

RECEIVED

DEC 19 2019

Form 3160-3
(June 2015)

DISTRICT OF ARTESIA O.C.D.

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

UNITED STATES
DEPARTMENT OF THE INTERIOR
BUREAU OF LAND MANAGEMENT

APPLICATION FOR PERMIT TO DRILL OR REENTER

1a. Type of work: <input checked="" type="checkbox"/> DRILL <input type="checkbox"/> REENTER		5. Lease Serial No. NMNM138848
1b. Type of Well: <input type="checkbox"/> Oil Well <input checked="" type="checkbox"/> Gas Well <input type="checkbox"/> Other		6. If Indian, Allottee or Tribe Name
1c. Type of Completion: <input type="checkbox"/> Hydraulic Fracturing <input type="checkbox"/> Single Zone <input checked="" type="checkbox"/> Multiple Zone		7. If Unit or CA Agreement, Name and No.
2. Name of Operator CIMAREX ENERGY COMPANY		8. Lease Name and Well No. TAR HEEL 19-18 FEDERAL COM 1H 326771
3a. Address 600 N. Marienfeld St., Suite 600 Midland TX 79701	3b. Phone No. (include area code) (432)620-1936	9. API Well No. 30-015-46560
4. Location of Well (Report location clearly and in accordance with any State requirements. *) At surface SWSW / 540 FSL / 369 FWL / LAT 32.022027 / LONG -103.928023 At proposed prod. zone LOT 1 / 330 FNL / 380 FWL / LAT 32.048855 / LONG -103.928003		10. Field and Pool, or Exploratory LIVINGSTON RIDGE / PURPLE SAGE W
11. Sec. T, R, M, or Blk. and Survey or Area SEC 19 / T26S / R30E / 1PM		11. Sec. T, R, M, or Blk. and Survey or Area SEC 19 / T26S / R30E / 1PM
14. Distance in miles and direction from nearest town or post office* 21 miles		12. County or Parish EDDY
13. State NM		
15. Distance from proposed* location to nearest property or lease line, ft. (Also to nearest drig. unit line, if any) 369 feet	16. No of acres in lease 600.92	17. Spacing Unit dedicated to this well 640.92
18. Distance from proposed location* to nearest well, drilling, completed, applied for, on this lease, ft. 20 feet	19. Proposed Depth 10698 feet / 20144 feet	20. BLM/BIA Bond No. in file FED: NMB001188
21. Elevations (Show whether DF, KDB, RT, GL, etc.) 3016 feet	22. Approximate date work will start* 05/01/2019	23. Estimated duration 30 days
24. Attachments		

98220

The following, completed in accordance with the requirements of Onshore Oil and Gas Order No. 1, and the Hydraulic Fracturing rule per 43 CFR 3162.3-3 (as applicable)

- 1. Well plat certified by a registered surveyor.
- 2. A Drilling Plan.
- 3. A Surface Use Plan (if the location is on National Forest System Lands, the SUPO must be filed with the appropriate Forest Service Office)
- 4. Bond to cover the operations unless covered by an existing bond on file (see Item 20 above).
- 5. Operator certification.
- 6. Such other site specific information and/or plans as may be requested by the BLM.

25. Signature (Electronic Submission)	Name (Printed/Typed) Hope Knauls / Ph: (918)295-1799	Date 03/04/2019
Title Regulatory Technician		
Approved by (Signature) (Electronic Submission)	Name (Printed/Typed) Cody Layton / Ph: (575)234-5959	Date 12/13/2019
Title Assistant Field Manager Lands & Minerals		
Office CARLSBAD		

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

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

APPROVED WITH CONDITIONS
Approval Date: 12/13/2019

(Continued on page 2)

*(Instructions on page 2)

RUP 12-27-19

INSTRUCTIONS

GENERAL: This form is designed for submitting proposals to perform certain well operations, as indicated on Federal and Indian lands and leases for action by appropriate Federal agencies, pursuant to applicable Federal laws and regulations. Any necessary special instructions concerning the use of this form and the number of copies to be submitted, particularly with regard to local, area, or regional procedures and practices, either are shown below or will be issued by, or may be obtained from local Federal offices.

ITEM I: If the proposal is to redrill to the same reservoir at a different subsurface location or to a new reservoir, use this form with appropriate notations. Consult applicable Federal regulations concerning subsequent work proposals or reports on the well.

ITEM 4: Locations on Federal or Indian land should be described in accordance with Federal requirements. Consult local Federal offices for specific instructions.

ITEM 14: Needed only when location of well cannot readily be found by road from the land or lease description. A plat, or plats, separate or on the reverse side, showing the roads to, and the surveyed location of, the well, and any other required information, should be furnished when required by Federal agency offices.

ITEMS 15 AND 18: If well is to be, or has been directionally drilled, give distances for subsurface location of hole in any present or objective productive zone.

ITEM 22: Consult applicable Federal regulations, or appropriate officials, concerning approval of the proposal before operations are started.

ITEM 24: If the proposal will involve hydraulic fracturing operations, you must comply with 43 CFR 3162.3-3, including providing information about the protection of usable water. Operators should provide the best available information about all formations containing water and their depths. This information could include data and interpretation of resistivity logs run on nearby wells. Information may also be obtained from state or tribal regulatory agencies and from local BLM offices.

NOTICES

The Privacy Act of 1974 and regulation in 43 CFR 2.48(d) provide that you be furnished the following information in connection with information required by this application:

AUTHORITY: 30 U.S.C. 181 et seq., 25 U.S.C. 396; 43 CFR 3160

PRINCIPAL PURPOSES: The information will be used to: (1) process and evaluate your application for a permit to drill a new oil, gas, or service well or to reenter a plugged and abandoned well; and (2) document, for administrative use, information for the management, disposal and use of National Resource Lands and resources including (a) analyzing your proposal to discover and extract the Federal or Indian resources encountered; (b) reviewing procedures and equipment and the projected impact on the land involved; and (c) evaluating the effects of the proposed operation on the surface and subsurface water and other environmental impacts.

ROUTINE USE: Information from the record and/or the record will be transferred to appropriate Federal, State, and local or foreign agencies, when relevant to civil, criminal or regulatory investigations or prosecution, in connection with congressional inquiries and for regulatory responsibilities.

EFFECT OF NOT PROVIDING INFORMATION: Filing of this application and disclosure of the information is mandatory only if you elect to initiate a drilling or reentry operation on an oil and gas lease.

The Paperwork Reduction Act of 1995 requires us to inform you that:

The BLM connects this information to an evaluation of the technical, safety, and environmental factors involved with drilling for oil and/or gas on Federal and Indian oil and gas leases. This information will be used to analyze and approve applications. Response to this request is mandatory only if the operator elects to initiate drilling or reentry operations on an oil and gas lease. The BLM would like you to know that you do not have to respond to this or any other Federal agency-sponsored information collection unless it displays a currently valid OMB control number.

BURDEN HOURS STATEMENT: Public reporting burden for this form is estimated to average 8 hours per response, including the time for reviewing instructions, gathering and maintaining data, and completing and reviewing the form. Direct comments regarding the burden estimate or any other aspect of this form to U.S. Department of the Interior, Bureau of Land Management (1004-0137), Bureau Information Connection Clearance Officer (WO-630), 1849 C Street, N.W., Mail Stop 401 LS, Washington, D.C. 20240.

Additional Operator Remarks

Location of Well

1. SHL: SWSW / 540 FSL / 369 FWL / TWSP: 26S / RANGE: 30E / SECTION: 19 / LAT: 32.022027 / LONG: -103.928023 (TVD: 0 feet, MD: 0 feet)
PPP: SWSW / 549 FSL / 369 FWL / TWSP: 26S / RANGE: 30E / SECTION: 19 / LAT: 32.0220528 / LONG: -103.9280222 (TVD: 10202 feet, MD: 10202 feet)
BHL: LOT 1 / 330 FNL / 380 FWL / TWSP: 26S / RANGE: 30E / SECTION: 18 / LAT: 32.048855 / LONG: -103.928003 (TVD: 10698 feet, MD: 20144 feet)

BLM Point of Contact

Name: Priscilla Perez
Title: Legal Instruments Examiner
Phone: 5752345934
Email: pperez@blm.gov

CONFIDENTIAL

Review and Appeal Rights

A person contesting a decision shall request a State Director review. This request must be filed within 20 working days of receipt of the Notice with the appropriate State Director (see 43 CFR 3165.3). The State Director review decision may be appealed to the Interior Board of Land Appeals, 801 North Quincy Street, Suite 300, Arlington, VA 22203 (see 43 CFR 3165.4). Contact the above listed Bureau of Land Management office for further information.

CONFIDENTIAL

PECOS DISTRICT DRILLING CONDITIONS OF APPROVAL

OPERATOR'S NAME:	CIMAREX ENERGY COMPANY
LEASE NO.:	NMNM138848
LOCATION:	Section 19, T.26 S., R.30 E., NMPM
COUNTY:	Eddy County, New Mexico

WELL NAME & NO.:	Tar Heel 19-18 Fed 1H
SURFACE HOLE FOOTAGE:	540'/S & 369'/W
BOTTOM HOLE FOOTAGE:	330'/N & 380'/W

COA

H2S	<input type="radio"/> Yes	<input checked="" type="radio"/> No	
Potash	<input checked="" type="radio"/> None	<input type="radio"/> Secretary	<input type="radio"/> R-111-P
Cave/Karst Potential	<input type="radio"/> Low	<input type="radio"/> Medium	<input checked="" type="radio"/> High
Cave/Karst Potential	<input type="radio"/> Critical		
Variance	<input type="radio"/> None	<input checked="" type="radio"/> Flex Hose	<input type="radio"/> Other
Wellhead	<input type="radio"/> Conventional	<input checked="" type="radio"/> Multibowl	<input type="radio"/> Both
Other	<input type="checkbox"/> 4 String Area	<input type="checkbox"/> Capitan Reef	<input type="checkbox"/> WIPP
Other	<input type="checkbox"/> Fluid Filled	<input type="checkbox"/> Cement Squeeze	<input type="checkbox"/> Pilot Hole
Special Requirements	<input type="checkbox"/> Water Disposal	<input type="checkbox"/> COM	<input type="checkbox"/> Unit

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 500 feet (a minimum of 70 feet (Eddy County) 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:
- Cement to surface. If cement does not circulate see B.1.a, c-d above. **Wait on cement (WOC) time for a primary cement job is to include the lead cement slurry due to cave/karst or potash.**
 - ❖ **In High Cave/Karst Areas** if cement does not circulate to surface on the first two casing strings, the cement on the 3rd casing string must come to surface.
3. The minimum required fill of cement behind the **7** inch production casing is:
- Cement should tie-back at least **200 feet** into previous casing string. Operator shall provide method of verification. **Excess cement calculates to 22%, additional cement might be required.**
4. The minimum required fill of cement behind the **4-1/2** inch production liner is:
- Cement should tie-back **100 feet** into the previous casing. Operator shall provide method of verification. **Excess cement calculates to 7%, additional cement might be required.**

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
2. Minimum working pressure of the blowout preventer (BOP) and related equipment (BOPE) required for drilling below the surface casing shoe shall be **2000 (2M)** psi.
3. Minimum working pressure of the blowout preventer (BOP) and related equipment (BOPE) required for drilling below the intermediate casing shoe shall be **3000 (3M)** psi.
4. Operator has proposed a multi-bowl wellhead assembly. This assembly will only be tested when installed on the surface casing. Minimum working pressure of the blowout preventer (BOP) and related equipment (BOPE) required for drilling below the production casing shoe shall be **5000 (5M)** psi.

- 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.

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)

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

Lea County
 Call 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 integrity 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 integrity 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. Whenever any seal subject to test pressure is broken, all the tests in OOGO2.III.A.2.i must be followed.

- e. 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.
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 not a cup or J-packer. The operator also has the option of utilizing an independent tester to test without a plug (i.e. against the casing) pursuant to Onshore Order 2 with the pressure not to exceed 70% of the burst rating for the casing. Any test against the casing must meet the WOC time for water basin (8 hours) or potash (24 hours) or 500 pounds compressive strength, whichever is greater, prior to initiating the test (see casing segment as lead cement may be critical item).
 - 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. The results of the test shall be reported to the appropriate BLM office.
 - f. 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.

- g. The BOP/BOPE test shall include a low pressure test from 250 to 300 psi. The test will be held for a minimum of 10 minutes if test is done with a test plug and 30 minutes without a test plug. This test shall be performed prior to the test at full stack pressure.
- h. 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.

JJP12042019

**PECOS DISTRICT
SURFACE USE
CONDITIONS OF APPROVAL**

OPERATOR'S NAME:	Cimarex Energy Company of CO
LEASE NO.:	NMNM138848
LOCATION:	Section 19, T. 26 S., R. 30 E.
COUNTY:	Eddy

Wells:

Well Pad 1

Tar Heel 19-18 Federal #1H

Surface Hole Location: 540' FSL & 369' FWL, Section 19, T.26 S, R.30 E

Bottom Hole Location: 330' FNL & 380' FWL, Section 18, T.26 S, R.30 E

Tar Heel 19-18 Federal #2H

Surface Hole Location: 540' FSL & 389' FWL, Section 19, T.26 S, R.30 E

Bottom Hole Location: 330' FNL & 756' FWL, Section 18, T.26 S, R.30 E

Tar Heel 19-18 Federal #3H

Surface Hole Location: 540' FSL & 409' FWL, Section 19, T.26 S, R.30 E

Bottom Hole Location: 330' FNL & 1132' FWL, Section 18, T.26 S, R.30 E

Tar Heel 19-18 Federal #4H

Surface Hole Location: 540' FSL & 429' FWL, Section 19, T.26 S, R.30 E

Bottom Hole Location: 100' FNL & 660' FWL, Section 18, T.26 S, R.30 E

Tar Heel 19-18 Federal #5H

Surface Hole Location: 480' FSL & 469' FWL, Section 19, T.26 S, R.30 E

Bottom Hole Location: TBD

Tar Heel 19-18 Federal #6H

Surface Hole Location: 480' FSL & 489' FWL, Section 19, T.26 S, R.30 E

Bottom Hole Location: TBD

Tar Heel 19-18 Federal #7H

Surface Hole Location: 480' FSL & 509' FWL, Section 19, T.26 S, R.30 E

Bottom Hole Location: TBD

Tar Heel 19-18 Federal #8H

Surface Hole Location: 480' FSL & 529' FWL, Section 19, T.26 S, R.30 E

Bottom Hole Location: TBD

Tar Heel 19-18 Federal #9H
Surface Hole Location: 420' FSL & 369' FWL, Section 19, T.26 S, R.30 E
Bottom Hole Location: TBD

Tar Heel 19-18 Federal #10H
Surface Hole Location: 420' FSL & 389' FWL, Section 19, T.26 S, R.30 E
Bottom Hole Location: TBD

Tar Heel 19-18 Federal #11H
Surface Hole Location: 420' FSL & 409' FWL, Section 19, T.26 S, R.30 E
Bottom Hole Location: TBD

Tar Heel 19-18 Federal #12H
Surface Hole Location: 420' FSL & 429' FWL, Section 19, T.26 S, R.30 E
Bottom Hole Location: TBD

Tar Heel 19-18 Federal #13H
Surface Hole Location: 350' FSL & 469' FWL, Section 19, T.26 S, R.30 E
Bottom Hole Location: TBD

Tar Heel 19-18 Federal #14H
Surface Hole Location: 360' FSL & 489' FWL, Section 19, T.26 S, R.30 E
Bottom Hole Location: TBD

Tar Heel 19-18 Federal #15H
Surface Hole Location: 360' FSL & 509' FWL, Section 19, T.26 S, R.30 E
Bottom Hole Location: TBD

Tar Heel 19-18 Federal #16H
Surface Hole Location: 360' FSL & 529' FWL, Section 19, T.26 S, R.30 E
Bottom Hole Location: TBD

Well Pad 2

Tar Heel 19-18 Federal #17H
Surface Hole Location: 760' FSL & 1376' FWL, Section 19, T.26 S, R.30 E
Bottom Hole Location: 1650' FNL & 1508' FWL, Section 18, T.26 S, R.30 E

Tar Heel 19-18 Federal #18H
Surface Hole Location: 760' FSL & 1396' FWL, Section 19, T.26 S, R.30 E
Bottom Hole Location: 1650' FNL & 1884' FWL, Section 18, T.26 S, R.30 E

Tar Heel 19-18 Federal #19H
Surface Hole Location: 760' FSL & 1416' FWL, Section 19, T.26 S, R.30 E
Bottom Hole Location: 1650' FNL & 2260' FWL, Section 18, T.26 S, R.30 E

Tar Heel 19-18 Federal #20H
Surface Hole Location: 760' FSL & 1436' FWL, Section 19, T.26 S, R.30 E
Bottom Hole Location: 1420' FNL & 1980' FWL, Section 18, T.26 S, R.30 E

Tar Heel 19-18 Federal #21H
Surface Hole Location: 700' FSL & 1476' FWL, Section 19, T.26 S, R.30 E
Bottom Hole Location: TBD

Tar Heel 19-18 Federal #22H
Surface Hole Location: 700' FSL & 1496' FWL, Section 19, T.26 S, R.30 E
Bottom Hole Location: TBD

Tar Heel 19-18 Federal #23H
Surface Hole Location: 700' FSL & 1516' FWL, Section 19, T.26 S, R.30 E
Bottom Hole Location: TBD

Tar Heel 19-18 Federal #24H
Surface Hole Location: 700' FSL & 1536' FWL, Section 19, T.26 S, R.30 E
Bottom Hole Location: TBD

Tar Heel 19-18 Federal #25H
Surface Hole Location: 640' FSL & 1376' FWL, Section 19, T.26 S, R.30 E
Bottom Hole Location: TBD

Tar Heel 19-18 Federal #26H
Surface Hole Location: 640' FSL & 1396' FWL, Section 19, T.26 S, R.30 E
Bottom Hole Location: TBD

Tar Heel 19-18 Federal #27H
Surface Hole Location: 640' FSL & 1416' FWL, Section 19, T.26 S, R.30 E
Bottom Hole Location: TBD

Tar Heel 19-18 Federal #28H
Surface Hole Location: 640' FSL & 1436' FWL, Section 19, T.26 S, R.30 E
Bottom Hole Location: TBD

Tar Heel 19-18 Federal #29H
Surface Hole Location: 580' FSL & 1476' FWL, Section 19, T.26 S, R.30 E
Bottom Hole Location: TBD

Tar Heel 19-18 Federal #30H
Surface Hole Location: 580' FSL & 1496' FWL, Section 19, T.26 S, R.30 E
Bottom Hole Location: TBD

Tar Heel 19-18 Federal #31H

Surface Hole Location: 580' FSL & 1516' FWL, Section 19, T.26 S, R.30 E

Bottom Hole Location: TBD

Tar Heel 19-18 Federal #32H

Surface Hole Location: 580' FSL & 1536' FWL, Section 19, T.26 S, R.30 E

Bottom Hole Location: TBD

TABLE OF CONTENTS

Standard Conditions of Approval (COA) apply to this APD. If any deviations to these standards exist or special COAs are required, the section with the deviation or requirement will be checked below.

- General Provisions**
- Permit Expiration**
- Archaeology, Paleontology, and Historical Sites**
- Noxious Weeds**
- Special Requirements**
 - Watershed
 - Cave/Karst
 - Range
 - VRM
 - Wildlife
- Construction**
 - Notification
 - Topsoil
 - Closed Loop System
 - Federal Mineral Material Pits
 - Well Pads
 - Roads
- Road Section Diagram**
- Production (Post Drilling)**
 - Well Structures & Facilities
 - Pipelines
- Interim Reclamation**
- Final Abandonment & Reclamation**

I. GENERAL PROVISIONS

The approval of the Application For Permit To Drill (APD) is in compliance with all applicable laws and regulations: 43 Code of Federal Regulations 3160, the lease terms, Onshore Oil and Gas Orders, Notices To Lessees, New Mexico Oil Conservation Division (NMOCD) Rules, National Historical Preservation Act As Amended, and instructions and orders of the Authorized Officer. Any request for a variance shall be submitted to the Authorized Officer on Form 3160-5, Sundry Notices and Report on Wells.

II. PERMIT EXPIRATION

If the permit terminates prior to drilling and drilling cannot be commenced within 60 days after expiration, an operator is required to submit Form 3160-5, Sundry Notices and Reports on Wells, requesting surface reclamation requirements for any surface disturbance. However, if the operator will be able to initiate drilling within 60 days after the expiration of the permit, the operator must have set the conductor pipe in order to allow for an extension of 60 days beyond the expiration date of the APD. (Filing of a Sundry Notice is required for this 60 day extension.)

III. ARCHAEOLOGICAL, PALEONTOLOGY & HISTORICAL SITES

Any cultural resource (historic or prehistoric site or object) discovered by the holder, or any person working on the holder's behalf, on public or Federal land shall be immediately reported to the Authorized Officer. The holder shall suspend all operations in the immediate area of such discovery until written authorization to proceed is issued by the Authorized Officer. An evaluation of the discovery will be made by the Authorized Officer to determine appropriate actions to prevent the loss of significant cultural or scientific values. The holder will be responsible for the cost of evaluation and any decision as to the proper mitigation measures will be made by the Authorized Officer after consulting with the holder.

OR

If the entire project is covered under the Permian Basin Programmatic Agreement (cultural resources only):

The proponent has contributed funds commensurate to the undertaking into an account for offsite mitigation. Participation in the PA serves as mitigation for the effects of this project on cultural resources. If any human skeletal remains, funerary objects, sacred objects, or objects of cultural patrimony are discovered at any time during construction, all construction activities shall halt and the BLM will be notified as soon as possible within 24 hours. Work shall not resume until a Notice to Proceed is issued by the BLM. See information below discussing NAGPRA.

If the proposed project is split between a Class III inventory and a Permian Basin Programmatic Agreement contribution, the portion of the project covered under Class III inventory should default to the first paragraph stipulations.

The holder is hereby obligated to comply with procedures established in the Native American Graves Protection and Repatriation Act (NAGPRA) to protect such cultural items as human remains, associated funerary objects, sacred objects, and objects of cultural patrimony discovered inadvertently during the course of project implementation. In the event that any of the cultural items listed above are discovered during the course of project work, the proponent shall immediately halt the disturbance and contact the BLM within 24 hours for instructions. The proponent or initiator of any project shall be held responsible for protecting, evaluating, reporting, excavating, treating, and disposing of these cultural items according to the procedures established by the BLM in consultation with Indian Tribes."

Any paleontological resource (historic or prehistoric site or object) discovered by the holder, or any person working on the holder's behalf, on public or Federal land shall be immediately reported to the Authorized Officer. The holder shall suspend all operations in the immediate area of such discovery until written authorization to proceed is issued by the Authorized Officer. An evaluation of the discovery will be made by the Authorized Officer to determine appropriate actions to prevent the loss of significant cultural or scientific values. The holder will be responsible for the cost of evaluation and any decision as to the proper mitigation measures will be made by the Authorized Officer after consulting with the holder.

IV. NOXIOUS WEEDS

The operator shall be held responsible if noxious weeds become established within the areas of operations. Weed control shall be required on the disturbed land where noxious weeds exist, which includes the roads, pads, associated pipeline corridor, and adjacent land affected by the establishment of weeds due to this action. The operator shall consult with the Authorized Officer for acceptable weed control methods, which include following EPA and BLM requirements and policies.

V. SPECIAL REQUIREMENT(S)

Watershed:

The entire well pad(s) will be bermed to prevent oil, salt, and other chemical contaminants from leaving the well pad. The compacted berm shall be constructed at a minimum of 12 inches with impermeable mineral material (e.g. caliche). Topsoil shall not be used to construct the berm. No water flow from the uphill side(s) of the pad shall be allowed to enter the well pad. The integrity of the berm shall be maintained around the surfaced pad throughout the life of the well and around the downsized pad after interim reclamation has been completed. Any water erosion that may occur due to the construction of the well pad during the life of the well will be quickly corrected and proper measures will be taken to prevent future erosion. Stockpiling of topsoil is required. The top soil shall be stockpiled in an appropriate location to prevent loss of soil due to water or wind erosion and not used for berming or erosion control. If fluid collects within the bermed area, the fluid must be vacuumed into a safe container and disposed of properly at a state approved facility.

Tank battery locations will be lined and bermed. A 20 mil permanent liner will be installed with a 4 oz. felt backing to prevent tears or punctures. Tank battery berms must be large enough to contain 1 ½ times the content of the largest tank or 24 hour production, whichever is greater. Automatic shut off, check valves, or similar systems will be installed for tanks to minimize the effects of catastrophic line failures used in production or drilling.

When crossing ephemeral drainages the pipeline(s) will be buried to a minimum depth of 48 inches from the top of pipe to ground level. Erosion control methods such as gabions and/or rock aprons should be placed on both up and downstream sides of the pipeline crossing. In addition, curled (weed free) wood/straw fiber wattles/logs and/or silt fences should be placed on the downstream side for sediment control during construction and maintained until soils and vegetation have stabilized. Water bars should be placed within the ROW to divert and dissipate surface runoff. A pipeline access road is not permitted to cross these ephemeral drainages. Traffic should be diverted to a preexisting route. Additional seeding may be required in floodplains and drainages to restore energy dissipating vegetation.

Prior to pipeline installation/construction a leak detection plan will be developed. The method(s) could incorporate gauges to detect pressure drops, situating valves and lines so they can be visually inspected periodically or installing electronic sensors to alarm when a leak is present. The leak detection plan will incorporate an automatic shut off system that will be installed for proposed pipelines to minimize the effects of an undesirable event.

Temporary Fresh Water Frac Line(s): once the temporary use exceeds the timeline of 180 days and/or with a 90 day extension status; further analysis will be required if the applicant pursues to turn the temporary ROW into a permanent ROW.

Cave/Karst:

Construction Mitigation

In order to mitigate the impacts from construction activities on cave and karst resources, the following Conditions of Approval will apply to this APD or project:

General Construction:

- No blasting
- The BLM, Carlsbad Field Office, will be informed immediately if any subsurface drainage channels, cave passages, or voids are penetrated during construction, and no additional construction shall occur until clearance has been issued by the Authorized Officer.
- All linear surface disturbance activities will avoid sinkholes and other karst features to lessen the possibility of encountering near surface voids during construction, minimize changes to runoff, and prevent untimely leaks and spills from entering the karst drainage system.
- All spills or leaks will be reported to the BLM immediately for their immediate and proper treatment.

Pad Construction:

- The pad will be constructed and leveled by adding the necessary fill and caliche – no blasting.
- The entire perimeter of the well pad will be bermed to prevent oil, salt, and other chemical contaminants from leaving the well pad.
- The compacted berm shall be constructed at a minimum of 12 inches high with impermeable mineral material (e.g., caliche).
- No water flow from the uphill side(s) of the pad shall be allowed to enter the well pad.
- The topsoil stockpile shall be located outside the bermed well pad.
- Topsoil, either from the well pad or surrounding area, shall not be used to construct the berm.
- No storm drains, tubing or openings shall be placed in the berm.
- If fluid collects within the bermed area, the fluid must be vacuumed into a safe container and disposed of properly at a state approved facility.
- The integrity of the berm shall be maintained around the surfaced pad throughout the life of the well and around the downsized pad after interim reclamation has been completed.
- Any access road entering the well pad shall be constructed so that the integrity of the berm height surrounding the well pad is not compromised (i.e. an access road crossing the berm cannot be lower than the berm height).
- Following a rain event, all fluids will be vacuumed off of the pad and hauled off-site and disposed at a proper disposal facility.

Road Construction:

- Turnout ditches and drainage leadoffs will not be constructed in such a manner as to alter the natural flow of water into or out of cave or karst features.
- Special restoration stipulations or realignment may be required if subsurface features are discovered during construction.

Buried Pipeline/Cable Construction:

- Rerouting of the buried line(s) may be required if a subsurface void is encountered during construction to minimize the potential subsidence/collapse of the feature(s) as well as the possibility of leaks/spills entering the karst drainage system.

Surface Flowlines Installation:

- Flowlines will be routed around sinkholes and other karst features to minimize the possibility of leaks/spills from entering the karst drainage system.

Drilling Mitigation

Federal regulations and standard Conditions of Approval applied to all APDs require that adequate measures are taken to prevent contamination to the environment. Due to the extreme sensitivity of the cave and karst resources in this project area, the following additional Conditions of Approval will be added to this APD.

To prevent cave and karst resource contamination the following will be required:

- Closed loop system using steel tanks - all fluids and cuttings will be hauled off-site and disposed of properly at an authorized site
- Rotary drilling with fresh water where cave or karst features are expected to prevent contamination of freshwater aquifers.
- Directional drilling is only allowed at depths greater than 100 feet below the cave occurrence zone to prevent additional impacts resulting from directional drilling.
- Lost circulation zones will be logged and reported in the drilling report so BLM can assess the situation and work with the operator on corrective actions.
- Additional drilling, casing, and cementing procedures to protect cave zones and fresh water aquifers. See drilling COAs.

Production Mitigation

In order to mitigate the impacts from production activities and due to the nature of karst terrane, the following Conditions of Approval will apply to this APD:

- Tank battery locations and facilities will be bermed and lined with a 20 mil thick permanent liner that has a 4 oz. felt backing, or equivalent, to prevent tears or punctures. Tank battery berms must be large enough to contain 1 ½ times the content of the largest tank.
- Development and implementation of a leak detection system to provide an early alert to operators when a leak has occurred.

- Automatic shut off, check valves, or similar systems will be installed for pipelines and tanks to minimize the effects of catastrophic line failures used in production or drilling.

Residual and Cumulative Mitigation

The operator will perform annual pressure monitoring on all casing annuli and reported in a sundry notice. If the test results indicated a casing failure has occurred, remedial action will be taken to correct the problem to the BLM's approval.

Plugging and Abandonment Mitigation

Upon well abandonment in high cave karst areas additional plugging conditions of approval may be required. The BLM will assess the situation and work with the operator to ensure proper plugging of the wellbore.

Range:

Cattleguards

Where a permanent cattlegaurd is approved, an appropriately sized cattleguard(s) sufficient to carry out the project shall be installed and maintained at fence crossing(s). Any existing cattleguard(s) on the access road shall be repaired or replaced if they are damaged or have deteriorated beyond practical use. The operator shall be responsible for the condition of the existing cattleguard(s) that are in place and are utilized during lease operations. A gate shall be constructed on one side of the cattleguard and fastened securely to H-braces.

Fence Requirement

Where entry granted across a fence line, the fence must be braced and tied off on both sides of the passageway PRIOR to cutting. Once the work is completed, the fence will be restored to its prior condition, or better. The operator shall notify the private surface landowner or the grazing allotment holder PRIOR to crossing any fence(s).

VRM IV:

- Above-ground structures including meter housing that are not subject to safety requirements are painted a flat non-reflective paint color, Shale Green from the BLM Standard Environmental Color Chart (CC-001: June 2013).

Wildlife:

Texas Hornshell Mussel:

Oil and Gas and Associated Infrastructure Mitigation Measures for Zone D – CCA Boundary Requirements:

- Provide CEHMM with the permit, lease grant, or other authorization form BLM, if applicable.
- Provide CEHMM with plats or other electronic media describing the new surface disturbance for the project.

Desert Heronries proposed ACEC:

- No surface disturbance within up to 200 meters of a heronry.

VI. CONSTRUCTION

A. NOTIFICATION

The BLM shall administer compliance and monitor construction of the access road and well pad. Notify the Carlsbad Field Office at (575) 234-5909 at least 3 working days prior to commencing construction of the access road and/or well pad.

When construction operations are being conducted on this well, the operator shall have the approved APD and Conditions of Approval (COA) on the well site and they shall be made available upon request by the Authorized Officer.

B. TOPSOIL

The operator shall strip the top portion of the soil (root zone) from the entire well pad area and stockpile the topsoil along the edge of the well pad as depicted in the APD. The root zone is typically six (6) inches in depth. All the stockpiled topsoil will be redistributed over the interim reclamation areas. Topsoil shall not be used for berming the pad or facilities. For final reclamation, the topsoil shall be spread over the entire pad area for seeding preparation.

Other subsoil (below six inches) stockpiles must be completely segregated from the topsoil stockpile. Large rocks or subsoil clods (not evident in the surrounding terrain) must be buried within the approved area for interim and final reclamation.

C. CLOSED LOOP SYSTEM

Tanks are required for drilling operations: No Pits.

The operator shall properly dispose of drilling contents at an authorized disposal site.

D. FEDERAL MINERAL MATERIALS PIT

Payment shall be made to the BLM prior to removal of any federal mineral materials. Call the Carlsbad Field Office at (575) 234-5972.

E. WELL PAD SURFACING

Surfacing of the well pad is not required.

If the operator elects to surface the well pad, the surfacing material may be required to be removed at the time of reclamation. The well pad shall be constructed in a manner which

creates the smallest possible surface disturbance, consistent with safety and operational needs.

F. EXCLOSURE FENCING (CELLARS & PITS)

Exclosure Fencing

The operator will install and maintain exclosure fencing for all open well cellars to prevent access to public, livestock, and large forms of wildlife before and after drilling operations until the pit is free of fluids and the operator initiates backfilling. (For examples of exclosure fencing design, refer to BLM's Oil and Gas Gold Book, Exclosure Fence Illustrations, Figure 1, Page 18.)

G. ON LEASE ACCESS ROADS

Road Width

The access road shall have a driving surface that creates the smallest possible surface disturbance and does not exceed fourteen (14) feet in width. The maximum width of surface disturbance, when constructing the access road, shall not exceed twenty-five (25) feet.

Surfacing

Surfacing material is not required on the new access road driving surface. If the operator elects to surface the new access road or pad, the surfacing material may be required to be removed at the time of reclamation.

Where possible, no improvements should be made on the unsurfaced access road other than to remove vegetation as necessary, road irregularities, safety issues, or to fill low areas that may sustain standing water.

The Authorized Officer reserves the right to require surfacing of any portion of the access road at any time deemed necessary. Surfacing may be required in the event the road deteriorates, erodes, road traffic increases, or it is determined to be beneficial for future field development. The surfacing depth and type of material will be determined at the time of notification.

Crowning

Crowning shall be done on the access road driving surface. The road crown shall have a grade of approximately 2% (i.e., a 1" crown on a 14' wide road). The road shall conform to Figure 1; cross section and plans for typical road construction.

Ditching

Ditching shall be required on both sides of the road.

Turnouts

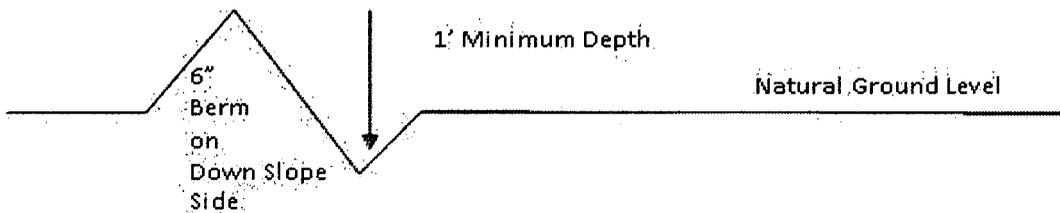
Vehicle turnouts shall be constructed on the road. Turnouts shall be intervisible with interval spacing distance less than 1000 feet. Turnouts shall conform to Figure 1; cross section and plans for typical road construction.

Drainage

Drainage control systems shall be constructed on the entire length of road (e.g. ditches, sidehill out sloping and insloping, lead-off ditches, culvert installation, and low water crossings).

A typical lead-off ditch has a minimum depth of 1 foot below and a berm of 6 inches above natural ground level. The berm shall be on the down-slope side of the lead-off ditch.

Cross Section of a Typical Lead-off Ditch



All lead-off ditches shall be graded to drain water with a 1 percent minimum to 3 percent maximum ditch slope. The spacing interval are variable for lead-off ditches and shall be determined according to the formula for spacing intervals of lead-off ditches, but may be amended depending upon existing soil types and centerline road slope (in %);

Formula for Spacing Interval of Lead-off Ditches

Example - On a 4% road slope that is 400 feet long, the water flow shall drain water into a lead-off ditch. Spacing interval shall be determined by the following formula:

$$400 \text{ foot road with } 4\% \text{ road slope: } \frac{400'}{4\%} + 100' = 200' \text{ lead-off ditch interval}$$

Cattle guards

An appropriately sized cattle guard sufficient to carry out the project shall be installed and maintained at fence/road crossings. Any existing cattle guards on the access road route shall be repaired or replaced if they are damaged or have deteriorated beyond practical use. The operator shall be responsible for the condition of the existing cattle guards that are in place and are utilized during lease operations.

Fence Requirement

Where entry is granted across a fence line, the fence shall be braced and tied off on both sides of the passageway prior to cutting. The operator shall notify the private surface landowner or the grazing allotment holder prior to crossing any fences.

Public Access

Public access on this road shall not be restricted by the operator without specific written approval granted by the Authorized Officer.

Construction Steps

1. Salvage topsoil
2. Construct road

3. Redistribute topsoil
4. Revegetate slopes

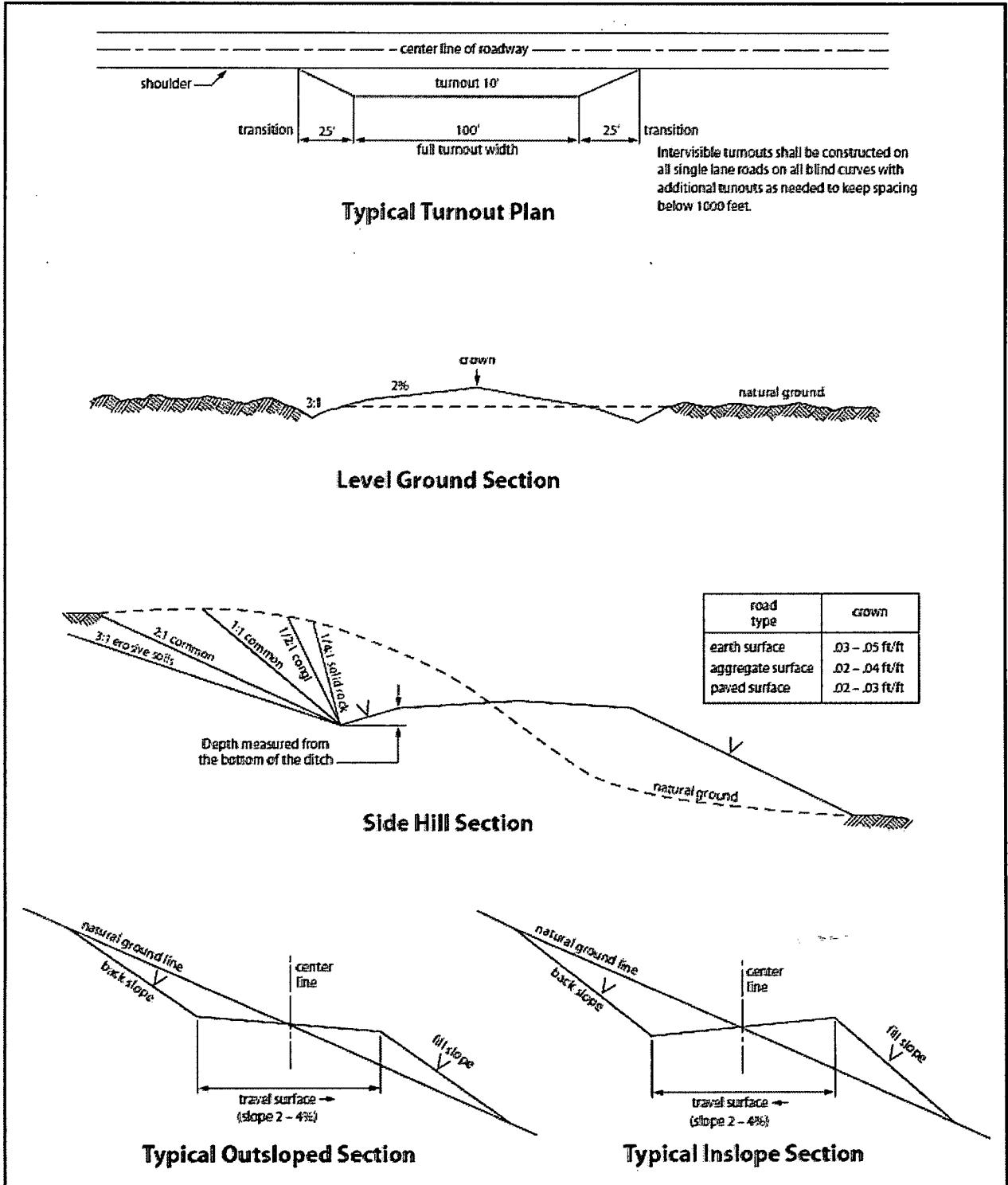


Figure 1. Cross-sections and plans for typical road sections representative of BLM resource or FS local and higher-class roads.

VII. PRODUCTION (POST DRILLING)

A. WELL STRUCTURES & FACILITIES

Placement of Production Facilities

Production facilities should be placed on the well pad to allow for maximum interim recontouring and revegetation of the well location.

Exclosure Netting (Open-top Tanks)

Immediately following active drilling or completion operations, the operator will take actions necessary to prevent wildlife and livestock access, including avian wildlife, to all open-topped tanks that contain or have the potential to contain salinity sufficient to cause harm to wildlife or livestock, hydrocarbons, or Resource Conservation and Recovery Act of 1976-exempt hazardous substances. At a minimum, the operator will net, screen, or cover open-topped tanks to exclude wildlife and livestock and prevent mortality. If the operator uses netting, the operator will cover and secure the open portion of the tank to prevent wildlife entry. The operator will net, screen, or cover the tanks until the operator removes the tanks from the location or the tanks no longer contain substances that could be harmful to wildlife or livestock. Use a maximum netting mesh size of 1 ½ inches. The netting must not be in contact with fluids and must not have holes or gaps.

Chemical and Fuel Secondary Containment and Exclosure Screening

The operator will prevent all hazardous, poisonous, flammable, and toxic substances from coming into contact with soil and water. At a minimum, the operator will install and maintain an impervious secondary containment system for any tank or barrel containing hazardous, poisonous, flammable, or toxic substances sufficient to contain the contents of the tank or barrel and any drips, leaks, and anticipated precipitation. The operator will dispose of fluids within the containment system that do not meet applicable state or U. S. Environmental Protection Agency livestock water standards in accordance with state law; the operator must not drain the fluids to the soil or ground. The operator will design, construct, and maintain all secondary containment systems to prevent wildlife and livestock exposure to harmful substances. At a minimum, the operator will install effective wildlife and livestock exclosure systems such as fencing, netting, expanded metal mesh, lids, and grate covers. Use a maximum netting mesh size of 1 ½ inches.

Open-Vent Exhaust Stack Exclosures

The operator will construct, modify, equip, and maintain all open-vent exhaust stacks on production equipment to prevent birds and bats from entering, and to discourage perching, roosting, and nesting. (*Recommended exclosure structures on open-vent exhaust stacks are in the shape of a cone.*) Production equipment includes, but may not be limited to, tanks, heater-treaters, separators, dehydrators, flare stacks, in-line units, and compressor mufflers.

Containment Structures

Proposed production facilities such as storage tanks and other vessels will have a secondary containment structure that is constructed to hold the capacity of 1.5 times the largest tank, plus freeboard to account for precipitation, unless more stringent protective requirements are deemed necessary.

Painting Requirement

All above-ground structures including meter housing that are not subject to safety requirements shall be painted a flat non-reflective paint color, **Shale Green** from the BLM Standard Environmental Color Chart (CC-001: June 2008).

B. PIPELINES

- The BLM, Carlsbad Field Office, will be informed immediately if any subsurface drainage channels, passages, or voids are intersected by trenching, and no pipe will be laid in the trench at that point until clearance has been issued by the Authorized Officer.
- If a void is encountered alignments may be rerouted to avoid the karst feature and lessen; the potential of subsidence or collapse of karst features, buildup of toxic or combustible gas, or other possible impacts to cave and karst resources from the buried pipeline.
- Special restoration stipulations or realignment may be required at such intersections, if any.
- A leak detection plan **will be submitted to the BLM Carlsbad Field Office for approval** prior to pipeline installation. The method could incorporate gauges to detect pressure drops, situating values and lines so they can be visually inspected periodically or installing electronic sensors to alarm when a leak is present. The leak detection plan will incorporate an automatic shut off system that will be installed for proposed pipelines to minimize the effects of an undesirable event.
- Regular monitoring is required to quickly identify leaks for their immediate and proper treatment.
- All spills or leaks will be reported to the BLM immediately for their immediate and proper treatment.

BURIED PIPELINE STIPULATIONS

A copy of the application (Grant, APD, or Sundry Notice) and attachments, including conditions of approval, survey plat and/or map, will be on location during construction. BLM personnel may request to you a copy of your permit during construction to ensure compliance with all stipulations.

Holder agrees to comply with the following stipulations to the satisfaction of the Authorized Officer:

1. The Holder shall indemnify the United States against any liability for damage to life or property arising from the occupancy or use of public lands under this grant.
2. The Holder shall comply with all applicable Federal laws and regulations existing or hereafter enacted or promulgated. In any event, the holder shall comply with the Toxic Substances Control Act of 1976 as amended, 15 USC 2601 et seq. (1982) with regards to any toxic substances that are used, generated by or stored on the right-of-way or on facilities authorized under this right-of-way grant. (See 40 CFR Part 702-799 and especially, provisions on polychlorinated biphenyls, 40 CFR 761.1-761.193.) Additionally, any release of toxic substances (leaks, spills, etc.) in excess of the reportable quantity established by 40 CFR Part 117 shall be reported as required by the Comprehensive Environmental Response, Compensation, and Liability Act, section 102b. A copy of any report required or requested by any Federal agency or State government as a result of a reportable release or spill of any toxic substances shall be furnished to the authorized officer concurrent with the filing of the reports to the involved Federal agency or State government.
3. The holder agrees to indemnify the United States against any liability arising from the release of any hazardous substance or hazardous waste (as these terms are defined in the Comprehensive Environmental Response, Compensation and Liability Act of 1980, 42 U.S.C. 9601, et seq. or the Resource Conservation and Recovery Act, 42 U.S.C.6901, et seq.) on the Right-of-Way (unless the release or threatened release is wholly unrelated to the Right-of-Way holder's activity on the Right-of-Way), or resulting from the activity of the Right-of-Way holder on the Right-of-Way. This agreement applies without regard to whether a release is caused by the holder, its agent, or unrelated third parties.
4. If, during any phase of the construction, operation, maintenance, or termination of the pipeline, any oil or other pollutant should be discharged from the pipeline system, impacting Federal lands, the control and total removal, disposal, and cleaning up of such oil or other pollutant, wherever found, shall be the responsibility of holder, regardless of fault. Upon failure of holder to control, dispose of, or clean up such discharge on or affecting Federal lands, or to repair all damages resulting therefrom, on the Federal lands, the Authorized Officer may take such measures as he deems necessary to control and clean up the discharge and restore the area, including where appropriate, the aquatic environment and fish and wildlife habitats, at the full expense of the holder. Such action by the Authorized Officer shall not relieve holder of any responsibility as provided herein.

5. All construction and maintenance activity will be confined to the authorized right-of-way.

6. The pipeline will be buried with a minimum cover of 36 inches between the top of the pipe and ground level.

7. The maximum allowable disturbance for construction in this right-of-way will be 30 feet:

- Blading of vegetation within the right-of-way will be allowed: maximum width of blading operations will not exceed 20 feet. The trench is included in this area. (*Blading is defined as the complete removal of brush and ground vegetation.*)
- Clearing of brush species within the right-of-way will be allowed: maximum width of clearing operations will not exceed 30 feet. The trench and bladed area are included in this area. (*Clearing is defined as the removal of brush while leaving ground vegetation (grasses, weeds, etc.) intact. Clearing is best accomplished by holding the blade 4 to 6 inches above the ground surface.*)
- The remaining area of the right-of-way (if any) shall only be disturbed by compressing the vegetation. (*Compressing can be caused by vehicle tires, placement of equipment, etc.*)

8. The holder shall stockpile an adequate amount of topsoil where blading is allowed. The topsoil to be stripped is approximately 6 inches in depth. The topsoil will be segregated from other spoil piles from trench construction. The topsoil will be evenly distributed over the bladed area for the preparation of seeding.

9. The holder shall minimize disturbance to existing fences and other improvements on public lands. The holder is required to promptly repair improvements to at least their former state. Functional use of these improvements will be maintained at all times. The holder will contact the owner of any improvements prior to disturbing them. When necessary to pass through a fence line, the fence shall be braced on both sides of the passageway prior to cutting of the fence. No permanent gates will be allowed unless approved by the Authorized Officer.

10. Vegetation, soil, and rocks left as a result of construction or maintenance activity will be randomly scattered on this right-of-way and will not be left in rows, piles, or berms, unless otherwise approved by the Authorized Officer. The entire right-of-way shall be recontoured to match the surrounding landscape. The backfilled soil shall be compacted and a 6 inch berm will be left over the ditch line to allow for settling back to grade.

11. In those areas where erosion control structures are required to stabilize soil conditions, the holder will install such structures as are suitable for the specific soil conditions being encountered and which are in accordance with sound resource management practices.

12. The holder will reseed all disturbed areas. Seeding will be done according to the attached seeding requirements, using the following seed mix.

- | | |
|--|--|
| <input type="checkbox"/> seed mixture 1 | <input checked="" type="checkbox"/> seed mixture 3 |
| <input checked="" type="checkbox"/> seed mixture 2 | <input type="checkbox"/> seed mixture 4 |
| <input type="checkbox"/> seed mixture 2/LPC | <input type="checkbox"/> Aplomado Falcon Mixture |

13. All above-ground structures not subject to safety requirements shall be painted by the holder to blend with the natural color of the landscape. The paint used shall be color which simulates "Standard Environmental Colors" – Shale Green, Munsell Soil Color No. 5Y 4/2.

14. The pipeline will be identified by signs at the point of origin and completion of the right-of-way and at all road crossings. At a minimum, signs will state the holder's name, BLM serial number, and the product being transported. All signs and information thereon will be posted in a permanent, conspicuous manner, and will be maintained in a legible condition for the life of the pipeline.

15. The holder shall not use the pipeline route as a road for purposes other than routine maintenance as determined necessary by the Authorized Officer in consultation with the holder before maintenance begins. The holder will take whatever steps are necessary to ensure that the pipeline route is not used as a roadway. As determined necessary during the life of the pipeline, the Authorized Officer may ask the holder to construct temporary deterrence structures.

16. Any cultural resource (historic or prehistoric site or object) discovered by the holder, or any person working on the holder's behalf, on public or Federal land shall be immediately reported to the Authorized Officer. The holder shall suspend all operations in the immediate area of such discovery until written authorization to proceed is issued by the Authorized Officer. An evaluation of the discovery will be made by the Authorized Officer to determine appropriate actions to prevent the loss of significant cultural or scientific values. The holder will be responsible for the cost of evaluation and any decision as to the proper mitigation measures will be made by the Authorized Officer after consulting with the holder.

OR

If the entire project is covered under the Permian Basin Programmatic Agreement (cultural resources only):

The proponent has contributed funds commensurate to the undertaking into an account for offsite mitigation. Participation in the PA serves as mitigation for the effects of this project on cultural resources. If any human skeletal remains, funerary objects, sacred objects, or objects of cultural patrimony are discovered at any time during construction, all construction activities shall halt and the BLM will be notified as soon as possible

within 24 hours. Work shall not resume until a Notice to Proceed is issued by the BLM. See Stipulation 17 for more information.

If the proposed project is split between a Class III inventory and a Permian Basin Programmatic Agreement contribution, the portion of the project covered under Class III inventory should default to the first paragraph stipulations.

17. The holder is hereby obligated to comply with procedures established in the Native American Graves Protection and Repatriation Act (NAGPRA) to protect such cultural items as human remains, associated funerary objects, sacred objects, and objects of cultural patrimony discovered inadvertently during the course of project implementation. In the event that any of the cultural items listed above are discovered during the course of project work, the proponent shall immediately halt the disturbance and contact the BLM within 24 hours for instructions. The proponent or initiator of any project shall be held responsible for protecting, evaluating, reporting, excavating, treating, and disposing of these cultural items according to the procedures established by the BLM in consultation with Indian Tribes."

18. Any paleontological resource (historic or prehistoric site or object) discovered by the holder, or any person working on the holder's behalf, on public or Federal land shall be immediately reported to the Authorized Officer. The holder shall suspend all operations in the immediate area of such discovery until written authorization to proceed is issued by the Authorized Officer. An evaluation of the discovery will be made by the Authorized Officer to determine appropriate actions to prevent the loss of significant cultural or scientific values. The holder will be responsible for the cost of evaluation and any decision as to the proper mitigation measures will be made by the Authorized Officer after consulting with the holder.

19. The operator shall be held responsible if noxious weeds become established within the areas of operations. Weed control shall be required on the disturbed land where noxious weeds exist, which includes associated roads, pipeline corridor and adjacent land affected by the establishment of weeds due to this action. The operator shall consult with the Authorized Officer for acceptable weed control methods, which include following EPA and BLM requirements and policies.

20. Escape Ramps - The operator will construct and maintain pipeline/utility trenches [that are not otherwise fenced, screened, or netted] to prevent livestock, wildlife, and humans from becoming entrapped. At a minimum, the operator will construct and maintain escape ramps, ladders, or other methods of avian and terrestrial wildlife escape in the trenches according to the following criteria:

- a. Any trench left open for eight (8) hours or less is not required to have escape ramps; however, before the trench is backfilled, the contractor/operator shall inspect the trench for wildlife, remove all trapped wildlife, and release them at least 100 yards from the trench.

- b. For trenches left open for eight (8) hours or more, earthen escape ramps (built at no more than a 30 degree slope and spaced no more than 500 feet apart) shall be placed in the trench.

STANDARD STIPULATIONS FOR SURFACE INSTALLED PIPELINES

A copy of the Grant and attachments, including stipulations, survey plat(s) and/or map(s), shall be on location during construction. BLM personnel may request to review a copy of your permit during construction to ensure compliance with all stipulations.

Holder agrees to comply with the following stipulations to the satisfaction of the Authorized Officer:

1. Holder shall indemnify the United States against any liability for damage to life or property arising from the occupancy or use of public lands under this grant.
2. Holder shall comply with all applicable Federal laws and regulations existing or hereafter enacted or promulgated. In any event, Holder shall comply with the Toxic Substances Control Act of 1976 as amended, 15 USC § 2601 *et seq.* (1982) with regard to any toxic substances that are used, generated by or stored on the right-of-way or on facilities authorized under this right-of-way grant (*see* 40 CFR, Part 702-799 and in particular, provisions on polychlorinated biphenyls, 40 CFR 761.1-761.193). Additionally, any release of toxic substances (leaks, spills, etc.) in excess of the reportable quantity established by 40 CFR, Part 117 shall be reported as required by the Comprehensive Environmental Response, Compensation, and Liability Act, section 102b. A copy of any report required or requested by any Federal agency or State government as a result of a reportable release or spill of any toxic substances shall be furnished to the Authorized Officer concurrent with the filing of the reports to the involved Federal agency or State government.
3. Holder agrees to indemnify the United States against any liability arising from the release of any hazardous substance or hazardous waste (as these terms are defined in the Comprehensive Environmental Response, Compensation and Liability Act of 1980, 42 U.S.C. § 9601, *et seq.* or the Resource Conservation and Recovery Act, 42 U.S.C. 6901, *et seq.*) on the Right-of-Way (unless the release or threatened release is wholly unrelated to activity of the Right-of-Way Holder's activity on the Right-of-Way), or resulting from the activity of the Right-of-Way Holder on the Right-of-Way. This provision applies without regard to whether a release is caused by Holder, its agent, or unrelated third parties.
4. Holder shall be liable for damage or injury to the United States to the extent provided by 43 CFR Sec. 2883.1-4. Holder shall be held to a standard of strict liability for damage or injury to the United States resulting from pipe rupture, fire, or spills caused or substantially aggravated by any of the following within the right-of-way or permit area:

- a. Activities of Holder including, but not limited to: construction, operation,

maintenance, and termination of the facility;

b. Activities of other parties including, but not limited to:

- (1) Land clearing
- (2) Earth-disturbing and earth-moving work
- (3) Blasting
- (4) Vandalism and sabotage;

c. Acts of God.

The maximum limitation for such strict liability damages shall not exceed one million dollars (\$1,000,000) for any one event, and any liability in excess of such amount shall be determined by the ordinary rules of negligence of the jurisdiction in which the damage or injury occurred.

This section shall not impose strict liability for damage or injury resulting primarily from an act of war or from the negligent acts or omissions of the United States.

5. If, during any phase of the construction, operation, maintenance, or termination of the pipeline, any oil, salt water, or other pollutant should be discharged from the pipeline system, impacting Federal lands, the control and total removal, disposal, and cleaning up of such oil, salt water, or other pollutant, wherever found, shall be the responsibility of Holder, regardless of fault. Upon failure of Holder to control, dispose of, or clean up such discharge on or affecting Federal lands, or to repair all damages resulting therefrom, on the Federal lands, the Authorized Officer may take such measures as he/she deems necessary to control and clean up the discharge and restore the area, including, where appropriate, the aquatic environment and fish and wildlife habitats, at the full expense of Holder. Such action by the Authorized Officer shall not relieve Holder of any responsibility as provided herein.

6. All construction and maintenance activity shall be confined to the authorized right-of-way width of 30 feet. If the pipeline route follows an existing road or buried pipeline right-of-way, the surface pipeline shall be installed no farther than 10 feet from the edge of the road or buried pipeline right-of-way. If existing surface pipelines prevent this distance, the proposed surface pipeline shall be installed immediately adjacent to the outer surface pipeline. All construction and maintenance activity shall be confined to existing roads or right-of-ways.

7. No blading or clearing of any vegetation shall be allowed unless approved in writing by the Authorized Officer.

8. Holder shall install the pipeline on the surface in such a manner that will minimize suspension of the pipeline across low areas in the terrain. In hummocky or dune areas, the pipeline shall be "snaked" around hummocks and dunes rather than suspended across these features.

9. The pipeline shall be buried with a minimum of 6 inches under all roads,

"two-tracks," and trails. Burial of the pipe will continue for 20 feet on each side of each crossing. The condition of the road, upon completion of construction, shall be returned to at least its former state with no bumps or dips remaining in the road surface.

10. The holder shall minimize disturbance to existing fences and other improvements on public lands. The holder is required to promptly repair improvements to at least their former state. Functional use of these improvements will be maintained at all times. The holder will contact the owner of any improvements prior to disturbing them. When necessary to pass through a fence line, the fence shall be braced on both sides of the passageway prior to cutting of the fence. No permanent gates will be allowed unless approved by the Authorized Officer.

11. In those areas where erosion control structures are required to stabilize soil conditions, the holder will install such structures as are suitable for the specific soil conditions being encountered and which are in accordance with sound resource management practices.

12. Excluding the pipe, all above-ground structures not subject to safety requirement shall be painted by the holder to blend with the natural color of the landscape. The paint used shall be a color which simulates "Standard Environmental Colors" – **Shale Green**, Munsell Soil Color No. 5Y 4/2; designated by the Rocky Mountain Five State Interagency Committee.

13. The pipeline will be identified by signs at the point of origin and completion of the right-of-way and at all road crossings. At a minimum, signs will state the holder's name, BLM serial number, and the product being transported. Signs will be maintained in a legible condition for the life of the pipeline.

14. The holder shall not use the pipeline route as a road for purposes other than routine maintenance as determined necessary by the Authorized Officer in consultation with the holder. The holder will take whatever steps are necessary to ensure that the pipeline route is not used as a roadway.

15. Any cultural resource (historic or prehistoric site or object) discovered by the holder, or any person working on the holder's behalf, on public or Federal land shall be immediately reported to the Authorized Officer. The holder shall suspend all operations in the immediate area of such discovery until written authorization to proceed is issued by the Authorized Officer. An evaluation of the discovery will be made by the Authorized Officer to determine appropriate actions to prevent the loss of significant cultural or scientific values. The holder will be responsible for the cost of evaluation and any decision as to the proper mitigation measures will be made by the Authorized Officer after consulting with the holder.

OR

If the entire project is covered under the Permian Basin Programmatic Agreement (cultural resources only):

The proponent has contributed funds commensurate to the undertaking into an account for offsite mitigation. Participation in the PA serves as mitigation for the effects of this project on cultural resources. If any human skeletal remains, funerary objects, sacred objects, or objects of cultural patrimony are discovered at any time during construction, all construction activities shall halt and the BLM will be notified as soon as possible within 24 hours. Work shall not resume until a Notice to Proceed is issued by the BLM. See Stipulation 16 for more information.

If the proposed project is split between a Class III inventory and a Permian Basin Programmatic Agreement contribution, the portion of the project covered under Class III inventory should default to the first paragraph stipulations.

16. The holder is hereby obligated to comply with procedures established in the Native American Graves Protection and Repatriation Act (NAGPRA) to protect such cultural items as human remains, associated funerary objects, sacred objects, and objects of cultural patrimony discovered inadvertently during the course of project implementation. In the event that any of the cultural items listed above are discovered during the course of project work, the proponent shall immediately halt the disturbance and contact the BLM within 24 hours for instructions. The proponent or initiator of any project shall be held responsible for protecting, evaluating, reporting, excavating, treating, and disposing of these cultural items according to the procedures established by the BLM in consultation with Indian Tribes."

17. Any paleontological resource (historic or prehistoric site or object) discovered by the holder, or any person working on the holder's behalf, on public or Federal land shall be immediately reported to the Authorized Officer. The holder shall suspend all operations in the immediate area of such discovery until written authorization to proceed is issued by the Authorized Officer. An evaluation of the discovery will be made by the Authorized Officer to determine appropriate actions to prevent the loss of significant cultural or scientific values. The holder will be responsible for the cost of evaluation and any decision as to the proper mitigation measures will be made by the Authorized Officer after consulting with the holder.

18. The operator shall be held responsible if noxious weeds become established within the areas of operations. Weed control shall be required on the disturbed land where noxious weeds exist, which includes the roads, powerline corridor, and adjacent land affected by the establishment of weeds due to this action. The operator shall consult with the Authorized Officer for acceptable weed control methods, which include following EPA and BLM requirements and policies.

19. Surface pipelines shall be less than or equal to 4 inches and a working pressure below 125 psi.

Temporary Freshwater Pipelines (Drilling and Fracturing Operations)
CONDITIONS OF APPROVAL

Maintain a copy of your temporary permit and your approved route diagram on location. BLM personnel may request to see a copy of your permit during construction to ensure compliance with all conditions of approval.

Holder agrees to comply with the following conditions of approval to the satisfaction of the Authorized Officer:

1. The Holder shall indemnify the United States against any liability for damage to life or property arising from the occupancy or use of public lands under this permit.

2. Standard Conditions of Approval:

- Pipelines must be removed within 30-45 days from this route unless granted in writing by the authorized officer.
- Pipelines will be placed not farther than 5 to 10 feet off the edge of existing oil and gas maintained roads or other maintained roads.
- Areas impacted (disturbed greater than vegetation compaction) by your project will require full reclamation.
- Pipelines will be empty before disassembly. Flow water back to the designated holding area.
- Do not restrict traffic on existing roads. Place ramps where needed on existing access roads.
- All pumps and other equipment must be placed on existing surfaced areas (pads, roads, etc.).

3. Any cultural resource (historic or prehistoric site or object) discovered by the holder, or any person working on the holder's behalf, on public or Federal land shall be immediately reported to the Authorized Officer. The holder shall suspend all operations in the immediate area of such discovery until written authorization to proceed is issued by the Authorized Officer. An evaluation of the discovery will be made by the Authorized Officer to determine appropriate actions to prevent the loss of significant cultural or scientific values. The holder will be responsible for the cost of evaluation and any decision as to the proper mitigation measures will be made by the Authorized Officer after consulting with the holder.

OR

If the entire project is covered under the Permian Basin Programmatic Agreement (cultural resources only):

The proponent has contributed funds commensurate to the undertaking into an account for offsite mitigation. Participation in the PA serves as mitigation for the effects of this project on cultural resources. If any human skeletal remains, funerary objects, sacred

objects, or objects of cultural patrimony are discovered at any time during construction, all construction activities shall halt and the BLM will be notified as soon as possible within 24 hours. Work shall not resume until a Notice to Proceed is issued by the BLM. See Stipulation 4 for more information.

If the proposed project is split between a Class III inventory and a Permian Basin Programmatic Agreement contribution, the portion of the project covered under Class III inventory should default to the first paragraph stipulations.

4. The holder is hereby obligated to comply with procedures established in the Native American Graves Protection and Repatriation Act (NAGPRA) to protect such cultural items as human remains, associated funerary objects, sacred objects, and objects of cultural patrimony discovered inadvertently during the course of project implementation. In the event that any of the cultural items listed above are discovered during the course of project work, the proponent shall immediately halt the disturbance and contact the BLM within 24 hours for instructions. The proponent or initiator of any project shall be held responsible for protecting, evaluating, reporting, excavating, treating, and disposing of these cultural items according to the procedures established by the BLM in consultation with Indian Tribes."

5. Any paleontological resource (historic or prehistoric site or object) discovered by the holder, or any person working on the holder's behalf, on public or Federal land shall be immediately reported to the Authorized Officer. The holder shall suspend all operations in the immediate area of such discovery until written authorization to proceed is issued by the Authorized Officer. An evaluation of the discovery will be made by the Authorized Officer to determine appropriate actions to prevent the loss of significant cultural or scientific values. The holder will be responsible for the cost of evaluation and any decision as to the proper mitigation measures will be made by the Authorized Officer after consulting with the holder.

Temporary Produced Water CONDITIONS OF APPROVAL
(Pipelines from Pond to Wells)

Pipelines must follow within 10 feet of existing oil and gas roads. The applicant must get like approval from the state. The applicant is responsible for cleanup of any spills. The primary objective is to not allow produced water to reach the ground.

Maintain a copy of your temporary permit and your approved route diagram on location during installation and operations. BLM personnel may request to see a copy of your permit during installation or operations to ensure compliance with all conditions of approval. The project will cease until the permit is on location.

Holder agrees to comply with the following conditions of approval to the satisfaction of the Authorized Officer:

1. The Holder shall indemnify the United States against any liability for damage to life or property arising from the occupancy or use of public lands under this permit.

2. Standard Conditions of Approval:

- Pipelines must be removed within 30-45 days from this route.
- Pipelines and all connection points must be leak proof. The company must prevent any amount of produced water from reaching the ground. Small drips are not allowed to touch the ground.
- Pipelines and all connection points must be pressure-tested with freshwater prior to use with produced water.
- Pipelines flowing from the frac water holding area to the target well(s) will be laid along existing oil and gas maintained roads (within 5 to 10 feet of roadway).
- Areas impacted (disturbed greater than vegetation compaction) by your project will require full reclamation.
- Pipelines will be empty before disassembly. Freshwater must be flowed through the pipeline to removal all the produced water prior to disassembly. Flow water back to the designated holding area.
- Do not restrict traffic on existing roads. Place ramps where needed on existing access roads.
- Pipe will be placed not farther than 5 to 10 feet off the edge of existing oil and gas maintained roads or other maintained roads.
- All pumps and other equipment must be placed on existing surfaced areas (pads, roads, etc.).
- All equipment associated with transporting produced water must be leak proof.
- The produced water lines and equipment would need to be checked and monitored continuously to ensure a leak is not occurring. If a leak is discovered (no matter how small), it must be corrected immediately, even if it would require ceasing the fracturing operation. Non-earthen secondary containments should be put in place if a small leak occurs.
- Any spills or leaks of produced water would need to be reported as soon as possibly known to the authorized officer. Any spills would need to be addressed as quickly as possible, and reclamation of the disturbance will need to be discussed with the authorized officer.

3. Any cultural resource (historic or prehistoric site or object) discovered by the holder, or any person working on the holder's behalf, on public or Federal land shall be immediately reported to the Authorized Officer. The holder shall suspend all operations in the immediate area of such discovery until written authorization to proceed is issued by the Authorized Officer. An evaluation of the discovery will be made by the Authorized Officer to determine appropriate actions to prevent the loss of significant cultural or scientific values. The holder will be responsible for the cost of evaluation and any decision as to the proper mitigation measures will be made by the Authorized Officer after consulting with the holder.

OR

If the entire project is covered under the Permian Basin Programmatic Agreement (cultural resources only):

The proponent has contributed funds commensurate to the undertaking into an account for offsite mitigation. Participation in the PA serves as mitigation for the effects of this project on cultural resources. If any human skeletal remains, funerary objects, sacred objects, or objects of cultural patrimony are discovered at any time during construction, all construction activities shall halt and the BLM will be notified as soon as possible within 24 hours. Work shall not resume until a Notice to Proceed is issued by the BLM. See Stipulation 4 for more information.

If the proposed project is split between a Class III inventory and a Permian Basin Programmatic Agreement contribution, the portion of the project covered under Class III inventory should default to the first paragraph stipulations.

4. The holder is hereby obligated to comply with procedures established in the Native American Graves Protection and Repatriation Act (NAGPRA) to protect such cultural items as human remains, associated funerary objects, sacred objects, and objects of cultural patrimony discovered inadvertently during the course of project implementation. In the event that any of the cultural items listed above are discovered during the course of project work, the proponent shall immediately halt the disturbance and contact the BLM within 24 hours for instructions. The proponent or initiator of any project shall be held responsible for protecting, evaluating, reporting, excavating, treating, and disposing of these cultural items according to the procedures established by the BLM in consultation with Indian Tribes."

5. Any paleontological resource (historic or prehistoric site or object) discovered by the holder, or any person working on the holder's behalf, on public or Federal land shall be immediately reported to the Authorized Officer. The holder shall suspend all operations in the immediate area of such discovery until written authorization to proceed is issued by the Authorized Officer. An evaluation of the discovery will be made by the Authorized Officer to determine appropriate actions to prevent the loss of significant cultural or scientific values. The holder will be responsible for the cost of evaluation and any decision as to the proper mitigation measures will be made by the Authorized Officer after consulting with the holder.

VIII. INTERIM RECLAMATION

During the life of the development, all disturbed areas not needed for active support of production operations should undergo interim reclamation in order to minimize the environmental impacts of development on other resources and uses.

Within six (6) months of well completion, operators should work with BLM surface management specialists (Jim Amos: 575-234-5909) to devise the best strategies to reduce the size of the location. Interim reclamation should allow for remedial well operations, as well as safe and efficient removal of oil and gas.

During reclamation, the removal of caliche is important to increasing the success of revegetating the site. Removed caliche that is free of contaminants may be used for road repairs, fire walls or for building other roads and locations. In order to operate the well or complete workover operations, it may be necessary to drive, park and operate on restored interim vegetation within the previously disturbed area. Disturbing revegetated areas for production or workover operations will be allowed. If there is significant disturbance and loss of vegetation, the area will need to be revegetated. Communicate with the appropriate BLM office for any exceptions/exemptions if needed.

All disturbed areas after they have been satisfactorily prepared need to be reseeded with the seed mixture provided below.

Upon completion of interim reclamation, the operator shall submit a Sundry Notices and Reports on Wells, Subsequent Report of Reclamation (Form 3160-5).

IX. FINAL ABANDONMENT & RECLAMATION

At final abandonment, well locations, production facilities, and access roads must undergo "final" reclamation so that the character and productivity of the land are restored.

Earthwork for final reclamation must be completed within six (6) months of well plugging. All pads, pits, facility locations and roads must be reclaimed to a satisfactory revegetated, safe, and stable condition, unless an agreement is made with the landowner or BLM to keep the road and/or pad intact.

After all disturbed areas have been satisfactorily prepared, these areas need to be revegetated with the seed mixture provided below. Seeding should be accomplished by drilling on the contour whenever practical or by other approved methods. Seeding may need to be repeated until revegetation is successful, as determined by the BLM.

Operators shall contact a BLM surface protection specialist prior to surface abandonment operations for site specific objectives (Jim Amos: 575-234-5909).

(Insert Seed Mixture Here)



U.S. Department of the Interior
BUREAU OF LAND MANAGEMENT

Operator Certification Data Report

12/16/2019

Operator Certification

I hereby certify that I, or someone under my direct supervision, have inspected the drill site and access route proposed herein; that I am familiar with the conditions which currently exist; that I have full knowledge of state and Federal laws applicable to this operation; that the statements made in this APD package are, to the best of my knowledge, true and correct; and that the work associated with the operations proposed herein will be performed in conformity with this APD package and the terms and conditions under which it is approved. I also certify that I, or the company I represent, am responsible for the operations conducted under this application. These statements are subject to the provisions of 18 U.S.C. 1001 for the filing of false statements.

NAME: Amithy Crawford

Signed on: 03/04/2019

Title: Regulatory Analyst

Street Address:

City:

State:

Zip:

Phone: (432)620-1909

Email address: acrawford@cimarex.com

Field Representative

Representative Name:

Street Address:

City:

State:

Zip:

Phone:

Email address:



APD ID: 10400038445

Submission Date: 03/04/2019

Highlighted data reflects the most recent changes

Operator Name: CIMAREX ENERGY COMPANY

Well Name: TAR HEEL 19-18 FEDERAL COM

Well Number: 1H

[Show Final Text](#)

Well Type: CONVENTIONAL GAS WELL

Well Work Type: Drill

Section 1 - General

APD ID: 10400038445

Tie to previous NOS? Y

Submission Date: 03/04/2019

BLM Office: CARLSBAD

User: Amithy Crawford

Title: Regulatory Analyst

Federal/Indian APD: FED

Is the first lease penetrated for production Federal or Indian? FED

Lease number: NMNM138848

Lease Acres: 600.92

Surface access agreement in place?

Allotted?

Reservation:

Agreement in place? NO

Federal or Indian agreement:

Agreement number:

Agreement name:

Keep application confidential? YES

Permitting Agent? NO

APD Operator: CIMAREX ENERGY COMPANY

Operator letter of designation:

Operator Info

Operator Organization Name: CIMAREX ENERGY COMPANY

Operator Address: 600 N. Marienfeld St., Suite 600

Zip: 79701

Operator PO Box:

Operator City: Midland

State: TX

Operator Phone: (432)620-1936

Operator Internet Address: tstathem@cimarex.com

Section 2 - Well Information

Well in Master Development Plan? NO

Master Development Plan name:

Well in Master SUPO? NO

Master SUPO name:

Well in Master Drilling Plan? NO

Master Drilling Plan name:

Well Name: TAR HEEL 19-18 FEDERAL COM

Well Number: 1H

Well API Number:

Field/Pool or Exploratory? Field and Pool

Field Name: LIVINGSTON RIDGE

Pool Name: PURPLE SAGE WOLFCAMP GAS

Is the proposed well in an area containing other mineral resources? USEABLE WATER

Operator Name: CIMAREX ENERGY COMPANY

Well Name: TAR HEEL 19-18 FEDERAL COM

Well Number: 1H

Is the proposed well in an area containing other mineral resources? USEABLE WATER

Is the proposed well in a Helium production area? N Use Existing Well Pad? YES New surface disturbance?

Type of Well Pad: SINGLE WELL

Multiple Well Pad Name:

Number:

Well Class: HORIZONTAL

Number of Legs: 1

Well Work Type: Drill

Well Type: CONVENTIONAL GAS WELL

Describe Well Type:

Well sub-Type: EXPLORATORY (WILDCAT)

Describe sub-type:

Distance to town: 21 Miles

Distance to nearest well: 20 FT

Distance to lease line: 369 FT

Reservoir well spacing assigned acres Measurement: 640.92 Acres

Well plat: Tar_Heel_19_18_Fed_1H_C102_Plat_20191009122825.pdf

Well work start Date: 05/01/2019

Duration: 30 DAYS

Section 3 - Well Location Table

Survey Type: RECTANGULAR

Describe Survey Type:

Datum: NAD83

Vertical Datum: NAVD88

Survey number: 23782

Reference Datum:

Wellbore	NS-Foot	NS Indicator	EW-Foot	EW Indicator	Twsp	Range	Section	Aliquot/Lot/Tract	Latitude	Longitude	County	State	Meridian	Lease Type	Lease Number	Elevation	MD	TVD	Will this well produce
SHL Leg #1	540	FSL	369	FWL	26S	30E	19	Aliquot SWS W	32.02202 7	- 103.9280 23	EDD Y	NEW MEXI CO	FIRS T PRIN	F	NMNM 138848	301 6	0	0	
KOP Leg #1	540	FSL	369	FWL	26S	30E	19	Aliquot SWS W	32.02202 78	- 103.9280 222	EDD Y	NEW MEXI CO	FIRS T PRIN	F	NMNM 138848	- 709 1	101 07	101 07	
PPP Leg #1-1	549	FSL	369	FWL	26S	30E	19	Aliquot SWS W	32.02205 28	- 103.9280 222	EDD Y	NEW MEXI CO	FIRS T PRIN	F	NMNM 138848	- 718 6	102 02	102 02	

Operator Name: CIMAREX ENERGY COMPANY

Well Name: TAR HEEL 19-18 FEDERAL COM

Well Number: 1H

Wellbore	NS-Foot	NS Indicator	EW-Foot	EW Indicator	Twsp	Range	Section	Aliquot/Lot/Tract	Latitude	Longitude	County	State	Meridian	Lease Type	Lease Number	Elevation	MD	TVD	Will this well produce
EXIT Leg #1	330	FNL	380	FWL	26S	26E	18	Lot 1	32.04885 5	- 103.9280 03	EDD Y	NEW MEXI CO	FIRS T PRIN	F	NMNM 138848	- 768 2	201 44	106 98	
BHL Leg #1	330	FNL	380	FWL	26S	30E	18	Lot 1	32.04885 5	- 103.9280 03	EDD Y	NEW MEXI CO	FIRS T PRIN	F	NMNM 138848	- 768 2	201 44	106 98	

CONFIDENTIAL

APD ID: 10400038445

Submission Date: 03/04/2019

Highlighted data reflects the most recent changes

Operator Name: CIMAREX ENERGY COMPANY

Well Name: TAR HEEL 19-18 FEDERAL COM

Well Number: 1H

[Show Final Text](#)

Well Type: CONVENTIONAL GAS WELL

Well Work Type: Drill

Section 1 - Geologic Formations

Formation ID	Formation Name	Elevation	True Vertical Depth	Measured Depth	Lithologies	Mineral Resources	Producing Formation
1	RUSTLER	3022	1050	1050		USEABLE WATER	N
2	SALADO	-1918	1918	1918		NONE	Y
3	CASTILE	569	2453	2453		NONE	N
4	LAMAR	-179	3201	3201		NONE	N
5	BELL CANYON	-246	3268	3268		NONE	N
6	CHERRY CANYON	-1163	4185	4185		NONE	N
7	BRUSHY CANYON	-2452	5474	5474		NATURAL GAS,OIL	N
8	BONE SPRING	-4004	7026	7026		NATURAL GAS,OIL	N
9	BONE SPRING 1ST	-4910	7932	7932		NATURAL GAS,OIL	N
10	BONE SPRING 2ND	-5354	8376	8376		NATURAL GAS,OIL	N
11	BONE SPRING 3RD	-6094	9116	9116		NATURAL GAS,OIL	N
12	WOLFCAMP	-7596	10618	10618		NATURAL GAS,OIL	Y

Section 2 - Blowout Prevention

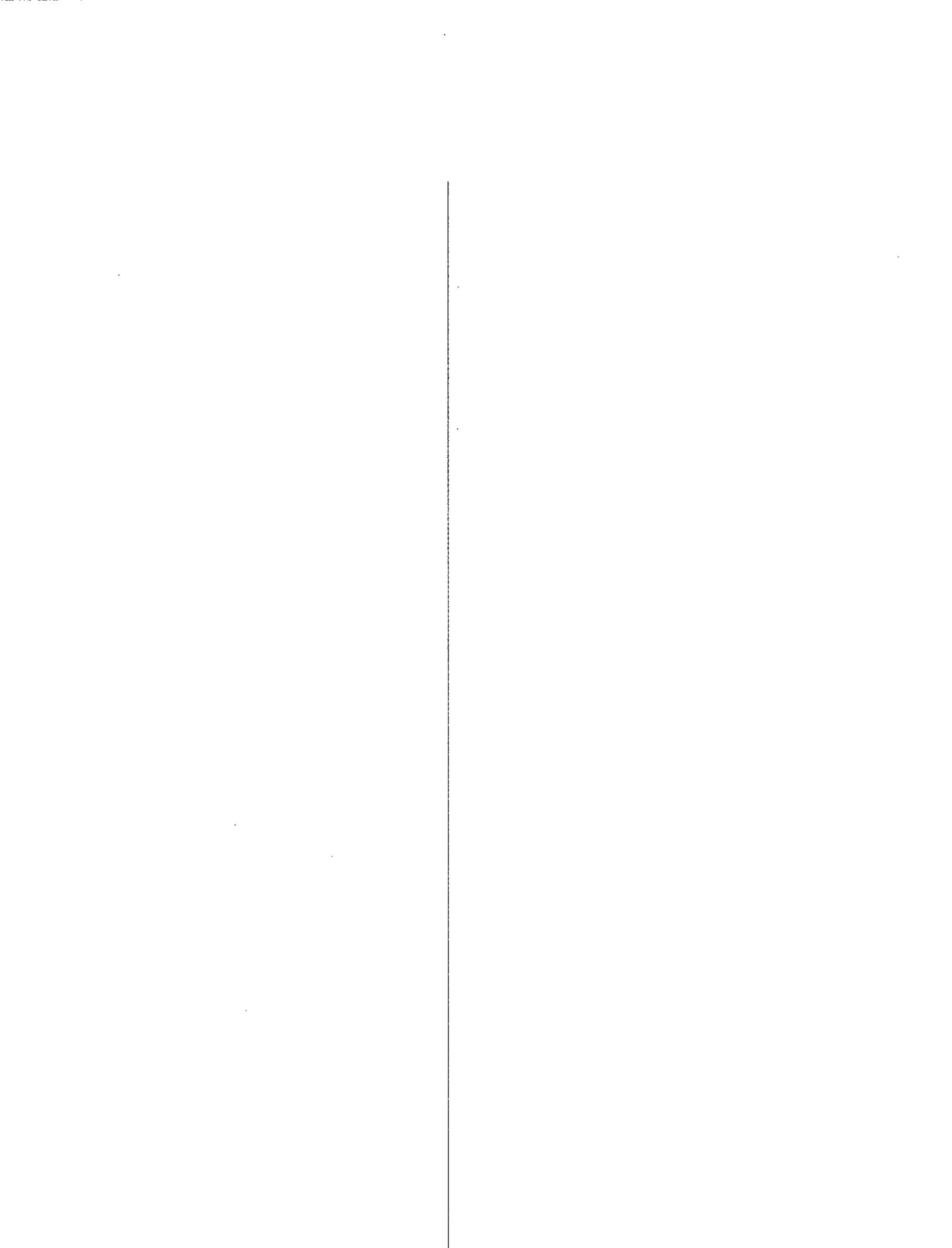
Pressure Rating (PSI): 2M

Rating Depth: 3248

Equipment: A BOP consisting of three rams, including one blind ram and two pipe rams and one annular preventer. An accumulator that meets the requirements in Onshore Order #2 for the pressure rating of the BOP stack. A rotating head may be installed as needed. A Kelly clock will be installed and maintained in operable condition and a drill string safety valve in the open position will be available on the rig floor.

Requesting Variance? YES

Variance request: Co-flex line between the BOP and choke manifold. Certification for proposed co-flex hose is attached. The hose is not required by the manufacturer to be anchored. In the event the specific hose is not available, one of equal or higher rating will be used. Variance to include Hammer Union connections on lines downstream of the buffer tank only.



Operator Name: CIMAREX ENERGY COMPANY

Well Name: TAR HEEL 19-18 FEDERAL COM

Well Number: 1H

Testing Procedure: A multi-bowl wellhead system will be utilized. After running the 13-3/8" surface casing, a 13 5/8" BOP/BOPE system with a minimum working pressure of 5000 psi will be installed on the wellhead system and will be pressure tested to 250 psi low followed by a 5000 psi test. Annular will be tested to 50% of working pressure. The pressure test will be repeated at least every 30 days, as per Onshore Order No. 2. The multi-bowl wellhead will be installed by vendor's representative. A copy of the installation instructions has been sent to the BLM field office. The wellhead will be installed by a third-party welder while being monitored by the wellhead vendor representative. All BOP equipment will be tested utilizing a conventional test plug. Not a cup or J-packer type. A solid steel body pack-off will be utilized after running and cementing the intermediate casing. After installation the pack-off and lower flange will be pressure tested to 5000 psi. Slips will be utilized after running and cementing the production casing. After installation of the slips and wellhead on the production casing, a 13 5/8" BOP/BOPE system with a minimum working pressure of 5000 psi will be installed on the wellhead system and will be pressure tested to 250 psi low followed by a 5000 psi test. Annular will be tested to 50% of working pressure. The pressure test will be repeated at least every 30 days, as per Onshore Order No. 2. The surface casing string will be tested as per Onshore Order No. 2 to at least 0.22 psi/ft or 1500 psi, whichever is greater. The casing string utilizing steel body pack-off will be tested to 70% of casing burst. If well conditions dictate conventional slips will be set and BOPE will be tested to appropriate pressures based on permitted pressure requirements.

Choke Diagram Attachment:

Tar_Heel_19_18_Fed_1H_Choke_2M3M_20190207082626.pdf

BOP Diagram Attachment:

Tar_Heel_19_18_Fed_1H_BOP_2M_20190207082636.pdf

Pressure Rating (PSI): 3M

Rating Depth: 11095

Equipment: A BOP consisting of three rams, including one blind ram and two pipe rams and one annular preventer. An accumulator that meets the requirements in Onshore Order #2 for the pressure rating of the BOP stack. A rotating head may be installed as needed. A Kelly clock will be installed and maintained in operable condition and a drill string safety valve in the open position will be available on the rig floor.

Requesting Variance? YES

Variance request: Co-flex line between the BOP and choke manifold. Certification for proposed co-flex hose is attached. The hose is not required by the manufacturer to be anchored. In the event the specific hose is not available, one of equal or higher rating will be used. Variance to include Hammer Union connections on lines downstream of the buffer tank only.

Testing Procedure: A multi-bowl wellhead system will be utilized. After running the 13-3/8" surface casing, a 13 5/8" BOP/BOPE system with a minimum working pressure of 5000 psi will be installed on the wellhead system and will be pressure tested to 250 psi low followed by a 5000 psi test. Annular will be tested to 50% of working pressure. The pressure test will be repeated at least every 30 days, as per Onshore Order No. 2. The multi-bowl wellhead will be installed by vendor's representative. A copy of the installation instructions has been sent to the BLM field office. The wellhead will be installed by a third-party welder while being monitored by the wellhead vendor representative. All BOP equipment will be tested utilizing a conventional test plug. Not a cup or J-packer type. A solid steel body pack-off will be utilized after running and cementing the intermediate casing. After installation the pack-off and lower flange will be pressure tested to 5000 psi. Slips will be utilized after running and cementing the production casing. After installation of the slips and wellhead on the production casing, a 13 5/8" BOP/BOPE system with a minimum working pressure of 5000 psi will be installed on the wellhead system and will be pressure tested to 250 psi low followed by a 5000 psi test. Annular will be tested to 50% of working pressure. The pressure test will be repeated at least every 30 days, as per Onshore Order No. 2. The surface casing string will be tested as per Onshore Order No. 2 to at least 0.22 psi/ft or 1500 psi, whichever is greater. The casing string utilizing steel body pack-off will be tested to 70% of casing burst. If well conditions dictate conventional slips will be set and BOPE will be tested to appropriate pressures based on permitted pressure requirements.

Choke Diagram Attachment:

Tar_Heel_19_18_Fed_1H_Choke_3M_20190206164222.pdf

BOP Diagram Attachment:

Tar_Heel_19_18_Fed_1H_BOP_3M_20190207074835.pdf

Operator Name: CIMAREX ENERGY COMPANY

Well Name: TAR HEEL 19-18 FEDERAL COM

Well Number: 1H

Tar_Heel_19_18_Fed_1H_Choke_3M_20190206164222.pdf

Tar_Heel_19_18_Fed_1H_BOP_3M_20190207074835.pdf

Pressure Rating (PSI): 5M

Rating Depth: 20144

Equipment: A BOP consisting of three rams, including one blind ram and two pipe rams and one annular preventer. An accumulator that meets the requirements in Onshore Order #2 for the pressure rating of the BOP stack. A rotating head may be installed as needed. A Kelly clock will be installed and maintained in operable condition and a drill string safety valve in the open position will be available on the rig floor.

Requesting Variance? YES

Variance request: Co-flex line between the BOP and choke manifold. Certification for proposed co-flex hose is attached. The hose is not required by the manufacturer to be anchored. In the event the specific hose is not available, one of equal or higher rating will be used. Variance to include Hammer Union connections on lines downstream of the buffer tank only.

Testing Procedure: A multi-bowl wellhead system will be utilized. After running the 13-3/8" surface casing, a 13 5/8" BOP/BOPE system with a minimum working pressure of 5000 psi will be installed on the wellhead system and will be pressure tested to 250 psi low followed by a 5000 psi test. Annular will be tested to 50% of working pressure. The pressure test will be repeated at least every 30 days, as per Onshore Order No. 2. The multi-bowl wellhead will be installed by vendor's representative. A copy of the installation instructions has been sent to the BLM field office. The wellhead will be installed by a third-party welder while being monitored by the wellhead vendor representative. All BOP equipment will be tested utilizing a conventional test plug. Not a cup or J-packer type. A solid steel body pack-off will be utilized after running and cementing the intermediate casing. After installation the pack-off and lower flange will be pressure tested to 5000 psi. Slips will be utilized after running and cementing the production casing. After installation of the slips and wellhead on the production casing, a 13 5/8" BOP/BOPE system with a minimum working pressure of 5000 psi will be installed on the wellhead system and will be pressure tested to 250 psi low followed by a 5000 psi test. Annular will be tested to 50% of working pressure. The pressure test will be repeated at least every 30 days, as per Onshore Order No. 2. The surface casing string will be tested as per Onshore Order No. 2 to at least 0.22 psi/ft or 1500 psi, whichever is greater. The casing string utilizing steel body pack-off will be tested to 70% of casing burst. If well conditions dictate conventional slips will be set and BOPE will be tested to appropriate pressures based on permitted pressure requirements.

Choke Diagram Attachment:

Tar_Heel_19_18_Fed_1H_Choke_5M_20190207075055.pdf

BOP Diagram Attachment:

Tar_Heel_19_18_Fed_1H_BOP_5M_20190207075109.pdf

Operator Name: CIMAREX ENERGY COMPANY

Well Name: TAR HEEL 19-18 FEDERAL COM

Well Number: 1H

Section 3 - Casing

Casing ID	String Type	Hole Size	Csg Size	Condition	Standard	Tapered String	Top Set MD	Bottom Set MD	Top Set TVD	Bottom Set TVD	Top Set MSL	Bottom Set MSL	Calculated casing length MD	Grade	Weight	Joint Type	Collapse SF	Burst SF	Joint SF Type	Joint SF	Body SF Type	Body SF
1	SURFACE	17.5	13.375	NEW	NON API	N	0	1100	0	1100	0	1100	1100	H-40	48	ST&C	1.47	3.44	BUOY	6.1	BUOY	6.1
2	INTERMEDIATE	12.25	9.625	NEW	API	N	0	3248	0	3248	0	3248	3248	J-55	36	LT&C	1.17	2.04	BUOY	3.87	BUOY	3.87
3	PRODUCTION	8.75	7.0	NEW	API	N	0	10107	0	10107	0	10107	10107	L-80	29	LT&C	1.48	1.73	BUOY	1.89	BUOY	1.89
4	PRODUCTION	8.75	7.0	NEW	API	N	10107	11095	10107	11095	10107	11095	988	L-80	29	BUTT	1.4	1.63	BUOY	39.44	BUOY	39.44
5	COMPLETION SYSTEM	6	4.5	NEW	API	N	10107	20144	10107	20144	10107	20144	10037	HCP-110	11.6	BUTT	1.27	1.54	BUOY	53.53	BUOY	53.53

Casing Attachments

Casing ID: 1 String Type: SURFACE

Inspection Document:

Spec Document:

Tar_Heel_19_18_Fed_1H_Spec_Sheet_20190207083329.pdf

Tapered String Spec:

Casing Design Assumptions and Worksheet(s):

Tar_Heel_19_18_Fed_1H_Casing_Assumptions_20190207094814.pdf

Operator Name: CIMAREX ENERGY COMPANY

Well Name: TAR HEEL 19-18 FEDERAL COM

Well Number: 1H

Casing Attachments

Casing ID: 2 **String Type:** INTERMEDIATE

Inspection Document:

Spec Document:

Tapered String Spec:

Casing Design Assumptions and Worksheet(s):

Tar_Heel_19_18_Fed_1H_Casing_Assumptions_20190207100547.pdf

Casing ID: 3 **String Type:** PRODUCTION

Inspection Document:

Spec Document:

Tapered String Spec:

Casing Design Assumptions and Worksheet(s):

Tar_Heel_19_18_Fed_1H_Casing_Assumptions_20190207100641.pdf

Casing ID: 4 **String Type:** PRODUCTION

Inspection Document:

Spec Document:

Tapered String Spec:

Casing Design Assumptions and Worksheet(s):

Tar_Heel_19_18_Fed_1H_Casing_Assumptions_20190207100403.pdf

Operator Name: CIMAREX ENERGY COMPANY

Well Name: TAR HEEL 19-18 FEDERAL COM

Well Number: 1H

Casing Attachments

Casing ID: 5 String Type: COMPLETION SYSTEM

Inspection Document:

Spec Document:

Tapered String Spec:

Casing Design Assumptions and Worksheet(s):

Tar_Heel_19_18_Fed_1H_Casing_Assumptions_20190207100345.pdf

Section 4 - Cement

String Type	Lead/Tail	Stage Tool Depth	Top MD	Bottom MD	Quantity(sx)	Yield	Density	Cu Ft	Excess%	Cement type	Additives
SURFACE	Lead		0	1100	534	1.72	13.5	917	50	Class C	Bentonite
SURFACE	Tail		0	1100	143	1.34	14.8	191	25	Class C	LCM
INTERMEDIATE	Lead		0	3248	595	1.88	12.9	1118	50	35:65 (Poz C)	Salt, Bentonite
INTERMEDIATE	Tail		0	3248	196	1.3	14.2	254	25	50:50 (Poz H)	Salt, bentonite, fluid loss, dispersant, sms
PRODUCTION	Lead		0	1109 5	364	3.64	10.3	1322	25	Tuned Light	LCM
PRODUCTION	Tail		0	1010 7	127	1.3	14.2	164	25	50:50	Salt, bentonite, fluid loss, dispersant, sms
PRODUCTION	Lead		0	1109 5	364	3.64	10.3	1322	25	Tuned light	LCM
PRODUCTION	Tail		1010 7	1109 5	127	1.3	14.2	164	25	50:50 (Poz:H)	salt, bentonite, fluid loss, dispersant, sms
COMPLETION SYSTEM	Lead		1010 7	2014 4	658	1.3	14.2	855	25	50:50 (Poz:H)	Salt, bentonite, fluid loss, dispersant, sms

Operator Name: CIMAREX ENERGY COMPANY

Well Name: TAR HEEL 19-18 FEDERAL COM

Well Number: 1H

Section 5 - Circulating Medium

Mud System Type: Closed

Will an air or gas system be Used? NO

Description of the equipment for the circulating system in accordance with Onshore Order #2:

Diagram of the equipment for the circulating system in accordance with Onshore Order #2:

Describe what will be on location to control well or mitigate other conditions: Sufficient mud materials will be kept on location at all times in order to combat lost circulation or unexpected kicks. In order to run DSTs, open hole logs, and casing, the viscosity and water loss may have to be adjusted in order to meet these needs.

Describe the mud monitoring system utilized: PVT/Pason/Visual Monitoring

Circulating Medium Table

Top Depth	Bottom Depth	Mud Type	Min Weight (lbs/gal)	Max Weight (lbs/gal)	Density (lbs/cu ft)	Gel Strength (lbs/100 sqft)	PH	Viscosity (CP)	Salinity (ppm)	Filtration (cc)	Additional Characteristics
3248	1109 5	OTHER : Cut Brine	8.5	9							
0	1100	SPUD MUD	8.3	8.8							
1100	3248	SALT SATURATED	9.7	10.2							
1109 5	2014 4	OIL-BASED MUD	12	12.5							

Section 6 - Test, Logging, Coring

List of production tests including testing procedures, equipment and safety measures:

No DST Planned

List of open and cased hole logs run in the well:

CNL,DS,GR

Coring operation description for the well:

N/A

Operator Name: CIMAREX ENERGY COMPANY

Well Name: TAR HEEL 19-18 FEDERAL COM

Well Number: 1H

Section 7 - Pressure

Anticipated Bottom Hole Pressure: 6953

Anticipated Surface Pressure: 4599.44

Anticipated Bottom Hole Temperature(F): 176

Anticipated abnormal pressures, temperatures, or potential geologic hazards? YES

Describe:

Lost circulation may be encountered in the Delaware mountain group. Abnormal pressure as well as hole stability issues may be encountered in the Wolfcamp.

Contingency Plans geohazards description:

Lost circulation material will be available, as well as additional drilling fluid along with the fluid volume in the drilling rig pit system. Drilling fluid can be mixed on location or mixed in vendor mud plant and trucked to location if needed. Sufficient barite will be available to maintain appropriate mud weight for the Wolfcamp interval.

Contingency Plans geohazards attachment:

Hydrogen Sulfide drilling operations plan required? YES

Hydrogen sulfide drilling operations plan:

Tar_Heel_19_18_Fed_1H_H2S_Plan_20190207135035.pdf

Section 8 - Other Information

Proposed horizontal/directional/multi-lateral plan submission:

Tar_Heel_19_18_Fed_1H_Directional_Plan_20190207135546.pdf

Tar_Heel_19_18_Fed_1H_AC_Report_20190207135600.pdf

Other proposed operations facets description:

Other proposed operations facets attachment:

Tar_Heel_19_18_Fed_1H_Drilling_Plan_20190207135737.pdf

Tar_Heel_19_18_Fed_1H_Flex_Hose_20190207135752.pdf

Tar_Heel_19_18_Fed_1H_Gas_Capture_Plan_20190207135738.pdf

Other Variance attachment:

Tar_Heel_19_18_Fed_1H_Multibowl_Wellhead_20190207135958.pdf

Tar_Heel_19_18_Fed_1H_Multibowl_Procedure_20190207140002.pdf

Hydrogen Sulfide Drilling Operations Plan
Tar Heel 19-18 Federal 1H
Cimarex Energy Co.
UL: Lot 4, Sec. 19, 26S, 30E
Eddy Co., NM

- 1 All Company and Contract personnel admitted on location must be trained by a qualified H2S safety instructor to the following:
 - A. Characteristics of H₂S
 - B. Physical effects and hazards
 - C. Principal and operation of H₂S detectors, warning system and briefing areas.
 - D. Evacuation procedure, routes and first aid.
 - E. Proper use of safety equipment & life support systems
 - F. Essential personnel meeting Medical Evaluation criteria will receive additional training on the proper use of 30 minute pressure demand air packs.

H₂S Detection and Alarm Systems:

 - A. H₂S sensors/detectors to be located on the drilling rig floor, in the base of the sub structure/cellar area, on the mud pits in the shale shaker area. Additional H₂S detectors may play placed as deemed necessary.
 - B. An audio alarm system will be installed on the derrick floor and in the top doghouse.
- 3 Windsock and/or wind streamers:
 - A. Windsock at mudpit area should be high enough to be visible.
 - B. Windsock on the rig floor and / or top doghouse should be high enough to be visible.
- 4 Condition Flags and Signs
 - A. Warning sign on access road to location.
 - B. Flags to be displayed on sign at entrance to location. Green flag indicates normal safe condition. Yellow flag indicates potential pressure and danger. Red flag indicates danger (H₂S present in dangerous concentration). Only H₂S trained and certified personnel admitted to location.
- 5 Well control equipment:
 - A. See exhibit "E-1"
- 6 Communication:
 - A. While working under masks chalkboards will be used for communication.
 - B. Hand signals will be used where chalk board is inappropriate.
 - C. Two way radio will be used to communicate off location in case of emergency help is required. In most cases cellular telephones will be available at most drilling foreman's trailer or living quarters.
- 7 Drillstem Testing:

No DSTs r cores are planned at this time.
- 8 Drilling contractor supervisor will be required to be familiar with the effects H₂S has on tubular goods and other mechanical equipment.
- 9 If H₂S is encountered, mud system will be altered if necessary to maintain control of formation. A mud gas separator will be brought into service along with H₂S scavengers if necessary.

H₂S Contingency Plan
Tar Heel 19-18 Federal 1H
Cimarex Energy Co.
UL: N, Sec. 19, 26S, 30E Eddy
Co., NM

Emergency Procedures

In the event of a release of gas containing H₂S, the first responder(s) must:

- « Isolate the area and prevent entry by other persons into the 100 ppm ROE.
- « Evacuate any public places encompassed by the 100 ppm ROE.
- « Be equipped with H₂S monitors and air packs in order to control the release.
- « Use the "buddy system" to ensure no injuries occur during the 432-620-1975
- « Take precautions to avoid personal injury during this operation.
- « Contact operator and/or local officials to aid in operation. See list of phone numbers attached.
- « Have received training in the:
 - Detection of H₂S, and
 - Measures for protection against the gas,
 - Equipment used for protection and emergency response.

Ignition of Gas Source

Should control of the well be considered lost and ignition considered, take care to protect against exposure to Sulfur Dioxide (SO₂). Intentional ignition must be coordinated with the NMOCD and local officials. Additionally, the NM State Police may become involved. NM State Police shall be the Incident Command on scene of any major release. Take care to protect downwind whenever there is an ignition of the gas.

Characteristics of H₂S and SO₂

Please see attached International Chemical Safety Cards.

Contacting Authorities

Cimarex Energy Co. of Colorado's personnel must liaise with local and state agencies to ensure a proper response to a major release. Additionally, the OCD must be notified of the release as soon as possible but no later than 4 hours. Agencies will ask for information such as type and volume of release, wind direction, location of release, etc. Be prepared with all information available including directions to site. The following call list of essential and potential responders has been prepared for use during a release. Cimarex Energy Co. of Colorado's response must be in coordination with the State of New Mexico's "Hazardous Materials Emergency Response Plan" (HMER).

H₂S Contingency Plan Emergency Contacts

Tar Heel 19-18 Federal 1H

Cimarex Energy Co.

UL: N, Sec. 19, 26S, 30E

Eddy Co., NM

Company Office			
Cimarex Energy Co. of Colorado		800-969-4789	
Co. Office and After-Hours Menu			
Key Personnel			
Name	Title	Office	Mobile
Larry Seigrist	Drilling Manager	432-620-1934	580-243-8485
Charlie Pritchard	Drilling Superintendent	432-620-1975	432-238-7084
Roy Shirley	Construction Superintendent		432-634-2136
Artesia			
Ambulance		911	
State Police		575-746-2703	
City Police		575-746-2703	
Sheriff's Office		575-746-9888	
Fire Department		575-746-2701	
Local Emergency Planning Committee		575-746-2122	
New Mexico Oil Conservation Division		575-748-1283	
Carlsbad			
Ambulance		911	
State Police		575-885-3137	
City Police		575-885-2111	
Sheriff's Office		575-887-7551	
Fire Department		575-887-3798	
Local Emergency Planning Committee		575-887-6544	
US Bureau of Land Management		575-887-6544	
Santa Fe			
New Mexico Emergency Response Commission (Santa Fe)		505-476-9600	
New Mexico Emergency Response Commission (Santa Fe) 24 Hrs		505-827-9126	
New Mexico State Emergency Operations Center		505-476-9635	
National			
National Emergency Response Center (Washington, D.C.)		800-424-8802	
Medical			
Flight for Life - 4000 24th St.; Lubbock, TX		806-743-9911	
Aerocare - R3, Box 49F; Lubbock, TX		806-747-8923	
Med Flight Air Amb - 2301 Yale Blvd S.E., #D3; Albuquerque, NM		505-842-4433	
SB Air Med Service - 2505 Clark Carr Loop S.E.; Albuquerque, NM		505-842-4949	
Other			
Boots & Coots IWC		800-256-9688	or 281-931-8884
Cudd Pressure Control		432-699-0139	or 432-563-3356
Halliburton		575-746-2757	
B.J. Services		575-746-3569	



Cimarex Tar Heel 19-18 Federal Com #1H Rev0 RM 24Jan19 Proposal

Geodetic Report

(Def Plan)



Report Date: January 25, 2019 - 09:43 AM
Client: Cimarex Energy
Field: NM Eddy County (NAD 83)
Structure / Slot: Cimarex Tar Heel 19-18 Federal Com #1H / New Slot
Well: Tar Heel 19-18 Federal Com #1H
Borehole: Tar Heel 19-18 Federal Com #1H
UWI / API#: Unknown / Unknown
Survey Name: Cimarex Tar Heel 19-18 Federal Com #1H Rev0 RM 24Jan19
Survey Date: January 24, 2019
Tort / AHD / DDI / ERD Ratio: 89.579 ° / 9760.530 ft / 6.217 / 0.912
Coordinate Reference System: NAD83 New Mexico State Plane, Eastern Zone, US Feet
Location Lat / Long: N 32° 1' 19.29652", W 103° 55' 40.88399"
Location Grid N/E Y/X: N 371987.780 ftUS, E 666949.180 ftUS
CRS Grid Convergence Angle: 0.2149 °
Grid Scale Factor: 0.99992716
Version / Patch: 2.10.753.0

Survey / DLS Computation: Minimum Curvature / Lubinski
Vertical Section Azimuth: 359.758 ° (Grid North)
Vertical Section Origin: 0.000 ft, 0.000 ft
TVD Reference Datum: RKB
TVD Reference Elevation: 3042.500 ft above MSL
Seabed / Ground Elevation: 3016.500 ft above MSL
Magnetic Declination: 6.789 °
Total Gravity Field Strength: 998.4408mgn (9.80665 Based)
Gravity Model: GARM
Total Magnetic Field Strength: 47813.449 nT
Magnetic Dip Angle: 59.647 °
Declination Date: January 24, 2019
Magnetic Declination Model: HDGM 2019
North Reference: Grid North
Grid Convergence Used: 0.2149 °
Total Corr Mag North->Grid North: 6.5740 °
Local Coord Referenced To: Well Head

Comments	MD (ft)	Incl (°)	Azim Grid (°)	TVD (ft)	VSEC (ft)	NS (ft)	EW (ft)	DLS (°/100ft)	Northing (ftUS)	Easting (ftUS)	Latitude (N/S ° ' ")	Longitude (E/W ° ' ")
SHL [540' FSL, 369 FWL]	0.00	0.00	359.82	0.00	0.00	0.00	0.00	N/A	371987.78	666949.18	N 32 1 19.30	W 103 55 40.88
	100.00	0.00	3.14	100.00	0.00	0.00	0.00	0.00	371987.78	666949.18	N 32 1 19.30	W 103 55 40.88
	200.00	0.00	3.14	200.00	0.00	0.00	0.00	0.00	371987.78	666949.18	N 32 1 19.30	W 103 55 40.88
	300.00	0.00	3.14	300.00	0.00	0.00	0.00	0.00	371987.78	666949.18	N 32 1 19.30	W 103 55 40.88
	400.00	0.00	3.14	400.00	0.00	0.00	0.00	0.00	371987.78	666949.18	N 32 1 19.30	W 103 55 40.88
	500.00	0.00	3.14	500.00	0.00	0.00	0.00	0.00	371987.78	666949.18	N 32 1 19.30	W 103 55 40.88
	600.00	0.00	3.14	600.00	0.00	0.00	0.00	0.00	371987.78	666949.18	N 32 1 19.30	W 103 55 40.88
	700.00	0.00	3.14	700.00	0.00	0.00	0.00	0.00	371987.78	666949.18	N 32 1 19.30	W 103 55 40.88
	800.00	0.00	3.14	800.00	0.00	0.00	0.00	0.00	371987.78	666949.18	N 32 1 19.30	W 103 55 40.88
	900.00	0.00	3.14	900.00	0.00	0.00	0.00	0.00	371987.78	666949.18	N 32 1 19.30	W 103 55 40.88
	1000.00	0.00	3.14	1000.00	0.00	0.00	0.00	0.00	371987.78	666949.18	N 32 1 19.30	W 103 55 40.88
Rustler	1050.00	0.00	3.14	1050.00	0.00	0.00	0.00	0.00	371987.78	666949.18	N 32 1 19.30	W 103 55 40.88
	1100.00	0.00	3.14	1100.00	0.00	0.00	0.00	0.00	371987.78	666949.18	N 32 1 19.30	W 103 55 40.88
	1200.00	0.00	3.14	1200.00	0.00	0.00	0.00	0.00	371987.78	666949.18	N 32 1 19.30	W 103 55 40.88
	1300.00	0.00	3.14	1300.00	0.00	0.00	0.00	0.00	371987.78	666949.18	N 32 1 19.30	W 103 55 40.88
	1400.00	0.00	3.14	1400.00	0.00	0.00	0.00	0.00	371987.78	666949.18	N 32 1 19.30	W 103 55 40.88
	1500.00	0.00	3.14	1500.00	0.00	0.00	0.00	0.00	371987.78	666949.18	N 32 1 19.30	W 103 55 40.88
	1600.00	0.00	3.14	1600.00	0.00	0.00	0.00	0.00	371987.78	666949.18	N 32 1 19.30	W 103 55 40.88
	1700.00	0.00	3.14	1700.00	0.00	0.00	0.00	0.00	371987.78	666949.18	N 32 1 19.30	W 103 55 40.88
	1800.00	0.00	3.14	1800.00	0.00	0.00	0.00	0.00	371987.78	666949.18	N 32 1 19.30	W 103 55 40.88
	1900.00	0.00	3.14	1900.00	0.00	0.00	0.00	0.00	371987.78	666949.18	N 32 1 19.30	W 103 55 40.88
Salado (Top Salt)	1918.00	0.00	3.14	1918.00	0.00	0.00	0.00	0.00	371987.78	666949.18	N 32 1 19.30	W 103 55 40.88
	2000.00	0.00	3.14	2000.00	0.00	0.00	0.00	0.00	371987.78	666949.18	N 32 1 19.30	W 103 55 40.88
	2100.00	0.00	3.14	2100.00	0.00	0.00	0.00	0.00	371987.78	666949.18	N 32 1 19.30	W 103 55 40.88
	2200.00	0.00	3.14	2200.00	0.00	0.00	0.00	0.00	371987.78	666949.18	N 32 1 19.30	W 103 55 40.88
	2300.00	0.00	3.14	2300.00	0.00	0.00	0.00	0.00	371987.78	666949.18	N 32 1 19.30	W 103 55 40.88
	2400.00	0.00	3.14	2400.00	0.00	0.00	0.00	0.00	371987.78	666949.18	N 32 1 19.30	W 103 55 40.88

Comments	MD (ft)	Incl (°)	Azim Grid (°)	TVD (ft)	VSEC (ft)	NS (ft)	EW (ft)	DLS (%/100ft)	Northing (ftUS)	Easting (ftUS)	Latitude (N/S ° ' ")	Longitude (E/W ° ' ")
Castille (Base Salt)	2453.00	0.00	3.14	2453.00	0.00	0.00	0.00	0.00	371987.78	666949.18	N 32 1 19.30 W	103 55 40.88
	2500.00	0.00	3.14	2500.00	0.00	0.00	0.00	0.00	371987.78	666949.18	N 32 1 19.30 W	103 55 40.88
	2600.00	0.00	3.14	2600.00	0.00	0.00	0.00	0.00	371987.78	666949.18	N 32 1 19.30 W	103 55 40.88
	2700.00	0.00	3.14	2700.00	0.00	0.00	0.00	0.00	371987.78	666949.18	N 32 1 19.30 W	103 55 40.88
	2800.00	0.00	3.14	2800.00	0.00	0.00	0.00	0.00	371987.78	666949.18	N 32 1 19.30 W	103 55 40.88
	2900.00	0.00	3.14	2900.00	0.00	0.00	0.00	0.00	371987.78	666949.18	N 32 1 19.30 W	103 55 40.88
	3000.00	0.00	3.14	3000.00	0.00	0.00	0.00	0.00	371987.78	666949.18	N 32 1 19.30 W	103 55 40.88
	3100.00	0.00	3.14	3100.00	0.00	0.00	0.00	0.00	371987.78	666949.18	N 32 1 19.30 W	103 55 40.88
	3200.00	0.00	3.14	3200.00	0.00	0.00	0.00	0.00	371987.78	666949.18	N 32 1 19.30 W	103 55 40.88
Bell Canyon (Top Delaware)	3268.00	0.00	3.14	3268.00	0.00	0.00	0.00	0.00	371987.78	666949.18	N 32 1 19.30 W	103 55 40.88
	3300.00	0.00	3.14	3300.00	0.00	0.00	0.00	0.00	371987.78	666949.18	N 32 1 19.30 W	103 55 40.88
	3400.00	0.00	3.14	3400.00	0.00	0.00	0.00	0.00	371987.78	666949.18	N 32 1 19.30 W	103 55 40.88
	3500.00	0.00	3.14	3500.00	0.00	0.00	0.00	0.00	371987.78	666949.18	N 32 1 19.30 W	103 55 40.88
	3600.00	0.00	3.14	3600.00	0.00	0.00	0.00	0.00	371987.78	666949.18	N 32 1 19.30 W	103 55 40.88
	3700.00	0.00	3.14	3700.00	0.00	0.00	0.00	0.00	371987.78	666949.18	N 32 1 19.30 W	103 55 40.88
	3800.00	0.00	3.14	3800.00	0.00	0.00	0.00	0.00	371987.78	666949.18	N 32 1 19.30 W	103 55 40.88
	3900.00	0.00	3.14	3900.00	0.00	0.00	0.00	0.00	371987.78	666949.18	N 32 1 19.30 W	103 55 40.88
	4000.00	0.00	3.14	4000.00	0.00	0.00	0.00	0.00	371987.78	666949.18	N 32 1 19.30 W	103 55 40.88
	4100.00	0.00	3.14	4100.00	0.00	0.00	0.00	0.00	371987.78	666949.18	N 32 1 19.30 W	103 55 40.88
Cherry Canyon	4185.00	0.00	3.14	4185.00	0.00	0.00	0.00	0.00	371987.78	666949.18	N 32 1 19.30 W	103 55 40.88
	4200.00	0.00	3.14	4200.00	0.00	0.00	0.00	0.00	371987.78	666949.18	N 32 1 19.30 W	103 55 40.88
	4300.00	0.00	3.14	4300.00	0.00	0.00	0.00	0.00	371987.78	666949.18	N 32 1 19.30 W	103 55 40.88
	4400.00	0.00	3.14	4400.00	0.00	0.00	0.00	0.00	371987.78	666949.18	N 32 1 19.30 W	103 55 40.88
	4500.00	0.00	3.14	4500.00	0.00	0.00	0.00	0.00	371987.78	666949.18	N 32 1 19.30 W	103 55 40.88
	4600.00	0.00	3.14	4600.00	0.00	0.00	0.00	0.00	371987.78	666949.18	N 32 1 19.30 W	103 55 40.88
	4700.00	0.00	3.14	4700.00	0.00	0.00	0.00	0.00	371987.78	666949.18	N 32 1 19.30 W	103 55 40.88
	4800.00	0.00	3.14	4800.00	0.00	0.00	0.00	0.00	371987.78	666949.18	N 32 1 19.30 W	103 55 40.88
	4900.00	0.00	3.14	4900.00	0.00	0.00	0.00	0.00	371987.78	666949.18	N 32 1 19.30 W	103 55 40.88
	5000.00	0.00	3.14	5000.00	0.00	0.00	0.00	0.00	371987.78	666949.18	N 32 1 19.30 W	103 55 40.88
	5100.00	0.00	3.14	5100.00	0.00	0.00	0.00	0.00	371987.78	666949.18	N 32 1 19.30 W	103 55 40.88
	5200.00	0.00	3.14	5200.00	0.00	0.00	0.00	0.00	371987.78	666949.18	N 32 1 19.30 W	103 55 40.88
	5300.00	0.00	3.14	5300.00	0.00	0.00	0.00	0.00	371987.78	666949.18	N 32 1 19.30 W	103 55 40.88
	5400.00	0.00	3.14	5400.00	0.00	0.00	0.00	0.00	371987.78	666949.18	N 32 1 19.30 W	103 55 40.88
Brushy Canyon	5474.00	0.00	3.14	5474.00	0.00	0.00	0.00	0.00	371987.78	666949.18	N 32 1 19.30 W	103 55 40.88
	5500.00	0.00	3.14	5500.00	0.00	0.00	0.00	0.00	371987.78	666949.18	N 32 1 19.30 W	103 55 40.88
	5600.00	0.00	3.14	5600.00	0.00	0.00	0.00	0.00	371987.78	666949.18	N 32 1 19.30 W	103 55 40.88
	5700.00	0.00	3.14	5700.00	0.00	0.00	0.00	0.00	371987.78	666949.18	N 32 1 19.30 W	103 55 40.88
	5800.00	0.00	3.14	5800.00	0.00	0.00	0.00	0.00	371987.78	666949.18	N 32 1 19.30 W	103 55 40.88
	5900.00	0.00	3.14	5900.00	0.00	0.00	0.00	0.00	371987.78	666949.18	N 32 1 19.30 W	103 55 40.88
	6000.00	0.00	3.14	6000.00	0.00	0.00	0.00	0.00	371987.78	666949.18	N 32 1 19.30 W	103 55 40.88
	6100.00	0.00	3.14	6100.00	0.00	0.00	0.00	0.00	371987.78	666949.18	N 32 1 19.30 W	103 55 40.88
	6200.00	0.00	3.14	6200.00	0.00	0.00	0.00	0.00	371987.78	666949.18	N 32 1 19.30 W	103 55 40.88
	6300.00	0.00	3.14	6300.00	0.00	0.00	0.00	0.00	371987.78	666949.18	N 32 1 19.30 W	103 55 40.88
	6400.00	0.00	3.14	6400.00	0.00	0.00	0.00	0.00	371987.78	666949.18	N 32 1 19.30 W	103 55 40.88
	6500.00	0.00	3.14	6500.00	0.00	0.00	0.00	0.00	371987.78	666949.18	N 32 1 19.30 W	103 55 40.88
	6600.00	0.00	3.14	6600.00	0.00	0.00	0.00	0.00	371987.78	666949.18	N 32 1 19.30 W	103 55 40.88
	6700.00	0.00	3.14	6700.00	0.00	0.00	0.00	0.00	371987.78	666949.18	N 32 1 19.30 W	103 55 40.88
	6800.00	0.00	3.14	6800.00	0.00	0.00	0.00	0.00	371987.78	666949.18	N 32 1 19.30 W	103 55 40.88
	6900.00	0.00	3.14	6900.00	0.00	0.00	0.00	0.00	371987.78	666949.18	N 32 1 19.30 W	103 55 40.88
	7000.00	0.00	3.14	7000.00	0.00	0.00	0.00	0.00	371987.78	666949.18	N 32 1 19.30 W	103 55 40.88
Top Bone Spring	7026.00	0.00	3.14	7026.00	0.00	0.00	0.00	0.00	371987.78	666949.18	N 32 1 19.30 W	103 55 40.88
	7100.00	0.00	3.14	7100.00	0.00	0.00	0.00	0.00	371987.78	666949.18	N 32 1 19.30 W	103 55 40.88
	7200.00	0.00	3.14	7200.00	0.00	0.00	0.00	0.00	371987.78	666949.18	N 32 1 19.30 W	103 55 40.88
	7300.00	0.00	3.14	7300.00	0.00	0.00	0.00	0.00	371987.78	666949.18	N 32 1 19.30 W	103 55 40.88
	7400.00	0.00	3.14	7400.00	0.00	0.00	0.00	0.00	371987.78	666949.18	N 32 1 19.30 W	103 55 40.88
	7500.00	0.00	3.14	7500.00	0.00	0.00	0.00	0.00	371987.78	666949.18	N 32 1 19.30 W	103 55 40.88

Comments	MD (ft)	Incl (°)	Azim Grid (°)	TVD (ft)	VSEC (ft)	NS (ft)	EW (ft)	DLS (°/100ft)	Northing (ftUS)	Easting (ftUS)	Latitude (N/S ° ' ")	Longitude (E/W ° ' ")
	7600.00	0.00	3.14	7600.00	0.00	0.00	0.00	0.00	371987.78	666949.18	N 32 1 19.30 W	103 55 40.88
	7700.00	0.00	3.14	7700.00	0.00	0.00	0.00	0.00	371987.78	666949.18	N 32 1 19.30 W	103 55 40.88
	7800.00	0.00	3.14	7800.00	0.00	0.00	0.00	0.00	371987.78	666949.18	N 32 1 19.30 W	103 55 40.88
	7900.00	0.00	3.14	7900.00	0.00	0.00	0.00	0.00	371987.78	666949.18	N 32 1 19.30 W	103 55 40.88
Top 1st BSPG SS	7932.00	0.00	3.14	7932.00	0.00	0.00	0.00	0.00	371987.78	666949.18	N 32 1 19.30 W	103 55 40.88
	8000.00	0.00	3.14	8000.00	0.00	0.00	0.00	0.00	371987.78	666949.18	N 32 1 19.30 W	103 55 40.88
	8100.00	0.00	3.14	8100.00	0.00	0.00	0.00	0.00	371987.78	666949.18	N 32 1 19.30 W	103 55 40.88
	8200.00	0.00	3.14	8200.00	0.00	0.00	0.00	0.00	371987.78	666949.18	N 32 1 19.30 W	103 55 40.88
	8300.00	0.00	3.14	8300.00	0.00	0.00	0.00	0.00	371987.78	666949.18	N 32 1 19.30 W	103 55 40.88
Top 2nd BSPG Carb	8376.00	0.00	3.14	8376.00	0.00	0.00	0.00	0.00	371987.78	666949.18	N 32 1 19.30 W	103 55 40.88
	8400.00	0.00	3.14	8400.00	0.00	0.00	0.00	0.00	371987.78	666949.18	N 32 1 19.30 W	103 55 40.88
	8500.00	0.00	3.14	8500.00	0.00	0.00	0.00	0.00	371987.78	666949.18	N 32 1 19.30 W	103 55 40.88
	8600.00	0.00	3.14	8600.00	0.00	0.00	0.00	0.00	371987.78	666949.18	N 32 1 19.30 W	103 55 40.88
Top 2nd BSPG SS	8605.00	0.00	3.14	8605.00	0.00	0.00	0.00	0.00	371987.78	666949.18	N 32 1 19.30 W	103 55 40.88
	8700.00	0.00	3.14	8700.00	0.00	0.00	0.00	0.00	371987.78	666949.18	N 32 1 19.30 W	103 55 40.88
	8800.00	0.00	3.14	8800.00	0.00	0.00	0.00	0.00	371987.78	666949.18	N 32 1 19.30 W	103 55 40.88
	8900.00	0.00	3.14	8900.00	0.00	0.00	0.00	0.00	371987.78	666949.18	N 32 1 19.30 W	103 55 40.88
	9000.00	0.00	3.14	9000.00	0.00	0.00	0.00	0.00	371987.78	666949.18	N 32 1 19.30 W	103 55 40.88
	9100.00	0.00	3.14	9100.00	0.00	0.00	0.00	0.00	371987.78	666949.18	N 32 1 19.30 W	103 55 40.88
Top 3rd BSPG Carb	9116.00	0.00	3.14	9116.00	0.00	0.00	0.00	0.00	371987.78	666949.18	N 32 1 19.30 W	103 55 40.88
	9200.00	0.00	3.14	9200.00	0.00	0.00	0.00	0.00	371987.78	666949.18	N 32 1 19.30 W	103 55 40.88
	9300.00	0.00	3.14	9300.00	0.00	0.00	0.00	0.00	371987.78	666949.18	N 32 1 19.30 W	103 55 40.88
Top Harkey SS	9391.00	0.00	3.14	9391.00	0.00	0.00	0.00	0.00	371987.78	666949.18	N 32 1 19.30 W	103 55 40.88
	9400.00	0.00	3.14	9400.00	0.00	0.00	0.00	0.00	371987.78	666949.18	N 32 1 19.30 W	103 55 40.88
	9500.00	0.00	3.14	9500.00	0.00	0.00	0.00	0.00	371987.78	666949.18	N 32 1 19.30 W	103 55 40.88
	9600.00	0.00	3.14	9600.00	0.00	0.00	0.00	0.00	371987.78	666949.18	N 32 1 19.30 W	103 55 40.88
	9700.00	0.00	3.14	9700.00	0.00	0.00	0.00	0.00	371987.78	666949.18	N 32 1 19.30 W	103 55 40.88
	9800.00	0.00	3.14	9800.00	0.00	0.00	0.00	0.00	371987.78	666949.18	N 32 1 19.30 W	103 55 40.88
Top 3rd BSPG SS	9856.00	0.00	3.14	9856.00	0.00	0.00	0.00	0.00	371987.78	666949.18	N 32 1 19.30 W	103 55 40.88
	9900.00	0.00	3.14	9900.00	0.00	0.00	0.00	0.00	371987.78	666949.18	N 32 1 19.30 W	103 55 40.88
	10000.00	0.00	3.14	10000.00	0.00	0.00	0.00	0.00	371987.78	666949.18	N 32 1 19.30 W	103 55 40.88
	10100.00	0.00	3.14	10100.00	0.00	0.00	0.00	0.00	371987.78	666949.18	N 32 1 19.30 W	103 55 40.88
KOP - Build 12°/100' DLS	10107.62	0.00	3.14	10107.62	0.00	0.00	0.00	0.00	371987.78	666949.18	N 32 1 19.30 W	103 55 40.88
	10200.00	11.09	3.14	10199.42	8.89	8.90	0.49	12.00	371996.68	666949.67	N 32 1 19.38 W	103 55 40.88
Top Wolfcamp	10202.63	11.40	3.14	10202.00	9.41	9.41	0.52	12.00	371997.19	666949.70	N 32 1 19.39 W	103 55 40.88
	10300.00	23.09	3.14	10294.84	38.17	38.18	2.09	12.00	372025.96	666951.27	N 32 1 19.67 W	103 55 40.86
Wolfcamp A1 Shale	10352.61	29.40	3.14	10342.00	61.38	61.40	3.37	12.00	372049.17	666952.55	N 32 1 19.90 W	103 55 40.84
Build & Turn 12°/100' DLS	10399.28	35.00	3.14	10381.48	86.20	86.22	4.73	12.00	372073.99	666953.91	N 32 1 20.15 W	103 55 40.83
	10400.00	35.09	3.13	10382.07	86.61	86.63	4.75	12.00	372074.40	666953.93	N 32 1 20.15 W	103 55 40.83
	10500.00	47.05	1.69	10457.32	152.12	152.15	7.41	12.00	372139.92	666956.59	N 32 1 20.80 W	103 55 40.79
	10600.00	59.02	0.73	10517.35	231.85	231.89	9.04	12.00	372219.65	666958.22	N 32 1 21.59 W	103 55 40.77
	10700.00	71.01	359.98	10559.51	322.32	322.36	9.57	12.00	372310.12	666958.74	N 32 1 22.49 W	103 55 40.76
Build 4°/100' DLS	10733.33	75.00	359.76	10569.25	354.19	354.23	9.49	12.00	372341.98	666958.67	N 32 1 22.80 W	103 55 40.76
	10800.00	77.67	359.76	10585.00	418.96	419.01	9.22	4.00	372406.75	666958.40	N 32 1 23.44 W	103 55 40.76
	10900.00	81.67	359.76	10602.93	517.32	517.36	8.80	4.00	372505.10	666957.98	N 32 1 24.42 W	103 55 40.76
	11000.00	85.67	359.76	10613.96	616.69	616.73	8.38	4.00	372604.47	666957.56	N 32 1 25.40 W	103 55 40.76
Wolfcamp 'A1' Target	11095.67	89.49	359.76	10618.00	712.25	712.29	7.98	4.00	372700.02	666957.16	N 32 1 26.34 W	103 55 40.76
Landing Point	11100.00	89.49	359.76	10618.04	716.59	716.63	7.96	0.00	372704.35	666957.14	N 32 1 26.39 W	103 55 40.76

Comments	MD (ft)	Incl (°)	Azim Grid (°)	TVD (ft)	VSEC (ft)	NS (ft)	EW (ft)	DLS (°/100ft)	Northing (ftUS)	Easting (ftUS)	Latitude (N/S ° ' ")	Longitude (E/W ° ' ")
	11200.00	89.49	359.76	10618.92	816.58	816.62	7.54	0.00	372804.34	666956.72	N 32 1 27.38 W	103 55 40.76
	11300.00	89.49	359.76	10619.81	916.58	916.62	7.12	0.00	372904.33	666956.30	N 32 1 28.37 W	103 55 40.76
	11400.00	89.49	359.76	10620.69	1016.58	1016.61	6.69	0.00	373004.32	666955.87	N 32 1 29.36 W	103 55 40.76
	11500.00	89.49	359.76	10621.57	1116.57	1116.61	6.27	0.00	373104.30	666955.45	N 32 1 30.35 W	103 55 40.76
	11600.00	89.49	359.76	10622.46	1216.57	1216.60	5.85	0.00	373204.29	666955.03	N 32 1 31.34 W	103 55 40.76
	11700.00	89.49	359.76	10623.34	1316.56	1316.60	5.43	0.00	373304.28	666954.61	N 32 1 32.32 W	103 55 40.76
	11800.00	89.49	359.76	10624.23	1416.56	1416.59	5.00	0.00	373404.27	666954.18	N 32 1 33.31 W	103 55 40.76
	11900.00	89.49	359.76	10625.11	1516.56	1516.59	4.58	0.00	373504.26	666953.76	N 32 1 34.30 W	103 55 40.76
	12000.00	89.49	359.76	10626.00	1616.55	1616.58	4.16	0.00	373604.24	666953.34	N 32 1 35.29 W	103 55 40.77
	12100.00	89.49	359.76	10626.88	1716.55	1716.58	3.74	0.00	373704.23	666952.92	N 32 1 36.28 W	103 55 40.77
	12200.00	89.49	359.76	10627.76	1816.54	1816.57	3.31	0.00	373804.22	666952.49	N 32 1 37.27 W	103 55 40.77
	12300.00	89.49	359.76	10628.65	1916.54	1916.57	2.89	0.00	373904.21	666952.07	N 32 1 38.26 W	103 55 40.77
	12400.00	89.49	359.76	10629.53	2016.54	2016.56	2.47	0.00	374004.19	666951.65	N 32 1 39.25 W	103 55 40.77
	12500.00	89.49	359.76	10630.42	2116.53	2116.56	2.05	0.00	374104.18	666951.23	N 32 1 40.24 W	103 55 40.77
	12600.00	89.49	359.76	10631.30	2216.53	2216.56	1.62	0.00	374204.17	666950.80	N 32 1 41.23 W	103 55 40.77
	12700.00	89.49	359.76	10632.18	2316.52	2316.55	1.20	0.00	374304.16	666950.38	N 32 1 42.22 W	103 55 40.77
	12800.00	89.49	359.76	10633.07	2416.52	2416.55	0.78	0.00	374404.14	666949.96	N 32 1 43.21 W	103 55 40.77
	12900.00	89.49	359.76	10633.95	2516.52	2516.54	0.36	0.00	374504.13	666949.54	N 32 1 44.20 W	103 55 40.77
	13000.00	89.49	359.76	10634.84	2616.51	2616.54	-0.06	0.00	374604.12	666949.12	N 32 1 45.19 W	103 55 40.77
	13100.00	89.49	359.76	10635.72	2716.51	2716.53	-0.49	0.00	374704.11	666948.69	N 32 1 46.18 W	103 55 40.77
	13200.00	89.49	359.76	10636.61	2816.51	2816.53	-0.91	0.00	374804.10	666948.27	N 32 1 47.17 W	103 55 40.77
	13300.00	89.49	359.76	10637.49	2916.50	2916.52	-1.33	0.00	374904.08	666947.85	N 32 1 48.16 W	103 55 40.77
	13400.00	89.49	359.76	10638.37	3016.50	3016.52	-1.75	0.00	375004.07	666947.43	N 32 1 49.15 W	103 55 40.77
	13500.00	89.49	359.76	10639.26	3116.49	3116.51	-2.18	0.00	375104.06	666947.00	N 32 1 50.14 W	103 55 40.77
	13600.00	89.49	359.76	10640.14	3216.49	3216.51	-2.60	0.00	375204.05	666946.58	N 32 1 51.13 W	103 55 40.77
	13700.00	89.49	359.76	10641.03	3316.49	3316.50	-3.02	0.00	375304.03	666946.16	N 32 1 52.11 W	103 55 40.77
	13800.00	89.49	359.76	10641.91	3416.48	3416.50	-3.44	0.00	375404.02	666945.74	N 32 1 53.10 W	103 55 40.78
	13900.00	89.49	359.76	10642.79	3516.48	3516.49	-3.87	0.00	375504.01	666945.31	N 32 1 54.09 W	103 55 40.78
	14000.00	89.49	359.76	10643.68	3616.47	3616.49	-4.29	0.00	375604.00	666944.89	N 32 1 55.08 W	103 55 40.78
	14100.00	89.49	359.76	10644.56	3716.47	3716.48	-4.71	0.00	375703.99	666944.47	N 32 1 56.07 W	103 55 40.78
	14200.00	89.49	359.76	10645.45	3816.47	3816.48	-5.13	0.00	375803.97	666944.05	N 32 1 57.06 W	103 55 40.78
	14300.00	89.49	359.76	10646.33	3916.46	3916.47	-5.56	0.00	375903.96	666943.62	N 32 1 58.05 W	103 55 40.78
	14400.00	89.49	359.76	10647.21	4016.46	4016.47	-5.98	0.00	376003.95	666943.20	N 32 1 59.04 W	103 55 40.78
	14500.00	89.49	359.76	10648.10	4116.45	4116.46	-6.40	0.00	376103.94	666942.78	N 32 2 0.03 W	103 55 40.78
	14600.00	89.49	359.76	10648.98	4216.45	4216.46	-6.82	0.00	376203.92	666942.36	N 32 2 1.02 W	103 55 40.78
	14700.00	89.49	359.76	10649.87	4316.45	4316.45	-7.25	0.00	376303.91	666941.93	N 32 2 2.01 W	103 55 40.78
	14800.00	89.49	359.76	10650.75	4416.44	4416.45	-7.67	0.00	376403.90	666941.51	N 32 2 3.00 W	103 55 40.78
	14900.00	89.49	359.76	10651.64	4516.44	4516.44	-8.09	0.00	376503.89	666941.09	N 32 2 3.99 W	103 55 40.78
	15000.00	89.49	359.76	10652.52	4616.43	4616.44	-8.51	0.00	376603.87	666940.67	N 32 2 4.98 W	103 55 40.78
	15100.00	89.49	359.76	10653.40	4716.43	4716.44	-8.94	0.00	376703.86	666940.25	N 32 2 5.97 W	103 55 40.78
	15200.00	89.49	359.76	10654.29	4816.43	4816.43	-9.36	0.00	376803.85	666939.82	N 32 2 6.96 W	103 55 40.78
	15300.00	89.49	359.76	10655.17	4916.42	4916.43	-9.78	0.00	376903.84	666939.40	N 32 2 7.95 W	103 55 40.78
	15400.00	89.49	359.76	10656.06	5016.42	5016.42	-10.20	0.00	377003.83	666938.98	N 32 2 8.94 W	103 55 40.78
	15500.00	89.49	359.76	10656.94	5116.42	5116.42	-10.63	0.00	377103.81	666938.56	N 32 2 9.93 W	103 55 40.78
	15600.00	89.49	359.76	10657.82	5216.41	5216.41	-11.05	0.00	377203.80	666938.13	N 32 2 10.92 W	103 55 40.78
	15700.00	89.49	359.76	10658.71	5316.41	5316.41	-11.47	0.00	377303.79	666937.71	N 32 2 11.90 W	103 55 40.79
	15800.00	89.49	359.76	10659.59	5416.40	5416.40	-11.89	0.00	377403.78	666937.29	N 32 2 12.89 W	103 55 40.79
	15900.00	89.49	359.76	10660.48	5516.40	5516.40	-12.31	0.00	377503.76	666936.87	N 32 2 13.88 W	103 55 40.79
	16000.00	89.49	359.76	10661.36	5616.40	5616.39	-12.74	0.00	377603.75	666936.44	N 32 2 14.87 W	103 55 40.79
	16100.00	89.49	359.76	10662.25	5716.39	5716.39	-13.16	0.00	377703.74	666936.02	N 32 2 15.86 W	103 55 40.79
	16200.00	89.49	359.76	10663.13	5816.39	5816.38	-13.58	0.00	377803.73	666935.60	N 32 2 16.85 W	103 55 40.79
	16300.00	89.49	359.76	10664.01	5916.38	5916.38	-14.00	0.00	377903.71	666935.18	N 32 2 17.84 W	103 55 40.79
	16400.00	89.49	359.76	10664.90	6016.38	6016.37	-14.43	0.00	378003.70	666934.75	N 32 2 18.83 W	103 55 40.79
	16500.00	89.49	359.76	10665.78	6116.38	6116.37	-14.85	0.00	378103.69	666934.33	N 32 2 19.82 W	103 55 40.79
	16600.00	89.49	359.76	10666.67	6216.37	6216.36	-15.27	0.00	378203.68	666933.91	N 32 2 20.81 W	103 55 40.79
	16700.00	89.49	359.76	10667.55	6316.37	6316.36	-15.69	0.00	378303.67	666933.49	N 32 2 21.80 W	103 55 40.79
	16800.00	89.49	359.76	10668.43	6416.36	6416.35	-16.12	0.00	378403.65	666933.06	N 32 2 22.79 W	103 55 40.79
	16900.00	89.49	359.76	10669.32	6516.36	6516.35	-16.54	0.00	378503.64	666932.64	N 32 2 23.78 W	103 55 40.79
	17000.00	89.49	359.76	10670.20	6616.36	6616.34	-16.96	0.00	378603.63	666932.22	N 32 2 24.77 W	103 55 40.79

Comments	MD (ft)	Incl (°)	Azim Grid (°)	TVD (ft)	VSEC (ft)	NS (ft)	EW (ft)	DLS (°/100ft)	Northing (ftUS)	Easting (ftUS)	Latitude (N/S ° ' ")	Longitude (E/W ° ' ")
	17100.00	89.49	359.76	10671.09	6716.35	6716.34	-17.38	0.00	378703.62	666931.80	N 32 2 25.76	W 103 55 40.79
	17200.00	89.49	359.76	10671.97	6816.35	6816.33	-17.81	0.00	378803.60	666931.38	N 32 2 26.75	W 103 55 40.79
	17300.00	89.49	359.76	10672.85	6916.34	6916.33	-18.23	0.00	378903.59	666930.95	N 32 2 27.74	W 103 55 40.79
	17400.00	89.49	359.76	10673.74	7016.34	7016.32	-18.65	0.00	379003.58	666930.53	N 32 2 28.73	W 103 55 40.79
	17500.00	89.49	359.76	10674.62	7116.34	7116.32	-19.07	0.00	379103.57	666930.11	N 32 2 29.72	W 103 55 40.80
	17600.00	89.49	359.76	10675.51	7216.33	7216.32	-19.50	0.00	379203.56	666929.69	N 32 2 30.71	W 103 55 40.80
	17700.00	89.49	359.76	10676.39	7316.33	7316.31	-19.92	0.00	379303.54	666929.26	N 32 2 31.69	W 103 55 40.80
	17800.00	89.49	359.76	10677.28	7416.33	7416.31	-20.34	0.00	379403.53	666928.84	N 32 2 32.68	W 103 55 40.80
	17900.00	89.49	359.76	10678.16	7516.32	7516.30	-20.76	0.00	379503.52	666928.42	N 32 2 33.67	W 103 55 40.80
	18000.00	89.49	359.76	10679.04	7616.32	7616.30	-21.19	0.00	379603.51	666928.00	N 32 2 34.66	W 103 55 40.80
	18100.00	89.49	359.76	10679.93	7716.31	7716.29	-21.61	0.00	379703.49	666927.57	N 32 2 35.65	W 103 55 40.80
	18200.00	89.49	359.76	10680.81	7816.31	7816.29	-22.03	0.00	379803.48	666927.15	N 32 2 36.64	W 103 55 40.80
	18300.00	89.49	359.76	10681.70	7916.31	7916.28	-22.45	0.00	379903.47	666926.73	N 32 2 37.63	W 103 55 40.80
	18400.00	89.49	359.76	10682.58	8016.30	8016.28	-22.88	0.00	380003.46	666926.31	N 32 2 38.62	W 103 55 40.80
	18500.00	89.49	359.76	10683.46	8116.30	8116.27	-23.30	0.00	380103.44	666925.88	N 32 2 39.61	W 103 55 40.80
	18600.00	89.49	359.76	10684.35	8216.29	8216.27	-23.72	0.00	380203.43	666925.46	N 32 2 40.60	W 103 55 40.80
	18700.00	89.49	359.76	10685.23	8316.29	8316.26	-24.14	0.00	380303.42	666925.04	N 32 2 41.59	W 103 55 40.80
	18800.00	89.49	359.76	10686.12	8416.29	8416.26	-24.56	0.00	380403.41	666924.62	N 32 2 42.58	W 103 55 40.80
	18900.00	89.49	359.76	10687.00	8516.28	8516.25	-24.99	0.00	380503.40	666924.19	N 32 2 43.57	W 103 55 40.80
	19000.00	89.49	359.76	10687.89	8616.28	8616.25	-25.41	0.00	380603.38	666923.77	N 32 2 44.56	W 103 55 40.80
	19100.00	89.49	359.76	10688.77	8716.27	8716.24	-25.83	0.00	380703.37	666923.35	N 32 2 45.55	W 103 55 40.80
	19200.00	89.49	359.76	10689.65	8816.27	8816.24	-26.25	0.00	380803.36	666922.93	N 32 2 46.54	W 103 55 40.80
	19300.00	89.49	359.76	10690.54	8916.27	8916.23	-26.68	0.00	380903.35	666922.51	N 32 2 47.53	W 103 55 40.81
	19400.00	89.49	359.76	10691.42	9016.26	9016.23	-27.10	0.00	381003.33	666922.08	N 32 2 48.52	W 103 55 40.81
	19500.00	89.49	359.76	10692.31	9116.26	9116.22	-27.52	0.00	381103.32	666921.66	N 32 2 49.51	W 103 55 40.81
	19600.00	89.49	359.76	10693.19	9216.26	9216.22	-27.94	0.00	381203.31	666921.24	N 32 2 50.50	W 103 55 40.81
	19700.00	89.49	359.76	10694.07	9316.25	9316.21	-28.37	0.00	381303.30	666920.82	N 32 2 51.48	W 103 55 40.81
	19800.00	89.49	359.76	10694.96	9416.25	9416.21	-28.79	0.00	381403.28	666920.39	N 32 2 52.47	W 103 55 40.81
	19900.00	89.49	359.76	10695.84	9516.24	9516.20	-29.21	0.00	381503.27	666919.97	N 32 2 53.46	W 103 55 40.81
	20000.00	89.49	359.76	10696.73	9616.24	9616.20	-29.63	0.00	381603.26	666919.55	N 32 2 54.45	W 103 55 40.81
	20100.00	89.49	359.76	10697.61	9716.24	9716.20	-30.06	0.00	381703.25	666919.13	N 32 2 55.44	W 103 55 40.81

Cimarex Tar
Heel 19-18
Federal Com
#1H - PBHL
[330' FNL, 380'
FWL]

Survey Type: Def Plan

Survey Error Model: ISCWSA Rev 0 *** 3-D 95.000% Confidence 2.7955 sigma
Survey Program:

Description	Part	MD From (ft)	MD To (ft)	EOU Freq (ft)	Hole Size (in)	Casing Diameter (in)	Expected Max Inclination (deg)	Survey Tool Type	Borehole / Survey
	1	0.000	26.000	1/100.000	30.000	30.000		NAL_MWD_IFR1+MS-Depth Only	Tar Heel 19-18 Federal Com #1H / Cimarex Tar Heel 19-18 Federal Com #1H Rev0 RM 24Jan19
	1	26.000	20144.047	1/100.000	30.000	30.000		NAL_MWD_IFR1+MS	Tar Heel 19-18 Federal Com #1H / Cimarex Tar Heel 19-18 Federal

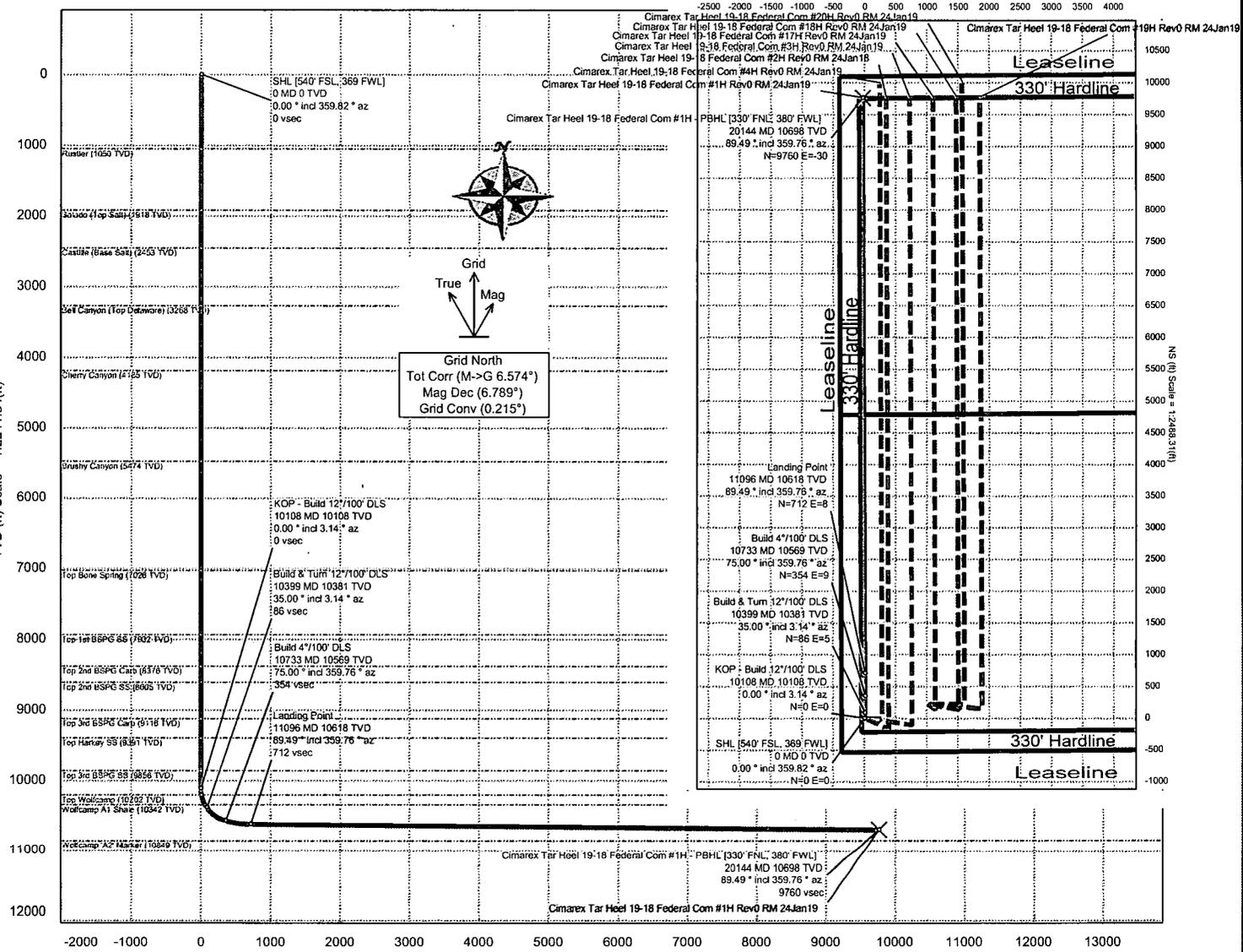


Cimarex Energy Rev 0



Borehole: Tar Heel 19-18 Federal Com #1H	Well: Tar Heel 19-18 Federal Com #1H	Field: NM Eddy County (NAD 83)	Structure: Cimarex Tar Heel 19-18 Federal Com #1H
--	--	--	---

Gravity & Magnetic Parameters		Surface Location NAD83 New Mexico State Plane, Eastern Zone, US Feet		Miscellaneous	
Model: HDGM 2019	Dip: 59.647°	Date: 24-Jan-2019	Lat: N 32 1 19.30	Northing: 371987.78NUS	Grid Conv: 0.2149°
MagDec: 6.789°	FS: 47813.449NT	Gravity FS: 998.441mgn (9.80665 Based)	Lon: W 103 55 40.88	Easting: 666949.18RUS	Scale Fact: 0.99992716
				Slot: New Slot	TVD Ref: RKB(3042.5ft above MSL)
				Plan: Cimarex Tar Heel 19-18 Federal Com #1H Rev0 RM 24Jan19	



Vertical Section (ft) Azim = 359.76° Scale = 1:2241.34(ft) Origin = 0N/-S, 0E/-W

Critical Point	MD	INCL	AZIM	Critical Points				
				TVD	VSEC	N(+)/S(-)	E(+)/W(-)	DLS
SHL [540' FSL, 369' FWL]	0.00	0.00	359.82	0.00	0.00	0.00	0.00	0.00
Rustler	1050.00	0.00	3.14	1050.00	0.00	0.00	0.00	0.00
Salado (Top Salt)	1918.00	0.00	3.14	1918.00	0.00	0.00	0.00	0.00
Castille (Base Salt)	2453.00	0.00	3.14	2453.00	0.00	0.00	0.00	0.00
Belf Canyon (Top Delaware)	3268.00	0.00	3.14	3268.00	0.00	0.00	0.00	0.00
Cherry Canyon	4185.00	0.00	3.14	4185.00	0.00	0.00	0.00	0.00
Brushy Canyon	5474.00	0.00	3.14	5474.00	0.00	0.00	0.00	0.00
Top Bone Spring	7026.00	0.00	3.14	7026.00	0.00	0.00	0.00	0.00
Top 1st BSPG SS	7932.00	0.00	3.14	7932.00	0.00	0.00	0.00	0.00
Top 2nd BSPG Carb	8376.00	0.00	3.14	8376.00	0.00	0.00	0.00	0.00
Top 2nd BSPG SS	8605.00	0.00	3.14	8605.00	0.00	0.00	0.00	0.00
Top 3rd BSPG Carb	9116.00	0.00	3.14	9116.00	0.00	0.00	0.00	0.00
Top Harkey SS	9391.00	0.00	3.14	9391.00	0.00	0.00	0.00	0.00
Top 3rd BSPG SS	9856.00	0.00	3.14	9856.00	0.00	0.00	0.00	0.00
KOP - Build 12"/100' DLS	10107.62	0.00	3.14	10107.62	0.00	0.00	0.00	0.00
Top Wolfcamp	10202.63	11.40	3.14	10202.00	9.41	9.41	0.52	12.00
Wolfcamp A1 Shale	10352.61	29.40	3.14	10342.00	61.38	61.40	3.37	12.00
Build & Turn 12"/100' DLS	10399.28	35.00	3.14	10381.48	86.20	86.22	4.73	12.00
Build 4"/100' DLS	10733.33	75.00	359.76	10569.25	354.19	354.23	9.49	12.00
Landing Point	11095.67	89.49	359.76	10618.00	712.25	712.29	7.98	4.00
Wolfcamp A1 Target	11095.67	89.49	359.76	10618.00	712.26	712.30	7.98	0.00
Cimarex Tar Heel 19-18 Federal Com #1H - PBHL (330' FNL, 380' FWL)	20144.05	89.49	359.76	10698.00	9760.28	9760.24	-30.24	0.00
Wolfcamp A2 Marker	NaN			10849.00				



Cimarex Tar Heel 19-18 Federal Com #1H Rev0 RM 24Jan19 Anti-Collision Summary Report

Analysis Date-24hr Time: January 25, 2019 - 09:44
 Client: Cimarex Energy
 Field: NM Eddy County (NAD 83)
 Structure: Cimarex Tar Heel 19-18 Federal Com #1H
 Slot: New Slot
 Well: Tar Heel 19-18 Federal Com #1H
 Borehole: Tar Heel 19-18 Federal Com #1H
 Scan MD Range: 0.00ft ~ 20144.05ft

Analysis Method: 3D Least Distance
 Reference Trajectory: Cimarex Tar Heel 19-18 Federal Com #1H Rev0 RM 24Jan19 (Def Plan)
 Depth Interval: Every 10.00 Measured Depth (ft)
 Rule Set: NAL Procedure: D&M AntiCollision Standard S002
 Min Pts: All local minima indicated.
 Version / Patch: 2.10.753.0
 Database \ Project: US1153APP452.dir.slb.com\drilling-NM Eddy County 2.10

ISCWSA0 3-D 95.000% Confidence 2.7955 sigma, for subject well. For offset wells, error model version is specified with each well respectively.

Trajectory Error Model:

Offset Trajectories Summary

Offset Selection Criteria

Wellhead distance scan: Not performed!
 Selection filters: Definitive Surveys - Definitive Plans - Definitive surveys exclude definitive plans
 - All Non-Def Surveys when no Def-Survey is set in a borehole - All Non-Def Plans when no Def-Plan is set in a borehole

Offset Trajectory	Separation			Allow Dev. (ft)	Sep. Fact.	Controlling Rule	Reference Trajectory		Risk Level			Alert	Status
	Ct-Ct (ft)	MAS (ft)	EOU (ft)				MD (ft)	TVD (ft)	Alert	Minor	Major		

Results highlighted: Sep-Factor separation <= 1.50 ft

Cimarex Tar Heel 19-18 Federal Com #2H Rev0 RM 24Jan18 (Def Plan)												
20.00	16.50	17.50	3.50	N/A		MAS = 5.03 (m)	0.00	0.00		CtCt<=15m<15.00		Enter Alert
20.00	16.50	17.50	3.50	7877.38		MAS = 5.03 (m)	26.00	26.00				WRP
20.00	20.01	5.83	-0.01	1.50		OSF1.50	1920.00	1920.00		OSF<1.50		Enter Minor
20.00	23.50	3.50	-3.50	1.25		OSF1.50	2290.00	2290.00				MinPt-CtCt
20.02	23.65	3.42	-3.63	1.24		OSF1.50	2310.00	2310.00				MINPT-O-EOU
20.07	23.71	3.43	-3.64	1.24		OSF1.50	2320.00	2320.00				MinPts
24.13	24.36	7.06	-0.22	1.48		OSF1.50	2460.00	2460.00		OSF>1.50		Exit Minor
83.61	26.94	64.82	56.67	4.98		OSF1.50	3090.00	3090.00		OSF>5.00		Exit Alert
375.95	88.68	315.99	287.26	6.50		OSF1.50	11095.67	10618.00				MinPt-CtCt
375.95	114.67	298.66	261.27	4.99		OSF1.50	12450.00	10629.97		OSF<5.00		Enter Alert
375.96	341.67	147.35	34.29	1.65		OSF1.50	20144.05	10698.00				MinPts

Cimarex Tar Heel 19-18 Federal Com #3H Rev0 RM 24Jan19 (Def Plan)												
39.99	32.50	37.49	7.50	N/A		MAS = 9.90 (m)	0.00	0.00		CtCt<=15m<15.00		Enter Alert
39.99	32.50	37.49	7.50	56251.37		MAS = 9.90 (m)	26.00	26.00				WRP
39.99	32.50	25.38	7.50	3.10		MAS = 9.90 (m)	1990.00	1990.00				MinPts
40.01	32.50	25.29	7.52	3.07		MAS = 9.90 (m)	2010.00	2010.00				MINPT-O-EOU
40.27	32.50	25.42	7.78	3.06		MAS = 9.90 (m)	2040.00	2040.00				MinPt-O-SF
70.06	32.50	54.02	37.56	4.99		MAS = 9.90 (m)	2420.00	2420.00		OSF>5.00		Exit Alert
755.06	85.62	697.14	669.43	13.58		OSF1.50	10560.00	10495.35				MinPt-CtCt
755.12	85.85	697.06	669.27	13.54		OSF1.50	10590.00	10512.11				MINPT-O-EOU
755.26	86.00	697.09	669.25	13.52		OSF1.50	10610.00	10522.40				MinPt-O-ADP

Offset Trajectory	Separation			Allow Dev. (ft)	Sep. Fact.	Controlling Rule	Reference Trajectory		Risk Level			Alert	Status
	Ct-Ct (ft)	MAS (ft)	EOU (ft)				MD (ft)	TVD (ft)	Alert	Minor	Major		
753.17	227.72	600.53	525.45	5.00		OSF1.50	16430.00	10665.16				Enter Alert	
751.90	342.12	522.99	409.79	3.31		OSF1.50	20144.05	10698.00			OSF<5.00	MinPts	

Cimarex Tar Heel 19-18
Federal Com #17H Rev0 RM
24Jan19 (Def Plan) Warning Alert

1031.57	32.81	1029.07	998.76	N/A		MAS = 10.00 (m)	0.00	0.00				Surface	
1031.57	32.81	1029.06	998.76	110276.89		MAS = 10.00 (m)	26.00	26.00				WRP	
1031.57	32.81	1010.66	998.76	55.91		MAS = 10.00 (m)	2990.00	2990.00				MinPts	
1031.63	32.81	1010.59	998.82	55.53		MAS = 10.00 (m)	3020.00	3020.00				MINPT-O-EOU	
1127.85	94.41	1064.08	1033.45	18.37		OSF1.50	11230.00	10619.19				MinPt-CtCt	
1127.86	340.13	900.27	787.73	5.00		OSF1.50	20110.00	10697.70			OSF<5.00	Enter Alert	
1127.86	341.20	899.56	786.66	4.98		OSF1.50	20144.05	10698.00				MinPts	

Cimarex Tar Heel 19-18
Federal Com #4H Rev0 RM
24Jan19 (Def Plan) Pass

60.00	32.81	57.50	27.19	N/A		MAS = 10.00 (m)	0.00	0.00				Surface	
60.00	32.81	57.50	27.19	86259.82		MAS = 10.00 (m)	26.00	26.00				WRP	
60.00	32.81	48.53	27.19	6.41		MAS = 10.00 (m)	1490.00	1490.00				MinPts	
60.01	32.81	48.44	27.21	6.34		MAS = 10.00 (m)	1510.00	1510.00				MINPT-O-EOU	
61.10	32.81	49.19	28.29	6.23		MAS = 10.00 (m)	1580.00	1580.00				MinPt-O-SF	
290.94	77.90	238.17	213.03	5.74		OSF1.50	9140.00	9140.00				MinPt-CtCt	
291.06	78.53	237.88	212.53	5.69		OSF1.50	9210.00	9210.00				MINPT-O-EOU	
291.13	78.62	237.89	212.51	5.69		OSF1.50	9220.00	9220.00				MinPt-O-ADP	
292.18	79.12	238.60	213.05	5.67		OSF1.50	9280.00	9280.00				MinPt-O-SF	
1064.67	306.34	859.61	758.33	5.24		OSF1.50	20144.05	10698.00				MinPts	

Cimarex Tar Heel 19-18
Federal Com #18H Rev0 RM
24Jan19 (Def Plan) Pass

1051.11	32.81	1048.61	1018.30	N/A		MAS = 10.00 (m)	0.00	0.00				Surface	
1051.11	32.81	1048.60	1018.30	104879.57		MAS = 10.00 (m)	26.00	26.00				WRP	
1051.11	32.81	1034.60	1018.30	74.85		MAS = 10.00 (m)	2290.00	2290.00				MinPts	
1051.14	32.81	1034.53	1018.33	74.35		MAS = 10.00 (m)	2310.00	2310.00				MINPT-O-EOU	
1513.55	52.36	1477.81	1461.19	45.46		OSF1.50	6230.00	6230.00				MinPt-O-SF	
1503.81	92.44	1441.35	1411.38	25.04		OSF1.50	11230.00	10619.19				MinPt-CtCt	
1503.82	339.54	1276.62	1164.27	6.68		OSF1.50	20144.05	10698.00				MinPts	

Cimarex Tar Heel 19-18
Federal Com #19H Rev0 RM
24Jan19 (Def Plan) Pass

1070.68	32.81	1068.18	1037.87	N/A		MAS = 10.00 (m)	0.00	0.00				Surface	
1070.68	32.81	1068.17	1037.87	98115.33		MAS = 10.00 (m)	26.00	26.00				WRP	
1070.68	32.81	1056.05	1037.87	88.10		MAS = 10.00 (m)	1990.00	1990.00				MinPts	
1070.71	32.81	1055.99	1037.90	87.41		MAS = 10.00 (m)	2010.00	2010.00				MINPT-O-EOU	
1884.75	64.24	1841.09	1820.51	45.73		OSF1.50	7320.00	7320.00				MinPt-O-SF	
1879.76	92.81	1817.05	1786.95	31.18		OSF1.50	11240.00	10619.28				MinPt-CtCt	
1879.76	338.66	1653.16	1541.10	8.38		OSF1.50	20144.05	10698.00				MinPts	

Cimarex Tar Heel 19-18
Federal Com #20H Rev0 RM
24Jan19 (Def Plan) Pass

1090.25	32.81	1087.75	1057.44	N/A		MAS = 10.00 (m)	0.00	0.00				Surface	
1090.25	32.81	1087.74	1057.44	78963.54		MAS = 10.00 (m)	26.00	26.00				WRP	
1090.25	32.81	1078.76	1057.44	121.03		MAS = 10.00 (m)	1490.00	1490.00				MinPts	
1090.28	32.81	1078.70	1057.48	119.79		MAS = 10.00 (m)	1510.00	1510.00				MINPT-O-EOU	

Offset Trajectory	Separation			Allow Dev. (ft)	Sep. Fact.	Controlling Rule	Reference Trajectory		Risk Level			Alert	Status
	Ct-Ct (ft)	MAS (ft)	EOU (ft)				MD (ft)	TVD (ft)	Alert	Minor	Major		
1615.45	46.63	1583.53	1568.81	54.82	OSF1.50	5270.00	5270.00					MinPt-O-SF	
1626.10	71.15	1577.83	1554.95	35.47	OSF1.50	8580.00	8580.00					MINPT-O-EOU	
1626.17	71.23	1577.85	1554.94	35.44	OSF1.50	8590.00	8590.00					MinPt-O-ADP	
1648.22	73.89	1598.12	1574.33	34.58	OSF1.50	8990.00	8990.00					MinPt-O-SF	
2257.77	325.12	2040.19	1932.65	10.49	OSF1.50	20144.05	10698.00					MinPts	

1. Geological Formations

TVD of target 10,698
MD at TD 20,144

Pilot Hole TD N/A
Deepest expected fresh water

Formation	Depth (TVD) from KB	Water/Mineral Bearing/Target Zone	Hazards
Rustler	1050	N/A	
Salado	1918	N/A	
Castille	2453	N/A	
Bell Canyon	3268	N/A	
Cherry Canyon	4185	N/A	
Brushy Canyon	5474	N/A	
Bone Spring	7026	N/A	
Wolfcamp	10202	N/A	
Wolfcamp A1 Marker	10342	N/A	
Wolfcamp A1 Target	10618	N/A	
Wolfcamp A2 Marker	10849	N/A	

2. Casing Program

Hole Size	Casing Depth From	Casing Depth To	Setting Depth TVD	Casing Size	Weight (lb/ft)	Grade	Conn:	SF Collapse	SF Burst	SF Tension
17 1/2	0	1100	1100	13-3/8"	48.00	H-40/J-55 Hybrid	ST&C	1.47	3.44	6.10
12 1/4	0	3248	3248	9-5/8"	36.00	J-55	LT&C	1.17	2.04	3.87
8 3/4	0	10107	10107	7"	29.00	L-80	LT&C	1.48	1.73	1.89
8 3/4	10107	11095	10698	7"	29.00	L-80	BT&C	1.40	1.63	39.44
6	10107	20144	10698	4-1/2"	11.60	HCP-110	BT&C	1.27	1.54	53.53
BLM Minimum Safety Factor								1.125	1	1.6 Dry 1.8 Wet

TVD was used on all calculations.

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

Cimarex Energy Co., Tar Heel 19-18 Federal #1H

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

3. Cementing Program

Casing	# Sks	Wt. lb/gal	Yld' ft ³ /sack	H ₂ O gal/sk	500# Comp. Strength (hours)	Slurry Description
Surface	534	13.50	1.72	9.15	15.5	Lead: Class C + Bentonite
	143	14.80	1.34	6.32	9.5	Tail: Class C + LCM
Intermediate	595	12.90	1.88	9.65	12	Lead: 35:65 (Poz:C) + Salt + Bentonite
	196	14.20	1.30	5.86	14:30	Tail: 50:50 (Poz:H) + Salt + Bentonite + Fluid Loss + Dispersant + SMS
Production	364	10.30	3.64	22.18		Lead: Tuned Light + LCM
	127	14.20	1.30	5.86	14:30	Tail: 50:50 (Poz:H) + Salt + Bentonite + Fluid Loss + Dispersant + SMS
Completion System	658	14.20	1.30	5.86	14:30	Tail: 50:50 (Poz:H) + Salt + Bentonite + Fluid Loss + Dispersant + SMS

Casing String	TOC	% Excess
Surface	0	45
Intermediate	0	53
Production	3048	23
Completion System	11095	10

4. Pressure Control Equipment

A variance is requested for the use of a diverter on the surface casing. See attached for schematic.

BOP installed and tested before drilling which hole?	Size	Min. Required WP	Type		Tested To
8 3/4	13 5/8	3M	Annular	X	50% of working pressure
			Blind Ram		3M
			Pipe Ram		
			Double Ram	X	
			Other		
6	13 5/8	5M	Annular	X	50% of working pressure
			Blind Ram		5M
			Pipe Ram	X	
			Double Ram	X	
			Other		

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.

X	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.
X	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.
N	Are anchors required by manufacturer?

5. Mud Program

Depth	Type	Weight (ppg)	Viscosity	Water Loss
0' to 1100'	FW Spud Mud	8.30 - 8.80	30-32	N/C
1100' to 3248'	FW Spud Mud	9.70 - 10.20	30-32	N/C
3248' to 11095'	Brine Water	8.50 - 9.00	30-32	N/C
11095' to 20144'	Oil Based Mud	12.00 - 12.50	50-70	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.

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

6. Logging and Testing Procedures

Logging, Coring and Testing	
X	Will run GR/CNL 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.
	Drill stem test?
	Coring?

Additional Logs Planned	Interval

7. Drilling Conditions

Condition	
BH Pressure at deepest TVD	6953 psi
Abnormal Temperature	No

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.

X	H2S is present
X	H2S plan is attached

8. Other Facets of Operation

9. Wellhead

A multi-bowl wellhead system will be utilized.

After running the 13-3/8" surface casing, a 13 5/8" BOP/BOPE system with a minimum working pressure of 5000 psi will be installed on the wellhead system and will be pressure tested to 250 psi low followed by a 5000 psi test. Annular will be tested to 50% of working pressure. The pressure test will be repeated at least every 30 days, as per Onshore Order No. 2.

The multi-bowl wellhead will be installed by vendor's representative. A copy of the installation instructions has been sent to the BLM field office.

The wellhead will be installed by a third-party welder while being monitored by the wellhead vendor representative.

All BOP equipment will be tested utilizing a conventional test plug. Not a cup or J-packer type.

A solid steel body pack-off will be utilized after running and cementing the intermediate casing. After installation the pack-off and lower flange will be pressure tested to 5000 psi.

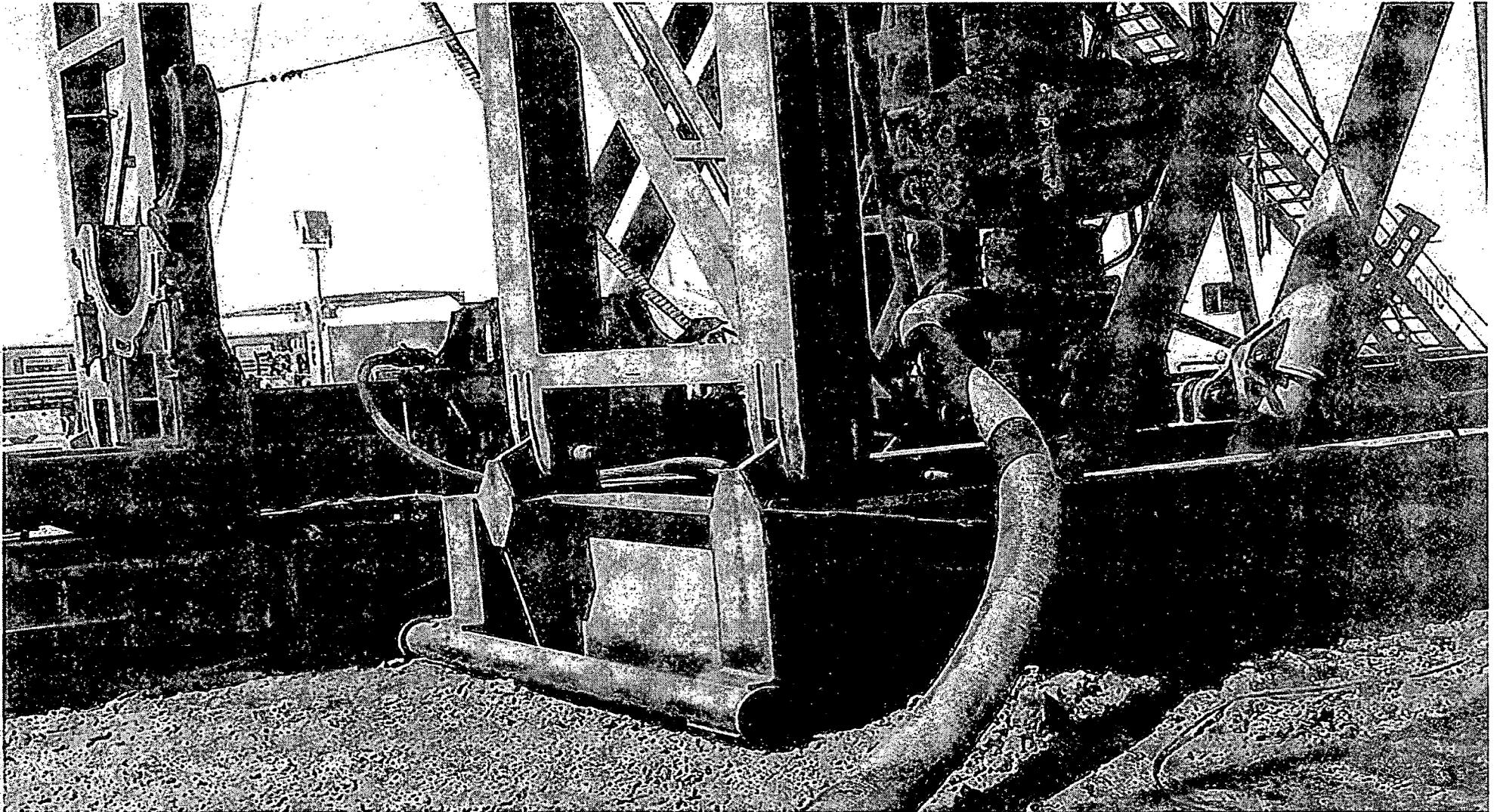
A solid steel body pack-off will be utilized after running and cementing the production casing. After installation the pack-off and lower flange will be pressure tested to 5000 psi.

The surface casing string will be tested as per Onshore Order No. 2 to at least 0.22 psi/ft or 1500 psi, whichever is greater.

The casing string utilizing steel body pack-off will be tested to 70% of casing burst.

If well conditions dictate conventional slips will be set and BOPE will be tested to appropriate pressures based on permitted pressure requirements.

Co-Flex Hose
Tar Heel 19-18 Fed 1H
Cimarex Energy Co.
19-26S-30E
Eddy Co., NM



Co-Flex Hose Hydrostatic Test
 Tar Heel 19-18 Fed 1H
 Cimarex Energy Co.
 19-26S-30E
 Eddy Co., NM



Midwest Hose & Specialty, Inc.

INTERNAL HYDROSTATIC TEST REPORT		
Customer: Oderco Inc		P.O. Number: odyd-271
HOSE SPECIFICATIONS		
Type: Stainless Steel Armor Choke & Kill Hose		Hose Length: 45'ft.
I.D. 4 INCHES	O.D. 9 INCHES	
WORKING PRESSURE 10,000 PSI	TEST PRESSURE 15,000 PSI	BURST PRESSURE 0 PSI
COUPLINGS		
Stem Part No. OKC OKC		Ferrule No. OKC OKC
Type of Coupling: Swage-It		
PROCEDURE		
<i>Hose assembly pressure tested with water at ambient temperature.</i>		
TIME HELD AT TEST PRESSURE 15 MIN		ACTUAL BURST PRESSURE: 0 PSI
Hose Assembly Serial Number: 79793		Hose Serial Number: OKC
Comments:		
Date: 3/8/2011	Tested: <i>A. James Jones</i>	Approved: <i>[Signature]</i>



Midwest Hose & Specialty, Inc.

Internal Hydrostatic Test Graph

March 3, 2011

Customer: Houston

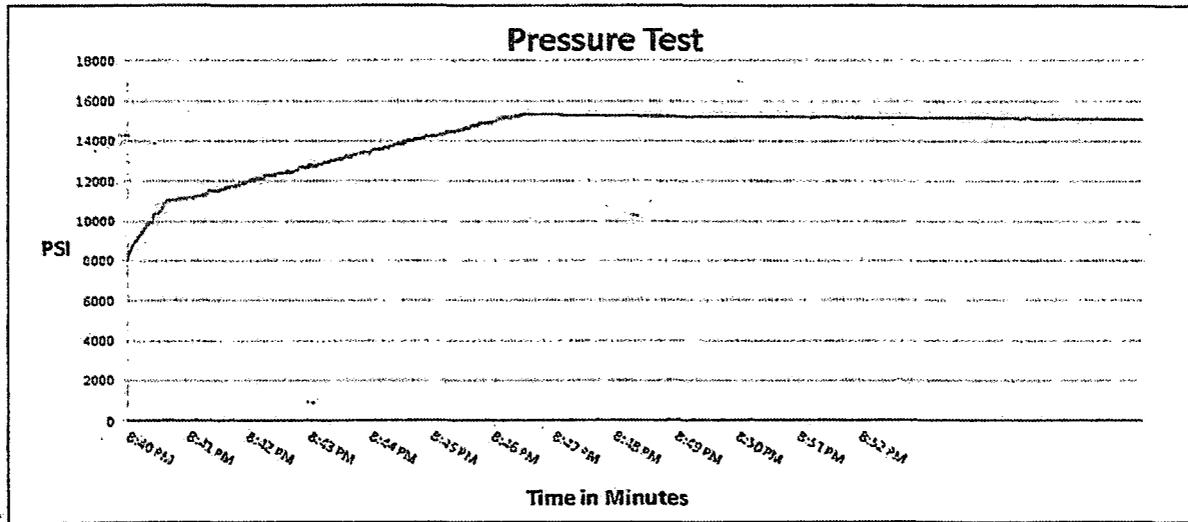
Pick Ticket #: 94260

Hose Specifications

<u>Hose Type</u> C & K	<u>Length</u> 45'
<u>I.D.</u> 4"	<u>O.D.</u> 6.09"
<u>Working Pressure</u> 10000 PSI	<u>Burst Pressure</u> Standard Safety Multiplier Applies

Verification

<u>Type of Fitting</u> 4 1/16 30K	<u>Coupling Method</u> Swage
<u>Die Size</u> 6.38"	<u>Final O.D.</u> 6.25"
<u>Hose Serial #</u> 5544	<u>Hose Assembly Serial #</u> 79793



<u>Test Pressure</u> 15000 PSI	<u>Time Held at Test Pressure</u> 11 Minutes	<u>Actual Burst Pressure</u>	<u>Peak Pressure</u> 15483 PSI
-----------------------------------	---	------------------------------	-----------------------------------

Comments: Hose assembly pressure tested with water at ambient temperature.

Tested By: *Zac McConnell*

Approved By: *Kim Thomas*

Co-Flex Hose Hydrostatic Test
 Tar Heel 19-18 Fed 1H
 Cimarex Energy Co.
 19-265-30E
 Eddy Co., NM

Co-Flex Hose
Tar Heel 19-18 Fed 1H
Cimarex Energy Co.
19-26S-30E
Eddy Co., NM



Midwest Hose & Specialty, Inc.

Certificate of Conformity	
Customer: DEM	PO ODYD-271
SPECIFICATIONS	
Sales Order 79793	Dated: 3/8/2011
<p>We hereby certify that the material supplied for the referenced purchase order to be true according to the requirements of the purchase order and current industry standards</p> <p>Supplier: Midwest Hose & Specialty, Inc. 10640 Tanner Road Houston, Texas 77041</p>	
Comments:	
Approved: <i>David Garcia</i>	Date: 3/8/2011



Midwest Hose
& Specialty, Inc.

Co-Flex Hose
Tar Heel 19-18 Fed 1H
Cimarex Energy Co.
19-26S-30E
Eddy Co., NM

Specification Sheet Choke & Kill Hose

The Midwest Hose & Specialty Choke & Kill hose is manufactured with only premium components. The reinforcement cables, inner liner and cover are made of the highest quality material to handle the tough drilling applications of today's industry. The end connections are available with API flanges, API male threads, hubs, hammer unions or other special fittings upon request. Hose assembly is manufactured to API 7K. This assembly is wrapped with fire resistant vermiculite coated fiberglass insulation, rated at 2000 degrees with stainless steel armor cover.

Working Pressure:	5,000 or 10,000 psi working pressure
Test Pressure:	10,000 or 15,000 psi test pressure
Reinforcement:	Multiple steel cables
Cover:	Stainless Steel Armor
Inner Tube:	Petroleum resistant, Abrasion resistant
End Fitting:	API flanges, API male threads, threaded or butt weld hammer unions, unbolt and other special connections
Maximum Length:	110 Feet
ID:	2-1/2", 3", 3-1/2", 4"
Operating Temperature:	-22 deg F to +180 deg F (-30 deg C to +82 deg C)

District I
1625 N. French Dr., Hobbs, NM 88240
District II
811 S. First St., Artesia, NM 88210
District III
1000 Rio Brazos Road, Aztec, NM 87410
District IV
1220 S. St. Francis Dr., Santa Fe, NM 87505

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

Submit Original
to Appropriate
District Office

GAS CAPTURE PLAN

Date: 1-24-2019

Original Operator & OGRID No.: Cimarex Energy Co. of-162683
 Amended - Reason for Amendment: _____

This Gas Capture Plan outlines actions to be taken by the Operator to reduce well/production facility flaring/venting for new completion (new drill, recomple to new zone, re-frac) activity.

Note: Form C-129 must be submitted and approved prior to exceeding 60 days allowed by Rule (Subsection A of 19.15.18.12 NMAC).

Well(s)/Production Facility – Name of facility

The well(s) that will be located at the production facility are shown in the table below.

Well Name	API	Well Location (ULSTR)	Footages	Expected MCF/D	Flared or Vented	Comments
Tar Heel 19-18 Federal Com #1H	Pending	19-26S-30E	540'FSL & 369' FWL	4000		

Gathering System and Pipeline Notification

Well(s) will be connected to a production facility after flowback operations are complete, if gas transporter system is in place. The gas produced from production facility is dedicated to Gas Transporter and will be connected to Gas Transporter low/high pressure gathering system located in Eddy County, New Mexico. It will require 2 miles of pipeline to connect the facility to low/high pressure gathering system. Operator provides (periodically) to Gas Transporter a drilling, completion and estimated first production date for wells that are scheduled to be drilled in the foreseeable future. In addition, Operator and Gas Transporter have periodic conference calls to discuss changes to drilling and completion schedules. Gas from these wells will be processed at Lucid Red Hills Processing Plant located in Sec 13-24S-33E, Lea County, New Mexico. The actual flow of the gas will be based on compression operating parameters and gathering system pressures.

Flowback Strategy

After the fracture treatment/completion operations, well(s) will be produced to temporary production tanks and gas will be flared or vented. During flowback, the fluids and sand content will be monitored. When the produced fluids contain minimal sand, the wells will be turned to production facilities. Gas sales should start as soon as the wells start flowing through the production facilities, unless there are operational issues on Gas Transporter system at that time. Based on current information, it is Operator's belief the system can take this gas upon completion of the well(s).

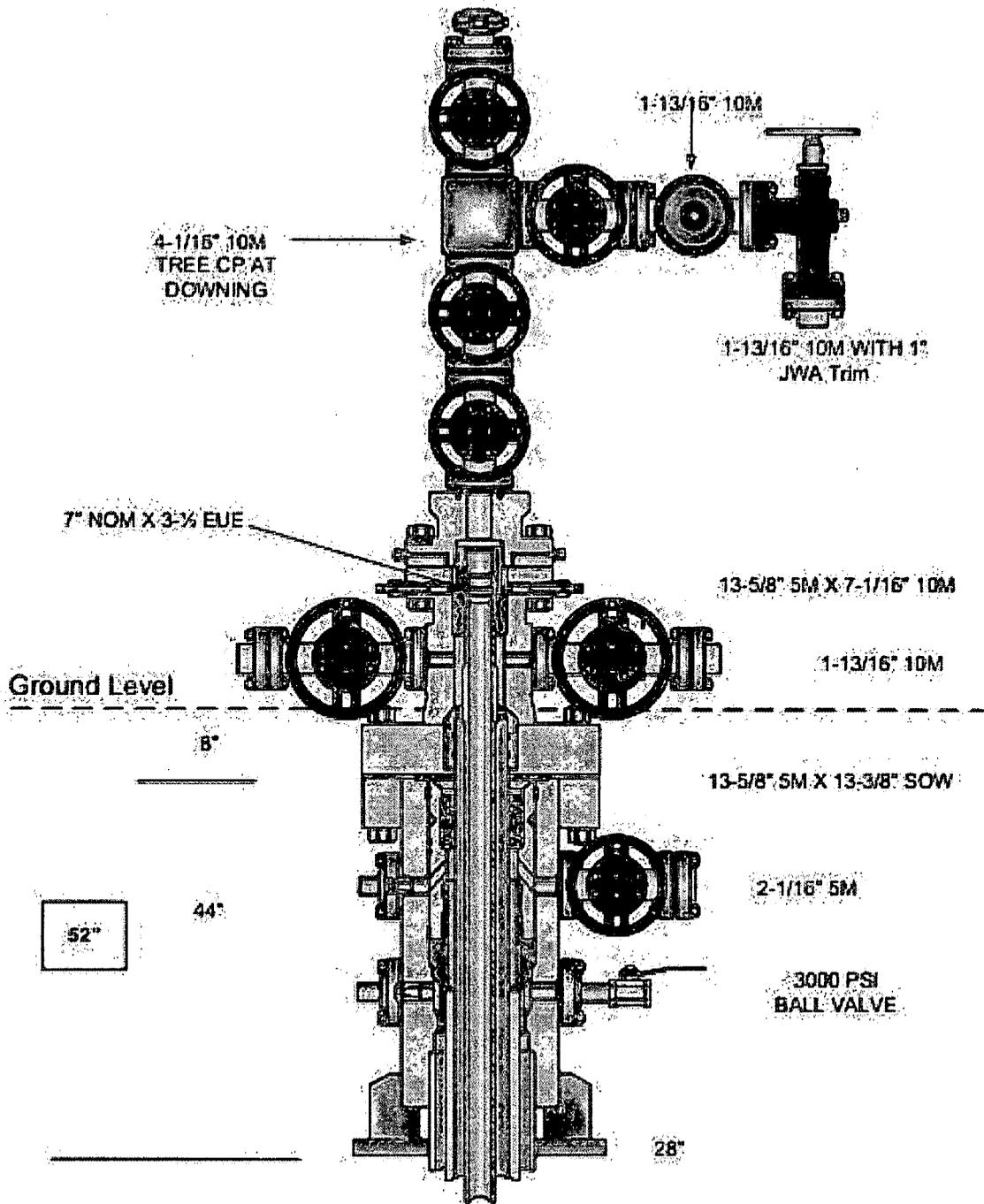
Safety requirements during cleanout operations from the use of underbalanced air cleanout systems may necessitate that sand and non-pipeline quality gas be vented and/or flared rather than sold on a temporary basis.

Alternatives to Reduce Flaring

Below are alternatives considered from a conceptual standpoint to reduce the amount of gas flared.

- Power Generation – On lease
 - Only a portion of gas is consumed operating the generator, remainder of gas will be flared
- Compressed Natural Gas – On lease
 - Gas flared would be minimal, but might be uneconomical to operate when gas volume declines
- NGL Removal – On lease
 - Plants are expensive, residue gas is still flared, and uneconomical to operate when gas volume declines

Multi-bowl Wellhead Diagram



Tar Heel 19-18 Fed 1H
Cimarex Energy Co.
19-26S-30E
Eddy Co., NM



Installation Procedure Prepared For:

Cimarex

**13-3/8" x 9-5/8" x 5-1/2" x 2-3/8" MBU-3T Wellhead Assy.
With 13-5/8" 5M x 13-3/8" SOW MBU-3T Housing
13-5/8" 5M x 7-1/16" 10M CTH-DBLHPS Tubing Head
And 7-1/16" x 2-3/8" CTH-EN Tubing Hanger**

Publication # IP0552

April, 2017

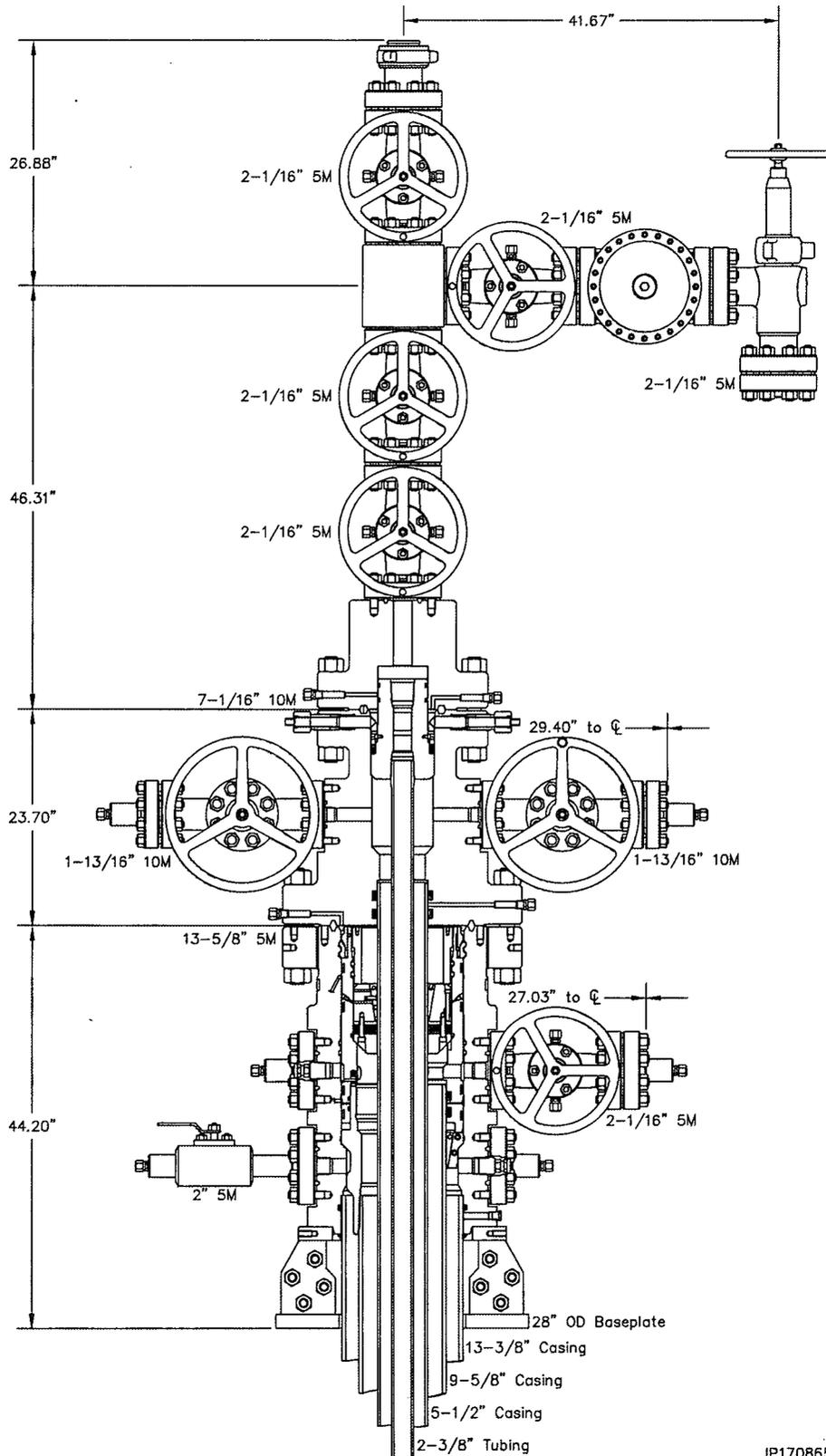
INFORMATION CONTAINED HEREIN IS THE PROPERTY OF CACTUS WELLHEAD, LLC. REPRODUCTION, DISCLOSURE, OR USE THEREOF IS PERMISSIBLE ONLY AS PROVIDED BY CONTRACT OR AS EXPRESSLY AUTHORIZED BY CACTUS WELLHEAD, LLC .

Table of Contents

	System Drawing -----	1
	Bill of Materials -----	2
Stage 1 —	Install the MBU-3T Wellhead Housing -----	5
Stage 2 —	Test the BOP Stack -----	7
Stage 3 —	Run the Lower Wear Bushing -----	8
	Run the Wear Bushing Before Drilling-----	8
	Retrieve the Wear Bushing After Drilling-----	8
Stage 4 —	Hang Off the 9-5/8" Casing -----	9
	Running the 13-5/8" Wash Tool-----	13
Stage 4A —	Hang Off the 9-5/8" Casing (Emergency) -----	14
Stage 5 —	Install the MBU-3T Mandrel Hanger Packoff -----	16
	Landing the Packoff-----	18
	Seal Test-----	19
	Engaging the Lockring-----	19
	Retrieving the Packoff-----	20
Stage 5A —	Install the MBU-3T Emergency Packoff -----	21
	Landing the Packoff-----	23
	Seal Test-----	24
	Engaging the Lockring-----	24
Stage 6 —	Test the BOP Stack -----	25
Stage 7 —	Run the Upper Wear Bushing -----	26
	Run the Wear Bushing Before Drilling-----	26
	Retrieve the Wear Bushing After Drilling-----	26
Stage 8 —	Hang Off the 5-1/2" Casing -----	27
Stage 9 —	Install the Tubing Head -----	29
	Seal Test-----	30
	Flange Test-----	31
Stage 10 —	Test the BOP Stack -----	32
	Landing the Tubing Hanger-----	34
Stage 11 —	Install the Production Tree -----	35
	Seal Test-----	36
	Flange Test-----	37
	Recommended Procedure for Field Welding Pipe to Wellhead Parts for Pressure Seal -----	38

INFORMATION CONTAINED HEREIN IS THE PROPERTY OF CACTUS WELLHEAD, LLC. REPRODUCTION, DISCLOSURE, OR USE THEREOF IS PERMISSIBLE ONLY AS PROVIDED BY CONTRACT OR AS EXPRESSLY AUTHORIZED BY CACTUS WELLHEAD, LLC.

System Drawing



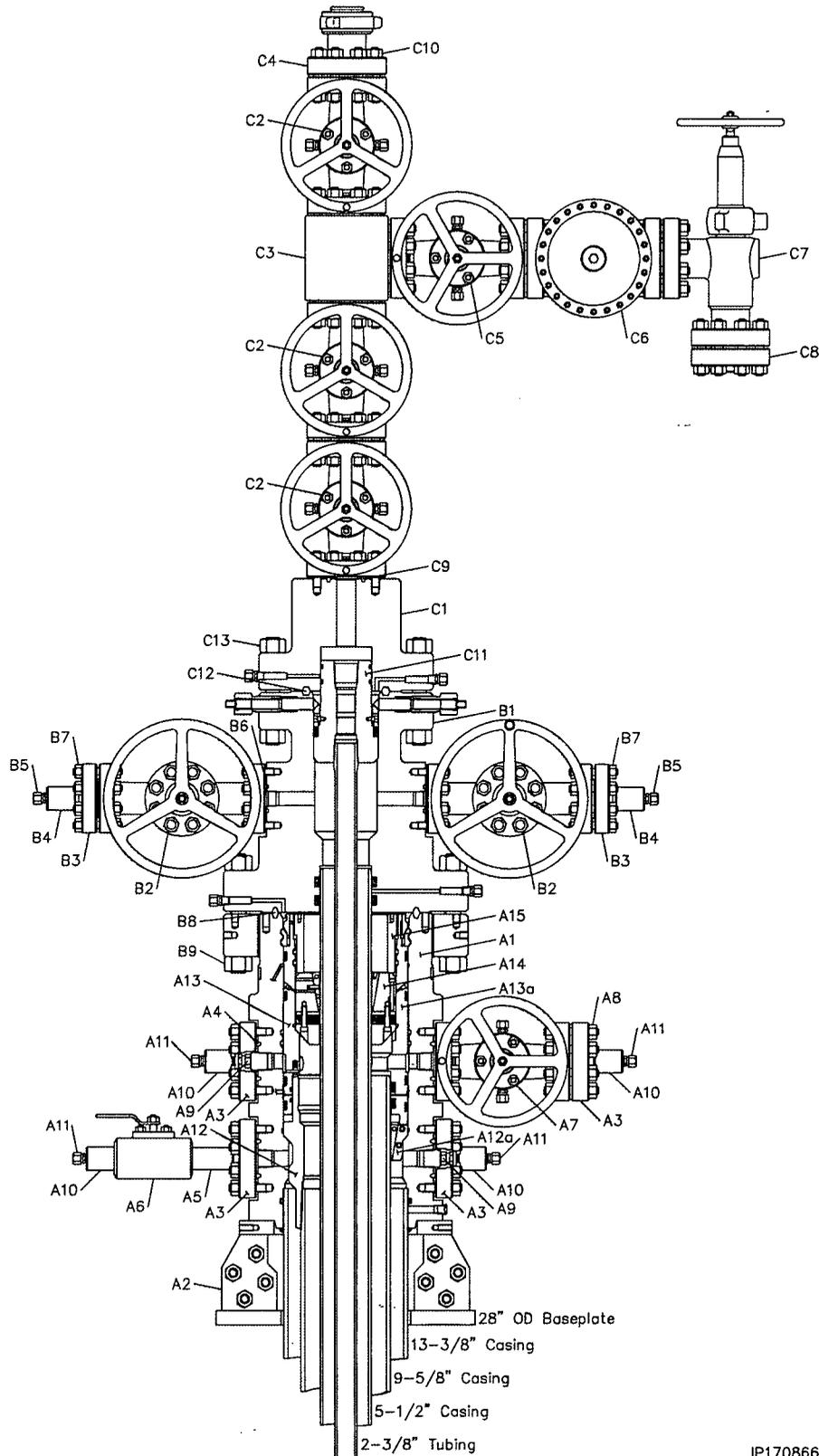
IP170865



Cimarex
 13-3/8" x 9-5/8" x 5-1/2" MBU-3T Wellhead System
 With 13-5/8" 5M x 13-3/8" SOW MBU-3T Housing And
 13-5/8" 5M x 7-1/16" 10M CTH-DBLHPS Tubing Head

INFORMATION CONTAINED HEREIN IS THE PROPERTY OF CACTUS WELLHEAD, LLC. REPRODUCTION, DISCLOSURE, OR USE THEREOF IS PERMISSIBLE ONLY AS PROVIDED BY CONTRACT OR AS EXPRESSLY AUTHORIZED BY CACTUS WELLHEAD, LLC.

Bill of Materials



IP170866

INFORMATION CONTAINED HEREIN IS THE PROPERTY OF CACTUS WELLHEAD, LLC. REPRODUCTION, DISCLOSURE, OR USE THEREOF IS PERMISSIBLE ONLY AS PROVIDED BY CONTRACT OR AS EXPRESSLY AUTHORIZED BY CACTUS WELLHEAD, LLC .

MBU-3T HOUSING ASSEMBLY		
Item	Qty	Description
A1	1	Housing, CW, MBU-3T, 13-5/8" 5M x 13-3/8" SOW, With Two 2-1/16" 5M Studded Upper And Lower Outlets, 6A-PU-AA-1-2 Part # 117620
A2	1	Baseplate Kit, Split Weldless, 28" OD x 14" ID x 11" Long, For 13-3/8" SOW & 15" Nose, With Two 4" x 4" Gout Slots And Four 5/8" Lift Threads On Top Ring, Arranged For 20" Conductor Part # 104718
A3	4	Companion Flange, 2-1/16" 5M x 2" Line Pipe, 6A-KU-EE-NL-1 Part # 200002
A4	5	Ring Gasket, R-24, 2-1/16" 3/5M Part # R24
A5	1	Nipple, 2" Line Pipe, 5000 PSI MAX WP, 4130/4140, 75K
A6	1	Ball Valve, TSI, 2 RP 5M 2" Line Pipe x 2" Line Pipe, Cast Body And End Piece, CR/NI Plated Ball, CS Stem, Delrin Seats, Buna N Seals, With Locking Device, Non-Nace Part # 103887
A7	1	Gate Valve, CW1, 2-1/16" 3/5M Flanged End, Handwheel Operated, AA/DD-NL Trim (6A-LU-AA/DD-NL-1-2) Part # 610003
A8	8	Stud, All-Thread, With Two Nuts, Black, 7/8" x 6-1/2" B7/2H, No Plating Part # 780067
A9	2	Valve Removal Plug, 1-1/2" Sharp Vee x 1-1/4" Hex, 6A-DD-NL Part # VR2

MBU-3T HOUSING ASSEMBLY		
Item	Qty	Description
A10	4	Bull Plug, CW, 2" Line Pipe x 1/2" Line Pipe, 6A-DD-NL Part # BP2T
A11	4	Fitting, Grease, Vented Cap, 1/2" NPT Alloy Non-Nace Part # FTG1
A12	1	Casing Hanger, CW, MBU-LR, Fluted, 13-5/8" 10M x 9-5/8" LC Box Bottom x 10.250" 4 Stub Acme 2G LH Box Top, 6A-U-AA-1-1 Part # 104173
A13	1	Packoff, CW, MBU-3T, Mandrel, 13-5/8" Nested x 11" With 11.250" 4 Stub Acme 2G LH Box Top, 6A-U-AA-1-1 Part # 117152
A14	1	Casing Hanger, CW, C2, 11" x 5-1/2" 6A-P-AA-3-1 Part # 108067
A15	1	Hold Down Ring, For C2 Casing Hanger, 11" Thru 4-1/2" Arranged For MBU-3T Packoff, 13-5/8" With 11.250" 4 Stub Acme 2G LH Pin x 9.06 ID x 6.25" Long With 2.25" Thread Length, 4140 110K Part # 117418

EMERGENCY EQUIPMENT		
Item	Qty	Description
A12a	1	Casing Hanger, CW, MBU-3T-LWR, Emergency, 13-5/8" x 9-5/8" 6A-PU-DD-3-1 Part # 116998
A13a	1	Packoff, CW, MBU-3T, Emergency, 13-5/8" nested x 11" x 9-5/8" With 11.250" 4 Stub Acme 2G LH box top, 6A-U-AA-1-1 Part # 117184

TUBING HEAD ASSEMBLY		
Item	Qty	Description
B1	1	Tubing Head, CW, CTH-DBLHPS, 5-1/2", 13-5/8" 5M x 7-1/16" 10M, With Two 1-13/16" 10M Studded Outlets, 17-4PH Lock Down Screws, 6A-PU-EE-0,5-2-1 Part # 100147
B2	2	Gate Valve, AOZE, FC, 1-13/16" 10M, Flanged End, Handwheel Operated, EE-0,5 Trim, 6A-LU-EE-0,5-3-1 Part # 103188
B3	2	Companion Flange, 1-13/16" 10M x 2" Line Pipe, 5000 PSI Max WP, 4130 60K 6A-KU-EE-NL-1 Part # 200010
B4	2	Bull Plug, CW, 2" Line Pipe x 1/2" Line Pipe, 6A-DD-NL Part # BP2T
B5	2	Fitting, Grease, Vented Cap, 1/2" NPT Alloy Non-Nace Part # FTG1
B6	4	Ring Gasket, BX151, 1-13/16" 10M Part # BX-151
B7	16	Stud, All-Thread With Two Nuts, Black, 3/4" x 5-1/2" Long, B7/2H Part # 780080
B8	1	Ring Gasket, BX-160, 13-5/8" 5M Part # BX-160
B9	16	Stud, All-Thread With Two Nuts, Black, 1-5/8" x 12-3/4" Long, B7/2H Part # 780087



Cimarex
 13-3/8" x 9-5/8" x 5-1/2" MBU-3T Wellhead System
 With 13-5/8" 5M x 13-3/8" SOW MBU-3T Housing And
 13-5/8" 5M x 7-1/16" 10M CTH-DBLHPS Tubing Head

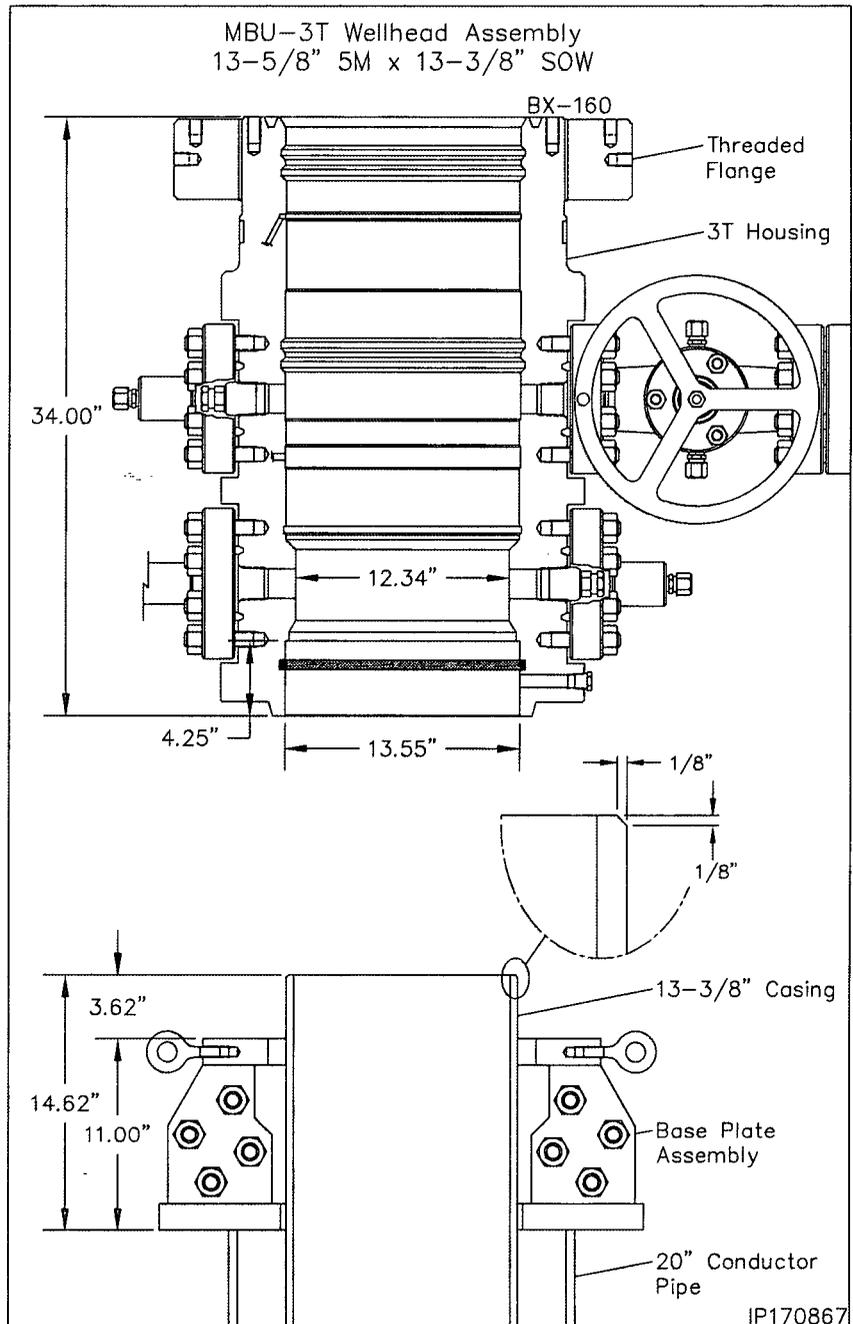
PRODUCTION TREE ASSEMBLY		
Item	Qty	Description
C1	1	Adapter, Tubing Head, CW, EN, 5-1/2", 7-1/16" 10M Flanged x 2-1/16" 5M Studded x 12.0" Long, 6A-PU-EE-NL-1-1 Part # 101940
C2	3	Gate Valve, CW1, 2-1/16" 3/5M Flanged End, Handwheel Operated, AA/DD-NL Trim (6A-LU-AA/DD-NL-1-2) Part # 610003
C3	1	Tee, CW, Studded, 2-1/16" 5M x 2-1/16" 5M, 6A-PU-EE-NL-1 Part # 100177
C4	1	Tree Cap, CW, BHTA, B15A, 2-1/16" 5M x 2-3/8" EU Tubing ILT x 4.625" 4 Acme 2G External Threads, 6A-PU-EE-NL-1-1 Part # 100231
C5	1	Gate Valve, CW1, 2-1/16" 3/5M Flanged End, Handwheel Operated, BB/EE-0,5 Trim (6A-LU-BB/EE-0,5-1-2) Part # 610004
C6	1	Actuator Valve, OMNI, CS-R, 2-1/16" 5M Flanged End, Complete With Model DX-10 Diaphragm Pneumatic Actuator, Cast Bony, Reverse Acting Slab Gate, Floating Seats, EE-0,5 Trim (6A-V-PU-EE-0,5-1-2), Actuator P-BB-1, Includes Manual Override, WKM M Type Part # 106676

PRODUCTION TREE ASSEMBLY		
Item	Qty	Description
C7	1	Choke, Adjustable, Techseal, N62, 2-1/16" 5M Flanged, Alloy, With 1" Max Orifice, 1" HS Stem And Seat, AA Trim Part # 103137
C8	1	Companion Flange, 2-1/16" 5M x 2" Line Pipe, 6A-KU-EE-NL-1 Part # 200002
C9	9	Ring Gasket, R-24, 2-1/16" 3/5M Part # R24
C10	40	Stud, All-Thread, With Two Nuts, Black, 7/8" x 6-1/2" B7/2H, No Plating Part # 780067
C11	1	Tubing Hanger, CW, CTH-EN, 5-1/2", 7-1/16" x 2-3/8" EU API Modified Box Bottom x 2-3/8" EU Bot Top, With 2" HBPV Thread, 6A-U-AA-1-1 Part # 105154
C12	1	Ring Gasket, BX-156, 7-1/16" 10M Part # BX156
C13	12	Stud, All-Thread, With Two Nuts, Black, 1-1/2" x 11-3/4" B7/2H, No Plating Part # 780082

RECOMMENDED SERVICE TOOLS		
Item	Qty	Description
ST1	1	Test Plug/Retrieving Tool, CW, MBU-3T, 13-5/8" x 4-1/2" IF (NC50) Box Top and Bottom, 1-1/4" LP Bypass and Spring Loaded Lift Dogs Part # 104467
ST2	1	Wear Bushing, CW, MBU-3T-LWR, 13-5/8" x 12.31" ID x 26.5" Long Part # 116974
ST3	1	Casing Hanger Running Tool, CW, MBU-LR, 13-5/8" x 9-5/8" LC Top x 10.250" 4 Stub Acme 2G LH Pin Bottom Part # 100943
ST4	1	Torque Collar, CW, Casing Hanger, For Use With 10.75" OD Tool Neck And 3.25" To 5.50" Long Box Hanger Neck Part # 103374
ST5	1	Wash Tool, CW, MBU-3T-LR, MBS2, Fluted, 13-5/8" x 4-1/2" IF Box Top Threads, With Brushes Part # 106277
ST6	1	Packoff Running Tool, CW, MBU-3T UPR, 13-5/8" Nested, With 11.250" 4 Stub Acme 2G LH Pin Bottom x 4-1/2" IF (NC-50) Box Top With Seal Sleeve Part # 117310
ST7	1	Test Plug, CW, MBU-2LR Inner, 11" x 4-1/2" IF, 1-1/4" LP Bypass Part # 108848
ST8	1	Wear Bushing, MBU-3T-UPR, 13-5/8" x 9.00" I.D. x 14.5" Long, With O-Ring Grooves And Anti-Rotation, Arranged For 13-5/8" Retrieval Tool Part # 117158
ST9	1	Test Plug/Retrieving Tool, CW, CTH, 7-1/16" x 3-1/2" IF, 1-1/4" LP bypass and spring loaded lift dogs Part # 100140

Stage 1 — Install the MBU-3T Wellhead Housing

1. Run the 20" conductor and 13-3/8" surface casing to the required depth and cement as required.
2. Determine the correct elevation for the MBU-3T Wellhead Assembly.
3. Cut the 20" casing at a predetermined elevation below ground level to facilitate the installation of the balance of the wellhead equipment. Grind stub level with the horizon.
4. Cut the 13-3/8" casing 14.62" above the top of the 20" casing stub and place an 1/8" x 1/8" bevel on the OD of the stub.
5. Remove all loose rust and scale from the top 6" of the stub.
6. Examine the **28" OD Split Weldless Baseplate Assembly (Item A2)**. Verify the following:
 - baseplate assembly is clean and in good condition
 - all gussets are properly welded
 - baseplate halves are bolted together and bolts are tightened securely
 - lift eyes are in place and tightened securely
7. Attach a suitable lifting device to the baseplate assembly and carefully lower it over the 13-3/8" casing stub and land it on the 20" conductor pipe.
8. Verify that 3.62" of 13-3/8" casing is exposed above the baseplate upper support plate and the baseplate is level with the horizon.
9. Remove the baseplate assembly and set aside.
10. Examine the **13-5/8" 5M x 13-3/8" SOW MBU-3T Wellhead Assembly (Item A1)**. Verify the following:
 - all seal areas are clean and undamaged
 - weld socket is clean and free of grease and debris and o-ring is in place and in good condition
 - valves are intact and in good condition

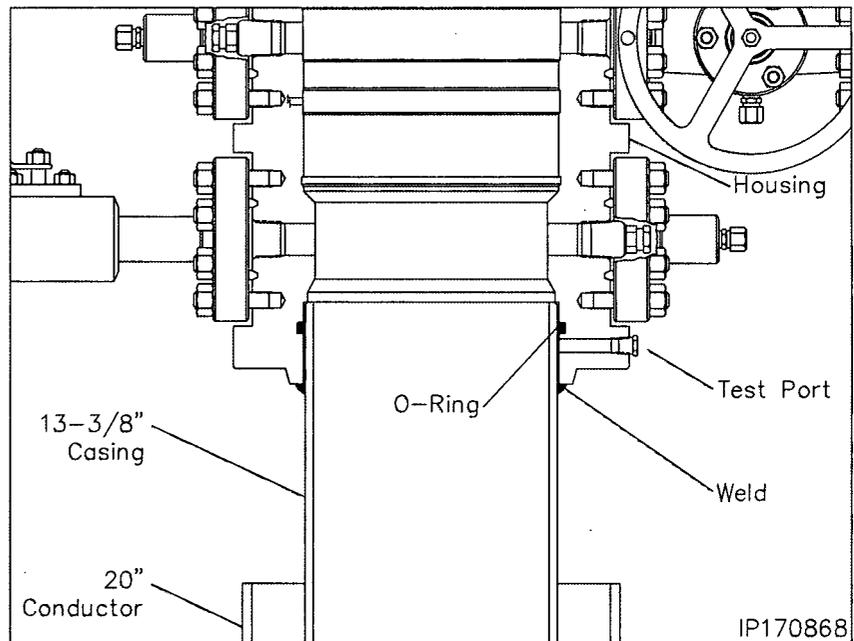


Stage 1 — Install the MBU-3T Wellhead Housing

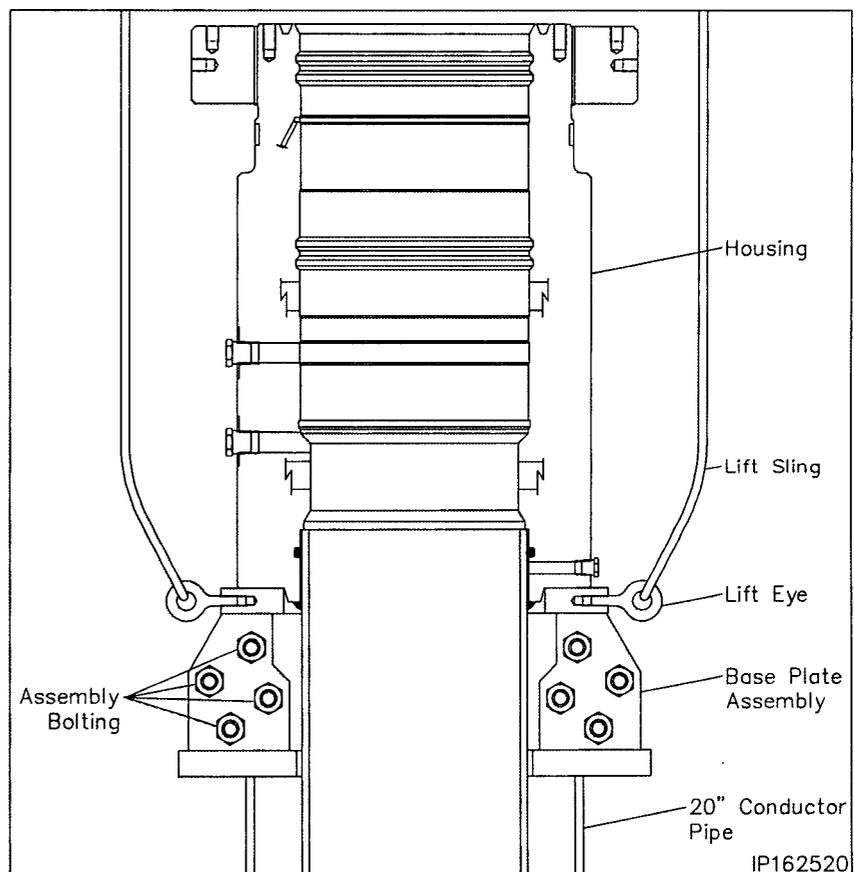
11. Align and level the Wellhead Assembly over the casing stub, orienting the outlets so they will be compatible with the drilling equipment.
12. Remove the pipe plug from the port on the bottom of the Head.
13. Slowly and carefully lower the assembly over the casing stub and externally weld the MBU-3T housing to the surface casing.

Note: The weld should be a fillet-type weld with legs no less than the wall thickness of the casing. Legs of 1/2" to 5/8" are adequate for most jobs.

Refer to the back of this publication for the **Recommended Procedure for Field Welding Pipe to Wellhead Parts for Pressure Seal** and for field testing of the weld connection.



14. After a satisfactory test is achieved, replace the pipe plug in the port on the bottom of the housing.
15. Remove the baseplate bolting and separate the assembly in two halves.
16. Attach a suitable lifting sling to the two lift eyes on the upper plate of one half of the assembly and carefully lower it into the cellar and on top of the 20" conductor. Push the baseplate half up against the 13-3/8" casing.
17. Pick up the remaining half of the baseplate assembly and position it on top of the 20" conductor adjacent the first half.
18. Push the two halves together and install the (8) 1" Studs with Two Nuts and tighten the bolting securely.
19. Final torque the bolts to approximately 200 ft lbs.
20. Ensure the thread flange is positioned approximately 1/8" below the top of the housing and is in proper two hole position.



21. Install BOP stack as required.

Stage 2 — Test the BOP Stack

Immediately after making up the BOP stack and periodically during the drilling of the well for the next casing string the BOP stack (connections and rams) must be tested.

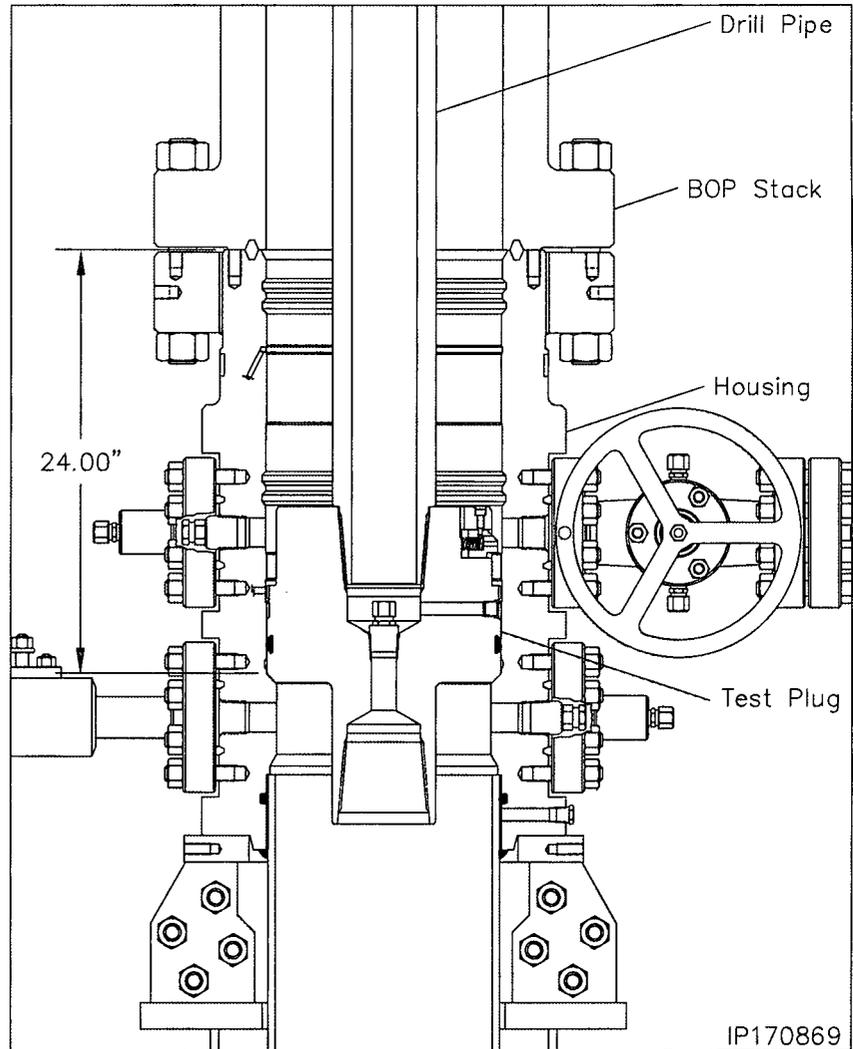
1. Examine the **13-5/8" Nominal x 4-1/2" IF (NC-50) CW Test Plug/Retrieving Tool (Item ST1)**. Verify the following:
 - 1-1/2" VR plug and weep hole plug are in place and tightened securely
 - elastomer seal is in place and in good condition
 - retractable lift lugs are in place, clean, and free to move
 - drill pipe threads are clean and in good condition
2. Position the test plug with the elastomer seal down and the lift lugs up and make up the tool to a joint of drill pipe.

WARNING: Ensure that the lift lugs are up and the elastomer seal is down

3. Remove the 1/2" NPT pipe plug from the weep hole if pressure is to be supplied through the drill pipe.
4. Open the housing lower side outlet valve.
5. Lightly lubricate the test plug seal with oil or light grease.
6. Carefully lower the test plug through the BOP and land it on the load shoulder in the housing, 24.00" below the top of the housing.
7. Close the BOP rams on the pipe and test the BOP to 5,000.

Note: Any leakage past the test plug will be clearly visible at the open side outlet valve.

8. After a satisfactory test is achieved, release the pressure and open the rams.
9. Remove as much fluid as possible from the BOP stack and the retrieve the test plug with a straight vertical lift.



Note: When performing the BOP blind ram test it is highly recommended to suspend a stand of drill pipe below the test plug to ensure the plug stays in place while disconnecting it from the drill pipe.

10. Repeat this procedure as required during the drilling of the hole section.

Stage 3 — Run the Lower Wear Bushing

Note: Always use a Wear Bushing while drilling to protect the load shoulders from damage by the drill bit or rotating drill pipe. The Wear Bushing **must be retrieved** prior to running the casing.

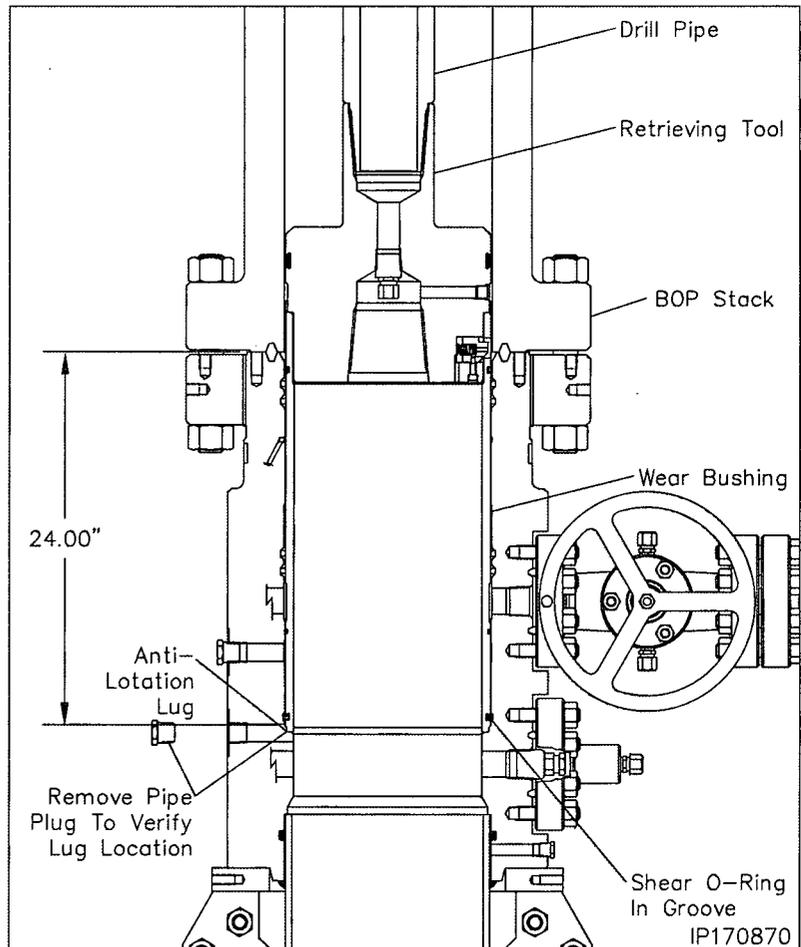
1. Examine the **13-5/8" Nominal MBU-3T-LWR Wear Bushing (Item ST2)**. Verify the following
 - internal bore is clean and in good condition
 - upper trash o-ring is in place and in good condition
 - shear o-ring cord is in place and in good condition
 - paint anti-rotation lugs white and allow paint to dry

Run the Wear Bushing Before Drilling

2. Orient the **13-5/8" Nominal x 4-1/2" IF (NC-50) CW Test Plug/Retrieving Tool (Item ST1)** with lift lugs down and drill pipe connection up.
3. Make up the Retrieving Tool to a joint of drill pipe.
4. Align the retractable lift lugs of the tool with the retrieval holes of the bushing and carefully lower the tool into the Wear Bushing until the lugs snap into place.

Note: If the lugs did not align with the holes, rotate the tool in either direction until they snap into place.

5. **Apply a heavy coat of grease, not dope, to the OD of the bushing.**
6. Slowly lower the Tool/Bushing Assembly through the BOP stack and land it on the load shoulder in the housing, 24.00" below the top of the housing.
7. Remove one of the 1" sight port pipe plugs from the OD of the housing and look through the hole to verify the lug has engaged the slot. The painted lug will be clearly visible through the port. Reinstall the pipe plug and tighten securely.
8. Rotate the drill pipe clockwise (right) to locate the stop lugs in their mating notches in the head. When properly aligned the bushing will drop an additional 1/2".



Note: The Shear O-Ring on bottom of the bushing will locate in a groove above the load shoulder in the head to act as a retaining device for the bushing.

9. Remove the tool from the Wear Bushing by rotating the drill pipe counter clockwise (left) 1/4 turn and lifting straight up.

10. Drill as required.

Note: It is highly recommended to retrieve, clean, inspect, grease, and reset the wear bushing each time the hole is tripped during the drilling of the hole section.

Retrieve the Wear Bushing After Drilling

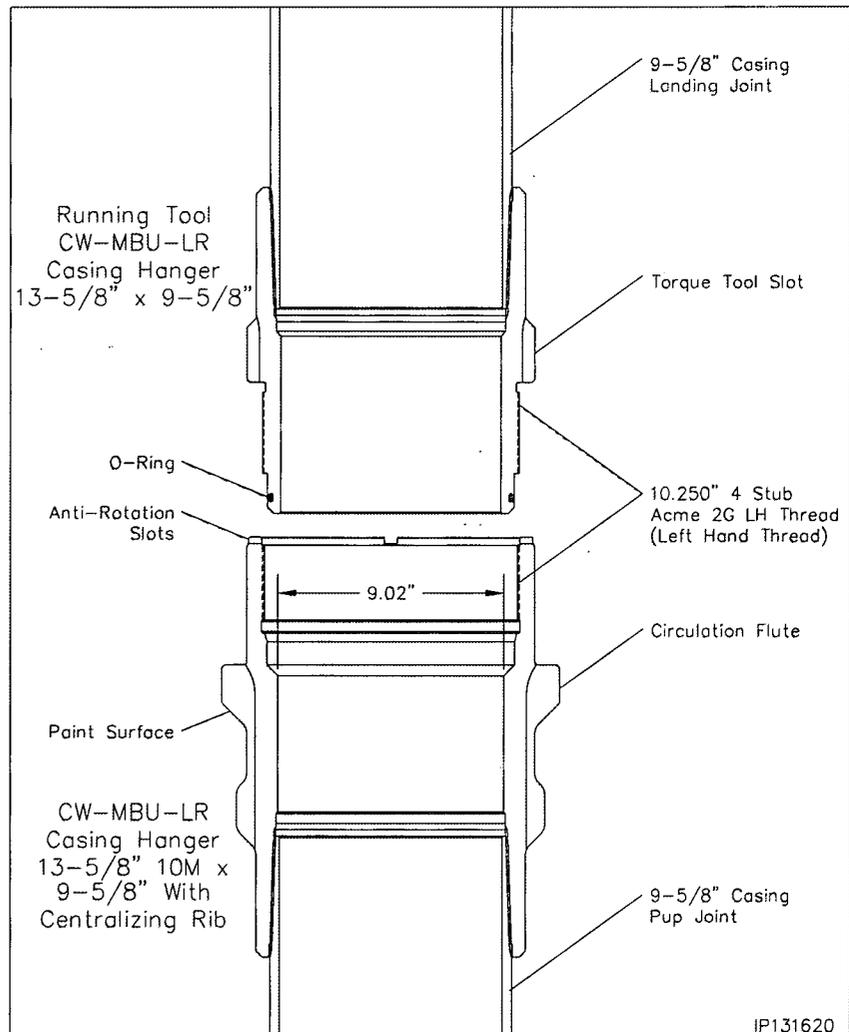
11. Make up the Retrieving Tool to the drill pipe .
12. Slowly lower the tool into the Wear Bushing.
13. Pick up and balance the riser weight and rotate the Retrieving Tool clockwise until a positive stop is felt. This indicates the lugs have snapped into the holes in the bushing.
14. Retrieve the Wear Bushing, and remove it and the Retrieving Tool from the drill string.

Stage 4 — Hang Off the 9-5/8" Casing

Normally the 9-5/8" MBU-LR casing hanger and running tool will be pre assembled and torque collar installed prior to being shipped to location. If this is not the case, continue to step 2.

Note: If the 9-5/8" casing becomes stuck and the mandrel casing hanger can not be landed, Refer to **Stage 4A** for the emergency procedure.

1. Examine the **13-5/8" x 9-5/8" CW-MBU-LR Fluted Mandrel Casing Hanger (Item A12)**. Verify the following:
 - internal bore and threads are clean and in good condition
 - neck seal area is clean and undamaged
 - pup joint is properly installed and pin threads are clean and in good condition
2. Examine the **13-5/8" x 9-5/8" CW-MBU-3T-LR Casing Hanger Running Tool (Item ST3)**. Verify the following:
 - internal bore and threads are clean and in good condition
 - o-ring is clean and in good condition
3. Make up a 9-5/8" landing joint in the top of the running tool and torque connection to thread manufacturer's maximum make up torque.

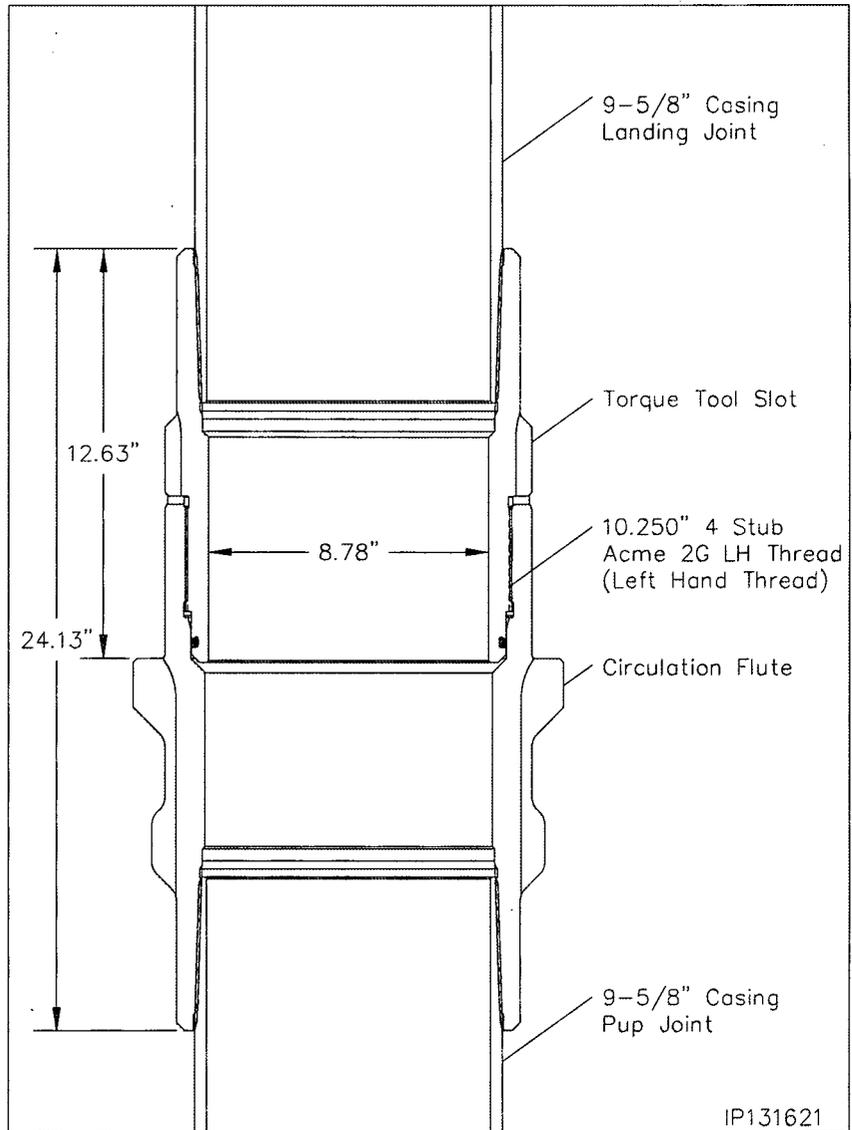


Stage 4 — Hang Off the 9-5/8" Casing

4. On the pipe rack, thoroughly clean and lightly lubricate mating threads, seal areas and o-ring of the casing hanger and running tool with oil or a light grease.
5. ***Using chain tongs only***, thread the Running Tool into the Hanger with left hand rotation until it shoulders out on the hanger body.

WARNING: Do Not apply torque to the Hanger/Tool connection.

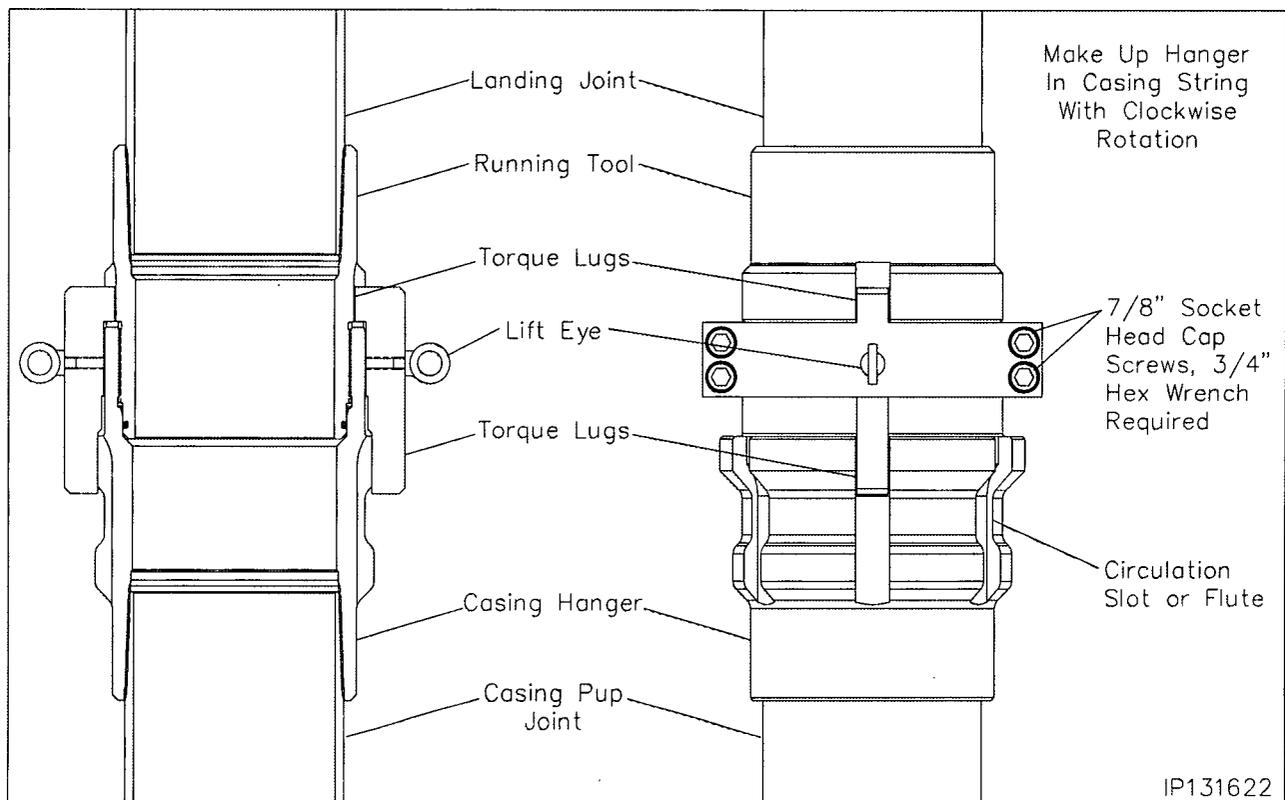
6. Paint the bottom of the landing shoulder of the hanger flutes white as indicated in IP DRW 131620
7. Using only chain tongs, rotate the running tool clockwise (right) to align the anti-rotation torque slots in the running tool with the circulation slots or flutes in the casing hanger.



Stage 4 — Hang Off the 9-5/8” Casing

8. Examine the **13-5/8” Nominal 9-5/8” MBU-LR Casing Hanger Torque Collar (Item ST4)**. Verify the following:
 - cap screws are in place and in good condition
9. Remove the 7/8” cap screws and separate the tool in half.
10. Place one half of the tool around the hanger/running tool assembly engaging the torque lugs of the tool in the mating slots in the hanger and running tool.
11. Place the second half adjacent the first half and secure the tool halves with the 7/8” cap screws. Torque screws to approximately 100 ft lbs.
12. Run the 9-5/8” casing to the required depth and space out for the mandrel hanger.
13. Pick up the 9-5/8” casing hanger/running tool assembly and make it up in the casing string using the top drive casing handling tool. Torque connection to thread manufacturer's optimum make up torque.
14. Attach a suitable lifting device with wire slings to the lift eyes of the torque collar.
15. Using a 3/4” hex wrench, remove the 7/8” cap screws and separate the collar in two halves. Remove the tool and set assembly aside.
16. Using only chain tongs, back off the running tool one full turn and then counter clockwise to a positive stop.

WARNING: Do not torque connection.

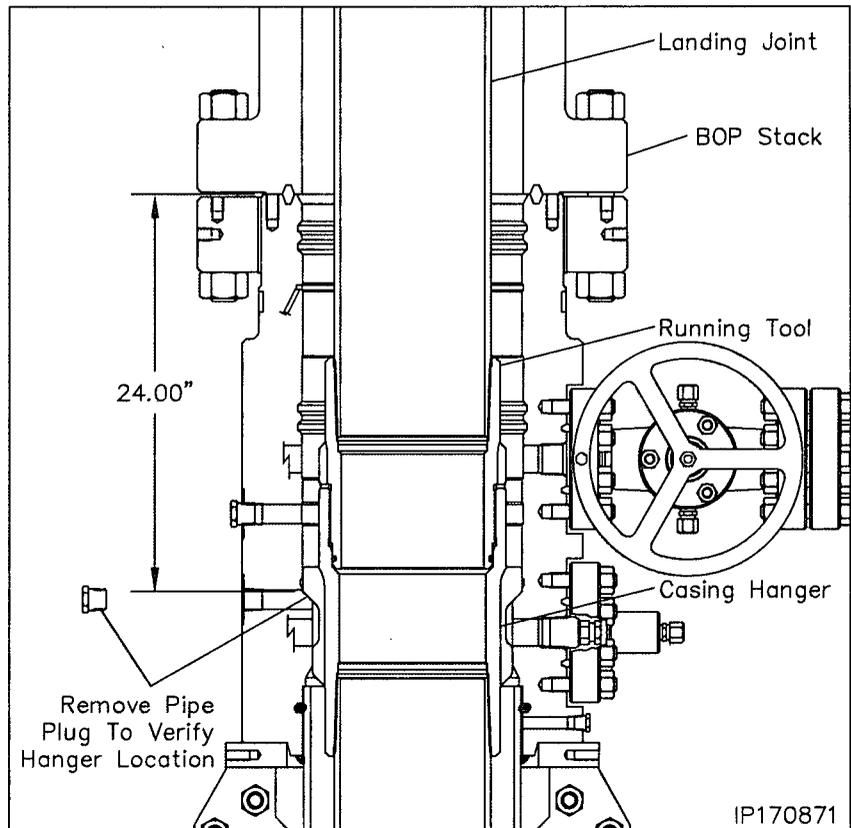


Stage 4 — Hang Off the 9-5/8" Casing

17. Calculate the total landing dimension by adding the previously determined RKB dimension and 24.00", the depth of the wellhead.
18. Starting at the top of the 45° angle load shoulder of the casing hanger measure up the landing joint the calculated dimension and place a white paint band around the landing joint at that dimension. Write LANDED on the joint.
19. Carefully lower the hanger through the BOP stack and land it on the load shoulder in the housing, 24.00" below the top of the housing.
20. Slack off all weight on the casing and verify that the landing dimension paint band has aligned with the rig floor.
21. Locate the 1" sight port pipe plug and remove the plug.
22. Look through the port to verify that the hanger is properly landed. The white paint band on the hanger will be clearly visible in the center of the open port.
23. Reinstall the pipe plug and tighten securely.
24. Place a vertical paint mark on the landing joint to verify if the casing string rotates during the cementing process.
25. Cement the casing as required.

Note: Returns may be taken through the circulation slots and out the BOP or out the side outlets on the lower housing.

Note: If the casing is to be reciprocated during cementing, it is advisable to pick up the casing hanger a minimum of 4 to 6 feet above the landing point. Place a mark on the landing joint level with the rig floor and then reciprocate above that point. If at any time resistance is felt, re-land the casing hanger immediately.



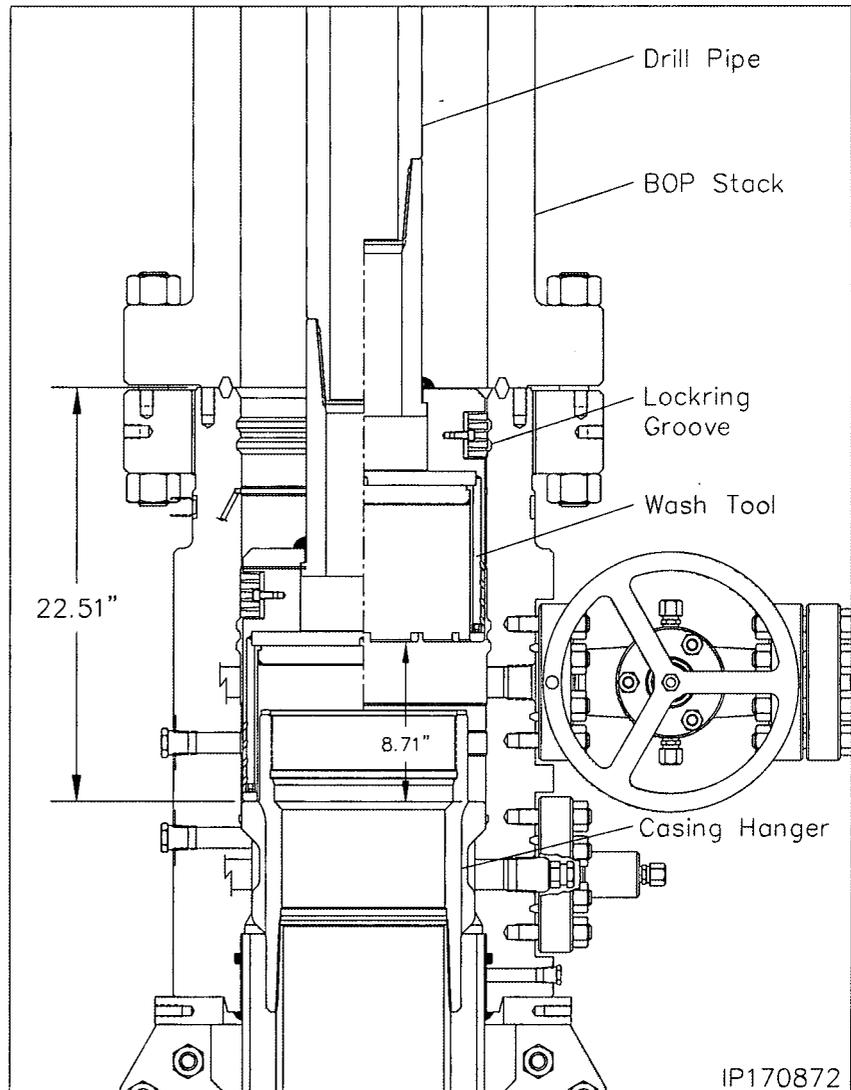
26. **Using Chain Tongs Only located 180° apart,** retrieve the Running Tool and landing joint by rotating the landing joint clockwise (right) approximately 16 turns.

WARNING: The rig floor tong may be used to break the connection but **under no circumstances is the top drive to be used to rotate or remove the casing hanger running tool.**

Stage 4 — Hang Off the 9-5/8" Casing

Running the 13-5/8" Wash Tool

1. Examine the **13-5/8" x 4-1/2" IF Wash Tool (Item ST5)**. Verify the following:
 - drill pipe threads and bore are clean and in good condition
 - all ports are open and free of debris
 - brushes are securely attached and in good condition
2. Orient the Wash Tool with drill pipe box up. Make up a joint of drill pipe to the tool.
3. Carefully lower the Wash Tool through the BOP and land it on top of the 9-5/8" casing hanger, 22.51" below the top of the housing.
4. Place a paint mark on the drill pipe level with the rig floor.
5. Using chain tongs, rotate the tool clockwise (right) approximately 6 turns to loosen any debris that may be on top of the hanger flutes.
6. Open the lower side outlet valve and drain the BOP stack.
7. Pick up on the tool approximately 1" and attach a high pressure water line or the top drive to the end of the drill pipe and pump water at approximately 25 SPM through the tool and up the BOP stack.
8. Pick up the tool an additional 7.71" and rotate the tool back and forth to brush the upper locking groove free of debris.
9. While flushing, raise and lower the tool the full length of the wellhead and BOP stack. The drill pipe should be slowly rotated (approximately 20 RPM) while raising and lowering to wash the inside of the housing and BOP stack to remove all caked on debris.
10. Once washing is complete, land the wash tool on the hanger flutes.



11. Shut down pumps and observe the returns at the open lower outlet for debris.
12. Reengage the pump and fully wash the inside of the wellhead and the entire BOP one additional cycle ensuring the stopping point is with the wash tool resting on top of the hanger flutes.
13. Once the returns are clean and free of debris, retrieve the tool to the rig floor.
14. Using a bright light, sight through the bore of the BOP stack and observe the top of the hanger neck and flutes. Ensure that there are no dark areas on top of the hanger flutes.

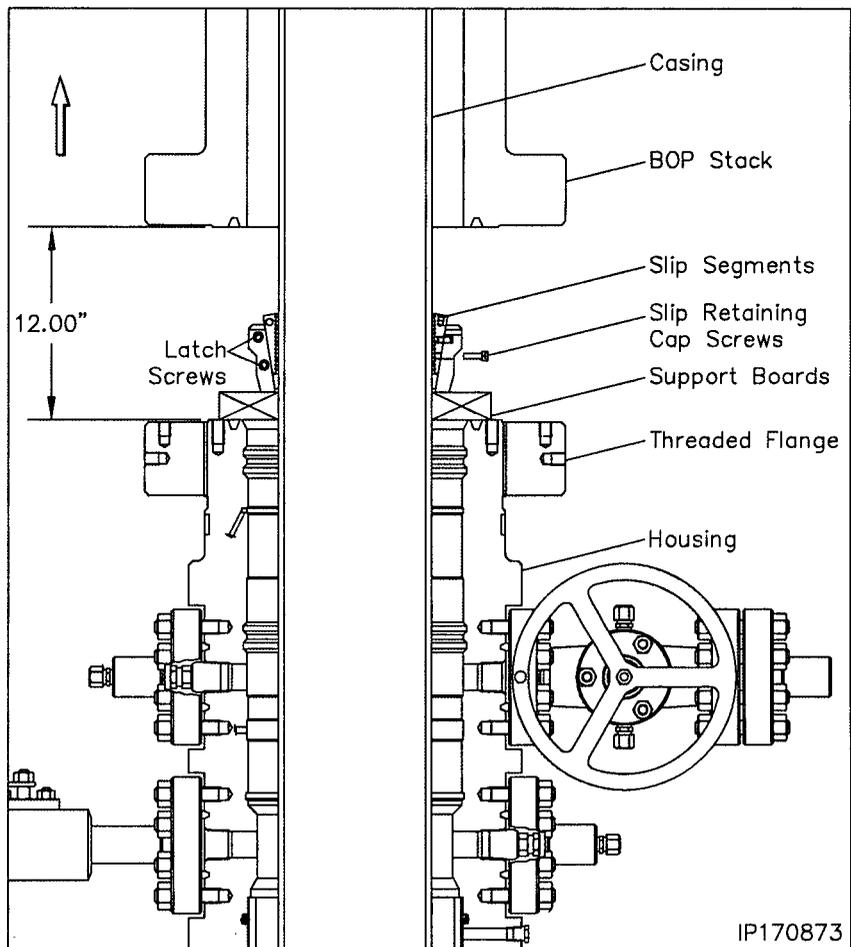
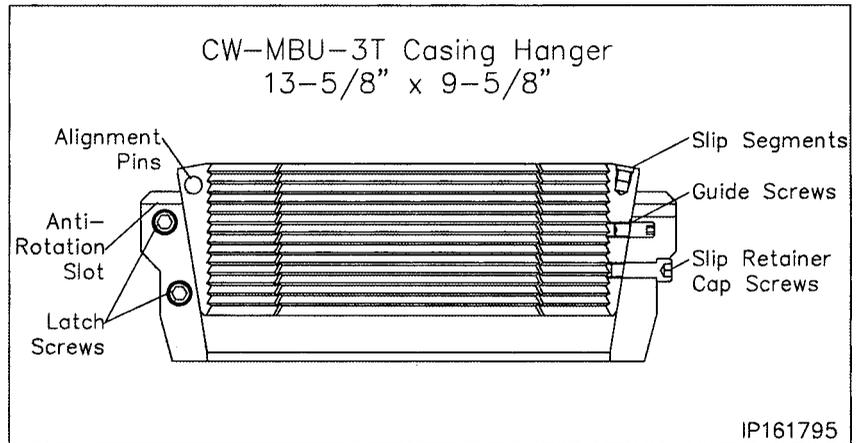
Note: Observe the returns at the open outlet valve. If returns are not clean, continue flushing until they are.

WARNING: Continue washing until all debris is removed.

Stage 4A — Hang Off the 9-5/8" Casing (Emergency)

Note: The following procedure should be followed **ONLY** if the 9-5/8" casing should become stuck in the hole. If the casing did not get stuck and is hung off with the Mandrel Casing Hanger, skip this stage.

1. Cement the hole as required.
2. Drain the BOP stack through the housing lower side outlet valve.
3. Break the connection between the BOP stack and the MBU-3T housing.
4. Pick up on the BOP stack a minimum of 12" above the housing flange and secure with safety slings.
5. Washout as required.
6. Examine the **13-5/8" x 9-5/8" MBU-3T Slip Casing Hanger (Item A12a)**. Verify the following:
 - slips and internal bore are clean and in good condition
 - all screws are in place
7. There are two latch screws located in the top of the casing hanger. Using a 5/16" Allen wrench, remove the two latch screws located 180° apart and separate the hanger into two halves.
8. Place two boards on the lower adapter against the casing to support the Hanger.
9. Pick up one half of the hanger and place it around the casing and on top of the boards.
10. Pick up the second hanger half and place it around the casing adjacent the first half.
11. Slide the two hanger halves together ensuring the slip alignment pins properly engage the opposing hanger half.
12. Reinstall the latch screws and tighten securely.
13. Prepare to lower the hanger into the housing bowl.



Stage 4A — Hang Off the 9-5/8" Casing (Emergency)

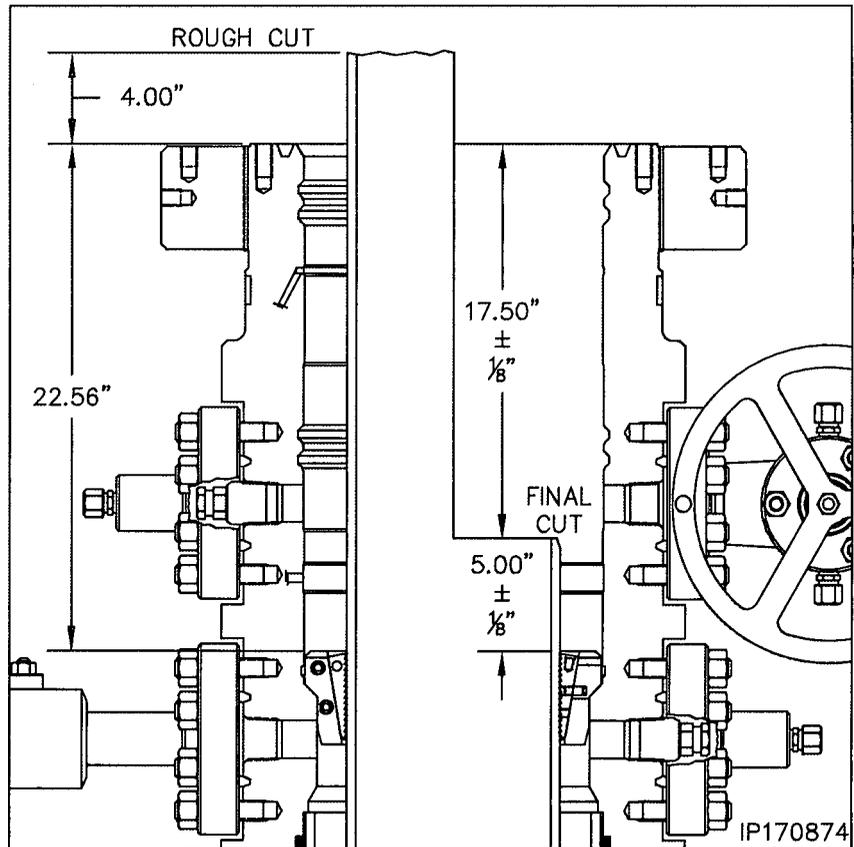
WARNING: Do Not Drop the Casing Hanger!

14. Grease the Casing Hanger's body and remove the slip retaining screws.
15. Remove the boards and allow the hanger to slide into the housing bowl. When properly positioned the top of the hanger will be approximately 22.56" below the top of the housing.
16. Pull tension on the casing to the desired hanging weight and then slack off.

Note: A sharp decrease on the weight indicator will signify that the hanger has taken weight and at what point, If this does not occur, pull tension again and slack off once more.

WARNING: Because of the potential fire hazard and the risk of loss of life and property, It is highly recommended to check the casing annulus and pipe bore for gas with an approved sensing device prior to cutting off the casing. If gas is present, do not use an open flame torch to cut the casing. It will be necessary to use a air driven mechanical cutter which is spark free.

17. Rough cut the casing approximately 4" above the top of the housing and move the excess casing out of the way.
18. Using the Wach's internal casing cutter, final cut the casing at 17.50" \pm 1/8" below the top of the lower adapter or 5.00" \pm 1/8" above the hanger body.
19. Remove the internal casing cutter assembly and reconfigure the assembly to bevel the casing. Reinstall the cutter assembly and then place a 3/16" x 3/8" bevel on the O.D. and a I.D. chamfer to match the minimum bore of the packoff to be installed.



Note: There must not be any rough edges on the casing or the seals of the Packoff will be damaged.

20. Thoroughly clean the housing bowl, removing all cement and cutting debris.
21. Locate the two anti-rotation notches in the top of the slip bowl.
22. Place a straight edge on top of the slip bowl and in line with the center of one of the notches.
23. Ensure the straight edge is vertical and then place a paint mark on top of the housing in line with the notch in the slip bowl.

Stage 5 — Install the MBU-3T Mandrel Hanger Packoff

The following steps detail the installation of the MBU-3T Nested Packoff Assembly for the mandrel hanger. If the casing was landed using the emergency slip hanger, skip this step and proceed with Stage 5A for installing the emergency MBU-3T Nested packoff.

1. Examine the **13-5/8" x 11.250" 4 Stub Acme 2G LH box top MBU-3T Mandrel Hanger Nested Packoff Assembly (Item A13)**.

Verify the following:

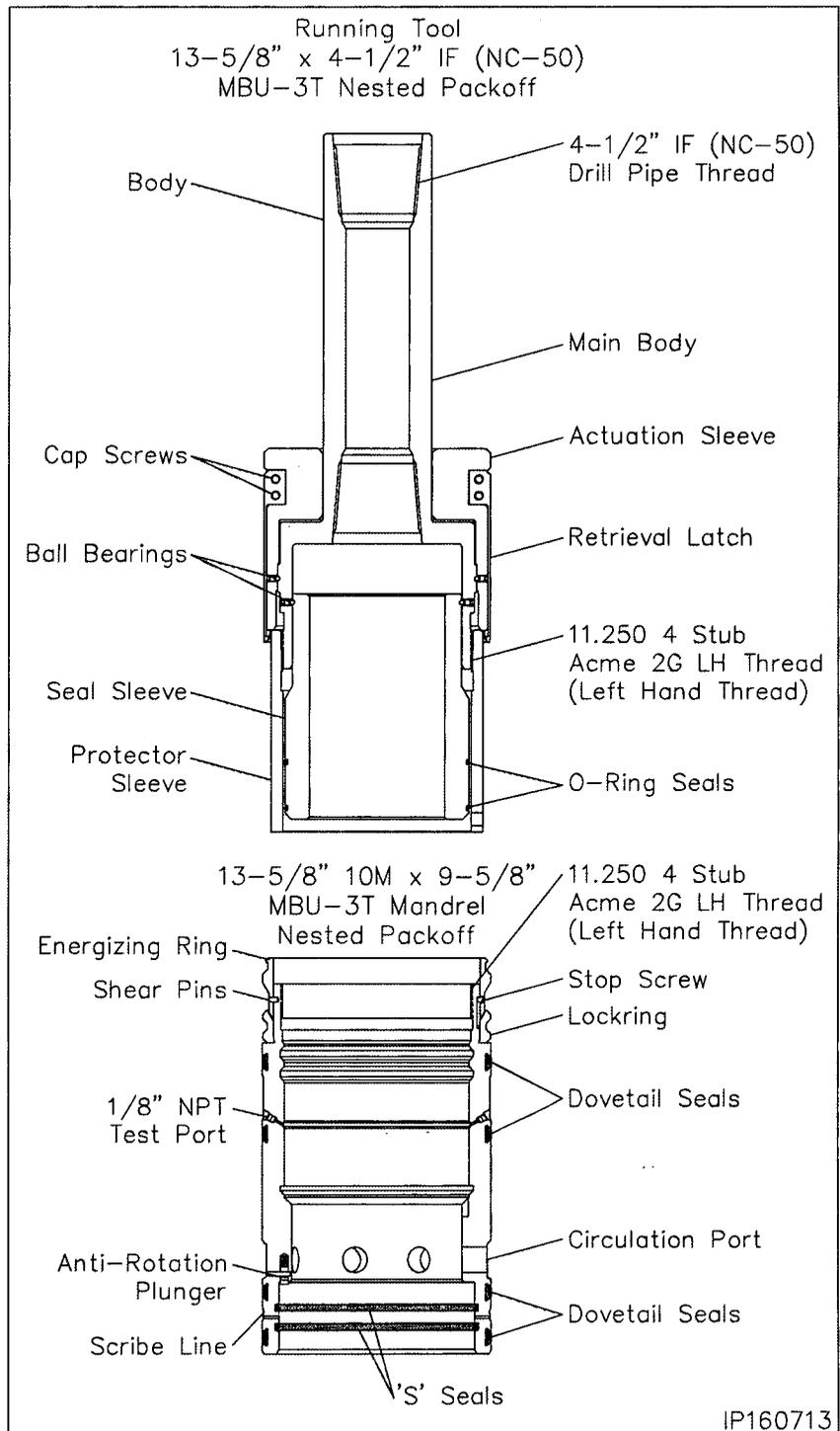
- all elastomer seals are in place and undamaged
- internal bore, and ports, are clean and in good condition
- lockring is fully retracted
- energizer ring is in its upper most position and retained with shear pins and stop screws are loose
- anti-rotation plungers are in place, free to move

2. Locate the 5/16" scribe mark between the lower dovetail seals of the packoff and paint only the scribe mark white. Allow the paint to dry.

3. Inspect the ID and OD seals for any damage and replace as necessary.

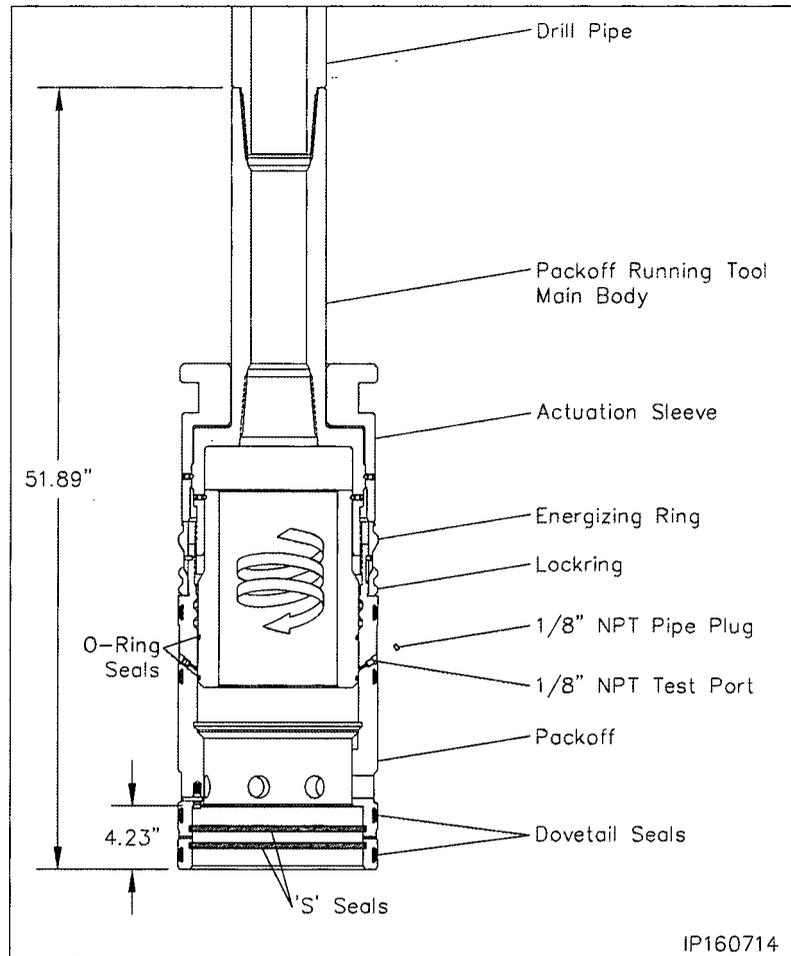
4. Examine the **13-5/8" Nominal x 11.250" 4 Stub Acme 2G LH, MBU-3T Nested Packoff Running Tool (Item ST6)**. Verify the following:

- Acme threads are clean and in good condition
- retrieval latch is in position and retained with cap screws
- Remove seal sleeve protector sleeve
- seal sleeve is in position and rotates freely
- seal sleeve o-rings are in place and in good condition
- reinstall seal sleeve protector



Stage 5 — Install the MBU-3T Mandrel Hanger Packoff

5. Remove the retrieval latch and set aside.
6. Make up the running tool to 4-1/2" NC-50 drill pipe and torque the connection to optimum make up torque.
7. Pick up the Running Tool with landing joint and suspend it above the packoff.
8. Remove the tool protector sleeve with counter clockwise rotation and set the sleeve aside.
9. Thoroughly clean and lightly lubricate the mating Acme threads of the running tool and packoff with oil or light grease.
10. Lightly lubricate the seal sleeve o-rings with oil or a light grease.
11. Carefully lower the tool into the packoff and thread them together by first rotating the tool clockwise (RIGHT) to locate the thread start and then counter clockwise (LEFT) until the tool upper body makes contact with the packoff Energizing Ring. Approximately 4 turns.
12. Install (1) 1/8" NPT pipe plug in the OD test port of the packoff and tighten securely.
13. Attach a test pump to the remaining open port and inject test fluid between the seal sleeve o-rings until a stable test pressure of 5,000 psi is achieved.
14. If the test fails, remove the tool and replace the leaking o-rings.
15. After a satisfactory test is achieved remove the test pump and the 1/8" pipe plug from the opposite test port.



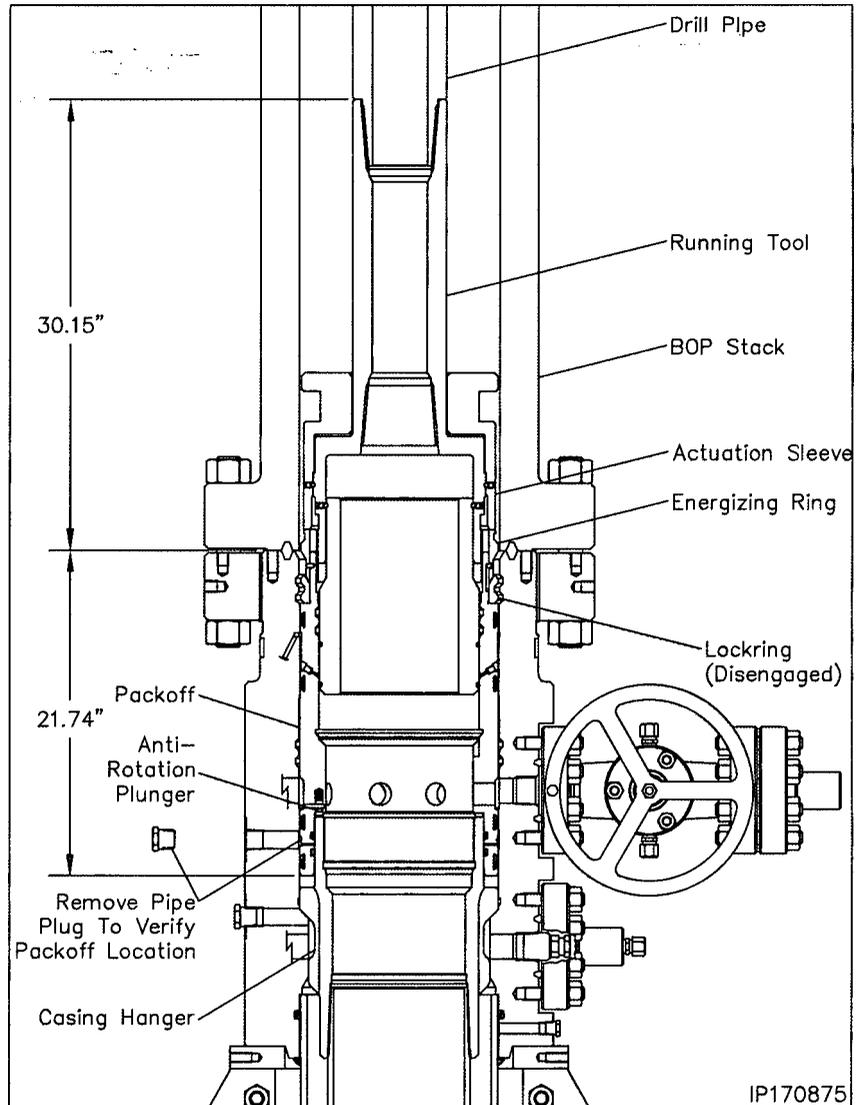
WARNING: All 1/8" pipe plugs must be removed prior to installing the packoff

16. Pick up the assembly and thoroughly clean and lightly lubricate the packoff ID 'S' seals and the OD dovetail seals with oil or light grease.

Stage 5 — Install the MBU-3T Mandrel Hanger Packoff

Landing the Packoff

17. Remove the hole cover.
18. Measure up 5 foot from the bottom of the packoff and place a paint mark on the drill pipe.
19. Pick up the packoff/running tool assembly and carefully lower the assembly through the BOP marking the landing joint every five feet until the calculated dimension is reached.
20. Place a paint mark on the landing joint at that dimension and mark land off. Place an additional mark 1-1/2" above the first one and mark engaged.
21. Continue lowering the packoff until it passes over the neck of the hanger and lands on the casing hanger neck, 21.74" below the top of the MBU-3T housing.
22. Locate the upper 1" sight port pipe plug and remove the plug
23. Look through the port to verify that the packoff is properly landed. The white paint scribe line will be clearly visible in the center of the open port.
24. Reinstall the pipe plug and tighten securely.



Stage 5 — Install the MBU-3T Mandrel Hanger Packoff

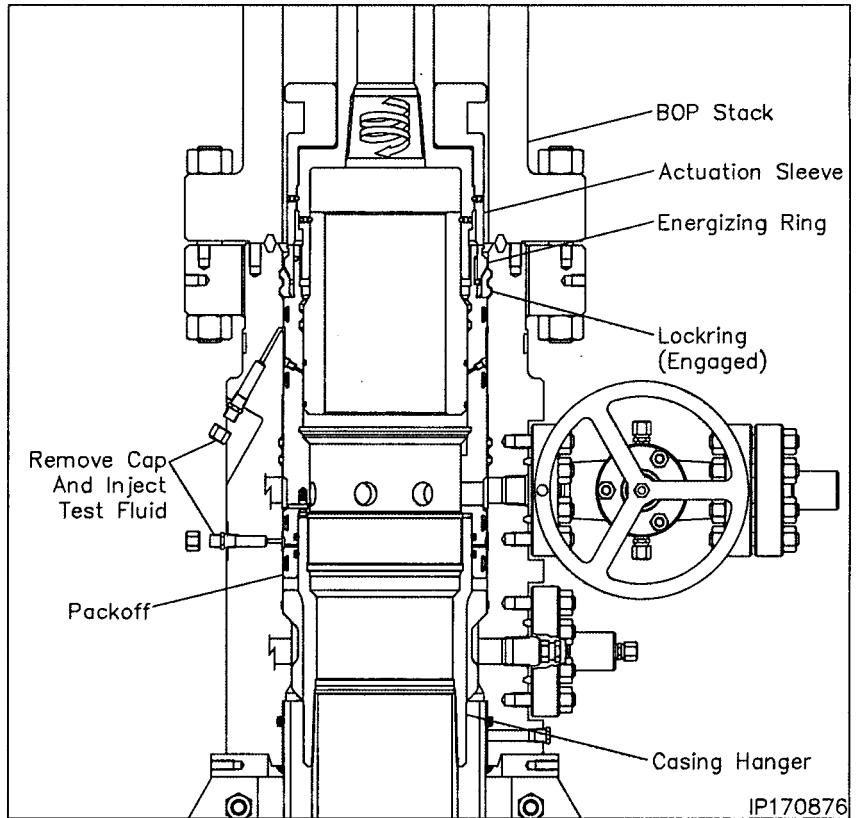
Seal Test

25. Locate the upper and lower seal test fittings on the O.D. of the housing and remove the dust cap from the fittings.
26. Attach a test pump to the open lower fitting and pump clean test fluid between the seals until a stable test pressure of 5,000 psi is achieved.
27. Hold test pressure for 5 minutes.
28. If a leak develops, bleed off test pressure, remove the packoff from the wellhead and replace the leaking seals.
29. Repeat steps 25 through 27 for the remaining port and test seals to 5,000 psi
30. After satisfactory tests are achieved, bleed off the test pressure but leave the test manifolds in place.

Engaging the Lockring

31. Using chain tongs only located 180° apart, slowly rotate the drill pipe counter clockwise until the anti-rotation plungers align with the slots in the top of the hanger. Expect torque of approximately 400 ft lbs. to rotate the packoff.
32. Using only chain tongs, rotate the landing joint approximately 6 to 6-1/2 turns counter clockwise to engage the packoff lockring in its mating groove in the bore of the MBU-LR housing.

Note: Approximately 800 to 900 ft. lbs. of torque will be required to break over the shear pins in the packoff. The torque will drop off and then increase slightly when the energizing ring pushes the lockring out. A positive stop will be encountered when the lockring is fully engaged.



Note: When properly engaged the second paint mark on the landing joint will align with the rig floor. VERIFY PAINT MARKS.

WARNING: It is imperative that the landing joint remain concentric with the well bore when rotating to engage the lockring. This can be accomplished with the use of the air hoist.

WARNING: If the required turns to engage the lockring are not achieved or excessive torque is encountered, remove the packoff and first call local branch and then Houston Engineering.

33. Back off the landing joint/running tool approximately three turns. Using the top drive, exert a 40,000 lbs. pull on the landing joint.
34. Reattach the test pump to the open test manifolds and retest the packoff seals as previously outlined. This will also verify that the packoff is in place.
35. After satisfactory test is achieved, bleed off all test pressure, remove test pump and reinstall the dust cap on the open fittings.
36. Using only chain tongs, rotate the landing joint clockwise until the tool comes free of the packoff (approximately 9 to 9-1/2 turns) and then retrieve the tool with a straight vertical lift.

Stage 5 — Install the MBU-3T Mandrel Hanger Packoff

In the event the packoff is required to be removed after the locking is engaged the following procedure is to be followed.

Retrieving the Packoff

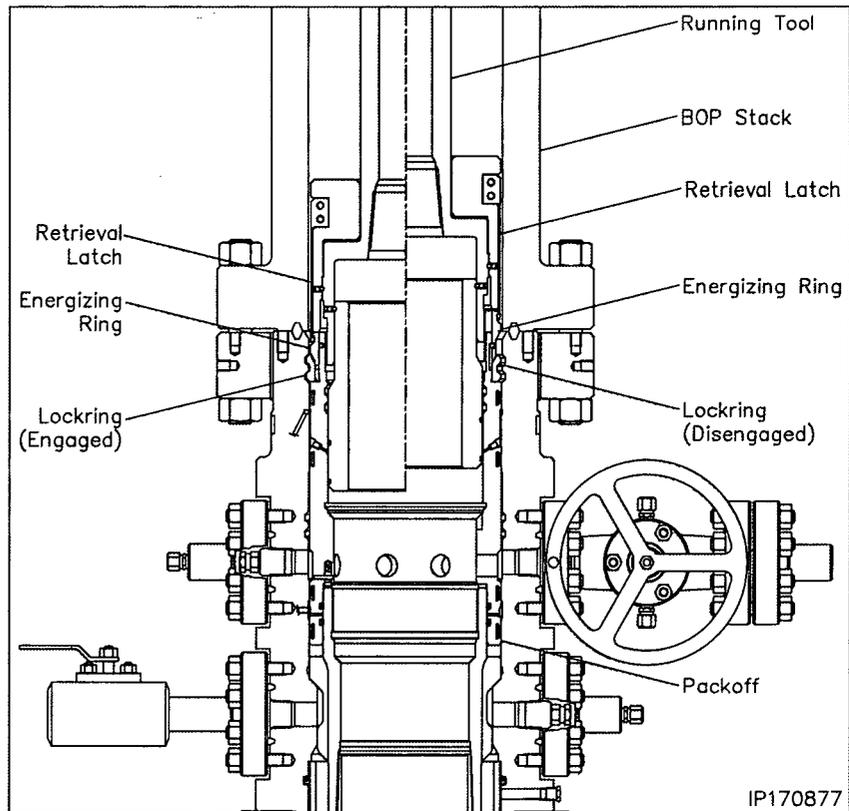
1. Position the retrieval latch so the latch finger extend from the bottom of the running tool body.
2. Reinstall the cap screws and tighten them securely.
3. Ensure the retrieval latch freely rotates on the running tool body.
4. Carefully lower the running tool through the BOP stack and into the packoff.
5. Rotate the drill pipe clockwise (Right) to locate the thread start and then counter clockwise (Left) (approximately 9 to 9-1/2 turns) to a positive stop.

Note: At this point the retrieval latches will have passed over the energizing ring and snapped into place.

6. Rotate the drill pipe clockwise (right) approximately 6 turns to a positive stop. The drill pipe should rise approximately 1-1/2".

Warning: Do not exceed the 6 turns or the packoff may be seriously damaged.

7. Carefully pick up on the drill pipe and remove the packoff from the MBU-3T wellhead with a straight vertical lift.
8. Rotate the packoff 1 turn clockwise to relax the retrieval latch.
9. Remove the (4) 1/2" cap screws and remove the latch assembly.
10. Redress the Packoff and reset as previously outlined.
11. Once the packoff is properly set, reinstall the retrieval latch on the tool.



Stage 5A — Install the MBU-3T Emergency Packoff

Note: The following procedure should be followed **ONLY** if the 9-5/8" casing should become stuck in the hole and the emergency casing hanger has been installed. If the casing did not get stuck and is hung off with the Mandrel Casing Hanger and Packoff, skip this stage.

1. Examine the **13-5/8" 10M x 9-5/8" x 11.250" 4 Stub Acme 2G LH box top MBU-3T Emergency Nested Packoff Assembly (Item A13a)**. Verify the following:

Verify the following:

- all elastomer seals are in place and undamaged
- internal bore, and ports, are clean and in good condition
- lockring is fully retracted
- energizer ring is in its upper most position and retained with shear pins

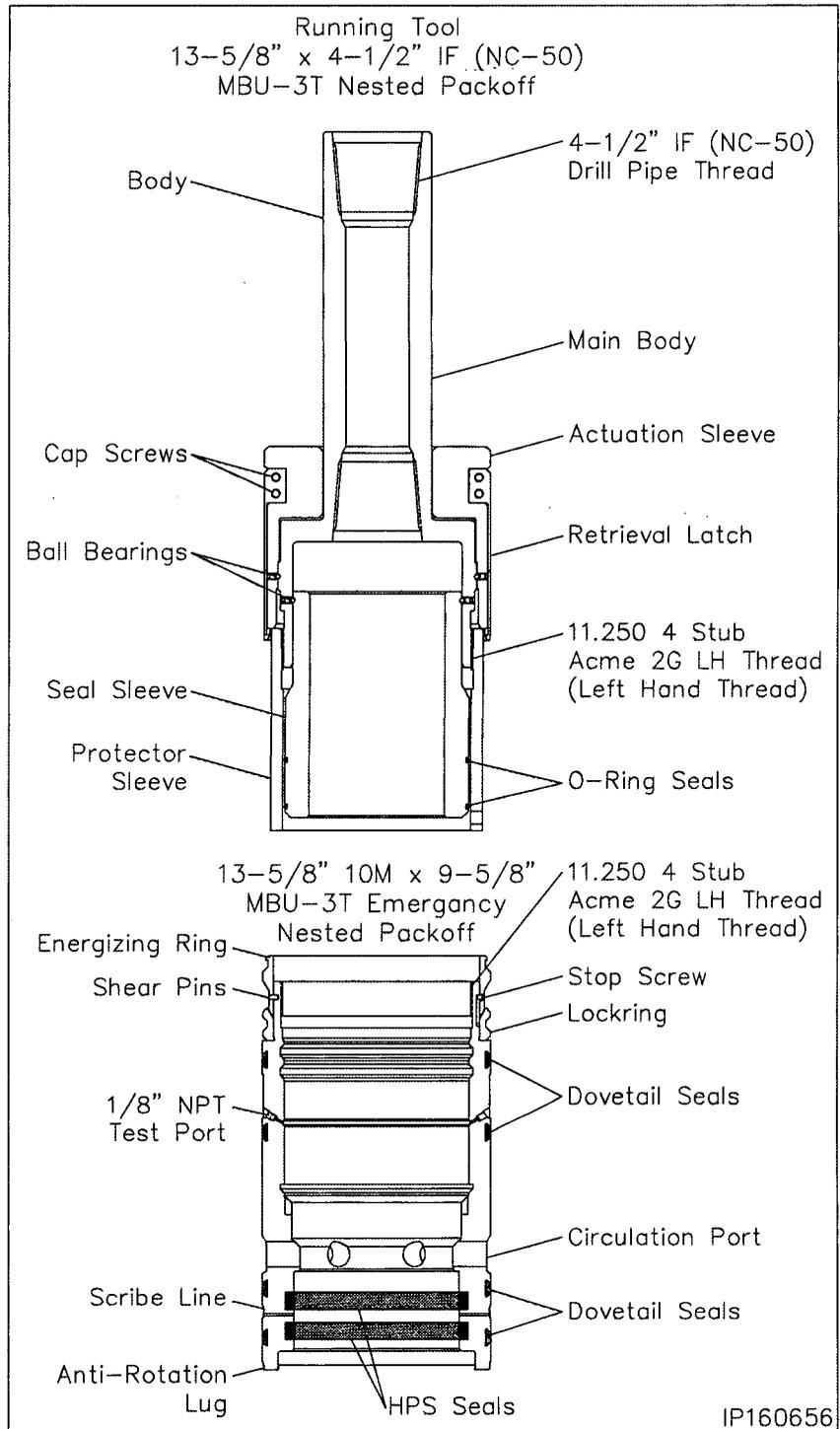
2. Inspect the ID and OD seals for any damage and replace as necessary.

3. Examine the **13-5/8" Nominal x 11.250" 4 Stub Acme 2G LH, MBU-3T Nested Packoff Running Tool (Item ST6)**. Verify the following:

- Acme threads are clean and in good condition
- retrieval latch is in position and retained with cap screws
- seal sleeve is in position and rotates freely
- seal sleeve o-rings are in place and in good condition
- reinstall seal sleeve protector

4. Make up a joint 4-1/2" IF (NC-50) drill pipe to the top of the Running Tool and tighten connection to thread manufacturer's maximum make up torque.

5. Run in the hole with two stands of drill pipe and set in floor slips.

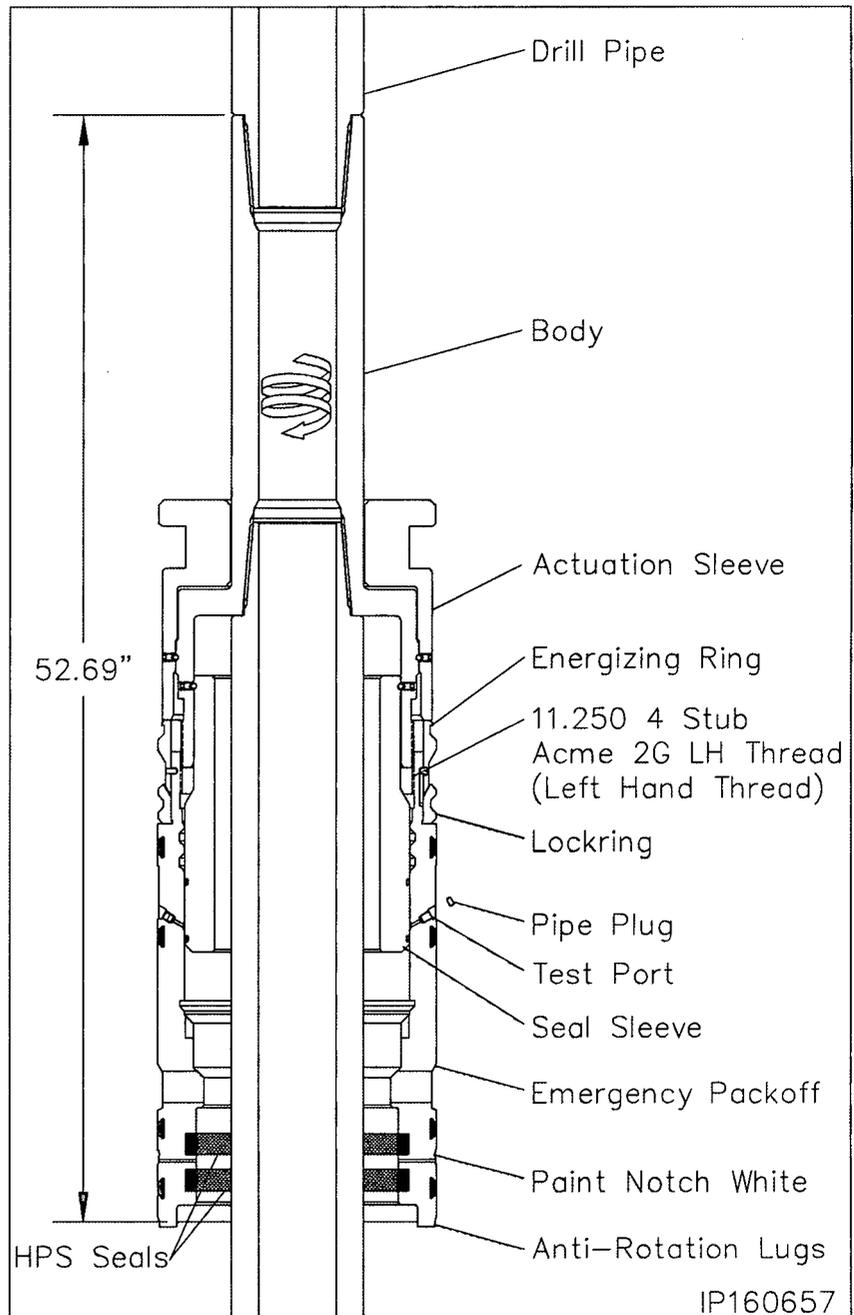


Stage 5A — Install the MBU-3T Emergency Packoff

6. Pick up the packoff and carefully pass it over the drill pipe and set it on top of the floor slips.
7. Pick up the running tool with landing joint and remove the tool protector sleeve with counter clockwise rotation and set the sleeve aside.
8. Thoroughly clean and lightly lubricate the mating acme threads of the running tool and packoff with oil or light grease.
9. Lightly lubricate the seal sleeve o-rings with oil or a light grease.
10. Make up the running tool to the drill pipe in the floor slips using the appropriate length pip x pin sub.
11. Pick up the packoff and thread it onto the running tool with clockwise (Right) rotation until the Energizing Ring makes contact with the lower body of the tool. (Approximately 4 turns).
12. Install (1) 1/8" NPT pipe plug in the OD test port of the packoff and tighten securely
13. Attach a test pump to the remaining open port and inject test fluid between the seal sleeve o-rings until a stable test pressure of 5,000 psi is achieved.
14. If the test fails, remove the tool and replace the leaking o-rings.
15. After a satisfactory test is achieved remove the test pump and the 1/8" pipe plug from the opposite test port.

WARNING: All 1/8" pipe plugs must be removed prior to installing the packoff

16. Thoroughly clean and lightly lubricate the packoff ID 'HPS' seals and the OD dovetail seals with oil or light grease.



17. Using a straight edge positioned vertically and centered on the anti-rotation lug on the bottom of the packoff, place a white paint mark up the side of the packoff in line with the lug.

Note: The line will be used to guide the packoff anti-rotation lug into its mating notch in the slip bowl.

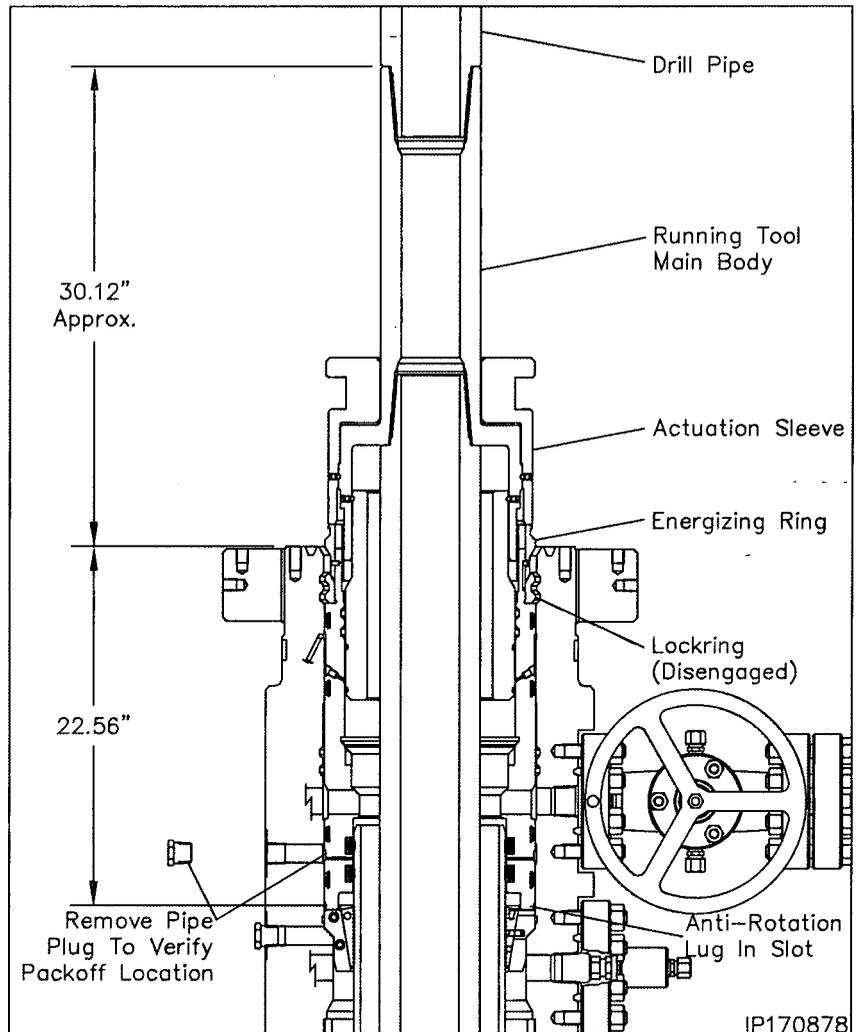
Stage 5A — Install the MBU-3T Emergency Packoff

Landing the Packoff

18. Pick up the drill string and remove the floor slips.
19. Carefully lower the packoff through the rig floor and position it just above the housing.
20. Align the white paint line with the existing paint mark on top of the housing.
21. While holding the packoff to maintain alignment, carefully lower the packoff into the housing until it lands on top of the slip hanger.

Note: When properly positioned the top of the running tool will be approximately 30.12" above the top of the MBU-3T Housing.

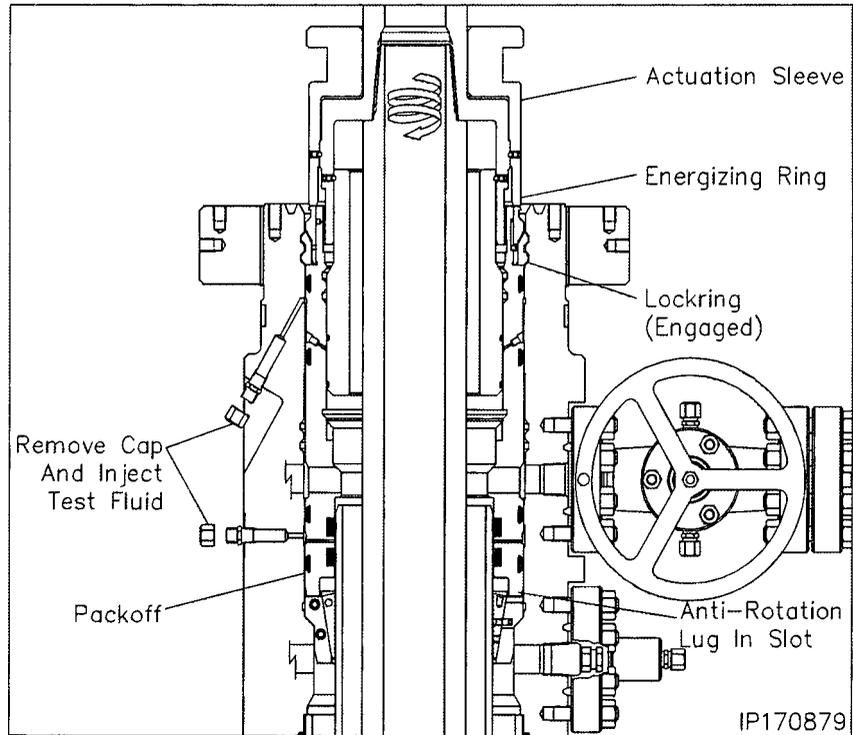
22. Remove the upper 1" LP pipe plug from the sight port to verify the packoff is properly landed. The 5/16" scribe line should be clearly visible in the center of the port.
23. With landing verified, reinstall the pipe plug and tighten securely.



Stage 5A — Install the MBU-3T Emergency Packoff

Seal Test

24. Locate the upper and lower seal test fittings on the O.D. of the housing and remove the dust cap from the fittings.
25. Attach a test pump to the open lower fitting and pump clean test fluid between the seals until a stable test pressure of 5,000 psi or 80% of casing collapse - Whichever is less is achieved.
26. Hold test pressure for 15 minutes.
27. If a leak develops, bleed off test pressure, remove the packoff from the wellhead and replace the leaking seals.
28. After satisfactory test is achieved, bleed off the test pressure but leave the test manifold in place.
29. Repeat steps 25 through 27 for the remaining port and test seals to 5,000 psi.



Engaging the Lockring

30. Using only chain tongs, rotate the landing joint approximately 6 to 6-1/2 turns counter clockwise (Left) to engage the packoff locking in its mating groove in the bore of the MBU-3T housing.

Note: Approximately 800 to 900 ft. lbs. of torque will be required to break over the shear pins in the packoff. The torque will drop off and then increase slightly when the energizing ring pushes the locking out. A positive stop will be encountered when the locking is fully engaged.

WARNING: It is imperative that the drill pipe landing joint remain concentric with the well bore when rotating to engage the locking. This can be accomplished with the use of the air hoist.

WARNING: If the required turns to engage the locking are not achieved or excessive torque is encountered, remove the packoff and first call local branch and then Houston Engineering.

31. Back off the landing joint/running tool approximately three turns. Using the top drive, exert a 40,000 lbs. pull on the landing joint.
32. Reattach the test pump to the open test manifolds and retest the packoff seals as previously outlined. This will also verify that the packoff is in place.
33. After satisfactory test is achieved, bleed off all test pressure, remove test pump and reinstall the dust cap on the open fittings.
34. Using only chain tongs, rotate the landing joint clockwise until the tool comes free of the packoff (approximately 9 to 9-1/2 turns) and then retrieve the tool with a straight vertical lift.
35. Reinstall and nipple up the BOP stack.

Stage 6 — Test the BOP Stack

Immediately after making up the BOP stack and periodically during the drilling of the well for the next casing string the BOP stack (connections and rams) must be tested.

1. Examine the **11" Nominal x 4-1/2" IF CW Test Plug**. (Item ST7).

Verify the following:

- 1-1/4" VR plug and weep hole plug are in place and tightened securely
- elastomer seals are in place and in good condition
- drill pipe threads are clean and in good condition

2. Position the test plug with the tong neck down and the elastomer seals up and make up the tool to a joint of drill pipe.

3. Remove the 1/2" NPT pipe plug from the weep hole if pressure is to be supplied through the drill pipe.

4. Open the housing upper side outlet valve.

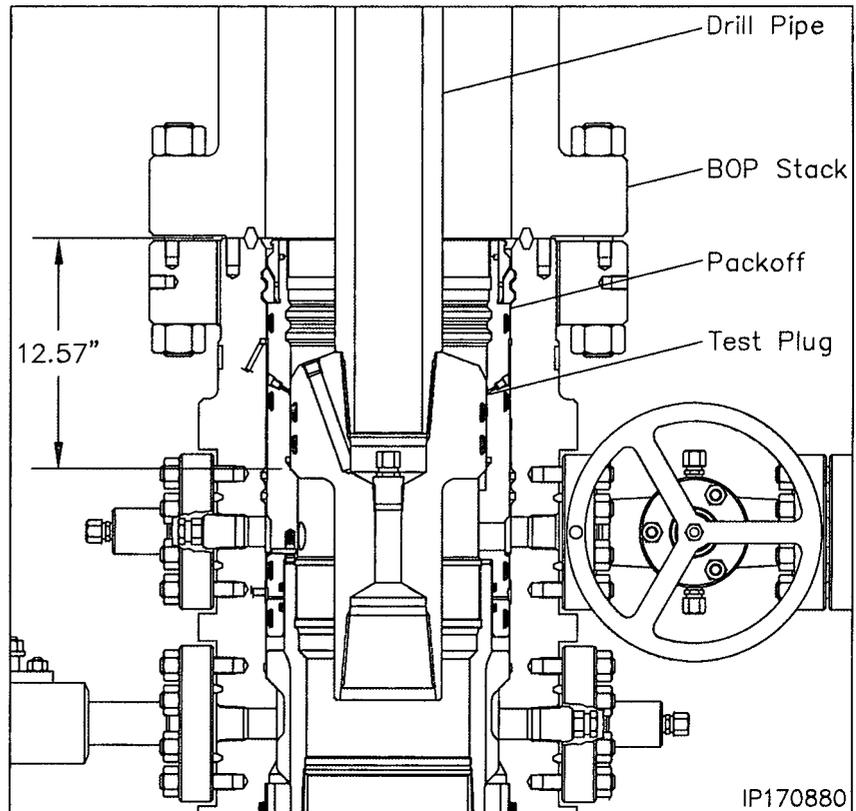
5. Lightly lubricate the test plug seal with oil or light grease.

6. Carefully lower the test plug through the BOP and land it on the load shoulder in the packoff, 12.57" below the top of the housing.

7. Close the BOP rams on the pipe and test the BOP to 5,000 psi.

Note: Any leakage past the test plug will be clearly visible at the open side outlet valve.

8. After a satisfactory test is achieved, release the pressure and open the rams.



9. Remove as much fluid as possible from the BOP stack and retrieve the test plug with a straight vertical lift.

Note: When performing the BOP blind ram test it is highly recommended to suspend a stand of drill pipe below the test plug to ensure the plug stays in place while disconnecting from it with the drill pipe.

10. Repeat this procedure as required during the drilling of the hole section.

Stage 7 — Run the Upper Wear Bushing

Note: Always use a Wear Bushing while drilling to protect the load shoulders from damage by the drill bit or rotating drill pipe. The Wear Bushing **must be retrieved** prior to running the casing.

1. Examine the **13-5/8" x 11" x 9.00" ID MBU-3T-UPR Wear Bushing (Item ST8)**. Verify the following
 - internal bore is clean and in good condition
 - o-ring is in place and in good condition
 - shear o-ring cord is in place and in good condition
 - paint anti-rotation lugs white and allow paint to dry

Run the Wear Bushing Before Drilling

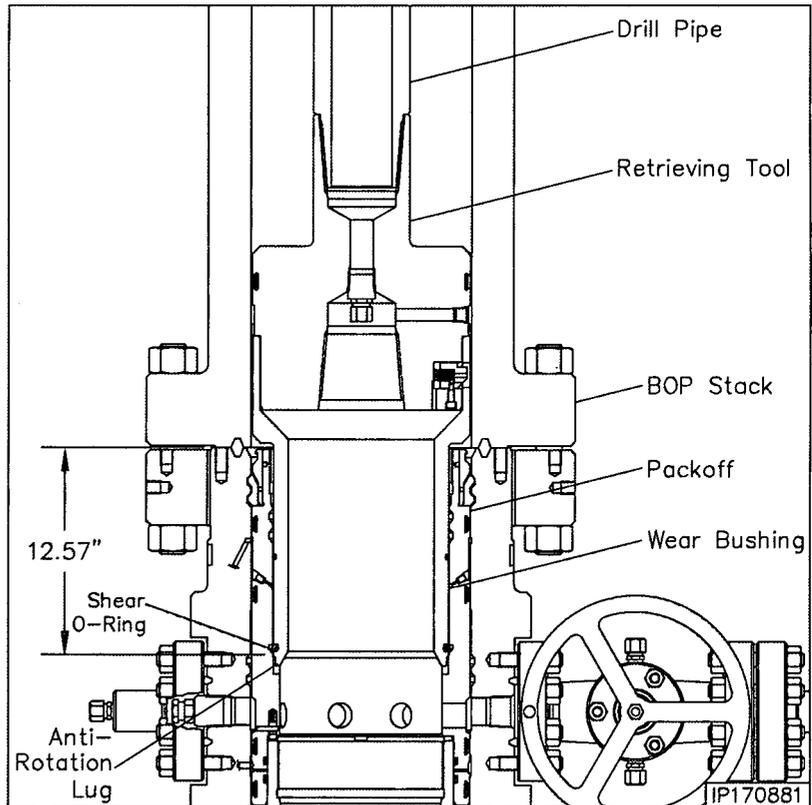
2. Orient the **13-5/8" Nominal x 4-1/2" IF (NC-50) CW Test Plug/Retrieving Tool (Item ST1)** with drill pipe connection up.
3. Attach the Retrieving Tool to a joint of drill pipe.

WARNING: Ensure that the lift lugs are down and the elastomer seal is up

4. Align the retractable lift lugs of the tool with the retrieval holes of the bushing and carefully lower the tool into the Wear Bushing until the lugs snap into place.

Note: If the lugs did not align with the holes, rotate the tool in either direction until they snap into place.

5. Apply a heavy coat of grease, not dope, to the OD of the bushing.
6. Ensure the BOP stack is drained and free of any debris from previous test.
7. Slowly lower the Tool/Bushing Assembly through the BOP stack and land it on the load shoulder in the housing, 12.57" below the top of the housing.
8. Rotate the drill pipe clockwise (right) to locate the stop lugs in their mating notches in the head. When properly aligned the bushing will drop an additional 1/2".



Note: The Shear O-Ring on bottom of the bushing will locate in a groove above the load shoulder in the head to act as a retaining device for the bushing.

9. Remove the tool from the Wear Bushing by rotating the drill pipe counter clockwise (left) 1/4 turn and lifting straight up.
10. Drill as required.

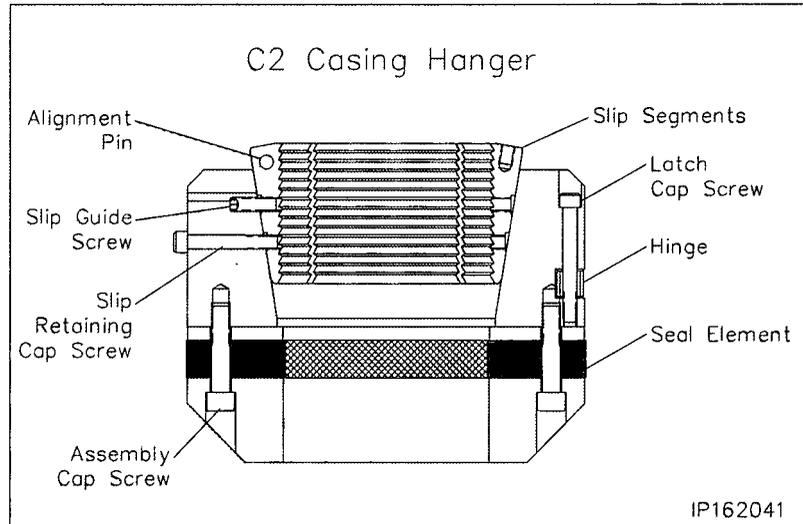
Note: It is highly recommended to retrieve, clean, inspect, grease, and reset the wear bushing each time the hole is tripped during the drilling of the hole section.

Retrieve the Wear Bushing After Drilling

11. Make up the Retrieving Tool to the drill pipe.
12. Slowly lower the tool into the Wear Bushing.
13. Rotate the Retrieving Tool clockwise until a positive stop is felt. This indicates the lugs have snapped into the holes in the bushing.
14. Using the top drive, slowly pick up on the landing joint in 1000 lbs increments until the bushing starts to rise. This action should take a minimum of 3000 lbs pull. Do Not Exceed 60,000 lbs.
15. Retrieve the Wear Bushing, and remove it and the Retrieving Tool from the drill string.

Stage 8 — Hang Off the 5-1/2" Casing

1. Run the 5-1/2" casing through the BOP to the required depth and cement the hole as required.
2. Drain the BOP stack through the housing side outlet valve.
3. Locate the actuation screw on the OD of the drilling adapter.
4. Using a hex drive, fully retract the actuation screws until they are slightly over flush with the glandnuts.
5. Pick up on the BOP stack a minimum of 16" above the housing hub and secure with safety slings.
6. Washout as required using a fresh water hose.

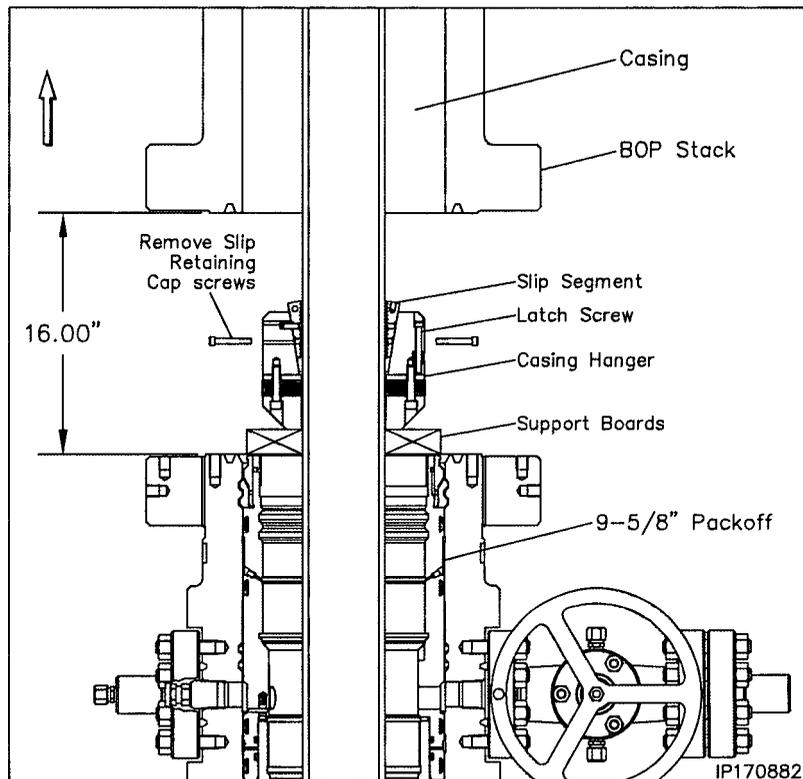


Note: Side outlet valve to remain open while setting the casing hanger.

7. Examine the **11" x 5-1/2" C2 Slip Casing Hanger (Item A14)**. Verify the following:
 - slips and internal bore are clean and in good condition
 - all screws are in place
 - packoff rubber is in good condition

Note: Ensure that the packoff rubber does not protrude beyond the O.D. of the casing hanger body. If it does, loosen the cap screws in the bottom of the hanger.

8. There are two latch screws located in the top of the casing hanger. Using a 5/16" Allen wrench, remove the two latch screws located 180° apart and separate the hanger into two halves.
9. Place two boards on the housing flange against the casing to support the Hanger.
10. Pick up one half of the hanger and place it around the casing and on top of the support boards
11. Pick up the second hanger half and place it around the casing adjacent the first half.
12. Slide the two hanger halves together ensuring the slip guide pins properly engage the opposing hanger.
13. Reinstall the latch screws and tighten securely.



Stage 8 — Hang Off the 5-1/2" Casing

14. Using a 5/16" allen wrench, remove the slip retainer cap screws and discard them.
15. Prepare to lower the Hanger into the housing bowl.

WARNING: Do Not Drop the Casing Hanger!

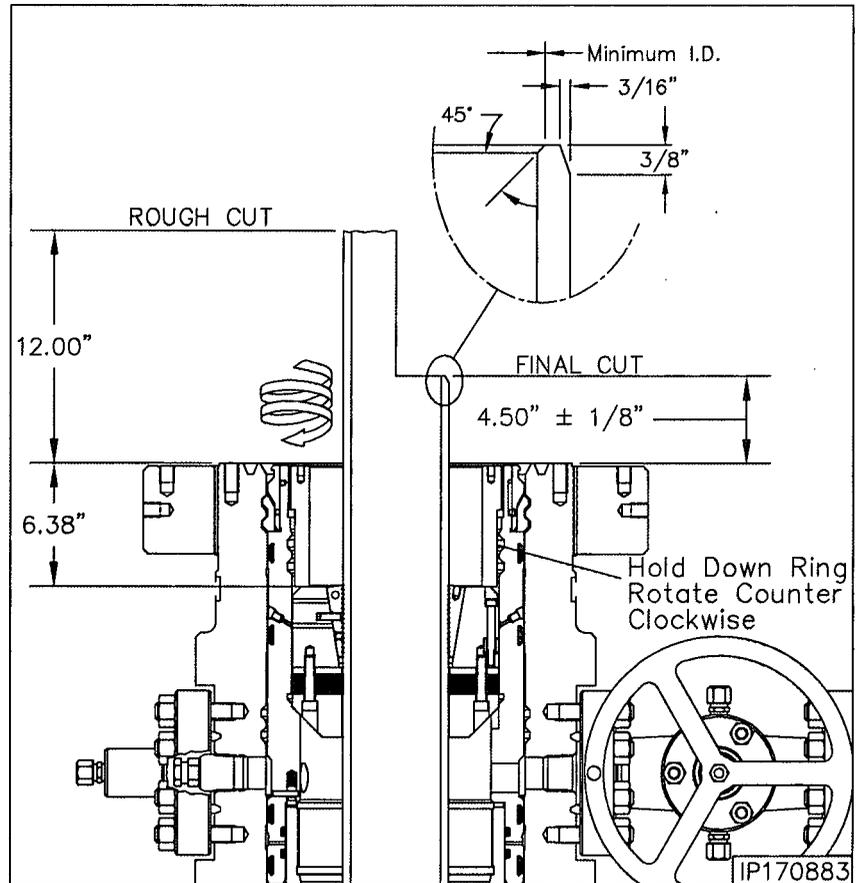
16. Lubricate the O.D. of the casing hanger liberally with a light grease or oil.
17. Remove the boards and allow the Hanger to slide into the housing bowl. When properly positioned the top of the hanger will be approximately 6.38" below the top of the housing.
18. Pull tension on the casing to the desired hanging weight and then slack off.

Note: A sharp decrease on the weight indicator will signify that the Hanger has taken weight and at what point, if this does not occur, pull tension again and slack off once more.

WARNING: Because of the potential fire hazard and the risk of loss of life and property, it is highly recommended to check the casing annulus and pipe bore for gas with an approved sensing device prior to cutting off the casing. If gas is present, do not use an open flame torch to cut the casing. It will be necessary to use an air driven mechanical cutter which is spark free.

19. Rough cut the casing approximately 12" above the top flange and move the excess casing out of the way.
20. Final cut the casing at 4.50" ± 1/8" above the top of the housing.
21. Grind the casing stub level and then place a 3/16" x 3/8" bevel on the O.D. and a I.D. chamfer to match the minimum bore of the Tubing Head to be installed.

Note: There must not be any rough edges on the casing or the seals of the tubing head will be damaged.



22. Using a high pressure water hose, thoroughly clean the top of the casing head, casing hanger, and casing stub and blow dry with compressed air. Ensure all cutting debris are removed.
23. Thoroughly clean and lightly lubricate the mating acme threads of the MBU-3T packoff and the slip the **Hold Down Ring (Item A15)**.
24. Thread the ring into the packoff with counter clockwise rotation to a positive stop on top of the slip hanger.
25. Fill the void above the hanger with clean test fluid to the top of the flange.

WARNING: Do Not over fill the void with test fluid - trapped fluid under the ring gasket may prevent a good seal from forming.

Stage 9 — Install the Tubing Head

Note: The tubing head may be shipped to location with the lower frac valve pre installed and tested.

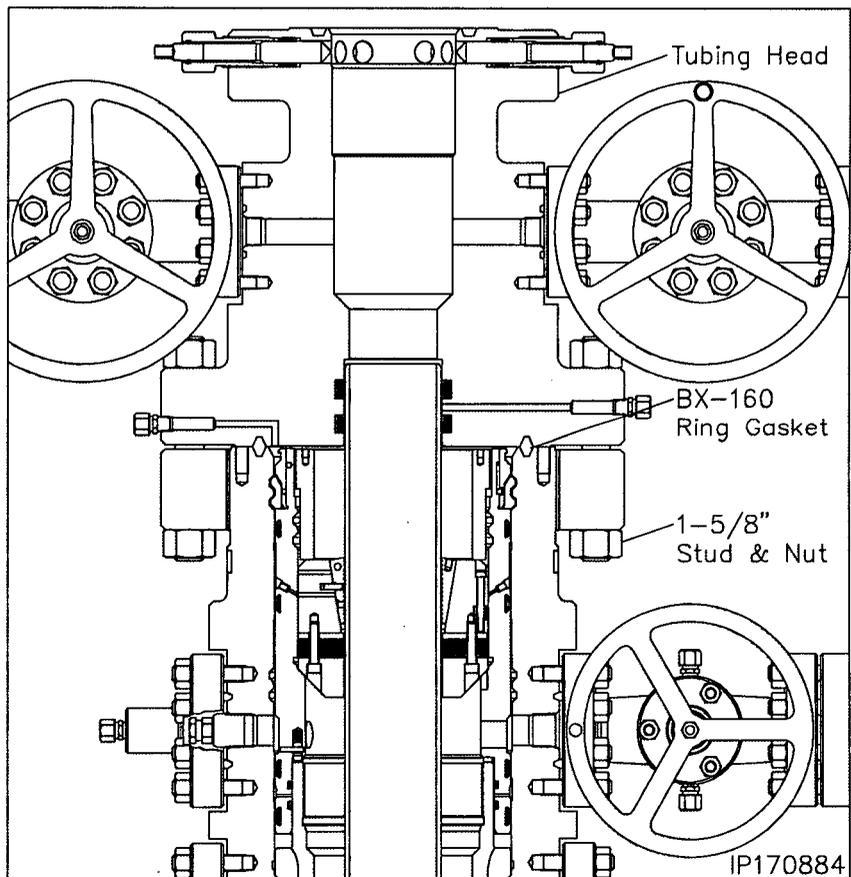
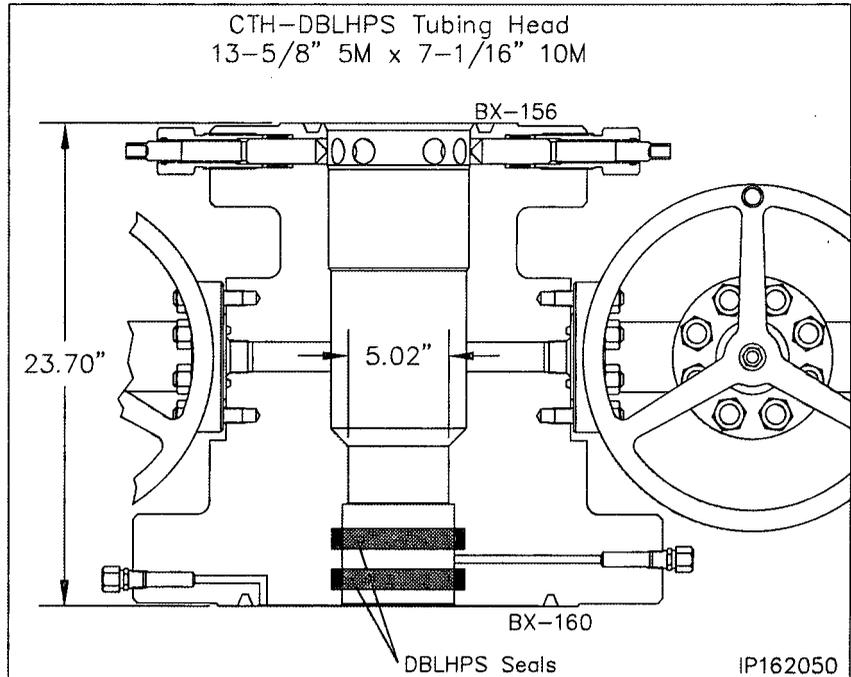
1. Examine the **13-5/8" 5M x 7-1/16" 10M CW, CTH-DBLHPS Tubing Head With 5-1/2" DBLHPS Bottom (Item B1)** Verify the following:
 - seal area and bore are clean and in good condition
 - **HPS Seals** are in place and in good condition
 - all peripheral equipment is intact and undamaged
2. Clean the mating ring grooves of the MBU-3T Housing and tubing head.
3. Lightly lubricate the I.D. of the tubing head 'HPS' seals and the casing stub with a light oil or grease.

Note: Excessive oil or grease may prevent a good seal from forming!

4. Install a new **BX-160 Ring Gasket (Item B6)** in the ring groove of the housing.
5. Pick up the tubing head and suspend it above the housing.
6. Orient the head so that the outlets properly align with the housing upper outlets and then carefully lower the head over the casing stub and then land it on the ring gasket.

Warning: Do Not damage the 'HPS' seals or their sealing ability will be impaired!

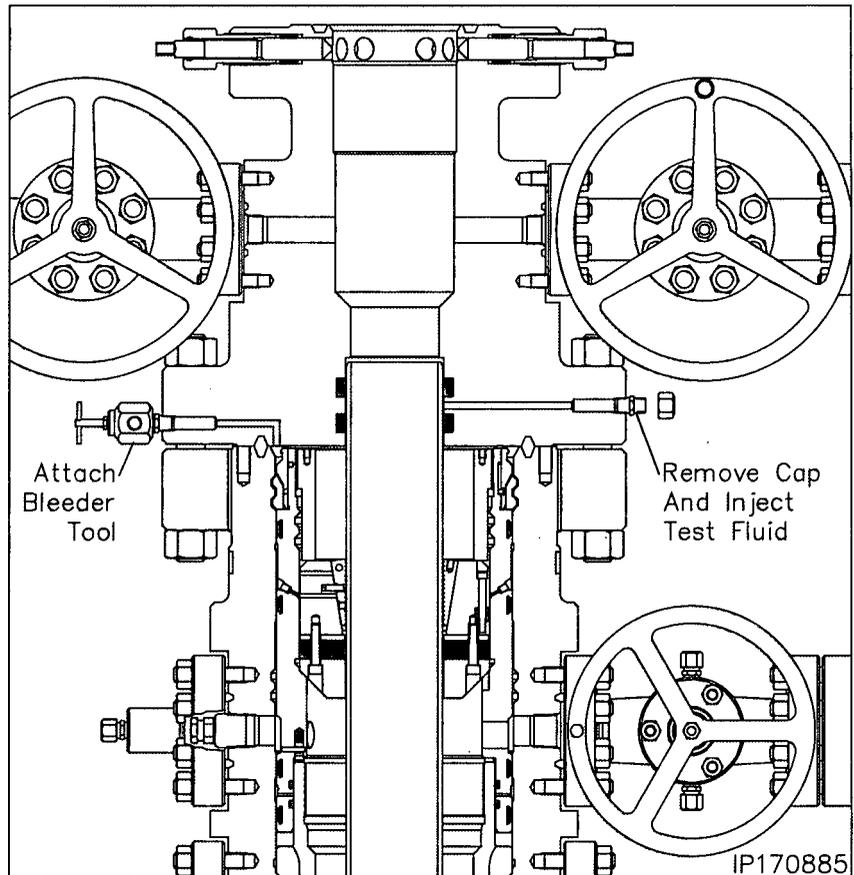
7. Make up the flange connection using the **1-5/8" x 12-3/4" studs and nuts (Item B7)**, tightening them in an alternating cross pattern.



Stage 9 — Install the Tubing Head

Seal Test

1. Locate the seal test fitting and one flange test fitting on the Tubing Head lower flange and remove the dust cap from both fittings.
2. Attach a Bleeder Tool to one of the open flange test fittings and open the Tool.
3. Attach a test pump to the seal test fitting and pump clean test fluid between the HPS Seals until a test pressure of **10,000 psi**.
4. Hold test pressure for 15 minutes.
5. If pressure drops, a leak has developed. Bleed off test pressure and take the appropriate action in the adjacent table.
6. After a satisfactory test is achieved, remove the Test Pump, drain test fluid and reinstall the dust cap on the open seal test fitting.

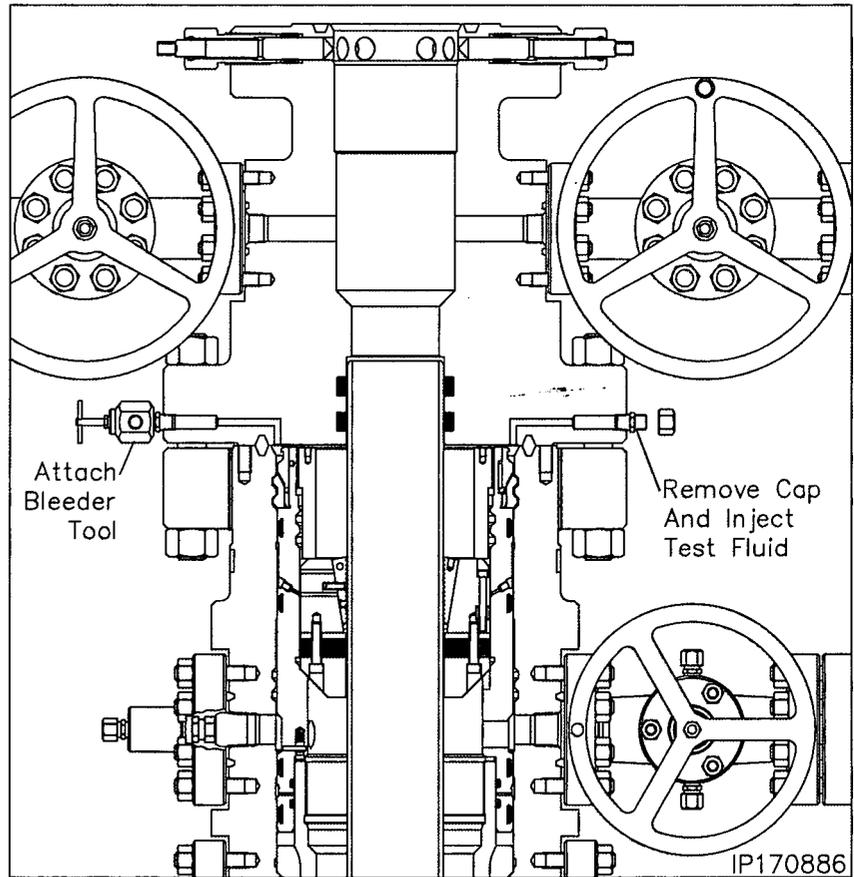


Seal Test	
Leak Location	Appropriate Action
Open bleeder tool - Lower HPS seal is leaking	Remove Tubing Head and replace leaking seals. Re land and retest seals
Into the tubing head bore - Upper HPS seal is leaking	

Stage 9 — Install the Tubing Head

Flange Test

1. Locate the remaining flange test fitting on the Tubing Head lower flange and remove the dust cap from the fitting.
2. Attach a test pump to the open flange test fitting and inject test fluid into the flange connection until a continuous stream flows from the opposite flange test bleeder tool.
3. Close the bleeder tool and continue to pumping test fluid to **5,000 psi**.
4. Hold test pressure for 15 minutes.
5. If pressure drops a leak has developed. Take the appropriate action from the adjacent chart.
6. Repeat this procedure until a satisfactory test is achieved.
7. Once a satisfactory test is achieved, remove the test pump and bleeder tool, drain all test fluid, and reinstall the dust caps.



Flange Test	
Leak Location	Appropriate Action
Between flanges - Ring gasket is leaking	Verify flange bolt torque. If correct, remove tubing head to clean, inspect and possibly replace damaged ring gasket.
Into Casing Annulus - Slip Hanger Seal Element Is Leaking	Remove Tubing Head, spear casing and reset the casing hanger. Redress casing, reinstall Tubing Head and retest.

Stage 10 — Test the BOP Stack

Immediately after making up the BOP stack and periodically during the completion of the well the BOP stack (connections and rams) must be tested.

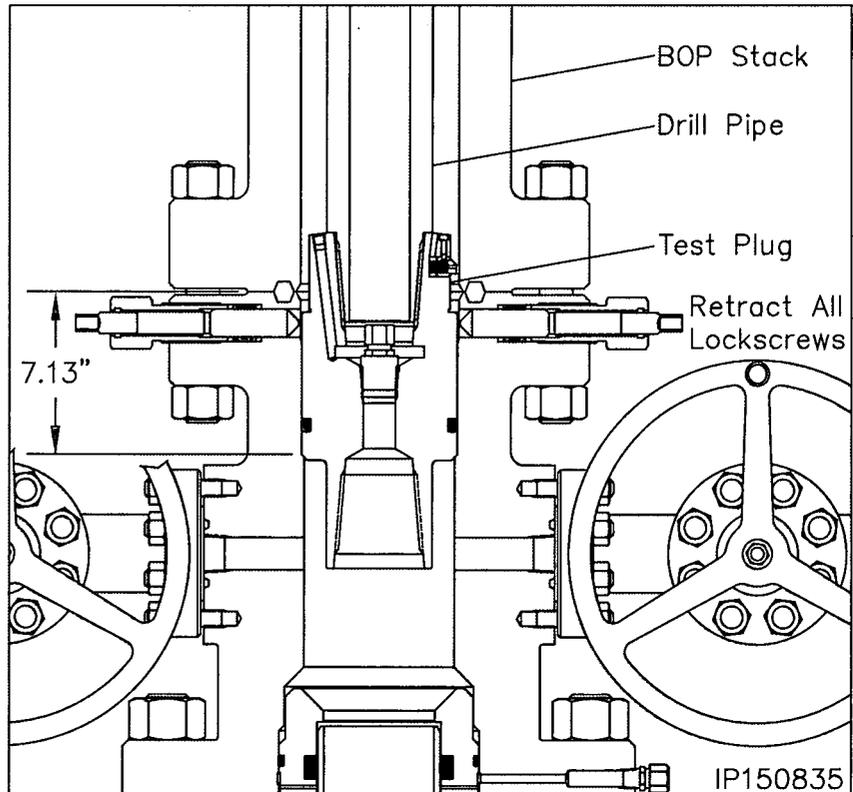
1. Examine the **7-1/16" Nominal x 3-1/2" IF CW Test Plug/Retrieving Tool (Item ST9)**. Verify the following:
 - 1-1/4" VR plug and weep hole plug are in place and tightened securely
 - elastomer seal is in place and in good condition
 - retractable lift lugs are in place, clean, and free to move
 - drill pipe threads are clean and in good condition

Note: Prior to installing the BOP it is recommended to attain an accurate RKB dimension for future use for accurately landing test plugs and tubing hangers. This dimension is attained by dropping a tape measure from the rig floor to the top of the wellhead flange. Pull tape taut and record the dimension from the wellhead to the top of the rig floor or kelly bushings. Ensure this dimension is placed on the BOP board in the dog house and on the drillers daily report sheet.

2. Position the test plug with the elastomer seal down and the lift lugs up and make up the tool to a joint of drill pipe.

WARNING: Ensure that the lift lugs are up and the elastomer seal is down

3. Remove the 1/2" NPT pipe plug from the weep hole if pressure is to be supplied through the drill pipe.
4. Open the tubing head side outlet valve and fully retract all lockscrews.
5. Lightly lubricate the test plug seal with oil or light grease.



6. Carefully lower the test plug through the BOP and land it on the load shoulder in the tubing head, 7.13" below the top of the head.
7. Close the BOP rams on the pipe and test the BOP to 10,000 psi.

Note: Any leakage past the test plug will be clearly visible at the open side outlet valve.

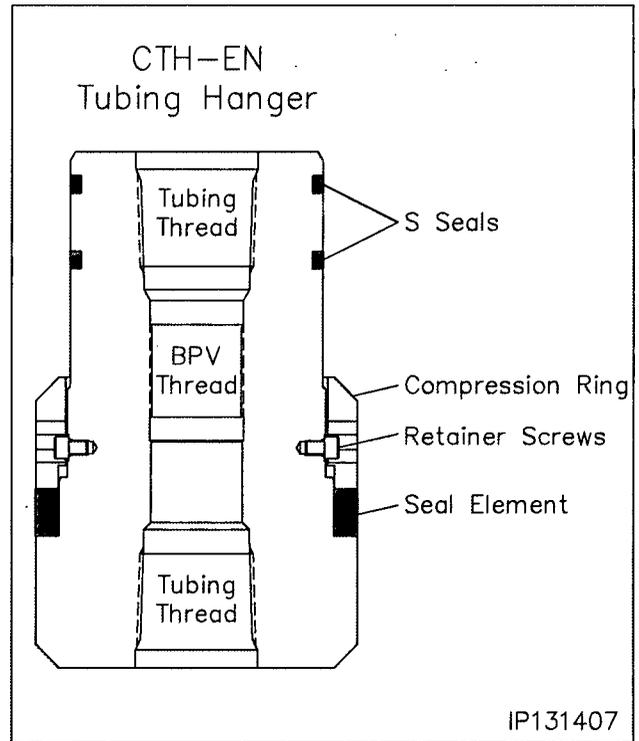
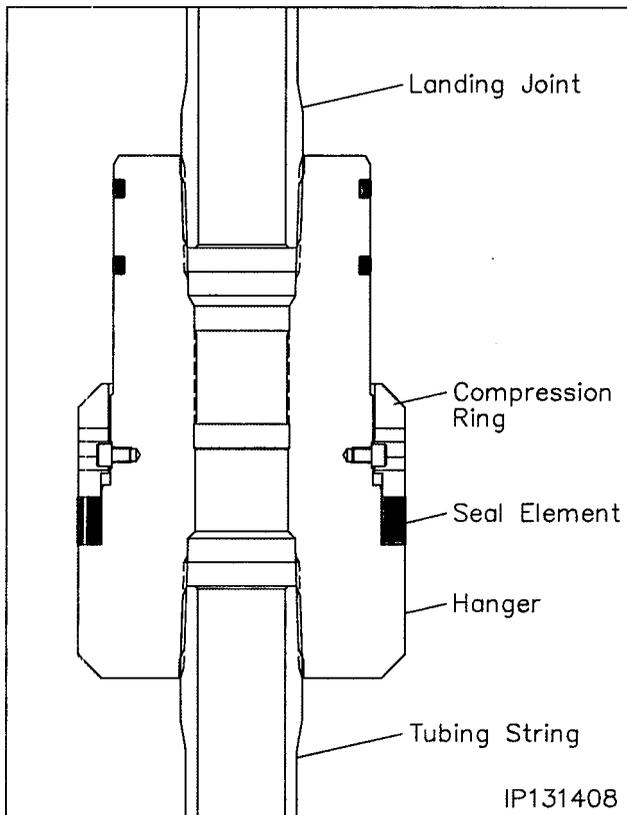
8. After a satisfactory test is achieved, release the pressure and open the rams.
9. Remove as much fluid as possible from the BOP stack and the retrieve the test plug with a straight vertical lift.

Note: When performing the BOP blind ram test it is highly recommended to suspend a stand of drill pipe below the test plug to ensure the plug stays in place while disconnecting from it with the drill pipe.

10. Repeat this procedure as required during the completion of the well.

Stage 10 — Hang Off the Tubing String

1. Run the 2-3/8" production tubing string to the required depth and space out appropriately.
2. Examine the 7-1/16" x 2-3/8" EU CTH-EN Tubing Hanger (Item C11). Verify the following:
 - seal element is intact and undamaged
 - bore and internal threads are clean and undamaged
 - extended neck and neck seals are clean and undamaged
 - make up a short handling joint in the top of the hanger and tighten securely



3. At a predetermined position in the tubing string, set the tubing in the floor slips. Pick up the Tubing Hanger and make it up in the tubing string. Torque the tubing hanger to the thread manufacturer's optimum make up torque.
4. Pick up the tubing string so that the bottom of the hanger is approximately 5 feet above the rig floor and reset the floor slips.
5. Remove the handling joint and install the appropriate size landing joint in the top of the hanger and torque the landing joint to the thread manufacturer's minimum make up torque.

Stage 10 — Hang Off the Tubing String

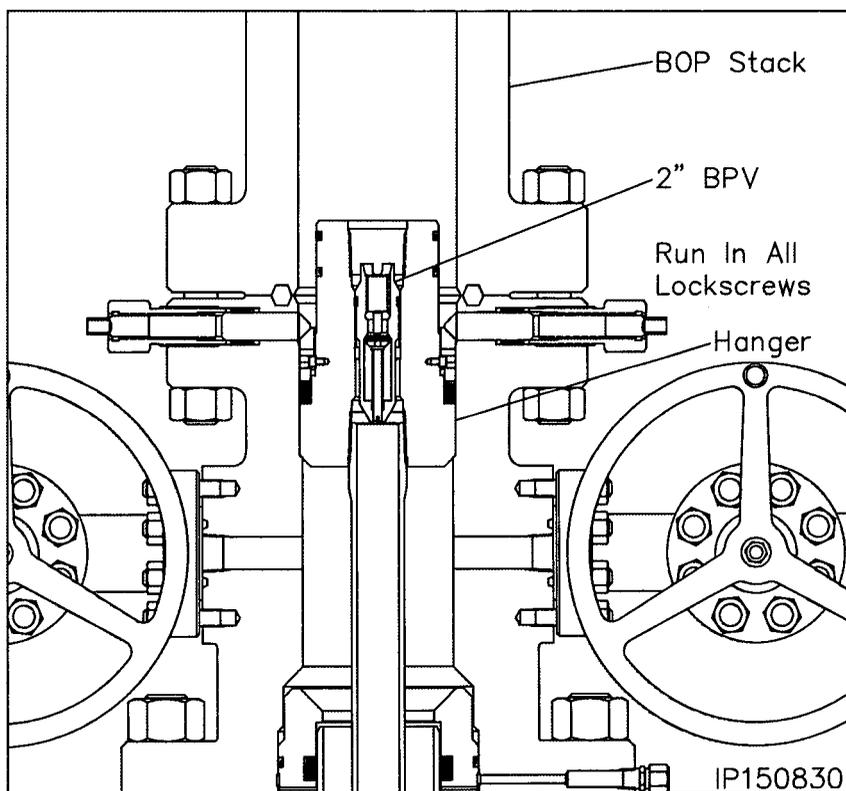
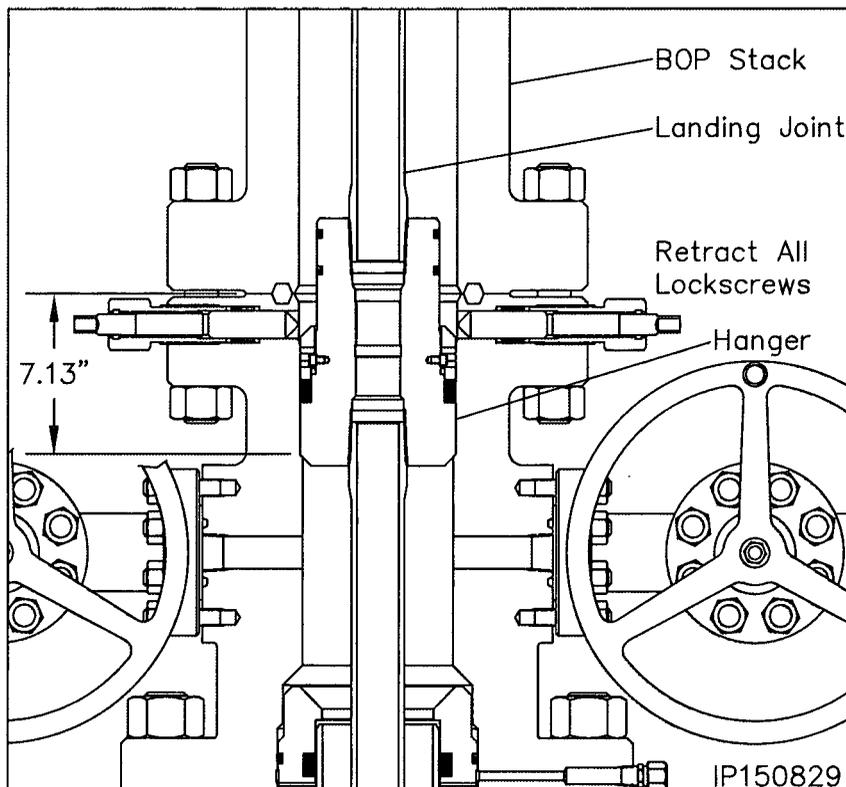
- Calculate the distance from the top of the tubing head to the top of the rig floor and add 7.13" the depth of the tubing bowl. Record this dimension.

Landing the Tubing Hanger

- Drain the BOP and riser through the tubing head side outlet valve. Retract all lockscrews, and then flush the tubing head bowl with clean fresh water to remove any debris that may keep the hanger from properly landing.

Note: Side outlet valve to remain open while landing the tubing hanger.

- Thoroughly clean and lightly lubricate the hanger packoff rubber with oil or a light grease.
- Pick up the tubing string and remove the floor slips.
- Carefully lower the tubing hanger into the well, tallying the tubing every five feet to the recorded dimension. Place a paint mark on the landing joint at the proper elevation of the recorded dimension.
- Continue lowering the tubing into the well and land the hanger in the tubing head and slack off all weight.
- Run in all the tubing head lockscrews in an alternating cross pattern to refusal.
- Retrieve the landing joint by rotating it to the left until it comes free of the hanger and then retrieve it with a straight lift.
- Using a dry rod, install the appropriate size One-Way Back Pressure Valve in the tubing hanger bore and nipple down the BOP.

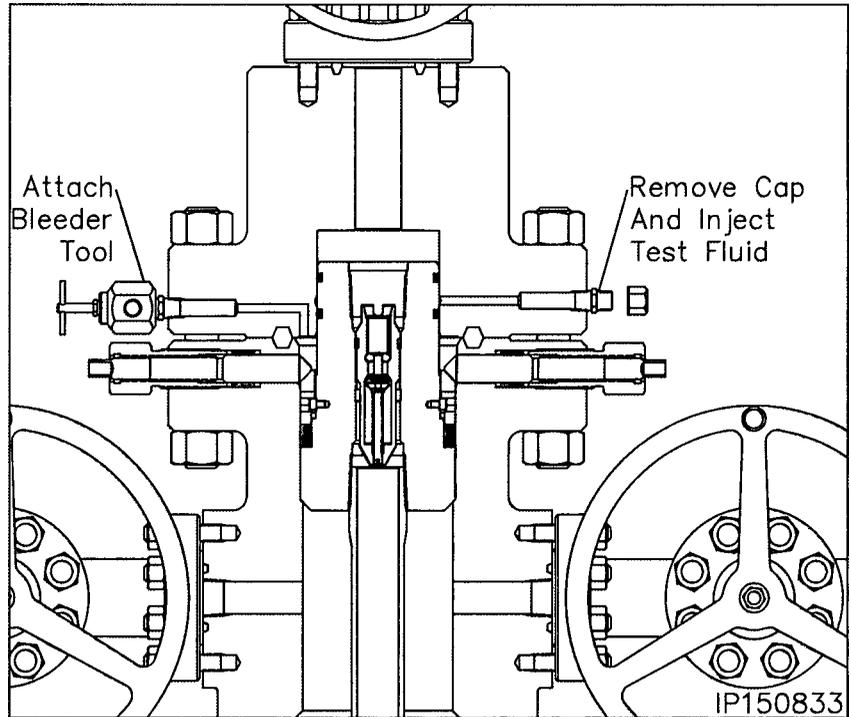




Stage 11 — Install the Production Tree

Seal Test

1. Locate the seal test fitting and one flange test fitting on the adapter flange and remove the dust cap from both fittings.
2. Attach a Bleeder Tool to one of the open flange test fittings and open the Tool.
3. Attach a test pump to the seal test fitting and pump clean test fluid between the S Seals until a stable test pressure of **10,000 psi** is attained.
4. Hold the test pressure for fifteen (15) minutes or as required by the drilling supervisor.
5. If pressure drops, a leak has developed. Bleed off test pressure and take the appropriate action in the adjacent table.
6. After a satisfactory test is achieved, remove the Test Pump, drain test fluid and reinstall the dust cap on the open seal test fitting.

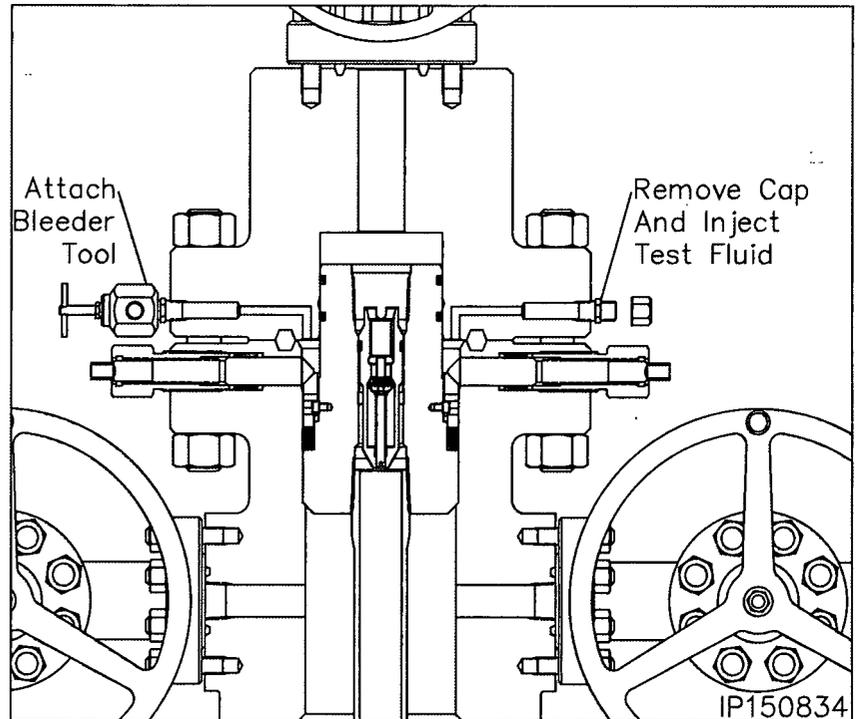


Leak Location	Appropriate Action
Into tree bore - Upper S seal is leaking	Remove the tree, replace leaking S seals, reinstall the tree and retest the connection
Open Flange Test bleeder tool - Lower S seal is leaking	Remove the tree, replace leaking S seals, reinstall the tree and retest the connection

Stage 11 — Install the Production Tree

Flange Test

1. Locate the remaining flange test fitting on the adapter flange and remove the dust cap from the fitting.
2. Attach a test pump to the open flange test fitting and inject test fluid into the flange connection until a continuous stream flows from the opposite flange test bleeder tool.
3. Close the bleeder tool and continue to pumping test fluid until a stable test pressure of **10,000 psi** is attained.
4. Hold the test pressure for fifteen (15) minutes or as required by the drilling supervisor.
5. If pressure drops a leak has developed at the ring gasket. Further tighten the flange connection.
6. Repeat this procedure until a satisfactory test is achieved.
7. Once a satisfactory test is achieved, remove the test pump and bleeder tool, drain all test fluid, and reinstall the dust caps.



Leak Location	Appropriate Action
Between flanges - Ring gasket is leaking	Further tighten the flange connection
Around lockscrews - Lockscrew packing is leaking	Further tighten lockscrews
Into tubing annulus - Hanger seal element is leaking	Further tighten lockscrew gland nuts
Open Seal Test bleeder tool - Lower S seal is leaking	Remove the tree, replace leaking S seals, reinstall the tree and retest the connection

Recommended Procedure for Field Welding Pipe to Wellhead Parts for Pressure Seal

1. **Introduction and Scope.** The following recommended procedure has been prepared with particular regard to attaining pressure-tight weld when attaching casing heads, flanges, etc., to casing. Although most of the high strength casing used (such as N-80) is not normally considered field weldable, some success may be obtained by using the following or similar procedures.

Caution: In some wellheads, the seal weld is also a structural weld and can be subjected to high tensile stresses. Consideration must therefore be given by competent authority to the mechanical properties of the weld and its heat affected zone.

 - a. The steels used in wellhead parts and in casing are high strength steels that are susceptible to cracking when welded. It is imperative that the finished weld and adjacent metal be free from cracks. The heat from welding also affects the mechanical properties. This is especially serious if the weld is subjected to service tension stresses.
 - b. This procedure is offered only as a recommendation. The responsibility for welding lies with the user and results are largely governed by the welder's skill. Weldability of the several makes and grades of casing varies widely, thus placing added responsibility on the welder. Transporting a qualified welder to the job, rather than using a less-skilled man who may be at hand, will, in most cases, prove economical. The responsible operating representative should ascertain the welder's qualifications and, if necessary, assure himself by instruction or demonstration, that the welder is able to perform the work satisfactorily.
2. **Welding Conditions.** Unfavorable welding conditions must be avoided or minimized in every way possible, as even the most skilled welder cannot successfully weld steels that are susceptible to cracking under adverse working conditions, or when the work is rushed. Work above the welder on the drilling floor should be avoided. The weld should be protected from dripping mud, water, and oil and from wind, rain, or other adverse weather conditions. The drilling mud, water, or other fluids must be lowered in the casing and kept at a low level until the weld has properly cooled. It is the responsibility of the user to provide supervision that will assure favorable working conditions, adequate time, and the necessary cooperation of the rig personnel.
3. **Welding.** The welding should be done by the shielded metal-arc or other approved process.
4. **Filler Metal.** Filler Metals. For root pass, it's recommended to use E6010, E6011 (AC), E6019 or equivalent electrodes. The E7018 or E7018-A1 electrodes may also be used for root pass operations but has the tendency to trap slag in tight grooves. The E6010, E6011 and E6019 offer good penetration and weld deposit ductility with relatively high intrinsic hydrogen content. Since the E7018 and E7018-A1 are less susceptible to hydrogen induced cracking, it is recommended for use as the filler metal for completion of the weld groove after the root pass is completed. The E6010, E6011 (AC), E6019, E7018 and E7018-A1 are classified under one of the following codes AWS A5.1 (latest edition): Mild Steel covered electrodes or the AWS A5.5 (latest edition): Low Alloy Steel Covered Arc-Welding Electrodes. The low hydrogen electrodes, E7018 and E7018-A1, should not be exposed to the atmosphere until ready for use. It's recommended that hydrogen electrodes remain in their sealed containers. When a job arises, the container shall be opened and all unused remaining electrodes to be stored in heat electrode storage ovens. Low hydrogen electrodes exposed to the atmosphere, except water, for more than two hours should be dried 1 to 2 hours at 600°F to 700 °F (316°C to 371 °C) just before use. It's recommended for any low hydrogen electrode containing water on the surface should be scrapped.
5. **Preparation of Base Metal.** The area to be welded should be dry and free of any paint, grease/oil and dirt. All rust and heat-treat surface scale shall be ground to bright metal before welding.

Recommended Procedure for Field Welding Pipe to Wellhead Parts for Pressure Seal

6. **Preheating.** Prior to any heating, the wellhead member shall be inspected for the presence of any o-rings or other polymeric seals. If any o-rings or seals are identified then preheating requires close monitoring as noted in paragraph 6a. Before applying preheat, the fluid should be bailed out of the casing to a point several inches (>6" or 150 mm) below the weld joint/location. Preheat both the casing and wellhead member for a minimum distance of three (3) inches on each side of the weld joint using a suitable preheating torch in accordance with the temperatures shown below in a and b. The preheat temperature should be checked by the use of heat sensitive crayons. Special attention must be given to preheating the thick sections of wellhead parts to be welded, to insure uniform heating and expansion with respect to the relatively thin casing.
 - a. Wellhead members containing o-rings and other polymeric seals have tight limits on the preheat and interpass temperatures. Those temperatures must be controlled at 200°F to 325°F or 93 °C to 160°C and closely monitored to prevent damage to the o-ring or seals.
 - b. Wellhead members not containing o-rings and other polymeric seals should be maintained at a preheat and interpass temperature of 400°F to 600°F or 200°C to 300°C.
7. **Welding Technique.** Use a 1/8 or 5/32-inch (3.2 or 4.0 mm) E6010 or E7018 electrode and step weld the first bead (root pass); that, weld approximately 2 to 4 inches (50 to 100 mm) and then move diametrically opposite this point and weld 2 to 4 inches (50 to 100 mm) halfway between the first two welds, move diametrically opposite this weld, and so on until the first pass is completed. This second pass should be made with a 5/32-inch (4.0 mm) low hydrogen electrode of the proper strength and may be continuous. The balance of the welding groove may then be filled with continuous passes without back stepping or lacing, using a 3/16-inch (4.8 mm) low hydrogen electrode. All beads should be stringer beads with good penetration. There should be no undercutting and weld shall be workmanlike in appearance.
 - a. Test ports should be open when welding is performed to prevent pressure buildup within the test cavity.
 - b. During welding the temperature of the base metal on either side of the weld should be maintained at 200 to 300°F (93 to 149°C).
 - c. Care should be taken to insure that the welding cable is properly grounded to the casing, but ground wire should not be welded to the casing or the wellhead. Ground wire should be firmly clamped to the casing, the wellhead, or fixed in position between pipe slips. Bad contact may cause sparking, with resultant hard spots beneath which incipient cracks may develop. The welding cable should not be grounded to the steel derrick, nor to the rotary-table base.
8. **Cleaning.** All slag or flux remaining on any welding bead should be removed before laying the next bead. This also applies to the completed weld.
9. **Defects.** Any cracks or blow holes that appear on any bead should be removed to sound metal by chipping or grinding before depositing the next bead.
10. **Postheating.** Post-heating should be performed at the temperatures shown below and held at that temperature for no less than one hour followed by a slow cooling. The post-heating temperature should be in accordance with the following paragraphs.
 - a. Wellhead members containing o-rings and other polymeric seals have tight limits on the post-heating temperatures. Those temperatures must be controlled at 250°F to 300°F or 120 °C to 150°C and closely monitored to prevent damage to the o-ring or seals.
 - b. Wellhead members not containing o-rings and other polymeric seals should be post-heated at a temperature of 400°F to 600°F or 200°C to 300°C.
11. **Cooling. *Rapid cooling must be avoided.*** To assure slow cooling, welds should be protected from extreme weather conditions (cold, rain, high winds, etc.) by the use of suitable insulating material. (Specially designed insulating blankets are available at many welding supply stores.) Particular attention should be given to maintaining uniform cooling of the thick sections of the wellhead parts and the relatively thin casing, as the relatively thin casing will pull away from the head or hanger if allowed to cool more rapidly. The welds should cool in air to less than 200°F (93°C) (measured with a heat sensitive crayon) prior to permitting the mud to rise in the casing.
12. **Test the Weld.** After cooling, test the weld. The weld must be cool otherwise the test media will crack the weld. The test pressure should be no more than 80% of the casing collapse pressure.

APD ID: 10400038445

Submission Date: 03/04/2019

Highlighted data
reflects the most
recent changes

Operator Name: CIMAREX ENERGY COMPANY

Well Name: TAR HEEL 19-18 FEDERAL COM

Well Number: 1H

[Show Final Text](#)

Well Type: CONVENTIONAL GAS WELL

Well Work Type: Drill

Section 1 - Existing Roads

Will existing roads be used? YES

Existing Road Map:

Tar_Heel_19_18_Fed_W2W2_Existing_Road_ROW_20190228093220.pdf

Existing Road Purpose: ACCESS,FLUID TRANSPORT

Row(s) Exist? NO

ROW ID(s)

ID:

Do the existing roads need to be improved? NO

Existing Road Improvement Description:

Existing Road Improvement Attachment:

Section 2 - New or Reconstructed Access Roads

Will new roads be needed? YES

New Road Map:

Tar_Heel_19_18_Fed_W2W2_Road_ROW_20190228093416.pdf

New road type: COLLECTOR

Length: 2998.23 Feet

Width (ft.): 30

Max slope (%): 2

Max grade (%): 6

Army Corp of Engineers (ACOE) permit required? NO

ACOE Permit Number(s):

New road travel width: 18

New road access erosion control: The side slopes of any drainage channels or swales that are crossed will be re-contoured to original grade and compacted and mulched as necessary to avoid erosion. Where steeper slopes cannot be avoided, water bars or silt fence will be constructed, mulch/rip-rap applied, or other measures employed as necessary to control erosion. Hay bales, straw waddles or silt fence may also be installed to control erosion as needed. All disturbed areas will be seeded with a mix appropriate for the area unless specified otherwise by the landowner.

New road access plan or profile prepared? NO

New road access plan attachment:

Operator Name: CIMAREX ENERGY COMPANY

Well Name: TAR HEEL 19-18 FEDERAL COM

Well Number: 1H

Access road engineering design? NO

Access road engineering design attachment:

Turnout? N

Access surfacing type: GRAVEL

Access topsoil source: ONSITE

Access surfacing type description:

Access onsite topsoil source depth: 6

Offsite topsoil source description:

Onsite topsoil removal process: Push off and stockpile alongside the location

Access other construction information: The operator will prevent and abate fugitive dust as needed; whether created by vehicular traffic, equipment operations or other events.

Access miscellaneous information:

Number of access turnouts:

Access turnout map:

Drainage Control

New road drainage crossing: CULVERT,LOW WATER,OTHER

Drainage Control comments: To control and prevent potentially contaminated precipitation from leaving the pad site, a perimeter berm and settlement pond will be installed. Contaminated water will be removed from pond, stored in waste tanks, and disposed of at a state approved facility. Standing water or puddles will not be allowed. Drainage ditches would be established and maintained on the pad and along access roads to divert water away from operations. Natural drainage areas disturbed during construction would be re-contoured to near original condition prior to construction. Erosion Control Best Management Practices would be used where necessary and consist of seeding, fiber rolls, water bars, silt fences, and temporary diversion dikes. Areas disturbed during construction that are no longer needed for operations would be obliterated, re-contoured to near original condition prior to construction. Erosion Control Best Management Practices would be used where necessary and consist of seeding, fiber rolls, water bars, silt fences, and temporary diversion dikes. Areas disturbed during construction that are no longer needed for operations would be obliterated, re-contoured, and reclaimed to near original condition to re-establish natural drainage.

Road Drainage Control Structures (DCS) description: N/A

Road Drainage Control Structures (DCS) attachment:

Access Additional Attachments

Section 3 - Location of Existing Wells

Existing Wells Map? YES

Attach Well map:

Tar_Heel__19_18_Fed_W2W2_Mile_Radius_Existing_Wells_20190207141947.pdf

Operator Name: CIMAREX ENERGY COMPANY

Well Name: TAR HEEL 19-18 FEDERAL COM

Well Number: 1H

Section 4 - Location of Existing and/or Proposed Production Facilities

Submit or defer a Proposed Production Facilities plan? SUBMIT

Production Facilities description:

Production Facilities map:

Tar_Heel_19_18_Fed_West_CTB_Battery_Layout_20190228093613.pdf

Tar_Heel_19_18_Fed_East_CTB_Battery_Layout_20190228093619.pdf

Section 5 - Location and Types of Water Supply

Water Source Table

Water source type: MUNICIPAL

Water source use type: SURFACE CASING

INTERMEDIATE/PRODUCTION
CASING

Source latitude:

Source longitude:

Source datum:

Water source permit type: WATER RIGHT

Permit Number:

Water source transport method: PIPELINE
TRUCKING

Source land ownership: FEDERAL

Source transportation land ownership: FEDERAL

Water source volume (barrels): 119.04762

Source volume (acre-feet): 0.01534442

Source volume (gal): 5000

Water source and transportation map:

Tar_Heel_19_18_Fed_W2W2_Drilling_Water_Source_20190207142129.pdf

Water source comments:

New water well? NO

New Water Well Info

Well latitude:

Well Longitude:

Well datum:

Operator Name: CIMAREX ENERGY COMPANY

Well Name: TAR HEEL 19-18 FEDERAL COM

Well Number: 1H

Well target aquifer:

Est. depth to top of aquifer(ft):

Est thickness of aquifer:

Aquifer comments:

Aquifer documentation:

Well depth (ft):

Well casing type:

Well casing outside diameter (in.):

Well casing inside diameter (in.):

New water well casing?

Used casing source:

Drilling method:

Drill material:

Grout material:

Grout depth:

Casing length (ft.):

Casing top depth (ft.):

Well Production type:

Completion Method:

Water well additional information:

State appropriation permit:

Additional information attachment:

Section 6 - Construction Materials

Using any construction materials: YES

Construction Materials description: The drilling and testing operations will be conducted on a watered and compacted native soil grade. Soft spots will be covered with caliche, free of large rocks (3" diameter). Upon completion as a commercial producer the location will be covered with caliche, free of large rocks (3" dia.) from an existing privately owned gravel pit. In the event that no caliche is found onsite, caliche will be hauled in from BLM approved caliche pit in Sec. 2426S29E or Sec. 19 26S30E.

Construction Materials source location attachment:

Section 7 - Methods for Handling Waste

Waste type: DRILLING

Waste content description: Drilling Fluids, drill cuttings, water and other waste produced from the well during drilling operations.

Amount of waste: 15000 barrels

Waste disposal frequency : Weekly

Safe containment description: N/A

Safe containmant attachment:

Waste disposal type: HAUL TO COMMERCIAL FACILITY **Disposal location ownership:** COMMERCIAL

Disposal type description:

Disposal location description: Haul to R360 commercial Disposal

Operator Name: CIMAREX ENERGY COMPANY

Well Name: TAR HEEL 19-18 FEDERAL COM

Well Number: 1H

Waste type: GARBAGE

Waste content description: Garbage and trash produced during drilling and completion operations

Amount of waste: 32500 pounds

Waste disposal frequency : Weekly

Safe containment description: N/A

Safe containmant attachment:

Waste disposal type: HAUL TO COMMERCIAL FACILITY **Disposal location ownership:** COMMERCIAL FACILITY

Disposal type description:

Disposal location description: Windmill Spraying Service hauls trash to Lea County Landfill

Waste type: SEWAGE

Waste content description: Human Waste

Amount of waste: 300 gallons

Waste disposal frequency : Weekly

Safe containment description: Waste will be properly contained and disposed of properly at a state approved disposal facility.

Safe containmant attachment:

Waste disposal type: HAUL TO COMMERCIAL FACILITY **Disposal location ownership:** PRIVATE FACILITY

Disposal type description:

Disposal location description: A licensed 3rd party contractor will be used to haul and dispose human waste

Reserve Pit

Reserve Pit being used? NO

Temporary disposal of produced water into reserve pit?

Reserve pit length (ft.) **Reserve pit width (ft.)**

Reserve pit depth (ft.) **Reserve pit volume (cu. yd.)**

Is at least 50% of the reserve pit in cut?

Reserve pit liner

Reserve pit liner specifications and installation description

Cuttings Area

Cuttings Area being used? NO

Are you storing cuttings on location? NO

Operator Name: CIMAREX ENERGY COMPANY

Well Name: TAR HEEL 19-18 FEDERAL COM

Well Number: 1H

Description of cuttings location

Cuttings area length (ft.)

Cuttings area width (ft.)

Cuttings area depth (ft.)

Cuttings area volume (cu. yd.)

Is at least 50% of the cuttings area in cut?

WCuttings area liner

Cuttings area liner specifications and installation description

Section 8 - Ancillary Facilities

Are you requesting any Ancillary Facilities?: NO

Ancillary Facilities attachment:

Comments:

Section 9 - Well Site Layout

Well Site Layout Diagram:

Tar_Heel_19_18_Fed_1H_Wellsite_Layout_20191009135734.pdf

Comments:

Section 10 - Plans for Surface Reclamation

Type of disturbance: New Surface Disturbance

Multiple Well Pad Name:

Multiple Well Pad Number:

Recontouring attachment:

Tar_Heel__19_18_Fed_W2W2_Interim_Reclaim_20191009141102.pdf

Drainage/Erosion control construction: To control and prevent potentially contaminated precipitation from leaving the pad site, a perimeter berm and settlement pond will be installed. Contaminated water will be removed from pond, stored in waste tanks, and disposed of at a state approved facility. Standing water or puddles will not be allowed. Drainage ditches would be established and maintained on the pad and along access roads to divert water away from operations. Natural drainage areas disturbed during construction would be re-contoured to near original condition prior to construction. Erosion Control Best Management Practices would be used where necessary and consist of seeding, fiber rolls, water bars, silt fences, and temporary diversion dikes. Areas disturbed during construction that are no longer needed for operations would be obliterated, re-contoured to near original condition prior to construction. Erosion Control Best Management Practices would be used where necessary and consist of seeding, fiber rolls, water bars, silt fences, and temporary diversion dikes. Areas disturbed during construction that are no longer needed for operations would be obliterated, re-contoured, and reclaimed to near original condition to re-establish natural drainage.

Drainage/Erosion control reclamation: All disturbed and re-contoured areas would be reseeded according to specifications. Approved seed mixtures would be certified weed free and consist of grasses, forbs, or shrubs similar to the surrounding area. Compacted soil areas may need to be obliterated and reclaimed to near natural conditions by re-contouring all slopes to facilitate and re-establish natural drainage.

Operator Name: CIMAREX ENERGY COMPANY

Well Name: TAR HEEL 19-18 FEDERAL COM

Well Number: 1H

Well pad proposed disturbance (acres): 7.73	Well pad interim reclamation (acres): 3.08	Well pad long term disturbance (acres): 4.65
Road proposed disturbance (acres): 7.74	Road interim reclamation (acres): 0	Road long term disturbance (acres): 7.74
Powerline proposed disturbance (acres): 0	Powerline interim reclamation (acres): 0	Powerline long term disturbance (acres): 0
Pipeline proposed disturbance (acres): 2.72	Pipeline interim reclamation (acres): 0	Pipeline long term disturbance (acres): 2.72
Other proposed disturbance (acres): 10.695	Other interim reclamation (acres): 0	Other long term disturbance (acres): 10.69
Total proposed disturbance: 28.885	Total interim reclamation: 3.08	Total long term disturbance: 25.8

Disturbance Comments: 6" Flowline= 1580', 2.72 acres. 6" Gas Lift= 1580', 2.72 acres. 75' ROW. New Road= 2998'. Well Pad with satellite pad= 7.73 acres.

Reconstruction method: After well plugging, all disturbed areas would be returned to the original contour or a contour that blends with the surrounding landform including roads unless the surface owner requests that they be left intact. In consultation with the surface owners it will be determined if any gravel or similar materials used to reinforce an area are to be removed, buried, or left in place during final reclamation. Salvaged topsoil, if any, would be re-spread evenly over the surfaces to be re-vegetated. As necessary, the soil surface would be prepared to provide a seedbed for re-establishment of desirable vegetation. Site preparation may include gouging, scarifying, dozer track-walking, mulching, or fertilizing. Reclamation, Re-vegetation, and Drainage: All disturbed and re-contoured areas would be reseeded using techniques outlined under Phase I and II of this plan or as specified by the land owner. Approved seed mixtures would be certified weed free and consist of grasses, forbs, or shrubs similar to the surrounding area. Compacted soil areas may need to be obliterated and reclaimed to near natural conditions by re-contouring all slopes to facilitate and re-establish natural drainage. **Topsoil redistribution:** Salvaged topsoil, if any, would be re-spread evenly over the surfaces to be re-vegetated.

Soil treatment: As necessary, the soil surface would be prepared to provide a seedbed for re-establishment of desirable vegetation. Site preparation may include gouging, scarifying, dozer track-walking, mulching or fertilizing.

Existing Vegetation at the well pad:

Existing Vegetation at the well pad attachment:

Existing Vegetation Community at the road:

Existing Vegetation Community at the road attachment:

Existing Vegetation Community at the pipeline:

Existing Vegetation Community at the pipeline attachment:

Existing Vegetation Community at other disturbances:

Existing Vegetation Community at other disturbances attachment:

Non native seed used?

Non native seed description:

Seedling transplant description:

Will seedlings be transplanted for this project? NO

Seedling transplant description attachment:

Operator Name: CIMAREX ENERGY COMPANY

Well Name: TAR HEEL 19-18 FEDERAL COM

Well Number: 1H

Will seed be harvested for use in site reclamation? NO

Seed harvest description:

Seed harvest description attachment:

Seed Management

Seed Table

Seed Summary

Total pounds/Acre:

Seed Type	Pounds/Acre
-----------	-------------

Seed reclamation attachment:

Operator Contact/Responsible Official Contact Info

First Name:

Last Name:

Phone:

Email:

Seedbed prep:

Seed BMP:

Seed method:

Existing invasive species? NO

Existing invasive species treatment description:

Existing invasive species treatment attachment:

Weed treatment plan description: N/A

Weed treatment plan attachment:

Monitoring plan description: N/A

Monitoring plan attachment:

Success standards: N/A

Pit closure description: N/A

Pit closure attachment:

Section 11 - Surface Ownership

Operator Name: CIMAREX ENERGY COMPANY

Well Name: TAR HEEL 19-18 FEDERAL COM

Well Number: 1H

Disturbance type: WELL PAD

Describe:

Surface Owner: BUREAU OF LAND MANAGEMENT

Other surface owner description:

BIA Local Office:

BOR Local Office:

COE Local Office:

DOD Local Office:

NPS Local Office:

State Local Office:

Military Local Office:

USFWS Local Office:

Other Local Office:

USFS Region:

USFS Forest/Grassland:

USFS Ranger District:

Disturbance type: NEW ACCESS ROAD

Describe:

Surface Owner: BUREAU OF LAND MANAGEMENT

Other surface owner description:

BIA Local Office:

BOR Local Office:

COE Local Office:

DOD Local Office:

NPS Local Office:

State Local Office:

Military Local Office:

USFWS Local Office:

Other Local Office:

USFS Region:

USFS Forest/Grassland:

USFS Ranger District:

Operator Name: CIMAREX ENERGY COMPANY

Well Name: TAR HEEL 19-18 FEDERAL COM

Well Number: 1H

Disturbance type: PIPELINE

Describe:

Surface Owner: BUREAU OF LAND MANAGEMENT

Other surface owner description:

BIA Local Office:

BOR Local Office:

COE Local Office:

DOD Local Office:

NPS Local Office:

State Local Office:

Military Local Office:

USFWS Local Office:

Other Local Office:

USFS Region:

USFS Forest/Grassland:

USFS Ranger District:

Section 12 - Other Information

Right of Way needed? YES

Use APD as ROW? YES

ROW Type(s): 281001 ROW - ROADS, 288100 ROW - O&G Pipeline, 288101 ROW - O&G Facility Sites, 289001 ROW - O&G Well Pad

ROW Applications

SUPO Additional Information:

Use a previously conducted onsite? YES

Previous Onsite information: Onsite date; 11-14-2018 BLM Personnel : Jeff Robertson and Cimarex Personnel: Barry Hunt

Other SUPO Attachment

Tar_Heel__19_18_Fed_W2W2_Pad_Road_Description_20190207144155.pdf

Tar_Heel_19_18_Fed_W2W2_Temp_Water_Route_20190207144240.pdf

Tar_Heel__19_18_Fed_W2W2_Mile_Radius_Existing_Wells_20190207144245.pdf

Tar_Heel_19_18_Fed__W2W2_Pad_Public_Access_20190207144251.pdf

Operator Name: CIMAREX ENERGY COMPANY

Well Name: TAR HEEL 19-18 FEDERAL COM

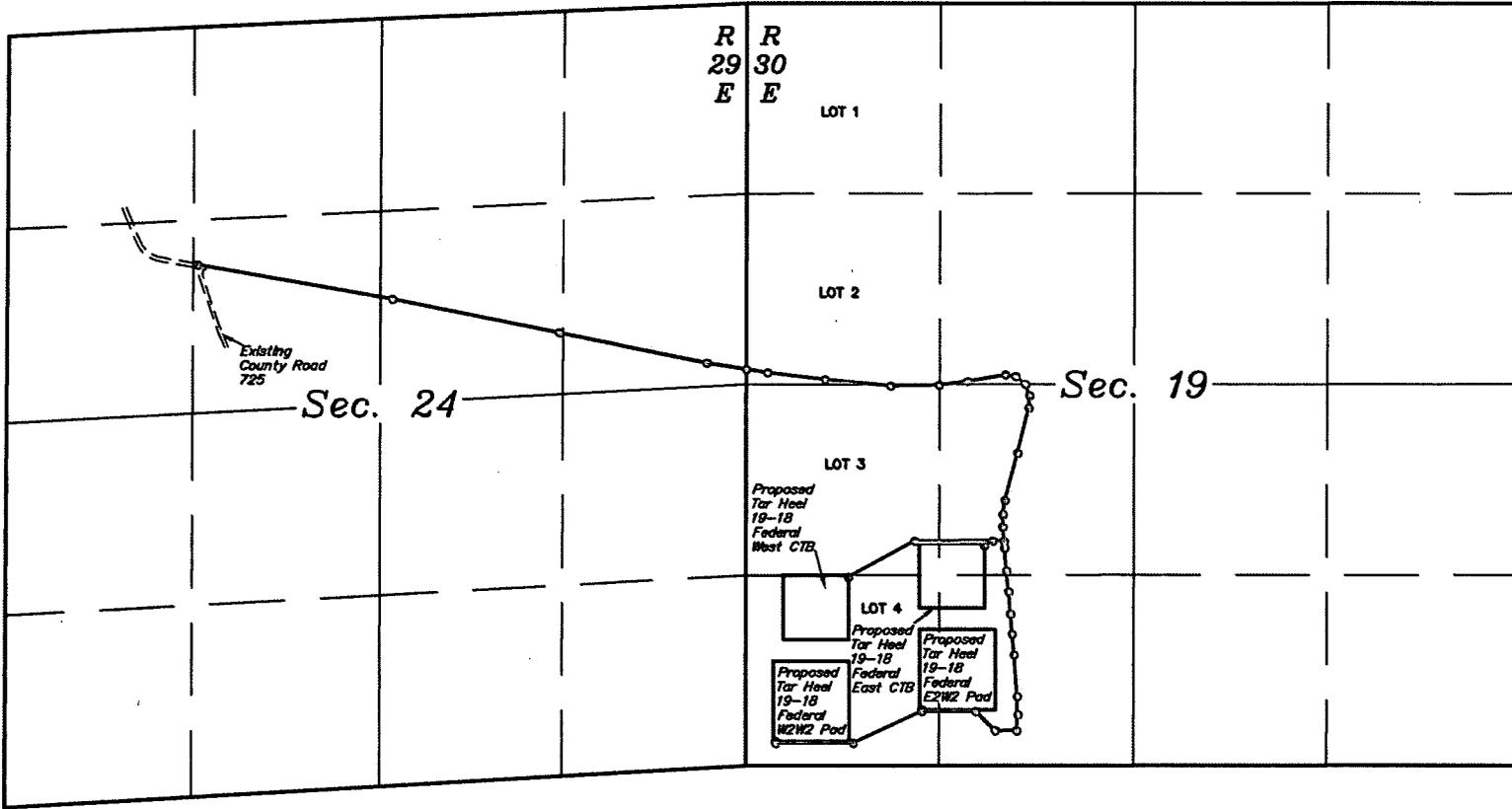
Well Number: 1H

Tar_Heel_19_18_Fed_1H_Flowline_Gas_Lift_20191009142010.pdf

Tar_Heel_19_18_Fed_1H_SUPO_20191009142022.pdf

Jeff_SUPO_Packet_Tar_Heel_19_18_Fed_1H_20191009142242.pdf

CONFIDENTIAL



LEGEND:
 ——— PROPOSED CENTERLINE
 ——— SECTION LINE
 ——— 1/4 SECTION LINE
 ——— 1/16 SECTION LINE
 - - - - - PROPERTY LINE

ACREAGE / LENGTH TABLE			
	FEET	RODS	ACRES
EXISTING ACCESS	8242.77	499.56	5.677
PROPOSED ACCESS	2998.23	181.71	2.065
TOTAL	11241.00	681.27	7.742



CIMAREX ENERGY CO.
 TAR HEEL 19-18 FEDERAL COM
 ACCESS ROAD NETWORK
 SECTION 19, T26S, R30E, N.M.P.M. &
 SECTION 24, T26S, R29E, N.M.P.M.
 EDDY COUNTY, NEW MEXICO

SURVEYED BY	M.N., G.H.	11-20-18	SCALE
DRAWN BY	L.K.	12-10-18	N/A

OVERALL ACCESS ROAD