<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

Type Double Ram

knowledge and belief.

⋈, if applicable. Signature:

Printed Name:

Email Address:

Title:

Date:

23. I hereby certify that the information given above is true and complete to the best of my

Electronically filed by Matthew Alley

Chief Financial Officer

10/17/2022

malley@silverbackexp.com

I further certify I have complied with 19.15.14.9 (A) NMAC ⊠ and/or 19.15.14.9 (B) NMAC

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 326896

Manufacturer

SHAFFER

Expiration Date: 10/18/2024

		APPLICA	ATION I	FOR PERMIT	TO DRILL, RE	E-ENTER,	DEEPE	N, PLUGBAC	CK, OR A	DD A ZO	NE		
- 1	ne and Address erback Operating	II, LLC								2. OGF	RID Number 330968		
	West, Suite 201									3. API	Number		
San	San Antonio, TX 78257								30-015-5007	73			
4. Property Code 5. Property Name MORRISO			rty Name MORRISON						6. Wel	I No. 104H			
					7. Su	rface Loca	tion						
UL - Lot	Section	Township		Range	Lot Idn	Feet From		N/S Line	Feet Fro		E/W Line	County	
E	10	19	9S	25E			2438	N		729	W		Eddy
					8. Proposed	Bottom Ho	le Location	n					
UL - Lot	Section	Township	R	ange	Lot Idn	Feet From		N/S Line	Feet Fro	om	E/W Line	County	
E	9	198	3	25E	E		2320	N		100	W		Eddy
					9. Po	ol Informat	ion						
PENASCO DE	RAW;SA-YESO (A	SSOC)									50270		
		,			Addition	al Wall Info	rmation				•		
11. Work Type		12. Well T	vne		Additional Well Information 13. Cable/Rotary 14. Lease Type			15	15. Ground Level Elevation				
	Well	12	OIL		13. Cable/Rotary		Private		"	3498			
16. Multiple		17. Propos	sed Depth		18. Formation 19. Contractor			20	20. Spud Date				
N			8105		Yeso				10/31/2022				
Depth to Groun	d water				Distance from neare	est fresh wate	r well		Di	stance to nea	ance to nearest surface water		
We will be u	sing a closed-lo	on evetom in li	ou of line	nd nite									
A AAC AAIII DC C	ising a closed-lo	op system m n	eu or iiiie	•									
T	11-1- 0:	0	0:		21. Proposed Ca	sing and C			01-			F-4:4-	1 TOO
Type Surf	Hole Size 12.25	9.6	g Size	Ci	asing Weight/ft 36	_	Setting De 1250	pın	Sack	s of Cement 275		Estimate 0	3 100
Prod	8.75		7		32		2773			187		0	
Prod	8.75		.5		20		8105			1444		189	5
1134	0.10	<u> </u>		l .		1	3100	l l		1-1-1-1		100	<u> </u>
				C	asing/Cement Pro	gram: Add	itional Cor	nments					

22. Proposed Blowout Prevention Program

Approved By:

Approved Date:

Conditions of Approval Attached

Title:

Test Pressure

5000

Katherine Pickford

Geoscientist

10/18/2022

OIL CONSERVATION DIVISION

Working Pressure

5000

Phone: 303-513-0990

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 District III

1000 Rio Brazos Road, Aztec, NM 87410 Phone: (505) 334-6178 Fax: (505) 334-6170 <u>District IV</u>

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		² Pool Code		
³⁰⁻⁰¹⁵ 500	73	50270	PENASCO DRAW; SA-YES	O (ASSOC)
⁴ Property Code		⁵ Pr	operty Name	⁶ Well Number
333446		MC	ORRISON	104H
⁷ OGRID No.		8 O _I	perator Name	⁹ Elevation
330968		SILVERBACK	OPERATING II, LLC	3,498'

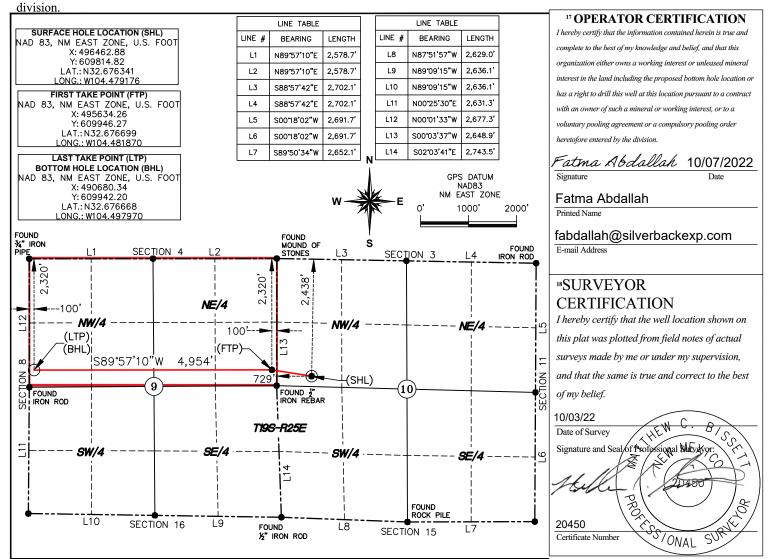
¹⁰ Surface Location

UL or lot no.	Section	Township	Range	Lot Idn	Feet from the	North/South line	Feet from the	East/West line	County
E	10	19-S	25-E		2,438'	NORTH	729'	WEST	EDDY

¹¹ Bottom Hole Location If Different From Surface

UL or lot no.	Section	Township	Range	Lot Idn	Feet from the	North/South line	Feet from the	East/West line	County
E	9	19-S	25-E		2,320'	NORTH	100'	WEST	EDDY
12 Dedicated Acres	13 Joint or	r Infill 14 C	 Consolidation	Code 15 Or	der No.				
320									

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



Form APD Conditions

API Number:

Permit 326896

<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

Operator Name and Address:

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

PERMIT CONDITIONS OF APPROVAL

		Silverback Operating II, LLC [330968]	30-015-50073		
		IH10 West, Suite 201	Well:		
		San Antonio, TX 78257	MORRISON #104H		
Γ	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			
Г	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

n. Type: 🖾 Original		it due to 🗀 17.13.27	.5.D(0)(u) 1 ((1) 1	C = 17.13.27.7.D	(0)(0) 11111	re 🗆 omer.		
If Other, please describ	oe:							
III. Well(s): Provide the recompleted from a					wells propo	osed to be dri	lled or proposed to	
Well Name	API	ULSTR	Footages	Anticipated Oil BBL/D		Anticipated Anticipated Gas MCF/D Produced V BBL/D		
MORRISON 103H	30-015	E-10-19S-25E	2,418' N 729' W	515	800		3,000	
MORRISON 104H	30-015	E-10-19S-25E	2,438' N 729' W	515	800		3,000	
IV. Central Delivery Point Name: MORRISON CDP [See 19.15.27.9(D)(1) NMAC] 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		nitial Flow Back Date	First Production Date	
MORRISON 103H	30-015	2/22/23	3/1/23	4/1/23	4	4/27/23	4/27/23	
MORRISON 104H	30-015	3/3/23	3/11/23	4/1/23	4	4/27/23	4/27/23	

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	Available Maximum Daily Capacity
	-		Start Date	of System Segment Tie-in

XI. Map. 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, of	`the
natural gas gathering system(s) described above will continue to meet anticipated increases in line pressure caused by the new well	(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 provide	ed in
Section	a 2 as provided in Paragraph (2) of Subsection D of 19.15.27.9 NMAC, and attaches a full description of the specific information	atior
for w	ich 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 $1_{\rm st}$ 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 9:55:50 AM Silverback Exploration



-200

-100

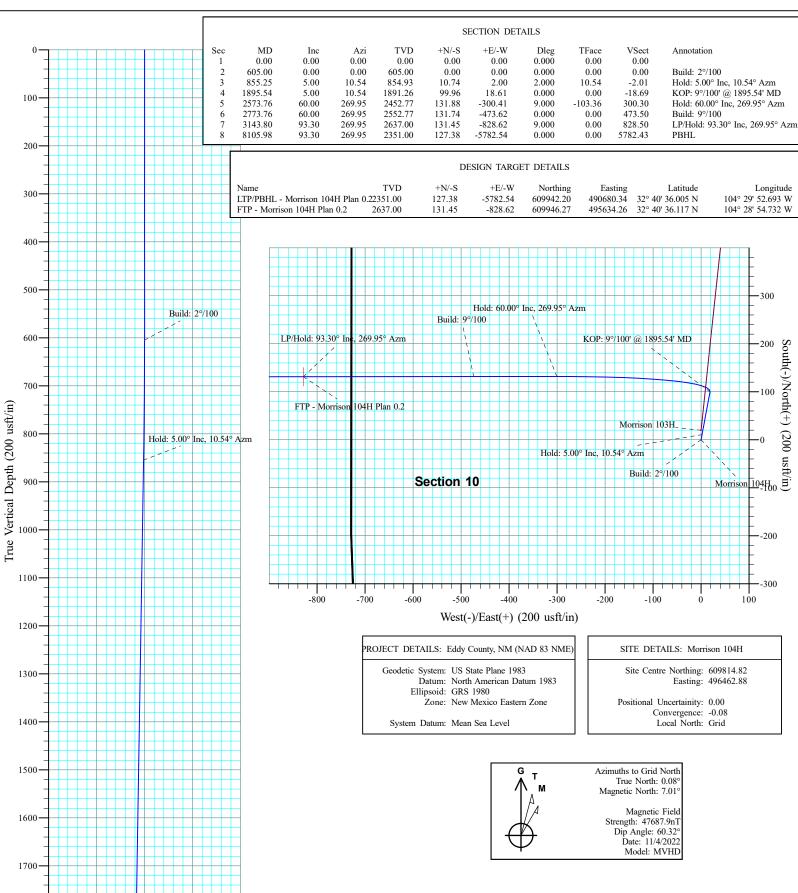
100

Vertical Section at 269.95° (200 usft/in)

200

Morrison 104H 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

File:Silverback - Morrison 104H - Plan 0.2 - Int.wpc



Silverback Exploration

Morrison 104H 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	605.00	0.00	0.00	605.00	0.00	0.00	0.000	0.00	0.00	Build: 2°/100		
3	855.25	5.00	10.54	854.93	10.74	2.00	2.000	10.54	-2.01	Hold: 5.00° Inc, 10.54° Azm		
4	1895.54	5.00	10.54	1891.26	99.96	18.61	0.000	0.00	-18.69	KOP: 9°/100' @ 1895.54' MD		
5	2573.76	60.00	269.95	2452.77	131.88	-300.41	9.000	-103.36	300.30	Hold: 60.00° Inc, 269.95° Azm		
6	2773.76	60.00	269.95	2552.77	131.74	-473.62	0.000	0.00	473.50	Build: 9°/100		
7	3143.80	93.30	269.95	2637.00	131.45	-828.62	9.000	0.00	828.50	FTP - Morrison 104H Plan 0.2 LP/Hold: 93.30° Inc, 269.95° Azm		
8	8105.98	93.30	269.95	2351.00	127.38	-5782.54	0.000	0.00	5782.43	LTP/PBHL - Morrison 104H Plan BHL		

		DESIGN	TARGET DET	TAILS		
Name LTP/PBHL - Morrison 104H Plan	TVD 0.22351.00	+N/-S 127.38	+E/-W -5782.54	Northing 609942.20	Easting 490680.34	Latitude Longitude 32° 40' 36.005 N 104° 29' 52.693 W
FTP - Morrison 104H Plan 0.2	2637.00	131.45	-828.62	609946.27		32° 40' 36.117 N 104° 28' 54.732 W

SITE DETAILS: Morrison 104H

Site Centre Northing: 609814.82

Easting: 496462.88

Positional Uncertainity: 0.00 Convergence: -0.08 Local North: Grid PROJECT DETAILS: Eddy County, NM (NAD 83 NMF)

Geodetic System: US State Plane 1983

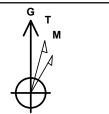
Datum: North American Datum 1983

Ellipsoid: GRS 1980

Zone: New Mexico Eastern Zone

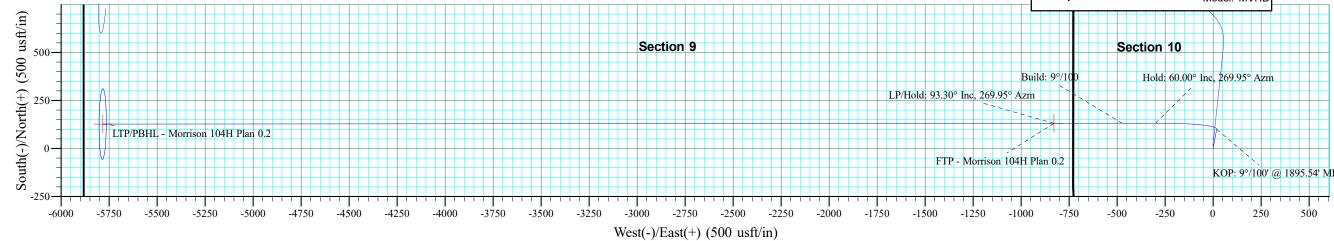
System Datum: Mean Sea Level

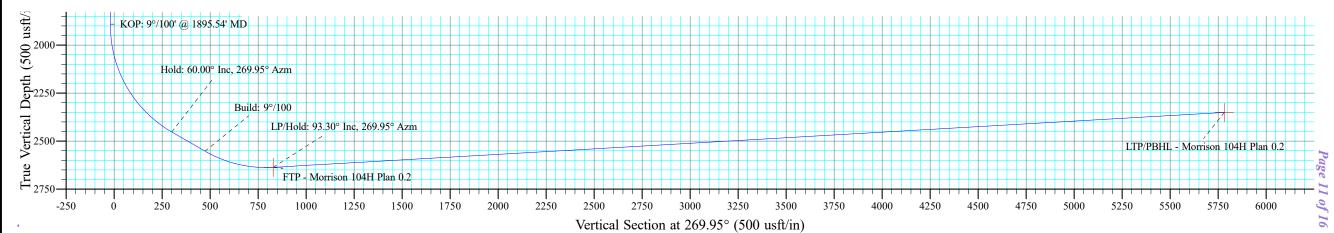
Drawn By: KRN
Date Created: 10/3/2022
Date Revised: 10/4/2022
File:Silverback - Morrison
104H - Plan 0.2.wpc



Azimuths to Grid North True North: 0.08° Magnetic North: 7.01° CD: 10/18/2022 9:55:50 AM

Magnetic Field Strength: 47687.9nT Dip Angle: 60.32° Date: 11/4/2022 Model: MVHD







Silverback Exploration

Eddy County, NM (NAD 83 NME) Morrison 104H Morrison 104H

Planning

Plan: Plan 0.2

Standard Planning Report

04 October, 2022



SILVERBACK EXPLORATION

Aim Directional Services, LLC

Planning Report



Database: Company: RTOC- EDM 5000.1 Single User Db

Silverback Exploration

Project: Eddy County, NM (NAD 83 NME) Site: Morrison 104H Well: Morrison 104H

Wellbore: **Planning** Design: Plan 0.2

Local Co-ordinate Reference:

TVD Reference: MD Reference: North Reference:

Survey Calculation Method:

Site Morrison 104H

Well @ 3514.00usft (16' RKB) Well @ 3514.00usft (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 104H Site

Site Position: From:

Мар

+E/-W

Northing: Easting: Slot Radius: 609,814.82 usft 496,462.88 usft

Latitude: Longitude: 13-3/16 " **Grid Convergence:**

32° 40' 34.828 N 104° 28' 45.035 W

-0.08°

Well Morrison 104H

Well Position +N/-S

Position Uncertainty:

0.00 usft 0.00 usft

0.00 usft

Northing: Easting:

609.814.82 usft 496,462.88 usft

Latitude: Longitude:

32° 40' 34.828 N 104° 28' 45.035 W

Position Uncertainty 0.00 usft Wellhead Elevation: **Ground Level:** 3,498.00 usft

Wellbore **Planning**

Model Name Sample Date Declination **Dip Angle** Field Strength Magnetics (°) (°) (nT) **MVHD** 11/4/2022 6.94 60.32 47.687.940

Design Plan 0.2

Audit Notes:

Version:

PLAN

Tie On Depth:

0.00

Vertical Section:

Depth From (TVD) (usft) 0.00

Phase:

+N/-S (usft) 0.00

+E/-W (usft) 0.00

Direction (°) 269.95

Plan Survey Tool Program

Date 10/4/2022

Depth From Depth To (usft) (usft)

Survey (Wellbore)

Tool Name

Remarks

0.00

8,105.96

Plan 0.2 (Planning)

MWD+HRGM

OWSG MWD + HRGM

Plan Sections	3									
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	
605.00	0.00	0.00	605.00	0.00	0.00	0.000	0.000	0.000	0.00	
855.25	5.00	10.54	854.93	10.74	2.00	2.000	2.000	0.000	10.54	
1,895.54	5.00	10.54	1,891.26	99.96	18.61	0.000	0.000	0.000	0.00	
2,573.76	60.00	269.95	2,452.77	131.88	-300.41	9.000	8.109	-14.832	-103.36	
2,773.76	60.00	269.95	2,552.77	131.74	-473.62	0.000	0.000	0.000	0.00	
3,143.80	93.30	269.95	2,637.00	131.45	-828.62	9.000	9.000	0.000	0.00	FTP - Morrison 104
8,105.98	93.30	269.95	2,351.00	127.38	-5,782.54	0.000	0.000	0.000	0.00	LTP/PBHL - Morrisc

Aim Directional Services, LLC

Planning Report



Database:

RTOC- EDM 5000.1 Single User Db

Company: Silverback Exploration Project:

Eddy County, NM (NAD 83 NME)

Site: Morrison 104H Well: Morrison 104H Wellbore: Planning Plan 0.2 Design:

Local Co-ordinate Reference:

TVD Reference: MD Reference: North Reference:

Survey Calculation Method:

Site Morrison 104H

Well @ 3514.00usft (16' RKB) Well @ 3514.00usft (16' RKB)

Minimum Curvature

lanned Su	rvey									
Meas De _l (us	pth	Inclination (°)	Azimuth (°)	Vertical Depth (usft)	+N/-S (usft)	+E/-W (usft)	Vertical Section (usft)	Dogleg Rate (°/100ft)	Build Rate (°/100ft)	Turn Rate (°/100ft)
2	0.00 00.00 200.00 800.00	0.00 0.00 0.00 0.00 0.00	0.00 0.00 0.00 0.00 0.00	0.00 100.00 200.00 300.00 400.00	0.00 0.00 0.00 0.00 0.00	0.00 0.00 0.00 0.00 0.00	0.00 0.00 0.00 0.00 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 0.000 0.000 0.000
	500.00 505.00	0.00 0.00	0.00 0.00	500.00 605.00	0.00 0.00	0.00 0.00	0.00 0.00	0.000 0.000	0.000 0.000	0.000 0.000
Buil	ld: 2°/10	10								
8	700.00 800.00 855.25	1.90 3.90 5.00	10.54 10.54 10.54	699.98 799.85 854.93	1.55 6.52 10.74	0.29 1.21 2.00	-0.29 -1.22 -2.01	2.000 2.000 2.000	2.000 2.000 2.000	0.000 0.000 0.000
Hole	a: 5.00°	Inc, 10.54° Az	zm							
1,0 1,1 1,2	00.00 000.00 100.00 200.00	5.00 5.00 5.00 5.00 5.00	10.54 10.54 10.54 10.54 10.54	899.51 999.13 1,098.75 1,198.37 1,297.99	14.58 23.15 31.73 40.31 48.88	2.71 4.31 5.91 7.50 9.10	-2.73 -4.33 -5.93 -7.54 -9.14	0.000 0.000 0.000 0.000 0.000	0.000 0.000 0.000 0.000 0.000	0.000 0.000 0.000 0.000 0.000
1,5 1,6 1,7	100.00 500.00 500.00 700.00	5.00 5.00 5.00 5.00 5.00	10.54 10.54 10.54 10.54 10.54	1,397.60 1,497.22 1,596.84 1,696.46 1,796.08	57.46 66.04 74.61 83.19 91.77	10.70 12.29 13.89 15.49 17.08	-10.75 -12.35 -13.95 -15.56 -17.16	0.000 0.000 0.000 0.000 0.000	0.000 0.000 0.000 0.000 0.000	0.000 0.000 0.000 0.000 0.000
1.8	395.54	5.00	10.54	1,891.26	99.96	18.61	-18.69	0.000	0.000	0.000
		0' @ 1895.54'		1,001.20	00.00	10.01	10.00	0.000	0.000	0.000
1,9 1,9 2,0	900.00 950.00 900.00 950.00	4.93 6.14 9.56 13.63	6.00 319.52 297.50 287.71	1,895.70 1,945.49 1,995.02 2,044.00	100.34 104.52 108.47 112.18	18.66 17.15 11.73 2.43	-18.75 -17.24 -11.82 -2.53	9.000 9.000 9.000 9.000	-1.734 2.421 6.852 8.124	-102.045 -92.953 -44.033 -19.592
2,1 2,2 2,2	00.00 50.00 200.00 250.00 800.00	17.90 22.25 26.66 31.09 35.53	282.43 279.15 276.90 275.26 273.98	2,092.11 2,139.06 2,184.56 2,228.34 2,270.11	115.63 118.79 121.64 124.18 126.37	-10.69 -27.55 -48.04 -72.04 -99.41	10.59 27.44 47.94 71.94 99.30	9.000 9.000 9.000 9.000 9.000	8.540 8.717 8.807 8.859 8.891	-10.557 -6.561 -4.492 -3.295 -2.543
2,4 2,4 2,5	350.00 100.00 150.00 500.00	39.99 44.45 48.92 53.40 57.87	272.96 272.11 271.39 270.76 270.20	2,309.63 2,346.65 2,380.94 2,412.29 2,440.51	128.21 129.69 130.79 131.52 131.86	-129.96 -163.52 -199.87 -238.80 -280.06	129.85 163.41 199.76 238.69 279.95	9.000 9.000 9.000 9.000 9.000	8.913 8.928 8.938 8.946 8.952	-2.043 -1.696 -1.446 -1.261 -1.123
2,5	573.76	60.00	269.95	2,452.77	131.88	-300.41	300.30	9.000	8.956	-1.041
		° Inc, 269.95°		, .						
2,7 2,7	00.00 00.00 73.76	60.00 60.00 60.00	269.95 269.95 269.95	2,465.89 2,515.89 2,552.77	131.87 131.79 131.74	-323.14 -409.74 -473.62	323.02 409.63 473.50	0.000 0.000 0.000	0.000 0.000 0.000	0.000 0.000 0.000
	ld: 9°/10 300.00		260.05	2 565 42	121 72	406 64	106 10	0.000	0.000	0.000
2,8 2,9 2,9 3,0	350.00 350.00 900.00 950.00 950.00	62.36 66.86 71.36 75.86 80.36 84.86	269.95 269.95 269.95 269.95 269.95 269.95	2,565.42 2,586.85 2,604.67 2,618.77 2,629.07 2,635.50	131.72 131.69 131.65 131.61 131.57 131.53	-496.61 -541.77 -588.47 -636.43 -685.34 -734.91	496.49 541.65 588.35 636.31 685.22 734.80	9.000 9.000 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 0.000
3,1 3,1	00.00 43.80	89.36 93.30 3.30° Inc, 269 .	269.95 269.95	2,638.02 2,637.00	131.49 131.45	-784.84 -828.62	784.72 828.50	9.000 9.000	9.000 9.000	0.000 0.000

Aim Directional Services, LLC

Planning Report



Database: Company: Project: RTOC- EDM 5000.1 Single User Db

Silverback Exploration

Eddy County, NM (NAD 83 NME)

Site: Morrison 104H
Well: Morrison 104H
Wellbore: Planning
Pesign: Plan 0.2

Local Co-ordinate Reference:

TVD Reference: MD Reference: North Reference:

Survey Calculation Method:

Site Morrison 104H

Well @ 3514.00usft (16' RKB) Well @ 3514.00usft (16' RKB)

Grid

Minimum Curvature

esign:	Plan 0.2								
Planned Survey									
Measured Depth	I Inclination	Azimuth	Vertical Depth	+N/-S	+E/-W	Vertical Section	Dogleg Rate	Build Rate	Turn Rate
(usft)	(°)	(°)	(usft)	(usft)	(usft)	(usft)	(°/100ft)	(°/100ft)	(°/100ft)
3,200.0		269.95	2,633.76	131.40	-884.72	884.61	0.000	0.000	0.000
3,300.0 3,400.0		269.95 269.95	2,628.00 2,622.23	131.32 131.24	-984.56 -1,084.39	984.44 1,084.27	0.000 0.000	0.000 0.000	0.000 0.000
3,500.0		269.95	2,616.47	131.16	-1,184.22	1,184.11	0.000	0.000	0.000
3,600.0		269.95	2,610.71	131.08	-1,284.06	1,283.94	0.000	0.000	0.000
3,700.0 3,800.0		269.95 269.95	2,604.94 2,599.18	130.99 130.91	-1,383.89 -1,483.72	1,383.78 1,483.61	0.000 0.000	0.000 0.000	0.000 0.000
3,900.0		269.95	2,599.16	130.83	-1,463.72 -1,583.56	1,583.44	0.000	0.000	0.000
4,000.0		269.95	2,587.65	130.75	-1,683.39	1,683.28	0.000	0.000	0.000
4,100.0		269.95	2,581.89	130.67	-1,783.23	1,783.11	0.000	0.000	0.000
4,200.0		269.95	2,576.13	130.58	-1,883.06	1,882.94	0.000	0.000	0.000
4,300.0 4,400.0		269.95 269.95	2,570.36 2,564.60	130.50 130.42	-1,982.89 -2,082.73	1,982.78	0.000 0.000	0.000 0.000	0.000 0.000
•			•		·	2,082.61			
4,500.0		269.95	2,558.83	130.34	-2,182.56	2,182.45	0.000	0.000	0.000
4,600.0 4.700.0		269.95 269.95	2,553.07 2,547.31	130.26 130.17	-2,282.39 -2,382.23	2,282.28 2,382.11	0.000 0.000	0.000 0.000	0.000 0.000
4,800.0		269.95 269.95	2,547.51	130.17	-2,362.23 -2,482.06	2,362.11	0.000	0.000	0.000
4,900.0		269.95	2,535.78	130.03	-2,581.90	2,581.78	0.000	0.000	0.000
5,000.0	0 93.30	269.95	2,530.02	129.93	-2,681.73	2,681.61	0.000	0.000	0.000
5,100.0		269.95	2,524.25	129.85	-2,781.56	2,781.45	0.000	0.000	0.000
5,200.0		269.95	2,518.49	129.76	-2,881.40	2,881.28	0.000	0.000	0.000
5,300.0		269.95	2,512.73	129.68	-2,981.23	2,981.12	0.000	0.000	0.000
5,400.0	0 93.30	269.95	2,506.96	129.60	-3,081.06	3,080.95	0.000	0.000	0.000
5,500.0		269.95	2,501.20	129.52	-3,180.90	3,180.78	0.000	0.000	0.000
5,600.0	0 93.30	269.95	2,495.43	129.44	-3,280.73	3,280.62	0.000	0.000	0.000
5,700.0 5,800.0		269.95 269.95	2,489.67 2,483.91	129.35 129.27	-3,380.57 -3,480.40	3,380.45 3,480.28	0.000 0.000	0.000 0.000	0.000 0.000
5,900.0		269.95	2,478.14	129.27	-3,580.23	3,580.12	0.000	0.000	0.000
6,000.0			·		·	3,679.95	0.000	0.000	0.000
6,000.0 6,100.0		269.95 269.95	2,472.38 2,466.62	129.11 129.03	-3,680.07 -3,779.90	3,679.95 3,779.79	0.000	0.000	0.000
6,200.0		269.95	2,460.85	128.94	-3,879.73	3,879.62	0.000	0.000	0.000
6,300.0		269.95	2,455.09	128.86	-3,979.57	3,979.45	0.000	0.000	0.000
6,400.0		269.95	2,449.33	128.78	-4,079.40	4,079.29	0.000	0.000	0.000
6,500.0		269.95	2,443.56	128.70	-4,179.24	4,179.12	0.000	0.000	0.000
6,600.0		269.95	2,437.80	128.62	-4,279.07	4,278.95	0.000	0.000	0.000
6,700.0		269.95	2,432.03	128.53	-4,378.90	4,378.79	0.000	0.000	0.000
6,800.0		269.95	2,426.27	128.45	-4,478.74	4,478.62	0.000	0.000	0.000
6,900.0		269.95	2,420.51	128.37	-4,578.57	4,578.46	0.000	0.000	0.000
7,000.0		269.95	2,414.74	128.29	-4,678.40	4,678.29	0.000	0.000	0.000
7,100.0 7,200.0		269.95	2,408.98	128.21	-4,778.24 4,878.07	4,778.12	0.000 0.000	0.000	0.000 0.000
7,200.0 7,300.0		269.95 269.95	2,403.22 2,397.45	128.12 128.04	-4,878.07 -4,977.90	4,877.96 4,977.79	0.000	0.000 0.000	0.000
7,300.0 7,400.0		269.95	2,391.43	127.96	-4,977.90 -5,077.74	5,077.63	0.000	0.000	0.000
7,500.0		269.95	2,385.93	127.88	-5,177.57	5,177.46	0.000	0.000	0.000
7,600.0		269.95	2,380.16	127.80	-5,277.41	5,277.29	0.000	0.000	0.000
7,700.0		269.95	2,374.40	127.71	-5,377.24	5,377.13	0.000	0.000	0.000
7,800.0	0 93.30	269.95	2,368.64	127.63	-5,477.07	5,476.96	0.000	0.000	0.000
7,900.0	0 93.30	269.95	2,362.87	127.55	-5,576.91	5,576.79	0.000	0.000	0.000
8,000.0		269.95	2,357.11	127.47	-5,676.74	5,676.63	0.000	0.000	0.000
8,105.9	8 93.30	269.95	2,351.00	127.38	-5,782.54	5,782.43	0.000	0.000	0.000
PBHL									

SILVERBACK EXPLORATION

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 104H
Well: Morrison 104H
Wellbore: Planning

Local Co-ordinate Reference:

TVD Reference: MD Reference: North Reference:

Survey Calculation Method:

Site Morrison 104H

Well @ 3514.00usft (16' RKB) Well @ 3514.00usft (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 ce - Point	0.00 enter	360.00	2,351.00	127.38	-5,782.54	609,942.20	490,680.34	32° 40′ 36.004 N	104° 29' 52.693 W
FTP - Morrison 104H - plan hits target ce - Point	0.00 enter	360.00	2,637.00	131.45	-828.62	609,946.27	495,634.26	32° 40′ 36.117 N	104° 28' 54.732 W

Plan Annotations				
Measured Depth (usft)	Vertical Depth (usft)	Local Coor +N/-S (usft)	dinates +E/-W (usft)	Comment
605.00	605.00	0.00	0.00	Build: 2°/100
855.25	854.93	10.74	2.00	Hold: 5.00° Inc, 10.54° Azm
1,895.54	1,891.26	99.96	18.61	KOP: 9°/100' @ 1895.54' MD
2,573.76	2,452.77	131.88	-300.41	Hold: 60.00° Inc, 269.95° Azm
2,773.76	2,552.77	131.74	-473.62	Build: 9°/100
3,143.80	2,637.00	131.45	-828.62	LP/Hold: 93.30° Inc, 269.95° Azm
8,105.98	2,351.00	127.38	-5,782.54	PBHL