## UNITED STATES DEPARTMENT OF THE INTERIOR BUREAU OF LAND MANAGEMENT

OCD - HOBBS 06|08|2020 RECEIVED

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

5	Lease	Serial	No
J.	Luasu	Sullai	INU.

APPLICATION FOR PERMIT TO DRI	APPLICATION FOR PERMIT TO DRILL OR REENTER									
1a. Type of work: DRILL REEN  1b. Type of Well: Oil Well Gas Well Other  1c. Type of Completion: Hydraulic Fracturing Single		7. If Unit or CA Agreement, Name and No.  8. Lease Name and Well No.  [322777]								
2. Name of Operator [372224]				9. API Well No. 3	0-025	-47294				
3a. Address 3b	. Phone N	o. (include area cod	e)	10. Field and Pool, o	or Explora	atory [98234]				
4. Location of Well (Report location clearly and in accordance with  At surface  At proposed prod. zone		requirements.*)		11. Sec., T. R. M. or		Survey or Area  13. State				
location to nearest property or lease line, ft. (Also to nearest drig. unit line, if any)	6. No of ac					15. State				
		mate date work will	start*	23. Estimated durati	on					
The following, completed in accordance with the requirements of Or (as applicable)	24. Attacl		, and the H	ydraulic Fracturing r	ule per 43	3 CFR 3162.3-3				
<ol> <li>Well plat certified by a registered surveyor.</li> <li>A Drilling Plan.</li> <li>A Surface Use Plan (if the location is on National Forest System L SUPO must be filed with the appropriate Forest Service Office).</li> </ol>	Lands, the	Item 20 above). 5. Operator certific	eation.	s unless covered by ar		,				
25. Signature	Name	(Printed/Typed)			Date					
Title										
Approved by (Signature)	Name	(Printed/Typed)			Date					
Title	Office									
Application approval does not warrant or certify that the applicant he applicant to conduct operations thereon.  Conditions of approval, if any, are attached.	olds legal o	r equitable title to th	nose rights	in the subject lease w	hich wou	ld entitle the				
Title 18 U.S.C. Section 1001 and Title 43 U.S.C. Section 1212, make of the United States any false, fictitious or fraudulent statements or re-					ıny depar	tment or agency				
GCP Rec 06/08/2020				,	/ .					

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#### INSTRUCTIONS

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

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

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

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

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

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

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

#### **NOTICES**

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

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

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

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

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

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

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

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

(Form 3160-3, page 2)

#### **Additional Operator Remarks**

#### **Location of Well**

1. SHL: LOT N / 230 FSL / 2308 FWL / TWSP: 25S / RANGE: 36E / SECTION: 31 / LAT: 32.0802 / LONG: -103.30533 ( TVD: 0 feet, MD: 0 feet )
PPP: NENW / 0 FNL / 2274 FWL / TWSP: 26S / RANGE: 36E / SECTION: 6 / LAT: 32.07958 / LONG: -103.30538 ( TVD: 12334 feet, MD: 12855 feet )
PPP: NENW / 0 FNL / 2372 FWL / TWSP: 26S / RANGE: 36E / SECTION: 7 / LAT: 32.06506 / LONG: -103.30523 ( TVD: 12339 feet, MD: 18142 feet )
BHL: LOT N / 50 FSL / 2318 FWL / TWSP: 26S / RANGE: 36E / SECTION: 7 / LAT: 32.05066 / LONG: -103.30522 ( TVD: 12339 feet, MD: 23380 feet )

#### **BLM Point of Contact**

Name: Ciji Methola

Title: GIS Support - Adjudicator

Phone: 5752345924

Email: cmethola@blm.gov

(Form 3160-3, page 3)

**Approval Date: 06/08/2020** 

#### **Review and Appeal Rights**

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

#### **Geologic Conditions of Approval**

The operator proposes to set surface casing to 1,134'; BLM recommends setting casing to the anhydrite below the Magenta dolomite at approximately 1,100. If salt is encountered, set casing a minimum of 25 feet above the salt. The operator proposes to set the first intermediate casing string to a depth of 10,914', this will be near the base of 3rd Bone Spring Limestone, which is an acceptable set point. Abnormal pressures may be encountered within the 3rd Bone Spring and Wolfcamp Formation. Due to low geologic formation data density, ensure GR and CNL logs are run from TD to surface. BLM generally recommends a 4 string casing design when drilling in the Capitan Reef Complex, recently drilled surrounding wells have 4 string casing designs and in other APDs submitted in this area by the operator, a contingency plan to convert to a 4 string design if needed is included. Because the surface hole Location is on a Reef/Basin Contact Geological Formation Tops may be difficult to differentiate.

(Form 3160-3, page 4)

## PECOS DISTRICT DRILLING CONDITIONS OF APPROVAL

OPERATOR'S NAME: Ameredev Operating LLC
WELL NAME & NO.: Golden Bell Fed Com 26 36 06 124H
LOCATION: Sec 31-25S-36E-NMP
COUNTY: County, New Mexico

COA

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

#### A. HYDROGEN SULFIDE

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

#### **B. CASING**

- 1. The 13-3/8 inch surface casing shall be set at approximately 1100 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.
- 2. The minimum required fill of cement behind the **7-5/8** inch intermediate casing is:

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.
- 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. 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 5000 (5M) psi.
  - a. Wellhead shall be installed by manufacturer's representatives, submit documentation with subsequent sundry.
  - b. If the welding is performed by a third party, the manufacturer's representative shall monitor the temperature to verify that it does not exceed the maximum temperature of the seal.
  - c. Manufacturer representative shall install the test plug for the initial BOP test.
  - d. If the cement does not circulate and one inch operations would have been possible with a standard wellhead, the well head shall be cut off, cementing operations performed and another wellhead installed.

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

#### D. SPECIAL REQUIREMENT (S)

#### **Communitization Agreement**

- The operator will submit a Communitization Agreement to the Santa Fe Office, 301 Dinosaur Trail Santa Fe, New Mexico 87508, at least 90 days before the anticipated date of first production from a well subject to a spacing order issued by the New Mexico Oil Conservation Division. The Communitization Agreement will include the signatures of all working interest owners in all Federal and Indian leases subject to the Communitization Agreement (i.e., operating rights owners and lessees of record), or certification that the operator has obtained the written signatures of all such owners and will make those signatures available to the BLM immediately upon request.
- If the operator does not comply with this condition of approval, the BLM may take enforcement actions that include, but are not limited to, those specified in 43 CFR 3163.1.
- In addition, the well sign shall include the surface and bottom hole lease numbers. When the Communitization Agreement number is known, it shall also be on the sign.

#### 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 CountyCall the Carlsbad Field Office, 620 East Greene St., Carlsbad, NM 88220, (575) 361-2822
  - Lea County
     Call the Hobbs Field Station, 414 West Taylor, Hobbs NM 88240, (575)
     393-3612
- 1. Unless the production casing has been run and cemented or the well has been properly plugged, the drilling rig shall not be removed from over the hole without prior approval.
  - a. In the event the operator has proposed to drill multiple wells utilizing a skid/walking rig. Operator shall secure the wellbore on the current well, after installing and testing the wellhead, by installing a blind flange of like pressure

rating to the wellhead and a pressure gauge that can be monitored while drilling is performed on the other well(s).

- b. When the operator proposes to set surface casing with Spudder Rig
  - Notify the BLM when moving in and removing the Spudder Rig.
  - Notify the BLM when moving in the 2<sup>nd</sup> 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.



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

## Drilling Plan Data Report

06/08/2020

**APD ID:** 10400040916

Submission Date: 04/17/2019

Highlighted data reflects the most recent changes

Operator Name: AMEREDEV OPERATING LLC
Well Name: GOLDEN BELL FED COM 26 36 06

Well Number: 124H

**Show Final Text** 

Well Type: OIL WELL

Well Work Type: Drill

#### **Section 1 - Geologic Formations**

Formation			True Vertical	Measured			Producing
ID	Formation Name	Elevation	Depth	Depth	Lithologies	Mineral Resources	Formation
440123	RUSTLER ANHYDRITE	3017	1009	1009	ANHYDRITE	NONE	N
440134	SALADO	1555	1462	1462	SALT	NONE	N
440127	TANSILL	-370	3387	3387	LIMESTONE	NONE	N
440128	CAPITAN REEF	-763	3780	3780	LIMESTONE	USEABLE WATER	N
440125	LAMAR	-2015	5032	5032	LIMESTONE	NONE	N
440126	BELL CANYON	-2114	5131	5131	SANDSTONE	NATURAL GAS, OIL	N
440129	BRUSHY CANYON	-4241	7258	7258	SANDSTONE	NATURAL GAS, OIL	N
440130	BONE SPRING LIME	-5367	8384	8384	LIMESTONE	NONE	N
440131	BONE SPRING 1ST	-6725	9742	9742	SANDSTONE	NATURAL GAS, OIL	N
440124	BONE SPRING 2ND	-7220	10237	10237	SANDSTONE	NATURAL GAS, OIL	N
440132	BONE SPRING 3RD	-7772	10789	10789	LIMESTONE	NATURAL GAS, OIL	N
440133	BONE SPRING 3RD	-8396	11413	11413	SANDSTONE	NATURAL GAS, OIL	N
440135	WOLFCAMP	-8668	11685	11685	SHALE	NATURAL GAS, OIL	N
440314	WOLFCAMP	-9022	12039	12039	SHALE	NATURAL GAS, OIL	Y

#### **Section 2 - Blowout Prevention**

Well Name: GOLDEN BELL FED COM 26 36 06 Well Number: 124H

Pressure Rating (PSI): 10M Rating Depth: 15000

**Equipment:** 10M BOPE SYSTEM WILL BE USED AFTER THE SURFACE CASING IS SET. A KELLY COCK WILL BE KEPT IN THE DRILL STRING AT ALL TIMES. A FULL OPENING DRILL PIPE STABBING VALVE WITH PROPER DRILL

PIPE CONNECTIONS WILL BE ON THE RIG FLOOR AT ALL TIMES.

Requesting Variance? YES

Variance request: Co-Flex Choke Line, 5M Annular Preventer

Testing Procedure: See attachment

**Choke Diagram Attachment:** 

10M\_Choke\_Manifold\_REV\_20190417092740.pdf

**BOP Diagram Attachment:** 

5M\_Annular\_Preventer\_Variance\_and\_Well\_Control\_Plan\_20190417092750.pdf

5M\_BOP\_System\_20190417092750.pdf

Pressure\_Control\_Plan\_Single\_Well\_MB4\_3String\_Big\_Hole\_BLM\_20190417092751.pdf

4\_String\_MB\_Ameredev\_Wellhead\_Drawing\_net\_REV\_20190417092800.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	1134	0	1134	3017		1134	J-55		OTHER - BTC	8.09	0.65	DRY	11.8 7	DRY	13.8 7
2	INTERMED IATE	12.2 5	9.625	NEW	API	N	0	10914	0	10914			10914	HCL -80	-	OTHER - BTC	1.26	1.18	DRY	2.2	DRY	2.15
3	PRODUCTI ON	8.5	5.5	NEW	API	N	0	23380	0	12339			23380	OTH ER	-	OTHER - BTC	1.6	1.79	DRY	2.65	DRY	2.95

#### **Casing Attachments**

Operator Name: AMEREDEV OPERATING LLC Well Name: GOLDEN BELL FED COM 26 36 06 Well Number: 124H **Casing Attachments** Casing ID: 1 String Type: SURFACE **Inspection Document: Spec Document: Tapered String Spec:** Casing Design Assumptions and Worksheet(s): 13.375\_68.00\_\_J55\_BTC\_20190417093249.pdf Golden\_Bell\_Fed\_Com\_26\_36\_06\_124H\_\_\_Wellbore\_Diagram\_and\_CDA\_20190417093304.pdf Casing ID: 2 String Type: INTERMEDIATE **Inspection Document: Spec Document: Tapered String Spec:** Casing Design Assumptions and Worksheet(s):  $Golden\_Bell\_Fed\_Com\_26\_36\_06\_124H\_\_Wellbore\_Diagram\_and\_CDA\_20190417093410.pdf$ 9.625\_40\_SeAH80HC\_4100\_Collapse\_20190417093421.pdf Casing ID: 3 String Type: PRODUCTION **Inspection Document: Spec Document: Tapered String Spec:** Casing Design Assumptions and Worksheet(s):

5.50\_20\_USS\_P110\_HC\_BTC\_API\_20190417093510.pdf

Golden\_Bell\_Fed\_Com\_26\_36\_06\_124H\_\_\_Wellbore\_Diagram\_and\_CDA\_20190417093522.pdf

Well Name: GOLDEN BELL FED COM 26 36 06 Well Number: 124H

#### **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	748	519	1.76	13.5	912.6 3	50	CLASS C	Bentonite, Accelerator, Kolseal, Defoamer, Celloflake
SURFACE	Tail		748	1134	200	1.34	14.8	268	100	CLASS C	SALT
INTERMEDIATE	Lead	5082	0	4232	697	2.47	11.9	1721. 93	25	Class C	Salt, Bentonite, Kolseal, Defoamer, Celloflake, Anti-settling Expansion Additive
INTERMEDIATE	Tail		4232	5082	200	1.33	14.8	266	25	Class C	Retarder
INTERMEDIATE	Lead	5082	0	9658	1569	2.47	11.9	3876. 23	25	CLASS H	Bentonite, Salt, Kolseal, Defoamer, Celloflake, Retarder, Anti-Settling Expansion Additive
INTERMEDIATE	Tail		9658	1091 4	300	1.24	14.5	371.1	25	CLASS H	Salt, Bentonite, Retarder, Dispersant, Fluid Loss
PRODUCTION	Lead		0	2338 0	4992	1.34	14.2	6689. 33	25	CLASS H	Salt, Bentonite, Fluid Loss, Dispersant, Retarder, Defoamer

#### **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: All necessary supplies (e.g. bentonite, cedar bark) for fluid control will be on site.

**Describe the mud monitoring system utilized:** An electronic pit volume totalizer (PVT) will be utilized on the circulating system to monitor pit volume, flow rate, pump pressure, and pump rate.

#### **Circulating Medium Table**

Well Name: GOLDEN BELL FED COM 26 36 06 Well Number: 124H

Top Depth	Bottom Depth	Mud Type	Min Weight (lbs/gal)	Max Weight (lbs/gal)	Density (lbs/cu ft)	Gel Strength (lbs/100 sqft)	ЬН	Viscosity (CP)	Salinity (ppm)	Filtration (cc)	Additional Characteristics
0	1134	WATER-BASED MUD	8.4	8.6							
1134	1091 4	OTHER : DIESEL BRINE EMULSION	8.5	9.4							
1091 4	1233 9	OIL-BASED MUD	10.5	12.5							

#### **Section 6 - Test, Logging, Coring**

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

A directional survey, measurement while drilling and a mudlog/geologic lithology log will all be run from surface to TD.

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

DS,MWD,MUDLOG

Coring operation description for the well:

No coring will be done on this well.

#### **Section 7 - Pressure**

Anticipated Bottom Hole Pressure: 5000 Anticipated Surface Pressure: 2285.42

**Anticipated Bottom Hole Temperature(F):** 160

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

Describe:

**Contingency Plans geoharzards description:** 

Contingency Plans geohazards attachment:

Hydrogen Sulfide drilling operations plan required? YES

Hydrogen sulfide drilling operations plan:

H2S\_Plan\_20190417093954.pdf

Well Name: GOLDEN BELL FED COM 26 36 06 Well Number: 124H

#### **Section 8 - Other Information**

#### Proposed horizontal/directional/multi-lateral plan submission:

GB124\_DR\_20190417094015.pdf

GB124\_LLR\_20190417094015.pdf

5M\_Annular\_Preventer\_Variance\_and\_Well\_Control\_Plan\_20190417094035.pdf

Pressure\_Control\_Plan\_Single\_Well\_MB4\_3String\_Big\_Hole\_BLM\_20190417094035.pdf

#### Other proposed operations facets description:

4-STRING CONTINGENCY PLAN ATTACHED

#### Other proposed operations facets attachment:

CAPITAN\_PROTECTION\_CONTINGENCY\_PLAN\_20190417094120.pdf

#### Other Variance attachment:

R616\_\_\_CoC\_for\_hoses\_12\_18\_17\_20190417094142.pdf

Requested\_Exceptions\_\_\_3\_String\_Revised\_01312019\_20190417094143.pdf



# 5M Annular Preventer Variance Request and Well Control Procedures

Note: A copy of the Well Control Plan must be available at multiple locations on the rig for review by rig personnel, as well as review by the BLM PET/PE, and a copy must be maintained on the rig floor.

### Dual Isolation Design for 5M Annular Exception

Ameredev will utilize 13-5/8" 10M (5M Annular) BOPE System consisting of:

- 13-5/8" 5M Annular
- 13-5/8" 10M Upper Pipe Rams
  - o 3-1/2" 5-1/2" Variable Bore Ram
- 13-5/8" 10M Blind Rams
- 13-5/8" 10M Drilling Spool /w 2 4" 10M Outlets Double 10M Isolation Valves
- 13-5/8" 10M Lower Blind Rams
  - o 3-1/2" 5-1/2" Variable Bore Ram

All drilling components and casing associated to exposure > 5000 psi BHP requiring a 10M system will have a double isolation (secondary barrier) below the 5M Annular that would provide a barrier to flow. The mud system will always be primary barrier, it will be maintained by adjusting values based on tourly mud tests and monitoring a PVT System to maintain static wellbore conditions, displacement procedures will be followed and recorded on daily drilling reports during tripping operations. Surge and swab pressure values will be calculated and maintained and static flow check will be monitored at previous casing shoe and verified static well conditions prior to tripping out of hole and again prior to pulling last joint of drill pipe through BOPE. The below table, documents that two barriers to flow can be maintained at all times, independent of the rating of the annular preventer.

<b>Drill Components</b>	Size	Primary Barrier	Secondary Barrier	Third Barrier
Drillpipe	3-1/2"-5-1/2"	Drilling Fluid	Upper Pipe Rams	Lower Pipe Rams
HWDP Drillpipe	3-1/2"-5-1/2"	Drilling Fluid	Upper Pipe Rams	Lower Pipe Rams
Drill Collars	3-1/2"-5-1/2"	Drilling Fluid	Upper Pipe Rams	Lower Pipe Rams
Production Casing	3-1/2"-5-1/2"	Drilling Fluid	Upper Pipe Rams	Lower Pipe Rams
0pen Hole	13-5/8	Drilling Fluid	Blind Rams	

All Drilling Components in 10M Environment will have OD that will allow full Operational RATED WORKING PRESSURE for system design. Kill line with minimum 2" ID will be available outside substructure with 10M Check Valve for OOH Kill Operations

#### **Well Control Procedures**

Proper well control procedures are dependent to differentiating well conditions, to cover the basic well control operations there are will be standard drilling ahead, tripping pipe, tripping BHA, running casing, and pipe out of the hole/open hole scenarios that will be defined by procedures below. Initial Shut In Pressure can be taken against the Uppermost BOPE component the 5M Annular, pressure control can be transferred from the lesser 5M Annular to the 10M Upper Pipe Rams if needed. Shut In Pressures may be equal to or less than the Rated Working Pressure but at no time will the pressure on the annular preventer exceed the Rated Working Pressure of the annular. The annular will be tested to 5,000 psi. This will be the Rated Working Pressure of the annular preventer. All scenarios will be written such as shut in will be performed by closing the 10,000 psi Upper Pipe Rams for faster Accumulator pressure recovery to allow safer reaction to controlling wellbore pressure.

#### **Shutting In While Drilling**

- 1. Sound alarm signaling well control event to Rig Crew
- 2. Space out drill string to allow FOSV installation
- 3. Shut down pumps
- 4. Shut in Upper Pipe Rams and open HCR against Open Chokes and Valves Open to working pressure gauge
- 5. Install open, full open safety valve and close valve, Close Chokes
- 6. Verify well is shut-in and flow has stopped
- 7. Notify supervisory personnel
- 8. Record data (SIDP, SICP, Pit Gain, and Time)
- 9. Hold pre-job safety meeting and discuss kill procedure

#### **Shutting In While Tripping**

- 1. Sound alarm signaling well control event to Rig Crew
- 2. Space out drill string to allow FOSV installation
- 3. Shut in Upper Pipe Rams and open HCR against Open Chokes and Valves Open to working pressure gauge
- 4. Install open, full open safety valve and close valve, Close Chokes
- 5. Verify well is shut-in and flow has stopped
- 6. Notify supervisory personnel
- 7. Record data (SIDP, SICP, Pit Gain, and Time)
- 8. Hold pre-job safety meeting and discuss kill procedure

#### **Shutting In While Running Casing**

- 1. Sound alarm signaling well control event to Rig Crew
- 2. Space out casing to allow circulating swedge installation
- 3. Shut in Upper Pipe Rams and open HCR against Open Chokes and Valves Open to working pressure gauge
- 4. Install circulating swedge, Close high pressure, low torque valves, Close Chokes
- 5. Verify well is shut-in and flow has stopped
- 6. Notify supervisory personnel
- 7. Record data (SIDP, SICP, Pit Gain, and Time)
- 8. Hold Pre-job safety meeting and discuss kill procedure

#### Shutting in while out of hole

- 1. Sound alarm signaling well control event to Rig Crew
- 2. Shut-in well: close blind rams and open HCR against Open Chokes and Valves Open to working pressure gauge
- 3. Close Chokes, Verify well is shut-in and monitor pressures
- 4. Notify supervisory personnel
- 5. Record data (SIDP, SICP, Pit Gain, and Time)
- 6. Hold Pre-job safety meeting and discuss kill procedure

#### Shutting in prior to pulling BHA through stack

Prior to pulling last joint of drill pipe thru the stack space out and check flow If flowing see steps below.

- 1. Sound alarm signaling well control event to Rig Crew
- 2. Shut in upper pipe ram and open HCR against Open Chokes and Valves Open to working pressure gauge
- 3. Install open, full open safety valve and close valve, Close Chokes
- 4. Verify well is shut-in and flow has stopped
- 5. Notify supervisory personnel
- 6. Record data (SIDP, SICP, Pit Gain, and Time)
- 7. Hold pre-job safety meeting and discuss kill procedure

#### Shutting in while BHA is in the stack and ram preventer and combo immediately available

- 1. Sound alarm signaling well control event to Rig Crew
- 2. Space out BHA with upset just beneath the compatible pipe ram
- 3. Shut in upper compatible pipe ram and open HCR against Open Chokes and Valves Open to working pressure gauge
- 4. Install open, full open safety valve and close valve, Close Chokes
- 5. Verify well is shut-in and flow has stopped
- 6. Notify supervisory personnel
- 7. Record data (SIDP, SICP, Pit Gain, and Time)
- 8. Hold pre-job safety meeting and discuss kill procedure

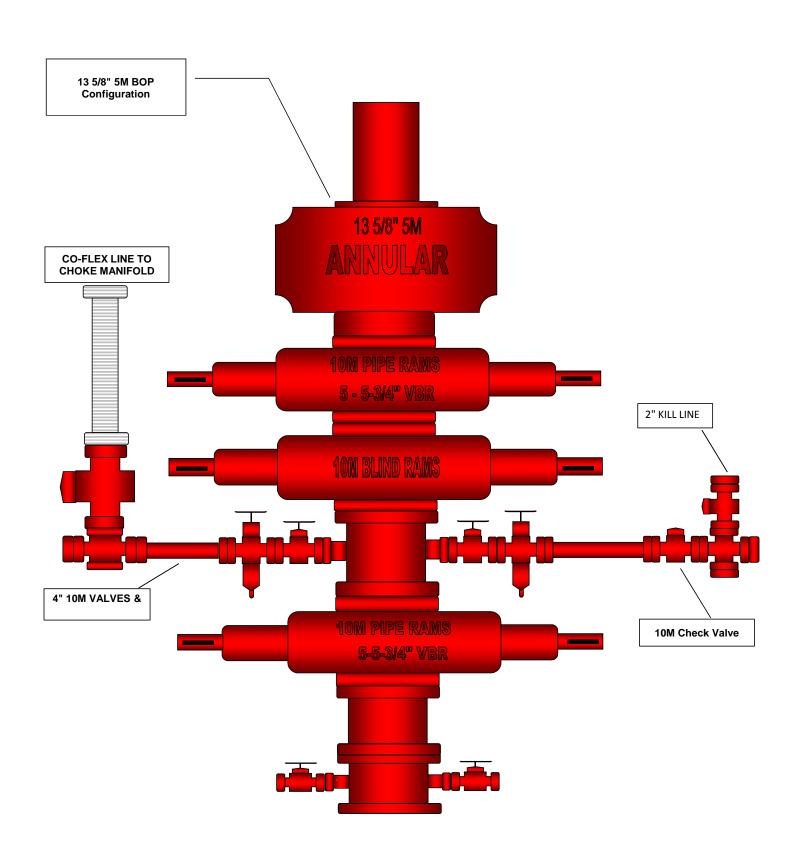
#### Shutting in while BHA is in the stack and no ram preventer or combo immediately available

- 1. Sound alarm signaling well control event to Rig Crew
- 2. If possible pick up high enough, to pull string clear and follow "Open Hole" scenario

#### If not possible to pick up high enough:

- 3. Stab Crossover, make up one joint/stand of drill pipe, and install open, full open safety valve (Leave Open)
- 4. Space out drill string with upset just beneath the compatible pipe ram.
- 5. Shut in upper compatible pipe ram and open HCR against Open Chokes and Valves Open to working pressure gauge
- 6. Close FOSV, Close Chokes, Verify well is shut-in and flow has stopped
- 7. Notify supervisory personnel
- 8. Record data (SIDP, SICP, Pit Gain, and Time)
- 9. Hold pre-job safety meeting and discuss kill procedure

<sup>\*</sup>FOSV will be on rig floor in open position with operating handle for each type of connection utilized and tested to 10,000 psi





#### **Pressure Control Plan**

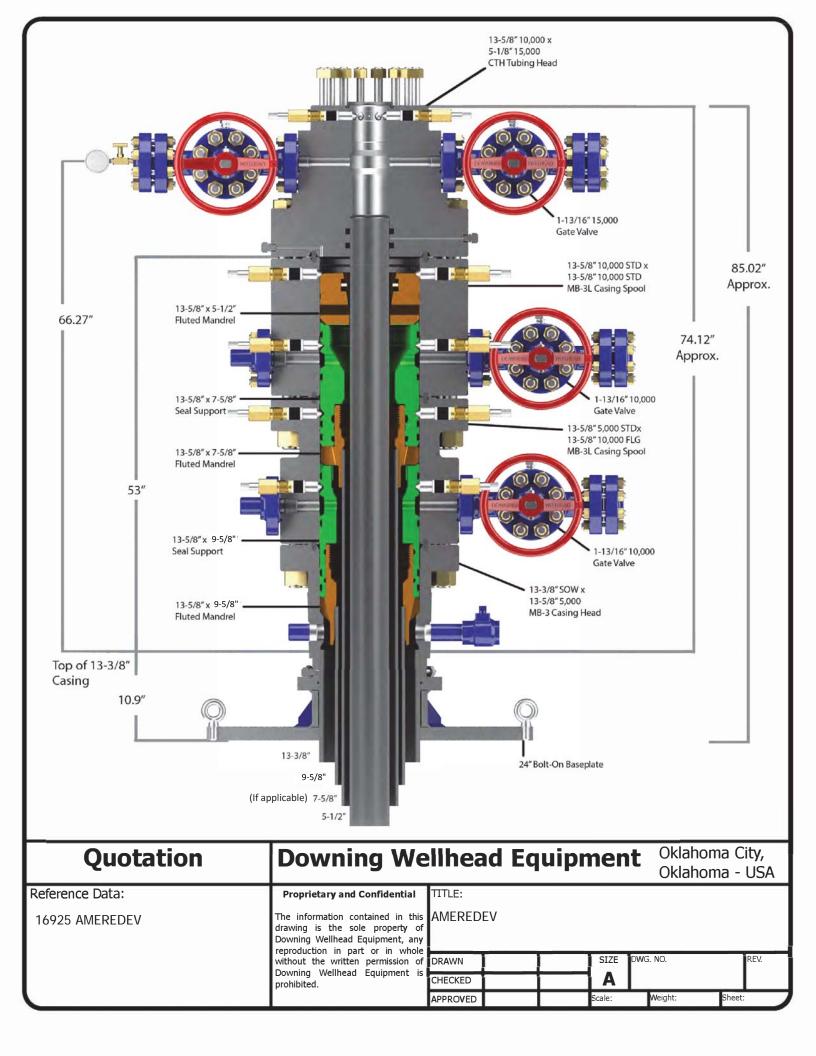
#### **Pressure Control Equipment**

- Following setting of 13-3/8" Surface Casing Ameredev will install 13-5/8 MB4 Multi Bowl Casing Head by welding on a 13-5/8 SOW x 13-5/8" 5M in combination with 13-5/8 5M x 13-5/8 10M B-Sec to Land Intm #1 and a 13-5/8 10M x 13-5/8 10M shouldered to land C-Sec to Land Intm #2 (Installation procedure witnessed and verified by a manufacturer's representative).
- Casing will be tested to 1500 psi or .22 psi/ft whichever is greater for 30 minutes with <10% leak off, but will not exceed 70% of the burst rating per Onshore Order No. 2.
- Ameredev will install a 5M System Blowout Preventer (BOPE) with a 5M Annular Preventer and related equipment (BOPE). Full testing will be performed utilizing a full isolation test plug and limited to 5,000 psi MOP of MB4 Multi Bowl Casing Head. Pressure will be held for 10 min or until provisions of test are met on all valves and rams. The 5M Annular Preventer will be tested to 50% of approved working pressure (2,500 psi). Casing will be tested to 1500 psi or .22 psi/ft whichever is greater for 30 minutes with <10% leak off, but will not exceed 70% of the burst rating per Onshore Order No. 2.</li>
- Setting of 9-5/8" Intermediate will be done by landing a wellhead hanger in the 13-5/8" 5M Bowl, Cementing and setting Well Head Packing seals and testing same. (Installation procedure witnessed and verified by a manufacturer's representative) Casing will be tested to 1500 psi or .22 psi/ft whichever is greater for 30 minutes with <10% leak off, but will not exceed 70% of the burst rating per Onshore Order No. 2.
- Full testing will be performed utilizing a full isolation test plug to 10,000 psi MOP of MB4 Multi Bowl B-Section. Pressure will be held for 10 min or until provisions of test are met on all valves and rams. The 5M Annular Preventer will be tested to 100% of approved working pressure (5,000 psi).
- Before drilling >20ft of new formation under the 9-5/8" Casing Shoe a pressure integrity test of
  the Casing Shoe will be performed to minimum of the MWE anticipated to control formation
  pressure to the next casing depth.
- Following setting of 5-1/2" Production Casing and adequate WOC time Ameredev will break 10M System Blowout Preventer (BOP) from 10M DOL-2 Casing Head, install annulus casing slips and test same (Installation procedure witnessed and verified by a manufacturer's representative) and install 11" 10M x 5-1/8" 15M Tubing Head (Installation procedure witnessed and verified by a manufacturer's representative). Ameredev will test head to 70% casing design and install Dry Hole cap with needle valve and pressure gauge to monitor well awaiting completion.



#### **Pressure Control Plan**

- Slow pump speeds will be taken daily by each crew and recorded on Daily Drilling Report after mudding up.
- A choke manifold and accumulator with floor and remote operating stations will be functional and in place after installation of BOPE, as well as full functioning mud gas separator.
- Weekly BOPE pit level drills will be conducted by each crew and recorded on Daily Drilling Report.
- BOP will be fully operated when out of hole and will be documented on the daily drilling log.
- All B.O.P.s and associated equipment will be tested in accordance with Onshore Order #2
- All B.O.P. testing will be done by an independent service company.
- The B.O.P. will be tested within 21 days of the original test if drilling takes more time than planned.
- Ameredev requests a variance to connect the B.O.P. choke outlet to the choke manifold using a
  co-flex hose with a 10,000 psi working pressure that has been tested to 15,000psi and is built to
  API Spec 16C. Once the flex line is installed it will be tied down with safety clamps. (certifications
  will be sent to Carlsbad BLM Office prior to install)
- Ameredev requests a variance to install a 5M Annular Preventer on the 10M System to drill the Production Hole below the 9-5/8" Intermediate Section. 5M Annular will be tested to 100% working pressure (5,000 psi). A full well control procedure will be included to isolate well bore.





**Tubing:** 

#### **Wellbore Schematic**

Well: Golden Bell Fed Com 26-36-06 124H Co. Well ID: XXXXX SHL: Sec. 31 25S-36E 230' FSL & 2308' FWL AFE No.: xxxx-xxx BHL: Sec. 07 26S-36E 50' FSL & 2318' FWL API No.: XXXXXXXXXX

Lea, NM

Wellhead: A - 13-5/8" 10M x 13-5/8" SOW

2-7/8" L-80 6.5# 8rd EUE

Field: Delaware B - 13-5/8" 10M x 13-5/8" 10M Objective: Wolfcamp B C - 13-5/8" 10M x 13-5/8" 10M 12,339' TVD: 23,380'

3,017'

Wellsite2@ameredev.com

GL:

E-Mail:

Tubing Spool - 5-1/8" 15M x 13-3/8" 10M MD:

Xmas Tree: 2-9/16" 10M Rig: TBD KB: 27'

**Hole Size Mud Weight Formation Tops Logs Cement** 8.4-8.6 ppg WBM 100% Excess 719 Sacks 1,009' Rustler 17.5" TOC 0' 13.375" 68# J-55 BTC 1,134' Salado 1,462' Tansill 3,387' Capitan Reef 3,780' 50% Excess 9.4 ppg Diesel Brine Emulsion 897 Sacks TOC 0' Lamar 5,032' **DV Tool** 5,082' Bell Canyon 5,131' 12.25" **Brushy Canyon** 7,258' Bone Spring Lime 8,384' 8.5 -First Bone Spring 9,742' Second Bone Spring 10,237' ,723 Sacks 50% Excess TOC 0' Third Bone Spring Upper 10,789' 9.625" 40# L-80HC BTC 10,914' Third Bone Spring 11,413' 8.5" 10.5 - 12.5 ppg OBM Wolfcamp A 11,685' 12° Build Wolfcamp B 12,039' 12,613' MD thru 23,380' 4,992 Sacks 25% Excess 5.5" 20# P-110CYHP BTC 13,112' MD Target Wolfcamp B 12339 TVD // 23380 MD TOC 0'

## Casing Design and Safety Factor Check

Casing Specifications										
Segment	Hole ID	Depth	OD	Weight	Grade	Coupling				
Surface	17.5	1,134'	13.375	68	J-55	BTC				
Intermediate	12.25	10,914'	9.625	40	HCL-80	BTC				
Prod Segment A	8.5	12,613'	5.5	20	CYHP-110	BTC				
Prod Segment B	8.5	23,380'	5.5	20	CYHP-110	BTC				

	Check Surface Casing									
OD Cplg	Body	Joint	Collapse	Burst						
inches	1000 lbs	1000 lbs	psi	psi						
14.375	1,069	915	4,100	3,450						
	S	afety Facto	ors							
1.56	13.87	11.87	8.09	0.65						
	Check I	ntermedia	te Casing							
OD Cplg	Body	Joint	Collapse	Burst						
inches	1000 lbs	1000 lbs	psi	psi						
7.625	940	558	6700	9460						
Safety Factors										
2.31	2.15	2.20	1.26	1.18						
	Check Pro	od Casing,	Segment A							
OD Cplg	Body	Joint	Collapse	Burst						
inches	1000 lbs	1000 lbs	psi	psi						
5.777	728	655	12780	14360						
	S	afety Facto	ors							
1.36	2.95	2.65	1.60	1.79						
	Check Prod Casing, Segment B									
OD Cplg	Body	Joint	Collapse	Burst						
inches	1000 lbs	1000 lbs	psi	psi						
5.777	728	655	12780	14360						
	S	afety Facto	ors							
1.36	∞	∞	1.60	1.79						



<u>9.625</u>"

40#

### .395" SEAH-80 HIGH COLLAPSE

(SEAH-80 IS A NON HEAT TREATED PRODUCT)

### **Dimensions (Nominal)**

Outside Diameter Wall Inside Diameter	9.625 0.395 8.835	in. in. in.
Drift	8.750	in.
Weight, T&C	40.000	lbs./ft.
Weight, PE	38.970	lbs./ft.

#### **Performance Properties**

**BTC** 

Collapse	4100	psi
Internal Yield Pressure at Minimum Yield		
PE	5750	psi
LTC	5750	psi
ВТС	5750	psi
Yield Strength, Pipe Body	916	1000 lbs.
Joint Strength		
LTC	717	1000 lbs.

Note: SeAH Steel has produced this specification sheet for general information only. SeAH does not assume liability or responsibility for any loss or injury resulting from the use of information or data contained herein. All applications for the material described are at the customer's own risk and responsibility.

915

1000 lbs.

#### **U.S. Steel Tubular Products**

## Product Information 5.5 in. 20 lb/ft (0.361 in. wall) P-110 HC Casing STAR SEAL - CDC™

Grade(s)	P-110 HC		_
MECHANICAL PROPERTIES			
	Yield Strength	110	lea:
	Minimum Maximum	110 140	ksi ksi
	Tensile Strength	140	KSI
	Minimum	125	ksi
PIPE PROPERTIES	William	120	KOI
Dimensions, Nominal	Pipe Outside Diameter	5.500	in.
,	Wall	0.361	in.
	Pipe Inside Diameter	4.778	in.
	Pipe Drift		
	API	4.653	in.
	Special (If Applicable)	N/A	in.
	Weight, T&C	20.00	lbs/ft
	Weight, Plain End	19.83	lbs/ft
	Pipe Cross Sectional Area	5.828	sq. in.
Performance Properties	Minimum Pipe Body Yield Strength	641	1,000 lbs
•	Minimum Collapse Pressure	12,200	psi
	Minimum Internal Yield Pressure	12,640	psi
CONNECTION PROPERTIES			
CONNECTION PROPERTIES Dimensions, Nominal	Connection Outside Diameter	6.050	in.
	Connection Inside Diameter	6.050 4.778	in. in.
	Connection Inside Diameter Connection Drift	4.778	in.
	Connection Inside Diameter Connection Drift API	4.778 4.653	in.
	Connection Inside Diameter Connection Drift API Special (If Applicable)	4.778 4.653 N/A	in. in. in.
	Connection Inside Diameter Connection Drift API Special (If Applicable) Makeup Loss	4.778 4.653 N/A 4.63	in. in. in. in.
	Connection Inside Diameter Connection Drift API Special (If Applicable) Makeup Loss Critical Area	4.778 4.653 N/A 4.63 5.828	in. in. in. in. in.
	Connection Inside Diameter Connection Drift API Special (If Applicable) Makeup Loss	4.778 4.653 N/A 4.63	in. in. in. in.
	Connection Inside Diameter Connection Drift API Special (If Applicable) Makeup Loss Critical Area	4.778 4.653 N/A 4.63 5.828	in. in. in. in. in.
Dimensions, Nominal	Connection Inside Diameter Connection Drift API Special (If Applicable) Makeup Loss Critical Area Joint Efficiency  Joint Strength Compression Rating	4.778 4.653 N/A 4.63 5.828 100 667 400	in. in. in. in. %
Dimensions, Nominal	Connection Inside Diameter Connection Drift API Special (If Applicable) Makeup Loss Critical Area Joint Efficiency  Joint Strength Compression Rating API Collapse Pressure Rating	4.778 4.653 N/A 4.63 5.828 100 667 400 12,200	in. in. in. in. in. % 1,000 lbs 1,000 lbs psi
Dimensions, Nominal	Connection Inside Diameter Connection Drift API Special (If Applicable) Makeup Loss Critical Area Joint Efficiency  Joint Strength Compression Rating API Collapse Pressure Rating API Internal Pressure Resistance	4.778 4.653 N/A 4.63 5.828 100 667 400 12,200 12,360	in. in. in. in. in. y 1,000 lbs 1,000 lbs psi psi
Dimensions, Nominal	Connection Inside Diameter Connection Drift API Special (If Applicable) Makeup Loss Critical Area Joint Efficiency  Joint Strength Compression Rating API Collapse Pressure Rating	4.778 4.653 N/A 4.63 5.828 100 667 400 12,200	in. in. in. in. in. % 1,000 lbs 1,000 lbs psi
Dimensions, Nominal	Connection Inside Diameter Connection Drift API Special (If Applicable) Makeup Loss Critical Area Joint Efficiency  Joint Strength Compression Rating API Collapse Pressure Rating API Internal Pressure Resistance Maximum Uniaxial Bend Rating	4.778 4.653 N/A 4.63 5.828 100 667 400 12,200 12,360	in. in. in. in. in. y 1,000 lbs 1,000 lbs psi psi
Dimensions, Nominal  Performance Properties	Connection Inside Diameter Connection Drift API Special (If Applicable) Makeup Loss Critical Area Joint Efficiency  Joint Strength Compression Rating API Collapse Pressure Rating API Internal Pressure Resistance	4.778 4.653 N/A 4.63 5.828 100 667 400 12,200 12,360 57.2	in. in. in. in. in. % 1,000 lbs 1,000 lbs psi psi deg/100 ft
Dimensions, Nominal  Performance Properties	Connection Inside Diameter Connection Drift API Special (If Applicable) Makeup Loss Critical Area Joint Efficiency  Joint Strength Compression Rating API Collapse Pressure Rating API Internal Pressure Resistance Maximum Uniaxial Bend Rating  Minimum Shoulder Torque	4.778 4.653 N/A 4.63 5.828 100 667 400 12,200 12,360 57.2 5,000	in. in. in. in. in. % 1,000 lbs 1,000 lbs psi psi deg/100 ft ft-lbs

<sup>\*</sup> STAR SEAL - CDC (Casing Drilling Connection) is a Modified API Buttress threaded and coupled connection designed for field proven in drilling with casing applications. Star Seal is a registered trademark of U. S. Steel Corporation. All material contained in this publication is for general information only. This material should not therefore, be used or relied upon for any specific application without independent competent professional examination and verification of its accuracy, suitability and applicability. Anyone making use of this material does so at their own risk and assumes any and all liability resulting from such use. U. S. Steel disclaims any and all expressed or implied warranties of fitness for any general or particular application.



#### PERFORMANCE DATA

API BTC 13.375 in 68.00 lbs/ft J-55

**Technical Data Sheet** 

Tubular Parameters					
Size	13.375	in	Minimum Yield	55,000	
Nominal Weight	68.00	lbs/ft	Minimum Tensile	75,000	
Grade	J-55		Yield Load	1,069,000	
PE Weight	66.10	lbs/ft	Tensile Load	1,458,000	
Wall Thickness	0.480	in	Min. Internal Yield Pressure	3,500	
Nominal ID	12.415	in	Collapse Pressure	1,950	
Drift Diameter	12.259	in		ı	
Nom. Pipe Body Area	19.445	in²			
	•	•			
Connection Parameters					
Connection OD	14.375	in			
Coupling Length	10.625	in			
Threads Per Inch	5.000	in			
Standoff Thread Turns	1.000				
Make-Up Loss	4.513	in			
Yield Load In Tension		lbs			
Min. Internal Yield Pressure	3,500	psi			
		1			

Printed on: February-13-2015

#### NOTE

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





#### H<sub>2</sub>S Drilling Operation Plan

## 1. All Company and Contract personnel admitted on location must be trained by a qualified H<sub>2</sub>S safety instructor to the following:

- a. Characteristics of H<sub>2</sub>S
- **b.** Physical effects and hazards
- c. Principal and operation of H2s detectors, warning system and briefing areas
- d. Evacuation procedure, routes and first aid
- e. Proper use of safety equipment and life support systems
- **f.** Essential personnel meeting Medical Evaluation criteria will receive additional training on the proper use of 30 minute pressure demand air packs.

#### 2. Briefing Area:

- a. Two perpendicular areas will be designated by signs and readily accessible.
- **b.** Upon location entry there will be a designated area to establish all safety compliance criteria (1.) has been met.

#### 3. H<sub>2</sub>S Detection and Alarm Systems:

- a.  $H_2S$  sensors/detectors shall be located on the drilling rig floor, in the base of the sub structure/cellar area, and on the mud pits in the shale shaker area. Additional  $H_2S$  detectors may be placed as deemed necessary. All detectors will be set to initiate visual alarm at 10 ppm and visual with audible at 14 ppm and all equipment will be calibrated every 30 days or as needed.
- **b.** An audio alarm will be installed on the derrick floor and in the top doghouse.

#### 4. Protective Equipment for Essential Personnel:

#### a. Breathing Apparatus:

- i. Rescue Packs (SCBA) 1 Unit shall be placed at each briefing area.
- ii. Two (SCBA) Units will be stored in safety trailer on location.
- iii. Work/Escape packs 1 Unit will be available on rig floor in doghouse for emergency evacuation for driller.

#### b. Auxiliary Rescue Equipment:

- i. Stretcher
- ii. 2 OSHA full body harnesses
- iii. 100 ft. 5/8" OSHA approved rope
- iv. 1 20# class ABC fire extinguisher

#### 5. Windsock and/or Wind Streamers:

- a. Windsock at mud pit area should be high enough to be visible.
- **b.** Windsock on the rig floor should be high enough to be visible.

#### 6. Communication:

- a. While working under mask scripting boards will be used for communication where applicable.
- **b.** Hand signals will be used when script boards are not applicable.



#### H<sub>2</sub>S Drilling Operation Plan

- c. Two way radios will be used to communicate off location in case of emergency help is required. In most cases cellular telephones will be available at Drilling Foreman's Office.
- 7. <u>Drill Stem Testing:</u> No Planned DST at this time.

#### 8. Mud program:

a. If H2S is encountered, mud system will be altered if necessary to maintain control of formation. A mud gas separator will be brought into service along with H2S scavengers if necessary.

#### 9. Metallurgy:

- a. All drill strings, casing, tubing, wellhead, blowout preventer, drilling spool, kill lines, choke manifold and lines, and valves shall be suitable for H₂S service.
- **b.** Drilling Contractor supervisor will be required to be familiar with the effect H<sub>2</sub>S has on tubular goods and other mechanical equipment provided through contractor.



#### H<sub>2</sub>S Contingency Plan

#### **Emergency Procedures**

In the event of a release of H<sub>2</sub>S, the first responder(s) must:

- Isolate the area and prevent entry by other persons into the 100 ppm ROE.
- Evacuate any public places encompassed by the 100 ppm ROE.
- Be equipped with H<sub>2</sub>S monitors and air packs in order to control the release.
- Use the "buddy system" to ensure no injuries occur during the response.
- Take precautions to avoid personal injury during this operation.
- Contact Operator and/or local officials the aid in operation. See list of phone numbers attached.
- Have received training in the:
  - o Detection of H₂S and
  - o Measures for protection against the gas,
  - o Equipment used for protection and emergency response.

#### **Ignition of Gas Source**

Should control of the well be considered lost and ignition considered, take care to protect against exposure to Sulfur Dioxide (SO<sub>2</sub>). Intentional ignition must be coordinated with the NMOCD and local officials. Additionally, the NM State Police may become involved. NM State Police shall be the Incident Command on scene of any major release. Take care to protect downwind whenever there is an ignition of the gas.

#### Characteristics of H<sub>2</sub>S and SO<sub>2</sub>

Common Name	Chemical Formula	Specific Gravity	Threshold Limit	Hazardous Limit	Lethal Concentration
Hydrogen Sulfide	H <sub>2</sub> S	1.189 Air=1	10 ppm	100 ppm/hr	600 ppm
Sulfur Dioxide	SO <sub>2</sub>	2.21 Air=1	2 ppm	N/A	1000 ppm

#### **Contacting Authorities**

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



## H<sub>2</sub>S Contingency Plan

Ameredev Operating LLC – Emergency Phone 737-300-4799				
Key Personnel:				
Name	Title	Office	Mobile	
Floyd Hammond	Chief Operating officer	737-300-4724	512-783-6810	
Zachary Boyd	Operations Superintendent	737-300-4725	432-385-6996	
Blake Estrada	Construction Foreman		432-385-5831	

<u>Artesia</u>	
Ambulance	911
State Police	575-746-2703
City Police	575-746-2703
Sheriff's Office	575-746-9888
Fire Department	575-746-2701
Local Emergency Planning Committee	575-746-2122
New Mexico Oil Conservation Division	575-748-1283
Carlsbad	
Ambulance	911
State Police	575-885-3137
City Police	575-885-2111
Sheriff's Office	575-887-7551
Fire Department	575-887-3798
Local Emergency Planning Committee	575-887-6544
US Bureau of Land Management	575-887-6544
Santa Fe	
New Mexico Emergency Response Commission (Santa Fe)	505-476-9600
New Mexico Emergency Response Commission (Santa Fe) 24 Hrs	505-827-9126
New Mexico State Emergency Operations Center	505-476-9635
<u>National</u>	
National Emergency Response Center (Washington, D.C.)	800-424-8802
<u>Medical</u>	
Flight for Life - 4000 24th St.; Lubbock, TX	806-743-9911
Aerocare - R3, Box 49F; Lubbock, TX	806-747-8923
Med Flight Air Amb - 2301 Yale Blvd S.E., #D3; Albuquerque, NM	505-842-4433
.'SB Air Med Service - 2505 Clark Carr Loop S.E.; Albuquerque, NM	505-842-4949



## **Ameredev Operating, LLC.**

NAN/GB NAN/GB #5N Golden Bell 124H

Wellbore #1

Plan: FTP100

## **Standard Planning Report**

22 February, 2019



#### **Ameredev Operating, LLC**

**Planning Report** 

EDM5000 Database:

Company: Ameredev Operating, LLC.

Project: NAN/GB Site: NAN/GB #5N Well: Golden Bell 124H

Wellbore: Wellbore #1 Design: FTP100

**Local Co-ordinate Reference:** 

**TVD Reference:** MD Reference: North Reference:

**Survey Calculation Method:** 

Well Golden Bell 124H

KB @ 3044.0usft KB @ 3044.0usft

Grid

Minimum Curvature

Project NAN/GB

US State Plane 1983 Map System:

North American Datum 1983 Geo Datum: New Mexico Eastern Zone Map Zone:

System Datum: Mean Sea Level

NAN/GB #5N Site

Northing: 394,434.39 usft 32° 4' 48.750 N Site Position: Latitude: From: Lat/Long Easting: 859,774.27 usft Longitude: 103° 18' 18.744 W

**Position Uncertainty:** 0.0 usft Slot Radius: 13-3/16 " **Grid Convergence:** 0.55°

Well Golden Bell 124H

+N/-S -0.2 usft 394.434.20 usft 32° 4' 48.750 N **Well Position** Northing: Latitude: -20.0 usft 859,754.29 usft 103° 18' 18.976 W +E/-W Easting: Longitude:

**Position Uncertainty** 0.0 usft Wellhead Elevation: Ground Level: 3,017.0 usft

Wellbore #1 Wellbore Magnetics **Model Name** Sample Date Declination **Dip Angle** Field Strength (°) (°) (nT) IGRF2015 6.67 59.95 47,740.80635656 11/5/2018

Design FTP100 **Audit Notes:** Version: Phase: **PROTOTYPE** Tie On Depth: 0.0 **Vertical Section:** Depth From (TVD) +N/-S +E/-W Direction (usft) (usft) (usft) (°) 179.38 0.0 0.0 0.0

Date 2/6/2019 Plan Survey Tool Program

**Depth From** Depth To

(usft) (usft) Survey (Wellbore) **Tool Name** Remarks

0.0 23,379.8 FTP100 (Wellbore #1) MWD

OWSG MWD - Standard

2/22/2019 1:35:28PM COMPASS 5000.15 Build 90 Page 2



Planning Report

EDM5000 Database:

Design:

Company: Ameredev Operating, LLC.

Project: NAN/GB Site: NAN/GB #5N Well: Golden Bell 124H Wellbore: Wellbore #1 FTP100

Local Co-ordinate Reference:

TVD Reference: MD Reference: North Reference:

**Survey Calculation Method:** 

Well Golden Bell 124H

KB @ 3044.0usft KB @ 3044.0usft

Grid

Plan Sections										
Measured Depth (usft)	Inclination (°)	Azimuth (°)	Vertical Depth (usft)	+N/-S (usft)	+E/-W (usft)	Dogleg Rate (°/100usft)	Build Rate (°/100usft)	Turn Rate (°/100usft)	TFO (°)	Target
0.0	0.00	0.00	0.0	0.0	0.0	0.00	0.00	0.00	0.00	
2,000.0	0.00	0.00	2,000.0	0.0	0.0	0.00	0.00	0.00	0.00	
2,300.0	6.00	337.00	2,299.5	14.4	-6.1	2.00	2.00	0.00	337.00	
6,782.1	6.00	337.00	6,757.0	445.7	-189.2	0.00	0.00	0.00	0.00	
7,082.1	0.00	0.00	7,056.5	460.2	-195.3	2.00	-2.00	0.00	180.00	
11,875.6	0.00	0.00	11,850.0	460.2	-195.3	0.00	0.00	0.00	0.00	
12,613.1	88.50	166.79	12,327.3	7.5	-89.0	12.00	12.00	0.00	166.79	
13,005.9	88.50	166.79	12,337.6	-374.7	0.7	0.00	0.00	0.00	0.00	
13,112.0	90.00	179.43	12,339.0	-479.8	13.4	12.00	1.42	11.92	83.33	GB124 FTP102
23,379.8	90.00	179.43	12,339.0	-10,747.1	116.2	0.00	0.00	0.00	0.00	GB124 BHL



Planning Report

Database: EDM5000

Company: Ameredev Operating, LLC.
Project: NAN/GB

 Site:
 NAN/GB #5N

 Well:
 Golden Bell 124H

 Wellbore:
 Wellbore #1

 Design:
 FTP100

Local Co-ordinate Reference:

TVD Reference:
MD Reference:
North Reference:

Survey Calculation Method:

Well Golden Bell 124H KB @ 3044.0usft

KB @ 3044.0usft Grid

inned Survey									
Measured Depth (usft)	Inclination (°)	Azimuth (°)	Vertical Depth (usft)	+N/-S (usft)	+E/-W (usft)	Vertical Section (usft)	Dogleg Rate (°/100usft)	Build Rate (°/100usft)	Turn Rate (°/100usft)
` '			,	(uoit)	(uoit)			,	
0.0	0.00	0.00	0.0	0.0	0.0	0.0	0.00	0.00	0.00
100.0	0.00	0.00	100.0	0.0	0.0	0.0	0.00	0.00	0.00
200.0	0.00	0.00		0.0			0.00	0.00	
			200.0		0.0	0.0			0.00
300.0	0.00	0.00	300.0	0.0	0.0	0.0	0.00	0.00	0.00
400.0	0.00	0.00	400.0	0.0	0.0	0.0	0.00	0.00	0.00
100.0	0.00	0.00	100.0	0.0	0.0	0.0	0.00	0.00	0.00
500.0	0.00	0.00	500.0	0.0	0.0	0.0	0.00	0.00	0.00
600.0	0.00	0.00	600.0	0.0	0.0	0.0	0.00	0.00	0.00
700.0	0.00	0.00	700.0	0.0	0.0	0.0	0.00	0.00	0.00
800.0	0.00	0.00	800.0	0.0	0.0	0.0	0.00	0.00	0.00
900.0	0.00	0.00	900.0	0.0	0.0	0.0	0.00	0.00	0.00
4 000 0	0.00	0.00	4 000 0				0.00	0.00	0.00
1,000.0	0.00	0.00	1,000.0	0.0	0.0	0.0	0.00	0.00	0.00
1,100.0	0.00	0.00	1,100.0	0.0	0.0	0.0	0.00	0.00	0.00
1,200.0	0.00	0.00	1,200.0	0.0	0.0	0.0	0.00	0.00	0.00
1,300.0	0.00	0.00	1,300.0	0.0	0.0	0.0	0.00	0.00	0.00
1,400.0	0.00	0.00	1,400.0	0.0	0.0	0.0	0.00	0.00	0.00
.,	0.00		.,						
1,500.0	0.00	0.00	1,500.0	0.0	0.0	0.0	0.00	0.00	0.00
1,600.0	0.00	0.00	1,600.0	0.0	0.0	0.0	0.00	0.00	0.00
1,700.0	0.00	0.00	1,700.0	0.0	0.0	0.0	0.00	0.00	0.00
1,800.0	0.00	0.00	1,800.0	0.0	0.0	0.0	0.00	0.00	0.00
1,900.0	0.00	0.00	1,900.0	0.0	0.0	0.0	0.00	0.00	0.00
2,000.0	0.00	0.00	2,000.0	0.0	0.0	0.0	0.00	0.00	0.00
2,100.0	2.00	337.00	2,100.0	1.6	-0.7	-1.6	2.00	2.00	0.00
2,200.0	4.00	337.00	2,199.8	6.4	-2.7	-6.5	2.00	2.00	0.00
2,300.0	6.00	337.00	2,299.5	14.4	-6.1	-14.5	2.00	2.00	0.00
2,400.0	6.00	337.00	2,398.9	24.1	-10.2	-24.2	0.00	0.00	0.00
2,400.0	0.00	337.00	2,000.0	24.1	-10.2	-24.2	0.00	0.00	0.00
2,500.0	6.00	337.00	2,498.4	33.7	-14.3	-33.8	0.00	0.00	0.00
			,						
2,600.0	6.00	337.00	2,597.8	43.3	-18.4	-43.5	0.00	0.00	0.00
2,700.0	6.00	337.00	2,697.3	52.9	-22.5	-53.2	0.00	0.00	0.00
2,800.0	6.00	337.00	2,796.7	62.6	-26.6	-62.8	0.00	0.00	0.00
2,900.0	6.00	337.00	2,896.2	72.2	-30.6	-72.5	0.00	0.00	0.00
3,000.0	6.00	337.00	2,995.6	81.8	-34.7	-82.2	0.00	0.00	0.00
3,100.0	6.00	337.00	3,095.1	91.4	-38.8	-91.8	0.00	0.00	0.00
3,200.0	6.00	337.00	3,194.5	101.0	-42.9	-101.5	0.00	0.00	0.00
3,300.0	6.00	337.00	3,294.0	110.7	-47.0	-111.2	0.00	0.00	0.00
3,400.0	6.00	337.00	3,393.4	120.3	-51.1	-120.8	0.00	0.00	0.00
3,400.0	0.00	337.00	5,393.4	120.3	-01.1	-120.0	0.00	0.00	0.00
2 500 0	6.00	337.00	2 402 0	120.0	EE 1	-130.5	0.00	0.00	0.00
3,500.0			3,492.9	129.9	-55.1				
3,600.0	6.00	337.00	3,592.3	139.5	-59.2	-140.2	0.00	0.00	0.00
3,700.0	6.00	337.00	3,691.8	149.2	-63.3	-149.8	0.00	0.00	0.00
3,800.0	6.00	337.00	3,791.2	158.8	-67.4	-159.5	0.00	0.00	0.00
3,900.0	6.00	337.00	3,890.7	168.4	-71.5	-169.2	0.00	0.00	0.00
4,000.0	6.00	337.00	3,990.1	178.0	-75.6	-178.8	0.00	0.00	0.00
4,100.0	6.00	337.00	4,089.6	187.6	-79.6	-188.5	0.00	0.00	0.00
4,200.0	6.00	337.00	4,189.0	197.3	-83.7	-198.2	0.00	0.00	0.00
4,300.0	6.00	337.00	4,288.5	206.9	-87.8	-207.8	0.00	0.00	0.00
	6.00						0.00		
4,400.0	0.00	337.00	4,387.9	216.5	-91.9	-217.5	0.00	0.00	0.00
4,500.0	6.00	227.00	4,487.4	226.1	-96.0	-227.2	0.00	0.00	0.00
		337.00							
4,600.0	6.00	337.00	4,586.9	235.7	-100.1	-236.8	0.00	0.00	0.00
4,700.0	6.00	337.00	4,686.3	245.4	-104.2	-246.5	0.00	0.00	0.00
4,800.0	6.00	337.00	4,785.8	255.0	-108.2	-256.1	0.00	0.00	0.00
4,900.0	6.00	337.00	4,885.2	264.6	-112.3	-265.8	0.00	0.00	0.00
	0.00							0.00	0.00
5,000.0	6.00	337.00	4,984.7	274.2	-116.4	-275.5	0.00	0.00	0.00
5,100.0	6.00	337.00	5,084.1	283.9	-120.5	-285.1	0.00	0.00	0.00
5,200.0	6.00	337.00	5,183.6	293.5	-124.6	-294.8	0.00	0.00	0.00



Planning Report

Database: EDM5000

Company: Ameredev Operating, LLC.
Project: NAN/GB

 Site:
 NAN/GB #5N

 Well:
 Golden Bell 124H

 Wellbore:
 Wellbore #1

 Design:
 FTP100

Local Co-ordinate Reference:

TVD Reference:
MD Reference:
North Reference:

**Survey Calculation Method:** 

Well Golden Bell 124H KB @ 3044.0usft

KB @ 3044.0usft Grid

Design:	FTP100								
Planned Survey									
Measured Depth (usft)	Inclination (°)	Azimuth (°)	Vertical Depth (usft)	+N/-S (usft)	+E/-W (usft)	Vertical Section (usft)	Dogleg Rate (°/100usft)	Build Rate (°/100usft)	Turn Rate (°/100usft)
5,400.0	6.00	337.00	5,382.5	312.7	-132.7	-314.1	0.00	0.00	0.00
5,500.0	6.00	337.00	5,481.9	322.3	-136.8	-323.8	0.00	0.00	0.00
5,600.0	6.00	337.00	5,581.4	332.0	-140.9	-333.5	0.00	0.00	0.00
5,700.0	6.00	337.00	5,680.8	341.6	-145.0	-343.1	0.00	0.00	0.00
5,800.0	6.00	337.00	5,780.3	351.2	-149.1	-352.8	0.00	0.00	0.00
5,900.0	6.00	337.00	5,879.7	360.8	-153.2	-362.5	0.00	0.00	0.00
6,000.0	6.00	337.00	5,979.2	370.5	-157.2	-372.1	0.00	0.00	0.00
6,100.0	6.00	337.00	6,078.6	380.1	-161.3	-381.8	0.00	0.00	0.00
6,200.0	6.00	337.00	6,178.1	389.7	-165.4	-391.5	0.00	0.00	0.00
6,300.0	6.00	337.00	6,277.5	399.3	-169.5	-401.1	0.00	0.00	0.00
6,400.0	6.00	337.00	6,377.0	408.9	-173.6	-410.8	0.00	0.00	0.00
6,500.0	6.00	337.00	6,476.4	418.6	-177.7	-420.5	0.00	0.00	0.00
6,600.0	6.00	337.00	6,575.9	428.2	-181.8	-430.1	0.00	0.00	0.00
6,700.0	6.00	337.00	6,675.3	437.8	-185.8	-439.8	0.00	0.00	0.00
6,782.1	6.00	337.00	6,757.0	445.7	-189.2	-447.7	0.00	0.00	0.00
6,800.0	5.64	337.00	6,774.8	447.4	-189.9	-449.4	2.00	-2.00	0.00
6,900.0	3.64	337.00	6,874.5	454.8	-193.1	-456.9	2.00	-2.00	0.00
7,000.0	1.64	337.00	6,974.4	459.1	-194.9	-461.2	2.00	-2.00	0.00
7,082.1	0.00	0.00	7,056.5	460.2	-195.3	-462.2	2.00	-2.00	0.00
7,100.0	0.00	0.00	7,074.4	460.2	-195.3	-462.2	0.00	0.00	0.00
7,200.0	0.00	0.00	7,174.4	460.2	-195.3	-462.2	0.00	0.00	0.00
7,300.0	0.00	0.00	7,274.4	460.2	-195.3	-462.2	0.00	0.00	0.00
7,400.0	0.00	0.00	7,374.4	460.2	-195.3	-462.2	0.00	0.00	0.00
7,500.0	0.00	0.00	7,474.4	460.2	-195.3	-462.2	0.00	0.00	0.00
7,600.0	0.00	0.00	7,574.4	460.2	-195.3	-462.2	0.00	0.00	0.00
7,700.0	0.00	0.00	7,674.4	460.2	-195.3	-462.2	0.00	0.00	0.00
7,800.0	0.00	0.00	7,774.4	460.2	-195.3	-462.2	0.00	0.00	0.00
7,900.0	0.00	0.00	7,874.4	460.2	-195.3	-462.2	0.00	0.00	0.00
8,000.0	0.00	0.00	7,974.4	460.2	-195.3	-462.2	0.00	0.00	0.00
8,100.0	0.00	0.00	8,074.4	460.2	-195.3	-462.2	0.00	0.00	0.00
8,200.0	0.00	0.00	8,174.4	460.2	-195.3	-462.2	0.00	0.00	0.00
8,300.0	0.00	0.00	8,274.4	460.2	-195.3	-462.2	0.00	0.00	0.00
8,400.0	0.00	0.00	8,374.4	460.2	-195.3	-462.2	0.00	0.00	0.00
8,500.0	0.00	0.00	8,474.4	460.2	-195.3	-462.2	0.00	0.00	0.00
8,600.0	0.00	0.00	8,574.4	460.2	-195.3	-462.2	0.00	0.00	0.00
8,700.0	0.00	0.00	8,674.4	460.2	-195.3	-462.2	0.00	0.00	0.00
8,800.0	0.00	0.00	8,774.4	460.2	-195.3	-462.2	0.00	0.00	0.00
8,900.0	0.00	0.00	8,874.4	460.2	-195.3	-462.2	0.00	0.00	0.00
9,000.0	0.00	0.00	8,974.4	460.2	-195.3	-462.2	0.00	0.00	0.00
9,100.0	0.00	0.00	9,074.4	460.2	-195.3	-462.2	0.00	0.00	0.00
9,200.0	0.00	0.00	9,174.4	460.2	-195.3	-462.2	0.00	0.00	0.00
9,300.0	0.00	0.00	9,274.4	460.2	-195.3	-462.2	0.00	0.00	0.00
9,400.0	0.00	0.00	9,374.4	460.2	-195.3	-462.2	0.00	0.00	0.00
9,500.0	0.00	0.00	9,474.4	460.2	-195.3	-462.2	0.00	0.00	0.00
9,600.0	0.00	0.00	9,574.4	460.2	-195.3	-462.2	0.00	0.00	0.00
9,700.0	0.00	0.00	9,674.4	460.2	-195.3	-462.2	0.00	0.00	0.00
9,800.0	0.00	0.00	9,774.4	460.2	-195.3	-462.2	0.00	0.00	0.00
9,900.0	0.00	0.00	9,874.4	460.2	-195.3	-462.2	0.00	0.00	0.00
10,000.0	0.00	0.00	9,974.4	460.2	-195.3	-462.2	0.00	0.00	0.00
10,100.0	0.00	0.00	10,074.4	460.2	-195.3	-462.2	0.00	0.00	0.00
10,200.0	0.00	0.00	10,174.4	460.2	-195.3	-462.2	0.00	0.00	0.00
10,300.0	0.00	0.00	10,274.4	460.2	-195.3	-462.2	0.00	0.00	0.00
10,400.0	0.00	0.00	10,374.4	460.2	-195.3	-462.2	0.00	0.00	0.00
10,500.0	0.00	0.00	10,474.4	460.2	-195.3	-462.2	0.00	0.00	0.00



Planning Report

Database: EDM5000

Company: Ameredev Operating, LLC.

 Project:
 NAN/GB

 Site:
 NAN/GB #5N

 Well:
 Golden Bell 124H

 Wellbore:
 Wellbore #1

 Design:
 FTP100

Local Co-ordinate Reference:

TVD Reference:
MD Reference:
North Reference:

**Survey Calculation Method:** 

Well Golden Bell 124H

KB @ 3044.0usft KB @ 3044.0usft

Grid Minimum Curvature

gn:	F1P100								
ned Survey									
Measured Depth (usft)	Inclination (°)	Azimuth (°)	Vertical Depth (usft)	+N/-S (usft)	+E/-W (usft)	Vertical Section (usft)	Dogleg Rate (°/100usft)	Build Rate (°/100usft)	Turn Rate (°/100usft)
10,600.0 10,700.0	0.00 0.00	0.00 0.00	10,574.4 10,674.4	460.2 460.2	-195.3 -195.3	-462.2 -462.2	0.00 0.00	0.00 0.00	0.00 0.00
10,800.0	0.00	0.00	10,774.4	460.2	-195.3	-462.2	0.00	0.00	0.00
10,900.0	0.00	0.00	10,874.4	460.2	-195.3	-462.2	0.00	0.00	0.00
11,000.0	0.00	0.00	10,974.4	460.2	-195.3	-462.2	0.00	0.00	0.00
11,100.0	0.00	0.00	11,074.4	460.2	-195.3	-462.2	0.00	0.00	0.00
11,200.0	0.00	0.00	11,174.4	460.2	-195.3	-462.2	0.00	0.00	0.00
11,300.0	0.00	0.00	11,274.4	460.2	-195.3	-462.2	0.00	0.00	0.00
11,400.0	0.00	0.00	11,374.4	460.2	-195.3	-462.2	0.00	0.00	0.00
11,500.0	0.00	0.00	11,474.4	460.2	-195.3	-462.2	0.00	0.00	0.00
11,600.0	0.00	0.00	11,574.4	460.2	-195.3	-462.2	0.00	0.00	0.00
11,700.0	0.00	0.00	11,674.4	460.2	-195.3	-462.2	0.00	0.00	0.00
11,800.0	0.00	0.00	11,774.4	460.2	-195.3	-462.2	0.00	0.00	0.00
11,875.6	0.00	0.00	11,850.0	460.2	-195.3	-462.2	0.00	0.00	0.00
	50.0 (Golden Be								
11,900.0	2.92	166.79	11,874.3	459.6	-195.2	-461.6	12.00	12.00	0.00
12,000.0	14.92	166.79	11,972.9	444.5	-191.6	-446.5	12.00	12.00	0.00
12,100.0	26.92	166.79	12,066.2	409.8	-183.5	-411.7	12.00	12.00	0.00
12,200.0	38.92	166.79	12,150.0	357.0	-171.1	-358.8	12.00	12.00	0.00
12,300.0	50.92	166.79	12,220.7	288.3	-155.0	-290.0	12.00	12.00	0.00
12,400.0	62.92	166.79	12,275.1	206.9	-135.9	-208.4	12.00	12.00	0.00
12,500.0	74.92	166.79	12,311.0	116.2	-114.6	-117.5	12.00	12.00	0.00
12,600.0	86.92	166.79	12,326.8	20.3	-92.0	-21.3	12.00	12.00	0.00
12,613.1	88.50	166.79	12,327.3	7.5	-89.0	-8.5	12.00	12.00	0.00
12,700.0	88.50	166.79	12,329.6	-77.0	-69.2	76.3	0.00	0.00	0.00
12,800.0	88.50	166.79	12,332.2	-174.3	-46.3	173.8	0.00	0.00	0.00
12,855.0	88.50	166.79	12,333.6	-227.9	-33.8	227.5	0.00	0.00	0.00
<b>GB124 into N</b> 12,900.0	1MNM13/4/1 88.50	166.79	12,334.8	-271.7	-23.5	271.4	0.00	0.00	0.00
,									
12,965.2	88.50	166.79	12,336.5	-335.1	-8.6	335.0	0.00	0.00	0.00
GB124 FTP	00.50	400.70	40.007.4	000.0	0.0	000.0	0.00	0.00	0.00
13,000.0	88.50	166.79	12,337.4 12,337.6	-369.0	-0.6 0.7	368.9	0.00	0.00 0.00	0.00
13,005.9 13,100.0	88.50 89.83	166.79 178.00	12,337.6	-374.7 -467.8	13.2	374.7 467.9	0.00 12.00	1.42	0.00 11.92
13,112.0	90.00	178.00	12,339.0	-479.8	13.4	479.9	12.00	1.43	11.91
GB124 FTP1		170.40	12,000.0	71 0.0	10.7	+10.0	12.00	1.40	11.01
		470.40	40.000.0	507.0	44.0	F07.0	0.00	0.00	0.00
13,200.0	90.00	179.43	12,339.0	-567.8	14.3	567.9 667.9	0.00	0.00	0.00
13,300.0 13,400.0	90.00 90.00	179.43 179.43	12,339.0 12,339.0	-667.8 -767.8	15.3 16.3	767.9	0.00 0.00	0.00 0.00	0.00 0.00
13,500.0	90.00	179.43	12,339.0	-867.8	17.3	867.9	0.00	0.00	0.00
13,600.0	90.00	179.43	12,339.0	-967.8	18.3	967.9	0.00	0.00	0.00
13,700.0 13,800.0	90.00 90.00	179.43 179.43	12,339.0 12,339.0	-1,067.8 -1,167.8	19.3 20.3	1,067.9 1,167.9	0.00 0.00	0.00 0.00	0.00 0.00
13,800.0	90.00	179.43	12,339.0	-1,167.8 -1,267.8	20.3	1,167.9	0.00	0.00	0.00
14,000.0	90.00	179.43	12,339.0	-1,267.8 -1,367.8	22.3	1,367.9	0.00	0.00	0.00
14,100.0	90.00	179.43	12,339.0	-1,467.8	23.3	1,467.9	0.00	0.00	0.00
14,200.0 14,300.0	90.00 90.00	179.43 179.43	12,339.0 12,339.0	-1,567.8 -1,667.8	24.3 25.3	1,567.9 1,667.9	0.00 0.00	0.00 0.00	0.00 0.00
14,400.0	90.00	179.43	12,339.0	-1,067.8 -1,767.8	26.3	1,767.9	0.00	0.00	0.00
14,500.0	90.00	179.43	12,339.0	-1,867.8	27.3	1,867.9	0.00	0.00	0.00
14,600.0	90.00	179.43	12,339.0	-1,967.8	28.3	1,967.9	0.00	0.00	0.00
,500.0	- 5.55	3	_,-50.0	,		.,	3.00		00
14,700.0	90.00	179.43	12,339.0	-2,067.7	29.3	2,067.9	0.00	0.00	0.00



Planning Report

Database: EDM5000

Company: Ameredev Operating, LLC.

 Project:
 NAN/GB

 Site:
 NAN/GB #5N

 Well:
 Golden Bell 124H

 Wellbore:
 Wellbore #1

 Design:
 FTP100

Local Co-ordinate Reference:

TVD Reference:
MD Reference:
North Reference:

**Survey Calculation Method:** 

Well Golden Bell 124H KB @ 3044.0usft

Grid

Minimum Curvature

KB @ 3044.0usft

esign:	FIP100								
lanned Survey									
Measured Depth (usft)	Inclination (°)	Azimuth (°)	Vertical Depth (usft)	+N/-S (usft)	+E/-W (usft)	Vertical Section (usft)	Dogleg Rate (°/100usft)	Build Rate (°/100usft)	Turn Rate (°/100usft)
14,900.0	90.00	179.43	12,339.0	-2,267.7	31.3	2,267.9	0.00	0.00	0.00
15,000.0	90.00	179.43	12,339.0	-2,367.7	32.3	2,367.9	0.00	0.00	0.00
15,100.0	90.00	179.43	12,339.0	-2,467.7	33.3	2,467.9	0.00	0.00	0.00
15,200.0	90.00	179.43	12,339.0	-2,567.7	34.3	2,567.9	0.00	0.00	0.00
15,300.0	90.00	179.43	12,339.0	-2,667.7	35.3	2,667.9	0.00	0.00	0.00
15,400.0	90.00	179.43	12,339.0	-2,767.7	36.3	2,767.9	0.00	0.00	0.00
15,500.0	90.00	179.43	12,339.0	-2,867.7	37.3	2,867.9	0.00	0.00	0.00
15,600.0	90.00	179.43	12,339.0	-2,967.7	38.3	2,967.9	0.00	0.00	0.00
15,700.0	90.00	179.43	12,339.0	-3,067.7	39.3	3,067.9	0.00	0.00	0.00
15,800.0	90.00	179.43	12,339.0	-3,167.7	40.3	3,167.9	0.00	0.00	0.00
15,900.0	90.00	179.43	12,339.0	-3,267.7	41.3	3,267.9	0.00	0.00	0.00
16,000.0	90.00	179.43	12,339.0	-3,367.7	42.3	3,367.9	0.00	0.00	0.00
16,100.0	90.00	179.43	12,339.0	-3,467.7	43.3	3,467.9	0.00	0.00	0.00
16,200.0	90.00	179.43	12,339.0	-3,567.7	44.3	3,567.9	0.00	0.00	0.00
16,300.0	90.00	179.43	12,339.0	-3,667.7	45.3	3,667.9	0.00	0.00	0.00
16,400.0	90.00	179.43	12,339.0	-3,767.7	46.3	3,767.9	0.00	0.00	0.00
16,500.0	90.00	179.43	12,339.0	-3,867.7	47.3	3,867.9	0.00	0.00	0.00
16,600.0	90.00	179.43	12,339.0	-3,967.6	48.3	3,967.9	0.00	0.00	0.00
16,700.0	90.00	179.43	12,339.0	-4,067.6	49.3	4,067.9	0.00	0.00	0.00
16,800.0	90.00	179.43	12,339.0	-4,167.6	50.3	4,167.9	0.00	0.00	0.00
16,900.0	90.00	179.43	12,339.0	-4,267.6	51.3	4,267.9	0.00	0.00	0.00
17,000.0	90.00	179.43	12,339.0	-4,367.6	52.3	4,367.9	0.00	0.00	0.00
17,100.0	90.00	179.43	12,339.0	-4,467.6	53.3	4,467.9	0.00	0.00	0.00
17,200.0	90.00	179.43	12,339.0	-4,567.6	54.3	4,567.9	0.00	0.00	0.00
17,300.0	90.00	179.43	12,339.0	-4,667.6	55.3	4,667.9	0.00	0.00	0.00
17,400.0	90.00	179.43	12,339.0	-4,767.6	56.3	4,767.9	0.00	0.00	0.00
17,500.0	90.00	179.43	12,339.0	-4,867.6	57.4	4,867.9	0.00	0.00	0.00
17,600.0	90.00	179.43	12,339.0	-4,967.6	58.4	4,967.9	0.00	0.00	0.00
17,700.0	90.00	179.43	12,339.0	-5,067.6	59.4	5,067.9	0.00	0.00	0.00
17,800.0	90.00	179.43	12,339.0	-5,167.6	60.4	5,167.9	0.00	0.00	0.00
17,900.0	90.00	179.43	12,339.0	-5,267.6	61.4	5,267.9	0.00	0.00	0.00
18,000.0	90.00	179.43	12,339.0	-5,367.6	62.4	5,367.9	0.00	0.00	0.00
18,100.0	90.00	179.43	12,339.0	-5,467.6	63.4	5,467.9	0.00	0.00	0.00
18,142.0	90.00	179.43	12,339.0	-5,509.6	63.8	5,509.9	0.00	0.00	0.00
GB124 into 18,200.0	<b>NMNM137472</b> 90.00	179.43	12,339.0	-5,567.6	64.4	5,567.9	0.00	0.00	0.00
18,300.0	90.00	179.43	12,339.0	-5,567.6 -5,667.6	65.4	5,667.9	0.00	0.00	0.00
18,400.0	90.00	179.43	12,339.0	-5,767.6	66.4	5,767.9	0.00	0.00	0.00
18,500.0	90.00	179.43	12,339.0	-5,867.6	67.4	5,867.9	0.00	0.00	0.00
18,600.0	90.00	179.43	12,339.0	-5,967.5	68.4	5,967.9	0.00	0.00	0.00
18,700.0	90.00	179.43	12,339.0	-6,067.5	69.4	6,067.9	0.00	0.00	0.00
18,800.0 18,900.0	90.00 90.00	179.43 179.43	12,339.0 12,339.0	-6,167.5 -6,267.5	70.4 71.4	6,167.9 6,267.9	0.00 0.00	0.00 0.00	0.00 0.00
19,000.0	90.00	179.43	12,339.0	-6,267.5 -6,367.5	71.4 72.4	6,267.9	0.00	0.00	0.00
19,100.0	90.00	179.43	12,339.0	-6,467.5	73.4	6,467.9	0.00	0.00	0.00
19,200.0	90.00	179.43	12,339.0	-6,567.5	74.4	6,567.9	0.00	0.00	0.00
19,300.0	90.00	179.43	12,339.0	-6,667.5	75.4	6,667.9	0.00	0.00	0.00
19,400.0	90.00	179.43	12,339.0	-6,767.5	76.4	6,767.9	0.00	0.00	0.00
19,500.0	90.00	179.43	12,339.0	-6,867.5	77.4	6,867.9	0.00	0.00	0.00
19,600.0	90.00	179.43	12,339.0	-6,967.5	78.4	6,967.9	0.00	0.00	0.00
19,700.0	90.00	179.43	12,339.0	-7,067.5	79.4	7,067.9	0.00	0.00	0.00
19,800.0	90.00	179.43	12,339.0	-7,167.5	80.4	7,167.9	0.00	0.00	0.00
19,900.0	90.00	179.43	12,339.0	-7,267.5	81.4	7,267.9	0.00	0.00	0.00
20,000.0	90.00	179.43	12,339.0	-7,367.5	82.4	7,367.9	0.00	0.00	0.00



Planning Report

Database: EDM5000

Company: Ameredev Operating, LLC.
Project: NAN/GB

 Site:
 NAN/GB #5N

 Well:
 Golden Bell 124H

 Wellbore:
 Wellbore #1

 Design:
 FTP100

Local Co-ordinate Reference:

TVD Reference:
MD Reference:
North Reference:

Survey Calculation Method:

Well Golden Bell 124H KB @ 3044.0usft KB @ 3044.0usft

Grid

									_
Measured Depth (usft)	Inclination (°)	Azimuth (°)	Vertical Depth (usft)	+N/-S (usft)	+E/-W (usft)	Vertical Section (usft)	Dogleg Rate (°/100usft)	Build Rate (°/100usft)	Turn Rate (°/100usft)
20,100.0	90.00	179.43	12,339.0	-7,467.5	83.4	7,467.9	0.00	0.00	0.00
20,200.0	90.00	179.43	12,339.0	-7,567.5	84.4	7,567.9	0.00	0.00	0.00
20,300.0	90.00	179.43	12,339.0	-7,667.5	85.4	7,667.9	0.00	0.00	0.00
20,400.0	90.00	179.43	12,339.0	-7,767.5	86.4	7,767.9	0.00	0.00	0.00
20,500.0	90.00	179.43	12,339.0	-7,867.5	87.4	7,867.9	0.00	0.00	0.00
20,600.0	90.00	179.43	12,339.0	-7,967.4	88.4	7,967.9	0.00	0.00	0.00
20,700.0	90.00	179.43	12,339.0	-8,067.4	89.4	8,067.9	0.00	0.00	0.00
20,800.0	90.00	179.43	12,339.0	-8,167.4	90.4	8,167.9	0.00	0.00	0.00
20,900.0	90.00	179.43	12,339.0	-8,267.4	91.4	8,267.9	0.00	0.00	0.00
21,000.0	90.00	179.43	12,339.0	-8,367.4	92.4	8,367.9	0.00	0.00	0.00
21,100.0	90.00	179.43	12,339.0	-8,467.4	93.4	8,467.9	0.00	0.00	0.00
21,200.0	90.00	179.43	12,339.0	-8,567.4	94.4	8,567.9	0.00	0.00	0.00
21,300.0	90.00	179.43	12,339.0	-8,667.4	95.4	8,667.9	0.00	0.00	0.00
21,400.0	90.00	179.43	12,339.0	-8,767.4	96.4	8,767.9	0.00	0.00	0.00
21,500.0	90.00	179.43	12,339.0	-8,867.4	97.4	8,867.9	0.00	0.00	0.00
21,600.0	90.00	179.43	12,339.0	-8,967.4	98.4	8,967.9	0.00	0.00	0.00
21,700.0	90.00	179.43	12,339.0	-9,067.4	99.4	9,067.9	0.00	0.00	0.00
21,800.0	90.00	179.43	12,339.0	-9,167.4	100.4	9,167.9	0.00	0.00	0.00
21,900.0	90.00	179.43	12,339.0	-9,267.4	101.4	9,267.9	0.00	0.00	0.00
22,000.0	90.00	179.43	12,339.0	-9,367.4	102.4	9,367.9	0.00	0.00	0.00
22,100.0	90.00	179.43	12,339.0	-9,467.4	103.4	9,467.9	0.00	0.00	0.00
22,200.0	90.00	179.43	12,339.0	-9,567.4	104.4	9,567.9	0.00	0.00	0.00
22,300.0	90.00	179.43	12,339.0	-9,667.4	105.4	9,667.9	0.00	0.00	0.00
22,400.0	90.00	179.43	12,339.0	-9,767.4	106.4	9,767.9	0.00	0.00	0.00
22,500.0	90.00	179.43	12,339.0	-9,867.4	107.4	9,867.9	0.00	0.00	0.00
22,600.0	90.00	179.43	12,339.0	-9,967.3	108.4	9,967.9	0.00	0.00	0.00
22,700.0	90.00	179.43	12,339.0	-10,067.3	109.4	10,067.9	0.00	0.00	0.00
22,800.0	90.00	179.43	12,339.0	-10,167.3	110.4	10,167.9	0.00	0.00	0.00
22,900.0	90.00	179.43	12,339.0	-10,267.3	111.4	10,267.9	0.00	0.00	0.00
23,000.0	90.00	179.43	12,339.0	-10,367.3	112.4	10,367.9	0.00	0.00	0.00
23,100.0	90.00	179.43	12,339.0	-10,467.3	113.4	10,467.9	0.00	0.00	0.00
23,200.0	90.00	179.43	12,339.0	-10,567.3	114.4	10,567.9	0.00	0.00	0.00
23,300.0	90.00	179.43	12,339.0	-10,667.3	115.4	10,667.9	0.00	0.00	0.00
GB124 LTP10		470.40	40,000.0	40.747.4	440.0	40.747.7	0.00	0.00	0.00
23,379.8 GB124 BHL	90.00	179.43	12,339.0	-10,747.1	116.2	10,747.7	0.00	0.00	0.00



Planning Report

Database: EDM5000

Company: Ameredev Operating, LLC.

 Project:
 NAN/GB

 Site:
 NAN/GB #5N

 Well:
 Golden Bell 124H

Wellbore: Wellbore #1
Design: FTP100

Local Co-ordinate Reference:

TVD Reference: MD Reference: North Reference:

**Survey Calculation Method:** 

Well Golden Bell 124H KB @ 3044.0usft KB @ 3044.0usft

Grid

Design Targets									
Target Name - hit/miss target - Shape	Dip Angle (°)	Dip Dir. (°)	TVD (usft)	+N/-S (usft)	+E/-W (usft)	Northing (usft)	Easting (usft)	Latitude	Longitude
Interp @ 11850.0 (Golde - plan hits target cent - Point	0.00 ter	0.00	11,850.0	460.2	-195.3	394,894.36	859,558.96	32° 4′ 53.321 N	103° 18' 21.195 W
GB124 FTP102 - plan hits target cent - Point	0.00 ter	0.00	12,339.0	-479.8	13.4	393,954.39	859,767.72	32° 4' 44.001 N	103° 18' 18.873 W
GB124 FTP - plan misses target of Point	0.00 center by 22.8	0.00 Busft at 1296	12,339.0 5.2usft MD	-329.9 (12336.5 TVD,	13.4 -335.1 N, -8.6	394,104.33 (E)	859,767.72	32° 4' 45.484 N	103° 18' 18.856 W
GB124 BHL - plan hits target cent - Point	0.00 ter	0.00	12,339.0	-10,747.1	116.2	383,687.13	859,870.49	32° 3' 2.399 N	103° 18' 18.815 W
GB124 LTP100 - plan misses target of Point	0.00 center by 29.7	0.01 ousft at 2330	12,339.0 0.0usft MD	-10,697.0 (12339.0 TVD,	115.7 -10667.3 N, 1	383,737.16 15.4 E)	859,870.02	32° 3′ 2.894 N	103° 18' 18.815 W

Plan Annotatio	ons				
	Measured	Vertical	Local Coor	dinates	
	Depth	Depth	+N/-S	+E/-W	
	(usft)	(usft)	(usft)	(usft)	Comment
	12,855.0	12,333.6	-227.9	-33.8	GB124 into NMNM137471
	18,142.0	12,339.0	-5,509.6	63.8	GB124 into NMNM137472



NAN/GB NAN/GB #5N Golden Bell 124H Wellbore #1

Plan: FTP100

# **Lease Penetration Section Line Foot**

22 February, 2019



#### Lease Penetration Section Line Footages

Company: Ameredev Operating, LLC.

Project: NAN/GB NAN/GB #5N Site: Well: Golden Bell 124H Wellbore: Wellbore #1 Design: FTP100

Local Co-ordinate Reference:

Well Golden Bell 124H KB @ 3044.0usft TVD Reference: MD Reference: KB @ 3044.0usft

North Reference: Grid

**Survey Calculation Method:** Minimum Curvature EDM5000

Database:

**Project** NAN/GB

Map System: US State Plane 1983 North American Datum 1983 Geo Datum: New Mexico Eastern Zone Map Zone:

System Datum: Mean Sea Level

Site NAN/GB #5N

394,434.39 usft Northing: 32° 4' 48.750 N Site Position: Latitude: Easting: 859,774.27 usft 103° 18' 18.744 W From: Lat/Long Longitude: 13-3/16" 0.55 **Position Uncertainty:** 0.0 usft Slot Radius: **Grid Convergence:** 

Well Golden Bell 124H **Well Position** +N/-S 0.0 usft Northing: 394,434.20 usft Latitude: 32° 4' 48.750 N +F/-W 0.0 usft 859,754.29 usft 103° 18' 18.976 W Easting: Longitude: **Position Uncertainty** 0.0 usft Wellhead Elevation: Ground Level: 3,017.0 usft

Wellbore Wellbore #1 Field Strength Declination Magnetics **Model Name** Sample Date Dip Angle (°) (°) (nT) 47,740.80635656 IGRF2015 11/5/2018 6.67 59.95

FTP100 Design **Audit Notes:** PROTOTYPE 0.0 Version: Phase: Tie On Depth: Vertical Section: Depth From (TVD) +E/-W Direction +N/-S (usft) (usft) (usft) (°) 179.38 0.0 0.0 0.0

**Survey Tool Program** 2/6/2019 From То (usft) (usft) Survey (Wellbore) **Tool Name** Description 0.0 23,379.8 FTP100 (Wellbore #1) MWD OWSG MWD - Standard

Planned Survey							
MD (usft)	Inc (°)	Azi (azimuth) (°)	TVD (usft)	+FSL/-FNL (usft)	+FWL/-FEL (usft)	Latitude	Longitude
0.0	0.00	0.00	0.0	229.8	2,308.0	32° 4' 48.750 N	103° 18' 18.976 W
100.0	0.00	0.00	100.0	229.8	2,308.0	32° 4' 48.750 N	103° 18' 18.976 W
200.0	0.00	0.00	200.0	229.8	2,308.0	32° 4' 48.750 N	103° 18' 18.976 W
300.0	0.00	0.00	300.0	229.8	2,308.0	32° 4' 48.750 N	103° 18' 18.976 W
400.0	0.00	0.00	400.0	229.8	2,308.0	32° 4' 48.750 N	103° 18' 18.976 W
500.0	0.00	0.00	500.0	229.8	2,308.0	32° 4' 48.750 N	103° 18' 18.976 W
600.0	0.00	0.00	600.0	229.8	2,308.0	32° 4' 48.750 N	103° 18' 18.976 W
700.0	0.00	0.00	700.0	229.8	2,308.0	32° 4' 48.750 N	103° 18' 18.976 W
800.0	0.00	0.00	800.0	229.8	2,308.0	32° 4' 48.750 N	103° 18' 18.976 W
900.0	0.00	0.00	900.0	229.8	2,308.0	32° 4' 48.750 N	103° 18' 18.976 W
1,000.0	0.00	0.00	1,000.0	229.8	2,308.0	32° 4' 48.750 N	103° 18' 18.976 W
1,100.0	0.00	0.00	1,100.0	229.8	2,308.0	32° 4' 48.750 N	103° 18' 18.976 W



## Lease Penetration Section Line Footages

Company: Ameredev Operating, LLC.

FTP100

Project: NAN/GB Site: NAN/GB #5N Well: Golden Bell 124H Wellbore: Wellbore #1

Design:

Local Co-ordinate Reference:

Well Golden Bell 124H TVD Reference: KB @ 3044.0usft MD Reference: KB @ 3044.0usft

Grid North Reference: **Survey Calculation Method:** Minimum Curvature

Database: EDM5000

ned Survey							
MD (usft)	Inc (°)	Azi (azimuth) (°)	TVD (usft)	+FSL/-FNL (usft)	+FWL/-FEL (usft)	Latitude	Longitude
1,200.0	0.00	0.00	1,200.0	229.8	2,308.0	32° 4' 48.750 N	103° 18' 18.976
1,300.0	0.00	0.00	1,300.0	229.8	2,308.0	32° 4' 48.750 N	103° 18' 18.976
1,400.0	0.00	0.00	1,400.0	229.8	2,308.0	32° 4' 48.750 N	103° 18' 18.976
1,500.0	0.00	0.00	1,500.0	229.8	2,308.0	32° 4' 48.750 N	103° 18' 18.976
1,600.0	0.00	0.00	1,600.0	229.8	2,308.0	32° 4' 48.750 N	103° 18' 18.976
1,700.0	0.00	0.00	1,700.0	229.8	2,308.0	32° 4' 48.750 N	103° 18' 18.97
1,800.0	0.00	0.00	1,800.0	229.8	2,308.0	32° 4' 48.750 N	103° 18' 18.97
1,900.0	0.00	0.00	1,900.0	229.8	2,308.0	32° 4' 48.750 N	103° 18' 18.97
2,000.0	0.00	0.00	2,000.0	229.8	2,308.0	32° 4' 48.750 N	103° 18' 18.97
2,100.0	2.00	337.00	2,100.0	231.4	2,307.3	32° 4′ 48.765 N	103° 18' 18.98
2,200.0	4.00	337.00	2,199.8	236.2	2,305.3	32° 4' 48.813 N	103° 18' 19.00
2,300.0	6.00	337.00	2,299.5	244.3	2,301.9	32° 4' 48.893 N	103° 18' 19.04
2,400.0	6.00	337.00	2,398.9	253.9	2,297.8	32° 4' 48.989 N	103° 18' 19.09
2,500.0	6.00	337.00	2,498.4	263.5	2,293.7	32° 4' 49.084 N	103° 18' 19.13
2,600.0	6.00	337.00	2,597.8	273.1	2,289.6	32° 4' 49.180 N	103° 18' 19.18
2,700.0	6.00	337.00	2,697.3	282.7	2,285.6	32° 4' 49.275 N	103° 18' 19.23
2,800.0	6.00	337.00	2,796.7	292.4	2,281.5	32° 4' 49.371 N	103° 18' 19.27
2,900.0	6.00	337.00	2,896.2	302.0	2,277.4	32° 4' 49.467 N	103° 18' 19.32
3,000.0	6.00	337.00	2,995.6	311.6	2,273.3	32° 4' 49.562 N	103° 18' 19.37
3,100.0	6.00	337.00	3,095.1	321.2	2,269.2	32° 4' 49.658 N	103° 18' 19.41
3,200.0	6.00	337.00	3,194.5	330.9	2,265.1	32° 4' 49.753 N	103° 18' 19.46
3,300.0	6.00	337.00	3,294.0	340.5	2,261.0	32° 4' 49.849 N	103° 18' 19.51
3,400.0	6.00	337.00	3,393.4	350.1	2,257.0	32° 4' 49.945 N	103° 18' 19.55
3,500.0	6.00	337.00	3,492.9	359.7	2,252.9	32° 4' 50.040 N	103° 18' 19.60
3,600.0	6.00	337.00	3,592.3	369.3	2,248.8	32° 4' 50.136 N	103° 18' 19.64
3,700.0	6.00	337.00	3,691.8	379.0	2,244.7	32° 4' 50.231 N	103° 18' 19.69
3,800.0	6.00	337.00	3,791.2	388.6	2,240.6	32° 4′ 50.327 N	103° 18' 19.74
3,900.0	6.00	337.00	3,890.7	398.2	2,236.5	32° 4' 50.422 N	103° 18' 19.78
4,000.0	6.00	337.00	3,990.1	407.8	2,232.5	32° 4' 50.518 N	103° 18' 19.83
4,100.0	6.00	337.00	4,089.6	417.4	2,228.4	32° 4' 50.614 N	103° 18' 19.88
4,200.0	6.00	337.00	4,189.0	427.1	2,224.3	32° 4' 50.709 N	103° 18' 19.92
4,300.0	6.00	337.00	4,288.5	436.7	2,220.2	32° 4' 50.805 N	103° 18' 19.97
4,400.0	6.00	337.00	4,387.9	446.3	2,216.1	32° 4' 50.900 N	103° 18' 20.02
4,500.0	6.00	337.00	4,487.4	455.9	2,212.0	32° 4' 50.996 N	103° 18' 20.06
4,600.0	6.00	337.00	4,586.9	465.6	2,208.0	32° 4' 51.092 N	103° 18' 20.11
4,700.0	6.00	337.00	4,686.3	475.2	2,203.9	32° 4' 51.187 N	103° 18' 20.15
4,800.0	6.00	337.00	4,785.8	484.8	2,199.8	32° 4' 51.283 N	103° 18' 20.20
4,900.0	6.00	337.00	4,885.2	494.4	2,195.7	32° 4' 51.378 N	103° 18' 20.25
5,000.0	6.00	337.00	4,984.7	504.0	2,191.6	32° 4' 51.474 N	103° 18' 20.29
5,100.0	6.00	337.00	5,084.1	513.7	2,187.5	32° 4' 51.570 N	103° 18' 20.34
5,200.0	6.00	337.00	5,183.6	523.3	2,183.4	32° 4' 51.665 N	103° 18' 20.39
5,300.0	6.00	337.00	5,283.0	532.9	2,179.4	32° 4' 51.761 N	103° 18' 20.43
5,400.0	6.00	337.00	5,382.5	542.5	2,175.3	32° 4' 51.856 N	103° 18' 20.48



## Lease Penetration Section Line Footages

Company: Ameredev Operating, LLC.

FTP100

Project: NAN/GB
Site: NAN/GB #5N
Well: Golden Bell 124H
Wellbore: Wellbore #1

Design:

Local Co-ordinate Reference:Well Golden Bell 124HTVD Reference:KB @ 3044.0usftMD Reference:KB @ 3044.0usft

North Reference: Grid

Survey Calculation Method: Minimum Curvature

Database: EDM5000

MD	lno	Azi (azim: th)	TVD	+EQ1 / EN!!	+EWI / FF1	l atituda	Langitude
MD (usft)	Inc (°)	Azi (azimuth) (°)	(usft)	+FSL/-FNL (usft)	+FWL/-FEL (usft)	Latitude	Longitude
5,600.0	6.00	337.00	5,581.4	561.8	2,167.1	32° 4′ 52.048 N	103° 18' 20.57
5,700.0	6.00	337.00	5,680.8	571.4	2,163.0	32° 4' 52.143 N	103° 18' 20.62
5,800.0	6.00	337.00	5,780.3	581.0	2,158.9	32° 4' 52.239 N	103° 18' 20.67
5,900.0	6.00	337.00	5,879.7	590.6	2,154.9	32° 4' 52.334 N	103° 18' 20.71
6,000.0	6.00	337.00	5,979.2	600.3	2,150.8	32° 4′ 52.430 N	103° 18' 20.76
6,100.0	6.00	337.00	6,078.6	609.9	2,146.7	32° 4' 52.525 N	103° 18' 20.80
6,200.0	6.00	337.00	6,178.1	619.5	2,142.6	32° 4' 52.621 N	103° 18' 20.85
6,300.0	6.00	337.00	6,277.5	629.1	2,138.5	32° 4' 52.717 N	103° 18' 20.90
6,400.0	6.00	337.00	6,377.0	638.8	2,134.4	32° 4' 52.812 N	103° 18' 20.94
6,500.0	6.00	337.00	6,476.4	648.4	2,130.4	32° 4′ 52.908 N	103° 18' 20.99
6,600.0	6.00	337.00	6,575.9	658.0	2,126.3	32° 4′ 53.003 N	103° 18' 21.04
6,700.0	6.00	337.00	6,675.3	667.6	2,122.2	32° 4′ 53.099 N	103° 18' 21.08
6,782.1	6.00	337.00	6,757.0	675.5	2,118.8	32° 4′ 53.178 N	103° 18' 21.12
6,800.0	5.64	337.00	6,774.8	677.2	2,118.1	32° 4' 53.194 N	103° 18' 21.13
6,900.0	3.64	337.00	6,874.5	684.6	2,115.0	32° 4′ 53.268 N	103° 18' 21.16
7,000.0	1.64	337.00	6,974.4	688.9	2,113.2	32° 4' 53.310 N	103° 18' 21.19
7,082.1	0.00	0.00	7,056.5	690.0	2,112.7	32° 4' 53.321 N	103° 18' 21.19
7,100.0	0.00	0.00	7,074.4	690.0	2,112.7	32° 4' 53.321 N	103° 18' 21.19
7,200.0	0.00	0.00	7,174.4	690.0	2,112.7	32° 4′ 53.321 N	103° 18' 21.19
7,300.0	0.00	0.00	7,274.4	690.0	2,112.7	32° 4' 53.321 N	103° 18' 21.19
7,400.0	0.00	0.00	7,374.4	690.0	2,112.7	32° 4' 53.321 N	103° 18' 21.19
7,500.0	0.00	0.00	7,474.4	690.0	2,112.7	32° 4' 53.321 N	103° 18' 21.19
7,600.0	0.00	0.00	7,574.4	690.0	2,112.7	32° 4' 53.321 N	103° 18' 21.19
7,700.0	0.00	0.00	7,674.4	690.0	2,112.7	32° 4' 53.321 N	103° 18' 21.19
7,800.0	0.00	0.00	7,774.4	690.0	2,112.7	32° 4' 53.321 N	103° 18' 21.19
7,900.0	0.00	0.00	7,874.4	690.0	2,112.7	32° 4' 53.321 N	103° 18' 21.19
8,000.0	0.00	0.00	7,974.4	690.0	2,112.7	32° 4' 53.321 N	103° 18' 21.19
8,100.0	0.00	0.00	8,074.4	690.0	2,112.7	32° 4' 53.321 N	103° 18' 21.19
8,200.0	0.00	0.00	8,174.4	690.0	2,112.7	32° 4' 53.321 N	103° 18' 21.19
8,300.0	0.00	0.00	8,274.4	690.0	2,112.7	32° 4' 53.321 N	103° 18' 21.19
8,400.0	0.00	0.00	8,374.4	690.0	2,112.7	32° 4' 53.321 N	103° 18' 21.19
8,500.0	0.00	0.00	8,474.4	690.0	2,112.7	32° 4' 53.321 N	103° 18' 21.19
8,600.0	0.00	0.00	8,574.4	690.0	2,112.7	32° 4' 53.321 N	103° 18' 21.19
8,700.0	0.00	0.00	8,674.4	690.0	2,112.7	32° 4' 53.321 N	103° 18' 21.19
8,800.0	0.00	0.00	8,774.4	690.0	2,112.7	32° 4' 53.321 N	103° 18' 21.19
8,900.0	0.00	0.00	8,874.4	690.0	2,112.7	32° 4' 53.321 N	103° 18' 21.19
9,000.0	0.00	0.00	8,974.4	690.0	2,112.7	32° 4' 53.321 N	103° 18' 21.19
9,100.0	0.00	0.00	9,074.4	690.0	2,112.7	32° 4' 53.321 N	103° 18' 21.19
9,200.0	0.00	0.00	9,174.4	690.0	2,112.7	32° 4' 53.321 N	103° 18' 21.19
9,300.0	0.00	0.00	9,274.4	690.0	2,112.7	32° 4' 53.321 N	103° 18' 21.19
9,400.0	0.00	0.00	9,374.4	690.0	2,112.7	32° 4' 53.321 N	103° 18' 21.19
9,500.0	0.00	0.00	9,474.4	690.0	2,112.7	32° 4' 53.321 N	103° 18' 21.19
9,600.0	0.00	0.00	9,574.4	690.0	2,112.7	32° 4' 53.321 N	103° 18' 21.19
9,700.0	0.00	0.00	9,674.4	690.0	2,112.7	32° 4' 53.321 N	



## Lease Penetration Section Line Footages

Company: Ameredev Operating, LLC.

FTP100

Project: NAN/GB
Site: NAN/GB #5N
Well: Golden Bell 124H
Wellbore: Wellbore #1

Design:

Local Co-ordinate Reference:

**Survey Calculation Method:** 

TVD Reference: MD Reference:

North Reference: Grid

Database:

Well Golden Bell 124H KB @ 3044.0usft

KB @ 3044.0usft KB @ 3044.0usft

Minimum Curvature

EDM5000

ed Survey							
MD (usft)	Inc (°)	Azi (azimuth) (°)	TVD (usft)	+FSL/-FNL (usft)	+FWL/-FEL (usft)	Latitude	Longitude
9,800.0	0.00	0.00	9,774.4	690.0	2,112.7	32° 4′ 53.321 N	103° 18' 21.19
9,900.0	0.00	0.00	9,874.4	690.0	2,112.7	32° 4' 53.321 N	103° 18' 21.19
10,000.0	0.00	0.00	9,974.4	690.0	2,112.7	32° 4' 53.321 N	103° 18' 21.19
10,100.0	0.00	0.00	10,074.4	690.0	2,112.7	32° 4' 53.321 N	103° 18' 21.19
10,200.0	0.00	0.00	10,174.4	690.0	2,112.7	32° 4' 53.321 N	103° 18' 21.19
10,300.0	0.00	0.00	10,274.4	690.0	2,112.7	32° 4' 53.321 N	103° 18' 21.19
10,400.0	0.00	0.00	10,374.4	690.0	2,112.7	32° 4' 53.321 N	103° 18' 21.19
10,500.0	0.00	0.00	10,474.4	690.0	2,112.7	32° 4' 53.321 N	103° 18' 21.19
10,600.0	0.00	0.00	10,574.4	690.0	2,112.7	32° 4' 53.321 N	103° 18' 21.19
10,700.0	0.00	0.00	10,674.4	690.0	2,112.7	32° 4' 53.321 N	103° 18' 21.19
10,800.0	0.00	0.00	10,774.4	690.0	2,112.7	32° 4' 53.321 N	103° 18' 21.19
10,900.0	0.00	0.00	10,874.4	690.0	2,112.7	32° 4' 53.321 N	103° 18' 21.19
11,000.0	0.00	0.00	10,974.4	690.0	2,112.7	32° 4′ 53.321 N	103° 18' 21.19
11,100.0	0.00	0.00	11,074.4	690.0	2,112.7	32° 4' 53.321 N	103° 18' 21.19
11,200.0	0.00	0.00	11,174.4	690.0	2,112.7	32° 4' 53.321 N	103° 18' 21.19
11,300.0	0.00	0.00	11,274.4	690.0	2,112.7	32° 4' 53.321 N	103° 18' 21.19
11,400.0	0.00	0.00	11,374.4	690.0	2,112.7	32° 4' 53.321 N	103° 18' 21.19
11,500.0	0.00	0.00	11,474.4	690.0	2,112.7	32° 4' 53.321 N	103° 18' 21.19
11,600.0	0.00	0.00	11,574.4	690.0	2,112.7	32° 4' 53.321 N	103° 18' 21.19
11,700.0	0.00	0.00	11,674.4	690.0	2,112.7	32° 4' 53.321 N	103° 18' 21.19
11,800.0	0.00	0.00	11,774.4	690.0	2,112.7	32° 4' 53.321 N	103° 18' 21.19
11,875.6	0.00	0.00	11,850.0	690.0	2,112.7	32° 4′ 53.321 N	103° 18' 21.19
	(Golden Bell 124h						
11,900.0	2.92	166.79	11,874.3	689.4	2,112.8	32° 4' 53.315 N	103° 18' 21.19
12,000.0	14.92	166.79	11,972.9	674.3	2,116.4	32° 4' 53.166 N	103° 18' 21.15
12,100.0	26.92	166.79	12,066.2	639.6	2,124.5	32° 4' 52.821 N	103° 18' 21.06
12,200.0	38.92	166.79	12,150.0	586.8	2,136.9	32° 4′ 52.298 N	103° 18' 20.92
12,300.0	50.92	166.79	12,220.7	518.2	2,153.0	32° 4' 51.617 N	103° 18' 20.74
12,400.0	62.92	166.79	12,275.1	436.7	2,172.2	32° 4′ 50.810 N	103° 18' 20.53
12,500.0	74.92	166.79	12,311.0	346.1	2,193.5	32° 4' 49.911 N	103° 18' 20.29
12,600.0	86.92	166.79	12,326.8	250.1	2,216.0	32° 4' 48.959 N	103° 18' 20.04
12,613.1	88.50	166.79	12,327.3	237.3	2,219.0	32° 4′ 48.832 N	103° 18' 20.0
12,700.0	88.50	166.79	12,329.6	152.8	2,238.8	32° 4' 47.994 N	103° 18' 19.78
12,800.0	88.50	166.79	12,332.2	55.5	2,261.7	32° 4' 47.029 N	103° 18' 19.53
12,855.0	88.50	166.79	12,333.6	1.9	2,274.3	32° 4′ 46.498 N	103° 18' 19.39
GB124 into NMN	M137471						
12,900.0	88.50	166.79	12,334.8	-41.8	2,284.5	32° 4' 46.064 N	103° 18' 19.27
12,965.2	88.50	166.79	12,336.5	-105.3	2,299.4	32° 4' 45.435 N	103° 18' 19.11
GB124 FTP	20.50	400 70	40.007.4	400.0	0.007.4	200 41 45 222 ::	4000 401 40 55
13,000.0	88.50	166.79	12,337.4	-139.2	2,307.4	32° 4' 45.099 N	103° 18' 19.02
13,005.9	88.50	166.79	12,337.6	-144.9	2,308.7	32° 4' 45.042 N	103° 18' 19.00
13,100.0	89.83	178.00	12,339.0	-238.0	2,321.2	32° 4' 44.119 N	103° 18' 18.87
13,112.0	90.00	179.43	12,339.0	-250.0	2,321.5	32° 4' 44.001 N	103° 18' 18.87
GB124 FTP102							
13,200.0	90.00	179.43	12,339.0	-338.0	2,322.3	32° 4' 43.130 N	103° 18' 18.87



## Lease Penetration Section Line Footages

Company: Ameredev Operating, LLC.

FTP100

Project: NAN/GB Site: NAN/GB #5N Well: Golden Bell 124H Wellbore: Wellbore #1

Design:

Local Co-ordinate Reference:

Well Golden Bell 124H TVD Reference: KB @ 3044.0usft MD Reference: KB @ 3044.0usft

North Reference: Grid

**Survey Calculation Method:** Minimum Curvature EDM5000

Database:

Planned Survey							
MD (usft)	Inc (°)	Azi (azimuth) (°)	TVD (usft)	+FSL/-FNL (usft)	+FWL/-FEL (usft)	Latitude	Longitude
13,300.0	90.00	179.43	12,339.0	-438.0	2,323.3	32° 4' 42.140 N	103° 18' 18.872 W
13,400.0	90.00	179.43	12,339.0	-538.0	2,324.3	32° 4' 41.151 N	103° 18' 18.871 W
13,500.0	90.00	179.43	12,339.0	-638.0	2,325.3	32° 4' 40.161 N	103° 18' 18.871 W
13,600.0	90.00	179.43	12,339.0	-738.0	2,326.3	32° 4′ 39.172 N	103° 18' 18.870 W
13,700.0	90.00	179.43	12,339.0	-838.0	2,327.3	32° 4′ 38.182 N	103° 18' 18.870 W
13,800.0	90.00	179.43	12,339.0	-938.0	2,328.3	32° 4' 37.193 N	103° 18' 18.869 W
13,900.0	90.00	179.43	12,339.0	-1,038.0	2,329.3	32° 4′ 36.203 N	103° 18' 18.869 W
14,000.0	90.00	179.43	12,339.0	-1,138.0	2,330.3	32° 4′ 35.214 N	103° 18' 18.868 W
14,100.0	90.00	179.43	12,339.0	-1,238.0	2,331.3	32° 4′ 34.224 N	103° 18' 18.868 W
14,200.0	90.00	179.43	12,339.0	-1,338.0	2,332.3	32° 4′ 33.235 N	103° 18' 18.867 W
14,300.0	90.00	179.43	12,339.0	-1,438.0	2,333.3	32° 4′ 32.245 N	103° 18' 18.866 W
14,400.0	90.00	179.43	12,339.0	-1,538.0	2,334.3	32° 4′ 31.256 N	103° 18' 18.866 W
14,500.0	90.00	179.43	12,339.0	-1,637.9	2,335.3	32° 4′ 30.266 N	103° 18' 18.865 W
14,600.0	90.00	179.43	12,339.0	-1,737.9	2,336.3	32° 4' 29.277 N	103° 18' 18.865 W
14,700.0	90.00	179.43	12,339.0	-1,837.9	2,337.3	32° 4' 28.287 N	103° 18' 18.864 W
14,800.0	90.00	179.43	12,339.0	-1,937.9	2,338.3	32° 4' 27.298 N	103° 18' 18.864 W
14,900.0	90.00	179.43	12,339.0	-2,037.9	2,339.3	32° 4' 26.308 N	103° 18' 18.863 W
15,000.0	90.00	179.43	12,339.0	-2,137.9	2,340.3	32° 4' 25.318 N	103° 18' 18.863 W
15,100.0	90.00	179.43	12,339.0	-2,237.9	2,341.3	32° 4' 24.329 N	103° 18' 18.862 W
15,200.0	90.00	179.43	12,339.0	-2,337.9	2,342.4	32° 4' 23.339 N	103° 18' 18.861 W
15,300.0	90.00	179.43	12,339.0	-2,437.9	2,343.4	32° 4' 22.350 N	103° 18' 18.861 W
15,400.0	90.00	179.43	12,339.0	-2,537.9	2,344.4	32° 4' 21.360 N	103° 18' 18.860 W
15,500.0	90.00	179.43	12,339.0	-2,637.9	2,345.4	32° 4' 20.371 N	103° 18' 18.860 W
15,600.0	90.00	179.43	12,339.0	-2,737.9	2,346.4	32° 4' 19.381 N	103° 18' 18.859 W
15,700.0	90.00	179.43	12,339.0	-2,837.9	2,347.4	32° 4′ 18.392 N	103° 18' 18.859 W
15,800.0	90.00	179.43	12,339.0	-2,937.9	2,348.4	32° 4' 17.402 N	103° 18' 18.858 W
15,900.0	90.00	179.43	12,339.0	-3,037.9	2,349.4	32° 4' 16.413 N	103° 18' 18.857 W
16,000.0	90.00	179.43	12,339.0	-3,137.9	2,350.4	32° 4' 15.423 N	103° 18' 18.857 W
16,100.0	90.00	179.43	12,339.0	-3,237.9	2,351.4	32° 4′ 14.434 N	103° 18' 18.856 W
16,200.0	90.00	179.43	12,339.0	-3,337.9	2,352.4	32° 4′ 13.444 N	103° 18' 18.856 W
16,300.0	90.00	179.43	12,339.0	-3,437.9	2,353.4	32° 4' 12.455 N	103° 18' 18.855 W
16,400.0	90.00	179.43	12,339.0	-3,537.9	2,354.4	32° 4' 11.465 N	103° 18' 18.855 W
16,500.0	90.00	179.43	12,339.0	-3,637.8	2,355.4	32° 4' 10.476 N	103° 18' 18.854 W
16,600.0	90.00	179.43	12,339.0	-3,737.8	2,356.4	32° 4' 9.486 N	103° 18' 18.854 W
16,700.0	90.00	179.43	12,339.0	-3,837.8	2,357.4	32° 4' 8.497 N	103° 18' 18.853 W
16,800.0	90.00	179.43	12,339.0	-3,937.8	2,358.4	32° 4' 7.507 N	103° 18' 18.852 W
16,900.0	90.00	179.43	12,339.0	-4,037.8	2,359.4	32° 4' 6.518 N	103° 18' 18.852 W
17,000.0	90.00	179.43	12,339.0	-4,137.8	2,360.4	32° 4' 5.528 N	103° 18' 18.851 W
17,100.0	90.00	179.43	12,339.0	-4,237.8	2,361.4	32° 4' 4.539 N	103° 18' 18.851 W
17,200.0	90.00	179.43	12,339.0	-4,337.8	2,362.4	32° 4' 3.549 N	103° 18' 18.850 W
17,300.0	90.00	179.43	12,339.0	-4,437.8	2,363.4	32° 4' 2.560 N	103° 18' 18.850 W
17,400.0	90.00	179.43	12,339.0	-4,537.8	2,364.4	32° 4' 1.570 N	103° 18' 18.849 W
17,500.0	90.00	179.43	12,339.0	-4,637.8	2,365.4	32° 4' 0.581 N	103° 18' 18.849 W
17,600.0	90.00	179.43	12,339.0	-4,737.8	2,366.4	32° 3' 59.591 N	103° 18' 18.848 W



## Lease Penetration Section Line Footages

Company: Ameredev Operating, LLC.

FTP100

Project: NAN/GB Site: NAN/GB #5N Well: Golden Bell 124H Wellbore: Wellbore #1

Design:

Local Co-ordinate Reference:

Well Golden Bell 124H TVD Reference: KB @ 3044.0usft MD Reference: KB @ 3044.0usft

North Reference: Grid

**Survey Calculation Method:** Minimum Curvature

Database: EDM5000

Planned Survey							
MD	Inc	Azi (azimuth)	TVD	+FSL/-FNL	+FWL/-FEL	Latitude	Longitudo
(usft)	(°)	(°)	(usft)	(usft)	(usft)	Latitude	Longitude
17,700.0	90.00	179.43	12,339.0	-4,837.8	2,367.4	32° 3′ 58.602 N	103° 18' 18.847 W
17,800.0	90.00	179.43	12,339.0	-4,937.8	2,368.4	32° 3′ 57.612 N	103° 18' 18.847 W
17,900.0	90.00	179.43	12,339.0	-5,037.8	2,369.4	32° 3′ 56.623 N	103° 18' 18.846 W
18,000.0	90.00	179.43	12,339.0	-5,137.8	2,370.4	32° 3′ 55.633 N	103° 18' 18.846 W
18,100.0	90.00	179.43	12,339.0	-5,237.8	2,371.4	32° 3′ 54.644 N	103° 18' 18.845 W
18,142.0	90.00	179.43	12,339.0	-5,279.8	2,371.8	32° 3′ 54.228 N	103° 18' 18.845 W
GB124 into N	MNM137472						
18,200.0	90.00	179.43	12,339.0	-5,337.8	2,372.4	32° 3′ 53.654 N	103° 18' 18.845 V
18,300.0	90.00	179.43	12,339.0	-5,437.8	2,373.4	32° 3′ 52.664 N	103° 18' 18.844 V
18,400.0	90.00	179.43	12,339.0	-5,537.8	2,374.4	32° 3′ 51.675 N	103° 18' 18.843 V
18,500.0	90.00	179.43	12,339.0	-5,637.7	2,375.4	32° 3′ 50.685 N	103° 18' 18.843 V
18,600.0	90.00	179.43	12,339.0	-5,737.7	2,376.4	32° 3′ 49.696 N	103° 18' 18.842 \
18,700.0	90.00	179.43	12,339.0	-5,837.7	2,377.4	32° 3′ 48.706 N	103° 18' 18.842 \
18,800.0	90.00	179.43	12,339.0	-5,937.7	2,378.4	32° 3' 47.717 N	103° 18' 18.841 \
18,900.0	90.00	179.43	12,339.0	-6,037.7	2,379.4	32° 3′ 46.727 N	103° 18' 18.841 \
19,000.0	90.00	179.43	12,339.0	-6,137.7	2,380.4	32° 3′ 45.738 N	103° 18' 18.840 \
19,100.0	90.00	179.43	12,339.0	-6,237.7	2,381.4	32° 3′ 44.748 N	103° 18' 18.840 '
19,200.0	90.00	179.43	12,339.0	-6,337.7	2,382.4	32° 3′ 43.759 N	103° 18' 18.839
19,300.0	90.00	179.43	12,339.0	-6,437.7	2,383.4	32° 3' 42.769 N	103° 18' 18.838
19,400.0	90.00	179.43	12,339.0	-6,537.7	2,384.4	32° 3' 41.780 N	103° 18' 18.838
19,500.0	90.00	179.43	12,339.0	-6,637.7	2,385.4	32° 3′ 40.790 N	103° 18' 18.837 '
19,600.0	90.00	179.43	12,339.0	-6,737.7	2,386.4	32° 3' 39.801 N	103° 18' 18.837
19,700.0	90.00	179.43	12,339.0	-6,837.7	2,387.4	32° 3′ 38.811 N	103° 18' 18.836 '
19,800.0	90.00	179.43	12,339.0	-6,937.7	2,388.4	32° 3′ 37.822 N	103° 18' 18.836 '
19,900.0	90.00	179.43	12,339.0	-7,037.7	2,389.4	32° 3′ 36.832 N	103° 18' 18.835
20,000.0	90.00	179.43	12,339.0	-7,137.7	2,390.4	32° 3′ 35.843 N	103° 18' 18.834
20,100.0	90.00	179.43	12,339.0	-7,237.7	2,391.4	32° 3' 34.853 N	103° 18' 18.834
20,200.0	90.00	179.43	12,339.0	-7,337.7	2,392.4	32° 3' 33.864 N	103° 18' 18.833 '
20,300.0	90.00	179.43	12,339.0	-7,437.7	2,393.4	32° 3' 32.874 N	103° 18' 18.833 '
20,400.0	90.00	179.43	12,339.0	-7,537.7	2,394.4	32° 3' 31.885 N	103° 18' 18.832
20,500.0	90.00	179.43	12,339.0	-7,637.6	2,395.4	32° 3′ 30.895 N	103° 18' 18.832
20,600.0	90.00	179.43	12,339.0	-7,737.6	2,396.4	32° 3' 29.906 N	103° 18' 18.831 '
20,700.0	90.00	179.43	12,339.0	-7,837.6	2,397.4	32° 3′ 28.916 N	103° 18' 18.831 '
20,800.0	90.00	179.43	12,339.0	-7,937.6	2,398.4	32° 3' 27.927 N	103° 18' 18.830
20,900.0	90.00	179.43	12,339.0	-8,037.6	2,399.4	32° 3' 26.937 N	103° 18' 18.829
21,000.0	90.00	179.43	12,339.0	-8,137.6	2,400.4	32° 3' 25.948 N	103° 18' 18.829
21,100.0	90.00	179.43	12,339.0	-8,237.6	2,401.4	32° 3' 24.958 N	103° 18' 18.828 '
21,200.0	90.00	179.43	12,339.0	-8,337.6	2,402.4	32° 3' 23.968 N	103° 18' 18.828 '
21,300.0	90.00	179.43	12,339.0	-8,437.6	2,403.4	32° 3' 22.979 N	103° 18' 18.827 '
21,400.0	90.00	179.43	12,339.0	-8,537.6	2,404.4	32° 3′ 21.989 N	103° 18' 18.827
21,500.0	90.00	179.43	12,339.0	-8,637.6	2,404.4 2,405.4	32° 3′ 21.000 N	103 16 16.627 103° 18' 18.826
21,600.0	90.00	179.43	12,339.0	-8,737.6	2,406.4	32° 3' 20.010 N	103° 18' 18.825 '
21,700.0	90.00	179.43	12,339.0	-8,837.6	2,400.4	32° 3' 19.021 N	103° 18' 18.825 \
21,800.0	90.00	179.43	12,339.0	-8,937.6	2,408.4	32° 3′ 18.031 N	103° 18' 18.824
21,900.0	90.00	179.43	12,339.0	-9,037.6	2,409.4	32° 3' 17.042 N	103° 18' 18.824



## Lease Penetration Section Line Footages

Company: Ameredev Operating, LLC.

Project: NAN/GB Site: NAN/GB #5N Well: Golden Bell 124H Wellbore: Wellbore #1 Design: FTP100

Local Co-ordinate Reference:

TVD Reference: MD Reference: North Reference: KB @ 3044.0usft KB @ 3044.0usft

Well Golden Bell 124H

Grid

**Survey Calculation Method:** Minimum Curvature EDM5000

Database:

MD (usft)	Inc (°)	Azi (azimuth) (°)	TVD (usft)	+FSL/-FNL (usft)	+FWL/-FEL (usft)	Latitude	Longitude
22,000.0	90.00	179.43	12,339.0	-9,137.6	2,410.4	32° 3′ 16.052 N	103° 18' 18.8
22,100.0	90.00	179.43	12,339.0	-9,237.6	2,411.4	32° 3′ 15.063 N	103° 18' 18.8
22,200.0	90.00	179.43	12,339.0	-9,337.6	2,412.4	32° 3′ 14.073 N	103° 18' 18.8
22,300.0	90.00	179.43	12,339.0	-9,437.6	2,413.4	32° 3′ 13.084 N	103° 18' 18.8
22,400.0	90.00	179.43	12,339.0	-9,537.5	2,414.4	32° 3′ 12.094 N	103° 18' 18.8
22,500.0	90.00	179.43	12,339.0	-9,637.5	2,415.4	32° 3′ 11.105 N	103° 18' 18.8
22,600.0	90.00	179.43	12,339.0	-9,737.5	2,416.4	32° 3′ 10.115 N	103° 18' 18.8
22,700.0	90.00	179.43	12,339.0	-9,837.5	2,417.4	32° 3′ 9.126 N	103° 18' 18.8
22,800.0	90.00	179.43	12,339.0	-9,937.5	2,418.4	32° 3′ 8.136 N	103° 18' 18.8
22,900.0	90.00	179.43	12,339.0	-10,037.5	2,419.4	32° 3′ 7.147 N	103° 18' 18.8
23,000.0	90.00	179.43	12,339.0	-10,137.5	2,420.4	32° 3′ 6.157 N	103° 18' 18.8
23,100.0	90.00	179.43	12,339.0	-10,237.5	2,421.4	32° 3′ 5.168 N	103° 18' 18.8
23,200.0	90.00	179.43	12,339.0	-10,337.5	2,422.4	32° 3′ 4.178 N	103° 18' 18.8
23,300.0	90.00	179.43	12,339.0	-10,437.5	2,423.4	32° 3′ 3.189 N	103° 18' 18.8
GB124 LTP100							
23,379.8	90.00	179.43	12,339.0	-10,517.3	2,424.2	32° 3′ 2.399 N	103° 18' 18.8

Plan Annotations	;					
1	Measured Depth (usft)	Vertical Depth (usft)	Local Coord +N/-S (usft)	dinates +E/-W (usft)	Comment	
	12,855.0 18,142.0	12,333.6 12,339.0	-227.9 -5,509.6	-33.8 63.8	GB124 into NMNM137471 GB124 into NMNM137472	

Checked By: Approved By:	Date:
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#### U.S. Department of the Interior BUREAU OF LAND MANAGEMENT

PWD Data Report

PWD disturbance (acres):

**APD ID:** 10400040916 **Submission Date:** 04/17/2019

**Operator Name: AMEREDEV OPERATING LLC** 

Well Name: GOLDEN BELL FED COM 26 36 06 Well Number: 124H

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:

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:

Operator Name: AMEREDEV OPERATING LLC

Well Name: GOLDEN BELL FED COM 26 36 06 Well Number: 124H

**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?

Operator Name: AMEREDEV OPERATING LLC

Well Name: GOLDEN BELL FED COM 26 36 06 Well Number: 124H

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):

Other PWD discharge volume (bbl/day):

Operator Name: AMEREDEV OPERATING LLC

Well Name: GOLDEN BELL FED COM 26 36 06 Well Number: 124H

Other PWD type description:

Other PWD type attachment:

Have other regulatory requirements been met?

Other regulatory requirements attachment:

— District I
1625 N. French Dr., Hobbs, NM 88240
Phone: (575) 393-6161 Fax: (575) 393-0720
— District II
811 S. First St., Artesia, NM 88210
Phone: (575) 748-1283 Fax: (575) 748-9720
— District-III
1000 Rio Brazos Road, Aztec, NM 87410
Phone: (505) 334-6178 Fax: (505) 334-6170
— District-IV
1220 S. St. Francis Dr., Santa Fe, NM 87505

Phone: (505) 476-3460 Fax: (505) 476-3462

State of New Mexico
Energy, Minerals & Natural Resources
Department

Submit OCD - HOBBS

FORM C-102
Revised August 1, 2011
Submit one copy to appropriate

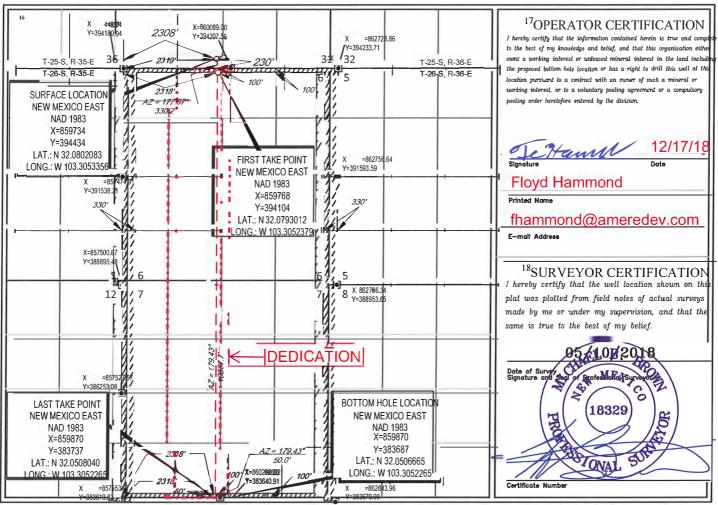
District Office

OIL CONSERVATION DIVISION

1220 South St. Francis Dr. Santa Fe, NM 87505

WELL LOCATION AND ACREAGE DEDICATION PLAT <sup>1</sup>API Number 47294 <sup>3</sup>Pool Name <sup>2</sup>Pool Cod 98234 WC-025 G-09 S263619C; WOLFCAMP **XXXX** Well Number <sup>4</sup>Property Code Property Name 322777 GOLDEN BELL 26 36 06 FED COM 124H OGRID No. 8Operator Name 9Elevation 372224 AMEREDEV OPERATING, LLC. 3017 <sup>10</sup>Surface Location Feet from the County UL or lot no. Section Township Lot Idn Feet from th North/South line East/West line 25-S 230 N 31 36-E SOUTH 2308 WEST LEA 11 Bottom Hole Location If Different From Surface Count East/West line UL or lot no Township Ra Lot Idn Feet from the North/South line Feet from the 2318' 7 26-S 36-E 50 SOUTH WEST LEA N 12 Dedicated Acres <sup>3</sup>Joint or Infill <sup>14</sup>Consolidation Code Order No. 320

No allowable will be assigned to this completion until all interests have been consolidated or a non-standard unit has been approved by the division.



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

## State of New Mexico Energy, Minerals and Natural Resources Department

Submit Original to Appropriate District Office

Oil Conservation Division 1220 South St. Francis Dr. Santa Fe, NM 87505 OCD - HOBBS 06/08/2020 RECEIVED

#### GAS CAPTURE PLAN

Date: 4/16/19	
<ul><li>☑ Original</li><li>☐ Amended - Reason for Amendment:</li></ul>	Operator & OGRID No.: Ameredev Operating LLC (372224)

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

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

## Well(s)/Production Facility – Name of facility

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

Well Name	API	SHL (ULSTR)	SHL	Expected	Flared or	Comments
			Footages	MCF/D	Vented	
Golden Bell Fed Com 26 36 06 124H	30-025- <b>47294</b>	N-31-25S-36E	230' FSL 2308' FWL	1000	<30 days	Flare until well clean, then connect

#### **Gathering System and Pipeline Notification**

Well(s) will be connected to a production facility after flowback operations are complete, if gas transporter system is in place. Gas produced from production facility has not yet been dedicated. However, negotiations are underway for a possible connection within 2 miles. Operator will provide (periodically) to Gas Transporter a drilling, completion and estimated first production date for wells that are scheduled to be drilled in the foreseeable future. In addition, Operator and Gas Transporter will have periodic conference calls to discuss changes to drilling and completion schedules. Gas from these wells will be processed at Gas Transporter Processing Plant at an as yet undetermined location. The actual flow of the gas will be based on compression operating parameters and gathering system pressures.

#### Flowback Strategy

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

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

#### **Alternatives to Reduce Flaring**

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

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