Form 3160-3 (June 2015) CONTECTOR DEPARTMENT OF THE IN BUREAU OF LAND APPLICATION FOR PERMIT TO D	NTERIC	CEIVED R 0 6 2020 R CEART		SIA	FORM APPROVED OMB No. 1004-0137 Expires: January 31, 2018 5. Lease Serial No. NMNM138850 6. If Indian, Allotee or Tribe Name						
Ia. Type of work: I DRILL	EENTER		-		7. If Unit or CA Agre	ement, Name	and No.				
	ther ngle Zone	Multiple Zon	ne		8. Lease Name and W NAILED IT FED CC 243H						
2. Name of Operator TAP ROCK OPERATING LLC					9. API Well No. 30-01		R(L)				
3a. Address 602 Park Point Drive Suite 200, Golden, CO 80401	3b. Phon (720) 46	e No. <i>(include area</i> 0-3316	i cod	le)	10. Field and Pool, or PURPLE SAGE WC	r Exploratory					
4. Location of Well (Report location clearly and in accordance v			1		11. Sec., T. R. M. or I SEC 36/T26S/R30E		ey or Area				
At surface LOT 2 / 676 FSL / 2120 FEL / LAT 32.0020 At proposed prod. zone NWSE / 2465 FSL / 2430 FEL / I			 103.8	8339724	020 00/1200/1002	/ T N I V H					
14. Distance in miles and direction from nearest town or post offi 20 miles	ce*	· · · · · ·	1		12. County or Parish EDDY	13. NM	State				
15. Distance from proposed* 676 feet	16. No o	f acres in lease		17. Spacin	ng Unit dedicated to thi		···				
property or lease line, ft. (Also to nearest drig. unit line, if any)	320			288.4							
 Distance from proposed location* to nearest well, drilling, completed, applied for, on this lease, ft. 		osed Depth eet / 16570 feet			BIA Bond No. in file						
21. Elevations (Show whether DF, KDB, RT, GL, etc.) 3032 feet	22. Appr 01/01/20	oximate date work	will	start*	23. Estimated duratio30 days	n					
	24. At	tachments									
The following, completed in accordance with the requirements of (as applicable)	Onshore	Dil and Gas Order 1	No. I	I, and the H	lydraulic Fracturing rul	le per 43 CFR	3162.3-3				
 Well plat certified by a registered surveyor. A Drilling Plan. 		4. Bond to cov Item 20 abo		e operation	s unless covered by an o	existing bond	on file (see				
3. A Surface Use Plan (if the location is on National Forest System SUPO must be filed with the appropriate Forest Service Office)					mation and/or plans as n	nay be request	ed by the				
25. Signature (Electronic Submission)		me <i>(Printed/Typed)</i> an Wood / Ph: (7		460-3316		Date 10/21/2019					
Title President											
Approved by (Signature) (Electronic Submission)		me <i>(Printed/Typed)</i> dy Layton / Ph: (5		234-5959		Date 02/27/2020					
Title Assistant Field Manager Lands & Minerals	Of Ca	fice Isbad Field Office	•		I.						
Application approval does not warrant or certify that the applican applicant to conduct operations thereon. Conditions of approval, if any, are attached.		•		nose rights	in the subject lease whi	ich would ent	itle the				
Title 18 U.S.C. Section 1001 and Title 43 U.S.C. Section 1212, m of the United States any false, fictitious or fraudulent statements of	ake it a cr	ime for any person tations as to any m	knov atter	wingly and within its j	willfully to make to an urisdiction.	y department	or agency				
		ITH CONN				ructions or					

(Continued on page 2)

AP

Approval Dáte: 02/27/2020

*(Instructions on page 2)

INSTRUCTIONS

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

ITEM I: 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 wen, 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 directionany 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.

ITEM 24: If the proposal will involve hydraulic fracturing operations, you must comply with 43 CFR 3162.3-3, including providing information about the protection of usable water. Operators should provide the best available information about all formations containing water and their depths. This information could include data and interpretation of resistivity logs run on nearby wells. Information may also be obtained from state or tribal regulatory agencies and from local BLM offices.

NOTICES

The Privacy Act of 1974 and 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 wen 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 win 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 conects this information to anow 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 Conection Clearance Officer (WO-630), 1849 C Street, N.W., Mail Stop 401 LS, Washington, D.C. 20240.

Additional Operator Remarks

Location of Well

0. SHL: LOT 2 / 676 FSL / 2120 FEL / TWSP: 26S / RANGE: 30E / SECTION: 36 / LAT: 32.0020163 / LONG: -103.8329603 (TVD: 0 feet, MD: 0 feet) PPP: NWNE / 820 FSL / 2430 FEL / TWSP: 26S / RANGE: 30E / SECTION: 36 / LAT: 32.002406 / LONG: -103.83395 (TVD: 12206 feet, MD: 12780 feet) PPP: LOT 2 / 44 FSL / 1890 FEL / TWSP: 26S / RANGE: 30E / SECTION: 36 / LAT: 32.002858 / LONG: -103.8337022 (TVD: 10771 feet, MD: 10816 feet) BHL: NWSE / 2465 FSL / 2430 FEL / TWSP: 26S / RANGE: 30E / SECTION: 25 / LAT: 32.0128266 / LONG: -103.8339724 (TVD: 12220 feet, MD: 16570 feet)

BLM Point of Contact

Name: Tyler Hill Title: LIE Phone: (575) 234-5972 Email: tjhill@blm.gov

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.

PECOS DISTRICT SURFACE USE CONDITIONS OF APPROVAL

	Tap Rock Operating LLC NMNM138850 Lea
--	---------------------------------------------

The following conditions of approval are only applicable to the portion of road residing in the SWSW quarter of Section 25, T26S, R30E.

See page two for the applicable wells and their legal descriptions.

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
Construction
Notification
Federal Mineral Material Pits
Contraction Roads
Road Section Diagram
-

				SHL		BHL								
	Well Name	ULSTR	Foot	age	Coord	inates	ULSTR	Foo	tage	Coord	linates			
	Nailed It Fed Com 201H	L4 36-26S-30E	330 FSL	279 FWL	32.0010601	-103.8424129	NWSW 25-26S-30E	2464 FSL	638 FWL	32.0128419	-103.8412680			
$2 - 2 k_{\rm c}^2$	Nailed It Fed Com 205H	L4 36-26S-30E	330 FSL	304 FWL	32.0010602	-103.8423323	NWSW 25-26S-30E	2464 FSL	1254 FWL	32.0128378	103.8392806			
લે તેમ તે	Nailed It Fed Com 211H	L4 36-26S-30E	305 FSL	279 FWL	32.0009914	-103.8424129	NWSW 25-26S-30E	2464 FSL	331 FWL	32.0128440	-103.8422585			
W2W2;	Nailed It Fed Com 215H	L4 36-26S-30E	> 305 FSL	304 FWL	32.0009915	-103.8423323	NWSW 25-265-30E	2464 FSL	946 FWL	32.0128399	-103.8402743			
Pad 👌	Nailed It Fed Com 221H	L4 36-26S-30E	330 FSL	384 FWL	32.0010603	-103.8420742	NWSW 25-26S-30E	2454 FSL	331 FWL	32.0128440	-103.8422585			
(Slot 1)	Nailed It Fed Com 225H	L4 36-265-30E	330 FSL	434 FWL	32.0010604	-103.8419129	NWSW 25-26S-30E	2464 FSL	,1170 FWL	32.0128384	103.8395516			
1. 1.1.	Nailed It Fed Com 231H	L4 36-26S-30E	330 FSL	409 FWL	32.0010604	-103.8419936	NWSW 25-26S-30E	2464 FSL	750 FWL	32.0128412	-103.8409067			
	Nailed It Fed Com 241H	L4 36-265-30E	305 FSL	384 FWL	32.0009916	-103.8420742	NWSW 25-26S-30E	2464 FSL	331 FWL ³	32.0128440	-103.8422585			
	Nailed It Fed Com 245H	L4 36-265-30E	305 FSL	434 FWL	32.0009917	-103.8419129	NWSW 25-26S-30E	2464 FSL	1170 FWL	32.0128384	-103.8395516			
	Nailed It Fed Com 202H	L3 36-265-30E	230 FSL	1840 FWL	32.0007876	-103.8373781	NESW 25-26S-30E	2465 FSL	1870 FWL	32.0128336	-103.8372932			
	Nailed It Fed Com 207H	L3 36-26S-30E	230 FSL	1865 FWL	32.0007876	-103.8372974	NESW 25-26S-30E	2465 FSL	2486 FWL	32.0128294	-103.8353058			
E2W2	Nailed It Fed Com 212H	L3 36-26S-30E	205 FSL	1840 FWL	32.0007189	-103.8373780	NESW 25-26S-30E	2464 FSL	1562 FWL	32.0128357	-103.8382869			
Pad	Nailed It Fed Com 217H	L3 36-26S-30E	205 FSL	1865 FWL	32.0007189	-103.8372974	NESW 25-26S-30E	2465 FSL	2178 FWL	32.0128315	-103.8362995			
(Slot 2)	Nailed It Fed Com 222H	L3 36-26S-30E	230 FSL 🚿	1970 FWL	32.0007878	-103.8369587	NESW 25-26S-30E	2465 FSL	2010 FWL	32.0128327	-103.8368415			
(5)0(2)	Nailed It Fed Com 232H	L3 36-26S-30E	205 FSL	1970 FWL	32.0007190	-103.8369587	NESW 25-26S-30E	2465 FSL	2430 FWL	32.0128298	-103.8354865			
	Nailed It Fed Com 235H	L3 36-26S-30E	230 FSL	1945 FWL	32.0007877	-103.8370394	NESW 25-265-30E	2464 FSL	1590 FWL	32.0128355	-103.8381966			
n signi	Nailed It Fed Com 242H	L3 36-26S-30E	205 FSL	1945 FWL	32.0007190	-103.8370393	NESW 25-26S-30E	2465 FSL	2010 FWL	32.0128327	-103.8368415			
	Nailed It Fed Com 203H	L2 36-26S-30E	701 FSL	2225 FEL	32.0020849	-103.8332991	NWSE 25-26S-30E	2465 FSL	2178 FEL	32.0128248	103.8331593			
	Nailed It Fed Com 206H	L2 36-26S-30E	701 FSL	2200 FEL	32.0020849	-103.8332184	NWSE 25-26S-30E	2465 FSL	1562 FEL	32.0128206	-103.8311720			
the second s	Nailed It Fed Com 213H	- L2 36-26S-30E	- 676 FSL	2225 FEL	32.0020162	<u>103.8332990</u>	NWSE 25-265-30E	2465 FSL	2486 FEL	32.0128269	-103.8341530			
W2E2 -	Nailed It Fed Com 216H	L2 36-26S-30E	676 FSL	2200 FEL	32.0020162	-103.8332184	NWSE 25-26S-30E	2465 FSL	1870 FEL	32.0128227	-103.8321657			
> Pad	Nailed It Fed Com 223H	L2 36-26S-30E	701 FSL	2120 FEL	32.0020850	-103.8329603	NWSE 25-265-30E	2465 FŠL	2430 FEL	, 32.0128266	-103.8339724			
(Slot 3)	Nailed It Fed Com 226H	L2 36-26S-30E	701 FSL	2070 FEL	32.0020851	-103.8327990	NWSE 25-26S-30E	2465 FSL	1590 FEL	32.0128207	-103.8312623			
	Nailed It Fed Com 233H	L2 36-26S-30E	701 FSL 🔬	2095 FEL	32.0020851	-103.8328797	NWSE 25-26S-30E	2465 FSL	2010 FEL	32.0128237	-103.8326173			
	Nailed It Fed Com 243H	L2 36-26S-30E	676 FSL	2120 FEL	32.0020163	-103.8329603	NWSE 25-26S-30E	2465 FSL	2430 FEL	32.0128266	-103.8339724			
	Nailed It Fed Com 246H	L2 36-26S-30E	676 FSL	2070 FÊL-	32.0020164	-103.8327990	NWSE 25-26S-30E	2465 FSL	1590 FEL	32.0128207	-103.8312623			
	Nailed It Fed Com 204H	L1 36-26S-30E	766 FSL	588 FEL	32.0022660	-103.8280170	NESE 25-26S-30E	2466 FSL	946 FEL	32.0128162	-103.8291846			
	Nailed It Fed Com 208H	L1 36-26S-30E 🐗	2766 FSL 😽	563 FEL	32.0022660	-103.8279364	NESE 25-26S-30E	2466 FSL	. 🗟 331 FEL	32.0128119	-103.8272004			
	Nailed It Fed Com 214H	L1 36-26S-30E	741 FSL	588 FEL	32.0021972	-103.8280170	NESE 25-26S-30E	2465 FSL	1254 FEL	32.0128184	-103.8301783			
E2E2 Pad	Nailed It Fed Com 218H	L1 36-26S-30E 🐛	741 FSL	563 FEL 🦾	32.0021973	-103.8279363	NESE 25-26S-30E	2466 FSL	638 FEL	32.0128141	-103.8281909			
(Slot 4)	Nailed It Fed Com 224H	L1 36-26S-30E	766 FSL	668 FEL	32.0022659	-103.8282751	NESE 25-26S-30E	2466 FSL	750 FEL	32.0128149	-103.8285522			
(JUC4)	Nailed It Fed Com 234H	L1 36-26S-30E 🐩	741 FSL	8 668 FEL	32.0021971	103.8282750	NESE 25-26S-30E	2466 FSL'.	- 331 FEL	32.0128119	-103.8272004			
	Nailed It Fed Com 236H	L1 36-26S-30E	766 FSL	693 FEL	32.0022658	-103.8283557	NESE 25-26S-30E	2465 FSL	1170 FEL	32.0128178	-103.8299072			
	Nailed It Fed Com 244H	L1 36-26S-30E	3.741 FSL	693 FEL	32.0021971	-103.8283557	NESE 25-26S-30E	2466 FSL	750 FEL	32.0128149	-103.8285522			

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 resource (historic or prehistoric site or object) discovered by the holder, or any person working on the holder's behalf, on public or Federal land shall be immediately reported to the Authorized Officer. The 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 the proper mitigation measures will be made by the Authorized Officer.

OR

If the entire project is covered under the Permian Basin Programmatic Agreement (cultural resources only):

The proponent has contributed funds commensurate to the undertaking into an account for offsite mitigation. Participation in the PA serves as mitigation for the effects of this project on cultural resources. If any human skeletal remains, funerary objects, sacred objects, or objects of cultural patrimony are discovered at any time during construction, all construction activities shall halt and the BLM will be notified as soon as possible within 24 hours. Work shall not resume until a Notice to Proceed is issued by the BLM. See information below discussing NAGPRA.

If the proposed project is split between a Class III inventory and a Permian Basin Programmatic Agreement contribution, the portion of the project covered under Class III inventory should default to the first paragraph stipulations.

The holder is hereby obligated to comply with procedures established in the Native American Graves Protection and Repatriation Act (NAGPRA) to protect such cultural items as human remains, associated funerary objects, sacred objects, and objects of cultural patrimony discovered inadvertently during the course of project implementation. In the event that any of the cultural items listed above are discovered during the course of project work, the proponent shall immediately halt the disturbance and contact the BLM within 24 hours for instructions. The proponent or initiator of any project shall be held responsible for protecting, evaluating, reporting, excavating, treating, and disposing of these cultural items according to the procedures established by the BLM in consultation with Indian Tribes."

Page 3 of 8

Any paleontological resource (historic or prehistoric site or object) discovered by the holder, or any person working on the holder's behalf, on public or Federal land shall be immediately reported to the Authorized Officer. The 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 the proper mitigation measures will be made by the Authorized Officer after consulting with the holder.

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

SPECIAL REQUIREMENT(S)

Cave/Karst:

Road Construction:

- Turnout ditches and drainage leadoffs will not be constructed in such a manner as to alter the natural flow of water into or out of cave or karst features.
- Special restoration stipulations or realignment may be required if subsurface features are discovered during construction.

CONSTRUCTION

A. NOTIFICATION

The BLM shall administer compliance and monitor construction of the access road. 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.

B. 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.

C. 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.

Page 4 of 8

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 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.



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 %);

Page 5 of 8

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 4%

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.

Page 6 of 8





Page 7 of 8

Seed Mixture 2, for Sandy Sites

The 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 <u>no</u> primary or secondary noxious weeds in the seed mixture. Seed will 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 will be either certified or registered seed. The seed container will be tagged in accordance with State law(s) and available for inspection by the authorized officer.

Seed will be planted using a drill equipped with a depth regulator to ensure proper depth of planting where drilling is possible. The seed mixture will be evenly and uniformly planted over the disturbed area (smaller/heavier seeds have a tendency to drop the bottom of the drill and are planted first). The holder shall take appropriate measures to ensure this does not occur. Where drilling is not possible, seed will be broadcast and the area shall be raked or chained to cover the seed. When broadcasting the seed, the pounds per acre are to be doubled. The seeding will be repeated until a satisfactory stand is established as determined by the authorized officer. Evaluation of growth will 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:

Species

	l <u>b/acre</u>
Sand dropseed (Sporobolus cryptandrus) Sand love grass (Eragrostis trichodes)	1.0
Plains bristlegrass (Setaria macrostachya)	2.0

*Pounds of pure live seed:

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

Page 8 of 8

PECOS DISTRICT DRILLING CONDITIONS OF APPROVAL

OPERATOR'S NAME:	Tap Rock Operating LLC
WELL NAME & NO.:	Nailed It Fed Com 243H
SURFACE HOLE FOOTAGE:	230 FSL / 1840 FWL
BOTTOM HOLE FOOTAGE	2465 FSL / 1870 FWL
LOCATION:	Sec 36 / 26S / 30E / NMP
COUNTY:	Eddy County, New Mexico



H2S	C Yes	1 No	
Potash	• None	© Secretary	C R-111-P
Cave/Karst Potential	C Low	^O Medium	• High
Cave/Karst Potential	C Critical		
Variance	C None	Flex Hose	C Other
Wellhead	C Conventional	Multibowl	C Both
Other	口4 String Area	Capitan Reef	WIPP
Other	Fluid Filled	Cement Squeeze	🗖 Pilot Hole
Special Requirements	Water Disposal	COM	🗖 Unit

A. HYDROGEN SULFIDE

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

B. CASING

- 1. The **13-3/8** inch surface casing shall be set at approximately 920 feet (a minimum of 70 feet (Eddy County) into the Rustler Anhydrite and above the salt) and cemented to the surface.
 - a. If cement does not circulate to the surface, the appropriate BLM office shall be notified and a temperature survey utilizing an electronic type temperature survey with surface log readout will be used or a cement bond log shall be run to verify the top of the cement. Temperature survey will be run a minimum of six hours after pumping cement and ideally between 8-10 hours after completing the cement job.
 - b. Wait on cement (WOC) time for a primary cement job will be a minimum of $\underline{\mathbf{8}}$ hours or 500 pounds compressive strength, whichever is greater. (This is to

Page 1 of 7

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.

Intermediate casing must be kept fluid filled to meet BLM minimum collapse requirement.

- 2. The minimum required fill of cement behind the 9-5/8 inch intermediate casing is:
 - Cement to surface. If cement does not circulate see B.1.a, c-d above. Wait on cement (WOC) time for a primary cement job is to include the lead cement slurry due to cave/karst or potash.
 - 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 7-5/8 inch intermediate casing is:
 - Cement to surface. If cement does not circulate see B.1.a, c-d above. Wait on cement (WOC) time for a primary cement job is to include the lead cement slurry due to cave/karst or potash.
 - 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.
- 4. 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. Operator has proposed a multi-bowl wellhead assembly. This assembly will only be tested when installed on the surface casing. Minimum working pressure of the blowout preventer (BOP) and related equipment (BOPE) required for drilling below the surface casing shoe shall be **5000 (5M)** psi.
 - a. Wellhead shall be installed by manufacturer's representatives, submit documentation with subsequent sundry.

Page 2 of 7

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

D. SPECIAL REQUIREMENT (S)

Communitization Agreement

- The operator will submit a Communitization Agreement to the Carlsbad Field Office, 620 E Greene St. Carlsbad, New Mexico 88220, at least 90 days before the anticipated date of first production from a well subject to a spacing order issued by the New Mexico Oil Conservation Division. The Communitization Agreement will include the signatures of all working interest owners in all Federal and Indian leases subject to the Communitization Agreement (i.e., operating rights owners and lessees of record), or certification that the operator has obtained the written signatures of all such owners and will make those signatures available to the BLM immediately upon request.
- If the operator does not comply with this condition of approval, the BLM may take enforcement actions that include, but are not limited to, those specified in 43 CFR 3163.1.
- In addition, the well sign shall include the surface and bottom hole lease numbers. <u>When the Communitization Agreement number is known, it shall also be on the sign.</u>

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)

\boxtimes 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

Page 3 of 7

- 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 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 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.

Page 4 of 7

- 3. <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.

Page 5 of 7

- 3. 5M or higher system requires an HCR valve, remote kill line and annular to match. The remote kill line is to be installed prior to testing the system and tested to stack pressure.
- 4. If the operator has proposed a multi-bowl wellhead assembly in the APD. The following requirements must be met:
 - a. Wellhead shall be installed by manufacturer's representatives, submit documentation with subsequent sundry.
 - b. If the welding is performed by a third party, the manufacturer's representative shall monitor the temperature to verify that it does not exceed the maximum temperature of the seal.
 - c. Manufacturer representative shall install the test plug for the initial BOP test.
 - d. Whenever any seal subject to test pressure is broken, all the tests in OOGO2.III.A.2.i must be followed.
 - e. If the cement does not circulate and one inch operations would have been possible with a standard wellhead, the well head shall be cut off, cementing operations performed and another wellhead installed.
- 5. The appropriate BLM office shall be notified a minimum of 4 hours in advance for a representative to witness the tests.
 - a. In a water basin, for all casing strings utilizing slips, these are to be set as soon as the crew and rig are ready and any fallback cement remediation has been done. The casing cut-off and BOP installation can be initiated four hours after installing the slips, which will be approximately six hours after bumping the plug. For those casing strings not using slips, the minimum wait time before cut-off is eight hours after bumping the plug. BOP/BOPE testing can begin after cut-off or once cement reaches 500 psi compressive strength (including lead when specified), whichever is greater. However, if the float does not hold, cut-off cannot be initiated until cement reaches 500 psi compressive strength (including lead when specified).
 - b. In potash areas, for all casing strings utilizing slips, these are to be set as soon as the crew and rig are ready and any fallback cement remediation has been done. For all casing strings, casing cut-off and BOP installation can be initiated at twelve hours after bumping the plug. However, **no tests** shall commence until the cement has had a minimum of 24 hours setup time, except the casing pressure test can be initiated immediately after bumping the plug (only applies to single stage cement jobs).
 - c. The tests shall be done by an independent service company utilizing a test plug not a cup or J-packer. The operator also has the option of utilizing an independent tester to test without a plug (i.e. against the casing) pursuant to Onshore Order 2 with the pressure not to exceed 70% of the burst rating for

Page 6 of 7

the casing. Any test against the casing must meet the WOC time for water basin (8 hours) or potash (24 hours) or 500 pounds compressive strength, whichever is greater, prior to initiating the test (see casing segment as lead cement may be critical item).

- d. The test shall be run on a 5000 psi chart for a 2-3M BOP/BOP, on a 10000 psi chart for a 5M BOP/BOPE and on a 15000 psi chart for a 10M BOP/BOPE. If a linear chart is used, it shall be a one hour chart. A circular chart shall have a maximum 2 hour clock. If a twelve hour or twenty-four hour chart is used, tester shall make a notation that it is run with a two hour clock.
- e. The results of the test shall be reported to the appropriate BLM office.
- f. All tests are required to be recorded on a calibrated test chart. A copy of the BOP/BOPE test chart and a copy of independent service company test will be submitted to the appropriate BLM office.
- g. The BOP/BOPE test shall include a low pressure test from 250 to 300 psi. The test will be held for a minimum of 10 minutes if test is done with a test plug and 30 minutes without a test plug. This test shall be performed prior to the test at full stack pressure.
- h. BOP/BOPE must be tested by an independent service company within 500 feet of the top of the Wolfcamp formation if the time between the setting of the intermediate casing and reaching this depth exceeds 20 days. This test does not exclude the test prior to drilling out the casing shoe as per Onshore Order No. 2.

C. DRILLING MUD

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

D. WASTE MATERIAL AND FLUIDS

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

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

Page 7 of 7



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

Operator Certification Data Repor

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: Brian Wood		Signed on: 08/30/2019
Title: President		
Street Address: 37 Verano Looop		
City: Santa Fe	State: NM	Zip: 87508
Phone: (505)466-8120		
Email address: afmss@permitswe	st.com	
Field Representative Representative Name:		
Street Address:		
City:	itate:	Zip:
Phone: (505)466-8120		
Email address: afmss@permitswe	st.com	
	1	

AFMSS

U.S. Department of the Interior

Application Data Repo

BUREAU OF LAND MANAGEMENT APD ID: 10400048080 Submission Date: 10/21/2019 Highlighted data reflects the most **Operator Name: TAP ROCK OPERATING LLC** recent changes Well Name: NAILED IT FED COM Well Number: 243H Show Final Text Well Type: CONVENTIONAL GAS WELL Well Work Type: Drill Section 1 - General APD ID: 10400048080 Tie to previous NOS? N Submission Date: 10/21/2019 BLM Office: CARLSBAD User: Brian Wood Title: President Federal/Indian APD: FED Is the first lease penetrated for production Federal or Indian? FED Lease number: NMNM138850 Lease Acres: 320 Surface access agreement in place? Allotted? **Reservation:** Agreement in place? NO Federal or Indian agreement:

APD Operator: TAP ROCK OPERATING LLC

Agreement number:

Agreement name:

Keep application confidential? N

Permitting Agent? YES

Operator letter of designation:

Operator Info

Operator Organization Name: TAP ROCK OPERATING LLC Operator Address: 602 Park Point Drive Suite 200 Zip: 80401 **Operator PO Box:** Operator City: Golden State: CO

Operator Phone: (720)460-3316

Operator Internet Address:

Section 2 - Well Information

Well in Master Development Plan? NO Master Development Plan name: Well in Master SUPO? NO Master SUPO name: Well in Master Drilling Plan? NO Master Drilling Plan name: Well Name: NAILED IT FED COM Well Number: 243H Well API Number: Field/Pool or Exploratory? Field and Pool Field Name: PURPLE SAGE Pool Name: WOLFCAMP

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

Operator Name: TAP ROCK OPERATING LLC Well Name: NAILED IT FED COM

Well Number: 243H

Is the proposed well in an area containing other r	mineral resou	Irces? OTH	ER,NA	TURA	LG	AS,OIL				
Describe other minerals: Salt										
Is the proposed well in a Helium production area?	? N Use Exi	isting Well	Pad?	N	N	ew surfa	ce dis	sturba	nce?	
Type of Well Pad: MULTIPLE WELL		e Well Pad	Name:	Nailec	I N	umber: S	lot 3			
Well Class: HORIZONTAL	lt Fed C Numbe i	om r of Legs:	1							
Well Work Type: Drill										
Well Type: CONVENTIONAL GAS WELL										
Describe Well Type:	scribe Well Type:									
Well sub-Type: INFILL										
Describe sub-type:	cribe sub-type:									
Distance to town: 20 Miles Distance t	ance to town: 20 Miles Distance to nearest well: 25 FT									
Reservoir well spacing assigned acres Measurem	ervoir well spacing assigned acres Measurement: 288.4 Acres									
Well plat: Nailed_243H_C102_GCP_101119_20										
Well work start Date: 01/01/2020	n: 30 DAY	S								
Section 3 - Well Location Table]									
Survey Type: RECTANGULAR										
Describe Survey Type:										
Datum: NAD83	Vertical	Datum: N	AVD88							
Survey number: 11401	Referen	ce Datum:	: GROUND LEVEL							
Wellbore NS-Foot NS Indicator EW-Foot EW Indicator Twsp Range Range Section Aliquot/Lot/Tract	Latitude Longitude	County	State	Meridian	Lease Type	Lease Number	Elevation	QW	TVD	Will this well produce from this lease?
	2.00201 -	EDD	NEW	NEW	s	STATE	303	0	0	Y
Leg 0 2 63	603	329 Y	MEXI CO				2			
KOP 44 FSL 189 FEL 26S 30E 36 Lot 32 Leg 0 0 1 2 58 58 #1 0 0 0 0 0 0 0 0 0 0 0 0 0 0 0 0 0 0 0 0 0 0 0 0 0 0 0 0 0 0 0 0 0 0 0 0 0 0 0 0 0 0 0 0 0 0 0 0 0 0 0 0 0 0 0 0 0 0 0 0 0 0 0 0 0 0 0 0 0 0 0 0 0 0 0 0 0 0 0 0 0 0 0 0 0 0	2.00028 - 3 103.8 022	337 Y		NEW MEXI CO	S	STATE	- 860 0	116 77	116 32	Y
PPP 44 FSL 189 FEL 26S 30E 36 Lot 32 Leg 0 0 1 2 58 2 58 #1-1 1 1 1 1 1 1 1 1 1 1 1 1 1 1 1 1 1 1 1 1 1 1 1 1 1 1 1 1 1 1 1 1 1 1 1 1 1 1 1 1 1 1 1 1 1 1 1 1 1 1 1 1 1 1 1 1 1 1 1 1 1 1 1 1 1 1 1 1 1 1 1 1 1 1 1 1 1 1 1 1 1 1 1 1 1 <td>2.00028 - 3 103.8 022</td> <td>EDD 337 Y</td> <td>NEW MEXI CO</td> <td></td> <td>S</td> <td>STATE</td> <td>- 773 9</td> <td>108 16</td> <td>107 71</td> <td>Y</td>	2.00028 - 3 103.8 022	EDD 337 Y	NEW MEXI CO		S	STATE	- 773 9	108 16	107 71	Y

Operator Name: TAP ROCK OPERATING LLC

Well Name: NAILED IT FED COM

Well Number: 243H

· · · · · ·			r	r															
Wellbore	NS-Foot	NS Indicator	EW-Foot	EW Indicator	Twsp	Range	Section	Aliquot/Lot/Tract	Latitude	Longitude	County	State	Meridian	Lease Type	Lease Number	Elevation	DM	TVD	Will this well produce from this lease?
PPP Leg #1-2	820	FSL	243 0	FEL	26S	30E	36	Aliquot NWNE	32 <u>.</u> 00240 6	- 103.8339 5	EDD Y	NEW MEXI CO	NEW MEXI CO	S	STATE	- 917 4	127 80	122 06	Y
EXIT Leg #1	246 5	FSL	243 0	FEL	26S	30E			32.01282 66	- 103.8339 724	EDD Y	NEW MEXI CO	NEW MEXI CO	F	NMNM 138850	- 918 8	165 70	122 20	Y
BHL Leg #1	246 5	FSL	243 0	FEL	26S	30E	25	1 1	32.01282 66	- 103.8339 724	EDD Y	NEW MEXI CO		F	NMNM 138850	- 918 8	165 70	122 20	Y

LOCATION & ELEVATION VERIFICATION MAP





ALL BEARINGS, DISTANCES, AND COORDINATE VALUES CONTAINED HEREON ARE GRID BASED UPON THE NEW MEXICO COORDINATE SYSTEM, EAST ZONE OF THE NORTH AMERICAN DATUM 1983, U.S. SURVEY FEET.





FMSS

Drilling Plan Data Report

03/02/2020

APD ID: 10400048080

Operator Name: TAP ROCK OPERATING LLC

Well Name: NAILED IT FED COM

U.S. Department of the Interior

BUREAU OF LAND MANAGEMENT

Well Type: CONVENTIONAL GAS WELL

Submission Date: 10/21/2019

Highlighted data reflects the most recent changes

Show Final Text

Well Work Type: Drill

Well Number: 243H

Section 1 - Geologic Formations

Formation ID	Formation Name		True Vertiçal				Producing
547648	QUATERNARY	3032	Depth 0		Lithologies OTHER : None	Mineral Resources NONE	Formation N
547649	RUSTLER	2186	846	846	ANHYDRITE	OTHER : Salt	N
547650	SALADO	1636	1396	1396	SALT	OTHER : Salt	N
547651	BASE OF SALT	-404	3436	3444	SALT	OTHER : Salt	N
547652	LAMAR	-614	3646	3656	LIMESTONE	NONE	N
547653	BELL CANYON	-635	3667	3678	SANDSTONE	NATURAL GAS, OIL	N
547654	CHERRY CANYON	-1814	4846	4868	SANDSTONE	NATURAL GAS, OIL	N
547655	BRUSHY CANYON	-2764	5796	5827	SANDSTONE	NATURAL GAS, OIL	N
547656	BONE SPRING	-4514	7546	7591	LIMESTONE	NATURAL GAS, OIL	N
547657	BONE SPRING 1ST	-5464	8496	8541	SANDSTONE	NATURAL GAS, OIL	N
547658	BONE SPRING 2ND	-5814	8846	8891	SANDSTONE	NATURAL GAS, OIL	N
547659	BONE SPRING 3RD	-6694	9726	9771	SANDSTONE	NATURAL GAS, OIL	N
547660	WOLFCAMP	-7739	10771	10816	OTHER : Shale	NATURAL GAS, OIL	Y

Section 2 - Blowout Prevention

Operator Name: TAP ROCK OPERATING LLC

Well Name: NAILED IT FED COM

Well Number: 243H

Pressure Rating (PSI): 5M

Rating Depth: 15000

Equipment: A 15,000 a 5,000 psi BOP stack consisting of 3 rams with 2 pipe rams, 1 blind ram, and 1 annular preventer will be used below surface casing to TD. See attachments for BOP and choke manifold diagrams. Also present will be an accumulator that meets the requirements of Onshore Order #2 for the pressure rating of the BOP stack. A rotating head will also be installed as needed. BOP will be inspected and operated as recommended in Onshore Order #2. A top drive check valve and sub equipped with a full opening valve sized to fit the drill pipe and collars will be available on the rig floor in the open position. The wellhead will be a multi-bowl speed head. **Requesting Variance?** YES

Variance request: Tap Rock requests a variance to run a multi-bowl speed head for setting the Intermediate 1, Intermediate 2, and Production Strings. Tap Rock requests a variance to drill this well using a co-flex line between the BOP and choke manifold. Certification for proposed co-flex hose is attached. The hose is not required by the manufacturer to be anchored. In the event the specific hose is not available, one of equal or higher rating will be used. Tap Rock requests a variance to have the option of batch drilling this well with other wells on the same pad. In the event that this well is batch drilled, after drilling surface, 1st intermediate, and 2nd intermediate hole sections and cementing 2 nd intermediate casing, a 10M dry hole cap with bleed off valve will be installed. The rig will then walk to another well on the bad. When the rig returns to this well and BOPs are installed, the operator will perform a full BOP test. Tap Rock requests a variance to run 7-5/8 BTC casing inside 9-5/8 BTC casing will be less than the 0.422 stand off regulation. Through conversations with BLM representatives, Tap Rock has received approval for this design as long as the 7-5/8 flush casing was run throughout the entire 300 cement tie back section between 9-5/8 and 7-5/8 casing. Tap Rock requests approval to possibly utilize a spudder rig to drill and set casing for the surface interval on this well. The spudder rig will be possibly utilized in order to reduce cost and save time. The wellhead will be installed and tested as soon as the surface casing is cut off per the existing COAs. A blind flange with the same pressure rating as the wellhead will be installed on the well. Once the spudder rig is removed, Tap Rock will secure the wellhead area by placing a guard rail around the cellar. Pressure will be monitored and a means for intervention will be maintained while the drilling rig is not over the well. Spudder rig operations are expected to take 2-3 days per well. Three wells on the pad will have surface casing set by the spudder rig as a part of this operation. The BLM will be notified 24 hours prior to commencing spudder rig operations. Within 90 days of the departure of the spudder rig, drilling operations will recommence on these wells. This rig will have a BOP stack equal or greater to the pressure rating required in the COAs. The BLM will be notified 24 hours before the larger rig moves on the pre-set wells. Tap Rock will have supervision on the spudder rig to ensure compliance with all BLM and NMOCD regulations.

Testing Procedure: After surface casing is set and the BOP is nippled up, the BOP pressure tests will be made with a third party tester to 250 psi low, 5000 psi high, and the annular preventer will be tested to 2,500 psi. The BOP will be tested in this manner after nipple-up if any break of the stack occurs.

Choke Diagram Attachment:

Nailed_Choke_032918_20190926121248.pdf

BOP Diagram Attachment:

BOP_Diagram_101619_20191021104142.pdf

Section 3 - Casing

0	Type	Size	ize	tion	ard	ed String	et MD	n Set MD	et TVD	n Set TVD	et MSL	n Set MSL	ted casing		t	ype	se SF	F.	SF Type	L.	SF Type	Н
Casing II	String Ty	Hole Siz		Condition	Standarc	Tapered		Bottom S	Top Set	Bottom S	Top Set	Bottom S	Calculated	Grade	Weight	Joint Typ	Collapse	Burst SF	Joint SF	Joint SF	Body SF	Body SF

Operator Name: TAP ROCK OPERATING LLC

Well Name: NAILED IT FED COM

Well Number: 243H

			1			
Burst SF	Collapse SF	Burst SF	Joint SF Type	Joint SF	Body SF Type	Body SF
3 1.15	1.13	1.15	DRY	1.6	DRY	1.6
3 1.15	1.13	1.15	DRY	1.6	DRY	1.6
3 1.15	1.13	1.15	DRY	1.6	DRY	1.6
1		ĺ				
3 1.15	1.13	1.15	DRY	1.6	DRY	1.6
3 1.15	1.13	1.15	DRY	1.6	DRY	1.6
3 1.13	1.13	1.13	DRY	1.6	DRY	1.6
	Collapse 0.1.13 1.13 1.13		tsing 1.15 1.15 1.15 1.15 1.15 1.15 1.15	Ь К	L L L L standard I I I 1 1.15 DRY 1.6 1 1.15 DRY 1.6	L L L L L L L L N N N N N N N N N N N N N N N N N N N N N N N N N N N N N N N N N N N N N N N N N N N N N N N N N N N N N N N N N N N N N N N N N N N N N N N N N N N N N N N N N N N N N N N N N N N N N N N N N N N N N N N N N N N N N N N

Casing Attachments

Casing ID: 1 String Type: SURFACE

Inspection Document:

Spec Document:

Tapered String Spec:

Casing Design Assumptions and Worksheet(s):

Nailed_Casing_Design_Assumptions_20190926121316.pdf

Operator Name: TAP ROCK OPERATING LLC	
Well Name: NAILED IT FED COM Well Number: 2	43H ·
Casing Attachments	
Casing ID: 2 String Type: INTERMEDIATE	
Inspection Document:	
Spec Document:	
	· .
Tapered String Spec:	
Casing Design Assumptions and Worksheet(s):	
Nailed_Casing_Design_Assumptions_20190926121408.pdf	-
Casing ID: 3 String Type: INTERMEDIATE Inspection Document:	
Spec Document:	
Tapered String Spec:	
Casing Design Assumptions and Worksheet(s):	
Nailed_Casing_Design_Assumptions_20190926121334.pdf	
Casing ID: 4 String Type: PRODUCTION	
Inspection Document:	
Spec Document:	
Tapered String Spec:	
Casing Design Assumptions and Worksheet(s):	
Nailed_Casing_Design_Assumptions_20190926121458.pdf	
Nailed_5.5in_TXP_Casing_Spec_20190926121503.PDF	
	·······

Well Name: NAILED IT FED COM

.

Well Number: 243H

Í

Casing Attachments	
Casing ID: 5 String Type: INTERMEDIATE	
Inspection Document:	
Spec Document:	
Tapered String Spec:	
Nailed_7.625in_W513_Casing_Spec_20190926121434.pdf	
Casing Design Assumptions and Worksheet(s):	
Nailed_Casing_Design_Assumptions_20190926121439.pdf	
Casing ID: 6 String Type:PRODUCTION	
Inspection Document:	
Spec Document:	
Tapered String Spec:	
Nailed_5in_W521_Casing_Spec_20190926121527.pdf	
Casing Design Assumptions and Worksheet(s):	
Nailed_Casing_Design_Assumptions_20190926121533.pdf	

Section	4 - Ce	emen	t .	·							
String Type	Lead/Tail	Stage Tool Depth	Top MD	Bottom MD	Quantity(sx)	Yield	Density	Cu Ft	Excess%	Cement type	Additives
PRODUCTION	Lead		0	0	0	0	0	0	0	None	0
PRODUCTION	Tail		1107 0	1657 0	451	1.71	14.2	771	25	Class H	Fluid Loss + Dispersant + Retarder + LCM
INTERMEDIATE	Lead		0	0	0	0	0	0	0	None	None

· · · · · · · · · · · · · · · · · · ·											
PRODUCTION	Lead	0	0	0	0	0	0	0	None	None	

Operator Name: TAP ROCK OPERATING LLC Well Name: NAILED IT FED COM

Well Number: 243H

										1	
String Type	Lead/Tail	Stage Tool Depth	Top MD	Bottom MD	Quantity(sx)	Yield	Density	Cu Ft	Excess%	Cement type	Additives
SURFACE	Lead		0	605	467	1.8	13.5	840	100	Class C	None
SURFACE	Tail		605	930	335	1.35	14.8	452	100	Class C	5% NCI + LCM
INTERMEDIATE	Lead	-	0	2976	705	2.18	12.7	1538	65	Class C	Bentonite + 1% CaCL2 + 8% NaCl + LCM
INTERMEDIATE	Tail		2976	3720	289	1.33	14.8	384	65	Class C	5% NaCl + LCM
INTERMEDIATE	Lead		3420	1057 0	338	2.87	11.5	970	35	ТХІ	Fluid Loss + Dispersant + Retarder + LCM
INTERMEDIATE	Tail		1057 0	1157 0	107	1.27	15	136	35	Class H	Fluid Loss + Dispersant + Retarder + LCM

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: All necessary mud products (e. g., barite, cedar bark) for weight addition and fluid loss control will always be on site. Mud program is subject to change due to hole conditions.

Describe the mud monitoring system utilized: Electronic Pason mud monitor system complying with Onshore Order 1 will be used.

		······								· · · · · ·	· ·····
Top Depth	Bottom Depth	Mud Type	Min Weight (Ibs/gal)	Max Weight (Ibs/gal)	Density (lbs/cu ft)	Gel Strength (lbs/100 sqft)	Н	Viscosity (CP)	Salinity (ppm)	Filtration (cc)	Additional Characteristics
0	930	OTHER : Fresh water spud mud	8.3	8.3							
930	3720	OTHER : Brine Water	10	10							
3720	1157 0	OTHER : Fresh water/cut brine	9	9							

Circulating Medium Table

Operator Name: TAP ROCK OPERATING LLC Well Name: NAILED IT FED COM

Well Number: 243H

Top Depth	Bottom Depth	Mud Type	Min Weight (Ibs/gal)	Max Weight (Ibs/gal)	Density (lbs/cu ft)	Gel Strength (lbs/100 sqft)	Н	Viscosity (CP)	Salinity (ppm)	Filtration (cc)	Additional Characteristics
1157 0	1657 0	OIL-BASED MUD	13.5	13.5							

Section 6 - Test, Logging, Coring

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

Electric Logging Program: No open-hole logs are planned at this time for the pilot hole.

GR will be collected while drilling through the MWD tools from 9.625 casing shoe to TD.

A 2-person mud logging program will be used from 9.625 casing shoe to TD.

CBL w/ CCL from as far as gravity will let it fall to TOC. List of open and cased hole logs run in the well: GAMMA RAY LOG,CEMENT BOND LOG.

Coring operation description for the well:

No DSTs or cores are planned at this time.

Section 7 - Pressure

Anticipated Bottom Hole Pressure: 8570

Anticipated Surface Pressure: 5881

Anticipated Bottom Hole Temperature(F): 175

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

Describe:

Contingency Plans geoharzards description:

Contingency Plans geohazards attachment:

Hydrogen Sulfide drilling operations plan required? YES

Hydrogen sulfide drilling operations plan:

Nailed_Slot3_H2S_Plan_20190926121916.pdf

Operator Name: TAP ROCK OPERATING LLC

Well Name: NAILED IT FED COM

Well Number: 243H

Section 8 - Other Information

Proposed horizontal/directional/multi-lateral plan submission:

Nailed_243H_Horizontal_Plan_20190926121933.pdf

Other proposed operations facets description:

Other proposed operations facets attachment:

CoFlex_Certs_20190926122003.pdf Nailed_243H_Anticollision_Report_20190926122022.pdf Nailed_243H_Drill_Plan_v2_020420_20200205132230.pdf Wellhead_4T_012720_20200205132243.pdf

Other Variance attachment:






5,000 psi BOP Stack



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

Wedge 513®





Outside Diameter	7.625 in.	Min. Wall Thickness	87.5%	(*) Grade P110	
Wall Thickness	0.375 in.	Connection OD Option	REGULAR	COUPLING	PIPE BODY
Grade	P110*	Drift	API Standard	Body: White 1st Band: -	1st Band: White 2nd Band: -
		Туре	Casing	2nd Band: - 3rd Band: -	3rd Band: - 4th Band: -

Printed on: 01/30/2018

GEOMETRY					
Nominal OD	7.625 in.	Nominal Weight	29.70 lbs/ft	Drift	6.75 in.
Nominal ID	6.875 in.	Wall Thickness	0.375 in.	Plain End Weight	29.06 lbs/ft
OD Tolerance	API				*****
PERFORMANCE					
Body Yield Strength	940 x1000 lbs	Internal Yield	9470 psi	SMYS	110000 psi
Collapse	5350 psi				
GEOMETRY					
Connection OD	7,625 in.	Connection ID	6.800 in.	Make-up Loss	4.420 in.
Threads per in	3.29	Connection OD Option	REGULAR	n 	
PERFORMANCE		- <u>E</u>			
Tension Efficiency	60.0 %	Joint Yield Strength	564.000 x1000 lbs	Internal Pressure Capacity	9470.000 psi
Compression Efficiency	75.2 %	Compression Strength	706.880 ×1000 lbs	Max. Allowable Bending	39.6 °/100 ft
External Pressure Capacity	5350.000 psi				
MAKE-UP TORQUE	S	*			
Minimum	9000 ft-lbs	Optimum	10800 ft-lbs	Maximum	15800 ft-lbs
OPERATION LIMIT	TORQUES			<u>.</u>	

Notes

This connection is fully interchangeable with:

Wedge 523® - 7.625 in. - 29.7 lbs/ft

Connections with Dopeless® Technology are fully compatible with the same connection in its Standard version

For further information on concepts indicated in this datasheet, download the Datasheet Manual from www.tenaris.com

Tenaris has issued this document for general information only, and the information in this document, including, without limitation, any pictures, drawings or designs ("Information") is not intended to constitute professional or any other type of advice or recommendation and is provided on an "as is" basis. No warranty is given. Tenaris has not independently verified any information –if any- provided by the user in connection with, or for the purpose of, the Information contained hereunder. The use of the Information is at user's own risk and Tenaris does not assume any responsibility of lability of any kind for any loss, danage or injury resulting from, or in connection with any Information contained hereunder or any use thereof. The Information in this document is subject to change or modification without notice. Tenaris's products and services are subject to Tenaris's standard terms and conditions or otherwise to the terms resulting from the respective contracts of sale or services, as the case may be, between petitioner and Tenaris. For more complete information please contact a Tenaris's representative or visit our website at www.tenaris.com . ©Tenaris 2017. All rights reserved.

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

Wedge 521®

Printed on: 05/22/2018



Outside Diameter	5.000 in.	Min. Wall Thickness	87.5%	(*) Grade P110- IC	
Wall Thickness	0.362 in.	Connection OD Option	REGULAR	COUPLING	PIPE BODY
Grade	P110-IC*	Drift	API Standard	Body: White 1st Band: -	1st Band: White 2nd Band: Pale
		Туре	Casing	2nd Band: - 3rd Band: -	Green 3rd Band: - 4th Band: -
GEOMETRY					
Nominal OD	5.000 in.	Nominal Weight	18.00 lbs/ft	Drift	4.151 in.
Nominal ID	4.276 in.	Wall Thickness	0.362 in.	Plain End Weight	17.95 lbs/ft
OD Tolerance	API			***************************************	
PERFORMANCE					
Body Yield Strength	580 x1000 lbs	Internal Yield	13940 psi	SMYS	110000 psi
Collapse	14840 psi				
GEOMETRY					
Connection OD	5,359 in.	Connection ID	4.226 in.	Make-up Loss	3.620 in.
Threads per in	3,36	Connection OD Option	REGULAR		
PERFORMANCE			······		
Tension Efficiency	73.8 %	Joint Yield Strength	428.040 x1000 lbs	Internal Pressure Capacity	13940.000 psi
Compression Efficiency	88.7 %	Compression Strength	514.460 x1000 lbs	Max. Allowable Bending	74.5 °/100 ft
External Pressure Capaci	ty 14840.000 psi				
MAKE-UP TORQ	UES	<u>.</u>		ş	
Minimum	6100 ft-lbs	Optimum	7300 ft-lbs	Maximum	10700 ft-lbs
	T 700 01 000	1		ş	

Notes

Operating Torque

This connection is fully interchangeable with:

OPERATION LIMIT TORQUES

Wedge 521® - 5 in. - 13 / 15 lbs/ft

17300 ft-lbs

Connections with Dopeless® Technology are fully compatible with the same connection in its Standard version

Yield Torque

For further information on concepts indicated in this datasheet, download the Datasheet Manual from www.tenaris.com

Tenaris has issued this document for general information only, and the information in this document, including, without limitation, any pictures, drawings or designs ('Information') is not intended to constitute professional or any other type of advice or recommendation and is provided on an 'as is' basis. No warranty is given. Tenaris has not independently verified any information -if any- provided by the user in connection with, or for the purpose of, the Information and hereunder. The use of the Information is a tuse's own risk and Tenaris does not assume any responsibility or liability of any kind for any loss, damage or injury resulting from, or in connection with any Information contained hereunder or any use thereof. The Information is a tuse's own risk and to any is subject to change or modification without notice. Tenaris's products and services are subject to Tenaris's standard terms and conditions or otherwise to the terms resulting from the respective contracts of sale or services, as the case may be, between pelitioner and Tenaris. For more complete information please contact a Tenaris's presentative or visit our website at www.tenaris.com . @Tenaris 2017. All rights reserved.

26000 ft-lbs

- Gas gravity 0.7
- Pore pressure gradient .468 psi/ft above the Wolfcamp, .676 psi/ft Wolfcamp and below
- .676 psi/ft fracture gradient above the Wolfcamp, .832 psi/ft Wolfcamp and below.
- 60°F average surface temperature and 1.5°/100ft temperature gradient
- Cementing loads based on slurries listed in Cement table, and post cement static loading
- Strings landed at neutral weight
- Gas kicks assumed at each casing shoe
- External pressure calculated with fluid gradients and pore pressure
- Production string load tested with completion fluid density and rate
- Tubing leak tested in production scenario

- Gas gravity 0.7
- Pore pressure gradient .468 psi/ft above the Wolfcamp, .676 psi/ft Wolfcamp and below
- .676 psi/ft fracture gradient above the Wolfcamp, .832 psi/ft Wolfcamp and below.
- 60°F average surface temperature and 1.5°/100ft temperature gradient
- Cementing loads based on slurries listed in Cement table, and post cement static loading
- Strings landed at neutral weight
- Gas kicks assumed at each casing shoe
- External pressure calculated with fluid gradients and pore pressure
- Production string load tested with completion fluid density and rate
- Tubing leak tested in production scenario

- Gas gravity 0.7
- Pore pressure gradient .468 psi/ft above the Wolfcamp, .676 psi/ft Wolfcamp and below
- .676 psi/ft fracture gradient above the Wolfcamp, .832 psi/ft Wolfcamp and below.
- 60°F average surface temperature and 1.5°/100ft temperature gradient
- Cementing loads based on slurries listed in Cement table, and post cement static loading
- Strings landed at neutral weight
- Gas kicks assumed at each casing shoe
- External pressure calculated with fluid gradients and pore pressure
- Production string load tested with completion fluid density and rate
- Tubing leak tested in production scenario

- Gas gravity 0.7
- Pore pressure gradient ,468 psi/ft above the Wolfcamp, .676 psi/ft Wolfcamp and below
- 60°F average surface temperature and 1.5°/100ft temperature gradient
- Cementing loads based on slurries listed in Cement table, and post cement static loading
- Strings landed at neutral weight
- Gas kicks assumed at each casing shoe
- External pressure calculated with fluid gradients and pore pressure
- Production string load tested with completion fluid density and rate
- Tubing leak tested in production scenario

- Gas gravity 0.7
- Pore pressure gradient .468 psi/ft above the Wolfcamp, .676 psi/ft Wolfcamp and below
- .676 psi/ft fracture gradient above the Wolfcamp, .832 psi/ft Wolfcamp and below.
- 60°F average surface temperature and 1.5°/100ft temperature gradient
- Cementing loads based on slurries listed in Cement table, and post cement static loading
- Strings landed at neutral weight
- Gas kicks assumed at each casing shoe
- External pressure calculated with fluid gradients and pore pressure
- Production string load tested with completion fluid density and rate
- Tubing leak tested in production scenario

5.5", 20#, P-110, TXP connection (modified buttress connection that provides a torque rating of nearly 24000ft-lbs)

Outside Diameter	5.500 ïn.	Min. Wall Thickness	87.,5%			V I	Clear Fil
Chantelet		Drift	API Standard			Ţ	Compa
Wall Thickness	0.361 in.		API Standard		,		Request
incare 35		Туре	Casing				CONNECTION
Grade	<u>P110</u>	Connection OD	REGULAR	•			NFORMATION Blanking Dim
		Option				>	Connection's
							Brochure Datasheet Ma
PIPE BODY	DATA	1	* 3	* * *		*S.	10 - Y
GEOMETRY							
Nominal OD	in Romainson	5.500 in	Nominal Weight	20 lbs/ft	Drift		4.653 in.
					100 mark 100 / 100 /		
Nominal ID		4.778 in,	Wall Thickness	0.361 in.	Plai	n End Weight	19.83 lbs
			-				
OD Tolerance		API					······································
PERFORMA	NCE	Spar of States of States			Jugar		
Body Yield St	with the second	641 x1000 lbs	Internal Yield	12640 psi	SM	S	110000 p
							110000 (
Collapse		11100 psi					
CONNECTIO			1. 1.			477 - 2 	
GEOMETRY	alle sous	منبغ المعادية		Marian Martine and	8		an a shi a shi a shi
Connection O	U	6.100 in.	Coupling Length	9.450 in.	Con	nection ID	4.766 in.
Make-up Loss	3	4.204 in.	Threads per in	5	Con Opti	nection OD on	REGULA
PERFORMAN	NCE		and the second				
Tension Efficie	ency	100.0 %	Joint Yield Strength	641.000 x1000 lbs		nal Pressure acity ^[1]	12640.00
						acny	
Compression Efficiency		100 %	Compression Strength	641.000 × 1000 lbs	Max Bend	. Allowable	92 V100 I
l			Sustigu		Deli	រនរដ្ឋ	
External Press Capacity	sure	11100.000 psi					··· · · · ·
Gapacity			-				
		de St.					
MAKE-UP TO	RQUES		1 1 1 1 1 1 1 1 1 1 1 1 1 1 1 1 1 1 1	and a second	Mari	mum	13770 ft-1
MAKE-UP TO	ROUES	11270 ft-lbs	Optimum	12520 ft-lbs	1.1.1.1.1		101101.14
	RQUES	11270 fl-lbs	Optimum	12520 ft-lbs			101101.1
		an a	Optimum	12520 ft-lbs			

- Gas gravity 0.7
- Pore pressure gradient .468 psi/ft above the Wolfcamp, .676 psi/ft Wolfcamp and below
- 60°F average surface temperature and 1.5°/100ft temperature gradient
- · Cementing loads based on slurries listed in Cement table, and post cement static loading
- Strings landed at neutral weight
- Gas kicks assumed at each casing shoe
- External pressure calculated with fluid gradients and pore pressure
- Production string load tested with completion fluid density and rate
- Tubing leak tested in production scenario



Hydrogen Sulfide Drilling

Operations Plan

Tap Rock Resources

1 H2S safety instructions to the following:

- Characteristics of H2S
- Physical effects and hazards
- Principal and operation of H2S detectors, warning system and briefing areas
- Evacuation procedures, routes and first aid
- Proper use of safety equipment & life support systems
- Essential personnel meeting medical evaluation criteria will receive additional training on the proper use of 30min pressure demand air packs

2 H2S Detection and Alarm Systems:

- H2S sensor/detectors to be located on the drilling rig floor, in the base of the sub structure / cellar area, on the mud pits in the shale shaker area. Additional H2S detectors may be placed as deemed necessary
- An audio alarm system will be installed on the derrick floor and in the doghouse

3 Windsocks and / Wind Streamers:

- Windsocks at mud pit area should be high enough to be visible
- Windsock on the rig floor and / top of doghouse should be high enough to be visible

4 Condition Flags and Signs:

- Warning sign on access road to location
- Flags to be displayed on sign at entrance to location
 - Green Flag Normal Safe Operation Condition
 - Yellow Flag Potential Pressure and Danger
 - Red Flag Danger (H2S present in dangerous concentrations) Only H2S trained personnel admitted on location

5 Well Control Equipment:

• See Drilling Operations Plan Schematics

6 Communication:

- While working under masks chalkboards will be used for communications
- Hand signals will be used where chalk board is inappropriate
- Two way radio will be used to communicate off location in case of emergency help is required. In most cases cellular telephones will be available at most drilling foreman's trailer or living quarters.



7 Drilling Stem Testing:

• No DST cores are planned at this time

8 Drilling contractor supervisor will be required to be familiar with the effects H2S has on tubulars good and other mechanical equipment

9 If H2S is encountered, mud system will be altered if necessary to maintain control of formation. A mud gas separator will be brought into service along with H2S scavengers if necessary

11 Emergency Contacts

Emergency Conta	acts	
Carlsbad Police Department	575.887.7551	911
Carlsbad Medical Center	575.887.4100	911
Eddy County Fire Service	575.628.5450	911
Eddy County Sherriff	575.887.7551	911
Lea County Fire Service	575.391.2983	911
Lea County Sherriff	575.396.3611	911
Jal Police Department	575.395.2121	911
Jal Fire Department	575.395.2221	911
Tap Rock Resources	720.772.5090	







Plan: Plan #1 (243H/OH) Created By: MIH Consulting Date: 19:52, September 20 2019

Tap Rock Resources, LLC.

Eddy Co, NM Nailed It Fed Com 243H

OH

Plan: Plan #1

Standard Planning Report

06 September, 2019

Map System:	US State Pla	ane 1983			System Dat	um:	Me	an Sea Level		
Geo Datum:		can Datum 1983	3		• ; • • • • • • •					
Map Zone:	New Mexico	Eastern Zone								
Site	Nailed It Fe	ed Com				1999			at 1995 and an	ek alte seen televisien Sama an an an arte stade
Site Position:			Northing:		364	379.32 usft	atitude:			32° 0' 2.836
From:	Lat/Long	q	Easting:				ongitude:			103° 50' 13.051
Position Uncertainty		2.0 usf	•	s:	- ,		Grid Converge	ence:		0.26
Well	243H	tilling of the second distance of the		4					antanine (
Well Position	+N/-S	452.6 us	sft Northin)g:		364,831.93 ι	isft Latit	ude:		32° 0' 7.259
	+E/-W	1,237.4 us	sft Easting	- :		696,444.64 ι	sft Long	gitude:		103° 49' 58.657
Position Uncertainty		2.0 us	sft Wellhea	ad Elevation	:			ind Level:		3,032.0 u
Wellbore	ОН									
						tio:				
Magnetics	Model	Name	Sample Dat	e	Declina (°)	Charles and the second s	Dip Ar (°)	1. 1. 1. 1. 1. 1. 1. 1. 1. 1. 1. 1. 1. 1	Field St	
1. 1. 1. 1. 1. 1. 1. 1. 1. 1. 1. 1. 1. 1		IGRF2015	9/6/	/2019		6.82	Sec. Charles	59.79	in a stand for the	53.91653967
Design	Plan #1	· · · · · · · · · · · · · · · · · · ·				1				
Audit Notes:										
Version:			Phase:	PLA	N	Tie	On Depth:		0.0	
Vertical Section:		Barren in the State of the second	n From (TVD)		+N/-S	+E/-	The second s		······································	8 S
			(usft) 0.0		≦∈(usft) 0.0	(us 0.0	· · · · · · · · · · · · · · · · · · ·	Carllander Contraction and a	(°) 59.68	
							·			
Plan Survey Tool Pr	ogram	Date 9/6	/2019					1. 1. A.M.		
Depth From	Depth To		100							
(usft)	(usft)	Survey (We	llbore)	Тс	ol Name		Remarks		and the second	
1 0.0	16,572.	0 Plan #1 (OF	l)	M۱	٧D	lof		and an	1999 - 1999 - 1999 - 1999 - 1999 - 1999 - 1999 - 1999 - 1999 - 1999 - 1999 - 1999 - 1999 - 1999 - 1999 - 1999 -	
				M۷	VD - Standa	rd				
Plan Sections	5	and and the contract of the second				del de antonico postere contractore.				a na an
			rtical	and the second						
and the second							Build	Turn		stellare in the
Measured	nation Az			N/-S	+F/-W	Dogleg Rate			SANGE STED ~ C	
Measured Depth Incli	nation Az (°)	imuth D	epth +M	N/-S isft)	+E/-W (usft)	Dogleg Rate (°/100usft)		Rate (°/100usft)	TFO 	Target
Measured Depth Incli (usft)	(°)	imuth D (ຕ) (ເ	epth +N usft) (u	isft)	(usft)	Rate (°/100usft)	Rate (°/100usft)	Rate (°/100usft)	(°)	Target
Measured Depth incli (usft) 0.0	(°) 0.00	:imuth , D (°) (1 0.00	epth +M usft) (u 0.0	isft) 0.0	(usft) 0.0	Rate (*/100usft) 0.00	Rate (°/100usft) 0.00	Rate (°/100usft) 0.00	(°) 0.00	Target
Measured Depth incli (usft)	(°)	imuth D (ຕ) (ເ	epth +N usft) (u	isft)	(usft) 0.0 0.0	Rate (°/100usft)	Rate (°/100usft)	Rate (°/100usft)	(°)	Target
Measured Depth (usft) 0.0 2,200.0	(°) 0.00 0.00	imuth , D (°) (1 0.00 0.00	epth +f usft), (u 0.0 2,200.0	i sft) 0.0 0.0	(usft) 0.0	Rate (°/100usft) 0.00 0.00	Rate (°/100usft) 0.00 0.00	Rate (*/100usft) 0.00 0.00	(°) 0.00 0.00	Target
Measured Depth Incli (usft) 0.0 2,200.0 2,733.3	(°) 0.00 0.00 8.00	(°) (0.00 0.00 200.00	epth +) usft), (u 0.0 2,200.0 2,731.6	0.0 0.0 0.0 -34.9	(usft) 0.0 0.0 -12.7	Rate (*/100usft)	Rate (°/100usft) 0.00 0.00 1.50	Rate (°/100usft) 0.00 0.00 0.00	(°) 0.00 0.00 200.00	Target
Measured Depth Incli (usft) 0.0 2,200.0 2,733.3 7,033.3	(°) 0.00 0.00 8.00 8.00	imuth, D (°) ((0.00 0.00 200.00 200.00 0.00	epth +) usft) (u 0.0 2,200.0 2,731.6 6,989.8	0.0 0.0 -34.9 -597.3	(usft) 0.0 0.0 -12.7 -217.4	Rate (*/100usft) 0.00 0.00 1.50 0.00	Rate. (*/100usft) 0.00 0.00 1.50 0.00	Rate (*)100usft) 0.00 0.00 0.00 0.00 0.00	(°) 0.00 0.00 200.00 0.00	Target
Measured Depth Incli (usft) 0.0 2,200.0 2,733.3 7,033.3 7,566.7	(°) 0.00 0.00 8.00 8.00 0.00	(°) (°) 0.00 0.00 200.00 200.00 0.00 0.00	epth +) ysft) (u 0.0 2,200.0 2,731.6 6,989.8 7,521.4	0.0 0.0 -34.9 -597.3 -632.2	(usft) 0.0 0.0 -12.7 -217.4 -230.1	Rate (*/100usft) 0.00 0.00 1.50 0.00 1.50	Rate. (*/1000sft) 0.00 0.00 1.50 0.00 -1.50	Rate (7100usft) 0.00 0.00 0.00 0.00 0.00 0.00	(°) 0.00 0.00 200.00 0.00 180.00	Target
Measured Depth (usft) 0.0 2,200.0 2,733.3 7,033.3 7,566.7 11,677.3	(°) 0.00 0.00 8.00 8.00 0.00 0.00	imuth D (°) 200.00 200.00 200.00 0.00 0.00 353.60	epth +) (u 0.0 2,200.0 2,731.6 6,989.8 7,521.4 11,632.0	0.0 0.0 -34.9 -597.3 -632.2 -632.2	(usft) 0.0 0.0 -12.7 -217.4 -230.1 -230.1	Rate (*/100ustt) 0.00 0.00 1.50 0.00 1.50 0.00	Rate. (*/10005ft) 0.00 0.00 1.50 0.00 -1.50 0.00	Rate (7100ustt) 0.00 0.00 0.00 0.00 0.00 0.00 0.00	(°) 0.00 0.00 200.00 0.00 180.00 0.00	Target
Measured Depth (usft) 0.0 2,200.0 2,733.3 7,033.3 7,566.7 11,677.3 12,575.2	(°) 0.00 0.00 8.00 8.00 0.00 0.00 89.78	imuth, D (°) 200.00 200.00 200.00 0.00 353.60 359.68	epth +1 ysft) (u 0.0 2,200.0 2,731.6 6,989.8 7,521.4 11,632.0 12,205.0 12,206.2	sft) 0.0 -34.9 -597.3 -632.2 -632.2 -632.0	(usft) 0.0 -12.7 -217.4 -230.1 -230.1 -293.7	Rate (*/100usft) 0.00 0.00 1.50 0.00 1.50 0.00 10.00	Rate. (*/10005ft) 0.00 0.00 1.50 0.00 -1.50 0.00 10.00	Rate (')100ustt) 0.00 0.00 0.00 0.00 0.00 0.00 0.00 0	(°) 0.00 0.00 200.00 0.00 180.00 0.00 353.60 90.03	Target .TP_243H

Planned Survey									
Measured			Vertical				Daalaa	n.iiu	-
in the second	lination	Azimuth	Depth	+N/-S		Vertical Section	Dogleg Rate	Build Rate	Rate
(usft)	(°)	(°).	(usft)	(usft)	(usft)	(usft)	11.12 mm . 60.11 (11.16)	Mar 3	°/100usft)
0.0	0.00	0.00	0.0	0.0	0.0	0.0	0.00	0.00	0.00
100.0	0.00	0.00	100.0	0.0	0.0	0.0	0.00	0.00	0.00
200.0 300.0	0.00 0.00	0.00 0.00	200.0 300.0	0.0	0.0	0.0	0.00	0.00	0.00
400.0	0.00	0.00	400.0	0.0 0.0	0.0 0.0	0.0 0.0	0.00 0.00	0.00 0.00	0.00 0.00
500.0									
600.0	0.00 0.00	0.00 0.00	500.0 600.0	0.0 0.0	0.0 0.0	0.0	0.00 0.00	0.00 0.00	0.00
700.0	0.00	0.00	700.0	0.0	0.0	0.0	0.00	0.00	0.00
800.0	0.00	0.00	800.0	0.0	0.0	0.0	0.00	0.00	0.00
846.0	0.00	0.00	846.0	0.0	0.0	0.0	0.00	0.00	0.00
Rustler Anhydrite		الم ² الجيني (الم الم المحمد الم							
900.0	0.00	0.00	900.0	0.0	0.0	0.0	0.00	0.00	0.00
1,000.0	0.00	0.00	1,000.0	0.0	0.0	0.0	0.00	0.00	0.00
1,100.0 1,200.0	0.00 0.00	0.00 0.00	1,100.0 1,200.0	0.0 0.0	0.0 0.0	0.0 0.0	0.00 0.00	0.00 0.00	0.00 0.00
1,300.0	0.00	0.00	1,300.0	0.0	0.0	0.0	0.00	0.00	0.00
1,396.0	0.00	0.00	1,396.0	0.0	0.0	0.0	0.00	0.00	0.00
Top Salt		North and American American			9 - 20 - 10 - 10 - 10 - 10 - 10 - 10 - 10				
1,400.0	0.00	0.00	1,400.0	0.0	0.0	0.0	0.00	0.00	0.00
1,500.0	0.00	0.00	1,500.0	0.0	0.0	0.0	0.00	0.00	0.00
1,600.0 1,700.0	0.00 0.00	0.00 0.00	1,600.0 1,700.0	0.0 0.0	0.0 0.0	0.0	0.00	0.00	0.00
						0.0	0.00	0.00	0.00
1,800.0	0.00 0.00	0.00	1,800.0	0.0	0.0	0.0	0.00	0.00	0.00
1,900.0	0.00	0.00 0.00	1,900.0 2,000.0	0.0 0.0	0.0 0.0	0.0 0.0	0.00 0.00	0.00 0.00	0.00 0.00
2,100.0	0.00	0.00	2,100.0	0.0	0.0	0.0	0.00	0.00	0.00
2,200.0	0.00	0.00	2,200.0	0.0	0.0	0.0	0.00	0.00	0.00
Start Build 1.50							ا مو		
2,300.0	1.50	200.00	2,300.0	-1.2	-0.4	-1.2	1.50	1.50	0.00
2,400.0	3.00	200.00	2,399.9	-4.9	-1.8	-4.9	1.50	1.50	0.00
2,500.0 2,600.0	4.50 6.00	200.00 200.00	2,499.7 2,599.3	-11.1 -19.7	-4.0	-11.0	1.50	1.50	0.00
2,800.0	6.00 7 <i>.</i> 50	200.00	2,599.3 2,698.6	-19.7 -30.7	-7.2 -11.2	-19.6 -30.6	1.50 1.50	1.50 1.50	0.00 0.00
2,733.3	8.00	200.00	2,731.6	-34.9	-12.7	-34.9	1.50	1.50	0.00
Start 4300.0 hold :	وبالميسوف فالعوا الدرامة	A SHARE A STREET ST	2,731.0	-34.9	-12.7	-34.9	1.50	1.50	
2,800.0	8.00	200.00	2,797.6	-43.7	-15.9	-43.6	0.00	0.00	0.00
2,900.0	8.00	200.00	2,896.6	-56.7	-20.6	-56.6	0.00	0.00	• 0.00
3,000.0	8.00	200.00	2,995.7	-69.8	-25.4	-69.7	0.00	0.00	0.00
3,100.0	8.00	200.00	3,094.7	-82.9	-30.2	-82.7	0.00	0.00	0.00
3,200.0	8.00	200.00	3,193.7	-96.0	-34.9	-95.8	0.00	0.00	0.00
3,300.0 3,400.0	8.00 8.00	200.00 200.00	3,292.8 3,391.8	-109.0 -122.1	-39.7 -44.4	-108.8 -121.9	0.00 0.00	0.00 0.00	0.00 0.00
3,444.7	8.00	200.00	3,436.0	-128.0	-44.4 -46.6	-121.9	0.00	0.00	0.00
Base Salt	4							-	
3,500.0	8.00	200.00	3,490.8	-135.2	-49.2	-134.9	0.00	0.00	0.00
3,600.0	8.00	200.00	3,589.8	-148.3	-54.0	-148.0	0.00	0.00	0.00
3,651.7	8.00	200.00	3,641.0	-155.0	-56.4	-154.7	0.00	0.00	0.00
Delaware Mountai							-		.
3,656.7	8.00	200.00	3,646.0	-155.7	-56.7	-155.4	0.00	0.00	0.00
Lamar 3,677.9	8.00	200.00	, 3,667.0	-158.5	-57.7	-158.1	0.00	0.00	0.00
Bell Canyon	0.00	200.00	5,007.0	-100.0	-57.7	-150,1	0.00	0.00	0.00
3,687.0	8.00	200.00	3,676.0	-159.7	-58.1	-159.3	0.00	0.00	0.00
Ramsey Sand						1			
3,700.0	8.00	200.00	3,688.9	-161.4	-58.7	-161.0	0.00	0.00	0.00
3,800.0	8.00	200.00	3,787.9	-174.4	-63.5	-174.1	0.00	0.00	0.00
3,900.0	8.00	200.00	3,886.9	-187.5	-68.2	-187.1	0.00	0.00	0.00
4,000.0	8.00	200.00	3,985.9	-200.6	-73.0	-200.2	0.00	0.00	0.00
4,100.0	8.00	200.00	4,085.0	-213.7	-77.8	-213.2	0.00	0.00	0.00
4,200.0	8.00	200.00	4,184.0	-226.7	-82.5	-226.3	0.00	0.00	0.00
4,300.0	8.00	200.00	4,283.0	-239.8	-87.3	-239.3	0.00	0.00	0.00
4,400.0 4,500.0	8.00 8.00	200.00 200.00	4,382.0 4,481.1	-252.9 -266.0	-92.0 -96.8	-252.4 -265.4	0.00 0.00	0.00 0.00	0.00 0.00
4,600.0	8.00	200.00	4,481.1 4,580.1	-266.0 -279.1	-96.8 -101.6	-265.4	0.00	0.00	0.00
4,700.0	8.00	200.00	4,679.1	-292.1	-106.3	-291.5	0.00	0.00	0.00
4,800.0	8.00	200.00	4,679.1 4,778.2	-292.1 -305.2	-106.3	-291.5	0.00	0.00	0.00
.,	5.00		.,		* 1 4. 1		5.00	0.00	0.00

		ana ang ang ang ang ang ang ang ang ang	1995	ana	ata en titaranti	E Lindertainer :-	ulles i sociale de la comp		
Planned Survey		200 - 200 - 200 - 200 - 200 - 200 - 200 - 200 - 200 - 200 - 200 - 200 - 200 - 200 - 200 - 200 - 200 - 200 - 200				n an car			
Measured			Vertical			Vertical	Dogleg	Build	Turn
Depth	Inclination	Azimuth	Depth	+N/-S	6	Section	Rate	Build. Rate	Turn Rate
(usft)	(°)	(°)	(usft)	(usft)	(usft)	Frank States and States	25 Oak and 18 18 18 18 18	and the second second	°/100usft)
4,868.5	8.00	200.00	4,846.0	-314.2	NAME TRAVELS A	242 E	0.00		
Cherry Cany	معاجر والمعاجر والع	200.00	4,040.0	-314.2	-114.3	-313.5	0.00	0.00	0.00
4,900.0	8.00	200.00	4,877.2	-318.3	-115.8	-317.6	0.00	0.00	0.00
5,000.0	8.00	200.00	4,976.2	-331.4	-120.6	-330.7	0.00	0.00	0.00
5,100.0	8.00	200.00	5,075.2	-344.4	-125.4	-343.7	0.00	0.00	0.00
5,200.0	8.00	200.00	5,174.3	-357.5	-130.1	-356.8	0.00	0.00	0.00
5,300.0	8.00	200.00	5,273.3	-370.6	-134.9	-369.8	0.00	0.00	0.00
5,400.0	8.00	200.00	5,372.3	-383.7	-139.6	-382.9	0.00	0.00	0.00
5,500.0	8.00	200.00	5,471.3	-396.8	-144.4	-395.9	0.00	0.00	0.00
5,600.0	8.00	200.00	5,570.4	-409.8	-149.2	-409.0	0.00	0.00	0.00
5,700.0 5,800.0	8.00 8.00	200.00 200.00	5,669.4 5,768.4	-422.9	-153.9	-422.0	0.00	0.00	0.00
5,827.8	8.00	200.00	5,796.0	-436.0 -439.6	-158.7 -160.0	-435.1 -438.7	0.00 0.00	0.00 0.00	0.00 0.00
Brushy Cany	للمعيفا فعدادت الداد مطالبين والادا والمراجعة						0.00	0.00	0.00
5,900.0	8.00	200.00	5,867.5	-449.1	-163.4	-448.1	0.00	0.00	0.00
6,000.0	8.00	200.00	5,966.5	-462.1	-168.2	-461.2	0.00	0.00	
6,100.0	. 8.00	200.00	6,065.5	-402.1	-108.2 -173.0	-401.2	0.00	0.00	0.00 0.00
6,200.0	8.00	200.00	6,164.5	-488.3	-177.7	-487.3	0.00	0.00	0.00
6,300.0	8.00	200.00	6,263.6	-501.4	-182.5	-500.4	0.00	0.00	0.00
6,400.0	8.00	200.00	6,362.6	-514.5	-187.2	-513.4	0.00	0.00	0.00
6,500.0	8.00	200.00	6,461.6	-527.5	-192.0	-526.5	0.00	0.00	0.00
6,600.0	8.00	200.00	6,560.6	-540.6	-196.8	-539.5	0.00	0.00	0.00
6,700.0 6,800.0	8.00 8.00	200.00 200.00	6,659.7	-553.7	-201.5	-552.6	0.00	0.00	0.00
6,900.0	8.00	200.00	6,758.7 6,857.7	-566.8 -579.8	-206.3 -211.0	-565.6 -578.7	0.00 0.00	0.00 0.00	0.00 0.00
7,000.0									
7,000.0	8.00 8.00	200.00 200.00	6,956.7 6,989.8	-592.9 -597.3	-215.8 -217.4	-591.7 -596.1	0.00 0.00	0.00	0.00
Start Drop -1.		200.00	0,909.0	-337.3	-217.4	-596.1	0.00	0.00	0.00
7,100.0	7.00	200.00	7,055.9	-605.5	-220.4	-604.2	1.50	-1.50	0.00
7,200.0	5.50	200.00	7,155.3	-615.7	-224.1	-614.4	1.50	-1.50	0.00
7,300.0	4.00	200.00	7,254.9	-623.5	-226.9	-622.2	1.50	-1.50	0.00
7,400.0	2.50	200.00	7,354.7	-628.8	-228.9	-627.5	1.50	-1.50	0.00
7,500.0	1.00	200.00	7,454.7	-631.7	-229.9	-630.4	1.50	-1.50	0.00
7,566.7	0.00	0.00	7,521.4	-632.2	-230.1	-630.9	1.50	-1.50	0.00
the second se	old at 7566.7 MD 0.00		7.540.0						
7,591.3		0.00	7,546.0	-632.2	-230.1	-630.9	0.00	0.00	0.00
Bone Spring 7,600.0	0.00	0.00	7,554.7	-632.2	-220.1	620.0			0.00
					-230.1	-630.9	0.00	0.00	0,00
7,700.0 7,711.3	0.00 0.00	0.00 0.00	7,654.7 7,666.0	-632.2	-230.1	-630.9	0.00	0.00	0.00
Upper Avalon		0.00	7,000.0	-632.2	-230.1	-630.9	0.00	0.00	0.00
7.800.0	0.00	0.00	7,754.7	-632.2	-230.1	-630.9	0.00	0.00	0.00
7,900.0	0.00	0.00	7,854.7	-632.2	-230.1	-630.9	0.00	0.00	0.00
8,000.0	0.00	0.00	7,954.7	-632.2	-230.1	-630.9	0.00	0.00	0.00
8,100.0	0.00	0.00	8,054.7	-632.2	-230.1	-630.9	0.00	0.00	0.00
8,101.3	0.00	0.00	8,056.0	-632.2	-230.1	-630.9	0.00	0.00	0.00
Middle Avalor									
8,200.0	0.00	0.00	8,154.7	-632.2	-230.1	-630.9	0.00	0.00	0.00
8,300.0 8,321.3	0.00 0.00	0.00 0.00	8,254.7 8,276.0	-632.2 -632.2	-230.1 -230.1	-630.9	0.00	0.00	0.00
Lower Avalon		0.00	0,210.0	-032.2	-230.1	-630.9	0.00	0.00	0.00
			0.077						
8,400.0 8,500.0	0.00 0.00	0.00 0.00	8,354.7 8,454.7	-632.2 -632.2	-230.1 -230.1	-630.9	0.00	0.00	0.00
8,541.3	0.00	0.00	8,496.0	-632.2	-230.1	-630.9 -630.9	0.00 0.00	0.00 0.00	0.00 0.00
1st Bone Spri			,		200.1		0.00	5.00	0.00
8,600.0	0.00	0.00	8,554.7	-632.2	-230.1	-630.9	0.00	0.00	0.00
8,700.0	0.00	0.00	8,654.7	-632.2	-230.1	-630.9	0.00	0.00	0.00
8,800.0	0.00	0.00	8,754.7	-632.2	-230.1	-630.9	0.00	0.00	0.00
8,891.3	0.00	0.00	8,846.0	-632.2	-230.1	-630.9	0.00	0.00	0.00
2nd Bone Spr	ing Carb								
8,900.0	0.00	0.00	8,854.7	-632.2	-230.1	-630.9	0.00	0.00	0.00
9,000.0	0.00	0.00	8,954.7	-632.2	-230.1	-630,9	0.00	0.00	0.00
9,100.0	0.00	0.00	9,054.7	-632.2	-230.1	-630.9	0.00	0.00	0.00
9,171.3	0.00	0.00	9,126.0	-632.2	-230.1	-630.9	0.00	0.00	0.00
2nd Bone Spr	ing Sand								
						1			

Planned Survey						Cia At			
Measured			Vertical			Vertical	Dogleg	Build	Turn
Depth	Inclination	Azimuth	Depth	+N/-S		Section	Rate	Rate	Rate
(usft)	(°)	(°)	(usft)	(usft)	(usft)	(usft)	(°/100usft)	:/100usft)	(°/100usft)
9,200.0	0.00	0.00	9,154.7	-632.2	-230.1	-630.9	0.00	0.00	0.00
9,300.0 9,400.0	0.00	0.00	9,254.7	-632.2	-230.1	-630.9	0.00	0.00	0.00
9,400.0	0.00 0.00	0.00 0.00	9,354.7 9,454.7	-632.2 -632.2	-230.1 -230.1	-630.9 -630.9	0.00 0.00	0.00 0.00	0.00 0.00
9,600.0	0.00	0.00	9,554.7	-632.2	-230.1				
9,700.0	0.00	0.00	9,654.7	-632.2	-230.1	-630.9 -630.9	0.00 0.00	0.00 0.00	0.00 0.00
9,771.3	0.00	0.00	9,726.0	-632.2	-230.1	-630.9	0.00	0.00	0.00
3rd Bone Spr			0.754.7		•				
9,800.0 9,900.0	0.00 0.00	0.00 0.00	9,754.7 9,854.7	-632.2 -632.2	-230.1 -230.1	-630.9 -630.9	0.00 0.00	0.00 0.00	0.00 0.00
10,000.0	0.00	0.00	9,954.7	-632.2	-230.1	-630.9	0.00	0.00	0.00
10,100.0	0.00	0.00	10,054.7	-632.2	-230.1	-630.9	0.00	0.00	0.00
10,200.0	0.00	0.00	10,154.7	-632.2	-230.1	-630.9	0.00	0.00	0.00
10,300.0 10,400.0	0.00 0.00	0.00 0.00	10,254.7 10,354.7	-632.2 -632.2	-230.1 -230.1	-630.9 -630.9	0.00 0.00	0.00	0.00
								0.00	0.00
10,441.3 3rd Bone Spr	0.00 ting Sand	0.00	10,396.0	-632.2	-230.1	-630.9	0.00	0.00	0.00
10,500.0	0.00	0.00	10,454.7	-632.2	-230.1	-630.9	0.00	0.00	0.00
10,600.0	0.00	0.00	10,554.7	-632.2	-230.1	-630.9	0.00	0.00	0.00
10,700.0 10,741.3	0.00 0.00	0.00 0.00	10,654.7 10,696.0	-632.2 -632.2	-230.1 -230.1	-630.9	0.00	0.00	0.00
3rd BS W Sar	which the manage and has been a set of	0.00	10,000.0	-002.2	-230.1	-630.9	0.00	0.00	0.00
10,800.0	0.00	0.00	10,754.7	-632.2	-230.1	-630.9	0.00	0.00	0.00
10,816.3	0.00	0.00	10,754.7	-632.2	-230.1	-630.9	0.00	0.00 0.00	0.00 0.00
Wolfcamp A)	X Sand		an a	1					
10,900.0	0.00	0.00	10,854.7	-632.2	-230.1	-630.9	0.00	0.00	0.00
10,941.3 Wolfcamp A \	0.00 Y Sand	0.00	10,896.0	-632.2	-230.1	-630.9	0.00	0.00	0.00
11,000.0	0.00	0.00	10,954.7	-632.2	-230.1	-630.9	0.00	0.00	0.00
11,031.3	0.00	0.00	10,986.0	-632.2	-230.1	-630.9	0.00	0.00	0.00
Wolfcamp A L	الروغة والمرجد والجا		10,000.0	302.2	200.1		0.00	0.00	0.00
11,100.0	0.00	0.00	11,054.7	-632.2	-230.1	-630.9	0.00	0.00	0.00
11,200.0 11,231.3	0.00 0.00	0.00 0.00	11,154.7 11,186.0	-632.2 -632.2	-230.1	-630.9	0.00	0.00	0.00
Wolfcamp B	المراجع والمراجع المراجع	0.00	11,100.0	-032.2	-230.1	-630.9	0.00	0.00	0.00
11,300.0	0.00	0.00	11,254.7	-632.2	-230.1	-630.9	0.00	0.00	0.00
11,400.0	0.00	0.00	11,354.7	-632.2	-230.1	-630.9	0.00	0.00	0.00
11,500.0	0.00	0.00	11,454.7	-632.2	-230.1	-630.9	0.00	0.00	0.00
11,566.3	0.00	0.00	11,521.0	-632.2	-230.1	-630.9	0.00	0.00	0.00
Wolfcamp B1 11.600.0	0.00	0.00	11,554.7	-632.2	-230.1	-630.9	0.00	0.00	0.00
11,677.3	0.00	0.00	11,632.0	-632.2	-230.1	-630.9	0.00	0.00	0.00
Start Build 10	0.00				· · · · · · · · · · · · · · · · · · ·				
11,700.0	2.27	353.60	11,654.7	-631.8	-230.2	-630.5	10.00	10.00	0.00
11,750.0 11,792.1	7.27 11.48	353.60 353.60	11,704.5 11,746.0	-627.6 -620.8	-230.6 -231.4	-626.3 -619.5	10.00	10.00	0.00
Wolfcamp C	11.40	000.00	11,740.0	-020.0	-231.4	-019.5	10.00	10.00	0.00
11,800.0	12.27	353.60	11,753.8	-619.2	-231.6	-617.9	10.00	10.00	0.00
11,850.0	17.27	353.60	11,802.1	-606.6	-233.0	-605.2	10.00	10.00	0.00
11,900.0	22.27	353.60	11,849.1	-589.8	-234.9	-588.4	10.00	10.00	0.00
11,950.0 12,000.0	27.27 32.27	353.60 353.60	11,894.5 11,937.9	-568.9 -544.3	-237.2 -240.0	-567.6 -542.9	10.00 10.00	10.00 10.00	0.00 0.00
12,050.0	37.27	353.60	11,979.0	-516.0	-243.1	-542.9	10.00	10.00	0.00
12,091.4	41.41	353.60	12,011.0	-489.9	-246.1	-488.5	10.00	10.00	0.00
Wolfcamp D									
12,100.0	42.27	353.60	12,017.4	-484.2	-246.7	-482.8	10.00	10.00	0.00
12,150.0 12,200.0	47.27 52.26	353.60 353.60	12,052.9 12,085.2	-449.2 -411.3	-250.6 -254.9	-447.8 -409.9	10.00	10.00	0.00
12,250.0	57.26	353.60	12,003.2	-411.3	-254.9 -259.4	-409.9	10.00 10.00	10.00 10.00	0.00 0.00
12,300.0	62.26	353.60	12,139.2	-327.8	-264.3	-326.3	10.00	10.00	0.00
12,314.5	63.71	353.60	12,145.7	-315.0	-265.7	-313.5	10.00	10.00	0.00
FTP_243H									
12,350.0 12,400.0	67.26 72.26	353.60 353.60	12,160.5 12,177.8	-282.9 -236.3	-269.3	-281.4	10.00	10.00	0.00
12,450.0	77.26	353.60	12,177.8	-236.3 -188.3	-274.5 -279.9	-234.7 -186.8	10.00 10.00	10.00 10.00	0.00 0.00
						1			

Measured		See State	Vertical	ι. Č	- Alexandra	Vertical	Dogleg	Build	Tům
Depth I	1 1 1 1 1 1 1 1 1 1 1 1 1 1 1 1 1 1 1	Azimuth	Depth	+N/-S	+E/-W	Section	Rate	Rate	Rate
(usft)	(°)	(°)	(usft)	(usft)	(usft)	(usft)	(°/100usft)	(°/100usft)	(°/100üsft)
12,500.0	82.26	353.60	12,199.8	-139.5	-285.4	-137.9	10.00	10.00	0.00
12,550.0	87.26	353.60	12,204.3	-90.0	-290.9	-88.4	10.00	10.00	0.00
12,575.2	89.78	353.60	12,205.0	-65.0	-293.7	-63.3	10.00	10.00	0.00
Start DLS 2.00	FO 90.03								، بیش پر اور د را د
12,600.0	89.78	354.10	12,205.1	-40.3	-296.4	-38.6	2.00	0.00	2.00
12,700.0	89.78	356.10	12,205.5	59.3	-304.9	61.0	2.00	0.00	2.00
12,800.0	89.78	358.10	12,205.9	159.2	-310.0	160.9	2.00	0.00	2.00
12,879.4	89.78	359.68	12,206.2	238.6	-311.5	240.3	2.00	0.00	2.00
Start 3562.5 hol	d at 12879.4 MI	D						an a	
12,900.0	89,78	359.68	12,206.3	259.2	-311.7	260.9	0.00	0.00	0.00
13,000.0	89.78	359.68	12,206.6	359.2	-312.2	360.9	0.00	0.00	0.00
13,100.0	89.78	359.68	12,207.0	459.2	-312.8	460.9	0.00	0.00	0.00
13,200.0	89.78	359.68	12,207.4	559.2	-313.3	560.9	0.00	0.00	0.00
13,300.0	89.78	359.68	12,207.8	659.2	-313.9	660.9	0.00	0.00	0.00
13,400.0	89.78	359.68	12,208.2	759.2	-314.4	760.9	0.00	0.00	0.00
13,500.0	89.78	359.68	12,208.6	859.2	-315.0	860.9	0.00	0.00	0.00
13,600.0	89.78	359.68	12,209.0	959.2	-315.5	960.9	0.00	0.00	0.00
13,700.0	89.78	359.68	12,209.4	1,059.2	-316.1	1,060.9	0.00	0.00	0.00
13,800.0	89.78	359.68	12,209.7	1,159.2	-316.6	1,160.9	0.00	0.00	0.00
13,900.0	89.78	359.68	12,210.1	1,259.2	-317.2	1,260.9	0.00	0.00	0.00
14,000.0	89.78	359.68	12,210.5	1,359.2	-317.7	1,360.9	0.00	0.00	0.00
14,100.0	89.78	359.68	12,210.9	1,459.2	-318.3	1,460.9	0.00	0.00	0.00
14,200.0	89.78	359.68	12,211.3	1,559.2	-318.8	1,560.9	0.00	0.00	0.00
14,300.0	89.78	359.68	12,211.7	1,659.1	-319.4	1,660.9	0.00	0.00	0.00
14,400.0	89.78	359.68	12,212.1	1,759.1	-319.9	1,760.9	0.00	0.00	0.00
14,500.0	89.78	359.68	12,212.5	1,859.1	-320.5	1,860.9	0.00	0.00	0.00
14,600.0	89.78	359.68	12,212.9	1,959.1	-321.0	1,960.9	0.00	0.00	0.00
14,700.0	89.78	359.68	12,213.2	2,059.1	-321.6	2,060.9	0.00	0.00	0.00
14,800.0	89.78	359.68	12,213.6	2,159.1	-322.1	2,160.9	0.00	0.00	0.00
14,900.0	89.78	359.68	12,214.0	2,259.1	-322.7	2,260.9	0.00	0.00	0.00
15,000.0	89.78	359.68	12,214.4	2,359.1	-323.2	2,360.9	0.00	0.00	0.00
15,100.0	89.78	359.68	12,214.8	2,459.1	-323.8	2,460.9	0.00	0.00	0.00
15,200.0	89.78	359.68	12,215.2	2,559.1	-324.3	2,560.9	0.00	0.00	0.00
15,300.0	89.78	359.68	12,215.6	2,659.1	-324.9	2,660.9	0.00	0.00	0.00
15,400.0	89.78	359.68	12,216.0	2,759.1	-325.4	2,760.9	0.00	0.00	0.00
15,500.0	89.78	359.68	12,216.3	2,859.1	-326.0	2,860.9	0.00	0.00	0.00
15,600.0	89.78	359.68	12,216.7	2,959.1	-326.5	2,960.9	0.00	0.00	0.00
15,700.0	89.78	359.68	12,217.1	3,059.1	-327.1	3,060.9	0.00	0.00	0.00
15,800.0	89.78	359.68	12,217.5	3,159.1	-327.6	3,160.9	0.00	0.00	0.00
15,900.0	89.78	359.68	12,217.9	3,259.1	-328.2	3,260.9	0.00	0.00	0.00
16,000.0	89.78	359.68	12,218.3	3,359.1	-328.7	3,360.9	0.00	0.00	0.00
16,100.0	89.78	359.68	12,218.7	3,459.1	-329.3	3,460.9	0.00	0.00	0.00
16,200.0	89.78	359.68	12,219.1	3,559.1	-329.8	3,560.9	0.00	0.00	0.00
16,300.0	89.78	359.68	12,219.4	3,659.1	-330.4	3,660.9	0.00	0.00	0.00
16,400.0	89.78	359.68	12,219.8	3,759.1	-330.9	3,760.9	0.00	0.00	0.00
16,441.9	89.78	359.68	12,220.0	3,801.0	-331.1	3,802.8	0.00	0.00	0.00
Start 130.0 hold	· · · · · · · · · · · · · · · · · · ·							1. 1. 1. 	i i i i i i i i i i i i i i i i i i i
16,500.0	89.78	359.68	12,220.2	3,859.1	-331.5	3,860.9	0.00	0.00	0.00
16,572.0	89.78	359.68	12,220.5	3,931.1	-331.9	3,932.9	0.00	0.00	0.00

/

Design Targets		anton - a trainidarael	* 3.868.8 %	a laikiikia kaadaan waxaa a	 1 200 S.A.E w., 512, 62999 	1999 da an an an a	2000-2015-1496-2017-2014-an Ani	ne an bha bha an tarainn an Sinn an Sinn an Sinn an tarainn an Sinn an tarainn an Sinn an tarainn an tarainn an	a
Target Name -hivmiss target - Shape	ip Anglé (°)	Dip Dir. (°)	TVD (uśft)	+N/-S (usft)	+E/-W (usft)	Northing (usft)	Easting (usft)	Latitude	Longitude
FTP_243H - plan misses target cen - Point	0.00 Iter by 79.9	0.00 usft at 1231	12,205.0 4.5usft MD	-347.9 (12145.7 TVD	-308.1 , -315.0 N, -265	364,484.0 5.7 E)	07 696,13	6.56 32° 0' 3.830 N	103° 50' 2.253 W
LTP_243H - plan hits target center - Point	0.00	0.00	12,220.0	3,801.0	-331.1	368,632.9	98 696,11	3.49 32° 0' 44.889 N	103° 50' 2.299 W
PBHL_243H - plan hits target center - Point	0.00	0.00	12,220.5	3,931.1	-331.9	368,762.9	99 696,11	2.74 32° 0' 46.176 N	103° 50' 2.301 W

63

Formations

Measured

Vertical

Depth (usft)	Depth (usft)	Dip Direction Name Lithology (°) (°)
846.0	846.0	Rustler Anhydrite
1,396.0	1,396.0	Top Salt
3,444.7	3,436.0	Base Salt
3,651.7	3,641.0	Delaware Mountain Gp
3,656.7	3,646.0	Lamar
3,677.9	3,667.0	Bell Canyon
3,687.0	3,676.0	Ramsey Sand
4,868.5	4,846.0	Cherry Canyon
5,827.8	5,796.0	Brushy Canyon
7,591.3	7,546.0	Bone Spring Lime
7,711.3	7,666.0	Upper Avalon
8,101.3	8,056.0	Middle Avalon
8,321.3	8,276.0	Lower Avalon
8,541.3	8,496.0	1st Bone Spring Sand
8,891.3	8,846.0	2nd Bone Spring Carb
9,171.3	9,126.0	2nd Bone Spring Sand
. 9,771.3	9,726.0	3rd Bone Spring Carb
10,441.3	10,396.0	3rd Bone Spring Sand
10,741.3	10,696.0	3rd BS W Sand
10,816.3	10,771.0	Wolfcamp A X Sand
10,941.3	10,896.0	Wolfcamp A Y Sand
11,031.3	10,986.0	Wolfcamp A Lower
11,231.3	11,186.0	Wolfcamp B
11,566.3	11,521.0	Wolfcamp B1
11,792.1	11,746.0	Wolfcamp C
12,091.4	12,011.0	Wolfcamp D

Plan Annotations Measured	Vertical	Local Coordin	ates -	
Depth (üsft)	Depth (usft)	+N/-S .(usft)	+E/-W (usft)	Comment
2,200.0	2,200.0	0.0	0.0	Start Build 1.50
2,733.3	2,731.6	-34.9	-12.7	Start 4300.0 hold at 2733.3 MD
7,033.3	6,989.8	-597.3	-217.4	Start Drop -1 50
7,566.7	7,521.4	-632.2	-230.1	Start 4110.6 hold at 7566.7 MD
11,677.3	11,632.0	-632.2	-230.1	Start Build 10.00
12,575.2	12,205.0	-65.0	-293.7	Start DLS 2.00 TFO 90.03
12,879.4	12,206.2	238.6	-311.5	Start 3562.5 hold at 12879.4 MD
16,441.9	12,220.0	3,801.0	-331.1	Start 130.0 hold at 16441.9 MD
16,572.0	12,220.5	3,931.1	-331.9	TD at 16572.0

.

1

Din

Ontinental *

Hydrostatic Test Certificate

1204200

·				ContiTech
Certificate Numbe 938562)r	COM Or 938562	der Reference	Customer Name & Address
Customer Purcha	se Order No:	7400433	86	1434 SOUTH BOULDER AVE TULSA, OK 74119
Project:	HOW			USA
Test Cent	er Address		Accepted by COM Inspection	Accepted by Client Inspection
ContiTech Oil & Ma 11535 Brittmoore F Houston, TX 77041 USA	Park Drive	Signed: Date:	Roger Suarez	

We certify that the goods detailed hereon have been inspected as described below by our Quality Management System, and to the best of our knowledge are found to conform the requirements of the above referenced purchase order as issued to ContiTech Oil & Marine Corporation.

					peration						
Item	Part No.			Description		ti.	Qnty	Serial Number	Work. Press.		Test Time (minutes)
20		RECERTIFICATION	- 3" ID 10	OK Choke and Kill	Hose x 35 ft	OAL	ì	53631	10,000 psi	15,000 psi	60
30		RECERTIFICATION	- 3" ID 10	0K Choke and Kill	Hose x 35 ft	OAL-	1	54500	10,000 psi	15,000 psi	60
40		RECERTIFICATION	- 3" ID 10	OK Choke and Kill	Hose x 35 ft	OAL	1	56838	10,000 psi	15,000 psi	60
50		RECERTIFICATION	3" ID 10	0K:Choke and Kill	Hose x 35 ft	OAL	1	56489	10,000 psi	15,000 psi	60
60		RECERTIFICATION	- 3" ID 10	OK Choke and Kill	Hose x 35 fl	OAL	1	61475	10,000 psi	15,000 psi	60
80		RECERTIFICATION	3" ID 10	DK Choke and Kill	Hose x 35 ft	OAL	ì	60197	10,000 psi	15,000 psi	60
90		RECERTIFICATION	- 3" ID 10	DK Choke and Kill	Hose x 35 ft	OĄL	1	39474	10,000 psi	15,000 psi	60
100		RECERTIFICATION	-3" ID 10	DK Choke and Kill	Hose x 35 ft	OÀL	1	60887	10.000 psi	15,000 psi	60

Ontinental 3

Certificate of Conformity

		ContiTech
Certificate Number	COM Order Reference	Customer Name & Address
938562	938562	HELMERICH & PAYNE DRILLING CO
Customer Purchase Order No:	740043386	1434 SOUTH BOULDER AVE
		TULSA, OK 74119
Project: HOW		USA
Test Center Address	Accepted by COM inspection	Accepted by Client Inspection
ContiTech Oil & Marine Corp.	Roger-Suarez	
11535 Brittmoore Park Drive	Signed:	
Houston, TX 77041	- Holde	
USA	Date:	

We certify that the items detailed below meet the requirements of the customer's Purchase Order referenced above, and are in conformance with the specifications given below.

Item Part No.	Description 22.	Qnty Serial Number	Specifications
20.	RECERTIFICATION - 3" ID 10K Choke and Kill Hose x 35 R OAL	1 53631	ContiTech Standard
30	RECERTIFICATION - 3" ID 10K Choke and Kill Hose x 35 ft OAL	1 54500	ContiTech Standard
40	RECERTIFICATION - 3" ID 10K Choke and Kill Hose x 35 ft OAL	1 56838	ContiTech Standard
50	RECERTIFICATION - 3" ID 10K Choke and Kill Hose x 35 R OAL	1 56489	ContiTech Standard
60	RECERTIFICATION - 3" ID 10K Choke and Kill Hose x 35 ft OAL	1 61475	ContiTech Standard
80	RECERTIFICATION - 3" ID 10K Choke and Kill Hose x 35 ft OAL	1 60197	ContiTech Standard
90	RECERTIFICATION - 3" ID 10K Choke and Kill Hose x 35 ft OAL	1 39474	ContiTech Standard
100	RECERTIFICATION - 3" ID 10K Choke and Kill Hose x 35 ft OAL	1 60887	ContiTech Standard

2



Elevation above Sea Level: 3032'

DRILLING PROGRAM

1. Estimated Tops

Formation .	TVD	MD	Lith	ologies	Bearing
Quaternary Deposits	0	0	S	urface	None
Rustler Anhydrite	846	846			Salt
Salado	1396	3444		Salt	Salt
Base Salt	3436	3656			Salt
Lamar	3646	3656	Lin	nestone	None
Bell Canyon	3667	3678	Sar	ndstone	Hydrocarbons
Cherry Canyon	4846	4868	Sar	dstone	Hydrocarbons
Brushy Canyon	5796	5827	Sar	dstone	Hydrocarbons
Bone Spring	7546	7591	Lin	nestone	Hydrocarbons
1st Bone Spring	8496	8541	Sar	dstone	Hydrocarbons
2nd Bone Spring	8846	8891	Sar	dstone	Hydrocarbons
3rd Bone Spring	9726	9771	Sar	dstone	Hydrocarbons
Wolfcamp	10771	10816		shale	Hydrocarbons
КОР	11632	11677	Sar	dstone	Hydrocarbons
TD	12220	16570		Shale	Hydrocarbons

2. Notable Zones

Wolfcamp is the target formation.

3. Pressure Control

Pressure Control Equipment (See Schematics):

A 15,000', 5,000 psi BOP stack consisting of 3 rams with 2 pipe rams, 1 blind ram, and 1 annular preventer will be used below surface casing to TD. See attachments for BOP and choke manifold diagrams. Also present will be an accumulator that meets the requirements of Onshore Order #2 for the pressure rating of the BOP stack. A rotating head will also be installed as needed. BOP will be inspected and operated as recommended in Onshore Order #2. A top drive check valve and sub equipped with a full opening valve sized to fit the drill pipe and collars will be available on the rig floor in the open position. The wellhead will be a multi-bowl speed head.



BOP Test procedure will be as follows:

After surface casing is set and the BOP is nippled up, the BOP pressure tests will be made with a third party tester to 250 psi low, 5000 psi high, and the annular preventer will be tested to 2,500 psi. The BOP will be tested in this manner after nipple-up if any break of the stack occurs.

Variance Requests:

Tap Rock requests a variance to run a multi-bowl speed head for setting the Intermediate 1, Intermediate 2, and Production Strings. Tap Rock requests a variance to drill this well using a co-flex line between the BOP and choke manifold. Certification for proposed co-flex hose is attached. The hose is not required by the manufacturer to be anchored. In the event the specific hose is not available, one of equal or higher rating will be used. Tap Rock requests a variance to have the option of batch drilling this well with other wells on the same pad. In the event that this well is batch drilled, after drilling surface, 1st intermediate, and 2nd intermediate hole sections and cementing 2nd intermediate casing, a 10M dry hole cap with bleed off valve will be installed. The rig will then walk to another well on the pad. When the rig returns to this well and BOPs are installed, the operator will perform a full BOP test. Tap Rock requests a variance to run 7-5/8" BTC casing inside 9-5/8" BTC casing will be less than the 0.422" stand off regulation. Through conversations with BLM representatives, Tap Rock has received approval for this design as long as the 7-5/8" flush casing was run throughout the entire 300' cement tie back section between 9-5/8" and 7-5/8" casing.

Tap Rock requests approval to possibly utilize a spudder rig to drill and set casing for the surface interval on this well. The spudder rig will be possibly utilized in order to reduce cost and save time. The wellhead will be installed and tested as soon as the surface casing is cut off per the existing COAs. A blind flange with the same pressure rating as the wellhead will be installed on the well. Once the spudder rig is removed, Tap Rock will secure the wellhead area by placing a guard rail around the cellar. Pressure will be monitored and a means for intervention will be maintained while the drilling rig is not over the well. Spudder rig operations are expected to take 2-3 days per well. Three wells on the pad will have surface casing set by the spudder rig as a part of this operation. The BLM will be notified 24 hours prior to commencing spudder rig operations. Within 90 days of the departure of the spudder rig, drilling operations will recommence on these wells. This rig will have a BOP stack equal or greater to the pressure rating required in the COAs. The BLM will be notified 24 hours before the larger rig moves on the pre-set wells. Tap Rock will have supervision on the spudder rig to ensure compliance with all BLM and NMOCD regulations.



4. Casing & Cement

All Casing will be new.

Section	Hole Size	Casing Size	Standard	Tapered	Top MD	Bottom MD	Top TVD	BTM TVD	Grade	Weight	Thread	Collapse	Burst	Tensior
Surface	17 1/2	13 3/8	ΑΡΙ	No	0	930	0	930	J-55	54.5	BUTT	1.13	1.15	1.6
1st Intermediate	12 1/4	9 5/8	ΑΡΙ	No	0	3720	0	3705	J-55	40	BUTT	1.13	1.15	1.6
2nd Intermediate	8 3/4	7 5/8	API	No	0	3420	0	3405	P-110	29.7	BUTT	1.13	1.15	1.6
2nd Intermediate	83/4	7 5/8	NON API	Yes	3420	11570	3405	11525	P-110	29.7	W-513	1.13	1.15	1.6
Production	63/4	5 1/2	NON API	No	0	11370	0	11325	P-110	20	ТХР	1.13	1.15	1.6
Production	63/4	5	NON API	Yes	11370	16570	11325	12220	P-110	18	W-521	1.13	1.15	1.6

Name	Туре	Top MD	Sacks	Yield	Cu. Ft	Weight	Excess	Cement	Additives
Surface	Lead	0	467	1.8	840	13.5	100%	Ċ	None
Surrace	Tail	605	335	1.35	452	14.8	100%	Ć	5% NCI + LCM
1st Intermediate	Lead	0	705	2.18	1538	12.7	65%	Ċ	Bentonite + 1% CaCL2 + 8% NaCl + LCM
	Tail	2976	289	1.33	384	14.8	65%	¢	5% NaCl + LCM
2nd Intermediate	Lead	3420	338	2.87	970	11.5	35%	ТҲ҆I	Fluid Loss + Dispersant + Retarder + LCM
Zhu mtermediate	Tail	10570	107	1.27	136	15	35%	Ĥ	Fluid Loss + Dispersant + Retarder + LCM
Production	Tail	11070	451	1.71	771	14.2	25%	Ĥ	Fluid Loss + Dispersant + Retarder + LCM

5. Mud Program

Name	Тор	Bottom	Туре	Mud Weight	Visc	Fluid Loss
Surface	0	930	FW Spud Mud	8.30	28	NC
Intermediate	930	3720	Brine Water	10.00	30-32	NC
Intermediate 2	3720	11570	FW/Cut Brine	9.00	30-32	NC
Production	11570	16570	Oil Base Mud	13.50	15-20	<10

Electronic Pason mud monitor system complying with Onshore Order 1 will be used. All necessary mud products (e. g., barite, cedar bark) for weight addition and fluid loss control will always be on site. Mud program is subject to change due to hole conditions. A closed loop system will be used.

6. Cores, Tests, & Logs

- Electric Logging Program: No open-hole logs are planned at this time for the pilot hole.
- GR will be collected while drilling through the MWD tools from 9.625" casing shoe to TD.
- A 2-person mud logging program will be used from $9.62\frac{1}{5}$ " casing shoe to TD.
- No DSTs or cores are planned at this time.
- CBL w/ CCL from as far as gravity will let it fall to TOC.



7. Down Hole Conditions

No abnormal pressure or temperature is expected. Maximum expected bottom hole pressure is \approx 8,570 psi. Expected bottom hole temperature is \approx 175° F.

Tap Rock does not anticipate that there will be enough H2S from the surface to the Wolfcamp formations to meet the BLM's Onshore Order 6 requirements for the submission of an "H2S Drilling Operation Plan" or "Public Protection Plan" for drilling and completing this well. Tap Rock has an H2S safety package on all wells and an "H2S Drilling Operations Plan" is attached. Adequate flare lines will be installed off the mud/gas separator where gas may be safely flared. All personnel will be familiar with all aspects of safe operation of equipment being used.

8. Other Information

Road and location construction will begin after BLM approval of APD. Anticipated spud date as soon as approved. Drilling expected to take 30 days. If production casing is run an additional 60 days will be required to complete and construct surface facilities.





₩AFMSS

U.S. Department of the Interior

TAFMSS			Data Banart
U.S. Department of the Interior		SUPUL	Data Report 03/02/2020
BUREAU OF LAND MANAGEMENT			
APD ID: 10400048080	Submission	Date: 10/21/2019	Highlighted data
Operator Name: TAP ROCK OPERATING	LLC		reflects the most recent changes
Well Name: NAILED IT FED COM	Well Number	: 243H	Show Final Text
Well Type: CONVENTIONAL GAS WELL	Well Work Ty	pe: Drill	
Section 1 - Existing Road	S		
Will existing roads be used? YES			
Existing Road Map:			
Nailed_Existing_Roads_Map_012220_20200	205132338.pdf		
Existing Road Purpose: ACCESS		Row(s) Exist? NO	
ROW ID(s)			
ID:			
Do the existing roads need to be improved	12 NO		
Existing Road Improvement Description:			
Existing Road Improvement Attachment:			
Section 2 - New or Recor	structed Access Road	S	
Will new roads be needed? YES			
New Road Map:			
Nailed_New_Roads_Map_Plats_011720_202	200205132428.pdf		
New road type: LOCAL			
Length: 4553.52 Feet	Width (ft.): 30		
Max slope (%): 0	Max grade (%): 1		
Army Corp of Engineers (ACOE) permit re	quired? N		
ACOE Permit Number(s):			
New road travel width: 24			
New road access erosion control: Crowned	d and ditched		
New road access plan or profile prepared?	? N		
New road access plan attachment:			
Access road engineering design? N			
Access road engineering design attachme	ent:		

Operator Name: TAP ROCK OPERATING LLC		
Well Name: NAILED IT FED COM	Well Number	: 243H
Turnout? N		
Access surfacing type: OTHER		
Access topsoil source: ONSITE		
Access surfacing type description: Caliche		
Access onsite topsoil source depth: 6		
Offsite topsoil source description:		
Onsite topsoil removal process: Grader		
Access other construction information: Pipelir	nes that are crossed will be	padded.
Access miscellaneous information:		
Number of access turnouts: Ac	ccess turnout map:	
Drainage Control		
New road drainage crossing: OTHER		
Drainage Control comments: Crowned and ditc	hed	
Road Drainage Control Structures (DCS) desc	ription: None	
Road Drainage Control Structures (DCS) attac	hment:	
Access Additional Attachme	ents	
Section 3 - Location of Exis	ting Wells	
Existing Wells Map? YES		
Attach Well map:		
Nailed_Slot3_well_Map_v1_082119_2020020513		

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

Submit or defer a Proposed Production Facilities plan? SUBMIT

Production Facilities description: Production facilities will be located off-pad, on separate central tank battery (CTB) sites. The W2 Facility will service the W2W2 and E2W2 well pads while the E2 Facility will service the W2E2 and E2E2 well pads. The W2 facility (400 x 400) will be built 30 north of the W2W2 well pad. Topsoil will be piled north of the CTB. Flare and/or CBU will be set on the northwest corner while the tank battery and process equipment (e.g. separators, heater-treaters) will be on the east side of the CTB. The E2 facility (400 x 400) will be built 60 north of the E2E2 well pad. Topsoil will be piled north of the CTB. Flare and/or CBU will be set on the northwest corner while the tank battery and process equipment (e.g. separators, heater-treaters) will be on the east side of the CTB. Flare and/or CBU will be set on the northeast corner while the tank battery and process equipment (e.g. separators, heater-treaters) will be on the west side of the CTB. Tap Rock will install 2,989.44 of 4 buried steel flowlines from the well pads to the two (2) CTBs. There is no powerline planned at this time. **Production Facilities map:**

Nailed_Production_Facilities_011720_20200205132644.pdf

Operator Name: TAP ROCK OPERATING LLC

Well Name: NAILED IT FED COM

Well Number: 243H

Section 5 - Location ar	nd Types of Water Supply	
Water Source Tab	le	
Water source type: GW WELL		
Water source use type:	SURFACE CASING	
·	DUST CONTROL	
	STIMULATION	
	INTERMEDIATE/PRODUCTION CASING	
Source latitude:		Source longitude:
Source datum:		
Water source permit type:	WATER WELL	
Water source transport method:	TRUCKING	
Source land ownership: PRIVATE		
Source transportation land owner	ship: PRIVATE	
Water source volume (barrels): 17	000	Source volume (acre-feet): 2.19118264
Source volume (gal): 714000		
later source and transportation map		
ailed_H2O_Source_Map_202002051	32735.pdf	
/ater source comments: Fresh water acific Railroad Block 56, Loving Count ew water well? N		ond on private land in NW Section 3, Texas &
New Water Well I	nfo	
New Water Well I Well latitude:	nfo Well Longitude:	Well datum:
	I	Well datum:
Well latitude:	I	
Well latitude: Well target aquifer:	Well Longitude:	
Well latitude: Well target aquifer: Est. depth to top of aquifer(ft):	Well Longitude:	
Well latitude: Well target aquifer: Est. depth to top of aquifer(ft): Aquifer comments:	Well Longitude:	
Well latitude: Well target aquifer: Est. depth to top of aquifer(ft): Aquifer comments: Aquifer documentation:	Well Longitude: Est thickness of a	iquifer:

·	
Operator Name: TAP ROCK OPERATING LLC	
Well Name: NAILED IT FED COM	Well Number: 243H
Drilling method:	Drill material:
Grout material:	Grout depth:
Casing length (ft.):	Casing top depth (ft.):
Well Production type:	Completion Method:
Water well additional information:	
State appropriation permit:	
Additional information attachment:	
Section 6 - Construction Mater	rials
Using any construction materials: YES	
will be stockpiled on a side of the well pads. Closed	II (811) will be notified before construction starts. Top 6 of soil and brush d loop mud system will be used. Caliche will be hauled from existing exas & Pacific Railroad Block 57, Loving County, Texas. nent:
Nailed_Construction_Materials_20200205132804.p	pdf
Section 7 - Methods for Handling	Waste
Waste type: DRILLING	
Waste content description: Drill cuttings, mud, sa	alts, and other chemicals
Amount of waste: 550 barrels	
Waste disposal frequency : Daily	
Safe containment description: Fee Fee Fed - SU	JPO not required
Safe containmant attachment:	
Waste disposal type: HAUL TO COMMERCIAL	Disposal location ownership: PRIVATE
FACILITY Disposal type description: Fee Fee Fed - SUPO	not required
Disposal location description: mud tanks will be LP at Orla, Texas. (Texas Railroad Commission pe	hauled to a state approved disposal site, e. g., Petro Waste Environmental ermit number STF-0101, P012234, P012236.)
Waste type: GARBAGE	
Waste content description: Trash	
Amount of waste: 10 barrels	
Waste disposal frequency : Daily	
Safe containment description: Portable trash cag	ge
Safe containmant attachment:	
Waste disposal type: OTHER	Disposal location ownership: OTHER
Disposal type description: Public	

Operator Name: TAP ROCK OPERATING LLC	
Well Name: NAILED IT FED COM	Well Number: 243H
Disposal location description: Eddy County landfill	
Waste type: SEWAGE	
Waste content description: Black and grey water	
Amount of waste: 5 barrels	
Waste disposal frequency : Daily	
Safe containment description: Plastic holding tanks and	I chemical toilets
Safe containmant attachment:	
Waste disposal type: OTHER Dispo	osal location ownership: OTHER
Disposal type description: Public	
Disposal location description: Carlsbad wastewater treater	atment plant
Reserve Pit	
Reserve Pit being used? NO	anna an
Temporary disposal of produced water into reserve pi	t? NO
Reserve pit length (ft.) Reserve pit width (ft.)	
Reserve pit depth (ft.)	Reserve pit volume (cu. yd.)
ls at least 50% of the reserve pit in cut?	
Reserve pit liner	
Reserve pit liner specifications and installation descri	ption
Cuttings Area	
Cuttings Area being used? NO	
Are you storing cuttings on location? Y	
Description of cuttings location Steel tanks on pad	
Cuttings area length (ft.)	Cuttings area width (ft.)
Cuttings area depth (ft.)	Cuttings area volume (cu. yd.)
s at least 50% of the cuttings area in cut?	
WCuttings area liner	
Cuttings area liner specifications and installation desc	cription