

**Carlsbad Field Office
OCD Hobbs**

*MIN F
SURF P*

Form 3160-3
(March 2012)

FORM APPROVED
OMB No. 1004-0137
Expires October 31, 2014

UNITED STATES
DEPARTMENT OF THE INTERIOR
BUREAU OF LAND MANAGEMENT

HOBBS OCD
MAY 07 2018
RECEIVED

APPLICATION FOR PERMIT TO DRILL OR REENTER

5. Lease Serial No. NM028881		6. If Indian, Allottee or Tribe Name	
7. If Unit or CA Agreement, Name and No.		8. Lease Name and Well No. (4050) DIAMOND 31 FED COM 701H	
9. APT Well No. 30-025-44757		10. Field and Pool, or Exploratory RED HILLS / WC-025 S2433361 UPPER 98092	
11. Sec., T. R. M. or Blk. and Survey or Area SEC 31 / T24S / R34E / NMP			
12. County or Parish LEA		13. State NM	
14. Distance in miles and direction from nearest town or post office* 25 miles		15. Distance from proposed* location to nearest property or lease line, ft. (Also to nearest drig. unit line, if any) 330 feet	
16. No. of acres in lease 999.84		17. Spacing Unit dedicated to this well 239.58	
18. Distance from proposed location* to nearest well, drilling, completed, 330 feet applied for, on this lease, ft.		19. Proposed Depth 12448 feet / 19901 feet	
20. BLM/BIA Bond No. on file FED: NM2308		21. Elevations (Show whether DF, KDB, RT, GL, etc.) 3468 feet	
22. Approximate date work will start* 01/01/2018		23. Estimated duration 25 days	

24. Attachments

The following, completed in accordance with the requirements of Onshore Oil and Gas Order No. 1, must be attached to this form:

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

25. Signature (Electronic Submission)	Name (Printed/Typed) Stan Wagner / Ph: (432)686-3689	Date 09/05/2017
Title Regulatory Specialist		
Approved by (Signature) (Electronic Submission)	Name (Printed/Typed) Cody Layton / Ph: (575)234-5959	Date 04/23/2018
Title Supervisor Multiple Resources		
Office CARLSBAD		

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

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

(Continued on page 2)

*(Instructions on page 2)

ECP received 5/7/18

APPROVED WITH CONDITIONS
Approval Date: 04/23/2018

*K2
09/10/18*

** Double-sided*

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

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

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

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

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

NOTICES

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

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

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

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

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

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

The BLM collects this information to allow 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 Collection Clearance Officer (WO-630), 1849 C Street, N.W., Mail Stop 401 LS, Washington, D.C. 20240.

Additional Operator Remarks

Location of Well

- 1. SHL: LOT 4 / 618 FSL / 625 FWL / TWSP: 24S / RANGE: 34E / SECTION: 31 / LAT: 32.1684966 / LONG: -103.5154843 (TVD: 0 feet, MD: 0 feet)
- PPP: LOT 4 / 330 FSL / 330 FWL / TWSP: 24S / RANGE: 34E / SECTION: 31 / LAT: 32.1677038 / LONG: -103.516438 (TVD: 12404 feet, MD: 12540 feet)
- BHL: LOT 3 / 2409 FSL / 330 FWL / TWSP: 24S / RANGE: 34E / SECTION: 30 / LAT: 32.1879221 / LONG: -103.516439 (TVD: 12448 feet, MD: 19901 feet)

BLM Point of Contact

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

CONFIDENTIAL

Review and Appeal Rights

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

CONFIDENTIAL



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

Application Data Report

04/24/2018

APD ID: 10400020648	Submission Date: 09/05/2017	Highlighted data reflects the most recent changes <u>Show Final Text</u>
Operator Name: EOG RESOURCES INCORPORATED		
Well Name: DIAMOND 31 FED COM	Well Number: 701H	
Well Type: OIL WELL	Well Work Type: Drill	

Section 1 - General

APD ID: 10400020648	Tie to previous NOS?	Submission Date: 09/05/2017
BLM Office: CARLSBAD	User: Stan Wagner	Title: Regulatory Specialsit
Federal/Indian APD: FED	Is the first lease penetrated for production Federal or Indian? FED	
Lease number: NMNM028881	Lease Acres: 999.84	
Surface access agreement in place?	Allotted?	Reservation:
Agreement in place? NO	Federal or Indian agreement:	
Agreement number:		
Agreement name:		
Keep application confidential? YES		
Permitting Agent? NO	APD Operator: EOG RESOURCES INCORPORATED	
Operator letter of designation:		

Operator Info

Operator Organization Name: EOG RESOURCES INCORPORATED

Operator Address: 1111 Bagby Sky Lobby2 **Zip:** 77002

Operator PO Box:

Operator City: Houston **State:** TX

Operator Phone: (713)651-7000

Operator Internet Address:

Section 2 - Well Information

Well in Master Development Plan? NO	Mater Development Plan name:	
Well in Master SUPO? NO	Master SUPO name:	
Well in Master Drilling Plan? NO	Master Drilling Plan name:	
Well Name: DIAMOND 31 FED COM	Well Number: 701H	Well API Number:
Field/Pool or Exploratory? Field and Pool	Field Name: RED HILLS	Pool Name: WC-025 S243336 UPPER WOLFCAMP
Is the proposed well in an area containing other mineral resources? USEABLE WATER		

Operator Name: EOG RESOURCES INCORPORATED

Well Name: DIAMOND 31 FED COM

Well Number: 701H

Describe other minerals:

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

Type of Well Pad: MULTIPLE WELL

Multiple Well Pad Name:

Number: 701H/702H/703H

Well Class: HORIZONTAL

DIAMOND 31 FED COM

Number of Legs: 1

Well Work Type: Drill

Well Type: OIL WELL

Describe Well Type:

Well sub-Type: INFILL

Describe sub-type:

Distance to town: 25 Miles

Distance to nearest well: 330 FT

Distance to lease line: 330 FT

Reservoir well spacing assigned acres Measurement: 239.58 Acres

Well plat: Diamond_31_Fed_Com_701H_signed_C_102_20170905150835.pdf

Well work start Date: 01/01/2018

Duration: 25 DAYS

Section 3 - Well Location Table

Survey Type: RECTANGULAR

Describe Survey Type:

Datum: NAD83

Vertical Datum: NAVD88

Survey number:

	NS-Foot	NS Indicator	EW-Foot	EW Indicator	Twsp	Range	Section	Aliquot/Lot/Tract	Latitude	Longitude	County	State	Meridian	Lease Type	Lease Number	Elevation	MD	TVD
SHL Leg #1	618	FSL	625	FWL	24S	34E	31	Lot 4	32.16849 66	- 103.5154 843	LEA	NEW MEXI CO	NEW MEXI CO	F	NMNM 028881	346 8	0	0
KOP Leg #1	50	FSL	353	FWL	24S	34E	31	Lot 4	32.16694 38	- 103.5163 772	LEA	NEW MEXI CO	NEW MEXI CO	F	NMNM 028881	- 846 7	119 61	119 35
PPP Leg #1	330	FSL	330	FWL	24S	34E	31	Lot 4	32.16770 38	- 103.5164 38	LEA	NEW MEXI CO	NEW MEXI CO	F	NMNM 028881	- 893 6	125 40	124 04



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

Drilling Plan Data Report

04/24/2018

APD ID: 10400020648

Submission Date: 09/05/2017

Highlighted data
reflects the most
recent changes

Operator Name: EOG RESOURCES INCORPORATED

Well Number: 701H

[Show Final Table](#)

Well Name: DIAMOND 31 FED COM

Well Type: OIL WELL

Well Work Type: Drill

Section 1 - Geologic Formations

Formation ID	Formation Name	Elevation	True Vertical Depth	Measured Depth	Lithologies	Mineral Resources	Producing Formation
1	PERMIAN	3468	0	0	ALLUVIUM	NONE	No
2	RUSTLER	2270	1198	1198	ANHYDRITE	NONE	No
3	TOP SALT	1745	1723	1723	SALT	NONE	No
4	BASE OF SALT	-1511	4979	4979	SALT	NONE	No
5	LAMAR	-1773	5241	5241	LIMESTONE	NONE	No
6	BELL CANYON	-1790	5258	5258	SANDSTONE	NATURAL GAS,OIL	No
7	CHERRY CANYON	-2825	6293	6293	SANDSTONE	NATURAL GAS,OIL	No
8	BRUSHY CANYON	-4347	7815	7815	SANDSTONE	NATURAL GAS,OIL	No
9	BONE SPRING LIME	-5810	9278	9278	LIMESTONE	NONE	No
10	FIRST BONE SPRING SAND	-6785	10253	10253	SANDSTONE	NATURAL GAS,OIL	No
11	BONE SPRING 2ND	-7383	10851	10851	SANDSTONE	NATURAL GAS,OIL	No
12	BONE SPRING 3RD	-8428	11896	11896	SANDSTONE	NATURAL GAS,OIL	No
13	WOLFCAMP	-8846	12314	12314	SHALE	NATURAL GAS,OIL	Yes

Section 2 - Blowout Prevention

Operator Name: EOG RESOURCES INCORPORATED

Well Name: DIAMOND 31 FED COM

Well Number: 701H

Pressure Rating (PSI): 10M

Rating Depth: 12448

Equipment: The minimum blowout preventer equipment (BOPE) shown in Exhibit #1 will consist of a single ram, mud cross and double ram-type (10,000 psi WP) preventer and an annular preventer (10,000-psi WP). Both units will be hydraulically operated and the ram-type will be equipped with blind rams on bottom and drill pipe rams on top. All BOPE will be tested in accordance with Onshore Oil and Gas order No. 2.

Requesting Variance? YES

Variance request: Variance is requested to use a co-flex line between the BOP and choke manifold (instead of using a 4" OD steel line). Variance is requested to wave the centralizer requirements for the 7-5/8" FJ casing in the 8-3/4" hole size. An expansion additive will be utilized, in the cement slurry, for the entire length of the 8-3/4" hole interval to maximize cement bond and zonal isolation. Variance is also requested to wave any centralizer requirements for the 5-1/2" FJ casing in the 6-3/4" hole size. An expansion additive will be utilized, in the cement slurry, for the entire length of the 6-3/4" hole interval to maximize cement bond and zonal isolation.

Testing Procedure: Before drilling out of the surface casing, the ram-type BOP and accessory equipment will be tested to 5000/ 250 psig and the annular preventer to 5000/ 250 psig. The surface casing will be tested to 1500 psi for 30 minutes. Before drilling out of the intermediate casing, the ram-type BOP and accessory equipment will be tested to 5000/ 250 psig and the annular preventer to 5000/ 250 psig. The intermediate casing will be tested to 2000 psi for 30 minutes. Pipe rams will be operationally checked each 24-hour period. Blind rams will be operationally checked on each trip out of the hole. These checks will be noted on the daily tour sheets. A hydraulically operated choke will be installed prior to drilling out of the intermediate casing shoe.

Choke Diagram Attachment:

Diamond_31_FC_701H_10_M_Choke_Manifold_20170830142948.pdf

Diamond_31_FC_701H_Co_Flex_Hose_Certification_20170830142948.PDF

Diamond_31_FC_701H_Co_Flex_Hose_Test_Chart_20170830142949.pdf

BOP Diagram Attachment:

Diamond_31_FC_701H_10_M_BOP_Diagram_20170830143000.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	INTERMEDIATE	9.875	7.625	NEW	API	Y	0	1000	0	1000	3468	2468	1000	HCP-110	29.7	LTC	1.125	1.25	BUOY	1.6	BUOY	1.6
2	SURFACE	14.75	10.75	NEW	API	N	0	1225	0	1225	3468	2243	1225	J-55	40.5	STC	1.125	1.25	BUOY	1.6	BUOY	1.6
3	PRODUCTION	6.75	5.5	NEW	API	Y	0	10900	0	10900	3468	-7432	10900	OTHER	20	OTHER - DW/C-ISM	1.125	1.25	BUOY	1.6	BUOY	1.6

Operator Name: EOG RESOURCES INCORPORATED

Well Name: DIAMOND 31 FED COM

Well Number: 701H

Casing Attachments

Casing ID: 1 **String Type:** INTERMEDIATE

Inspection Document:

Spec Document:

Tapered String Spec:

See_previously_attached_Drill_Plan_20170830143212.pdf

Casing Design Assumptions and Worksheet(s):

See_previously_attached_Drill_Plan_20170830143332.pdf

Casing ID: 2 **String Type:** SURFACE

Inspection Document:

Spec Document:

Tapered String Spec:

Casing Design Assumptions and Worksheet(s):

Diamond_31_FC_701H_BLM_Plan_20170830143345.pdf

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

Inspection Document:

Spec Document:

Tapered String Spec:

Diamond_31_FC_701H_5.500in_20.00_VST_P110EC_DWC_C_IS_MS_20170830143312.pdf

See_previously_attached_Drill_Plan_20170830143313.pdf

Diamond_31_FC_701H_5.500in_20.00_VST_P110EC_VAM_SFC_20170830143312.pdf

Casing Design Assumptions and Worksheet(s):

See_previously_attached_Drill_Plan_20170830143357.pdf

Section 4 - Cement

Operator Name: EOG RESOURCES INCORPORATED

Well Name: DIAMOND 31 FED COM

Well Number: 701H

String Type	Lead/Tail	Stage Tool Depth	Top MD	Bottom MD	Quantity(sx)	Yield	Density	Cu Ft	Excess%	Cement type	Additives
SURFACE	Lead		0	1225	325	1.73	13.5	562	25	Class C	Class C + 4.0% Bentonite + 0.6% CD-32 + 0.5% CaCl2 + 0.25 lb/sk Cello-Flake (TOC @ Surface)
SURFACE	Tail		1225	1225	200	1.34	14.8	268	25	Class C	Class C + 0.6% FL-62 + 0.25 lb/sk Cello-Flake + 0.2% Sodium Metasilicate
INTERMEDIATE	Lead		0	1140 0	2250	1.38	14.8	3105	25	Class C	Class C + 5% Gypsum + 3% CaCl2 pumped via bradenhead (TOC@surface)
INTERMEDIATE	Tail		1140 0	1140 0	550	1.2	14.4	660	25	Class H	50:50 Class H:Poz + 0.25% CPT20A + 0.40% CPT49 + 0.20% CPT35 + 0.80% CPT16A + 0.25% CPT503P pumped conventionally
PRODUCTION	Lead		1090 0	1990 1	850	1.26	14.1	1071	25	Class H	Class H + 0.1% C-20 + 0.05% CSA-1000 + 0.20% C-49 + 0.40% C-17 (TOC @ 10,900')

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: (A) A Kelly cock will be kept in the drill string at all times. (B) A full opening drill pipe-stabbing valve (inside BOP) with proper drill pipe connections will be on the rig floor at all times. (C) H2S monitoring and detection equipment will be utilized from surface casing point to TD.

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 stroke rate.

Circulating Medium Table

Operator Name: EOG RESOURCES INCORPORATED

Well Name: DIAMOND 31 FED COM

Well Number: 701H

Top Depth	Bottom Depth	Mud Type	Min Weight (lbs/gal)	Max Weight (lbs/gal)	Density (lbs/cu ft)	Gel Strength (lbs/100 sqft)	PH	Viscosity (CP)	Salinity (ppm)	Filtration (cc)	Additional Characteristics
1225 0	1140 0	SALT SATURATED	8.8	10							
1140 0	1244 8	OIL-BASED MUD	10	14							
0	1225	WATER-BASED MUD	8.6	8.8							

Section 6 - Test, Logging, Coring

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

Open-hole logs are not planned for this well.

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

DS

Coring operation description for the well:

None

Section 7 - Pressure

Anticipated Bottom Hole Pressure: 7443

Anticipated Surface Pressure: 4704.44

Anticipated Bottom Hole Temperature(F): 181

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

Describe:

Contingency Plans geohazards description:

Contingency Plans geohazards attachment:

Hydrogen Sulfide drilling operations plan required? YES

Hydrogen sulfide drilling operations plan:

Diamond_31_FC_701H_H2S_Plan_Summary_20170830143719.pdf

Operator Name: EOG RESOURCES INCORPORATED

Well Name: DIAMOND 31 FED COM

Well Number: 701H

Section 8 - Other Information

Proposed horizontal/directional/multi-lateral plan submission:

Diamond_31_Fed_Com_701H_Planning_Report_20170830143735.pdf

Diamond_31_Fed_Com_701H_Wall_Plot_20170830143736.pdf

Other proposed operations facets description:

Other proposed operations facets attachment:

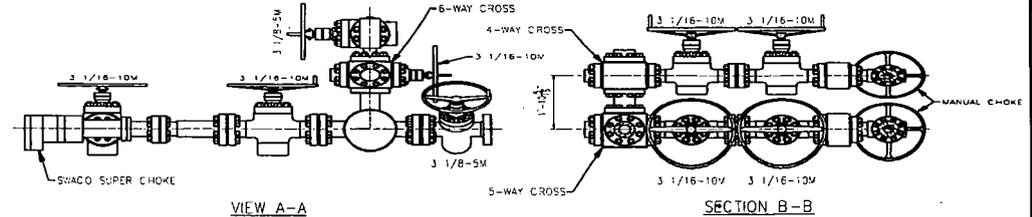
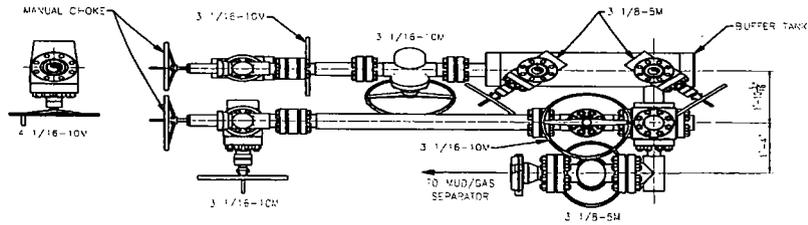
Diamond_31_FC_701H_Proposed_Wellbore_20170830143800.pdf

Diamond_31_FC_701H_Rig_Layout_20170830143800.pdf

Diamond_31_FC_701H_Wellhead_Cap_20170830143801.pdf

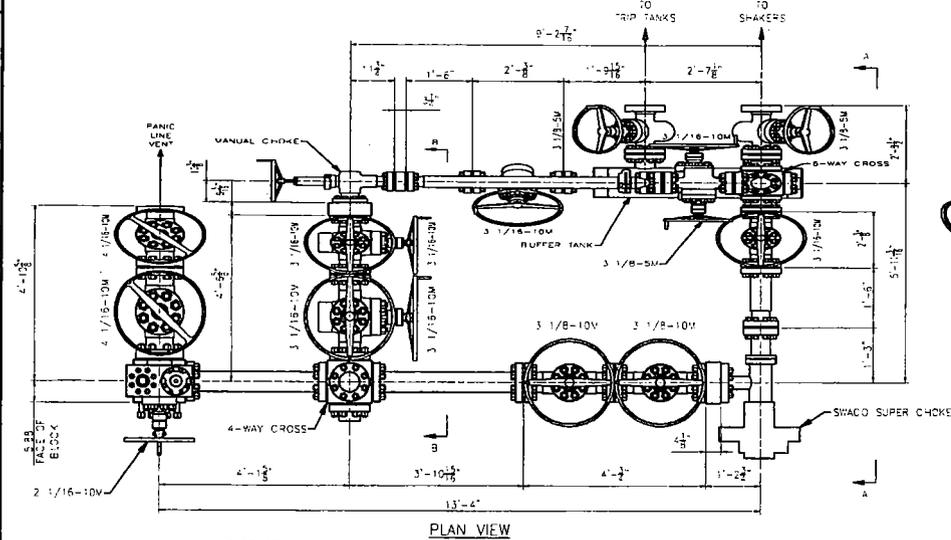
Diamond_31_Fed_Com_701H_gas_capture_20170905143947.pdf

Other Variance attachment:

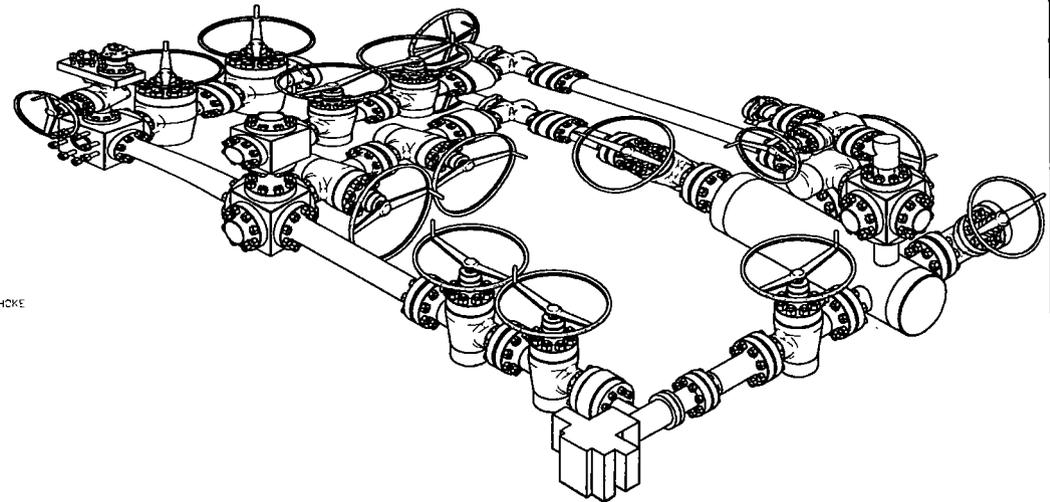


VIEW A-A

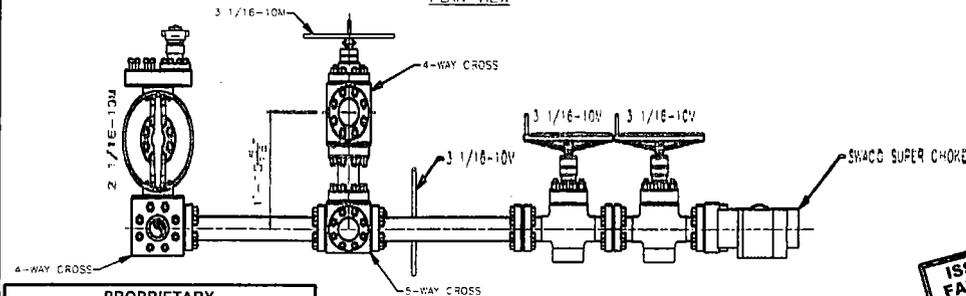
SECTION B-B



PLAN VIEW



ISOMETRIC



PROPRIETARY
 THIS DRAWING AND THE IDEAS AND INFORMATION INCLUDED IN THIS DRAWING ARE PROPRIETARY AND ARE NOT TO BE REPRODUCED, DISTRIBUTED OR DISCLOSED IN ANY MANNER WITHOUT THE PRIOR, WRITTEN CONSENT OF A DULY AUTHORIZED OFFICER OF HELMERICH & PAYNE INT'L DRILLING CO.

ISSUED FOR FABRICATION
 February-10-2014
 DRAFTSMAN *MW*
 ENGINEER *BP*

STANDARD TOLERANCES		FINISHES	
1 FABRICATION DIMENSIONS:	A-10 TO B-1	2 1/16"	
	B-10 TO 1/2"	1/16"	
	C-OVER 1/2"	1/4"	
2 MACHINED DIMENSIONS:	A-ANGULAR	1/32"	
	B-LINEAR (EXPRESSED AS FRACTION)	1/32"	
	C-LINEAR (EXPRESSED TO ONE DECIMAL)	1/10"	
	D-LINEAR (EXPRESSED TO TWO DECIMALS)	1/50"	
	E-LINEAR (EXPRESSED TO THREE DECIMALS)	1/200"	

HELMERICH & PAYNE		INTERNATIONAL DRILLING CO.	
TITLE: 3 CHOKE, 3 LEVEL, 10M CHOKE MANIFOLD G.A.			
CUSTOMER: H&P		PROJECT:	
DRAWN: MWL	DATE: 2/10/2014	DWG NO:	REV:
SCALE: 3/4"=1'-0"	SHEET: OF 1	HP-D1254	

REV	DATE	DESCRIPTION	BY

Manufacturer: Midwest Hose & Specialty

Serial Number: SN#90067

Length: 35'

Size: OD = 8" ID = 4"

Ends: Flanges Size: 4-1/16"

WP Rating: 10,000 psi Anchors required by manufacturer: No

**MIDWEST
HOSE AND SPECIALTY INC.**

INTERNAL HYDROSTATIC TEST REPORT		
Customer: CACTUS		P.O. Number: RIG #123 Asset # M10761
HOSE SPECIFICATIONS		
Type: CHOKER LINE		Length: 35'
I.D. 4" INCHES	O.D. 8" INCHES	
WORKING PRESSURE 10,000 PSI	TEST PRESSURE 15,000 PSI	BURST PRESSURE PSI
COUPLINGS		
Type of End Fitting 4 1/16 10K FLANGE		
Type of Coupling: SWEDGED		MANUFACTURED BY MIDWEST HOSE & SPECIALTY
PROCEDURE		
<i>Hose assembly pressure held with water at ambient temperature.</i>		
TIME HELD AT TEST PRESSURE 1 MIN		ACTUAL BURST PRESSURE: 0 PSI
COMMENTS: SN#90067 M10761 Hose is covered with stainless steel armour cover and wrapped with fire resistant vermiculite coated fiberglass insulation rated for 1500 degrees complete with lifting eyes		
Date: 6/6/2011	Tested By: BOBBY FINK	Approved: MENDI JACKSON



Midwest Hose & Specialty, Inc.

Internal Hydrostatic Test Graph

Customer: CACTUS

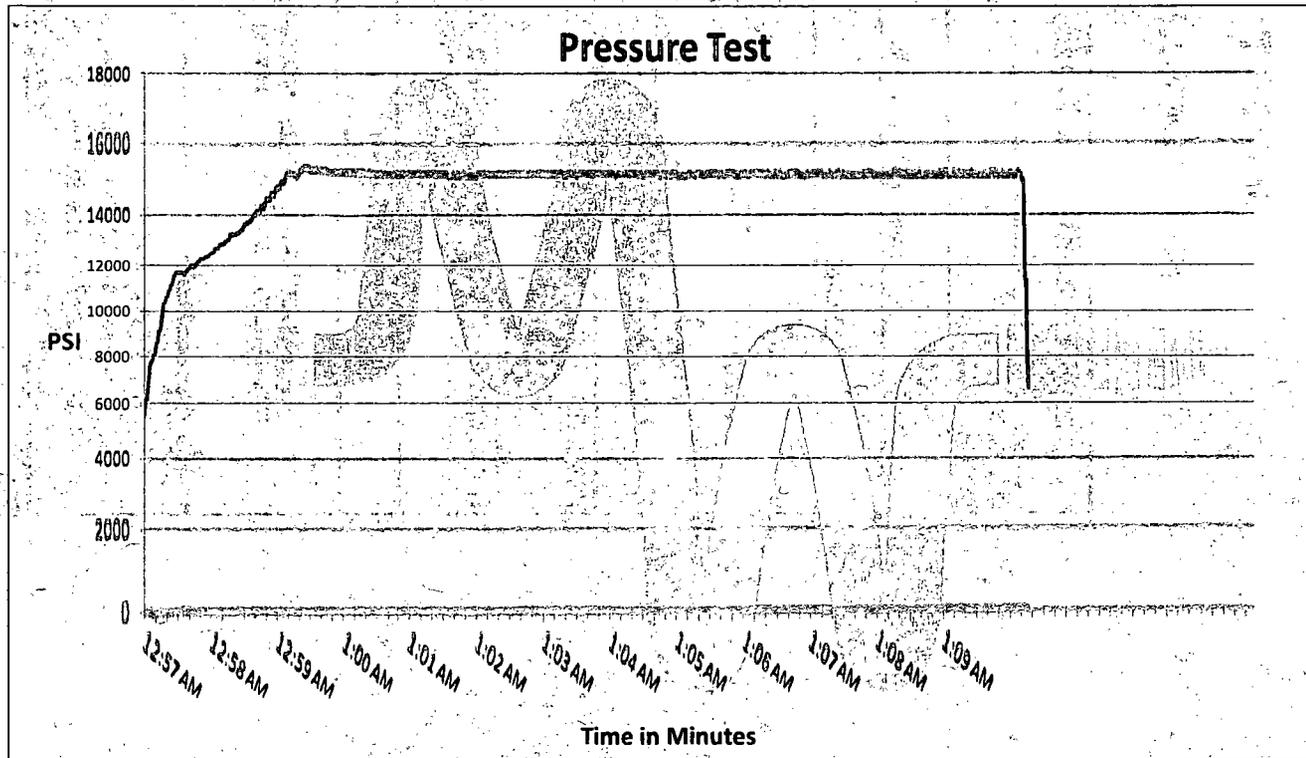
SALES ORDER# 90067

Hose Specifications

Hose Type	Length
C & K	35'
I.D.	O.D.
4"	8"
Working Pressure	Burst Pressure
10000 PSI	Standard Safety Multiplier Applies

Verification

Type of Fitting	Coupling Method
4 1/16 10K	Swage
Die Size	Final O.D.
6.62"	6.68"
Hose Serial #	Hose Assembly Serial #
	90067



Test Pressure
15000 PSI

Time Held at Test Pressure
11 1/4 Minutes

Actual Burst Pressure

Peak Pressure
15439 PSI

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

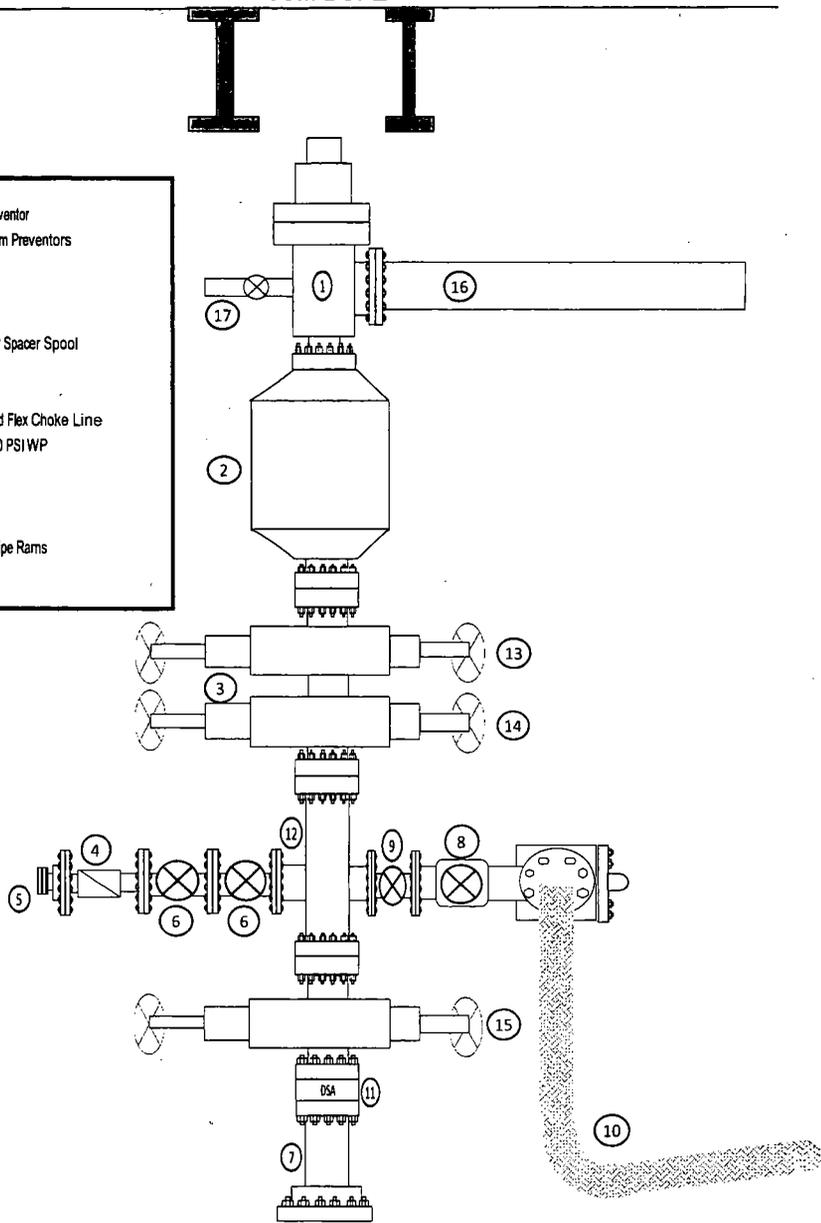
Tested By: Bobby Fink

Approved By: Mendi Jackson

Exhibit 1
EOG Resources
10M BOPE

Rig Floor

- | |
|--|
| 1. 13 5/8" Rotating Head |
| 2. Hydra 13 5/8" 10,000 PSI WP GK Annular Preventor |
| 3. 13 5/8" Cameron Type "U" 10,000 PSI WP Ram Preventors |
| 4. 2 1/16" - 10,000 PSI WP Check Valve |
| 5. 10,000 PSI WP - 1502 Union to kill line |
| 6. 2 1/16" - 10,000 PSI WP Manual Valves |
| 7. 13 5/8" 3,000 PSI WP x 13 5/8" 5,000 PSI WP Spacer Spool |
| 8. 4 1/16" 10,000 PSI WP HCR Valve |
| 9. 4 1/16" 10,000 PSI WP Manual Valve |
| 10. 6" OD x 3" ID 10,000 PSI WP Steel Armoured Flex Choke Line |
| 11. DSA - 13 5/8" 10,000 PSI WP x 13 5/8" 5,000 PSI WP |
| 12. Mud Cross - 13 5/8" 10,000 PSI WP |
| 13. Blind Rams |
| 14. Pipe Rams |
| 15. 13 5/8" Cameron Type "U" 10,000 PSI WP Pipe Rams |
| 16. Flow Line |
| 17. 2" FSI Line |



See previously attached Drill Plan

EOG RESOURCES, INC.
DIAMOND 31 FED COM NO. 701H

1. GEOLOGIC NAME OF SURFACE FORMATION:

Permian

2. ESTIMATED TOPS OF IMPORTANT GEOLOGICAL MARKERS:

Rustler	1,198'
Top of Salt	1,723'
Base of Salt / Top Anhydrite	4,979'
Base Anhydrite	5,241'
Lamar	5,241'
Bell Canyon	5,258'
Cherry Canyon	6,293'
Brushy Canyon	7,815'
Bone Spring Lime	9,278'
1 st Bone Spring Sand	10,253'
2 nd Bone Spring Shale	10,513'
2 nd Bone Spring Sand	10,851'
3 rd Bone Spring Carb	11,346'
3 rd Bone Spring Sand	11,896'
Wolfcamp	12,314'
TD	12,448'

3. ESTIMATED DEPTHS OF ANTICIPATED FRESH WATER, OIL OR GAS:

Upper Permian Sands	0- 400'	Fresh Water
Cherry Canyon	6,293'	Oil
Brushy Canyon	7,815'	Oil
1 st Bone Spring Sand	10,253'	Oil
2 nd Bone Spring Shale	10,513'	Oil
2 nd Bone Spring Sand	10,851'	Oil
3 rd Bone Spring Carb	11,346'	Oil
3 rd Bone Spring Sand	11,896'	Oil
Wolfcamp	12,314'	Oil

No other Formations are expected to give up oil, gas or fresh water in measurable quantities. Surface fresh water sands will be protected by setting 10.75" casing at 1,225' and circulating cement back to surface.

See previously attached Drill Plan

EOG RESOURCES, INC.
DIAMOND 31 FED COM NO. 701H

4. CASING PROGRAM-NEW

Hole Size	Interval	Csg OD	Weight	Grade	Conn	DF _{min} Collapse	DF _{min} Burst	DF _{min} Tension
14.75"	0 - 1,225'	10.75"	40.5#	J55	STC	1.125	1.25	1.60
9.875"	0 - 1,000'	7.625"	29.7#	HCP-110	LTC	1.125	1.25	1.60
9.875"	1,000' - 3,000'	7.625"	29.7#	P-110EC	SLIJ II	1.125	1.25	1.60
8.75"	3,000' - 11,400'	7.625"	29.7#	HCP-110	FlushMax III	1.125	1.25	1.60
6.75"	0' - 10,900'	5.5"	20#	P-110EC	DWC/C-1S MS	1.125	1.25	1.60
6.75"	10,900' - 19,901'	5.5"	20#	P-110EC	VAM SFC	1.125	1.25	1.60

Variance is requested to wave the centralizer requirements for the 7-5/8" FJ casing in the 8-3/4" hole size. An expansion additive will be utilized, in the cement slurry, for the entire length of the 8-3/4" hole interval to maximize cement bond and zonal isolation.

Variance is also requested to wave any centralizer requirements for the 5-1/2" FJ casing in the 6-3/4" hole size. An expansion additive will be utilized, in the cement slurry, for the entire length of the 6-3/4" hole interval to maximize cement bond and zonal isolation.

Cementing Program:

Depth	No. Sacks	Wt. ppg	Yld Ft ³ /ft	Mix Water Gal/sk	Slurry Description
10-3/4" 1,225'	325	13.5	1.73	9.13	Class C + 4.0% Bentonite + 0.6% CD-32 + 0.5% CaCl ₂ + 0.25 lb/sk Cello-Flake (TOC @ Surface)
	200	14.8	1.34	6.34	Class C + 0.6% FL-62 + 0.25 lb/sk Cello-Flake + 0.2% Sodium Metasilicate
7-5/8" 11,400'	250	14.8	1.38	6.48	Class C + 5% Gypsum + 3% CaCl ₂ pumped via Bradenhead (TOC @ Surface)
	2000	14.8	1.38	6.48	Class C + 5% Gypsum + 3% CaCl ₂ pumped via Bradenhead
	550	14.4	1.20	4.81	50:50 Class H: Poz + 0.25% CPT20A + 0.40% CPT49 + 0.20% CPT35 + 0.80% CPT16A + 0.25% CPT503P pumped Conventionally
5-1/2" 19,901'	850	14.1	1.26	5.80	Class H + 0.1% C-20 + 0.05% CSA-1000 + 0.20% C-49 + 0.40% C-17 (TOC @ 10,900')

Note: Cement volumes based on bit size plus at least 25% excess in the open hole plus 10% excess in the cased-hole overlap section.

EOG RESOURCES, INC.
DIAMOND 31 FED COM NO. 701H

5. MINIMUM SPECIFICATIONS FOR PRESSURE CONTROL:

Variance is requested to use a co-flex line between the BOP and choke manifold (instead of using a 4" OD steel line).

The minimum blowout preventer equipment (BOPE) shown in Exhibit #1 will consist of a single ram, mud cross and double ram-type (10,000 psi WP) preventer and an annular preventer (10,000-psi WP). Both units will be hydraulically operated and the ram-type will be equipped with blind rams on bottom and drill pipe rams on top. All BOPE will be tested in accordance with Onshore Oil & Gas order No. 2.

Before drilling out of the surface casing, the ram-type BOP and accessory equipment will be tested to 10,000/ 250 psig and the annular preventer to 5,000/ 250 psig. The surface casing will be tested to 1500 psi for 30 minutes.

Before drilling out of the intermediate casing, the ram-type BOP and accessory equipment will be tested to 10,000/ 250 psig and the annular preventer to 5,000/ 250 psig. The intermediate casing will be tested to 2000 psi for 30 minutes.

Pipe rams will be operationally checked each 24-hour period. Blind rams will be operationally checked on each trip out of the hole. These checks will be noted on the daily tour sheets.

A hydraulically operated choke will be installed prior to drilling out of the intermediate casing shoe.

6. TYPES AND CHARACTERISTICS OF THE PROPOSED MUD SYSTEM:

During this procedure we plan to use a Closed-Loop System and haul contents to the required disposal.

The applicable depths and properties of the drilling fluid systems are as follows.

Depth	Type	Weight (ppg)	Viscosity	Water Loss
0 - 1,225'	Fresh - Gel	8.6-8.8	28-34	N/c
1,225' - 11,400'	Brine	8.8-10.0	28-34	N/c
11,400' - 19,901' Lateral	Oil Base	10.0-14.0	58-68	3 - 6

The highest mud weight needed to balance formation is expected to be 11.5 ppg. In order to maintain hole stability, mud weights up to 14.0 ppg may be utilized.

EOG RESOURCES, INC.
DIAMOND 31 FED COM NO. 701H

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

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

7. AUXILIARY WELL CONTROL AND MONITORING EQUIPMENT:

- (A)** A kelly cock will be kept in the drill string at all times.
- (B)** A full opening drill pipe-stabbing valve (inside BOP) with proper drill pipe connections will be on the rig floor at all times.
- (C)** H₂S monitoring and detection equipment will be utilized from surface casing point to TD.

8. LOGGING, TESTING AND CORING PROGRAM:

Open-hole logs are not planned for this well.

GR-CCL Will be run in cased hole during completions phase of operations.

9. ABNORMAL CONDITIONS, PRESSURES, TEMPERATURES AND POTENTIAL HAZARDS:

The estimated bottom-hole temperature (BHT) at TD is 181 degrees F with an estimated maximum bottom-hole pressure (BHP) at TD of 7443 psig (based on 11.5 ppg MW). No hydrogen sulfide or other hazardous gases or fluids have been encountered, reported or are known to exist at this depth in this area. Severe loss circulation is expected from 7,300' to Intermediate casing point.

10. ANTICIPATED STARTING DATE AND DURATION OF OPERATIONS:

The drilling operation should be finished in approximately one month. If the well is productive, an additional 60-90 days will be required for completion and testing before a decision is made to install permanent facilities.

- (A)** EOG Resources requests the option to contract a Surface Rig to drill, set surface casing, and cement on the subject well. If the timing between rigs is such that EOG Resources would not be able to preset the surface, the Primary Rig will MIRU and drill the well in its entirety per the APD.

EOG RESOURCES, INC.
DIAMOND 31 FED COM NO. 701H

11. WELLHEAD:

A multi-bowl wellhead system will be utilized.

After running the 10-3/4" surface casing, a 13-5/8" BOP/BOPE system with a **minimum** working pressure of 10,000 psi will be installed on the wellhead system and **will be pressure tested to 250 psi low followed by a 10,000 psi pressure test.** This pressure test **will be** repeated at least every 30 days, as per Onshore Order No. 2

The minimum working pressure of the BOP and related **BOPE** required for drilling **below** the surface casing shoe shall be 10,000 psi.

The multi-bowl wellhead will be installed by vendor's **representative(s).** A **copy of the** installation instructions for the Stream Flo FBD100 **Multi-Bowl** WH system **has been sent to** the NM BLM office in Carlsbad, NM.

The wellhead will be installed by a third party welder **while** being monitored by **WH** vendor's representative.

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

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

Both the surface and intermediate casing strings will **be tested** as per Onshore Order No. 2 to at least 0.22 psi/ft or 1500 psi, whichever is greater.

See previously **attached** Drill Plan

See previously attached Drill Plan

Operator Name: EOG RESOURCES INCORPORATED

Well Name: DIAMOND 31 FED COM

Well Number: 701H

New road access plan attachment:

Access road engineering design? NO

Access road engineering design attachment:

Access surfacing type: OTHER

Access topsoil source: ONSITE

Access surfacing type description: 6" of Compacted Caliche

Access onsite topsoil source depth: 6

Offsite topsoil source description:

Onsite topsoil removal process: An adequate amount of topsoil/root zone will be stripped by dozer from the proposed well location and stockpiled along the side of the well location as depicted on the well site diagram / survey plat.

Access other construction information:

Access miscellaneous information:

Number of access turnouts:

Access turnout map:

Drainage Control

New road drainage crossing: OTHER

Drainage Control comments: No drainage crossings

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

Road Drainage Control Structures (DCS) attachment:

Access Additional Attachments

Additional Attachment(s):

Section 3 - Location of Existing Wells

Existing Wells Map? YES

Attach Well map:

DIAMOND31FEDCOM701H_radius_20170828130254.pdf

Existing Wells description:

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

Submit or defer a Proposed Production Facilities plan? SUBMIT

Production Facilities description: Diamond 31 Fed Com central tank battery is located in the SW/4 of section 31

Production Facilities map:

Operator Name: EOG RESOURCES INCORPORATED

Well Name: DIAMOND 31 FED COM

Well Number: 701H

DIAMOND31FEDCOM_INFRASTRUCTURE_20170828130306.pdf

Section 5 - Location and Types of Water Supply

Water Source Table

Water source use type: OTHER

Water source type: RECYCLED

Describe type:

Source latitude:

Source longitude:

Source datum:

Water source permit type: WATER RIGHT

Source land ownership: FEDERAL

Water source transport method: PIPELINE,TRUCKING

Source transportation land ownership: FEDERAL

Water source volume (barrels): 0

Source volume (acre-feet): 0

Source volume (gal): 0

Water source and transportation map:

Diamond_31_Fed_Com_Water_and_Caliche_Map_20170828130428.pdf

Water source comments:

New water well? NO

New Water Well Info

Well latitude:

Well Longitude:

Well datum:

Well target aquifer:

Est. depth to top of aquifer(ft):

Est thickness of aquifer:

Aquifer comments:

Aquifer documentation:

Well depth (ft):

Well casing type:

Well casing outside diameter (in.):

Well casing inside diameter (in.):

New water well casing?

Used casing source:

Drilling method:

Drill material:

Grout material:

Grout depth:

Casing length (ft.):

Casing top depth (ft.):

Well Production type:

Completion Method:

Water well additional information:

Operator Name: EOG RESOURCES INCORPORATED

Well Name: DIAMOND 31 FED COM

Well Number: 701H

State appropriation permit:

Additional information attachment:

Section 6 - Construction Materials

Construction Materials description: Caliche will be supplied from pits shown on the attached caliche source map. Caliche utilized for the drilling pad will be obtained either from an existing approved mineral pit, or by benching into a hill, which will allow the pad to be level with existing caliche from the cut, or extracted by "Flipping" the well location. A mineral material permit will be obtained from BLM prior to excavating any caliche on Federal Lands. Amount will vary for each pad. The procedure for "Flipping" a well location is as follows: * -An adequate amount of topsoil/root zone (usually top 6 inches of soil) will be stripped from the proposed well location and stockpiled along the side of the well location as depicted on the well site diagram/survey plat. -An area will be used within the proposed well site dimensions to excavate caliche. Subsoil will be removed and stockpiled within the surveyed well pad dimensions. -Once caliche/surfacing mineral is found, the mineral material will be excavated and stock piled within the approved drilling pad dimensions. -Then, subsoil will be pushed back in the excavated hole and caliche will be spread accordingly across the entire well pad and road (if available). -Neither caliche, nor subsoil will be stock piled outside of the well pad dimensions. Topsoil will be stockpiled along the edge of the pad as depicted in the Well Site Layout or survey plat. * In the event that no caliche is found onsite, caliche will be hauled in from a BLM approved caliche pit or other established mineral pit. A BLM mineral material permit will be acquired prior to obtaining any mineral material from BLM pits or federal land.

Construction Materials source location attachment:

Diamond_31_Fed_Com_Water_and_Caliche_Map_20170828130442.pdf

Section 7 - Methods for Handling Waste

Waste type: DRILLING

Waste content description: Drill fluids and produced oil and water from the well during drilling and completion operations will be stored safely and disposed of properly in an NMOCD approved disposal facility. Garbage and trash produced during drilling and completion operations will be collected in a trash container and disposed of properly. Human waste and grey water will be properly contained and disposed of properly. After drilling and completion operations; trash, chemicals, salts, frac sand, and other waste material will be removed and disposed of properly at a state approved disposal facility.

Amount of waste: 0 barrels

Waste disposal frequency : Daily

Safe containment description: Steel Tanks

Safe containmant attachment:

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

Disposal type description:

Disposal location description: Trucked to NMOCD approved disposal facility

Reserve Pit

Reserve Pit being used? NO

Temporary disposal of produced water into reserve pit?

Reserve pit length (ft.)

Reserve pit width (ft.)

Reserve pit depth (ft.)

Reserve pit volume (cu. yd.)

Operator Name: EOG RESOURCES INCORPORATED

Well Name: DIAMOND 31 FED COM

Well Number: 701H

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

Reserve pit liner

Reserve pit liner specifications and installation description

Cuttings Area

Cuttings Area being used? NO

Are you storing cuttings on location? YES

Description of cuttings location Closed Loop System. Drill cuttings will be disposed of into steel tanks and taken to an NMOCD approved disposal facility.

Cuttings area length (ft.)

Cuttings area width (ft.)

Cuttings area depth (ft.)

Cuttings area volume (cu. yd.)

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

WCuttings area liner

Cuttings area liner specifications and installation description

Section 8 - Ancillary Facilities

Are you requesting any Ancillary Facilities?: NO

Ancillary Facilities attachment:

Comments:

Section 9 - Well Site Layout

Well Site Layout Diagram:

DIAMOND31FEDCOM701H_wellsite_20170828130501.pdf

DIAMOND31FEDCOM701H_padsite_20170828130500.pdf

Diamond_31_FC_701H_Rig_Layout_20170830143828.pdf

Comments: Exhibit 2A-Wellsite & Exhibit 2B-Padsite Rig Layout Exhibit 4

Operator Name: EOG RESOURCES INCORPORATED

Well Name: DIAMOND 31 FED COM

Well Number: 701H

Section 10 - Plans for Surface Reclamation

Type of disturbance: **New Surface** Disturbance

Multiple Well Pad Name: DIAMOND 31 FED COM

Multiple Well Pad Number: 701H/702H/703H

Recontouring attachment:

DIAMOND31FEDCOM701H_reclamation_20170828130838.pdf

Drainage/Erosion control construction: Proper erosion control methods will be used on the area to control erosion, runoff, and siltation of the surrounding area.

Drainage/Erosion control reclamation: The interim reclamation will be monitored periodically to ensure that vegetation has reestablished and that erosion is controlled.

Wellpad long term disturbance (acres): 3.133609

Wellpad short term disturbance (acres): 4.499541

Access road long term disturbance (acres): 1.390083

Access road short term disturbance (acres): 1.390083

Pipeline long term disturbance (acres): 0.8030303

Pipeline short term disturbance (acres): 1.3383838

Other long term disturbance (acres): 0

Other short term disturbance (acres): 0

Total long term disturbance: 5.326722

Total short term disturbance: 7.228008

Reconstruction method: In areas planned for interim reclamation, all the surfacing material will be removed and returned to the original mineral pit or recycled to repair or build roads and well pads. Areas planned for interim reclamation will be recontoured to the original contour if feasible, or if not feasible, to an interim contour that blends with the surrounding topography as much as possible. Where applicable, the fill material of the well pad will be backfilled into the cut to bring the area back to the original contour. The interim cut and fill slopes prior to re-seeding will not be steeper than a 3:1 ratio, unless the adjacent native topography is steeper. Note: Constructed slopes may be much steeper during drilling, but will be recontoured to the above ratios during interim reclamation.

Topsoil redistribution: Topsoil will be evenly respread and aggressively revegetated over the entire disturbed area not needed for all-weather operations including cuts and fills. To seed the area, the proper BLM seed mixture, free of noxious weeds, will be used. Final seedbed preparation will consist of contour cultivating to a depth of 4 to 6 inches within 24 hours prior to seeding, dozer tracking, or other imprinting in order to break the soil crust and create seed germination micro-sites.

Soil treatment: Re-seed according to BLM standards. All reclaimed areas will be monitored periodically to ensure that revegetation occurs, that the area is not redisturbed, and that erosion is controlled.

Existing Vegetation at the well pad: Grass, forbs, and small woody vegetation, such as mesquite will be excavated as the topsoil is removed. Large woody vegetation will be stripped and stored separately and respreads evenly on the site following topsoil respreading. Topsoil depth is defined as the top layer of soil that contains 80% of the roots. In areas to be heavily disturbed, the top 6 inches of soil material, will be stripped and stockpiled on the perimeter of the well location and along the perimeter of the access road to control run-on and run-off, to keep topsoil viable, and to make redistribution of topsoil more efficient during interim reclamation. Stockpiled topsoil should include vegetative material. Topsoil will be clearly segregated and stored separately from subsoils.

Existing Vegetation at the well pad attachment:

Existing Vegetation Community at the road: All disturbed areas, including roads, pipelines, pads, will be recontoured to the contour existing prior to the initial construction or a contour that blends indistinguishably with the surrounding landscape. Topsoil that was spread over the interim reclamation areas will be stockpiled prior to recontouring. The topsoil will be redistributed evenly over the entire disturbed site to ensure successful revegetation.

Existing Vegetation Community at the road attachment:

Operator Name: EOG RESOURCES INCORPORATED

Well Name: DIAMOND 31 FED COM

Well Number: 701H

Existing Vegetation Community at the pipeline: All disturbed areas, including roads, pipelines, pads, will be recontoured to the contour existing prior to the initial construction or a contour that blends indistinguishably with the surrounding landscape. Topsoil that was spread over the interim reclamation areas will be stockpiled prior to recontouring. The topsoil will be redistributed evenly over the entire disturbed site to ensure successful revegetation.

Existing Vegetation Community at the pipeline attachment:

Existing Vegetation Community at other disturbances: All disturbed areas, including roads, pipelines, pads, will be recontoured to the contour existing prior to the initial construction or a contour that blends indistinguishably with the surrounding landscape. Topsoil that was spread over the interim reclamation areas will be stockpiled prior to recontouring. The topsoil will be redistributed evenly over the entire disturbed site to ensure successful revegetation.

Existing Vegetation Community at other disturbances attachment:

Non native seed used? NO

Non native seed description:

Seedling transplant description:

Will seedlings be transplanted for this project? NO

Seedling transplant description attachment:

Will seed be harvested for use in site reclamation? NO

Seed harvest description:

Seed harvest description attachment:

Seed Management

Seed Table

Seed type:

Seed source:

Seed name:

Source name:

Source address:

Source phone:

Seed cultivar:

Seed use location:

PLS pounds per acre:

Proposed seeding season:

Seed Summary

Total pounds/Acre:

Seed Type	Pounds/Acre
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Seed reclamation attachment:

Operator Name: EOG RESOURCES INCORPORATED

Well Name: DIAMOND 31 FED COM

Well Number: 701H

Operator Contact/Responsible Official Contact Info

First Name: Stan

Last Name: Wagner

Phone: (432)686-3689

Email: stan_wagner@eogresources.com

Seedbed prep:

Seed BMP:

Seed method:

Existing invasive species? NO

Existing invasive species treatment description:

Existing invasive species treatment attachment:

Weed treatment plan description: All reclaimed areas will be monitored periodically to ensure that revegetation occurs, that the area is not redisturbed, erosion is controlled, and free of noxious weeds. Weeds will be treated if found.

Weed treatment plan attachment:

Monitoring plan description: Reclamation will be completed within 6 months of well plugging. All reclaimed areas will be monitored periodically to ensure that revegetation occurs, that the area is not redisturbed, erosion is controlled, and free of noxious weeds.

Monitoring plan attachment:

Success standards: N/A

Pit closure description: NA

Pit closure attachment:

Section 11 - Surface Ownership

Disturbance type: WELL PAD

Describe:

Surface Owner: BUREAU OF LAND MANAGEMENT, PRIVATE OWNERSHIP

Other surface owner description:

BIA Local Office:

BOR Local Office:

COE Local Office:

DOD Local Office:

NPS Local Office:

State Local Office:

Military Local Office:

USFWS Local Office:

Other Local Office:

USFS Region:

Operator Name: EOG RESOURCES INCORPORATED

Well Name: DIAMOND 31 FED COM

Well Number: 701H

USFS Forest/Grassland:

USFS Ranger District:

Fee Owner: Mark McCloy

Fee Owner Address:

Phone: (432)940-4459

Email:

Surface use plan certification: NO

Surface use plan certification document:

Surface access agreement or bond: Agreement

Surface Access Agreement Need description: surface use agreement

Surface Access Bond BLM or Forest Service:

BLM Surface Access Bond number:

USFS Surface access bond number:

Section 12 - Other Information

Right of Way needed? NO

Use APD as ROW?

ROW Type(s):

ROW Applications

SUPO Additional Information: An onsite meeting was conducted 7/25/17. Poly lines are planned to transport water for operations. Will truck if necessary. See attached **SUPO Plan**.

Use a previously conducted onsite? NO

Previous Onsite information:

Other SUPO Attachment

DIAMOND31FEDCOM701H_location_20170828131500.pdf

SUPO_Diamond_31_Fed_Com_701H_20170828131500.pdf

Diamond_31_FC_701H_deficiency_response_20171019100336.pdf



United States Department of the Interior



BUREAU OF LAND MANAGEMENT
CARLSBAD FIELD OFFICE
620 E. GREENE ST.
CARLSBAD, NM 88220

In Reply To:

3160 (Office Code)
[NMNM28881]

10/16/2017

Attn: STAN WAGNER
EOG RESOURCES INCORPORATED
1111 BAGBY SKY LOBBY2
HOUSTON, TX 77002

Re: Receipt and Acceptability of Application for Permit to Drill (APD)

FEDERAL - NMNM28881

Well Name / Number: **DIAMOND 31 FED COM / 701H**
Legal Description: T24S, R34E, SEC 31, LOT 4
County, State: LEA, NM
Date APD Received: 09/05/2017

Dear Operator:

The BLM received your Application for Permit to Drill (APD), for the referenced well, on 09/05/2017. The BLM reviewed the APD package pursuant to part III.D of Onshore Oil and Gas Order No.1 and it is:

1. Incomplete/Deficient (*The BLM cannot process the APD until you submit the identified items within 45 calendar days of the date of this notice or the BLM will return your APD.*)

- Well Plat
- Drilling Plan
- Surface Use Plan of Operations (SUPO)
- Certification of Private Surface Owner Access Agreement
- Bonding
- Onsite (The BLM has scheduled the onsite to be on _____)
This requirement is exempt of the 45-day timeframe to submit deficiencies. This requirement will be satisfied on the date of the onsite.
- Other

[Please See Addendum for further clarification of deficiencies]

2. Missing Necessary Information (*The BLM can start, but cannot complete the analysis until you submit the identified items. This is an early notice and the BLM will restate this in a 30-day deferral letter, if you have not submitted the information at that time. You will have two (2) years from the date of the deferral to submit this information or the BLM will deny your APD.*)

[Please See Addendum for further clarification of deficiencies]

NOTE: The BLM will return your APD package to you, unless you correct all deficiencies identified above (item 1) within 45 calendar days.

- The BLM will not refund an APD processing fee or apply it to another APD for any returned APD.

Extension Requests:

- If you know you will not be able to meet the 45-day timeframe for reasons beyond your control, you must submit a written request through email/standard mail for extension prior to the 45th calendar day from this notice, **11/30/2017**.
- The BLM will consider the extension request if you can demonstrate your diligence (providing reasons and examples of why the delay is occurring beyond your control) in attempting to correct the deficiencies and can provide a date by which you will correct the deficiencies. If the BLM determines that the request does not warrant an extension, the BLM will return the APD as incomplete after the 45 calendar days have elapsed.
 - The BLM will determine whether to grant an extension beyond the required 45 calendar days and will document this request in the well file. If you fail to submit deficiencies by the date defined in the extension request, the BLM will return the APD.

APDs remaining Incomplete:

- If the APD is still not complete, the BLM will notify you and allow 10 additional business days to submit a written request to the BLM for an extension. The request must describe how you will address all outstanding deficiencies and the timeframe you request to complete the deficiencies.
 - The BLM will consider the extension request if you can prove your diligence (providing reasons and examples of why the delay is occurring) in attempting to correct the deficiencies and you can provide a date by which you will correct the deficiencies. If the BLM determines that the request does not warrant an additional extension, the BLM will return the APD as incomplete.

If you have any questions, please contact Priscilla Perez at (575) 234-5934.

Sincerely,

Cody Layton
Assistant Field Manager

cc: Official File

ADDENDUM - Deficient

Surface Comments

- Well Site Layout Deficiency
Please, provide a cut and fill diagram.

Attached



Section 1 - General

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

Section 2 - Lined Pits

Would you like to utilize Lined Pit PWD options? NO

Produced Water Disposal (PWD) Location:

PWD surface owner:

PWD disturbance (acres):

Lined pit PWD on or off channel:

Lined pit PWD discharge volume (bbl/day):

Lined pit specifications:

Pit liner description:

Pit liner manufacturers information:

Precipitated solids disposal:

Describe 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:

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 surface owner:

PWD disturbance (acres):

Unlined pit PWD on or off channel:

Unlined pit PWD discharge volume (bbl/day):

Unlined pit specifications:

Precipitated solids disposal:

Describe 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?

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:

Assigned injection well API number?

Injection well new surface disturbance (acres):

Minerals protection information:

Mineral protection attachment:

Underground Injection Control (UIC) Permit?

UIC Permit attachment:

Injection well name:

Injection well API number:

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):

Other PWD type description:

Other PWD type attachment:

Have other regulatory requirements been met?

Other regulatory requirements attachment:



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

Bond Info Data Report

01/24/2018

Bond Information

Federal/Indian APD: FED

BLM Bond number: NM2308

BIA Bond number:

Do you have a reclamation bond? NO

Is the reclamation bond a rider under the BLM bond?

Is the reclamation bond BLM or Forest Service?

BLM reclamation bond number:

Forest Service reclamation bond number:

Forest Service reclamation bond attachment:

Reclamation bond number:

Reclamation bond amount:

Reclamation bond rider amount:

Additional reclamation bond information attachment:

Operator Name: EOG RESOURCES INCORPORATED

Well Name: DIAMOND 31 FED COM

Well Number: 701H

	NS-Foot	NS Indicator	EW-Foot	EW Indicator	Twp	Range	Section	Aliquot/Lot/Tract	Latitude	Longitude	County	State	Meridian	Lease Type	Lease Number	Elevation	MD	TVD
EXIT Leg #1	230 9	FSL	330	FWL	24S	34E	30	Lot 3	32.18764 73	- 103.5164 39	LEA	NEW MEXI CO	NEW MEXI CO	S	STATE	- 898 0	198 01	124 48
BHL Leg #1	240 9	FSL	330	FWL	24S	34E	30	Lot 3	32.18792 21	- 103.5164 39	LEA	NEW MEXI CO	NEW MEXI CO	S	STATE	- 898 0	199 01	124 48



APD ID: 10400020648

Submission Date: 09/05/2017

Highlighted data
reflects the most
recent changes

Operator Name: EOG RESOURCES INCORPORATED

Well Name: DIAMOND 31 FED COM

Well Number: 701H

[Show Final Text](#)

Well Type: OIL WELL

Well Work Type: Drill

Section 1 - Existing Roads

Will existing roads be used? YES

Existing Road Map:

DIAMOND31FEDCOM701H_vicinity_20170828130154.pdf

Existing Road Purpose: ACCESS,FLUID TRANSPORT

Row(s) Exist? NO

ROW ID(s)

ID:

Do the existing roads need to be improved? NO

Existing Road Improvement Description:

Existing Road Improvement Attachment:

Section 2 - New or Reconstructed Access Roads

Will new roads be needed? YES

New Road Map:

DIAMOND31FEDCOM_INFRASTRUCTURE_20170828130238.pdf

DIAMOND31FEDCOM701H_padsite_20170828130239.pdf

DIAMOND31FEDCOM701H_wellsite_20170828130240.pdf

New road type: RESOURCE

Length: 2523

Feet

Width (ft.): 24

Max slope (%): 2

Max grade (%): 20

Army Corp of Engineers (ACOE) permit required? NO

ACOE Permit Number(s):

New road travel width: 24

New road access erosion control: Newly constructed or reconstructed roads will be constructed as outlined in the BLM "Gold Book" and to meet the standards of the anticipated traffic flow and all anticipated weather requirements as needed. Construction will include ditching, draining, crowning and capping or sloping and dipping the roadbed as necessary to provide a well-constructed and safe road. We plan to grade and water twice a year.

New road access plan or profile prepared? NO