UNITED STATES DEPARTMENT OF THE INTERIOR BUREAU OF LAND MANAGEMENT

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

SUNDRY NOTICES AND REPORTS ON WELLS

Do not use this form for proposals to drill or to re-enter an

5. Lease Serial No. NMNM94651

abandoned wei	6. If Indian, Allottee	6. If Indian, Allottee or Tribe Name		
SUBMIT IN T	7. If Unit or CA/Agi	reement, Name and/or No.		
1. Type of Well	8. Well Name and N CEDAR CANYO	8. Well Name and No. CEDAR CANYON 20 FEDERAL COM 25H		
Ø Oil Well ☐ Gas Well ☐ Oth 2. Name of Operator		O STEWART	1	
OXY USA INCORPORATED	E-Mail: david_stewart@o	Fishad Field	d Office 1 Well No.	-00-X1
3a. Address 5 GREENWAY PLAZA SUITE HOUSTON, TX 77046-0521	110 Ph:	none No. (include area code) 43.76 (57) Art	esia 10. Field and Pool of PIERCE CRO	
4. Location of Well (Footage, Sec., T.	., R., M., or Survey Description)		11. County or Parish	ı, State
Sec 29 T24S R29E NWNE 11 32.195396 N Lat, 104.002563			EDDY COUN	ΓY, NM
12. CHECK THE AI	PPROPRIATE BOX(ES) TO IN	IDICATE NATURE OI	F NOTICE, REPORT, OR OT	THER DATA
TYPE OF SUBMISSION		TYPE OF	ACTION	
Notice of Intent	☐ Acidize	□ Deepen	☐ Production (Start/Resume)	■ Water Shut-Off
	☐ Alter Casing	☐ Hydraulic Fracturing	☐ Reclamation	■ Well Integrity
☐ Subsequent Report	☐ Casing Repair	■ New Construction	☐ Recomplete	⊠ Other
☐ Final Abandonment Notice	☐ Change Plans	☐ Plug and Abandon	☐ Temporarily Abandon	Change to Original A PD
	☐ Convert to Injection	☐ Plug Back	■ Water Disposal	
following completion of the involved testing has been completed. Final At determined that the site is ready for final Attached. Surface - 110 FNL 1390 FEL IKOP - 50 FSL 1390 FEL SWS PPP - 340 FSL 1391 FEL SW AMD Exit - 2313 FSL 1391 FEL AMD BHL - 2473 FSL 1390 FEL 2. A multibowl or a unionized	quests approval for the following crease to ~7500', amended C-1 NWNE 29-24S 29E - Lat. 32.19 SE 20-24S 29E - Lat. 32.195836 VSE 20-24S-29E - Lat. 32.1966 L NWSE 17-24S-29E - Lat. 32. EL NWSE 17-24S-29E - Lat. 32 multibowl wellhead system will leet all API 6A requirements. S	a multiple completion or reco after all requirements, including changes from the approach of directional plan and 53966 Long. 104.0025627 634 Long. 104.0025627 6336 Long. 104.0025599 2166464 Long. 104.002 2170862 Long. 104.002	mpletion in a new interval, a Form 3 ing reclamation, have been completed oved permit: plot 43 SEE ATTACHE CONDITIONS 4897 24881 head and ad BOP diagrams. ARTE	160-4 must be filed once d and the operator has
	Electronic Submission #397175 For OXY USA INCO nmitted to AFMSS for processing	RPORATED, sent to the by PRISCILLA PEREZ or	Carlsbad	ECMINITY
Traine(1 Inneu/1)pea/ BAVID 01	LVVAICI	7.00 KEGGE	ATONT ABVIOUR	
Signature (Electronic S	Submission)	Date 12/06/20	017	
	THIS SPACE FOR FE	DERAL OR STATE	OFFICE USE	
Approved By ZOTA STEVENS		TitlePETROLE	UM ENGINEER	Date 03/21/2018
conditions of approval, if any, are attache ertify that the applicant holds legal or equivich would entitle the applicant to condu	nitable title to those rights in the subjec	rrant or		
Title 18 U.S.C. Section 1001 and Title 43 States any false, fictitious or fraudulent			willfully to make to any department	or agency of the United

(Instructions on page 2) ** BLM REVISED ** BLM REVISED ** BLM REVISED ** BLM REVISED **

RW 3-29-18

Additional data for EC transaction #397175 that would not fit on the form

32. Additional remarks, continued

- 3. Change Production Casing from liner to full casing string, see attached for amended drilling plan. 5-1/2" 20# P-110 DQX casing @ 0-16112'.
- 4. Change cementing program, see attached for amended drilling plan.
- a. Surface 332sx CL C w/ accelerator @ 14.2ppg, 1.68 yield, 100% excess, TOC-Surface
- b. Intermediate 1st stage 508sx Pozzolan/C cmt w/ retarder @ 10.2ppg, 3.05 yield, 20% excess from 2836-6954' followed by 228sx Cl H cmt w/ retarder, dispersant, salt @ 13.2ppg, 1.65 yield, 20% excess from 6954-7954'. 2nd stage 741sx CL C cmt w/ accelerator, retarder @ 12.9ppg, 1.85 yield, 75% excess from 0-2436' followed by 142sx CL C @ 14.8ppg, 1.33 yield, 20% Excess from 2436-2936'.
- c. Production 1406sx Cl H w/ retarder, dispersant, salt @ 13.2ppg, 1.63 yield, 15% Excess from 7454-16112.
- 5. Change in the Mud Program.

 Depth 0-400'
 Fluid Type Water-Based Mud
 Mud Weight 8.4-8.6

 400-2936'
 Water-Based Mud
 9.8-10.0

 2936-7954'
 Water-Based Mud
 8.8-9.6

 7954-16112'
 Oil-Based Mud
 8.8-9.6

NOTE OF TRANSPORTER OF THE STREET OF TRANSPORTER OF

Desixe 1
1625 N Fennesh Dr., Hobbe, NM 820-40
Phone: (573) 393-4161 Fax: (573) 393-0770
Desixe II
811 S. Farst St., Arnesis, NM 88210
Phone: (573) 748-1228 Fax: (573) 748-9720
Petrore III
1000 Rob Brause Road, Astec, NM 87410
Phone: (503) 134-6178 Fax: (505) 138-6170
Destrore IV
1220 S. S. Prances Dr., Seats Fa, NM 87505
Phone: (503) 476-3460 Fax: (503) 476-3400

State of New Mexico MAR 28 2018 Energy, Minerals & Natural Resources Department OIL CONSERVATION DIVISION 1220 South St. Francis Dr. FCFFVI P Santa Fe, NM 87505

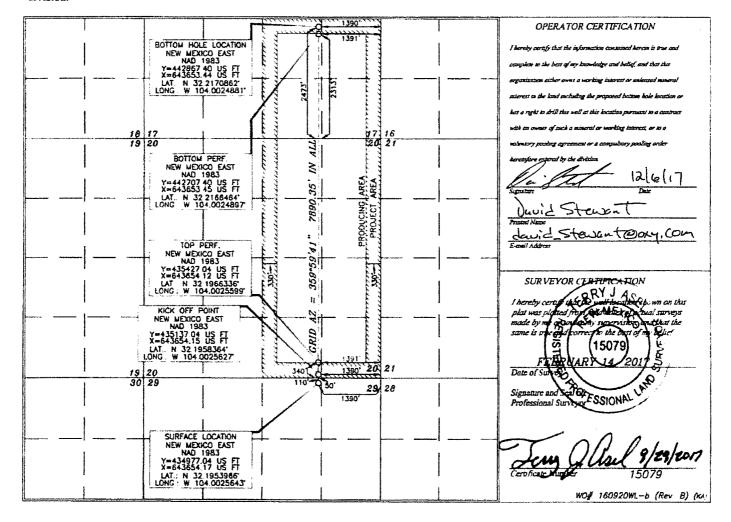
Form C-102 Revised August 1, 2011 Submit one copy to appropriate District Office

AMENDED REPORT

WELL LOCATION AND ACREAGE DEDICATION PLAT

All	l Number	er Pool Code			Pool Name					
30-015-	44519	503	71		Pierce Chossing Bone Spring					`
Property Cod	e			Property			7			ll Number
31980	9	CEDAR (CANYON	"20	" FEDER	RAL COM			2	25H
OGRID No				Operator	Name				E	levation
16698	0		OXY	USA	A INC.				29.	54.4'
		Surface Location								
UL or lot no Section	Township	Range		Lot lán	Feet from the	North/South Ime	Feet from the	East/We	st Ime	County
B 29	24 SOUTH	29 EAST, N.	М. Р. М.		110'	NORTH	1390'	EAS	T	EDDY
	Bottom Hole Location If Different From Surface									
UL or let no Section	Township	Range		Lot Ida	Feet from the	North/South Ime	Feet from the	: East/We	st line	County
J 17	24 SOUTH	29 EAST, N.	М. Р. М.		2473'	SOUTH	1390'	EAS	T	EDDY
Dedicated Acres	Joint or Infill	Consolidation Code	Order No	·	1	I	l			
480	ا ہ									

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. - Cedar Canyon 20 Federal Com 25H - Amended Drilling Plan

1. Geologic Formations

TVD of target	8643'	Pilot Hole Depth	N/A
MD at TD:	16112'	Deepest Expected fresh water:	336'

Delaware Basin

Formation	TVD - RKB	Expected Fluids
Rustler	336	Brine
Salado	731	Losses
Castile	1344	
Lamar/Delaware	2886	
Bell Canyon	2918	Water
Cherry Canyon	3799	Oil/Gas
Brushy Canyon	5046	Oil/Gas/Losses
Bone Spring	6628	Oil/Gas
1st Bone Spring	7358	Oil/Gas
2nd Bone Spring	7785	Oil/Gas

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

2. Casing Program

Buoyant Buoyant

Hole Size	Casing In	terval	Csg. Size	Weight	C1-	C	SF	SF Burst	Body SF	Joint SF
(in)	From (ft)	To (ft)	(in)	(lbs)	Grade	Conn.	Collaps e	or burst	Tension	Tension
17.5	0	400	13.375	54.5	J55	BTC	1.125	1.2	1.4	1.4
12.25	0	7500	9.625	43.5	HCL-80	BTC	1.125	1.2	1.4	1.4
12.25	7500	7954	9.625	47	HCL-80	BTC	1.125	1.2	1.4	1.4
8.5	0	16112	5.5	20	P-110	DQX	1.125	1.2	1.4	1.4
							SF V	alues will:	meet or Ex	ceed

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 may be run in case hole conditions merit pumping a second stage cement job to comply with permitted top of cement. 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

OXY USA Inc. - Cedar Canyon 20 Federal Com 25H – Amended Drilling Plan

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?	
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?	
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?	
Is well located in critical Cave/Karst?	N
If yes, are there three strings cemented to surface?	

3. Cementing Program

Casing	# Sks	Wt.	Yld (ft3/sack)	H20 (gal/sk)	500# Comp. Strength (hours)	Slurry Description	
Surface	332	14.2	1.68	6.53	6:50	Class C Cement, Accelerator	
1st Stage	508	10.2	3.05	15.63	15:07	Pozzolan Cement, Retarder	
Intermediate	228	13.2	1.65	8.45	12:57	Class H Cement, Retarder, Dispersant, Sali	
DV/ECP Tool	@ 2936' (W	Ve request th	•		cond stage if ce operations)	ement is circulated to surface during the	
2nd Stage Int	741	12.9	1.85	9.86	12:44	Class C Cement, Accelerator, Retarder	
Casing	142	14.8	1.33	6.34	6:31	Class C Cement	
Production Casing	1406	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 Lead	% Excess Tail
Surface	N/A	N/A	0	400	N/A	100%
1st Stage Intermediate Casing	2836	6954	6954	7954	20%	20%
2nd Stage Intermediate Casing	0	2436	2436	2936	75%	20%
Production Casing	N/A	N/A	7454	16112	N/A	15%

4. Pressure Control Equipment

BOP installed and tested before drilling which hole?	Size?	Min. Required WP	Туре		✓	Tested to:		
			Annula	r	✓	70% of working pressure		
10.057 Hala	13-5/8" 5M	534	Blind Ram		✓			
12.25" Hole		12.23 Hole 13-3/8	SIVI	13-3/6	Pipe Ra	m		250/5000mai
			Double Ram		✓	250/5000psi		
			Other*					

^{*}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 or a unionized multibowl 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. 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 schematics.

OXY USA Inc. - Cedar Canyon 20 Federal Com 25H - Amended Drilling Plan

5. Mud Program

De	epth		Weight		
From (ft)	To (ft)	l l'yne l		Viscosity	Water Loss
0	400	Water-Based Mud	8.4-8.6	40-60	N/C
400	2936	Water-Based Mud	9.8-10.0	35-45	N/C
2936	7954	Water-Based Mud	8.8-9.6	38-50	N/C
7954	16112	Oil Based Mud	8.8-9.6	35-50	N/C

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 13-3/8" surface casing shoe with a saturated brine system from 400-2936', which is the base of the salt system. At this point we will swap fluid systems to a high viscosity mixed metal hydroxide system or a fully saturated brine direct emulsion system. We will drill with this system to the intermediate TD @ 7954'.

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	itional logs planned Resistivity Density CBL Mud log	Interval
No	Resistivity	
No	Density	
No	CBL	
Yes	Mud log	ICP - TD
No	PEX	

7. Drilling Conditions

Condition	Specify what type and where?
BH Pressure at deepest TVD	4315 psi
Abnormal Temperature	No
BH Temperature at deepest TVD	150°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.

vara	es and formations will be provided to the BEW.
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: 1792.8 bbls.

9. Company Personnel

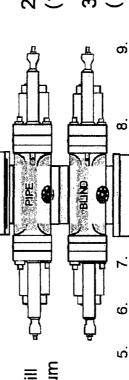
Name	<u>Title</u>	Office Phone	Mobile Phone
Philippe Haffner	Drilling Engineer	713-985-6379	832-767-9047
Diego Tellez	Drilling Engineer Supervisor	713-350-4602	713-303-4932
Simon Benavides	Drilling Superintendent	713-522-8652	281-684-6897
John Willis	Drilling Manager	713-366-5556	713-259-1417

5M BOP Stack

Mud Cross Valves:

- 5M Check Valve
- Outside 5M Kill Line Valve
- Inside 5M Kill Line
- Outside 5M Kill Line
- 5M HCR Valve တ်
- Line side and 3" minimum *Minimum ID = 2-1/16" on Kill ID on choke line side

To Kille

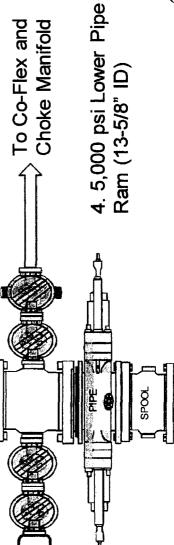


2. 5,000 psi Upper Pipe Ram (13-5/8" ID)

1. 5000 psi Annular

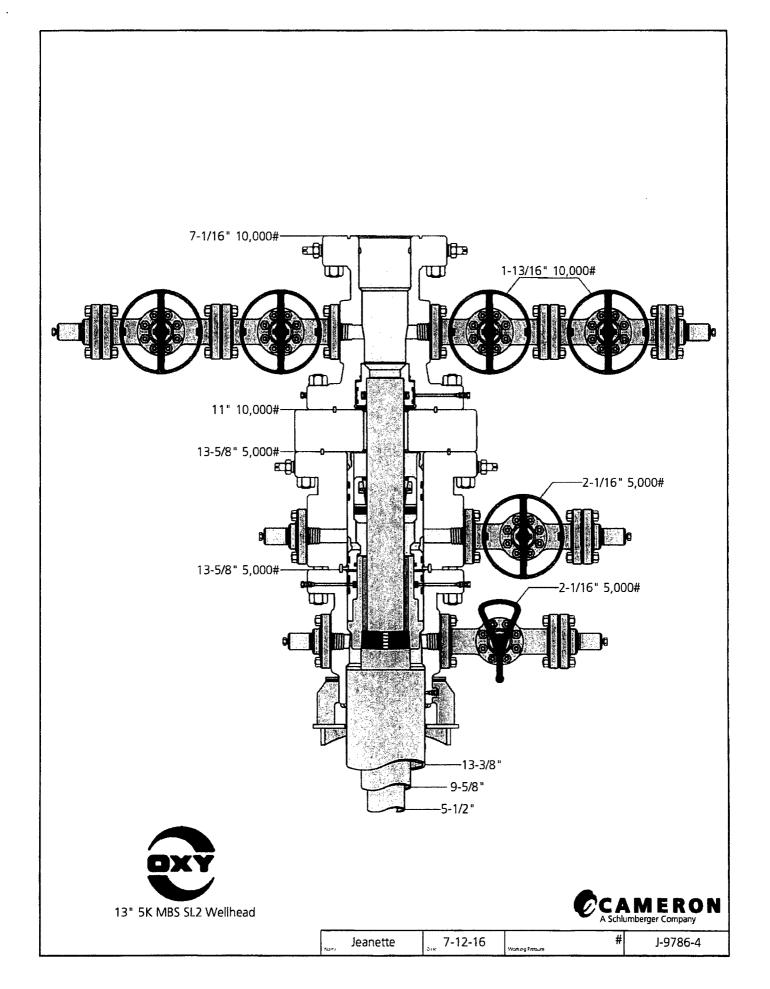
(13-5/8" ID)

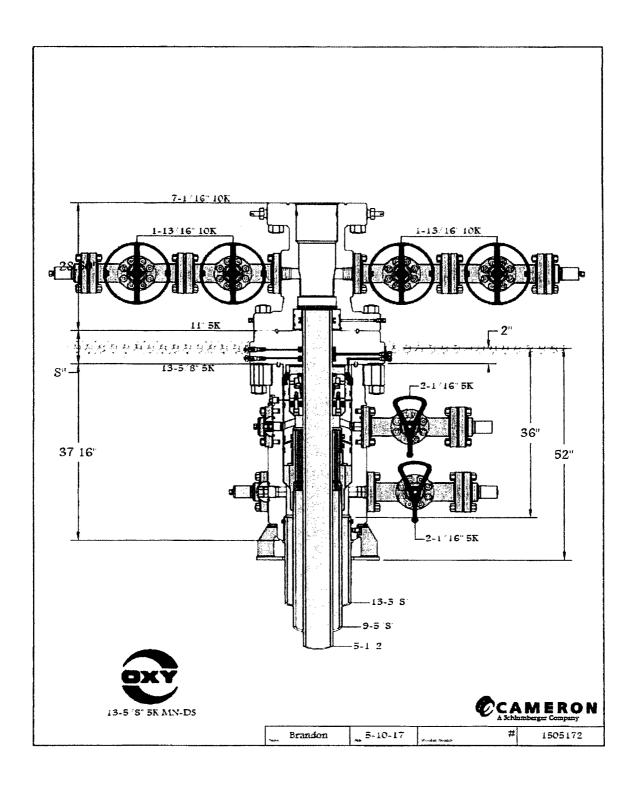
3. 5,000 psi Blind Ram (13-5/8" ID)











OXY

PRD NM DIRECTIONAL PLANS (NAD 1983) CEDAR CANYON 20 FED COM Cedar Canyon 20 Fed Com 25H

WB00

Plan: Permitting Plan

Standard Planning Report

10 October, 2017

Planning Report

Database:

HOPSPP

Local Co-ordinate Reference

Well Cedar Canyon 20 Fed Com 25H

Company:

ENGINEERING DESIGNS

TVD Reference:

DATUM @ 2980.90ft

Project:

PRD NM DIRECTIONAL PLANS (NAD 1983)

MD Reference:

DATUM @ 2980.90ft

Site: Well: CEDAR CANYON 20 FED COM

North Reference:

Grid

Cedar Canyon 20 Fed Com 25H

Survey Calculation Method:

Minimum Curvature

Wellbore:

WB00

Design:

Permitting Plan

Project

PRD NM DIRECTIONAL PLANS (NAD 1983)

Map System:

US State Plane 1983

System Datum:

Mean Sea Level

Geo Datum: Map Zone:

North American Datum 1983 New Mexico Eastern Zone

Using geodetic scale factor

Site

CEDAR CANYON 20 FED COM

Site Position:

Northing:

434,977.15 usft

Latitude:

32° 11' 43.429845 N

From:

Map

Easting:

643,624.17 usft

Longitude:

Position Uncertainty:

104° 0' 9.580464 W

0.00 ft Slot Radius: 13.200 in

Grid Convergence:

0.18°

7.12

Well

Cedar Canyon 20 Fed Com 25H

HDGM

Well Position

+N/-S

-0.11 ft

Northing:

434,977.04 usft 643,654.17 usft Latitude:

32° 11' 43.427843 N

Position Uncertainty

+E/-W

30.00 ft 0.00 ft

Easting:

10/10/2017

Wellhead Elevation:

0.00 ft

Longitude: Ground Level: 104° 0' 9.231331 W

2,954.40 ft

Wellbore

WB00

Magnetics

Model Name

Permitting Plan

Sample Date

Declination (°)

Dip Angle (°)

Field Strength (nT)

48,083

Design

Audit Notes:

Phase:

PROTOTYPE

Tie On Depth:

59.98

Version: Vertical Section:

Depth From (TVD)

+N/-S

+E/-W (ft)

0.00

0.00

0.00 Direction

(ft) 0.00

8,643.00

7,891.00

(ft) 0.00 0.00

(°) 359.99

0.00

lan 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	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	
6,634.50	0.00	0.00	6,634.50	0.00	0.00	0.00	0.00	0.00	0.00	
7,134.75	10.00	359.99	7,132.21	43.57	-0.01	2.00	2.00	0.00	359.99	
7,554.25	10.00	359.99	7,545.33	116.45	-0.01	0.00	0.00	0.00	0.00	
8,054.50	0.00	359.99	8,043.04	160.01	-0.02	2.00	-2.00	0.00	180.00 C	C_20_Fed_Com_
8,952.50	89.80	359.99	8,616.00	730.97	-0.07	10.00	10.00	0.00	-0.01	

-0.73

16,112.58

89.77

359.99

180.00 CC_20_Fed_Com_

Planning Report

Database:

HOPSPP

Company:

ENGINEERING DESIGNS

Project:

PRD NM DIRECTIONAL PLANS (NAD 1983)

Site:

CEDAR CANYON 20 FED COM

Well: Wellbore: Cedar Canyon 20 Fed Com 25H WB00

Design:

Permitting Plan

Local Co-ordinate Reference

TVD Reference: MD Reference:

DATUM @ 2980.90ft

Survey Calculation Method:

North Reference:

Grid

Minimum Curvature

DATUM @ 2980.90ft

Well Cedar Canyon 20 Fed Com 25H

PI	lan	ned	ı Sı	irvav

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
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	
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	1,400.00	0.00	0.00	0.00	0.00	0.00	0.00
1,500.00	0.00	0.00	1,500.00	0.00	0.00	0.00	0.00	0.00	0.00
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
2,100.00	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	0.00	0.00	2,300.00	0.00	0.00	0.00	0.00	0.00	0.00
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
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
3,500.00	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
3,800.00	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	0.00	0.00	4.500.00	0.00	0.00	0.00	0.00	0.00	0.00
4,600.00	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	0.00 0.00	5,000.00 5,100.00	0.00 0.00	0.00 0.00	0.00 0.00	0.00 0.00	0.00 0.00	0.00 0.00
5,100.00									

Planning Report

Database:

HOPSPP

Company:

ENGINEERING DESIGNS

Project: Site: PRD NM DIRECTIONAL PLANS (NAD 1983) CEDAR CANYON 20 FED COM

Well:

Cedar Canyon 20 Fed Com 25H

Wellbore:

WB00

Design:

Permitting Plan

Local Co-ordinate Reference

TVD Reference:

MD Reference:

North Reference:

Survey Calculation Method:

Well Cedar Canyon 20 Fed Com 25H

DATUM @ 2980.90ft

DATUM @ 2980.90ft

Grid

Minimum Curvature

d Survey									
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)
5,300.00	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	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	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	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	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	0.00	0.00	6,500.00	0.00	0.00	0.00	0.00	0.00	0.00
6,600.00	0.00	0.00	6,600.00	0.00	0.00	0.00	0.00	0.00	0.00
6,634.50	0.00	0.00	6,634.50	0.00	0.00	0.00	0.00	0.00	0.00
6,700.00	1.31	359.99	6,699.99	0.75	0.00	0.75	2.00	2.00	0.00
6,800.00	3.31	359.99	6,799.91	4.78	0.00	4.78	2.00	2.00	0.00
6,900.00	5.31	359.99	6,899.62	12.29	0.00	12.29	2.00	2.00	0.00
7,000.00	7.31	359.99	6,999.01	23.28	0.00	23.28	2.00	2.00	0.00
7,100.00	9.31	359.99	7,097.95	37.74	0.00	37.74	2.00	2.00	0.00
7,134.75	10.00	359.99	7,132.21	43.57	-0.01	43.57	2.00	2.00	0.00
7,200.00	10.00	359.99	7,196.47	54.90	-0.01	54.90	0.00	0.00	0.00
7,300.00	10.00	359.99	7,294.95	72.28	-0.01	72.28	0.00	0.00	0.00
7,400.00	10.00	359.99	7,393.43	89.65	-0.01	89.65	0.00	0.00	0.00
7,500.00	10.00	359.99	7,491.91	107.02	-0.01	107.02	0.00	0.00	0.00
7,554.25	10.00	359.99	7,545.33	116.45	-0.01	116.45	0.00	0.00	0.00
7,600.00	9.09	359.99	7,590.45	124.04	-0.02	124.04	2.00	-2.00	0.00
7,700.00	7.09	359.99	7,689.45	138.11	-0.02	138.11	2.00	-2.00	0.00
7,800.00	5.09	359.99	7,788.88	148.72	-0.02	148.72	2.00	-2.00	0.00
7,900.00	3.09	359.99	7,888.62	155.85	-0.02	155.85	2.00	-2.00	0.00
8,000.00	1.09	359.99	7,988.55	159.49	-0.02	159.49	2.00	-2.00	0.00
8,054.50	0.00	359.99	8,043.04	160.01	-0.02	160.01	2.00	-2.00	0.00
8,100.00	4.55	359.99	8,088.50	161.82	-0.02	161.82	10.00	10.00	0.00
8,200.00	14.55	359.99	8,186.98	178.39	-0.02	178.39	10.00	10.00	0.00
8,300.00	24.55	359.99	8,281.10	211.81	-0.02	211.81	10.00	10.00	0.00
8,400.00 8,500.00	34.55 44.55	359.99 359.99	8,367.98 8,444.99	261.07 324.66	-0.03 -0.04	261.07 324.66	10.00 10.00	10.00 10.00	0.00 0.00
8,600.00	54.55	359.99	8,509.79	400.66	-0.04	400.66	10.00	10.00	0.00
8,700.00	64.55	359.99	8,560.40	486.76	-0.05	486.76	10.00	10.00	0.00
00.008,8	74.55	359.99	8,595.30 8,613.41	580.34 679.55	-0.06	580.34 678.55	10.00	10.00	0.00
8,900.00 8,952.50	84.55 89.80	359.99 359.99	8,616.00	678.55 730.97	-0.07 -0.07	678.55 730.97	10.00 10.00	10.00 10.00	0.00 0.00
			8.616.16						
9,000.00 9,100.00	89.80 89.80	359.99 359.99	8,616.16 8,616.51	778.47 878.47	-0.08 -0.09	778.47 878.47	0.00 0.00	0.00 0.00	0.00 0.00
9,100.00	89.80 89.80	359.99 359.99	8,616.86	878.47 978.47	-0.09 -0.10	878.47 978.47	0.00	0.00	0.00
9,200.00	89.80	359.99 359.99	8,617.21	978.47 1,078.47	-0.10 -0.10	978.47 1,078.47	0.00	0.00	0.00
9,400.00	89.80	359.99	8,617.57	1,178.47	-0.10	1,078.47	0.00	0.00	0.00
9,500.00	89.80	359.99	8,617.92	1,278.47	-0.12	1,278.47	0.00	0.00	0.00
9,600.00	89.80	359.99	8,618.27	1,278.47	-0.12	1,378.47	0.00	0.00	0.00
9,700.00	89.80	359.99	8,618.63	1,478.47	-0.13	1,478.47	0.00	0.00	0.00
9,800.00	89.80	359.99	8,618.98	1,578.47	-0.15	1,578.47	0.00	0.00	0.00
9,900.00	89.80	359.99	8,619.34	1,678.47	-0.16	1,678.47	0.00	0.00	0.00
10,000.00	89.80	359.99	8,619.70	1,778.47	-0.17	1,778.47	0.00	0.00	0.00

Planning Report

Database:

HOPSPP

Company:

ENGINEERING DESIGNS

Project: Site: PRD NM DIRECTIONAL PLANS (NAD 1983)

Well:

CEDAR CANYON 20 FED COM

VVCII.

Cedar Canyon 20 Fed Com 25H

Wellbore:

WB00

Design:

Permitting Plan

Local Co-ordinate Reference

TVD Reference:

MD Reference:

North Reference:

Survey Calculation Method:

Well Cedar Canyon 20 Fed Com 25H

DATUM @ 2980.90ft

DATUM @ 2980.90ft Grid

Minimum Curvature

ed Survey									
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)
10,100.00	89.79	359.99	8,620.05	1,878.47	-0.18	1,878.47	0.00	0.00	0.00
10,200.00	89.79	359.99	8,620.41	1,978.46	-0.19	1,978.46	0.00	0.00	0.00
10,300.00	89.79	359.99	8,620.77	2,078.46	-0.20	2,078.46	0.00	0.00	0.00
10,400.00	89.79	359.99	8,621.13	2,178.46	-0.21	2,178.46	0.00	0.00	0.00
10,500.00	89.79	359.99	8,621.49	2,278.46	-0.21	2,278.46	0.00	0.00	0.00
10,600.00	89.79	359.99	8,621.85	2,378.46	-0.22	2,378.46	0.00	0.00	0.00
10,700.00	89.79	359.99	8,622.22	2,478.46	-0.23	2,478.46	0.00	0.00	0.00
10,800.00	89.79	359.99	8,622.58	2,578.46	-0.24	2,578.46	0.00	0.00	0.00
10,900.00	89.79	359.99	8,622.94	2,678.46	-0.25	2,678.46	0.00	0.00	0.00
11,000.00	89.79	359.99	8,623.31	2,778.46	-0.26	2,778.46	0.00	0.00	0.00
11,100.00	89.79	359.99	8,623.67	2,878.46	-0.27	2,878.46	0.00	0.00	0.00
11,200.00	89.79	359.99	8,624.04	2,978.46	-0.28	2,978.46	0.00	0.00	0.00
11,300.00	89.79	359.99	8,624.41	3,078.46	-0.29	3,078.46	0.00	0.00	0.00
11,400.00	89.79	359.99	8,624.77	3,178.46	-0.30	3,178.46	0.00	0.00	0.00
11,500.00	89.79	359.99	8,625.14	3,278.46	-0.31	3.278.46	0.00	0.00	0.00
11,600.00	89.79	359.99	8,625.51	3,378.46	-0.32	3,378.46	0.00	0.00	0.00
11,700.00	89.79	359.99	8,625.88	3,478.45	-0.32	3,478.45	0.00	0.00	0.00
11,800.00	89.79	359.99	8,626.25	3,578.45	-0.33	3,578.45	0.00	0.00	0.00
11,900.00	89.79	359.99	8,626.63	3,678.45	-0.34	3,678.45	0.00	0.00	0.00
12,000.00	89.79	359.99	8,627.00	3.778.45	-0.35	3,778.45	0.00	0.00	0.00
12,100.00	89.79	359.99	8,627.37	3,878.45	-0.36	3,878.45	0.00	0.00	0.00
12,200.00	89.79	359.99	8,627.75	3,978.45	-0.37	3,978.45	0.00	0.00	0.00
12,300.00	89.78	359.99	8,628.12	4,078.45	-0.38	4,078.45	0.00	0.00	0.00
12,400.00	89.78	359.99	8,628.50	4,178.45	-0.39	4,178.45	0.00	0.00	0.00
12,500.00	89.78	359.99	8,628.87	4,278.45	-0.40	4,278.45	0.00	0.00	0.00
12,600.00	89.78	359.99	8,629.25	4,378.45	-0.41	4,378.45	0.00	0.00	0.00
12,700.00	89.78	359.99	8,629.63	4,478.45	-0.42	4,478.45	0.00	0.00	0.00
12,800.00	89.78	359.99	8,630.01	4,578.45	-0.43	4,578.45	0.00	0.00	0.00
12,900.00	89.78	359.99	8,630.39	4,678.45	-0.44	4,678.45	0.00	0.00	0.00
13,000.00	89.78	359.99	8,630.77	4,778.45	-0.44	4,778.45	0.00	0.00	0.00
13,100.00	89.78	359.99	8,631.15	4,878.44	-0.45	4,878.44	0.00	0.00	0.00
13,200.00	89.78	359.99	8,631.53	4,978.44	-0.46	4,978.44	0.00	0.00	0.00
13,300.00	89.78	359.99	8,631.91	5,078.44	-0.47	5,078.44	0.00	0.00	0.00
13,400.00	89.78	359.99	8,632.30	5,178.44	-0.48	5,178.44	0.00	0.00	0.00
13,500.00	89.78	359.99	8,632.68	5,278.44	-0.49	5,278.44	0.00	0.00	0.00
13,600.00	89.78	359.99	8,633.07	5,378.44	-0.50	5,378.44	0.00	0.00	0.00
13,700.00	89.78	359.99	8,633.45	5,478.44	-0.51	5,478.44	0.00	0.00	0.00
13,800.00	89.78	359.99	8,633.84	5,578.44	-0.52	5,578.44	0.00	0.00	0.00
13,900.00	89.78	359.99	8,634.23	5,678.44	-0.53	5,678.44	0.00	0.00	0.00
14,000.00	89.78	359.99	8,634.61	5,778.44	-0.54	5,778.44	0.00	0.00	0.00
14,100.00	89.78	359.99	8,635.00	5,878.44	-0.55	5,878.44	0.00	0.00	0.00
14,200.00	89.78	359.99	8,635.39	5,978.44	-0.55	5,978.44	0.00	0.00	0.00
14,300.00	89.78	359.99	8,635.78	6,078.44	-0.56	6,078.44	0.00	0.00	0.00
14,400.00	89.78	359.99	8,636.18	6,178.44	-0.57	6,178.44	0.00	0.00	0.00
14,500.00	89.78	359.99	8,636.57	6,278.43	-0.58	6,278.43	0.00	0.00	0.00
14,600.00	89.77	359.99	8,636.96	6,378.43	-0.59	6,378.43	0.00	0.00	0.00
14,700.00	89.77	359.99	8,637.35	6,478.43	-0.60	6,478.43	0.00	0.00	0.00
14,800.00	89.77	359.99	8,637.75	6,578.43	-0.61	6,578.43	0.00	0.00	0.00
14,900.00	89.77	359.99	8,638.14	6,678.43	-0.62	6,678.43	0.00	0.00	0.00
15,000.00	89.77	359.99	8,638.54	6,778.43	-0.63	6,778.43	0.00	0.00	0.00
15,100.00	89.77	359.99	8,638.94	6,878.43	-0.64	6,878.43	0.00	0.00	0.00
15,200.00	89.77	359.99	8,639.33	6,978.43	-0.65	6,978.43	0.00	0.00	0.00
15,300.00	89.77	359.99	8,639.73	7,078.43	-0.66	7,078.43	0.00	0.00	0.00

Planning Report

Database:

HOPSPP

Company:

ENGINEERING DESIGNS

Project:

PRD NM DIRECTIONAL PLANS (NAD 1983)

Site:

CEDAR CANYON 20 FED COM

Well:

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Local Co-ordinate Reference

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North Reference:

Survey Calculation Method:

Well Cedar Canyon 20 Fed Com 25H

DATUM @ 2980.90ft

DATUM @ 2980.90ft

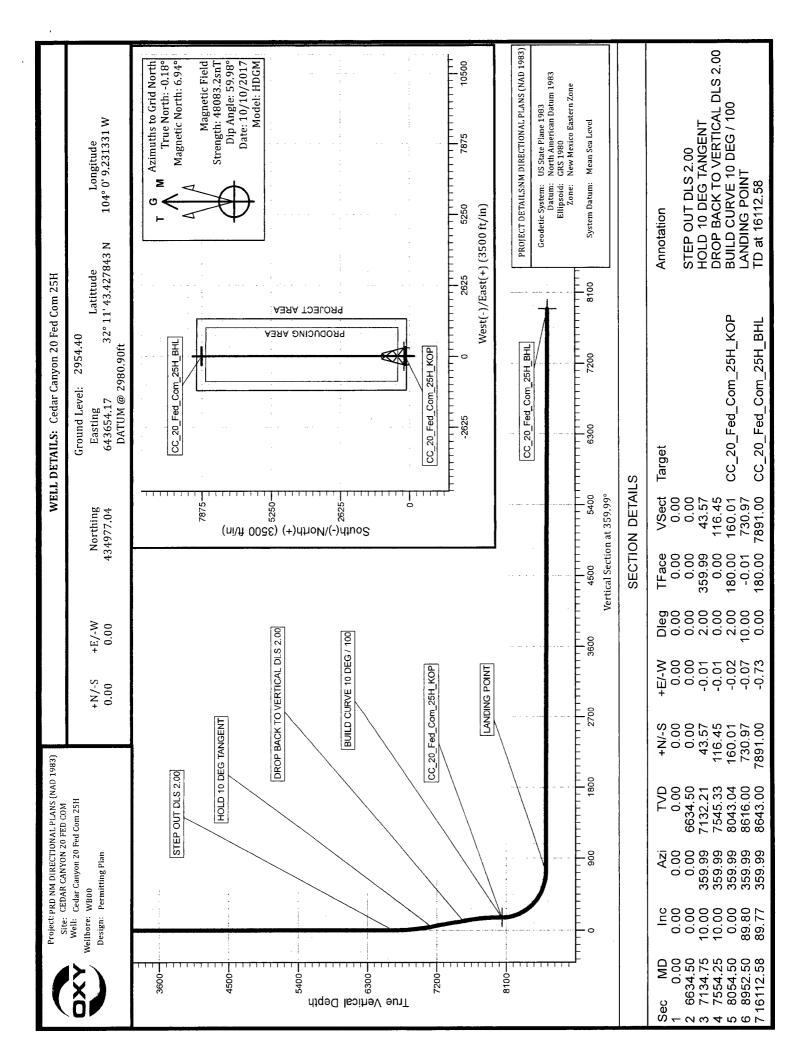
Grid

Minimum Curvature

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)
15,400.00	89.77	359.99	8,640.13	7,178.43	-0.66	7,178.43	0.00	0.00	0.00
15,500.00	89.77	359.99	8,640.53	7,278.43	-0.67	7,278.43	0.00	0.00	0.00
15,600.00	89.77	359.99	8,640.93	7,378.43	-0.68	7,378.43	0.00	0.00	0.00
15,700.00	89.77	359.99	8,641.34	7,478.42	-0.69	7,478.42	0.00	0.00	0.00
15,800.00	89.77	359.99	8,641.74	7,578.42	-0.70	7,578.42	0.00	0.00	0.00
15,900.00	89.77	359.99	8,642.14	7,678.42	-0.71	7,678.42	0.00	0.00	0.00
16,000.00	89.77	359.99	8,642.54	7,778.42	-0.72	7,778.42	0.00	0.00	0.00
16,100.00	89.77	359.99	8,642.95	7,878.42	-0.73	7,878.42	0.00	0.00	0.00
16,112.58	89.77	359.99	8.643.00	7.891.00	-0.73	7,891.00	0.00	0.00	0.00

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
CC_20_Fed_Com_25 - plan hits target cer - Point	0.00 nter	0.00	8,043.04	160.01	-0.02	435,137.04	643,654.15	32° 11' 45.011195 N	104° 0′ 9.225836 W
CC_20_Fed_Com_25 - plan hits target cer - Point	0.00 nter	0.00	8,643.00	7,891.00	-0.73	442,867.40	643,653.44	32° 13' 1.510296 N	104° 0' 8.957222 W

Plan Anno	tations				
	Measured	Vertical	Local Coordinates		
	Depth (ft)	Depth (ft)	+N/-S (ft)	+E/-W (ft)	Comment
	6,634.50	6,634.50	0.00	0.00	STEP OUT DLS 2.00
	7,134.75	7,132.21	43.57	-0.01	HOLD 10 DEG TANGENT
	7,554.25	7,545.33	116.45	-0.01	DROP BACK TO VERTICAL DLS 2.00
	8,054.50	8,043.04	160.01	-0.02	BUILD CURVE 10 DEG / 100
	8,952.50	8,616.00	730.97	-0.07	LANDING POINT
	16,112.58	8,643.00	7,891.00	-0.73	TD at 16112.58



PERFORMANCE DATA

TMK UP DQX Technical Data Sheet

5.500 in

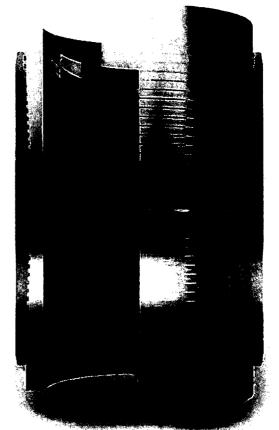
20.00 lbs/ft

P-110

Tubular Parameters			
Size	5.500	in	Mi
Nominal Weight	20.00	lbs/ft	M
Grade	P-110		Yi
PE Weight	19.81	lbs/ft	Τe
Wall Thickness	0.361	in	М
Nominal ID	4.778	in	Co
Drift Diameter	4.653	in .	
Nom. Pipe Body Area	5.828	in²	

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
Min. Internal Yield Pressure	12,600	psi

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	, a a a	
Min. Make-Up Torque	11,600	fi-los
Opt. Make-Up Torque	12,900	ft-lbs



Printed on: July-29-2014

Max. Make-Up Torque

Yield Torque

NOTE

The content of this Technical Data Sheet is for general information only and does not guarantee performance or imply fitness for a particular purpose, which only a competent drilling professional can determine considering the specific installation and operation parameters. Information that is printed or downloaded is no longer controlled by TMK IPSCO and might not be the latest information. Anyone using the information herein does so at their own risk. To verify that you have the latest TMK IPSCO technical information, please contact TMK IPSCO Technical Sales toll-free at 1-888-258-2000.

ft-lbs

ft-lbs

14,100

20,600



TECHNICAL DATA SHEET TMK UP DQX 5.5 X 20 P110

TUBULAR PARAMETERS		PIPE BODY PROPERTIES	
Nominal OD, (inch)	5.500	PE Weight, (lbs/ft)	19.81
Wall Thickness, (inch)	0.361	Nominal Weight, (lbs/ft)	20.00
Pipe Grade	P110	Nominal ID, (inch)	4.778
Coupling	Regular	Drift Diameter, (inch)	4.653
Coupling Grade	P110	Nominal Pipe Body Area, (sq inch)	5.828
Drift	Standard	Yield Strength in Tension, (klbs)	641
		Min. Internal Yield Pressure, (psl)	12 640
CONNECTION PARAMETERS		Collapse Pressure, (psi)	11 110
Connection OD (inch)	6.05		
Connection ID, (inch)	4.778	Internal Pressure	n terre argument in cryst new setters about as
Make-Up Loss, (inch)	4.122		
Connection Critical Area, (sq inch)	5.828		
Yield Strength in Tension, (kibs)	641	IDM AFRONS	
Yeld Strength in Compression, (klbs)	641		City Company
Tension Efficiency	100%		
Compression Efficiency	100%	(impath)	A Meson
Min. Internal Yield Pressure, (psi)	12 640	The same of the sa	1
Collapse Pressure, (psi)	11 110		
Uniaxial Bending (deg/100ft)	91.7		
MAKE-UP TORQUES			
Yield Torque, (ft-lb)	20 600	Estarnal Pressure	Coverage Parket
Minimum Make-Up Torque, (ft-lb)	11 600		e Lique Michiga
Optimum Make-Up Torque, (ft-lb)	12 900		
Maximum Make-Up Torque, (ft-lb)	14 100		
l _a 1	Col	upling Length	
Wash	Make-Up Loss	Box Critical Cross Section	
	~~~~~~		<b>기</b>
8 0		<del></del>	
D O O O O O O O O O O O O O O O O O O O		}	I. I
AL Pin Cros	s Section		Dameter

NOTE: The content of this Technical Data Sheet is for general information only and does not guarantee performance or knoby fitness for a particular outpose which only a competent drilling professional can determine considering the specific installation and operation parameters. This information supercode all prior versions for this connection, information that it as material or driving add in no larger contribute the material or driving and perfection parameters. This information supercode all prior versions for this connection, information that it as materials or driving and perfection parameters.

### PECOS DISTRICT DRILLING CONDITIONS OF APPROVAL

OPERATOR'S NAME: OXY USA INCORPORATED

LEASE NO.: NMNM94651

WELL NAME & NO.: | CEDAR CANYON 20 FEDERAL COM 25H

SURFACE HOLE FOOTAGE: | 110' FNL & 1390' FEL

BOTTOM HOLE FOOTAGE | 2473' FSL & 1390' FEL; Sec. 17

LOCATION: | Section 29, T. 24 S., R 29 E., NMPM

**COUNTY:** | **Eddy County, New Mexico** 

COA

All pervious COAs still apply expect the following:

H2S	ryes	€ No	
Potash	• None	Secretary	C R-111-P
Cave/Karst Potential	€ Low		C High
Variance	None	Flex Hose	• Other
Wellhead	Conventional	• Multibowl	C Both
Other	□ 4 String Area	☐ Capitan Reef	<b>└</b> WIPP

### A. Hydrogen Sulfide

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

### **B. CASING**

- 1. The 13-3/8 inch surface casing shall be set at approximately 400 feet (a minimum of 25 feet into the Rustler Anhydrite and above the salt) and cemented to the surface.
  - a. If cement does not circulate to the surface, the appropriate BLM office shall be notified and a temperature survey utilizing an electronic type temperature survey with surface log readout will be used or a cement bond log shall be run to verify the top of the cement. Temperature survey will be run a minimum of six hours after pumping cement and ideally between 8-10 hours after completing the cement job.
  - b. Wait on cement (WOC) time for a primary cement job will be a minimum of **8 hours** or 500 pounds compressive strength, whichever is greater. (This is to include the lead cement).

- c. Wait on cement (WOC) time for a remedial job will be a minimum of 4 hours after bringing cement to surface or 500 pounds compressive strength, whichever is greater.
- d. If cement falls back, remedial cementing will be done prior to drilling out that string.
- 2. The minimum required fill of cement behind the 9-5/8 inch intermediate casing is: Wait on cement (WOC) time for a primary cement job is to include the lead cement slurry due to cave/karst or potash.

Operator has proposed a DV tool, the depth may be adjusted as long as the cement is changed proportionally. The DV tool may be cancelled if cement circulates to surface on the first stage.

- a. First stage to DV tool: Cement to circulate. If cement does not circulate off the DV tool, contact the appropriate BLM office before proceeding with second stage cement job. Additional cement maybe required. Excess calculated to 21%.
- b. Second stage above DV tool:Cement to surface. If cement does not circulate, contact the appropriate BLM office.
- 3. The minimum required fill of cement behind the 5-1/2 inch production casing is:
  - Cement should tie-back at least 200 feet into previous casing string. Operator shall provide method of verification. Additional cement maybe required. Excess calculated to 19%.

### C. PRESSURE CONTROL

- 1. Variance approved to use flex line from BOP to choke manifold. Manufacturer's specification to be readily available. No external damage to flex line. Flex line to be installed as straight as possible (no hard bends).
- 2. Minimum working pressure of the blowout preventer (BOP) and related equipment (BOPE) required for drilling below the surface casing shoe shall be 5000 (5M) psi.

### GENERAL REQUIREMENTS

The BLM is to be notified in advance for a representative to witness:

- a. Spudding well (minimum of 24 hours)
- b. Setting and/or Cementing of all casing strings (minimum of 4 hours)
- c. BOPE tests (minimum of 4 hours)
  - Chaves and Roosevelt Counties
    Call the Roswell Field Office, 2909 West Second St., Roswell NM 88201.
    During office hours call (575) 627-0272.
    After office hours call (575)
  - Eddy County
    Call the Carlsbad Field Office, 620 East Greene St., Carlsbad, NM 88220, (575) 361-2822
  - ✓ Lea CountyCall the Hobbs Field Station, 414 West Taylor, Hobbs NM 88240, (575)393-3612
- 1. Unless the production casing has been run and cemented or the well has been properly plugged, the drilling rig shall not be removed from over the hole without prior approval.
  - a. In the event the operator has proposed to drill multiple wells utilizing a skid/walking rig. Operator shall secure the wellbore on the current well, after installing and testing the wellhead, by installing a blind flange of like pressure rating to the wellhead and a pressure gauge that can be monitored while drilling is performed on the other well(s).
  - b. When the operator proposes to set surface casing with Spudder Rig
    - Notify the BLM when moving in and removing the Spudder Rig.
    - Notify the BLM when moving in the 2nd Rig. Rig to be moved in within 90 days of notification that Spudder Rig has left the location.
    - BOP/BOPE test to be conducted per Onshore Oil and Gas Order No. 2 as soon as 2nd Rig is rigged up on well.
- 2. Floor controls are required for 3M or Greater systems. These controls will be on the rig floor, unobstructed, readily accessible to the driller and will be operational at all times during drilling and/or completion activities. Rig floor is defined as the area immediately around the rotary table; the area immediately above the substructure on which the draw works are located, this does not include the dog house or stairway area.
- 3. The record of the drilling rate along with the GR/N well log run from TD to surface (horizontal well vertical portion of hole) shall be submitted to the BLM office as

well as all other logs run on the borehole 30 days from completion. If available, a digital copy of the logs is to be submitted in addition to the paper copies. The Rustler top and top and bottom of Salt are to be recorded on the Completion Report.

### A. CASING

- 1. Changes to the approved APD casing program need prior approval if the items substituted are of lesser grade or different casing size or are Non-API. The Operator can exchange the components of the proposal with that of superior strength (i.e. changing from J-55 to N-80, or from 36# to 40#). Changes to the approved cement program need prior approval if the altered cement plan has less volume or strength or if the changes are substantial (i.e. Multistage tool, ECP, etc.). The initial wellhead installed on the well will remain on the well with spools used as needed.
- 2. Wait on cement (WOC) for Potash Areas: After cementing but before commencing any tests, the casing string shall stand cemented under pressure until both of the following conditions have been met: 1) cement reaches a minimum compressive strength of 500 psi for all cement blends, 2) until cement has been in place at least 24 hours. WOC time will be recorded in the driller's log. The casing intergrity test can be done (prior to the cement setting up) immediately after bumping the plug.
- 3. Wait on cement (WOC) for Water Basin: After cementing but before commencing any tests, the casing string shall stand cemented under pressure until both of the following conditions have been met: 1) cement reaches a minimum compressive strength of 500 psi at the shoe, 2) until cement has been in place at least 8 hours. WOC time will be recorded in the driller's log. See individual casing strings for details regarding lead cement slurry requirements. The casing intergrity test can be done (prior to the cement setting up) immediately after bumping the plug.
- 4. Provide compressive strengths including hours to reach required 500 pounds compressive strength prior to cementing each casing string. Have well specific cement details onsite prior to pumping the cement for each casing string.
- 5. No pea gravel permitted for remedial or fall back remedial without prior authorization from the BLM engineer.
- 6. On that portion of any well approved for a 5M BOPE system or greater, a pressure integrity test of each casing shoe shall be performed. Formation at the shoe shall be tested to a minimum of the mud weight equivalent anticipated to control the formation pressure to the next casing depth or at total depth of the well. This test shall be performed before drilling more than 20 feet of new hole.
- 7. If hardband drill pipe is rotated inside casing, returns will be monitored for metal. If metal is found in samples, drill pipe will be pulled and rubber protectors which have a

- larger diameter than the tool joints of the drill pipe will be installed prior to continuing drilling operations.
- 8. Whenever a casing string is cemented in the R-111-P potash area, the NMOCD requirements shall be followed.

### B. PRESSURE CONTROL

- 1. All blowout preventer (BOP) and related equipment (BOPE) shall comply with well control requirements as described in Onshore Oil and Gas Order No. 2 and API RP 53 Sec. 17.
- 2. If a variance is approved for a flexible hose to be installed from the BOP to the choke manifold, the following requirements apply: The flex line must meet the requirements of API 16C. Check condition of flexible line from BOP to choke manifold, replace if exterior is damaged or if line fails test. Line to be as straight as possible with no hard bends and is to be anchored according to Manufacturer's requirements. The flexible hose can be exchanged with a hose of equal size and equal or greater pressure rating. Anchor requirements, specification sheet and hydrostatic pressure test certification matching the hose in service, to be onsite for review. These documents shall be posted in the company man's trailer and on the rig floor.
- 3. 5M or higher system requires an HCR valve, remote kill line and annular to match. The remote kill line is to be installed prior to testing the system and tested to stack pressure.
- 4. If the operator has proposed a multi-bowl wellhead assembly in the APD. The following requirements must be met:
  - a. Wellhead shall be installed by manufacturer's representatives, submit documentation with subsequent sundry.
  - b. If the welding is performed by a third party, the manufacturer's representative shall monitor the temperature to verify that it does not exceed the maximum temperature of the seal.
  - c. Manufacturer representative shall install the test plug for the initial BOP test.
  - d. If the cement does not circulate and one inch operations would have been possible with a standard wellhead, the well head shall be cut off, cementing operations performed and another wellhead installed.
  - e. Whenever any seal subject to test pressure is broken, all the tests in OOGO2.III.A.2.i must be followed.
- 5. The appropriate BLM office shall be notified a minimum of 4 hours in advance for a representative to witness the tests.

- a. In a water basin, for all casing strings utilizing slips, these are to be set as soon as the crew and rig are ready and any fallback cement remediation has been done. The casing cut-off and BOP installation can be initiated four hours after installing the slips, which will be approximately six hours after bumping the plug. For those casing strings not using slips, the minimum wait time before cut-off is eight hours after bumping the plug. BOP/BOPE testing can begin after cut-off or once cement reaches 500 psi compressive strength (including lead when specified), whichever is greater. However, if the float does not hold, cut-off cannot be initiated until cement reaches 500 psi compressive strength (including lead when specified).
- b. In potash areas, for all casing strings utilizing slips, these are to be set as soon as the crew and rig are ready and any fallback cement remediation has been done. For all casing strings, casing cut-off and BOP installation can be initiated at twelve hours after bumping the plug. However, **no tests** shall commence until the cement has had a minimum of 24 hours setup time, except the casing pressure test can be initiated immediately after bumping the plug (only applies to single stage cement jobs).
- c. The tests shall be done by an independent service company utilizing a test plug. The results of the test shall be reported to the appropriate BLM office.
- d. The test shall be run on a 5000 psi chart for a 2-3M BOP/BOP, on a 10000 psi chart for a 5M BOP/BOPE and on a 15000 psi chart for a 10M BOP/BOPE. If a linear chart is used, it shall be a one hour chart. A circular chart shall have a maximum 2 hour clock. If a twelve hour or twenty-four hour chart is used, tester shall make a notation that it is run with a two hour clock.
- e. All tests are required to be recorded on a calibrated test chart. A copy of the BOP/BOPE test chart and a copy of independent service company test will be submitted to the appropriate BLM office.
- f. The BOP/BOPE test shall include a low pressure test from 250 to 300 psi. The test will be held for a minimum of 10 minutes. This test shall be performed prior to the test at full stack pressure.
- g. BOP/BOPE must be tested by an independent service company within 500 feet of the top of the Wolfcamp formation if the time between the setting of the intermediate casing and reaching this depth exceeds 20 days. This test does not exclude the test prior to drilling out the casing shoe as per Onshore Order No. 2.

### C. DRILLING MUD

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

### D. WASTE MATERIAL AND FLUIDS

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

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

### Waste Minimization Plan (WMP)

In the interest of resource development, submission of additional well gas capture development plan information is deferred but may be required by the BLM Authorized Officer at a later date.

ZS 032118

High Cave Karst: two casing strings, both to circulate cement to surface.

13 3/8	surface	csg in a	17 1/2	inch hole.		<u>Design</u> i	actors	SURFACE	
Segment	#/ft	Grade		Coupling	Body	Collapse	Burst	Length	Weight
"A"	54.50	·	l 55	BUTT	39.14	6.32	0.66	400	21,800
"B"								0	0
w/8.4#/g	mud, 30min Sfo	Csg Test psig	: 1,500	Tail Cmt	does	circ to sfc.	Totals:	400	21,800
Comparison of	of Proposed t	o Minimum	Required C	ement Volume	<u>s</u>				
Hole	Annular	1 Stage	1 Stage	Min	1 Stage	Drilling	Calc	Req'd	Min Dist
Size	Volume	Cmt Sx	CuFt Cmt	Cu Ft	% Excess	Mud Wt	MASP	BOPE	Hole-Cplg
17 1/2	0.6946	332	558	332	68	8.60	2382	3M	1.56
Class 'C' tail cr	nt vield above	1.35.							

Burst Frac Gradient(s) for Segment(s) A, B = , b All > 0.70, OK.

95/8	casing in	side the	13 3/8	_	-	Design	Factors <b>Example</b>	INTER	MEDIATE
Segment	#/ft	Grade		Coupling	Body	Collapse	Burst	Length	Weight
"A"	43.50	HCL	80	BUTT	2.89	1.44	1.47	7,500	326,250
"B"	47.00	HCL	80	BUTT	50.89	1.72	1.59	454	21,338
w/8.4#/g	mud, 30min Sf	c Csg Test psig:					Totals:	7,954	347,588
The co	ement volun	ne(s) are inte	nded to ach	nieve a top of	0	ft from su	ırface or a	400	overlap.
Hole	Annular	1 Stage	1 Stage	Min	1 Stage	Drilling	Calc	Reg'd	Min Dist
Size	Volume	Cmt Sx	CuFt Cmt	Cu Ft	% Excess	Mud Wt	MASP	BOPE	Hole-Cplg
12 1/4	0.3132	look ↘	0	2529		10.00	2409	3M	0.81
· D V Tool(s):			2936				sum of sx	<u>Σ CuFt</u>	Σ%excess
t by stage % :		21	66				1619	3485	38
CI 1111 - 11									

Class 'H' tail cmt yld > 1.20

Tail cmt									
5 1/2	casing ins	ide the	9 5/8	_		Design Fa	ctors	PROD	UCTION
Segment	#/ft	Grade		Coupling	Joint	Collapse	Burst	Length	Weight
"A"	20.00	Р	110	DQX	3.71	2.76	2.92	8,055	161,100
"B"	20.00	Р	110	DQX	7.91	2.27	2.92	8,057	161,140
w/8.4#/g	g mud, 30min Sfc (	Csg Test psig:	1,772				Totals:	16,112	322,240
В	would be:				54.51	2 58	if it were a	vertical we	alibore.
			MICH	Max VIII	sg 70	Çurvə KÇP	Degleg	Selectly	ME OV
			16112	8643	8643	8055	90	10	8953
The	cement volume	(s) are inte	nded to ach	ieve a top of	7754	ft from s	urface or a	200	overlap.
Hole	Annular	1 Stage	1 Stage	Min	1 Stage	Drilling	Calc	Req'd	Min Dist
Size	Volume	Cmt Sx	CuFt Cmt	Cu Ft	% Excess	Mud Wt	MASP	BOPE	Hole-Cplg
8 1/2	0.2291	1406	2292	1925	19	9.60			1.23
Class 'H' tail cr	mt vld > 1.20								

Class 'H' tail cmt yld > 1.20

Carlsbad Field Office 3/21/2018