Form C-101

<u>District I</u> 1625 N. French Dr., Hobbs, NM 88240 Phone:(575) 393-6161 Fax:(575) 393-0720

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

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

District IV

1220 S. St Francis Dr., Santa Fe, NM 87505 Phone:(505) 476-3470 Fax:(505) 476-3462

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

August 1, 2011

Permit 305330

APPLICATION FOR PERMIT T	O DRILL, RE-ENTER, DEEPEN, PLUGBACK, OR ADD A ZONE
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Operator Name and Address						2. OGRID Number			
Spur Energy Partners LLC						328947			
9655 Katy Freeway			3. API	Number					
Houston, TX 77024							30-025-496	356	
4. Property Code		5. Property Name				6. Wel	l No.		
331866		JG 16 STATE	NORTH COM				021H		
7. Surface Location									
III - Lot Section	Township	Range	Lot Idn	Feet From	N/S Line	Feet From	F/W Line	County	

UL - Lot	Section	Township	Range	Lot Idn	Feet From	N/S Line	Feet From	E/W Line	County
D	16	17S	32E	D	1320	N	80	W	Lea

8. Proposed Bottom Hole Location

UL - Lot	Section	Township	Range	Lot Idn	Feet From	N/S Line	Feet From	E/W Line	County
Н	16	17S	32E	Н	1980	N	50	E	Lea

#### 9. Pool Information

MALJAMAR;YESO, WEST	44500

#### Additional Well Information

11. Work Type	12. Well Type	13. Cable/Rotary	14. Lease Type	15. Ground Level Elevation
New Well	OIL		State	4038
16. Multiple	17. Proposed Depth	18. Formation	19. Contractor	20. Spud Date
N	11503	Paddock		3/9/2022
Depth to Ground water		Distance from nearest fresh water well		Distance to nearest surface water

#### ☑ We will be using a closed-loop system in lieu of lined pits

21. Proposed Casing and Cement Program

Type	Hole Size	Casing Size	Casing Weight/ft	Setting Depth	Sacks of Cement	Estimated TOC
Surf	17.5	13.375	54.5	925	897	0
Int1	12.25	9.625	36	4250	1264	0
Prod	8.75	7	32	6100	2381	0
Prod	8.75	5.5	20	11503	2381	0

#### **Casing/Cement Program: Additional Comments**

22. Proposed	<b>Blowout</b>	Prevention	Program
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Type	Working Pressure	Test Pressure	Manufacturer
Double Ram	5	70	Shaffer

knowledge and	have complied with 19.15.14.9 (A) N	true and complete to the best of my  NMAC ⊠ and/or 19.15.14.9 (B) NMAC		OIL CONSE	ERVATION DIVISION
Printed Name:	Printed Name: Electronically filed by Sarah Chapman			Paul F Kautz	
Title:	Regulatory Director		Title:	Geologist	
Email Address:	schapman@spurenergy.com		Approved Date:	12/17/2021	Expiration Date: 12/17/2023
Date:	12/16/2021	Conditions of App	oroval Attached		

DISTRICT I
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DISTRICT III

1000 Rio Brazos Rd., Aztec, NM 87410 Phone (505) 334-6178 Fax: (505) 334-6170

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

DISTRICT IV

i N. French Dr., Hobbs, NM 88240
e (575) 393-6161 Fax: (575) 393-0720

STRICT II
S. First St., Artesia, NM 88210

State of New Mexico
Energy, Minerals and Natural Resources Department

Form C-102 Revised August 4, 2011

Submit one copy to appropriate
District Office

#### OIL CONSERVATION DIVISION

1220 South St. Francis Dr. Santa Fe, New Mexico 87505

#### WELL LOCATION AND ACREAGE DEDICATION PLAT

☐ AMENDED REPORT

API Number	API Number Pool Code Pool Name 98033 WC-025 G-10 S213328O;		Wolfcamp		
Property Code	Prop	Well Number			
326484	ANDERSO	ANDERSON FED COM			
OGRID No.	Орез	Elevation 3667'			
372417	ADVANCE ENERGY PA	ADVANCE ENERGY PARTNERS HAT MESA, LLC			

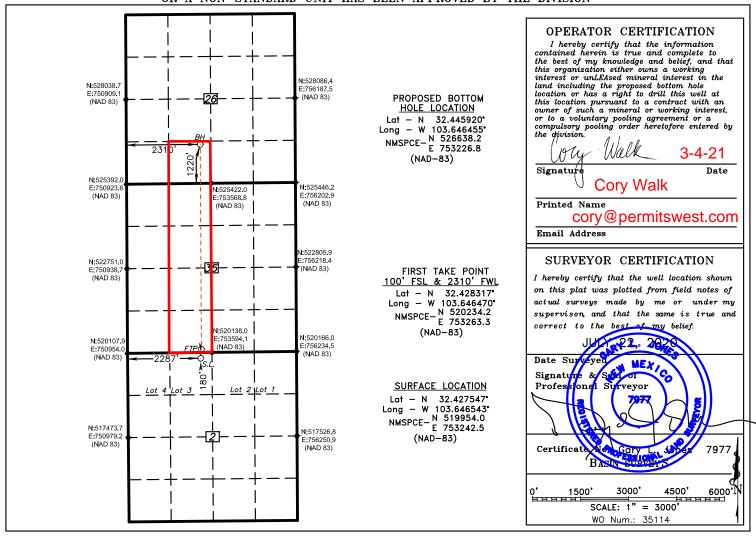
#### Surface Location

UL or lot No.	Section	Township	Range	Lot Idn	Feet from the	SOUTH/South line	Feet from the	East/West line	County
LOT 3	2	22 S	32 E		180	NORTH	2287	WEST	LEA

#### Bottom Hole Location If Different From Surface

UL or lot No.	Section	Township	Range	Lot Idn	Feet from the	SOUTH/South line	Feet from the	East/West line	County
N	26	21 S	32 E		1220	SOUTH	2310	WEST	LEA
Dedicated Acre	s Joint o	r Infill	Consolidation (	Code Or	der No.				
200.00			С						

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



Form APD Conditions

Permit 305330

<u>District I</u> 1625 N. French Dr., Hobbs, NM 88240 Phone:(575) 393-6161 Fax:(575) 393-0720 District II

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

#### PERMIT CONDITIONS OF APPROVAL

Operator Name and Address:	API Number:
Spur Energy Partners LLC [328947]	30-025-49656
9655 Katy Freeway	Well:
Houston, TX 77024	JG 16 STATE NORTH COM #021H

OCD	Condition
Reviewer	
pkautz	Notify OCD 24 hours prior to casing & cement
pkautz	Will require a File As Drilled C-102 and a Directional Survey with the C-104
pkautz	Once the well is spud, to prevent ground water contamination through whole or partial conduits from the surface, the operator shall drill without interruption through the fresh
	water zone or zones and shall immediately set in cement the water protection string
pkautz	Oil base muds are not to be used until fresh water zones are cased and cemented providing isolation from the oil or diesel. This includes synthetic oils. Oil based mud,
	drilling fluids and solids must be contained in a steel closed loop system
pkautz	1) SURFACE & INTERMEDIATE CASING - Cement must circulate to surface 2) PRODUCTION CASING - Cement must tie back into intermediate casing
pkautz	The Operator is to notify NMOCD by sundry (Form C-103) within ten (10) days of the well being spud

#### State of New Mexico Energy, Minerals and Natural Resources Department

Submit Electronically Via E-permitting

Oil Conservation Division 1220 South St. Francis Dr. Santa Fe, NM 87505

#### NATURAL GAS MANAGEMENT PLAN

This Natural Gas Management Plan must be submitted with each Application for Permit to Drill (APD) for a new or recompleted well.

#### Section 1 – Plan Description Effective May 25, 2021

I. Operator: SPUR	ENERGY PA	RTNERS LLC	OGRID:	328947	7 Date: _	10 / 16 / 2021	
II. Type: ズ Original □	<b>II. Type:</b> ★ Original □ Amendment due to □ 19.15.27.9.D(6)(a) NMAC □ 19.15.27.9.D(6)(b) NMAC □ Other.						
If Other, please describe	e:						
III. Well(s): Provide the following information for each new or recompleted well or set of wells proposed to be drilled or proposed to be recompleted from a single well pad or connected to a central delivery point.						be drilled or proposed to	
Well Name	API	ULSTR	Footages	Anticipated Oil BBL/D	Anticipated Gas MCF/D	Anticipated Produced Water BBL/D	
JG 16 STATE NORTH COM 20H	30-025-PEND	D-16-17S-32E	1280' FNL 80' FWL	364 BBL/D	613 MCF/D	1273 BBL/D	
JG 16 STATE NORTH COM 21H	30-025-PEND	D-16-17S-32E	1320' FNL 80' FWL	364 BBL/D	613 MCF/D	1273 BBL/D	
JG 16 STATE NORTH COM 60H	30-015-PEND	D-16-17S-32E	1300' FNL 80' FWL	274 BBL/D	274 MCF/D	891 BBL/D	
		_					
IV. Central Delivery Point Name: JG 16 STATE COM NORTH TANK BATTERY [See 19.15.27.9(D)(1) NMAC]							

**V. Anticipated Schedule:** Provide the following information for each new or recompleted well or set of wells proposed to be drilled or proposed to be recompleted from a single well pad or connected to a central delivery point.

Well Name	API	Spud Date	TD Reached Date	Completion Commencement Date	Initial Flow Back Date	First Production Date
JG 16 STATE NORTH COM 20H	30-025-PEND	02/20/2022	02/26/2022	03/21/2022	04/06/2022	04/06/2022
JG 16 STATE NORTH COM 21H	30-025-PEND	03/09/2022	03/18/2022	03/21/2022	04/06/2022	04/06/2022
JG 16 STATE NORTH COM 60H	30-015-PEND	02/27/2022	03/08/2022	03/21/2022	04/06/2022	04/06/2022

- VI. Separation Equipment: X Attach a complete description of how Operator will size separation equipment to optimize gas capture.
- VIII. Best Management Practices: 🛛 Attach a complete description of Operator's best management practices to minimize venting during active and planned maintenance.

## Section 2 – Enhanced Plan EFFECTIVE APRIL 1, 2022

Beginning April 1, 2022, an operator that is not in compliance with its statewide natural gas capture requirement for the applicable reporting area must complete this section.

💢 Operator certifies that it is not required to complete this section because Operator is in compliance with its statewide natural gas capture requirement for the applicable reporting area.

#### IX. Anticipated Natural Gas Production:

Well	API	Anticipated Average Natural Gas Rate MCF/D	Anticipated Volume of Natural Gas for the First Year MCF

#### X. Natural Gas Gathering System (NGGS):

Operator	System	ULSTR of Tie-in	Anticipated Gathering Start Date	Available Maximum Daily Capacity of System Segment Tie-in

XI. Map. $\square$ Attach an accurate and legible map depicting the location of the well(s), the anticipated pipeline route(s) connecting the
production operations to the existing or planned interconnect of the natural gas gathering system(s), and the maximum daily capacity of
the segment or portion of the natural gas gathering system(s) to which the well(s) will be connected.

XII. Line Capacity. The natural gas gathering system [	$\square$ will $\square$ will not have $\alpha$	capacity to gather 100% of	the anticipated natural gas
production volume from the well prior to the date of first	st production.		

XIII. Line Pressure. Operator $\square$ does $\square$ does not anticipate that its existing well(s) connected to the same segment,	or portion,	, of the
natural gas gathering system(s) described above will continue to meet anticipated increases in line pressure caused by	the new w	ell(s).

Attach O	perator's	plan to	manage	production	in res	ponse to	the	increased	line	pressure.

XIV. Confidentiality:   Operator asserts confidentiality pursuant to Section 71-2-8 NMSA 1978 for the information provided in
Section 2 as provided in Paragraph (2) of Subsection D of 19.15.27.9 NMAC, and attaches a full description of the specific information
for which confidentiality is asserted and the basis for such assertion.

# Section 3 - Certifications <u>Effective May 25, 2021</u>

Operator certifies that, after reasonable inquiry and based on the available information at the time of submittal: 🛮 Operator will be able to connect the well(s) to a natural gas gathering system in the general area with sufficient capacity to transport one hundred percent of the anticipated volume of natural gas produced from the well(s) commencing on the date of first production, taking into account the current and anticipated volumes of produced natural gas from other wells connected to the pipeline gathering system: or □ Operator will not be able to connect to a natural gas gathering system in the general area with sufficient capacity to transport one hundred percent of the anticipated volume of natural gas produced from the well(s) commencing on the date of first production, taking into account the current and anticipated volumes of produced natural gas from other wells connected to the pipeline gathering system. If Operator checks this box, Operator will select one of the following: Well Shut-In. ☐ Operator will shut-in and not produce the well until it submits the certification required by Paragraph (4) of Subsection D of 19.15.27.9 NMAC; or Venting and Flaring Plan. 

Operator has attached a venting and flaring plan that evaluates and selects one or more of the potential alternative beneficial uses for the natural gas until a natural gas gathering system is available, including: (a) power generation on lease; **(b)** power generation for grid; compression on lease; (c) (d) liquids removal on lease; reinjection for underground storage; (e) **(f)** reinjection for temporary storage; (g) reinjection for enhanced oil recovery; fuel cell production; and (h) other alternative beneficial uses approved by the division.

## Section 4 - Notices

- 1. If, at any time after Operator submits this Natural Gas Management Plan and before the well is spud:
- (a) Operator becomes aware that the natural gas gathering system it planned to connect the well(s) to has become unavailable or will not have capacity to transport one hundred percent of the production from the well(s), no later than 20 days after becoming aware of such information, Operator shall submit for OCD's approval a new or revised venting and flaring plan containing the information specified in Paragraph (5) of Subsection D of 19.15.27.9 NMAC; or
- (b) Operator becomes aware that it has, cumulatively for the year, become out of compliance with its baseline natural gas capture rate or natural gas capture requirement, no later than 20 days after becoming aware of such information, Operator shall submit for OCD's approval a new or revised Natural Gas Management Plan for each well it plans to spud during the next 90 days containing the information specified in Paragraph (2) of Subsection D of 19.15.27.9 NMAC, and shall file an update for each Natural Gas Management Plan until Operator is back in compliance with its baseline natural gas capture rate or natural gas capture requirement.
- 2. OCD may deny or conditionally approve an APD if Operator does not make a certification, fails to submit an adequate venting and flaring plan which includes alternative beneficial uses for the anticipated volume of natural gas produced, or if OCD determines that Operator will not have adequate natural gas takeaway capacity at the time a well will be spud.

I certify that, after reasonable inquiry, the statements in and attached to this Natural Gas Management Plan are true and correct to the best of my knowledge and acknowledge that a false statement may be subject to civil and criminal penalties under the Oil and Gas Act.

Signature: Sarah Chapman
Printed Name: SARAH CHAPMAN
Title: REGULATORY DIRECTOR
E-mail Address: SCHAPMAN@SPURENERGY.COM
Date: 12/16/2021
Phone:
832-930-8613
OIL CONSERVATION DIVISION
(Only applicable when submitted as a standalone form)
Approved By:
Title:
Approval Date:
Conditions of Approval:



## Natural Gas Management Plan – Attachment

VI. Separation equipment will be sized by construction engineering staff based on anticipated daily production to ensure adequate capacity.

VII. Spur Energy Partners LLC ("Spur") will take the following actions to comply with the regulations listed in 19.15.27.8:

- A. Spur will maximize the recovery of natural gas by minimizing waste, as defined by 19.15.2 NMAC, of natural gas through venting and flaring. Spur will ensure that our wells will be connected to a natural gas gathering system with sufficient capacity to transport natural gas.
- B. All drilling operations will be equipped with a rig flare at least 100 feet from the nearest surface hole location. Rig flare will be utilized to combust any natural gas that is brought to surface during normal operations. In the case of emergency, flaring volumes will be reported appropriately.
- C. During completion operations any natural gas brought to surface will be flared. Immediately following completion operations, wells will flow to permanent separation equipment. Produced natural gas from separation equipment will be sent to sales. If natural gas does not meet gathering pipeline specifications, Spur will flare for 60 days or until natural gas meets the pipeline specifications. Spur will ensure flare is properly sized and is equipped with an automatic igniter or continuous pilot. Gas samples will be taken twice per week and natural gas will be routed into a gathering system as soon as the pipeline specifications are met.
- D. Natural gas will not be flared with the exception of 19.15.27.8(D)(1-4). If there is no adequate takeaway for the separator gas, wells will be shut-in until that natural gas gathering system is available with exception of emergency or malfunction situations. Volumes will be reported appropriately.
- E. Spur will comply with performance standards pursuant to 19.15.27.8(E)(1-8). All equipment will be designed and sized to handle maximum pressures to minimize waste. Storage tanks constructed after May 25, 2021 will be equipped with an automatic gauging system that reduces venting of natural gas. Flare stacks installed or replaced after May 25, 2021 will be equipped with an automatic ignitor or continuous pilot. Spur will conduct AVO inspections as described in 19.15.27.8(E)(5)(a) with frequencies specified in 19.15.27.8(E)(5)(b) and (c). All emergencies or malfunctions will be resolved as quickly and safely as possible to minimize waste.
- F. The volume of natural gas that is vented or flared as the result of an emergency or malfunction during drilling and/or completion operations will be estimated and reported accordingly. The volume of natural gas that is vented, flared or beneficially used during production operations, will be measured and reported accordingly. Spur will install equipment to measure the volume of natural gas flared from existing piping or a flowline piped from equipment such as high-pressure separators, heater treaters, or VRUs associated with a well or facility associated with a well authorized by an APD after May 25, 2021 that has an average daily production of less than 60,000 cubic feet of natural gas. If metering is not practicable due to circumstances such as low flow rate or low pressure venting or flaring, Spur will estimate the volume of flared or vented natural gas. Measuring equipment will conform to industry standards and will not be equipped with a manifold



that allows the diversion of natural gas around the metering element except for the sole purpose of inspecting and servicing equipment.

VIII. For maintenance activities involving production equipment and compression, venting be limited to the depressurization of the subject equipment to ensure safe working conditions. For maintenance of production equipment, the associated producing wells will be shut-in to eliminate venting. For maintenance of VRUs, all natural gas normally routed to the VRU will be routed to flare.



## Spur Energy Partners, LLC

Lea County, NM (Nad-83/ NME) JG 16 STATE NORTH COM 21H

Wellbore #1

Plan: PLAN #1

## **Standard Planning Report**

12 December, 2021



WBDS SQL 2 Database:

Company: Spur Energy Partners, LLC Project: Lea County, NM (Nad-83/ NME) JG 16 STATE NORTH COM Site:

Well: 21H Wellbore: Wellbore #1 Design: PLAN #1

Local Co-ordinate Reference:

**TVD Reference:** MD Reference: North Reference:

**Survey Calculation Method:** 

Well 21H

RKB = 20' @ 4058.00usft (AKITA 57) RKB = 20' @ 4058.00usft (AKITA 57)

Grid

Minimum Curvature

Project Lea County, NM (Nad-83/ NME)

Map System: Geo Datum:

Map Zone:

US State Plane 1983 North American Datum 1983 New Mexico Eastern Zone

System Datum:

Mean Sea Level

JG 16 STATE NORTH COM Site

Northing: 669,185.10 usft 32.838391 Site Position: Latitude: From: Мар Easting: 711,352.20 usft Longitude: -103.779785 0.00 usft Slot Radius: 13.200 in **Grid Convergence:** 0.300° **Position Uncertainty:** 

Well 21H

-39.90 usft 669.145.20 usft 32.838282 **Well Position** +N/-S Northing: Latitude: +E/-W 0.30 usft Easting: 711,352.50 usft Longitude: -103.779785

**Position Uncertainty** 0.00 usft Wellhead Elevation: **Ground Level:** 4,038.00 usft

Wellbore Wellbore #1 Dip Angle Magnetics **Model Name** Sample Date Declination Field Strength (°) (°) (nT) IGRF2020 12/08/21 6.634 60.411 47,780.39898297

PLAN #1 Design Audit Notes: Version: Phase: **PLAN** Tie On Depth: 0.00 Vertical Section: Depth From (TVD) +N/-S +E/-W Direction (usft) (usft) (usft) (°) 0.00 0.00 0.00 89.83

12/10/21 **Plan Survey Tool Program** Date

**Depth From** Depth To (usft)

(usft)

Survey (Wellbore) **Tool Name** Remarks

0.00 11,503.48 PLAN #1 (Wellbore #1) MWD+IFR1+SAG+FDIR

OWSG MWD + IFR1 + Sag + F

**Plan Sections** Measured Vertical Dogleg Build Turn Depth Inclination Azimuth Depth +N/-S +E/-W Rate Rate Rate TFO (usft) (usft) (°/100ft) (°/100ft) (°/100ft) (°) (usft) (usft) (°) (°) Target 0.00 0.00 0.00 0.00 0.00 0.00 0.00 0.00 0.000 0.00 300.00 0.00 0.00 300.00 0.00 0.00 0.00 0.00 0.00 0.000 998.28 13.97 -48.51 2.00 0.00 235.05 991.39 -69.41 2.00 235.054 4.848.89 13.97 235.05 4.728.17 -580.82 -831.16 0.00 0.00 0.00 0.000 -14.17 5,873.55 60.00 5,598.24 -661.14 -435.78 7.00 4.49 -148.652 89.83 6,073.55 60.00 89.83 5,698.24 -660.63 -262.58 0.00 0.00 0.00 0.000 6,373.55 90.00 89.83 5,775.00 -659.80 23.90 10.00 10.00 0.00 0.000 3. FTP 21H: 1980' FN 90.00 5,775.00 -645.04 5,103.90 0.00 0.00 0.000 4. LTP 21H: 1980' FN 11,453.57 89 83 0.00 11,503.48 90.00 89.83 5,775.00 -644.90 5,153.80 0.00 0.00 0.00 0.000 5. BHL 21H: 1980' FN



Database: WBDS\_SQL\_2

Company: Spur Energy Partners, LLC
Project: Lea County, NM (Nad-83/ NME)
Site: JG 16 STATE NORTH COM

 Well:
 21H

 Wellbore:
 Wellbore #1

 Design:
 PLAN #1

Local Co-ordinate Reference:

TVD Reference:
MD Reference:
North Reference:
Survey Calculation Method:

Well 21H

RKB = 20' @ 4058.00usft (AKITA 57)

RKB = 20' @ 4058.00usft (AKITA 57)

Grid

Measured			Vertical			Vertical	Dogleg	Build	Turn
Depth (usft)	Inclination (°)	Azimuth (°)	Depth (usft)	+N/-S (usft)	+E/-W (usft)	Section (usft)	Rate (°/100ft)	Rate (°/100ft)	Rate (°/100ft)
0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
	1320' FNL, 80' F				• •	•		• •	
100.00	0.00	0.00	100.00	0.00	0.00	0.00	0.00	0.00	0.00
200.00	0.00	0.00	200.00	0.00	0.00	0.00	0.00	0.00	0.00
300.00	0.00	0.00	300.00	0.00	0.00	0.00	0.00	0.00	0.00
400.00	2.00	235.05	399.98	-1.00	-1.43	-1.43	2.00	2.00	0.00
500.00	4.00	235.05	499.84	-4.00	-5.72	-5.73	2.00	2.00	0.00
600.00	6.00	235.05	599.45	-8.99	-12.86	-12.89	2.00	2.00	0.00
700.00	8.00	235.05	698.70	-15.97	-22.85	-22.90	2.00	2.00	0.00
800.00	10.00	235.05	797.47	-24.93	-35.67	-35.75	2.00	2.00	0.00
900.00	12.00	235.05	895.62	-35.86	-51.31	-51.42	2.00	2.00	0.00
998.28	13.97	235.05	991.39	-48.51	-69.41	-69.56	2.00	2.00	0.00
1,000.00	13.97	235.05	993.06	-48.74	-69.75	-69.90	0.00	0.00	0.00
1,100.00	13.97	235.05	1,090.10	-62.57	-89.53	-89.72	0.00	0.00	0.00
1,200.00	13.97	235.05	1,187.14	-76.39	-109.32	-109.54 120.37	0.00	0.00	0.00
1,300.00	13.97	235.05	1,284.19	-90.22	-129.10	-129.37	0.00	0.00	0.00
1,400.00	13.97	235.05	1,381.23	-104.04	-148.88	-149.19	0.00	0.00	0.00
1,500.00	13.97	235.05	1,478.28	-117.87	-168.66	-169.01	0.00	0.00	0.00
1,600.00	13.97	235.05	1,575.32	-131.69	-188.45	-188.84	0.00	0.00	0.00
1,700.00	13.97	235.05	1,672.36	-145.51	-208.23	-208.66	0.00	0.00	0.00
1,800.00	13.97	235.05	1,769.41	-159.34	-228.01	-228.48	0.00	0.00	0.00
1,900.00	13.97	235.05	1,866.45	-173.16	-247.79	-248.31	0.00	0.00	0.00
2,000.00	13.97	235.05	1,963.50	-186.99	-267.58	-268.13	0.00	0.00	0.00
2,100.00	13.97	235.05	2,060.54	-200.81	-287.36	-287.95	0.00	0.00	0.00
2,200.00	13.97	235.05	2,157.58	-214.64	-307.14	-307.78	0.00	0.00	0.00
2,300.00	13.97	235.05	2,254.63	-228.46	-326.92	-327.60	0.00	0.00	0.00
2,400.00	13.97	235.05	2,351.67	-242.28	-346.71	-347.42	0.00	0.00	0.00
2,500.00	13.97	235.05	2,448.72	-256.11	-366.49	-367.25	0.00	0.00	0.00
2,600.00	13.97	235.05	2,545.76	-269.93	-386.27	-387.07	0.00	0.00	0.00
2,700.00	13.97	235.05	2,642.80	-283.76	-406.05	-406.89	0.00	0.00	0.00
2,800.00	13.97	235.05	2,739.85	-297.58	-425.84	-426.72	0.00	0.00	0.00
2,900.00	13.97	235.05	2,836.89	-311.41	-445.62	-446.54	0.00	0.00	0.00
3,000.00	13.97	235.05	2,933.94	-325.23	-465.40	-466.36	0.00	0.00	0.00
3,100.00	13.97	235.05	3,030.98	-339.05	-485.18	-486.19	0.00	0.00	0.00
3,200.00	13.97	235.05	3,128.02	-352.88	-504.97	-506.01	0.00	0.00	0.00
3,300.00	13.97	235.05	3,225.07	-366.70	-524.75	-525.83	0.00	0.00	0.00
3,400.00	13.97	235.05	3,322.11	-380.53	-544.53	-545.66	0.00	0.00	0.00
3,500.00	13.97	235.05	3,419.16	-394.35	-564.31	-565.48	0.00	0.00	0.00
3,600.00	13.97	235.05	3,516.20	-408.17	-584.10	-585.30	0.00	0.00	0.00
3,700.00	13.97	235.05	3,613.24 3,710.29	-422.00	-603.88	-605.13	0.00	0.00	0.00
3,800.00	13.97	235.05	3,710.29	-435.82	-623.66	-624.95	0.00	0.00	0.00
3,900.00	13.97	235.05	3,807.33	-449.65	-643.44	-644.77	0.00	0.00	0.00
4,000.00	13.97	235.05	3,904.38	-463.47	-663.22	-664.60	0.00	0.00	0.00
4,100.00	13.97	235.05	4,001.42	-477.30	-683.01	-684.42	0.00	0.00	0.00
4,200.00	13.97	235.05	4,098.46	-491.12	-702.79	-704.24	0.00	0.00	0.00
4,300.00	13.97	235.05	4,195.51	-504.94	-722.57	-724.07	0.00	0.00	0.00
4,400.00	13.97	235.05	4,292.55	-518.77	-742.35	-743.89	0.00	0.00	0.00
4,500.00	13.97	235.05	4,389.60	-532.59	-762.14	-763.71	0.00	0.00	0.00
4,600.00	13.97	235.05	4,486.64	-546.42	-781.92	-783.54	0.00	0.00	0.00
4,700.00	13.97	235.05	4,583.68	-560.24	-801.70	-803.36	0.00	0.00	0.00
4,800.00	13.97	235.05	4,680.73	-574.07	-821.48	-823.18	0.00	0.00	0.00
4,848.89	13.97	235.05	4,728.17	-580.82	-831.16	-832.88	0.00	0.00	0.00



Database: WBDS\_SQL\_2

Company: Spur Energy Partners, LLC
Project: Lea County, NM (Nad-83/ NME)
Site: JG 16 STATE NORTH COM

 Well:
 21H

 Wellbore:
 Wellbore #1

 Design:
 PLAN #1

Local Co-ordinate Reference:

TVD Reference:
MD Reference:
North Reference:
Survey Calculation Method:

Well 21H

RKB = 20' @ 4058.00usft (AKITA 57) RKB = 20' @ 4058.00usft (AKITA 57)

Grid

anned Survey									
Measured Depth (usft)	Inclination (°)	Azimuth (°)	Vertical Depth (usft)	+N/-S (usft)	+E/-W (usft)	Vertical Section (usft)	Dogleg Rate (°/100ft)	Build Rate (°/100ft)	Turn Rate (°/100ft)
4,850.00	13.90	234.89	4,729.25	-580.98	-831.37	-833.09	7.00	-5.97	-15.16
4,900.00	11.06	225.32	4,778.07	-587.81	-839.70	-841.44	7.00	-5.67	-19.14
4,950.00	8.72	210.04	4,827.33	-594.47	-845.01	-846.77	7.00	-4.69	-30.55
5,000.00	7.35	186.76	4,876.85	-600.92	-847.29	-849.06	7.00	-2.74	-46.56
5,050.00	7.51	159.46	4,926.45	-607.16	-846.52	-848.31	7.00	0.32	-54.60
5,100.00	9.11	137.72	4,975.93	-613.15	-842.70	-844.52	7.00	3.21	-43.48
5,150.00	11.58	123.78	5,025.12	-618.87	-835.87	-837.70	7.00	4.94	-27.89
5,200.00	14.48	114.99	5,073.84	-624.31	-826.03	-827.87	7.00	5.79	-17.57
5,250.00	17.59	109.17	5,121.89	-629.43	-813.22	-815.08	7.00	6.23	-11.64
5,300.00	20.82	105.08	5,169.10	-634.22	-797.50	-799.38	7.00	6.47	-8.18
5,350.00	24.13	102.06	5,215.30	-638.67	-778.92	-780.81	7.00	6.61	-6.05
5,400.00	27.48	99.73	5,260.31	-642.76	-757.55	-759.45	7.00	6.70	-4.66
5,450.00	30.86	97.87	5,303.96	-646.46	-733.47	-735.38	7.00	6.76	-3.71
5,500.00	34.26	96.35	5,346.10	-649.78	-706.77	-708.69	7.00	6.81	-3.04
5,550.00	37.68	95.07	5,386.55	-652.69	-677.55	-679.48	7.00	6.84	-2.55
5,600.00	41.11	93.98	5,425.19	-655.18	-645.91	-647.85	7.00	6.86	-2.19
5,650.00	44.55	93.03	5,461.85	-657.25	-611.99	-613.94	7.00	6.88	-1.90
5,700.00	48.00	92.19	5,496.40	-658.88	-575.90	-577.85	7.00	6.89	-1.68
5,750.00	51.45	91.43	5,528.72	-660.08	-537.78	-539.73	7.00	6.90	-1.51
5,800.00	54.91	90.74	5,558.68	-660.84	-497.76	-499.72	7.00	6.91	-1.37
5,850.00	58.37	90.11	5,586.17	-661.14	-456.01	-457.97	7.00	6.92	-1.26
5,873.55	60.00	89.83	5,598.24	-661.14	-435.78	-437.74	7.00	6.92	-1.19
5,900.00	60.00	89.83	5,611.46	-661.07	-412.88	-414.84	0.00	0.00	0.00
6,000.00	60.00	89.83	5,661.46	-660.82	-326.28	-328.24	0.00	0.00	0.00
6,073.55	60.00	89.83	5,698.24	-660.63	-262.58	-264.54	0.00	0.00	0.00
6,100.00	62.64	89.83	5,710.93	-660.56	-239.38	-241.34	10.00	10.00	0.00
6,150.00	67.64	89.83	5,731.94	-660.43	-194.02	-195.98	10.00	10.00	0.00
6,200.00	72.64	89.83	5,748.92	-660.30	-147.01	-148.97	10.00	10.00	0.00
6,250.00	77.64	89.83	5,761.73	-660.16	-98.70	-100.66	10.00	10.00	0.00
6,300.00	82.64	89.83	5,770.29	-660.01	-49.45	-51.41	10.00	10.00	0.00
6,350.00	87.64	89.83	5,774.52	-659.87	0.35	-1.60	10.00	10.00	0.00
6,373.55	90.00	89.83	5,775.00	-659.80	23.90	21.94	10.00	10.00	0.00
	: 1980' FNL, 100'								
6,400.00	90.00	89.83	5,775.00	-659.72	50.35	48.39	0.00	0.00	0.00
6,500.00	90.00	89.83	5,775.00	-659.43	150.35	148.39	0.00	0.00	0.00
6,600.00	90.00	89.83	5,775.00	-659.14	250.35	248.39	0.00	0.00	0.00
6,700.00	90.00	89.83	5,775.00	-658.85	350.35	348.39	0.00	0.00	0.00
6,800.00	90.00	89.83	5,775.00	-658.56	450.34	448.39	0.00	0.00	0.00
6,900.00	90.00	89.83	5,775.00	-658.27	550.34	548.39	0.00	0.00	0.00
7,000.00	90.00	89.83	5,775.00	-657.98	650.34	648.39	0.00	0.00	0.00
7,100.00	90.00	89.83	5,775.00	-657.69	750.34	748.39	0.00	0.00	0.00
7,200.00	90.00	89.83	5,775.00	-657.40	850.34	848.39	0.00	0.00	0.00
7,300.00	90.00	89.83	5,775.00	-657.11	950.34	948.39	0.00	0.00	0.00
7,400.00	90.00	89.83	5,775.00	-656.82	1,050.34	1,048.39	0.00	0.00	0.00
7,500.00	90.00	89.83	5,775.00	-656.53	1,150.34	1,148.39	0.00	0.00	0.00
7,600.00	90.00	89.83	5,775.00	-656.24	1,250.34	1,248.39	0.00	0.00	0.00
7,700.00	90.00	89.83	5,775.00	-655.95	1,350.34	1,348.39	0.00	0.00	0.00
7,800.00	90.00	89.83	5,775.00	-655.66	1,450.34	1,448.39	0.00	0.00	0.00
7,900.00	90.00	89.83	5,775.00	-655.37	1,550.34	1,548.39	0.00	0.00	0.00
8,000.00	90.00	89.83	5,775.00	-655.08	1,650.34	1,648.39	0.00	0.00	0.00
8,100.00	90.00	89.83	5,775.00	-654.79	1,750.34	1,748.39	0.00	0.00	0.00
8,200.00	90.00	89.83	5,775.00	-654.50	1,850.34	1,848.39	0.00	0.00	0.00
8,300.00	90.00	89.83	5,775.00	-654.20	1,950.34	1,948.39	0.00	0.00	0.00
8,400.00	90.00	89.83	5,775.00	-653.91	2,050.34	2,048.39	0.00	0.00	0.00



Database: WBDS\_SQL\_2

Company: Spur Energy Partners, LLC
Project: Lea County, NM (Nad-83/ NME)
Site: JG 16 STATE NORTH COM

 Well:
 21H

 Wellbore:
 Wellbore #1

 Design:
 PLAN #1

Local Co-ordinate Reference:

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North Reference:
Survey Calculation Method:

Well 21H

RKB = 20' @ 4058.00usft (AKITA 57) RKB = 20' @ 4058.00usft (AKITA 57)

Grid

ed Survey									
Measured Depth (usft)	Inclination (°)	Azimuth (°)	Vertical Depth (usft)	+N/-S (usft)	+E/-W (usft)	Vertical Section (usft)	Dogleg Rate (°/100ft)	Build Rate (°/100ft)	Turn Rate (°/100ft)
8,500.00	90.00	89.83	5,775.00	-653.62	2,150.34	2,148.39	0.00	0.00	0.00
8,600.00	90.00	89.83	5,775.00	-653.33	2,250.34	2,248.39	0.00	0.00	0.00
8,700.00	90.00	89.83	5,775.00	-653.04	2,350.34	2,348.39	0.00	0.00	0.00
8,800.00	90.00	89.83	5,775.00	-652.75	2,450.34	2,448.39	0.00	0.00	0.00
8,900.00	90.00	89.83	5,775.00	-652.46	2,550.34	2,548.39	0.00	0.00	0.00
9,000.00	90.00	89.83	5,775.00	-652.17	2,650.34	2,648.39	0.00	0.00	0.00
9,100.00	90.00	89.83	5,775.00	-651.88	2,750.34	2,748.39	0.00	0.00	0.00
9,200.00	90.00	89.83	5,775.00	-651.59	2,850.33	2,848.39	0.00	0.00	0.00
9,300.00	90.00	89.83	5,775.00	-651.30	2,950.33	2,948.39	0.00	0.00	0.00
9,400.00	90.00	89.83	5,775.00	-651.01	3,050.33	3,048.39	0.00	0.00	0.00
9,500.00	90.00	89.83	5,775.00	-650.72	3,150.33	3,148.39	0.00	0.00	0.00
9,600.00	90.00	89.83	5,775.00	-650.43	3,250.33	3,248.39	0.00	0.00	0.00
9,700.00	90.00	89.83	5,775.00	-650.14	3,350.33	3,348.39	0.00	0.00	0.00
9,800.00	90.00	89.83	5,775.00	-649.85	3,450.33	3,448.39	0.00	0.00	0.00
9,900.00	90.00	89.83	5,775.00	-649.56	3,550.33	3,548.39	0.00	0.00	0.00
10,000.00	90.00	89.83	5,775.00	-649.27	3,650.33	3,648.39	0.00	0.00	0.00
10,100.00	90.00	89.83	5,775.00	-648.98	3,750.33	3,748.39	0.00	0.00	0.00
10,200.00	90.00	89.83	5,775.00	-648.69	3,850.33	3,848.39	0.00	0.00	0.00
10,300.00	90.00	89.83	5,775.00	-648.40	3,950.33	3,948.39	0.00	0.00	0.00
10,400.00	90.00	89.83	5,775.00	-648.11	4,050.33	4,048.39	0.00	0.00	0.00
10,500.00	90.00	89.83	5,775.00	-647.81	4,150.33	4,148.39	0.00	0.00	0.00
10,600.00	90.00	89.83	5,775.00	-647.52	4,250.33	4,248.39	0.00	0.00	0.00
10,700.00	90.00	89.83	5,775.00	-647.23	4,350.33	4,348.39	0.00	0.00	0.00
10,800.00	90.00	89.83	5,775.00	-646.94	4,450.33	4,448.39	0.00	0.00	0.00
10,900.00	90.00	89.83	5,775.00	-646.65	4,550.33	4,548.39	0.00	0.00	0.00
11,000.00	90.00	89.83	5,775.00	-646.36	4,650.33	4,648.39	0.00	0.00	0.00
11,100.00	90.00	89.83	5,775.00	-646.07	4,750.33	4,748.39	0.00	0.00	0.00
11,200.00	90.00	89.83	5,775.00	-645.78	4,850.33	4,848.39	0.00	0.00	0.00
11,300.00	90.00	89.83	5,775.00	-645.49	4,950.33	4,948.39	0.00	0.00	0.00
11,400.00	90.00	89.83	5,775.00	-645.20	5,050.33	5,048.39	0.00	0.00	0.00
11,453.57	90.00	89.83	5,775.00	-645.04	5,103.90	5,101.96	0.00	0.00	0.00
4. LTP 21H:	1980' FNL, 100' F	EL							
11,503.48	90.00	89.83	5,775.00	-644.90	5,153.80	5,151.86	0.00	0.00	0.00
5. BHL 21H:	1980' FNL, 50' F	EL							



Design:

#### Planning Report

WBDS\_SQL\_2 Database:

Spur Energy Partners, LLC Company: Project: Lea County, NM (Nad-83/ NME) JG 16 STATE NORTH COM Site:

PLAN #1

21H Well: Wellbore: Wellbore #1 Local Co-ordinate Reference:

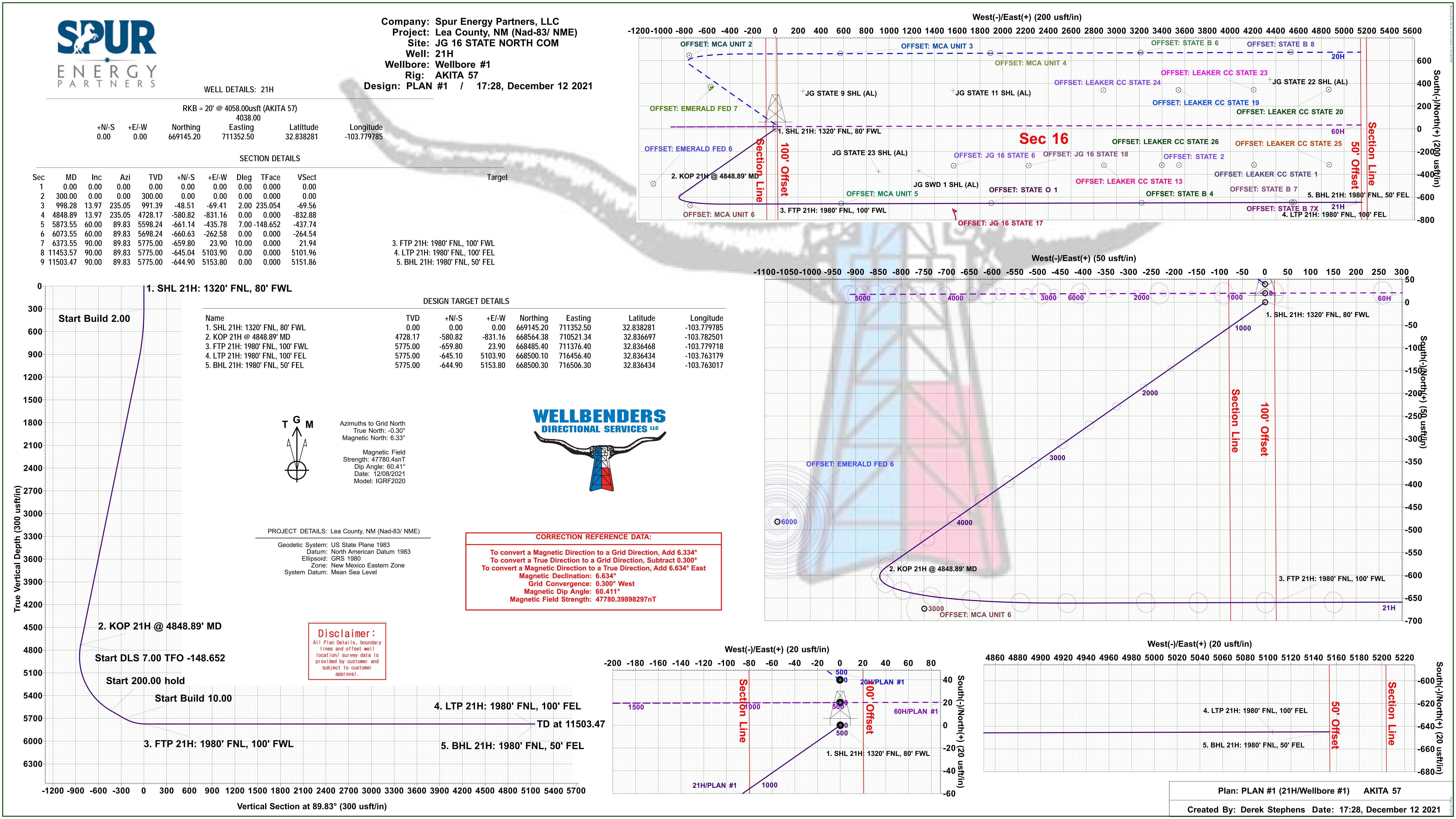
TVD Reference: MD Reference: North Reference:

**Survey Calculation Method:** 

RKB = 20' @ 4058.00usft (AKITA 57) RKB = 20' @ 4058.00usft (AKITA 57)

Well 21H

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
1. SHL 21H: 1320' FNL, - plan hits target cent - Point	0.00 ter	0.00	0.00	0.00	0.00	669,145.20	711,352.50	32.838282	-103.779785
2. KOP 21H @ 4848.89' - plan hits target cent - Point	0.00 ter	0.00	4,728.17	-580.82	-831.16	668,564.38	710,521.34	32.836697	-103.782501
5. BHL 21H: 1980' FNL, - plan hits target cent - Point	0.00 ter	0.00	5,775.00	-644.90	5,153.80	668,500.30	716,506.30	32.836434	-103.763017
4. LTP 21H: 1980' FNL, - plan misses target o - Point	0.00 center by 0.06	0.00 Susft at 1145	5,775.00 3.57usft MD	-645.10 (5775.00 TVD	5,103.90 ), -645.04 N, 5	668,500.10 103.90 E)	716,456.40	32.836434	-103.763179
3. FTP 21H: 1980' FNL, - plan hits target cent - Point	0.00 ter	0.00	5,775.00	-659.80	23.90	668,485.40	711,376.40	32.836468	-103.779719



## 1. Geologic Formations

TVD of Target	5,775'
MD at TD	11,503'

Formation	Depth	Lithology	Expected Fluids
Quaternary	0'	Dolomite, other: Caliche	Useable Water
Rustler	830'	Dolomite, Shale, Anhydrite	Other: Brackish Water
Top Salt	1042'	Anhydrite	Other: Salt
Tansill	2057'	Dolomite, Limestone	None
Yates	2162'	Sandstone	None
Seven Rivers	2515'	Dolomite, Sandstone	Natural Gas, Oil
Queen	3130'	Dolomite, Sandstone	Natural Gas, Oil
San Andres	3885'	Dolomite, Limestone	Natural Gas, Oil
Glorieta	5393'	Dolomits, Siltstone	Natural Gas, Oil
Yeso	5484'	Dolomite	Natural Gas, Oil
Blinebry	5915'	Dolomite	Natural Gas, Oil

<sup>\*</sup>H2S, water flows, loss of circulation, abnormal pressures, etc.

## 2. Casing Program

All casing strings will be tested in accordance with Onshore Oil and Gas Order #2 III.B.1.h

Hala Siga (in)	Casing	Interval	Csg. Size	Size Weight	e Weight Grade	Crode Conn	Conn.	SF	SF Burst	Body SF	Joint SF
Hole Size (in)	From (ft)	To (ft)	(in)	(lbs)	Grade Conn.	Collapse	or Duist	Tension	Tension		
17.5	0	925	13.375	54.5	J-55	BTC	1.125	1.2	1.4	1.4	
12.25	0	4250	9.625	36	J-55	BTC	1.125	1.2	1.4	1.4	
8.75	0	6100	7	32	L-80	BK-HT	1.125	1.2	1.4	1.4	
8.75	6100	11503	5.5	20	L-80	BK-HT	1.125	1.2	1.4	1.4	
								SF Values will	meet or Exceed	i	

	Y or N
Is casing new? If used, attach certification as required in Onshore Order #1	Y
Does casing meet API specifications? If no, attach casing specification sheet.	Y
Is premium or uncommon casing planned? If yes attach casing specification sheet.	N
Does the above casing design meet or exceed BLM's minimum standards? If not provide justification (loading assumptions, casing design criteria).	Y
Will the intermediate pipe be kept at a minimum 1/3 fluid filled to avoid approaching the collapse pressure rating of the casing?	Y
Is well located within Capitan Reef?	N
If yes, does production casing cement tie back a minimum of 50' above the Reef?	
Is well within the designated 4 string boundary.	
Is well located in SOPA but not in R-111-P?	N
If yes, are the first 2 strings cemented to surface and 3 <sup>rd</sup> string cement tied back 500' into previous casing?	
Is well located in R-111-P and SOPA?	N
If yes, are the first three strings cemented to surface?	
Is 2 <sup>nd</sup> string set 100' to 600' below the base of salt?	
Is well located in high Cave/Karst?	N
If yes, are there two strings cemented to surface?	
Is well located in critical Cave/Karst?	N
If yes, are there three strings cemented to surface?	

## 3. Cementing Program

Casing String	Top (ft)	Bottom (ft)	% Excess
Surface Tail	0	925	165%
Intermediate (Lead)	0	925	100%
Intermediate (Tail)	925	4250	100%
Production (Lead)	0	5100	100%
Production (Tail)	5100	11503	25%

Casing String	# Sks	Wt.	Yld (ft3/sack)	H20 (gal/sk)	500# Comp. Strength (hours)	Slurry Description
Surface Tail	897	13.2	1.87	9.92	6:59	Clas C Premium Plus Cement
Intermediate (Lead)	140	12	2.4	13.48	8:12	Clas C Premium Plus Cement
Intermediate (Tail)	1124	13.2	1.87	9.92	6:59	Clas C Premium Plus Cement
Production (Lead)	1161	11.4	2.42	15.29	N/A	Clas C Premium Plus Cement
Production (Tail)	1220	13.2	1.56	9.81	N/A	Clas C Premium Plus Cement

#### 4. Pressure Control Equipment

### \*Spur Energy Partners LLC variance for flex hose\*

1. Spur requests a variance to use a flex line from the BOP to the choke manifold. Documentation will be attached in the APD and be readily available. No external damage to flex line. Flex line to be installed as straight as possible (no bends).

BOP installed and tested before drilling which hole?	Size?	Min. Required WP	Туре		<b>√</b>	Tested to:	
		5M	Annula	Annular		70% of working pressure	
12.25" Hole	13-5/8"		Blind Ra	m	✓		
12.25 Hole	13-3/8	5M	5M Pipe Ram		<b>✓</b>	250 psi / 3000 psi	
		JIVI	Double Ram				
			Other*				
		5M	Annula	r	<b>√</b>	70% of working pressure	
8.75" Hole	12 5/9"		Blind Ra	m	<b>\</b>		
8.75 Hole	13-5/8"	53.6	Pipe Ram		<b>✓</b>	250: / 2000:	
		5M	Double R	am		250 psi / 3000 psi	
			Other*				

### \*Spur Energy Partners LLC will be utilizing a 5M BOP\*

Condition	Specify what type and where?				
BH Pressure at deepest TVD	2673 psi				
Abnormal Temperature	No				
BH Temperature at deepest TVD	127°F				

<sup>\*</sup>Specify if additional ram is utilized.

BOP/BOPE will be tested by an independent service company to 250 psi low and the high pressure indicated above per Onshore Order 2 requirements. The System may be upgraded to a higher pressure but still tested to the working pressure listed in the table above. If the system is upgraded all the components installed will be functional and tested.

Pipe rams will be operationally checked each 24-hour period. Blind rams will be operationally checked on each trip out of the hole. These checks will be noted on the daily tour sheets. Other accessories to the BOP equipment will include a Kelly cock and floor safety valve (inside BOP) and choke lines and choke manifold. See attached schematics.

T	Y	Are anchors required by manufacturer?								
	acco	accordance with Onshore Oil and Gas Order #2 III.B.1.i.								
	grea	greater, a pressure integrity test of each casing shoe shall be performed. Will be tested in								
	On 1	Exploratory wells or on that portion of any well approved for a 5M BOPE system or								
	Forr	Formation integrity test will be performed per Onshore Order #2.								

A conventional wellhead system will be employed. The wellhead and connection to the BOPE will meet all API 6A requirements. The BOP will be tested per Onshore Order #2 after installation on the surface casing which will cover testing requirements for a maximum of 30 days.

See attached schematics.

#### 5. BOP Break Testing Request

Spur Energy Partners LLC requests permission to adjust the BOP break testing requirements as follows:

BOP break test under the following conditions:

- After a full BOP test is conducted
- When skidding to drill the production section, where the surface casing point is shallower than the 3 Bone Spring or 10,000 TVD.
- When skidding to drill a production section that does not penetrate the 3<sup>rd</sup> Bone Spring or deeper.

If the kill line is broken prior to skid, four tests will be performed.

- 1) The void between the wellhead and the spool (this consists of two tests)
- 2) The spool between the kill lines and the choke manifold (this consists of two tests)

If the kill line is not broken prior to skid, two tests will be performed.

1) The void between the wellhead and the pipe rams

#### 6. Mud Program

Sufficient mud materials to maintain mud properties and meet minimum lost circulation and weight increase requirements will be kept on location at all times. The following is a general list of products: Barite, Bentonite, Gypsum, Lime, Soda Ash, Caustic Soda, Nut Plug, Cedar Fiber, Cotton Seed Hulls, Drilling Paper, Salt Water Clay, CACL2. Spur will use a closed mud system.

Depth	Туре	Waight (nng)	Viscosity	Water Loss	
From (ft)	From (ft) To (ft)		Weight (ppg)		
0	925	Water-Based Mud	8.6-8.9	32-36	N/C
925	4250	Brine	9.0-10.0	32-36	N/C
4250	11503	Brine	9.0-10.0	32-36	N/C

What will be used to monitor the loss or gain of fluid?	PVT/PASON/Visual Monitoring
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### 7. Logging and Testing Procedures

Logging, Coring and Testing.									
Yes	Will run GR from TD to surface (horizontal well – vertical portion of hole). Stated logs								
	run will be in the Completion Report and submitted to the BLM.								
No	Logs are planned based on well control or offset log information.								
No	Drill stem test? If yes, explain								
No	Coring? If yes, explain								
Addi	tional logs planned	Interval							
No	Resistivity								
No	Density								
No	CBL								
Yes	Mud log	ICP - TD							
No	PEX								

#### 8. Drilling Conditions

Pump high viscosity sweeps as needed for hole cleaning. The mud system will be monitored visually/manually as well as with an electronic PVT. The necessary mud products for additional weight and fluid loss control will be on location at all times. Appropriately weighted mud will be used to isolate potential gas, oil, and water zones until such time as casing can be cemented into place for zonal isolation.

Hyd	rogen Sulfide (H2S) monitors will be installed prior to drilling out the surface shoe. If H2S							
is de	is detected in concentrations greater than 100 ppm, the operator will comply with the provisions							
of O	nshore Oil and Gas Order #6. If Hydrogen Sulfide is encountered, measured values and							
form	nations will be provided to the BLM.							
N	H2S is present							
Y	H2S Plan attached							

Total estimated cuttings volume: 1117.9 bbls.

## 9. Other facets of operation

•	Yes/No
Will more than one drilling rig be used for drilling operations? If yes, describe.	Yes
Spur Energy Partners LLC. requests the option to contract a Surface Rig to drill,	
set surface/intermediate casing, and cement for this well. If the timing between	
rigs is such that Spur Energy Partners LLC. would not be able to preset surface,	
the Primary Rig will MIRU and drill the well in its entirety per the APD. Please	
see the attached document for information on the spudder rig.	

#### Attachments

- \_x\_\_ Directional Plan
- \_x\_\_ H2S Contingency Plan
- \_x\_\_ Akita 57 Attachments
- \_x\_\_ BOP Schematics
- \_x\_\_ Transcend Spudder Rig Attachments

## 10. Company Personnel

<u>Name</u>	<u>Title</u>	Office Phone	Mobile Phone		
Christopher Hollis	Drilling Manager	832-930-8629	713-380-7754		
Johnny Nabors	Senior Vice President Operations	832-930-8502	281-904-8811		

Intent	t	As Dril	led										
API#													
Ope	rator Nar	ne:				Property	Name:	:					Well Number
Viel C	off Daint	(KOD)											
UL UL	Off Point	Township	Range	Lot	Feet	From	N/S	Feet		From E/	/w T	County	
							, 0						
Latitu	ıae				Longitu	ide						NAD	
<b>.</b>		. (575)											
UL	Section	t (FTP) Township	Range	Lot	Feet	From	N/S	Feet		From E/	/\ <b>/</b> /	County	
		TOWNSHIP	nunge	Lot				1000					
Latitu	ide				Longitu	ide						NAD	
Last I	ake Poin	t (LTP) Township	Pango	Lot	Feet	From N/S	Feet		From E/	/w   c	ount		
		TOWNSHIP	Range	LOT			reet		FIOIII E/		ounty	y 	
Latitu	ide				Longitu	ide				N	IAD		
					1					•			
									7				
Is this	well the	defining v	vell for th	e Hori:	zontal Sp	pacing Unit	? [						
Is this	well an i	infill well?			7								
15 (1115	wen an	Wen.			_								
	l is yes pl ng Unit.	ease provi	de API if	availak	ole, Opei	rator Name	and v	vell n	umber 1	for De	finin	g well fo	r Horizontal
API#													
Ope	rator Nar	ne:	1			Property	Name:	:					Well Number
													KZ 06/20/2019

KZ 06/29/2018