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State of New Mexico

Form C-101 June 16, 2008

1625 N. French Dr., Hobbs, NM 88240

District II 1301 W. Grand Avenue, Artesia, NM 8821DEC 16 201 Energy Minerals and Natural Resources

December 15, 2010

281-374-3050

1000 Rio Brazos Road, Aztec, NM 87414 HOBBSOCD District IV

Oil Conservation Division District IV 1220 S. St. Francis Dr., Santa Fe, NM 87505 1220 South St. Francis Dr.

Submit to appropriate District Office

☐ AMENDED REPORT

A 101	DI 16.45	ELONI E	OD DEDAM	r ma	DDI			IM 8/5			A COLT.	S.D. A.	
AP	PLICA	HON FO	Operator Name a	nd Addre	DRI ss	LL, KE	C-EN	IER,	DEEP	T**	ACK, (JR A Number	DD A ZONE
Enstor G	rama Ri	dge Stor	rage and Tra	nspor	tati	on, LL	С			234255	APIN	ımber	
³ Prope	rty Code		(20.00			Property N	Vame			30 - 025 -	1 4 2 /		No.
•	3014	152	6KM	Gra	ma—⊀ ——	idge M	erro w	Unit				10	
			Proposed Pool 1 na Ridge Morrow							10 Prop	osed Pool 2		-
						⁷ Surfac	e Loc	cation					
UL or lot no.	Section	Township	Range	Lot I	dn	Feet from	m the	North/S	outh line	Feet from the	East/Wes	t line	County
M	3	22-S	34-E			200		<u> </u>	outh	300	West		LEA
				osed B	ottom	Hole Loc	cation	If Diffe	rent Fro	m Surface			
UL or lot no.	Section	Township	Range	Lot I	dn	Feet from	m the	North/S	outh line	Feet from the	East/West	t line	County
					Addit	tional W	Vell II	ıforma	ation		<u> </u>		
	Type Code		12 Well Type Code S		Г ,	13 Cable/	/Rotary			Lease Type Code			d Level Elevation
	N					- I8 E				<u> </u>			3,599 feet
	ultiple N		17 Proposed Depth 13,500			^{IR} Form MORE				Ontractor Not known			Spud Date 1/1/2011
			2	¹ Prop	osed	Casing	and	Cemer	nt Prog	ram			
Hole S	ize	Casi	ng Size	Casing weight/foot		5	Setting Depth		Sacks of Ce	ment	Estimated TOC		
_17-1/	2"	13-	-3/8"	54.5 ppf			1.850)'	1.175		Surface		
12-1/			5/8"	40.0 nnf			5.460'		630		Surface		
8-3/4			-0"	29.0 nnf			11.500'		1.020		5.300'		
6-1/8	3''	4_	1/2"	13	5.5 nr	of	13.500' 170					11.300'	
Describe the b	lowout previral gas stora	vention progr nge well per a nit Expi Date Un	am, if any. Use ad attached prognosis res 2 Years less Drilling	ditional s and well From Und	sheets it bore di API erwa	f necessary. iagram. proval	give	the data (on the pres	sent productive zon	e and propo	sed new	productive zone.
best of my kno	tify that the owledge and	information places	given above is true	and com	plete to	o the			OIL C	ONSERVAT	ION DI	IVISI(ON
Signature:					٠		Approv	ved by:		Har	The state of		
Printed name:	7						Title:				PLANE		
Daryl W.	Gee								PET	ROLEUM EW	Del Marketan A		
Title:							Approv	val Date:		E	xpiration Da	ate:	
Director,	Regula	atory Af	fairs and L	and				' <u>.</u> 11	N 05	2011			
Managemer	nt							عرن	414 O O	LUII			
E-mail Addres	s:										-		
daryl.gee	e@ensto	rinc.com	1										
Date:			Phone:				Conditi	ons of Ap	oproval At	tached			

DISTRICT I

RECEIVED

State of New Mexico Energy, Minerals and Natural Resources Department

Form C-102 Revised March 17, 1999

1625 N. French Dr., Hobbs, NM 88240

SIL South First, Artesia, NM 8820FC 16 2010

Submit to Appropriate District Office

MHOBBSONP 1000 Rio Brazos Rd., Axtec,

State Lease - 4 Copies Fee Lease - 3 Copies

DISTRICT IV 2040 South Pacheco, Santa Fe, NM 87505 CONSERVATION DIVISION

2040 South Pacheco

Santa Fe, New Mexico 87505

☐ AMENDED REPORT

WELL LOCATION AND ACREAGE DEDICATION PLAT

API Number 30-025-	40003	Pool Code 77680	le Pool Name GRAMA RIDGE MORI			or (GAS)		
Property Code	(0000)	SKM	Property Na GRAMA RIDGE MOR		47	Wolf Number		
OGRID No. 234255 ENSTOR GRAMA F			•	Operator Name RIDGE STORAGE & TRANSPORTATION, LLC				
			Surface Loc	ation				
or let No Section	Township	Panes Lat Idn	Post from the	North /South line	Feet from the	Rast/West line Cou		

UL or lot No.	Section 3	Township 22-S	Range 34-E	Lot Idn	Feet from the 200	North/South line South	Feet from the 300	East/West line West	County LEA
173									l

Bottom Hole Location If Different From Surface

UL or lot No.	Section	Township	Range	Lot Idn	Feet from the	North/South line	Feet from the	East/West line	County
Dedicated Acres	Joint o	or Infili Co	nsolidation	Code Or	der No.				<u></u>

NO ALLOWABLE WILL BE ASSIGNED TO THIS COMPLETION UNTIL ALL INTERESTS HAVE BEEN CONSOLIDATED

. 100	OR A NON-STANDARD UNIT HA	S BEEN APPROVED BY THE DIVISION
		OPERATOR CERTIFICATION I hereby certify the the information contained herein is true and complete to the bast of my knowledge and belief.
		Signature
		DARY). CEC. Printed Name Dinector, Regulatory Affects & Land of Title
	CDCCTON	SURVEYOR CERTIFICATION
	SECTION 3 T-22-S, R-34	I hereby certify that the well location shown on this plat was plotted from field notes of actual surveys made by me or under my supervison and that the come is true and correct to the best of my belief.
	 	DATE 19806 ESGAMA Date Surveyed MD SUP. Signature & Sent pg [Professional Surveyor 2 3 7 7 7 7 7 7 7 7 7 7 7 7 7 7 7 7 7 7
, 1350'		Nº. 3º59
GRMU #10	LAT-32'24'50.50"N LON-103'27'55.30"W	Certificate New JATSON JR. #3959 WATSON PROFESSSIONAL GROUP INC

GRAMA RIDGE

FEDERAL 8817 JVP #1

DRILLING PROGNOSIS 12/15/10

WELL:

GRAMA RIDGE MORROW UNIT NO. 10

EST. TD = 13,500 FT.

FIELD:

GRAMA RIDGE

MORROW A & C COMPLETION

TYPE COMP: SINGLE CONVENTIONAL - NATURAL GAS STORAGE

A. DRILLING PROGNOSIS:

1. <u>LOCATION</u>: 200' FSL AND 300' FWL OF SECTION 3, TOWNSHIP 22 SOUTH, RANGE 34 EAST, LEA COUNTY, NEW MEXICO.

2.	GEOLOGY: PROJECTED FORMATION	TOPS:
	RUSTLER	1,791'
	YATES	3,941'
	CAPITAN REEF	4,487'
	CAPITAN REEF BASE/DELAWARE MTN TOP	5,524'
	DELAWARE LS	5,460'
	BONE SPRING	8,360'
	WOLFCAMP	11,205
	STRAWN	11,615'
	ATOKA	11,904'
	MORROW LS	12,448'
	MORROW CLASTICS	12,706'
	MORROW A	12,789'
	MORROW C	12,949'
	MORROW BASE	13,220'

3. CASING PROGRAM:

<u>DEPTH</u> 0' - 1,850'	HOLE <u>SIZE</u> 17-1/2"	CASING SIZE 13-3/8"	<u>TYPE</u> SURFACE	COMMENTS CASES OFF FRESH WATER, RED BEDS, AND GRAVEL SECTIONS. SET 50' INTO RUSLTER.
0' - 5,460'	12-1/4"	9-5/8"	INTERM. I	CASES OFF SALT & CAPITAN REEF TO PREVENT LOST RETURNS & EROSION OF SALT STRINGERS. SET 100' BELOW BASE OF CAPITAN REEF.
0' - 11,500'	8-3/4"	7"	INTERM. II	CASES OFF NORMALLY PRESSURED FORMATIONS FROM ABNORMALLY PRESSURED STRAWN (POSSIBLE) AND ATOKA (PROBABLE) FORMATIONS.
11,300' - 13,500)' 6-1/8''	4-1/2"	PROD	CASES OFF ABNORMALLY PRESSURED FORMATIONS AND MORROW SANDS, AND GIVES 200' OF CASED CELLAR BELOW MORROW INTERVAL

CASING SPECIFICATIONS AND DESIGN FACTORS:

TYPE	INTERVAL	LENGTH	SIZE-	WT/GRADE/THREAD	SF	SF	CONN SF
		Į Į	OD		COLLAPSE	BURST	TENSION
Surface	0-1,850'	1,850'	13-3/8"	54.5 ppf/J-55/BTC	1.125	1.250	1.50
INTERMED I	0-5,460'	5,460'	9-5/8"	40.0 ppf/N-80/LTC	1.125	1.250	1.50
INTERMED II	0-11,500'	11,500'	7-0"	29.0 ppf/P-110/LTC	1.230	1.375	1.50
LINER	11,300'-13,500'	2,200'	4-1/2"	13.5 ppf/P-110/Ultra FJ	1.125	1.250	1.50

Notes:

- a. Centralizers will be run on all casing strings, including surface casing.
- b. 7-0" casing and 4-1/2" liner are designed for fracturing down the casing.
- c. All casing will be new and manufactured to API specifications.

4. **MUD PROGRAM**:

DEPTH	<u>TYPE</u>	WEIGHT (PPG)	WATER LOSS (CC)	<u>Ph</u>
0-1850'	FRESH WATER	9.0	NC	9.5-10.0
1,850'-5,460'	BRINE WATER	10.0	NC	9.0-9.5
5,460'-11,500'	FRESH WATER	8.6	NC	10.0-10.5
11,500'- 13,500'	BRINE WATER	10.0-12.8	6-12	10.0-10.5

MUD PROGRAM CONSIDERATIONS:

DEPTH INTERVAL	<u>CONSIDERATIONS</u>	COMMENTS
0-1,850'	LOST CIRCULATION	TREAT W/ LOST CIRCULATION MATERIAL
1,850'- 5,460'	LOST CIRCULATION	TREAT W/ LOST CIRCULATION MATERIAL.
		IF CIRCULATION IS LOST AND CANNOT BE
		REGAINED BELOW BASE OF SALT, A FRESH
		WATER MUD WILL BE USED TO 5,460'
5,460'-11,500'	NO KNOWN PROBLEMS	MAINTAIN MINIMAL MUD WEIGHT
11,500'-13,500'	ABNORMAL & SUBNORMAL	MAINTAIN MINIMAL MUD WEIGHT, TREAT WITH
		LOST CIRCULATION MATERIAL, INCREASE WEIGHT
		AS NEEDED

ANTICIPATED HIGH PRESSURES BELOW 11,500':

- POSSIBLE STRAWN PRESSURE 7,500 PSI (~12.4 ppg). STRAWN HAS BEEN PRODUCED IN A SECTION 3 WELL AND SECTION 10 WELL.
- PROBABLE ATOKA PRESSURE 8000 PSI (~12.8 ppg). NO PRODUCTION FROM THE ATOKA. 1980 DST IN LLANO 3 (SECTION 3) ~8,000 PSI.
- VIRGIN PRESSURE IN THE MORROW IN THE GRMU WELLS DRILLED IN 1965 (GRMU #1 AND #4) WAS ~8000 PSI (~12 ppg) AND WAS ~6,500 PSI (~9.8 ppg) IN GRMU #7 DRILLED IN 1989.

ANTICIPATED DEPLETED PRESSURES IN MORROW:

- MORROW LS @ 12,448' ~650 PSI. PUMP IN PRESSURE IN LS PERFS IN GRMU #7 PRIOR TO SZQ JOB 11/2009 WAS 7.5 GPM @ 7,200 PSI BHP (10.9 PPG)
- MORROW A @ 12,789' ~4,500 PSI -GAS STORAGE (GRMU #4);
- MORROW C @ 12,949' +/-1,000-2,000 PSI-GAS STORAGE (GRMU #7).
- FRAC PRESSURE IN MORROW C WAS 13.3 ppg IN GRMU #7, NOVEMBER 2010. BHP ESTIMATED TO BE ~500 PSI AT THE TIME.
- NEGLIGIBLE H2S HAS BEEN REPORTED IN AREA AND MONITOIRNIG EQUIPMENT WILL BE ONSITE FOR DETECTION.

5. **CEMENTING PROGRAM**:

CASING	PROPOSED CEMENT DESIGN
CASHIO	I KOI OSED CEMENT DESIGN

1,850' CEMENT TO SURFACE WITH 875 SACKS OF CLASS 'C' CEMENT W/4% GEL + 2% CACL2
13-3/8" (ACCELERATOR) MIXED AT 13.5 PPG (YIELD=1.75 FT3/SK). TAIL IN W/300 SACKS CLASS 'C'
CEMENT + 2% CALCIUM CHLORIDE (ACCELERATOR) MIXED AT 14.8 PPG (YIELD=1.35
FT3/SK.) THIS VOLUME GIVES A 60% EXCESS OVER A GAUGE HOLE. PLACE CENTRALIZERS

AT 5' & 15' ABOVE THE SHOE AND OVER EVERY 4TH COLLAR TO SURFACE. PUMP A FLUID CALIPER PRIOR TO COMING OUT OF THE HOLE TO RUN CASING, TO CHECK THE HOLE VOLUME. ADJUST CEMENT VOLUMES, IF NECESSARY. IF CEMENT DOES NOT REACH

SURFACE, A TEMPERATURE LOG WILL BE RUN TO VERIFY TOP OF CEMENT.

5,460' CEMENT TO SURFACE USING A MULTI-STAGE CEMENTER (DV TOOL) AT ~4,000': 9-5/8" PUMP STAG 1 -WITH 380 SACKS OF CLASS 'C' LIGHT CEMENT (65:35) WITH 3% SA

<u>PUMP STAG 1</u> -WITH 380 SACKS OF CLASS 'C' LIGHT CEMENT (65:35) WITH 3% SALT, MIXED AT 12.9 PPG (YIELD=1.84 FT3/SK.), FOLLOWED BY 250 SACKS OF CLASS 'C' NEAT CEMENT MIXED AT 14.8 PPG (YIELD=1.33 FT3/SK.). A CALIPER LOG WILL BE RUN TO

DETERMINE FINAL CEMENT VOLUMES.

PUMP STAGE 2 - WITH 990 SACKS OF CLASS 'C' LIGHT CEMENT (65:35) WITH 3% SALT, MIXED AT 12.9 PPG (YIELD=1.84 FT3/SK.), FOLLOWED BY 250 SACKS OF CLASS 'C' NEAT CEMENT MIXED AT 14.8 PPG (YIELD=1.33 FT3/SK.) THIS GIVES 100% EXCESS OVER A GAUGE HOLE, PLUS 10% EXCESS INSIDE THE 13-3/8" CASING. PLACE CENTRALIZERS AT 5' & 15' ABOVE THE SHOE, AND OVER THE FIRST 10 COLLARS, AND 10'ABOVE AND BELOW THE DV TOOL. FINAL CEMENT VOLUMES WILL BE DETERMINED FROM A CALIPER LOG.

11,500° 7-0° CEMENT UP ANNULUS INSIDE THE 9-5/8" CASING TO 160' ABOVE THE CASING SEAT, PUMP 820 SACKS OF LIGHT CLASS 'H' LEAD CEMENT WITH 3% SALT, MIXED TO 12.9 PPG (YIELD= 1.85 FT3/SK.), FOLLOWED BY 200 SACKS OF CLASS 'H' NEAT WITH 0.2% HR-601 RETARDER, MIXED TO 15.6 PPG (YIELD= 1.19 FT3/SK.). THIS GIVES 100% EXCESS IN THE OPEN HOLE AND 10% EXCESS INSIDE THE 9-5/8" CASING. PLACE CENTRALIZERS AT 5' & 15' ABOVE THE SHOE, AND THEN EVERY 2ND JOINT FOR THE NEXT 600'. FINAL CEMENT VOLUMES WILL BE DETERMINED FROM A CALIPER LOG, AND CEMENT WILL EXTEND TO AT LEAST 150 FT INSIDE 9-5/8" CASING.

13,500° 4-½" CEMENT ENTIRE ANNULUS BACK UP TO LINER HANGER INSIDE 7" CASING USING 170 SACKS OF CLASS 'H' (SUPER 'H' BLEND) CEMENT W/ 1.0 LBM./SX. SALT + 0.4% HALAD R-344 LOW FLUID LOSS CONTROL (SIMILAR TO GAS STOP) + 0.3% CFR-3 DISPERSANT + 0.2% HR-601 RETARDER, MIXED AT 13.0 PPG (TO PREVENT FRACTURE OR LOST RETURNS IN THE OBJECTIVE INTERVAL) YIELD= 1.68 FT3/SK. IF EXCESSIVE GAS IS ENCOUNTERED, ADD ADDITIONAL R-344. USE ROTATING LINER HANGER AND ROTATE THE CASING IF POSSIBLE TO OBTAIN A GOOD CEMENT JOB.

CEMENT VOLUMES WILL BE ADJUSTED FOR ANY BOREHOLE CALIPERS RUN. WAITING TIME ON CEMENT WILL BE ADEQUATE TO ACHIEVE A MINIMUM 500 PSI COMPRESSIVE STRENGTH, AND NO LESS THAN 18 HOURS.

6. **BIT PROGRAM**:

		BIT TYPE		EST. DRILL				ALTERNATIVE
<u>RUN NO.</u>	BIT SIZE	OR EQUIV.	DEPTH OUT	TIME (HRS.)	<u>ROP</u>	BIT WT.	<u>RPM</u>	PDC BITS
1	17-1/2"	GT-C1	1,750'	44	40	25-45	70-80	
2	12-1/4"	GX-28C	4,800'	102	30	40-70	50-70	
3	12-1/4"	GX-38C	5,460'	22	30	40-70	50-70	
4	8-3/4"	VG-E28CH	9,300'	96	40	40-50	50-70	
5	8-3/4"	VG-E44C	11,500'	88	25	40-50	50-70	
6	6-1/8"	STX-40	12,000'	50	10	15-30	50-70	FMHX543ZZ
7	6-1/8"	STX-50	12,700'	70	10	15-30	50-70	
8	6-1/8"	XR40Y	13,500'	80	7	15-30	50-70	FMHX543ZZ

7. DRILLING MECHANICS:

- a. USE AVAILABLE HORSEPOWER OF MUD PUMPS TO MAXIMIZE HYDRAULIC HORSEPOWER TO BIT AND FOR HOLE CLEANING.
- b. USE 4-1/2" DRILL PIPE TO 11,500' AND CHANGE TO 3-1/2" DRILL PIPE TO TD.
- c. HAVE LOST CIRCULATION MATERIAL AND PILLS READY ON HAND TO COMBAT LOST CIRCULATION IN ALL PORTIONS OF THE HOLE.
- d. USE CLOSED LOOP MUD SYSTEM & STEEL MUD TANKS. OPTIMIZE SOLIDS CONTROL EQUIPMENT WITH RIG FURNISHED AND RENTAL EQUIPMENT.

8. WELL CONTROL EQUIPMENT:

a. BLOWOUT PREVENTER (BOP) EQUIPMENT (SCHEMATICS OF THE BOP CONFIGURATIONS ARE ATTACHED):

<u>DEPTH</u>		
1,850' – 5,460'	5,000 PSI	BOP STACK – PIPE AND BLIND RAMS & ANNULAR BOP
5,460' - 11,500'	5,000 PSI	BOP STACK – PIPE AND BLIND RAMS & ANNULAR BOP
11,500' – TD	10,000 PSI	BOP STACK – 2 PIPE AND BLIND RAMS & ANNULAR BOP

- b. BOPS AND RELATED PRESSURE ACCUMULATOR SYSTEMS WILL BE CONFIGURED ACCORDING TO BLM DRILLING OPERATIONS ONSHORE ORDER NUMBER 2.
- c. FLOOR CONTROLS FOR BOP'S WILL BE OPERABLE FOR 3K PSI AND GREATER BOP SYSTEMS.
- d. PRIOR TO DRILLING OUT OF EACH CASING STRING, THE BOPS AND CASING SEATS WILL BE TESTED BY AN INDEPENDENT TESTING COMPANY USING A TEST PLUG AND TESTED ACCORDING TO BLM DRILLING OPERATIONS ONSHORE ORDER NUMBER 2. TEST RESULTS WILL BE RECORDED ON PASON AND WILL INCLUDE A LOW PRESSURE 250-300 PSI TEST AND HIGH PRESSURE TEST.
- e. BOPS WILL BE FUNCTIONALLY OPERATED AT A FREQUENCY PRESCRIBED IN BLM DRILLING OPERATIONS ONSHORE ORDER NUMBER 2.
- f. ADDITIONAL WELL CONTROL EQUIPMENT WILL CONSIST OF A DRILLING SPOOL, WITH 2 SIDE OUTLETS FOR THE CHOKE MANIFOLD & KILL LINE.
- g. 5K PSI AND 10K PSI SYSTEMS WILL HAVE AN HCR VALVE, REMOTE KILL LINE AND ANNULAR TO MATCH. THE REMOTE KILL LINE WILL BE INSTALLED PRIOR TO TESTING THE SYSTEM AND TESTED TO STACK PRESSURE.
- h. A 5K PSI CHOKE MANIFOLD WILL BE USED WITH THE 5K PSI BOP STACK, AND A 10K PSI MANIFOLD WILL BE USED WITH THE 10K PSI BOP STACK. THE MANIFOLDS WILL BE CONFIGURED ACCORDING TO BLM DRILLING OPERATIONS ONSHORE ORDER NUMBER 2.
- i. UPPER AND LOWER KELLY COCKS WILL BE IN THE DRILL STRING AT ALL TIMES.
- j. A FULL OPENING DRILL PIPE STABBING VALVE WITH APPROPRIATE CONNECTIONS WILL BE ON THE RIG FLOOR AT ALL TIMES.
- k. A ROTATING HEAD WILL BE INSTALLED ON BOTH THE 9-5/8" AND 7" CASINGS.
- 1. A MUD-GAS SEPARATOR AND FLARE LINE WILL BE USED TO DRILL THE 8-3/4" AND 6-1/8" HOLES.

m. MUD SYSTEM MONITORING EQUIPMENT WITH AUDIO AND VISUAL ALARMS WILL BE OPERATING PRIOR TO DRILLING INTO THE WOLFCAMP FORMATION AND SHALL BE USED UNTIL PRODUCTION CASING IS RUN AND CEMENTED.

9. FORMATION EVALUATION:

a. OPEN HOLE ELECTRIC LOGS:

SURFACE - 5,460' 5,460' - 11,500' 11,500' - TD GAMMA RAY-NEUTRON LOG + CALIPER LOG FROM 5,450' TO 1,750'. SONIC LOG (Simple Compression Wave), GAMMA RAY-NEUTRON LOG PLATFORM EXPRESS (RESISTIVITY, NEUTRON POROSITY, BULK DENSITY), GAMMA RAY NEUTRON AND SONIC (Simple Compression Wave) LOG.

- b. XPT IN MORROW, DEPTHS TBD.
- c. SAMPLE PROGRAM. MUD LOGGER PLACED ON WELL AT 10,000' TO TD.
- d. DRILL STEM TEST NONE PLANNED.

10. OTHER:

EVEN THOUGH H2S IS NOT ANTICIPATED, AS A SAFETY PRECAUTION, H2S SENSORS WILL BE KEPT ON THE RIG FLOOR, AROUND BOPS AND ON SHALE SHAKER THROUGHOUT THE DRILLING OPERATION.

11. WELLHEAD EQUIPMENT:

A-SECTION 13-3/8" SOW 3 KPSI WP CASING HEAD, W/ LANDING BASE

B-SECTION 13-3/8", 3 KPSI WP X 11", 5 KPSI WP CASING SPOOL.

C-SECTION 11", 5 KPSI WP X 7-1/16", 10 KPSI WP TBG. HD. SPOOL.

TREE ASSY. 7-1/16", 10 KPSI WP TREE WITH 2 MV'S, CROSS, ADAPTER FLANGE W/TREE CAP, 2 WINGS WITH EACH HAVING A 4-1/16", 10 KPSI WP MANUAL VALVE & A 4-1/16", 10KPSI OPERATED VALVE.

12. ANTICIPATED SCHEDULE:

- a. LOCATION CONSTRUCTION WILL BEGIN AFTER THE OCD HAS APPROVED THE DRILLING PERMIT.
- b. THE WELL WILL BE SPUDDED AS SOON AS THE ROAD AND LOCATION HAVE BEEN CONSTRUCTED, DEPENDING ON RIG AVAILABLILITY.
- c. IT IS ESTIMATED THE DRILLING OPERATION WILL TAKE 60 DAYS.

B. COMPLETION PROGNOSIS:

1. CASED HOLE LOGGING & PERFORATING

a. LOGGING:

4,000' - TD

CEMENT BOND LOG

SURFACE - 13,500'

GAMMA RAY-NEUTRON LOG

SURFACE – 13,500'

CASING INSPECTION LOGS

b. PERFORATING:

THE MORROW C WILL BE PERFORATED AND FRACTURE TREATED THEN THE MORROW A WILL BE PERFORATED AND FRACTURED.

2. STIMULATION

- a. MORROW C: AFTER PERFORATING, THE MORROW C WILL BE STIMULATED WITH A CO2 FRAC TREATMENT.
- b. MORROW A: AFTER TREATING AND FLOWING BACK THE MORROW C, A PLUG WILL BE SET ABOVE THE MORROW C AND THE MORROW A WILL BE CO2 FRAC STIMULATED. FOLLOWING FLOWBACK, THE PLUG WILL BE DRILLED OUT AND TUBING RUN.

3. TUBING

DEPTH

TUBING

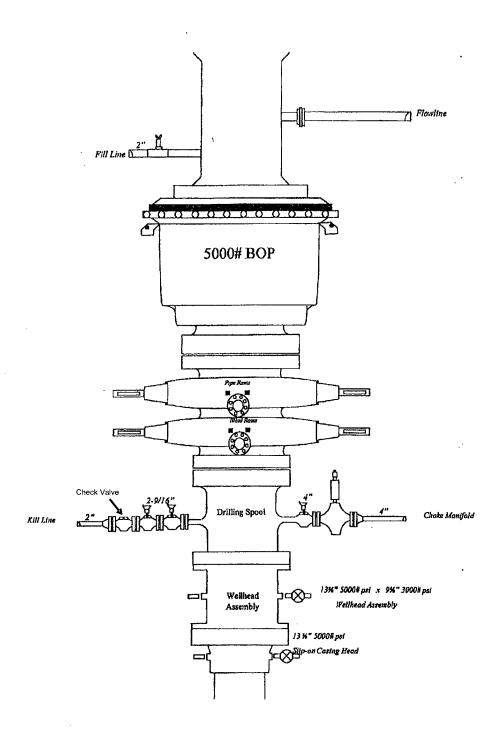
0 - 11,150'

4-1/2" OD, 15.5 PPF, L-80, RTS-6 OR EQUIVALENT CONNECTION

11,150'-12,700'

2-7/8" OD, 6.4 PPF, L-80, FJ SET ON PACKER =<100' ABOVE MORROW A PERFS

- 4. ANTICIPATED SCHEDULE: IT IS ESTIMATED IT WILL TAKE 60 DAYS TO COMPLETE THE WELL
- 5. <u>SCHEMATIC</u>: SEE ATTACHED WELLBORE SCHEMATIC.



5000# BOP Stack

