

Form 3160-5  
(June 2019)

UNITED STATES  
DEPARTMENT OF THE INTERIOR  
BUREAU OF LAND MANAGEMENT

FORM APPROVED  
OMB No. 1004-0137  
Expires: October 31, 2021

**SUNDRY NOTICES AND REPORTS ON WELLS**  
**Do not use this form for proposals to drill or to re-enter an abandoned well. Use Form 3160-3 (APD) for such proposals.**

|   |                              |
|---|------------------------------|
| 5. Lease Serial No.                         |                              |
| 6. If Indian, Allottee or Tribe Name        |                              |
| 7. If Unit of CA/Agreement, Name and/or No. |                              |
| 8. Well Name and No.                        |                              |
| 9. API Well No.                             |                              |
| 10. Field and Pool or Exploratory Area      | 11. Country or Parish, State |

1. Type of Well  
☐ Oil Well    ☐ Gas Well    ☐ Other

2. Name of Operator

3a. Address      3b. Phone No. (include area code)

4. Location of Well (Footage, Sec., T.,R.,M., or Survey Description)

| 12. CHECK THE APPROPRIATE BOX(ES) TO INDICATE NATURE OF NOTICE, REPORT OR OTHER DATA |   |   |  |   |
|--|---|---|--|---|
| TYPE OF SUBMISSION   | TYPE OF ACTION                                |   |  |   |
| <input type="checkbox"/> Notice of Intent  | <input type="checkbox"/> Acidize              | <input type="checkbox"/> Deepen               | <input type="checkbox"/> Production (Start/Resume) | <input type="checkbox"/> Water Shut-Off |
| <input type="checkbox"/> Subsequent Report   | <input type="checkbox"/> Alter Casing         | <input type="checkbox"/> Hydraulic Fracturing | <input type="checkbox"/> Reclamation               | <input type="checkbox"/> Well Integrity |
| <input type="checkbox"/> Final Abandonment Notice                                    | <input type="checkbox"/> Casing Repair        | <input type="checkbox"/> New Construction     | <input type="checkbox"/> Recomplete                | <input type="checkbox"/> Other          |
|  | <input type="checkbox"/> Change Plans         | <input type="checkbox"/> Plug and Abandon     | <input type="checkbox"/> Temporarily Abandon       |   |
|  | <input type="checkbox"/> Convert to Injection | <input type="checkbox"/> Plug Back            | <input type="checkbox"/> Water Disposal            |   |

13. Describe Proposed or Completed Operation: Clearly state all pertinent details, including estimated starting date of any proposed work and approximate duration thereof. If the proposal is to deepen directionally or recompleate horizontally, give subsurface locations and measured and true vertical depths of all pertinent markers and zones. Attach the Bond under which the work will be perfonned or provide the Bond No. on file with BLM/BIA. Required subsequent reports must be filed within 30 days following completion of the involved operations. If the operation results in a multiple completion or recompletion in a new interval, a Form 3160-4 must be filed once testing has been completed. Final Abandonment Notices must be filed only after all requirements, including reclamation, have been completed and the operator has detennined that the site is ready for final inspection.)

|   |       |
|---|-------|
| 14. I hereby certify that the foregoing is true and correct. Name (Printed/Typed) | Title |
| Signature   | Date  |

| THE SPACE FOR FEDERAL OR STATE OFFICE USE   |        |      |
|---|--------|------|
| Approved by   | Title  | Date |
| Conditions of approval, if any, are attached. Approval of this notice 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. | Office |      |

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.

(Instructions on page 2)

## GENERAL INSTRUCTIONS

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

## SPECIFIC INSTRUCTIONS

*Item 4* - Locations on Federal or Indian land should be described in accordance with Federal requirements. Consult the local Federal office for specific instructions.

*Item 13*: Proposals to abandon a well and subsequent reports of abandonment should include such special information as is required by the local Federal office. In addition, such proposals and reports should include reasons for the abandonment; data on any former or present productive zones or other zones with present significant fluid contents not sealed off by cement or otherwise; depths (top and bottom) and method of placement of cement plugs; mud or other material placed below, between and above plugs; amount, size, method of parting of any casing, liner or tubing pulled and the depth to the top of any tubing left in the hole; method of closing top of well and date well site conditioned for final inspection looking for approval of the abandonment. If the proposal will involve **hydraulic fracturing operations**, you must comply with 43 CFR 3162.3-3, including providing information about the protection of usable water. Operators should provide the best available information about all formations containing water and their depths. This information could include data and interpretation of resistivity logs run on nearby wells. Information may also be obtained from state or tribal regulatory agencies and from local BLM offices.

## NOTICES

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

AUTHORITY: 30 U.S.C. 181 et seq., 351 et seq., 25 U.S.C. 396; 43 CFR 3160.

PRINCIPAL PURPOSE: The information is used to: (1) Evaluate, when appropriate, approve applications, and report completion of subsequent well operations, on a Federal or Indian lease; and (2) document for administrative use, information for the management, disposal and use of National Resource lands and resources, such as: (a) evaluating the equipment and procedures to be used during a proposed subsequent well operation and reviewing the completed well operations for compliance with the approved plan; (b) requesting and granting approval to perform those actions covered by 43 CFR 3162.3-2, 3162.3-3, and 3162.3-4; (c) reporting the beginning or resumption of production, as required by 43 CFR 3162.4-1(c) and (d) analyzing future applications to drill or modify operations in light of data obtained and methods used.

ROUTINE USES: Information from the record and/or the record will be transferred to appropriate Federal, State, local or foreign agencies, when relevant to civil, criminal or regulatory investigations or prosecutions in connection with congressional inquiries or to consumer reporting agencies to facilitate collection of debts owed the Government.

EFFECT OF NOT PROVIDING THE INFORMATION: Filing of this notice and report and disclosure of the information is mandatory for those subsequent well operations specified in 43 CFR 3162.3-2, 3162.3-3, 3162.3-4.

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

The BLM collects this information to evaluate proposed and/or completed subsequent well operations on Federal or Indian oil and gas leases.

Response to this request is mandatory.

The BLM would like you to know that you do not have to respond to this or any other Federal agency-sponsored information collection unless it displays a currently valid OMB control number.

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

## Additional Information

### Location of Well

0. SHL: TR M / 1009 FSL / 1147 FWL / TWSP: 24S / RANGE: 32E / SECTION: 3 / LAT: 32.2402783 / LONG: -103.6695957 ( TVD: 0 feet, MD: 0 feet )

PPP: TR M / 100 FSL / 430 FWL / TWSP: 24S / RANGE: 32E / SECTION: 3 / LAT: 32.2395876 / LONG: -103.6696525 ( TVD: 8008 feet, MD: 8016 feet )

BHL: TR D / 100 FNL / 843 FWL / TWSP: 23S / RANGE: 32E / SECTION: 34 / LAT: 32.2680586 / LONG: -103.6696616 ( TVD: 8485 feet, MD: 18696 feet )

Form 3160-3  
(August 2007)FORM APPROVED  
OMB No. 1004-0137  
Expires July 31, 2010UNITED STATES  
DEPARTMENT OF THE INTERIOR  
BUREAU OF LAND MANAGEMENT

## APPLICATION FOR PERMIT TO DRILL OR REENTER

|   |   |  |
|---|---|--|
| 1a. Type of work: <input checked="" type="checkbox"/> DRILL <input type="checkbox"/> REENTER  |   | 7. If Unit or CA Agreement, Name and No.<br>NMNM144087               |
| 1b. Type of Well: <input checked="" type="checkbox"/> Oil Well <input type="checkbox"/> Gas Well <input type="checkbox"/> Other <input checked="" type="checkbox"/> Single Zone <input type="checkbox"/> Multiple Zone  |   | 8. Lease Name and Well No.<br>PEGASUS 3 FED COM 325H                 |
| 2. Name of Operator EOG RESOURCES INCORPORATED  |   | 9. API Well No.  |
| 3a. Address 1111 BAGBY SKY LOBBY 2,<br>HOUSTON, TX 77002  | 3b. Phone No. (include area code)<br>713-651-7000 | 10. Field and Pool, or Exploratory<br>TRISTE DRAW;BONE SPRING        |
| 4. Location of Well (Report location clearly and in accordance with any State requirements.)*<br>At surface TR M / 1009 FSL / 1102 FWL / LAT 32.2420956 / LONG -103.6674783<br>At proposed prod. zone TR D / 100 FNL / 843 FWL / LAT 32.2680627 / LONG -103.6683254 |   | 11. Sec., T. R. M. or Blk. and Survey or Area<br>SEC 3/T24S/R32E/NMP |
| 14. Distance in miles and direction from nearest town or post office*   |   | 12. County or Parish<br>LEA  |
| 15. Distance from proposed* 100<br>location to nearest<br>property or lease line, ft.<br>(Also to nearest drig. unit line, if any)  |   | 13. State<br>NM  |
| 16. No. of acres in lease   |   | 17. Spacing Unit dedicated to this well<br>640                       |
| 18. Distance from proposed location* 15<br>to nearest well, drilling, completed,<br>applied for, on this lease, ft.   |   | 20. BLM/BIA Bond No. on file<br>FED: NM2308                          |
| 19. Proposed Depth<br>9504 FEET / 20184 FEET  |   | 21. Elevations (Show whether DF, KDB, RT, GL, etc.)<br>3655 FEET     |
| 22. Approximate date work will start*<br>07/29/2025   |   | 23. Estimated duration<br>25 DAYS                                    |

## 24. Attachments

The following, completed in accordance with the requirements of Onshore Oil and Gas Order No.1, must be attached to this form:

- |  |   |
|--|---|
| 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.  | 5. Operator certification   |
| 3. A Surface Use Plan (if the location is on National Forest System Lands, the SUPO must be filed with the appropriate Forest Service Office). | 6. Such other site specific information and/or plans as may be required by the BLM.             |

|  |   |                    |
|--|---|--------------------|
| 25. Signature <i>Kayla McConnell</i>                                       | Name (Printed/Typed)<br>KAYLA MCCONNELL | Date<br>07/28/2025 |
| Title<br>REGULATORY SPECIALIST   |   |                    |
| Digitally signed by CHRISTOPHER WALLS<br>Date: 2025.07.28 14:17:47 -06'00' |   |                    |
| Name (Printed/Typed)   |   |                    |
| Date   |   |                    |
| Title<br>Sup PE  | Office<br>CFO                           |                    |

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.

(Continued on page 2)

\*(Instructions on page 2)



## INSTRUCTIONS

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

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

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

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

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

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

## NOTICES

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

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

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

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

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

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

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

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

|  |   |                                     |  |
|--|---|-------------------------------------|--|
| C-102<br><br>Submit Electronically<br>Via OCD Permitting | State of New Mexico<br><br>Energy, Minerals & Natural Resources Department<br>OIL CONSERVATION DIVISION | Revised July 9, 2024                |  |
|  |   | Submittal<br>Type:                  | <input type="checkbox"/> Initial Submittal         |
|  |   |                                     | <input checked="" type="checkbox"/> Amended Report |
|  |   | <input type="checkbox"/> As Drilled |  |

WELL LOCATION AND ACREAGE DEDICATION PLAT

|  |                                      |  |
|--|--------------------------------------|--|
| API Number<br>30-025-  | Pool Code<br>96603                   | Pool Name<br>TRISTE DRAW; BONE SPRING  |
| Property Code<br>328120  | Property Name<br>PEGASUS 3 FED COM   | Well Number<br>325H  |
| OGRID No.<br>7377  | Operator Name<br>EOG RESOURCES, INC. | Ground Level Elevation<br>3655'  |
| Surface Owner: <input type="checkbox"/> State <input type="checkbox"/> Fee <input type="checkbox"/> Tribal <input checked="" type="checkbox"/> Federal |                                      | Mineral Owner: <input type="checkbox"/> State <input type="checkbox"/> Fee <input type="checkbox"/> Tribal <input checked="" type="checkbox"/> Federal |

Surface Location

|                    |              |                  |               |              |                              |                              |                          |                            |               |
|--------------------|--------------|------------------|---------------|--------------|------------------------------|------------------------------|--------------------------|----------------------------|---------------|
| UL or lot no.<br>M | Section<br>3 | Township<br>24-S | Range<br>32-E | Lot Idn<br>- | Feet from the N/S<br>1009' S | Feet from the E/W<br>1102' W | Latitude<br>N 32.2420956 | Longitude<br>W 103.6674783 | County<br>LEA |
|--------------------|--------------|------------------|---------------|--------------|------------------------------|------------------------------|--------------------------|----------------------------|---------------|

Bottom Hole Location

|                    |               |                  |               |              |                             |                             |                          |                            |               |
|--------------------|---------------|------------------|---------------|--------------|-----------------------------|-----------------------------|--------------------------|----------------------------|---------------|
| UL or lot no.<br>D | Section<br>34 | Township<br>23-S | Range<br>32-E | Lot Idn<br>- | Feet from the N/S<br>100' N | Feet from the E/W<br>843' W | Latitude<br>N 32.2680627 | Longitude<br>W 103.6683254 | County<br>LEA |
|--------------------|---------------|------------------|---------------|--------------|-----------------------------|-----------------------------|--------------------------|----------------------------|---------------|

|                              |                                   |                                   |  |                        |
|------------------------------|-----------------------------------|-----------------------------------|--|------------------------|
| Dedicated Acres<br>639.61    | Infill or Defining Well<br>INFILL | Defining Well API<br>30-025-47250 | Overlapping Spacing Unit (Y/N)<br>N  | Consolidated Code<br>C |
| Order Numbers<br>NMNM 144087 |                                   |                                   | Well Setbacks are under Common Ownership: <input type="checkbox"/> Yes <input type="checkbox"/> No |                        |

Kick Off Point (KOP)

|                    |              |                  |               |              |                            |                             |                          |                            |               |
|--------------------|--------------|------------------|---------------|--------------|----------------------------|-----------------------------|--------------------------|----------------------------|---------------|
| UL or lot no.<br>M | Section<br>3 | Township<br>24-S | Range<br>32-E | Lot Idn<br>- | Feet from the N/S<br>50' S | Feet from the E/W<br>843' W | Latitude<br>N 32.2394561 | Longitude<br>W 103.6683166 | County<br>LEA |
|--------------------|--------------|------------------|---------------|--------------|----------------------------|-----------------------------|--------------------------|----------------------------|---------------|


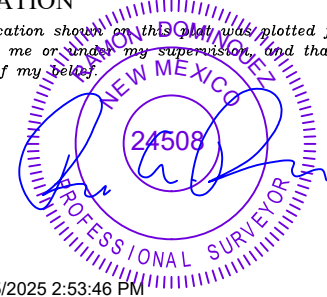
First Take Point (FTP)

|                    |              |                  |               |              |                             |                             |                          |                            |               |
|--------------------|--------------|------------------|---------------|--------------|-----------------------------|-----------------------------|--------------------------|----------------------------|---------------|
| UL or lot no.<br>M | Section<br>3 | Township<br>24-S | Range<br>32-E | Lot Idn<br>- | Feet from the N/S<br>100' S | Feet from the E/W<br>843' W | Latitude<br>N 32.2395936 | Longitude<br>W 103.6683167 | County<br>LEA |
|--------------------|--------------|------------------|---------------|--------------|-----------------------------|-----------------------------|--------------------------|----------------------------|---------------|

Last Take Point (LTP)

|                    |               |                  |               |              |                             |                             |                          |                            |               |
|--------------------|---------------|------------------|---------------|--------------|-----------------------------|-----------------------------|--------------------------|----------------------------|---------------|
| UL or lot no.<br>D | Section<br>34 | Township<br>23-S | Range<br>32-E | Lot Idn<br>- | Feet from the N/S<br>100' N | Feet from the E/W<br>843' W | Latitude<br>N 32.2680627 | Longitude<br>W 103.6683254 | County<br>LEA |
|--------------------|---------------|------------------|---------------|--------------|-----------------------------|-----------------------------|--------------------------|----------------------------|---------------|

|   |  |                                 |
|---|--|---------------------------------|
| Unitized Area or Area of Uniform Interest<br>COMM AGREEMENT | Spacing Unity Type<br><input checked="" type="checkbox"/> Horizontal <input type="checkbox"/> Vertical | Ground Floor Elevation<br>3680' |
|---|--|---------------------------------|

|  |  |  |                              |
|--|--|--|------------------------------|
| <b>OPERATOR CERTIFICATION</b><br><br><i>I hereby certify that the information contained herein is true and complete to the best of my knowledge and belief; and, if the well is a vertical or directional well, that this organization either owns a working interest or unleased mineral interest in the land including the proposed bottom hole location or has a right to drill this well at this location pursuant to a contract with an owner of a working interest or unleased mineral interest, or to a voluntary pooling agreement or a compulsory pooling order heretofore entered by the division.</i><br><br><i>If this well is a horizontal well, I further certify that this organization has received The consent of at least one lessee or owner of a working interest or unleased mineral interest in each tract (in the target pool or formation) in which any part of the well's completed interval will be located or obtained a compulsory pooling order from the division.</i><br><br><br>Signature<br>Date<br>KAYLA MCCONNELL<br>07/28/2025 |  | <b>SURVEYORS CERTIFICATION</b><br><br><i>I hereby certify that the well location shown on this plat was plotted from field notes of actual surveys made by me or under my supervision, and that the same is true and correct to the best of my belief.</i><br><br><br>7/25/2025 2:53:46 PM<br>Signature and Seal of Professional Surveyor<br>Date |                              |
| Print Name<br>KAYLA_MCCONNELL@EOGRESOURCES.COM   |  | Certificate Number   | Date of Survey<br>04/30/2025 |
| E-mail Address   |  |  |                              |

|   |  |                        |  |
|---|--|------------------------|--|
| <b>C-102</b><br><br>Submit Electronically<br>Via OCD Permitting | State of New Mexico<br>Energy, Minerals & Natural Resources Department<br><b>OIL CONSERVATION DIVISION</b> | Revised July 9, 2024   |  |
|   |  | Submittal<br>Type:     | <input type="checkbox"/> Initial Submittal         |
|   |  |                        | <input checked="" type="checkbox"/> Amended Report |
| Property Name and Well Number                                   |  | PEGASUS 3 FED COM 325H |  |

**SURFACE LOCATION (SHL)**  
NEW MEXICO EAST  
NAD 1983  
X=747202 Y=452446  
LAT.: N 32.2420956  
LONG.: W 103.6674783  
NAD 1927  
X=706019 Y=452387  
LAT.: N 32.2419724  
LONG.: W 103.6669968  
1009' FSL 1102' FWL

**KICK OFF POINT (KOP)**  
NEW MEXICO EAST  
NAD 1983  
X=746949 Y=451484  
LAT.: N 32.2394561  
LONG.: W 103.6683166  
NAD 1927  
X=705765 Y=451425  
LAT.: N 32.2393329  
LONG.: W 103.6678353  
50' FSL 843' FWL

**UPPER MOST PERF. (UMP)**  
NEW MEXICO EAST  
NAD 1983  
X=746949 Y=451534  
LAT.: N 32.2395936  
LONG.: W 103.6683167  
NAD 1927  
X=705765 Y=451475  
LAT.: N 32.2394703  
LONG.: W 103.6678353  
100' FSL 843' FWL

**PROPOSED PERF. POINT (PPP1)**  
NEW MEXICO EAST  
NAD 1983  
X=746915 Y=456706  
LAT.: N 32.2538097  
LONG.: W 103.6683211  
NAD 1927  
X=705732 Y=456647  
LAT.: N 32.2536866  
LONG.: W 103.6678390  
0' FNL 844' FWL

**LOWER MOST PERF. (LMP)**  
**BOTTOM HOLE LOCATION (BHL)**  
NEW MEXICO EAST  
NAD 1983  
X=746882 Y=461891  
LAT.: N 32.2680627  
LONG.: W 103.6683254  
NAD 1927  
X=705698 Y=461832  
LAT.: N 32.2679398  
LONG.: W 103.6678427  
100' FNL 843' FWL

The survey plat depicts a well location within a grid of sections and lots. Key features include:  
- **Section 3** (T-24-S, R-32-E) containing **Lot 1** (39.67 acres), **Lot 2** (39.72 acres), **Lot 3** (39.78 acres), and **Lot 4** (39.83 acres).  
- **USA NMNM -62225** and **USA NMNM -94850** areas.  
- **USA NMNM -02889** area.  
- **USA NMNM 144087** area.  
- **SHL** (Surface Location) at X=747202, Y=452446.  
- **KOP** (Kick Off Point) at X=746949, Y=451484.  
- **UMP** (Upper Most Perf.) at X=746949, Y=451534.  
- **PPP1** (Proposed Perf. Point) at X=746915, Y=456706.  
- **LMP/BHL** (Lower Most Perf./Bottom Hole Location) at X=746882, Y=461891.  
- **Horizontal Spacing Unit** (HZ SPACING UNIT) at X=748680, Y=462008.  
- **Vertical Spacing Unit** (VZ SPACING UNIT) at X=746038, Y=461982.  
- **Well Location** at X=746882, Y=461891.  
- **Well Path** from KOP to SHL to LMP/BHL.  
- **Well Depth** of 1009' FSL and 1102' FWL.  
- **Well Orientation** of 194.75°.  
- **Well Spacing** of 100' FNL and 843' FWL.  
- **Well Spacing Unit** of 100' FNL and 843' FWL.  
- **Well Spacing Unit** of 100' FNL and 843' FWL.

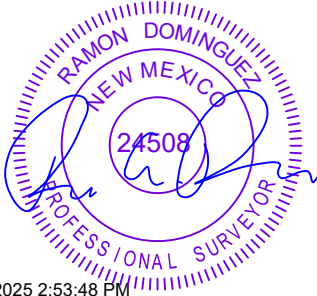
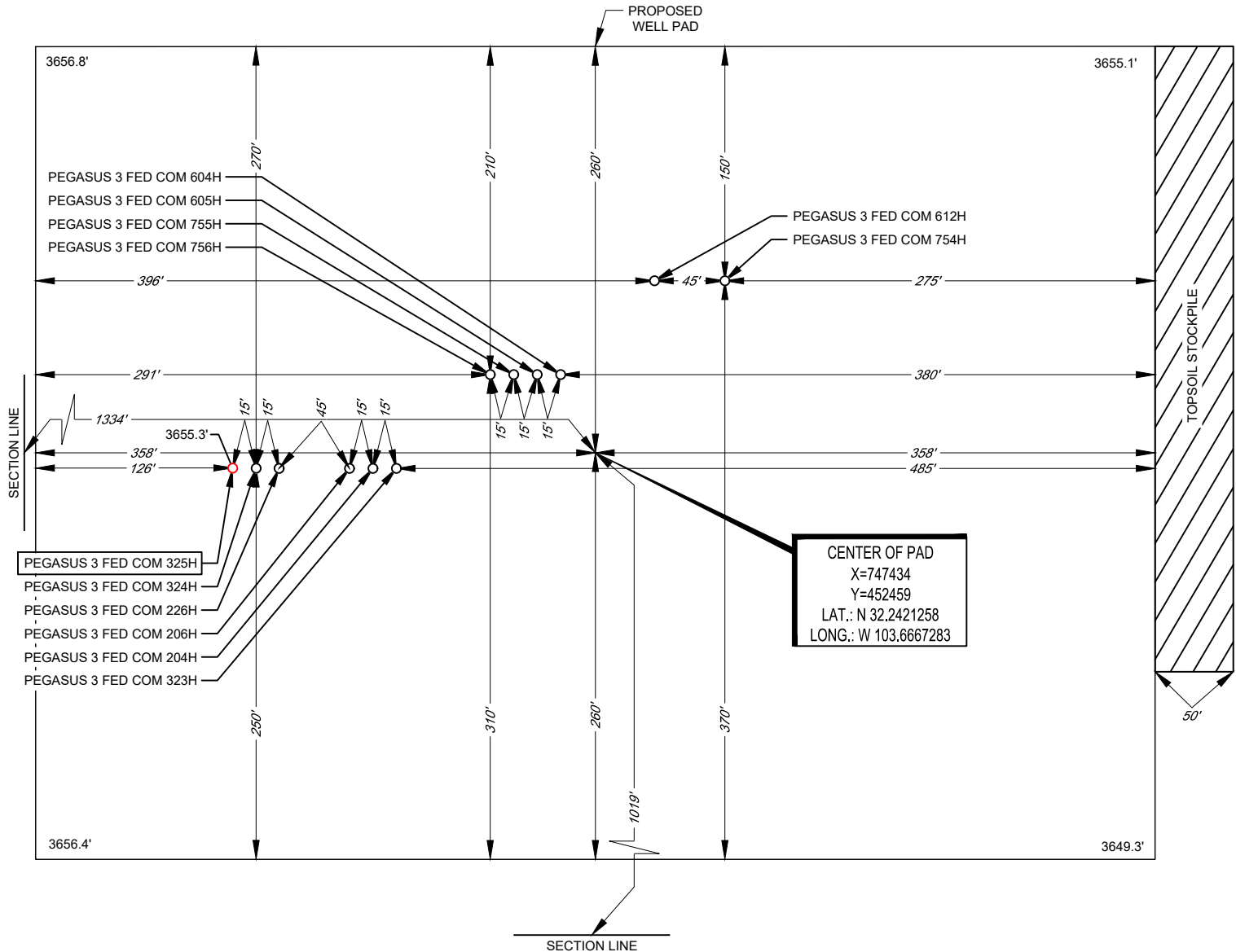
**SURVEYORS CERTIFICATION**  
I hereby certify that the well location shown on this plat was plotted from field notes of actual surveys made by me or under my supervision, and that the same is true and correct to the best of my belief.  
04/30/2025  
Date of Survey  
Signature and Seal of Professional Surveyor:  
  
7/25/2025 2:53:47 PM

## EXHIBIT 2B



## LEGEND

SECTION LINE

SECTION 3, TOWNSHIP 24-S, RANGE 32-E, N.M.P.M.  
LEA COUNTY, NEW MEXICO

7/25/2025 2:53:48 PM

Ramon A. Dominguez, P.S. No. 24508

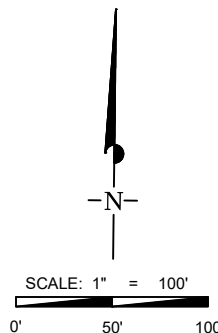
LEASE NAME & WELL NO.: PEGASUS 3 FED COM 325H  
 325H LATITUDE N 32.2420956 325H LONGITUDE W 103.6674783

CENTER OF PAD IS 1019' FSL &amp; 1334' FWL

ALL BEARINGS, DISTANCES, AND COORDINATE VALUES CONTAINED HEREON ARE GRID BASED UPON THE NEW MEXICO COORDINATE SYSTEM OF 1983, EAST ZONE, U.S. SURVEY FEET. ELEVATIONS USED ARE NAVD88, OBTAINED THROUGH AN OPUS SOLUTION.

THIS PROPOSED PAD SITE LOCATION SHOWN HEREON HAS BEEN SURVEYED ON THE GROUND UNDER MY SUPERVISION AND PREPARED ACCORDING TO THE EVIDENCE FOUND AT THE TIME OF SURVEY, AND DATA PROVIDED BY EOG RESOURCES, INC. ONLY THE DATA SHOWN ABOVE IS BEING CERTIFIED TO. ALL OTHER INFORMATION WAS INTENTIONALLY OMITTED. THIS PLAT IS ONLY INTENDED TO BE USED FOR A PERMIT AND IS NOT A BOUNDARY SURVEY. THIS CERTIFICATION IS MADE AND LIMITED TO THOSE PERSONS OR ENTITIES SHOWN ON THE FACE OF THIS PLAT AND IS NON-TRANSFERABLE. THIS SURVEY IS CERTIFIED FOR THIS TRANSACTION ONLY.

ORIGINAL DOCUMENT SIZE: 8.5" X 11"



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## **Midland**

**Lea County, NM (NAD 83 NME)**

**Pegasus 3 Fed Com**

**#325H**

**OH**

**Plan: Plan #0.1**

## **Standard Planning Report**

**28 July, 2025**



## Planning Report

|                  |                             |                                     |                       |
|------------------|-----------------------------|-------------------------------------|-----------------------|
| <b>Database:</b> | PEDMB                       | <b>Local Co-ordinate Reference:</b> | Well #325H            |
| <b>Company:</b>  | Midland                     | <b>TVD Reference:</b>               | KB = 32' @ 3687.0usft |
| <b>Project:</b>  | Lea County, NM (NAD 83 NME) | <b>MD Reference:</b>                | KB = 32' @ 3687.0usft |
| <b>Site:</b>     | Pegasus 3 Fed Com           | <b>North Reference:</b>             | Grid                  |
| <b>Well:</b>     | #325H                       | <b>Survey Calculation Method:</b>   | Minimum Curvature     |
| <b>Wellbore:</b> | OH                          |                                     |                       |
| <b>Design:</b>   | Plan #0.1                   |                                     |                       |

|                    |                             |                      |                |
|--------------------|-----------------------------|----------------------|----------------|
| <b>Project</b>     | Lea County, NM (NAD 83 NME) |                      |                |
| <b>Map System:</b> | US State Plane 1983         | <b>System Datum:</b> | Mean Sea Level |
| <b>Geo Datum:</b>  | North American Datum 1983   |                      |                |
| <b>Map Zone:</b>   | New Mexico Eastern Zone     |                      |                |

| Site                  | Pegasus 3 Fed Com |              |                 |            |                   |
|-----------------------|-------------------|--------------|-----------------|------------|-------------------|
| Site Position:        |                   | Northing:    | 451,857.00 usft | Latitude:  | 32° 14' 25.685 N  |
| From:                 | Map               | Easting:     | 747,693.00 usft | Longitude: | 103° 39' 57.253 W |
| Position Uncertainty: | 0.0 usft          | Slot Radius: | 13-3/16 "       |            |                   |

|                      |       |          |                     |                 |               |                  |
|----------------------|-------|----------|---------------------|-----------------|---------------|------------------|
| Well                 | #325H |          |                     |                 |               |                  |
| Well Position        | +N/-S | 0.0 usft | Northing:           | 452,446.00 usft | Latitude:     | 32° 14' 31.544 N |
|                      | +E/-W | 0.0 usft | Easting:            | 747,202.00 usft | Longitude:    | 103° 40' 2.927 W |
| Position Uncertainty |       | 0.0 usft | Wellhead Elevation: | usft            | Ground Level: | 3,655.0 usft     |
| Grid Convergence:    |       | 0.36 °   |                     |                 |               |                  |

|                  |                   |                    |                        |                      |                            |
|------------------|-------------------|--------------------|------------------------|----------------------|----------------------------|
| <b>Wellbore</b>  | OH                |                    |                        |                      |                            |
| <b>Magnetics</b> | <b>Model Name</b> | <b>Sample Date</b> | <b>Declination (°)</b> | <b>Dip Angle (°)</b> | <b>Field Strength (nT)</b> |
|                  | IGRF2025          | 7/28/2025          | 6.29                   | 59.76                | 47,010.20640863            |

|                          |                                |                     |                     |                      |     |
|--------------------------|--------------------------------|---------------------|---------------------|----------------------|-----|
| <b>Design</b>            | Plan #0.1                      |                     |                     |                      |     |
| <b>Audit Notes:</b>      |                                |                     |                     |                      |     |
| <b>Version:</b>          |                                | <b>Phase:</b>       | PLAN                | <b>Tie On Depth:</b> | 0.0 |
| <b>Vertical Section:</b> | <b>Depth From (TVD) (usft)</b> | <b>+N/-S (usft)</b> | <b>+E/-W (usft)</b> | <b>Direction (°)</b> |     |
|                          | 0.0                            | 0.0                 | 0.0                 | 359.63               |     |

|                                 |                        |                          |                  |                |  |
|---------------------------------|------------------------|--------------------------|------------------|----------------|--|
| <b>Plan Survey Tool Program</b> | <b>Date</b>            | 7/28/2025                |                  |                |  |
| <b>Depth From (usft)</b>        | <b>Depth To (usft)</b> | <b>Survey (Wellbore)</b> | <b>Tool Name</b> | <b>Remarks</b> |  |
| 1                               | 0.0                    | 21,332.3 Plan #0.1 (OH)  | EOG MWD+IFR1     |                |  |
|                                 |                        |                          | MWD + IFR1       |                |  |



## Planning Report

|                  |                             |                                     |                       |
|------------------|-----------------------------|-------------------------------------|-----------------------|
| <b>Database:</b> | PEDMB                       | <b>Local Co-ordinate Reference:</b> | Well #325H            |
| <b>Company:</b>  | Midland                     | <b>TVD Reference:</b>               | KB = 32' @ 3687.0usft |
| <b>Project:</b>  | Lea County, NM (NAD 83 NME) | <b>MD Reference:</b>                | KB = 32' @ 3687.0usft |
| <b>Site:</b>     | Pegasus 3 Fed Com           | <b>North Reference:</b>             | Grid                  |
| <b>Well:</b>     | #325H                       | <b>Survey Calculation Method:</b>   | Minimum Curvature     |
| <b>Wellbore:</b> | OH                          |                                     |                       |
| <b>Design:</b>   | Plan #0.1                   |                                     |                       |

| Plan Sections         |                 |             |                       |              |              |                         |                        |                       |         |                     |
|-----------------------|-----------------|-------------|-----------------------|--------------|--------------|-------------------------|------------------------|-----------------------|---------|---------------------|
| Measured Depth (usft) | Inclination (°) | Azimuth (°) | Vertical Depth (usft) | +N/-S (usft) | +E/-W (usft) | Dogleg Rate (°/100usft) | Build Rate (°/100usft) | Turn Rate (°/100usft) | TFO (°) | Target              |
| 0.0                   | 0.00            | 0.00        | 0.0                   | 0.0          | 0.0          | 0.00                    | 0.00                   | 0.00                  | 0.00    |                     |
| 1,400.0               | 0.00            | 0.00        | 1,400.0               | 0.0          | 0.0          | 0.00                    | 0.00                   | 0.00                  | 0.00    |                     |
| 1,951.2               | 11.02           | 194.73      | 1,947.8               | -51.1        | -13.4        | 2.00                    | 2.00                   | 0.00                  | 194.73  |                     |
| 6,600.4               | 11.02           | 194.73      | 6,511.2               | -910.9       | -239.6       | 0.00                    | 0.00                   | 0.00                  | 0.00    |                     |
| 7,151.6               | 0.00            | 0.00        | 7,059.0               | -962.0       | -253.0       | 2.00                    | -2.00                  | 0.00                  | 180.00  |                     |
| 9,504.1               | 0.00            | 0.00        | 9,411.5               | -962.0       | -253.0       | 0.00                    | 0.00                   | 0.00                  | 0.00    | KOP(Pegasus 3 Fed ) |
| 9,724.5               | 26.46           | 0.00        | 9,624.2               | -912.0       | -253.0       | 12.00                   | 12.00                  | 0.00                  | 0.00    | FTP(Pegasus 3 Fed ) |
| 10,254.0              | 90.00           | 359.61      | 9,888.9               | -484.5       | -255.0       | 12.00                   | 12.00                  | -0.07                 | -0.43   |                     |
| 14,998.7              | 90.00           | 359.61      | 9,889.0               | 4,260.0      | -287.0       | 0.00                    | 0.00                   | 0.00                  | 0.00    | Fed Perf #1(Pegasus |
| 14,999.8              | 90.00           | 359.64      | 9,889.0               | 4,261.1      | -287.0       | 2.00                    | 0.06                   | 2.00                  | 88.26   |                     |
| 20,183.8              | 90.00           | 359.64      | 9,889.0               | 9,445.0      | -320.0       | 0.00                    | 0.00                   | 0.00                  | 0.00    | PBHL(Pegasus 3 Fed  |



## Planning Report

|                  |                             |                                     |                       |
|------------------|-----------------------------|-------------------------------------|-----------------------|
| <b>Database:</b> | PEDMB                       | <b>Local Co-ordinate Reference:</b> | Well #325H            |
| <b>Company:</b>  | Midland                     | <b>TVD Reference:</b>               | KB = 32' @ 3687.0usft |
| <b>Project:</b>  | Lea County, NM (NAD 83 NME) | <b>MD Reference:</b>                | KB = 32' @ 3687.0usft |
| <b>Site:</b>     | Pegasus 3 Fed Com           | <b>North Reference:</b>             | Grid                  |
| <b>Well:</b>     | #325H                       | <b>Survey Calculation Method:</b>   | Minimum Curvature     |
| <b>Wellbore:</b> | OH                          |                                     |                       |
| <b>Design:</b>   | Plan #0.1                   |                                     |                       |

| Planned 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) |
| 0.0                   | 0.00            | 0.00        | 0.0                   | 0.0          | 0.0          | 0.0                     | 0.00                    | 0.00                   | 0.00                  |
| 100.0                 | 0.00            | 0.00        | 100.0                 | 0.0          | 0.0          | 0.0                     | 0.00                    | 0.00                   | 0.00                  |
| 200.0                 | 0.00            | 0.00        | 200.0                 | 0.0          | 0.0          | 0.0                     | 0.00                    | 0.00                   | 0.00                  |
| 300.0                 | 0.00            | 0.00        | 300.0                 | 0.0          | 0.0          | 0.0                     | 0.00                    | 0.00                   | 0.00                  |
| 400.0                 | 0.00            | 0.00        | 400.0                 | 0.0          | 0.0          | 0.0                     | 0.00                    | 0.00                   | 0.00                  |
| 500.0                 | 0.00            | 0.00        | 500.0                 | 0.0          | 0.0          | 0.0                     | 0.00                    | 0.00                   | 0.00                  |
| 600.0                 | 0.00            | 0.00        | 600.0                 | 0.0          | 0.0          | 0.0                     | 0.00                    | 0.00                   | 0.00                  |
| 700.0                 | 0.00            | 0.00        | 700.0                 | 0.0          | 0.0          | 0.0                     | 0.00                    | 0.00                   | 0.00                  |
| 800.0                 | 0.00            | 0.00        | 800.0                 | 0.0          | 0.0          | 0.0                     | 0.00                    | 0.00                   | 0.00                  |
| 900.0                 | 0.00            | 0.00        | 900.0                 | 0.0          | 0.0          | 0.0                     | 0.00                    | 0.00                   | 0.00                  |
| 1,000.0               | 0.00            | 0.00        | 1,000.0               | 0.0          | 0.0          | 0.0                     | 0.00                    | 0.00                   | 0.00                  |
| 1,100.0               | 0.00            | 0.00        | 1,100.0               | 0.0          | 0.0          | 0.0                     | 0.00                    | 0.00                   | 0.00                  |
| 1,200.0               | 0.00            | 0.00        | 1,200.0               | 0.0          | 0.0          | 0.0                     | 0.00                    | 0.00                   | 0.00                  |
| 1,300.0               | 0.00            | 0.00        | 1,300.0               | 0.0          | 0.0          | 0.0                     | 0.00                    | 0.00                   | 0.00                  |
| 1,400.0               | 0.00            | 0.00        | 1,400.0               | 0.0          | 0.0          | 0.0                     | 0.00                    | 0.00                   | 0.00                  |
| 1,500.0               | 2.00            | 194.73      | 1,500.0               | -1.7         | -0.4         | -1.7                    | 2.00                    | 2.00                   | 0.00                  |
| 1,600.0               | 4.00            | 194.73      | 1,599.8               | -6.7         | -1.8         | -6.7                    | 2.00                    | 2.00                   | 0.00                  |
| 1,700.0               | 6.00            | 194.73      | 1,699.5               | -15.2        | -4.0         | -15.2                   | 2.00                    | 2.00                   | 0.00                  |
| 1,800.0               | 8.00            | 194.73      | 1,798.7               | -27.0        | -7.1         | -26.9                   | 2.00                    | 2.00                   | 0.00                  |
| 1,900.0               | 10.00           | 194.73      | 1,897.5               | -42.1        | -11.1        | -42.0                   | 2.00                    | 2.00                   | 0.00                  |
| 1,951.2               | 11.02           | 194.73      | 1,947.8               | -51.1        | -13.4        | -51.0                   | 2.00                    | 2.00                   | 0.00                  |
| 2,000.0               | 11.02           | 194.73      | 1,995.7               | -60.1        | -15.8        | -60.0                   | 0.00                    | 0.00                   | 0.00                  |
| 2,100.0               | 11.02           | 194.73      | 2,093.9               | -78.6        | -20.7        | -78.5                   | 0.00                    | 0.00                   | 0.00                  |
| 2,200.0               | 11.02           | 194.73      | 2,192.0               | -97.1        | -25.5        | -97.0                   | 0.00                    | 0.00                   | 0.00                  |
| 2,300.0               | 11.02           | 194.73      | 2,290.2               | -115.6       | -30.4        | -115.4                  | 0.00                    | 0.00                   | 0.00                  |
| 2,400.0               | 11.02           | 194.73      | 2,388.3               | -134.1       | -35.3        | -133.9                  | 0.00                    | 0.00                   | 0.00                  |
| 2,500.0               | 11.02           | 194.73      | 2,486.5               | -152.6       | -40.1        | -152.3                  | 0.00                    | 0.00                   | 0.00                  |
| 2,600.0               | 11.02           | 194.73      | 2,584.6               | -171.1       | -45.0        | -170.8                  | 0.00                    | 0.00                   | 0.00                  |
| 2,700.0               | 11.02           | 194.73      | 2,682.8               | -189.6       | -49.9        | -189.3                  | 0.00                    | 0.00                   | 0.00                  |
| 2,800.0               | 11.02           | 194.73      | 2,780.9               | -208.1       | -54.7        | -207.7                  | 0.00                    | 0.00                   | 0.00                  |
| 2,900.0               | 11.02           | 194.73      | 2,879.1               | -226.6       | -59.6        | -226.2                  | 0.00                    | 0.00                   | 0.00                  |
| 3,000.0               | 11.02           | 194.73      | 2,977.3               | -245.1       | -64.5        | -244.7                  | 0.00                    | 0.00                   | 0.00                  |
| 3,100.0               | 11.02           | 194.73      | 3,075.4               | -263.6       | -69.3        | -263.1                  | 0.00                    | 0.00                   | 0.00                  |
| 3,200.0               | 11.02           | 194.73      | 3,173.6               | -282.1       | -74.2        | -281.6                  | 0.00                    | 0.00                   | 0.00                  |
| 3,300.0               | 11.02           | 194.73      | 3,271.7               | -300.6       | -79.0        | -300.0                  | 0.00                    | 0.00                   | 0.00                  |
| 3,400.0               | 11.02           | 194.73      | 3,369.9               | -319.0       | -83.9        | -318.5                  | 0.00                    | 0.00                   | 0.00                  |
| 3,500.0               | 11.02           | 194.73      | 3,468.0               | -337.5       | -88.8        | -337.0                  | 0.00                    | 0.00                   | 0.00                  |
| 3,600.0               | 11.02           | 194.73      | 3,566.2               | -356.0       | -93.6        | -355.4                  | 0.00                    | 0.00                   | 0.00                  |
| 3,700.0               | 11.02           | 194.73      | 3,664.3               | -374.5       | -98.5        | -373.9                  | 0.00                    | 0.00                   | 0.00                  |
| 3,800.0               | 11.02           | 194.73      | 3,762.5               | -393.0       | -103.4       | -392.3                  | 0.00                    | 0.00                   | 0.00                  |
| 3,900.0               | 11.02           | 194.73      | 3,860.6               | -411.5       | -108.2       | -410.8                  | 0.00                    | 0.00                   | 0.00                  |
| 4,000.0               | 11.02           | 194.73      | 3,958.8               | -430.0       | -113.1       | -429.3                  | 0.00                    | 0.00                   | 0.00                  |
| 4,100.0               | 11.02           | 194.73      | 4,057.0               | -448.5       | -118.0       | -447.7                  | 0.00                    | 0.00                   | 0.00                  |
| 4,200.0               | 11.02           | 194.73      | 4,155.1               | -467.0       | -122.8       | -466.2                  | 0.00                    | 0.00                   | 0.00                  |
| 4,300.0               | 11.02           | 194.73      | 4,253.3               | -485.5       | -127.7       | -484.6                  | 0.00                    | 0.00                   | 0.00                  |
| 4,400.0               | 11.02           | 194.73      | 4,351.4               | -504.0       | -132.5       | -503.1                  | 0.00                    | 0.00                   | 0.00                  |
| 4,500.0               | 11.02           | 194.73      | 4,449.6               | -522.5       | -137.4       | -521.6                  | 0.00                    | 0.00                   | 0.00                  |
| 4,600.0               | 11.02           | 194.73      | 4,547.7               | -541.0       | -142.3       | -540.0                  | 0.00                    | 0.00                   | 0.00                  |
| 4,700.0               | 11.02           | 194.73      | 4,645.9               | -559.4       | -147.1       | -558.5                  | 0.00                    | 0.00                   | 0.00                  |
| 4,800.0               | 11.02           | 194.73      | 4,744.0               | -577.9       | -152.0       | -576.9                  | 0.00                    | 0.00                   | 0.00                  |
| 4,900.0               | 11.02           | 194.73      | 4,842.2               | -596.4       | -156.9       | -595.4                  | 0.00                    | 0.00                   | 0.00                  |
| 5,000.0               | 11.02           | 194.73      | 4,940.4               | -614.9       | -161.7       | -613.9                  | 0.00                    | 0.00                   | 0.00                  |
| 5,100.0               | 11.02           | 194.73      | 5,038.5               | -633.4       | -166.6       | -632.3                  | 0.00                    | 0.00                   | 0.00                  |
| 5,200.0               | 11.02           | 194.73      | 5,136.7               | -651.9       | -171.4       | -650.8                  | 0.00                    | 0.00                   | 0.00                  |





## Planning Report

|                  |                             |                                     |                       |
|------------------|-----------------------------|-------------------------------------|-----------------------|
| <b>Database:</b> | PEDMB                       | <b>Local Co-ordinate Reference:</b> | Well #325H            |
| <b>Company:</b>  | Midland                     | <b>TVD Reference:</b>               | KB = 32' @ 3687.0usft |
| <b>Project:</b>  | Lea County, NM (NAD 83 NME) | <b>MD Reference:</b>                | KB = 32' @ 3687.0usft |
| <b>Site:</b>     | Pegasus 3 Fed Com           | <b>North Reference:</b>             | Grid                  |
| <b>Well:</b>     | #325H                       | <b>Survey Calculation Method:</b>   | Minimum Curvature     |
| <b>Wellbore:</b> | OH                          |                                     |                       |
| <b>Design:</b>   | Plan #0.1                   |                                     |                       |

| Planned 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) |
| 5,300.0               | 11.02           | 194.73      | 5,234.8               | -670.4       | -176.3       | -669.3                  | 0.00                    | 0.00                   | 0.00                  |
| 5,400.0               | 11.02           | 194.73      | 5,333.0               | -688.9       | -181.2       | -687.7                  | 0.00                    | 0.00                   | 0.00                  |
| 5,500.0               | 11.02           | 194.73      | 5,431.1               | -707.4       | -186.0       | -706.2                  | 0.00                    | 0.00                   | 0.00                  |
| 5,600.0               | 11.02           | 194.73      | 5,529.3               | -725.9       | -190.9       | -724.6                  | 0.00                    | 0.00                   | 0.00                  |
| 5,700.0               | 11.02           | 194.73      | 5,627.4               | -744.4       | -195.8       | -743.1                  | 0.00                    | 0.00                   | 0.00                  |
| 5,800.0               | 11.02           | 194.73      | 5,725.6               | -762.9       | -200.6       | -761.6                  | 0.00                    | 0.00                   | 0.00                  |
| 5,900.0               | 11.02           | 194.73      | 5,823.7               | -781.4       | -205.5       | -780.0                  | 0.00                    | 0.00                   | 0.00                  |
| 6,000.0               | 11.02           | 194.73      | 5,921.9               | -799.9       | -210.4       | -798.5                  | 0.00                    | 0.00                   | 0.00                  |
| 6,100.0               | 11.02           | 194.73      | 6,020.1               | -818.3       | -215.2       | -816.9                  | 0.00                    | 0.00                   | 0.00                  |
| 6,200.0               | 11.02           | 194.73      | 6,118.2               | -836.8       | -220.1       | -835.4                  | 0.00                    | 0.00                   | 0.00                  |
| 6,300.0               | 11.02           | 194.73      | 6,216.4               | -855.3       | -224.9       | -853.9                  | 0.00                    | 0.00                   | 0.00                  |
| 6,400.0               | 11.02           | 194.73      | 6,314.5               | -873.8       | -229.8       | -872.3                  | 0.00                    | 0.00                   | 0.00                  |
| 6,500.0               | 11.02           | 194.73      | 6,412.7               | -892.3       | -234.7       | -890.8                  | 0.00                    | 0.00                   | 0.00                  |
| 6,600.4               | 11.02           | 194.73      | 6,511.2               | -910.9       | -239.6       | -909.3                  | 0.00                    | 0.00                   | 0.00                  |
| 6,700.0               | 9.03            | 194.73      | 6,609.3               | -927.7       | -244.0       | -926.1                  | 2.00                    | -2.00                  | 0.00                  |
| 6,800.0               | 7.03            | 194.73      | 6,708.3               | -941.2       | -247.5       | -939.5                  | 2.00                    | -2.00                  | 0.00                  |
| 6,900.0               | 5.03            | 194.73      | 6,807.7               | -951.3       | -250.2       | -949.7                  | 2.00                    | -2.00                  | 0.00                  |
| 7,000.0               | 3.03            | 194.73      | 6,907.5               | -958.1       | -252.0       | -956.5                  | 2.00                    | -2.00                  | 0.00                  |
| 7,100.0               | 1.03            | 194.73      | 7,007.4               | -961.6       | -252.9       | -959.9                  | 2.00                    | -2.00                  | 0.00                  |
| 7,151.6               | 0.00            | 0.00        | 7,059.0               | -962.0       | -253.0       | -960.3                  | 2.00                    | -2.00                  | 0.00                  |
| 7,200.0               | 0.00            | 0.00        | 7,107.4               | -962.0       | -253.0       | -960.3                  | 0.00                    | 0.00                   | 0.00                  |
| 7,300.0               | 0.00            | 0.00        | 7,207.4               | -962.0       | -253.0       | -960.3                  | 0.00                    | 0.00                   | 0.00                  |
| 7,400.0               | 0.00            | 0.00        | 7,307.4               | -962.0       | -253.0       | -960.3                  | 0.00                    | 0.00                   | 0.00                  |
| 7,500.0               | 0.00            | 0.00        | 7,407.4               | -962.0       | -253.0       | -960.3                  | 0.00                    | 0.00                   | 0.00                  |
| 7,600.0               | 0.00            | 0.00        | 7,507.4               | -962.0       | -253.0       | -960.3                  | 0.00                    | 0.00                   | 0.00                  |
| 7,700.0               | 0.00            | 0.00        | 7,607.4               | -962.0       | -253.0       | -960.3                  | 0.00                    | 0.00                   | 0.00                  |
| 7,800.0               | 0.00            | 0.00        | 7,707.4               | -962.0       | -253.0       | -960.3                  | 0.00                    | 0.00                   | 0.00                  |
| 7,900.0               | 0.00            | 0.00        | 7,807.4               | -962.0       | -253.0       | -960.3                  | 0.00                    | 0.00                   | 0.00                  |
| 8,000.0               | 0.00            | 0.00        | 7,907.4               | -962.0       | -253.0       | -960.3                  | 0.00                    | 0.00                   | 0.00                  |
| 8,100.0               | 0.00            | 0.00        | 8,007.4               | -962.0       | -253.0       | -960.3                  | 0.00                    | 0.00                   | 0.00                  |
| 8,200.0               | 0.00            | 0.00        | 8,107.4               | -962.0       | -253.0       | -960.3                  | 0.00                    | 0.00                   | 0.00                  |
| 8,300.0               | 0.00            | 0.00        | 8,207.4               | -962.0       | -253.0       | -960.3                  | 0.00                    | 0.00                   | 0.00                  |
| 8,400.0               | 0.00            | 0.00        | 8,307.4               | -962.0       | -253.0       | -960.3                  | 0.00                    | 0.00                   | 0.00                  |
| 8,500.0               | 0.00            | 0.00        | 8,407.4               | -962.0       | -253.0       | -960.3                  | 0.00                    | 0.00                   | 0.00                  |
| 8,600.0               | 0.00            | 0.00        | 8,507.4               | -962.0       | -253.0       | -960.3                  | 0.00                    | 0.00                   | 0.00                  |
| 8,700.0               | 0.00            | 0.00        | 8,607.4               | -962.0       | -253.0       | -960.3                  | 0.00                    | 0.00                   | 0.00                  |
| 8,800.0               | 0.00            | 0.00        | 8,707.4               | -962.0       | -253.0       | -960.3                  | 0.00                    | 0.00                   | 0.00                  |
| 8,900.0               | 0.00            | 0.00        | 8,807.4               | -962.0       | -253.0       | -960.3                  | 0.00                    | 0.00                   | 0.00                  |
| 9,000.0               | 0.00            | 0.00        | 8,907.4               | -962.0       | -253.0       | -960.3                  | 0.00                    | 0.00                   | 0.00                  |
| 9,100.0               | 0.00            | 0.00        | 9,007.4               | -962.0       | -253.0       | -960.3                  | 0.00                    | 0.00                   | 0.00                  |
| 9,200.0               | 0.00            | 0.00        | 9,107.4               | -962.0       | -253.0       | -960.3                  | 0.00                    | 0.00                   | 0.00                  |
| 9,300.0               | 0.00            | 0.00        | 9,207.4               | -962.0       | -253.0       | -960.3                  | 0.00                    | 0.00                   | 0.00                  |
| 9,400.0               | 0.00            | 0.00        | 9,307.4               | -962.0       | -253.0       | -960.3                  | 0.00                    | 0.00                   | 0.00                  |
| 9,504.1               | 0.00            | 0.00        | 9,411.5               | -962.0       | -253.0       | -960.3                  | 0.00                    | 0.00                   | 0.00                  |
| 9,525.0               | 2.51            | 0.00        | 9,432.4               | -961.5       | -253.0       | -959.9                  | 12.00                   | 12.00                  | 0.00                  |
| 9,550.0               | 5.51            | 0.00        | 9,457.4               | -959.8       | -253.0       | -958.1                  | 12.00                   | 12.00                  | 0.00                  |
| 9,575.0               | 8.51            | 0.00        | 9,482.2               | -956.7       | -253.0       | -955.1                  | 12.00                   | 12.00                  | 0.00                  |
| 9,600.0               | 11.51           | 0.00        | 9,506.8               | -952.4       | -253.0       | -950.7                  | 12.00                   | 12.00                  | 0.00                  |
| 9,625.0               | 14.51           | 0.00        | 9,531.1               | -946.8       | -253.0       | -945.1                  | 12.00                   | 12.00                  | 0.00                  |
| 9,650.0               | 17.51           | 0.00        | 9,555.2               | -939.9       | -253.0       | -938.2                  | 12.00                   | 12.00                  | 0.00                  |
| 9,675.0               | 20.51           | 0.00        | 9,578.8               | -931.7       | -253.0       | -930.1                  | 12.00                   | 12.00                  | 0.00                  |
| 9,700.0               | 23.51           | 0.00        | 9,602.0               | -922.4       | -253.0       | -920.7                  | 12.00                   | 12.00                  | 0.00                  |
| 9,724.5               | 26.46           | 0.00        | 9,624.2               | -912.0       | -253.0       | -910.3                  | 12.00                   | 12.00                  | 0.00                  |
| 9,750.0               | 29.51           | 359.95      | 9,646.7               | -900.0       | -253.0       | -898.4                  | 12.00                   | 12.00                  | -0.18                 |



## Planning Report

|                  |                             |                                     |                       |
|------------------|-----------------------------|-------------------------------------|-----------------------|
| <b>Database:</b> | PEDMB                       | <b>Local Co-ordinate Reference:</b> | Well #325H            |
| <b>Company:</b>  | Midland                     | <b>TVD Reference:</b>               | KB = 32' @ 3687.0usft |
| <b>Project:</b>  | Lea County, NM (NAD 83 NME) | <b>MD Reference:</b>                | KB = 32' @ 3687.0usft |
| <b>Site:</b>     | Pegasus 3 Fed Com           | <b>North Reference:</b>             | Grid                  |
| <b>Well:</b>     | #325H                       | <b>Survey Calculation Method:</b>   | Minimum Curvature     |
| <b>Wellbore:</b> | OH                          |                                     |                       |
| <b>Design:</b>   | Plan #0.1                   |                                     |                       |

| Planned 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) |
| 9,775.0               | 32.51           | 359.92      | 9,668.1               | -887.2       | -253.0       | -885.5                  | 12.00                   | 12.00                  | -0.15                 |
| 9,800.0               | 35.51           | 359.88      | 9,688.8               | -873.2       | -253.0       | -871.5                  | 12.00                   | 12.00                  | -0.13                 |
| 9,825.0               | 38.51           | 359.86      | 9,708.8               | -858.1       | -253.1       | -856.5                  | 12.00                   | 12.00                  | -0.11                 |
| 9,850.0               | 41.51           | 359.83      | 9,727.9               | -842.1       | -253.1       | -840.4                  | 12.00                   | 12.00                  | -0.10                 |
| 9,875.0               | 44.51           | 359.81      | 9,746.2               | -825.0       | -253.2       | -823.4                  | 12.00                   | 12.00                  | -0.09                 |
| 9,900.0               | 47.51           | 359.79      | 9,763.6               | -807.0       | -253.2       | -805.4                  | 12.00                   | 12.00                  | -0.08                 |
| 9,925.0               | 50.51           | 359.77      | 9,780.0               | -788.2       | -253.3       | -786.5                  | 12.00                   | 12.00                  | -0.07                 |
| 9,950.0               | 53.51           | 359.76      | 9,795.4               | -768.5       | -253.4       | -766.8                  | 12.00                   | 12.00                  | -0.06                 |
| 9,975.0               | 56.51           | 359.74      | 9,809.7               | -748.0       | -253.5       | -746.3                  | 12.00                   | 12.00                  | -0.06                 |
| 10,000.0              | 59.51           | 359.73      | 9,822.9               | -726.8       | -253.6       | -725.1                  | 12.00                   | 12.00                  | -0.06                 |
| 10,025.0              | 62.51           | 359.71      | 9,835.0               | -704.9       | -253.7       | -703.3                  | 12.00                   | 12.00                  | -0.05                 |
| 10,050.0              | 65.51           | 359.70      | 9,846.0               | -682.4       | -253.8       | -680.8                  | 12.00                   | 12.00                  | -0.05                 |
| 10,075.0              | 68.51           | 359.69      | 9,855.8               | -659.4       | -253.9       | -657.8                  | 12.00                   | 12.00                  | -0.05                 |
| 10,100.0              | 71.51           | 359.68      | 9,864.3               | -635.9       | -254.1       | -634.3                  | 12.00                   | 12.00                  | -0.05                 |
| 10,125.0              | 74.51           | 359.67      | 9,871.6               | -612.0       | -254.2       | -610.4                  | 12.00                   | 12.00                  | -0.04                 |
| 10,150.0              | 77.51           | 359.66      | 9,877.7               | -587.8       | -254.3       | -586.1                  | 12.00                   | 12.00                  | -0.04                 |
| 10,175.0              | 80.51           | 359.65      | 9,882.4               | -563.2       | -254.5       | -561.6                  | 12.00                   | 12.00                  | -0.04                 |
| 10,200.0              | 83.51           | 359.64      | 9,885.9               | -538.5       | -254.6       | -536.8                  | 12.00                   | 12.00                  | -0.04                 |
| 10,225.0              | 86.51           | 359.63      | 9,888.1               | -513.6       | -254.8       | -511.9                  | 12.00                   | 12.00                  | -0.04                 |
| 10,250.0              | 89.51           | 359.62      | 9,888.9               | -488.6       | -255.0       | -486.9                  | 12.00                   | 12.00                  | -0.04                 |
| 10,254.0              | 90.00           | 359.61      | 9,888.9               | -484.5       | -255.0       | -482.9                  | 12.00                   | 12.00                  | -0.04                 |
| 10,300.0              | 90.00           | 359.61      | 9,888.9               | -438.6       | -255.3       | -436.9                  | 0.00                    | 0.00                   | 0.00                  |
| 10,400.0              | 90.00           | 359.61      | 9,888.9               | -338.6       | -256.0       | -336.9                  | 0.00                    | 0.00                   | 0.00                  |
| 10,500.0              | 90.00           | 359.61      | 9,888.9               | -238.6       | -256.7       | -236.9                  | 0.00                    | 0.00                   | 0.00                  |
| 10,600.0              | 90.00           | 359.61      | 9,888.9               | -138.6       | -257.3       | -136.9                  | 0.00                    | 0.00                   | 0.00                  |
| 10,700.0              | 90.00           | 359.61      | 9,889.0               | -38.6        | -258.0       | -36.9                   | 0.00                    | 0.00                   | 0.00                  |
| 10,800.0              | 90.00           | 359.61      | 9,889.0               | 61.4         | -258.7       | 63.1                    | 0.00                    | 0.00                   | 0.00                  |
| 10,900.0              | 90.00           | 359.61      | 9,889.0               | 161.4        | -259.4       | 163.1                   | 0.00                    | 0.00                   | 0.00                  |
| 11,000.0              | 90.00           | 359.61      | 9,889.0               | 261.4        | -260.0       | 263.1                   | 0.00                    | 0.00                   | 0.00                  |
| 11,100.0              | 90.00           | 359.61      | 9,889.0               | 361.4        | -260.7       | 363.1                   | 0.00                    | 0.00                   | 0.00                  |
| 11,200.0              | 90.00           | 359.61      | 9,889.0               | 461.4        | -261.4       | 463.1                   | 0.00                    | 0.00                   | 0.00                  |
| 11,300.0              | 90.00           | 359.61      | 9,889.0               | 561.4        | -262.1       | 563.1                   | 0.00                    | 0.00                   | 0.00                  |
| 11,400.0              | 90.00           | 359.61      | 9,889.0               | 661.4        | -262.7       | 663.1                   | 0.00                    | 0.00                   | 0.00                  |
| 11,500.0              | 90.00           | 359.61      | 9,889.0               | 761.4        | -263.4       | 763.1                   | 0.00                    | 0.00                   | 0.00                  |
| 11,600.0              | 90.00           | 359.61      | 9,889.0               | 861.4        | -264.1       | 863.1                   | 0.00                    | 0.00                   | 0.00                  |
| 11,700.0              | 90.00           | 359.61      | 9,889.0               | 961.4        | -264.7       | 963.1                   | 0.00                    | 0.00                   | 0.00                  |
| 11,800.0              | 90.00           | 359.61      | 9,889.0               | 1,061.4      | -265.4       | 1,063.1                 | 0.00                    | 0.00                   | 0.00                  |
| 11,900.0              | 90.00           | 359.61      | 9,889.0               | 1,161.4      | -266.1       | 1,163.1                 | 0.00                    | 0.00                   | 0.00                  |
| 12,000.0              | 90.00           | 359.61      | 9,889.0               | 1,261.4      | -266.8       | 1,263.1                 | 0.00                    | 0.00                   | 0.00                  |
| 12,100.0              | 90.00           | 359.61      | 9,889.0               | 1,361.4      | -267.4       | 1,363.1                 | 0.00                    | 0.00                   | 0.00                  |
| 12,200.0              | 90.00           | 359.61      | 9,889.0               | 1,461.4      | -268.1       | 1,463.1                 | 0.00                    | 0.00                   | 0.00                  |
| 12,300.0              | 90.00           | 359.61      | 9,889.0               | 1,561.4      | -268.8       | 1,563.1                 | 0.00                    | 0.00                   | 0.00                  |
| 12,400.0              | 90.00           | 359.61      | 9,889.0               | 1,661.4      | -269.5       | 1,663.1                 | 0.00                    | 0.00                   | 0.00                  |
| 12,500.0              | 90.00           | 359.61      | 9,889.0               | 1,761.4      | -270.1       | 1,763.1                 | 0.00                    | 0.00                   | 0.00                  |
| 12,600.0              | 90.00           | 359.61      | 9,889.0               | 1,861.3      | -270.8       | 1,863.1                 | 0.00                    | 0.00                   | 0.00                  |
| 12,700.0              | 90.00           | 359.61      | 9,889.0               | 1,961.3      | -271.5       | 1,963.1                 | 0.00                    | 0.00                   | 0.00                  |
| 12,800.0              | 90.00           | 359.61      | 9,889.0               | 2,061.3      | -272.2       | 2,063.1                 | 0.00                    | 0.00                   | 0.00                  |
| 12,900.0              | 90.00           | 359.61      | 9,889.0               | 2,161.3      | -272.8       | 2,163.1                 | 0.00                    | 0.00                   | 0.00                  |
| 13,000.0              | 90.00           | 359.61      | 9,889.0               | 2,261.3      | -273.5       | 2,263.1                 | 0.00                    | 0.00                   | 0.00                  |
| 13,100.0              | 90.00           | 359.61      | 9,889.0               | 2,361.3      | -274.2       | 2,363.1                 | 0.00                    | 0.00                   | 0.00                  |
| 13,200.0              | 90.00           | 359.61      | 9,889.0               | 2,461.3      | -274.9       | 2,463.1                 | 0.00                    | 0.00                   | 0.00                  |
| 13,300.0              | 90.00           | 359.61      | 9,889.0               | 2,561.3      | -275.5       | 2,563.1                 | 0.00                    | 0.00                   | 0.00                  |
| 13,400.0              | 90.00           | 359.61      | 9,889.0               | 2,661.3      | -276.2       | 2,663.1                 | 0.00                    | 0.00                   | 0.00                  |
| 13,500.0              | 90.00           | 359.61      | 9,889.0               | 2,761.3      | -276.9       | 2,763.1                 | 0.00                    | 0.00                   | 0.00                  |



## Planning Report

|                  |                             |                                     |                       |
|------------------|-----------------------------|-------------------------------------|-----------------------|
| <b>Database:</b> | PEDMB                       | <b>Local Co-ordinate Reference:</b> | Well #325H            |
| <b>Company:</b>  | Midland                     | <b>TVD Reference:</b>               | KB = 32' @ 3687.0usft |
| <b>Project:</b>  | Lea County, NM (NAD 83 NME) | <b>MD Reference:</b>                | KB = 32' @ 3687.0usft |
| <b>Site:</b>     | Pegasus 3 Fed Com           | <b>North Reference:</b>             | Grid                  |
| <b>Well:</b>     | #325H                       | <b>Survey Calculation Method:</b>   | Minimum Curvature     |
| <b>Wellbore:</b> | OH                          |                                     |                       |
| <b>Design:</b>   | Plan #0.1                   |                                     |                       |

| Planned 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) |  |
| 13,600.0              | 90.00           | 359.61      | 9,889.0               | 2,861.3      | -277.6       | 2,863.1                 | 0.00                    | 0.00                   | 0.00                  |  |
| 13,700.0              | 90.00           | 359.61      | 9,889.0               | 2,961.3      | -278.2       | 2,963.1                 | 0.00                    | 0.00                   | 0.00                  |  |
| 13,800.0              | 90.00           | 359.61      | 9,889.0               | 3,061.3      | -278.9       | 3,063.1                 | 0.00                    | 0.00                   | 0.00                  |  |
| 13,900.0              | 90.00           | 359.61      | 9,889.0               | 3,161.3      | -279.6       | 3,163.1                 | 0.00                    | 0.00                   | 0.00                  |  |
| 14,000.0              | 90.00           | 359.61      | 9,889.0               | 3,261.3      | -280.3       | 3,263.1                 | 0.00                    | 0.00                   | 0.00                  |  |
| 14,100.0              | 90.00           | 359.61      | 9,889.0               | 3,361.3      | -280.9       | 3,363.1                 | 0.00                    | 0.00                   | 0.00                  |  |
| 14,200.0              | 90.00           | 359.61      | 9,889.0               | 3,461.3      | -281.6       | 3,463.1                 | 0.00                    | 0.00                   | 0.00                  |  |
| 14,300.0              | 90.00           | 359.61      | 9,889.0               | 3,561.3      | -282.3       | 3,563.1                 | 0.00                    | 0.00                   | 0.00                  |  |
| 14,400.0              | 90.00           | 359.61      | 9,889.0               | 3,661.3      | -283.0       | 3,663.1                 | 0.00                    | 0.00                   | 0.00                  |  |
| 14,500.0              | 90.00           | 359.61      | 9,889.0               | 3,761.3      | -283.6       | 3,763.1                 | 0.00                    | 0.00                   | 0.00                  |  |
| 14,600.0              | 90.00           | 359.61      | 9,889.0               | 3,861.3      | -284.3       | 3,863.1                 | 0.00                    | 0.00                   | 0.00                  |  |
| 14,700.0              | 90.00           | 359.61      | 9,889.0               | 3,961.3      | -285.0       | 3,963.1                 | 0.00                    | 0.00                   | 0.00                  |  |
| 14,800.0              | 90.00           | 359.61      | 9,889.0               | 4,061.3      | -285.7       | 4,063.1                 | 0.00                    | 0.00                   | 0.00                  |  |
| 14,900.0              | 90.00           | 359.61      | 9,889.0               | 4,161.3      | -286.3       | 4,163.1                 | 0.00                    | 0.00                   | 0.00                  |  |
| 14,998.7              | 90.00           | 359.61      | 9,889.0               | 4,260.0      | -287.0       | 4,261.8                 | 0.00                    | 0.00                   | 0.00                  |  |
| 14,999.8              | 90.00           | 359.64      | 9,889.0               | 4,261.1      | -287.0       | 4,262.9                 | 2.00                    | 0.06                   | 2.00                  |  |
| 15,100.0              | 90.00           | 359.64      | 9,889.0               | 4,361.3      | -287.6       | 4,363.1                 | 0.00                    | 0.00                   | 0.00                  |  |
| 15,200.0              | 90.00           | 359.64      | 9,889.0               | 4,461.3      | -288.3       | 4,463.1                 | 0.00                    | 0.00                   | 0.00                  |  |
| 15,300.0              | 90.00           | 359.64      | 9,889.0               | 4,561.3      | -288.9       | 4,563.1                 | 0.00                    | 0.00                   | 0.00                  |  |
| 15,400.0              | 90.00           | 359.64      | 9,889.0               | 4,661.3      | -289.6       | 4,663.1                 | 0.00                    | 0.00                   | 0.00                  |  |
| 15,500.0              | 90.00           | 359.64      | 9,889.0               | 4,761.3      | -290.2       | 4,763.1                 | 0.00                    | 0.00                   | 0.00                  |  |
| 15,600.0              | 90.00           | 359.64      | 9,889.0               | 4,861.3      | -290.8       | 4,863.1                 | 0.00                    | 0.00                   | 0.00                  |  |
| 15,700.0              | 90.00           | 359.64      | 9,889.0               | 4,961.3      | -291.5       | 4,963.1                 | 0.00                    | 0.00                   | 0.00                  |  |
| 15,800.0              | 90.00           | 359.64      | 9,889.0               | 5,061.3      | -292.1       | 5,063.1                 | 0.00                    | 0.00                   | 0.00                  |  |
| 15,900.0              | 90.00           | 359.64      | 9,889.0               | 5,161.3      | -292.7       | 5,163.1                 | 0.00                    | 0.00                   | 0.00                  |  |
| 16,000.0              | 90.00           | 359.64      | 9,889.0               | 5,261.3      | -293.4       | 5,263.1                 | 0.00                    | 0.00                   | 0.00                  |  |
| 16,100.0              | 90.00           | 359.64      | 9,889.0               | 5,361.3      | -294.0       | 5,363.1                 | 0.00                    | 0.00                   | 0.00                  |  |
| 16,200.0              | 90.00           | 359.64      | 9,889.0               | 5,461.3      | -294.6       | 5,463.1                 | 0.00                    | 0.00                   | 0.00                  |  |
| 16,300.0              | 90.00           | 359.64      | 9,889.0               | 5,561.3      | -295.3       | 5,563.1                 | 0.00                    | 0.00                   | 0.00                  |  |
| 16,400.0              | 90.00           | 359.64      | 9,889.0               | 5,661.3      | -295.9       | 5,663.1                 | 0.00                    | 0.00                   | 0.00                  |  |
| 16,500.0              | 90.00           | 359.64      | 9,889.0               | 5,761.3      | -296.6       | 5,763.1                 | 0.00                    | 0.00                   | 0.00                  |  |
| 16,600.0              | 90.00           | 359.64      | 9,889.0               | 5,861.3      | -297.2       | 5,863.1                 | 0.00                    | 0.00                   | 0.00                  |  |
| 16,700.0              | 90.00           | 359.64      | 9,889.0               | 5,961.3      | -297.8       | 5,963.1                 | 0.00                    | 0.00                   | 0.00                  |  |
| 16,800.0              | 90.00           | 359.64      | 9,889.0               | 6,061.3      | -298.5       | 6,063.1                 | 0.00                    | 0.00                   | 0.00                  |  |
| 16,900.0              | 90.00           | 359.64      | 9,889.0               | 6,161.3      | -299.1       | 6,163.1                 | 0.00                    | 0.00                   | 0.00                  |  |
| 17,000.0              | 90.00           | 359.64      | 9,889.0               | 6,261.3      | -299.7       | 6,263.1                 | 0.00                    | 0.00                   | 0.00                  |  |
| 17,100.0              | 90.00           | 359.64      | 9,889.0               | 6,361.3      | -300.4       | 6,363.1                 | 0.00                    | 0.00                   | 0.00                  |  |
| 17,200.0              | 90.00           | 359.64      | 9,889.0               | 6,461.3      | -301.0       | 6,463.1                 | 0.00                    | 0.00                   | 0.00                  |  |
| 17,300.0              | 90.00           | 359.64      | 9,889.0               | 6,561.2      | -301.6       | 6,563.1                 | 0.00                    | 0.00                   | 0.00                  |  |
| 17,400.0              | 90.00           | 359.64      | 9,889.0               | 6,661.2      | -302.3       | 6,663.1                 | 0.00                    | 0.00                   | 0.00                  |  |
| 17,500.0              | 90.00           | 359.64      | 9,889.0               | 6,761.2      | -302.9       | 6,763.1                 | 0.00                    | 0.00                   | 0.00                  |  |
| 17,600.0              | 90.00           | 359.64      | 9,889.0               | 6,861.2      | -303.6       | 6,863.1                 | 0.00                    | 0.00                   | 0.00                  |  |
| 17,700.0              | 90.00           | 359.64      | 9,889.0               | 6,961.2      | -304.2       | 6,963.1                 | 0.00                    | 0.00                   | 0.00                  |  |
| 17,800.0              | 90.00           | 359.64      | 9,889.0               | 7,061.2      | -304.8       | 7,063.1                 | 0.00                    | 0.00                   | 0.00                  |  |
| 17,900.0              | 90.00           | 359.64      | 9,889.0               | 7,161.2      | -305.5       | 7,163.1                 | 0.00                    | 0.00                   | 0.00                  |  |
| 18,000.0              | 90.00           | 359.64      | 9,889.0               | 7,261.2      | -306.1       | 7,263.1                 | 0.00                    | 0.00                   | 0.00                  |  |
| 18,100.0              | 90.00           | 359.64      | 9,889.0               | 7,361.2      | -306.7       | 7,363.1                 | 0.00                    | 0.00                   | 0.00                  |  |
| 18,200.0              | 90.00           | 359.64      | 9,889.0               | 7,461.2      | -307.4       | 7,463.1                 | 0.00                    | 0.00                   | 0.00                  |  |
| 18,300.0              | 90.00           | 359.64      | 9,889.0               | 7,561.2      | -308.0       | 7,563.1                 | 0.00                    | 0.00                   | 0.00                  |  |
| 18,400.0              | 90.00           | 359.64      | 9,889.0               | 7,661.2      | -308.6       | 7,663.1                 | 0.00                    | 0.00                   | 0.00                  |  |
| 18,500.0              | 90.00           | 359.64      | 9,889.0               | 7,761.2      | -309.3       | 7,763.1                 | 0.00                    | 0.00                   | 0.00                  |  |
| 18,600.0              | 90.00           | 359.64      | 9,889.0               | 7,861.2      | -309.9       | 7,863.1                 | 0.00                    | 0.00                   | 0.00                  |  |
| 18,700.0              | 90.00           | 359.64      | 9,889.0               | 7,961.2      | -310.6       | 7,963.1                 | 0.00                    | 0.00                   | 0.00                  |  |
| 18,800.0              | 90.00           | 359.64      | 9,889.0               | 8,061.2      | -311.2       | 8,063.1                 | 0.00                    | 0.00                   | 0.00                  |  |



## Planning Report

|                  |                             |                                     |                       |
|------------------|-----------------------------|-------------------------------------|-----------------------|
| <b>Database:</b> | PEDMB                       | <b>Local Co-ordinate Reference:</b> | Well #325H            |
| <b>Company:</b>  | Midland                     | <b>TVD Reference:</b>               | KB = 32' @ 3687.0usft |
| <b>Project:</b>  | Lea County, NM (NAD 83 NME) | <b>MD Reference:</b>                | KB = 32' @ 3687.0usft |
| <b>Site:</b>     | Pegasus 3 Fed Com           | <b>North Reference:</b>             | Grid                  |
| <b>Well:</b>     | #325H                       | <b>Survey Calculation Method:</b>   | Minimum Curvature     |
| <b>Wellbore:</b> | OH                          |                                     |                       |
| <b>Design:</b>   | Plan #0.1                   |                                     |                       |

| Planned 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) |  |
| 18,900.0              | 90.00           | 359.64      | 9,889.0               | 8,161.2      | -311.8       | 8,163.1                 | 0.00                    | 0.00                   | 0.00                  |  |
| 19,000.0              | 90.00           | 359.64      | 9,889.0               | 8,261.2      | -312.5       | 8,263.1                 | 0.00                    | 0.00                   | 0.00                  |  |
| 19,100.0              | 90.00           | 359.64      | 9,889.0               | 8,361.2      | -313.1       | 8,363.1                 | 0.00                    | 0.00                   | 0.00                  |  |
| 19,200.0              | 90.00           | 359.64      | 9,889.0               | 8,461.2      | -313.7       | 8,463.1                 | 0.00                    | 0.00                   | 0.00                  |  |
| 19,300.0              | 90.00           | 359.64      | 9,889.0               | 8,561.2      | -314.4       | 8,563.1                 | 0.00                    | 0.00                   | 0.00                  |  |
| 19,400.0              | 90.00           | 359.64      | 9,889.0               | 8,661.2      | -315.0       | 8,663.1                 | 0.00                    | 0.00                   | 0.00                  |  |
| 19,500.0              | 90.00           | 359.64      | 9,889.0               | 8,761.2      | -315.6       | 8,763.1                 | 0.00                    | 0.00                   | 0.00                  |  |
| 19,600.0              | 90.00           | 359.64      | 9,889.0               | 8,861.2      | -316.3       | 8,863.1                 | 0.00                    | 0.00                   | 0.00                  |  |
| 19,700.0              | 90.00           | 359.64      | 9,889.0               | 8,961.2      | -316.9       | 8,963.1                 | 0.00                    | 0.00                   | 0.00                  |  |
| 19,800.0              | 90.00           | 359.64      | 9,889.0               | 9,061.2      | -317.6       | 9,063.1                 | 0.00                    | 0.00                   | 0.00                  |  |
| 19,900.0              | 90.00           | 359.64      | 9,889.0               | 9,161.2      | -318.2       | 9,163.1                 | 0.00                    | 0.00                   | 0.00                  |  |
| 20,000.0              | 90.00           | 359.64      | 9,889.0               | 9,261.2      | -318.8       | 9,263.1                 | 0.00                    | 0.00                   | 0.00                  |  |
| 20,100.0              | 90.00           | 359.64      | 9,889.0               | 9,361.2      | -319.5       | 9,363.1                 | 0.00                    | 0.00                   | 0.00                  |  |
| 20,183.8              | 90.00           | 359.64      | 9,889.0               | 9,445.0      | -320.0       | 9,446.9                 | 0.00                    | 0.00                   | 0.00                  |  |

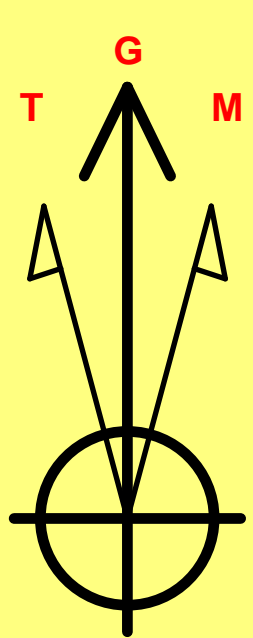
| Design Targets  |               |              |            |              |              |                 |                |                  |  |                  |
|---|---------------|--------------|------------|--------------|--------------|-----------------|----------------|------------------|--|------------------|
| Target Name<br>- hit/miss target<br>- Shape                     | Dip Angle (°) | Dip Dir. (°) | TVD (usft) | +N/-S (usft) | +E/-W (usft) | Northing (usft) | Easting (usft) | Latitude         |  | Longitude        |
| KOP(Pegasus 3 Fed Co<br>- plan hits target center<br>- Point    | 0.00          | 0.00         | 9,411.5    | -962.0       | -253.0       | 451,484.00      | 746,949.00     | 32° 14' 22.040 N |  | 103° 40' 5.942 W |
| FTP(Pegasus 3 Fed Cor<br>- plan hits target center<br>- Point   | 0.00          | 0.00         | 9,624.2    | -912.0       | -253.0       | 451,534.00      | 746,949.00     | 32° 14' 22.535 N |  | 103° 40' 5.938 W |
| PBHL(Pegasus 3 Fed C<br>- plan hits target center<br>- Point    | 0.00          | 0.00         | 9,889.0    | 9,445.0      | -320.0       | 461,891.00      | 746,882.00     | 32° 16' 5.025 N  |  | 103° 40' 5.972 W |
| Fed Perf #1(Pegasus 3 I<br>- plan hits target center<br>- Point | 0.00          | 0.00         | 9,889.0    | 4,260.0      | -287.0       | 456,706.00      | 746,915.00     | 32° 15' 13.715 N |  | 103° 40' 5.961 W |



Lea County, NM (NAD 83 NME)

Pegasus 3 Fed Com #325H

Plan #0.1



Azimuths to Grid North  
True North: -0.36°  
Magnetic North: 5.93°

Magnetic Field  
Strength: 47010.2nT  
Dip Angle: 59.76°  
Date: 7/28/2025  
Model: IGRF2025

To convert a Magnetic Direction to a Grid Direction, Add 5.93°  
To convert a Magnetic Direction to a True Direction, Add 6.29° East  
To convert a True Direction to a Grid Direction, Subtract 0.36°

PROJECT DETAILS: Lea County, NM (NAD 83 NME)

Geodetic System: US State Plane 1983  
Datum: North American Datum 1983  
Ellipsoid: GRS 1980  
Zone: New Mexico Eastern Zone  
System Datum: Mean Sea Level

WELL DETAILS: #325H

KB = 32' @ 3687.0usft 3655.0  
Northing 452446.00 Easting 747202.00 Latitude 32° 14' 31.544 N Longitude 103° 40' 2.927 W

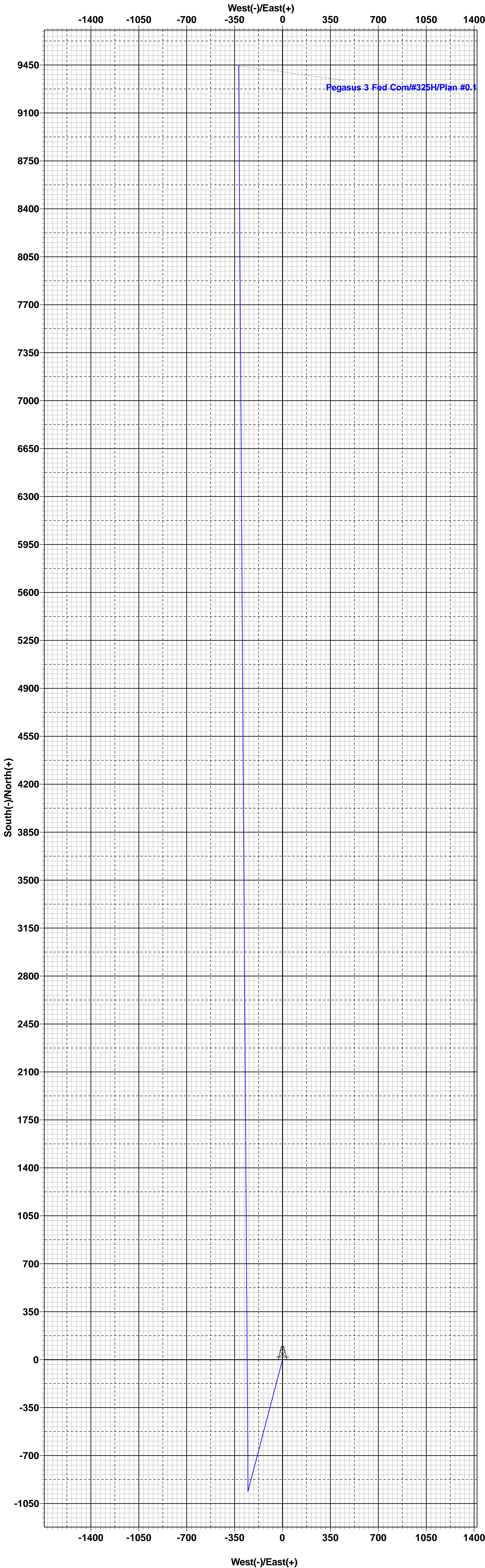
SECTION DETAILS

| Sec | MD      | Inc   | Azi    | TVD    | +N/-S  | +E/-W  | Dleg  | TFace  | VSect  | Target                              |
|-----|---------|-------|--------|--------|--------|--------|-------|--------|--------|-------------------------------------|
| 1   | 0.0     | 0.00  | 0.00   | 0.0    | 0.0    | 0.0    | 0.00  | 0.00   | 0.0    |                                     |
| 2   | 1400.0  | 0.00  | 0.00   | 1400.0 | 0.0    | 0.0    | 0.00  | 0.00   | 0.0    |                                     |
| 3   | 1951.2  | 11.02 | 194.73 | 1947.8 | -51.1  | -13.4  | 2.00  | 194.73 | -51.0  |                                     |
| 4   | 6600.4  | 11.02 | 194.73 | 6511.2 | -910.9 | -239.6 | 0.00  | 0.00   | -909.3 |                                     |
| 5   | 7151.6  | 0.00  | 0.00   | 7059.0 | -962.0 | -253.0 | 2.00  | 180.00 | -960.3 |                                     |
| 6   | 9504.1  | 0.00  | 0.00   | 9411.5 | -962.0 | -253.0 | 0.00  | 0.00   | -960.3 | KOP(Pegasus 3 Fed Com 325H)         |
| 7   | 9724.5  | 26.46 | 0.00   | 9624.2 | -912.0 | -253.0 | 12.00 | 0.00   | -910.3 | FTP(Pegasus 3 Fed Com 325H)         |
| 8   | 10254.0 | 90.00 | 359.61 | 9888.9 | -484.5 | -255.0 | 12.00 | -0.43  | -482.9 |                                     |
| 9   | 14998.7 | 90.00 | 359.61 | 9889.0 | 4260.0 | -287.0 | 0.00  | 0.00   | 4261.8 | Fed Perf #1(Pegasus 3 Fed Com 325H) |
| 10  | 14999.8 | 90.00 | 359.64 | 9889.0 | 4261.1 | -287.0 | 2.00  | 88.26  | 4262.9 |                                     |
| 11  | 20183.8 | 90.00 | 359.64 | 9889.0 | 9445.0 | -320.0 | 0.00  | 0.00   | 9446.9 | PBHL(Pegasus 3 Fed Com 325H)        |

WELLBORE TARGET DETAILS (MAP CO-ORDINATES)

| Name                                | TVD    | +N/-S  | +E/-W  | Northing  | Easting   |
|-------------------------------------|--------|--------|--------|-----------|-----------|
| KOP(Pegasus 3 Fed Com 325H)         | 9411.5 | -962.0 | -253.0 | 451484.00 | 746949.00 |
| FTP(Pegasus 3 Fed Com 325H)         | 9624.2 | -912.0 | -253.0 | 451534.00 | 746949.00 |
| Fed Perf #1(Pegasus 3 Fed Com 325H) | 9889.0 | 4260.0 | -287.0 | 456706.00 | 746915.00 |
| PBHL(Pegasus 3 Fed Com 325H)        | 9889.0 | 9445.0 | -320.0 | 461891.00 | 746882.00 |

Vertical Section at 359.63°





### EOG Batch Casing

**Pad Name:** Pegasus 3 Fed Com P&A Sundry

SHL: Section 3, Township 24-S, Range 32-E, LEA County, NM

EOG requests for the below wells to be approved for all designs listed in the Blanket Casing Design ('EOG BLM Variance 5a - Alternate Shallow Casing Designs.pdf' OR 'EOG BLM Variance 5b - Alternate Deep Casing Designs.pdf') document. The MDs and TVDs for all intervals are within the boundary conditions. The max inclination and DLS are also within the boundary conditions. The directional plans for the wells are attached separately.

| Well Name               | API #        | Surface |       | Intermediate |       | Production |       |
|-------------------------|--------------|---------|-------|--------------|-------|------------|-------|
|                         |              | MD      | TVD   | MD           | TVD   | MD         | TVD   |
| Pegasus 3 Fed Com #324H | 30-025-***** | 1,272   | 1,272 | 5,109        | 4,960 | 20,258     | 9,919 |
| Pegasus 3 Fed Com #325H | 30-025-***** | 1,272   | 1,272 | 5,058        | 4,960 | 20,184     | 9,889 |



**EOG Batch Casing****GEOLOGIC NAME OF SURFACE FORMATION:**

Permian

**ESTIMATED TOPS OF IMPORTANT GEOLOGICAL MARKERS:**

|                        |        |
|------------------------|--------|
| Rustler                | 1,178' |
| Tamarisk Anhydrite     | 1,247' |
| Top of Salt            | 1,479' |
| Base of Salt           | 4,682' |
| Lamar                  | 4,910' |
| Bell Canyon            | 4,935' |
| Cherry Canyon          | 5,774' |
| Brushy Canyon          | 7,128' |
| Bone Spring Lime       | 8,755' |
| Leonard (Avalon) Shale | 8,898' |
| 1st Bone Spring Sand   | 9,920' |

**3. ESTIMATED DEPTHS OF ANTICIPATED FRESH WATER, OIL OR GAS:**

|                        |                     |
|------------------------|---------------------|
| Upper Permian Sands    | 0- 400' Fresh Water |
| Lamar                  | 4,910' Oil          |
| Cherry Canyon          | 5,774' Oil          |
| Brushy Canyon          | 7,128' Oil          |
| Bone Spring Lime       | 8,755' Oil          |
| Leonard (Avalon) Shale | 8,898' Oil          |
| 1st Bone Spring Sand   | 9,920' Oil          |



## EOG Batch Casing

### Variances

EOG requests the additional variance(s) in the attached document(s):

- EOG BLM Variance 2a - Intermediate Bradenhead Cement
- EOG BLM Variance 3d - Production Offline Cement
- EOG BLM Variance 3e - BOP Break-test and Offline Surface and Intermediate Cement
- EOG BLM Variance 4a - Salt Section Annular Clearance
- EOG BLM Variance 5a - Alternate Shallow Casing Designs





### Pegasus 3 Fed Com 325H

#### Revised Permit Information 07/25/2025:

Well Name: Pegasus 3 Fed Com 325H; FKA Pegasus 3 Fed Com 325H

Location: SHL: 1009' FSL & 1102' FWL, Section 3, T-24-S, R-32-E, LEA Co., N.M.

BHL: 100' FNL & 843' FWL, Section 34, T-23-S, R-32-E, LEA Co., N.M.

#### 1. CASING PROGRAM

| Hole Size | Interval MD |         | Interval TVD |         | Csg OD  | Weight | Grade   | Conn          |
|-----------|-------------|---------|--------------|---------|---------|--------|---------|---------------|
|           | From (ft)   | To (ft) | From (ft)    | To (ft) |         |        |         |               |
| 13"       | 0           | 1,272   | 0            | 1,272   | 10-3/4" | 40.5#  | J-55    | STC           |
| 9-7/8"    | 0           | 5,058   | 0            | 4,960   | 8-5/8"  | 32#    | J-55    | BTC-SC        |
| 7-7/8"    | 0           | 9,504   | 0            | 9,412   | 6"      | 24.5#  | P110-EC | VAM Sprint-TC |
| 6-3/4"    | 9,504       | 20,184  | 9,412        | 9,889   | 5-1/2"  | 20#    | P110-EC | VAM Sprint SF |

\*\*For highlighted rows above, variance is requested to run entire string of either 6" or 5-1/2" casing string above due to availability.

Variance is requested to waive the centralizer requirements for the 8-5/8" casing in the 9-7/8" hole size. An expansion additive will be utilized, in the cement slurry, for the entire length of the 9-7/8" hole interval to maximize cement bond and zonal isolation.

Variance is also requested to waive any centralizer requirements for the 6" and 5-1/2" casings in the 7-7/8" and 6-3/4" hole sizes. An expansion additive will be utilized, in the cement slurry, for the entire length of the 7-7/8" and 6-3/4" hole intervals to maximize cement bond and zonal isolation.

EOG requests permission to allow deviation from the 0.422" annulus clearance requirement for the intermediate (salt) section from Title 43 CFR Part 3170 under the following conditions:

- The variance is not applicable within the Potash Boundaries or Capitan Reef areas.
- Operator takes responsibility to get casing to set point in the event that the clearance causes stuck pipe issues.

#### 2. CEMENTING PROGRAM:

| Depth TVD               | No. Sacks | Wt. ppg | Yld Ft3/sk | Slurry Description  |
|-------------------------|-----------|---------|------------|---|
| 1,272'<br>10-3/4"       | 290       | 13.5    | 1.73       | Lead: Class C/H + additives (TOC @ Surface)                                     |
|                         | 120       | 14.8    | 1.34       | Tail: Class C/H + additives (TOC @ 1080')                                       |
| 4,960'<br>8-5/8"        | 310       | 12.7    | 2.22       | Lead: Class C/H + additives + expansion additives (TOC @ Surface)               |
|                         | 140       | 14.8    | 1.32       | Tail: Class C/H + additives + expansion additives (TOC @ 4046')                 |
| 20,184'<br>6"<br>5-1/2" | 1000      | 14.8    | 1.32       | Bradenhead squeeze: Class C/H + additives + expansion additives (TOC @ surface) |
|                         | 1540      | 13.2    | 1.52       | Tail: Class C/H + additives (TOC @ 7,128')                                      |



### Pegasus 3 Fed Com 325H

| Additive            | Purpose                                 |
|---------------------|---|
| Bentonite Gel       | Lightweight/Lost circulation prevention |
| Calcium Chloride    | Accelerator                             |
| Cello-flake         | Lost circulation prevention             |
| Sodium Metasilicate | Accelerator                             |
| MagOx               | Expansive agent                         |
| Pre-Mag-M           | Expansive agent                         |
| Sodium Chloride     | Accelerator                             |
| FL-62               | Fluid loss control                      |
| Halad-344           | Fluid loss control                      |
| Halad-9             | Fluid loss control                      |
| HR-601              | Retarder                                |
| Microbond           | Expansive Agent                         |

Cement integrity tests will be performed immediately following plug bump.

Note: Cement volumes based on bit size plus at least 25% excess in the open hole plus 10% excess in the cased-hole overlap section.

EOG requests variance from minimum standards to pump a two stage cement job on the 6" and 5-1/2" production casing strings with the first stage being pumped conventionally with the calculated top of cement at the Brushy Canyon (7,128') and the second stage performed as a 1000 sack bradenhead squeeze with planned cement from the Brushy Canyon to surface. If necessary, a top out consisting of 400 sacks of Class C/H cement + additives (1.32 yld, 14.8 ppg) will be executed as a contingency. Top will be verified by Echo-meter.

Bradenhead will be the primary option for production cementing. EOG also requests to have the conventional option in place to accommodate for logistical or wellbore conditions. The tie back requirements will be met if the cement is pumped conventionally, and cement volumes will be adjusted accordingly. TOC will be verified by CBL.

### 3. MUD PROGRAM:

| Depth (TVD)      | Type        | Weight (ppg) | Viscosity | Water Loss |
|------------------|-------------|--------------|-----------|------------|
| 0 – 1,272'       | Fresh - Gel | 8.6-8.8      | 28-34     | N/c        |
| 1,272' – 4,960'  | Brine       | 9.8-10.8     | 28-34     | N/c        |
| 4,960' – 20,184' | Oil Base    | 8.8-9.5      | 58-68     | N/c - 6    |



**Pegasus 3 Fed Com 325H**

**4. VARIANCE REQUESTS:**

EOG requests the additional variances in the attached documents:

Variances requested include (supporting documents attached):

- BOP Break Testing Variance
- Offline Surface/Intermediate Cement Variance
- Offline Production Cement Variance
- Salt Section Annular Clearance Variance
- Alternate Shallow Casing Designs Variance



## Pegasus 3 Fed Com 325H

### 8. TUBING REQUIREMENTS:

EOG respectfully requests an exception to the following NMOCD rule:

- 19.15.16.10 Casing AND TUBING REQUIREMENTS:  
J (3): "The operator shall set tubing as near the bottom as practical and tubing perforations shall not be more than 250 feet above top of pay zone."

With horizontal flowing and gas lifted wells an end of tubing depth placed at or slightly above KOP is a conservative way to ensure the tubing stays clean from debris, plugging, and allows for fewer well interventions post offset completion. The deeper the tubulars are run into the curve, the higher the probability is that the tubing will become stuck in sand and or well debris as the well produces over time. An additional consideration for EOT placement during artificial lift installations is avoiding the high dog leg severity and inclinations found in the curve section of the wellbore to help improve reliability and performance. Dog leg severity and inclinations tend not to hamper gas lifted or flowing wells, but they do effect other forms of artificial lift like rod pump or ESP (electric submersible pump). Keeping the EOT above KOP is an industry best practice for those respective forms of artificial lift.



## Pegasus 3 Fed Com 325H

1009' FSL

1102' FWL

Section 3

T-24-S, R-32-E

Proposed Wellbore

KB: 3680'

GL: 3655'

API: 30-025-\*\*\*\*\*

**Bit Size: 13"**

10-3/4", 40.5#, J-55, STC

@ 0' - 1,272' MD

@ 0' - 1,272' TVD

**Bit Size: 9-7/8"**

8-5/8", 32#, J-55, BTC-SC

@ 0' - 5,058' MD

@ 0' - 4,960' TVD

**Bit Size: 7-7/8" | Bit Size: 6-3/4"**

6", 24.5#, P110-EC, VAM Sprint-TC

@ 0' - 9,504' MD

@ 0' - 9,412' TVD

5-1/2", 20#, P110-EC, VAM Sprint SF

@ 9,504' - 20,184' MD

@ 9,412' - 9,889' TVD

KOP: 9,504' MD, 9,412' TVD

EOC: 10,254' MD, 9,889' TVD

If production Bradenhead is performed,  
TOC will be at surface

TOC @ 4,558', if performed  
conventionally.

Lateral: 20,184' MD, 9,889' TVD

Upper Most Perf:

100' FSL & 843' FWL Sec. 3

Lower Most Perf:

100' FNL & 843' FWL Sec. 34

BH Location: 100' FNL & 843' FWL  
Sec. 34, T-23-S, R-32-E



## Pegasus 3 Fed Com 325H

**1. GEOLOGIC NAME OF SURFACE FORMATION:**

Permian

**2. ESTIMATED TOPS OF IMPORTANT GEOLOGICAL MARKERS:**

|                        |        |
|------------------------|--------|
| Rustler                | 1,178' |
| Tamarisk Anhydrite     | 1,247' |
| Top of Salt            | 1,479' |
| Base of Salt           | 4,682' |
| Lamar                  | 4,910' |
| Bell Canyon            | 4,935' |
| Cherry Canyon          | 5,774' |
| Brushy Canyon          | 7,128' |
| Bone Spring Lime       | 8,755' |
| Leonard (Avalon) Shale | 8,898' |
| 1st Bone Spring Sand   | 9,920' |
| TD                     | 9,889' |

**3. ESTIMATED DEPTHS OF ANTICIPATED FRESH WATER, OIL OR GAS:**

|                        |         |             |
|------------------------|---------|-------------|
| Upper Permian Sands    | 0- 400' | Fresh Water |
| Lamar                  | 4,910'  | Oil         |
| Cherry Canyon          | 5,774'  | Oil         |
| Brushy Canyon          | 7,128'  | Oil         |
| Bone Spring Lime       | 8,755'  | Oil         |
| Leonard (Avalon) Shale | 8,898'  | Oil         |
| 1st Bone Spring Sand   | 9,920'  | Oil         |



# Master Variance Document

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# Table of Contents

- [BOPE Break Test](#) (3/25/2025)
- [Offline Surface/Intermediate Cement](#) (8/15/2023)
- [Intermediate Bradenhead Cement \(Deep Targets\)](#) (8/15/2023)
- [Wolfcamp Intermediate Casing Setpoint](#) (6/26/2024)
- [Offline Production Cement](#) (11/12/2024)
- [Production Bradenhead Cement](#) (8/9/2024)
- [Salt Section Annular Clearance](#) (11/8/2022)





# BOPE Break Test Variance

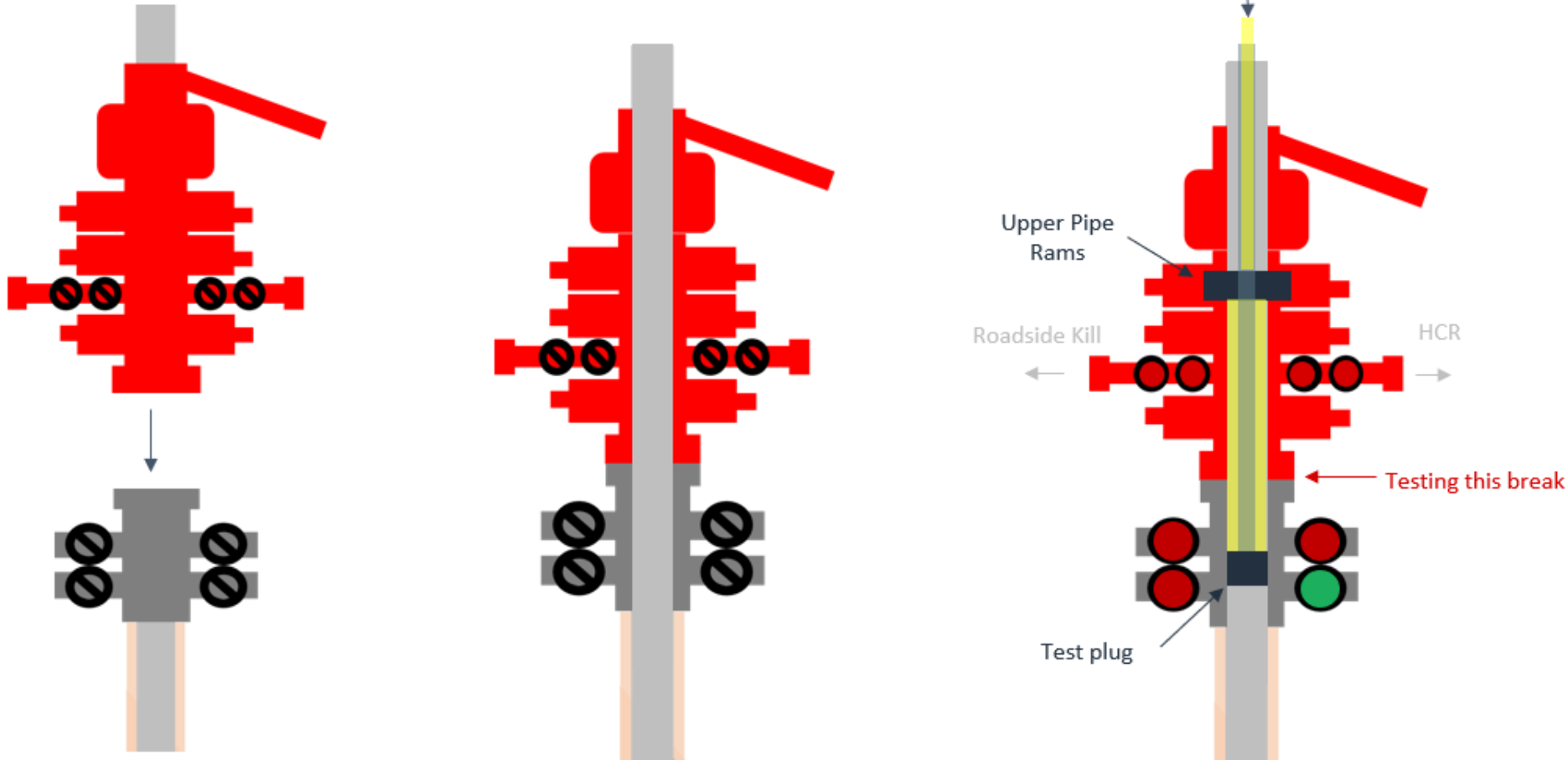
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# EOG BOPE Break Test Variance (Intervals 5M MASP or less)

EOG Resources Inc. (EOG) respectfully requests a variance from the minimum standards for well control equipment testing of ECFR Title 43 Part 3172.6(b)(9)(iv) to allow a testing schedule of the blow out preventer (BOP) and blow out prevention equipment (BOPE) along with Batch Drilling & Offline cement operations to include the following:

- Full BOPE test at first installation on the pad.
- Full BOPE test every 21 days.
- Break-test only available for the Base of the Wolfcamp or shallower
  - If anything out of the ordinary is observed during drilling, tripping or casing running operations in the production hole section, break testing will not be performed in the subsequent well's production hole section.
  - Furthermore, break testing in the production hole section will not be performed if offset frac operations are observed within 1 mile and within the same producing horizon.
- Each rig requesting the break-test variance is capable of picking up the BOP without damaging components using winches, following API Standard 53, Well Control Equipment Systems for Drilling Wells (Fifth edition, December 2018, Annex C. Table C.4) which recognizes break testing as an acceptable practice.
- Function tests will be performed on the following BOP elements:
  - Annular → during each full BOPE test and at least weekly
  - Pipe Rams → Every trip and on trip ins where FIT required
  - Blind Rams → Every trip
- Break testing BOP and BOPE coupled with batch drilling operations and option to offline cement and/or remediate (if needed) any surface, intermediate or production sections, according to attached offline cementing support documentation.
- After the well section is secured, the BOP will be disconnected from the wellhead and walked with the rig to another well on the pad.
- TA cap will also be installed per Wellhead vendor procedure and pressure inside the casing will be monitored via the valve on the TA cap as per standard batch drilling ops.

# Break Test Diagram (Test Joint)



## Steps

1. Set plug in with test joint wellhead (lower barrier)
2. Close Upper Pipe Rams (upper barrier)
3. Close roadside kill
4. Close HCR
5. Open wellhead valves below test plug to ensure if leak past test plug, pressure won't be applied to wellbore
6. Tie BOP testers high pressure line to top of test joint
7. Pressure up to test break
8. Bleed test pressure from BOP testing unit



# Offline Surface + Intermediate Variance

—

# Offline Surface + Intermediate Cement

## Cement Program

1. No changes to the cement program will take place for offline cementing.

## Summarized Operational Procedure for Intermediate Casing

1. Run casing as per normal operations. While running casing, conduct negative pressure test and confirm integrity of the float equipment back pressure valves.
  - a. Float equipment is equipped with two back pressure valves rated to a minimum of 5,000 psi.
2. Land production casing on mandrel hanger through BOP.
  - a. If casing is unable to be landed with a mandrel hanger, then the **casing will be cemented online.**
3. Break circulation and confirm no restrictions.
  - a. Ensure no blockage of float equipment and appropriate annular returns.
  - b. Perform flow check to confirm well is static.
4. Set pack-off
  - a. If utilizing a fluted/ported mandrel hanger, ensure well is static on the annulus and inside the casing by filling the pipe with kill weight fluid, remove landing joint, and set annular packoff through BOP. Pressure test to 5,000 psi for 10 min.
  - b. If utilizing a solid mandrel hanger, ensure well is static on the annulus and inside the casing by filling the pipe with kill weight fluid. Pressure test seals to 5,000 psi for 10 min. Remove landing joint through BOP.
5. After confirmation of both annular barriers and the two casing barriers, install TA plug and pressure test to 5,000 psi for 10 min. Notify the BLM with intent to proceed with nipple down and offline cementing.
  - a. Minimum 4 hrs notice.
6. With the well secured and BLM notified, nipple down BOP and secure on hydraulic carrier or cradle.
  - a. **Note, if any of the barriers fail to test, the BOP stack will not be nipped down until after the cement job has concluded and both lead and tail slurry have reached 500 psi.**
7. Skid/Walk rig off current well.
8. Confirm well is static before removing TA Plug.
  - a. Cementing operations will not proceed until well is under control. (If well is not static, notify BLM and proceed to kill)
  - b. Casing outlet valves will provide access to both the casing ID and annulus. Rig or third party pump truck will kill well prior to cementing.
  - c. Well control plan can be seen in Section B, Well Control Procedures.
  - d. If need be, rig can be moved back over well and BOP nipped back up for any further remediation.

# Offline Surface + Intermediate Cement

- e. Diagram for rig positioning relative to offline cementing can be seen in Figure 4.
9. Rig up return lines to take returns from wellhead to pits and rig choke.
  - a. Test all connections and lines from wellhead to choke manifold to 5,000 psi high for 10 min.
  - b. If either test fails, perform corrections and retest before proceeding.
  - c. Return line schematics can be seen in Figure 3.
10. Remove TA Plug from the casing.
11. Install offline cement tool.
  - a. Current offline cement tool schematics can be seen in Figure 1 (Cameron) and Figure 2 (Cactus).
12. Rig up cement head and cementing lines.
  - a. Pressure test cement lines against cement head to 80% of casing burst for 10 min.
13. Break circulation on well to confirm no restrictions.
  - a. If gas is present on circulation, well will be shut in and returns rerouted through gas buster.
  - b. Max anticipated time before circulating with cement truck is 6 hrs.
14. Pump cement job as per plan.
  - a. At plug bump, test casing to 0.22 psi/ft or 1500 psi, whichever is greater.
  - b. If plug does not bump on calculated, shut down and wait 8 hrs or 500 psi compressive strength, whichever is greater before testing casing.
15. Confirm well is static and floats are holding after cement job.
  - a. With floats holding and backside static:
    - i. Remove cement head.
  - b. If floats are leaking:
    - i. Shut-in well and WOC (Wait on Cement) until tail slurry reaches 500 psi compressive strength and the casing is static prior to removing cement head.
  - c. If there is flow on the backside:
    - i. Shut in well and WOC until tail slurry reaches 500 psi compressive strength. Ensure that the casing is static prior to removing cement head.
16. Remove offline cement tool.
17. Install night cap with pressure gauge for monitoring.
18. Test night cap to 5,000 psi for 10 min.

# Offline Surface + Intermediate Cement

## Example Well Control Plan Content

### A. Well Control Component Table

The table below, which covers the cementing of the **5M MASP (Maximum Allowable Surface Pressure) portion of the well**, outlines the well control component rating in use. This table, combined with the mud program, documents that two barriers to flow can be maintained at all times, independent of the BOP nipped up to the wellhead.

Intermediate hole section, 5M requirement

| Component                | RWP |
|--------------------------|-----|
| Pack-off                 | 10M |
| Casing Wellhead Valves   | 10M |
| Annular Wellhead Valves  | 5M  |
| TA Plug                  | 10M |
| Float Valves             | 5M  |
| 2" 1502 Lo-Torque Valves | 15M |

### B. Well Control Procedures

Well control procedures are specific to the rig equipment and the operation at the time the kick occurs. Below are the minimal high-level tasks prescribed to assure a proper shut-in while circulating and cementing through the Offline Cement Adapter.

#### General Procedure While Circulating

1. Sound alarm (alert crew).
2. Shut down pumps.
3. Shut-in Well (close valves to rig pits and open valve to rig choke line. Rig choke will already be in the closed position).
4. Confirm shut-in.
5. Notify tool pusher/company representative.

# Offline Surface + Intermediate Cement

## Example Well Control Plan Content

### A. Well Control Component Table

The table below, which covers the cementing of the **5M MASP (Maximum Allowable Surface Pressure) portion of the well**, outlines the well control component rating in use. This table, combined with the mud program, documents that two barriers to flow can be maintained at all times, independent of the BOP nipped up to the wellhead.

Intermediate hole section, 5M requirement

| Component                | RWP |
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| Pack-off                 | 10M |
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| Annular Wellhead Valves  | 5M  |
| TA Plug                  | 10M |
| Float Valves             | 5M  |
| 2" 1502 Lo-Torque Valves | 15M |

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4. Confirm shut-in.
5. Notify tool pusher/company representative.



# Offline Surface + Intermediate Cement

6. Read and record the following:
  - a. SICP (Shut in Casing Pressure) and AP (Annular Pressure)
  - b. Pit gain
  - c. Time
  - d. Regroup and identify forward plan to continue circulating out kick via rig choke and mud/gas separator. Circulate and adjust mud density as needed to control well.

## General Procedure While Cementing

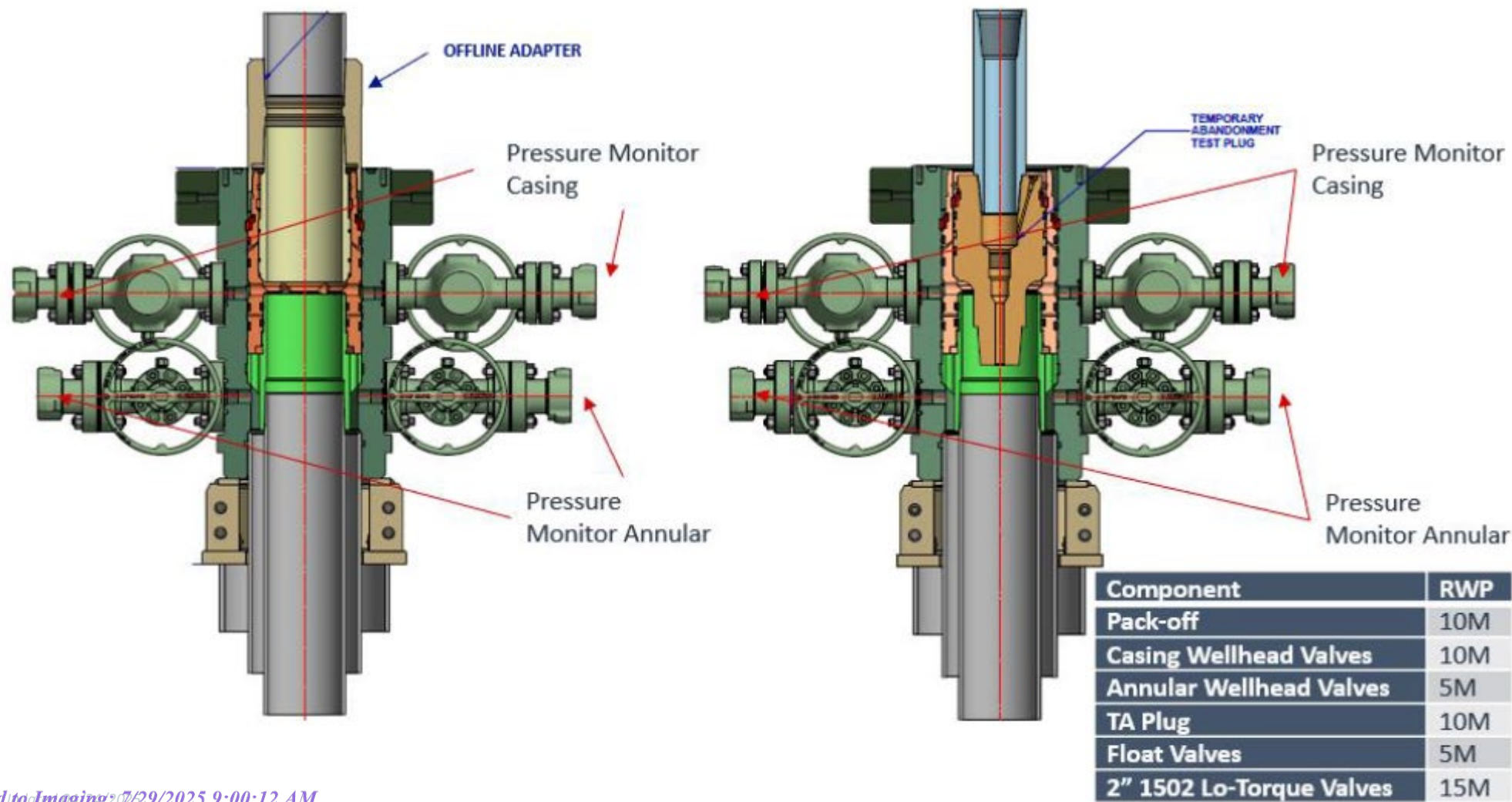
1. Sound alarm (alert crew).
2. Shut down pumps.
3. Shut-in Well (close valves to rig pits and open valve to rig choke line. Rig choke will already be in the closed position).
4. Confirm shut-in.
5. Notify tool pusher/company representative.
6. Open rig choke and begin pumping again taking returns through choke manifold and mud/gas separator.
7. Continue to place cement until plug bumps.
8. At plug bump close rig choke and cement head.
9. Read and record the following
  - a. SICP and AP
  - b. Pit gain
  - c. Time
  - d. Shut-in annulus valves on wellhead

## General Procedure After Cementing

1. Sound alarm (alert crew).
2. Shut-in Well (close valves to rig pits and open valve to rig choke line. Rig choke will already be in the closed position).
3. Confirm shut-in.
4. Notify tool pusher/company representative.
5. Read and record the following:
  - a. SICP and AP
  - b. Pit gain
  - c. Time
  - d. Shut-in annulus valves on wellhead

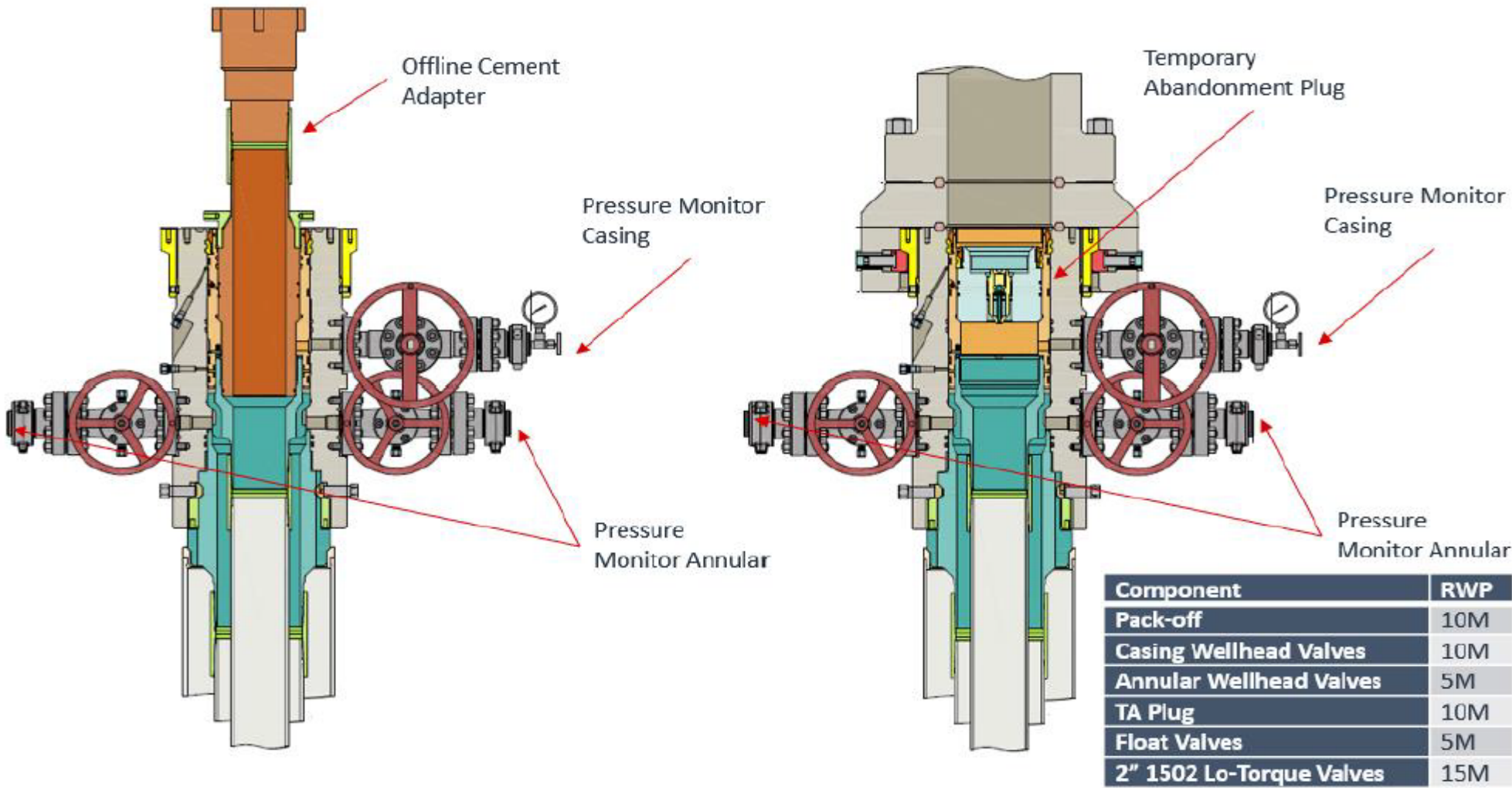
# Offline Surface + Intermediate Cement

Figure 1: Cameron TA Plug and Offline Adapter Schematic



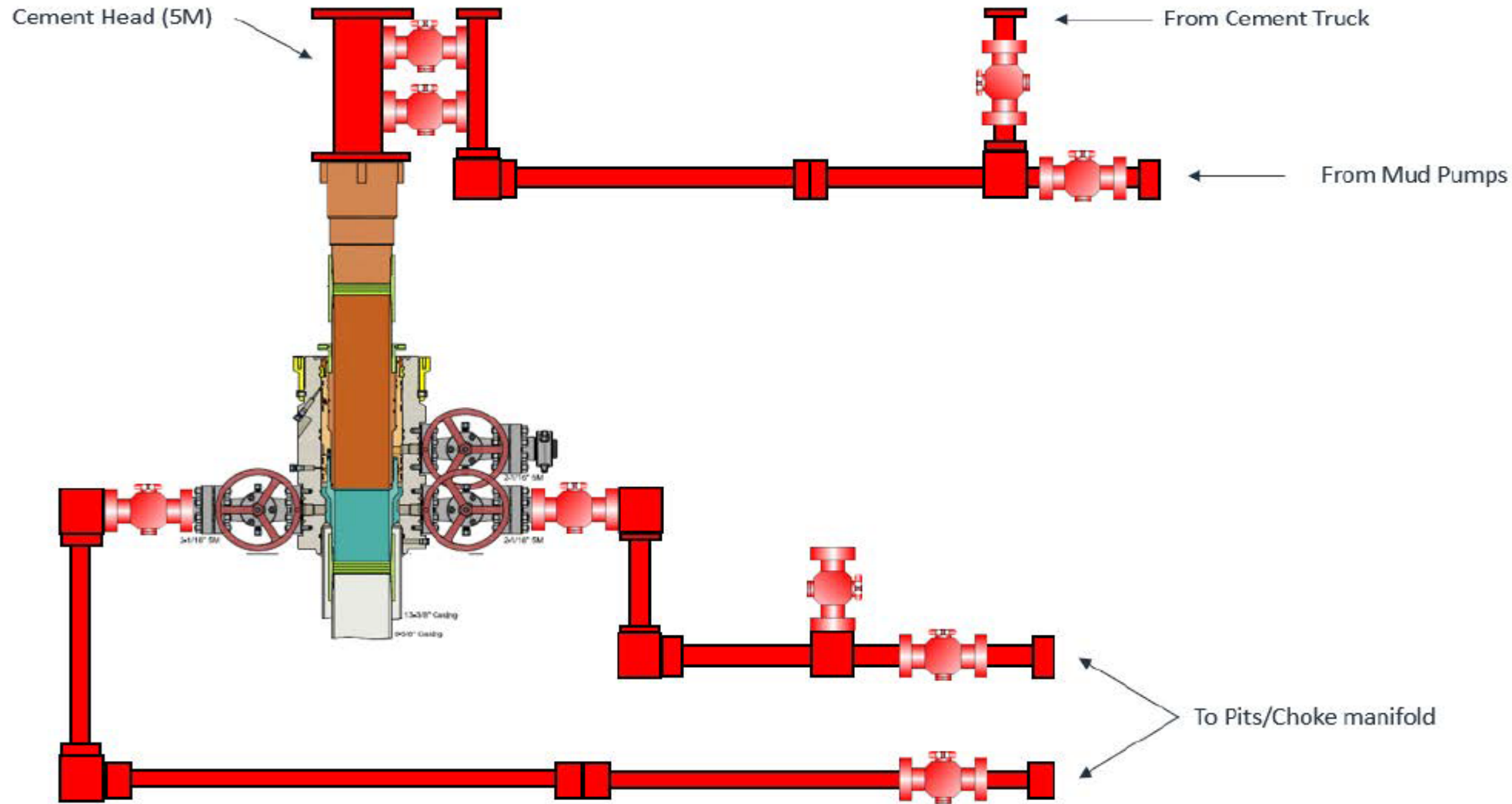
# Offline Surface + Intermediate Cement

Figure 2: Cactus TA Plug and Offline Adapter Schematic



# Offline Surface + Intermediate Cement

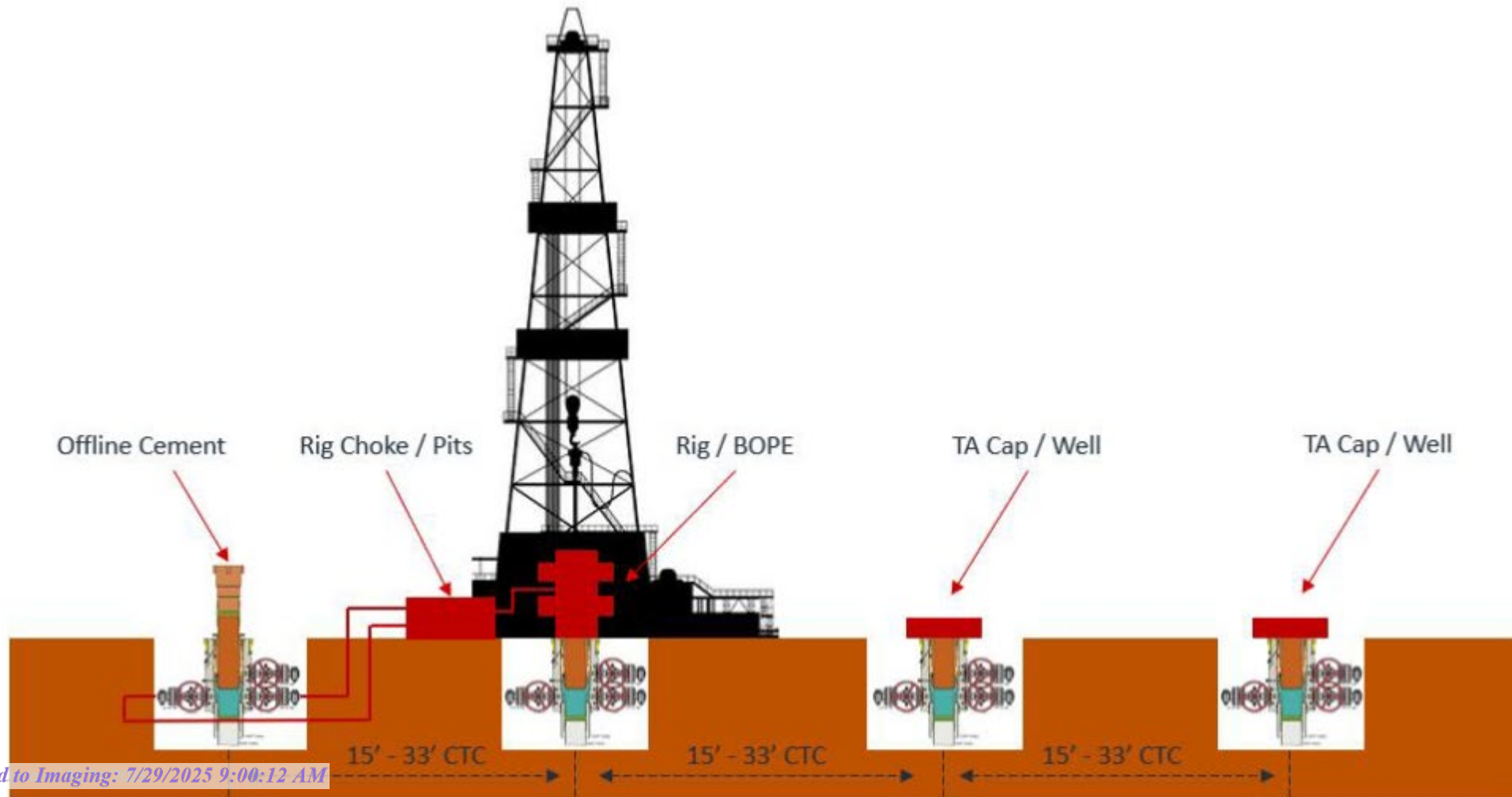
Figure 3: Back Yard Rig Up





# Offline Surface + Intermediate Cement

Figure 4: Rig Placement Diagram





# Intermediate Bradenhead Cement Variance

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# Intermediate Bradenhead Cement

## Deep Target Intermediate Bradenhead:

EOG requests variance from minimum standards to pump a two stage cement job on the intermediate casing string **when set below the Delaware Mountain Group** with the first stage being pumped conventionally with the calculated top of cement at the Brushy Canyon and the second stage bradenhead squeezed to be performed at a minimum of **50% of OH excess (typically increased to ~1,000 sacks)** with planned cement from the Brushy Canyon to surface. If necessary, a top out consisting of Class C/H cement + additives (2.30 yld, 12.91 ppg) will be executed as a contingency. Top of cement will be verified by Echo-meter.

EOG will include the Echo-meter verified fluid top and the volume of displacement fluid above the cement slurry in the annulus in all post-drill sundries on wells utilizing this cement program.

EOG will report to the BLM the volume of fluid (limited to 5 bbls) used to flush intermediate casing valves following backside cementing procedures.



# Wolfcamp Intermediate Casing Setpoint

---



# Intermediate Bradenhead Cement

**EOG Resources Inc. (EOG) requests a variance to set the intermediate casing shoe in the Bone Spring formation OR the Wolfcamp formation, depending on depletion in the area and well conditions. EOG will monitor the well and ensure the well is static before casing operations begin.**



# Offline Production Cement Variance

—

# EOG Offline Production Checklist

## Offline Checklist

All items below must be met. If not, the production cement will be done online.

1. Offline production cement jobs **are applicable for the Base of the Wolfcamp or shallower.**
2. Nothing out of the ordinary observed during drilling, tripping, or casing running operations in the Production Hole Section.
3. Casing must be landed with Hanger.
4. EOG Company Man and Superintendent with Well Control certification must be present to monitor returns.
5. EOG Cement Advisor must be present to oversee the Cement Job.
6. Rig Manager is responsible for walking the rig to the next well.
7. The BOP will NOT be nipped down if:
  - a) ANY barrier fails to test.
  - b) ANY offset frac operations are observed within 1 mile and within the same producing horizon.
8. After all barriers test and the BLM has been notified, the BOP may be nipped down to proceed with offline operations.
9. EOG will not Drill out of the next well until Cement Operations have concluded on the offline well.

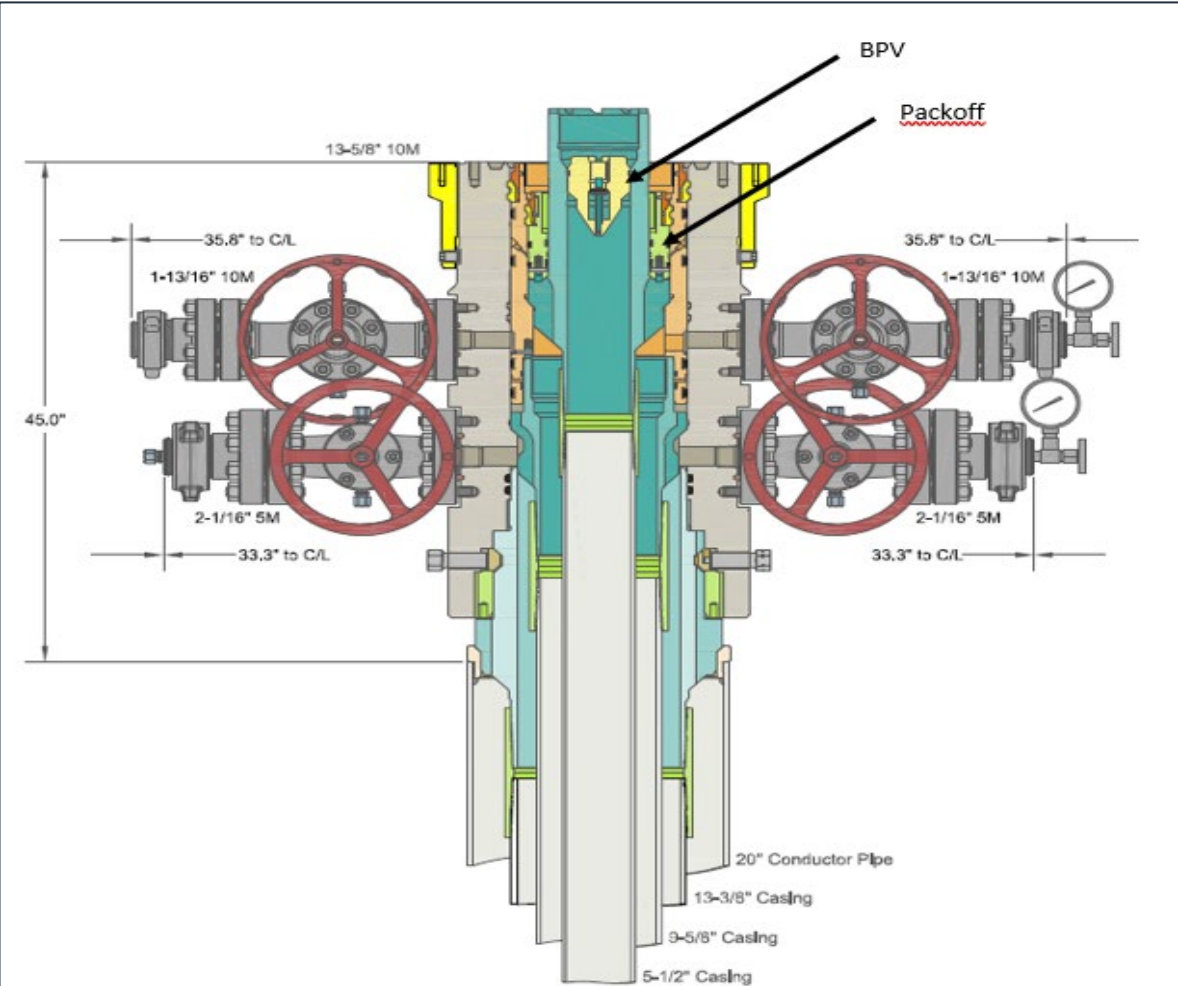
# Offline Procedure

1. Run casing as per normal operations. Review EOG Offline Requirements Checklist, if the well is a candidate for Offline Cement on the Production continue following this procedure. Conduct negative pressure test while running casing and confirm integrity of the float equipment back pressure valves.
  - a. Float equipment is equipped with two back pressure valves rated to 15,000 psi.
2. Land production casing on mandrel hanger.
  - a. If casing is unable to be landed with a mandrel hanger, then the casing will be cemented online.
  - b. If utilizing a fluted/ported mandrel hanger, ensure well is static on the annulus and inside the casing by filling the pipe with kill weight fluid, remove landing joint, and set annular packoff rated to 10,000 psi. Pressure test same to 10,000 psi.
  - c. If utilizing a solid mandrel hanger, ensure well is static on the annulus and inside the casing by filling the pipe with kill weight fluid. Pressure test seals to 10,000 psi. Remove landing joint.
3. Install back pressure valve in the casing for a 3<sup>rd</sup> casing barrier.
  - a. Back pressure valve rated to a minimum of 10,000 psi.
4. With the well Secured and BLM notified; Nipple down BOP and secure on hydraulic carrier or cradle and Skid/Walk rig to next well on pad.
  - a. Note, if any of the barriers fail to test, the BOP stack will not be nipped down until after the cement job has concluded.
  - b. Note, EOG Company Man and Cement Advisor will oversee Cementing Operations while Rig Manager walks the rig and nipples up the BOP.
  - c. Note, EOG will not drill out of the subsequent well until after plug bump.
5. Install 10M Gate Valve, with Wellhead Adapter.
  - a. This creates an additional barrier on the annulus and inside the casing.
  - b. Gate valve rated to a minimum of 10,000 psi.
6. Test connection between Wellhead Adapter seals against hanger neck and ring gasket to 10,000 psi.
7. Remove backpressure valve from the casing.
8. Rig up cement head and cementing lines.
9. After rig up of cement head and cement lines, and confirmation of the annular barriers and casing barriers, notify the BLM with intent to proceed offline cementing.
10. Perform cement job.
11. \*Note\* – Procedure continued on the next page.

# Offline Procedure

12. If an influx is noted during the Cement Job:
  - a. It is the Company Man and Superintendent's responsibility to maintain well control.
  - b. The aux manifold will be redirected to the rig's chokes.
  - c. Backpressure will be held on the well with the chokes to ensure well control is maintained through the remainder of the cement job while circulating out the influx.
  - d. If annular surface pressure approaches 90% tested pressure of the manifold or if circulating the influx out with the cementing pumps is not feasible, the well can be secured by closing the casing valves (10M).
  - e. Once cement is in place, we will close the casing valves and confirm the well is static and floats are holding.
  - f. If the floats fail, the gate valve (10M) or cement head (10M) can be closed to secure the well.
13. Confirm well is static and floats are holding after cement job.
14. Remove cement head.
15. Install back pressure valve.
16. Remove 10M Gate Valve and Wellhead Adapter.
17. Install night cap with pressure gauge for monitoring.
18. Test night cap to 5,000 psi.

# Offline Barrier Overview



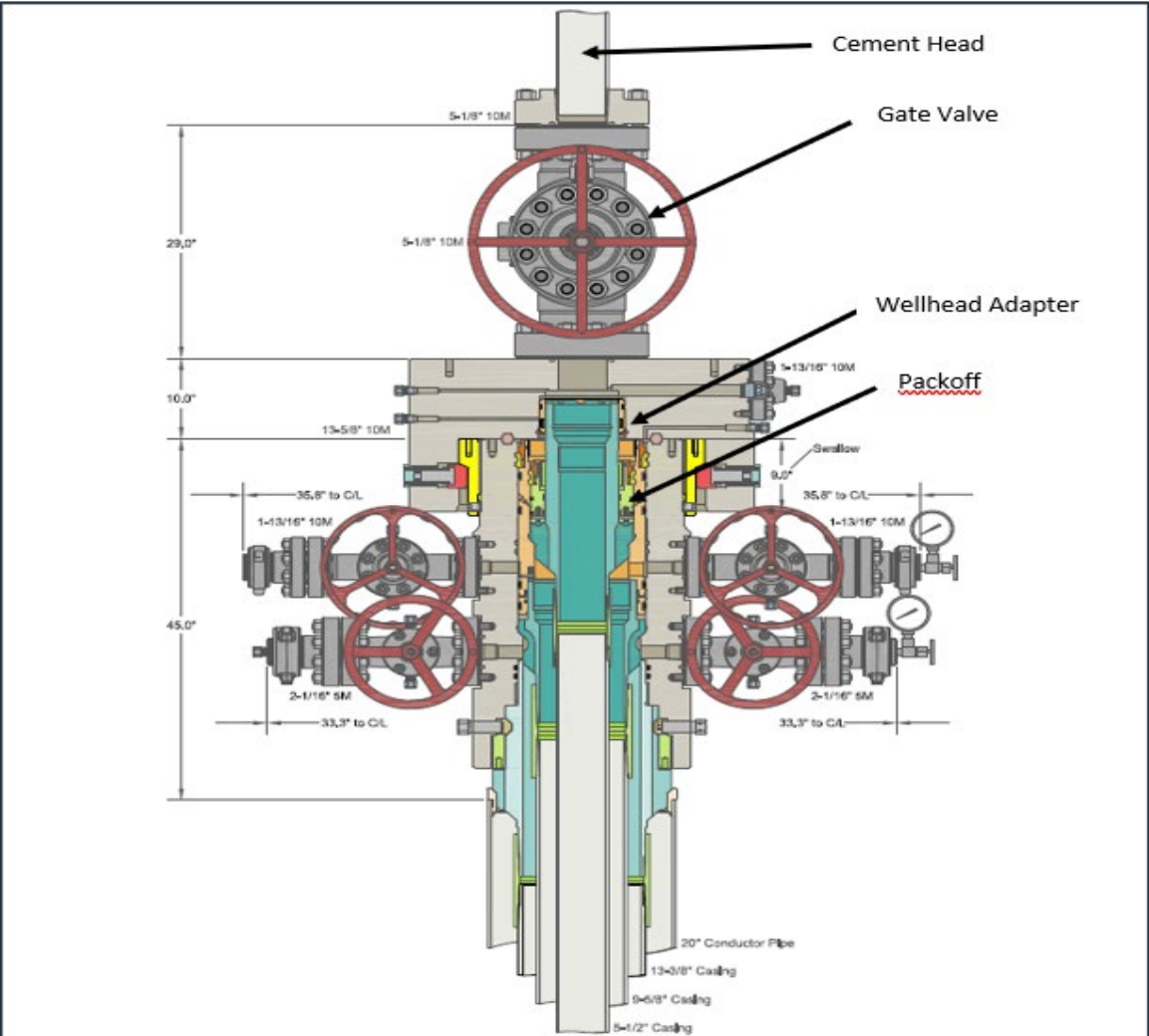
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| CACTUS WELLHEAD LLC  |  | EOG RESOURCES PERMIAN |            |         |
|--|--|-----------------------|------------|---------|
| 13-3/8" x 9-5/8" x 5-1/2" MBU-3T-CFL-DBLO-SF Wellhead System   |  | DRAWN                 | DLE        | 28AUG19 |
| And 13-3/8", 9-5/8" & 5-1/2" Pin Bottom Mandrel Casing Hangers |  | APPRV                 |            |         |
|  |  | DRAWING NO.           | SDT-2297-2 |         |

| Barriers in Place during removal of BOP |   |   |
|---|---|---|
| Operation                               | Casing  | Annulus   |
| Nippling Down BOP                       | 1. BPV<br>2. Hydrostatic Barrier<br>3. Float Valves | 1. Hydrostatic Barrier<br>2. Mechanical 10M Packoff |

| Barriers in Place during Offline Cementing of Production Casing |  |  |
|---|--|--|
| Operation   | Casing   | Annulus  |
| Pull BPV  | 1. Hydrostatic Barrier<br>2. Float Valves<br>3. 10M Gate Valve                   | 1. Hydrostatic Barrier<br>2. Mechanical Packoff<br>3. 10M Wellhead Adapter     |
| Install Cement Head   | 1. Hydrostatic Barrier<br>2. Float Valves<br>3. 10M Gate Valve                   | 1. Hydrostatic Barrier<br>2. Mechanical 10M Packoff<br>3. 10M Wellhead Adapter |
| Cement Job  | 1. Hydrostatic Barrier<br>2. Float Valves<br>3. 10M Gate Valve<br>4. Cement Head | 1. Hydrostatic Barrier<br>2. Mechanical 10M Packoff<br>3. 10M Wellhead Adapter |
| Remove Cement Head  | 1. Float Valves<br>2. 10M Gate Valve   | 1. Hydrostatic Barrier<br>2. Mechanical 10M Packoff<br>3. 10M Wellhead Adapter |
| Install BPV   | 1. Float Valves<br>2. 10M Gate Valve   | 1. Hydrostatic Barrier<br>2. Mechanical 10M Packoff<br>3. 10M Wellhead Adapter |
| Remove 10M Gate Valve   | 1. Float Valves<br>2. BPV  | 1. Hydrostatic Barrier<br>2. Mechanical 10M Packoff                            |
| Nipple Up TA Cap  | 1. Float Valves<br>2. BPV  | 1. Hydrostatic Barrier<br>2. Mechanical 10M Packoff                            |

# Offline Barrier Overview



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**CACTUS WELLHEAD LLC**

13-3/8" x 9-5/8" x 5-1/2" MBU-3T-CFL-DBLO-SF Wellhead System  
And 13-3/8", 9-5/8" & 5-1/2" Pin Bottom Mandrel Casing Hangers

ALL DIMENSIONS APPROXIMATE

**EOG RESOURCES PERMIAN**

|                        |     |         |
|------------------------|-----|---------|
| DRAWN                  | DLE | 28AUG19 |
| APPRV                  |     |         |
| DRAWING NO. SDT-2297-3 |     |         |

| Barriers in Place during removal of BOP |   |   |
|---|---|---|
| Operation                               | Casing  | Annulus   |
| Nippling Down BOP                       | 1. BPV<br>2. Hydrostatic Barrier<br>3. Float Valves | 1. Hydrostatic Barrier<br>2. Mechanical 10M Packoff |

| Barriers in Place during Offline Cementing of Production Casing |  |  |
|---|--|--|
| Operation   | Casing   | Annulus  |
| Pull BPV  | 1. Hydrostatic Barrier<br>2. Float Valves<br>3. 10M Gate Valve                   | 1. Hydrostatic Barrier<br>2. Mechanical Packoff<br>3. 10M Wellhead Adapter     |
| Install Cement Head   | 1. Hydrostatic Barrier<br>2. Float Valves<br>3. 10M Gate Valve                   | 1. Hydrostatic Barrier<br>2. Mechanical 10M Packoff<br>3. 10M Wellhead Adapter |
| Cement Job  | 1. Hydrostatic Barrier<br>2. Float Valves<br>3. 10M Gate Valve<br>4. Cement Head | 1. Hydrostatic Barrier<br>2. Mechanical 10M Packoff<br>3. 10M Wellhead Adapter |
| Remove Cement Head  | 1. Float Valves<br>2. 10M Gate Valve   | 1. Hydrostatic Barrier<br>2. Mechanical 10M Packoff<br>3. 10M Wellhead Adapter |
| Install BPV   | 1. Float Valves<br>2. 10M Gate Valve   | 1. Hydrostatic Barrier<br>2. Mechanical 10M Packoff<br>3. 10M Wellhead Adapter |
| Remove 10M Gate Valve   | 1. Float Valves<br>2. BPV  | 1. Hydrostatic Barrier<br>2. Mechanical 10M Packoff                            |
| Nipple Up TA Cap  | 1. Float Valves<br>2. BPV  | 1. Hydrostatic Barrier<br>2. Mechanical 10M Packoff                            |

# More Control: Meeting/Exceeding Barrier Requirements

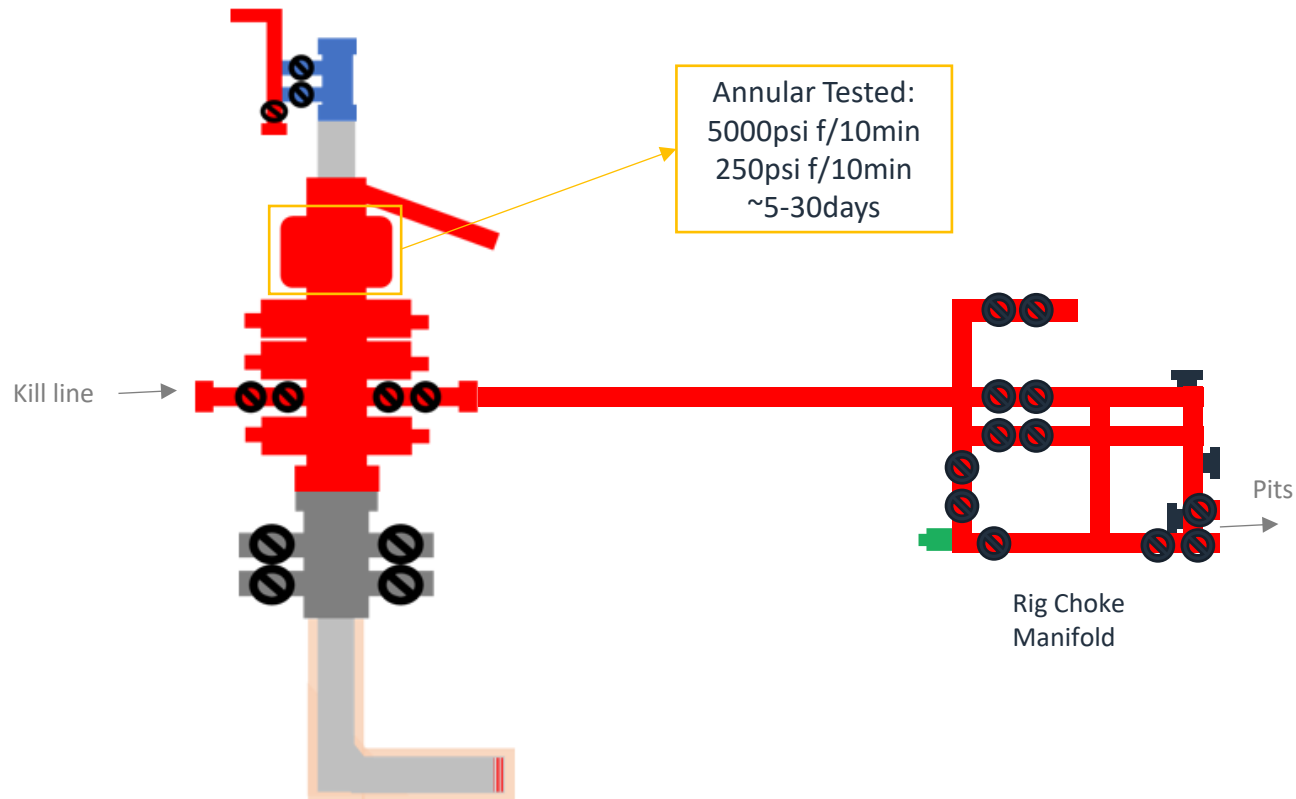
| Casing Barriers – Online vs Offline             |   |  |
|---|---|--|
| Operation                                       | Online  | Offline  |
| Install Cement Head                             | 1. Hydrostatic Barrier<br>2. Float Valves                   | 1. Hydrostatic Barrier<br>2. Float Valves<br>3. 10M Gate Valve ✓                   |
| Cement Job                                      | 1. Hydrostatic Barrier<br>2. Float Valves<br>3. Cement Head | 1. Hydrostatic Barrier<br>2. Float Valves<br>3. 10M Gate Valve<br>4. Cement Head ✓ |
| Remove Cement Head                              | 1. Float Valves   | 1. Float Valves<br>2. 10M Gate Valve ✓   |
| Install BPV & Nipple Down BOP / Offline Adapter | 1. Float Valves   | 1. Float Valves<br>2. BPV ✓  |
| Nipple Up TA Cap                                | 1. Float Valves   | 1. Float Valves<br>2. BPV ✓  |

| Annulus Barriers – Online vs Offline            |  |   |
|---|--|---|
| Operation                                       | Online   | Offline   |
| Install Cement Head                             | 1. Hydrostatic Barrier<br>2. Annular<br>3. VBR   | 1. Hydrostatic Barrier<br>2. Mechanical Pack-off<br>3. 10M Wellhead Adapter ✓ |
| Cement Job                                      | 1. Hydrostatic Barrier<br>2. Annular<br>3. VBR   | 1. Hydrostatic Barrier<br>2. Mechanical Pack-off<br>3. 10M Wellhead Adapter ✓ |
| Remove Cement Head                              | 1. Hydrostatic Barrier<br>2. Annular<br>3. VBR   | 1. Hydrostatic Barrier<br>2. Mechanical Pack-off<br>3. 10M Wellhead Adapter ✓ |
| Install BPV & Nipple Down BOP / Offline Adapter | 1. Hydrostatic barrier<br>2. Mechanical Pack-off | 1. Hydrostatic Barrier<br>2. Mechanical Pack-off ✓                            |
| Nipple Up TA Cap                                | 1. Hydrostatic barrier<br>2. Mechanical Pack-off | 1. Hydrostatic Barrier<br>2. Mechanical Pack-off ✓                            |

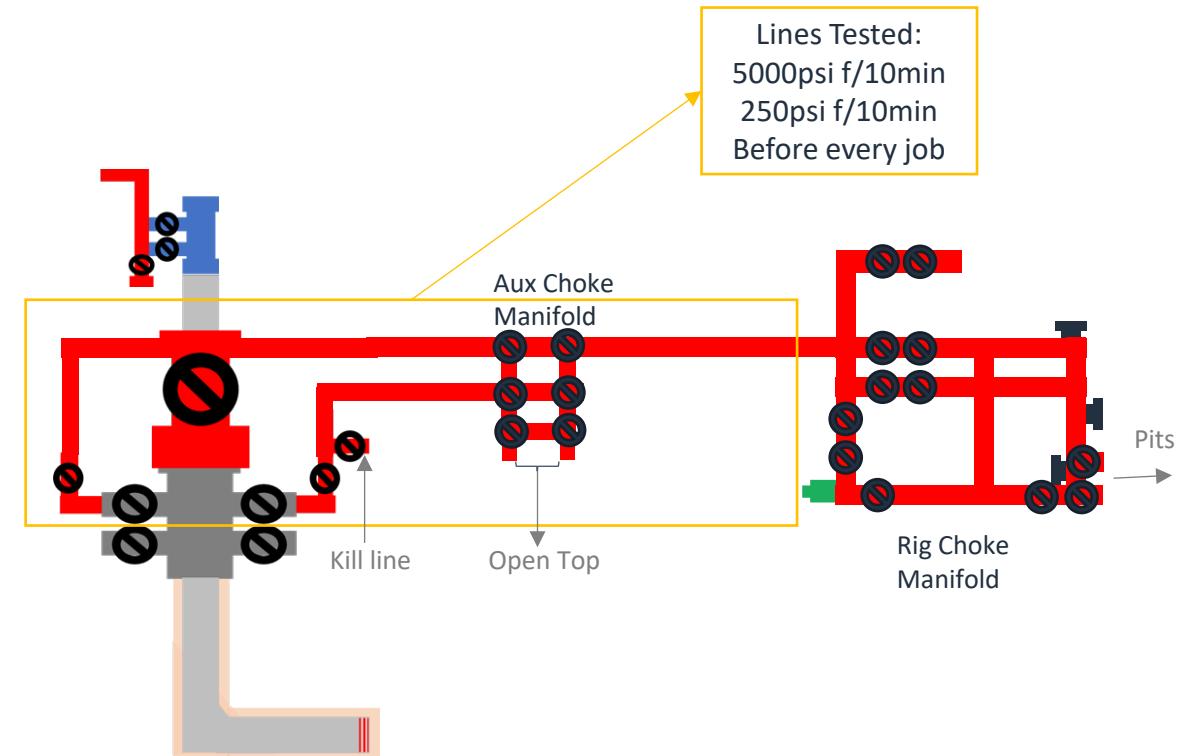


# Return Rig Up Diagram

Online



Offline



Note:

- 1) Have the Rig's same Well Control Capabilities as Online
- 2) Have more flexibility with Gate Valve than with a Landing Joint through BOP
- 3) Never had to circulate out a kick during Offline



# Production Bradenhead Cement Variance

—

# Production Bradenhead Cement

## **Shallow Target Production Offline Bradenhead:**

EOG Resources Inc. (EOG) respectfully requests a variance from the minimum standards to allow for offline bradenhead cementing of the production string after primary cementing operations have been completed. The primary cement job will be pumped conventionally (online) to top of the Brushy Canyon and will cover the target production intervals, and after production pack-off is set and tested, bradenhead will be pumped through casing valves between the production and intermediate casings (offline). For the bradenhead stage of production cementing, the barriers remain the same for offline cementing compared to performing it online.

The bradenhead will be the primary option for production cementing. EOG also requests to have the conventional option in place to accommodate for logistical or wellbore conditions. The tie back requirements will be met if the cement is pumped conventionally, and cement volumes will be adjusted accordingly. TOC will be verified by CBL.



# Salt Section Annular Clearance

---

# Current Design (Salt Strings)

## 0.422" Annular clearance requirement

- Casing collars shall have a minimum clearance of 0.422 inches on all sides in the hole/casing annulus, with recognition that variances can be granted for justified exceptions.

- 12.25" Hole x 9.625" 40# J55/HCK55 LTC Casing
  - 1.3125" Clearance to casing OD
  - 0.8125" Clearance to coupling OD
- 9.875" Hole x 8.75" 38.5# P110 Sprint-SF Casing
  - 0.5625" Clearance to casing OD
  - 0.433" Clearance to coupling OD

# Annular Clearance Variance Request

**EOG request permission to allow deviation from the 0.422" annulus clearance requirement for the intermediate (salt) section from Onshore Order #2 under the following conditions:**

- The variance is not applicable within the Potash Boundaries or Capitan Reef areas.
- Operator takes responsibility to get casing to set point in the event that the clearance causes stuck pipe issues

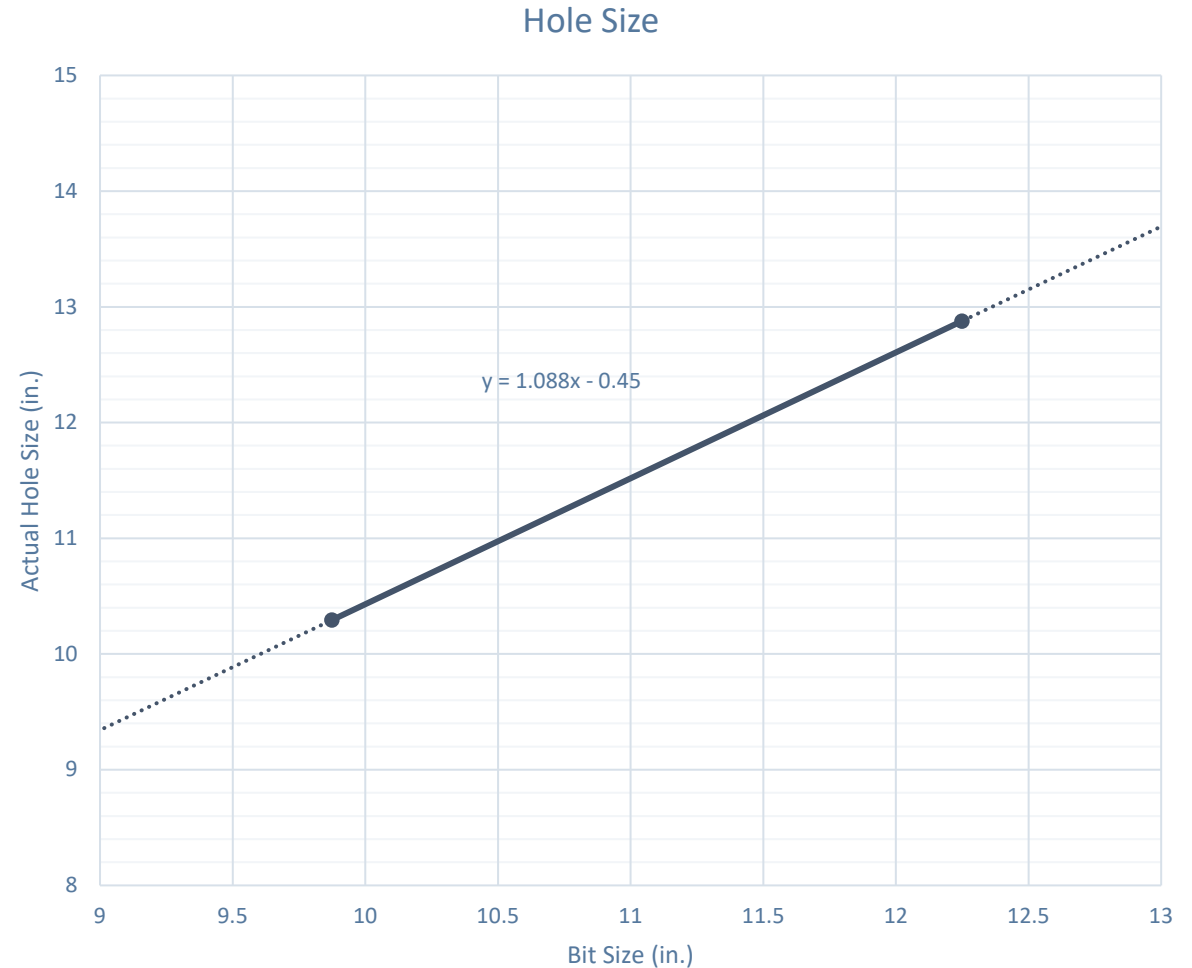
# Volumetric Hole Size Calculation

## Hole Size Calculations Off Cement Volumes

- Known volume of cement pumped
- Known volume of cement returned to surface
- Must not have had any losses
- Must have bumped plug

## Average Hole Size

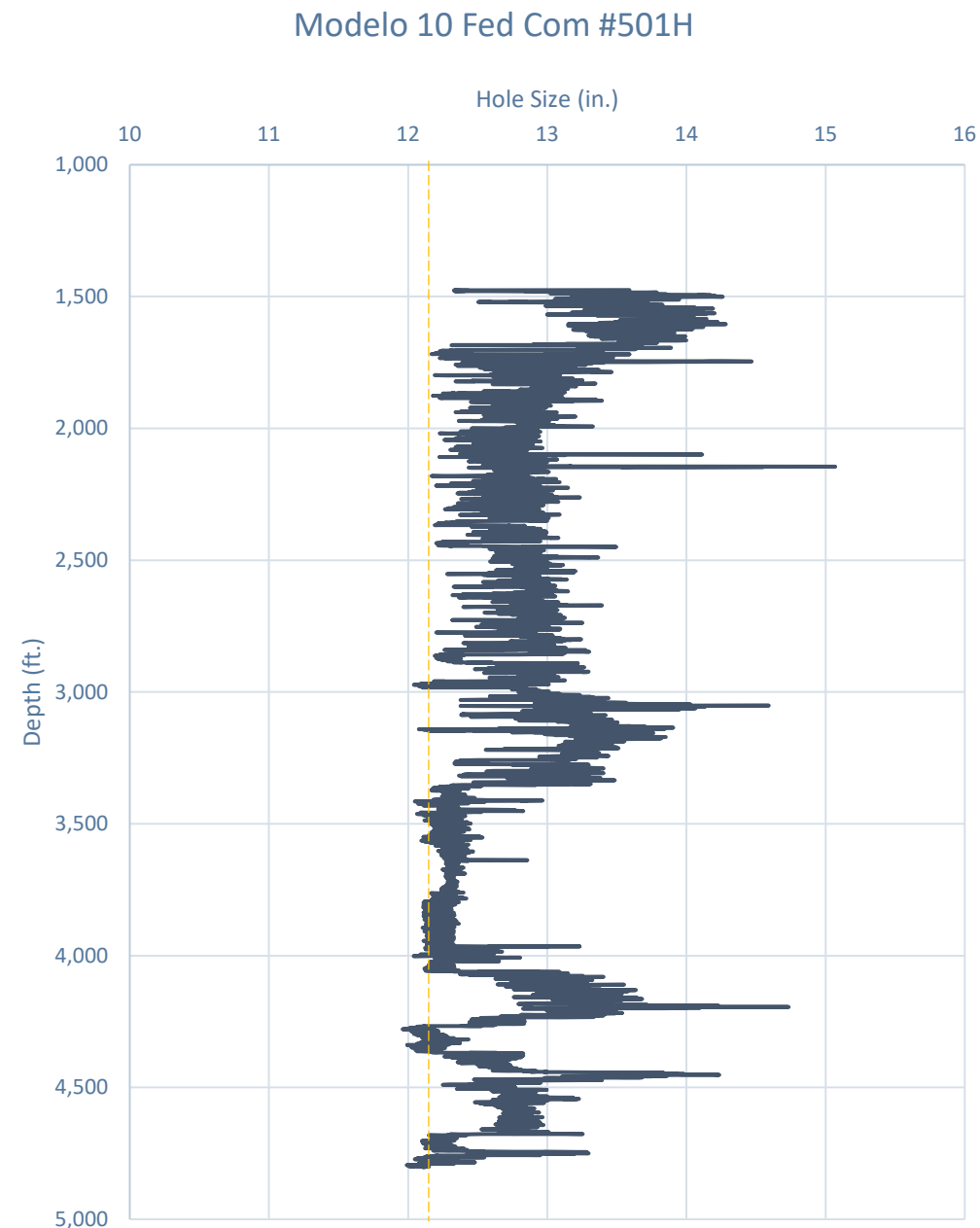
- 12.25" Hole
  - 12.88" Hole
    - 5.13% diameter increase
    - 10.52% area increase
  - 0.63" Average enlargement
  - 0.58" Median enlargement
  - 179 Well Count
- 9.875" Hole
  - 10.30" Hole
    - 4.24% diameter increase
    - 9.64% area increase
  - 0.42" Average enlargement
  - 0.46" Median enlargement
  - 11 Well Count



# Caliper Hole Size (12.25")

## Average Hole Size

- 12.25" Bit
  - 12.76" Hole
    - 4.14% diameter increase
    - 8.44% area increase
  - 0.51" Average enlargement
  - 0.52" Median enlargement
  - Brine



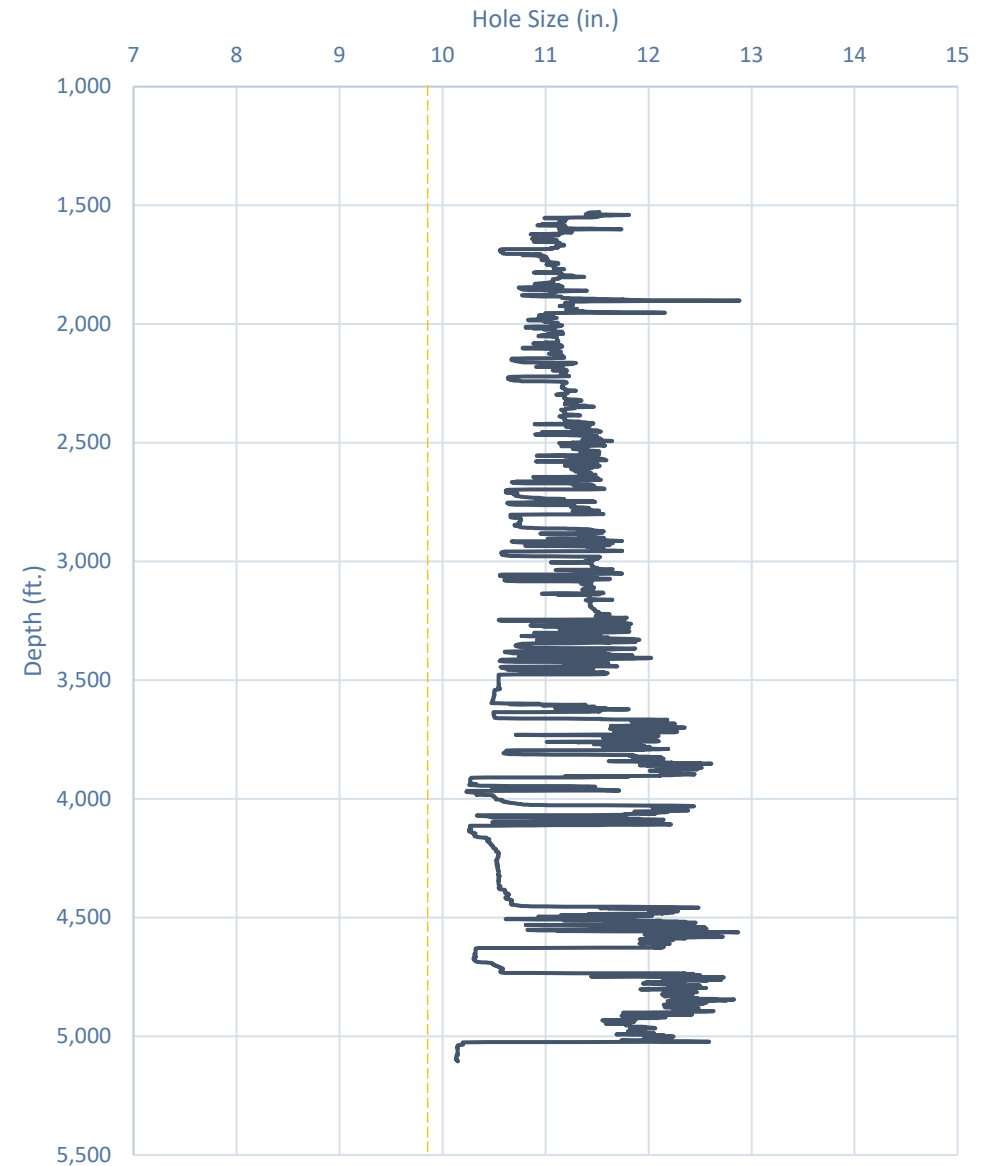


# Caliper Hole Size (9.875")

## Average Hole Size

- 9.875" Hole
  - 11.21" Hole
    - 13.54% diameter increase
    - 28.92% area increase
  - 1.33" Average enlargement
  - 1.30" Median enlargement
  - EnerLite

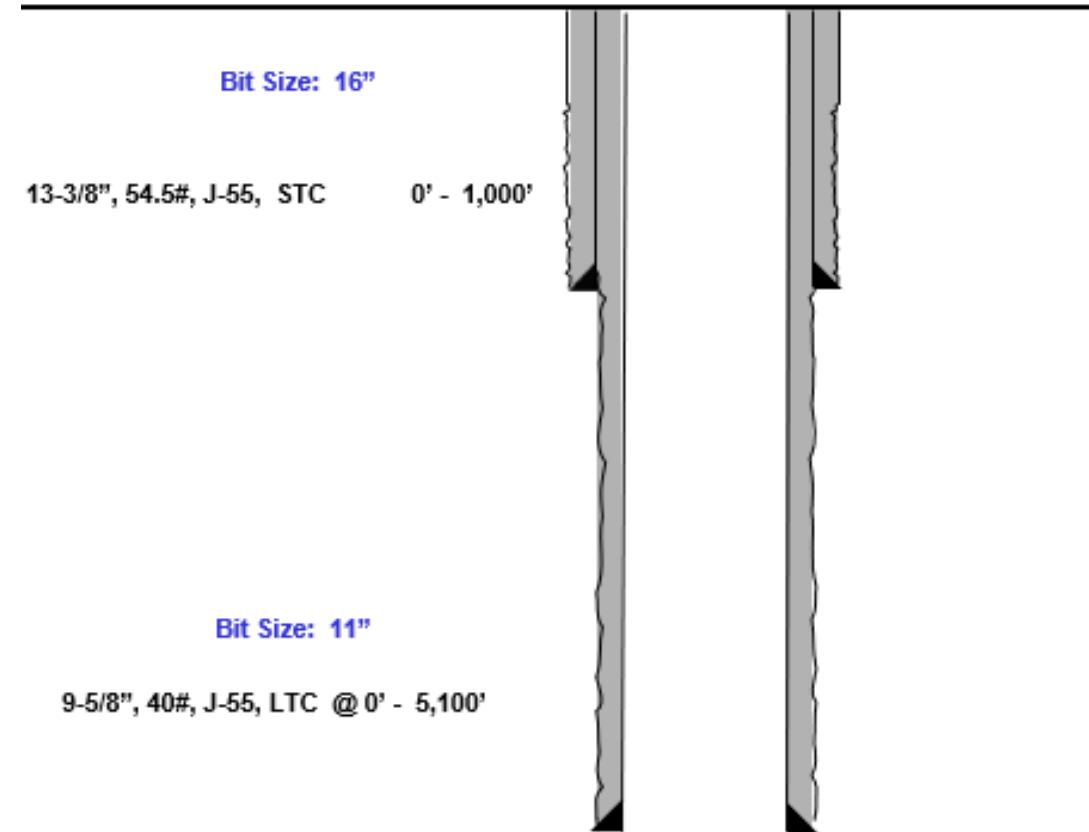
Whirling Wind 11 Fed Com #744H



# Design A

## Proposed 11" Hole with 9.625" 40# J55/HCK55 LTC Casing

- 11" Bit + 0.52" Average hole enlargement = 11.52" Hole Size
  - 0.9475" Clearance to casing OD
 
$$= \frac{11.52 - 9.625}{2}$$
  - 0.4475" Clearance to coupling OD
 
$$= \frac{11.52 - 10.625}{2}$$
- Previous Shoe – 13.375" 54.5# J55 STC
  - 0.995" Clearance to coupling OD (~1,200' overlap)
 
$$= \frac{12.615 - 10.625}{2}$$



# Design B

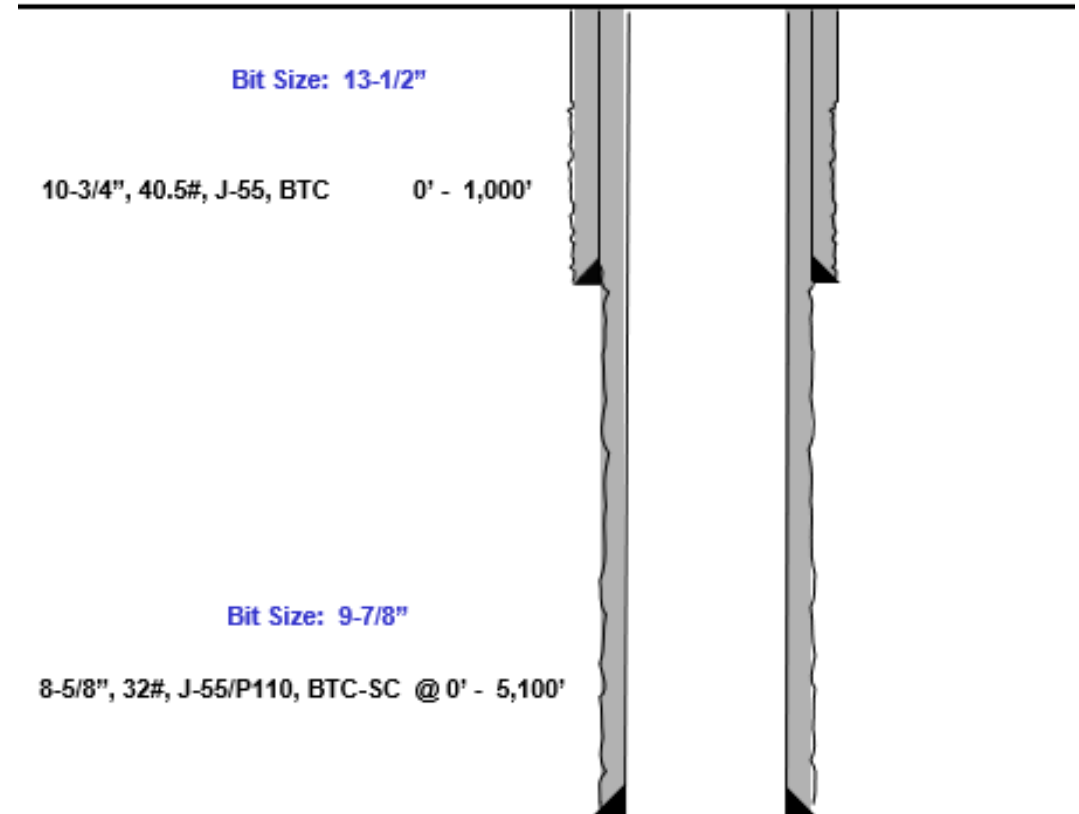
## Proposed 9.875" Hole with 8.625" 32# J55/P110 BTC-SC Casing

- 9.875" Bit + 0.42" Average hole enlargement = 10.295" Hole Size
  - 0.835" Clearance to casing OD  

$$= \frac{10.295 - 8.625}{2}$$
  - 0.585" Clearance to coupling OD  

$$= \frac{10.295 - 9.125}{2}$$
- Previous Shoe – 10.75" 40.5# J55 STC
  - 0.4625" Clearance to coupling OD (~1,200' overlap)  

$$= \frac{10.05 - 9.125}{2}$$





# Index

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# Casing Spec Sheets

## PERFORMANCE DATA

API LTC

Technical Data Sheet

9.625 in

40.00 lbs/ft

K55 HC

### Tubular Parameters

|                     |        |        |                              |       |      |
|---------------------|--------|--------|------------------------------|-------|------|
| Size                | 9.625  | in     | Minimum Yield                | 55    | ksi  |
| Nominal Weight      | 40.00  | lbs/ft | Minimum Tensile              | 95    | ksi  |
| Grade               | K55 HC |        | Yield Load                   | 629   | kips |
| PE Weight           | 38.94  | lbs/ft | Tensile Load                 | 1088  | kips |
| Wall Thickness      | 0.395  | in     | Min. Internal Yield Pressure | 3,950 | psi  |
| Nominal ID          | 8.835  | in     | Collapse Pressure            | 3600  | psi  |
| Drift Diameter      | 8.750  | in     |                              |       |      |
| Nom. Pipe Body Area | 11.454 | in²    |                              |       |      |

### Connection Parameters

|                              |        |       |
|------------------------------|--------|-------|
| Connection OD                | 10.625 | in    |
| Coupling Length              | 10.500 | in    |
| Threads Per Inch             | 8      | tpi   |
| Standoff Thread Turns        | 3.50   | turns |
| Make-Up Loss                 | 4.750  | in    |
| Min. Internal Yield Pressure | 3,950  | psi   |

## Pipe Body and API Connections Performance Data

13.375 54.50/0.380 J55

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USC ☒ Metric

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| Mechanical Properties            | Pipe   | BTC    | LTC | STC    |          |
|----------------------------------|--------|--------|-----|--------|----------|
| Minimum Yield Strength           | 55,000 | --     | --  | --     | psi      |
| Maximum Yield Strength           | 80,000 | --     | --  | --     | psi      |
| Minimum Tensile Strength         | 75,000 | --     | --  | --     | psi      |
| Dimensions                       | Pipe   | BTC    | LTC | STC    |          |
| Outside Diameter                 | 13.375 | 14.375 | --  | 14.375 | in.      |
| Wall Thickness                   | 0.380  | --     | --  | --     | in.      |
| Inside Diameter                  | 12.615 | 12.615 | --  | 12.615 | in.      |
| Standard Drift                   | 12.459 | 12.459 | --  | 12.459 | in.      |
| Alternate Drift                  | --     | --     | --  | --     | in.      |
| Nominal Linear Weight, T&C       | 54.50  | --     | --  | --     | lbs/ft   |
| Plain End Weight                 | 52.79  | --     | --  | --     | lbs/ft   |
| Performance                      | Pipe   | BTC    | LTC | STC    |          |
| Minimum Collapse Pressure        | 1,130  | 1,130  | --  | 1,130  | psi      |
| Minimum Internal Yield Pressure  | 2,740  | 2,740  | --  | 2,740  | psi      |
| Minimum Pipe Body Yield Strength | 853.00 | --     | --  | --     | 1000 lbs |
| Joint Strength                   | --     | 909    | --  | 514    | 1000 lbs |
| Reference Length                 | --     | 11,125 | --  | 6,290  | ft       |
| Make-Up Data                     | Pipe   | BTC    | LTC | STC    |          |
| Make-Up Loss                     | --     | 4.81   | --  | 3.50   | in.      |
| Minimum Make-Up Torque           | --     | --     | --  | 3,860  | ft-lbs   |
| Maximum Make-Up Torque           | --     | --     | --  | 6,430  | ft-lbs   |



# Casing Spec Sheets

## Pipe Body and API Connections Performance Data

10.750 40.50/0.350 J55

PDF

New Search »

« Back to Previous List

USC ☒ Metric

6/8/2015 10:14:05 AM

| Mechanical Properties            | Pipe   | BTC    | LTC | STC    |          |
|----------------------------------|--------|--------|-----|--------|----------|
| Minimum Yield Strength           | 55,000 | --     | --  | --     | psi      |
| Maximum Yield Strength           | 80,000 | --     | --  | --     | psi      |
| Minimum Tensile Strength         | 75,000 | --     | --  | --     | psi      |
| Dimensions                       | Pipe   | BTC    | LTC | STC    |          |
| Outside Diameter                 | 10.750 | 11.750 | --  | 11.750 | in.      |
| Wall Thickness                   | 0.350  | --     | --  | --     | in.      |
| Inside Diameter                  | 10.050 | 10.050 | --  | 10.050 | in.      |
| Standard Drift                   | 9.894  | 9.894  | --  | 9.894  | in.      |
| Alternate Drift                  | --     | --     | --  | --     | in.      |
| Nominal Linear Weight, T&C       | 40.50  | --     | --  | --     | lbs/ft   |
| Plain End Weight                 | 38.91  | --     | --  | --     | lbs/ft   |
| Performance                      | Pipe   | BTC    | LTC | STC    |          |
| Minimum Collapse Pressure        | 1,580  | 1,580  | --  | 1,580  | psi      |
| Minimum Internal Yield Pressure  | 3,130  | 3,130  | --  | 3,130  | psi      |
| Minimum Pipe Body Yield Strength | 629.00 | --     | --  | --     | 1000 lbs |
| Joint Strength                   | --     | 700    | --  | 420    | 1000 lbs |
| Reference Length                 | --     | 11,522 | --  | 6,915  | ft       |
| Make-Up Data                     | Pipe   | BTC    | LTC | STC    |          |
| Make-Up Loss                     | --     | 4.81   | --  | 3.50   | in.      |
| Minimum Make-Up Torque           | --     | --     | --  | 3,150  | ft-lbs   |
| Maximum Make-Up Torque           | --     | --     | --  | 5,250  | ft-lbs   |



### API 5CT, 10th Ed. Connection Data Sheet

| O.D. (in) | WEIGHT (lb/ft)                     | WALL (in) | GRADE | *API DRIFT (in) | RBW % |
|-----------|------------------------------------|-----------|-------|-----------------|-------|
| 8.625     | Nominal: 32.00<br>Plain End: 31.13 | 0.352     | J55   | 7.796           | 87.5  |

| Material Properties (PE)  |        | Pipe Body Data (PE)                          |                       |
|---------------------------|--------|--|-----------------------|
| Pipe                      |        | Geometry                                     |                       |
| Minimum Yield Strength:   | 55 ksi | Nominal ID:                                  | 7.92 inch             |
| Maximum Yield Strength:   | 80 ksi | Nominal Area:                                | 9.149 in <sup>2</sup> |
| Minimum Tensile Strength: | 75 ksi | *Special/Alt. Drift:                         | 7.875 inch            |
| Coupling                  |        | Performance                                  |                       |
| Minimum Yield Strength:   | 55 ksi | Pipe Body Yield Strength:                    | 503 kips              |
| Maximum Yield Strength:   | 80 ksi | Collapse Resistance:                         | 2,530 psi             |
| Minimum Tensile Strength: | 75 ksi | Internal Yield Pressure:<br>(API Historical) | 3,930 psi             |

| API Connection Data                   |  | API Connection Torque                              |  |
|---------------------------------------|--|--|--|
| Coupling OD: 9.625"                   |  | STC Torque (ft-lbs)                                |  |
| STC Performance                       |  | Min: 2,793 Opti: 3,724 Max: 4,655                  |  |
| STC Internal Pressure:                |  |  |  |
| STC Joint Strength:                   |  |  |  |
| LTC Performance                       |  | LTC Torque (ft-lbs)                                |  |
| LTC Internal Pressure:                |  | Min: 3,130 Opti: 4,174 Max: 5,217                  |  |
| LTC Joint Strength:                   |  |  |  |
| SC-BTC Performance - Cplg OD = 9.125" |  | BTC Torque (ft-lbs)                                |  |
| BTC Internal Pressure:                |  | follow API guidelines regarding positional make up |  |
| BTC Joint Strength:                   |  |  |  |

\*Alt. Drift will be used unless API Drift is specified on order.

\*\*If above API connections do not suit your needs, VAM® premium connections are available up to 100% of pipe body ratings.

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Rev 3, 7/30/2021

10/21/2022 15:24



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## EOG BLANKET CASING DESIGN VARIANCE

EOG respectfully requests the drill plans in the attached document 'EOG BLM Variance 5a - Alternate Shallow Casing Designs' be added to the COA's for this well. These designs have been approved by the BLM down to the TVDs listed below and will allow EOG to run alternate casing designs for this well if necessary.

The designs and associated details listed are the "worst case scenario" boundaries for design safety factors. Location and lithology have NOT been accounted for in these designs. The specific well details will be based on the APD/Sundry package and the information listed in the COA.

The mud program will not change from the original design for this well. Summary of the mud programs for both shallow and deep targets are listed at the end of this document. If the target is changing, a sundry will be filed to update the casing design and mud/cement programs.

Cement volumes listed in this document are for reference only. The cement volumes for the specific well will be adjusted to ensure cement tops meet BLM requirements as listed in the COA and to allow bradenhead cementing when applicable.

This blanket document only applies to wells with three string designs outside of Potash and Capitan Reef boundaries.

| <b>Shallow Design Boundary Conditions</b> |                 |                  |               |                     |
|---|-----------------|------------------|---------------|---------------------|
|   | Deepest MD (ft) | Deepest TVD (ft) | Max Inc (deg) | Max DLS (°/100usft) |
| Surface                                   | 2030            | 2030             | 0             | 0                   |
| Intermediate                              | 7793            | 5650             | 40            | 8                   |
| Production                                | 28578           | 12000            | 90            | 25                  |



## Shallow Design A

## 4. CASING PROGRAM

| Hole Size | Interval MD |         | Interval TVD |         | Csg OD  | Weight | Grade   | Conn        |
|-----------|-------------|---------|--------------|---------|---------|--------|---------|-------------|
|           | From (ft)   | To (ft) | From (ft)    | To (ft) |         |        |         |             |
| 16"       | 0           | 2,161   | 0            | 2,030   | 13-3/8" | 54.5#  | J-55    | STC         |
| 11"       | 0           | 7,951   | 0            | 5,650   | 9-5/8"  | 40#    | J-55    | LTC         |
| 6-3/4"    | 0           | 29,353  | 0            | 12,000  | 5-1/2"  | 20#    | P110-EC | DWC/C IS MS |

Hole will be full during casing run for well control and tensile SF factor. Casing will be kept at least half full during run for this design to meet BLM collapse SF requirement. External pressure will be reviewed prior to conducting casing pressure tests to ensure that 70% of the yield is not exceeded.

Variance is requested to waive the centralizer requirements for the 9-5/8" casing in the 11" hole size. An expansion additive will be utilized, in the cement slurry, for the entire length of the 11" hole interval to maximize cement bond and zonal isolation.

Variance is also requested to waive any centralizer requirements for the 5-1/2" casing in the 6-3/4" hole size. An expansion additive will be utilized, in the cement slurry, for the entire length of the 6-3/4" hole interval to maximize cement bond and zonal isolation.

EOG requests permission to allow deviation from the 0.422" annulus clearance requirement for the intermediate (salt) section from Title 43 CFR Part 3170 under the following conditions:

- The variance is not applicable within the Potash Boundaries or Capitan Reef areas.
- Operator takes responsibility to get casing to set point in the event that the clearance causes stuck pipe issues.

## 5. CEMENTING PROGRAM:

| Depth             | No. Sacks | Wt. ppg | Yld Ft <sup>3</sup> /sk | Slurry Description  |
|-------------------|-----------|---------|-------------------------|---|
| 2,030'<br>13-3/8" | 570       | 13.5    | 1.73                    | Lead: Class C/H + 4.0% Bentonite Gel + 0.5% CaCl <sub>2</sub> + 0.25 lb/sk Cello-Flake (TOC @ Surface)                                      |
|                   | 160       | 14.8    | 1.34                    | Tail: Class C/H + 0.6% FL-62 + 0.25 lb/sk Cello-Flake + 0.2% Sodium Metasilicate (TOC @ 1830')  |
| 8,050'<br>9-5/8"  | 760       | 12.7    | 2.22                    | Lead: Class C/H + 10% NaCl + 6% Bentonite Gel + 3% MagOx (TOC @ Surface)  |
|                   | 250       | 14.8    | 1.32                    | Tail: Class C/H + 10% NaCl + 3% MagOx (TOC @ 6360')   |
| 29,353'<br>5-1/2" | 1000      | 14.8    | 1.32                    | Bradenhead squeeze: Class C/H + 3% Salt + 1% PreMag-M + 6% Bentonite Gel (TOC @ surface)  |
|                   | 1480      | 13.2    | 1.52                    | Tail: Class C/H + 5% NEX-020 + 0.2% NAC-102 + 0.15% NAS-725 + 0.5% NFL-549 + 0.2% NFP-703 + 1% NBE-737 + 0.3% NRT-241 (TOC @ Top of Brushy) |



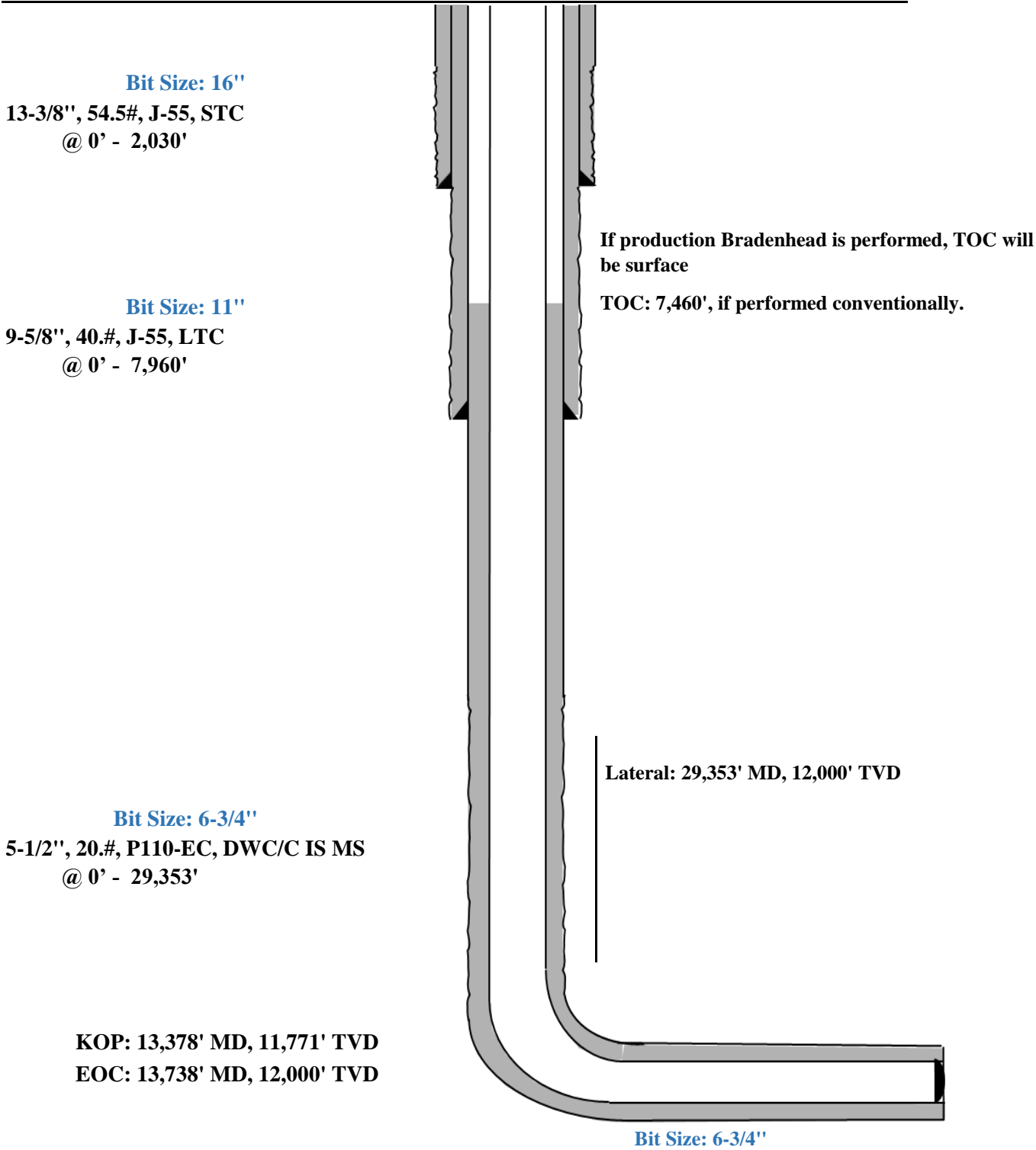


Shallow Design A

Proposed Wellbore

KB: 3558'

GL: 3533'

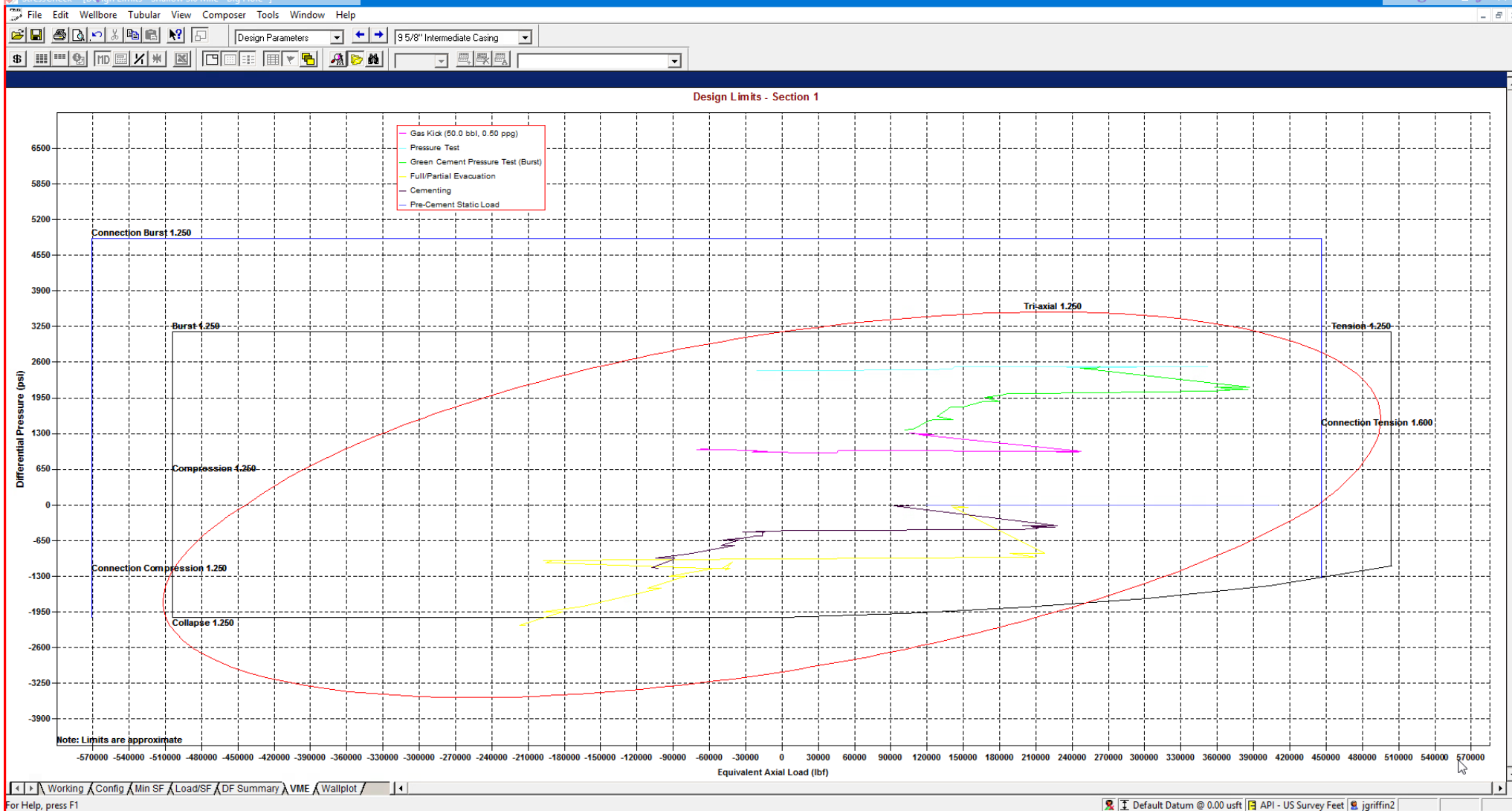


| Triaxial Results |                      |                         |                               |                                |                               |                        |       |              |         |                     |                |          |  |                          |
|------------------|----------------------|-------------------------|-------------------------------|--------------------------------|-------------------------------|------------------------|-------|--------------|---------|---------------------|----------------|----------|--|--------------------------|
|                  | Depth (MD)<br>(usft) | Axial Force (lbf)       |                               | Equivalent<br>Axial Load (lbf) | Bending Stress<br>at OD (psi) | Absolute Safety Factor |       |              |         | Temperature<br>(°F) | Pressure (psi) |          | Addtl Pickup To<br>Prevent Buck. (lbf) | Buckled<br>Length (usft) |
|                  |                      | Apparent<br>(w/Bending) | Actual<br>(w/o Bending)       |                                |                               | Triaxial               | Burst | Collapse (V) | Axial   |                     | Internal       | External |  |                          |
| 1                | 0                    | 252987                  | 228954                        | 253140                         | 2098.2                        | 1.69                   | 1.58  | N/A          | 2.82 F  | 70.00               | 2500.00        | 0.00     | N/A                                    | N/A                      |
| 2                | 100                  | 247735                  | 223702                        | 248466                         | 2098.2                        | 1.69                   | 1.58  | N/A          | 2.88 F  | 71.10               | 2543.63        | 43.63    |  |                          |
| 3                | 100                  | 234996                  | 223701                        | 235716                         | 986.2                         | 1.71                   | 1.58  | N/A          | 3.04 F  | 71.10               | 2543.64        | 43.64    |  |                          |
| 4                | 1700                 | 341565                  | 139667                        | 352253                         | 17627.2                       | 1.53                   | 1.57  | N/A          | 2.09 F  | 88.70               | 3241.64        | 741.64   |  |                          |
| 5                | 1700                 | 312979                  | 139666                        | 323488                         | 15131.5                       | 1.58                   | 1.57  | N/A          | 2.28 F  | 88.70               | 3241.65        | 741.65   |  |                          |
| 6                | 1850                 | 336881                  | 132027                        | 348440                         | 17885.2                       | 1.51                   | 1.57  | N/A          | 2.12 F  | 90.29               | 3305.05        | 805.05   |  |                          |
| 7                | 1850                 | 318549                  | 132027                        | 329984                         | 16284.8                       | 1.54                   | 1.57  | N/A          | 2.24 F  | 90.29               | 3305.06        | 805.06   |  |                          |
| 8                | 1950                 | 320468                  | 127243                        | 332475                         | 16869.9                       | 1.52                   | 1.57  | N/A          | 2.23 F  | 91.30               | 3344.87        | 844.87   |  |                          |
| 9                | 1950                 | 312802                  | 127243                        | 324756                         | 16200.7                       | 1.53                   | 1.57  | N/A          | 2.28 F  | 91.30               | 3344.87        | 844.87   |  |                          |
| 10               | 2050                 | 307858                  | 122773                        | 320295                         | 16159.3                       | 1.52                   | 1.57  | N/A          | 2.32 F  | 92.23               | 3381.89        | 881.89   |  |                          |
| 11               | 2050                 | 303560                  | 122772                        | 315965                         | 15784.1                       | 1.53                   | 1.57  | N/A          | 2.35 F  | 92.23               | 3381.89        | 881.89   |  |                          |
| 12               | 2300                 | 151294                  | 112633                        | 163658                         | 3375.4                        | 1.71                   | 1.57  | N/A          | 4.72 F  | 94.35               | 3466.13        | 966.13   |  |                          |
| 13               | 2300                 | 132741                  | 112633                        | 144956                         | 1755.6                        | 1.72                   | 1.57  | N/A          | 5.38 F  | 94.35               | 3466.14        | 966.14   |  |                          |
| 14               | 2370                 | 129966                  | 109858                        | 142452                         | 1755.6                        | 1.72                   | 1.57  | N/A          | 5.49 F  | 94.94               | 3489.28        | 989.28   |  |                          |
| 15               | 2370                 | 127909                  | 107800                        | 140922                         | 1755.6                        | 1.75                   | 1.60  | N/A          | 5.58 F  | 94.94               | 3489.29        | 1036.40  |  |                          |
| 16               | 2700                 | 105515                  | 94232                         | 119785                         | 985.1                         | 1.75                   | 1.60  | N/A          | 6.77 F  | 97.73               | 3599.97        | 1152.35  |  |                          |
| 17               | 2700                 | 111680                  | 94231                         | 126006                         | 1523.4                        | 1.75                   | 1.60  | N/A          | 6.39 F  | 97.73               | 3599.97        | 1152.35  |  |                          |
| 18               | 3100                 | 110766                  | 77783                         | 126839                         | 2879.6                        | 1.71                   | 1.60  | N/A          | 6.44 F  | 101.11              | 3734.23        | 1293.00  |  |                          |
| 19               | 3100                 | 97392                   | 77783                         | 113331                         | 1712.1                        | 1.73                   | 1.60  | N/A          | 7.33 F  | 101.11              | 3734.23        | 1293.01  |  |                          |
| 20               | 3700                 | 71565                   | 53303                         | 89806                          | 1594.4                        | 1.70                   | 1.61  | N/A          | 9.97 F  | 106.15              | 3934.24        | 1502.54  |  |                          |
| 21               | 3700                 | 60887                   | 53302                         | 79004                          | 662.3                         | 1.71                   | 1.61  | N/A          | 11.72 F | 106.16              | 3934.25        | 1502.55  |  |                          |
| 22               | 4650                 | 34671                   | 14219                         | 56495                          | 1785.6                        | 1.64                   | 1.61  | N/A          | 20.59 F | 114.20              | 4253.37        | 1836.86  |  |                          |
| 23               | 4900                 | 44595                   | 4828                          | 67626                          | 3472.0                        | 1.59                   | 1.61  | N/A          | 16.01 F | 116.32              | 4337.37        | 1924.87  |  |                          |
| 24               | 4900                 | 28975                   | 4828                          | 51775                          | 2108.2                        | 1.62                   | 1.61  | N/A          | 24.64 F | 116.32              | 4337.38        | 1924.87  |  |                          |
| 25               | 5029                 | 22103                   | 34                            | 45340                          | 1926.8                        | 1.61                   | 1.61  | N/A          | 32.30 F | 117.40              | 4380.40        | 1969.94  |  |                          |
| 26               | 5029                 | 22102                   | 33                            | 45339                          | 1926.8                        | 1.61                   | 1.61  | N/A          | 32.30 F | 117.40              | 4380.41        | 1969.95  |  |                          |
| 27               | 5600                 | -45329                  | -21341                        | -20805                         | 2094.3                        | 1.57                   | 1.62  | N/A          | (13.67) | 122.23              | 4572.11        | 2170.78  |  |                          |
| 28               | 5650                 | -40465                  | -23210                        | -15657                         | 1506.5                        | 1.58                   | 1.62  | N/A          | (15.31) | 122.66              | 4588.87        | 2188.34  |  |                          |
| 29               |                      |                         |                               |                                |                               |                        |       |              |         |                     |                |          |  |                          |
| 30               |                      | F                       | Conn Fracture                 |                                |                               |                        |       |              |         |                     |                |          |  |                          |
| 31               |                      | ( )                     | Compression                   |                                |                               |                        |       |              |         |                     |                |          |  |                          |
| 32               |                      | (V)                     | Vector Collapse Safety Factor |                                |                               |                        |       |              |         |                     |                |          |  |                          |
| 33               |                      |                         |                               |                                |                               |                        |       |              |         |                     |                |          |  |                          |

9-5/8" Intermediate Casing Pressure Test:

Internal Profile based off Surface Pressure + Hydrostatic: 4589 psi

External Profile based off Pore Pressure: 2188 psi

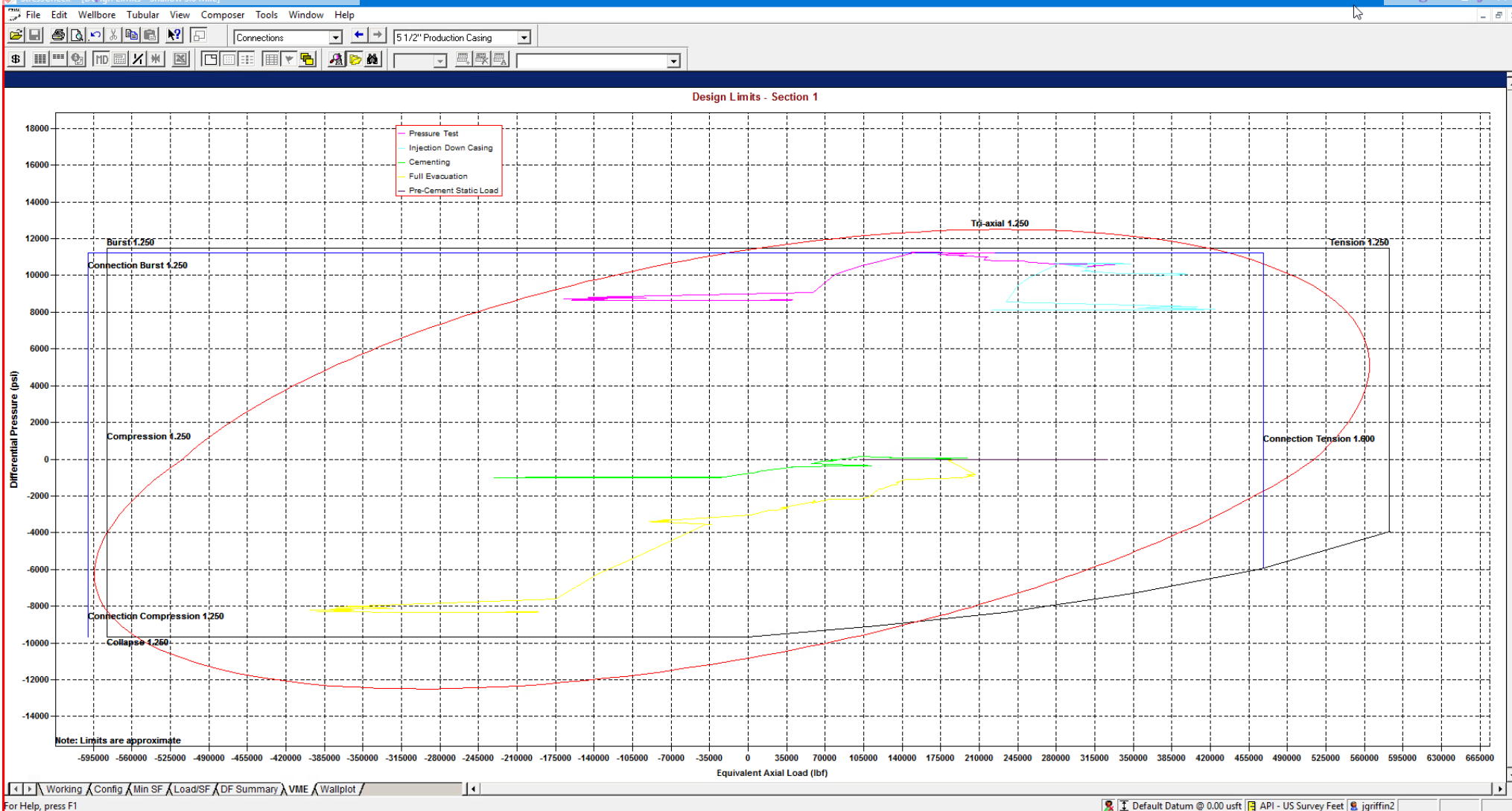


StressCheck - [String Summary - Shallow 3.0 Mile - Big Hole \*]

String Summary

|   | String                            | OD/Weight/Grade          | Connection | MD Interval (usft) | Drift Dia. (") | Minimum Safety Factor (Abs) |              |        |          | Design Cost (\$) |
|---|-----------------------------------|--------------------------|------------|--------------------|----------------|-----------------------------|--------------|--------|----------|------------------|
|   |                                   |                          |            |                    |                | Burst                       | Collapse (V) | Axial  | Triaxial |                  |
| 1 | Intermediate Casing               | 9 5/8", 40.000 ppf, J-55 | BTC, J-55  | 0.0-5650.0         | 8.750 A        | 1.57                        | 1.59         | 1.80 F | 1.35     | 98,141           |
| 2 |                                   |                          |            |                    |                |                             |              |        |          | Total = 98,141   |
| 3 |                                   |                          |            |                    |                |                             |              |        |          |                  |
| 4 | F Conn Fracture                   |                          |            |                    |                |                             |              |        |          |                  |
| 5 | A Alternate Drift                 |                          |            |                    |                |                             |              |        |          |                  |
| 6 | (V) Vector Collapse Safety Factor |                          |            |                    |                |                             |              |        |          |                  |
| 7 |                                   |                          |            |                    |                |                             |              |        |          |                  |

\*Modelling done with 9-5/8" 40# Intermediate Casing. Passes all Burst, Collapse and Tensile design criteria.



StressCheck - [String Summary - Shallow 3.0 Mile]

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Connections 5 1/2" Production Casing

|   | String                            | OD/Weight/Grade              | Connection    | MD Interval (usft) | Drift Dia. (") | Minimum Safety Factor (Abs) |              |        |          | Design Cost (\$) |
|---|-----------------------------------|------------------------------|---------------|--------------------|----------------|-----------------------------|--------------|--------|----------|------------------|
|   |                                   |                              |               |                    |                | Burst                       | Collapse (V) | Axial  | Triaxial |                  |
| 1 | Production Casing                 | 5 1/2", 20.000 ppf, P110 ICY | BTC, P110 ICY | 0.0-28578.0        | 4.653          | 1.27                        | 1.47         | 1.90 F | 1.35     | 446,902          |
| 2 |                                   |                              |               |                    |                |                             |              |        |          |                  |
| 3 |                                   |                              |               |                    |                |                             |              |        |          |                  |
| 4 | F Conn Fracture                   |                              |               |                    |                |                             |              |        |          |                  |
| 5 | ( ) Compression                   |                              |               |                    |                |                             |              |        |          |                  |
| 6 | (V) Vector Collapse Safety Factor |                              |               |                    |                |                             |              |        |          |                  |
| 7 |                                   |                              |               |                    |                |                             |              |        |          |                  |
|   |                                   |                              |               |                    |                |                             |              |        |          | Total = 446,902  |

\*Modelling done with 5-1/2" 20# Production Casing with a 125ksi Control Yield. Passes all Burst, Collapse and Tensile design criteria.



## Shallow Design B

## 4. CASING PROGRAM

| Hole Size | Interval MD |         | Interval TVD |         | Csg OD  | Weight | Grade   | Conn        |
|-----------|-------------|---------|--------------|---------|---------|--------|---------|-------------|
|           | From (ft)   | To (ft) | From (ft)    | To (ft) |         |        |         |             |
| 13-1/2"   | 0           | 2,161   | 0            | 2,030   | 10-3/4" | 40.5#  | J-55    | STC         |
| 9-7/8"    | 0           | 7,951   | 0            | 5,650   | 8-5/8"  | 32#    | J-55    | BTC-SC      |
| 6-3/4"    | 0           | 29,353  | 0            | 12,000  | 5-1/2"  | 20#    | P110-EC | DWC/C IS MS |

Hole will be full during casing run for well control and tensile SF factor. Casing will be kept at least half full during run for this design to meet BLM collapse SF requirement. External pressure will be reviewed prior to conducting casing pressure tests to ensure that 70% of the yield is not exceeded.

Variance is requested to waive the centralizer requirements for the 8-5/8" casing in the 9-7/8" hole size. An expansion additive will be utilized, in the cement slurry, for the entire length of the 9-7/8" hole interval to maximize cement bond and zonal isolation.

Variance is also requested to waive any centralizer requirements for the 5-1/2" casing in the 6-3/4" hole size. An expansion additive will be utilized, in the cement slurry, for the entire length of the 6-3/4" hole interval to maximize cement bond and zonal isolation.

EOG requests permission to allow deviation from the 0.422" annulus clearance requirement for the intermediate (salt) section from Title 43 CFR Part 3170 under the following conditions:

- The variance is not applicable within the Potash Boundaries or Capitan Reef areas.
- Operator takes responsibility to get casing to set point in the event that the clearance causes stuck pipe issues.

## 5. CEMENTING PROGRAM:

| Depth             | No. Sacks | Wt. ppg | Yld Ft <sup>3</sup> /sk | Slurry Description  |
|-------------------|-----------|---------|-------------------------|---|
| 2,030'<br>10-3/4" | 530       | 13.5    | 1.73                    | Lead: Class C/H + 4.0% Bentonite Gel + 0.5% CaCl <sub>2</sub> + 0.25 lb/sk Cello-Flake (TOC @ Surface)                                      |
|                   | 140       | 14.8    | 1.34                    | Tail: Class C/H + 0.6% FL-62 + 0.25 lb/sk Cello-Flake + 0.2% Sodium Metasilicate (TOC @ 1830')  |
| 8,050'<br>8-5/8"  | 470       | 12.7    | 2.22                    | Lead: Class C/H + 10% NaCl + 6% Bentonite Gel + 3% MagOx (TOC @ Surface)  |
|                   | 210       | 14.8    | 1.32                    | Tail: Class C/H + 10% NaCl + 3% MagOx (TOC @ 6360')   |
| 29,353'<br>5-1/2" | 1000      | 14.8    | 1.32                    | Bradenhead squeeze: Class C/H + 3% Salt + 1% PreMag-M + 6% Bentonite Gel (TOC @ surface)  |
|                   | 1480      | 13.2    | 1.52                    | Tail: Class C/H + 5% NEX-020 + 0.2% NAC-102 + 0.15% NAS-725 + 0.5% NFL-549 + 0.2% NFP-703 + 1% NBE-737 + 0.3% NRT-241 (TOC @ Top of Brushy) |

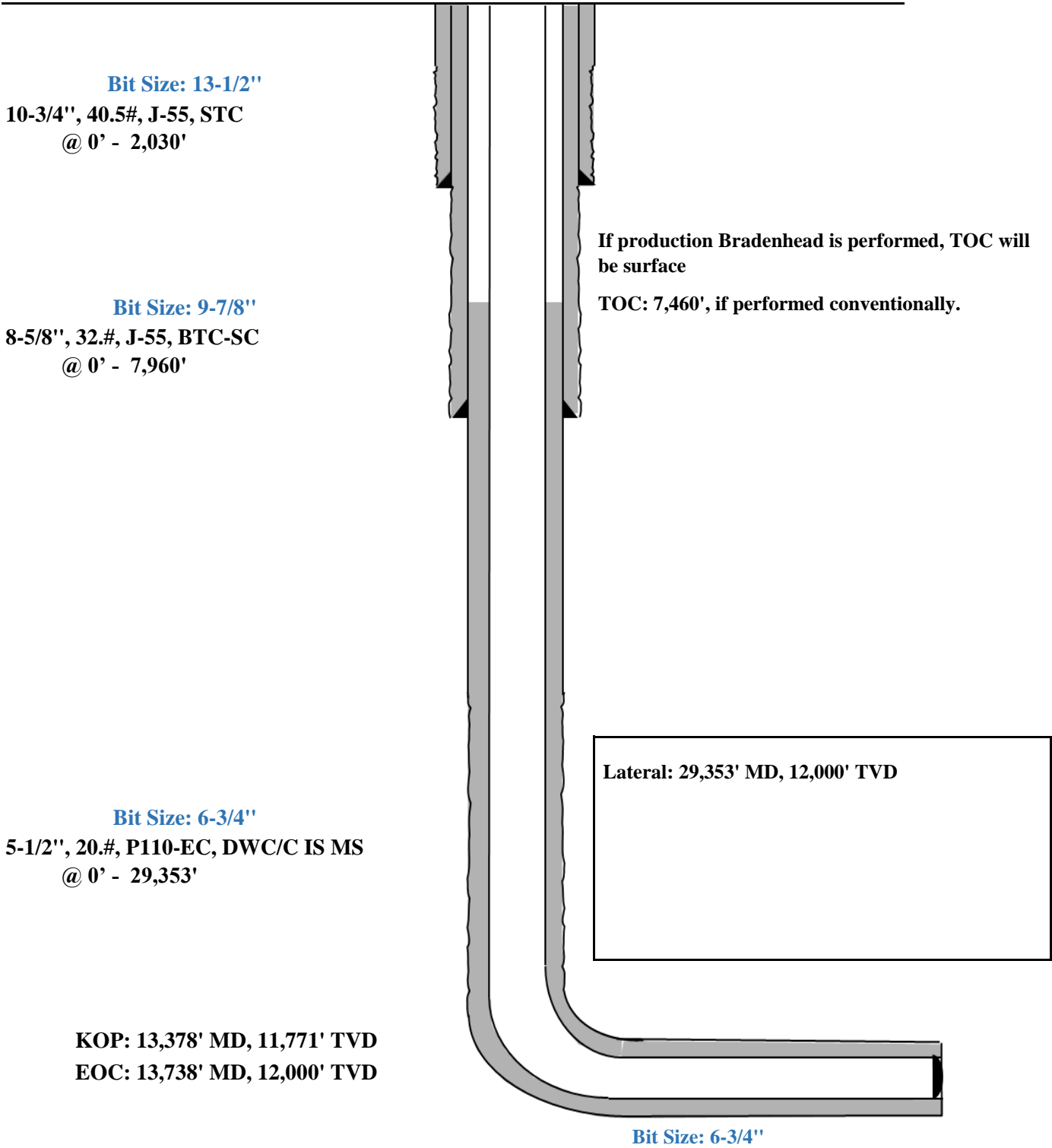


Shallow Casing Design B

Proposed Wellbore

KB: 3558'

GL: 3533'



StressCheck - [Triaxial Results - Shallow 3.0 Mile \*]

File Edit Wellbore Tubular View Composer Tools Window Help

Burst Design 8 5/8" Intermediate Casing

Pressure Test

Triaxial Results

|    | Depth (MD)<br>(usft) | Axial Force (lbf)       |                               | Equivalent<br>Axial Load (lbf) | Bending Stress<br>at OD (psi) | Absolute Safety Factor |       |              |         | Temperature<br>(°F) | Pressure (psi) |          | Addtl Pickup To<br>Prevent Buck. (lbf) | Buckled<br>Length (usft) |
|----|----------------------|-------------------------|-------------------------------|--------------------------------|-------------------------------|------------------------|-------|--------------|---------|---------------------|----------------|----------|--|--------------------------|
|    |                      | Apparent<br>(w/Bending) | Actual<br>(w/o Bending)       |                                |                               | Triaxial               | Burst | Collapse (V) | Axial   |                     | Internal       | External |  |                          |
| 1  | 0                    | 200426                  | 183224                        | 200546                         | 1880.2                        | 1.68                   | 1.57  | N/A          | 2.89 F  | 70.00               | 2500.00        | 0.00     | N/A                                    | N/A                      |
| 2  | 100                  | 196229                  | 179028                        | 196812                         | 1880.2                        | 1.69                   | 1.57  | N/A          | 2.95 F  | 71.10               | 2543.63        | 43.63    |  |                          |
| 3  | 100                  | 187111                  | 179027                        | 187686                         | 883.7                         | 1.70                   | 1.57  | N/A          | 3.10 F  | 71.10               | 2543.64        | 43.64    |  |                          |
| 4  | 1700                 | 256401                  | 111891                        | 264835                         | 15795.8                       | 1.56                   | 1.56  | N/A          | 2.26 F  | 88.70               | 3241.64        | 741.64   |  |                          |
| 5  | 1700                 | 235940                  | 111891                        | 244247                         | 13559.4                       | 1.60                   | 1.56  | N/A          | 2.45 F  | 88.70               | 3241.65        | 741.65   |  |                          |
| 6  | 1850                 | 252413                  | 105788                        | 261533                         | 16027.0                       | 1.54                   | 1.56  | N/A          | 2.29 F  | 90.29               | 3305.05        | 805.05   |  |                          |
| 7  | 1850                 | 239292                  | 105787                        | 248323                         | 14592.9                       | 1.56                   | 1.56  | N/A          | 2.42 F  | 90.29               | 3305.06        | 805.06   |  |                          |
| 8  | 1950                 | 240267                  | 101966                        | 249748                         | 15117.2                       | 1.54                   | 1.56  | N/A          | 2.41 F  | 91.30               | 3344.87        | 844.87   |  |                          |
| 9  | 1950                 | 234781                  | 101965                        | 244223                         | 14517.5                       | 1.56                   | 1.56  | N/A          | 2.47 F  | 91.30               | 3344.87        | 844.87   |  |                          |
| 10 | 2050                 | 230871                  | 98395                         | 240694                         | 14480.4                       | 1.55                   | 1.56  | N/A          | 2.51 F  | 92.23               | 3381.89        | 881.89   |  |                          |
| 11 | 2050                 | 227794                  | 98394                         | 237594                         | 14144.2                       | 1.55                   | 1.56  | N/A          | 2.54 F  | 92.23               | 3381.89        | 881.89   |  |                          |
| 12 | 2300                 | 117966                  | 90294                         | 127818                         | 3024.7                        | 1.70                   | 1.56  | N/A          | 4.91 F  | 94.35               | 3466.13        | 966.13   |  |                          |
| 13 | 2300                 | 104686                  | 90293                         | 114432                         | 1573.2                        | 1.71                   | 1.56  | N/A          | 5.53 F  | 94.35               | 3466.14        | 966.14   |  |                          |
| 14 | 2370                 | 102469                  | 88077                         | 112431                         | 1573.2                        | 1.71                   | 1.56  | N/A          | 5.65 F  | 94.94               | 3489.28        | 989.28   |  |                          |
| 15 | 2370                 | 100817                  | 86424                         | 111200                         | 1573.2                        | 1.75                   | 1.59  | N/A          | 5.75 F  | 94.94               | 3489.29        | 1036.40  |  |                          |
| 16 | 2700                 | 83660                   | 75583                         | 95052                          | 882.8                         | 1.74                   | 1.59  | N/A          | 6.92 F  | 97.73               | 3599.97        | 1152.35  |  |                          |
| 17 | 2700                 | 88072                   | 75583                         | 99504                          | 1365.1                        | 1.74                   | 1.59  | N/A          | 6.58 F  | 97.73               | 3599.97        | 1152.35  |  |                          |
| 18 | 3100                 | 86049                   | 62442                         | 98863                          | 2580.4                        | 1.71                   | 1.59  | N/A          | 6.73 F  | 101.11              | 3734.23        | 1293.00  |  |                          |
| 19 | 3100                 | 76477                   | 62441                         | 89195                          | 1534.2                        | 1.72                   | 1.59  | N/A          | 7.57 F  | 101.11              | 3734.23        | 1293.01  |  |                          |
| 20 | 3700                 | 55953                   | 42882                         | 70509                          | 1428.8                        | 1.69                   | 1.60  | N/A          | 10.35 F | 106.15              | 3934.24        | 1502.54  |  |                          |
| 21 | 3700                 | 48311                   | 42881                         | 62778                          | 593.5                         | 1.71                   | 1.60  | N/A          | 11.99 F | 106.16              | 3934.25        | 1502.55  |  |                          |
| 22 | 4000                 | 41458                   | 33043                         | 56865                          | 919.9                         | 1.69                   | 1.60  | N/A          | 13.97 F | 108.69              | 4034.82        | 1607.91  |  |                          |
| 23 | 4650                 | 26293                   | 11655                         | 43706                          | 1600.1                        | 1.63                   | 1.60  | N/A          | 22.03 F | 114.20              | 4253.37        | 1836.86  |  |                          |
| 24 | 4900                 | 32619                   | 4156                          | 50970                          | 3111.2                        | 1.59                   | 1.60  | N/A          | 17.76 F | 116.32              | 4337.37        | 1924.87  |  |                          |
| 25 | 4900                 | 21439                   | 4155                          | 39625                          | 1889.2                        | 1.61                   | 1.60  | N/A          | 27.02 F | 116.32              | 4337.38        | 1924.87  |  |                          |
| 26 | 5039                 | 15822                   | 26                            | 34389                          | 1726.6                        | 1.61                   | 1.61  | N/A          | 36.61 F | 117.49              | 4383.77        | 1973.48  |  |                          |
| 27 | 5039                 | 15822                   | 26                            | 34388                          | 1726.6                        | 1.61                   | 1.61  | N/A          | 36.61 F | 117.49              | 4383.78        | 1973.49  |  |                          |
| 28 | 5600                 | -33912                  | -16743                        | -14286                         | 1876.7                        | 1.57                   | 1.61  | N/A          | (14.60) | 122.23              | 4572.11        | 2170.78  |  |                          |
| 29 | 5650                 | -30585                  | -18235                        | -10742                         | 1350.0                        | 1.58                   | 1.61  | N/A          | (16.18) | 122.66              | 4588.87        | 2188.34  |  |                          |
| 30 |                      |                         |                               |                                |                               |                        |       |              |         |                     |                |          |  |                          |
| 31 |                      | F                       | Conn Fracture                 |                                |                               |                        |       |              |         |                     |                |          |  |                          |
| 32 |                      | ( )                     | Compression                   |                                |                               |                        |       |              |         |                     |                |          |  |                          |
| 33 |                      | (V)                     | Vector Collapse Safety Factor |                                |                               |                        |       |              |         |                     |                |          |  |                          |
| 34 |                      |                         |                               |                                |                               |                        |       |              |         |                     |                |          |  |                          |

Working Config Min SF Load/SF DF Summary VME Wallplot

For Help, press F1

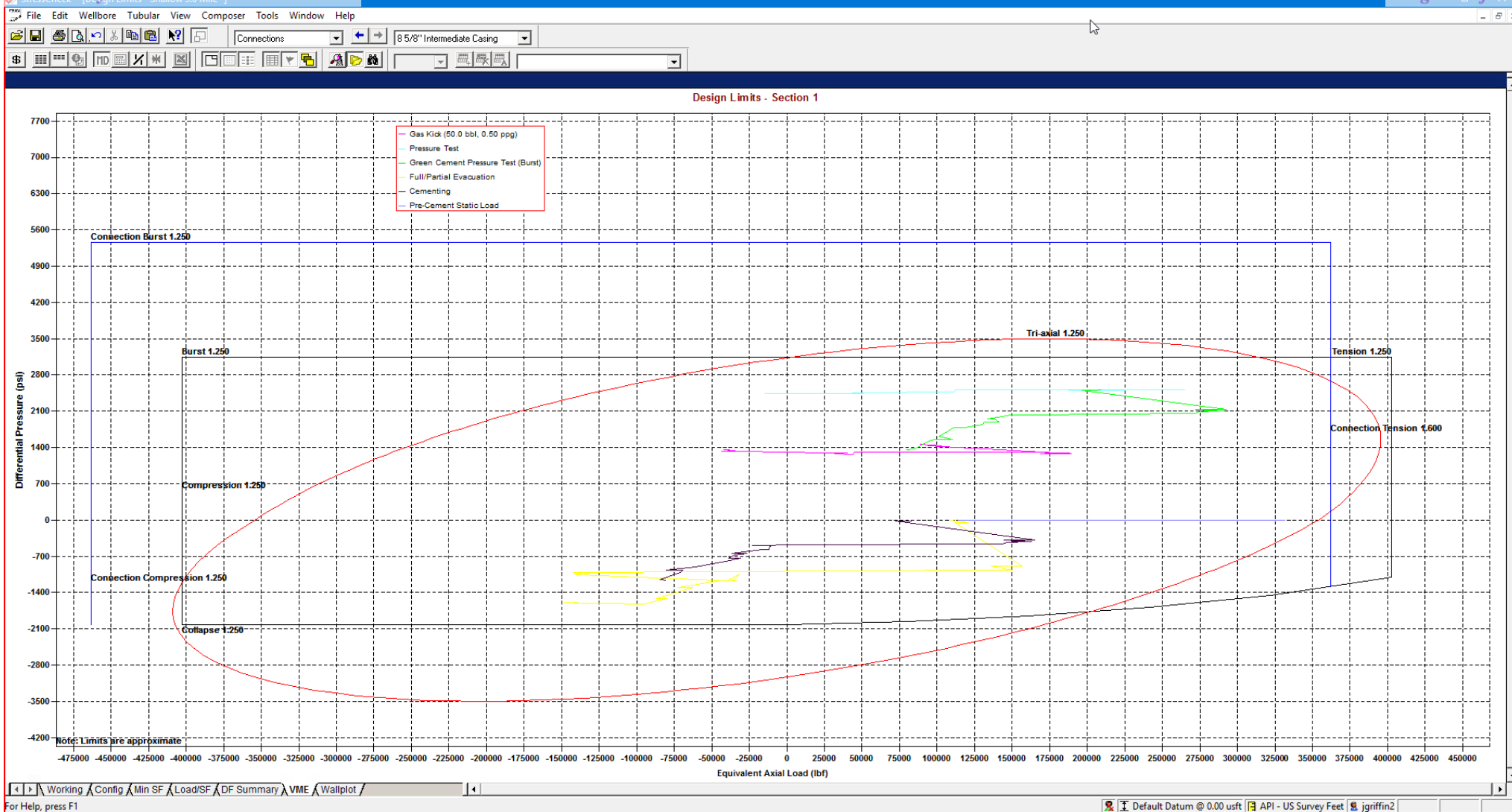
Default Datum @ 0.00 usft API - US Survey Feet jgriffin2

8-5/8" Intermediate Casing Pressure Test:

Internal Profile based off Surface Pressure + Hydrostatic: 4589 psi

External Profile based off Pore Pressure: 2188 psi





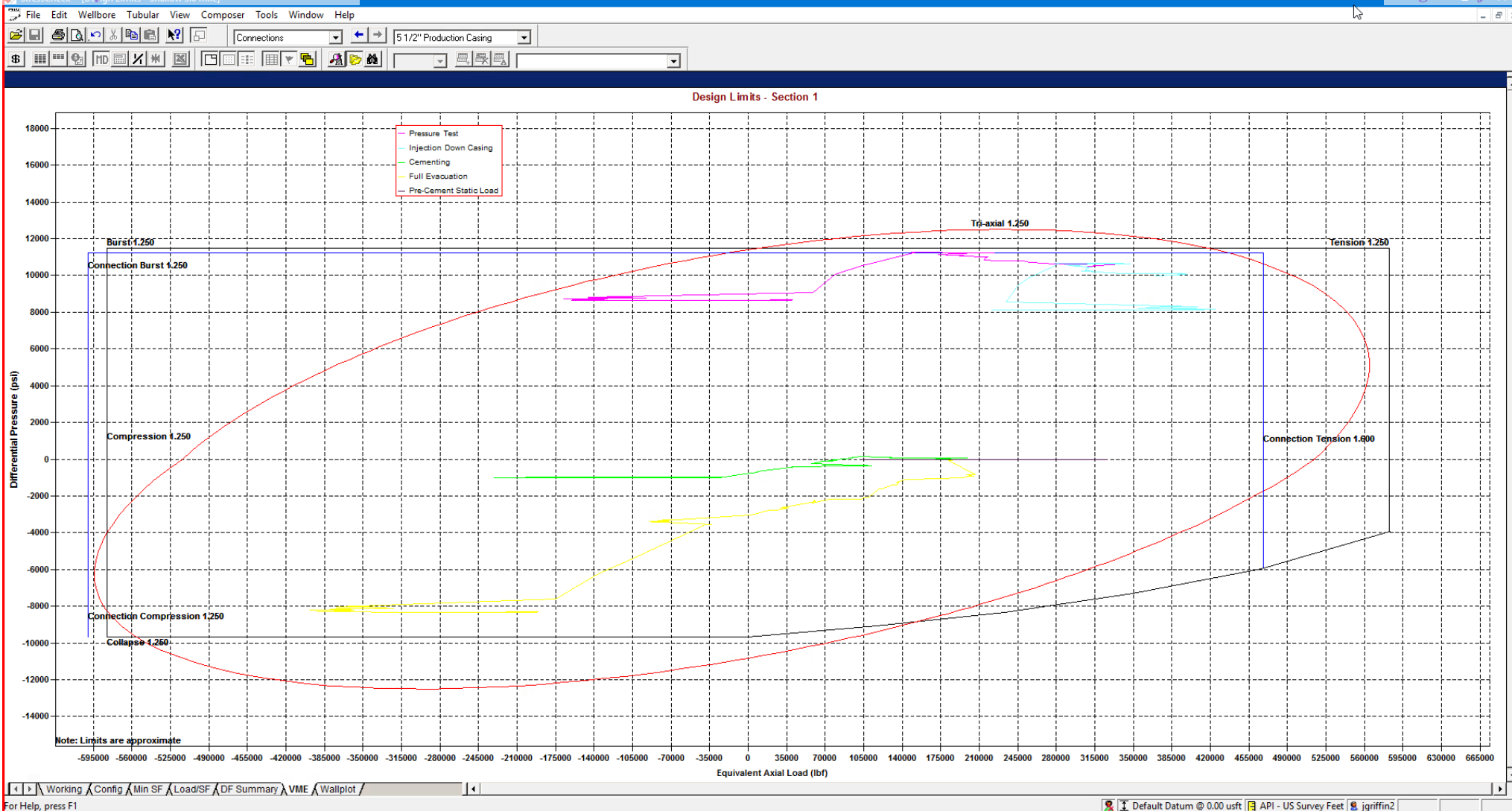
StressCheck - [String Summary - Shallow 3.0 Mile \*]

String Summary

|   | String                            | OD/Weight/Grade          | Connection | MD Interval (usft) | Drift Dia. (") | Minimum Safety Factor (Abs) |              |        |          | Design Cost (\$) |
|---|-----------------------------------|--------------------------|------------|--------------------|----------------|-----------------------------|--------------|--------|----------|------------------|
|   |                                   |                          |            |                    |                | Burst                       | Collapse (V) | Axial  | Triaxial |                  |
| 1 | Intermediate Casing               | 8 5/8", 32.000 ppg, J-55 | BTC, J-55  | 0.0-5650.0         | 7.875 A        | 1.56                        | 1.57         | 1.81 F | 1.34     | 80,117           |
| 2 |                                   |                          |            |                    |                |                             |              |        |          | Total = 80,117   |
| 3 |                                   |                          |            |                    |                |                             |              |        |          |                  |
| 4 | F Conn Fracture                   |                          |            |                    |                |                             |              |        |          |                  |
| 5 | A Alternate Drift                 |                          |            |                    |                |                             |              |        |          |                  |
| 6 | (V) Vector Collapse Safety Factor |                          |            |                    |                |                             |              |        |          |                  |
| 7 |                                   |                          |            |                    |                |                             |              |        |          |                  |

\*Modelling done with 8-5/8" 32# Intermediate Casing. Passes all Burst, Collapse and Tensile design criteria.





StressCheck - [String Summary - Shallow 3.0 Mile]

File Edit Wellbore Tubular View Composer Tools Window Help

Connections 5 1/2" Production Casing

String Summary

|   | String                            | OD/Weight/Grade              | Connection    | MD Interval (usft) | Drift Dia. (") | Minimum Safety Factor (Abs) |              |        |          | Design Cost (\$) |
|---|-----------------------------------|------------------------------|---------------|--------------------|----------------|-----------------------------|--------------|--------|----------|------------------|
|   |                                   |                              |               |                    |                | Burst                       | Collapse (V) | Axial  | Triaxial |                  |
| 1 | Production Casing                 | 5 1/2", 20.000 ppf, P110 ICY | BTC, P110 ICY | 0.0-28578.0        | 4.653          | 1.27                        | 1.47         | 1.90 F | 1.35     | 446,902          |
| 2 |                                   |                              |               |                    |                |                             |              |        |          |                  |
| 3 |                                   |                              |               |                    |                |                             |              |        |          |                  |
| 4 | F Conn Fracture                   |                              |               |                    |                |                             |              |        |          |                  |
| 5 | ( ) Compression                   |                              |               |                    |                |                             |              |        |          |                  |
| 6 | (V) Vector Collapse Safety Factor |                              |               |                    |                |                             |              |        |          |                  |
| 7 |                                   |                              |               |                    |                |                             |              |        |          |                  |
|   |                                   |                              |               |                    |                |                             |              |        |          | Total = 446,902  |

\*Modelling done with 5-1/2" 20# Production Casing with a 125ksi Control Yield. Passes all Burst, Collapse and Tensile design criteria.



## Shallow Design C

## 4. CASING PROGRAM

| Hole Size | Interval MD |         | Interval TVD |         | Csg OD  | Weight | Grade   | Conn          |
|-----------|-------------|---------|--------------|---------|---------|--------|---------|---------------|
|           | From (ft)   | To (ft) | From (ft)    | To (ft) |         |        |         |               |
| 16"       | 0           | 2,161   | 0            | 2,030   | 13-3/8" | 54.5#  | J-55    | STC           |
| 11"       | 0           | 7,951   | 0            | 5,650   | 9-5/8"  | 40#    | J-55    | LTC           |
| 7-7/8"    | 0           | 29,353  | 0            | 12,000  | 6"      | 24.5#  | P110-EC | VAM Sprint-SF |

Hole will be full during casing run for well control and tensile SF factor. Casing will be kept at least half full during run for this design to meet BLM collapse SF requirement. External pressure will be reviewed prior to conducting casing pressure tests to ensure that 70% of the yield is not exceeded.

Variance is requested to waive the centralizer requirements for the 9-5/8" casing in the 11" hole size. An expansion additive will be utilized, in the cement slurry, for the entire length of the 11" hole interval to maximize cement bond and zonal isolation.

Variance is also requested to waive any centralizer requirements for the 6" casing in the 7-7/8" hole size. An expansion additive will be utilized, in the cement slurry, for the entire length of the 7-7/8" hole interval to maximize cement bond and zonal isolation.

EOG requests permission to allow deviation from the 0.422" annulus clearance requirement for the intermediate (salt) section from Title 43 CFR Part 3170 under the following conditions:

- The variance is not applicable within the Potash Boundaries or Capitan Reef areas.
- Operator takes responsibility to get casing to set point in the event that the clearance causes stuck pipe issues.

## 5. CEMENTING PROGRAM:

| Depth             | No. Sacks | Wt. ppg | Yld Ft <sup>3</sup> /sk | Slurry Description  |
|-------------------|-----------|---------|-------------------------|---|
| 2,030'<br>13-3/8" | 570       | 13.5    | 1.73                    | Lead: Class C/H + 4.0% Bentonite Gel + 0.5% CaCl <sub>2</sub> + 0.25 lb/sk Cello-Flake (TOC @ Surface)                                      |
|                   | 160       | 14.8    | 1.34                    | Tail: Class C/H + 0.6% FL-62 + 0.25 lb/sk Cello-Flake + 0.2% Sodium Metasilicate (TOC @ 1830')  |
| 8,050'<br>9-5/8"  | 760       | 12.7    | 2.22                    | Lead: Class C/H + 10% NaCl + 6% Bentonite Gel + 3% MagOx (TOC @ Surface)  |
|                   | 250       | 14.8    | 1.32                    | Tail: Class C/H + 10% NaCl + 3% MagOx (TOC @ 6360')   |
| 29,353'<br>6"     | 1000      | 14.8    | 1.32                    | Bradenhead squeeze: Class C/H + 3% Salt + 1% PreMag-M + 6% Bentonite Gel (TOC @ surface)  |
|                   | 2500      | 13.2    | 1.52                    | Tail: Class C/H + 5% NEX-020 + 0.2% NAC-102 + 0.15% NAS-725 + 0.5% NFL-549 + 0.2% NFP-703 + 1% NBE-737 + 0.3% NRT-241 (TOC @ Top of Brushy) |

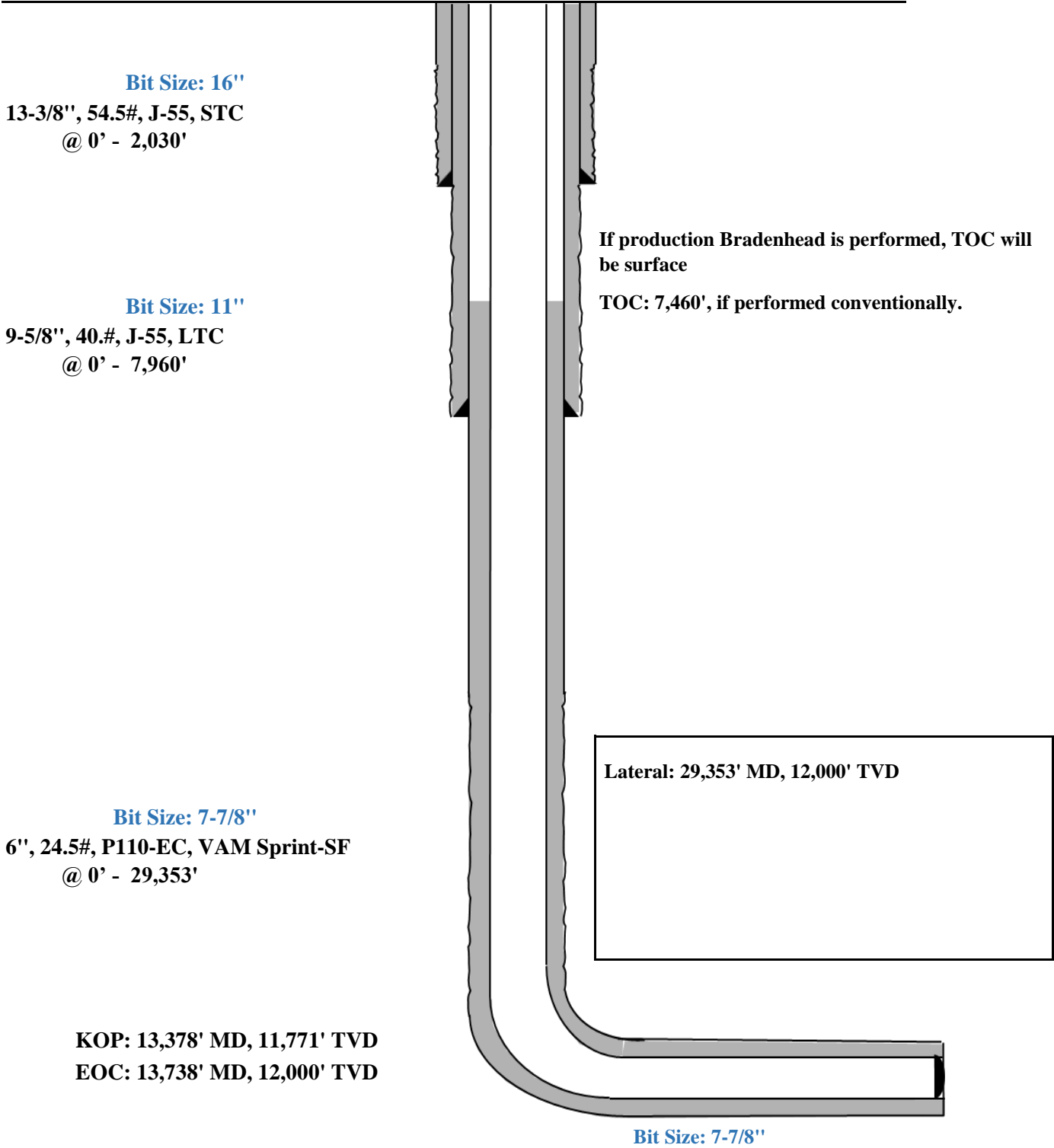


Shallow Design C

Proposed Wellbore

KB: 3558'

GL: 3533'



| Triaxial Results |                      |                         |                               |                                |                               |                        |       |              |         |                     |                |          |  |                          |  |
|------------------|----------------------|-------------------------|-------------------------------|--------------------------------|-------------------------------|------------------------|-------|--------------|---------|---------------------|----------------|----------|--|--------------------------|--|
|                  | Depth (MD)<br>(usft) | Axial Force (lbf)       |                               | Equivalent<br>Axial Load (lbf) | Bending Stress<br>at OD (psi) | Absolute Safety Factor |       |              |         | Temperature<br>(°F) | Pressure (psi) |          | Addtl Pickup To<br>Prevent Buck. (lbf) | Buckled<br>Length (usft) |  |
|                  |                      | Apparent<br>(w/Bending) | Actual<br>(w/o Bending)       |                                |                               | Triaxial               | Burst | Collapse (V) | Axial   |                     | Internal       | External |  |                          |  |
| 1                | 0                    | 252987                  | 228954                        | 253140                         | 2098.2                        | 1.69                   | 1.58  | N/A          | 2.82 F  | 70.00               | 2500.00        | 0.00     | N/A                                    | N/A                      |  |
| 2                | 100                  | 247735                  | 223702                        | 248466                         | 2098.2                        | 1.69                   | 1.58  | N/A          | 2.88 F  | 71.10               | 2543.63        | 43.63    |  |                          |  |
| 3                | 100                  | 234996                  | 223701                        | 235716                         | 986.2                         | 1.71                   | 1.58  | N/A          | 3.04 F  | 71.10               | 2543.64        | 43.64    |  |                          |  |
| 4                | 1700                 | 341565                  | 139667                        | 352253                         | 17627.2                       | 1.53                   | 1.57  | N/A          | 2.09 F  | 88.70               | 3241.64        | 741.64   |  |                          |  |
| 5                | 1700                 | 312979                  | 139666                        | 323488                         | 15131.5                       | 1.58                   | 1.57  | N/A          | 2.28 F  | 88.70               | 3241.65        | 741.65   |  |                          |  |
| 6                | 1850                 | 336881                  | 132027                        | 348440                         | 17885.2                       | 1.51                   | 1.57  | N/A          | 2.12 F  | 90.29               | 3305.05        | 805.05   |  |                          |  |
| 7                | 1850                 | 318549                  | 132027                        | 329984                         | 16284.8                       | 1.54                   | 1.57  | N/A          | 2.24 F  | 90.29               | 3305.06        | 805.06   |  |                          |  |
| 8                | 1950                 | 320468                  | 127243                        | 332475                         | 16869.9                       | 1.52                   | 1.57  | N/A          | 2.23 F  | 91.30               | 3344.87        | 844.87   |  |                          |  |
| 9                | 1950                 | 312802                  | 127243                        | 324756                         | 16200.7                       | 1.53                   | 1.57  | N/A          | 2.28 F  | 91.30               | 3344.87        | 844.87   |  |                          |  |
| 10               | 2050                 | 307858                  | 122773                        | 320295                         | 16159.3                       | 1.52                   | 1.57  | N/A          | 2.32 F  | 92.23               | 3381.89        | 881.89   |  |                          |  |
| 11               | 2050                 | 303560                  | 122772                        | 315965                         | 15784.1                       | 1.53                   | 1.57  | N/A          | 2.35 F  | 92.23               | 3381.89        | 881.89   |  |                          |  |
| 12               | 2300                 | 151294                  | 112633                        | 163658                         | 3375.4                        | 1.71                   | 1.57  | N/A          | 4.72 F  | 94.35               | 3466.13        | 966.13   |  |                          |  |
| 13               | 2300                 | 132741                  | 112633                        | 144956                         | 1755.6                        | 1.72                   | 1.57  | N/A          | 5.38 F  | 94.35               | 3466.14        | 966.14   |  |                          |  |
| 14               | 2370                 | 129966                  | 109858                        | 142452                         | 1755.6                        | 1.72                   | 1.57  | N/A          | 5.49 F  | 94.94               | 3489.28        | 989.28   |  |                          |  |
| 15               | 2370                 | 127909                  | 107800                        | 140922                         | 1755.6                        | 1.75                   | 1.60  | N/A          | 5.58 F  | 94.94               | 3489.29        | 1036.40  |  |                          |  |
| 16               | 2700                 | 105515                  | 94232                         | 119785                         | 985.1                         | 1.75                   | 1.60  | N/A          | 6.77 F  | 97.73               | 3599.97        | 1152.35  |  |                          |  |
| 17               | 2700                 | 111680                  | 94231                         | 126006                         | 1523.4                        | 1.75                   | 1.60  | N/A          | 6.39 F  | 97.73               | 3599.97        | 1152.35  |  |                          |  |
| 18               | 3100                 | 110766                  | 77783                         | 126839                         | 2879.6                        | 1.71                   | 1.60  | N/A          | 6.44 F  | 101.11              | 3734.23        | 1293.00  |  |                          |  |
| 19               | 3100                 | 97392                   | 77783                         | 113331                         | 1712.1                        | 1.73                   | 1.60  | N/A          | 7.33 F  | 101.11              | 3734.23        | 1293.01  |  |                          |  |
| 20               | 3700                 | 71565                   | 53303                         | 89806                          | 1594.4                        | 1.70                   | 1.61  | N/A          | 9.97 F  | 106.15              | 3934.24        | 1502.54  |  |                          |  |
| 21               | 3700                 | 60887                   | 53302                         | 79004                          | 662.3                         | 1.71                   | 1.61  | N/A          | 11.72 F | 106.16              | 3934.25        | 1502.55  |  |                          |  |
| 22               | 4650                 | 34671                   | 14219                         | 56495                          | 1785.6                        | 1.64                   | 1.61  | N/A          | 20.59 F | 114.20              | 4253.37        | 1836.86  |  |                          |  |
| 23               | 4900                 | 44595                   | 4828                          | 67626                          | 3472.0                        | 1.59                   | 1.61  | N/A          | 16.01 F | 116.32              | 4337.37        | 1924.87  |  |                          |  |
| 24               | 4900                 | 28975                   | 4828                          | 51775                          | 2108.2                        | 1.62                   | 1.61  | N/A          | 24.64 F | 116.32              | 4337.38        | 1924.87  |  |                          |  |
| 25               | 5029                 | 22103                   | 34                            | 45340                          | 1926.8                        | 1.61                   | 1.61  | N/A          | 32.30 F | 117.40              | 4380.40        | 1969.94  |  |                          |  |
| 26               | 5029                 | 22102                   | 33                            | 45339                          | 1926.8                        | 1.61                   | 1.61  | N/A          | 32.30 F | 117.40              | 4380.41        | 1969.95  |  |                          |  |
| 27               | 5600                 | -45329                  | -21341                        | -20805                         | 2094.3                        | 1.57                   | 1.62  | N/A          | (13.67) | 122.23              | 4572.11        | 2170.78  |  |                          |  |
| 28               | 5650                 | -40465                  | -23210                        | -15657                         | 1506.5                        | 1.58                   | 1.62  | N/A          | (15.31) | 122.66              | 4588.87        | 2188.34  |  |                          |  |
| 29               |                      |                         |                               |                                |                               |                        |       |              |         |                     |                |          |  |                          |  |
| 30               |                      | F                       | Conn Fracture                 |                                |                               |                        |       |              |         |                     |                |          |  |                          |  |
| 31               |                      | ( )                     | Compression                   |                                |                               |                        |       |              |         |                     |                |          |  |                          |  |
| 32               |                      | (V)                     | Vector Collapse Safety Factor |                                |                               |                        |       |              |         |                     |                |          |  |                          |  |
| 33               |                      |                         |                               |                                |                               |                        |       |              |         |                     |                |          |  |                          |  |

Working

Config

Min SF

Load/SF

DF Summary

VME

Wallplot

For Help, press F1

Default Datum @ 0.00 usft

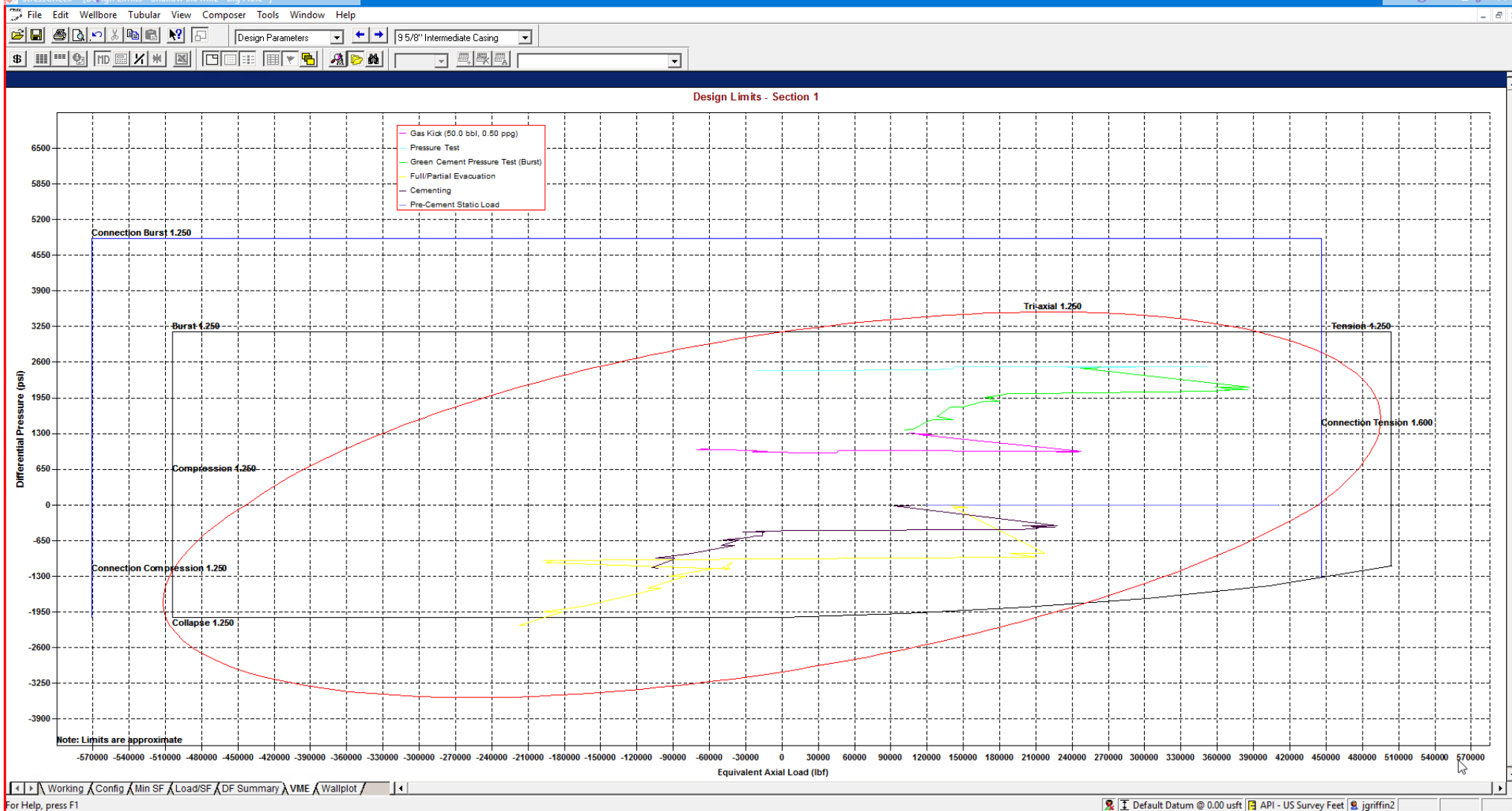
API - US Survey Feet

iggriffin2

9-5/8" Intermediate Casing Pressure Test:

Internal Profile based off Surface Pressure + Hydrostatic: 4589 psi

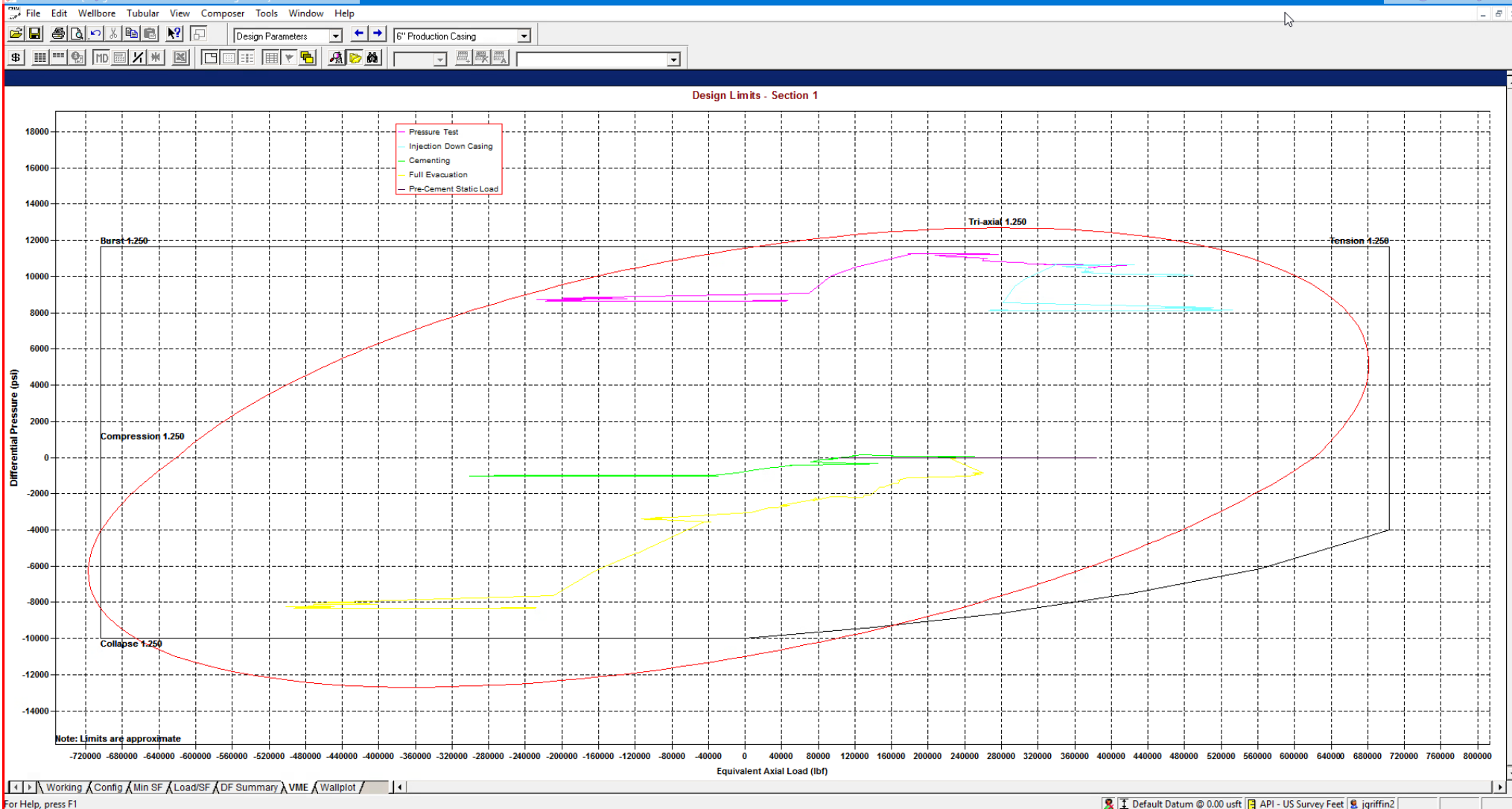
External Profile based off Pore Pressure: 2188 psi



StressCheck - [String Summary - Shallow 3.0 Mile - Big Hole \*]

| String                              | OD/Weight/Grade          | Connection | MD Interval (usft) | Drift Dia. (") | Minimum Safety Factor (Abs) |              |        |          | Design Cost (\$) |
|-------------------------------------|--------------------------|------------|--------------------|----------------|-----------------------------|--------------|--------|----------|------------------|
|                                     |                          |            |                    |                | Burst                       | Collapse (V) | Axial  | Triaxial |                  |
| 1 Intermediate Casing               | 9 5/8", 40.000 ppg, J-55 | BTC, J-55  | 0.0-5650.0         | 8.750 A        | 1.57                        | 1.59         | 1.80 F | 1.35     | 98,141           |
| 2                                   |                          |            |                    |                |                             |              |        |          | Total = 98,141   |
| 3                                   |                          |            |                    |                |                             |              |        |          |                  |
| 4 F Conn Fracture                   |                          |            |                    |                |                             |              |        |          |                  |
| 5 A Alternate Drift                 |                          |            |                    |                |                             |              |        |          |                  |
| 6 (V) Vector Collapse Safety Factor |                          |            |                    |                |                             |              |        |          |                  |
| 7                                   |                          |            |                    |                |                             |              |        |          |                  |

\*Modelling done with 9-5/8" 40# Intermediate Casing. Passes all Burst, Collapse and Tensile design criteria.



StressCheck - [String Summary - Shallow 3.0 Mile - Big Hole]

String Summary

|   | String                            | OD/Weight/Grade          | Connection    | MD Interval (usft) | Drift Dia. (") | Minimum Safety Factor (Abs) |              |              |          | Design Cost (\$) |
|---|-----------------------------------|--------------------------|---------------|--------------------|----------------|-----------------------------|--------------|--------------|----------|------------------|
|   |                                   |                          |               |                    |                | Burst                       | Collapse (V) | Axial (1.75) | Triaxial |                  |
| 1 | Production Casing                 | 6", 24.500 ppf, P110 ICY | BTC, P110 ICY | 0.0-28578.0        | 5.075          | 1.29                        | 1.52         | (1.75)       | 1.37     | 541,493          |
| 2 |                                   |                          |               |                    |                |                             |              |              |          |                  |
| 3 |                                   |                          |               |                    |                |                             |              |              |          |                  |
| 4 | ( ) Compression                   |                          |               |                    |                |                             |              |              |          |                  |
| 5 | (V) Vector Collapse Safety Factor |                          |               |                    |                |                             |              |              |          |                  |
| 6 |                                   |                          |               |                    |                |                             |              |              |          |                  |
|   |                                   |                          |               |                    |                |                             |              |              |          | Total = 541,493  |

\*Modelling done with 6" Production Casing with a 125ksi Control Yield. Passes all Burst, Collapse and Tensile design criteria.



## Shallow Design D

## 4. CASING PROGRAM

| Hole Size | Interval MD |         | Interval TVD |         | Csg OD  | Weight | Grade   | Conn        |
|-----------|-------------|---------|--------------|---------|---------|--------|---------|-------------|
|           | From (ft)   | To (ft) | From (ft)    | To (ft) |         |        |         |             |
| 16"       | 0           | 2,161   | 0            | 2,030   | 13-3/8" | 54.5#  | J-55    | STC         |
| 11"       | 0           | 7,951   | 0            | 5,650   | 9-5/8"  | 40#    | J-55    | LTC         |
| 7-7/8"    | 0           | 13,278  | 0            | 11,671  | 6"      | 22.3#  | P110-EC | DWC/C IS    |
| 6-3/4"    | 13,278      | 29,353  | 11,671       | 12,000  | 5-1/2"  | 20#    | P110-EC | DWC/C IS MS |

Hole will be full during casing run for well control and tensile SF factor. Casing will be kept at least half full during run for this design to meet BLM collapse SF requirement. External pressure will be reviewed prior to conducting casing pressure tests to ensure that 70% of the yield is not exceeded.

Variance is requested to waive the centralizer requirements for the 9-5/8" casing in the 11" hole size. An expansion additive will be utilized, in the cement slurry, for the entire length of the 11" hole interval to maximize cement bond and zonal isolation.

Variance is also requested to waive any centralizer requirements for the 6" and 5-1/2" casings in the 7-7/8" and 6-3/4" hole sizes. An expansion additive will be utilized in the cement slurry for the entire length of the 7-7/8" and 6-3/4" hole intervals to maximize cement bond and zonal isolation.

EOG requests permission to allow deviation from the 0.422" annulus clearance requirement for the intermediate (salt) section from Title 43 CFR Part 3170 under the following conditions:

- The variance is not applicable within the Potash Boundaries or Capitan Reef areas.
- Operator takes responsibility to get casing to set point in the event that the clearance causes stuck pipe issues.

## 5. CEMENTING PROGRAM:

| Depth             | No. Sacks | Wt. ppg | Yld Ft <sup>3</sup> /sk | Slurry Description  |
|-------------------|-----------|---------|-------------------------|---|
| 2,030'<br>13-3/8" | 570       | 13.5    | 1.73                    | Lead: Class C/H + 4.0% Bentonite Gel + 0.5% CaCl <sub>2</sub> + 0.25 lb/sk Cello-Flake (TOC @ Surface)                                      |
|                   | 160       | 14.8    | 1.34                    | Tail: Class C/H + 0.6% FL-62 + 0.25 lb/sk Cello-Flake + 0.2% Sodium Metasilicate (TOC @ 1830')  |
| 8,050'<br>9-5/8"  | 760       | 12.7    | 2.22                    | Lead: Class C/H + 10% NaCl + 6% Bentonite Gel + 3% MagOx (TOC @ Surface)  |
|                   | 250       | 14.8    | 1.32                    | Tail: Class C/H + 10% NaCl + 3% MagOx (TOC @ 6360')   |
| 29,353'<br>6"     | 1000      | 14.8    | 1.32                    | Bradenhead squeeze: Class C/H + 3% Salt + 1% PreMag-M + 6% Bentonite Gel (TOC @ surface)  |
|                   | 2500      | 13.2    | 1.52                    | Tail: Class C/H + 5% NEX-020 + 0.2% NAC-102 + 0.15% NAS-725 + 0.5% NFL-549 + 0.2% NFP-703 + 1% NBE-737 + 0.3% NRT-241 (TOC @ Top of Brushy) |

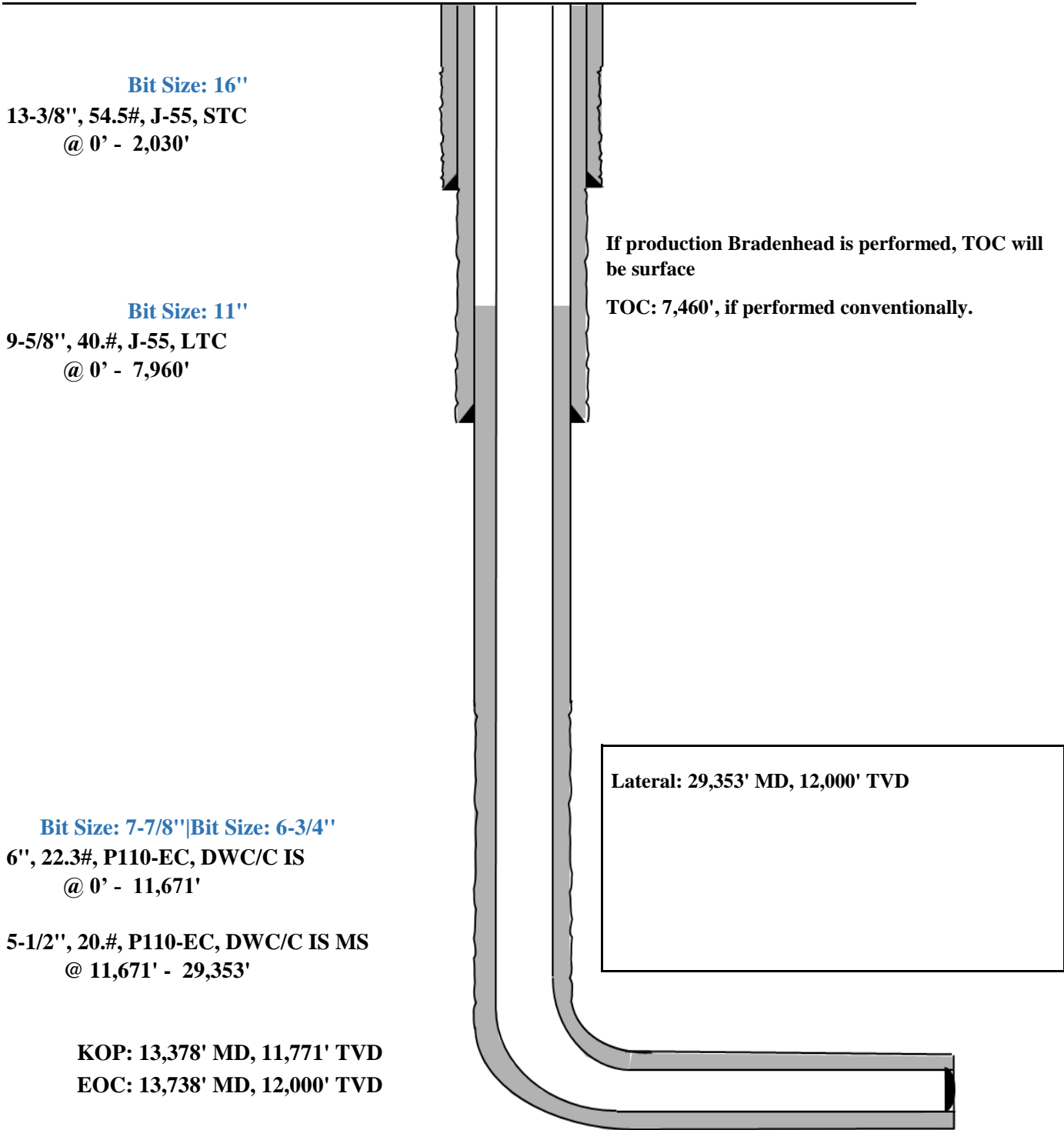


Shallow Design D

Proposed Wellbore

KB: 3558'

GL: 3533'





| Triaxial Results |                      |                         |                               |                                |                               |                        |       |              |         |                     |                |          |  |                          |
|------------------|----------------------|-------------------------|-------------------------------|--------------------------------|-------------------------------|------------------------|-------|--------------|---------|---------------------|----------------|----------|--|--------------------------|
|                  | Depth (MD)<br>(usft) | Axial Force (lbf)       |                               | Equivalent<br>Axial Load (lbf) | Bending Stress<br>at OD (psi) | Absolute Safety Factor |       |              |         | Temperature<br>(°F) | Pressure (psi) |          | Add'l Pickup To<br>Prevent Buck. (lbf) | Buckled<br>Length (usft) |
|                  |                      | Apparent<br>(w/Bending) | Actual<br>(w/o Bending)       |                                |                               | Triaxial               | Burst | Collapse (V) | Axial   |                     | Internal       | External |  |                          |
| 1                | 0                    | 252987                  | 228954                        | 253140                         | 2098.2                        | 1.69                   | 1.58  | N/A          | 2.82 F  | 70.00               | 2500.00        | 0.00     | N/A                                    | N/A                      |
| 2                | 100                  | 247735                  | 223702                        | 248466                         | 2098.2                        | 1.69                   | 1.58  | N/A          | 2.88 F  | 71.10               | 2543.63        | 43.63    |  |                          |
| 3                | 100                  | 234996                  | 223701                        | 235716                         | 986.2                         | 1.71                   | 1.58  | N/A          | 3.04 F  | 71.10               | 2543.64        | 43.64    |  |                          |
| 4                | 1700                 | 341565                  | 139667                        | 352253                         | 17627.2                       | 1.53                   | 1.57  | N/A          | 2.09 F  | 88.70               | 3241.64        | 741.64   |  |                          |
| 5                | 1700                 | 312979                  | 139666                        | 323488                         | 15131.5                       | 1.58                   | 1.57  | N/A          | 2.28 F  | 88.70               | 3241.65        | 741.65   |  |                          |
| 6                | 1850                 | 336881                  | 132027                        | 348440                         | 17885.2                       | 1.51                   | 1.57  | N/A          | 2.12 F  | 90.29               | 3305.05        | 805.05   |  |                          |
| 7                | 1850                 | 318549                  | 132027                        | 329984                         | 16284.8                       | 1.54                   | 1.57  | N/A          | 2.24 F  | 90.29               | 3305.06        | 805.06   |  |                          |
| 8                | 1950                 | 320468                  | 127243                        | 332475                         | 16869.9                       | 1.52                   | 1.57  | N/A          | 2.23 F  | 91.30               | 3344.87        | 844.87   |  |                          |
| 9                | 1950                 | 312802                  | 127243                        | 324756                         | 16200.7                       | 1.53                   | 1.57  | N/A          | 2.28 F  | 91.30               | 3344.87        | 844.87   |  |                          |
| 10               | 2050                 | 307858                  | 122773                        | 320295                         | 16159.3                       | 1.52                   | 1.57  | N/A          | 2.32 F  | 92.23               | 3381.89        | 881.89   |  |                          |
| 11               | 2050                 | 303560                  | 122772                        | 315965                         | 15784.1                       | 1.53                   | 1.57  | N/A          | 2.35 F  | 92.23               | 3381.89        | 881.89   |  |                          |
| 12               | 2300                 | 151294                  | 112633                        | 163658                         | 3375.4                        | 1.71                   | 1.57  | N/A          | 4.72 F  | 94.35               | 3466.13        | 966.13   |  |                          |
| 13               | 2300                 | 132741                  | 112633                        | 144956                         | 1755.6                        | 1.72                   | 1.57  | N/A          | 5.38 F  | 94.35               | 3466.14        | 966.14   |  |                          |
| 14               | 2370                 | 129966                  | 109858                        | 142452                         | 1755.6                        | 1.72                   | 1.57  | N/A          | 5.49 F  | 94.94               | 3489.28        | 989.28   |  |                          |
| 15               | 2370                 | 127909                  | 107800                        | 140922                         | 1755.6                        | 1.75                   | 1.60  | N/A          | 5.58 F  | 94.94               | 3489.29        | 1036.40  |  |                          |
| 16               | 2700                 | 105515                  | 94232                         | 119785                         | 985.1                         | 1.75                   | 1.60  | N/A          | 6.77 F  | 97.73               | 3599.97        | 1152.35  |  |                          |
| 17               | 2700                 | 111680                  | 94231                         | 126006                         | 1523.4                        | 1.75                   | 1.60  | N/A          | 6.39 F  | 97.73               | 3599.97        | 1152.35  |  |                          |
| 18               | 3100                 | 110766                  | 77783                         | 126839                         | 2879.6                        | 1.71                   | 1.60  | N/A          | 6.44 F  | 101.11              | 3734.23        | 1293.00  |  |                          |
| 19               | 3100                 | 97392                   | 77783                         | 113331                         | 1712.1                        | 1.73                   | 1.60  | N/A          | 7.33 F  | 101.11              | 3734.23        | 1293.01  |  |                          |
| 20               | 3700                 | 71565                   | 53303                         | 89806                          | 1594.4                        | 1.70                   | 1.61  | N/A          | 9.97 F  | 106.15              | 3934.24        | 1502.54  |  |                          |
| 21               | 3700                 | 60887                   | 53302                         | 79004                          | 662.3                         | 1.71                   | 1.61  | N/A          | 11.72 F | 106.16              | 3934.25        | 1502.55  |  |                          |
| 22               | 4650                 | 34671                   | 14219                         | 56495                          | 1785.6                        | 1.64                   | 1.61  | N/A          | 20.59 F | 114.20              | 4253.37        | 1836.86  |  |                          |
| 23               | 4900                 | 44595                   | 4828                          | 67626                          | 3472.0                        | 1.59                   | 1.61  | N/A          | 16.01 F | 116.32              | 4337.37        | 1924.87  |  |                          |
| 24               | 4900                 | 28975                   | 4828                          | 51775                          | 2108.2                        | 1.62                   | 1.61  | N/A          | 24.64 F | 116.32              | 4337.38        | 1924.87  |  |                          |
| 25               | 5029                 | 22103                   | 34                            | 45340                          | 1926.8                        | 1.61                   | 1.61  | N/A          | 32.30 F | 117.40              | 4380.40        | 1969.94  |  |                          |
| 26               | 5029                 | 22102                   | 33                            | 45339                          | 1926.8                        | 1.61                   | 1.61  | N/A          | 32.30 F | 117.40              | 4380.41        | 1969.95  |  |                          |
| 27               | 5600                 | -45329                  | -21341                        | -20805                         | 2094.3                        | 1.57                   | 1.62  | N/A          | (13.67) | 122.23              | 4572.11        | 2170.78  |  |                          |
| 28               | 5650                 | -40465                  | -23210                        | -15657                         | 1506.5                        | 1.58                   | 1.62  | N/A          | (15.31) | 122.66              | 4588.87        | 2188.34  |  |                          |
| 29               |                      |                         |                               |                                |                               |                        |       |              |         |                     |                |          |  |                          |
| 30               |                      | F                       | Conn Fracture                 |                                |                               |                        |       |              |         |                     |                |          |  |                          |
| 31               |                      | ( )                     | Compression                   |                                |                               |                        |       |              |         |                     |                |          |  |                          |
| 32               |                      | (V)                     | Vector Collapse Safety Factor |                                |                               |                        |       |              |         |                     |                |          |  |                          |
| 33               |                      |                         |                               |                                |                               |                        |       |              |         |                     |                |          |  |                          |

Working / Config / Min SF / Load/SF / DF Summary / VME / Wallplot

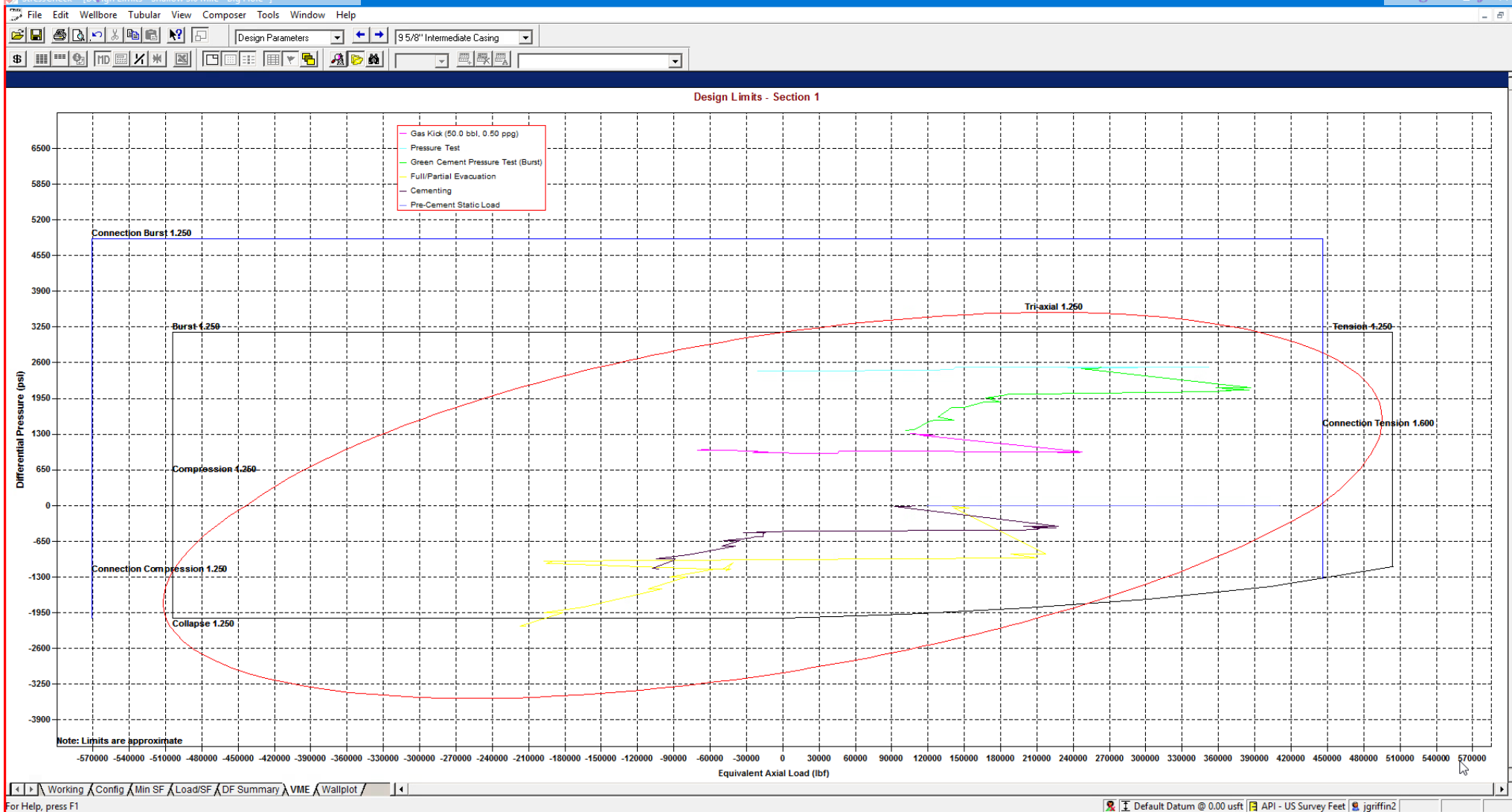
For Help, press F1

Default Datum @ 0.00 usft | API - US Survey Feet | jgriffin2

9-5/8" Intermediate Casing Pressure Test:

Internal Profile based off Surface Pressure + Hydrostatic: 4589 psi

External Profile based off Pore Pressure: 2188 psi

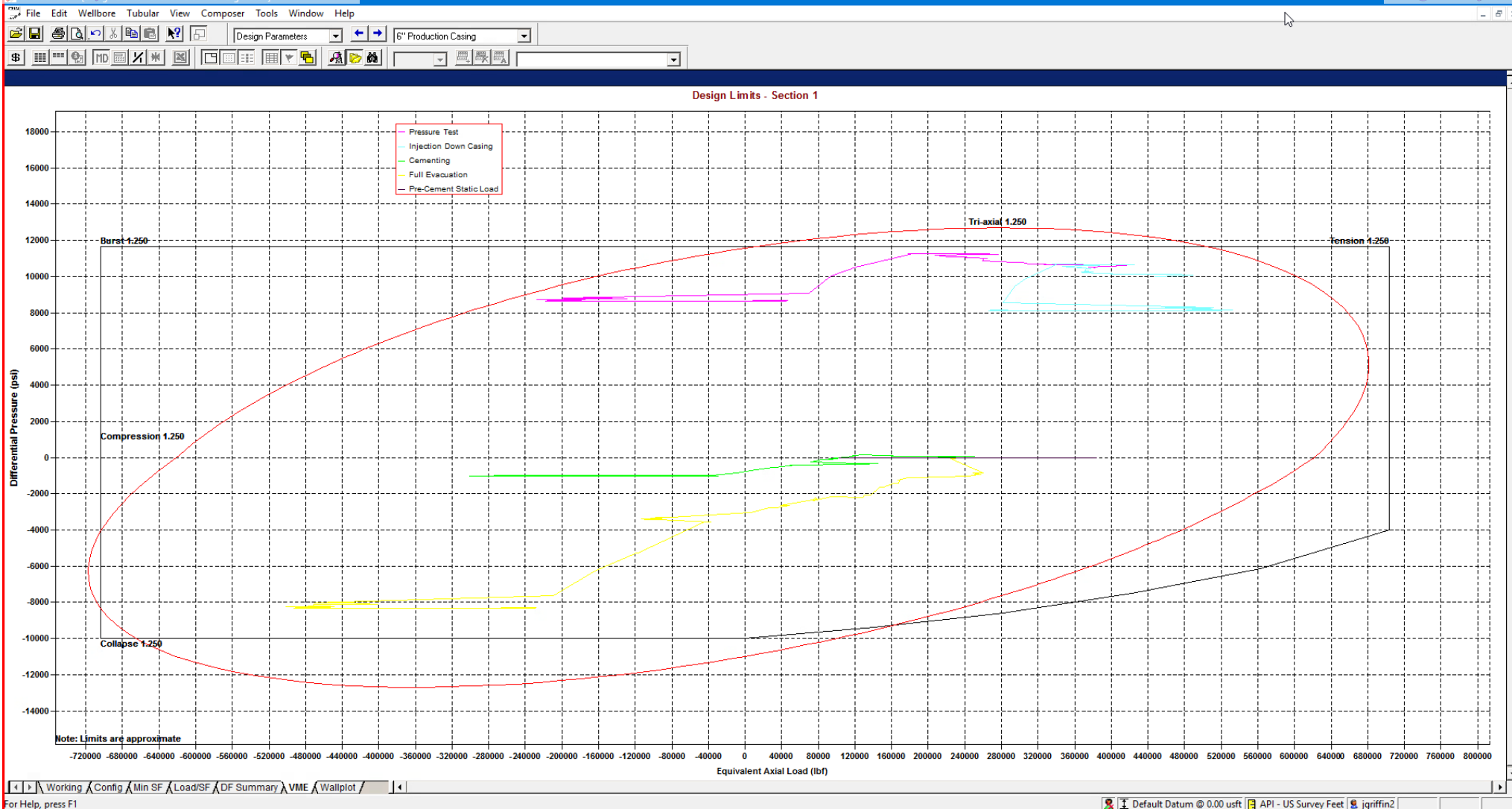


StressCheck - [String Summary - Shallow 3.0 Mile - Big Hole \*]

String Summary

|   | String                            | OD/Weight/Grade          | Connection | MD Interval (usft) | Drift Dia. (") | Minimum Safety Factor (Abs) |              |        |          | Design Cost (\$) |
|---|-----------------------------------|--------------------------|------------|--------------------|----------------|-----------------------------|--------------|--------|----------|------------------|
|   |                                   |                          |            |                    |                | Burst                       | Collapse (V) | Axial  | Triaxial |                  |
| 1 | Intermediate Casing               | 9 5/8", 40.000 ppg, J-55 | BTC, J-55  | 0.0-5650.0         | 8.750 A        | 1.57                        | 1.59         | 1.80 F | 1.35     | 98,141           |
| 2 |                                   |                          |            |                    |                |                             |              |        |          | Total = 98,141   |
| 3 |                                   |                          |            |                    |                |                             |              |        |          |                  |
| 4 | F Conn Fracture                   |                          |            |                    |                |                             |              |        |          |                  |
| 5 | A Alternate Drift                 |                          |            |                    |                |                             |              |        |          |                  |
| 6 | (V) Vector Collapse Safety Factor |                          |            |                    |                |                             |              |        |          |                  |
| 7 |                                   |                          |            |                    |                |                             |              |        |          |                  |

\*Modelling done with 9-5/8" 40# Intermediate Casing. Passes all Burst, Collapse and Tensile design criteria.



StressCheck - [String Summary - Shallow 3.0 Mile - Big Hole]\*

String Summary

|   | String                            | OD/Weight/Grade          | Connection    | MD Interval (usft) | Drift Dia. (") | Minimum Safety Factor (Abs) |              |              |          | Design Cost (\$) |
|---|-----------------------------------|--------------------------|---------------|--------------------|----------------|-----------------------------|--------------|--------------|----------|------------------|
|   |                                   |                          |               |                    |                | Burst                       | Collapse (V) | Axial (1.75) | Triaxial |                  |
| 1 | Production Casing                 | 6", 24.500 ppf, P110 ICY | BTC, P110 ICY | 0.0-28578.0        | 5.075          | 1.29                        | 1.52         | (1.75)       | 1.37     | 541,493          |
| 2 |                                   |                          |               |                    |                |                             |              |              |          |                  |
| 3 |                                   |                          |               |                    |                |                             |              |              |          |                  |
| 4 | ( ) Compression                   |                          |               |                    |                |                             |              |              |          |                  |
| 5 | (V) Vector Collapse Safety Factor |                          |               |                    |                |                             |              |              |          |                  |
| 6 |                                   |                          |               |                    |                |                             |              |              |          |                  |
|   |                                   |                          |               |                    |                |                             |              |              |          | Total = 541,493  |

\*Modelling done with 6" Production Casing with a 125ksi Control Yield. Passes all Burst, Collapse and Tensile design criteria.





## Shallow Casing Design E

## 1. CASING PROGRAM

| Hole Size | Interval MD |         | Interval TVD |         | Csg OD  | Weight | Grade   | Conn          |
|-----------|-------------|---------|--------------|---------|---------|--------|---------|---------------|
|           | From (ft)   | To (ft) | From (ft)    | To (ft) |         |        |         |               |
| 13"       | 0           | 2,025   | 0            | 2,025   | 10-3/4" | 40.5#  | J-55    | STC           |
| 9-7/8"    | 0           | 7,793   | 0            | 5,645   | 8-5/8"  | 32#    | J-55    | BTC-SC        |
| 7-7/8"    | 0           | 12,626  | 0            | 10,896  | 6"      | 24.5#  | P110-EC | VAM Sprint-TC |
| 6-3/4"    | 12,626      | 28,578  | 10,896       | 11,225  | 5-1/2"  | 20#    | P110-EC | VAM Sprint SF |

\*\*For highlighted rows above, variance is requested to run entire string of either 6" or 5-1/2" casing string above due to availability.

Hole will be full during casing run for well control and tensile SF factor. Casing will be kept at least half full during run for this design to meet BLM collapse SF requirement. External pressure will be reviewed prior to conducting casing pressure tests to ensure that 70% of the yield is not exceeded.

Variance is requested to waive the centralizer requirements for the 8-5/8" casing in the 9-7/8" hole size. An expansion additive will be utilized, in the cement slurry, for the entire length of the 9-7/8" hole interval to maximize cement bond and zonal isolation.

Variance is also requested to waive any centralizer requirements for the 6" and 5-1/2" casings in the 7-7/8" and 6-3/4" hole sizes. An expansion additive will be utilized in the cement slurry for the entire length of the 7-7/8" and 6-3/4" hole intervals to maximize cement bond and zonal isolation.

EOG requests permission to allow deviation from the 0.422" annulus clearance requirement for the intermediate (salt) section from Title 43 CFR Part 3170 under the following conditions:

- The variance is not applicable within the Potash Boundaries or Capitan Reef areas.
- Operator takes responsibility to get casing to set point in the event that the clearance causes stuck pipe issues.

## 2. CEMENTING PROGRAM:

| Depth             | No. Sacks | Wt. ppg | Yld Ft3/sk | Slurry Description  |
|-------------------|-----------|---------|------------|---|
| 2,030'<br>10-3/4" | 450       | 13.5    | 1.73       | Lead: Class C/H + 4.0% Bentonite Gel + 0.5% CaCl <sub>2</sub> + 0.25 lb/sk Cello-Flake (TOC @ Surface)                              |
|                   | 120       | 14.8    | 1.34       | Tail: Class C/H + 0.6% FL-62 + 0.25 lb/sk Cello-Flake + 0.2% Sodium Metasilicate (TOC @ 1830')                                      |
| 7,890'<br>8-5/8"  | 460       | 12.7    | 2.22       | Lead: Class C/H + 10% NaCl + 6% Bentonite Gel + 3% MagOx (TOC @ Surface)  |
|                   | 210       | 14.8    | 1.32       | Tail: Class C/H + 10% NaCl + 3% MagOx (TOC @ 6234')   |
| 28,578'<br>6"     | 1000      | 14.8    | 1.32       | Bradenhead squeeze: Class C/H + 3% Salt + 1% PreMag-M + 6% Bentonite Gel (TOC @ surface)  |
|                   | 2410      | 13.2    | 1.52       | Tail: Class C/H + 5% NEX-020 + 0.2% NAC-102 + 0.15% NAS-725 + 0.5% NFL-549 + 0.2% NFP-703 + 1% NBE-737 + 0.3% NRT-241 (TOC @ 8140') |

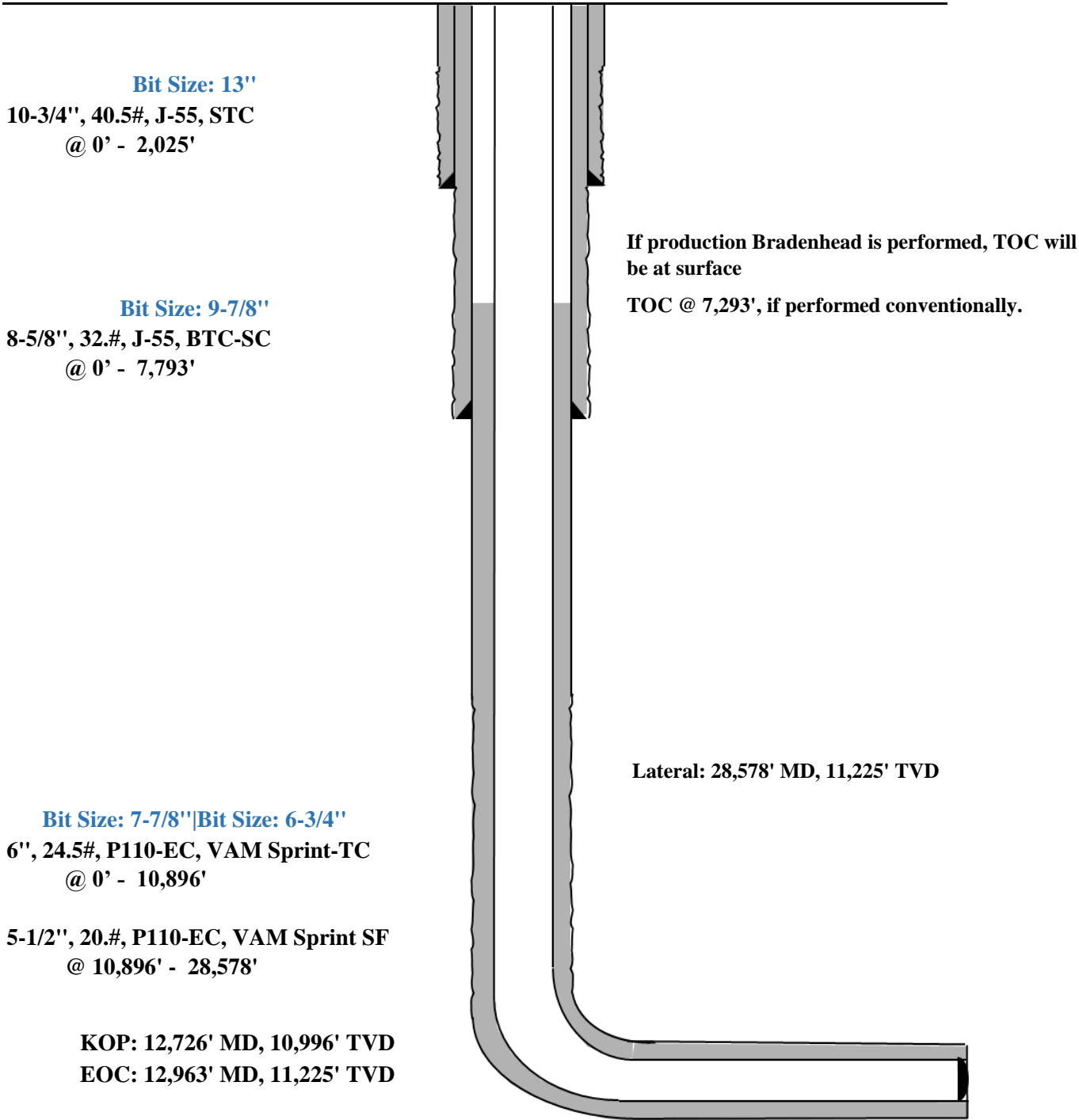


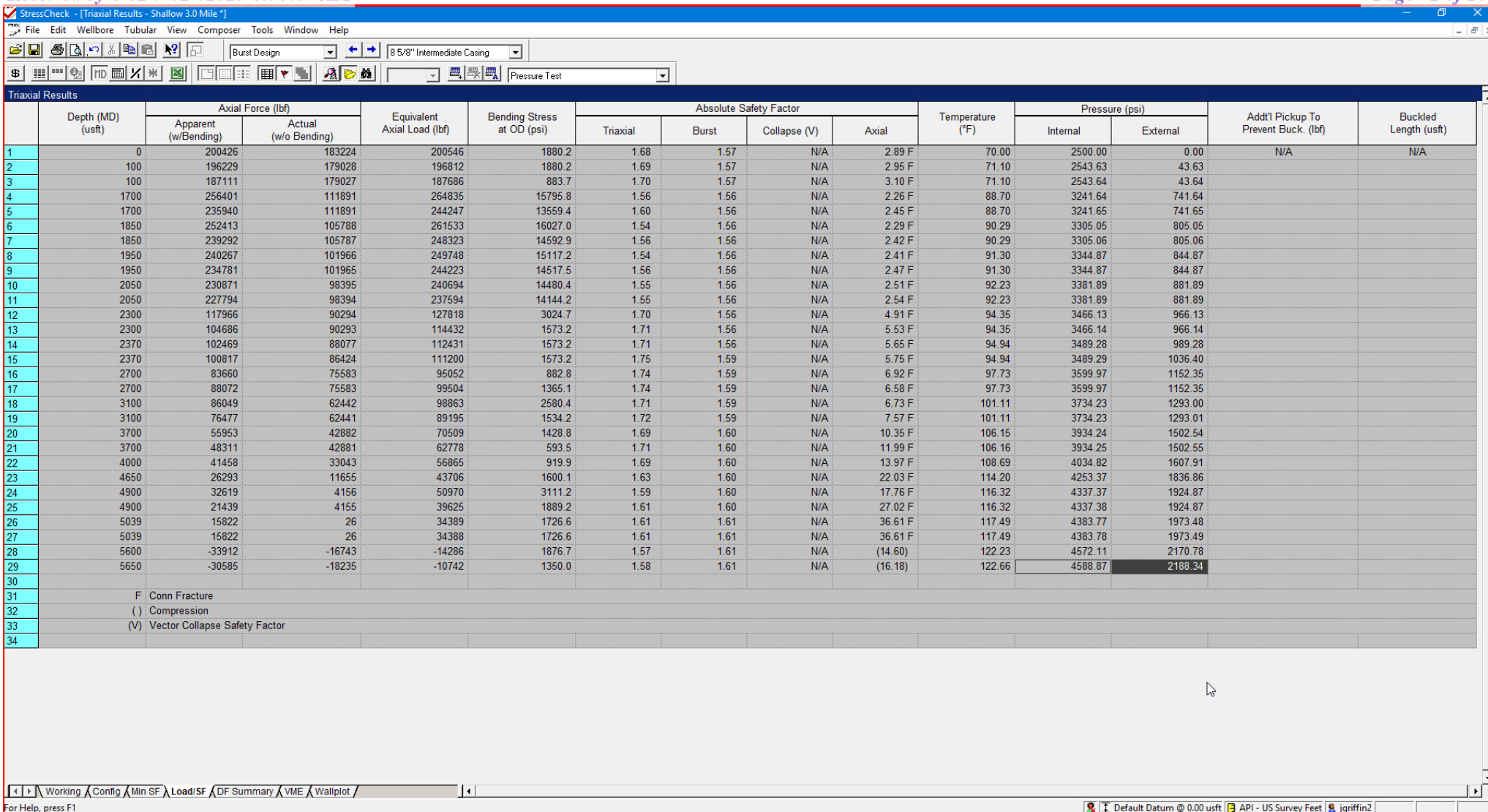
Shallow Casing Design E

Proposed Wellbore

KB: 3558'  
GL: 3533'

API: 30-025-\*\*\*\*\*



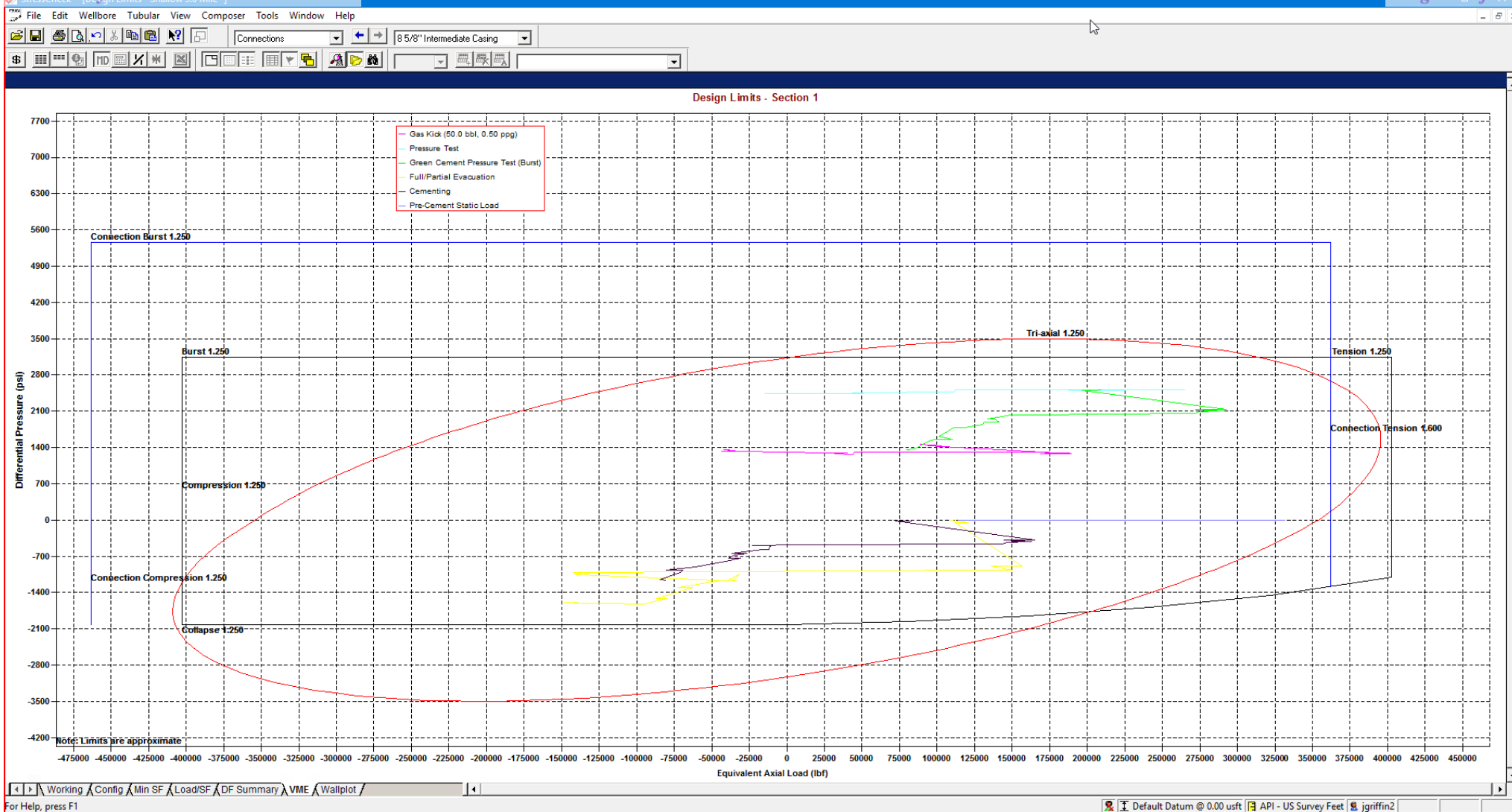


8-5/8" Intermediate Casing Pressure Test:

Internal Profile based off Surface Pressure + Hydrostatic: 4589 psi

External Profile based off Pore Pressure: 2188 psi



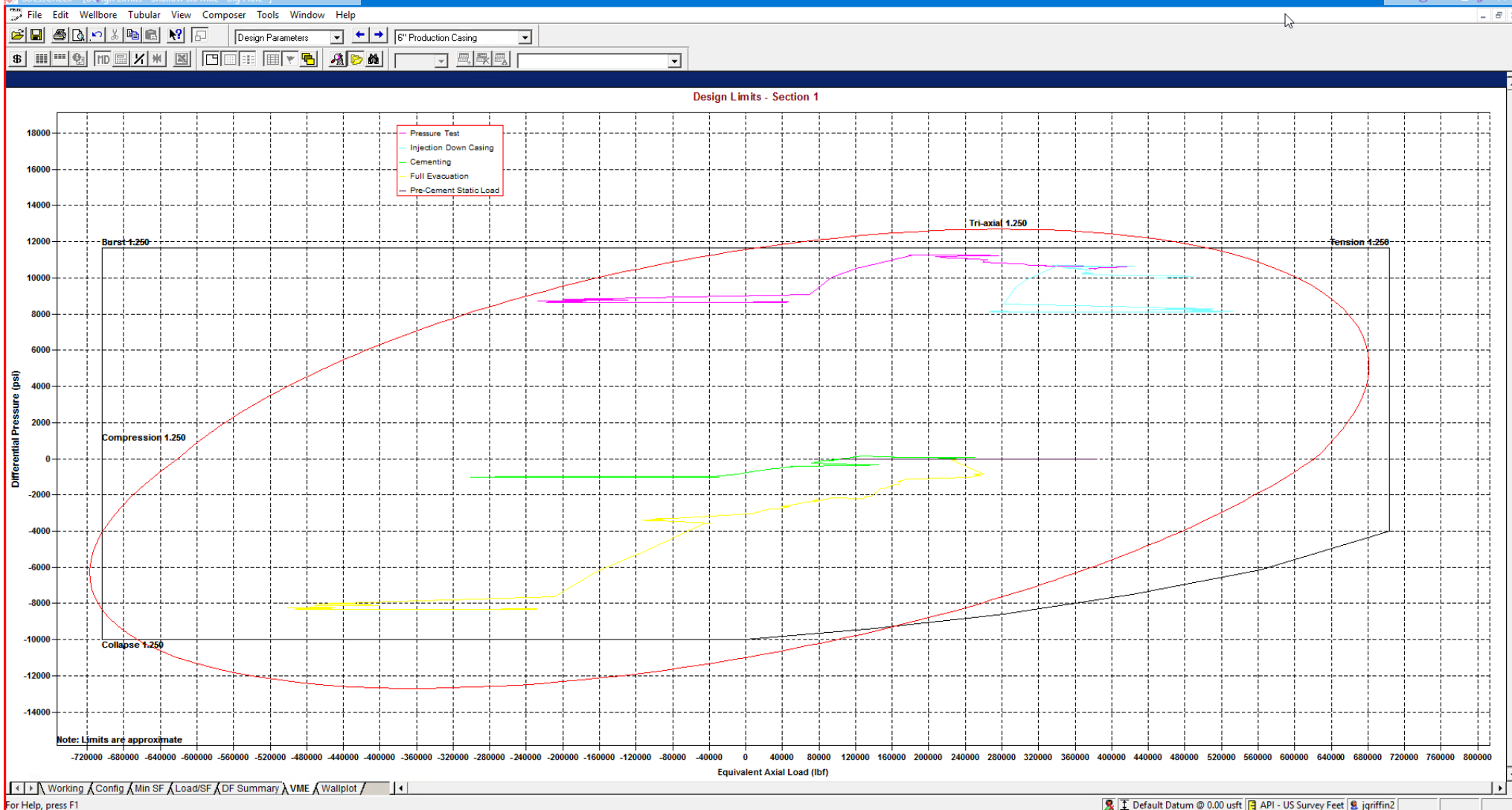


StressCheck - [String Summary - Shallow 3.0 Mile \*]

|   | String                            | OD/Weight/Grade          | Connection | MD Interval (usft) | Drift Dia. (") | Minimum Safety Factor (Abs) |              |        |          | Design Cost (\$) |
|---|-----------------------------------|--------------------------|------------|--------------------|----------------|-----------------------------|--------------|--------|----------|------------------|
|   |                                   |                          |            |                    |                | Burst                       | Collapse (V) | Axial  | Triaxial |                  |
| 1 | Intermediate Casing               | 8 5/8", 32.000 ppg, J-55 | BTC, J-55  | 0.0-5650.0         | 7.875 A        | 1.56                        | 1.57         | 1.81 F | 1.34     | 80,117           |
| 2 |                                   |                          |            |                    |                |                             |              |        |          | Total = 80,117   |
| 3 |                                   |                          |            |                    |                |                             |              |        |          |                  |
| 4 | F Conn Fracture                   |                          |            |                    |                |                             |              |        |          |                  |
| 5 | A Alternate Drift                 |                          |            |                    |                |                             |              |        |          |                  |
| 6 | (V) Vector Collapse Safety Factor |                          |            |                    |                |                             |              |        |          |                  |
| 7 |                                   |                          |            |                    |                |                             |              |        |          |                  |

\*Modelling done with 8-5/8" 32# Intermediate Casing. Passes all Burst, Collapse and Tensile design criteria.



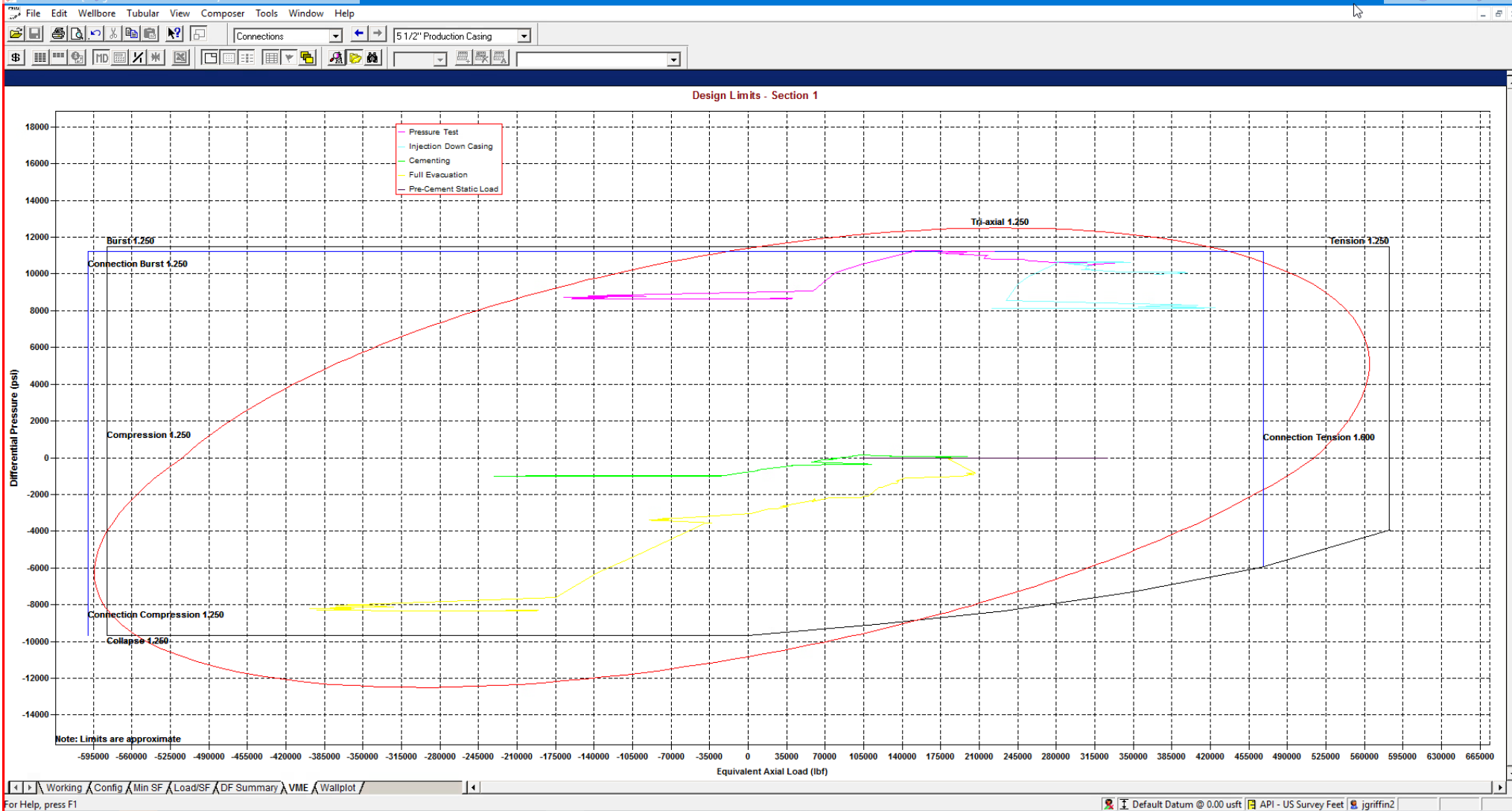


StressCheck - [String Summary - Shallow 3.0 Mile - Big Hole]

String Summary

|   | String                            | OD/Weight/Grade          | Connection    | MD Interval (usft) | Drift Dia. (") | Minimum Safety Factor (Abs) |              |              |          | Design Cost (\$) |
|---|-----------------------------------|--------------------------|---------------|--------------------|----------------|-----------------------------|--------------|--------------|----------|------------------|
|   |                                   |                          |               |                    |                | Burst                       | Collapse (V) | Axial (1.75) | Triaxial |                  |
| 1 | Production Casing                 | 6", 24.500 ppf, P110 ICY | BTC, P110 ICY | 0.0-28578.0        | 5.075          | 1.29                        | 1.52         | (1.75)       | 1.37     | 541,493          |
| 2 |                                   |                          |               |                    |                |                             |              |              |          |                  |
| 3 |                                   |                          |               |                    |                |                             |              |              |          |                  |
| 4 | ( ) Compression                   |                          |               |                    |                |                             |              |              |          |                  |
| 5 | (V) Vector Collapse Safety Factor |                          |               |                    |                |                             |              |              |          |                  |
| 6 |                                   |                          |               |                    |                |                             |              |              |          |                  |
|   |                                   |                          |               |                    |                |                             |              |              |          | Total = 541,493  |

\*Modelling done with 6" Production Casing with a 125ksi Control Yield. Passes all Burst, Collapse and Tensile design criteria.



StressCheck - [String Summary - Shallow 3.0 Mile]

File Edit Wellbore Tubular View Composer Tools Window Help

Connections 5 1/2" Production Casing

String Summary

|   | String                            | OD/Weight/Grade              | Connection    | MD Interval (usft) | Drift Dia. (") | Minimum Safety Factor (Abs) |              |        |          | Design Cost (\$) |
|---|-----------------------------------|------------------------------|---------------|--------------------|----------------|-----------------------------|--------------|--------|----------|------------------|
|   |                                   |                              |               |                    |                | Burst                       | Collapse (V) | Axial  | Triaxial |                  |
| 1 | Production Casing                 | 5 1/2", 20.000 ppf, P110 ICY | BTC, P110 ICY | 0.0-28578.0        | 4.653          | 1.27                        | 1.47         | 1.90 F | 1.35     | 446,902          |
| 2 |                                   |                              |               |                    |                |                             |              |        |          |                  |
| 3 |                                   |                              |               |                    |                |                             |              |        |          |                  |
| 4 | F Conn Fracture                   |                              |               |                    |                |                             |              |        |          |                  |
| 5 | ( ) Compression                   |                              |               |                    |                |                             |              |        |          |                  |
| 6 | (V) Vector Collapse Safety Factor |                              |               |                    |                |                             |              |        |          |                  |
| 7 |                                   |                              |               |                    |                |                             |              |        |          |                  |
|   |                                   |                              |               |                    |                |                             |              |        |          | Total = 446,902  |

\*Modelling done with 5-1/2" 20# Production Casing with a 125ksi Control Yield. Passes all Burst, Collapse and Tensile design criteria.



### Shallow Casing Design 501H

| Additive            | Purpose                                 |
|---------------------|---|
| Bentonite Gel       | Lightweight/Lost circulation prevention |
| Calcium Chloride    | Accelerator                             |
| Cello-flake         | Lost circulation prevention             |
| Sodium Metasilicate | Accelerator                             |
| MagOx               | Expansive agent                         |
| Pre-Mag-M           | Expansive agent                         |
| Sodium Chloride     | Accelerator                             |
| FL-62               | Fluid loss control                      |
| Halad-344           | Fluid loss control                      |
| Halad-9             | Fluid loss control                      |
| HR-601              | Retarder                                |
| Microbond           | Expansive Agent                         |

Cement integrity tests will be performed immediately following plug bump.

Note: Cement volumes based on bit size plus at least 25% excess in the open hole plus 10% excess in the cased-hole overlap section.

EOG requests variance from minimum standards to pump a two stage cement job on the production casing string with the first stage being pumped conventionally with the calculated top of cement at the top of the Brushy Canyon and the second stage performed as a 1000 sack bradenhead squeeze with planned cement from the Brushy Canyon to surface. If necessary, a top out consisting of 400 sacks of Class C cement + 3% Salt + 1% PreMag-M + 6% Bentonite Gel (1.32 yld, 14.8 ppg) will be executed as a contingency. Top will be verified by Echo-meter.

Bradenhead will be the primary option for production cementing. EOG also requests to have the conventional option in place to accommodate for logistical or wellbore conditions. The tie back requirements will be met if the cement is pumped conventionally, and cement volumes will be adjusted accordingly. TOC will be verified by CBL.

**MUD PROGRAM:**

During this procedure we plan to use a Closed-Loop System and haul contents to the required disposal. The applicable depths and properties of the drilling fluid systems are as follows:

| Measured Depth              | Type        | Weight (ppg) | Viscosity | Water Loss |
|-----------------------------|-------------|--------------|-----------|------------|
| 0 – 2,030'                  | Fresh - Gel | 8.6-8.8      | 28-34     | N/c        |
| 2,030' – 7,793'             | Brine       | 9-10.5       | 28-34     | N/c        |
| 5,450' – 28,578'<br>Lateral | Oil Base    | 8.8-9.5      | 58-68     | N/c - 6    |

An electronic pit volume totalizer (PVT) will be utilized on the circulating system, to monitor pit volume, flow rate, pump pressure and stroke rate.

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



## **Appendix A - Spec Sheets**

New Search »

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| Mechanical Properties            | Pipe   | BTC    | LTC | STC    |          |
|----------------------------------|--------|--------|-----|--------|----------|
| Minimum Yield Strength           | 55,000 | --     | --  | --     | psi      |
| Maximum Yield Strength           | 80,000 | --     | --  | --     | psi      |
| Minimum Tensile Strength         | 75,000 | --     | --  | --     | psi      |
| Dimenstons                       | Pipe   | BTC    | LTC | STC    |          |
| Outside Diameter                 | 13.375 | 14.375 | --  | 14.375 | in.      |
| Wall Thickness                   | 0.380  | --     | --  | --     | in.      |
| Inside Diameter                  | 12.615 | 12.615 | --  | 12.615 | in.      |
| Standard Drift                   | 12.459 | 12.459 | --  | 12.459 | in.      |
| Alternate Drift                  | --     | --     | --  | --     | in.      |
| Nominal Linear Weight, T&C       | 54.50  | --     | --  | --     | lbs/ft   |
| Plain End Weight                 | 52.79  | --     | --  | --     | lbs/ft   |
| Performance                      | Pipe   | BTC    | LTC | STC    |          |
| Minimum Collapse Pressure        | 1,130  | 1,130  | --  | 1,130  | psi      |
| Minimum Internal Yield Pressure  | 2,740  | 2,740  | --  | 2,740  | psi      |
| Minimum Pipe Body Yield Strength | 853.00 | --     | --  | --     | 1000 lbs |
| Joint Strength                   | --     | 909    | --  | 514    | 1000 lbs |
| Reference Length                 | --     | 11,125 | --  | 6,290  | ft       |
| Make-Up Data                     | Pipe   | BTC    | LTC | STC    |          |
| Make-Up Loss                     | --     | 4.81   | --  | 3.50   | in.      |
| Minimum Make-Up Torque           | --     | --     | --  | 3,860  | ft-lbs   |
| Maximum Make-Up Torque           | --     | --     | --  | 6,430  | ft-lbs   |

New Search »

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USC ☒ Metric

6/8/2015 10:23:27 AM

| Mechanical Properties            | Pipe   | BTC    | LTC    | STC    |          |
|----------------------------------|--------|--------|--------|--------|----------|
| Minimum Yield Strength           | 55,000 | --     | --     | --     | psi      |
| Maximum Yield Strength           | 80,000 | --     | --     | --     | psi      |
| Minimum Tensile Strength         | 75,000 | --     | --     | --     | psi      |
| Dimenstons                       | Pipe   | BTC    | LTC    | STC    |          |
| Outside Diameter                 | 9.625  | 10.625 | 10.625 | 10.625 | in.      |
| Wall Thickness                   | 0.395  | --     | --     | --     | in.      |
| Inside Diameter                  | 8.835  | 8.835  | 8.835  | 8.835  | in.      |
| Standard Drift                   | 8.679  | 8.679  | 8.679  | 8.679  | in.      |
| Alternate Drift                  | 8.750  | 8.750  | 8.750  | 8.750  | in.      |
| Nominal Linear Weight, T&C       | 40.00  | --     | --     | --     | lbs/ft   |
| Plain End Weight                 | 38.97  | --     | --     | --     | lbs/ft   |
| Performance                      | Pipe   | BTC    | LTC    | STC    |          |
| Minimum Collapse Pressure        | 2,570  | 2,570  | 2,570  | 2,570  | psi      |
| Minimum Internal Yield Pressure  | 3,950  | 3,950  | 3,950  | 3,950  | psi      |
| Minimum Pipe Body Yield Strength | 630.00 | --     | --     | --     | 1000 lbs |
| Joint Strength                   | --     | 714    | 520    | 452    | 1000 lbs |
| Reference Length                 | --     | 11,898 | 8,665  | 7,529  | ft       |
| Make-Up Data                     | Pipe   | BTC    | LTC    | STC    |          |
| Make-Up Loss                     | --     | 4.81   | 4.75   | 3.38   | in.      |
| Minimum Make-Up Torque           | --     | --     | 3,900  | 3,390  | ft-lbs   |
| Maximum Make-Up Torque           | --     | --     | 6,500  | 5,650  | ft-lbs   |





## Connection Data Sheet

| OD (in.) | WEIGHT (lbs./ft.)                  | WALL (in.) | GRADE      | API DRIFT (in.) | RBW% | CONNECTION  |
|----------|------------------------------------|------------|------------|-----------------|------|-------------|
| 5.500    | Nominal: 20.00<br>Plain End: 19.83 | 0.361      | VST P110EC | 4.653           | 87.5 | DWC/C-IS MS |

| PIPE PROPERTIES       |         |        | CONNECTION PROPERTIES        |                  |         |
|-----------------------|---------|--------|------------------------------|------------------|---------|
| Outside Diameter      | 5.500   | in.    | Connection Type              | Semi-Premium T&C |         |
| Inside Diameter       | 4.778   | in.    | Connection O.D. (nom)        | 6.115            | in.     |
| Nominal Area          | 5.828   | sq.in. | Connection I.D. (nom)        | 4.778            | in.     |
| Grade Type            | API 5CT |        | Make-Up Loss                 | 4.125            | in.     |
| Min. Yield Strength   | 125     | ksi    | Coupling Length              | 9.250            | in.     |
| Max. Yield Strength   | 140     | ksi    | Critical Cross Section       | 5.828            | sq.in.  |
| Min. Tensile Strength | 135     | ksi    | Tension Efficiency           | 100.0%           | of pipe |
| Yield Strength        | 729     | klb    | Compression Efficiency       | 100.0%           | of pipe |
| Ultimate Strength     | 787     | klb    | Internal Pressure Efficiency | 100.0%           | of pipe |
| Min. Internal Yield   | 14,360  | psi    | External Pressure Efficiency | 100.0%           | of pipe |
| Collapse              | 12,090  | psi    |                              |                  |         |

| CONNECTION PERFORMANCES                     |        |          | FIELD END TORQUE VALUES       |        |       |
|---|--------|----------|-------------------------------|--------|-------|
| Yield Strength                              | 729    | klb      | Min. Make-up torque           | 16,100 | ft.lb |
| Parting Load                                | 787    | klb      | Opti. Make-up torque          | 17,350 | ft.lb |
| Compression Rating                          | 729    | klb      | Max. Make-up torque           | 18,600 | ft.lb |
| Min. Internal Yield                         | 14,360 | psi      | Min. Shoulder Torque          | 1,610  | ft.lb |
| External Pressure                           | 12,090 | psi      | Max. Shoulder Torque          | 12,880 | ft.lb |
| Maximum Uniaxial Bend Rating                | 104.2  | °/100 ft | Min. Delta Turn               | -      | Turns |
| Reference String Length w 1.4 Design Factor | 26,040 | ft       | Max. Delta Turn               | 0.200  | Turns |
|   |        |          | Maximum Operational Torque    | 21,100 | ft.lb |
|   |        |          | Maximum Torsional Value (MTV) | 23,210 | ft.lb |

Need Help? Contact: [tech.support@vam-usa.com](mailto:tech.support@vam-usa.com)

Reference Drawing: 8136PP Rev.01 & 8136BP Rev.01

Date: 12/03/2019

Time: 06:19:27 PM

For detailed information on performance properties, refer to DWC Connection Data Notes on following page(s).

Connection specifications within the control of VAM USA were correct as of the date printed. Specifications are subject to change without notice. Certain connection specifications are dependent on the mechanical properties of the pipe. Mechanical properties of mill proprietary pipe grades were obtained from mill publications and are subject to change. Properties of mill proprietary grades should be confirmed with the mill. Users are advised to obtain current connection specifications and verify pipe mechanical properties for each application.

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VAM® USA Sales E-mail: [VAMUSAsales@vam-usa.com](mailto:VAMUSAsales@vam-usa.com)Tech Support Email: [tech.support@vam-usa.com](mailto:tech.support@vam-usa.com)**DWC Connection Data Sheet Notes:**

1. DWC connections are available with a seal ring (SR) option.
2. All standard DWC/C connections are interchangeable for a given pipe OD. DWC connections are interchangeable with DWC/C-SR connections of the same OD and wall.
3. Connection performance properties are based on nominal pipe body and connection dimensions.
4. DWC connection internal and external pressure resistance is calculated using the API rating for buttress connections. API Internal pressure resistance is calculated from formulas 31, 32, and 35 in the API Bulletin 5C3.
5. DWC joint strength is the minimum pipe body yield strength multiplied by the connection critical area.
6. API joint strength is for reference only. It is calculated from formulas 42 and 43 in the API Bulletin 5C3.
7. Bending efficiency is equal to the compression efficiency.
8. The torque values listed are recommended. The actual torque required may be affected by field conditions such as temperature, thread compound, speed of make-up, weather conditions, etc.
9. Connection yield torque is not to be exceeded.
10. Reference string length is calculated by dividing the joint strength by both the nominal weight in air and a design factor (DF) of 1.4. These values are offered for reference only and do not include load factors such as bending, buoyancy, temperature, load dynamics, etc.
11. DWC connections will accommodate API standard drift diameters.
12. DWC/C family of connections are compatible with API Buttress BTC connections. Please contact [tech.support@vam-usa.com](mailto:tech.support@vam-usa.com) for details on connection ratings and make-up.



Connection specifications within the control of VAM USA were correct as of the date printed. Specifications are subject to change without notice. Certain connection specifications are dependent on the mechanical properties of the pipe. Mechanical properties of mill proprietary pipe grades were obtained from mill publications and are subject to change. Properties of mill proprietary grades should be confirmed with the mill. Users are advised to obtain current connection specifications and verify pipe mechanical properties for each application.

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New Search »

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USC ☒ Metric

6/8/2015 10:14:05 AM

| Mechanical Properties            | Pipe   | BTC    | LTC | STC    |          |
|----------------------------------|--------|--------|-----|--------|----------|
| Minimum Yield Strength           | 55,000 | --     | --  | --     | psi      |
| Maximum Yield Strength           | 80,000 | --     | --  | --     | psi      |
| Minimum Tensile Strength         | 75,000 | --     | --  | --     | psi      |
| Dimenstons                       | Pipe   | BTC    | LTC | STC    |          |
| Outside Diameter                 | 10.750 | 11.750 | --  | 11.750 | in.      |
| Wall Thickness                   | 0.350  | --     | --  | --     | in.      |
| Inside Diameter                  | 10.050 | 10.050 | --  | 10.050 | in.      |
| Standard Drift                   | 9.894  | 9.894  | --  | 9.894  | in.      |
| Alternate Drift                  | --     | --     | --  | --     | in.      |
| Nominal Linear Weight, T&C       | 40.50  | --     | --  | --     | lbs/ft   |
| Plain End Weight                 | 38.91  | --     | --  | --     | lbs/ft   |
| Performance                      | Pipe   | BTC    | LTC | STC    |          |
| Minimum Collapse Pressure        | 1,580  | 1,580  | --  | 1,580  | psi      |
| Minimum Internal Yield Pressure  | 3,130  | 3,130  | --  | 3,130  | psi      |
| Minimum Pipe Body Yield Strength | 629.00 | --     | --  | --     | 1000 lbs |
| Joint Strength                   | --     | 700    | --  | 420    | 1000 lbs |
| Reference Length                 | --     | 11,522 | --  | 6,915  | ft       |
| Make-Up Data                     | Pipe   | BTC    | LTC | STC    |          |
| Make-Up Loss                     | --     | 4.81   | --  | 3.50   | in.      |
| Minimum Make-Up Torque           | --     | --     | --  | 3,150  | ft-lbs   |
| Maximum Make-Up Torque           | --     | --     | --  | 5,250  | ft-lbs   |



## API 5CT, 10th Ed. Connection Data Sheet

| O.D. (in) | WEIGHT (lb/ft)                     | WALL (in) | GRADE | *API DRIFT (in) | RBW % |
|-----------|------------------------------------|-----------|-------|-----------------|-------|
| 8.625     | Nominal: 32.00<br>Plain End: 31.13 | 0.352     | J55   | 7.796           | 87.5  |

## Material Properties (PE)

| Pipe                      |        |
|---------------------------|--------|
| Minimum Yield Strength:   | 55 ksi |
| Maximum Yield Strength:   | 80 ksi |
| Minimum Tensile Strength: | 75 ksi |
| Coupling                  |        |
| Minimum Yield Strength:   | 55 ksi |
| Maximum Yield Strength:   | 80 ksi |
| Minimum Tensile Strength: | 75 ksi |

## Pipe Body Data (PE)

| Geometry                                     |                       |
|--|-----------------------|
| Nominal ID:                                  | 7.92 inch             |
| Nominal Area:                                | 9.149 in <sup>2</sup> |
| *Special/Alt. Drift:                         | 7.875 inch            |
| Performance                                  |                       |
| Pipe Body Yield Strength:                    | 503 kips              |
| Collapse Resistance:                         | 2,530 psi             |
| Internal Yield Pressure:<br>(API Historical) | 3,930 psi             |

## API Connection Data

Coupling OD: 9.625"

| STC Performance                       |           |
|---------------------------------------|-----------|
| STC Internal Pressure:                | 3,930 psi |
| STC Joint Strength:                   | 372 kips  |
| LTC Performance                       |           |
| LTC Internal Pressure:                | 3,930 psi |
| LTC Joint Strength:                   | 417 kips  |
| SC-BTC Performance - Cplg OD = 9.125" |           |
| BTC Internal Pressure:                | 3,930 psi |
| BTC Joint Strength:                   | 503 kips  |

## API Connection Torque

| STC Torque (ft-lbs)                                |       |       |       |
|--|-------|-------|-------|
| Min:   | 2,793 | Opti: | 3,724 |
|  |       | Max:  | 4,655 |
| LTC Torque (ft-lbs)                                |       |       |       |
| Min:   | 3,130 | Opti: | 4,174 |
|  |       | Max:  | 5,217 |
| BTC Torque (ft-lbs)                                |       |       |       |
| follow API guidelines regarding positional make up |       |       |       |

\*Alt. Drift will be used unless API Drift is specified on order.

\*\*If above API connections do not suit your needs, VAM® premium connections are available up to 100% of pipe body ratings.

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Rev 3, 7/30/2021

10/21/2022 15:24

VALLOUREC STAR 8.625 32# J55 S S2L2 DA 7.875 W/O# SLN# PO# MADE IN USA FT LB

Issued on: 10 Feb. 2021 by Wesley Ott

VAM® SPRINT-SF  
Connection Data Sheet

|             |  |                       |                 |                         |                              |
|-------------|--|-----------------------|-----------------|-------------------------|------------------------------|
| OD<br>6 in. | Weight (lb/ft)<br>Nominal: 24.50<br>Plain End: 23.95 | Wall Th.<br>0.400 in. | Grade<br>P110EC | API Drift:<br>5.075 in. | Connection<br>VAM® SPRINT-SF |
|-------------|--|-----------------------|-----------------|-------------------------|------------------------------|

| PIPE PROPERTIES                |            |       |
|--------------------------------|------------|-------|
| Nominal OD                     | 6.000      | in.   |
| Nominal ID                     | 5.200      | in.   |
| Nominal Cross Section Area     | 7.037      | sqin. |
| Grade Type                     | High Yield |       |
| Min. Yield Strength            | 125        | ksi   |
| Max. Yield Strength            | 140        | ksi   |
| Min. Ultimate Tensile Strength | 135        | ksi   |

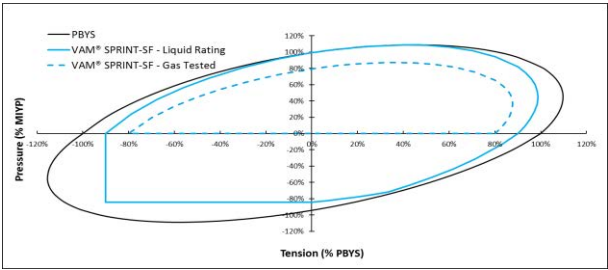
| CONNECTION PROPERTIES        |                     |           |
|------------------------------|---------------------|-----------|
| Connection Type              | Integral Semi-Flush |           |
| Connection OD (nom):         | 6.277               | in.       |
| Connection ID (nom):         | 5.146               | in.       |
| Make-Up Loss                 | 5.386               | in.       |
| Critical Cross Section       | 6.417               | sqin.     |
| Tension Efficiency           | 91.0                | % of pipe |
| Compression Efficiency       | 91.0                | % of pipe |
| Internal Pressure Efficiency | 100                 | % of pipe |
| External Pressure Efficiency | 100                 | % of pipe |

| CONNECTION PERFORMANCES               |        |         |
|---------------------------------------|--------|---------|
| Tensile Yield Strength                | 801    | klb     |
| Compression Resistance                | 801    | klb     |
| Internal Yield Pressure               | 14,580 | psi     |
| Collapse Resistance                   | 12,500 | psi     |
| Max. Structural Bending               | 83     | °/100ft |
| Max. Bending with ISO/API Sealability | 30     | °/100ft |

\* 87.5% RBW

| TORQUE VALUES                      |        |       |
|------------------------------------|--------|-------|
| Min. Make-up torque                | 21,750 | ft.lb |
| Opt. Make-up torque                | 24,250 | ft.lb |
| Max. Make-up torque                | 26,750 | ft.lb |
| Max. Torque with Sealability (MTS) | 53,000 | ft.lb |

VAM® SPRINT-SF is a semi-flush connection innovatively designed for extreme shale applications. Its high tension rating and ultra high torque capacity make it ideal to run a fill string length as production casing in shale wells with extended horizontal sections and tight clearance requirements.



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## Connection Data Sheet

| OD (in.) | WEIGHT (lbs./ft.)                  | WALL (in.) | GRADE      | API DRIFT (in.) | RBW% | CONNECTION |
|----------|------------------------------------|------------|------------|-----------------|------|------------|
| 6.000    | Nominal: 22.30<br>Plain End: 21.70 | 0.360      | VST P110EC | 5.155           | 92.5 | DWC/C-IS   |

## PIPE PROPERTIES

|                              |         |        |
|------------------------------|---------|--------|
| Nominal OD                   | 6.000   | in.    |
| Nominal ID                   | 5.280   | in.    |
| Nominal Area                 | 6.379   | sq.in. |
| Grade Type                   | API 5CT |        |
| Min. Yield Strength          | 125     | ksi    |
| Max. Yield Strength          | 140     | ksi    |
| Min. Tensile Strength        | 135     | ksi    |
| Yield Strength               | 797     | klb    |
| Ultimate Strength            | 861     | klb    |
| Min. Internal Yield Pressure | 13,880  | psi    |
| Collapse Pressure            | 9,800   | psi    |

## CONNECTION PERFORMANCES

|   |        |          |
|---|--------|----------|
| Yield Strength                              | 797    | klb      |
| Parting Load                                | 861    | klb      |
| Compression Rating                          | 797    | klb      |
| Min. Internal Yield                         | 13,880 | psi      |
| External Pressure                           | 9,800  | psi      |
| Maximum Uniaxial Bend Rating                | 47.7   | °/100 ft |
| Reference String Length w 1.4 Design Factor | 25,530 | ft.      |

## CONNECTION PROPERTIES

|                              |                  |
|------------------------------|------------------|
| Connection Type              | Semi-Premium T&C |
| Connection OD (nom)          | 6.650 in.        |
| Connection ID (nom)          | 5.280 in.        |
| Make-Up Loss                 | 4.313 in.        |
| Coupling Length              | 9.625 in.        |
| Critical Cross Section       | 6.379 sq.in.     |
| Tension Efficiency           | 100.0% of pipe   |
| Compression Efficiency       | 100.0% of pipe   |
| Internal Pressure Efficiency | 100.0% of pipe   |
| External Pressure Efficiency | 100.0% of pipe   |

## FIELD END TORQUE VALUES

|                               |        |       |
|-------------------------------|--------|-------|
| Min. Make-up torque           | 17,000 | ft.lb |
| Opti. Make-up torque          | 18,250 | ft.lb |
| Max. Make-up torque           | 19,500 | ft.lb |
| Min. Shoulder Torque          | 1,700  | ft.lb |
| Max. Shoulder Torque          | 13,600 | ft.lb |
| Min. Delta Turn               | -      | Turns |
| Max. Delta Turn               | 0.200  | Turns |
| Maximum Operational Torque    | 24,200 | ft.lb |
| Maximum Torsional Value (MTV) | 26,620 | ft.lb |

Need Help? Contact: [tech.support@vam-usa.com](mailto:tech.support@vam-usa.com)

Reference Drawing: 8135PP Rev.02 & 8135BP Rev.02

Date: 07/30/2020

Time: 07:50:47 PM

For detailed information on performance properties, refer to DWC Connection Data Notes on following page(s).

Connection specifications within the control of VAM USA were correct as of the date printed. Specifications are subject to change without notice. Certain connection specifications are dependent on the mechanical properties of the pipe. Mechanical properties of mill proprietary pipe grades were obtained from mill publications and are subject to change. Properties of mill proprietary grades should be confirmed with the mill. Users are advised to obtain current connection specifications and verify pipe mechanical properties for each application.

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**DWC Connection Data Sheet Notes:**

1. DWC connections are available with a seal ring (SR) option.
2. All standard DWC/C connections are interchangeable for a given pipe OD. DWC connections are interchangeable with DWC/C-SR connections of the same OD and wall.
3. Connection performance properties are based on nominal pipe body and connection dimensions.
4. DWC connection internal and external pressure resistance is calculated using the API rating for buttress connections. API Internal pressure resistance is calculated from formulas 31, 32, and 35 in the API Bulletin 5C3.
5. DWC joint strength is the minimum pipe body yield strength multiplied by the connection critical area.
6. API joint strength is for reference only. It is calculated from formulas 42 and 43 in the API Bulletin 5C3.
7. Bending efficiency is equal to the compression efficiency.
8. The torque values listed are recommended. The actual torque required may be affected by field conditions such as temperature, thread compound, speed of make-up, weather conditions, etc.
9. Connection yield torque is not to be exceeded.
10. Reference string length is calculated by dividing the joint strength by both the nominal weight in air and a design factor (DF) of 1.4. These values are offered for reference only and do not include load factors such as bending, buoyancy, temperature, load dynamics, etc.
11. DWC connections will accommodate API standard drift diameters.
12. DWC/C family of connections are compatible with API Buttress BTC connections. Please contact [tech.support@vam-usa.com](mailto:tech.support@vam-usa.com) for details on connection ratings and make-up.

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**Pegasus 3 Fed Com 325H API #: 30-025-\*\*\*\*\***

EOG respectfully requests an amendment to our approved APD for this well to reflect the following changes:

The original well Pegasus 3 Fed Com #325H (API: 30-025-54623) has been P&A'd (Sundry ID: 2865441). We request that the old well be renamed to Pegasus 3 Fed Com #325Y. The replacement well proposed will take the name Pegasus 3 Fed Com #325H. No new surface disturbance or pad expansion is required.

Reason for Skid: While drilling the 324H, the Pegasus 3 Fed Com 325H was potentially hit and the casing was breached/collapsed at 787'. Operations to get past the breach were unsuccessful, and there is communication between the wells of 6 BPM @ 100 psi. Decision was made to P&A both wells and redrill at new surfaces.

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Phone: (505) 629-6116

Online Phone Directory  
<https://www.emnrd.nm.gov/oed/contact-us>

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

CONDITIONS

Action 489419

CONDITIONS

|   |  |
|---|--|
| Operator:<br>EOG RESOURCES INC<br>5509 Champions Drive<br>Midland, TX 79706 | OGRID:<br>7377                                       |
|   | Action Number:<br>489419                             |
|   | Action Type:<br>[C-103] NOI Change of Plans (C-103A) |

CONDITIONS

| Created By  | Condition  | Condition Date |
|-------------|--|----------------|
| ward.rikala | Any previous COA's not addressed within the updated COA's still apply. | 7/29/2025      |