Form 3160 -3 (March 2012)	Ca	rlsba	d Field ()	PP:	FORM / OMB No	APPROVED . 1004-0137 tobar 21 - 2014			
	UNITED STA DEPARTMENT OF TH	TEOCI	Artesia	441C	5. Lease Serial No.				
	BUREAU OF LAND M	MANAGEME	NT	المتعشر.	NMNM100549				
A	PPLICATION FOR PERMIT	TO DRILL	OR REENTER		6. If Indian, Allotee of	ir Tribe Name			
la. Type of work:		ENTER			7. If Unit or CA Agree	ment, Name and No.			
lb. Type of Well:	Oil Well Gas Well Other	V	Single Zone 🔲 Multip	ole Zone	8. Lease Name and W HH SO 17 20 FED/	'ell No. 102 2H 32/65 E			
2. Name of Operato	CHEVRON USA INCORPORATED)	43	23	9. API Well No. 30 - 0	5-45105			
3a. Address 6301 (Deauville Blvd. Midland TX 79706	3b. Phone (432)68	c No. (include area code) 37-7866		10. Field and Pool, or E PURPLE SAGE / W	xploratory OLFCAMP, (GAS)			
4. Location of Well	(Report location clearly and in accordance w	ith any State requ	urements.*)		11. Sec., T. R. M. or Bl	k. and Survey or Area			
At surface NW	NE / 212 FNL / 1700 FEL / LAT 32.04	49169 / LONC	G -104.209222	4	SEC 17 / T26S / R2	7E / NMP			
At proposed prod	. zone SESE / 280 FSL / 1170 FEL / 1	LAT 32.02112	231 / LONG -104.2072	281					
14. Distance in miles a 11.5 miles	and direction from nearest town or post office	*			12. County or Parish EDDY	13. State NM			
15. Distance from pro location to nearest property or lease I (Also to nearest du	posed* 330 feet inc. fl. ig. unit line. if any)	16. No. 1920	of acres in lease	17. Spacin 640	ng Unit dedicated to this well				
18. Distance from prop	posed location*	19. Prop	oosed Depth	20. BLM/I	BIA Bond No. on file				
applied for, on this	lease, ft.	10029	feet / 20402 feet	FED: CA	A0329				
21. Elevations (Show 3248 feet	whether DF. KDB, RT. GL. etc.)	22 App 01/28/	roximate date work will sta 2018	1 int*	23. Estimated duration 130 days				
		24. A	ttachments						
The following, complete	ted in accordance with the requirements of C	Onshore Oil and	Gas Order No.1. must be a	mached to th	is form:	·			
 Well plat certified 1 A Drilling Plan. 	by a registered surveyor.		4. Bond to cover a Item 20 above).	he operatio	ns unless covered by an o	existing bond on file (see			
3. A Surface Use Pla SUPO must be file	n (if the location is on National Forest Sy d with the appropriate Forest Service Office	stem Lands, the :).	e 5. Operator certifi 6. Such other site BLM.	cation specific info	ormation and/or plans as	may be required by the			
25. Signature (Elec	tronic Submission)	Na La	ame (Printed/Typed) aura Becerra / Ph: (43)	Date 09/28/2017					
Title Permitting Sp	ecialist	£							
Approved by (Signature	·)	N	ame (Printed/Typed)	······		Date			
(Electi	ronic Submission)		ody Layton / Ph: (575):	234-5959		07/06/2018			
Supervisor Multipl	e Resources	C	ARLSBAD						
Application approval conduct operations the Conditions of approva	does not warrant or certify that the applican recon. I, if any, are attached.	t holds legal or	equitable title to those righ	nts in the sub	iject lease which would er	title the applicant to			
Title 18 U.S.C. Section States any false, fictitic	1001 and Title 43 U.S.C. Section 1212, make ous or fraudulent statements or representatio	it a crime for an ons as to any mat	ny person knowingly and ter within its jurisdiction.	willfully to n	nake to any department of	r agency of the United			
(Continued on p	age 2)	<u> </u>	<u></u>		*(Instr	uctions on page 2)			
				INC	NM OIL CO	INSERVATION			
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Approval Date: 07/06/2018

Rup 7-12-18

INSTRUCTIONS

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

ITEM 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.

(Continued on page 3)

(Form 3160-3, page 2)

Additional Operator Remarks

Location of Well

1. SHL: NWNE / 212 FNL / 1700 FEL / TWSP: 26S / RANGE: 27E / SECTION: 17 / LAT: 32.049169 / LONG: -104.209222 (TVD: 0 feet, MD: 0 feet) PPP: NENE / 330 FNL / 1170 FEL / TWSP: 26S / RANGE: 27E / SECTION: 17 / LAT: 32.048718 / LONG: -104.207016 (TVD: 10029 feet, MD: 20402 feet) BHL: SESE / 280 FSL / 1170 FEL / TWSP: 26S / RANGE: 27E / SECTION: 20 / LAT: 32.0211231 / LONG: -104.207281 (TVD: 10029 feet, MD: 20402 feet)

BLM Point of Contact

Name: Tenille Ortiz Title: Legal Instruments Examiner Phone: 5752342224 Email: tortiz@blm.gov

Approval Date: 07/06/2018

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Review and Appeal Rights

A person contesting a decision shall request a State Director review. This request must be filed within 20 working days of receipt of the Notice with the appropriate State Director (see 43 CFR 3165.3). The State Director review decision may be appealed to the Interior Board of Land Appeals, 801 North Quincy Street, Suite 300, Arlington, VA 22203 (see 43 CFR 3165.4). Contact the above listed Bureau of Land Management office for further information.

Approval Date: 07/06/2018

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(Form 3160-3, page 4)

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PECOS DISTRICT DRILLING CONDITIONS OF APPROVAL

OPERATOR'S NAME:	CHEVRON USA INC
LEASE NO.:	NMNM100549
WELL NAME & NO.:	HH SO 17 20 FED 002 2H
SURFACE HOLE FOOTAGE:	212' FNL & 1700' FEL
BOTTOM HOLE FOOTAGE	280' FSL & 1170' FEL; Sec. 20
LOCATION:	Section 17, T. 26 S., R 27 E., NMPM
COUNTY:	Eddy County, New Mexico

COA

H2S	C Yes	r No	
Potash	• None	C Secretary	C R-111-P
Cave/Karst Potential	CLow	C Medium	@ High
Variance	C None	Flex Hose	Other
Wellhead	Conventional	Multibowl	C Both
Other	☐ 4 String Area	Capitan Reef	☐ WIPP

A. Hydrogen Sulfide

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

B. CASING

- 1. The 13-3/8 inch surface casing shall be set at approximately 450 feet (a minimum of 25 feet into the Rustler Anhydrite and above the salt) and cemented to the surface.
 - a. If cement does not circulate to the surface, the appropriate BLM office shall be notified and a temperature survey utilizing an electronic type temperature survey with surface log readout will be used or a cement bond log shall be run to verify the top of the cement. Temperature survey will be run a minimum of six hours after pumping cement and ideally between 8-10 hours after completing the cement job.
 - b. Wait on cement (WOC) time for a primary cement job will be a minimum of <u>8</u> <u>hours</u> or 500 pounds compressive strength, whichever is greater. (This is to include the lead cement).

- c. Wait on cement (WOC) time for a remedial job will be a minimum of 4 hours after bringing cement to surface or 500 pounds compressive strength, whichever is greater.
- d. If cement falls back, remedial cementing will be done prior to drilling out that string.

Operator shall filled 1/3rd of casing with fluid while running intermediate casing to maintain collapse safety factor.

2. The minimum required fill of cement behind the **9-5/8** inch intermediate casing is: Wait on cement (WOC) time for a primary cement job is to include the lead cement slurry due to cave/karst or potash.

Operator has proposed a DV tool, the depth may be adjusted as long as the cement is changed proportionally. The DV tool may be cancelled if cement circulates to surface on the first stage.

- a. First stage to DV tool: Cement to circulate. If cement does not circulate off the DV tool, contact the appropriate BLM office before proceeding with second stage cement job. Additional cement maybe required. Excess calculates to 14%.
- b. Second stage above DV tool:Cement to surface. If cement does not circulate, contact the appropriate BLM office. Additional cement maybe required. Excess calculates to 22%.
- c.
- In <u>High Cave/Karst Areas</u> if cement does not circulate to surface on the first two casing strings, the cement on the 3rd casing string must come to surface.
- 3. The minimum required fill of cement behind the 5-1/2 inch production casing is:
 - Cement should tie-back at least 200 feet into previous casing string. Operator shall provide method of verification.

C. PRESSURE CONTROL

- 1. Variance approved to use flex line from BOP to choke manifold. Manufacturer's specification to be readily available. No external damage to flex line. Flex line to be installed as straight as possible (no hard bends).
- 2. Minimum working pressure of the blowout preventer (BOP) and related equipment (BOPE) required for drilling below the surface casing shoe shall be **5000 (5M)** psi.

GENERAL REQUIREMENTS

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

- a. Spudding well (minimum of 24 hours)
- b. Setting and/or Cementing of all casing strings (minimum of 4 hours)
- c. BOPE tests (minimum of 4 hours)
 - Chaves and Roosevelt Counties
 Call the Roswell Field Office, 2909 West Second St., Roswell NM 88201.
 During office hours call (575) 627-0272.
 After office hours call (575)
 - Eddy County

Call the Carlsbad Field Office, 620 East Greene St., Carlsbad, NM 88220, (575) 361-2822

Lea County

Call the Hobbs Field Station, 414 West Taylor, Hobbs NM 88240, (575) 393-3612

- 1. Unless the production casing has been run and cemented or the well has been properly plugged, the drilling rig shall not be removed from over the hole without prior approval.
 - a. In the event the operator has proposed to drill multiple wells utilizing a skid/walking rig. Operator shall secure the wellbore on the current well, after installing and testing the wellhead, by installing a blind flange of like pressure rating to the wellhead and a pressure gauge that can be monitored while drilling is performed on the other well(s).
 - b. When the operator proposes to set surface casing with Spudder Rig
 - Notify the BLM when moving in and removing the Spudder Rig.
 - Notify the BLM when moving in the 2nd Rig. Rig to be moved in within 90 days of notification that Spudder Rig has left the location.
 - BOP/BOPE test to be conducted per Onshore Oil and Gas Order No. 2 as soon as 2nd Rig is rigged up on well.
- 2. Floor controls are required for 3M or Greater systems. These controls will be on the rig floor, unobstructed, readily accessible to the driller and will be operational at all times during drilling and/or completion activities. Rig floor is defined as the area immediately around the rotary table; the area immediately above the substructure on which the draw works are located, this does not include the dog house or stairway area.
- 3. The record of the drilling rate along with the GR/N well log run from TD to surface (horizontal well vertical portion of hole) shall be submitted to the BLM office as

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well as all other logs run on the borehole 30 days from completion. If available, a digital copy of the logs is to be submitted in addition to the paper copies. The Rustler top and top and bottom of Salt are to be recorded on the Completion Report.

A. CASING

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

larger diameter than the tool joints of the drill pipe will be installed prior to continuing drilling operations.

8. Whenever a casing string is cemented in the R-111-P potash area, the NMOCD requirements shall be followed.

B. PRESSURE CONTROL

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

- a. In a water basin, for all casing strings utilizing slips, these are to be set as soon as the crew and rig are ready and any fallback cement remediation has been done. The casing cut-off and BOP installation can be initiated four hours after installing the slips, which will be approximately six hours after bumping the plug. For those casing strings not using slips, the minimum wait time before cut-off is eight hours after bumping the plug. BOP/BOPE testing can begin after cut-off or once cement reaches 500 psi compressive strength (including lead when specified), whichever is greater. However, if the float does not hold, cut-off cannot be initiated until cement reaches 500 psi compressive strength (including lead when specified).
- b. In potash areas, for all casing strings utilizing slips, these are to be set as soon as the crew and rig are ready and any fallback cement remediation has been done. For all casing strings, casing cut-off and BOP installation can be initiated at twelve hours after bumping the plug. However, no tests shall commence until the cement has had a minimum of 24 hours setup time, except the casing pressure test can be initiated immediately after bumping the plug (only applies to single stage cement jobs).
- c. The tests shall be done by an independent service company utilizing a test plug. The results of the test shall be reported to the appropriate BLM office.
- d. The test shall be run on a 5000 psi chart for a 2-3M BOP/BOP, on a 10000 psi chart for a 5M BOP/BOPE and on a 15000 psi chart for a 10M BOP/BOPE. If a linear chart is used, it shall be a one hour chart. A circular chart shall have a maximum 2 hour clock. If a twelve hour or twenty-four hour chart is used, tester shall make a notation that it is run with a two hour clock.
- e. All tests are required to be recorded on a calibrated test chart. A copy of the BOP/BOPE test chart and a copy of independent service company test will be submitted to the appropriate BLM office.
- f. The BOP/BOPE test shall include a low pressure test from 250 to 300 psi. The test will be held for a minimum of 10 minutes. This test shall be performed prior to the test at full stack pressure.
- g. BOP/BOPE must be tested by an independent service company within 500 feet of the top of the Wolfcamp formation if the time between the setting of the intermediate casing and reaching this depth exceeds 20 days. This test does not exclude the test prior to drilling out the casing shoe as per Onshore Order No. 2.

C. DRILLING MUD

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

D. WASTE MATERIAL AND FLUIDS

All waste (i.e. drilling fluids, trash, salts, chemicals, sewage, gray water, etc.) created as a result of drilling operations and completion operations shall be safely contained and disposed of properly at a waste disposal facility. No waste material or fluid shall be disposed of on the well location or surrounding area.

Porto-johns and trash containers will be on-location during fracturing operations or any other crew-intensive operations.

Waste Minimization Plan (WMP)

In the interest of resource development, submission of additional well gas capture development plan information is deferred but may be required by the BLM Authorized Officer at a later date.

ZS 030418

PECOS DISTRICT SURFACE USE CONDITIONS OF APPROVAL

OPERATOR'S NAME:	Chevron USA Inc.
LEASE NO.:	NMNM 118108
WELL NAME & NO.:	HH SO 17 20 FED 002
SURFACE HOLE	1H: 212' FNL & 1725' FEL, 2H: 212' FNL & 1700'
FOOTAGE:	FEL, 3H: 212' FNL & 1675' FEL, 4H: 212' FNL &
	1650' FEL, 5H: 212' FNL & 1625' FEL, 6H: 212'
	FNL & 1600' FEL
BOTTOM HOLE FOOTAGE	1H: 280' FSL & 330' FEL, 2H: 280' FSL & 1170'
	FEL, 3H: 280' FSL & 2010' FEL, 4H: 280' FSL &
	2430' FEL, 5H: 280' FSL & 1590' FEL, 6H: 280'
	FSL & 750' FEL
LOCATION:	Sec 17, T26S, R27E
COUNTY:	Eddy County, New Mexico

TABLE OF CONTENTS

Standard Conditions of Approval (COA) apply to this APD. If any deviations to these standards exist or special COAs are required, the section with the deviation or requirement will be checked below.

General Provisions

Permit Expiration

] Archaeology, Paleontology, and Historical Sites

Noxious Weeds

Special Requirements

Cave/Karst

Watershed

Construction

Notification

Topsoil

Closed Loop System

Federal Mineral Material Pits

Well Pads

Roads

Road Section Diagram

Production (Post Drilling)

Well Structures & Facilities Pipelines

Interim Reclamation

Final Abandonment & Reclamation

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I. GENERAL PROVISIONS

The approval of the Application For Permit To Drill (APD) is in compliance with all applicable laws and regulations: 43 Code of Federal Regulations 3160, the lease terms, Onshore Oil and Gas Orders, Notices To Lessees, New Mexico Oil Conservation Division (NMOCD) Rules, National Historical Preservation Act As Amended, and instructions and orders of the Authorized Officer. Any request for a variance shall be submitted to the Authorized Officer on Form 3160-5, Sundry Notices and Report on Wells.

II. PERMIT EXPIRATION

If the permit terminates prior to drilling and drilling cannot be commenced within 60 days after expiration, an operator is required to submit Form 3160-5, Sundry Notices and Reports on Wells, requesting surface reclamation requirements for any surface disturbance. However, if the operator will be able to initiate drilling within 60 days after the expiration of the permit, the operator must have set the conductor pipe in order to allow for an extension of 60 days beyond the expiration date of the APD. (Filing of a Sundry Notice is required for this 60 day extension.)

III. ARCHAEOLOGICAL, PALEONTOLOGY & HISTORICAL SITES

Any cultural and/or paleontological resource discovered by the operator or by any person working on the operator's behalf shall immediately report such findings to the Authorized Officer. The operator is fully accountable for the actions of their contractors and subcontractors. The operator shall suspend all operations in the immediate area of such discovery until written authorization to proceed is issued by the Authorized Officer. An evaluation of the discovery shall be made by the Authorized Officer to determine the appropriate actions that shall be required to prevent the loss of significant cultural or scientific values of the discovery. The operator shall be held responsible for the cost of the proper mitigation measures that the Authorized Officer assesses after consultation with the operator on the evaluation and decisions of the discovery. Any unauthorized collection or disturbance of cultural or paleontological resources may result in a shutdown order by the Authorized Officer.

IV. NOXIOUS WEEDS

The operator shall be held responsible if noxious weeds become established within the areas of operations. Weed control shall be required on the disturbed land where noxious weeds exist, which includes the roads, pads, associated pipeline corridor, and adjacent land affected by the establishment of weeds due to this action. The operator shall consult with the Authorized Officer for

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acceptable weed control methods, which include following EPA and BLM requirements and policies.

V. SPECIAL REQUIREMENT(S)

Cave and Karst Conditions of Approval for APDs

** Depending on location, additional Drilling, Casing, and Cementing procedures may be required by engineering to protect critical karst groundwater recharge areas.

Cave/Karst Surface Mitigation

The following stipulations will be applied to minimize impacts during construction, drilling and production:

Construction:

In the advent that any underground voids are opened up during construction activities, construction activities will be halted and the BLM will be notified immediately.

No Blasting:

No blasting will be utilized for pad construction. The pad will be constructed and leveled by adding the necessary fill and caliche.

Pad Berming:

- The entire perimeter of the well pad will be bermed to prevent oil, salt, and other chemical contaminants from leaving the well pad.
- The compacted berm shall be constructed at a minimum of 12 inches high with impermeable mineral material (e.g., caliche).
- No water flow from the uphill side(s) of the pad shall be allowed to enter the well pad.
- The topsoil stockpile shall be located outside the bermed well pad.
- Topsoil, either from the well pad or surrounding area, shall not be used to construct the berm.
- No storm drains, tubing or openings shall be placed in the berm.
- If fluid collects within the bermed area, the fluid must be vacuumed into a safe container and disposed of properly at a state approved facility.
- The integrity of the berm shall be maintained around the surfaced pad throughout the life of the well and around the downsized pad after interim reclamation has been completed.
- Any access road entering the well pad shall be constructed so that the integrity of the berm height surrounding the well pad is not compromised. (Any access road crossing the berm cannot be lower than the berm height.)
- Following a rain event, all fluids will vacuumed off of the pad and hauled offsite and disposed at a proper disposal facility.

Tank Battery Liners and Berms:

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Tank battery locations and all facilities will be lined and bermed. A 20 mil permanent liner will be installed with a 4 oz. felt backing, or equivalent, to prevent tears or punctures. Tank battery berms must be large enough to contain 1 $\frac{1}{2}$ times the content of the largest tank.

Leak Detection System:

A method of detecting leaks is required. The method could incorporate gauges to measure loss, situating values and lines so they can be visually inspected, or installing electronic sensors to alarm when a leak is present. Leak detection plan will be submitted to BLM for approval.

Automatic Shut-off Systems:

Automatic shut off, check values, or similar systems will be installed for pipelines and tanks to minimize the effects of catastrophic line failures used in production or drilling.

Cave/Karst Subsurface Mitigation

The following stipulations will be applied to protect cave/karst and ground water concerns:

Rotary Drilling with Fresh Water:

Fresh water will be used as a circulating medium in zones where caves or karst features are expected. SEE ALSO: Drilling COAs for this well.

Directional Drilling:

Kick off for directional drilling will occur at least 100 feet below the bottom of the cave occurrence zone. SEE ALSO: Drilling COAs for this well.

Lost Circulation:

ALL lost circulation zones from the surface to the base of the cave occurrence zone will be logged and reported in the drilling report.

Regardless of the type of drilling machinery used, if a void of four feet or more and circulation losses greater than 70 percent occur simultaneously while drilling in any cave-bearing zone, the BLM will be notified immediately by the operator. The BLM will assess the situation and work with the operator on corrective actions to resolve the problem.

Abandonment Cementing:

Upon well abandonment in cave karst areas additional plugging conditions of approval may be required. The BLM will assess the situation and work with the operator to ensure proper plugging of the wellbore.

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Pressure Testing:

Annual pressure monitoring will be performed by the operator on all casing annuli and reported in a sundry notice. If the test results indicated a casing failure has occurred, remedial action will be undertaken to correct the problem to the BLM's approval.

<u>Watershed</u>

- The entire well pad will be bermed to prevent oil, salt, and other chemical contaminants from leaving the well pad. Topsoil shall not be used to construct the berm. No water flow from the uphill side(s) of the pad shall be allowed to enter the well pad. The berm shall be maintained through the life of the well and after interim reclamation has been completed.
- Any water erosion that may occur due to the construction of the well pad during the life of the well will be quickly corrected and proper measures will be taken to prevent future erosion.

VI. CONSTRUCTION

A. NOTIFICATION

The BLM shall administer compliance and monitor construction of the access road and well pad. Notify the Carlsbad Field Office at (575) 234-5909 at least 3 working days prior to commencing construction of the access road and/or well pad.

When construction operations are being conducted on this well, the operator shall have the approved APD and Conditions of Approval (COA) on the well site and they shall be made available upon request by the Authorized Officer.

B. TOPSOIL

The operator shall strip the top portion of the soil (root zone) from the entire well pad area and stockpile the topsoil along the edge of the well pad as depicted in the APD. The root zone is typically six (6) inches in depth. All the stockpiled topsoil will be redistributed over the interim reclamation areas. Topsoil shall not be used for berming the pad or facilities. For final reclamation, the topsoil shall be spread over the entire pad area for seeding preparation.

Other subsoil (below six inches) stockpiles must be completely segregated from the topsoil stockpile. Large rocks or subsoil clods (not evident in the surrounding terrain) must be buried within the approved area for interim and final reclamation.

C. CLOSED LOOP SYSTEM

Tanks are required for drilling operations: No Pits.

The operator shall properly dispose of drilling contents at an authorized disposal site.

D. FEDERAL MINERAL MATERIALS PIT

Payment shall be made to the BLM prior to removal of any federal mineral materials. Call the Carlsbad Field Office at (575) 234-5972.

E. WELL PAD SURFACING

Surfacing of the well pad is not required.

If the operator elects to surface the well pad, the surfacing material may be required to be removed at the time of reclamation. The well pad shall be constructed in a manner which creates the smallest possible surface disturbance, consistent with safety and operational needs.

F. EXCLOSURE FENCING (CELLARS & PITS)

Exclosure Fencing

The operator will install and maintain exclosure fencing for all open well cellars to prevent access to public, livestock, and large forms of wildlife before and after drilling operations until the pit is free of fluids and the operator initiates backfilling. (For examples of exclosure fencing design, refer to BLM's Oil and Gas Gold Book, Exclosure Fence Illustrations, Figure 1, Page 18.)

G. ON LEASE ACCESS ROADS

Road Width

The access road shall have a driving surface that creates the smallest possible surface disturbance and does not exceed fourteen (14) feet in width. The maximum width of surface disturbance, when constructing the access road, shall not exceed twenty-five (25) feet.

Surfacing

Surfacing material is not required on the new access road driving surface. If the operator elects to surface the new access road or pad, the surfacing material may be required to be removed at the time of reclamation.

Where possible, no improvements should be made on the unsurfaced access road other than to remove vegetation as necessary, road irregularities, safety issues, or to fill low areas that may sustain standing water.

The Authorized Officer reserves the right to require surfacing of any portion of the access road at any time deemed necessary. Surfacing may be required in the

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event the road deteriorates, erodes, road traffic increases, or it is determined to be beneficial for future field development. The surfacing depth and type of material will be determined at the time of notification.

Crowning

Crowning shall be done on the access road driving surface. The road crown shall have a grade of approximately 2% (i.e., a 1" crown on a 14' wide road). The road shall conform to Figure 1; cross section and plans for typical road construction.

Ditching

Ditching shall be required on both sides of the road.

Turnouts

Vehicle turnouts shall be constructed on the road. Turnouts shall be intervisible with interval spacing distance less than 1000 feet. Turnouts shall conform to Figure 1; cross section and plans for typical road construction.

Drainage

Drainage control systems shall be constructed on the entire length of road (e.g. ditches, sidehill outsloping and insloping, lead-off ditches, culvert installation, and low water crossings).

A typical lead-off ditch has a minimum depth of 1 foot below and a berm of 6 inches above natural ground level. The berm shall be on the down-slope side of the lead-off ditch.

Cross Section of a Typical Lead-off Ditch



All lead-off ditches shall be graded to drain water with a 1 percent minimum to 3 percent maximum ditch slope. The spacing interval are variable for lead-off ditches and shall be determined according to the formula for spacing intervals of lead-off ditches, but may be amended depending upon existing soil types and centerline road slope (in %);

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Formula for Spacing Interval of Lead-off Ditches

Example - On a 4% road slope that is 400 feet long, the water flow shall drain water into a lead-off ditch. Spacing interval shall be determined by the following formula:

400 foot road with 4% road slope: 400' + 100' = 200' lead-off ditch interval

Cattle guards

An appropriately sized cattle guard sufficient to carry out the project shall be installed and maintained at fence/road crossings. Any existing cattle guards on the access road route shall be repaired or replaced if they are damaged or have deteriorated beyond practical use. The operator shall be responsible for the condition of the existing cattle guards that are in place and are utilized during lease operations.

Fence Requirement

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

Public Access

Public access on this road shall not be restricted by the operator without specific written approval granted by the Authorized Officer.



Figure 1. Cross-sections and plans for typical road sections representative of BLM resource or FS local and higher-class roads.

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VII. PRODUCTION (POST DRILLING)

A. WELL STRUCTURES & FACILITIES

Placement of Production Facilities

Production facilities should be placed on the well pad to allow for maximum interim recontouring and revegetation of the well location.

Exclosure Netting (Open-top Tanks)

Immediately following active drilling or completion operations, the operator will take actions necessary to prevent wildlife and livestock access, including avian wildlife, to all open-topped tanks that contain or have the potential to contain salinity sufficient to cause harm to wildlife or livestock, hydrocarbons, or Resource Conservation and Recovery Act of 1976-exempt hazardous substances. At a minimum, the operator will net, screen, or cover open-topped tanks to exclude wildlife and livestock and prevent mortality. If the operator uses netting, the operator will cover and secure the open portion of the tank to prevent wildlife entry. The operator will net, screen, or cover the tanks until the operator removes the tanks from the location or the tanks no longer contain substances that could be harmful to wildlife or livestock. Use a maximum netting mesh size of 1 $\frac{1}{2}$ inches. The netting must not be in contact with fluids and must not have holes or gaps.

Chemical and Fuel Secondary Containment and Exclosure Screening

The operator will prevent all hazardous, poisonous, flammable, and toxic substances from coming into contact with soil and water. At a minimum, the operator will install and maintain an impervious secondary containment system for any tank or barrel containing hazardous, poisonous, flammable, or toxic substances sufficient to contain the contents of the tank or barrel and any drips, leaks, and anticipated precipitation. The operator will dispose of fluids within the containment system that do not meet applicable state or U. S. Environmental Protection Agency livestock water standards in accordance with state law; the operator must not drain the fluids to the soil or ground. The operator will design, construct, and maintain all secondary containment systems to prevent wildlife and livestock exclosure systems such as fencing, netting, expanded metal mesh, lids, and grate covers. Use a maximum netting mesh size of 1 ½ inches.

Open-Vent Exhaust Stack Exclosures

The operator will construct, modify, equip, and maintain all open-vent exhaust stacks on production equipment to prevent birds and bats from entering, and to discourage perching, roosting, and nesting. (*Recommended exclosure structures on open-vent exhaust stacks are in the shape of a cone.*) Production

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

Containment Structures

Proposed production facilities such as storage tanks and other vessels will have a secondary containment structure that is constructed to hold the capacity of 1.5 times the largest tank, plus freeboard to account for precipitation, unless more stringent protective requirements are deemed necessary.

Painting Requirement

All above-ground structures including meter housing that are not subject to safety requirements shall be painted a flat non-reflective paint color, **Shale Green** from the BLM Standard Environmental Color Chart (CC-001: June 2008).

B. PIPELINES

STANDARD STIPULATIONS FOR SURFACE INSTALLED PIPELINES

A copy of the Grant and attachments, including stipulations, survey plat(s) and/or map(s), shall be on location during construction. BLM personnel may request to review a copy of your permit during construction to ensure compliance with all stipulations.

Holder agrees to comply with the following stipulations to the satisfaction of the Authorized Officer:

1. Holder shall indemnify the United States against any liability for damage to life or property arising from the occupancy or use of public lands under this grant.

2. Holder shall comply with all applicable Federal laws and regulations existing or hereafter enacted or promulgated. In any event, Holder shall comply with the Toxic Substances Control Act of 1976 as amended, 15 USC § 2601 *et seq.* (1982) with regard to any toxic substances that are used, generated by or stored on the right-of-way or on facilities authorized under this right-of-way grant (see 40 CFR, Part 702-799 and in particular, provisions on polychlorinated biphenyls, 40 CFR 761.1-761.193). Additionally, any release of toxic substances (leaks, spills, etc.) in excess of the reportable quantity established by 40 CFR, Part 117 shall be reported as required by the Comprehensive Environmental Response, Compensation, and Liability Act, section 102b. A copy of any report required or requested by any Federal agency or State government as a result of a reportable release or spill of any toxic substances shall be furnished to the Authorized Officer concurrent with the filing of the reports to the involved Federal agency or State government.

3. Holder agrees to indemnify the United States against any liability arising from the release of any hazardous substance or hazardous waste (as these terms

are defined in the Comprehensive Environmental Response, Compensation and Liability Act of 1980, 42 U.S.C. § 9601, *et seq.* or the Resource Conservation and Recovery Act, 42 U.S.C. 6901, *et seq.*) on the Right-of-Way (unless the release or threatened release is wholly unrelated to activity of the Right-of-Way Holder's activity on the Right-of-Way), or resulting from the activity of the Right-of-Way Holder on the Right-of-Way. This provision applies without regard to whether a release is caused by Holder, its agent, or unrelated third parties.

4. Holder shall be liable for damage or injury to the United States to the extent provided by 43 CFR Sec. 2883.1-4. Holder shall be held to a standard of strict liability for damage or injury to the United States resulting from pipe rupture, fire, or spills caused or substantially aggravated by any of the following within the right-of-way or permit area:

- a. Activities of Holder including, but not limited to: construction, operation, maintenance, and termination of the facility;
- b. Activities of other parties including, but not limited to:
 - (1) Land clearing
 - (2) Earth-disturbing and earth-moving work
 - (3) Blasting
 - (4) Vandalism and sabotage;
- c. Acts of God.

The maximum limitation for such strict liability damages shall not exceed one million dollars (\$1,000,000) for any one event, and any liability in excess of such amount shall be determined by the ordinary rules of negligence of the jurisdiction in which the damage or injury occurred.

This section shall not impose strict liability for damage or injury resulting primarily from an act of war or from the negligent acts or omissions of the United States.

5. If, during any phase of the construction, operation, maintenance, or termination of the pipeline, any oil, salt water, or other pollutant should be discharged from the pipeline system, impacting Federal lands, the control and total removal, disposal, and cleaning up of such oil, salt water, or other pollutant, wherever found, shall be the responsibility of Holder, regardless of fault. Upon failure of Holder to control, dispose of, or clean up such discharge on or affecting Federal lands, or to repair all damages resulting therefrom, on the Federal lands, the Authorized Officer may take such measures as he/she deems necessary to control and clean up the discharge and restore the area, including, where appropriate, the aquatic environment and fish and wildlife habitats, at the full expense of Holder. Such action by the Authorized Officer shall not relieve Holder of any responsibility as provided herein.

6. All construction and maintenance activity shall be confined to the authorized

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right-of-way width of <u>20</u> feet. If the pipeline route follows an existing road or buried pipeline right-of-way, the surface pipeline shall be installed no farther than 10 feet from the edge of the road or buried pipeline right-of-way. If existing surface pipelines prevent this distance, the proposed surface pipeline shall be installed immediately adjacent to the outer surface pipeline. All construction and maintenance activity shall be confined to existing roads or right-of-ways.

7. No blading or clearing of any vegetation shall be allowed unless approved in writing by the Authorized Officer.

8. Holder shall install the pipeline on the surface in such a manner that will minimize suspension of the pipeline across low areas in the terrain. In hummocky of duney areas, the pipeline shall be "snaked" around hummocks and dunes rather than suspended across these features.

9. The pipeline shall be buried with a minimum of <u>24</u> inches under all roads, "two-tracks," and trails. Burial of the pipe will continue for 20 feet on each side of each crossing. The condition of the road, upon completion of construction, shall be returned to at least its former state with no bumps or dips remaining in the road surface.

10. The holder shall minimize disturbance to existing fences and other improvements on public lands. The holder is required to promptly repair improvements to at least their former state. Functional use of these improvements will be maintained at all times. The holder will contact the owner of any improvements prior to disturbing them. When necessary to pass through a fence line, the fence shall be braced on both sides of the passageway prior to cutting of the fence. No permanent gates will be allowed unless approved by the Authorized Officer.

11. In those areas where erosion control structures are required to stabilize soil conditions, the holder will install such structures as are suitable for the specific soil conditions being encountered and which are in accordance with sound resource management practices.

12. Excluding the pipe, all above-ground structures not subject to safety requirement shall be painted by the holder to blend with the natural color of the landscape. The paint used shall be a color which simulates "Standard Environmental Colors" – **Shale Green**, Munsell Soil Color No. 5Y 4/2; designated by the Rocky Mountain Five State Interagency Committee.

13. The pipeline will be identified by signs at the point of origin and completion of the right-of-way and at all road crossings. At a minimum, signs will state the holder's name, BLM serial number, and the product being transported. Signs will be maintained in a legible condition for the life of the pipeline.

14. The holder shall not use the pipeline route as a road for purposes other than

routine maintenance as determined necessary by the Authorized Officer in consultation with the holder. The holder will take whatever steps are necessary to ensure that the pipeline route is not used as a roadway.

15. Any cultural and/or paleontological resource (historic or prehistoric site or object) discovered by the holder, or any person working on his behalf, on public or Federal land shall be immediately reported to the authorized officer. Holder shall suspend all operations in the immediate area of such discovery until written authorization to proceed is issued by the authorized officer. An evaluation of the discovery will be made by the authorized officer to determine appropriate cultural or scientific values. The holder will be responsible for the cost of evaluation and any decision as to proper mitigation measures will be made by the authorized officer after consulting with the holder.

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16. The operator shall be held responsible if noxious weeds become established within the areas of operations. Weed control shall be required on the disturbed land where noxious weeds exist, which includes the roads, powerline corridor, and adjacent land affected by the establishment of weeds due to this action. The operator shall consult with the Authorized Officer for acceptable weed control methods, which include following EPA and BLM requirements and policies.

17. Surface pipelines shall be less than or equal to 4 inches and a working pressure below 125 psi.

STANDARD STIPULATIONS FOR BURIED PIPELINE STIPULATIONS

A copy of the application (Grant, APD, or Sundry Notice) and attachments, including conditions of approval, survey plat and/or map, will be on location during construction. BLM personnel may request to you a copy of your permit during construction to ensure compliance with all stipulations.

Holder agrees to comply with the following stipulations to the satisfaction of the Authorized Officer:

1. The Holder shall indemnify the United States against any liability for damage to life or property arising from the occupancy or use of public lands under this grant.

2. The Holder shall comply with all applicable Federal laws and regulations existing or hereafter enacted or promulgated. In any event, the holder shall comply with the Toxic Substances Control Act of 1976 as amended, 15 USC 2601 <u>et seq.</u> (1982) with regards to any toxic substances that are used, generated by or stored on the right-of-way or on facilities authorized under this right-of-way grant. (See 40 CFR Part 702-799 and especially, provisions on polychlorinated biphenyls, 40 CFR 761.1-761.193.) Additionally, any release of toxic substances (leaks, spills, etc.) in excess of the reportable quantity established by 40 CFR Part 117 shall be reported as required by the

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Comprehensive Environmental Response, Compensation, and Liability Act, section 102b. A copy of any report required or requested by any Federal agency or State government as a result of a reportable release or spill of any toxic substances shall be furnished to the authorized officer concurrent with the filing of the reports to the involved Federal agency or State government.

3. The holder agrees to indemnify the United States against any liability arising from the release of any hazardous substance or hazardous waste (as these terms are defined in the Comprehensive Environmental Response, Compensation and Liability Act of 1980, 42 U.S.C. 9601, <u>et seq</u>. or the Resource Conservation and Recovery Act, 42 U.S.C.6901, <u>et seq</u>.) on the Right-of-Way (unless the release or threatened release is wholly unrelated to the Right-of-Way holder's activity on the Right-of-Way), or resulting from the activity of the Right-of-Way holder on the Right-of-Way. This agreement applies without regard to whether a release is caused by the holder, its agent, or unrelated third parties.

4. If, during any phase of the construction, operation, maintenance, or termination of the pipeline, any oil or other pollutant should be discharged from the pipeline system, impacting Federal lands, the control and total removal, disposal, and cleaning up of such oil or other pollutant, wherever found, shall be the responsibility of holder, regardless of fault. Upon failure of holder to control, dispose of, or clean up such discharge on or affecting Federal lands, or to repair all damages resulting therefrom, on the Federal lands, the Authorized Officer may take such measures as he deems necessary to control and clean up the discharge and restore the area, including where appropriate, the aquatic environment and fish and wildlife habitats, at the full expense of the holder. Such action by the Authorized Officer shall not relieve holder of any responsibility as provided herein.

5. All construction and maintenance activity will be confined to the authorized right-of-way.

6. The pipeline will be buried with a minimum cover of <u>36</u> inches between the top of the pipe and ground level.

7. The maximum allowable disturbance for construction in this right-of-way will be <u>30</u> feet:

- Blading of vegetation within the right-of-way will be allowed: maximum width of blading operations will not exceed **20** feet. The trench is included in this area. (*Blading is defined as the complete removal of brush and ground vegetation.*)
- Clearing of brush species within the right-of-way will be allowed: maximum width of clearing operations will not exceed <u>30</u> feet. The trench and bladed area are included in this area. (*Clearing is defined as the removal of brush while leaving ground vegetation (grasses, weeds, etc.)*

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intact. Clearing is best accomplished by holding the blade 4 to 6 inches above the ground surface.)

• The remaining area of the right-of-way (if any) shall only be disturbed by compressing the vegetation. (*Compressing can be caused by vehicle tires, placement of equipment, etc.*)

8. The holder shall stockpile an adequate amount of topsoil where blading is allowed. The topsoil to be stripped is approximately ____6___ inches in depth. The topsoil will be segregated from other spoil piles from trench construction. The topsoil will be evenly distributed over the bladed area for the preparation of seeding.

9. The holder shall minimize disturbance to existing fences and other improvements on public lands. The holder is required to promptly repair improvements to at least their former state. Functional use of these improvements will be maintained at all times. The holder will contact the owner of any improvements prior to disturbing them. When necessary to pass through a fence line, the fence shall be braced on both sides of the passageway prior to cutting of the fence. No permanent gates will be allowed unless approved by the Authorized Officer.

10. Vegetation, soil, and rocks left as a result of construction or maintenance activity will be randomly scattered on this right-of-way and will not be left in rows, piles, or berms, unless otherwise approved by the Authorized Officer. The entire right-of-way shall be recontoured to match the surrounding landscape. The backfilled soil shall be compacted and a 6 inch berm will be left over the ditch line to allow for settling back to grade.

11. In those areas where erosion control structures are required to stabilize soil conditions, the holder will install such structures as are suitable for the specific soil conditions being encountered and which are in accordance with sound resource management practices.

12. The holder will reseed all disturbed areas. Seeding will be done according to the attached seeding requirements, using the following seed mix.

(X) seed mixture 1	() seed mixture 3
() seed mixture 2	() seed mixture 4
() seed mixture 2/LPC		() Aplomado Falcon Mixture

13. All above-ground structures not subject to safety requirements shall be painted by the holder to blend with the natural color of the landscape. The paint used shall be color which simulates "Standard Environmental Colors" – **Shale Green**, Munsell Soil Color No. 5Y 4/2.

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14. The pipeline will be identified by signs at the point of origin and completion of the right-of-way and at all road crossings. At a minimum, signs will state the holder's name, BLM serial number, and the product being transported. All signs and information thereon will be posted in a permanent, conspicuous manner, and will be maintained in a legible condition for the life of the pipeline.

15. The holder shall not use the pipeline route as a road for purposes other than routine maintenance as determined necessary by the Authorized Officer in consultation with the holder before maintenance begins. The holder will take whatever steps are necessary to ensure that the pipeline route is not used as a roadway. As determined necessary during the life of the pipeline, the Authorized Officer may ask the holder to construct temporary deterrence structures.

16. Any cultural and/or paleontological resources (historic or prehistoric site or object) discovered by the holder, or any person working on his behalf, on public or Federal land shall be immediately reported to the Authorized Officer. Holder shall suspend all operations in the immediate area of such discovery until written authorization to proceed is issued by the Authorized Officer. An evaluation of the discovery will be made by the Authorized Officer to determine appropriate actions to prevent the loss of significant cultural or scientific values. The holder will be responsible for the cost of evaluation and any decision as to proper mitigation measures will be made by the Authorized Officer after consulting with the holder.

17. The operator shall be held responsible if noxious weeds become established within the areas of operations. Weed control shall be required on the disturbed land where noxious weeds exist, which includes associated roads, pipeline corridor and adjacent land affected by the establishment of weeds due to this action. The operator shall consult with the Authorized Officer for acceptable weed control methods, which include following EPA and BLM requirements and policies.

18. <u>Escape Ramps</u> - The operator will construct and maintain pipeline/utility trenches [that are not otherwise fenced, screened, or netted] to prevent livestock, wildlife, and humans from becoming entrapped. At a minimum, the operator will construct and maintain escape ramps, ladders, or other methods of avian and terrestrial wildlife escape in the trenches according to the following criteria:

- a. Any trench left open for eight (8) hours or less is not required to have escape ramps; however, before the trench is backfilled, the contractor/operator shall inspect the trench for wildlife, remove all trapped wildlife, and release them at least 100 yards from the trench.
- b. For trenches left open for eight (8) hours or more, earthen escape ramps (built at no more than a 30 degree slope and spaced no more than 500 feet apart) shall be placed in the trench.

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VIII. INTERIM RECLAMATION

During the life of the development, all disturbed areas not needed for active support of production operations should undergo interim reclamation in order to minimize the environmental impacts of development on other resources and uses.

Within six (6) months of well completion, operators should work with BLM surface management specialists (Jim Amos: 575-234-5909) to devise the best strategies to reduce the size of the location. Interim reclamation should allow for remedial well operations, as well as safe and efficient removal of oil and gas.

During reclamation, the removal of caliche is important to increasing the success of revegetating the site. Removed caliche that is free of contaminants may be used for road repairs, fire walls or for building other roads and locations. In order to operate the well or complete workover operations, it may be necessary to drive, park and operate on restored interim vegetation within the previously disturbed area. Disturbing revegetated areas for production or workover operations will be allowed. If there is significant disturbance and loss of vegetation, the area will need to be revegetated. Communicate with the appropriate BLM office for any exceptions/exemptions if needed.

All disturbed areas after they have been satisfactorily prepared need to be reseeded with the seed mixture provided below.

Upon completion of interim reclamation, the operator shall submit a Sundry Notices and Reports on Wells, Subsequent Report of Reclamation (Form 3160-5).

IX. FINAL ABANDONMENT & RECLAMATION

At final abandonment, well locations, production facilities, and access roads must undergo "final" reclamation so that the character and productivity of the land are restored.

Earthwork for final reclamation must be completed within six (6) months of well plugging. All pads, pits, facility locations and roads must be reclaimed to a satisfactory revegetated, safe, and stable condition, unless an agreement is made with the landowner or BLM to keep the road and/or pad intact.

After all disturbed areas have been satisfactorily prepared, these areas need to be revegetated with the seed mixture provided below. Seeding should be accomplished by drilling on the contour whenever practical or by other approved methods. Seeding may need to be repeated until revegetation is successful, as determined by the BLM.

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Operators shall contact a BLM surface protection specialist prior to surface abandonment operations for site specific objectives (Jim Amos: 575-234-5909).

Seed Mixture 1 for Loamy Sites

Holder shall seed all disturbed areas with the seed mixture listed below. The seed mixture shall be planted in the amounts specified in pounds of pure live seed (PLS)* per acre. There shall be no primary or secondary noxious weeds in the seed mixture. Seed shall be tested and the viability testing of seed will be done in accordance with State law(s) and within nine (9) months prior to purchase. Commercial seed shall be either certified or registered seed. The seed container shall be tagged in accordance with State law(s) and available for inspection by the Authorized Officer.

Seed shall be planted using a drill equipped with a depth regulator to ensure proper depth regulator to ensure proper depth of planting where drilling is possible. The seed mixture shall be evenly and uniformly planted over the disturbed area (small/heavier seeds have a tendency to drop the bottom of the drill and are planted first). Holder shall take appropriate measures to ensure this does not occur. Where drilling is not possible, seed shall be broadcast and the area shall be raked or chained to cover the seed. When broadcasting the seed, the pounds per acre shall be doubled. The seeding shall be repeated until a satisfactory stand is established as determined by the Authorized Officer. Evaluation of growth may not be made before completion of at least one full growing season after seeding.

Species to be planted in pounds of pure live seed* per acre:

<u>Species</u>	<u>lb/acre</u>
Plains lovegrass (Eragrostis intermedia)	0.5
Sand dropseed (Sporobolus cryptandrus)	1.0
Sideoats grama (Bouteloua curtipendula)	5.0
Plains bristlegrass (Setaria macrostachya)	2.0
*Pounds of pure live seed:	

Pounds of seed **x** percent purity **x** percent germination = pounds pure live seed



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



Operator Certification

I hereby certify that I, or someone under my direct supervision, have inspected the drill site and access route proposed herein; that I am familiar with the conditions which currently exist; that I have full knowledge of state and Federal laws applicable to this operation; that the statements made in this APD package are, to the best of my knowledge, true and correct; and that the work associated with the operations proposed herein will be performed in conformity with this APD package and the terms and conditions under which it is approved. I also certify that I, or the company I represent, am responsible for the operations conducted under this application. These statements are subject to the provisions of 18 U.S.C. 1001 for the filing of false statements.

NAME: Laura Becerra		Signed on: 08/29/2017
Title: Permitting Specialist		
Street Address: 6301 Deauville B	lvd., S2211	
City: Midland	State: TX	Zip : 79706
Phone: (432)687-7665		
Email address: LBecerra@Chevr	on.com	
Field Representative)	
Representative Name:		
Street Address:		
City:	State:	Zip:
Phone:		
Email address:		

FMSS

U.S. Department of the Interior BUREAU OF LAND MANAGEMENT Application Data Report

0//09/201

APD ID: 10400021089

Operator Name: CHEVRON USA INCORPORATED Well Name: HH SO 17 20 FED 002 Well Type: CONVENTIONAL GAS WELL Submission Date: 09/28/2017

Well Number: 2H Well Work Type: Drill



Show Final Text

Section 1 - General

. . .

APD ID: 10400021089	Tie to previous NOS?	Submission Date: 09/28/2017						
BLM Office: CARLSBAD	User: Laura Becerra	Title: Permitting Specialist						
Federal/Indian APD: FED	Is the first lease penetrated	Is the first lease penetrated for production Federal or Indian? FED						
Lease number: NMNM100549	Lease Acres: 1920							
Surface access agreement in place?	Allotted? R	eservation:						
Agreement in place? NO	Federal or Indian agreement	Federal or Indian agreement:						
Agreement number:								
Agreement name:								
Keep application confidential? NO								
Permitting Agent? NO	APD Operator: CHEVRON U	SA INCORPORATED						
Operator letter of designation:								

Operator Info

Operator Organization Name: CHEV	RON USA INCORPORATED	
Operator Address: 6301 Deauville B	lvd.	· · · · · · · · · · · · · · · · · · ·
Operator PO Box:		Z ip: 79706
Operator City: Midland	State: TX	
Operator Phone: (432)687-7866		
Operator Internet Address:		

Section 2 - Well Information

Well in Master Development Plan? EXISTING Well in Master SUPO? NO	Mater Development Plan name: HAYHURST DEVELOPMENT AREA Master SUPO name:							
Well in Master Drilling Plan? NO	Master Drilling Plan name:							
Well Name: HH SO 17 20 FED 002	Well Number: 2H	Well API Number:						
Field/Pool or Exploratory? Field and Pool	Field Name: PURPLE SAGE	Pool Name: WOLFCAMP, (GAS)						

Well Number: 2H

Is the proposed well in an area containing other mineral resources? USEABLE WATER, NATURAL GAS, OIL Describe other minerals: New surface disturbance? Is the proposed well in a Helium production area? N Use Existing Well Pad? NO Type of Well Pad: MULTIPLE WELL Multiple Well Pad Name: HH SONumber: 1H 2H 3H 4H 5H 6H 17 20 FED 002 Well Class: HORIZONTAL Number of Legs: 1 Well Work Type: Drill Well Type: CONVENTIONAL GAS WELL **Describe Well Type:** Well sub-Type: INFILL Describe sub-type: Distance to lease line: 330 FT Distance to town: 11.5 Miles Distance to nearest well: 1835 FT Reservoir well spacing assigned acres Measurement: 640 Acres Well plat: HH_SO_17_20_FED_002_2H_C_102_20170928083210.pdf Well work start Date: 01/28/2018 Duration: 130 DAYS

Section 3 - Well Location Table

Survey Type: RECTANGULAR

Describe Survey Type:

Datum: NAD83

Survey number:

Vertical Datum: NAVD88

	NS-Foot	NS Indicator	EW-Foot	EW Indicator	Twsp	Range	Section	Aliquot/Lot/Tract	Latitude	Longitude	County	State	Meridian	Lease Type	Lease Number	Elevation	QW	TVD
SHL Leg #1	212	FNL	170 0	FEL	26S	27E	17	Aliquot NWNE	32.04916 9	- 104.2092 22	EDD Y	NEW MEXI CO	NEW MEXI CO	F	NMNM 100549	324 8	0	0
KOP Leg #1	212	FNL	170 0	FEL	26S	27E	17	Aliquot NWNE	32.04916 9	- 104.2092 22	EDD Y	NEW MEXI CO	NEW MEXI CO	F	NMNM 100549	324 8	0	0
PPP Leg #1	330	FNL	117 0	FEL	26S	27E	17	Aliquot NENE	32.04871 8	- 104.2070 16	EDD Y	NEW MEXI CO	NEW MEXI CO	F	NMNM 100549	- 678 1	204 02	100 29

Operator Name: CHEVRON USA INCORPORATED

.

Well Name: HH SO 17 20 FED 002

• . •

Well Number: 2H

	NS-Foot	NS Indicator	EW-Foot	EW Indicator	Twsp	Range	Section	Aliquot/Lot/Tract	Latitude	Longitude	County	State	Meridian	Lease Type	Lease Number	Elevation	MD	DVT
EXIT Leg #1	330	FSL	117 0	FEL	26S	27E	20	Aliquot SESE	32.02136 9	- 104.2072 82	EDD Y	NEW MEXI CO	NEW MEXI CO	F	NMNM 100549	- 678 1	204 02	100 29
BHL Leg #1	280	FSL	117 0	FEL	26S	27E	20	Aliquot SESE	32.02112 31	- 104.2072 81	EDD Y	NEW MEXI CO	NEW MEXI CO	F	NMNM 100549	- 678 1	204 02	100 29

Democh Idebs NMI 84240 1625 N. French Dr., Hobbs, NMI 84240 Polme (\$135,333,655, Tax, 1535,133,032) Dotter III 8115 First, Sr., Antexia, NMI 842,17 Polme (\$177,748,128) Fax, 153, 175, 175, 175, 175, 175, 175, 175, 175			Energy, Min Oll.	State of New Mexico Energy, Minerals & Natural Resources Department OIL CONSERVATION DIVISION 1220 South St. Francis Dr. Santa Fe, NM 87505 JUL 11						Form C-102 Revised August 1, 2011 Submit one copy to appropriate SERVATION District Office XSTRICT AMENDED REPORT 2018		
WELL LOCATION AND ACREAGE DEDICATION PLAT												
30-015-45105			2 Fo -1 Co	² Full Cilde								
			5 98220	98220 PURPLE SAGE; WOLLO						CAMP (GAS)		
Propert	y Coda			٦ , L	tobat, Nyawa				° Wu	Number		
321650				HILSO 17 2011 D 002					2Н			
OCRID No				* Operator Name					² Elevation			
4327			CHEVRON U.S.A. INC					3248				
				" Sur	face Locat	ion	··					
UL codot no	Section	lawship	Kar :	L tri ler	Feet from the	North Scatt Fre	leet from the	Esut/We	i I ne	Courty		
В	17	26 SOUTH	27 EAST, N.M.P.M.		212	NORTH	1700 -	FAST		LDDY		
			Bottom H	ole Locat	ion If Diff	erent From S	Surface					

UL or lot no-	Section	Township	R 1722	Lint 11*	East from the	No # South I no	Fast from the	Last West line	County	
Р	20	26 SOUTH	27 FAS1, N.M.P.M.		280	SOUTH	1170	EAST	EDDY	
Decision of Acros 11		er (ef (fi))	" Chr. ntidur in Ocen	Def et No						

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

ſ,		A			,	B	OPERATOR CERTIFICATION
				1		5 1700	OFERATOR CERTIFICATION
				1		/ 1	n hours and faithe and the angle of a construction free faither and complete in the second second second second
1					2 51 //		the heart form have to be an analysis of and that their opportunities of the r
		HH SC M 2, FED SC7 2H WELL		\$ 77 2.53		. 1	constrained in the protocol sector of the territory of
		X 538 60E NAD 27		543 82	- +	1 3	they may react the comparison of a start way have a marked out the start of the start of the start of the start
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ILAT	32 049718	1A 019760 NAUES				14 2	project treports, generally be to an
LONG	104.207016	14T 37 CA1155			Sec 17 1	ин на	Place Director
X=	580,321 NAD83	LONG 104 209222				8 2	K (+h.T) 9-15-11
Y=	381,529	E E JATION +3243" NA 20 A3					Dic Dic
IAT	32.048840					18 2	1/1 / 9 /
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1	MID POINT	CORNER COORD NATES	1		· · · · · ·		Ifter od Narie
X٤	539 184 NAD 27	TABLE (NAD 27)					
Y=	376,476	A · Y =381810 94 X=534983 20			6	1 2	(1,p_1/11.Com
ΙΑΙ	32 034984	H - Y=361799 23 X=540303 95			MidPort		
LONG	104 206883	D Y=376474 90 X-540354 10	C_			D	
X=	580.358 NAD83	E 1=37114973 A=535382.62				T d	STRVEYOR CERTIFICATION
Y=	3/6,533	F Y=371148.59 X=541391.30		1 1			BERTETOR CERTIFICATION
	32039100]			Thereby certify that the well for atom shown on this
LUNU.	104 207 370] [platik is plotted from field notes of a sunt surveys
PROPU	SED LAST TAKE POINT				k		male by me or under my summities and that the
X=	539,219 NAD 27	PROPOSED BOTTOW HOLE				1	
T=	3/1,4/3	100A .0N				ى ت	same is frue and correct to the hest of my helief
	32.021290 104 205790	Y= 371 429				18 2	i iASA
X-	580 403 NADR1	AT 32 021109		1		54	6.15.2017 / cr RAN
Y=	371,535	LCNG 104 205788	-	+ 1	Sec 20	Jg _	Date of Suncy
LAT	32 021369	X 583431 NAD83				م ا	
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		A' 32 521231	P*c	posed Last Tak	e Part	1 2	(23006)
		LONG 104 20/28*		30 FS 1170	FEL	1 1	$\sqrt{\sqrt{\sqrt{2}}}$
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Rup 7-12-18

WAFMSS

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



Submission Date: 09/28/2017



Show Final Text

APD ID: 10400021089

Operator Name: CHEVRON USA INCORPORATED

Well Name: HH SO 17 20 FED 002

Well Type: CONVENTIONAL GAS WELL

Well Work Type: Drill

Well Number: 2H

Section 1 - Geologic Formations

Formation			True Vertical	Measured		· · ·	Producing
ID	Formation Name	Elevation	Depth	Depth	Lithologies	Mineral Resources	Formation
1	CASTILE	3626	505	505	LIMESTONE,ANHYDRIT E,GYPSUM	NONE	No
2	BELL CANYON	1316	2310	2310	SANDSTONE	NONE	No
3	LAMAR LS	1231	2395	2395	LIMESTONE	NONE	No
4	CHERRY CANYON	418	3208	3208	SANDSTONE	NONE	No
5	BRUSHY CANYON	-824	4450	4450	SANDSTONE	NONE	No
6	BONE SPRING	-2673	6299	6299	LIMESTONE	NONE	No
7	BONE SPRING 1ST	-3262	6888	6888	SANDSTONE	NONE	No
8	BONE SPRING 1ST	-3288	6914	6914	SHALE, SANDSTONE	NONE	No
9	2ND BONE SPRING CARB	-3995	7621	7621	SANDSTONE	NONE	. No
10	3RD BONE SPRING CARB	-4991	8617	8617	LIMESTONE	NONE	No
11	WOLFCAMP	-6403	10029	10029	MUDSTONE	NATURAL GAS,OIL	Yes

Section 2 - Blowout Prevention

Pressure Rating (PSI): 5M

Rating Depth: 10029

Equipment: Will have a minimum of 5000 PSI rig stack for drill out below surface casing. Stack will be treated as specified in the attahced requirements.

Requesting Variance? YES

Variance request: Chevron requests a variance to use a CoFlex hose with a metal protective covering that will be utilized between the BOP and Choke manifold and Chevron would also like to request another variance to use a FMC technologies conventional well head which will be run through the rig floor on surface casing. BOPE will be nippled up and tested after cementing surface casing. Subsequent tests will be performed as needed, not to exceed 30 days. Testing Procedure: Test BOP from 250 PSI to 5000 psi in Ram and 250 PSI to 3500 PSI in Annular
Well Name: HH SO 17 20 FED 002

Choke Diagram Attachment:

HH_SO_17_20_FED_002_2H_Choke_Diagram_20170928084903.pdf

BOP Diagram Attachment:

HH_SO_17_20_FED_002_2H_BOP_Diagram_20170928084914.pdf

Section 3 - Casing

Casing ID	String Type	Hole Size	Csg Size	Condition	Standard	Tapered String	Top Set MD	Bottom Set MD	Top Set TVD	Bottom Set TVD	Top Set MSL	Bottom Set MSL	Calcutated casing length MD	Grade	Weight	Joint Type	Collapse SF	Burst SF	Joint SF Type	Joint SF	Body SF Type	Body SF
1.	SURFACE	17.5	13.375	NEW	ΑΡΙ	N	0	450	0	450	-5742	-6192	450	K-55	54.5	STC	5.11	1.82	DRY	2.31	DRY	3.97
2	INTERMED IATE	12.2 5	9.625	NEW	ΑΡΙ	Y	0	8700	0	8700	-5742	- 14757	8700	L-80	43.5	OTHER - TXP	1.32	1.45	DRY	1.84	DRY	1.78
3	PRODUCTI ON	8.5	5.5	NEW	API	N	0	20402	0	20402	-5742	- 26008	20402	P- 110	20	OTHER - TXP	1.5	1.26	DRY	1.84	DRY	2.43

Casing Attachments

Casing ID: 1

String Type: SURFACE

Inspection Document:

Spec Document:

Tapered String Spec:

Casing Design Assumptions and Worksheet(s):

HH_SO_17_20_FED_002_2H_9PT_20170928084959.pdf

Well Number: 2H

Casing Attachments

Casing ID: 2 String Type:INTERMEDIATE Inspection Document:

Spec Document:

Tapered String Spec:

HH_SO_17_20_FED_002_2H_9.625_TXP_20170928085024.pdf

Casing Design Assumptions and Worksheet(s):

HH_SO_17_20_FED_002_2H_9.625_TXP_20170928085037.pdf

Casing ID: 3 String Type: PRODUCTION

Inspection Document:

Spec Document:

Tapered String Spec:

Casing Design Assumptions and Worksheet(s):

HH_SO_17_20_FED_002_2H_P110_TXP_20170928085122.pdf

S	ecti	on	4	-	Ceme	en	t		
		-			•	-	-	-	

String Type	Lead/Tail	Stage Tool Depth	Top MD	Bottom MD	Quantity(sx)	Yield	Density	Cu Ft	Excess%	Cement type	Additives
SURFACE	Lead		0	450	356	1.33	14.8	6.37	50	с	CLASS C

INTERMEDIATE	Lead	2100	0	1100	213	2.43	11.9	14.21	50	50:50 POZ: C	CLASS C + ANTIFOAM, EXTENDER, SALT, RETARDER
INTERMEDIATE	Tail		1100	2100	235	1.33	14.8	6.37	0	CLASS C	CLASS C + ANTIFOAM, RETARDER,

Well Name: HH SO 17 20 FED 002

Well Number: 2H

String Type	Lead/Tail	Stage Tool Depth	Top MD	Bottom MD	Quantity(sx)	Yield	Density	Cu Ft	Excess%	Cement type	viscosifier
INTERMEDIATE	Lead	2100	2100	8015	838	2.43	11.9	13.76	10	Н	50:50 POZ: CLASS H + EXTENDER, ANTIFOAM, RETARDER, SALT, VISCOSIFIER
INTERMEDIATE	Tail		8015	8700	285	1.21	15.6	5.54	10	н	CLASS H + RETARDER, EXTENDER, DISPERSANT
PRODUCTION	Lead		7015	8015	237	1.21	14.5	5.54	10	н	50:50 POZ: CLASS H + EXTENDER, ANTIFOAM, DISPERSANT, RETARDER
PRODUCTION	Tail		8015	2040 2	2643	1.2	15.6	5.3	10	н	CL H + VISCOSIFIER, ANTIFOAM, DISPERSANT, FLUID LOSS, RETARDER, EXPANDING AGENT

Section 5 - Circulating Medium

Mud System Type: Closed

Will an air or gas system be Used? NO

Description of the equipment for the circulating system in accordance with Onshore Order #2:

Diagram of the equipment for the circulating system in accordance with Onshore Order #2:

Describe what will be on location to control well or mitigate other conditions: A closed system will be utilized consisting of above ground steel tanks. All wastes accumulated during drilling operations will be contained in a portable trash cage and removed from location and deposited in an approved sanitary landfill. Sanitary wastes will be contained in a chemical portatoilet and then hauled to an approved sanitary landfill. All fluids and cuttings will be disposed of in accordance with NMOCD regulations.

Describe the mud monitoring system utilized: A mud test shall be performed every 24 hours after muddling up to determine, as applicable density, viscosity, gel strength, filtration, and pH. Visual mud monitoring equipment shall be in place to detect volume changes indicating loss or gain of circulating fluid volume. When abnormal pressures are anticipated a PVT, stroke counter, flow sensor will be used to detect volume changes indicating loss or gain of circulating stroke counter, flow sensor will be used to detect volume changes indicating loss or gain of circulating loss or gain of circulating fluid volume.

Circulating Medium Table

Well Name: HH SO 17 20 FED 002

Well Number: 2H

Top Depth	Bottom Depth	Mud Type	Min Weight (Ibs/gal)	Max Weight (Ibs/gal)	Density (Ibs/cu ft)	Gel Strength (lbs/100 sqft)	Н	Viscosity (CP)	Salinity (ppm)	Filtration (cc)	Additional Characteristics
0	450	SPUD MUD	8.3	8.7							
450	8700	OIL-BASED MUD	9	9.5							
8700	2040 2	OIL-BASED MUD	10	13							The mud weights will range depending on the targeted formation. The Wolfcamp A pore pressure will not exceed 9.5 ppg, but due to wellbore stability, the mud program will exceed the pore pressure. To control pressure we are using 13.5 and may end up using heavier mud weight to 14.0.

Section 6 - Test, Logging, Coring

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

Drill stem tests are not planned

The logging program will be as follows:

Type: Mudlogs Logs: 2 man mudlog Interval: Csg to TD Timing: Drillout of Int. Csg Vendor: TBD Type: LWD Logs: MWD gamma Interval: Int. and Prod. Hole Timing: while drilling Vendor: TBD List of open and cased hole logs run in the well:

GR,MWD,MUDLOG

Coring operation description for the well:

Conventional whole core samples are not planned; direction survey will be run - will send log(s) when run.

Section 7 - Pressure

Anticipated Bottom Hole Pressure: 6780

Anticipated Surface Pressure: 4573.62

Anticipated Bottom Hole Temperature(F): 150

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

Describe:

Contingency Plans geoharzards description:

Contingency Plans geohazards attachment:

Well Name: HH SO 17 20 FED 002

Hydrogen Sulfide drilling operations plan required? YES

Hydrogen sulfide drilling operations plan:

HH_SO_17_20_FED_002_2H_H2S_20170928085836.pdf

Section 8 - Other Information

Proposed horizontal/directional/multi-lateral plan submission:

HH_SO_17_20_FED_002_2H_Rig_Layout_20170928085916.pdf

HH_SO_17_20_FED_002_2H_Directional_20180119100146.pdf

Other proposed operations facets description:

Other proposed operations facets attachment:

Other Variance attachment:



	Minimur	m Requirement	ts		
OPERATION : In	termediate and Product	tion Hole Sections			
Minimum System					
Pressure Rating : 5,0	000 psi				
**************************************	····		•• ••		
SIZE PRESSURE (DESCRIPTION				
A N/A	Bell Nippla	ſ	1		i
B 13 5 8" 5,000 psi	Annular		4-		
C 13 58- 5,000 psi	Pipe Ram		(Flowilin r	ne to Shaker	
D 13 5'8" 5,000 psi	Blind Ram	Fill Up Line	A		
E 13 5 0° 5,000 psi	Mud Cross				l
DSA As required to	and hold size	n	l n		
C-Sec		0	в		
B-Sec 13-5 8" 5}	(x 11' 5K	\			ł
A-Sec 13-3 8" SOW	x 13-5/0" 5K	É			
Kill Line	Ð	E	and the second		
SIZE PRESSURE	ESCRIPTION				
2" 5,000 pst	Gate Valve	Ē			
2 5,000 pst	Gale Valve	The second se	200		
		ne 2 minimum	сь	oko Lino to Choko Manif	c bto
Choke Li	ne P-MA	An de m	In as		
SIZE PRESSURE D	ESCRIPTION				
3- 5,000 psi	Gate Valve			H- R Valve	
3° 5,000 psi	HCR Valve	T			
		Г. A			
		E.			
			6		
installation C	necklist				
The following item	must be verified and checker	d off prior to pressure "	testing of BOP equ	ipment	
The Installed BOP ec this schematic. Con components may be	sulpment meets at least the r nponents may be substituted put into place as long as the	minimum requirements for equivalent equipm by moot or excood the	s (rating, typo, size lent rated to highe minimum pressure	, configuration) as show r prossures. Additional rating of the system.	m on
All valves on the kill	line and choke line will be h	ill opening and will all	ow straight though	flow.	
The kill line and cho and will be ancheroe	ke line will be straight unless f to prevent whip and reduce	s turns use too blocks vibration.	or are targeted wi	th running tess,	
Manual (hand wheeld installed on all manu	s) or automatic locking devic Jal valvos on the choke line a	os will be installed on Ind kill line.	all ram prevontar	. Hand whoels will also	bo
A valvo will be instal This valvo will romai	ilod in the closing line as clo In open unless accumulator i	se as possible to the p s inoperative.	innular proventer t	o not as a locking device	o.
Upper kelly cock val connections in use.	ve with handle will be availa	ble on rig floor along v	vith safety volve as	nd subs to fit all drill stri	ing
After Installation Charles of	is complete All substants		u . a		
After Installation Checklist	is complete, fill out the infor	mation bolow and ems	all to Superintende	nt and Drilling Engineer	

•

		B	OPE Testir	ng	
		Minir	num Requirer	nents	
		Closing Unit a	nd Accumulat	tor Checklist	
	The following it	tem must be performed	, verified, and cheol	ed off at least once pe	r well prior to low/high
	prosente testin	g of over administers i	inis must be repeate	d after 6 months en th	o same well.
\Box	Precharge pressure for a with nitrogen gas only. through the end of the w	ach accumulator bott Tosted prochargo pros Ioli – Tost will bo condu	le must fall within th sures must be recor acted prior to conner	e range below. Bottler ded for each individual	s may be further charged bottle and kept on location
	the	Minimum acceptable	Desired precharge	Maximum poceptable	Minimum acceptable
نبر د ۲	1500 ost	operating pressure 1500 pail	pressure	precharge pressure	precharge pressure
r r	2000 psi	2000 psi	1000 psi	800 pil	700 psi
Ē	3000 psi	3000 psi	1000 psi	1100 psi	900 psi
	· · · · · · · · · · · · · · · · · · ·				900 pti
	rams, close the annular j prossure (see table abov with test pressure record	ufficient capacity to op proventar, and rotain a e) on the closing mani led and kopt on location	en the hydraulically minimum of 200 psi fold without the use on through the ond o	-controlled choke line t above the maximum a of the closing pumps. I the well	valve (H used), close all cooptable precharge This test will be performed
	will be maintained at ma be recorded. Reservoir f location through the end	oir will be double the u nufacturer's recommen fuld level will be recor of the well	isable fluid volume c ndations. Usable flu ded along with mani	of the accumulator syst id volume will be recor ifacturer's recommend	lom capaoity. Fluid lovet ded Reservior capacity will ation. All will be kept on
	Closing unit system will i preventers.	havo two independent	power sources (not	counting accumulator	bottles) to close the
	when the closing valve m accumulator pump (+ *Of	t pumps will be availat conifoid pressure decre t" during each tour ch:	ble to the unit at all bases to the pro-set ange	times so that the pump level. It is recommand	is will automatically start ed to check that air line to
	With accumulator bottles (If used) plus close the a psi above maximum acco closing time will be recor	i isolated, clasing unit nuclar proventer on the sptable precharge pres rded and kept on locat	will be capable of o o smallest size drill sure (see table above lon through the end	poning the hydraulical pipe within 2 minutes a re) on the closing mani of the well	y-operated choke line valve nd obtain a minimum of 200 fold. Test pressure and
	Master controls for the B all preventer and the cho	OPE system will be for ke fine valve (if used)	pated at the pecumu	lator and will be capab	le of opening and closing
	Remote controls for the E floor (not in the deg hous	30PE system will be re e). Remote controls w	adily accessible (cli vill be capable of clo	ear path) to the driller : sing all preventers.	and located on the rig
_]	Record accumulator test	s in drilling reports and	IADC sheet		
		BOPE Te	est Checklist		
	Th	e following item must i	bo akoaked off prior	to beginning test	
	BLM will be given at leas	t 4 hour notice prior to	beginning BOPE tos	ting	
	Valve on casing head bet	ow test plug will be op	en		
	Test will be performed us	ing clear water.			
	The followi	ng item must be perfo	med during the BOF	E tosting and then che	sked off
	BOPE will be prossure ter following rolated repairs, party on a test chart and	ited when initially inst and at a minimum of 3 kept on location throu	alled, whonever any 10 days Intervals. To gh the end of the we	seal subject to test prosture and times	ossure is broken, will be recorded by 2 3-4
	Test plug will be used				
	Ram type preventer and a	il related well control	equipment will be to	isted to 250 psi (low) a	nd 5,000 psi (high).
	Annular type proventer wi	ill be tosted to 250 psi	(low) and 3,500 psl	(high).	
_]	Valves will be tested from held open to tost the kill I	i the working prossuro ine valve(s)	sido with all down (stream valves open. Th	ie check valve will be
	Each pressure test will be	held for 10 minutes w	vith no allowable lea	k off.	
	Master controls and remo	te controls to the clos	ing unit (accumulate	r) must be function to	ited as part of the BOP testing
_]	Record BOP tests and pro	ssures in dritting roper	ts and IADC shoet		
After mith.	Installation Checklist is c any all BOP and accumula	omploto, fill out the In tor tost charts and rep	formation below and lords from and parties	l omail to Superintende	int and Drilling Engineer elens
	Wellnam	e:			
	Representativ	e:			_
	Dat	e:			
		and the second s			

For the latest performance data, always visit our website: <u>www.tenaris.com</u>

February 08 2017



Connection: TenarisXP® BTC Casing/Tubing: CAS Coupling Option: REGULAR Size: 9.625 in. Wall: 0.435 in. Weight: 43.50 lbs/ft Grade: L80.1 Min. Wall Thickness: 87.5 %

2			PIPE BODY	DATA		
٩ I			GEOMET	RY		
A S	Nominal OD	9.625 in.	Nominal Weight	43.50 lbs/ft	Standard Drift Diameter	8.599 in.
<u>ک</u>	Nominal ID	8.755 in.	Wall Thickness	0.435 in,	Special Drift Diameter	N/A
ξI	Plain End Weight	42.73 lbs/ft				
ξÌ		•	PERFORM	ANCE		
	Body Yield Strength Collapse	1005 x 1000 Ibs 3810 psi	Internal Yield	6330 psi	SMYS	80000 psi
		`_				
		TEN	IARISXP® BTC CO	NNECTION DA	ATA	
			GEOMET	RY		
8	Connection OD	10.625 in.	Coupling Length	10.825 in.	Connection ID	8.743 in.
Ş	Critical Section Area	12.559 sq. in.	Threads per in.	5.00	Make-Up Loss	, 4.891 in.
3			PERFORM	ANCE		
Ş	Tension Efficiency	100 %	Joint Yield Strength	1005 × 1000 Ibs	Internal Pressure Capacity ⁽¹	6330 psi
2 Second	Structural Compression Efficiency	100 %	Structural Compression Strength	1005 × 1000 Ibs	Structural Bending ^{(2,}	38 °/100 ft
۲ ۲	External Pressure Capacity	3810 psi				
		E	STIMATED MAKE-	UP TORQUES	3)	
	Minimum	20240 ft-lbs	Optimum	22490 ft-lbs	Maximum	24740 ft-lbs
			OPERATIONAL LIN	IT TORQUES		
	Operating Torque	ASK	Yield Torque	45900 ft-lbs		

BLANKING DIMENSIONS

Blanking Dimensions

(1) Internal Pressure Capacity related to structural resistance only. Internal pressure leak resistance as per section 10.3 API 5C3 / ISO 10400 - 2007.

(2) Structural rating, pure bending to yield (i.e no other loads applied)

(3) Torque values calculated for API Modified thread compounds with Friction Factor=1. For other thread

compounds please contact us at licensees@oilfield.tenaris.com. Torque values may be further reviewed.

For additional information, please contact us at contact-tenarishydril@tenaris.com

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APPE 4

For the latest performance data, always visit our website: www.tenaris.com

February 08 2017



Connection: TenarisXP® BTC Casing/Tubing: CAS Coupling Option: REGULAR Size: 9.625 in. Wall: 0.435 in. Weight: 43.50 lbs/ft Grade: L80.1 Min. Wall Thickness: 87.5 %

2		PIPE BODY DATA									
d			GEOMET	rry .							
2	Nominal OD	9.625 in.	Nominal Weight	43.50 lbs/ft	Standard Drift Diameter	8.599 in.					
<mark>ک</mark> ے ا	Nominal ID	8.755 in.	Wall Thickness	9.435 m.	Special Drift Diameter	N/A					
ξ	Plain End Weight	42.73 lbs/ft									
{			PERFORM	ANCE							
S.	Body Yield Strength	1005 х 1000 Ibs	Internal Yield	6330 ps	SMYS	80000 psi					
	Collapse	3810 psi									
		TEN	ARISXP® BTC CO	NNECTION DA	ата —						
			GEOMET	°R Y							
۲Ţ	Connection OD	10.625 in.	Coupling Length	10.825 in.	Connection ID	8,743 in.					
ş	Critical Section Area	12.559 sq. m.	Threads per in	5.00	Make-Up Loss	4.891 in.					
31	PERFORMANCE										
3	Tension Efficiency	100 %	Joint Yield Strength	1005 × 1000 lbs	Internal Pressure Capacity ⁽¹⁾	6330 psi					
Press	Structural Compression Efficiency	100 %	Structural Compression Strength	1005 × 1000 lbs	Structural Bending ^{:2)}	38 2/100 ft					
\$ \$	External Pressure Capacity	3810 psi									
		E	STIMATED MAKE-L		3)						
	Minimum	20240 ft-lbs	Optimum	22490 ft-lbs	Maximum	24740 ft-lbs					
			OPERATIONAL LIA	IT TORQUES							
	Operating Torque	ASK	Yield Torque	45900 ft-lbs							

http://premiumconnectiondata.tenaris.com/tsh_print.php?hWall=0.435&hSize=9.625&hGra... 2/8/2017

BLANKING DIMENSIONS

Blanking Dimensions

(1) Internal Pressure Capacity related to structural resistance only. Internal pressure leak resistance as per section 10.3 API 5C3 / 1SO 10400 - 2007.

(2) Structural rating, pure bending to yield (i.e no other loads applied)

(3) Torque values calculated for API Modified thread compounds with Friction Factor=1. For other thread

compounds please contact us at <u>licensees@oilfield.tenaris.com</u>. Torque values may be further reviewed. For additional information, please contact us at <u>contact-tenarishydril@tenaris.com</u> For the latest performance data, always visit our website: www.tenaris.com

July 07 2015



Connection: TenarisXP[™] BTC Casing/Tubing: CAS Coupling Option: REGULAR Size: 5.500 in. Wall: 0.361 in. Weight: 20.00 lbs/ft Grade: P110 Min. Wall Thickness: 87.5 %

2	PIPE BODY DATA									
d l			GEOMET	TRY						
2 2	Nominal OD	5.500 in.	Nominal Weight	20.00 lbs/ft	Standard Drift Diameter	4.653 m.				
Z	Nominal ID	4.778 in.	Wall Thickness	0.361 in.	Special Drift Diameter	N/A				
ξ.	Plain End Weight	19.83 lbs/ft								
ξļ			PERFORM	ANCE						
Ş	Body Yield Strength	641 × 1000 lbs	Internal Yield	12630 psi	SMYS	110000 psi				
	Collapse	11100 psi								
		TEř	IARISXP™ BTC CO	NNECTION D	ATA					
	<u> </u>		GEOMET	RY	·					
ξŢ	Connection OD	6.100 in.	Coupling Length	9.450 in.	Connection ID	4.766 in.				
Ş	Critical Section 5.828 sq. in. Threads per in. 5.00 Make-Up Loss 4.204 in Area									
3			PERFORM	ANCE	-	· · · · · · · · · · · · · · · · · · ·				
<u>z</u>	Tension Efficiency	100 %	Joint Yield Strength	641 x 1000 Ibs	Internal Pressure Capacity ⁽¹⁾	12630 psi				
S SSSS	Structural Compression Efficiency	100 %	Structural Compression Strength	641 x 1000 Ibs	Structurał Bending ⁽²⁾	92 %100 ft				
	External Pressure Capacity	11100 psi								
		E	STIMATED MAKE-	JP TORQUES	3>					
	Minimum	11270 ft-lbs	Optimum	12520 ft-lbs	Maximum	13770 ft-lbs				
			OPERATIONAL LIN	AIT TORQUES						
	Operating Torque	21500 ft-lbs	Yield Torque	23900 ft-lbs						

BLANKING DIMENSIONS

Blanking Dimensions

(1) Internal Pressure Capacity related to structural resistance only. Internal pressure leak resistance as per section 10.3 API 5C3 / ISO 10400 - 2007.

(2) Structural rating, pure bending to yield (i.e no other loads applied)

(3) Torque values calculated for API Modified thread compounds with Friction Factor=1. For other thread compounds please contact us at <u>licensees@oilfield.tenaris.com</u>. Torque values may be further reviewed. For additional information, please contact us at <u>contact-tenarishydril@tenaris.com</u>



Hayhurst Eddy County, New Mexico

Training

MCBU Drilling and Completions H_2S training requirements are intended to define the minimum level of training required for employees, contractors and visitors to enter or perform work at MCBU Drilling and Completions locations that have known concentrations of H_2S .

Awareness Level

Employees and visitors to MCBU Drilling and Completions locations that have known concentrations of H_2S , who are not required to perform work in H_2S areas, will be provided with an awareness level of H_2S training prior to entering any H_2S areas. At a minimum awareness level training will include

- 1. Physical and chemical properties of H₂S
- 2. Health hazards of H₂S
- 3. Personal protective equipment
- 4. Information regarding potential sources of H₂S
- 5. Alarms and emergency evacuation procedures

Awareness level training will be developed and conducted by personnel who are qualified either by specific training educational experience and/or work-related background

Advanced Level H₂S Training

Employees and contractors required to work in areas that may contain H_2S will be provided with Advanced Level H_2S training prior to initial assignment. In addition to the Awareness Level requirements Advanced Level H_2S training will include

1. H₂S safe work practice procedures,

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- 2. Emergency contingency plan procedures;
- 3. Methods to detect the presence or release of H₂S (e.g., alarms, monitoring equipment), including hands-on training with direct reading and personal monitoring H₂S equipment.
- 4. Basic overview of respiratory protective equipment suitable for use in H₂S environments. Note Employees who work at sites that participate in the Chevron Respirator User program will require separate respirator training as required by the MCBU Respiratory Protection Program;
- Basic overview of emergency rescue techniques, first aid, CPR and medical evaluation procedures Employees who may be required to perform "standby" duties are required to receive additional first aid and CPR training, which is not covered in the Advanced Level H₂S training;
- 6. Proficiency examination covering all course material

Advanced H₂S training courses will be instructed by personnel who have successfully completed an appropriate H₂S train-the-trainer development course (ANSI/ASSE Z390 1-2006) or who possess significant past experience through educational or work-related background

H₂S Preparedness and Contingency Plan Summary



H₂S Training Certification

All employees and visitors will be issued an H₂S training certification card (or certificate) upon successful completion of the appropriate H₂S training course. Personnel working in an H₂S environment will carry a current H₂S training certification card as proof of having received the proper training on their person at all times

Briefing Area

A minimum of two briefing areas will be established in locations that at least one area will be upwind from the well at all times. Upon recognition of an emergency situation, all personnel should assemble at the designated upwind briefing areas for instructions.

H₂S Equipment

Respiratory Protection

- a) Six 30 minute SCBAs 2 at each briefing area and 2 in the Safety Trailer.
- b) Eight 5 minute EBAs 5 in the dog house at the rig floor, 1 at the accumulator, 1 at the shale shakers and 1 at the mud pits.

Visual Warning System

- a) One color code sign, displaying all possible conditions, will be placed at the entrance to the location with a flag displaying the current condition.
- b) Two windsocks will be on location, one on the dog house and one on the Drill Site Manager's Trailer.

H₂S Detection and Monitoring System

- a) H₂S monitoring system (sensor head, warning light and siren) placed throughout rig.
 - Drilling Rig Locations: at a minimum, in the area of the Shale shaker, rig floor, and bell nipple.
 - Workover Rig Locations: at a minimum, in the area of the Cellar, rig floor and circulating tanks or shale shaker.



Well Control Equipment

- a) Flare Line 150' from wellhead with igniter.
- b) Choke manifold with a remotely operated choke.
- c) Mud / gas separator

Mud Program

In the event of drilling, completions, workover and well servicing operations involving a hydrogen sulfide concentration of 100 ppm or greater the following shall be considered:

- 1. Use of a degasser
- 2. Use of a zinc based mud treatment
- 3. Increasing mud weight

Public Safety - Emergency Assistance

Agency	Telephone Number	
Eddy County Sheriff's Department	575-887-7551	
Fire Department:		
Carlsbad	575-885-3125	
Artesia	575-746-5050	
Carlsbad Medical Center	575-887-4100	
Eddy County Emergency Management	575-628-5450	
Poison Control Center	800-222-1222	
	Page 3 of 5	Hayhurst Eddy County, New Mexico



Chevron





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Chevron

Eddy County, NM (NAD27 NME) HH SO 17 20 FED 002 2H

OH

Plan: Plan 2 01-09-18

Standard Planning Report

09 January, 2018



Chevron
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Phoenix Technology Services LP Planning Report



Database: Company: Project: Site: Well: Wellbore: Design:	Con Che Edd HH 2H OH Plan	npass 5000 G vron y County, NM SO 17 20 FEI a 2 01-09-18	CR (NAD27 NM D 002	E)	Local C TVD Re MD Ref North R Survey	o-ordinate R ference: erence: eference: Calculation I	leference: Method:	Well 2H GL + KB @ 3 GL + KB @ 3 Grid Minimum Cur	276.60usft 276.60usft vature	
Project	Eddy	County, NM	(NAD27 NME	:)						
Map System: Geo Datum: Map Zone:	US Sta NAD 1 New M	ate Plane 192 927 (NADCO fexico East 30	7 (Exact solu N CONUS) 001	tion)	System [Datum:	M	lean Sea Leve		
Site	HH S	0 17 20 FED	002	-	. .	· · -•	<u>.</u> .			
Site Position From: Position Unc	: Mi ertainty:	ар 0.0	Nort East 0 usft Slot	hing: ling: Radius:	381, 538,	,591.00 usft ,581.00 usft 13-3/16 "	Latitude: Longitude: Grid Conve	ergence:		32° 2' 56.57076 N 104° 12' 31.71626 W 0.07 °
Well	2H			-						
Well Position	• +N/-S +E/-W	6 0. I 25.	00 usft N 00 usft E	lorthing: asting:		381,591.00 538,606.00	usft La	titude: ngitude:		32° 2' 56.57048 N 104° 12' 31.42578 W
Position Unc	ertainty	0.	00 usft 🛛 V	Vellhead Ele	evation:	0.00	usft Gr	ound Level:		3,248.00 usft
Wellbore	он									
Magnetics	Me	odel Name	Samp	le Date	Declin (°)	ation)	Dip /	Angle °)	Field	Strength (nT)
		HDGM	1	2/19/2018		7.28		59.73		47,958
Design	Plan	2 01-09-18				•				
Audit Notes:										
Version:			Pha	se:	PLAN	Ti	e On Depth:		0.00	
Vertical Sect	ion:	D	epth From ([*] (usft) 0.00	rvd)	+N/-S (usft) 0.00	+E (11 0	E/- W Isft) .00	Dir 1	0.00 Direction (°)	
Plan Section										
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
0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	
1,600.00	0.00	0.00	1,600.00	0.00	0.00	0.00	0.00	0.00	0.00	
1,850.00	5.00	145.00	1,849.68	-8.93	6.25	2.00	2.00	0.00	145.00	
1,950.00	5.00	145.00	1,949.30	-16.07	11.25	0.00	0.00	0.00	0.00	
2,386.16	9.00	74.28	2,382.78	-22.41	55.07	2.00	0.92	-16.21	-103.20	
5,308.23	9.00	74.28	5,268.88	101.44	495.05	0.00	0.00	0.00	0.00	
5,758.1 9	0.00	0.00	5,717.00	111.00	529.00	2.00	-2.00	0.00	180.00	
9,525.39	0.00	0.00	9,484.20	111.00	529.00	0.00	0.00	0.00	0.00	
10,433.96	90.86	179.46	10,057.09	-470.50	534.45	10.00	10.00	19.75	179.46	
15,079.1 9	90.86	179.46	9,987.60	-5,115.00	578.00	0.00	0.00	0.00	0.00	MPT - HH SO 17 2(
15,102.19	90.42	179.60	9,987.34	-5,138.00	578.19	2.00	-1.90	0.61	162.26	
20,126.44	90.42	179.60	9,950.60	-10,162.00	613.00	0.00	0.00	0.00	0.00	BHL - HH SO 17 20



Phoenix Technology Services LP

Planning Report



Compass 5000 GCR Well 2H Local Co-ordinate Reference: Database: Company: Chevron TVD Reference: GL + KB @ 3276.60usft Eddy County, NM (NAD27 NME) Project: GL + KB @ 3276.60usft MD Reference: Site: HH SO 17 20 FED 002 Grid North Reference: 2H Minimum Curvature Well: Survey Calculation Method: Wellbore: ОН Plan 2 01-09-18 Design:

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)
0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
1,600.00	0.00	0.00	1,600.00	0.00	0.00	0.00	0.00	0.00	0.00
KOP1, Beg	jin 2.00°/100' E	Build							
1,700.00	2.00	145.00	1,699.98	-1.43	1.00	1.49	2.00	2.00	0.00
1,800.00	4.00	145.00	1,799.84	-5.72	4.00	5.95	2.00	2.00	0.00
1,850.00 Hold 5 00°	5.00	145.00 Azm	1,849.68	-8.93	0,20	9.29	2.00	2.00	0.00
4 000 00	F 00	445.00	4 800 40	10.50	0.75	42.00	0.00	0.00	0.00
1,900.00	5.00	145.00	1,899.49	-12.50	8./5 11.25	13.00	0.00	0.00	0.00
Regin 2 00	9/100' Build &	Turn	1,545.50	-10.07	11.20	10.12	0.00	0.00	0.00
2.000.00	4.87	133.45	1.999.12	-19.31	14.04	20.12	2.00	-0.26	-23.09
2,100.00	5.21	110.85	2,098.74	-23.85	21.37	25.09	2.00	0.34	-22.60
2,200.00	6.21	93.29	2,198.25	-25.78	31.00	27.60	2.00	1.00	-17.56
2.300.00	7.61	81.35	2.297.53	-25.09	42.95	27.63	2.00	1.40	-11,94
2,386.16	9.00	74.28	2,382.78	-22.41	55.07	25.68	2.00	1.61	-8.21
Hold 9.00°	Inc at 74.28°	\zm							
2,400.00	9.00	74.28	2,396.46	-21.82	57.16	25.22	0.00	0.00	0.00
2,500.00	9.00	74.28	2,495.22	-17.58	72.22	21.90	0.00	0.00	0.00
2,600.00	9.00	74.20	2,093.99	-13.34	07.27	16.57	0.00	0.00	0.00
2,700.00	9.00	74.28	2,692.76	-9.11	102.33	15.25	0.00	0.00	0.00
2,800.00	9.00	74.28	2,791.53	-4.87	117.39	11.93	0.00	0.00	0.00
2,900.00	9.00	74.20	2,890.30	-0.03	147 50	5.28	0.00	0.00	0.00
3,100.00	9.00	74.28	3,087.84	7.85	162.56	1.95	0.00	0.00	0.00
3 200 00	9.00	74 28	3 186 61	12.09	177 62	-1.37	0.00	0.00	0.00
3,300.00	9.00	74.28	3.285.38	16.33	192.67	-4.69	0.00	0.00	0.00
3,400.00	9.00	74.28	3,384.15	20.56	207.73	-8.02	0.00	0.00	0.00
3,500.00	9 .00	74.28	3,482.91	24.80	222.79	-11.34	0.00	0.00	0.00
3,600.00	9.00	74.28	3,581.68	29.04	237.84	-14.67	0.00	0.00	0.00
3,700.00	9.00	74.28	3,680.45	33.28	252.90	-17.99	0.00	0.00	0.00
3,800.00	9.00	74.28	3,779.22	37.52	267.96	-21.32	0.00	0.00	0.00
3,900.00	9.00	74.28	3,877.99	41.76	283.02	-24.64	0.00	0.00	0.00
4,000.00	9.00	74.20	3,970.70 4 075 53	40.00	290.07	-27.90	0.00	0.00	0.00
4,100.00	0.00	74.29	4 174 20	54.47	228.10	24.61	0.00	0.00	0.00
4,200.00	9.00	74.20	4,174.30	54.47	343.24	-34.01	0.00	0.00	0.00
4,400.00	9.00	74.28	4.371.84	62.95	358.30	-41.26	0.00	0.00	0.00
4,500.00	9.00	74.28	4,470.60	67,19	373.36	-44.58	0.00	0.00	0.00
4,600.00	9.00	74.28	4,569.37	71.43	388.42	-47.91	0.00	0.00	0.00
4,700.00	9.00	74.28	4,668.14	75.66	403.47	-51.23	0.00	0.00	0.00
4,800.00	9 .00	74.28	4,766.91	79.90	418.53	-54.56	0.00	0.00	0.00
4,900.00	9.00	74.28	4,865.68	84.14	433.59	-57.88	0.00	0.00	0.00
5,000.00	9.00	74.28	4,964,45	88.38	448.64	-61.21	0.00	0.00	0.00
5,100.00	9.00	74.20	5,005.22	32.02	405.70	-04,55	0.00	0.00	0.00
5,200.00	9.00	74.28	5,161.99	96.86	478.76	-67.85	0.00	0.00	0.00
5,300.00	9.00	74.20	5,260.76	101.10	493.62	-71.10	0.00	0.00	0.00
Begin 2.00)°/100' Drop	14.20	0,200.00		100.00	,	0.00	0.00	0.00
5,400.00	7.16	74.28	5,359.74	104.94	507.47	-74.19	2.00	-2.00	0.00
5,500.00	5.16	74.28	5,459.16	107.85	517.81	-76.47	2.00	-2.00	0.00
5,600.00	3.16	74.28	5,558.89	109.82	524.80	-78.02	2.00	-2.00	0.00
5,700.00	1.16	74.28	5,658.81	110.84	528.43	-78.82	2.00	-2.00	0.00
5,758.19	0.00	0.00	5,717.00	111.00	529.00	-78.95	2.00	-2.00	0.00

COMPASS 5000.1 Build 74



Phoenix Technology Services LP

Planning Report



Database: Company:	Compass 5000 GCR Chevron	Local Co-ordinate Reference:	Well 2H
Project:	Eddy County, NM (NAD27 NME)	MD Reference:	GL + KB @ 3276.60usft
Site:	HH SO 17 20 FED 002	North Reference:	Grid
Well:	2H	Survey Calculation Method:	Minimum Curvature
Wellbore:	ОН	-	
Design:	Plan 2 01-09-18		

Planned Survey

Measured			Vertical			Vertical	Dogleg	Build	Turn
Depth	Inclination	Azimuth	Depth	+N/-S	+E/-W	Section	Rate	Rate	Rate
(usft)	(°)	(°)	(usft)	(usft)	(usft)	(usft)	(°/100usft)	(°/100usft)	(°/100usft)
Dowin Vort	ical Maid								
9 525 39		0.00	9 484 20	111 00	529.00	-78 95	0.00	0.00	0.00
KOP2 Bog	un 10.00°/100	' Build	3,404.20	111.00	525.00	-70.55	0.00	0.00	0.00
9 600 00	7 46	179 46	9 558 60	106 15	529.05	-74 10	10.00	10.00	0.00
0,700,00	47.40	470.40	0,000.00	100.10	500.05	59.50	10.00	10.00	0.00
9,700.00	27.40	179.40	9,000.12	84.60	529.25	-52,58	10.00	10.00	0.00
9,000.00	37.40	179.40	9,740.41	-7.16	529.01	-14.47	10.00	10.00	0.00
10 000 00	47 46	179.46	9,002.00	-74 58	530.74	106.40	10.00	10.00	0.00
10,100.00	57.46	179.46	9,967,22	-153.77	531.48	185.49	10.00	10.00	0.00
10 200 00	67 46	170.46	10 012 20	242.22	522.24	070.00	10.00	10.00	0.00
10,200.00	77.40	179.40	10,013.39	-242.32	532.31	273.93	10.00	10.00	0.00
10,300.00	87.40	179.40	10,043.49	-337.54	533.21	309.04	10.00	10.00	0.00
10 433 96	90.86	179.46	10,057,09	-470.50	534 45	501.83	10.00	10.00	0.00
LP Hold 9	0.86° Inc at 17	79 46° Azm	10,001.00	-470.00	004.40	001.00	10.00	10.00	0.00
10.500.00	90.86	179.46	10.056.11	-536.53	535.07	567.77	0.00	0.00	0.00
10 600 00	00.96	170 46	10.054.64	626.54	500.04	CO 500	0.00	0.00	0.00
10,000.00	90.86	179.40	10,054.01	-030.51	530.01	767.40	0.00	0.00	0.00
10,700.00	90.80	179.40	10,053.11	-730.50	537.88	867 35	0.00	0.00	0.00
10,000,00	90.86	179.46	10,050,12	-036.47	538.82	967.21	0.00	0.00	0.00
11.000.00	90,86	179.46	10.048.63	-1.036.45	539.76	1.067.07	0.00	0.00	0.00
11 100 00	00.96	170.46	10 047 12	1 126 44	540.70	1 166 02	0.00	0.00	0.00
11,100.00	90.00	179.40	10,047.13	-1,130.44	540.70	1,100.93	0.00	0.00	0.00
11,200.00	90.80	179.40	10,043.03	-1,230.42	542.57	1,200.75	0.00	0.00	0.00
11 400 00	90.86	179.46	10,042,64	-1 436 39	543 51	1 466 51	0.00	0.00	0.00
11,500.00	90.86	179.46	10,041.15	-1,536.37	544.45	1,566.37	0.00	0,00	0.00
11 600 00	90.86	179.46	10 039 65	-1 636 36	545 38	1 666 23	0.00	0.00	0.00
11,700.00	90.86	179.46	10,038,15	-1 736 34	546.32	1 766 09	0.00	0.00	0.00
11.800.00	90.86	179.46	10.036.66	-1.836.33	547.26	1.865.95	0.00	0.00	0.00
11,900.00	90.86	179,46	10,035,16	-1,936.31	548.20	1,965.81	0.00	0.00	0.00
12,000.00	90.86	179.46	10,033.67	-2,036.30	549.13	2,065.67	0.00	0.00	0.00
12,100.00	90.86	179.46	10.032.17	-2.136.28	550.07	2.165.53	0.00	0.00	0.00
12,200.00	90.86	179.46	10,030.67	-2,236.26	551.01	2,265.38	0.00	0.00	0.00
12,300.00	90.86	179.46	10,029.18	-2,336.25	551.95	2,365.24	0.00	0.00	0.00
12,400.00	90.86	179.46	10,027.68	-2,436.23	552.88	2,465.10	0.00	0.00	0.00
12,500.00	90.86	179.46	10,026.19	-2,536.22	553.82	2,564.96	0.00	0.00	0.00
12,600.00	90.86	179.46	10,024.69	-2,636.20	554.76	2,664.82	0.00	0.00	0.00
12,700.00	90.86	179.46	10,023.19	-2,736.19	555.70	2,764.68	0.00	0.00	0.00
12,800.00	90.86	179.46	10,021.70	-2,836.17	556.63	2,864.54	0.00	0.00	0.00
12,900.00	90.86	179.46	10,020.20	-2,936.16	557.57	2,964.40	0.00	0.00	0.00
13,000.00	90.86	179.46	10,018.71	-3,036.14	558.51	3,064.26	0.00	0.00	0.00
13,100.00	90.86	179.46	10,017.21	-3,136.12	559.45	3,164.12	0.00	0.00	0.00
13,200.00	90.86	179.46	10,015.71	-3,236.11	560.38	3,263.98	0.00	0.00	0.00
13,300.00	90.86	179.46	10,014.22	-3,336.09	561.32	3,363.84	0.00	0.00	0.00
13,400.00	90.86	179.46	10,012.72	-3,436.08	562.26	3,463.70	0.00	0.00	0.00
13,500.00	90.86	179.46	10,011.23	-3,536.06	563.20	3,563.56	0.00	0.00	0.00
13,600.00	90.86	179.46	10,009.73	-3,636.05	564.13	3,663.42	0.00	0.00	0.00
13,700.00	90.86	179.46	10,008.23	-3,736.03	565.07	3,763.28	0.00	0.00	0.00
13,800.00	90.86	179.46	10,006.74	-3,836.01	566.01	3,863.14	0.00	0.00	0.00
13,900.00	90.86	179.46	10,005.24	-3,936.00	566.95	3,963.00	0.00	0.00	0.00
14,000.00	90.86	179.46	10,003.75	-4,035.98	567.88	4,062.85	0.00	0.00	0.00
14,100.00	90.86	179.46	10,002.25	-4,135.97	568.82	4,162.71	0.00	0.00	0.00
14,200.00	90.86	179.46	10,000.75	-4,235.95	569.76	4,262.57	0.00	0.00	0.00
14,300.00	90.86	179.46	9,999.26	-4,335.94	570.70	4,362.43	0.00	0.00	0.00



Phoenix Technology Services LP

Planning Report



Database:	Compass 5000 GCR	Local Co-ordinate Reference:	Well 2H GL + KB @ 3276 60usft
Project:	Eddy County, NM (NAD27 NME)	MD Reference:	GL + KB @ 3276.60usft
Site:	HH SO 17 20 FED 002	North Reference:	Grid
Well:	2H	Survey Calculation Method:	Minimum Curvature
Wellbore:	OH		
Design:	Plan 2 01-09-18		

Planned Survey

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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)
14,400.00 14,500.00	90.86 90.86	179.46 179.46	9,997.76 9,996.26	-4,435.92 -4,535.91	571.63 572.57	4,462.29 4,562.15	0.00 0.00	0.00 0.00	0.00 0.00
14,600.00 14,700.00 14,800.00 14,900.00	90.86 90.86 90.86 90.86	179.46 179.46 179.46 179.46	9,994.77 9,993.27 9,991.78 9,990.28	-4,635.89 -4,735.87 -4,835.86 -4,935.84	573.51 574.45 575.38 576.32	4,662.01 4,761.87 4,861.73 4,961.59	0.00 0.00 0.00 0.00	0.00 0.00 0.00 0.00	0.00 0.00 0.00 0.00
15,000.00	90.86	179.46	9,988.78	-5,035.83	577.26	5,061.45	0.00	0.00	0.00
15,079.19 Begin 2.00	90.86 • */100' Drop &	179.46 Turn	9,987.60	-5,115.00	578.00	5,140.52	0.00	0.00	0.00
15,100.00 15,102.19	90.46 90.42	179.59 179.60	9,987.36 9,987.34	-5,135.81 -5,138.00	578.17 578.19	5,161.31 5,163.49	2.00 2.00	-1.90 -1.90	0.61 0.61
Hold 90.42	° Inc at 179.60	° Azm							
15,200.00 15,300.00	90.42 90.42	179.60 179.60	9,986.63 9,985.90	-5,235.81 -5,335.80	578.87 579.56	5,261.16 5,361.02	0.00 0.00	0.00	0.00
15,400.00	90.42	179.60	9,985.17	-5,435.80	580.25	5,460.87	0.00	0.00	0.00
15,500.00	90.42	179.60	9,984.43	-5,535.79	580.94	5,560.73	0.00	0.00	. 0.00
15,600.00	90.42	179.60	9,983.70	-5,635.79	581.64	5,660.58	0.00	0.00	0.00
15,700.00 15,800.00	90.42 90.42	179.60 179.60	9,982.97 9,982.24	-5,735.78 -5,835.78	582.33 583.02	5,760.44 5,860.29	0.00	0.00	0.00
15,900.00	90.42	179.60	9.981.51	-5.935.77	583.72	5.960.15	0.00	0.00	0.00
16.000.00	90.42	179.60	9,980.78	-6,035.77	584.41	6,060.01	0.00	0.00	0.00
16,100.00	90.42	179.60	9,980.05	-6,135.76	585.10	6,159.86	0.00	0.00	0.00
16,200.00	90.42	179.60	9,979.32	-6,235.76	585.79	6,259.72	0.00	0.00	0.00
16,300.00	90.42	179.60	9,978.58	-6,335.75	586.49	6,359.57	0.00	0.00	0.00
16,400.00	90.42	179.60	9,977.85	-6,435.75	587.18	6,459.43	0.00	0.00	0.00
16,500.00	90.42	179,60	9,977.12	-6,535.74	587.87	6,559.28	0.00	0.00	0.00
16,600.00	90.42	179.60	9,976.39	-6,635.74	588.57	6,659.14	0.00	0.00	0.00
16,700.00 16,800.00	90.42 90.42	179.60 179.60	9,975.66 9,974.93	-6,735.73 -6,835.73	589.26 589.95	6,858,85	0.00	0.00	0.00
16.900.00	90.42	179.60	9.974.20	-6.935.72	590.64	6,958,70	0.00	0.00	0.00
17,000.00	90.42	179.60	9,973.46	-7,035.72	591.34	7,058.56	0.00	0.00	0.00
17,100.00	90.42	179.60	9,972.73	-7,135.71	592.03	7,158.41	0.00	0.00	0.00
17,200.00	90.42	179.60	9,972.00	-7,235.71	592.72	7,258.27	0.00	0.00	0.00
17,300.00	90.42	179.60	9,971.27	-7,335.70	593.42	7,358.12	0.00	0.00	0.00
17,400.00	90.42	179.60	9,970.54	-7,435.70	594.11	7,457.98	0.00	0.00	0.00
17,500.00	90.42	179.00	9,909.01	-1,000.09	594.60	7,557,63	0.00	0.00	0.00
17,000.00	90.42	179.00	9,909.00	-7,035.09	596.19	7,057.09	0.00	0.00	0.00
17,800.00	90.42	179.60	9,967.61	-7,835.68	596.88	7,857.40	0.00	0,00	0.00
17,900.00	90.42	179.60	9,966.88	-7,935.67	597.57	7,957.25	0.00	0.00	0.00
18,000.00	90.42	179.60	9,966.15	-8,035.67	598.27	8,057.11	0.00	0.00	0.00
18,100.00	90.42	179.60	9,965.42	-0,135.00	598.96	8,156.96	0.00	0.00	0.00
18,200.00	90.42	179.60	9,964.69 9.963.96	-8,235.65	599.65 600.34	8,256,62	0.00	0.00	0.00
18.400.00	90.42	179.60	9,963,23	-8.435.65	601.04	8,456.53	0.00	0.00	0.00
18,500.00	90.42	179.60	9,962.49	-8,535.64	601.73	8,556.39	0.00	0.00	0.00
18,600.00	90.42	179.60	9,961.76	-8,635.64	602.42	8,656.24	0.00	0.00	0.00
18,700.00	90.42	179.60	9,961.03	-8,735.63	603.12	8,756.10	0.00	0.00	0.00
18,800.00	90.42	179.60	9,960.30	-8,835.63	603.81	8,855.95	0.00	0.00	0.00
18,900.00	90.42	179.60	9,959.57	-8,935.62	604.50	8,955.81	0.00	0.00	0.00
19,000.00	90.42	179.60	9,958.84	-9,035.62	605.20	9,055.66	0.00	0.00	0.00
19,100.00	90.42	179.60	9,958.11	-9,135.61	605.89	9,155.52	0.00	0.00	0.00
19,200.00	90.42	179.60	9,957.38	-9,235.61	606.58	9,255.37	0.00	0.00	0.00
19,300.00	90.42	1/9.00	9,900.04	-9,335.00	007.27	9,300.23	<u></u>		<u></u>

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COMPASS 5000.1 Build 74

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Phoenix Technology Services LP

Planning Report



Database: Company: Project: Site:	Compass 5000 GCR Chevron Eddy County, NM (NAD27 NME) HH SO 17 20 FED 002	Local Co-ordinate Reference: TVD Reference: MD Reference:	Well 2H GL + KB @ 3276.60usft GL + KB @ 3276.60usft Crid	
Well: Wellbore:	2H OH	Survey Calculation Method:	Minimum Curvature	
Design:	Plan 2 01-09-18			

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)
19,400.00	90.42	179.60	9,955.91	-9.435.60	607.97	9.455.08	0.00	0.00	0.00
19,500.00	90.42	179.60	9,955,18	-9,535,59	608.66	9.554.94	0.00	0.00	0.00
19,600.00	90,42	179.60	9,954,45	-9.635.59	609.35	9.654.79	0.00	0.00	0.00
19,700.00	90.42	179.60	9,953.72	-9,735,58	610.05	9.754.65	0.00	0.00	0.00
19,800.00	90.42	179.60	9,952.99	-9,835.57	610.74	9,854.50	0.00	0.00	0.00
19,900.00	90.42	179.60	9,952.26	-9,935.57	611.43	9,954,36	0.00	0.00	0.00
20,000.00	90.42	179.60	9,951.52	-10,035.56	612.12	10,054,21	0.00	0.00	0.00
20,100.00	90.42	179.60	9,950.79	-10,135.56	612.82	10,154.07	0.00	0.00	0.00
20,126.44	90.42	179.60	9,950.60	-10,162.00	613.00	10,180.47	0.00	0.00	0.00
TD at 2012	6.44								

Design Targets

Target Name - hit/miss target - Shape	Dip Angle (°)	Dip Dir. (°)	TVD (usft)	+N/-S (usft)	+E/-W (usft)	Northing (usft)	Easting (usft)	Latitude	Longitude
BHL - HH SO 17 20 F - plan hits target c - Point	0.00 enter	0.00	9,950.60	-10,162.00	613.00	371,429.00	539,219.00	32° 1' 15.99358 N 04°	12' 24.44150 W

0.00 LTP - HH SO 17 20 FI 0.00 9,950.60 -10,112.00 613.00 371,479.00 539,219.00 32° 1' 16.48842 N 04° 12' 24.44082 W - plan misses target center by 0.50usft at 20076.44usft MD (9950.97 TVD, -10112.01 N, 612.65 E) - Point

MPT - HH SO 17 20 F 0.00 0.00 9,987.60 -5,115.00 578.00 376,476.00 539,184.00 32° 2' 5.94248 N 04° 12' 24.77943 W - plan hits target center - Point

FTP - HH SO 17 20 F 0.00 0.00 10,062.60 -119.00 531.00 381,472.00 539,137.00 32° 2' 55.38667 N 04° 12' 25.25756 W - plan misses target center by 99.65usft at 10113.29usft MD (9974.23 TVD, -165.05 N, 531.59 E) - Point .

Plan Annotations

- -

Measured	Vertical	Local Coordinates		
Depth (usft)	Depth (usft)	+N/-S (usft)	+E/-W (usft)	Comment
1,600.00	1,600.00	0.00	0.00	KOP1, Begin 2.00°/100' Build
1,850.00	1,849.68	-8.93	6.25	Hold 5.00° Inc at 145.00° Azm
1,950.00	1,949.30	-16.07	11.25	Begin 2.00°/100' Build & Turn
2,386.16	2,382.78	-22.41	55.07	Hold 9.00° Inc at 74.28° Azm
5,308.23	5,268.88	101.44	495.05	Begin 2.00°/100' Drop
5,758.19	5,717.00	111.00	529.00	Begin Vertical Hold
9,525.39	9,484.20	111.00	529.00	KOP2, Begin 10.00°/100' Build
10,433,96	10.057.09	-470.50	534.45	LP. Hold 90.86° Inc at 179.46° Azm
15,079.19	9,987.60	-5,115.00	578.00	Begin 2.00°/100' Drop & Turn
15,102,19	9.987.34	-5,138.00	578.19	Hold 90.42° Inc at 179.60° Azm
20,126.44	9,950.60	-10,162.00	613.00	TD at 20126.44

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



Show Final Text

Submission Date: 09/28/2017

Well Number: 2H

Well Work Type: Drill

APD ID: 10400021089

Operator Name: CHEVRON USA INCORPORATED

Well Name: HH SO 17 20 FED 002

Well Type: CONVENTIONAL GAS WELL

Section 1 - Existing Roads

Will existing roads be used? YES

Existing Road Map:

HH_SO_17_20_FED_002_2H_RoadPlat_20170928085944.pdf

Existing Road Purpose: ACCESS, FLUID TRANSPORT

Row(s) Exist? NO

ROW ID(s)

ID:

Do the existing roads need to be improved? YES

Existing Road Improvement Description: The operator will improve or maintain existing roads in a condition the same as or better than before operations begin. The operator will also repair any pot holes, clear ditches, repair crown; etc. All existing structures on the entire access route such as cattle guards, other range improvements project, culverts, etc. will be properly repaired or replace if they are damaged or have deteriorated beyond practical use. We will prevent and abate fugitive dust as needed, whether created by vehicular traffic, equipment operations, or wind events. BLM written approval will be acquired before application of surfactants, binding agents, or other dust suppression chemicals on roadways. Existing lease roads operated by Chevron will be maintained as needed or upon request (based on historical weather data, CVX expects that maintenance will likely occur four to five times annually). Existing lease roads used by multiple operators will be maintained through road maintenance parameters with all parties.

Existing Road Improvement Attachment:

Section 2 - New or Reconstructed Access Roads

Will new roads be needed? YES

New Road Map:

HH_SO_17_20_FED_002_2H_NewRoad_20180228141002.pdf

Heim roert tyrpe: LOCA	2 •		
.s-g(1-; 5443	Feet	mer 1 (19) 24	
Vax shpe (%): 2		મે રહે પ્રત્સવોક (%); જી	
Sarry Dect of Englise	are (ACOE) de maiore ;		
ACOE Permit Numbe	r(s):		
NEW TRUE CENTER WALL WART	· · 26		

Well Name: HH SO 17 20 FED 002

Well Number: 2H

Text read appease erosion op stroit Erosion / Erainage: Erainage opsire) system shall be constructed on the enthe length of road by the use of any of the following, utdining and will be graveled as needed for diffing, when his but-stoping and the soping, lead-off divides, cutyent trajellation, or low water crossings, cutyeds, and water bars, where readeds shaw woodles will be used on the down-slope side of new noads where undisturbed grades away from the statyer; are 5% or greater. Here noad appease star on profile greps and MO

New road access plan attachment:

ං 04] ඉකුරිසරේ වුන්දානස්වුන්ග වසරා සහභාවේ

Access road engineering design attachment:

- BINOME CONTRACTOR MONE

Process Regist Contract OMSTER

Access surfacing type description:

fores one population of the party of

Offsite topsoil source description:

Sheffe foceoff removel process NOME NEEDED

Access offer construction information: whole use leading will be installed around open be, whe prevent livertock or large will be installed on a provent livertock or large will be from being trapped after installation. Fencing will remain in place while no activity is group? and until back-filling takes place.

Access miscellaneous information:

Number of access turnouts:

Access turnout map:

Drainage Control

Herr read drainage crossing: CPOSSING, CULVER, OTHER

Draficage Control commenter SEDIMENT TRAFS (HAY BALES SECRED BY BLM) we some use every time but reep handy.

Toad Drainage Control Chruciures (ECC) description: Dilphing will be constructed on 50% closs of road

Road Drainage Control Structures (DCS) attachment:

Access Additional Attachments

Additional Attachment(s):

Section 2 - New or Reconstructed Access Roads

Will new roads be needed? YES

New Road Map:

HH_SO_17_20_FED_002_2H_NewRoad_20180228141002.pdf

new read hyper

_anglit:

Work Chy

Well Name: HH SO 17 20 FED 002

Well Number: 2H

(%) egicie xañ

Wax grade (M)

Sterrose (imregi (350(%) ersenign3 % and ymr

ACOE Permit Number(s):

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Mann mad anness fram en promie previewer 8

New road access plan attachment:

A press mad ang meaning dicair an

Access road engineering design attachment:

<u>รุกครอย่าง การบำบุบบุบบุบ</u>

Arrens () seal so shar

Access surfacing type description:

Ronass opains labautica cora oup?"

Offsite topsoil source description:

Onafte liceant instrume i thochus

Access office construction in the deadlog.

Access miscellaneous information:

Number of access turnouts:

Access turnout map:

Drainage Control

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Brainage Gent, rol comments	······	
Foad Brainage Control Chr. Cluss (2009, description)		

Road Drainage Control Structures (DCS) attachment:

Access Additional Attachments

Additional Attachment(s):

Section 2 - New or Reconstructed Access Roads

Will new roads be needed? YES

New Road Map:

HH_SO_17_20_FED_002_2H_NewRoad_20180228141002.pdf

democed (yok)

League

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Well Name: HH SO 17 20 FED 002

Well Number: 2H

in an stata (%):

1 POX E FEY JA (96)

inty Congrof Engliseers (400E) submit in without ______

ACOE Permit Number(s):

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New road access plan attachment:

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Access road engineering design attachment:

Course surfacing i you

Phones Physical Sciences

Access surfacing type description:

Access another repeation and th

Offsite topsoil source description:

Onsite topsoil removal process:

foress offer on is mission for the

Access miscellaneous information:

Number of access turnouts:

Access turnout map:

Drainage Control

lew road drainage croce (* p	1
Stalkage Control comments;	· · · ·
Road Brainage Ocentral Structures (2003) decortor 2,8	

Road Drainage Control Structures (DCS) attachment:

Access Additional Attachments

Additional Attachment(s):

Section 3 - Location of Existing Wells

Existing Wells Map? YES

Attach Well map:

HH_SO_17_20_FED_002_2H_1_mile_radius_20170928090205.pdf

Existing Wells description:

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

Submit or defer a Proposed Production Facilities plan? DEFER

Estimated Production Facilities description: Existing production facilities located in the SW corner of section 9, T26S, R27E where oil and gas sales will take place. The existing facility is 500' X 700'. Gas compression will occur within the EXISTING facility boundaries, Gas purchaser pipeline is in place at the tank battery, open top tanks or open containment WILL be netted, open vent exhaust stacks will be modified to prevent birds or bats from entering, discourage perching, roosting, and nesting. All above ground structures will be painted non-reflective shale green for blending with surrounding environment. Pipelines Include: 4583 of flowlines carrying production (buried), 107' Gas lift line carrying pressurized gas (buried), 107' temporary water line carrying fresh water (surface). A ROW will be applied for through the State and BLM. (30' wide, 3.2 acres). All construction activity will be confined to the approved ROW. Pipeline will run parallel to the road and will stay within approved ROW.

Section 5 - Location and Types of Water Supply

Water Source Table	
Water source use type: INTERMEDIATE/PRODUCTION CASING, SURFACE CASING Describe type:	Water source type: GW WELL
Source latitude:	Source longitude:
Source datum:	
Water source permit type: PRIVATE CONTRACT	
Source land ownership: FEDERAL	
Water source transport method: PIPELINE	
Source transportation land ownership: FEDERAL	
Water source volume (barrels): 716000	Source volume (acre-feet): 92.28746

Water source and transportation map:

Source volume (gal): 30072000

HH_SO_17_20_FED_002_2H_DETAIL_20170928090536.pdf

Water source comments: Pond in SE4/SW4; Section 2, T26S-R27E will be where fresh water is stored. Fresh water will be obtained from a private water source. A temporary surface laid lay-flat line will be utilized for drilling and completions. New water well? NO

Well latitude:	Well Longitude:	Well datum:
Well target aquifer:		
Est. depth to top of aquifer(ft):	Est thickness of aquifer:	

Operator Name: CHEVRON USA INCORPORATED Well Name: HH SO 17 20 FED 002

Well Number: 2H

Aquifer comments:

Aquifer documentation:Well depth (ft):Well casing type:Well casing outside diameter (in.):Well casing inside diameter (in.):New water well casing?Used casing source:Drilling method:Drill material:

Grout material:

Casing length (ft.):

Well Production type:

Water well additional information:

State appropriation permit:

Additional information attachment:

Section 6 - Construction Materials

Construction Materials description: CALICHE WILL BE SOURCED FROM A CHEVRON OPERATED NMSLO PIT IN S2 NW4 SECTION 16 T26S R27E OR AN ALTERNATE PRIVATE PIN IN SECTION 13 T24S R27E, EDDY COUNTY NM. **Construction Materials source location attachment:**

Grout depth:

Casing top depth (ft.):

Completion Method:

Section 7 - Methods for Handling Waste

Waste type: GARBAGE

Waste content description: o Garbage and Trash o Human waste and grey water o Other wastes material i.e. chemicals, salts, frac sand o Drill cutting Amount of waste: 200 pounds

Waste disposal frequency : Daily

Safe containment description: o collected in a trash container collected for disposal o properly contained and disposed of state approved disposal facility o properly disposed of into steel tanks. All to be properly disposed at a State approved disposal facility.

Safe containmant attachment:

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

Disposal type description:

Disposal location description: STATE APPROVED FACILITY: o Carlsbad 6601 Hobbs HWY Carlsbad, NM 575-393-1079 o Eunice Sundance Services 5 miles East of Eunice on HWY 18 and Wallach Ln 575-390-0342 o Seminole Permian Disposal 587 US HWY 385 S 432-955-0322

- . . -

Reserve Pit

Reserve Pit being used? NO

Temporary disposal of produced water into reserve pit?

Operator Name: CHEVRON USA INCORPORATED Well Name: HH SO 17 20 FED 002

Well Number: 2H

Reserve pit length (ft.)

Reserve pit width (ft.)

Reserve pit depth (ft.)

Reserve pit volume (cu. yd.)

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

Reserve pit liner

Reserve pit liner specifications and installation description

Cuttings Area

Cuttings Area being used? NO

Are you storing cuttings on location? NO

Description of cuttings location

Cuttings area length (ft.) Cuttings area depth (ft.) Cuttings area width (ft.)

Cuttings area volume (cu. yd.)

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

WCuttings area liner

Cuttings area liner specifications and installation description

Section 8 - Ancillary Facilities

Are you requesting any Ancillary Facilities?: NO · Ancillary Facilities attachment:

Comments:

Section 9 - Well Site Layout

Well Site Layout Diagram:

HH_SO_17_20_FED_002_2H_WellPlat_20170928090621.pdf

Comments: As referenced on the attached APD SUPO o Exterior well pad dimensions are 545' X 380' o Interior well pad dimensions from point of entry (well head) of the westernmost well are N-120', S-260', E-310', W-235'. The length to the east includes 25' spacing for next well on multi-well pad (six wells). Total disturbance area needed for construction of well pad will be 4.71 acres. o Topsoil placement is on the East where interim reclamation is planned to be completed upon completion of well and evaluation of best management practices. Cut and fill will be minimal. Construction methods: Pad would be constructed by cleaning vegetation, salvaging and storing topsoil and leveling the drilling area cut-and-fill techniques where appropriate.

Well Name: HH SO 17 20 FED 002

Well Number: 2H

Section 10 - Plans for Surface Reclamation

 Type of disturbance: New Surface Disturbance
 Multiple Well Pad Name: HH SO 17 20 FED 002

Multiple Well Pad Number: 1H 2H 3H 4H 5H 6H

Recontouring attachment:

HH_SO_10_15_FED_002_2H_reclamation_plat_20170928091121.pdf

HH_SO_17_20_FED_002_2H_cut_fill_20170928091122.pdf

HH_SO_17_20_FED_002_2H_SUP_20170928091123.pdf

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

Drainage/Erosion control reclamation: The well pad, road, and surrounding area will be cleared of material, trash, and equipment. All surfacing material will be removed and returned to the original mineral pit or recycled to repair or build roads and well pads. All disturbed areas will be re-contoured to the contour existing prior to initial construction. The areas will be seeded with the proper BLM seed mixture (BLM #2), free of noxious weeds.

Wellpad long term disturbance (acres): 1.49	Wellpad short term disturbance (acres): 3.25
Access road long term disturbance (acres): 0.06	Access road short term disturbance (acres): 0.06
Pipeline long term disturbance (acres): 0.00039256198	Pipeline short term disturbance (acres): 0.00039256198
Other long term disturbance (acres): 0	Other short term disturbance (acres): 0
Total long term disturbance: 1.5503925	Total short term disturbance: 3.3103926

Disturbance Comments: All disturbed area, including roads, pipelines, pads, production facilities, and interim reclaimed areas will be re-contoured to the contour existing prior to initial construction or a contour that blends in distinguishably with · the surrounding landscape.

Reconstruction method: All surfacing material will be removed and returned to the original mineral pit or recycled to repair or build roads and well pads. Reducing the pad size to approximately 1.49 acres from the proposed size of 3.25 acres. within 30 days of well completion, the well location and surrounding areas will be cleared of, and maintained free of all materials, trash, and equipment not required for production.

Topsoil redistribution: Topsoil that was spread over the interim reclamation areas will be stockpiled prior to re-contouring. The topsoil will be redistributed evenly over the entire disturbed site to ensure successful re vegetation.

Soil treatment: After all the disturbed areas have been properly prepared; the areas will be seeded with the proper BLM seed mixure, free of noxious weeds.

Existing Vegetation at the well pad: mesquite, grass, shrubs

Existing Vegetation at the well pad attachment:

Existing Vegetation Community at the road: mesquite, grass, shrubs

Existing Vegetation Community at the road attachment:

Existing Vegetation Community at the pipeline: mesquite, grass, shrubs

Existing Vegetation Community at the pipeline attachment:

Existing Vegetation Community at other disturbances: mesquite, grass, shrubs

Existing Vegetation Community at other disturbances attachment:
Operator Name: CHEVRON USA INCORPORATED

Well Name: HH SO 17 20 FED 002

Well Number: 2H

Non native seed used? NO Non native seed description: Seedling transplant description: Will seedlings be transplanted for this project? NO

Seedling transplant description attachment:

Will seed be harvested for use in site reclamation? NO

Seed harvest description:

Seed harvest description attachment:

Seed Management

Seed Table

Seed source:
Source address:
Proposed seeding season:

Seed Summary Total pounds/Acre: Seed Type Pounds/Acre

Seed reclamation attachment:

Operator Contact/Responsible Official Contact Info

First Name: Kevin	Last Name: Dickerson
Phone:	Email: Ifuh@chevron.com
Seedbed prep:	
Seed BMP:	

Seed method:

Existing invasive species? NO

Operator Name: CHEVRON USA INCORPORATED

Well Name: HH SO 17 20 FED 002

Well Number: 2H

Existing invasive species treatment description:

Existing invasive species treatment attachment:

Weed treatment plan description: Treat with BLM seed mixture (BLM #2) free of noxious weeds.

Weed treatment plan attachment:

Monitoring plan description: The interim reclamation will be monitored periodically to ensure that vegetation has reestablished.

Monitoring plan attachment:

Success standards: As per BLM requirements.

Pit closure description: None

Pit closure attachment:

Section 11 - Surface Ownership

Disturbance type: WELL PAD

Describe:

Surface Owner: BUREAU OF LAND MANAGEMENT

Other surface owner description:

BIA Local Office:

BOR Local Office:

COE Local Office:

DOD Local Office:

NPS Local Office:

State Local Office:

Military Local Office:

USFWS Local Office:

Other Local Office:

USFS Region:

USFS Forest/Grassland:

USFS Ranger District:

Section 12 - Other Information

Right of Way needed? YES

Use APD as ROW? YES

ROW Type(s): 287001 ROW - Water Facility, 288100 ROW - O&G Pipeline, Other

Well Number: 2H

ROW Applications

SUPO Additional Information: o Recycle containment pond design feature - four permanent recycle containment ponds will be required - permanent buried pipelines will be installed to transport water - all wells covered by the MDP will require hydraulic fracturing - the ponds will be designed as "multiwell fluid management pits o Berms - berms shall be sloped at 3:1 - berm top will have at least 12' of working area - berm height, thickness, and depth will be determined based on-site specific information o Liners - ponds shall be double lined and have a method of leak detection - an 8 oz geotextile fabric shall be used to line the soil prior to installation - primary liner should be 60-mil smooth - minimum 200-mil geonet shall be installed between primary and secondary liner o Fencing - ponds shall have eight game fencing installed - the fence bottom shall be keyed-in around the perimeter of the pond site

Use a previously conducted onsite? YES

Previous Onsite information: On-site performed by BLM NRS: Paul Murphy 08/18/2017.

Other SUPO Attachment





DISCLAIMER: At this time, C. H. Fenstermaker & Associates, L.L.C. has not performed nor was asked to perform any type of engineering, hydrological modeling, flood plain, or "No Rise" certification analyses, including but not limited to determining whether the project will impact flood hazards in connection with lederal/FEMA, state, and/or local laws, ordinances and regulations. Accordingly, Fenstermaker makes no warranty or representation of any kind as to the foregoing issues, and persons or entities using this information shall do so at their own risk.

NOTE:

Please be advised, that while reasonable efforts are made to locate and verify pipelines and anomalies using our standard pipeline locating equipment, it is impossible to be 100 % effective. As such, we advise using caution when performing work as there is a possibility that pipelines and other hazards, such as fiber optic cables, PVC pipelines, etc. may exist undetected on site.

NOTE:

Many states maintain information centers that establish links between those who dig (excavators) and those who own and operate underground facilities (operators). It is advisable and in most states, law, for the contractor to contact the center for assistance in locating and marking underground utilities. For guidance: New Mexico One Call www.monocell.org.

> FOR THE EXCLUSIVE USE OF CHEVRON U.S.A. INC. I, Robert L. Lastrapes, Professional Surveyor, do bereby state this plat is true and correct to the best of my, knowledge.





PROPOSED PAD					
COURSE	BEARING	DISTANCE			
1	S 00° 07' 17" W	380.00'			
2	N 89° 52' 43" W	545.00'			
3	N 00° 07' 17" E	349.84'			
4	N 45° 19' 26" E	42.80'			
5	S 89° 52' 43" E	514.63'			

CENTERLINE PROPOSED ACCESS ROAD					
COURSE	BEARING	DISTANCE			
6	SOUTH	19.29			

	Page 2 of 2					
CHEVRON U.S.A. INC.						
PROPOSED PAD						
н	H SO 1	7 20 FED 00	2 NO. 1H WELL			
	SECTIONS 8 & 17 T26S-R27E					
EDDY COUNTY, NEW MEXICO						
RAWN BY: AMT		REVISIONS				
Roj. Mgr.: GDG	No.	DATE:	REVISED BY			
ATE: 08/10/2017	No.	DATE:	REVISED BY			
ILENAME: T:\2017\2176072\DWG\HH SO 17 20 FED 002 1H WellPlat.dwg						



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MNM 1852 287 11 5	59181 MNM 1852 282	11.24181	MNM 1857 282	11.24181	282.7581 WWW	11.24181	WNW 1827.282	18120.73	WNW 1827.282	18142	KLEIN 33 FEDERAL CO 6H
WNW 7563.582 282.6	585.6337 WWW 18136	55'96181	282 6337 WNW	18139:22	282.6337 WNW	55.96181	MNM 285.632	18112.15	282.6337 WNW	18132	KLEIN 33 FEDERAL COM 5H
WWW 6026.875 21.5	27871 WWW 2020.872	ST.24871	WNW 6026 875	51.54871	WNW 6026.872	51.2487.15	MNM 6026 822	34.71871	MNW 6026.872	17842	КГЕІИ 33 ЕЕВЕДАГ СОМ 1Н
W 81EL \$74.1318 W	E9271 W 81E1.472	17763.46	274.1318 W	17763.46	W 8151.472	97 E9771	274,1318 W	22.85771	W 8161.472	11163	MEDWICK 32 FEDERAL COM 12H 1
M'81ET'72. 97'E	574.1318 W 17763	97 E922I	W 8151.472	11763.46	W 8151.472	11163 de	V 8151.472	22.8E771	V 8151.472	٤9223	MEDMICK 35 FEDERAL COM 12H
W 200.472 .00	274.002 W 200.472	6.09771	W 200.472	6.09771	274.002 W	6.09771	274.002 W	96'SELLI	M 200 Þ/2	19771	MEDWICK 32 FEDERAL 11H
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WSW \$761.2674 WSW	52/11 MSM \$297.192	82 SZZTT	WSW \$761.267	87.25711	261.2674 WSW	87.22711	261.2674 WSW	20 10211	MSW \$761.2674	97711	I SNOWWIS df
2 7817.071 00.1	17011 2 7817.971	60.17011	\$ 7817.971	60.17011	S 7817.671	60.17011	S 7817.971	11071.24	S 7817.971	12011	Ht O JARSD OWL FEDERAL C 1H
WNW 9904.065 200.	290.4066 WNW 8050.0	500.0208	290.4066 WNW	\$00.0208	WNW 9904.065	500.0208	WNW 9904.065	672.6279	WNW 9904.062	0508	
W2 £158.012 694.	6277 W2 E128.012	694.6277	W2 E128.012	695.6277	W2 E128.915	694.6277	W2 519.815	E84.E177	WS 8213.612	6777	COG OPERATING LLC - SCREECH OWL
266 229.2449 SW	229 2449 WS 6442 622	995.7427	X29.2449 SW	995 2752	229.2449 SW	995 LÞSL	229,2449 SW	969.8227	229,2449 SW	842	HS JARAOWL FEDERAL 2H
MNM ZEZT 282 TOS	782 1235 MNM 2621 282	105 2407	282.1232 WWW	105.2407	WNW 2521,282	102.5407	WNW 2521.282	90.8107	WNW 2521 282	E407	E JARE T
W 1125.172 712.	TI 69 M TIZE TZZ	215 1169	W 1125.172	212.1169	W 1125.172	212,1169	W 1125.172	PS. 9889	W 1125.172	Z169	MELCH UNIT 10
W2 E417.465 827.		857.7628	234.7143 SW	852 2659	W2 2417145	852'2659	W2 E417.4ES	298.7728	V24,7143 SW	8659	SCREECH OWL FEDERAL 4H
228 301.7254 NW	201 1259 MN 4527 105	822.7428	WN \$27.105	822.7428	WN \$27.105	822,728	WN \$27,105	LT25553	301,7254 NW	2759	MELCH UNIT S
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MNW 22.385 ANW	286.22 WNW 6452.	PES 25P9	286.22 WNW	6452.534	286.22 WNW	P452.534	286.22 WNW	££23.533	286.22 WNW	8423	HS JARJOJA "AJ8" TZAJ8
MNM 5162.585 46.8	86E9 MNM ST62'E82	49.86£3	WNW 22935 WNW	19.86£3	WNW 2162.582	49.8 6£3	WNW 2195.885	515.4753	MNM ST62.E82	6629	MERCH DMIT 4
MN 2612.262 728.	292.2132 WN 5612.562	728.595	WN 2612.262	128.292.857	WN 2515.205	728.292	WN 2512,202	27.69£8	MN 2512.262	£6£9	VELCH UNIT 2
MN 1129 262 869	792.6211 NW 6387.	£69 <u>7</u> 8£8	292.6211 NW	£69 ⁻ 78£8	WN 1123.565	E69 78E8	WN 1129.265	6364.624	WN 1129.262	8863	MELCH UNIT 1
WN 1625.562 477	0/29 MN 1625'267	¢77.07£3	WN 1622.562	\$77.07£ð	MN:1625'862	¢77.07£ð	WN 1622.582	98.7458	WN 1622.562	£75ð	MELCH YABY' FEDERAL 1
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MN 2295.962 744	596.5622 WW 6223.	6223.447	WN 2292.362	2223.447	X96.5622 NW	744.8223	296.562 NW	960 029	296.5622 NW	6223	Í JARADAR ZEDERAL Í
WN 7002.705 108.	19819 MN 2005'20E	108 9819	WN 7002.705	108.3813	WN 7002.705	108.9819	WN 7002.705	986.9919	WN 7002.705	2819	I 3TATZ JARRAGAHO
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WN 6125.805 168.	TEESS MN 6TSE 80E	168 8555	WN 6125.805	168.5523	MN 615E 80E	168.5525	MN 6TSE'80E	205.4122	WN 6125.805	2234	. мегсн лин в
WN \$\$\$5.565 729	292.5444 NW 5152.292	256 28TS	292,5444 NW	2282.957	292 5444 NW	7282.957	WN 4442.292	948.6212	292,5444 NW	5183	- CLUSTER STATE NO STATE RELEVANCE
MNW 712.385 205	386.517 WWW 5118.	665.8112	MNM 212.982	665.8112	WNW 712.885	665 8115	286.517 WNW	2694.435	MNM 215 982	8115	6 TINU HOJEW
3N TZ062'8Z 985	128.79021 NE 4238.	4238.586	28.79021 NE	4538.586	38.79021 NE	985.8524	3N 12067 NE	\$250.683	3N 12067.82	4539	I JAR3037 8 YAH
WN 8672.005 611	728E WN 8E72.00E	3824.119	WN 8572.005	3824.119	WN 8572.005	3824.119	WN 8572.005	3803 616	WN 8572.005	3824	CLUSTER STATE COM 4H
W 1952.275 ES.E	512.2561 W 1922.272	3199.23	M 1952.275	5199.23	W 1952.272	52.9915	M_1952'747	602.071E	M 1952 222	3199	T JAR3031 AJ8 TZAJ8
425 302.5823 NW	202.5823 NW 5282.505	524.7785	MN E285'20E	524 7755	WN E282.205	524.7735	WN 6282.20E	2656.394	MN 8282.20E	2677	MELCH UNIT 6
S 1881.181 S80	184.1831 S 1631.0	2633.085	184.1831 S	2633.085	S 1881 1881	580 5633	2 1881.481	675.3792	2 184.1831 S	2633	HH 2O 8 b5 14H b&Ob
S 8E9 E8T ESS	183'638'S 2631'	252.1592	2 8E3.E8I	2631.553	183 638 S	5631.553	2 853.638	2630.085 ²	S 869 681	2632	9089 H2 13H PROP
S T E 8T 685	183'I 2 5 1'E8I	5630.589	S T.E81	5630.589	S T.E81	5630.589	2 T.E81	955.925	S T.E81	1631	408 P2 6H PROP
8¢J J85'2236 2	185'2236 S 9555'281	108.0292	S 9855.581	148.0292	5 9855.581	148.6292	S 9855.581	2628.846	185'2236 2	2630	408 P2 54 PROP
S 782,0067 S		2629.332	182.0067 5	2629.332	S 7000.581	2629.332	2 7300.581	9628.576	S 7000 281	6Z9Z	HH 2O 8 b5 35H 6606
S 6650'T81 ELO	181 4266 Z 5659 (£7629.073	S 6654.181	2629.073	5.6624.181	£70.92	S 6654.181	\$628.555	S 6657'IBI	6292	НН 20 8 Б 2 31Н БКОБ
WN ZTET. EIE TOA	79952 MN ZZET 6TE	104.401	WN 2751.915	100 0957	WN ZZET. GIE	2564 401	WN 2751.015	2548.112	WN 2751,915	5264	LE MOD BTATE RETURN
MNN TEEE TEP	77502 MNN 1866'858	167.4202	MNN TE66'ESE	164.491	MNN 1266-252	164 4502	MNN 1866.858	S20.5202	MNN TE66'ESE	2054	LLUSTER STATE ABTEULS
MNN 1866 858 161	7507 MNN 1866 858	160.4202	MNN TE66'ESE	164 4502	MNN TE66'ESE	160 0502	MNN TE66'ESE	520,5202	WNN TEEE.ESE	5054	TOJIA I MOD BTATE RELUCE
MNN 8925 858 400	0.9161 WNN £925.555	1916.047	MNN E975'ESE	1916.047	MNN 8975 858	200 9161	MNN 8928.85E	95.E191	MNN E925'ESE	9161	CLUSTER STATE COM 2H
3 95985 Z6 927	SE8T 3 95985'26	1832.426	3 95985.76	1832°459	3 95985 26	1832.456	3 95985'26	1860.21	3 95985'26	5E8T	EDERAL X COM 1
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DISCLAIMER: At this time, C. H. Fenstermaker & Associates, L.L.C. has not performed nor was asked to perform any type of engineering, hydrological modeling, flood plain, or "No Rise" certification analyses, including but not limited to determining whether the project will impact flood hazards in connection with federal/FEMA, state, and/or local laws, ordinances and regulations. Accordingly, Fenstermaker makes no warranty or representation of any kind as to the foregoing issues, and persons or entities using this information shall do so at their own risk.

NOTE:

Please be advised, that while reasonable efforts are made to locate and verify pipelines and anomalies using our standard pipeline locating equipment, it is impossible to be 100 % effective. As such, we advise using caution when performing work as there is a possibility that pipelines and other hazards, such as fiber optic cables, PVC pipelines, etc. may exist undetected on site

NOTE:

Many states maintain information centers that establish links between those who dig (excavators) and those who own and operate underground facilities (operators). It is advisable and in most states, law, for the contractor to contact the center for assistance in locating and marking underground utilities. For guidance: New Mexico One Call www.immonecall.org.

> FOR THE EXCLUSIVE USE OF CHEVRON U.S.A. INC. I, Robert L. Lastrapes, Professional Surveyor, do hereby state this plat is true and correct to the bast of my knowledge.





PROPOSED PAD					
COURSE	BEARING	DISTANCE			
1	S 00° 07' 17" W	380.00			
2	N 89° 52' 43" W	545.00'			
3	N 00° 07' 17" E	349.84'			
4	N 45° 19' 26" E	42.80'			
5	S 89" 52' 43" E	514.63			

CENTERLINE PROPOSED ACCESS ROAD					
COURSE	BEARING	DISTANCE			
6	SOUTH	19.29'			

WELL PAD PLAT Pa							
CHEVRON U.S.A. INC. PROPOSED PAD HH SO 17 20 FED 002 NO. 2H WELL SECTIONS 8 & 17, T26S-R27E EDDY COUNTY, NEW MEXICO							
DRAWN BY: AMT	T REVISIONS						
PROJ. MGR.: GDG	No.	DATE:	REVISED BY:				
DATE: 08/10/2017	No. DATE: REVISED BY:						
ILENAME: T:\2017\2176	072\DV	ILENAME: T:\2017\2176072\DWG\HH SO 17 20 FED 002 2H WellPlat.dwg					



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CHEVRON U.S.A. Inc HH SO 17 20 FED 002 2H NMNM 100549 SECTION 17, T26S-R27E SHL 212' FNL & 1700' FEL

SECTION 17, T26S, R27E BHL 280' FSL & 1170' FEL

APD Surface Use Plan of Operations

<u>This Surface Use Plan of Operations has been designed to be reviewed in</u> <u>conjunction with Hayhurst Development Area (HDA) Master</u> <u>Development Plan</u>

HDA	Master	Deve	lopment	Plan	Ref	erence	Table
-	The conten	ts refere	enced below	v apoly	to all		's

Existing Roads	MDP SUPO Page 1
Construction Materials	MDP SUPO Page 6
Methods for Handling Waste	MDP SUPO Page 6
Reclamation Objectives	MDP SUPO Page 6-8
Final Surface Reclamation	MDP SUPO Page 6-8

Driving Directions

• Driving Directions – From Malaga, New Mexico. The location is approximately 11.5 miles from the nearest town, which is Malaga, New Mexico. From Malaga, proceed South on Highway 285 approximately 11.5 miles and turn right (West) onto White City Rd and go approximately 7.5 miles on White City Road until the road reaches an intersection with a permanent sign reading "Chevron Access". Turn left onto this and travel 1 mile, then right and travel for another .5 miles to the well location.

New or Reconstructed Access Roads – (MDP SUPO Pg. 1)

- There will be 107' of new road construction for this proposal.
- Ditches: See MDP; Per BLM Gold Book
- Culverts: See MDP; Per BLM Gold Book
- Road Cuts: See MDP; Per BLM Gold Book

Location of Existing Wells

• 1-Mile radius map submitted

CHEVRON U.S.A. Inc HH SO 17 20 FED 002 2H NMNM 100549 SECTION 17, T26S-R27E SHL 212' FNL & 1700' FEL

SECTION 17, T26S, R27E BHL 280' FSL & 1170' FEL

Location of Existing and/or Proposed Production Facilities (MDP SUP Pg. 2)

- Facilities: Existing production facilities are located in the SW corner of Sec. 9, T26S-R27E where oil and gas sales will take place. (Detail Submitted)
 - The facilities and frac pond are in Sec. 9, T26S-R27E
 - Gas purchaser pipeline is in place at the tank battery.
- Pipelines: See Detail
 - Pipelines Include (to be run in existing 80' ROW):
 - 4,943' of Flowlines carrying production (buried)
 - 107' Temporary Water Line (Drilling and Completions)
 - 107' Gas Lift Line carrying pressurized gas (buried)
 - This line to connect to riser in ROW
 - A ROW will be applied for through the State and BLM.
 - o All construction activity will be confined to the approved ROW.
 - Pipeline will run parallel to the road and will stay within approved ROW.

Location and Types of Water Supply (MDP SUPO Pg. 5)

- Pond in SE4/SW4; Section 2, T26S-R27E will be where fresh water is stored.
- Fresh water will be obtained from a private water source.
- A temporary surface laid lay-flat line will be utilized for drilling and completions

Construction Materials (MDP SUPO Pg. 6)

- CALICHE WILL BE SOURCED FROM A CHEVRON OPERATED NMSLO PIT IN S2 NW4 SECTION 16 T26S R27E
- AN ALTERNATE PRIVATE PIT IN SECTION 13 T24S R27E, EDDY COUNTY NM.
- •

Well Site Layout

- Well Plat
 - Exterior well pad dimensions are 545' x 380'
 - Interior well pad dimensions from point of entry (well head) of the well are N-260', S-120', E-335', W-210'. Total disturbance area needed for construction of well pad will be approximately 4.71 acres
 - Topsoil placement is on the East where interim reclamation is planned to be completed upon completion of well and evaluation of best management practices.
 - Cut and fill: will be minimal.
- Rig Layout submitted

CHEVRON U.S.A. Inc HH SO 17 20 FED 002 2H NMNM 100549 SECTION 17, T26S-R27E SECTION 17, T26S, R27E SHL 212' FNL & 1700' FEL BHL 280' FSL & 1170' FEL Plans for Surface Reclamation (MDP SUPA Pg. 8)

Interim Reclamation Procedures

- Reclaimed pad size: 200' x 325'
- See Exhibit for reclaimed pad layout, topsoil location & erosion control features

Surface Ownership

- BLM Surface
 - Surface Tenant Phillip Stell
- Nearest Post Office: Malaga Post Office; 11.4 Miles north

Other Information

- On-site performed by BLM NRS: Paul Murphy 08/18/2017
- Cultural report attached: Yes Participating Agreement attached: N/A

Chevron Representatives

Primary point of contact: Kevin Dickerson Kevin.dickerson@chevron.com M- 432-250-4489 CHEVRON U.S.A. Inc HH SO 17 20 FED 002 2H NMNM 100549 SECTION 17, T26S-R27E SHL 212' FNL & 1700' FEL Chevron Functional Contacts

SECTION 17, T26S, R27E BHL 280' FSL & 1170' FEL

Project Manager Name: Justin Freeman	Drilling Engineer Name: Roderick Milligan
Address: 1400 Smith Street Houston, TX 77002	Address: 1400 Smith Street Houston, TX 77002
Phone: (713) 372-2159	Phone: (281) 413-9794
Email: <u>FreemJ@chevron.com</u>	Email: <u>RoderickMilligan@chevron.com</u>
Surface Land Representative Name: Kevin Dickerson	Facility Lead Name: Angel Bermea
Address: 6301 Deauville Blvd Midland, TX 79706	Address: 6301 Deauville Blvd Midland, TX 79706
Phone: (432) 687-7104	Phone: (432) 687-7804
Email: Kevin.Dickerson@chevron.com	Email: angel.bermea@chevron.com
Geologist Name: Frank Karmanocky Address: 6301 Deauville Blvd Midland, TX 79706 Phone: (432) 687-7361 Email: <u>fkarmanocky@chevron.com</u>	Regulatory Specialist Dorian Fuentes Address: 6301 Deauville Blvd Midland, TX 79706 Office: (432) 687-7631 Email: <u>dorian.k.fuentes@chevron.com</u>

FMSS

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



Section 1 - General

Would you like to address long-term produced water disposal? NO

Section 2 - Lined Pits

Would you like to utilize Lined Pit PWD options? NO Produced Water Disposal (PWD) Location: PWD surface owner: Lined pit PWD on or off channel: Lined pit PWD discharge volume (bbl/day): Lined pit specifications: Pit liner description: Pit liner manufacturers information: Precipitated solids disposal: Decribe precipitated solids disposal: Precipitated solids disposal permit: Lined pit precipitated solids disposal schedule: Lined pit precipitated solids disposal schedule attachment: Lined pit reclamation description: Lined pit reclamation attachment: Leak detection system description: Leak detection system attachment: Lined pit Monitor description: Lined pit Monitor attachment: Lined pit: do you have a reclamation bond for the pit? Is the reclamation bond a rider under the BLM bond? Lined pit bond number: Lined pit bond amount: Additional bond information attachment:

PWD disturbance (acres):

Section 3 - Unlined Pits

Would you like to utilize Unlined Pit PWD options? NO

Produced Water Disposal (PWD) Location:

PWD surface owner:

Unlined pit PWD on or off channel:

Unlined pit PWD discharge volume (bbl/day):

Unlined pit specifications:

Precipitated solids disposal:

Decribe precipitated solids disposal:

Precipitated solids disposal permit:

Unlined pit precipitated solids disposal schedule:

Unlined pit precipitated solids disposal schedule attachment:

Unlined pit reclamation description:

Unlined pit reclamation attachment:

Unlined pit Monitor description:

Unlined pit Monitor attachment:

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

Beneficial use user confirmation:

Estimated depth of the shallowest aquifer (feet):

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

TDS lab results:

Geologic and hydrologic evidence:

State authorization:

Unlined Produced Water Pit Estimated percolation:

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

Is the reclamation bond a rider under the BLM bond?

Unlined pit bond number:

Unlined pit bond amount:

Additional bond information attachment:

Section 4 - Injection

Would you like to utilize Injection PWD options? NO

Produced Water Disposal (PWD) Location:

PWD surface owner:

Injection PWD discharge volume (bbl/day):

Injection well mineral owner:

PWD disturbance (acres):

PWD disturbance (acres):

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

Section 5 - Surface Discharge

Would you like to utilize Surface Discharge PWD options? NO

Produced Water Disposal (PWD) Location: PWD surface owner: Surface discharge PWD discharge volume (bbl/day): Surface Discharge NPDES Permit? Surface Discharge NPDES Permit attachment: Surface Discharge site facilities information: Surface discharge site facilities map:

Section 6 - Other

Would you like to utilize Other PWD options? NO

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

Injection well API number:

PWD disturbance (acres):

PWD disturbance (acres):

WAFMSS

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

Bond Information

Federal/Indian APD: FED

BLM Bond number: CA0329

BIA Bond number:

Do you have a reclamation bond? NO

Is the reclamation bond a rider under the BLM bond?

Bond Info Data Report

A Carlot

07/09/2018

Is the reclamation bond BLM or Forest Service?

BLM reclamation bond number:

Forest Service reclamation bond number:

Forest Service reclamation bond attachment:

Reclamation bond number:

Reclamation bond amount:

Reclamation bond rider amount:

Additional reclamation bond information attachment: