

UNITED STATES
DEPARTMENT OF THE INTERIOR
BUREAU OF LAND MANAGEMENT

FORM APPROVED
OMB No. 1004-0137
Expires: January 31, 2018

RECEIVED

AUG 06 2018

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

5. Lease Serial No.
NMNM120377

6. If Indian, Allottee or Tribe Name

SUBMIT IN TRIPLICATE - Other instructions on page 2

1. Type of Well

☒ Oil Well ☐ Gas Well ☐ Other

2. Name of Operator
Enduring Resources IV, LLC

3a. Address
332 Cr 3100 Aztec, NM 87410

3b. Phone No. (include area code)
505-636-9743

7. If Unit of CA/Agreement, Name and/or No.
NMNM136328A

8. Well Name and No.
RODEO UNIT #510H

9. API Well No.
30-045-35871

10. Field and Pool or Exploratory Area
Basin Mancos

4. Location of Well (Footage, Sec., T., R., M., or Survey Description)
SHL: 1511' FNL & 409' FEL Sec 25 T23N R9W
SHL: 330' FSL & 2369' FWL Sec 32 T23N R8W

11. Country or Parish, State
San Juan, NM

12. CHECK THE APPROPRIATE BOX(ES) TO INDICATE NATURE OF NOTICE, REPORT OR OTHER DATA

TYPE OF SUBMISSION	TYPE OF ACTION			
☒ Notice of Intent	☐ Acidize	☐ Deepen	☐ Production (Start/Resume)	☐ Water ShutOff
☐ Subsequent Report	☐ Alter Casing	☐ Hydraulic Fracturing	☐ Reclamation	☐ Well Integrity
☐ Final Abandonment Notice	☐ Casing Repair	☐ New Construction	☐ Recomplete	☒ Other CHANGE IN PLANS
	☒ Change Plans	☐ Plug and Abandon	☐ Temporarily Abandon	
	☐ Convert to Injection	☐ Plug Back	☐ Water Disposal	

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

Enduring Resources IV, LLC requests a change in plans for the casing program per attached updated:

C102
Wellbore
Drill plan
Ops plan

BLM'S APPROVAL OR ACCEPTANCE OF THIS ACTION DOES NOT RELIEVE THE OPERATOR FROM OBTAINING ANY OTHER AUTHORIZATION REQUIRED FOR OPERATIONS ON FEDERAL AND INDIAN LANDS

NMOCD

AUG 23 2018

DISTRICT III

14. I hereby certify that the foregoing is true and correct. Name (Printed/Typed)
Lacey Granillo

Title: Permit Specialist

Signature

Date: 8/6/18

THE SPACE FOR FEDERAL OR STATE OFFICE USE

Approved by

Title **PE**

Date **8/23/18**

Conditions of approval, if any, are attached. Approval of this notice does not warrant or certify that the applicant holds legal or equitable title to those rights in the subject lease which would entitle the applicant to conduct operations thereon.

Office **FTO**

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.

ADHERE TO PREVIOUS NMOCD
CONDITIONS OF APPROVAL

NMOCD
A

15

District I
1625 N. French Drive, Hobbs, NM 88240
Phone: (575) 393-6161 Fax: (575) 393-0720

District II
811 S. First Street, Artesia, NM 88210
Phone: (575) 748-1283 Fax: (575) 748-9720

District III
1000 Rio Brazos Road, Aztec, NM 87410
Phone: (505) 334-6178 Fax: (505) 334-6170

District IV
1220 S. St. Francis Drive, Santa Fe, NM 87505
Phone: (505) 476-3460 Fax: (505) 476-3462

State of New Mexico
Energy, Minerals & Natural Resources Department

OIL CONSERVATION DIVISION

1220 South St. Francis Drive
Santa Fe, NM 87505

Form C-102
Revised August 1, 2011

Submit one copy to
Appropriate District Office

☒ AMENDED REPORT

17 OPERATOR CERTIFICATION
I hereby certify that the information contained herein is true and complete to the best of my knowledge and belief, and that this organization either owns a working interest or unleased mineral interest in the land including the proposed bottom-hole location or has a right to drill this well at this location pursuant to a contract with an owner of such a mineral or working interest, or to a voluntary pooling agreement or a compulsory pooling order heretofore entered by the Division.

Signature: *Lacey Granillo* Date: 8/6/18
Printed Name: Lacey Granillo

E-mail Address: lgranillo@enduringresources.com

18 SURVEYOR CERTIFICATION
I hereby certify that the well location shown on this plat was plotted from field notes of actual surveys made by me or under my supervision, and that the same is true and correct to the best of my belief.

Date Revised: JULY 31, 2018
Survey Date: AUGUST 24, 2017

Signature and Seal of Professional Surveyor



JASON C. EDWARDS
Certificate Number 15269

WELL LOCATION AND ACREAGE DEDICATION PLAT

APT Number 30-045-35871	Pool Code 97232	Pool Name BASIN MANCOS
Property Code 321253	Property Name RODEO UNIT	Well Number 510H
GRID No. 372286	Operator Name ENDURING RESOURCES, LLC	Elevation 6883'

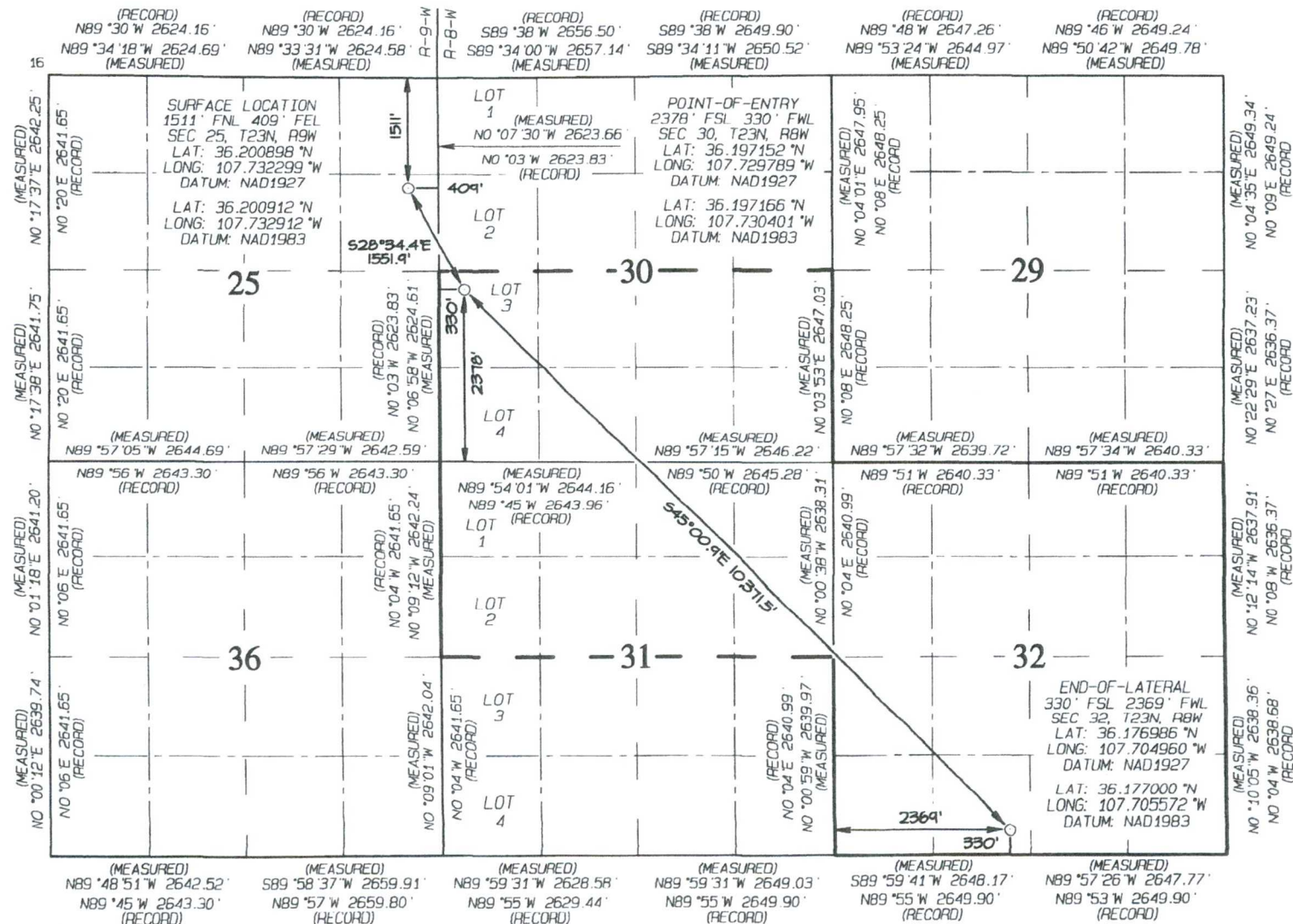
10 Surface Location

UL or lot no.	Section	Township	Range	Lot Idn	Feet from the	North/South line	Feet from the	East/West line	County
H	25	23N	9W	1511		NORTH	409	EAST	SAN JUAN

11 Bottom Hole Location If Different From Surface

UL or lot no.	Section	Township	Range	Lot Idn	Feet from the	North/South line	Feet from the	East/West line	County
N	32	23N	8W	330		SOUTH	2369	WEST	SAN JUAN
Dedicated Acres 1283.88	S/2 - Section 30 N/2 - Section 31 Entire Section 32				Joint or Infill	Consolidation Code	Order No. R-14313		

NO ALLOWABLE WILL BE ASSIGNED TO THIS COMPLETION UNTIL ALL INTERESTS HAVE BEEN CONSOLIDATED OR A NON-STANDARD UNIT HAS BEEN APPROVED BY THE DIVISION



WELL NAME: Rodeo Unit 510H**OBJECTIVE: Drill, complete, and equip single lateral in the Gallup formation****API Number:** 30-045-35871**State:** New Mexico**County:** San Juan**Surface Elev.:** 6,883 ft ASL (GL) 6,905 ft ASL (KB)**Surface Location:** 25-23N-09W Sec-Twn- Rng 1,511 ft FNL 409 ft FEL**BH Location:** 32-23N-08W Sec-Twn- Rng 330 ft FSL 2369 ft FWL

Driving Directions: From the intersection of US HWY 550 and US HWY 64 in Bloomfield, NM: South on US HWY 550 for 37.8 miles to MM 113.4, right (southwest) at on CR #7890 for 0.8miles to fork; left (south) staying on #7890 for 1.3 miles to 4-way intersection, left (southeast) staying on #7890 for 0.6 miles to fork, right (southwest) staying on #7890 for 0.5 miles, left on access road for 0.4 miles to Rodeo Unit 508H pad.

QUICK REFERENCE

Sur TD (MD)	240 ft
Int TD (MD)	2,831 ft
KOP (MD)	4,249 ft
KOP (TVD)	4,403 ft
Target (TVD)	4,849 ft
Curve BUR	10 °/100 ft
POE (MD)	4,849 ft
TD (MD)	15,650 ft
Lat Len (ft)	10,801 ft

WELL CONSTRUCTION SUMMARY:

	Hole (in)	TD MD (ft)	Csg (in)	Csg (lb/ft)	Csg (grade)	Csg (conn)	Csg Top (ft)	Csg Bot (ft)
Surface	17.500	240	13.375	54.5	J-55	BTC	0	220
Intermediate	12.250	2,831	9.625	36.0	J-55	LTC	0	2,831
Production	8.500	15,650	5.500	17.0	P-110	LTC	0	15,650

CEMENT PROPERTIES SUMMARY:

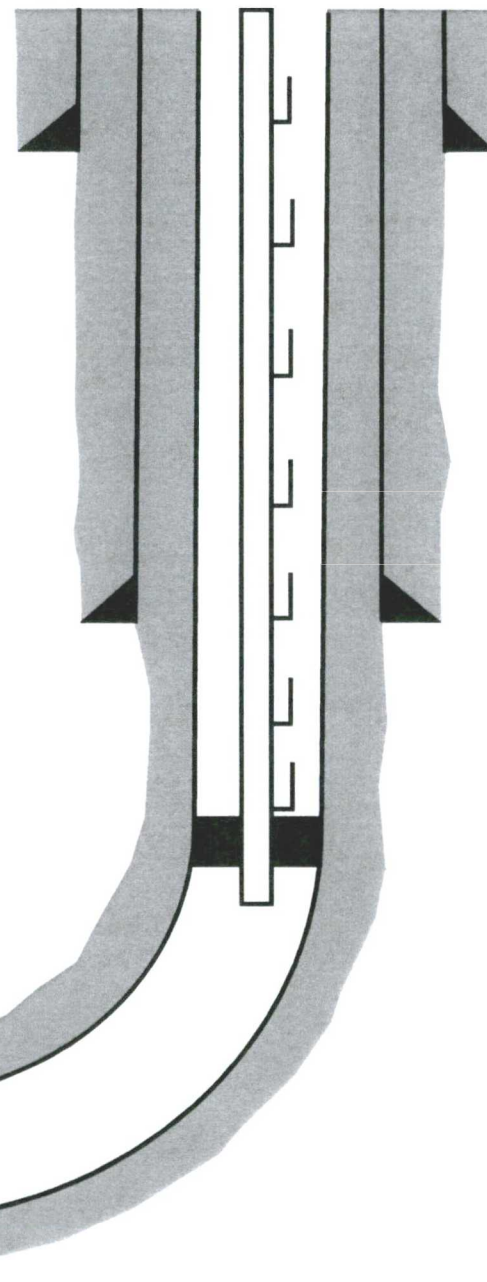
	Type	Wt (ppg)	Yd (cuft/sk)	Wtr (gal/sk)	Hole Cap. (cuft/ft)	% Excess	TOC (ft MD)	Total (sx)
Surface	Class G	15.8	1.174	5.15	0.6946	100%	0	284
Inter. (Lead)	G:POZ Blend	12.3	1.987	10.16	0.3132	40%	0	514
Inter. (Tail)	Class G	15.8	1.148	4.98	0.3132	10%	2,331	150
Prod. (Lead)	G:POZ blend	12.3	1.987	10.16	0.2691	40%	0	791
Prod. (Tail)	G:POZ blend	13.3	1.354	5.94	0.2291	10%	4,403	2,093

COMPLETION / PRODUCTION SUMMARY:

Frac: 55-stage (+/-) plug-and-perf frac with slick water and 20,000,000 lbs (+/-) proppant

Flowback: Flow up 5-1/2" casing or 2-7/8" tubing until returns are free of sand

Production: 2-7/8" tubing with packer set in 5-1/2" casing and gas-lift mandrels as needed



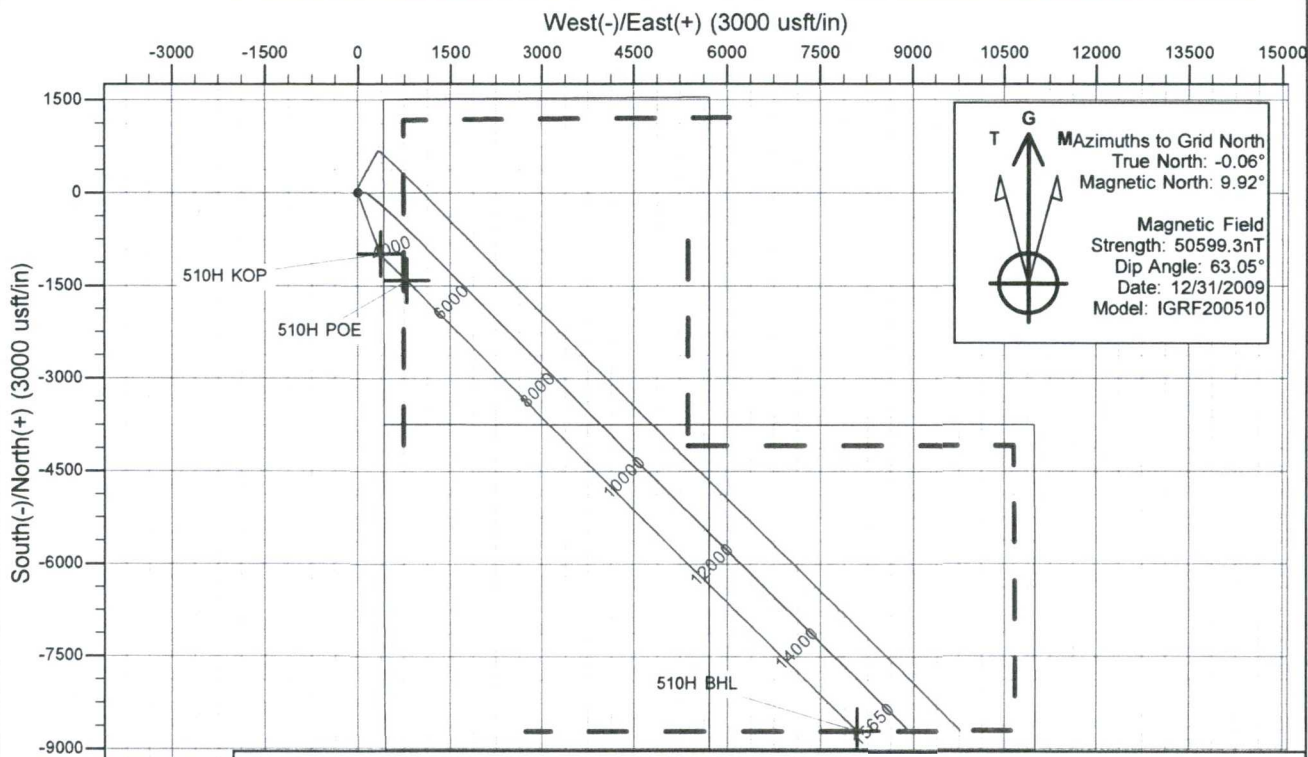


Enduring Resources LLC

Directional Drilling Plan
Plan View & Section View

Rodeo Unit 510H

San Juan Co., New Mexico
T23N-R09W-Sec.25-Lot H
Surface Latitude: 36.200912°N
Surface Longitude: 107.732912°W
Ground Level: 6883.0
Reference Elevation: KB @ 6905.0usft (Original Well Elev)

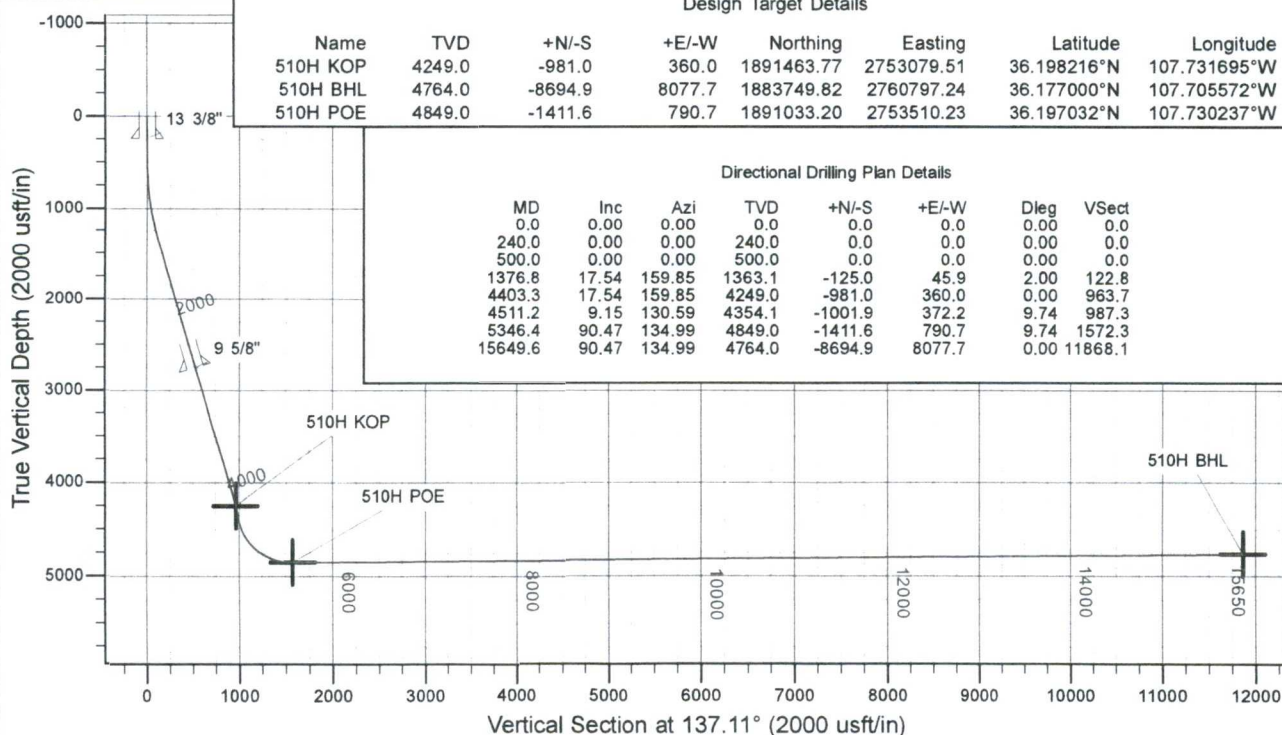


Design Target Details

Name	TVD	+N/-S	+E/-W	Northing	Easting	Latitude	Longitude
510H KOP	4249.0	-981.0	360.0	1891463.77	2753079.51	36.198216°N	107.731695°W
510H BHL	4764.0	-8694.9	8077.7	1883749.82	2760797.24	36.177000°N	107.705572°W
510H POE	4849.0	-1411.6	790.7	1891033.20	2753510.23	36.197032°N	107.730237°W

Directional Drilling Plan Details

MD	Inc	Azi	TVD	+N/-S	+E/-W	Dleg	VSect
0.0	0.00	0.00	0.0	0.0	0.0	0.00	0.0
240.0	0.00	0.00	240.0	0.0	0.0	0.00	0.0
500.0	0.00	0.00	500.0	0.0	0.0	0.00	0.0
1376.8	17.54	159.85	1363.1	-125.0	45.9	2.00	122.8
4403.3	17.54	159.85	4249.0	-981.0	360.0	0.00	963.7
4511.2	9.15	130.59	4354.1	-1001.9	372.2	9.74	987.3
5346.4	90.47	134.99	4849.0	-1411.6	790.7	9.74	1572.3
15649.6	90.47	134.99	4764.0	-8694.9	8077.7	0.00	11868.1





Enduring Resources LLC

San Juan Basin - Rodeo Unit

508H Pad

510H

Wellbore #1

Plan: Design #1

Standard Planning Report

25 July, 2018

Project	San Juan Basin - Rodeo Unit		
Map System:	US State Plane 1983	System Datum:	Mean Sea Level
Geo Datum:	North American Datum 1983		
Map Zone:	New Mexico Western Zone		

Site	508H Pad, San Juan Co., New Mexico		
Site Position:		Northing:	1,892,465.48 usft
From:	Lat/Long	Easting:	2,752,685.27 usft
Position Uncertainty:	0.0 usft	Slot Radius:	13-3/16 "
		Latitude:	36.200969°N
		Longitude:	107.733028°W
		Grid Convergence:	0.06 °

Well	510H		
Well Position	+N/-S	-20.7 usft	Northing: 1,892,444.77 usft
	+E/-W	34.2 usft	Easting: 2,752,719.51 usft
Position Uncertainty	0.0 usft	Wellhead Elevation:	Latitude: 36.200912°N
			Longitude: 107.732912°W
			Ground Level: 6,883.0 usft

Wellbore	Wellbore #1				
Magnetics	Model Name	Sample Date	Declination (°)	Dip Angle (°)	Field Strength (nT)
	IGRF200510	12/31/2009	9.98	63.05	50,599.26533832

Design	Design #1			
Audit Notes:				
Version:	Phase:	PROTOTYPE	Tie On Depth:	0.0
Vertical Section:	Depth From (TVD) (usft)	+N/-S (usft)	+E/-W (usft)	Direction (°)
	0.0	0.0	0.0	137.11

Plan Survey Tool Program	Date 7/25/2018			
Depth From (usft)	Depth To (usft)	Survey (Wellbore)	Tool Name	Remarks
1	0.0	15,649.6	Design #1 (Wellbore #1)	MWD
				OWSG MWD - Standard

Plan Sections										
Measured Depth (usft)	Inclination (°)	Azimuth (°)	Vertical Depth (usft)	+N/-S (usft)	+E/-W (usft)	Dogleg Rate (°/100usft)	Build Rate (°/100usft)	Turn Rate (°/100usft)	TFO (°)	Target
0.0	0.00	0.00	0.0	0.0	0.0	0.00	0.00	0.00	0.00	
240.0	0.00	0.00	240.0	0.0	0.0	0.00	0.00	0.00	0.00	
500.0	0.00	0.00	500.0	0.0	0.0	0.00	0.00	0.00	0.00	
1,376.8	17.54	159.85	1,363.1	-125.0	45.9	2.00	2.00	0.00	159.85	
4,403.3	17.54	159.85	4,249.0	-981.0	360.0	0.00	0.00	0.00	0.00	510H KOP
4,511.2	9.15	130.59	4,354.1	-1,001.9	372.2	9.74	-7.77	-27.09	-154.81	
5,346.4	90.47	134.99	4,849.0	-1,411.6	790.7	9.74	9.74	0.53	4.44	510H POE
15,649.6	90.47	134.99	4,764.0	-8,694.9	8,077.7	0.00	0.00	0.00	0.00	510H BHL

Planned Survey

Measured Depth (usft)	Inclination (°)	Azimuth (°)	Vertical Depth (usft)	+N/-S (usft)	+E/-W (usft)	Vertical Section (usft)	Dogleg Rate (°/100usft)	Build Rate (°/100usft)	Turn Rate (°/100usft)
0.0	0.00	0.00	0.0	0.0	0.0	0.0	0.00	0.00	0.00
100.0	0.00	0.00	100.0	0.0	0.0	0.0	0.00	0.00	0.00
200.0	0.00	0.00	200.0	0.0	0.0	0.0	0.00	0.00	0.00
240.0	0.00	0.00	240.0	0.0	0.0	0.0	0.00	0.00	0.00
300.0	0.00	0.00	300.0	0.0	0.0	0.0	0.00	0.00	0.00
400.0	0.00	0.00	400.0	0.0	0.0	0.0	0.00	0.00	0.00
500.0	0.00	0.00	500.0	0.0	0.0	0.0	0.00	0.00	0.00
600.0	2.00	159.85	600.0	-1.6	0.6	1.6	2.00	2.00	0.00
700.0	4.00	159.85	699.8	-6.6	2.4	6.4	2.00	2.00	0.00
800.0	6.00	159.85	799.5	-14.7	5.4	14.5	2.00	2.00	0.00
900.0	8.00	159.85	898.7	-26.2	9.6	25.7	2.00	2.00	0.00
1,000.0	10.00	159.85	997.5	-40.9	15.0	40.1	2.00	2.00	0.00
1,100.0	12.00	159.85	1,095.6	-58.8	21.6	57.7	2.00	2.00	0.00
1,200.0	14.00	159.85	1,193.1	-79.9	29.3	78.5	2.00	2.00	0.00
1,300.0	16.00	159.85	1,289.6	-104.2	38.2	102.4	2.00	2.00	0.00
1,376.8	17.54	159.85	1,363.1	-125.0	45.9	122.8	2.00	2.00	0.00
1,400.0	17.54	159.85	1,385.3	-131.5	48.3	129.2	0.00	0.00	0.00
1,500.0	17.54	159.85	1,480.7	-159.8	58.7	157.0	0.00	0.00	0.00
1,600.0	17.54	159.85	1,576.0	-188.1	69.0	184.8	0.00	0.00	0.00
1,700.0	17.54	159.85	1,671.4	-216.4	79.4	212.6	0.00	0.00	0.00
1,800.0	17.54	159.85	1,766.7	-244.7	89.8	240.4	0.00	0.00	0.00
1,900.0	17.54	159.85	1,862.1	-273.0	100.2	268.2	0.00	0.00	0.00
2,000.0	17.54	159.85	1,957.4	-301.3	110.6	296.0	0.00	0.00	0.00
2,100.0	17.54	159.85	2,052.8	-329.5	120.9	323.7	0.00	0.00	0.00
2,200.0	17.54	159.85	2,148.1	-357.8	131.3	351.5	0.00	0.00	0.00
2,300.0	17.54	159.85	2,243.5	-386.1	141.7	379.3	0.00	0.00	0.00
2,400.0	17.54	159.85	2,338.8	-414.4	152.1	407.1	0.00	0.00	0.00
2,500.0	17.54	159.85	2,434.2	-442.7	162.4	434.9	0.00	0.00	0.00
2,600.0	17.54	159.85	2,529.5	-471.0	172.8	462.7	0.00	0.00	0.00
2,700.0	17.54	159.85	2,624.9	-499.2	183.2	490.5	0.00	0.00	0.00
2,800.0	17.54	159.85	2,720.2	-527.5	193.6	518.2	0.00	0.00	0.00
2,900.0	17.54	159.85	2,815.6	-555.8	204.0	546.0	0.00	0.00	0.00
3,000.0	17.54	159.85	2,910.9	-584.1	214.3	573.8	0.00	0.00	0.00
3,100.0	17.54	159.85	3,006.3	-612.4	224.7	601.6	0.00	0.00	0.00
3,200.0	17.54	159.85	3,101.7	-640.7	235.1	629.4	0.00	0.00	0.00
3,300.0	17.54	159.85	3,197.0	-669.0	245.5	657.2	0.00	0.00	0.00
3,400.0	17.54	159.85	3,292.4	-697.2	255.9	685.0	0.00	0.00	0.00
3,500.0	17.54	159.85	3,387.7	-725.5	266.2	712.8	0.00	0.00	0.00
3,600.0	17.54	159.85	3,483.1	-753.8	276.6	740.5	0.00	0.00	0.00
3,700.0	17.54	159.85	3,578.4	-782.1	287.0	768.3	0.00	0.00	0.00
3,800.0	17.54	159.85	3,673.8	-810.4	297.4	796.1	0.00	0.00	0.00
3,900.0	17.54	159.85	3,769.1	-838.7	307.8	823.9	0.00	0.00	0.00
4,000.0	17.54	159.85	3,864.5	-866.9	318.1	851.7	0.00	0.00	0.00
4,100.0	17.54	159.85	3,959.8	-895.2	328.5	879.5	0.00	0.00	0.00
4,200.0	17.54	159.85	4,055.2	-923.5	338.9	907.3	0.00	0.00	0.00
4,300.0	17.54	159.85	4,150.5	-951.8	349.3	935.0	0.00	0.00	0.00
4,400.0	17.54	159.85	4,245.9	-980.1	359.7	962.8	0.00	0.00	0.00
4,403.3	17.54	159.85	4,249.0	-981.0	360.0	963.7	0.00	0.00	0.00
4,500.0	9.84	135.77	4,343.0	-1,000.6	370.8	985.5	9.74	-7.96	-24.89
4,511.2	9.15	130.59	4,354.1	-1,001.9	372.2	987.3	9.74	-6.11	-46.05
4,600.0	17.78	132.78	4,440.3	-1,015.7	387.5	1,007.9	9.74	9.73	2.46
4,700.0	27.52	133.63	4,532.5	-1,042.1	415.5	1,046.3	9.74	9.74	0.85
4,800.0	37.25	134.05	4,616.8	-1,079.2	454.1	1,099.7	9.74	9.74	0.43
4,900.0	46.99	134.32	4,690.9	-1,125.9	502.1	1,166.6	9.74	9.74	0.27
5,000.0	56.73	134.52	4,752.6	-1,180.9	558.2	1,245.1	9.74	9.74	0.20
5,100.0	66.47	134.67	4,800.1	-1,242.6	620.7	1,332.8	9.74	9.74	0.16
5,200.0	76.21	134.81	4,832.1	-1,309.2	688.0	1,427.4	9.74	9.74	0.13
5,300.0	85.95	134.93	4,847.6	-1,378.8	757.9	1,526.0	9.74	9.74	0.12
5,346.4	90.47	134.99	4,849.0	-1,411.6	790.7	1,572.3	9.74	9.74	0.12
5,400.0	90.47	134.99	4,848.6	-1,449.4	828.6	1,625.9	0.00	0.00	0.00
5,500.0	90.47	134.99	4,847.7	-1,520.1	899.3	1,725.8	0.00	0.00	0.00
5,600.0	90.47	134.99	4,846.9	-1,590.8	970.1	1,825.7	0.00	0.00	0.00
5,700.0	90.47	134.99	4,846.1	-1,661.5	1,040.8	1,925.7	0.00	0.00	0.00
5,800.0	90.47	134.99	4,845.3	-1,732.2	1,111.5	2,025.6	0.00	0.00	0.00
5,900.0	90.47	134.99	4,844.4	-1,802.9	1,182.2	2,125.5	0.00	0.00	0.00
6,000.0	90.47	134.99	4,843.6	-1,873.6	1,253.0	2,225.4	0.00	0.00	0.00

Planned Survey

Measured Depth (usft)	Inclination (°)	Azimuth (°)	Vertical Depth (usft)	+N/-S (usft)	+E/-W (usft)	Vertical Section (usft)	Dogleg Rate (°/100usft)	Build Rate (°/100usft)	Turn Rate (°/100usft)
6,100.0	90.47	134.99	4,842.8	-1,944.3	1,323.7	2,325.4	0.00	0.00	0.00
6,200.0	90.47	134.99	4,842.0	-2,015.0	1,394.4	2,425.3	0.00	0.00	0.00
6,300.0	90.47	134.99	4,841.1	-2,085.7	1,465.1	2,525.2	0.00	0.00	0.00
6,400.0	90.47	134.99	4,840.3	-2,156.3	1,535.9	2,625.2	0.00	0.00	0.00
6,500.0	90.47	134.99	4,839.5	-2,227.0	1,606.6	2,725.1	0.00	0.00	0.00
6,600.0	90.47	134.99	4,838.7	-2,297.7	1,677.3	2,825.0	0.00	0.00	0.00
6,700.0	90.47	134.99	4,837.8	-2,368.4	1,748.0	2,924.9	0.00	0.00	0.00
6,800.0	90.47	134.99	4,837.0	-2,439.1	1,818.8	3,024.9	0.00	0.00	0.00
6,900.0	90.47	134.99	4,836.2	-2,509.8	1,889.5	3,124.8	0.00	0.00	0.00
7,000.0	90.47	134.99	4,835.4	-2,580.5	1,960.2	3,224.7	0.00	0.00	0.00
7,100.0	90.47	134.99	4,834.5	-2,651.2	2,031.0	3,324.7	0.00	0.00	0.00
7,200.0	90.47	134.99	4,833.7	-2,721.9	2,101.7	3,424.6	0.00	0.00	0.00
7,300.0	90.47	134.99	4,832.9	-2,792.6	2,172.4	3,524.5	0.00	0.00	0.00
7,400.0	90.47	134.99	4,832.1	-2,863.3	2,243.1	3,624.4	0.00	0.00	0.00
7,500.0	90.47	134.99	4,831.2	-2,933.9	2,313.9	3,724.4	0.00	0.00	0.00
7,600.0	90.47	134.99	4,830.4	-3,004.6	2,384.6	3,824.3	0.00	0.00	0.00
7,700.0	90.47	134.99	4,829.6	-3,075.3	2,455.3	3,924.2	0.00	0.00	0.00
7,800.0	90.47	134.99	4,828.8	-3,146.0	2,526.0	4,024.2	0.00	0.00	0.00
7,900.0	90.47	134.99	4,827.9	-3,216.7	2,596.8	4,124.1	0.00	0.00	0.00
8,000.0	90.47	134.99	4,827.1	-3,287.4	2,667.5	4,224.0	0.00	0.00	0.00
8,100.0	90.47	134.99	4,826.3	-3,358.1	2,738.2	4,323.9	0.00	0.00	0.00
8,200.0	90.47	134.99	4,825.5	-3,428.8	2,808.9	4,423.9	0.00	0.00	0.00
8,300.0	90.47	134.99	4,824.6	-3,499.5	2,879.7	4,523.8	0.00	0.00	0.00
8,400.0	90.47	134.99	4,823.8	-3,570.2	2,950.4	4,623.7	0.00	0.00	0.00
8,500.0	90.47	134.99	4,823.0	-3,640.8	3,021.1	4,723.6	0.00	0.00	0.00
8,600.0	90.47	134.99	4,822.2	-3,711.5	3,091.8	4,823.6	0.00	0.00	0.00
8,700.0	90.47	134.99	4,821.3	-3,782.2	3,162.6	4,923.5	0.00	0.00	0.00
8,800.0	90.47	134.99	4,820.5	-3,852.9	3,233.3	5,023.4	0.00	0.00	0.00
8,900.0	90.47	134.99	4,819.7	-3,923.6	3,304.0	5,123.4	0.00	0.00	0.00
9,000.0	90.47	134.99	4,818.9	-3,994.3	3,374.7	5,223.3	0.00	0.00	0.00
9,100.0	90.47	134.99	4,818.0	-4,065.0	3,445.5	5,323.2	0.00	0.00	0.00
9,200.0	90.47	134.99	4,817.2	-4,135.7	3,516.2	5,423.1	0.00	0.00	0.00
9,300.0	90.47	134.99	4,816.4	-4,206.4	3,586.9	5,523.1	0.00	0.00	0.00
9,400.0	90.47	134.99	4,815.6	-4,277.1	3,657.6	5,623.0	0.00	0.00	0.00
9,500.0	90.47	134.99	4,814.7	-4,347.8	3,728.4	5,722.9	0.00	0.00	0.00
9,600.0	90.47	134.99	4,813.9	-4,418.4	3,799.1	5,822.9	0.00	0.00	0.00
9,700.0	90.47	134.99	4,813.1	-4,489.1	3,869.8	5,922.8	0.00	0.00	0.00
9,800.0	90.47	134.99	4,812.3	-4,559.8	3,940.5	6,022.7	0.00	0.00	0.00
9,900.0	90.47	134.99	4,811.4	-4,630.5	4,011.3	6,122.6	0.00	0.00	0.00
10,000.0	90.47	134.99	4,810.6	-4,701.2	4,082.0	6,222.6	0.00	0.00	0.00
10,100.0	90.47	134.99	4,809.8	-4,771.9	4,152.7	6,322.5	0.00	0.00	0.00
10,200.0	90.47	134.99	4,809.0	-4,842.6	4,223.5	6,422.4	0.00	0.00	0.00
10,300.0	90.47	134.99	4,808.1	-4,913.3	4,294.2	6,522.4	0.00	0.00	0.00
10,400.0	90.47	134.99	4,807.3	-4,984.0	4,364.9	6,622.3	0.00	0.00	0.00
10,500.0	90.47	134.99	4,806.5	-5,054.7	4,435.6	6,722.2	0.00	0.00	0.00
10,600.0	90.47	134.99	4,805.7	-5,125.4	4,506.4	6,822.1	0.00	0.00	0.00
10,700.0	90.47	134.99	4,804.8	-5,196.0	4,577.1	6,922.1	0.00	0.00	0.00
10,800.0	90.47	134.99	4,804.0	-5,266.7	4,647.8	7,022.0	0.00	0.00	0.00
10,900.0	90.47	134.99	4,803.2	-5,337.4	4,718.5	7,121.9	0.00	0.00	0.00
11,000.0	90.47	134.99	4,802.4	-5,408.1	4,789.3	7,221.8	0.00	0.00	0.00
11,100.0	90.47	134.99	4,801.5	-5,478.8	4,860.0	7,321.8	0.00	0.00	0.00
11,200.0	90.47	134.99	4,800.7	-5,549.5	4,930.7	7,421.7	0.00	0.00	0.00
11,300.0	90.47	134.99	4,799.9	-5,620.2	5,001.4	7,521.6	0.00	0.00	0.00
11,400.0	90.47	134.99	4,799.1	-5,690.9	5,072.2	7,621.6	0.00	0.00	0.00
11,500.0	90.47	134.99	4,798.2	-5,761.6	5,142.9	7,721.5	0.00	0.00	0.00
11,600.0	90.47	134.99	4,797.4	-5,832.3	5,213.6	7,821.4	0.00	0.00	0.00
11,700.0	90.47	134.99	4,796.6	-5,902.9	5,284.3	7,921.3	0.00	0.00	0.00
11,800.0	90.47	134.99	4,795.8	-5,973.6	5,355.1	8,021.3	0.00	0.00	0.00
11,900.0	90.47	134.99	4,794.9	-6,044.3	5,425.8	8,121.2	0.00	0.00	0.00
12,000.0	90.47	134.99	4,794.1	-6,115.0	5,496.5	8,221.1	0.00	0.00	0.00
12,100.0	90.47	134.99	4,793.3	-6,185.7	5,567.2	8,321.1	0.00	0.00	0.00
12,200.0	90.47	134.99	4,792.5	-6,256.4	5,638.0	8,421.0	0.00	0.00	0.00
12,300.0	90.47	134.99	4,791.6	-6,327.1	5,708.7	8,520.9	0.00	0.00	0.00
12,400.0	90.47	134.99	4,790.8	-6,397.8	5,779.4	8,620.8	0.00	0.00	0.00
12,500.0	90.47	134.99	4,790.0	-6,468.5	5,850.1	8,720.8	0.00	0.00	0.00
12,600.0	90.47	134.99	4,789.2	-6,539.2	5,920.9	8,820.7	0.00	0.00	0.00

Planned Survey									
Measured Depth (usft)	Inclination (°)	Azimuth (°)	Vertical Depth (usft)	+N/-S (usft)	+E/-W (usft)	Vertical Section (usft)	Dogleg Rate (°/100usft)	Build Rate (°/100usft)	Turn Rate (°/100usft)
12,700.0	90.47	134.99	4,788.3	-6,609.9	5,991.6	8,920.6	0.00	0.00	0.00
12,800.0	90.47	134.99	4,787.5	-6,680.5	6,062.3	9,020.6	0.00	0.00	0.00
12,900.0	90.47	134.99	4,786.7	-6,751.2	6,133.1	9,120.5	0.00	0.00	0.00
13,000.0	90.47	134.99	4,785.9	-6,821.9	6,203.8	9,220.4	0.00	0.00	0.00
13,100.0	90.47	134.99	4,785.0	-6,892.6	6,274.5	9,320.3	0.00	0.00	0.00
13,200.0	90.47	134.99	4,784.2	-6,963.3	6,345.2	9,420.3	0.00	0.00	0.00
13,300.0	90.47	134.99	4,783.4	-7,034.0	6,416.0	9,520.2	0.00	0.00	0.00
13,400.0	90.47	134.99	4,782.6	-7,104.7	6,486.7	9,620.1	0.00	0.00	0.00
13,500.0	90.47	134.99	4,781.7	-7,175.4	6,557.4	9,720.0	0.00	0.00	0.00
13,600.0	90.47	134.99	4,780.9	-7,246.1	6,628.1	9,820.0	0.00	0.00	0.00
13,700.0	90.47	134.99	4,780.1	-7,316.8	6,698.9	9,919.9	0.00	0.00	0.00
13,800.0	90.47	134.99	4,779.3	-7,387.5	6,769.6	10,019.8	0.00	0.00	0.00
13,900.0	90.47	134.99	4,778.4	-7,458.1	6,840.3	10,119.8	0.00	0.00	0.00
14,000.0	90.47	134.99	4,777.6	-7,528.8	6,911.0	10,219.7	0.00	0.00	0.00
14,100.0	90.47	134.99	4,776.8	-7,599.5	6,981.8	10,319.6	0.00	0.00	0.00
14,200.0	90.47	134.99	4,776.0	-7,670.2	7,052.5	10,419.5	0.00	0.00	0.00
14,300.0	90.47	134.99	4,775.1	-7,740.9	7,123.2	10,519.5	0.00	0.00	0.00
14,400.0	90.47	134.99	4,774.3	-7,811.6	7,193.9	10,619.4	0.00	0.00	0.00
14,500.0	90.47	134.99	4,773.5	-7,882.3	7,264.7	10,719.3	0.00	0.00	0.00
14,600.0	90.47	134.99	4,772.7	-7,953.0	7,335.4	10,819.3	0.00	0.00	0.00
14,700.0	90.47	134.99	4,771.8	-8,023.7	7,406.1	10,919.2	0.00	0.00	0.00
14,800.0	90.47	134.99	4,771.0	-8,094.4	7,476.8	11,019.1	0.00	0.00	0.00
14,900.0	90.47	134.99	4,770.2	-8,165.1	7,547.6	11,119.0	0.00	0.00	0.00
15,000.0	90.47	134.99	4,769.4	-8,235.7	7,618.3	11,219.0	0.00	0.00	0.00
15,100.0	90.47	134.99	4,768.5	-8,306.4	7,689.0	11,318.9	0.00	0.00	0.00
15,200.0	90.47	134.99	4,767.7	-8,377.1	7,759.7	11,418.8	0.00	0.00	0.00
15,300.0	90.47	134.99	4,766.9	-8,447.8	7,830.5	11,518.8	0.00	0.00	0.00
15,400.0	90.47	134.99	4,766.1	-8,518.5	7,901.2	11,618.7	0.00	0.00	0.00
15,500.0	90.47	134.99	4,765.2	-8,589.2	7,971.9	11,718.6	0.00	0.00	0.00
15,600.0	90.47	134.99	4,764.4	-8,659.9	8,042.7	11,818.5	0.00	0.00	0.00
15,649.6	90.47	134.99	4,764.0	-8,694.9	8,077.7	11,868.1	0.00	0.00	0.00

Design Targets									
Target Name - hit/miss target - Shape	Dip Angle (°)	Dip Dir. (°)	TVD (usft)	+N/-S (usft)	+E/-W (usft)	Northing (usft)	Easting (usft)	Latitude	Longitude
510H KOP - plan hits target center - Point	0.00	0.00	4,249.0	-981.0	360.0	1,891,463.77	2,753,079.51	36.198216°N	107.731696°W
510H BHL - plan hits target center - Point	0.00	0.00	4,764.0	-8,694.9	8,077.7	1,883,749.82	2,760,797.24	36.177000°N	107.705572°W
510H POE - plan hits target center - Point	0.00	0.00	4,849.0	-1,411.6	790.7	1,891,033.20	2,753,510.23	36.197032°N	107.730237°W

Casing Points					
Measured Depth (usft)	Vertical Depth (usft)	Name		Casing Diameter (")	Hole Diameter (")
240.0	240.0	13 3/8"		13-3/8	17-1/2
2,831.2	2,750.0	9 5/8"		9-5/8	12-1/4

Formations						
Measured Depth (usft)	Vertical Depth (usft)	Name	Lithology	Dip (°)	Dip Direction (°)	
555.0	555.0	Ojo Alamo		0.00		
705.2	705.0	Kirtland		0.00		
850.9	850.0	Fruitland		0.00		
1,217.5	1,210.0	Pictured Cliffs		0.00		
1,446.9	1,430.0	Lewis		0.00		
1,578.0	1,555.0	Chacra		0.00		
2,715.8	2,640.0	Cliff House		0.00		
2,726.3	2,650.0	Menefee		0.00		
3,754.1	3,630.0	Point Lookout		0.00		
4,016.3	3,880.0	Mancos		0.00		
4,257.5	4,110.0	Gallup (MNCS. A)		0.00		
5,346.4	4,849.0	Gallup (TARGET)		0.00		



ENDURING RESOURCES IV, LLC
1050 SEVENTEENTH STREET, SUITE 2500
DENVER, COLORADO 80265

DRILLING PLAN: *Drill, complete, and equip single lateral in the Gallup formation*

WELL INFORMATION:

Name: Rodeo Unit 510H

API Number: 30-045-35871

State: New Mexico

County: San Juan

Surface Elevation: 6,883 ft ASL (GL) 6,905 ft ASL (KB)

Surface Location: 25-23N-09W Sec-Twn-Rng 1,511 ft FNL 409 ft FEL
36.200912 ° N latitude 107.732912 ° W longitude (NAD 83)

BH Location: 32-23N-08W Sec-Twn-Rng 330 ft FSL 2,369 ft FWL
36.177 ° N latitude 107.705572 ° W longitude (NAD 83)

Driving Directions: From the intersection of US HWY 550 and US HWY 64 in Bloomfield, NM: South on US HWY 550 for 37.8 miles to MM 113.4, right (southwest) at on CR #7890 for 0.8 miles to fork; left (south) staying on #7890 for 1.3 miles to 4-way intersection, left (southeast) staying on #7890 for 0.6 miles to fork, right (southwest) staying on #7890 for 0.5 miles, left on access road for 0.4 miles to Rodeo Unit 508H pad.

GEOLOGIC AND RESERVOIR INFORMATION:

Prognosis:	Formation Tops	TVD (ft ASL)	TVD (ft KB)	MD (ft KB)	O / G / W	Pressure
	Ojo Alamo	6,350	555	555	W	normal
	Kirtland	6,200	705	705	W	normal
	Fruitland	6,055	850	850	G, W	sub
	Pictured Cliffs	5,695	1,210	1,210	G, W	sub
	Lewis	5,475	1,430	1,430	G, W	normal
	Chacra	5,350	1,555	1,555	G, W	normal
	Cliff House	4,265	2,640	2,640	G, W	sub
	Menefee	4,255	2,650	2,650	G, W	normal
	Point Lookout	3,275	3,630	3,630	G, W	normal
	Mancos	3,025	3,880	3,880	O,G	normal
	Gallup (MNCS. A)	2,795	4,110	4,110	O,G	normal
	Gallup (Target Depth)	2,056	4,849	4,849	O,G	normal
	PROJECTED WELL TD	2,141	4,764	15,650	O,G	normal

Surface: Nacimiento

Oil & Gas Zones: Several gas bearing zones will be encountered; target formation is the Gallup

Pressure: Normal pressure gradient (0.43 psi/ft) anticipated in all formations

Max. pressure gradient: 0.43 psi/ft Evacuated hole gradient: 0.22 psi/ft

Maximum anticipated BH pressure, assuming maximum pressure gradient: 2,090 psi

Maximum anticipated surface pressure, assuming partially evacuated hole: 1,030 psi

Temperature: Maximum anticipated BHT is 165° F or less

H₂S INFORMATION:

H₂S Zones: Encountering hydrogen-sulfide bearing zones is **NOT** anticipated.

Safety: Sensors and alarms will be placed in the substructure, on the rig floor, above the pits, and at the shakers.

LOGGING, CORING, AND TESTING:

Mud Logs: None planned; remote geo-steering from drill out of 9-5/8" casing to TD; gas chromatograph from drillout of 13-3/8" casing to TD.

MWD / LWD: Gamma Ray from drillout of 13-3/8" casing to TD

Open Hole Logs: None planned

Testing: None planned

Coring: None planned

Cased Hole Logs: CBL on 5-1/2" casing from deepest free-fall depth to surface

DRILLING RIG INFORMATION:

Contractor: Aztec

Rig No.: 1000

Draw Works: E80 AC 1,500 hp

Mast: Hyduke Triple (136 ft, 600,000 lbs, 10 lines)

Top Drive: NOV IDS-350PE (350 ton)

Prime Movers: 4 - GE Jenbacher Natural Gas Generator

Pumps: 2 - RS F-1600 (7,500 psi)

BOPE 1: Cameron double gate ram (11", 3,000 psi)

BOPE 2: Cameron annular (11", 1,500 psi)

Choke: Cameron (4", 10,000 psi)

KB-GL (ft): 22

BOPE REQUIREMENTS:

See attached diagram for details regarding BOPE specifications and configuration.

- 1) Rig will be equipped with upper and lower kelly cocks with handles available.
- 2) Inside BOP and TIW valves will be available to use on all sizes and threads of drill pipe used while drilling the well.
- 2) BOP accumulator will have enough capacity to open the HCR valve, close all rams and annular preventer, and retain minimum of 200 psi above precharge on the closing manifold without the use of closing pumps. The fluid reservoir capacity shall be at least double the usable fluid volume of the accumulator system capacity, and the fluid level shall be maintained at manufacturer's recommendation. There will be two additional sources of power for the closing pumps (electric and air). Sufficient nitrogen bottles will be available and will be recharged when pressure falls below manufacturer's recommended minimum.
- 3) BOP testing shall be conducted (a) when initially installed, (b) whenever any seal is broken or repaired, (c) if the time since the previous test exceeds 30 days. Tests will be conducted using a test plug. BOP ram preventers will be tested to 3,000 psig for 10 minutes, and the annular preventer will be tested to 1,500 psi for 10 minutes. Ram and annular preventers will be tested to 250 psi for 10 minutes. Additionally, BOP and casing strings will be tested to .22 psi/ft or 1,500 psi, whichever is greater but not exceeding 70% of yield strength of the casing, for 30 minutes, prior to drilling out 13-3/8" and 9-5/8" casing. Rams and hydraulically operated remote choke line valve will be function tested daily at a minimum.
- 4) Remote valve for BOP rams, HCR, and choke shall be placed in a location that is readily available to the driller. The remote BOP valve shall be capable of closing and opening the rams.
- 5) Manual locking devices (hand wheels) shall be installed on rams. A valve will be installed on the annular preventer's closing line as close as possible to the preventer to act as a locking device. The valve will be maintained in the open position and shall only be closed when there is no power to the accumulator.

FLUIDS AND SOLIDS CONTROL PROGRAM:

Fluid Measurement: Pumps shall be equipped with stroke counters with displays in the dog-house. Slow pump speed shall be recorded daily and after mudding up, at a minimum, on the drilling report. A Pit Volume Totalizer will be installed and the readout will be displayed in the dog-house. Gas-detecting equipment will be installed at the shakers, and readouts will be available in the dog-house and in the geologist's work-station (if geologist or mud-logger is on-site).

Closed-Loop System: A fully, closed-loop system will be utilized. The system will consist of above-ground piping and above-ground storage tanks and bins. The system will not entail any earthen pits, below-grade storage, or drying pads. All equipment will be disassembled and removed from the site when drilling operations cease. The system will be capable of storing all fluids and generated cuttings and of preventing uncontrolled releases of the same. The system will be operated in an efficient manner to allow the recycling and reuse of as much fluid as possible and to minimize the amount of fluids and solids that require disposal.

Fluid Disposal: Fluids that cannot be reused, recycled, or returned to the supplier will be hauled to and disposed of at an approved disposal site (Industrial Ecosystem, Inc. or Envirotech, Inc.).

Solids Disposal: Drilling solids will be stored (until haul-off) on-site in separate containers with no other waste, debris, or garbage products. Waste solids will be hauled to and disposed of at an approved disposal site (Industrial Ecosystem, Inc. or Envirotech, Inc.).

Fluid Program: See "Detailed Drilling Plan" section for specifics.

DETAILED DRILLING PLAN:

SURFACE: *Drill vertically to casing setting depth (plus necessary rathole), run casing, cement casing to surface.*

0 ft (MD)	to	240 ft (MD)	Hole Section Length:	240 ft
0 ft (TVD)	to	240 ft (TVD)	Casing Required:	220 ft

Note: Surface hole may be drilled, cased, and cemented with a smaller rig in advance of the drilling rig.

Fluid:	Type	MW (ppg)	FL (mL/30 min)	PV (cp)	YP (lb/100 sqft)	pH	Comments
	Fresh Water	8.4	N/C	2 - 8	2 - 12	9.0	Spud mud

Hole Size: 17-1/2"

Bit / Motor: Mill Tooth or PDC, no motor

MWD / Survey: No MWD, run gyro survey after drilling

Logging: None

Casing Specs:		Wt (lb/ft)	Grade	Conn.	Collapse (psi)	Burst (psi)	Tens. Body (lbs)	Tens. Conn (lbs)
Specs	13.375	54.5	J-55	BTC	1,130	2,730	853,000	909,000
Loading					105	591	111,406	111,406
Min. S.F.					10.78	4.62	7.66	8.16

Assumptions: Collapse: fully evacuated casing with 8.4 ppg equivalent external pressure gradient

Burst: maximum anticipated surface pressure with 9.5 ppg fluid inside casing while drilling intermediate hole and 8.4 ppg equivalent external pressure gradient

Tension: buoyed weight in 8.4 ppg fluid with 100,000 lbs over-pull

MU Torque (ft lbs): Minimum: N/A Optimum: N/A Maximum: N/A

Make-up as per API Buttress Connection running procedure.

Casing Details: Float shoe, 1 jt casing, float collar, casing to surface

Centralizers: 2 centralizers per jt stop-banded 10' from each collar on bottom 3 jts, 1 centralizer per 2 jts to surface

Cement:	Type	Weight (ppg)	Yield (cuft/sk)	Water (gal/sk)	Hole Cap. (cuft/ft)	% Excess	Planned TOC (ft MD)	Total Cmt (sx)
	Class G	15.8	1.174	5.15	0.6946	100%	0	284

Calculated cement volumes assume gauge hole and the excess noted in table

Halliburton HALCEM surface cementing blend

Notify NMOCD & BLM if cement is not circulated to surface. Cement must achieve 500 psi compressive strength before drilling out.

INTERMEDIATE: *Drill as per directional plan to casing setting depth, run casing, cement casing to surface, install wellhead.*

240 ft (MD)	to	2,831 ft (MD)	Hole Section Length:	2,591 ft
240 ft (TVD)	to	2,750 ft (TVD)	Casing Required:	2,831 ft

Fluid:	Type	MW (ppg)	FL (mL/30 min)	PV (cp)	YP (lb/100 sqft)	pH	Comments
	WBM	8.8 - 9.5	20	8 - 14	8 - 14	9.0 - 9.5	OBM as contingency

Hole Size: 12-1/4"

Bit / Motor: PDC w/mud motor

MWD / Survey: MWD with GR, inclination, and azimuth survey (every 100' at a minimum)

Logging: None

Pressure Test: NU BOPE and test (as noted above); pressure test 13-3/8" casing to 1,500 psi for 30 minutes.

Note: The intermediate hole section may be drilled with annular preventer and blind rams only (no pipe rams).

Maximum anticipated surface pressure while drilling intermediate hole section is 580 psi

Casing Specs:		Wt (lb/ft)	Grade	Conn.	Collapse (psi)	Burst (psi)	Tens. Body (lbs)	Tens. Conn (lbs)
Specs	9.625	36.0	J-55	LTC	2,020	3,520	564,000	453,000
Loading					1,201	1,187	188,876	188,876
Min. S.F.					1.68	2.96	2.99	2.40

Assumptions: Collapse: fully evacuated casing with 8.4 ppg equivalent external pressure gradient

Burst: maximum anticipated surface pressure with 9.5 ppg fluid inside casing while drilling production hole and 8.4 ppg equivalent external pressure gradient

Tension: buoyed weight in 8.4 ppg fluid with 100,000 lbs over-pull

MU Torque (ft lbs): Minimum: 3,400 Optimum: 4,530 Maximum: 5,660

Casing Details: Float shoe, 1 jt casing, float collar, landing collar, casing to surface

Centralizers: 2 centralizers per jt stop-banded 10' from each collar on bottom 3 jts, 1 centralizer per 2 jts to surface

Cement:	Type	Weight (ppg)	Yield (cuft/sk)	Water (gal/sk)	Hole Cap. (cuft/ft)	% Excess	Planned TOC (ft MD)	Total Cmt (sx)
Lead	G:POZ Blend	12.3	1.987	10.16	0.3132	40%	0	514
Tail	Class G	15.8	1.148	4.98	0.3132	10%	2,331	150

Calculated cement volumes assume gauge hole and the excess noted in table

Halliburton ECONOCEM & HALCEM cementing blend

Notify NMOCD & BLM if cement is not circulated to surface. Cement must achieve 500 psi compressive strength before drilling out.

PRODUCTION: Drill to TD following directional plan, run casing, cement casing to surface.

2,831 ft (MD)	to	15,650 ft (MD)	Hole Section Length:	12,819 ft
2,750 ft (TVD)	to	4,764 ft (TVD)	Casing Required:	15,650 ft

Estimated KOP:	4,249 ft (MD)	4,403 ft (TVD)
Estimated Landing Point (P.O.E.):	4,849 ft (MD)	4,849 ft (TVD)
Estimated Lateral Length:	10,801 ft (MD)	

Fluid:	Type	MW (ppg)	FL (mL/30')	PV (cp)	YP (lb/100 sqft)	pH	Comments
	WBM	8.8 - 9.5	20	8 - 14	8 - 14	9.0 - 9.5	OBM as contingency

Hole Size: 8-1/2"

Bit / Motor: PDC w/mud motor

MWD / Survey: MWD with GR, inclination, and azimuth (survey every joint from KOP to Landing Point and survey every 100' minimum before KOP and after Landing Point)

Logging: GR MWD for entire section, no mud-log or cuttings sampling, no OH WL logs

Pressure Test: NU BOPE and test (as noted above); pressure test 9-5/8" casing to 1,500 psi for 30 minutes.

Casing Specs:	Size (in)	Wt (lb/ft)	Grade	Conn.	Collapse (psi)	Burst (psi)	Tens. Body (lbs)	Tens. Conn (lbs)
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Specs	5.500	17.0	P-110	LTC	7,460	10,640	546,000	445,000
Loading					2,353	8,946	329,577	329,577
Min. S.F.					3.17	1.19	1.66	1.35

*Assumptions: Collapse: fully evacuated casing with 9.5 ppg fluid in the annulus (floating casing during running)
Burst: 8,500 psi maximum surface treating pressure with 10.2 ppg equivalent mud weight sand laden fluid with 8.4 ppg equivalent external pressure gradient
Tension: buoyed weight in 9.0 ppg fluid with 100,000 lbs over-pull*

MU Torque (ft lbs): Minimum: 3,470 Optimum: 4,620 Maximum: 5,780

Casing Details: Float shoe, 2 jts casing, float collar, landing collar, toe-initiation sleeve with handling pups, 1 jt casing, toe-initiation sleeve with handling pups, casing to KOP with 20' marker joints spaced evenly in lateral every 2,000'. Place Floatation Sub at KOP (+/-). Continue running casing to surface. **The toe-initiation sleeves must be positioned INSIDE the 330' unit setback.**

Centralizers: Lateral: Minimum of 1 centralizer per 2 joints

Curve: 1 centralizer every joint from landing point to KOP

Vertical: 1 centralizer every 2 joints from KOP to 9-5/8" shoe, 1 every 3 joints from 9-5/8" shoe to surface

Cement:	Type	Weight (ppg)	Yield (cuft/sk)	Water (gal/sk)	Hole Cap. (cuft/ft)	% Excess	Planned TOC (ft MD)	Total Cmt (sx)
Lead	G:POZ blend	12.3	1.987	10.16	0.2691	40%	0	791
Tail	G:POZ blend	13.3	1.354	5.94	0.2291	10%	4,403	2,093

Calculated cement volumes assume gauge hole and the excess noted in table

Halliburton ECONOCEM & EXTENDACEM cementing blend

Notify NMOCD & BLM if cement is not circulated to surface.

Note: The lateral may be drilled past applicable setback to maximize the length of the completed interval and to maximize resource recovery. If the well is drilled past the setback, the toe Initiation sleeve and all perforations will be placed inside the setback. An unorthodox location application is not required because the completed interval will be entirely within the setback as defined and allowed by NMAC 19.15.16.7B(1), NMAC 19.15.16.14B(2), NMAC 19.15.16.15B(2) . Order number for Rodeo Unit is R-14313.

FINISH WELL: ND BOP, NU WH with BPV and cap, RDMO.

COMPLETION AND PRODUCTION PLAN:

Frac: Lateral will be fracture-stimulated in approximately 55 plug-and-perf stages with approximately 275,000 bbls slickwater fluid and 20,000,000 lbs of proppant.

Flowback: Depending on well pressures, flow back may be either up 5-1/2" casing or 2-7/8" production tubing. Well will be flowed back until proppant volumes are low enough that the well can safely be produced through permanent production facilities.

Production: Well will produce up production tubing via gas-lift into permanent production and storage facilities.

ESTIMATED START DATES:

Drilling: 10/1/2018

Completion: 12/1/2018

Production: 1/14/2019

Prepared by: Alec Bridge 7/25/2018