

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

Sundry Print Reports
04/05/2021

Well Name: VONI FED COM Well Location: T26S / R31E / SEC 21 / County or Parish/State: EDDY /

NENW / 32.0345794 / -103.7846788 NM

Well Number: 226H Type of Well: CONVENTIONAL GAS Allottee or Tribe Name:

WELL

Lease Number: NMNM138866 Unit or CA Name: Unit or CA Number:

US Well Number: 3001547019 Well Status: Approved Application for Operator: MATADOR

Permit to Drill PRODUCTION COMPANY

Notice of Intent

Type of Submission: Notice of Intent

Type of Action Other

Date Sundry Submitted: 03/08/2021 Time Sundry Submitted: 10:19

Date proposed operation will begin: 06/28/2021

Procedure Description: BLM Bond No.: NMB001079 Surety Bond No.: RLB0015172 Matador requests the option to amend the casing and cement design to the attached plan. Omit 9-5/8" casing string and utilize a diesel brine emulsion mud system. Please see the supporting documentation attached and contact Blake Hermes at 972-371-5485 or bhermes@matadorresources.com for any questions.

Surface Disturbance

Is any additional surface disturbance proposed?: No

NOI Attachments

Procedure Description

Voni_Fed_Com_226H_BLM_Tapered_String_Spec_20210308101540.pdf

Voni_Fed_Com_226H_BLM_Drill_Plan_20210308101540.pdf

eived by OCD: 4/6/2021 11:45:09 AM Well Name: VONI FED COM

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Permit to Drill

Operator: MATADOR PRODUCTION COMPANY

Conditions of Approval

Additional Reviews

VONI_FED_COM_226H_SUNDRY___Drilling_Calculations_20210317121317.pdf

VONI_FED_COM_226H_SUNDRY___COA_20210317121256.pdf

Operator Certification

I certify that the foregoing is true and correct. Title 18 U.S.C. Section 1001 and Title 43 U.S.C. Section 1212, make it a crime for any person knowingly and willfully to make to any department or agency of the United States any false, fictitious or fraudulent statements or representations as to any matter within its jurisdiction. Electronic submission of Sundry Notices through this system satisfies regulations requiring a submission of Form 3160-5 or a Sundry Notice.

Operator Electronic Signature: FITZGERALD Signed on: MAR 08, 2021 10:17 AM

Name: MATADOR PRODUCTION COMPANY

Title: Regulatory

Street Address: 5400 LBJ FREEWAY STE 1500

City: DALLAS State: TX

Phone: (972) 371-5448

Email address: nicky.fitzgerald@matadorresources.com

Field Representative

Representative Name:

Street Address:

City: State: Zip:

Phone:

Email address:

BLM Point of Contact

BLM POC Name: CHRISTOPHER WALLS BLM POC Title: Petroleum Engineer

BLM POC Phone: 5752342234 BLM POC Email Address: cwalls@blm.gov

Disposition: Approved Disposition Date: 04/05/2021

Signature: Chris Walls

VONI FED COM 226H SUNDRY

13 3/8	surface o	csg in a	17 1/2	inch hole.		<u>Design I</u>	actors			Surfa	ice	
Segment	#/ft	Grade		Coupling	Body	Collapse	Burst	Length	B@s	a-B	a-C	Weight
"A"	54.50	J	55	BTC	14.69	2.32	0.47	1,066	6	0.86	4.47	58,097
w/8.4#	e/g mud, 30min Sf	c Csg Test psig:	1,446	Tail Cmt	does not	circ to sfc.	Totals:	1,066				58,097
Comparison of	of Proposed to	Minimum Re	equired Ceme	nt Volumes								
Hole	Annular	1 Stage	1 Stage	Min	1 Stage	Drilling	Calc	Req'd				Min Dist
Size	Volume	Cmt Sx	CuFt Cmt	Cu Ft	% Excess	Mud Wt	MASP	BOPE				Hole-Cplg
17 1/2	0.6946	710	1148	740	55	8.80	3158	5M				1.56
Class 'C' tail cn	nt yield above	1.35.										
Burst Frac Gra	dient(s) for Segi	ment(s) A, B	= , b All > 0.7	0, OK.								

7 5/8	casing ins	ide the	13 3/8			Design	Factors -		4	Int 1		
Segment	#/ft	Grade		Coupling	Body	Collapse	Burst	Length	B@s	a-B	a-C	Weight
"A"	29.70	Р	110	BTC	2.69	0.93	1.08	11,790	2	1.57	1.69	350,163
w/8.4#	‡/g mud, 30min Sfo	Csg Test psig:					Totals:	11,790				350,163
	The cement vo	lume(s) are	intended to a	chieve a top of	0	ft from su	ırface or a	1066				overlap.
Hole	Annular	1 Stage	1 Stage	Min	1 Stage	Drilling	Calc	Req'd				Min Dist
Size	Volume	Cmt Sx	CuFt Cmt	Cu Ft	% Excess	Mud Wt	MASP	BOPE				Hole-Cplg
9 7/8	0.2148	1070	3467	2890	20	9.40	6013	10M				0.69
Class 'H' tail cr	mt yld > 1.20						MASP is withi	in 10% of 50	00psig, n	eed exrta	equip?	
					More comer	it may be need	dad Casina n	nuct ho 1//2	fluid fill	od durina	drilling	
Ĺ					wore cemen	it may be need	ieu , casiiig ii	iust be 1//3	· iiuiu iiii	eu uuring	urilling.	

I all cmt												
5 1/2	casing in	side the	7 5/8			Design Fa	ctors		-	Prod 1	-	
Segment	#/ft	Grade		Coupling	Body	Collapse	Burst	Length	B@s	a-B	a-C	Weight
"A"	20.00	Р	110	TLW	2.83	1.48	1.64	24,815	2	2.39	2.16	496,300
w/8.4#	t/g mud, 30min St	fc Csg Test psig:	2,748				Totals:	24,815				496,300
	The cement v	olume(s) are	intended to a	chieve a top of	11590	ft from su	ırface or a	200				overlap.
Hole	Annular	1 Stage	1 Stage	Min	1 Stage	Drilling	Calc	Req'd				Min Dist
Size	Volume	Cmt Sx	CuFt Cmt	Cu Ft	% Excess	Mud Wt	MASP	BOPE				Hole-Cplg
6 3/4	0.0835	1030	1229	1106	11	13.50						0.44
Class 'C' tail cr	nt yld > 1.35											
L				More cement r	nay be neede	d.						
#N/A											_	

Carlsbad Field Office 3/17/2021

PECOS DISTRICT DRILLING CONDITIONS OF APPROVAL

OPERATOR'S NAME: | MATADOR PRODUCTION COMPANY

LEASE NO.: | **NMNM138866**

WELL NAME & NO.: | VONI FED COM 226H SUNDRY

SURFACE HOLE FOOTAGE: 350'/N & 2270'/E **BOTTOM HOLE FOOTAGE** 240'/S & 2310'/ E

LOCATION: | Section 21, T.26 S., R.31 E., NMPM

COUNTY: Eddy County, New Mexico

COA

H2S	O Yes	No	
Potash	None	Secretary	© R-111-P
Cave/Karst Potential	O Low	O Medium	• High
Cave/Karst Potential	Critical		
Variance	O None	• Flex Hose	Other
Wellhead	Conventional	Multibowl	O 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 **7-5/8** inch intermediate casing shall be set at approximately **11790** feet. 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.

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.
- ❖ In <u>High 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.
- **❖** Intermediate casing must be kept fluid filled to meet BLM minimum collapse requirement.

Operator has proposed to pump down 13-3/8" X 7-5/8" annulus. Operator must run a CBL from TD of the Choose an item." casing to surface. Submit results to BLM.

RI03172021

Voni Fed Com 226H

SHL: 350' FNL & 2270' FWL Section 21 BHL: 240' FSL & 2310' FWL Section 33

Township/Range: 26S 31E

Elevation Above Sea Level: 3186

Drilling Operation Plan

Proposed Drilling Depth: 24815' MD / 12493' TVD

Type of well: Horizontal well, no pilot hole

Permitted Well Type: Oil

Geologic Name of Surface Formation: Quaternary Deposits

KOP Lat/Long (NAD83): 32.0353220496 N / -103.7840760118 W TD Lat/Long (NAD83): 32.0008378390 N / -103.7842839769 W

1. Estimated Tops

Formation	MD (ft)	TVD (ft)	Thickness (ft)	Lithology	Resource
Rustler	789	789	748	Anhydrite	Barren
Salado (Top of Salt)	1,537	1,537	1,854	Salt	Barren
Lamar (Base of Salt)	3,993	3,993	30	Salt	Barren
Bell Canyon	4,023	4,023	1,114	Sandstone	Oil/Natural Gas
Cherry Canyon	5,137	5,137	1,139	Sandstone	Oil/Natural Gas
Brushy Canyon	6,276	6,276	1,646	Sandstone	Oil/Natural Gas
Bone Spring Lime	7,922	7,922	965	Limestone	Oil/Natural Gas
1st Bone Spring Sand	8,887	8,887	462	Sandstone	Oil/Natural Gas
2nd Bone Spring Carbonate	9,349	9,349	213	Carbonate	Oil/Natural Gas
2nd Bone Spring Sand	9,562	9,562	558	Sandstone	Oil/Natural Gas
3rd Bone Spring Carbonate	10,120	10,120	661	Carbonate	Oil/Natural Gas
3rd Bone Spring Sand	10,781	10,781	427	Sandstone	Oil/Natural Gas
Wolfcamp	11,208	11,208		Shale	Oil/Natural Gas
KOP	11,940	11,920	•	Shale	Oil/Natural Gas
TD	24,815	12,493	-	Shale	Oil/Natural Gas

2. Notable Zones

Wolfcamp is the goal. All perforations will be within the setback requirements as prescribed or permitted by the New Mexico Oil Conservation Division. OSE estimated ground water depth at this location is 230'

3. Pressure Control

Equipment

A 18,000' 10,000-psi BOP stack consisting of 3 rams with 2 pipe rams, 1 blind ram, and one annular preventer will be utilized below surface casing to TD. See attachments for BOP and choke manifold diagrams.

An accumulator complying with Onshore Order #2 requirements for the pressure rating of the BOP stack will be present. A rotating head will also be installed as needed.

Testing Procedure

BOP will be inspected and operated as required in Onshore Order #2. Kelly cock and sub equipped with a full opening valve sized to fit the drill pipe and collars will be available on the rig floor in the open position.

A third party company will test the BOPs.

After setting surface casing, a minimum 10M BOPE system will be installed. Test pressures will be 250 psi low and 10,000 psi high with the annular preventer being tested to 250 psi low and 5000 psi high before drilling below surface shoe. In the event that the rig drills multiple wells on the pad and any seal subject to test pressures are broken, a full BOP test will be performed when the rig returns and the 10M BOPE system is re-installed.

Variance Request

Matador requests a variance to have the option of running a multi-bowl wellhead assembly for setting the Intermediate 1, and Production Strings. The BOPs will not be tested again unless any flanges are separated.

Matador requests a variance to drill this well using a co-flex line between the BOP and choke manifold. Certification for proposed co-flex hose is attached. The hose is not required by the manufacturer to be anchored. If the specific hose is not available, then one of equal or higher rating will be used.

Matador requests a variance to have the option of batch drilling this well with other wells on the same pad. In the event that this well is batch drilled, the wellbore will be secured with a blind flange of like pressure. When the rig returns to this well and BOPs are installed, the operator will perform a full BOP test.

Matador requests a variance to drill this well using a 5M annular preventer with a 10M BOP ram stack. The "Well Control Plan For 10M MASP Section of Wellbore" is attached.

4. Casing & Cement

All casing will be API and new. See attached casing assumption worksheet.

String	Hole Size (in)	Set MD (ft)	Set TVD (ft)	Casing Size (in)	Wt. (lb/ft)	Grade	Joint	Collapse	Burst	Tension
Surface	17.5	0 - 1066	0 - 1066	13.375	54.5	J-55	BUTT	1.125	1.125	1.8
Intermediate 1	9.875	0 - 11790	0 - 11770	7.625	29.7	P-110	BUTT	1.125	1.125	1.8
Production	6.75	0 - 24815	0 - 12493	5.5	20	P-110	Hunting TLW- SC	1.125	1.125	1.8

- All casing strings will be tested in accordance with Onshore Order #2 III.B.1.h
- Rustler top will be validated via drilling parameters (i.e. reduction in ROP) and surface casing setting depth revised accordingly if needed
- All non-API joint connections will be of like or greater quality and as run specification sheets will be on location for review

Variance Request

Matador request a variance to wave the centralizer requirement for the 7-5/8" casing and the 5-1/2" SF/Flush casing in the 6-3/4" hole.

If a DV tool is used, depth(s) will be adjusted based on hole conditions and cement volumes will be adjusted proportionally. DV tool will be set a minimum of 50 feet below previous casing and a minimum of 200 feet above the current shoe. Lab reports with the 500 psi compressive strength time for the cement will be onsite for review.

Matador request option to perform a bradenhead cement squeeze on Intermediate 1 string.

Matador request a variance to utilize a surface setting rig. If this is used, Matador request the option to drill either 17.5" or 20" surface hole.

String	Туре	Sacks	Yield	Cu. Ft.	Weight	Percent Excess	Top of Cement	Class	Blend
Surface	Lead	460	1.747	797	13.5	50%	0	С	5% NaCl + LCM
Surface	Tail	250	1.379	348	14.8	50%	766	С	5% NaCl + LCM
Intermediate 1	Lead	870	3.66	3201	10.3	25%	0	A/C	Fluid Loss + Dispersant + Retarder + LCM
intermediate i	Tail	200	1.413	286	13.2	25%	10790	A/C	Fluid Loss + Dispersant + Retarder + LCM
Production	Tail	1030	1.193	1224	14.2	10%	11590	Н	Fluid Loss + Dispersant + Retarder + LCM

5. Mud Program

An electronic Pason mud monitoring system complying with Onshore Order 2 will be used. All necessary mud products (barite, bentonite, LCM) for weight addition and fluid loss control will be on location at all times. Mud program is subject to change due to hole conditions.

Hole Section	Hole Size (in)	Mud Type	Interval MD (ft)	Density (lb/gal)	Viscosity	Fluid Loss
Surface	17.5	Spud Mud	0 - 1066	8.4 - 8.8	28-30	NC
Intermediate 1	9.875	Brine Diesel Emulsion	1066 - 11790	8.4 - 9.4	28-30	NC
Production	6.75	OBM	11790 - 24815	12 - 13.5	50-65	<20

6. Cores, Test, & Logs

No core or drill stem test is planned.

No electric logs are planned at this time. GR will be collected through the MWD tools from Intermediate casing to TD. CBL with CCL will be run as far as gravity will let it fall to top of curve.

7. Down Hole Conditions

No abnormal pressure or temperature is expected. Bottom hole pressure is 8770 psi. Maximum anticipated surface pressure is 6022 psi. Expected bottom hole temperature is 201° F.

In accordance with Onshore Order 6, Matador does not anticipate that there will be enough H2S from the surface to the Bone Spring formations to meet the BLM's minimum requirements for the submission of a "H2S Drilling Operation Plan" or "Public Protection Plan" for the drilling and completion of this well. Since we have a H2S safety package on all wells, attached is a "H2S Drilling Operations Plan". Adequate flare lines will be installed off the mud/gas separator where gas may be flared safely. All personnel will be familiar with all aspects of safe operation of the equipment being used.

Tapered String Specification Sheet

Voni Fed Com 226H

SHL: 350' FNL & 2270' FWL Section 21 BHL: 240' FSL & 2310' FWL Section 33

Township/Range: 26S 31E

Elevation Above Sea Level: 3186'

String	Hole Size (in)	Set MD (ft)	Set TVD (ft)	Casing Size (in)	Wt. (lb/ft)	Grade	Joint	Collapse	Burst	Tension
Surface	17.5	0 - 1066	0 - 1066	13.375	54.5	J-55	BUTT	1.125	1.125	1.8
Intermediate 1	9.875	0 - 11790	0 - 11770	7.625	29.7	P-110	BUTT	1.125	1.125	1.8
Production	6.75	0 - 24815	0 - 12493	5.5	20	P-110	Hunting TLW-SC	1.125	1.125	1.8

<u>District I</u> 1625 N. French Dr., Hobbs, NM 88240 Phone:(575) 393-6161 Fax:(575) 393-0720

811 S. First St., Artesia, NM 88210 Phone:(575) 748-1283 Fax:(575) 748-9720

District III
1000 Rio Brazos Rd., Aztec, NM 87410 Phone:(505) 334-6178 Fax:(505) 334-6170

1220 S. St Francis Dr., Santa Fe, NM 87505 Phone:(505) 476-3470 Fax:(505) 476-3462

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

COMMENTS

Action 23097

COMMENTS

Operator:	OGRID:	Action Number:	Action Type:
MATADOR PRODUCTION COMPANY One Lincoln Centre	228937	23097	C-103A
5400 LBJ Freeway, Ste 1500 Dallas, TX75240			

Created By	Comment	Comment Date
kpickford	KP GEO Review 4/7/2021	04/07/2021
jagarcia	Accepted for Record	04/07/2021

<u>District I</u> 1625 N. French Dr., Hobbs, NM 88240 Phone:(575) 393-6161 Fax:(575) 393-0720

811 S. First St., Artesia, NM 88210 Phone:(575) 748-1283 Fax:(575) 748-9720 District III
1000 Rio Brazos Rd., Aztec, NM 87410

Phone:(505) 334-6178 Fax:(505) 334-6170

1220 S. St Francis Dr., Santa Fe, NM 87505 Phone:(505) 476-3470 Fax:(505) 476-3462

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

CONDITIONS

Action 23097

CONDITIONS OF APPROVAL

Operator:		OGRID:	Action Number:	Action Type:
MATADOR PRODUCTION COMPANY	One Lincoln Centre	228937	23097	C-103A
5400 LBJ Freeway, Ste 1500 Dallas, TX7524)			

OCD Reviewer	Condition
kpickford	Adhere to previous NMOCD Conditions of Approval