RECEIVED						~ .~
Form 3160-3 FEB 1 0 2020				•	FOR	M APPROVED
	ES		a .		) Expire	B No. 1004-0137 s: January 31, 2018
	INTERIOR				5. Lease Serial N	No.
BUREAU OF LAND MAN					NML 0063875	i i
		REENI	ER		6. Alf Indian, Allo	otee or Tribe Name
la. Type of work:	REENTER				7. If Unit or CA	Agreement, Name and No.
1b. Type of Well:   Oil Well   Gas Well	Other INJ-DIS	5		ĺ.	8. Lease Name a	NMNM071016X
Ic. Type of Completion: Hydraulic Fracturing	Single Zone	🖌 Multip	le Zone	Ý		JNIT 26 BRIDGE FED SW
				Į.	1	
2. Name of Operator				_ <u>/</u>	9. API Well No.	7
XTO PERMIAN OPERATING LLC						5 46706
3a. Address 6401 Holiday Hill Road, Bldg 5 Midland TX 79707	3b. Phone N (432)682-8		e area co	de)	10. Field and Poo SWD; DEVONIA	ol, or Exploratory
4. Location of Well (Report location clearly and in accordance					11. Sec., T. R. M.	or Blk. and Surve <sup>y</sup> or Area
At surface SWSE / 875 FSL / 2306 FEL / LAT 32.096	,	· · · ·		. •	SEC 26 / T25S /	R30E / NMP
At proposed prod. zone SWSE / 875 FSL / 2306 FEL /		4 / LONC	5 -10385	50777		
14. Distance in miles and direction from nearest town or post o 0 miles	thce*				12. County or Par EDDY	ish 13. State NM
15. Distance from proposed* 875 feet	16. No of a	cres in leas	e	17. Spaci	ing Unit dedicated to	this y <sup>vell</sup>
property or lease line, ft. (Also to nearest drig, unit line, if any)	640		1	O		, the second sec
18 Distance from proposed location*	19. Propose	d Depth	,	20. BLM	/BIA Bond No. in fil	e
to nearest well, drilling, completed, applied for, on this lease, ft. 2400 feet	0 feet / 0 fe	et	i.	1	DB000050	
21. Elevations (Show whether DF, KDB, RT, GL, etc.)	22. Approx	imate date	wor.will	start*	23. Estimated dur,	ation
3315 feet	01/01/2020		<u> </u>		90 days	
	24. Attac		<u> </u>			
The following, completed in accordance with the requirements (as applicable)	of Onshore Oil	and Gas (	Order <sup>1</sup> 0. 1	, and the H	lydraulic Fractur <sup>rin</sup>	g rule per 43 CFR 3162.3-3
· ·		1 A. D 1				
<ol> <li>Well plat certified by a registered surveyor.</li> <li>A Drilling Plan.</li> </ol>		4. Bond	to cover, 20 above)	theneration	s unless cover red by	an existing bond on file (see
<ol><li>A Surface Use Plan (if the location is on National Forest Syst SUPO must be filed with the appropriate Forest Service Office</li></ol>			ator certif		ormation and/or plans	as may be requested by the
·· ·	· · ·	BLM			/	· · · · · · · · · · · · · · · · · · ·
25. Signature (Electronic Submission)		<i>(Printed/</i> anie Rab		/ h: (432)62	20-6714	Date 11/09/2019
Title	'					
Regulatory Coordinator	- 1					
Approved by (Signature) (Electronic Submission)		(Printed/ Layton /		)234-5959	}	Date 01/22/2020
Title	Office					
Assistant Field Manager Lands & Minerals Application approval does not warrant or certify that the application		SBAD	e title to	those right	s in the subject lease	which would entitle the
applicant to conduct operations thereon. Conditions of approval, if any, are attached.		or equilation		inose right	in the subject lease	
Title 18 U.S.C. Section 1001 and Title 43 U.S.C. Section 1212,						o any department or agency
of the United States any false, fictitious or fraudulent statements	s or representat	ions as to	any matte	er within its	jurisdiction.	
					1	
				ALLAN		
		nn A	NDI	Invo		

(Continued on page 2)

NOGOP

APPROVED WITH UMPA

\*(Instructions on page 2)

KS 2-11-20

# AFMSS

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

APD ID: 10400050887

**Operator Name: XTO PERMIAN OPERATING LLC** 

Well Name: POKER LAKE UNIT 26 BRIDGE FED SWD

Well Type: INJECTION - DISPOSAL

Submission Date: 11/09/2019

Well Number: 1

Well Work Type: Drill

Highlighted data reflects the most recent changes

01/24/2020

Application Data Report

Show Final Text

Section 1 - General APD ID: 10400050887 Tie to previous NOS? Y Submission Date: 11/09/2019 **BLM Office: CARLSBAD** User: Stephanie Rabadue Title: Regulatory Coordinator Federal/Indian APD: FED Is the first lease penetrated for production Federal or Indian? FED Lease number: NMLC0063875 Lease Acres: 640 Surface access agreement in place? Allotted? **Reservation:** Agreement in place? YES Federal or Indian agreement: FEDERAL Agreement number: NMNM071016X Agreement name: Keep application confidential? NO Permitting Agent? NO **APD Operator: XTO PERMIAN OPERATING LLC Operator letter of designation: Operator Info Operator Organization Name: XTO PERMIAN OPERATING LLC** Operator Address: 6401 Holiday Hill Road, Bldg 5 Zip: 79707 **Operator PO Box:** Operator City: Midland State: TX Operator Phone: (432)682-8873 **Operator Internet Address:** 1 <u>ب</u> Section 2 - Well Information Well in Master Development Plan? NO Master Development Plan name: Well in Master SUPO? NO Master SUPO name: Well in Master Drilling Plan? NO Master Drilling Plan name: Well Name: POKER LAKE UNIT 26 BRIDGE FED SWD Well Number: 1 Well API Number: Field/Pool or Exploratory? Field and Pool Field Name: SWD; DEVONIAN- Pool Name: SILURIAN Is the proposed well in an area containing other mineral resources? OTHER, NATURAL GAS, OIL, POTASH

Well Number: 1

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

Describe other minerals: Produced Water Is the proposed well in a Helium production area? N Use Existing Well Pad? N New surface disturbance? Type of Well Pad: SINGLE WELL Multiple Well Pad Name: Number: Well Class: VERTICAL Number of Legs: 1 Well Work Type: Drill Well Type: INJECTION - DISPOSAL **Describe Well Type:** Well sub-Type: INJECTION - DISPOSAL Describe sub-type: Distance to town: 0 Miles Distance to nearest well: 2400 FT Distance to lease line: 875 FT Reservoir well spacing assigned acres Measurement: 0 Acres PLU\_26\_Bridge\_C102\_20191109103609.pdf Well plat: Well work start Date: 01/01/2020 Duration: 90 DAYS

### Section 3 - Well Location Table

Survey Type: RECTANGULAR

**Describe Survey Type:** 

Datum: NAD83

Survey number:

#### Vertical Datum: NAVD88

Reference Datum: GROUND LEVEL Will this well produce Aliquot/Lot/Tract from this lease? ease Number **NS Indicator** EW Indicator Longitude Elevation Wellbore EW-Foot Latitude ease Type Meridian NS-Foot Section Range County Twsp State 2 Z Ð SHL 875 FSL 26 Aliquot 230 FEL 25S 30E 32.09627 EDD NEW NEW NMLC0 331 0 0 Ν 103.8507 Y 4 MEXI MEXI 063875 5 6 Leg SWSE 77 CO CO #1 BHL 875 FSL 230 FEL 25S Aliquot 331 30E 26 32.09627 EDD NEW NEW F NMLC0 0 0 Ν 103.8507 Y MEXI MEXI 063875 5 4 Leg 6 SWSE CO CO 77 #1

Page 2 of 3

# **WAFMSS**

U.S. Department of the Interior BUREAU OF LAND MANAGEMENT Drilling Plan Data Report

01/24/2020

APD ID: 10400050887

**Operator Name: XTO PERMIAN OPERATING LLC** 

Well Name: POKER LAKE UNIT 26 BRIDGE FED SWD

Well Type: INJECTION - DISPOSAL

Well Number: 1

Submission Date: 11/09/2019

Highlighted data reflects the most recent changes

Show Final Text

Well Work Type: Drill

### **Section 1 - Geologic Formations**

······					· · · · · · · · · · · · · · · · · · ·		
Formation		-	True Vertical	Measured		:	Producin
ID	Formation Name	Elevation	Depth	Depth	Lithologies	Mineral Resources	Formatic
584074	PERMIAN	3315	0	0	OTHER : Quaternary	NONE	N
584075	RUSTLER	2268	1047	1047	SILTSTONE	USEABLE WATER	N
584072	TOP SALT	1878	1437	1437	SALT	POTASH	N
584069	BASE OF SALT	-457	3772	3772	SALT	POTASH	N
584076	DELAWARE	-655	3970	3970	SANDSTONE	NATURAL GAS, OIL, OTHER : Produced	Y
584077	BONE SPRING	-4514	7829	7829	SANDSTONE	Water NATURAL GAS, OIL, OTHER : Produced Water	Y
584073	BONE SPRING 1ST	-5422	8737	8737	SANDSTONE	NATURAL GAS, OIL, OTHER : Produced Water	Y
584070	BONE SPRING 2ND	-6132	9447	9447	SANDSTONE	NATURAL GAS, OIL, OTHER : Produced Water	Y
584080	BONE SPRING 3RD	-7412	10727	10727	SANDSTONE	CO2, NATURAL GAS, OIL, OTHER : Produced Water	Ŷ
584081	WOLFCAMP	-7817	11132	11132	LIMESTONE	NATURAL GAS, OIL, OTHER : Produced Water	Y
584082	CISCO-CANYON	-9797	13112	13112	SHALE	NATURAL GAS, OIL, OTHER : Produced Water	Y
584083	STRAWN	-10362	13677	13677	LIMESTONE	NATURAL GAS, OIL, OTHER : produced water	Y
584084	ATOKA-MORROW	-10532	13847	13847	SANDSTONE, SHALE	NATURAL GAS, OIL, OTHER : produced water	Y
584085	BARNETT	-12597	15912	15912	SHALE	NATURAL GAS, OIL, OTHER : Produced Water	۲ ۲
584086	MISSISSIPPIAN	-13032	16347	16347	LIMESTONE	NATURAL GAS, OIL, OTHER : Produced Water	Y
584087	WOODFORD	-13332	16647	16647	SHALE	NATURAL GAS, OIL, OTHER : Produced Water	Y
584088	DEVONIAN	-13502	16817	16817	DOLOMITE	NONE	Y
584089	FUSSELMAN	-14602	17917	17917	DOLOMITE	NONE	N

Well Name: POKER LAKE UNIT 26 BRIDGE FED SWD

Well Number: 1

### **Section 2 - Blowout Prevention**

#### Pressure Rating (PSI): 10M

#### Rating Depth: 18187

**Equipment:** Once WH is installed on 13-3/8 inch casing, the blow out preventer equipment (BOP) for this well consists of a 13-5/8 minimum 5M Annular and a 13-5/8 minimum 10M Double Ram BOP. MASP should not exceed 5979 psi. In any instance where 10M BOP is required by BLM,

Requesting Variance? YES

**Variance request:** A variance is requested to allow use of a flex hose as the choke line from the BOP to the Choke Manifold. If this hose is used, a copy of the manufacturer's certification and pressure test chart will be kept on the rig. Attached is an example of a certification and pressure test chart. The manufacturer does not require anchors. In any instance where 10M BOP is required by BLM, XTO requests variance to utilize 5M annular with 10M ram preventers (a common BOP configuration, which allows use of 10M rams in unlikely event that pressures exceed 5M). A variance is requested for annular pressure tests to be limited to 70% of the working pressure. Wellhead: 18-5/8" SOW bottom x 21-1/4" 2M top flange. A. Starting Head: 13-5/8" 10M top flange x 13-3/8" SOW bottom B. Tubing Head: 13-5/8" 10M bottom flange x 7" 15M top flange · Wellhead will be installed by manufacturer's representatives. · Manufacturer will monitor welding process to ensure appropriate temperature of seal. · Operator will test the 9-5/8" casing per BLM Onshore Order 2 · Wellhead manufacturer representative will not be present for BOP test plug installation

**Testing Procedure:** All BOP testing will be done by an independent service company. Annular pressure tests will be limited to 50% of the working pressure. When nippling up on the 13-5/8" 10M bradenhead and flange, the BOP test will be limited to 10000 psi. When nippling up on the 9-5/8", the BOP will be tested to a minimum of 10000 psi. All BOP tests will include a low pressure test as per BLM regulations. The 10M BOP diagrams are attached. Blind rams will be functioned tested each trip, pipe rams will be functioned tested each day.

**Choke Diagram Attachment:** 

PLU\_26\_Bridge\_10MCM\_20191109105225.pdf

#### **BOP Diagram Attachment:**

PLU\_26\_Bridge\_5M10MBOP\_20191109105232.pdf

Pressure Rating (PSI): 2M

#### Rating Depth: 1250

Equipment: The blow out preventer equipment (BOP) for this well consists of a 13-5/8" minimum 2M Hydril and a 13-5/8" minimum 2M Double Ram BOP.

### Requesting Variance? YES

Variance request: A variance is requested to allow use of a flex hose as the choke line from the BOP to the Choke Manifold. If this hose is used, a copy of the manufacturer's certification and pressure test chart will be kept on the rig. Attached is an example of a certification and pressure test chart. The manufacturer does not require anchors.

**Testing Procedure:** All BOP testing will be done by an independent service company. Annular pressure tests will be limited to 50% of the working pressure. When nippling up, the BOP test will be limited to 2,000 psi. All BOP tests will include a low pressure test as per BLM regulations. The 2M BOP diagram is attached. Blind rams will be function tested each trip, pipe rams will be function tested each day.

Choke Diagram Attachment:

PLU\_26\_Bridge\_2MCM\_20191109105249.pdf

**BOP Diagram Attachment:** 

PLU\_26\_Bridge\_2MBOP\_20191109105259.pdf

Well Name: POKER LAKE UNIT 26 BRIDGE FED SWD

Well Number: 1

# Section 3 - Casing

r												<u>(</u>											
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	24	18.625	NEW	API	N	0	1250	0	1250	3315	2065	5 1.	250	J-55	87.5	BUTT	1.13	1.87	DRY	12.1 5	DRY	12.1 5
2	INTERMED IATE	17.5	13.375	NEW	API	N	0	3880	0	3880		-565	3		HCL -80	68	BUTT	1.31	1.64	DRY	5.86	DRY	5.86
	PRODUCTI ON	12.2 5	9.625	NEW	API	N	0	11820	0	11820		-850	5 1	1	HCP -110	53.5	BUTT	1.63	1.51	DRY	2.72	DRY	2.72
4	LINER	8.5	7.0	NEW	API	N	11400	16840	11400	16840	-8085	- 1352			HCP -110	32	BUTT	1.63	2.49	DRY	3.68	DRY	3.68
	OPEN HOLE	6					16840	18187					1	347			1						

.

#### Casing Attachments

Casing ID: 1

String Type: SURFACE

**Inspection Document:** 

Spec Document:

**Tapered String Spec:** 

Casing Design Assumptions and Worksheet(s):

PLU\_26\_Bridge\_Csg\_20191109105348.pdf

perator Name: XTO PERMIAN OPERATING LLC	
Vell Name: POKER LAKE UNIT 26 BRIDGE FED SWD Well N	umber: 1
· · · · · · · · · · · · · · · · · · ·	
asing Attachments	
Casing ID: 2 String Type: INTERMEDIATE	
Inspection Document:	
·	
Spec Document:	
Tapered String Spec:	
Casing Design Assumptions and Worksheet(s):	
PLU_26_Bridge_Csg_20191109105416.pdf	
Casing ID: 3 String Type: PRODUCTION	
Inspection Document:	
Saca Decuments	
Spec Document:	
Tapered String Spec:	
Casing Design Assumptions and Worksheet(s):	
PLU_26_Bridge_Csg_20191109105447.pdf	
Casing ID: 4 String Type:LINER	
Inspection Document:	
Spec Document:	
Tapered String Spec:	
Casing Design Assumptions and Worksheet(s):	
PLU_26_Bridge_Csg_20191109105544.pdf	

.

Operator Name: XTO PERMIAN OPERATING LLC
Well Name: POKER LAKE UNIT 26 BRIDGE FED SWD

Well Number: 1

Casing Attachments				r	
Casing ID: 5	String Type: OPEN HOLE	Ĩ,			
Spec Document:			•		
Tapered String Spec:					
Casing Design Assum	ptions and Worksheet(s):			·	1

Section	4 - Ce	emen	t								
String Type	Lead/Tail	Stage Tool Depth	Top MD	Bottom MD	Quantity(sx)	Yield	Density	Cu Ft	Excess%	Cement type	Additives
SURFACE	Lead		0	550	1070	1.86	12.8	1990. 2	100	Poz/C	None
SURFACE	Tail				840	1.33	14.8	1117. 2	100	С	2% CaCl
INTERMEDIATE	Lead		0	3880	2890	1.86	12.8	5375. 4	100	Poz/C	None
INTERMEDIATE	Tail				810	1.33	14.8	1077. 3	100	С	2% CaCl
PRODUCTION	Lead	3980	0	3980	1640	2.6	11.5	4264	100	Poz/C	2% CaCl
PRODUCTION	Tail				520	1.19	14.8	618.8	100	с	2% CaCl
PRODUCTION	Lead	3980	3980	1182 0	730	2.63	11.5	1919. 9	100	Poz/C	2% CaCl
PRODUCTION	Tail				410	1.33	14.8	545.3	100	С	2% CaCl
LINER	Lead		1140 0	1684 0	680	1.2	14.5	816	100	С	None

OPEN HOLE	Lead	1684 0	1818 7	0	0	0	0	0	None	None - Open Hole
-----------	------	-----------	-----------	---	---	---	---	---	------	------------------

Well Name: POKER LAKE UNIT 26 BRIDGE FED SWD

Well Number: 1

### Section 5 - Circulating Medium

**Circulating Medium Table** 

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 weight addition a fluid loss control will be on location at all times.

Describe the mud monitoring system utilized: A Pason or Totco will be used to detect changes in loss or gain of mud volume.

											-
Top Depth	Bottom Depth	Mud Type	Min Weight (Ibs/gal)	Max Weight (Ibs/gal)	Density (lbs/cu ft)	Gel Strength (lbs/100 sqft)	Н	Viscosity (CP)	Salinity (ppm)	Filtration (cc)	Additional Characteristics
3880	1182 0	OTHER : Cut Brine	8.9	9.2							A Pason or Totco will be used to detect changes in loss or gain of mud volume. A mud test will be performed every 24 hrs to determine: density, viscosity, strength, filtration and pH as necessary. Solids control equipment will be used to operate as a closed loop system.
0	1250	OTHER : FW/Native	8.3	8.6							A Pason or Totco will be used to detect changes in loss or gain of mud volume. A mud test will be performed every 24 hrs to determine: density, viscosity, strength, filtration and pH as necessary. Solids control equipment will be used to operate as a closed loop system.
1250	3880	OTHER : Brine	10	10.2				-			A Pason or Totco will be used to detect changes in loss or gain of mud volume. A mud test will be performed every 24 hrs to determine: density, viscosity, strength, filtration and pH as necessary. Solids control equipment will be used to operate as a closed

Page 6 of 8

### Well Name: POKER LAKE UNIT 26 BRIDGE FED SWD

Well Number: 1

_												
	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
	1182 0	1684 0	OTHER : Cut Brine/Polymer	12.3	12.5							A Pason or Totco will be used to detect changes in loss or gain of mud volume. A mud test will be performed every 24 hrs to determine: density, viscosity, strength, filtration and pH as necessary. Solids control equipment will be used to operate as a closed loop system.
	1684 0	1818 7	OTHER : Fresh Water	8.4	8.6	-						A Pason or Totco will be used to detect changes in loss or gain of mud volume. A mud test will be performed every 24 hrs to determine: density, viscosity, strength, filtration and pH as necessary. Solids control equipment will be used to operate as a closed loop system.

### Section 6 - Test, Logging, Coring

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

Mud Logging Unit (2 Man) below 13-3/8" casing. Open hole logging and rotary side wall cores will be conducted in intermediate and production hole sections. Logs that may be run include Triple Combo, Dipole Sonic, FMI, NMR, and Rotary SWC.

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

CEMENT BOND LOG,COMPENSATED NEUTRON LOG,DIRECTIONAL SURVEY,ELECTRIC LOG,GAMMA RAY LOG,MUD LOG/GEOLOGIC LITHOLOGY LOG,

Coring operation description for the well:

Rotary side wall core.

#### **Section 7 - Pressure**

Anticipated Bottom Hole Pressure: 7944

Anticipated Surface Pressure: 7944

Anticipated Bottom Hole Temperature(F): 190

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

### Describe:

Well Name: POKER LAKE UNIT 26 BRIDGE FED SWD

Well Number: 1

Contingency Plans geoharzards description:

Contingency Plans geohazards attachment:

Hydrogen Sulfide drilling operations plan required? YES Hydrogen sulfide drilling operations plan:

> PLU\_26\_Bridge\_H2S\_Dia\_20191109110120.pdf PLU\_26\_Bridge\_H2S\_Plan\_20191109110127.pdf

#### **Section 8 - Other Information**

Proposed horizontal/directional/multi-lateral plan submission:

Other proposed operations facets description:

Other proposed operations facets attachment:

Other Variance attachment:

PLU\_26\_Bridge\_FH\_20191109110152.pdf PLU\_26\_Bridge\_WWC\_20191109110200.pdf PLU\_26\_Bridge\_MBS\_20191109110209.pdf PLU\_26\_Bridge\_Half\_20191204065935.pdf

					-						
					ĺ						
		•	:								
Casing Design						·					
Hole Size	Depth	OD Csg	Weight	Collar		Grade	New/Used	SF Burst	SF Collapse	SF Tension	<b> </b> _
24"	0' - 290'	18-5/8"	87.5	BTC	ŀ	J-55	New	2.39	4.86	52.37	—
17-1/2"	0' – 3030'	13-3/8"	68	BTC		J-55	New	1.17	1.21	5.53	
12-1/4"	0' – 10400'	9-5/8"	53.5	LTC	ľ	L-80	New	1.33	1.26	1.88	
8-1/2"	10000' - 14250'	7"	32	BTC		HCP-110	New	2.33	1.30	4.23	
6"	14240' – 14975'	Open hole									
											<u> </u>
WELLHEAD:	1										
Temporary W	ellhead 8-5/8" SOW bo	ttom x 21	1/4"	on flange	·						<u> </u>
		(()))) X 21-	1/4 2141 (	op nange.							
	Head: 13-5/8" :										
	lead: 13-5/8" 51										
	Vellhead will be										ļ
• <u>N</u>	lanufacturer wi	ll monitor	welding p	rocess to ensur	re	appropriate temper	rature of s	eal.			ļ
• 0	Anufacturer wi perator will test	$\mu$ with with the Q-5/8"	casing to	70% of casing	л ih	urst before drilling	out				<u> </u>
			<u></u>	/ vio or casing	문	a se octore driming				J	

(

Hole Size	Depth	OD Csg	Weight	Collar	Grade	New/Used	SF Burst	SF Collapse	SF Tensio
24"	0' - 1250'	18-5/8"	87.5	BTC	J-55	New	1.87	1.13	12.15
17-1/2"	0'-3880'	13-3/8"	68	втс	HCL-80	New	1.64	1,31	5.86
12-1/4"	0' - 11820'	9-5/8"	53.5	втс	HCP-110	New	1.51	1.63	2.72
8-1/2"	11400' 16840'	7"	32	втс	HCP-110	New	2.49	1.63	3.68
6"	16840' 18187'	Open hole		1					

 $\cdot$  7° Collapse analyzed using 50% evacuation based on regional experience.

#### Wellhead:

Temporary Wellhead 18-5/8" SOW bottom x 21-1/4" 2M top flange.

Permanent Wellhead - GE RSH Multibowl System

A. Starting Head: 13-5/8" 10M top flange x 13-3/8" SOW boltom

B. Tubing Head: 13-5/8" 10M bottom flange x 7" 15M top flange

Wellhead will be installed by manufacturer's representatives.

Manufacturer will monitor welding process to ensure appropriate temperature of seal.

Operator will test the 9-5/8" casing per BLM Onshore Order 2

· Wellhead manufacturer representative will not be present for BOP test plug installation

Casing	Design		,							
• • •	Hole Size	Depth	OD Csg	Weight	Collar	Grade	New/Used	SF Burst	SF Collapse	SF Tension
	- 24"	0' - 550'	18-5/8"	87.5	BTC	J-55	New	1.84	2.56	27.62
	17-1/2"	0' - 3940'	13-3/8"	68	BTC	HCL-80	New	1.66	1.29	5.77
	12-1/4 <sup>n</sup>	0° – 11720'	9-5/8"	53.5	BTC	HCP-110	New	1,59	1,64	2,74
	8-1/2 <sup>n</sup>	11300' - 15930'	7°	32	BTC	HCP-110	New	2.49	1.15	3.89
	<b>6</b> *	15930' - 17120'	Open hole							
········								1		
Weilhea	d: Temporary W	/ollboad	·			· · · · · · · · · · · · · · · · · · ·				
• • • • • • •	•	18-5/8" SOW bottom				*				
·		18-5/8" SOW bottom rmanent Wellhead	– GE RSH	Multibowl S	ساعب المربا الترجي والتي المربعة					
• <u></u>	A. Starting H	18-5/8" SOW bottom manent Wellhead lead: 13-5/8" 10M top	) - GE RSH ) flange x 13-3	Multibowl S 3/8" SOW botto	)m		·····			
·	Pe A. Starting H B. Tubing H	18-5/8" SOW bottom manent Wellhead lead: 13-5/8" 10M top ead: 13-5/8" 10M bott Wellhead will be insta Manufacturer will mo	I — GE RSH ) flange x 13-3 om flange x 7 alled by manu nitor welding p	Multibowl S 3/8" SOW botto " 15M top flang facturer's repre- process to ensit	om je esentatives. ure appropriate ten	nperature of seal.				
· · · · · · · · · · · · · · · · · · ·	A. Starting H B. Tubing H Ope	18-5/8" SOW bottom rmanent Wellhead lead: 13-5/8" 10M top ead: 13-5/8" 10M bott Wellhead will be insta	I – GE RSH ) flange x 13-3 om flange x 7 silled by manur nitor welding ; 8" casing per	Multibowl S 3/8" SOW botto " 15M top flang facturer's repre- process to ensi- BLM Onshore	om je esentatives. ure appropriate ten Order 2					

Hole Size	Depth	OD Csg	Weight	Collar		Grade	New/Used	SF Burst	SF Coliapse	SF Tension
24"	0' - 1250'	18-5/8"	87.5	BTC		J-55	New	1.87	1.13	12.15
17-1/2"	0' - 3880'	13-3/8"	68	BTC		HCL-80	New	1.64	1.31	5.86
12-1/4"	0' - 11820'	9-5/8"	53.5	BTC		HCP-110	New	1.51	1.63	2.72
8-1/2"	11400' 16840'	7"	32	втс		HCP-110	New	2.49	1.63	3.68
6"	16840' - 18187'	Open hole			ľ					

· 7\* Collapse analyzed using 50% evacuation based on regional experience.

#### Wellhead:

Temporary Wellhead

18-5/8" SOW bottom x 21-1/4" 2M top flange.

Permanent Wellhead - GE RSH Multibowl System A. Starting Head: 13-5/8" 10M top flange x 13-3/8" SOW boltom

B. Tubing Head: 13-5/8" 10M bottom flange x 7" 15M top flange

Wellhead will be installed by manufacturer's representatives. .

Manufacturer will monitor welding process to ensure appropriate temperature of seal.

Operator will test the 9-5/8" casing per BLM Onshore Order 2

Wellhead manufacturer representative will not be present for BOP test plug installation

Hole Size	Depth	OD Csg	Weight	Collar		Grade	New/Used	SF Burst	SF Collapse	SF Tension
24"	0' 1250'	18-5/8"	87.5	втс		J-55	New	1.87	1.13	12.15
17-1/2"	0' - 3880'	13-3/8"	68	BTC		HCL-80	New	1.64	1.31	5.86
12-1/4**	0'-11820'	9-5/8"	53.5	BTC		HCP-110	New	1.51	1.63	2.72
8-1/2"	11400'- 16840'	7*	32	BTC	T	HCP-110	New	2.49	1.63	3.68
6"	16840' - 18187'	Open hole		ſ	Ι	D .				

- 7\* Collapse analyzed using 50% evacuation based on regional experience.

#### Wellhead:

Temporary Wellhead 18-5/8" SOW bottom x 21-1/4" 2M top fiange.

Permanent Wellhead - GE RSH Multibowl System

A. Starting Head: 13-5/8" 10M top flange x 13-3/8" SOW bottom

B. Tubing Head: 13-5/8" 10M bottom flange x 7" 15M top flange

Wellhead will be installed by manufacturer's representatives.

Manufacturer will monitor welding process to ensure appropriate temperature of seat.

Operator will test the 9-5/8" casing per BLM Onshore Order 2

· Wellhead manufacturer representative will not be present for BOP test plug installation

Hole Size	Depth	OD Csg	Weight	Collar		Grade	New/Used	SF Burst	SF Collapse	SF Tension
24"	0' - 1250'	18-5/8"	87.5	ВТС		J-55	New	1.87	1.13	12.15
17-1/2"	0' 3880'	13-3/8"	68	BTC		HCL-80	New	1.64	1.31	5.86
12-1/4"	0' - 11820'	9-5/8"	53.5	втс		HCP-110	New	1.51	1.63	2.72
8-1/2"	11400' 16840'	7"	32	втс		HCP-110	New	2.49	1.63	3.68
6"	16840' - 18187'	Open hole			e.					

· 7\* Collapse analyzed using 50% evacuation based on regional experience.

Wellhead:

Temporary Wellhead 18-5/8" SOW bottom x 21-1/4" 2M top flange.

Permanent Wellhead - GE RSH Multibowl System

A. Starting Head: 13-5/8\* 10M top flange x 13-3/8" SOW bottom

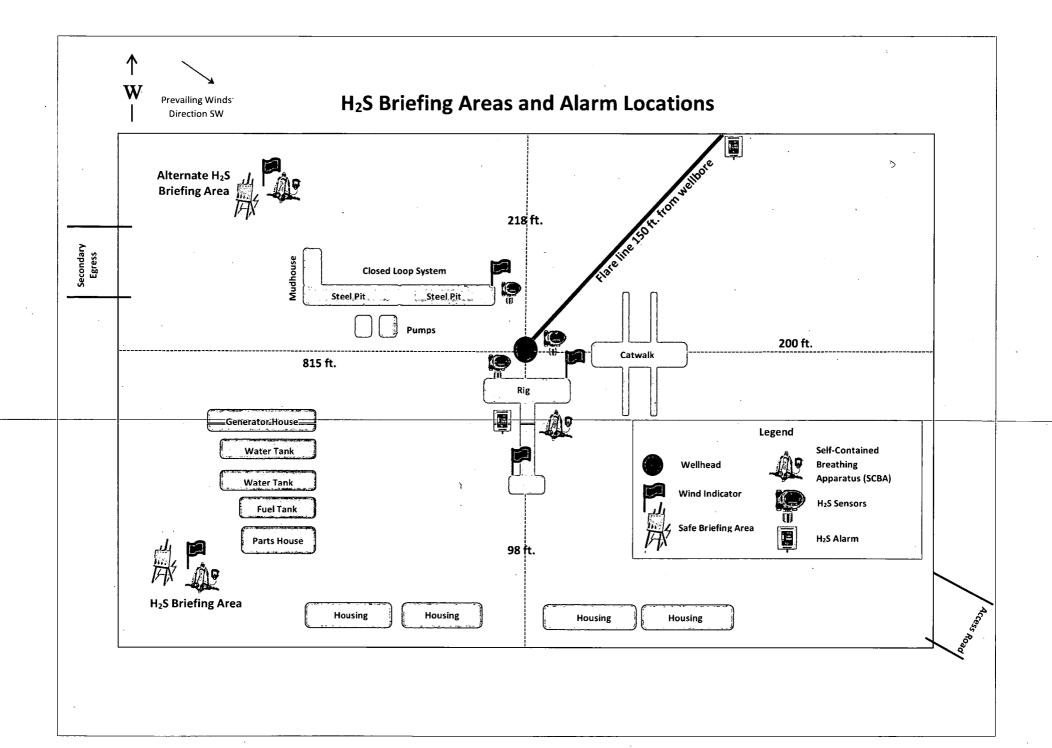
B. Tubing Head: 13-5/8" 10M bottom flange x 7" 15M top flange

Wellhead will be installed by manufacturer's representatives. .

Manufacturer will monitor welding process to ensure appropriate temperature of seal.

Operator will test the 9-5/8" casing per BLM Onshore Order 2

· Wellhead manufacturer representative will not be present for BOP test plug installation



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# HYDROGEN SULFIDE (H2S) CONTINGENCY PLAN

## Assumed 100 ppm ROE = 3000'

100 ppm H2S concentration shall trigger activation of this plan.

#### **Emergency Procedures**

In the event of a release of gas containing H<sub>2</sub>S, the first responder(s) must

- Isolate the area and prevent entry by other persons into the 100 ppm ROE.
- Evacuate any public places encompassed by the 100 ppm ROE.
- Be equipped with H<sub>2</sub>S monitors and air packs in order to control the release.
- Use the "buddy system" to ensure no injuries occur during the response
- Take precautions to avoid personal injury during this operation.
- Contact operator and/or local officials to aid in operation. See list of phone numbers attached.
  - Have received training in the
    - o. Detection of H<sub>2</sub>S, and
    - o Measures for protection against the gas,
    - o Equipment used for protection and emergency response.

#### Ignition of Gas source

Should control of the well be considered lost and ignition considered, take care to protect against exposure to Sulfur Dioxide (SO<sub>2</sub>). Intentional ignition must be coordinated with the NMOCD and local officials. Additionally, the NM State Police may become involved. NM State Police shall be the Incident Command on scene of any major release. Take care to protect downwind whenever this is an ignition of the gas.

Common Name	Chemical Formula	Specific Gravity	Threshold Limi	t Hazardous Limit	Lethal Concentration
Hydrogen Sulfide	H <sub>2</sub> S	1.189 Air = I	10 ppm	100 ppm/hr	600 ppm
Sulfur Dioxide	SO <sub>2</sub>	2.21 Air = I	2 ppm	N/A	1000 ppm

#### Characteristics of H<sub>2</sub>S and SO<sub>2</sub>

#### **Contacting Authorities**

All XTO location personnel must liaison with local and state agencies to ensure a proper response to a major release. Additionally, the OCD must be notified of the release as soon as possible but no later than 4 hours. Agencies will ask for information such as type and volume of release, wind direction, location of release, etc. Be prepared with all information available including directions to site. The following call list of essential and potential responders has been prepared for use during a release. (Operator Name)'s response must be in coordination with the State of New Mexico's "Hazardous Materials Emergency Response Plan" (HMER).

### CARLSBAD OFFICE - EDDY & LEA COUNTIES

	3104 E. Greene St., Carlsbad, NM 88220 Carlsbad, NM	575-887-7329
	XTO PERSONNEL: Kendall Decker, Drilling Manager Milton Turman, Drilling Superintendent Jeff Raines, Construction Foreman Toady Sanders, EH & S Manager Wes McSpadden, Production Foreman	903-521-6477 817-524-5107 432-557-3159 903-520-1601 575-441-1147
	SHERIFF DEPARTMENTS: Eddy County Lea County	575-887-7551 575-396-3611
	NEW MEXICO STATE POLICE:	575-392-5588
•	FIRE DEPARTMENTS: Carlsbad Eunice Hobbs Jal Lovington	911 575-885-2111 575-394-2111 575-397-9308 575-395-2221 575-396-2359
ı	HOSPITALS: Carlsbad Medical Emergency Eunice Medical Emergency Hobbs Medical Emergency Jal Medical Emergency Lovington Medical Emergency	911 575-885-2111 575-394-2112 575-397-9308 575-395-2221 575-396-2359
	AGENT NOTIFICATIONS: For Lea County: Bureau of Land Management – Hobbs New Mexico Oil Conservation Division – Hobbs	575-393-3612 575-393-6161
	For Eddy County: Bureau of Land Management - Carlsbad New Mexico Oil Conservation Division - Artesia	575-234-5972 575-748-1283

# PECOS DISTRICT DRILLING CONDITIONS OF APPROVAL

<b>OPERATOR'S NAME:</b>	XTO Permian Operating, LLC.
, LEASE NO.:	NMLC-0063875
WELL NAME & NO.:	Poker Lake Unit 26 Bridge Fed SWD 1
SURFACE HOLE FOOTAGE:	0875' FSL & 2306' FEL
LOCATION:	Section 26, T.25 S., R.30 E., NMPM
COUNTY:	Eddy County, New Mexico



H2S	• Yes	O No	
Potash	None	<sup>O</sup> Secretary	<sup>O</sup> R-111-P
Cave/Karst Potential	• Low	O Medium	O High
Cave/Karst Potential	<sup>C</sup> Critical		, , , , , , , , , , , , , , , , , , , ,
Variance	O None	• Flex Hose	O Other
Wellhead	C Conventional	O Multibowl	Both
Other	□4 String Area	Capitan Reef	□WIPP
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 **18-5/8** inch surface casing shall be set at approximately **1250** feet (a minimum of 70 feet (Eddy County) 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  $\underline{8}$

**hours** or 500 pounds compressive strength, whichever is greater. (This is to include the lead cement)

- c. Wait on cement (WOC) time for a remedial job will be a minimum of 4 hours after bringing cement to surface or 500 pounds compressive strength, whichever is greater.
- d. If cement falls back, remedial cementing will be done prior to drilling out that string.
- 2. The minimum required fill of cement behind the 13-3/8 inch 1<sup>st</sup> intermediate casing is:
  - Cement to surface. If cement does not circulate, contact the appropriate BLM office.
- 3. The minimum required fill of cement behind the 9-5/8 inch  $2^{nd}$  intermediate casing is:

Operator has proposed a DV tool, the depth may be adjusted as long as the cement is changed proportionally. DV tool must be 50 feet below previous shoe and minimum of 200 feet above current shoe. The DV tool may be cancelled if cement circulates to surface on the first stage.

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

Intermediate casing must be kept fluid filled to meet BLM minimum collapse requirement.

4. The minimum required fill of cement behind the 7 inch production casing is:

• Cement as proposed by operator. Operator shall provide method of verification.

Open hole completion from 16,840'-18,187'.

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#### 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. Minimum working pressure of the blowout preventer (BOP) and related equipment (BOPE) required for drilling below the surface casing shoe shall be **2000 (2M)** psi.
- 3. Operator has proposed a multi-bowl wellhead assembly. This assembly will only be tested when installed on the 13-3/8 inch 1<sup>st</sup> intermediate casing. Minimum working pressure of the blowout preventer (BOP) and related equipment (BOPE) required for drilling below the 13-3/8 inch 1<sup>st</sup> intermediate casing shoe shall be 10,000 (10M) psi. Operator must have a full functioning 10M BOP no variance is approved.
  - a. Wellhead shall be installed by manufacturer's representatives, submit documentation with subsequent sundry.
  - b. If the welding is performed by a third party, the manufacturer's representative shall monitor the temperature to verify that it does not exceed the maximum temperature of the seal.
  - c. Manufacturer representative shall install the test plug for the initial BOP test.
  - d. If the cement does not circulate and one inch operations would have been possible with a standard wellhead, the well head shall be cut off, cementing operations performed and another wellhead installed.
  - e. Whenever any seal subject to test pressure is broken, all the tests in OOGO2.III.A.2.i must be followed.

### **D. SPECIAL REQUIREMENT (S)**

#### <u>Unit Wells</u>

The well sign for a unit well shall include the unit number in addition to the surface and bottom hole lease numbers. This also applies to participating area numbers. If a participating area has not been established, the operator can use the general unit designation, but will replace the unit number with the participating area number when the sign is replaced.

#### **Well Completion**

The operator shall supply the BLM with a copy of a mudlog over the permitted disposal interval and estimated insitu water salinity based on open-hole logs. If hydrocarbon shows occur while drilling, the operator shall notify the BLM.

The operator shall provide to the BLM a summary of formation depth picks based on mudlog and geophysical logs along with a copy of the mudlog and open hole logs from TD to top of Devonian

A NOI sundry with the completion procedure for this well shall be submitted and approved prior to commencing completion work. The procedure will be reviewed to verify that the completion proposal will allow the operator to:

- 1. Properly evaluate the injection zone utilizing open hole logs, swab testing and/or any other method to confirm that hydrocarbons cannot be produced in paying quantities. This evaluation shall be reviewed by the BLM prior to injection commencing.
- 2. Restrict the injection fluid to the approved formation.
- 3. If a step rate test will be run an NOI sundry shall be submitted to the BLM for approval

If off-lease water will be disposed in this well, the operator shall provide proof of rightof-way approval.

# 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)

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

- 1. 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.
- 2. The record of the drilling rate along with the GR/N well log run from TD to surface (horizontal well vertical portion of hole) shall be submitted to the BLM office as well as all other logs run on the borehole 30 days from completion. If available, a digital copy of the logs is to be submitted in addition to the paper copies. The Rustler top and top and bottom of Salt are to be recorded on the Completion Report.

#### A. CASING

- 1. Changes to the approved APD casing program need prior approval if the items substituted are of lesser grade or different casing size or are Non-API. The Operator can exchange the components of the proposal with that of superior strength (i.e. changing from J-55 to N-80, or from 36# to 40#). Changes to the approved cement program need prior approval if the altered cement plan has less volume or strength or if the changes are substantial (i.e. Multistage tool, ECP, etc.). The initial wellhead installed on the well will remain on the well with spools used as needed.
- <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. The casing intergrity test can be done (prior to the cement setting up) immediately after bumping the plug.

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- 3. 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.
- 4. No pea gravel permitted for remedial or fall back remedial without prior authorization from the BLM engineer.
- 5. 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.
- 6. 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.

#### B. PRESSURE CONTROL

- 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: The flex line must meet the requirements of API 16C. 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.

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- 5. The appropriate BLM office shall be notified a minimum of 4 hours in advance for a representative to witness the tests.
  - a. In a water basin, for all casing strings utilizing slips, these are to be set as soon as the crew and rig are ready and any fallback cement remediation has been done. The casing cut-off and BOP installation can be initiated four hours after installing the slips, which will be approximately six hours after bumping the plug. For those casing strings not using slips, the minimum wait time before cut-off is eight hours after bumping the plug. BOP/BOPE testing can begin after cut-off or once cement reaches 500 psi compressive strength (including lead when specified), whichever is greater. However, if the float does not hold, cut-off cannot be initiated until cement reaches 500 psi compressive strength (including lead when specified).
  - b. The tests shall be done by an independent service company utilizing a test plug not a cup or J-packer.
  - c. 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.
  - d. The results of the test shall be reported to the appropriate BLM office.
  - e. 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.
  - f. 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.
  - g. BOP/BOPE must be tested by an independent service company within 500 feet of the top of the Wolfcamp formation if the time between the setting of the intermediate casing and reaching this depth exceeds 20 days. This test does not exclude the test prior to drilling out the casing shoe as per Onshore Order No. 2.

#### C. DRILLING MUD

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

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### 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.

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#### JAM 010820

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# PECOS DISTRICT SURFACE USE CONDITIONS OF APPROVAL

### OPERATOR'S NAME: XTO Permian Operating LLC. LEASE NO.: NMLC0063875 LOCATION: Section 26, T.25 S., R.30 E., NMPM COUNTY: Eddy County, New Mexico

Poker Lake Unit 26 Bridge Fed SWD 1 Surface Hole Location: 875' FSL & 2306' FEL, Section 26, T. 25 S., R. 30 E. Bottom Hole Location: 875' FSL & 2306' FEL, Section 26, T. 24 S, R 27 E.

### 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.

<ul> <li>General Provisions</li> <li>Permit Expiration</li> <li>Archaeology, Paleontology, and Historical Si</li> <li>Noxious Weeds</li> </ul>	ites
Special Requirements	
Hydrology	
Construction	
Notification	
Topsoil	:
Closed Loop System	
Federal Mineral Material Pits	
Well Pads	
Roads	
Road Section Diagram	
Production (Post Drilling)	
Well Structures & Facilities	
Electric Lines	
Buried Flowlines	
Interim Reclamation	
Final Abandonment & Reclamation	

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### **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.

### I. 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.)

### **II. 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.

### **III. 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.

#### Page 2 of 17

### IV. SPECIAL REQUIREMENT(S)

#### Hydrology:

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

#### TANK BATTERY:

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

#### **BURIED/SURFACE LINE(S):**

When crossing ephemeral drainages the pipeline(s) will be buried to a minimum depth of 48 inches from the top of pipe to ground level. Erosion control methods such as gabions and/or rock aprons should be placed on both up and downstream sides of the pipeline crossing. In addition, curled (weed free) wood/straw fiber wattles/logs and/or silt fences should be placed on the downstream side for sediment control during construction and maintained until soils and vegetation have stabilized. Water bars should be placed within the ROW to divert and dissipate surface runoff. A pipeline access road is not permitted to cross these ephemeral drainages. Traffic should be diverted to a preexisting route. Additional seeding may be required in floodplains and drainages to restore energy dissipating vegetation.

Prior to pipeline installation/construction a leak detection plan will be developed. The method(s) could incorporate gauges to detect pressure drops, situating valves and lines so they can be visually inspected periodically or installing electronic sensors to alarm when a leak is present. The leak detection plan will incorporate an automatic shut off system that will be installed for proposed pipelines to minimize the effects of an undesirable event.

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#### **ELECTRIC LINE(S):**

Any water erosion that may occur due to the construction of overhead electric line and during the life of the power line will be quickly corrected and proper measures will be taken to prevent future erosion. A power pole should not be placed in drainages, playas, wetlands, riparian areas, or floodplains and must span across the features at a distance away that would not promote further erosion.

### V. 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 twenty (20) feet in width. The maximum width of surface disturbance, when constructing the access road, shall not exceed thirty (30) feet.

#### Surfacing

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

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

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

#### Crowning

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

#### Ditching

Ditching shall be required on both sides of the road.

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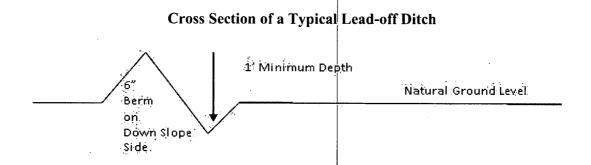
#### Turnouts

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:  $\frac{400'}{4\%}$  + 100' = 200' lead-off ditch interval

#### Cattle guards

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

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### Fence Requirement

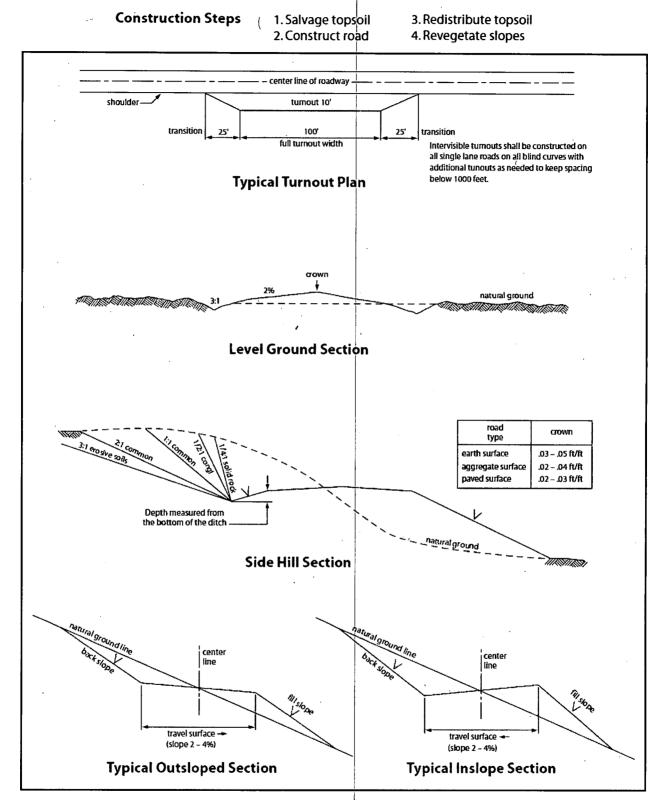
Where entry is granted across a fence line, the fence shall be braced and tied off on both sides of the passageway prior to cutting. The operator shall notify the private surface landowner or the grazing allotment holder prior to crossing any fences.

2

#### Public Access

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

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### VI. 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 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.

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#### **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).

#### **B. OVERHEAD ELECTRIC LINES**

# STANDARD STIPULATIONS FOR OVERHEAD ELECTRIC DISTRIBUTION LINES

A copy of the grant and attachments, including stipulations, survey plat and/or map, will be on location during construction. BLM personnel may request to you a copy of your permit during construction to ensure compliance with all stipulations.

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

1. The holder shall indemnify the United States against any liability for damage to life or property arising from the occupancy or use of public lands under this grant.

2. The holder shall comply with all applicable Federal laws and regulations existing or hereafter enacted or promulgated. In any event, the holder shall comply with the Toxic Substances Control Act of 1976 as amended, 15 USC 2601 <u>et seq</u>. (1982) with regards to any toxic substances that are used, generated by or stored on the right-of-way or on facilities authorized under this right-of-way grant. (See 40 CFR, Part 702-799 and especially, provisions on polychlorinated biphenyls, 40 CFR 761.1-761.193.) Additionally, any release of toxic substances (leaks, spills, etc.) in excess of the reportable quantity established by 40 CFR, Part 117 shall be reported as required by the Comprehensive Environmental Response, Compensation, and Liability Act, section 102b. A copy of any report required or requested by any Federal agency or State government as a result of a reportable release or spill of any toxic substances shall be furnished to the authorized officer concurrent with the filing of the reports to the involved Federal agency or State government.

3. The holder agrees to indemnify the United States against any liability arising from the release of any hazardous substance or hazardous waste (as these terms are defined in the Comprehensive Environmental Response, Compensation and Liability Act of 1980, 42 U.S.C. 9601, et seq. or the Resource Conservation and Recovery Act, 42 U.S.C. 6901, et seq.) on the Right-of-Way (unless the release or threatened release is wholly unrelated to the Right-of-Way holder's activity on the Right-of-Way), or resulting from the activity of

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the Right-of-Way holder on the Right-of-Way. This agreement applies without regard to whether a release is caused by the holder, its agent, or unrelated third parties.

4. There will be no clearing or blading of the right-of-way unless otherwise agreed to in writing by the Authorized Officer.

5. Power lines shall be constructed and designed in accordance to standards outlined in "Suggested Practices for Avian Protection on Power lines: The State of the Art in 2006" Edison Electric Institute, APLIC, and the California Energy Commission 2006. The holder shall assume the burden and expense of proving that pole designs not shown in the above publication deter raptor perching, roosting, and nesting. Such proof shall be provided by a raptor expert approved by the Authorized Officer. The BLM reserves the right to require modification or additions to all powerline structures placed on this right-of-way, should they be necessary to ensure the safety of large perching birds. Such modifications and/or additions shall be made by the holder without liability or expense to the United States.

Raptor deterrence will consist of but not limited to the following: triangle perch discouragers shall be placed on each side of the cross arms and a nonconductive perching deterrence shall be placed on all vertical poles that extend past the cross arms.

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

7. The BLM serial number assigned to this authorization shall be posted in a permanent, conspicuous manner where the power line crosses roads and at all serviced facilities. Numbers will be at least two inches high and will be affixed to the pole nearest the road crossing and at the facilities served.

8. Upon cancellation, relinquishment, or expiration of this grant, the holder shall comply with those abandonment procedures as prescribed by the Authorized Officer.

9. All surface structures (poles, lines, transformers, etc.) shall be removed within 180 days of abandonment, relinquishment, or termination of use of the serviced facility or facilities or within 180 days of abandonment, relinquishment, cancellation, or expiration of this grant, whichever comes first. This will not apply where the power line extends service to an active, adjoining facility or facilities.

10. Any cultural and/or paleontological resource (historic or prehistoric site or object) discovered by the holder, or any person working on his behalf, on public or Federal land shall be immediately reported to the Authorized Officer. Holder shall suspend all

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operations in the immediate area of such discovery until written authorization to proceed is issued by the Authorized Officer. An evaluation of the discovery will be made by the Authorized Officer to determine appropriate actions to prevent the loss of significant cultural or scientific values. The holder will be responsible for the cost of evaluation and any decision as to proper mitigation measures will be made by the Authorized Officer after consulting with the holder.

11. Special Stipulations:

- For reclamation remove poles, lines, transformer, etc. and dispose of properly.
- Fill in any holes from the poles removed.

Any water erosion that may occur due to the construction of overhead electric line and during the life of the power line will be quickly corrected and proper measures will be taken to prevent future erosion. A power pole should not be placed in drainages, playas, wetlands, riparian areas, or floodplains and must span across the features at a distance away that would not promote further erosion.

#### C. BURIED PIPELINES

#### BURIED PIPELINE STIPULATIONS

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

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

1. The Holder shall indemnify the United States against any liability for damage to life or property arising from the occupancy or use of public lands under this grant.

2. The Holder shall comply with all applicable Federal laws and regulations existing or hereafter enacted or promulgated. In any event, the holder shall comply with the Toxic Substances Control Act of 1976 as amended, 15 USC 2601 <u>et seq.</u> (1982) with regards to any toxic substances that are used, generated by or stored on the right-of-way or on facilities authorized under this right-of-way grant. (See 40 CFR Part 702-799 and especially, provisions on polychlorinated biphenyls, 40 CFR 761.1-761.193.) Additionally, any release of toxic substances (leaks, spills, etc.) in excess of the reportable quantity established by 40 CFR Part 117 shall be reported as required by the Comprehensive Environmental Response, Compensation, and Liability Act, section 102b. A copy of any report required or requested by any Federal agency or State government as a result of a reportable release or spill of any toxic substances shall be furnished to the authorized officer concurrent with the filing of the reports to the involved Federal agency or State government.

3. The holder agrees to indemnify the United States against any liability arising from the release of any hazardous substance or hazardous waste (as these terms are defined in the Comprehensive Environmental Response, Compensation and Liability Act of 1980, 42 U.S.C. 9601, <u>et seq</u>. or the Resource Conservation and Recovery Act, 42 U.S.C.6901, <u>et seq</u>.) on the Right-of-Way (unless the release or threatened release is wholly unrelated to the Right-of-Way holder's activity on the Right-of-Way), or resulting from the activity of the Right-of-Way holder on the Right-of-Way.

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This agreement applies without regard to whether a release is caused by the holder, its agent, or unrelated third parties.

4. If, during any phase of the construction, operation, maintenance, or termination of the pipeline, any oil or other pollutant should be discharged from the pipeline system, impacting Federal lands, the control and total removal, disposal, and cleaning up of such oil or other pollutant, wherever found, shall be the responsibility of holder, regardless of fault. Upon failure of holder to control, dispose of, or clean up such discharge on or affecting Federal lands, or to repair all damages resulting therefrom, on the Federal lands, the Authorized Officer may take such measures as he deems necessary to control and clean up the discharge and restore the area, including where appropriate, the aquatic environment and fish and wildlife habitats, at the full expense of the holder. Such action by the Authorized Officer shall not relieve holder of any responsibility as provided herein.

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

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

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

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

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

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

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

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

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

() seed mixture 1		() seed mixture 3
(X) seed mixture 2	· .	() seed mixture 4
() seed mixture 2/LPC	,	() Aplomado Falcon Mixture

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

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

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

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

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

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

a. Any trench left open for eight (8) hours or less is not required to have escape ramps; however, before the trench is backfilled, the contractor/operator shall inspect the trench for wildlife, remove all trapped wildlife, and release them at least 100 yards from the trench.

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b. For trenches left open for eight (8) hours or more, earthen escape ramps (built at no more than a 30 degree slope and spaced no more than 500 feet apart) shall be placed in the trench.

#### 19. Special Stipulations:

#### Hydrology:

When crossing ephemeral drainages the pipeline(s) will be buried to a minimum depth of 48 inches from the top of pipe to ground level. Erosion control methods such as gabions and/or rock aprons should be placed on both up and downstream sides of the pipeline crossing. In addition, curled (weed free) wood/straw fiber wattles/logs and/or silt fences should be placed on the downstream side for sediment control during construction and maintained until soils and vegetation have stabilized. Water bars should be placed within the ROW to divert and dissipate surface runoff. A pipeline access road is not permitted to cross these ephemeral drainages. Traffic should be diverted to a preexisting route. Additional seeding may be required in floodplains and drainages to restore energy dissipating vegetation.

Prior to pipeline installation/construction a leak detection plan will be developed. The method(s) could incorporate gauges to detect pressure drops, situating valves and lines so they can be visually inspected periodically or installing electronic sensors to alarm when a leak is present. The leak detection plan will incorporate an automatic shut off system that will be installed for proposed pipelines to minimize the effects of an undesirable event.

### VII. 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.

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

### VIII. FINAL ABANDONMENT & RECLAMATION

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

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

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

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

#### Seed Mixture 2, for Sandy Sites

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

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

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

Species	l <u>b/acre</u>
Sand dropseed (Sporobolus cryptandrus) Sand love grass (Eragrostis trichodes) Plains bristlegrass (Setaria macrostachya)	1.0 1.0 2.0

\*Pounds of pure live seed:

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



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

# Operator Certification Data Report

01/24/2020.

**Operator Certification** 

Email address: stephanie\_rabadue@xtoenergy.com

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: Stephanie Rabadue	Signed on: 11/09/2019	
Title: Regulatory Coordinator		9
Street Address:		
City:	State:	Zip:
Phone: (432)620-6714		
Email address: stephanie_rab	adue@xtoenergy.com	
Field Representat	ve	
Representative Name:		
Street Address: 6401 Holiday	Hill Road, Bldg 5	1
City: Midland	State: TX	<b>Zip:</b> 79707
Phone: (432)683-6687		