Form 3160-5 (June 2015) UNITED STATES DEPARTMENT OF THE INTERIOR BUREAU OF LAND MANAGEMENT						APPROVED D. 1004-0137 nuary 31, 2018
(June 2015) DEPARTMENT OF THE INTERIOR BUREAU OF LAND MANAGEMENT SUNDRY NOTICES AND REPORTS ON WELHOBBS Do not use this form for proposals to drill or to re-enter an abandoned well. Use form 3160-3 (APD) for such proposals for 0 9 2020				5. Lease Serial No. NMNM15091		
abandoned we	ll. Use form 3160-3 (AP	D) for such p	proposalsAN 0	<b>9</b> 2020	6. If Indian, Allottee of	
	Do not use this form for proposals to drill or to re-enter an abandoned well. Use form 3160-3 (APD) for such proposal AN 0 9 2020 6. If Indian, Allottee or Tribe Name SUBMIT IN TRIPLICATE - Other instructions on page 2 RECENED 7. If Unit or CA/Agreement, Name and/or No.					
1. Type of Well Gas Well Other					<ol><li>Well Name and No.</li></ol>	DERAL COM 25H
2. Name of Operator BTA OIL PRODUCERS LLC	2. Name of Operator Contact: SAMMY HAJAR 9. API Well No.					0-X1
3a. Address         3b. Phone N           104 S. PECOS         Ph: 432-6           MIDLAND, TX 79701         Ph: 432-6			). (include area code) 32-3753			
4. Location of Well (Footage, Sec., 1		ı)			11. County or Parish, S	
Sec 22 T25S R33E SESW 22 32.109390 N Lat, 103.564400			LEA COUNTY, I		NM	
12. CHECK THE A	PPROPRIATE BOX(ES)	TO INDICA	TE NATURE O	F NOTICE,	REPORT, OR OTH	IER DATA
TYPE OF SUBMISSION			TYPE OF	ACTION		
Notice of Intent	Acidize	🗖 Dee	pen	Producti	ion (Start/Resume)	□ Water Shut-Off
□ Subsequent Report	□ Alter Casing	÷ •	Iraulic Fracturing	C Reclama		U Well Integrity
	Casing Repair	-	V Construction	Recomp		Other Change to Original A
Final Abandonment Notice	<ul> <li>Change Plans</li> <li>Convert to Injection</li> </ul>		g and Abandon g Back	U Vater D	arily Abandon Iisnosal	PD
AS WELL AS BATCH DRILLI PLEASE SEE ATTACHED.						
Carlsbad Field Office Operator Copy						
All Previous C	JAS STill	Apph	J. See	atte	rehed (	07
<ol> <li>I hereby certify that the foregoing is</li> <li>Con</li> </ol>	Electronic Submission #	L PRODUCER	S LLC. sent to the	Hobbs	•	
Name (Printed/Typed) SAMMY HAJAR			Title REGULATORY ANALYST			
Signature (Electronic Submission)			Date 12/17/2019			
	THIS SPACE FO	OR FEDERA	L OR STATE	OFFICE US	SE	
Approved By OLABODE AJIBOLA	A		TitlePETROLE		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		<u></u>	
Title 18 U.S.C. Section 1001 and Title 43 States any false, fictitious or fraudulent	U.S.C. Section 1212, make it a statements or representations as	crime for any pe to any matter w	rson knowingly and ithin its jurisdiction.	willfully to ma	ke to any department or a	agency of the United
(Instructions on page 2) ** BLM REV	ISED ** BLM REVISED	D ** BLM RE	EVISED ** BLM	I REVISED	** BLM REVISED	)** Ka
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### Revisions to Operator-Submitted EC Data for Sundry Notice #496165

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	Operator Submitted	BLM Revised (AFMSS)
Sundry Type:	OTHER NOI	APDCH NOI
Lease:	NMNM15091	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 Ph: 432-682-3753	SAMMY HAJAR REGULATORY ANALYST E-Mail: shajar@btaoil.com Ph: 432-682-3753
Location: State: County:	NM LEA	NM LEA
Field/Pool:	BOBCAT DRAW/UPPER WOLFCAM	BOBCAT DRAW-UPR WOLFCAMP
Well/Facility:	ROJO 7811 22 FEDERAL COM 25H Sec 22 T25S R33E SESW 220FSL 1360FWL 32.109390 N Lat, 103.564400 W Lon	ROJO 7811 22 FEDERAL COM 25H Sec 22 T25S R33E SESW 220FSL 1360FWL 32.109390 N Lat, 103.564400 W Lon

# PECOS DISTRICT DRILLING CONDITIONS OF APPROVAL

<b>OPERATOR'S NAME:</b>	BTA Oil Production LLC
LEASE NO.:	NMNM 015091
WELL NAME & NO.:	25H:ROJO 7811 22 Fed Com
SURFACE HOLE FOOTAGE:	220'/S & 1360'/W
<b>BOTTOM HOLE FOOTAGE</b>	50'/N & 2310'/W
LOCATION:	Section 22, T.25 S., R.33 E., NMPM
COUNTY:	LEA, NM

# COA

H2S	⊂ Yes	· No	
Potash	None	C Secretary	← R-111-P
Cave/Karst Potential	C Low	C Medium	← High
Cave/Karst Potential	Critical		
Variance		Flex Hose	C Other
Wellhead	Conventional	C Multibowl	Both
Other	☐ 4 String Area	Capitan Reef	ſ WIPP
Other	Fluid Filled	☐ Cement Squeeze	F Pilot Hole
Special Requirements	✓ Water Disposal	I COM	T Unit

#### All previous COAs still apply.

#### A. CASING

- 1. The 10-3/4 inch surface casing shall be set at approximately 1160 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  $\underline{8}$ <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.

# 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:

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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  $51/2 \times 5$  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.

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## 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**

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- 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>

OTA12232019

BTA OIL PRODUCERS LLC RESPECTFULLY REQUEST THE FOLLOWING CHANGES TO THE ORIGINAL PERMIT AS APPROVED.

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

-SPUD Rojo #25H – rig up walked out, drill 14-3/4" hole and set 10-3/4" csg

-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"  $\mathsf{csg}$ 

-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 25H:

#### **Original Permit**

-Surface Section – Fresh water 8.4 ppg -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**

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

#### Casing Programs

Casing Program 25H

**Original APD** 



13-3/8" 54.5# J-55 STC set at 1060' in a 17-1/2" hole

-Intermediate

-Surface

9-5/8" 40# J-55 @ 4995' in a 12-1/4" hole

-2<sup>nd</sup> Intermediate

7" 29# P-110 @ 12442' in a 8-3/4" hole

-Liner

4-1/2" 11.6# P-110 liner from 11820' – 17356' in a 6-1/8" hole

160'

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#### Proposed Change

-Surface

e 10-3/4" 40.5# J-55 STC set at 1990' in a 14-3/4" hole

-Intermediate

9-7/8" hole from 0 to 8000' and 8-3/4" hole from 8000' – 11841'. 7-5/8" 29.7# P-110 BTC from 0 - 7700' and 7-5/8" 29.7# P-110 Stinger HC from 7700' – 11966' and DV tool at 4963

-Production

11766' of 5-1/2" 20# P-110 BTC and 5743' of 5" 18# P-110 BTC set at 17509' (12509' TVD) in a 6-3/4" hole

#### Cement Programs

#### Rojo #25H

Original

-Surface Cement 890 sx

-Intermediate Cement 1685 sx

-2<sup>nd</sup> Intermediate Cement 635 sx

-Liner Cement 510 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:	315 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
-Production Cement		14.8 ppg, 1.33 ft3/sx
-Production Cement	Lead:	675 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.