

OCD Hobbs
HOBBS OCD

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

F/R
(H)

UNITED STATES
DEPARTMENT OF THE INTERIOR
BUREAU OF LAND MANAGEMENT

MAR 08 2019

APPLICATION FOR PERMIT TO DRILL OR REENTER

RECEIVED

| | | | |
|---|---|--|-----------------|
| 1a. Type of work: <input checked="" type="checkbox"/> DRILL <input type="checkbox"/> REENTER 1b. Type of Well: <input checked="" type="checkbox"/> Oil Well <input type="checkbox"/> Gas Well <input type="checkbox"/> Other 1c. Type of Completion: <input type="checkbox"/> Hydraulic Fracturing <input checked="" type="checkbox"/> Single Zone <input type="checkbox"/> Multiple Zone | | 5. Lease Serial No. NMLC0068281B 6. If Indian, Allottee or Tribe Name 7. If Unit or CA Agreement, Name and No. 8. Lease Name and Well No. ZIA HILLS 20 FEDERAL COM 104H (325136) | |
| 2. Name of Operator CONOCOPHILLIPS COMPANY (217817) | | 9. API Well No. 20-025-44714 98081 | |
| 3a. Address PO Box 2197 Houston TX 77252 | | 3b. Phone No. (include area code) (281)293-1748 | |
| 4. Location of Well (Report location clearly and in accordance with any State requirements. *) At surface SWNE / 2637 FNL / 2001 FEL / LAT 32.028294 / LONG -103.695047 At proposed prod. zone NWNE / 50 FNL / 1650 FEL / LAT 32.050094 / LONG -103.693925 | | 10. Field and Pool, or Exploratory WOLFCAMP / WOLFCAMP 11. Sec., T. R. M. or Blk. and Survey or Area SEC 20 / T26S / R32E / NMP | |
| 14. Distance in miles and direction from nearest town or post office* 44.1 miles | | 12. County or Parish LEA | 13. State NM |
| 15. Distance from proposed* location to nearest property or lease line, ft. (Also to nearest drig. unit line, if any) 2001 feet | 16. No of acres in lease 1841.48 | 17. Spacing Unit dedicated to this well 0 | |
| 18. Distance from proposed location* to nearest well, drilling, completed, applied for, on this lease, ft. 33 feet | 19. Proposed Depth 11865 feet / 19517 feet | 20. BLM/BIA Bond No. in file FED: ES0085 | |
| 21. Elevations (Show whether DF, KDB, RT, GL, etc.) 3152 feet | 22. Approximate date work will start* 08/20/2019 | 23. Estimated duration 90 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. | 4. Bond to cover the operations unless covered by an existing bond on file (see Item 20 above). |
| 2. A Drilling Plan. | 5. Operator certification. |
| 3. A Surface Use Plan (if the location is on National Forest System Lands, the SUPO must be filed with the appropriate Forest Service Office). | 6. Such other site specific information and/or plans as may be requested by the BLM. |

| | | |
|--|---|--------------------|
| 25. Signature (Electronic Submission) | Name (Printed/Typed) Jeremy Lee / Ph: (832)486-2510 | Date 09/21/2017 |
| Title Regulatory Coordinator | | |
| Approved by (Signature) (Electronic Submission) | Name (Printed/Typed) Cody Layton / Ph: (575)234-5959 | Date 02/19/2019 |
| 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 Dec 03/08/19

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09/12/19

APPROVED WITH CONDITIONS
Approval Date: 02/19/2019

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

BURDEN HOURS STATEMENT: Public reporting burden for this form is estimated to average 8 hours per response, including the time for reviewing instructions, gathering and maintaining data, and completing and reviewing the form. Direct comments regarding the burden estimate or any other aspect of this form to U.S. Department of the Interior, Bureau of Land Management (1004-0137), Bureau Information 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: SWNE / 2637 FNL / 2001 FEL / TWSP: 26S / RANGE: 32E / SECTION: 20 / LAT: 32.028294 / LONG: -103.695047 (TVD: 0 feet, MD: 0 feet)
PPP: SWNE / 2575 FNL / 1650 FEL / TWSP: 26S / RANGE: 32E / SECTION: 20 / LAT: 32.028464 / LONG: -103.693915 (TVD: 11788 feet, MD: 11900 feet)
BHL: NWNE / 50 FNL / 1650 FEL / TWSP: 26S / RANGE: 32E / SECTION: 17 / LAT: 32.050094 / LONG: -103.693925 (TVD: 11865 feet, MD: 19517 feet)

BLM Point of Contact

Name: Tenille Ortiz

Title: Legal Instruments Examiner

Phone: 5752342224

Email: tortiz@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 listed Bureau of Land Management office for further information.

PECOS DISTRICT DRILLING CONDITIONS OF APPROVAL

| | |
|------------------------------|-------------------------------------|
| OPERATOR'S NAME: | CONOCO PHILLIPS |
| LEASE NO.: | NMLC068281B |
| WELL NAME & NO.: | ZIA HILLS 20 FED 104H |
| SURFACE HOLE FOOTAGE: | 2637'/N & 2001'/E |
| BOTTOM HOLE FOOTAGE: | 50'/N & 1650'/E |
| LOCATION: | SECTION 20, T26S, R32E, NMPM |
| COUNTY: | LEA |

COA

| | | | |
|----------------------|---|--|---------------------------------------|
| H2S | <input checked="" type="radio"/> Yes | <input type="radio"/> No | |
| Potash | <input checked="" type="radio"/> None | <input type="radio"/> Secretary | <input type="radio"/> R-111-P |
| Cave/Karst Potential | <input type="radio"/> Low | <input type="radio"/> Medium | <input checked="" type="radio"/> High |
| Variance | <input type="radio"/> None | <input checked="" type="radio"/> Flex Hose | <input type="radio"/> Other |
| Wellhead | <input type="radio"/> Conventional | <input checked="" type="radio"/> Multibowl | <input type="radio"/> Both |
| Other | <input type="checkbox"/> 4 String Area | <input type="checkbox"/> Capitan Reef | <input type="checkbox"/> WIPP |
| Other | <input type="checkbox"/> Fluid Filled | <input type="checkbox"/> Cement Squeeze | <input type="checkbox"/> Pilot Hole |
| Special Requirements | <input type="checkbox"/> Water Disposal | <input checked="" type="checkbox"/> COM | <input type="checkbox"/> Unit |

A. HYDROGEN SULFIDE

A Hydrogen Sulfide (H2S) Drilling Plan shall be activated 500 feet prior to drilling into the **Delaware** formation. As a result, the Hydrogen Sulfide area must meet Onshore Order 6 requirements, which includes equipment and personnel/public protection items. If Hydrogen Sulfide is encountered, please provide measured values and formations to the BLM.

B. CASING

1. The **13-3/8** inch surface casing shall be set at approximately **1400** feet (a minimum of 25 feet into the Rustler Anhydrite and above the salt) and cemented to the surface.
 - a. If cement does not circulate to the surface, the appropriate BLM office shall be notified and a temperature survey utilizing an electronic type temperature survey with surface log readout will be used or a cement bond log shall be run to verify the top of the cement. Temperature survey will be run a minimum of six hours after pumping cement and ideally between 8-10 hours after completing the cement job.
 - b. Wait on cement (WOC) time for a primary cement job will be a minimum of **8 hours** or 500 pounds compressive strength, whichever is greater. (This is to include the lead cement)

- c. Wait on cement (WOC) time for a remedial job will be a minimum of 4 hours after bringing cement to surface or 500 pounds compressive strength, whichever is greater.
- d. If cement falls back, remedial cementing will be done prior to drilling out that string.

Operator shall filled 1/3rd casing with fluid while running intermediate casing to maintain collapse safety factor.

2. The minimum required fill of cement behind the 9-5/8 inch intermediate casing is: Operator has proposed a DV tool, the depth may be adjusted as long as the cement is changed proportionally. The DV tool may be cancelled if cement circulates to surface on the first stage.

- a. First stage to DV tool: Cement to circulate. If cement does not circulate off the DV tool, contact the appropriate BLM office before proceeding with second stage cement job.
- b. Second stage above DV tool: Cement to surface. If cement does not circulate, contact the appropriate BLM office.

Wait on cement (WOC) time for a primary cement job is to include the lead cement slurry due to cave/karst.

❖ **In High Cave/Karst Areas** if cement does not circulate to surface on the first two casing strings, the cement on the 3rd casing string must come to surface.

3. The minimum required fill of cement behind the 5-1/2 inch production casing is:
 - Cement should tie-back at least **200 feet** into previous casing string. Operator shall provide method of verification.

C. PRESSURE CONTROL

1. Variance approved to use flex line from BOP to choke manifold. Manufacturer's specification to be readily available. No external damage to flex line. Flex line to be installed as straight as possible (no hard bends).
2. Operator has proposed a multi-bowl wellhead assembly. This assembly will only be tested when installed on the surface casing. Minimum working pressure of the blowout preventer (BOP) and related equipment (BOPE) required for drilling below the surface casing shoe shall be **10,000 (10M) psi. Variance is approved to use a 5000 (5M) Annular which shall be tested to Choose an item. psi.**
 - a. Wellhead shall be installed by manufacturer's representatives, submit documentation with subsequent sundry.
 - b. If the welding is performed by a third party, the manufacturer's representative shall monitor the temperature to verify that it does not exceed the maximum temperature of the seal.
 - c. Manufacturer representative shall install the test plug for the initial BOP test.

- d. If the cement does not circulate and one inch operations would have been possible with a standard wellhead, the well head shall be cut off, cementing operations performed and another wellhead installed.
- e. Whenever any seal subject to test pressure is broken, all the tests in OOGO2.III.A.2.i must be followed.

D. SPECIAL REQUIREMENT (S)

Communitization Agreement

- The operator will submit a Communitization Agreement to the Carlsbad Field Office, 620 E Greene St. Carlsbad, New Mexico 88220, at least 90 days before the anticipated date of first production from a well subject to a spacing order issued by the New Mexico Oil Conservation Division. The Communitization Agreement will include the signatures of all working interest owners in all Federal and Indian leases subject to the Communitization Agreement (i.e., operating rights owners and lessees of record), or certification that the operator has obtained the written signatures of all such owners and will make those signatures available to the BLM immediately upon request.
- If the operator does not comply with this condition of approval, the BLM may take enforcement actions that include, but are not limited to, those specified in 43 CFR 3163.1.
- In addition, the well sign shall include the surface and bottom hole lease numbers. When the Communitization Agreement number is known, it shall also be on the sign.

GENERAL REQUIREMENTS

The BLM is to be notified in advance for a representative to witness:

- a. Spudding well (minimum of 24 hours)
- b. Setting and/or Cementing of all casing strings (minimum of 4 hours)
- c. BOPE tests (minimum of 4 hours)

Chaves and Roosevelt Counties
 Call the Roswell Field Office, 2909 West Second St., Roswell NM 88201.
 During office hours call (575) 627-0272.
 After office hours call (575)

Eddy County
 Call the Carlsbad Field Office, 620 East Greene St., Carlsbad, NM 88220,
 (575) 361-2822

Lea County
 Call the Hobbs Field Station, 414 West Taylor, Hobbs NM 88240, (575)
 393-3612

1. Unless the production casing has been run and cemented or the well has been properly plugged, the drilling rig shall not be removed from over the hole without prior approval.
 - a. In the event the operator has proposed to drill multiple wells utilizing a skid/walking rig. Operator shall secure the wellbore on the current well, after installing and testing the wellhead, by installing a blind flange of like pressure rating to the wellhead and a pressure gauge that can be monitored while drilling is performed on the other well(s).
 - b. When the operator proposes to set surface casing with Spudder Rig
 - Notify the BLM when moving in and removing the Spudder Rig.
 - Notify the BLM when moving in the 2nd Rig. Rig to be moved in within 90 days of notification that Spudder Rig has left the location.
 - BOP/BOPE test to be conducted per Onshore Oil and Gas Order No. 2 as soon as 2nd Rig is rigged up on well.
2. Floor controls are required for 3M or Greater systems. These controls will be on the rig floor, unobstructed, readily accessible to the driller and will be operational at all times during drilling and/or completion activities. Rig floor is defined as the area immediately around the rotary table; the area immediately above the substructure on which the draw works are located, this does not include the dog house or stairway area.
3. The record of the drilling rate along with the GR/N well log run from TD to surface (horizontal well – vertical portion of hole) shall be submitted to the BLM office as well as all other logs run on the borehole 30 days from completion. If available, a digital copy of the logs is to be submitted in addition to the paper copies. The Rustler top and top and bottom of Salt are to be recorded on the Completion Report.

A. CASING

1. Changes to the approved APD casing program need prior approval if the items substituted are of lesser grade or different casing size or are Non-API. The Operator can exchange the components of the proposal with that of superior strength (i.e. changing from J-55 to N-80, or from 36# to 40#). Changes to the approved cement program need prior approval if the altered cement plan has less volume or strength or if the changes are substantial (i.e. Multistage tool, ECP, etc.). The initial wellhead installed on the well will remain on the well with spools used as needed.
2. Wait on cement (WOC) for Potash Areas: After cementing but before commencing any tests, the casing string shall stand cemented under pressure until both of the following conditions have been met: 1) cement reaches a minimum compressive strength of 500 psi for all cement blends, 2) until cement has been in place at least 24 hours. WOC time will be recorded in the driller's log.

3. Wait on cement (WOC) for Water Basin: After cementing but before commencing any tests, the casing string shall stand cemented under pressure until both of the following conditions have been met: 1) cement reaches a minimum compressive strength of 500 psi at the shoe, 2) until cement has been in place at least 8 hours. WOC time will be recorded in the driller's log. See individual casing strings for details regarding lead cement slurry requirements.
4. Provide compressive strengths including hours to reach required 500 pounds compressive strength prior to cementing each casing string. Have well specific cement details onsite prior to pumping the cement for each casing string.
5. No pea gravel permitted for remedial or fall back remedial without prior authorization from the BLM engineer.
6. On that portion of any well approved for a 5M BOPE system or greater, a pressure integrity test of each casing shoe shall be performed. Formation at the shoe shall be tested to a minimum of the mud weight equivalent anticipated to control the formation pressure to the next casing depth or at total depth of the well. This test shall be performed before drilling more than 20 feet of new hole.
7. If hardband drill pipe is rotated inside casing, returns will be monitored for metal. If metal is found in samples, drill pipe will be pulled and rubber protectors which have a larger diameter than the tool joints of the drill pipe will be installed prior to continuing drilling operations.
8. Whenever a casing string is cemented in the R-111-P potash area, the NMOCD requirements shall be followed.

B. PRESSURE CONTROL

1. All blowout preventer (BOP) and related equipment (BOPE) shall comply with well control requirements as described in Onshore Oil and Gas Order No. 2 and API RP 53 Sec. 17.
2. If a variance is approved for a flexible hose to be installed from the BOP to the choke manifold, the following requirements apply: Check condition of flexible line from BOP to choke manifold, replace if exterior is damaged or if line fails test. Line to be as straight as possible with no hard bends and is to be anchored according to Manufacturer's requirements. The flexible hose can be exchanged with a hose of equal size and equal or greater pressure rating. Anchor requirements, specification sheet and hydrostatic pressure test certification matching the hose in service, to be onsite for review. These documents shall be posted in the company man's trailer and on the rig floor.
3. 5M or higher system requires an HCR valve, remote kill line and annular to match. The remote kill line is to be installed prior to testing the system and tested to stack pressure.

4. If the operator has proposed a multi-bowl wellhead assembly in the APD. The following requirements must be met:
 - a. Wellhead shall be installed by manufacturer's representatives, submit documentation with subsequent sundry.
 - b. If the welding is performed by a third party, the manufacturer's representative shall monitor the temperature to verify that it does not exceed the maximum temperature of the seal.
 - c. Manufacturer representative shall install the test plug for the initial BOP test.
 - d. Whenever any seal subject to test pressure is broken, all the tests in OOGO2.III.A.2.i must be followed.
 - e. If the cement does not circulate and one inch operations would have been possible with a standard wellhead, the well head shall be cut off, cementing operations performed and another wellhead installed.

5. The appropriate BLM office shall be notified a minimum of 4 hours in advance for a representative to witness the tests.
 - a. In a water basin, for all casing strings utilizing slips, these are to be set as soon as the crew and rig are ready and any fallback cement remediation has been done. The casing cut-off and BOP installation can be initiated four hours after installing the slips, which will be approximately six hours after bumping the plug. For those casing strings not using slips, the minimum wait time before cut-off is eight hours after bumping the plug. BOP/BOPE testing can begin after cut-off or once cement reaches 500 psi compressive strength (including lead when specified), whichever is greater. However, if the float does not hold, cut-off cannot be initiated until cement reaches 500 psi compressive strength (including lead when specified).
 - b. In potash areas, for all casing strings utilizing slips, these are to be set as soon as the crew and rig are ready and any fallback cement remediation has been done. For all casing strings, casing cut-off and BOP installation can be initiated at twelve hours after bumping the plug. However, **no tests** shall commence until the cement has had a minimum of 24 hours setup time.
 - c. The tests shall be done by an independent service company utilizing a test plug not a cup or J-packer. The operator also has the option of utilizing an independent tester to test without a plug (i.e. against the casing) pursuant to Onshore Order 2 with the pressure not to exceed 70% of the burst rating for the casing. Any test against the casing must meet the WOC time for water basin (8 hours) or potash (24 hours) or 500 pounds compressive strength, whichever is greater, prior to initiating the test (see casing segment as lead cement may be critical item).

- d. The test shall be run on a 5000 psi chart for a 2-3M BOP/BOP, on a 10000 psi chart for a 5M BOP/BOPE and on a 15000 psi chart for a 10M BOP/BOPE. If a linear chart is used, it shall be a one hour chart. A circular chart shall have a maximum 2 hour clock. If a twelve hour or twenty-four hour chart is used, tester shall make a notation that it is run with a two hour clock.
- e. The results of the test shall be reported to the appropriate BLM office.
- f. All tests are required to be recorded on a calibrated test chart. A copy of the BOP/BOPE test chart and a copy of independent service company test will be submitted to the appropriate BLM office.
- g. The BOP/BOPE test shall include a low pressure test from 250 to 300 psi. The test will be held for a minimum of 10 minutes if test is done with a test plug and 30 minutes without a test plug. This test shall be performed prior to the test at full stack pressure.
- h. BOP/BOPE must be tested by an independent service company within 500 feet of the top of the Wolfcamp formation if the time between the setting of the intermediate casing and reaching this depth exceeds 20 days. This test does not exclude the test prior to drilling out the casing shoe as per Onshore Order No. 2.

C. DRILLING MUD

Mud system monitoring equipment, with derrick floor indicators and visual and audio alarms, shall be operating before drilling into the Wolfcamp formation, and shall be used until production casing is run and cemented.

D. WASTE MATERIAL AND FLUIDS

All waste (i.e. drilling fluids, trash, salts, chemicals, sewage, gray water, etc.) created as a result of drilling operations and completion operations shall be safely contained and disposed of properly at a waste disposal facility. No waste material or fluid shall be disposed of on the well location or surrounding area.

Porto-johns and trash containers will be on-location during fracturing operations or any other crew-intensive operations.

ZS 020619

**PECOS DISTRICT
SURFACE USE
CONDITIONS OF APPROVAL**

| | |
|-----------------------|------------------------------|
| OPERATOR'S NAME: | CONOCO PHILLIPS |
| LEASE NO.: | NMLC068281B |
| WELL NAME & NO.: | ZIA HILLS 20 FED 104H |
| SURFACE HOLE FOOTAGE: | 2637'/N & 2001'/E |
| BOTTOM HOLE FOOTAGE: | 50'/N & 1650'/E |
| LOCATION: | SECTION 20, T26S, R32E, NMPM |
| COUNTY: | LEA |

TABLE OF CONTENTS

Standard Conditions of Approval (COA) apply to this APD. If any deviations to these standards exist or special COAs are required, the section with the deviation or requirement will be checked below.

- General Provisions**
- Permit Expiration**
- Archaeology, Paleontology, and Historical Sites**
- Noxious Weeds**
- Special Requirements**
 - Cave/Karst
 - Hydrology
- Construction**
 - Notification
 - Topsoil
 - Closed Loop System
 - Federal Mineral Material Pits
 - Well Pads
 - Roads
- Road Section Diagram**
- Production (Post Drilling)**
 - Well Structures & Facilities
 - Buried Pipelines
- Interim Reclamation**
- Final Abandonment & Reclamation**

I. GENERAL PROVISIONS

The approval of the Application For Permit To Drill (APD) is in compliance with all applicable laws and regulations: 43 Code of Federal Regulations 3160, the lease terms, Onshore Oil and Gas Orders, Notices To Lessees, New Mexico Oil Conservation Division (NMOCD) Rules, National Historical Preservation Act As Amended, and instructions and orders of the Authorized Officer. Any request for a variance shall be submitted to the Authorized Officer on Form 3160-5, Sundry Notices and Report on Wells.

II. PERMIT EXPIRATION

If the permit terminates prior to drilling and drilling cannot be commenced within 60 days after expiration, an operator is required to submit Form 3160-5, Sundry Notices and Reports on Wells, requesting surface reclamation requirements for any surface disturbance. However, if the operator will be able to initiate drilling within 60 days after the expiration of the permit, the operator must have set the conductor pipe in order to allow for an extension of 60 days beyond the expiration date of the APD. (Filing of a Sundry Notice is required for this 60 day extension.)

III. ARCHAEOLOGICAL, PALEONTOLOGY & HISTORICAL SITES

Any cultural and/or paleontological resource discovered by the operator or by any person working on the operator's behalf shall immediately report such findings to the Authorized Officer. The operator is fully accountable for the actions of their contractors and subcontractors. The operator shall suspend all operations in the immediate area of such discovery until written authorization to proceed is issued by the Authorized Officer. An evaluation of the discovery shall be made by the Authorized Officer to determine the appropriate actions that shall be required to prevent the loss of significant cultural or scientific values of the discovery. The operator shall be held responsible for the cost of the proper mitigation measures that the Authorized Officer assesses after consultation with the operator on the evaluation and decisions of the discovery. Any unauthorized collection or disturbance of cultural or paleontological resources may result in a shutdown order by the Authorized Officer.

IV. NOXIOUS WEEDS

The operator shall be held responsible if noxious weeds become established within the areas of operations. Weed control shall be required on the disturbed land where noxious weeds exist, which includes the roads, pads, associated pipeline corridor, and adjacent land affected by the establishment of weeds due to this action. The operator shall consult with the Authorized Officer for acceptable weed control methods, which include following EPA and BLM requirements and policies.

V. SPECIAL REQUIREMENT(S)

Hydrology:

The entire well pad will be bermed to prevent oil, salt, and other chemical contaminants from leaving the well pad. The compacted berm shall be constructed at a minimum of 12 inches with impermeable mineral material (e.g. caliche). Topsoil shall not be used to construct the berm. No water flow from the uphill side(s) of the pad shall be allowed to enter the well pad. The integrity of the berm shall be maintained around the surfaced pad throughout the life of the well and around the downsized pad after interim reclamation has been completed. Any water erosion that may occur due to the construction of the well pad during the life of the well will be quickly corrected and proper measures will be taken to prevent future erosion. Stockpiling of topsoil is required. The top soil shall be stockpiled in an appropriate location to prevent loss of soil due to water or wind erosion and not used for berming or erosion control. If fluid collects within the bermed area, the fluid must be vacuumed into a safe container and disposed of properly at a state approved facility.

Tank battery locations will be lined and bermed. A 20 mil permanent liner will be installed with a 4 oz. felt backing to prevent tears or punctures. Tank battery berms must be large enough to contain 1 ½ times the content of the largest tank or 24 hour production, whichever is greater. Automatic shut off, check valves, or similar systems will be installed for tanks to minimize the effects of catastrophic line failures used in production or drilling.

A leak detection plan will be submitted to the BLM Carlsbad Field Office for approval prior to pipeline installation. The method could incorporate gauges to detect pressure drops, situating valves and lines so they can be visually inspected periodically or installing electronic sensors to alarm when a leak is present. The leak detection plan will incorporate an automatic shut off system that will be installed for proposed pipelines to minimize the effects of an undesirable event.

Cave/Karst Surface Mitigation

The following stipulations will be applied to minimize impacts during construction, drilling and production:

Construction:

In the advent that any underground voids are opened up during construction activities, construction activities will be halted and the BLM will be notified immediately.

No Blasting:

No blasting will be utilized for pad construction. The pad will be constructed and leveled by adding the necessary fill and caliche.

Pad Berming:

- The entire perimeter of the well pad will be bermed to prevent oil, salt, and other chemical contaminants from leaving the well pad.

- The compacted berm shall be constructed at a minimum of 12 inches high with impermeable mineral material (e.g., caliche).
- No water flow from the uphill side(s) of the pad shall be allowed to enter the well pad.
- The topsoil stockpile shall be located outside the bermed well pad.
- Topsoil, either from the well pad or surrounding area, shall not be used to construct the berm.
- No storm drains, tubing or openings shall be placed in the berm.
- If fluid collects within the bermed area, the fluid must be vacuumed into a safe container and disposed of properly at a state approved facility.
- The integrity of the berm shall be maintained around the surfaced pad throughout the life of the well and around the downsized pad after interim reclamation has been completed.
- Any access road entering the well pad shall be constructed so that the integrity of the berm height surrounding the well pad is not compromised. (Any access road crossing the berm cannot be lower than the berm height.)
- Following a rain event, all fluids will vacuumed off of the pad and hauled off-site and disposed at a proper disposal facility.

Tank Battery Liners and Berms:

Tank battery locations and all facilities will be lined and bermed. A 20 mil permanent liner will be installed with a 4 oz. felt backing, or equivalent, to prevent tears or punctures. Tank battery berms must be large enough to contain 1 ½ times the content of the largest tank.

Leak Detection System:

A method of detecting leaks is required. The method could incorporate gauges to measure loss, siting valves and lines so they can be visually inspected, or installing electronic sensors to alarm when a leak is present. Leak detection plan will be submitted to BLM for approval.

Automatic Shut-off Systems:

Automatic shut off, check valves, or similar systems will be installed for pipelines and tanks to minimize the effects of catastrophic line failures used in production or drilling.

Cave/Karst Subsurface Mitigation

The following stipulations will be applied to protect cave/karst and ground water concerns:

Rotary Drilling with Fresh Water:

Fresh water will be used as a circulating medium in zones where caves or karst features are expected. SEE ALSO: Drilling COAs for this well.

Directional Drilling:

Kick off for directional drilling will occur at least 100 feet below the bottom of the cave occurrence zone. SEE ALSO: Drilling COAs for this well.

Lost Circulation:

ALL lost circulation zones from the surface to the base of the cave occurrence zone will be logged and reported in the drilling report.

Regardless of the type of drilling machinery used, if a void of four feet or more and circulation losses greater than 70 percent occur simultaneously while drilling in any cave-bearing zone, the BLM will be notified immediately by the operator. The BLM will assess the situation and work with the operator on corrective actions to resolve the problem.

Abandonment Cementing:

Upon well abandonment in cave karst areas additional plugging conditions of approval may be required. The BLM will assess the situation and work with the operator to ensure proper plugging of the wellbore.

Pressure Testing:

The operator will perform annual pressure monitoring on all casing annuli and reported in a sundry notice. If the test results indicated a casing failure has occurred, remedial action will be undertaken to correct the problem to the BLM's approval.

VI. CONSTRUCTION

A. NOTIFICATION

The BLM shall administer compliance and monitor construction of the access road and well pad. Notify the Carlsbad Field Office at (575) 234-5909 at least 3 working days prior to commencing construction of the access road and/or well pad.

When construction operations are being conducted on this well, the operator shall have the approved APD and Conditions of Approval (COA) on the well site and they shall be made available upon request by the Authorized Officer.

B. TOPSOIL

The operator shall strip the top portion of the soil (root zone) from the entire well pad area and stockpile the topsoil along the edge of the well pad as depicted in the APD. The root zone is typically six (6) inches in depth. All the stockpiled topsoil will be redistributed over the interim reclamation areas. Topsoil shall not be used for berming the pad or facilities. For final reclamation, the topsoil shall be spread over the entire pad area for seeding preparation.

Other subsoil (below six inches) stockpiles must be completely segregated from the topsoil stockpile. Large rocks or subsoil clods (not evident in the surrounding terrain) must be buried within the approved area for interim and final reclamation.

C. CLOSED LOOP SYSTEM

Tanks are required for drilling operations: No Pits.

The operator shall properly dispose of drilling contents at an authorized disposal site.

D. FEDERAL MINERAL MATERIALS PIT

Payment shall be made to the BLM prior to removal of any federal mineral materials. Call the Carlsbad Field Office at (575) 234-5972.

E. WELL PAD SURFACING

Surfacing of the well pad is not required.

If the operator elects to surface the well pad, the surfacing material may be required to be removed at the time of reclamation. The well pad shall be constructed in a manner which creates the smallest possible surface disturbance, consistent with safety and operational needs.

F. EXCLOSURE FENCING (CELLARS & PITS)

Exclosure Fencing

The operator will install and maintain exclosure fencing for all open well cellars to prevent access to public, livestock, and large forms of wildlife before and after drilling operations until the pit is free of fluids and the operator initiates backfilling. (For examples of exclosure fencing design, refer to BLM's Oil and Gas Gold Book, Exclosure Fence Illustrations, Figure 1, Page 18.)

G. ON LEASE ACCESS ROADS

Road Width

The access road shall have a driving surface that creates the smallest possible surface disturbance and does not exceed twenty (20) feet in width. The maximum width of surface disturbance, when constructing the access road, shall not exceed thirty (30) feet.

Surfacing

Surfacing material is not required on the new access road driving surface. If the operator elects to surface the new access road or pad, the surfacing material may be required to be removed at the time of reclamation.

Where possible, no improvements should be made on the unsurfaced access road other than to remove vegetation as necessary, road irregularities, safety issues, or to fill low areas that may sustain standing water.

The Authorized Officer reserves the right to require surfacing of any portion of the access road at any time deemed necessary. Surfacing may be required in the event the road deteriorates, erodes, road traffic increases, or it is determined to be beneficial for future field development. The surfacing depth and type of material will be determined at the time of notification.

Crowning

Crowning shall be done on the access road driving surface. The road crown shall have a grade of approximately 2% (i.e., a 1" crown on a 14' wide road). The road shall conform to Figure 1; cross section and plans for typical road construction.

Ditching

Ditching shall be required on both sides of the road.

Turnouts

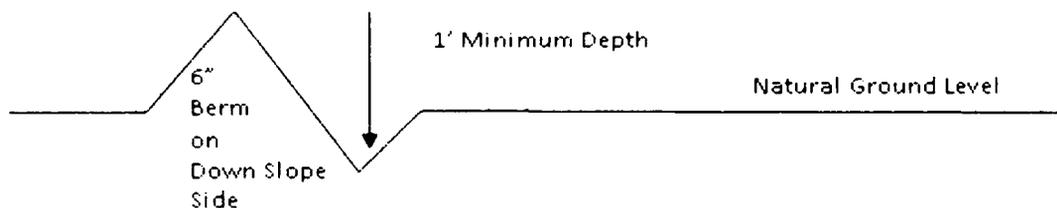
Vehicle turnouts shall be constructed on the road. Turnouts shall be intervisible with interval spacing distance less than 1000 feet. Turnouts shall conform to Figure 1; cross section and plans for typical road construction.

Drainage

Drainage control systems shall be constructed on the entire length of road (e.g. ditches, sidehill out sloping and insloping, lead-off ditches, culvert installation, and low water crossings).

A typical lead-off ditch has a minimum depth of 1 foot below and a berm of 6 inches above natural ground level. The berm shall be on the down-slope side of the lead-off ditch.

Cross Section of a Typical Lead-off Ditch



All lead-off ditches shall be graded to drain water with a 1 percent minimum to 3 percent maximum ditch slope. The spacing interval are variable for lead-off ditches and shall be determined according to the formula for spacing intervals of lead-off ditches, but may be amended depending upon existing soil types and centerline road slope (in %);

Formula for Spacing Interval of Lead-off Ditches

Example - On a 4% road slope that is 400 feet long, the water flow shall drain water into a lead-off ditch. Spacing interval shall be determined by the following formula:

$$400 \text{ foot road with } 4\% \text{ road slope: } \frac{400'}{4\%} + 100' = 200' \text{ lead-off ditch interval}$$

Cattle guards

An appropriately sized cattle guard sufficient to carry out the project shall be installed and maintained at fence/road crossings. Any existing cattle guards on the access road route shall be repaired or replaced if they are damaged or have deteriorated beyond practical use. The operator shall be responsible for the condition of the existing cattle guards that are in place and are utilized during lease operations.

Fence Requirement

Where entry is granted across a fence line, the fence shall be braced and tied off on both sides of the passageway prior to cutting. The operator shall notify the private surface landowner or the grazing allotment holder prior to crossing any fences.

Public Access

Public access on this road shall not be restricted by the operator without specific written approval granted by the Authorized Officer.

Construction Steps

1. Salvage topsoil
2. Construct road

3. Redistribute topsoil
4. Revegetate slopes

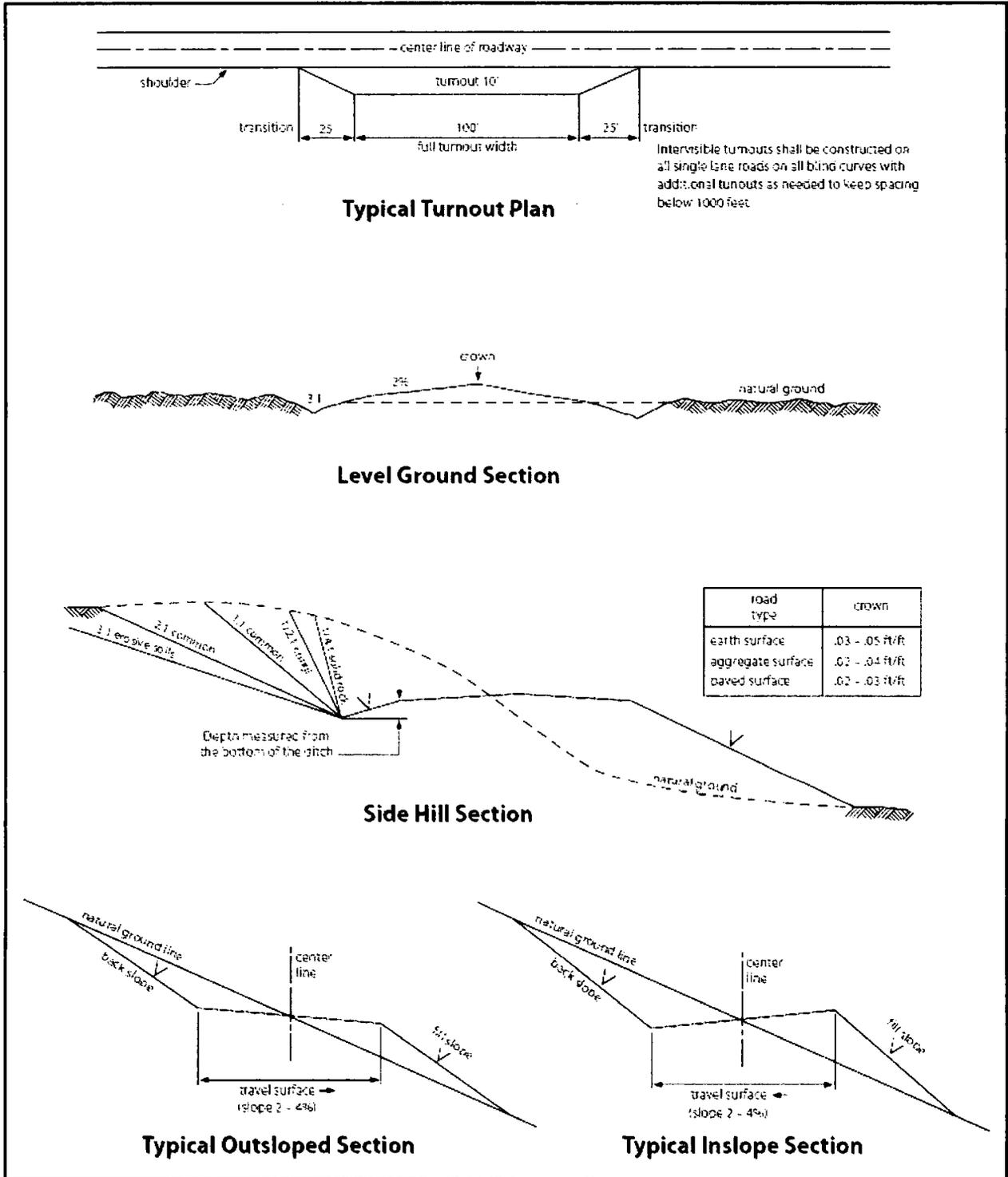


Figure 1. Cross-sections and plans for typical road sections representative of BLM resource or FS local and higher-class roads.

VII. PRODUCTION (POST DRILLING)

A. WELL STRUCTURES & FACILITIES

Placement of Production Facilities

Production facilities should be placed on the well pad to allow for maximum interim recontouring and revegetation of the well location.

Exclosure Netting (Open-top Tanks)

Immediately following active drilling or completion operations, the operator will take actions necessary to prevent wildlife and livestock access, including avian wildlife, to all open-topped tanks that contain or have the potential to contain salinity sufficient to cause harm to wildlife or livestock, hydrocarbons, or Resource Conservation and Recovery Act of 1976-exempt hazardous substances. At a minimum, the operator will net, screen, or cover open-topped tanks to exclude wildlife and livestock and prevent mortality. If the operator uses netting, the operator will cover and secure the open portion of the tank to prevent wildlife entry. The operator will net, screen, or cover the tanks until the operator removes the tanks from the location or the tanks no longer contain substances that could be harmful to wildlife or livestock. Use a maximum netting mesh size of 1 ½ inches. The netting must not be in contact with fluids and must not have holes or gaps.

Chemical and Fuel Secondary Containment and Exclosure Screening

The operator will prevent all hazardous, poisonous, flammable, and toxic substances from coming into contact with soil and water. At a minimum, the operator will install and maintain an impervious secondary containment system for any tank or barrel containing hazardous, poisonous, flammable, or toxic substances sufficient to contain the contents of the tank or barrel and any drips, leaks, and anticipated precipitation. The operator will dispose of fluids within the containment system that do not meet applicable state or U. S. Environmental Protection Agency livestock water standards in accordance with state law; the operator must not drain the fluids to the soil or ground. The operator will design, construct, and maintain all secondary containment systems to prevent wildlife and livestock exposure to harmful substances. At a minimum, the operator will install effective wildlife and livestock exclosure systems such as fencing, netting, expanded metal mesh, lids, and grate covers. Use a maximum netting mesh size of 1 ½ inches.

Open-Vent Exhaust Stack Exclosures

The operator will construct, modify, equip, and maintain all open-vent exhaust stacks on production equipment to prevent birds and bats from entering, and to discourage perching, roosting, and nesting. (*Recommended exclosure structures on open-vent exhaust stacks are in the shape of a cone.*) Production equipment includes, but may not be limited to, tanks, heater-treaters, separators, dehydrators, flare stacks, in-line units, and compressor mufflers.

Containment Structures

Proposed production facilities such as storage tanks and other vessels will have a secondary containment structure that is constructed to hold the capacity of 1.5 times the largest tank, plus freeboard to account for precipitation, unless more stringent protective requirements are deemed necessary.

Painting Requirement

All above-ground structures including meter housing that are not subject to safety requirements shall be painted a flat non-reflective paint color, **Shale Green** from the BLM Standard Environmental Color Chart (CC-001: June 2008).

B. PIPELINES

BURIED PIPELINE STIPULATIONS

A copy of the application (Grant, APD, or Sundry Notice) and attachments, including conditions of approval, survey plat and/or map, will be on location during construction. BLM personnel may request to you a copy of your permit during construction to ensure compliance with all stipulations.

Holder agrees to comply with the following stipulations to the satisfaction of the Authorized Officer:

1. The Holder shall indemnify the United States against any liability for damage to life or property arising from the occupancy or use of public lands under this grant.
2. The Holder shall comply with all applicable Federal laws and regulations existing or hereafter enacted or promulgated. In any event, the holder shall comply with the Toxic Substances Control Act of 1976 as amended, 15 USC 2601 *et seq.* (1982) with regards to any toxic substances that are used, generated by or stored on the right-of-way or on facilities authorized under this right-of-way grant. (See 40 CFR Part 702-799 and especially, provisions on polychlorinated biphenyls, 40 CFR 761.1-761.193.) Additionally, any release of toxic substances (leaks, spills, etc.) in excess of the reportable quantity established by 40 CFR Part 117 shall be reported as required by the Comprehensive Environmental Response, Compensation, and Liability Act, section 102b. A copy of any report required or requested by any Federal agency or State government as a result of a reportable release or spill of any toxic substances shall be furnished to the authorized officer concurrent with the filing of the reports to the involved Federal agency or State government.
3. The holder agrees to indemnify the United States against any liability arising from the release of any hazardous substance or hazardous waste (as these terms are defined in the Comprehensive Environmental Response, Compensation and Liability Act of 1980, 42 U.S.C. 9601, *et seq.* or the Resource Conservation and Recovery Act, 42 U.S.C.6901, *et seq.*) on the Right-of-Way (unless the release or threatened release is wholly unrelated to the Right-of-Way holder's activity on the Right-of-Way), or resulting from the activity of the Right-of-Way holder on the Right-of-Way. This agreement applies without regard to whether a release is caused by the holder, its agent, or unrelated third parties.
4. If, during any phase of the construction, operation, maintenance, or termination of the pipeline, any oil or other pollutant should be discharged from the pipeline system, impacting Federal lands, the control and total removal, disposal, and cleaning up of such oil or other pollutant, wherever found, shall be the responsibility of holder, regardless of fault. Upon failure of holder to control, dispose of, or clean up such discharge on or affecting Federal lands, or to

repair all damages resulting therefrom, on the Federal lands, the Authorized Officer may take such measures as he deems necessary to control and clean up the discharge and restore the area, including where appropriate, the aquatic environment and fish and wildlife habitats, at the full expense of the holder. Such action by the Authorized Officer shall not relieve holder of any responsibility as provided herein.

5. All construction and maintenance activity will be confined to the authorized right-of-way.

6. The pipeline will be buried with a minimum cover of 36 inches between the top of the pipe and ground level.

7. The maximum allowable disturbance for construction in this right-of-way will be 30 feet:

- Blading of vegetation within the right-of-way will be allowed: maximum width of blading operations will not exceed 20 feet. The trench is included in this area. (*Blading is defined as the complete removal of brush and ground vegetation.*)
- Clearing of brush species within the right-of-way will be allowed: maximum width of clearing operations will not exceed 30 feet. The trench and bladed area are included in this area. (*Clearing is defined as the removal of brush while leaving ground vegetation (grasses, weeds, etc.) intact. Clearing is best accomplished by holding the blade 4 to 6 inches above the ground surface.*)
- The remaining area of the right-of-way (if any) shall only be disturbed by compressing the vegetation. (*Compressing can be caused by vehicle tires, placement of equipment, etc.*)

8. The holder shall stockpile an adequate amount of topsoil where blading is allowed. The topsoil to be stripped is approximately 6 inches in depth. The topsoil will be segregated from other spoil piles from trench construction. The topsoil will be evenly distributed over the bladed area for the preparation of seeding.

9. The holder shall minimize disturbance to existing fences and other improvements on public lands. The holder is required to promptly repair improvements to at least their former state. Functional use of these improvements will be maintained at all times. The holder will contact the owner of any improvements prior to disturbing them. When necessary to pass through a fence line, the fence shall be braced on both sides of the passageway prior to cutting of the fence. No permanent gates will be allowed unless approved by the Authorized Officer.

10. Vegetation, soil, and rocks left as a result of construction or maintenance activity will be randomly scattered on this right-of-way and will not be left in rows, piles, or berms, unless otherwise approved by the Authorized Officer. The entire right-of-way shall be recontoured to match the surrounding landscape. The backfilled soil shall be compacted and a 6 inch berm will be left over the ditch line to allow for settling back to grade.

11. In those areas where erosion control structures are required to stabilize soil conditions, the holder will install such structures as are suitable for the specific soil conditions being encountered and which are in accordance with sound resource management practices.

12. The holder will reseed all disturbed areas. Seeding will be done according to the attached seeding requirements, using the following seed mix.

- seed mixture 1 seed mixture 3
 seed mixture 2 seed mixture 4
 seed mixture 2/LPC Aplomado Falcon Mixture

13. All above-ground structures not subject to safety requirements shall be painted by the holder to blend with the natural color of the landscape. The paint used shall be color which simulates "Standard Environmental Colors" – **Shale Green**, Munsell Soil Color No. 5Y 4/2.

14. The pipeline will be identified by signs at the point of origin and completion of the right-of-way and at all road crossings. At a minimum, signs will state the holder's name, BLM serial number, and the product being transported. All signs and information thereon will be posted in a permanent, conspicuous manner, and will be maintained in a legible condition for the life of the pipeline.

15. The holder shall not use the pipeline route as a road for purposes other than routine maintenance as determined necessary by the Authorized Officer in consultation with the holder before maintenance begins. The holder will take whatever steps are necessary to ensure that the pipeline route is not used as a roadway. As determined necessary during the life of the pipeline, the Authorized Officer may ask the holder to construct temporary deterrence structures.

16. Any cultural and/or paleontological resources (historic or prehistoric site or object) discovered by the holder, or any person working on his behalf, on public or Federal land shall be immediately reported to the Authorized Officer. Holder shall suspend all operations in the immediate area of such discovery until written authorization to proceed is issued by the Authorized Officer. An evaluation of the discovery will be made by the Authorized Officer to determine appropriate actions to prevent the loss of significant cultural or scientific values. The holder will be responsible for the cost of evaluation and any decision as to proper mitigation measures will be made by the Authorized Officer after consulting with the holder.

17. The operator shall be held responsible if noxious weeds become established within the areas of operations. Weed control shall be required on the disturbed land where noxious weeds exist, which includes associated roads, pipeline corridor and adjacent land affected by the establishment of weeds due to this action. The operator shall consult with the Authorized Officer for acceptable weed control methods, which include following EPA and BLM requirements and policies.

18. Escape Ramps - The operator will construct and maintain pipeline/utility trenches [that are not otherwise fenced, screened, or netted] to prevent livestock, wildlife, and humans from becoming entrapped. At a minimum, the operator will construct and maintain escape ramps, ladders, or other methods of avian and terrestrial wildlife escape in the trenches according to the following criteria:

- a. Any trench left open for eight (8) hours or less is not required to have escape ramps; however, before the trench is backfilled, the contractor/operator shall inspect the trench for wildlife, remove all trapped wildlife, and release them at least 100 yards from the trench.
- b. For trenches left open for eight (8) hours or more, earthen escape ramps (built at no more than a 30 degree slope and spaced no more than 500 feet apart) shall be placed in the trench.

19. Special Stipulations:

Karst:

- The BLM, Carlsbad Field Office, will be informed immediately if any subsurface drainage channels, passages, or voids are intersected by trenching, and no pipe will be laid in the trench at that point until clearance has been issued by the Authorized Officer.
- If a void is encountered alignments may be rerouted to avoid the karst feature and lessen; the potential of subsidence or collapse of karst features, buildup of toxic or combustible gas, or other possible impacts to cave and karst resources from the buried pipeline.
- Special restoration stipulations or realignment may be required at such intersections, if any.
- A leak detection plan **will be submitted to the BLM Carlsbad Field Office for approval** prior to pipeline installation. The method could incorporate gauges to detect pressure drops, siting valves and lines so they can be visually inspected periodically or installing electronic sensors to alarm when a leak is present. The leak detection plan will incorporate an automatic shut off system that will be installed for proposed pipelines to minimize the effects of an undesirable event.
- Regular monitoring is required to quickly identify leaks for their immediate and proper treatment.
- All spills or leaks will be reported to the BLM immediately for their immediate and proper treatment.

VIII. INTERIM RECLAMATION

During the life of the development, all disturbed areas not needed for active support of production operations should undergo interim reclamation in order to minimize the environmental impacts of development on other resources and uses.

Within six (6) months of well completion, operators should work with BLM surface management specialists (Jim Amos: 575-234-5909) to devise the best strategies to reduce the size of the location. Interim reclamation should allow for remedial well operations, as well as safe and efficient removal of oil and gas.

During reclamation, the removal of caliche is important to increasing the success of revegetating the site. Removed caliche that is free of contaminants may be used for road repairs, fire walls or for building other roads and locations. In order to operate the well or complete workover operations, it may be necessary to drive, park and operate on restored interim vegetation within the previously disturbed area. Disturbing revegetated areas for production or workover operations will be allowed. If there is significant disturbance and loss of vegetation, the area will need to be revegetated. Communicate with the appropriate BLM office for any exceptions/exemptions if needed.

All disturbed areas after they have been satisfactorily prepared need to be reseeded with the seed mixture provided below.

Upon completion of interim reclamation, the operator shall submit a Sundry Notices and Reports on Wells, Subsequent Report of Reclamation (Form 3160-5).

IX. FINAL ABANDONMENT & RECLAMATION

At final abandonment, well locations, production facilities, and access roads must undergo "final" reclamation so that the character and productivity of the land are restored.

Earthwork for final reclamation must be completed within six (6) months of well plugging. All pads, pits, facility locations and roads must be reclaimed to a satisfactory revegetated, safe, and stable condition, unless an agreement is made with the landowner or BLM to keep the road and/or pad intact.

After all disturbed areas have been satisfactorily prepared, these areas need to be revegetated with the seed mixture provided below. Seeding should be accomplished by drilling on the contour whenever practical or by other approved methods. Seeding may need to be repeated until revegetation is successful, as determined by the BLM.

Operators shall contact a BLM surface protection specialist prior to surface abandonment operations for site specific objectives (Jim Amos: 575-234-5909).

Seed Mixture 2, for Sandy Sites

The holder shall seed all disturbed areas with the seed mixture listed below. The seed mixture shall be planted in the amounts specified in pounds of pure live seed (PLS)* per acre. There shall be no primary or secondary noxious weeds in the seed mixture. Seed will be tested and the viability testing of seed will be done in accordance with State law (s) and within nine (9) months prior to purchase. Commercial seed will be either certified or registered seed. The seed container will be tagged in accordance with State law(s) and available for inspection by the authorized officer.

Seed will be planted using a drill equipped with a depth regulator to ensure proper depth of planting where drilling is possible. The seed mixture will be evenly and uniformly planted over the disturbed area (smaller/heavier seeds have a tendency to drop the bottom of the drill and are planted first). The holder shall take appropriate measures to ensure this does not occur. Where drilling is not possible, seed will be broadcast and the area shall be raked or chained to cover the seed. When broadcasting the seed, the pounds per acre are to be doubled. The seeding will be repeated until a satisfactory stand is established as determined by the authorized officer. Evaluation of growth will not be made before completion of at least one full growing season after seeding.

Species to be planted in pounds of pure live seed* per acre:

| Species | lb/acre |
|---|---------|
| Sand dropseed (<i>Sporobolus cryptandrus</i>) | 1.0 |
| Sand love grass (<i>Eragrostis trichodes</i>) | 1.0 |
| Plains bristlegrass (<i>Setaria macrostachya</i>) | 2.0 |

*Pounds of pure live seed:

Pounds of seed x percent purity x percent germination = pounds pure live seed



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



I hereby certify that I, or someone under my direct supervision, have inspected the drill site and access route proposed herein; that I am familiar with the conditions which currently exist; that I have full knowledge of state and Federal laws applicable to this operation; that the statements made in this APD package are, to the best of my knowledge, true and correct; and that the work associated with the operations proposed herein will be performed in conformity with this APD package and the terms and conditions under which it is approved. I also certify that I, or the company I represent, am responsible for the operations conducted under this application. These statements are subject to the provisions of 18 U.S.C. 1001 for the filing of false statements.

NAME: Jeremy Lee

Signed on: 09/27/2018

Title: Regulatory Coordinator

Street Address: PO Box 2197

City: Houston

State: TX

Zip: 77252

Phone: (832)486-2510

Email address: Jeremy.L.Lee@cop.com

Representative Name:

Street Address:

City:

State:

Zip:

Phone:

Email address:

APD ID: 10400018490**Submission Date:** 09/21/2017**Operator Name:** CONOCOPHILLIPS COMPANY**Well Name:** ZIA HILLS 20 FEDERAL COM**Well Number:** 104H[Show Final Text](#)**Well Type:** OIL WELL**Well Work Type:** Drill**APD ID:** 10400018490**Tie to previous NOS?****Submission Date:** 09/21/2017**BLM Office:** CARLSBAD**User:** Jeremy Lee**Title:** Regulatory Coordinator**Federal/Indian APD:** FED**Is the first lease penetrated for production Federal or Indian?** FED**Lease number:** NMLC0068281B**Lease Acres:** 1841.48**Surface access agreement in place?****Allotted?****Reservation:****Agreement in place?** NO**Federal or Indian agreement:****Agreement number:****Agreement name:****Keep application confidential?** NO**Permitting Agent?** NO**APD Operator:** CONOCOPHILLIPS COMPANY**Operator letter of designation:****Operator Organization Name:** CONOCOPHILLIPS COMPANY**Operator Address:** PO Box 2197**Zip:** 77252**Operator PO Box:****Operator City:** Houston**State:** TX**Operator Phone:** (281)293-1748**Operator Internet Address:****Well in Master Development Plan?** NO**Mater Development Plan name:****Well in Master SUPO?** NO**Master SUPO name:****Well in Master Drilling Plan?** NO**Master Drilling Plan name:****Well Name:** ZIA HILLS 20 FEDERAL COM**Well Number:** 104H**Well API Number:****Field/Pool or Exploratory?** Field and Pool**Field Name:** WOLFCAMP**Pool Name:** WOLFCAMP**Is the proposed well in an area containing other mineral resources?** NONE

Operator Name: CONOCOPHILLIPS COMPANY

Well Name: ZIA HILLS 20 FEDERAL COM

Well Number: 104H

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: ZIA **Number: 1**
HILLS 20 FEDERAL PAD

Well Class: HORIZONTAL

Number of Legs: 1

Well Work Type: Drill

Well Type: OIL WELL

Describe Well Type:

Well sub-Type: INFILL

Describe sub-type:

Distance to town: 44.1 Miles

Distance to nearest well: 33 FT

Distance to lease line: 2001 FT

Reservoir well spacing assigned acres Measurement: 0 Acres

Well plat: Revised_Zia_Hills_20_104H_C_102_20180927114130.pdf

Well work start Date: 08/20/2019

Duration: 90 DAYS

Survey Type: RECTANGULAR

Describe Survey Type:

Datum: NAD83

Vertical Datum: NAVD88

Survey number:

| | NS-Foot | NS Indicator | EW-Foot | EW Indicator | Twsp | Range | Section | Aliquot/Lot/Tract | Latitude | Longitude | County | State | Meridian | Lease Type | Lease Number | Elevation | MD | TVD |
|------------|----------|--------------|----------|--------------|------|-------|---------|-------------------|---------------|----------------------|--------|-------------------|-------------------|------------|----------------------|---------------|-----------|-----------|
| SHL Leg #1 | 263 7 | FNL | 200 1 | FEL | 26S | 32E | 20 | Aliquot SWNE | 32.02829 4 | - 103.6950 47 | LEA | NEW MEXI CO | NEW MEXI CO | F | NMLCO 068281 B | 315 2 | 0 | 0 |
| KOP Leg #1 | 262 7 | FSL | 173 5 | FEL | 26S | 32E | 20 | Aliquot SENE | 32.02826 5 | - 103.6942 055 | LEA | NEW MEXI CO | NEW MEXI CO | F | NMLCO 068281 B | - 797 6 | 111 39 | 111 28 |
| PPP Leg #1 | 257 5 | FNL | 165 0 | FEL | 26S | 32E | 20 | Aliquot SWNE | 32.02846 4 | - 103.6939 15 | LEA | NEW MEXI CO | NEW MEXI CO | F | NMLCO 068281 B | - 863 6 | 119 00 | 117 88 |

APD ID: 10400018490

Submission Date: 09/21/2017

Highlighted data reflects the most recent changes.

Operator Name: CONOCOPHILLIPS COMPANY

Well Name: ZIA HILLS 20 FEDERAL COM

Well Number: 104H

[Show Final Text](#)

Well Type: OIL WELL

Well Work Type: Drill

| Formation ID | Formation Name | Elevation | True Vertical Depth | Measured Depth | Lithologies | Mineral Resources | Producing Formation |
|--------------|-----------------|-----------|---------------------|----------------|-----------------------------|-------------------|---------------------|
| 1 | QUATERNARY | 3152 | 0 | 0 | | NONE | No |
| 2 | RUSTLER | 2159 | 993 | 993 | DOLOMITE, ANHYDRITE | NONE | No |
| 3 | SALADO | 1599 | 1553 | 1553 | SALT | NONE | No |
| 4 | CASTILE | 999 | 2153 | 2153 | SALT | NONE | No |
| 5 | DELAWARE | -1181 | 4333 | 4333 | | NATURAL GAS, OIL | No |
| 6 | CHERRY CANYON | -2101 | 5253 | 5253 | SANDSTONE | NATURAL GAS, OIL | No |
| 7 | BRUSHY CANYON | -3681 | 6833 | 6833 | | NATURAL GAS, OIL | No |
| 8 | BONE SPRING | -5001 | 8153 | 8153 | SANDSTONE | NATURAL GAS, OIL | No |
| 9 | BONE SPRING 1ST | -6182 | 9334 | 9334 | SANDSTONE | NATURAL GAS, OIL | No |
| 10 | BONE SPRING 2ND | -6827 | 9979 | 9979 | SANDSTONE | NATURAL GAS, OIL | No |
| 11 | BONE SPRING 3RD | -7301 | 10453 | 10453 | LIMESTONE | NATURAL GAS, OIL | No |
| 12 | WOLFCAMP | -8361 | 11513 | 11513 | LIMESTONE, SHALE, SANDSTONE | NATURAL GAS, OIL | Yes |

Pressure Rating (PSI): 10M

Rating Depth: 11128

Equipment: Rotating Head, Annular Preventer, Pipe/Blind Rams, Kill Lines, Choke Lines, Adapter Spool

Requesting Variance? YES

Variance request: A variance to use flexible choke line(s) from the BOP to Choke Manifold. Testing certificate is attached in Flexibles Variance data document. A variance to use a full bowl wellhead system. Please see attached in section 3 of drilling plan. A variance is requested to use a 5M annular and test the annular to 100% of its working pressure. This variance is requested in conjunction with the attached well control plan.

Testing Procedure: BOP/BOPE will be isolated from the casing and tested by an independent service company to 250 psi

Operator Name: CONOCOPHILLIPS COMPANY

Well Name: ZIA HILLS 20 FEDERAL COM

Well Number: 104H

low and the high pressure indicated above per Onshore Order 2 requirements. BOPE controls will be installed prior to drilling under the surface casing and will be used until the completion of drilling operations. The intermediate interval and the production interval will be tested per 10M working system requirements. See attached "Drill Plan" document.

Choke Diagram Attachment:

Zia_Hills_20_Fed_Com_104H_Choke_20190203184022.pdf

BOP Diagram Attachment:

Zia_Hills_20_Fed_Com_104H_BOPE_20190203184033.pdf

| 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 | 1684 | 0 | 1684 | | | 1684 | J-55 | 54.5 | OTHER - BTC | 2.6 | 3.62 | DRY | 8.41 | DRY | 8.41 |
| 2 | INTERMEDIATE | 12.25 | 9.625 | NEW | API | N | 0 | 12290 | 0 | 11865 | | | 12290 | P-110 | 47 | OTHER - BTC | 2.11 | 1.41 | DRY | 1.11 | DRY | 1.11 |
| 3 | PRODUCTION | 8.5 | 5.5 | NEW | API | N | 0 | 19517 | 0 | 11865 | | | 19517 | P-110 | 23 | OTHER - TXP | 1.33 | 1.52 | DRY | 2.35 | DRY | 2.35 |

Casing Attachments

Casing ID: 1 **String Type:** SURFACE

Inspection Document:

Spec Document:

Tapered String Spec:

Casing Design Assumptions and Worksheet(s):

Zia_Hills_20_Fed_Com_104H_Csg_Design_20190203184133.pdf

Operator Name: CONOCOPHILLIPS COMPANY

Well Name: ZIA HILLS 20 FEDERAL COM

Well Number: 104H

Casing Attachments

Casing ID: 2 String Type: INTERMEDIATE

Inspection Document:

Spec Document:

Tapered String Spec:

Casing Design Assumptions and Worksheet(s):

Zia_Hills_20_Fed_Com_104H_Csg_Design_20190203184527.pdf

Casing ID: 3 String Type: PRODUCTION

Inspection Document:

Spec Document:

Tapered String Spec:

Casing Design Assumptions and Worksheet(s):

Zia_Hills_20_Pad_1__Production_csg_specification_20170918100643.pdf

Zia_Hills_20_Fed_Com_104H_Csg_Design_20190203184639.pdf

| String Type | Lead/Tail | Stage Tool Depth | Top MD | Bottom MD | Quantity(sx) | Yield | Density | Cu Ft | Excess% | Cement type | Additives |
|--------------|-----------|------------------|--------|-----------|--------------|-------|---------|-------|---------|-----------------------------|---|
| SURFACE | Lead | | 1234 | 1034 | 600 | 1.73 | 12.3 | 2676 | 200 | Control Set C cements | +1.0% CaO ₂ +1.0% SiO ₂ + 1.0% OPC-50 + 1/2 % Disk Polymide + 1/2 ppm FiberBlock |
| SURFACE | Tail | | 1234 | 1034 | 600 | 1.53 | 14.2 | 860 | 200 | OP-1A Type III + cements | + 0.5% CaO ₂ + 1/2 % Disk Polymide + 1/2 ppm FiberBlock |
| INTERMEDIATE | Lead | | 0 | 2234 | 2410 | 1.73 | 11 | 2692 | 200 | Thermal 35 + cements | +0.7% NaOH + 0.9% CTR +0.7% OEL-4 +0.4% CTR +0.2% SFC-114 |

Operator Name: CONOCOPHILLIPS COMPANY

Well Name: ZIA HILLS 20 FEDERAL COM

Well Number: 104H

| String Type | Lead/Tail | Stage Tool Depth | Top MD | Bottom MD | Quantity(sx) | Yield | Density | Cu Ft | Excess% | Cement type | Additives |
|-------------|-----------|------------------|--------|-----------|--------------|-------|---------|-------|---------|-------------|--|
| | | | | | | | | | | | 0.4% CFL-4P + 1/2 lb/sk Polyfak + 1/2 ppb FiberBlock |

| | | | | | | | | | | | |
|--------------|------|------|-----------|-----------|------|------|------|------|----|-------------------------------|--|
| INTERMEDIATE | Lead | 5224 | 1184 | 1663 8 | 1060 | 2.7 | 11 | 2951 | 70 | WB. + adds | + 0.5% CFL-4 + 0.6% LTR + 0.2% SFC-II + 0.4% CFL-4P + 1/2 lb/sk Polyfak + 1/2 ppb FiberBlock |
| INTERMEDIATE | Tail | | 1663 9 | 1220 0 | 450 | 1.50 | 13.2 | 709 | 30 | Thermal 35 + adds | + 10% NaCl + 0.5% CER + 0.7% CFL-4 + 0.4% LTR + 0.2% SFC- II + 0.4% CFL-4P + 1/2 lb/sk Polyfak + 1/2 ppb FiberBlock |
| PRODUCTION | Lead | | 0 | 1354 1 | 0 | 0 | 0 | 0 | 0 | NO LEAD | NO LEAD |
| PRODUCTION | Tail | | 1013 9 | 1251 7 | 1977 | 1.19 | 15.6 | 2352 | 30 | 1410 Pozilatac G + adds | + 20% Silica Fume + 2% Silica Fume + 2% FWCA-H (FWO-2) + 0.3% LTR + 0.5% CER-4 MICR-4 + 1% TAE-1 1SEA-1 + 1% CFL-4 + 0.2% CER-5 + 0.6% ASM-GMS-3P |

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. See attached "Drill Plan" for additional information.

Describe the mud monitoring system utilized: Closed-loop mud system using steel mud containers will be on location. Mud monitoring of any changes in levels (gains or losses) will use Pressure Volume Temperature, Pason, Visual Observations. See attached "Drill Plan" for additional information.

Operator Name: CONOCOPHILLIPS COMPANY

Well Name: ZIA HILLS 20 FEDERAL COM

Well Number: 104H

| 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 |
|-----------|--------------|------------------------|----------------------|----------------------|---------------------|-----------------------------|----|----------------|----------------|-----------------|----------------------------|
| 0 | 1124 | OTHER : FRESH WATER | 8.34 | 8.6 | | | | | | | |
| 0 | 1229 0 | OIL-BASED MUD | 8.6 | 9.2 | | | | | | | |
| 0 | 1951 7 | OIL-BASED MUD | 9.5 | 13.5 | | | | | | | |

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

Production tests will be conducted multiple times per week, through a test separator, during first months following completion. Thereafter, tests will be less frequently. See attached "Drill Plan" for additional information.

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

GR

Coring operation description for the well:

No coring operation is planned, at this time.

Anticipated Bottom Hole Pressure: 8306

Anticipated Surface Pressure: 5695.7

Anticipated Bottom Hole Temperature(F): 285

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:

ZIA_HILLS_20_PAD_1_H2S_C_Plan_08-04-2017.pdf

Zia_Hills_20_Pad_1_Rig_Layout_20180924103602.pdf

Operator Name: CONOCOPHILLIPS COMPANY

Well Name: ZIA HILLS 20 FEDERAL COM

Well Number: 104H

Proposed horizontal/directional/multi-lateral plan submission:

Wellplan_Report_Zia_Hills_20_Federal_Com_104H_Design_A_20180927114206.pdf

Zia_Hills_20_Fed_Com_104H_Wellbore_Schematic_20190203184737.pdf

Other proposed operations facets description:

Other proposed operations facets attachment:

Zia_Hills_20_Pad_1_Drill_Waste_Containment_08-04-2017.pdf

Zia_Hills_20_Pad_1_Gas_Capture_Plan_08-04-2017.pdf

ZIA_HILLS_20_Fed_Com_104H_Drilling_Plan_revised_2_1_19_20190203184751.pdf

Other Variance attachment:

Zia_Hills_20_Pad_1_Flexhose_Variance_08-04-2017.pdf

Zia_Hills_20_Pad_1_Generic_WH_08-04-2017.pdf

Zia_Hills_20_Pad_1_Running_Procedure_2_20170918101131.pdf

Wild_Well_Control_Plan_20190203184804.pdf

BOPE Configuration & Specifications
13-5/8" x 10,000 psi System

Rotating Head (w/ fill up line)
 13-5/8" x 10k psi

Annular Preventer
 13-5/8" x 5k psi

Pipe Ram
 13-5/8" x 10k psi

Blind Ram
 13-5/8" x 10k psi

Kill Line 2-1/16" x 10k Chicksan
 (2) 2-1/16" x 10k Gate Valves
 Outer Check Valve

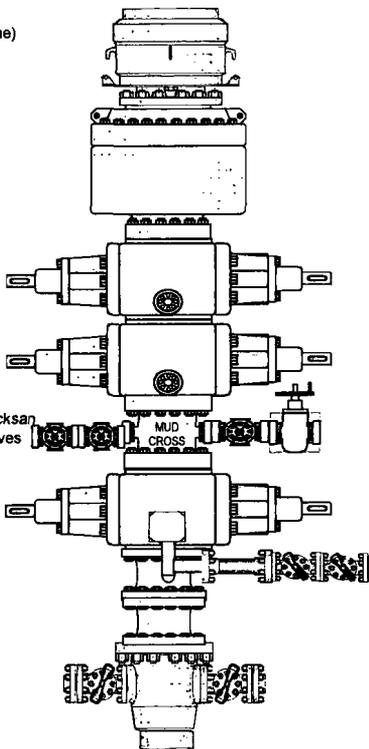
Pipe Ram
 13-5/8" x 10k psi

Spacer Spool
 13-5/8" x 10k psi

Casing Head
 13-5/8" x 10k psi

Choke Line 6" x 3" x 10k psi
 4-1/16" x 10k psi Inner Manual Valve
 4-1/16" x 10k psi Outer Remote HCR

2" x 5k psi Gate Valves
 Pressure Testing Lines



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Lea, Co, NM

2/3/2019

SURFACE CASING DESIGN INFORMATION

Setting Depth: 1,684' MD 1,684' TVD

PIPE BODY DIMENSIONAL / PERFORMANCE DATA:

| SIZE (Inches) | WEIGHT (LB/FT) | GRADE | CPLG TYPE | BORE ID (Inches) | DRIFT ID (Inches) | COLLAPSE (PSI) API / CoP | BURST (PSI) API / CoP | TENSION (1k LBS) API / CoP |
|---------------|----------------|-------|-----------|------------------|-------------------|--------------------------|-----------------------|----------------------------|
| 13.375 | 54.5 | J-55 | BTC | 12.612 | 12.459 | 1,130 / 960 | 2,730 / 2,320 | 909 / 772 |

Surface Casing Test Pressure = 1,500 psi
Pressure Test Prior to Drill Out

CONNECTION DIMENSIONAL / PERFORMANCE DATA:

| OD (Inches) | ID (Inches) | DRIFT (Inches) | CPLG TYPE | COLLAPSE (PSI) API / CoP | BURST (PSI) API / CoP | TENSION (1k LBS) API / CoP |
|-------------|-------------|----------------|-----------|--------------------------|-----------------------|----------------------------|
| 14.375 | 12.612 | 12.459 | BTC | 1,130 / 960 | 2,730 / 2,320 | 909 / 772 |

Minimum Design / Safety Factors COP
Burst Collapse Tension (Body & Connection)
1.15 1.05 1.40

Actual Design / Safety Factors
Burst Collapse Tension (Body) Dry Bouyed
3.62 2.60 8.41 9.68

INTERMEDIATE CASING DESIGN INFORMATION

Setting Depth: 12,290' MD 11,865' TVD

PIPE BODY DIMENSIONAL / PERFORMANCE DATA:

| SIZE (Inches) | WEIGHT (LB/FT) | GRADE | CPLG TYPE | BORE ID (Inches) | DRIFT ID (Inches) | COLLAPSE (PSI) API / CoP | BURST (PSI) API / CoP | TENSION (1k LBS) API / CoP |
|---------------|----------------|-------|-----------|------------------|-------------------|--------------------------|-----------------------|----------------------------|
| 9.625 | 47 | P-110 | BTC | 8.681 | 8.525 | 5,310 / 4,513 | 9,440 / 8,024 | 1,500 / 1,275 |

Production Casing Test Pressure = TBD

CONNECTION DIMENSIONAL / PERFORMANCE DATA:

| OD (Inches) | ID (Inches) | DRIFT (Inches) | CPLG TYPE | COLLAPSE (PSI) API / CoP | BURST (PSI) API / CoP | TENSION (1k LBS) API / CoP |
|-------------|-------------|----------------|-----------|--------------------------|-----------------------|----------------------------|
| 9.5 | 8.635 | 8.679 | BTC | 5,310 / 4,513 | 9,440 / 8,024 | 1,500 / 1,275 |

Minimum Design / Safety Factors
Burst Collapse Tension (Body & Connection)
1.15 1.05 1.40

Actual Design / Safety Factors
Burst Collapse Tension (Body) Dry Bouyed
1.41 2.11 1.11 1.29

PRODUCTION CASING DESIGN INFORMATION

Setting Depth: 19,517' MD 11,865' TVD

PIPE BODY DIMENSIONAL / PERFORMANCE DATA:

| SIZE (Inches) | WEIGHT (LB/FT) | GRADE | CPLG TYPE | BORE ID (Inches) | DRIFT ID (Inches) | COLLAPSE (PSI) API / CoP | BURST (PSI) API / CoP | TENSION (1k LBS) API / CoP |
|---------------|----------------|-------|-----------|------------------|-------------------|--------------------------|-----------------------|----------------------------|
| 5.5 | 23 | P-110 | TXP | 4.670 | 4.545 | 14,540 / 13,848 | 14,530 / 12,635 | 729 / 521 |

Production Casing Test Pressure = TBD

CONNECTION DIMENSIONAL / PERFORMANCE DATA:

| OD (Inches) | ID (Inches) | DRIFT (Inches) | CPLG TYPE | COLLAPSE (PSI) API / CoP | BURST (PSI) API / CoP | TENSION (1k LBS) API / CoP |
|-------------|-------------|----------------|-----------|--------------------------|-----------------------|----------------------------|
| 6.2 | 4.658 | 4.545 | TXP | 14,540 / 13,848 | 14,530 / 12,635 | 729 / 521 |

Minimum Design / Safety Factors
Burst Collapse Tension (Body & Connection)
1.15 1.05 1.40

Actual Design / Safety Factors
Burst Collapse Tension (Body) Dry Bouyed
1.52 1.33 2.35 2.96

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SURFACE CASING DESIGN INFORMATION

Setting Depth: 1,684' MD 1,684' TVD

PIPE BODY DIMENSIONAL / PERFORMANCE DATA:

| SIZE (Inches) | WEIGHT (LB/FT) | GRADE | CPLG TYPE | BORE ID (Inches) | DRIFT ID (Inches) | COLLAPSE (PSI) API / CoP | BURST (PSI) API / CoP | TENSION (1k LBS) API / CoP |
|---------------|----------------|-------|-----------|------------------|-------------------|--------------------------|-----------------------|----------------------------|
| 13.375 | 54.5 | J-55 | BTC | 12.612 | 12.459 | 1,130 / 960 | 2,730 / 2,320 | 909 / 772 |

Surface Casing Test Pressure = 1,500 psi
Pressure Test Prior to Drill Out

CONNECTION DIMENSIONAL / PERFORMANCE DATA:

| OD (Inches) | ID (Inches) | DRIFT (Inches) | CPLG TYPE | COLLAPSE (PSI) API / CoP | BURST (PSI) API / CoP | TENSION (1k LBS) API / CoP |
|-------------|-------------|----------------|-----------|--------------------------|-----------------------|----------------------------|
| 14.375 | 12.612 | 12.459 | BTC | 1,130 / 960 | 2,730 / 2,320 | 909 / 772 |

Minimum Design / Safety Factors COP
Burst Collapse Tension (Body & Connection)
1.15 1.05 1.40

Actual Design / Safety Factors
Burst Collapse Tension (Body)
3.62 2.60 8.41
9.68 Dry Bouyed

INTERMEDIATE CASING DESIGN INFORMATION

Setting Depth: 12,290' MD 11,865' TVD

PIPE BODY DIMENSIONAL / PERFORMANCE DATA:

| SIZE (Inches) | WEIGHT (LB/FT) | GRADE | CPLG TYPE | BORE ID (Inches) | DRIFT ID (Inches) | COLLAPSE (PSI) API / CoP | BURST (PSI) API / CoP | TENSION (1k LBS) API / CoP |
|---------------|----------------|-------|-----------|------------------|-------------------|--------------------------|-----------------------|----------------------------|
| 8.625 | 47 | P-110 | BTC | 8.681 | 8.525 | 5,310 / 4,513 | 9,440 / 8,024 | 1,500 / 1,275 |

Production Casing Test Pressure = TBD

CONNECTION DIMENSIONAL / PERFORMANCE DATA:

| OD (Inches) | ID (Inches) | DRIFT (Inches) | CPLG TYPE | COLLAPSE (PSI) API / CoP | BURST (PSI) API / CoP | TENSION (1k LBS) API / CoP |
|-------------|-------------|----------------|-----------|--------------------------|-----------------------|----------------------------|
| 9.5 | 8.635 | 8.679 | BTC | 5,310 / 4,513 | 9,440 / 8,024 | 1,500 / 1,275 |

Minimum Design / Safety Factors
Burst Collapse Tension (Body & Connection)
1.15 1.05 1.40

Actual Design / Safety Factors
Burst Collapse Tension (Body)
1.41 2.11 1.11
1.29 Dry Bouyed

PRODUCTION CASING DESIGN INFORMATION

Setting Depth: 19,517' MD 11,865' TVD

PIPE BODY DIMENSIONAL / PERFORMANCE DATA:

| SIZE (Inches) | WEIGHT (LB/FT) | GRADE | CPLG TYPE | BORE ID (Inches) | DRIFT ID (Inches) | COLLAPSE (PSI) API / CoP | BURST (PSI) API / CoP | TENSION (1k LBS) API / CoP |
|---------------|----------------|-------|-----------|------------------|-------------------|--------------------------|-----------------------|----------------------------|
| 5.5 | 23 | P-110 | TXP | 4.670 | 4.545 | 14,540 / 13,848 | 14,530 / 12,835 | 729 / 521 |

Production Casing Test Pressure = TBD

CONNECTION DIMENSIONAL / PERFORMANCE DATA:

| OD (Inches) | ID (Inches) | DRIFT (Inches) | CPLG TYPE | COLLAPSE (PSI) API / CoP | BURST (PSI) API / CoP | TENSION (1k LBS) API / CoP |
|-------------|-------------|----------------|-----------|--------------------------|-----------------------|----------------------------|
| 6.2 | 4.656 | 4.545 | TXP | 14,540 / 13,848 | 14,530 / 12,835 | 729 / 521 |

Minimum Design / Safety Factors
Burst Collapse Tension (Body & Connection)
1.15 1.05 1.40

Actual Design / Safety Factors
Burst Collapse Tension (Body)
1.52 1.33 2.35
2.96 Dry Bouyed

Production Casing Specification Sheet

For the latest performance data, always visit our website:

August 29 2016



Connection: TenarisXP® BTC
Casing/Tubing: CAS
Coupling Option: REGULAR

Size: 5.500 in.
Wall: 0.361 in.
Weight: 20.00 lbs/ft
Grade: P110
Min. Wall Thickness: 87.5 %

| | PIPE BODY DATA | | | | | |
|--|--------------------------------|---------------------------------|----------------|---|-------------------------|------------|
| | GEOMETRY | | | | | |
| | Nominal OD | 5.500 in. | Nominal Weight | 20.00 lbs/ft | Standard Drift Diameter | 4.653 in. |
| | Nominal ID | 4.778 in. | Wall Thickness | 0.361 in. | Special Drift Diameter | N/A |
| | Plain End Weight | 19.83 lbs/ft | | | | |
| | PERFORMANCE | | | | | |
| | Body Yield Strength | 641 x 1000 lbs | Internal Yield | 12630 psi | SMYS | 110000 psi |
| | Collapse | 11100 psi | | | | |
| | TENARISXP® BTC CONNECTION DATA | | | | | |
| | GEOMETRY | | | | | |
| Connection OD | 6.100 in. | Coupling Length | 9.450 in. | Connection ID | 4.766 in. | |
| Critical Section Area | 5.828 sq. in. | Threads per in. | 5.00 | Make-Up Loss | 4.204 in. | |
| PERFORMANCE | | | | | | |
| Tension Efficiency | 100 % | Joint Yield Strength | 641 x 1000 lbs | Internal Pressure Capacity ⁽¹⁾ | 12630 psi | |
| Structural Compression Efficiency | 100 % | Structural Compression Strength | 641 x 1000 lbs | Structural Bending ⁽¹⁾ | 92 °/100 ft | |
| External Pressure Capacity | 11100 psi | | | | | |
| ESTIMATED MAKE-UP TORQUES ⁽³⁾ | | | | | | |
| Minimum | 11270 ft-lbs | Optimum | 12520 ft-lbs | Maximum | 13770 ft-lbs | |
| OPERATIONAL LIMIT TORQUES | | | | | | |
| Operating Torque | 21500 ft-lbs | Yield Torque | 23900 ft-lbs | | | |

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2/3/2019

SURFACE CASING DESIGN INFORMATION

Setting Depth: 1,684' MD 1,684' TVD

PIPE BODY DIMENSIONAL / PERFORMANCE DATA:

| SIZE (Inches) | WEIGHT (LB/FT) | GRADE | CPLG TYPE | BORE ID (Inches) | DRIFT ID (Inches) | COLLAPSE (PSI) API / CoP | BURST (PSI) API / CoP | TENSION (1k LBS) API / CoP |
|---------------|----------------|-------|-----------|------------------|-------------------|--------------------------|-----------------------|----------------------------|
| 13.375 | 54.5 | J-55 | BTC | 12.612 | 12.459 | 1,130 / 960 | 2,730 / 2,320 | 909 / 772 |

Surface Casing Test Pressure = 1,500 psi
Pressure Test Prior to Drill Out

CONNECTION DIMENSIONAL / PERFORMANCE DATA:

| OD (Inches) | ID (Inches) | DRIFT (Inches) | CPLG TYPE | COLLAPSE (PSI) API / CoP | BURST (PSI) API / CoP | TENSION (1k LBS) API / CoP |
|-------------|-------------|----------------|-----------|--------------------------|-----------------------|----------------------------|
| 14.375 | 12.612 | 12.459 | BTC | 1,130 / 960 | 2,730 / 2,320 | 909 / 772 |

Minimum Design / Safety Factors COP
Burst Collapse Tension (Body & Connection)
1.15 1.05 1.40

Actual Design / Safety Factors
Burst Collapse Tension (Body)
3.62 2.60 8.41
9.68
Dry Bouyed

INTERMEDIATE CASING DESIGN INFORMATION

Setting Depth: 12,290' MD 11,865' TVD

PIPE BODY DIMENSIONAL / PERFORMANCE DATA:

| SIZE (Inches) | WEIGHT (LB/FT) | GRADE | CPLG TYPE | BORE ID (Inches) | DRIFT ID (Inches) | COLLAPSE (PSI) API / CoP | BURST (PSI) API / CoP | TENSION (1k LBS) API / CoP |
|---------------|----------------|-------|-----------|------------------|-------------------|--------------------------|-----------------------|----------------------------|
| 9.625 | 47 | P-110 | BTC | 8.681 | 8.525 | 5,310 / 4,513 | 9,440 / 8,024 | 1,500 / 1,275 |

Production Casing Test Pressure = TBD

CONNECTION DIMENSIONAL / PERFORMANCE DATA:

| OD (Inches) | ID (Inches) | DRIFT (Inches) | CPLG TYPE | COLLAPSE (PSI) API / CoP | BURST (PSI) API / CoP | TENSION (1k LBS) API / CoP |
|-------------|-------------|----------------|-----------|--------------------------|-----------------------|----------------------------|
| 9.5 | 8.635 | 8.679 | BTC | 5,310 / 4,513 | 9,440 / 8,024 | 1,500 / 1,275 |

Minimum Design / Safety Factors
Burst Collapse Tension (Body & Connection)
1.15 1.05 1.40

Actual Design / Safety Factors
Burst Collapse Tension (Body)
1.41 2.11 1.11
1.29
Dry Bouyed

PRODUCTION CASING DESIGN INFORMATION

Setting Depth: 19,517' MD 11,865' TVD

PIPE BODY DIMENSIONAL / PERFORMANCE DATA:

| SIZE (Inches) | WEIGHT (LB/FT) | GRADE | CPLG TYPE | BORE ID (Inches) | DRIFT ID (Inches) | COLLAPSE (PSI) API / CoP | BURST (PSI) API / CoP | TENSION (1k LBS) API / CoP |
|---------------|----------------|-------|-----------|------------------|-------------------|--------------------------|-----------------------|----------------------------|
| 5.5 | 23 | P-110 | TXP | 4.670 | 4.545 | 14,540 / 13,848 | 14,530 / 12,635 | 729 / 521 |

Production Casing Test Pressure = TBD

CONNECTION DIMENSIONAL / PERFORMANCE DATA:

| OD (Inches) | ID (Inches) | DRIFT (Inches) | CPLG TYPE | COLLAPSE (PSI) API / CoP | BURST (PSI) API / CoP | TENSION (1k LBS) API / CoP |
|-------------|-------------|----------------|-----------|--------------------------|-----------------------|----------------------------|
| 6.2 | 4.658 | 4.545 | TXP | 14,540 / 13,848 | 14,530 / 12,635 | 729 / 521 |

Minimum Design / Safety Factors
Burst Collapse Tension (Body & Connection)
1.15 1.05 1.40

Actual Design / Safety Factors
Burst Collapse Tension (Body)
1.52 1.33 2.35
2.96
Dry Bouyed



H₂S Contingency Plan
November 2016

H₂S Contingency Plan Holders:

Attached is an H₂S Contingency Plan for COPC Permian Drilling working in the West Texas and Southeastern New Mexico areas operated by ConocoPhillips Company.

If you have any question regarding this plan, please call Matt Oster (830) 583-1297, or Ryan Vacarella (985) 217-7594.

Table of Contents

Section

I. Purpose

II. Scope

III. Procedures

IV. Emergency Equipment and Maintenance

Emergency Equipment Suppliers

General Information

H2S Safety Equipment and Monitoring Systems

V. Emergency Call List

VI. Public/Media Relations

VII. Public Notification/Evacuation

VIII. Forms/Reports



**HYDROGEN SULFIDE (H₂S)
OPERATIONS**

Contingency Plan
For
Permian Drilling Operations

ConocoPhillips Company

Mid-Continent Business Unit Permian Asset Area

I. PURPOSE

The purpose of this Contingency Plan is to provide an organized plan of action for alerting and protecting the public following the release of a potentially hazardous volume of hydrogen sulfide. This plan prescribes mandatory safety procedures to be followed in the event of a release of H₂S into the atmosphere from exploration and production operations included in the scope of this plan. The extent of action taken will be determined by the supervisor and will depend on the severity and extent of H₂S release. Release of H₂S must be reported to the Drilling Superintendent and documented on the IADC and in Wellview.

II. SCOPE

This Contingency plan shall cover the West Texas and Southeastern New Mexico areas, which contain H₂S gas and could result in a release where the R.O.E. is greater than 100 ppm at 50' and less than 3000' and does not include a public area and 500 ppm R.O.E. does not include a public road. Radius of exposure is defined as the maximum distance from the source of release that a specified calculated average concentration of H₂S could exist under specific weather conditions.

III. PROCEDURES

First Employee on Scene

___ Assess the incident and ensure your own safety.

Note the following:

- ___ Location of the incident.
- ___ Nature of the incident.
- ___ Wind direction and weather conditions.
- ___ Other assistance that may be needed.

___ Call local supervisory personnel (refer to Section V: Emergency Call List) until personal contact is made with a person on the list.

___ Perform emergency assessment and response as needed. The response may include rescue and/or evacuation of personnel, shutting in a system and/or notification of nearby residents/public (refer to Section VII: Public Notification/Evacuation).

___ Secure the site.

___ Follow the direction of the On-scene Incident Commander (first ConocoPhillips supervisor arriving on-scene).

First Supervisor on Scene (ConocoPhillips On-scene Incident Commander)

___ Becomes ConocoPhillips' On-scene Incident Commander upon arrival to location.

___ Follow the principles of the **D.E.C.I.D.E.** process below to assess the incident. (Note wind direction and weather conditions and ensure everyone's safety).

- DETECT** the problem
- ESTIMATE** likely harm without intervention
- CHOOSE** response objectives
- IDENTIFY** action options
- DO** the best option
- EVALUATE** the progress

_____ Complete the Preliminary Emergency Information Sheet
(refer to Section VIII: Forms/Reports).

_____ Call your supervisor (refer to Section V: Emergency Call List).

_____ Perform emergency response as necessary. (This may include notification & evacuation of all personnel and/or nearby residents/public (refer to Section VII: Public Notification/Evacuation), requesting assistance from ConocoPhillips personnel or outside agencies (refer to Section V: Emergency Call List) and obtaining any safety equipment that may be required (refer to Section IV: Emergency Equipment and Maintenance).

_____ Notify appropriate local emergency response agencies of the incident as needed. Also notify the appropriate regulatory agencies. (refer to Section V: Emergency Call List).

_____ Ensure site security.

_____ Set barricades and /or warning signs at or beyond the calculated 100 ppm H₂S radius of exposure (ROE). All manned barricades must be equipped with an H₂S monitor and a 2-way radio.

_____ Set roadblocks and staging area as determined.

_____ Establish the Incident Command Structure by designating appropriate on-scene response personnel as follows:

| | |
|----------------------------|-------|
| Recording Secretary | _____ |
| Public Information Officer | _____ |
| Safety/Medical Officer | _____ |
| Decontamination Officer | _____ |

_____ Have the "Recording Secretary" begin documenting the incident on the "Incident Log" (refer to Section VIII: Forms/Reports).

_____ If needed, request radio silence on all channels that use your radio tower stating that, until further notice, the channels should be used for emergency communications only.

_____ Perform a Site Characterization and designate the following:

| | | |
|-----------|----|------------------------------------|
| Hot Zone | -- | Hazardous Area |
| Warm Zone | -- | Preparation & Decontamination Area |
| Cold Zone | -- | Safe Area |

AND

| | |
|--------------------------------|-------------|
| On-Scene Incident Command Post | (Cold Zone) |
| Public Relations Briefing Area | (Cold Zone) |
| Staging Area | (Cold Zone) |
| Triage Area | (Cold Zone) |
| Decontamination Area | (Warm Zone) |

___ Refer all media personnel to ConocoPhillips' On-Scene Public Information Officer (refer to Section VI: Public Media Relations).

___ Coordinate the attempt to stop the release of H₂S. You should consider closing upstream and downstream valves to shut-off gas supply sources, and/or plugging or clamping leaks. Igniting escaping gas to reduce the toxicity hazard should be used **ONLY AS A LAST RESORT**. (It must first be determined if the gas can be safely ignited, taking into consideration if there is a possibility of a widespread flammable atmosphere.)

___ Once the emergency is over, return the situation to normal by:

Confirming the absence of H₂S and combustible gas throughout the area,

Discontinuing the radio silence on all channels, stating that the emergency incident is over,

Removing all barricades and warning signs,

Allowing evacuees to return to the area, and

Advising all parties previously notified that the emergency has ended.

___ Ensure the proper regulatory authorities/agencies are notified of the incident (refer to Section V: Emergency Call List).

___ Clean up the site. (Be sure all contractor crews have had appropriate HAZWOPER training.)

___ Report completion of the cleanup to the Asset Environmentalist. (Environmentalist will report this to the proper State and/or Federal agencies.)

_____ Fill out all required incident reports and send originals to the Safety Department. (Keep a copy for your records.)

- Company employee receiving occupational injury or illnesses.
- Company employee involved in a vehicle accident while driving a company vehicle.
- Company property that is damaged or lost.
- Accident involving the public or a contractor; includes personal injuries, vehicle accidents, and property damage. Also includes any situation, which could result in a claim against the Company.
- Hazardous Material Spill/Release Report Form
- Emergency Drill Report

_____ Assist the Safety Department in the investigation of the incident. Review the factors that caused or allowed the incident to occur, and modify operating, maintenance, and/or surveillance procedures as needed. Make appropriate repairs and train or retrain employees in the use and operation of the system.

_____ If this incident was simulated for practice in emergency response, complete the Emergency Drill Report found in Section VIII: Forms/Reports and submit a copy to the Drilling Manager. (Keep one copy in area files to document exercising of the plan.)

Emergency Procedures Responsibility

In the event of a release of potentially hazardous amounts of H₂S, all personnel will immediately proceed upwind/ crosswind to the nearest designated briefing area. The COPC Drilling Rep. will immediately, upon assessing the situation, set this into action by taking the proper procedures to contain the gas and notify appropriate people and agencies.

1. In an emergency situation, the Drilling Rep. on duty will have complete responsibility and will take whatever action is deemed necessary in an emergency situation to insure the personnel's safety, to protect the well and to prevent property damage.
2. The Toolpusher will assume all responsibilities of the Drilling Rep. in an emergency situation in the event the Drilling Rep. becomes incapacitated.
3. Advise each contractor, service company, and all others entering the site that H₂S may be encountered and the potential hazards that may exist.
4. Authorize the evacuation of local residents if H₂S threatens their safety.
5. Keep the number of persons on location to a minimum during hazardous operations.
6. Direct corrective actions to control the flow of gas.
7. Has full responsibility for igniting escaping gas to reduce the toxicity hazard.

This should be used **ONLY AS A LAST RESORT.**

IV. EMERGENCY EQUIPMENT and MAINTENANCE

Emergency Equipment Suppliers

DXP/ Safety International – Odessa, Tx.

H₂S monitors 432.580.3770
Breathing air includes cascade systems
First aid and medical supplies
Safety equipment
H₂S Specialist

Total Safety US Odessa, Tx/ Hobs, NM

H₂S monitors 432.561.5049 Odessa
575.392.2973 Hobbs
Breathing air includes cascade systems
First aid and medical supplies
Safety equipment

DXP/ Indian Fire & Safety – Hobbs, NM

H₂S monitors 575.393.3093
Breathing air including cascade systems trailer mounted
30 minute air packs
Safety Equipment

TC Safety – Odessa, Tx.

H₂S monitors 432.413.8240
Cascade systems trailer mounted
30 minute air packs
Safety Equipment
H₂S Specialist

Secorp Industries – Odessa, Tx.

H₂S Monitor Systems 432.614.2565
Cascade Systems
H₂S Specialist
H₂S, CPR, First Aid Training

Emergency Equipment and Maintenance (continued)

General Information

Materials used for repair should be suitable for use where H₂S concentrations exceed 100 ppm. In general, carbon steels having low-yield strengths and a hardness below RC-22 are suitable. The engineering staff should be consulted if any doubt exists on material specifications.

Appropriate signs should be maintained in good condition at location entrance and other locations as specified in Texas Rule 36 and NMOCD Rule 118.

All notification lists should be kept current with changes in names, telephone numbers, etc.

All shutdown devices, alarms, monitors, breathing air systems, etc., should be maintained in accordance with applicable regulations.

All personnel working in H₂S areas shall have received training on the hazards, characteristics, and properties of H₂S, and on procedures and safety equipment applicable for use in H₂S areas.

H2S Safety Equipment and Monitoring Systems

An H2S emergency response package will be maintained at locations requiring H2S monitoring. The package will contain at a minimum the following:

3 – Fixed H2S sensors located as follows:

- 1 – on the rig floor
- 1 – at the Bell Nipple
- 1 – at the Shale Shaker or Flowline

1 – Entrance Warning Sign located at the main entrance to the location, with warning signs and colored flags to determine the current status for entry into the location.

2 – Windsocks that are clearly visible.

1 – Audible warning system located on rig floor

2 – Visual warning systems (Beacon Lights)

- 1 – Located at the rig floor
- 1 – Located in the mud mixing room

Note: All alarms (audible and visual) should be set to alarm at 10 ppm.

2 - Briefing areas clearly marked

- 2 - SCBA's at each briefing area
- 1- SCBA located at the Drilling Reps office

Note:

- 1. All SCBA's must be positive pressure type only!!!
- 2. All SCBA's must either be Scott or Drager brand.
- 3. All SCBA's face pieces should be size large, unless otherwise specified by the Drilling Supervisor.

5 – Emergency Escape Paks located at Top Doghouse.

Note: Ensure provisions are included for any personnel working above rig floor in derrick.

1 – Tri or Quad gas monitor located at the Drilling Reqs office. This will be used to determine if the work area is safe to re-enter prior to returning to work following any alarm.

V. EMERGENCY CALL LIST:

The following is a priority list of personnel to contact in an emergency situation:

| Supervisory Personnel | Office No. | Cellphone |
|--|------------------------------|--------------------|
| Drilling Supt. (Unconventional) Scott Nicholson | 432.688.9065 | 432.230.8010 |
| Field Superintendents: Clint Case. | 432.688.6878 | 940.231.2839 |
| Safety Support: Matt Oster Ryan Vaccarella | 830.583.1245 985.217.7594 | 601.540.6988 NA |
| Supt Operations-SEMN/Shale Mike Neuschafer | 432.688.6834 | 713.419.9919 |
| MCBU Safety Coordinator James Buzan | 432.688.6860 | 832.630.4320 |
| Manger GCBU/MCBU D & C Seth Crissman | 832.486.6191 | 832.513.9308 |

EMERGENCY CALL LIST: State Officials

Regulatory Agencies

Texas Railroad Commission (District 8)
Midland, Texas

Office: 432.684.5581

New Mexico Oil Conservation Commission
P. O. Box 1980
Hobbs, New Mexico 88240-1980

Office: 575.393.6161

Bureau of Land Mngt.

Carlsbad Field Office
620 E. Greene St.
Carlsbad, NM 88220

Office: 575.234.5972
Fax: 575.885.9264

EMERGENCY CALL LIST: Local Officials

Refer to the Location Information Sheet

Note: The LIS should include any area residents (i.e. rancher's house, etc)

VI. Public Media Relations

The **Public Information Officer** becomes the ConocoPhillips on-scene contact (once designated by the Phillips On-Scene Incident Commander).

Confers with Houston Office's Human Relations Representative, who is responsible for assisting in the coordination of local public relations duties.

Answer media questions honestly and **only with facts**, do not speculate about the cause, amount of damage, or the potential impact of the incident of the community, company, employees, or environment. (This information will be formally determined in the incident investigation.)

If you are comfortable answering a question or if you are unsure of the answer, use terms such as the following:

- "I do not know. I will try to find out."
- "I am not qualified to answer that question, but I will try to find someone who can."
- "It is under investigation."

Note:

Do Not Say "No Comment." (This implies a cover-up.)

Do Not Disclose Names of Injured or Dead! Confer with the Houston Office's Human Relations Representative, who is responsible for providing that information.

VII. Public Notification/Evacuation

Alert and/or Evacuate People within the Exposure Area

1. **Public Notification** – If the escape of gas could result in a hazard to area residents, the general public, or employees, the person **first** observing the leak should take **immediate** steps to cause notification of any nearby residents. The avoidance of injury or loss of life should be of prime consideration and given top priority in all cases. If the incident is of such magnitude, or at such location as to create a hazardous situation, local authorities will be requested to assist in the evacuation and roadblocks of the designated area until the situation can be returned to normal.

Note: Bilingual employees may be needed to assist in notification of residents.

2. **Evacuation Procedures** – Evacuation will proceed upwind from the source of the release of H₂S. Extreme caution should be exercised in order to avoid any depressions or low-lying areas in the terrain. The public area within the radius of exposure should be evacuated in a southwesterly and southeasterly direction so as to avoid the prevailing southern wind direction.

Roadblocks and the staging area should be established as necessary for current wind conditions.

Note: In all situations, consideration should be given to wind direction and weather conditions. H₂S is heavier than air and can settle in low spots. Shifts in wind direction can also change the location of possible hazardous areas.

VIII. FORMS & REPORTS

- I. Incident Log

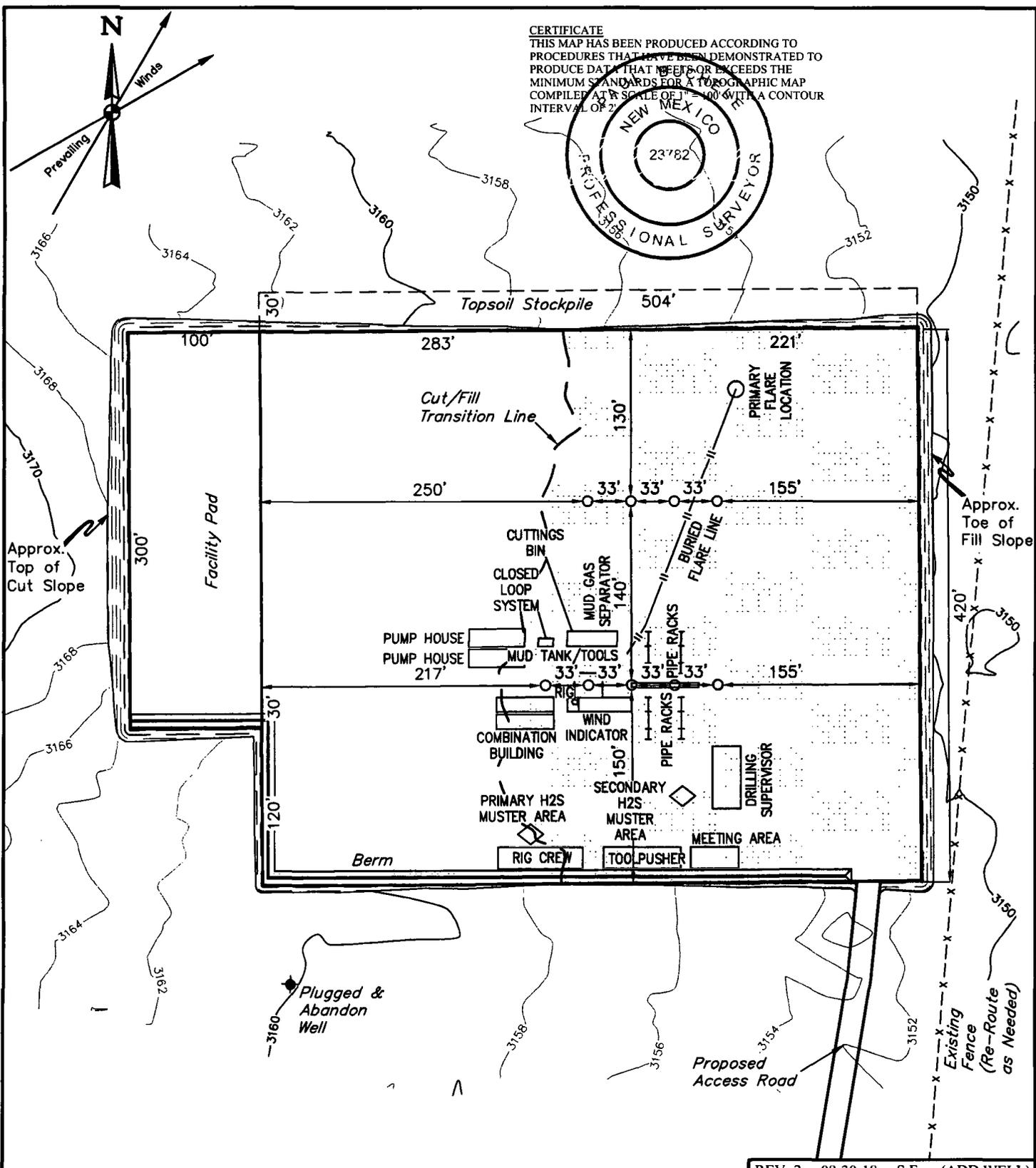
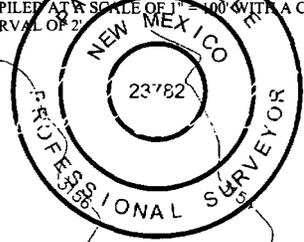
- II. Preliminary Emergency Information Sheet

- III. Emergency Drill Report

- IV. Onshore Hazardous Material Spill/Release Report Form

- V. Immediate Report of Occupational Injury or Illness
Report of Accident-Public Contractor
Report of Loss or Damage to Company Property
Report of Automotive Incident

CERTIFICATE
 THIS MAP HAS BEEN PRODUCED ACCORDING TO PROCEDURES THAT HAVE BEEN DEMONSTRATED TO PRODUCE DATA THAT MEETS OR EXCEEDS THE MINIMUM STANDARDS FOR A TOPOGRAPHIC MAP COMPILED AT A SCALE OF 1" = 100' WITH A CONTOUR INTERVAL OF 2'



REV: 2 08-30-18 S.F. (ADD WELL)

- NOTES:**
- Contours shown at 2' intervals.
 - May have different number of Pump Houses and Combination Buildings.

ConocoPhillips Company

ZIA HILLS 20 FEDERAL PAD 1
 W 1/2 E 1/2, SECTION 20, T26S, R32E, N.M.P.M.
 LEA COUNTY, NEW MEXICO



UELS, LLC
 Corporate Office * 85 South 200 East
 Vernal, UT 84078 * (435) 789-1017

| | | | |
|--------------------|--------------|----------|--------------|
| SURVEYED BY | J.A.V., R.D. | 05-16-17 | SCALE |
| DRAWN BY | S.S. | 06-23-17 | 1" = 100' |

ConocoPhillips MCBU - Permian-Panhandle Gold Data

Planning - NM East State Zone - 3001

ZIA HILLS 20 FEDERAL COM 104H

ZIA HILLS 20 FEDERAL COM 104H

ZIA HILLS 20 FEDERAL COM 104H

Plan: Design A

Standard Planning Report

18 September, 2018

ConocoPhillips
Planning Report

| | | | |
|------------------|---|-------------------------------------|---|
| Database: | EDT 14 Central Planning | Local Co-ordinate Reference: | Well ZIA HILLS 20 FEDERAL COM 104H |
| Company: | ConocoPhillips MCBU - Permian-Panhandle Gold Data | TVD Reference: | WELL @ 3179.10usft (Original Well Elev) |
| Project: | Planning - NM East State Zone - 3001 | MD Reference: | WELL @ 3179.10usft (Original Well Elev) |
| Site: | ZIA HILLS 20 FEDERAL COM 104H | North Reference: | Grid |
| Well: | ZIA HILLS 20 FEDERAL COM 104H | Survey Calculation Method: | Minimum Curvature |
| Wellbore: | ZIA HILLS 20 FEDERAL COM 104H | | |
| Design: | Design A | | |

| | | | |
|--------------------|--|----------------------|-----------------------------|
| Project | Planning - NM East State Zone - 3001, Permian Basin - New Mexico - East/South East, Planning Project for Permian wells in NM Zone 3001 | | |
| Map System: | US State Plane 1927 (Exact solution) | System Datum: | Mean Sea Level |
| Geo Datum: | NAD 1927 (NADCON CONUS) | | |
| Map Zone: | New Mexico East 3001 | | Using geodetic scale factor |

| | | | | | |
|------------------------------|-------------------------------|---------------------|-----------------|--------------------------|-------------------|
| Site | ZIA HILLS 20 FEDERAL COM 104H | | | | |
| Site Position: | | Northing: | 374,559.04 usft | Latitude: | 32° 1' 41.41 N |
| From: | Map | Easting: | 697,952.42 usft | Longitude: | 103° 41' 40.476 W |
| Position Uncertainty: | 0.00 usft | Slot Radius: | 13-3/16 " | Grid Convergence: | 0.34 ° |

| | | | | | | |
|-----------------------------|-------------------------------|-----------|----------------------------|-----------------|----------------------|-------------------|
| Well | ZIA HILLS 20 FEDERAL COM 104H | | | | | |
| Well Position | +N-S | 0.00 usft | Northing: | 374,559.04 usft | Latitude: | 32° 1' 41.41 N |
| | +E-W | 0.00 usft | Easting: | 697,952.42 usft | Longitude: | 103° 41' 40.476 W |
| Position Uncertainty | | 2.00 usft | Wellhead Elevation: | | Ground Level: | 3,152.60 usft |

| | | | | | |
|------------------|-------------------------------|--------------------|--------------------|------------------|-----------------------|
| Wellbore | ZIA HILLS 20 FEDERAL COM 104H | | | | |
| Magnetics | Model Name | Sample Date | Declination | Dip Angle | Field Strength |
| | | | (°) | (°) | (nT) |
| | BGGM2018 | 12/1/2018 | 6.93 | 59.79 | 47,692.19491624 |

| | | | | | |
|--------------------------|-------------------------|---------------|--------------|----------------------|------|
| Design | Design A | | | | |
| Audit Notes: | | | | | |
| Version: | 0 | Phase: | PLAN | Tie On Depth: | 0.00 |
| Vertical Section: | Depth From (TVD) | +N/-S | +E/-W | Direction | |
| | (usft) | (usft) | (usft) | (°) | |
| | 0.00 | 0.00 | 0.00 | 2.18 | |

ConocoPhillips
Planning Report

Database: EDT 14 Central Planning
Company: ConocoPhillips MCBU - Permian-Panhandle Gold Data
Project: Planning - NM East State Zone - 3001
Site: ZIA HILLS 20 FEDERAL COM 104H
Well: ZIA HILLS 20 FEDERAL COM 104H
Wellbore: ZIA HILLS 20 FEDERAL COM 104H
Design: Design A

Local Co-ordinate Reference: Well ZIA HILLS 20 FEDERAL COM 104H
TVD Reference: WELL @ 3179.10usft (Original Well Elev)
MD Reference: WELL @ 3179.10usft (Original Well Elev)
North Reference: Grid
Survey Calculation Method: Minimum Curvature

| Plan Survey Tool Program | | Date | 9/18/2018 | | |
|--------------------------|-----------------|-------------------|-------------------------------|--|--|
| Depth From (usft) | Depth To (usft) | Survey (Wellbore) | Tool Name | Remarks | |
| 1 | 0.00 | 2,500.00 | Design A (ZIA HILLS 20 FEDERA | GOOD GYRO GOOD GYRO | |
| 2 | 2,500.00 | 2,600.00 | Design A (ZIA HILLS 20 FEDERA | MWD+IFR1+MS_CoP Fixed:v2:Eagleford, crustal dec | |
| 3 | 2,600.00 | 2,933.14 | Design A (ZIA HILLS 20 FEDERA | MWD+IFR1+MS_CoP Fixed:v2:Eagleford, crustal dec | |
| 4 | 2,933.14 | 5,597.84 | Design A (ZIA HILLS 20 FEDERA | MWD+IFR1+MS_CoP Fixed:v2:Eagleford, crustal dec | |
| 5 | 5,597.84 | 5,930.97 | Design A (ZIA HILLS 20 FEDERA | MWD+IFR1+MS_CoP Fixed:v2:Eagleford, crustal dec | |
| 6 | 11,051.99 | 12,289.87 | Design A (ZIA HILLS 20 FEDERA | MWD+IFR1+MS_CoP Fixed:v2:Eagleford, crustal dec | |
| 7 | 12,289.87 | 19,516.75 | Design A (ZIA HILLS 20 FEDERA | MWD+IFR1+MS_CoP Fixed:v2:Eagleford, crustal dec | |

| Plan Sections | | | | | | | | | | |
|-----------------------|-----------------|-------------|-----------------------|--------------|--------------|-------------------------|------------------------|-----------------------|---------|--------------------|
| Measured Depth (usft) | Inclination (°) | Azimuth (°) | Vertical Depth (usft) | +N/-S (usft) | +E/-W (usft) | Dogleg Rate (°/100usft) | Build Rate (°/100usft) | Turn Rate (°/100usft) | TFO (°) | Target |
| 0.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 | |
| 2,600.00 | 0.00 | 0.00 | 2,600.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 | |
| 2,933.14 | 5.00 | 91.96 | 2,932.71 | -0.50 | 14.51 | 1.50 | 1.50 | 0.00 | 91.96 | |
| 5,597.84 | 5.00 | 91.96 | 5,587.29 | -8.42 | 246.48 | 0.00 | 0.00 | 0.00 | 0.00 | |
| 5,930.97 | 0.00 | 0.00 | 5,920.00 | -8.92 | 260.99 | 1.50 | -1.50 | 0.00 | 180.00 | ZIA HILLS 20 FEDER |
| 11,051.99 | 0.00 | 0.00 | 11,041.01 | -8.92 | 260.99 | 0.00 | 0.00 | 0.00 | 0.00 | |
| 11,138.09 | 6.89 | 107.11 | 11,126.91 | -10.44 | 265.93 | 8.00 | 8.00 | 0.00 | 107.11 | |
| 11,139.09 | 6.89 | 107.11 | 11,127.90 | -10.48 | 266.05 | 0.00 | 0.00 | 0.00 | 0.00 | |
| 12,289.87 | 90.00 | 359.64 | 11,865.00 | 705.77 | 346.54 | 8.00 | 7.22 | -9.34 | -107.35 | ZIA HILLS 20 FEDER |
| 19,516.75 | 90.00 | 359.64 | 11,865.00 | 7,932.51 | 301.64 | 0.00 | 0.00 | 0.00 | 0.00 | ZIA HILLS 20 FEDER |

ConocoPhillips

Planning Report

Database: EDT 14 Central Planning
Company: ConocoPhillips MCBU - Permian-Panhandle Gold Data
Project: Planning - NM East State Zone - 3001
Site: ZIA HILLS 20 FEDERAL COM 104H
Well: ZIA HILLS 20 FEDERAL COM 104H
Wellbore: ZIA HILLS 20 FEDERAL COM 104H
Design: Design A

Local Co-ordinate Reference: Well ZIA HILLS 20 FEDERAL COM 104H
TVD Reference: WELL @ 3179.10usft (Original Well Elev)
MD Reference: WELL @ 3179.10usft (Original Well Elev)
North Reference: Grid
Survey Calculation Method: Minimum Curvature

| Planned Survey | | | | | | | | | |
|----------------------------------|-----------------|-------------|-----------------------|--------------|--------------|-------------------------|-------------------------|------------------------|-----------------------|
| Measured Depth (usft) | Inclination (°) | Azimuth (°) | Vertical Depth (usft) | +N/-S (usft) | +E/-W (usft) | Vertical Section (usft) | Dogleg Rate (°/100usft) | Build Rate (°/100usft) | Turn Rate (°/100usft) |
| 0.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 |
| 100.00 | 0.00 | 0.00 | 100.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 |
| SHL: 2637' FNL, 2001' FEL | | | | | | | | | |
| 200.00 | 0.00 | 0.00 | 200.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 |
| 300.00 | 0.00 | 0.00 | 300.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 |
| 400.00 | 0.00 | 0.00 | 400.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 |
| 500.00 | 0.00 | 0.00 | 500.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 |
| 600.00 | 0.00 | 0.00 | 600.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 |
| 700.00 | 0.00 | 0.00 | 700.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 |
| 800.00 | 0.00 | 0.00 | 800.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 |
| 900.00 | 0.00 | 0.00 | 900.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 |
| 1,000.00 | 0.00 | 0.00 | 1,000.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 |
| 1,100.00 | 0.00 | 0.00 | 1,100.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 |
| 1,200.00 | 0.00 | 0.00 | 1,200.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 |
| 1,300.00 | 0.00 | 0.00 | 1,300.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 |
| 1,400.00 | 0.00 | 0.00 | 1,400.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 |
| 1,500.00 | 0.00 | 0.00 | 1,500.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 |
| 1,600.00 | 0.00 | 0.00 | 1,600.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 |
| 1,700.00 | 0.00 | 0.00 | 1,700.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 |
| 1,800.00 | 0.00 | 0.00 | 1,800.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 |
| 1,900.00 | 0.00 | 0.00 | 1,900.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 |
| 2,000.00 | 0.00 | 0.00 | 2,000.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 |
| 2,100.00 | 0.00 | 0.00 | 2,100.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 |
| 2,200.00 | 0.00 | 0.00 | 2,200.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 |
| 2,300.00 | 0.00 | 0.00 | 2,300.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 |
| 2,400.00 | 0.00 | 0.00 | 2,400.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 |
| 2,500.00 | 0.00 | 0.00 | 2,500.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 |
| 11 3/4" Casing | | | | | | | | | |
| 2,600.00 | 0.00 | 0.00 | 2,600.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 |
| 2,700.00 | 1.50 | 91.96 | 2,699.99 | -0.04 | 1.31 | 0.01 | 1.50 | 1.50 | 0.00 |
| 2,800.00 | 3.00 | 91.96 | 2,799.91 | -0.18 | 5.23 | 0.02 | 1.50 | 1.50 | 0.00 |
| 2,900.00 | 4.50 | 91.96 | 2,899.69 | -0.40 | 11.77 | 0.05 | 1.50 | 1.50 | 0.00 |
| 2,933.14 | 5.00 | 91.96 | 2,932.72 | -0.50 | 14.51 | 0.06 | 1.50 | 1.50 | 0.00 |
| EOB: 2638' FNL, 1986' FEL | | | | | | | | | |
| 3,000.00 | 5.00 | 91.96 | 2,999.32 | -0.69 | 20.33 | 0.08 | 0.00 | 0.00 | 0.00 |
| 3,100.00 | 5.00 | 91.96 | 3,098.94 | -0.99 | 29.04 | 0.11 | 0.00 | 0.00 | 0.00 |
| 3,200.00 | 5.00 | 91.96 | 3,198.56 | -1.29 | 37.74 | 0.15 | 0.00 | 0.00 | 0.00 |
| 3,300.00 | 5.00 | 91.96 | 3,298.18 | -1.59 | 46.45 | 0.18 | 0.00 | 0.00 | 0.00 |
| 3,400.00 | 5.00 | 91.96 | 3,397.80 | -1.88 | 55.15 | 0.21 | 0.00 | 0.00 | 0.00 |
| 3,500.00 | 5.00 | 91.96 | 3,497.42 | -2.18 | 63.86 | 0.25 | 0.00 | 0.00 | 0.00 |
| 3,600.00 | 5.00 | 91.96 | 3,597.04 | -2.48 | 72.56 | 0.28 | 0.00 | 0.00 | 0.00 |
| 3,700.00 | 5.00 | 91.96 | 3,696.66 | -2.78 | 81.27 | 0.31 | 0.00 | 0.00 | 0.00 |
| 3,800.00 | 5.00 | 91.96 | 3,796.28 | -3.08 | 89.97 | 0.35 | 0.00 | 0.00 | 0.00 |
| 3,900.00 | 5.00 | 91.96 | 3,895.90 | -3.37 | 98.68 | 0.38 | 0.00 | 0.00 | 0.00 |
| 4,000.00 | 5.00 | 91.96 | 3,995.52 | -3.67 | 107.38 | 0.41 | 0.00 | 0.00 | 0.00 |
| 4,100.00 | 5.00 | 91.96 | 4,095.14 | -3.97 | 116.09 | 0.45 | 0.00 | 0.00 | 0.00 |
| 4,200.00 | 5.00 | 91.96 | 4,194.76 | -4.27 | 124.79 | 0.48 | 0.00 | 0.00 | 0.00 |
| 4,300.00 | 5.00 | 91.96 | 4,294.38 | -4.56 | 133.50 | 0.51 | 0.00 | 0.00 | 0.00 |
| 4,400.00 | 5.00 | 91.96 | 4,394.00 | -4.86 | 142.20 | 0.55 | 0.00 | 0.00 | 0.00 |
| 4,500.00 | 5.00 | 91.96 | 4,493.62 | -5.16 | 150.91 | 0.58 | 0.00 | 0.00 | 0.00 |
| 4,600.00 | 5.00 | 91.96 | 4,593.24 | -5.46 | 159.62 | 0.61 | 0.00 | 0.00 | 0.00 |
| 4,700.00 | 5.00 | 91.96 | 4,692.86 | -5.75 | 168.32 | 0.65 | 0.00 | 0.00 | 0.00 |
| 4,800.00 | 5.00 | 91.96 | 4,792.48 | -6.05 | 177.03 | 0.68 | 0.00 | 0.00 | 0.00 |

ConocoPhillips

Planning Report

Database: EDT 14 Central Planning
Company: ConocoPhillips MCBU - Permian-Panhandle Gold Data
Project: Planning - NM East State Zone - 3001
Site: ZIA HILLS 20 FEDERAL COM 104H
Well: ZIA HILLS 20 FEDERAL COM 104H
Wellbore: ZIA HILLS 20 FEDERAL COM 104H
Design: Design A

Local Co-ordinate Reference: Well ZIA HILLS 20 FEDERAL COM 104H
TVD Reference: WELL @ 3179.10usft (Original Well Elev)
MD Reference: WELL @ 3179.10usft (Original Well Elev)
North Reference: Grid
Survey Calculation Method: Minimum Curvature

| Planned Survey | | | | | | | | | |
|----------------------------------|-----------------|-------------|-----------------------|--------------|--------------|-------------------------|-------------------------|------------------------|-----------------------|
| Measured Depth (usft) | Inclination (°) | Azimuth (°) | Vertical Depth (usft) | +N/-S (usft) | +E/-W (usft) | Vertical Section (usft) | Dogleg Rate (°/100usft) | Build Rate (°/100usft) | Turn Rate (°/100usft) |
| 4,900.00 | 5.00 | 91.96 | 4,892.10 | -6.35 | 185.73 | 0.71 | 0.00 | 0.00 | 0.00 |
| 5,000.00 | 5.00 | 91.96 | 4,991.72 | -6.65 | 194.44 | 0.75 | 0.00 | 0.00 | 0.00 |
| 5,100.00 | 5.00 | 91.96 | 5,091.34 | -6.94 | 203.14 | 0.78 | 0.00 | 0.00 | 0.00 |
| 5,200.00 | 5.00 | 91.96 | 5,190.96 | -7.24 | 211.85 | 0.81 | 0.00 | 0.00 | 0.00 |
| 5,300.00 | 5.00 | 91.96 | 5,290.58 | -7.54 | 220.55 | 0.85 | 0.00 | 0.00 | 0.00 |
| 5,400.00 | 5.00 | 91.96 | 5,390.20 | -7.84 | 229.26 | 0.88 | 0.00 | 0.00 | 0.00 |
| 5,500.00 | 5.00 | 91.96 | 5,489.82 | -8.13 | 237.96 | 0.92 | 0.00 | 0.00 | 0.00 |
| 5,597.84 | 5.00 | 91.96 | 5,587.29 | -8.42 | 246.48 | 0.95 | 0.00 | 0.00 | 0.00 |
| SOD: 2645' FNL, 1755' FEL | | | | | | | | | |
| 5,600.00 | 4.96 | 91.96 | 5,589.44 | -8.43 | 246.67 | 0.95 | 1.50 | -1.50 | 0.00 |
| 5,700.00 | 3.46 | 91.96 | 5,689.17 | -8.68 | 254.01 | 0.98 | 1.50 | -1.50 | 0.00 |
| 5,800.00 | 1.96 | 91.96 | 5,789.05 | -8.84 | 258.75 | 1.00 | 1.50 | -1.50 | 0.00 |
| 5,900.00 | 0.46 | 91.96 | 5,889.03 | -8.92 | 260.86 | 1.00 | 1.50 | -1.50 | 0.00 |
| 5,930.97 | 0.00 | 0.00 | 5,920.00 | -8.92 | 260.99 | 1.00 | 1.50 | -1.50 | 0.00 |
| 6,000.00 | 0.00 | 0.00 | 5,989.03 | -8.92 | 260.99 | 1.00 | 0.00 | 0.00 | 0.00 |
| 6,100.00 | 0.00 | 0.00 | 6,089.03 | -8.92 | 260.99 | 1.00 | 0.00 | 0.00 | 0.00 |
| 6,200.00 | 0.00 | 0.00 | 6,189.03 | -8.92 | 260.99 | 1.00 | 0.00 | 0.00 | 0.00 |
| 6,300.00 | 0.00 | 0.00 | 6,289.03 | -8.92 | 260.99 | 1.00 | 0.00 | 0.00 | 0.00 |
| 6,400.00 | 0.00 | 0.00 | 6,389.03 | -8.92 | 260.99 | 1.00 | 0.00 | 0.00 | 0.00 |
| 6,500.00 | 0.00 | 0.00 | 6,489.03 | -8.92 | 260.99 | 1.00 | 0.00 | 0.00 | 0.00 |
| 6,600.00 | 0.00 | 0.00 | 6,589.03 | -8.92 | 260.99 | 1.00 | 0.00 | 0.00 | 0.00 |
| 6,700.00 | 0.00 | 0.00 | 6,689.03 | -8.92 | 260.99 | 1.00 | 0.00 | 0.00 | 0.00 |
| 6,800.00 | 0.00 | 0.00 | 6,789.03 | -8.92 | 260.99 | 1.00 | 0.00 | 0.00 | 0.00 |
| 6,900.00 | 0.00 | 0.00 | 6,889.03 | -8.92 | 260.99 | 1.00 | 0.00 | 0.00 | 0.00 |
| 7,000.00 | 0.00 | 0.00 | 6,989.03 | -8.92 | 260.99 | 1.00 | 0.00 | 0.00 | 0.00 |
| 7,100.00 | 0.00 | 0.00 | 7,089.03 | -8.92 | 260.99 | 1.00 | 0.00 | 0.00 | 0.00 |
| 7,200.00 | 0.00 | 0.00 | 7,189.03 | -8.92 | 260.99 | 1.00 | 0.00 | 0.00 | 0.00 |
| 7,300.00 | 0.00 | 0.00 | 7,289.03 | -8.92 | 260.99 | 1.00 | 0.00 | 0.00 | 0.00 |
| 7,400.00 | 0.00 | 0.00 | 7,389.03 | -8.92 | 260.99 | 1.00 | 0.00 | 0.00 | 0.00 |
| 7,500.00 | 0.00 | 0.00 | 7,489.03 | -8.92 | 260.99 | 1.00 | 0.00 | 0.00 | 0.00 |
| 7,600.00 | 0.00 | 0.00 | 7,589.03 | -8.92 | 260.99 | 1.00 | 0.00 | 0.00 | 0.00 |
| 7,700.00 | 0.00 | 0.00 | 7,689.03 | -8.92 | 260.99 | 1.00 | 0.00 | 0.00 | 0.00 |
| 7,800.00 | 0.00 | 0.00 | 7,789.03 | -8.92 | 260.99 | 1.00 | 0.00 | 0.00 | 0.00 |
| 7,900.00 | 0.00 | 0.00 | 7,889.03 | -8.92 | 260.99 | 1.00 | 0.00 | 0.00 | 0.00 |
| 8,000.00 | 0.00 | 0.00 | 7,989.03 | -8.92 | 260.99 | 1.00 | 0.00 | 0.00 | 0.00 |
| 8,100.00 | 0.00 | 0.00 | 8,089.03 | -8.92 | 260.99 | 1.00 | 0.00 | 0.00 | 0.00 |
| 8,200.00 | 0.00 | 0.00 | 8,189.03 | -8.92 | 260.99 | 1.00 | 0.00 | 0.00 | 0.00 |
| 8,300.00 | 0.00 | 0.00 | 8,289.03 | -8.92 | 260.99 | 1.00 | 0.00 | 0.00 | 0.00 |
| 8,400.00 | 0.00 | 0.00 | 8,389.03 | -8.92 | 260.99 | 1.00 | 0.00 | 0.00 | 0.00 |
| 8,500.00 | 0.00 | 0.00 | 8,489.03 | -8.92 | 260.99 | 1.00 | 0.00 | 0.00 | 0.00 |
| 8,600.00 | 0.00 | 0.00 | 8,589.03 | -8.92 | 260.99 | 1.00 | 0.00 | 0.00 | 0.00 |
| 8,700.00 | 0.00 | 0.00 | 8,689.03 | -8.92 | 260.99 | 1.00 | 0.00 | 0.00 | 0.00 |
| 8,800.00 | 0.00 | 0.00 | 8,789.03 | -8.92 | 260.99 | 1.00 | 0.00 | 0.00 | 0.00 |
| 8,900.00 | 0.00 | 0.00 | 8,889.03 | -8.92 | 260.99 | 1.00 | 0.00 | 0.00 | 0.00 |
| 9,000.00 | 0.00 | 0.00 | 8,989.03 | -8.92 | 260.99 | 1.00 | 0.00 | 0.00 | 0.00 |
| 9,100.00 | 0.00 | 0.00 | 9,089.03 | -8.92 | 260.99 | 1.00 | 0.00 | 0.00 | 0.00 |
| 9,200.00 | 0.00 | 0.00 | 9,189.03 | -8.92 | 260.99 | 1.00 | 0.00 | 0.00 | 0.00 |
| 9,300.00 | 0.00 | 0.00 | 9,289.03 | -8.92 | 260.99 | 1.00 | 0.00 | 0.00 | 0.00 |
| 9,400.00 | 0.00 | 0.00 | 9,389.03 | -8.92 | 260.99 | 1.00 | 0.00 | 0.00 | 0.00 |
| 9,500.00 | 0.00 | 0.00 | 9,489.03 | -8.92 | 260.99 | 1.00 | 0.00 | 0.00 | 0.00 |
| 9,600.00 | 0.00 | 0.00 | 9,589.03 | -8.92 | 260.99 | 1.00 | 0.00 | 0.00 | 0.00 |
| 9,700.00 | 0.00 | 0.00 | 9,689.03 | -8.92 | 260.99 | 1.00 | 0.00 | 0.00 | 0.00 |
| 9,800.00 | 0.00 | 0.00 | 9,789.03 | -8.92 | 260.99 | 1.00 | 0.00 | 0.00 | 0.00 |

ConocoPhillips

Planning Report

Database: EDT 14 Central Planning
Company: ConocoPhillips MCBU - Permian-Panhandle Gold Data
Project: Planning - NM East State Zone - 3001
Site: ZIA HILLS 20 FEDERAL COM 104H
Well: ZIA HILLS 20 FEDERAL COM 104H
Wellbore: ZIA HILLS 20 FEDERAL COM 104H
Design: Design A

Local Co-ordinate Reference: Well ZIA HILLS 20 FEDERAL COM 104H
TVD Reference: WELL @ 3179.10usft (Original Well Elev)
MD Reference: WELL @ 3179.10usft (Original Well Elev)
North Reference: Grid
Survey Calculation Method: Minimum Curvature

Planned Survey

| Measured Depth (usft) | Inclination (°) | Azimuth (°) | Vertical Depth (usft) | +N/-S (usft) | +E/-W (usft) | Vertical Section (usft) | Dogleg Rate (°/100usft) | Build Rate (°/100usft) | Turn Rate (°/100usft) |
|---|-----------------|-------------|-----------------------|--------------|--------------|-------------------------|-------------------------|------------------------|-----------------------|
| 9,900.00 | 0.00 | 0.00 | 9,889.03 | -8.92 | 260.99 | 1.00 | 0.00 | 0.00 | 0.00 |
| 10,000.00 | 0.00 | 0.00 | 9,989.03 | -8.92 | 260.99 | 1.00 | 0.00 | 0.00 | 0.00 |
| 10,100.00 | 0.00 | 0.00 | 10,089.03 | -8.92 | 260.99 | 1.00 | 0.00 | 0.00 | 0.00 |
| 10,200.00 | 0.00 | 0.00 | 10,189.03 | -8.92 | 260.99 | 1.00 | 0.00 | 0.00 | 0.00 |
| 10,300.00 | 0.00 | 0.00 | 10,289.03 | -8.92 | 260.99 | 1.00 | 0.00 | 0.00 | 0.00 |
| 10,400.00 | 0.00 | 0.00 | 10,389.03 | -8.92 | 260.99 | 1.00 | 0.00 | 0.00 | 0.00 |
| 10,500.00 | 0.00 | 0.00 | 10,489.03 | -8.92 | 260.99 | 1.00 | 0.00 | 0.00 | 0.00 |
| 10,600.00 | 0.00 | 0.00 | 10,589.03 | -8.92 | 260.99 | 1.00 | 0.00 | 0.00 | 0.00 |
| 10,700.00 | 0.00 | 0.00 | 10,689.03 | -8.92 | 260.99 | 1.00 | 0.00 | 0.00 | 0.00 |
| 10,800.00 | 0.00 | 0.00 | 10,789.03 | -8.92 | 260.99 | 1.00 | 0.00 | 0.00 | 0.00 |
| 10,900.00 | 0.00 | 0.00 | 10,889.03 | -8.92 | 260.99 | 1.00 | 0.00 | 0.00 | 0.00 |
| 11,000.00 | 0.00 | 0.00 | 10,989.03 | -8.92 | 260.99 | 1.00 | 0.00 | 0.00 | 0.00 |
| 11,051.99 | 0.00 | 0.00 | 11,041.02 | -8.92 | 260.99 | 1.00 | 0.00 | 0.00 | 0.00 |
| KOP: 2628' FNL, 1740' FEL | | | | | | | | | |
| 11,100.00 | 3.84 | 107.11 | 11,088.99 | -9.39 | 262.53 | 0.59 | 8.00 | 8.00 | 0.00 |
| 11,138.09 | 6.89 | 107.11 | 11,126.91 | -10.44 | 265.93 | -0.33 | 8.00 | 8.00 | 0.00 |
| 11,139.09 | 6.89 | 107.11 | 11,127.90 | -10.48 | 266.05 | -0.36 | 0.00 | 0.00 | 0.00 |
| 11,150.00 | 6.68 | 99.93 | 11,138.74 | -10.78 | 267.30 | -0.61 | 8.00 | -1.91 | -65.81 |
| 11,200.00 | 7.15 | 66.44 | 11,188.39 | -10.04 | 273.01 | 0.35 | 8.00 | 0.93 | -66.98 |
| 11,250.00 | 9.45 | 43.43 | 11,237.88 | -5.81 | 278.69 | 4.79 | 8.00 | 4.62 | -46.00 |
| 11,300.00 | 12.63 | 30.59 | 11,286.95 | 1.88 | 284.30 | 12.68 | 8.00 | 6.35 | -25.69 |
| 11,350.00 | 16.17 | 23.06 | 11,335.38 | 13.00 | 289.81 | 24.00 | 8.00 | 7.08 | -15.07 |
| 11,400.00 | 19.89 | 18.22 | 11,382.92 | 27.49 | 295.20 | 38.69 | 8.00 | 7.43 | -9.67 |
| 11,450.00 | 23.69 | 14.87 | 11,429.34 | 45.28 | 300.44 | 56.67 | 8.00 | 7.61 | -6.70 |
| 11,500.00 | 27.55 | 12.41 | 11,474.42 | 66.29 | 305.50 | 77.85 | 8.00 | 7.71 | -4.93 |
| 11,550.00 | 31.44 | 10.51 | 11,517.93 | 90.41 | 310.37 | 102.14 | 8.00 | 7.78 | -3.79 |
| 11,600.00 | 35.35 | 8.99 | 11,559.67 | 117.53 | 315.01 | 129.42 | 8.00 | 7.82 | -3.03 |
| 11,650.00 | 39.28 | 7.74 | 11,599.43 | 147.51 | 319.40 | 159.54 | 8.00 | 7.86 | -2.50 |
| 11,700.00 | 43.22 | 6.69 | 11,637.02 | 180.21 | 323.53 | 192.37 | 8.00 | 7.88 | -2.11 |
| 11,750.00 | 47.16 | 5.78 | 11,672.25 | 215.46 | 327.37 | 227.75 | 8.00 | 7.89 | -1.82 |
| 11,800.00 | 51.12 | 4.98 | 11,704.96 | 253.10 | 330.91 | 265.50 | 8.00 | 7.91 | -1.60 |
| 11,850.00 | 55.08 | 4.26 | 11,734.97 | 292.95 | 334.12 | 305.43 | 8.00 | 7.92 | -1.43 |
| 11,900.00 | 59.04 | 3.61 | 11,762.16 | 334.80 | 336.99 | 347.37 | 8.00 | 7.93 | -1.30 |
| 11,950.00 | 63.00 | 3.01 | 11,786.38 | 378.46 | 339.51 | 391.09 | 8.00 | 7.93 | -1.20 |
| 12,000.00 | 66.97 | 2.45 | 11,807.52 | 423.71 | 341.67 | 436.39 | 8.00 | 7.94 | -1.12 |
| 12,050.00 | 70.94 | 1.93 | 11,825.47 | 470.33 | 343.45 | 483.04 | 8.00 | 7.94 | -1.05 |
| 12,100.00 | 74.91 | 1.42 | 11,840.14 | 518.10 | 344.84 | 530.83 | 8.00 | 7.94 | -1.00 |
| 12,150.00 | 78.88 | 0.94 | 11,851.48 | 566.78 | 345.84 | 579.51 | 8.00 | 7.94 | -0.97 |
| 12,200.00 | 82.86 | 0.47 | 11,859.41 | 616.13 | 346.45 | 628.85 | 8.00 | 7.95 | -0.94 |
| 12,250.00 | 86.83 | 0.01 | 11,863.90 | 665.92 | 346.66 | 678.61 | 8.00 | 7.95 | -0.92 |
| 12,289.87 | 90.00 | 359.64 | 11,865.00 | 705.77 | 346.54 | 718.42 | 8.00 | 7.95 | -0.92 |
| LP: 1931' FNL, 1650' FEL - 8 5/8" Casing | | | | | | | | | |
| 12,300.00 | 90.00 | 359.64 | 11,865.00 | 715.90 | 346.48 | 728.55 | 0.00 | 0.00 | 0.00 |
| 12,400.00 | 90.00 | 359.64 | 11,865.00 | 815.89 | 345.86 | 828.45 | 0.00 | 0.00 | 0.00 |
| 12,500.00 | 90.00 | 359.64 | 11,865.00 | 915.89 | 345.23 | 928.35 | 0.00 | 0.00 | 0.00 |
| 12,600.00 | 90.00 | 359.64 | 11,865.00 | 1,015.89 | 344.61 | 1,028.25 | 0.00 | 0.00 | 0.00 |
| 12,700.00 | 90.00 | 359.64 | 11,865.00 | 1,115.89 | 343.99 | 1,128.15 | 0.00 | 0.00 | 0.00 |
| 12,800.00 | 90.00 | 359.64 | 11,865.00 | 1,215.89 | 343.37 | 1,228.06 | 0.00 | 0.00 | 0.00 |
| 12,900.00 | 90.00 | 359.64 | 11,865.00 | 1,315.88 | 342.75 | 1,327.96 | 0.00 | 0.00 | 0.00 |
| 13,000.00 | 90.00 | 359.64 | 11,865.00 | 1,415.88 | 342.13 | 1,427.86 | 0.00 | 0.00 | 0.00 |
| 13,100.00 | 90.00 | 359.64 | 11,865.00 | 1,515.88 | 341.51 | 1,527.76 | 0.00 | 0.00 | 0.00 |
| 13,200.00 | 90.00 | 359.64 | 11,865.00 | 1,615.88 | 340.89 | 1,627.67 | 0.00 | 0.00 | 0.00 |
| 13,300.00 | 90.00 | 359.64 | 11,865.00 | 1,715.88 | 340.26 | 1,727.57 | 0.00 | 0.00 | 0.00 |

ConocoPhillips

Planning Report

Database: EDT 14 Central Planning
Company: ConocoPhillips MCBU - Permian-Panhandle Gold Data
Project: Planning - NM East State Zone - 3001
Site: ZIA HILLS 20 FEDERAL COM 104H
Well: ZIA HILLS 20 FEDERAL COM 104H
Wellbore: ZIA HILLS 20 FEDERAL COM 104H
Design: Design A

Local Co-ordinate Reference: Well ZIA HILLS 20 FEDERAL COM 104H
TVD Reference: WELL @ 3179.10usft (Original Well Elev)
MD Reference: WELL @ 3179.10usft (Original Well Elev)
North Reference: Grid
Survey Calculation Method: Minimum Curvature

| Planned Survey | | | | | | | | | | |
|-----------------------|-----------------|-------------|-----------------------|-------------|-------------|-------------------------|-------------------------|------------------------|-----------------------|--|
| Measured Depth (usft) | Inclination (°) | Azimuth (°) | Vertical Depth (usft) | +N-S (usft) | +E-W (usft) | Vertical Section (usft) | Dogleg Rate (°/100usft) | Build Rate (°/100usft) | Turn Rate (°/100usft) | |
| 13,400.00 | 90.00 | 359.64 | 11,865.00 | 1,815.88 | 339.64 | 1,827.47 | 0.00 | 0.00 | 0.00 | |
| 13,500.00 | 90.00 | 359.64 | 11,865.00 | 1,915.87 | 339.02 | 1,927.37 | 0.00 | 0.00 | 0.00 | |
| 13,600.00 | 90.00 | 359.64 | 11,865.00 | 2,015.87 | 338.40 | 2,027.27 | 0.00 | 0.00 | 0.00 | |
| 13,700.00 | 90.00 | 359.64 | 11,865.00 | 2,115.87 | 337.78 | 2,127.18 | 0.00 | 0.00 | 0.00 | |
| 13,800.00 | 90.00 | 359.64 | 11,865.00 | 2,215.87 | 337.16 | 2,227.08 | 0.00 | 0.00 | 0.00 | |
| 13,900.00 | 90.00 | 359.64 | 11,865.00 | 2,315.87 | 336.54 | 2,326.98 | 0.00 | 0.00 | 0.00 | |
| 14,000.00 | 90.00 | 359.64 | 11,865.00 | 2,415.86 | 335.92 | 2,426.88 | 0.00 | 0.00 | 0.00 | |
| 14,100.00 | 90.00 | 359.64 | 11,865.00 | 2,515.86 | 335.29 | 2,526.79 | 0.00 | 0.00 | 0.00 | |
| 14,200.00 | 90.00 | 359.64 | 11,865.00 | 2,615.86 | 334.67 | 2,626.69 | 0.00 | 0.00 | 0.00 | |
| 14,300.00 | 90.00 | 359.64 | 11,865.00 | 2,715.86 | 334.05 | 2,726.59 | 0.00 | 0.00 | 0.00 | |
| 14,400.00 | 90.00 | 359.64 | 11,865.00 | 2,815.86 | 333.43 | 2,826.49 | 0.00 | 0.00 | 0.00 | |
| 14,500.00 | 90.00 | 359.64 | 11,865.00 | 2,915.85 | 332.81 | 2,926.39 | 0.00 | 0.00 | 0.00 | |
| 14,600.00 | 90.00 | 359.64 | 11,865.00 | 3,015.85 | 332.19 | 3,026.30 | 0.00 | 0.00 | 0.00 | |
| 14,700.00 | 90.00 | 359.64 | 11,865.00 | 3,115.85 | 331.57 | 3,126.20 | 0.00 | 0.00 | 0.00 | |
| 14,800.00 | 90.00 | 359.64 | 11,865.00 | 3,215.85 | 330.95 | 3,226.10 | 0.00 | 0.00 | 0.00 | |
| 14,900.00 | 90.00 | 359.64 | 11,865.00 | 3,315.85 | 330.32 | 3,326.00 | 0.00 | 0.00 | 0.00 | |
| 15,000.00 | 90.00 | 359.64 | 11,865.00 | 3,415.84 | 329.70 | 3,425.91 | 0.00 | 0.00 | 0.00 | |
| 15,100.00 | 90.00 | 359.64 | 11,865.00 | 3,515.84 | 329.08 | 3,525.81 | 0.00 | 0.00 | 0.00 | |
| 15,200.00 | 90.00 | 359.64 | 11,865.00 | 3,615.84 | 328.46 | 3,625.71 | 0.00 | 0.00 | 0.00 | |
| 15,300.00 | 90.00 | 359.64 | 11,865.00 | 3,715.84 | 327.84 | 3,725.61 | 0.00 | 0.00 | 0.00 | |
| 15,400.00 | 90.00 | 359.64 | 11,865.00 | 3,815.84 | 327.22 | 3,825.51 | 0.00 | 0.00 | 0.00 | |
| 15,500.00 | 90.00 | 359.64 | 11,865.00 | 3,915.83 | 326.60 | 3,925.42 | 0.00 | 0.00 | 0.00 | |
| 15,600.00 | 90.00 | 359.64 | 11,865.00 | 4,015.83 | 325.98 | 4,025.32 | 0.00 | 0.00 | 0.00 | |
| 15,700.00 | 90.00 | 359.64 | 11,865.00 | 4,115.83 | 325.35 | 4,125.22 | 0.00 | 0.00 | 0.00 | |
| 15,800.00 | 90.00 | 359.64 | 11,865.00 | 4,215.83 | 324.73 | 4,225.12 | 0.00 | 0.00 | 0.00 | |
| 15,900.00 | 90.00 | 359.64 | 11,865.00 | 4,315.83 | 324.11 | 4,325.03 | 0.00 | 0.00 | 0.00 | |
| 16,000.00 | 90.00 | 359.64 | 11,865.00 | 4,415.82 | 323.49 | 4,424.93 | 0.00 | 0.00 | 0.00 | |
| 16,100.00 | 90.00 | 359.64 | 11,865.00 | 4,515.82 | 322.87 | 4,524.83 | 0.00 | 0.00 | 0.00 | |
| 16,200.00 | 90.00 | 359.64 | 11,865.00 | 4,615.82 | 322.25 | 4,624.73 | 0.00 | 0.00 | 0.00 | |
| 16,300.00 | 90.00 | 359.64 | 11,865.00 | 4,715.82 | 321.63 | 4,724.63 | 0.00 | 0.00 | 0.00 | |
| 16,400.00 | 90.00 | 359.64 | 11,865.00 | 4,815.82 | 321.01 | 4,824.54 | 0.00 | 0.00 | 0.00 | |
| 16,500.00 | 90.00 | 359.64 | 11,865.00 | 4,915.82 | 320.39 | 4,924.44 | 0.00 | 0.00 | 0.00 | |
| 16,600.00 | 90.00 | 359.64 | 11,865.00 | 5,015.81 | 319.76 | 5,024.34 | 0.00 | 0.00 | 0.00 | |
| 16,700.00 | 90.00 | 359.64 | 11,865.00 | 5,115.81 | 319.14 | 5,124.24 | 0.00 | 0.00 | 0.00 | |
| 16,800.00 | 90.00 | 359.64 | 11,865.00 | 5,215.81 | 318.52 | 5,224.15 | 0.00 | 0.00 | 0.00 | |
| 16,900.00 | 90.00 | 359.64 | 11,865.00 | 5,315.81 | 317.90 | 5,324.05 | 0.00 | 0.00 | 0.00 | |
| 17,000.00 | 90.00 | 359.64 | 11,865.00 | 5,415.81 | 317.28 | 5,423.95 | 0.00 | 0.00 | 0.00 | |
| 17,100.00 | 90.00 | 359.64 | 11,865.00 | 5,515.80 | 316.66 | 5,523.85 | 0.00 | 0.00 | 0.00 | |
| 17,200.00 | 90.00 | 359.64 | 11,865.00 | 5,615.80 | 316.04 | 5,623.76 | 0.00 | 0.00 | 0.00 | |
| 17,300.00 | 90.00 | 359.64 | 11,865.00 | 5,715.80 | 315.42 | 5,723.66 | 0.00 | 0.00 | 0.00 | |
| 17,400.00 | 90.00 | 359.64 | 11,865.00 | 5,815.80 | 314.79 | 5,823.56 | 0.00 | 0.00 | 0.00 | |
| 17,500.00 | 90.00 | 359.64 | 11,865.00 | 5,915.80 | 314.17 | 5,923.46 | 0.00 | 0.00 | 0.00 | |
| 17,600.00 | 90.00 | 359.64 | 11,865.00 | 6,015.79 | 313.55 | 6,023.36 | 0.00 | 0.00 | 0.00 | |
| 17,700.00 | 90.00 | 359.64 | 11,865.00 | 6,115.79 | 312.93 | 6,123.27 | 0.00 | 0.00 | 0.00 | |
| 17,800.00 | 90.00 | 359.64 | 11,865.00 | 6,215.79 | 312.31 | 6,223.17 | 0.00 | 0.00 | 0.00 | |
| 17,900.00 | 90.00 | 359.64 | 11,865.00 | 6,315.79 | 311.69 | 6,323.07 | 0.00 | 0.00 | 0.00 | |
| 18,000.00 | 90.00 | 359.64 | 11,865.00 | 6,415.79 | 311.07 | 6,422.97 | 0.00 | 0.00 | 0.00 | |
| 18,100.00 | 90.00 | 359.64 | 11,865.00 | 6,515.78 | 310.45 | 6,522.88 | 0.00 | 0.00 | 0.00 | |
| 18,200.00 | 90.00 | 359.64 | 11,865.00 | 6,615.78 | 309.82 | 6,622.78 | 0.00 | 0.00 | 0.00 | |
| 18,300.00 | 90.00 | 359.64 | 11,865.00 | 6,715.78 | 309.20 | 6,722.68 | 0.00 | 0.00 | 0.00 | |
| 18,400.00 | 90.00 | 359.64 | 11,865.00 | 6,815.78 | 308.58 | 6,822.58 | 0.00 | 0.00 | 0.00 | |
| 18,500.00 | 90.00 | 359.64 | 11,865.00 | 6,915.78 | 307.96 | 6,922.48 | 0.00 | 0.00 | 0.00 | |
| 18,600.00 | 90.00 | 359.64 | 11,865.00 | 7,015.77 | 307.34 | 7,022.39 | 0.00 | 0.00 | 0.00 | |

ConocoPhillips
Planning Report

Database: EDT 14 Central Planning
Company: ConocoPhillips MCBU - Permian-Panhandle Gold Data
Project: Planning - NM East State Zone - 3001
Site: ZIA HILLS 20 FEDERAL COM 104H
Well: ZIA HILLS 20 FEDERAL COM 104H
Wellbore: ZIA HILLS 20 FEDERAL COM 104H
Design: Design A

Local Co-ordinate Reference: Well ZIA HILLS 20 FEDERAL COM 104H
TVD Reference: WELL @ 3179.10usft (Original Well Elev)
MD Reference: WELL @ 3179.10usft (Original Well Elev)
North Reference: Grid
Survey Calculation Method: Minimum Curvature

| Planned Survey | | | | | | | | | |
|-----------------------|-----------------|-------------|-----------------------|--------------|--------------|-------------------------|-------------------------|------------------------|-----------------------|
| Measured Depth (usft) | Inclination (°) | Azimuth (°) | Vertical Depth (usft) | +N/-S (usft) | +E/-W (usft) | Vertical Section (usft) | Dogleg Rate (°/100usft) | Build Rate (°/100usft) | Turn Rate (°/100usft) |
| 18,700.00 | 90.00 | 359.64 | 11,865.00 | 7,115.77 | 306.72 | 7,122.29 | 0.00 | 0.00 | 0.00 |
| 18,800.00 | 90.00 | 359.64 | 11,865.00 | 7,215.77 | 306.10 | 7,222.19 | 0.00 | 0.00 | 0.00 |
| 18,900.00 | 90.00 | 359.64 | 11,865.00 | 7,315.77 | 305.48 | 7,322.09 | 0.00 | 0.00 | 0.00 |
| 19,000.00 | 90.00 | 359.64 | 11,865.00 | 7,415.77 | 304.85 | 7,422.00 | 0.00 | 0.00 | 0.00 |
| 19,100.00 | 90.00 | 359.64 | 11,865.00 | 7,515.77 | 304.23 | 7,521.90 | 0.00 | 0.00 | 0.00 |
| 19,200.00 | 90.00 | 359.64 | 11,865.00 | 7,615.76 | 303.61 | 7,621.80 | 0.00 | 0.00 | 0.00 |
| 19,300.00 | 90.00 | 359.64 | 11,865.00 | 7,715.76 | 302.99 | 7,721.70 | 0.00 | 0.00 | 0.00 |
| 19,400.00 | 90.00 | 359.64 | 11,865.00 | 7,815.76 | 302.37 | 7,821.60 | 0.00 | 0.00 | 0.00 |
| 19,500.00 | 90.00 | 359.64 | 11,865.00 | 7,915.76 | 301.75 | 7,921.51 | 0.00 | 0.00 | 0.00 |
| 19,516.75 | 90.00 | 359.64 | 11,865.00 | 7,932.51 | 301.64 | 7,938.24 | 0.00 | 0.00 | 0.00 |

BHL: 60' FNL, 1650' FEL

| Design Targets | | | | | | | | | |
|--|---------------|--------------|------------|--------------|--------------|-----------------|----------------|----------------|-------------------|
| Target Name - hit/miss target - Shape | Dip Angle (°) | Dip Dir. (°) | TVD (usft) | +N/-S (usft) | +E/-W (usft) | Northing (usft) | Easting (usft) | Latitude | Longitude |
| ZIA HILLS 20 FEDERAL - plan hits target center - Point | 0.00 | 0.01 | 5,920.00 | -8.92 | 260.99 | 374,550.12 | 698,213.39 | 32° 1' 41.30 N | 103° 41' 37.445 W |
| ZIA HILLS 20 FEDERAL - plan hits target center - Point | 0.00 | 0.00 | 11,865.00 | 7,932.51 | 301.64 | 382,491.18 | 698,254.05 | 32° 2' 59.89 N | 103° 41' 36.426 W |
| ZIA HILLS 20 FEDERAL - plan hits target center - Point | 0.00 | 0.00 | 11,865.00 | 705.77 | 346.54 | 375,264.78 | 698,298.94 | 32° 1' 48.37 N | 103° 41' 36.402 W |

| Casing Points | | | | | | |
|-----------------------|-----------------------|----------------|---------------------|-------------------|--|--|
| Measured Depth (usft) | Vertical Depth (usft) | Name | Casing Diameter (") | Hole Diameter (") | | |
| 2,500.00 | 2,500.00 | 11 3/4" Casing | 11-3/4 | 14-3/4 | | |
| 12,289.87 | 11,865.00 | 8 5/8" Casing | 8-5/8 | 10-3/4 | | |
| 19,516.75 | 11,865.00 | 5 1/2" Casing | 5-1/2 | 7-7/8 | | |

| Plan Annotations | | | | |
|-----------------------|-----------------------|--------------|--------------|---------------------------|
| Measured Depth (usft) | Vertical Depth (usft) | +N/-S (usft) | +E/-W (usft) | Comment |
| 100.00 | 100.00 | 0.00 | 0.00 | SHL: 2637' FNL, 2001' FEL |
| 2,933.14 | 2,932.72 | -0.50 | 14.51 | EOB: 2638' FNL, 1986' FEL |
| 5,597.84 | 5,587.29 | -8.42 | 246.48 | SOD: 2645' FNL, 1755' FEL |
| 11,051.99 | 11,041.02 | -8.92 | 260.99 | KOP: 2628' FNL, 1740' FEL |
| 12,289.87 | 11,865.00 | 705.77 | 346.54 | LP: 1931' FNL, 1650' FEL |
| 19,516.75 | 11,865.00 | 7,932.51 | 301.64 | BHL: 50' FNL, 1650' FEL |



WELL PLAN SUMMARY

Date:
Version:
Prepared by:

| | | | | | |
|--------------------------------|--|-----------------------|------------|------------------------------|--|
| WELL: Zia Hills 20 104H | | COUNTY, STATE: | | AFE: | |
| SURFACE LOC: | | API No.: | | Drilling Network No.: | |
| BH LOC: | | TRRC Permit: | | Invoice Handler ID: | |
| ELEVATIONS: | | BLM Permit: | | COST ESTIMATE | |
| GL | | WH Coord.: | LAT | DRILLING | |
| KB | | (NAD-83) | LOH | COMPLETION | |
| | | | | FACILITIES | |
| | | | | TOTAL | |

| FORMATION TOP: | TVD | SURSEA | |
|-----------------------|--------|---------|-------------|
| 17-1/2" x 13-3/8" | | | |
| Quaternary Fill | 31 | 3,153 | |
| Base of Fresh Water | 328 | 2,856 | Fresh Water |
| Rustler | 1,024 | 2,160 | Fresh Water |
| Top of Salt | 1,584 | 1,600 | Salt |
| Castille | 2,184 | 1,000 | Salt |
| Delaware Base of Salt | 4,364 | (1,180) | Gas / Oil |
| Ford Shale | 4,464 | (1,280) | Gas / Oil |
| Cherry Canyon | 5,284 | (2,100) | Gas / Oil |
| Brushy Canyon | 6,864 | (3,680) | Gas / Oil |
| Bone Springs | 8,184 | (5,000) | Gas / Oil |
| Bone Springs 1st Sand | 9,339 | (6,155) | Gas / Oil |
| Bone Springs 2nd Sand | 9,984 | (6,800) | Gas / Oil |
| Bone Springs 3rd Carb | 10,484 | (7,300) | Gas / Oil |
| Wolfcamp | 11,544 | (8,360) | Gas / Oil |
| Wolfcamp 1 | 11,744 | (8,560) | Gas / Oil |
| ICP | 11,865 | (8,681) | Gas / Oil |

Objective

Notes

Goals

Have no lost time or recordable accidents.
Have no spills or adverse environmental impact.
Have no stuck pipe incidents.
Avoid lost circulation incidents.
Maintain well control and follow ConocoPhillips well control policy.
Obtain good mud log data.
Deliver usable wellbore to production department.

| | | | | |
|--------------------------|---------------------|--------------------|---------|-----------|
| 9 5/8 in. shoe 11139.09' | TARGET | 11,865 | (8,560) | Gas / Oil |
| MD 2003.43'FSL | Formation Dip Rate: | est 90.1° (up dip) | | |
| | PBTD | 11,865 | (8,560) | Gas / Oil |

CONTACTS

| | Office | Cell |
|------------------------------------|--------------|--------------|
| Drilling Engineer: Mike Callahan | 832-486-2480 | 907-231-2176 |
| Geologist: Josh Day | 281-206-5620 | 423-512-0347 |
| Onsite Drilling Rep.: Greg Rivera | 432-848-5238 | |
| Dennis Hously | | |
| Field Drilling Supt.: James Taylor | 830-583-4828 | 956-229-1393 |
| Patrick Wellman | | 432-215-7079 |
| Drilling Supt.: Scott Nicholson | 281-206-5392 | 432-230-8010 |

Estimated BH Static Temperature (°F): 220

Max. Anticipated BH Pressure: 8,306 psi 13.5 ppg

Max Anticipated Surface Pressure: 4,559 psi

| DRILLING FLUID: | Type | Interval (MD) | Density (ppg) | Vis (sec/qt) | PV (cP) | YP (#100R2) | pH | FL (mL) | LGS (% by vol) | NaCl (ppb sol) | Remarks |
|-----------------|------------------|------------------|---------------|--------------|---------|-------------|---------|---------|----------------|----------------|-----------|
| Surface: | Fresh Water | Surface - 1,124' | 8.2 | 28-50 | 1-5 | 2-6 | 7.5-8.5 | NC | < 5.0 | 10,000 | Rig Tanks |
| Intermediate 1: | Emulsified Brine | 12,290' | 8.2 | 28-50 | 1-5 | 2-6 | 7.5-8.5 | NC | < 5.0 | 180,000 | Rig Tanks |
| Production: | OBM | 19517' - 12290' | 8.2 | 50-70 | 18-25 | 8-14 | 9.5-10 | < 8 | < 8.0 | 400 - 00 | Rig Tanks |

Reference Drilling Fluids Program

| CASING: | Hole | TOP (MD) | BTM (MD) | Length | Size | Wt | Grade | Connection | BOP: |
|---------------|---------|----------|----------|---------|--------|-------|-------|------------|--|
| Surface: | 17-1/2" | 27 | 1,684' | 1,657' | 13 3/8 | 54.50 | J-55 | BTC | Minimum - COP Class 3 Well Control Requirements |
| Intermediate: | 12-1/4" | 27 | 12,290' | 12,263' | 9 5/8 | 47.00 | P-110 | BTC | Rig - [REDACTED] |
| Production: | 8-1/2" | 27 | 19,517' | 19,490' | 5 1/2 | 23.00 | P-110 | TXP | Stackup - Rotating Head, Annular Preventer, Pipe Ram, Blind Ram, Mud Cross (Choke & Kill Valves), Pipe Ram |

Waste Handling: Closed loop cuttings disposal system with haul off to approved facility.

Mud Pit: Float Based Electronic PVT with Flow Sensor and Gravity Trip Tank, Alarms +/- 10 BBLs

| CEMENT: | Hole | MD | TVD | Spacer | Lead | Tail | COMMENTS |
|---------------|-----------------|---------|---------|-----------------------------------|--------------------------------|--------------------------|--|
| Surface: | 17-1/2"X13-3/8" | 1,684' | 1,684' | 20 bbl FW | 1550 sx Control Set 'C' + adds | 660 sx Type 'III' + adds | Cemented to surface w/ 200%XS |
| Intermediate: | 12-1/4"X9-5/8" | 12,290' | 11,865' | 40 bbl Invert Spacer + 100 bbl SW | 11.5ppg 2.66 f3/sk | 13ppg 1.34 f3/sk | Add FiberBlock |
| Production: | 8-1/2"X5-1/2" | 19,517' | 11,865' | 40 bbl Visweep | 1060 sx WBL + adds | 450 sx Thermal 35 + adds | TOC 500' into previous casing shoe w/ 70%L / 30%T XS calcd on 12.25' |

Reference Cementing Recommendation

DIRECTIONAL PLAN:

| Comments | MD (ft) | INC (deg) | AZI (deg) | TVD (ft) | NS (ft) | EW (ft) | PLS (ft/100') | VS (ft) | SEC-T-R | Section Line Distance |
|----------------------------|---------|-----------|-----------|----------|---------|---------|---------------|---------|---------|-----------------------|
| Build @ 1.5°/100' | | | | | | | | | | |
| End Build @ 5° | | | | | | | | | | |
| Drop @ 1.5°/100' | | | | | | | | | | |
| Complete Drop. Hold to KOP | | | | | | | | | | |
| Build @ 8°/100' | | | | | | | | | | |
| End Build @ 7° | | | | | | | | | | |
| KOP Build @ 8°/100' | | | | | | | | | | |
| Toe Sleeve 2 | | | | | | | | | | |
| Toe Sleeve 1 | | | | | | | | | | |
| PBHL/TD | | | | | | | | | | |

Reference Directional Plan MWD Surveys will be taken at 90° interval below surface casing, 30° while building curve, and every 90° while drilling lateral.

FORMATION EVALUATION:

| | | | |
|----------------------------|---------------------------------|-------------------|------------|
| Mud Logging - One-Man: | [REDACTED] | Correlation Well: | [REDACTED] |
| Mud Logging - Two-Man: | Intermediate Casing Point to TD | | |
| Open Hole - PEX: | None | | |
| Cased Hole - GR/CBL/AUSIT: | [REDACTED] | | |
| MWD - GR: | 200' above KOP to TD | | |

OUR WORK IS NEVER SO URGENT OR IMPORTANT THAT WE CANNOT TAKE THE TIME TO DO IT SAFELY!

Compressed Natural Gas – On lease

- Gas flared would be minimal, but might be uneconomical to operate when gas volume declines

NGL Removal – On lease

- Plants are expensive, residue gas is still flared, and uneconomical to operate when gas volume declines

ConocoPhillips, ZIA HILLS 20 FEDERAL COM 104H

1. Geologic Formations

| | | | |
|---------------|----------------|-------------------------------|-----|
| TVD of target | 11,865' | Pilot hole depth | N/A |
| MD at TD: | 19,517' | Deepest expected fresh water: | 300 |

Basin

| Formation | Depth (TVD) from KB | SSTVD (ft.) | Water/Mineral Bearing/Target Zone | Hazards * |
|-----------------------------------|----------------------------|--------------------|--|-------------------------------------|
| Quaternary Fill | Surface | 3,153 | Water | |
| Base of Fresh Water | 328 | 2,856 | Water | |
| Rustler | 1,024 | 2,160 | Water | |
| Top of Salt / Salado | 1,584 | 1,600 | Mineral | |
| Castile | 2,184 | 1,000 | Mineral | |
| Delaware Top / Base Salt | 4,364 | -1,180 | O & G | |
| Ford Shale | 4,464 | -1,280 | O & G | |
| Cherry Canyon | 5,284 | -2,100 | O & G | Losses |
| Brushy Canyon | 6,864 | -3,680 | O & G | Losses |
| Bone Springs | 8,184 | -5,000 | O & G | Abnormal pressure |
| Bone Springs 1 st Carb | 9,339 | -6,155 | O & G | Abnormal pressure |
| Bone Springs 2 nd Carb | 9,984 | -6,800 | O & G | Abnormal pressure |
| Bone Springs 3 rd Carb | 10,484 | -7,300 | O & G | Abnormal pressure |
| WolfCamp | 11,544 | -8,360 | O & G | Abnormal pressure /Hole Instability |
| WolfCamp 1 | 11,744 | -8,560 | O & G | Abnormal pressure /Hole Instability |

*H2S, water flows, loss of circulation, abnormal pressures, etc.

2. Casing Program

ConocoPhillips Company respectfully requests to approve the following 3-string casing and cementing program with the 9-5/8" casing set in the Wolfcamp. The intent for the casing and cementing program:

- Drill 17-1/2" surface hole to Rustler.
- Drill 12-1/4" hole from Rustler to Wolfcamp with the same density mud (OBM or Saturated Brine).
- Case and cement the well with 13-3/8" surface, 9-5/8" intermediate and 5-1/2" production casing (3-strings).
- Isolate the Salt & Delaware utilizing Annulus Casing Packer and Stage Tool with 2-Stage Cement or Remediate with Bradenhead Squeeze if necessary.
- Bring cement for 13-3/8" casing and 9-5/8" casing to surface. Cement 5-1/2" casing to lap inside 9-5/8" casing shoe.
- 5-1/2" TXP buttress Casing Connection in 8-1/2" OH for minimum of 0.422 in clearance per Onshore Oil and Gas Order #2 III.B.

ConocoPhillips, ZIA HILLS 20 FEDERAL COM 104H

| Hole Size | Casing Interval | | Csg. Size | Weight (lbs) | Grade | Conn. | SF Burst | SF Collapse | SF Tension |
|---------------------------|-----------------|-------|-----------|--------------|-------|-------|----------|-------------|----------------------|
| | From | To | | | | | | | |
| 17.5" | 0 | 1684 | 13.375" | 54.5 | J55 | BTC | 3.62 | 2.60 | 8.41 (9.68) |
| 12.25" | 0 | 12290 | 9.625" | 47.0 | P110 | BTC | 1.41 | 2.11 | 1.11 (1.29) |
| 8.50" | 0 | 19517 | 5.5" | 23.0 | P110 | TXP | 1.52 | 1.33 | 2.35 (2.96) |
| BLM Minimum Safety Factor | | | | | | | 1.00 | 1.125 | 1.6 Dry (1.8 Wet) |

****COP Collapse Design: 1/3 Partial Evacuation to the next casing depth (TVD).**

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

Must have table for contingency casing

| | 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. | Y |
| 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? | |
| 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 |
| If yes, are there three strings cemented to surface? | |

ConocoPhillips, ZIA HILLS 20 FEDERAL COM 104H

Cementing Program

Option 1:

| Casing | # Sks | Wt. lb/ gal | Yld ft ³ / sack | H ₂ O gal/sk | 500# Comp. Strength (Estimated hours) | Slurry Description |
|--------|-----------------|----------------|----------------------------------|----------------------------|---|---|
| Surf. | 1550 | 12.8 | 1.73 | 9.25 | 8 | Lead: Control Set 'C' + 1.0% CaCl ₂ + 1.0% SMS + 1.0% OGC-60 + ¼ lb/sk Polyflake + ½ ppb FiberBlock |
| | 660 | 14.8 | 1.33 | 6.37 | 7 | Tail: 0:1:0 'Type III' + 0.5% CaCl ₂ + ¼ lb/sk Polyflake + ½ ppb FiberBlock |
| Inter. | 1060 | 11.0 | 2.7 | 13.5 | 18 | Lead: WBL + 0.5% CFL-4 + 0.6% LTR + 0.2% SPC-II + 0.4% CDF-4P + ¼ lb/sk Polyflake + ½ ppb FiberBlock + WBL |
| | 450 | 13.2 | 1.59 | 7.9 | 7 | Tail: Thermal 35 + 10% NaCl + 0.9% CFR + 0.7% CFL-4 + 0.1% LTR + 0.2% SPC-II + 0.4% CDF-4P + ¼ lb/sk Polyflake + ½ ppb FiberBlock |
| | 2310 | 11.0 | 1.73 | 9.25 | | Tail: Thermal 35 + 10% NaCl + 0.9% CFR + 0.7% CFL-4 + 0.1% LTR + 0.2% SPC-II + 0.4% CDF-4P + ¼ lb/sk Polyflake + ½ ppb FiberBlock |
| Prod. | 1977 | 15.6 | 1.19 | 5.21 | 10 | Tail: 1:1:0 'Poz:Lafarge G' + 20% Silica Flour + 8% Silica Flume + 2% FWCA-H (FWC-2) + 0.3% HTR + 0.5% CR-4 (MCR-4) + 1% TAE-1 (SEA-1) + 1% CFL-4 + 0.2% CFR-5 + 0.3% ASM-3 (AS-3) |
| | DV/ACP Tool: NO | | | | | |

DV tool depth(s) will be adjusted based on hole conditions and cement volumes will be adjusted proportionally. DV tool will be set a minimum of 50 feet below previous casing and a minimum of 200 feet above current shoe. If it cannot be set below the shoe, a CBL shall be run to verify cement coverage.

Lab reports with the 500 psi compressive strength time for the cement will be onsite for review.

| Casing String | TOC | % Excess in OH |
|---------------|---------|----------------|
| Surface | 0' | >100% |
| Intermediate | 0' | >30% |
| Production | 10,139' | >10% |

Include Pilot Hole Cementing specs: NO PILOT HOLE.

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Pilot hole depth N/A
KOP

| Plug top | Plug Bottom | % Excess | No. Sacks | Wt. lb/gal | Yld ft3/sack | Water gal/sk | Slurry Description and Cement Type |
|----------|-------------|----------|-----------|------------|--------------|--------------|------------------------------------|
| | | | | | | | |
| | | | | | | | |

4. Pressure Control Equipment

| | |
|---|--|
| N | A variance is requested for the use of a diverter on the surface casing. See attached for schematic. |
|---|--|

| BOP installed and tested before drilling which hole? | Size? | Min. Required WP | Type | ✓ | Tested to: |
|--|----------------|------------------|------------|---|--------------------------|
| 12-1/4" | 11" or 13-5/8" | 10M | Annular | x | 100% of working pressure |
| | | | Blind Ram | x | |
| | | | Pipe Ram | x | 75% of working pressure |
| | | | Double Ram | x | |
| | | | Other* | | |
| 8-1/2" | 11" or 13-5/8" | 10M | Annular | x | 100% of working pressure |
| | | | Blind Ram | x | |
| | | | Pipe Ram | x | 75% of working pressure |
| | | | Double Ram | x | |
| | | | Other* | | |

*Specify if additional ram is utilized.

Note: A 11" or 13-5/8" BOPE will be utilize depending on availability and Rig Substructure Clearance.

BOP/BOPE will be isolated from the casing and tested by an independent service company to 250 psi low and the high pressure indicated above per Onshore Order 2 requirements. BOPE controls will be installed prior to drilling under the surface casing and will be used until the completion of drilling operations. The intermediate interval and the production interval will be tested per 10M working system requirements. A variance is requested to use a 5M annular and test the annular to 100% of its working pressure. This variance is requested in conjunction with the attached well control plan.

Pipe rams will be operationally checked each 24-hour period. Choke manifold will have one remotely operated valve and a manual adjustable valve in front of the choke manifold, as detailed in the Onshore Order 2. It currently contains one 10M hydraulic choke for a total of three choke branches (two manual and one hydraulic). 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

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equipment will include a Kelly cock and floor safety valve (inside BOP) and choke lines and choke manifold. See attached schematics.

A Spudder Rig may be used to drill the surface and/or intermediate hole for economical reason depending on availability.

The wellhead will be installed and tested as soon as the surface casing is cemented. Prior to drilling out the surface casing, ConocoPhillips shall nipple up a 10M BOPE & choke arrangement with 10M components and test to the rated working pressure of a 10M BOPE system as it is subjected to the maximum anticipated surface pressure 5647 psi. The pressure test to MASP and 100% for annular shall be performed with a test plug after installing the casing head and nipping up the 10M BOPE system prior to drilling out the surface casing.

However, ConocoPhillips shall nipple up a 10M BOPE with 5M Annular Preventer if drilling out surface casing with Primary Rig.

| | |
|---|--|
| 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. <ul style="list-style-type: none"> • See attached data sheet & certification. |
| 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. <ul style="list-style-type: none"> • See attached schematic. |

5. Mud Program

| Depth | | Type | Weight (ppg) | Viscosity | Water Loss |
|-------|--------|------------------|--------------|-----------|------------|
| From | To | | | | |
| 0 | 1,124 | Fresh Water | 8.34 - 8.6 | 28-50 | N/C |
| 0 | 12,290 | Cut-Brine or OBM | 8.6-9.2 | 28-50 | ≤5 |
| 0 | 19,517 | Oil Base Mud | 9.5-13.5 | 50-70 | ≤5 |

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

| | |
|---|------------------------------|
| What will be used to monitor the loss or gain of fluid? | PVT/MDToto/Visual Monitoring |
|---|------------------------------|

6. Logging and Testing Procedures

| |
|-------------------------------------|
| Logging, Coring and Testing. |
|-------------------------------------|

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| | |
|---|--|
| x | GR from 200' above KOP to TD (GR as part of the BHA while drilling). |
| | No Logs are planned based on well control or offset log information. |
| | Drill stem test? If yes, explain |
| | Coring? If yes, explain |
| x | Dry samples taken 30' from intermediate 1 casing point to TD. |

| Additional logs planned | Interval |
|-------------------------|----------|
| Resistivity | |
| Density | |
| CBL | |
| x Mud log | |
| PEX | |
| x Bottom hole Gauge | |

7. Drilling Conditions

| Condition | Specify what type and where? |
|----------------------------|------------------------------|
| BH Pressure at deepest TVD | 8306 psi |
| Abnormal Temperature | No |

Mitigation measure for abnormal conditions. Describe. Lost circulation material/sweeps/mud scavengers.

| | |
|--|--------------------------------|
| Hydrogen Sulfide (H ₂ S) monitors will be installed prior to drilling out the surface shoe. If H ₂ S is detected in concentrations greater than 100 ppm, the operator will comply with the provisions of Onshore Oil and Gas Order #6. If Hydrogen Sulfide is encountered, measured values and formations will be provided to the BLM. | |
| N | H ₂ S is present |
| Y | H ₂ S Plan attached |

8. Other facets of operation

Is this a walking operation? If yes, describe. Yes, please see below.

Will be pre-setting casing? If yes, describe. Yes, please see below.

Spudder Rig and Batch Drilling Operations:

A blind flange cap of the same pressure rating as the wellhead will be secured to seal the wellbore on all casing strings. Pressure will be monitored via flanged port tied to a needle valve and pressure gauge to monitor pressures on each wellhead section and a means for intervention will be maintained while the drilling rig is not over the well.

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Attachments:

- Attachment#1: Directional Plan.
- Attachment#2: Wellbore Casing & Cementing Schematic.
- Attachment #3: Special (Premium) Connections.
- Attachment#4: Wellhead Schematic.
- Attachment #5: BOP Schematic.
- Attachment #6: Choke Schematic.
- Attachment #7: Flex Hose Documentation.
- Attachment #8: Rig Layout.
- Attachment #9: Wild Well Control Plan

| | |
|-------------------------------------|----------------------|
| CONTITECH RUBBER Industrial Kft. | No: QC-DB- 45 / 2012 |
| | Page: 9 / 50 |

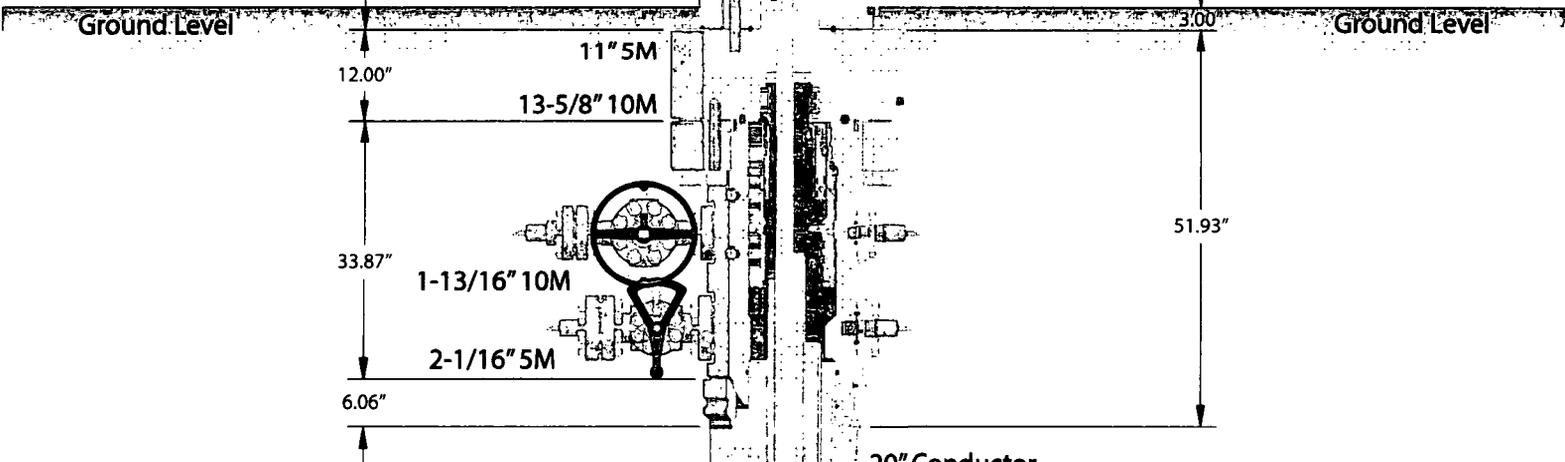
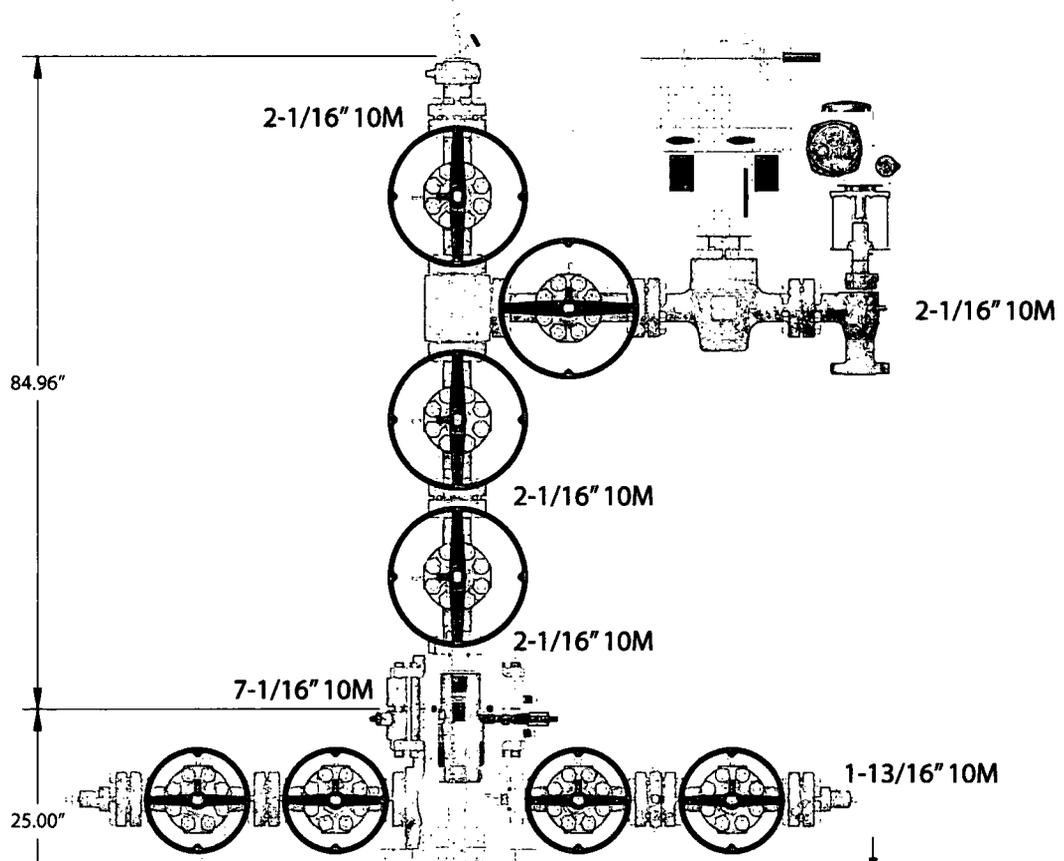
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CONTITECH

Hose Data Sheet

| | |
|------------------------------|--|
| CRI Order No. | 516273 |
| Customer | ContiTech Beattie Co. |
| Customer Order No | PO5438 STOCK |
| Item No | 3 |
| Hose Type | 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 PSIBX155 RING GROOVE |
| Type of coupling other end | FLANGE 4 1/16" API SPEC 6A TYPE 6BX FOR 10000 PSI 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 | NO! 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 |
| MBR storage [m] | 1.40 |
| Type of packing | WOODEN CRATE ISPM-15 |



13-5/8" 10M MN-DS Wellhead System with CXS Completion



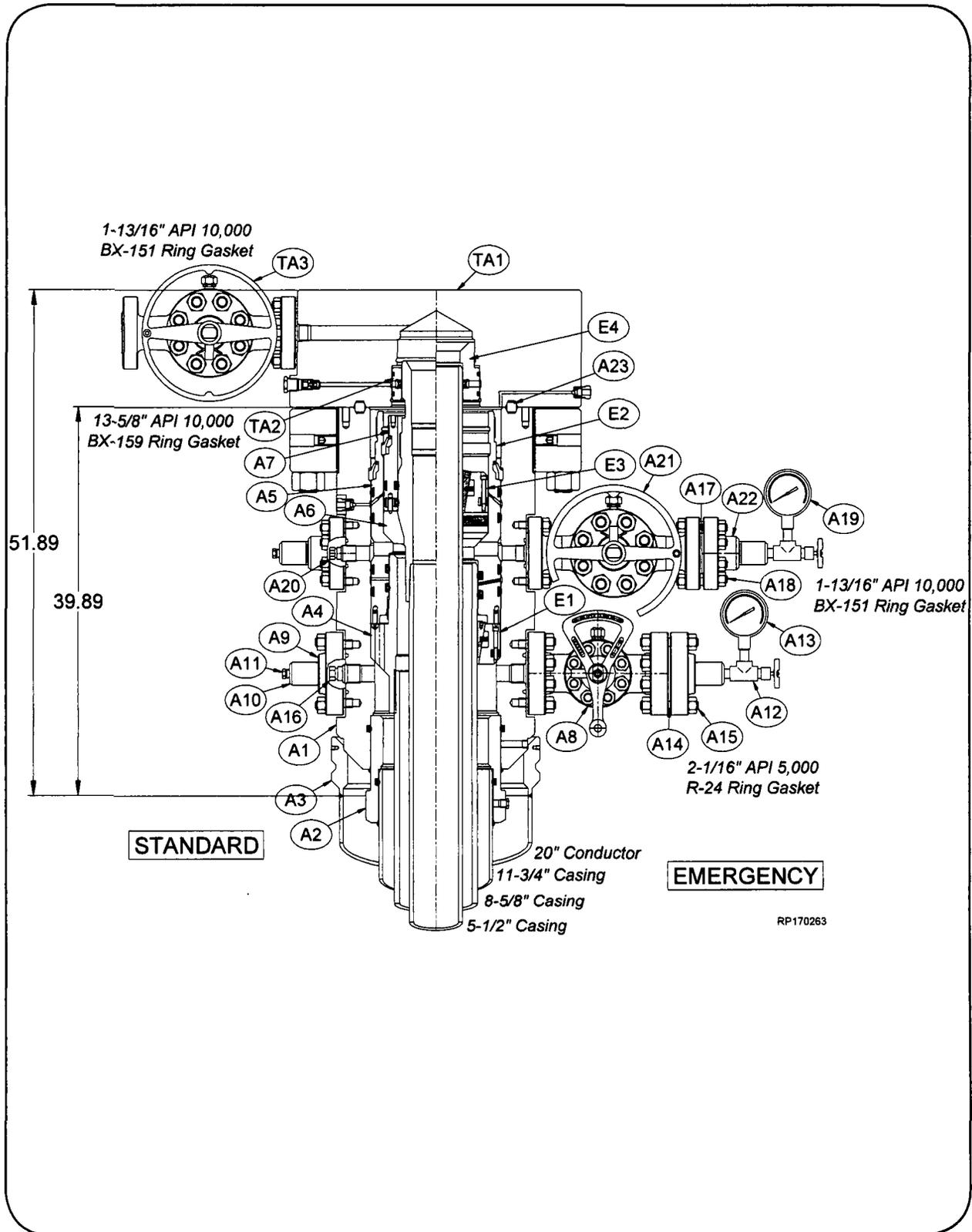
- 20" Conductor
- 11-3/4" Casing
- 8-5/8" Casing
- 5-1/2" Casing
- 2-3/8" Tubing



C7747

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System Drawing



Bill of Materials

NOTE Contact your Cameron representative for replacement part inquiries. Cameron personnel can check the latest revision of the assembly bill-of-material to obtain the appropriate and current replacement part number.

| MN-DS HOUSING | | |
|---------------|--|--|
| Item Qty | Description | |
| A1 1 | Conversion; Casing Head Housing, Type 'Mn-Ds', 10K, 13-5/8 Nom 10K Oec BX-159w/20.500-4TPI LH Stub Acme Top f/ Thded Flg and Prep f/ Internal Snap Ring x 13-3/8 SOW Btm w/ Four Grout Ports, w/ (2) Upper 1-13/16 API 10K BX-151 Outlets w/1-1/4 API Vr Thds Part# 2031060-48-02 | |
| A2 1 | Body, Bushing Reducer, 13-3/8 SOW x 11-3/4 SOW Part# 2310058-03-01 | |
| A3 1 | Body, Load Ring f/ 20 Casing (.375 C.S. Casing) To Accept Low Pressure Adapter Part# 2329761-07-01 | |
| A4 1 | Casing Hanger, Mandrel, Type 'Mn-Ds', 13-5/8 Nom x 8-5/8 API BC Box Thd Btm x 10.000-4TPI L.H Stub Acme Running Thd, Min Bore: 8.000, 10,000 Psi Max Working Pressure, 700,000 Lbs Max Hanging Load Part# 2345509-17 | |
| A5 1 | Assy; Packoff Support Bushing, Type MN-DS', 13-5/8 10K, w/ 13-5/8 Nom Dovetail Seal, and 9-5/8 Nom 'T' Seal and w/ Internal and External Lock Ring Prep, Min. Bore 8.835 Part# 2161673-01-01 | |
| A6 1 | Rotating Mandrel Hanger, Type 'MN-DS'; 11 Nom, 5-1/2 20 Lb/Ft Tenaris XP Buttress Box Thd Btm X 7.500- 4 TPI Stub ACME Running Thd w/ 5.010 OD type 'H' BPV Thd w/ 7 Nom Slick Neck Top, w/ FLOW-by Slots; Min Bore: 4.754 Part# 2345649-49-01 | |

| MN-DS HOUSING | | |
|---------------|--|--|
| Item Qty | Description | |
| A7 1 | Assy; Seal Packoff f/ 11 Nom Type 'Mn-Ds', w/ 9.875-4TPI LH Stub Acme Thd w/ 7.75 Dbl 'T' Seals At ID and Dovetails At OD Part# 2217588-05-03 | |
| A8 1 | Gate Valve, Manual, Model M Pow-R-Seal, 2-1/16 Bore, 5K Psi Psi, 2-1/16 API Flg x Flg Part# 2148451-31-22 | |
| A9 2 | Companion Flange, 2-1/16 API 5K x 2" API LP Thd Part# 142362-01-03-02 | |
| A10 4 | Bull Plug 2" LP w/1/2 NPT x 3.750" Lg Part# 007481-01 | |
| A11 2 | Bleeder Fitting, Plug 1/2 NPT 4140 Nace Part# 2738068-02 | |
| A12 2 | Needle Valve, 1/2 NPT 10000 Psi Part# 006818-23 | |
| A13 1 | Pressure Gauge 0-5M Liquid Filled Part# Y52100-00300791 | |
| A14 3 | Ring Gasket, R-24 Part# 702001-24-02 | |
| A15 8 | Stud w/(2) Nuts 7/8" x 6" Lg Part# Y51201-20220301 | |
| A16 1 | VR Plug 1-1/2 In 11-1/2 TPI -3/4 TPF 'Vee' Tubing Thd, 2-1/16 2K - 10K Part# 2222164-02-01 | |
| A17 3 | Ring Gasket, BX-151 Part# 702003-15-12 | |
| A18 8 | Stud w/(2) Nuts, 3/4"-10 x 5-1/4" Lg Part# Y51201-20120201 | |
| A19 1 | Pressure Gauge 0-10M Liquid Filled Part# Y52100-00301391 | |

| MN-DS HOUSING | | |
|---------------|--|--|
| Item Qty | Description | |
| A20 1 | VR Plug 1-1/4 LP Thd, 1-13/16 2K - 10K Part# 2222164-01-01 | |
| A21 1 | Gate Valve, Manual, Model FLS, 1-13/16 Bore, 10K Psi, 1-13/16 API Flg x Flg Part# 141510-41-91-01 | |
| A22 2 | Companion Flange, 1-13/16 API 10K w/ 2" API Line Pipe, 5000 Psi WP Part# 142359-01-03-02 | |
| A23 1 | Ring Gasket, BX-159 Part# 702003-15-92 | |

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13-5/8" 10K MN-DS System
20" x 11-3/4" x 8-5/8" x 5-1/2" Casing Program



Bill of Materials

Contact your Cameron representative for replacement part inquiries. Cameron personnel can check the latest revision of the assembly bill-of-material to obtain the appropriate and current replacement part number.

| SERVICE TOOLS | | |
|---------------|---|--|
| Item Qty | Description | |
| ST1 1 | Conversion Assy; Casing Head Torque Tool, f/ 'MN-DS' w/ Lift Plate, 13-3/8 In API 8Rnd Short Thread Casing Box Thread Top X .750-10UNC (16) Bolt Pattern Btm, (8) Torque Pins, Min Bore: 12.605 Part# 2143701-75 | |
| ST1A 1 | Conversion Body; Lift Plate for Casing Head Torque Tool w/ Exrt 14.75 Stub ACMERng Thd and (2) OD O-ring Seals Part# 2143700-76 | |
| ST2 1 | Assy; Test Plug, Type "C" 13-5/8" Nom f/ Use In Cactus Head w/ WQ Seal 4-1/2" IF Box X 4-1/2" IF Pin Btm, w/ Weep Hole On Top Portion Of Test Plug Part# 2247044-01-01 | |
| ST3 1 | Weldment and Assy; Wear Bushing Running & Retrieving Tool IC-2, 13-5/8" Nom x 4-1/2" IF Box Btm x Top Part# 2301310-02 | |
| ST4 1 | Assy; Wear Bushing, f/ 13-5/8" Nom 10K Type 'Mn-Ds' Housing, Installed w/ (4) O-Rings & (4) Welded Stop Lugs Min Bore: 12.615 Part# 2367788-02 | |
| ST5 1 | Assy; Running Tool, 13-5/8" Nom, w/ 8-5/8 BC Box Thd Top x 10.000-4TPI LH Stub Acme Running Thd Btm, C/ W Single O-Ring and (3) Centralizing Ribs, Min Bore: 8.00 Part# 2161757-98-01 | |
| ST6 1 | Assy; Jetting Tool, 13-5/8" Nom Compact Housing, Type 'SSMC' Part# 2125914-01 | |

| SERVICE TOOLS | | |
|---------------|--|--|
| Item Qty | Description | |
| ST7 1 | Running Tool, 'MN-DS' Type f/ 13-5/8" Nom Pack-off Support Bushing w/ 4-1/2" API IF Thd Top x 4-1/2" API IF Thd Btm and 12.375" 4-TPI LH Stub Acme Thd, Safe Working Load: 275K Lbf Part# 2017712-10-01 | |
| ST8 1 | Assy; Test Plug, Type 'IC', 11" Nom 4-1/2" IF Box X Pin Btm, w/ Weep Hole On Top Portion Of Test Plug, w/(2)Dovetail Seal Grooves Part# 2247042-07-01 | |
| ST9 1 | Weldment and Assembly, Retrieving Tool, 11" In Nom x 4-1/2" IF Box Btm x Top, Min Bore: 4.19" Part# 2367902-01-01 | |
| ST10 1 | Assy; Wear Bushing, f/ 11" Nom Type 'MN-DS', Min Bore: 8.910" Part# 2125720-06 | |
| ST11 1 | Assy; Rotating Fluted Mandrel Hanger Running Tool, TSDS-S; 11 Nom X 7.500-4TPI Stub ACME Thd Btm X 5-1/2 23 Lb/Ft TSH Blue Box Thd Top, w/ 1/8-27 NPT Test Port Part# 2161757-83-01 | |
| ST12 1 | Running Tool; F/ 11 Nom Seal Assembly w/ 4-1/2 API IF Thd Top X 2-7/8 API IF Thd Btm and 9.875-4 TPI LH Stub ACME Thd Part# 2017712-15-01 | |
| ST13 1 | Assy; Casing Head Running Tool; 14.750-4 TPI LH Internal Stub ACME Thd Btm X 11-3/4 API 8Rnd Short Thd Casing Box Thd Top; Min Bore: 11.359 Part# 2254468-04-01 | |
| ST14 1 | Assy; Low Pressure Adapter; 24.00 OD X 22.740 ID Part# 2222008-06-01 | |

| EMERGENCY EQUIPMENT | | |
|---------------------|---|--|
| Item Qty | Description | |
| E1 1 | Assy; MN-DS-IC-1 Casing Slip, 13-5/8 Nom X 8-5/8 Casing; w/ Holes F/ Antirotation Pins, (Control Height) Part# 2161741-09-01 | |
| E2 1 | Assy; Emergency Bushing Packoff Support, 'MN-DS', 13-5/8, w/ 13-5/8 Dovetail; 8-5/8 'T' Seals, w/ Internal and External Lockring Prep; 10K Service Part# 2161673-20-01 | |
| E3 1 | Assy; Casing Hanger, IC-2, 11" x 5-1/2", (f/ 10K Above and Below) Part# 2357372-01-01 | |
| E4 1 | Assy; 'NX' Bushing Nom 11" x 5-1/2" OD Csg w/ Integral Bit Guide Part# 2161829-02-01 | |

| CAPPING FLANGE | | |
|----------------|---|--|
| Item Qty | Description | |
| TA1 1 | Assy; Capping Flg, 7-1/16" API 10K BX-156 Std'd Blind Top x 13-5/8" API 10K BX-159 Std'd Btm, w/ One 1-13/16" API 10K BX-151 Std'd Side Outlet, w/ 1-13/16" API Vr Thd, w/ 11" 'NX' Btm Prep, Oal: 12" Part# 2392883-03-01 | |
| TA2 1 | Assy 'NX' Bushing Nom 11" w/ 7" OD Csg Part# 608783-17 | |
| TA3 1 | Gate Valve, Manual, Model FLS, 1-13/16 Bore, 10K Psi, 1-13/16 API Flg x Flg Part# 141510-41-91-01 | |



13-5/8" 10K MN-DS System
20" x 11-3/4" x 8-5/8" x 5-1/2" Casing Program

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ConocoPhillips Wild Well Control Plan

Zia Hills 20 Federal Com 101H-116H

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 accredited training. Online self-certifications 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**
 - Specifies and has oversight that the correct actions are carried out
 - Role is to supervise well control equipment, training, testing, and well control events
 - Directs the testing of BOP and other well control equipment
 - Regularly direct well control crew drills
 - 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**
 - 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
 - Assist with the testing of BOP and other well control equipment
 - Regularly assist with well control crew drills
 - 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
 - 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
 - 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.

- **Example 8-3/4" Production hole section, 10M requirement**

| Component | OD | Preventer | RWP |
|-----------------------------|------------|------------------------------------|------------|
| Drill pipe | 5" | Fixed lower 5" Upper 4.5-7" VBR | 10M |
| HWDP | 5" | Fixed lower 5" Upper 4.5-7" VBR | 10M |
| Drill collars and MWD tools | 6.25-6.75" | Upper 4.5-7" VBR | 10M |
| Mud Motor | 6.75" | Upper 4.5-7" VBR | 10M |
| Production casing | 5.5" | Upper 4.5-7" VBR | 10M |
| ALL | 0-13-5/8" | Annular | 5M |
| Open-hole | - | Blind Rams | 10M |

- 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 pressure including a 10 minute low pressure test. Pressure shall be maintained at least 10 minutes.

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:

| Type | 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, alternating between drilling and tripping. |
| Kick drill - tripping | Once per week per crew | Response training to an influx while tripping (bit off bottom). Practice stabbing TIW valve | |
| Choke drill | Once per well with crew on tour | Practice in operating the remotely operated choke with pressure in the well | Before drilling out of the last casing set above a prospective reservoir Include the scenario of flowing well with gas on drill floor as a table top |
| H ₂ S drill | Prior to drilling into a potential H ₂ S zone/reservoir | Practice in use of respiratory equipment | |

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 MRO 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, lubricator or Drilling Manager approved alternative means.
- 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.

2.1 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:
 - SIDPP and SICP
 - Hole Depth and Hole TVD
 - Pit gain
 - Time
 - Kick Volume
 - Pipe depth
 - 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 2,500 psi or greater, the annular preventer CANNOT be used as per Oil Company Well Control Policy, 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:
 - SIDPP and SICP
 - Hole Depth and Hole TVD
 - Pit gain

Procedure While Tripping (Continued)

- Time
- Kick Volume
- Pipe depth
- 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 X,XXX psi or greater, the annular preventer CANNOT be used as per Company Well Control Policy, 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:
 - SIDPP and SICP
 - Hole Depth and Hole TVD
 - Pit gain
 - Time
 - Kick Volume
 - Pipe depth
 - 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 2,500 psi or greater, the annular preventer CANNOT be used, 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:
 - Shut-In Pressure
 - Hole Depth and Hole TVD
 - Pit gain
 - Time
 - Kick Volume
 - 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.

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:
 - SIDPP and SICP
 - Pit gain
 - 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)

- Time
 - Regroup and identify forward plan
- **With BHA in the stack and NO 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:
 - SIDPP and SICP
 - Pit gain
 - Time

APD ID: 10400018490

Submission Date: 09/21/2017

Operator Name: CONOCOPHILLIPS COMPANY

Well Name: ZIA HILLS 20 FEDERAL COM

Well Number: 104H

Well Type: OIL WELL

Well Work Type: Drill

Highlighted data
reflects the most
recent changes[Show Final Text](#)**Will existing roads be used? YES****Existing Road Map:**

Zia_Hills_20_Pad_1_Existing_Road_Map_08-04-2017.pdf

Existing Road Purpose: ACCESS**Row(s) Exist? NO****ID:****Do the existing roads need to be improved? YES****Existing Road Improvement Description:** The roads from the well pad to the Facility are existing roads and will be upgraded.**Existing Road Improvement Attachment:****Will new roads be needed? YES****New Road Map:**

Zia_Hills_20_Pad_1_Access_Road_Map_08-04-2017.pdf

New road type: RESOURCE**Length:** 534 Feet **Width (ft.):** 30**Max slope (%):** 2 **Max grade (%):** 2**Army Corp of Engineers (ACOE) permit required? NO****ACOE Permit Number(s):****New road travel width:** 20**New road access erosion control:** The inside slope of the side ditches shall be 3:1. Any topsoil removed from the access road will be conserved as appropriate and with low profile. This access road is on fairly level ground. No additional erosion control is planned.**New road access plan or profile prepared? NO****New road access plan attachment:**

Operator Name: CONOCOPHILLIPS COMPANY

Well Name: ZIA HILLS 20 FEDERAL COM

Well Number: 104H

Access road engineering design? NO

Access road engineering design attachment:

Access surfacing type: OTHER

Access topsoil source: OFFSITE

Access surfacing type description: Caliche

Access onsite topsoil source depth:

Offsite topsoil source description: Caliche will be from a BLM approved source or third-party commercial location. Material meets BLM requirements and standards.

Onsite topsoil removal process:

Access other construction information:

Access miscellaneous information: The access road and existing road right of way will be 30' wide for a 20' wide drive-able surface and 5' on each side to accommodate the size of the rig. 534' is new road and the remainder is existing road that will be upgraded. The wells will share the road. Only 1 access road will be built.

Number of access turnouts: 0

Access turnout map:

New road drainage crossing: OTHER

Drainage Control comments: The proposed road to the location is surveyed and staked with stations set along the centerline at specific intervals. The road will be centerline crowned with a 2% crown for appropriate drainage. The inside slope of the side ditches shall be 3:1. Any topsoil removed from the access road will be conserved as appropriate. This access road is on level ground.

Road Drainage Control Structures (DCS) description: No additional road drainage is needed other than standard BLM requirements for this area and those discussed in the BLM "Gold Book". This access road is on level ground.

Road Drainage Control Structures (DCS) attachment:

Additional Attachment(s):

Existing Wells Map? YES

Attach Well map:

Zia_Hills_20_104_1mile_radius_maps_20170918101234.pdf

Existing Wells description:

Operator Name: CONOCOPHILLIPS COMPANY

Well Name: ZIA HILLS 20 FEDERAL COM

Well Number: 104H

Submit or defer a Proposed Production Facilities plan? DEFER

Estimated Production Facilities description: Zia Hills Buck CF1 is located in Section 19, T26S, R32E and was staked on 4/18/17. Dimensions are 1000'X500'. The Battery was submitted with the Zia Hills 19 Pad #1 APDs. Zia Hills 19 Federal COM 101H- APD ID#10400015368 Zia Hills 19 Federal COM 102H-APD ID# 10400015572 Zia Hills 19 Federal COM 103H- APD ID# 10400015525 Zia Hills 19 Federal COM 104H- APD ID# 10400015588 Zia Hills 19 Federal COM 105H- APD ID#10400015608 Zia Hills 19 Federal COM 106H- APD ID# 10400015609 Zia Hills 19 Federal COM 107H- APD ID# 10400015610 Zia Hills 19 Federal COM 108H- APD ID# 10400015651

Water source use type: STIMULATION

Water source type: GW WELL

Describe type:

Source latitude: 31.970142

Source longitude: -103.75827

Source datum: NAD27

Water source permit type: WATER WELL

Source land ownership: FEDERAL

Water source transport method: PIPELINE

Source transportation land ownership: FEDERAL

Water source volume (barrels): 66666.664

Source volume (acre-feet): 8.592873

Source volume (gal): 2800000

Water source and transportation map:

Zia_Hills_20__Pad_1_Water_Wells_08-04-2017.pdf

Water source comments: Water will be trucked from the water wells in Texas to the Lois Lane frac ponds and from the frac ponds the water will be sent via temp pipe lines. However, COP plans to use additional/ different water well(s) depending on availability at the time of fracturing the wells but the locations will meet BLM requirements and standards. The Lois Lane frac pond contains 15.243 acres and is located in the NW/NE and extends into the SW/NE of Section 27, T26S, 32E, N.M.P.M

New water well? NO

Well latitude:

Well Longitude:

Well datum:

Well target aquifer:

Est. depth to top of aquifer(ft):

Est thickness of aquifer:

Aquifer comments:

Operator Name: CONOCOPHILLIPS COMPANY

Well Name: ZIA HILLS 20 FEDERAL COM

Well Number: 104H

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:

Construction Materials description: Clean caliche will be used to construct well pad, road, and facility pad. Our first source for caliche will be from Kiehne's pit is located in Section 21, T26S, R32E, Lea County, NM and the second source will be State Pit 643-Eddy located in Section 15, T25S, R27E, Eddy County, NM. However, COP plans to use additional caliche source(s) depending on caliche availability at the time of location construction and material will meet BLM requirements and standards. Trucking for source material will utilize authorized roads as per Access Road Topo A attached.

Construction Materials source location attachment:

Waste type: DRILLING

Waste content description: Drilling fluid and cuttings

Amount of waste: 2300 barrels

Waste disposal frequency : Daily

Safe containment description: Cuttings will be held in a closed-loop system and trucked to an approved disposal facility.

Safe containmant attachment:

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

Disposal type description:

Disposal location description: Trucked to approved disposal facility

Waste type: SEWAGE

Waste content description: Sewage will be disposed of in strict conformance with county and state requirements in a portable chemical toilet at a portable sewage treatment plant.

Amount of waste: 9000 gallons

Waste disposal frequency : Weekly

Safe containment description: Inside a portable chemical toilet.

Safe containmant attachment:

Operator Name: CONOCOPHILLIPS COMPANY

Well Name: ZIA HILLS 20 FEDERAL COM

Well Number: 104H

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

Disposal type description:

Disposal location description: Sewage treatment plant

Waste type: GARBAGE

Waste content description: Portable dumpsters will be used for all trash.

Amount of waste:

Waste disposal frequency : Weekly

Safe containment description: Inside a portable dumpster.

Safe containmant attachment:

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

Disposal type description:

Disposal location description: All trash will be hauled off site.

Waste type: PRODUCED WATER

Waste content description: Production water or testing tanks will be located and/or diked so that any spilled fluids will flow into the onsite containers. Production water tanks will not be placed on topsoil stockpiles.

Amount of waste: 40 barrels

Waste disposal frequency : Weekly

Safe containment description: Production water or testing tanks will be located and/or diked so that any spilled fluids will flow into the onsite containers. Production water tanks will not be placed on topsoil stockpiles.

Safe containmant attachment:

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

Disposal type description:

Disposal location description: Will be taken to an approved disposal facility.

Waste type: CHEMICALS

Waste content description: Drilling fluids, chemical, and salt.

Amount of waste: 1 barrels

Waste disposal frequency : Weekly

Safe containment description: Fluids will be captured in catch basins and will be removed from location.

Safe containmant attachment:

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

Disposal type description:

Disposal location description: These will be disposed of in a state approved facility.

Operator Name: CONOCOPHILLIPS COMPANY

Well Name: ZIA HILLS 20 FEDERAL COM

Well Number: 104H

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 being used? NO

Are you storing cuttings on location? NO

Description of cuttings location

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

Are you requesting any Ancillary Facilities?: NO

Ancillary Facilities attachment:

Comments:

Well Site Layout Diagram:

ZIA_HILLS_20_FEDERAL_PAD_1_Location_Layout___Revised_9_5_2018_20180924104620.pdf

ZIA_HILLS_20_FEDERAL_PAD_1_Arch_Boundary___Revised_9_5_2018_20180924104634.pdf

Comments:

Operator Name: CONOCOPHILLIPS COMPANY

Well Name: ZIA HILLS 20 FEDERAL COM

Well Number: 104H

Type of disturbance: New Surface Disturbance

Multiple Well Pad Name: ZIA HILLS 20 FEDERAL PAD

Multiple Well Pad Number: 1

Recontouring attachment:

Drainage/Erosion control construction: Topsoil will be stripped and set along designated side of the wellsite. The next layer of dirt (stockpile) is done with the cut and fill method whereby the highest portion of the wellsite is pushed to lower portion(s) to balance the pad. The access road is done in a similar manner. To the greatest extent practicable, the location is placed so that the least amount of dirt is to be cut and disturbed, and so a good balance can be maintained during project. Topsoil stockpile will have lowest practicable profile to reduce wind erosion. For more detail please see attached Surface Use Plan of Operations.

Drainage/Erosion control reclamation: Upon project completion, if this well is a producer, excess caliche is removed from the interim reclamation portion of pad. Topsoil stockpile is balanced back onto the unused portion of the well pad and re-contoured as appropriate. Any drainage ditches will not be blocked with topsoil and/or organic material. Lowering the profile of the topsoil stockpile will reduce wind erosion. Erosion controls will be maintained per BLM guidelines and conditions. For more detail please see attached Surface Use Plan of Operations. Reclamation activities are planned to be accomplished within six months of project completion, contingent upon weather. A site specific "Reclamation Diagram" interim plan is attached. At such time as well is permanently abandoned, ConocoPhillips Company will contact the BLM for development of final rehabilitation plan. Upon abandonment, a dry hole marker will be installed as directed by Authorized BLM Officer at the time, in accordance with 43 CFR 3162.6. An above ground dry hole marker sealing the casing will have a weep hole which will allow pressure to dissipate and make detection of any fluid seepage easier. If below ground "well marker" is directed, ConocoPhillips Company will follow BLM requirements and standards for that method of abandonment. During final reclamation erosion is to be minimized through lower profile of any soil piles. Please see attached Surface Use Plan of Operations for more information.

Wellpad long term disturbance (acres): 4.324

Wellpad short term disturbance (acres): 1.88

Access road long term disturbance (acres): 0.37

Access road short term disturbance (acres): 0

Pipeline long term disturbance (acres): 7.3370066

Pipeline short term disturbance (acres): 0

Other long term disturbance (acres): 0

Other short term disturbance (acres): 0

Total long term disturbance: 12.031007

Total short term disturbance: 1.88

Disturbance Comments: All other disturbance was accounted for in the Zia Hills 19 Pad #1 APDs.

Reconstruction method: If this well is a producer site rehabilitation will be completed within six months, weather permitting. Excess caliche will be removed, as appropriate and either disposed of in a permitted facility or, if clean, stored for future use. Topsoil from the stockpile will be spread along areas to be interim reclaimed. Any drainage ditches will not be blocked with topsoil. Under normal weather conditions, the timetable for rehabilitation will allow two to three months to complete any re-contouring and top-soiling necessary. At such time as well is permanently abandoned, ConocoPhillips Company will contact BLM for development of final rehabilitation plan. Upon abandonment, a dry hole marker will be installed as directed by Authorized BLM Officer at the time, in accordance with 43 CFR 3162.6. An above ground dry hole marker sealing the casing will have a weep hole which will allow pressure to dissipate and make detection of any fluid seepage easier. If below ground "well marker" is directed, ConocoPhillips Company will follow BLM requirements and standards for that method of abandonment. Excess caliche will be removed, as appropriate and either disposed of in a permitted facility. Location soil may be "flipped" with BLM concurrence, clean topsoil spread and re-contoured to blend with surrounding area. This method will be accomplished in accordance to BLM standards set forth by the Authorized Officer.

Topsoil redistribution: Areas planned for interim reclamation will be re-contoured to the extent feasible. Topsoil will be evenly re-spread and re-vegetated over the disturbed area not needed for continuing production operations. At such time as well is abandoned, disturbed areas will be re-contoured to a contour that blends with surrounding landscape. Topsoil will be redistributed evenly over the entire disturbed site to depth of 4-6 inches.

Soil treatment: The topsoil will be stripped and set along the designated perimeter of the wellsite. The next layer of dirt is moved with the cut and fill method whereby the highest point of the wellsite is cut into and then pushed to a lower side to

Operator Name: CONOCOPHILLIPS COMPANY

Well Name: ZIA HILLS 20 FEDERAL COM

Well Number: 104H

balance the well pad. Upon well completion, the soil will be balanced back onto portions of the pad not needed for long-term operations. Erosion will be minimized by maintaining a lower stockpile profile.

Existing Vegetation at the well pad: Based on an existing EA in the vicinity, the proposed area is expected to be classified as transitional between the Plains-Mesa Sand Scrub and Chihuahuan Desert Scrub plant communities. The area surrounding the location is expected to have dominant shrub species including white thorn acia, range ratany, javelin bushy, honey mesquite, invading creosote and a few althorns. Dominant grass species in the project included but not limited to sand and mesa dropseed, roa grande bristlegrass, black grama and burrograss. An EA will be performed that will list species in the area.

Existing Vegetation at the well pad attachment:

Zia_Hills_20_Pad_1__Location_Photos_08-04-2017.pdf

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:

Seed type:

Seed source:

Seed name:

Source name:

Source address:

Source phone:

Seed cultivar:

Seed use location:

Operator Name: CONOCOPHILLIPS COMPANY

Well Name: ZIA HILLS 20 FEDERAL COM

Well Number: 104H

PLS pounds per acre:

Proposed seeding season:

Total pounds/Acre:

| Seed Type | Pounds/Acre |
|------------------|--------------------|
|------------------|--------------------|

Seed reclamation attachment:

First Name: Jeremy

Last Name: Lee

Phone: (832)486-2510

Email: Jeremy.L.Lee@cop.com

Seedbed prep:

Seed BMP:

Seed method:

Existing invasive species? NO

Existing invasive species treatment description:

Existing invasive species treatment attachment:

Weed treatment plan description: Two Class B noxious weed species, African rue and Malta starthistle and two Class C noxious weed species, Russian olive and salt cedar are of concern. ConocoPhillips Company will consult with BLM for acceptable weed control methods, if the need arises. Any weed control would follow USEPA and BLM requirements and standards. No noxious weed species are expected in the project area.

Weed treatment plan attachment:

Monitoring plan description: Weeds will be controlled on disturbed areas within the exterior limits of the well pad. Monitoring will be in accordance with Best Management Practices and guidelines established by BLM.

Monitoring plan attachment:

Success standards: Reclamation success standards will utilize BLM approved methods.

Pit closure description: No pits will be used, a closed-loop system will be in place

Pit closure attachment:

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:

Operator Name: CONOCOPHILLIPS COMPANY

Well Name: ZIA HILLS 20 FEDERAL COM

Well Number: 104H

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:

Disturbance type: EXISTING 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:

State Local Office:

Military Local Office:

USFWS Local Office:

Other Local Office:

USFS Region:

USFS Forest/Grassland:

USFS Ranger District:

Operator Name: CONOCOPHILLIPS COMPANY

Well Name: ZIA HILLS 20 FEDERAL COM

Well Number: 104H

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:

Disturbance type: PIPELINE

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:

Operator Name: CONOCOPHILLIPS COMPANY

Well Name: ZIA HILLS 20 FEDERAL COM

Well Number: 104H

Right of Way needed? YES

Use APD as ROW? YES

ROW Type(s): 281001 ROW - ROADS,288100 ROW – O&G Pipeline,288101 ROW – O&G Facility Sites,289001 ROW-O&G Well Pad

Zia_Hills_20_Pad_1_SF299_08-04-2017.pdf

SUPO Additional Information: Onsite conducted 4/18/17. SF299 (ROW Application) will be submitted separately.

Use a previously conducted onsite? NO

Previous Onsite information:

Zia_Hills_20_Pad_1_Pipelines_08-04-2017.pdf

Zia_Hills_20_Pad_1_CTB_Location_08-04-2017.pdf

ZIA_HILLS_BUCK_CF1_08-04-2017.pdf

ZIA_HILLS_BUCK_CF1_Access_Road_08-04-2017.pdf

ZIA_HILLS_BUCK_CF1_Pipelines_08-04-2017.pdf

ZIA_HILLS_BUCK_CF1_Power_Line_08-04-2017.pdf

ZIA_HILLS_BUCK_CF1_Preliminary_Plot_Plan_08-04-2017.pdf

ZIA_HILLS_20_FEDERAL_PAD_1_Reclamation_Diagram_20180924120808.pdf

Zia_Hills_20_Federal_COM_104H_Surface_Use_Plan_Revised_9_18_18_20180927114313.pdf

BEGINNING AT THE INTERSECTION OF HIGHWAY 18 AND HIGHWAY 128 PROCEED IN A WESTERLY, THEN NORTHWESTERLY DIRECTION FROM JAL, NEW MEXICO ALONG HIGHWAY 128 APPROXIMATELY 30.0 MILES TO THE JUNCTION OF THIS ROAD AND J-1/ORLA ROAD TO THE SOUTH; TURN LEFT AND PROCEED IN A SOUTHERLY, THEN SOUTHWESTERLY DIRECTION APPROXIMATELY 13.6 MILES TO THE JUNCTION OF THIS ROAD AND BATTLE AXE RD./CR J-2 TO THE EAST; TURN LEFT AND PROCEED IN AN EASTERLY DIRECTION APPROXIMATELY 0.4 MILES TO THE BEGINNING OF THE PROPOSED ACCESS ROAD TO THE NORTH; FOLLOW ROAD FLAGS IN A NORTHERLY DIRECTION APPROXIMATELY 534' TO THE PROPOSED LOCATION.

TOTAL DISTANCE FROM JAL, NEW MEXICO TO THE PROPOSED WELL LOCATION IS APPROXIMATELY 44.1 MILES.

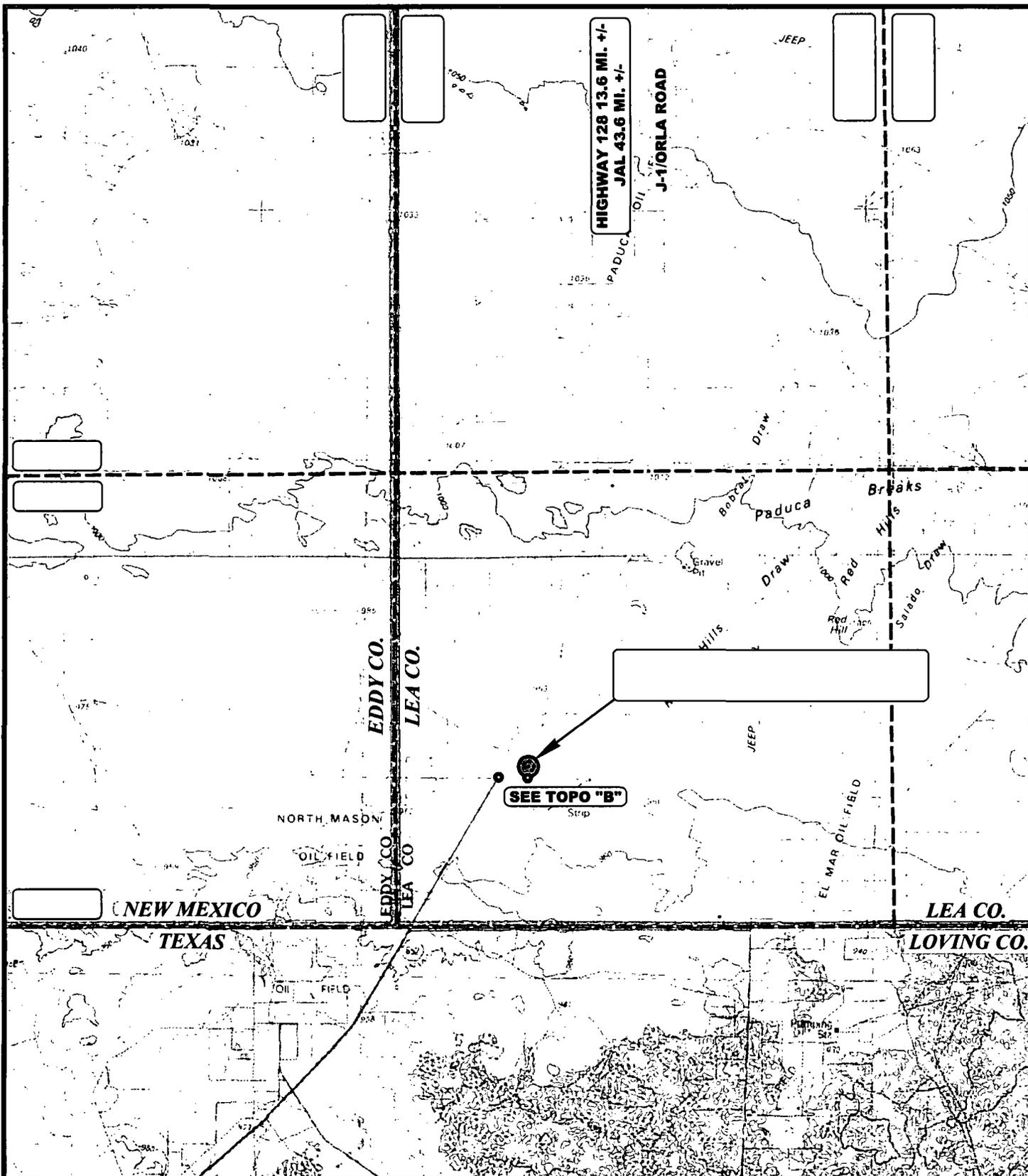
ConocoPhillips Company

**ZIA HILLS 20 FEDERAL PAD 1
W 1/2 E 1/2, SECTION 20, T26S, R32E, N.M.P.M.
LEA COUNTY, NEW MEXICO**



UELS, LLC
Corporate Office * 85 South 200 East
Vernal, UT 84078 * (435) 789-1017

| | | | |
|--------------------|--------------|----------|--|
| SURVEYED BY | J.A.V., R.D. | 05-16-17 | |
| DRAWN BY | J.B. | 05-30-17 | |
| | | | |



HIGHWAY 128 13.6 MI. +/-
JAL 43.6 MI. +/-

SEE TOPO "B"

LEGEND:

 PROPOSED LOCATION

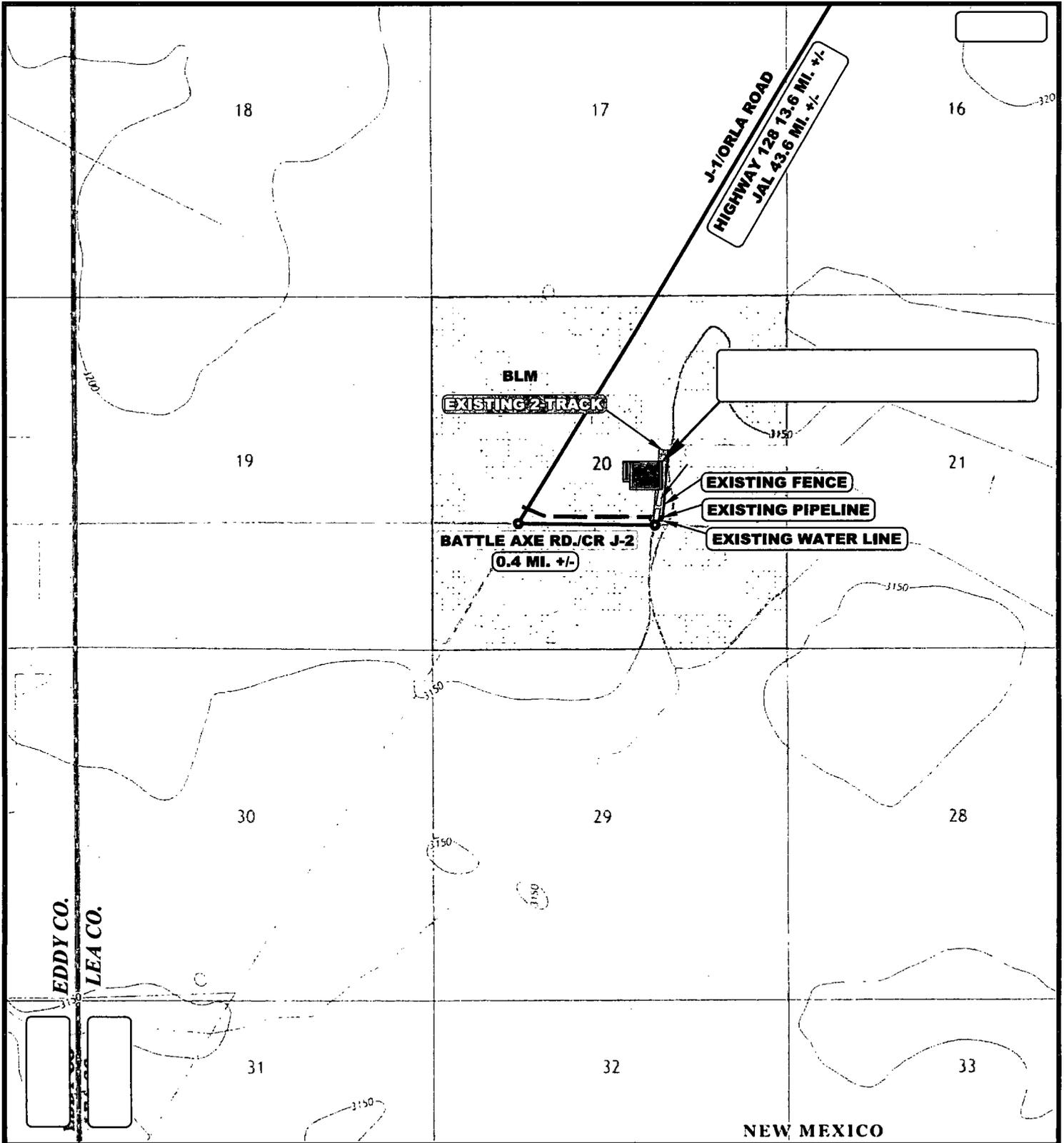


UELS, LLC
Corporate Office * 85 South 200 East
Vernal, UT 84078 * (435) 789-1017

ConocoPhillips Company

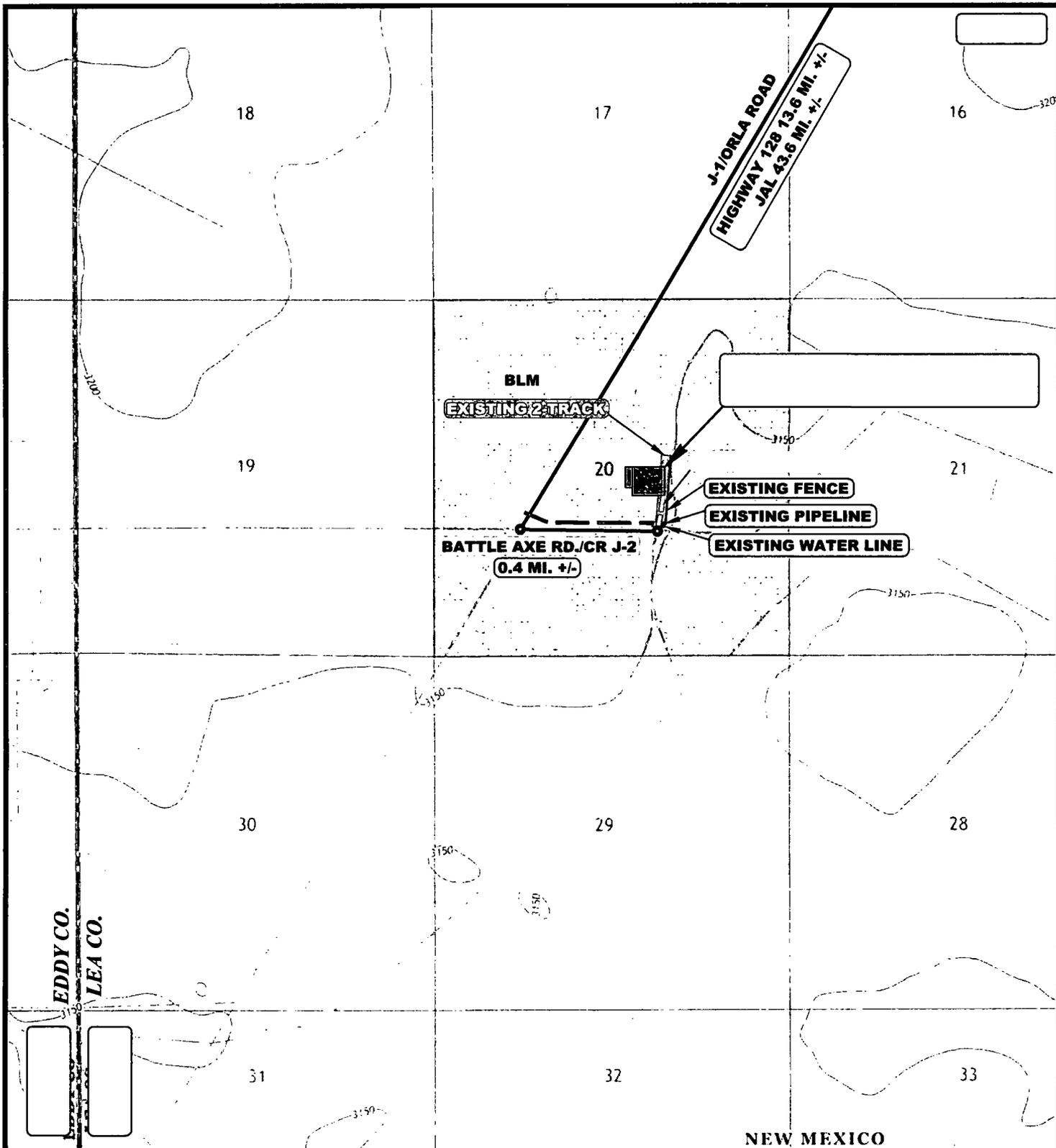
ZIA HILLS 20 FEDERAL PAD 1
W 1/2 E 1/2, SECTION 20, T26S, R32E, N.M.P.M.
LEA COUNTY, NEW MEXICO

| | | | |
|-------------|--------------|----------|-------------|
| SURVEYED BY | J.A.V., R.D. | 05-16-17 | SCALE |
| DRAWN BY | J.B. | 05-30-17 | 1 : 100,000 |



NOTE: PARCEL DATA SHOWN HAS BEEN OBTAINED FROM VARIOUS SOURCES AND SHOULD BE USED FOR MAPPING, GRAPHIC AND PLANNING PURPOSES ONLY. NO WARRANTY IS MADE BY UINTAH ENGINEERING AND LAND SURVEYING (UELS) FOR ACCURACY OF THE PARCEL DATA.

| | | | | | | | | | |
|--|---|-------------|--------------|----------|-------|----------|------|----------|------------|
| <p>LEGEND:</p> <p>————— EXISTING ROAD</p> <p>————— EXISTING 2-TRACK</p> | <p>ConocoPhillips Company</p> <p>ZIA HILLS 20 FEDERAL PAD 1 W 1/2 E 1/2, SECTION 20, T26S, R32E, N.M.P.M. LEA COUNTY, NEW MEXICO</p> | | | | | | | | |
|  <p>UELS, LLC Corporate Office * 85 South 200 East Vernal, UT 84078 * (435) 789-1017</p> | <table border="1" style="width: 100%; border-collapse: collapse;"> <tr> <td style="width: 25%;">SURVEYED BY</td> <td style="width: 25%;">J.A.V., R.D.</td> <td style="width: 25%;">05-16-17</td> <td style="width: 25%;">SCALE</td> </tr> <tr> <td>DRAWN BY</td> <td>J.B.</td> <td>05-30-17</td> <td>1 : 24,000</td> </tr> </table> | SURVEYED BY | J.A.V., R.D. | 05-16-17 | SCALE | DRAWN BY | J.B. | 05-30-17 | 1 : 24,000 |
| SURVEYED BY | J.A.V., R.D. | 05-16-17 | SCALE | | | | | | |
| DRAWN BY | J.B. | 05-30-17 | 1 : 24,000 | | | | | | |



NOTE: PARCEL DATA SHOWN HAS BEEN OBTAINED FROM VARIOUS SOURCES AND SHOULD BE USED FOR MAPPING, GRAPHIC AND PLANNING PURPOSES ONLY. NO WARRANTY IS MADE BY UINTAH ENGINEERING AND LAND SURVEYING (UELS) FOR ACCURACY OF THE PARCEL DATA.

LEGEND:

-  EXISTING ROAD
-  EXISTING 2-TRACK

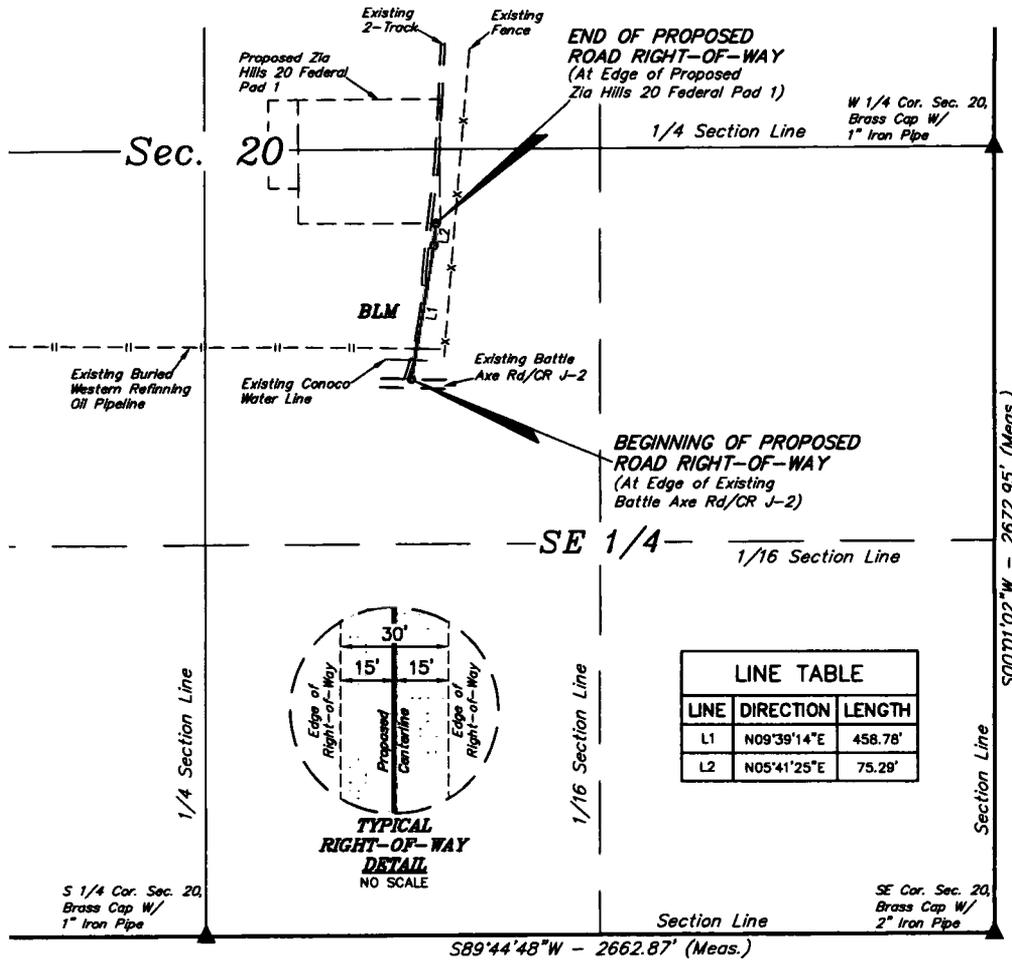
ConocoPhillips Company

**ZIA HILLS 20 FEDERAL PAD 1
W 1/2 E 1/2, SECTION 20, T26S, R32E, N.M.P.M.
LEA COUNTY, NEW MEXICO**



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Vernal, UT 84078 * (435) 789-1017

| | | | |
|--------------------|--------------|----------|--------------|
| SURVEYED BY | J.A.V., R.D. | 05-16-17 | SCALE |
| DRAWN BY | J.B. | 05-30-17 | 1 : 24,000 |



ROAD RIGHT-OF-WAY DESCRIPTION

A 30' WIDE RIGHT-OF-WAY 15' ON EACH SIDE OF THE FOLLOWING DESCRIBED CENTERLINE.

BEGINNING AT A POINT IN THE NW 1/4 SE 1/4 OF SECTION 20, T26S, R32E, N.M.P.M., WHICH BEARS S68°11'00"W 2121.59' FROM THE EAST 1/4 CORNER OF SAID SECTION 20, THENCE N09°39'14"E 458.78'; THENCE N05°41'25"E 75.29' TO A POINT IN THE NW 1/4 SE 1/4 OF SAID SECTION 20, WHICH BEARS S82°06'36"W 1903.26' FROM THE EAST 1/4 CORNER OF SAID SECTION 20. THE SIDE LINES OF SAID DESCRIBED RIGHT-OF-WAY BEING SHORTENED OR ELONGATED TO MEET THE GRANTOR'S PROPERTY LINES. BASIS OF BEARINGS IS A TRANSVERSE MERCATOR PROJECTION WITH A CENTRAL MERIDIAN OF W103°53'00". CONTAINS 0.368 ACRES MORE OR LESS.

BEGINNING OF ROAD BEARS S68°11'00"W 2121.59' FROM THE EAST 1/4 CORNER OF SECTION 20, T26S, R32E, N.M.P.M.

END OF ROAD BEARS S82°06'36"W 1903.26' FROM THE EAST 1/4 CORNER OF SECTION 20, T26S, R32E, N.M.P.M.



| ACREAGE / LENGTH TABLE | | | | |
|------------------------|-----------|--------|-------|-------|
| | OWNERSHIP | FEET | RODS | ACRES |
| SEC. 20 (SE 1/4) | BLM | 534.07 | 32.37 | 0.368 |

▲ = SECTION CORNERS LOCATED.

NOTES:

- The maximum grade of existing ground for the proposed access road is ±1.5%
- Basis of Bearings is a Transverse Mercator Projection with a Central Meridian of W103°53'00"

CERTIFICATE

THIS IS TO CERTIFY THAT THIS EASEMENT PLAT AND THE ACTUAL SURVEY ON THE GROUND UPON WHICH IT IS BASED WERE PERFORMED BY ME OR UNDER MY DIRECT SUPERVISION, THAT I AM RESPONSIBLE FOR THIS SURVEY, THAT THIS SURVEY MEETS THE MINIMUM STANDARDS FOR SURVEYING IN NEW MEXICO, AND THAT IT IS TRUE AND CORRECT TO THE BEST OF MY KNOWLEDGE AND BELIEF.



FILE: 61951

ConocoPhillips Company

**ZIA HILLS 20 FEDERAL PAD 1
SECTION 20, T26S, R32E, N.M.P.M.
LEA COUNTY, NEW MEXICO**

| | | | |
|--------------------|--------------|----------|--------------|
| SURVEYED BY | J.A.V., R.D. | 05-16-17 | SCALE |
| DRAWN BY | B.D.H. | 07-24-17 | 1" = 500' |



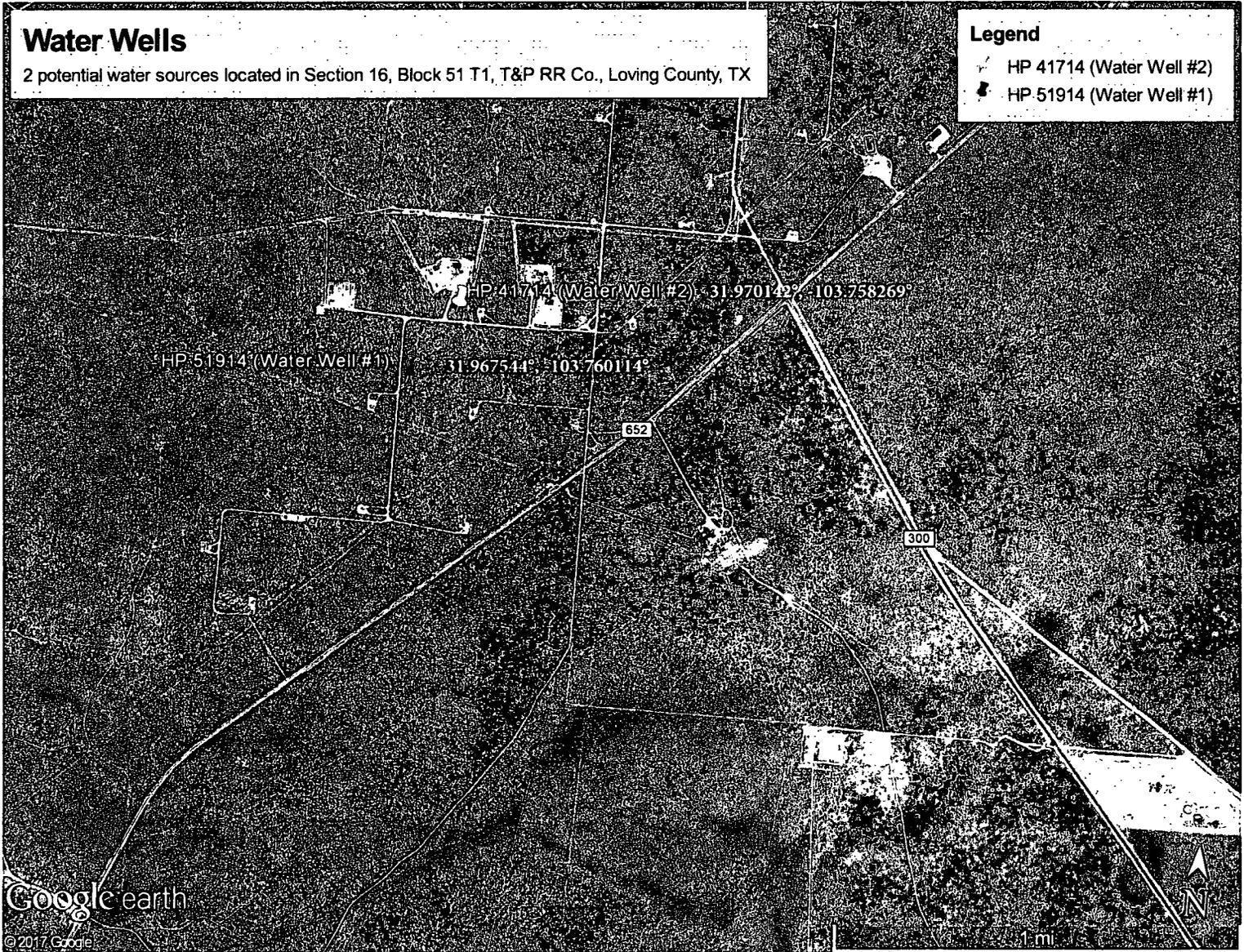
UELS, LLC
Corporate Office * 85 South 200 East
Vernal, UT 84078 * (435) 789-1017

Water Wells

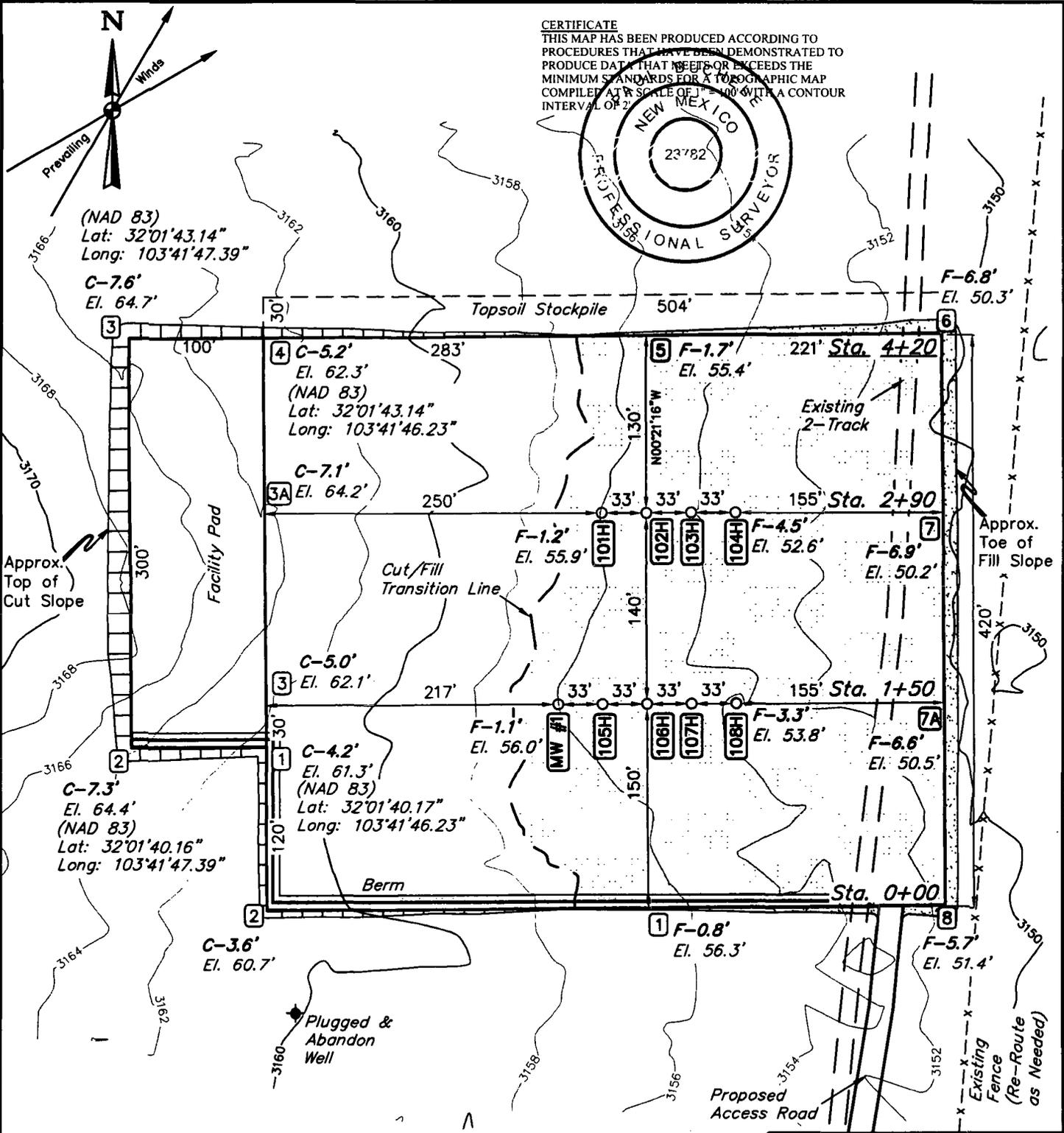
2 potential water sources located in Section 16, Block 51 T1, T&P RR Co., Loving County, TX

Legend

- HP 41714 (Water Well #2)
- HP 51914 (Water Well #1)



CERTIFICATE
 THIS MAP HAS BEEN PRODUCED ACCORDING TO PROCEDURES THAT HAVE BEEN DEMONSTRATED TO PRODUCE DATA THAT MEETS OR EXCEEDS THE MINIMUM STANDARDS FOR A TOPOGRAPHIC MAP COMPILED AT A SCALE OF 1" = 100' WITH A CONTOUR INTERVAL OF 2'



REV: 3 08-30-18 S.F. (ADD WELL)

NOTE: Earthwork Calculations Require a Fill @ the Location Stakes For Balance. All Fill is to be Compacted to a Minimum of 95% of the Maximum Dry Density Obtained by AASHTO Method t-99.

FINISHED GRADE ELEVATION = 3157.1'

- NOTES:**
- Contours shown at 2' intervals.
 - Underground utilities shown on this sheet are for visualization purposes only, actual locations to be determined prior to construction.

ConocoPhillips Company

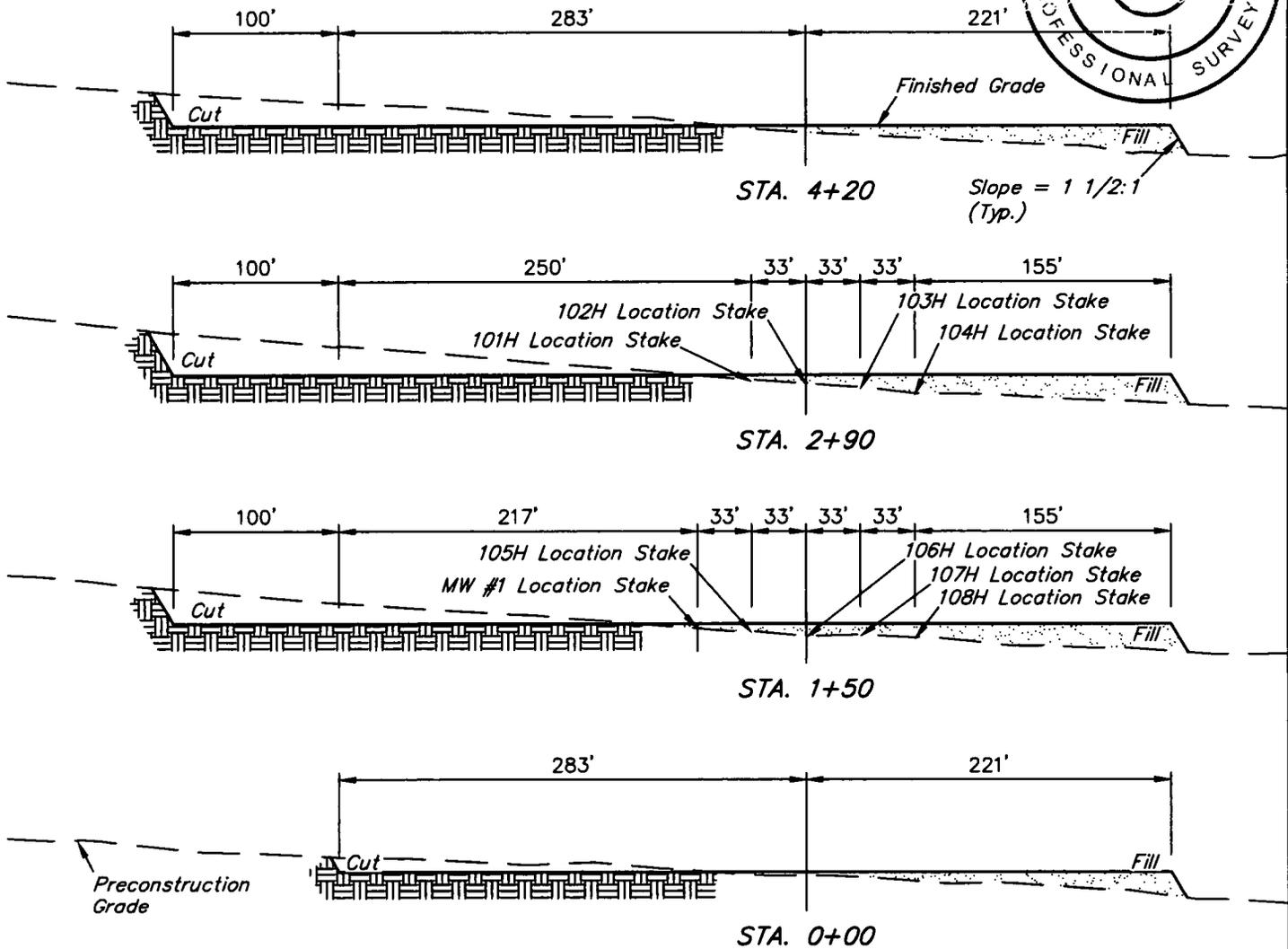
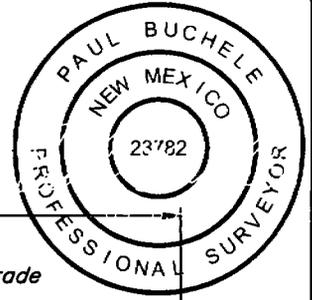
ZIA HILLS 20 FEDERAL PAD 1
 W 1/2 E 1/2, SECTION 20, T26S, R32E, N.M.P.M.
 LEA COUNTY, NEW MEXICO



UELS, LLC
 Corporate Office * 85 South 200 East
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| | | | |
|--------------------|--------------|----------|--------------|
| SURVEYED BY | J.A.V., R.D. | 05-16-17 | SCALE |
| DRAWN BY | S.S. | 06-23-17 | 1" = 100' |

1" = 40'
 X-Section Scale
 1" = 100'



| APPROXIMATE EARTHWORK QUANTITIES | |
|---|------------------------|
| (3") TOPSOIL STRIPPING | 2,390 Cu. Yds. |
| REMAINING LOCATION | 18,500 Cu. Yds. |
| TOTAL CUT | 20,890 Cu. Yds. |
| FILL | 18,500 Cu. Yds. |
| EXCESS MATERIAL | 2,390 Cu. Yds. |
| TOPSOIL | 2,390 Cu. Yds. |
| EXCESS UNBALANCE (After Interim Rehabilitation) | 0 Cu. Yds. |

| APPROXIMATE SURFACE DISTURBANCE AREAS | | |
|--|------------|----------------|
| | DISTANCE | ACRES |
| WELL SITE DISTURBANCE | NA | ±6.204 |
| 30' WIDE ACCESS ROAD R-O-W DISTURBANCE | ±534.07' | ±0.368 |
| 50' WIDE FLOW LINE R-O-W DISTURBANCE | ±6,392.02' | ±7.337 |
| TOTAL SURFACE USE AREA | | ±13.909 |

REV: 3 08-30-18 S.F. (ADD WELL)

NOTES:

- Fill quantity includes 5% for compaction.

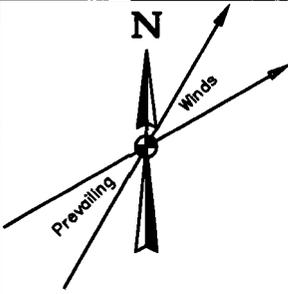
ConocoPhillips Company

ZIA HILLS 20 FEDERAL PAD 1
 W 1/2 E 1/2, SECTION 20, T26S, R32E, N.M.P.M.
 LEA COUNTY, NEW MEXICO



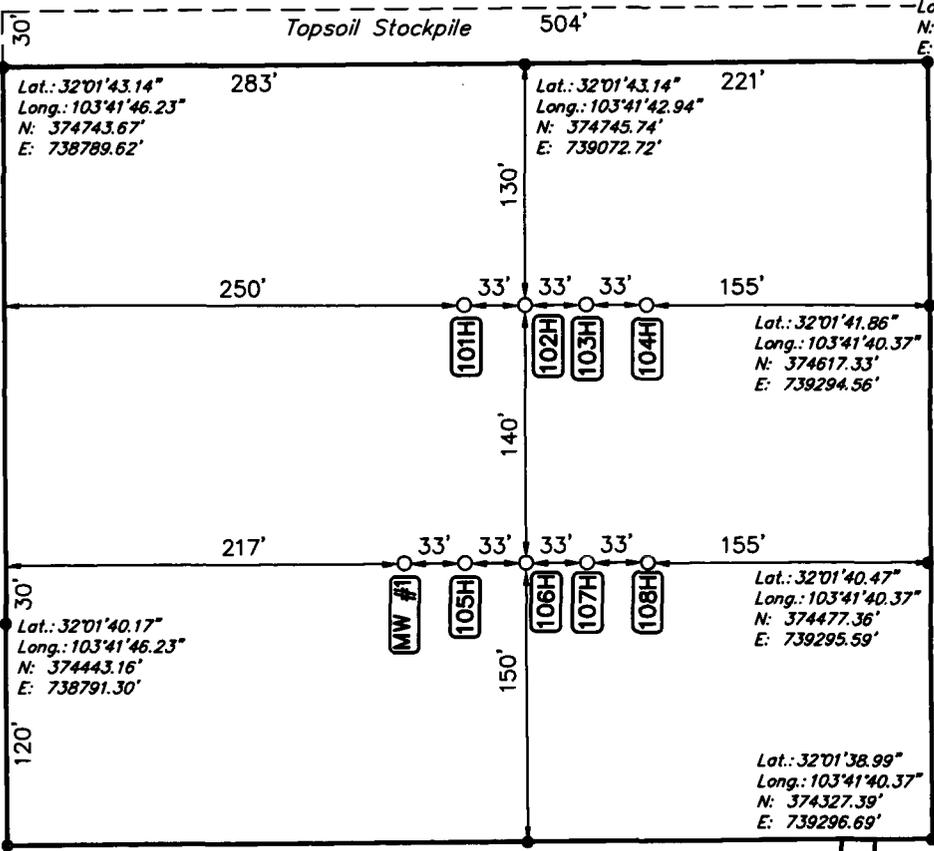
UELS, LLC
 Corporate Office * 85 South 200 East
 Vernal, UT 84078 * (435) 789-1017

| | | | |
|--------------------|--------------|----------|-----------------|
| SURVEYED BY | J.A.V., R.D. | 05-16-17 | SCALE |
| DRAWN BY | S.S. | 06-23-17 | AS SHOWN |



Lat.: 32°01'43.14"
 Long.: 103°41'47.39"
 N: 374742.74'
 E: 738689.50'

Lat.: 32°01'43.15"
 Long.: 103°41'40.37"
 N: 374747.31'
 E: 739293.61'



Lat.: 32°01'40.16"
 Long.: 103°41'47.39"
 N: 374442.28'
 E: 738691.39'

Lat.: 32°01'40.17"
 Long.: 103°41'46.23"
 N: 374443.16'
 E: 738791.30'

Lat.: 32°01'41.86"
 Long.: 103°41'40.37"
 N: 374617.33'
 E: 739294.56'

Lat.: 32°01'40.47"
 Long.: 103°41'40.37"
 N: 374477.36'
 E: 739295.59'

Lat.: 32°01'38.99"
 Long.: 103°41'40.37"
 N: 374327.39'
 E: 739296.69'

Lat.: 32°01'38.98"
 Long.: 103°41'46.22"
 N: 374323.29'
 E: 738792.49'

Lat.: 32°01'38.99"
 Long.: 103°41'42.94"
 N: 374325.72'
 E: 739075.44'

◆ Plugged & Abandon Well

Proposed Access Road

Existing Fence (Re-Route as Needed)



REV: 3 08-30-18 S.F. (ADD WELL)

- NOTES:**
- Latitude and Longitude Coordinates are NAD 83.
 - Coordinates shown are New Mexico coordinate system of 1983 in U.S. survey feet, East zone.

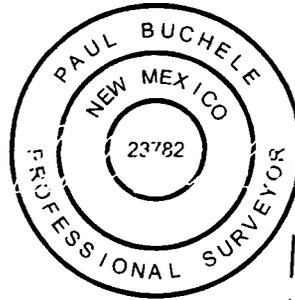
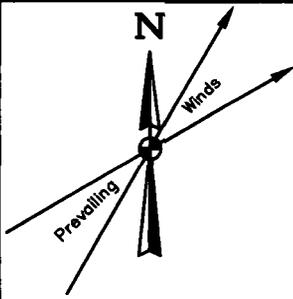
ConocoPhillips Company

**ZIA HILLS 20 FEDERAL PAD 1
 W 1/2 E 1/2, SECTION 20, T26S, R32E, N.M.P.M.
 LEA COUNTY, NEW MEXICO**

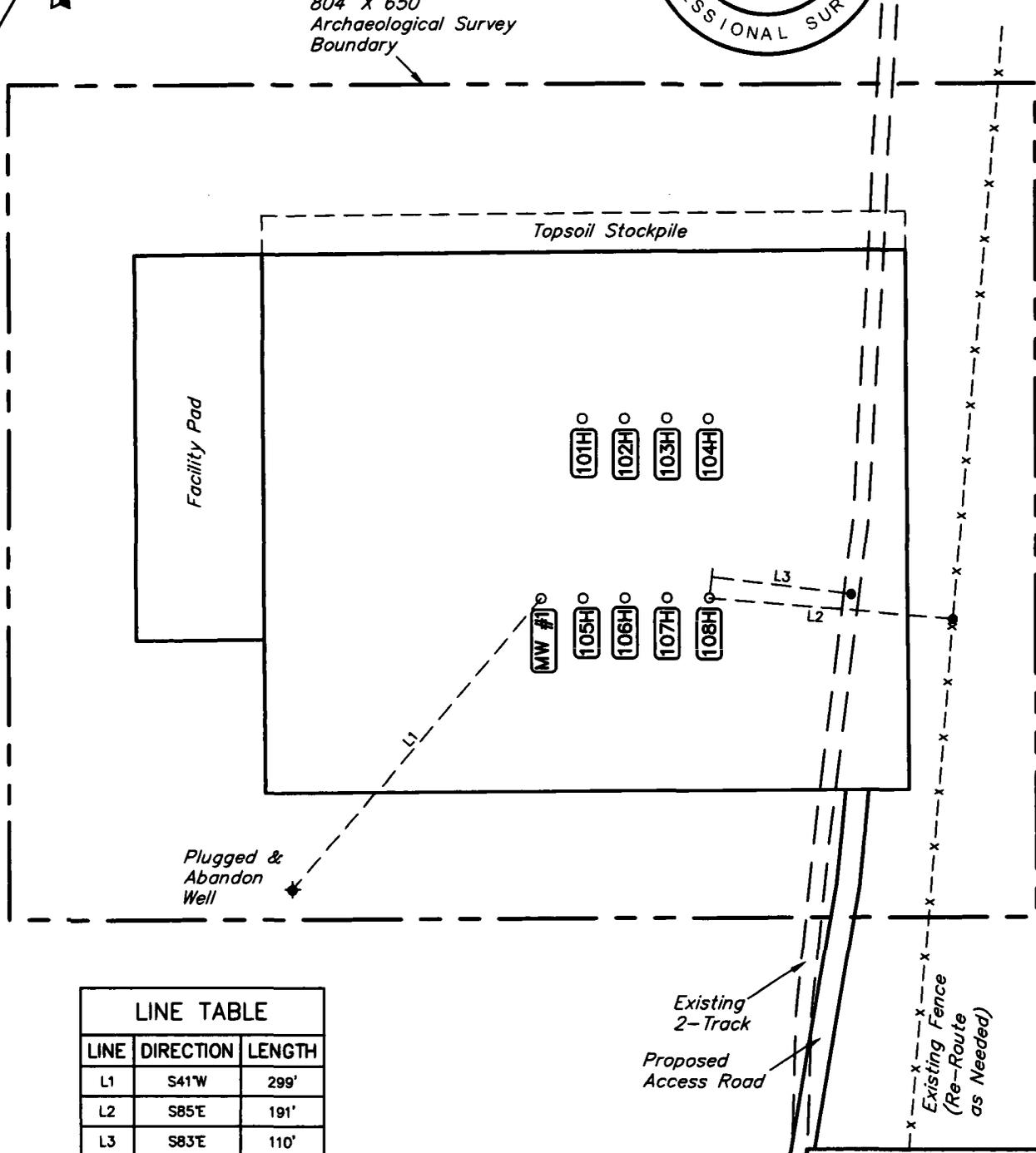


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 Vernal, UT 84078 * (435) 789-1017

| | | | |
|--------------------|--------------|----------|--------------|
| SURVEYED BY | J.A.V., R.D. | 05-16-17 | SCALE |
| DRAWN BY | S.S. | 06-23-17 | 1" = 100' |



804' X 650'
Archaeological Survey
Boundary



| LINE TABLE | | |
|------------|-----------|--------|
| LINE | DIRECTION | LENGTH |
| L1 | S41°W | 299' |
| L2 | S85°E | 191' |
| L3 | S83°E | 110' |

REV: 3 08-30-18 S.F. (ADD WELL)

ConocoPhillips Company

**ZIA HILLS 20 FEDERAL PAD 1
W 1/2 E 1/2, SECTION 20, T26S, R32E, N.M.P.M.
LEA COUNTY, NEW MEXICO**



UELS, LLC
Corporate Office * 85 South 200 East
Vernal, UT 84078 * (435) 789-1017

| | | | |
|-------------|--------------|----------|-----------|
| SURVEYED BY | J.A.V., R.D. | 05-16-17 | SCALE |
| DRAWN BY | S.S. | 06-23-17 | 1" = 120' |

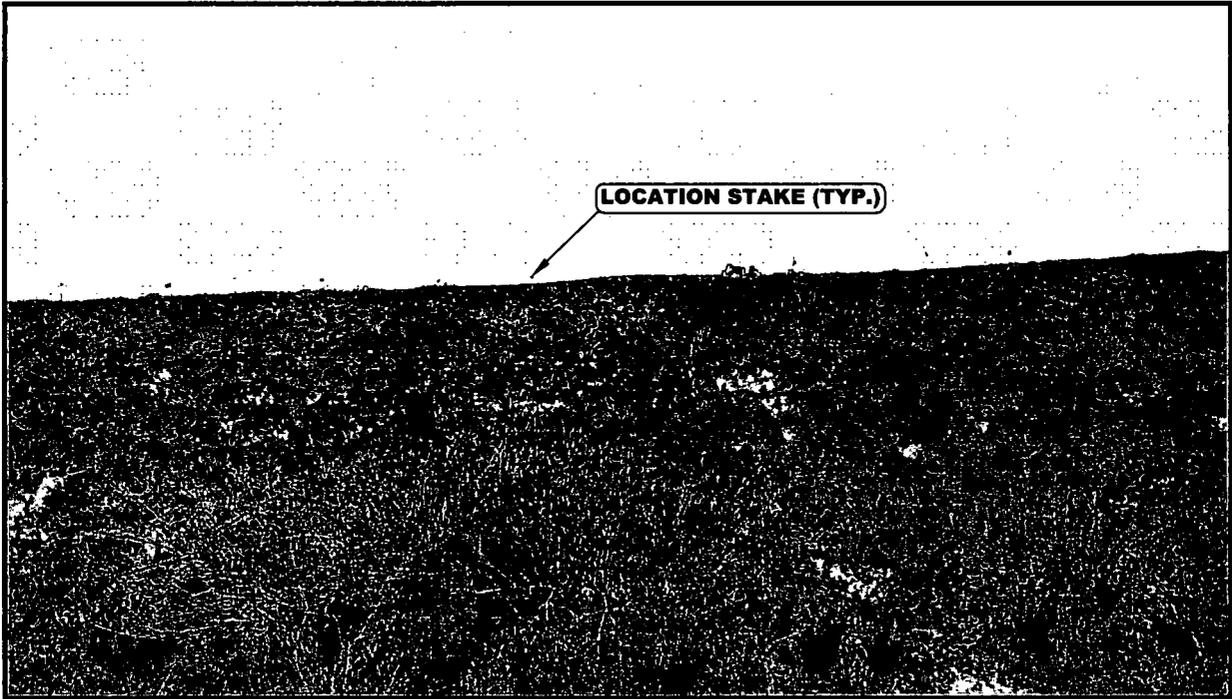


PHOTO: VIEW OF LOCATION STAKES

CAMERA ANGLE: SOUTHWESTERLY

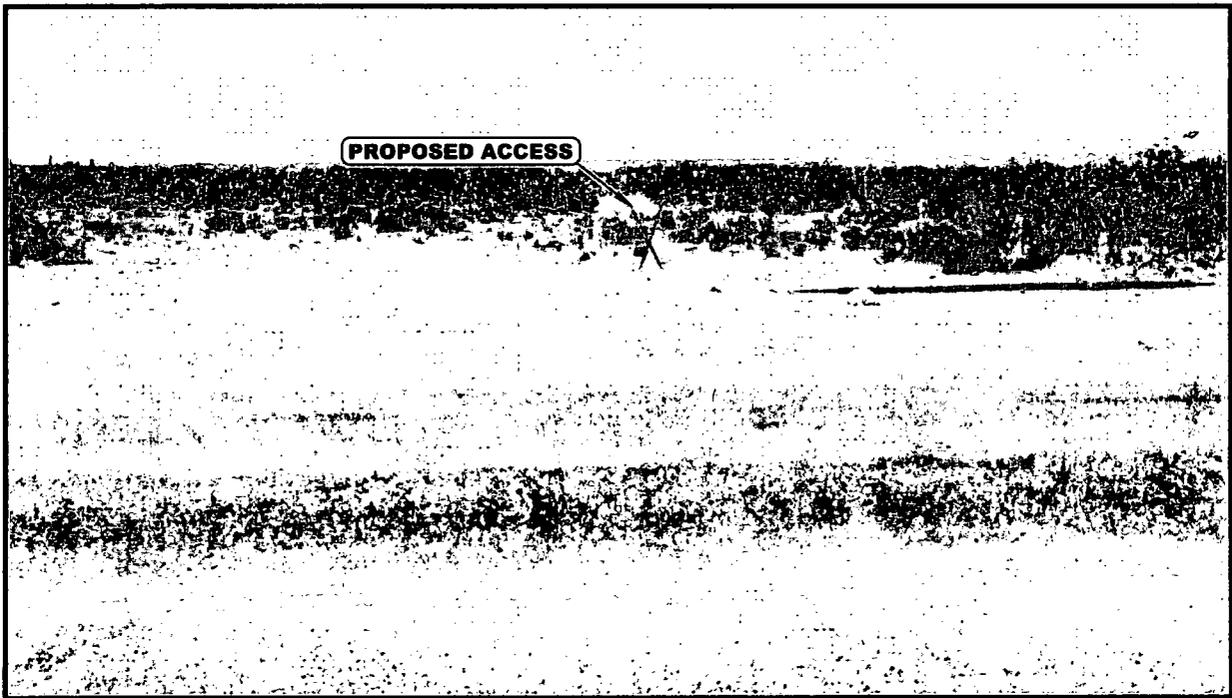


PHOTO: VIEW FROM BEGINNING OF PROPOSED ACCESS

CAMERA ANGLE: NORTHERLY

ConocoPhillips Company

**ZIA HILLS 20 FEDERAL PAD 1
W 1/2 E 1/2, SECTION 20, T26S, R32E, N.M.P.M.
LEA COUNTY, NEW MEXICO**



UELS, LLC
Corporate Office * 85 South 200 East
Vernal, UT 84078 * (435) 789-1017

| | | | |
|-----------------|--------------|----------|--|
| TAKEN BY | J.A.V., R.D. | 05-16-17 | |
| DRAWN BY | J.B. | 05-30-17 | |
| | | | |

APPLICATION FOR TRANSPORTATION AND
 UTILITY SYSTEMS AND FACILITIES
 ON FEDERAL LANDS

FORM APPROVED
 OMB Control Number: 0596-0082
 Expiration Date: 1/31/2017

FOR AGENCY USE ONLY

Application Number

Date Filed

NOTE: Before completing and filing the application, the applicant should completely review this package and schedule a preapplication meeting with representatives of the agency responsible for processing the application. Each agency may have specific and unique requirements to be met in preparing and processing the application. Many times, with the help of the agency representative, the application can be completed at the preapplication meeting.

1. Name and address of applicant (include zip code)

ConocoPhillips Company
 P.O. Box 51810
 Midland, Texas 79710

2. Name, title, and address of authorized agent if different from item 1 (include zip code)

Ashley Bergen
 Associate Regulatory
 P.O. Box 51810
 Midland, Texas 79710

3. Telephone (area code)

432-688-6938

Applicant

ConocoPhillips Company

Authorized Agent

Ashley Bergen

4. As applicant are you? (check one)

- a. Individual
- b. Corporation*
- c. Partnership/Association*
- d. State Government/State Agency
- e. Local Government
- f. Federal Agency

* If checked, complete supplemental page

5. Specify what application is for: (check one)

- a. New authorization
- b. Renewing existing authorization No.
- c. Amend existing authorization No.
- d. Assign existing authorization No.
- e. Existing use for which no authorization has been received *
- f. Other*

* If checked, provide details under item 7

6. If an individual, or partnership are you a citizen(s) of the United States? Yes No

7. Project description (describe in detail): (a) Type of system or facility, (e.g., canal, pipeline, road); (b) related structures and facilities; (c) physical specifications (Length, width, grading, etc.); (d) term of years needed; (e) time of year of use or operation; (f) Volume or amount of product to be transported; (g) duration and timing of construction; and (h) temporary work areas needed for construction (Attach additional sheets, if additional space is needed.)

8. Attach a map covering area and show location of project proposal

9. State or Local government approval: Attached Applied for Not Required

10. Nonreturnable application fee: Attached Not required

11. Does project cross international boundary or affect international waterways? Yes No (if "yes," indicate on map)

12. Give statement of your technical and financial capability to construct, operate, maintain, and terminate system for which authorization is being requested.



[Faint, illegible text, possibly bleed-through from the reverse side of the page]

13a. Describe other reasonable alternative routes and modes considered.

b. Why were these alternatives not selected?

c. Give explanation as to why it is necessary to cross Federal Lands.

14. List authorizations and pending applications filed for similar projects which may provide information to the authorizing agency. (Specify number, date, code, or name)

15. Provide statement of need for project, including the economic feasibility and items such as: (a) cost of proposal (construction, operation, and maintenance); (b) estimated cost of next best alternative; and (c) expected public benefits.

16. Describe probable effects on the population in the area, including the social and economic aspects, and the rural lifestyles.

17. Describe likely environmental effects that the proposed project will have on: (a) air quality; (b) visual impact; (c) surface and ground water quality and quantity; (d) the control or structural change on any stream or other body of water; (e) existing noise levels; and (f) the surface of the land, including vegetation, permafrost, soil, and soil stability.

18. Describe the probable effects that the proposed project will have on (a) populations of fish, plantlife, wildlife, and marine life, including threatened and endangered species; and (b) marine mammals, including hunting, capturing, collecting, or killing these animals.

19. State whether any hazardous material, as defined in this paragraph, will be used, produced, transported or stored on or within the right-of-way or any of the right-of-way facilities, or used in the construction, operation, maintenance or termination of the right-of-way or any of its facilities. "Hazardous material" means any substance, pollutant or contaminant that is listed as hazardous under the Comprehensive Environmental Response, Compensation, and Liability Act of 1980, as amended, 42 U.S.C. 9601 et seq., and its regulations. The definition of hazardous substances under CERCLA includes any "hazardous waste" as defined in the Resource Conservation and Recovery Act of 1976 (RCRA), as amended, 42 U.S.C. 6901 et seq., and its regulations. The term hazardous materials also includes any nuclear or byproduct material as defined by the Atomic Energy Act of 1954, as amended, 42 U.S.C. 2011 et seq. The term does not include petroleum, including crude oil or any fraction thereof that is not otherwise specifically listed or designated as a hazardous substance under CERCLA Section 101(14), 42 U.S.C. 9601(14), nor does the term include natural gas.

20. Name all the Department(s)/Agency(ies) where this application is being filed.

I HEREBY CERTIFY, That I am of legal age and authorized to do business in the State and that I have personally examined the information contained in the application and believe that the information submitted is correct to the best of my knowledge.

Signature of Applicant

Date

Title 18, U.S.C. Section 1001, makes 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.

GENERAL INFORMATION
ALASKA NATIONAL INTEREST LANDS

This application will be used when applying for a right-of-way, permit, license, lease, or certificate for the use of Federal lands which lie within conservation system units and National Recreation or Conservation Areas as defined in the Alaska National Interest lands Conservation Act. Conservation system units include the National Park System, National Wildlife Refuge System, National Wild and Scenic Rivers System, National Trails System, National Wilderness Preservation System, and National Forest Monuments.

Transportation and utility systems and facility uses for which the application may be used are:

1. Canals, ditches, flumes, laterals, pipes, pipelines, tunnels, and other systems for the transportation of water.
2. Pipelines and other systems for the transportation of liquids other than water, including oil, natural gas, synthetic liquid and gaseous fuels, and any refined product produced therefrom.
3. Pipelines, slurry and emulsion systems, and conveyor belts for transportation of solid materials.
4. Systems for the transmission and distribution of electric energy.
5. Systems for transmission or reception of radio, television, telephone, telegraph, and other electronic signals, and other means of communications.
6. Improved right-of-way for snow machines, air cushion vehicles, and all-terrain vehicles.
7. Roads, highways, railroads, tunnels, tramways, airports, landing strips, docks, and other systems of general transportation.

This application must be filed simultaneously with each Federal department or agency requiring authorization to establish and operate your proposal.

In Alaska, the following agencies will help the applicant file an application and identify the other agencies the applicant should contact and possibly file with:

Department of Agriculture
Regional Forester, Forest Service (USFS)
Federal Office Building,
P.O. Box 21628
Juneau, Alaska 99802-1628
Telephone: (907) 586-7847 (or a local Forest Service Office)

Department of the Interior
Bureau of Indian Affairs (BIA)
Juneau Area Office
Federal Building Annex
9109 Mendenhall Mall Road, Suite 5
Juneau, Alaska 99802
Telephone: (907) 586-7177

Department of the Interior
Bureau of Land Management
222 West 7th Avenue
P.O. Box 13
Anchorage, Alaska 99513-7599
Telephone: (907) 271-5477 (or a local BLM Office)

| | |
|---|--|
| U.S. Fish & Wildlife Service (FWS) Office of the Regional Director 1011 East Tudor Road Anchorage, Alaska 99503 Telephone: (907) 786-3440 | National Park Service (NPA) Alaska Regional Office, 2225 Gambell St., Rm. 107 Anchorage, Alaska 99502-2892 Telephone: (907) 786-3440 |
|---|--|

Note - Filings with any Interior agency may be filed with any office noted above or with the Office of the Secretary of the Interior, Regional Environmental Office, P.O. Box 120, 1675 C Street, Anchorage, Alaska 9513.

Department of Transportation
Federal Aviation Administration
Alaska Region AAL-4, 222 West 7th Ave., Box 14
Anchorage, Alaska 99513-7587
Telephone: (907) 271-5285

NOTE - The Department of Transportation has established the above central filing point for agencies within that Department. Affected agencies are: Federal Aviation Administration (FAA), Coast Guard (USCG), Federal Highway Administration (FHWA), Federal Railroad Administration (FRA).

OTHER THAN ALASKA NATIONAL INTEREST LANDS

Use of this form is not limited to National Interest Conservation Lands of Alaska.

Individual department/agencies may authorize the use of this form by applicants for transportation and utility systems and facilities on other Federal lands outside those areas described above.

For proposals located outside of Alaska, applications will be filed at the local agency office or at a location specified by the responsible Federal agency.

SPECIFIC INSTRUCTIONS

(Items not listed are self-explanatory)

- 7 Attach preliminary site and facility construction plans. The responsible agency will provide instructions whenever specific plans are required.
- 8 Generally, the map must show the section(s), township(s), and range(s) within which the project is to be located. Show the proposed location of the project on the map as accurately as possible. Some agencies require detailed survey maps. The responsible agency will provide additional instructions.
- 9, 10, and 12 The responsible agency will provide additional instructions.
- 13 Providing information on alternate routes and modes in as much detail as possible, discussing why certain routes or modes were rejected and why it is necessary to cross Federal lands will assist the agency(ies) in processing your application and reaching a final decision. Include only reasonable alternate routes and modes as related to current technology and economics.
- 14 The responsible agency will provide instructions.
- 15 Generally, a simple statement of the purpose of the proposal will be sufficient. However, major proposals located in critical or sensitive areas may require a full analysis with additional specific information. The responsible agency will provide additional instructions.
- 16 through 19 Providing this information in as much detail as possible will assist the Federal agency(ies) in processing the application and reaching a decision. When completing these items, you should use a sound judgment in furnishing relevant information. For example, if the project is not near a stream or other body of water, do not address this subject. The responsible agency will provide additional instructions.

Application must be signed by the applicant or applicant's authorized representative.

EFFECT OF NOT PROVIDING INFORMATION: Disclosure of the information is voluntary. If all the information is not provided, the application may be rejected.

DATA COLLECTION STATEMENT

The Federal agencies collect this information from applicants requesting right-of-way, permit, license, lease, or certification for the use of Federal lands. The Federal agencies use this information to evaluate the applicant's proposal. The public is obligated to submit this form if they wish to obtain permission to use Federal lands.

SUPPLEMENTAL

| NOTE: The responsible agency(ies) will provide instructions | CHECK APPROPRIATE BLOCK | |
|---|-------------------------|--------|
| I-PRIVATE CORPORATIONS | ATTACHED | FILED* |
| a. Articles of Incorporation | D | D |
| b. Corporation Bylaws | D | D |
| c. A certification from the State showing the corporation is in good standing and is entitled to operate within the State | D | D |
| d. Copy of resolution authorizing filing | D | D |
| e. The name and address of each shareholder owning 3 percent or more of the shares, together with the number and percentage of any class of voting shares of the entity which such shareholder is authorized to vote and the name and address of each affiliate of the entity together with, in the case of an affiliate controlled by the entity, the number of shares and the percentage of any class of voting stock of that affiliate owned, directly or indirectly, by that entity, and in the case of an affiliate which controls that entity, the number of shares and the percentage of any class of voting stock of that entity owned, directly or indirectly, by the affiliate. | D | D |
| f. If application is for an oil or gas pipeline, describe any related right-of-way or temporary use permit applications, and identify previous applications. | D | D |
| g. If application is for an oil and gas pipeline, identify all Federal lands by agency impacted by proposal. | D | D |
| 11 - PUBLIC CORPORATIONS | | |
| a. Copy of law forming corporation | D | D |
| b. Proof of organization | D | D |
| c. Copy of Bylaws | D | D |
| d. Copy of resolution authorizing filing | D | D |
| e. If application is for an oil or gas pipeline, provide information required by item "I - f" and "I - g" above. | D | D |
| 111 - PARTNERSHIP OR OTHER UNINCORPORATED ENTITY | | |
| a. Articles of association, if any | D | D |
| b. If one partner is authorized to sign, resolution authorizing action is | D | D |
| c. Name and address of each participant, partner, association, or other | D | D |
| d. If application is for an oil or gas pipeline, provide information required by item "I - f" and "I - g" above. | D | D |

*If the required information is already filed with the agency processing this application and is current, check block entitled "Filed." Provide the file identification information (e.g., number, date, code, name). If not on file or current, attach the requested information.

NOTICES

Note: This applies to the Department of Agriculture/Forest Service (FS)

This information is needed by the Forest Service to evaluate the requests to use National Forest System lands and manage those lands to protect natural resources, administer the use, and ensure public health and safety. This information is required to obtain or retain a benefit. The authority for that requirement is provided by the Organic Act of 1897 and the Federal Land Policy and Management Act of 1976, which authorize the secretary of Agriculture to promulgate rules and regulations for authorizing and managing National Forest System lands. These statutes, along with the Term Permit Act, National Forest Ski Area Permit Act, Granger-Thye Act, Mineral Leasing Act, Alaska Term Permit Act, Act of September 3, 1954, Wilderness Act, National Forest Roads and Trails Act, Act of November 16, 1973, Archeological Resources Protection Act, and Alaska National Interest Lands Conservation Act, authorize the Secretary of Agriculture to issue authorizations or the use and occupancy of National Forest System lands. The Secretary of Agriculture's regulations at 36 CFR Part 251, Subpart B, establish procedures for issuing those authorizations.

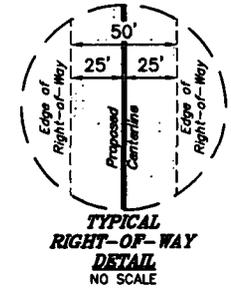
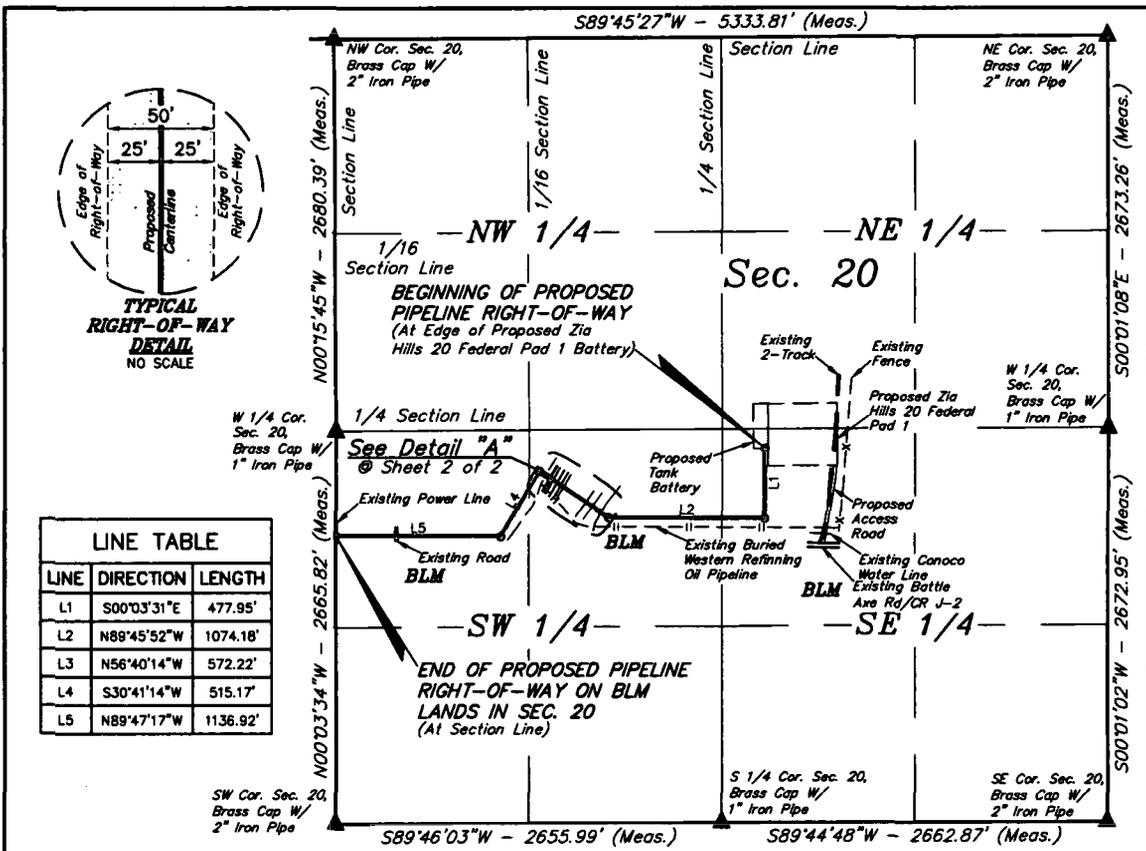
BURDEN AND NONDISCRIMINATION STATEMENTS

According to the Paperwork Reduction Act of 1995, an agency may not conduct or sponsor, and a person is not required to respond to a collection of information unless it displays a valid OMB control number. The valid OMB control number for this information collection is 0596-0082. The time required to complete this information collection is estimated to average 8 hours per response, including the time for reviewing instructions, searching existing data sources, gathering and maintaining the data needed, and completing and reviewing the collection of information.

The U.S. Department of Agriculture (USDA) prohibits discrimination in all its programs and activities on the basis of race, color, national origin, age, disability, and where applicable, sex, marital status, familial status, parental status, religion, sexual orientation, genetic information, political beliefs, reprisal, or because all or part of an individual's income is derived from any public assistance. (Not all prohibited bases apply to all programs.) Persons with disabilities who require alternative means for communication of program information (Braille, large print, audiotape, etc.) should contact USDA's TARGET Center at 202-720-2600 (voice and TDD).

To file a complaint of discrimination, write USDA, Director, Office of Civil Rights, 1400 Independence Avenue, SW, Washington, DC 20250-9410 or call toll free (866) 632-9992 (voice). TDD users can contact USDA through local relay or the Federal relay at (800) 877-8339 (TDD) or (866) 377-8642 (relay voice). USDA is an equal opportunity provider and employer.

The Privacy Act of 1974 (5 U.S.C. 552a) and the Freedom of Information Act (5 U.S.C. 552) govern the confidentiality to be provided for information received by the Forest Service.



| LINE TABLE | | |
|------------|-------------|----------|
| LINE | DIRECTION | LENGTH |
| L1 | S00°03'31"E | 477.95' |
| L2 | N89°45'52"W | 1074.18' |
| L3 | N56°40'14"W | 572.22' |
| L4 | S30°41'14"W | 515.17' |
| L5 | N89°47'17"W | 1136.92' |

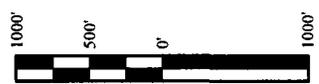
PIPELINE RIGHT-OF-WAY DESCRIPTION ON BLM LAND IN SEC. 20

A 50' WIDE RIGHT-OF-WAY 25' ON EACH SIDE OF THE FOLLOWING DESCRIBED CENTERLINE.

BEGINNING AT A POINT IN THE NW 1/4 SE 1/4 OF SECTION 20, T26S, R33E, N.M.P.M., WHICH BEARS S86°32'05"W 2374.36' FROM THE EAST 1/4 CORNER OF SAID SECTION 20, THENCE S00°03'31"E 477.95'; THENCE N89°45'52"W 1074.18'; THENCE N56°40'14"W 572.22'; THENCE S30°41'14"W 515.17'; THENCE N89°47'17"W 1136.92' TO A POINT ON THE WEST LINE OF THE NW 1/4 SW 1/4 OF SAID SECTION 20, WHICH BEARS S00°03'34"E 711.78' FROM THE WEST 1/4 CORNER OF SAID SECTION 20. THE SIDE LINES OF SAID DESCRIBED RIGHT-OF-WAY BEING SHORTENED OR ELONGATED TO MEET THE GRANTOR'S PROPERTY LINES. BASIS OF BEARINGS IS A TRANSVERSE MERCATOR PROJECTION WITH A CENTRAL MERIDIAN OF W103°53'00". CONTAINS 4.335 ACRES MORE OR LESS.

BEGINNING OF PIPELINE BEARS S86°32'05"W 2374.36' FROM THE EAST 1/4 CORNER OF SECTION 20, T26S, R33E, N.M.P.M.

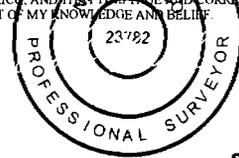
END OF PIPELINE ON BLM LANDS IN SEC. 20 BEARS S00°03'34"E 711.78' FROM THE WEST 1/4 CORNER OF SECTION 20, T26S, R33E, N.M.P.M.



| ACREAGE / LENGTH TABLE | | | | |
|------------------------|-----------|---------|--------|-------|
| | OWNERSHIP | FEET | RODS | ACRES |
| SEC. 20 (SE 1/4) | BLM | 773.65 | 46.89 | 0.888 |
| SEC. 20 (SW 1/4) | BLM | 3002.78 | 181.99 | 3.447 |
| TOTAL | | 3776.43 | 228.87 | 4.335 |

▲ = SECTION CORNERS LOCATED.

CERTIFICATE
 THIS IS TO CERTIFY THAT THIS EASEMENT PLAT AND THE ACTUAL SURVEY ON THE GROUND UPON WHICH IT IS BASED WERE PERFORMED BY ME OR UNDER MY DIRECT SUPERVISION, THAT I AM RESPONSIBLE FOR THIS SURVEY, THAT THIS SURVEY MEETS THE MINIMUM STANDARDS FOR SURVEYING IN NEW MEXICO, AND THAT IT IS TRUE AND CORRECT TO THE BEST OF MY KNOWLEDGE AND BELIEF.



FILE: 61952-A1

Sheet 1 of 2

NOTES:
 • Basis of Bearings is a Transverse Mercator Projection with a Central Meridian of W103°53'00"

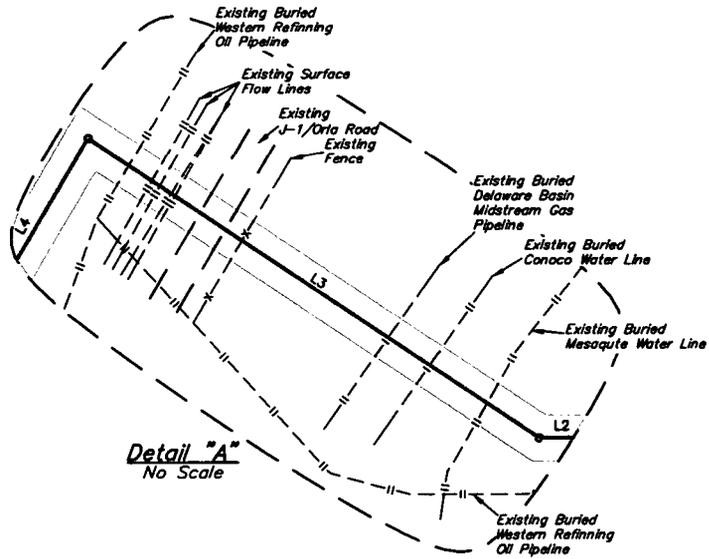
ConocoPhillips Company

**ZIA HILLS 20 FEDERAL PAD 1
 SECTION 20, T26S, R32E, N.M.P.M.
 LEA COUNTY, NEW MEXICO**



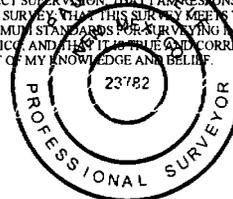
UELS, LLC
 Corporate Office • 85 South 200 East
 Vernal, UT 84078 • (435) 789-1017

| | | | |
|--------------------|-------------|----------|--------------|
| SURVEYED BY | J.A.V. R.D. | 05-16-17 | SCALE |
| DRAWN BY | B.D.H. | 07-24-17 | 1" = 1000' |



Detail "A"
No Scale

CERTIFICATE
THIS IS TO CERTIFY THAT THIS EASEMENT PLAT AND THE ACTUAL SURVEY ON THE GROUND UPON WHICH IT IS BASED WERE PERFORMED BY ME OR UNDER MY DIRECT SUPERVISION, THAT I AM RESPONSIBLE FOR THIS SURVEY, THAT THIS SURVEY MEETS THE MINIMUM STANDARDS FOR SURVEYING IN NEW MEXICO, AND THAT IT IS TRUE AND CORRECT TO THE BEST OF MY KNOWLEDGE AND BELIEF.



FILE: 61952-A2

Sheet 2 of 2

NOTES:

• Basis of Bearings is a Transverse Mercator Projection with a Central Meridian of W103°53'00"

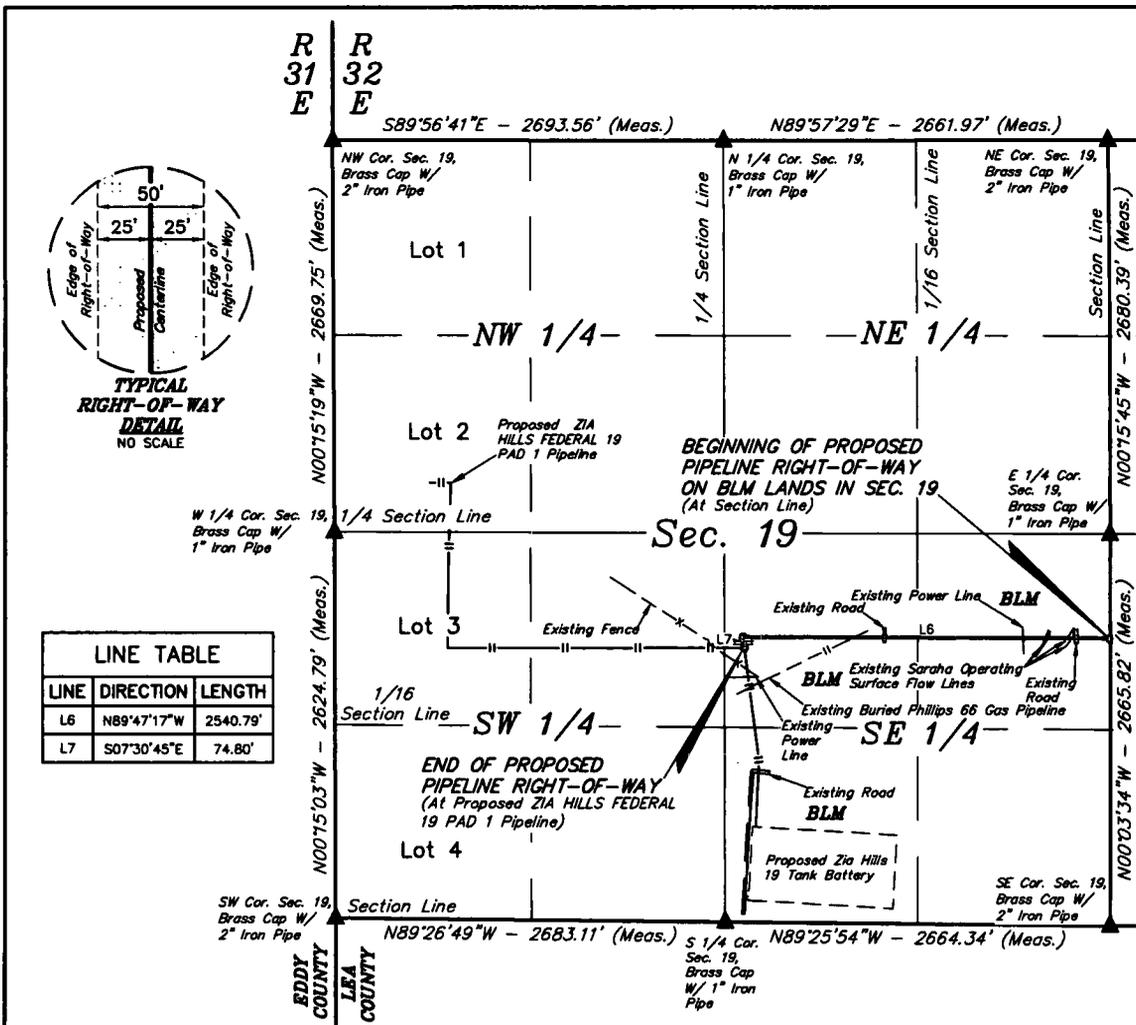
ConocoPhillips Company

**ZIA HILLS 20 FEDERAL PAD 1
SECTION 20, T26S, R32E, N.M.P.M.
LEA COUNTY, NEW MEXICO**



UELS, LLC
Corporate Office * 85 South 200 East
Vernal, UT 84078 * (435) 789-1017

| | | | |
|--------------------|--------------|----------|--------------|
| SURVEYED BY | J.A.V., R.D. | 05-16-17 | SCALE |
| DRAWN BY | B.D.H. | 07-24-17 | N/A |



PIPELINE RIGHT-OF-WAY DESCRIPTION ON BLM LANDS IN SEC. 19

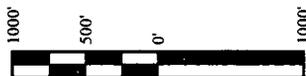
A 50' WIDE RIGHT-OF-WAY 25' ON EACH SIDE OF THE FOLLOWING DESCRIBED CENTERLINE.

BEGINNING AT A POINT ON THE EAST LINE OF THE NE 1/4 SE 1/4 OF SECTION 19, T26S, R32E, N.M.P.M., WHICH BEARS S00°03'34"E 711.78' FROM THE EAST 1/4 CORNER OF SAID SECTION 19, THENCE N89°47'17"W 2540.79'; THENCE S07°30'45"E 74.80' TO A POINT IN THE NW 1/4 SE 1/4 OF SAID SECTION 19, WHICH BEARS N04°01'41"E 1867.46' FROM THE SOUTH 1/4 CORNER OF SAID SECTION 19. THE SIDE LINES OF SAID DESCRIBED RIGHT-OF-WAY BEING SHORTENED OR ELONGATED TO MEET THE GRANTOR'S PROPERTY LINES. BASIS OF BEARINGS IS A TRANSVERSE MERCATOR PROJECTION WITH A CENTRAL MERIDIAN OF W103°53'00". CONTAINS 3.002 ACRES MORE OR LESS.

BEGINNING OF PIPELINE ON THE BLM LANDS IN SEC. 19 BEARS S00°03'34"E 711.78' FROM THE EAST 1/4 CORNER OF SECTION 19, T26S, R32E, N.M.P.M.

END OF PIPELINE BEARS N04°01'41"E 1867.46' FROM THE SOUTH 1/4 CORNER OF SECTION 19, T26S, R32E, N.M.P.M.

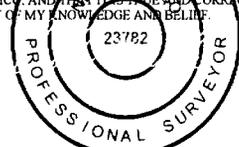
CERTIFICATE
THIS IS TO CERTIFY THAT THIS EASEMENT PLAT AND THE ACTUAL SURVEY ON THE GROUND UPON WHICH IT IS BASED WERE PERFORMED BY ME OR UNDER MY DIRECT SUPERVISION, THAT I AM RESPONSIBLE FOR THIS SURVEY, THAT THIS SURVEY MEETS THE MINIMUM STANDARDS FOR SURVEYING IN NEW MEXICO, AND THAT IT IS TRUE AND CORRECT TO THE BEST OF MY KNOWLEDGE AND BELIEF.



| ACREAGE / LENGTH TABLE | | | | |
|------------------------|-----------|---------|--------|-------|
| | OWNERSHIP | FEET | RODS | ACRES |
| SEC. 19 (SE 1/4) | BLM | 2615.59 | 158.52 | 3.002 |

▲ = SECTION CORNERS LOCATED.

FILE: 61952-B



NOTES:

* Basis of Bearings is a Transverse Mercator Projection with a Central Meridian of W103°53'00"

ConocoPhillips Company

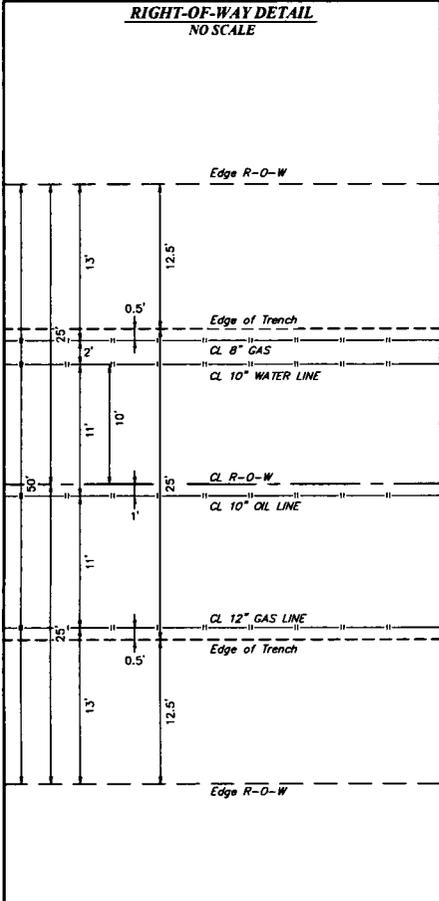
**ZIA HILLS 20 FEDERAL PAD 1
SECTION 19, T26S, R32E, N.M.P.M.
LEA COUNTY, NEW MEXICO**



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Vernal, UT 84078 • (435) 789-1017

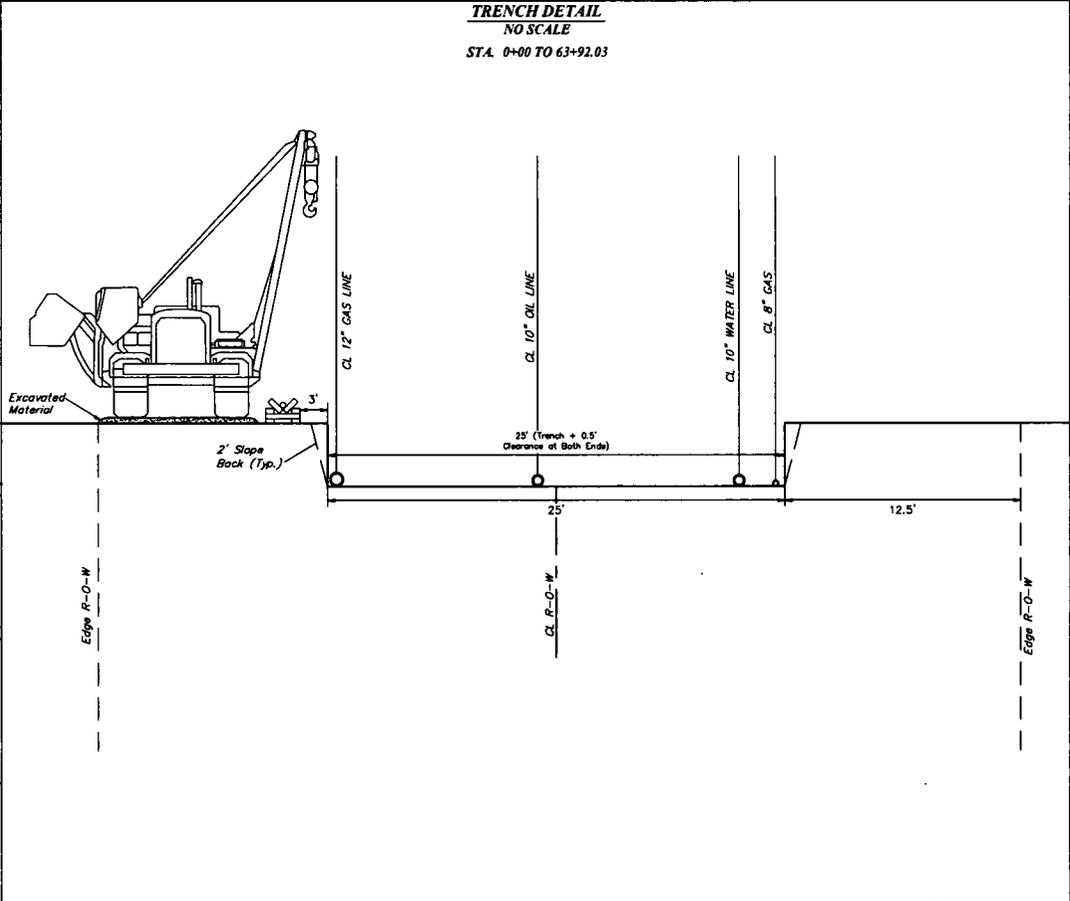
| | | | |
|--------------------|--------------|----------|--------------|
| SURVEYED BY | J.A.V., R.D. | 05-16-17 | SCALE |
| DRAWN BY | B.D.H. | 07-24-17 | N/A |

RIGHT-OF-WAY DETAIL
NO SCALE



TRENCH DETAIL
NO SCALE

STA. 0+00 TO 63+92.03



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Vernal, UT 84078 • (435) 789-1017

| REVISION | | SUMMARY OF MATERIALS | |
|----------|-------------|----------------------|----|
| NO. | DESCRIPTION | DATE | BY |
| | | | |
| | | | |

| PROJECT DATA | |
|--------------------------|---------------|
| SURVEYED BY: J.A.V. R.D. | SCALE: N/A |
| DRAWN BY: B.D.M. | DRAWING# N/A |
| DATE: 07-24-17 | SHEET: 1 OF 2 |

LOCATED IN
SECTION 10 & 11
T12E, R28E, N43A
LEA COUNTY, NEW MEXICO

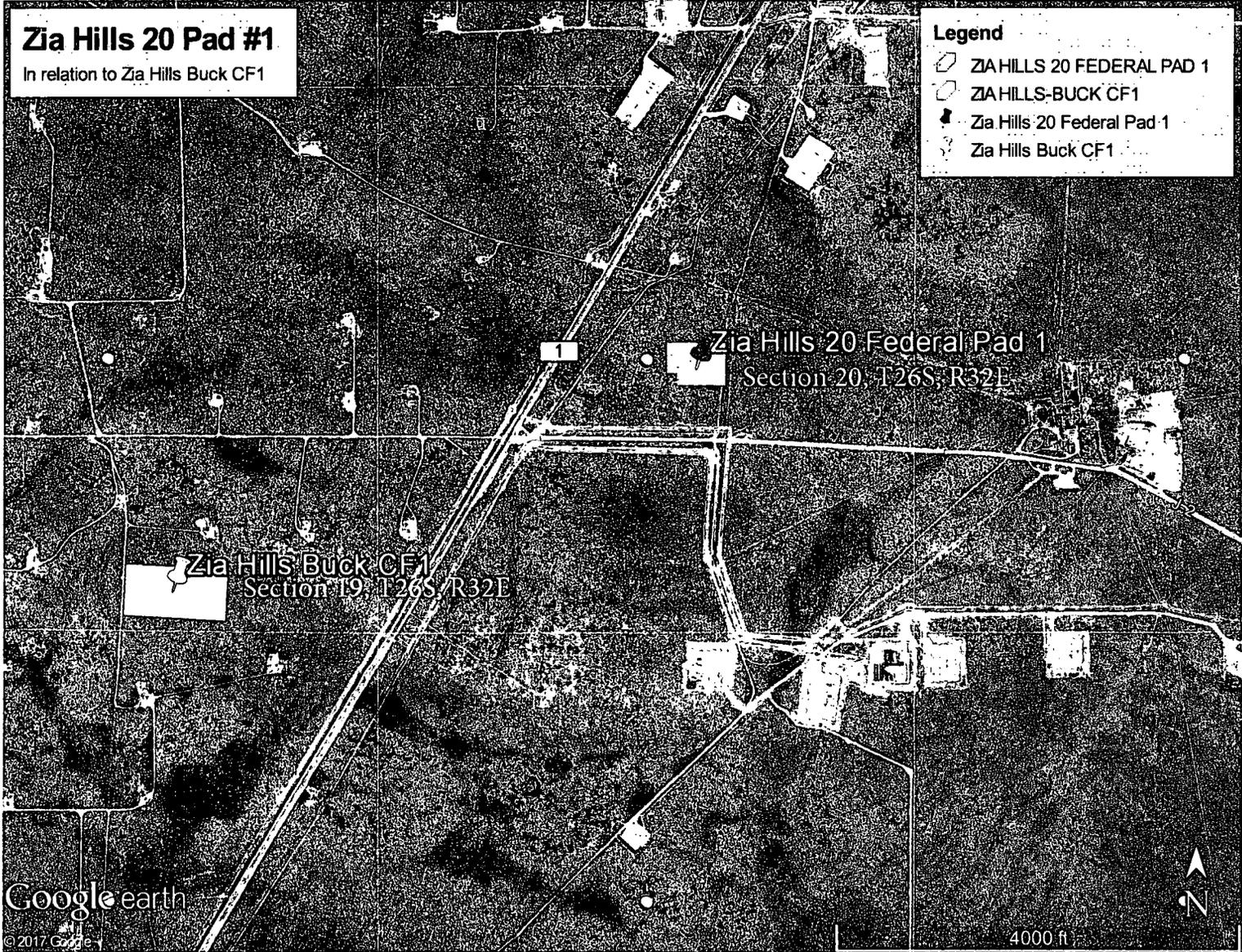
ConocoPhillips Company
XIA HILLS 20 FEDERAL PAD 1
RIGHT-OF-WAY DETAIL

Zia Hills 20 Pad #1

In relation to Zia Hills Buck CF1

Legend

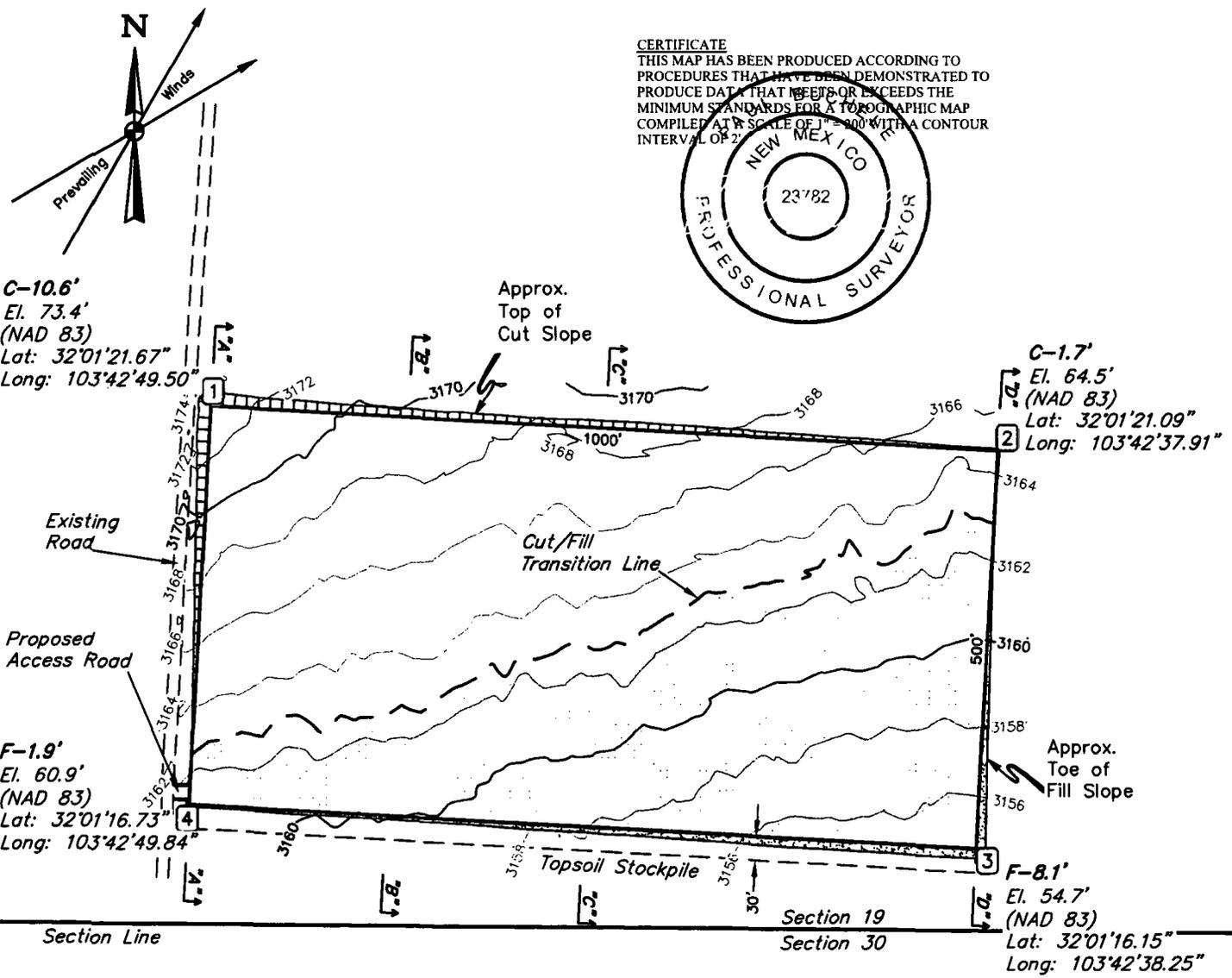
- ZIA HILLS 20 FEDERAL PAD 1
- ZIA HILLS-BUCK CF1
- Zia Hills 20 Federal Pad 1
- Zia Hills Buck CF1



Zia Hills 20 Federal Pad 1
Section 20, T26S, R32E

Zia Hills Buck CF1
Section 19, T26S, R32E

CERTIFICATE
 THIS MAP HAS BEEN PRODUCED ACCORDING TO PROCEDURES THAT HAVE BEEN DEMONSTRATED TO PRODUCE DATA THAT MEETS OR EXCEEDS THE MINIMUM STANDARDS FOR A TOPOGRAPHIC MAP COMPILED AT A SCALE OF 1" = 200' WITH A CONTOUR INTERVAL OF 2'



FINISHED GRADE ELEVATION = 3162.8'

NOTES:
 • Contours shown at 2' intervals.

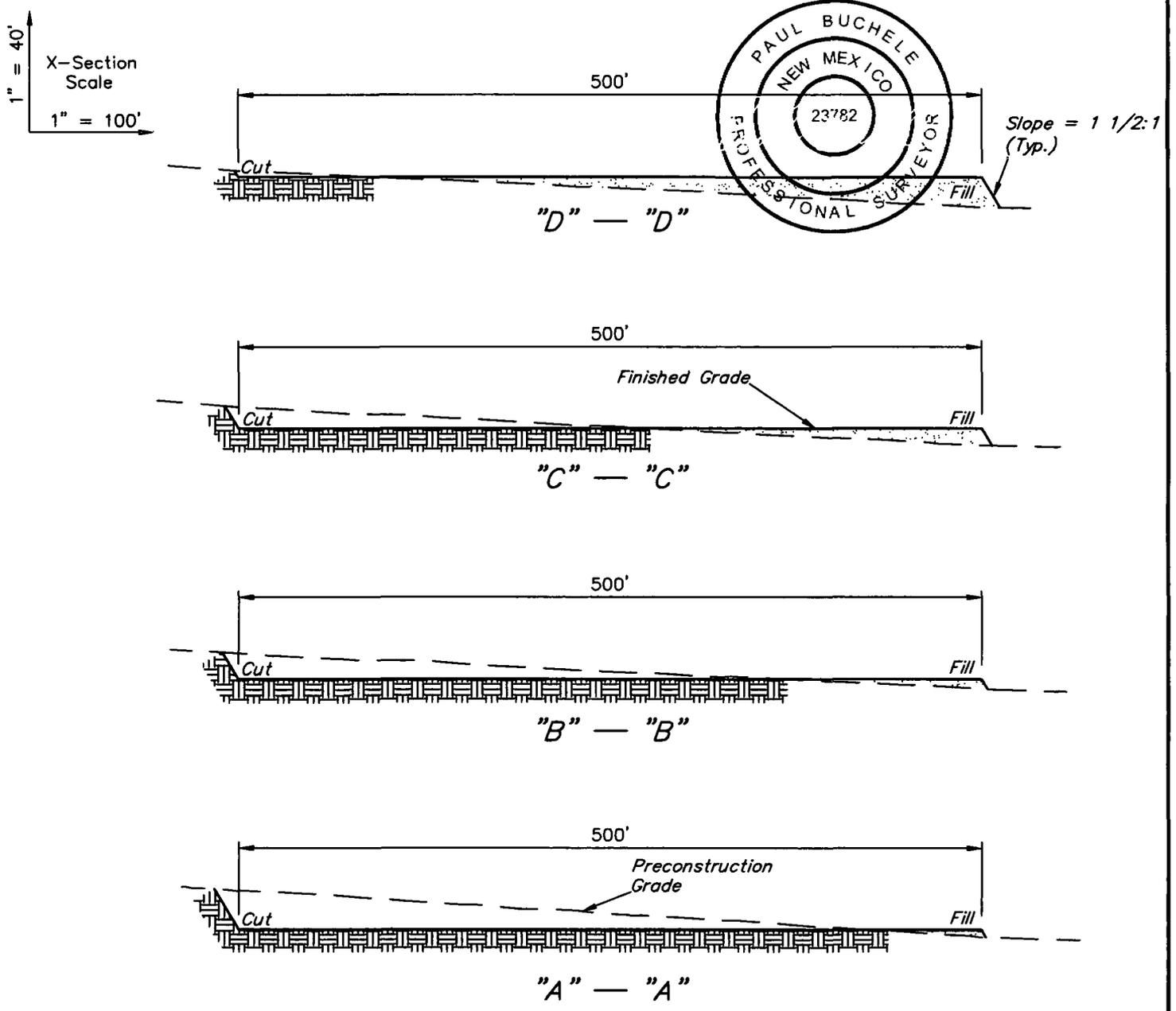
ConocoPhillips Company

ZIA HILLS-BUCK CF1
 SW 1/4 SE 1/4, SECTION 19, T26S, R32E, N.M.P.M.
 LEA COUNTY, NEW MEXICO



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 Vernal, UT 84078 * (435) 789-1017

| | | | |
|--------------------|------------|----------|--------------|
| SURVEYED BY | A.V., R.O. | 05-12-17 | SCALE |
| DRAWN BY | C.D. | 05-19-17 | 1" = 200' |



| APPROXIMATE EARTHWORK QUANTITIES | |
|---|------------------------|
| (3") TOPSOIL STRIPPING | 4,840 Cu. Yds. |
| REMAINING LOCATION | 29,480 Cu. Yds. |
| TOTAL CUT | 34,320 Cu. Yds. |
| FILL | 29,480 Cu. Yds. |
| EXCESS MATERIAL | 4,840 Cu. Yds. |
| TOPSOIL & PIT BACKFILL | 4,840 Cu. Yds. |
| EXCESS UNBALANCE (After Interim Rehabilitation) | 0 Cu. Yds. |

| APPROXIMATE SURFACE DISTURBANCE AREAS | | |
|--|------------|----------------|
| | DISTANCE | ACRES |
| WELL SITE DISTURBANCE | NA | ±12.514 |
| 30' WIDE ACCESS ROAD R-O-W DISTURBANCE | ±1,905.83' | ±1.313 |
| 40' WIDE PIPELINE R-O-W DISTURBANCE | ±2,182.90' | ±2.004 |
| 30' WIDE POWER LINE R-O-W DISTURBANCE | ±1,598.09' | ±1.101 |
| TOTAL SURFACE USE AREA | | ±16.932 |

REV: 2 06-15-17 B.D.H. (ADDED POWER LINE DISTURBANCE)

NOTES:
 • Fill quantity includes 5% for compaction.

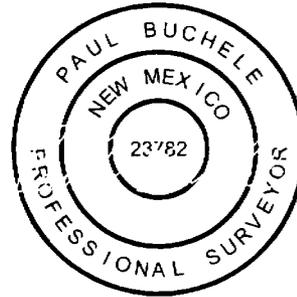
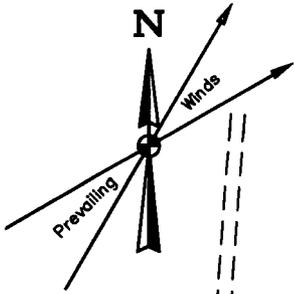
ConocoPhillips Company

ZIA HILLS-BUCK CF1
 SW 1/4 SE 1/4, SECTION 19, T26S, R32E, N.M.P.M.
 LEA COUNTY, NEW MEXICO

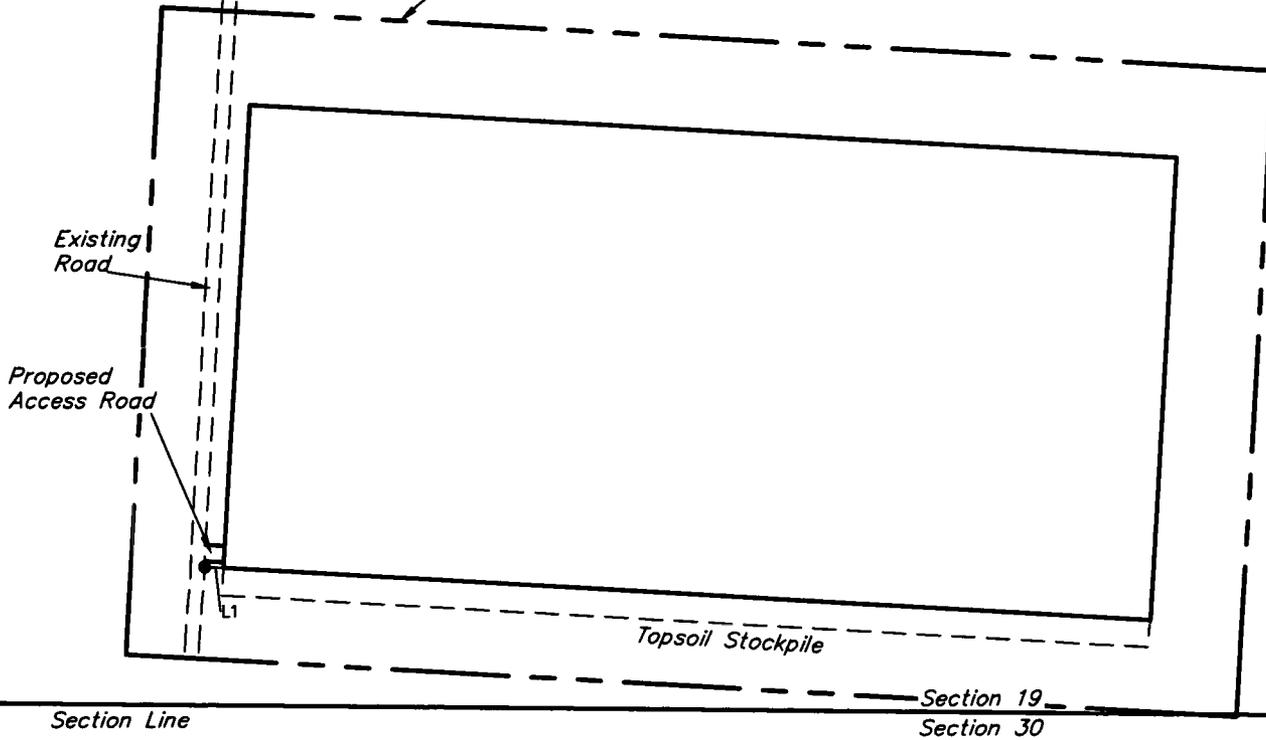


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 Vernal, UT 84078 * (435) 789-1017

| | | | |
|-------------|------------|----------|----------|
| SURVEYED BY | A.V., R.O. | 05-12-17 | SCALE |
| DRAWN BY | C.D. | 05-19-17 | AS SHOWN |
| | | | |



1200' X 700'
Archaeological Survey
Boundary



| LINE TABLE | | |
|------------|-----------|--------|
| LINE | DIRECTION | LENGTH |
| L1 | N89°W | 20' |

ConocoPhillips Company

ZIA HILLS-BUCK CF1
SW 1/4 SE 1/4, SECTION 19, T26S, R32E, N.M.P.M.
LEA COUNTY, NEW MEXICO



UELS, LLC
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Vernal, UT 84078 * (435) 789-1017

| | | | |
|--------------------|------------|----------|--------------|
| SURVEYED BY | A.V., R.O. | 05-12-17 | SCALE |
| DRAWN BY | C.D. | 05-19-17 | 1" = 200' |

BEGINNING AT THE INTERSECTION OF HIGHWAY 18 AND HIGHWAY 128 PROCEED IN A WESTERLY, THEN NORTHWESTERLY, THEN WESTERLY DIRECTION FROM JAL, NEW MEXICO ALONG HIGHWAY 128 APPROXIMATELY 30.0 MILES TO THE JUNCTION OF THIS ROAD AND ORLA RD./CR J-1 TO THE SOUTH; TURN LEFT AND PROCEED IN A SOUTHERLY, THEN SOUTHWESTERLY DIRECTION APPROXIMATELY 13.6 MILES TO THE JUNCTION OF THIS ROAD AND THE PROPOSED ACCESS ROAD FOR THE ZIA HILLS 19 PAD 1 TO THE WEST; TURN RIGHT AND PROCEED IN A WESTERLY DIRECTION APPROXIMATELY 4,126' TO THE BEGINNING OF THE PROPOSED ACCESS ROAD TO THE SOUTH; FOLLOW ROAD FLAGS IN A SOUTHERLY DIRECTION APPROXIMATELY 1,906' TO THE PROPOSED LOCATION.

TOTAL DISTANCE FROM JAL, NEW MEXICO TO THE PROPOSED WELL LOCATION IS APPROXIMATELY 44.8 MILES.

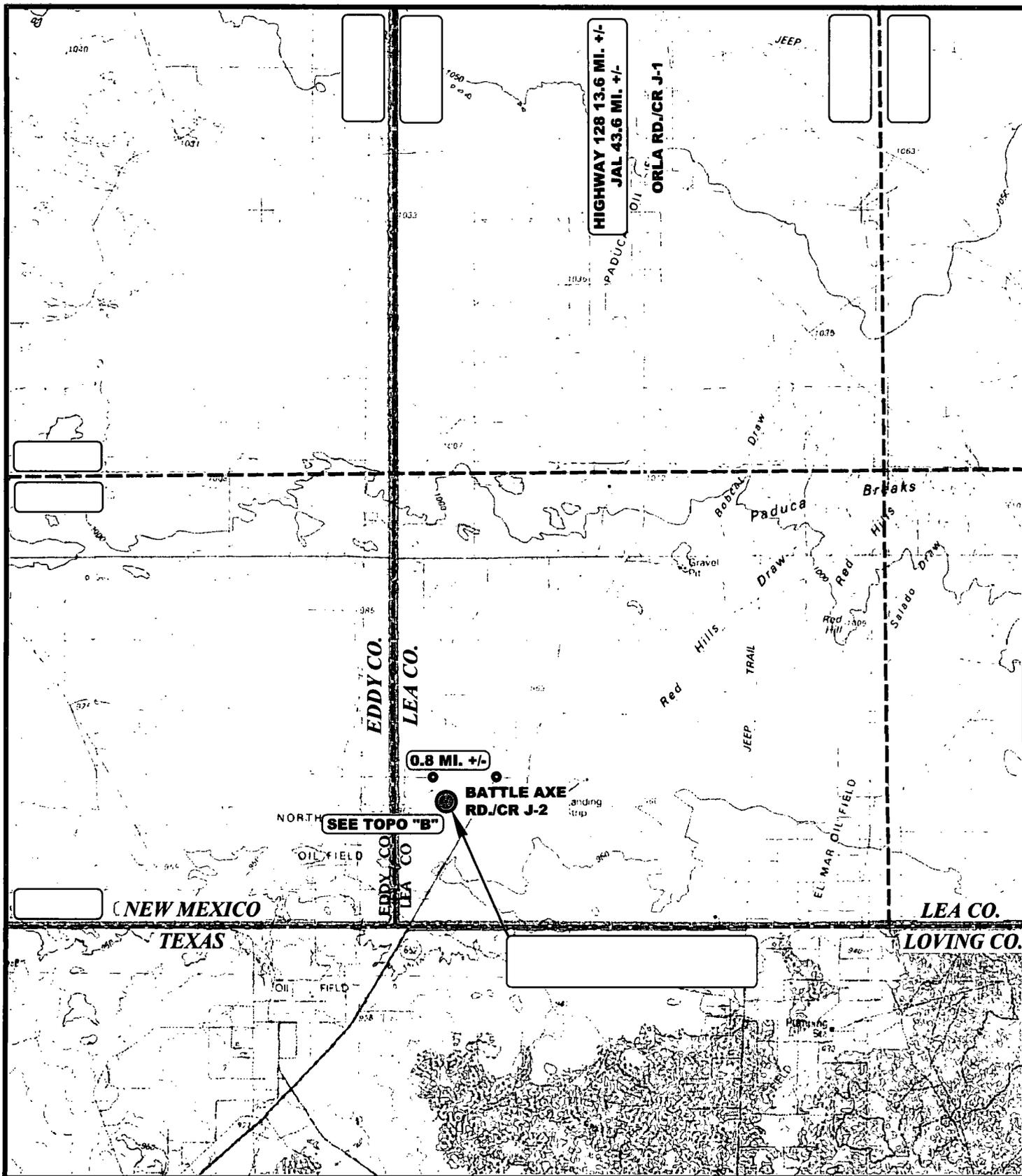
ConocoPhillips Company

**ZIA HILLS-BUCK CF1
SW 1/4 SE 1/4, SECTION 19, T26S, R32E, N.M.P.M.
LEA COUNTY, NEW MEXICO**



UELS, LLC
Corporate Office * 85 South 200 East
Vernal, UT 84078 * (435) 789-1017

| | | | |
|--------------------|------------|----------|--|
| SURVEYED BY | A.V., R.O. | 05-12-17 | |
| DRAWN BY | J.B. | 05-17-17 | |



LEGEND:

 **PROPOSED LOCATION**

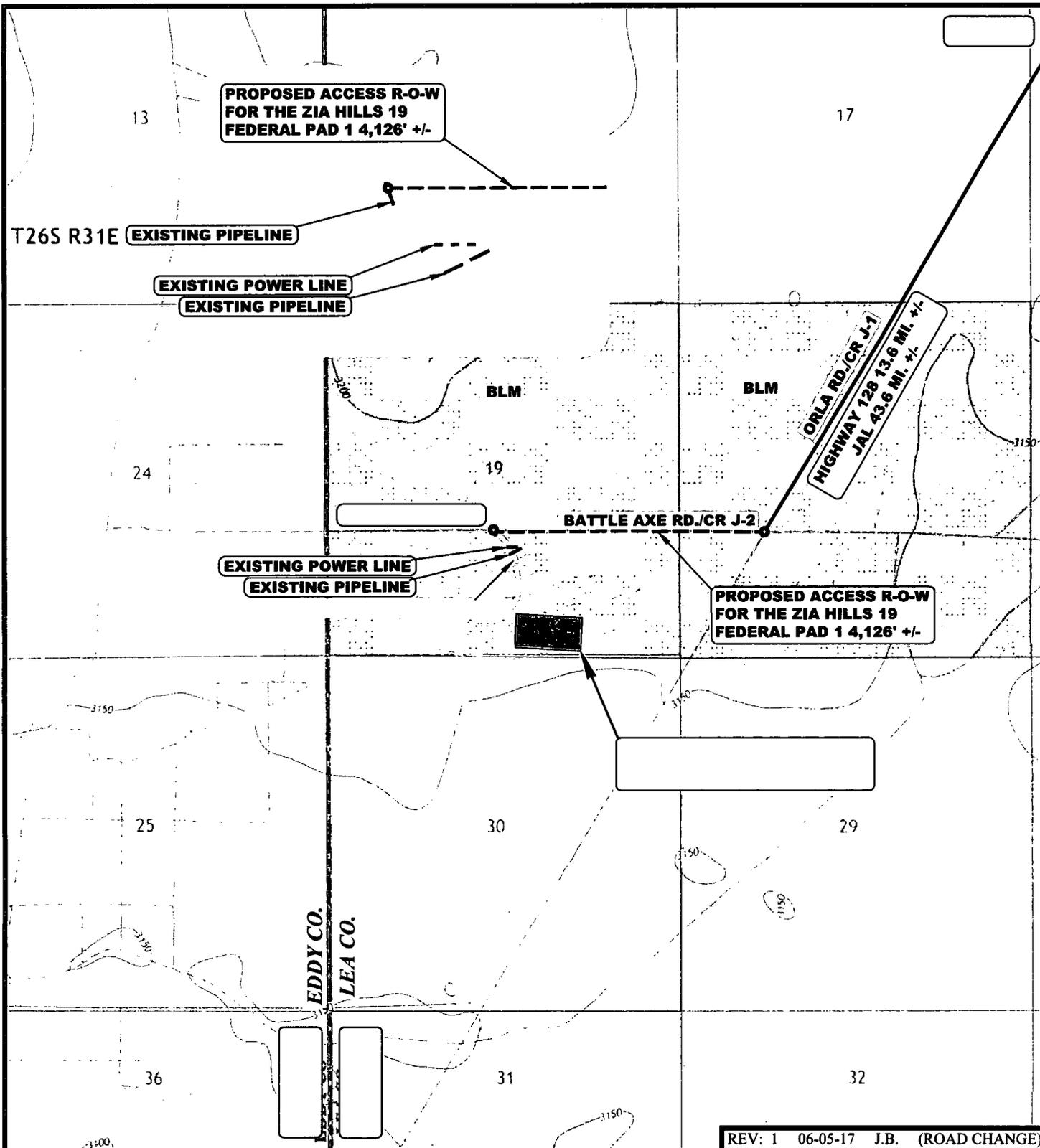


UELS, LLC
 Corporate Office * 85 South 200 East
 Vernal, UT 84078 * (435) 789-1017

ConocoPhillips Company

ZIA HILLS-BUCK CF1
 SW 1/4 SE 1/4, SECTION 19, T26S, R32E, N.M.P.M.
 LEA COUNTY, NEW MEXICO

| | | | |
|--------------------|------------|----------|--------------|
| SURVEYED BY | A.V., R.O. | 05-12-17 | SCALE |
| DRAWN BY | J.B. | 05-17-17 | 1 : 100,000 |
| | | | |



REV: 1 06-05-17 J.B. (ROAD CHANGE)

NOTE: PARCEL DATA SHOWN HAS BEEN OBTAINED FROM VARIOUS SOURCES AND SHOULD BE USED FOR MAPPING, GRAPHIC AND PLANNING PURPOSES ONLY. NO WARRANTY IS MADE BY UINTAH ENGINEERING AND LAND SURVEYING (UELS) FOR ACCURACY OF THE PARCEL DATA.

LEGEND:

- EXISTING ROAD
- PROPOSED ROAD (SERVICING OTHER WELLS)
- EXISTING PIPELINE
- EXISTING POWER LINE

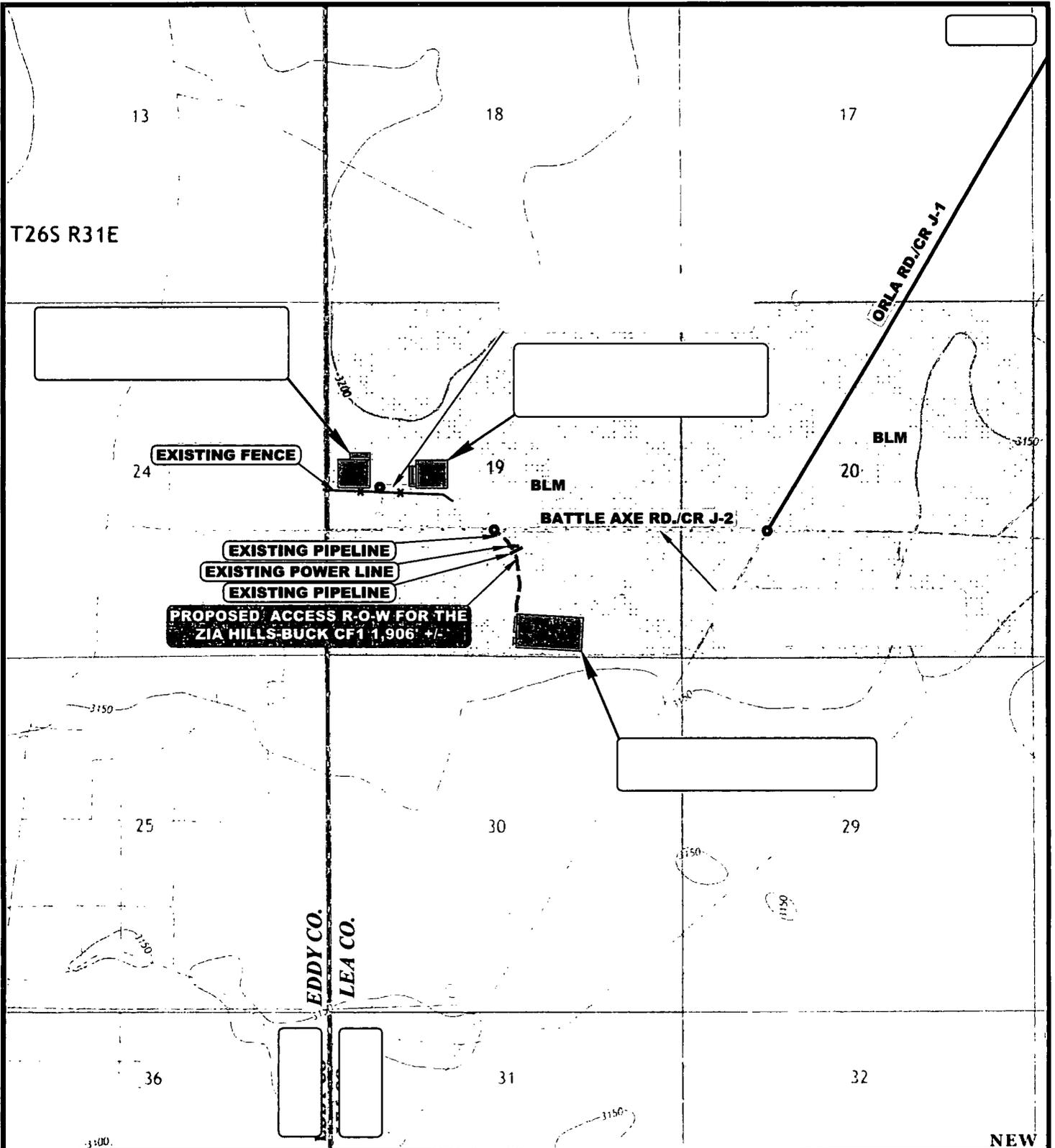


UELS, LLC
 Corporate Office * 85 South 200 East
 Vernal, UT 84078 * (435) 789-1017

ConocoPhillips Company

ZIA HILLS-BUCK CF1
 SW 1/4 SE 1/4, SECTION 19, T26S, R32E, N.M.P.M.
 LEA COUNTY, NEW MEXICO

| | | | |
|--------------------|------------|----------|--------------|
| SURVEYED BY | A.V., R.O. | 05-12-17 | SCALE |
| DRAWN BY | J.B. | 05-17-17 | 1" = 24,000' |



NOTE: PARCEL DATA SHOWN HAS BEEN OBTAINED FROM VARIOUS SOURCES AND SHOULD BE USED FOR MAPPING, GRAPHIC AND PLANNING PURPOSES ONLY. NO WARRANTY IS MADE BY UINTAH ENGINEERING AND LAND SURVEYING (UELS) FOR ACCURACY OF THE PARCEL DATA.

LEGEND:

-  EXISTING ROAD
-  EXISTING FENCE
-  EXISTING PIPELINE
-  EXISTING POWER LINE

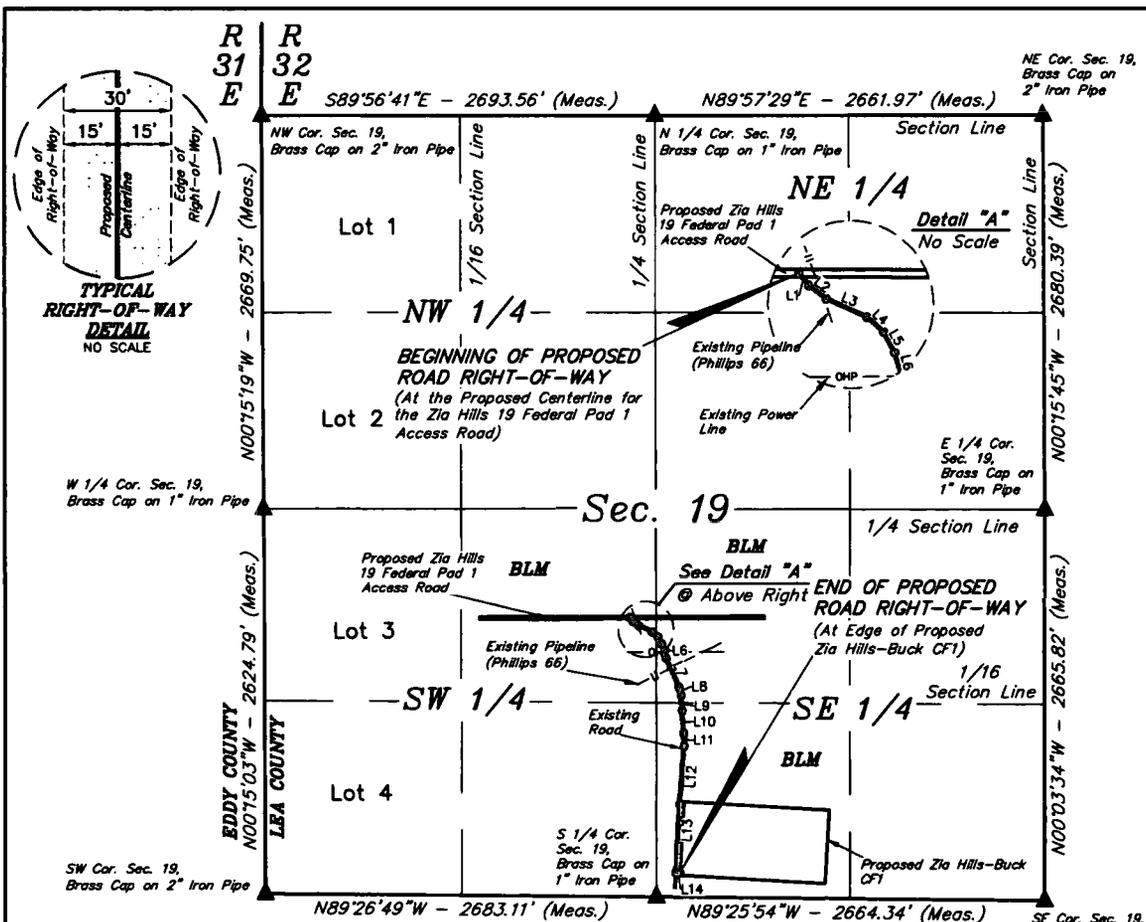


UELS, LLC
 Corporate Office * 85 South 200 East
 Vernal, UT 84078 * (435) 789-1017

ConocoPhillips Company

**ZIA HILLS 19 FEDERAL ROAD R-O-W MAP
 SECTION 19, T26S, R32E, N.M.P.M.
 LEA COUNTY, NEW MEXICO**

| | | | |
|--------------------|------------|----------|--------------|
| SURVEYED BY | A.V., R.O. | 05-12-17 | SCALE |
| DRAWN BY | J.B. | 06-07-17 | 1 : 24,000 |



| LINE TABLE | | |
|------------|-------------|---------|
| LINE | DIRECTION | LENGTH |
| L1 | S39°33'22"E | 36.21' |
| L2 | S53°08'33"E | 50.00' |
| L3 | S65°42'39"E | 102.45' |
| L4 | S48°53'23"E | 50.68' |

| LINE TABLE | | |
|------------|-------------|---------|
| LINE | DIRECTION | LENGTH |
| L5 | S28°36'55"E | 54.27' |
| L6 | S16°57'11"E | 102.02' |
| L7 | S24°18'13"E | 216.72' |
| L8 | S14°36'46"E | 54.21' |

| LINE TABLE | | |
|------------|-------------|---------|
| LINE | DIRECTION | LENGTH |
| L9 | S04°32'38"E | 107.02' |
| L10 | S03°42'19"E | 153.95' |
| L11 | S01°19'21"E | 87.78' |
| L12 | S04°01'49"W | 397.04' |

| LINE TABLE | | |
|------------|-------------|---------|
| LINE | DIRECTION | LENGTH |
| L13 | S03°12'39"W | 465.54' |
| L14 | S87°11'37"E | 27.96' |

ROAD RIGHT-OF-WAY DESCRIPTION

A 30' WIDE RIGHT-OF-WAY 15' ON EACH SIDE OF THE FOLLOWING DESCRIBED CENTERLINE.

BEGINNING AT A POINT IN THE NE 1/4 SW 1/4 OF SECTION 19, T26S, R32E, N.M.P.M., WHICH BEARS N05°35'42"W 1910.63' FROM THE SOUTH 1/4 CORNER OF SAID SECTION 19, THENCE S39°33'22"E 36.21'; THENCE S53°08'33"E 50.00'; THENCE S65°42'39"E 102.45'; THENCE S48°53'23"E 50.68'; THENCE S28°36'55"E 54.27'; THENCE S16°57'11"E 102.02'; THENCE S24°18'13"E 216.72'; THENCE S14°36'46"E 54.21'; THENCE S04°32'38"E 107.02'; THENCE S03°42'19"E 153.95'; THENCE S01°19'21"E 87.78'; THENCE S04°01'49"W 397.04'; THENCE S03°12'39"W 465.54'; THENCE S87°11'37"E 27.96' TO A POINT IN THE SW 1/4 SE 1/4 OF SAID SECTION 19, WHICH BEARS N44°46'05"E 229.12' FROM THE SOUTH 1/4 CORNER OF SAID SECTION 19. THE SIDE LINES OF SAID DESCRIBED RIGHT-OF-WAY BEING SHORTENED OR ELONGATED TO MEET THE GRANTOR'S PROPERTY LINES. BASIS OF BEARINGS IS A TRANSVERSE MERCATOR PROJECTION WITH A CENTRAL MERIDIAN OF W103°53'00". CONTAINS 1.313 ACRES MORE OR LESS.

BEGINNING OF ROAD BEARS N05°35'42"W 1910.63' FROM THE SOUTH 1/4 CORNER OF SECTION 19, T26S, R32E, N.M.P.M.

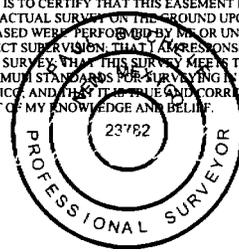
END OF ROAD BEARS N44°46'05"E 229.12' FROM THE SOUTH 1/4 CORNER OF SECTION 19, T26S, R32E, N.M.P.M.



| ACREAGE / LENGTH TABLE | | | | |
|------------------------|-----------|---------|--------|-------|
| | OWNERSHIP | FEET | RODS | ACRES |
| SEC. 19 (SW 1/4) | BLM | 222.57 | 13.49 | 0.153 |
| SEC. 19 (SE 1/4) | BLM | 1683.26 | 102.02 | 1.159 |
| TOTAL | | 1905.83 | 115.50 | 1.313 |

▲ = SECTION CORNERS LOCATED.

CERTIFICATE
 THIS IS TO CERTIFY THAT THIS EASEMENT PLAT AND THE ACTUAL SURVEY ON THE GROUND UPON WHICH IT IS BASED WERE PERFORMED BY ME OR UNDER MY DIRECT SUPERVISION, THAT I AM RESPONSIBLE FOR THIS SURVEY, THAT THIS SURVEY MEETS THE MINIMUM STANDARDS FOR SURVEYING IN NEW MEXICO, AND THAT IT IS TRUE AND CORRECT TO THE BEST OF MY KNOWLEDGE AND BELIEF.



FILE: 61680

REV: 1 06-03-17 C.D. (ROAD RE-ROUTE)

NOTES:

- The maximum grade of existing ground for the proposed access road is ±5.16%.
- Basis of Bearings is a Transverse Mercator Projection with a Central Meridian of W103°53'00"

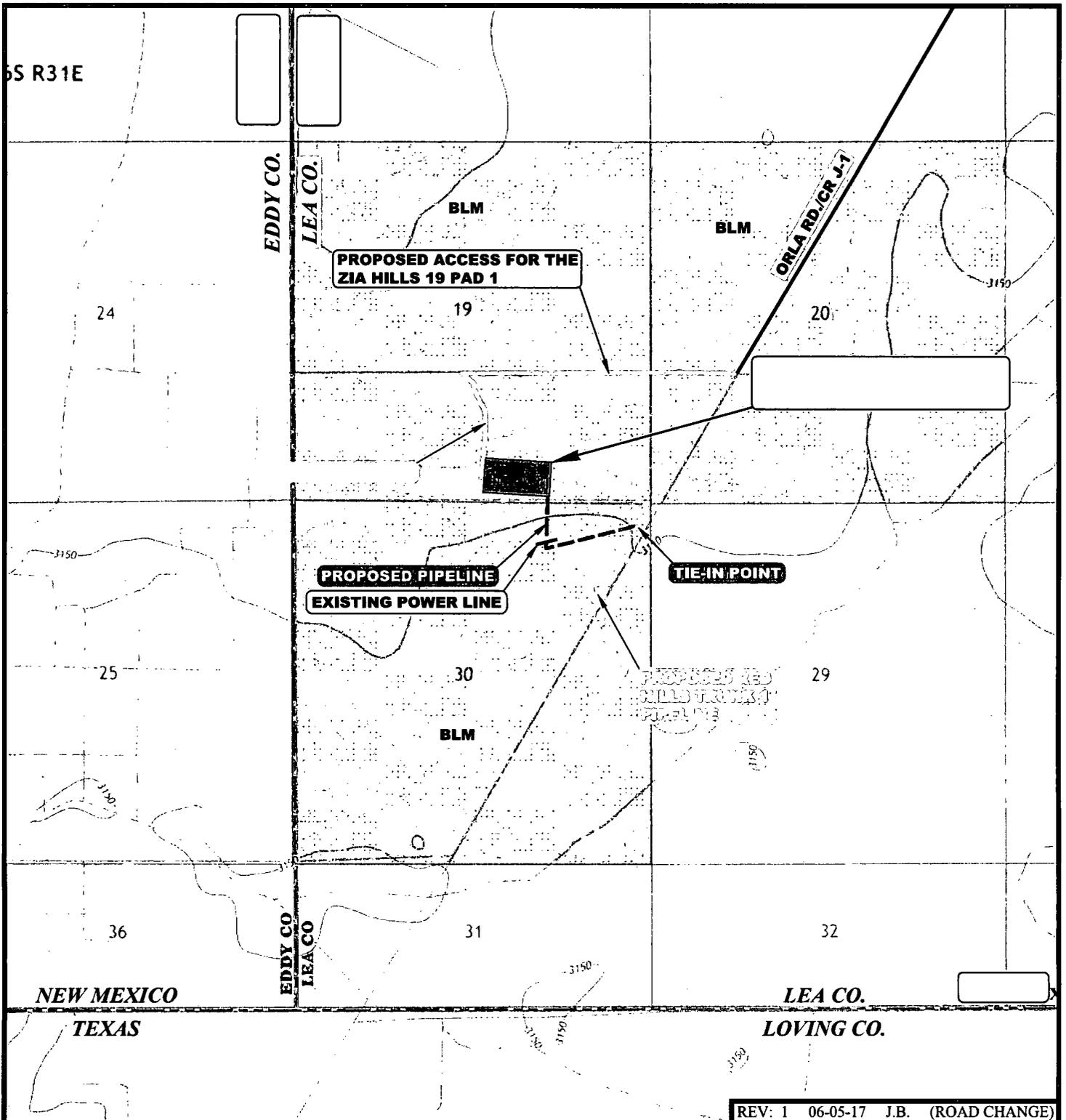
ConocoPhillips Company

**ZIA HILLS-BUCK CF1
 SECTION 19, T26S, R32E, N.M.P.M.
 LEA COUNTY, NEW MEXICO**

| | | | |
|-------------|------------|----------|------------|
| SURVEYED BY | A.V., R.O. | 05-12-17 | SCALE |
| DRAWN BY | C.D. | 05-19-17 | 1" = 1000' |



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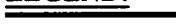


REV: 1 06-05-17 J.B. (ROAD CHANGE)

APPROXIMATE TOTAL PIPELINE DISTANCE = 2,183' +/-

NOTE: PARCEL DATA SHOWN HAS BEEN OBTAINED FROM VARIOUS SOURCES AND SHOULD BE USED FOR MAPPING, GRAPHIC AND PLANNING PURPOSES ONLY. NO WARRANTY IS MADE BY UINTAH ENGINEERING AND LAND SURVEYING (UELS) FOR ACCURACY OF THE PARCEL DATA.

LEGEND:

-  EXISTING ROAD
-  PROPOSED PIPELINE
-  EXISTING POWER LINE

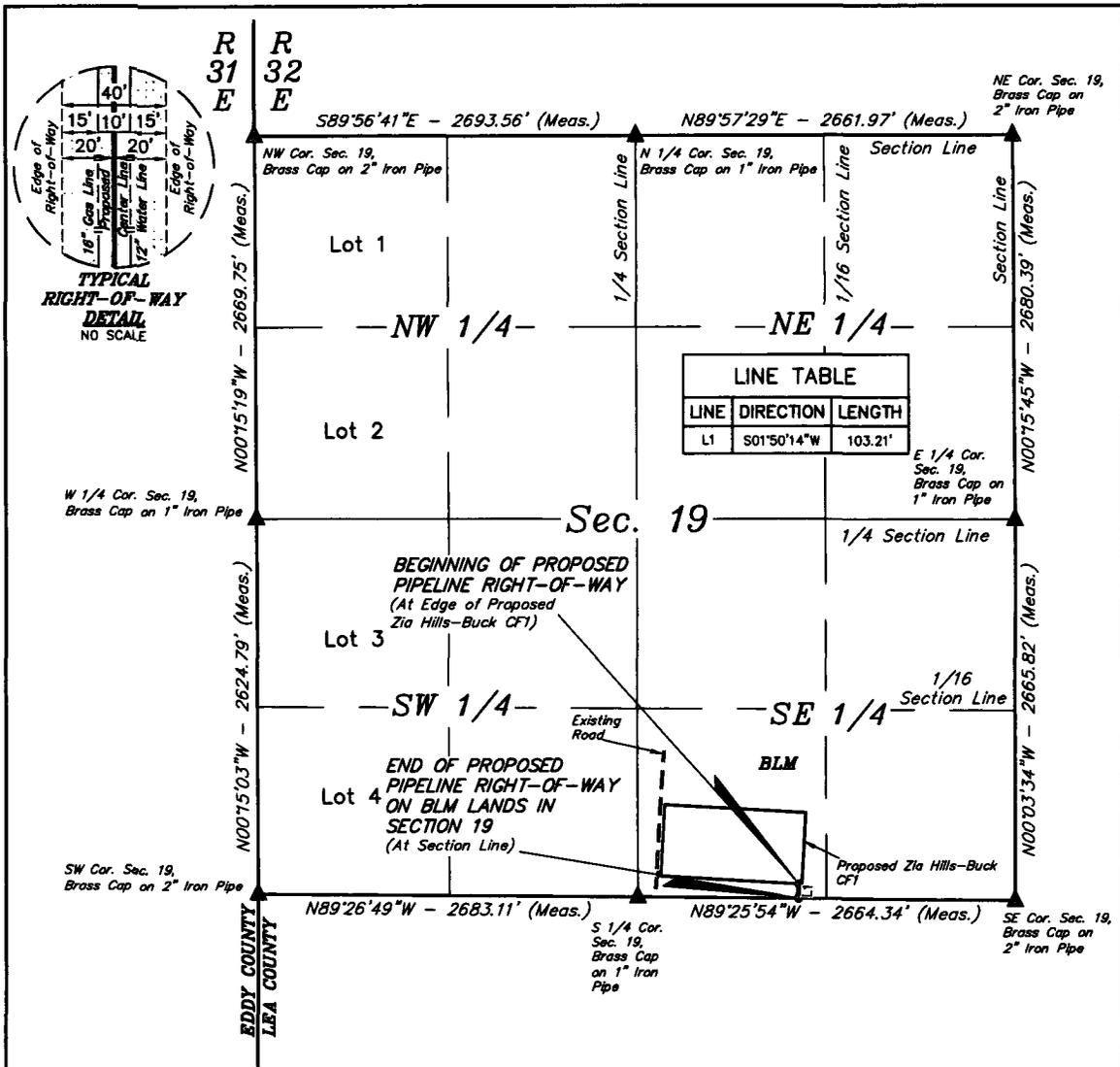
ConocoPhillips Company

ZIA HILLS-BUCK CF1
SW 1/4 SE 1/4, SECTION 19, T26S, R32E, N.M.P.M.
LEA COUNTY, NEW MEXICO



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 Corporate Office * 85 South 200 East
 Vernal, UT 84078 * (435) 789-1017

| | | | |
|--------------------|------------|----------|--------------|
| SURVEYED BY | A.V., R.O. | 05-12-17 | SCALE |
| DRAWN BY | J.B. | 05-17-17 | 1 : 24,000 |



PIPELINE RIGHT-OF-WAY DESCRIPTION ON BLM LANDS IN SECTION 19

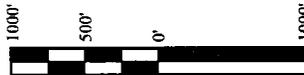
A 40' WIDE RIGHT-OF-WAY 20' ON EACH SIDE OF THE FOLLOWING DESCRIBED CENTERLINE.

BEGINNING AT A POINT IN THE SW 1/4 SE 1/4 OF SECTION 19, T26S, R32E, N.M.P.M., WHICH BEARS N85°23'13\"/>

BEGINNING OF PIPELINE BEARS N85°23'13\"/>

END OF PIPELINE ON BLM LANDS IN SECTION 19 BEARS S89°25'54\"/>

CERTIFICATE
 THIS IS TO CERTIFY THAT THIS EASEMENT PLAT AND THE ACTUAL SURVEY ON THE GROUND UPON WHICH IT IS BASED WERE PERFORMED BY ME OR UNDER MY DIRECT SUPERVISION, THAT I AM RESPONSIBLE FOR THIS SURVEY. THAT THIS SURVEY MEETS THE MINIMUM STANDARDS FOR SURVEYING IN NEW MEXICO, AND THAT IT IS TRUE AND CORRECT TO THE BEST OF MY KNOWLEDGE AND BELIEF.



| ACREAGE / LENGTH TABLE | | | | |
|------------------------|-----------|--------|-------|-------|
| | OWNERSHIP | FEET | RODS | ACRES |
| SEC. 19 (SE 1/4) | BLM | 103.21 | 6.255 | 0.095 |

▲ = SECTION CORNERS LOCATED.

FILE: 61681-A

REV: 1 06-03-17 C.D. (UPDATED R-O-W DETAIL)

NOTES:

* Basis of Bearings is a Transverse Mercator Projection with a Central Meridian of W103°53'00\"/>

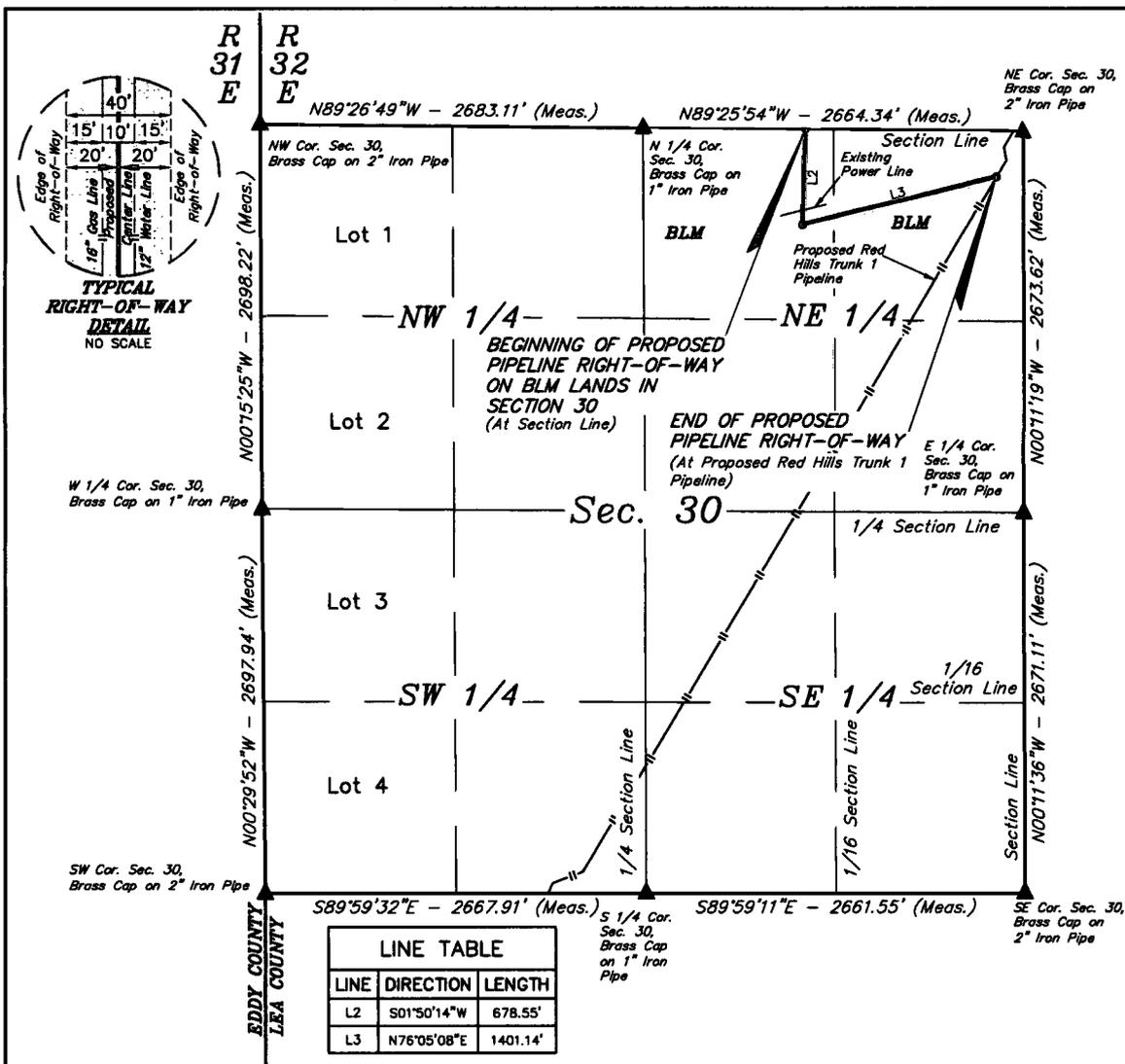
ConocoPhillips Company

**ZIA HILLS-BUCK CF1
 SECTION 19, T26S, R32E, N.M.P.M.
 LEA COUNTY, NEW MEXICO**

| | | | |
|--------------------|------------|----------|--------------|
| SURVEYED BY | A.V., R.O. | 05-12-17 | SCALE |
| DRAWN BY | C.D. | 05-19-17 | 1" = 1000' |



UELS, LLC
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 Vernal, UT 84078 * (435) 789-1017



| LINE TABLE | | |
|------------|-------------|----------|
| LINE | DIRECTION | LENGTH |
| L2 | S01°50'14"W | 678.55' |
| L3 | N76°05'08"E | 1401.14' |

PIPELINE RIGHT-OF-WAY DESCRIPTION ON BLM LANDS IN SECTION 30

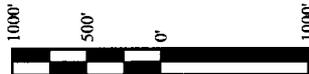
A 40' WIDE RIGHT-OF-WAY 20' ON EACH SIDE OF THE FOLLOWING DESCRIBED CENTERLINE.

BEGINNING AT A POINT ON THE NORTH LINE OF THE NW 1/4 NE 1/4 OF SECTION 30, T26S, R32E, N.M.P.M., WHICH BEARS S89°25'54"E 1135.63' FROM THE NORTH 1/4 CORNER OF SAID SECTION 30, THENCE S01°50'14"W 678.55'; THENCE N76°05'08"E 1401.14' TO A POINT IN THE NE 1/4 NE 1/4 OF SAID SECTION 30, WHICH BEARS S30°16'26"W 377.60' FROM THE NORTHEAST CORNER OF SAID SECTION 30. THE SIDE LINES OF SAID DESCRIBED RIGHT-OF-WAY BEING SHORTENED OR ELONGATED TO MEET THE GRANTOR'S PROPERTY LINES. BASIS OF BEARINGS IS A TRANSVERSE MERCATOR PROJECTION WITH A CENTRAL MERIDIAN OF W103°53'00". CONTAINS 1.910 ACRES MORE OR LESS.

BEGINNING OF PIPELINE ON BLM LANDS IN SECTION 30 BEARS S89°25'54"E 1135.63' FROM THE NORTH 1/4 CORNER OF SECTION 30, T26S, R32E, N.M.P.M.

END OF PIPELINE BEARS S30°16'26"W 377.60' FROM THE NORTHEAST CORNER OF SECTION 30, T26S, R32E, N.M.P.M.

CERTIFICATE
 THIS IS TO CERTIFY THAT THIS EASEMENT PLAT AND THE ACTUAL SURVEY ON THE GROUND UPON WHICH IT IS BASED WERE PERFORMED BY ME OR UNDER MY DIRECT SUPERVISION, THAT I AM RESPONSIBLE FOR THIS SURVEY, THAT THIS SURVEY MEETS THE MINIMUM STANDARDS FOR SURVEYING IN NEW MEXICO, AND THAT IT IS TRUE AND CORRECT TO THE BEST OF MY KNOWLEDGE AND BELIEF.

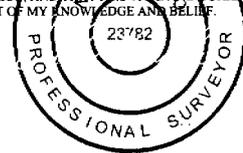


| ACREAGE / LENGTH TABLE | | | |
|------------------------|-----------|---------|----------------|
| | OWNERSHIP | FEET | RODS ACRES |
| SEC. 30 (NE 1/4) | BLM | 2079.69 | 126.04 1.910 |

▲ = SECTION CORNERS LOCATED.

FILE: 61681-B

REV: 1 06-03-17 C.D. (UPDATED R-O-W DETAIL)



NOTES:
 * Basis of Bearings is a Transverse Mercator Projection with a Central Meridian of W103°53'00"

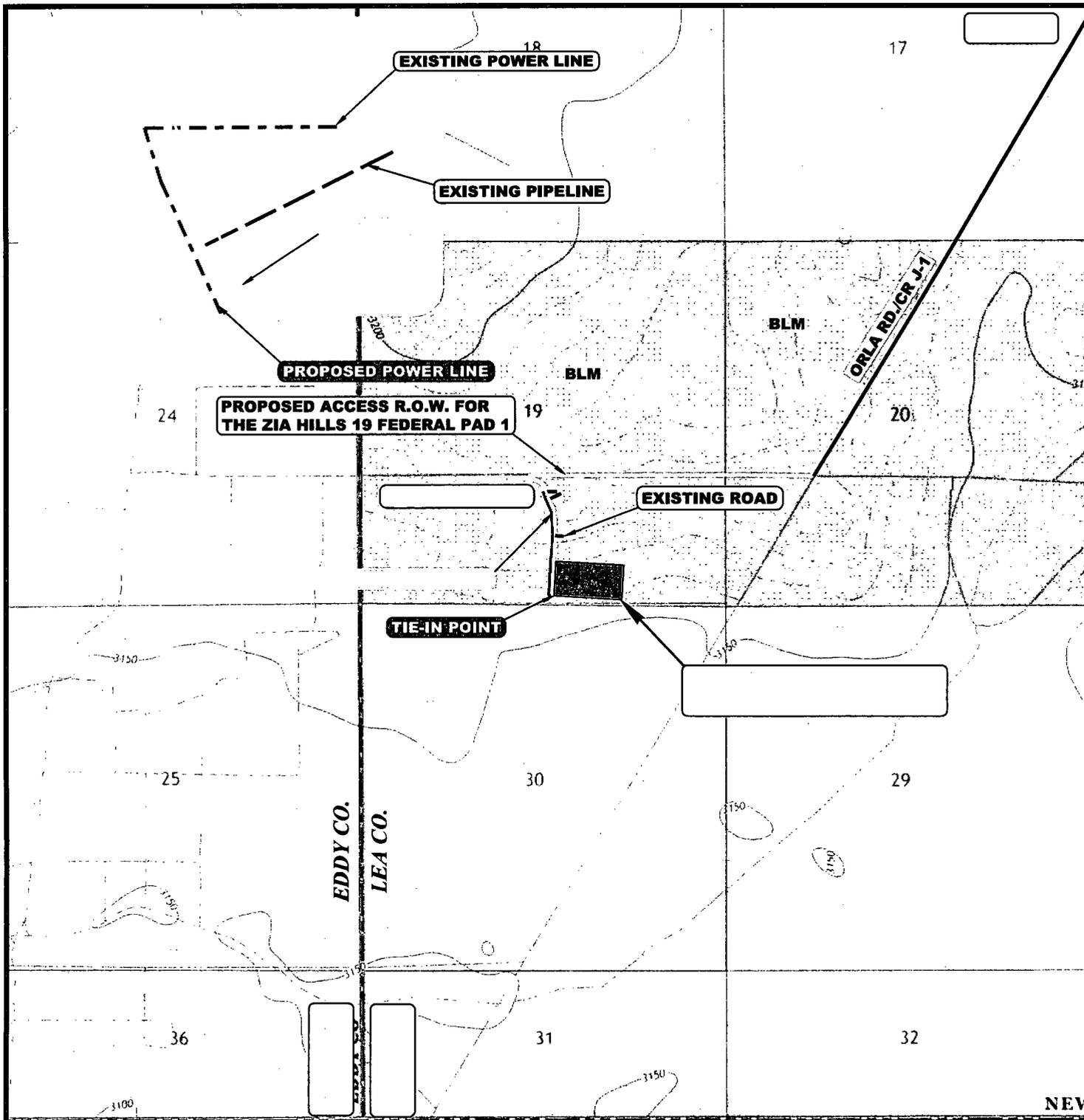
ConocoPhillips Company

**ZIA HILLS-BUCK CFI
 SECTION 30, T26S, R32E, N.M.P.M.
 LEA COUNTY, NEW MEXICO**



UELS, LLC
 Corporate Office * 85 South 200 East
 Vernal, UT 84078 * (435) 789-1017

| | | | |
|--------------------|------------|----------|--------------|
| SURVEYED BY | A.V., R.O. | 05-12-17 | SCALE |
| DRAWN BY | C.D. | 05-19-17 | 1" = 1000' |



APPROXIMATE TOTAL POWER LINE DISTANCE = 1,598' +/-

NOTE: PARCEL DATA SHOWN HAS BEEN OBTAINED FROM VARIOUS SOURCES AND SHOULD BE USED FOR MAPPING, GRAPHIC AND PLANNING PURPOSES ONLY. NO WARRANTY IS MADE BY UINTAH ENGINEERING AND LAND SURVEYING (UELS) FOR ACCURACY OF THE PARCEL DATA.

LEGEND:

- EXISTING ROAD
- - - - PROPOSED POWER LINE
- - - - EXISTING PIPELINE
- - - - EXISTING POWER LINE

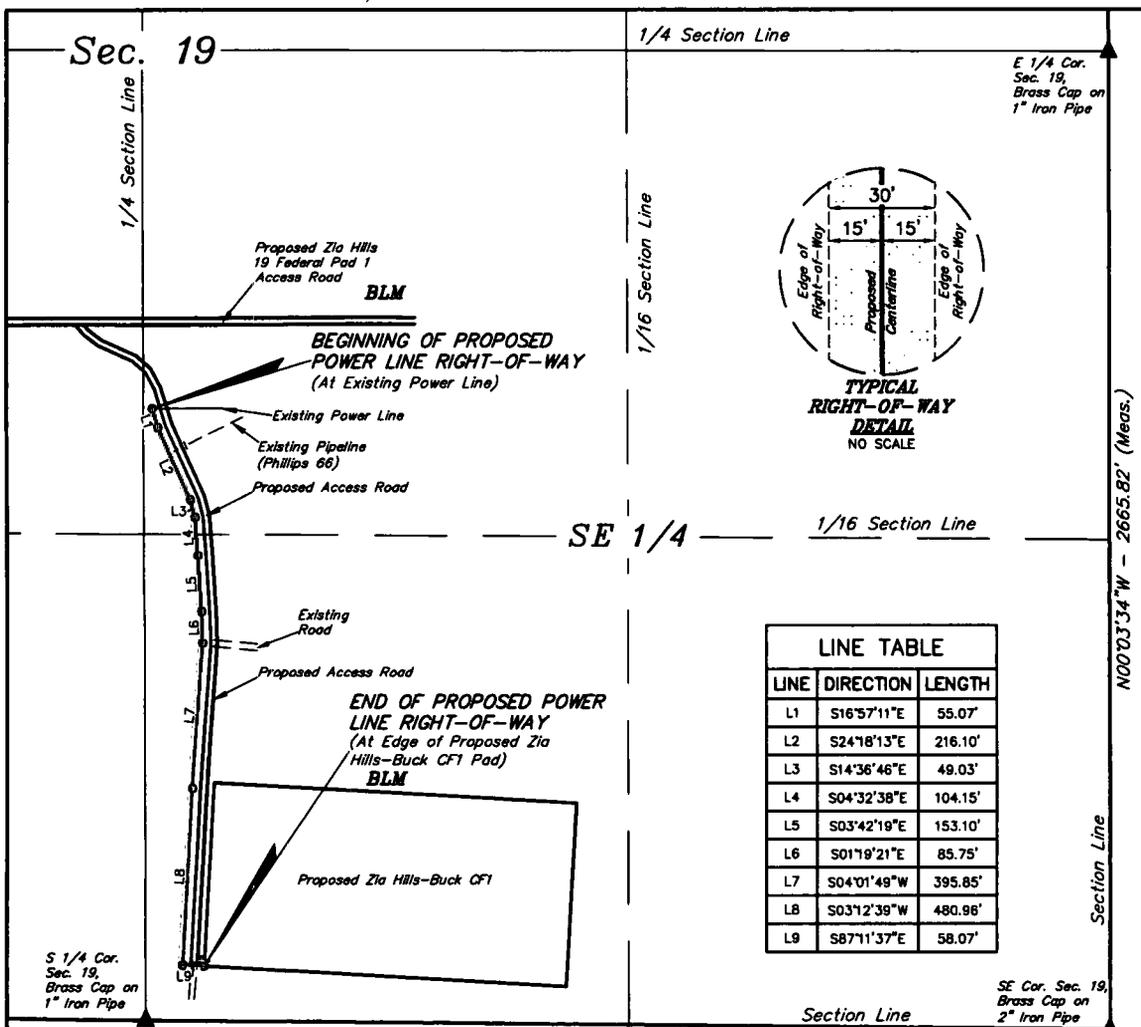


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ConocoPhillips Company

ZIA HILLS-BUCK CF1
 SW 1/4 SE 1/4, SECTION 19, T26S, R32E, N.M.P.M.
 LEA COUNTY, NEW MEXICO

| | | | |
|--------------------|------------|----------|--------------|
| SURVEYED BY | A.V., R.O. | 05-12-17 | SCALE |
| DRAWN BY | L.W. | 06-16-17 | 1 : 24,000 |
| | | | |



| LINE TABLE | | |
|------------|-------------|---------|
| LINE | DIRECTION | LENGTH |
| L1 | S16°57'11"E | 55.07' |
| L2 | S24°18'13"E | 216.10' |
| L3 | S14°36'46"E | 49.03' |
| L4 | S04°32'38"E | 104.15' |
| L5 | S03°42'19"E | 153.10' |
| L6 | S01°19'21"E | 85.75' |
| L7 | S04°01'49"W | 395.85' |
| L8 | S03°12'39"W | 480.96' |
| L9 | S87°11'37"E | 58.07' |

POWER LINE RIGHT-OF-WAY DESCRIPTION

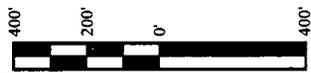
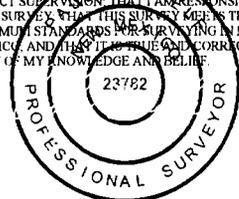
A 30' WIDE RIGHT-OF-WAY 15' ON EACH SIDE OF THE FOLLOWING DESCRIBED CENTERLINE.

BEGINNING AT A POINT IN THE NW 1/4 SE 1/4 OF SECTION 19, T26S, R32E, N.M.P.M., WHICH BEARS N00°41'04"E 1665.13' FROM THE SOUTH 1/4 CORNER OF SAID SECTION 19, THENCE S16°57'11"E 55.07'; THENCE S24°18'13"E 216.10'; THENCE S14°36'46"E 49.03'; THENCE S04°32'38"E 104.15'; THENCE S03°42'19"E 153.10'; THENCE S01°19'21"E 85.75'; THENCE S04°01'49"W 395.85'; THENCE S03°12'39"W 480.96'; THENCE S87°11'37"E 58.07' TO A POINT IN THE SW 1/4 SE 1/4 OF SAID SECTION 19, WHICH BEARS N47°24'09"E 218.20' FROM THE SOUTH 1/4 CORNER OF SAID SECTION 19. THE SIDE LINES OF SAID DESCRIBED RIGHT-OF-WAY BEING SHORTENED OR ELONGATED TO MEET THE GRANTOR'S PROPERTY LINES. BASIS OF BEARINGS IS A TRANSVERSE MERCATOR PROJECTION WITH A CENTRAL MERIDIAN OF W103°53'00". CONTAINS 1.101 ACRES MORE OR LESS.

BEGINNING OF POWER LINE BEARS
N00°41'04"E 1665.13' FROM THE SOUTH 1/4
CORNER OF SECTION 19, T26S, R32E,
N.M.P.M.

END OF POWER LINE BEARS N47°24'09"E
218.20' FROM THE SOUTH 1/4 CORNER OF
SECTION 19, T26S, R32E, N.M.P.M.

CERTIFICATE
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THE ACTUAL SURVEY ON THE GROUND UPON WHICH IT
IS BASED WERE PERFORMED BY ME OR UNDER MY
DIRECT SUPERVISION, THAT I AM RESPONSIBLE FOR
THIS SURVEY, THAT THIS SURVEY MEETS THE
MINIMUM STANDARDS FOR SURVEYING IN NEW
MEXICO, AND THAT IT IS TRUE AND CORRECT TO THE
BEST OF MY KNOWLEDGE AND BELIEF.



| ACREAGE / LENGTH TABLE | | | | |
|------------------------|-----------|---------|-------|-------|
| | OWNERSHIP | FEET | RODS | ACRES |
| SEC. 19 (SE 1/4) | BLM | 1598.09 | 96.85 | 1.101 |

▲ = SECTION CORNERS LOCATED.

FILE: 61810

NOTES:

Basis of Bearings is a Transverse Mercator Projection with a Central Meridian of W103°53'00"

ConocoPhillips Company

**ZIA HILLS-BUCK CF1
SECTION 19, T26S, R32E, N.M.P.M.
LEA COUNTY, NEW MEXICO**

| | | | |
|-------------|------------|----------|-----------|
| SURVEYED BY | A.V., R.O. | 05-12-17 | SCALE |
| DRAWN BY | B.D.H. | 00-00-00 | 1" = 400' |

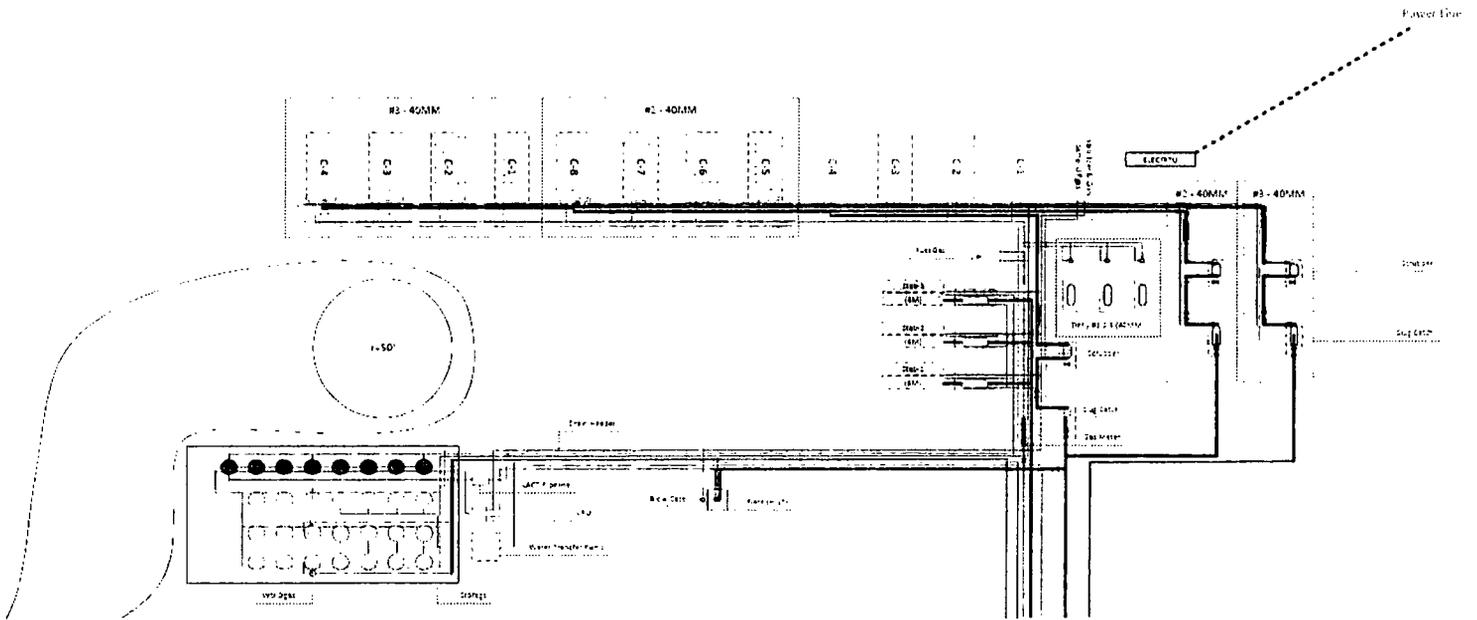


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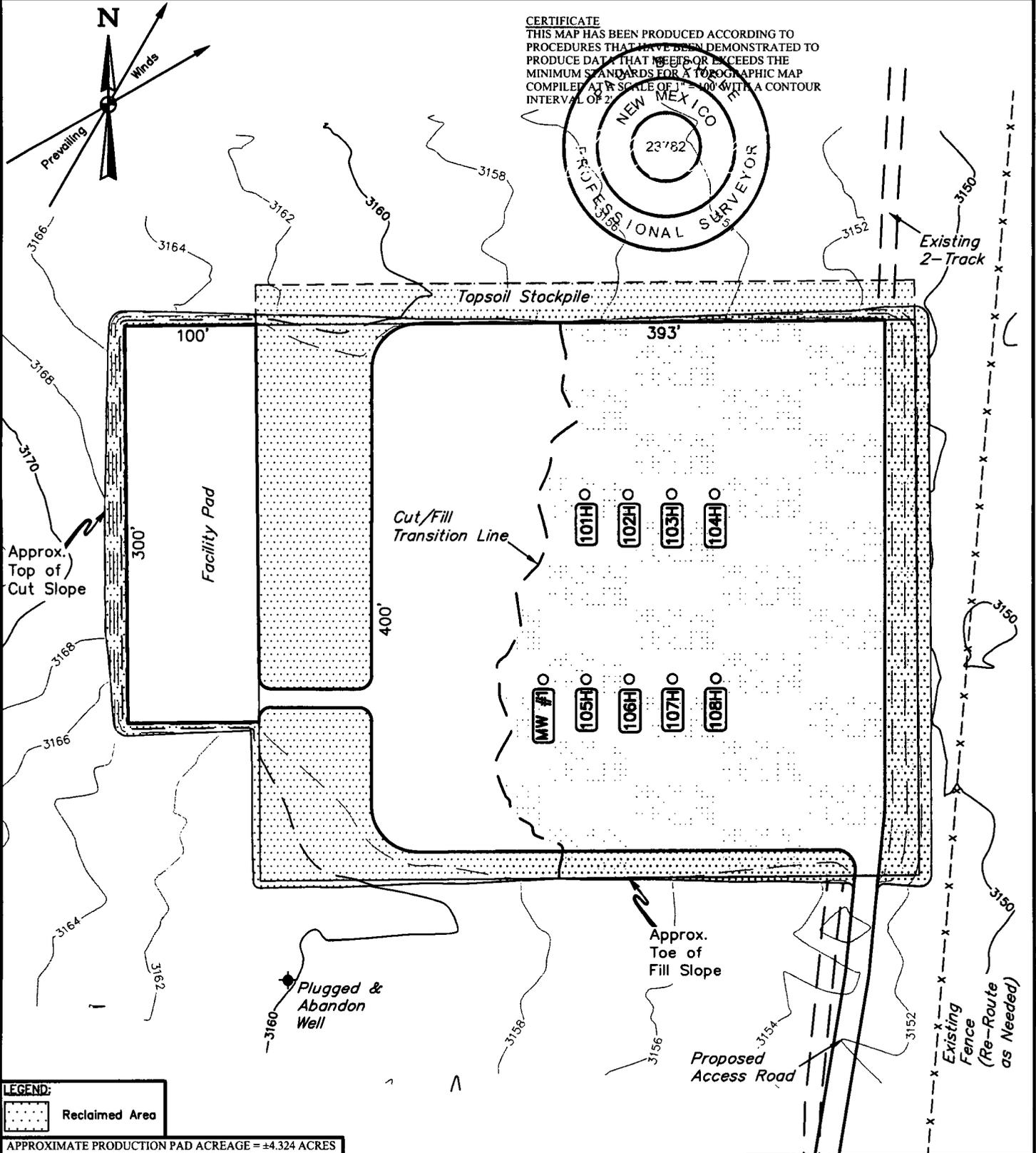
Already submitted with Zia Hill 19 Pad #1 APDs

Zia Hills Buck CF1- Preliminary Plot Plan
ConocoPhillips

Area = 500x1000'



CERTIFICATE
 THIS MAP HAS BEEN PRODUCED ACCORDING TO PROCEDURES THAT HAVE BEEN DEMONSTRATED TO PRODUCE DATA THAT MEETS OR EXCEEDS THE MINIMUM STANDARDS FOR A TOPOGRAPHIC MAP COMPILED AT A SCALE OF 1" = 100' WITH A CONTOUR INTERVAL OF 2'.



LEGEND:
 Reclaimed Area

APPROXIMATE PRODUCTION PAD ACREAGE = ±4.324 ACRES
 APPROXIMATE RECLAIMED AREA ACREAGE = ±1.880 ACRES
 TOTAL ACREAGE = ±6.204 ACRES

REV: 3 08-30-18 S.F. (ADD WELL)

NOTES:
 • Contours shown at 2' intervals.

ConocoPhillips Company

ZIA HILLS 20 FEDERAL PAD 1
 W 1/2 E 1/2, SECTION 20, T26S, R32E, N.M.P.M.
 LEA COUNTY, NEW MEXICO



UELS, LLC
 Corporate Office * 85 South 200 East
 Vernal, UT 84078 * (435) 789-1017

| | | | |
|--------------------|--------------|----------|--------------|
| SURVEYED BY | J.A.V., R.D. | 05-16-17 | SCALE |
| DRAWN BY | S.S. | 06-23-17 | 1" = 100' |

Surface Use Plan of Operations

Introduction

The following surface use plan of operations will be followed and carried out once the APD is approved. No other disturbance will be created other than what was submitted in this surface use plan. If any other surface disturbance is needed after the APD is approved, a BLM approved sundry notice or right of way application will be acquired prior to any new surface disturbance.

Before any surface disturbance is created, stakes or flagging will be installed to mark boundaries of permitted areas of disturbance, including soils storage areas. As necessary, slope, grade, and other construction control stakes will be placed to ensure construction in accordance with the surface use plan. All boundary markers will be maintained in place until final construction cleanup is completed. If disturbance boundary markers are disturbed or knocked down, they will be replaced before construction proceeds.

If terms and conditions are attached to the approved APD and amend any of the proposed actions in this surface use plan, we will adhere to the terms and conditions.

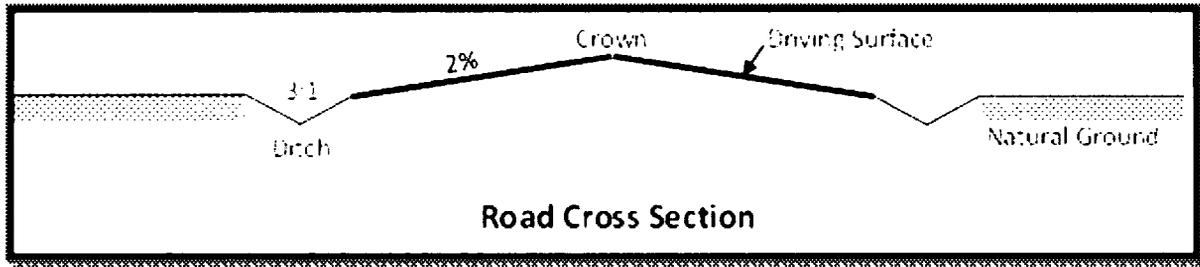
1. Existing Roads

- a. The existing access road route to the proposed project is depicted on Access Road Map, TOPO A & Access Road Map TOPO B. Improvements to the driving surface will be done where necessary. No new surface disturbance will be done, unless otherwise noted in the New or Reconstructed Access Roads section of this surface use plan.
- b. The existing access road route to the proposed project does not cross lease or unit boundaries, so a BLM right-of-way grant will not be acquired for this proposed road route.
- c. The operator will improve or maintain existing roads in a condition the same as or better than before operations begin. The operator will repair pot holes, clear ditches, repair the crown, etc. All existing structures on the entire access route such as cattleguards, other range improvement projects, culverts, etc. will be properly repaired or replaced if they are damaged or have deteriorated beyond practical use.
- d. We will prevent and abate fugitive dust as needed, whether created by vehicular traffic, equipment operations, or wind events. BLM written approval will be acquired before application of surfactants, binding agents, or other dust suppression chemicals on roadways.

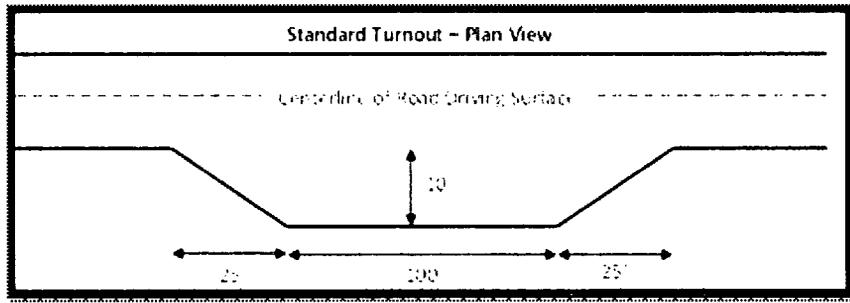
2. New or Reconstructed Access Roads

- a. An access road will be needed for this proposed project. See the survey plat for the location of the access road.
- b. The length of access road needed to be constructed for this proposed project is about 534 feet.
- c. The maximum driving width of the access road will be 30 feet. The maximum width of surface disturbance when constructing the access road will not exceed 25 feet. All areas outside of the driving surface will be revegetated.
- d. The access road will be constructed with 6 inches of compacted Caliche.

When the road travels on fairly level ground, the road will be crowned and ditched with a 2% slope from the tip of the road crown to the edge of the driving surface. The ditches will be 3 feet wide with 3:1 slopes. See Road Cross Section diagram below.



- e. The access road will be constructed with a ditch on each side of the road.
- f. The maximum grade for the access road will be 1 percent.
- g. Turnouts will be constructed for the proposed access road and will be constructed to the dimensions shown in the diagram below. See survey plat or map for location of the turnouts.



- h. No cattleguards will be installed for this proposed access road.
- i. Since the proposed access road crosses lease boundaries, a right-of-way will be required for the access road. A right-of-way grant will be applied for through the BLM. The access road will not be constructed until an approved BLM right-of-way grant is acquired.
- j. No culverts will be constructed for this proposed access road.
- k. No low water crossings will be constructed for the access road.
- l. Since the access road is on level ground, no lead-off ditches will be constructed for the proposed access road.
- m. Newly constructed or reconstructed roads, on surface under the jurisdiction of the Bureau of Land Management, will be constructed as outlined in the BLM "Gold Book" and to meet the standards of the anticipated traffic flow and all anticipated weather requirements as needed. Construction will include ditching, draining, crowning and capping or sloping and dipping the roadbed as necessary to provide a well-constructed and safe road.
- n. The access road and existing road will be 30' wide for a 20' wide drivable surface (to accommodate the rig) and 5' on each side. 534' of road is new road and the remainder is existing road that will be upgraded.

3. Location of Existing Wells

- a. Zia Hills 20 Federal COM 104H, One Mile Radius Map of the APD depicts all known wells within a one mile radius of the proposed well.
- b. There is no other information regarding wells within a one mile radius.

4. Location of Existing and/or Proposed Production Facilities

- a. All permanent, lasting more than 6 months, above ground structures including but not limited to pumpjacks, storage tanks, barrels, pipeline risers, meter housing, etc. that are not subject to safety requirements will be painted a non-reflective paint color, Shale Green, from the BLM Standard Environmental Colors chart, unless another color is required in the APD Conditions of Approval.
- b. If any type of production facilities is located on the well pad, they will be strategically placed to allow for maximum interim reclamation, recontouring, and revegetation of the well location.
- c. A production facility is proposed to be installed on the proposed well location. Production from the well will be processed on site in the production facility. Location Layout, Figure #1 & Reclamation Diagram, Figure #4 depicts the location of the production facilities as they relate to the well and well pad.
- d. The proposed production facility will have a secondary containment structure that is constructed to hold the capacity of 1-1/2 times the largest tank, plus freeboard to account for precipitation, unless more stringent protective requirements are deemed necessary.
- e. Preliminary Plot Plan depicts the production facility as well.

If any plans change regarding the production facility or other infrastructure (pipeline, electric line, etc.), we will submit a sundry notice or right of way (if applicable) prior to installation or construction.

Additional Pipeline(s)

We propose to install 4 additional pipeline(s):

1. Buried Gas pipeline:
 - a. We plan to install a 12-inch buried Coated Steel pipeline from Proposed Well Pad to the Proposed Facility. The proposed length of the pipeline will be 6392 feet. The working pressure of the pipeline will be about 270 psi. A 50 feet wide work area will be needed to install the buried pipeline. We will need an extra 10 foot wide area near corners to safely install the pipeline. In areas where blading is allowed, topsoil will be stockpiled and separated from the excavated trench mineral material. Final reclamation procedures will match the procedures in Plans for Surface Reclamation. When the excavated soil is backfilled, it will be compacted to prevent subsidence. No berm over the pipeline will be evident.
 - b. Pipeline R-O-W depicts the proposed Gas pipeline route.
 - c. Since the proposed pipeline crosses lease boundaries, a right of way grant will be acquired prior to installation of the proposed pipeline.
2. Buried Water pipeline:
 - a. We plan to install a 10-inch buried poly pipeline from Proposed Well Pad to the Proposed Facility. The proposed length of the pipeline will be 6392 feet. The working pressure of the pipeline will be about 250 psi. A 50 feet wide work area will be needed to install the buried pipeline. We will need an extra 10-foot-wide area near corners to safely install the pipeline. In areas where blading is allowed, topsoil will be stockpiled and separated from the excavated trench mineral material. Final reclamation procedures will match the procedures in Plans for Surface Reclamation. When the excavated soil is backfilled, it will be compacted to prevent subsidence. No berm over the pipeline will be evident.
 - b. Pipeline R-O-W depicts the proposed Water pipeline route.

c. Since the proposed pipeline crosses lease boundaries, a right of way grant will be acquired prior to installation of the proposed pipeline.

3. Buried Oil pipeline:

a. We plan to install a 10-inch buried Coated Steel pipeline from Proposed Well Pad to the Proposed Facility, the proposed length of the pipeline will be 6392 feet. The working pressure of the pipeline will be about 270 psi. A 50 feet wide work area will be needed to install the buried pipeline. We will need an extra 10 foot wide area near corners to safely install the pipeline. In areas where blading is allowed, topsoil will be stockpiled and separated from the excavated trench mineral material. Final reclamation procedures will match the procedures in Plans for Surface Reclamation. When the excavated soil is backfilled, it will be compacted to prevent subsidence. No berm over the pipeline will be evident.

b. Pipeline R-O-W depicts the proposed Gas pipeline route.

c. Since the proposed pipeline crosses lease boundaries, a right of way grant will be acquired prior to installation of the proposed pipeline.

4. Buried Gas pipeline:

a. We plan to install an 8-inch buried Coated Steel pipeline from Proposed Well Pad to the Proposed Facility. The proposed length of the pipeline will be 6392 feet. The working pressure of the pipeline will be about 1250 psi. A 50 feet wide work area will be needed to install the buried pipeline. We will need an extra 10 foot wide area near corners to safely install the pipeline. In areas where blading is allowed, topsoil will be stockpiled and separated from the excavated trench mineral material. Final reclamation procedures will match the procedures in Plans for Surface Reclamation. When the excavated soil is backfilled, it will be compacted to prevent subsidence. No berm over the pipeline will be evident.

b. Pipeline R-O-W depicts the proposed Gas pipeline route.

c. Since the proposed pipeline crosses lease boundaries, a right of way grant will be acquired prior to installation of the proposed pipeline.

Electric Line(s)

a. The electric was filed with the Zia Hills 19 Pad #1. The proposed length of the electric line will be 1598 feet coming off the Zia Hills Buck CF1 to a tie in point. Power Line R-O-W (already submitted) depicts the location of the proposed electric line route. The electric line will be construction to provide protection from raptor electrocution.

b. The existing power line route to the proposed project does not cross lease or unit boundaries, so a BLM right-of-way grant will not be acquired for this proposed power route.

5. Location and Types of Water

a. The source and location of the water supply are as follows: The water source is from an approved source and a temporary permit to lay the lines will be filed under a separate cover.

b. The water will be from two wells in Texas, the HP 51914 (31.967544°, -103.760114°) and HP 41714 (31.970142°, -103.758269°) that are located in Section 16, Block 51 T1, T&P RR Co., Loving County, TX.

6. Construction Material

a. Clean caliche will be from a BLM source or a third-party provider.

7. Methods for Handling Waste

- a. Drilling fluids and produced oil and water from the well during drilling and completion operations will be stored safely and disposed of properly in an NMOCD approved disposal facility.
- b. Garbage and trash produced during drilling and completion operations will be collected in a trash container and disposed of properly at a state approved disposal facility. All trash on and around the well site will be collected for disposal.
- c. Human waste and grey water will be properly contained and disposed of properly at a state approved disposal facility.
- d. After drilling and completion operations, trash, chemicals, salts, frac sand and other waste material will be removed and disposed of properly at a state approved disposal facility.
- e. The well will be drilled utilizing a closed loop system. Drill cutting will be properly disposed of into steel tanks and taken to an NMOCD approved disposal facility.

8. Ancillary Facilities

- a. No ancillary facilities will be needed for this proposed project.

9. Well Site Layout

- a. The following information is presented in the well site survey plat or diagram:
 - i. reasonable scale (near 1":50')
 - ii. well pad dimensions
 - iii. well pad orientation
 - iv. . drilling rig components
 - v. proposed access road
 - vi. elevations of all points
 - vii. topsoil stockpile
 - viii. serve pit location/dimensions if applicable
 - ix. other disturbances needed (flare pit, stinger, frac farm pad, etc.)
 - x. existing structures within the 600' x 600' archaeological surveyed area (pipelines, electric lines, well pads, etc.)
- b. The proposed drilling pad was staked and surveyed by a professional surveyor. The attached survey plat of the well site depicts the drilling pad layout as staked.
- c. The submitted survey plat does depict all the necessary information required by Onshore Order No. 1.
- d. Topsoil Salvaging
 - i. Grass, forbs, and small woody vegetation, such as mesquite will be excavated as the topsoil is removed. Large woody vegetation will be stripped and stored separately and respreads evenly on the site following topsoil rereading. Topsoil depth is defined as the top layer of soil that contains 80% of the roots. In areas to be heavily disturbed, the top 6 inches of soil material, will be stripped and stockpiled on the perimeter of the well location and along the perimeter of the access road to control run-on and run-off, to keep topsoil viable, and to make redistribution of topsoil more efficient during interim reclamation. Stockpiled topsoil should include vegetative material. Topsoil will be clearly segregated and stored separately from subsoils. Contaminated soil will not be stockpiled, but properly treated and handled prior to topsoil salvaging.

10. Plans for Surface Reclamation

Reclamation Objectives

- i. 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.
- ii. The long-term objective of final reclamation is to return the land to a condition like what existed prior to disturbance. This includes restoration of the landform and natural vegetative community, hydrologic systems, visual resources, and wildlife habitats. To ensure that the long-term objective will be reached through human and natural processes, actions will be taken to ensure standards are met for site stability, visual quality, hydrological functioning, and vegetative productivity.
- iii. The BLM will be notified at least 3 days prior to commencement of any reclamation procedures.
- iv. 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.
- v. Interim reclamation will be performed on the well site after the well is drilled and completed. Reclamation Diagram, Figure # 4 depicts the location and dimensions of the planned interim reclamation for the well site. The pad will be reclaimed to 393'x400' (approximately 1.880 acres will be reclaimed leaving the pad at approximately 4.324 acres). The facility portion will not be reclaimed.

Interim Reclamation Procedures (If performed)

1. Within 30 days of well completion, the well location and surrounding areas will be cleared of, and maintained free of, all materials, trash, and equipment not required for production.
2. 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.
3. 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.
4. Topsoil will be evenly respreads 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. 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 to break the soil crust and create seed germination micro-sites.
5. Proper erosion control methods will be used on the area to control erosion, runoff and siltation of the surrounding area.
6. The interim reclamation will be monitored periodically to ensure that vegetation has reestablished and that erosion is controlled.

Final Reclamation (well pad, buried pipelines, etc.)

1. Prior to final reclamation procedures, the well pad, road, and surrounding area will be cleared of material, trash, and equipment.

2. All surfacing material will be removed and returned to the original mineral pit or recycled to repair or build roads and well pads.
3. 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 indistinguishably with the surrounding landscape. Topsoil that was spread over the interim reclamation areas will be stockpiled prior to recontouring. The topsoil will be redistributed evenly over the entire disturbed site to ensure successful revegetation.
4. After all the disturbed areas have been properly prepared, the areas will be seeded with the proper BLM seed mixture, free of noxious weeds. 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 to break the soil crust and create seed germination micro-sites.
5. Proper erosion control methods will be used on the entire area to control erosion, runoff and siltation of the surrounding area.
6. All unused equipment and structures including pipelines, electric line poles, tanks, etc. that serviced the well will be removed.
7. All reclaimed areas will be monitored periodically to ensure that revegetation occurs, that the area is not redisturbed, and that erosion is controlled.

11. Surface Ownership

- a. The surface ownership of the proposed project is Federal.

12. Other Information

- a. The following well pad and facility location was staked with Colleen Cepero Rios on April 18th, 2017. Please review this application with the Zia Hills 20 Federal COM 102H, Zia Hills 20 Federal COM 101H, Zia Hills 20 Federal COM 104H, Zia Hills 20 Federal COM 105H, Zia Hills 20 Federal COM 106H, Zia Hills 20 Federal COM 107H, Zia Hills 20 Federal COM 108H. All ROW's will be filed separately.

13. Maps and Diagrams

- Access Road Map, TOPO A & Access Road Map TOPO B - Existing Road
- One Mile Radius Map - Wells Within One Mile
- Location Layout, Figure #1 & Reclamation Diagram, Figure #4 - Production Facilities Diagram
- Preliminary Plot Plan - Additional Production Facilities Diagram
- Pipeline R-O-W - Gas Pipeline
- Pipeline R-O-W - Water Pipeline
- Pipeline R-O-W - Oil Pipeline
- Pipeline R-O-W - Gas Pipeline
- Power Line R-O-W - Electric Line (already submitted)
- Reclamation Diagram, Figure # 4 - Interim Reclamation

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

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:

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:

Would you like to utilize Injection PWD options? NO

Produced Water Disposal (PWD) Location:

PWD surface owner:

PWD disturbance (acres):

Injection PWD discharge volume (bbl/day):

Injection well mineral owner:

Injection well type:

Injection well number:

Injection well name:

Assigned injection well API number?

Injection well API number:

Injection well new surface disturbance (acres):

Minerals protection information:

Mineral protection attachment:

Underground Injection Control (UIC) Permit?

UIC Permit attachment:

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:

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:

Operator Name: CONOCOPHILLIPS COMPANY

Well Name: ZIA HILLS 20 FEDERAL COM

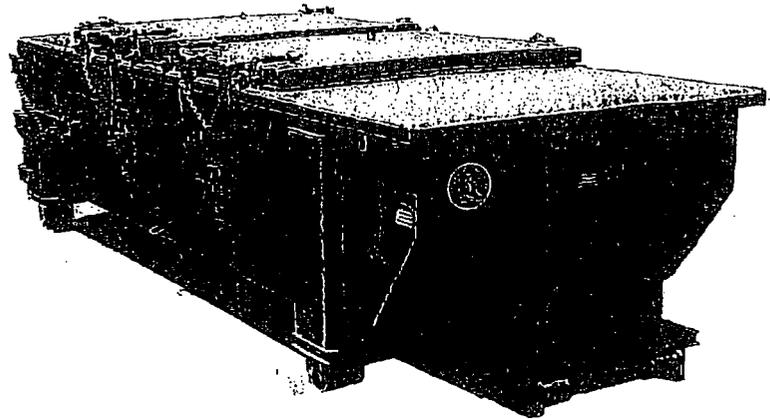
Well Number: 104H

| | 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 | 100 | FNL | 165 0 | FEL | 26S | 32E | 17 | Aliquot NWNE 6 | 32.04995 6 | - 103.6939 23 | LEA | NEW MEXI CO | NEW MEXI CO | F | NMLC0 068281 B | - 871 3 | 195 17 | 118 65 |
| BHL Leg #1 | 50 | FNL | 165 0 | FEL | 26S | 32E | 17 | Aliquot NWNE 4 | 32.05009 4 | - 103.6939 25 | LEA | NEW MEXI CO | NEW MEXI CO | F | NMLC0 068281 B | - 871 3 | 195 17 | 118 65 |

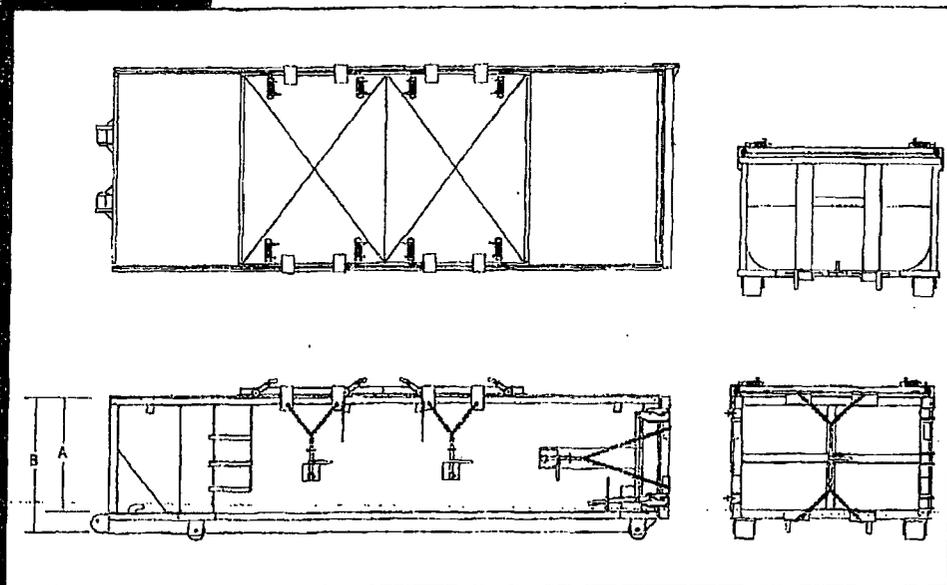
SPECIFICATIONS

Heavy Duty Split Metal Rolling Lid

FLOOR: 3/16" PL one piece
 CROSS MEMBER: 3 x 4 1 channel 16" on center
 WALLS: 3/16" PL solid welded with tubing top, inside liner hooks
 DOOR: 3/16" PL with tubing frame
 FRONT: 3/16" PL slant formed
 PICK UP: Standard cable with 2" x 6" x 1/4" rails, gusset at each crossmember
 WHEELS: 10" DIA x 9" long with rease fittings
 DOOR LATCH: 3 independent ratchet binders with chains, vertical second latch
 GASKETS: Extruded rubber seal with metal retainers
 WELDS: All welds continuous except sub-structure crossmembers
 FINISH: Coated inside and out with direct to metal, rust inhibiting acrylic enamel color coat
 HYDROTESTING: Full capacity static test
 DIMENSIONS: 22'-11" long (21'-8" inside), 99" wide (88" inside) see drawing for height
 OPTIONS: Steel grit blast and special paint, Ampliroll, Heil and Dino pickup
 ROOF: 3/16" PL roof panels with tubing and channel support frame
 LIDS: (2) 68" x 90" metal-rolling lids spring loaded, self raising
 ROLLERS: 4" V-groove rollers with delrin bearings and grease fittings
 OPENING: (2) 60" x 82" openings with 8" divider centered on container
 LATCH: (2) independent ratchet binders with chains per lid
 GASKETS: Extruded rubber seal with metal retainers



| CONT. | A | B |
|-------|----|----|
| 20 YD | 41 | 53 |
| 25 YD | 53 | 65 |
| 30 YD | 65 | 77 |





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

Bond Info Data Report

02/20/2019

Federal/Indian APD: FED

BLM Bond number: ES0085

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: