Form 3160-3	C	arlsbad Fi	eld	Office	APPROV	7FD
(June 2015)		OCD H RIOHOBBS O	[ch]	OMB N S Expires: J	lo. 1004-0	137
UNITED ST DEPARTMENT OF T	TATES THE INTEI	RIOHOBBS O	CD	5. Lease Serial No.		·····
BUREAU OF LAND	MANAGE	MENT	18	NMNM084728		
APPLICATION FOR PERMIT	TO DRILI	L VN NEUDIEN		6. If Indian, Allote	e or Tribe	Name
Ia. Type of work: 🗹 DRILL	REENT	ER RECEIV	ED	7. If Unit or CA Ag	reement.	Name and No.
1b. Type of Well: Oil Well 🖌 Gas Well	Other			8. Lease Name and	Well No.	
1c. Type of Completion: Hydraulic Fracturing	Single Z	Lone Multiple Zone		BALLISTA PEDE	RAL 23,8	213 WXY FELEAA
				ЗН		22475)
2. Name of Operator	1			9. APLWell No.	(
MARATHON OIL PERMIAN LLC (372098) 3a. Address	1 35 1	Phone No. <i>(include area code</i>		30-024	or Explor	227
5555 San Felipe St. Houston TX 77056	1	1)629-6600	″	DIAMONDTAIL:		
4. Location of Well (Report location clearly and in accord				11. Sec. T. R. M. o		
At surface SESW / 231 FSL / 1524 FWL / LAT 3		1	$(\frown$	SEC 13 1 1235/F	832E / NI	мР
At proposed prod. zone NWNW / 330 FNL / 330 F 14. Distance in miles and direction from nearest town or p		2.3109756 / LONG -103.6	353551	12. County or Paris	sh	13. State
17.33 miles				LEA		NM
15. Distance from proposed* 330 feet		No of acres in lease	(<u> </u>	ing Unit dedicated to	this well	
property or lease line, ft. (Also to nearest drig, unit line, if any)	800	$\sim ((//)$	320			
18 Distance from proposed location*	19. [Proposed Depth	20/BLM	/BIA Bond No. in file	2	
to nearest well, drilling, completed. 30 feet applied for, on this lease, ft.	1231	10 feet / 17119 feet	FED: W	YB002107		
21. Elevations (Show whether DF, KDB, RT, GL, etc.) 3714 feet		Approximate date work will s	start*	23. Estimated dura 30 days	tion	
	24.	Attachments		- <u>I</u>		
The following, completed in accordance with the requirem (as applicable)	ients of Onsh	ore Oil and Gas Order No. 1	, and the l	Hydraulic Fracturing	rule per 4.	3 CFR 3162.3-3
1. Well plat certified by a registered surveyor.		`	e operatio	ns unless covered by a	in existing	bond on file (see
2. A Drilling Plan. 3. A Surface Use Plan (if the location is on National Fores	t System Lan	Item 20 above). Ids, the 5. Operator certific	ation.			
SUPO must be filed with the appropriate Forest Service	Office	6. Such other site sp BLM.	ecific info	rmation and/or plans a	s may be r	equested by the
25. Signature (Electronic Submission)	>	Name (Printed/Typed) Jennifer Van Curen / Ph:	(713)296	6-2500	Date 02/09/2	2018
Title Sr. Regulatory <u>Compliance</u> Rep				·····		· · · · · · · · · · · · · · · · · · ·
Approved by (Signature)		Name (Printed/Typed)			Date	
(Electronic Submission)		Cody Layton / Ph: (575)2	34-5959		09/11/2	2018
Title Assistant Field Manager Lands & Minerals		Office CARLSBAD				
Application approval does not warrant or certify that the a applicant to conduct operations thereon.	pplicant hold	Is legal or equitable title to th	ose rights	in the subject lease v	which wou	ld entitle the
Conditions of approval, if any are attached.						-
Title 18 U.S.C. Section 1001 and Title 43 U.S.C. Section of the United States any false, fictitious or fraudulent state					any depar	tment or agency
GCP Aec 09/26/18						
				KI	, F	5
			INS	agh	2611	A 121 -
) WITH CONDIT	IVIN		A.M	s NH
	DAVEL			pleg	yme.	•
(Continued on page 2)	BV .			*/	structio	ns on page 2)

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(Continued on page 2)

A approval Date: 09/11/2018 *(Instructions on page 2) Jo h ded

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 date 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.



The Privacy Act of 1974 and regulation in 43 CER 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 NOV 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 agencysponsored 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.

Additional Operator Remarks

Location of Well

1. SHL: SESW / 231 FSL / 1524 FWL / TWSP: 23S / RANGE: 32E / SECTION: 13 / LAT: 32.2980052 / LONG: -103.6314839 (TVD: 0 feet, MD: 0 feet) PPP: SWSW / 330 FSL / 330 FWL / TWSP: 23S / RANGE: 32E / SECTION: 13 / LAT: 32.298268 / LONG: -103.6353476 (TVD: 12282 feet, MD: 12485 feet) BHL: NWNW / 330 FNL / 330 FWL / TWSP: 23S / RANGE: 32E / SECTION: 13 / LAT: 32.3109756 / LONG: -103.6353551 (TVD: 12310 feet, MD: 17119 feet)

BLM Point of Contact

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

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 tisted Bureau of Land Management office for further information.

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

Application Data Report

09/12/2018

APD ID: 10400027038

Operator Name: MARATHON OIL PERMIAN LLC Well Name: BALLISTA FEDERAL 23 32 13 WXY Well Type: CONVENTIONAL GAS WELL

Submission Date: 02/09/2018

Well Number: 3H Well Work Type: Drill



Show Final Text

Section 1 - General		
APD ID: 10400027038	Tie to previous NOS?	Submission Date: 02/09/2018
BLM Office: CARLSBAD	User: Jennifer Van Curen	Title: Sr. Regulatory Compliance Rep
Federal/Indian APD: FED	Is the first lease penetrated fo	r production Federal or Indian? FED
Lease number: NMNM084728	Lease Acres: 800	
Surface access agreement in place?	Allotted? R	eservation:
Agreement in place? NO	Federal or Indian agreement:	
Agreement number:		
Agreement name:		
Keep application confidential? YES		
Permitting Agent? NO	APD Operator: MARATHON (DIL PERMIAN LLC
Operator letter of designation:		
Operator Info		
Operator Organization Name: MARATHO	N OIL PERMIAN LLC	
Operator Address: 5555 San Felipe St.		Zip: 77056
Operator PO Box:		210. 17030
Operator City: Houston Sta	te: TX	
Operator Phone: (713)629-6600		
Operator Internet Address:		
Section 2 - Well Inform	nation	
Well in Master Development Plan? NO	Mater Development	Plan name:
Well in Master SUPO? NO	Master SUPO name	x:
Well in Master Drilling Plan? NO	Master Drilling Plan	name:

Well Name: BALLISTA FEDERAL 23 32 13 WXY

Field/Pool or Exploratory? Field and Pool

Master Drilling Plan name: Well Number: 3H Field Name: DIAMONDTAIL; WOLFCAMP

Well API Number:

Pool Name: DIAMONDTAIL; WOLFCAMP

Is the proposed well in an area containing other mineral resources? USEABLE WATER

Well Number: 3H

Describe othe	er minerals:			
Is the propose	ed well in a Helium production	on area? N	Use Existing Well Pad? NO	New surface disturbance?
Type of Well	Pad: MULTIPLE WELL		Multiple Well Pad Name:	Number: 214-1
Well Class: H	ORIZONTAL		BALLISTA FEDERAL 23 32 7 Number of Legs: 1	13
Well Work Ty	pe: Drill			
Well Type: Co	ONVENTIONAL GAS WELL			
Describe Wel	I Туре:			
Well sub-Type	e: INFILL			
Describe sub-	-type:			
Distance to to	own: 17.33 Miles	Distance to nea	rest well: 30 FT Dis	tance to lease line: 330 FT
Reservoir wel	II spacing assigned acres M	easurement: 320	Acres	
Well plat:	06.pdf		WXY3H_REV1_CERTIFIED _32_13_WXY_3H_201807111	FORM_C_102201802070906
Well work sta	rt Date: 03/16/2018		Duration: 30 DAYS	
	A \\			

Section 3 - Well Location Table

Survey Type: RECTANGULAR

Describe Survey Type:

Datum: NAD27

Survey number: 21653

Vertical Datum: NAVD88

	NS-Foot	NS Indicator	EW-Foot	EW Indicator	Twsp	Range	Section	Aliquot/Lot/Tract	Latitude	Longitude	County	State	Meridian	Lease Type	Lease Number	Elevation	MD	DVT
SHL Leg #1	231	FSL	152 4	FWL	23S	32E	13	Aliquot SESW	32.29800 52	- 103.6314 839	LEA	NEW MEXI CO	NEW MEXI CO	F	NMNM 084728	371 4	0	0
KOP Leg #1	100	FSL	330	FWL	23S	32E	13	Aliquot SWS W	32.29762 39	- 103.6353 492	LEA	NEW MEXI CO	NEW MEXI CO		NMNM 084728	- 809 8	119 34	118 12

Form 3160 - 3 (March 2012)			OMB N	APPROVED to: 1004-0137 totober 31, 2014				
UNITED STATES DEPARTMENT OF THE BUREAU OF LAND MAN	INTERIOR		5. Lease Serial No. NMNM084728	· · · ·				
APPLICATION FOR PERMIT TO			6. If Indian, Allotee or Tribe Name					
Ia. Type of work: DRILL REENTI	ER		7 If Unit or CA Agre	ement, Name and No.				
Ib. Type of Well: Oil Well 🖌 Gas Well Other	Single Zone Multi	ple Zone	8. Lease Name and V BALLISTA FEDER					
2. Name of Operator MARATHON OIL PERMIAN LLC			9. API Well No.	· · · · · · · · · · · · · · · · · · ·				
3a. Address 5555 San Felipe St. Houston TX 77056	3b. Phone No. (include area code) (713)629-6600	1	10. Field and Pool, or E DIAMONDTAIL; W	Exploratory OLFCAMP / DIAMON				
4. Location of Well (Report location clearly and in accordance with an	ry State requirements.*)		11. Sec.; T. R. M. or Bl	k. and Survey or Area				
At surface SESW / 231 FSL / 1524 FWL / LAT 32.29800	,		SEC 13 / T23S / R3	B2E / NMP				
At proposed prod. zone NWNW / 330 FNL / 330 FWL / LAT	32.3109756 / LONG -103.635	3551	12 Courts on David					
 Distance in miles and direction from nearest town or post office* 17.33 miles 			12. County or Parish LEA	13. State NM				
 Distance from proposed* location to nearest 330 feet property or lease line, fl. (Also to nearest drig. unit line, if any) 	16. No. of acres in lease 800	17. Spacin 320	g Unit dedicated to this w	rell				
 Distance from proposed location* to nearest well, drilling, completed, 30 feet applied for, on this lease, ft. 	19 Proposed Depth 12310 feet / 17119 feet		31A Bond No. on file YB002107					
21. Elevations (Show whether DF, KDB, RT, GL, etc.) 3714 feet	22. Approximate date work will sta 03/16/2018	n*	23. Estimated duration 30 days	I				
· · · · · ·	24. Attachments							
 The following, completed in accordance with the requirements of Onshor Well plat certified by a registered surveyor. A Drilling Plan. A Surface Use Plan (if the location is on National Forest System SUPO must be filed with the appropriate Forest Service Office). 	 Bond to cover t Item 20 above). Lands, the Operator certific 	he operation		existing bond on file (see				
25. Signature (Electronic Submission)	Name (Printed Typed) Jennifer Van Curen / Ph	: (713)296	1	Date 02/09/2018				
Title Sr. Regulatory Compliance Rep								
Approved by (Signature)	Name (Printed Typed)			Date				
Title	Office CARLSBAD							
Application approval does not warrant or certify that the applicant hold conduct operations thereon. Conditions of approval, if any, are attached.	s legal or equitable title to those righ	ts in the sub	ject leasc which would er	title the applicant to				
Title 18 U.S.C. Section 1001 and Title 43 U.S.C. Section 1212, make it a cr States any false, fictitious or fraudulent statements or representations as 1	ime for any person knowingly and voor any matter within its jurisdiction.	villfully to m	ake to any department or	agency of the United				

(Continued on page 2)

*(Instructions on page 2)

VAFMSS

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

APD ID: 10400027038

Submission Date: 02/09/2018



09/12/2018

Drilling Plan Data Report

Well Number: 3H

Well Type: CONVENTIONAL GAS WELL

Operator Name: MARATHON OIL PERMIAN LLC Well Name: BALLISTA FEDERAL 23 32 13 WXY

Well Work Type: Drill

Section 1 - Geologic Formations

Formation ID	Formation Name	Elevation	True Vertical Depth	Measured Depth	Lithologies	Mineral Resources	Producing Formation
1	RUSTLER	2468	1246	1246	DOLOMITE,ANHYDRIT E	OTHER : Brine	No
2	SALADO	-1126	1718	1718	SALT, ANHYDRITE	OTHER : Brine	No
3	CASTILE	-2999	3591	3618	SALT	OTHER : Brine	No
4	BASE OF SALT	-4273	4865	4921	OTHER : Limy Sands	OTHER : Brine	No
5	LAMAR	-4382	4974	5033	OTHER : Sand/Shales	OIL	No
6	BELL CANYON	-4434	5026	5086	OTHER : Sands/Shale	OIL	No
7	CHERRY CANYON	-5562	6154	6240	OTHER : Sands/Carbonates	OIL	No
8	BRUSHY CANYON	-6626	7218	7328	OTHER : Sands/Carbonate	OIL	No
9	BONE SPRING	-8202	8794	8918	OTHER : Sands/Carbonate	OIL	No
10	WOLFCAMP	-11621	12213	12378	SHALE,SANDSTONE,O THER : Carbonates	NATURAL GAS,OIL	Yes

Section 2 - Blowout Prevention

Pressure Rating (PSI): 10M

Rating Depth: 15000

Equipment: 13 5/8 5M Annular, 10M pipe ram, and 10M double ram will be installed and tested for each of the 12 ¼, 8 ¾ and 6 1/8 hole sections.

Requesting Variance? YES

Variance request: A variance is requested for the use of a flexible choke line from the BOP to Choke Manifold. See attached for specs and hydrostatic test chart. BOP variance is requested for the annular to be 5000 psi on 10000 psi BOP stack. Testing Procedure: BOP/BOPE will be tested by an independent service company to 250 psi low and the high pressure indicated above per Onshore Order 2 requirements. The System may be upgraded to a higher pressure but still tested to the working pressure listed in the table attached. If the system is upgraded all the components installed will be functional and tested. The Annular will be tested to 70% of 5000 working pressure (see attached BOP plan). The working pressure of 10000 for the Blind Ram and Double Ram will be tested to 10000 psi. - 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. Other accessories to the BOP equipment will include a Kelly cock, full opening safety valve / inside BOP and choke lines and

Well Name: BALLISTA FEDERAL 23 32 13 WXY

Well Number: 3H

choke manifold. See attached schematics. - Formation integrity test will be performed per Onshore Order #2. On Exploratory wells or on that portion of any well approved for a 5M BOPE system or greater, a pressure integrity test of each casing shoe shall be performed. Will be tested in accordance with Onshore Oil and Gas Order #2 III.B.1.i. - A multibowl wellhead is being used. The BOP will be tested per Onshore Order #2 after installation on the surface casing which will cover testing requirements for a maximum of 30 days. If any seal subject to test pressure is broken the system must be tested. See attached schematic.

Choke Diagram Attachment:

Drill_Plan___Choke_Line_Test_Chart_SN_63393___Ballista_Federal_23_32_13_PAD_20180207095559.pdf

Drill_Plan___5M_10M.TWO_CHOKE_MANIFOLD.BLM___Ballista_Federal_23_32_13_PAD_20180207095618.pdf

Drill_Plan___Choke_Line_System_Flex_III_Rig___Ballista_Federal_23_32_13_PAD_20180207095634.pdf

Drill_Plan___Choke_and_Kill_Hose_SN_663393__Ballista_Federal_23_32_13_PAD_20180207095756.pdf

BOP Diagram Attachment:

Drill_Plan___5M_Flex_BOPE_Well_Head___Ballista_Federal_23_32_13_PAD_20180207095844.pdf

Drill_Plan___WH_TH_Design_1B__5K__10K__7in_x_4.5in___Ballista_Federal_23_32_13_PAD_20180207095926.pdf

Marathon_Permian___Drilling_Well_Control_Plan_06_05_2018_20180711104614.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	1250	0	1250	3714	2464	1250	J-55	54.5	STC	3.28	1.69	BUOY	2.77	BUOY	2.77
		12.2 5	9.625	NEW	API	N	0	5050	0	5000	3714	1286	5050	J -55	40	LTC	1.16	1.36	BUOY	2.55	BUOY	2.55
	INTERMED IATE	8.75	7.0	NEW	API	N	0	12800	0	12400	3714	-8686	12800	P- 110	29	BUTT	2.11	1.18	BUOY	2.22	BUOY	2.22
	PRODUCTI ON	6.12 5	4.5	NEW	API	N	11900	17119	11800	12310	-8086	-8596		P- 110	13.5	BUTT	1.36	1.56	BUOY	2.39	BUOY	2.39

Casing Attachments

Well Number: 3H

Casing Attachments

Casing ID: 1 String Type:SURFACE
Inspection Document:
Spec Document:
Tapered String Spec:
Casing Design Assumptions and Worksheet(s):
Drill_PlanRed_Hills_3_csglinerSurface_CsgBallista_Federal_23_32_13_WXY_3H_20180207103550.
Casing ID: 2 String Type: INTERMEDIATE
Inspection Document:
Spec Document:
Tapered String Spec:
Tapered Sunny Spec.
Casing Design Assumptions and Worksheet(s):
Drill_PlanRed_Hills_3_csglinerInt_I_CsgBallista_Federal_23_32_13_WXY_3H_20180207104211.pdf
Casing ID: 3 String Type: INTERMEDIATE
Inspection Document:
Spec Document:
Tapered String Spec:
Casing Design Assumptions and Worksheet(s):
Drill_Plan Red_Hills_3_csg liner_Int_II_Csg Ballista Federal_23_32_13 WXY 3H 20180207104353.pd

Well Name: BALLISTA FEDERAL 23 32 13 WXY

Well Number: 3H

Casing Attachments

Casing ID: 4 String Type: PRODUCTION

Inspection Document:

Spec Document:

Tapered String Spec:

Casing Design Assumptions and Worksheet(s):

Drill_Plan___Red_Hills_3_csg___liner__Prod_Liner___Ballista_Federal_23_32_13_WXY_3H_20180207104601.pdf

Section	4 - C	emen	t]							
String Type	Lead/Tail	Stage Tool Depth	Top MD	Bottom MD	Quantity(sx)	Yield	Density	Cu Ft	Excess%	Cement type	Additives
PRODUCTION	Lead		0	0	0	0	0	758	0	N/A. No lead, tail only.	N/A. No lead, tail only.
PRODUCTION	Tail		1190 0	1711 9	524	1.22	14.5	639	30	Class H	0.15% retarder + 3.5% extender + 0.25% fluid loss
SURFACE	Lead		0	1000	795	1.47	13.5	1389	100	Class C	3 lbm/sk granular LCM + 0.1250 lbm/sk Poly-E- Flake
SURFACE	Tail		100	1250	255	1.36	14.8	347	100	Class C	0.25 % Accelerator
INTERMEDIATE	Lead		0	4040	1280	1.73	12.8	2214	75	Class C	0.02 Gal/Sx Defoamer + 0.5% Extender + 1% Accelerator
INTERMEDIATE	Tail		4040	5050	357	1.33	14.8	474	50	Class C	0.07 % Retarder
INTERMEDIATE	Lead		3000	1280 0	833	2.7	11	2249	70	Class C	0.8% retarder + 10% extender + 0.02 gal/sk + 2.0% Extender + 0.15% Viscosifier
INTERMEDIATE	Tail		1180 0	1280 0	179	1.09	15.6	195	30	Class H	3% extender + 0.1% Dispersant + 0.2% retarder

Well Name: BALLISTA FEDERAL 23 32 13 WXY

Well Number: 3H

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: The necessary mud products for additional weight and fluid loss control will be on location at all times.

Describe the mud monitoring system utilized: Losses or gains in the mud system will be monitored visually/manually as well as with an electronic PVT.

Circu	lating	Medium	Table	

Top Depth	Bottom Depth	Mud Type	Min Weight (Ibs/gal)	Max Weight (Ibs/gal)	Density (Ibs/cu ft)	Gel Strength (lbs/100 sqft)	Н	Viscosity (CP)	Salinity (ppm)	Filtration (cc)	Additional Characteristics
1280 0	1711 9	OIL-BASED MUD	12	12.5							
1250	5050	OTHER : Brine	9.9	10.2							
0	1250	WATER-BASED MUD	8.4	8.8		-					
5050	1280 0	OTHER : Cut Brine	9	9.4							

Section 6 - Test, Logging, Coring

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

None Planned.

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

GR,MUDLOG

Coring operation description for the well:

None Planned.

Well Name: BALLISTA FEDERAL 23 32 13 WXY

Well Number: 3H

And the field Sunface, Price unic 15/22-13*

Section 7 - Pressure

nai peter Politan Hole Diferine Suprimeration - 199

Anticipated Bottom Hole Temperature(F): 185

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:

Drill_Plan___H2S_Contingency_Plan___Ballista_Federal_23_32_13_PAD_20180207113226.pdf

Pad_Flex_III_Rev1_20180711104638.pdf

Drill_Plan___Plat__H2S_Map___Ballista_Federal_23_32_13_PAD_20180207113651_20180711105855.pdf GCP___Ballista_Federal_23_32_13_Pad___2_6_2018_20180711110000.pdf

Section 8 - Other Information

Proposed horizontal/directional/multi-lateral plan submission:

Plat____Ballista_Federal_23_32_13_Pad___Federal_Minerals_Map_20180207113833.pdf

Plat___Ballista_Federal_23_32_13_Pad___Mineral_Ownership_Map_20180207113850.pdf

Ballista_Federal_3H_Directional_Plans_20180207113911.pdf

Other proposed operations facets description:

- Kelly cock will be in the drill string at all times.

- A full opening drill pipe stabbing valve having the appropriate connections will be on the rig floor unobstructed and readily accessible at all times.

- Hydrogen Sulfide detection equipment will be in operation after drilling out the surface casing shoe until the production casing is cemented. Breathing equipment will be on location upon drilling the surface casing shoe until total depth is reached. If Hydrogen Sulfide is encountered, measured amounts and formations will be reported to the BLM.

Potential Hazards:

H2S detection equipment will be in operation after drilling out the surface casing shoe until the production casing has been cemented. Breathing equipment will be on location from drilling out the surface shoe until production casing is cemented. If H2S is encountered the operator will comply with Onshore Order #6.
No abnormal temperatures or pressures are anticipated. All personnel will be familiar with all aspects of safe operation of equipment being used to drill this well. Adequate flare lines will be installed off the mud/gas separator where gas may be flared safely.

- No losses are anticipated at this time.

- All personnel will be familiar with all aspects of safe operation of equipment being used to drill this well.

- Adequate flare lines will be installed off the mud/gas separator where gas may be flared safely.

Other proposed operations facets attachment:

Batch_Drilling_Plan_and_Surface_Rig_Request_20180711110127.pdf Ballista_Federal_23_32_13_WXY_3H_Drilling_APD_Information_20180711110148.doc

Well Name: BALLISTA FEDERAL 23 32 13 WXY

Well Number: 3H

.

Other Variance attachment:



Ontinental

Certificate of Conformity

Certificate Number 953233-4	COM Or 953233	der Reference	ConfileCh Costomen Numer Address HELMERICH & PAYNE DRILLING CO
Customer Purchase Order No:	7400530	80	1434 SOUTH BOULDER AVE TULSA, OK 74119
Project:		······································	USA
ContiTech Oil & Marine Corp. 11535 Brittmoore Park Drive	Signed:	Aucopted by GOM Inspection Roger Suarez	Accentel by Gleni Inspection
Houston, TX 77041 USA	Date:	5/11/17	

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

					Smelluntions

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RECERTIFICATION - 3" ID 10K Choke and Kill Hose x 35 ft OAL 1

63393

ContiTech Standard

Ontinental 3

Hydrostatic Test Certificate

ContiTech

60

Certificate Number 953233-4	COM Order Reference 953233		HELMERICH & PAYNE DRILLING CO		
Customer Purchase Order No: 740053080		1434 SOUTH BOULDER AVE TULSA, OK 74119			
Project:			USA		
Testicenter/Address		AssaultillyCOMParation	Asentally Elenthenedion		
ContiTech Oil & Marine Corp.		Roger Suarez			
11535 Brittmoore Park Drive Houston, TX 77041	Signed:	No contraction of the second s			
USA	Date:	5/11/11-1-			

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

liam Day Éculoronomy (1997) (1998) (1996) (1997) Rora Rora Rora (1996) (1997)

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RECERTIFICATION - 3" ID 10K Choke and Kill Hose x 35 ft OAL 1 63393

3 10,000 psi 15,000 psi





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QUALITY CONTROL	No.: QC-DB- 380 / 2012		
	Page : 1 / 61		
Hose No.:	Revision : 0		
63389, 63390, 63391	Date: 28. August 2012.		
63392, 63393	Prepared by : feals foundar		
	Appr. by: velues - Sugl		

CHOKE AND KILL HOSES

id.: 3" 69 MPa x 35 ft (10,67 m)

DATA BOOK

Purchaser: H & P

Purchaser Order No.:

ContiTech Rubber Order No.: 531895 ContiTech Beattie Co. Order No.: 006227

NOT DESIGNED FOR WELL TESTING

CentiTech Rubber Industrial Kit. Budapesti út 10., Szeged H-6728 P.O.Box 152 Szeged H-6701 Hungary
 Phone:
 +36 62 565 737

 Fax:
 +36 62 566 738

 e-mail:
 info@fluid.contitech.hu

 Internet:
 vww.contitech-rubber.hu

The Court of Csongrád County as Registry Court Registry Court No: HU 06-09-002502 EU VAT No: HU11087209 Bank data Commercial and Creditbank Szeged 10402805-28014250-00000000
 CONTITECH RUBBER
 No.: QC- DB- 380 / 2012

 Industrial Kft.
 Page: 2 / 61

CONTENT

1.	API QMS Certificate (No.: 0760)	<u>Page</u> 3.
2.	American Petroleum Institute Certificate of Authority To Use the Official API Monogram (No.: 16C-0004)	4.
3.	Quality Control Inspection and Test Certificates (No.: 1595, 1596, 1597, 1598, 1599)	5-9.
4.	Hose Data Sheet	10.
5. 5.1. 5.2. 5.3. 5.4. 5.5. 5.6. 5.7. 5.8. 5.9. 5.10. 5.10. 5.11. 5.12. 5.13. 5.14.	Metal Parts Raw Material Quality Certificates (No.: EUR-240960, EUR-251871, 81687/12-0) Hardness Test Reports (No.: HB 2150/12, HB 2151/12, HB 2159/12) Ultrasonic Test Reports (No.: U12/124, U12/126, U12/129, U12/127) NDT Examiner Certificate (Name: Joó Imre) Welding Procedure Specification (No.: 140-60) Welding Procedure Qualification Record (No.: BUD 0600014/1) Welder's Approval Test Certificates (No.: RK-1894628-A1-X2, RK-1894628-A1-X-1, RK-2096656-B, RK-1894628-A1-X3, RK1079715-A1-X) Welding Log Sheets (No.: 240, 241) Visual Examination Record (No.: 696/12) NDT Examiner Certificate (Name: Benkő Péter) Radiographic Test Certificates (No.: 1458/12, 1459/12, 1460/12, 1461/12, 1462/12) NDT Examiner Certificate (Name: Ménesi István) MP Examination Record (No.: 1262/12) NDT Examiner Certificate (Name: Oravecz Gábor)	 11-14. 15-17. 18-21. 22-23. 24-27. 28-29. 30-41. 42-43. 44. 45-46. 47-51. 52-53. 54. 55-56.
6. 6 <i>.</i> 1.	Steel Cord Inspection Certificate (No.: 437089)	57.
7. 7.1.	Outside Stripwound Tube Inspection Certificate (No.: 917781/001)	58.
8.	Certificate of Calibration (Manometer Serial No.: 0227-073)	59-61.

NOC'

ContiTech Rubber Industrial Kft. Quality Control Dept. (1)

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Industrial Kft.	Page:	3 /61	





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CONTITECH RUBBER	No:QC-DB- 380 /2012		
Industrial Kft.	Page:	9 /61	

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QUALI INSPECTION A	TY CONT		ATE		CERT. N	1º:	1599	
PURCHASER:	ContiTech B	eattie Co.			P.O. N°:		006227	
CONTITECH ORDER N°:	531895	HOSE TYPE:	3"	ID		Choke and	d Kill Hose	
HOSE SERIAL Nº:	63393	NOMINAL / ACT	TUAL LE	ENGTH:		10,67 m	1 / 10,72 m	
W.P. 68,9 MPa 1	0000 psi	т.р. 103,4	MPa	1500)O psi	Duration:	60	min.
ambient temperature See attachment. (1 page) ↑ 10 mm = 10 Min.								
\rightarrow 10 mm = 20 MP COUPLINGS Type		Serial N°			Quali	ty	Heat N°	
3" coupling with	2	2156 2153		AIS! 41	130	20231		
4 1/16" 10K API Flange	end		AISI		AISI 41	130	34031	
NOT DESIGNE All metal parts are flawless	NOT DESIGNED FOR WELL TESTING API Spec 16 C Temperature rate:"B"							
WE CERTIFY THAT THE ABOV	E HOSE HAS BI	EN MANUFACTU	RED IN A ACTORY	CCORD RESUL	ANCE WIT	TH THE TERM	IS OF THE ORDER	
STATEMENT OF CONFORMITY: We hereby certify that the above items/equipment supplied by us are in conformity with the terms, conditions and specifications of the above Purchaser Order and that these items/equipment were fabricated inspected and tested in accordance with the referenced standards, codes and specifications and meet the relevant acceptance criteria and design requirements. COUNTRY OF ORIGIN HUNGARY/EU								
Date: Inspector Quality Control ContiTech Rubber Industrial Kft. Quality Control Dept. (1))			

ContiTech Rubber Industrial Kit. Budapesti ut 10., Szeged H-6728 P.O.Box 152 Szeged H-6701 Hungary
 Phone:
 +36.62.566.737

 Fax:
 +36.62.566.738

 e-mail:
 info@fluid.contilech.hu

 Internet:
 www.contilech-rubber.hu

The Court of Csongråd County as Registry Court Registry Court No: HU 06-09-002502 EU VAT No: HU11087209

Bank data Commercial and Credilbank Szeged 10402805-28014250-00000000

CONTITECH RUBBER	No:QC-DB- 380 /2012		
Industrial Kft.	Page: 10 /61		

1 1

(Onlinenial S CONTTECH

Hose Data Sheet

CRI Order No.	531895
Customer	ContiTech Beattie Co.
Customer Order No	PO6227 Pbc13080-H&P
Item No.	1
Hose Туре	Flexible Hose
Standard	API SPEC 16 C
Inside dia in inches	3
Length	35 ft
Type of coupling one end	FLANGE 4 1/16" API SPEC 6A TYPE 6BX FOR 10000 PSI C/W BX155RING GROOVE
Type of coupling other end	FLANGE 4 1/16" API SPEC 6A TYPE 6BX FOR 10000 PSI C/W BX155 RING GROOVE
H2S service NACE MR0175	Yes
Working Pressure	10 000 psi
Design Pressure	10 000 psi
Test Pressure	15 000 psi
Safety Factor	2,25
Marking	USUAL PHOENIX
Cover	NOT FIRE RESISTANT
Outside protection	St.steel outer wrap
Internal stripwound tube	No
Lining	OIL RESISTANT
Safety clamp	No
Lifting collar	No
Element C	No
Safety chain	No
Safety wire rope	No
Max.design temperature [°C]	100
Min.design temperature [°C]	-20
MBR operating [m]	1,60
	1,40
MBR storage [m]	1,40





1. DRILLING WELL CONTROL PLAN

1.1 WELL CONTROL - CERTIFICATIONS

Required IADC/IWCF Well Control Certifications Supervisor Level:

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

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

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

Well Control-Position/Roles

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

• Supervisor Level

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

Driller Level

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

(Well Control-Positions/Roles Continued)

Derrick Hand, Assistant Driller Introductory Level

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

Motorman, Floor Hand Introductory Level

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

1.2 WELL CONTROL-COMPONENT AND PREVENTER COMPATIBILITY CHECKLIST

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

Component	OD	Preventer	RWP	
Drill pipe	4"	Upper and Lower 3.5-5.5" VBRs	10M	
HWDP	4"	Upper and Lower 3.5-5.5" VBRs	10M	
Drill collars and MWD tools	4.75-5″	Upper and Lower 3.5-5.5" VBRs	10M	
Mud Motor	4.75-5.25"	Upper and Lower 3.5-5.5" VBRs	10M	
Production casing	4.5″	Upper and Lower 3.5-5.5" VBRs	10M	
ALL	0-13-5/8"	Annular	5M	
Open-hole	-	Blind Rams	10M	

• Example 6-1/8" Production hole section, 10M requirement

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

1.3 WELL CONTROL-BOP TESTING

BOP Test will be completed per Onshore Oil and Gas Order #2 Well Control requirements. The 5M Annular Preventer on a required 10M BOP stack will be tested to 70 % of rated working



1.4 WELL CONTROL - DRILLS

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

Туре	Frequency	Objective	Comments
Shallow gas kick drill - drilling	Once per well with crew on tour	Response training to a shallow gas influx	To be done prior to drilling surface hole if shallow gas is noted
Kick drill - drilling	Once per week per crew	Response training to an influx while drilling (bit on bottom)	Only one kick drill per week per crew is required.
Kick drill - tripping	Once per week per crew	Response training to an influx while tripping (bit off bottom). Practice stabbing TIW valve	alternating between drilling and tripping.

1.5 WELL CONTROL – MONITORING

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

Well Control-Monitoring (Continued)

- Prior to dropping a survey instrument.
- Prior to dropping a core ball.

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

1.6 WELL CONTROL – SHUT IN

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

2. SHUT-IN PROCEDURES:

2.1 PROCEDURE WHILE DRILLING

• Sound alarm (alert crew)

- Space out drill string Stop rotating, pick the drill string up off bottom, and space out to ensure no tool joint is located in the BOP element selected for initial closure.
- Shut down pumps (stop pumps and observe well.)
- Shut-in Well If flow is suspected or confirmed, close uppermost applicable BOP element. (HCR and choke will already be in the closed position.)
 - Note: Either the uppermost pipe ram or annular preventer can be used.
- Confirm shut-in
- Notify toolpusher/company representative
- Gather all relevant data required:
 - o SIDPP and SICP
 - Hole Depth and Hole TVD
 - o Pit gain
 - o Time
 - o Kick Volume
 - o Pipe depth
 - o MW in, MW out
 - SPR's (Slow Pump Rate's)
- Regroup and identify forward plan (let well stabilize, update kill sheet, inventory mud additives and mud volumes on location)
- Company Representative, Drilling Superintendent, Drilling Engineer and Drilling Manager will discuss well control kill method to be utilized. A verbal Risk Assessment and preferred kill method will be finalized. Initial Risk Assessment will be finalized within 1 hour of initial shut in.
- <u>No well kill operation commences until there is a plan agreed by the Superintendent, On-Site</u> <u>Supervisor and the Drilling Contractor PIC</u>.
- Recheck all pressures and fluid volume on accumulator unit
- If pressure has built or is anticipated during the kill to reach 1,000 psi or greater, the annular preventer will not be used as the primary pressure control device and operations will swap to the upper BOP pipe ram.

2.2 PROCEDURE WHILE TRIPPING

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

Procedure While Tripping (Continued)

- o Time
- o Kick Volume
- Pipe depth

- o MW in, MW out
- SPR's (Slow Pump Rate's)
- Regroup and identify forward plan (let well stabilize, update kill sheet, inventory mud additives and mud volumes on location)
- Company Representative, Drilling Superintendent, Drilling Engineer and Drilling Manager will discuss well control kill method to be utilized. A verbal Risk Assessment and preferred kill method will be finalized. Initial Risk Assessment will be finalized within 1 hour of initial shut in.
- <u>No well kill operation commences until there is a plan agreed by the Superintendent, On-Site</u> <u>Supervisor and the Drilling Contractor PIC</u>.
- Recheck all pressures and fluid volume on accumulator unit
- If pressure has built or is anticipated during the kill to reach 1,000 psi or greater, the annular preventer will not be used as the primary pressure control device and operations will swap to the upper BOP pipe ram.

2.3 PROCEDURE WHILE RUNNING CASING

- Sound alarm (alert crew)
- Stab crossover and full opening safety valve and close
- Space out casing (ensure no coupling is located in the BOP element selected for initial closure).
- Shut down pumps (stop pumps and observe well.)
- Shut-in Well If flow is suspected or confirmed, close uppermost applicable BOP element. (HCR and choke will already be in the closed position.)
 - Note: Either the uppermost pipe ram or annular preventer can be used.
- Confirm shut-in
- Notify tool pusher/company representative
- Gather all relevant data required:
 - o SIDPP and SICP
 - Hole Depth and Hole TVD
 - Pit gain
 - o Time
 - Kick Volume
 - Pipe depth
 - o MW in, MW out
 - SPR's (Slow Pump Rate's)
- Regroup and identify forward plan (let well stabilize, update kill sheet, inventory mud additives and mud volumes on location)
- Company Representative, Drilling Superintendent, Drilling Engineer and Drilling Manager will discuss well control kill method to be utilized. A verbal Risk Assessment and preferred kill method will be finalized. Initial Risk Assessment will be finalized within 1 hour of initial shut in.
- No well kill operation commences until there is a plan agreed by the Superintendent, On-Site Supervisor and the Drilling Contractor PIC.
- Recheck all pressures and fluid volume on accumulator unit
- If pressure has built or is anticipated during the kill to reach 1,000 psi or greater, the annular preventer will not be used as the primary pressure control device and operations will swap to the upper BOP pipe ram.

2.4 PROCEDURE WITH NO PIPE IN HOLE (OPEN HOLE)

- Sound alarm (alert crew)
- Shut-in with blind rams or BSR. (HCR and choke will already be in the closed position.)
- Confirm shut-in

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

2.5 PROCEDURE WHILE PULLING BHA THRU STACK

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

Procedures While Pulling BHA thru Stack (Continued)

- o Time
- Regroup and identify forward plan

• With BHA in the stack and <u>NO</u> compatible ram preventer and pipe combo immediately available.

- Sound alarm (alert crew)
- If possible to pick up high enough, pull string clear of the stack and follow "Open Hole" scenario.
- If impossible to pick up high enough to pull the string clear of the stack:
- Stab crossover, make up one joint/stand of drill pipe, and full opening safety valve and close
- Space out drill string with tool joint just beneath the upper pipe ram.
- Shut-in using upper pipe ram. (HCR and choke will already be in the closed position.)
- Confirm shut-in
- Notify toolpusher/company representative
- Read and record the following:
 - o SIDPP and SICP
 - o Pit gain
 - o Time

.



RED HILLS SB - 3 CSG STRING

StressCheck 5000.1.13.1 Build 6765
MARATHON OIL PERMIAN LLC

DRILLING AND OPERATIONS PLAN

WELL NAME / NUMBER:BALLISTA FEDERAL 23 32 13 WXY 3HSTATE:NEW MEXICOCOUNTY: LEA

	NS-Foot	NSIndicator	EW-Foot	EW Indicator	TWSP	Range	Section	Aliquot/Lot/Trac	Latitude	Longitud	County	State	Weridian	Lease Type	Lease Number	Elevation	MD	TVD
SHL	231	FSL	1524	FWL	23S	32E	13	SESW	32.29800521 N	103.63148385 W	Lea	NM	NMP	F		3714	0	0
KOP	100	FSL	330	FWL	23S	32E	13	SWSW	32.297623889 N	103.635349167 W	Lea	NM	NMP	F		-8098	11934	11812
PPP	330	FSL	330	FWL	235	32E	13	SWSW	32.29826801 N	103.63534762 W	Lea	NM	NMP	F		-8568	12485	12282
EXI T	330	FNL	330	FWL	23S	32E	13	NWNW	32.31097563 N	103.63535510 W	Lea	NM	NMP	F		-8596	17119	12310
BHL	330	FNL	330	FWL	235	32E	13	NWNW	32.31097563 N	103.63535510 W	Lea	NM	NMP	F		-8596	17119	12310

1. GEOLOGIC NAME OF SURFACE FORMATION a. Permian/Quaternary Alluvium

2. ESTIMATED TOPS OF GEOLOGICAL MARKERS & DEPTHS OF ANTICIPATED FRESH WATER, OIL OR GAS

Formation	True Vertical Depth (ft)	Measured Depth (ft)	Lithologies	Mineral Resources	Producing Formation
Rustler	1,246	1,246	Anhydrite/Dolomite	BRINE	N
Salado	1,718	1,718	Salt/Anhydrite	BRINE	N
Castile	3,591	3,618	Base Salt	BRINE	N
Base of Salt	4,865	4,921	Limy Sands	BRINE	N
Lamar	4,974	5,033	Sand/Shales	OIL	Y
Bell Canyon	5,026	5,086	Sands/Shale	OIL	Y
Cherry Canyon	6,154	6,240	Sands/Carbonates	OIL	Y
Brushy Canyon	7,218	7,328	Sands/Carbonates	OIL	Y
Bone Spring	8,794	8,918	Sands/Carbonates	OIL	Y
1st Bone Spring Sand	9,919	10,043	Sands/Carbonates	OIL	Y
2nd Bone Spring Sand	10,655	10,779	Sands/Carbonates	OIL	Y
3rd Bone Spring Sand	11,928	12,053	Sands/Carbonates	OIL	Y
Wolfcamp	12,213	12,378	Carbonates/Shales/Sand s	OIL	Y

DEEPEST EXPECTED FRESH WATER: 400' TVD

ANTICIPATED BOTTOM HOLE PRESSURE: 6,771 psi

ANTICIPATED BOTTOM HOLE TEMPERATURE: <u>185 °F</u>

ANTICIPATED ABNORMAL PRESSURE: \underline{N}

ANTICIPATED ABNORMAL TEMPERATURE: \underline{N}

3. CASING PROGRAM

String Type	Hole Size	Csg Size	Top Set MD	Bottom Set MD	Top Set TVD	TVDBottom Set	Weight (lbs/ft)	Grade	Conn.	SF Collapse	SF Burst	SF Tension
Surface	<u>17 1/2</u>	<u>13 3/8</u>	<u>0</u>	<u>1250</u>	<u>0</u>	<u>1250</u>	<u>54.5</u>	<u>J55</u>	<u>STC</u>	<u>3.28</u>	<u>1.6</u> <u>9</u>	<u>2.77</u>
Intermediate I	<u>12 1/4</u>	<u>9 5/8</u>	<u>0</u>	<u>5050</u>	<u>0</u>	<u>5000</u>	<u>40</u>	<u>J55</u>	LTC	<u>1.16</u>	<u>1.3</u> <u>6</u>	<u>2.55</u>
Intermediate II	<u>8 3/4</u>	Z	<u>0</u>	<u>1280</u> <u>0</u>	<u>0</u>	<u>1240</u> 0	<u>29</u>	<u>P110</u>	<u>BTC</u>	<u>2.11</u>	<u>1.1</u> <u>8</u>	<u>2.22</u>
Production Liner	<u>6 1/8</u>	<u>4 1/2</u>	<u>1190</u> Q	<u>1711</u> 9	<u>1180</u> <u>0</u>	<u>1231</u> <u>0</u>	<u>13.5</u>	<u>P110</u>	<u>BTC</u>	<u>1.36</u>	<u>1.5</u> <u>6</u>	<u>2.39</u>

Minimum safety factors: Burst 1.125 Collapse 1.125 Tension 1.8 Wet/1.6 Dry

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

	Y or N
Is casing new? If used, attach certification as required in Onshore Order #1	Y
Does casing meet API specifications? If no, attach casing specification sheet.	Y
Is premium or uncommon casing planned? If yes attach casing specification sheet.	N
Does the above casing design meet or exceed BLM's minimum standards? If not provide justification (loading assumptions, casing design criteria).	Y
Will the intermediate pipe be kept at a minimum 1/3 fluid filled to avoid approaching the collapse pressure rating of the casing?	Y
Is well located within Capitan Reef?	N
If yes, does production casing cement tie back a minimum of 50' above the Reef?	
Is well within the designated 4 string boundary.	
Is well located in SOPA but not in R-111-P?	N
If yes, are the first 2 strings cemented to surface and 3 rd string cement tied back 500' into previous casing?	
	e
Is well located in R-111-P and SOPA?	N
If yes, are the first three strings cemented to surface?	
Is 2 nd string set 100' to 600' below the base of salt?	
Is well located in high Cave/Karst?	N
If yes, are there two strings cemented to surface?	
(For 2 string wells) If yes, is there a contingency casing if lost circulation occurs?	
Is well located in critical Cave/Karst?	N

4. CEMENT PROGRAM:

String Type	Lead/Tail	Stage Tool Depth	Top MD	Bottom MD	Quantity (sx)	Yield (ft3/sx)	Density (ppg)	Slurry Volume (ft3)	Excess (%)	Cement Type	Additives
Surface	Lead		0	1000	795	1.747	13.5	1389	100	Class C	3 lbm/sk granular LCM + 0.1250 lbm/sk Poly-E- Flake
Surface	Tail		100	1250	255	1.364	14.8	347	100	Class C	0.25 % Accelerator
Intermediate I	Lead		0	4040	1280	1.73	12.8	2214	75	Class C	0.02 Gal/Sx Defoamer + 0.5% Extender + 1% Accelerator
Intermediate I	Tail		4040	5050	357	1.33	14.8	474	50	Class C	0.07 % Retarder
Intermediate II	Lead		3000	12800	833	2.70	11	2249	70	Class C	0.8% retarder + 10% extender + 0.02 gal/sk + 2.0% Extender + 015% Viscosifier
Intermediate II	Tail		11800	12800	179	1.09	15.6	195	30	Class H	3% extender + 0.1% Dispersant + 0.2% retarder
Production Liner	Tail		11900	17119	524	1.22	14.5	639	30	Class H	0.15% retarder + 3.5% extender + 0.25% fluid loss

Stage tool may be utilized based on hole conditions. Stage tool depth(s) and cement volumes will be adjusted accordingly. Stage tool will be set a minimum of 50 feet below previous casing and a minimum of 200 feet above current shoe. Lab reports with the 500 psi compressive strength time for the cement will be onsite for review.

Pilot hole depth: <u>N/A</u> TVD/MD KOP: <u>N/A</u> TVD/MD

Plug top	Excess (%)	Quantity (sx)	Density (ppg)	Water gal/sk	Slurry Description and Cement Type

Attach plugging procedure for pilot hole.

5. PRESSURE CONTROL EQUIPMENT

BOP installed	Size?	Min.	T (уре		Tested to:		
and tested before drilling which hole?		Required WP		3 	, ,			
			Ar	nular	X	50% of working pressure		
	13 5/8	5000	Blind Ram		X			
12 ¼"			Pip	e Ram		5000		
			Doul	ole Ram	X	5000		
			Other*					
			Annular		X	50% testing pressure		
		5000	Blind Ram		X			
8 ³ ⁄4"	13 5/8		Pipe Ram					
0 74			Double Ram		X	5000		
			Other *					
		······································	Ar	nular	X	50% testing pressure		
			Blir	nd Ram	X			
6 1/0"	12 5/0	5000	Pip	e Ram				
6 1/8"	13 5/8		Double Ram		X	5000		
			Other					
			*					

*Specify if additional ram is utilized.

BOP/BOPE will be tested by an independent service company to 250 psi low and the high pressure indicated above per Onshore Order 2 requirements. The System may be upgraded to a higher pressure but still tested to the working pressure listed in the table above. If the system is upgraded all the components installed will be functional and tested.

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. Other accessories to the BOP equipment will include a Kelly cock, full opening safety valve / inside BOP and choke lines and choke manifold. See attached schematics.

Y	Formation integrity test will be performed per Onshore Order #2. On Exploratory wells or on that portion of any well approved for a 5M BOPE system or greater, a pressure integrity test of each casing shoe shall be performed. Will be tested in accordance with Onshore Oil and Gas Order #2 III.B.1.i.
Y	A variance is requested for the use of a flexible choke line from the BOP to Choke Manifold. See attached for specs and hydrostatic test chart.
	N Are anchors required by manufacturer?
Y	A multibowl wellhead is being used. The BOP will be tested per Onshore Order #2 after installation on the surface casing which will cover testing requirements for a maximum of 30 days. If any seal subject to test pressure is broken the system must be tested.
	See attached schematic.

6. MUD PROGRAM:

Top	Bottom	Mud Type	Min. Weight	Max. Weight	Additional
Depth	Depth		(ppg)	(ppg)	Characteristics
<u>0</u>	<u>1250</u>	Water Based Mud	<u>8.4</u>	<u>8.8</u>	

<u>1250</u>	<u>5050</u>	Brine	<u>9.9</u>	<u>10.2</u>	
<u>5050</u>	<u>12800</u>	Cut Brine	<u>9.0</u>	<u>9.4</u>	
<u>12800</u>	<u>17119</u>	Oil Based mud	12	<u>12.5</u>	

Losses or gains in the mud system will be monitored visually/manually as well as with an electronic PVT. The necessary mud products for additional weight and fluid loss control will be on location at all times.

7. AUXILIARY WELL CONTROL AND MONITORING EQUIPMENT

- **a.** A Kelly cock will be in the drill string at all times.
- **b.** A full opening drill pipe stabbing valve having the appropriate connections will be on the rig floor unobstructed and readily accessible at all times.
- c. Hydrogen Sulfide detection equipment will be in operation after drilling out the surface casing shoe until the production casing is cemented. Breathing equipment will be on location upon drilling the surface casing shoe until total depth is reached. If Hydrogen Sulfide is encountered, measured amounts and formations will be reported to the BLM

8. LOGGING / CORING AND TESTING PROGRAM:

- A. Mud Logger: Intermediate I shoe to TD.
- B. DST's: None.
- C. Open Hole Logs: GR while drilling from Intermediate I casing shoe to TD.

9. POTENTIAL HAZARDS:

- A. H2S detection equipment will be in operation after drilling out the surface casing shoe until the production casing has been cemented. Breathing equipment will be on location from drilling out the surface shoe until production casing is cemented. If H2S is encountered the operator will comply with Onshore Order #6.
- B. No abnormal temperatures or pressures are anticipated. All personnel will be familiar with all aspects of safe operation of equipment being used to drill this well. Adequate flare lines will be installed off the mud/gas separator where gas may be flared safely.
- C. No losses are anticipated at this time.
- D. All personnel will be familiar with all aspects of safe operation of equipment being used to drill this well.
- E. Adequate flare lines will be installed off the mud/gas separator where gas may be flared safely.

10. ANTICIPATED STARTING DATE AND DURATION OF OPERATIONS

Road and location construction will begin after the BLM has approved the APD. Anticipated spud date will be as soon as possible after BLM approval and as soon as a rig will be available. Move in operations and drilling is expected to take <u>30 days</u>.

VAFMSS

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

SUPO Data Report

APD ID: 10400027038

Operator Name: MARATHON OIL PERMIAN LLC Well Name: BALLISTA FEDERAL 23 32 13 WXY

Well Type: CONVENTIONAL GAS WELL

Submission Date: 02/09/2018



Well Number: 3H Well Work Type: Drill

Section 1 - Existing Roads

Will existing roads be used? YES

Existing Road Map:

 Plat___Ballista_Federal_23_32_13_Pad___Existing_Road_Map_20180207114048.pdf

 Plat___Ballista_Federal_23_32_13_Pad___Well_Location_Plat_20180207120757.pdf

 Existing Road Purpose: ACCESS
 Row(s) Exist? NO

Sugar into

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 Recon	structed Access Roads	S
Will new roads be needed	? YES		
New Road Map:			
PlatBallista_Federal_2	23_32_13_PadP	Proposed_Lease_Road_ATTAC	HMENT_20180207114121.pdf
PlatBallista_Federal_2	23_32_13_PadN	<pre>New_road_vicinity_Plat_2018071</pre>	l 2100520.pdf
New road type: LOCAL			
Length: 705.53	Feet	Width (ft.): 20	
Max slope (%): 3		Max grade (%): 3	
Army Corp of Engineers (ACOE) permit requi	red? NO	
ACOE Permit Number(s):		•	
New road travel width: 14			
New road access erosion erosion. New road access plan or p			drainage and BMP will be used to control
Tem Toda access plan of p	prome prepareu : rac	5	

New road access plan attachment:

Well Name: BALLISTA FEDERAL 23 32 13 WXY

Well Number: 3H

Access road engineering design? NO

Access road engineering design attachment:

Access surfacing type: OTHER

Access topsoil source: ONSITE

Access surfacing type description: Caliche

Access onsite topsoil source depth: 6

Offsite topsoil source description:

Onsite topsoil removal process: Strip a minimum of 6" topsoil and temporarily pile while road is being constructed. After the road has been constructed, the topsoil will be spread and seeded along the road ditch in Marathon's ROW. Access other construction information:

Access miscellaneous information:

Number of access turnouts:

Access turnout map:

Drainage Control

New road drainage crossing: OTHER

Drainage Control comments: Crowning shall be done on the access road driving surface. The road crown shall have a grade of approximately 2%. The road shall conform to cross section and plans for typical road construction found in the BLM Gold Book.

Road Drainage Control Structures (DCS) description: Road will be crowned to allow proper water drainage and ditching will be constructed on both sides of the road.

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:

Plat___Ballista_Federal_23_32_13_Pad___Existing_Well_Location_Map_20180207114505.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: Well Pad and Production Facilities will be located off lease in SESW Quarter/Quarter of Section 13, Township 23S, Range 32E on Lease # NMNM084728. - Pool commingle will be applied for as needed. - No open

Well Name: BALLISTA FEDERAL 23 32 13 WXY

Well Number: 3H

top tanks will be used. - Open vent exhaust stacks will be modified to prevent birds or bats from entering, discourage perching, roosting, and nesting. - The proposed Production Facilities will have a secondary containment 1.5 times the holding capacity of largest storage tank. - All above ground structures will be painted a non-reflective shale green for blending with the surrounding environment. - The proposed Production Facility will have oil and water truck hauled from the facility. - There are 6 - 750 bbl steel tanks for oil storage and 12 - 750 bbl steel tanks for water storage planned for the Production Facility . Pipelines: Flowlines will run from the well head to production facility all on the proposed pad. - All construction activity will be confined to the approved ROW. Powerlines: No powerlines, power will be provided via a natural gas generator. **Production Facilities map:**

Plat___Ballista_Federal_23_32_13_Pad___Facility_Layout_20180208100044.pdf

Water Source Table	
Water source use type: STIMULATION	Water source type: FRESH WATER LAK
Describe type:	
Source latitude: 32.3302	Source longitude: -103.68713
Source datum: NAD83	
Water source permit type: PRIVATE CONTRACT	
Source land ownership: PRIVATE	
Water source transport method: PIPELINE	
Source transportation land ownership: PRIVATE	
Water source volume (barrels): 147500	Source volume (acre-feet): 19.011732
Source volume (gal): 6195000	
Water source use type: STIMULATION	Water source type: FRESH WATER LAK
Describe type:	
Source latitude: 32.29495	Source longitude: -103.64632
Source datum: NAD83	
Water source permit type: PRIVATE CONTRACT	
Source land ownership: PRIVATE	
Water source transport method: PIPELINE	
Source transportation land ownership: PRIVATE	
Water source volume (barrels): 147500	Source volume (acre-feet): 19.011732
Source volume (gal): 6195000	
Water source use type: STIMULATION	Water source type: FRESH WATER LAK
Describe type:	
Source latitude: 32.284058	Source longitude: -103.61731
Source datum: NAD83	
Water source permit type: PRIVATE CONTRACT	

Well Name: BALLISTA FEDERAL 23 32 13 WXY

Well Number: 3H

Source land ownership: PRIVATE Water source transport method: PIPELINE Source transportation land ownership: PRIVATE Water source volume (barrels): 147500 Source volume (gal): 6195000

Source volume (acre-feet): 19.011732

Water source and transportation map:

SUPO_5___Ballista_Federal_23_32_13___Water___Caliche_20180711110310.jpg

Water source comments: • All Fresh water will be obtained from a private water source. • 1st proposed (Red tank pond in Section 4, T23S, R32E – LAT 32.330201 LONG -103.687131) will be utilized for fresh water. • A temporary 10" expanding pipe transfer line will run East from pond along lease rd. then turn South along proposed access road approx. 4.53 Miles. • 2nd proposed (Diamond pond in section 23 T23S R32E – LAT 32.294947 LONG -103.646318) will be utilized for fresh water. • A temporary 10" expanding pipe transfer line will run East from pond along access road approx. 1.72 miles. • 3rd proposed pond (Tres Equis in Section 19,T23S-R33E – LAT 32.284058 LONG - 103.617308) will be utilized for fresh water. • A temporary 10" expanding pipe transfer line will run North from pond along access rd. then West along proposed access road approx. 2.90 Miles. • Fresh water line will run parallel to existing disturbance and will stay within 10' of access road. Proposed water suppliers Madera Travis Glenn Rockhouse 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	of aquifer:
Aquifer comments:		
Aquifer documentation:		
Well depth (ft):	Well casing type:	:
Well casing outside diameter (in.):	Well casing insid	e diameter (in.):
New water well casing?	Used casing sou	rce:
Drilling method:	Drill material:	
Grout material:	Grout depth:	
Casing length (ft.):	Casing top depth	n (ft.):
Well Production type:	Completion Meth	nod:
Water well additional information:		
State appropriation permit:		
Additional information attachment:		

Well Name: BALLISTA FEDERAL 23 32 13 WXY

Well Number: 3H

Section 6 - Construction Materials

Construction Materials description: • Caliche will be used to construct well pad and roads. Material will be purchased from the nearest federal, state, or private permitted pit. • Source 1 - Caliche will be used to construct well pad and roads. Material will be purchased from the Mack Energy caliche pit located in Sec 32, T23S, R32E, Lea County, NM (32.256302, -103.697449). • Source 2 - Caliche will be used to construct well pad and roads. Material will be purchased from the BLM caliche pit located in Sec 11, T23, R32E, Lea County, NM(32.308154, -103.657816). • The proposed source of construction material will be located and purchased by construction contractor.

Construction Materials source location attachment:

SUPO_5___Ballista_Federal_23_32_13___Water___Caliche_20180711110332.jpg

Section 7 - Methods for Handling Waste

Waste type: DRILLING

Waste content description: All chemicals, salts, frac sand, produced oil, produced water and other waste material produced during drilling and completion operations. Amount of waste: 5100 barrels

Waste disposal frequency : Daily

Safe containment description: Open Top Tanks

Safe containmant attachment:

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

Disposal type description:

Disposal location description: Waste will be removed and disposed of properly at a state approved disposal facility.

Waste type: GARBAGE

Waste content description: Garbage and trash produced during drilling and completion operations

Amount of waste: 1200 pounds

Waste disposal frequency : Weekly

Safe containment description: All garbage will be stored in secure containers with lids.

Safe containmant attachment:

Waste disposal type: HAUL TO COMMERCIAL Disposal location ownership: PRIVATE

FACILITY Disposal type description:

Disposal location description: All garbage will be collected and disposed of properly at a State approved disposal facility.

Waste type: SEWAGE

Waste content description: Human waste and grey water.

Amount of waste: 600 barrels

Waste disposal frequency : Weekly

Safe containment description: Portable toilets and sewage tanks.

Operator Name: MARATHON OIL PERMIAN LLC	>
Well Name: BALLISTA FEDERAL 23 32 13 WXY	Well Number: 3H
Safe containmant attachment:	
Waste disposal type: HAUL TO COMMERCIAL FACILITY Disposal type description:	Disposal location ownership: PRIVATE
Disposal location description: All sewage waste wi	ill be disposed of properly at a State approved disposal facility.
Reserve Pi	it
Reserve Pit being used? NO	· · · · · · · · · · · · · · · · · · ·
Temporary disposal of produced water into reserve	e pit?
Reserve pit length (ft.) Reserve pit widt	
Reserve pit depth (ft.)	Reserve pit volume (cu. yd.)
Is at least 50% of the reserve pit in cut?	
Reserve pit liner	
Reserve pit liner specifications and installation des	scription
Cuttings A	rea
Cuttings Area being used? NO	
Are you storing cuttings on location? YES	
Description of cuttings location The well will be dril into steel tanks and taken to a State approved disp Cuttings area length (ft.)	lled utilizing a closed loop system. Drill cutting will be properly disposed of posal facility. 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 d	lescription
Section 8 - Ancillary Facilities	

Are you requesting any Ancillary Facilities?: NO

Ancillary Facilities attachment:

Comments:

Well Name: BALLISTA FEDERAL 23 32 13 WXY

Well Number: 3H

Section 9 - Well Site Layout

Well Site Layout Diagram:

Plat___Ballista_Federal_23_32_13_Pad___Well_Pad_Plat_with_Acres_20180712100822.pdf 20180726_R3818_001_BALLISTA_FEDERAL_23_32_13_REV0_CERT_CUT_AND_FILL_20180730052902.pdf Plat___Ballista_Federal_23_32_13_Pad___Well_Pad_Plat_with_Footages_20180809133331.pdf

Comments: Exterior well pad dimensions are 400' x 540' This pad will have 4 wells total. Interior well pad dimensions from first point of entry (well head) are: - Ballista Federal 23 32 13 WXY 3H - N-220', S-180', E-310', W-230'. - Ballista Federal 23 32 13 WA 6H - N-220', S-180', E-250', W-290'. - Ballista Federal 23 32 13 TB 7H - N-220', S-180', E-280', W-260'. - Ballista Federal 23 32 13 WXY 12H - N-220', S-180', E-220', W-320' Total pad disturbance area will be 4.96 acres. Topsoil will be places on the north side of the pad to accommodate interim reclamation activities. Cut and fill will be attached.

Section 10 - Plans for Surface Reclamation

Type of disturbance: New Surface Disturbance Multiple Well Pad Name: BALLISTA FEDERAL 23 32 13

Multiple Well Pad Number: 214-1

Recontouring attachment:

20180726_R3818_001_BALLISTA_FEDERAL_23_32_13_REV0_CERT_CUT_AND_FILL_IR_20180730052631.pdf

Drainage/Erosion control construction: During construction, BMP will be used to control erosion, runoff and siltation of surrounding area.

Drainage/Erosion control reclamation: BMP will be used to control erosion, runoff and siltation of surrounding area.

Well pad proposed disturbance (acres): 6.18	Well pad interim reclamation (acres): 2.54	Well pad long term disturbance (acres): 3.64
Road proposed disturbance (acres): 0.32	Road interim reclamation (acres): 0.09	Road long term disturbance (acres): 0.23
Powerline proposed disturbance (acres):	Powerline interim reclamation (acres): 0	Powerline long term disturbance (acres):
0 Pipeline proposed disturbance (acres): 0	Pipeline interim reclamation (acres): 0	0 Pipeline long term disturbance (acres): 0
Other proposed disturbance (acres): 0	Other interim reclamation (acres): 0	Other long term disturbance (acres): 0
Total proposed disturbance: 6.5	Total interim reclamation: 2.63	Total long term disturbance: 3.87

Disturbance Comments:

Reconstruction method: IR - Well pad and ditch banks FR - all disturbances Reclamation Objectives • The objective of interim reclamation is to restore vegetative cover and a portion of the landform sufficient to maintain healthy, biologically active topsoil; control erosion; and minimize habitat and forage loss, visual impact, and weed infestation, during the life of the well or facilities. • The BLM will be notified at least 3 days prior to commencement of any reclamation procedures. • If circumstances allow, interim reclamation and/or final reclamation actions will be completed no later than 6 months from when the final well on the location has been completed or plugged. We will gain written permission from the BLM if more time is needed. • Reclamation will be performed by using the following procedures: For Interim Reclamation: • Within 6 months of first production, the well location and surrounding areas will be cleared of, and maintained free of, all materials, trash, and equipment not required for production. A plan will be submitted showing where interim reclamation will be completed in order to allow for safe operations, protection of the environment outside of drilled well, and following best management practices found in the BLM "Gold Book". • Current plans for interim reclamation include reducing the pad size to approximately 3.64 acres from the proposed size of 6.18 acres. • 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. • The areas planned for interim reclamation will pads. • The areas planned for interim reclamation will be well pad will be

Well Name: BALLISTA FEDERAL 23 32 13 WXY

Well Number: 3H

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. For Final Reclamation: • Prior to final reclamation procedures, the well pad, road, and surrounding area will be cleared of material, trash, and equipment. • All surfacing material will be removed and returned to the original mineral pit or recycled to repair or build roads and well pads. • All disturbed areas, including roads, pipelines, pads, production facilities, and interim reclaimed areas will be recontoured to the contour existing prior to initial construction or a contour that blends in distinguishably 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. • After all the disturbed areas have been properly prepared; the areas will be seeded with the proper BLM LPC seed mixture free of noxious weeds. • Proper erosion control methods will be used on the entire area to control erosion, runoff and siltation of the surrounding area. The topsoil will be evenly distributed across all reclaimed areas, ripped across the slopes, and seed accordingly. During final reclamation, Marathon will grab and evenly redistribute topsoil across the entire disturbed area (disc plowing if needed) area and seed accordingly.

Topsoil redistribution: • Topsoil will be evenly respread and aggressively revegetated over the entire disturbed area not needed for all-weather operations including cuts & fills. To seed the area, the proper BLM seed mixture free of noxious weeds, will be used. • Proper erosion control methods will be used on the area to control erosion, runoff and siltation of the surrounding area. • The interim reclamation will be monitored periodically to ensure that vegetation has reestablished. Soil treatment: Topsoil will be stockpiled until interim reclamation. Topsoil and subsoil (fill) will be piled separately. The topsoil will be seeded after being spread across IR area.

Existing Vegetation at the well pad:

Existing Vegetation at the well pad attachment:

Existing Vegetation Community at the road:

Existing Vegetation Community at the road attachment:

Existing Vegetation Community at the pipeline:

Existing Vegetation Community at the pipeline attachment:

Existing Vegetation Community at other disturbances:

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:

Well Name: BALLISTA FEDERAL 23 32 13 WXY

Well Number: 3H

Seed Management	
Seed Table	
Seed type: ANNUAL GRASS	Seed source: COMMERCIAL
Seed name: LPC	
Source name:	Source address:
Source phone:	
Seed cultivar:	
Seed use location: NEW ACCESS ROAD,V	VELL PAD
PLS pounds per acre: 38	Proposed seeding season: AUTUMN
Seed Summary	Total pounds/Acre: 38
Seed SummarySeed TypePounds/AANNUAL GRASS38	Cre
eed reclamation attachment:	
Operator Contact/Responsible	Official Contact Info
First Name:	Last Name:
Phone:	Email:
Seedbed prep:	
Seed BMP:	
Seed method:	
xisting invasive species? NO	
existing invasive species treatment description:	
existing invasive species treatment attachmo	ent:
Veed treatment plan description: Marathon Oil v certified third party sprayer. Veed treatment plan attachment:	will control weeds per Federal, County and State regulations by contractin
Nonitoring plan description: Marathon Oil will me nspections. Nonitoring plan attachment :	onitor monthly during growing season for weeds through routine
Success standards: Maintain all disturbed areas	as per Gold Book Standards.
Pit closure description: N/A	·
Pit closure attachment:	

Well Name: BALLISTA FEDERAL 23 32 13 WXY

Well Number: 3H

Section 11 - Surface Ownership

Disturbance type: WELL PAD

Describe:

Surface Owner: BUREAU OF LAND MANAGEMENT

Other surface owner description:

BIA Local Office:

BOR Local Office:

COE Local Office:

DOD Local Office:

NPS Local Office:

State Local Office:

Military Local Office:

USFWS Local Office:

Other Local Office:

USFS Region:

USFS Forest/Grassland:

USFS Ranger District:

Section 12 - Other Information

Right of Way needed? NO

ROW Type(s):

Use APD as ROW?

ROW Applications

SUPO Additional Information:

Use a previously conducted onsite? YES

Previous Onsite information: Performed 12/8/2017 Marathon Oil Attendees: Brian Hall and Harvey Waller BLM Attendee: Colleen Cepero-Rios (NRS) and Chelsie Dugan (Hydrologist)

Other SUPO Attachment³

LR2000_NMNM084728_20180711110401.pdf LR2000___NMNM077062_20180711110417.pdf

Well Name: BALLISTA FEDERAL 23 32 13 WXY

Well Number: 3H

General_Lease_map_20180711110425.jpg



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



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:

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:

PWD disturbance (acres):



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Section 3 - Unlined Pits

Would you like to utilize Unlined Pit PWD options? NO

Produced Water Disposal (PWD) Location:

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?

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:

Injection PWD discharge volume (bbl/day):

Injection well mineral owner:

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PWD disturbance (acres):

PWD disturbance (acres):

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:

Section 5 - Surface Discharge

Would you like to utilize Surface Discharge PWD options? NO

Produced Water Disposal (PWD) Location:

PWD surface owner:

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:

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Section 6 - Other

Would you like to utilize Other PWD options? NO

Produced Water Disposal (PWD) Location:

PWD surface owner:

Other PWD discharge volume (bbl/day):

Other PWD type description:

Other PWD type attachment:

Have other regulatory requirements been met?

Other regulatory requirements attachment:

Injection well name:

Injection well API number:

PWD disturbance (acres):

PWD disturbance (acres):

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

Bond Information

Federal/Indian APD: FED

BLM Bond number: WYB002107

BIA Bond number:

Do you have a reclamation bond? NO

Is the reclamation bond a rider under the BLM bond?

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Bond Info Data Report

09/12/2018

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:

.

Well Name: BALLISTA FEDERAL 23 32 13 WXY

Well Number: 3H

	NS-Foot	NS Indicator	EW-Foot	EW Indicator	Twsp	Range	Section	Aliquot/Lot/Tract	Latitude	Longitude	County	State	Meridian	Lease Type	Lease Number	Elevation	QW	TVD
PPP Leg #1	330	FSL	330	FWL	23S	32E	13	Aliquot SWS W	32.29826 8	- 103.6353 476	LEA	NEW MEXI CO		F	NMNM 084728	- 856 8	124 85	122 82
EXIT Leg #1	330	FNL	330	FWL	235	32E	13	Aliquot NWN W	32.31097 56	- 103.6353 551	LEA	MEXI		F	NMNM 084728	- 859 6	171 19	123 10
BHL Leg #1	330	FNL	330	FWL	235	32E	13	Aliquot NWN W	32.31097 56	- 103.6353 551	LEA	MEXI		F	NMNM 084728	- 859 6	171 19	123 10