

HALLIBURTON

iCem[®] Service

BP AMERICA PROD CO-SORAC/NAG EBIZ

For: Luke Walker

Date: Monday, January 30, 2017

SOUTHERN UTE GAS UNIT

SOUTHERN UTE GAS UNIT -BK- #2

SOUTHERN UTE GAS UNIT -BK- #2 PRODUCTION

Job Date: Monday, January 30, 2017

Sincerely,

Jacob Ayers

Legal Notice

Warning Disclaimer

Although the information contained in this report is based on sound engineering practices, the copyright owner(s) does (do) not accept any responsibility whatsoever, in negligence or otherwise, for any loss or damage arising from the possession or use of the report whether in terms of correctness or otherwise. The application, therefore, by the user of this report or any part thereof, is solely at the user's own risk.

Limitations of Liability

Except as expressly set forth herein, there are no representations or warranties by Halliburton, express or implied, including implied warranties of merchantability and/or fitness for a particular purpose. In no event will Halliburton or its suppliers be liable for consequential, incidental, special, punitive or exemplary damages (including, without limitation, loss of data, profits, use of hardware, or software). Customer accepts full responsibility for any investment made based on results from the Software. Any interpretations, analyses or modeling of any data, including, but not limited to Customer data, and any recommendation or decisions based upon such interpretations, analyses or modeling are opinions based upon inferences from measurements and empirical relationships and assumptions, which inferences and assumptions are not infallible, and with respect to which professional may differ. Accordingly, Halliburton cannot and does not warrant the accuracy, correctness or completeness of any such interpretation, recommendation, modeling or other products of the Software Product. As such, any interpretation, recommendation or modeling resulting from the Software for the purpose of any drilling, well treatment, production or financial decision will be at the sole risk of Customer. Under no circumstances will Halliburton or its suppliers be liable for any damages.

Table of Contents

| | | |
|-----|---|----|
| 1.0 | Job Design | 4 |
| 1.1 | Overview..... | 4 |
| 1.2 | Pressure Schedule Inputs..... | 4 |
| 1.3 | Pressure Schedule Table | 4 |
| 1.4 | Job Summary | 5 |
| 2.0 | Real-Time Job Summary | 7 |
| 2.1 | Job Event Log | 7 |
| 3.0 | Attachments..... | 9 |
| 3.1 | SOUTHERN UTE GAS UNIT -BK- #2 PRODUCTION -Custom Results.png..... | 9 |
| 4.0 | Custom Graphs..... | 10 |
| 4.1 | Custom Graph | 10 |
| 5.0 | Appendix | 11 |
| 5.1 | 3D Wellbore Schematic | 11 |

1.0 Job Design

1.1 Overview

| | |
|------------------------------|---------------------|
| Job Type | Primary Cement Job |
| Injection Path | Casing/Conventional |
| Foam Job | No |
| Simulations Performed | |

1.2 Pressure Schedule Inputs

| | |
|----------------------|--------------|
| Pressure Mode | Conventional |
|----------------------|--------------|

1.3 Pressure Schedule Table

| Start <i>(Pump Volume in bbl)</i> | End <i>(Pump Volume in bbl)</i> | Pressure <i>(psi)</i> |
|---|---|---------------------------------|
| 0.00 | End | 0.00 |

1.4 Job Summary



Cementing Job Summary



The Road to Excellence Starts with Safety

| Sold To #: 358135 | | Ship To #: 3709797 | | Quote #: 0022257504 | | Sales Order #: 0903822986 | | | | |
|---|------------------------------|------------------------------------|-----------|----------------------------------|----------------------------|-----------------------------|---------------|--------------|---------------------|---------------|
| Customer: BP AMERICA PROD CO-SORAC/NAG EBIZ | | | | Customer Rep: MARK JOHNSON | | | | | | |
| Well Name: SOUTHERN UTE TRIBAL K | | | Well #: 4 | | API/UWI #: 05-067-09964-02 | | | | | |
| Field: IGNACIO-BLANCO | | City (SAP): IGNACIO | | County/Parish: LA PLATA | | State: COLORADO | | | | |
| Legal Description: SW NW-5-33N-7W-1581FNL-1154FWL | | | | | | | | | | |
| Contractor: AZTEC WELL SERVICING CO | | | | Rig/Platform Name/Num: AZTEC 507 | | | | | | |
| Job BOM: 7523 | | | | | | | | | | |
| Well Type: COAL DE-GAS | | | | | | | | | | |
| Sales Person: HALAMERICA\HB41307 | | | | Srv Supervisor: John Keane | | | | | | |
| Job | | | | | | | | | | |
| Formation Name | | | | | | | | | | |
| Formation Depth (MD) | | Top | | Bottom | | | | | | |
| Form Type | | | | | | | | | | |
| Job depth MD | | 3340ft | | BHST | | Job Depth TVD | | | | |
| Water Depth | | | | Wk Ht Above Floor | | | | | | |
| Perforation Depth (MD) | | From | | To | | | | | | |
| Well Data | | | | | | | | | | |
| Description | New / Used | Size in | ID in | Weight lbm/ft | Thread | Grade | Top MD ft | Bottom MD ft | Top TVD ft | Bottom TVD ft |
| Casing | | 8.625 | 8.097 | 24 | LTC | J-55 | 0 | 350 | 0 | 350 |
| Casing | | 5.5 | 4.95 | 15.5 | LTC | J-55 | 0 | 3340 | 0 | 2946 |
| Open Hole Section | | | 7.875 | | | | 350 | 3340 | 350 | 2946 |
| Tools and Accessories | | | | | | | | | | |
| Type | Size in | Qty | Make | Depth ft | Type | Size in | Qty | Make | | |
| Guide Shoe | 5.5 | | | 3340 | Top Plug | 5.5 | | HES | | |
| Float Shoe | 5.5 | | | | Bottom Plug | 5.5 | | HES | | |
| Float Collar | 5.5 | | | | SSR plug set | 5.5 | | HES | | |
| Insert Float | 5.5 | | | | Plug Container | 5.5 | | HES | | |
| Stage Tool | 5.5 | | | | Centralizers | 5.5 | | HES | | |
| Fluid Data | | | | | | | | | | |
| Stage/Plug #: 1 | | | | | | | | | | |
| Fluid # | Stage Type | Fluid Name | Qty | Qty UoM | Mixing Density lbm/gal | Yield ft ³ /sack | Mix Fluid Gal | Rate bbl/min | Total Mix Fluid Gal | |
| 1 | 11.5 lb/gal Tuned Spacer III | Tuned Spacer III | 20 | bbl | 11.5 | 3.73 | | | | |
| 150.82 lbm/bbl | | BAROID 41 - 50 LB BAG(478095) | | | | | | | | |
| 36.09 gal/bbl | | FRESH WATER | | | | | | | | |
| 1 lbm/bbl | | D-AIR 5000, 50 LB SACK (102068797) | | | | | | | | |

HALLIBURTON

Cementing Job Summary

| Fluid # | Stage Type | Fluid Name | Qty | Qty UoM | Mixing Density lbm/gal | Yield ft3/sack | Mix Fluid Gal | Rate bbl/mi n | Total Mix Fluid Gal |
|---------------------|------------------------------------|-----------------------------------|----------------------|------------------------|---------------------------|-------------------|------------------|---------------------|---------------------------|
| 2 | Lead Cement | VARICEM (TM) CEMENT | 155 | sack | 12.3 | 2.43 | | 5 | 13.61 |
| 0.40 % | | FE-2 (100001615) | | | | | | | |
| 0.1250 lbm | | POLY-E-FLAKE (101216940) | | | | | | | |
| 13.61 Gal | | FRESH WATER | | | | | | | |
| 5 lbm | | KOL-SEAL, 50 LB BAG (100064232) | | | | | | | |
| Fluid # | Stage Type | Fluid Name | Qty | Qty UoM | Mixing Density lbm/gal | Yield ft3/sack | Mix Fluid Gal | Rate bbl/mi n | Total Mix Fluid Gal |
| 3 | Lead Cement (with Super CBL) | VARICEM (TM) CEMENT | 60 | sack | 12.3 | 2.43 | | 5 | 13.64 |
| 0.30 % | | SUPER CBL, 50 LB PAIL (100003668) | | | | | | | |
| 0.40 % | | FE-2 (100001615) | | | | | | | |
| 13.64 Gal | | FRESH WATER | | | | | | | |
| 0.1250 lbm | | POLY-E-FLAKE (101216940) | | | | | | | |
| 5 lbm | | KOL-SEAL, 50 LB BAG (100064232) | | | | | | | |
| Fluid # | Stage Type | Fluid Name | Qty | Qty UoM | Mixing Density lbm/gal | Yield ft3/sack | Mix Fluid Gal | Rate bbl/mi n | Total Mix Fluid Gal |
| 4 | Tail Cement | VARICEM (TM) CEMENT | 155 | sack | 13.5 | 1.87 | | 5 | 9.4 |
| 0.1250 lbm | | POLY-E-FLAKE (101216940) | | | | | | | |
| 9.40 Gal | | FRESH WATER | | | | | | | |
| 0.30 % | | SUPER CBL, 50 LB PAIL (100003668) | | | | | | | |
| 0.40 % | | FE-2 (100001615) | | | | | | | |
| 5 lbm | | KOL-SEAL, 50 LB BAG (100064232) | | | | | | | |
| Fluid # | Stage Type | Fluid Name | Qty | Qty UoM | Mixing Density lbm/gal | Yield ft3/sack | Mix Fluid Gal | Rate bbl/mi n | Total Mix Fluid Gal |
| 5 | Displacement | Displacement | 80.2 | bbl | 8.33 | | | | |
| Cement Left In Pipe | | Amount | ft | Reason | | | | Shoe Joint | |
| Mix Water: | pH ## | Mix Water Chloride: | ## ppm | Mix Water Temperature: | | | ## °F °C | | |
| Cement Temperature: | ## °F °C | Plug Displaced by: | ## lb/gal kg/m3 XXXX | Disp. Temperature: | | | ## °F °C | | |
| Plug Bumped? | Yes/No | Bump Pressure: | #### psi MPa | Floats Held? | | | Yes/No | | |
| Cement Returns: | ## bbl m3 | Returns Density: | ## lb/gal kg/m3 | Returns Temperature: | | | ## °F °C | | |
| Comment | | | | | | | | | |

2.0 Real-Time Job Summary

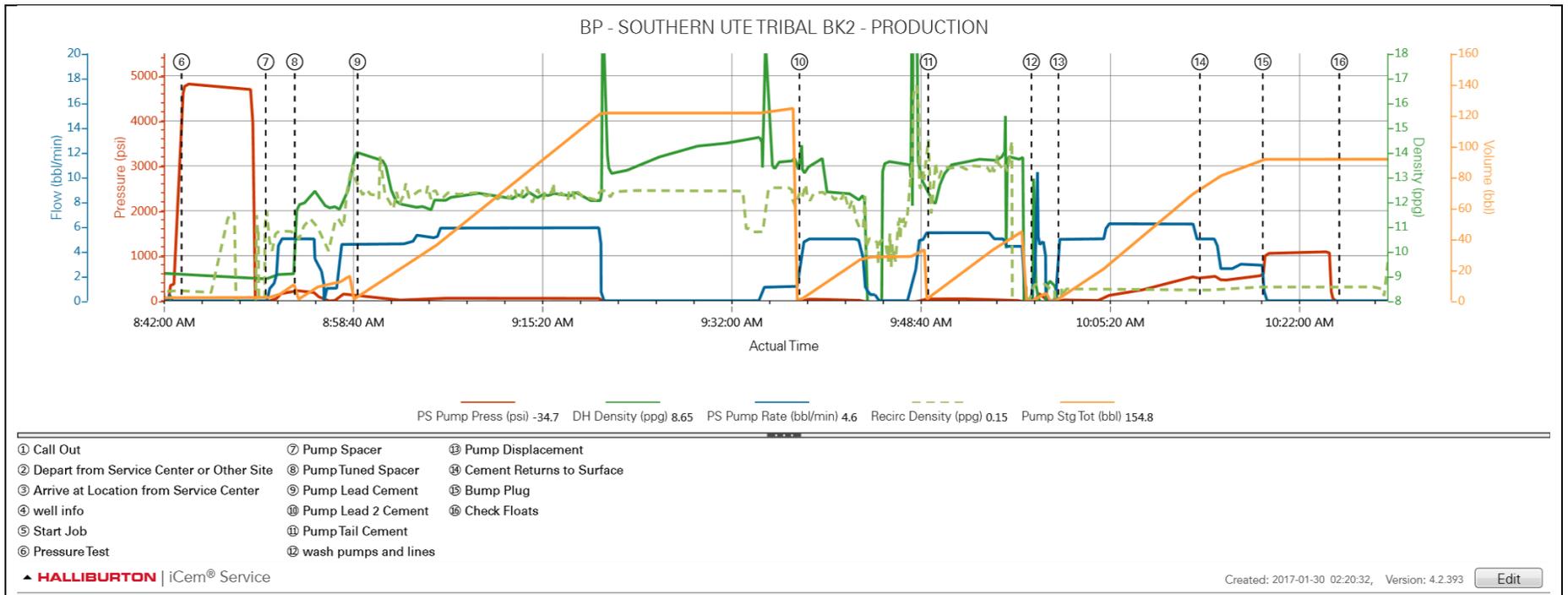
2.1 Job Event Log

| Type | Seq. No. | Activity | Graph Label | Date | Time | Source | PS Pump Press (psi) | DH Density (ppg) | PS Pump Rate (bbl/min) | Recirc Density (ppg) | Pump Stg Tot (bbl) | Comments |
|-------|----------|--|--|-----------|----------|--------|---------------------|------------------|------------------------|----------------------|--------------------|---|
| Event | 1 | Call Out | Call Out | 1/29/2017 | 08:00:00 | USER | | | | | | job called out @2000 |
| Event | 2 | Depart from Service Center or Other Site | Depart from Service Center or Other Site | 1/29/2017 | 22:30:00 | USER | | | | | | departed from the yard @ 2230 |
| Event | 3 | Arrive at Location from Service Center | Arrive at Location from Service Center | 1/30/2017 | 01:00:00 | USER | | | | | | requested on location time was 0100 |
| Event | 4 | Other | well info | 1/30/2017 | 01:30:00 | USER | | | | | | surface 8 5/8 24# 377' open hole 7 7/8 3750' production 5 1/2 15.5# 3742' |
| Event | 5 | Start Job | Start Job | 1/30/2017 | 08:35:48 | COM5 | -33.70 | 8.89 | 0.00 | 8.34 | 0.0 | |
| Event | 6 | Pressure Test | Pressure Test | 1/30/2017 | 08:43:46 | USER | 4761.30 | 9.10 | 0.00 | 8.41 | 2.0 | test pumps and lines to 4700psi |
| Event | 7 | Pump Spacer | Pump Spacer | 1/30/2017 | 08:51:11 | USER | -21.70 | 8.90 | 1.00 | 11.27 | 2.1 | pump 10 bbl fresh water ahead |
| Event | 8 | Pump Spacer 2 | Pump Tuned Spacer | 1/30/2017 | 08:53:44 | USER | 213.30 | 11.85 | 5.00 | 10.48 | 0.5 | 20 bbl tuned spacer @11.5# |
| Event | 9 | Pump Lead Cement | Pump Lead Cement | 1/30/2017 | 08:59:16 | USER | 117.30 | 13.99 | 4.60 | 12.69 | 3.6 | 205 sks @ 12.3# 2.43 yield 13.64mwrq= 88.72 bbl |
| Event | 10 | Other | shut down | 1/30/2017 | 09:20:50 | USER | -38.70 | 16.44 | 0.00 | 12.45 | 121.4 | shut down and discussed the routs that where available to us. with the co man and engineer the decision was made to finish pumping job. |
| Event | 11 | Pump Cement | Pump Lead 2 Cement | 1/30/2017 | 09:38:12 | USER | -27.70 | 13.39 | 4.50 | 12.15 | 1.4 | 60 sks@ 12.3# 2.43 yield 13.64mwrq = 25.96 bbl |
| Event | 12 | Pump Tail Cement | Pump Tail Cement | 1/30/2017 | 09:49:33 | USER | 39.30 | 12.25 | 5.50 | 11.45 | 3.2 | 145sks @ 13.5# 1.87 yield 9.4 mwrq = 48.29bbl |

| | | | | | | | | | | | | |
|-------|----|---------------------------|---------------------------|-----------|----------|------|---------|-------|-------|------|-------|---|
| Event | 13 | Other | wash pumps and lines | 1/30/2017 | 09:58:37 | USER | -19.70 | 11.50 | 2.30 | 8.66 | 0.2 | wash pumps and lines |
| Event | 14 | Pump Displacement | Pump Displacement | 1/30/2017 | 10:01:00 | USER | 14.30 | 7.87 | 5.00 | 8.57 | 1.9 | calculated 88bbl to land plug |
| Event | 15 | Cement Returns to Surface | Cement Returns to Surface | 1/30/2017 | 10:13:28 | USER | 524.30 | 7.86 | 5.00 | 8.47 | 73.4 | Calculated 45 bbl cmt back. 30bbl of 11.1# cmt returned to surface |
| Event | 16 | Bump Plug | Bump Plug | 1/30/2017 | 10:19:01 | USER | 1028.30 | 7.87 | 0.00 | 8.56 | 91.5 | Calculated 850 psi to land the plug. actually landed the plug @ 590psi took it 500psi over landing pressure |
| Event | 17 | Check Floats | Check Floats | 1/30/2017 | 10:25:45 | USER | -49.70 | 7.81 | 0.00 | 8.55 | 91.5 | floats held 1/2bbl back |
| Event | 18 | Other | Other | 1/30/2017 | 11:01:10 | USER | 317.30 | 8.76 | 12.20 | 0.14 | 164.1 | due to job issues (pumped half of 1st lead @11.1#) it was decided to forgo the additional hours charges. |
| Event | 19 | End Job | End Job | 1/30/2017 | 11:11:57 | COM5 | -76.70 | -0.48 | 0.00 | 0.15 | 230.2 | |

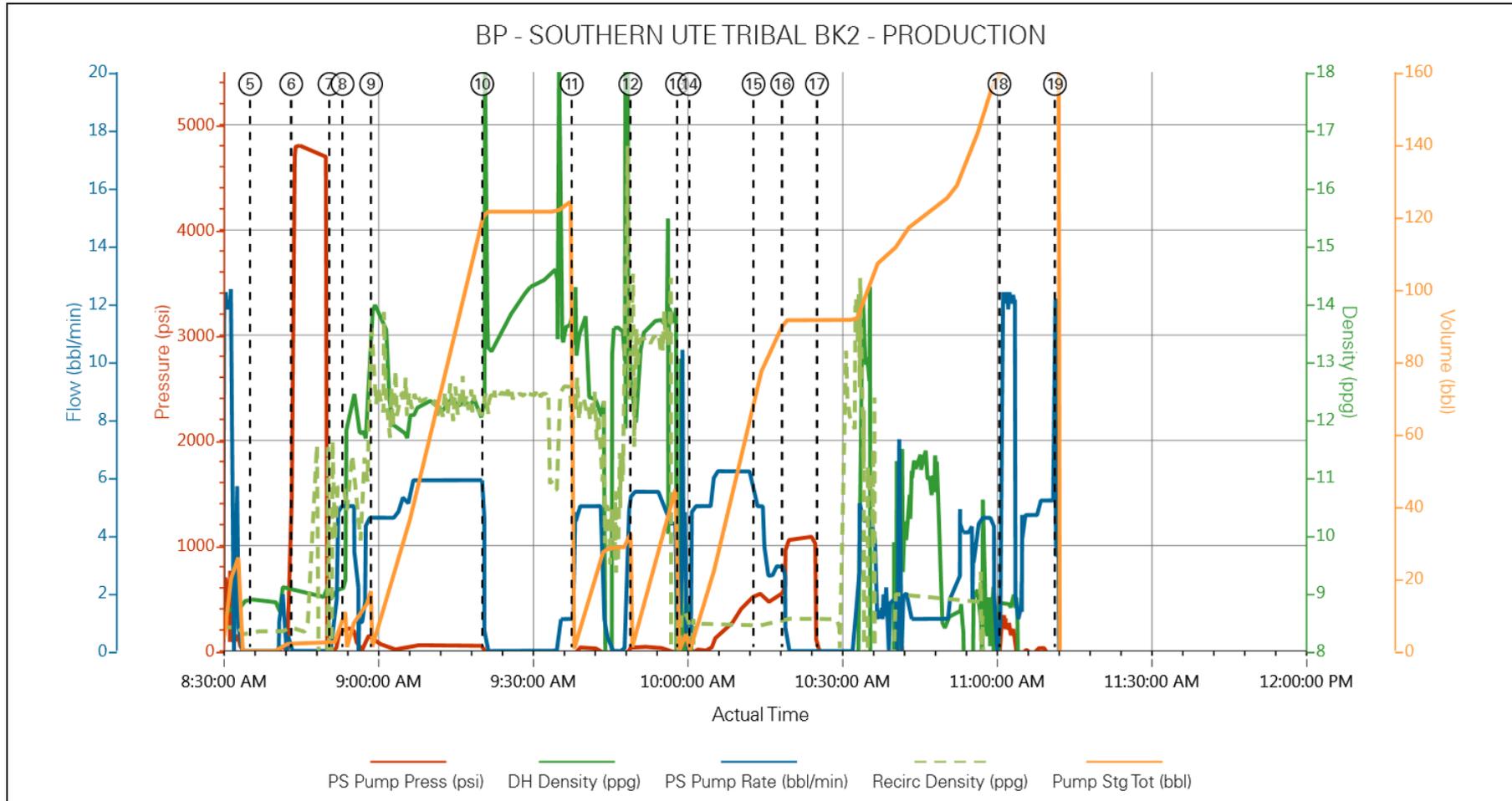
3.0 Attachments

3.1 SOUTHERN UTE GAS UNIT -BK- #2 PRODUCTION -Custom Results.png



4.0 Custom Graphs

4.1 Custom Graph



5.0 Appendix

5.1 3D Wellbore Schematic

