Form 3160-5 (June 2015)

UNITED STATES DEPARTMENT OF THE INTERIOR BUREAU OF LAND MANAGEMENT

FORM APPROVED OMB NO. 1004-0137 Expires: January 31, 2018

D _E	DEPARTMENT OF THE INTERIOR BUREAU OF LAND MANAGEMENT SUNDRY NOTICES AND REPORTS ON WELLS Do not use this form for proposals to drill or to re-enter abandoned well. Use form 3160-3 (APD) for such proposals. SUBMIT IN TRIPLICATE - Other instructions on page 2					OMB NO. 1004-0137 Expires: January 31, 2018		
SUNDRY Do not use the abandoned we	5. Lease Serial No. NMNM15091 6. If Indian, Allottee or Tribe Name							
				10250	SANG Int or CA/Am	eement	Name and/or No	
	TRIPLICATE - Other instru	uctions on	page 2	CEN	CAPAGIO		Name and/or No.	
1. Type of Well Gas Well Other					8. Well Name and No. ROJO 7811 22 FEDERAL COM 23H			
2. Name of Operator BTA OIL PRODUCERS LLC	9. API Well No. 30-025-45710-00-X1							
, 0			(include area code) 2-3753		10. Field and Pool or Exploratory Area BOBCAT DRAW-UPR WOLFCAMP			
4. Location of Well (Footage, Sec.,			11. County or Parish	rish, State				
Sec 22 T25S R33E SWSW 2 32.109390 N Lat, 103.56459	LEA COUNTY,			, NM				
12. CHECK THE A	PPROPRIATE BOX(ES) T	O INDICA	TE NATURE O	F NOTICE,	REPORT, OR OT	HER !	DATA	
TYPE OF SUBMISSION	TYPE OF ACTION							
■ Notice of Intent	☐ Acidize	Dee _l	pen	Producti	ion (Start/Resume)	0	Water Shut-Off	
Subsequent Report	Alter Casing		raulic Fracturing	Reclama			Well Integrity	
	Casing Repair	_	Construction	☐ Recomplete ☐ Temporarily Abandon			Other Change to Original A	
☐ Final Abandonment Notice	☐ Change Plans ☐ Convert to Injection		Plug and Abandon Temporal Temp		•	PD		
Attach the Bond under which the wo following completion of the involve testing has been completed. Final A determined that the site is ready for BTA OIL PRODUCERS LLC AS WELL AS BATCH DRILL	d operations. If the operation resultandonment Notices must be filed final inspection. RESPECTFULLY REQUES	Its in a multiple only after all to	e completion or reco requirements, includ	mpletion in a n ing reclamation	new interval, a Form 31 n, have been completed	60-4 mi and the	ust be filed once coperator has	
PLEASE SEE ATTACHED.								
Carlsbad Field Office Operator Copy Il Previone COAs Still Apply. See attached COA.								
14. I hereby certify that the foregoing i	Electronic Submission #49	6166 verifie	by the BLM Wel	I Information	System			
Coi	For BTA OIL F mmitted to AFMSS for proces	PRODUCER sing by PRI	LLC, sent to the SCILLA PEREZ or	e Hobbs n 12/18/2019 ((20PP0703SE)			
Name (Printed/Typed) SAMMY HAJAR			Title REGULATORY ANALYST					
Signature (Electronic	Submission)		Date 12/17/20	019				
	THIS SPACE FOR	R FEDERA	L OR STATE	OFFICE US	SE			
Approved By_OLABODE AJIBOLA			TitlePETROLE	UM ENGINE	FR		Date 12/23/2019	
Conditions of approval, if any, are attached. Approval of this notice 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.			Office Hobbs					
Title 18 U.S.C. Section 1001 and Title 43 States any false, fictitious or fraudulent				willfully to ma	ke to any department of	r agency	y of the United	

(Instructions on page 2) ** BLM REVISED ** BLM REVISED ** BLM REVISED ** BLM REVISED **

Revisions to Operator-Submitted EC Data for Sundry Notice #496166

Operator Submitted

BLM Revised (AFMSS)

Sundry Type:

OTHER

NOI

Lease:

NMNM15091

APDCH NOI

NMNM15091

Agreement:

Operator:

BTA OIL PRODUCERS, LLC 104 S. PECOS MIDLAND, TX 79701 Ph: 432-682-3753

BTA OIL PRODUCERS LLC

104 S. PECOS MIDLAND, TX 79701 Ph: 4326823753

Admin Contact:

SAMMY HAJAR REGULATORY ANALYST E-Mail: shajar@btaoil.com

SAMMY HAJAR REGULATORY ANALYST E-Mail: shajar@btaoil.com

Ph: 432-682-3753

Ph: 432-682-3753

Tech Contact:

SAMMY HAJAR REGULATORY ANALYST E-Mail: shajar@btaoil.com

SAMMY HAJAR REGULATORY ANALYST E-Mail: shajar@btaoil.com

Ph: 432-682-3753

Ph: 432-682-3753

Location: State: County:

LEA

NM LEA

Field/Pool:

BOBCAT DRAW/UPPER WOLFCAM

BOBCAT DRAW-UPR WOLFCAMP

Well/Facility:

ROJO 7811 22 FEDERAL COM 23H Sec 22 T25S R33E SWSW 220FSL 1300FWL

32.109390 N Lat, 103.564594 W Lon

ROJO 7811 22 FEDERAL COM 23H Sec 22 T25S R33E SWSW 220FSL 1300FWL 32.109390 N Lat, 103.564590 W Lon

PECOS DISTRICT DRILLING CONDITIONS OF APPROVAL

OPERATOR'S NAME: BTA Oil Production LLC

LEASE NO.: NMNM 015091

WELL NAME & NO.: | 23H:ROJO 7811 22 Fed Com

SURFACE HOLE FOOTAGE: 220'/S & 1300'/W **BOTTOM HOLE FOOTAGE** 50'/N & 990'/W

LOCATION: | T-25S, R-33E, S22. NMPM

COUNTY: LEA, NM

COA

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

All previous COAs still apply.

A. CASING

- 1. The 10-3/4 inch surface casing shall be set at approximately 1090 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 **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.

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

2. The minimum required fill of cement behind the 7-5/8 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 or potash.
 Excess cement calculates to -44%, additional cement might be required.

Option 2:

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

- a. First stage to DV tool: Cement to circulate. If cement does not circulate off the DV tool, contact the appropriate BLM office before proceeding with second stage cement job.
- b. Second stage above DV tool:
 - Cement to surface. If cement does not circulate, contact the appropriate BLM office.
 Wait on cement (WOC) time for a primary cement job is to include the lead cement slurry due to cave/karst or potash.
- 3. The minimum required fill of cement behind the 51/2 X 5 inch production 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).'

2.

Option 1:

- a. Minimum working pressure of the blowout preventer (BOP) and related equipment (BOPE) required for drilling below the surface casing shoe shall be 5000 (5M) psi.
- b. Minimum working pressure of the blowout preventer (BOP) and related equipment (BOPE) required for drilling below the intermediate 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.

Option 2:

- 1. Operator has proposed a multi-bowl wellhead assembly. This assembly will only be tested when installed on the surface casing. Minimum working pressure of the blowout preventer (BOP) and related equipment (BOPE) required for drilling below the surface casing shoe shall be 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. When the Communitization Agreement number is known, it shall also be on the sign.

OTA12232019

BATCH DRILLING SEQUENCE OF THE 25H, 24H, 23H, 22H:

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-SPUD Rojo #25H - rig up walked out, drill 14-3/4" hole and set 10-3/4" csg
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- -Walk to Rojo #24H, SPUD 14-3/4" hole and set 10-3/4" csg
- -Walk to Rojo #23H, SPUD 14-3/4" hole and set 10-3/4" csg
- -Walk to Rojo #22H, SPUD 14-3/4" hole and set 10-3/4" csg, test BOP, drill and set 7-5/8" csg
- -Walk to Rojo #23H, test BOP, drill 9-7/8" hole and set 7-5/8" csg
- -Walk to Rojo #24H, test BOP, drill 9-7/8" hole and set 7-5/8" csg
- -Walk to Rojo #25H, test BOP, drill 9-7/8" hole and set 7-5/8" csg, drill 6-3/4" hole and set 5-1/2" x 5" casing.
- -Walk to Rojo #24H, test BOP, drill 6-3/4" hole and set 5-1/2" x 5" casing.
- -Walk to Rojo #23H, test BOP, drill 6-3/4" hole and set 5-1/2" x 5" casing.
- -Walk to Rojo #22H, test BOP, drill 6-3/4" hole and set 5-1/2" x 5" casing.
- -Rig release

Mud Program 23H:

Original Permit

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-Surface Section - Fresh water 8.4 ppg
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- -Intermediate Brine 10.0 10.2 ppg
- -2nd Intermediate Cut brine 8.6 9.2 ppg
- -Production OBM 11.5 12.0 ppg

Proposed Change

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-Surface Section - Fresh water 8.3 - 8.4 ppg
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- -Intermediate DBE 9.0 9.4 ppg
- -Production OBM 11.5 12.0 ppg /

Casing Programs

Casing Program 23H

Original APD

-Surface

13-3/8" 54.5# J-55 STC set at 1050' in a 17-1/2" hole

-Intermediate

9-5/8" 40# J-55 @ 4930' in a 12-1/4" hole

-2nd Intermediate

7" 29# P-110 @ 12404' in a 8-3/4" hole

-Liner

4-1/2" 11.6# P-110 liner from 11800' - 17309' in a 6-1/8" hole

Proposed Change

-Surface

10-3/4" 40.5# J-55 STC set at 1090' in a 14-3/4" hole

-Intermediate

9-7/8" hole from 0 to 8000' and 8-3/4" hole from 8000' – 11839'. 7-5/8" 29.7# P-110 BTC from 0 - 7700' and 7-5/8" 29.7# P-110 Stinger HC from 7700' – 11892' and DV tool at 4940'

-Production

11639' of 5-1/2" 20# P-110 BTC and 5744' of 5" 18# P-110 BTC set at 17436' (12436' TVD) in a 6-3/4" hole

Cement Programs

Rojo #23H

Original

-Surface Cement 890 sx

-Intermediate Cement 1490 sx

-2nd Intermediate Cement 560 sx

-Liner Cement 460 sx

Proposed Change

-Surface Cement

Lead: 560 sx

100% Class C

13.5 ppg, 1.74 ft3/sx

Tail:

200 sx

100% Class C

14.8 ppg, 1.34 ft3/sx

-Intermediate Cement

Stg 1 Lead:

310 sx

100% TXI Lite

10.6 ppg, 3.87 ft3/sx

Stg 1 Tail:

195 sx

100% Class H

15.0 ppg, 1.19 ft3/sx

Stg 2 Lead:

910 sx

100% Class C Blend

12.7 ppg, 2.19 ft3/sx

Stg 2 Tail:

150 sx

100% Class C

14.8 ppg, 1.33 ft3/sx

-Production Cement

Lead:

670 sx

40% Class H Premium & Poz-Mix

13.5 ppg, 1.55 ft3/sx

Tail:

615 sx

50:50 Class H Blend

14.2 ppg, 1.3 ft3/sx

Variances:

- -5M BOP on 9-7/8" hole
- -10M BOP with 5M annular for 6-3/4" hole
- -Wave the centralizer requirements for the 5-1/2" and 5" 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.