

|                                     |  |                                     |
|-------------------------------------|--|-------------------------------------|
| Well Name: POKER LAKE UNIT 28-21 BS | Well Location: T25S / R31E / SEC 28 / SWNW / 32.104432 / -103.789013 | County or Parish/State: EDDY / NM   |
| Well Number: 121H                   | Type of Well: CONVENTIONAL GAS WELL                                  | Allottee or Tribe Name:             |
| Lease Number: NMLC063136A           | Unit or CA Name:   | Unit or CA Number: NMNM71016X       |
| US Well Number: 3001550187          | Well Status: Drilling Well   | Operator: XTO PERMIAN OPERATING LLC |

Notice of Intent

Sundry ID: 2736314

|  |                              |
|--|------------------------------|
| Type of Submission: Notice of Intent           | Type of Action: APD Change   |
| Date Sundry Submitted: 06/17/2023              | Time Sundry Submitted: 04:47 |
| Date proposed operation will begin: 06/30/2023 |                              |

**Procedure Description:** \*\*Production Casing Change XTO Permian Operating, LLC requests permission to make the following changes to the original APD: Change Production Casing Due to Procurement Issues From: 6.75 Hole Size, 0' to 11572', 5.5 Casing OD, 23 lbs, RY P-110 Grade, Semi -Premium, New, 1.21 SF Burst, 1.86 SF Collapse, 1.77 SF Tension and 6.75 Hole Size, 11572' to 21234', 5.5 Casing OD, 23 lbs, RY P-110 Grade, Semi - Flush, New, 1.21 SF Burst, 1.71 SF Collapse and 1.93 SF Tension To: 6.75 Hole Size, 0' to 11572', 5.5 Casing OD, 20 lbs, RY P-110 Grade, Semi -Premium, New, 1.05 SF Burst, 1.42 SF Collapse and 1.95 SF Tension and 6.75 Hole Size, 11572' to 21234', 5.5 Casing OD, 20 lbs, RY P-110 Grade, Semi -Flush, New, 1.05 SF Burst, 1.31 SF Collapse and 1.95 SF Tension  
Attachments: Drilling Plan

NOI Attachments

Procedure Description

Poker\_Lake\_Unit\_28\_21\_BS\_121H\_Attachment\_20230620110348.pdf

Received by OCD: 7/13/2023 7:25:04 PM

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|                                     |  |                                     |
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Operator

I certify that the foregoing is true and correct. 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. Electronic submission of Sundry Notices through this system satisfies regulations requiring a

|  |                                  |
|--|----------------------------------|
| Operator Electronic Signature: JESSICA DOOLING | Signed on: JUN 20, 2023 11:04 AM |
| Name: XTO PERMIAN OPERATING LLC                |                                  |
| Title: Lead Regulatory Coordinator             |                                  |
| Street Address: 6401 HOLIDAY HILL ROAD BLDG 5  |                                  |
| City: MIDLAND                                  | State: TX                        |
| Phone: (970) 769-6048                          |                                  |
| Email address: JESSICA.DOOLING@EXXONMOBIL.COM  |                                  |

Field

|                      |        |      |
|----------------------|--------|------|
| Representative Name: |        |      |
| Street Address:      |        |      |
| City:                | State: | Zip: |
| Phone:               |        |      |
| Email address:       |        |      |

BLM Point of Contact

|                                 |                                       |
|---------------------------------|---------------------------------------|
| BLM POC Name: CHRISTOPHER WALLS | BLM POC Title: Petroleum Engineer     |
| BLM POC Phone: 5752342234       | BLM POC Email Address: cwalls@blm.gov |
| Disposition: Approved           | Disposition Date: 07/13/2023          |
| Signature: Chris Walls          |                                       |

**DRILLING PLAN: BLM COMPLIANCE**  
(Supplement to BLM 3160-3)

XTO Energy Inc.  
PLU 28-21 Big Sinks 121H  
Projected TD: 21234' MD / 12580' TVD  
SHL: 1505' FNL & 838' FWL , Section 28, T25S, R31E  
BHL: 200' FSL & 1896' FEL , Section 32, T25S, R31E  
Eddy County, NM

**1. Geologic Name of Surface Formation**

A. Quaternary

**2. Estimated Tops of Geological Markers & Depths of Anticipated Fresh Water, Oil or Gas**

| Formation                | Well Depth (TVD) | Water/Oil/Gas |
|--------------------------|------------------|---------------|
| Rustler                  | 904'             | Water         |
| Top of Salt              | 1216'            | Water         |
| Base of Salt             | 4005'            | Water         |
| Delaware                 | 4200'            | Water         |
| Brushy Canyon            | 6682'            | Water/Oil/Gas |
| Bone Spring              | 8158'            | Water         |
| 1st Bone Spring Ss       | 9138'            | Water/Oil/Gas |
| 2nd Bone Spring Ss       | 9886'            | Water/Oil/Gas |
| 3rd Bone Spring Ss       | 11060'           | Water/Oil/Gas |
| Wolfcamp                 | 11472'           | Water/Oil/Gas |
| Wolfcamp A               | 11666'           | Water/Oil/Gas |
| Wolfcamp B               | 12070'           | Water/Oil/Gas |
| Wolfcamp D               | 12450'           | Water/Oil/Gas |
| Wolfcamp E               | 12550'           | Water/Oil/Gas |
| <b>Target/Land Curve</b> | <b>12580'</b>    | Water/Oil/Gas |

\*\*\* Hydrocarbons @ Brushy Canyon

\*\*\* Groundwater depth 40' (per NM State Engineers Office).

No other formations are expected to yield oil, gas or fresh water in measurable volumes. The surface fresh water sands will be protected by setting 9.625 inch casing @ 1004' (212' above the salt) and circulating cement back to surface. The intermediate will isolate from the top of salt down to the next casing seat by setting 7.625 inch casing at 11672' and cemented to surface. A 6.75 inch curve and 6.75 inch lateral hole will be drilled to 21234 MD/TD and 5.5 inch production casing will be set at TD and cemented back up in the intermediate shoe (estimated TOC 11372 feet).

**3. Casing Design**

| Hole Size | Depth           | OD Csg | Weight | Grade    | Collar       | New/Used | SF Burst | SF Collapse | SF Tension |
|-----------|-----------------|--------|--------|----------|--------------|----------|----------|-------------|------------|
| 12.25     | 0' – 1004'      | 9.625  | 40     | J-55     | BTC          | New      | 1.19     | 5.66        | 15.69      |
| 8.75      | 0' – 4000'      | 7.625  | 29.7   | RY P-110 | Flush Joint  | New      | 1.65     | 2.65        | 1.61       |
| 8.75      | 4000' – 11672'  | 7.625  | 29.7   | HC L-80  | Flush Joint  | New      | 1.20     | 1.72        | 1.78       |
| 6.75      | 0' – 11572'     | 5.5    | 20     | RY P-110 | Semi-Premium | New      | 1.05     | 1.42        | 1.95       |
| 6.75      | 11572' - 21234' | 5.5    | 20     | RY P-110 | Semi-Flush   | New      | 1.05     | 1.31        | 1.95       |

- XTO requests the option to utilize a spudder rig (Atlas Copco RD20 or Equivalent) to set and cement surface casing per this Sundry
- XTO requests to not utilize centralizers in the curve and lateral
- 7.625 Collapse analyzed using 50% evacuation based on regional experience.
- 5.5 Tension calculated using vertical hanging weight plus the lateral weight multiplied by a friction factor of 0.35
- Test on Casing will be limited to 70% burst of the casing or 1500 psi, whichever is less
- XTO requests the option to use 5" BTC Float equipment for the the production casing

**Wellhead:**

*Permanent Wellhead – Multibowl System*

A. Starting Head: 11" 10M top flange x 9-5/8" bottom

B. Tubing Head: 11" 10M bottom flange x 7-1/16" 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 7-5/8" casing per BLM Onshore Order 2
- Wellhead Manufacturer representative will not be present for BOP test plug installation

#### 4. Cement Program

##### **Surface Casing: 9.625, 40 New BTC, J-55 casing to be set at +/- 1004'**

Lead: 230 sxs EconoCem-HLTRRC (mixed at 12.9 ppg, 1.87 ft<sup>3</sup>/sx, 10.13 gal/sx water)

Tail: 130 sxs Class C + 2% CaCl (mixed at 14.8 ppg, 1.35 ft<sup>3</sup>/sx, 6.39 gal/sx water)

Top of Cement: Surface

Compressives: 12-hr = 900 psi 24 hr = 1500 psi

##### **2nd Intermediate Casing: 7.625, 29.7 New casing to be set at +/- 11672'**

###### 1st Stage

Optional Lead: 360 sxs Class C (mixed at 10.5 ppg, 2.77 ft<sup>3</sup>/sx, 15.59 gal/sx water)

TOC: Surface

Tail: 460 sxs Class C (mixed at 14.8 ppg, 1.35 ft<sup>3</sup>/sx, 6.39 gal/sx water)

TOC: Brushy Canyon @ 6682

Compressives: 12-hr = 900 psi 24 hr = 1150 psi

###### 2nd Stage

Lead: 0 sxs Class C (mixed at 12.9 ppg, 2.16 ft<sup>3</sup>/sx, 9.61 gal/sx water)

Tail: 750 sxs Class C (mixed at 14.8 ppg, 1.33 ft<sup>3</sup>/sx, 6.39 gal/sx water)

Top of Cement: 0

Compressives: 12-hr = 900 psi 24 hr = 1150 psi

XTO requests to pump a two stage cement job on the 7-5/8" intermediate casing string with the first stage being pumped conventionally with the calculated top of cement at the Brush Canyon (6682') and the second stage performed as a bradenhead squeeze with planned cement from the Brushy Canyon to surface. If cement is not visually confirmed to circulate to surface, the final cement top after the second stage job will be verified by Echo-meter. If necessary, a top out consisting of 1,500 sack of Class C cement + 3% Salt + 1% PreMag-M + 6% Bentonite Gel (2.30 yld, 12.91 ppg) will be executed as a contingency. If cement is still unable to circulate to surface, another Echo-meter run will be performed for cement top verification.

XTO will include the Echo-meter verified fluid top and the volume of displacement fluid above the cement slurry in the annulus in all post-drill sundries on wells utilizing this cement program.

XTO will report to the BLM the volume of fluid (limited to 5 bbls) used to flush intermediate casing valves following backside cementing procedures.

XTO requests to pump an Optional Lead if well conditions dictate in an attempt to bring cement inside the first intermediate casing. If cement reaches the desired height, the BLM will be notified and the second stage bradenhead squeeze and subsequent TOC verification will be negated.

XTO requests the option to conduct the bradenhead squeeze and TOC verification offline as per standard approval from BLM when unplanned remediation is needed and batch drilling is approved. In the event the bradenhead is conducted, we will ensure the first stage cement job is cemented properly and the well is static with floats holding and no pressure on the csg annulus as with all other casing strings where batch drilling operations occur before moving off the rig. The TA cap will also be installed per Cactus procedure and pressure inside the casing will be monitored via the valve on the TA cap as per standard batch drilling ops.

##### **Production Casing: 5.5, 20 New Semi-Flush, RY P-110 casing to be set at +/- 21234'**

Lead: 50 sxs NeoCem (mixed at 11.5 ppg, 2.69 ft<sup>3</sup>/sx, 15.00 gal/sx water) Top of Cement: 11372 feet

Tail: 610 sxs VersaCem (mixed at 13.2 ppg, 1.51 ft<sup>3</sup>/sx, 8.38 gal/sx water) Top of Cement: 12672 feet

Compressives: 12-hr = 800 psi 24 hr = 1500 psi

XTO requests the option to offline cement and remediate (if needed) surface and intermediate casing strings where batch drilling is approved and if unplanned remediation is needed. XTO will ensure well is static with no pressure on the csg annulus, as with all other casing strings where batch drilling operations occur before moving off the rig. The TA cap will also be installed when applicable per Cactus procedure and pressure inside the casing will be monitored via the valve on the TA cap as per standard batch drilling ops. Offline cement operations will then be conducted after the rig is moved off the current well to the next well in the batch sequence.

## 5. Pressure Control Equipment

Once the permanent WH is installed on the 9.625 casing, the blow out preventer equipment (BOP) will consist of a 13-5/8" minimum 10M Hydril and a 13-5/8" minimum 10M Double Ram BOP. MASP should not exceed 5736 psi. In any instance where 10M BOP is required by BLM, XTO requests a 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).

All BOP testing will be done by an independent service company. Annular pressure tests will be limited to 50% of the working pressure. When nipping up on the 9.625, 10M bradenhead and flange, the BOP test will be limited to 10000 psi. When nipping up on the 7.625, 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.

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.

XTO requests a variance to be able to batch drill this well if necessary. In doing so, XTO will set casing and ensure that the well is cemented properly (unless approval is given for offline cementing) and the well is static. With floats holding, no pressure on the csg annulus, and the installation of a 10K TA cap as per Cactus recommendations, XTO will contact the BLM to skid the rig to drill the remaining wells on the pad. Once surface and both intermediate strings are all completed, XTO will begin drilling the production

hole on each of the wells.

A variance is requested to **ONLY** test broken pressure seals on the BOP equipment when moving from wellhead to wellhead which is in compliance with API Standard 53. API standard 53 states, that for pad drilling operation, moving from one wellhead to another within 21 days, pressure testing is required for pressure-containing and pressure-controlling connections when the integrity of a pressure seal is broken. Based on discussions with the BLM on February 27th 2020, we will request permission to **ONLY** retest broken pressure seals if the following conditions are met: 1. After a full BOP test is conducted on the first well on the pad 2. When skidding to drill an intermediate section that does not penetrate into the Wolfcamp.

## 6. Proposed Mud Circulation System

| INTERVAL        | Hole Size | Mud Type                                  | MW<br>(ppg) | Viscosity<br>(sec/qt) | Fluid Loss<br>(cc) |
|-----------------|-----------|---|-------------|-----------------------|--------------------|
| 0' - 1004'      | 12.25     | FW/Native                                 | 8.7-9.2     | 35-40                 | NC                 |
| 1004' - 11672'  | 8.75      | FW / Cut<br>Brine /<br>Direct<br>Emulsion | 9.7-10.2    | 30-32                 | NC                 |
| 11672' - 21234' | 6.75      | OBM                                       | 13-13.5     | 50-60                 | NC - 20            |

The necessary mud products for weight addition and fluid loss control will be on location at all times.

Spud with fresh water/native mud. Drill out from under 9-5/8" surface casing with brine solution. A 9.7 ppg - 10.2 ppg cut brine mud will be used while drilling through the salt formation. Use fibrous materials as needed to control seepage and lost circulation. Pump viscous sweeps as needed for hole cleaning. Pump speed will be recorded on a daily drilling report after mudding up. 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 hours to determine: density, viscosity, strength, filtration and pH as necessary. Use available solids controls equipment to help keep mud weight down after mud up. Rig up solids control equipment to operate as a closed loop system.

## 7. Auxiliary Well Control and Monitoring Equipment

- A. A Kelly cock will be in the drill string at all times.
- B. A full opening drill pipe stabbing valve having appropriate connections will be on the rig floor at all times.
- C. H2S monitors will be on location when drilling below the 9.625 casing.

## 8. Logging, Coring and Testing Program

Mud Logger: Mud Logging Unit (2 man) below intermediate casing.

Open hole logging will not be done on this well.

## 9. Abnormal Pressures and Temperatures / Potential Hazards

None Anticipated. BHT of 190 to 210 F is anticipated. No H2S is expected but monitors will be in place to detect any H2S occurrences. Should these circumstances be encountered the operator and drilling contractor are prepared to take all necessary steps to ensure safety of all personnel and environment. Lost circulation could occur but is not expected to be a serious problem in this area and hole seepage will be compensated for by additions of small amounts of LCM in the drilling fluid. The maximum anticipated bottom hole pressure for this well is 8504 psi.

## 10. Anticipated Starting Date and Duration of Operations

Anticipated spud date will be after BLM approval. Move in operations and drilling is expected to take 40 days.

**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 Rd., Aztec, NM 87410  
Phone:(505) 334-6178 Fax:(505) 334-6170  
**District IV**  
1220 S. St Francis Dr., Santa Fe, NM 87505  
Phone:(505) 476-3470 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 240129

CONDITIONS

|   |  |
|---|--|
| Operator:<br>XTO ENERGY, INC<br>6401 Holiday Hill Road<br>Midland, TX 79707 | OGRID:<br>5380                                       |
|   | Action Number:<br>240129                             |
|   | Action Type:<br>[C-103] NOI Change of Plans (C-103A) |

CONDITIONS

| Created By  | Condition                   | Condition Date |
|-------------|-----------------------------|----------------|
| ward.rikala | Original COA's still apply. | 11/1/2023      |