UNITED STATES DEPARTMENT OF THE INTERIOR BUREAU OF LAND MANAGEMENT

OCD - HOBBS 04/09/2020 RECEIVED

FORM APPROVED OMB No. 1004-0137

Expires: January 31, 2018

6. If Indian, Allotee or Tribe Name

5. Lease Serial No. NMLC0068281B

APPLICATION FOR PERMIT TO DRILL OR REENTER

a. Type of work: b. Type of Well: c. Type of Completion: DRILL Gas Well Hydraulic Fracturing	REENTER Other Single Zone Multiple Zone		7. If Unit or CA Agreemer ZIA HILLS BS/WC / NM 8. Lease Name and Well N ZHU 2032 BS 16H 328111	NM138329X
2. Name of Operator CONOCOPHILLIPS COMPANY 217817			9. API Well No. 30-025-470	076
a. Address PO Box 2197 Houston TX 77252	3b. Phone No. (include area cod (281)293-1748	le)	10. Field and Pool, or Exp	
Location of Well (Report location clearly and in accordance At surface SENE / 2576 FNL / 1225 FEL / LAT 32.02 At proposed prod. zone LOT 1 / 50 FSL / 379 FEL / LA	28465 / LONG -103.692547	43	11. Sec., T. R. M. or Blk. a SEC 20 / T26S / R32E /	•
14. Distance in miles and direction from nearest town or post of 43.95 miles	office*		12. County or Parish LEA	13. State
15. Distance from proposed* location to nearest property or lease line, ft. (Also to nearest drig. unit line, if any)	16. No of acres in lease 1841.48	17. Space	ing Unit dedicated to this we	11
8. Distance from proposed location* to nearest well, drilling, completed, applied for, on this lease, ft.	19. Proposed Depth 10368 feet / 20218 feet	20. BLM FED: ES	/BIA Bond No. in file	
21. Elevations (Show whether DF, KDB, RT, GL, etc.) 3144 feet	22. Approximate date work will 10/09/2020	start*	23. Estimated duration 90 days	
	24. Attachments			
The following, completed in accordance with the requirements as applicable)			Hydraulic Fracturing rule per	

- 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).
- 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

25. Signature (Electronic Submission)	Name (Printed/Typed) Jeremy Lee / Ph: (832)486-2510	Date 08/07/2019
Title	Colony 2007 111 (CO27100 2010	00/01/2010
Regulatory Coordinator		
Approved by (Signature)	Name (Printed/Typed)	Date
(Electronic Submission)	Cody Layton / Ph: (575)234-5959	04/08/2020
Title	Office	
Assistant Field Manager Lands & Minerals	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.

GCP Rec 04/09/2020





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PECOS DISTRICT DRILLING CONDITIONS OF APPROVAL

OPERATOR'S NAME: | CONOCOPHILLIPS COMPANY

LEASE NO.: | NMLC0068281B

WELL NAME & NO.: ZHU 2032 BS 16H **SURFACE HOLE FOOTAGE:** 2576'/N & 1225'/E

BOTTOM HOLE FOOTAGE | 50'/S & 379'/E

LOCATION: | Section 20, T.26 S., R.32 E., NMPM

COUNTY: Lea County, New Mexico

COA

H2S	Yes	© No	
Potash	None	© Secretary	© R-111-P
Cave/Karst Potential	C Low	Medium	© High
Cave/Karst Potential	Critical		
Variance	None	Flex Hose	Other
Wellhead	Conventional	Multibowl	© Both
Other	4 String Area	Capitan Reef	□WIPP
Other	Fluid Filled	Cement Squeeze	☐ Pilot Hole
Special Requirements	Water Disposal	□ СОМ	Unit

A. HYDROGEN SULFIDE

A Hydrogen Sulfide (H2S) Drilling Plan shall be activated 500 feet prior to drilling into the Cherry and Brushy Canyon formations. As a result, the Hydrogen Sulfide area must meet Onshore Order 6 requirements, which includes equipment and personnel/public protection items. If Hydrogen Sulfide is encountered, please provide measured values and formations to the BLM.

B. CASING

Casing Design:

- 1. The 13-3/8 inch surface casing shall be set at approximately 1224 feet (a minimum of 25 feet (Lea 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.

Intermediate casing must be kept fluid filled to meet BLM minimum collapse requirement.

2. The minimum required fill of cement behind the 9-5/8 inch intermediate casing is:

Option 1 (Single Stage):

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.
 Excess cement calculates to -41%, additional cement might be required.

Option 2:

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

- a. First stage to DV tool: Cement to circulate. If cement does not circulate off the DV tool, contact the appropriate BLM office before proceeding with second stage cement job.
- b. Second stage above DV tool:
 - Cement to surface. If cement does not circulate, contact the appropriate BLM office.
 - Wait on cement (WOC) time for a primary cement job is to include the lead cement slurry due to cave/karst or potash.
- ❖ In Medium 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 5-1/2 inch production casing is:

Cement should tie-back at least 200 feet into previous casing string.
 Operator shall provide method of verification.

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.

Option 1:

- a. Minimum working pressure of the blowout preventer (BOP) and related equipment (BOPE) required for drilling below the surface casing shoe shall be **5000 (5M)** psi.
- b. Minimum working pressure of the blowout preventer (BOP) and related equipment (BOPE) required for drilling below the intermediate casing shoe shall be **5000 (5M)** psi.

Option 2:

- 1. 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 surface casing shoe shall be 10,000 (10M) psi. Variance is approved to use a 5000 (5M) Annular which shall be tested to 2500 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
- 1. Unless the production casing has been run and cemented or the well has been properly plugged, the drilling rig shall not be removed from over the hole without prior approval.
 - a. In the event the operator has proposed to drill multiple wells utilizing a skid/walking rig. Operator shall secure the wellbore on the current well, after installing and testing the wellhead, by installing a blind flange of like pressure rating to the wellhead and a pressure gauge that can be monitored while drilling is performed on the other well(s).
 - b. When the operator proposes to set surface casing with Spudder Rig
 - Notify the BLM when moving in and removing the Spudder Rig.
 - Notify the BLM when moving in the 2nd Rig. Rig to be moved in within 90 days of notification that Spudder Rig has left the location.
 - BOP/BOPE test to be conducted per Onshore Oil and Gas Order No. 2 as soon as 2nd Rig is rigged up on well.
- 2. Floor controls are required for 3M or Greater systems. These controls will be on the rig floor, unobstructed, readily accessible to the driller and will be operational at all times during drilling and/or completion activities. Rig floor is defined as the area immediately around the rotary table; the area immediately above the substructure on which the draw works are located, this does not include the dog house or stairway area.
- 3. The record of the drilling rate along with the GR/N well log run from TD to surface (horizontal well vertical portion of hole) shall be submitted to the BLM office as well as all other logs run on the borehole 30 days from completion. If available, a digital copy of the logs is to be submitted in addition to the paper copies. The Rustler top and top and bottom of Salt are to be recorded on the Completion Report.

A. CASING

- 1. Changes to the approved APD casing program need prior approval if the items substituted are of lesser grade or different casing size or are Non-API. The Operator can exchange the components of the proposal with that of superior strength (i.e. changing from J-55 to N-80, or from 36# to 40#). Changes to the approved cement program need prior approval if the altered cement plan has less volume or strength or if the changes are substantial (i.e. Multistage tool, ECP, etc.). The initial wellhead installed on the well will remain on the well with spools used as needed.
- 2. Wait on cement (WOC) for Potash Areas: After cementing but before commencing any tests, the casing string shall stand cemented under pressure until both of the following conditions have been met: 1) cement reaches a minimum compressive strength of 500 psi for all cement blends, 2) until cement has been in place at least 24 hours. WOC time will be recorded in the driller's log. The casing intergrity test can be done (prior to the cement setting up) immediately after bumping the plug.
- 3. Wait on cement (WOC) for Water Basin: After cementing but before commencing any tests, the casing string shall stand cemented under pressure until both of the following conditions have been met: 1) cement reaches a minimum compressive strength of 500 psi at the shoe, 2) until cement has been in place at least 8 hours. WOC time will be recorded in the driller's log. See individual casing strings for details regarding lead cement slurry requirements. The casing intergrity test can be done (prior to the cement setting up) immediately after bumping the plug.
- 4. Provide compressive strengths including hours to reach required 500 pounds compressive strength prior to cementing each casing string. Have well specific cement details onsite prior to pumping the cement for each casing string.
- 5. No pea gravel permitted for remedial or fall back remedial without prior authorization from the BLM engineer.
- 6. On that portion of any well approved for a 5M BOPE system or greater, a pressure integrity test of each casing shoe shall be performed. Formation at the shoe shall be tested to a minimum of the mud weight equivalent anticipated to control the formation pressure to the next casing depth or at total depth of the well. This test shall be performed before drilling more than 20 feet of new hole.
- 7. If hardband drill pipe is rotated inside casing, returns will be monitored for metal. If metal is found in samples, drill pipe will be pulled and rubber protectors which have a larger diameter than the tool joints of the drill pipe will be installed prior to continuing drilling operations.
- 8. Whenever a casing string is cemented in the R-111-P potash area, the NMOCD requirements shall be followed.

B. PRESSURE CONTROL

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

OTA03302020

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NAME: Jeremy Lee

Operator Certification Data Report

Signed on: 07/12/2019

04/09/2020

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.

Title: Regulatory Coordinator		
Street Address: PO Box 2197		
City: Houston	State: TX	Zip: 77252
Phone : (832)486-2510		
Email address: Jeremy.L.Lee@co	p.com	
Field Representative		
Representative Name:		
Street Address:		
City:	State:	Zip:
Phone:		
Email address:		



Well Name: ZHU 2032 BS

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

Application Data Report

04/09/2020

APD ID: 10400043634 **Submission Date:** 08/07/2019

Operator Name: CONOCOPHILLIPS COMPANY

Well Number: 16H

Well Type: OIL WELL Well Work Type: Drill

Highlighted data reflects the most recent changes

Show Final Text

Section 1 - General

BLM Office: CARLSBAD User: Jeremy Lee Title: Regulatory Coordinator

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

Lease number: NMLC0068281B Lease Acres: 1841.48

Surface access agreement in place? Allotted? Reservation:

Agreement in place? YES Federal or Indian agreement: FEDERAL

Agreement number: NMNM138329X

Agreement name:

Keep application confidential? NO

Permitting Agent? NO APD Operator: CONOCOPHILLIPS COMPANY

Operator letter of designation:

Operator Info

Operator Organization Name: CONOCOPHILLIPS COMPANY

Operator Address: PO Box 2197
Zip: 77252

Operator PO Box:

Operator City: Houston State: TX

Operator Phone: (281)293-1748

Operator Internet Address:

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: ZHU 2032 BS Well Number: 16H Well API Number:

Field/Pool or Exploratory? Field and Pool Field Name: WOLFCAMP Pool Name: ZIA HILLS;

WOLFCAMP

Is the proposed well in an area containing other mineral resources? NONE

Well Name: ZHU 2032 BS Well Number: 16H

Is the proposed well in an area containing other mineral resources? NONE

Is the proposed well in a Helium production area? N Use Existing Well Pad? NO New surface disturbance?

Type of Well Pad: MULTIPLE WELL Multiple Well Pad Name: ZIA Number: 4

Well Class: HORIZONTAL

HILLS 20 PAD

Number of Legs: 1

Well Work Type: Drill
Well Type: OIL WELL
Describe Well Type:
Well sub-Type: INFILL

Describe sub-type:

Distance to town: 43.95 Miles Distance to nearest well: 33 FT Distance to lease line: 1225 FT

Reservoir well spacing assigned acres Measurement: 0 Acres Well plat: ZHU_2032_BS_16H_C_102_20190715141437.pdf

Well work start Date: 10/09/2020 Duration: 90 DAYS

Section 3 - Well Location Table

Survey Type: RECTANGULAR

Describe Survey Type:

Datum: NAD83 Vertical Datum: NAVD88

Survey number: Reference Datum:

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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 from this lease?
SHL Leg #1	257 6	FNL	122 5	FEL	26S	32E	20	Aliquot SENE	32.02846 5	- 103.6925 47	LEA	1	NEW MEXI CO	F	NMLC0 068281 B	314 4	0	0	
KOP Leg #1	271 7	FNL	276	FEL	26S	32E	20	Lot 1	32.02805 78	- 103.6894 92	LEA	NEW MEXI CO		S	STATE	- 650 8	972 9	965 2	
PPP Leg #1-1	0	FNL	361	FEL	26S	32E	32	Lot 1	32.00616 69	- 103.6897 695	LEA	NEW MEXI CO	1 —	S	STATE	- 722 4	180 83	103 68	

Well Name: ZHU 2032 BS Well Number: 16H

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	DVT	Will this well produce from this lease?
PPP Leg #1-2	0	FNL	296	FEL	26S	32E	29	Aliquot NENE	32.02087 99	- 103.6895 885	LEA	1	NEW MEXI CO		NMNM 027508	- 722 4	127 56	103 68	
PPP Leg #1-3	226 6	FSL	280	FEL	26S	32E	20	Aliquot NESE	32.02708 9	- 103.6895 01	LEA	NEW MEXI CO	' ' - ' '	F	NMLC0 068281 B	- 503 1	824 8	817 5	
EXIT Leg #1	100	FSL	379	FEL	26S	32E	32	Lot 1	32.00049 5	- 103.6898 42	LEA	NEW MEXI CO	—	S	STATE	- 722 4	201 68	103 68	
BHL Leg #1	50	FSL	379	FEL	26S	32E	32	Lot 1	32.00035 7	- 103.6898 43	LEA	NEW MEXI CO	· · — · ·	S	STATE	- 722 4	202 18	103 68	



BUREAU OF LAND MANAGEMENT

Drilling Plan Data Report

04/09/2020

APD ID: 10400043634

Submission Date: 08/07/2019

Highlighted data reflects the most

Operator Name: CONOCOPHILLIPS COMPANY

recent changes

Well Name: ZHU 2032 BS

Well Number: 16H

Show Final Text

Well Type: OIL WELL

Well Work Type: Drill

Section 1 - Geologic Formations

Formation ID	Formation Name	Elevation	True Vertical Depth	Measured Depth	Lithologies	Mineral Resources	Producing Formation
496610	QUATERNARY	3144	22	22		NONE	N
496611	RUSTLER	1970	1174	1174	ANHYDRITE, DOLOMITE	NONE	N
496612	SALADO	1800	1344	1344	SALT	NONE	N
496613	CASTILE	810	2334	2334	SALT	NONE	N
496614	DELAWARE	-1187	4331	4331	SANDSTONE	NATURAL GAS, OIL	N
496615	CHERRY CANYON	-2110	5254	5254	SANDSTONE	NATURAL GAS, OIL	N
496616	BRUSHY CANYON	-3641	6785	6785	SANDSTONE	NATURAL GAS, OIL	N
496617	BONE SPRING	-5031	8175	8175	SANDSTONE	NATURAL GAS, OIL	N
664670	BONE SPRING 1ST	-6188	9332	9332	SANDSTONE	NATURAL GAS, OIL	N
664671	BONE SPRING 2ND	-6913	10057	10057	SANDSTONE	NATURAL GAS, OIL	Y
664672	BONE SPRING 3RD	-7398	10542	10542	LIMESTONE	NATURAL GAS, OIL	N

Section 2 - Blowout Prevention

Rating Depth: 10368 Pressure Rating (PSI): 10M

Equipment: Rotating Head, Annular Preventer, Pipe/Blind Rams, Kill Lines, Choke Lines, Adapter Spool

Requesting Variance? YES

Variance request: A variance to use flexible choke line(s) from the BOP to Choke Manifold. Testing certificate is attached in "Flexhose Variance data" document. A variance to use a multibowl wellhead system. Please see attached in section 8 of drilling plan. A variance is requested to use a 5M annular and test the annular to 100% of its working pressure. The variance is requested in conjunction with the attached well control plan.

Testing Procedure: BOP/BOPE will be isolated from the casing and tested by an independent service company to 250 psi low and the high pressure indicated above per Onshore Order 2 requirements. BOPE controls will be installed prior to drilling under the surface casing and will be used until the completion of drilling operations. The intermediate interval and the

Well Name: ZHU 2032 BS Well Number: 16H

production interval will be tested per 10M working system requirements. See attached "Drill Plan" document.

Choke Diagram Attachment:

ZHU_2032_BS_16H_Choke_Manifold_20190716060835.pdf

BOP Diagram Attachment:

ZHU_2032_BS_16H_BOPE_20190716060844.pdf

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	API	N	0	1224	0	1224			1224	J-55		OTHER - BTC	3.08	4.99	DRY	13.6 3	DRY	13.6 3
2	INTERMED IATE	12.2 5	9.625	NEW	API	N	0	10954	0	10368			10954	OTH ER		OTHER - BTC	2.85	1.89	DRY	2.11	DRY	2.11
3	PRODUCTI ON	8.5	5.5	NEW	API	N	0	20218	0	10368			20218	OTH ER		OTHER - TXP	7.04	4	DRY	3.52	DRY	3.52

Casing Attachments

Casing ID: 1 String Type: SURFACE

Inspection Document:

Spec Document:

Tapered String Spec:

Casing Design Assumptions and Worksheet(s):

13.375_54.5_lb_J55_20190710134019.pdf

ZHU_2032_BS_16H_Csg_Design_20190716061159.pdf

Well Name: ZHU 2032 BS Well Number: 16H

Casing Attachments

Casing ID: 2 String Type: INTERMEDIATE

Inspection Document:

Spec Document:

Tapered String Spec:

Casing Design Assumptions and Worksheet(s):

9.625_40_lb_L_80_IC_20190710134042.pdf

ZHU_2032_BS_16H_Csg_Design_20190716061211.pdf

Casing ID: 3 String Type:PRODUCTION

Inspection Document:

Spec Document:

Tapered String Spec:

Casing Design Assumptions and Worksheet(s):

5.5_TXP_Spec_Sheet_20190710134130.pdf

ZHU_2032_BS_16H_Csg_Design_20190716061221.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	824	1000	1.73	12.8	1716	200	Control Set 'C'	1.0% CaCl2, 1.0% SMS, 1.0% OGC-60, ¼ lb/sk Polyflake, ½ ppb FiberBlock
SURFACE	Tail		824	1224	660	1.33	14.8	868	200	0:1:0 'Type III'	0.5% CaCl2, ¼ lb/sk Polyflake, ½ ppb FiberBlock

Well Name: ZHU 2032 BS Well Number: 16H

String Type	Lead/Tail	Stage Tool Depth	Тор МБ	Bottom MD	Quantity(sx)	Yield	Density	Cu Ft	Excess%	Cement type	Additives
INTERMEDIATE	Lead		0	6785	3280	1.73	11	5668	200	Thermal 35	10% NaCl, 0.9% CFR, 0.7% CFL-4, 0.1% LTR, 0.2% SPC-II, 0.4% CDF-4P, ¼ lb/sk Polyflake, ½ ppb FiberBlock

INTERMEDIATE	Lead	6785	724	9229	490	2.7	11	1301	70	WBL	0.5% CFL-4, 0.6% LTR, 0.2% SPC-II, 0.4% CDF-4P, ½ Ib/sk Polyflake, ½ ppb FiberBlock
INTERMEDIATE	Tail		9229	1095 4	470	1.59	13.2	741	30	Thermal 35	10% NaCl, 0.9% CFR, 0.7% CFL-4, 0.1% LTR, 0.2% SPC-II, 0.4% CDF-4P, ¼ Ib/sk Polyflake, ½ ppb FiberBlock
PRODUCTION	Lead		0	2021 8	0	0	0	0	0	No Lead	No Lead
PRODUCTION	Tail		8729	2021 8	2450	1.19	15.6	2915	10	1:1:0 'Poz:Lafarge G'	20% Silica Flour, 8% Silica Flume, 2% FWCA-H (FWC-2), 0.3% HTR, 0.5% CR-4 (MCR-4), 1% TAE-1 (SEA-1), 1% CFL-4, 0.2% CFR-5, 0.3% ASM-3 (AS-3)

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 to maintain mud properties and meet minimum lost circulation and weight increase requirements will be kept on location at all times. See attached "Drill Plan" for additional information.

Describe the mud monitoring system utilized: Closed-loop mud system using steel mud containers will be on location.

Mud monitoring of any changes in levels (gains or losses) will use Pressure Volume Temperature, Pason, Visual Observations. See attached "Drill Plan" for additional information.

Well Name: ZHU 2032 BS Well Number: 16H

Circulating Medium Table

Top Depth	Bottom Depth	ed M M J J J J J J J J J J J J J J J J J	တ် Min Weight (lbs/gal)	O. Max Weight (lbs/gal)	Density (lbs/cu ft)	Gel Strength (lbs/100 sqft)	Н	Viscosity (CP)	Salinity (ppm)	Filtration (cc)	Additional Characteristics
	8										
0	1224	OTHER : Fresh Water	8.6	9.1							
1036 8	1036 8	OIL-BASED MUD	10.5	11.5							

Section 6 - Test, Logging, Coring

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

Production tests will be conducted multiple times per week, through a test separator, during first months following completion. Thereafter, tests will be less frequently. See attached "Drill Plan" for additional information.

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

GR

Coring operation description for the well:

No coring operation is planned at this time. This well will be an Infill Horizontal well as defined in Part H of 19.15.16.7 NMAC. It will not have a unique horizontal spacing unit. It will share a horizontal spacing unit.

ConocoPhillips Company requests a variance to the requirement to run a neutron porosity log for any wells within one mile of an existing well with a neutron porosity log (vertical well, or vertical portion of a horizontal well). If there is an existing neutron log within one mile, ConocoPhillips requests to log gamma ray only. If there is not an existing neutron log within one mile, ConocoPhillips request to run a GR/N log on the vertical section of one well per pad.

Section 7 - Pressure

Anticipated Bottom Hole Pressure: 5391 Anticipated Surface Pressure: 3110.04

Anticipated Bottom Hole Temperature(F): 165

Anticipated abnormal pressures, temperatures, or potential geologic hazards? NO

Describe:

Contingency Plans geoharzards description:

Contingency Plans geohazards attachment:

Well Name: ZHU 2032 BS Well Number: 16H

Hydrogen Sulfide drilling operations plan required? YES

Hydrogen sulfide drilling operations plan:

ZIA_HILLS_20_PAD_4_H2S_C_Plan_20190711125554.pdf Zia_Hills_20_Pad_4_Rig_Layout_20190711125808.pdf

Section 8 - Other Information

Proposed horizontal/directional/multi-lateral plan submission:

ZHU_2032_BS_16H_Directional_Plan_20190716062141.pdf ZHU_2032_BS_16H_Drill_Plan_20190716062151.pdf

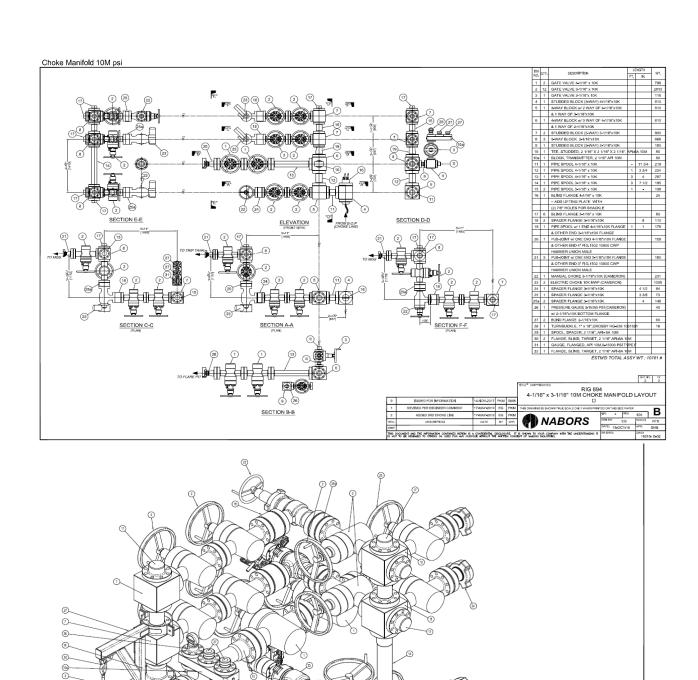
Other proposed operations facets description:

Other proposed operations facets attachment:

Zia_Hills_20_Pad_4_Drill_Waste_Containment_20190711130956.pdf
ZHU_2032_BS_16H__Drilling_Plan_20190716081757.pdf
ZHU_2032_BS_16H_Cement_20190716081807.pdf
ZHU_2032_BS_16H_Kelly_Cock_20190716081818.pdf
ZHU_2032_BS_13H_16H_Gas_Capture_Plan_20190716081837.pdf

Other Variance attachment:

Zia_Hills_20_Pad_4_Flexhose_Variance_20190711131033.pdf Wild_Well_Control_Plan_20190711131059.pdf Wellhead_diagram_3_String__20200218071121.pdf



RIG 894 4-1/16" x 3-1/16" 10M CHOKE MANIFOLD LAYOUT

NABORS

ERI: | PES | 894 | B

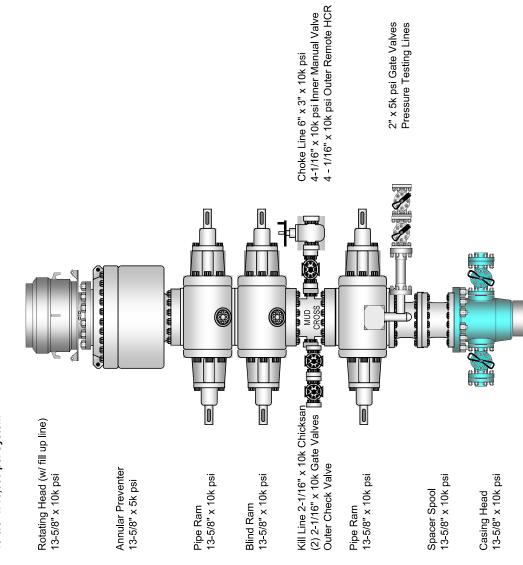
ERI: | PES | 894 | B

ERI: | PEM | SCALE: 3/4"-1"-0"

DATE: 08-NOV-2017 | APP | SNA"

(8) (9) (9) (9)

BOPE Configuration & Specifications 13-5/8" x 10,000 psi System



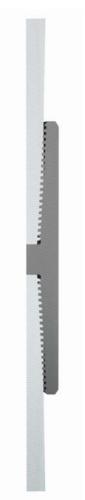
Tenaris Page 1 of 2

For the latest performance data, always visit our website: www.tenaris.com

TXP® BTC



Outside Diameter	5.500 in.	Min, Wall Thickness	87.5%	(*) Grade P110	
Wall Thickness	0.415 in.	Connection OD Option	REGULAR	COUPLING	PIPE BODY
Grade	P110*	Drift	API Standard	Body: White 1st Band: - 2nd Band: -	1st Band: White 2nd Band: - 3rd Band: -
		Туре	Casing	3rd Band: -	4th Band: -



PIPE BODY DATA					
GEOMETRY					
Nominal OD	5.500 in.	Nominal Weight	23 lbs/ft	Drift	4.545 in.
Nominal ID	4.670 in.	Wall Thickness	0.415 in.	Plain End Weight	22.56 lbs/ft
DD Tolerance	API				
PERFORMANCE					
Body Yield Strength	729 x1000 lbs	Internal Yield	14530 psi	SMYS	110000 psi
Collapse	14540 psi				
CONNECTION DATA	\			ı	
GEOMETRY					
Connection OD	6.200 in.	Coupling Length	9.450 in.	Connection ID	4.658 in.
Make-up Loss	4.204 in.	Threads per in	5	Connection OD Option	REGULAR
PERFORMANCE					
Tension Efficiency	100.0 %	Joint Yield Strength	729.000 x1000 Internal Pressure Capacity [1]		14530.000 psi
Compression Efficiency	100 %	Compression Strength	729,000 x1000 Max. Allowable Bending lbs		92 °/100 ft
External Pressure Capacity	14540,000 psi				
MAKE-UP TORQUES	 S			1	
Minimum	12980 ft-lbs	Optimum	14420 ft-lbs	Maximum	15860 ft-lbs
OPERATION LIMIT T	ORQUES			1	
Operating Torque	24200 ft-lbs	Yield Torque	26900 ft-lbs		

Notes

This connection is fully interchangeable with:

TXP® BTC - 5.5 in. - 15.5 / 17 / 20 / 26 lbs/ft

[1] Internal Pressure Capacity related to structural resistance only. Internal pressure leak resistance as per section 10.3 API 5C3 / ISO 10400 - 2007.

Datasheet is also valid for Special Bevel option when applicable - except for Coupling Face Load, which will be reduced. Please contact a local Tenaris technical sales representative.

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Lea, Co, NM
Sec 20 T26S R32E
ZHU 2032 BS 16H

7/8/2019

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1,224' TVD
1,224' MD
Setting Depth:
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IFORMATIC
DESIGN IN
SURFACE CASING DESIG
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PIPE BODY DI	MENSIONAL / F	ERFORMANCE DATA:	DATA:						
SIZE	WEIGHT	GRADE	CPLG	BOREID	DRIFT ID	DRIFT ID COLLAPSE (PSI)	BURST (PSI)	BURST (PSI) TENSION (1k LBS)	Surface
(Inches)	(LB/FT)		TYPE	(Inches)	(Inches)	API / CoP	API / CoP	API / CoP	P
13.375	54.5	J-55	втс	12.612	12.459	1,130 / 960	2,730 / 2,320	909 / 772	

ć	13.63	3.08	7 00	677 / 908	2 730 / 2 320	1 130 / 960 2 730 / 2 320	BTC	12 459	12 612	14.375	
	Tension (Body)	Collapse	Burst	API / CoP	API / CoP	API / CoP	TYPE	(Inches)	(Inches)	(Inches)	
	Actual Design / Safety Factors	Actual Desig		TENSION (1k LBS)	BURST (PSI)	COLLAPSE (PSI)	CPLG	DRIFT	Q	8	
	i ension (Boay & 1.40	Collapse 1.05	1.15				ICE DATA:	MENSIONAL / PERFORMANCE DATA:	DIMENSIONAL	CONNECTION	
ď	Minimum Design / Safety Factors COP	Minimum Desigr									
				909 / 772	1,130 / 960 2,730 / 2,320	1,130 / 960	12.459	12.612	втс	1-55	54.5
	to Drill Out	Pressure Test Prior to Drill Out	Pre	API / CoP	API / CoP	API / CoP	(Inches)	(Inches)	TYPE		(LB/FT)
	sure = 1,500 psi	Surface Casing Test Pressure = 1,500 psi	Surface	TENSION (1k LBS)	BURST (PSI)	COLLAPSE (PSI) BURST (PSI)	DRIFT ID	BOREID	CPLG	GRADE	WEIGHT

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Actual Design / Safety Factors	Tension (Body)	13.63	15.69				ressure = TBD		fety Factors	Tension (Body & Connection)	1.40	Actual Design / Safety Factors	Tension (Body)	2.11	2.47
Actual Desig	Collapse	3.08					Production Casing Test Pressure = TBD		Minimum Design / Safety Factors	Collapse	1.05	Actual Desig	Collapse	2.85	
	Burst	4.99					Production		Minim	Burst	1.15		Burst	1.89	
TENSION (1k LBS)	API / CoP	909 / 772		10.368' TVD			TENSION (1k LBS)	API / CoP	916 / 654			TENSION (1k LBS)	API / CoP	947 / 676	
BURST (PSI)	API / CoP	2,730 / 2,320		10.954' MD			BURST (PSI)	API / CoP	5,750 / 5000			BURST (PSI)	API / CoP	5,750 / 5000	
COLLAPSE (PSI)	API / CoP	1,130 / 960		Setting Denth: 10.954' MD	5		COLLAPSE (PSI)	API / CoP	3,870 / 3,685			COLLAPSE (PSI)	API / CoP	3,870 / 3,685	
CPLG	TYPE	втс					DRIFT ID	(Inches)	8.75		ICE DATA:	CPLG	TYPE	BTC	
DRIFT	(Inches)	12.459		z	•		BOREID	(Inches)	8.835		/ PERFORMAN	DRIFT	(Inches)	8.75	
Q	(Inches)	12.612		NEORMATION		E DATA:	CPLG	TYPE	втс		CONNECTION DIMENSIONAL / PERFORMANCE DATA:	QI	(Inches)	8.835	
QO	(Inches)	14.375		INTERMEDIATE CASING DESIGN IN		ERFORMANCE	CBADE	GINADL	L80-IC		CONNECTION	Ф	(Inches)	10.625	
			2	OIATE CASIN		MENSIONAL / P	WEIGHT	(LB/FT)	40.0		•				4
				INTERME		PIPE BODY DIMENSIONAL / PERFORMANCE	SIZE	(Inches)	9.625						

))		;	(10:) 10::(10:)	(-)	(co.,)		rigicad mass
			(Inches)	(Inches)	(Inches)	TYPE	API / CoP	API / CoP	API / CoP	Burst	Collapse
			10.625	8.835	8.75	BTC	3,870 / 3,685	5,750 / 5000	947 / 676	1.89	2.85
PRODUC	TION CASI	PRODUCTION CASING DESIGN INFORMATION	INFORMATIO	z			Setting Depth: 20.218' MD	20,218' MD	10.368' TVD		
_	PIPE BODY DI	PIPE BODY DIMENSIONAL / PERFORMANCE DATA:	PERFORMANCE	E DATA:							
	SIZE	WEIGHT		CPLG	BOREID	DRIFT ID	DRIFT ID COLLAPSE (PSI)		BURST (PSI) TENSION (1k LBS)	Production	Production Casing Test Pres

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Production Casing Test Pressure = TBD		fety Factors	Tension (Body & Connection)	1.40	Actual Design / Safety Factors	Tension (Body)	3.52	4.19
on Casing Test I		Minimum Design / Safety Factors	Collapse	1.05	Actual Desig	Collapse	7.04	
Productic		Minim	Burst	1.15		Burst	4.00	
TENSION (1k LBS)	API / CoP	729 / 521			TENSION (1k LBS)	API / CoP	729 / 521	
BURST (PSI)	API / CoP	14,360 / 12,487			BURST (PSI)	API / CoP	12,100 / 11,524 14,360 / 12,487	
COLLAPSE (PSI)	API / CoP	12,100 / 11,524 14,360 / 12,487			COLLAPSE (PSI)	API / CoP	12,100 / 11,524	
DRIFT ID	(Inches)	4.653		ICE DATA:	CPLG	TYPE	TXP	
BOREID	(Inches)	4.778		NAL / PERFORMANCE DATA:	DRIFT	(Inches)	4.653	
CPLG	TYPE	TXP		MENSIO	Q	(Inches)	4.766	
GDADE	GNADE	P-110 ICY		CONNECTION DI	ОO	(Inches)	6.1	
WEIGHT	(LB/FT)	20		•				-
SIZE	(Inches)	5.5						

TXP® BTC Printed on: 22/04/2019 (*)GradeJ55 (Casing) 87.5% Min. Wall **Thickness** Outside 13.375 in. Connection OD REGULAR Coupling Pipe Body Diameter Option Wall Thickness 0.380 in. **API Standard** Body: Bright Green Drift 1st Band: Bright Green Grade J55 (Casing)* Type Casing 1st Band: 2nd Band: -White 2nd Band: -3rd Band: -3rd Band: -4th Band: -

PIPE BODY D	DATA				
Geometry					
Nominal OD	13.375 in.	Nominal Weight	54.5 lbs/ft	Drift	12.459 in.
Nominal ID	12.615 in.	Wa ll Thickness	0.380 in.	Plain End Weight	52.79 lbs/ft
OD Tolerance	API				
Performance					
Body Yield Strength	853 x1000 lbs	Internal Yield	2730 psi	SMYS	55000 psi
Collapse	1130 psi				
CONNECTIO	N DATA				
Geometry					
Connection OD	14.375 in.	Coupling Length	10.825 in.	Connection ID	12.603 in.
Make-up Loss	4.891 in.	Threads per in	5	Connection OD Option	REGULAR
Performance					
Tension Efficiency	100.0 %	Joint Yield Strength	853.000 x1000 lbs	Internal Pressure Capacity [1]	2730.000 psi
Compression Efficiency	100 %	Compression Strength	853.000 x1000 lbs	Max. Allowable Bending	19 °/100 ft
External Pressure Capacity	1130.000 psi				
Make-Up Tord	ques				
Minimum	21610 ft-lbs	Optimum	24010 ft-lbs	Maximum	26410 ft-lbs
Operation Lin	nit Torques				
Operating Torque	54300 ft-lbs	Yield Torque	68700 ft-lbs		

Notes

[1] Internal Pressure Capacity related to structural resistance only. Internal pressure leak resistance as per section 10.3 API 5C3 / ISO 10400 - 2007.

Datasheet is also valid for Special Bevel option when applicable - except for Coupling Face Load, which will be reduced. Please contact a local Tenaris technical sales representative.

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Lea, Co, NM
Sec 20 T26S R32E
ZHU 2032 BS 16H

7/8/2019

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1,224' TVD
1,224' MD
Setting Depth:
Z
IFORMATIC
DESIGN IN
SURFACE CASING DESIG
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PIPE BODY DI	MENSIONAL / F	ERFORMANCE DATA:	DATA:						
SIZE	WEIGHT	GRADE	CPLG	BOREID	DRIFT ID	DRIFT ID COLLAPSE (PSI)	BURST (PSI)	BURST (PSI) TENSION (1k LBS)	Surface
(Inches)	(LB/FT)		TYPE	(Inches)	(Inches)	API / CoP	API / CoP	API / CoP	P
13.375	54.5	J-55	втс	12.612	12.459	1,130 / 960	2,730 / 2,320	909 / 772	

ć	13.63	3.08	7 00	677 / 908	2 730 / 2 320	1 130 / 960 2 730 / 2 320	BTC	12 459	12 612	14.375	
	Tension (Body)	Collapse	Burst	API / CoP	API / CoP	API / CoP	TYPE	(Inches)	(Inches)	(Inches)	
	Actual Design / Safety Factors	Actual Desig		TENSION (1k LBS)	BURST (PSI)	COLLAPSE (PSI)	CPLG	DRIFT	Q	8	
	i ension (Boay & 1.40	Collapse 1.05	1.15				ICE DATA:	MENSIONAL / PERFORMANCE DATA:	DIMENSIONAL	CONNECTION	
ď	Minimum Design / Safety Factors COP	Minimum Desigr									
				909 / 772	1,130 / 960 2,730 / 2,320	1,130 / 960	12.459	12.612	втс	1-55	54.5
	to Drill Out	Pressure Test Prior to Drill Out	Pre	API / CoP	API / CoP	API / CoP	(Inches)	(Inches)	TYPE		(LB/FT)
	sure = 1,500 psi	Surface Casing Test Pressure = 1,500 psi	Surface	TENSION (1k LBS)	BURST (PSI)	COLLAPSE (PSI) BURST (PSI)	DRIFT ID	BOREID	CPLG	GRADE	WEIGHT

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Actual Design / Safety Factors	Tension (Body)	13.63	15.69				ressure = TBD		fety Factors	Tension (Body & Connection)	1.40	Actual Design / Safety Factors	Tension (Body)	2.11	2.47
Actual Desig	Collapse	3.08					Production Casing Test Pressure = TBD		Minimum Design / Safety Factors	Collapse	1.05	Actual Desig	Collapse	2.85	
	Burst	4.99					Production		Minim	Burst	1.15		Burst	1.89	
TENSION (1k LBS)	API / CoP	909 / 772		10.368' TVD			TENSION (1k LBS)	API / CoP	916 / 654			TENSION (1k LBS)	API / CoP	947 / 676	
BURST (PSI)	API / CoP	2,730 / 2,320		10.954' MD			BURST (PSI)	API / CoP	5,750 / 5000			BURST (PSI)	API / CoP	5,750 / 5000	
COLLAPSE (PSI)	API / CoP	1,130 / 960		Setting Denth: 10.954' MD	5		COLLAPSE (PSI)	API / CoP	3,870 / 3,685			COLLAPSE (PSI)	API / CoP	3,870 / 3,685	
CPLG	TYPE	втс					DRIFT ID	(Inches)	8.75		ICE DATA:	CPLG	TYPE	BTC	
DRIFT	(Inches)	12.459		z	•		BOREID	(Inches)	8.835		/ PERFORMAN	DRIFT	(Inches)	8.75	
Q	(Inches)	12.612		NEORMATION		E DATA:	CPLG	TYPE	втс		CONNECTION DIMENSIONAL / PERFORMANCE DATA:	QI	(Inches)	8.835	
QO	(Inches)	14.375		INTERMEDIATE CASING DESIGN IN		ERFORMANCE	CBADE	GINADL	L80-IC		CONNECTION	Ф	(Inches)	10.625	
			2	OIATE CASIN		MENSIONAL / P	WEIGHT	(LB/FT)	40.0		•				4
				INTERME		PIPE BODY DIMENSIONAL / PERFORMANCE	SIZE	(Inches)	9.625						

))		;	(10:) 10::(10:)	(-)	(co.,)		rigicad mass
			(Inches)	(Inches)	(Inches)	TYPE	API / CoP	API / CoP	API / CoP	Burst	Collapse
			10.625	8.835	8.75	BTC	3,870 / 3,685	5,750 / 5000	947 / 676	1.89	2.85
PRODUC	TION CASI	PRODUCTION CASING DESIGN INFORMATION	INFORMATIO	z			Setting Depth: 20.218' MD	20,218' MD	10.368' TVD		
_	PIPE BODY DI	PIPE BODY DIMENSIONAL / PERFORMANCE DATA:	PERFORMANCE	E DATA:							
	SIZE	WEIGHT		CPLG	BOREID	DRIFT ID	DRIFT ID COLLAPSE (PSI)		BURST (PSI) TENSION (1k LBS)	Production	Production Casing Test Pres

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Production Casing Test Pressure = TBD		fety Factors	Tension (Body & Connection)	1.40	Actual Design / Safety Factors	Tension (Body)	3.52	4.19
on Casing Test I		Minimum Design / Safety Factors	Collapse	1.05	Actual Desig	Collapse	7.04	
Productic		Minim	Burst	1.15		Burst	4.00	
TENSION (1k LBS)	API / CoP	729 / 521			TENSION (1k LBS)	API / CoP	729 / 521	
BURST (PSI)	API / CoP	14,360 / 12,487			BURST (PSI)	API / CoP	12,100 / 11,524 14,360 / 12,487	
COLLAPSE (PSI)	API / CoP	12,100 / 11,524 14,360 / 12,487			COLLAPSE (PSI)	API / CoP	12,100 / 11,524	
DRIFT ID	(Inches)	4.653		ICE DATA:	CPLG	TYPE	TXP	
BOREID	(Inches)	4.778		NAL / PERFORMANCE DATA:	DRIFT	(Inches)	4.653	
CPLG	TYPE	TXP		MENSIO	Q	(Inches)	4.766	
GDADE	GNADE	P-110 ICY		CONNECTION DI	ОO	(Inches)	6.1	
WEIGHT	(LB/FT)	20		•				-
SIZE	(Inches)	5.5						

TXP® BTC Printed on: 22/04/2019 Min. Wall 87.5% (*)GradeL80-IC **Thickness** Connection OD REGULAR Option 9.625 in. Coupling Pipe Body Outside Diameter Wall Thickness 0.395 in. Drift API Standard Body: Red 1st Band: Red L80-IC* Grade Type Casing 1st Band: 2nd Band: Brown Brown

3rd Band: - 4th Band: -

3rd Band: Pale Green

2nd Band: -

PIPE BODY DATA Geometry Nominal OD 9.625 in. Nominal 40 lbs/ft Drift 8.679 in. Nominal ID 8.835 in. Wall 0.395 in. Plain End 38.97 lbs/ft Weight OD API Tolerance Performance Body Yield 916 x1000 lbs Internal Yield 5750 psi SMYS 80000 psi	-
Nominal OD 9.625 in. Nominal Weight Nominal ID 8.835 in. Wall 0.395 in. Plain End 38.97 lbs/ft Weight OD API Tolerance Performance Body Yield 916 x1000 lbs Internal 5750 psi SMYS 80000 psi	
Weight Nominal ID 8.835 in. Wall 0.395 in. Plain End 38.97 lbs/ft OD API Tolerance Performance Body Yield 916 x1000 lbs Internal 5750 psi SMYS 80000 psi	
Thickness Weight OD API Tolerance Performance Body Yield 916 x1000 lbs Internal 5750 psi SMYS 80000 psi	
Tolerance Performance Body Yield 916 x1000 lbs Internal 5750 psi SMYS 80000 psi	
Body Yield 916 x1000 lbs Internal 5750 psi SMYS 80000 psi	•
Collapse 3870 psi	
CONNECTION DATA	
Geometry	
Connection 10.625 in. Coupling 10.825 in. Connection 8.823 in. Length ID	
Make-up 4.891 in. Threads per 5 Connection REGULAR Loss in OD Option	
Performance	
Tension 100.0 % Joint Yield 916.000 x1000 Internal 5750.000 psi Efficiency Strength Ibs Pressure Capacity [1]	
Compression 100 % Compression 916.000 x1000 Max. 38 °/100 ft Efficiency Strength lbs Allowable Bending	
External 3870.000 psi Pressure Capacity	
Make-Up Torques	
Minimum 18860 ft-lbs Optimum 20960 ft-lbs Maximum 23060 ft-lbs	
Operation Limit Torques	
Operating 35600 ft-lbs Yield 43400 ft-lbs Torque Torque	

Notes

This connection is fully interchangeable with:

[1] Internal Pressure Capacity related to structural resistance only. Internal pressure leak resistance as per section 10.3 API 5C3 / ISO 10400 - 2007.

Datasheet is also valid for Special Bevel option when applicable - except for Coupling Face Load, which will be reduced. Please contact a local Tenaris technical sales representative.

For further information on concepts indicated in this datasheet, download the Datasheet Manual from www.tenaris.com

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Lea, Co, NM
Sec 20 T26S R32E
ZHU 2032 BS 16H

7/8/2019

۵
1,224' TVD
1,224' MD
Setting Depth:
Z
IFORMATIC
DESIGN IN
SURFACE CASING DESIG
SURFAC

PIPE BODY DI	MENSIONAL / F	ERFORMANCE DATA:	DATA:						
SIZE	WEIGHT	GRADE	CPLG	BOREID	DRIFT ID	DRIFT ID COLLAPSE (PSI)	BURST (PSI)	BURST (PSI) TENSION (1k LBS)	Surface
(Inches)	(LB/FT)		TYPE	(Inches)	(Inches)	API / CoP	API / CoP	API / CoP	P
13.375	54.5	J-55	втс	12.612	12.459	1,130 / 960	2,730 / 2,320	909 / 772	

ć	13.63	3.08	7 00	677 / 908	2 730 / 2 320	1 130 / 960 2 730 / 2 320	BTC	12 459	12 612	14.375	
	Tension (Body)	Collapse	Burst	API / CoP	API / CoP	API / CoP	TYPE	(Inches)	(Inches)	(Inches)	
	Actual Design / Safety Factors	Actual Desig		TENSION (1k LBS)	BURST (PSI)	COLLAPSE (PSI)	CPLG	DRIFT	Q	8	
	i ension (Boay & 1.40	Collapse 1.05	1.15				ICE DATA:	MENSIONAL / PERFORMANCE DATA:	DIMENSIONAL	CONNECTION	
ď	Minimum Design / Safety Factors COP	Minimum Desigr									
				909 / 772	1,130 / 960 2,730 / 2,320	1,130 / 960	12.459	12.612	втс	1-55	54.5
	to Drill Out	Pressure Test Prior to Drill Out	Pre	API / CoP	API / CoP	API / CoP	(Inches)	(Inches)	TYPE		(LB/FT)
	sure = 1,500 psi	Surface Casing Test Pressure = 1,500 psi	Surface	TENSION (1k LBS)	BURST (PSI)	COLLAPSE (PSI) BURST (PSI)	DRIFT ID	BOREID	CPLG	GRADE	WEIGHT

Dry Bouyed

		۵	Ď												Ď
Actual Design / Safety Factors	Tension (Body)	13.63	15.69				ressure = TBD		fety Factors	Tension (Body & Connection)	1.40	Actual Design / Safety Factors	Tension (Body)	2.11	2.47
Actual Desig	Collapse	3.08					Production Casing Test Pressure = TBD		Minimum Design / Safety Factors	Collapse	1.05	Actual Desig	Collapse	2.85	
	Burst	4.99					Production		Minim	Burst	1.15		Burst	1.89	
TENSION (1k LBS)	API / CoP	909 / 772		10.368' TVD			TENSION (1k LBS)	API / CoP	916 / 654			TENSION (1k LBS)	API / CoP	947 / 676	
BURST (PSI)	API / CoP	2,730 / 2,320		10.954' MD			BURST (PSI)	API / CoP	5,750 / 5000			BURST (PSI)	API / CoP	5,750 / 5000	
COLLAPSE (PSI)	API / CoP	1,130 / 960		Setting Denth: 10.954' MD	5		COLLAPSE (PSI)	API / CoP	3,870 / 3,685			COLLAPSE (PSI)	API / CoP	3,870 / 3,685	
CPLG	TYPE	втс					DRIFT ID	(Inches)	8.75		ICE DATA:	CPLG	TYPE	BTC	
DRIFT	(Inches)	12.459		z	•		BOREID	(Inches)	8.835		/ PERFORMAN	DRIFT	(Inches)	8.75	
Q	(Inches)	12.612		NEORMATION		E DATA:	CPLG	TYPE	втс		CONNECTION DIMENSIONAL / PERFORMANCE DATA:	QI	(Inches)	8.835	
QO	(Inches)	14.375		INTERMEDIATE CASING DESIGN IN		ERFORMANCE	CBADE	GINADL	L80-IC		CONNECTION	Ф	(Inches)	10.625	
			2	OIATE CASIN		MENSIONAL / P	WEIGHT	(LB/FT)	40.0		•				4
				INTERME		PIPE BODY DIMENSIONAL / PERFORMANCE	SIZE	(Inches)	9.625						

))		;	(10:) 10::(10:)	(-)	(co.,)		rigicad mass
			(Inches)	(Inches)	(Inches)	TYPE	API / CoP	API / CoP	API / CoP	Burst	Collapse
			10.625	8.835	8.75	BTC	3,870 / 3,685	5,750 / 5000	947 / 676	1.89	2.85
PRODUC	TION CASI	PRODUCTION CASING DESIGN INFORMATION	INFORMATIO	z			Setting Depth: 20.218' MD	20,218' MD	10.368' TVD		
_	PIPE BODY DI	PIPE BODY DIMENSIONAL / PERFORMANCE DATA:	PERFORMANCE	E DATA:							
	SIZE	WEIGHT		CPLG	BOREID	DRIFT ID	DRIFT ID COLLAPSE (PSI)		BURST (PSI) TENSION (1k LBS)	Production	Production Casing Test Pres

Dry Bouyed

							Dry	Bouyed
Production Casing Test Pressure = TBD		fety Factors	Tension (Body & Connection)	1.40	Actual Design / Safety Factors	Tension (Body)	3.52	4.19
on Casing Test I		Minimum Design / Safety Factors	Collapse	1.05	Actual Desig	Collapse	7.04	
Productic		Minim	Burst	1.15		Burst	4.00	
TENSION (1k LBS)	API / CoP	729 / 521			TENSION (1k LBS)	API / CoP	729 / 521	
BURST (PSI)	API / CoP	14,360 / 12,487			BURST (PSI)	API / CoP	12,100 / 11,524 14,360 / 12,487	
COLLAPSE (PSI)	API / CoP	12,100 / 11,524 14,360 / 12,487			COLLAPSE (PSI)	API / CoP	12,100 / 11,524	
DRIFT ID	(Inches)	4.653		ICE DATA:	CPLG	TYPE	TXP	
BOREID	(Inches)	4.778		NAL / PERFORMANCE DATA:	DRIFT	(Inches)	4.653	
CPLG	TYPE	TXP		MENSIO	Q	(Inches)	4.766	
10,400	GNADE	P-110 ICY		CONNECTION DI	ОO	(Inches)	6.1	
WEIGHT	(LB/FT)	20		•				-
SIZE	(Inches)	5.5						



H₂S Contingency Plan November 2016

H₂S Contingency Plan Holders:

Attached is an H₂S Contingency Plan for COPC Permian Drilling working in the West Texas and Southeastern New Mexico areas operated by ConocoPhillips Company.

If you have any question regarding this plan, please call Matt Oster (830) 583-1297, or Ryan Vacarella (985) 217-7594.

Table of Contents

Section

- I. Purpose
- II. Scope
- III. Procedures
- IV. Emergency Equipment and Maintenance

Emergency Equipment Suppliers
General Information
H2S Safety Equipment and Monitoring Systems

- V. Emergency Call List
- VI. Public/Media Relations
- VII. Pubic Notification/Evacuation
- VIII. Forms/Reports



HYDROGEN SULFIDE (H₂S) OPERATIONS

Contingency Plan For Permian Drilling Operations

ConocoPhillips Company

Mid-Continent Business Unit Permian Asset Area

I.PURPOSE

The purpose of this Contingency Plan is to provide an organized plan of action for alerting and protecting the public following the release of a potentially hazardous volume of hydrogen sulfide. This plan prescribes mandatory safety procedures to be followed in the event of a release of H₂S into the atmosphere from exploration and production operations included in the scope of this plan. The extent of action taken will be determined by the supervisor and will depend on the severity and extent of H₂S release. Release of H₂S must be reported to the Drilling Superintendent and documented on the IADC and in Wellview.

II. SCOPE

This Contingency plan shall cover the West Texas and Southeastern New Mexico areas, which contain H2S gas and could result in a release where the R.O.E. is greater than 100 ppm at 50' and less than 3000' and does not include a public area and 500 ppm R.O.E. does not include a public road. Radius of exposure is defined as the maximum distance from the source of release that a specified calculated average concentration of H₂S could exist under specific weather conditions.

III. PROCEDURES

First E	Employee on Scene
	Assess the incident and <u>ensure your own safety</u> .
	Note the following:
	 Location of the incident. Nature of the incident. Wind direction and weather conditions. Other assistance that may be needed.
	Call local supervisory personnel (refer to Section V: Emergency Call List) until personal contact is made with a person on the list.
	Perform emergency assessment and response as needed. The response may include rescue and/or evacuation of personnel, shutting in a system and/or notification of nearby residents/public (refer to Section VII: Public Notification/Evacuation).
	Secure the site.
	Follow the direction of the On-scene Incident Commander (first ConocoPhillips supervisor arriving on-scene).
First S	Supervisor on Scene (ConocoPhillips On-scene Incident Commander)
	Becomes ConocoPhillips' On-scene Incident Commander upon arrival to location.
	Follow the principles of the D.E.C.I.D.E. process below to assess the incident. (Note wind direction and weather conditions and ensure everyone's safety).
	DETECT the problem ESTIMATE likely harm without intervention CHOOSE response objectives IDENTIFY action options DO the best option EVALUATE the progress

(refer to Section VIII: Forms/Reports).
Call your supervisor (refer to Section V: Emergency Call List).
Perform emergency response as necessary. (This may include notification & evacuation of all personnel and/or nearby residents/public (refer to Section VII: Public Notification/Evacuation), requesting assistance from ConocoPhillips personnel or outside agencies (refer to Section V: Emergency Call List) and obtaining any safety equipment that may be required (refer to Section IV: Emergency Equipment and Maintenance).
 Notify appropriate local emergency response agencies of the incident as needed. Also notify the appropriate regulatory agencies. (refer to Section V: Emergency Call List).
—— Ensure site security.
— Set barricades and /or warning signs at or beyond the calculated 100 ppm H ₂ S radius of exposure (ROE). All manned barricades must be equipped with an H ₂ S monitor and a 2-way radio.
— Set roadblocks and staging area as determined.
— Establish the Incident Command Structure by designating appropriate on- scene response personnel as follows:
Recording Secretary Public Information Officer Safety/Medical Officer Decontamination Officer
 Have the "Recording Secretary" begin documenting the incident on the "Incident Log" (refer to Section VIII: Forms/Reports).
—— If needed, request radio silence on all channels that use your radio tower stating that, until further notice, the channels should be used for emergency communications only.
—— Perform a Site Characterization and designate the following:
Hot Zone Hazardous Area Warm Zone Preparation & Decontamination Area Cold Zone Safe Area

AND

On-Scene Incident Command Post Public Relations Briefing Area Staging Area Triage Area Decontamination Area	(Cold Zone) (Cold Zone) (Cold Zone) (Cold Zone) (Warm Zone)
Refer all media personnel to ConocoPhillips' On-Scen Officer (refer to Section VI: Public Media Relations).	e Public Information
Coordinate the attempt to stop the release of H ₂ S. Yo closing upstream and downstream valves to shut-off and/or plugging or clamping leaks. Igniting escaping toxicity hazard should be used ONLY AS A LAST RE be determined if the gas can be safely ignited, taking there is a possibility of a widespread flammable atmo	gas supply sources, gas to reduce the ESORT . (It must first into consideration if
Once the emergency is over, return the situation to no	rmal by:
Confirming the absence of H ₂ S and combustible area,	gas throughout the
Discontinuing the radio silence on all channels, semergency incident is over,	stating that the
Removing all barricades and warning signs,	
Allowing evacuees to return to the area, and	
Advising all parties previously notified that the en	mergency has ended.
Ensure the proper regulatory authorities/agencies are rincident (refer to Section V: Emergency Call List).	notified of the
 Clean up the site. (Be sure all contractor crews have l HAZWOPER training.) 	nad appropriate
Report completion of the cleanup to the Asset Environmentalist will report this to the proper State ar agencies.)	

 Fill out all required incident reports and send originals to the Safety Department. (Keep a copy for your records.)
Company employee receiving occupational injury or illnesses.
 Company employee involved in a vehicle accident while driving a company vehicle.
Company property that is damaged or lost.
 Accident involving the public or a contractor; includes personal injuries, vehicle accidents, and property damage. Also includes any situation, which could result in a claim against the Company.
Hazardous Material Spill/Release Report Form
Emergency Drill Report
Assist the Safety Department in the investigation of the incident. Review the factors that caused or allowed the incident to occur, and modify operating, maintenance, and/or surveillance procedures as needed. Make appropriate repairs and train or retrain employees in the use and operation of the system.
 If this incident was simulated for practice in emergency response, complete the Emergency Drill Report found in Section VIII: Forms/Reports and submit a copy to the Drilling Manager. (Keep one copy in area files to document exercising of the plan.)

Emergency Procedures Responsibility

In the event of a release of potentially hazardous amounts of H2S, all personnel will immediately proceed upwind/ crosswind to the nearest designated briefing area. The COPC Drilling Rep. will immediately, upon assessing the situation, set this into action by taking the proper procedures to contain the gas and notify appropriate people and agencies.

- 1. In an emergency situation, the Drilling Rep. on duty will have complete responsibility and will take whatever action is deemed necessary in an emergency situation to insure the personnel's safety, to protect the well and to prevent property damage.
- 2. The Toolpusher will assume all responsibilities of the Drilling Rep. in an emergency situation in the event the Drilling Rep. becomes incapacitated.
- 3. Advise each contractor, service company, and all others entering the site that H2S may be encountered and the potential hazards that may exist.
- 4. Authorize the evacuation of local residents if H2S threatens their safety.
- 5. Keep the number of persons on location to a minimum during hazardous operations.
- 6. Direct corrective actions to control the flow of gas.
- 7. Has full responsibility for igniting escaping gas to reduce the toxicity hazard.

This should be used **ONLY AS A LAST RESORT**.

IV. **EMERGENCY EQUIPMENT and MAINTENANCE**

Emergency Equipment Suppliers

DXP/ Safety International - Odessa, Tx.

H₂S monitors 432.580.3770

Breathing air includes cascade systems

First aid and medical supplies

Safety equipment

H2S Specialist

Total Safety US Odessa, Tx/ Hobs, NM

432.561.5049 Odessa 575.392.2973 Hobbs H₂S monitors

Breathing air includes cascade systems

First aid and medical supplies

Safety equipment

DXP/ Indian Fire & Safety - Hobbs, NM

575.393.3093

H₂S monitors

Breathing air including cascade systems trailer mounted

30 minute air packs

Safety Equipment

TC Safety - Odessa, Tx.

H₂S monitors 432.413.8240

Cascade systems trailer mounted

30 minute air packs

Safety Equipment

H2S Specialist

Secorp Industries - Odessa, Tx.

432.614.2565

H2S Monitor Systems

Cascade Systems

H2S Specialist

H2S, CPR, First Aid Training

Emergency Equipment and Maintenance (continued)

General Information

Materials used for repair should be suitable for use where H₂S concentrations exceed 100 ppm. In general, carbon steels having low-yield strengths and a hardness below RC-22 are suitable. The engineering staff should be consulted if any doubt exists on material specifications.

Appropriate signs should be maintained in good condition at location entrance and other locations as specified in Texas Rule 36 and NMOCD Rule 118.

All notification lists should be kept current with changes in names, telephone numbers, etc.

All shutdown devices, alarms, monitors, breathing air systems, etc., should be maintained in accordance with applicable regulations.

All personnel working in H₂S areas shall have received training on the hazards, characteristics, and properties of H₂S, and on procedures and safety equipment applicable for use in H₂S areas.

H2S Safety Equipment and Monitoring Systems

An H2S emergency response package will be maintained at locations requiring H2S monitoring. The package will contain at a minimum the following:

- 3 Fixed H2S sensors located as follows:
 - 1 on the rig floor
 - 1 at the Bell Nipple
 - 1 at the Shale Shaker or Flowline
- 1 <u>Entrance Warning Sign located at the main entrance to the location, with warning signs and colored flags to determine the current status for entry into the location.</u>
- 2 Windsocks that are clearly visible.
- 1 <u>Audible</u> warning system located on rig floor
- 2 Visual warning systems (Beacon Lights)
 - 1 Located at the rig floor
 - 1 Located in the mud mixing room

Note: All alarms (audible and visual) should be set to alarm at 10 ppm.

- 2 Briefing areas clearly marked
 - 2 SCBA's at each briefing area
 - 1- SCBA located at the Drilling Reps office

Note:

- 1. All SCBA's must be positive pressure type only!!!
- 2. All SCBA's must either be Scott or Drager brand.
- 3. All SCBA's face pieces should be <u>size large</u>, unless otherwise specified by the Drilling Supervisor.
- 5 <u>Emergency Escape Paks</u> located at Top Doghouse.

Note: Ensure provisions are included for any personnel working above rig floor in derrick.

832 630 4320

832.513.9308

Office: 432.684.5581

1 – <u>Tri or Quad gas monitor</u> located at the Drilling Reps office. This will be used to determine if the work area if safe to re-enter prior to returning to work following any alarm.

V. EMERGENCY CALL LIST:

The following is a <u>priority</u> list of personnel to contact in an emergency situation:

Supervisory Personnel Office No. Cellphone Drilling Supt. (Unconventional) Scott Nicholson 432 688 9065 432.230.8010 Field Superintendents: Clint Case 432.688.6878 940.231.2839 Safety Support: **Matt Oster** 830.583.1245 601.540.6988 Ryan Vaccarella 985.217.7594 NA Supt Operations-SEMN/Shale Mike Neuschafer 432.688.6834 713.419.9919 MCBU Safety Coordinator

432.688.6860

832.486.6191

EMERGENCY CALL LIST: State Officials

Regulatory Agencies

Texas Railroad Commission (District 8)

Midland, Texas

James Buzan

Seth Crissman

Manger GCBU/MCBU D & C

New Mexico Oil Conservation Commission Office: 575.393.6161

P. O. Box 1980

Hobbs, New Mexico 88240-1980

Office: 575.234.5972

Fax: 575.885.9264

Bureau of Land Mngt.

Carlsbad Field Office 620 E. Greene St. Carlsbad, NM 88220

EMERGENCY CALL LIST: Local Officials

Refer to the <u>Location Information Sheet</u>
Note: The LIS should include any area residents (i.e. rancher's house, etc)

VI. Public Media Relations

The **Public Information Officer** becomes the ConocoPhillips on-scene contact (once designated by the Phillips On-Scene Incident Commander).

Confers with Houston Office's Human Relations Representative, who is responsible for assisting in the coordination of local public relations duties.

Answer media questions honestly and **only with facts.** do not speculate about the cause, amount of damage, or the potential impact of the incident of the community, company, employees, or environment. (This information will be formally determined in the incident investigation.)

If you are comfortable answering a question or if you are unsure of the answer, use terms such as the following:

- "I do not know. I will try to find out."
- I am not qualified to answer that question, but I will try to find someone who can."
- "It is under investigation."

Note:

Do Not Say "No Comment." (This implies a cover-up.)

Do Not Disclose Names of Injured or Dead! Confer with the Houston Office's Human Relations Representative, who is responsible for providing that information.

VII. Public Notification/Evacuation

Alert and/or Evacuate People within the Exposure Area

1. <u>Public Notification</u> – If the escape of gas could result in a hazard to area residents, the general public, or employees, the person <u>first</u> observing the leak should take <u>immediate</u> steps to cause notification of any nearby residents. The avoidance of injury or loss of life should be of prime consideration and given top priority in all cases. If the incident is of such magnitude, or at such location as to create a hazardous situation, local authorities will be requested to assist in the evacuation and roadblocks of the designated area until the situation can be returned to normal.

Note: Bilingual employees may be needed to assist in notification of residents.

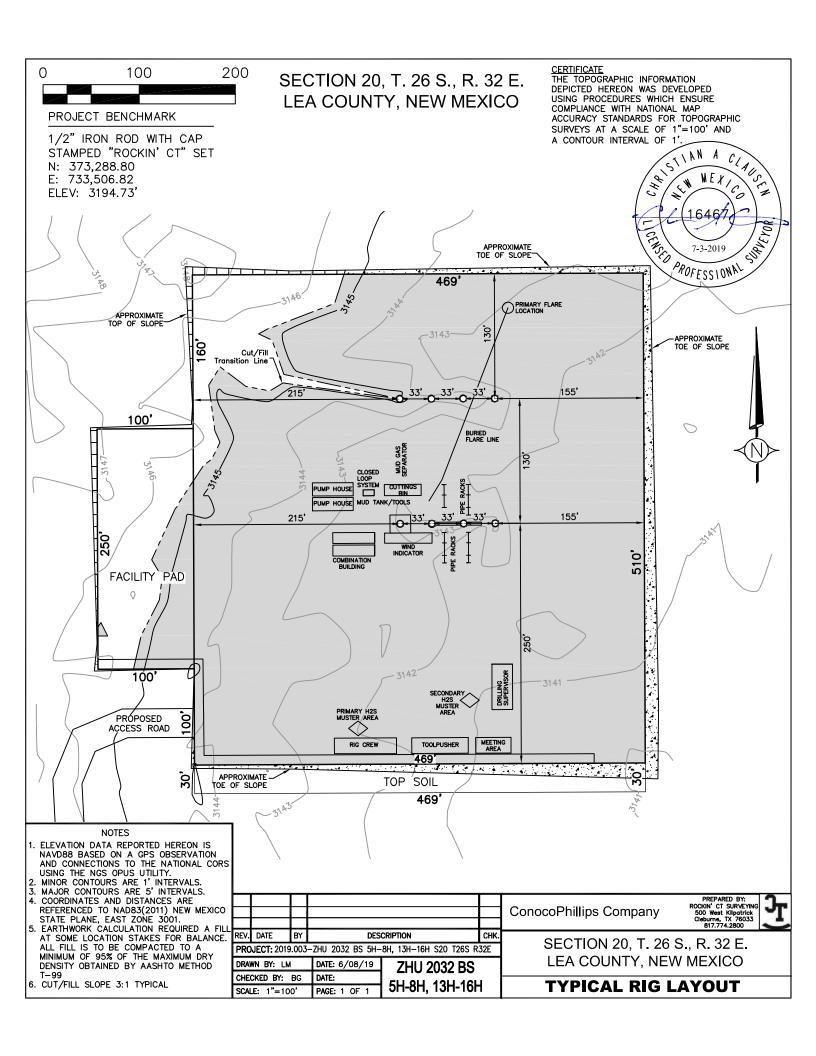
2. <u>Evacuation Procedures</u> – Evacuation will proceed upwind from the source of the release of H₂S. Extreme caution should be exercised in order to avoid any depressions or low-lying areas in the terrain. The public area within the radius of exposure should be evacuated in a southwesterly and southeasterly direction so as to avoid the prevailing southern wind direction.

Roadblocks and the staging area should be established as necessary for current wind conditions.

Note: In all situations, consideration should be given to wind direction and weather conditions. H₂S is heavier than air and can settle in low spots. Shifts in wind direction can also change the location of possible hazardous areas.

VIII. FORMS & REPORTS

- I. Incident Log
- II. Preliminary Emergency Information Sheet
- III. Emergency Drill Report
- IV. Onshore Hazardous Material Spill/Release Report Form
- V. Immediate Report of Occupational Injury or Illness Report of Accident-Public Contractor Report of Loss or Damage to Company Property Report of Automotive Incident



ConocoPhillips MCBU - Permian-Panhandle Gold Data

Planning - NM East State Zone - 3001 ZIA HILLS 2032 BS 16H ZIA HILLS 2032 BS 16H

ZIA HILLS 2032 BS 16H

Plan: ZIA HILLS 2032 BS 16H_WP1

Standard Planning Report

03 July, 2019

Planning Report

Database: **EDT 14 Central Planning**

ConocoPhillips MCBU - Permian-Panhandle Company:

Gold Data

Planning - NM East State Zone - 3001 Project:

ZIA HILLS 2032 BS 16H Site: Well: ZIA HILLS 2032 BS 16H Wellbore: ZIA HILLS 2032 BS 16H Design: ZIA HILLS 2032 BS 16H WP1 Local Co-ordinate Reference:

TVD Reference:

MD Reference: North Reference:

Survey Calculation Method:

Site ZIA HILLS 2032 BS 16H

RKB @ 3171.25ft

RKB @ 3171.25ft

Grid

Minimum Curvature

Planning - NM East State Zone - 3001, Permian Basin - New Mexico - East/South East, Planning Project for Permian wells in NM **Project**

Map System: Geo Datum:

Site

US State Plane 1927 (Exact solution)

NAD 1927 (NADCON CONUS)

New Mexico East 3001 Map Zone:

System Datum:

Mean Sea Level

Using geodetic scale factor

ZIA HILLS 2032 BS 16H

Site Position: Northing: 374,626.078 usft Latitude: 32° 1' 42.024 N 698,727.066 usft 103° 41' 31.473 W From: Map Easting: Longitude: **Position Uncertainty:** 0.00 ft **Slot Radius:** 13-3/16 " **Grid Convergence:** 0.34

Well **ZIA HILLS 2032 BS 16H**

Well Position +N/-S 0.00 ft Northing: 374,626.078 usft Latitude: 32° 1' 42.024 N +E/-W 0.00 ft Easting: 698,727.066 usft Longitude: 103° 41' 31.473 W

Position Uncertainty 2.00 ft Wellhead Elevation: **Ground Level:** 3,145.25 ft

Wellbore ZIA HILLS 2032 BS 16H

Magnetics **Declination** Dip Angle Field Strength **Model Name** Sample Date (°) (°) (nT) BGGM2018 2/26/2019 6.90 59.78 47,666.91506741

ZIA HILLS 2032 BS 16H WP1 Design

Audit Notes:

0.00

PLAN Version: Phase: Tie On Depth: 0.00

Vertical Section: Depth From (TVD) +N/-S +E/-W Direction (ft) (ft) (ft) (°) 0.00 0.00 0.00 174.98

Plan Survey Tool Program Depth From Depth To

Date 7/3/2019

(ft) (ft) Survey (Wellbore) **Tool Name** Remarks 1,200.00 ZIA HILLS 2032 BS 16H WP1 (ZNS-GYRO-MS

North sensing gyrocompass

1,200.00 20,218.20 ZIA HILLS 2032 BS 16H_WP1 (ZMWD+IFR1+MS CoP

Fixed:v2:Eagleford, crustal

Planning Report

Database:

EDT 14 Central Planning ConocoPhillips MCBU - Permian-Panhandle Company:

ZIA HILLS 2032 BS 16H_WP1

Gold Data

Project:

ZIA HILLS 2032 BS 16H Site: Well: ZIA HILLS 2032 BS 16H Wellbore: ZIA HILLS 2032 BS 16H

Design:

Planning - NM East State Zone - 3001

Local Co-ordinate Reference: TVD Reference:

MD Reference: North Reference:

Survey Calculation Method:

Site ZIA HILLS 2032 BS 16H

RKB @ 3171.25ft

RKB @ 3171.25ft

Grid

Minimum Curvature

Plan Section	s									
Measured Depth (ft)	Inclination (°)	Azimuth (°)	Vertical Depth (ft)	+N/-S (ft)	+E/-W (ft)	Dogleg Rate (°/100ft)	Build Rate (°/100ft)	Turn Rate (°/100ft)	TFO (°)	Target
0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	
1,300.00	0.00	0.01	1,300.00	0.00	0.00	0.00	0.00	0.00	0.01	
1,935.17	9.53	98.48	1,932.24	-7.77	52.11	1.50	1.50	0.00	98.48	
7,093.52	9.53	98.48	7,019.45	-133.67	896.60	0.00	0.00	0.00	0.00	
7,728.69	0.00	0.00	7,651.69	-141.44	948.71	1.50	-1.50	0.00	180.00	
9,728.69	0.00	0.00	9,651.69	-141.44	948.71	0.00	0.00	0.00	0.00	ZIA HILLS 20 FEDE
9,728.69	0.00	0.00	9,651.69	-141.44	948.71	0.00	0.00	0.00	0.00	
10,853.69	90.00	180.29	10,367.89	-857.63	945.12	8.00	8.00	0.00	180.29	
20,218.20	90.00	180.29	10,367.89	-10,222.01	898.19	0.00	0.00	0.00	0.00	ZIA HILLS 20 FEDE

 ed Survey									
Measured Depth (ft)	Inclination (°)	Azimuth (°)	Vertical Depth (ft)	+N/-S (ft)	+E/-W (ft)	Vertical Section (ft)	Dogleg Rate (°/100ft)	Build Rate (°/100ft)	Turn Rate (°/100ft)
0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
1,300.00	0.00	0.01	1,300.00	0.00	0.00	0.00	0.00	0.00	0.00
1,935.17	9.53	98.48	1,932.24	-7.77	52.11	12.30	1.50	1.50	0.00
7,093.52	9.53	98.48	7,019.45	-133.67	896.60	211.63	0.00	0.00	0.00
7,728.69	0.00	0.00	7,651.69	-141.44	948.71	223.94	1.50	-1.50	0.00
9,728.69	0.00	0.00	9,651.69	-141.44	948.71	223.94	0.00	0.00	0.00
10,853.69	90.00	180.29	10,367.89	-857.63	945.12	937.06	8.00	8.00	0.00
20,218.20	90.00	180.29	10,367.89	-10,222.01	898.19	10,261.40	0.00	0.00	0.00

Design Targets									
Target Name - hit/miss target - Shape	Dip Angle (°)	Dip Dir. (°)	TVD (ft)	+N/-S (ft)	+E/-W (ft)	Northing (usft)	Easting (usft)	Latitude	Longitude
ZIA HILLS 20 FEDE - plan misses tar - Point			6,094.97 6180.41ft	-141.74 MD (6118.93	886.95 TVD, -111.38	374,484.349 8 N, 747.11 E)	699,613.969	32° 1' 40.570 N	103° 41' 21.181 W
ZIA HILLS 20 FEDE - plan hits target - Point		0.00	9,651.69	-141.44	948.71	374,484.648	699,675.728	32° 1' 40.569 N	103° 41' 20.463 W
ZIA HILLS 20 FEDE - plan misses tai - Point			9,651.69 '29.61ft MI	-142.61 D (9652.61 T\	947.78 /D, -141.44 I	374,483.479 N, 948.71 E)	699,674.801	32° 1' 40.557 N	103° 41' 20.474 W
ZIA HILLS 20 FEDE - plan hits target - Point		0.00	10,367.89	-10,222.01	898.19	364,404.553	699,625.214	32° 0' 0.818 N	103° 41' 21.748 W
ZIA HILLS 20 FEDE - plan misses tar - Point			,	-10,220.65 MD (10367.89	959.54 9 TVD, -1022	364,405.914 20.34 N, 898.20	699,686.557 E)	32° 0' 0.828 N	103° 41' 21.035 W

Planning Report

Database: Company:

EDT 14 Central Planning ConocoPhillips MCBU - Permian-Panhandle

Gold Data

Planning - NM East State Zone - 3001 Project:

ZIA HILLS 2032 BS 16H Site: Well: ZIA HILLS 2032 BS 16H Wellbore: ZIA HILLS 2032 BS 16H ZIA HILLS 2032 BS 16H_WP1

Design:

Local Co-ordinate Reference:

TVD Reference:

MD Reference: North Reference:

Survey Calculation Method:

Site ZIA HILLS 2032 BS 16H

RKB @ 3171.25ft

RKB @ 3171.25ft

Grid

Minimum Curvature

Casing Points						
	Measured Depth (ft)	Vertical Depth (ft)		Name	Casing Diameter (")	Hole Diameter (")
	1,200.00	1,200.00	13 3/8"		13-3/8	17-1/2
	10,942.00	10,367.89	9 5/8"		9-5/8	12-1/4
	20,205.00	10,367.89	5 1/2"		5-1/2	8-1/2

WELL PLAN SUMMARY

1280 Extended Reach Single Lateral

Date: Jul 08, 2019 Version: 1

Prepared by: M. Callahan

COUNTY,STATE: Lea, Co, NM AFE: WAF,OND. WELL: ZHU 2032 BS 16H API No.: TRRC Permit: Drilling Network No.:
Invoice Handler ID: VENNECP SURFACE LOC: Sec 20 T26S R32E 2576' FNL 1225' FEL BH LOC: Sec 32 T26S R32E 379' FEL COST ESTIMATE
DRILLING BLM Permit: **ELEVATIONS:** 3,143.8 42.02" N COMPLETION GL WH Coord.: LAT 103° 41' (NAD-27) LON 31.47" W **FACILITIES** KB +30.5 **FORMATION TOP:** SUBSEA TVD <u>Objective</u>
This well is to be drilled with safety and protection of the environment as the primary objectives. Quaternary Fill Base of Fresh Water 3,182 0 300 Fresh Wate Rustler 1,174 2.012 Fresh Wate 1,344 Salt Top of Salt 1,842 he objective is to drill a 1280 single lateral well in the Bone Springs formation and completed with 5-1/2"cemente Castille 2,334 Salt Delaware Base of Salt 4.331 (1.145)Gas / Oil Cherry Canyon 5 254 (2.069) Notes 6.785 (3.599)Gas / Oil Brushy Canyon 8,175 (4,990) Gas / Oil Bone Springs .) Refer to drilling procedure for additional detail and information. 2.) The primary regulatory agency is the BLM.
3.) Surface: 2° max, 1°/100° DLS; svy every 500°
4.) Int: 90° max, 8°/100°; svy every 90° (svy every 30° in build and drop, 30° in curve)
5.) Losses to be expected in Cherry and Brushy Canyon formations. Overpressure may be encountered throughou (5.487) Avalon 8.672 Gas / Oil Bone Springs 1st Sand 9,332 (6,147) Gas / Oil 10.057 Bone Springs 2nd Sand (6.872)Gas / Oil Bone Springs 3rd Carb 10,542 (7,357) Gas / Oil Wolfcamp 11,557 (8,372)Gas / Oil 12-9-5/8" Goals Have no lost time or recordable accidents. Have no spills or adverse environmental impact. Have no stuck pipe incidents. Avoid lost circulation incidents Maintain well control and follow ConocoPhillips well control policy. Obtain good mud log data. Deliver usable wellbore to production department. CONTACTS Office Property Cell Drilling Engineer: Mike Callahan 832-486-2480 907-231-2176 TARGET 20,218 Gas / Oil 9 5/8 in. shoe 10953.69 est 90.1° (up dip) Formation Dip Rate: PBTD 20,218 Geologist: Josh Day 281-206-5620 423-512-0347 Gas / Oil Onsite Drilling Rep.: Greg Rivera 432-309-9007 Manny Castillo 830-583-4828 956-229-1393 Estimated BH Static Temperature (°F): 165 Field Drilling Supt. James Taylor 432-215-7079 Patrick Wellman Max. Anticipated BH Pressure: 0.520 psi/ft 5.391 psi 10. ppg Troy McGinn 832-486-2575 346-242-4551 Max Anticipated Surface Pressure 1.655 ps DRILLING FLUID: ΥP Type Interval Density Vis PV LGS NaC Remarks pН FL сР 1-5 % **by vol** < 5.0 (MD) Surface - 1,224 sec/qt 28-50 #/100ft2 mL NC ppb sol 10,000 **рр**д 8.6 2-6 Rig Tanks Fresh Water 7.5-8.5 Surface: Intermediate 1: Brine 1224' - 10954' 9.5 28-50 1-5 2-6 7.5-8.5 NC < 5.0 150,000 Rig Tanks 400 - 00 Rig Tanks Production: ОВМ 10954' - 20218' 10.5 50-70 18-25 8-14 9.5-10 < 8 < 8.0 Reference Drilling Fluids Program CASING: BTM (MD) TOP (MD) Hole Length Size Wt Grade Connection 13 3/8 54.50 Minimum - COP Class 3 Well Control Requirements Surface 13-5/8"x10M psi Rams / 4-1/16"x10M psi Manifold Rotating Head, Annular Preventer, Pipe Ram, Blind Ram, Intermediate 12_1//" 10 05/ 10.923 9.5/8 40.00 1.80-IC RTC 31' 20.00 P-110 ICY TXF 8-1/2" 5 1/2 Production: 20,218 20,188 Mud Cross (Choke & Kill Valves), Pipe Ram Waste Closed loop cuttings disposal system with haul off to Handling approved facility. CENTRALIZATION: Mud Pit: Float Based Electronic PVT with Flow Sensor and Gravity Trip Tank, Alarms +/- 10 BBLS Surface Casing 1 per 4 joints. Shoe joint 1 per joint from FC to 7,800'. 1 per 2 joints 7,800' to 2,300'. 1 per 4 joints 2,300' to surface. Rigid body 1 per 2 joints TD to Int Shoe. Bow Spring 1 per 2 joints Int shoe to 100' above KOP. 1 per 4 joints to surface Intermediate Casing We head: 13-5/8" x 10M psi (Casing Head - "A" Section) Production Liner Tail 660 sx Type 'III' + adds CEMENT COMMENTS Lead 1000 sx Control Set 'C' + adds Surface: 17-1/2"X13-3/8 Cemented to surface w/ 200%XS 1.224 20 bbl FW 11.5ppg 2.66 ft3/sk 13ppg 1.34 ft3/sk Add FiberBlock Intermediate: 12-1/4"X9-5/8" 10.954 10.368 40 bbl Invert Spacer 490 sx WBL + adds 470 sx Thermal 35 + adds TOC 500' into previous casing shoe 11.5ppg 1.77 ft3/sk 15ppg 1.63 ft3/sk w/ 70%L / 30%T XS calc'd on 12.25 Add FiberBlock Cemented to TOL w/ 10% XS calc'd Production: 8-1/2"X5-1/2" 20,218 10,368 40 bbl Visweep 2450 sx 1:1:0 'Poz:Lafarge G' + 20% Silica Flour + 8% Silica Fume + adds on 8.5" hole, Displ. = volume to floa collar +/- half shoe track 15.6 ppg 1.19ft3/sk Cementing Recommendation DIRECTIONAL PLAN: SEC-T-R Section Line Distance MD INC <u>TVD</u> Comments (ft) 1,300' (deg) (deg) (ft) 1,300 (ft) (ft) (°/100') (ft) Build @ 1.5°/100' 0 Sec 20 T26S R32E 2576' FNL 0 0 0 End Build @ 10° Drop @ 1.5°/100' 1.935 10 98 1.932 52 1.5 12 Sec 20 T26S R32E Sec 20 T26S R32E 2584' FNL 1173' FEL 7,094 10 98 7,019 -134 897 0.0 212 2710' FNL 328' FEL Complete Drop, Hold to KOP 7.729 0 0 7 652 -141 949 1.5 224 Sec 20 T26S R32F 2717' FNL 276' FEL -141 949 224 Sec 20 T26S R32E 2717' FNL KOP Build @ 8°/100' 9,652 0 276' FEL 9,729 Curve LP Toe Sleeve 2 10,854¹ 20,118¹ 90 90 180 10.368 -858 945 8 937 Sec 20 T26S R32E 3434' FNL 280' FEL Sec 32 T26S R32E 150' FSL 379' FEL 0 10,368 -10122 898 10,161 Toe Sleeve 1 20.168 90 n 10.368 -10172 898 Sec 32 T26S R32E 100' FSL 379' FEL Sec 32 T26S R32E PBHL/TD 20,218 10.261 379' FEL Reference Directional Plan MWD Surveys will be taken at 90' interval below surface casing 30° while building curve, and every 90° while drilling lateral. FORMATION EVALUATION: Mud Logging -One-Man: First surface hole to TD. First intermediate hole to TD Correlation Well: Mud Logaina -Two-Man: Intermediate Casing Point to TD PEX GR/CBL/USIT Open Hole -None Cased Hole -NA MWD -GR 200' above KOP to TD

OUR WORK IS NEVER SO URGENT OR IMPORTANT THAT WE CANNOT TAKE THE TIME TO DO IT SAFELY!

SPECIFICATIONS

FLOOR: 3/16" PL one piece

CROSS MEMBER: 3 x 4.1 channel 16" on

center

WALLS: 3/16" PL solid welded with tubing

top, insi de liner hooks

DOOR: 3/16" PL with tubing frame FRONT: 3/16" PL slant formed

PICK UP: Standard cable with 2" x 6" x 1/4"

rails, gu sset at each crossmember

WHEELS: 10 DIA x 9 long with rease fittings DOOR LATCH: 3 Independent ratchet binders with chains, vertical second latch GASKE TS: Extruded rubber seal with metal retainer's

WELDS: All welds continuous except substructur e crossmembers

FINISH: Coated inside and out with direct to metal, rust inhibiting acrylic enamel color coat HYDROTESTING: Full capacity static test DIMEN SIONS: 22'-11' long (21'-8" inside), 99" wid e (88" inside), see drawing for height OPTIONS: Steel grit blast and special paint, Ampliroll, Heil and Dino pickup

ROOF: 3/16" PL roof panels with tubing and channel support frame

LIDS: (2) 68" x 90" metal rolling lids spring

loaded, self raising

ROLLERS: 4" V-groove rollers with delrin

bearings and grease fittings

OPENING: (2) 60" x 82" openings

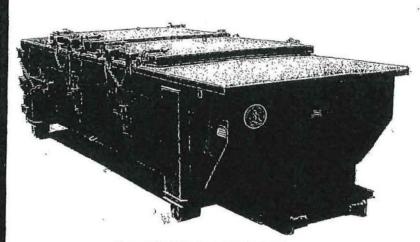
with 8" divider centered on

contain er

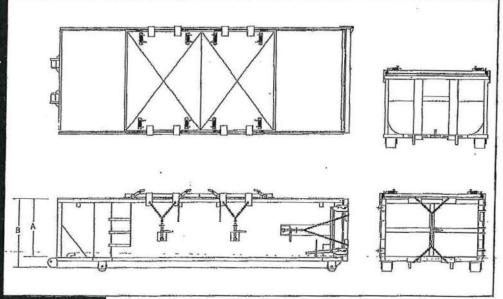
LATCH:(2) independent ratchet binders with chains per lid

GASKETS: Extruded rubber seal with metal retainers

Heavy Duty Split Metal Rolling Lid



CONT.	A	В
20 YD	41	53
25 YD	53	65
30 YD	65	77



1. Target

TVD of target	10,368'	Pilot hole depth	N/A
MD at TD:	20,218'	Deepest expected fresh water:	300

2. Casing Program

ConocoPhillips Company respectfully requests to approve the following 3-string casing and cementing program with the 9-5/8" casing set in the Bone Spring. The intent for the casing and cementing program:

- Drill 17-1/2" surface hole to Rustler.
- Drill 12-1/4" hole from Rustler to Bone Spring with the same density mud (OBM or Saturated Brine).
- Case and cement the well with 13-3/8" surface, 9-5/8" intermediate and 5-1/2" production casing (3-strings).
- Isolate the Salt & Delaware utilizing Annulus Casing Packer and Stage Tool with 2-Stage Cement or Remediate with Bradenhead Squeeze if necessary.
- Bring cement for 13-3/8" casing and 9-5/8" casing to surface. Cement 5-1/2" casing to lap inside 9-5/8" casing shoe.
- 5-1/2" TXP buttress Casing Connection in 8-1/2" OH for minimum of 0.422 in clearance per Onshore Oil and Gas Order #2 III.B.

**COP Collapse Design: 1/3 Partial Evacuation to the next casing depth (TVD).

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

	Y or N
Is casing new? If used, attach certification as required in Onshore Order #1	Y
Does casing meet API specifications? If no, attach casing specification sheet.	Y
Is premium or uncommon casing planned? If yes attach casing specification sheet.	Y
Does the above casing design meet or exceed BLM's minimum standards? If not provide	Y
justification (loading assumptions, casing design criteria).	
Will the intermediate pipe be kept at a minimum 1/3 fluid filled to avoid approaching	Y
the collapse pressure rating of the casing?	
Is well located within Capitan Reef?	N
If yes, does production casing cement tie back a minimum of 50' above the Reef?	
Is well within the designated 4 string boundary.	
Is well located in SOPA but not in R-111-P?	N
	11
If yes, are the first 2 strings cemented to surface and 3 rd string cement tied back	
500' into previous casing?	
Is well located in R-111-P and SOPA?	N
If yes, are the first three strings cemented to surface?	

Is 2 nd string set 100' to 600' below the base of salt?	
	•
Is well located in high Cave/Karst?	N
If yes, are there two strings cemented to surface?	
(For 2 string wells) If yes, is there a contingency casing if lost circulation occurs?	
Is well located in critical Cave/Karst?	N
If yes, are there three strings cemented to surface?	

Cementing Program

DV tool depth(s) will be adjusted based on hole conditions and cement volumes will be adjusted proportionally. DV tool will be set a minimum of 50 feet below previous casing and a minimum of 200 feet above current shoe. If it cannot be set below the shoe, a CBL shall be run to verify cement coverage.

Lab reports with the 500 psi compressive strength time for the cement will be onsite for review.

Include Pilot Hole Cementing specs: NO PILOT HOLE.

Pilot hole depth N/A

Plug	Plug	%	No.	Wt.	Yld	Water	Slurry Description and
top	Bottom	Excess	Sacks	lb/gal	ft3/sack	gal/sk	Cement Type

4. Pressure Control Equipment

N 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	Туре		√	Tested to:	
			Ann	ular	X	100% of working pressure	
	1122 044	10M	Blind Ram		Ram	X	
12-1/4"	11" or 13-5/8"		Pipe Ram		X	750/ of working procesure	
			Double Ram		X	75% of working pressure	
			Other*				
	11" or		Annular		X	100% of working pressure	
8-1/2"	13-5/8"	10M	Blind	Blind Ram		75% of working pressure	
	13-3/8		Pipe	Ram	X	7576 of working pressure	

Double Ram	X
Other*	

^{*}Specify if additional ram is utilized.

Note: A 11" or 13-5/8" BOPE will be utilize depending on availability and Rig Substructure Clearance.

BOP/BOPE will be isolated from the casing and tested by an independent service company to 250 psi low and the high pressure indicated above per Onshore Order 2 requirements. BOPE controls will be installed prior to drilling under the surface casing and will be used until the completion of drilling operations. The intermediate interval and the production interval will be tested per 10M working system requirements. A variance is requested to use a 5M annular and test the annular to 100% of its working pressure. This variance is requested in conjunction with the attached well control plan.

Pipe rams will be operationally checked each 24-hour period. Choke manifold will have one remotely operated valve and a manual adjustable valve in front of the choke manifold, as detailed in the Onshore Order 2. It currently contains one 10M hydraulic choke for a total of three choke branches (two manual and one hydraulic). 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.

A Spudder Rig may be used to drill the surface and/or intermediate hole for economical reason depending on availability.

The wellhead will be installed and tested as soon as the surface casing is cemented. Prior to drilling out the surface casing, ConocoPhillips shall nipple up a 10M BOPE & choke arrangement with 10M components and test to the rated working pressure of a 10M BOPE system as it is subjected to the maximum anticipated surface pressure 5647 psi. The pressure test to MASP and 100% for annular shall be performed with a test plug after installing the casing head and nippling up the 10M BOPE system prior to drilling out the surface casing.

However, ConocoPhillips shall nipple up a 10M BOPE with 5M Annular Preventer if drilling out surface casing with Primary Rig.

Y	Forma	tion integrity test will be performed per Onshore Order #2.			
	On Exploratory wells or on that portion of any well approved for a 5M BOPE system or				
	greater, a pressure integrity test of each casing shoe shall be performed. Will be tested in				
	accordance with Onshore Oil and Gas Order #2 III.B.1.i.				
	A variance is requested for the use of a flexible choke line from the BOP to Choke				
V	Manifold. See attached for specs and hydrostatic test chart.				
Y	 See attached data sheet & certification. 				
	N Are anchors required by manufacturer?				

- Y A multibowl wellhead is being used. The BOP will be tested per Onshore Order #2 after installation on the surface casing which will cover testing requirements for a maximum of 30 days. If any seal subject to test pressure is broken the system must be tested.
 - See attached schematic.

5. Mud Program

Sufficient mud materials to maintain mud properties and meet minimum lost circulation and weight increase requirements will be kept on location at all times.

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

6. Logging and Testing Procedures

	208818 010 100000100			
Logg	Logging, Coring and Testing.			
X	GR from 200' above KOP to TD (GR as part of the BHA while drilling).			
	No Logs are planned based on well control or offset log information.			
	Drill stem test? If yes, explain			
	Coring? If yes, explain			
X	Dry samples taken 30' from intermediate 1 casing point to TD.			

Addit	ional logs planned	Interval
	Resistivity	
	Density	
	CBL	
X	Mud log	
	PEX	
	Bottom hole Gauge	

7. Drilling Conditions

Condition	Specify what type and where?
Abnormal Temperature	No

Mitigation measure for abnormal conditions. Describe. Lost circulation material/sweeps/mud scavengers.

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.

varu	es and formations will be provided to the BEW.
N	H2S is present
Y	H2S Plan attached

8. Other facets of operation

Is this a walking operation? If yes, describe. Yes, please see below. Will be pre-setting easing? If yes, describe. Yes, please see below.

Spudder Rig and Batch Drilling Operations:

A blind flange cap of the same pressure rating as the wellhead will be secured to seal the wellbore on all casing strings. Pressure will be monitored via flanged port tied to a needle valve and pressure gauge to monitor pressures on each wellhead section and a means for intervention will be maintained while the drilling rig is not over the well.

Exist' Production Lines (Tail).

Hearmetiste Casalto D. A. H.

Hearmetiste Casalto D. A. H.

Hearmetiste Casalto D. A. H.

Hearmetiste Casalto D. D. H.

Hearmetiste Casalto D. D. H.

Production Casalto D. D. B.

Production Casalto D. M.

Shoo Adume (D., F.1Ss)

Shoo Adume (D., F.1Ss)

Shoo Volume (D., F.1) Calc. Tail Volume (Cu. Ft.) 5,668 3280 1010 514 1,224° 12,612 6,785° 9,625 8,835 12,25 200% 31° Stage 2

2-66" Intermediate Casing Falls:
2-66" Intermediate Casing Falls:
3-furface Casing Durjon (1)

VV Tod Degin (F)
Production Casing D. (In)
Production Casing D. (In)
Production Casing D. (In)
Freduction Casing D. (In)
F Salc. Tail Volume (Cu. Ft.) rield Tail (Cu. Ft./Sx) 10,954* 9,625 8,835 12,25 30% 9,729* 1,59 90 38,3 9-54" Internation Casing (Tal);
Production Casing D. (If)
Production Casing D. (If)
Production Casing D. (Iv)
Production C Required Tail Volume (Sx) Calc. Tail Volume (Cu. Ft.) 1,301 9.625 8.835 12.25 70% 6,785 Calculated Total Lead (Cu. Ft.) Calc. Lead Volume (Sx) Yield Lead (Cu. Ft./Sx) Lead Volume (bbls) 11.328° Stuffee Caping:
Suffee Camp Depth (F)
Held OLD, (II)
Held OLD, (III)
Held OLD, (III)
Held OLD, (III)
Suffee Camp Caping
Suffee Caping
Suffee Caping
Suffee Caping
Super John (III)
Super Suffee
Super John (III)
Super Suffee
Super John (III)
Super Suffee
Super Su ZHU 2032 BS 16H Sec 20 T26S R32E

10,954 9,655 9,655 9,729 20,218 6,500 1,78 8,60 10% 1,15 1,2 2,915 5,16,192,1159

Required Tail Volume (Sx)

Informediate Lead General Description:
Mar Weight 11 ppg
WB. Weight 11 ppg
WB. YEL-4
DGW, LTRDGW, LTRDGW, LTRDGW, CDC-4P
CAN CDC-4P
N ppg Teachload
N ppg Teachload

Lead Cement Description: Mix Weight 128 ppg Control Set "C" 1,0% Cachg 1,0% CGC-80 ½ loss Polyfake ½ ppb FiberBicck

Tail Cement Description:
Mix Weight 14.8 ppg
0:1.0 Type III
0.5% CaC₁;
½ lb/sk Polyflake
½ ppb FiberBlock

Tail Volume (bbls) Displacement Volume (bbls) Required Tail Volume (Sx)

Fail Volume (bbls) Displacement Volume (bbls)

305.7 154.6 182.9

Lead Volume (bbls)
Tall volume (bbls)
Displacement Volume (bbls)

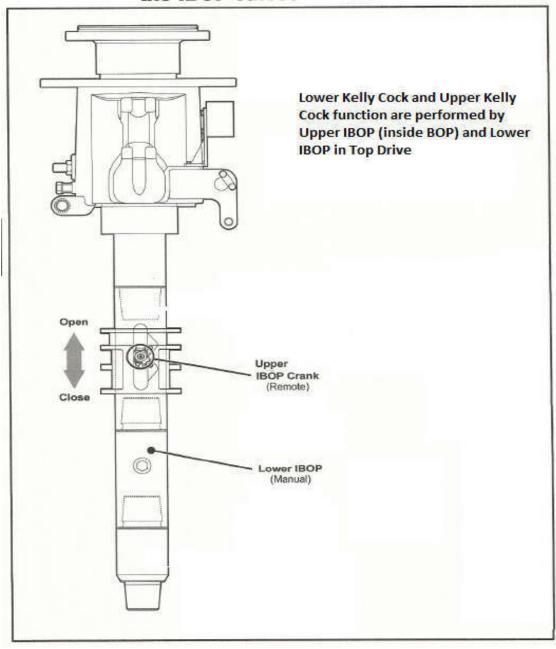
Informediate Tail Coment Description;
when vising type
Thermal Si
One, Med
One, CPL

Production Liner Tail Cament Description:
M. Weight 156 pp. 1970 p

iner top to Float Collar)

PH-75 pipehandler

the IBOP valves



Gas Capture Plan ZHU 2032 BS Federal Wells

ZHU 2032 BS Wells-Located in Sec. 20, T26S, R32E							
Well Name:	13H	14H	15H	16H			
Mall Location	2575' FSL	2575' FSL	2576' FSL	2576' FSL			
Well Location:	1324' FEL	1291' FEL	1258' FEL	1225' FEL			
	-	-	-	•			
Production Facility Name:		Zia Hills-Buck CF	1				
Production Facility Location: SWSE, Section 19, T26S, R32E							
Anticipated Completion Date: 60-120 days after drilling completed; dependent upon completion crew availability							
•							
Initial Production Volumes:							
Oil (bopd)	1,200 BOPD	1,200 BOPD	1,200 BOPD	1,200 BOPD			
Gas (mcfd)	2,750 MCFD	2,750 MCFD	2,750 MCFD	2,750 MCFD			
Water (bwpd)	3,800 BWPD	3,800 BWPD	3,800 BWPD	3,800 BWPD			
Date of First Production: <45 days following completion operations							
Expected Well Life Expectancy:	30 years	30 years	30 years	30 years			



ContiTech Fluid Technology

COPY

ContiTech Oil & Marine Corp. # 1150	35 Brittmoore Park Dr., Houston, TX 77041-6916 USA	Delivery Note				
NDTUSA- ODESSA 2500 W OREGON ODESSA TX 79764		Document No.	83854547			
		Document Date	06/28/2017			
		Customer Number Customer VAT No. Supplier Number N° EORI:				
		Purchase Order No.	. 13999606			
Transport-Details - Shipping		Purchase Order Date 06/26/2017				
		Sales Order Number 974000				
		Sales Order Date	e 06/26/2017			
		Unloading Point				
Conditions Shipping Conditions	0 days	Page 1 of 2				
Inco Terms	EXW Houston	Weights (Gross / Net)				
	Ex Works	Total Weight	1,700.000 LB			
		Net Weight	1,700.000 LB			

Buyer: Andras Kruppa

E-mail: Andras.Kruppa@nabors.com

PR#14438486

Rig: X31

ltem	Material/Description	Quantity	Weight
10	OORECERTIFY	1 PC	1,700.000
			LB
	Recertification of HP Hoses Serial#62205		
	3" ID 10K Choke and Kill Hose x 35ft OAL		
	End 1: 4 - 1/16" 10Kpsi API Spec 17D SV Swivel Flange		
	End 2: 4 - 1/16" 10Kpsi API Spec 17D SV Swivel Flange		
	c/w BX155 ring groove SS Inlay each end		
	Standard: API Spec 16C - Monogrammed		
	Working Pressure: 10,000psi		
	Test Pressure: 15,000psi		
	Asset # 66-0945		
	Inspection & Certification includes:		
	External inspection of the hose & couplings		
	Internal boroscopic inspection of hose liner		
	Hydrostatic pressure test of hose assembly		





Conditions

Shipping Conditions 0 days

Inco Terms

0 days EXW Houston

Ex Works

Delivery Note

Document No.

83854547

Document Date

06/28/2017

Page 2 of 2

Repair of any external damage to hose body and end connections (limited to minor repairs)

Clean & protect end connections

Inspection Report

Disposal of hose assembly if hose fails inspection and recertification process

Please Flush Hoses before sending them to our Facility.

Buyer: Andras Kruppa

E-mail: Andras.Kruppa@nabors.com

PR#14438486

Rig: X31

Inner packages

Quantity Packaging

420"X15"X15" -Loose

Material

Charge

OORECERTIFY

Package number

123198224





ContiTech

Certificate Number COM Order Reference 974000 974000		Customer Name & Address Nabors Lux Finance 2 S.a.r.L.
Customer Purchase Order No:	13999606	8-10 Avenue de la Gare L-1610 LUXEMBOURG
Project:		
Test Center Address	Accepted by COM Inspection	Accepted by Client Inspection
ContiTech Oil & Marine Corp. 11535 Brittmoore Park Drive Houston, TX 77041 USA	Signed: Roger Suarez Date: 6/27/17	

We certify that the goods detailed hereon have been inspected as described below by our Quality Management System, and to the best of our knowledge are found to conform the requirements of the above referenced purchase order as issued to ContiTech Oil & Marine Corporation.

	Item	Part No.	Description	Qnty	Serial Number	Work. Press.	Test Press.	Test Time (minutes)
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20

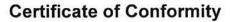
RECERTIFICATION - 3" ID 10K Choke & Kill Hose x 35 ft OAL

62205

10,000 psi 15,000 psi

60

Assest # 66-0945





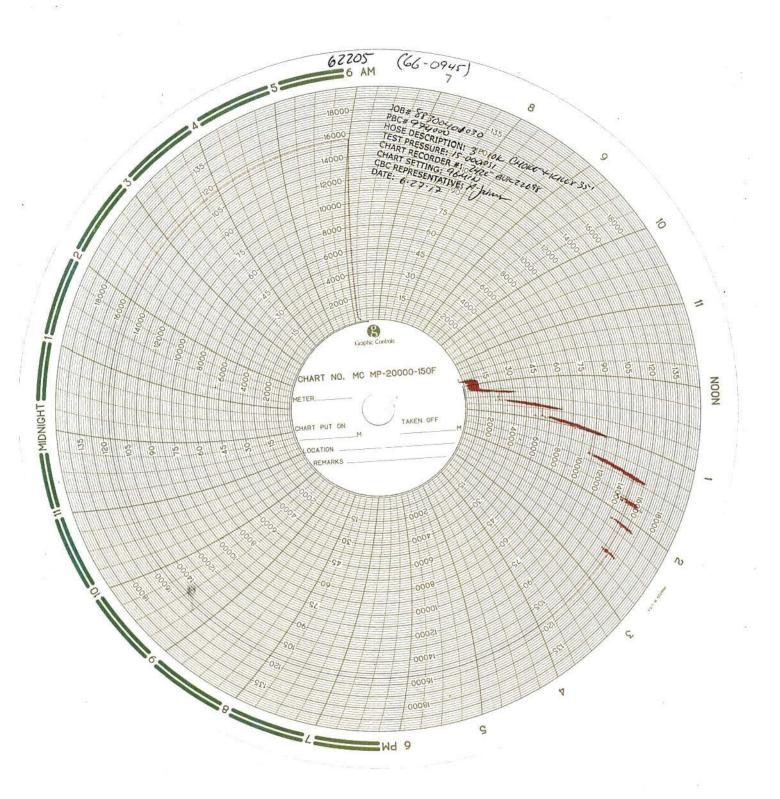
ContiTech

ertificate Number COM Order Reference 74000 974000		der Reference	Customer Name & Address Nabors Lux Finance 2 S.a.r.L.	
Customer Purchase Order No: 13999606		8-10 Avenue de la Gare L-1610 LUXEMBOURG		
Project:				
Test Center Address		Accepted by COM Inspection	Accepted by Client Inspection	
ContiTech Oil & Marine Corp. 11535 Brittmoore Park Drive Houston, TX 77041	Signed:	Roger Suarez		
USA	Date:	6/27/13		

We certify that the items detailed below meet the requirements of the customer's Purchase Order referenced above, and are in conformance with the specifications given below.

Item	Part No.	Description	Qnty	Serial Number	Specifications
20		RECERTIFICATION - 3" ID 10K Choke & Kill Hose x 35 ft OAL	1	62205	ContiTech Standard

Assest # 66-0945



Hose Inspection Report

ContiTech Oil & Marine

Customer	Customer Reference #	COM Reference #	COM Inspector	Date of Inspection
Nabors	13999606	974000	A. Jaimes	06/27/2017

Hose Manufacturer	Contitech Rubber Industrial
nose manufacturer	Contitecti Rubbet illuustriai

Hose Serial #	62205	(66-0945)	Date of Manufacture	12/2011	
Hose I.D.	3"		Working Pressure	10000PSI	
Hose Type	Choke a	and Kill	Test Pressure	15000PSI	
Manufacturing S	tandard	API 16C			

Connections

End A: 4.1/16" 10Kpsi API Spec 17D Swivel Flange	End B: 4.1/16" 10Kpsi API Spec 17D Swivel Flange	
• Dents	No damage	
Material: Carbon Steel	Material: Carbon Steel	
Seal Face: BX155	Seal Face: BX155	
Length Before Hydro Test: 35'	Length After Hydro test: 35'	

Conclusion: Hose #62205 passed the external inspection with no notable damage to the hose armor. The flange face on end A did have minor dents but did not affect the test outcome. It is advised that additional care be taken in order to avoid further damage to the flange face. Internal borescope of the hose showed no damage to the liner. Hose #62205 passed the hydrostatic pressure test by holding a pressure of 15,000PSI for 60 minutes. Hose #62205 is suitable for continued service.

Recommendations: In general the hose should be inspected on a regular on-going basis. The frequency and degree of the inspection should as a minimum follow these guidelines:

Visual inspection: Every 3 to 6 months (or during installation/removal)

Annual: In-situ pressure test (in addition to the 3 to 6 monthly inspections)

Initial 5 years service: Major inspection

2nd Major inspection: Following subsequent 3 year life cycle

(Detailed description of test regime available upon request, QCP 206-1)

**NOTE: There are a number of critical elements in the hose that cannot be thoroughly checked through standard inspection techniques. Away from dissecting the hose body, the best way to evaluate the condition of the hose is through review of the operating conditions recorded during the hose service life, in particular maximums and peak conditions.

External Damage Pre – Hydro test

End A has minor dents at the edge of the seal face but did not compromise the hydrostatic pressure test. Additional care should be take in order to avoid further damage



Issued By: Alejandro Jaimes Date: 6/27/2017

Checked By: Gerson Mejia-Lazo Date: 6/27/2017 Page **1** of **1** QF97

1. DRILLING WELL CONTROL PLAN

1.1 WELL CONTROL - CERTIFICATIONS

Required IADC/IWCF Well Control Certifications Supervisor Level:

Any personnel who supervises or operates the BOP must possess a valid current IADC training certification and photo identification. This would include the onsite drilling supervisor, tool pusher/rig manager, driller, and any personnel that will be acting in these capacities. Another example of this may be a wireline or snubbing crew rigged up on the rig to assist the rig, the operator of each system must also have a valid control certification for their level of operation.

BLM recognizes IADC training as the industry approved <u>accredited</u> training. Online self-certifications will not be acceptable. Enforcement actions for the lack of a valid Supervisory Level certificate shall be prompt action to correct the deficiency. **Enforcement actions** include but are not limited to immediate replacement of personnel lacking certifications, drilling operations being shut down or installment of a 10M annular.

IADC Driller Level for all Drillers and general knowledge for the Assistant Driller, Derrick Hands, Floor Hands and Motor Hands is recognized by the BLM; however, a Driller Level certification will need to be presented only if acting in a temporary Driller Level certification capacity.

Well Control-Position/Roles

IADC Well control training and certification is targeted toward each role, e.g., Supervisor Level toward those who direct, Driller Level to those who act, Introductory to those who need to know.

• Supervisor Level

- Specifies and has oversight that the correct actions are carried out
- Role is to supervise well control equipment, training, testing, and well control
 events
- Directs the testing of BOP and other well control equipment
- Regularly direct well control crew drills
- Land based rigs usually runs the choke during a well kill operation
- Due to role on the rig, training and certification is targeted more toward management of well control and managing an influx out of the well

Driller Level

- Performs an action to prevent or respond to well control accident
- Role is to monitor the well via electronic devices while drilling and detect unplanned influxes
- Assist with the testing of BOP and other well control equipment
- Regularly assist with well control crew drills
- When influx is detected, responsible to close the BOP
- Due to role on the rig, training and certification is targeted more toward monitoring and shutting the well in (closing the BOP) when an influx is detected

(Well Control-Positions/Roles Continued)

• Derrick Hand, Assistant Driller Introductory Level

- Role is to assist Driller with kick detection by physically monitoring the well at the mixing pits/tanks
- Regularly record mud weights/viscosity for analysis by the Supervisor level and mud engineer so pre-influx signs can be detected
- Mix required kill fluids as directed by Supervisor or Driller
- Due to role on the rig, training and certification is targeted more toward monitoring for influxes, either via mud samples or visual signs on the pits/tanks

• Motorman, Floor Hand Introductory Level

- o Role is to assist the Supervisor, Driller, or Derrick Hand with detecting influxes
- Be certain all valves are aligned for proper well control as directed by Supervisor
- o Perform Supervisor or Driller assigned tasks during a well control event
- Due to role on the rig, training and certification is targeted more toward monitoring for influxes

1.2 WELL CONTROL-COMPONENT AND PREVENTER COMPATIBILITY CHECKLIST

The table below, which covers the drilling and casing of the 10M Stack portion of the well, outlines the tubulars and the compatible preventers in use. This table, combined with the mud program, documents that two barriers to flow can be maintained at all times, independent of the rating of the annular preventer.

o Example 8-3/4" Production hole section, 10M requirement

Component	OD	Preventer	RWP
Drill pipe	5"	Fixed lower 5"	10M
		Upper 4.5-7" VBR	
HWDP	5"	Fixed lower 5"	10M
		Upper 4.5-7" VBR	
Drill collars and MWD tools	6.25-6.75"	Upper 4.5-7" VBR	10M
Mud Motor	6.75"	Upper 4.5-7" VBR	10M
Production casing	5.5"	Upper 4.5-7" VBR	10M
ALL	0-13-5/8"	Annular	5M
Open-hole	-	Blind Rams	10M

• VBR = Variable Bore Ram. Compatible range listed in chart.

1.3 WELL CONTROL-BOP TESTING

BOP Test will be completed per Onshore Oil and Gas Order #2 Well Control requirements. The 5M Annular Preventer on a required 10M BOP stack will be tested to 70 % of rated working pressure including a 10 minute low pressure test. Pressure shall be maintained at least 10 minutes.

1.4 WELL CONTROL - DRILLS

The following drills are conducted and recorded in the Daily Drilling Report and the Contractor's reporting system while engaged in drilling operations:

Туре	Frequency	Objective	Comments	
Shallow gas kick drill - drilling	Once per well with crew on tour	Response training to a shallow gas influx	To be done prior to drilling surface hole if shallow gas is noted	
Kick drill - drilling	Once per week per crew	Response training to an influx while drilling (bit on bottom)	Only one kick drill per week per crew is required,	
Kick drill - tripping	Once per week per crew	Response training to an influx while tripping (bit off bottom). Practice stabbing TIW valve	alternating between drilling and tripping.	
Choke drill	Once per well with crew on tour	Practice in operating the remotely operated choke with pressure in the well	Before drilling out of the last casing set above a prospective reservoir Include the scenario of flowing well with gas on drill floor as a table top	
H ₂ S drill	Prior to drilling into a potential H ₂ S zone/reservoir	Practice in use of respiratory equipment		

1.5 WELL CONTROL - MONITORING

- Drilling operations which utilize static fluid levels in the wellbore as the active barrier element, a
 means of accurately monitoring fill-up and displacement volumes during trips are available to the
 driller and operator. A recirculating trip tank is installed and equipped with a volume indicator
 easily read from the driller's / operator's position. This data is recorded on a calibrated chart
 recorder or digitally. The actual volumes are compared to the calculated volumes.
- The On-Site Supervisor ensures hole-filling and pit monitoring procedures are established and documented for every rig operation.
- The well is kept full of fluid with a known density and monitored at all times even when out of the hole.
- Flow checks are a minimum of 15 minutes.
- A flow check is made:
 - In the event of a drilling break.
 - After indications of down hole gains or losses.
 - Prior to all trips out of the hole.
 - After pulling into the casing shoe.
 - Before the BHA enters the BOP stack.
 - If trip displacement is incorrect.

Well Control-Monitoring (Continued)

- Prior to dropping a survey instrument.
- Prior to dropping a core ball.
- After a well kill operation.
- When the mud density is reduced in the well.
- Flow checks may be made at any time at the sole discretion of the driller or his designate. The Onsite Supervisor ensures that personnel are aware of this authority and the authority to close the well in immediately without further consultation.
- Record slow circulating rates (SCR) after each crew change, bit trip, and 500' of new hole drilled
 and after any variance greater than 0.2 ppg in MW. Slow pump rate recordings should include
 return flow percent, TVD, MD & pressure. SCR's will be done on all pumps at 30, 40 & 50 SPM.
 Pressures will be recorded at the choke panel. SCR will be recorded in the IADC daily report and
 MRO Wellview daily report
- Drilling blind (i.e. without returns) is permissible only in known lithology where the absence of hydrocarbons has been predetermined and written approval of the Drilling Manager.
- All open hole logs to be run with pack-off, lubricator or Drilling Manager approved alternative means.
- The Drilling Contractor has a fully working pit level totalizer / monitoring system with read out for the driller and an audible alarm set to 10 BBL gain / loss volume. Systems are selectable to enable monitoring of all pits in use. Pit volumes are monitored at all times, especially when transferring fluids. Both systems data is recorded on a calibrated chart recorder or electronically.
- The Drilling Contractor has a fully working return mud flow indicator with drillers display and an audible alarm, and is adjustable to record any variance in return volumes.

1.6 WELL CONTROL - SHUT IN

- The "hard shut in" method (i.e. against a closed choke using either an annular or ram type preventer) is the Company standard.
- The HCR(s) or failsafe valves are left closed during drilling to prevent any erosion and buildup of solids. The adjustable choke should also be left closed.
- The rig specific shut in procedure, the BOP configuration along with space-out position for the tool joints is posted in the Driller's control cabin or doghouse.
- No well kill operation commences until there is a plan agreed by the Superintendent, On-Site Supervisor and the Drilling Manager.
- During a well kill by circulation, constant bottom hole pressure is maintained throughout.
- Kill sheets are maintained by the Driller and posted in the Driller's control cabin or doghouse. The sheet is updated at a minimum every 500 feet.

2. SHUT-IN PROCEDURES:

2.1 PROCEDURE WHILE DRILLING

- Sound alarm (alert crew)
- Space out drill string Stop rotating, pick the drill string up off bottom, and space out to ensure no tool joint is located in the BOP element selected for initial closure.
- Shut down pumps (stop pumps and observe well.)
- Shut-in Well If flow is suspected or confirmed, close uppermost applicable BOP element. (HCR and choke will already be in the closed position.)
 - o **Note:** Either the uppermost pipe ram or annular preventer can be used.
- Confirm shut-in
- Notify toolpusher/company representative
- Gather all relevant data required:
 - SIDPP and SICP
 - Hole Depth and Hole TVD
 - Pit gain
 - o Time
 - Kick Volume
 - Pipe depth
 - MW in, MW out
 - SPR's (Slow Pump Rate's)
- Regroup and identify forward plan (let well stabilize, update kill sheet, inventory mud additives and mud volumes on location)
- Company Representative, Drilling Superintendent, Drilling Engineer and Drilling Manager will discuss well control kill method to be utilized. A verbal Risk Assessment and preferred kill method will be finalized. Initial Risk Assessment will be finalized within 1 hour of initial shut in.
- No well kill operation commences until there is a plan agreed by the Superintendent, On-Site Supervisor and the Drilling Contractor PIC.
- Recheck all pressures and fluid volume on accumulator unit
- If pressure has built or is anticipated during the kill to reach 2,500 psi or greater, the annular preventer CANNOT be used as per Oil Company Well Control Policy, swap to the upper BOP pipe ram.

2.2 PROCEDURE WHILE TRIPPING

- Sound alarm (alert crew)
- Stab full opening safety valve in the drill string and close.
- Space out drill string (ensure no tool joint is located in the BOP element selected for initial closure).
- Shut down pumps (stop pumps and observe well.)
- Shut-in Well If flow is suspected or confirmed, close uppermost applicable BOP element. (HCR and choke will already be in the closed position.)
 - **Note:** Either the uppermost pipe ram or annular preventer can be used.
- Confirm shut-in
- Notify tool pusher/company representative
- Gather all relevant data required:
 - SIDPP and SICP
 - Hole Depth and Hole TVD
 - Pit gain

Procedure While Tripping (Continued)

- o Time
- Kick Volume
- o Pipe depth
- o MW in, MW out
- SPR's (Slow Pump Rate's)
- Regroup and identify forward plan (let well stabilize, update kill sheet, inventory mud additives and mud volumes on location)
- Company Representative, Drilling Superintendent, Drilling Engineer and Drilling Manager will
 discuss well control kill method to be utilized. A verbal Risk Assessment and preferred kill
 method will be finalized. Initial Risk Assessment will be finalized within 1 hour of initial shut in.
- No well kill operation commences until there is a plan agreed by the Superintendent, On-Site Supervisor and the Drilling Contractor PIC.
- Recheck all pressures and fluid volume on accumulator unit
 If pressure has built or is anticipated during the kill to reach X,XXX psi or greater, the annular
 preventer CANNOT be used as per Company Well Control Policy, swap to the upper BOP pipe
 ram.

2.3 Procedure While Running Casing

- Sound alarm (alert crew)
- Stab crossover and full opening safety valve and close
- Space out casing (ensure no coupling is located in the BOP element selected for initial closure).
- Shut down pumps (stop pumps and observe well.)
- Shut-in Well If flow is suspected or confirmed, close uppermost applicable BOP element. (HCR and choke will already be in the closed position.)
 - O **Note:** Either the uppermost pipe ram or annular preventer can be used.
- Confirm shut-in
- Notify tool pusher/company representative
- Gather all relevant data required:
 - SIDPP and SICP
 - Hole Depth and Hole TVD
 - Pit gain
 - o Time
 - Kick Volume
 - Pipe depth
 - o MW in, MW out
 - SPR's (Slow Pump Rate's)
- Regroup and identify forward plan (let well stabilize, update kill sheet, inventory mud additives and mud volumes on location)
- Company Representative, Drilling Superintendent, Drilling Engineer and Drilling Manager will
 discuss well control kill method to be utilized. A verbal Risk Assessment and preferred kill
 method will be finalized. Initial Risk Assessment will be finalized within 1 hour of initial shut in.
- No well kill operation commences until there is a plan agreed by the Superintendent, On-Site Supervisor and the Drilling Contractor PIC.
- Recheck all pressures and fluid volume on accumulator unit
 If pressure has built or is anticipated during the kill to reach 2,500 psi or greater, the annular preventer CANNOT be used, swap to the upper BOP pipe ram.

2.4 Procedure With No Pipe in Hole (Open Hole)

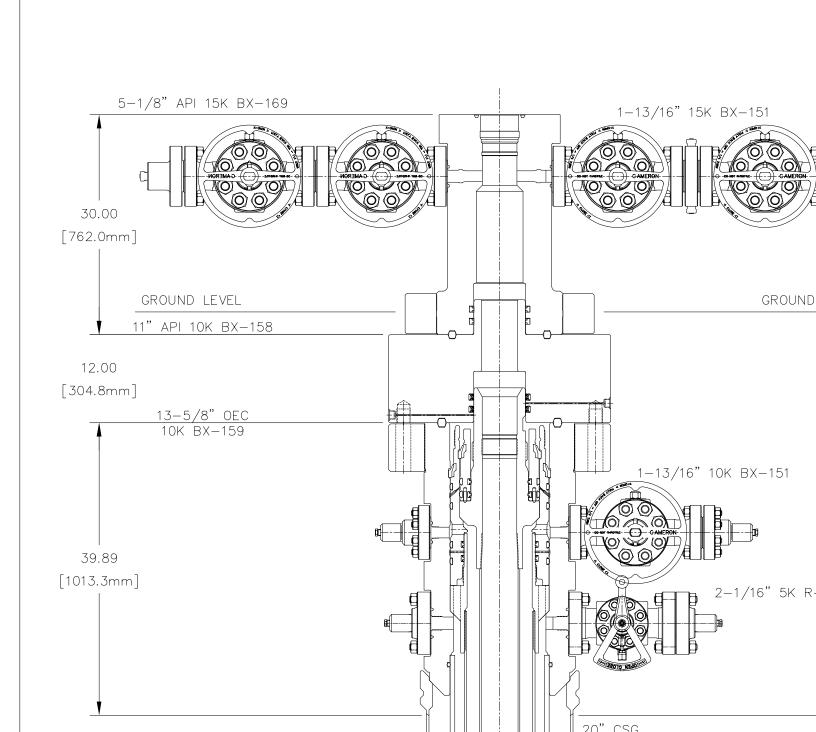
- Sound alarm (alert crew)
- Shut-in with blind rams or BSR. (HCR and choke will already be in the closed position.)
- Confirm shut-in
- Notify toolpusher/company representative
- Gather all relevant data required:
 - Shut-In Pressure
 - Hole Depth and Hole TVD
 - Pit gain
 - o Time
 - Kick Volume
 - o MW in, MW out
 - SPR's (Slow Pump Rate's)
- Regroup and identify forward plan (let well stabilize, update kill sheet, inventory mud additives and mud volumes on location)
- Company Representative, Drilling Superintendent, Drilling Engineer and Drilling Manager will discuss well control kill method to be utilized. A verbal Risk Assessment and preferred kill method will be finalized. Initial Risk Assessment will be finalized within 1 hour of initial shut in.
- No well kill operation commences until there is a plan agreed by the Superintendent, On-Site Supervisor and the Drilling Contractor PIC.
- Recheck all pressures and fluid volume on accumulator unit.

2.5 PROCEDURE WHILE PULLING BHA THRU STACK

- PRIOR to pulling last joint of drill pipe thru the stack.
- Perform flow check, if flowing.
- Sound alarm (alert crew).
- Stab full opening safety valve and close
- Space out drill string with tool joint just beneath the upper pipe ram.
- Shut-in using upper pipe ram. (HCR and choke will already be in the closed position).
- Confirm shut-in.
- Notify toolpusher/company representative
- Read and record the following:
 - SIDPP and SICP
 - o Pit gain
 - o Time
 - Regroup and identify forward plan
- With BHA in the stack and compatible ram preventer and pipe combo immediately available.
 - Sound alarm (alert crew)
 - Stab crossover and full opening safety valve and close
 - Space out drill string with upset just beneath the compatible pipe ram.
 - Shut-in using compatible pipe ram. (HCR and choke will already be in the closed position.)
 - Confirm shut-in
 - Notify toolpusher/company representative
 - Read and record the following:
 - SIDPP and SICP
 - Pit gain

Procedures While Pulling BHA thru Stack (Continued)

- o Time
- Regroup and identify forward plan
- With BHA in the stack and NO compatible ram preventer and pipe combo immediately available.
 - Sound alarm (alert crew)
 - If possible to pick up high enough, pull string clear of the stack and follow "Open Hole" scenario.
 - If impossible to pick up high enough to pull the string clear of the stack:
 - Stab crossover, make up one joint/stand of drill pipe, and full opening safety valve and close
 - Space out drill string with tool joint just beneath the upper pipe ram.
 - Shut-in using upper pipe ram. (HCR and choke will already be in the closed position.)
 - Confirm shut-in
 - Notify toolpusher/company representative
 - Read and record the following:
 - o SIDPP and SICP
 - Pit gain
 - o Time



Well Name: ZHU 2032 BS Well Number: 16H

Seed Management

Seed Table

Seed Summary
Seed Type Pounds/Acre

Total 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: Two Class B noxious weed species, African rue and Malta starthistle and two Class C noxious weed species, Russian olive and salt cedar are of concern. ConocoPhillips Company will consult with BLM for acceptable weed control methods, if the need arises. Any weed control would follow USEPA and BLM requirements and standards. No noxious weed species are expected in the project area.

Weed treatment plan attachment:

Monitoring plan description: Weeds will be controlled on disturbed areas within the exterior limits of the well pad. Monitoring will be in accordance with Best Management Practices and guidelines established by BLM.

Monitoring plan attachment:

Success standards: Reclamation success standards will utilize BLM approved methods.

Pit closure description: No pits will be used, a closed-loop system will be in place.

Pit closure attachment:

Section 11 - Surface Ownership

Well Name: ZHU 2032 BS	Well Number: 16H
Disturbance type: EXISTING 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:
Disturbance type: NEW ACCESS ROAD	
Disturbance type: NEW ACCESS ROAD Describe:	
Describe: Surface Owner: BUREAU OF LAND MANAGEMENT	
Describe: Surface Owner: BUREAU OF LAND MANAGEMENT Other surface owner description:	
Describe: Surface Owner: BUREAU OF LAND MANAGEMENT	
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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:	

USFS Ranger District:

Operator Name: CONOCOPHILLIPS COMPANY

USFS Forest/Grassland:

Well Name: ZHU 2032 BS	Well Number: 16H
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: PIPELINE	
Disturbance type: PIPELINE Describe:	
Describe:	
Describe: Surface Owner: BUREAU OF LAND MANAGEMENT	
Describe: Surface Owner: BUREAU OF LAND MANAGEMENT Other surface owner description:	
Describe: Surface Owner: BUREAU OF LAND MANAGEMENT Other surface owner description: BIA Local Office:	
Describe: Surface Owner: BUREAU OF LAND MANAGEMENT Other surface owner description: BIA Local Office: BOR Local Office:	
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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:	
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:	

USFS Ranger District:

Operator Name: CONOCOPHILLIPS COMPANY

USFS Forest/Grassland:

Well Name: ZHU 2032 BS Well Number: 16H

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: ConocoPhillips request an extra 10-foot-wide area for temporary workspace to safely install the pipeline. ConocoPhillips request to blade the 10-foot-wide temporary workspace. **Use a previously conducted onsite?** YES

Previous Onsite information: Onsite conducted 5/22/2018.

Other SUPO Attachment

Zia_Hills_20_Pad_4_Pipelines_20190711135027.pdf
Zia_Hills_20_Pad_4_Reclamation_Diagram_20190711135040.pdf
ZHU_2032_BS_16H_SUPO_20190716082147.pdf



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

PWD Data Report

04/09/2020

APD ID: 10400043634 **Submission Date:** 08/07/2019

Operator Name: CONOCOPHILLIPS COMPANY

Well Name: ZHU 2032 BS Well Number: 16H

Well Type: OIL WELL Well Work Type: Drill

Section 1 - General

Would you like to address long-term produced water disposal? NO

Section 2 - Lined Pits

Would you like to utilize Lined Pit PWD options? NO

Produced Water Disposal (PWD) Location:

PWD surface owner: PWD disturbance (acres):

Lined pit PWD on or off channel:

Lined pit PWD discharge volume (bbl/day):

Lined pit specifications:

Pit liner description:

Pit liner manufacturers information:

Precipitated solids disposal:

Decribe precipitated solids disposal:

Precipitated solids disposal permit:

Lined pit precipitated solids disposal schedule:

Lined pit precipitated solids disposal schedule attachment:

Lined pit reclamation description:

Lined pit reclamation attachment:

Leak detection system description:

Leak detection system attachment:

Well Name: ZHU 2032 BS Well Number: 16H

Lined pit Monitor description:

Lined pit Monitor attachment:

Lined pit: do you have a reclamation bond for the pit?

Is the reclamation bond a rider under the BLM bond?

Lined pit bond number:

Lined pit bond amount:

Additional bond information attachment:

Section 3 - Unlined Pits

Would you like to utilize Unlined Pit PWD options? NO

Produced Water Disposal (PWD) Location:

PWD disturbance (acres): PWD surface owner:

Unlined pit PWD on or off channel:

Unlined pit PWD discharge volume (bbl/day):

Unlined pit specifications:

Precipitated solids disposal:

Decribe precipitated solids disposal:

Precipitated solids disposal permit:

Unlined pit precipitated solids disposal schedule:

Unlined pit precipitated solids disposal schedule attachment:

Unlined pit reclamation description:

Unlined pit reclamation attachment:

Unlined pit Monitor description:

Unlined pit Monitor attachment:

Do you propose to put the produced water to beneficial use?

Beneficial use user confirmation:

Estimated depth of the shallowest aquifer (feet):

Does the produced water have an annual average Total Dissolved Solids (TDS) concentration equal to or less than that of the existing water to be protected?

TDS lab results:

Geologic and hydrologic evidence:

State authorization:

Unlined Produced Water Pit Estimated percolation:

Unlined pit: do you have a reclamation bond for the pit?

Well Name: ZHU 2032 BS Well Number: 16H

Is the reclamation bond a rider under the BLM bond?

Unlined pit bond number:

Unlined pit bond amount:

Additional bond information attachment:

Section 4 - Injection

Would you like to utilize Injection PWD options? NO

Produced Water Disposal (PWD) Location:

PWD surface owner: PWD disturbance (acres):

Injection PWD discharge volume (bbl/day):

Injection well mineral owner:

Injection well type:

Injection well number: Injection well name:

Assigned injection well API number? Injection well API number:

Injection well new surface disturbance (acres):

Minerals protection information:

Mineral protection attachment:

Underground Injection Control (UIC) Permit?

UIC Permit attachment:

Section 5 - Surface Discharge

Would you like to utilize Surface Discharge PWD options? NO

Produced Water Disposal (PWD) Location:

PWD surface owner: PWD disturbance (acres):

Surface discharge PWD discharge volume (bbl/day):

Surface Discharge NPDES Permit?

Surface Discharge NPDES Permit attachment:

Surface Discharge site facilities information:

Surface discharge site facilities map:

Section 6 - Other

Would you like to utilize Other PWD options? NO

Produced Water Disposal (PWD) Location:

PWD surface owner: PWD disturbance (acres):

Well Name: ZHU 2032 BS Well Number: 16H

Other PWD type description:

Other PWD type attachment:

Have other regulatory requirements been met?

Other regulatory requirements attachment:



BUREAU OF LAND MANAGEMENT

Bond Info Data Report

04/09/2020

APD ID: 10400043634

Operator Name: CONOCOPHILLIPS COMPANY

Well Name: ZHU 2032 BS

Well Type: OIL WELL

Submission Date: 08/07/2019

Highlighted data reflects the most recent changes

Show Final Text

Well Number: 16H

Well Work Type: Drill

Bond Information

Federal/Indian APD: FED

BLM Bond number: ES0085

BIA Bond number:

Do you have a reclamation bond? NO

Is the reclamation bond a rider under the BLM bond?

Is the reclamation bond BLM or Forest Service?

BLM reclamation bond number:

Forest Service reclamation bond number:

Forest Service reclamation bond attachment:

Reclamation bond number:

Reclamation bond amount:

Reclamation bond rider amount:

Additional reclamation bond information attachment: