Form 3160-3 FORM APPROVED OMB No. 1004-0137 (June 2015) Expires: January 31, 2018 **UNITED STATES** DEPARTMENT OF THE INTERIOR 5. Lease Serial No. NMNM14847 BUREAU OF LAND MANAGEMENT APPLICATION FOR PERMIT TO DRILL OR REENTER 6. If Indian, Allotee or Tribe Name 7. If Unit or CA Agreement, Name and No. **✓** DRILL REENTER 1a. Type of work: 1b. Type of Well: ✓ Oil Well Gas Well Other 8. Lease Name and Well No. 1c. Type of Completion: Hydraulic Fracturing ✓ Single Zone Multiple Zone **OZZY FEDERAL COM 18C** 002H 2. Name of Operator 9. API Well No. LONGFELLOW ENERGY LP 30 015 48311 3a. Address 3b. Phone No. (include area code) 10. Field and Pool, or Exploratory EMPIRE/GLORIETA YESO 4. Location of Well (Report location clearly and in accordance with any State requirements.*) 11. Sec., T. R. M. or Blk. and Survey or Area SEC 13/T17S/R28E/NMP At surface NESE / 1590 FSL / 675 FEL / LAT 32.8329505 / LONG -104.1235919 At proposed prod. zone NESE / 1893 FSL / 20 FEL / LAT 32.8325125 / LONG -104.1056683 14. Distance in miles and direction from nearest town or post office* 12. County or Parish 13 State **EDDY** NM 8 miles 15. Distance from proposed* 16. No of acres in lease 17. Spacing Unit dedicated to this well 675 feet location to nearest property or lease line, ft. 146.92 (Also to nearest drig. unit line, if any) 18. Distance from proposed location* 19. Proposed Depth 20. BLM/BIA Bond No. in file to nearest well, drilling, completed, 25 feet 4550 feet / 9548 feet FED: applied for, on this lease, ft. 21. Elevations (Show whether DF, KDB, RT, GL, etc.) 22. Approximate date work will start* 23. Estimated duration 3699 feet 11/01/2020 60 days 24. Attachments The following, completed in accordance with the requirements of Onshore Oil and Gas Order No. 1, and the Hydraulic Fracturing rule per 43 CFR 3162.3-3 (as applicable) 1. Well plat certified by a registered surveyor. 4. Bond to cover the operations unless covered by an existing bond on file (see 2. A Drilling Plan. Item 20 above) 3. A Surface Use Plan (if the location is on National Forest System Lands, the 5. Operator certification. 6. Such other site specific information and/or plans as may be requested by the SUPO must be filed with the appropriate Forest Service Office). 25. Signature Name (Printed/Typed) Date BRIAN WOOD / Ph: (672) 590-9933 (Electronic Submission) 09/16/2020 Title President Approved by (Signature) Date Name (Printed/Typed) (Electronic Submission) 05/05/2021 Cody Layton / Ph: (575) 234-5959 Title Office Assistant Field Manager Lands & Minerals Carlsbad Field Office Application approval does not warrant or certify that the applicant holds legal or equitable title to those rights in the subject lease which would entitle the applicant to conduct operations thereon. Conditions of approval, if any, are attached. Title 18 U.S.C. Section 1001 and Title 43 U.S.C. Section 1212, make it a crime for any person knowingly and willfully to make to any department or agency



of the United States any false, fictitious or fraudulent statements or representations as to any matter within its jurisdiction

(Continued on page 2)

*(Instructions on page 2)

INSTRUCTIONS

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

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

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

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

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

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

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

NOTICES

The Privacy Act of 1974 and regulation in 43 CFR 2.48(d) provide that you be furnished the following information in connection with information required by this application.

AUTHORITY: 30 U.S.C. 181 et seq., 25 U.S.C. 396; 43 CFR 3160

PRINCIPAL PURPOSES: The information will be used to: (1) process and evaluate your application for a permit to drill a new oil, gas, or service wen or to reenter a plugged and abandoned well; and (2) document, for administrative use, information for the management, disposal and use of National Resource Lands and resources including (a) analyzing your proposal to discover and extract the Federal or Indian resources encountered; (b) reviewing procedures and equipment and the projected impact on the land involved; and (c) evaluating the effects of the proposed operation on the surface and subsurface water and other environmental impacts.

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

EFFECT OF NOT PROVIDING INFORMATION: Filing of this application and disclosure of the information is mandatory only if you elect to initiate a drilling or reentry operation on an oil and gas lease.

The Paperwork Reduction Act of 1995 requires us to inform you that:

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

BURDEN HOURS STATEMENT: Public reporting burden for this form is estimated to average 8 hours per response, including the time for reviewing instructions, gathering and maintaining data, and completing and reviewing the form. Direct comments regarding the burden estimate or any other aspect of this form to U.S. Department of the Interior, Bureau of Land Management (1004-0137), Bureau Information Conection Clearance Officer (WO-630), 1849 C Street, N.W., Mail Stop 401 LS, Washington, D.C. 20240.

Additional Operator Remarks

Location of Well

0. SHL: NESE / 1590 FSL / 675 FEL / TWSP: 17S / RANGE: 28E / SECTION: 13 / LAT: 32.8329505 / LONG: -104.1235919 (TVD: 0 feet, MD: 0 feet)
PPP: NESW / 1893 FSL / 1320 FWL / TWSP: 17S / RANGE: 29E / SECTION: 18 / LAT: 32.832517 / LONG: -104.118519 (TVD: 4550 feet, MD: 5598 feet)
PPP: LOT 3 / 1893 FSL / 0 FWL / TWSP: 17S / RANGE: 29E / SECTION: 18 / LAT: 32.832528 / LONG: -104.121407 (TVD: 4520 feet, MD: 4715 feet)
PPP: NESE / 1429 FSL / 371 FEL / TWSP: 17S / RANGE: 28E / SECTION: 13 / LAT: 32.8325096 / LONG: -104.1226025 (TVD: 4151 feet, MD: 4171 feet)
BHL: NESE / 1893 FSL / 20 FEL / TWSP: 17S / RANGE: 29E / SECTION: 18 / LAT: 32.8325125 / LONG: -104.1056683 (TVD: 4550 feet, MD: 9548 feet)

BLM Point of Contact

Name: Deborah Ham

Title: Legal Landlaw Examiner

Phone: (575) 234-5965 Email: dham@blm.gov

Review and Appeal Rights

A person contesting a decision shall request a State Director review. This request must be filed within 20 working days of receipt of the Notice with the appropriate State Director (see 43 CFR 3165.3). The State Director review decision may be appealed to the Interior Board of Land Appeals, 801 North Quincy Street, Suite 300, Arlington, VA 22203 (see 43 CFR 3165.4). Contact the above listed Bureau of Land Management office for further information.

Township

17 S

Range

28 E

Lot Idn

Section

13

District I 1625 N. French Dr., Hobbs, NM 88240 Phone: (575) 393-6161 Fax: (575) 393-0720 District II 811 S. First St., Artesia, NM 88210 Phone: (575) 748-1283 Fax: (575) 748-9720 District III 1000 Rio Brazos Road, Aztec, NM 87410

Phone: (505) 334-6178 Fax: (505) 334-6170

District IV 1220 S. St. Francis Dr., Santa Fe, NM 87505 Phone: (505) 476-3460 Fax: (505) 476-3462

UL or lot no.

I

State of New Mexico

Energy, Minerals & Natural Resources Department OIL CONSERVATION DIVISION 1220 South St. Francis Dr. Santa Fe, NM 87505

Form C-102 Revised August 1, 2011 Submit one copy to appropriate District Office

AMENDED REPORT

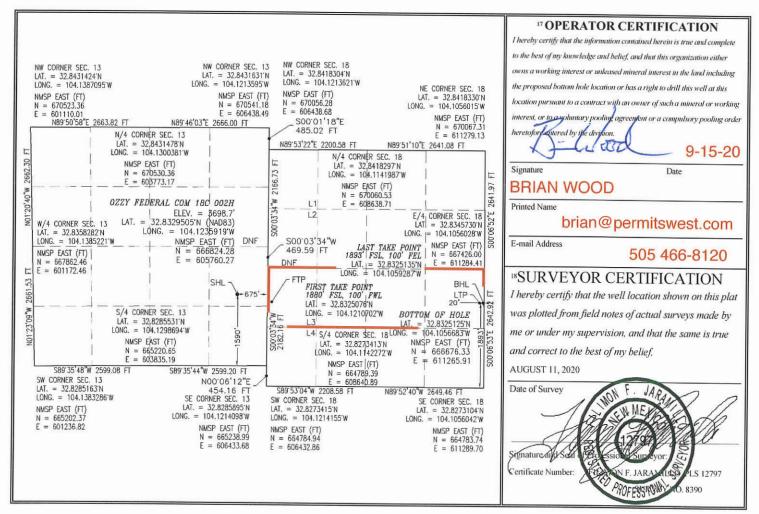
WELL LOCATION AND ACREAGE DEDICATION PLAT

API Number 30-015- 48311	² Pool Code 96210	³ Pool Name EMPIRE; GLORIET	A-YESO
⁴ Property Code 330802	⁵ Property N OZZY FEDERAI		⁶ Well Number
⁷ OGRID No. 372210	⁸ Operator N LONGFELLOW E		⁹ Elevation 3698.7
	¹⁰ Surface	Location	

Feet from the North/South line Feet from the East/West line County 1590 SOUTH 675 EAST **EDDY**

			11.]	3ottom F	lole Location	If Different Fr	om Surface		
UL or lot no.	Section	Township	Range	Lot Idn	Feet from the	North/South line	Feet from the	East/West line	County
I	18	17 S	29 E		1893	SOUTH	20	EAST	EDDY
12 Dedicated Acre	s 13 Joint	or Infill	14 Consolidation	n Code			15 Order No.		
146.92			C						

No allowable will be assigned to this completion until all interests have been consolidated or a non-standard unit has been approved by the division.



District I
1625 N. French Dr., Hobbs, NM 88240
District II
811 S. First St., Artesia, NM 88210
District III
1000 Rio Brazos Road, Aztec, NM 87410
District IV
1220 S. St. Francis Dr., Santa Fe, NM 87505

State of New Mexico Energy, Minerals and Natural Resources Department

Submit Original to Appropriate District Office

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

GAS CAPTURE PLAN

Date: 9-13-20 X Original

Operator & OGRID No.: Longfellow Energy, LP (372210)

☐ Amended - Reason for Amendment:

This Gas Capture Plan outlines actions to be taken by the Operator to reduce well/production facility flaring/venting for new completion (new drill, recomplete to new zone, re-frac) activity.

Note: Form C-129 must be submitted and approved prior to exceeding 60 days allowed by Rule (Subsection A of 19.15.18.12 NMAC).

Well(s)/Production Facility - Name of facility

The well(s) that will be located at the production facility are shown in the table below.

Well Name &	API	SHL	SHL	Expected	Flare or	Comments
Number		(ULSTR)	Footages	MCF/D	Vent	
Ozzy Federal Com 18C 1H	30-015-	I-13-17s-28e	1615' FSL & 675' FEL	225	<30 days	flare until well clean, then connect
Ozzy Federal Com 18C 2H	30-015-	I-13-17s-28e	1590' FSL & 675' FEL	225	<30 days	flare until well clean, then connect
Ozzy Federal Com 18C 3H	30-015-	I-13-17s-28e	1ea5' FSL & 675' FEL	225	<30 days	flare until well clean, then connect

Gathering System and Pipeline Notification

Well(s) will be connected to a production facility after flowback operations are complete, if gas transporter system is in place. The gas produced from production facility is not yet dedicated, but will be connected to a 3rd party gathering system located in Eddy County, New Mexico. Gas will most likely be piped 100 yards east to Longfellow's Phillips AID State 4 (I-13-17s-28e) which is connected with DCP Operating Company, LP (36785). Operator will provide (periodically) to Gas Transporter a drilling, completion and estimated first production date for wells that are scheduled to be drilled in the foreseeable future. In addition, Operator and Gas Transporter have periodic conference calls to discuss changes to drilling and completion schedules. Gas from these wells will be processed at an unknown Processing Plant located in Eddy County, New Mexico. The actual flow of the gas will be based on compression operating parameters and gathering system pressures.

Flowback Strategy

After the fracture treatment/completion operations, well(s) will be produced to temporary production tanks and gas will be flared or vented. During flowback, the fluids and sand content will be monitored. When the produced fluids contain minimal sand, the wells will be turned to production facilities. Gas sales should start as soon as the wells start flowing through the production facilities, unless there are operational issues on <u>Gas Transporter</u> system at that time. Based on current information, it is <u>Operator's</u> belief the system can take this gas upon completion of the well(s).

Safety requirements during cleanout operations from the use of underbalanced air cleanout systems may necessitate that sand and non-pipeline quality gas be vented and/or flared rather than sold on a temporary basis.

Alternatives to Reduce Flaring

Below are alternatives considered from a conceptual standpoint to reduce the amount of gas flared.

- Power Generation On lease
 - Only a portion of gas is consumed operating the generator, remainder of gas will be flared
- Compressed Natural Gas On lease
 - o Gas flared would be minimal, but might be uneconomical to operate when gas volume declines
- NGL Removal On lease
 - o Plants are expensive, residue gas is still flared, and uneconomical to operate when gas volume declines

Well Name: OZZY FEDERAL COM 18C



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

Drilling Plan Data Report

05/07/2021

APD ID: 10400061872

Submission Date: 09/16/2020

Highlighted data reflects the most recent changes

Operator Name: LONGFELLOW ENERGY LP

Well Number: 002H

Show Final Text

Well Type: OIL WELL

Well Work Type: Drill

Section 1 - Geologic Formations

Formation	Formation Name	Florestion	True Vertical		l ith aloni ao	Mineral Decourses	Producing
		Elevation	Depth	Depth	Lithologies	Mineral Resources	
869789	QUATERNARY	3699	0	0	OTHER : Caliche	USEABLE WATER	N
869790	TOP SALT	3342	357	357	SALT	NONE	N
869791	BASE OF SALT	3022	677	678	SALT	NONE	N
869792	YATES	2861	838	840	DOLOMITE	NATURAL GAS, OIL	N
869793	SEVEN RIVERS	2584	1115	1119	GYPSUM	NONE	N
869794	QUEEN	2065	1634	1641	SANDSTONE	NATURAL GAS, OIL	N
869795	SAN ANDRES	1328	2371	2383	DOLOMITE	NATURAL GAS, OIL	N
869796	GLORIETA	-70	3769	3787	DOLOMITE	NATURAL GAS, OIL	N
869797	YESO	-135	3834	3852	OTHER : Paddock dolomite	NATURAL GAS, OIL	N
869798	YESO	-452	4151	4170	OTHER : Blinebry dolomite	NATURAL GAS, OIL	Y

Section 2 - Blowout Prevention

Pressure Rating (PSI): 3M Rating Depth: 5000

Equipment: A 3000-psi BOP stack (rated to 5000) consisting of annular preventer and double (blind and pipe) ram will be used below surface casing to TD.

Requesting Variance? YES

Variance request: Variance is requested to use a flex-hose. Test certificate for a typical hose is attached, Certificate for the hose in use will be available on the rig before drilling starts.

Testing Procedure: BOP/BOPE will be tested by an independent service company to 250-psi low and 3000-psi high per Onshore Order 2 requirements. The system may be upgraded to a higher pressure, but still tested as described above. If the system is upgraded, then all the installed components will be functional and tested. Pipe rams will be operationally checked each 24-hour period. Blind rams will be operationally checked on each trip out of the hole. These checks will be noted on the daily tour sheets. Other accessories to the BOPE will include a speed head, Kelly cock and floor safety valve (inside BOP), and choke lines and choke manifold. BOP and choke diagrams are attached.

Choke Diagram Attachment:

Well Name: OZZY FEDERAL COM 18C Well Number: 002H

Ozzy_18C_2H_Choke_20200916065330.pdf

BOP Diagram Attachment:

Ozzy_18C_2H_BOP_20200916065335.pdf

Section 3 - Casing

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	12.2 5	9.625	NEW	API	N	0	1250	0	1245	3699	2454	1250	J-55	36	LT&C	_	1.12 5	DRY	1.8	DRY	1.8
	PRODUCTI ON	8.75	7.0	NEW	API	N	0	3900	0	3882	3699	-183	3900	L-80	32	BUTT	1.12 5	1.12 5	DRY	1.8	DRY	1.8
	PRODUCTI ON	8.75	5.5	NEW	API	Y	3900	9548	3882	4550	-183	-851	5648	L-80	20	BUTT	1.12 5	1.12 5	DRY	1.8	DRY	1.8

Casing Attachments

Casing ID: 1 String Type: SURFACE

Inspection Document:

Spec Document:

Tapered String Spec:

Casing Design Assumptions and Worksheet(s):

Ozzy_18C_2H_Casing_Design_Assumptions_20200916065407.pdf

Well Name: OZZY FEDERAL COM 18C Well Number: 002H

Casing Attachments

Casing ID: 2

String Type: PRODUCTION

Inspection Document:

Spec Document:

Tapered String Spec:

Casing Design Assumptions and Worksheet(s):

Ozzy_18C_2H_Casing_Design_Assumptions_20200916065435.pdf

Casing ID: 3

String Type: PRODUCTION

Inspection Document:

Spec Document:

Tapered String Spec:

Ozzy_18C_2H_Casing_Design_Assumptions_20200916065501.pdf

Casing Design Assumptions and Worksheet(s):

Ozzy_18C_2H_Casing_Design_Assumptions_20200916065509.pdf

Section 4 - Cement

String Type	Lead/Tail	Stage Tool Depth	Top MD	Bottom MD	Quantity(sx)	Yield	Density	Cu Ft	Excess%	Cement type	Additives
SURFACE	Lead		0	1250	400	1.65	12.8	660	100	35/65 Poz C	None
SURFACE	Tail		0	1250	164	1.34	14.8	219	100	Class C	None
PRODUCTION	Lead		1050	9548	270	1.65	12.6	445	50	35/65 Poz C	None
PRODUCTION	Tail		1050	9548	1620	1.33	14.8	2154	50	Class C	None

Well Name: OZZY FEDERAL COM 18C Well Number: 002H

Section 5 - Circulating Medium

Mud System Type: Closed

Will an air or gas system be Used? NO

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

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

Describe what will be on location to control well or mitigate other conditions: All necessary mud products (LCM) will be on site to handle any abnormal hole condition that may be encountered while drilling this well.

Describe the mud monitoring system utilized: An electronic/mechanical mud monitor with a minimum pit volume totalizer, stroke counter, and flow sensor will be used.

Circulating Medium Table

Top Depth	Bottom Depth	Mud Type	Min Weight (lbs/gal)	Max Weight (lbs/gal)	Density (lbs/cu ft)	Gel Strength (lbs/100 sqft)	ЬН	Viscosity (CP)	Salinity (ppm)	Filtration (cc)	Additional Characteristics
0	1250	OTHER : Fresh water/gel	8.4	9							
1250	3900	OTHER : Fresh water/cut brine	8.3	9.2							
3900	9548	OTHER : Cut brine	8.6	9.2							

Section 6 - Test, Logging, Coring

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

A mud logger will be used from GL to TD. Samples will be collected every 10' in the lateral pay zone.

No electric logs are planned at this time.

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

MUD LOG/GEOLOGICAL LITHOLOGY LOG,

Coring operation description for the well:

No core or drill stem test is planned.

Well Name: OZZY FEDERAL COM 18C Well Number: 002H

Section 7 - Pressure

Anticipated Bottom Hole Pressure: 1956 Anticipated Surface Pressure: 955

Anticipated Bottom Hole Temperature(F): 110

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

Describe:

Contingency Plans geoharzards description:

Contingency Plans geohazards attachment:

Hydrogen Sulfide drilling operations plan required? YES

Hydrogen sulfide drilling operations plan:

Ozzy_18C_2H_H2S_Plan_20200916065655.pdf

Section 8 - Other Information

Proposed horizontal/directional/multi-lateral plan submission:

Ozzy_18C_2C_Horizontal_Plan_20200916065728.pdf

Other proposed operations facets description:

Other proposed operations facets attachment:

CoFlex_Certs_20200916065744.pdf

 $Ozzy_18C_2H_Speedhead_Specs_20200916065751.pdf$

Ozzy_18C_2H_Drill_Plan_20200916093028.pdf

Other Variance attachment:



3698.7 GL 12 KB @ 3710.70usft Gr: 3698.70

Longfellow Energy

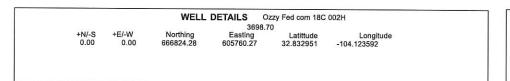
Ozzy Fed com 18C 002H Eddy Co NM Northing: 666824.28 Easting: 605760.27 Plan 1





Azimuths to Grid North
True North: -0.11°
Magnetic North: 7.04°

Magnetic Field Strength: 47869.4nT Dip Angle: 60.48° Date: 8/26/2020 Model: HDGM_FILE



| SECTION DETAILS | SECTION DE

DESIGN TARGET DETAILS

PROJECT DETAILS: Eddy Co NM

Geodetic System: US State Plane 1983 Datum: North American Datum 1983 Ellipsoid: GRS 1980 Zone: New Mexico Eastern Zone

System Datum: Mean Sea Level

SITE DETAILS: Sec 13/18-17S-29E

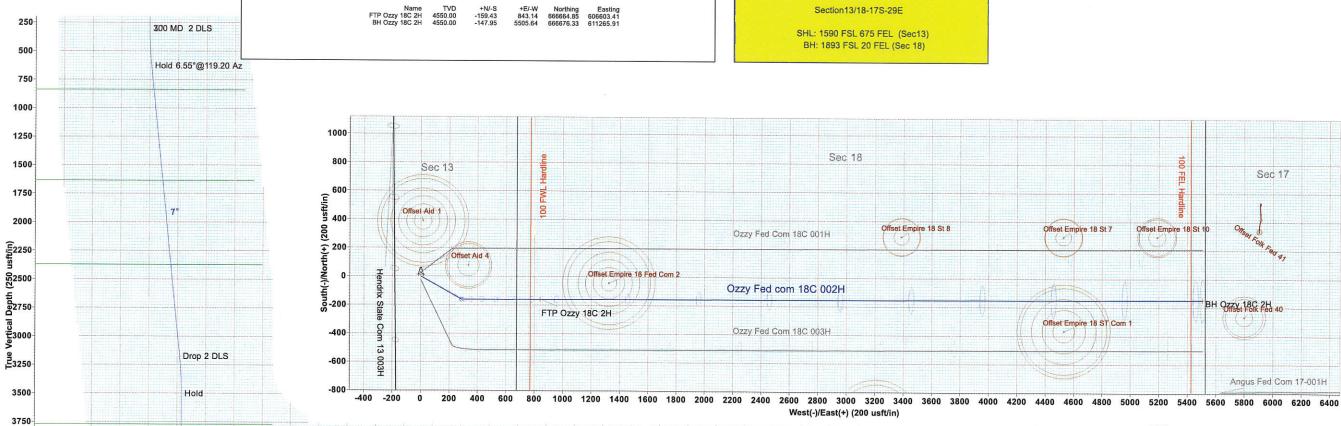
Site Centre Northing: 665375.40 Easting: 605413.55

Positional Uncertainity: 0.00 Convergence: 0.11 Local North: Grid

WELLBORE DETAILS: OH Wellbore Section 13/18-17S-29E

BH Ozzy 18C 2H

TD 4550 TVD 9548.19 MD



250 500 750 1000 1250 1500 1750 2000 2250 2500 2750 3000 3250 3500 3750 4000 4250 4500 4750 5000 5250 5500 5750 6000 6250 6500 6750 7000

Vertical Section at 91.54° (250 usft/in)

Control of the Control of Wilson, Plan 1 of the Control of Wilson, Plan 1 of the Control of Wilson, Plan 1 of the Control of t

Released to Imaging: 5/11/2021 3:03:52 PM

4000

4250

4500

4750

5000

5250

-1000 -750 -500 -250

0

KOP 4045.67 MD 12 DLS

Hold 90 ft

FTP Ozzy 18C 2H

4550 TVD 4885.67 MD

Build 12 DLS

Scientific Drilling, Intl

Planning Report

Database: Company: Project:

Midland

Longfellow Energy Eddy Co NM Sec 13/18-17S-29E Ozzy Fed com 18C 002H

Wellbore: Design:

Site:

Well:

OH Wellbore Plan 1

Local Co-ordinate Reference:

TVD Reference: MD Reference: North Reference:

Survey Calculation Method:

Well Ozzy Fed com 18C 002H 3698.7 GL 12 KB @ 3710.70usft 3698.7 GL 12 KB @ 3710.70usft

Minimum Curvature

Project

Eddy Co NM, Eddy County, New Mexico

Map System: Geo Datum:

US State Plane 1983 North American Datum 1983

New Mexico Eastern Zone

System Datum:

Mean Sea Level

Map Zone:

Site

Sec 13/18-17S-29E

Site Position: From:

Lat/Long

Northing: Easting:

665,375.41 usft Latitude: 605,413.56 usft

Longitude:

32.828970 -104.124730

Position Uncertainty:

0.00 usft

Slot Radius:

13-3/16 "

Grid Convergence:

0.11°

Well Well Position Ozzy Fed com 18C 002H

+N/-S +E/-W 1,448.88 usft 346.72 usft

Northing: Easting:

666,824.28 usft 605,760.27 usft Latitude: Longitude:

32.832951 -104.123592

Position Uncertainty

0.00 usft

Wellhead Elevation:

3,710.70 usft

Ground Level:

3,698.70 usft

Wellbore Magnetics

Model Name

OH Wellbore

Plan 1

Sample Date

Declination (°)

Dip Angle (°)

Field Strength (nT)

HDGM_FILE

8/26/2020

7.15

60.48

47,869.40000000

Design Audit Notes:

Version:

Phase:

PLAN

Tie On Depth:

0.00

Vertical Section:

Depth From (TVD) (usft) 0.00

+N/-S (usft) 0.00

+E/-W (usft) 0.00

Direction (°) 91.54

Measured Depth (usft)	Inclination (°)	Azimuth (°)	Vertical Depth (usft)	+N/-S (usft)	+E/-W (usft)	Dogleg Rate (°/100usft)	Build Rate (°/100usft)	Turn Rate (°/100usft)	TFO (°)	Target
0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	
300.00	0.00	0.00	300.00	0.00	0.00	0.00	0.00	0.00	0.00	
627.32	6.55	119.20	626.61	-9.11	16.31	2.00	2.00	0.00	119.20	
3,190.82	6.55	119.20	3,173.39	-151.68	271.43	0.00	0.00	0.00	0.00	
3,518.14	0.00	0.00	3,500.00	-160.80	287.74	2.00	-2.00	0.00	180.00	
4,045.67	0.00	0.00	4,027.54	-160.80	287.74	0.00	0.00	0.00	0.00	
4,545.67	60.00	89.86	4,441.03	-160.21	526.47	12.00	12.00	0.00	89.86	
4,635.67	60.00	89.86	4,486.03	-160.02	604.41	0.00	0.00	0.00	0.00	
4,885.67	90.00	89.86	4,550.00	-159.43	843.14	12.00	12.00	0.00	0.00	FTP Ozzy 18C 2
9,548.19	90.00	89.86	4,550.00	-147.95	5,505.64	0.00	0.00	0.00		BH Ozzy 18C 2F

Scientific Drilling, Intl

Planning Report



Database: Company: Project: Site:

Well:

Midland Longfellow Energy Eddy Co NM Sec 13/18-17S-29E

Ozzy Fed com 18C 002H

Wellbore: OH Wellbore Design: Plan 1

Local Co-ordinate Reference:

TVD Reference: MD Reference: North Reference:

Survey Calculation Method:

Well Ozzy Fed com 18C 002H 3698.7 GL 12 KB @ 3710.70usft 3698.7 GL 12 KB @ 3710.70usft

Grid Minimum Curvature

Planned Survey
Measured

Planned Survey									
Measured Depth (usft)	Inclination (°)	Azimuth (°)	Vertical Depth (usft)	+N/-S (usft)	+E/-W (usft)	Vertical Section (usft)	Dogleg Rate (°/100usft)	Build Rate (°/100usft)	Turn Rate (°/100usft)
0.00 300.00 300 MD 2	0.00 0.00 DLS	0.00 0.00	0.00 300.00	0.00 0.00	0.00 0.00	0.00 0.00	0.00 0.00	0.00 0.00	0.00 0.00
400.00 500.00 600.00	2.00 4.00 6.00	119.20 119.20 119.20	399.98 499.84 599.45	-0.85 -3.40 -7.66	1.52 6.09 13.70	1.55 6.18 13.90	2.00 2.00 2.00	2.00 2.00 2.00	0.00 0.00 0.00
627.32	6.55	119.20	626.61	-9.11	16.31	16.54	2.00	2.00	0.00
Hold 6.55° 700.00 800.00 840.10	@119.20 Az 6.55 6.55 6.55	119.20 119.20 119.20	698.81 798.16 838.00	-13.15 -18.72 -20.95	23.54 33.49 37.48	23.88 33.98 38.03	0.00 0.00 0.00	0.00 0.00 0.00	0.00 0.00 0.00
Yates 900.00	6.55	119.20	897.51	-24.28	43.44	44.08	0.00	0.00	0.00
1,000.00 1,100.00 1,200.00 1,300.00 1,400.00	6.55 6.55 6.55 6.55 6.55	119.20 119.20 119.20 119.20 119.20	996.86 1,096.21 1,195.55 1,294.90 1,394.25	-29.84 -35.40 -40.96 -46.52 -52.09	53.40 63.35 73.30 83.25 93.20	54.18 64.28 74.37 84.47 94.57	0.00 0.00 0.00 0.00 0.00	0.00 0.00 0.00 0.00 0.00	0.00 0.00 0.00 0.00 0.00
1,500.00 1,600.00 1,641.32 Queen	6.55 6.55 6.55	119.20 119.20 119.20	1,493.60 1,592.95 1,634.00	-57.65 -63.21 -65.51	103.16 113.11 117.22	104.67 114.77 118.94	0.00 0.00 0.00	0.00 0.00 0.00 0.00	0.00 0.00 0.00 0.00
1,700.00 1,800.00	6.55 6.55	119.20 119.20	1,692.29 1,791.64	-68.77 -74.33	123.06 133.01	124.86 134.96	0.00 0.00	0.00 0.00	0.00 0.00
1,900.00 2,000.00 2,100.00 2,200.00 2,300.00	6.55 6.55 6.55 6.55 6.55	119.20 119.20 119.20 119.20 119.20	1,890.99 1,990.34 2,089.69 2,189.03 2,288.38	-79.89 -85.46 -91.02 -96.58 -102.14	142.97 152.92 162.87 172.82 182.77	145.06 155.16 165.26 175.35 185.45	0.00 0.00 0.00 0.00 0.00	0.00 0.00 0.00 0.00 0.00	0.00 0.00 0.00 0.00 0.00
2,383.16 San Andres	6.55	119.20	2,371.00	-106.77	191.05	193.85	0.00	0.00	0.00
2,400.00 2,500.00 2,600.00 2,700.00	6.55 6.55 6.55 6.55	119.20 119.20 119.20 119.20	2,387.73 2,487.08 2,586.43 2,685.77	-107.70 -113.26 -118.83 -124.39	192.73 202.68 212.63 222.58	195.55 205.65 215.75 225.84	0.00 0.00 0.00 0.00	0.00 0.00 0.00 0.00	0.00 0.00 0.00 0.00
2,800.00 2,900.00 3,000.00 3,100.00 3,190.82 Drop 2 DLS	6.55 6.55 6.55 6.55 6.55	119.20 119.20 119.20 119.20 119.20	2,785.12 2,884.47 2,983.82 3,083.17 3,173.39	-129.95 -135.51 -141.07 -146.63 -151.68	232.53 242.49 252.44 262.39 271.43	235.94 246.04 256.14 266.24 275.41	0.00 0.00 0.00 0.00 0.00	0.00 0.00 0.00 0.00 0.00	0.00 0.00 0.00 0.00 0.00
3,200.00 3,300.00 3,400.00 3,500.00 3,518.14 Hold	6.36 4.36 2.36 0.36 0.00	119.20 119.20 119.20 119.20 0.00	3,182.52 3,282.07 3,381.90 3,481.86 3,500.00	-152.19 -156.75 -159.61 -160.77 -160.80	272.33 280.49 285.61 287.69 287.74	276.32 284.60 289.79 291.90 291.95	2.00 2.00 2.00 2.00 2.00	-2.00 -2.00 -2.00 -2.00 -2.00	0.00 0.00 0.00 0.00 0.00
3,787.14 Glorietta	0.00	0.00	3,769.00	-160.80	287.74	291.95	0.00	0.00	0.00
3,852.14 Paddock 4,045.67	0.00	0.00	3,834.00 4,027.54	-160.80 -160.80	287.74	291.95 291.95	0.00	0.00	0.00
	67 MD 12 DLS		4,027.04	-100.00	287.74	291.95	0.00	0.00	0.00

Scientific Drilling, Intl

Planning Report



Database: Company: Project:

Site:

Well:

Wellbore:

Midland

Longfellow Energy Eddy Co NM Sec 13/18-17S-29E

Ozzy Fed com 18C 002H OH Wellbore

Plan 1

Local Co-ordinate Reference:

TVD Reference: MD Reference: North Reference:

Survey Calculation Method:

Well Ozzy Fed com 18C 002H 3698.7 GL 12 KB @ 3710.70usft 3698.7 GL 12 KB @ 3710.70usft

Grid

Minimum Curvature

velibore:)esign:	Plan 1	•							
Planned Survey									
Measured Depth (usft)	Inclination (°)	Azimuth (°)	Vertical Depth (usft)	+N/-S (usft)	+E/-W (usft)	Vertical Section (usft)	Dogleg Rate (°/100usft)	Build Rate (°/100usft)	Turn Rate (°/100usft)
4,100.00 4,170.56 Blinberry	6.52 14.99	89.86 89.86	4,081.75 4,151.00	-160.79 -160.76	290.82 303.97	295.04 308.18	12.00 12.00	12.00 12.00	0.00 0.00
4,200.00 4,300.00 4,400.00 4,500.00 4,545.67 Hold 90 ft	18.52 30.52 42.52 54.52 60.00	89.86 89.86 89.86 89.86 89.86	4,179.19 4,270.01 4,350.22 4,416.34 4,441.03	-160.74 -160.63 -160.49 -160.30 -160.21	312.46 353.88 413.28 488.06 526.47	316.66 358.07 417.45 492.19 530.58	12.00 12.00 12.00 12.00 12.00	12.00 12.00 12.00 12.00 12.00	0.00 0.00 0.00 0.00 0.00
4,600.00 4,635.67 Build 12 D	60.00 60.00	89.86 89.86	4,468.20 4,486.03	-160.09 -160.02	573.51 604.41	577.61 608.49	0.00 0.00	0.00 0.00	0.00 0.00
4,700.00 4,800.00 4,885.67	67.72 79.72 90.00 4885.67 MD - F	89.86 89.86 89.86	4,514.35 4,542.34 4,550.00	-159.87 -159.64 -159.43	662.11 757.93 843.14	666.17 761.94 847.12	12.00 12.00 12.00	12.00 12.00 12.00	0.00 0.00 0.00
4,900.00 5,000.00 5,100.00 5,200.00 5,300.00	90.00 90.00 90.00 90.00 90.00	89.86 89.86 89.86 89.86 89.86	4,550.00 4,550.00 4,550.00 4,550.00 4,550.00	-159.39 -159.15 -158.90 -158.66 -158.41	857.47 957.47 1,057.47 1,157.47 1,257.47	861.44 961.40 1,061.35 1,161.31 1,261.27	0.00 0.00 0.00 0.00 0.00	0.00 0.00 0.00 0.00 0.00	0.00 0.00 0.00 0.00 0.00
5,400.00 5,500.00 5,600.00 5,700.00 5,800.00	90.00 90.00 90.00 90.00 90.00	89.86 89.86 89.86 89.86 89.86	4,550.00 4,550.00 4,550.00 4,550.00 4,550.00	-158.16 -157.92 -157.67 -157.42 -157.18	1,357.47 1,457.47 1,557.46 1,657.46 1,757.46	1,361.22 1,461.18 1,561.14 1,661.10 1,761.05	0.00 0.00 0.00 0.00 0.00	0.00 0.00 0.00 0.00 0.00	0.00 0.00 0.00 0.00 0.00
5,900.00 6,000.00 6,100.00 6,200.00 6,300.00	90.00 90.00 90.00 90.00 90.00	89.86 89.86 89.86 89.86	4,550.00 4,550.00 4,550.00 4,550.00 4,550.00	-156.93 -156.69 -156.44 -156.19 -155.95	1,857.46 1,957.46 2,057.46 2,157.46 2,257.46	1,861.01 1,960.97 2,060.92 2,160.88 2,260.84	0.00 0.00 0.00 0.00 0.00	0.00 0.00 0.00 0.00 0.00	0.00 0.00 0.00 0.00 0.00
6,400.00 6,500.00 6,600.00 6,700.00 6,800.00	90.00 90.00 90.00 90.00 90.00	89.86 89.86 89.86 89.86 89.86	4,550.00 4,550.00 4,550.00 4,550.00 4,550.00	-155.70 -155.45 -155.21 -154.96 -154.72	2,357.46 2,457.46 2,557.46 2,657.46 2,757.46	2,360.79 2,460.75 2,560.71 2,660.67 2,760.62	0.00 0.00 0.00 0.00 0.00	0.00 0.00 0.00 0.00 0.00	0.00 0.00 0.00 0.00 0.00
6,900.00 7,000.00 7,100.00 7,200.00 7,300.00	90.00 90.00 90.00 90.00 90.00	89.86 89.86 89.86 89.86 89.86	4,550.00 4,550.00 4,550.00 4,550.00 4,550.00	-154.47 -154.22 -153.98 -153.73 -153.48	2,857.46 2,957.46 3,057.46 3,157.46 3,257.46	2,860.58 2,960.54 3,060.49 3,160.45 3,260.41	0.00 0.00 0.00 0.00 0.00	0.00 0.00 0.00 0.00 0.00	0.00 0.00 0.00 0.00 0.00
7,400.00 7,500.00 7,600.00 7,700.00 7,800.00	90.00 90.00 90.00 90.00 90.00	89.86 89.86 89.86 89.86	4,550.00 4,550.00 4,550.00 4,550.00 4,550.00	-153.24 -152.99 -152.75 -152.50 -152.25	3,357.46 3,457.46 3,557.46 3,657.46 3,757.46	3,360.36 3,460.32 3,560.28 3,660.24 3,760.19	0.00 0.00 0.00 0.00 0.00	0.00 0.00 0.00 0.00 0.00	0.00 0.00 0.00 0.00 0.00
7,900.00 8,000.00 8,100.00 8,200.00 8,300.00	90.00 90.00 90.00 90.00 90.00	89.86 89.86 89.86 89.86 89.86	4,550.00 4,550.00 4,550.00 4,550.00 4,550.00	-152.01 -151.76 -151.52 -151.27 -151.02	3,857.46 3,957.46 4,057.46 4,157.46 4,257.46	3,860.15 3,960.11 4,060.06 4,160.02 4,259.98	0.00 0.00 0.00 0.00 0.00	0.00 0.00 0.00 0.00 0.00	0.00 0.00 0.00 0.00 0.00
8,400.00 8,500.00	90.00 90.00	89.86 89.86	4,550.00 4,550.00	-150.78 -150.53	4,357.46 4,457.46	4,359.93 4,459.89	0.00 0.00	0.00 0.00	0.00 0.00

Scientific Drilling, Intl Planning Report



LONGFELLOW ENERGY, LP

Database: Company: Project:

Site:

Well:

Midland Longfellow Energy Eddy Co NM

Sec 13/18-17S-29E Ozzy Fed com 18C 002H

Wellbore: OH Wellbore Design: Plan 1 Local Co-ordinate Reference:

TVD Reference: MD Reference: North Reference:

Survey Calculation Method:

Well Ozzy Fed com 18C 002H 3698.7 GL 12 KB @ 3710.70usft 3698.7 GL 12 KB @ 3710.70usft

Grid

Minimum Curvature

Measured Depth (usft)	Inclination (°)	Azimuth (°)	Vertical Depth (usft)	+N/-S (usft)	+E/-W (usft)	Vertical Section (usft)	Dogleg Rate (°/100usft)	Build Rate (°/100usft)	Turn Rate (°/100usft)
8,600.00	90.00	89.86	4,550.00	-150.28	4,557,46	4,559.85	0.00	0.00	0.00
8,700.00	90.00	89.86	4,550.00	-150.04	4,657.46	4,659.81	0.00	0.00	0.00
8,800.00	90.00	89.86	4,550.00	-149.79	4,757.46	4,759.76	0.00	0.00	0.00
8,900.00	90.00	89.86	4,550.00	-149.55	4,857.45	4,859.72	0.00	0.00	0.00
9,000.00	90.00	89.86	4,550.00	-149.30	4.957.45	4,959.68	0.00	0.00	0.00
9,100.00	90.00	89.86	4,550.00	-149.05	5,057.45	5,059.63	0.00	0.00	0.00
9,200.00	90.00	89.86	4,550.00	-148.81	5,157.45	5,159.59	0.00	0.00	0.00
9,300.00	90.00	89.86	4,550.00	-148.56	5,257.45	5,259.55	0.00	0.00	0.00
9,400.00	90.00	89.86	4,550.00	-148.31	5,357.45	5,359.50	0.00	0.00	0.00
9,500.00	90.00	89.86	4,550.00	-148.07	5,457.45	5,459,46	0.00	0.00	0.00
9,548.19	90.00	89.86	4,550.00	-147.95	5,505.64	5,507.63	0.00	0.00	0.00

Design Targets									
Target Name - hit/miss target - Shape	Dip Angle	Dip Dir.	TVD (usft)	+N/-S (usft)	+E/-W (usft)	Northing (usft)	Easting (usft)	Latitude	Longitude
BH Ozzy 18C 2H - plan hits target c - Point	0.00 enter	0.00	4,550.00	-147.95	5,505.64	666,676.33	611,265.91	32.832513	-104.105669
FTP Ozzy 18C 2H - plan hits target co - Point	0.00 enter	0.00	4,550.00	-159.43	843.14	666,664.86	606,603.41	32.832508	-104.120848

Measured	Vertical		Dip
Depth (usft)	Depth (usft)	Name	Dip Direction Lithology (°) (°)
840.10	838.00	Yates	0.00
1,641.32	1,634.00	Queen	0.00
2,383.16	2,371.00	San Andres	0.00
3,787.14	3,769.00	Glorietta	0.00
3,852.14	3,834.00	Paddock	0.00
4,170.56	4,151.00	Blinberry	0.00

lan Ann	notations				
	Measured	Vertical	Local Coor	dinates	
	Depth	Depth	+N/-S	+E/-W	
	(usft)	(usft)	(usft)	(usft)	Comment
	300.00	300.00	0.00	0.00	300 MD 2 DLS
	627.32	626.61	-9.11	16.31	Hold 6.55°@119.20 Az
	3,190.82	3,173.39	-151.68	271.43	Drop 2 DLS
	3,518.14	3,500.00	-160.80	287.74	Hold
	4,045.67	4.027.54	-160.80	287.74	KOP 4045.67 MD 12 DLS
	4,545.67	4.441.03	-160.21	526.47	Hold 90 ft
	4,635.67	4,486.03	-160.02	604.41	Build 12 DLS
	4,885.67	4.550.00	-159.43	843.14	4550 TVD 4885.67 MD
	9,548.19	4,550.00	-147.95	5,505.64	TD 4550 TVD 9548.19 MD

PECOS DISTRICT DRILLING CONDITIONS OF APPROVAL

OPERATOR'S NAME: LONGFELLOW ENERGY LP

LEASE NO.: NMNM014847

LOCATION: | Section 13, T.17 S., R.28 E., NMPM

COUNTY: Eddy County, New Mexico

WELL NAME & NO.: OZZY FEDERAL COM 18C 001H

SURFACE HOLE FOOTAGE: 1615'/S & 675'/E **BOTTOM HOLE FOOTAGE** 2318'/S & 20'/E

WELL NAME & NO.: OZZY FEDERAL COM 18C 002H

SURFACE HOLE FOOTAGE: 1590'/S & 675'/E **BOTTOM HOLE FOOTAGE** 1893'/S & 20'/E

WELL NAME & NO.: OZZY FEDERAL COM 18C 003H

SURFACE HOLE FOOTAGE: 1565'/S & 675'/E **BOTTOM HOLE FOOTAGE** 1540'/S & 20'/E

COA

H2S	Yes	O No	
Potash	None	Secretary	© R-111-P
Cave/Karst Potential	C Low	• Medium	C High
Cave/Karst Potential	Critical		
Variance	O None	• Flex Hose	Other
Wellhead	Conventional	O Multibowl	O Both
Other	☐ 4 String Area	☐ Capitan Reef	□WIPP
Other	☐ Fluid Filled	☐ Cement Squeeze	☐ Pilot Hole
Special Requirements	☐ Water Disposal	▼ COM	□ Unit

A. HYDROGEN SULFIDE

A Hydrogen Sulfide (H2S) Drilling Plan shall be activated 500 feet prior to drilling into a **Unknown** 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

Casing Design:

- 1. The 9-5/8 inch surface casing shall be set at approximately 325 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 **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 $7 \times 5-1/2$ inch production casing is:

Option 1 (Single Stage):

• Cement to surface. If cement does not circulate see B.1.a, c-d above. Wait on cement (WOC) time for a primary cement job is to include the lead cement slurry due to cave/karst or potash.

Option 2:

Operator has proposed a DV tool, the depth may be adjusted as long as the cement is changed proportionally. The DV tool may be cancelled if cement circulates to surface on the first stage.

- a. First stage to DV tool: Cement to circulate. If cement does not circulate off the DV tool, contact the appropriate BLM office before proceeding with second stage cement job.
- b. Second stage above DV tool:
 - Cement to surface. If cement does not circulate, contact the appropriate BLM office.
 - Wait on cement (WOC) time for a primary cement job is to include the lead cement slurry due to cave/karst or potash.
- ❖ In Medium Cave/Karst Areas if cement does not circulate to surface on the first two casing strings, the cement on the 3rd casing string must come to surface.

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.

Option 1:

- a. Minimum working pressure of the blowout preventer (BOP) and related equipment (BOPE) required for drilling below the surface casing shoe shall be **3000 (3M)** psi.
- b. Minimum working pressure of the blowout preventer (BOP) and related equipment (BOPE) required for drilling below the intermediate casing shoe shall be **3000** (**3M**) psi.

Option 2:

- 1. Operator has proposed a multi-bowl wellhead assembly. This assembly will only be tested when installed on the surface casing. Minimum working pressure of the blowout preventer (BOP) and related equipment (BOPE) required for drilling below the surface casing shoe shall be **3000** (**3M**) psi.
 - a. Wellhead shall be installed by manufacturer's representatives, submit documentation with subsequent sundry.
 - b. If the welding is performed by a third party, the manufacturer's representative shall monitor the temperature to verify that it does not exceed the maximum temperature of the seal.
 - c. Manufacturer representative shall install the test plug for the initial BOP test.
 - d. If the cement does not circulate and one inch operations would have been possible with a standard wellhead, the well head shall be cut off, cementing operations performed and another wellhead installed.
 - e. Whenever any seal subject to test pressure is broken, all the tests in OOGO2.III.A.2.i must be followed.

GENERAL REQUIREMENTS

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

- a. Spudding well (minimum of 24 hours)
- b. Setting and/or Cementing of all casing strings (minimum of 4 hours)
- c. BOPE tests (minimum of 4 hours)
 - Eddy County
 Call the Carlsbad Field Office, 620 East Greene St., Carlsbad, NM 88220, (575) 361-2822
 - Lea County
 Call the Hobbs Field Station, 414 West Taylor, Hobbs NM 88240, (575)
 393-3612
- 1. Unless the production casing has been run and cemented or the well has been properly plugged, the drilling rig shall not be removed from over the hole without prior approval.
 - a. In the event the operator has proposed to drill multiple wells utilizing a skid/walking rig. Operator shall secure the wellbore on the current well, after installing and testing the wellhead, by installing a blind flange of like pressure rating to the wellhead and a pressure gauge that can be monitored while drilling is performed on the other well(s).
 - b. When the operator proposes to set surface casing with Spudder Rig
 - Notify the BLM when moving in and removing the Spudder Rig.
 - Notify the BLM when moving in the 2nd Rig. Rig to be moved in within 90 days of notification that Spudder Rig has left the location.
 - BOP/BOPE test to be conducted per Onshore Oil and Gas Order No. 2 as soon as 2nd Rig is rigged up on well.
- 2. Floor controls are required for 3M or Greater systems. These controls will be on the rig floor, unobstructed, readily accessible to the driller and will be operational at all times during drilling and/or completion activities. Rig floor is defined as the area immediately around the rotary table; the area immediately above the substructure on which the draw works are located, this does not include the dog house or stairway area.
- 3. The record of the drilling rate along with the GR/N well log run from TD to surface (horizontal well vertical portion of hole) shall be submitted to the BLM office as well as all other logs run on the borehole 30 days from completion. If available, a digital copy of the logs is to be submitted in addition to the paper copies. The Rustler top and top and bottom of Salt are to be recorded on the Completion Report.

A. CASING

- 1. Changes to the approved APD casing program need prior approval if the items substituted are of lesser grade or different casing size or are Non-API. The Operator can exchange the components of the proposal with that of superior strength (i.e. changing from J-55 to N-80, or from 36# to 40#). Changes to the approved cement program need prior approval if the altered cement plan has less volume or strength or if the changes are substantial (i.e. Multistage tool, ECP, etc.). The initial wellhead installed on the well will remain on the well with spools used as needed.
- 2. Wait on cement (WOC) for Potash Areas: After cementing but before commencing any tests, the casing string shall stand cemented under pressure until both of the following conditions have been met: 1) cement reaches a minimum compressive strength of 500 psi for all cement blends, 2) until cement has been in place at least 24 hours. WOC time will be recorded in the driller's log. The casing intergrity test can be done (prior to the cement setting up) immediately after bumping the plug.
- 3. Wait on cement (WOC) for Water Basin: After cementing but before commencing any tests, the casing string shall stand cemented under pressure until both of the following conditions have been met: 1) cement reaches a minimum compressive strength of 500 psi at the shoe, 2) until cement has been in place at least 8 hours. WOC time will be recorded in the driller's log. See individual casing strings for details regarding lead cement slurry requirements. The casing intergrity test can be done (prior to the cement setting up) immediately after bumping the plug.
- 4. Provide compressive strengths including hours to reach required 500 pounds compressive strength prior to cementing each casing string. Have well specific cement details onsite prior to pumping the cement for each casing string.
- 5. No pea gravel permitted for remedial or fall back remedial without prior authorization from the BLM engineer.
- 6. On that portion of any well approved for a 5M BOPE system or greater, a pressure integrity test of each casing shoe shall be performed. Formation at the shoe shall be tested to a minimum of the mud weight equivalent anticipated to control the formation pressure to the next casing depth or at total depth of the well. This test shall be performed before drilling more than 20 feet of new hole.
- 7. If hardband drill pipe is rotated inside casing, returns will be monitored for metal. If metal is found in samples, drill pipe will be pulled and rubber protectors which have a larger diameter than the tool joints of the drill pipe will be installed prior to continuing drilling operations.
- 8. Whenever a casing string is cemented in the R-111-P potash area, the NMOCD requirements shall be followed.

B. PRESSURE CONTROL

- 1. All blowout preventer (BOP) and related equipment (BOPE) shall comply with well control requirements as described in Onshore Oil and Gas Order No. 2 and API RP 53 Sec. 17.
- 2. If a variance is approved for a flexible hose to be installed from the BOP to the choke manifold, the following requirements apply: 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.
- 4. If the operator has proposed a multi-bowl wellhead assembly in the APD. The following requirements must be met:
 - a. Wellhead shall be installed by manufacturer's representatives, submit documentation with subsequent sundry.
 - b. If the welding is performed by a third party, the manufacturer's representative shall monitor the temperature to verify that it does not exceed the maximum temperature of the seal.
 - c. Manufacturer representative shall install the test plug for the initial BOP test
 - d. Whenever any seal subject to test pressure is broken, all the tests in OOGO2.III.A.2.i must be followed.
 - e. If the cement does not circulate and one inch operations would have been possible with a standard wellhead, the well head shall be cut off, cementing operations performed and another wellhead installed.
- 5. The appropriate BLM office shall be notified a minimum of 4 hours in advance for a representative to witness the tests.
 - a. In a water basin, for all casing strings utilizing slips, these are to be set as soon as the crew and rig are ready and any fallback cement remediation has been done. The casing cut-off and BOP installation can be initiated four hours after installing the slips, which will be approximately six hours after bumping the plug. For those casing strings not using slips, the minimum wait time before cut-off is eight hours after bumping the plug. BOP/BOPE testing can begin after cut-off or once cement reaches 500 psi compressive strength (including

- lead when specified), whichever is greater. However, if the float does not hold, cut-off cannot be initiated until cement reaches 500 psi compressive strength (including lead when specified).
- b. In potash areas, for all casing strings utilizing slips, these are to be set as soon as the crew and rig are ready and any fallback cement remediation has been done. For all casing strings, casing cut-off and BOP installation can be initiated at twelve hours after bumping the plug. However, **no tests** shall commence until the cement has had a minimum of 24 hours setup time, except the casing pressure test can be initiated immediately after bumping the plug (only applies to single stage cement jobs).
- c. The tests shall be done by an independent service company utilizing a test plug not a cup or J-packer. The operator also has the option of utilizing an independent tester to test without a plug (i.e. against the casing) pursuant to Onshore Order 2 with the pressure not to exceed 70% of the burst rating for the casing. Any test against the casing must meet the WOC time for water basin (8 hours) or potash (24 hours) or 500 pounds compressive strength, whichever is greater, prior to initiating the test (see casing segment as lead cement may be critical item).
- d. The test shall be run on a 5000 psi chart for a 2-3M BOP/BOP, on a 10000 psi chart for a 5M BOP/BOPE and on a 15000 psi chart for a 10M BOP/BOPE. If a linear chart is used, it shall be a one hour chart. A circular chart shall have a maximum 2 hour clock. If a twelve hour or twenty-four hour chart is used, tester shall make a notation that it is run with a two hour clock.
- e. The results of the test shall be reported to the appropriate BLM office.
- f. All tests are required to be recorded on a calibrated test chart. A copy of the BOP/BOPE test chart and a copy of independent service company test will be submitted to the appropriate BLM office.
- g. The BOP/BOPE test shall include a low pressure test from 250 to 300 psi. The test will be held for a minimum of 10 minutes if test is done with a test plug and 30 minutes without a test plug. This test shall be performed prior to the test at full stack pressure.
- h. BOP/BOPE must be tested by an independent service company within 500 feet of the top of the Wolfcamp formation if the time between the setting of the intermediate casing and reaching this depth exceeds 20 days. This test does not exclude the test prior to drilling out the casing shoe as per Onshore Order No. 2.

C. DRILLING MUD

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

D. WASTE MATERIAL AND FLUIDS

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

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

NMK03082021



H₂S Drilling Operations Plan

- a. All personnel will be trained in H_2S working conditions as required by Onshore Order 6 before drilling out of the surface casing.
- b. Two briefing areas will be established. Each will be ≥ 150 ' from the wellhead, perpendicular from one another, and easily entered and exited. See H₂S page 5 for more details.
- c. H₂S Safety Equipment/Systems:
 - i. Well Control Equipment
 - Flare line will be ≥ 150 ' from the wellhead and ignited by a pilot light.
 - Beware of SO₂ created by flaring.
 - Choke manifold will include a remotely operated choke.
 - Mud gas separator
 - ii. Protective Equipment for Essential Personnel
 - Every person on site will be required to wear a personal H_2S and SO_2 monitor at all times while on site. Monitors will not be worn on hard hats. Monitors will be worn on the front of the chest not on the belt.
 - One self-contained breathing apparatus (SCBA) 30-minute rescue pack will be at each briefing area. Two 30-minute SCBA packs will be stored in the safety trailer.
 - Four work/escape packs will be on the rig floor. Each pack will have a long enough hose to allow unimpaired work activity.
 - Four emergency escape packs will be in the doghouse for emergency evacuation.
 - Hand signals will be used when wearing protective breathing apparatus.
 - Stokes litter or stretcher
 - Two full OSHA compliant body harnesses
 - A 100' long x 5/8" OSHA compliant rope
 - One 20-pound ABC fire extinguisher
 - iii. H₂S Detection & Monitoring Equipment
 - Every person on site will be required to wear a personal H₂S and SO₂ monitor at all times while on site. Monitors will not be worn on hard hats. Monitors will be worn on the front of the chest.



- A stationary detector with 3 sensors will be in the doghouse.
- Sensors will be installed on the rig floor, bell nipple, and at the end of the flow line or where drilling fluids are discharged.
- Visual alarm will be triggered at 10 ppm.
- Audible alarm will be triggered at 10 ppm.
- Calibration will occur at least every 30 days. Gas sample tubes will be kept in the safety trailer.

iv. Visual Warning System

- Color-coded H₂S condition sign will be set at the entrance to the pad.
- Color-coded condition flag will be installed to indicate current H₂S conditions.
- Two wind socks will be installed that will be visible from all sides.

v. Mud Program

- A water based mud with a pH of ≥ 10 will be maintained to control corrosion, H_2S gas returns to the surface, and minimize sulfide stress cracking and embrittlement.
- Drilling mud containing H_2S gas will be degassed at an optimum location for the rig configuration.
- This gas will be piped into the flare system.
- Enough mud additives will be on location to scavenge and/or neutralize H_2S where formation pressures are unknown.

vi. Metallurgy

- All equipment that has the potential to be exposed to H_2S will be suitable for H_2S service.
- Equipment that will meet the metallurgical standards include the drill string, casing, wellhead, BOP assembly, casing head & spool, rotating head, kill lines, choke, choke manifold & lines, valves, mud-gas separators, DST tools, test units, tubing, flanges, and other related equipment (elastomer packings and seals).

vii. Communication from well site

- Cell phones and/or two-way radios will be used to communicate from the well site.
- d. A remote-controlled choke, mud-gas separator, and a rotating head will be installed before drilling or testing any formation expected to contain H_2S .



Company	<u> Personnel</u>	to	be	Notified
18 28				

James Follis	Office: (972) 590-9905
	Mobile: (405) 306-6169
Local & County Agencies	
Loco Hills Fire Department	911 or (575) 628-5450
Eddy County Sheriff (Carlsbad)	911 or (575) 887-7551
Eddy County Sheriff sub-office (Artesia)	911 or (575) 746-9888
Eddy County Emergency Management (Carlsbad)	(575) 887-9511
Artesia General Hospital	(575) 748-3333
Eddy County North Road Department (Artesia)	(575) 746-9540
State Agencies	
NM State Police (Artesia)	(575) 748-9718
NM Oil Conservation (Artesia)	(575) 748-1283
NM Oil Conservation (Santa Fe)	(505) 476-3440
NM Dept. of Transportation (Roswell)	(575) 637-7201
Federal Agencies	
BLM Carlsbad Field Office	(575) 234-5972
National Response Center	(800) 424-8802
US EPA Region 6 (Dallas)	(800) 887-6063
	(214) 665-6444

Residents within 2 miles (none)



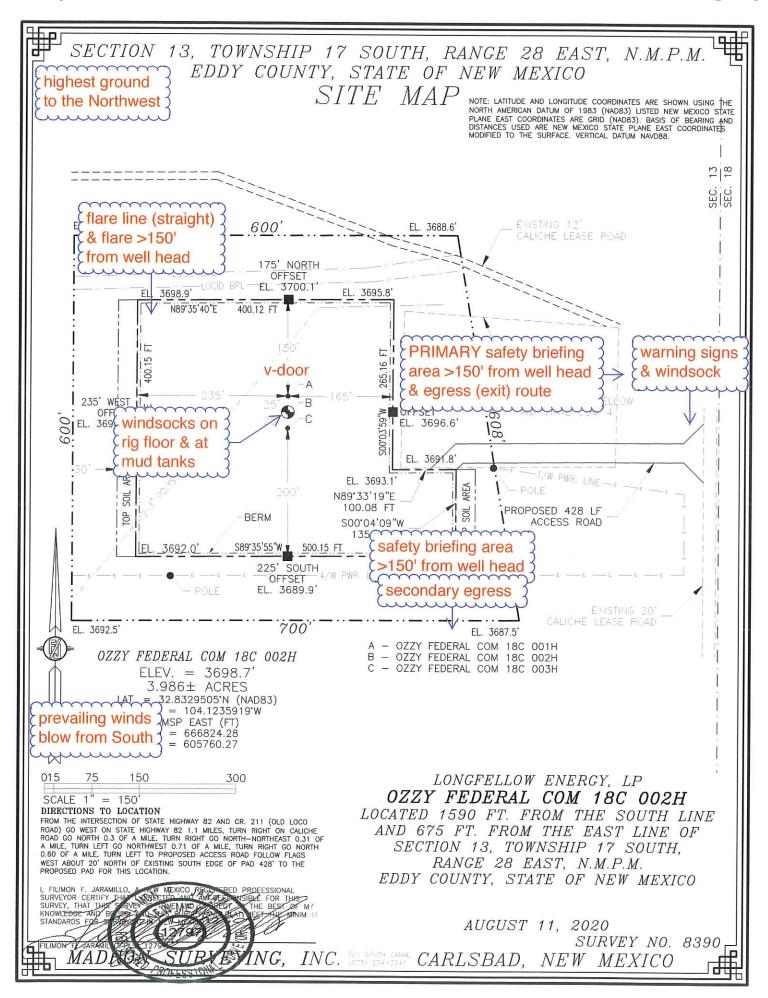
Air Evacuation

Med Flight Air Ambulance (Albuquerque) (800) 842-4431

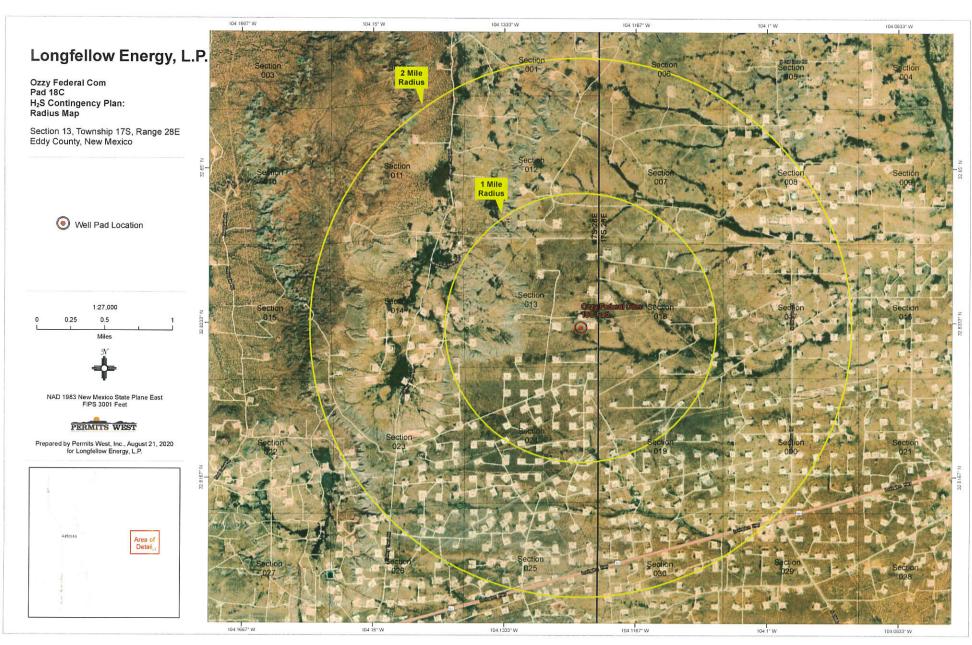
Lifeguard (Albuquerque) (888) 866-7256

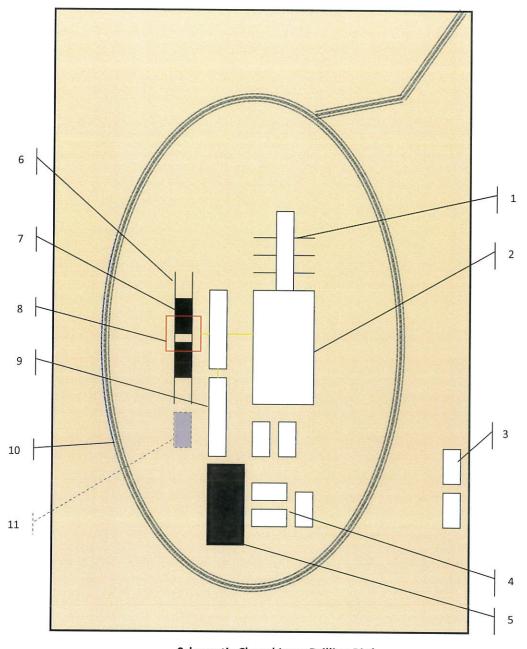
Veterinarian

Artesia Animal Clinic (575) 748=2042



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Schematic Closed Loop Drilling Rig*

- 1. Pipe Rack
- 2. Drill Rig
- 3. House Trailers/ Offices
- 4. Generator/Fuel/Storage
- 5. Overflow-Frac Tank
- 6. Skids
- 7. Roll Offs
- 8. Hopper or Centrifuge
- 9. Mud Tanks
- 10. Loop Drive
- 11. Generator (only for use with centrifuge)

*Not drawn to scale: Closed loop system requires at least 30 feet beyond mud tanks. Ideally 60 feet would be available





Above: Centrifugal Closed Loop System



Closed Loop Drilling System: Mud tanks to right (1)

Hopper in air to settle

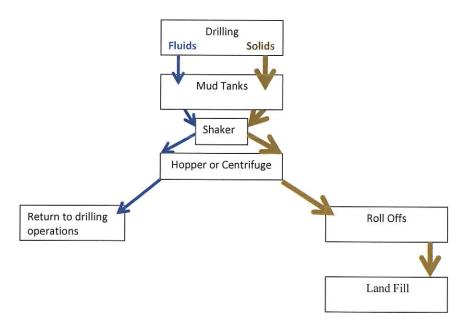
Hopper in air to settle out solids (2)

Water return pipe (3)

Shaker between hopper and mud tanks (4)

Roll offs on skids (5)

Flow Chart for Drilling Fluids and Solids



Photos Courtesy of Gandy Corporation Oil Field Service



<u>District I</u> 1625 N. French Dr., Hobbs, NM 88240 Phone:(575) 393-6161 Fax:(575) 393-0720

811 S. First St., Artesia, NM 88210 Phone:(575) 748-1283 Fax:(575) 748-9720

District III
1000 Rio Brazos Rd., Aztec, NM 87410 Phone:(505) 334-6178 Fax:(505) 334-6170

1220 S. St Francis Dr., Santa Fe, NM 87505 Phone:(505) 476-3470 Fax:(505) 476-3462

State of New Mexico Energy, Minerals and Natural Resources Oil Conservation Division 1220 S. St Francis Dr. **Santa Fe, NM 87505**

COMMENTS

Action 27276

COMMENTS

Operator:		OGRID:	Action Number:	Action Type:
LONGFELLOW ENERGY, LP	8115 Preston Road	372210	27276	FORM 3160-3
Suite 800 Dallas, TX75225				

Created By	Comment	Comment Date
kpickford	KP GEO Review 5/11/2021	05/11/2021

<u>District I</u> 1625 N. French Dr., Hobbs, NM 88240 Phone:(575) 393-6161 Fax:(575) 393-0720

811 S. First St., Artesia, NM 88210 Phone:(575) 748-1283 Fax:(575) 748-9720 District III
1000 Rio Brazos Rd., Aztec, NM 87410

Phone:(505) 334-6178 Fax:(505) 334-6170 1220 S. St Francis Dr., Santa Fe, NM 87505 Phone:(505) 476-3470 Fax:(505) 476-3462

State of New Mexico Energy, Minerals and Natural Resources Oil Conservation Division 1220 S. St Francis Dr. **Santa Fe, NM 87505**

CONDITIONS

Action 27276

CONDITIONS OF APPROVAL

Operator:		OGRID:	Action Number:	Action Type:
LONGFELLOW ENERGY, LP	8115 Preston Road	372210	27276	FORM 3160-3
Suite 800 Dallas, TX75225				

OCD	Condition
Reviewer	
kpickford	Notify OCD 24 hours prior to casing & cement
kpickford	Will require a File As Drilled C-102 and a Directional Survey with the C-104
kpickford	Once the well is spud, to prevent ground water contamination through whole or partial conduits from the surface, the operator shall drill without interruption through the fresh water zone or zones and shall immediately set in cement the water protection string
kpickford	Cement is required to circulate on both surface and intermediate1 strings of casing
kpickford	Oil base muds are not to be used until fresh water zones are cased and cemented providing isolation from the oil or diesel. This includes synthetic oils. Oil based mud, drilling fluids and solids must be contained in a steel closed loop system