MM OIL CONSERVATION

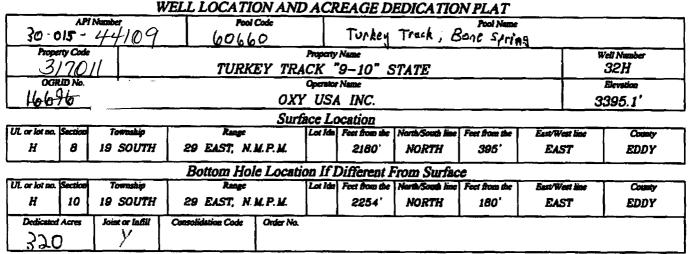
<u>Digrigi</u> 1423 N. Franch Dr., Bobie, Nuk 95244 Phane: (172) 393-444 Peu: (372) 393-4720 <u>District B.</u> 211 S. Farr B., Armain, Nuk 95259 Phane: (373) 344-323 Pare: (373) 348-9720 <u>District B.</u> 1008 Rus Branna Rand, Armer, Nuk 17416 <u>Phane: (385) 314-61</u> NB Pare: (385) 334-6170 <u>Phane: (385) 314-61</u> NB Pare: (385) 334-6170 <u>Phane: (385) 314-61</u> NB Pare: (385) 334-6170

State of New Mexico Energy, Minerals & Natural Resources Department OIL CONSERVATION DIVISION 1220 South St. Francis Dr. Santa Fe, NM 87505 MAR 2 7 2017 RECERPENT

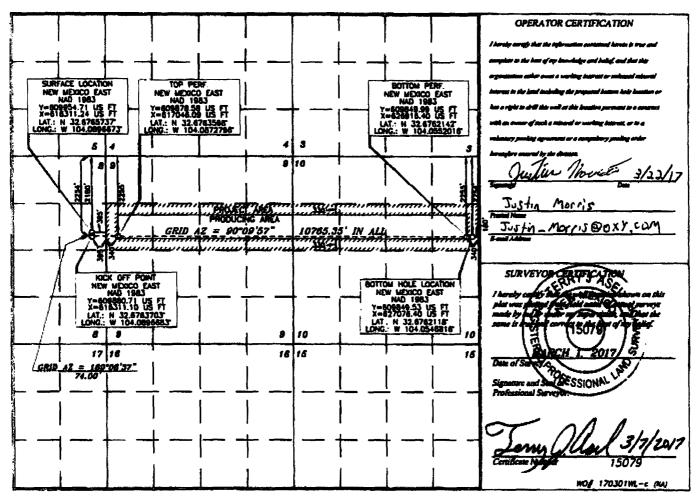
Revised August 1, 2011 RECENTION COPY to appropriate District Office

AMENDED REPORT

Form C-102



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.



Oxy USA Inc. - Turkey Track 9-10 State 32H

MAR 27 2017

1. Geologic Formations

			RECEIVE	D
TVD of Target	8855'	Pilot Hole Depth	10350'	
MD at TD:	19304'	Deepest Expected Fresh Water	312'	

Delaware Basin

Formation	TVD - RKB	Expected Fluids
Rustler	312	Water/Oil/Gas
Base Salado	858	
Seven Rivers	1403	
Queen	2056	Oil/Gas
Grayburg	2394	
San Andres	2943	
Lamar/Delaware	3438	
Bone Spring	3745	Oil/Gas
1st Bone Spring	6824	Oil/Gas
2nd Bone Spring	6928	Oil/Gas
3rd Bone Spring	7985	Oil/Gas
Wolfcamp	8945	Oil/Gas
Penn	9760	
Strawn	10215	

*H2S, water flows, loss of circulation, abnormal pressures, etc.

2. Casing Program

									Buoyant	Buoyant
Hole Size (in)	Casing Inte	erval	Csg. Size	Weight	Grade	Conn.	SF	SF Burst	Body SF	Joint SF
ATOTE Size (III)	From (ft)	To (ft)	(in)	(lbs)	GIAUE	Conn.	Collapse	Sr Duist	Tension	Tension
17.5	0	400	13.375	54.5	J55	BTC	4.83	1.34	2.46	2.63
12.25	0	7500	9.625	47	L80	BTC	1.27	1.77	2.11	2.20
8.5	7400	19304	5.5	20	P-110	DQX	2.41	1.20	2.26	2.49

All casing strings will be tested in accordance with Onshore Oil and Gas Order #2 III.B.1.h *Oxy requests the option to set casing shallower yet still below the salts if losses or hole conditions require this. Cement volumes may be adjusted if casing is set shallower and a DV tool will be run in case a contingency second stage is required for cement to reach surface. If cement circulated to surface during first stage we will drop a cancelation cone and not pump the second stage. •

	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.	Y
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 rd string cement tied back	
500' into previous casing?	antana ana ang ang ang ang ang ang ang ang
Is well located in R-111-P and SOPA?	N
If yes, are the first three strings cemented to surface?	
Is 2 nd string set 100' to 600' below the base of salt?	
	NT
Is well located in high Cave/Karst?	N
If yes, are there two strings cemented to surface?	
(For 2 string wells) If yes, is there a contingency casing if lost circulation occurs?	<u></u>
Is well located in critical Cave/Karst?	N
If yes, are there three strings cemented to surface?	

3. Cementing Program

Casing	# Sks	Wt. lb/ gal	Yid ft3/ sack	H20 gal/sk	500# Comp. Strength (hours)	Slurry Description
Surface	336	14.8	1.35	6.53	6:50	Class C Cement, Accelerator
Production	1144	10.2	3.05	15.63	15:07	Pozzolan Cement, Retarder
Casing	239	13.2	1.65	8.45	12:57	Class H Cement, Retarder, Dispersant, Salt
DV/ECP Tool @	3488' (We reque	est the option to a	ancel the seco	and stage if ceme	nt is circulated to	surface during the first stage of cement operations)
2nd Store	846	12.9	1.85	9.86	12:44	Class C Cement, Accelerator, Retarder
2nd Stage	265	14.8	1.33	6.34	6:31	Class C Cement
Production Liner	1926	13.2	1.631	8.37	15:15	Class H Cement, Retarder, Dispersant, Salt

Casing String	Top of Lead (ft)	Bottom of Lead (ft)	Top of Tail (ft)	Bottom of Tail (ft)	% Excess	% Excess Tail
Surface	N/A	N/A	0	400	N/A	50%
Production Casing	0	6500	6500	7500	75%	20%
2nd Stage Prodution Casing	0	2988	2988	3488	75%	125%
Production Liner	N/A	N/A	7400	19304	N/A	15%

• <u>Cement Top and Liner Overlap</u>

- Oxy is requesting permission to have minimum fill of cement behind the 5-1/2" production liner to be 100 ft into previous casing string
 - The reason for this is so that we can come back and develop shallower benches from the same 9.625" mainbore in the future
- Our plan is to use a whipstock for our exit through the mainbore
 - Based on our lateral target, we are planning a whipstock cased/hole exit so that kick-off point will allow for roughly 10deg/100' doglegs needed for the curve
- Cement will be brought to the top of this liner hanger

Plug top	Plug Bottom	% Excess	No. Sacks	Wt. lb/gal	Yld ft3/sack	Water gal/sk	Slurry Description and Cement Type
9750	10350	40	265	14.4	1.246	5.73	50% Class H Cement,
MD	MD						50% Pozzolan Mix,
							Bentonite
9150	9750	40	265	14.4	1.246	5.73	50% Class H Cement,
MD	MD						50% Pozzolan Mix,
						-	Bentonite
8550	9150	40	265	14.4	1.246	5.73	50% Class H Cement,
MD	MD						50% Pozzolan Mix,
							Bentonite
7950	8550	40	347	17.5	0.952	3.51	Class H Cement, Retarder
MD	MD						

Include Pilot Hole Cementing specs: Pilot hole depth: 10,350' KOP: 8,172'

Note:

- The first plug from 9750'-10350' MD is designed to be 600' in length to isolate the high pressure zones in the Pilot Hole from the KOP.
- The second plug from 9150'-9750' MD is designed to be 600' in length to isolate the high pressure zones in the Pilot Hole from the KOP.
- The third plug from 8550'-9150' MD is designed to be 600' in length to isolate the high pressure zones in the Pilot Hole from the KOP.
- The fourth plug from 7950'-8550' MD is designed to be 600' in length to provide a strong foundation to sidetrack in open hole at the KOP (~8,172' MD).

BOP installed and tested before drilling which hole?	Size?	Min. Required WP	Туре			Tested to:
	13-5/8" 5		Annular		1	70% of working pressure
12.25" Production		5M	Blind Ram Pipe Ram Double Ram		✓	
12.23 Froduction						250/5000
					✓	250/5000
			Other*			

4. Pressure Control Equipment

*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.

Formation integrity test will be performed per Onshore Order #2. On Exploratory wells or on that portion of any well approved for a 5M BOPE system or greater, a pressure integrity test of each casing shoe shall be performed. Will be tested in accordance with Onshore Oil and Gas Order #2 III.B.1.i.					
A variance is requested for the use of a flexible choke line from the BOP to Choke Manifold. See attached for specs and hydrostatic test chart.					
 Y Are anchors required by manufacturer?					
A multibowl wellhead is being used. 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. If any seal subject to test pressure is broken the system must be tested. We will test the flange connection of the wellhead with a test port that is directly in the flange. We are proposing that we will run the wellhead through the rotary prior to cementing surface casing as discussed with the BLM on October 8, 2015.					
See attached schematic.					

From (ft)	Depth To (ft)	Туре	Weight (ppg)	Viscosity	Water Loss
0	400	Water-Based Mud	8.4-8.6	40-60	N/C
400	3488	Brine	9.8-10.0	35-45	N/C
3488	7500	Water-Based Mud	8.8-9.6	38-50	N/C
7500	Pilot TD (10350)	Water-Based Mud	8.8-10.0	35-50	N/C
7500	19304	Oil-Based Mud	8.8-9.6	35-50	N/C

5. 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. Oxy will use a closed mud system.

Oxy proposes to drill out the 13.375" surface casing shoe with a saturated brine system from 400' - 3488', which is the base of the salt system. At this point we will swap fluid systems to a water-based mud system. We will drill with this system to the Production Casing TD @ 7500'.

What will be used to monitor the loss or gain	PVT/MD Totco/Visual Monitoring
of fluid?	

6. Logging and Testing Procedures

Logg	ing, 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	Surface Casing Shoe - TD
Yes	Triple Combo	2 nd Bone Springs (~7670' TVD) – Pilot
		Hole TD (~10350' TVD)
Yes	Cased Hole Gamma Ray and Neutron Logs	Surface – Intermediate Casing Point

7. Drilling Conditions

Condition.	Specify what type and where?
BH Pressure at deepest TVD	5382 psi
Abnormal Temperature	No
BH Temperature at deepest TVD	163°F

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.

Hydrogen Sulfide (H2S) monitors will be installed prior to drilling out the surface shoe. If H2S is detected in concentrations greater than 100 ppm, the operator will comply with the provisions of Onshore Oil and Gas Order #6. If Hydrogen Sulfide is encountered, measured values and formations will be provided to the BLM.

N H2S is present

Y H2S Plan attached

8. Other facets of operation

-	Yes/No
 Will the well be drilled with a walking/skidding operation? If yes, describe. We plan to drill the three well pad in batch by section: all surface sections, intermediate sections and production sections. The wellhead will be secured with a night cap whenever the rig is not over the well. 	Yes
 Will more than one drilling rig be used for drilling operations? If yes, describe. Oxy requests the option to contract a Surface Rig to drill, set surface casing, and cement for this well. If the timing between rigs is such that Oxy 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. 	Yes

Total estimated cuttings volume: 2150.95 bbls.

Attachments

- _x__ Directional Plan
- _x__ H2S Contingency Plan
- x Flex III Attachments
- x___ Wellhead Schematic
- _x__ Tie-Back Detail Sheet

Oxy USA Inc. - Turkey Track 9-10 State 32H

- _x__ Premium/Uncommon Casing Connection Technical Data Sheet
- _x__ Spudder Rig Project Summary / Rig Layout

9. Company Personnel

Name	<u>Title</u>	Office Phone	Mobile Phone
Cameron Brennan	Drilling Engineer	713-350-4806	817-614-5393
Diego Tellez	Drilling Engineer Supervisor	713-350-4602	713-303-4932
Simon Benavides	Drilling Superintendent	713-522-8652	281-684-6897
John Willis	Drilling Manager	713-366-5556	713-259-1417

MM OIL CONSERVATION ARTESIA DISTRICT MAR 2 7 2017

RECEIVED

ENGINEERING DESIGNS

PRD NM DIRECTIONAL PLANS (NAD 1983) Turkey Track 9-10 Turkey Track 9-10 State 32H

WB00

Plan: Pilot - Permitting Plan

Standard Planning Report

21 March, 2017

Database: Company: Project: Site: Well: Wellbore: Design:	PRD Turke Turke WB00	NEERING DE NM DIRECTIC y Track 9-10 y Track 9-10 S	ONAL PLANS (State 32H	NAD 1983)	Local Co-ordinate Reference: Well Turkey Tra- TVD Reference: WELL @ 3421.6 MD Reference: WELL @ 3421.6 North Reference: Grid Survey Calculation Method: Minimum Curvat		.60ft (Original .60ft (Original	Well Elev)		
Project	PRD	M DIRECTIO	NAL PLANS (1	NAD 1983)						
Map System: Geo Datum: Map Zone:	North A	e Plane 1983 merican Datun exico Eastern Z			System Da	tum:		ean Sea Level	cale factor	
Site	Turkey	/ Track 9-10								
Site Position: From: Position Unce	Ma rtainty:	•	North Eastin .00 ft Slot F	-		014.71 usft 311.36 usft 13.200 in	Latitude: Longitude: Grid Conver	gence:		32° 40' 36.259118 N 104° 5' 22.799335 W 0.13 °
Well	Turkey	Track 9-10 St	ate 32H							
Well Position	+N/-S +E/-W			orthing: sting:		609,954.71 616,311.24		itude: 1gitude:		32° 40' 35.665405 N 104° 5' 22.802351 W
Position Unce	rtainty		0.00 ft 🛛 🖤	ellhead Eleva	tion:	3,395.	10 ft Gro	ound Level:		3,395.10 ft
Wellbore	WBOO)								
Magnetics	Mo	del Name	Sampl	e Date	Declina (°)	tion	Dip A (*	•		Strength nT)
		HDGM	1	2/31/2016		7.57		60.55		48,310
Design	Pilot -	Permitting Pla	n		·					
Audit Notes:										
Version:			Phas	e: F	PLAN	Tie	e On Depth:		0.00	
Vertical Section	on:	D	epth From (T (ft)	VD)	+N/-S (ft)	(E/-W (ft)		rection (°)	
			0.00		0.00	0	.00		0.00	
Plan Sections										
Measured Depth (ft)	Inclination (°)	Azimuth (°)	Vertical Depth (ft)	+N/-S (ft)	+E/-W (ft)	Dogleg Rate (°/100ft)	Build Rate (°/100ft)	Turn Rate (°/100ft)	TFO (°)	Target
0.00 10,350.00	0.00 0.00	0.00 0.00	0.00 10,350.00	0.00 0.00	0.00 0.00	0.00 0.00	0.00 0.00	0.00 0.00	0.00 0.00	

Database: Company: Project: Site:	HOPSPP ENGINEERING DESIGNS PRD NM DIRECTIONAL PLANS (NAD 1983) Turkey Track 9-10	Local Co-ordinate Reference: TVD Reference: MD Reference: North Reference:	Well Turkey Track 9-10 State 32H WELL @ 3421.60ft (Original Well Elev) WELL @ 3421.60ft (Original Well Elev) Grid
Well: Wellbore:	Turkey Track 9-10 State 32H WB00	Survey Calculation Method:	Minimum Curvature
Design:	Pilot - Permitting Plan		

Measured Depth (ft)	Inclination (°)	Azimuth (°)	Vertical Depth (ft)	+N/-S (ft)	+E/-W (ft)	Vertical Section (ft)	Dogleg Rate (°/100ft)	Build Rate (°/100ft)	Turn Rate (°/100ft)
0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
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
312.00	0.00	0.00	312.00	0.00	0.00	0.00	0.00	0.00	0.00
Rustler									
400.00	0.00	0.00	400.00	0.00	0.00	0.00	0.00	0.00	0.00
500.00	0.00	0.00	500.00	0.00	0.00	0.00	0.00	0.00	0.00
600.00	0.00	0.00	600.00	0.00	0.00	0.00	0.00	0.00	0.00
700.00	0.00	0.00	700.00	0.00	0.00	0.00	0.00	0.00	0.00
800.00	0.00	0.00	800.00	0.00	0.00	0.00	0.00	0.00	0.00
858.00	0.00	0.00	858.00	0.00	0.00	0.00	0.00	0.00	0.00
Base Salado									
900.00	0.00	0.00	900.00	0.00	0.00	0.00	0.00	0.00	0.00
1,000.00	0.00	0.00	1,000.00	0.00	0.00	0.00	0.00	0.00	0.00
1,100.00	0.00	0.00	1,100.00	0.00	0.00	0.00	0.00	0.00	0.00
1,200.00	0.00	0.00	1,200.00	0.00	0.00	0.00	0.00	0.00	0.00
1,300.00	0.00	0.00	1,300.00	0.00	0.00	0.00	0.00	0.00	0.00
1,400.00	0.00	0.00	1,400.00	0.00	0.00	0.00	0.00	0.00	0.00
,									
1,403.00 Seven River	0.00	0.00	1,403.00	0.00	0.00	0.00	0.00	0.00	0.00
1,500.00	s 0.00	0.00	1,500.00	0.00	0.00	0.00	0.00	0.00	0.00
			1,600.00						
1,600.00	0.00	0.00	1,600.00	0.00	0.00	0.00	0.00	0.00	0.00
1,700.00	0.00	0.00	1,700.00	0.00	0.00	0.00	0.00	0.00	0.00
1,800.00	0.00	0.00	1,800.00	0.00	0.00	0.00	0.00	0.00	0.00
1,900.00	0.00	0.00	1,900.00	0.00	0.00	0.00	0.00	0.00	0.00
2,000.00	0.00	0.00	2,000.00	0.00	0.00	0.00	0.00	0.00	0.00
2,056.00	0.00	0.00	2,056.00	0.00	0.00	0.00	0.00	0.00	0.00
Queen	0.00	0.00	2,000.00	0.00	0.00	0.00	0.00	0.00	0.00
2,100.00	0.00	0.00	2,100.00	0.00	0.00	0.00	0.00	0.00	0.00
,	0.00	0.00	2,200.00	0.00	0.00	0.00	0.00	0.00	0.00
2,200.00									
2,300.00	0.00	0.00	2,300.00	0.00	0.00	0.00	0.00	0.00	0.00
2,394.00	0.00	0.00	2,394.00	0.00	0.00	0.00	0.00	0.00	0.00
Grayburg 2,400.00	0.00	0.00	2,400.00	0.00	0.00	0.00	0.00	0.00	0.00
			,						
2,500.00	0.00	0.00	2,500.00	0.00	0.00	0.00	0.00	0.00	0.00
2,600.00	0.00	0.00	2,600.00	0.00	0.00	0.00	0.00	0.00	0.00
2,700.00	0.00	0.00	2,700.00	0.00	0.00	0.00	0.00	0.00	0.00
2,800.00	0.00	0.00	2,800.00	0.00	0.00	0.00	0.00	0.00	0.00
2,900.00	0.00	0.00	2,900.00	0.00	0.00	0.00	0.00	0.00	0.00
2,943.00	0.00	0.00	2,943.00	0.00	0.00	0.00	0.00	0.00	0.00
San Andres									
3,000.00	0.00	0.00	3,000.00	0.00	0.00	0.00	0.00	0.00	0.00
3,100.00	0.00	0.00	3,100.00	0.00	0.00	0.00	0.00	0.00	0.00
3,200.00	0.00	0.00	3,200.00	0.00	0.00	0.00	0.00	0.00	0.00
3,300.00	0.00	0.00	3,300.00	0.00	0.00	0.00	0.00	0.00	0.00
3,400.00	0.00	0.00	3,400.00	0.00	0.00	0.00	0.00	0.00	0.00
3,438.00	0.00	0.00	3,438.00	0.00	0.00	0.00	0.00	0.00	0.00
Delaware	-		-						
3,500.00	0.00	0.00	3,500.00	0.00	0.00	0.00	0.00	0.00	0.00
3,600.00	0.00	0.00	3,600.00	0.00	0.00	0.00	0.00	0.00	0.00
3,700.00	0.00	0.00	3,700.00	0.00	0.00	0.00	0.00	0.00	0.00
3,745.00	0.00	0.00	3,745.00	0.00	0.00	0.00	0.00	0.00	0.00

Database: Company: Project: Site:	HOPSPP ENGINEERING DESIGNS PRD NM DIRECTIONAL PLANS (NAD 1983) Turkey Track 9-10	Local Co-ordinate Reference: TVD Reference: MD Reference: North Reference:	Well Turkey Track 9-10 State 32H WELL @ 3421.60ft (Original Well Elev) WELL @ 3421.60ft (Original Well Elev) Grid
Well: Wellbore:	Turkey Track 9-10 State 32H WB00	Survey Calculation Method:	Minimum Curvature
Design:	Pilot - Permitting Plan		

Measured Depth (ft)	Inclination (°)	Azimuth (°)	Vertical Depth (ft)	+N/-S (ft)	+E/-W (ft)	Vertical Section (ft)	Dogleg Rate (°/100ft)	Build Rate (°/100ft)	Turn Rate (°/100ft)
Bone Spring	g								
3,800.00	0.00	0.00	3,800.00	0.00	0.00	0.00	0.00	0.00	0.00
3,900.00	0.00	0.00	3,900.00	0.00	0.00	0.00	0.00	0.00	0.00
4,000.00	0.00	0.00	4,000.00	0.00	0.00	0.00	0.00	0.00	0.00
4,100.00	0.00	0.00	4,100.00	0.00	0.00	0.00	0.00	0.00	0.00
4,200.00	0.00	0.00	4,200.00	0.00	0.00	0.00	0.00	0.00	0.00
4,300.00	0.00	0.00	4,300.00	0.00	0.00	0.00	0.00	0.00	0.00
4,400.00	0.00	0.00	4,400.00	0.00	0.00	0.00	0.00	0.00	0.00
4,500.00 4,600.00	0.00	0.00	4,500.00	0.00	0.00	0.00	0.00	0.00	0.00
,	0.00	0.00	4,600.00	0.00	0.00	0.00	0.00	0.00	0.00
4,700.00	0.00	0.00	4,700.00	0.00	0.00	0.00	0.00	0.00	0.00
4,800.00	0.00	0.00	4,800.00	0.00	0.00	0.00	0.00	0.00	0.00
4,900.00	0.00	0.00	4,900.00	0.00	0.00	0.00	0.00	0.00	0.00
5,000.00	0.00	0.00	5,000.00	0.00	0.00	0.00	0.00	0.00	0.00
5,100.00	0.00	0.00	5,100.00	0.00	0.00	0.00	0.00	0.00	0.00
5,200.00	0.00	0.00	5,200.00	0.00	0.00	0.00	0.00	0.00	0.00
5,300.00	0.00	0.00	5,300.00	0.00	0.00	0.00	0.00	0.00	0.00
5,400.00	0.00	0.00	5,400.00	0.00	0.00	0.00	0.00	0.00	0.00
5,500.00 5,600.00	0.00 0.00	0.00	5,500.00	0.00	0.00	0.00	0.00	0.00	0.00
		0.00	5,600.00	0.00	0.00	0.00	0.00	0.00	0.00
5,700.00	0.00	0.00	5,700.00	0.00	0.00	0.00	0.00	0.00	0.00
5,800.00	0.00	0.00	5,800.00	0.00	0.00	0.00	0.00	0.00	0.00
5,900.00	0.00	0.00	5,900.00	0.00	0.00	0.00	0.00	0.00	0.00
6,000.00	0.00 0.00	0.00	6,000.00	0.00	0.00	0.00	0.00	0.00	0.00
6,100.00		0.00	6,100.00	0.00	0.00	0.00	0.00	0.00	0.00
6,200.00	0.00	0.00	6,200.00	0.00	0.00	0.00	0.00	0.00	0.00
6,300.00	0.00	0.00	6,300.00	0.00	0.00	0.00	0.00	0.00	0.00
6,400.00	0.00	0.00	6,400.00	0.00	0.00	0.00	0.00	0.00	0.00
6,500.00 6,600.00	0.00 0.00	0.00 0.00	6,500.00 6,600.00	0.00 0.00	0.00 0.00	0.00 0.00	0.00 0.00	0.00 0.00	0.00 0.00
6,700.00	0.00	0.00	6,700.00	0.00	0.00	0.00	0.00	0.00	0.00
6,800.00	0.00	0.00	6,800.00	0.00	0.00	0.00	0.00	0.00	0.00
6,824.00	0.00	0.00	6,824.00	0.00	0.00	0.00	0.00	0.00	0.00
1st Bone Sp 6,900.00	0.00	0.00	6.900.00	0.00	0.00	0.00	0.00	0.00	0.00
6,928.00	0.00	0.00	6,928.00	0.00	0.00	0.00	0.00	0.00	0.00
2nd Bone S		0.00	0,320.00	0.00	0.00	0.00	0.00	0.00	0.00
7,000.00	0.00	0.00	7,000.00	0.00	0.00	0.00	0.00	0.00	0.00
7,100.00 7,200.00	0.00 0.00	0.00 0.00	7,100.00 7.200.00	0.00 0.00	0.00 0.00	0.00 0.00	0.00 0.00	0.00	0.00
7,200.00	0.00	0.00						0.00	0.00
7,400.00	0.00	0.00	7,300.00 7,400.00	0.00	0.00 0.00	0.00 0.00	0.00 0.00	0.00 0.00	0.00 0.00
7,500.00	0.00	0.00	7,500.00	0.00	0.00	0.00	0.00	0.00	0.00
7,600.00	0.00	0.00	7,600.00 7,700.00	0.00	0.00	0.00	0.00	0.00	0.00
7,700.00 7,800.00	0.00 0.00	0.00 0.00	7,700.00	0.00 0.00	0.00 0.00	0.00 0.00	0.00 0.00	0.00 0.00	0.00 0.00
7,900.00	0.00	0.00	7,900.00	0.00	0.00	0.00	0.00	0.00	0.00
,									
7,985.00	0.00	0.00	7,985.00	0.00	0.00	0.00	0.00	0.00	0.00
3rd Bone Sp	~	0.00	0.000.00	A AA		0.00		~ ~~	0.00
8,000.00	0.00	0.00	8,000.00	0.00	0.00	0.00	0.00	0.00	0.00
8,100.00 8,200.00	0.00 0.00	0.00 0.00	8,100.00 8,200.00	0.00 0.00	0.00 0.00	0.00 0.00	0.00	0.00 0.00	0.00
8,200.00	0.00	0.00	8,200.00 8,300.00	0.00	0.00	0.00	0.00 0.00	0.00	0.00 0.00
0,000.00	0.00	0.00	0,000.00	0.00	0.00	0.00	0.00	0.00	0.00

HOPSPP Database: Local Co-ordinate Reference: Well Turkey Track 9-10 State 32H Company: ENGINEERING DESIGNS WELL @ 3421.60ft (Original Well Elev) **TVD Reference:** Project: PRD NM DIRECTIONAL PLANS (NAD 1983) MD Reference: WELL @ 3421.60ft (Original Well Elev) Site: Turkey Track 9-10 North Reference: Grid Well: Turkey Track 9-10 State 32H Survey Calculation Method: Minimum Curvature Weilbore: WB00 Design: Pilot - Permitting Plan

Planned Survey

Measured Depth (ft)	Inclination (°)	Azimuth (°)	Vertical Depth (ft)	+N/-S (ft)	+E/-W (ft)	Vertical Section (ft)	Dogleg Rate (°/100ft)	Bulid Rate (°/100ft)	Turn Rate (°/100ft)
8,400.00	0.00	0.00	8,400.00	0.00	0.00	0.00	0.00	0.00	0.00
8,500.00	0.00	0.00	8,500.00	0.00	0.00	0.00	0.00	0.00	0.00
8,600.00	0.00	0.00	8,600.00	0.00	0.00	0.00	0.00	0.00	0.00
8,700.00	0.00	0.00	8,700.00	0.00	0.00	0.00	0.00	0.00	0.00
8,800.00	0.00	0.00	8,800.00	0.00	0.00	0.00	0.00	0.00	0.00
8,900.00	0.00	0.00	8,900.00	0.00	0.00	0.00	0.00	0.00	0.00
8,945.00	0.00	0.00	8,945.00	0.00	0.00	0.00	0.00	0.00	0.00
Wolfcamp									
9,000.00	0.00	0.00	9,000.00	0.00	0.00	0.00	0.00	0.00	0.00
9,100.00	0.00	0.00	9,100.00	0.00	0.00	0.00	0.00	0.00	0.00
9,200.00	0.00	0.00	9,200.00	0.00	0.00	0.00	0.00	0.00	0.00
9,300.00	0.00	0.00	9,300.00	0.00	0.00	0.00	0.00	0.00	0.00
9,400.00	0.00	0.00	9,400.00	0.00	0.00	0.00	0.00	0.00	0.00
9,500.00	0.00	0.00	9,500.00	0.00	0.00	0.00	0.00	0.00	0.00
9,600.00	0.00	0.00	9,600.00	0.00	0.00	0.00	0.00	0.00	0.00
9,700.00	0.00	0.00	9,700.00	0.00	0.00	0.00	0.00	0.00	0.00
9,760.00	0.00	0.00	9,760.00	0.00	0.00	0.00	0.00	0.00	0.00
Penn									
9,800.00	0.00	0.00	9,800.00	0.00	0.00	0.00	0.00	0.00	0.00
9,900.00	0.00	0.00	9,900.00	0.00	0.00	0.00	0.00	0.00	0.00
10,000.00	0.00	0.00	10,000.00	0.00	0.00	0.00	0.00	0.00	0.00
10,100.00	0.00	0.00	10,100.00	0.00	0.00	0.00	0.00	0.00	0.00
10,200.00	0.00	0.00	10,200.00	0.00	0.00	0.00	0.00	0.00	0.00
10,300.00	0.00	0.00	10,300.00	0.00	0.00	0.00	0.00	0.00	0.00
10,350.00	0.00	0.00	10,350.00	0.00	0.00	0.00	0.00	0.00	0.00
Pilot Hole 1	D at 10350.00								

Design Targets

Target Name - hit/miss target - Shape	Dip Angle (°)	Dip Dir. (°)	TVD (ft)	+N/-S (ft)	+E/-W (ft)	Northing (usft)	Easting (usft)	Latitude	Longitude
TT_9-10_32H_KOP - plan misses targe - Point	0.00 t center by 74		8,207.04 7.04ft MD (8	-74.01 207.04 TVD,	-0.14 0.00 N, 0.00	609,880.71 E)	616,311.10	32° 40' 34.933158 N	104° 5' 22.805977
TT_9-10_32H_TP - plan misses targe - Point	0.00 t center by 73		8,780.00 80.00ft MD (-76.14 (8780.00 TVI	734.91 D, 0.00 N, 0.0	609,878.58 0 E)	617,046.09	32° 40' 34.895301 N	104° 5' 14.206691
TT_9-10_32H_BHL - plan misses targe - Point	0.00 t center by 10	0.00 9766.60ft at	8,855.00 8855.00ft M	-105.19 D (8855.00 T	10,766.09 VD, 0.00 N, 0	609,849.53 0.00 E)	627,076.40	32° 40' 34.362478 N	104° 3' 16.853713

Database: Company: Project: Site:	HOPSPP ENGINEERING DESIGNS PRD NM DIRECTIONAL PLANS (NAD 1983) Turkey Track 9-10	Local Co-ordinate Reference: TVD Reference: MD Reference: North Reference:	Well Turkey Track 9-10 State 32H WELL @ 3421.60ft (Original Well Elev) WELL @ 3421.60ft (Original Well Elev) Grid
Well: Wellbore:	Turkey Track 9-10 State 32H WB00	Survey Calculation Method:	Minimum Curvature
Design:	Pilot - Permitting Plan		

Formations

	Measured Depth (ft)	Vertical Depth (ft)	Name	Lithology	Dip (°)	Dip Direction (°)	
	312.00	311.80	Rustler				
	858.00	857.80	Base Salado				
	1,403.00	1,402.80	Seven Rivers				
	2,056.00	2,055.80	Queen				
	2,394.00	2,393.80	Grayburg				
	2,943.00	2,942.80	San Andres				
	3,438.00	3,437.80	Delaware				
	3,745.00	3,744.80	Bone Spring				
	6,824.00	6,823.80	1st Bone Spring		0.00		
	6,928.00	6,927.80	2nd Bone Spring				
	7,985.00	7,984.80	3rd Bone Spring				
	8,945.00	8,944.80	Wolfcamp				
	9,760.00	9,759.80	Penn				

Plan Annotations

Measured	Vertical	Local Coord	dinates	
Depth (ft)	Depth (ft)	+N/-S (ft)	+E/-W (ft)	Comment
10,350.00	10,350.00	0.00	0.00	Pilot Hole TD at 10350.00

MM OIL CONSERVATION ARTESIA DISTRICT MAR 2 7 2017

RECEIVER

ENGINEERING DESIGNS

PRD NM DIRECTIONAL PLANS (NAD 1983) Turkey Track 9-10 Turkey Track 9-10 State 32H

WB01

Plan: Lateral - Permitting Plan

Standard Planning Report

21 March, 2017

Database: Company: Project: Site: Well: Wellbore: Design:	PRD Turke Turke WB0	INEERING DE NM DIRECTIO ey Track 9-10 ey Track 9-10 S	ONAL PLANS	NAD 1983)	Local Co-ordinate Reference:Well Turkey Track 9-10 State 32HTVD Reference:WELL @ 3421.60ft (Original Well Elev)MD Reference:WELL @ 3421.60ft (Original Well Elev)North Reference:GridSurvey Calculation Method:Minimum Curvature						
Project	PRD	M DIRECTIO	NAL PLANS (1	NAD 1983)							
Map System: Geo Datum: Map Zone:	North A	te Plane 1983 merican Datur exico Eastern 2			System Da	tum:		ean Sea Level	ale factor		
Site	Turke	y Track 9-10									
Site Position: From: Position Unce	Ма	•	North Eastii 0.00 ft Slot F	-		014.71 usft 311.36 usft 13.200 in	Latitude: Longitude: Grid Conver	gence:		32° 40' 36.259118 N 104° 5' 22.799335 W 0.13 °	
Well	Turkey	/ Track 9-10 Si	tate 32H								
Well Position	+N/-S +E/-W			orthing: sting:		609,954.71 616,311.24		itude: Igitude:		32° 40' 35.665405 N 104° 5' 22.802351 W	
Position Unce	ertainty		0.00 ft 🛛 ₩	ellhead Eleva	tion:	3,395.	10 ft Gro	ound Level:		3,395.10 ft	
Wellbore	WB0 ²	1									
Magnetics	Mo	odel Name	Sample		Declina (°)		Dip A (°)		Strength 1T)	
		HDGM	1	2/31/2016		7.57		60.55		48,310	
Design Audit Notes: Version:	Latera	II - Permitting F	Plan Phas	e: P	'LAN	Tie	e On Depth:		8,172.07		
Vertical Section	on:	D	epth From (T (ft)	/D)	+N/-S (ft)	+E	:/-W ft)	Dire	ection (°)		
			0.00		0.00		.00		0.56		
Plan Sections											
Measured Depth (ft)	inclination (°)	Azimuth (°)	Vertical Depth (ft)	+N/-S (ft)	+E/-W (ft)	Dogleg Rate (°/100ft)	Build Rate (°/100ft)	Turn Rate (°/100ft)	TFO (°)	Target	
8,172.07	0.00	0.00	8,172.07	0.00	0.00	0.00	0.00	0.00	0.00		
8,186.07	1.90	98.00	8,186.07	-0.03	0.23	13.57	13.57	0.00	98.00		
8,226.07	1.90	98.00	8,226.05	-0.22	1. 54	0.00	0.00	0.00	0.00		
9,111.34	90.43	96.57	8,780.00	-66.70	574.61	10.00	10.00	-0.16	-1.43		
9,272.01	89.57	90.17	8,780.00	-76.14	734.91	4.02	-0.53	-3.99	-97.59	TT_9-10_32H_TP	
19,303.51	89.57	90.17	8,855.00	-105.19	10,766.09	0.00	0.00	0.00	0.00	TT_9-10_32H_BHL	

Database: Company: Project: Site:	HOPSPP ENGINEERING DESIGNS PRD NM DIRECTIONAL PLANS (NAD 1983) Turkey Track 9-10	Local Co-ordinate Reference: TVD Reference: MD Reference: North Reference:	Well Turkey Track 9-10 State 32H WELL @ 3421.60ft (Original Well Elev) WELL @ 3421.60ft (Original Well Elev) Grid
Well:	Turkey Track 9-10 State 32H	Survey Calculation Method:	Minimum Curvature
Wellbore:	WB01		
Design:	Lateral - Permitting Plan		

Measured Depth (ft)	Inclination (°)	Azimuth (°)	Vertical Depth (ft)	+N/-S (ft)	+E/-W (ft)	Vertical Section (ft)	Dogleg Rate (°/100ft)	Build Rate (°/100ft)	Turn Rate (°/100ft)
0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
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	0.00	0.00	400.00	0.00	0.00	0.00	0.00	0.00	0.00
500.00	0.00	0.00	500.00	0.00	0.00	0.00	0.00	0.00	0.00
500.00 600.00	0.00	0.00	600.00	0.00	0.00	0.00	0.00	0.00	0.00
700.00	0.00	0.00	700.00	0.00	0.00	0.00	0.00	0.00	0.00
800.00	0.00	0.00	800.00	0.00	0.00	0.00	0.00	0.00	0.00
900.00	0.00	0.00	900.00	0.00	0.00	0.00	0.00	0.00	0.00
1,000.00	0.00	0.00	1.000.00	0.00	0.00	0.00	0.00	0.00	0.00
1,100.00	0.00	0.00	1,100.00	0.00	0.00	0.00	0.00	0.00	0.00
1,200.00	0.00	0.00	1,200.00	0.00	0.00	0.00	0.00	0.00	0.00
1,200.00	0.00	0.00	1,300.00	0.00	0.00	0.00	0.00	0.00	0.00
1,400.00	0.00	0.00	1,400.00	0.00	0.00	0.00	0.00	0.00	0.00
1,500.00	0.00 0.00	0.00	1,500.00 1,600.00	0.00 0.00	0.00	0.00	0.00	0.00	0.00
1,600.00		0.00	'		0.00	0.00	0.00	0.00	0.00
1,700.00	0.00	0.00	1,700.00	0.00	0.00	0.00	0.00	0.00	0.00
1,800.00 1,900.00	0.00 0.00	0.00 0.00	1,800.00 1,900.00	0.00 0.00	0.00 0.00	0.00 0.00	0.00 0.00	0.00 0.00	0.00 0.00
2,000.00	0.00	0.00	2,000.00	0.00	0.00	0.00	0.00	0.00	0.00
2,100.00	0.00	0.00	2,100.00	0.00	0.00	0.00	0.00	0.00	0.00
2,200.00	0.00	0.00	2,200.00	0.00	0.00	0.00	0.00	0.00	0.00
2,300.00 2,400.00	0.00 0.00	0.00 0.00	2,300.00 2,400.00	0.00 0.00	0.00 0.00	0.00 0.00	0.00 0.00	0.00 0.00	0.00 0.00
2,500.00	0.00	0.00	2,500.00	0.00	0.00	0.00	0.00	0.00	0.00
2,600.00	0.00	0.00	2,600.00	0.00	0.00	0.00	0.00	0.00	0.00
2,700.00	0.00	0.00	2,700.00	0.00	0.00	0.00	0.00	0.00	0.00
2,800.00 2,900.00	0.00 0.00	0.00 0.00	2,800.00 2,900.00	0.00 0.00	0.00 0.00	0.00 0.00	0.00 0.00	0.00 0.00	0.00 0.00
			,						
3,000.00	0.00	0.00	3,000.00	0.00	0.00	0.00	0.00	0.00	0.00
3,100.00	0.00	0.00	3,100.00	0.00	0.00	0.00	0.00	0.00	0.00
3,200.00	0.00 0.00	0.00 0.00	3,200.00 3,300.00	0.00 0.00	0.00	0.00	0.00	0.00	0.00
3,300.00 3,400.00	0.00	0.00	3,400.00	0.00	0.00 0.00	0.00 0.00	0.00 0.00	0.00 0.00	0.00 0.00
			,						
3,500.00	0.00	0.00	3,500.00	0.00	0.00	0.00	0.00	0.00	0.00
3,600.00	0.00 0.00	0.00 0.00	3,600.00 3,700.00	0.00 0.00	0.00 0.00	0.00	0.00	0.00	0.00
3,700.00 3,800.00	0.00	0.00	3,700.00	0.00	0.00	0.00 0.00	0.00 0.00	0.00 0.00	0.00 0.00
3,800.00	0.00	0.00	3,900.00	0.00	0.00	0.00	0.00	0.00	0.00
,			,						
4,000.00	0.00	0.00	4,000.00 4,100.00	0.00	0.00	0.00	0.00	0.00	0.00
4,100.00 4,200.00	0.00 0.00	0.00 0.00	4,100.00 4,200.00	0.00 0.00	0.00 0.00	0.00 0.00	0.00	0.00 0.00	0.00
4,200.00	0.00	0.00	4,200.00	0.00	0.00	0.00	0.00 0.00	0.00	0.00 0.00
4,300.00	0.00	0.00	4,300.00	0.00	0.00	0.00	0.00	0.00	0.00
4,500.00 4,600.00	0.00 0.00	0.00 0.00	4,500.00 4,600.00	0.00 0.00	0.00 0.00	0.00 0.00	0.00 0.00	0.00 0.00	0.00 0.00
4,600.00	0.00	0.00	4,800.00	0.00	0.00	0.00	0.00	0.00	0.00
4,700.00	0.00	0.00	4,700.00	0.00	0.00	0.00	0.00	0.00	0.00
4,800.00	0.00	0.00	4,900.00	0.00	0.00	0.00	0.00	0.00	0.00
5,000.00	0.00	0.00	5,000.00	0.00	0.00			0.00	0.00
,	0.00	0.00	5,000.00 5,100.00	0.00	0.00	0.00	0.00	0.00	
5,100.00 5,200.00	0.00	0.00	5,100.00	0.00	0.00	0.00 0.00	0.00 0.00	0.00	0.00 0.00
5,200.00	0.00	0.00	5,300.00	0.00	0.00	0.00	0.00	0.00	0.00
 5,500.00	0.00	0.00	5,500.00	0.00	0.00	0.00	0.00	0.00	0.00

Database: Company: Project: Site: Well: Wellbore:	HOPSPP ENGINEERING DESIGNS PRD NM DIRECTIONAL PLANS (NAD 1983) Turkey Track 9-10 Turkey Track 9-10 State 32H WB01	Local Co-ordinate Reference: TVD Reference: MD Reference: North Reference: Survey Calculation Method:	Well Turkey Track 9-10 State 32H WELL @ 3421.60ft (Original Well Elev) WELL @ 3421.60ft (Original Well Elev) Grid Minimum Curvature
Design:	Lateral - Permitting Plan		

Measured Depth (ft)	Inclination (°)	Azimuth (°)	Vertical Depth (ft)	+N/-S (ft)	+E/-W (ft)	Vertical Section (ft)	Dogleg Rate (°/100ft)	Build Rate (°/100ft)	Turn Rate (°/100ft)
5,400.00	0.00	0.00	5,400.00	0.00	0.00	0.00	0.00	0.00	0.00
5,500.00	0.00	0.00	5,500.00	0.00	0.00	0.00	0.00	0.00	0.00
5,600.00	0.00	0.00	5,600.00	0.00	0.00	0.00	0.00	0.00	0.00
5,700.00		0.00	5,700.00	0.00	0.00	0.00	0.00	0.00	0.00
5,800.00		0.00	5,800.00	0.00	0.00	0.00	0.00	0.00	0.00
5,900.00		0.00	5,900.00	0.00	0.00	0.00	0.00	0.00	0.00
6,000.00	0.00	0.00	6,000.00	0.00	0.00	0.00	0.00	0.00	0.00
6,100.00	0.00	0.00	6,100.00	0.00	0.00	0.00	0.00	0.00	0.00
6,200.00	0.00	0.00	6,200.00	0.00	0.00	0.00	0.00	0.00	0.00
6,300.00		0.00	6,300.00	0.00	0.00	0.00	0.00	0.00	0.00
6,400.00		0.00	6,400.00	0.00	0.00	0.00	0.00	0.00	0.00
6,500.00	0.00	0.00	6,500.00	0.00	0.00	0.00	0.00	0.00	0.00
6,600.00		0.00	6,600.00	0.00	0.00	0.00	0.00	0.00	0.00
6,700.00		0.00	6,700.00	0.00	0.00	0.00	0.00	0.00	0.00
6,800.00		0.00	6,800.00	0.00	0.00	0.00	0.00	0.00	0.00
6,900.00		0.00	6,900.00	0.00	0.00	0.00	0.00	0.00	0.00
7,000.00	0.00	0.00	7,000.00	0.00	0.00	0.00	0.00	0.00	0.00
7,100.00		0.00	7,100.00	0.00	0.00	0.00	0.00	0.00	0.00
7,200.00		0.00	7,200.00	0.00	0.00	0.00	0.00	0.00	0.00
7,300.00		0.00	7,300.00	0.00	0.00	0.00	0.00	0.00	0.00
7,400.00		0.00	7,400.00	0.00	0.00	0.00	0.00	0.00	0.00
7,500.00	0.00	0.00	7,500.00	0.00	0.00	0.00	0.00	0.00	0.00
7,600.00	0.00	0.00	7,600.00	0.00	0.00	0.00	0.00	0.00	0.00
7,700.00	0.00	0.00	7,700.00	0.00	0.00	0.00	0.00	0.00	0.00
7,800.00		0.00	7,800.00	0.00	0.00	0.00	0.00	0.00	0.00
7,900.00		0.00	7,900.00	0.00	0.00	0.00	0.00	0.00	0.00
8,000.00	0.00	0.00	8,000.00	0.00	0.00	0.00	0.00	0.00	0.00
8,100.00	0.00	0.00	8,100.00	0.00	0.00	0.00	0.00	0.00	0.00
8,172.07	0.00	0.00	8,172.07	0.00	0.00	0.00	0.00	0.00	0.00
Openhole									
8,186.07		98.00	8,186.07	-0.03	0.23	0.23	13.57	13.57	0.00
Drill 40' Ra		00.00	0 400 00	0.40	0.00	0.00	0.00	0.00	0.00
8,200.00		98.00	8,199.99	-0.10	0.69	0.69	0.00	0.00	0.00
8,226.07		98.00	8,226.05	-0.22	1.54	1.55	0.00	0.00	0.00
	re @ 10° DLS	06.96	9 200 57	1 10	9 60	9 70	10.00	10.00	1 54
8,300.00		96.86 96.71	8,299.57 8,396.35	-1.10 -4.00	8.69	8.70	10.00	10.00 10.00	-1.54
8,400.00					33.18 73.99	33.21	10.00		-0.15
8,500.00 8,600.00		96.66 96.63	8,487.38 8,569.90	-8.78 -15.29	73.99 129.88	74.07 130.02	10.00 10.00	10.00 10.00	-0.05 -0.03
			,						
8,700.00		96.61	8,641.38	-23.33	199.16 279.71	199.37	10.00	10.00	-0.02
8,800.00		96.60 06.50	8,699.68	-32.66		280.02	10.00	10.00	-0.01
8,900.00		96.59 96.59	8,743.00	-42.99	369.11	369.51	10.00	10.00	-0.01
9,000.00		96.58	8,770.04	-54.02	464.62	465.12	10.00	10.00	-0.01
9,100.00		96.57	8,779.97	-65.40	563.34	563.95	10.00	10.00	-0.01
9,111.34		96.57	8,780.00	-66.70	574.61	575.23	10.00	10.00	-0.01
Turn to Al 9,200.00	ign with BHL @ 89.95	4.02° DLS 93.04	8,779.70	-74.12	662.94	663.63	4 02	-0.53	-3.99
			8,779.70 8,780.00	-74.12 -76.14		735.62	4.02		
9,272.01 Landing P		90.17	0,780.00	-70.14	734.91	/ 35.62	4.02	-0.53	-3.99
9.300.00		90.17	8,780.21	-76.22	762.90	763.61	0.00	0.00	0.00
-,		90.17 90.17	8,780.21	-76.22 -76.51	762.90 862.90	863.60	0.00	0.00	0.00
9,400.00									
9,500.00		90.17	8,781.70	-76.80	962.90	963.60	0.00	0.00	0.00
9,600.00	89.57	90.17	8,782.45	77.09	1,062.89	1,063.59	0.00	0.00	0.00

HOPSPP Database: Local Co-ordinate Reference: Well Turkey Track 9-10 State 32H ENGINEERING DESIGNS Company: TVD Reference: WELL @ 3421.60ft (Original Well Elev) Project: PRD NM DIRECTIONAL PLANS (NAD 1983) MD Reference: WELL @ 3421.60ft (Original Well Elev) Site: Turkey Track 9-10 North Reference: Grid Turkey Track 9-10 State 32H Well: Survey Calculation Method: Minimum Curvature Wellbore: WB01 Lateral - Permitting Plan Design:

Measured Depth (ft)	inclination (°)	Azimuth (°)	Vertical Depth (ft)	+N/-S (ft)	+E/-W (ft)	Vertical Section (ft)	Dogleg Rate (°/100ft)	Build Rate (°/100ft)	Turn Rate (°/100ft)
9,700.00	89.57	90.17	8,783.20	-77.38	1,162.89	1,163.59	0.00	0.00	0.00
9,800.00	89.57	90.17	8,783.95	-77.67	1,262.89	1,263.58	0.00	0.00	0.00
9,900.00	89.57	90.17	8,784.70	-77.96	1,362.88	1,363.58	0.00	0.00	0.00
10,000.00	89.57	90.17	8,785.44	-78.24	1,462.88	1,463.57	0.00	0.00	0.00
10,100.00	89.57	90.17	8,786.19	-78.53	1,562.88	1,563.57	0.00	0.00	0.00
10,200.00	89.57	90.17	8,786.94	-78.82	1,662.87	1,663.56	0.00	0.00	0.00
10,300.00	89.57	90.17	8,787.69	-79.11	1,762.87	1,763.56	0.00	0.00	0.00
10,400.00	89.57	90.17	8,788.43	-79.40	1,862.87	1,863.55	0.00	0.00	0.00
10,500.00	89.57	90.17	8,789.18	-79.69	1,962.86	1,963.55	0.00	0.00	0.00
10,600.00	89.57	90.17	8,789.93	-79.98	2.062.86	2,063.54	0.00	0.00	0.00
10,700.00	89.57	90.17	8,790.68	-80.27	2,162.86	2,163.54	0.00	0.00	0.00
10,800.00	89.57	90.17	8,791.42	-80.56	2,262.85	2,263.53	0.00	0.00	0.00
10,900.00	89.57	90.17	8,792.17	-80.85	2,362.85	2,363.53	0.00	0.00	0.00
11,000.00	89.57	90.17	8,792.92	-81.14	2,462.85	2,463.52	0.00	0.00	0.00
11,100.00	89.57	90.17	8,793.67	-81.43	2,562.84	2,563.52	0.00	0.00	0.00
11,200.00	89.57	90.17	8,794.41	-81.72	2.662.84	2,663.51	0.00	0.00	0.00
11,300.00	89.57	90.17	8,795.16	-82.01	2,762.84	2,763.51	0.00	0.00	0.00
11,400.00	89.57	90.17	8,795.91	-82.30	2,862.83	2,863.50	0.00	0.00	0.00
11,500.00	89.57	90.17	8,796.66	-82.59	2,962.83	2,963.50	0.00	0.00	0.00
11,600.00	89.57	90.17	8,797.41	-82.88	3.062.83	3,063.49	0.00	0.00	0.00
11,700.00	89.57	90.17	8,798.15	-83.17	3,162,82	3,163.49	0.00	0.00	0.00
11,800.00	89.57	90.17	8,798.90	-83.46	3,262.82	3,263.48	0.00	0.00	0.00
11,900.00	89.57	90.17	8,799.65	-83.75	3,362.82	3,363.48	0.00	0.00	0.00
12.000.00	89.57	90.17	8,800.40	-84.04	3,462.82	3,463.47	0.00	0.00	0.00
12,000.00	89.57	90.17	8,801.14	-84.33	3,562.81	3,563.47	0.00	0.00	0.00
12,100.00	89.57	90.17	8,801.89	-84.62	3,662.81	3,663.46	0.00	0.00	0.00
12,200.00	89.57	90.17	8,802.64	-84.92 -84.91	3,762.81	3,763.46	0.00	0.00	0.00
12,300.00	89.57	90.17	8,803.39	-85.20	3,862.80	3,863.45	0.00	0.00	0.00
12,500.00	89.57	90.17	8,804.13	-85.49	3,962.80	3,963.45	0.00	0.00	0.00
12,500.00	89.57	90.17	8,804.13	-85.77	4,062.80	3,963.45 4,063.44	0.00	0.00	0.00
12,700.00	89.57	90.17	8,805.63	-86.06	4,062.80	4,003.44	0.00	0.00	0.00
12,800.00	89.57	90.17	8,806.38	-86.35	4,102.79	4,103.43	0.00	0.00	0.00
12,800.00	89.57	90.17 90.17	8,807.12	-86.64	4,262.79 4,362.79	4,263.43 4,363.42	0.00	0.00	0.00
13,000.00	89.57	90.17	8,807.87	-86.93	4,462.78	4,463.42	0.00	0.00	0.00
13,100.00	89.57	90.17 90.17	8,808.62	-86.93 -87.22	4,462.78	4,463.42 4,563.41	0.00	0.00	0.00
13,100.00	89.57	90.17 90.17	8,809.37	-87.22	4,562.78	4,563.41	0.00	0.00	0.00
13,200.00	89.57 89.57	90.17 90.17	8,810,12	-87.80	4,002.70 4,762.77	4,003.41 4,763.40	0.00	0.00	0.00
13,400.00	89.57	90.17	8,810.86	-87.60	4,762.77	4,763.40 4,863.40	0.00	0.00	0.00
13,500.00	89.57	90.17	8,811.61	-88.38	4,962.77	4,963.39	0.00	0.00	0.00
13,500.00	89.57 89.57	90.17 90.17	8,812.36	-88.38 -88.67	4,962.77 5,062.76	4,963.39 5,063.39	0.00	0.00	0.00
13,700.00	89.57 89.57	90.17 90.17	8,813.11	-88.96 -88.96	5,062.76 5,162.76	5,063.39 5,163.38	0.00	0.00	0.00
13,700.00	89.57 89.57	90.17 90.17	8,813.85		5,162.76	5,163.38		0.00	0.00
13,800.00	89.57 89.57	90.17 90.17	8,814.60	-89.25 -89.54	5,262.76 5,362.75	5,263.38 5,363.37	0.00 0.00	0.00	0.00
14,000.00	89.57	90.17	8,815.35	-89.83	5,462.75	5,463.37	0.00	0.00	0.00
14,100.00	89.57	90.17	8,816.10	-90.12	5,562.75	5,563.36	0.00	0.00	0.00
14,200.00	89.57	90.17	8,816.84	-90.41	5,662.74	5,663.36	0.00	0.00	0.00
14,300.00 14,400.00	89.57 89.57	90.17 90.17	8,817.59 8,818.34	-90.70 -90.99	5,762.74 5,862.74	5,763.35 5,863.35	0.00 0.00	0.00 0.00	0.00 0.00
14,500.00	89.57	90.17	8,819.09	-91.28	5,962.73	5,963.34	0.00	0.00	0.00
14,600.00	89.57	90.17	8,819.83	-91.57	6,062.73	6,063.34	0.00	0.00	0.00
14,700.00	89.57	90.17	8,820.58	-91.86	6,162.73	6,163.33	0.00	0.00	0.00
14,800.00 14,900.00	89.57 89.57	90.17 90.17	8,821.33 8,822.08	-92.15 -92.44	6,262.73 6,362.72	6,263.33 6,363.32	0.00 0.00	0.00 0.00	0.00 0.00
15,000.00	89.57	90.17	8,822.83	-92.73	6,462.72	6,463.32	0.00	0.00	0.00

Database: HOPSPP Local Co-ordinate Reference: Well Turkey Track 9-10 State 32H ENGINEERING DESIGNS Company: TVD Reference: WELL @ 3421.60ft (Original Well Elev) Project: PRD NM DIRECTIONAL PLANS (NAD 1983) MD Reference: WELL @ 3421.60ft (Original Well Elev) Turkey Track 9-10 Site: North Reference: Grid Turkey Track 9-10 State 32H Well: Survey Calculation Method: Minimum Curvature WB01 Wellbore: Design: Lateral - Permitting Plan

	Measured Depth (ft)	inclination (°)	Azimuth (°)	Vertical Depth (ft)	+N/-S (ft)	+E/-W (ft)	Vertical Section (ft)	Dogleg Rate (°/100ft)	Build Rate (°/100ft)	Turn Rate (°/100ft)
15,200.00 89,57 90.17 8,825,07 93.59 6,727.1 6,663.31 0.00 0.00 15,300.00 89,57 90.17 8,825,62 -93.88 6,727.1 6,763.30 0.00 0.00 0.00 15,500.00 89,57 90.17 8,825,62 -93.88 6,662.71 6,663.30 0.00 0.00 0.00 15,500.00 89,57 90.17 8,827.61 -94.46 7,062.70 7,633.28 0.00 0.00 0.00 15,800.00 89,57 90.17 8,828.61 -94.75 7,162.70 7,163.28 0.00 0.00 0.00 15,800.00 89,57 90.17 8,828.61 -95.33 7,362.69 7,363.27 0.00 0.00 0.00 16,000.00 89,57 90.17 8,821.64 -95.42 7,462.69 7,463.26 0.00 0.00 0.00 16,300.00 89,57 90.17 8,832.64 -96.49 7,762.68 7,663.26 0.00 0.00 0.00 16,300.00 89,57 90.17 8,832.64 -97.48 8,662	15,100.00	89.57	90.17	8,823.57	-93.02	6,562.72	6,563.31	0.00	0.00	0.00
$\begin{array}{cccccccccccccccccccccccccccccccccccc$	15,200.00	89.57	90.17	8,824.32	-93.30		6,663.31	0.00	0.00	0.00
$\begin{array}{cccccccccccccccccccccccccccccccccccc$	15,300.00	89.57	90.17	8.825.07	-93,59	6.762.71	6,763.30	0.00	0.00	0.00
	15,400.00	89.57	90.17		-93.88					0.00
$\begin{array}{cccccccccccccccccccccccccccccccccccc$,			0.00
$\begin{array}{cccccccccccccccccccccccccccccccccccc$						7,162.70	7,163.28			0.00
$\begin{array}{cccccccccccccccccccccccccccccccccccc$,		,				
$\begin{array}{cccccccccccccccccccccccccccccccccccc$	15,900.00	89.57	90.17	8,829.55	-95.33	7,362.69	7,363.27	0.00	0.00	0.00
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$\begin{array}{cccccccccccccccccccccccccccccccccccc$	16,400.00	89.57	90.17	8,833.29	-96.78	7,862.67	7,863.24	0.00	0.00	0.00
$\begin{array}{cccccccccccccccccccccccccccccccccccc$			· · ·	-,						0.00
$\begin{array}{cccccccccccccccccccccccccccccccccccc$	16,600.00	89.57	90.17	8,834.79	-97.36	8,062.67	8,063.23	0.00	0.00	0.00
$\begin{array}{cccccccccccccccccccccccccccccccccccc$	16,700.00	89.57	90.17	8,835.54	-97.65	8,162.66	8,163.23	0.00	0.00	0.00
$\begin{array}{cccccccccccccccccccccccccccccccccccc$	16,800.00	89.57	90.17	8,836.28	-97.94	8,262.66	8,263.22	0.00	0.00	0.00
$\begin{array}{cccccccccccccccccccccccccccccccccccc$	16,900.00	89.57	90.17	8,837.03	-98.23	8,362.66	8,363.22	0.00	0.00	0.00
$\begin{array}{cccccccccccccccccccccccccccccccccccc$	17,000.00	89.57	90.17	8,837.78	-98.52	8,462.65	8,463.21	0.00	0.00	0.00
$\begin{array}{cccccccccccccccccccccccccccccccccccc$	17,100.00	89.57	90.17	8,838.53	-98.81	8,562.65	8,563.21	0.00	0.00	0.00
$\begin{array}{cccccccccccccccccccccccccccccccccccc$	17,200.00	89.57						0.00		0.00
$\begin{array}{cccccccccccccccccccccccccccccccccccc$	17,300.00			· · · ·		8,762.64	8,763.20	0.00		
$\begin{array}{cccccccccccccccccccccccccccccccccccc$	17,400.00	89.57	90.17	8,840.77	-99.68	8,862.64	8,863.19	0.00	0.00	0.00
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$\begin{array}{cccccccccccccccccccccccccccccccccccc$	18,400.00	89.57	90.17	8,848.25	-102.57	9,862.61	9,863.14	0.00	0.00	0.00
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18,800.00 89.57 90.17 8,851.24 -103.73 10,262.60 10,263.12 0.00 0.00 0.00 18,900.00 89.57 90.17 8,851.98 -104.02 10,362.59 10,363.12 0.00 0.00 0.00 0.00 19,000.00 89.57 90.17 8,852.73 -104.31 10,462.59 10,463.11 0.00 0.00 0.00 19,000.00 89.57 90.17 8,852.73 -104.31 10,462.59 10,463.11 0.00 0.00 0.00 19,100.00 89.57 90.17 8,853.48 -104.60 10,562.59 10,563.10 0.00 0.00 0.00 19,200.00 89.57 90.17 8,854.23 -104.89 10,662.58 10,663.10 0.00 0.00 0.00 19,300.00 89.57 90.17 8,854.97 -105.18 10,762.58 10,763.09 0.00 0.00 0.00 19,303.51 89.57 90.17 8,855.00 -105.19 10,766.09 10,766.61	-,			,		-,				
18,900.0089.5790.178,851.98-104.0210,362.5910,363.120.000.000.0019,000.0089.5790.178,852.73-104.3110,462.5910,463.110.000.000.0019,100.0089.5790.178,853.48-104.6010,562.5910,563.100.000.000.0019,200.0089.5790.178,854.23-104.8910,662.5810,663.100.000.000.0019,300.0089.5790.178,854.97-105.1810,762.5810,763.090.000.000.0019,303.5189.5790.178,855.00-105.1910,766.0910,766.610.000.000.00				<i>'</i>						
19,000.00 89.57 90.17 8,852.73 -104.31 10,462.59 10,463.11 0.00 0.00 0.00 19,100.00 89.57 90.17 8,853.48 -104.60 10,562.59 10,663.10 0.00 0.00 0.00 19,200.00 89.57 90.17 8,854.23 -104.89 10,662.58 10,663.10 0.00 0.00 0.00 19,300.00 89.57 90.17 8,854.97 -105.18 10,762.58 10,663.10 0.00 0.00 0.00 19,303.51 89.57 90.17 8,855.00 -105.19 10,766.09 10,766.61 0.00 0.00 0.00										
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Database: HOPSPP Company: ENGINEERING DESIGNS Project: PRD NM DIRECTIONAL PLANS (NAD 1983) Site: Turkey Track 9-10 Well: Turkey Track 9-10 State 32H Wellbore: WB01 Design: Lateral - Permitting Plan				AD 1983)	TVD Refere MD Refere North Refe	nce:	WELL @ 3421.60ft (Original Well Elev) WELL @ 3421.60ft (Original Well Elev) Grid			
Design Targets										
Target Name - hit/miss target - Shape	Dip Angle (°)	Dip Dir. (°)	TVD (ft)	+N/-S (ft)	+E/-W (ft)	Northing (usft)	Easting (usft)	Latitude	Longitude	
TT_9-10_32H_KOP - plan misses targe - Point	0.00 t center by 73			-7 4 .01 3207.35 TVD	-0.14 , -0.13 N, 0.93	609,880.71 3 E)	616,311.10	32° 40' 34.933158 N	104° 5' 22.805977	
TT_9-10_32H_TP - plan hits target c - Point	0.00 enter	0.00	8,780.00	-76.14	734.91	609,878.58	617,046.09	32° 40' 34.895301 N	104° 5' 14.206691	
TT_9-10_32H_BHL - plan hits target c - Point	0.00 enter	0.00	8,855.00	-105.19	10,766.09	609,849.53	627,076.40	32° 40' 34.362478 N	104° 3' 16.853713	

Formations

Measured Vertical Depth Depth (ft) (ft)	Name	Lithology	Dip (°)	Dip Direction (°)
312.00 312.00	Rustler			
858.00 858.00	Base Salado			
1,403.00 1,403.00	Seven Rivers			
2,056.00 2,056.00	Queen			
2,394.00 2,394.00	Grayburg			
2,943.00 2,943.00	San Andres			
3,438.00 3,438.00	Delaware			
3,745.00 3,745.00	Bone Spring			
6,824.00 6,824.00	1st Bone Spring Sand			
6,928.00 6,928.00	2nd Bone Spring Carbonate			
7,985.00 7,985.00	3rd Bone Spring Carbonate			

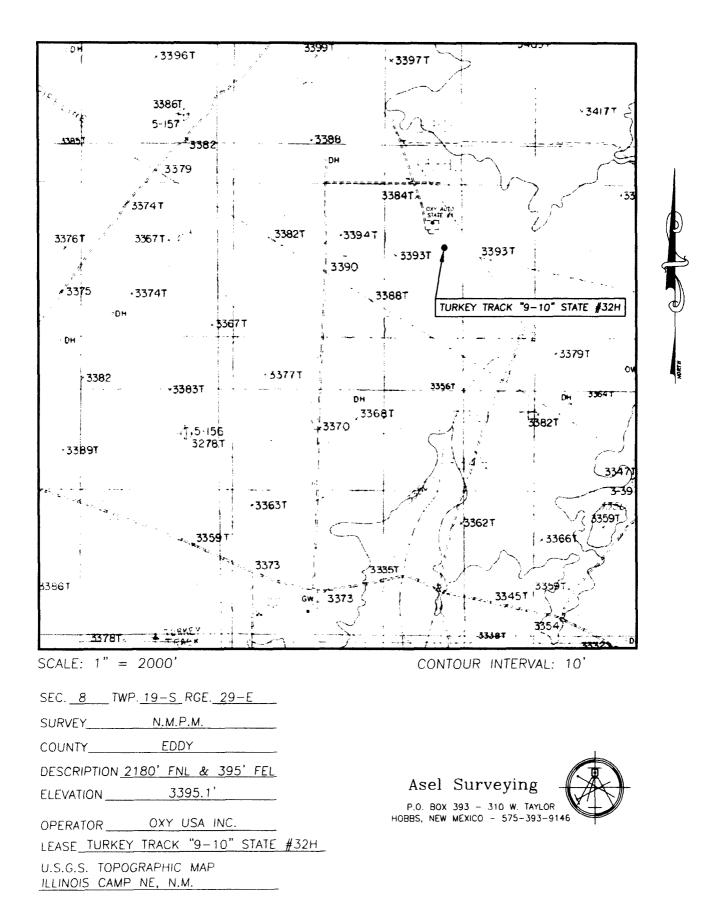
Plan Annotations

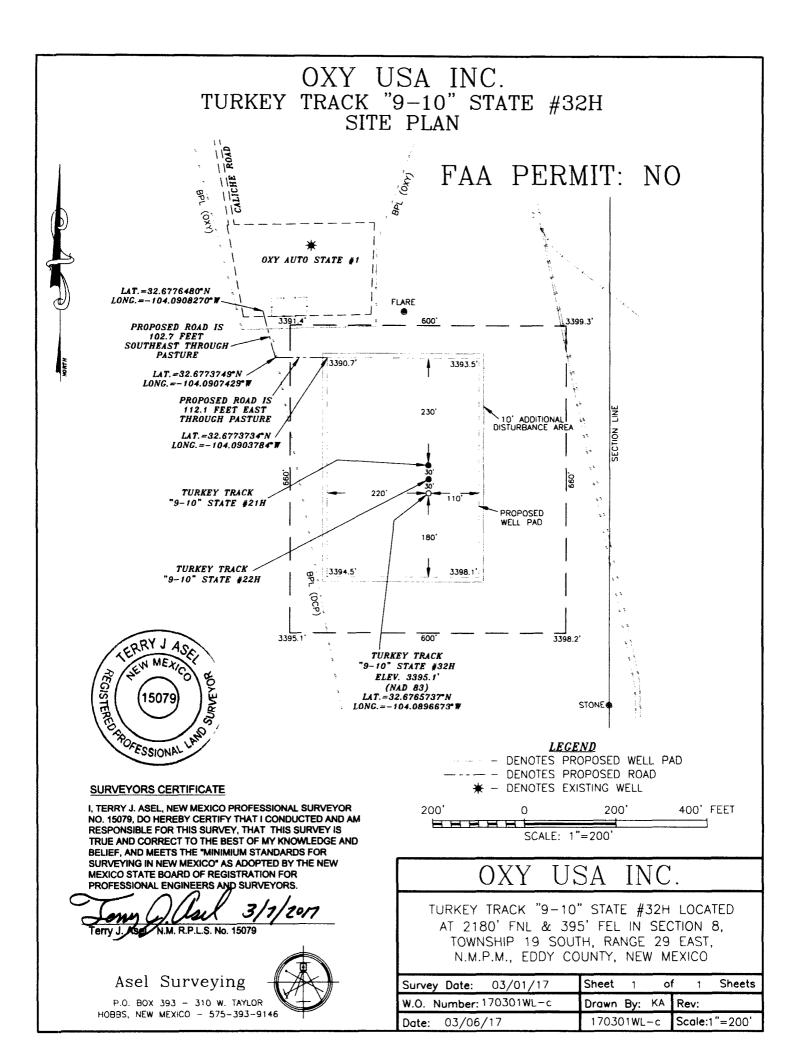
Measured	Vertical	Local Coor	dinates		
Depth (ft)	Depth (ft)	+N/-S (ft)	+E/-W (ft)	Comment	
8,172.07	8,172.07	0.00	0.00	Openhole Sidetrack	
8,186.07	8,186.07	-0.03	0.23	Drill 40' Rat Hole	
8,226.07	8,226.05	-0.22	1.54	Start Curve @ 10° DLS	
9,111.34	8,780.00	-66.70	574.61	Turn to Align with BHL @ 4.02° DLS	
9.272.01	8,780.00	-76.14	734.91	Landing Point	
19,303.51	8,855.00	-105.19	10,766.09	TD at 19303.51	

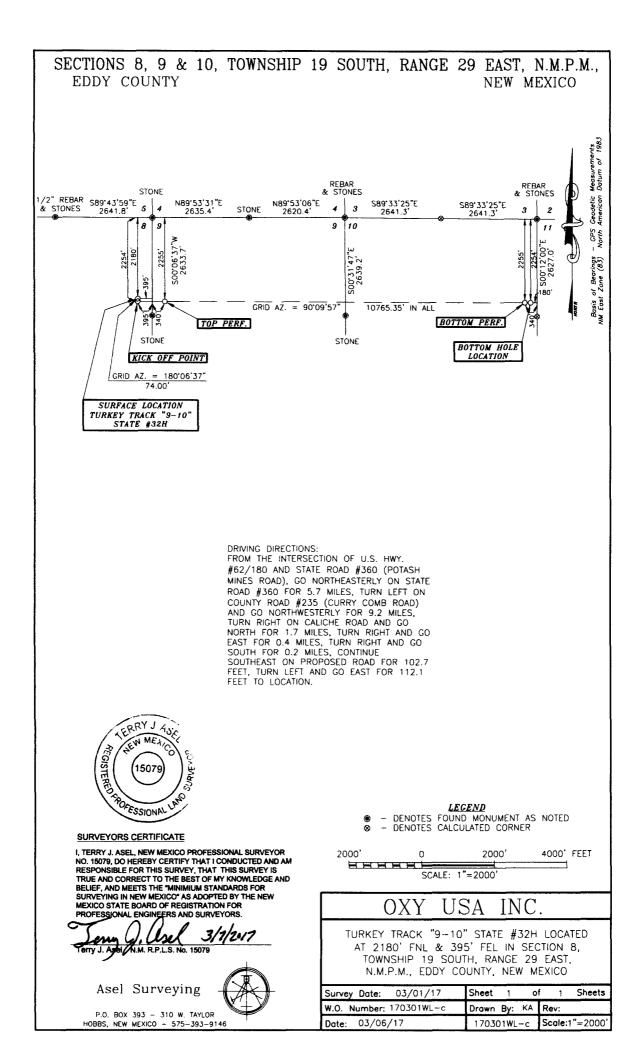
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ELEVATION 3395.1' P.O. BOX 393 - 310 W. TAYLOR														
OPERATOR OXY USA INC. P.O. BOX 393 - 310 W. TAYLOR HOBBS, NEW MEXICO - 575-393-9146														
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GO NORTHEASTERLY ON STATE ROAD #360 FOR 5.7 MILES, TURN LEFT ON COUNTY ROAD #235 (CURRY COMB ROAD) AND GO NORTHWESTERLY FOR 9.2 MILES, TURN RIGHT ON CALICHE ROAD AND GO NORTH FOR 1.7 MILES, TURN RIGHT AND GO EAST FOR 0.4 MILES, TURN RIGHT AND GO SOUTH FOR 0.2 MILES, CONTINUE SOUTHEAST ON PROPOSED ROAD FOR 102.7 FEET, TURN LEFT AND GO EAST FOR 112.1 FEET TO LOCATION.







NM OIL CONSERVATION ARTESIA DISTRICT

MAR 27 2017

RECEIVER

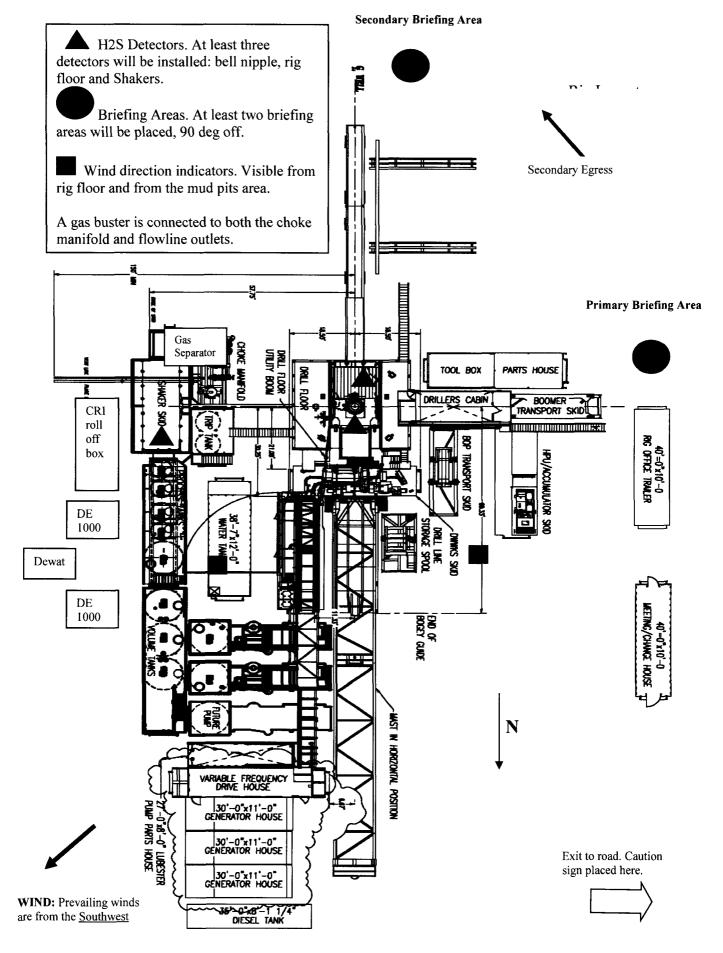


Permian Drilling Hydrogen Sulfide Drilling Operations Plan Turkey Track 9-10 State 32H

Open drill site. No homes or buildings are near the proposed location.

1. Escape

Personnel shall escape upwind of wellbore in the event of an emergency gas release. Escape can take place through the lease road on the Southeast side of the location. Personnel need to move to a safe distance and block the entrance to location. If the primary route is not an option due to the wind direction, then a secondary egress route should be taken.



NM OIL CONSERVATION ARTESIA DISTRICT

MAR 27 2017

RECEIVER



Permian Drilling Hydrogen Sulfide Drilling Operations Plan New Mexico

<u>Scope</u>

This contingency plan establishes guidelines for the public, all company employees, and contract employees who's work activities may involve exposure to hydrogen sulfide (H2S) gas.

While drilling this well, it is possible to encounter H2S bearing formations. At all times, the first barrier to control H2S emissions will be the drilling fluid, which will have a density high enough to control influx.

Objective

- 1. Provide an immediate and predetermined response plan to any condition when H2S is detected. All H2S detections in excess of 10 parts per million (ppm) concentration are considered an Emergency.
- 2. Prevent any and all accidents, and prevent the uncontrolled release of hydrogen sulfide into the atmosphere.
- 3. Provide proper evacuation procedures to cope with emergencies.
- 4. Provide immediate and adequate medical attention should an injury occur.

Discussion

Implementation:	This plan with all details is to be fully implemented before drilling to <u>commence</u> .
Emergency response Procedure:	This section outlines the conditions and denotes steps to be taken in the event of an emergency.
Emergency equipment Procedure:	This section outlines the safety and emergency equipment that will be required for the drilling of this well.
Training provisions:	This section outlines the training provisions that must be adhered to prior to drilling.
Drilling emergency call lists:	Included are the telephone numbers of all persons to be contacted should an emergency exist.
Briefing:	This section deals with the briefing of all people involved in the drilling operation.
Public safety:	Public safety personnel will be made aware of any potential evacuation and any additional support needed.
Check lists:	Status check lists and procedural check lists have been included to insure adherence to the plan.
General information:	A general information section has been included to supply support information.

Hydrogen Sulfide Training

All personnel, whether regularly assigned, contracted, or employed on an unscheduled basis, will receive training from a qualified instructor in the following areas prior to commencing drilling operations on the well:

- 1. The hazards and characteristics of H2S.
- 2. Proper use and maintenance of personal protective equipment and life support systems.
- 3. H2S detection.
- 4. Proper use of H2S detectors, alarms, warning systems, briefing areas, evacuation procedures and prevailing winds.
- 5. Proper techniques for first aid and rescue procedures.
- 6. Physical effects of hydrogen sulfide on the human body.
- 7. Toxicity of hydrogen sulfide and sulfur dioxide.
- 8. Use of SCBA and supplied air equipment.
- 9. First aid and artificial respiration.
- 10. Emergency rescue.

In addition, supervisory personnel will be trained in the following areas:

- 1. The effects of H2S on metal components. If high tensile strength tubular is to be used, personnel will be trained in their special maintenance requirements.
- 2. Corrective action and shut-in procedures when drilling a well, blowout prevention and well control procedures.
- 3. The contents and requirements of the H2S Drilling Operations Plan.

H2S training refresher must have been taken within one year prior to drilling the well. Specifics on the well to be drilled will be discussed during the pre-spud meeting. H2S and well control (choke) drills will be performed while drilling the well, at least on a weekly basis. This plan shall be available in the well site. All personnel will be required to carry the documentation proving that the H2S training has been taken.

Service company and visiting personnel

- A. Each service company that will be on this well will be notified if the zone contains H2S.
- B. Each service company must provide for the training and equipment of their employees before they arrive at the well site.
- C. Each service company will be expected to attend a well site briefing

Emergency Equipment Requirements

1. <u>Well control equipment</u>

The well shall have hydraulic BOP equipment for the anticipated pressures. Equipment is to be tested on installation and follow Oxy Well Control standard, as well as BLM Onshore Order #2.

Special control equipment:

- A. Hydraulic BOP equipment with remote control on ground. Remotely operated choke.
- B. Rotating head
- C. Gas buster equipment shall be installed before drilling out of surface pipe.
- 2. <u>Protective equipment for personnel</u>
 - A. Four (4) 30-minute positive pressure air packs (2 at each briefing area) on location.
 - B. Adequate fire extinguishers shall be located at strategic locations.
 - C. Radio / cell telephone communication will be available at the rig.
 - Rig floor and trailers.
 - Vehicle.

3. <u>Hydrogen sulfide sensors and alarms</u>

- A. H2S sensor with alarms will be located on the rig floor, at the bell nipple, and at the flow line. These monitors will be set to alarm at 10 ppm with strobe light, and audible alarm.
- B. Hand operated detectors with tubes.
- C. H2S monitor tester (to be provided by contract Safety Company.)
- D. There shall be one combustible gas detector on location at all times.

4. Visual Warning Systems

A. One sign located at each location entrance with the following language:

Caution – potential poison gas Hydrogen sulfide No admittance without authorization

Wind sock – wind streamers:

- A. One 36" (in length) wind sock located at protection center, at height visible from rig floor.
- B. One 36" (in length) wind sock located at height visible from pit areas.

Condition flags

A. One each condition flag to be displayed to denote conditions.

green – normal conditions yellow – potential danger red – danger, H2S present

- B. Condition flag shall be posted at each location sign entrance.
- 5. <u>Mud Program</u>

The mud program is designed to minimize the risk of having H2S and other formation fluids at surface. Proper mud weight and safe drilling practices will be applied. H2S scavengers will be used to minimize the hazards while drilling. Below is a summary of the drilling program.

Mud inspection devices:

Garrett gas train or hatch tester for inspection of sulfide concentration in mud system.

6. <u>Metallurgy</u>

- A. Drill string, casing, tubing, wellhead, blowout preventers, drilling spools or adapters, kill lines, choke manifold, lines and valves shall be suitable for the H2S service.
- B. All the elastomers, packing, seals and ring gaskets shall be suitable for H2S service.
- 7. <u>Well Testing</u>

No drill stem test will be performed on this well.

8. <u>Evacuation plan</u>

Evacuation routes should be established prior to well spud for each well and discussed with all rig personnel.

- 9. Designated area
 - A. Parking and visitor area: all vehicles are to be parked at a predetermined safe distance from the wellhead.
 - B. There will be a designated smoking area.
 - C. Two briefing areas on either side of the location at the maximum allowable distance from the well bore so they offset prevailing winds perpendicularly, or at a 45-degree angle if wind direction tends to shift in the area.

Emergency procedures

- A. In the event of any evidence of H2S level above 10 ppm, take the following steps:
 - 1. The Driller will pick up off bottom, shut down the pumps, slow down the pipe rotation.
 - 2. Secure and don escape breathing equipment, report to the upwind designated safe briefing / muster area.
 - 3. All personnel on location will be accounted for and emergency search should begin for any missing, the Buddy System will be implemented.
 - 4. Order non-essential personnel to leave the well site, order all essential personnel out of the danger zone and upwind to the nearest designated safe briefing / muster area.
 - 5. Entrance to the location will be secured to a higher level than our usual "Meet and Greet" requirement, and the proper condition flag will be displayed at the entrance to the location.
 - 6. Take steps to determine if the H2S level can be corrected or suppressed and, if so, proceed as required.
- B. If uncontrollable conditions occur:
 - 1. Take steps to protect and/or remove any public in the down-wind area from the rig – partial evacuation and isolation. Notify necessary public safety personnel and appropriate regulatory entities (i.e. BLM) of the situation.

- 2. Remove all personnel to the nearest upwind designated safe briefing / muster area or off location.
- 3. Notify public safety personnel of safe briefing / muster area.
- 4. An assigned crew member will blockade the entrance to the location. No unauthorized personnel will be allowed entry to the location.
- 5. Proceed with best plan (at the time) to regain control of the well. Maintain tight security and safety procedures.

C. Responsibility:

- 1. Designated personnel.
 - a. Shall be responsible for the total implementation of this plan.
 - b. Shall be in complete command during any emergency.
 - c. Shall designate a back-up.

	1. 2. 3. 4.	On alarm, don escape unit and report to the nearest upwind designated safe briefing / muster area upw Check status of personnel (buddy system). Secure breathing equipment. Await orders from supervisor.
Drill site manager:	1.	Don escape unit if necessary and report to nearest upwind designated safe briefing / muster area.
	2.	Coordinate preparations of individuals to return to point of release with tool pusher and driller (using the buddy system).
	3.	Determine H2S concentrations.
	4.	Assess situation and take control measures.
Tool pusher:	1.	Don escape unit Report to up nearest upwind designated safe briefing / muster area.
	2.	Coordinate preparation of individuals to return to point of release with tool pusher drill site manager (using the buddy system).
	3.	Determine H2S concentration.
	4.	Assess situation and take control measures.
Driller:	1.	Don escape unit, shut down pumps, continue

		rotating DP.
	2.	Check monitor for point of release.
	3.	Report to nearest upwind designated safe briefing / muster area.
	4.	Check status of personnel (in an attempt to rescue, use the buddy system).
	5.	Assigns least essential person to notify Drill Site Manager and tool pusher by quickest means in case of their absence.
	6.	Assumes the responsibilities of the Drill Site Manager and tool pusher until they arrive should they be absent.
Derrick man Floor man #1 Floor man #2	1.	Will remain in briefing / muster area until instructed by supervisor.
Mud engineer:	1.	Report to nearest upwind designated safe briefing / muster area.
	2.	When instructed, begin check of mud for ph and H2S level. (Garett gas train.)
Safety personnel:	1.	Mask up and check status of all personnel and secure operations as instructed by drill site manager.

Taking a kick

When taking a kick during an H2S emergency, all personnel will follow standard Well control procedures after reporting to briefing area and masking up.

Open-hole logging

All unnecessary personnel off floor. Drill Site Manager and safety personnel should monitor condition, advise status and determine need for use of air equipment.

Running casing or plugging

Following the same "tripping" procedure as above. Drill Site Manager and safety personnel should determine if all personnel have access to protective equipment.

Ignition procedures

The decision to ignite the well is the responsibility of the operator (Oxy Drilling Management). The decision should be made only as a last resort and in a situation where it is clear that:

- 1. Human life and property are endangered.
- 2. There is no hope controlling the blowout under the prevailing conditions at the well.

Instructions for igniting the well

- 1. Two people are required for the actual igniting operation. They must wear self-contained breathing units and have a safety rope attached. One man (tool pusher or safety engineer) will check the atmosphere for explosive gases with the gas monitor. The other man is responsible for igniting the well.
- 2. Primary method to ignite: 25 mm flare gun with range of approximately 500 feet.
- 3. Ignite upwind and do not approach any closer than is warranted.
- 4. Select the ignition site best for protection, and which offers an easy escape route.
- 5. Before firing, check for presence of combustible gas.
- 6. After lighting, continue emergency action and procedure as before.
- 7. All unassigned personnel will remain in briefing area until instructed by supervisor or directed by the Drill Site Manager.

<u>**Remember</u>**: After well is ignited, burning hydrogen sulfide will convert to sulfur dioxide, which is also highly toxic. <u>**Do not assume the area is safe after the well is ignited.**</u></u>

Status check list

Note: All items on this list must be completed before drilling to production casing point.

- 1. H2S sign at location entrance.
- 2. Two (2) wind socks located as required.
- 3. Four (4) 30-minute positive pressure air packs (2 at each Briefing area) on location for all rig personnel and mud loggers.
- 4. Air packs inspected and ready for use.
- 5. Cascade system and hose line hook-up as needed.
- 6. Cascade system for refilling air bottles as needed.
- 7. Condition flag on location and ready for use.
- 8. H2S detection system hooked up and tested.
- 9. H2S alarm system hooked up and tested.
- 10. Hand operated H2S detector with tubes on location.
- 11. 1 100' length of nylon rope on location.
- 12. All rig crew and supervisors trained as required.
- 13. All outside service contractors advised of potential H2S hazard on well.
- 14. No smoking sign posted and a designated smoking area identified.
- 15. Calibration of all H2S equipment shall be noted on the IADC report.

Checked by:_____ Date:_____

Procedural check list during H2S events

Perform each tour:

- 1. Check fire extinguishers to see that they have the proper charge.
- 2. Check breathing equipment to ensure that it in proper working order.
- 3. Make sure all the H2S detection system is operative.

Perform each week:

- 1. Check each piece of breathing equipment to make sure that demand or forced air regulator is working. This requires that the bottle be opened and the mask assembly be put on tight enough so that when you inhale, you receive air or feel air flow.
- 2. BOP skills (well control drills).
- 3. Check supply pressure on BOP accumulator stand by source.
- 4. Check breathing equipment mask assembly to see that straps are loosened and turned back, ready to put on.
- 5. Check pressure on breathing equipment air bottles to make sure they are charged to full volume. (Air quality checked for proper air grade "D" before bringing to location)
- 6. Confirm pressure on all supply air bottles.
- 7. Perform breathing equipment drills with on-site personnel.
- 8. Check the following supplies for availability.
 - A. Emergency telephone list.
 - B. Hand operated H2S detectors and tubes.

General evacuation plan

- 1. When the company approved supervisor (Drill Site Manager, consultant, rig pusher, or driller) determines the H2S gas cannot be limited to the well location and the public will be involved, he will activate the evacuation plan.
- 2. Drill Site Manager or designee will notify local government agency that a hazardous condition exists and evacuation needs to be implemented.
- 3. Company or contractor safety personnel that have been trained in the use of H2S detection equipment and self-contained breathing equipment will monitor H2S concentrations, wind directions, and area of exposure. They will delineate the outer perimeter of the hazardous gas area. Extension to the evacuation area will be determined from information gathered.
- 4. Law enforcement personnel (state police, police dept., fire dept., and sheriff's dept.) Will be called to aid in setting up and maintaining road blocks. Also, they will aid in evacuation of the public if necessary.
- 5. After the discharge of gas has been controlled, company safety personnel will determine when the area is safe for re-entry.

<u>Important:</u> Law enforcement personnel will not be asked to come into a contaminated area. Their assistance will be limited to uncontaminated areas. Constant radio contact will be maintained with them.

Emergency actions

Well blowout – if emergency

- 1. Evacuate all personnel to "Safe Briefing / Muster Areas" or off location if needed.
- 2. If sour gas evacuate rig personnel.
- 3. If sour gas evacuate public within 3000 ft radius of exposure.
- 4. Don SCBA and shut well in if possible using the buddy system.
- 5. Notify Drilling Superintendent and call 911 for emergency help (fire dept and ambulance) if needed.
- 6. Implement the Blowout Contingency Plan, and Drilling Emergency Action Plan.
- 6. Give first aid as needed.

Person down location/facility

- 1. If immediately possible, contact 911. Give location and wait for confirmation.
- 2. Don SCBA and perform rescue operation using buddy system.

Toxic effects of hydrogen sulfide

Hydrogen sulfide is extremely toxic. The acceptable ceiling concentration for eight-hour exposure is 10 ppm, which is .001% by volume. Hydrogen sulfide is heavier than air (specific gravity -1.192) and colorless. It forms an explosive mixture with air between 4.3 and 46.0 percent by volume. Hydrogen sulfide is almost as toxic as hydrogen cyanide and is between five and six times more toxic than carbon monoxide. Toxicity data for hydrogen sulfide and various other gases are compared in table i. Physical effects at various hydrogen sulfide exposure levels are shown in table ii.

Common name	Chemical formula	Specific gravity (sc=1)	Threshold limit (1)	Hazardous limit (2)	Lethal concentration (3)	
Hydrogen Cyanide	Hcn	0.94	10 ppm	150 ppm/hr	300 ppm	
Hydrogen Sulfide	H2S	1.18	10 ppm	250 ppm/hr	600 ppm	
Sulfur Dioxide	So2	2.21	5 ppm	-	1000 ppm	
Chlorine	Cl2	2.45	1 ppm	4 ppm/hr	1000 ppm	
Carbon Monoxide	Co	0.97	50 ppm	400 ppm/hr	1000 ppm	
Carbon Dioxide	Co2	1.52	5000 ppm	5%	10%	
Methane	Ch4	0.55	90,000 ppm	Combustibl	stible above 5% in air	

Table iToxicity of various gases

1) threshold limit – concentration at which it is believed that all workers may be repeatedly exposed day after day without adverse effects.

- 2) hazardous limit concentration that will cause death with short-term exposure.
- 3) lethal concentration concentration that will cause death with short-term exposure.

Toxic effects of hydrogen sulfide

Table ii Physical effects of hydrogen sulfide

		Concentration	Physical effects
Percent (%)	<u> Ppm</u>	Grains	
		100 std. Ft3*	
0.001	<10	00.65	Obvious and unpleasant odor.

0.002	10	01.30	Safe for 8 hours of exposure.
0.010	100	06.48	Kill smell in 3 – 15 minutes. May sting eyes and throat.
0.020	200	12.96	Kills smell shortly; stings eyes and throat.
0.050	500	32.96	Dizziness; breathing ceases in a few minutes; needs prompt artificial respiration.
0.070	700	45.36	Unconscious quickly; death will result if not rescued promptly.
0.100	1000	64.30	Unconscious at once; followed by death within minutes.

*at 15.00 psia and 60'f.

Use of self-contained breathing equipment (SCBA)

- 1. Written procedures shall be prepared covering safe use of SCBA's in dangerous atmosphere, which might be encountered in normal operations or in emergencies. Personnel shall be familiar with these procedures and the available SCBA.
- 2 SCBA's shall be inspected frequently at random to insure that they are properly used, cleaned, and maintained.
- 3. Anyone who may use the SCBA's shall be trained in how to insure proper facepiece to face seal. They shall wear SCBA's in normal air and then wear them in a test atmosphere. (note: such items as facial hair {beard or sideburns} and eyeglasses will not allow proper seal.) Anyone that may be reasonably expected to wear SCBA's should have these items removed before entering a toxic atmosphere. A special mask must be obtained for anyone who must wear eyeglasses or contact lenses.
- 4. Maintenance and care of SCBA's:
 - a. A program for maintenance and care of SCBA's shall include the following:
 - 1. Inspection for defects, including leak checks.
 - 2. Cleaning and disinfecting.
 - 3. Repair.
 - 4. Storage.
 - b. Inspection, self-contained breathing apparatus for emergency use shall be inspected monthly.
 - 1. Fully charged cylinders.
 - 2. Regulator and warning device operation.
 - 3. Condition of face piece and connections.
 - 4. Rubber parts shall be maintained to keep them pliable and prevent deterioration.
 - c. Routinely used SCBA's shall be collected, cleaned and disinfected as frequently as necessary to insure proper protection is provided.
- 5. Persons assigned tasks that requires use of self-contained breathing equipment shall be certified physically fit (medically cleared) for breathing equipment usage at least annually.
- 6. SCBA's should be worn when:
 - A. Any employee works near the top or on top of any tank unless test reveals less than 10 ppm of H2S.

- B. When breaking out any line where H2S can reasonably be expected.
- C. When sampling air in areas to determine if toxic concentrations of H2S exists.
- D. When working in areas where over 10 ppm H2S has been detected.
- E. At any time there is a doubt as to the H2S level in the area to be entered.

<u>Rescue</u> <u>First aid for H2S poisoning</u>

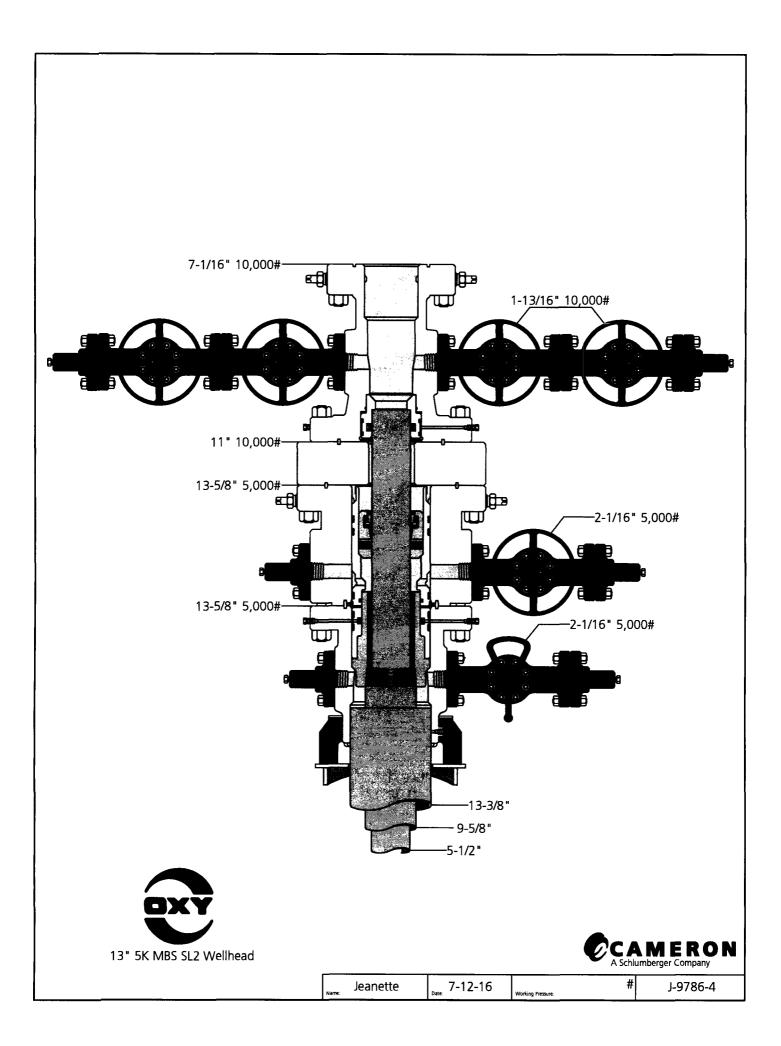
Do not panic!

Remain calm – think!

- 1. Don SCBA breathing equipment.
- 2. Remove victim(s) utilizing buddy system to fresh air as quickly as possible. (go up-wind from source or at right angle to the wind. Not down wind.)
- 3. Briefly apply chest pressure arm lift method of artificial respiration to clean the victim's lungs and to avoid inhaling any toxic gas directly from the victim's lungs.
- 4. Provide for prompt transportation to the hospital, and continue giving artificial respiration if needed.
- 5. Hospital(s) or medical facilities need to be informed, before-hand, of the possibility of H2S gas poisoning no matter how remote the possibility is.
- 6. Notify emergency room personnel that the victim(s) has been exposed to H2S gas.

Besides basic first aid, everyone on location should have a good working knowledge of artificial respiration.

Revised CM 6/27/2012



PERFORMANCE DATA

5.500 in

TMK UP DQX Technical Data Sheet

Tubular Parameters

Size	5.500	in
Nominal Weight	20.00	lbs/ft
Grade	P-110	
PE Weight	19.81	lbs/ft
Wall Thickness	0.361	in
Nominal ID	4.778	in
Drift Diameter	4.653	in
Nom. Pipe Body Area	5.828	ìn²

Connection Parameters		
Connection OD	6.050	in
Connection ID	4.778	in
Make-Up Loss	4.122	in
Critical Section Area	5.828	in²
Tension Efficiency	100.0	%
Compression Efficiency	100.0	%
Yield Load In Tension	641,000	lbs
Min. Internal Yield Pressure	12,600	psi
Collapse Pressure	11,100	psi

Make-Up Torques

Min. Make-Up Torque	11,600	ft-lbs
Opt. Make-Up Torque	12,900	ft-lbs
Max. Make-Up Torque	14,100	ft-lbs
Yield Torque	20,600	ft-lbs

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NOTE:

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Minimum Yield	110,000	psi
Minimum Tensile	125,000	psi
Yield Load	641,000	lbs
Tensile Load	729,000	lbs
Min. Internal Yield Pressure	12,600	psi
Collapse Pressure	11,100	psi

20.00 lbs/ft





P-110