HOBBS OCD				•			
JUL 1 9 2016	OCD Hobbs						
RECEIVED							
Form 3160 -3 March 2012)			OMBN	APPROV to. 1004-01 October 31,	137		
UNITED STATE DEPARTMENT OF THE	INTERIOR		5. Lease Serial No. SHL: NMLC 06951			220006	
BUREAU OF LAND MAD APPLICATION FOR PERMIT TO			6. If Indian, Allotee N/A				
Ia. Type of work: DRILL REENT	7 If Unit or CA Agre N/A		ame and		6		
Ib. Type of Well: Voil Well Gas Well Other	Single Zone	iltiple Zone	8. Lease Name and W WAR HAMMER 25		ом то	C 16H	71360
2. Name of Operator CONOCOPHILLIPS COMPANY	2/7817)		9. API Well No. 30-025- 433	13		/	31360
3a. Address 600 N. DAIRY ASHFORD ROAD HOUSTON, TX 77079	3b. Phone No. (<i>include area code</i>) 281 206-5282		10. Field and Pool, or E -025 6-08			(98 25 A:	LUR
4. Location of Well (Report location clearly and in accordance with a	iny State requirements.*)		11. Sec., T. R. M. or BI NWNE 25-26S-32E		rvey or	Area	
At surface 349' FNL & 2310' FEL 36-26S-32E At proposed prod. zone 330' FSL & 2310' FEL 36-26S-32E	E		100010C 20-200-32E				
 Distance in miles and direction from nearest town or post office* 22 AIR MILES NE OF ORLA, TX & 25 AIR MILES SW OF 	······································		12. County or Parish LEA		13. Sta NM	ate	
5. Distance from proposed* SHL: 349' location to nearest BHL: 330' property or lease line, ft.	16. No. of acres in lease NMLC-069515: 1,080.00 E066220006: 259.76	W2E2 SI	17. Spacing Unit dedicated to this well W2E2 SEC, 25 and NWNE & LOT 2 SEC, 36			36	
(Also to nearest drig, unit line, if any) 8. Distance from proposed location* SHL: 33' (WAR W1 15H)	19. Proposed Depth		224,96 ACRES BLM/BIA Bond No. on file				
to nearest well, drilling, completed, BHL: 888' (NEMU 55) applied for, on this lease, ft.	TVD: 12,355 MD: 19,035	TVD: 12,365' MD: 19,855' ES0085					
 Elevations (Show whether DF, KDB, RT, GL, etc.) 3,133' UNGRADED 	22. Approximate date work will 01/21/2015	22. Approximate date work will start* 22 01/21/2015 33					
-	24. Attachments						
he following, completed in accordance with the requirements of Onsho	ore Oil and Gas Order No.1, must b	e attached to thi	s form:				
 Well plat certified by a registered surveyor. A Drilling Plan. 	4. Bond to cove Item 20 above		as unless covered by an e	existing b	ond on	file (see	
3. A Surface Use Plan (if the location is on National Forest System SUPO must be filed with the appropriate Forest Service Office).	6. Such other s		rmation and/or plans as	may be re	quired	by the	
25. Signature	BLM. Name (Printed/Typed)	/	1	Date	7/30/2		
SENIOR REGULATORY SPECIALIST	KRISTINA MICKENS			· .· 02	1/30/2		
pproved by (Signature) .'?/Cody Layton	Name (Printed/Typed)			PUL	14	2016	
itle FIELD MANAGER	Office	CARL	SBAD FIELD OF	FICE			
Application approval does not warrant orduct operations thereon. Conditions of approval, if any, are attac	ched NMOCD ns of Approval	the subj	the subject lease which would entitle the applicant to APPROVAL FOR TWO				YEAR
itle 18 U.S.C. Section 1001 and Title 43 1 tates any false, fictitious or fraudulent s		lly to m	ake to any department or	agency o	of the U	Inited	
(Continued on page 2)	KZ 07/2		*(Instr	uctions	on pa	ige 2)	
	Ka	11/					

Approval Subject to General Requirements & Special Stipulations Attached

SEE ATTACHED FOR CONDITIONS OF APPROVAL

HA

Drilling Program ConocoPhillips Company War Hammer 25 Federal COM TC 16H 349' FNL 2310' FEL (SHL) Sec 25-T26S-R32E 330' FSL 2310' FEL (BHL) Sec 36-T26S-R32E Lea County, New Mexico

1. Estimated tops of geological formations:

Geologic Formation at surface: Quaternary

,	Formation	TVD (ft)
	Base Fresh Water	300
	Rustler	600
	Top Salt	1050
	Base Salt	4689
	Cherry Canyon	5671
	Brushy Canyon	7368
	Bone Spring Carb	8865
	Avalon	9071
	1st Bone Spring	9758
	2nd Bone Spring	10141
	3rd Bone Spring	10654
	Wolfcamp	11835

2. Estimated depth/thickness of freshwater and/or hydrocarbons:

will be protected by surface casing at 950' and nented to surface.
and gas are anticipated in the formations otated above (*). These zones will be isolated necessary.
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3. Pressure Control Equipment:

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*Please see attached BOPE and Choke Manifold Schematic for more detail.

A 13-5/8" BOP system will be installed and tested prior to drilling out of the surface casing shoe. The BOP system will be utilized to drill the intermediate and production hole sections, and will be tested per BLM Onshore Oil & Gas Order No. 2 per each hole section specified in the final column of the table in section four.

Pressure tests will be conducted at the initial installation of the BOPE and again if needed 30 days from the initial test as per BLM Onshore Oil and Gas Order No. 2. BOPE controls will be installed prior to drilling under the surface casing and will be used until the completion of drilling operations. The intermediate 1 and production string will be tested per 5M working system requirements.

ConocoPhillips Company requests a variance to use a flexible line between the BOP and the choke. The testing and manufacturing specifications for this equipment is attached. The line will be kept as straight as possible with minimum turns.

4. Proposed Casing Program

*All tubulars used for this design will be new.

Hole Size (in)	Casing (in)	Wt/Ft	Grade	Connection	Depth (ft)	Depth (ftTVD)	Depth (ftMD)	BOPE System
17 1/2	13 3/8	54.5	J-55	BTC	0-950	950	950	N/A
12 1/4	9 5/8	40.0	L-80	BTC	0-4825	4825	4825	5M
8 3/4	5 1/2	20.0	P-110	Ten XP BTC	0-17776-	11249	17776	5M
0 5/4	542	20.0	1-110	Tentribic	17 601	11245	1///0	

Drilling Program ConocoPhillips Company War Hammer 25 Federal COM TC 16H 349' FNL 2310' FEL (SHL) Sec 25-T26S-R32E 330' FSL 2310' FEL (BHL) Sec 36-T26S-R32E Lea County, New Mexico

Minimum casing design factors: Collapse:1.125, Burst 1.0, Tensile Strength 1.6 Dry / 1.8 Buoyant

Hole Size (in)	Casing (in)	Burst	Collapse	Tension	Thread & Cplg. OD (in)	Minimum Clearance (in)
17 1/2	13 3/8	5.94	2.46	20.46	14.375	1.5625
12 1/4	9 5/8	2.22	1.20	5.82	10.625	0.8125
8 3/4	5 1/2	2.32	2.04	3.32	6.100	1.3250

5. Proposed Cementing Program

		Volume (sx)	Туре	Weight (ppg)	Yield (ft3/sx)	Water (Gal/sx)	Excess	Cement Top
	Lead	540	Class C	13.7	1.68	8.684	100%	Surface
Surface	Tail	320	Class C	14.8	1.33	6.349	100%	650ft
Additives (BWOB):	4% Extender, 2	2% CaCl2, 0.125	b/sx LCM, 0.2% Ar	nti-Foam		£		
	Lead	1250	Class C	11.9	2.59	15.393	130%	Surface
Intermediate 1	Tail	440	Class C	14.8	1.33	6.187	130%	4325ft
Additives (BWOB):	7% Extender, (0.6% Retarder, 0.	2% Anti-foam, 0.9	% Fluid Loss, 0.12	5 lb/sx LCM			
	Lead	990	Tuned Light	9.7	2.28	7.74	40%	4325ft
Production	Tail	1800 -	TXI	13.2	1.40	6.84	40%	10677ft
Additives (BWOB):	0.4% Retarder	, 0.2% Anti-foam	, 0.7 Anti-gelling,	0.4% Fluid Loss, 29	Expanding Ager	nt, 5.0% Silica		
Production (Optione	al Depth (ft):	8,300		ST WEEK BURGER				
DV)	Lead	890	Tuned Light	9.7	2.28	7.74	100%	4052ft
Additives (BWOB):	0.4% Retarder	, 0.2% Anti-foam	, 0.7 Anti-gelling,	0.4% Fluid Loss, 29	Expanding Ager	nt, 5.0% Silica	75	TO STREET ANY A

*DV Tool will be conditionally placed at 8,300' depending on hole conditions while drilling the production section.

6. Proposed Fluids Program

	Depth (ft)		Туре	Mud Weight (ppg)	Viscosity	Fluid Loss
0	to	950	Spud Mud	8.4 - 9.3	32-36	NC
950	to	4825	Brine	9.3 - 10.3	28-30	≤5
4825	to	17801	Cut Brine	8.8 - 9.3	28-45	≤5

Sufficient fluid volume, weight material, and additives will be available onsite at all times. Visual and electronic mud monitoring equipment will be in place to indicate gain or loss.

7. Formation Evaluation Program

Samples: Logging: Dry samples taken 30' from intermediate casing point to TD. GC Tracers KOP to TD.

GR/Neutron from base salt to surface if data is unavailable within one mile. GR from 200' above KOP to TD. Shuttle log in the lateral.

8. Anticipated Wellbore Conditions

	Value	Comments
Bottom Hole Pressure (psi)	2587	Assumes 0.45psi/ft - 0.22psi/ft Partial Evacuation
Bottom Hole Temperature (°F)	184	Assumes 0.01deg/100ft
Abnormal Pressure / Potential Hazards	the top of Wolfcamp will be mitig	tigated with lost circulation material. Potential overpressure below ated with mud weight. If H2S is encountered the operator will shore Oil and Gas Order No. 6. All personnel will be familiar with al sed to drill this well.

Drilling Program ConocoPhillips Company War Hammer 25 Federal COM TC 16H 349' FNL 2310' FEL (SHL) Sec 25-T26S-R32E 330' FSL 2310' FEL (BHL) Sec 36-T26S-R32E Lea County, New Mexico

9. Directional Plan:

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Kick off Point (ft)	Landing TVD (ft)	Landing MD (ft)	Total Measured Depth (ft)
10677	11249	11577	17801

*ConocoPhillips proposes to drill a vertical wellbore to kick off point and then drill horizontally to TD. Please see the attached directional plan for more detail.

10. Spudder Rig and Skid Operations.

The reasons for using the spudder rig to drill and pre-set surface casing are: Time & Cost Saving.

The "Pinnergy #1" Rig will be used to drill the surface hole and pre-set surface casing on all of the wells in the same pad. Once each surface hole section has been drilled, it will be cased and cemented according to all applicable rules and regulations (Onshore Orders). The wellhead will be nippled up and tested as soon as 13-3/8" surface casing is cut off after the applicable WOC time has been reached. A blind flange of the same pressure rating as the wellhead will be utilized to seal the wellbore on all casing strings. Pressure will be monitored via wing valves on each wellhead section and a means for intervention will be maintained while the drilling rig is not over the well. Spudder rig operation is expected to take 7-10 days for a quad pad and 4-6 days for a dual pad. The BLM will be contacted / notified 24 hours prior to commencing spudder rig operations.

Drilling operation will start with a big Drilling Rig (H&P Flex 3 rig type) and an approved BOP stack will be nippled up and tested on the wellhead before drilling operations resumes on each well. The rig will skid between the wells until each well's section has been drilled as planned (see "Skid-Batch Drilling Operations" Attachment). The BLM will be contacted / notified 24 hours before the big rig moves back on the location.

Once "Spudder Rig" has left the location, The "big Drilling Rig" will be on location within 90 days to drill each well in the Pad as batch drilling operations.

SKID / BATCH DRILLING OPERATIONS – "QUAD PAD"

SKID / BATCH DRILLING OPERATION PLAN FOR "QUAD PAD":

- 1. ALL SURFACE CASINGS PRE-SET (Pre-set with "Spudder Rig").
- WELL 1 / WolfCamp 3. 9-5/8" CASING WBM.
- WELL 2 / WolfCamp 2. 9-5/8" CASING WBM.
- 4. WELL 3 / WolfCamp 1. 9-5/8" CASING WBM.
- 5. WELL 4 / BS 3rd Carb. 9-5/8" CASING WBM.
- 5. WELL 4 / BS 3rd Carb. 5-1/2" CASING WBM.
- 7. WELL 3 / WolfCamp 1. 7-5/8" CASING WBM.
- 8. WELL 2 / WolfCamp 2. 7-5/8" CASING WBM.
- 9. WELL 1 / WolfCamp 3. 7-5/8" CASING WBM.
- 10. WELL 1 / WolfCamp 3. 5"x4-1/2" CASING OBM.
- 11. WELL 2 / WolfCamp 2. 5"x4-1/2" CASING **OBM**.
- 12. WELL 1 / WolfCamp 1. 5"x4-1/2" CASING OBM.
- 13. RIG RELEASE.





Size: 7.625 in. Wall: 0.430 in. Weight: 33.70 lbs/ft Grade: P110 Min. Wall Thickness: 87.5 %

Connection: Wedge 523[™] **Casing/Tubing**: CAS

		PIPE BOI	DY DATA		
		GEOM	IETRY		
Nominal OD	7.625 in.	Nominal Weight	33.70 lbs/ft	Standard Drift Diameter	6.640 in.
Nominal ID	6.765 in.	Wall Thickness	0.430 in.	Special Drift Diameter	N/A
Plain End Weight	33.07 lbs/ft				
		PERFOR	MANCE	のでの	
Body Yield Strength	1069 x 1000 lbs	Internal Yield	10860 psi	SMYS	110000 psi
Collapse	7870 psi			PA ALTRA	

	W	EDGE 523™ CONN	ECTION DAT	4	
		GEOMET			
Connection OD	7.775 in.	Connection ID	6.675 in.	Make-Up Loss	4.060 in.
Critical Section	7.057 sq. in.	Threads per in.	3.06		
		PERFORM	NCE		
Tension Efficiency	72.6 %	Joint Yield Strength	776 x 1000 Ibs	Internal Pressure Capacity	10860 psi
Compression Strength	881 × 1000 lbs	Compression Efficiency	82.4 %	Bending	48 °/100 ft
External Pressure Capacity	7870 psi				
	in the second second	МАКЕ-ИР ТО	RQUES		
Minimum	9900 ft-lbs	Target	11900 ft-lbs	Maximum (*)	17300 ft-lbs
	(OPERATIONAL LIM	IT TORQUES		a starting
Operating Torque	42000 ft-lbs	Yield Torque	63000 ft-lbs		
		BLANKING DIM	ENSIONS		
		Blanking Dim	ensions		

* If you need to use torque values that are higher than the maximum indicated, please contact a local Tenaris technical sales representative.

SCHRAMM T130XD

A heavy duty, heavy hoist carrier mounted drill rig. The T130XD utilizes innovative Telemast technology to achieve Range III pipe capability in a compact over the road package.

- Equipped with Schramm Telemast
- 50' head travel handles Range III casing
- 43' transport length with less than
 6' overhang
- 130,000 lbs hoist
- No sub-structure required
- Mast slides to clear BOP



CARRIER MOUNTED RIG EQUIPPED WITH TELEMAST

N A D R

T130XD ROTADRILL SPECIFICATIONS

Engine

Detroit Diesel DDC/MTU 12V-2000TA DDEC 760 bhp (567 kw) @ 1800 rpm

Standard Compressor

Variable volume two-stage, oil flooded rotary screw

1350 cfm @ 350 psi (38.0 cu. m/min @ 24.1 bar), up to 1150 cfm @ 500 psi (32.6 cu. m/min @ 35.5 bar)

Cooling

Three core, side by side type 130°F (54.4°C) ambient design temp.

Dimensions

OA length, transport - 42' 9" (13 m) OA width - 8' 6" (2.6 m) OA height, transport - 13' 6" (4.1 m) Weight std. rig - 92,000 lb (41,723 kg)

Carrier

CCC 8x4 Carrier

Cat C-13, 410 hp @ 2100 rpm engine 44,000 lb (19,955 kg) front axles 21,500 lb (9,750 kg) pusher axle 52,000 lb (23,587 kg) rear axles 117,500 lb (53,298 kg) GVWR

Top Head Rotation

Ductile iron, single reduction oil bath gearbox with two disc valve type hydraulic motors. Infinitely variable rotation speed. 3.5:1 Reduction Gear

3" diameter (76.2 mm) spindle thru hole 0-143 rpm, infinitely variable 106,600 in-lb (12,045 N·m) torque

Feed System

Top head is driven by hydraulic traverse cylinders through special wire rope and large diameter Nylatron sheaves. As top head is raised, the inner mast section extends by a ratio of 1:2 until it reaches its fully extended position at 50' of clear head travel.

42' 9" (13 m) OA height (retracted)

69' 9" (21.65 m) OA height (extended)

50' (15.24 m) top head travel

130,000 lb (59,090 kg) pullup

8 fpm (2.44 mpm) pullup speed-slow feed 125 fpm (38.1 mpm) pullup speed-rapid feed 32,000 lb (14,545 kg) pulldown capacity 26 fpm (7.92 mpm) pulldown speed-slow feed 270 fpm (82.3 mpm) pulldown speed-rapid feed 52' 10" (16.1 m) working clearance mast spindle to table (sub removed)

48' 10" (14.9 m) working clearance mast sub to table

Drill Pipe & Casing

 $30' \ge 4 \text{-}^{1}/_{2}''$ OD $\ge 2 \text{-}^{7}/_{8}$ IF breakout style drill pipe, range III casing

28" (711 mm) max. diameter through slipbox

Mast

Telescoping construction permits long head travel and working height, yet short OA length in transport position.

32" (813 mm) cylinder operated slide Free-standing mast

hydaulically operated adjustable mast feet hydraulically retracted slip box

20" (508 mm) table opening w/o slips Winch

Planetary with spring applied hydraulic release brake

9,600 lb (4,354 kg) bare drum line pull

151 fpm (46 mpm) bare drum line speed Hydraulic System

Open loop load sensing system 7 micron filtration

200 gallon (760 l) system capacity

Water Injection System 25 gpm (95 lpm) water pump

Electric foam pump

Outriggers

Front - (1) 5" bore x 41" stroke (127 mm x 1.4 m) Rear - (2) 5" bore x 41" stroke

(127 mm x 1.4 m) Tool Lubricator

> Positive displacement, air pump operated piston type pump variable to 5.0 gph (18.9 lph)

Lighting & Electrical System - 24 Volt Mast - (4) 60 watt floodlights Control Panel - (2) 60 watt gauge floodlights Work - (3) 70 watt halogen

Accessories

Pipe handling sling, 60" breakout wrench, and 50 hour maintenance kit.

Optional Equipment

Many modifications are available including: Third driving axle Reverse circulation package

Tilt-out top head

High capacity top head

Single pipe loading arm

Auxiliary winch controls

Auxiliary air supply

These specifications are based on theoretical calculations and industry standards. Performance will vary according to actual drilling conditions. Schramm, Inc. continuously improves its products and reserves the right to change specifications, design, prices and terms at any time without notification or obligation. These specifications do not extend any warranty, expressed or implied, nor do they or Schramm, Inc. make or imply any representation of the machine's merchantability or fitness for a particular purpose.



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SCHRAMM, INC. 800 E. Virginia Avenue West Chester, PA 19380 USA Phone: 610-696-2500 Fax: 610-696-6950 E-mail: schramm@schramminc.com



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ALL DIMENSIONS ARE APPROXIMATE					
This drawing is the property of GE Oil & Gas Pressure Control LP and is considered confidential. Unless otherwise approved in writing, neither it nor its contents may be used, copied, transmitted or reproduced except for the sole purpose of GE Oil & Gas Pressure Control LP.	CONOCOPHILLIPS SPUDDER RIG				
HSG,WG,SH2-LWR,13-5/8 5M X 13-3/8 SOW,W/2 2-1/16 5M FP	DRAWN	VJK	19AUG14		
	APPRV	KN	16AUG14		
BASEPLATE,WELDLESS,28 OD	FOR REFERENCE ONLY DRAWING NO. PE00624				
FLANGE, BLIND, 13-5/8 5M					









Item Description

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- 1 Pressure Gauge
- 2 2 Gate Valves, 3-1/16" 10M
- 3 2 Gate Valves, 3-1/16" 10M
- 4 2 Gate Valves, 3-1/16" 10M
- 5 2 Gate Valves, 3-1/16" 10M
- 6 Upper Manual Adjustable Choke, 4-1/16", 10M
- 7 Lower Manual Adjustable Choke, 4-1/16", 10M
- 8 Gate Valve, 3-1/16" 10M
- 9 Gate Valve, 3-1/16" 10M
- 10 Remote Controlled Hydraulic Adjustable Choke, 4-1/16", 10M
- 11 Gate Valve, 3-1/8" 5M
- 12 Gate Valve, 3-1/8" 5M
- 13 Gate Valve, 3-1/16" 10M

The 10M Choke Manifold & Valves will be tested to rated working pressure.

Drawn by: James Chen, P.E. Drilling Engineer, ConocoPhillips Company Date: June 25th-2012