Operator Certification Data Report 04/09/2025

Signed on: 08/21/2024

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

NAME: STEPHEN JANACEK

Email address:

Operator

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.

Title: Regulatory Engineer		
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City: Houston	State: TX	Zip : 77046
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Email address: stephen_janace	c@oxy.com	
Field		
Representative Name:		
Street Address:		
City:	State:	Zip:
Phone:		

WAFMSS

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

Application Data
04/09/2025

APD ID: 10400056910 **Submission Date:** 09/11/2023

Operator Name: OXY USA INCORPORATED

Well Name: STERLING SILVER MDP1 33-4 FED COM

Well Type: OIL WELL Well Work Type: Drill

Highlighted data reflects the most recent changes Show Final Text

Section 1 - General

Well Number: 24H

BLM Office: Carlsbad User: STEPHEN JANACEK Title: Regulatory Engineer

Federal/Indian APD: FED Is the first lease penetrated for production Federal or Indian? FED

Lease number: NMNM45236 Lease Acres:

Surface access agreement in place? Allotted? Reservation:

Agreement in place? YES Federal or Indian agreement: FEDERAL

Agreement number: NMNM139925

Agreement name: STERLING SILVER

Keep application confidential? Y

Permitting Agent? NO APD Operator: OXY USA INCORPORATED

Operator letter of

Operator Info

Operator Organization Name: OXY USA INCORPORATED

Operator Address: P.O. BOX 1002 **Zip:** 93276-1002

Operator PO Box:

Operator City: TUPMAN State: CA

Operator Phone: (661)763-6046

Operator Internet Address:

Section 2 - Well Information

Well in Master Development Plan? EXISTING Master Development Plan name: Sand Dunes Area

Well in Master SUPO? Master SUPO name:

Well in Master Drilling Plan? Master Drilling Plan name:

Well Name: STERLING SILVER MDP1 33-4 FED COM Well Number: 24H Well API Number:

Field/Pool or Exploratory? Field and Pool Field Name: INGLE WELLS Pool Name: BONE SPRING

Well Name: STERLING SILVER MDP1 33-4 FED COM Well Number: 24H

Is the proposed well in an area containing other mineral resources? USEABLE WATER,OIL,POTASH

Is the proposed well in a Helium production area? N Use Existing Well Pad? N New surface disturbance?

Type of Well Pad: MULTIPLE WELL Multiple Well Pad Name: Number: 2801

SNDDNS
Well Class: HORIZONTAL
Number of Legs: 1

Well Work Type: Drill
Well Type: OIL WELL
Describe Well Type:
Well sub-Type: INFILL

Describe sub-type:

Distance to town: Distance to nearest well: 30 FT Distance to lease line: 795 FT

Reservoir well spacing assigned acres Measurement: 640 Acres

Well plat: STERLINGSILVERMDP133_4FEDERALCOM24H_C102_20230911142443.pdf

STERLINGSILVERMDP133 4FEDERALCOM24H SitePlan 20230911142448.pdf

Well work start Date: 06/01/2021 Duration: 45 DAYS

Section 3 - Well Location Table

Survey Type: RECTANGULAR

Describe Survey Type:

Datum: NAD83 Vertical Datum: NAVD88

Survey number: Reference Datum: GROUND LEVEL

Wellbore	NS-Foot	NS Indicator	EW-Foot	EW Indicator	Twsp	Range	Section	Aliquot/Lot/Tract	Latitude	Longitude	County	State	Meridian	Lease Type	Lease Number	Elevation	MD	DVT	Will this well produce from this
SHL Leg #1	795	FSL	174 6	FW L	23S	31E	28	Aliquot SWSE	32.27036 77	- 103.7798 566	EDD Y	NEW MEXI CO			NMNM 40659	338 4	0	0	N
KOP Leg #1	300	FSL	212 0	FEL	23S	31E	28	Aliquot SWSE	32.26900 59	- 103.7810 658	EDD Y	NEW MEXI CO			NMNM 40659	- 490 3	833 2	828 7	N

Well Name: STERLING SILVER MDP1 33-4 FED COM Well Number: 24H

Wellbore	NS-Foot	NS Indicator	EW-Foot	EW Indicator	Twsp	Range	Section	Aliquot/Lot/Tract	Latitude	Longitude	County	State	Meridian	Lease Type	Lease Number	Elevation	MD	TVD	Will this well produce from this
PPP Leg #1-1	100	FNL	212 0	FEL	23S	31E	33	Aliquot NWNE	32.26790 64	- 103.7810 651	EDD Y	NEW MEXI CO	NEW MEXI CO	F	NMNM 45236	- 538 4	914 4	876 8	Y
PPP Leg #1-2	0	FNL	212 6	FEL	24S	31E	4	Lot 2	32.25366 35	- 103.7810 765	EDD Y	NEW MEXI CO	NEW MEXI CO	F	NMNM 104730	- 538 6	143 26	877 0	Y
PPP Leg #1-3	132 1	FSL	212 1	FEL	24S	31E	4	Aliquot SWSE	32.24275 73	- 103.7810 852	EDD Y	NEW MEXI CO	NEW MEXI CO	S	STATE	- 538 8	182 93	877 2	Y
EXIT Leg #1	100	FSL	212 0	FEL	24S	31E	4	Aliquot SWSE	32.23939 99	- 103.7810 879	EDD Y	NEW MEXI CO	NEW MEXI CO	S	STATE	- 538 9	195 15	877 3	Y
BHL Leg #1	20	FSL	212 0	FEL	24S	31E	4	Aliquot SWSE	32.23918	- 103.7810 883	EDD Y	NEW MEXI CO	NEW MEXI CO	S	STATE	- 539 0	195 95	877 4	N



APD ID: 10400056910

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

Drilling Plan Data Report

Submission Date: 09/11/2023

Operator Name: OXY USA INCORPORATED

Well Name: STERLING SILVER MDP1 33-4 FED COM Well Number: 24H

Well Type: OIL WELL Well Work Type: Drill

Highlighted data reflects the most recent changes

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Section 1 - Geologic Formations

Formation ID	Formation Name	Elevation	True Vertical	Measured Depth	Lithologies	Mineral Resources	Producing Formatio
15349026	RUSTLER	3384	455	455	ANHYDRITE, DOLOMITE, SHALE	USEABLE WATER	N
15349027	SALADO	2578	806	806	ANHYDRITE, DOLOMITE, HALITE, SHALE	OTHER : SALT	N
15349024	CASTILE	647	2737	2737	ANHYDRITE	OTHER : salt	N
15349028	DELAWARE	-866	4250	4250	LIMESTONE, SANDSTONE, SILTSTONE	NATURAL GAS, OIL, OTHER : BRINE	Y
15349029	BELL CANYON	-891	4275	4275	SANDSTONE, SILTSTONE	NATURAL GAS, OIL, OTHER, USEABLE WATER : BRINE	Y
15349030	CHERRY CANYON	-1766	5150	5150	SANDSTONE, SILTSTONE	NATURAL GAS, OIL, OTHER : BRINE	Y
15349031	BRUSHY CANYON	-3050	6434	6437	LIMESTONE, SANDSTONE, SILTSTONE	OTHER : LOSSES	N
15349025	BONE SPRING	- 4662	8046	8085	LIMESTONE, SANDSTONE, SILTSTONE	NATURAL GAS, OIL	Y

Section 2 - Blowout Prevention

Pressure Rating (PSI): 5M Rating Depth: 8774

Equipment: 13-5/8" 5M Annular, 5M Blind Ram, 5M Double Ram

Requesting Variance? YES

Variance request: Request for the use of a flexible choke line from the BOP to Choke Manifold.

Testing Procedure: BOP/BOPE will be tested by an independent service company to 250 psi low and the high pressure indicated above per 43 CFR part 3170 Subpart 3172 requirements. The System may be upgraded to a higher pressure but still tested to the working pressure listed in the table above. If the system is upgraded all the components installed 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 BOP equipment will include a Kelly cock and floor safety valve (inside BOP) and choke lines and choke manifold. OXY requests permission to adjust the BOP break testing requirements as per the agreement reached in the OXY/BLM meeting on September 5, 2019. See the attached BOP Break Testing variance.

Choke Diagram Attachment:

STERLINGSILVERMDP133_4FEDERALCOM24H_ChkManifolds_20230911144047.pdf

Well Name: STERLING SILVER MDP1 33-4 FED COM Well Number: 24H

2024APDAttachment_FlexHoseCert_20250201072855.pdf

BOP Diagram Attachment:

STERLINGSILVERMDP133_4FEDERALCOM24H_13inADAPT_4S_10x15_20230911144054.pdf STERLINGSILVERMDP133_4FEDERALCOM24H_BOP_20230911144111.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	17.5	13.375	NEW	API	N	0	515	0	515	3384	2869	515	J-55	54.5	BUTT	1	1.1	BUOY	1.4	BUOY	1.4
2	OTHER	12 <u>.</u> 2 5	9.625	NEW	API	N	0	4350	0	4350	3476	-966	4350	HCL -80	40	BUTT	1	1.1	BUOY	1.4	BUOY	1.4
3	INTERMED IATE	8.75	7.625	NEW	API	N	0	8232	0	8187	3476	-4803	8232	HCL -80		OTHER - WEDGE 425	1	1.1	BUOY	1.4	BUOY	1.4
4	PRODUCTI ON	6.75	5.5	NEW	API	N	0	19595	0	8774	3380	-5390	19595	P- 110		OTHER - Wedge 461	1	1.1	BUOY	1.4	BUOY	1.4

Casing Attachments

Casing ID:	1	String	SURFACE

Inspection Document:

Spec Document:

Tapered String Spec:

Casing Design Assumptions and Worksheet(s):

STERLINGSILVERMDP133_4FEDERALCOM24H_CsgCriteria_20230911144349.pdf

Well Name: STERLING SILVER MDP1 33-4 FED COM Well Number: 24H

Casing Attachr	nents			
Casing ID:	2	String	OTHER	- SALT
Inspection	Document:			
Spec Docui	ment:			
Tapered Sti	ing Spec:			
Casing Des	ign Assump	tions and W	orksheet(s):	
				H_CsgCriteria_20230911144247.pdf
JILIN	LINGGILVLI	100_41	LDLIVALOOMZ41	
Casing ID:	3	String	INTERMEDIAT	E
Inspection	Document:			
Spec Docui	nent:			
Tapered Stı	ing Spec:			
Casing Des	ign Assump	tions and W	orksheet(s):	
STER	LINGSILVER	MDP133_4F	EDERALCOM24F	H_CsgCriteria_20230911144324.pdf
STER	LINGSILVER	MDP133_4F	EDERALCOM24F	H_TNSWedge425_7.625in_26.40ppf_L80IC_20230911144331.pdf
Casing ID:	4	String	PRODUCTION	
Inspection	Document:			
Spec Docui	ment:			
Tapered Sti	ing Spec:			
Casing Des	ign Assump	tions and W	orksheet(s):	
				1. ConCritoria, 202200111111212 = 45
SIER	LINGSILVER	IVIDP133_4F	EDERALCOM24F	H_CsgCriteria_20230911144212.pdf

 $STERLINGSILVERMDP133_4FEDERALCOM24H_TNSWedge461_5.500 in _20.00 ppf_P110CY_20230911144219.pdf$

Well Name: STERLING SILVER MDP1 33-4 FED COM Well Number: 24H

Section 4	- Cement

String Type	Lead/Tail	Stage Tool Depth	Тор МD	Bottom MD	Quantity(sx)	Yield	Density	Cu Ft	Excess%	Cement type	Additives
SURFACE	Lead		0	515	538	1.33	14.8	715	100	CIC	Accelerator

OTHER	Lead	0	3850	1014	1.73	12.9	1754	50	pozzolan	retarder
OTHER	Tail	3850	4350	141	1.33	14.8	187	20	class c	accelerator
INTERMEDIATE	Lead	0	6687	203	1.71	13.3	347	25	Class c	accelerator

INTERMEDIATE	Lead	2	6687	8232	97	1.68	13.2	163	5	Class C	RETARDER, DISPERSANT,

PRODUCTION	Lead	773		672	1.84	13.3	1236	25	Class C	Retarder
			5	1						

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 43 CFR 3172:

Diagram of the equipment for the circulating system in accordance with 43 CFR 3172:

Describe what will be on location to control well or mitigate other conditions: Sufficient mud materials to maintain mud properties and meet minimum lost circulation and weight increase requirements. The following is a general list of products: Barite, Bentonite, Gypsum, Lime, Soda Ash, Caustic Soda, Nut Plug, Cedar Fiber, Cotton Seed Hulls, Drilling Paper, Salt Water Clay, CaCl2.

Describe the mud monitoring system utilized: PVT/MD Totco/Visual Monitoring

Circulating Medium Table

Well Name: STERLING SILVER MDP1 33-4 FED COM Well Number: 24H

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
515	4350	OTHER : Saturated Brine- Based or Oil- Based Mud	8	10							
4350	8232	OTHER: Water- Based and/or Oil-Based Mud	8	10							
0	515	WATER-BASED MUD	8.6	8.8					1		
8232	1959 5	OTHER : water based and or oil based	8	9.6						0	

Section 6 - Test, Logging, Coring

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

GR from TD to surface (horizontal well vertical portion of hole). Mud Log from intermediate shoe to TD. CBL to be ran by completions.

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

GAMMA RAY LOG,MUD LOG/GEOLOGIC LITHOLOGY LOG,MUD LOG/GEOLOGICAL LITHOLOGY LOG,DIRECTIONAL SURVEY,CEMENT BOND LOG,

Coring operation description for the well:

No coring is planned at this time.

Section 7 - Pressure

Anticipated Bottom Hole Pressure: 4380 Anticipated Surface Pressure: 2449

Anticipated Bottom Hole Temperature(F): 151

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

Describe:

Contingency Plans geoharzards description:

Contingency Plans geohazards

Hydrogen Sulfide drilling operations plan required? YES

Hydrogen sulfide drilling operations

Well Name: STERLING SILVER MDP1 33-4 FED COM Well Number: 24H

STERLINGSILVERMDP133_4FEDERALCOM24H_H2S1_20230911144958.pdf STERLINGSILVERMDP133_4FEDERALCOM24H_H2S2_20230911145006.pdf

Section 8 - Other Information

Proposed horizontal/directional/multi-lateral plan submission:

STERLINGSILVERMDP133_4FEDERALCOM24H_DirectPlan_20230911145034.pdf STERLINGSILVERMDP133_4FEDERALCOM24H_DirectPlot_20230911145042.pdf

Other proposed operations facets description:

Other proposed operations facets attachment:

STERLINGSILVERMDP133_4FEDERALCOM24H_SpudRigData_20230911145100.pdf STERLINGSILVERMDP133_4FEDERALCOM24H_2024_KPLA_Addendum_WellboreSchematics_20240821134339.pdf

STERLINGSILVERMDP133_4FEDERALCOM24H_DrillPlan_10dayLtr_20240821134334.pdf

Other Variance attachment:

STERLINGSILVERMDP133_4FEDERALCOM24H_BOPBreakTestingVariance_20230911145109.pdf STERLINGSILVERMDP133_4FEDERALCOM24H_BradenheadCBLVariance_20230911145116.pdf STERLINGSILVERMDP133_4FEDERALCOM24H_ProdCsgAnnClearanceVariance_20230911145123.pdf STERLINGSILVERMDP133_4FEDERALCOM24H_OfflineCementVariance_20230911145131.pdf U.S. Department of the Interior BUREAU OF LAND MANAGEMENT

SUPO Data Report

APD ID: 10400056910

Submission Date: 09/11/2023

Highlighted data reflects the most recent changes

Show Final Text

Operator Name: OXY USA INCORPORATED

Well Number: 24H

Well Name: STERLING SILVER MDP1 33-4 FED COM

Well Type: OIL WELL

Well Work Type: Drill

Section 1 - Existing Roads

Will existing roads be used? YES

Existing Road Map:

STERLINGSILVERMDP133_4FEDERALCOM24H_ExistRoads_20230911145219.pdf

Existing Road Purpose: ACCESS,FLUID TRANSPORT Row(s) Exist? NO

ROW ID(s)

ID:

Do the existing roads need to be improved? NO

Existing Road Improvement Description:

Existing Road Improvement Attachment:

Section 2 - New or Reconstructed Access Roads

Will new roads be needed? YES

New Road Map:

STERLINGSILVERMDP133_4FEDERALCOM24H_NewRoads_20230911145238.pdf

New road type: LOCAL

Length: 2705 Feet Width (ft.): 30

Max slope (%): 0 Max grade (%): 0

Army Corp of Engineers (ACOE) permit required? N

ACOE Permit Number(s): New road travel width: 20

New road access erosion control: Watershed Diversion every 200' if needed.

New road access plan or profile prepared? N

New road access plan

Well Name: STERLING SILVER MDP1 33-4 FED COM Well Number: 24H

Access road engineering design? N

Access road engineering design

Turnout? N

Access surfacing type: OTHER

Access topsoil source: ONSITE

Access surfacing type description: Caliche

Access onsite topsoil source depth: 0

Offsite topsoil source description:

Onsite topsoil removal process: If available

Access other construction information: None - Turnouts every 1000', as needed.

Access miscellaneous information:

Number of access turnouts: Access turnout map:

Drainage Control

New road drainage crossing: CULVERT

Drainage Control comments: Watershed Diversion every 200' if needed.

Road Drainage Control Structures (DCS) description: Watershed Diversion every 200' if needed.

Road Drainage Control Structures (DCS) attachment:

Access Additional Attachments

Section 3 - Location of Existing Wells

Existing Wells Map? YES

Attach Well map:

STERLINGSILVERMDP133_4FEDERALCOM24H_ExistWells_20230911145315.pdf

Section 4 - Location of Existing and/or Proposed Production Facilities

Submit or defer a Proposed Production Facilities plan? SUBMIT

Production Facilities description:

Production Facilities map:

STERLINGSILVERMDP133_4FEDERALCOM24H_LeaseFacilityInfo_20230911145331.pdf

Well Name: STERLING SILVER MDP1 33-4 FED COM Well Number: 24H

Section 5 - Location and Types of Water Supply

Water Source Table

Water source type: GW WELL

Water source use type: SURFACE CASING

INTERMEDIATE/PRODUCTION

CASING

OTHER Describe use type: Drilling

Source latitude: Source longitude:

Source datum:

Water source permit type: WATER WELL

Water source transport method: TRUCKING

PIPELINE

Source land ownership: COMMERCIAL

Source transportation land ownership: COMMERCIAL

Water source volume (barrels): 2000 Source volume (acre-feet): 0.25778618

Source volume (gal): 84000

Water source and transportation

STERLINGSILVERMDP133_4FEDERALCOM24H_MesqWtrSrc_20230911145359.pdf STERLINGSILVERMDP133_4FEDERALCOM24H_GRRWtrSrc_20230911145405.pdf STERLINGSILVERMDP133_4FEDERALCOM24H_WaterCalicheMap_20230911145409.pdf

Water source comments: This well will be drilled using a combination of water mud systems. It will be obtained from commercial water stations (Gregory Rockhouse, Mesquite) in the area and will be hauled to location by transport truck using existing and proposed roads.

New water well? N

New Water Well Info

Well latitude: Well Longitude: Well datum:

Well target aquifer:

Est. depth to top of aquifer(ft): Est thickness of aquifer:

Aquifer comments:

Aquifer documentation:

Well depth (ft): Well casing type:

Well Name: STERLING SILVER MDP1 33-4 FED COM Well Number: 24H

Well casing outside diameter (in.): Well casing inside diameter (in.):

New water well casing?

Used casing source:

Drilling method: Drill material:

Grout material: Grout depth:

Casing length (ft.): Casing top depth (ft.):

Well Production type: Completion Method:

Water well additional information:

State appropriation permit:

Additional information attachment:

Section 6 - Construction Materials

Using any construction materials: YES

Construction Materials description: Primary - All caliche utilized for the drilling pad and proposed access road will be obtained from an existing BLM/State/Fee approved pit or from prevailing deposits found on the location. Will use BLM recommended extra caliche from other locations close by for roads, if available. Secondary - The secondary way of obtaining caliche to build locations and roads will be by turning over the location. This means, caliche will be obtained from the actual well site. A caliche permit will be obtained from BLM prior to pushing up any caliche. 2400 cubic yards is max amount of caliche needed for pad and roads. Amount will vary for each pad. The procedure below has been approved by BLM personnel: a. The top 6 of topsoil is pushed off and stockpiled along the side of the location. b. An approximate 120 X 120 area is used within the proposed well site to remove caliche. c. Subsoil is removed and piled alongside the 120 X 120 within the pad site. d. When caliche is found, material will be stockpiled within the pad site to build the location and road. e. Then subsoil is pushed back in the hole and caliche is spread accordingly across entire location and road. f. Once the well is drilled the stockpiled top soil will be used for interim reclamation and spread along areas where caliche is picked up and the location size is reduced. Neither caliche nor subsoil will be stockpiled outside of the well pad. Topsoil will be stockpiled along the edge of the pad. Caliche will be provided from a pit. Water will be provided from a frac pond. See the attached map.

Construction Materials source location

STERLINGSILVERMDP133_4FEDERALCOM24H_WaterCalicheMap_20230911145450.pdf

Section 7 - Methods for Handling

Waste type: DRILLING

Waste content description: Water-Based Cuttings, Water-Based Mud, Oil-Based Cuttings, Oil-Based Mud, Produced Water Methods of Handling Waste Material: a. A closed loop system will be utilized consisting of above ground steel tanks and hauloff bins. Disposal of liquids, drilling fluids and cuttings will be disposed of at an approved facility. Solids-CRI, Liquids-Laguna b. All trash, junk and other waste material will be contained in trash cages or bins to prevent scattering. When the job is completed, all contents will be removed and disposed of in an approved sanitary landfill. c. The supplier, including broken sacks, will pickup slats remaining after completion of well. d. A Porto-john will be provided for the rig crews. This equipment will be properly maintained during the drilling and completion operations and will be removed when all operations are complete. e. Disposal of fluids to be transported will be by the following companies. TFH Ltd, Laguna SWD Facility

Amount of waste: 1504 barrels

Waste disposal frequency : Daily

Safe containment description: Haul-Off Bins

Safe containment attachment:

Well Name: STERLING SILVER MDP1 33-4 FED COM Well Number: 24H

Waste disposal type: HAUL TO COMMERCIAL Disposal location ownership: COMMERCIAL

FACILITY

Disposal type description:

Disposal location description: An approved facility that can process drill cuttings, drill fluids, flowback water, produced water, contaminated soils, and other non-hazardous wastes.

Reserve Pit

Reserve Pit being used? NO

Temporary disposal of produced water into reserve pit? NO

Reserve pit length (ft.)

Reserve pit width (ft.)

Reserve pit depth (ft.)

Reserve pit volume (cu. yd.)

Is at least 50% of the reserve pit in cut?

Reserve pit liner

Reserve pit liner specifications and installation description

Cuttings Area

Cuttings Area being used? NO

Are you storing cuttings on location? Y

Description of cuttings location A closed loop system will be utilized consisting of above ground steel tanks and haul-off bins. Disposal of liquids, drilling fluids and cuttings will be disposed of at an approved facility.

Cuttings area length (ft.)

Cuttings area width (ft.)

Cuttings area depth (ft.)

Cuttings area volume (cu. yd.)

Is at least 50% of the cuttings area in cut?

WCuttings area liner

Cuttings area liner specifications and installation description

Section 8 - Ancillary

Are you requesting any Ancillary Facilities?: N

Ancillary Facilities

Comments:

Well Name: STERLING SILVER MDP1 33-4 FED COM Well Number: 24H

Section 9 - Well Site

Well Site Layout Diagram:

STERLINGSILVERMDP133 4FEDERALCOM24H ClosedLoop 20230911145539.pdf

Comments:

Section 10 - Plans for Surface Reclamation

Type of disturbance: New Surface Disturbance Multiple Well Pad Name: SNDDNS

Multiple Well Pad Number: 2801

Recontouring

STERLINGSILVERMDP133 4FEDERALCOM24H CutFill 20230911145551.pdf STERLINGSILVERMDP133_4FEDERALCOM24H_SitePlan_20230911145556.pdf

Drainage/Erosion control construction: Reclamation to be wind rowed as needed to control erosion

Drainage/Erosion control reclamation: Reclamation to be wind rowed as needed to control erosion

Well pad proposed disturbance

(acres): 10.55

Road proposed disturbance (acres):

1.86

Powerline proposed disturbance

(acres): 2.03

Pipeline proposed disturbance

(acres): 28.7

Other proposed disturbance (acres):

1.26

Total proposed disturbance: 44.4

Well pad interim reclamation (acres): Well pad long term disturbance

2.38

Powerline interim reclamation (acres): Powerline long term disturbance

2.03

Pipeline interim reclamation (acres):

19.13

Other interim reclamation (acres): 0

Total interim reclamation: 24.15999999999997

(acres): 8.17

Road interim reclamation (acres): 0.62 Road long term disturbance (acres):

1.24

(acres): 0

Pipeline long term disturbance

(acres): 9.57

Other long term disturbance (acres):

1.26

Total long term disturbance:

20.2400000000000002

Disturbance Comments: See Below

Reconstruction method: If the well is deemed commercially productive, caliche from the areas of the pad site not required for operations will be reclaimed. The original topsoil will be returned to the area of the drill pad not necessary to operate the well. These unused areas of the drill pad will be contoured, as close as possible, to match the original topography, and the area will be seeded with an approved BLM mixture to re-establish vegetation. After concluding the drilling and/or completion operations, if the well is found non-commercial, the caliche will be removed from the pad and transported to the original caliche pit or used for other drilling locations. The road will be reclaimed as directed by the BLM. The original topsoil will again be returned to the pad and contoured, as close as possible, to the original topography, and the area will be seeded with an approved BLM mixture to re-establish vegetation.

Topsoil redistribution: The original topsoil will be returned to the area of the drill pad not necessary to operate the well.

Soil treatment: To be determined by the BLM.

Existing Vegetation at the well pad: To be determined by the BLM at Onsite.

Existing Vegetation at the well pad

Well Name: STERLING SILVER MDP1 33-4 FED COM Well Number: 24H

Existing Vegetation Community at the road: To be determined by the BLM at Onsite.

Existing Vegetation Community at the road

Existing Vegetation Community at the pipeline: To be determined by the BLM at Onsite.

Existing Vegetation Community at the pipeline

Existing Vegetation Community at other disturbances: To be determined by the BLM at Onsite.

Existing Vegetation Community at other disturbances

Non native seed used? N

Non native seed description:

Seedling transplant description:

Will seedlings be transplanted for this project? N

Seedling transplant description

Will seed be harvested for use in site reclamation? N

Seed harvest description:

Seed harvest description attachment:

Seed

Seed Table

Seed Summary
Seed Type Pounds/Acre

Total pounds/Acre:

Seed reclamation

Operator Contact/Responsible Official

First Name: Mike Last Name: Wilson

Phone: (575)631-6618 Email: Michael_Wilson@oxy.com

Seedbed prep:

Seed BMP:

Seed method:

Existing invasive species? N

Existing invasive species treatment description:

Well Name: STERLING SILVER MDP1 33-4 FED COM Well Number: 24H

Existing invasive species treatment

Weed treatment plan description: To be determined by the BLM.

Weed treatment plan

Monitoring plan description: To be determined by the BLM.

Monitoring plan

Success standards: To be determined by the BLM.

Pit closure description: NA

Pit closure attachment:

Section 11 - Surface Ownership

Disturbance type: WELL PAD

Describe:

Surface Owner: BUREAU OF LAND MANAGEMENT

Other surface owner description:

BIA Local Office:

BOR Local Office:

COE Local Office:

DOD Local Office:

NPS Local Office:

State Local Office:

Military Local Office:

USFWS Local Office:

Other Local Office:

USFS Region:

USFS Forest/Grassland: USFS Ranger District:

Disturbance type: PIPELINE

Describe:

Surface Owner: BUREAU OF LAND MANAGEMENT

Other surface owner description:

BIA Local Office:

Well Name: STERLING SILVER MDP1 33-4 FED COM Well Number: 24H

BOR Local Office:

COE Local Office:

DOD Local Office:

NPS Local Office:

State Local Office:

Military Local Office:

USFWS Local Office:

Other Local Office:

USFS Region:

USFS Forest/Grassland:

USFS Ranger District:

Disturbance type: OTHER

Describe: Electric Line

Surface Owner: BUREAU OF LAND MANAGEMENT

Other surface owner description:

BIA Local Office:

BOR Local Office:

COE Local Office:

DOD Local Office:

NPS Local Office:

State Local Office:

Military Local Office:

USFWS Local Office:

Other Local Office:

USFS Region:

USFS Forest/Grassland:

USFS Ranger District:

Well Name: STERLING SILVER MDP1 33-4 FED COM Well Number: 24H

Disturbance type: NEW ACCESS ROAD

Describe:

Surface Owner: BUREAU OF LAND MANAGEMENT

Other surface owner description:

BIA Local Office:

BOR Local Office:

COE Local Office:

DOD Local Office:

NPS Local Office:

State Local Office:

Military Local Office:

USFWS Local Office:

Other Local Office:

USFS Region:

USFS Forest/Grassland:

USFS Ranger District:

Section 12 - Other

Right of Way needed? Y

Use APD as ROW? Y

ROW Type(s): 281001 ROW - ROADS,285003 ROW - POWER TRANS,288100 ROW - O&G Pipeline,289001 ROW- O&G Well Pad

ROW

SUPO Additional Information: Permian Basin MOA - To be submitted after APD acceptance. GIS Shapefiles available for BLM download from shared FTP site after APD submittal. **Use a previously conducted onsite?** N

Previous Onsite information:

Other SUPO

STERLINGSILVERMDP133_4FEDERALCOM24H_StakeForm_20230911145842.pdf



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

PWD Data Report
04/09/2025

PWD disturbance (acres):

APD ID: 10400056910 **Submission Date:** 09/11/2023

Operator Name: OXY USA INCORPORATED

Well Name: STERLING SILVER MDP1 33-4 FED COM Well Number: 24H

Well Type: OIL WELL Well Work Type: Drill

Section 1 - General

Would you like to address long-term produced water disposal? NO

Section 2 - Lined

Would you like to utilize Lined Pit PWD options? N

Produced Water Disposal (PWD) Location:

PWD surface owner:

Lined pit PWD on or off channel:

Lined pit PWD discharge volume (bbl/day):

Lined pit

Pit liner description:

Pit liner manufacturers

Precipitated solids disposal:

Decribe precipitated solids disposal:

Precipitated solids disposal

Lined pit precipitated solids disposal schedule:

Lined pit precipitated solids disposal schedule

Lined pit reclamation description:

Lined pit reclamation

Leak detection system description:

Leak detection system

Leak detection system

Well Name: STERLING SILVER MDP1 33-4 FED COM Well Number: 24H

Lined pit Monitor description:

Lined pit Monitor

Lined pit: do you have a reclamation bond for the pit?

Is the reclamation bond a rider under the BLM bond?

Lined pit bond number:

Lined pit bond amount:

Additional bond information

Section 3 - Unlined

Would you like to utilize Unlined Pit PWD options? N

Produced Water Disposal (PWD) Location:

PWD disturbance (acres): PWD surface owner:

Unlined pit PWD on or off channel:

Unlined pit PWD discharge volume (bbl/day):

Unlined pit

Precipitated solids disposal:

Decribe precipitated solids disposal:

Precipitated solids disposal

Unlined pit precipitated solids disposal schedule:

Unlined pit precipitated solids disposal schedule

Unlined pit reclamation description:

Unlined pit reclamation

Unlined pit Monitor description:

Unlined pit Monitor

Do you propose to put the produced water to beneficial use?

Beneficial use user

Estimated depth of the shallowest aquifer (feet):

Does the produced water have an annual average Total Dissolved Solids (TDS) concentration equal to or less than that of the existing water to be protected?

TDS lab results:

Geologic and hydrologic

State

Unlined Produced Water Pit Estimated

Unlined pit: do you have a reclamation bond for the pit?

Well Name: STERLING SILVER MDP1 33-4 FED COM Well Number: 24H

Is the reclamation bond a rider under the BLM bond?

Unlined pit bond number:

Unlined pit bond amount:

Additional bond information

Section 4 -

Would you like to utilize Injection PWD options? N

Produced Water Disposal (PWD) Location:

PWD surface owner: PWD disturbance (acres):

Injection PWD discharge volume (bbl/day):

Injection well mineral owner:

Injection well type:

Injection well number: Injection well name:

Assigned injection well API number? Injection well API number:

Injection well new surface disturbance (acres):

Minerals protection information:

Mineral protection

Underground Injection Control (UIC) Permit?

UIC Permit

Section 5 - Surface

Would you like to utilize Surface Discharge PWD options? N

Produced Water Disposal (PWD) Location:

PWD surface owner: PWD disturbance (acres):

Surface discharge PWD discharge volume (bbl/day):

Surface Discharge NPDES Permit?

Surface Discharge NPDES Permit attachment:

Surface Discharge site facilities information:

Surface discharge site facilities map:

Section 6 -

Would you like to utilize Other PWD options? N

Produced Water Disposal (PWD) Location:

PWD surface owner: PWD disturbance (acres):

Other PWD discharge volume (bbl/day):

Well Name: STERLING SILVER MDP1 33-4 FED COM Well Number: 24H

Other PWD type description:

Other PWD type

Have other regulatory requirements been met?

Other regulatory requirements



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

Bond Info Data 04/09/2025

APD ID: 10400056910

Submission Date: 09/11/2023

Highlighted data reflects the most recent changes

Operator Name: OXY USA INCORPORATED

Well Number: 24H

Show Final Text

Well Name: STERLING SILVER MDP1 33-4 FED COM

Well Work Type: Drill

Well Type: OIL WELL

Bond

Federal/Indian APD: FED

BLM Bond number: ESB000226

BIA Bond number:

Do you have a reclamation bond? NO

Is the reclamation bond a rider under the BLM bond?

Is the reclamation bond BLM or Forest Service?

BLM reclamation bond number:

Forest Service reclamation bond number:

Forest Service reclamation bond attachment:

Reclamation bond amount:

Reclamation bond rider amount:

Additional reclamation bond information attachment:

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. NMNM45236 **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: NMNM139925/STERLING SILVER 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 STERLING SILVER MDP1 33-4 FED COM 24H 2. Name of Operator 9. API Well No. **OXY USA INCORPORATED** 30**-015-56**678 3a. Address 3b. Phone No. (include area code) 10. Field and Pool, or Exploratory INGLE WELLS/BONE SPRING P.O. BOX 1002, TUPMAN, CA 93276-1002 (661) 763-6046 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 28/T23S/R31E/NMP At surface SWSE / 795 FSL / 1746 FWL / LAT 32.2703677 / LONG -103.7798566 At proposed prod. zone SWSE / 20 FSL / 2120 FEL / LAT 32.23918 / LONG -103.7810883 12. County or Parish 14. Distance in miles and direction from nearest town or post office* 13. State **EDDY** NM 15. Distance from proposed* 16. No of acres in lease 17. Spacing Unit dedicated to this well 795 feet location to nearest property or lease line, ft. 640.0 (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, 30 feet 8774 feet / 19595 feet FED: ESB000226 applied for, on this lease, ft. 21. Elevations (Show whether DF, KDB, RT, GL, etc.) 22. Approximate date work will start* 23. Estimated duration 3384 feet 06/01/2021 45 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. SUPO must be filed with the appropriate Forest Service Office). 6. Such other site specific information and/or plans as may be requested by the 25. Signature Name (Printed/Typed) Date (Electronic Submission) LESLIE REEVES / Ph: (713) 366-5716 09/11/2023 Title Advisor Regulatory Approved by (Signature) Date Name (Printed/Typed) (Electronic Submission) CODY LAYTON / Ph: (575) 234-5959 04/03/2025 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.

APPROVED WITH CONDITIONS
Approval Date: 04/03/2025

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.

Conditions of approval, if any, are attached.

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.

(Form 3160-3, page 2)

Additional Operator Remarks

Location of Well

0. SHL: SWSE / 795 FSL / 1746 FWL / TWSP: 23S / RANGE: 31E / SECTION: 28 / LAT: 32.2703677 / LONG: -103.7798566 (TVD: 0 feet, MD: 0 feet)

PPP: NWNE / 100 FNL / 2120 FEL / TWSP: 23S / RANGE: 31E / SECTION: 33 / LAT: 32.2679064 / LONG: -103.7810651 (TVD: 8768 feet, MD: 9144 feet)

PPP: LOT 2 / 0 FNL / 2126 FEL / TWSP: 24S / RANGE: 31E / SECTION: 4 / LAT: 32.2536635 / LONG: -103.7810765 (TVD: 8770 feet, MD: 14326 feet)

PPP: SWSE / 1321 FSL / 2121 FEL / TWSP: 24S / RANGE: 31E / SECTION: 4 / LAT: 32.2427573 / LONG: -103.7810852 (TVD: 8772 feet, MD: 18293 feet)

BHL: SWSE / 20 FSL / 2120 FEL / TWSP: 24S / RANGE: 31E / SECTION: 4 / LAT: 32.23918 / LONG: -103.7810883 (TVD: 8774 feet, MD: 19595 feet)

BLM Point of Contact

Name: TENILLE C MOLINA Title: Land Law Examiner Phone: (575) 234-2224

Email: TCMOLINA@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.



C-1	•	/10/2025 8:5	7.73/1/11		State of No	ew Mexico					<u>Page 30</u> Revised July 9, 2024	
	<u> </u>		En	Energy, Minerals & Natural Resources Department								
	Submit Electronically Via OCD Permitting			OIL	CONSERVA	TION DIVISION				✓ Initial Submittal		
Via O	CD I CITITICATION	•						Subm Type		☐ Amended	d Report	
								Туре	•	☐ As Drille		
					WELL LOCA	TION INFORMATIO	N					
API Number Pool Code 30-015 -56678 33740						Pool Name INGL	ΕW	/ELLS	; B	ONE :	SPRING	
	22740					ILVER MDP1	33_4	FED C	MC	Well Number 24H	er	
OGRI 1669	ID No. 6		Operator N		(Y USA	INC.				Ground Leve 3384'	el Elevation	
Surfac	ce Owner: 🗆	State □ Fee □	🛘 Tribal 🗹 Fed	leral		Mineral Owner:	☐ State □	☐ Fee ☐ Triba	ıl 🗹 F	ederal		
					Sur	face Location						
UL	Section	Township	Range	Lot	Ft. from N/S	Ft. from E/W	Lati			ngitude	County	
O	28	23S	31E		795' FS	SL 1746' FE	L 32.	2703677	3 -10	3.77985665	EDDY	
			1	1	Botto	m Hole Location	1					
UL	Section	Township	Range	Lot	Ft. from N/S	Ft. from E/W	Lati			ngitude	County	
O	4	24S	31E		20' FS	L 2120' FE	L 32.	2391800	3 -10	3.78108832	EDDY	
D 1:	. 1.4	I cu D c	· · xx 11	D @ :	XX 11 A DX			WAD G	1:1 .:	G 1		
	ated Acres	Infill or Def	ining Well	1	g Well API 30-015-453		11 8 1 8 ()			on Code		
	Numbers.	IINI ILL		311-0	0-010-400	Well setbacks are	under Cor	nmon Owners	hin: 🗆	Vac □No		
Graci	Trumoers.					Well setbacks are	unuer cor	minor Owners	шр. 🗆	i i cs 🗆 i vo		
			Г	1		Off Point (KOP)						
UL	Section	Township	Range	Lot	Ft. from N/S	Ft. from E/W	Latin			ongitude	County	
O	28	23S	31E		300' FS		L 32.	26900597	/ -10	3.78106582	EDDY	
X 17				T		Take Point (FTP)	T	. 1		* · · · ·		
UL D	Section	Township	Range	Lot	Ft. from N/S	Ft. from E/W	Latin			ongitude	County	
В	33	23S	31E		100' FN		L 32.	2679064	3 -10	3.78106516	EDDY	
UL	Section	Township	Range	Lot	Ft. from N/S	Ft. from E/W	Lati	tude	Lo	ongitude	County	
OL OL	4	24S	31E	Lot	100' FS			 2393999(3.78108788	EDDY	
O	4	243	SIL		100 1 3		L 32	2000000	J - 10.	3.76100766	וטטו	
Unitized Area or Area of Uniform Interest			Spacing	Unit Type 🖬 Hor	rizontal Vertical	ontal □ Vertical Ground Floor Ele 3384'			ation:			
				1								
OPER	RATOR CER	TIFICATIONS				SURVEYOR CERTI	FICATIO	NS	_			
my kno	owledge and be	ne information cor lief, and, if the we wns a working into	ll is a vertical or	directional		I hereby certify that the surveys made by me or my belief.						
includi locatio interes	ing the propose on pursuant to a	d bottom hole loca contract with an tary pooling agree	ation or has a rig owner of a work	ght to drill th ing interest o					I hereby certij shown on this notes of actua under my sup is true and co	or CERTIFICATION fy that the well location plat was plotted from field al surveys made by me or ervision, and that the same wrect to the best of my		
If this	well is a horizo nt of at least one	ntal well, I further e lessee or owner	of a working inte	rest or unlea	n has received the used mineral interest ne well's completed			4	Date of Sur- Signature and	vey: JULY 7, 2023 Seal of Professional Surveyor		
interva	al will be locate	d or obtained a co Gwidry	ompulsory poolir	ng order fron				-	D (SE	21653) Q		

Note: 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.

Certificate Number

Signature and Seal of Professional Surveyor

Date of Survey

July 7, 2023

melissa_guidry@oxy.com

Signature

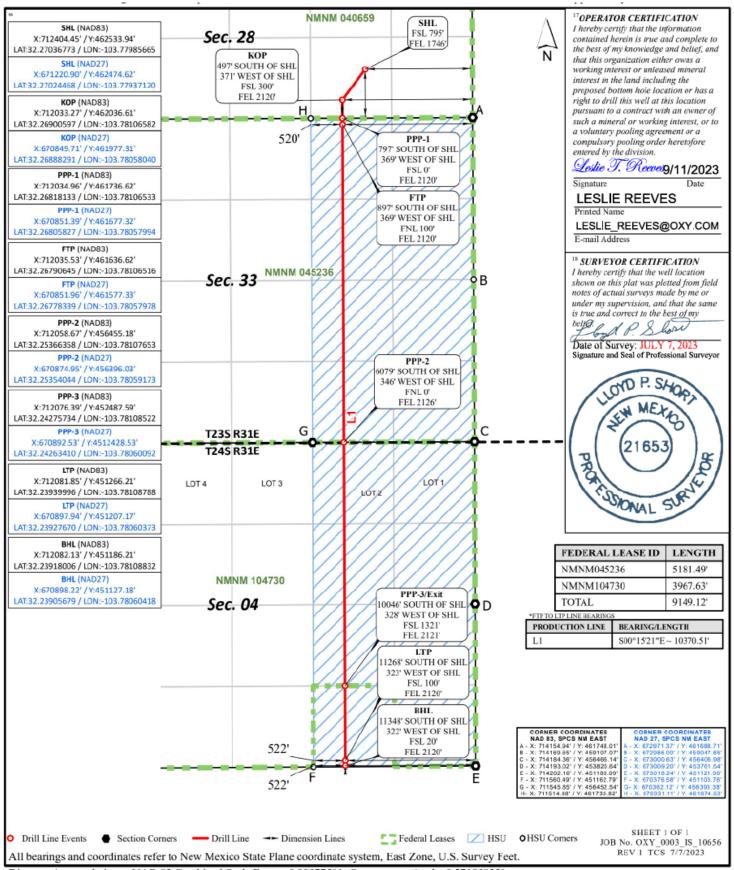
Printed Name

Email Address

Melissa Guidry

This grid represents a standard section. You may superimpose a non-standard section, or larger area, over this grid. Operators must outline the dedicated acreage in a red box, clearly show the well surface location and bottom hole location, if it is directionally drilled, with the dimensions from the section lines in the cardinal directions. If this is a horizontal wellbore show on this plat the location of the First Take Point and Last Take Point, and the point within the Completed interval (other than the First Take Point or Last Take Point) that is closest to any outer boundary of the tract.

Surveyors shall use the latest United States government survey or dependent resurvey. Well locations will be in reference to the New Mexico Principal Meridian. If the land is not surveyed, contact the OCD Engineering Bureau. Independent subdivision surveys will not be acceptable.



State of New Mexico Energy, Minerals and Natural Resources Department

Submit Electronically Via E-permitting

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

NATURAL GAS MANAGEMENT PLAN

gement Plan mi	ust be submitted wi	ith each Applicat	tion for Permit to I	Orill (APD) fo	r a new o	r recompleted well.	
A INC.		OGRID: <u>16</u>	6696	Da	te: 1 2/	2 2/ 2 3	
☐ Amendment	due to □ 19.15.27.	9.D(6)(a) NMA	C □ 19.15.27.9.D((6)(b) NMAC	□ Other.		
»:							
				wells proposed	l to be dri	illed or proposed to	
API	ULSTR	Footages	Anticipated Oil BBL/D			Anticipated roduced Water BBL/D	
le: Provide the	following informa	tion for each nev	v or recompleted w			. , , ,	
API	Spud Date	TD Reached Date				First Production Date	
tices: Attac of 19.15.27.8	h a complete descr NMAC. Z Attach a comple	ription of the ac	tions Operator wil	l take to com	oly with t	he requirements of	
	A INC. Amendment following infingle well pad API oint Name: P le: Provide the eted from a single and the eted from a single and the eted from a single and the eterory an	A INC. A mendment due to □ 19.15.27. End following information for each single well pad or connected to a control of the provide the following informated from a single well pad or control of the pad or control of 19.15.27.8 NMAC.	Section 1 — Plan D Effective May 25. A INC. OGRID: 16 Amendment due to □ 19.15.27.9.D(6)(a) NMA(6) et efollowing information for each new or recompletingle well pad or connected to a central delivery properties. API ULSTR Footages Oint Name: PURE GOLD CTB/IRIDIUM SATA de: Provide the following information for each new eted from a single well pad or connected to a central delivery properties. API Spud Date TD Reached Date Date Therefore It Attach a complete description of the act of 19.15.27.8 NMAC. Therefore It Attach a complete description of the act of 19.15.27.8 NMAC.	Section 1 — Plan Description Effective May 25, 2021 A INC. OGRID: 16696 Amendment due to □ 19.15.27.9.D(6)(a) NMAC □ 19.15.27.9.D(6): e following information for each new or recompleted well or set of vingle well pad or connected to a central delivery point. API ULSTR Footages Anticipated Oil BBL/D oint Name: PURE GOLD CTB/IRIDIUM SAT/STERLING SILV de: Provide the following information for each new or recompleted weted from a single well pad or connected to a central delivery point. API Spud Date TD Reached Completion Date Commencement Date Commencement API Attach a complete description of how Operator will size sep tices: ☑ Attach a complete description of the actions Operator will of 19.15.27.8 NMAC. At Practices: ☑ Attach a complete description of Operator's best in	Section 1 — Plan Description Effective May 25, 2021 A INC. OGRID: 16696 Dan Amendment due to □ 19.15.27.9.D(6)(a) NMAC □ 19.15.27.9.D(6)(b) NMAC e following information for each new or recompleted well or set of wells proposed ingle well pad or connected to a central delivery point. API ULSTR Footages Anticipated Oil BBL/D Gas MCF/I coint Name: PURE GOLD CTB/IRIDIUM SAT/STERLING SILVER CTB [Set Provide the following information for each new or recompleted well or set of we steed from a single well pad or connected to a central delivery point. API Spud Date TD Reached Completion Inition Date Commencement Date Back Completion Commencement Date Back Completion Commencement Date Completion Commencement Date Completion Commencement Date Completion Commencement Date Completion Co	A INC. OGRID: 16696 Date: 1 2/ Amendment due to 19.15.27.9.D(6)(a) NMAC 19.15.27.9.D(6)(b) NMAC 10ther. The following information for each new or recompleted well or set of wells proposed to be dringle well pad or connected to a central delivery point. API ULSTR Footages Anticipated Oil BBL/D Gas MCF/D Public Gas MCF/D Gas MCF/D Gas MCF/D Public Gas MCF/D Gas MCF/D Public Gas MCF/D Gas MCF/D Gas MCF/D Gas MCF/D Gas MCF/D Full Gas MCF/D Full Gas MCF/D Gas MCF/D Full Gas MCF/D Gas MCF/D Full Gas	

Section 2 – Enhanced Plan EFFECTIVE APRIL 1, 2022

Beginning April 1, 2022, an operator that is not in compliance with its statewide natural gas capture requirement for the applicable reporting area must complete this section.

☑ Operator certifies that it is not required to complete this section because Operator is in compliance with its statewide natural gas capture requirement for the applicable reporting area.

IX. Anticipated Natural Gas Production:

Well	API	Anticipated Average Natural Gas Rate MCF/D	Anticipated Volume of Natural Gas for the First Year MCF

X. Natural Gas Gathering System (NGGS):

Operator	System	ULSTR of Tie-in	Anticipated Gathering Start Date	Available Maximum Daily Capacity of System Segment Tie-in

XI. Map. \square Attach an accurate and legible map depicting the location of the well(s), the anticipated pipeline route(s) connecting the
production operations to the existing or planned interconnect of the natural gas gathering system(s), and the maximum daily capacity of
the segment or portion of the natural gas gathering system(s) to which the well(s) will be connected.

XII. Line Capacity. The natural gas gathering system \square will \square will not have capacity to gather 100% of the anticipate	ed natural gas
production volume from the well prior to the date of first production.	

XIII. Line Pressure. O	perator 🗆 does 🗆 do	oes not anticipate that its	s existing well(s)	connected to the s	ame segment,	or portion,	of the
natural gas gathering sy	stem(s) described about	ove will continue to mee	et anticipated incre	eases in line press	sure caused by	the new we	ll(s).

		· •	1 .		1	•	1		1.
1 1	Affach (Inerator's	nlan to	manage	nroduction	in resnonce	to the	increased	line pressure

XIV. (nfidentiality: Operator asserts confidentiality pursuant to Section 71-2-8 NMSA 1978 for the information provided in
Section	as provided in Paragraph (2) of Subsection D of 19.15.27.9 NMAC, and attaches a full description of the specific information
for wh	confidentiality is asserted and the basis for such assertion.

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Section 3 - Certifications Effective May 25, 2021

Operator certifies that, after reasonable inquiry and based on the available information at the time of submittal:

☑ Operator will be able to connect the well(s) to a natural gas gathering system in the general area with sufficient capacity to transport one hundred percent of the anticipated volume of natural gas produced from the well(s) commencing on the date of first production, taking into account the current and anticipated volumes of produced natural gas from other wells connected to the pipeline gathering system; or

□ Operator will not be able to connect to a natural gas gathering system in the general area with sufficient capacity to transport one hundred percent of the anticipated volume of natural gas produced from the well(s) commencing on the date of first production, taking

Well Shut-In. □ Operator will shut-in and not produce the well until it submits the certification required by Paragraph (4) of Subsection D of 19.15.27.9 NMAC; or

into account the current and anticipated volumes of produced natural gas from other wells connected to the pipeline gathering system.

Venting and Flaring Plan. □ Operator has attached a venting and flaring plan that evaluates and selects one or more of the potential alternative beneficial uses for the natural gas until a natural gas gathering system is available, including:

(a) power generation on lease;

If Operator checks this box, Operator will select one of the following:

- **(b)** power generation for grid;
- (c) compression on lease;
- (d) liquids removal on lease;
- (e) reinjection for underground storage;
- (f) reinjection for temporary storage;
- (g) reinjection for enhanced oil recovery;
- (h) fuel cell production; and
- (i) other alternative beneficial uses approved by the division.

Section 4 - Notices

- 1. If, at any time after Operator submits this Natural Gas Management Plan and before the well is spud:
- (a) Operator becomes aware that the natural gas gathering system it planned to connect the well(s) to has become unavailable or will not have capacity to transport one hundred percent of the production from the well(s), no later than 20 days after becoming aware of such information, Operator shall submit for OCD's approval a new or revised venting and flaring plan containing the information specified in Paragraph (5) of Subsection D of 19.15.27.9 NMAC; or
- (b) Operator becomes aware that it has, cumulatively for the year, become out of compliance with its baseline natural gas capture rate or natural gas capture requirement, no later than 20 days after becoming aware of such information, Operator shall submit for OCD's approval a new or revised Natural Gas Management Plan for each well it plans to spud during the next 90 days containing the information specified in Paragraph (2) of Subsection D of 19.15.27.9 NMAC, and shall file an update for each Natural Gas Management Plan until Operator is back in compliance with its baseline natural gas capture rate or natural gas capture requirement.
- 2. OCD may deny or conditionally approve an APD if Operator does not make a certification, fails to submit an adequate venting and flaring plan which includes alternative beneficial uses for the anticipated volume of natural gas produced, or if OCD determines that Operator will not have adequate natural gas takeaway capacity at the time a well will be spud.

I certify that, after reasonable inquiry, the statements in and attached to this Natural Gas Management Plan are true and correct to the best of my knowledge and acknowledge that a false statement may be subject to civil and criminal penalties under the Oil and Gas Act.

Signature: Romi Mathew
Printed Name: Roni Mathew
Title: Regulatory Advisor
E-mail Address: roni_mathew@oxy.com
Date: 12/22/2023
Phone: 713-215-7827
OIL CONSERVATION DIVISION
(Only applicable when submitted as a standalone form)
Approved By:
Title:
Approval Date:
Conditions of Approval:

III. Well(s)

Well Name	API	WELL LOCATION (ULSTR)	Footages	ANTICIPATED OIL BBL/D	ANTICIPATED GAS MCF/D	ANTICIPATED PROD WATER BBL/D
IRIDIUM MDP1 28_21 FED COM 12H	PENDING	O-28-23S-31E	671 FSL 1927 FEL	482	1685	1496
IRIDIUM MDP1 28_21 FED COM 13H	PENDING	O-28-23S-31E	671 FSL 1897 FEL	602	2106	1870
IRIDIUM MDP1 28_21 FED COM 14H	PENDING	O-28-23S-31E	671 FSL 1867 FEL	602	2106	1870
IRIDIUM MDP1 28_21 FED COM 22H	PENDING	N-28-23S-31E	610 FSL 1829 FWL	606	3882	1087
IRIDIUM MDP1 28_21 FED COM 23H	PENDING	N-28-23S-31E	610 FSL 1859 FWL	758	4852	1359
IRIDIUM MDP1 28_21 FED COM 24H	PENDING	O-28-23S-31E	671 FSL 1807 FEL	758	4852	1359
IRIDIUM MDP1 28_21 FED COM 25H	PENDING	O-28-23S-31E	670 FSL 1777 FEL	758	4852	1359
IRIDIUM MDP1 28_21 FED COM 26H	PENDING	O-28-23S-31E	670 FSL 1747 FEL	758	4852	1359
IRIDIUM MDP1 28_21 FED COM 42H	PENDING	N-28-23S-31E	609 FSL 1919 FWL	537	4285	2607
IRIDIUM MDP1 28_21 FED COM 43H	PENDING	N-28-23S-31E	609 FSL 1949 FWL	537	4285	2607
IRIDIUM MDP1 28_21 FED COM 44H	PENDING	O-28-23S-31E	670 FSL 1687 FEL	537	4285	2607
IRIDIUM MDP1 28_21 FED COM 45H	PENDING	O-28-23S-31E	670 FSL 1657 FEL	430	3428	2086
IRIDIUM MDP1 28_21 FED COM 46H	PENDING	O-28-23S-31E	669 FSL 1597 FEL	537	4285	2607
IRIDIUM MDP1 28_21 FED COM 47H	PENDING	O-28-23S-31E	669 FSL 1567 FEL	564	4499	2737
IRIDIUM MDP1 28-21 FED COM 71H	PENDING	N-28-23S-31E	610 FSL 1739 FWL	896	2118	1591
IRIDIUM MDP1 28-21 FED COM 72H	PENDING	N-28-23S-31E	610 FSL 1769 FWL	896	2118	1591
IRIDIUM MDP1 28-21 FED COM 73H	PENDING	O-28-23S-31E	672 FSL 2017 FEL	896	2118	1591
IRIDIUM MDP1 28-21 FED COM 74H	PENDING	O-28-23S-31E	672 FSL 1987 FEL	896	2118	1591
STERLING SILVER MDP1 33_4 FED COM 11H	PENDING	N-28-23S-31E	735 FSL 1800 FWL	602	2106	1870
STERLING SILVER MDP1 33_4 FED COM 12H	PENDING	N-28-23S-31E	735 FSL 1830 FWL	602	2106	1870
STERLING SILVER MDP1 33_4 FED COM 13H	PENDING	O-28-23S-31E	796 FSL 1836 FEL	602	2106	1870
STERLING SILVER MDP1 33_4 FED COM 14H	PENDING	O-28-23S-31E	796 FSL 1806 FEL	602	2106	1870
STERLING SILVER MDP1 33_4 FED COM 21H	PENDING	N-28-23S-31E	736 FSL 1680 FWL	758	4852	1359
STERLING SILVER MDP1 33_4 FED COM 22H	PENDING	N-28-23S-31E	736 FSL 1710 FWL	758	4852	1359
STERLING SILVER MDP1 33_4 FED COM 23H	PENDING	N-28-23S-31E	735 FSL 1740 FWL	758	4852	1359
STERLING SILVER MDP1 33_4 FED COM 24H	PENDING	O-28-23S-31E	795 FSL 1746 FEL	758	4852	1359
STERLING SILVER MDP1 33_4 FED COM 25H	PENDING	O-28-23S-31E	795 FSL 1716 FEL	758	4852	1359
STERLING SILVER MDP1 33_4 FED COM 26H	PENDING	O-28-23S-31E	795 FSL 1686 FEL	758	4852	1359
STERLING SILVER MDP1 33_4 FED COM 41H	PENDING	N-28-23S-31E	735 FSL 1890 FWL	597	4761	2897
STERLING SILVER MDP1 33_4 FED COM 42H	PENDING	N-28-23S-31E	734 FSL 1920 FWL	597	4761	2897
STERLING SILVER MDP1 33_4 FED COM 43H	PENDING	N-28-23S-31E	734 FSL 1950 FWL	597	4761	2897
STERLING SILVER MDP1 33_4 FED COM 44H	PENDING	O-28-23S-31E	795 FSL 1626 FEL	597	4761	2897
STERLING SILVER MDP1 33_4 FED COM 45H	PENDING	O-28-23S-31E	794 FSL 1596 FEL	597	4761	2897
STERLING SILVER MDP1 33_4 FED COM 46H	PENDING	O-28-23S-31E	794 FSL 1566 FEL	597	4761	2897
STERLING SILVER MDP1 33-4 FED COM 71H	PENDING	C-33-23S-31E	105 FNL 1854 FWL	896	2118	1591
STERLING SILVER MDP1 33-4 FED COM 72H	PENDING	C-33-23S-31E	75 FNL 1854 FWL	896	2118	1591
STERLING SILVER MDP1 33-4 FED COM 73H	PENDING	C-33-23S-31E	45 FNL 1854 FWL	717	1694	1273

Values represent 6 Month Average

V. Anticipated Schedule

Well Name	API	Spud Date	TD Reached Date	Completion Commencement Date	Initial Flow Back Date	First Production Date
IRIDIUM MDP1 28 21 FED COM 12H	PENDING	TBD	TBD	TBD	TBD	TBD
IRIDIUM MDP1 28 21 FED COM 13H	PENDING	TBD	TBD	TBD	TBD	TBD
IRIDIUM MDP1 28 21 FED COM 14H	PENDING	TBD	TBD	TBD	TBD	TBD
IRIDIUM MDP1 28 21 FED COM 22H	PENDING	TBD	TBD	TBD	TBD	TBD
IRIDIUM MDP1 28 21 FED COM 23H	PENDING	TBD	TBD	TBD	TBD	TBD
IRIDIUM MDP1 28 21 FED COM 24H	PENDING	TBD	TBD	TBD	TBD	TBD
IRIDIUM MDP1 28 21 FED COM 25H	PENDING	TBD	TBD	TBD	TBD	TBD
IRIDIUM MDP1 28 21 FED COM 26H	PENDING	TBD	TBD	TBD	TBD	TBD
IRIDIUM MDP1 28 21 FED COM 42H	PENDING	TBD	TBD	TBD	TBD	TBD
IRIDIUM MDP1 28 21 FED COM 43H	PENDING	TBD	TBD	TBD	TBD	TBD
IRIDIUM MDP1 28 21 FED COM 44H	PENDING	TBD	TBD	TBD	TBD	TBD
IRIDIUM MDP1 28_21 FED COM 45H	PENDING	TBD	TBD	TBD	TBD	TBD
IRIDIUM MDP1 28_21 FED COM 46H	PENDING	TBD	TBD	TBD	TBD	TBD
IRIDIUM MDP1 28_21 FED COM 47H	PENDING	TBD	TBD	TBD	TBD	TBD
IRIDIUM MDP1 28-21 FED COM 71H	PENDING	TBD	TBD	TBD	TBD	TBD
IRIDIUM MDP1 28-21 FED COM 72H	PENDING	TBD	TBD	TBD	TBD	TBD
IRIDIUM MDP1 28-21 FED COM 73H	PENDING	TBD	TBD	TBD	TBD	TBD
IRIDIUM MDP1 28-21 FED COM 74H	PENDING	TBD	TBD	TBD	TBD	TBD
STERLING SILVER MDP1 33_4 FED COM 11H	PENDING	TBD	TBD	TBD	TBD	TBD
STERLING SILVER MDP1 33_4 FED COM 12H	PENDING	TBD	TBD	TBD	TBD	TBD
STERLING SILVER MDP1 33_4 FED COM 13H	PENDING	TBD	TBD	TBD	TBD	TBD
STERLING SILVER MDP1 33_4 FED COM 14H	PENDING	TBD	TBD	TBD	TBD	TBD
STERLING SILVER MDP1 33_4 FED COM 21H	PENDING	TBD	TBD	TBD	TBD	TBD
STERLING SILVER MDP1 33_4 FED COM 22H	PENDING	TBD	TBD	TBD	TBD	TBD
STERLING SILVER MDP1 33_4 FED COM 23H	PENDING	TBD	TBD	TBD	TBD	TBD
STERLING SILVER MDP1 33_4 FED COM 24H	PENDING	TBD	TBD	TBD	TBD	TBD
STERLING SILVER MDP1 33_4 FED COM 25H	PENDING	TBD	TBD	TBD	TBD	TBD
STERLING SILVER MDP1 33_4 FED COM 26H	PENDING	TBD	TBD	TBD	TBD	TBD
STERLING SILVER MDP1 33_4 FED COM 41H	PENDING	TBD	TBD	TBD	TBD	TBD
STERLING SILVER MDP1 33_4 FED COM 42H	PENDING	TBD	TBD	TBD	TBD	TBD
STERLING SILVER MDP1 33_4 FED COM 43H	PENDING	TBD	TBD	TBD	TBD	TBD
STERLING SILVER MDP1 33_4 FED COM 44H	PENDING	TBD	TBD	TBD	TBD	TBD
STERLING SILVER MDP1 33_4 FED COM 45H	PENDING	TBD	TBD	TBD	TBD	TBD
STERLING SILVER MDP1 33_4 FED COM 46H	PENDING	TBD	TBD	TBD	TBD	TBD
STERLING SILVER MDP1 33-4 FED COM 71H	PENDING	TBD	TBD	TBD	TBD	TBD
STERLING SILVER MDP1 33-4 FED COM 72H	PENDING	TBD	TBD	TBD	TBD	TBD
STERLING SILVER MDP1 33-4 FED COM 73H	PENDING	TBD	TBD	TBD	TBD	TBD

Part VI. Separation Equipment

Operator will size the flowback separator to handle 12,000 Bbls of fluid and 6-10MMscfd which is more than the expected peak rates for these wells. Each separator is rated to 1440psig, and pressure control valves and automated communication will cause the wells to shut in in the event of an upset at the facility, therefore no gas will be flared on pad during an upset. Current Oxy practices avoid use of flare or venting on pad, therefore if there is an upset or emergency condition at the facility, the wells will immediately shut down, and reassume production once the condition has cleared.

VII. Operational Practices

Gathering System and Pipeline Notification

Well(s) will be connected to a production facility after flowback operations are complete, where a gas transporter system is in place. The gas produced from production facility is dedicated to Enterprise Field Services, LLC ("Enterprise") and is connected to Enterprise low/high pressure gathering system located in Eddy County, New Mexico. OXY USA INC. ("OXY") provides (periodically) to Enterprise a drilling, completion and estimated first production date for wells that are scheduled to be drilled in the foreseeable future. In addition, OXY and Enterprise have periodic conference calls to discuss changes to drilling and completion schedules. Gas from these wells will be processed at Enterprise's Processing Plant located in Sec. 36, Twn. 24S, Rng. 30E, 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 Enterprise system at that time. Based on current information, it is OXY's 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.

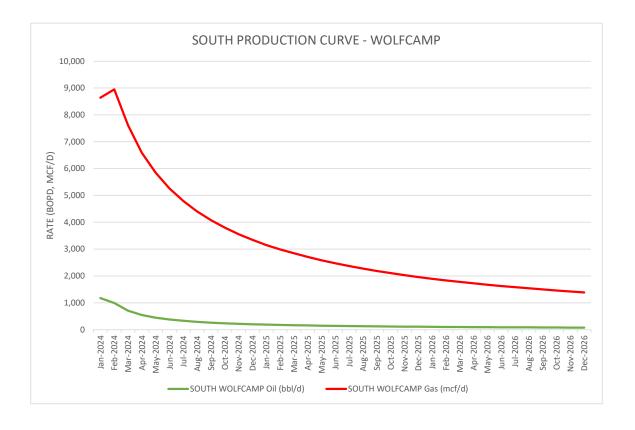
VIII. Best Management Practices

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

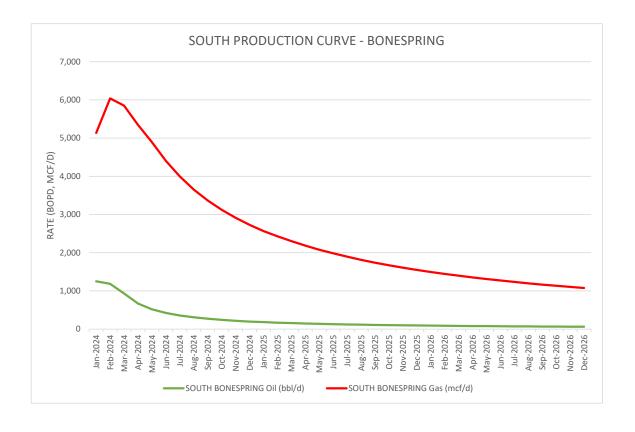
- Power Generation On lease
- oOnly a portion of gas is consumed operating the generator, remainder of gas will be flared
- •Compressed Natural Gas On lease
- oGas flared would be minimal, but might be uneconomical to operate when gas volume declines
- •NGL Removal On lease
- oPlants are expensive, residue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

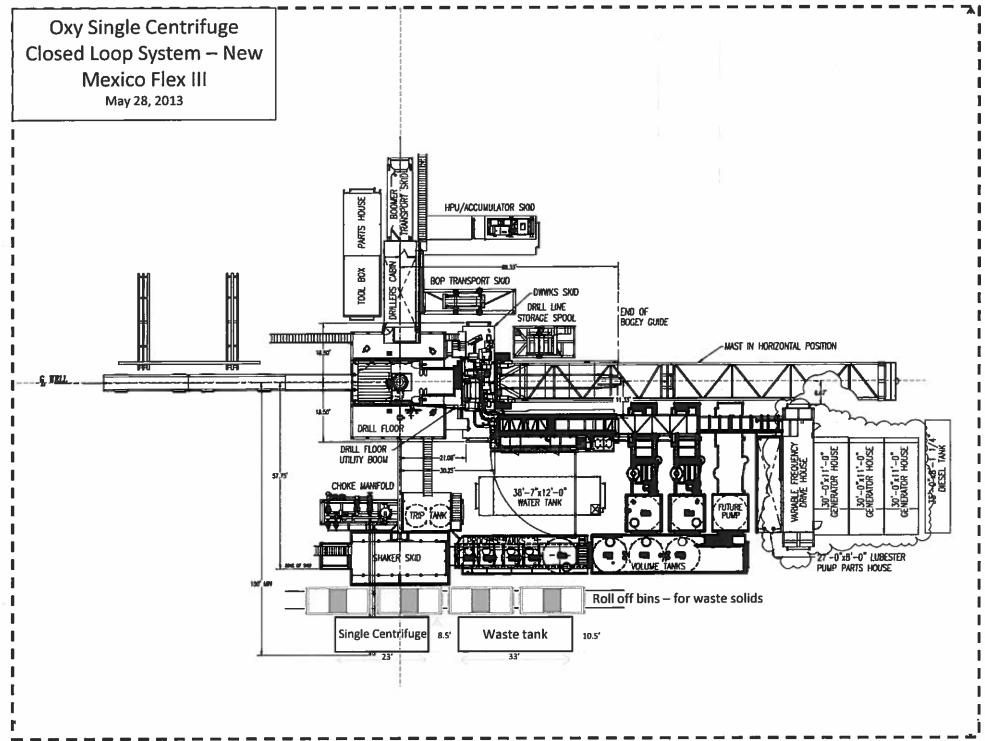
SOUTH WOLFCAMP							
Oil (bbl/d)	Gas (mcf/d)						
1,178	8,63						

	Oil (bbl/d)	Gas (mcf/d)	
Jan-2024	1,178	8,636	
Feb-2024	995	8,951	
Mar-2024	706	7,614	
Apr-2024	544	6,588	
May-2024	445	5,841	
Jun-2024	377	5,261	
Jul-2024	328	4,794	
Aug-2024	291	4,402	
Sep-2024	261	4,076	
Oct-2024	238	3,797	
Nov-2024	218	3,555	
Dec-2024	201	3,343	
Jan-2025	187	3,152	
Feb-2025	175	2,990	
Mar-2025	165	2,844	
Apr-2025	156	2,708	
May-2025	148	2,584	
Jun-2025	140	2,471	
Jul-2025	133	2,368	
Aug-2025	127	2,272	
Sep-2025	122	2,184	
Oct-2025	117	2,104	
Nov-2025	112	2,029	
Dec-2025	108	1,959	
Jan-2026	104	1,893	
Feb-2026	101	1,834	
Mar-2026	97	1,778	
Apr-2026	94	1,725	
May-2026	91	1,674	
Jun-2026	89	1,626	
Jul-2026	86	1,581	
Aug-2026	84	1,538	
Sep-2026	81	1,498	
Oct-2026	79	1,460	
Nov-2026	77	1,423	
Dec-2026	75	1,389	

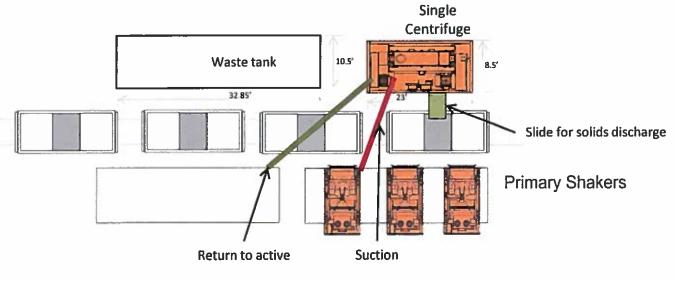


	SOUTH BONESPRING					
	Oil (bbl/d)	Gas (mcf/d)				
Jan-2024	1,250	5,135				
Feb-2024	1,184	6,041				
Mar-2024	933	5,849				
Apr-2024	670	5,349				
May-2024	517	4,893				
Jun-2024	421	4,401				
Jul-2024	355	3,994				
Aug-2024	306	3,652				
Sep-2024	270	3,368				
Oct-2024	240	3,125				
Nov-2024	217	2,915				
Dec-2024	197	2,731				
Jan-2025	181	2,566				
Feb-2025	167	2,426				
Mar-2025	155	2,301				
Apr-2025	145	2,184				
May-2025	136	2,078				
Jun-2025	127	1,982				
Jul-2025	120	1,894				
Aug-2025	114	1,812				
Sep-2025	108	1,739				
Oct-2025	102	1,670				
Nov-2025	98	1,607				
Dec-2025	93	1,549				
Jan-2026	89	1,493				
Feb-2026	85	1,444				
Mar-2026	82	1,398				
Apr-2026	79	1,353				
May-2026	76	1,311				
Jun-2026	73	1,271				
Jul-2026	71	1,234				
Aug-2026	68	1,198				
Sep-2026	66	1,165				
Oct-2026	64	1,133				
Nov-2026	62	1,104				
Dec-2026	60	1,075				









133			
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Oxy Single Centrifuge Closed Loop System – New Mexico Flex III May 28, 2013

Oxy USA Inc. - STERLING SILVER MDP1 33_4 FEDERAL COM 24H Drill Plan

1. Geologic Formations

TVD of Target (ft):	8774	Pilot Hole Depth (ft):	
Total Measured Depth (ft):	19595	Deepest Expected Fresh Water (ft):	455

Delaware Basin

Formation	MD-RKB (ft)	TVD-RKB (ft)	Expected Fluids
Rustler	455	455	
Salado	806	806	Salt
Castile	2737	2737	Salt
Delaware	4250	4250	Oil/Gas/Brine
Bell Canyon	4275	4275	Oil/Gas/Brine
Cherry Canyon	5150	5150	Oil/Gas/Brine
Brushy Canyon	6437	6434	Losses
Bone Spring	8085	8046	Oil/Gas
Bone Spring 1st			Oil/Gas
Bone Spring 2nd			Oil/Gas
Bone Spring 3rd			Oil/Gas
Wolfcamp			Oil/Gas
Penn			Oil/Gas
Strawn			Oil/Gas

^{*}H2S, water flows, loss of circulation, abnormal pressures, etc.

2. Casing Program

		V	ID	TVD					
	Hole	From	То	From	То	Csg.	Csg Wt.		
Section	Size (in)	(ft)	(ft)	(ft)	(ft)	OD (in)	(ppf)	Grade	Conn.
Surface	17.5	0	515	0	515	13.375	54.5	J-55	BTC
Salt	12.25	0	4350	0	4350	9.625	40	L-80 HC	BTC
Intermediate	8.75	0	8232	0	8187	7.625	26.4	L-80 HC	Wedge 425
Production	6.75	0	19595	0	8774	5.5	20	P-110	Wedge 461

All casing strings will be tested in accordance with 43 CFR part 3170 Subpart 3172

All Casing SF Values will meet or exceed							
those below							
SF	SF	Body SF	Joint SF				
Collapse	Burst	Tension	Tension				
1.00	1 100	1 /	1 /1				

Annular Clearance Variance Request

As per the agreement reached in the Oxy/BLM face-to-face meeting on Feb 22, 2018, Oxy requests permission to allow deviation from the 0.422" annular clearance requirement. Please see Annular Clearance Variance attachment for further details.

	Y or N
Is casing new? If used, attach certification as required in 43 CFR 3160	Y
Does casing meet API specifications? If no, attach casing specification sheet.	Y
Is premium or uncommon casing planned? If yes attach casing specification sheet.	Y
Does the above casing design meet or exceed BLM's minimum standards?	
If not provide justification (loading assumptions, casing design criteria).	Y
Will the intermediate pipe be kept at a minimum 1/3 fluid filled to avoid approaching	
the collapse pressure rating of the casing?	Y
the compressive runing of the cusing.	
Is well located within Capitan Reef?	N
If yes, does production casing cement tie back a minimum of 50' above the Reef?	1
Is well within the designated 4 string boundary.	+
Is well located in SOPA but not in R-111-P?	N
If yes, are the first 2 strings cemented to surface and 3 rd string cement tied back	
500' into previous casing?	
Is well located in R-111-P and SOPA?	Y
If yes, are the first three strings cemented to surface?	Y
Is 2 nd string set 100' to 600' below the base of salt?	Y
Is well located in high Cave/Karst?	N
If yes, are there two strings cemented to surface?	
(For 2 string wells) If yes, is there a contingency casing if lost circulation occurs?	
Is well located in critical Cave/Karst?	N
If yes, are there three strings cemented to surface?	

Created On: 8/15/2024 at 8:50 AM

Occidental - Permian New Mexico

3. Cementing Program

Section	Stage	Slurry:	Sacks	Yield (ft^3/ft)	Density (lb/gal)	Excess:	тос	Placement	Description
Surface	1	Surface - Tail	538	1.33	14.8	100%	-	Circulate	Class C+Accel.
Int.1	1	Intermediate - Tail	141	1.33	14.8	20%	3,850	Circulate	Class C+Accel.
Int.1	1	Intermediate - Lead	1014	1.73	12.9	50%	1	Circulate	Class Pozz+Ret.
Int. 2	1	Intermediate 1S - Tail	97	1.68	13.2	5%	6,687	Circulate	Class C+Ret., Disper.
Int. 2	2	Intermediate 2S - Tail BH	203	1.71	13.3	25%	3,850	Bradenhead Post-Frac	Class C+Accel.
Prod.	1	Production - Tail	672	1.84	13.3	25%	7,732	Circulate	Class C+Ret.

Offline Cementing Request

Oxy requests a variance to cement the 9.625" and/or 7.625" intermediate casing strings offline in accordance to the approved variance, EC Tran 461365. Please see Offline Cementing Variance attachment for further details.

Bradenhead CBL Request

Oxy requests permission to adjust the CBL requirement after bradenhead cement jobs, on 7-5/8" intermediate casings, as per the agreement reached in the OXY/BLM meeting on September 5, 2019. Please see Bradenhead CBL Variance attachment for further details.

4. Pressure Control Equipment

BOP installed and		Min.					TVD Depth	
tested before drilling	Size?	Required		Туре	✓	Tested to:	(ft) per	
which hole?		WP					Section:	
		5M		Annular	✓	70% of working pressure		
				Blind Ram	✓			
12.25" Hole	13-5/8"	5M		Pipe Ram		250 psi / 5000 psi	4350	
		Sivi		Double Ram	~	250 psi / 5000 psi		
			Other*					
	13-5/8"	5M		Annular	✓	70% of working pressure	8187	
		5M		Blind Ram	✓			
8.75" Hole				Pipe Ram		250 psi / 5000 psi		
				Double Ram	~	250 psi / 5000 psi		
			Other*					
		5M		Annular	✓	70% of working pressure		
				Blind Ram	✓			
6.75" Hole	13-5/8"			Pipe Ram		350 mai / 5000 mai	8774	
		5M		Double Ram	✓	250 psi / 5000 psi		
			Other*					

BOP/BOPE will be tested by an independent service company to 250 psi low and the high pressure indicated above per 43 CFR part 3170 Subpart 3172 requirements. The System may be upgraded to a higher pressure but still tested to the working pressure listed in the table above. If the system is upgraded all the components installed 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 BOP equipment will include a Kelly cock and floor safety valve (inside BOP) and choke lines and choke manifold.

^{*}Specify if additional ram is utilized

Created On: 8/15/2024 at 8:50 AM

Formation integrity test will be performed per 43 CFR part 3170 Subpart 3172.

On Exploratory wells or 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. Will be tested in accordance with 43 CFR part 3170 Subpart 3172.

A variance is requested for the use of a flexible choke line from the BOP to Choke Manifold. See attached for specs and hydrostatic test chart.

Are anchors required by manufacturer?

A multibowl or a unionized multibowl wellhead system will be employed. The wellhead and connection to the BOPE will meet all API 6A requirements. The BOP will be tested per 43 CFR part 3170 Subpart 3172 after installation on the surface casing which will cover testing requirements for a maximum of 30 days. If any seal subject to test pressure is broken the system must be tested. We will test the flange connection of the wellhead with a test port that is directly in the flange. We are proposing that we will run the wellhead through the rotary prior to cementing surface casing as discussed with the BLM on October 8, 2015.

See attached schematics.

BOP Break Testing Request

Oxy requests permission to adjust the BOP break testing requirements as per the agreement reached in the OXY/BLM meeting on September 5, 2019. Please see BOP Break Testing Variance attachment for further details.

Oxy will use Cameron ADAPT wellhead system that uses an OEC top flange connection. This connection has been fully vetted and verified by API to Spec 6A and carries an API monogram.

Occidental - Permian New Mexico

5. Mud Program

	Depth		Depth - TVD			Weight		Water
Section	From (ft)	To (ft)	From (ft)	To (ft)	Туре	Type weight (ppg) Visco		Loss
Surface	0	515	0	515	Water-Based Mud	8.6 - 8.8	40-60	N/C
Intermediate 1	515	4350	515	4350	Saturated Brine-Based or Oil-Based Mud	8.0 - 10.0	35-45	N/C
Intermediate 2	4350	8232	4350	8187	Water-Based or Oil- Based Mud	8.0 - 10.0	38-50	N/C
Production	8232	19595	8187	8774	Water-Based or Oil- Based Mud	8.0 - 9.6	38-50	N/C

Sufficient mud materials to maintain mud properties and meet minimum lost circulation and weight increase requirements will be kept on location at all times. The following is a general list of products: Barite, Bentonite, Gypsum, Lime, Soda Ash, Caustic Soda, Nut Plug, Cedar Fiber, Cotton Seed Hulls, Drilling Paper, Salt Water Clay, CACL2. Oxy will use a closed mud system.

What will be used to monitor the	PVT/MD Totco/Visual Monitoring
loss or gain of fluid?	PV1/IVID TOLCO/VISUAL MONITORING

6. Logging and Testing Procedures

Loggi	ing, Coring and Testing.
Yes	Will run GR from TD to surface (horizontal well – vertical portion of hole).
res	Stated logs run will be in the Completion Report and submitted to the BLM.
No	Logs are planned based on well control or offset log information.
No	Drill stem test? If yes, explain
No	Coring? If yes, explain

Addit	ional logs planned	Interval
No	Resistivity	
No	Density	
Yes	CBL	Production string
Yes	Mud log	Bone Spring – TD
No	PEX	

Created On: 8/15/2024 at 8:50 AM

Occidental - Permian New Mexico

7. Drilling Conditions

Condition	Specify what type and where?
BH Pressure at deepest TVD	4380 psi
Abnormal Temperature	No
BH Temperature at deepest TVD	151°F

Pump high viscosity sweeps as needed for hole cleaning. The mud system will be monitored visually/manually as well as with an electronic PVT. The necessary mud products for additional weight and fluid loss control will be on location at all times. Appropriately weighted mud will be used to isolate potential gas, oil, and water zones until such time as casing can be cemented into place for zonal

Hydrogen Sulfide (H2S) monitors will be installed prior to drilling out the surface shoe. If H2S is detected in concentrations greater than 100 ppm, the operator will comply with the provisions of 43 CFR part 3170 Subpart 3172. If Hydrogen Sulfide is encountered, measured values and formations will be provided to the BLM.

L		
	Ν	H2S is present
	Υ	H2S Plan attached

8. Other facets of operation

	Yes/No
Will the well be drilled with a walking/skidding operation? If yes, describe. We plan to drill the 3 well pad in batch by section: all surface sections, intermediate sections and production sections. The wellhead will be secured with a night cap whenever the rig is not over the well.	Yes
Will more than one drilling rig be used for drilling operations? If yes, describe. Oxy requests the option to contract a Surface Rig to drill, set surface casing, and cement for this well. If the timing between rigs is such that Oxy would not be able to preset surface, the Primary Rig will MIRU and drill the well in its entirety per the APD. Please see the attached document for information on the spudder rig.	Yes

Total Estimated Cuttings Volume: 1504 bbls

PRD NM DIRECTIONAL PLANS (NAD 1983) Sterling Silver MDP1 33_4 Federal Com Sterling Silver MDP1 33_4 Federal Com 24H

Wellbore #1

Plan: Permitting Plan

Standard Planning Report

07 February, 2023

Planning Report

TVD Reference:

MD Reference:

North Reference:

Database: HOPSPP

Project:

Site

Company: **ENGINEERING DESIGNS**

PRD NM DIRECTIONAL PLANS (NAD 1983)

Site: Sterling Silver MDP1 33_4 Federal Com Sterling Silver MDP1 33_4 Federal Com 24H Well:

Wellbore: Wellbore #1 Design: Permitting Plan Local Co-ordinate Reference:

Survey Calculation Method:

Well Sterling Silver MDP1 33_4 Federal Com 24H

RKB 26.5' @ 3410.50ft RKB 26.5' @ 3410.50ft

Grid

Minimum Curvature

Project PRD NM DIRECTIONAL PLANS (NAD 1983)

Map System: US State Plane 1983 System Datum: Mean Sea Level

North American Datum 1983 Geo Datum: Map Zone: New Mexico Eastern Zone

Using geodetic scale factor

Sterling Silver MDP1 33 4 Federal Com

Northing: 461.634.30 usft Site Position: Latitude: 32.267933 From: Easting: 709,709,04 usft Longitude: -103.788592 Map

Position Uncertainty: 49.91 ft Slot Radius: 13.200 in

Well Sterling Silver MDP1 33_4 Federal Com 24H

Well Position +N/-S 0.00 ft Northing: 462,533.94 usf Latitude: 32.270368 +E/-W 0.00 ft Easting: 712,404,45 usf Longitude: -103.779857 Wellhead Elevation: **Ground Level: Position Uncertainty** 1.00 ft ft 3,384.00 ft

Grid Convergence: 0.30°

Wellbore Wellbore #1

Magnetics **Model Name** Sample Date Declination Dip Angle Field Strength (°) (°) (nT) HDGM_FILE 12/31/2019 6.72 59.95 47,900.50000000

Design Permitting Plan Audit Notes: 0.00 Version: Phase: **PROTOTYPE** Tie On Depth: Vertical Section: Depth From (TVD) +N/-S +E/-W Direction (ft) (ft) (ft) (°) 0.00 181.63 0.00 0.00

Plan Survey Tool Program Date 2/6/2023 **Depth From** Depth To

(ft) Survey (Wellbore) **Tool Name** Remarks

0.00 19,594.95 Permitting Plan (Wellbore #1) B001Mb MWD+HRGM

OWSG MWD + HRGM

Plan Sections Measured Vertical Dogleg Build Turn Depth +N/-S Rate Depth Rate Rate Inclination **Azimuth** +E/-W **TFO** (ft) (°/100ft) (°/100ft) (°/100ft) (ft) (ft) (ft) (°) (°) **Target** (°) 0.00 0.00 0.00 0.00 0.00 0.00 0.00 0.00 0.00 0.00 5,907.00 0.00 0.00 5,907.00 0.00 0.00 0.00 0.00 0.00 0.00 6,444.15 12.00 222.39 6,440.24 41.37 -37.77 2.23 2.23 0.00 222.39 8,332.22 12.00 222.39 8,287.07 -331.17 -302.35 0.00 0.00 0.00 0.00 9.143.96 89.97 179.74 8,767,50 -897.37 -368.94 10.00 9.61 -5.25 -43.29 FTP (Sterling Silver 19,595.10 89.97 179.74 8,773.50 -11,348.40 -322.34 0.00 0.00 0.00 0.00 PBHL (Sterling

Planning Report

Database: HOPSPP

Company: ENGINEERING DESIGNS

Project: PRD NM DIRECTIONAL PLANS (NAD 1983)
Site: Sterling Silver MDP1 33_4 Federal Com

Well: Sterling Silver MDP1 33_4 Federal Com 24H

Wellbore: Wellbore #1

Design: Permitting Plan

Local Co-ordinate Reference:

TVD Reference: MD Reference: North Reference:

Survey Calculation Method:

Well Sterling Silver MDP1 33_4 Federal Com

24H

RKB 26.5' @ 3410.50ft RKB 26.5' @ 3410.50ft

Grid

Design:	Permitting Pla	an									
Planned Survey											
Measured Depth (ft)	Inclination (°)	Azimuth (°)	Vertical Depth (ft)	+N/-S (ft)	+E/-W (ft)	Vertical Section (ft)	Dogleg Rate (°/100ft)	Build Rate (°/100ft)	Turn Rate (°/100ft)		
0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00		
100.00	0.00	0.00	100.00	0.00	0.00	0.00	0.00	0.00	0.00		
200.00	0.00	0.00	200.00	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		
400.00	0.00	0.00	400.00	0.00	0.00	0.00	0.00	0.00	0.00		
500.00	0.00	0.00	500.00	0.00	0.00	0.00	0.00	0.00	0.00		
600.00	0.00	0.00	600.00	0.00	0.00	0.00	0.00	0.00	0.00		
700.00	0.00	0.00	700.00	0.00	0.00	0.00	0.00	0.00	0.00		
800.00	0.00	0.00	800.00	0.00	0.00	0.00	0.00	0.00	0.00		
900.00	0.00	0.00	900.00	0.00	0.00	0.00	0.00	0.00	0.00		
1,000.00	0.00	0.00	1,000.00	0.00	0.00	0.00	0.00	0.00	0.00		
1,100.00	0.00	0.00	1,100.00	0.00	0.00	0.00	0.00	0.00	0.00		
1,200.00	0.00	0.00	1,200.00	0.00	0.00	0.00	0.00	0.00	0.00		
1,300.00	0.00	0.00	1,300.00	0.00	0.00	0.00	0.00	0.00	0.00		
1,400.00	0.00	0.00	1,400.00	0.00	0.00	0.00	0.00	0.00	0.00		
1,500.00	0.00	0.00	1,500.00	0.00	0.00	0.00	0.00	0.00	0.00		
1,600.00	0.00	0.00	1,600.00	0.00	0.00	0.00	0.00	0.00	0.00		
1,700.00	0.00	0.00	1,700.00	0.00	0.00	0.00	0.00	0.00	0.00		
1,800.00	0.00	0.00	1,800.00	0.00	0.00	0.00	0.00	0.00	0.00		
1,900.00	0.00	0.00	1,900.00	0.00	0.00	0.00	0.00	0.00	0.00		
2,000.00	0.00	0.00	2,000.00	0.00	0.00	0.00	0.00	0.00	0.00		
2,100.00	0.00	0.00	2,100.00	0.00	0.00	0.00	0.00	0.00	0.00		
2,200.00	0.00	0.00	2,200.00	0.00	0.00	0.00	0.00	0.00	0.00		
2,300.00	0.00	0.00	2,300.00	0.00	0.00	0.00	0.00	0.00	0.00		
2,400.00	0.00	0.00	2,400.00	0.00	0.00	0.00	0.00	0.00	0.00		
2,500.00	0.00	0.00	2,500.00	0.00	0.00	0.00	0.00	0.00	0.00		
2,600.00	0.00	0.00	2,600.00	0.00	0.00	0.00	0.00	0.00	0.00		
2,700.00	0.00	0.00	2,700.00	0.00	0.00	0.00	0.00	0.00	0.00		
2,800.00	0.00	0.00	2,800.00	0.00	0.00	0.00	0.00	0.00	0.00		
2,900.00	0.00	0.00	2,900.00	0.00	0.00	0.00	0.00	0.00	0.00		
3,000.00	0.00	0.00	3,000.00	0.00	0.00	0.00	0.00	0.00	0.00		
3,100.00	0.00	0.00	3,100.00	0.00	0.00	0.00	0.00	0.00	0.00		
3,200.00	0.00	0.00	3,200.00	0.00	0.00	0.00	0.00	0.00	0.00		
3,300.00	0.00	0.00	3,300.00	0.00	0.00	0.00	0.00	0.00	0.00		
3,400.00	0.00	0.00	3,400.00	0.00	0.00	0.00	0.00	0.00	0.00		
3,500.00	0.00	0.00	3,500.00	0.00	0.00	0.00	0.00	0.00	0.00		
3,600.00	0.00	0.00	3,600.00	0.00	0.00	0.00	0.00	0.00	0.00		
3,700.00	0.00	0.00	3,700.00	0.00	0.00	0.00	0.00	0.00	0.00		
3,800.00	0.00	0.00	3,800.00	0.00	0.00	0.00	0.00	0.00	0.00		
3,900.00	0.00	0.00	3,900.00	0.00	0.00	0.00	0.00	0.00	0.00		
4,000.00 4,100.00 4,200.00 4,300.00 4,400.00	0.00 0.00 0.00 0.00 0.00	0.00 0.00 0.00 0.00 0.00	4,000.00 4,100.00 4,200.00 4,300.00 4,400.00	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	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		
4,500.00 4,600.00 4,700.00 4,800.00 4,900.00	0.00 0.00 0.00 0.00 0.00	0.00 0.00 0.00 0.00 0.00	4,500.00 4,600.00 4,700.00 4,800.00 4,900.00	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	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		
5,000.00	0.00	0.00	5,000.00	0.00	0.00	0.00	0.00	0.00	0.00		
5,100.00	0.00	0.00	5,100.00	0.00	0.00	0.00	0.00	0.00	0.00		
5,200.00	0.00	0.00	5,200.00	0.00	0.00	0.00	0.00	0.00	0.00		
5,300.00	0.00	0.00	5,300.00	0.00	0.00	0.00	0.00	0.00	0.00		

Planning Report

Database: HOPSPP

Company: ENGINEERING DESIGNS

Project: PRD NM DIRECTIONAL PLANS (NAD 1983)
Site: Sterling Silver MDP1 33_4 Federal Com

Well: Sterling Silver MDP1 33_4 Federal Com 24H

Wellbore: Wellbore #1

Design: Permitting Plan

Local Co-ordinate Reference:

TVD Reference: MD Reference: North Reference:

Survey Calculation Method:

Well Sterling Silver MDP1 33_4 Federal Com

24H

RKB 26.5' @ 3410.50ft RKB 26.5' @ 3410.50ft

Grid

Design:	Permitting Pia	211 							
Planned Survey									
Measured Depth (ft)	Inclination (°)	Azimuth (°)	Vertical Depth (ft)	+N/-S (ft)	+E/-W (ft)	Vertical Section (ft)	Dogleg Rate (°/100ft)	Build Rate (°/100ft)	Turn Rate (°/100ft)
5,400.00	0.00	0.00	5,400.00	0.00	0.00	0.00	0.00	0.00	0.00
5,500.00	0.00	0.00	5,500.00	0.00	0.00	0.00	0.00	0.00	0.00
5,600.00	0.00	0.00	5,600.00	0.00	0.00	0.00	0.00	0.00	0.00
5,700.00	0.00	0.00	5,700.00	0.00	0.00	0.00	0.00	0.00	0.00
5,800.00	0.00	0.00	5,800.00	0.00	0.00	0.00	0.00	0.00	0.00
5,900.00	0.00	0.00	5,900.00	0.00	0.00	0.00	0.00	0.00	0.00
5,907.00	0.00	0.00	5,907.00	0.00	0.00	0.00	0.00	0.00	0.00
6,000.00	2.08	222.39	5,999.98	-1.24	-1.14	1.28	2.23	2.23	0.00
6,100.00	4.31	222.39	6,099.82	-5.36	-4.89	5.50	2.23	2.23	0.00
6,200.00	6.54	222.39	6,199.36	-12.34	-11.27	12.66	2.23	2.23	0.00
6,300.00	8.78	222.39	6,298.47	-22.19	-20.25	22.75	2.23	2.23	0.00
6,400.00	11.01	222.39	6,396.97	-34.87	-31.84	35.76	2.23	2.23	0.00
6,444.15	12.00	222.39	6,440.24	-41.37	-37.77	42.43	2.23	2.23	0.00
6,500.00	12.00	222.39	6,494.87	-49.95	-45.60	51.22	0.00	0.00	0.00
6,600.00	12.00	222.39	6,592.68	-65.30	-59.61	66.96	0.00	0.00	0.00
6,700.00	12.00	222.39	6,690.50	-80.64	-73.63	82.70	0.00	0.00	0.00
6,800.00	12.00	222.39	6,788.31	-95.99	-87.64	98.44	0.00	0.00	0.00
6,900.00	12.00	222.39	6,886.13	-111.34	-101.65	114.18	0.00	0.00	0.00
7,000.00	12.00	222.39	6,983.95	-126.69	-115.66	129.92	0.00	0.00	0.00
7,100.00	12.00	222.39	7,081.76	-142.04	-129.68	145.66	0.00	0.00	0.00
7,200.00	12.00	222.39	7,179.58	-157.39	-143.69	161.41	0.00	0.00	0.00
7,300.00	12.00	222.39	7,277.40	-172.74	-157.70	177.15	0.00	0.00	0.00
7,400.00	12.00	222.39	7,375.21	-188.09	-171.72	192.89	0.00	0.00	0.00
7,500.00	12.00	222.39	7,473.03	-203.44	-185.73	208.63	0.00	0.00	0.00
7,600.00	12.00	222.39	7,570.85	-218.78	-199.74	224.37	0.00	0.00	0.00
7,700.00	12.00	222,39	7,668.66	-234.13	-213.75	240.11	0.00	0.00	0.00
7,800.00	12.00	222,39	7,766.48	-249.48	-227.77	255.85	0.00	0.00	0.00
7,900.00	12.00	222,39	7,864.29	-264.83	-241.78	271.59	0.00	0.00	0.00
8,000.00	12.00	222,39	7,962.11	-280.18	-255.79	287.33	0.00	0.00	0.00
8,100.00	12.00	222,39	8,059.93	-295.53	-269.81	303.07	0.00	0.00	0.00
8,200.00	12.00	222.39	8,157.74	-310.88	-283.82	318.81	0.00	0.00	0.00
8,300.00	12.00	222.39	8,255.56	-326.23	-297.83	334.55	0.00	0.00	0.00
8,332.22	12.00	222.39	8,287.07	-331.17	-302.35	339.62	0.00	0.00	0.00
8,400.00	17.55	206.82	8,352.62	-345.51	-311.72	354.22	10.00	8.19	-22.97
8,500.00	26.77	196.32	8,445.17	-380.66	-324.88	389.73	10.00	9.22	-10.50
8,600.00 8,700.00 8,800.00 8,900.00 9,000.00 9,100.00	36.38 46.14 55.97 65.84 75.72	191.01 187.69 185.32 183.44 181.84 180.37	8,530.28 8,605.37 8,668.16 8,716.73 8,749.61 8,765.81	-431.51 -496.52 -573.70 -660.72 -754.92	-336.91 -347.42 -356.11 -362.71 -367.01 -368.90	440.90 506.18 583.58 670.75 765.04 863.58	10.00 10.00 10.00 10.00 10.00 10.00	9.61 9.76 9.83 9.87 9.89 9.89	-5.32 -3.32 -2.37 -1.88 -1.60 -1.47
9,143.96 9,200.00 9,300.00 9,400.00 9,500.00	85.62 89.97 89.97 89.97 89.97 89.97	179.74 179.74 179.74 179.74 179.74	8,767.50 8,767.53 8,767.59 8,767.65 8,767.70	-853.45 -897.37 -953.41 -1,053.41 -1,153.41 -1,253.41	-368.90 -368.94 -368.69 -368.25 -367.80 -367.35	907.49 963.49 1,063.44 1,163.39 1,263.33	10.00 0.00 0.00 0.00 0.00	9.89 9.90 0.00 0.00 0.00 0.00	-1.47 -1.43 0.00 0.00 0.00 0.00
9,600.00	89.97	179.74	8,767.76	-1,353.41	-366.91	1,363.28	0.00	0.00	0.00
9,700.00	89.97	179.74	8,767.82	-1,453.41	-366.46	1,463.22	0.00	0.00	0.00
9,800.00	89.97	179.74	8,767.88	-1,553.40	-366.02	1,563.17	0.00	0.00	0.00
9,900.00	89.97	179.74	8,767.93	-1,653.40	-365.57	1,663.12	0.00	0.00	0.00
10,000.00	89.97	179.74	8,767.99	-1,753.40	-365.12	1,763.06	0.00	0.00	0.00
10,100.00	89.97	179.74	8,768.05	-1,853.40	-364.68	1,863.01	0.00	0.00	0.00
10,200.00	89.97	179.74	8,768.11	-1,953.40	-364.23	1,962.95	0.00	0.00	0.00
10,300.00	89.97	179.74	8,768.16	-2,053.40	-363.79	2,062.90	0.00	0.00	0.00

Planning Report

Database: HOPSPP

Company: ENGINEERING DESIGNS

Project: PRD NM DIRECTIONAL PLANS (NAD 1983)
Site: Sterling Silver MDP1 33_4 Federal Com

Well: Sterling Silver MDP1 33_4 Federal Com 24H

Wellbore: Wellbore #1

Design: Permitting Plan

Local Co-ordinate Reference:

TVD Reference: MD Reference:

North Reference: Survey Calculation Method: Well Sterling Silver MDP1 33_4 Federal Com

24H

RKB 26.5' @ 3410.50ft RKB 26.5' @ 3410.50ft

Grid

Design:	Permitting Pia	all							
Planned Survey									
Measured Depth (ft)	Inclination (°)	Azimuth (°)	Vertical Depth (ft)	+N/-S (ft)	+E/-W (ft)	Vertical Section (ft)	Dogleg Rate (°/100ft)	Build Rate (°/100ft)	Turn Rate (°/100ft)
10,400.00 10,500.00	89.97 89.97	179.74 179.74	8,768.22 8,768.28	-2,153.40 -2,253.40	-363.34 -362.90	2,162.85 2,262.79	0.00 0.00	0.00 0.00	0.00 0.00
10,600.00	89.97	179.74	8,768.34	-2,353.40	-362.45	2,362.74	0.00	0.00	0.00
10,700.00	89.97	179.74	8,768.39	-2,453.40	-362.00	2,462.68	0.00	0.00	0.00
10,800.00	89.97	179.74	8,768.45	-2,553.39	-361.56	2,562.63	0.00	0.00	0.00
10,900.00	89.97	179.74	8,768.51	-2,653.39	-361.11	2,662.58	0.00	0.00	0.00
11,000.00	89.97	179.74	8,768.57	-2,753.39	-360.67	2,762.52	0.00	0.00	0.00
11,100.00	89.97	179.74	8,768.62	-2,853.39	-360.22	2,862.47	0.00	0.00	0.00
11,200.00	89.97	179.74	8,768.68	-2,953.39	-359.77	2,962.41	0.00	0.00	0.00
11,300.00	89.97	179.74	8,768.74	-3,053.39	-359.33	3,062.36	0.00	0.00	0.00
11,400.00	89.97	179.74	8,768.80	-3,153.39	-358.88	3,162.31	0.00	0.00	0.00
11,500.00	89.97	179.74	8,768.85	-3,253.39	-358.44	3,262.25	0.00	0.00	0.00
11,600.00	89.97	179.74	8,768.91	-3,353.39	-357.99	3,362.20	0.00	0.00	0.00
11,700.00	89.97	179.74	8,768.97	-3,453.39	-357.54	3,462.15	0.00	0.00	0.00
11,800.00	89.97 89.97	179.74 179.74	8,769.03	-3,553.38 3,653.38	-357.10 -356.65	3,562.09	0.00	0.00 0.00	0.00
11,900.00 12,000.00	89.97 89.97	179.74 179.74	8,769.08 8,769.14	-3,653.38 -3,753.38	-356.65 -356.21	3,662.04 3,761.98	0.00 0.00	0.00	0.00 0.00
12.100.00	89.97	179.74	8,769.20	-3,853.38	-355.76	3.861.93	0.00	0.00	0.00
12,200.00	89.97	179.74	8,769.25	-3,953.38	-355.31	3,961.88	0.00	0.00	0.00
12,300.00	89.97	179.74	8,769.31	-4,053.38	-354.87	4,061.82	0.00	0.00	0.00
12,400.00	89.97	179.74	8,769.37	-4,153.38	-354.42	4,161.77	0.00	0.00	0.00
12,500.00	89.97	179.74	8,769.43	-4,253.38	-353.98	4,261.71	0.00	0.00	0.00
12,600.00	89.97	179.74	8,769.48	-4,353.38	-353.53	4,361.66	0.00	0.00	0.00
12,700.00	89.97	179.74	8,769.54	-4,453.38	-353.09	4,461.61	0.00	0.00	0.00
12,800.00	89.97	179.74	8,769.60	-4,553.37	-352.64	4,561.55	0.00	0.00	0.00
12,900.00	89.97	179.74	8,769.66	-4,653.37	-352.19	4,661.50	0.00	0.00	0.00
13,000.00	89.97	179.74	8,769.71	-4,753.37	-351.75	4,761.44	0.00	0.00	0.00
13,100.00	89.97	179.74	8,769.77	-4,853.37	-351.30	4,861.39	0.00	0.00	0.00
13,200.00	89.97	179.74	8,769.83	-4,953.37	-350.86	4,961.34	0.00	0.00	0.00
13,300.00	89.97	179.74	8,769.89	-5,053 . 37	-350.41	5,061.28	0.00	0.00	0.00
13,400.00	89.97	179.74	8,769.94	-5,153.37	-349.96	5,161.23	0.00	0.00	0.00
13,500.00	89.97	179.74	8,770.00	-5,253.37	-349.52	5,261.17	0.00	0.00	0.00
13,600.00	89.97	179.74	8,770.06	-5,353.37	-349.07	5,361.12	0.00	0.00	0.00
13,700.00	89.97	179.74	8,770.12	-5,453.37	-348.63	5,461.07	0.00	0.00	0.00
13,800.00	89.97	179.74	8,770.17	-5,553.36	-348.18	5,561.01	0.00	0.00	0.00
13,900.00	89.97	179.74	8,770.23	-5,653.36	-347.73	5,660.96	0.00	0.00	0.00
14,000.00	89.97	179.74	8,770.29	-5,753.36	-347.29	5,760.90	0.00	0.00	0.00
14,100.00	89.97	179.74	8,770.35	-5,853.36	-346.84	5,860.85	0.00	0.00	0.00
14,200.00	89.97	179.74	8,770.40	-5,953.36	-346.40	5,960.80	0.00	0.00	0.00
14,300.00	89.97	179.74	8,770.46	-6,053.36	-345.95	6,060.74	0.00	0.00	0.00
14,400.00 14,500.00	89.97	179.74	8,770.52	-6,153.36	-345.50	6,160.69	0.00	0.00	0.00
,	89.97	179.74	8,770.58	-6,253.36	-345.06	6,260.63	0.00	0.00	0.00
14,600.00	89.97	179.74	8,770.63	-6,353.36	-344.61	6,360.58	0.00	0.00	0.00
14,700.00	89.97	179.74	8,770.69	-6,453.36	-344.17	6,460.53	0.00	0.00	0.00
14,800.00	89.97	179.74	8,770.75	-6,553.35 6,653.35	-343.72	6,560.47	0.00	0.00	0.00
14,900.00 15,000.00	89.97 89.97	179.74 179.74	8,770 . 80 8,770 . 86	-6,653.35 -6,753.35	-343.28 -342.83	6,660.42 6,760.36	0.00 0.00	0.00 0.00	0.00 0.00
,									
15,100.00	89.97	179.74	8,770.92	-6,853.35	-342.38	6,860.31	0.00	0.00	0.00
15,200.00	89 <u>.</u> 97	179.74	8,770.98	-6,953.35 7,053.35	-341.94	6,960.26	0.00	0.00	0.00
15,300.00 15,400.00	89.97	179.74 170.74	8,771.03 8,771.00	-7,053.35 7.153.35	-341.49 341.05	7,060.20	0.00	0.00	0.00
15,400.00 15,500.00	89.97 89.97	179.74 179.74	8,771.09 8,771.15	-7,153.35 -7,253.35	-341.05 -340.60	7,160.15 7,260.09	0.00 0.00	0.00 0.00	0.00 0.00
15,600.00	89.97	179.74 170.74	8,771.21	-7,353.35 7,452.35	-340.15	7,360.04	0.00	0.00	0.00
15,700.00	89.97	179.74	8,771.26	-7,453.35	-339.71	7,459.99	0.00	0.00	0.00

Planning Report

Database: HOPSPP

Company: **ENGINEERING DESIGNS**

Project: PRD NM DIRECTIONAL PLANS (NAD 1983) Site: Sterling Silver MDP1 33_4 Federal Com Well: Sterling Silver MDP1 33_4 Federal Com 24H

Wellbore: Wellbore #1

Design: Permitting Plan Local Co-ordinate Reference:

TVD Reference: MD Reference: North Reference:

Survey Calculation Method:

Well Sterling Silver MDP1 33_4 Federal Com

24H

RKB 26.5' @ 3410.50ft RKB 26.5' @ 3410.50ft

Grid

nned Survey									
Measured Depth (ft)	Inclination (°)	Azimuth (°)	Vertical Depth (ft)	+N/-S (ft)	+E/-W (ft)	Vertical Section (ft)	Dogleg Rate (°/100ft)	Build Rate (°/100ft)	Turn Rate (°/100ft)
15,800.00	89.97	179.74	8,771.32	-7,553.34	-339.26	7,559.93	0.00	0.00	0.00
15,900.00	89.97	179.74	8,771.38	-7,653.34	-338.82	7,659.88	0.00	0.00	0.00
16,000.00	89.97	179.74	8,771.44	-7,753.34	-338.37	7,759.82	0.00	0.00	0.00
16,100.00	89.97	179.74	8,771.49	-7,853.34	-337.92	7,859.77	0.00	0.00	0.00
16,200.00	89.97	179.74	8,771.55	-7,953.34	-337.48	7,959.72	0.00	0.00	0.00
16,300.00	89.97	179.74	8,771.61	-8,053.34	-337.03	8,059.66	0.00	0.00	0.00
16,400.00	89.97	179.74	8,771.67	-8,153.34	-336.59	8,159.61	0.00	0.00	0.00
16,500.00	89.97	179.74	8,771.72	-8,253.34	-336.14	8,259.55	0.00	0.00	0.00
16.600.00	89.97	179.74	8,771,78	-8.353.34	-335.69	8,359,50	0.00	0.00	0.00
16,700.00	89.97	179.74	8,771.84	-8,453.34	-335.25	8,459.45	0.00	0.00	0.00
16.800.00	89.97	179.74	8,771,90	-8,553,33	-334.80	8,559.39	0.00	0.00	0.00
16,900.00	89.97	179.74	8,771.95	-8,653.33	-334.36	8,659.34	0.00	0.00	0.00
17,000.00	89.97	179.74	8,772.01	-8,753.33	-333.91	8,759.28	0.00	0.00	0.00
17,100.00	89.97	179.74	8,772.07	-8.853.33	-333.47	8.859.23	0.00	0.00	0.00
17,200.00	89.97	179.74	8,772.13	-8,953.33	-333.02	8,959.18	0.00	0.00	0.00
17,300.00	89.97	179.74	8,772.18	9.053.33	-332.57	9.059.12	0.00	0.00	0.00
17,400.00	89.97	179.74	8,772.24	-9,153.33	-332.13	9,159.07	0.00	0.00	0.00
17,500.00	89.97	179.74	8,772.30	-9,253.33	-331.68	9,259.01	0.00	0.00	0.00
17,600.00	89.97	179.74	8,772.35	-9,353.33	-331.24	9,358.96	0.00	0.00	0.00
17,700.00	89.97	179.74	8,772.41	-9,453.33	-330.79	9,458.91	0.00	0.00	0.00
17,700.00	89.97	179.74	8,772.47	-9,553.32	-330.79	9,558.85	0.00	0.00	0.00
17,900.00	89 . 97	179.74	8,772.53	-9,653.32 -9,653.32	-329.90	9,658.80	0.00	0.00	0.00
18,000.00	89.97	179.74	8,772.58	-9,753.32 -9,753.32	-329.45	9,758.74	0.00	0.00	0.00
18.100.00	89.97	179.74	8.772.64	-9.853.32	-329.01	9.858.69	0.00	0.00	0.00
18,200,00	89.97	179.74	8,772.70	-9,053.32 -9,953.32	-329.01	9,050.09	0.00	0.00	0.00
18,300.00	89.97	179.74	8,772.76	-9,953.32 -10,053.32	-328.11	10,058.58	0.00	0.00	0.00
18,400.00	89.97	179.74	8,772,81	-10,053.32	-327.67	10,056,56	0.00	0.00	0.00
18,500.00	89.97	179.74	8,772.87	-10,153.32	-327.07	10,156.55	0.00	0.00	0.00
18,600.00	89.97	179,74	8,772.93	-10,353.32	-326.78	10,358.42	0.00	0.00	0.00
18,700.00	89.97	179.74	8,772.99	-10,353.32	-326.76	10,356.42	0.00	0.00	0.00
18,800.00	89.97	179.74	8,773.04	-10,453.32	-325.88	10,456.37	0.00	0.00	0.00
	89.97 89.97	179.74	•		-325.88 -325.44	•	0.00	0.00	
18,900.00			8,773.10 9,773.16	-10,653.31		10,658.26			0.00
19,000.00	89.97	179.74	8,773.16	-10,753.31	-324.99	10,758.20	0.00	0.00	0.00
19,100.00	89.97	179.74	8,773.22	-10,853.31	-324.55	10,858.15	0.00	0.00	0.00
19,200.00	89.97	179.74	8,773.27	-10,953.31	-324.10	10,958.10	0.00	0.00	0.00
19,300.00	89.97	179.74	8,773.33	-11,053.31	-323.66	11,058.04	0.00	0.00	0.00
19,400.00	89.97	179.74	8,773.39	-11,153.31	-323.21	11,157.99	0.00	0.00	0.00
19,500.00	89.97	179.74	8,773.45	-11,253.31	-322.76	11,257.93	0.00	0.00	0.00
19,595.10	89.97	179.74	8,773.50	-11,348.40	-322.34	11,352.98	0.00	0.00	0.00

Design Targets									
Target Name - hit/miss target - Shape	Dip Angle (°)	Dip Dir. (°)	TVD (ft)	+N/-S (ft)	+E/-W (ft)	Northing (usft)	Easting (usft)	Latitude	Longitude
FTP (Sterling Silver - plan hits target cent - Point	0.00 ter	0.00	8,767.50	-897.37	-368.94	461,636.62	712,035.53	32,267907	-103.781065
PBHL (Sterling Silver - plan hits target cent - Point	0.00 ter	0.00	8,773.50	-11,348.40	-322.34	451,186.21	712,082.13	32.239180	-103.781089



Planning Report

TVD Reference:

MD Reference:

North Reference:

Database: HOPSPP

Company: ENGINEERING DESIGNS

Project: PRD NM DIRECTIONAL PLANS (NAD 1983)
Site: Sterling Silver MDP1 33_4 Federal Com
Well: Sterling Silver MDP1 33_4 Federal Com 24H

Wellbore: Wellbore #1

Design: Permitting Plan

Local Co-ordinate Reference:

Survey Calculation Method:

24H

RKB 26.5' @ 3410.50ft RKB 26.5' @ 3410.50ft

Well Sterling Silver MDP1 33_4 Federal Com

Grid

Formations							
	Measured Depth (ft)	Vertical Depth (ft)	Name	Lithology	Dip (°)	Dip Direction (°)	
	454.50	454.50	RUSTLER				
	805.50	805.50	SALADO				
	2,736.50	2,736.50	CASTILE				
	4,249.50	4,249.50	DELAWARE				
	4,274.50	4,274.50	BELL CANYON				
	5,149.50	5,149.50	CHERRY CANYON				
	6,437.27	6,433.50	BRUSHY CANYON				
	8,085.25	8,045.50	BONE SPRING				

Plan Annotations										
Measured	Vertical	Local Coordinates								
Depth (ft)	Depth (ft)	+N/-S (ft)	+E/-W (ft)	Comment						
5,907.00	5,907.00	0.00	0.00	Build 2°/100'						
6,444.15	6,440.23	-41.37	-37.77	Hold 12° Tangent						
8,332.22	8,287.08	-331.17	-302.35	KOP, Build & Turn 10°/100'						
9,143.96	8,767.50	-897.37	-368.94	Landing Point						
19,595.10	8,773.50	-11,348.40	-322.34	TD at 19595.10' MD						

PECOS DISTRICT DRILLING CONDITIONS OF APPROVAL

OPERATOR'S NAME: OXY USA INC.

WELL NAME & NO.: STERLING SILVER MDP1 33-4 FED COM 24H

LOCATION: Sec28, T23S, R31E

COUNTY: Eddy County, New Mexico

COA

H_2S	0	No	• Yes			
Potash /	O None	Secretary	• R-111-Q	Open Annulus		
WIPP	4-String Design: Ope	n 1st Int x 2nd Annulus (1	(ICP 2 below Relief Zone)			
Cave / Karst	• Low	Medium	O High	Critical		
Wellhead	Conventional	• Multibowl	O Both	Diverter		
Cementing	Primary Squeeze	☐ Cont. Squeeze	EchoMeter	☐ DV Tool		
Special Req	☐ Capitan Reef	☐ Water Disposal	✓ COM	Unit		
Waste Prev.	O Self-Certification	O Waste Min. Plan	• APD Submitted prior to 06/10/2024			
Additional	▼ Flex Hose	Casing Clearance	☐ Pilot Hole	Break Testing		
Language	▼ Four-String	Offline Cementing	☐ Fluid-Filled			

A. HYDROGEN SULFIDE

A Hydrogen Sulfide (H2S) Drilling Plan shall be activated AT SPUD. As a result, the Hydrogen Sulfide area must meet all requirements from 43 CFR 3176, which includes equipment and personnel/public protection items. If Hydrogen Sulfide is encountered, please provide measured values and formations to the BLM.

APD is within the R-111-Q defined boundary. Operator must follow all procedures and requirements listed within the updated order.

B. CASING

Set points in COA reflects requirements from BLM Geology. Please review.

- 1. The **13-3/8** inch surface casing shall be set at approximately **565** feet (a minimum of 70 feet (Eddy County) into the Rustler Anhydrite, above the salt, and below usable fresh water) and cemented to the surface. *BLM Geology Note: BLM proposes to set the surface casing at 565' Eddy county the Rustler fm. managing BLM identified groundwater zones and karst surface to groundwater transport structures.*
 - 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

Page 1 of 10

- 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 9-5/8 inch intermediate salt protection casing shall be set at approximately 4200 feet TVD. *Please set Salt Protection string prior to entering hydrocarbon bearing zone* (*Delaware*). The minimum required fill of cement behind the 9-5/8 inch intermediate 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, Capitan Reef, or potash.
- 3. The **7-5/8** inch second intermediate casing shall be set at approximately **8232** feet. The minimum required fill of cement behind the **7-5/8** inch intermediate casing is:

NOTE: CEMENT PROGRAM LISTED IN THE ATTACHED DRILL PLAN IS INADEQUATE TO COVER THE DEPTHS ON BOTH PRIMARY AND BRADENHEAD. PLEASE REVIEW VOLUMES PRIOR TO CEMENTING THE INTERVAL TO ACHIEVE REQUIREMENTS BELOW. KEEP CASING FULL FOR COLLAPSE SF.

Option 1 (Primary + Post Frac Bradenhead):

- Cement should tie-back 500 feet into the previous casing but not higher than
 USGS Marker Bed No. 126. Operator must verify top of cement per R-111-Q
 requirements. Submit results to the BLM. 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, Capitan
 Reef, or potash.
- ❖ A monitored open annulus will be incorporated during completion by leaving the Intermediate Casing 1 x Intermediate Casing 2 annulus un-cemented and monitored inside the Intermediate String. Operator must follow monitoring requirements listed within R-111-Q. Tieback requirements shall be met within 180 days.

Operator has proposed to pump down intermediate 1 x intermediate 2 annulus post completion. Operator must run Echo-meter to verify Cement Slurry/Fluid top in the

annulus OR operator shall run a CBL from TD of the intermediate 2 casing to surface after the second stage BH to verify TOC. Submit results to the BLM. No displacement fluid/wash out shall be utilized at the top of the cement slurry during second stage bradenhead when running Echo-meter if cement is required to surface. Adjust cement volume and excess based on a fluid caliper or similar method that reflects the as-drilled size of the wellbore.

Operator has proposed an open annulus completion in R-111-Q. Operator shall provide a method of verification pre-completion top of cement. Submit results to the BLM. Pressure monitoring device and Pressure Safety Valves must be installed at surface on both the intermediate annulus and the production annulus for the life of the well.

In the event of a casing failure during completion, the operator must contact the BLM at (575-706-2779) and (575-361-2822 Eddy County).

4. The 5-1/2 inch production casing shall be set at approximately 19,595 feet. The minimum required fill of cement behind the 5-1/2 inch production casing is:

Option 1 (Single Stage):

Cement should tie-back 500 feet into the previous casing but not higher than USGS Marker Bed No. 126. Operator must verify top of cement per R-111-Q requirements. Submit results to the BLM. 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, Capitan Reef, or potash.

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).
 - 1. Operator has proposed a multi-bowl wellhead assembly. Minimum working pressure of the blowout preventer (BOP) and related equipment (BOPE) required for drilling below the surface casing shoe shall be 5000 (5M) psi. Variance is approved to use a 5000 (5M) Annular which shall be tested to 3500 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 43 CFR 3172 must be followed.

D. SPECIAL REQUIREMENT (S)

Communitization Agreement

- The operator will submit a Communitization Agreement to the Santa Fe Office, 301 Dinosaur Trail Santa Fe, New Mexico 87508, at least 90 days before the anticipated date of first production from a well subject to a spacing order issued by the New Mexico Oil Conservation Division. The Communitization Agreement will include the signatures of all working interest owners in all Federal and Indian leases subject to the Communitization Agreement (i.e., operating rights owners and lessees of record), or certification that the operator has obtained the written signatures of all such owners and will make those signatures available to the BLM immediately upon request.
- The operator will submit an as-drilled survey well plat of the well completion, but are not limited to, those specified in 43 CFR 3171 and 3172.
- If the operator does not comply with this condition of approval, the BLM may take enforcement actions that include, but are not limited to, those specified in 43 CFR 3163.1.
- In addition, the well sign shall include the surface and bottom hole lease numbers. When the Communitization Agreement number is known, it shall also be on the sign.

BOPE Break Testing Variance

- BOPE Break Testing is ONLY permitted for intervals utilizing a 5M BOPE or less. (Annular preventer must be tested to a minimum of 70% of BOPE working pressure and shall be higher than the MASP.)
- BOPE Break Testing is NOT permitted to drilling the production hole section.
- Variance only pertains to the intermediate hole-sections and no deeper than the Bone Springs formation.
- While in transfer between wells, the BOPE shall be secured by the hydraulic carrier or cradle.
- Any well control event while drilling require notification to the BLM Petroleum Engineer (575-706-2779) prior to the commencement of any BOPE Break Testing operations.
- A full BOPE test is required prior to drilling the first deep intermediate hole section. If any subsequent hole interval is deeper than the first, a full BOPE test will be required. (200' TVD tolerance between intermediate shoes is allowable).
- The BLM is to be contacted (575-361-2822 Eddy County) 4 hours prior to BOPE tests.
- As a minimum, a full BOPE test shall be performed at 21-day intervals.
- In the event any repairs or replacement of the BOPE is required, the BOPE shall test as per 43 CFR 3172.
- If in the event break testing is not utilized, then a full BOPE test would be conducted.

Offline Cementing

Approved for surface and intermediate intervals. Notify the BLM prior to the commencement of any offline cementing procedure.

Casing Clearance Overlap clearance OK.

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)

Contact Eddy County Petroleum Engineering Inspection Staff:

Email or call the Carlsbad Field Office, 620 East Greene St., Carlsbad, NM 88220; **BLM NM CFO DrillingNotifications@BLM.GOV**; (575) 361-2822

- 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
 - i. Notify the BLM when moving in and removing the Spudder Rig.
 - ii. 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.
 - iii. BOP/BOPE test to be conducted per **43 CFR 3172** 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. For intervals in which cement to surface is required, cement to surface should be verified with a visual check and density or pH check to differentiate cement from spacer and drilling mud. The results should be documented in the driller's log and daily reports.

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.

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- 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 of both lead and tail cement, 2) until cement has been in place at least 8 hours. WOC time will be recorded in the driller's log. The casing integrity 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 integrity 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-Q 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 43 CFR 3172.
- 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:
 - i. Wellhead shall be installed by manufacturer's representatives, submit documentation with subsequent sundry.
 - ii. 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.
 - iii. Manufacturer representative shall install the test plug for the initial BOP test.
 - iv. Whenever any seal subject to test pressure is broken, all the tests in 43 CFR 3172.6(b)(9) must be followed.
 - v. 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.
 - i. 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 cement), 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).
 - ii. 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 cement plug. The BOPE test can be initiated after bumping the cement plug with the casing valve

- open. (only applies to single stage cement jobs, prior to the cement setting up.)
- iii. The tests shall be done by an independent service company utilizing a test plug not a cup or J-packer and can be initiated immediately with the casing valve open. The operator also has the option of utilizing an independent tester to test without a plug (i.e. against the casing) pursuant to 43 CFR 3172 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 8 hours or 500 pounds compressive strength, whichever is greater, prior to initiating the test (see casing segment as lead cement may be critical item).
- iv. 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.
- v. The results of the test shall be reported to the appropriate BLM office.
- vi. 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.
- vii. 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.
- viii. 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 43 CFR 3172.

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.

KPI -12/01/2024

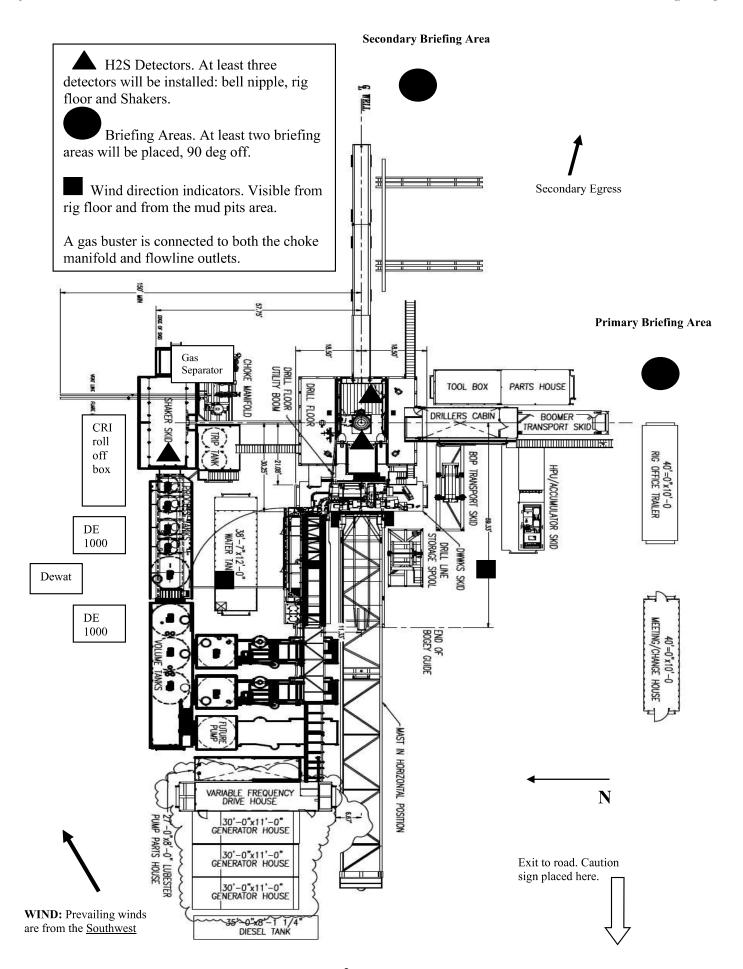


Permian Drilling Hydrogen Sulfide Drilling Operations Plan

Open drill site. No homes or buildings are near the proposed location.

1. Escape

Personnel shall escape upwind of wellbore in the event of an emergency gas release. Escape can take place through the lease road on the Southeast side of the location. Personnel need to move to a safe distance and block the entrance to location. If the primary route is not an option due to the wind direction, then a secondary egress route should be taken.





Permian Drilling Hydrogen Sulfide Drilling Operations Plan New Mexico

Scope

This contingency plan establishes guidelines for the public, all company employees, and contract employees who's work activities may involve exposure to hydrogen sulfide (H2S) gas.

While drilling this well, it is possible to encounter H2S bearing formations. At all times, the first barrier to control H2S emissions will be the drilling fluid, which will have a density high enough to control influx.

Objective

- 1. Provide an immediate and predetermined response plan to any condition when H2S is detected. All H2S detections in excess of 10 parts per million (ppm) concentration are considered an Emergency.
- 2. Prevent any and all accidents, and prevent the uncontrolled release of hydrogen sulfide into the atmosphere.
- 3. Provide proper evacuation procedures to cope with emergencies.
- 4. Provide immediate and adequate medical attention should an injury occur.

Discussion

Implementation: This plan with all details is to be fully implemented

before drilling to commence.

Emergency response

Procedure:

This section outlines the conditions and denotes steps

to be taken in the event of an emergency.

Emergency equipment

Procedure:

This section outlines the safety and emergency

equipment that will be required for the drilling of this

well.

Training provisions: This section outlines the training provisions that

must be adhered to prior to drilling.

Drilling emergency call lists: Included are the telephone numbers of all persons to

be contacted should an emergency exist.

Briefing: This section deals with the briefing of all people

involved in the drilling operation.

Public safety: Public safety personnel will be made aware of any

potential evacuation and any additional support

needed.

Check lists: Status check lists and procedural check lists have been

included to insure adherence to the plan.

General information: A general information section has been included to

supply support information.

Hydrogen Sulfide Training

All personnel, whether regularly assigned, contracted, or employed on an unscheduled basis, will receive training from a qualified instructor in the following areas prior to commencing drilling operations on the well:

- 1. The hazards and characteristics of H2S.
- 2. Proper use and maintenance of personal protective equipment and life support systems.
- 3. H2S detection.
- 4. Proper use of H2S detectors, alarms, warning systems, briefing areas, evacuation procedures and prevailing winds.
- 5. Proper techniques for first aid and rescue procedures.
- 6. Physical effects of hydrogen sulfide on the human body.
- 7. Toxicity of hydrogen sulfide and sulfur dioxide.
- 8. Use of SCBA and supplied air equipment.
- 9. First aid and artificial respiration.
- 10. Emergency rescue.

In addition, supervisory personnel will be trained in the following areas:

- 1. The effects of H2S on metal components. If high tensile strength tubular is to be used, personnel will be trained in their special maintenance requirements.
- 2. Corrective action and shut-in procedures when drilling a well, blowout prevention and well control procedures.
- 3. The contents and requirements of the H2S Drilling Operations Plan.

H2S training refresher must have been taken within one year prior to drilling the well. Specifics on the well to be drilled will be discussed during the pre-spud meeting. H2S and well control (choke) drills will be performed while drilling the well, at least on a weekly basis. This plan shall be available in the well site. All personnel will be required to carry the documentation proving that the H2S training has been taken.

Service company and visiting personnel

- A. Each service company that will be on this well will be notified if the zone contains H2S.
- B. Each service company must provide for the training and equipment of their employees before they arrive at the well site.
- C. Each service company will be expected to attend a well site

Emergency Equipment Requirements

1. Well control equipment

The well shall have hydraulic BOP equipment for the anticipated pressures. Equipment is to be tested on installation and follow Oxy Well Control standard, as well as 43 CFR part 3170 Subpart 3172.

Special control equipment:

- A. Hydraulic BOP equipment with remote control on ground. Remotely operated choke.
- B. Rotating head
- C. Gas buster equipment shall be installed before drilling out of surface pipe.

2. Protective equipment for personnel

- A. Four (4) 30-minute positive pressure air packs (2 at each briefing area) on location.
- B. Adequate fire extinguishers shall be located at strategic locations.
- C. Radio / cell telephone communication will be available at the rig.
 - Rig floor and trailers.
 - Vehicle.

3. Hydrogen sulfide sensors and alarms

- A. H2S sensor with alarms will be located on the rig floor, at the bell nipple, and at the flow line. These monitors will be set to alarm at 10 ppm with strobe light, and audible alarm.
- B. Hand operated detectors with tubes.
- C. H2S monitor tester (to be provided by contract Safety Company.)
- D. There shall be one combustible gas detector on location at all times.

4. Visual Warning Systems

A. One sign located at each location entrance with the following language:

Caution – potential poison gas Hydrogen sulfide No admittance without authorization *Wind sock – wind streamers:*

- A. One 36" (in length) wind sock located at protection center, at height visible from rig floor.
- B. One 36" (in length) wind sock located at height visible from pit areas.

Condition flags

A. One each condition flag to be displayed to denote conditions.

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green – normal conditions
yellow – potential danger
red – danger, H2S present
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B. Condition flag shall be posted at each location sign entrance.

5. <u>Mud Program</u>

The mud program is designed to minimize the risk of having H2S and other formation fluids at surface. Proper mud weight and safe drilling practices will be applied. H2S scavengers will be used to minimize the hazards while drilling. Below is a summary of the drilling program.

Mud inspection devices:

Garrett gas train or hatch tester for inspection of sulfide concentration in mud system.

6. <u>Metallurgy</u>

- A. Drill string, casing, tubing, wellhead, blowout preventers, drilling spools or adapters, kill lines, choke manifold, lines and valves shall be suitable for the H2S service.
- B. All the elastomers, packing, seals and ring gaskets shall be suitable for H2S service.

7. Well Testing

No drill stem test will be performed on this well.

8. Evacuation plan

Evacuation routes should be established prior to well spud for each well and discussed with all rig personnel.

9. <u>Designated area</u>

- A. Parking and visitor area: all vehicles are to be parked at a predetermined safe distance from the wellhead.
- B. There will be a designated smoking area.
- C. Two briefing areas on either side of the location at the maximum allowable distance from the well bore so they offset prevailing winds perpendicularly, or at a 45-degree angle if wind direction tends to shift in the area.

Emergency procedures

- A. In the event of any evidence of H2S level above 10 ppm, take the following steps:
 - 1. The Driller will pick up off bottom, shut down the pumps, slow down the pipe rotation.
 - 2. Secure and don escape breathing equipment, report to the upwind designated safe briefing / muster area.
 - 3. All personnel on location will be accounted for and emergency search should begin for any missing, the Buddy System will be implemented.
 - 4. Order non-essential personnel to leave the well site, order all essential personnel out of the danger zone and upwind to the nearest designated safe briefing / muster area.
 - 5. Entrance to the location will be secured to a higher level than our usual "Meet and Greet" requirement, and the proper condition flag will be displayed at the entrance to the location.
 - 6. Take steps to determine if the H2S level can be corrected or suppressed and, if so, proceed as required.
- B. If uncontrollable conditions occur:
 - 1. Take steps to protect and/or remove any public in the down-wind area from the rig partial evacuation and isolation. Notify necessary public safety personnel and appropriate regulatory entities (i.e. BLM) of the situation.

- 2. Remove all personnel to the nearest upwind designated safe briefing / muster area or off location.
- 3. Notify public safety personnel of safe briefing / muster area.
- 4. An assigned crew member will blockade the entrance to the location. No unauthorized personnel will be allowed entry to the location.
- 5. Proceed with best plan (at the time) to regain control of the well. Maintain tight security and safety procedures.

C. Responsibility:

- 1. Designated personnel.
 - a. Shall be responsible for the total implementation of this plan.
 - b. Shall be in complete command during any emergency.
 - c. Shall designate a back-up.

All personnel:

- 1. On alarm, don escape unit and report to the nearest upwind designated safe briefing / muster area upw
- 2. Check status of personnel (buddy system).
- 3. Secure breathing equipment.
- 4. Await orders from supervisor.

Drill site manager:

- 1. Don escape unit if necessary and report to nearest upwind designated safe briefing / muster area.
- 2. Coordinate preparations of individuals to return to point of release with tool pusher and driller (using the buddy system).
- 3. Determine H2S concentrations.
- 4. Assess situation and take control measures.

Tool pusher:

- 1. Don escape unit Report to up nearest upwind designated safe briefing / muster area.
- 2. Coordinate preparation of individuals to return to point of release with tool pusher drill site manager (using the buddy system).
- 3. Determine H2S concentration.
- 4. Assess situation and take control measures.

Driller:

1. Don escape unit, shut down pumps, continue

rotating DP.

- 2. Check monitor for point of release.
- 3. Report to nearest upwind designated safe briefing / muster area.
- 4. Check status of personnel (in an attempt to rescue, use the buddy system).
- 5. Assigns least essential person to notify Drill Site Manager and tool pusher by quickest means in case of their absence.
- 6. Assumes the responsibilities of the Drill Site Manager and tool pusher until they arrive should they be absent.

Derrick man Floor man #1 Floor man #2 1. Will remain in briefing / muster area until instructed by supervisor.

Mud engineer:

- 1. Report to nearest upwind designated safe briefing / muster area.
- 2. When instructed, begin check of mud for ph and H2S level. (Garett gas train.)

Safety personnel:

1. Mask up and check status of all personnel and secure operations as instructed by drill site manager.

Taking a kick

When taking a kick during an H2S emergency, all personnel will follow standard Well control procedures after reporting to briefing area and masking up.

Open-hole logging

All unnecessary personnel off floor. Drill Site Manager and safety personnel should monitor condition, advise status and determine need for use of air equipment.

Running casing or plugging

Following the same "tripping" procedure as above. Drill Site Manager and safety personnel should determine if all personnel have access to protective equipment.

Ignition procedures

The decision to ignite the well is the responsibility of the operator (Oxy Drilling Management). The decision should be made only as a last resort and in a situation where it is clear that:

- 1. Human life and property are endangered.
- 2. There is no hope controlling the blowout under the prevailing conditions at the well.

<u>Instructions</u> for igniting the well

- 1. Two people are required for the actual igniting operation. They must wear self-contained breathing units and have a safety rope attached. One man (tool pusher or safety engineer) will check the atmosphere for explosive gases with the gas monitor. The other man is responsible for igniting the well.
- 2. Primary method to ignite: 25 mm flare gun with range of approximately 500 feet.
- 3. Ignite upwind and do not approach any closer than is warranted.
- 4. Select the ignition site best for protection, and which offers an easy escape route.
- 5. Before firing, check for presence of combustible gas.
- 6. After lighting, continue emergency action and procedure as before.
- 7. All unassigned personnel will remain in briefing area until instructed by supervisor or directed by the Drill Site Manager.

<u>Remember</u>: After well is ignited, burning hydrogen sulfide will convert to sulfur dioxide, which is also highly toxic. <u>Do not assume the area is safe after the well is ignited.</u>

Status check list

Note: All items on this list must be completed before drilling to production casing point.

- 1. H2S sign at location entrance.
- 2. Two (2) wind socks located as required.
- 3. Four (4) 30-minute positive pressure air packs (2 at each Briefing area) on location for all rig personnel and mud loggers.
- 4. Air packs inspected and ready for use.
- 5. Cascade system and hose line hook-up as needed.
- 6. Cascade system for refilling air bottles as needed.
- 7. Condition flag on location and ready for use.
- 8. H2S detection system hooked up and tested.
- 9. H2S alarm system hooked up and tested.
- 10. Hand operated H2S detector with tubes on location.
- 11. 1-100' length of nylon rope on location.
- 12. All rig crew and supervisors trained as required.
- 13. All outside service contractors advised of potential H2S hazard on well.
- 14. No smoking sign posted and a designated smoking area identified.
- 15. Calibration of all H2S equipment shall be noted on the IADC report.

Procedural check list during H2S events

Perform each tour:

- 1. Check fire extinguishers to see that they have the proper charge.
- 2. Check breathing equipment to ensure that it in proper working order.
- 3. Make sure all the H2S detection system is operative.

Perform each week:

- 1. Check each piece of breathing equipment to make sure that demand or forced air regulator is working. This requires that the bottle be opened and the mask assembly be put on tight enough so that when you inhale, you receive air or feel air flow.
- 2. BOP skills (well control drills).
- 3. Check supply pressure on BOP accumulator stand by source.
- 4. Check breathing equipment mask assembly to see that straps are loosened and turned back, ready to put on.
- 5. Check pressure on breathing equipment air bottles to make sure they are charged to full volume. (Air quality checked for proper air grade "D" before bringing to location)
- 6. Confirm pressure on all supply air bottles.
- 7. Perform breathing equipment drills with on-site personnel.
- 8. Check the following supplies for availability.
 - A. Emergency telephone list.
 - B. Hand operated H2S detectors and tubes.

General evacuation plan

- 1. When the company approved supervisor (Drill Site Manager, consultant, rig pusher, or driller) determines the H2S gas cannot be limited to the well location and the public will be involved, he will activate the evacuation plan.
- 2. Drill Site Manager or designee will notify local government agency that a hazardous condition exists and evacuation needs to be implemented.
- 3. Company or contractor safety personnel that have been trained in the use of H2S detection equipment and self-contained breathing equipment will monitor H2S concentrations, wind directions, and area of exposure. They will delineate the outer perimeter of the hazardous gas area. Extension to the evacuation area will be determined from information gathered.
- 4. Law enforcement personnel (state police, police dept., fire dept., and sheriff's dept.) Will be called to aid in setting up and maintaining road blocks. Also, they will aid in evacuation of the public if necessary.
- 5. After the discharge of gas has been controlled, company safety personnel will determine when the area is safe for re-entry.

<u>Important:</u> Law enforcement personnel will not be asked to come into a contaminated area. Their assistance will be limited to uncontaminated areas. Constant radio contact will be maintained with them.

Emergency actions

Well blowout – if emergency

- 1. Evacuate all personnel to "Safe Briefing / Muster Areas" or off location if needed.
- 2. If sour gas evacuate rig personnel.
- 3. If sour gas evacuate public within 3000 ft radius of exposure.
- 4. Don SCBA and shut well in if possible using the buddy system.
- 5. Notify Drilling Superintendent and call 911 for emergency help (fire dept and ambulance) if needed.
- 6. Implement the Blowout Contingency Plan, and Drilling Emergency Action Plan.
- 6. Give first aid as needed.

Person down location/facility

- 1. If immediately possible, contact 911. Give location and wait for confirmation.
- 2. Don SCBA and perform rescue operation using buddy system.

Toxic effects of hydrogen sulfide

Hydrogen sulfide is extremely toxic. The acceptable ceiling concentration for eight-hour exposure is 10 ppm, which is .001% by volume. Hydrogen sulfide is heavier than air (specific gravity – 1.192) and colorless. It forms an explosive mixture with air between 4.3 and 46.0 percent by volume. Hydrogen sulfide is almost as toxic as hydrogen cyanide and is between five and six times more toxic than carbon monoxide. Toxicity data for hydrogen sulfide and various other gases are compared in table i. Physical effects at various hydrogen sulfide exposure levels are shown in table ii.

Table i Toxicity of various gases

Common name	Chemical formula	Specific gravity (sc=1)	Threshold limit (1)	Hazardous limit (2)	Lethal concentration (3)
Hydrogen Cyanide	Hen	0.94	10 ppm	150 ppm/hr	300 ppm
Hydrogen Sulfide	H2S	1.18	10 ppm	250 ppm/hr	600 ppm
Sulfur Dioxide	So2	2.21	5 ppm	-	1000 ppm
Chlorine	C12	2.45	1 ppm	4 ppm/hr	1000 ppm
Carbon Monoxide	Co	0.97	50 ppm	400 ppm/hr	1000 ppm
Carbon Dioxide	Co2	1.52	5000 ppm	5%	10%
Methane	Ch4	0.55	90,000 ppm	Combustib	le above 5% in air

- 1) threshold limit concentration at which it is believed that all workers may be repeatedly exposed day after day without adverse effects.
- 2) hazardous limit concentration that will cause death with short-term exposure.
- 3) lethal concentration concentration that will cause death with short-term exposure.

Toxic effects of hydrogen sulfide

Table ii Physical effects of hydrogen sulfide

		Concentration	Physical effects
Percent (%)	Ppm	Grains	
		100 std. Ft3*	
0.001	<10	00.65	Obvious and unpleasant odor.

0.002	10	01.30	Safe for 8 hours of exposure.
0.010	100	06.48	Kill smell in $3 - 15$ minutes. May sting eyes and throat.
0.020	200	12.96	Kills smell shortly; stings eyes and throat.
0.050	500	32.96	Dizziness; breathing ceases in a few minutes; needs prompt artificial respiration.
0.070	700	45.36	Unconscious quickly; death will result if not rescued promptly.
0.100	1000	64.30	Unconscious at once; followed by death within minutes.

^{*}at 15.00 psia and 60'f.

Use of self-contained breathing equipment (SCBA)

- 1. Written procedures shall be prepared covering safe use of SCBA's in dangerous atmosphere, which might be encountered in normal operations or in emergencies. Personnel shall be familiar with these procedures and the available SCBA.
- 2 SCBA's shall be inspected frequently at random to insure that they are properly used, cleaned, and maintained.
- 3. Anyone who may use the SCBA's shall be trained in how to insure proper face-piece to face seal. They shall wear SCBA's in normal air and then wear them in a test atmosphere. (note: such items as facial hair {beard or sideburns} and eyeglasses will not allow proper seal.) Anyone that may be reasonably expected to wear SCBA's should have these items removed before entering a toxic atmosphere. A special mask must be obtained for anyone who must wear eyeglasses or contact lenses.
- 4. Maintenance and care of SCBA's:
 - a. A program for maintenance and care of SCBA's shall include the following:
 - 1. Inspection for defects, including leak checks.
 - 2. Cleaning and disinfecting.
 - 3. Repair.
 - 4. Storage.
 - b. Inspection, self-contained breathing apparatus for emergency use shall be inspected monthly.
 - 1. Fully charged cylinders.
 - 2. Regulator and warning device operation.
 - 3. Condition of face piece and connections.
 - 4. Rubber parts shall be maintained to keep them pliable and prevent deterioration.
 - c. Routinely used SCBA's shall be collected, cleaned and disinfected as frequently as necessary to insure proper protection is provided.
- 5. Persons assigned tasks that requires use of self-contained breathing equipment shall be certified physically fit (medically cleared) for breathing equipment usage at least annually.
- 6. SCBA's should be worn when:
 - A. Any employee works near the top or on top of any tank unless test reveals less than 10 ppm of H2S.

- B. When breaking out any line where H2S can reasonably be expected.
- C. When sampling air in areas to determine if toxic concentrations of H2S exists.
- D. When working in areas where over 10 ppm H2S has been detected.
- E. At any time there is a doubt as to the H2S level in the area to be entered.

Rescue First aid for H2S poisoning

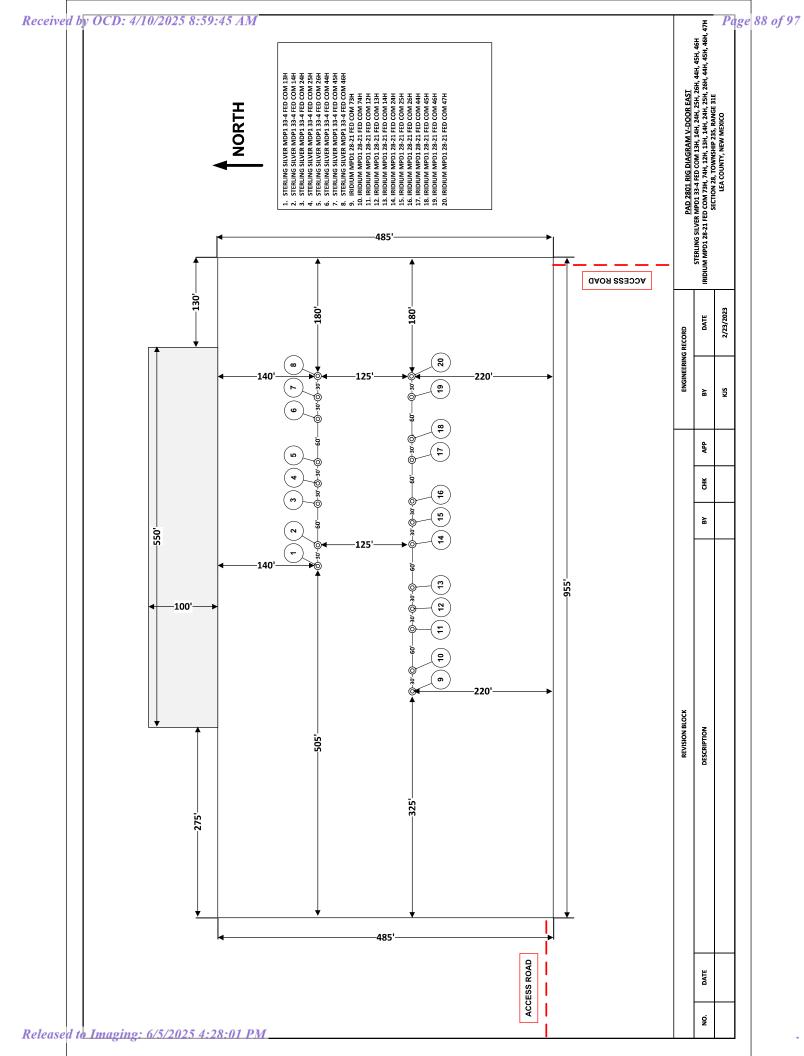
Do not panic!

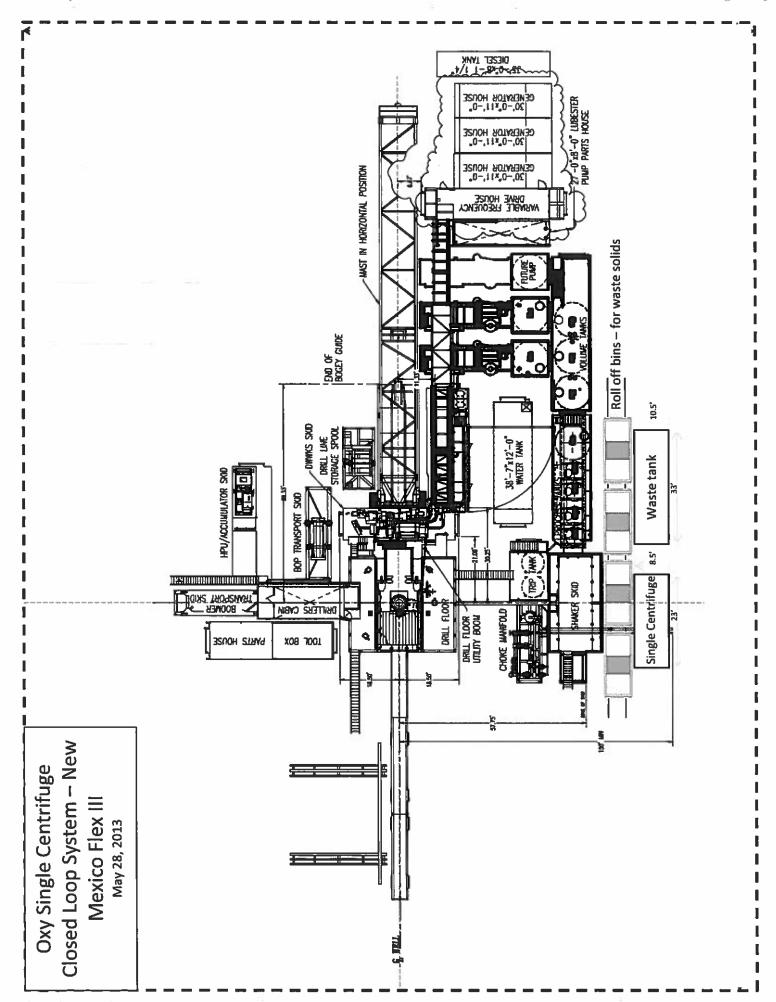
Remain calm – think!

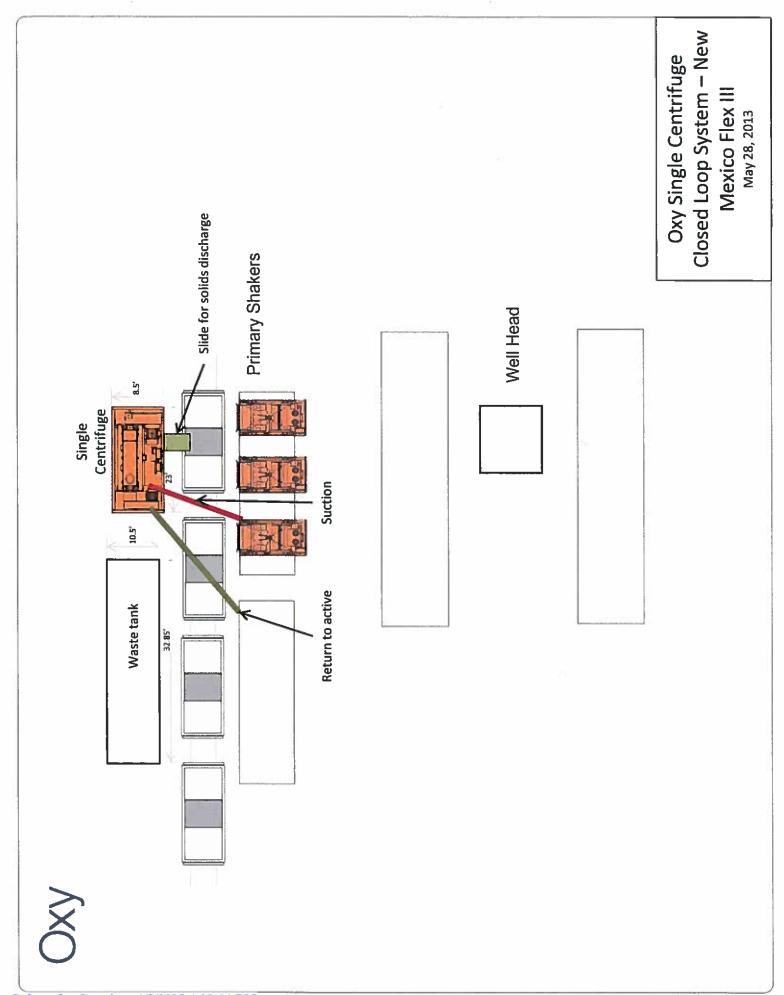
- 1. Don SCBA breathing equipment.
- 2. Remove victim(s) utilizing buddy system to fresh air as quickly as possible. (go up-wind from source or at right angle to the wind. Not down wind.)
- 3. Briefly apply chest pressure arm lift method of artificial respiration to clean the victim's lungs and to avoid inhaling any toxic gas directly from the victim's lungs.
- 4. Provide for prompt transportation to the hospital, and continue giving artificial respiration if needed.
- 5. Hospital(s) or medical facilities need to be informed, before-hand, of the possibility of H2S gas poisoning no matter how remote the possibility is.
- 6. Notify emergency room personnel that the victim(s) has been exposed to H2S gas.

Besides basic first aid, everyone on location should have a good working knowledge of artificial respiration.

Revised CM 6/27/2012







Released to Imaging: 6/5/2025 4:28:01 PM



SITE PLAN

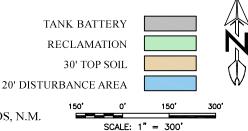
SNDDNS_T23S R31E_2801 SEC. 28 TWP. 23-S RGE. 31-E SURVEY: N.M.P.M.

COUNTY: LEA

OPERATOR: OXY USA, INC.

U.S.G.S. TOPOGRAPHIC MAP: LOS MEDANOS, N.M.

FAA PERMIT NEEDED: NO

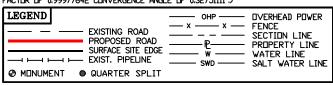


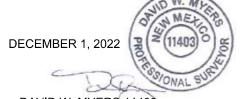
NAD 83
A E:(X)712764.45 LAT:32.26941430 D E:(X)712084.45 LAT:32.27075709 N:(Y)462188.94 LON:-103.77869770 D N:(Y)462673.94 LON:-103.78088961 G N:(Y)462673.94 LON:-103.77911019
$ B \begin{tabular}{ c c c c c c c c c c c c c c c c c c c$
C E:(X)711809.45 LAT:32.27076098 F E:(X)712634.45 LAT:32.27102417 N:(Y)462673.94 LON:-103.78177933 F N:(Y)462773.94 LON:-103.77910852
NAD 27
A E:(X)671580.89 LAT:32.26929124 D E:(X)670900.91 LAT:32.27063405 R:(Y)462129.63 LON:-103.77821232 D N:(Y)462614.62 LON:-103.78040412 G N:(Y)462614.62 LON:-103.77862474
B E:(X)670625.88 LAT:32.26930479 E E:(X)670900.91 LAT:32.27090893 H E:(X)671580.91 LAT:32.27062440 N:(Y)462129.63 LON:-103.78130197 E N:(Y)462714.62 LON:-103.78040245 H N:(Y)462614.62 LON:-103.77820416
C E:(X)670625.91 LAT:32.27063794 F E:(X)671450.91 LAT:32.27090113 N:(Y)462614.62 LON:-103.78129382 F N:(Y)462714.62 LON:-103.77862306
2" IRON PIPE W/GLO CAP FND FOR NE COR SEC 28 SECTION 28, T-23-5, R-31-E LINE TABLE NUMBER BEARING LENGTH L. SOUTH 268.47 L. South
10/24/2022 12/01/2022
DATE SURVEYED DATE DRAWN I, DAVID W. MYERS, NEW MEXICOL PROFESSIONAL SURVEYOR NO. 11403, DID HEREBY CERTIFY THAT THIS EASEMENT SURVEY PLAT AND THE ACTUAL REV. DATE I

I, Javij W. Wiels, New Mexicu Hadesslinal Surveyir nu 1943, jui Haelby Certify That Hils Easement Survey Hat and the actual L Survey on the Grund upon which it is based were perfored by Me or under My direct Supervision, that I am responsible for This survey, that this survey Mexis the modium standards for surveying in New Mexicu; and that it is true and correct to the Best of My knowledge and Belief. I futher certify that this survey is not a land division or subdivision as defined in the New Mexicol subdivision act and that this instrument is an easement survey plat crossing an existing tract or tracts.

BASIS OF BEARING

ALL BEARINGS AND COORDINATES REFER TO NAD 83, NEW MEXICO STATE PLANE COORDINATE SYSTEM, EAST ZONE, U.S. SURVEY FEET. (ALL BEARINGS, DISTANCES, COORDINATES AND AREAS ARE GRID MEASUREMENTS UTILIZING A COMBINED SCALE FACTOR OF 0.99977642 CONVERGENCE ANGLE OF 0.32751111°.)





PREPARED BY:
R-SQUARED GLOBAL, LLC
510 TRENTON STREET,
WEST MONROE, LA 71291
318-323-6900 OFFICE
JOB No. OXY_0003_IS
SHEET 1 OF 2

DAVID W. MYERS 11403



SITE PLAN

SNDDNS T23S R31E 2801 SEC. 28 TWP. 23-S RGE. 31-E SURVEY: N.M.P.M.

COUNTY: LEA

TANK BATTERY RECLAMATION 30' TOP SOIL

20' DISTURBANCE AREA





OPERATOR: OXY USA, INC.

U.S.G.S. TOPOGRAPHIC MAP: LOS MEDANOS, N.M.

FAA PERMIT NEEDED: NO

STERLING SILVER MDP1 33-4 FED COM 13H OXY USA, INC. 796' FSL 1,836' FEL, SECTION 28 NAD 83, SPCS NM EAST

X:712314.45' / Y:462533.94'
LAT:32.27036901N / LON:103.78014783W
NAD 27, SPCS NM EAST
X:671130.90' / Y:462474.62'
LAT:32.27024596N / LON:103.77966237W ELEVATION = 3,388'

WELL 5 STERLING SILVER MDP1 33-4 FED COM 26H OXY USA, INC.

795' FSL 1,686' FEL, SECTION 28 NAD 83, SPCS NM EAST X:712464.45' / Y:462533.94'

LAT:32.27036688N / LON:103.77966253W

NAD 27, SPCS NM EAST

X:671280.90' / Y:462474.62'

LAT:32.27024383N / LON:103.77917709W ELEVATION = 3,387

STERLING SILVER MDP1 33-4 FED COM 14H OXY USA, INC. 796' FSL 1,806' FEL, SECTION 28 NAD 83, SPCS NM EAST

NAU 63, SPCS NM EAST X:712344.45' / Y:462533.94' LAT:32.27036859N / LON:103.78005077W NAD 27, SPCS NM EAST X:671160.90' / Y:462474.62' LAT:32.27024553N / LON:103.77956531W

ELEVATION = 3,389'

WELL 6 STERLING SILVER MDP1 33-4 FED COM 44H OXY USA, INC. 795' FSL 1,626' FEL, SECTION 28 NAD 83, SPCS NM EAST

X:712524.45' / Y:462533.94'

LAT:32.27036603N / LON:103.77946841W

NAD 27, SPCS NM EAST

X:671340.90' / Y:462474.62'

LAT:32.27024298N / LON:103.77898297W

ELEVATION = 3,388

STERLING SILVER MDP1 33-4 FED COM 24H OXY USA, INC.

795' FSL 1,746' FEL, SECTION 28 NAD 83, SPCS NM EAST NAU 83, SPCS NM EAST X:712404.45' / Y:462533.94' LAT:32.27036773N / LON:103.77985665W NAU 27, SPCS NM EAST X:671220.90' / Y:462474.62' LAT:32.27024468N / LON:103.77937120W

ELEVATION = 3,371

WELL 7 STERLING SILVER MDP1 33-4 FED COM 45H OXY USA, INC. 794' FSL 1,596' FEL, SECTION 28 NAD 83, SPCS NM EAST

NAD 83, SPCS NM EAST

X:712554.45' / Y:462533.94'

LAT:32.27036561N / LON:103.77937135W

NAD 27, SPCS NM EAST

X:671370.90' / Y:462474.62'

LAT:32.27024255N / LON:103.77888591W

ELEVATION = 3,375

NAD 83, SPCS NM EAST

X:712584.45' / Y:462533.94'

LAT:32.27036518N / LON:103.77927429W

NAD 27, SPCS NM EAST

X:671400.90' / Y:462474.62'

LAT:32.27024213N / LON:103.77878886W

ELEVATION = 3,375'

STERLING SILVER MDP1 33-4 FED COM 25H OXY USA, INC.

795' FSL 1,716' FEL, SECTION 28 NAD 83, SPCS NM EAST X:712434.45' / Y:462533.94'

LAT:32.27036731N / LON:103.77975959W

NAD 27, SPCS NM EAST

X:671250.90' / Y:462474.62'

LAT:32.27024426N / LON:103.77927414W

ELEVATION = 3,373

WELL 8
STERLING SILVER MDP1 33-4 FED COM 46H
OXY USA, INC.
794' FSL 1,566' FEL, SECTION 28
NAD 83, SPCS NM EAST

WELL 9 IRIDIUM MDP1 28-21 FED COM 73H OXY USA, INC.

ELEVATION = 3,387

IRIDIUM MDP1 28-21 FED COM 74H OXY USA, INC.

WELL 10

ELEVATION = 3,387

WELL 11 IRIDIUM MDP1 28-21 FED COM 12H OXY USA, INC.

OXY USA, INC. TALL INC. INC. OXY USA, INC. O

ELEVATION = 3,389

WELL 12
IRIDIUM MDP1 28-21 FED COM 13H
OXY USA, INC.
671' FSL 1,897' FEL, SECTION 28
NAD 83, SPCS NM EAST

ELEVATION = 3,388

WELL 13 IRIDIUM MDP1 28-21 FED COM 14H OXY USA, INC.

671' FSL 1,867' FEL, SECTION 28 NAD 83, SPCS NM EAST X:712284.45' / Y:462408.94' LAT:32.27002584N / LON:103.78024697W NAD 27, SPCS NM EAST

X:671100.90' / Y:462349.62' LAT:32.26990279N / LON:103.77976153W ELEVATION = 3,387

WELL 14 IRIDIUM MDP1 28-21 FED COM 24H OXY USA, INC.

671' FSL 1,807' FEL, SECTION 28
NAD 83, SPCS NM EAST
X:712344.45' / Y:462408.94'
LAT:32.27002499N / LON:103.78005285W
NAD 27, SPCS NM EAST

X:671160.90' / Y:462349.62' LAT:32.26990194N / LON:103.77956741W ELEVATION = 3,374

WELL 15 IRIDIUM MDP1 28-21 FED COM 25H OXY USA, INC.

670' FSL 1,777' FEL, SECTION 28 NAD 83, SPCS NM EAST X:712374.45' / Y:462408.94' LAT:32.27002456N / LON:103.77995579W NAD 27, SPCS NM EAST

X:671190.90' / Y:462349.62' LAT:32.26990151N / LON:103.77947036W ELEVATION = 3,374

WELL 16 IRIDIUM MDP1 28-21 FED COM 26H OXY USA, INC.

670' FSL 1,747' FEL, SECTION 28 NAD 83, SPCS NM EAST X:712404.45' / Y:462408.94' LAT:32.27002414N / LON:103,77985873W NAD 27, SPCS NM EAST

X:671220.90' / Y:462349.62' LAT:32.26990108N / LON:103.77937330W ELEVATION = 3,386

WELL 17
IRIDIUM MDP1 28-21 FED COM 44H
OXY USA, INC.
670' FSL 1,687' FEL, SECTION 28
NAD 83, SPCS NM EAST | X:712464.45' | Y:462408.94' | X:712546.45' | Y:462408.94' | X:712554.45' | Y:462408.94' | X:712548.45' | Y:462408.94' | X:712554.45' | X:712564.45' | X:71

ELEVATION = 3,386

WELL 18

IRIDIUM MDP1 28-21 FED COM 45H OXY USA, INC. 670' FSL 1,657' FEL, SECTION 28 NAD 83, SPCS NM EAST

ELEVATION = 3,386

WELL 19

WELL 19
IRIDIUM MDP1 28-21 FED COM 46H
OXY USA, INC.
669' FSL 1,597' FEL, SECTION 28
NAD 83, SPCS NM EAST
X:712554.45' / Y:462408.94'
LAT:32.27002201N / LON:103.77937344W
NAD 27, SPCS NM EAST
Y:671370.90' / Y:462340.62'

ELEVATION = 3,376

WELL 20 ##LL 20
##RDIUM MDP1 28-21 FED COM 47H
0XY USA, INC.
669' FSL 1,567' FEL, SECTION 28
NAD 83, SPCS NM EAST

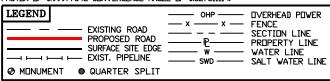
ELEVATION = 3,377

10/05/2022 11/30/2022 DATE SURVEYED DATE DRAWN

I, DAVID W. MYERS, NEW MEXICOL PROFESSIONAL SURVEYOR NO. 11403, DID HEREBY CERTIFY THAT THIS EASEMENT SURVEY PLAT AND THE ACTUAL REVIEW ON THE GROUND UPON WHICH IT IS BASED WERE PERFORMED BY ME OR UNDER MY DIRECT SUPERVISION. THAT I AM RESPINSIBLE FOR THIS SURVEY, THAT THIS SURVEY MEETS THE MINIMAN STANDARDS FOR SURVEYING IN NEW MEXICOL, AND THAT IT IS TRUE AND CORRECT TID THE BEST OF MY KNOWLEDGE AND BELLEF. I FUTHER CERTIFY THAT THIS SURVEY IS NOT A LAND DIVISION OR SUBDIVISION AS DEPINED IN THE NEW MEXICOL SUBDIVISION ACT AND THAT THIS SUSTRIMENT IS AN EASEMENT SURVEY PLAT CROSSING AN EXISTING TRACT OR TRACTS.

BASIS OF BEARING

ALL BEARINGS AND COORDINATES REFER TO NAD 83, NEW MEXICO STATE PLANE COURDINATE SYSTEM, EAST ZONE, U.S. SURVEY FEET. (ALL BEARINGS, DISTANCES, COORDINATES AND AREAS ARE GRID MEASUREMENTS UTILIZING A COMBINED SCALE FACTOR OF 0.99977642 CONVERGENCE ANGLE OF 0.32751111°.>

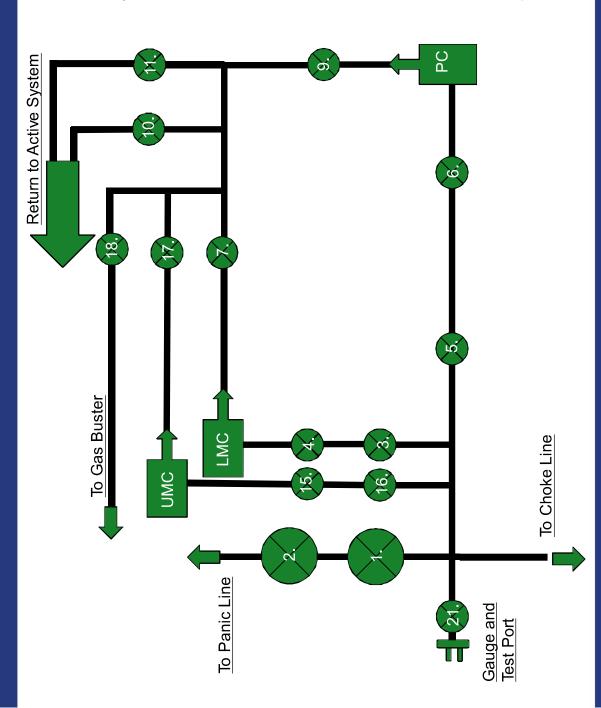






DATE

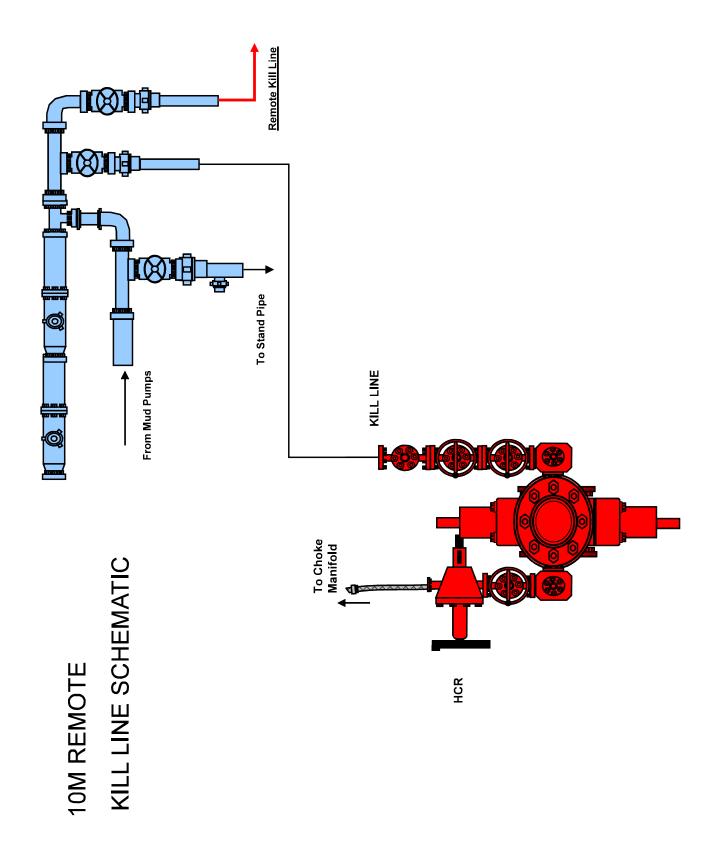
10M Choke Panel

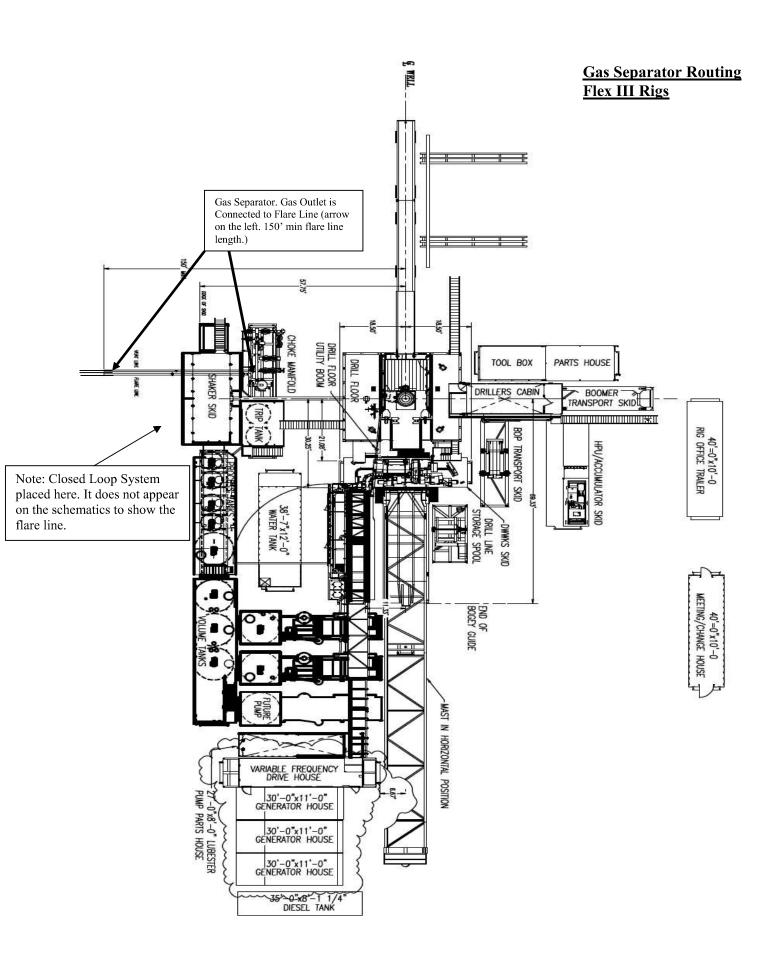


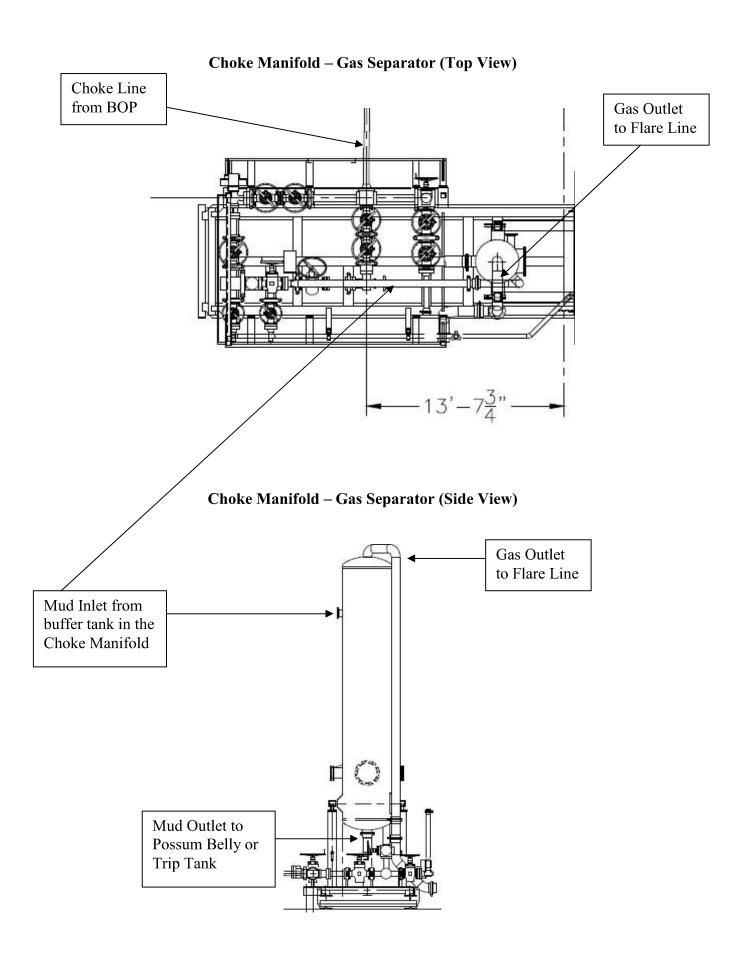
- Choke Manifold Valve Choke Manifold Valve
- Choke Manifold Valve Choke Manifold Valve
- Choke Manifold Valve Choke Manifold Valve 5.
 - Choke Manifold Valve
 - PC Power Choke
- 10. Choke Manifold Valve 11. Choke Manifold Valve Choke Manifold Valve
- 13. UMC Upper manual 12.LMC - Lower Manual
- 15. Choke Manifold Valve16. Choke Manifold Valve17. Choke Manifold Valve18. Choke Manifold Valve
- 21. Vertical Choke Manifold Valve

*All Valves 3" minimum









Sante Fe Main Office Phone: (505) 476-3441

General Information Phone: (505) 629-6116

Online Phone Directory https://www.emnrd.nm.gov/ocd/contact-us

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

CONDITIONS

Action 450729

CONDITIONS

Operator:	OGRID:
OXY USA INC	16696
P.O. Box 4294	Action Number:
Houston, TX 772104294	450729
	Action Type:
	[C-101] BLM - Federal/Indian Land Lease (Form 3160-3)

CONDITIONS

Created By	Condition	Condition Date
melissaguidry	Cement is required to circulate on both surface and intermediate1 strings of casing.	4/10/2025
melissaguidry	If cement does not circulate on any string, a Cement Bond Log (CBL) is required for that string of casing.	4/10/2025
ward.rikala	Notify the OCD 24 hours prior to casing & cement.	6/5/2025
ward.rikala	File As Drilled C-102 and a directional Survey with C-104 completion packet.	6/5/2025
ward.rikala	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.	6/5/2025
ward.rikala	Operator must comply with all of the R-111-Q requirements.	6/5/2025