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of Onshore Oil and Gas Order No. 1,	and the Hydraulic Fracturing	; rule per 43 CFR 3162.3-3
4. Bond to cover the	operations unless covered by	an existing bond on file (see
Item 20 above).	tion	
e 6. Such other site spe BLM.		as may be requested by the
	3)296-3179	Date 03/28/2018
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	34-5959	Date 03/21/2019
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	3b. Phone No. (include area code, (713)629-6600 with any State requirements.*) b204 / LONG -103.668369 / LAT 32.3708358 / LONG -103.67 ffice* 16. No of acres in lease 640 19. Proposed Depth 12106 Test./ 22022 feet 22. Approximate date work will st 04/15/2018 24. Attachments of Onshore Oil and Gas Order No. 1, em Lands, the filesa Szudera / Ph: (71 Name (Printed/Typed) Melissa Szudera / Ph: (71 Name (Printed/Typed) Office CARLSBAD ant holds legal or equitable title to the	OMB Expires: INTERIOR IAGEMENT DRILL OR REENTER Single Zone Multiple Zone Single Zone Multiple Zone Sh. Phone No. (include area code) (713)629-6600 with any State requirements:*) ISO V204 / LONG -103.668369 VLAT 32.3708358 / LONG -103.6668332 Fice* 16. No of acres in Jess 17. Spacing Unit dedicated to 640 640 19. Proposed Depth 10. Field and Row rest will start* 23. Estimated dur. 30 days 24. Attachments of Onshore Oil and Gas Order No. 1, and the Hydraulic Fracturing Mailesa Szudera / Ph: (713)296-3179 Name (PrintedTyped) Melissa Szudera / Ph: (713)296-3179 Name (PrintedTyped) Cody Lagal or equitable title to those rights in the subject lease rate a crime for any person knowingly and willfully to make te so or representations as to any matter within its jurisdiction. sor representations as to any matter within its jurisdiction.

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INSTRUCTIONS

GENERAL: This form is designed for submitting proposals to perform certain well operations, as indicated on Federal and Indian lands and leases for action by appropriate Federal agencies, pursuant to applicable Federal laws and regulations. Any necessary special instructions concerning the use of this form and the number of copies to be submitted, particularly with regard to local, area, or regional procedures and practices, either are shown below or will be issued by, or may be obtained from local Federal offices.

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

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

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

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

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

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



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 wen or to reenter a plugged and abandoned well; and (2) document, for administrative use, information for the management, disposal and use of National Resource Lands and resources including (a) analyzing your proposal to discover and extract the Federal or Indian resources encountered; (b) reviewing procedures and equipment and the projected impact on the land involved; and (c) evaluating the effects of the proposed operation on the surface and subsurface water and other environmental impacts.

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

EFFECT OF 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 conects this information to anow evaluation of the technical, safety, and environmental factors involved with drilling for oil and/or gas on Federal and Indian oil and gas leases. This information will be used to analyze and approve applications. Response to this request is mandatory only if the operator elects to initiate drilling or reentry operations on an oil and gas lease. The BLM would like you to know that you do not have to respond to this or any other Federal 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 Conection Clearance Officer (WO-630), 1849 C Street, N.W., Mail Stop 401 LS, Washington, D.C. 20240.

(Continued on page 3)

Approval Date: 03/21/2019

(Form 3160-3, page 2)

Additional Operator Remarks

Location of Well

 SHL: NWNW / 274 FNL / 852 FWL / TWSP: 22S / RANGE: 32E / SECTION: 15 / LAT: 32.398204 / LONG: -103.6668369 (TVD: 0 feet, MD: 0 feet) PPP: NWNW / 0 FNL / 1331 FWL / TWSP: 22S / RANGE: 32E / SECTION: 22 / LAT: 32.3844453 / LONG: -103.6668327 (TVD: 12106 feet, MD: 17072 feet) PPP: NWNW / 330 FNL / 1331 FWL / TWSP: 22S / RANGE: 32E / SECTION: 15 / LAT: 32.3980559 / LONG: -103.66683153 (TVD: 11989 feet, MD: 12101 feet) BHL: SWSW / 330 FNL / 1322 FWL / TWSP: 22S / RANGE: 32E / SECTION: 22 / LAT: 32.3708358 / LONG: -103.6668302 (TVD: 12106 feet, MD: 22022 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:	MARATHON OIL PERMIAN LLC
LEASE NO.:	NMNM027805
WELL NAME & NO.:	FRIZZLW FRY F C 22 32 15 WXY 7H
SURFACE HOLE FOOTAGE:	274'/N & 852'/W
BOTTOM HOLE FOOTAGE	330'/S & 1322'/W
LOCATION:	SECTION 15, T22S, R32E, NMPM
COUNTY:	LEA



H2S	• Yes	r _{No}	
Potash	None	C Secretary	r R-111-P
Cave/Karst Potential	د Low	C Medium	High I → High
Variance	None	• Flex Hose	C Other
Wellhead	Conventional	Multibowl	C Both
Other	4 String Area	Capitan Reef	
Other	Fluid Filled	Cement Squeeze	Pilot Hole
Special Requirements	Water Disposal	Г СОМ	🗖 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 1050 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 <u>8</u> <u>hours</u> or 500 pounds compressive strength, whichever is greater. (This is to include the lead cement)

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- 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:

• Cement to surface. If cement does not circulate see B.1.a, c-d above.

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

- 3. The minimum required fill of cement behind the 7 inch production casing is:
 - Cement should tie-back at least **200 feet** into previous casing string. Operator shall provide method of verification.
- 4. The minimum required fill of cement behind the 4-1/2 inch production liner is:
 - Cement should tie-back **100 feet** into the previous casing. 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 5000 (5M) 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.

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. 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. 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

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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.
- <u>Wait on cement (WOC) for Potash Areas:</u> 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 <u>24</u> hours. WOC time will be recorded in the driller's log.
- <u>Wait on cement (WOC) for Water Basin:</u> 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 <u>8 hours</u>. 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.

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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

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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.

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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 012919

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PECOS DISTRICT SURFACE USE CONDITIONS OF APPROVAL

	OPERATOR'S NAME:	MARATHON OIL PERMIAN LLC
	LEASE NO.:	NMNM027805
	WELL NAME & NO.:	FRIZZLW FRY F C 22 32 15 WXY 7H
S	URFACE HOLE FOOTAGE:	274'/N & 852'/W
	BOTTOM HOLE FOOTAGE	330'/S & 1322'/W
	LOCATION:	SECTION 15, T22S, 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

Lesser Prairie-Chicken Timing Stipulations Ground-level Abandoned Well Marker Hydrology

Construction

Notification

Topsoil

Closed Loop System

Federal Mineral Material Pits

Well Pads

Roads

Road Section Diagram

Production (Post Drilling)

Well Structures & Facilities

] Interim Reclamation

Final Abandonment & Reclamation

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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.

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V. SPECIAL REQUIREMENT(S)

Wildlife:

Timing Limitation Stipulation / Condition of Approval for lesser prairie-chicken:

Oil and gas activities including 3-D geophysical exploration, and drilling will not be allowed in lesser prairie-chicken habitat during the period from March 1st through June 15th annually. During that period, other activities that produce noise or involve human activity, such as the maintenance of oil and gas facilities, pipeline, road, and well pad construction, will be allowed except between 3:00 am and 9:00 am. The 3:00 am to 9:00 am restriction will not apply to normal, around-the-clock operations, such as venting, flaring, or pumping, which do not require a human presence during this period. Additionally, no new drilling will be allowed within up to 200 meters of leks known at the time of permitting. Normal vehicle use on existing roads will not be restricted. Exhaust noise from pump jack engines must be muffled or otherwise controlled so as not to exceed 75 db measured at 30 feet from the source of the noise.

Ground-level Abandoned Well Marker to avoid raptor perching: Upon the plugging and subsequent abandonment of the well, the well marker will be installed at ground level on a plate containing the pertinent information for the plugged well. For more installation details, contact the Carlsbad Field Office at 575-234-5972.

<u>Timing Limitation Exceptions:</u>

The Carlsbad Field Office will publish an annual map of where the LPC timing and noise stipulations and conditions of approval (Limitations) will apply for the identified year (between March 1 and June 15) based on the latest survey information. The LPC Timing Area map will identify areas which are Habitat Areas (HA), Isolated Population Area (IPA), and Primary Population Area (PPA). The LPC Timing Area map will also have an area in red crosshatch. The red crosshatch area is the only area where an operator is required to submit a request for exception to the LPC Limitations. If an operator is operating outside the red crosshatch area, the LPC Limitations do not apply for that year and an exception to LPC Limitations is not required.

Hydrology

- The entire well pad will be bermed to prevent oil, salt, and other chemical contaminants from leaving the well pad. 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 berm shall be maintained through the life of the well and 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.

Page 3 of 12

- Tank battery locations will be lined and bermed. A 20 mil prmanent 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.
- Automatic shut off, check values, or similar systems will be installed for tanks to minimize the effects of catastrophic line failures used in production or drilling.

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.

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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 fourteen (14) feet in width. The maximum width of surface disturbance, when constructing the access road, shall not exceed twenty-five (25) 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.

Page 5 of 12

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 outsloping 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.





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 foot road with 4% road slope: 400' + 100' = 200' lead-off ditch interval 4%

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.

Page 6 of 12

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.

Page 7 of 12





Page 8 of 12

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.

Page 9 of 12

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, <u>Shale Green</u> from the BLM Standard Environmental Color Chart (CC-001: June 2008).

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.

Page 10 of 12

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).

Ground-level Abandoned Well Marker to avoid raptor perching: Upon the plugging and subsequent abandonment of the well, the well marker will be installed at ground level on a plate containing the pertinent information for the plugged well.

Page 11 of 12

Seed Mixture for LPC Sand/Shinnery Sites

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 <u>no</u> primary or secondary noxious weeds in the seed mixture. Seed will be tested and the viability testing of seed shall be done in accordance with State law(s) and within nine (9) months prior to purchase. Commercial seed shall be either certified or registered seed. The seed container shall 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). 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. Seeding shall be repeated until a satisfactory stand is established as determined by the Authorized Officer. Evaluation of growth may 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	<u>lb/acre</u>
Plains Bristlegrass	5lbs/A
Sand Bluestem	5lbs/A
Little Bluestem	3lbs/A
Big Bluestem	6lbs/A
Plains Coreopsis	2lbs/A
Sand Dropseed	1lbs/A

*Pounds of pure live seed:

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

Page 12 of 12



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

Operator Certification

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: Melissa Szudera

Signed on: 03/27/2018

erator Certification Data Report

Title: REGULATORY COMPLIANCE REPRESENTATIVE

Street Address: 5555 San Felipe St.

City: Houston

State: TX

State:

Zip: 77057

Phone: (713)296-3179

Email address: mszudera@marathonoil.com

Field Representative

Representative Name:

Street Address:

City:

Phone:

Email address:

Zip:

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

APD ID: 10400028886

Operator Name: MARATHON OIL PERMIAN LLC

Well Name: FRIZZLE FRY F C 22 32 15 WXY

Well Type: CONVENTIONAL GAS WELL

Well Number: 7H Well Work Type: Drill

Submission Date: 03/28/2018

Show Final Text

Section 1 - General

APD ID:	10400028886	Tie to previous NO	S? Submission Date: 03/28/2018
BLM Office	: CARLSBAD	User: Melissa Szude	
Federal/Ind	ian APD: FED	Is the first lease pe	REPRESENTATIVE netrated for production Federal or Indian? FED
Lease num	ber: NMNM027805	Lease Acres: 640	
Surface ac	cess agreement in place?	Allotted?	Reservation:
Agreement	in place? NO	Federal or Indian a	greement:
Agreement	number:		
Agreement	name:		
Keep appli	cation confidential? YES		
Permitting	Agent? NO	APD Operator: MAI	RATHON OIL PERMIAN LLC
Operator le	tter of designation:		

Operator Info

Operator Organization Name: MARATHON OIL PERMIAN LLC

Operator Address: 5555 San Felipe St.

Operator PO Box:

Operator City: Houston State: TX

Zip: 77056

Operator Phone: (713)629-6600 Operator Internet Address:

Section 2 - Well Information

Well in Master Development Plan? NOMater Development Plan name:Well in Master SUPO? NOMaster SUPO name:Well in Master Drilling Plan? NOMaster Drilling Plan name:Well Name: FRIZZLE FRY F C 22 32 15 WXYWell Number: 7HWell API Number:Field/Pool or Exploratory? Field and PoolField Name: LOS MEDANOS,
NORTHPool Name: WOLFCAMP,
(GAS)

Operator Name: MARATHON OIL PERMIAN LLC
Well Name: FRIZZLE FRY F C 22 32 15 WXY

Well Number: 7H

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LOCATION VERIFICATION MAP



SEC. 15 TWP. 22-S RGE. 32-E SURVEY: N.M.P.M. COUNTY: LEA DESCRIPTION: 274' FNL & 852' FWL ELEVATION: 3790' OPERATOR: MARATHON OIL PERMIAN LLC LEASE: FRIZZLE FRY F C 22-32-15 U.S.G.S. TOPOGRAPHIC MAP: THE DIVIDE, N.M.

SCALE: 1" = 2000' CONTOUR INTERVAL = 10'

PREPARED BY: R-SQUARED GLOBAL, LLC 1309 LOUISVILLE AVENUE, MONROE, LA 71201 318-323-6900 OFFICE JOB No. R3833_004



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SEC. 15 TWP. 22-S RGE. 32-E SURVEY: N.M.P.M. COUNTY: LEA DESCRIPTION: 274' FNL & 852' FWL ELEVATION: 3790' OPERATOR: MARATHON OIL PERMIAN LLC LEASE: FRIZZLE FRY F C 22-32-15 U.S.G.S. TOPOGRAPHIC MAP: THE DIVIDE, N.M. SCALE: 1" = 2 MILES

PREPARED BY: B-SQUARED GLOBAL, LLC 1309 LOUISVILLE AVENUE, MONBOR, LA 71201 318-323-6900 OPPICE JOB No. E3833_004



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



APD ID: 10400028886

Operator Name: MARATHON OIL PERMIAN LLC

Well Name: FRIZZLE FRY F C 22 32 15 WXY

.

Well Number: 7H

Submission Date: 03/28/2018

Show Final Text

Well Type: CONVENTIONAL GAS WELL

Well Work Type: Drill

Section 1 - Geologic Formations

Formation ID	Formation Name	Elevation	True Vertical Depth	Measured Depth	Lithologies	Mineral Resources	Producing		
1	RUSTLER	2813	977	977	DOLOMITE,ANHYDRIT E	OTHER : Brine	No		
2	SALADO	1538	1275	1275	SALT, ANHYDRITE	OTHER : Brine	No		
3	CASTILE	-282	3095	3098	SALT	OTHER : Brine	No		
4	LAMAR	-2000	4813	4846	LIMESTONE, SANDSTO NE	NATURAL GAS,OIL	No		
5	BELL CANYON	-2077	4890	4924	SHALE, SANDSTONE	NATURAL GAS, OIL	No		
6	6 CHERRY CANYON		CHERRY CANYON -3144		5957	5996	SHALE, SANDSTONE	NATURAL GAS,OIL	No
7	7 BRUSHY CANYON		BRUSHY CANYON -4204		7017	7056	SANDSTONE,OTHER : Carbonate	NATURAL GAS,OIL	No
8	BONE SPRING	-5899	8712	8751	SANDSTONE,OTHER : Carbonate	NATURAL GAS, OIL	No		
9	BONE SPRING 1ST	-7045	9858	9897	SANDSTONE,OTHER : Carbonate	NATURAL GAS, OIL	No		
10	BONE SPRING 2ND	-7735	10548	10587	SANDSTONE,OTHER : Carbonates	NATURAL GAS, OIL	No		
11	BONE SPRING 3RD	-8803	11616	11655	SANDSTONE,OTHER : Carbonates	NATURAL GAS, OIL	No		
12	WOLFCAMP	-9174	11987	12096	SANDSTONE,OTHER : CARBONATE	NATURAL GAS,OIL	No		

Section 2 - Blowout Prevention

Pressure Rating (PSI): 10M

Rating Depth: 15152

Equipment: 13 5/8 5M Annular, 10M blind ram, 10M pipe ram, and 10M double ram will be installed and tested for each of the 8 3/4 and 6 1/8 hole sections.

Requesting Variance? YES

Variance request: BOP variance is requested for the annular to be 5000 psi on 10000 psi BOP stack. 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.

Testing Procedure: BOP/BOPE will be tested by an independent service company to 250 psi low and the high pressure indicated above per Onshore Order 2 requirements. The System may be upgraded to a higher pressure but still tested to the

Page 1 of 7

Well Name: FRIZZLE FRY F C 22 32 15 WXY

Well Number: 7H

working pressure listed in the table attached. If the system is upgraded all the components installed will be functional and tested. The Annular will be tested to 70% of 5000 working pressure (see attached BOP plan). The working pressure of 10000 for the Blind Ram and Double Ram will be tested to 10000 psi. - Pipe rams will be operationally checked each 24 hour period. Blind rams will be operationally checked on each trip out of the hole. These checks will be noted on the daily tour sheets. Other accessories to the BOP equipment will include a Kelly cock, full opening safety valve / inside BOP and choke lines and choke manifold. See attached schematics. - Formation integrity test will be performed per Onshore Order #2. On Exploratory wells or on that portion of any well approved for a 5M BOPE system or greater, a pressure integrity test of each casing shoe shall be performed. Will be tested in accordance with Onshore Oil and Gas Order #2 III.B.1.i. - A multibowl wellhead is being used. The BOP will be tested per Onshore Order #2 after installation on the surface casing which will cover testing requirements for a maximum of 30 days. If any seal subject to test pressure is broken the system will be tested. See attached schematic.

Choke Diagram Attachment:

DRILL_2_CHOKE_FRIZZLE_FRY_F_C_22_32_15_7H_10M.THREE_CHOKE_MANIFOLD.BLM_20180621093137.pdf DRILL_2_CHOKE_FRIZZLE_FRY_F_C_22_32_15_7H_Choke_Line_Flex_III_Rig_20180621093138.pdf DRILL_2_CHOKE_FRIZZLE_FRY_F_C_22_32_15_7H_Choke_Line_Test_Chart_SN_63393_20180621093138.pdf DRILL_2_CHOKE_FRIZZLE_FRY_F_C_22_32_15_7H_Contitech_Hose_SN_663393_20180621093139.pdf

BOP Diagram Attachment:

DRILL_2_BOP___Well_Control_Plan___Permian_20180621093201.pdf

DRILL_2_BOP_FRIZZLE_FRY_F_C_22_32_15_7H_10_5M_Flex.BOPE.BLM_20180621093201.pdf

DRILL_2_BOP_FRIZZLE_FRY_F_C_22_32_15_7H_WH_TH_Design_2_20180621093202.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	И	0	1050	0	1050	3790	2740	1050	J-55	54.5	STC	3.4	1.71	BUOY	2.93	BUOY	2.93
_	INTERMED IATE	12.2 5	9.625	NEW	API	N	0	4820	0	4820	3790	-1030	4820	J-55	40	LTC	1.17	1.42	BUOY	1.97	BUOY	1.97
-	PRODUCTI ON	8.75	7.0	NEW	API	N	0	12470	0	12105	3790	-8315	12470	P- 110	29	BUTT	2.21	1.18	BUOY	2.29	BUOY	2.29
4	LINER	6.12 5	4.5	NEW	API	N	11470	22022	11430	12106	3790	-8316	10552	P- 110	13.5	BUTT	1.4	1.53	BUOY	1.91	BUOY	1.91

Section 3 - Casing

Casing Attachments

Page 2 of 7

Well Name: FRIZZLE FRY F C 22 32 15 WXY

Well Number: 7H

Casing Attachments

Casing ID: 1 String Type: SURFACE

Inspection Document:

Spec Document:

Tapered String Spec:

Casing Design Assumptions and Worksheet(s):

DRILL_3_FRIZZLE_FRY_F_C_22_32_15_7H_Surface_20180621093422.pdf

Casing ID: 2 String Type: INTERMEDIATE

Inspection Document:

Spec Document:

Tapered String Spec:

Casing Design Assumptions and Worksheet(s):

DRILL_3_FRIZZLE_FRY_F_C_22_32_15_7H_9.625_Intermediate_20180621093434.pdf

Casing ID: 3 String Type: PRODUCTION

Inspection Document:

Spec Document:

Tapered String Spec:

Casing Design Assumptions and Worksheet(s):

DRILL_3_FRIZZLE_FRY_F_C_22_32_15_7H__7in_Production_20180621093446.pdf

Well Name: FRIZZLE FRY F C 22 32 15 WXY

Well Number: 7H

Casing Attachments

Casing ID: 4 String Type:LINER

Inspection Document:

Spec Document:

Tapered String Spec:

Casing Design Assumptions and Worksheet(s):

DRILL_3_FRIZZLE_FRY_F_C_22_32_15_7H_Liner_20180621093501.pdf

Section 4 - Cement											
String Type	Lead/Tail	Stage Tool Depth	Top MD	Bottom MD	Quantity(sx)	Yield	Density	Cu Ft	Excess%	Cement type	Additives
SURFACE	Lead		0	840	668	1.75	13.5	1167	100	Class C	3 lbm/sk granular LCM + 0.1250 lbm/sk Poly- EFlake
SURFACE	Tail		840	1050	214	1.36	14.8	292	100	Class C	0.25 % Accelerator
INTERMEDIATE	Lead		0	3820	1222	1.73	12.8	2113	75	Class C	0.02 Gal/Sx Defoamer + 0.5% Extender + 1% Accelerator
INTERMEDIATE	Tail		3820	4820	341	1.33	14.8	453	50	Class C	0.07 % Retarder
PRODUCTION	Lead		4620	1147 0	648	2.7	11	1751	70	Class C	0.8% retarder + 10% extender + 0.02 gal/sk + 2.0% Extender + 015% Viscosifier
PRODUCTION	Tail		1147 0	1247 0	179	1.09	15.6	195	30	Class H	3% extender + 0.1% Dispersant + 0.2% retarder
LINER	Lead		1147 0	2202 2	0	0	0	0	0	NA	NA
LINER	Tail		1147 0	2202 2	1059	1.22	14.5	1292	30	CLASS H	0.15% retarder + 3.5% extender +

Well Name: FRIZZLE FRY F C 22 32 15 WXY

Well Number: 7H

Section 5 - Circulating Medium

Mud System Type: Closed

Will an air or gas system be Used? NO

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

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

Describe what will be on location to control well or mitigate other conditions: The necessary mud products for additional weight and fluid loss control will be on location at all times.

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

Circulating Medium Table

Top Depth	Bottom Depth	Mud Type	Min Weight (Ibs/gal)	Max Weight (Ibs/gal)	Density (lbs/cu ft)	Gel Strength (lbs/100 sqft)	Hd	Viscosity (CP)	Salinity (ppm)	Filtration (cc)	Additional Characteristics
1050	4820	SALT SATURATED	9.9	10.2							
0	1050	WATER-BASED MUD	8.4	8.8							
1247 0	2202 2	OIL-BASED MUD	11.5	12.5							
4820	1247 0	OTHER : CUT BRINE	9	9.4							

Section 6 - Test, Logging, Coring

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

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

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

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

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

GR

Well Name: FRIZZLE FRY F C 22 32 15 WXY

Well Number: 7H

Coring operation description for the well:

- d. DST's: None.
- e. Open Hole Logs: GR while drilling from Intermediate I casing shoe to TD.

Section 7 - Pressure

Anticipated Bottom Hole Pressure: 8837

Anticipated Surface Pressure: 6173.68

Anticipated Bottom Hole Temperature(F): 170

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

Describe:

Contingency Plans geoharzards description:

Contingency Plans geohazards attachment:

Hydrogen Sulfide drilling operations plan required? YES

Hydrogen sulfide drilling operations plan:

DRILL_7_FRIZZLE_FRY_F_C_22_32_15_1H_2H_5H_7H_Contingency_Plan_022318_20180621093640.pdf DRILL_7_FRIZZLE_FRY_F_C_22_32_15_7H_H2S_Contiengency_Plan_Summary_20180621093640.pdf DRILL_7_FRIZZLE_FRY_F_C_22_32_15_7H_Pad_Flex_III_20180621093641.pdf

Section 8 - Other Information

Proposed horizontal/directional/multi-lateral plan submission:

DRILL_8_INFO_FRIZZLE_FRY_F_C_22_32_15_7H_PrelimA_36x48WM_20180621093731.pdf DRILL_8_INFO_FRIZZLE_FRY_F_C_22_32_15_7H_PrelimA_WPReport_20180621093731.pdf

Other proposed operations facets description:

Potential Hazards:

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

- No losses are anticipated at this time.

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

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

Other proposed operations facets attachment:

DRILL_8_FACET_Batch_Drilling_Plan_and_Surface_Rig_Request_20180613061127__2_20180621093750.pdf DRILL_8_FACET_FRIZZLE_FRY_F_C_22_32_15_Gas_Capture_Plan__NMOCD___20180126_20180621093751.docx DRILL_8_FACET_Frizzle_Fry_F_C_22_32_15_WXY_7H___Drilling_Plan_20180621093821.doc

Other Variance attachment:

.




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Certificate of Conformity

	-		ContiTech
Certificate Number 953233-4	953233-4 953233		Guitante Name Audress HELMERICH & PAYNE DRILLING CO
Customer Purchase Order No:	7400530	80	1434 SOUTH BOULDER AVE TULSA, OK 74119
Project:			USA
The st Reptile Appendix		Ander Marthy, Medic Instrumenter	Account to Althe Industria
ContiTech Oil & Marine Corp. 11535 Brittmoore Park Drive Houston, TX 77041 USA	Signed: Date:	Roger Suarez	

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

	30	RECERTIFIC	ATION - 3" ID 10K Choke and Kill Hose x 35 ft OAL	1	63393	ContiTech Standard	
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ContiTech

Hydrostatic Test Certificate

Certificate Number 953233-4	COM 01 953233	HELMERICH & PAYNE DRILLING CO	
Customer Purchase Order No: 74005		080	1434 SOUTH BOULDER AVE TULSA, OK 74119
Project:			USA
in the start with the		and contract and the Primary of States	the analysis of the state
ContiTech Oil & Marine Corp. 11535 Brittmoore Park Drive Houston, TX 77041 USA	Signed: Date:	Roger Suarez	

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

Corporation.

30		RECERTIFICATION - 3" ID 10K Choke and Kill Hose x 35 ft OAL	1	63393	10,000 psi 15,000 psi	60
· · ·	•••	· [····	, :	5 a s	, 	

10,000 psi 15,000 psi 63393





Hose No.:
63389, 63390, 63391
63392, 63393

QUALITY CONTROL

No.: QC-DB- 380 / 2012
Page : 1 / 61
Revision : 0
Date: 28. August 2012.
Prepared by: Scola Lander
Appr. by: Deley - Such

CHOKE AND KILL HOSES

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

DATA BOOK

Purchaser: H & P

Purchaser Order No.:

ContiTech Rubber Order No.: 531895

ContiTech Beattie Co. Order No.: 006227

NOT DESIGNED FOR WELL TESTING

Contillech Rubber Industrial Kit. Budapasti út 10., Szeged H-6728 P.O.Bax 152 Szeged H-6701 Hungary Phone: +36 82 566 737 Fax: +36 62 566 738 e-maik info@kkid.contitech.hu Memet; www.contitech-nuber.hu The Court of Ceongrád County as Registry Court Registry Court No: HJ 08-09-002502 EJ VAT No: HJ 1087209 Bank data Commercial and Creditbank Szeged 10402805-28014250-00000000

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

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

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Certificate of Authority to use the Official API Monogram License Number: 16C-0004 original	ricen Petroleum Institute hereby grants to	CONTITECH RUBBER INDUSTRIAL LTD. Budapesti ut 10 Szeged	Hungary	the right to use the Official API Monogram® on manufactured products under the conditions in the official publications of the American Petroleum Institute entitled API Spec Q1 ^a and API Spec 16C and in accordance with the provisions of the License Agreement.	In all cases where the Official API Monogram is applied, the API Monogram should be used in conjunction with this certificate number: 16C-0004	The American Petroleum: institute reserves the right to revoke this euthorization to use the Officiel API Monogram for any reason satisfactory to the Board of Directors of the American Petroleum Institute. The scope of this libense that udes the following product. Plaxible Choke and Kill Lines	QNNS Exclusions: No Exdusions Identified as Applicable .	COPY	Effective Date: OCTOBER 15, 2010 Expiration Date: OCTOBER 15, 2010 Expiration Date: OCTOBER 15, 2013 To verify the authenticity of this lloanse, go to wrw.apli.org/compositalist. Director dates industy Bervices
					Atherican Potroise	LAND CHERTER	A A A A A A A A A A A A A A A A A A A		1. 1. 1. 1. 1. 1. 1. 1. 1. 1. 1. 1. 1. 1

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Industrial Kft.	Page: 9 /61	

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QUALITY CONTROL INSPECTION AND TEST CERTIFICATE							CERT. N	₽°:	1599		
PURCHASER:	ContiTe	ch Be	attie	Co.			P.O. №: 006227				
CONTITECH ORDER Nº:	531895		HOSE	E TYPE:	3"	ID	Choke and Kill Hose				
HOSE SERIAL Nº:	63393		NOM	inal / Ac	TUAL I	ENGTH:	10,67 m / 10,72 m				
W.P. 68,9 MPa	10000	psi	T.P.	103,4	MPa	1500)O psi	Duration:	60	min.	
↑ 10 mm = 10 м	in.	S	ee a	ttachm	ent. (1 page	•)				
\rightarrow 10 mm = 20 M COUPLINGS Type	Pa			erial Nº		Τ	Quali	īv.	Heat N	ю	
3" coupling with		21	56		153	+	AISI 4		2023	-	
4 1/16" 10K API Flange	e end						AISI 4	130	3403		
NOT DESIGN		WE		ESTIN	G				API Spec 1	6 C	
All metal parts are flawled	58							Terr	perature ra		
WE CERTIFY THAT THE ABO INSPECTED AND PRESSURE	VE HOSE H							TH THE TERM	as of the orde	R	
STATEMENT OF CONFORM conditions and specification accordance with the reference	is of the abov	ve Purc , codes	haser and s	Order and pecification	that the ns and m	e items/e	quipment v levant acce	vere fabricate	d inspected and te	sted in	

P.O.Box 152 Szeged H-6701 Hungary

e-mait inicialiud.contitech.hu Informat: www.contitech.hu

 Registry Court No: HU 08-09-002502
 Szeped

 EU VAT No: HU11087209
 10402605-28014250-00000000

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

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Hose Data Sheet

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

1. DRILLING WELL CONTROL PLAN

1.1 WELL CONTROL - CERTIFICATIONS

Required IADC/IWCF Well Control Certifications Supervisor Level:

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

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

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

Well Control-Position/Roles

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

Supervisor Level

- Specifies and has oversight that the correct actions are carried out
- Role is to supervise well control equipment, training, testing, and well control events
- o Directs the testing of BOP and other well control equipment
- 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
- o Assist with the testing of BOP and other well control equipment
- o Regularly assist with well control crew drills
- o When influx is detected, responsible to close the BOP
- Due to role on the rig, training and certification is targeted more toward monitoring and shutting the well in (closing the BOP) when an influx is detected

(Well Control-Positions/Roles Continued)

• Derrick Hand, Assistant Driller Introductory Level

- Role is to assist Driller with kick detection by physically monitoring the well at the mixing pits/tanks
- Regularly record mud weights/viscosity for analysis by the Supervisor level and mud engineer so pre-influx signs can be detected
- o Mix required kill fluids as directed by Supervisor or Driller
- Due to role on the rig, training and certification is targeted more toward monitoring for influxes, either via mud samples or visual signs on the pits/tanks
- Motorman, Floor Hand Introductory Level
 - o Role is to assist the Supervisor, Driller, or Derrick Hand with detecting influxes
 - o Be certain all valves are aligned for proper well control as directed by Supervisor
 - o Perform Supervisor or Driller assigned tasks during a well control event
 - Due to role on the rig, training and certification is targeted more toward monitoring for influxes

1.2 WELL CONTROL-COMPONENT AND PREVENTER COMPATIBILITY CHECKLIST

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

Component	OD	Preventer	RWP
Drill pipe	5″	Fixed lower 5"	10M
		Upper 4.5-7" VBR	
HWDP	5″	Fixed lower 5"	10M
		Upper 4.5-7" VBR	
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

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

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

1.3 WELL CONTROL-BOP TESTING

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

Туре	Frequency	Objective	Comments
Shallow gas kick drill - drilling	Once per well with crew on tour	Response training to a shallow gas influx	To be done prior to drilling surface hole if shallow gas is noted
Kick drill - drilling	Once per week per crew	Response training to an influx while drilling (bit on bottom)	Only one kick drill per week per crew is required, 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
H₂S 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. SHUT-IN PROCEDURES:

2.1 PROCEDURE WHILE DRILLING

- Sound alarm (alert crew)
- Space out drill string Stop rotating, pick the drill string up off bottom, and space out to ensure no tool joint is located in the BOP element selected for initial closure.
- Shut down pumps (stop pumps and observe well.)
- Shut-in Well If flow is suspected or confirmed, close uppermost applicable BOP element. (HCR and choke will already be in the closed position.)
 - Note: Either the uppermost pipe ram or annular preventer can be used.
- Confirm shut-in
- Notify toolpusher/company representative
- Gather all relevant data required:
 - o SIDPP and SICP
 - o Hole Depth and Hole TVD
 - o Pit gain
 - o **Time**
 - o Kick Volume
 - o Pipe depth
 - o MW in, MW out
 - o SPR's (Slow Pump Rate's)
- Regroup and identify forward plan (let well stabilize, update kill sheet, inventory mud additives and mud volumes on location)
- Company Representative, Drilling Superintendent, Drilling Engineer and Drilling Manager will discuss well control kill method to be utilized. A verbal Risk Assessment and preferred kill method will be finalized. Initial Risk Assessment will be finalized within 1 hour of initial shut in.
- <u>No well kill operation commences until there is a plan agreed by the Superintendent, On-Site</u> <u>Supervisor and the Drilling Contractor PIC</u>.
- Recheck all pressures and fluid volume on accumulator unit
- If pressure has built or is anticipated during the kill to reach 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:
 - o SIDPP and SICP
 - o Hole Depth and Hole TVD
 - o Pit gain

Procedure While Tripping (Continued)

- o Time
- o Kick Volume
- o Pipe depth
- o MW in, MW out
- o SPR's (Slow Pump Rate's)
- Regroup and identify forward plan (let well stabilize, update kill sheet, inventory mud additives and mud volumes on location)
- Company Representative, Drilling Superintendent, Drilling Engineer and Drilling Manager will discuss well control kill method to be utilized. A verbal Risk Assessment and preferred kill method will be finalized. Initial Risk Assessment will be finalized within 1 hour of initial shut in.
- <u>No well kill operation commences until there is a plan agreed by the Superintendent, On-Site</u> <u>Supervisor and the Drilling Contractor PIC</u>.
- Recheck all pressures and fluid volume on accumulator unit If pressure has built or is anticipated during the kill to reach 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:
 - o SIDPP and SICP
 - Hole Depth and Hole TVD
 - o Pit gain
 - o Time
 - o Kick Volume
 - o Pipe depth
 - o MW in, MW out
 - o SPR's (Slow Pump Rate's)
- Regroup and identify forward plan (let well stabilize, update kill sheet, inventory mud additives and mud volumes on location)
- Company Representative, Drilling Superintendent, Drilling Engineer and Drilling Manager will discuss well control kill method to be utilized. A verbal Risk Assessment and preferred kill method will be finalized. Initial Risk Assessment will be finalized within 1 hour of initial shut in.
- <u>No well kill operation commences until there is a plan agreed by the Superintendent, On-Site</u> <u>Supervisor and the Drilling Contractor PIC</u>.
- Recheck all pressures and fluid volume on accumulator unit If pressure has built or is anticipated during the kill to reach 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:
 - o Shut-In Pressure
 - o Hole Depth and Hole TVD
 - o Pit gain
 - o Time
 - o Kick Volume
 - o MW in, MW out
 - o 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:
 - o SIDPP and SICP
 - o Pit gain
 - o Time
 - Regroup and identify forward plan
- With BHA in the stack and compatible ram preventer and pipe combo immediately available.
 - Sound alarm (alert crew)
 - Stab crossover and full opening safety valve and close
 - Space out drill string with upset just beneath the compatible pipe ram.
 - Shut-in using compatible pipe ram. (HCR and choke will already be in the closed position.)
 - Confirm shut-in
 - Notify toolpusher/company representative
 - Read and record the following:
 - o SIDPP and SICP
 - o Pit gain

Procedures While Pulling BHA thru Stack (Continued)

o Time

- Regroup and identify forward plan
- With BHA in the stack and <u>NO</u> compatible ram preventer and pipe combo immediately available.
 - Sound alarm (alert crew)
 - If possible to pick up high enough, pull string clear of the stack and follow "Open Hole" scenario.
 - If impossible to pick up high enough to pull the string clear of the stack:
 - Stab crossover, make up one joint/stand of drill pipe, and full opening safety valve and close
 - Space out drill string with tool joint just beneath the upper pipe ram.
 - Shut-in using upper pipe ram. (HCR and choke will already be in the closed position.)
 - Confirm shut-in
 - Notify toolpusher/company representative
 - Read and record the following:
 - o SIDPP and SICP
 - o Pit gain
 - o Time





File: Red Hills 3 csg + liner *

Date: December 01, 2017 Page: 1



File: Ranger SB-TB - 3 csg string *

Date: March 05, 2018 Page: 1



RANGER SB-TB - 3 CSG STRING



Date: March 05, 2018 Page: 1



Ranger TB & WC - 3 String + Liner

File: Ranger 3 csg + liner *

Date: March 05, 2018 Page: 1



Ranger TB & WC - 3 String + Liner

File: Ranger 3 csg + liner *

Date: March 05, 2018 Page: 1



Ranger TB & WC - 3 String + Liner

File: Ranger 3 csg + liner

Date: March 05, 2018 Page: 1



Ranger TB & WC - 3 String + Liner



Date: March 05, 2018 Page: 1



Ranger TB & WC - 3 String + Liner



TOTAL SAFETY

MARATHON OIL COMPANY

FRIZZLE FRY F C 22-32-15 TB Well # 1H WA Well # 2H WXY Well # 7H TBU Well # 5H

SHL: 273' FNL & 762' FWL of Unit Letter 'D', Section 15, T-22S, R-32E BHL: 330' FSL & 330' FWL of Unit Letter 'M', Section 15, T-22S, R-32E

LEA County, New Mexico

Rig: H&P 423

2/23/2018

EMERGENCY MEDICAL PROCEDURES DO NOT PANIC REMAIN CALM-THINK

- 1. HOLD YOUR BREATH. (DO NOT INHALE, STOP BREATHING)
- 2. PUT ON BREATHING APPARATUS. (NOTE: DO NOT ATTEMPT RESCUE UNTIL YOU HAVE PUT ON BREATHING APPARATUS.)
- 3. REMOVE VICTIM (S) TO FRESH AIR AS QUICKLY AS POSSIBLE.
- 4. BE SURE YOU HAVE MOVED VICTIM OUT OF CONTAMINATED AREA BEFORE REMOVING YOUR RESPIRATOR.
- 5. APPLY MOUTH-TO-MOUTH ARTIFICIAL RESPIRATION, WHICH IS MORE EFFECTIVE, WHILE SOMEONE ELSE GETS THE OXYGEN RESUSCITATOR. RENDER OXYGEN RESUSCITATION ONLY IF PORPERLY TRAINED IN ITS USE.
- 6. PROVIDE FOR PROMPT TRANSPORTATION TO HOSPITAL AND CONTUNUE GIVING ARTIFICIAL RESPIRATION IF NEEDED.
- 7. HOSPITAL (S) OR MEDICAL FACILITIES NEED TO BE INFORMED BEFOREHAND, OF THE POSSIBILITY OF H2S GAS POISONING, NO MATTER HOW REMOTE THE POSSIBLITY IS.

Lea Regional Medical Center(575)492-50005419 N Lovington Hwy, Hobbs, NM 88240911AMBULANCE911FIRE DEPARTMENT- HOBBS, NM(575) 397-9308POLICE - HOBBS, NM(575) 397-9265

> TOTAL SAFETY INC 1420 East Greene St. Carlsbad, NM 88220

THIS H2S DRILLING OPERATIONS PLAN WAS PREPARED BY: Sean Chamblee Strategic Account Manager Cell: 713-703-6295

TOTAL SAFETY INC 1420 East Greene St Carlsbad, NM 88220 Phone: 432-561-5049

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INTRODUCTION

H2S DRILLING OPERATIONS PLAN This Drilling Operations Plan was written specifically for:

> MARATHON OIL COMPANY 3122 NATIONAL PARKS HIGHWAY CALRSBAD, NM 88220

Action Plan for Accidental Release of H2S

FRIZZLE FRY F C 22-32-15 TB Well # 1H WA Well # 2H WXY Well # 7H TBU Well # 5H

LEA COUNTY, NM

Information, provisions and practices, as set forth in this plan, may be subject to revision and/or updating.

02-23-2018

MARATHON OIL COMPANY 3122 NATIONAL PARKS HIGHWAY CALRSBAD, NM 88220

FRIZZLE FRY F C 22-32-15 TB Well # 1H WA Well # 2H WXY Well # 7H TBU Well # 5H

LEA COUNTY, NM

Directions:

FROM THE MARATHON OFFICE AT 411 TIDWELL ROAD, OTIS, NEW MEXICO, HEAD SOUTH ON TIDWELL ROAD TOWARD U. S. HIGHWAY 285 NORTH FOR 0.2 MILES. TURN LEFT ONTO U. S. HIGHWAY 285 SOUTH HEADING SOUTHEAST FOR 5.1 MILES TOWARD NEW MEXICO STATE ROAD .31. TURN LEFT ONTO NEW MEXICO STATE ROAD .31 HEADING EAST FOR 7.7 MILES TO NEW MEXICO STATE ROAD 128 EAST. TURN

RIGHT ONTO NEW MEXICO STATE ROAD 128 EAST HEADING EAST FOR 18 MILES TO RED ROAD. TURN LEFT ONTO RED ROAD HEADING NORTH FOR 7.4 MILES TO M ILLS RANCH ROAD. TURN RIGH T ONTO MILLS RANCH ROAD (A CALICHE ROAD) HEADING NORTHEAST FOR 4.01 MILES TO A TURN ON THE RIGHT. CON TINUE ON MILLS RANCH ROAD HEADING SOUTH FOR 1.8 MILES TO A CALICHE ROAD ON THE LEFT. TURN LEFT ON CALICHE ROAD HEADING NOR TH TOWARD THE PAISANO FEDERAL #.3 FOR 0.9 MILES TO A "y" IN THE ROAD. KEEP LEFT ON PROPOSED LEASE ROAD FOR 1,000 FEET TO THE FRIZZLE FRY 22-32-15 WELL LOCATIONS

GPS Coordinates: 32.399820545, -103.66866126 LEA COUNTY, NEW MEXICO

PURPOSE OF PLAN: The purpose of this plan is to safeguard the lives of the public, contract personnel and company personnel in the event of equipment failure or disasters during drilling or completion operations in formations that may contain Hydrogen Sulfide Gas, H2S.

As a precautionary measure, this Drilling Plan has been prepared to assure the safety of all concerned, should a disaster occur. However, the Oil Company Representative may have specified materials and practices for the drilling or completion of this well, which supercede the minimum requirements as outlined in this plan.

Definitions: For the purpose of this plan the following definitions are to be referred to:

Controlled Release – Any release that is planned and occurs during normal operations. A controlled release is managed per the procedures outlined in this section.

Uncontrolled Release – Any release that is unplanned and not immediately contained utilizing established shut-in procedures. An uncontrolled release is normally associated with a loss of well control.

SCBA – (Self Contained Breathing Apparatus) – A full-face mask respirator with a supplied positive pressure air source.

Donned SCBA – When it is required per this plan to "don" a SCBA, personnel will be 100% masked up and be on supplied breathing air.

SCBA On Person – When it is required per this plan to have SCBA "on person", personnel will be required to wear the SCBA equipment - but not be masked up.

"Qualified Buddy" – Person who has been fit tested and is trained and is familiar with the requirements of donning an SCBA. This person will provide immediate assistance to another person who may be utilizing an SCBA or SkaPack in an IDLH atmosphere in the event of an emergency situation.

In Scope Personnel – Rig Personnel who will be working or otherwise present in potential H2S release areas, including the rig floor, cellar, pits, and shaker areas. This would not include 3rd party contractors who do not have a function, besides evacuating the rig, during an emergency condition such as during a well control event or H2S / LEL alarm. All qualified personnel that have a function to shut a well in during an emergency will be considered In-Scope per this plan

Out of Scope Personnel –. All personnel that are not in scope will be Out of Scope per the definition of this plan

H2S Office – Onsite office trailer space or vehicle that will be designated as the H2S office

Marathon H2S Plan Custodian – Marathon HES Advisor, Supervisor or Technician that has been specifically assigned per the authorization page of this plan to maintain this document.


FRIZZLE FRY PEDERAL 22-32-15 SEC. 15 TWP. 22-5 RGE. 32-8 SURVEY: NM.P.M. COUNTY: LEA OPERATOR: MARATHON OIL PERMIAN LLC U.S.G.S. TOPOGRAPHIC MAP. THE DIVIDE, N.M.



408 No. R5033



FRIZZLE FRY FEDERAL 22-32-15 SEC. 15 TWP. 22-S ROF. 32-E SURVEY: N.M.P.M. COUNTY: LEA OPERATOR: MARATHON OIL PERMIAN LLC U.S.O.S. TOPOGRAPHIC MAP. THE DIVIDE, N.M.



PERPARED ST: B-SCIARED (LASAL, LA 1309 LAUSVILLE AVENUE, KONTON, LA VISO BIB-323-6000 OPPUS 109 No. REAL

SAFETY EQUIPMENT

All H2S related Safety Equipment must be installed, tested and Operational at a depth of 500 fee above, or 3 days prior to penetrating the first zone expected to contain H2S.

SAFETY EQUIPMENT PROVIDED BY TOTAL SAFETY INC.

<u>QTY</u>	EQUIPMENT
6 each	30-minute self-contained breathing apparatus
6 each	ELSA Escape Packs
1 Lot	Sufficient low-pressure airline hose with quick connects
1	6 Channel fixed H2S monitor
4	H2S Sensors (Loc determined at rig up – General: Cellar, Shale
	Shaker, floor/driller area)
4	Explosion proof Alarm Station (1-Drill Floor, 1- Pits/Shakers,
	1- Generators, 1 Quarters area)
10	Personal H2S Monitors
1	Gastec pump type gas detector
Set	Various range of H2s & SO2 detector tubes
2 each	Windsocks w/frames and poles
1 Set	H2S and briefing area signs
1 Set	Well condition signs and flags
1	Flare Gun & Flares

TYPE OF EQUIPMENT AND STORAGE LOCATIONS

1. There will be six 30-minute self-contained breathing apparatus on location. They will be positioned as follows: Two at Briefing Area #1 Two at Briefing Area #2, Two at rig dog house. SCBA Facepieces will be equipped with voice amplifiers for effective means of communication when using protective breathing apparatus.

2. There will be six Escape-type packs on location. One for the Derrickman. One on the Shaker. One at the bottom of rig dog house stairway and spares.

3. A Gastec, pump type, gas detector with low and high range detector tubes for H2S and SO2 will be located in the doghouse

4. Two Briefing Areas will be designated at opposite ends of the location.

5. The Briefing Area most upwind is designated as the Safety Briefing Area #1. In an emergency, personnel must assemble at this upwind area for instructions from their supervisor.

6.The H2S 'Safety" trailer provided by Total Safety, Inc. will contain a cascade system of at least 5 each -300 C.F. air cylinders that will provide a continuous air supply to air lines located on the rig. Note: This trailer will <u>Only</u> be provided if H2S conditions require the use of the Air Trailer. (If Required)

7. Two windsocks will be installed so as to be visible from all parts of the location.

8. A well condition warning sign will be displayed at the location entrance to advise of current operating conditions. The condition signs must be at least 200' from the entrance but not more than 500' away.

9. A list of emergency telephone numbers will be kept on rig floor, tool pusher's trailer, the Oil Company's trailer and in the "safety" trailer (if Provided).

- 10. The primary means of communication will be cell phones.
- 11. A barricade will be available to block the entrance to location should an emergency occur. In most cases the use of a vehicle is used to block the entrance.
- 12. A 6-channel H2S monitor will be located in the doghouse. The 3 sensors will be installed: one on the shale shaker, one at the Cellar, one at the rig floor.
- 13. An undulating high and low pitch siren and light will be installed on the derrick "A" leg.
- 14. If H2S concentration reach 10 ppm an explosion-proof bug blower (fan) will be installed under the rig floor to disperse possible accumulations of H2S.
- 15. Any time it is necessary to flare gas containing H2S, a Sulfur Dioxide monitor or Detector tubes will be used to determine SO2 concentrations.
- 16. A flare gun with flares will also be provided in the event it is necessary to ignite the well from a safe distance.

OPERATING PROCEDURES

BLOWOUT PREVENTION MEASURES DURING DRILLING

1. Blowout Prevention Requirements:

All BOP equipment shall meet the American Petroleum Institute specifications as to materials acceptable for H2S service and tested accordingly (or to BLM specifications).

2. Drilling String Requirements:

All drill string components are to be of material that meets the American Petroleum Institute's specifications for H2S service. All drill string components should be inspected to IADC critical service specifications prior to running in well.

GAS MONITORING EQUIPMENT

1. A continuous H2S detection system, consisting of three H2S detectors and an audible/visual warning system will be in operating during all phases of this H2S Drilling Operations Plan. The detection system will be adjusted and calibrated such that an H2S exposure of 10 ppm or higher (at any sensor) will trigger the audible and visual portion (wailing or yelping siren) of the warning system (i.e. H2S continually present at or above threshold levels) a trained operator or H2S supervisor will monitor the H2S detection system.

2. When approaching or completing H2S formations, crewmembers may attach personnel H2S monitors to their person.

3. Hand held H2S sampling gas detectors will be used to check areas not covered by automatic monitoring equipment.

CREW TRAINING AND PROTECTION

1. All personal working at the well site will be properly trained in accordance with the general training requirements outlined in the API Recommended Practices for Safe Drilling of Wells Containing H2S. The training will cover, but will not be limited to, the following:

- a. General information of H2S AND SO2 GAS
- b. Hazards of these gases
- c. Safety equipment on location
- d. Proper use and care of personal protective equipment
- e. Operational procedures in dealing with H2S gas
- f. Evacuation procedures
- g. First aid, reviving an H2S victim, toxicity, etc.
- h. Designated Safe Briefing Areas
- i. Buddy System
- j. Regulations
- k. Review of Drilling Operations Plan

2. Initial training shall be completed when drilling reaches, a depth of 500' above or 3 days prior to penetrating (whichever comes first) the first zone containing or expected to contain H2S. It must also include a review of the site specific Drilling Operations Plan and, if applicable, the Public Protections Plan.

3. Weekly H2S and well control drills for all personnel on each working crew shall be conducted.

4. All training sessions and drills shall be recorded on the driller's log or its equivalent.

5. Safety Equipment:

As outlined in the Safety Equipment index, H2S safety protection equipment will be available to/or assigned each person on location.

6. One person (by job title) shall be designated and identified to all on-site personnel as the person primarily responsible for the overall operation of the on-site safety and training programs. This will be the PIC

METALLURGICAL CONSIDERATONS

1. Steel drill pipe used in H2S environments should have yield strength of 95,000psi or less because of potential embrittlement problems. Must conform to the current National Association of Corrosion Engineers (NACE) Standard MR-0175-90, Material Requirement, Sulfide Stress Cracking Resistant Metallica Material for Oil Field Equipment. Drill stem joints near the top of the drill string are normally under the highest stress levels during drilling and do not have the protection of elevated down hole temperatures. These factors should be considered in design of the drill string. Precautions should be taken to minimize drill string stress caused by conditions such as excessive dogleg severity, improper torque, whip, abrasive wear or tool joints and joint imbalance. American Petroleum Institute, Bulletin RR 7G, will be used as a guideline for drill string precautions.

2. Corrosion inhibitors may be applied to the drill pipe or to the mud system as an additional safeguard.

3. Blowout preventors should meet or exceed the recommendations for H2S service as set forth in the latest edition of API RI 53.

MUD PROGRAM AND TREATING

1. It is of utmost importance that the mud be closely monitored for detection of H2S and reliability of the H2S treating chemicals.

2. Identification and analysis of sulfides in the mud and mud filtrates will be carried out per operators prescribed procedures.

3. The mud system will be pre-treated with Zinc Carbonate, Ironite Sponge or similar chemicals of H2S control prior to drilling into the H2s bearing formation. Sufficient quantities of corrosion inhibitor should be on location to treat the drill string during Drill Stem Test Operations. Additionally, Aqua Ammonia should be on hand to treat the drill string for crew protection, should H2S be encountered while tripping string following drill stem testing

WELL CONTROL EQUIPMENT

1. Flare System

a. A flare system shall be designed and installed to safely gather and burn H2S Bearing gas.

 Flare lines shall be located as far from the operating site as feasible and in a manner to compensate for wind changes.
 The flare line mouth shall be located not less then 150' from wellbore.

Flare lines shall be straight unless targeted with running tees.
 Flare Gun & Flares to ignite the well

2. Remote Controlled Choke

a. A remote controlled choke shall be installed for all H2S drilling and where feasible for completion operations. A remote controlled valve may be used in lieu of this requirement for completions operations.

3. Mud-gas separators and rotating heads shall be installed and operable for all exploratory wells.

OPERATING CONDITIONS

A Well Condition Sign and Flag will be posted on all access roads to the location. The sign shall be legible and large enough to be read by all persons entering the well site and be placed a minimum of 200' but no more than 500' from the well site which allows vehicles to turn around at a safe distance prior to reaching the site.

DEFINITION OF WARNING FLAGS

- Condition: GREEN-NORMAL OPERATIONS Any operation where the possibility of encountering H2S exists but no H2S has been detected.
- 2. Condition:

YELLOW-POTENTIAL DANGER, CAUTION Any operation where the possibility of encountering H2S exists and in all situations where concentrations of H2S are detected in the air below the threshold level (10ppm)

a. Cause of condition:

*Circulating up drill breaks *Trip gas after trip

*Circulating out gas on choke

*Poisonous gas present, but below threshold

concentrations

*Drill stem test

b. Safety Action:

*Check safety equipment and keep it with you

*Be alert for a change in condition

*Follow instructions

3. Condition:

RED-EXTREME DANGER

Presence of H2S at or greater than 10ppm. Breathing apparatus must be worn.

a. Safety action:

*MASK UP. All personal will have protective breathing equipment with them. All nonessential personnel will move to the Safe Briefing Area and stay there until instructed to do otherwise. All essential Qualified Personnel, using the "Buddy System" (those necessary to maintain control of the well) will don breathing apparatus to perform operations related to well control.

The decision to ignite the well is the responsibility of the operator's on-site representative and should be made only as a last resort, when it is clear that:

*human life is endangered

*there is no hope of controlling the well under prevailing conditions

Order evacuation of local people within the danger zone. Request help from local authorities, State Police, Sheriff's Dept. and Service Representative.

CIRCULATING OUT KICK (WAIT AND WEIGHT METHOD)

If it is suspected that H2S is present with the gas whenever a kick is taken, the wait and weight method of eliminating gas and raising the mud will be followed.

- 1. Wait and Weight Method:
 - a. The wait and Weight Method is:

*increase density of mud in pits to 'kill' weight mud.

*open choke and bring pump to initial circulating pressure by holding casing pressure at original valve until pump is up to predetermined speed.

*when initial circulating pressure is obtained on drill pipe, zero pump stroke counter and record time.

*reduce drill pipe pressure from initial circulating pressure to final circulating pressure by using pump strokes and/or time according to graph

*when 'kill' weight mud is at the bit, hold final circulating pressure until kill weight mud is to surface.

b. If a kick has occurred, the standard blowout procedure will be followed and the wait and weight method will be used to kill the well. When the well has been put on the choke and circulation has been established, the following safety procedure must be established.

*determine when gas is anticipated to reach surface.

*all non-essential personnel must be moved to safe briefing area
*all remaining personnel will check out and keep with them their protective breathing apparatus.
*mud men will see that the proper amount of H2S scavenging chemical is in the mud and record times checked
*make sure ignition flare is burning and valves are open to designated flare stacks

CORING OPERATIONS IN H2S BEARING ZONES

1. Personal protective breathing apparatus will be worn from 10 to 15 stands in advance of retrieving the core barrel. Cores to be transported should be sealed and marked to the presence of H2S.

a. Yellow Caution Flag will be flown at the well condition sign.

b. The "NO SMOKING" rule will be enforced

DRILL STEM TESTING OF H2S ZONES

- 1. The DST subsurface equipment will be suitable for H2S service as recommended by the API
- 2. Drill stem testing of H2S zone will be conducted in daylight hours
- 3. All non-essential personnel will be moved to an established safe area or off location
- 4. The "NO SMOKING" rule will be enforced
- 5. DST fluids will be circulated through a remote controlled choke and a separator to permit flaring of gas. A continuous pilot light will be used.
- 6. A yellow or red flag will be flown at entrance to location depending on present gas condition
- 7. If warranted, the use of Aqua Ammonia for neutralizing the toxicity of H2S from drill string
 - a. During drill stem tests adequate Filming Amine for H2S corrosion and Aqua Ammonia for neutralizing H2S should be on location.
 - 8. On completion of DST, if H2S contaminated formation fluids or gases are present in drill string, floor workers will be masked up before test valve is removed from drill string and continue "mask

on" conditions until such time that readings in the work area do not exceed 10ppm of H2S gas.

EMERGENCY PROCEDURES

SOUNDING ALARM

In case of an alarm the crews will muster up at the designated area. Total Safety will be dispatched with (2) HES Techs who are to go in under protective breathing air and check the alarm readings and sniff ambient air for the presence of H2S.

By no means are the Co. Rep or HES Advisor to go in under air with the HES Tech. If there is another method in place where the Rig Manager is to go in with the Tech we need to ensure that the rig company has cleared them and that they are properly trained.

1. The fact is to be instilled in the minds of all rig personnel that the sounding alarm means only one thing: <u>H2S IS PRESENT</u>. Everyone is to proceed to his assigned station and the contingency plan is put into effect.

DRILLING CREW ACTIONS

- 1. All personnel will don their protective breathing apparatus. The driller will take necessary precautions as indicated in operating procedures.
- 2. The Buddy system will be implemented. All personnel will act upon directions from the operator's on-site representative.
- 3. If there are non-essential personnel on location, they will move off location.
- 4. Entrance to the location will be patrolled, and the proper well condition flag will be displayed at the entrance to the location.

RESPONSIBILITIES OF PERSONNEL

In order to assure the proper execution of this plan, it is essential that one person be responsible for and in complete charge of implementing these procedures. The responsibility will be as follows:

- 1. The operator's on-site representative or his assistant
- 2. Contract Tool Pusher

STEPS TO BE TAKEN

In the event of an accidental release of a potentially hazardous volume of H2S, the following steps will be taken:

- 1. Contact by the quickest means of communications: the main offices of Oil Company & Contractor as listed on the preceding page.
- 2. An assigned crewmember will blockade the entrance to the location. No unauthorized personnel will be allowed entry into the location.
- 3. The operator's on-site representative will remain on location and attempt to regain control of the well.
- 4. The drilling company's rig superintendent will begin evacuation of those persons in immediate danger. He will begin by telephoning residents in the danger zone. In the event of no contact by telephoning, the tool pusher will proceed at once to each dwelling for a person-to-person contact. In the event the tool pusher cannot leave the location, he will assign a responsible crewmember to proceed in the evacuation off local residents. Upon arrival, the Sheriff's Department and TOTAL SAFETY personnel will aid in further evacuation.

LEAK IGNITION

Leak Ignition procedure: (used to ignite a leak in the event it becomes necessary to protect the public)

- 1. Two men, the operator's on-site representative and the contractor's rig superintendent or TOTAL SAFETY's representative(s), wearing self-contained pressure demand air masks must determine the perimeter of the flammable area. This should be done with one man using an H2S detector and the other one using a flammable gas detector. The flammable perimeter should be established at 30% to 40% of the lower flammable limits.
- 2. After the flammable perimeter has been established and all employees and citizens have been removed from the area, the ignition team should move to the up-wind area of the leak perimeter and fire a flare into the area if the leak isn't ignited on the first attempt, move in 20 to 30 feet and fire again. Continue moving in and firing until the leak is ignited or the flammable gas detector indicates the ignition

team is moving into the hazardous area. If trouble is incurred in igniting the leak by firing toward the leak, try firing 40 degrees to 90 degrees to each side of the area where you have been firing. If still no ignition is accomplished ignite the copper line burner and push it into the leak area. This should accomplish ignition. If ignition is not possible due to the makeup of the gas, the toxic leak perimeter must be established and maintained to insure evacuation is completed and continue until the emergency is secure.

- 3. The following equipment and man-power will be required to support the ignition team:
 - a. one flare gun with flares
 - b. four pressure demand air packs
 - c. two nylon ropes tied to the ignition team
 - d. two men in a clear area equipped with air packs
 - e. portable propane bottle with copper line
- 4. The person with the final authority to ignite the well.

GENERAL EQUIPMENT

- 1. Two areas on the location will be designated as Briefing Areas. The one that is upwind from the well will be designated a the "Safe Briefing Area"
- 2. In the case of an emergency, personnel will assemble in the upwind area as per prior instructions from the operator's representative.
- 3. The H2S "Safety" trailer provide by TOTAL SAFETY will contain 10 air cylinders, a resuscitator, one 30-minute air pack and will have a windsock.
- 4. Two other windsocks will be installed.
- 5. A condition warning sign will be displayed at the location entrance.
- 6. A list of emergency telephone numbers will be kept on the rig floor, tool pusher's trailer and the Oil Company's trailer.
- 7. Two barricades will be available to block the entrance to location.
- 8. An undulating high and low pitch siren will be installed.
- 9. A telephone line or mobile phone will be available at the well site for incoming and outgoing communications.

CRITICAL OPERATIONS

These guidelines will be implemented during H2S alarms on drilling locations with the intent of minimizing catastrophic damage of "<u>critical</u> <u>tasks</u>" <u>ONLY</u> and exposure of field personnel (e.g. cement in the stack). <u>We will wait on Total Safety (or H2S Safety Company) for all other alarm</u> <u>events that aren't defined as "critical"</u>.

1.) H2S alarm sounds, crews secure well, and muster based off of wind direction. MOC Operation, MOC Safety, and H2S service company notification will be made and representative from the H2S Service Company is in route to location.

2.) Two qualified in scope personnel will don SCBA, utilizing the "buddy system", and respond to area of H2S alarm location to verify the presence of H2S utilizing hand held four gas analyzer or other approved and provided method.

3.) If no H2S is found, the "all clear" will be authorized by the Marathon Oil Drilling Superintendent and HES to resume operations. H2S service company will still be required to respond.

Note: Personnel will return to muster area awaiting H2S service company and additional equipment if H2S is verified.

Note: Personnel will be trained annually on H2S and the elements of this guideline. The MOC HES Advisor and Co Man will receive hands on training from a H2S service company field tech, on how to properly identify the location of the alarming sensor, and the proper method for checking the alarmed area.

APPENDICES

EMERGENCY & MEDICAL FACILITIES:

Marathon Oil Corporation Emergency Numbers

Brent Evans	Drilling Manager	blevans@marathonoil.com	832 967-8474
Mark Bly	Drilling Superintendent	permiansuper@marathonoil.com	281-840-0467
Chad Butler	Drilling Superintendent	permiansuper@marathonoil.com	281-840-0467
Jacob Beaty	Drilling Engineer	jabeaty@marathonoil.com	713-296-1915
Noah Adams	HES Professional	njadams@marathonoil.com	713-591-4068
Nick Rogers	Lead HES Advisor	permiandches@marathonoil.com	281-659-3734
Scott Doughty	Lead HES Advisor	permiandches@marathonoil.com	281-659-3734
H&P 480	Company Man	Hp480@marathonoil.com	281-768-9946
H&P 498	Company Man	Hp498@marathonoil.com	281-745-0771
H&P 441	Company Man	Hp441@marathonoil.com	
H&P 423	Company Man	Hp423@marathonoil.com	
H&P 480	HES Advisor	Hp480hes@marathonoil.com	
H&P 498	HES Advisor	Hp498hes@marathonoil.com	
H&P 441	HES Advisor	HP441hes@marathonoil.com	
H&P 423	HES Advisor	Hp423hes@marathonoil.com	

Emerge	ency Services A	rea Numbers: Or Call 911	
Sheriff (Eddy County, NM)	575-887-7551	New Mexico Poison Control	800-222-1222
Sheriff (Lea County, NM)	575-396-3611	Border Patrol (Las Cruces, NM)	575-528-6600
New Mexico State Police	575-392-5580/5588	Energy Minerals & Natural Resources Dept.	575-748-1283
Carlsbad Medical Center	575-887-4100	Environmental Health Dept.	505-476-8600
Lea Regional Medical Center	575-492-5000	OSHA (Santa Fe, NM)	505-827-285
Police (Carlsbad, NM)	575-885-2111		
Police (Hobbs, NM)	575-392-9265		
Fire (Carlsbad, NM)	575-885-3124		
Fire (Hobbs, NM)	575-397-9308		
Ambulance Service	911	TOTAL SAFETY H2S – SAFETY SERVICES	432-561-5049

1. For Life Flight, 1st dial "911" They will determine nearest helicopter and confirm the need for helicopter.

RESIDENTS AND LANDOWNERS

AERIAL SATELLITE MAP



RESIDENCE

THERE ARE NO RESIDENCE WITHIN 1 MILE RADIUS OF WELL LOCATION.

ADDITIONAL INFORMATION

A. HYDROGEN SULFIDE ESSAY

A deadly enemy of those people employed in the petroleum industry, this gas can paralyze or kill quickly. At least part of the answer lies in <u>education</u> in the hazards, symptoms, characteristics, safe practices, treatment, and the proper use of personal protective equipment.

B. HYDROGEN SULFIDE HAZARDS

The principal hazard to personnel is asphyxiation or poisoning by inhalation. Hydrogen Sulfide is a colorless, flammable gas having an offensive odor and a sweetish taste. It is highly toxic and doubly hazardous because it is heavier than air (specific gravity = 1.19). It's offensive odor, like that of a rotten egg, has been used as an indicator by many old timers in the oil field, but is not a reliable warning of the presence of gas in a dangerous concentration because people differ greatly I their ability to detect smells. Where high concentrations are encountered, the olfactory nerves are rapidly paralyzed, diluting the sense of smell as a warning indicator. A concentration of a few hundredths of one percent higher than that causing irritation can cause asphyxia and death-in other words there is a very narrow margin between conscious ness and unconsciousness, and between unconsciousness and death.

Where high concentrations cause respiratory paralysis, spontaneous breathing does not return unless artificial respiration is applies. Although breathing is paralyzed the heart may continue beating for ten minutes after the attack.

C. PHYSIOLOGICAL SYSTEMS

<u>ACUTE</u>: results in almost instantaneous asphyxia, with seeming respiratory paralysis acute poisoning, or strangulation, may occur after even a few seconds inhalation of high concentration and results in panting respiration, pallor, cramps, paralysis and almost immediate loss of consciousness with extreme rapidity from respiratory and cardiac paralysis. One breath of a sufficiently high concentration may have this result. SUBACUTE: RESULTS IN IRRITATION, PRINCIPALLY OF THE EYES, PERSISTENT COUGH, TIGHTENING OR BURNING IN THE CHEST AND SKIN IRRITATION FOLOWED BY DEPRESSION OF THE CENTRAL NERVOUS SYSTEM. The eye irritation ranges in severity from mild conjunctivitis to swelling and bulging of the conjunctiva photophobia (abnormal intolerance of light) and temporary blindness.

D. TREATMENT

- 1. Victim should be removed to fresh air immediately by rescuers wearing respiratory protective equipment. Protect yourself while rescuing.
- 2. If the victim is not breathing, begin immediately to apply artificial respiration. (See other chart for the chances for life after breathing has stopped.) If a resuscitator is available let another employee get it and prepare for use.
- 3. Treat for shock, keep victim warm and comfortable
- 4. Call a doctor, in all cases, victims of poisoning should be attended by a physician.

E. CHARACTERISTICS OF H2S

- 1. Extremely Toxic (refer to chart for toxicity of Hydrogen Sulfide).
- 2. Heavier than air. Specific gravity= 1.19.
- 3. Colorless, has odor of rotten eggs.
- 4. Burns with a blue flame and produces sulfur Dioxide (SO2) gas, which is very irritating to eyes and lungs. The SO2 is also toxic and can cause serious injury.
- 5. H2S is almost as toxic as hydrogen cyanide.
- 6. H2S forms explosive mixture, with air between 4.3% and 46% by volume.
- 7. Between 5 and 6 times as toxic as carbon monoxide.
- 8. Produces irritation to eyes, throat, and respiratory tract.
- 9. Threshold Limit Value (TLV) maximum of eight hours exposure without protective respiratory equipment-10ppm.

F. SAFE PRACTICES

If you are faced with an H2S problem in your operations, the following safe practices are recommended:

- 1. Be absolutely sure all concerned are familiar with the hazards concerning H2S and how to avoid it.
- 2. All employees should know how to operate and maintain respiration equipment.
- 3. Be able to give and demonstrate artificial respiration.
- 4. Post areas where there is poisonous gas with suitable warning signs.
- 5. Be sure all new employees are thoroughly schooled before they are sent to the field-tomorrow may be too late.
- 6. Teach men to avoid gas whenever possible-work on the windward side, have fresh air mask available.
- 7. Never let bad judgment guide you-wear respiratory equipment when gauging tanks, etc. Never try to hold your breath in order to enter a contaminated atmosphere.
- 8. In areas of high concentration, a two-man operation is preferred.
- 9. Never enter a tank, cellar or other enclosed place where gas can accumulate without proper respiratory protective equipment and a safety belt secured to a lifeline held by another person outside.
- 10. Always check out danger areas first with H2S detectors before allowing anyone to enter. DO NOT TRY TO DETERMINE THE PRESENCE OF GAS BY its ODOR.
- 11.Wear proper respiratory equipment for the job at hand. Never take a chance with equipment with which you are unfamiliar. If in doubt, consult your supervisor.
- 12.Carry out practice drills every month with emergency and maintenance breathing air equipment. Telling or showing a group how to operate equipment is not enough-make them show you.
- 13.Maximum care should be taken to prevent the escape of fumes into the air of working places by leaks, etc.
- 14.Communication such as radio and telephones should be provided for those people employed where H2S may be present.

TOXICITY OF HYDROGEN SULFIDE TO MEN

H2S Per Cent (PPM)*	0 - 2 Minutes	0 - 15 Minutes	15 - 30 <u>Minutes</u>	30 Minutes to 1 hour	1 - 4 Hours	4 - 8 Hours	4 - 48 Hours
0.005 (50 0.010 (100				Mild Conjunctiv- ities; respiratory tract irritation			
0.010 (100 0.015 (150		Coughing; irritation of eyes; loss of sense of smell	Disturbed respiration; pain in eyes; sleepiness	Throat	Salivation 6 mucous dis- charge; sharp pain in eyes; coughing	Increased symptoms*	Hemorrhage & death*
0.015 (150 0.020 (200		Loss of sense of smell	Throat & eye irritation	Throat & eya irritation	Difficult breathing; blurred vision; light & shy	Serious irritating effects	Hemorrhage & death*
0.025 (250 0.035 (350	-	Irritation of eyes	Painful secretion of tears; weari- ness	Light & shy; pasal catarrh; pain in eyes; difficult breathing	Hemorrhage 6 death		
0.035 (350		Irritation of eyes; loss of sense of smell	Difficult raspiration coughing; irritation of eyes	Increased irritation of eyes and nasal tract; dull pain head; weariness; light shy	Dizziness weak- ness; increased irritation; death	Death*	
0.050 (500) Coughing collapse & unconscious- ness	Respiratory disturbances; irritation of eyes; collapse	Serious eye irritation; palpitation of heart; few cases of death*	Severe pain in eyes and head disginess; trem-			
0.060 (600 0.070 (700 0.808 (800 0.100 (1000) unconscious-) ness; death*	Collapse* unconscious- ness; desth*					
0.150 (1500	2					<u></u>	<u> </u>

*Data secured from experiments of dogs which have susceptibility similar to men. **PPM - parts per million

MARATHON OIL - H2S Preparedness and Contingency Plan Summary



MARATHON OIL - FLEX III PAD (Closed Loop System)





1	(11)			Pro Dire				-		
Maratl	honOi	il		Survey	Report				PRO DIREC	TIONA
Company:	Marathon Oil			Local Co-	ordinate Refer	ence:	Well WXY #7H			-
Project:	Lea County, NM			TVD Refe	rence:		Well @ 3816.50 (H&P423))	Dusft (GL: 3790' ·	+ KB: 26.5'	
Site:	Frizzle Fry F C 22	-32-15		MD Refere	ence:		• •	Dusft (GL: 3790'	+ KB: 26.5'	
Well:	WXY #7H			North Ref			Grid			
Wellbore: Design:	OH Prelim Plan A			Database	lculation Meth	iod:	Minimum Curva WellPlanner1	iture		
Project	Lea County, I	M			· · · · · · · · · · · · · · · · · · ·				÷	
Map System: Geo Datum: Map Zone:		9 1927 (Exact sol DCON CONUS) ast 3001	ution)	System	Datum:		Mean Sea Lev	el		
Site	Frizzle Fry F	C 22-32-15								
Site Position:			Northing:		09,175.53 usft					.39808
From: Position Uncertai	Map nty:		Easting: Slot Radius:	7	05,302.08 usft 13-3/16 ⁼	-	e: vergence:			.668174 .36 °
	14/202/ #71.1			<u> </u>		·				
Well Well Position	WXY #7H +N/-S	0.00 usft	Northing:		509,175.	52 usft	Latitude:	-	32	.39808
Went Conton	+E/-W	0.00 usft	Easting:		705,392.		Longitude:			66788
Position Uncertai	nty	0.00 usft	Wellhead Elev	vation:		usft	Ground Level:		3,790).00 us
Wellbore	ОН									-
Magnetics	Model Na	ame s	Sample Date	Dec	lination (°)	0	Dip Angle (°)		Strength (nT)	
		HDGM	2/6/2018		6.92		60.22		48,200.40	•
Design	Prelim Plan A	· · · · · · · · · · · · · · · · · · ·								
Audit Notes:										
Version:			Phase:	PLAN	·	Tie On Depth	:			0.00
Vertical Section:		Depth Fro (us		+N/-S (usft)		+E/-W (usft)		Direction (°)		
		(48	0.00		.00	0.00			9.68	
Survey Tool Prog	ram	Date 2/14/20)18							
From	То									
(usft)	(usft)	Survey (Wellbo			Tool Name		Description			
0. 5,000.	•	Prelim Plan A (C Prelim Plan A (C			MWD+IFR1 MWD+IFR1		OWSG MWD			
10,000.		Prelim Plan A (C	•		MWD+IFR1		OWSG MWD			
Planned Survey										
Measure	d		Vertical			Vertical	Dogleg	Build	Turn	
Depth (usft)	Inclination (°)	Azimuth (°)	Depth (usft)	+N/-S (usft)	+E/-W (usit)	Section (usit)	Rate (°/100usft)	Rate (°/100usft)	Rate (°/100usft)	
	.00 0.00		0.00	0.00	0.00	0.00		0.00	0.00	
		0.00								
- 100.	.00.00		100.00	0.00	0.00	0.00		0.00	0.00	
			200.00	0.00	0.00	0.00		0.00	0.00	
200.			200.00	0.00	0.00	0.00	0.00	0.00	0.00	
300.			300.00							
			400.00	0.00	0.00	0.00		0.00	0.00	

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Pro Directional

Survey Report



Company: Marathon Oil Local Co-ordinate Reference: Well WXY #7H Well @ 3816.50usft (GL: 3790' + KB: 26.5' Project: Lea County, NM **TVD Reference:** (H&P423)) Site: Frizzle Fry F C 22-32-15 Well @ 3816.50usft (GL: 3790' + KB: 26.5' **MD Reference:** (H&P423)) WXY #7H Grid Well: North Reference: он Minimum Curvature Wellbore: **Survey Calculation Method:** Prelim Plan A WellPlanner1 Design: Database:

Planned Survey

Measured Depth	Inclination	Azimuth	Vertical Depth	+N/-S	+E/-W	Vertical Section	Dogleg Rate	Build Rate	Turn Rate
(usft)	(*)	(°)	(usft)	(usft)	(usft)	(usft)	(°/100usft)	(°/100usft)	(°/100usft)
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	1.00	70.50	2,099.99	0.29	0.82	-0.29	1.00	1.00	0.00
2,200.00	2.00	70.50	2,199.96	1.16	3.29	-1.15	1.00	1.00	0.00
2,300.00	3.00	70.50	2,299.86	2.62	7.40	-2.58	1.00	1.00	0.00
2,400.00	4.00	70.50	2,399.68	4.66	13.16	-4.58	1.00	1.00	0.00
2,500.00	5.00	70.50	2,499.37	7.28	20.55	-7.16	1.00	1.00	0.00
2,600.00	6.00	70.50	2,598.90	10.48	29.59	-10.31	1.00	1.00	0.00
2,700.00	7.00	70.50	2,698.26	14.25	40.26	-14.03	1.00	1.00	0.00
2,800.00	8.00	70.50	2,797.40	18.61	52.56	-18.32	1.00	1.00	0.00
2,900.00	9.00	70.50	2,896.30	23.54	66.50	-23.17	1.00	1.00	0.00
3,000.00	10.00	70.50	2,994.93	29.05	82.05	-28.59	1.00	1.00	0.00
3,100.00	10.00	70.50	3,093.41	34.85	98.42	-34.30	0.00	0.00	0.00
3,200.00	10.00	70.50	3,191.89	40.64	114.79	-40.00	0.00	0.00	0.00
3,300.00	10.00	70.50	3,290.37	46.44	131.16	-45.71	0.00	0.00	0.00
3,400.00	10.00	70.50	3,388.85	52.24	147.53	-51.41	0.00	0.00	0.00
3,500.00	10.00	70.50	3,487.33	58.03	163.90	-57.11	0.00	0.00	0.00
3,600.00	10.00	70.50	3,585.82	63.83	180.27	-62.82	0.00	0.00	0.00
3,700.00	10.00	70.50	3,684.30	69.62	196.64	-68.52	0.00	0.00	0.00
3,800.00	10.00	70.50	3,782.78	75.42	213.01	-74.23	0.00	0.00	0.00
3,900.00	10.00	70.50	3,881.26	81.21	229.38	-79.93	0.00	0.00	0.00
4,000.00	10.00	70.50	3,979.74	87.01	245.74	-85.64	0.00	0.00	0.00
4,100.00	10.00	70.50	4,078.22	92.80	262.11	-91.34	0.00	0.00	0.00
4,200.00	10.00	70.50	4,176.70	98.60	278.48	-97.04	0.00	0.00	0.00
4,300.00	10.00	70.50	4,275.18	104.40	294.85	-102.75	0.00	0.00	0.00
4,400.00	10.00	70.50	4,373.66	110.19	311.22	-108.45	0.00	0.00	0.00
4,500.00	10.00	70.50	4,472.14	115.99	327.59	-114.16	0.00	0.00	0.00
4,600.00	10.00	70.50	4,570.62	121.78	343.96	-119.86	0.00	0.00	0.00
4,700.00	10.00	70.50	4,669.10	127.58	360.33	-125.56	0.00	0.00	0.00



Pro Directional Survey Report



Company:	Marathon Oil	Local Co-ordinate Reference:	Well WXY #7H
Project:	Lea County, NM	TVD Reference:	Well @ 3816.50usft (GL: 3790' + KB: 26.5' (H&P423))
Site:	Frizzle Fry F C 22-32-15	MD Reference:	Well @ 3816.50usft (GL: 3790' + KB: 26.5' (H&P423))
Well:	WXY #7H	North Reference:	Grid
Wellbore:	ОН	Survey Calculation Method:	Minimum Curvature
Design:	Prelim Plan A	Database:	WellPlanner1

Planned Survey

Measured Depth	Inclination	Azimuth	Vertical Depth	+N/-S	+E/-W	Vertical Section	Dogleg Rate	Bulid Rate	Turn Rate
(usft)	(°)	(°)	(usft)	(usft)	(usft)	(usft)	(°/100usft)	(°/100usft)	(°/100usft)
4,800.00	10.00	70.50	4,767.58	133.37	376.70	-131.27	0.00	0.00	0.00
4,900.00	10.00	70.50	4,866.07	139.17	393.07	-136.97	0.00	0.00	0.00
4,930.67	10.00	70.50	4,896.27	140.95	398.09	-138.72	0.00	0.00	0.00
5,000.00	9.31	70.50	4,964.62	144.83	409.05	-142.54	1.00	-1.00	0.00
5,100.00	8.31	70.50	5,063.44	149.94	423.48	-147.57	1.00	-1.00	0.00
5,200.00	7.31	70.50	5,162.51	154.47	436.28	-152.03	1.00	-1.00	0.00
5,300.00	6.31	70.50	5,261.80	158.43	447.45	-155.93	1.00	-1.00	0.00
5,400.00	5.31	70.50	5,361.29	161.80	456.99	-159.25	1.00	-1.00	0.00
5,500.00	4.31	70.50	5,460.94	164.60	464.89	-162.00	1.00	-1.00	0.00
5,600.00	3.31	70.50	5,560.71	166.82	471.15	-164.18	1.00	-1.00	0.00
5,700.00	2.31	70.50	5,660.59	168.45	475.76	-165.79	1.00	-1.00	0.00
5,800.00	1.31	70.50	5,760.54	169.50	478.74	-166.83	1.00	-1.00	0.00
5,900.00	0.31	70.50	5,860.53	169.97	480.06	-167.29	1.00	-1.00	0.00
5,930.67	0.00	0.00	5,891.20	170.00	480.14	-167.32	1.00	-1.00	0.00
6,000.00	0.00	0.00	5,960.53	170.00	480.14	-167.32	0.00	0.00	0.00
6,100.00	0.00	0.00	6,060.53	170.00	480.14	-167.32	0.00	0.00	0.00
6,200.00	0.00	0.00	6,160.53	170.00	480.14	-167.32	0.00	0.00	0.00
6,300.00	0.00	0.00	6,260.53	170.00	480.14	-167.32	0.00	0.00	0.00
6,400.00	0.00	0.00	6,360.53	170.00	480.14	-167.32	0.00	0.00	0.00
6,500.00	0.00	0.00	6,460.53	170.00	480.14	-167.32	0.00	0.00	0.00
6,600.00	0.00	0.00	6,560.53	170.00	480.14	-167.32	0.00	0.00	0.00
6,700.00	0.00	0.00	6,660.53	170.00	480.14	-167.32	0.00	0.00	0.00
6,800.00	0.00	0.00	6,760.53	170.00	480.14	-167.32	0.00	0.00	0.00
6,900.00	0.00	0.00	6,860.53	170.00	480.14	-167.32	0.00	0.00	0.00
7,000.00	0.00	0.00	6,960.53	170.00	480.14	-167.32	0.00	0.00	0.00
7,100.00	0.00	0.00	7,060.53	170.00	480.14	-167.32	0.00	0.00	0.00
7,200.00	0.00	0.00	7,160.53	170.00	480.14	-167.32	0.00	0.00	0.00
7,300.00	0.00	0.00	7,260.53	170.00	480.14	-167.32	0.00	0.00	0.00
7,400.00	0.00	0.00	7,360.53	170.00	480.14	-167.32	0.00	0.00	0.00
7,500.00	0.00	0.00	7,460.53	170.00	480.14	-167.32	0.00	0.00	0.00
7,600.00	0.00	0.00	7,560.53	170.00	480.14	-167.32	0.00	0.00	0.00
7,700.00	0.00	0.00	7,660.53	170.00	480.14	-167.32	0.00	0.00	0.00
7,800.00	0.00	0.00	7,760.53	170.00	480.14	-167.32	0.00	0.00	0.00
7,900.00	0.00	0.00	7,860.53	170.00	480.14	-167.32	0.00	0.00	0.00
8,000.00	0.00	0.00	7,960.53	170.00	480.14	-167.32	0.00	0.00	0.00
8,100.00	0.00	0.00	8,060.53	170.00	480.14	-167.32	0.00	0.00	0.00
8,200.00	0.00	0.00	8,160.53	170.00	480.14	-167.32	0.00	0.00	0.00
8,300.00	0.00	0.00	8,260.53	170.00	480.14	-167.32	0.00	0.00	0.00
8,400.00	0.00	0.00	8,360.53	170.00	480.14	-167.32	0.00	0.00	0.00
8,500.00	0.00	0.00	8,460.53	170.00	480.14	-167.32	0.00	0.00	0.00
8,600.00	0.00	0.00	8,560.53	170.00	480.14	-167.32	0.00	0.00	0.00
8,700.00	0.00	0.00	8,660.53	170.00	480.14	-167.32	0.00	0.00	0.00



Pro Directional

Survey Report



Company:	Marathon Oil	Local Co-ordinate Reference:	Well WXY #7H	Ì
Project:	Lea County, NM	TVD Reference:	Well @ 3816.50usft (GL: 3790' + KB: 26.5' (H&P423))	
Site:	Frizzle Fry F C 22-32-15	MD Reference:	Well @ 3816.50usft (GL: 3790' + KB: 26.5' (H&P423))	
Well:	WXY #7H	North Reference:	Grid	
Wellbore:	он	Survey Calculation Method:	Minimum Curvature	i
Design:	Prelim Plan A	Database:	WellPlanner1	

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)
8,800.00	0.00	0.00	8,760.53	170.00	480.14	-167.32	0.00	0.00	0.00
8,900.00	0.00	0.00	8,860.53	170.00	480.14	-167.32	0.00	0.00	0.00
9,000.00	0.00	0.00	8,960.53	170.00	480.14	-167.32	0.00	0.00	0.00
9,100.00	0.00	0.00	9,060.53	170.00	480,14	-167.32	0.00	0.00	0.00
9,200.00	0.00	0.00	9,160.53	170.00	480.14	-167.32	0.00	0.00	0.00
9,300.00	0.00	0.00	9,260.53	170.00	480.14	-167.32	0.00	0.00	0.00
9,400.00	0.00	0.00	9,360.53	170.00	480.14	-167.32	0.00	0.00	0.00
9,500.00	0.00	0.00	9,460.53	170.00	480.14	-167.32	0.00	0.00	0.00
9,600.00	0.00	0.00	9,560.53	170.00	480.14	-167.32	0.00	0.00	0.00
9,700.00	0.00	0.00	9,660.53	170.00	480.14	-167.32	0.00	0.00	0.00
9,800.00	0.00	0.00	9,760.53	170.00	480.14	-167.32	0.00	0.00	0.00
9,900.00	0.00	0.00	9,860.53	170.00	480.14	-167.32	0.00	0.00	0.00
10,000.00	0.00	0.00	9,960.53	170.00	480.14	-167.32	0.00	0.00	0.00
10,100.00	0.00	0.00	10,060.53	170.00	480.14	-167.32	0.00	0.00	0.00
10,200.00	0.00	0.00	10,160.53	170.00	480.14	-167.32	0.00	0.00	0.00
10,300.00	0.00	0.00	10,260.53	170.00	480.14	-167.32	0.00	0.00	0.00
10,400.00	0.00	0.00	10,360.53	170.00	480.14	-167.32	0.00	0.00	0.00
10,500.00	0.00	0.00	10,460.53	170.00	480.14	-167.32	0.00	0.00	0.00
10,600.00	0.00	0.00	10,560.53	170.00	480.14	-167.32	0.00	0.00	0.00
10,700.00	0.00	0.00	10,660.53	170.00	480.14	-167.32	0.00	0.00	0.00
10,800.00	0.00	0.00	10,760.53	170.00	480.14	-167.32	0.00	0.00	0.00
10,900.00	0.00	0.00	10,860.53	170.00	480.14	-167.32	0.00	0.00	0.00
11,000.00	0.00	0.00	10,960.53	170.00	480.14	-167.32	0.00	0.00	0.00
11,100.00	0.00	0.00	11,060.53	170.00	480.14	-167.32	0.00	0.00	0.00
11,200.00	0.00	0.00	11,160.53	170.00	480.14	-167.32	0.00	0.00	0.00
11,300.00	0.00	0.00	11,260.53	170.00	480.14	-167.32	0.00	0.00	0.00
11,400.00	0.00	0.00	11,360.53	170.00	480.14	-167.32	0.00	0.00	0.00
11,500.00	0.00	0.00	11,460.53	170.00	480.14	-167.32	0.00	0.00	0.00
11,572.47	0.00	0.00	11,533.00	170.00	480.14	-167.32	0.00	0.00	0.00
11,600.00	2.75	179.68	11,560.52	169.34	480.14	-166.65	10.00	10.00	0.00
11,650.00	7.75	179.68	11,610.29	164.76	480.17	-162.08	10.00	10.00	0.00
11,700.00	12.75	179.68	11,659.48	155.87	480.22	-153.18	10.00	10.00	0.00
11,750.00	17.75	179.68	11,707.70	142.72	480.29	-140.03	10.00	10.00	0.00
11,800.00	22.75	179.68	11,754.60	125.41	480.39	-122.73	10.00	10.00	0.00
11,850.00	27.75	179.68	11,799.80	104.09	480.50	-101.40	10.00	10.00	0.00
11,900.00	32.75	179.68	11,842.98	78.91	480.64	-76.22	10.00	10.00	0.00
11,950.00	37.75	179.68	11,883.80	50.06	480.80	-47.37	10.00	10.00	0.00
12,000.00	42.75	179.68	11,921.95	17.76	480.98	-15.07	10.00	10.00	0.00
12,050.00	47.75	179.68	11,957.13	-17.74	481.18	20.43	10.00	10.00	0.00
12,100.00	52.75	179.68	11,989.09	-56.17	481.39	58.86	10.00	10.00	0.00
12,150.00	57.75	179.68	12,017.58	-97.24	481.62	99.93	10.00	10.00	0.00
12,200.00	62.75	179.68	12,042.38	-140.64	481.86	143.33	10.00	10.00	0.00





Company:	Marathon Oil	Local Co-ordinate Reference:	Well WXY #7H	
Project:	Lea County, NM	TVD Reference:	Well @ 3816.50usft (GL: 3790' + KB: 26.5' (H&P423))	
Site:	Frizzle Fry F C 22-32-15	MD Reference:	Well @ 3816.50usft (GL: 3790' + KB: 26.5' (H&P423))	
Well:	WXY #7H	North Reference:	Grid	
Wellbore:	ОН	Survey Calculation Method:	Minimum Curvature	
Design:	Prelim Plan A	Database:	WellPlanner1	

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)
12,250.00	67.75	179.68	12,063.31	-186.03	482.11	188.72	10.00	10.00	0.00
-	72.75	179.68	12,080.20	-233.07	482.37	235.77	10.00	10.00	0.00
12,300.00			•						
12,350.00	77.75	179.68	12,092.92	-281.41	482.63	284.10	10.00	10.00	0.00
12,400.00	82.75	179.68	12,101.38	-330.67	482.91	333.37	10.00	10.00	0.00
12,450.00	87.75	179.68	12,105.52	-380.49	483.18	383.18	10.00	10.00	0.00
12,472.47	90.00	179.68	12,105.96	-402.95	483.30	405.64	10.00	10.00	0.00
12,500.00	90.00	179.68	12,105.96	-430.48	483.46	433,17	0.00	0.00	0.00
12,600.00	90.00	179.68	12,105.96	-530.48	484.01	533.17	0.00	0.00	0.00
12,700.00	90.00	179.68	12,105.96	-630.48	484.56	633.17	0.00	0.00	0.00
12,800.00	90.00	179.68	12,105.96	-730.47	485.11	733.17	0.00	0.00	0.00
12,900.00	90.00	179.68	12,105.96	-830.47	485.67	833.17	0.00	0.00	0.00
13,000.00	90.00	179.68	12,105.96	-930.47	486.22	933.17	0.00	0.00	0.00
13,100.00	90.00	179.68	12,105.96	-1,030.47	486.77	1,033.17	0.00	0.00	0.00
13,200.00	90.00	179.68	12,105.96	-1,130.47	487.32	1,133.17	0.00	0.00	0.00
13,300.00	90.00	179.68	12,105.96	-1,230.47	487.87	1,233.17	0.00	0.00	0.00
13,400.00	90.00	179.68	12,105.96	-1,330.47	488.43	1,333.17	0.00	0.00	0.00
13,500.00	90.00	179.68	12,105.96	-1,430.46	488.98	1,433.17	0.00	0.00	0.00
13,600.00	90.00	179.68	12,105.96	-1,530.46	489.53	1,533.17	0.00	0.00	0.00
13,700.00	90.00	179.68	12,105.96	-1,630.46	490.08	1,633.17	0.00	0.00	0.00
13,800.00	90.00	179.68	12,105.96	-1,730.46	490.64	1,733.17	0.00	0.00	0.00
13,900.00	90.00	179.68	12,105.96	-1,830.46	491.19	1,833.17	0.00	0.00	0.00
14,000.00	90.00	179.68	12,105.96	-1,930.46	491.74	1,933.17	0.00	0.00	0.00
14,100.00	90.00	179.68	12,105.97	-2,030.45	492.29	2,033.17	0.00	0.00	0.00
14,200.00	90.00	179.68	12,105.97	-2,130.45	492.85	2,133.17	0.00	0.00	0.00
14,300.00	90.00	179.68	12,105.97	-2,230.45	493.40	2,233.17	0.00	0.00	0.00
14,400.00	90.00	179.68	12,105.97	-2,330.45	493.95	2,333.17	0.00	0.00	0.00
14,500.00	90.00	179.68	12,105.97	-2,430.45	494.50	2,433.17	0.00	0.00	0.00
14,600.00	90.00	179.68	12,105.97	-2,530.45	495.05	2,533.17	0.00	0.00	0.00
14,700.00	90.00	179.68	12,105.97	-2,630.45	495.61	2,633.17	0.00	0.00	0.00
14,800.00	90.00	179.68	12,105.97	-2,730.44	496.16	2,733.17	0.00	0.00	0.00
14,900.00	90.00	179.68	12,105.97	-2,830.44	496.71	2,833.17	0.00	0.00	0.00
15,000.00	90.00	179.68	12,105.97	-2,930.44	497.26	2,933.17	0.00	0.00	0.00
15,100.00	90.00	179.68	12,105.97	-3,030.44	497.82	3,033.17	0.00	0.00	0.00
15,200.00	90.00	179.68	12,105.97	-3,130.44	498.37	3,133.17	0.00	0.00	0.00
15,300.00	90.00	179.68	12,105.97	-3,230.44	498.92	3,233.17	0.00	0.00	0.00
15,400.00	90.00	179.68	12,105.97	-3,330.43	499.47	3,333.17	0.00	0.00	0.00
15,500.00	90.00	179.68	12,105.97	-3,430.43	500.02	3,433.17	0.00	0.00	0.00
15,600.00	90.00	179.68	12,105.97	-3,530.43	500.58	3,533.17	0.00	0.00	0.00
15,700.00	90.00	179.68	12,105.97	-3,630.43	501.13	3,633.17	0.00	0.00	0.00
15,800.00	90.00	179.68	12,105.97	-3,730.43	501.68	3,733.17	0.00	0.00	0.00
15,800.00	90.00	179.68	12,105.97	-3,830.43	501.08	3,833.17	0.00	0.00	0.00
16,000.00	90.00	179.68	12,105.97	-3,930.43 -3,930.43	502.23 502.79	3,933.17	0.00	0.00	0.00

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Pro Directional

Survey Report



Company:	Marathon Oil	Local Co-ordinate Reference:	Well WXY #7H	
Project:	Lea County, NM	TVD Reference:	Well @ 3816.50usft (GL: 3790' + KB: 26.5' (H&P423))	1
Site:	Frizzle Fry F C 22-32-15	MD Reference:	Well @ 3816.50usft (GL: 3790' + KB: 26.5' (H&P423))	:
Well:	WXY #7H	North Reference:	Grld	
Wellbore:	ОН	Survey Calculation Method:	Minimum Curvature	
Design:	Prelim Plan A	Database:	WellPlanner1	;

Planned Survey

Measured Depth	Inclination	Azimuth	Vertical Depth	+N/-S	+E/-W	Vertical Section	Dogleg Rate	Build Rate	Turn Rate
(usft)	(°)	(°)	(usft)	(usft)	(usft)	(usft)	(°/100usft)	(°/100usft)	(°/100usft)
16,100.00	90.00	179.68	12,105.97	-4,030.42	503.34	4,033.17	0.00	0.00	0.00
16,200.00	90.00	179.68	12,105.97	-4,130.42	503.89	4,133.17	0.00	0.00	0.00
16,300.00	90.00	179.68	12,105.97	-4,230.42	504.44	4,233.17	0.00	0.00	0.00
16,400.00	90.00	179.68	12,105.98	-4,330.42	505.00	4,333.17	0.00	0.00	0.00
16,500.00	90.00	179.68	12,105.98	-4,430.42	505.55	4,433.17	0.00	0.00	0.00
16,600.00	90.00	179.68	12,105.98	-4,530.42	506.10	4,533.17	0.00	0.00	0.00
16,700.00	90.00	179.68	12,105.98	-4,630.42	506.65	4,633.17	0.00	0.00	0.00
16,800.00	90.00	179.68	12,105.98	-4,730.41	507.20	4,733.17	0.00	0.00	0.00
16,900.00	90.00	179.68	12,105.98	-4,830.41	507.76	4,833.17	0.00	0.00	0.00
17,000.00	90.00	179.68	12,105.98	-4,930.41	508.31	4,933.17	0.00	0.00	0.00
17,100.00	90.00	179.68	12,105.98	-5,030.41	508.86	5,033.17	0.00	0.00	0.00
17,200.00	90.00	179.68	12,105.98	-5,130.41	509.41	5,133.17	0.00	0.00	0.00
17,300.00	90.00	179.68	12,105.98	-5,230.41	509.97	5,233.17	0.00	0.00	0.00
17,400.00	90.00	179.68	12,105.98	-5,330.40	510.52	5,333.17	0.00	0.00	0.00
17,500.00	90.00	179.68	12,105.98	-5,430.40	511.07	5,433.17	0.00	0.00	0.00
17,600.00	90.00	179.68	12,105.98	-5,530.40	511.62	5,533.17	0.00	0.00	0.00
17,700.00	90.00	179.68	12,105.98	-5,630.40	512.18	5,633.17	0.00	0.00	0.00
17,800.00	90.00	179.68	12,105.98	-5,730.40	512.73	5,733.17	0.00	0.00	0.00
17,900.00	90.00	179.68	12,105.98	-5,830.40	513.28	5,833.17	0.00	0.00	0.00
18,000.00	90.00	179.68	12,105.98	-5,930.40	513.83	5,933.17	0.00	0.00	0.00
18,100.00	90.00	179.68	12,105.98	-6,030.39	514.38	6,033.17	0.00	0.00	0.00
18,200.00	90.00	179.68	12,105.98	-6,130.39	514.94	6,133.17	0.00	0.00	0.00
18,300.00	90.00	179.68	12,105.98	-6,230.39	515.4 9	6,233.17	0.00	0.00	0.00
18,400.00	90.00	179.68	12,105.98	-6,330.39	516.04	6,333.17	0.00	0.00	0.00
18,500.00	90.00	179.68	12,105.98	-6,430.39	516.59	6,433.17	0.00	0.00	0.00
18,600.00	90.00	179.68	12,105.99	-6,530.39	517.15	6,533.17	0.00	0.00	0.00
18,700.00	90.00	179.68	12,105.99	-6,630.38	517.70	6,633.17	0.00	0.00	0.00
18,800.00	90.00	179.68	12,105.99	-6,730.38	518.25	6,733.17	0.00	0.00	0.00
18,900.00	90.00	179.68	12,105.99	-6,830.38	518.80	6,833.17	0.00	0.00	0.00
19,000.00	90.00	179.68	12,105.99	-6,930.38	519.35	6,933.17	0.00	0.00	0.00
19,100.00	90.00	179.68	12,105.99	-7,030.38	519.91	7,033.17	0.00	0.00	0.00
19,200.00	90.00	179.68	12,105.99	-7,130.38	520.46	7,133.17	0.00	0.00	0.00
19,300.00	90.00	179.68	12,105.99	-7,230.38	521.01	7,233.17	0.00	0.00	0.00
19,400.00	90.00	179.68	12,105.99	-7,330.37	521.56	7,333.17	0.00	0.00	0.00
19,500.00	90.00	179.68	12,105.99	-7,430.37	522.12	7,433.17	0.00	0.00	0.00
19,600.00	90.00	179.68	12,105.99	-7,530.37	522.67	7,533.17	0.00	0.00	0.00
19,700.00	90.00	179.68	12,105.99	-7,630.37	523.22	7,633.17	0.00	0.00	0.00
19,800.00	90.00	179.68	12,105.99	-7,730.37	523.77	7,733.17	0.00	0.00	0.00
19,900.00	90.00	179.68	12,105.99	-7,830.37	524.33	7,833.17	0.00	0.00	0.00
20,000.00	90.00	179.68	12,105.99	-7,930.36	524.88	7,933.17	0.00	0.00	0.00
20,100.00	90.00	179.68	12,105.99	-8,030.36	525.43	8,033.17	0.00	0.00	0.00
20,200.00	90.00	179.68	12,105.99	-8,130.36	525.98	8,133.17	0.00	0.00	0.00

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Company:	Marathon Oil	Local Co-ordinate Reference:	Well WXY #7H	
Project:	Lea County, NM	TVD Reference:	Well @ 3816.50usft (GL: 3790' + KB: 26.5' (H&P423))	
Site:	Frizzle Fry F C 22-32-15	MD Reference:	Well @ 3816.50usft (GL: 3790' + KB: 26.5' (H&P423))	
Well:	WXY #7H	North Reference:	Grid	1
Wellbore:	он	Survey Calculation Method:	Minimum Curvature	
Design:	Prelim Plan A	Database:	WellPlanner1	

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)
20,300.00	90.00	179.68	12,105.99	-8,230.36	526.53	8,233.17	0.00	0.00	0.00
20,400.00	90.00	179.68	12,105.99	-8,330.36	527.09	8,333.17	0.00	0.00	0.00
20,500.00	90.00	179.68	12,105.99	-8,430.36	527.64	8,433.17	0.00	0.00	0.00
20,600.00	90.00	179.68	12,105.99	-8,530.36	528.19	8,533.17	0.00	0.00	0.00
20,700.00	90.00	179.68	12,105.99	-8,630.35	528.74	8,633.17	0.00	0.00	0.00
20,800.00	90.00	179.68	12,105.99	-8,730.35	529.30	8,733.17	0.00	0.00	0.00
20,900.00	90.00	179.68	12,106.00	-8,830.35	529.85	8,833.17	0.00	0.00	0.00
21,000.00	90.00	179.68	12,106.00	-8,930.35	530.40	8,933.17	0.00	0.00	0.00
21,100.00	90.00	179.68	12,106.00	-9,030.35	530.95	9,033.17	0.00	0.00	0.00
21,200.00	90.00	179.68	12,106.00	-9,130.35	531.50	9,133.17	0.00	0.00	0.00
21,300.00	90.00	179.68	12,106.00	-9,230.35	532.06	9,233.17	0.00	0.00	0.00
21,400.00	90.00	179.68	12,106.00	-9,330.34	532.61	9,333.17	0.00	0.00	0.00
21,500.00	90.00	179.68	12,106.00	-9,430.34	533.16	9,433.17	0.00	0.00	0.00
21,600.00	90.00	179.68	12,106.00	-9,530.34	533.71	9,533.17	0.00	0.00	0.00
21,700.00	90.00	179.68	12,106.00	-9,630.34	534.27	9,633.17	0.00	0.00	0.00
21,800.00	90.00	179.68	12,106.00	-9,730.34	534.82	9,733.17	0.00	0.00	0.00
21,900.00	90.00	179.68	12,106.00	-9,830.34	535.37	9,833.17	0.00	0.00	0.00
22,000.00	90.00	179.68	12,106.00	-9,930.33	535.92	9,933.17	0.00	0.00	0.00
22,022.97	90.00	179.68	12,106.00	-9,953.30	536.05	9,956.14	0.00	0.00	0.00
[FrizzleFry#]	7H]LTP/BHL								
22,067.97	90.00	179.68	12,106.00	-9,998.30	536.30	10,001.14	0.00	0.00	0.00

Target Name - hit/miss target - Shap e	Dip Angle (°)	Dip Dir. (°)	TVD (usft)	+N/-S (usft)	+E/-W (usft)	Northing (usft)	Easting (usft)	Latitude	Longitude
[FrizzleFry#7H]FTP - plan misses target (- Point	0.00 center by 482.	0.00 83usft at 0.0	0.00 Ousft MD (0.	-50.86 00 TVD, 0.00	480.14 N, 0.00 E)	509,124.66	705,872.18	32.397933	-103.666328
[FrizzleFry#7H]LTP/BHL - plan hits target cen - Point	0.00 ter	0.00	12,106.0 0	-9,953.30	536.05	499,222.22	705,928.09	32.370713	-103.666347

Checked By:

Approved By:

Date:

- NGL Removal On lease
 - O Plants are expensive, residue gas is still flared, and uneconomical to operate when gas volume declines

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MARATHON OIL PERMIAN LLC

DRILLING AND OPERATIONS PLAN

WELL NAME / NUMBER: FRIZZLE FRY FC 22-32-15 WXY 7HSTATE: NEW MEXICOCOUNTY: LEA

	NS-Foot	NS Indicator	EW-Foot	EW Indicator	TWSP	Range	Section	Aliquot/Lot/Trac	Latitud (NAD 83)	Longitud (NAD 83)	County	State	Meridian	Lease Type	Lease Number	Elevation	QW	IVD
SHL	274	FN L	852	FWL	22\$	32E	15	NWNW	32.39820387 N	103.66836980 W	Lea	NM	NMP	F	NMNM027805	3790	0	0
КОР	104	FN L	1331	FWL	22S	32E	15	NWNW	32.3986630 N	103.6668108 W	Lea	NM	NMP	F	NMNM027805	- 7743	11572	11533
PPP	330	FN L	1331	FWL	22S	32E	15	NWNW	32.39805588 N	103.66681527 W	Lea	NM	NMP	F	NMNM027805	- 8108	12101	11989
EXIT	0	FS L	1331	FWL	22\$	32E	15	SWSW	32.3844453 N	103.6668227 W	Lea	NM	NMP	F	NMNM027805	- 8316	17072	12106
PPP	0	FN L	1331	FWL	22S	32E	22	NWNW	32.3844453 N	103.6668227 W	Lea	NM	NMP	F	NMNM077058	- 8316	17072	12106
EXIT	330	FS L	1322	FWL	225	32E	22	SWSW	32.37083582 N	103.66683315 W	Lea	NM	NMP	F	NMNM077058	- 8316	22022	12106
BHL	330	FS L	1322	FWL	225	32E	22	SWSW	32.37083582 N	103.66683315 W	Lea	NM	NMP	F	NMNM077058	- 8316	22022	12106

1. GEOLOGIC NAME OF SURFACE FORMATION

a. Permian

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

Formation	True Vertical	Measured Depth	Lithologies	Mineral	Producing
	Depth (ft)	(ft)		Resources	Formation
Rustler	977	977	Anhydrite/Dolomite	BRINE	N
Salado	1,275	1275	Salt/Anhydrite	BRINE	N
Castile	3,095	3098	Salt/Anhydrite	BRINE	N
Lamar	4,813	4846	Limy Sands	OIL	Y
Bell Canyon	4,890	4924	Sands/Shale	OIL	Y
Cherry Canyon	5,957	5996	Sands/Shale	OIL	Y
Brushy Canyon	7,017	7056	Sands/Carbonates	OIL	Y
Bone Spring	8,712	8751	Sands/Carbonates	OIL	Y
1st Bone Spring			Sands/Carbonates	OIL	Y
Sand	9,858	9897			
2nd Bone Spring			Sands/Carbonates	OIL	Y
Sand	10,548	10587			
3 rd Bone Spring			Sands/Carbonates	OIL	Y
Sand	11,616	11655			
Wolfcamp	11,987	12096	Sands/Carbonates	OIL	Y

DEEPEST EXPECTED FRESH WATER: 450' TVD

ANTICIPATED BOTTOM HOLE PRESSURE: 8,837 psi

ANTICIPATED BOTTOM HOLE TEMPERATURE: 170 °F

ANTICIPATED ABNORMAL PRESSURE: N

ANTICIPATED ABNORMAL TEMPERATURE: \underline{N}

3. CASING PROGRAM

String Type	Hole Size	Csg Size	Top Set MD	Bottom Set MD	Top Set TVD	TVDBottom Set	Weight (lbs/ft)	Grade	Conn.	SF Collapse	SF Burst	SF Tension
Surface	<u>17 1/2</u>	<u>13 3/8</u>	<u>0</u>	<u>1050</u>	<u>0</u>	<u>1050</u>	<u>54.5</u>	<u>J55</u>	<u>STC</u>	<u>3.40</u>	<u>1.71</u>	<u>2.93</u>
Intermediate I	<u>12 1/4</u>	<u>9 5/8</u>	<u>0</u>	<u>4820</u>	<u>0</u>	<u>4820</u>	<u>40</u>	<u>J55</u>	<u>LTC</u>	<u>1.17</u>	<u>1.42</u>	<u>1.97</u>
Production csg	<u>8 3/4</u>	2	<u>0</u>	<u>1247</u> <u>0</u>	<u>0</u>	<u>1210</u> 5	<u>29</u>	<u>P110</u>	<u>BTC</u>	<u>2.21</u>	<u>1.18</u>	<u>2.29</u>
Production Liner	<u>6 1/8</u>	<u>4 1/2</u>	<u>1147</u> <u>0</u>	<u>2202</u> 2	<u>1143</u> 0	<u>1210</u> <u>6</u>	<u>13.5</u>	<u>P110</u>	<u>BTC</u>	<u>1.4</u>	<u>1.53</u>	<u>1.91</u>

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

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

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

4. <u>CEMENT PROGRAM:</u>

String Type	Lead/Tail	Stage Tool Depth	Top MD	Bottom MD	Quantity (sx)	Yield (ft3/sx)	Density (ppg)	Slurry Volume (ft3)	Excess (%)	Cement Type	Additives
Surface	Lead		0	840	668	1.747	13.5	1167	100	Class C	3 lbm/sk granular LCM + 0.1250 lbm/sk Poly-E- Flake
Surface	Tail		840	1050	214	1.364	14.8	292	100	Class C	0.25 % Accelerator
Intermediate I	Lead		0	3820	1222	1.73	12.8	2113	75	Class C	0.02 Gal/Sx Defoamer + 0.5% Extender + 1% Accelerator
Intermediate I	Tail		3820	4820	341	1.33	14.8	453	50	Class C	0.07 % Retarder
Production casing	Lead		4620	11470	648	2.7	11	1751	70	Class C	0.8% retarder + 10% extender + 0.02 gal/sk + 2.0% Extender + 015% Viscosifier
Production casing	Tail		11470	12470	179	1.09	15.6	195	30	Class H	3% extender + 0.1% Dispersant + 0.2% retarder
Production Liner	Tail		11470	22022	1059	1.22	14.5	1292	30	Class H	0.15% retarder + 3.5% extender + 0.25% fluid loss

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

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

Plug top	Plug Bottom	Excess (%)	Quantit y (sx)	Densit y (ppg)	Yield (ft3/sx)	Water gal/sk	Slurry Description and Cement Type

Attach plugging procedure for pilot hole.

5. PRESSURE CONTROL EQUIPMENT

BOP installed and tested before drilling which hole?	Size?	Min. Required WP	1	Гуре		Tested to:
			Ar	nnular	x	50% of working pressure
			Blir	nd Ram	x	
12 ¼"	13 5/8	5000	Pip	e Ram	x	5000
			Doul	Double Ram		3000
			Other*			
			5M /	Annular	x	50% of working pressure
	13 5/8	1000	Blind Ram Pipe Ram		x	
8 34"					x	
0 /4			Doul	ble Ram	x	10000
			Other *			
			5M /	Annular	x	50% of working pressure
			Blir	nd Ram	x	
6 1/8"	13 5/8	10000	Pip	e Ram	x	
	15 5/8		Doul	ole Ram	x	10000
			Other *			

*Specify if additional ram is utilized.

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

Pipe rams will be operationally checked each 24 hour period. Blind rams will be operationally checked on each trip out of the hole. These checks will be noted on the daily tour sheets. Other accessories to the BOP equipment will include a Kelly cock, full opening safety valve / inside BOP and choke lines and choke manifold. See attached schematics.

Y Formation integrity test will be performed per Onshore Order #2. On Exploratory wells or on that portion of any well approved for a 5M BOPE system or greater, a pressure integrity test of each casing shoe shall be performed. Will be tested in accordance with Onshore Oil and Gas Order #2 III.B.1.i.

Y		ance is requested for the use of a flexible choke line from the BOP to Choke Manifold. See attached for and hydrostatic test chart.
	N	Are anchors required by manufacturer?
Y	surface	tibowl wellhead is being used. The BOP will be tested per Onshore Order #2 after installation on the e casing which will cover testing requirements for a maximum of 30 days. If any seal subject to test re is broken the system must be tested.
	See att	ached schematic.

6. MUD PROGRAM:

Top Depth	Bottom Depth	Mud Type	Min. Weight (ppg)	Max. Weight (ppg)	Additional Characteristics
Q	<u>1050</u>	Water Based Mud	<u>8.4</u>	<u>8.8</u>	
<u>1050</u>	<u>4820</u>	Brine	<u>9.9</u>	<u>10.2</u>	
<u>4820</u>	<u>12470</u>	Cut Brine	<u>9.0</u>	<u>9.4</u>	
<u>12470</u>	<u>22022</u>	Oil Based Mud	<u>11.5</u>	<u>12.5</u>	

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

7. AUXILIARY WELL CONTROL AND MONITORING EQUIPMENT

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

8. LOGGING / CORING AND TESTING PROGRAM:

- A. Mud Logger: None.
- B. DST's: None.
- C. Open Hole Logs: GR while drilling from 9 5/8" Intermediate casing shoe to TD.

9. POTENTIAL HAZARDS:

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

10. ANTICIPATED STARTING DATE AND DURATION OF OPERATIONS

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



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

APD ID: 10400028886

Operator Name: MARATHON OIL PERMIAN LLC

Well Name: FRIZZLE FRY F C 22 32 15 WXY

Well Type: CONVENTIONAL GAS WELL

Section 1 - Existing Roads

Will existing roads be used? YES

Existing Road Map:

SUPO_1_FRIZZLE_FRY_F_C_22_32_15_ExistingRoadsMap_20180621093928.pdf

Existing Road Purpose: ACCESS

Row(s) Exist? NO

ROW ID(s)

ID:

Do the existing roads need to be improved? NO

Existing Road Improvement Description:

Existing Road Improvement Attachment:

Section 2 - New or Reconstructed Access Roads

Will new roads be needed? YES

New Road Map:

SUPO_2_20180202_R3833_FRIZZLE_FRY_F_C_22_32_15_NM_LE_0001.00160_REV0_CERTIFIED___BLM__PROPOS ED_LEAS_20180621093952.pdf

SUPO_2_FRIZZLE_FRY_F_C_22_32_15_New_Road_20180621093953.pdf

SUPO_2_20180202_R3833_FRIZZLE_FRY_F_C_22_32_15_NM_LE_0001.00060_REV0_CERTIFIED___BLM__PROPOS ED_LEAS_20180621093951.pdf

New road type: LOCAL

Length: 1745 Feet Width (ft.): 25

Max slope (%): 2

Max grade (%): 2

Army Corp of Engineers (ACOE) permit required? NO

ACOE Permit Number(s):

New road travel width: 14

New road access erosion control: The access road will have a small low water crossing at the point of leaving the existing lease road to allow for continued drainage along existing lease road. The new road will be crowned to allow proper water drainage and ditching will be constructed on both sides of the 1,745' access road along with proper compaction to prevent water and wind erosion. All ditching areas will be seeded with BLM #2 sandy soils seed mix to prevent water erosion.

Page 1 of 12

Show Final Text

SUPO Data Report

Well Number: 7H Well Work Type: Drill

Submission Date: 03/28/2018

Well Name: FRIZZLE FRY F C 22 32 15 WXY

Well Number: 7H

New road access plan or profile prepared? NO

New road access plan attachment:

Access road engineering design? NO

Access road engineering design attachment:

Access surfacing type: OTHER

Access topsoil source: ONSITE

Access surfacing type description: 6" compacted caliche

Access onsite topsoil source depth: 6

Offsite topsoil source description:

Onsite topsoil removal process: The topsoil will be stripped during construction activities and spread out on edge of road to be seeded during the interim reclamation of the well pad. Access other construction information:

Access miscellaneous information:

Number of access turnouts:

Access turnout map:

Drainage Control

New road drainage crossing: OTHER

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

Road Drainage Control Structures (DCS) description: Road will be crowned to allow proper water drainage and ditching will be constructed on both sides of the 10,445' access road. No other DCS's will be needed. **Road Drainage Control Structures (DCS) attachment:**

Access Additional Attachments

Additional Attachment(s):

Section 3 - Location of Existing Wells

Existing Wells Map? YES

Attach Well map:

SUPO_3_FRIZZLE_FRY_F_C_22_32_15_1Mile_Radius_Map_20180621094009.pdf

Existing Wells description:

Page 2 of 12

/____

Well Name: FRIZZLE FRY F C 22 32 15 WXY

Well Number: 7H

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

Submit or defer a Proposed Production Facilities plan? SUBMIT

Production Facilities description: Proposed Central Tank Battery (CTB) is proposed on the south side of the proposed Frizzle Fry Federal 22 32 15 well pad to allow for maximum interim reclamation of the well pad. 4 wells will go to this CTB. - There are 7 - 750 bbl steel tanks for oil storage and 11 – 750 bbl steel tanks for water storage planned for the CTB. - No permanent open top tanks will be used. - Open vent exhaust stacks will be modified to prevent birds or bats from entering, discourage perching, roosting, and nesting. - All chemical and fuel secondary containments will be covered for birds, wildlife, and livestock protection. The fluids will be disposed of as needed to prevent possible overflow. - The proposed CTB will have a secondary containment 1.5 times the holding capacity of largest storage tank plus freeboard to account for precipitation. - All above ground structures not subject to safety requirements will be painted a flat non-reflective shale green for blending with the surrounding environment. - At this time, the proposed CTB will have oil and water truck hauled from the facility. Pipelines/Flowlines: All flowlines transporting production from wells to the facility will remain on the pad; therefore, no further disturbance or ROW will be required. Powerlines: No power-lines will be needed. The power to the equipment will be provided via a natural gas generator.

Production Facilities map:

SUPO_4_FRIZZLE_FRY_F_C_22_32_15__PROPOSED_FACILITY_LAYOUT_20190121073007.pdf

Section 5 - Location and Types of Water Supply

Water Source Table

Water source use type: DUST CONTROL, INTERMEDIATE/PRODUCTION CASING, STIMULATION, SURFACE CASING Describe type:	Water source type: GW WELL Source longitude: -103.624985
Source latitude: 32.4003	
Source datum: NAD83	
Water source permit type: PRIVATE CONTRACT, WATER WELL	
Source land ownership: FEDERAL	
Water source transport method: PIPELINE	
Source transportation land ownership: FEDERAL	
Water source volume (barrels): 147500	Source volume (acre-feet): 19.011732
Source volume (gal): 6195000	
Water source use type: DUST CONTROL, INTERMEDIATE/PRODUCTION CASING, STIMULATION, SURFACE CASING	Water source type: GW WELL
Describe type:	Source longitude: -103.5595
Source latitude: 32.440388	
Source datum: NAD83	
Water source permit type: PRIVATE CONTRACT	

Dperator Name: MARATHON OIL PERMIAN LLC		
Well Name: FRIZZLE FRY F C 22 32 15 WXY Well Nu	mber: 7H	
Source land ownership: PRIVATE		
Water source transport method: PIPELINE		
Source transportation land ownership: FEDERAL		
Water source volume (barrels): 147500	Source volume (acre-feet): 19.011732	
Source volume (gal): 6195000		
Water source use type: DUST CONTROL, INTERMEDIATE/PRODUCTION CASING, STIMULATION, SURFAC CASING Describe type:	Water source type: GW WELL CE Source longitude: -103.60243	
Source latitude: 32.420967		
Source datum: NAD83		
Water source permit type: PRIVATE CONTRACT		
Source land ownership: STATE		
Water source transport method: PIPELINE		
Source transportation land ownership: FEDERAL		
Water source volume (barrels): 147500	Source volume (acre-feet): 19.011732	
Source volume (gal): 6195000		

Water source and transportation map:

SUPO_5_FRIZZLE_FRY_F_C_22_32_15_PAD_POND_CALICHE_LEASE_20180621094036.jpg

	2,28,22,211,58,211,111,22,2	Second and the second
,		and the second
	1. 1. 2.2.8.8 (2.1. 1. 2.2.1.1.1.2 ⁻²) (4.1. 8) (4.1. 6)	and the second
,		$(1, 1, 2, \dots, 2^{n-1}) = (1, 2^{n-1}) + (1, 2^{n-1$

New water well? NO

New Water Well I	nfo	
Well latitude:	Well Longitude:	Well datum:
Well target aquifer:		
Est. depth to top of aquifer(ft):	Est thickness o	f aquifer:
Aquifer comments:		
Aquifer documentation:		
Well depth (ft):	Well casing type:	
Well casing outside diameter (in.):	Well casing inside	e diameter (in.):

Well Name: FRIZZLE FRY F C 22 32 15 WXY

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:Casing top depth (ft.):

Section 6 - Construction Materials

Construction Materials description: Caliche will be used to construct well pad and roads. Material will be purchased from the nearest federal, state, or private permitted pit. • Source 1 - Caliche will be used to construct well pad and roads. Material will be purchased from the private land owners (MILLS RANCH) caliche pit located in Sec 3, T22S, R32E, Lea County, NM. Gps 32*25'25.62"N -103*39'20.08"W • Source 2 - Caliche will be used to construct well pad and roads. Material will be purchased from the BLM PIT located in Sec 13, T22S, R32E, Lea County, NM. Gps 32*23'44.20"N -103*37'15.78"W The proposed source of construction material will be located and purchased by construction contractor. Notification shall be given to BLM at (575) 234-5909 at least 3 working days prior to commencing construction of well pad or related infrastructure. **Construction Materials source location attachment:**

Well Number: 7H

SUPO_6_FRIZZLE_FRY_F_C_22_32_15_PAD_POND_CALICHE_LEASE_20180621094222.jpg

Section 7 - Methods for Handling Waste

Waste type: DRILLING

Waste content description: Drilling fluids and produced oil and water from the well during drilling operations.

Amount of waste: 1000 barrels

Waste disposal frequency : Daily

Safe containment description: Lined steel tanks

Safe containmant attachment:

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

FACILITY Disposal type description:

Disposal location description: Waste will be stored safely and disposed of properly in an NMOCD approved disposal facility.

Waste type: GARBAGE

Waste content description: Garbage and trash (solid waste)

Amount of waste: 1200 pounds

Waste disposal frequency : Weekly

Safe containment description: All garbage will be stored in closed containers

Safe containmant attachment:

Well Name: FRIZZLE FRY F C 22 32 15 WXY

Well Number: 7H

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

Disposal type description:

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

Waste type: SEWAGE

Waste content description: Human waste and grey water.

Amount of waste: 600 barrels

Waste disposal frequency : Weekly

Safe containment description: Portable toilets and sewage tanks.

Safe containmant attachment:

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

Disposal type description:

Disposal location description: All sewage waste will be managed by a third party and disposed of properly at a State approved disposal facility.

Waste type: COMPLETIONS/STIMULATION

Waste content description: Oil and water from drilling operations

Amount of waste: 1000 barrels

Waste disposal frequency : Daily

Safe containment description: Steel tanks

Safe containmant attachment:

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

Disposal type description:

Disposal location description: Waste will be stored safely and disposed of properly in an NMOCD approved disposal facility.

Reserve Pit

Reserve Pit being used? NO

Temporary disposal of produced water into reserve pit?

Reserve pit length (ft.) Reserve pit width (ft.)

Reserve pit depth (ft.)

Reserve pit volume (cu. yd.)

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

Reserve pit liner

Reserve pit liner specifications and installation description

Well Name: FRIZZLE FRY F C 22 32 15 WXY

Well Number: 7H

Cuttings Area

Cuttings Area being used? NO

Are you storing cuttings on location? YES

Description of cuttings location The well will be drilled utilizing a closed loop system. Drill cutting will be properly disposed of into lined steel tanks and taken to an NMOCD approved disposal facility. **Cuttings area length (ft.) Cuttings area width (ft.)**

Cuttings area depth (ft.)

Cuttings area width (ft.) Cuttings area volume (cu. yd.)

rea depth (ft.)

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

WCuttings area liner

Cuttings area liner specifications and installation description

Section 8 - Ancillary Facilities

Are you requesting any Ancillary Facilities?: NO

Ancillary Facilities attachment:

Comments:

Section 9 - Well Site Layout

Well Site Layout Diagram:

SUPO_9_FRIZZLE_FRY_F_C_22_32_15_WellVicinityMap_20180621094239.pdf

SUPO_9_FRIZZLE_FRY_F_C_22_32_15_Proposed_WellPadSurfacePlat_20190123083802.pdf

SUPO_9_FRIZZLE_FRY_F_C_22_32_15_ProposedWellLocationPlat_20190123083811.pdf

Comments: Exterior well pad dimensions are 540' by 470'. Note this pad will have 4 wells, see Well Pad Surface Plat. Interior well pad dimensions from first point of entry (well head) are: From west-290', north-220', east-250', south-250'. Tank battery pad dimensions are 85' by 350' on south for tanks and separation equipment. Total disturbance area needed for construction activities will be 5.83 acres. Topsoil will be places on the west (315' x 30') of the pad to accommodate interim reclamation activities.

Section 10 - Plans for Surface Reclamation

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Recontouring attachment:

SUPO_10_FRIZZLE_FRY_F_C_22_32_15_InterimReclamationPlat_20190123083839.pdf

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

Drainage/Erosion control reclamation: BMP will be used to control erosion, runoff and siltation of surrounding area. All areas reclaimed will be ripped across the slope to prevent water erosion.

Well Name: FRIZZLE FRY F C 22 32 15 WXY

Well Number: 7H

Well pad proposed disturbance (acres): 5.83	Well pad interim reclamation (acres):	Well pad long term disturbance (acres): 4.18
· · ·	Road interim reclamation (acres): 0.44	Road long term disturbance (acres):
Powerline proposed disturbance (acres): 0	Powerline interim reclamation (acres): 0	Powerline long term disturbance
Pipeline proposed disturbance (acres): 0	Pipeline interim reclamation (acres): 0	Pipeline long term disturbance
Other proposed disturbance (acres): ((acres): 0 Other long term disturbance (acres): 0
Total proposed disturbance: 6.83	Total interim reclamation: 2.08	Total long term disturbance: 4.74

Disturbance Comments: IR - Well pad and ditch banks FR - all disturbances

Reconstruction method: Reclamation Objectives • The objective of interim reclamation is to restore vegetative cover and a portion of the landform sufficient to maintain healthy, biologically active topsoil; control erosion; and minimize habitat and forage loss, visual impact, and weed infestation, during the life of the well or facilities. • The BLM will be notified at least 3 days prior to commencement of any reclamation procedures. • If circumstances allow, interim reclamation and/or final reclamation actions will be completed no later than 6 months from when the final well on the location has been completed or plugged. We will gain written permission from the BLM if more time is needed. • Reclamation will be performed by using the following procedures: For Interim Reclamation: • Within 6 months of first production, the well location and surrounding areas will be cleared of, and maintained free of, all materials, trash, and equipment not required for production. A plan will be submitted showing where interim reclamation will be completed in order to allow for safe operations, protection of the environment outside of drilled well, and following best management practices found in the BLM "Gold Book". • Current plans for interim reclamation include reducing the pad size to approximately 4.18 acres from the proposed size of 5.83 acres. • In areas planned for interim reclamation, all the surfacing material will be removed and returned to the original mineral pit or recycled to repair or build roads and well pads. • The areas planned for interim reclamation will then be recontoured to the original contour if feasible, or if not feasible, to an interim contour that blends with the surrounding topography as much as possible. Where applicable, the fill material of the well pad will be backfilled into the cut to bring the area back to the original contour. The interim cut and fill slopes prior to re-seeding will not be steeper than a 3:1 ratio, unless the adjacent native topography is steeper. Note: Constructed slopes may be much steeper during drilling, but will be recontoured to the above ratios during interim reclamation. • Topsoil will be evenly respread and aggressively revegetated over the entire disturbed area not needed for all-weather operations including cuts & fills. To seed the area, the proper BLM LPC seed mixture free of noxious weeds, will be used. • Proper erosion control methods will be used on the area to control erosion, runoff and siltation of the surrounding area. • The interim reclamation will be monitored periodically to ensure that vegetation has reestablished. For Final Reclamation: • Prior to final reclamation procedures, the well pad, road, and surrounding area will be cleared of material, trash, and equipment. • All surfacing material will be removed and returned to the original mineral pit or recycled to repair or build roads and well pads. • All disturbed areas, including roads, pipelines, pads, production facilities, and interim reclaimed areas will be recontoured to the contour existing prior to initial construction or a contour that blends in distinguishably with the surrounding landscape. Topsoil that was spread over the interim reclamation areas will be stockpiled prior to recontouring. The topsoil will be redistributed evenly over the entire disturbed site to ensure successful revegetation. • After all the disturbed areas have been properly prepared; the areas will be seeded with the proper BLM LPC seed mixture free of noxious weeds. • Proper erosion control methods will be used on the entire area to control erosion, runoff and siltation of the surrounding area.

Topsoil redistribution: The topsoil will be evenly distributed across all reclaimed areas, ripped across the slopes, and seed accordingly. During final reclamation, Marathon will grab and evenly redistribute topsoil across the entire disturbed area (disc plowing if needed) area and seed accordingly.

Soil treatment: Stockpile and seeded until used for interim or final reclamation. Topsoil and subsoil will be piled separately.

Existing Vegetation at the well pad: Mesquite, shinnery oak, sand dropseed, and sage.

Existing Vegetation at the well pad attachment:

Existing Vegetation Community at the road: Mesquite, shinnery oak, sand dropseed, and sage.

Well Name: FRIZZLE FRY F C 22 32 15 WXY

Well Number: 7H

Existing Vegetation Community at the road attachment: Existing Vegetation Community at the pipeline: NA Existing Vegetation Community at the pipeline attachment:

Existing Vegetation Community at other disturbances: Mesquite, shinnery oak, sand dropseed, and sage. **Existing Vegetation Community at other disturbances attachment:**

Non native seed used? NO Non native seed description: Seedling transplant description: Will seedlings be transplanted for this project? NO

Seedling transplant description attachment:

Will seed be harvested for use in site reclamation? NO

Seed harvest description:

Seed harvest description attachment:

Seed Management

Seed type: OTHER

Seed source: COMMERCIAL

Source address:

Total pounds/Acre: 38

Seed name: BLM Sandy LPC mix

Source name:

Source phone:

Seed cultivar: Broadcast

Seed use location: OTHER,WELL PAD

PLS pounds per acre: 38

Proposed seeding season: AUTUMN

 Seed Summary

 Seed Type
 Pounds/Acre

 OTHER
 38

Seed reclamation attachment:

Seed_Mixture_LPC_HEA_20180323104309.pdf

Operator Contact/Responsible Official Contact Info

Well Name: FRIZZLE FRY F C 22 32 15 WXY

Well Number: 7H

First Name:	Last Name:
Phone:	Email:
Seedbed prep: Rip native topsoil stockpiled during cor	nstruction activities across the slope
Seed BMP:	
Seed method: Broadcast seed with spreader	
Existing invasive species? NO	
Existing invasive species treatment description:	
Existing invasive species treatment attachment:	
Weed treatment plan description: Marathon will cont a certified third party. Weed treatment plan attachment:	rol weeds per Federal, County and State regulations by contracting
Monitoring plan description: Marathon will monitor a weeds through routine inspections. Monitoring plan attachment:	Il disturbed areas and lease roads leading to well pad monthly for
Success standards: Maintain all disturbed areas as p	er Gold Book Standards.
Pit closure description: N/A	
Pit closure attachment:	

Section 11 - Surface Ownership

Disturbance type: WELL PAD

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USFS Region:	

USFS Forest/Grassland:

USFS Ranger District:

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Well Name: FRIZZLE FRY F C 22 32 15 WXY

Well Number: 7H

Disturbance type: NEW ACCESS ROAD

and the second	
and the second	

USFS Region:

USFS Forest/Grassland:

USFS Ranger District:

. . *.* .

Disturbance type: EXISTING ACCESS ROAD

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USFS Region:

USFS Forest/Grassland:

USFS Ranger District:

Operator Name: MARATHON OIL PERMIAN LLC **Well Name:** FRIZZLE FRY F C 22 32 15 WXY

Well Number: 7H

Section 12 - Other Information

Right of Way needed? NO

Use APD as ROW?

ROW Type(s):

ROW Applications

SUPO Additional Information: Special status species habitat area - Isolated population areas for LPC, Shinnery Oak, low karst potential, 77032-Antelope Ridge grazing allotment, falls inside the Permian PA. Proposed pad and well bore running south out of the SOPA.

Use a previously conducted onsite? YES

Previous Onsite information: Performed 1/8/18. Marathon Oil Attendees: Nancy Pohl BLM Attendee: Colleen Cepero-Rios Arch survey completed

Other SUPO Attachment

SUPO_12_FRIZZLE_FRY_F_C_22_32_15_PAD_WILDLIFE_20180621094334.jpg SUPO_12_LR2000_NMNM027805_20180621094338.pdf SUPO_12_FRIZZLE_FRY_F_C_22_32_15_General_lease_20180621094336.jpg SUPO_12_FRIZZLE_FRY_F_C_22_32_15_LPC_20180621094336.jpg SUPO_12_FRIZZLE_FRY_F_C_22_32_15_Potash_20180621094337.jpg SUPO_12_Frizzle_Fry_onsite___2_20180621094338.xlsx SUPO_12_LR2000_NMNM077058_20180621094339.pdf

WELL PAD LOCATION VERIFICATION MAP

FRIZZLE FRY F C 22-32-15 SEC. 15 TWP. 22-S RGE. 32-E SURVEY: N.M.P.M. COUNTY: LEA OPERATOR: MARATHON OIL PERMIAN LLC U.S.G.S. TOPOGRAPHIC MAP: THE DIVIDE, N.M.



SCALE: 1" = 1,000' CONTOUR INTERVAL = 10'

PREPARED BY: R-SQUARED GLOBAL, LLC 1309 LOUISVILE AVENUE, MONROE, LA 71201 318-323-8900 OFFICE JOB No. R3833

EXHIBIT "A"

NM-LE-0001.00160 LEA COUNTY, NEW MEXICO FRIZZLE FRY F C 22-32-15 PROPOSED LEASE ROAD EASEMENT MARATHON OIL PERMIAN LLC

SHEET 1 OF 2

FIELD NOTES DESCRIBING

The centerline of a 30 foot wide proposed lease road easement, being 0.50 acres of land. Said easement being located in Section 15, Township 22 South, Range 32 East, New Mexico Principal Meridian, Lea County, New Mexico.

Being more particularly described as lying 15 feet on each side of the following described centerline as shown on Detail "A" on sheet 2 of 2:

BEGINNING at a point from which a 2 inch iron pipe with a GLO cap found for the Northwest corner of said Section 15, bears N 32°15'05" W a distance of 731.80 feet.

THENCE continue crossing said Section 15 the following courses and distances: N 45°00'00" E a distance of 134.35 feet. N 89°59'58" E a distance of 587.84 feet to the POINT OF TERMINATION from which a 2 inch iron pipe with a GLO cap found for the Southwest corner of said Section 15 bears S 12°18'39" W a distance of 4.869.36 feet.

The total length of the proposed lease road easement in said Section 15 is 722.19 feet (43.77 rods), and shall contain 0.50 acres of land.

The edges of the permanent easement shall be parallel with the centerline of the easement until reaching the boundaries of the subject tract of land.

All bearings and coordinates refer to NAD 83, New Mexico State Plane Coordinate System, East Zone, U.S. Survey Feet. (All bearings and distances are grid measurements.)

Title information furnished by Marathon Oil Permian LLC.

Reference accompanying Certificate of Survey prepared in conjunction with this legal description for easement.

STATE OF NEW MEXICO COUNTY OF LEA

I, Lloyd P. Short, New Mexico Professional Surveyor No. 21653, do hereby certify that this easement survey 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. I further certify that this survey is not a land division or subdivision as defined in the New Mexico Subdivision Act and that this instrument is an easement survey plat crossing an existing tract or tracts.



flost P. Slow

R-SQUARED GLOBAL, LLC PROJECT NO. R3833 Modification in any way of the foregoing description terminates liability of Surveyor.



NEW ROAD SURVEY PLAT

FRIZZLE FRY F C 22-32-15 SEC. 15 TWP. 22-S RGE. 32-E SURVEY: N.M.P.M. COUNTY: LEA OPERATOR: MARA THON OIL PERMIAN LLC U.S.G.S. TOPOGRAPHIC MAP: THE DIVIDE, N.M.



SCALE: 1" = 1,000'



PREPARED BY: R-SQUARED GLOBAL, LLC 1309 LOUISVILLE AVENUE, MONROE, LA 71201 318-323-6900 OFFICE JOB No. R3833

EXHIBIT "A"

NM-LE-0001.00060 LEA COUNTY, NEW MEXICO FRIZZLE FRY F C 22-32-15 PROPOSED LEASE ROAD EASEMENT MARATHON OIL PERMIAN LLC

SHEET 1 OF 2

FIELD NOTES DESCRIBING

The centerline of a 30 foot wide proposed lease road easement, being 0.70 acres of land. Said easement being located in Section 15, Township 22 South, Range 32 East, New Mexico Principal Meridian, Lea County, New Mexico.

Being more particularly described as lying 15 feet on each side of the following described centerline as shown on Detail "A" on sheet 2 of 2:

BEGINNING at a point from which a 2 inch iron pipe with a GLO cap found for the Northwest corner of Section 15, bears N 55°19'48" W a distance of 648.50 feet.

THENCE continue crossing said Section 15 the following courses and distances: N 90°00'00" W a distance of 47.83 feet, S 45°00'00" W a distance of 134.35 feet, S 00°00'00" E a distance of 521.27 feet and S 31°22'48" E a distance of 318.92 feet to the *POINT OF* TERMINATION in the center line of a existing lease road in said Section 15, from which a 2 inch iron pipe with a GLO cap found for the Southwest corner of said Section 15 bears S 07°23'01" W a distance of 4,057.48 feet.

The total length of the proposed lease road easement in said Section 15 is 1,022.37 feet (61.96 rods), and shall contain 0.70 acres of land.

The edges of the permanent easement shall be parallel with the centerline of the easement until reaching the boundaries of the subject tract of land.

All bearings and coordinates refer to NAD 83, New Mexico State Plane Coordinate System, East Zone, U.S. Survey Feet. (All bearings and distances are grid measurements.)

Title information furnished by Marathon Oil Permian LLC.

Reference accompanying Certificate of Survey prepared in conjunction with this legal description for easement.

STATE OF NEW MEXICO COUNTY OF LEA

I, Lloyd P. Short, New Mexico Professional Surveyor No. 21653, do hereby certify that this easement survey 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. I further certify that this survey is not a land division or subdivision as defined in the New Mexico Subdivision Act and that this instrument is an easement survey plat crossing an existing tract or tracts.



LOYD P. SHORT, PN NO. 21653 DATE: 02/01/2018

flod P. Store

R-SQUARED GLOBAL, LLC PROJECT NO. R3833 Modification in any way of the foregoing description terminates liability of Surveyor.



EXISTING WELL LOCATION MAP



Oil, Active

Oil, New

Oil, Cancelled

Oil, Plugged

Oil, Abondoned

Salt Water Injection, Active

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Section Line

CO2 Active

CO2 Cancelled

CO2, Plugged

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Gas, New

Gas, Plugged

Gas, Abandoned

Injection, Active

Injection, New

Injection, Plugged

- Water, Active
- Water, Plugged



R-SQUARED GLOBAL, LLC 1309 LOUISVILLE AVENUE, MONROE, LA 71201 318-323-6900 OFFICE 308 No. R3833





WELL PAD LOCATION VERIFICATION MAP

FRIZZLE FRY F C 22-32-15 SEC. 15 TWP. 22-S RGE. 32-E SURVEY: N.M.P.M. COUNTY: LEA OPERATOR: MARATHON OIL PERMIAN LLC U.S.G.S. TOPOGRAPHIC MAP: THE DIVIDE, N.M.



SCALE: 1" = 1,000' CONTOUR INTERVAL = 10'

PREPARED BY: R-SQUARED GLOBAL, LLC 1309 LOUISVILLE AVENUE, MONROE, LA 71201 318-323-6900 OFFICE JOB No. R3633



WELL LOCATION PLAT

FRIZZLE FRY F C 22-32-15

SEC. 15 TWP. 22-S RGE. 32-E

SURVEY: N.M.P.M.

COUNTY: LEA

U.S.G.S. TOPOGRAPHIC MAP: THE DIVIDE, N.M.



DIRECTIONS TO LOCATION:

FROM THE MARATHON OFFICE AT 411 TIDWELL ROAD, OTIS, NEW MEXICO, HEAD SOUTH ON TIDWELL ROAD TOWARD U. S. HIGHWAY 285 NORTH FOR 0.2 MILES. TURN LEFT ONTO U. S. HIGHWAY 285 SOUTH HEADING SOUTHEAST FOR 5.1 MILES TOWARD NEW MEXICO STATE ROAD 31. TURN LEFT ONTO NEW MEXICO STATE ROAD 31 HEADING EAST FOR 7.7 MILES TO NEW MEXICO STATE ROAD 128 EAST. TURN RIGHT ONTO NEW MEXICO STATE ROAD 128 EAST HEADING EAST FOR 18 MILES TO RED ROAD. TURN LEFT ONTO RED ROAD HEADING NORTH FOR 7.4 MILES TO MILLS RANCH ROAD. TURN RIGHT ONTO MILLS RANCH ROAD (A CALICHE ROAD) HEADING NORTHEAST FOR 4.01 MILES TO A TURN ON THE RIGHT. CONTINUE ON MILLS RANCH ROAD HEADING SOUTH FOR 1.8 MILES TO A CALICHE ROAD ON THE LEFT. TURN LEFT ON CALI CHE ROAD HEADING NORTH TOWARD THE PAI SANO FEDERAL #3 FOR 0. 9 MILES TO A "Y" IN THE ROAD. KEEP LEFT ON PROPOSED LEASE ROAD FOR 1,000 FEET TO THE FRIZZLE FRY F C 22-32-15 WELL LOCATIONS.

NDTE: THIS IS NOT A BOUNDARY SURVEY, APPARENT PROPERTY CORNERS AND PROPERTY LINES ARE SHOWN FOR INFORMATION ONLY. BOUNDARY DATA SHOWN IS FROM STATE OF NEW MEXICO DIL CONSERVATION DIVISION FORM C-102 INCLUDED IN THIS SUBMITTAL



PREPARED BY: R-SQUARED GLOBAL, LLC 1309 LOUISVILLE AVENUE, MONROE, LA 71201 318-323-68000 OPTICE JOB No. RS833

TANK BATTERY AND INTERIM RECLAMATION PLAT

FRIZZLE FRY F C 22-32-15 SEC. 15 TWP. 22-S RGE. 32-E SURVEY: N.M.P.M. COUNTY: LEA U.S.G.S. TOPOGRAPHIC MAP: THE DIVIDE, N.M.





100'

0'

SCALE: 1" = 200'

100

PREPARED BY: R-SQUARED GLIBAL, LLC 1309 LOUISVILLE AVENUE, MONROE, LA 71201 318-323-6900 OFFICE JOB No. R3833

Exhibit A-1 Navitas Midstream, LLC NM-133018 Navitas Pipeline October 9, 2015

Seed Mixture for LPC/HEA Sites

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 shall be done in accordance with State law(s) and within nine (9) months prior to purchase. Commercial seed shall be either certified or registered seed. The seed container shall be tagged in accordance with State law(s) and available for inspection by the Authorized Officer.

The disturbed area associated with pipeline construction will be disked in order to loosen the soil. Seed application will be performed by dispersing seed through a hydroseeder with the appropriate amount of hydromulch to assist in an even rate of application. After application, a chain harrow will be implemented to cover the seed with soil to ensure the seed is had the proper depth (approximate ½ inch). Seeding shall be repeated until a satisfactory stand is established as determined by the Authorized Officer. Evaluation of growth may not be made before completion of at least one full growing season after seeding.

lb/acre

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

Species

Plains Bristlegrass	5lbs/A
Sand Bluestem	5łbs/A
Little Bluestem	5lbs/A
Big Bluestem	5lbs/A
Plains Coreopsis	5lbs/A
Sand Dropseed	1ibs/A
Ragweed	4lbs/A
Dove weed	3lbs/A
Pig weed	2lbs/A
Black oil sunflower	3lbs/A

*Pounds of pure live seed:

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

Well Number and Locations: Halberd Federal 24-35-18 WXY 3H, FB 12H, TB 6H, WA 5H & WXY 10H Well Pad; Section 18, T24S, R35E, Lea County, New Mexico.

I hereby certify to the Authorized Officer of the Bureau of Land Management that Operator has entered into Surface Use Agreements with the following surface owners.

Madison M. Hinkle P. O. Box 2292 Roswell, NM 88202-2292

G. P. Crossley P. O. Box 2464 Roswell, NM 88202-2464

George M. O'Brien P. O. Box 1743 Midland, Texas 79702-1743

Rolla R. Hinkle III P. O. Box 2292 Roswell, NM 88202-2292

Branex Resources, Inc. P. O. Box 2990 Ruidoso, NM 88355-2990

EMG Oil Properties, Inc. 1000 W. Fourth Street Roswell, NM 88201

Nuevo Seis Limited Partnership P. O. Box 2588 Roswell, NM 88202-2588

Richardson Mineral and Royalty, LLC P. O. Box 2423 Roswell, NM 88202-2423

Signed this 7th day of March, 2018.

Nancy Pohl, Attorney-in-Fact

Well Number and Locations: Halberd Federal 24-35-18 WXY 3H, FB 12H, TB 6H, WA 5H & WXY 10H Well Pad; Section 18, T24S, R35E, Lea County, New Mexico.

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George M. O'Brien P. O. Box 1743 Midland, Texas 79702-1743

Rolla R. Hinkle III P. O. Box 2292 Roswell, NM 88202-2292

Branex Resources, Inc. P. O. Box 2990 Ruidoso, NM 88355-2990

EMG Oil Properties, Inc. 1000 W. Fourth Street Roswell, NM 88201

Nuevo Seis Limited Partnership P. O. Box 2588 Roswell, NM 88202-2588

Richardson Mineral and Royalty, LLC P. O. Box 2423 Roswell, NM 88202-2423

Signed this 7th day of March, 2018.

Nancy Pohl, Attorney-in-Fact

Well Number and Locations: Halberd Federal 24-35-18 WXY 3H, FB 12H, TB 6H, WA 5H & WXY 10H Well Pad; Section 18, T24S, R35E, Lea County, New Mexico.

I hereby certify to the Authorized Officer of the Bureau of Land Management that Operator has entered into Surface Use Agreements with the following surface owners.

Madison M. Hinkle P. O. Box 2292 Roswell, NM 88202-2292

G. P. Crossley P. O. Box 2464 Roswell, NM 88202-2464

George M. O'Brien P. O. Box 1743 Midland, Texas 79702-1743

Rolla R. Hinkle III P. O. Box 2292 Roswell, NM 88202-2292

Branex Resources, Inc. P. O. Box 2990 Ruidoso, NM 88355-2990

EMG Oil Properties, Inc. 1000 W. Fourth Street Roswell, NM 88201

Nuevo Seis Limited Partnership P. O. Box 2588 Roswell, NM 88202-2588

Richardson Mineral and Royalty, LLC P. O. Box 2423 Roswell, NM 88202-2423

Signed this 7th day of March, 2018.

Nancy Pohl, Attorney-in-Fact

Well Number and Locations: Halberd Federal 24-35-18 WXY 3H, FB 12H, TB 6H, WA 5H & WXY 10H Road; Section 13, T24S, R35E, Lea County, New Mexico.

I hereby certify to the Authorized Officer of the Bureau of Land Management that Operator has entered into Surface Use Agreements with the following surface owners.

Pitchfork Cattle Company, LLC 125 Bellavia Circle Dr. Ruidoso, NM 88355 545-631-4444

Signed this 7th day of March, 2018.

Nancy Pohl, Attorney-in-Fact

Halberd Federal Wells Section 18, T24S-R35E Surface Owner List of Addresses

Madison M. Hinkle P. O. Box 2292 Roswell, NM 88202-2292

G. P. Crossley P. O. Box 2464 Roswell, NM 88202-2464

George M. O'Brien P. O. Box 1743 Midland, Texas 79702-1743

Rolla R. Hinkle III P. O. Box 2292 Roswell, NM 88202-2292

Branex Resources, Inc. P. O. Box 2990 Ruidoso, NM 88355-2990

EMG Oil Properties, Inc. 1000 W. Fourth Street Roswell, NM 88201

Nuevo Seis Limited Partnership P. O. Box 2588 Roswell, NM 88202-2588

Richardson Mineral and Royalty, LLC P. O. Box 2423 Roswell, NM 88202-2423
ONSITE Review Checklist

Onsite Inspection - Environmental										
Oil & Gas Op										
Case # Lease #	NMNM	-	Well Name/ Number	Halberd Fede	eral 24 35 18	API#				
Twn:	24	35	34	County:	Lea	Total Depth:				
Sec:	18	Qtr:		State:	NM					
N/S Foot		E/W Foot:		Lat/Long		Formation(s):				
		<u> </u>	REPRESENTATI							
Company:	Nancy Pohl			Contractor:	Harvey Walle	<u>۲</u>				
BLM:	Colleen			Other:						
Surface Owner:	Madison H	finkle, et al	D PRESENTC D	NOT PRESENT	Location Agreement	☑ YES	[] NO			
Name:		BLM		Phone:						
Address:										
Other Surfac	e Owners Invo	lved in Access			Name:	Pitchfork Ca	ttle Company			
			ACCESS	ROAD						
Existing Access:	No	Miles:	New Construction: Yes		Yes	Miles:	644' on lease; ~9800' off lease			
🖸 RETAIN FO	R LAND OWNER	□ AB/	ANDON Width (FT.)			Grade (%Max)				
Culverts:	Number:	0	Size:		Location:					
Cuts and Fills	S:	Max Cut:	Max Fill:							
Surfacing:	Type:	Caliche	Depth: 6"		Source:	Madera				
Low Water C	rossing-Numb	er/Location	Q		🗆 RETAIN	C ABAND				
Water Bars-N	Number/Locati	o n-	Q		🗆 RETAIN	N DABANDON				
Gates-Numb	er/Location		Q				ABANDON			
Cattleguards	-Number/Loca	tion	0		D RETAIN		ABANDON			
			WELL	SITE						
Cuts	Depth:		Slope:		Top Soil Removal:					
	Max:				Inches: 4" - 6"					
Topsoil Stock	pile Location			West side	of pad	<u></u>				
Pad Size				570' x 400'						
Water Bars N										
🗅 YES 🗹 NO			<u></u>	Fence Cross	ing Location	() Yes	I NO			
Location/Spa			'30'	30'						
	Area for Frac.	Equipment	Reserve Pit Lined							
0 Y	es 🗆 No)	□ YESClosed 2000							

ONSITE Review Checklist

Production Facilities	Flowlines Length	Power Lines Length:								
🖸 YES 🖾 NO	□ YES ☑ NO Depth	: I YES INO #Potes:								
Special Requirements/TOPO Features:										
RESOURCES										
T&E Clearance Needed?	Archeological Inventory Neede	d Mitigation Present Use: 🛛 Grazing 🔲 Cropland								
□ YES	🖸 YES 🗆 NO	Oil Field Development Other								
Floodplains/Wetlands 🗅 y	ES 🛛 NO Water Source	-								
Streams/Ponds-	Authorization-									
	Water Source	I YES IND Location:								
		Nearest Drainage:								
Nearest Residence:		Ephemeral 🗆 YES 🖻 NO 🛛 Perennial 🖾 YES 🖾 NO								
Soil Type/Ecological Site -		Sandy								
Erosion Concerns -	Need to be	Need to berm pad to prevent on-flow or off-flow								
Native Vegetation Present		Sandy soil vegetation types								
Invasive Species Present -	Need plan to p	prevent invasive species being tracked in.								
Wildlife Present -		Outside LPC habitat								
	ALTERNATIVES	CONSIDERED								
	MITIGATIO	N/BMP(s)								
· · · · · · · · · · · · · · · · · · ·	RECLAN	IATION								
Se	ed Mix	IR-Pad Size See plat								
Species	Broadcast Rate (lbs/acre)	Interim Reclamation Requirements								
BLM #2	8#/acre									
Reclamation Plan Discussed	🛛 YES 🗖 NO	Other/Special Conditions								

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Run Date/Time: 3/13/2018 8:30 AM

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Page 1 Of 5 Serial Number

Total Acres: 640.000

NMNM 027805

01 02-25-1920;041STAT0437;30USC181ETSEQ Case Type 311211: O&G LSE SIMO PUBLIC LAND Commodity 459: OIL & GAS Case Disposition: AUTHORIZED

Name & Address					Int Rei	% Interest
DOMINION OK TX EXPL & PROD INC	14000 QUAIL SPGS PKY #600	OKLAHOMA CITY	ок	73134	OPERATING RIGHTS	0.000000000
DELMAR HUDSON LEWIS	616 TEXAS ST	FORT WORTH	тх	76102	OPERATING RIGHTS	0.000000000
HUDSON ANN F	616 TEXAS ST	FORT WORTH	тх	76102	OPERATING RIGHTS	0.000000000
HUDSON FRANCIS H	616 TEXAS ST	FORT WORTH	тх	76102	OPERATING RIGHTS	0.000000000
LEWIS DELMAR H	616 TEXAS ST	FORT WORTH	тх	76102	OPERATING RIGHTS	0.000000000
LINDY'S LIVING TRUST	616 TEXAS ST	FORT WORTH	тх	76102	OPERATING RIGHTS	0.000000000
MARATHON OIL PERMIAN LLC	5555 SAN FELIPE ST	HOUSTON	тх	770562701	OPERATING RIGHTS	0.000000000
XTO HOLDINGS LLC	810 HOUSTON ST	FORT WORTH	тх	761026203	LESSEE	100.000000000
TALON OIL & GAS III LLC	3131 MCKINNEY AVE STE 750	DALLAS 1	тх	752042457	OPERATING RIGHTS	0.000000000
RKI EXPLORATION & PRODUCTION LLC	3500 ONE WILLIAMS CTR	TULSA (ок	741720135	OPERATING RIGHTS	0.000000000
ROCKHILL RES INC	PO BOX 846		VA	23113	OPERATING RIGHTS	0.000000000
ZORRO PARTNERS LTD	616 TEXAS ST	FORT WORTH	тх	761024612	OPERATING RIGHTS	0.000000000
SEALY HUTCHINGS CAVIN INC	504 N WYOMING AVE	ROSWELL	NM	882012169	OPERATING RIGHTS	0.000000000
JAVELINA PARTNERS	616 TEXAS ST	FORT WORTH	тх	761024612	OPERATING RIGHTS	0.000000000
STRATA PRODUCTION CO	PO BOX 1030	ROSWELL I	NM	882021030	OPERATING RIGHTS	0.000000000
B&B OIL VENTURES INC	PO BOX 500	RICHMOND	VA	23204	OPERATING RIGHTS	0.000000000
ARD MARY H	4808 WESTRIDGE	FORT WORTH	тх	76116	OPERATING RIGHTS	0.000000000

<u>Mer</u>	Twp Rng	Sec SType	Nr	Suff Subdivision	District/ Field Office	Serial Nur County	nber: NMNM 027805 Mgmt Agency
23	0220S 0320E	015 ALIQ		ALL;	CARLSBAD FIELD OFFICE	LEA	BUREAU OF LAND MGMT
Relinquished/Withdrawn Lands						Serial Nur	nber: NMNM 027805

				Serial Number: NMNM– - 027805
Act Date	Act Code Action Txt		Action Remarks	Pending Off
02/23/1976	387	CASE ESTABLISHED	SPAR531;	
02/24/1976	888	DRAWING HELD		

Run Date/Time: 3/13/2018 8:30 AM

				Serial Number: NMNM 027805			
Act Date	Act Code	Action Txt	Action Remarks	Pending Off			
04/26/1976	237	LEASE ISSUED					
05/01/1976	496	FUND CODE	05;145003				
05/01/1976	530	RLTY RATE - 12 1/2%	•				
05/01/1976	868	EFFECTIVE DATE					
03/21/1983	650	HELD BY PROD - ACTUAL					
05/26/1983	102	NOTICE SENT-PROD STATUS					
08/13/1984	963	CASE MICROFILMED/SCANNED	CUNM 550,228 AC				
04/28/1986	140	ASGN FILED	SUPERIOR/MOBIL PROD				
07/16/1986	139	ASGN APPROVED	EFF 05/01/86;				
07/23/1986	963	CASE MICROFILMED/SCANNED	CNUM 550,228 AD				
05/25/1988	974	AUTOMATED RECORD VERIF	BTM/RGO				
01/31/1989	909	BOND ACCEPTED	EFF 01/27/89;NM1538				
04/06/1989	932	TRF OPER RGTS FILED					
06/27/1989	933	TRF OPER RGTS APPROVED	EFF 05/01/89;				
06/27/1989	974	AUTOMATED RECORD VERIF	GLC/MT				
11/04/1991	899	TRF OF ORR FILED					
12/03/1991	575	APD FILED	STRATA PRODUCTION CE				
12/18/1991	576	APD APPROVED	LECHUZA FED NO 1				
12/26/1991	575	APD FILED	STRATA PRODUCTION CE				
01/09/1992	576	APD APPROVED	PAISANO FED NO 1				
04/29/1992	575	APD FILED	STRATA PRODUCTION CE				
05/15/1992	932	TRF OPER RGTS FILED	HUDSON/HUDSON ETAL				
05/18/1992	899	TRF OF ORR FILED					
05/20/1992	575	APD FILED	STRATA PRODUCTION CE				
05/20/1992	576	APD APPROVED	LECHUZA FED NO 2				
06/11/1992	576	APD APPROVED	PAISANO FED NO 2				
06/11/1992	576	APD APPROVED	PAISANO FED NO 3				
06/16/1992	932	TRF OPER RGTS FILED	HUDSON/ARD M H				
06/24/1992	933	TRF OPER RGTS APPROVED	EFF 06/01/92;				
06/24/1992	974	AUTOMATED RECORD VERIF	BCO/JS				
08/24/1992	933	TRF OPER RGTS APPROVED	EFF 07/01/92;				
08/24/1992	974	AUTOMATED RECORD VERIF	TF/JS				
08/31/1992	899	TRF OF ORR FILED					
09/15/1992	575	APD FILED	STRATA PRODUCTION CE				
10/08/1992	576	APD APPROVED	LECHUZA FED NO 3				
10/16/1992	932	TRF OPER RGTS FILED	MERCURY/COLLINS				
10/21/1992	899	TRF OF ORR FILED					
10/22/1992	932	TRF OPER RGTS FILED	MERCURY/B&B OIL				
10/29/1992	899	TRF OF ORR FILED					

Run Date/Time: 3/13/2018 8:30 AM

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				Serial Number: NMNM 027805
Act Date	Act Coc	le Action Txt	Action Remarks	Pending Off
10/29/1992	932	TRF OPER RGTS FILED	(1)B&B OIL/STRATA	
10/29/1992	932	TRF OPER RGTS FILED	(2)B&B OIL/STRATA	
10/29/1992	974	AUTOMATED RECORD VERIF	MRR/JS	
11/04/1992	932	TRF OPER RGTS FILED	B&B OIL/ROCKHILL RES	
11/05/1992	575	APD FILED	STRATA PRODUCTION;	
11/17/1992	576	APD APPROVED	LECHUGA #4; BM	
11/17/1992	576	APD APPROVED	LECHUGA #5; BM	
01/06/1993	933	TRF OPER RGTS APPROVED	(1)EFF 11/01/92;	
01/06/1993	933	TRF OPER RGTS APPROVED	(2)EFF 11/01/92;	
01/06/1993	933	TRF OPER RGTS APPROVED	(3)EFF 11/01/92;	
01/06/1993	933	TRF OPER RGTS APPROVED	(4)EFF 11/01/92;	
01/06/1993	974	AUTOMATED RECORD VERIF	JLV/JS	
01/15/1993	932	TRF OPER RGTS FILED	HUDSON ETAL/STRATA	
02/08/1993	933	TRF OPER RGTS APPROVED	EFF 02/01/93;	
02/08/1993	974	AUTOMATED RECORD VERIF	GSB/JS	
02/22/1993	933	TRF OPER RGTS APPROVED	EFF 12/01/92;	
02/22/1993	974	AUTOMATED RECORD VERIF	ST/KRP	
03/18/1993	575	APD FILED	STRATA PRODUCING; BM	
04/15/1993	576	APD APPROVED	PAISANO FED #4; BM	
12/30/1994	932	TRF OPER RGTS FILED	COLLINS&WARE/DREYFUS	
03/17/1995	933	TRF OPER RGTS APPROVED	EFF 01/01/95;	
03/17/1995	974	AUTOMATED RECORD VERIF	JLV	
11/20/1995	899	TRF OF ORR FILED		
03/13/1996	932	TRF OPER RGTS FILED	(1)MOBIL PROD/STRATA	
03/13/1996	932	TRF OPER RGTS FILED	(2)MOBIL PROD/STRATA	
03/13/1996	932	TRF OPER RGTS FILED	(3)MOBIL PROD/STRATA	
04/01/1996	899	TRF OF ORR FILED		
04/01/1996	932	TRF OPER RGTS FILED	HUDSON/LINDY'S LIV TR	
06/11/1996	933	TRF OPER RGTS APPROVED	(1)EFF 04/01/96;	
06/11/1996	933	TRF OPER RGTS APPROVED	(2)EFF 04/01/96;	
06/11/1996	933	TRF OPER RGTS APPROVED	(3)EFF 04/01/96;	
06/11/1996	974	AUTOMATED RECORD VERIF	ANN	
07/09/1996	933	TRF OPER RGTS APPROVED	EFF 05/01/96;	
07/09/1996	974	AUTOMATED RECORD VERIF	ANN	
12/12/2001	817	MERGER RECOGNIZED	L DREYFUS/DOMINION	
11/01/2002	899	TRF OF ORR FILED	HUDSON, FRANCIS H	
11/01/2002	932	TRF OPER RGTS FILED	HUDSON/DH LEWIS TRUST	
01/14/2003	933	TRF OPER RGTS APPROVED	EFF 12/01/2002	
01/14/2003	974	AUTOMATED RECORD VERIF	ANN	

Run Date/Time: 3/13/2018 8:30 AM

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				Serial Number: NMNM 027805
Act Date	Act Co	de Action Txt	Action Remarks	Pending Off
11/12/2004	932	TRF OPER RGTS FILED	P COOK/STRATA PROD	
11/12/2004	932	TRF OPER RGTS FILED	MERCURY EXPL/STRATA	
12/17/2004	933	TRF OPER RGTS APPROVED	02EFF 12/01/04;	
12/17/2004	933	TRF OPER RGTS APPROVED	01EFF 12/01/04;	
12/17/2004	974	AUTOMATED RECORD VERIF	MV	
01/04/2007	932	TRF OPER RGTS FILED	DOMINION/LOBOS ENE;1	
05/21/2007	933	TRF OPER RGTS APPROVED	EFF 02/01/07;	
05/21/2007	974	AUTOMATED RECORD VERIF	ANN	
08/21/2007	899	TRF OF ORR FILED	2	
08/21/2007	899	TRF OF ORR FILED	1	
02/01/2010	817	MERGER RECOGNIZED	LOBOS ENE/KHODY LAND	
11/13/2012	932	TRF OPER RGTS FILED	HUDSON WI/ZORRO PAR;1	
04/19/2013	933	TRF OPER RGTS APPROVED	EFF 12/01/12;	
04/19/2013	974	AUTOMATED RECORD VERIF	JS	
06/17/2014	932	TRF OPER RGTS FILED	CAVIN ET/SEALY HUT;1	
10/03/2014	933	TRF OPER RGTS APPROVED	EFF 07/01/14;	
10/03/2014	974	AUTOMATED RECORD VERIF	втм	
12/02/2015	932	TRF OPER RGTS FILED	BIGBIE ET/BLACK MOU;1	
01/22/2016	932	TRF OPER RGTS FILED	BALOG FAM/BLACK MOU;1	
02/19/2016	933	TRF OPER RGTS APPROVED	EFF 02/01/16;	
02/19/2016	933	TRF OPER RGTS APPROVED	EFF 01/01/16;	
02/19/2016	974	AUTOMATED RECORD VERIF	LBO	
06/21/2016	940	NAME CHANGE RECOGNIZED	EFF 01/28/16;/A/	
06/24/2016	974	AUTOMATED RECORD VERIF	JA	
12/01/2016	817	MERGER RECOGNIZED	KHODY/RKI EXP & PROD;	
02/10/2017	932	TRF OPER RGTS FILED	BLACK MOU/TALON OIL;1	
03/15/2017	933	TRF OPER RGTS APPROVED	EFF 03/01/17;	
03/15/2017	974	AUTOMATED RECORD VERIF	LBO	
03/23/2017	932	TRF OPER RGTS FILED	HUDSON AN/JAVELINA;1	
04/05/2017	932	TRF OPER RGTS FILED	MOBIL PRO/BLACK MOU;1	
04/24/2017	933	TRF OPER RGTS APPROVED	EFF 04/01/17;	
04/24/2017	974	AUTOMATED RECORD VERIF	MJD	
05/11/2017	933	TRF OPER RGTS APPROVED	EFF 05/01/17;	
05/11/2017	974	AUTOMATED RECORD VERIF	RCC	
07/24/2017	932	TRF OPER RGTS FILED	BLACK MOU/MARATHON;2	
07/24/2017	932	TRF OPER RGTS FILED	TALON OIL/MARATHON;1	
08/25/2017	933	TRF OPER RGTS APPROVED	EFF 08/01/17;	
08/25/2017	974	AUTOMATED RECORD VERIF	RCC	
08/29/2017	933	TRF OPER RGTS APPROVED	EFF 08/01/17;	

 Act Date
 Act Code
 Action Txt
 Action Remarks
 Pending Off

 08/29/2017
 974
 AUTOMATED RECORD VERIF
 RCC

 01/02/2018
 140
 ASGN FILED
 MOBIL PRO/XTO HOLDI;1

01/02/2018	899	TRF OF ORR FILED	1
02/08/2018	139	ASGN APPROVED	EFF 02/01/18;
02/08/2018	974	AUTOMATED RECORD VERIF	LBO

Line Number Remark Text

Run Date/Time: 3/13/2018 8:30 AM

Serial Number: NMNM-- - 027805

0002	BONDED OPERATORS/LESSEES/TRANSFEREES:
0003	06/11/96 - STRATA PROD CO - NM1538 - SW;
0004	01/07/03 - STRATA PROD CO - NM1538 - SW;
0005	12/17/04 - STRATA PROD CO - NM1538 - SW;
0006	04/25/07 - LOBOS ENE PTNERS LLC - NMB000460 - SW;
0007	04/19/13 - STRATA PROD CO - NM1538 - SW;
0008	10/03/14 - STRATA PROD CO - NM1538 - SW/NM;
0009	02/19/16 - STRATA PROD CO - NM1538 SW
0010	/A/ NAME CHANGE FROM BMOG LLC TO
0011	BLACK MOUNTAIN OPERATING LLC
0012	04/24/17 - OPERATOR BONDED STRATA PRODUCTION NM1538
0013	05/11/17 - BONDED OPERATOR BLACK MTN NMB001326 SW
0014	08/25/2017 - MARATHON WYB002107 NW;

NO WARRANTY IS MADE BY BLM FOR USE OF THE DATA FOR PURPOSES NOT INTENDED BY BLM

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ONSITE Review Checklist

Onsite Inspection - Environmental											
Oil & Gas Operator: Marathon Oil Permian LLC Field:											
Case # Lease #	<u>,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,</u>		Well Name/ Number Frizzle Fry F C 22-32- TB #1H, WA #2H, TB #5H & WXY #7H			API #					
Twn:	T22S	R32E		County:	Lea						
Sec:15		Qtr:		State:	NM	Total Depth:					
N/S Foot		E/W Foot:		Lat/Long		Formation(s)):				
	·····	F	REPRESENTATIV	ES PRESENT							
Company:	Marathon - N	Nancy Pohl		Contractor:	Harvey Walle	er, Corey Wil	son				
BLM:	Colleen	*		Other:		.					
Surface Owner:		deral	Ck NTChe	NOT PRESENT	Location Agreement	Tes	K NO				
Name:		BLM		Phone:							
Address:											
Other Surfac	e Owners Inv	olved in Acce		NO	Name:						
			ACCESS	ROAD							
Existing Access:	YES	Miles:	6.71	New Construction:	YES	Miles:	1744'				
	FOR LAND	AB/	ANDON	Width (FT.)	20'	Grade (%Max)					
Culverts:	Number:	0	Size: NA		Location: NA						
Cuts and Fill	S:	Max Cut:	2'	Max Fill:							
Surfacing:	Туре:	Caliche	Depth: 6"		Source:						
Low Water C	Crossing-Num	ber/Location	Ó								
Water Bars-I	Number/Loca	tion	Ó								
Gates-Numb	er/Location		Ø			Ľ] ABANDON				
Cattleguards	-Number/Loc	ation	Ø								
			WELL S	SITE							
Cuts	Depth:	2'	Slope:	4'	Top Soil Removal:						
	Max:	2'			Inches:	4" - 6"					
Topsoil Stoc	kpile Locatior		Wes	t side and nort	heast corner						
Pad Size			4	470' x 540'							
Water Bars I	Veeded										
	K NO			Fence Cross	ing Location	TES KNO					
Location/Spa	-		/								
Available /	Area for Frac.	Equipment	Reserve Pit Lined								

.

ONSITE Review Checklist

🗷 YES 🗌 N	NO		TES	X NO				
Production Facilities	Flowlines	Length		Power Lines Length:				
KYES 🗌 NO	🗋 YES 🗷] NO Depth:		□ YES □ NO #Poles:				
Special Requirements/TO	PO Features:							
		RESOUR						
T&E Clearance Needed?	Archeological	Inventory Needer	Mitigation LPC habitat	Present Use: 🗷 Grazing 🔲 Cropla nd 🗷 Oil Field Development 🗍 Other				
Floodplains/Wetlands 🗍	YES 🗷 NO	Water Source						
Streams/Ponds		Authorization						
		Water Source		Location:				
			Nearest Drainage:					
Nearest Residence:			Ephemeral 🛛	YES IN Perennial S NO				
Soil Type/Ecological Site		Sandy soil						
Erosion Concerns -		Need to ber	n pad to preve	nt on-flow or off-flow				
Native Vegetation Presen		Sandy soil vegetation types, mesquite, shinnary oak, sage						
Invasive Species Present		Need plan to pre	Need plan to prevent invasive species being tracked in.					
Wildlife Present -		LPC habitat but not timing stip area						
	1		CONSIDERED					
		MITIGATION	I/BMP(s)					
Need to notify allottee.								
		RECLAM						
	eed Mix		IRPad Size	~4.18 acre				
Species	Broadcast	Rate (lbs/acre)	Interim Reclar	nation Requirements				
BLM #LPC	12	2#/acre						
Reclamation Plan Discussed	🗷 YES 🗌 NO		Other/Special Conditions					

Run Date/Time: 3/13/2018 8:32 AM

01 12-22-1987;101STAT1330;30USC181 ET SEQ Case Type 312021: O&G LSE COMP PD -1987 Commodity 459: OIL & GAS Case Disposition: AUTHORIZED

Serial Number

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Total Acres: 880.000

NMNM 077058

Serial Number: NMNM-- - 077058

Name & Address					Int Rel	% Interest
EOG RESOURCES INC	PO BOX 4362	HOUSTON	тх	772104362	OPERATING RIGHTS	0.000000000
MARATHON OIL PERMIAN LLC	5555 SAN FELIPE ST	HOUSTON	тх	770562701	OPERATING RIGHTS	0.000000000
XTO HOLDINGS LLC	810 HOUSTON ST	FORT WORTH	тх	761026203	LESSEE	100.000000000
EXXONMOBIL CORP	810 HOUSTON ST	FT WORTH	тх	761026203	OPERATING RIGHTS	0.000000000
CIMAREX ENERGY CO OF COLORADO	1700 LINCOLN ST STE 1800	DENVER	со	802034518	OPERATING RIGHTS	0.000000000
SEALY HUTCHINGS CAVIN INC	504 N WYOMING AVE	ROSWELL	NM	882012169	OPERATING RIGHTS	0.000000000
BILL BARRETT CORP	1099 18TH ST	DENVER	со	802021908	OPERATING RIGHTS	0.000000000
STRATA PRODUCTION CO	PO BOX 1030	ROSWELL	NM	882021030	OPERATING RIGHTS	0.000000000
BURLINGTON RES OIL & GAS CO LP	PO BOX 51810	MIDLAND	тх	797101810	OPERATING RIGHTS	0.000000000
OXY USA INC	PO BOX 27570	HOUSTON	тх	772277570	OPERATING RIGHTS	0.000000000

							Serial Number: NMNM		
Mer	Twp Rng	Sec	SType	Nr	Suff Subdivision	District/ Field Office	County	Mgmt Agency	
23	0220S 0320E	014	ALIQ		SW,W2SE;	CARLSBAD FIELD OFFICE	LEA	BUREAU OF LAND MGMT	
23	0220S 0320E	021	ALIQ		E2;	CARLSBAD FIELD OFFICE	LEA	BUREAU OF LAND MGMT	
23	0220S 0320E	022	ALIQ		W2;	CARLSBAD FIELD OFFICE	LEA	BUREAU OF LAND MGMT	

Relinquished/Withdrawn Lands

Serial Number: NMNM-- - 077058

Act Date	Act Co	de Action Txt	Action Remarks	Serial Number: NMNM 077058 Pending Off
08/16/1988	387	CASE ESTABLISHED		
08/17/1988	191	SALE HELD		
08/17/1988	267	BID RECEIVED	\$39600.00;	
08/18/1988	111	RENTAL RECEIVED	\$1320.00;1YR/88-89	
08/29/1988	237	LEASE ISSUED		
09/01/1988	496	FUND CODE	05;145003	
09/01/1988	530	RLTY RATE - 12 1/2%		
09/01/1988	868	EFFECTIVE DATE		

Run Date/Time: 3/13/2018 8:32 AM

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Run Date/Time:	0/10/2010	8:32 AM (IIIAGO		Page 2 Of 4 Serial Number: NMNM 07705
Act Date	Act Code	Action Txt	Action Remarks	Pending Off
09/23/1988	974	AUTOMATED RECORD VERIF	LO	
01/31/1989	909	BOND ACCEPTED	01/27/89;NM1538	
02/15/1989	600	RECORDS NOTED		
02/16/1989	963	CASE MICROFILMED/SCANNED	CNUM 566,296	
04/06/1989	909	BOND ACCEPTED	EFF 04/06/89;NM1576	
08/13/1990	111	RENTAL RECEIVED	\$1320.00;21/143266	
08/19/1991	111	RENTAL RECEIVED	\$1320.00;21/157099	
09/16/1991	575	APD FILED	STRATA PRODUCTION CE	
10/15/1991	576	APD APPROVED	CERCION FED NO 1	
12/27/1991	650	HELD BY PROD - ACTUAL	CERCION FED NO 1	
12/27/1991	658	MEMO OF 1ST PROD-ACTUAL		
04/13/1992	932	TRF OPER RGTS FILED	EXXON/STRATA PROD CO	
04/29/1992	575	APD FILED	STRATA PRODUCTION CE	
05/20/1992	576	APD APPROVED	CERCION FED NO 2	
06/10/1992	933	TRF OPER RGTS APPROVED	EFF 05/01/92;	
06/10/1992	974	AUTOMATED RECORD VERIF	BTM/JS	
06/29/1992	575	APD FILED	STRATA PRODUCTION CE	
07/29/1992	576	APD APPROVED	CERCION FED NO 3N CE	
08/24/1992	575	APD FILED	STRATA PRODUCTION CE	
09/08/1992	576	APD APPROVED	CERCION FED NO 4	
11/18/1992	932	TRF OPER RGTS FILED	EXXON/MERIDIAN	
12/11/1992	575	APD FILED	STRATA PROD CO; BM	
01/04/1993	576	APD APPROVED	CERCION FED #5; BM	
01/07/1993	575	APD FILED	STRADA PRODUCTION; BM	
01/15/1993	576	APD APPROVED	CERCION FED #6; BM	
02/02/1993	933	TRF OPER RGTS APPROVED	EFF 01/01/93;	
02/02/1993	974	AUTOMATED RECORD VERIF	LO/JS	
02/08/1993	576	APD APPROVED	CERCION FED #7; BM	
03/04/1993	89 9	TRF OF ORR FILED		
03/04/1993	932	TRF OPER RGTS FILED	MERIDIAN/STRATA PROD	
05/04/1993	575	APD FILED	STRATA PRODUCTION	
05/24/1993	933	TRF OPER RGTS APPROVED	EFF 04/01/93;	
05/24/1993	974	AUTOMATED RECORD VERIF	GSB	
07/07/1993	576	APD APPROVED	7 Y CERCION FED	
03/18/1994	575	APD FILED	MERIDIAN OIL INC	
03/29/1994	575	APD FILED	MERIDIAN OIL INC	
04/13/1994	932	TRF OPER RGTS FILED	(1)EXXON/STRATA PROD	
04/13/1994	932	TRF OPER RGTS FILED	(2)EXXON/STRATA PROD	
	576	APD APPROVED	2 RED TANK FED	

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				Serial Number: NMNM 077058
Act Date	Act Code	Action Txt	Action Remarks	Pending Off
04/28/1994	576	APD APPROVED	3 RED TANK FED	
05/23/1994	576	APD APPROVED	4 RED TANK FED	
05/24/1994	575	APD FILED	MERIDIAN OIL INC	
06/08/1994	933	TRF OPER RGTS APPROVED	(1)EFF 05/01/94;	
06/08/1994	933	TRF OPER RGTS APPROVED	(2)EFF 05/01/94;	
06/08/1994	974	AUTOMATED RECORD VERIF	JDS	
01/10/1995	932	TRF OPER RGTS FILED	EXXON/STRATA	
04/13/1995	933	TRF OPER RGTS APPROVED	EFF 02/01/95;	
04/13/1995	974	AUTOMATED RECORD VERIF	ANN	
05/20/1996	817	MERGER RECOGNIZED	EL PASO PROD/MERIDIAN	
05/20/1996	817	MERGER RECOGNIZED	MERIDIAN PRO/MERIDIAN	
05/20/1996	817	MERGER RECOGNIZED	SOUTHLAND/MERIDIAN	
05/20/1996	974	AUTOMATED RECORD VERIF	BTM	
09/18/1996	940	NAME CHANGE RECOGNIZED	MERIDIAN/BURLINGTON	
07/07/1997	974	AUTOMATED RECORD VERIF	TF/TF	
02/10/1998	575	APD FILED		
03/02/1998	576	APD APPROVED	#8 CERCION FEDERAL	
08/16/1999	932	TRF OPER RGTS FILED	BURLINGTON/EXXON	
10/28/1999	933	TRF OPER RGTS APPROVED	EFF 09/01/99;	
10/28/1999	974	AUTOMATED RECORD VERIF	MV/MV	
04/25/2000	932	TRF OPER RGTS FILED	BURLINGTON/EOG RES	
05/19/2000	940	NAME CHANGE RECOGNIZED	EXXON/EXXON MOBIL;	
07/13/2000	933	TRF OPER RGTS APPROVED	EFF 05/01/00;	
07/13/2000	974	AUTOMATED RECORD VERIF	MV/MV	
01/14/2002	932	TRF OPER RGTS FILED	BURLINGTON/INTOIL INC	
03/20/2002	933	TRF OPER RGTS APPROVED	EFF 02/01/02;	
03/20/2002	974	AUTOMATED RECORD VERIF	JLV	
01/21/2003	932	TRF OPER RGTS FILED	INTOIL/BILL BARRETT	
02/25/2003	933	TRF OPER RGTS APPROVED	EFF 02/01/03;	
02/25/2003	974	AUTOMATED RECORD VERIF	LR	
05/17/2004	932	TRF OPER RGTS FILED	LANDRETH/EXXON MOBIL	
07/13/2004	933	TRF OPER RGTS APPROVED	EFF 06/01/04;	
07/13/2004	974	AUTOMATED RECORD VERIF	MV	
08/14/2006	940	NAME CHANGE RECOGNIZED	GRUY/CIMAREX OF COLO	
01/08/2009	932	TRF OPER RGTS FILED	POGO PRODUC/OXY USA;1	
01/08/2009	932	TRF OPER RGTS FILED	POGO PRODUC/OXY USA;2	
03/02/2009	933	TRF OPER RGTS APPROVED	(2)EFF 02/01/09;	
03/02/2009	933	TRF OPER RGTS APPROVED	(1)EFF 02/01/09;	
03/02/2009	974	AUTOMATED RECORD VERIF	ANN	

Serial Number: NMNM-- - 077058 Act Date Act Code Action Txt **Action Remarks** Pending Off 817 09/27/2010 MERGER RECOGNIZED **BILL BARRETT PROP/BIL** 06/28/2011 932 TRF OPER RGTS FILED **BILL BARR/CIMAREX E:1** 08/23/2011 933 TRF OPER RGTS APPROVED EFF 07/01/11; 08/23/2011 974 AUTOMATED RECORD VERIF ΜV 06/17/2014 932 TRF OPER RGTS FILED **CAVIN ET/SEALY HUT;1** TRF OPER RGTS APPROVED 10/03/2014 933 EFF 07/01/14; AUTOMATED RECORD VERIF BTM 10/03/2014 974 04/05/2017 932 TRF OPER RGTS FILED EXXON MOB/BLACK MOU;1 05/02/2017 932 **TRF OPER RGTS FILED** EXXON MOB/BLACK MOU;1 05/11/2017 933 TRF OPER RGTS APPROVED EFF 05/01/17; 05/11/2017 974 AUTOMATED RECORD VERIF RCC 06/22/2017 933 TRF OPER RGTS APPROVED EFF 06/01/17; AUTOMATED RECORD VERIF 06/22/2017 974 EMR 07/24/2017 TRF OPER RGTS FILED 932 **BLACK MOU/MARATHON;1**

08/25/2017	974	AUTOMATED RECORD VERIF	RCC	
01/02/2018	140	ASGN FILED	EXXONMOBI/XTO HOLDI;1	
01/02/2018	899	TRF OF ORR FILED	1	
01/02/2018	899	TRF OF ORR FILED	2	
01/02/2018	932	TRF OPER RGTS FILED	EXXON MOB/XTO HOLDI;1	FLUIDS TEAM
02/20/2018	139	ASGN APPROVED	EFF 02/01/18;	
02/20/2018	974	AUTOMATED RECORD VERIF	LBO	

EFF 08/01/17;

Line Number	Remark Text	Serial Number: NMNM 077058
0002	BONDED LESSEES/OPERATORS/TRANSFEREES:	
0003	08/23/11 - EXXONMOBIL - ES0534/NW;	
0004	10/03/14 - EOG RESOURCES INC - NM2380 - NW;	
0005	05/11/17 - BLACK MOUNTAIN NMB001326	
0006	06/22/2017 - BLACK MTN OPER LLC - NMB001326 - SW/NM;	
0007	08/25/2017 - MARATHON WYB002107 NW;	

NO WARRANTY IS MADE BY BLM FOR USE OF THE DATA FOR PURPOSES NOT INTENDED BY BLM

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08/25/2017

933

TRF OPER RGTS APPROVED

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Section 1 - General

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

Section 2 - Lined Pits

Would you like to utilize Lined Pit PWD options? NO **Produced Water Disposal (PWD) Location:** PWD surface owner: Lined pit PWD on or off channel: Lined pit PWD discharge volume (bbl/day): Lined pit specifications: Pit liner description: Pit liner manufacturers information: Precipitated solids disposal: Decribe precipitated solids disposal: Precipitated solids disposal permit: Lined pit precipitated solids disposal schedule: Lined pit precipitated solids disposal schedule attachment: Lined pit reclamation description: Lined pit reclamation attachment: Leak detection system description: Leak detection system attachment: Lined pit Monitor description: Lined pit Monitor attachment: Lined pit: do you have a reclamation bond for the pit? Is the reclamation bond a rider under the BLM bond? Lined pit bond number: Lined pit bond amount: Additional bond information attachment:

PWD disturbance (acres):

Section 3 - Unlined Pits

Would you like to utilize Unlined Pit PWD options? NO

Produced Water Disposal (PWD) Location:

PWD surface owner:

Unlined pit PWD on or off channel:

Unlined pit PWD discharge volume (bbl/day):

Unlined pit specifications:

Precipitated solids disposal:

Decribe precipitated solids disposal:

Precipitated solids disposal permit:

Unlined pit precipitated solids disposal schedule:

Unlined pit precipitated solids disposal schedule attachment:

Unlined pit reclamation description:

Unlined pit reclamation attachment:

Unlined pit Monitor description:

Unlined pit Monitor attachment:

Do you propose to put the produced water to beneficial use?

Beneficial use user confirmation:

Estimated depth of the shallowest aquifer (feet):

Does the produced water have an annual average Total Dissolved Solids (TDS) concentration equal to or less than that of the existing water to be protected?

TDS lab results:

Geologic and hydrologic evidence:

State authorization:

Unlined Produced Water Pit Estimated percolation:

Unlined pit: do you have a reclamation bond for the pit?

Is the reclamation bond a rider under the BLM bond?

Unlined pit bond number:

Unlined pit bond amount:

Additional bond information attachment:

Section 4 - Injection

Would you like to utilize Injection PWD options? NO

Produced Water Disposal (PWD) Location:

PWD surface owner:

Injection PWD discharge volume (bbl/day):

Injection well mineral owner:

PWD disturbance (acres):

PWD disturbance (acres):

Injection well type:

Injection well number:

Assigned injection well API number?

Injection well new surface disturbance (acres):

Minerals protection information:

Mineral protection attachment:

Underground Injection Control (UIC) Permit?

UIC Permit attachment:

Section 5 - Surface Discharge

Would you like to utilize Surface Discharge PWD options? NO

Produced Water Disposal (PWD) Location:PWD surface owner: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:Surface Discharge site facilities map:

Section 6 - Other

Would you like to utilize Other PWD options? NO

Produced Water Disposal (PWD) Location: PWD surface owner: Other PWD discharge volume (bbl/day): Other PWD type description: Other PWD type attachment: Have other regulatory requirements been met? Other regulatory requirements attachment:

PWD disturbance (acres):

Injection well name: Injection well API number:

Operator Name: MARATHON OIL PERMIAN LLC **Well Name:** FRIZZLE FRY F C 22 32 15 WXY

- 3

Well Number: 7H

	NS-Foot	NS Indicator	EW-Foot	EW Indicator	Twsp	Range	Section	Aliquot/Lot/Tract	Latitude	Longitude	County	State	Meridian	Lease Type	Lease Number	Elevation	DM	DVT
PPP Leg #1	0	FNL	133 1	FWL	22S	32E	22	Aliquot NWN W	32.38444 53	- 103.6668 227	LEA	NEW MEXI CO	146.44	F	NMNM 077058	- 831 6	170 72	121 06
EXIT Leg #1	330	FSL	132 2	FWL	225	32E	22	Aliquot SWS W	32.37083 58	- 103.6668 332	LEA		NEW MEXI CO	F	NMNM 077058	- 831 6	220 22	121 06
BHL Leg #1	330	FSL	132 2	FWL	22S	32E	22	Aliquot SWS W	32.37083 58	- 103.6668 332			NEW MEXI CO	F	NMNM 077058	- 831 6	220 22	121 06

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Batch Drilling Plan

- Marathon Oil Permian LLC. respectfully requests the option to "batch" drill sections of a well with intentions of returning to the well for later completion.
- When it is determined that the use of a "batch" drilling process to increase overall efficiency and reduce rig time on location, the following steps will be utilized to ensure compliant well control before releasing drilling rig during the batch process.
- Succeeding a successful cement job, fluid levels will be monitored in both the annulus and casing string to be verified static.
- A mandrel hanger packoff will be ran and installed in the multi-bowl wellhead isolating and creating a barrier on the annulus. This packoff will be tested to 5,000 PSI validating the seals.
- At this point the well is secure and the drilling adapter will be removed from the wellhead.
- A 13-5/8" 5M temporary abandonment cap will be installed on the wellhead by stud and nut flange. The seals of the TA cap will then be pressure tested to 5,000 PSI.
- The drilling rig will skid to the next well on the pad to continue the batch drilling process.
- When returning to the well with the TA cap, the TA cap will be removed and the BOP will be nippled up on the wellhead.
- A BOP test will then be conducted according to Onshore Order #2 and drilling operations will resume on the subject well.

Request for Surface Rig

 Marathon Oil Permian LLC. Requests the option to contract a surface rig to drill, set surface casing and cement on the subject well. If the timing between rigs is such that Marathon Oil Permian LLC. would not be able to preset the surface section, the primary drilling rig will drill the well in its entirety per the APD.

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

Bond Information

Federal/Indian APD: FED

BLM Bond number: NMB001555

BIA Bond number:

Do you have a reclamation bond? NO

Is the reclamation bond a rider under the BLM bond?

Bond Info Data Report

04/01/2019

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: