RECEIVED NOV - 2 2009

Form 3160-5 (April 2004)		UNITED STATE	E INTERIOF	$\langle - $	NMOCD	RTESI	FORM APPROVED AOM B No 1004-0137 Expires March 31, 2007	
, ,		BUREAU OF LAND MAINOTICES AND RE		N WELL	S	5 Lease Ser NMLC	nal No 2 02952B	
	Oo not use th	nis form for proposals ell. Use Form 3160-3	to drill or	to re-en	ter an	6 If India	n, Allottee or Tribe Nam	ie
SU	BMIT IN TRI	IPLICATE- Other ins	tructions o	n revers	e side.	7 If Unit o	or CA/Agreement, Name	and/or No.
	Dil Well 🗆 📗	Gas Well Other					ame and No Ranch Unit #104H	
2 Name of Opera	tor BOPCO, L. F	?.				9 API W	'eli No	
3a Address P. O. Box 2760) Midland, TX 7	79702	3b Phone No 432-683-2		rea code)		5-37271 nd Pool, or Exploratory	Area
4 Location of We	ell (Footage, Sec , 1	T., R., M., or Survey Description)	- 				Draw (Dela, BS, Aval	
		730' FWL, Sec 36, T22S, R30 FWL, Sec 35, T22S, R30E, L					or Parish, State	
1	2. CHECK AF	PPROPRIATE BOX(ES) TO	O INDICATE	NATURE	OF NOTICE,	REPORT, O	R OTHER DATA	
TYPE OF SU	UBMISSION			ТҮРЕ	OF ACTION			
Notice of In Subsequent Final Abanc		Acidize Alter Casing Casing Repair Change Plans Convert to Injection	Deepen Fracture Ti New Cons Plug and A Plug Back	truction	Production (S Reclamation Recomplete Temporarily Water Disposa	Abandon	Water Shut-Off Well Integrity Other	
If the propos Attach the B following co testing has b determined t	sal is to deepen dire sond under which the completion of the invite invi	ed Operation (clearly state all per ctionally or recomplete horizonta ne work will be performed or pro- volved operations. If the operational Abandonment Notices shall be for final inspection.)	ally, give subsurfa vide the Bond No n results in a muli e filed only after a	o on file with tiple completed in the complete completed in the complete in th	and measured and the BLM/BIA. Requition or recompletion ents, including recla	true vertical depr ured subsequent in a new interv imation, have be	ths of all pertunent marker reports shall be filed with al, a Form 3160-4 shall en completed, and the of	ers and zones thin 30 days be filed once perator has
		c 35, T22S, R30E, Eddy Cou			een moved Hom	OUU PINE &	790 FWE, Sec 33, 12	23. K30E 10
		n will also be changed from ? 0, Ultra Flush joint.	7022' of 4-1/2",	11.6#, N=8		int to 6552' of	4-1/2", 11.6#, N-80, I	
The revise	ed horizontal dri	lling plan along with new pla	its are attached	l.				
ворсо і	L.P. Bond # on fil	le: COB000050				TTACI		
					COND	ITION	S OF APPF	ROVAL
Name (Pri	rtify that the fore inted/Typed) Annette Childers	going is true and correct		Tule Res	gulatory Clerk			
	\	, 00 - 1				<u> </u>	V DDDO	VED
Signature	anne	the Unide	To	Date	<u>v-23</u>	-07	APPRO'	V E U
		THIS SPACE FOR	FEDERAL	OR ST	AIE OFFICI	E USE	OOT O	2000
Approved by				Tıt	le		Date OCT 28	2009
Conditions of app	proval, it any, are a	attached Approval of this notic	e does not warrai	nt or		1 1	mile	- {

WESLEY W. INGRAM PETROLEUM ENGINEER Title 18 U.S.C. Section 1001 and Title 43 U.S.C. Section 1212, make it a crime for any person knowingly and willfully to make to any department or agency of the United States any false, fictitious or fraudulent statements or representations as to any matter within its jurisdiction

Office

WR DIL

certify that the applicant holds legal or equitable title to those rights in the subject lease

which would entitle the applicant to conduct operations thereon

EIGHT POINT DRILLING PROGRAM BOPCO, L.P.

NAME OF WELL: James Ranch Unit #104H

LEGAL DESCRIPTION - SURFACE: 2000' FNL, 1730' FWL, Section 36, T22S, R30E, Eddy County, NM. BHL: 597' FNL, 350' FWL, Section 35, T22S, R30E, Eddy County, New Mexico.

POINT 1: ESTIMATED FORMATION TOPS

(See No. 2 Below)

POINT 2: WATER, OIL, GAS AND/OR MINERAL BEARING FORMATIONS

Anticipated Formation Tops: KB 3335' (estimated)

GL 3316'

	ESTIM	ATED		
	TOP FR	OM KB	ESTIMATED	
FORMATION	TVD	MD	SUB-SEA TOP	BEARING
T/Rustler	279'	279'	+ 3056'	Barren
B/Rustler	580'	580'	+ 2755'	Barren
T/Salt	630'	630'	+ 2705'	Barren
B/Salt	3579'	3579'	- 244'	Barren
T/Lamar Lime	3818'	3818'	- 483'	Barren
T/Ramsey	3874'	3874'	- 539'	Oil/Gas
T/Lower Cherry Canyon	5975'	5975'	- 2640'	Oil/Gas
KOP (Kick Off Point)	6802'	6802'	- 3467'	N/A
T/Brushy Canyon "U" Sand	7248'	7354'	- 3913'	Oil/Gas
EOC Target	7280'	7553'	- 3945'	Oil/Gas
Target 2	7280'	9817'	- 3945'	Oil/Gas
TD (end of lateral)	7280'	14,155'	- 3945'	Oil/Gas

POINT 3: CASING PROGRAM

TYPE_	INTERVALS (MD)	Hole Size	<u>PURPOSE</u>	CONDITION
20"	0' - 40'	24"	Conductor	Contractor Discretion
13-3/8", 48#, H-40, ST&C	0' - 620'	17-1/2"	Surface	New
9-5/8", 40#, J-55, LT&C	0' - 3,838'	12-1/4"	Intermediate	New
7", 26#, N-80, LT&C	0' - 7,603'	8-3/4"	Production	New
4-1/2", 11.6#, N-80, Ultra Flush JT	6,600' - 7,603'	6-1/8"	Production	New
4-1/2", 11.6#, N-80, LTC		6-1 <i>/2"8"</i>	Production	New
1 mg 1 / a	- 10			

P-110 per operator 10/26/09
CASING DESIGN SAFETY FACTORS:

TYPE	TENSION	COLLAPSE	<u>BURST</u>
13-3/8", 48#, H-40, ST&C	12.80	2.48	5.12
9-5/8", 40#, J-55, LT&C	3.95	1.23	1.82
7", 26#, N-80, LT&C	3.16	1.56	1.77
4-1/2", 11.6#, N-80, Ultra Flush .	Jt 3.06	1 84	1.91
4-1/2", 11.6#, N-80, LTC	3.06	1.84	1.91

DESIGN CRITERIA AND CASING LOADING ASSUMPTIONS:

SURFACE CASING

Tension A 1.6 design factor utilizing the effects of buoyancy (9.2 ppg).

Collapse A 1.0 design factor with full internal evacuation and a collapse force equal to the mud gradient in which the

casing will be run (0.48 psi/ft). The effects of axial load on collapse will be considered.

Burst A 1.3 design factor with a surface pressure equal to the fracture gradient at setting depth less a gas

gradient to the surface. Internal burst force at the shoe will be fracture pressure a that depth. Backup pressure will be formation pore pressure. In all cases a conservative fracture pressure will be used such that it represents the upper limit of potential fracture resistance up to a 1.0 psi/ft gradient. The effects of

tension on burst will not be utilized.

PROTECTIVE CASING

Tension A 1 6 design factor utilizing the effects of buoyancy (10.2 ppg).

Collapse A 1.0 design factor with full internal evacuation and a collapse force equal to the mud gradient in which the

casing will be run (0.52 psi/ft). The effects of axial load on collapse will be considered.

In the case of development drilling, collapse design should be analyzed using internal evacuation equal to 1/3 the proposed total depth of the well. This criterion will be used when there is absolutely no potential of

the protective string being used as a production casing string.

Burst A 1.0 surface design factor and a 1.3 downhole design factor with a surface pressure equivalent to the

fracture gradient at setting depth less a gas gradient to the surface. Internal burst force at the shoe will be fracture pressure at that depth. Back pressure will be formation pore pressure. In all cases a conservative fracture pressure will be used such that it represents the upper limit of potential fracture resistance up to a

1.0 psi/ft gradient.

PRODUCTION CASING

Tension A 1.6 design factor utilizing the effects of buoyancy (9.0 ppg).

Collapse A 1.0 design factor with full internal evacuation and a collapse force equal to the mud gradient in which the

casing will be run (0.48 psi/ft). The effects of axial load on collapse will be considered.

Burst A 1.25 design factor with anticipated maximum tubing pressure (3529 psig) on top of the maximum

anticipated packer fluid gradient. Backup on production strings will be formation pore pressure. The

effects of tension on burst will not be utilized.

POINT 4: PRESSURE CONTROL EQUIPMENT (SEE ATTACHED DIAGRAM)

The blowout preventer for the 12-1/4" intermediate hole will consist of 13-5/8" X 5000 psi dual ram BOPs with mud cross, and choke manifold, chokes, & hydril as per Diagram 2 (3000 psi WP). The BOP stack, choke, kill lines, Kelly cocks, inside BOP, etc. when installed on the surface casinghead will be hydro-tested to 250-300 psig & 2000 psig by independent tester. The BOPE when rigged up on the intermediate casing spool will consist of annular, pipe & blind rams with choke manifold and chokes as in Diagram 2 and will be tested to 3000 psig by independent tester. In addition to the high pressure test, a low pressure (250-300 psig) test will be required. Hydril will be tested to 1500 psig.

D) CEMENT - con't...

INTERVAL	AMOUNT SXS	FT OF FILL	TYPE	GALS/SX	PPG	FT ³ /SX
2 nd INTERMEDIATE Stage 1:	TWO STAGE W	/ITH DV TC	OOL @ 5000':			
Lead: 5000' - 6802' (50% excess)	150	1802	Halco Tuned Lite	14.4	9.7	3.13
Tail: 6802' - 7603' (50% excess)	150	801	HalCem H + 0.6% Halad 9	5.20	15.6	1.18
DV Tool @ 5,000'						
Stage 2: Lead: 0' – 4900' (50% excess)	450	4900	EconoCem-C	14.3	11.9	2.47
Tail: 4900' – 5000' (50% excess)	100	100	Hal-Cem C	6.34	14.8	1.33

E) DIRECTIONAL DRILLING

BOPCO, L.P. plans to drill out the 9-5/8" intermediate casing with an 8-3/4" bit to a TVD of approximately 6802' at which point a directional hole will be kicked off and drilled at an azimuth of 302°, building angle at 12.00°/100' to a max angle of 90° at a TVD of 7280' (MD 7553'). This 90° angle will be maintained to a MD of 14,155' or TVD of 7280'. At 7603', 7", 26#, N-80, LTC casing will be installed and cemented in two stages (DV Tool @ 5000') with cement being circulated to the surface. A 6-1/8" openhole lateral will be drilled out from under the 7" casing to a measured depth of 14,155'. 4-1/2", 11.6#, N-80, LTC casing will be installed with Halliburton or Baker (either hydraulic or diesel reactive) packers installed for zone isolation in the lateral and 4-1/2", 11.6#, N-80, Ultra FJT thru the curve.

POINT 7: ANTICIPATED RESERVOIR CONDITIONS

Normal pressures are anticipated throughout Delaware section. A BHP of 3165 psi (max) or MWE of 8.4 ppg is expected. Lost circulation may exist in the Delaware Section from 3818'-5800' TVD. No H₂S is anticipated.

POINT 8: OTHER PERTINENT INFORMATION

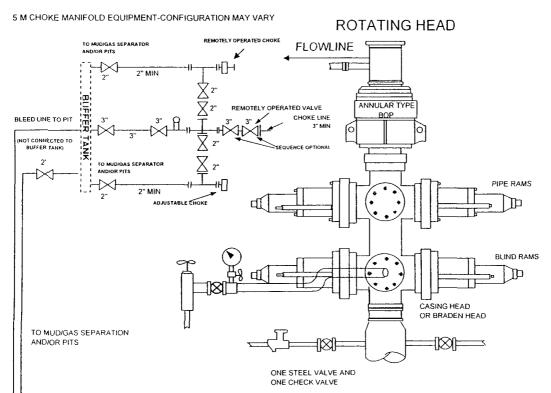
A) Auxiliary Equipment
Upper and lower kelly cocks. Full opening stab in valve on the rig floor.

B) Anticipated Starting Date
Upon approval
24 days drilling operations
20 days completion operations

Gary Gerhard

GEG/mac October 22, 2009

BOPCO, L. P. 5-M WP BOPE WITH 5-M WP ANNULAR



THE FOLLOWING CONSTITUTE MINIMUM BLOWOUT PREVENTER REQUIREMENTS

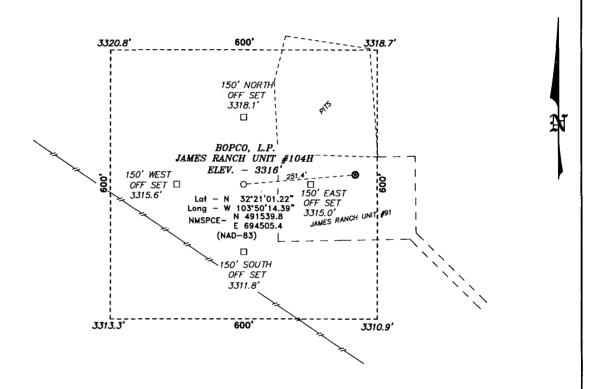
- A One double gate Blowout preventer with lower pipe rams and upper blind rams, all hydraulically controlled.
- B Opening on preventers between rams to be flanged, studded or clamped and at least two inches in diameter.
- C All connections from operating manifold to preventers to be all steel hose or tube a minimum of one inch in diameter.
- D The available closing pressure shall be at least 15% in excess of that required with suffficient volume to operate (close, open, and re-close) the preventers
- E All connections to and from preventers to have a pressure rating equivalent to that of the BOPs.
- F Manual controls to be installed before drilling cement plug.
- G Valve to control flow through drill pipe to be located on rig floor.
- H Chokes must be adjustable Choke spool may be used between rams.

DIAGRAM 2

TO STEEL MUD TANKS

BLEED LINE TO FLARE PIT (NOT CONNECTED TO BUFFER TANK

SECTION 36, TOWNSHIP 22 SOUTH, RANGE 30 EAST, N.M.P.M., NEW MEXICO. EDDY COUNTY,



Directions to Location:

FROM THE JUNCTION OF HWY 128 AND WIPP ROAD, GO NORTH 0.8 MILES TO LEASE ROAD, ON LEASE ROAD GO WEST 0.4 MILES TO LEASE ROAD, ON LEASE ROAD GO WEST WINDING NORTHERLY 0.4 MILES TO PROPOSED LOCATION.

BASIN SURVEYS P.O. BOX 1786 - HOBBS, NEW MEXICO

J. SMALL W.O. Number: 21200 Drawn By: 21200 Disk: JMS 06-17-2009

200 200 400 FEET SCALE: 1" = 200'

BOPCO, L.P.

REF: JAMES RANCH UNIT #104H / WELL PAD TOPO

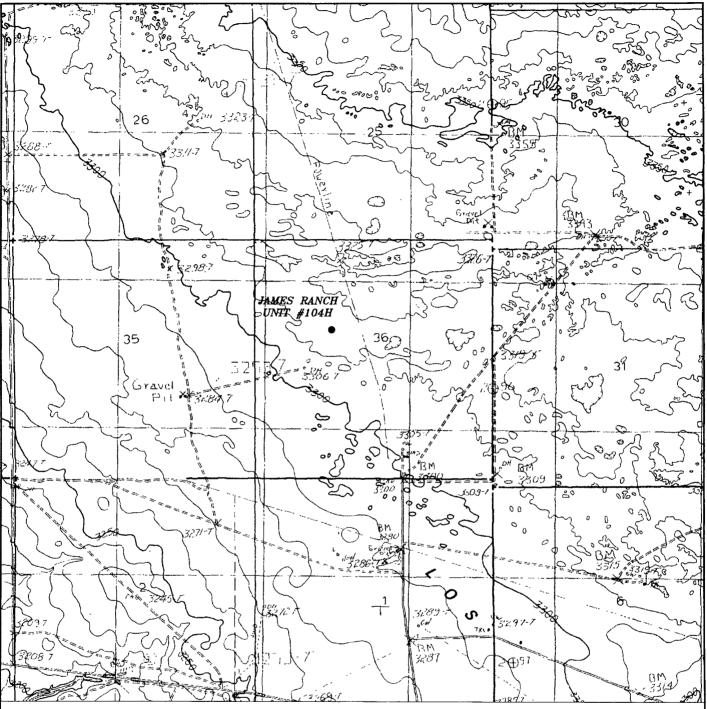
THE JAMES RANCH UNIT #104H LOCATED 2000'

FROM THE NORTH LINE AND 1730' FROM THE WEST LINE OF SECTION 30, TOWNSHIP 22 SOUTH, RANGE 30 EAST,

N.M.P.M., EDDY COUNTY, NEW MEXICO.

Sheet Survey Date: 06-17-2009

Sheets



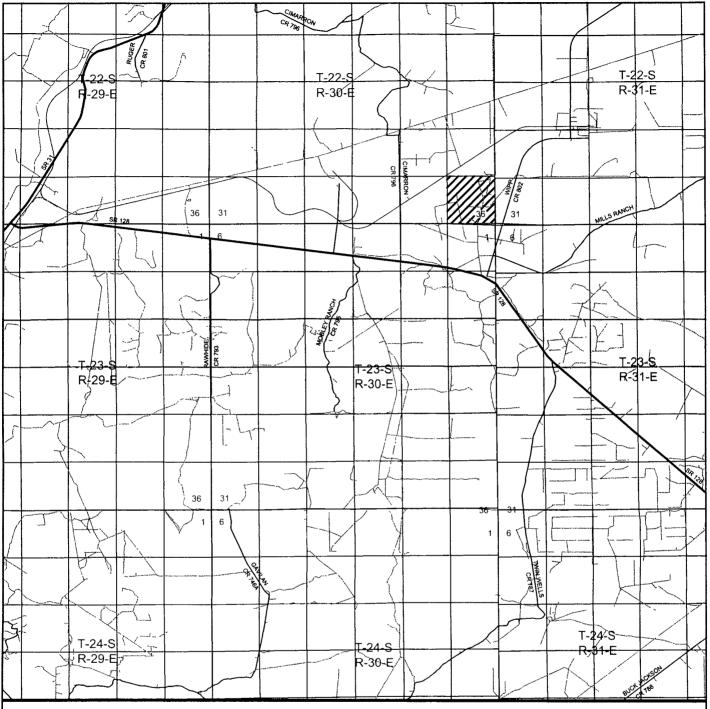
JAMES RANCH UNIT #104H Located 2000' FNL and 1730' FWL Section 36, Township 22 South, Range 30 East, N.M.P.M., Eddy County, New Mexico.



P.O. Box 1786 1120 N. West County Rd. Hobbs, New Mexico 88241 (575) 393-7316 - Office (575) 392-2206 - Fax basinsurveys.com

W O. N	lumber.	JMS	21200
Survey	Date.	05-2	21-2009
Scale:	1" = 20	000'	
Date:	05-21-	-2009	

BOPCO, L.P.



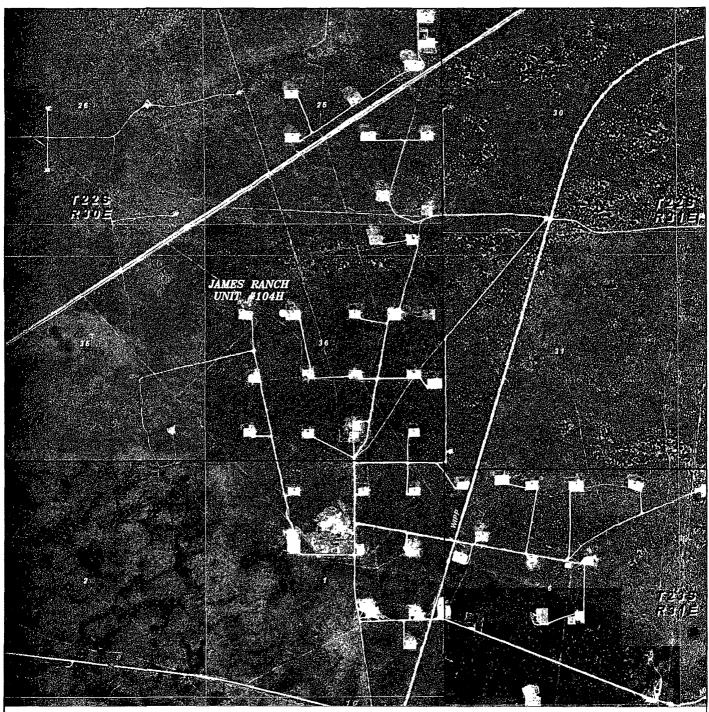
JAMES RANCH UNIT #104H Located 2000' FNL and 1730' FWL Section 36, Township 22 South, Range 30 East, N.M.P.M., Eddy County, New Mexico.



P.O. Box 1786 1120 N. West County Rd. Hobbs, New Mexico 88241 (575) 393-7316 — Office (575) 392-2206 — Fax basinsurveys.com

W.O Number.	JMS	21200	
Survey Date:	05-:	21-2009	
Scale: 1" = 2	Miles		
Date: 05-21-	-2009		

BOPCO, L.P.



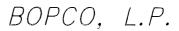
JAMES RANCH UNIT #104H Located 2000' FNL and 1730' FWL Section 36, Township 22 South, Range 30 East, N.M.P.M., Eddy County, New Mexico.



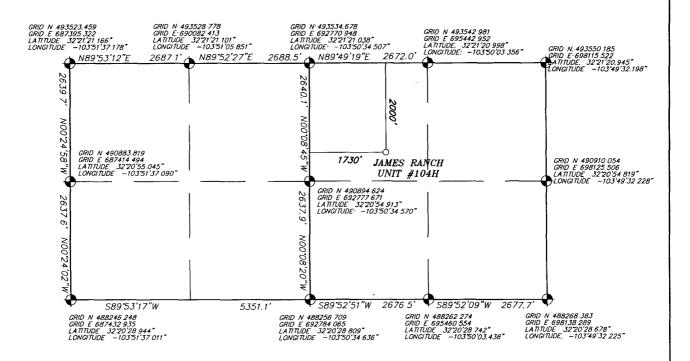
P O Box 1786 1120 N West County Rd Hobbs, New Mexico 88241 (575) 393-7316 — Office (575) 392-2206 — Fax basinsurveys com W O Number JMS 21200

Scale 1" = 2000'

YELLOW TINT — USA LAND BLUE TINT — STATE LAND NATURAL COLOR — FEE LAND



SECTION 36, TOWNSHIP 22 SOUTH, RANGE 30 EAST, N.M.P.M., EDDY COUNTY, NEW MEXICO.



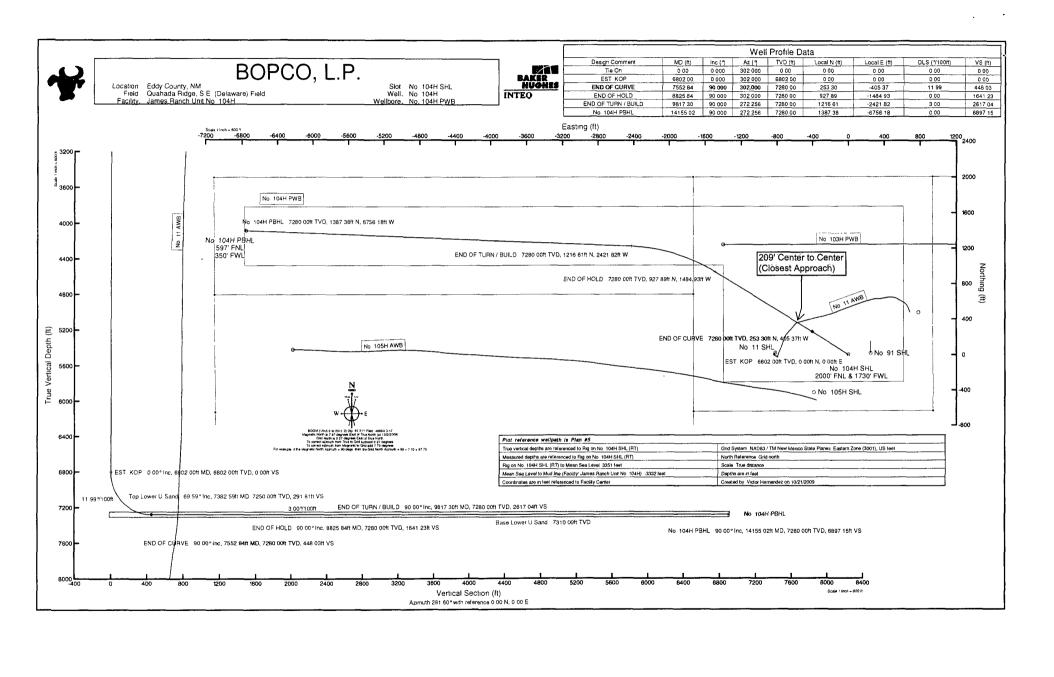
JAMES RANCH UNIT #104H Located 2000' FNL and 1730' FWL Section 36, Township 22 South, Range 30 East, N.M.P.M., Eddy County, New Mexico.



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W.O. Number:	JMS 21200	\prod
Survey Date [.]	05-21-2009]}
Scale: 1" = 20	000'	₽
Date: 05-21-	-2009	7 /

BOPCO, L.P.





Planned Wellpath Report Plan #5 Page 1 of 5



REFERE	NCE WELLPATH IDENTIFICATION		
Operator	BOPCO, L.P.	Slot	No. 104H SHL
Area	Eddy County, NM	Well	No. 104H
Field	Quahada Ridge, S.E. (Delaware) Field	Wellbore	No. 104H PWB
Facility	James Ranch Unit No. 104H		

REPORT SETUP IN	FORMATION (Control of the Control of	Little Borg & March Land Berger & San	and the second section of the second section is a second
Projection System	NAD83 / TM New Mexico State Planes, Eastern Zone (3001), US feet	Software System	WellArchitect® 2.0
North Reference	Grid	User	Victor Hernandez
Scale	0.999936	Report Generated	10/22/2009 at 4:00:49 PM
Convergence at slot	0.27° East	Database/Source file	WA_Midland/No104H_PWB.xml

WELLPATH LOCATION	* .	europh, euskil is		Maria da Maria Andrea de Maria	wigner (1985) and the same of	
	Local coordinates		Grid co	Grid coordinates		c coordinates
	North[ft]	East[ft]	Easting[USft]	Northing[USft]	Latitude	Longitude
Slot Location	0.00	0.00	694505.40	491539.80	32°21'01.219"N	103°50'14.394"W
Facility Reference Pt	**************************************		694505.40	491539.80	32°21'01.219"N	103°50'14.394"W
Field Reference Pt			696627.35	492798.47	32°21'13.576"N	103°49'49.589"W

WELLPATH DATUM		and the first of the	er og i Million og skrivet er sk
Calculation method	Minimum curvature	Rig on No. 104H SHL (RT) to Facility Vertical Datum	19.00ft
Horizontal Reference Pt	Facility Center	Rig on No. 104H SHL (RT) to Mean Sea Level	3335.00ft
Vertical Reference Pt	Rig on No. 104H SHL (RT)	Facility Vertical Datum to Mud Line (Facility)	0.00ft
MD Reference Pt	Rig on No. 104H SHL (RT)	Section Origin	N 0.00, E 0.00 ft
Field Vertical Reference	Mean Sea Level	Section Azimuth	281.60°



Planned Wellpath Report Plan #5 Page 2 of 5



REFERE	NCE WELLPATH IDENTIFICATION		
Operator	BOPCO, L.P.	Slot	No. 104H SHL
Area	Eddy County, NM	Well	No. 104H
Field	Quahada Ridge, S.E. (Delaware) Field	Wellbore	No. 104H PWB
Facility	James Ranch Unit No. 104H		

	H DATA (82 s			lated/extrap			and the second s	The annual contract of the con		
MD [ft]	Inclination [°]	Azimuth [°]	TVD [ft]	Vert Sect [ft]	North [ft]	East [ft]	Grid East [srv ft]	Grid North [srv ft]	DLS [°/100ft]	Comments
0.00	0.000	302 000	0.00	0.00	0.00	0.00	694505.40	491539.80	0.00	Tie On
6802.00	0.000	302.000	6802.00	0.00	0.00	0.00	694505.40	491539.80	0.00	EST. KOP
6902.00†	11 987	302.000	6901.27	9.77	5.52	-8.84	694496.56	491545.32	11.99	
7002.00†	23.973	302.000	6996.22	38.65	21.85	-34.97	694470.43	491561.65	11.99	
7102.00†	35,960	302.000	7082.69	85.38	48,27	-77.25	694428.15	491588.07	11.99	
7202.00†	47.946	302.000	7156.92	147.93	83.63	-133.84	694371.57	491623.43	11.99	
7302 00†	59.933	302.000	7215.68	223.56	126.39	-202.27	694303.14	491666.19	11.99	
7382.59†	69.593	302.000	7250.00	291.81	164.98	-264.02	694241.40	491704.77	11.99	Top Lower U Sand
7402.00†	71.919	302.000	7256.40	308.98	174.69	-279.56	694225.86	491714.48	11.99	
7502.001	83 906	302,000	7277,30	400,47	226.41	-362.33	694143:09	491766.20	11 99	
7552.84	90.000	302.000	7280.00	448.03	253.30	-405.37	694100.06	491793.08		END OF CURVE
7602 00†	90.000	302.000	7280.00	494.11	279.35	-447.06	694058.37	491819.13	0.00	
7702.00†	90.000	302.000	7280.00	587.84	332.34	-531.86	693973.57	491872.12	0 00	
7781.00†	90.000	302.000	7280.00	661.89	374.21	-598.86	693906.58	491913.98		Closest Approach - 205' C-C <no. 11=""></no.>
7802,001	90.000	302,000	7280.00	681.57	385,34	-616.67	693888.77	49192511	*0.00	
7902.00†	90.000	302.000	7280.00	775.30	438.33	-701.47	693803.98	491978.10	0.00	
8002.00†	90.000	302.000	7280.00	869.03	491.32	-786.28	693719.18	492031.09	0.00	
8102 00†	90.000	302.000	7280.00	962.77	544.31	-871.08	693634.38	492084.08	0.00	
8202 00†	90.000	302.000	7280.00	1056.50	597.30	-955.89	693549.58	492137.06	0.00	TO AND COMPANY OF A PROPERTY STATE AND A STATE OF A STA
8302.001	90.000	302.000	7280,00	1150.23	650,30	1040,69	693464.78	492190.05	0.00	
8402.00†	90.000	302.000	7280.00	1243.96	703.29	-1125.49	693379.98	492243.04	0.00	
8502 00†	90.000	302.000	7280.00	1337.69	756.28	-1210.30	693295.18	492296.03	0.00	AND THE PROPERTY AND AND ADDRESS AND ADDRE
8602 00†	90.000	302.000	7280.00	1431.42	809.27	-1295.10	693210.38	492349.02	0.00	
8702 00†	90 000	302.000	7280.00	1525.15	862.26	-1379.91	693125.58	492402.01	0.00	TO SERVICE AND
8802.001	90.000	302,000	7280,00	1618.88	915.26	1464.71	693040.78	492454 99	0.00	
8825.84	90.000	302.000	7280.00	1641.23	927.89	· -1484.93	693020.57	492467.63		END OF HOLD
8900.00†	90.000	299.775	7280.00	1711.22	965.96	-1548.57	692956.93	492505.69		Closest Approach - 307' C-C <no. 103=""></no.>
8902 00†	90.000	299.715	7280.00	1713,12	966.95	-1550.31	692955.20	492506.68	3.00	
9002 00†	90.000	296.715	7280.00	1808,94	1014.22	-1638.41	692867.09	492553.95	3.00	THE PROPERTY AND ADDRESS OF THE PROPERTY ADDRESS OF THE PROPERTY AND ADDRESS OF THE PROPERTY ADDRESS OF THE PROPER
9102.001	90.000	293.715	7280.00	1906.12	1056.82	-1728.88	692776.64	492596.55	3.00	



Planned Wellpath Report Plan #5 Page 3 of 5



REFERE	NCE WELLPATH IDENTIFICATION	Market and the second s	
Operator	BOPCO, L.P.	Slot	No. 104H SHL
Area	Eddy County, NM	Well	No. 104H
Field	Quahada Ridge, S.E. (Delaware) Field	Wellbore	No. 104H PWB
Facility	James Ranch Unit No. 104H		

WELLPATH D	WELLPATH DATA (82 stations) † = interpolated/extrapolated station										
MD [ft]	Inclination [°]	Azimuth [°]	TVD [ft]	Vert Sect [ft]	North [ft]	East [ft]	Grid East [srv ft]	Grid North [srv ft]	DLS [°/100ft]	Comments	
9202.00†	90.000	290.715	7280.00	2004.40	1094.62	-1821.44	692684.08	492634.35	3.00		
9302.00†	90.000	287.715	7280.00	2103.50	1127.53	-1915.86	692589.67	492667.26	3.00		
9402 00†	90.000	284.715	7280.00	2203.17	1155.45	-2011.87	692493.66	492695.18	3.00		
9502.00†	90.000	281.715	7280.00	2303.12	1178.31	-2109.21	692396.33	492718.03	3.00		
9602.001	90,000	278.7.15	7280.00	2403.08	1196.04	-2207.62	692297.93	492735.76	3,00		
9702.00†	90.000	275.715	7280.00	2502.77	1208.60	-2306.81	692198.74	492748.32	3.00		
9802.00†	90.000	272.715	7280.00	2601.93	1215.95	-2406.53	692099.03	492755.67	3.00		
9817.30	90.000	272.256	7280.00	2617.04	1216.61	-2421.82	692083.74	492756.33		END OF TURN / BUILD	
9902.00†	90.000	272.256	7280.00	2700.61	1219.95	-2506.45	691999.12	492759.67	0.00	encuramenta (se selecula identificate de la companio del la companio del la companio de la companio del la companio de la companio de la companio del la compa	
10002.001	90.000	272.256	7280.00	2799.29	1223/89	managan managang paga at paga at sa	And the Comment of the Control of th	492763.61	KONTROLERINA NO CHERTON AND CHERTON		
10102 00†	90.000	272.256	7280.00	2897.96	1227.82	-2706.29	691799.28	492767.54	0.00		
10202.00†	90 000	272.256	7280.00	2996.63	1231.76	-2806.22	691699.37	492771.48	0.00		
10302.00†	90.000	272.256	7280.00	3095.30	1235.70	-2906.14	691599.45	492775.41	0.00		
10402.00†	90.000	272.256	7280.00	3193.97	1239.63	-3006.06	691499.54	492779.35	0.00		
10502.001	90.000	272.256	7280.00	3292.65	T243.57	The state of the s	691 399 62	492783.29	0.06		
10602.00†	90.000	272.256	7280.00	3391.32	1247.51	-3205.91	691299.70	492787.22	0.00		
10702.00†	90.000	272.256	7280.00	3489.99	1251.44	-3305.83	691199.79	492791.16	0.00		
10802.00†	90.000	272.256	7280.00	3588.66	1255.38	-3405.75	691099.87	492795.10	0.00		
10902.00†	90.000	272.256	7280.00	3687.33	1259.32	-3505.67	690999.96	492799.03	0.00		
11002.001	90,000	272.256	7280.00	3786.00	1263.25	-360560	690900.04	492802.97	0.00		
11102.00†	90.000	272.256	7280.00	3884.68	1267.19	-3705.52	690800.12	492806.91	0.00		
11202.00†	90.000	272.256	7280.00	3983.35	1271.13	-3805.44	690700.21	492810.84	0.00	Control of the Contro	
11302 00†	90.000	272.256	7280.00	4082.02	1275 06	-3905.36	690600.29	492814.78	0.00		
11402.00†	90.000	272.256	7280.00	4180.69	1279.00	-4005.29	690500.38	492818.72	0.00		
11502.00†	90,000	272,256	7280.00	427936	1282.94	-4105/21	690400.46	492822.65	0,00		
11602.00†	90.000	272.256	7280.00	4378.04	1286.87	-4205.13	690300.55	492826.59	0.00		
11702.00†	90.000	272.256	7280.00	4476.71	1290.81	-4305.05	690200.63	492830.52	0.00		
11802.00†	90.000	272.256	7280.00	4575 38	1294.75	-4404.98	690100.71	492834.46	0.00		
11902.00†	90.000	272.256	7280.00	4674.05	1298.68	-4504.90	690000.80	492838.40	0.00		
12002.001	90.000	272.256	7280.00	4772.72	1302.62	-4604,82	589900 88	492842.33	- 0.00		



Planned Wellpath Report Plan #5 Page 4 of 5



REFERE	NCE WELLPATH IDENTIFICATION		
Operator	BOPCO, L.P.	Slot	No. 104H SHL
Area	Eddy County, NM	Well	No. 104H
Field	Quahada Ridge, S.E. (Delaware) Field	Wellbore	No. 104H PWB
Facility	James Ranch Unit No. 104H		

MD	Inclination	Azimuth	TVD	Vert Sect	North	East	Grid East	Grid North	DLS	Comments
[ft]	[°]	[°]	[ft]	[ft]	[ft]	[ft]	[srv ft]	[srv ft]	[°/100ft]	
12102.00†	90.000	272.256	7280.00	4871.40	1306.56	-4704.74	689800.97	492846.27	0.00	
12202.00†	90.000	272.256	7280.00	4970.07	1310.49	-4804.67	689701.05	492850.21	0.00	
12302.00†	90.000	272.256	7280.00	5068.74	1314.43	-4904.59	689601.13	492854.14	0.00	
12402.00†	90.000	272.256	7280.00	5167.41	1318.37	-5004.51	689501.22	492858.08	0.00	and the second s
12502:001	90.000	272 256	7280.00	5266.08	1322.36	45104.43	589401/30	492862.02	0.00	
12602 00†	90.000	272.256	7280.00	5364.76	1326.24	-5204.36	689301.39	492865.95	0.00	- 41 / 14 / 44/444 40/ 40/4 74
12702.00†	90.000	272.256	7280.00	5463.43	1330.18	-5304.28	689201.47	492869.89	0.00	
12802.00†	90.000	272.256	7280.00	5562.10	1334 11	-5404.20	689101.55	492873.83	0.00	
12902 00†	90.000	272.256	7280.00	5660.77	1338.05	-5504.12	689001.64	492877.76	0.00	
13002.001	90.000	272,256	7280.00	5759,44	1341.99	-5604.05	688901:72	492881.70	0:00	
13102.00†	90.000	272 256	7280.00	5858 12	1345.92	-5703.97	688801.81	492885.63	0.00	
13202.00†	90.000	272.256	7280.00	5956.79	1349.86	-5803.89	688701.89	492889.57	0.00	
13302.00†	90.000	272.256	7280.00	6055.46	1353.80	-5903.81	688601.98	492893.51	0.00	
13402 00†	90.000	272.256	7280.00	6154.13	1357.73	-6003.74	688502.06	492897.44	0.00	
19502.001	90,000	272.256	7280.00	6252.80	1361.67	-6103.66	688402,14	492901,38	0.00	
13602.00†	90.000	272.256	7280.00	6351.48	1365.61	-6203.58	688302.23	492905.32	0.00	
13702.00†	90 000	272.256	7280.00	6450.15	1369.54	-6303.50	688202.31	492909.25	0.00	
13802.00†	90.000	272.256	7280.00	6548.82	1373.48	-6403.43	688102.40	492913.19	0.00	
13902.00†	90.000	272.256	7280.00	6647.49	1377.42	-6503.35	688002.48	492917.13	~ 0.00	
14002.001	90,000	272 256	7280.00	674616	1381 35	-6603,27	687902.56	492921.06	0.00	
14102.00†	90.000	272.256	7280.00	6844.84	1385.29	-6703.19	687802.65	492925.00	0.00	
14155.02	90.000	272.256	-7280.00^{1}	6897.15	1387.38	-6756.18	687749.67	492927/09	0.00	No. 104H PBHL



Planned Wellpath Report Plan #5 Page 5 of 5



REFERE	NCE WELLPATH IDENTIFICATION		
Operator	BOPCO, L.P.	Slot	No. 104H SHL
Area	Eddy County, NM	Well	No. 104H
Field	Quahada Ridge, S.E. (Delaware) Field	Wellbore	No. 104H PWB
Facility	James Ranch Unit No. 104H		

TARGETS	,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,		. 1. 10.	c), 15 , 5 ,	TO THE REAL PROPERTY OF THE PR			and the second s	
Name	MD [ft]	TVD [ft]	North [ft]	East [ft]	Grid East [srv ft]	Grid North [srv ft]	Latitude	Longitude	Shape
1) No. 104H PBHL	14155.02	7280.00	138738	6756 118	687749.67	492927.09	32°21'45;250'N	103°51E33.077/\\	polygon

SURVEY PROGRAM Ref Wellbore: No. 104H PWB Ref Wellpath: Plan #5										
Start MD	End MD	Positional Uncertainty Model	Log Name/Comment	Wellbore						
[ft]	[ft]									
19.00	14155.02	NaviTrak (Standard)		No. 104H PWB						

PECOS DISTRICT CONDITIONS OF APPROVAL

OPERATOR'S NAME: | BOPCO, L. P.

LEASE NO.: NM02952B

WELL NAME & NO.: | James Ranch Unit # 104H

SURFACE HOLE FOOTAGE: 2000' FNL & 1730' FWL Section 36 BOTTOM HOLE FOOTAGE 0597' FNL & 0350' FWL Section 35

LOCATION: Section 35, T. 22 S., R 30 E., NMPM

COUNTY: Eddy County, New Mexico

I. DRILLING

A. DRILLING OPERATIONS REQUIREMENTS

The BLM is to be notified a minimum of 4 hours in advance for a representative to witness:

- a. Spudding well
- b. Setting and/or Cementing of all casing strings
- c. BOPE tests

Eddy County

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

- 1. Hydrogen Sulfide has been reported as a hazard, but no measurements have been recorded. It is recommended that monitoring equipment be onsite for potential Hydrogen Sulfide. If Hydrogen Sulfide is encountered, please report measurements and formations to the BLM.
- 2. 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.
- 3. 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.
- 4. The record of the drilling rate along with the CAL/GR/N well log run from TD to surface will be submitted to the BLM office as well as all other logs run on the borehole 30 days from completion. The Rustler top and top and bottom of Salt are to be recorded on the Completion Report.

B. CASING

Changes to the approved APD casing and cement program require submitting a sundry and receiving approval prior to work. Failure to obtain approval prior to work will result in an Incident of Non-Compliance being issued.

Centralizers required on surface casing per Onshore Order 2.III.B.1.f.

Wait on cement (WOC) time for a primary cement job will be a minimum 18 hours for a water basin, 24 hours in the potash area, or 500 pounds compressive strength, whichever is greater for all casing strings. Provide compressive strengths including hours to reach required 500 pounds compressive strength prior to cementing each casing string. See individual casing strings for details regarding lead cement slurry requirements.

No pea gravel permitted for remedial or fall back remedial without prior authorization from the BLM engineer.

R-111-P Potash

High cave/karst.

Possible water flows in the Salado Group and Castile formation.

Possible lost circulation and water flows in the Delaware and Bone Spring formations.

- 1. The 13-3/8 inch surface casing shall be set at approximately 620 feet (a minimum of 25 feet into the Rustler Anhydrite and above the salt) and cemented to the surface. If the salt is encountered at a shallower depth, the casing is to be set a minimum of 25 feet above the salt.
 - 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 a surface log readout will be used or a cement bond log shall be run to verify the top of the cement.
 - b. Wait on cement (WOC) time for a primary cement job is to include the lead cement slurry.
 - 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.
- 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 potash and cave/karst concerns.

- 3. The minimum required fill of cement behind the 7 inch production casing is:
 - a. First stage to DV tool, cement shall:
 - ⊠ Cement to circulate. If cement does not circulate, contact the appropriate BLM office, before proceeding with second stage cement job.
 - b. Second stage above DV tool, cement shall:
 - Cement to circulate. If cement does not circulate, contact the appropriate BLM office. Wait on cement (WOC) time for a primary cement job is to include the lead cement slurry due to potash and cave/karst concerns.
- 4. The minimum required fill of cement behind the 4-1/2 inch production liner is:
 - No cement required. Operator using the Halliburton or Baker packer liner system. Liner to be set at approximately 6600'.
- 5. 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.
- 6. Whenever a casing string is cemented in the R-111-P potash area, the NMOCD requirements shall be followed.

C. 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. Minimum working pressure of the blowout preventer (BOP) and related equipment (BOPE) required for drilling below the surface casing shoe shall be **2000 (2M)** psi.
- 3. Minimum working pressure of the blowout preventer (BOP) and related equipment (BOPE) required for drilling below the 9-5/8" intermediate casing shoe shall be 3000 (3M) psi. Operator is using a 5M system but testing as a 3M.
- 4. The appropriate BLM office shall be notified a minimum of 4 hours in advance for a representative to witness the tests.
 - a. The tests shall be done by an independent service company.
 - b. The results of the test shall be reported to the appropriate BLM office.

- c. 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.
- d. 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.

D. DRILL STEM TEST

If drill stem tests are performed, Onshore Order 2.III.D shall be followed.

WWI 102609