

UNITED STATES
DEPARTMENT OF THE INTERIOR
BUREAU OF LAND MANAGEMENT
APPLICATION FOR PERMIT TO DRILL OR REENTER

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

R/K

OCD Hobbs
HOBBS OCD
NOV 28 2018

RECEIVED

3. Lease Serial No.
NMNM015321

6. If Indian, Allottee or Tribe Name

7. If Unit or CA Agreement, Name and No.

8. Lease Name and Well No.
RED HILLS
402H

2. Name of Operator
KAISER FRANCIS OIL COMPANY (12361)

3a. Address
6733 S. Yale Ave. Tulsa OK 74121

3b. Phone No. (include area code)
(918)491-0000

9. API-Well No.
30-025-49387

10. Field and Pool, or Exploratory
UPPER BONE SPRING SH/

4. Location of Well (Report location clearly and in accordance with any State requirements. *)
At surface NESW / 2400 FSL / 1735 FWL / LAT 32.0863917 / LONG -103.6143183
At proposed prod. zone SWSW / 330 FSL / 1266 FWL / LAT 32.0662012 / LONG -103.6157575

11. Sec., T, R, M, or Blk. and Survey or Area
SEC 31 / T25S / R33E / NMP

14. Distance in miles and direction from nearest town or post office*
14 miles

12. County or Parish
LEA

13. State
NM

15. Distance from proposed* location to nearest property or lease line, ft.
240 feet

16. No of acres in lease
838.8

17. Spacing Unit dedicated to this well
240

18. Distance from proposed location* to nearest well, drilling, completed, applied for, on this lease, ft.
30 feet

19. Proposed Depth
12350 feet / 19684 feet

20. BLM/BIA Bond No. in file
FED: WYB000055

21. Elevations (Show whether DF, KDB, RT, GL, etc.)
3419 feet

22. Approximate date work will start*
11/01/2018

23. Estimated duration
30 days

24. Attachments

The following, completed in accordance with the requirements of Onshore Oil and Gas Order No. 1, and the Hydraulic Fracturing rule per 43 CFR 3162.3-3 (as applicable)

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

25. Signature (Electronic Submission)
Name (Printed/Typed) Melanie Wilson / Ph: (575)914-1461
Date 08/15/2018

Title
Regulatory Analyst

Approved by (Signature) (Electronic Submission)
Name (Printed/Typed) Cody Layton / Ph: (575)234-5959
Date 10/31/2018

Title
Assistant Field Manager Lands & Minerals
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.

GCP Rec 11/28/18

APPROVED WITH CONDITIONS
Approval Date: 10/31/2018

Ko
11/28/18

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.

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

NOTICES

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

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

PRINCIPAL PURPOSES: The information will be used to: (1) process and evaluate your application for a permit to drill a new oil, gas, or service 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 connects this information to an 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 Connection 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: NESW / 2400 FSL / 1735 FWL / TWSP: 25S / RANGE: 33E / SECTION: 31 / LAT: 32.0863917 / LONG: -103.6143183 (TVD: 0 feet, MD: 0 feet)
PPP: NWSW / 2540 FSL / 1266 FWL / TWSP: 25S / RANGE: 33E / SECTION: 31 / LAT: 32.086777 / LONG: -103.615835 (FVD: 12054 feet, MD: 12100 feet)
BHL: SWSW / 330 FSL / 1266 FWL / TWSP: 26S / RANGE: 33E / SECTION: 6 / LAT: 32.0662012 / LONG: -103.6157575 (TVD: 12350 feet, MD: 19684 feet)

BLM Point of Contact

Name: Tenille Ortiz

Title: Legal Instruments Examiner

Phone: 5752342224

Email: tortiz@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.

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APD ID: 10400032899

Submission Date: 08/15/2018

Operator Name: KAISER FRANCIS OIL COMPANY

Well Name: RED HILLS

Well Number: 402H

Well Type: OIL WELL

Well Work Type: Drill

Highlighted data reflects the most recent report changes.

Show Final Text

Section 1 - General

APD ID: 10400032899

Tie to previous NOS?

Submission Date: 08/15/2018

BLM Office: CARLSBAD

User: Melanie Wilson

Title: Regulatory Analyst

Federal/Indian APD: FED

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

Lease number: NMNM015321

Lease Acres: 838.8

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: KAISER FRANCIS OIL COMPANY

Operator letter of designation:

Operator Info

Operator Organization Name: KAISER FRANCIS OIL COMPANY

Operator Address: 6733 S. Yale Ave.

Zip: 74121

Operator PO Box: PO Box 21468

Operator City: Tulsa

State: OK

Operator Phone: (918)491-0000

Operator Internet Address:

Section 2 - Well Information

Well in Master Development Plan? NO

Master Development Plan name:

Well in Master SUPO? NO

Master SUPO name:

Well in Master Drilling Plan? NO

Master Drilling Plan name:

Well Name: RED HILLS

Well Number: 402H

Well API Number:

Field/Pool or Exploratory? Field and Pool

Field Name: JENNINGS

Pool Name: UPPER BONE
SPRING SHALE

Is the proposed well in an area containing other mineral resources? NATURAL GAS,OIL

Operator Name: KAISER FRANCIS OIL COMPANY

Well Name: RED HILLS

Well Number: 402H

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: RED HILLS Number: 2

Well Class: HORIZONTAL

Number of Legs: 1

Well Work Type: Drill

Well Type: OIL WELL

Describe Well Type:

Well sub-Type: EXPLORATORY (WILDCAT)

Describe sub-type:

Distance to town: 14 Miles

Distance to nearest well: 30 FT

Distance to lease line: 240 FT

Reservoir well spacing assigned acres Measurement: 240 Acres

Well plat: Red_Hills_402H_C102_20180815131449.pdf

Red_Hills_402H_Pymt_20180815135028.pdf

Well work start Date: 11/01/2018

Duration: 30 DAYS

Section 3 - Well Location Table

Survey Type: RECTANGULAR

Describe Survey Type:

Datum: NAD83

Vertical Datum: NAVD88

Survey number: 6206

	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	240 0	FSL	173 5	FWL	25S	33E	31	Aliquot NESW	32.08639 17	- 103.6143 183	LEA	NEW MEXI CO	NEW MEXI CO	F	NMNM 015321	341 9	0	0
KOP Leg #1	260 0	FSL	126 6	FWL	25S	33E	31	Aliquot NWS W	32.08694 1	- 103.6158 31	LEA	NEW MEXI CO	NEW MEXI CO	F	NMNM 015321	- 835 8	118 11	117 77
PPP Leg #1	254 0	FSL	126 6	FWL	25S	33E	31	Aliquot NWS W	32.08677 7	- 103.6158 35	LEA	NEW MEXI CO	NEW MEXI CO	F	NMNM 015321	- 863 5	121 00	120 54



Receipt

Your payment is complete

Pay.gov Tracking ID: 26BKCJ2I

Agency Tracking ID: 75552435555

Form Name: Bureau of Land Management (BLM) Application for Permit to Drill (APD) Fee

Application Name: BLM Oil and Gas Online Payment

Payment Information

Payment Type: Debit or credit card

Payment Amount: \$9,790.00

Transaction Date: 08/15/2018 03:49:30 PM EDT

Payment Date: 08/15/2018

Company: Kaiser-Francis Oil Company

APD IDs: 10400032899

Lease Numbers: NMNM15321

Well Numbers: 402H

Note: You will need your Pay.gov Tracking ID to complete your APD transaction in AFMSS II. Please ensure you write this number down upon completion of payment.

Account Information

Cardholder Name: George B Kaiser

Card Type: Visa

Card Number: *****0061

Email Confirmation Receipt

Confirmation Receipts have been emailed to:
mjp1692@gmail.com



APD ID: 10400032899

Submission Date: 08/15/2018

Operator Name: KAISER FRANCIS OIL COMPANY



Well Name: RED HILLS

Well Number: 402H

[Show Final Text](#)

Well Type: OIL WELL

Well Work Type: Drill

Section 1 - Geologic Formations

Formation ID	Formation Name	Elevation	True Vertical Depth	Measured Depth	Lithologies	Mineral Resources	Producing Formation
1	---	3419	0	0		NONE	No
2	RUSTLER	2559	860	860		NONE	No
3	SALADO	2219	1200	1200		NONE	No
4	TOP SALT	1419	2000	2000		NONE	No
5	BASE OF SALT	-1031	4450	4450		NONE	No
6	LAMAR	-1331	4750	4750		NATURAL GAS,OIL	No
7	BELL CANYON	-1451	4870	4870		NATURAL GAS,OIL	No
8	CHERRY CANYON	-2441	5860	5860		NATURAL GAS,OIL	No
9	BRUSHY CANYON	-5181	8600	8600		NATURAL GAS,OIL	No
10	BONE SPRING	-5381	8800	8800		NATURAL GAS,OIL	No
11	AVALON SAND	-5591	9010	9010		NATURAL GAS,OIL	Yes
12	BONE SPRING 1ST	-6531	9950	9950		NATURAL GAS,OIL	No
13	BONE SPRING 2ND	-7091	10510	10510		NATURAL GAS,OIL	No
14	BONE SPRING LIME	-7531	10950	10950		NATURAL GAS,OIL	No
15	BONE SPRING 3RD	-8266	11685	11685		NATURAL GAS,OIL	No
16	WOLFCAMP	-8651	12070	12070		NATURAL GAS,OIL	Yes

Section 2 - Blowout Prevention

Operator Name: KAISER FRANCIS OIL COMPANY

Well Name: RED HILLS

Well Number: 402H

Pressure Rating (PSI) 10M Rating Depth 18000

Equipment to be installed will be installed according to Order #2 consisting of an Annular Preventer, BOP with two annulars and ram. BOP will be equipped with 2 choke outlets (choke outlets will be 4" minimum ID line and 1 1/2" ID line will be a minimum 2" line). Kill line will be installed with 2 valves and check valve (2" ID) of proper dimensions for the system. Flange (4" ID) will be installed and run to the outer edge of the tubulars and be checked. A minimum 2" hydraulic valve (2" ID) will be installed on the choke line. 2" choke will be used with one being primary, another 1 1/2" ID will be installed above the topmost preventer. Pressure control proper pressure gauge will be installed on choke manifold. Upper and lower well heads will be installed with handles readily available in plain sight. A float sub will be available at all times. All connections on bottom well pressure will be checked, washed, or cleaned.

Requesting Variance? YES

Variance request: Flex Hose Variance

Testing Procedure: BOP/BOPR will be tested by an independent service company to 200 psi low and 10,000 psi high. The system may be upgraded to a higher pressure but still tested to the working pressure stated. If the system is upgraded at the completion of the well it will be inspected and tested. Pipe string will be operationally checked each 24 hour period. The Annular shall be functionally checked and tested. BOP/BOPR will be operationally checked on each trip out of the hole. These checks will be noted on the well log or sheets.

Choke Diagram Attachment:

Red_Hills_402H_Choke_Manifold_20180808121917.pdf

BOP Diagram Attachment:

Red_Hills_402H_Flex_Hose_20180809101404.pdf

Red_Hills_402H_Well_Control_Plan_20180815111232.pdf

Red_Hills_402H_10M_BOP_20180921095000.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	14.75	10.75	NEW	API	N	0	910	0	910			910	J-55	40.5	STC	3.7	7.3	DRY	11.4	DRY	17.1
2	INTERMEDIATE	9.875	7.625	NEW	API	N	0	11700	0	11700			11700	HCP-110	29.7	LTC	1.2	1.7	DRY	2.2	DRY	2.7
3	PRODUCTION	6.75	5.5	NEW	API	N	0	19684	0	19684			19684	P-110	20	OTHER - EAGLE SF	1.6	1.7	DRY	2.5	DRY	3

Casing Attachments

Operator Name: KAISER FRANCIS OIL COMPANY

Well Name: RED HILLS

Well Number: 402H

Casing Attachments

Casing ID: 1 String Type: SURFACE

Inspection Document:

Spec Document:

Tapered String Spec:

Casing Design Assumptions and Worksheet(s):

Red_Hills__402H__Casing_Assumptions_20180809101727.pdf

Casing ID: 2 String Type: INTERMEDIATE

Inspection Document:

Spec Document:

Tapered String Spec:

Casing Design Assumptions and Worksheet(s):

Red_Hills__402H__Casing_Assumptions_20180809102324.pdf

Casing ID: 3 String Type: PRODUCTION

Inspection Document:

Spec Document:

Tapered String Spec:

Casing Design Assumptions and Worksheet(s):

Red_Hills__402H__Casing_Assumptions_20180809102707.pdf

Red_Hills__402H_5.5_x_20_P110_HP_USS_EAGLE_SFH_Performance_Sheet_20180809102754.pdf

Section 4 - Cement

Operator Name: KAISER FRANCIS OIL COMPANY

Well Name: RED HILLS

Well Number: 402H

String Type	Lead/Tail	Stage Tool Depth	Top MD	Bottom MD	Quantity(sx)	Yield	Density	Cu Ft	Excess%	Cement type	Additives
SURFACE	Lead		0	910	339	1.75	13.5	592	50	Halcem	Kol Seal
SURFACE	Tail		0	910	125	1.33	14.8	167	50	Halcem	Poly E Flake
INTERMEDIATE	Lead	4800	0	4800	462	2.81	11	1296	50	NeoCem	None
INTERMEDIATE	Tail		0	5800	155	1.33	14.8	207	25	Halcem	None
INTERMEDIATE	Lead	4800	4800	1070 0	667	2.85	11	1898	50	NeoCem	Ko-Seal
INTERMEDIATE	Tail		4800	1170 0	197	1.2	15.6	236	25	Halcem	Halad R-9
PRODUCTION	Lead		8000	1968 4	176	1.8	12.9	317	0	Econocem	Halad R-322
PRODUCTION	Tail		8000	1968 4	877	1.22	14.5	1085	10	Versacem	Halad R-344

Section 5 - Circulating Medium

Mud System Type: Closed

Will an air or gas system be Used? NO

Description of the equipment for the circulating system in accordance with Onshore Order #2:

Diagram of the equipment for the circulating system in accordance with Onshore Order #2:

Describe what will be on location to control well or mitigate other conditions: Sufficient mud materials to maintain mud properties and meet minimum lost circulation and weight increase requirements will be kept on location at all times

Describe the mud monitoring system utilized: PVT/Pason/Visual Monitoring

Circulating Medium Table

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
910	1170 0	OTHER : CUT BRINE	8.8	9.2							

Operator Name: KAISER FRANCIS OIL COMPANY

Well Name: RED HILLS

Well Number: 402H

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
1170 0	1968 4	OIL-BASED MUD	12.5	13							
0	910	OTHER : FRESH WATER	8.4	9							

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:

DS,GR,MUDLOG

Coring operation description for the well:

None planned

Section 7 - Pressure

Anticipated Bottom Hole Pressure: 8349

Anticipated Surface Pressure: 5632

Anticipated Bottom Hole Temperature(F): 210

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:

Red_Hills__402H__H2S_Plan_20180809105628.pdf

Operator Name: KAISER FRANCIS OIL COMPANY

Well Name: RED HILLS

Well Number: 402H

Section 8 - Other Information

Proposed horizontal/directional/multi-lateral plan submission:

Red_Hills__402H__Directional_Plan_20180809105806.pdf

Other proposed operations facets description:

Gas Capture Plan attached

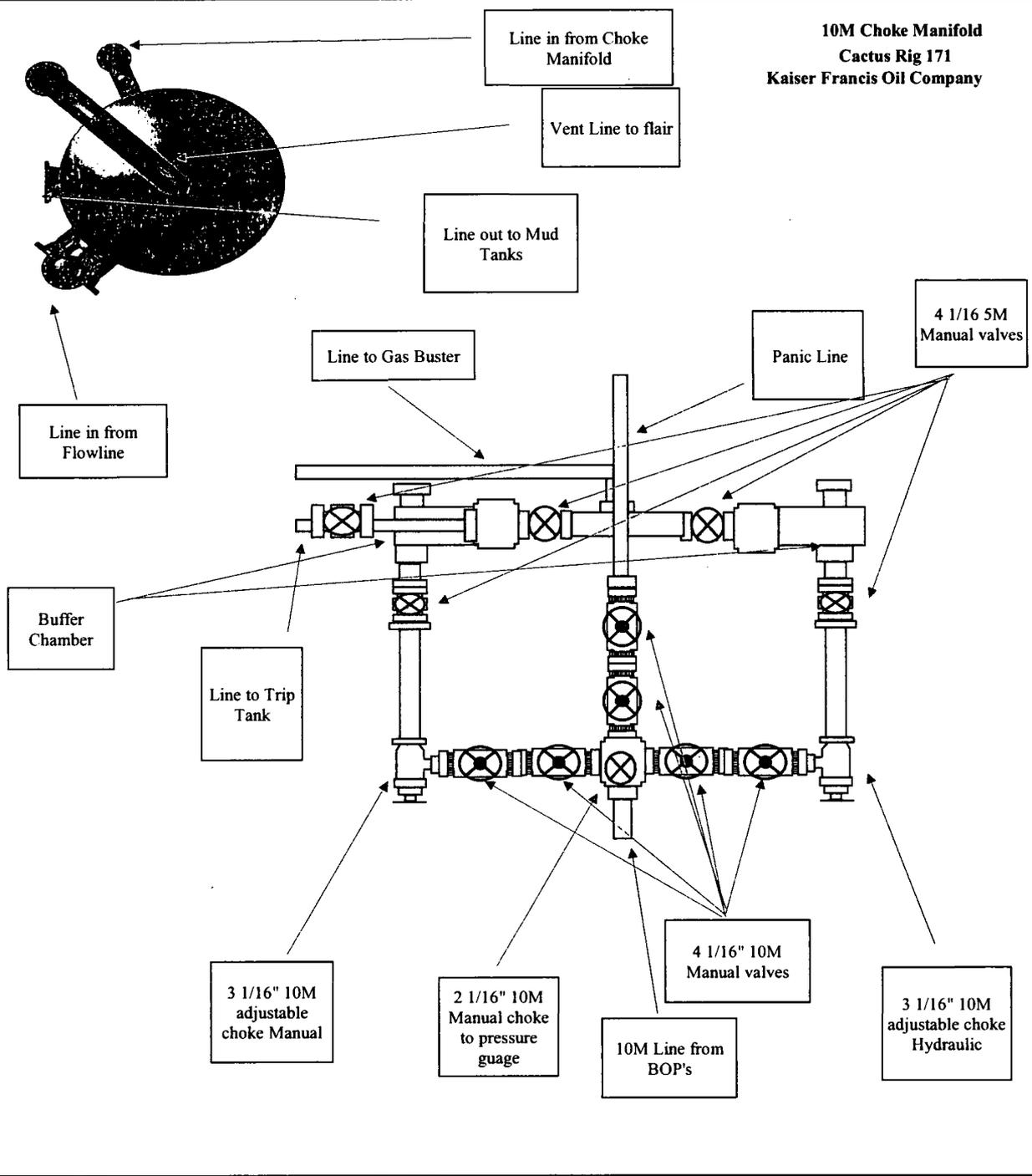
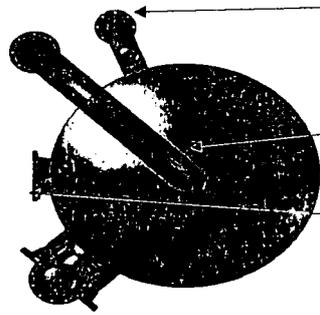
Other proposed operations facets attachment:

Red_Hills__402H__Gas_Capture_Plan_20180809110008.pdf

Other Variance attachment:

Red_Hills__402H__Flex_Hose_20180809110030.pdf

**10M Choke Manifold
Cactus Rig 171
Kaiser Francis Oil Company**



Line in from Choke Manifold

Vent Line to flair

Line out to Mud Tanks

4 1/16 5M Manual valves

Line to Gas Buster

Panic Line

Line in from Flowline

Buffer Chamber

Line to Trip Tank

3 1/16 10M adjustable choke Manual

2 1/16 10M Manual choke to pressure guage

10M Line from BOP's

4 1/16 10M Manual valves

3 1/16 10M adjustable choke Hydraulic



GATES E & S NORTH AMERICA, INC.
 1450 Montana Rd
 Iola, KS 66749

Asset # M14311

PHONE: 620-365-4147
 FAX: 620-365-4119
 EMAIL: Eileen.Johns@gates.com
 WEB: www.gates.com

10K CEMENTING ASSEMBLY PRESSURE TEST CERTIFICATE

Customer :	A-7 AUSTIN INC DBA AUSTIN HOSE	Test Date:	9/1/2017
Customer Ref. :	4085873	Hose Serial No.:	IO-090117-2
Invoice No. :	508456	Created By:	BENJAMIN ALLEN
Comments:	N/A		
Hose Temperature:	-4°F to +180°F (-20°C to +82°C)		
Product Description:	10K3.035.0CM4116FDXFLTLG SS\LE		
End Fitting 1 :	4 1/16 10K FIXED FLANGE	End Fitting 2 :	4 1/16 10K FLOATING FLANGE
Gates Part No. :	4773-4290	Assembly Code :	L39629081817IO-090117-2
Working Pressure :	10,000 PSI	Test Pressure :	15,000 PSI

Gates E & S North America, Inc. certifies that the following hose assembly has been tested to the Gates Oilfield Roughneck Agreement/Specification requirements and passed the 15 minute hydrostatic test per API Spec 7K/Q1, Sixth Edition, June 2015, Test pressure 9.6.7 and per Table 9 to 15,000 psi in accordance with this product number. Hose burst pressure 9.6.7.2 exceeds the minimum of 2.5 times the working pressure per Table 9.

Quality:	QUALITY
Date :	9/1/2017
Signature :	<i>Benjamin Allen</i>

Production:	PRODUCTION
Date :	9/1/2017
Signature :	<i>Ad</i>

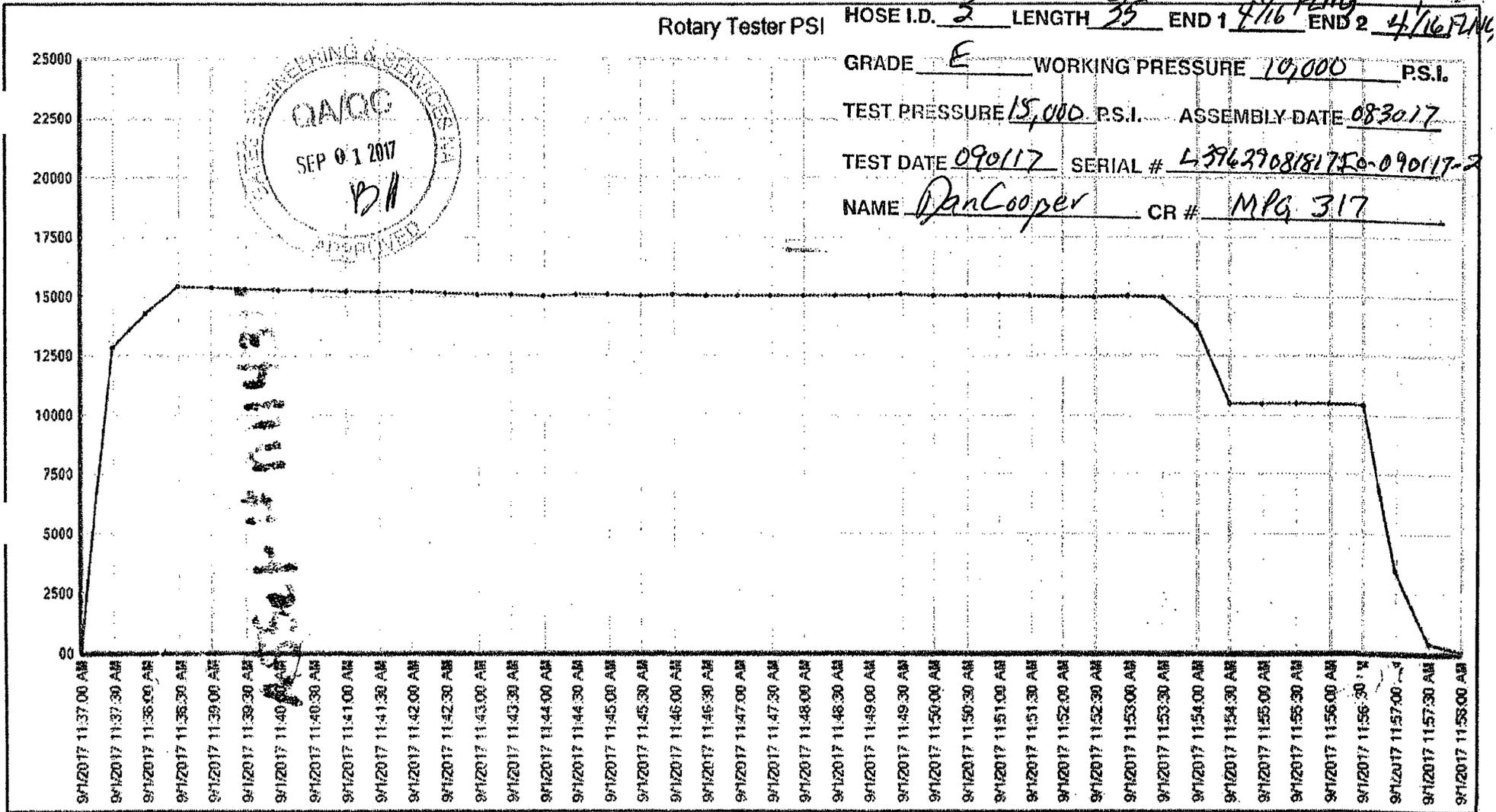
Form PTC - 01 Rev.0 2



Rotary Tester

StartDate: 9/1/2017 EndDate: 9/1/2017 Do Not Average Values
 StartTime: 11:37 AM EndTime: 11:58 AM

Date Range: 9/1/2017 11:37:00 AM ----- 9/1/2017 11:58:00 AM



KFOC Well Control Plan

A. Component and Preventer Compatibility Table

Component	OD	Preventer	RWP
Drill Pipe	4 1/2"	Upper VBR: 3.5 – 5.5 Lower VBR: 3.5 – 5.5	10M
Heavyweight Drill Pipe	4 1/2"	Upper VBR: 3.5 – 5.5 Lower VBR: 3.5 – 5.5	10M
Drill Collars & MWD Tools	6 1/4"-4 3/4"	Annular Upper VBR: 3.5 – 5.5 Lower VBR: 3.5 – 5.5	5M 10M 10M
Mud Motor	8"-4 3/4"	Annular Upper VBR: 3.5 – 5.5 Lower VBR: 3.5 – 5.5	5M 10M 10M
Production Casing	5 1/2"	Upper VBR: 3.5 – 5.5 Lower VBR: 3.5 – 5.5	10M
All	0 – 13 5/8"	Annular	5M
Open Hole		Blind Rams	10M

B. Well Control Procedures

- I. General Procedures While Drilling:
 - a. Sound alarm – alert crew
 - b. Space out drill string
 - c. Shut down pumps and stop rotary
 - d. Open HCR
 - e. Shut well in, utilizing upper VBRs
 - f. Close choke
 - g. Confirm shut in
 - h. Notify rig manager and KFOC, Inc. company representative
 - i. Call KFOC, Inc. engineer
 - j. Read and record:
 - i. Shut in drill pressure and shut in casing pressure
 - ii. Pit gain
 - iii. Time
 - k. Regroup, identify forward plan

- II. General Procedures While Tripping:
 - a. Sound alarm – alert crew
 - b. Stab full opening safety valve and close
 - c. Space out drill string
 - d. Open HCR
 - e. Shut well in, utilizing upper VBRs
 - f. Close choke
 - g. Confirm shut in
 - h. Notify rig manager and KFOC. company representative
 - i. Call KFOC. engineer

KFOC Well Control Plan

- j. Read and record:
 - i. Shut in drill pressure and shut in casing pressure
 - ii. Pit gain
 - iii. Time
 - k. Regroup, identify forward plan
- III. General Procedures While Running Casing:
- a. Sound alarm – alert crew
 - b. Stab full opening safety valve and close
 - c. Space out drill string
 - d. Open HCR
 - e. Shut well in, utilizing upper VBRs
 - f. Close choke
 - g. Confirm shut in
 - h. Notify rig manager and KFOC company representative
 - i. Call KFOC engineer
 - j. Read and record:
 - i. Shut in drill pressure and shut in casing pressure
 - ii. Pit gain
 - iii. Time
 - k. Regroup, identify forward plan
- IV. General Procedures With No Pipe in Hole (Open Hole):
- a. Sound alarm – alert crew
 - b. Open HCR
 - c. Shut well in with blind rams
 - d. Close choke
 - e. Confirm shut in
 - f. Notify rig manager and KFOC company representative
 - g. Call KFOC engineer
 - h. Read and record:
 - i. Shut in drill pressure and shut in casing pressure
 - ii. Pit gain
 - iii. Time
 - j. Regroup, identify forward plan
- V. General Procedures While Pulling BHL Through BOP Stack:
- 1. Prior to pulling last joint of drill pipe through stack A.
 - Perform flow check and if flowing:
 - a. Sound alarm – alert crew
 - b. Stab full opening safety valve and close
 - c. Space out drill string with tool joint just beneath upper pipe ram
 - d. Open HCR
 - e. Shut well in utilizing upper VBRs
 - f. Close choke
 - g. Confirm shut in
 - h. Notify rig manager and KFOC company representative
 - i. Call KFOC engineer

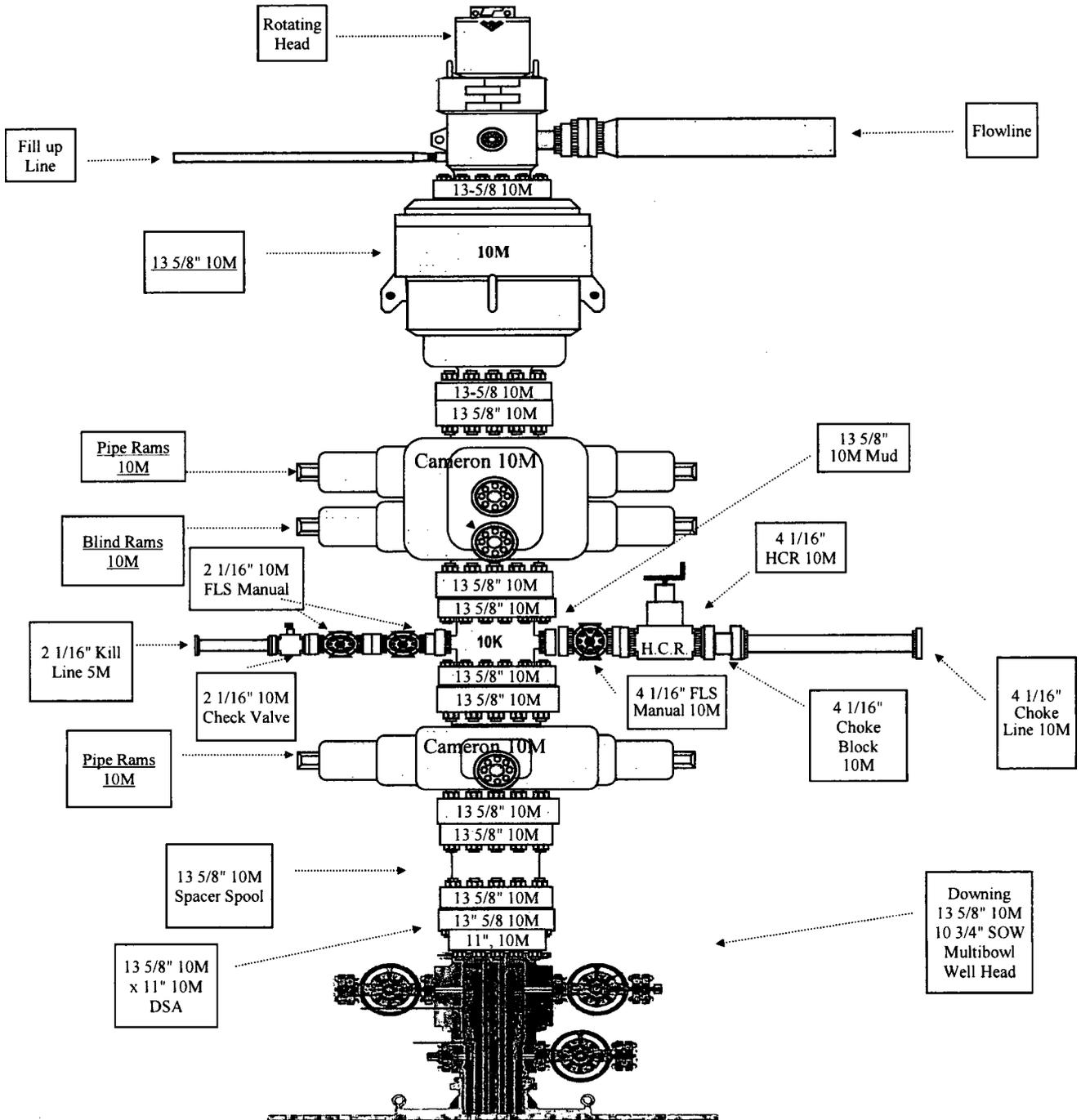
KFOC Well Control Plan

- j. Read and record:
 - i. Shut in drill pressure and shut in casing pressure
 - ii. Pit gain
 - iii. Time
 - k. Regroup, identify forward plan
2. With BHL in the BOP stack and compatible ram preventer and pipe combo immediately available.
- a. Sound alarm – alert crew
 - b. Stab full opening safety valve and close
 - c. Space out drill string with tool joint just beneath upper pipe ram
 - d. Open HCR
 - e. Shut well in utilizing upper VBRs
 - f. Close choke
 - g. Confirm shut in
 - h. Notify rig manager and KFOC. company representative
 - i. Call KFOC engineer
 - j. Read and record:
 - i. Shut in drill pressure and shut in casing pressure
 - ii. Pit gain
 - iii. Time
 - k. Regroup, identify forward plan
3. With BHA in the BOP stack and no compatible ram preventer and pipe combo immediately available
- a. Sound alarm – alert crew
 - b. If possible to pick up high enough, pull string clear of the stack and follow Open Hole scenario (III)
 - c. If impossible to pick up high enough to pull the string clear of the stack:
 - i. Stab crossover, make up one joint/stand of drill pipe and full opening safety valve and close
 - ii. Space out drill string with tool joint just beneath the upper pipe ram
 - iii. Open HCR
 - iv. Shut in utilizing upper VBRs
 - v. Close choke
 - vi. Confirm shut in
 - vii. Notify rig manager and Mesquite SWD, Inc. company representative
 - viii. Read and record:
 - 1. Shut in drill pipe pressure and shut in casing pressure
 - 2. Pit gain
 - 3. Time
 - d. Regroup and identify forward plan

** If annular is used to shut in well and pressure build to or is expected to get to 50% of RWP, confirm space-out and swap to upper VBRs for shut in.

Cactus Rig 171
 10M BOP with 10M Annular
 Kaiser Francis Oil Company
 Red Hills 402H

Hole Sections Utilized
 *9 7/8" Hole below Surface Casing
 *6 3/4" Hole below Intermediate casing





GATES E & S NORTH AMERICA, INC.
 1450 Montana Rd
 Iola, KS 66749

Asset # M14311

PHONE: 620-365-4147
 FAX: 620-365-4119
 EMAIL: Eileen.Johns@gates.com
 WEB: www.gates.com

10K CEMENTING ASSEMBLY PRESSURE TEST CERTIFICATE

Customer :	A-7 AUSTIN INC DBA AUSTIN HOSE	Test Date:	9/1/2017
Customer Ref. :	4085873	Hose Serial No.:	IO-090117-2
Invoice No. :	508456	Created By:	BENJAMIN ALLEN
Comments:	N/A		
Hose Temperature:	-4°F to +180°F (-20°C to +82°C)		
Product Description:	10K3.035.0CM4116FDXFLFLG SS\LE		
End Fitting 1 :	4 1/16 10K FXED FLANGE	End Fitting 2 :	4 1/16 10K FLOATING FLANGE
Gates Part No. :	4773-4290	Assembly Code :	L39629081817IO-090117-2
Working Pressure :	10,000 PSI	Test Pressure :	15,000 PSI

Gates E & S North America, Inc. certifies that the following hose assembly has been tested to the Gates Oilfield Roughneck Agreement/Specification requirements and passed the 15 minute hydrostatic test per API Spec 7K/Q1, Sixth Edition, June 2015, Test pressure 9.6.7 and per Table 9 to 15,000 psi in accordance with this product number. Hose burst pressure 9.6.7.2 exceeds the minimum of 2.5 times the working pressure per Table 9.

Quality:	QUALITY
Date :	9/1/2017
Signature :	<i>[Signature]</i>

Production:	PRODUCTION
Date :	9/1/2017
Signature :	<i>[Signature]</i>

Form PTC - 01 Rev.0 2



Formation Name	Formation Top TVD
Rustler	860
Salado	1300
Top of Salt	2000
Base of Salt	4450
Lemar	4730
Salt Canyon	4870
Cherry Canyon	5860
Brushy Canyon	8500
Low-salt Canyon	8800
Avadon	9510
1 BSS	9950
2 BSS	10510
3 BSS	10990
3 BSS	11840
Wolfcamp	12070

Interval	Length	Casing Size	Weight (lb/ft)	Grade	Thread	Condition	Hole Size	TVD (ft)
Conductor	320	20"				New		320
Surface	910	10-3/4"	40.5	P-55	STC	New	14.75	910
Intermediate	11700	7-5/8"	29.7	HCP-110	LTC	New	9.875	11700
Production	19664	5-1/2"	20	P110 HP	Engle SF	New	6.75	12350

Mud Type	Mud Weight (ppg)	Hole Control	Depth	Viscosity	Fluid Loss
FW	8.4-9.0	910	32-34	NC	
Env Brine	8.8-9.2	11700	34	NC	
OBM	12.5-13.0	19664	48-52	<10	

Anticipated Mud Weight (ppg)	Max. Perm Pressure (psi)	Collapse (psi)	Burst (psi)	Body Tensile Strength	Joint Tensile Strength
9	426	1560	3130	679000	420000
9.3	5597	6700	9460	940000	769000
13	8349	13150	14360	739000	638000

Collapse Safety Factor (Min 2.1)	Burst Safety Factor (Min 1.0)	Body Tensile Safety Factor (Min 1.8)	Joint Tensile Safety Factor (Min 2.0)
3.7	7.3	17.1	11.4
1.2	1.7	2.7	2.2
1.6	1.7	3.0	2.5

Formation Name	Formation Top TVD
Rustler	860
Salado	1200
Top of Salt	2000
Base of Salt	4510
Lamar	4750
Bell Canyon	4870
Cherry Canyon	5860
Brutha Canyon	8600
Cherry Canyon	8800
Avalon	9010
1 BSS	9950
2 BSS	10510
3 BSL	10950
3 BSS	11845
Wolfcamp	12070

Interval	Length	Casing Size	Weight (lb/ft)	Grade	Thread	Condition	Hole Size	TVD (ft)
Conductor	120	20"				New		120
Surface	910	10-3/4"	40.5	J-55	STC	New	14.75	910
Intermediate	11700	7-9/8"	29.7	NCH-110	LTC	New	9.875	11700
Production	19644	5-1/2"	30	P-110 HP	Extra SF	New	6.75	12350

Mud Type	Mud Weight (ppg)	Depth	Viscosity	Fluid Loss
FW	8.4-9.0	910	37-34	NC
Cut Brine	8.8-9.2	11700	34	NC
OBW	12.5-13.0	19644	48-52	<10

Anticipated Mud Weight (ppg)	Max Pore Pressure (psi)	Collapse (psi)	Burst (psi)	Body Tensile Strength	Joint Tensile Strength
9	426	1540	8130	679000	420000
9.2	5597	8700	9460	940000	789000
13	8349	13150	14540	729000	619000

Collapse Safety Factor (Min 1.1)	Burst Safety Factor (Min 1.0)	Body Tensile Safety Factor (Min 1.8)	Joint Tensile Safety Factor (Min 1.8)
3.7	7.3	17.1	11.4
1.2	1.7	2.7	2.2
1.6	1.7	3.0	2.5

Formation Name	Formation Top TVD
Rustler	860
Salado	1200
Top of Salt	2000
Base of Salt	4450
Lamar	4750
Bell Canyon	4870
Cherry Canyon	5860
Brushy Canyon	8800
Top of Permian	8800
Avalon	9010
1 BSS	9950
2 BSS	10510
3 BSS	10950
3 BSS	11685
Wolfcamp	12070

Interval	Length	Casing Size	Weight (lb/ft)	Grade	Thread	Condition	Make Size	TVD (ft)
Conductor	120	20"				New		120
Surface	910	10-3/4"	40.5	S-55	STC	New	14.75	910
Intermediate	11700	7-5/8"	29.7	HCP-110	LTC	New	9.875	11700
Production	19684	5-1/2"	20	#110 HP	Eagle SF	New	6.75	12980

Mud Type	Mud Weight Control	Depth	Viscosity	Fluid Loss
FW	8.4-9.0	910	32-34	NC
Cut Brine	8.8-9.2	11700	34	NC
OBM	12.5-13.0	19684	48-52	<10

Anticipated Mud Weight (ppg)	Max Pore Pressure (psi)	Collapse (psi)	Burst (psi)	Body Tensile Strength	Joint Tensile Strength
9	426	1580	3180	628000	430000
9.2	5597	8700	9460	940000	749000
13	8349	13150	14260	729000	629000

Collapse Safety Factor (Min 1.1)	Burst Safety Factor (Min 1.0)	Body Tensile Safety Factor	Joint Tensile Safety Factor
3.7	7.3	17.1	11.4
1.2	1.7	2.7	2.2
1.6	1.7	3.0	2.5


U. S. Steel Tubular Products
5 1/2 20.00 lb (0.361) P110 HP
USS-EAGLE SFH™

	PIPE	CONNECTION	
MECHANICAL PROPERTIES			
Minimum Yield Strength	125,000		psi
Maximum Yield Strength	140,000		psi
Minimum Tensile Strength	130,000		psi
DIMENSIONS			
Outside Diameter	5.500	5.830	in.
Wall Thickness	0.361		in.
Inside Diameter	4.778	4.693	in.
Drift - API	4.653	4.653	in.
Nominal Linear Weight, T&C	20.00		lbs/ft
Plain End Weight	19.83		lbs/ft
SECTION AREA			
Cross Sectional Area Critical Area	5.828	5.027	sq. in.
Joint Efficiency		86.25	%
PERFORMANCE			
Minimum Collapse Pressure	13,150	13,150	psi
External Pressure Leak Resistance		10,000	psi
Minimum Internal Yield Pressure	14,360	14,360	psi
Minimum Pipe Body Yield Strength	729,000		lbs
Joint Strength		629,000	lbs
Compression Rating		629,000	lbs
Reference Length		21,146	ft
Maximum Uniaxial Bend Rating		89.9	deg/100 ft
MAKE-UP DATA			
Minimum Make-Up Torque		14,200	ft-lbs
Maximum Make-Up Torque		16,800	ft-lbs
Maximum Operating Torque		25,700	ft-lbs
Make-Up Loss		5.92	in.

Notes:

- Other than proprietary collapse and connection values, performance properties have been calculated using standard equations defined by API 5C3 and do not incorporate any additional design or safety factors. Calculations assume nominal pipe OD, nominal wall thickness, and Specified Minimum Yield Strength (SMYS).
- Compressive & Tensile Connection Efficiencies are calculated by dividing the connection critical area by the pipe body area.
- Uniaxial bending rating shown is structural only, and equal to compression efficiency.
- Torques have been calculated assuming a thread compound friction factor of 1.0 and are recommended only. Field make-up torques may require adjustment based on actual field conditions (e.g. make-up speed, temperature, thread compound, etc.).
- Reference length is calculated by joint strength divided by plain end weight with 1.5 safety factor.
- Connection external pressure resistance has been verified to 10,000 psi (Fit-For-Service testing protocol).

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Manuel USS Product Data Sheet 2017 rev26 (Sept)

APD ID: 10400032899

Submission Date: 08/15/2018

Operator Name: KAISER FRANCIS OIL COMPANY

Well Name: RED HILLS

Well Number: 402H

Well Type: OIL WELL

Well Work Type: Drill

[Show Final Text](#)**Section 1 - Existing Roads**

Will existing roads be used? YES

Existing Road Map:

Red_Hills__402H__Existing_Roads_20180815111535.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:

Red_Hills__402H__Access_Road_Map_20180809110521.pdf

New road type: RESOURCE

Length: 1833

Feet

Width (ft.): 25

Max slope (%): 2

Max grade (%): 2

Army Corp of Engineers (ACOE) permit required? NO

ACOE Permit Number(s):

New road travel width: 15

New road access erosion control: Road construction requirements and regular maintenance would alleviate potential impacts to the access road from water erosion damage.

New road access plan or profile prepared? NO

New road access plan attachment:

Access road engineering design? NO

Access road engineering design attachment:

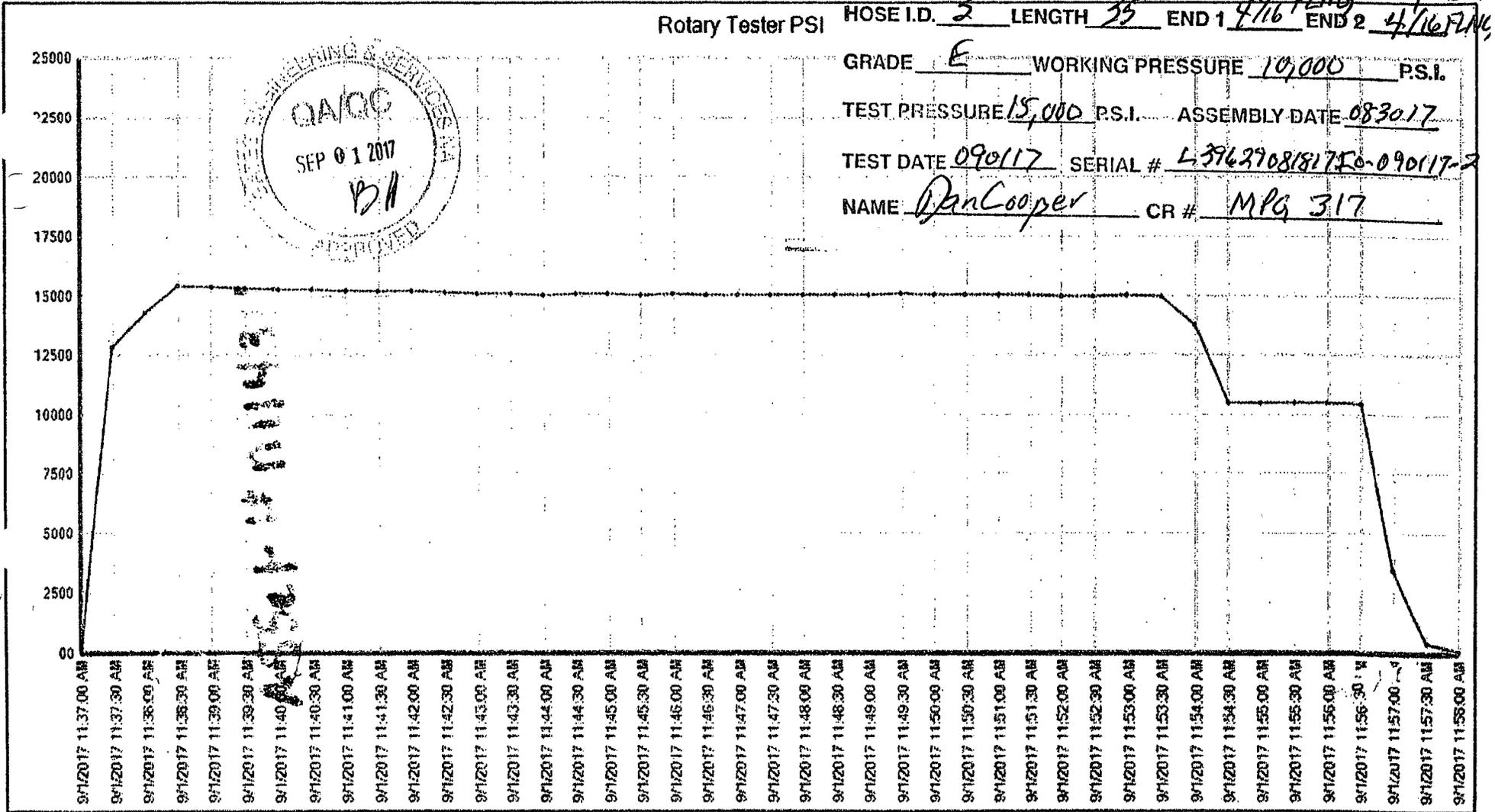
Rotary Tester

Start Date: 9/1/2017 End Date: 9/1/2017
Start Time: 11:37 AM End Time: 11:58 AM

Do Not Average Values

Lookup

Date Range: 9/1/2017 11:37:00 AM ----- 9/1/2017 11:58:00 AM



Operator Name: KAISER FRANCIS OIL COMPANY

Well Name: RED HILLS

Well Number: 402H

Access surfacing type: OTHER

Access topsoil source: BOTH

Access surfacing type description: Native caliche

Access onsite topsoil source depth: 6

Offsite topsoil source description: Material will be obtained from BLM caliche pit in NWNW Section 23-T25S-R33E or BLM pit in NWNW Section 1-T25S-R33E

Onsite topsoil removal process: The top 6 inches of topsoil is pushed off and stockpiled along the side of the location. An approximate 160' X 160' area is used within the proposed well site to remove caliche. Subsoil is removed and stockpiled within the pad site to build the location and road. Then subsoil is pushed back in the hole and caliche is spread accordingly across proposed access road.

Access other construction information:

Access miscellaneous information:

Number of access turnouts:

Access turnout map:

Drainage Control

New road drainage crossing: OTHER

Drainage Control comments: Proposed access road will be crowned and ditched and constructed of 6 inch rolled and compacted caliche. Water will be diverted where necessary to avoid ponding, maintain good drainage, and to be consistent with local drainage patterns.

Road Drainage Control Structures (DCS) description: The ditches will be 3' wide with 3:1 slopes

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:

Red_Hills_402H_1_Mile_Map_20180809110814.pdf

Red_Hills_402H_1_Mile_Well_Data_20180809110816.pdf

Existing Wells description:

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

Submit or defer a Proposed Production Facilities plan? DEFER

Estimated Production Facilities description: Production facilities are planned for the south side of pad. Plan for initial wells: 2-1000 bbl water tanks and 8-1000 bbl oil tanks, a temporary 6X20 horizontal 3-phase sep, a 48" X 10' 3-phase sep, a 8 X 20' heater treater and a 48"X 10' 2-phase sep

Operator Name: KAISER FRANCIS OIL COMPANY

Well Name: RED HILLS

Well Number: 402H

Section 5 - Location and Types of Water Supply

Water Source Table

Water source use type: INTERMEDIATE/PRODUCTION CASING

Water source type: OTHER

Describe type: BRINE WATER

Source latitude:

Source longitude:

Source datum:

Water source permit type: PRIVATE CONTRACT

Source land ownership: PRIVATE

Water source transport method: TRUCKING

Source transportation land ownership: OTHER

Describe transportation land ownership:

Water source volume (barrels): 20000

Source volume (acre-feet): 2.577862

Source volume (gal): 840000

Water source use type: OTHER, STIMULATION, SURFACE CASING

Water source type: OTHER

Describe type: FRESH WATER

Source latitude:

Source longitude:

Source datum:

Water source permit type: PRIVATE CONTRACT

Source land ownership: PRIVATE

Water source transport method: TRUCKING

Source transportation land ownership: OTHER

Describe transportation land ownership:

Water source volume (barrels): 250000

Source volume (acre-feet): 32.223274

Source volume (gal): 10500000

Water source and transportation map:

Red_Hills__402H__Water_Source_Map_20180809111628.pdf

Water source comments: Water source transportation land ownership is a mixture of Federal, State and County.

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:

Operator Name: KAISER FRANCIS OIL COMPANY

Well Name: RED HILLS

Well Number: 402H

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:

State appropriation permit:

Additional information attachment:

Section 6 - Construction Materials

Construction Materials description: On site caliche will be used for construction if sufficient. In the event insufficient quantities of caliche are available onsite, caliche will be trucked in from BLM's caliche pit in NWNW Section 23-T25S-R33E or NWNW Section 1-T25S-R33E

Construction Materials source location attachment:

Section 7 - Methods for Handling Waste

Waste type: SEWAGE

Waste content description: Human waste and grey water

Amount of waste: 1000 gallons

Waste disposal frequency : One Time Only

Safe containment description: Waste material will be stored safely and disposed of properly

Safe containmant attachment:

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

Disposal type description:

Disposal location description: Trucked to an approved disposal facility.

Waste type: GARBAGE

Waste content description: Miscellaneous trash

Amount of waste: 500 pounds

Waste disposal frequency : One Time Only

Safe containment description: Trash produced during drilling and completion operations will be collected in a trash container and disposed of properly

Safe containmant attachment:

Operator Name: KAISER FRANCIS OIL COMPANY

Well Name: RED HILLS

Well Number: 402H

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

Disposal type description:

Disposal location description: Trucked to an approved disposal facility

Waste type: DRILLING

Waste content description: Drilling fluids and cuttings

Amount of waste: 3900 barrels

Waste disposal frequency : One Time Only

Safe containment description: All drilling fluids will be stored safely and disposed of properly

Safe containmant attachment:

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

Disposal type description:

Disposal location description: Cuttings will be hauled to R360's facility on US 62/180 at Halfway, NM

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.)**

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 Cuttings will be stored in roll off bins and hauled to R360 on US 62/180 near Halfway.

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

Operator Name: KAISER FRANCIS OIL COMPANY

Well Name: RED HILLS

Well Number: 402H

Section 8 - Ancillary Facilities

Are you requesting any Ancillary Facilities?: NO

Ancillary Facilities attachment:

Comments:

Section 9 - Well Site Layout

Well Site Layout Diagram:

Red_Hills__402H__Drilling_Layout_20180809111955.pdf

Red_Hills__402H__Well_Pad_Layout_20180809111956.pdf

Comments:

Section 10 - Plans for Surface Reclamation

Type of disturbance: New Surface Disturbance

Multiple Well Pad Name: RED HILLS

Multiple Well Pad Number: 2

Recontouring attachment:

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

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

Well pad proposed disturbance (acres): 4.72	Well pad interim reclamation (acres): 0	Well pad long term disturbance (acres): 4.72
Road proposed disturbance (acres): 1.05	Road interim reclamation (acres): 0	Road long term disturbance (acres): 1.05
Powerline proposed disturbance (acres): 0	Powerline interim reclamation (acres): 0	Powerline long term disturbance (acres): 0
Pipeline proposed disturbance (acres): 0	Pipeline interim reclamation (acres): 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: 5.77	Total interim reclamation: 0	Total long term disturbance: 5.77

Disturbance Comments:

Reconstruction method: The areas planned for interim reclamation will then 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

Operator Name: KAISER FRANCIS OIL COMPANY

Well Name: RED HILLS

Well Number: 402H

Soil treatment: 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.

Existing Vegetation at the well pad: The historic climax plant community is a grassland dominated by black grama, dropseeds, and blue stems with sand sage and shinnery oak distributed evenly throughout. Current landscape displays mesquite, shinnery oak, yucca, desert sage, fourwing saltbush, snakeweed, and bunch grasses

Existing Vegetation at the well pad attachment:

Existing Vegetation Community at the road: Refer to "Existing Vegetation at the well pad"

Existing Vegetation Community at the road attachment:

Existing Vegetation Community at the pipeline: N/A

Existing Vegetation Community at the pipeline attachment:

Existing Vegetation Community at other disturbances: N/A

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:

Operator Name: KAISER FRANCIS OIL COMPANY

Well Name: RED HILLS

Well Number: 402H

Seed Summary	
Seed Type	Pounds/Acre

Total pounds/Acre:

Seed reclamation attachment:

Operator Contact/Responsible Official Contact Info

First Name:

Last Name:

Phone:

Email:

Seedbed prep:

Seed BMP:

Seed method:

Existing invasive species? NO

Existing invasive species treatment description:

Existing invasive species treatment attachment:

Weed treatment plan description: No invasive species present. Standard regular maintenance to maintain a clear location and road.

Weed treatment plan attachment:

Monitoring plan description: Identify areas supporting weeds prior to construction; prevent the introduction and spread of weeds from construction equipment during construction; and contain weed seeds and propagules by preventing segregated topsoil from being spread to adjacent areas. No invasive species present. Standard regular maintenance to maintain a clear location and road.

Monitoring plan attachment:

Success standards: To maintain all disturbed areas as per Gold Book standards

Pit closure description: N/A

Pit closure attachment:

Section 11 - Surface Ownership

Disturbance type: NEW ACCESS ROAD

Describe:

Surface Owner: BUREAU OF LAND MANAGEMENT

Other surface owner description:

BIA Local Office:

BOR Local Office:

COE Local Office:

DOD Local Office:

NPS Local Office:

Operator Name: KAISER FRANCIS OIL COMPANY

Well Name: RED HILLS

Well Number: 402H

State Local Office:

Military Local Office:

USFWS Local Office:

Other Local Office:

USFS Region:

USFS Forest/Grassland:

USFS Ranger District:

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? YES

Use APD as ROW? YES

ROW Type(s): 281001 ROW - ROADS

ROW Applications

Operator Name: KAISER FRANCIS OIL COMPANY

Well Name: RED HILLS

Well Number: 402H

SUPO Additional Information: SUPO will be attached with APD.

Use a previously conducted onsite? YES

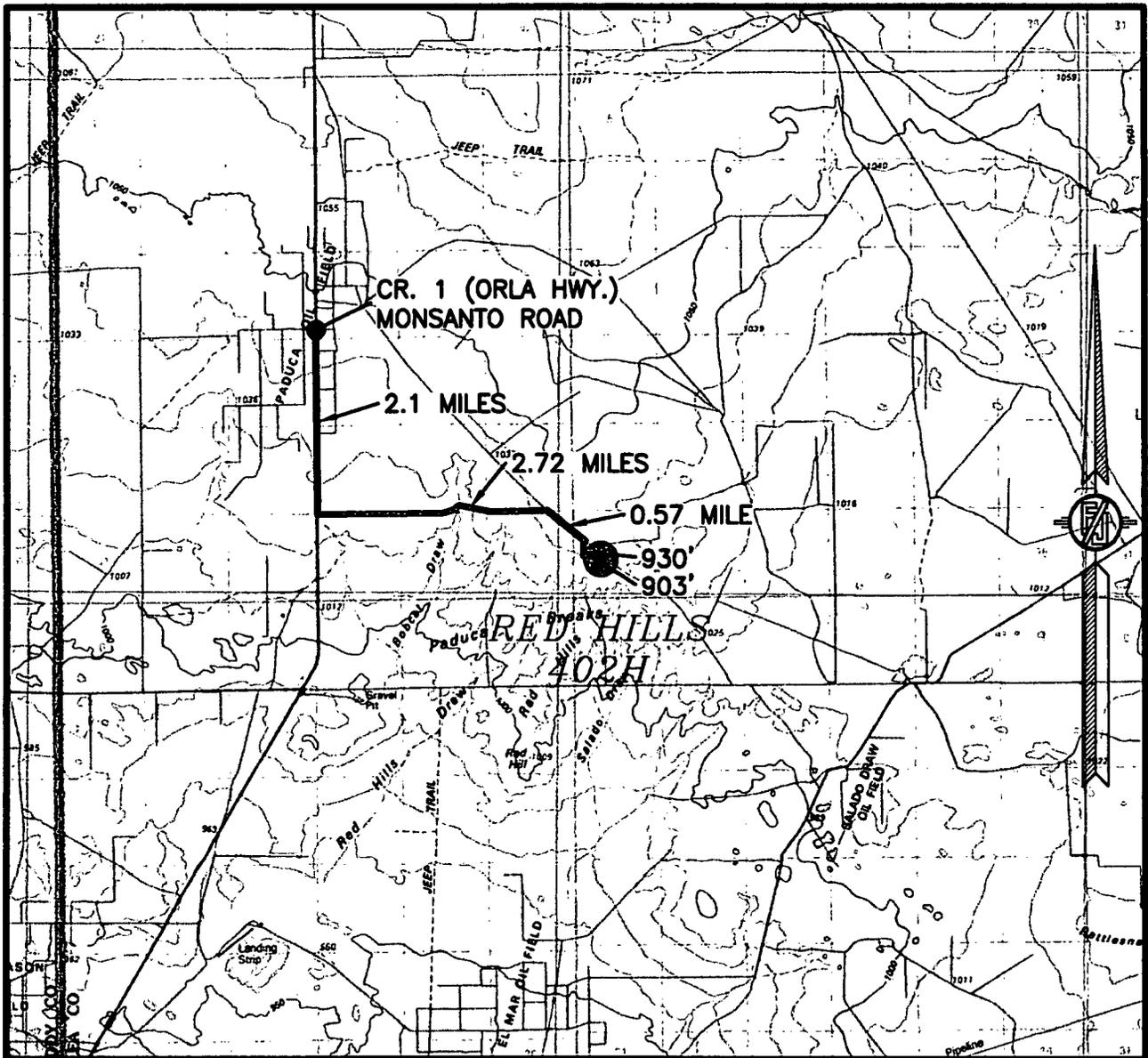
Previous Onsite information: Onsite conducted 04/19/18 by William DeGrush (BLM), Matt Warner (Kaiser-Francis), Frank Jaramillo (Madron Surveying) and Jeff (APAC archaeologist)

Other SUPO Attachment

Red_Hills_402H_SPCC_20180809112723.pdf

Red_Hills_402H_SUP_20180815111824.pdf

**SECTION 31, TOWNSHIP 25 SOUTH, RANGE 33 EAST, N.M.P.M.
LEA COUNTY, STATE OF NEW MEXICO
VICINITY MAP**



DISTANCES IN MILES

NOT TO SCALE

DIRECTIONS TO LOCATION

FROM THE INTERSECTION OF CR. 1 (ORLA HWY.) AND MONSANTO ROAD, GO SOUTH ON CR. 1 2.1 MILES TO A CALICHE ROAD ON LEFT (EAST), TURN LEFT AND GO EAST ON CALICHE ROAD 2.72 MILES TO A Y INTERSECTION, BEAR RIGHT (SOUTHEAST) AND GO SOUTHEAST 0.57 MILE TO A ROAD SURVEY ON RIGHT (SOUTH), FOLLOW ROAD SURVEY SOUTH 930' THEN EAST 903' TO THE NORTHWEST PAD CORNER FOR THIS LOCATION.

**KAISER-FRANCIS OIL COMPANY
RED HILLS 402H
LOCATED 2400 FT. FROM THE SOUTH LINE
AND 1735 FT. FROM THE WEST LINE OF
SECTION 31, TOWNSHIP 25 SOUTH,
RANGE 33 EAST, N.M.P.M.
LEA COUNTY, STATE OF NEW MEXICO**

MAY 3, 2018

SURVEY NO. 6206

MADRON SURVEYING, INC. 301 SOUTH CANAL (575) 234-3341 **CARLSBAD, NEW MEXICO**

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:

Operator Name: KAISER FRANCIS OIL COMPANY

Well Name: RED HILLS

Well Number: 402H

	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
EXIT Leg #1	330	FSL	126 6	FWL	26S	33E	6	Aliquot SWS W	32.06620 12	- 103.6157 575	LEA	NEW MEXI CO	NEW MEXI CO	F	NMNM 015321	- 893 1	196 84	123 50
BHL Leg #1	330	FSL	126 6	FWL	26S	33E	6	Aliquot SWS W	32.06620 12	- 103.6157 575	LEA	NEW MEXI CO	NEW MEXI CO	F	NMNM 015321	- 893 1	196 84	123 50

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 Information

Federal/Indian APD: FED

BLM Bond number: WYB000055

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:



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: