Form 3160-5 (June 2015)	UNITED STATES	TFRIOR		•		M APPROV NO. 1004-	0137
B	UREAU OF LAND MANA	GEMENT		OCV	5. Lease Serial No.	January 31	1, 2018
SUNDRY Do not use th	NOTICES AND REPO is form for proposals to	RTS ON W drill or to re	enter arge	, and a second	NMNM02965/		Jame .
abandoned we	II. Use form 3160-3 (APL	0) for such <b>j</b>	propose .	21200	0. If Indian, Anouce		
SUBMIT IN	EPARTMENT OF THE IN UREAU OF LAND MANAGE NOTICES AND REPOI is form for proposals to II. Use form 3160-3 (APL TRIPLICATE - Other inst	ructions on	page 2 AUG	EL 2019	If Unit or CA/Ag	reement, N	ame and/or No.
1. Type of Well B Oil Well Gas Well Oth	her		R	<u>Ch</u>	8. Well Name and N MAGNOLIA 15	o. FED CON	1 745H
2. Name of Operator EOG RESOURCES INCORP	Contact: ORATEDE-Mail: Jayna_Hob	JAYNA HOB by@eogresol	BY irces.com		9. API Well No. 30-025-44403	-00-X1	
3a. Address PO BOX 2267 MIDLAND, TX 79702		3b. Phone No Ph: 432-68	o. (include area code) 36-6997		10. Field and Pool of WC025G09S2		ory Area -UP WOLFCAMP
4. Location of Well (Footage, Sec., 7	., R., M., or Survey Description)				11. County or Parisl	h, State	
Sec 15 T26S R33E NENE 74 32.048679 N Lat, 103.555664					LEA COUNTY	′, NM	
12. CHECK THE AI	PPROPRIATE BOX(ES)	TO INDICA	TE NATURE O	F NOTICE,	REPORT, OR OT	THER D	ATA
TYPE OF SUBMISSION			TYPE OI	FACTION			
Notice of Intent	Acidize	🗖 Dee	pen	Product	ion (Start/Resume)	۵W	ater Shut-Off
Subsequent Report	□ Alter Casing		Iraulic Fracturing	C Reclam		_	ell Integrity
	Casing Repair	—	v Construction			🔀 Ot Char	ther age to Original A
Final Abandonment Notice	<ul> <li>Change Plans</li> <li>Convert to Injection</li> </ul>	D Plug	g and Abandon Back	U Tempor	arily Abandon Disposal	PD	0 0
EOG respectfully requests an BHL, Name, TD. Change BHL to : 2540' FNL 6			this well to reflec	t changes in	pad Fiel DCD Ho	d Ol bbs	lfice
÷		e S	EE ATTAC	HED EC	מו	:	
Name change well number fro	m 711H to 745H	CON	DITIONS O	F APPR	OVAT		
Attached please find the follow Information & Revised Wellbo							
All Previous CO.	As Still App	y.Ex	icept For	the	Following:	<u>].[</u>	)
<ol> <li>I hereby certify that the foregoing is</li> <li>Corr</li> </ol>	Electronic Submission #4	RCES INCOR	PORATED, sent (	to the Hobbs		-	
Name (Printed/Typed) BEN HOC	HER		Title REGUL	ATORY AS	SOC.		
Signature (Electronic S	Submission)		Date 08/06/20	019	<u>, </u>		
	THIS SPACE FO	R FEDERA		OFFICE U	SE		
			TitlePETROLE		ER		Date 08/16/2019
Conditions of approval, if any, are attached certify that the applicant holds legal or equilibrium which would entitle the applicant to condu	itable title to those rights in the	not warrant or subject lease	Office Hobbs				
Title 18 U.S.C. Section 1001 and Title 43 States any false, fictitious or fraudulent s	U.S.C. Section 1212, make it a o		rson knowingly and	willfully to ma	ake to any department of	or agency o	of the United
(Instructions on page 2) <b>** BLM REV</b>	ISED ** BLM REVISED	** BLM R	EVISED ** BLN	I REVISED	) ** BLM REVISI		

### Revisions to Operator-Submitted EC Data for Sundry Notice #476794

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	Operator Submitted	BLM Revised (AFMSS)
Sundry Type:	APDCH NOI	APDCH NOł
Lease:	NMNM02965A	NMNM02965A
Agreement:		
Operator:	EOG RESOURCES INC P.O. BOX 2267 MIDLAND, TX 79702 Ph: 432-686-6997	EOG RESOURCES INCORPORATED PO BOX 2267 MIDLAND, TX 79702 Ph: 432.686.3689
Admin Contact:	JAYNA HOBBY REGULATORY SPECIALIST E-Mail: Jayna_Hobby@eogresources.com	JAYNA HOBBY REGULATORY SPECIALIST E-Mail: Jayna_Hobby@eogresources.com
	Ph: 432-686-6997	Ph: 432-686-6997
Tech Contact:	BEN HOCHER ENGINEERING ASSOCIATE E-Mail: Ben_Hocher@eogresouces.com Ph: 432-686-2623	BEN HOCHER REGULATORY ASSOC. E-Mail: Ben_Hocher@eogresources.com Ph: 432-636-3600
Location:		
State: County:	NM LEA	NM LEA
Field/Pool:	SANDERSTANK; UPR WOLFCAMP	WC025G09S263327G-UP WOLFCAMP
Well/Facility:	MAGNOLIA 15 FED COM 745H Sec 15 T26S R33E NENE 746FNL 1244FEL 32.048677 N Lat, 103.555664 W Lon	MAGNOLIA 15 FED COM 745H Sec 15 T26S R33E NENE 746FNL 1244FEL 32.048679 N Lat, 103.555664 W Lon

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# **EOG Resources - Midland**

Lea County, NM (NAD 83 NME) Magnolia 15 Fed Com #745H

ОН

Plan: Plan #0.1

# **Standard Planning Report**

23 July, 2019



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Database: Company: Project: Site: Well: Well: Wellbore:	EOG F Lea Co	000.14 Resources - Mi bunty, NM (NA Ilia 15 Fed Cor	D 83 NME)		TVD Refe MD Refer North Re	ence:		Well #745H KB = 25 @ 334 KB = 25 @ 334 Grid Minimum Curva	48.Ousft	
Design:	Plan #	0.1								
Project	Lea Cou	unty, NM (NAC	0 83 NME)					<u>.</u> .		
Map System:		Plane 1983			System Da	tum:	м	ean Sea Level		
Geo Datum:		erican Datum								
Map Zone:	New Mex	ico Eastern Zo	one							
Site	Magnoli	a 15 Fed Com		· · ·				· · · · ·		
Site Position:			No	rthing:	381	,905.00 usft	Latitude:			32° 2' 51.321
From:	Мар		Ea	sting:	780	),373.00 usft	Longitude:			103° 33' 42,598 \
Position Uncertainty	<i>ı</i> :	0.0	0 usft Slo	t Radius:		13-3/16 "	Grid Converg	jence:		0.41
Well	#745H									
Well Position	+N/-S	410	).0 usft	Northing:		382,315.00	)usft Lat	itude:		32° 2' 55.243
	+E/-W	1,908	.0 usft	Easting:		782,281.00	) usft Loi	ngitude:		103° 33' 20.396 \
Position Uncertainty	,	0	).0 usft	Weilhead Eleva	ition:		Gr	ound Level:		3,323.0 us
Wellbore	он	· · · · · ·					<u> </u>			
Magnetics	Mod	tel Name	San	n <b>ple Date</b>	Declina (°)		•	\ngle °)		Strength nT)
		IGRF2015		7/23/2019	.,	6,71	·	59.88		620.99301116
Design	Plan #0.	1			······					
Audit Notes:										
Version:			Ph	ase:	PLAN	ті	e On Depth:		0.0	
		,		(T) (D)	+N/-S		E/-W	Di	rection	
Vertical Section:			epth From) (usft)	(140)	(usft)	-	L'-VV Isft)	זוע	(°)	
			0.0	•	0,0	-	<b>0.0</b>	1	74.85	
							•			
Plan Survey Tool Pr	ogram	Date	7/23/2019	·· · · · · · · · · · · · · · · · · · ·						
Depth From	Depth				<b>T</b>		<b>D</b>			
° (usft)	(usfi		(Wellbore)		Tool Name		Remarks			
1 0.0	20,54	41.7 Plan #0.	.1 (OH)		MWD					
					OWSG MWD	- Standard				
						·		···· ,		······································
Plan Sections						Dogleg	Build	Turn		
Plan Sections Measured			Vertical							
Measured Depth Incl		Azimuth	Depth	+N/-S	+E/-W	Rate	Rate	Rate	TFO	
Measured Depth Incl	nation (°)	Azimuth (°)		+N/-S (usft)	+E/-W (üsft)			Rate (°/100usft)	TFO (°)	Target
Measured Depth Incl			Depth	(usft)		Rate	Rate			Target
Measured Depth Incl (usft)	(*)	(*)	Depth (usft)	<b>(usft)</b> 0.0	(ùsft)	Rate (*/100usft)	Rate (*/100usft)	(°/100usft)	(*)	Target
Measured Depth Incl (usft) 0.0	(*) 0.00	(*) 0.00	Depth (usft) 0,1	(usft) 0.0 0.0	( <b>usft)</b> 0.0	Rate (°/100usft) 0.00	Rate (*/100usft) 0.00	(°/100usft) 0.00	(°) 0.00	Target
Measured Depth Incl (usft) 0.0 1,200.0	(*) 0.00 0.00	(*) 0.00 0.00	Depth (usft) 0.1 1,200.0	(usft) ) 0.0 ) 0.0 2 23.9	(usft) 0.0 0.0	Rate (*/100usft) 0.00 0.00	Rate (*/100usft) 0.00 0.00	(*/100usft) 0.00 0.00	(°) 0.00 0.00	Target
Measured Depth Incl (usft) 0.0 1,200.0 1,621.8	(*) 0.00 0.00 8.44	(*) 0.00 0.00 39.64	Depth (usft) 0. 1,200. 1,620.	(usft) 0 0.0 0 0.0 2 23.9 3 675.1	(üsft) 0.0 0.0 19.8	Rate (*/100usft) 0.00 0.00 2.00	Rate (*/100usft) 0.00 0.00 2.00	(*/100usft) 0.00 0.00 0.00	(°) 0.00 0.00 39.64	Target
Measured Depth Incl (usft) 0.0 1,200.0 1,621.8 7,386.6	(*) 0.00 0.00 8.44 8.44	(*) 0.00 0.00 39.64 39.64	Depth (usft) 1,200.0 1,620.1 7,322.1 7,743.0 12,432.5	(usft) ) 0.0 2 23.9 3 675.1 ) 699.0 5 699.0	(üsft) 0.0 19.8 559.2 579.0 579.0	Rate (*/100usft) 0.00 2.00 0.00 2.00 0.00	Rate (*/100usft) 0.00 2.00 0.00 -2.00 0.00	(*/100usft) 0.00 0.00 0.00 0.00 0.00 0.00	(*) 0.00 39.64 0.00 180.00 0.00	Target KOP (Magnolia 15 Fe
Measured Depth Incl (usft) 0.0 1,200.0 1,621.8 7,386.6 7,808.4	(*) 0.00 0.00 8.44 8.44 0.00	(*) 0.00 39.64 39.64 0.00	Depth (usft) 1,200. 1,620. 7,322. 7,743.	(usft) ) 0.0 2 23.9 3 675.1 ) 699.0 5 699.0 0 221.6	(üsft) 0.0 19.8 559.2 579.0	Rate (*/100usft) 0.00 2.00 0.00 2.00	Rate (*/100usft) 0.00 0.00 2.00 0.00 -2.00	(*/100usft) 0.00 0.00 0.00 0.00	(*) 0.00 39.64 0.00 180.00 0.00 179.57	- -

7/23/2019 2:12:08PM



**Planning Report** 

Database:EDM 5000.14Company:EOG Resources - MidlandProject:Lea County, NM (NAD 83 NME)Site:Magnolia 15 Fed ComWell:#745HWellbore:OHDesign:Plan #0.1

#### Local Co-ordinate Reference: TVD Reference: MD Reference: North Reference: 'Survey Calculation Method:

Well #745H KB = 25 @ 3348.0usft KB = 25 @ 3348.0usft Grid Minimum Curvature

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nned Survey	· · ·	• • • • •			1997 - 1999 1997 - 1997				· · · · ·
Measured Depth	Inclination	Azimuth	Vertical Depth	`+N/-S	+E/-W	Vertical Section	Dogleg Rate	Bulid Rate	Turn Rate
(usft)	(°)	(°)	(usft)	(usft)	(usft)	(usft)	(°/100usft)	(°/100usft)	(°/100usft)
0.0	0.00	0.00	0.0	0.0	0.0	0.0	0.00	0.00	0.00
100.0	0.00	0.00	100.0	0.0	0.0	0.0	0.00	0.00	0.00
200.0	0.00	0.00	200.0	0.0	0.0	0.0	0.00	0.00	0.00
300.0	0.00	0.00	300.0	0.0	0.0	0.0	0.00	0.00	0.00
400.0	0.00	0.00	400.0	0.0	0.0	0.0	0.00	0.00	0.00
500.0	0.00	0.00	500.0	0.0	0.0	0.0	0.00	0.00	0.00
600.0	0.00	0.00	600.0	0.0	0.0	0.0	0.00	0.00	0.00
700.0	0.00	0.00	700.0	0.0	0.0	0.0	0.00	0.00	0.00
800.0	0.00	0.00	800.0	0.0	0.0	0.0	0.00	0.00	0.00
900.0	0.00	0.00	900.0	0.0	0.0	0.0	0.00	0.00	0.00
1,000.0	0.00	0.00	1,000.0	0.0	0,0	0.0	0.00	0.00	0.00
1,100.0	0.00	0.00	1,100.0	0.0	0.0	0.0	0.00	0.00	0.00
1,200.0	0.00	0.00	1,200.0	0.0	0.0	0.0	0.00	0.00	0.00
1,300.0	2.00	39,64	1,300.0	1.3	1,1	-1.2	2.00	2.00	0.00
1,400.0	4.00	39.64	1,399.8	5.4	4.5	-5.0	2.00	2.00	0.00
4 500 0									
1,500.0	6.00	39.64	1,499.5	12.1	10.0	-11.1	2.00	2.00	0.00
1,600.0	8.00	39.64	1,598.7	21.5	17.8	-19.8	2.00	2.00	0.00
1,621.8	8.44	39,64	1,620.2	23.9	19.8	-22.0	2.00	2.00	0.00
1,700.0	8.44	39.64	1,697,6	32.7	27.1	-30.1	0.00	0.00	0.00
1,800.0	8.44	39.64	1,796.5	44.0	36.4	-40.5	0.00	0.00	0.00
1,900.0	8,44	39.64	1,895,5	55.3	45.8	-51.0	0.00	0.00	0,00
2,000.0	8.44	39,64	1,994.4	66,6	55,2	-61.4	0.00	0.00	0,00
•							0.00		
2,100.0	8.44	39.64	2,093.3	77.9	64.5	-71.8		0.00	0.00
2,200.0	8.44	39.64	2,192.2	89.2	73.9	-82.2	0.00	0.00	0.00
2,300.0	8.44	39.64	2,291.1	100.5	83.2	-92.6	0.00	0.00	0.00
2,400.0	8.44	39.64	2,390.1	111.8	92.6	-103.0	0.00	0.00	0.00
2,500.0	8.44	39.64	2,489.0	123,1	102.0	-113.4	0.00	0.00	0.00
2,600.0	8.44	39.64	2,587.9	134.4	111.3		0.00	0.00	0.00
2,700.0	8.44	39.64	2,686.8	145.7	120.7		0.00	0.00	0.00
2,800.0	8.44	39.64	2,785.7	157.0	130.0	-144.7	0.00	0.00	0.00
2,000.0	0.44	39.04			130.0		0.00		0.00
2,900.0	8.44	39,64	2,884.6	168,3	139,4	-155.1	0.00	0.00	0.00
3,000.0	8.44	39,64	2,983.6	179.6	148.7	-165.5	0.00	0.00	0.00
3,100.0	8.44	39.64	3,082.5	190,9	158.1	-175.9	0.00	0.00	0.00
3,200.0	8.44	39.64	3,181.4	202,2	167.5	-186.3	0.00	0,00	0.00
3,300.0	8.44	39.64	3,280.3	213.5	176.8	-196.7	0.00	0.00	0.00
3,400.0	8.44	39.64	3,379.2	224.8	186.2	-207.1	0.00	0.00	0.00
3,500.0	8.44	39.64	3,478.2	236,1	195.5	-217.5	0.00	0.00	0.00
3,600.0	8.44	39.64	3,577.1	247.4	204.9	-227.9	0.00	0.00	0.00
3,700.0	8.44	39.64	3,676.0	258.6	214.2	-238.4	0.00	0.00	0.00
3,800.0	8.44	39.64	3,774.9	269.9	223.6	-248.8	0.00	0.00	0.00
2 000 0	0.44	<b>39.64</b> `		204 0		250.2	0.00	0.00	0.00
3,900.0	8.44	39.64	3,873.8	281.2	233.0	-259.2	0.00	0.00	0.00
4,000.0	8.44	39.64	3,972.7	292.5	242.3	-269.6	0.00	0.00	0.00
4,100.0	8.44	39.64	4,071.7	303.8	251.7	-280.0	0.00	0.00	0.00
4,200.0	8,44	39.64	4,170.6	315,1	261.0	-290.4	0.00	0.00	0.00
4,300.0	8.44	39.64	4,269.5	326.4	270.4	-300.8	0.00	0.00	0.00
4 400 0	0 4 4	20.64	4 369 4	7 7 7 6	270.7	244 2	0.00	0.00	0.00
4,400.0	8.44	39.64	4,368.4	337.7	279.7	-311.2	0.00	0.00	0.00
4,500.0	8.44	39.64	4,467.3	349.0	289.1	-321.6	0.00	0.00	0.00
4,600.0	8.44	39.64	4,566.3	360.3	298,5	-332.0	0.00	0.00	0.00
4,700.0	8.44	39.64	4,665.2	371.6	307.8	-342.5	0.00	0.00	0.00
4,800.0	8.44	39.64	4,764.1	382.9	317.2	-352.9	0.00	0.00	0.00
4 000 0									
4,900.0	8.44	39.64	4,863.0	394.2	326.5	-363.3	0.00	0.00	0.00
5,000.0	8.44	39.64	4,961.9	405.5	335.9	-373.7	0.00	0.00	0.00
5,100.0	8.44	39,64	5,060.8	416.8	345.3	-384,1	0.00	0.00	0.00
5,200.0	8.44	39.64	5,159.8	428.1	354.6	-394.5	0.00	0.00	0.00



**Planning Report** 

Database: E Company: E Project: L Site: N Well: # Wellbore: C Design: P

Planned Survey

EDM 5000.14 EOG Resources - Midland Lea County, NM (NAD 83 NME) Magnolia 15 Fed Com #745H OH Plan #0.1 Local Co-ordinate Reference: TVD Reference: MD Reference: North Reference: Survey Calculation Method: Well #745H KB = 25 @ 3348.0usft KB = 25 @ 3348.0usft Grid Minimum Curvature

Vertical Vertical Build Turn Measured Doglég Depth Depth +N/-S +E/-W Section Rate Rate Rate Inclination Azimuth (usft) (usft) (usft) (°/100usft) (°/100usft) (\*/100usft) (usft) (°) (°) (usft) 5,300.0 8.44 39.64 5,258.7 439.4 364.0 -404.9 0.00 0.00 0.00 5,400.0 8.44 39.64 5,357.6 450.7 373.3 -415.3 0.00 0.00 0.00 5,500.0 8.44 39.64 5,456.5 462.0 382.7 -425.7 0.00 0.00 0.00 5.600.0 8.44 39.64 5.555 4 392.0 -436.2 0.00 0 00 473.3 0 00 5,700.0 8.44 39,64 5,654.4 484.6 401.4 -446.6 0.00 0.00 0.00 5,800.0 8.44 39.64 5,753.3 495.9 410.8 -457.0 0.00 0.00 0.00 5,900.0 8.44 39.64 5,852.2 507.2 420.1 -467.4 0.00 0.00 0.00 6,000.0 8.44 39.64 5,951,1 518.5 429.5 -477.8 0.00 0.00 0.00 438.8 6.100.0 8 44 39 64 6.050.0 529.8 -488 2 0.00 0.00 0.00 6,200.0 8.44 39.64 6,148.9 541.1 448.2 -498.6 0.00 0,00 0.00 6,300.0 8.44 39.64 6,247.9 552.4 457.5 -509.0 0.00 0.00 0.00 6,400.0 8.44 39.64 6,346.8 563.7 466.9 -519.4 0.00 0.00 0.00 6,500.0 8.44 39.64 6,445.7 575.0 476.3 -529.9 0.00 0.00 0.00 6,600,0 6,544.6 8.44 39.64 586.3 485.6 -540.3 0.00 0.00 0.00 6,700.0 8.44 39.64 6.643.5 597.6 495.0 -550.7 0.00 0,00 0,00 608,9 504.3 -561.1 6.800.0 8.44 39.64 6,742.5 0.00 0.00 0.00 6,900.0 8.44 39.64 6,841.4 620.2 513.7 -571.5 0.00 0.00 0.00 7,000.0 8.44 39.64 6,940.3 631.5 523.0 -581.9 0.00 0.00 0.00 7,100.0 8.44 39.64 7.039.2 -592.3 642.8 532.4 0.00 0.00 0.00 7,200.0 8.44 39.64 7,138.1 654.0 541.8 -602.7 0.00 0.00 0.00 551.1 -613.1 7,300.0 8.44 39.64 7,237.0 665.3 0.00 0.00 0.00 7,386.6 8.44 39.64 7,322.8 675.1 559,2 -622.2 0.00 0.00 0.00 7,400.0 8,17 39,64 7,336,0 676.6 560.5 -623.5 2.00 -2.00 0,00 7.500.0 -632.4 39 64 7.435 2 686 2 568.4 2 00 -2 00 0.00 6 17 7,600.0 4.17 39.64 7,534.8 693.2 574.2 -638.8 2.00 -2.00 0.00 7,700.0 7,634,6 -642.7 2.17 39.64 697.4 577.7 2.00 -2.00 0.00 7,808.4 0.00 0.00 7,743.0 699.0 579.0 -644.1 2.00 -2.00 0.00 7,900.0 0.00 0.00 7,834.6 699.0 579.0 -644.1 0.00 0.00 0.00 7.934.6 -644.1 8.000.0 0.00 0.00 699.0 579.0 0.00 0.00 0.00 8,100.0 0.00 0.00 8.034.6 699.0 579.0 -644.1 0.00 0.00 0.00 579.0 -644.1 8,200.0 0.00 0.00 8,134.6 699.0 0.00 0.00 0.00 8,300.0 0.00 0.00 8,234.6 699.0 579.0 -644.1 0.00 0.00 0.00 8,400.0 0.00 0.00 8,334.6 699.0 579.0 -644.1 0.00 0.00 0.00 8,500,0 0,00 0.00 8,434,6 699.0 579.0 -644.1 0.00 0.00 0,00 8.600.0 0.00 8.534.6 699.0 -644.1 0.00 579.0 0.00 0.00 0.00 8,700.0 0.00 0.00 8,634.6 699.0 579.0 -644.1 0.00 0.00 0.00 0.00 8,800.0 0.00 0.00 8,734.6 699 0 579.0 -644 1 0.00 0.00 8,900.0 0.00 0,00 8,834.6 699.0 579.0 -644.1 0.00 0.00 0.00 -644.1 9,000.0 0.00 0.00 8,934.6 699.0 579.0 0.00 0,00 0.00 699.0 9,100.0 0.00 0.00 9.034.6 579.0 -644.1 0.00 0.00 0.00 9,200.0 0.00 0.00 9,134.6 699.0 579.0 -644.1 0.00 0.00 0.00 9,300.0 0.00 0.00 9,234.6 699 0 579.0 -644.1 0.00 0.00 0.00 9,400.0 0.00 0.00 9,334.6 699.0 579.0 -644.1 0.00 0.00 0.00 9.500.0 0.00 0.00 9.434.6 699.0 579.0 -644.1 0.00 0.00 0.00 699.0 9,534.6 9,600.0 0.00 0.00 579.0 -644.1 0.00 0.00 0.00 9,700.0 9,634.6 579.0 -644.1 0.00 0.00 0.00 0.00 699.0 0.00 9,800.0 0.00 0.00 9.734.6 699.0 579.0 -644.1 0.00 0.00 0.00 9,900.0 9,834,6 699.0 579.0 -644.1 0.00 0.00 0.00 0.00 0.00 579.0 10,000.0 0.00 0.00 9,934.6 699.0 -644.1 0.00 0,00 0.00 10,034.6 579.0 -644.1 10,100.0 0.00 0.00 699.0 0.00 0.00 0.00 579.0 0.00 10.200.0 0.00 0.00 10,134.6 699.0 -644.1 0.00 0.00 0.00 0.00 699.0 579.0 0.00 0.00 10.234.6 -644.1 0.00 10.300.0 10,400.0 0.00 0.00 10,334.6 699.0 579.0 -644.1 0,00 0.00 0.00

10,500.0

0.00

699.0

579.0

-644.1

0.00

0.00

10,434.6

0.00

COMPASS 5000.14 Build 85

0.00



Database: Company: Project: Site: Well: Wellbore: Design: EDM 5000.14 EOG Resources - Midland Lea County, NM (NAD 83 NME) Magnolia 15 Fed Com #745H OH Plan #0.1 Planning Report

Local Co-ordinate Reference: TVD Reference: MD Reference: North Reference: Survey Calculation Method:

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Well #745H KB = 25 @ 3348.0usft KB = 25 @ 3348.0usft Grid Minimum Curvature

Measured Depth	Inclination	Azimuth	Vertical Depth	+N/-S	+E/-W	Vertical Section	Dogleg Rate	Build Rate	Turn Rate
(usft)	(°)	(°)	(usft)	(usft)	(usft)	(usft)	(*/100usft)	(°/100usft)	(*/100usft)
10,600.0	0.00	0.00	10,534.6	699.0	579.0	-644.1	0.00	0.00	0.00
- 10,700.0	0.00	0.00	10,634.6	699.0	579.0	-644.1	0.00	0.00	0.00
10,800.0	0.00	0.00	10,734.6	699.0	579.0	-644,1	0.00	0.00	0.00
10,800.0	0.00	0.00	10,834.6	699.0	579.0	-644.1	0.00	0.00	0.00
11,000.0	0.00	0.00	10,934.6	699.0	579.0	-644.1	0.00	0.00	0.00
11,100.0	0.00	0.00	11,034.6	699.0	579.0	-644.1	0.00	0.00	0.00
11,200.0	0.00	0.00	11,134.6	699.0	579.0	-644.1	0.00	0.00	0.00
11,300.0	0.00	0.00	11,234.6	699.0	579.0	-644.1	0.00	0.00	0.00
11,400.0	0.00	0.00	11,334.6	699.0	579.0	-644.1	0.00	0.00	0.00
11,500.0	0.00	0.00	11,434.6	699.0	579.0	-644.1	0.00	0.00	0.00
11,600.0	0.00	0.00	11,534.6	699.0	579.0	-644.1	0.00	0.00	0.00
11,700.0	0.00	0.00	11,634.6	699.0	579.0	-644.1	0.00	0.00	0.00
11,800.0	0.00	0.00	11,734.6	699.0	579.0	-644.1	0.00	0.00	0,00
11,900.0	0.00	0.00	11,834.6	699.0	579.0	-644.1	0.00	0.00	0.00
12,000.0	0.00	0.00	11,934.6	699.0	579.0	-644.1	0.00	0.00	0.00
12,000.0	0.00	0.00	12,034.6	699.0	579.0	-644.1	0.00	0.00	0.00
12,100.0	0.00	0.00	12,134.6	699.0	579.0	-644.1	0.00	0.00	0.00
12,300.0	0.00	0.00	12,234.6	699.0	579.0	-644.1	0.00	0.00	0.00
12,400.0	0.00	0.00	12,334.6	699.0	579.0	-644.1	0.00	0.00	0.00
12,497.9	0.00	0.00	12,432.5	699.0	579.0	-644.1	0.00	0.00	0.00
KOP (Magno	olia 15 Fed Com	#745H)							
12,500.0	0.25	179.57	12,434.6	699.0	579.0	-644.1	12.00	12.00	0.00
12,525.0	3.25	179.57	12,459.6	698.2	579.0	-643.4	12.00	12.00	0.00
12,550.0	6.25	179.57	12,484.5	696.2	579.0	-641.3	12.00	12.00	0.00
12,575.0	9.25	179.57	12,509.3	692.8	579.0	-638.0	12.00	12.00	0.00
12,600.0	12,25	179.57	12,533.8	688,1	579.1	-633.3	12.00	12.00	0.00
12,625.0	15,25	179.57	12,558.1	682.2	579.1	-627.4	12.00	12.00	0.00
12,650.0	18,25	179,57	12,582.0	675.0	579.2	-620.2	12.00	12.00	0.00
12,675.0	21.25	179.57	12,605.6	666,5	579.2	-611.8	12.00	12.00	0.00
12,700.0	24.25	179.57	12,628.6	656.9	579.3	-602.2	12.00	12.00	0.00
12,725.0	27.25	179,57	12,651.1	646.0	579.4	-591.3	12.00	12.00	0.00
12,750.0	30.25	179.57	12,673.0	634.0	579.5	-579.4	12.00	12.00	0.00
12,775.0	33.25	179.57	12,694.3	620.8	579.6	-566.2	12.00	12.00	0.00
12,800.0	36.25	179.57	12,714.8	606.6	579.7	-552.0	12.00	12.00	0.00
12,825.0	39.25	179.57	12,734.6	591.3	579.8	-536.8	12.00	12.00	0.00
12,850.0	42.25	179.57	12,753.5	575.0	579.9	-520.5	12.00	12.00	0.00
12,875.0	45,25	179,57	12,771.6	557.7	580.1	-503.3	12.00	12.00	0.00
12,900.0	48.25	179,57	12,788,7	539,5	580.2	-485.2	12.00	12.00	0.00
FTP (Magno	lia 15 Fed Com #	F745H)							
12,925.0	51,25	179.57	12,804,9	520.4	580,4	-466.1	12.00	12.00	0.00
12,950.0	54.25	179.57	12,820.0	500,5	580.5	-446.3	12,00	12.00	0.00
12,975.0	57,25	179.57	12,834.1	479.8	580,7	-425.7	12.00	12.00	0.00
13,000.0	60.25	179.57	12,847.0	458,5	580.8	-404.4	12.00	12.00	0.00
13,025.0	63.25	179.57	12,858,9	436.4	581.0	-382.5	12.00	12.00	0.00
13,050.0	66.25	179.57	12,869.5	413.8	581.2	-359,9	12.00	12.00	0.00
13,075.0	69.25	179.57	12,879.0	390.7	581.3	-336.9	12.00	12.00	0.00
13,100.0	72.25	179.57	12,887.2	367.1	581.5	-313.4	12.00	12.00	0.00
13,125.0	75.25	179.57	12,894.2	343.1	581.7	-289.4	12.00	12.00	0.00
13,150.0	78,25	179.57	12,900.0	318.8	581,9	-265.2	12.00	12.00	0.00
13,175.0	81,25	179.57	12,904.4	294.2	582.1	-240.7	12.00	12.00	0.00
13,175.0	84.25	179.57	12,907.6	269.4	582.3	-216.0	12.00	12.00	0.00
13,200.0	87.25	179.57	12,909.4	203.4	582.5	-191.1	12.00	12.00	0.00
13,225.0	90.00	179.57	12,910.0	221.6	582.6	-168.3	12.00	12.00	0.00
13,300.0	90.00	179.57	12,010.0		002.0	-100.0			0.00

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Plan #0.1

Planning Report

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Database: Company: Project: Site: Well: Well: Wellbore: Design:

**Planned Survey** 

EDM 5000.14 EOG Resources - Midland Lea County, NM (NAD 83 NME) Magnolia 15 Fed Com #745H OH Local Co-ordinate Reference: TVD Reference: MD Reference: North Reference: Survey Calculation Method: Well #745H KB = 25 @ 3348.0usft KB = 25 @ 3348.0usft Grid Minimum Curvature

Measured			Vertical		. <b></b>	Vertical Section	Dogleg.	Build	<ul> <li>Turn</li> <li>Rate</li> </ul>
Depth (usft)	Inclination (°)	Azimuth (°)	Depth (usft)	+N/-S (usft)	+E/-W (usft)	Section (usft)	Rate (°/100usft)	Rate (*/100usft)	Rate (*/100usft)
13,400.0	90.00	179.57	12,910.0	69.5	583.8	-16.7	0.00	0.00	0.00
13,500.0	90.00	179.57	12,910.0	-30.5	584.5	82.9	0.00	0.00	0.00
13,600.0	90.00	179.57	12,910.0	-130.5	585.3	182.6	0.00	0.00	0.00
			,	-230.5	586.1	282.3	0.00	0.00	0.00
13,700.0	90.00	179.57	12,910.0					0.00	0.00
13,800.0	90.00	179,57	12,910.0	-330.5	586.8	381. <del>9</del>	0.00		
13,900.0	90.00	179.57	12,910.0	-430.5	587.6	481.6	0.00	0.00	0.00
14,000.0	90.00	179.57	12,910.0	-530.5	588.3	581.2	0.00	0.00	0.00
14,100.0	90.00	179.57	12,910.0	-630.5	589.1	680.9	0.00	0.00	0.00
14,200.0	90.00	179.57	12,910.0	-730.5	589.9	780.6	0.00	0.00	0.00
14,300.0	90.00	179.57	12,910.0	-830.5	590.6	880.2	0.00	0.00	0.00
14,400.0	90.00	179.57	12,910.0	-930.5	591,4	979. <del>9</del>	0.00	0.00	0.00
14,500.0	90.00	179.57	12,910.0	-1,030.5	592.1	1,079.5	0.00	0.00	0.00
14,600.0	90.00	179.57	12,910,0	-1,130.5	592.9	1,179.2	0.00	0.00	0.00
14,700,0	90.00	179.57	12,910.0	-1,230.5	593.6	1,278,9	0.00	0.00	0.00
14,800.0	90.00	179.57	12,910.0	-1,330.5	594,4	1,378.5	0.00	0.00	0.00
	90.00	179.57	12,910.0	-1,430.5	595,2	1,478.2	0.00	0.00	0.00
14,900.0	90.00	179.57	12,910.0	-1,530.5	595.9	1,577.8	0.00	0.00	0.00
15,000.0			12,910.0	-1,630.5	596.7	1,677.5	0.00	0.00	0.00
15,100.0	90.00	179.57						0.00	0.00
15,200.0 15,300.0	90.00 90.00	179.57 179.57	12,910.0 12,910.0	-1,730.5 -1,830.5	597.4 598.2	1,777.2 1,876.8	0.00 0.00	0.00	0.00
				-					
15,400.0	90.00	179.57	12,910.0	-1,930.5	599.0	1,976.5	0.00	0.00	0.00
15,500.0	90,00	179.57	12,910.0	-2,030.5	599.7	2,076.1	0.00	0.00	0.00
15,600.0	90,00	179.57	12,910.0	-2,130.5	600.5	2,175.8	0.00	0.00	0.00
15,700.0	90.00	179,57	12,910.0	-2,230.5	601.2	2,275.5	0.00	0.00	0.00
15,800.0	90.00	179.57	12,910.0	-2,330.5	602.0	2,375.1	0.00	0.00	0.00
15,900.0	90.00	179.57	12,910.0	-2,430.5	602.8	2,474.8	0.00	0.00	0.00
16,000.0	90.00	179.57	12,910.0	-2,530.5	603,5	2,574.5	0.00	0.00	0.00
16,100.0	90.00	179.57	12,910.0	-2,630.5	604.3	2,674.1	0.00	0.00	0.00
16,200.0	90.00	179.57	12,910.0	-2,730.5	605.0	2,773.8	0.00	0.00	0.00
16,300.0	90.00	179.57	12,910.0	-2,830.5	605.8	2,873.4	0.00	0.00	0.00
16,400.0	90,00	179.57	12,910.0	-2,930.5	606.6	2,973.1	0.00	0.00	0.00
16,500.0	90.00	179.57	12,910.0	-3,030.4	607.3	3,072.8	0.00	0.00	0.00
16,600.0	90.00	179.57	12,910.0	-3,130.4	608.1	3 172.4	0.00	0.00	0.00
16,700.0	90.00	179.57	12,910.0	-3,230.4	608.8	3,272.1	0.00	0.00	0.00
16,800.0	90.00	179.57	12,910.0	-3,330.4	609.6	3,371.7	0.00	0.00	0.00
				-3,430.4	610.4	3,471.4	0.00	0.00	0.00
16,900.0	90.00	179.57	12,910.0				0.00	0.00	0.00
17,000.0	90.00	179.57	12,910.0	-3,530.4	611.1	3,571.1		0.00	0.00
17,100.0	90.00	179.57	12,910.0	-3,630.4	611.9	3,670.7	0.00		0.00
17,200.0	90.00	179.57	12,910.0	-3,730.4	612.6	3,770.4	0.00	0.00	
17,300.0	90.00	179.57	12,910.0	-3,830.4	613.4	3,870.0	0.00	0.00	0.00
17,400.0	90,00	179.57	12,910.0	-3,930.4	614.1	3,969.7	0.00	0.00	0.00
17,500.0	90.00	179.57	12,910.0	-4,030.4	614.9	4,069.4	0.00	0.00	0.00
17,600.0	90.00	179.57	12,910.0	-4,130.4	615.7	4,169.0	0.00	0.00	0.00
17,700.0	90.00	179,57	12,910.0	-4,230.4	616.4	4,268.7	0.00	0.00	0.00
17,800.0	90.00	179,57	12,910.0	-4,330.4	617.2	4,368.3	0.00	0.00	0.00
17,900.0	90.00	179.57	12,910.0	-4,430.4	617.9	4,468.0	0.00	0.00	0.00
18,000.0	90.00	179.57	12,910.0	-4,530.4	618.7	4,567.7	0.00	0.00	0.00
18,100.0	90.00	179.57	12,910.0	-4,630.4	619.5	4,667.3	0.00	0.00	0.00
	90.00	179.57	12,910.0	-4,730.4	620.2	4,767.0	0.00	0.00	0.00
18,200.0 18,300.0	90.00 90.00	179.57	12,910.0	-4,730.4 -4,830.4	620.2	4,767.0	0.00	0.00	0.00
18,400.0	90.00	179.57	12,910.0	-4,930.4	621.7	4,966.3	0.00 0.00	0.00 0.00	0.00 0.00
18,500.0 18,600.0	90.00 90.00	179.57 179.57	12,910.0 12,910.0	-5,030.4 -5,130.4	622.5 623.3	5,066.0 5,165.6	0.00	0.00	0.00
	00.00	1/95/							



**Planning Report** 

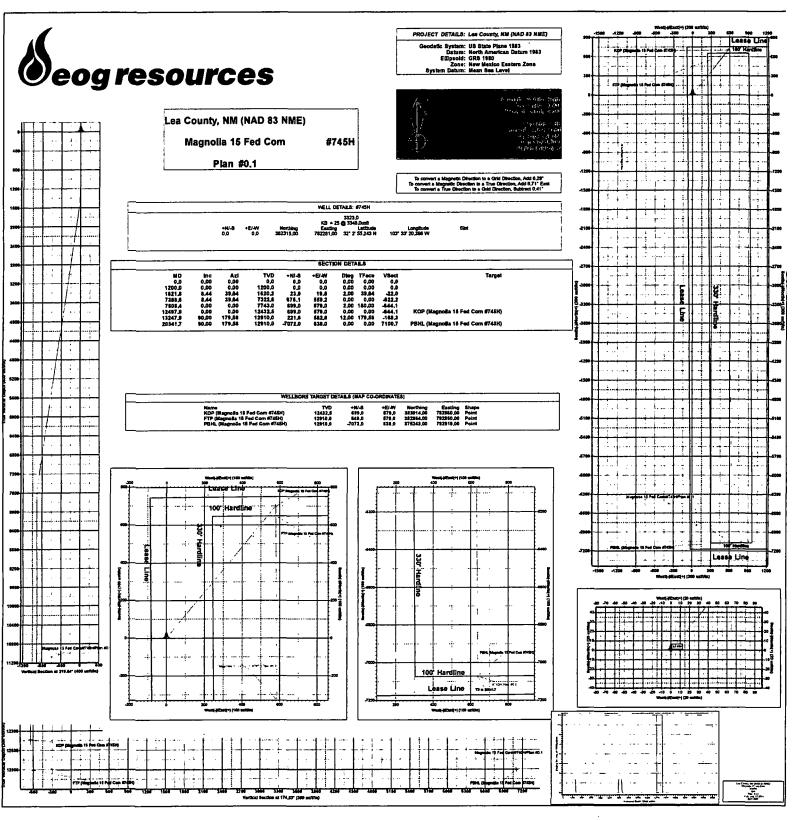
Database:EDM 5000.Company:EOG ResoProject:Lea CountySite:Magnolia 1Well:#745HWellbore:OHDesign:Plan #0.1

EDM 5000.14 EOG Resources - Midland Lea County, NM (NAD 83 NME) Magnolia 15 Fed Com #745H OH Local Co-ordinate Reference: TVD Reference: MD Reference: North Reference: Survey Calculation Method: Well #745H KB = 25 @ 3348.0usft KB = 25 @ 3348.0usft Grid Minimum Curvature

Planned Survey

Measured			Vertical			Vertical	Dogleg	Build	Turn
Depth	Inclination	Azimuth	Depth	+N/-S	+E/-W	Section	Rate	Rate	Rate
(usft)	(°)	(*)	(usft)	(usft)	(usft)	(usft)	(°/100usft)	(°/100usft)	(°/100usft)
18,800.0	90.00	179.57	12,910.0	-5,330.4	624.8	5,365.0	0.00	0.00	0.00
18,900.0	90.00	179.57	12,910.0	-5,430.4	625.5	5,464.6	0.00	0.00	0.00
19,000.0	90.00	179.57	12,910.0	-5,530.4	626.3	5,564.3	0.00	0.00	0.00
19,100.0	90.00	179.57	12,910.0	-5,630.4	627.1	5,663,9	0,00	0.00	0.00
19,200.0	90.00	179.57	12,910.0	-5,730.4	627.8	5,763.6	0.00	0.00	0.00
19,300.0	90.00	179.57	12,910.0	-5,830.4	628.6	5,863,3	0.00	0.00	0.00
19,400.0	90.00	179.57	12,910.0	-5,930.4	629.3	5,962.9	0.00	0.00	0.00
19,500.0	90.00	179.57	12,910.0	-6,030.4	630.1	6,062.6	0.00	0.00	0.00
19,600,0	90.00	179.57	12,910.0	-6,130.4	630.9	6,162.2	0.00	0.00	0.00
19,700.0	90.00	179,57	12,910.0	-6,230,4	631.6	6,261.9	0.00	0.00	0.00
19,800.0	90.00	179,57	12,910.0	-6,330.4	632.4	6,361.6	0.00	0.00	0.00
19,900.0	90.00	179.57	12,910.0	-6,430.3	633,1	6,461.2	0.00	0.00	0.00
20,000.0	90.00	179.57	12,910.0	-6,530.3	633.9	6,560.9	0.00	0.00	0.00
20,100.0	90.00	179.57	12,910.0	-6,630,3	634.6	6,660.5	0.00	0.00	0.00
20,200.0	90.00	179.57	12,910.0	-6,730.3	635.4	6,760,2	0.00	0.00	0.00
20,300.0	90.00	179.57	12,910.0	-6,830.3	636.2	6,859,9	0.00	0.00	0,00
20,400.0	90.00	179.57	12,910.0	-6,930.3	636.9	6,959.5	0.00	0.00	0.00
20,500.0	90.00	179.57	12,910.0	-7,030.3	637.7	7,059.2	0.00	0.00	0.00
20,541.7	90.00	179.57	12,910.0	-7,072.0	638.0	7,100.7	0.00	0.00	0.00
PBHL (Magn	olia 15 Fed Com	#745H)							

Design Targets			•	• •	-				
Target Name - hit/miss target - Shape	Dip Angle (°)	Dip Dir. (°)	TVD (usft)	+N/-S (usft)	+E/-W (usft)	Northing (usft)	Easting (usft)	Latitude	Longitude
KOP (Magnolia 15 Fed ( - plan hits target cent - Point	0.00 er	0.00	12,432.5	699.0	579.0	383,014.00	782,860.00	32° 3' 2.118 N	103° 33' 13.611 W
FTP (Magnolia 15 Fed C - plan misses target c - Point	0.00 enter by 163.	0.00 4usft at 129	12,910.0 00.0usft MD	649.0 (12788.7 TVE	579.0 D, 539.5 N, 580	382,964.00 0.2 E)	782,860.00	32° 3' 1.624 N	103° 33' 13.615 W
PBHL (Magnolia 15 Fed - plan hits target cent - Point	0.00 er	0.00	12,910.0	-7,072.0	638.0	375,243.00	782,919,00	32° 1' 45.217 N	103° 33' 13.577 W



N

### **Revised Permit Information 7/17/19:**

Well Name: Magnolia 15 Fed Com #745H

### Location:

SHL: 746' FNL & 1244' FEL, Section 15, T-26-S, R-33-E, Lea Co., N.M. BHL: 2540' FNL & 660' FEL, Section 22, T-26-S, R-33-E, Lea Co., N.M.

### **Casing Program:**

Hole Size	(065 <sup>1</sup> Interval	Csg OD	Weight	Grade	Conn	DF <sub>min</sub> Collapse	DF <sub>min</sub> Burst	DF <sub>min</sub> Tension
12.25"	0'-855	9.625"	40#	J-55	LTC	1.125	1.25	1.60
8.75"	0' – 11,300'	7.625"	29.7#	HCP-110	FXL	1.125	1.25	1.60
6.75"	0' – 10,800'	5.5"	20#	P-110EC	DWC/C-IS MS	1.125	1.25	1.60
6.75"	10,800'-11,300'	5.5"	20#	P-110EC	VAM SFC	1.125	1.25	1.60
6.75"	11,300' – 20,542'	5.5"	20#	P-110EC	DWC/C-IS MS	1.125	1.25	1.60

Variance is requested to waive the centralizer requirements for the 7-5/8" FJ casing in the 8-3/4" hole size. An expansion additive will be utilized, in the cement slurry, for the entire length of the 8-3/4" hole interval to maximize cement bond and zonal isolation.

Variance is also requested to waive any centralizer requirements for the 5-1/2" FJ casing in the 6-3/4" hole size. An expansion additive will be utilized, in the cement slurry, for the entire length of the 6-3/4" hole interval to maximize cement bond and zonal isolation.

Variance is also requested to waive the annular clearance requirements for the 5-1/2" casing by 7-5/8" casing annulus to the proposed top of cement.

EOG requests permission to allow deviation from the 0.422" annulus clearance requirement from Onshore Order #2 under the following conditions:

- Annular clearance to meet or exceed 0.422'' between intermediate casing ID and production casing coupling only on the first 500' overlap between both casing strings.
- Annular clearance less than 0.422" is acceptable for the curve and lateral portions of the production open hole section.

EOG Resources also requests approval to implement previously permitted 4 string designs, to be referred to as Design B.

### **Cementing Program:**

Depth	No. Sacks	Wt. ppg	Yld Ft <sup>3</sup> /sk	Slurry Description
855' 9-5/8"	700	13.5	1.73	Lead: Class C + 4.0% Bentonite Gel + 0.5% CaCl <sub>2</sub> + 0.25 lb/sk Cello-Flake (TOC @ Surface)
	80	14.8	1.34	Tail: Class C + 0.6% FL-62 + 0.25 lb/sk Cello-Flake + 0.2% Sodium Metasilicate (TOC @ 655')
11,300' 7-5/8"	460	14.2	1.11	1 <sup>st</sup> Stage (Tail): Class C + 0.6% Halad-9 + 0.45% HR-601 + 3% Microbond (TOC @ 7,700')
	1,000	12.7	2.30	2 <sup>nd</sup> Stage (Bradenhead squeeze): Class C + 3% Salt + 1% PreMag-M + 6% Bentonite Gel (TOC @ surface)
20,542' 5-1/2"	780	14.2	1.31	Lead: Class H + 0.4% Halad-344 + 0.35% HR-601 + 3% Microbond (TOC @ 10,800')

Additive	Purpose
Bentonite Gel	Lightweight/Lost circulation prevention
Calcium Chloride	Accelerator
Cello-flake	Lost circulation prevention
Sodium Metasilicate	Accelerator
MagOx	Expansive agent
Pre-Mag-M	Expansive agent
Sodium Chloride	Accelerator
FL-62	Fluid loss control
Halad-344	Fluid loss control
Halad-9	Fluid loss control
HR-601	Retarder
Microbond	Expansive Agent

EOG requests to pump a two stage cement job on the 7-5/8" intermediate casing string
with the first stage being pumped conventionally with the calculated top of cement at the Brushy Canyon and the second stage performed as a bradenhead squeeze with planned cement from the Brushy Canyon to surface. If necessary, a top out consisting of 1,000 sacks of Class C cement + 3% Salt + 1% PreMag-M + 6% Bentonite Gel (2.30 yld, 12.91 ppg) will be executed as a contingency. The final cement top will be verified by Echometer.

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

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

Note: Cement volumes based on bit size plus at least 25% excess in the open hole plus 10% excess in the cased-hole overlap section.

# <u>Mud Program:</u>

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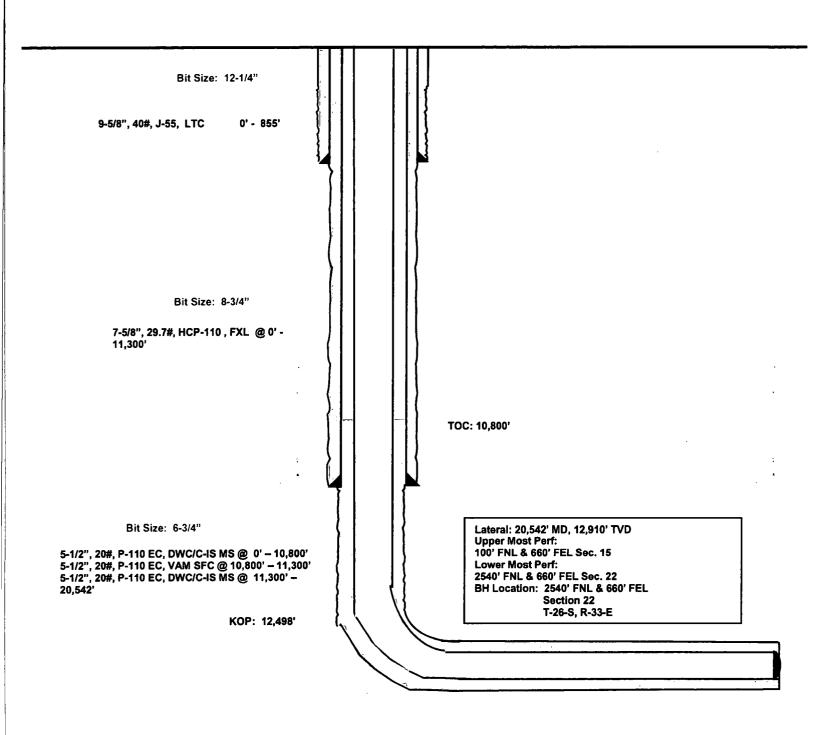
Depth	Туре	Weight (ppg)	Viscosity	Water Loss
0-855'	Fresh - Gel	8.6-8.8	28-34	N/c
855' - 11,300'	Brine	10.0-10.2	28-34	N/c
11,300' – 12,498'	Oil Base	8.7-9.4	58-68	N/c - 6
12,498' - 20,542'	Oil Base	10.0-14.0	58-68	3 - 6
Lateral				

:

746' FNL 1244' FEL Section 15 T-26-S, R-33-E

Proposed Wellbore Design A KB: 3,348' GL: 3,323'

### API: 30-025-44403



# PECOS DISTRICT DRILLING CONDITIONS OF APPROVAL

OPERATOR'S NAME:	EOG RESOURCES INCORPORATED
LEASE NO.:	NMNM02965A
WELL NAME & NO.:	MAGNOLIA 15 FED COM 745H
SURFACE HOLE FOOTAGE:	746' FNL & 1244' FEL
<b>BOTTOM HOLE FOOTAGE</b>	2540' FNL & 660' FEL
LOCATION:	Section 22, T. 26 S., R 33 E., NMPM
COUNTY:	LEA County, New Mexico

## COA

H2S	• Yes	∩ No	
Potash		⊂ Secretary	⊂ R-111-P
Cave/Karst Potential	C Low	Medium	
Variance	C None	Flex Hose	C Other
Wellhead	Conventional	Multibowl	C Both
Other	☐ 4 String Area	Capitan Reef	<b>└</b> WIPP
Other	Fluid Filled	Cement Squeeze	☐ Pilot Hole
Special Requirements	☐ Water Disposal	COM	└ Unit

#### All Previous COAs Still Apply Except for the Following:

#### A. CASING

- 1. The 13-3/8 inch surface casing shall be set at approximately 1005 feet (a minimum of 25 feet (Lea County) into the Rustler Anhydrite and above the salt) and cemented to the surface.
  - a. If cement does not circulate to the surface, the appropriate BLM office shall be notified and a temperature survey utilizing an electronic type temperature survey with surface log readout will be used or a cement bond log shall be run to verify the top of the cement. Temperature survey will be run a minimum of six hours after pumping cement and ideally between 8-10 hours after completing the cement job.
  - b. Wait on cement (WOC) time for a primary cement job will be a minimum of <u>8</u> <u>hours</u> or 500 pounds compressive strength, whichever is greater. (This is to include the lead cement)
  - c. Wait on cement (WOC) time for a remedial job will be a minimum of 4 hours after bringing cement to surface or 500 pounds compressive strength, whichever is greater.
  - d. If cement falls back, remedial cementing will be done prior to drilling out that string.

- 2. The minimum required fill of cement behind the 7-5/8 inch intermediate casing is:
  - Cement to surface. If cement does not circulate see B.1.a, c-d above. Wait on cement (WOC) time for a primary cement job is to include the lead cement slurry due to cave/karst or potash.
  - In <u>Medium Cave/Karst Areas</u> if cement does not circulate to surface on the first two casing strings, the cement on the 3rd casing string must come to surface.

### Operator has proposed to pump down 9-5/8" X 7-5/8" annulus. <u>Operator must</u> <u>include final fluid top verified by Echo-meter and the volume of displacement fluid</u> <u>above the cement slurry in the annulus.</u> Submit results to the BLM.

- 3. The minimum required fill of cement behind the 5-1/2 inch production casing is:
  - Cement should tie-back at least **200 feet** into previous casing string. Operator shall provide method of verification.

### **B. 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).'
- Operator has proposed a multi-bowl wellhead assembly. This assembly will only be tested when installed on the surface casing. Minimum working pressure of the blowout preventer (BOP) and related equipment (BOPE) required for drilling below the surface casing shoe shall be 10,000 (10M) psi. Variance is approved to use a 5000 (5M) Annular which shall be tested to 5000 (5M) psi.
  - a. Wellhead shall be installed by manufacturer's representatives, submit documentation with subsequent sundry.
  - b. If the welding is performed by a third party, the manufacturer's representative shall monitor the temperature to verify that it does not exceed the maximum temperature of the seal.
  - c. Manufacturer representative shall install the test plug for the initial BOP test.
  - d. If the cement does not circulate and one inch operations would have been possible with a standard wellhead, the well head shall be cut off, cementing operations performed and another wellhead installed.
  - e. Whenever any seal subject to test pressure is broken, all the tests in OOGO2.III.A.2.i must be followed.

### C. SPECIAL REQUIREMENT (S)

#### **Communitization Agreement**

- The operator will submit a Communitization Agreement to the Carlsbad Field Office, 620 E Greene St. Carlsbad, New Mexico 88220, 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.
- 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. <u>When the Communitization Agreement number is known, it shall also be</u> <u>on the sign.</u> JJP08162019

# GENERAL REQUIREMENTS

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

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

### A. CASING

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

### B. PRESSURE CONTROL

- 1. All blowout preventer (BOP) and related equipment (BOPE) shall comply with well control requirements as described in Onshore Oil and Gas Order No. 2 and API RP 53 Sec. 17.
- 2. If a variance is approved for a flexible hose to be installed from the BOP to the choke manifold, the following requirements apply: Check condition of flexible line from BOP to choke manifold, replace if exterior is damaged or if line fails test. Line to be as straight as possible with no hard bends and is to be anchored according to Manufacturer's requirements. The flexible hose can be exchanged with a hose of equal size and equal or greater pressure rating. Anchor requirements, specification sheet and hydrostatic pressure test certification matching the hose in service, to be onsite for review. These documents shall be posted in the company man's trailer and on the rig floor.
- 3. 5M or higher system requires an HCR valve, remote kill line and annular to match. The remote kill line is to be installed prior to testing the system and tested to stack pressure.
- 4. If the operator has proposed a multi-bowl wellhead assembly in the APD. The following requirements must be met:
  - a. Wellhead shall be installed by manufacturer's representatives, submit documentation with subsequent sundry.
  - b. If the welding is performed by a third party, the manufacturer's representative shall monitor the temperature to verify that it does not exceed the maximum temperature of the seal.
  - c. Manufacturer representative shall install the test plug for the initial BOP test.
  - d. Whenever any seal subject to test pressure is broken, all the tests in OOGO2.III.A.2.i must be followed.
  - e. If the cement does not circulate and one inch operations would have been possible with a standard wellhead, the well head shall be cut off, cementing operations performed and another wellhead installed.
- 5. The appropriate BLM office shall be notified a minimum of 4 hours in advance for a representative to witness the tests.
  - a. In a water basin, for all casing strings utilizing slips, these are to be set as soon as the crew and rig are ready and any fallback cement remediation has been done. The casing cut-off and BOP installation can be initiated four hours after installing the slips, which will be approximately six hours after bumping the plug. For those casing strings not using slips, the minimum wait time before cut-off is eight hours after bumping the plug. BOP/BOPE testing can begin after cut-off or once cement reaches 500 psi compressive strength (including

lead when specified), whichever is greater. However, if the float does not hold, cut-off cannot be initiated until cement reaches 500 psi compressive strength (including lead when specified).

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