IM

Form 3160-5 (April 2004)

#### OCD-ARTHSIA

UNITED STATES
DEPARTMENT OF THE INTERIOR
BUREAU OF LAND MANAGEMENT

#### SUNDRY NOTICES AND REPORTS ON WELLS

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

FORM OM B i Expires	RECEIVED  APPROVED (1004-013)  March 31 MAR 0 8 2010
Lease Senal No NMLC 06843	NMOCD ARTESIA
If Indian, Allotte	e or Tribe Name ANTESIA

- PERSONAL CONTRACTOR		ATT	- 1 X	
SUBMIT IN TR	IPLICATE- Other instr	ructions on rever	se side.	7 If Unit or CA/Agreement, Name and/or No.
1 Type of Well Oil Well □ □	Gas Well Other			NMNM 71016X  8 Well Name and No.
2 Name of Operator BOPCO, L. I	Р.			Poker Lake Unit #293H  9 API Well No
3a Address		3b Phone No (include	area code)	30-015-35548
P. O. Box 2760 Midland, TX	10 Field and Pool, or Exploratory Area			
4 Location of Well (Footage, Sec.,	T, R, M, or Survey Description)			Nash Draw (Dela, BS, Avalon Sd)
Surface: NWNE, 810' FNL, 19	980' FEL, Sec 21, T24S, R30E,	Lat N32.208278, Lon	W103.883487	11 County or Parish, State
				Eddy County, NM
12. CHECK A	PPROPRIATE BOX(ES) TO	INDICATE NATUR	E OF NOTICE, R	EPORT, OR OTHER DATA
TYPE OF SUBMISSION		TYI	PE OF ACTION	
[7]	Acidize	Deepen	Production (Sta	urt/Resume) Water Shut-Off
✓ Notice of Intent	Alter Casing	Fracture Treat	Reclamation	Well Integrity
Subsequent Report	Casing Repair	New Construction	Recomplete	Other
· ·	✓ Change Plans	Plug and Abandon	Temporarily Ab	andon
Final Abandonment Notice	Convert to Injection	Plug Back	Water Disposal	
13 Describe Proposed or Complet	ed Operation (clearly state all pertir	nent details including esti	mated starting date of ar	ny proposed work and approximate duration thereo

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

BOPCO, L.P. requests the changes listed below be approved for the captioned well:

- 1. The APD approved 4/12/07 and amended on 11/10/09 to reflect a horizontal well be further amended to reflect a change to a dual lateral well. Both laterals will be in the lower Brushy Canyon formation.
- 2. Dedicated acreage will be 320 acres for first lateral as marked on attached plat and 280 acres for second lateral as marked on attached plat.

### SEE ATTACHED FOR CONDITIONS OF APPROVAL

BOPCO L.P. Bond # on file: COB000050

14 Thereby certify that the foregoing is true and correct Name (Printed/Typed)	
Annette Childers	Title Regulatory Clerk
Signature annette Childre	Date 1-28 28 ARABDOVED
THIS SPACE FOR FEDERAL	OR STATE OFFICE DEF TOUVEU
Approved by	Title Date 2010
Conditions of approval, if any, are attached. Approval of this notice does not warran certify that the applicant holds legal or equitable title to those rights in the subject lear which would entitle the applicant to conduct operations thereon	office /s/ Dustin Winkler
Title 18 U.S.C. Section 1001 and Title 43 U.S.C. Section 1212, make it a crime for any States any false, fictitious or fraudulent statements or representations as to any matter	person knowingly and with HREAL OF LAND, MANAGENEY of the United within its jurisdiction CARLSBAD FIELD OFFICE

D. D. 3-15-10

(Instructions on page 2)

BHL: 1<sup>st</sup> Lateral - 2266' FSL, 1471' FEL, Sec 21, T24S, R30E, Lat N32.202197, Long W103.864561, Eddy County, New Mexico

BHL: 2<sup>nd</sup> Lateral - 330' FNL, 1650' FWL, Sec 16, T24S, R30E, Lat N32.223958, Long W103.889039, Eddy County, New Mexico

Surface casing to be set into the Rustler below all fresh water sands.

4 1/2" production casing will be run in both laterals with Baker external hydraulic packers for formation isolation.

Drilling procedure, BOP diagram, and anticipated tops attached.

This surface location is located outside the R111 area and outside the Secretary's area. There are no potash leases within 1 mile of the location.

The location of surface hole is orthodox. The bottom hole location of the lateral ending in Sec 22, T24S, R30E is unorthodox. The bottom hole location of the lateral ending in Sec 16, T24S, R30E is orthodox.

BOPCO, L.P., at P. O. Box 2760, Midland, TX, 79702 is a subsidiary of BOPCO, L.P., 201 Mail Street, Ft. Worth, TX, 76102. Bond No. COB 000050 (Nationwide).

Note: This well was originally approved as Delaware vertical 4/12/07. APD extended 2/19/08. Amended to a Brushy Canyon Horizontal 11/10/09. Surface location has not changed since 4/12/07 approval. Original surface use plan attached.

DISTRICT I 1625 N. French Dr., Hobbs, NM 88240 DISTRICT II 1301 W. Grand Avenue, Artesia, NM 88210

State of New Mexico Energy, Minerals and Natural Resources Department Form C-102 Revised October 12, 2005

Submit to Appropriate District Office

State Lease - 4 Copies Fee Lease - 3 Copies

DISTRICT III 1000 Rio Brazos Rd., Aztec, NM 87410 DISTRICT IV 1220 St. Francis Dr., Santa Fe. NM 87505

Ν

320

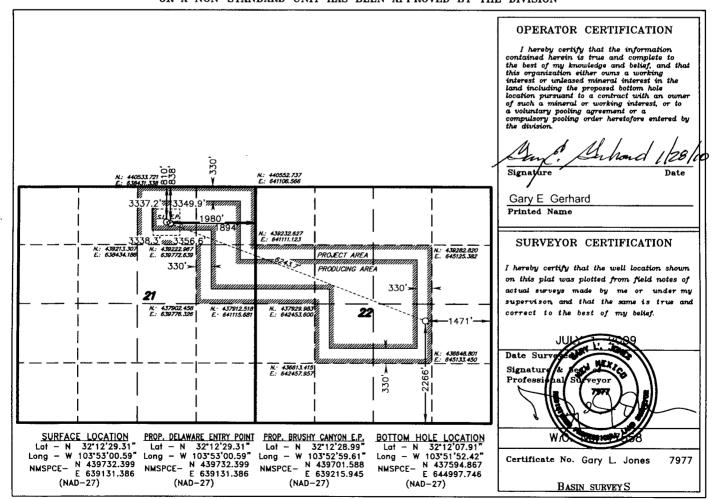
### OIL CONSERVATION DIVISION 1220 South St. Francis Dr. Santa Fe, New Mexico 87505

☐ AMENDED REPORT

#### WELL LOCATION AND ACREAGE DEDICATION PLAT

API	Number			Pool Code		Pool Name			
			47545	;	Nash	Draw (Delaware, E	Bone Spring, Aval	on Sand)	
Property	Code				Property Nan	je		₩ell Nu	ımber
- 068431			POKER LAKE UNIT 29						3H
OGRID N	0.		Operator Name Elevati					ion	
260737			BOPCO, L.P. 3343'					3'	
	Surface Location								
UL or lot No.	Section	Township	Range	Lot Idn	Feet from the	North/South line	Feet from the	East/West line	County
В	21	24 S	30 E		810	NORTH	1980	EAST	EDDY
	Bottom Hole Location If Different From Surface								
UL or lot No.	Section	Township	Range	Lot Idn	Feet from the	North/South line	Feet from the	East/West line	County
J	22	24 S	30 E		2266	SOUTH	1471	EAST	EDDY
Dedicated Acre	s Joint o	or Infill Co	nsolidation (	Code Or	der No.			•	

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



DISTRICT I 1625 N. French Dr., Hobbs, NM 88240 DISTRICT II 1301 W. Grand Avenue, Artesia, NM 88210

DISTRICT III

State of New Mexico Energy, Minerals and Natural Resources Department

Form C-102 Revised October 12, 2005

Submit to Appropriate District Office

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#### ONT State

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

☐ AMENDED REPORT

### 1000 Rio Brazos Rd., Aztec, NM 87410

DISTRICT IV 1220 St. Francis Dr., Santa Fe, NM 87505

#### WELL LOCATION AND ACREAGE DEDICATION PLAT

API Number	Pool Code	Po	ol Name	
	47545	Nash Draw (Delaware, Bone S	pring, Avalon Sand)	
Property Code		Property Name	Well Number	
068431	POI	POKER LAKE UNIT		
OGRID No.		Operator Name	Elevation	
260737		BOPCO, L.P.	3343'	

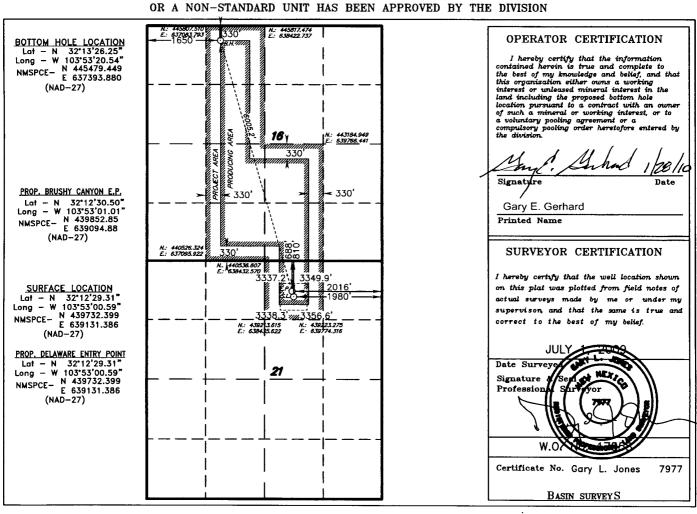
#### Surface Location

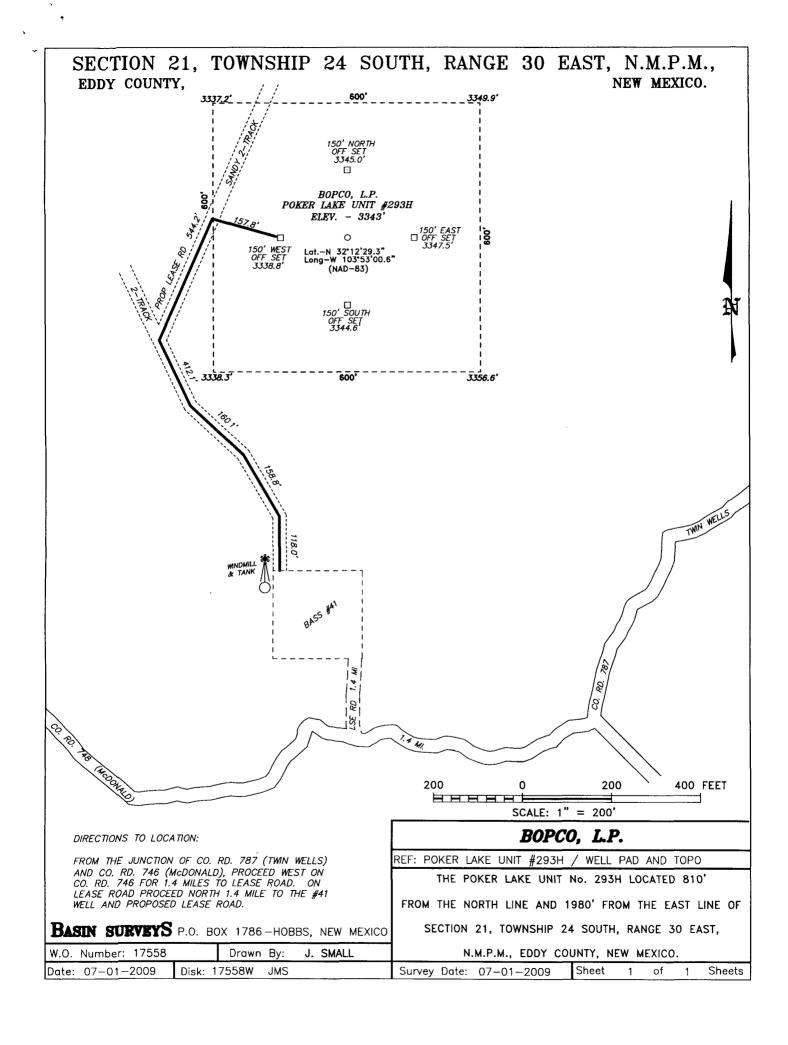
UL or lot No.	Section	Township	Range	Lot Idn	Feet from the	North/South line	Feet from the	East/West line	County
В	21	24 S	30 E		810	NORTH	1980	EAST	EDDY

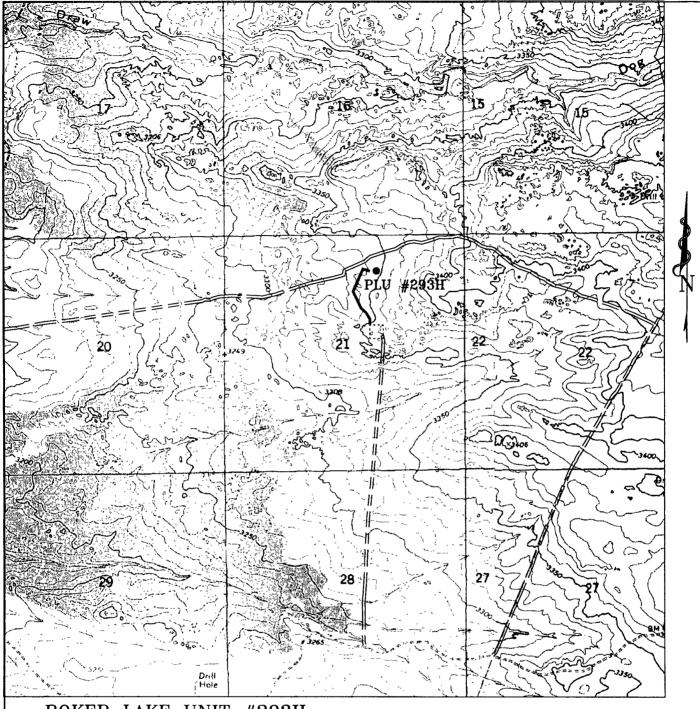
#### Bottom Hole Location If Different From Surface

UL or lot No.	Section	Township	Range	Lot Idn	Feet from the	North/South line	Feet from the	East/West line	County
C	16	24 S	30 E		330	NORTH	1650	WEST	EDDY
Dedicated Acres   Joint or Infill   Consolidation Code   C			Code Or	der No.					
280	N								

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







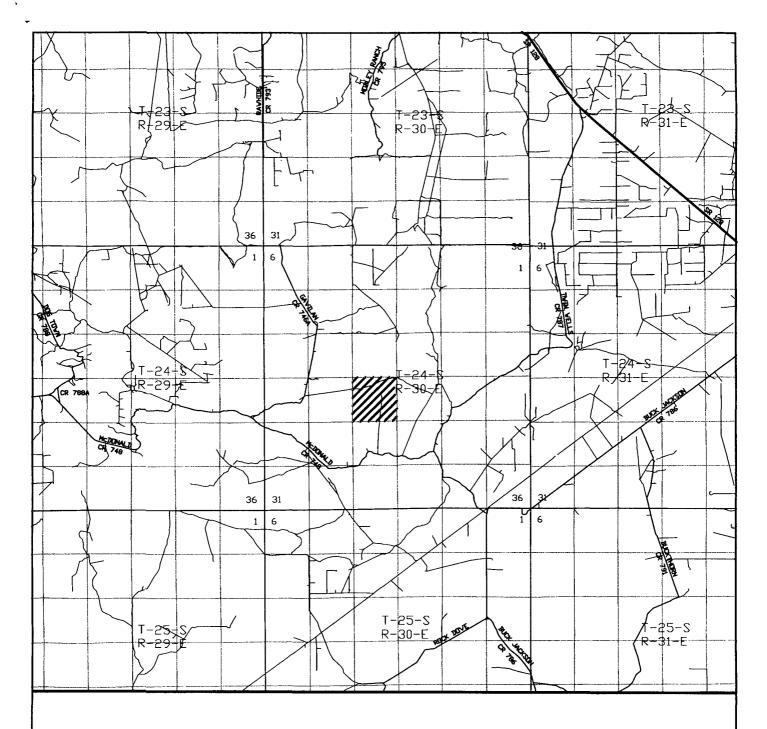
POKER LAKE UNIT #293H 810' FNL and 1980' FEL Section 21, Township 24 South, Range 30 East, N.M.P.M., Eddy County, New Mexico.



P.O. Box 1786 1120 N. West County Rd. Hobbs, New Mexico 88241 (505) 393-7316 - Office (505) 392-3074 - Fax basinsurveys.com

W.O. Number:	JMS	17558T	
Survey Date:	07-0	01-2009	
Scale: 1" = 2	000'		
Date: 07-01:	-2009		

BOPCO, L.P.



POKER LAKE UNIT #293H 810' FNL and 1980' FEL Section 21, Township 24 South, Range 30 East, N.M.P.M., Eddy County, New Mexico.



P.O. Box 1786 1120 N. West County Rd. Hobbs, New Mexico 88241 (505) 393-7316 - Office (505) 392-3074 - Fax basinsurveys.com

W.O. Number	: JMS	17558TR	
Survey Date:	07-0	01-2009	
Scale: 1" =	2 MILES		
Date: 07-0	1-2009		

BOPCO, L.P.

### EIGHT POINT DRILLING PROGRAM BOPCO, L. P.

#### NAME OF WELL: Poker Lake Unit #293H

LEGAL DESCRIPTION - SURFACE: 810' FNL & 1980' FEL, Section 21, T-24-S, R-30-E, Eddy County, NM.

BHL: 2266' FSL, 1471' FEL, Section 22, T24S, R30E, Eddy County, NM. (1<sup>st</sup> lateral) BHL: 330' FNL, 1650' FWL, Section 16, T24S, R30E, Eddy County, NM. (2<sup>nd</sup> lateral)

#### **POINT 1: ESTIMATED FORMATION TOPS**

(See No. 2 Below)

#### POINT 2: WATER, OIL, GAS AND/OR MINERAL BEARING FORMATIONS

Anticipated Formation Tops: KB 3362' (est) GL 3343'

1<sup>st</sup> Lateral:

FORMATION	ESTIM TOP FF	NATED ROM KB	ESTIMATED SUBSEA TOP	BEARING
	TVD	MD		
T/Rustler	1082'	1082'	+2,280'	Barren
B/Rustler	1332'	1332'	+2,030'	Barren
T/Salt	1362'	1362'	+2,000'	Barren
B/Salt	3,601'	3,601'	- 239'	Barren
T/Lamar Lime	3,811'	3,811'	- 449'	Barren
T/Ramsey	3,844	3,844'	- 482'	Oil/Gas
T/Lwr Cherry Canyon	5,957'	5,957'	-2,595'	Oil/Gas
T/Lwr Brushy Canyon	7,375'	7,375'	-4,013'	Oil/Gas
Avalon Sand	7,745'	7,745'	-4,383'	Oil/Gas
TD (Pilot Hole)	7,875'	7,875'	-4,513	Oil/Gas
KOP	7,094	7,094	-3,732'	NA
EOC	7,571'	7,836'	-4,209'	NA
TD Lateral	7,671	13,611'	-4,309'	Oil/Gas

#### 2<sup>nd</sup> Lateral:

E Editordi.						
	ESTIM	IATED	ESTIMATED			
FORMATION	TOP FF	ROM KB	SUBSEA TOP	BEARING		
	TVD	MD				
T/Rustler	1082'	1082'	+2,280'	Barren		
B/Rustler	1332'	1332'	+2,030'	Barren		
T/Salt	1362'	1362'	+2,000'	Barren		
B/Salt	3,601'	3,601'	- 239'	Barren		
T/Lamar Lime	3,811'	3,811'	- 449'	Barren		
T/Ramsey	3,844'	3,844'	- 482'	Oil/Gas		
T/Lwr Cherry Canyon	5,957'	5,957'	-2,595'	Oil/Gas		
T/Lwr Brushy Canyon	7,375'	7,375'	-4,013'	Oil/Gas		
KOP	7,000'	7,000'	-3,638'	NA		
EOC	7,550'	7,824'	-4,188'	NA		
TD Lateral	7,550'	13,334'	-4,188'	Oil/Gas		

#### **POINT 3: CASING PROGRAM**

Lateral	:
	Lateral

TYPE	INTERVALS (MD	Hole Size	<b>PURPOSE</b>	CONDITION
30"	0'-80'	36"	Conductor	Contractor Discretion
20", 133#, J55, Buttress	0'-950'	26"	Surface	New
9-5/8", 40#, J55, 8rd, LTC	0'-2,500'	17-1/2"	Intermediate	New
9-5/8", 40#, J55, 8rd, LTC	2,500'-3,831'	12-1/4"	Intermediate	New
7", 26#, N80, 8rd, LTC	0'-7,886'	8-3/4"	Production	New
4-1/2", 11 6#, HCP110, Ultra FJT	6894'-7,886'	6-1/8"	Production	New
4-1/2", 11 6#, HCP110, 8rd, LTC	7886'-13,611'	6-1/8"	Production	New

#### 2<sup>nd</sup> Lateral:

TYPE	INTERVALS (MD	Hole Size	<u>PURPOSE</u>	CONDITION
30"	0'-80'	36"	Conductor	Contractor Discretion
20", 133#, J55, Buttress	0'-950'	26"	Surface	New
9-5/8", 40#, J55, 8rd, LTC	0'-2,500'	17-1/2"	Intermediate	New
9-5/8", 40#, J55, 8rd, LTC	2,500'-3,831'	12-1/4"	Intermediate	New
7", 26#, N80, 8rd, LTC	0'-7,886'	8-3/4"	Production	New
4-1/2", 11.6#, HCP110, Ultra FJT	6,800'-7,874'	6-1/8"	Production	New
4-1/2", 11.6#, HCP110, 8rd, LTC	7,874'-13,334'	6-1/8"	Production	New

#### **CASING DESIGN SAFETY FACTORS:**

#### 1<sup>st</sup> Lateral:

TYPE	<b>TENSION</b>	<u>COLLAPSE</u>	<u>BURST</u>
20", 133#, J55, Buttress	13.81	2.18	2.31
9-5/8", 40#, J55, 8rd, LTC	3.40	1.29	1.10
7", 26#, N80, 8rd, LTC	2.87	1.48	1.09
4-1/2", 11.6#, HCP-110, Ultra FJT	3.86	2.53	3.73
4-1/2", 11.6#, HCP110, 8rd, LTC	3.86	2.53	3.73

#### 2<sup>nd</sup> Lateral:

TYPE	<b>TENSION</b>	<u>COLLAPSE</u>	<u>BURST</u>
20", 133#, J55, Buttress	13.81	2.18	2.31
9-5/8", 40#, J55, 8rd, LTC	3.40	1.29	1.10
7", 26#, N80, 8rd, LTC	2.97	1.48	1.09
4-1/2", 11.6#, HCP-110, Ultra FJT	3.86	2.53	3.73
4-1/2", 11.6#, HCP110, 8rd, LTC	3.86	2.53	3.73

#### **DESIGN CRITERIA AND CASING LOADING ASSUMPTIONS:**

#### **SURFACE CASING**

Tension A 1.6 design factor utilizing the effects of buoyancy (9 2 ppg).

Collapse A 1.0 design factor with full internal evacuation and a collapse force equal to the mud gradient in which the

casing will be run (0.48 psi/ft). The effects of axial load on collapse will be considered.

Burst A 1.3 design factor with a surface pressure equal to the fracture gradient at setting depth less a gas gradient to the surface. Internal burst force at the shoe will be fracture pressure a that depth. Backup pressure will be formation pore pressure. In all cases a conservative fracture pressure will be used such that it represents the upper limit of potential fracture resistance up to a 1.0 psi/ft gradient. The effects of tension on burst will not be utilized.

#### PROTECTIVE CASING

Tension A 1.6 design factor utilizing the effects of buoyancy (10 ppg)

Collapse A 1.0 design factor with full internal evacuation and a collapse force equal to the mud gradient in which the

casing will be run (0.52 psi/ft). The effects of axial load on collapse will be considered.

In the case of development drilling, collapse design should be analyzed using internal evacuation equal to 1/3 the proposed total depth of the well. This criterion will be used when there is absolutely no potential of

the protective string being used as a production casing string.

Burst A 1.0 surface design factor and a 1.3 downhole design factor with a surface pressure equivalent to the

fracture gradient at setting depth less a gas gradient to the surface. Internal burst force at the shoe will be fracture pressure at that depth. Back pressure will be formation pore pressure. In all cases a conservative fracture pressure will be used such that it represents the upper limit of potential fracture resistance up to a

1.0 psi/ft gradient.

#### PRODUCTION CASING

Tension A 1.6 design factor utilizing the effects of buoyancy (9.2 ppg).

Collapse A 1.0 design factor with full internal evacuation and a collapse force equal to the mud gradient in which the

casing will be run (0.48 psi/ft). The effects of axial load on collapse will be considered.

Burst A 1.25 design factor with anticipated maximum tubing pressure (3575 psig) on top of the maximum

anticipated packer fluid gradient. Backup on production strings will be formation pore pressure. The

effects of tension on burst will not be utilized

#### POINT 4: PRESSURE CONTROL EQUIPMENT (SEE ATTACHED DIAGRAM)

The blowout preventer for 17-1/2" & 12-1/4" intermediate hole will consist of 21-1/4" X 2000 psi hydril with mud cross, choke manifold, and chokes as per Diagram 2 (2000 psi WP). The BOP stack, choke, kill lines, upper and lower kelly cocks, inside BOP, etc. when installed on the surface casinghead will be hydro-tested to 250-300 psig and 2000 psig by independent tester. The BOPE when rigged up on the intermediate casing spool will consist of 13-5/8" 5000 psi annular, 5000 psi pipe & blind rams with choke manifold, chokes, as in Diagram 3 and will be tested to 3000 psig by independent tester. Upper and lower kelly cocks, inside BOP will also be tested to 3000 psig. In addition to the high pressure test, a low pressure (250-300 psig) test will be required. Hydril will be tested to 2500 psig.

These tests will be performed:

- a) Upon installation
- b) After any component changes
- c) Fifteen days after a previous test
- d) As required by well conditions

A function test to insure that the preventers are operating correctly will be performed on each trip.

#### **POINT 5: MUD PROGRAM**

#### 1<sup>st</sup> Lateral:

DEPTH	MUD TYPE	WEIGHT	FV	PV	<u>YP</u>	FL	<u>Ph</u>
0' - 950'	FW Spud Mud	8.5 - 9.2	38-70	NC	NC	NC	10.0
950' - 3,831'	Brine Water	9.8 - 10.2	28-30	NC	NC	NC	9.5-10.0
3,831' - 13,611'	FW/Gel	8.7 - 9.2	28-36	NC	NC	20	9.5-10.0

#### POINT 5: MUD PROGRAM - con't...

2<sup>nd</sup> Lateral:

DEPTH	MUD TYPE	WEIGHT	FV	PV	YΡ	<u>FL</u>	<u>Ph</u>
0' - 950'	FW Spud Mud	8.5 - 9.2	38-70	NC	NC	NC	10.0
950' - 3,831'	Brine Water	9.8 - 10.2	28-30	NC	NC	NC	9.5-10.0
3,831' - 13,334'	FW/Gel	8.7 - 9.2	28-36	NC	NC	20	9.5-10.0

NOTE: May increase vis for logging purposes only.

#### **POINT 6: TECHNICAL STAGES OF OPERATION**

#### A) TESTING

None anticipated.

#### B) LOGGING

Run #1: GR with MWD during drilling of build and horizontal portions of 8-3/4" hole and 6-1/8" hole.

Run #2: Drill pipe conveyed GR/PE/NL/Density/Resistivity/Caliper log run from TD to KOP in each lateral.

#### C) CONVENTIONAL CORING

None anticipated.

#### D) CEMENT

INTERVAL SURFACE.	AMOUNT SXS	FT OF FILL	TYPE	GALS/SX	<u>PPG</u>	FT <sup>3</sup> /SX
Lead: 0 – 650' (100% excess Circ to surface)	1120	650	ExtendaCem CZ + 4% Gel + 2% CaCl <sub>2</sub>	9.20	13.5	1.75
Tail: 650' – 950' (100% excess)	670	300	Halcem + 2% CaCl <sub>2</sub>	6.39	14.8	1.35
INTERMEDIATE: Lead: 0' - 3331' (100% excess Circ to surface)	3400	3331	EconoCem-HLC + 5% Salt + 5 pps Gilsonite	9.59	12.9	1.88
Tail: 3331' - 3831' (100% excess)	250	500	HalCem-C	6.34	14.8	1.33

#### D) CEMENT - con't...

INTERVAL 2 <sup>ND</sup> INTERMEDIATE : Stage 1:	AMOUNT SXS	FT OF FILL	TYPE	GALS/SX	PPG	FT <sup>3</sup> /SX
Lead: 5000' – 6800' (50% excess)	220	1800	Halco Tuned Lite (Versa Cem) + 20 pps HGS 6000 + 1% Cal-Seal 60 + 1 pps NaCl + 1.25 pps DFR-3 + 0.15 pps FWCA	14.68	9.7	3.16
Tail: 6800' – 7886' (50% excess)	170	1086	HalcoCem-H + 0.6% Halad-9 + 2% Bentonite	5.85	15.2	1.28
DV Tool @ 5,000'						
Stage 2: Lead: 0' – 4900' (50% excess)	400	4900	EconoCem-HLC + 3 pps Gilsonite + 3% NaCl	10.57	12.6	1.87
Tail: 4900' – 5000' (50% excess)	100	100	Hal-Cem C	6.34	14.8	1.33

#### E) DIRECTIONAL DRILLING

#### 1st Lateral:

BOPCO, L.P. plans to drill out the 9-5/8" intermediate casing with an 8-3/4" bit to a TVD of approximately 7875'. Openhole logs will be run and this pilot hole plugged back to approximately 7094'. At which point a directional hole will be kicked off and drilled at an azimuth of 110.0°, building angle at 12.00°/100' to a max angle of 89.012° at a TVD of 7571' (MD 7836'). This 89.012° angle will be maintained to a MD of 7886' or TVD of 7571'. At 7886'; 7", 26#, N80, 8rd, LTC casing will be installed and cemented in two stages (DV Tool @ 5000') with cement being circulated to the surface. A 6-1/8" openhole lateral will be drilled out from under the 7" casing to a measured depth of 13,611' at an azimuth of 110.02°. 4-1/2", 11.6#, HCP110, 8rd, LTC casing will be installed with Baker hydraulic packers installed for zone isolation in the lateral and 4-1/2", 11.6#, HCP110, Ultra FJT thru the curve. Liner hanger will be set at approx 7050'. Rotary drilling equipment will be rigged down and moved to another location.

#### 2<sup>nd</sup> Lateral:

Move back on to Poker Lake Unit #293H with rotary drilling equipment, bridge plug / bottom trip anchor will be set above the previously set liner hanger. A whipstock and milling assembly will then be set in the 7" casing, and a window cut in 7" casing. The second lateral will be kicked off at approximately 7000'. The 6-1/8" curve will be built at 12°/100' to 90° (7824' MD) and azimuth of 343.237°. (TVD of end of curve 7550') This 6-1/8" lateral will be maintained to a measured depth of 13,334' (TVD 7550'). 4-1/2" liner will then be installed as follows: 5500' of 4-1/2", 11.6#, HCP110, LTC casing from TD to end of curve (EOC) and 4-1/2", 11.6#, HCP110, Ultra FJT casing from EOC to window. Liner will be set with S3 hook hanger.

#### **POINT 7: ANTICIPATED RESERVOIR CONDITIONS**

Normal pressures are anticipated throughout the Delaware section. A BHP of 3533 psi (max) or MWE of 9.0 ppg is expected. Lost circulation may exist in the Delaware Section from 3844'-7550' TVD. No H<sub>2</sub>S is anticipated.

#### **POINT 8: OTHER PERTINENT INFORMATION**

A) Auxiliary Equipment

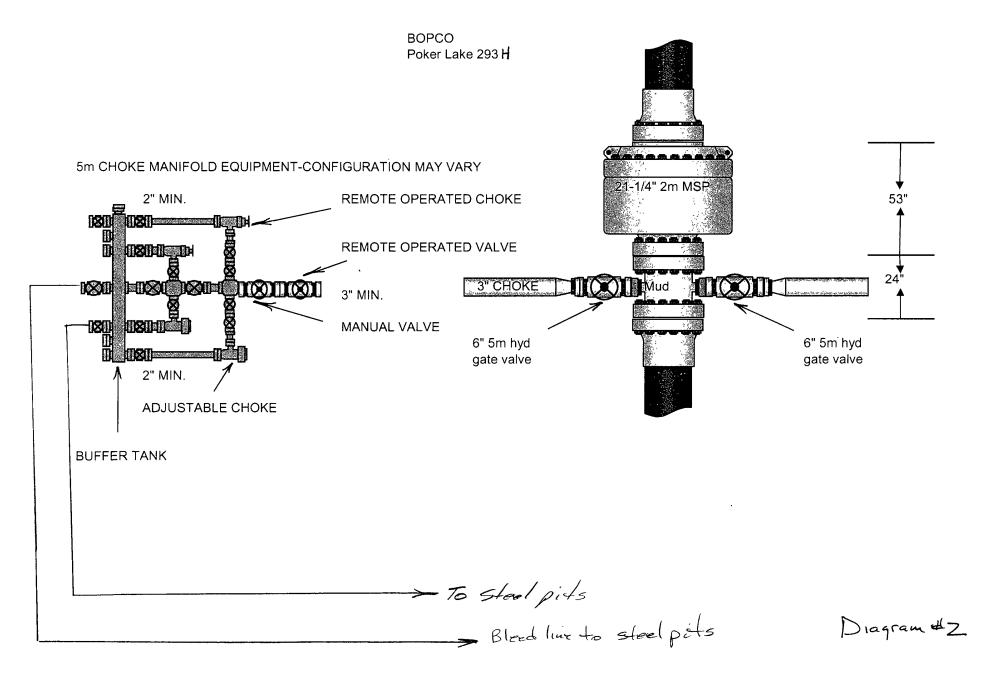
Upper and lower kelly cocks. Full opening stab in valve on the rig floor.

B) Anticipated Starting Date

Upon approval

40 days drilling operations

20 days completion operations



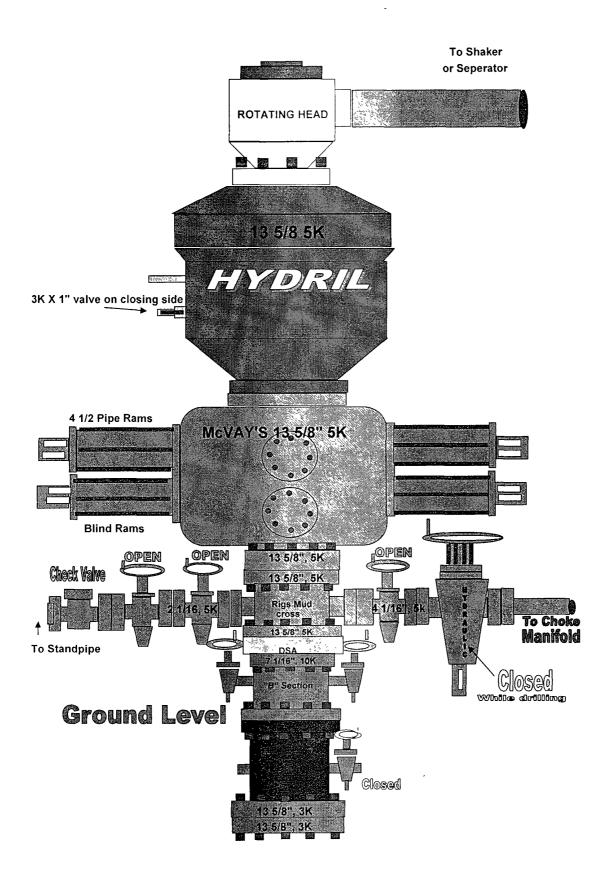


Diagram #3

#### **MULTI-POINT SURFACE USE PLAN**

#### NAME OF WELL: Poker Lake Unit #293H

LEGAL DESCRIPTION - SURFACE: 810' FNL & 1980' FEL, Section 21, T-24-S, R-30-E, Eddy County, NM.

BHL: 2266' FSL, 1471' FEL, Section 22, T24S, R30E, Eddy County, NM. (1<sup>st</sup> lateral) BHL: 330' FNL, 1650' FWL, Section 16, T24S, R30E, Eddy County, NM. (2<sup>nd</sup> lateral)

#### **POINT 1: EXISTING ROADS**

A) Proposed Well Site Location:

See Exhibit A and Survey Plats

B) Existing Roads:

From the junction of Co. Rd. 787 (Twin Wells) and Co. Rd. 746 (McDonald), proceed west on Co. Rd. 746 for 1.4 miles to lease road. On lease road proceed north 1.4 miles to the Poker Lake Unit #41 well and proposed lease road.

C) Existing Road Maintenance or Improvement Plan:

See Exhibit B and Survey Plats.

#### **POINT 2: NEW PLANNED ACCESS ROUTE**

A) Route Location:

Approximately 1550' of new road will be built from the existing lease road to Poker Lake Unit #41.

B) Width

12'

C) Maximum Grade

Grade to match existing topography or as per BLM requirements.

D) Turnout Ditches

Spaced per BLM requirements.

E) Culverts, Cattle Guards, and Surfacing Equipment

If required, culverts and cattle guards will be set per BLM Specs.

#### **POINT 3: LOCATION OF EXISTING WELLS**

Exhibit A indicates existing wells within the surrounding area.

A) Existing facilities are located within approximately 1.5 miles, which are owned or controlled by lessee/operator:

Closest Oil/Gas production facilities are located at Poker Lake Unit #213 wellsite. Poker Lake Unit #213 is located approximately 1.5 miles west of proposed well.

B) New Facilities in the Event of Production:

New production facilities will be constructed on Poker Lake Unit #261 location. Power lines and flow lines will follow the existing and new roads.

C) Rehabilitation of Disturbed Areas Unnecessary for Production:

Following flowline construction, those access areas required for continued production will be graded to provide drainage and minimize erosion. The areas unnecessary for use will be graded to blend in with the surrounding topography (see Point 10)

#### POINT 5: LOCATION AND TYPE OF WATER SUPPLY

A) Location and Type of Water Supply

Fresh water will be hauled from Johnson Station 50 miles east of Carlsbad, New Mexico or other commercial facilities. Brine water will be hauled from commercial facilities.

B) Water Transportation System

Water hauling to the location will be over the existing and proposed roads.

#### POINT 6: SOURCE OF CONSTRUCTION MATERIALS

A) Materials

On-site caliche will be used.

B) Land Ownership

Federally Owned.

C) Materials Foreign to the Site

If on-site caliche is not sufficient, we will haul caliche from a BLM approved site.

D) Access Roads

See Exhibit B.

#### POINT 7: METHODS FOR HANDLING WASTE MATERIAL

Page 3

#### A) Cuttings

Cuttings will be contained in the reserve pit.

#### B) Drilling Fluids

Drilling fluids will be contained in the reserve pit.

#### C) Produced Fluids

Water production will be contained in the reserve pit.

Hydrocarbon fluid or other fluids that may be produced during testing will be retained in test tanks. Prior to cleanup operations, any hydrocarbon material in the reserve pit will be removed by skimming or burning as the situation would dictate.

#### D) Sewage

Current laws and regulations pertaining to the disposal of human waste will be complied with.

#### E) Garbage

Portable containers will be utilized for garbage disposal during the drilling of this well.

#### F) Cleanup of Well Site

Upon release of the drilling rig, the surface of the drilling pad will be graded to accommodate a completion rig if electric log analysis indicates potential productive zones. The reserve pit will be fenced and bird netted. The fence will be maintained until the pit is backfilled. Reasonable cleanup will be performed prior to the final restoration of the site.

#### **POINT 8: ANCILLARY FACILITIES**

None required.

#### **POINT 9: WELL SITE LAYOUT**

#### A) Rig Orientation and Layout

Exhibit "D" shows the dimensions of the well pad and reserve pits, and the location of major rig components. Only minor leveling of the well site will be required. No significant cuts or fills will be necessary.

#### POINT 9: WELL SITE LAYOUT - Cont'd...

Page 4

B) Locations of Pits and Access Road

See Exhibits "B", "C" & "D".

C) Lining of the Pits

The reserve pit will be lined with plastic.

#### POINT 10: PLANS FOR RESTORATION OF THE SURFACE

#### A) Reserve Pit Cleanup

The pits will be fenced immediately after construction and shall be maintained until they are backfilled. Previous to backfill operations, any hydrocarbon material on the pits' surfaces shall be removed. The fluids and solids contained in the pits shall be backfilled with soil excavated from the site and soil adjacent to the reserve pits. The restored surface of the pits shall be contoured to prevent impoundment of surface water flow. Water-bars will be constructed as needed to prevent excessive erosion. Topsoil, as available, shall be placed over the restored surface in a uniform layer. The area will be seeded according to the Bureau of Land Management stipulations during the appropriate season following restoration.

#### B) Restoration Plans - Production Developed

The reserve pits will be backfilled and restored as described above under Item A. In addition, those areas not required for production will be graded to blend with the surrounding topography. Topsoil, as available, will be placed upon those areas and seeded. The portion of the site required for production will be graded to minimize erosion and provide access during inclement conditions. Following depletion and abandonment of the site, restoration procedures will be those that follow under Item C.

#### C) Restoration Plans - No Production Developed

The reserve pits will be restored as described above. With no production developed, the entire surface disturbed by construction of the well site will be restored. The site will be contoured to blend with the surrounding topography and provide drainage of surface water. The topsoil, as available, shall be replaced in a uniform layer and seeded according to the Bureau of Land Management's stipulations.

#### D) Rehabilitation's Timetable

Upon completion of drilling operations, the initial cleanup of the site will be performed as soon as weather and site conditions allow economic execution of the work.

#### **POINT 11: OTHER INFORMATION**

Page 5

A) Terrain

Relatively flat with moderate sand dunes.

B) Soil

Caliche and sand.

C) Vegetation

Sparse, primarily grasses and mesquite with very little grass.

D) Surface Use

Primarily grazing.

E) Surface Water

There are no ponds, lakes, streams or rivers within 1-1/2 miles of the wellsite.

F) Water Wells

There are three water wells located within 1.5 miles of the proposed well. (See Exhibit A)

G) Residences and Buildings

None in the immediate vicinity.

H) Historical Sites

None observed.

I) Archeological Resources

An archeological survey will be obtained for this area. Before any construction begins, a full and complete archeological survey will be submitted to the Bureau of Land Management. Any location or construction conflicts will be resolved before construction begins.

J) Surface Ownership

The well site is on federally owned land.

- K) Well signs will be posted at the drilling site.
- L) Open Pits

All pits containing liquid or mud will be fenced and bird-netted.

(Field personnel responsible for compliance with development plan for surface use).

**DRILLING** 

William R. Dannels

Box 2760

Midland, Texas 79702

(432) 683-2277

1/28/10

**PRODUCTION** 

Dean Clemmer

3104 East Green Street

Carlsbad, New Mexico 88220

(505) 887-7329

Carlos Cruz Box 2760

Midland, Texas 79702

(432) 683-2277

Date

GEG/mac

Gary E. Gerhard

#### **OPERATOR CERTIFICATION**

1/28/10

I hereby certify that I, or persons under my direct supervision have inspected the proposed drill site and access route; that I am familiar with the conditions which currently exist; that the statements made in the plan are, to the best of my knowledge, true and correct; and that the work associated with operations proposed herein will be performed by BOPCO, L.P. and it's contractors and subcontractors in conformity with this plan and the terms and conditions under which it is approved. This statement is subject to the provisions of 18 U.S.C. 1001 for the filing of a false statement.

Date

Gary E. Gerhard (43

432) 683-2277

8000

-400

400

800

1200

1600

2000

2400

2800

Vertical Section (ft) Azimuth 110 02° with reference 0 00 N, 0 00 E

3200

3600

4000

4400

4800

5200

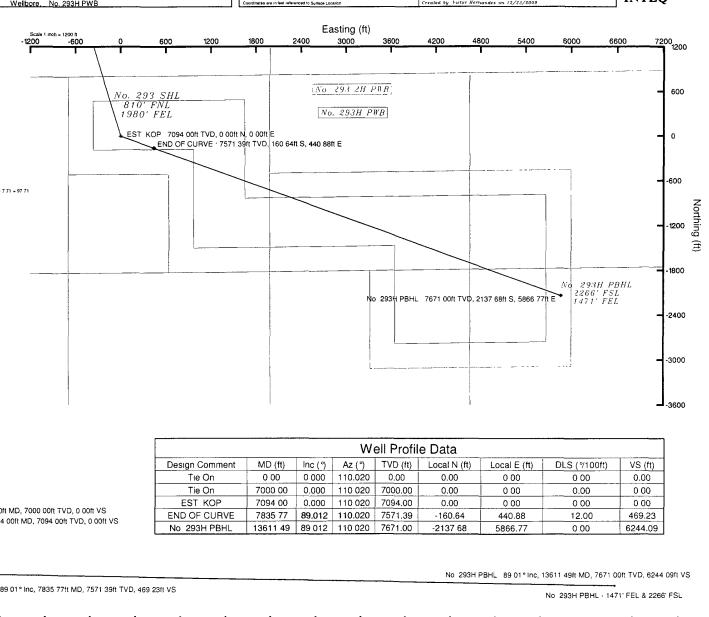
5600

6000

6400

6800 Scale 1 inch = 800 ft







## Planned Wellpath Report Prelim\_1 Page 1 of 4



REFERE	NCE WELLPATH IDENTIFICATION	建建铁铁矿	2018年1月1日 - 1908年1月1日 - 1908年1日
Operator	BOPCO, L.P.	Slot	No. 293 SHL - 810' FNL & 1980' FEL
Area	Eddy County, NM	Well	No. 293H
Field	(PLU) Sec 21, T24S, R30E	Wellbore	No. 293H PWB
Facility	Poker Lake Unit No. 293	Sidetrack from	No. 293 PWB at 7000.00 MD

REPORT SETUP IN	FORMATION		
Projection System	NAD27 / TM New Mexico State Planes, Eastern Zone (3001), US feet	Software System	WellArchitect® 2.0
North Reference	Grid	User	Victor Hernandez
Scale	0.999931	Report Generated	12/23/2009 at 10:03:59 AM
Convergence at slot	0.24° East	Database/Source file	WA_Midland/No293H_PWB.xml

WELLPATH LOCATION			ummeranin ili yang digan beragan. Kananan			
	Local coo	rdinates	Grid coordinates		Geographic coordinates	
	North[ft]	East[ft]	Easting[USft]	Northing[USft]	Latitude	Longitude
Slot Location	0.00	0.00	639131.39	439732.40	32°12'29.308"N	103°53'00.591"W
Facility Reference Pt			639131.39	439732.40	32°12'29.308"N	103°53'00.591"W
Field Reference Pt			639131.39	439732.40	32°12'29.308"N	103°53'00.591"W

WELLPATH DATUM	The state of the s		
Calculation method	Minimum curvature	Rig on No. 293H SHL (RT) to GL	19.00ft
Horizontal Reference Pt	Surface Location	Rig on No. 293H SHL (RT) to Mean Sea Level	3362.00ft
Vertical Reference Pt	Rig on No. 293H SHL (RT)	GL to Mud Line (Facility)	0.00ft
MD Reference Pt	Rig on No. 293H SHL (RT)	Section Origin	N 0.00, E 0.00 ft
Field Vertical Reference	Mean Sea Level	Section Azimuth	110.02°



## Planned Wellpath Report Prelim\_1 Page 2 of 4



REFERE	NCE WELLPATH IDENTIFICATION		
Operator	BOPCO, L.P.	Slot	No. 293 SHL - 810' FNL & 1980' FEL
Area	Eddy County, NM	Well	No. 293H
Field	(PLU) Sec 21, T24S, R30E	Wellbore	No. 293H PWB
Facility	Poker Lake Unit No. 293	Sidetrack from	No. 293 PWB at 7000.00 MD

WELLPATH I	OATA (71 statio	$ns)  \dagger = inte$	rpolated/exti	rapolated stat	ion.	· , ,				
MD [ft]	Inclination	Azimuth [°]	TVD [ft]	Vert Sect [ft]	North [ft]	East [ft]	Grid East [srv ft]	Grid North [srv ft]	DLS [°/100ft]	Comments
0.00	0.000	110.020	0.00	0.00	0.00	0.00	639131.39	439732.40	·	Tie On
7000.00	0.000	110.020	7000.00	0.00	0.00	0.00	639131.39	439732.40		Tie On
7094.00	0.000	110.020	7094.00	0.00	0.00	0.00	639131.39	439732.40		EST KOP
7100.00†	0.720	110.020	7100.00	0.04	-0.01	0.04	639131.43	439732.39	12.00	<u></u>
7200.001	12.700	110.020	7199.13	11.72	4.01	11.01	(630) (42,40)	43972839	12.00	
7300.00†	24.720	110.020	7293.67	43.75	-14.98	41.11	639172.50	439717.42	12.00	
7400.00†	36.720	110.020	7379.48	94.74	-32.44	89.02	639220.40	439699.97	12.00	
7500.00†	48.720	110.020	7452.81	162.46	-55.62	152.65	639284.02	439676.78	12.00	
7600.00†	60.720	110.020	7510.46	243.95	-83.52	229.21	639360.58	439648.89	12.00	
7700,001	72,720	110.020	7549,91	335.64	-114.91	315.36	639446.72	439617.50	12,00	Control of the Contro
7800.00†	84.720	110.020	7569.44	433.53	-148.42	407.33	639538.69	439583.99	12 00	
7835.77	89.012	110.020	7571.39	469.23	-160.64	440.88	639572.23	439571 77	12.00	END OF CURVE
7900.00†	89.012	110.020	7572.50	533.46	-182.63	501.22	639632.57	439549.78	0.00	
8000.00†	89.012	110.020	7574.23	633.44	-216.86	595.16	639726.51	439515.55	0.00	
8100.00 <b>1</b>		110.020	7\$75.95	733.48	251.09	689:11	639820,45	439481:33	0.00	
8200.00†	89.012	110.020	7577.68	833.41	-285.32	783.05	639914.38	439447.10	0.00	
8300.00†	89.012	110.020	7579.40	933.40	-319.55	876.99	640008.32	439412.87	0.00	
8400.00†	89.012	110.020	7581.12	1033.38	-353.78	970.94	640102.26	439378.64	0.00	
8500.00†	89.012	110.020	7582.85	1133.37	-388.01	1064.88	640196.19	439344.42	0.00	T TO SERVICE STATE OF THE SERVICE STATE ST
8600,001	89.012	DATE OF THE PARTY	7584.57	103935	422,24	1158.82	640290.13	439310.19	AND A CHARLES OF A CHARLES OF A CHARLES OF THE PARTY OF T	English and the second
8700.00†	89.012	110.020	7586.30	1333.34	-456.47	1252.77	640384.07	439275.96	0.00	
8800.00†	89.012	110.020	7588.02	1433.32	-490.70	1346.71	640478.00	439241.73	0.00	
8900.00†	89.012	110.020	7589.75	1533.31	-524.93	1440.65	640571.94	439207.50	0.00	
9000.00†	89.012	110 020	7591.47	1633.29	-559.16	1534.59	640665.88	439173 28	0.00	BOTT WHITE SEEDS FOR A SHEET GENERALITY IN THE SEEDS BY DE AL OF THE P
9100,007		110.020	7593 20	Control of the contro	-593,39)	1628,54	640759,81	409339.05	0.00	No. 1 Control State Control State Control
9200.00†	89.012	110.020	7594 92	1833.26	-627.62	1722.48	640853 75	439104.82	0.00	
9300.00†	89.012	110.020	7596.65	1933.25	-661.85	1816 42	640947.69	439070.59	0.00	
9400.00†	89.012	110.020	7598.37	2033.23	-696.08	1910.37	641041.62	439036.37	0.00	
9500.00†	89.012	110 020	7600.09	2133.22	-730.31	2004.31	641135.56	439002.14	0.00	An expression of the state of t
9600.00†	89,012	140,020	7601.82	2233,20	-764.54	2098.25	641229.50	438967.91	0.00	



# Planned Wellpath Report Prelim\_1 Page 3 of 4



REFERE	NCE WELLPATH IDENTIFICATION	1 2 4 1 1	
Operator	BOPCO, L.P.	Slot	No. 293 SHL - 810' FNL & 1980' FEL
Area	Eddy County, NM	Well	No. 293H
Field	(PLU) Sec 21, T24S, R30E	Wellbore	No. 293H PWB
Facility	Poker Lake Unit No. 293	Sidetrack from	No. 293 PWB at 7000.00 MD

VELLPATH DA										-
MD [ft]	Inclination [°]	Azimuth [°]	TVD [ft]	Vert Sect [ft]	North [ft]	East [ft]	Grid East [srv ft]	Grid North [srv ft]	DLS [°/100ft]	Comments
9700.00†	89.012	110.020	7603.54	2333.19	-798.77	2192.20	641323.43	438933.68	0.00	
9800.00†	89.012	110.020	7605.27	2433.17	-833.00	2286.14	641417.37	438899.45	0.00	
9900.00†	89.012	110.020	7606.99	2533.16	-867.23	2380.08	641511.30	438865.23	0.00	
10000.00†	89.012	110.020	7608.72	2633.14	-901.46	2474.03	641605.24	438831.00	0.00	
40100.00±	89,012	110,020	7610.44	2733.19	-935,69	2567.97	64169918	438796,77	0.00	
10200.00†	89.012	110.020	7612.17	2833.11	-969.93	2661.91	641793.11	438762.54	0.00	
10300.00†	89.012	110.020	7613.89	2933.10	-1004.16	2755.86	641887.05	438728.32	0.00	
10400.00†	89.012	110.020	7615.62	3033.08	-1038.39	2849.80	641980.99	438694.09	0.00	
10500.00†	89.012	110.020	7617.34	3133.07	-1072.62	2943.74	642074 92	438659.86	0.00	Miliable took over the That section will be
10600,001	89.012	110.020	7619.06	3233.05	-110685	3037,69	642168,86	438625.63	0.00	
10700.00†	89.012	110.020	7620.79	3333.04	-1141.08	3131.63	642262.80	438591.40	0.00	
10800.00†	89.012	110.020	7622.51	3433.02	-1175.31	3225.57	642356.73	438557.18	0.00	
10900.00†	89.012	110.020	7624.24	3533.01	-1209.54	3319.51	642450.67	438522.95	0.00	
11000.00†	89.012	110.020	7625.96	3632.99	-1243.77	3413.46	642544.61	438488.72	0.00	CANCELLO MARCHANIC AND AND PRACTICAL
11100,001	89,012	J 10.020	7627.69	3732.98	3 3278.00	3507.40	642638.54	438454,49	0.00	
11200.00†	89.012	110.020	7629.41	3832.96	-1312.23	3601.34	642732.48	438420.27	0.00	
11300.00†	89.012	110.020	7631.14	3932.95	-1346.46	3695.29	642826.42	438386.04	0.00	
11400.00†	89.012	110.020	7632.86	4032.94	-1380.69	3789.23	642920.35	438351.81	0.00	-
11500.00†	89.012	110.020	7634.59	4132.92	-1414 92	3883.17	643014.29	438317.58	0.00	PRODUCTATORICA ACTIONAL AND CONTRACTOR
11600.001	Asserted by the supplementation and the supplementation of the suppl	HENEKANGANTAKATAKATUTETAKAN MAKS	7696.31	4292.91	+1449.15	3977.12	643108.23	428289,35	0.00	
11700.00†	89.012	110.020	7638.04	4332.89	-1483.38	4071.06	643202.16	438249.13	0.00	
11800.00†	89.012	110.020	7639.76	4432.88	-1517.61	4165.00	643296.10	438214.90	0.00	
11900.00†	89.012	110.020	7641.48	4532.86	-1551.84	4258.95	643390.04	438180.67	0.00	
12000.00†	89.012	110.020	7643.21	4632.85	-1586.07	4352.89	643483 97	438146 44	0.00	Printeralisma anni-a-dispersion strell an
12100,001	89,012	International Control of the Control	7644.93	4732.83	£ £1620,30	4446.83	643577,91	498112.22	0.00	Barrier State Contraction
12200.00†	89.012	110.020	7646.66	4832.82	-1654 53	4540 78	643671 84	438077.99	0.00	
12300.00†	89.012	110.020	7648.38	4932.80	-1688.76	4634.72	643765.78	438043.76	0.00	
12400.00†	89.012	110.020	7650.11	5032.79	-1722.99	4728.66	643859.72	438009.53	0.00	and groups upon the same content to the page of the
12500.00†	89.012	110.020	7651.83	5132.77	-1757.22	4822.61	643953.65	437975.30	0.00	Managa ayanggara a
12600,00†	89.012	110,020	7653.56	5232.76	-1791745	4916.55	644047,59	437941.08	0.00	



## Planned Wellpath Report Prelim\_1 Page 4 of 4

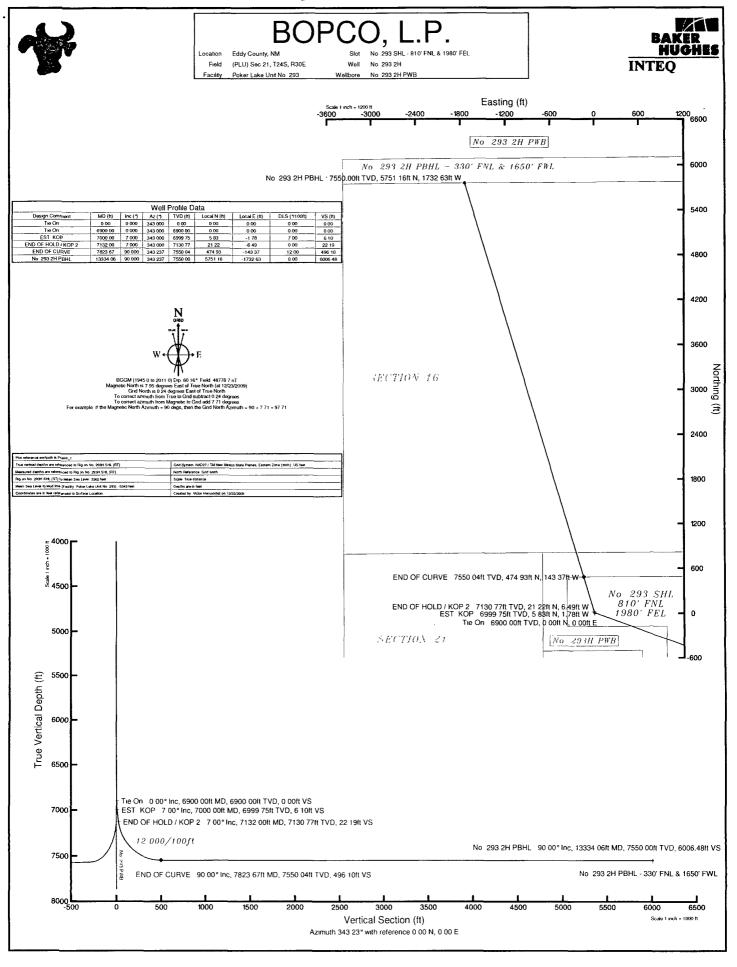


REFERE	NCE WELLPATH IDENTIFICATION	÷ -	the state of the s
Operator	BOPCO, L.P.	Slot	No. 293 SHL - 810' FNL & 1980' FEL
Area	Eddy County, NM	Well	No. 293H
Field	(PLU) Sec 21, T24S, R30E	Wellbore	No. 293H PWB
Facility	Poker Lake Unit No. 293	Sidetrack from	No. 293 PWB at 7000.00 MD

WELLPATH D	ELLPATH DATA (71 stations) † = interpolated/extrapolated station										
MD [ft]	Inclination [°]	Azimuth [°]	TVD [ft]	Vert Sect [ft]	North [ft]	East [ft]	Grid East [srv ft]	Grid North [srv ft]	DLS [°/100ft]	Comments	
12700.00†	89.012	110.020	7655.28	5332.74	-1825.68	5010.49	644141.53	437906.85	0.00		
12800.00†	89.012	110.020	7657.01	5432.73	-1859.91	5104.43	644235.46	437872.62	0.00		
12900.00†	89.012	110.020	7658.73	5532.71	-1894.14	5198.38	644329.40	437838.39	0.00		
13000.00†	89.012	110.020	7660.45	5632.70	-1928.37	5292.32	644423.34	437804.17	0.00		
13100.001	89.012	100.020	7662.18	5732.68	1962.60	5386.26	644517,27	437769.94	0.00		
13200.00†	89.012	110.020	7663.90	5832.67	-1996.83	5480.21	644611.21	437735.71	0.00		
13300.00†	89.012	110.020	7665.63	5932.65	-2031.06	5574.15	644705.15	437701.48	0 00		
13400.00†	89.012	110.020	7667.35	6032.64	-2065.29	5668.09	644799.08	437667.25	0.00		
13500.00†	89.012	110 020	7669.08	6132.62	-2099.52	5762.04	644893.02	437633.03	0.00		
13600.00‡	89,012	110.020	7670.80	6232.61	-2133.75	5855.98	644986.96	437598,80	0.00		
13611.49	89 012	110.020	7671.00	6244.09	2137,68	5866.77	644997.75	437594.87	0.00	No 293H PBHL	

TARGETS			- 1. 12° 15° 15° 15° 15° 15° 15° 15° 15° 15° 15	A - 10-100 S			2 / 2 0 // 3	* * * * * * * * * * * * * * * * * * * *	-
Name	MD	TVD	North	East	Grid East	Grid North	Latitude	Longitude	Shape
	[ft]	[ft]	[ft]	[ft]	[srv ft]	[srv ft]			
1) No. 293H PBHL - 1471' FEL & 2266'	13611.49	7671.00	#-21 <b>37#</b> 68	5866.77	644997,75	437,594,87	32°12'07-907''N	103'51'52 421''W	point
FSL									

SURVEY PROGRAM Ref. Wellbore: No. 293H PWB Ref. Wellpath: Prelim_1								
Start MD	End MD	Positional Uncertainty Model	Log Name/Comment	Wellbore				
[ft]	[ft]	·						
19.00	7000.00	NaviTrak (Standard)		No. 293 PWB				
7000.00	13611.49	NaviTrak (Standard)		No. 293H PWB				





# Planned Wellpath Report Prelim\_1 Page 1 of 4



REFER	RENCE WELLPATH IDENTIFICATION		
Operator	BOPCO, L.P.	Slot	No. 293 SHL - 810' FNL & 1980' FEL
Area	Eddy County, NM	Well	No. 293 2H
Field	(PLU) Sec 21, T24S, R30E	Wellbore	No. 293 2H PWB
Facility	Poker Lake Unit No. 293	Sidetrack from	No. 293 PWB at 6900.00 MD

REPORT SETU	PINFORMATION		
1	NAD27 / TM New Mexico State Planes, Eastern Zone (3001), US feet	Software System	WellArchitect® 2.0
North Reference	Grid	User	Victor Hernandez
Scale	0.999931	Report Generated	12/23/2009 at 12:47:45 PM
Convergence at slot	0.24° East	Database/Source file	WA_Midland/No293_2H_PWB.xml

WELLPATH LOCATION									
	Local coo	rdinates	Grid co	ordinates	Geographic coordinates				
	North[ft]	East[ft]	Easting[USft]	Northing[USft]	Latitude	Longitude			
Slot Location	0.00	0.00	639131.39	439732.40	32°12'29.308"N	103°53'00.591"W			
Facility Reference Pt			639131.39	439732.40	32°12'29.308"N	103°53'00.591"W			
Field Reference Pt	Transfer Services of Transfer		639131.39	439732.40	32°12'29.308"N	103°53'00.591"W			

WELLPATH DATUM			
Calculation method	Minimum curvature	Rig on No. 293H SHL (RT) to GL	19.00ft
Horizontal Reference Pt	Surface Location	Rig on No. 293H SHL (RT) to Mean Sea Level	3362.00ft
Vertical Reference Pt	Rig on No. 293H SHL (RT)	GL to Mud Line (Facility)	0.00ft
MD Reference Pt	Rig on No. 293H SHL (RT)	Section Origin	N 0.00, E 0.00 ft
Field Vertical Reference	Mean Sea Level	Section Azimuth	343.23°



## Planned Wellpath Report Prelim\_1 Page 2 of 4

BAKER HUGHES INTEQ

REFERENCE WELLPATH IDENTIFICATION					
Operator	BOPCO, L.P.	Slot	No. 293 SHL - 810' FNL & 1980' FEL		
Area	Eddy County, NM	Well	No. 293 2H		
Field	(PLU) Sec 21, T24S, R30E	Wellbore	No. 293 2H PWB		
Facility	Poker Lake Unit No. 293	Sidetrack from	No. 293 PWB at 6900.00 MD		

MD [ft]	Inclination (°)	Azimuth [°]	TVD [ft]	Vert Sect	North [ft]	East [ft]	Grid East [srv ft]	Grid North [srv ft]	DLS [°/100ft]	Comments
0.00	0.000	343.000	0.00	0.00	0.00	0.00	639131.39	439732.40		Tie On
6900.00	0.000	343.000	6900.00	0.00	0.00	0.00	639131.39	439732.40		Tie On
7000.00	7.000	343.000	6999.75	6.10	5.83	-1.78	639129.61	439738.23		EST. KOP
7100.00†	7.000	343.000	7099.01	18.29	17.49	-5.35	639126.04	439749.89	0.00	a complete special contract broken and the contract broken and the contract of the contract broken and con
7132.00	7,000	343,000	7130.77	22,19	21.72	-6.49	63912490	439753.62		ENDOPHOLD/KOP2
7200.00†	15.160	343.130	7197.44	35.24	33.71	-10.29	639121.11	439766.11	12.00	THE PROPERTY OF THE PROPERTY O
7300.00†	27.160	343.180	7290.53	71.28	68.20	-20.72	639110.67	439800.59	12.00	And the second section of the section of t
7400.00†	39.160	343.201	7374.09	125.87	120.46	-36.51	639094.88	439852.85	12.00	
7500.00†	51.160	343.214	7444.48	196.65	188.22	-56.96	639074.44	439920.61	12.00	
7600.001	63,160	943 222	7498,61	280.52	268.52	81.77	699050.22	440000.90	12.00	
7700.00†	75.160	343.229	7534.12	373.80	357.83	-108.09	639023.30	440090.21	12.00	
7800.00†	87.160	343.236	7549.46	472.44	452.27	-136.55	638994.85	440184.64	12.00	
7823.67	90.000	343.237	7550.04	496.10	474.93	-143.37	638988.03	440207.29	12.00	END OF CURVE
7900.00†	90.000	343.237	7550.04	572.43	548.01	-165.39	638966.02	440280.38	0.00	And the second control of the second control
8000.601	90.000	343.237	7550.04	672.43	643.76	-194.23	638937.18	440376,12	0.00	
8100.00†	90.000	343.237	7550.04	772.43	739.52	-223.07	638908.34	440471.86	0.00	
8200.00†	90.000	343.237	7550.04	872.43	835.27	-251.91	638879.50	440567.61	0.00	
8300.00†	90.000	343.237	7550.04	972.43	931 02	-280.75	638850.66	440663.35	0.00	
8400.00†	90.000	343.237	7550.04	1072.43	1026.77	-309.59	638821.82	440759.09	0.00	\$
5580.00F	90.000	343,237	7580.04	1172.43	1122.52	338,43	638792,98	44085434	0.00	
8600.00†	90.000	343.237	7550.04	1272.43	1218.27	-367.28	638764.14	440950.58	0.00	
8700.00†	90.000	343.237	7550.04	1372.43	1314.02	-396.12	638735.30	441046.33	0.00	
8800.00†	90.000	343.237	7550.04	1472.43	1409.77	-424.96	638706.46	441142.07	0.00	
8900.00†	90.000	343.237	7550.04	1572.43	1505.52	-453.80	638677.62	441237.81	0.00	**************************************
9000,007	90. <b>0</b> 00	343.237	755701	1672.43	160127	462.64	638648,78	44135356	0.00	
9100.00†	90.000	343.237	7550.03	1772.43	1697.02	-511.48	638619.95	441429.30	0.00	The second secon
9200.00†	90.000	343.237	7550.03	1872.43	1792.77	-540.32	638591.11	441525.05	0.00	
9300.00†	90.000	343.237	7550.03	1972 43	1888.52	-569.16	638562.27	441620.79	0.00	
9400.00†	90.000	343.237	7550.03	2072.43	1984.27	-598.00	638533.43	441716.53	0.00	
9500.001	90,000	343,237	7550.03	2172,43	2080.02	-626.85	638504.59	441812.28	0.00	



# Planned Wellpath Report Prelim\_1 Page 3 of 4

BAKER HUGHES INTEQ

REFER	ENCE WELLPATH IDENTIFICATION	tarin bada sina sebah bagitan Tarih alam sebahan	
Operator	BOPCO, L.P.	Slot	No. 293 SHL - 810' FNL & 1980' FEL
Area	Eddy County, NM	Well	No. 293 2H
Field	(PLU) Sec 21, T24S, R30E	Wellbore	No. 293 2H PWB
Facility	Poker Lake Unit No. 293	Sidetrack fro	om No. 293 PWB at 6900.00 MD

90.000   90.000	Azimuth [°] 343.237 343.237 343.237 343.237 343.237 343.237 343.237	TVD [n]  7550.03  7550.03  7550.03  7550.03  7550.03  7550.03	Vert Sect [ft]  2272.43  2372.43  2472.43  2572.43  2572.43	North [ft] 2175.77 2271.53 2367.28 2463.03	East [ft] -655.69 -684.53 -713.37 -742.21	Grid East [srv ft] 638475.75 638446.91 638418.07	Grid North [srv ft] 441908.02 442003.76 442099.51	DLS [°/100ft] 0.00 0.00	Comments
90.000 90.000 90.000 90.000 90.000 90.000 90.000 90.000	343.237 343.237 343.237 343.237 343.237 343.237 343.237	7550.03 7550.03 7550.03 <b>7550.03</b> 7550.03	2372.43 2472.43 2572.43 2673.43	2271.53 2367.28 2463.03	-684.53 -713.37	638446.91 638418.07	442003.76 442099.51	0.00	
90.000 90.000 90.000 90.000 90.000 90.000 90.000	343.237 343.237 43.237 343.237 343.237 343.237	7550.03 7550.03 7550.03 7550.03	2472.43 2572.43 2672.43	2367.28 2463.03	-713.37	638418.07	442099.51		
90.000 90.000 90.000 90.000 90.000 90.000	343.237 343.237 343.237 343.237 343.237	7550.03 7550.03 7550.03	2572.43 267 43	2463.03				0.00	T
90.000 90.000 90.000 90.000 90.000	343.237 343.237 343.237 343.237	<b>7550.03</b> <b>7550.03</b>	2671,A3		-742.21	(20200.22			1
90.000 90.000 90.000 90.000 90.000	343.237 343.237 343.237	7550.03		0550 00	La	638389.23	442195.25	0.00	
90.000 90.000 90.000 <b>90.000</b>	343.237 343.237		2772.43		-771:05	638260.39	442291.00	0,00	
90.000 90.000 <b>90.000</b>	343.237	7550.03		2654.53	-799.89	638331.55	442386.74	0.00	
90.000 <b>90.000</b>			2872.43	2750.28	-828.73	638302.71	442482.48	0.00	
90,000	242 22-1	7550.02	2972.43	2846.03	-857.58	638273.87	442578.23	0.00	
CONSTRUCTION OF A CANADA CO.	343.237	7550.02	3072.43	2941.78	-886.42	638245.04	442673.97	0.00	
00.000	343,237	7550.02	3172,43	30,37,53	-915,26	63821620	442769.72	9,00	
90.000	343,237	7550.02	3272.43	3133.28	-944.10	638187.36	442865.46	0.00	
90.000	343.237	7550.02	3372.43	3229.03	-972.94	638158.52	442961.20	0.00	
90.000	343.237	7550.02	3472.43	3324.78	-1001.78	638129.68	443056.95	0.00	
90.000	343.237	7550.02	3572.43	3420.53	-1030.62	638100.84	443152.69	0.00	
90,000	943,237	7550.02	3672.43	3516.28	-1059.46	638072,00	443248,44	9.00	
90.000	343.237	7550.02	3772.43	3612.03	-1088.31	638043.16	443344.18	0.00	
90.000			3872.43	3707.79	-1117.15	638014.32	443439.92	0.00	
	_				-1145.99	637985.48	443535.67	0.00	
							443631.41		
STANDON PORTER STANDARD	CONTRACTOR	4000-0-0-0-0-0-0-0-0-0-0-0-0-0-0-0-0-0-	ADMINISTRACTION OF STREET	SAME STATE OF THE PROPERTY OF THE PARTY OF T	-1203:67	AND DESCRIPTION OF THE PROPERTY OF THE PROPERT		0.00	
					-1232.51	637898.97	443822.90	0.00	
					-1261.35	637870.13	443918.64	0.00	
ne contrare and other transporter and the second					South Charles and Commerce of the Commerce				- <del></del>
STANSFORM CONTRACTOR CONTRACTOR OF THE	SELVINISMOSTICATION OF THE PROPERTY OF	denaturation and an experience of the	ENERGY STREET, SECTION OF STREET, SALES	A CONTRACTOR OF THE PROPERTY O	-1547.68	62778361	444205.87	- 0.00	
90.000		7550.01	4772.43	4569.54	-1376.72	637754.77	444301.62	0.00	<u> </u>
90.000	343.237	7550.01	4872.43	4665.29	-1405.56	637725.93	444397.36	0.00	~/~~~
				4761.04	-1434.40	637697.09	444493.11	0.00	j
90.000	343 237	7550.01	5072.43	4856.79	-1463.24	637668.25	444588.85	0.00	
	90.000 90.000 90.000 90.000 90.000 90.000 90.000 90.000 90.000 90.000 90.000	90.000 343.237 90.000 343.237	90.000 343.237 7550.02 90.000 343.237 7550.02 90.000 343.237 7550.02 90.000 343.237 7550.02 90.000 343.237 7550.02 90.000 343.237 7550.02 90.000 343.237 7550.01 90.000 343.237 7550.01 90.000 343.237 7550.01 90.000 343.237 7550.01 90.000 343.237 7550.01 90.000 343.237 7550.01 90.000 343.237 7550.01 90.000 343.237 7550.01 90.000 343.237 7550.01 90.000 343.237 7550.01	90.000         343.237         7550.02         3572.43           90.000         343.237         7350.02         367.44           90.000         343.237         7550.02         3772.43           90.000         343.237         7550.02         3872.43           90.000         343.237         7550.02         3972.43           90.000         343.237         7550.02         4072.43           90.000         343.237         7550.01         4172.43           90.000         343.237         7550.01         4272.43           90.000         343.237         7550.01         4372.43           90.000         343.237         7550.01         4572.43           90.000         343.237         7550.01         4572.43           90.000         343.237         7550.01         4772.43           90.000         343.237         7550.01         4772.43           90.000         343.237         7550.01         4872.43           90.000         343.237         7550.01         4872.43           90.000         343.237         7550.01         4972.43	90.000         343.237         7550.02         3572.43         3420.53           90.000         343.237         7550.02         3772.43         3612.03           90.000         343.237         7550.02         3872.43         3707.79           90.000         343.237         7550.02         3872.43         3803.54           90.000         343.237         7550.02         3972.43         3899.29           90.000         343.237         7550.02         4072.43         3899.29           90.000         343.237         7550.01         4172.43         4090.79           90.000         343.237         7550.01         4272.43         4090.79           90.000         343.237         7550.01         4372.43         4186.54           90.000         343.237         7550.01         4472.43         4282.29           90.000         343.237         7550.01         4572.43         4378.04           \$\text{0.000}         343.237         7550.01         4772.43         4569.54           \$\text{0.000}         343.237         7550.01         4872.43         4665.29           \$\text{0.000}         343.237         7550.01         4972.43         4761.04	90.000         343.237         7550.02         3572.43         3420.53         -1030.62           90.000         343.237         7550.02         3772.43         3612.03         -1088.31           90.000         343.237         7550.02         3872.43         3707.79         -1117.15           90.000         343.237         7550.02         3972.43         3803.54         -1145.99           90.000         343.237         7550.02         3972.43         3899.29         -1174.83           90.000         343.237         7550.02         4072.43         3899.29         -1174.83           90.000         343.237         7550.01         4272.43         4090.79         -1232.51           90.000         343.237         7550.01         4272.43         4186.54         -1261.35           90.000         343.237         7550.01         4372.43         4186.54         -1261.35           90.000         343.237         7550.01         4472.43         4282.29         -1290.19           90.000         343.237         7550.01         4572.43         4378.04         -1319.04           90.000         343.237         7550.01         4772.43         4569.54         -1376.72	90.000         343.237         7550.02         3572.43         3420.53         -1030.62         638100.84           90.000         343.237         7550.02         3672.43         3612.03         -1088.31         638043.16           90.000         343.237         7550.02         3872.43         3707.79         -1117.15         638014.32           90.000         343.237         7550.02         3972.43         3803.54         -1145.99         637985.48           90.000         343.237         7550.02         3972.43         3899.29         -1174.83         637956.64           90.000         343.237         7550.02         4072.43         399.44         103.67         637898.97           90.000         343.237         7550.01         4272.43         4090.79         -1232.51         637898.97           90.000         343.237         7550.01         4272.43         4186.54         -1261.35         637870.13           90.000         343.237         7550.01         4472.43         4282.29         -1290.19         637841.29           90.000         343.237         7550.01         4572.43         4378.04         -1319.04         637812.45           90.000         343.237         7550.01	90.000         343.237         7550.02         3572.43         3420.53         -1030.62         638100.84         443152.69           90.000         343.237         7550.02         3772.43         3612.03         -1088.31         638043.16         443348.34           90.000         343.237         7550.02         3872.43         3707.79         -1117.15         638014.32         443439.92           90.000         343.237         7550.02         3972.43         3803.54         -1145.99         637985.48         443535.67           90.000         343.237         7550.02         4072.43         3899.29         -1174.83         637956.64         443631.41           90.000         343.237         7550.01         4272.43         4090.79         -1232.51         637898.97         443822.90           90.000         343.237         7550.01         4272.43         4090.79         -1232.51         637898.97         443822.90           90.000         343.237         7550.01         4272.43         4090.79         -1232.51         637890.97         443822.90           90.000         343.237         7550.01         4572.43         4186.54         -1261.35         637870.13         443918.64           90.000	90.000         343.237         7550.02         3572.43         3420.53         -1030.62         638100.84         443152.69         0.00           90.000         343.237         7550.02         3772.43         3612.03         -1088.31         638043.16         443344.18         0.00           90.000         343.237         7550.02         3872.43         3707.79         -1117.15         638014.32         443349.92         0.00           90.000         343.237         7550.02         3972.43         3803.54         -1145.99         637985.48         443535.67         0.00           90.000         343.237         7550.02         3972.43         3899.29         -1174.83         637956.64         443631.41         0.00           90.000         343.237         7550.01         4172.43         3995.04         1203.63         837927.80         443631.41         0.00           90.000         343.237         7550.01         4272.43         4090.79         -1232.51         637898.97         443822.90         0.00           90.000         343.237         7550.01         4372.43         4186.54         -1261.35         637870.13         443918.64         0.00           90.000         343.237         7550.01



## Planned Wellpath Report Prelim\_1 Page 4 of 4



REFER	ENCE WELLPATH IDENTIFICATION		Control of the Contro
Operator	BOPCO, L.P.	Slot	No. 293 SHL - 810' FNL & 1980' FEL
Area	Eddy County, NM	Well	No. 293 2H
Field	(PLU) Sec 21, T24S, R30E	Wellbore	No. 293 2H PWB
Facility	Poker Lake Unit No. 293	Sidetrack from	No. 293 PWB at 6900.00 MD

WELLPATI	H DATA (6	9 stations)	† = inte	rpolated/e	extrapolat	ed station				
MD [ft]	Inclination [°]	Azimuth [°]	TVD [ft]	Vert Sect [ft]	North [ft]	East [ft]	Grid East [srv ft]	Grid North [srv ft]	DLS [°/100ft]	Comments
12600.00†	90.000	343.237	7550.01	5272.43	5048.29	-1520.92	637610.57	444780.34	0.00	
12700.00†	90.000	343.237	7550.01	5372.43	5144.04	-1549.76	637581.73	444876.08	0.00	
12800.00†	90.000	343.237	7550.00	5472.43	5239.80	-1578.61	637552.90	444971.82	0.00	A STATE OF THE STA
12900.00†	90.000	343.237	7550.00	5572.43	5335.55	-1607.45	637524.06	445067.57	0.00	
13000.001	90,000	343,237	7550,00	5672.43	5431.30	+1636.29	637495.22	445769.31	0.00	
13100.00†	90.000	343.237	7550.00	5772.43	5527.05	-1665.13	637466.38	445259.06	0.00	
13200.00†	90.000	343.237	7550.00	5872.43	5622.80	-1693.97	637437.54	445354.80	0.00	
13300.00†	90.000	343.237	7550.00	5972.43	5718.55	-1722.81	637408.70	445450.54	0.00	
13334.06	90.000	343.237	7550.00 <sup>1</sup>	6006.48	\$751.46	1732.63	63739888	445483 [5	0.00	No 293 2H PBHL

TARGETS						187 SP			
Name	MD [ft]	TVD [ft]	North [ft]	East [ft]	Grid East [srv ft]	Grid North [srv ft]	Latitude	Longitude	Shape
1) No. 293 2H PBHL - 330' FNL	13334.06	7550.00	5751.16	TOTAL TOTAL CONTRACTOR OF THE PARTY OF THE P	PROGRAMMA STATEMENT TO THE PROGRAMMA OF	445483.15	32°13'26,290'N	103/53/20 480°W	point
& 1650' FWL									*

5	URVEY PRO	OGRAM Ref	Wellbore: No. 293 2H PWB Ref Wellp	ath: Prélim 1	
	Start MD	End MD	Positional Uncertainty Model	Log Name/Comment	Wellbore
L	[ft]	[ft]			
	19.00	6900.00	NaviTrak (Standard)		No. 293 PWB
	6900.00	13334.06	NaviTrak (Standard)		No. 293 2H PWB

### PECOS DISTRICT CONDITIONS OF APPROVAL

OPERATOR'S NAME: | BO

BOPCO, L.P.

LEASE NO.:

NMLC-068431

WELL NAME & NO.:

Poker Lake Unit #293H

SURFACE HOLE FOOTAGE: BOTTOM HOLE FOOTAGES: 810' FNL & 1980' FEL Section 21 2266' FSL & 1471' FEL Section 22

330' FNL & 1650' FWL Section 16

LOCATION:

Section 21/22/16, T. 24 S., R 30 E., NMPM

**COUNTY:** 

**Eddy County, New Mexico** 

#### I. DRILLING

#### A. DRILLING OPERATIONS REQUIREMENTS

The BLM is to be notified a minimum of 4 hours in advance for a representative to witness:

- a. Spudding well
- b. Setting and/or Cementing of all casing strings
- c. BOPE tests

#### **Eddy County**

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

- 1. Although Hydrogen Sulfide has not been reported in the area, it is always a potential hazard. If Hydrogen Sulfide is encountered, please report measured amounts and formations to the BLM.
- 2. 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.
- 3. 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.

4. The record of the drilling rate along with the CAL/GR/N well log run from TD to surface will 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.

#### B. CASING

Changes to the approved APD casing and cement program require submitting a sundry and receiving approval prior to work. Failure to obtain approval prior to work will result in an Incident of Non-Compliance being issued.

Centralizers required on surface casing per Onshore Order 2-III-B-1-f.

Wait on cement (WOC) time for a primary cement job will be a minimum 18 hours for a water basin, 24 hours in the potash area, or 500 pounds compressive strength, whichever is greater for all casing strings. Provide compressive strengths including hours to reach required 500 pounds compressive strength prior to cementing each casing string. See individual casing strings for details regarding lead cement slurry requirements.

Medium Cave/Karst

Possible lost circulation in the Delaware and Bone Springs.

- 1. The 20 inch surface casing shall be set at approximately 1352 feet (a minimum of 25 feet into the Rustler Anhydrite and above the salt) and cemented to the surface. Additional cement may be required because excess cement calculates to only 33%.
  - 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 a surface log readout will be used or a cement bond log shall be run to verify the top of the cement.
  - b. Wait on cement (WOC) time for a primary cement job is to include the lead cement slurry.
  - 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. Set at approximately 3720' within the Lamar Limestone below the Castile Formation.
	ot hole to be plugged back with a solid plug from TD to KOP for first lateral. Per ocedure, pilot hole will be plugged prior to running 7 inch.
3.	The minimum required fill of cement behind the 7 inch production casing is:
	a. First stage to DV tool, cement shall:
	□ Cement to circulate. If cement does not circulate, contact the appropriate BLM office before proceeding with second stage cement job.
	b. Second stage above DV tool, cement shall:
	Cement to surface. If cement does not circulate, contact the appropriate BLM office.
4.	The minimum required fill of cement behind the 4-1/2 inch production liners are:
	No cement required. Using hydraulic packers.
5.	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.
C.	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.	Minimum working pressure of the blowout preventer (BOP) and related equipment (BOPE) required for drilling below the surface casing shoe shall be <b>2000 (2M)</b> psi.

at start of casing section). Independent service company required.

a. For surface casing only: If the BOP/BOPE is to be tested against casing, the wait on cement (WOC) time for that casing is to be met (see WOC statement

- 3. Minimum working pressure of the blowout preventer (BOP) and related equipment (BOPE) required for drilling below the 9-5/8 intermediate casing shoe shall be 3000 (3M) psi. System is to be a 5M system tested as a 3M.
- 4. The appropriate BLM office shall be notified a minimum of 4 hours in advance for a representative to witness the tests.
  - a. The tests shall be done by an independent service company.
  - b. The results of the test shall be reported to the appropriate BLM office.
  - c. 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.
  - d. 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.

#### D. DRILL STEM TEST

If drill stem tests are performed, Onshore Order 2.III.D shall be followed.

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