

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

Sundry Print Report

Well Name: PURE GOLD MDP1 29-17 Well Location: T23S / R31E / SEC 29 / County or Parish/State: EDDY /

FED COM SESW / 32.2701494 / -103.8039245

Well Number: 8H Type of Well: OIL WELL Allottee or Tribe Name:

Lease Number: NMNM0545035 Unit or CA Name: Unit or CA Number:

US Well Number: 3001545754 **Well Status:** Drilling Well **Operator:** OXY USA

INCORPORATED

Notice of Intent

Type of Submission: Notice of Intent

Type of Action Drilling Operations

Date Sundry Submitted: 02/21/2021 Time Sundry Submitted: 05:51

Date proposed operation will begin: 02/28/2021

Procedure Description: OXY USA Inc. respectfully request to revise the casing design, cement and mud programs for the wells listed below. Also note the offline cementing, BOP Break Testing and CBL Sundry language. In addition, the amended surface hole and bottom hole location of the subject well are listed below and shown in attached updated well plat for reference. NEW SHL: 430'FSL 2470'FWL SESW SECTION 28, T23S, R31E NEW BHL: 2624'FSL 2500'FWL NESW SECTION 17, T23S, R31E

Surface Disturbance

Is any additional surface disturbance proposed?: No

NOI Attachments

Procedure Description

PureGoldMDP129_17FdCom8H_APDAmendDrillPlan_20210221175011.pdf

PureGoldMDP129_17FdCom8H_C102_20210221175010.pdf

PureGoldMDP129_17FdCom8H_SitePlan_20210221175010.pdf

eived by OCD: 10/6/2021 11:39:18 AM Well Name: PURE GOLD MDP1 29-17

FED COM

Well Number: 8H

Well Location: T23S / R31E / SEC 29 /

County or Parish/State: Page 2 of

SESW / 32.2701494 / -103.8039245

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Lease Number: NMNM0545035

Unit or CA Name:

Unit or CA Number:

US Well Number: 3001545754

Well Status: Drilling Well

Operator: OXY USA **INCORPORATED**

Conditions of Approval

Specialist Review

PURE_GOLD_MDP1_29_17_FED_COM_8H_20210330134048.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: EMILY MESSER Signed on: FEB 21, 2021 05:50 PM

Name: OXY USA INCORPORATED

Title: REGULATORY LEAD

Street Address: 5 Greenway Plaza, Suite 110

City: Houston State: TX

Phone: (713) 497-2076

Email address: emily_messer@oxy.com

Field Representative

Representative Name:

Street Address:

State: City: Zip:

Phone:

Email address:

BLM Point of Contact

Signature: Chris Walls

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: 07/21/2021

Page 2 of 2

District I
1625 N. French Dr., Hobbs, NM 88240
Phone: (575) 393-6161 Fax: (575) 393-0720
District II
811 S. First St., Artesia, NM 88210
Phone: (575) 748-1283 Fax: (575) 748-9720
District III
1000 Rio Brazos Road, Aztec, NM 87410
Phone: (505) 334-6178 Fax: (505) 334-6170
District IV
1220 S. St. Francis Dr., Santa Fe, NM 87505
Phone: (505) 476-3460 Fax: (505) 476-3462

State of New Mexico
Energy, Minerals & Natural Resources Department
OIL CONSERVATION DIVISION
1220 South St. Francis Dr.
Santa Fe, NM 87505

Form C-102 Revised August 1, 2011 Submit one copy to appropriate District Office

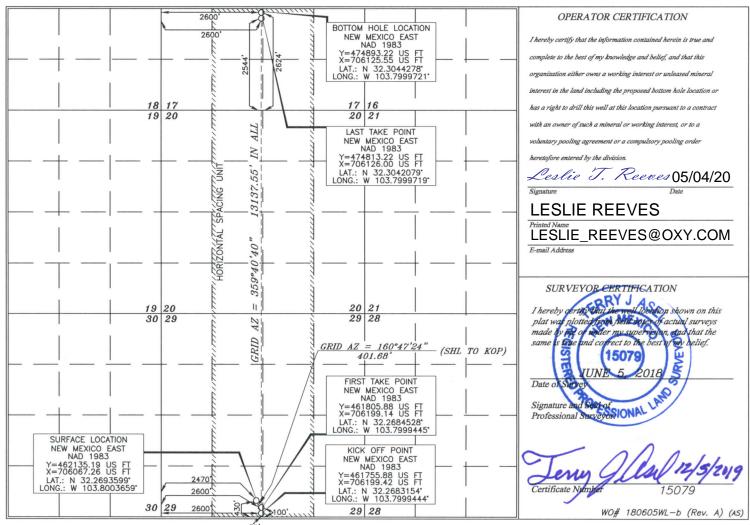
☐ AMENDED REPORT

WELL LOCATION AND ACREAGE DEDICATION PLAT

30-015-45754 33740 33740		INGLE WELLS; BONE SPRING		
Property Code	1	oerty Name "29_17" FEDERAL COM	Well Number 8H	
OGRID No.	Ope.	rator Name	Elevation	
16696	OXY U	ISA INC.	3357.6'	

Surface Location Lot Idn Feet from the UL or lot no. Section Township Range North/South line | Feet from the East/West line County 29 23 SOUTH 31 EAST, N.M.P.M. 430 2470' WEST N SOUTH EDDYBottom Hole Location If Different From Surface UL or lot no. Section Township Lot Idn Feet from the North/South line | Feet from the East/West line County 23 SOUTH 31 EAST, N.M.P.M. 2624 SOUTH 2600' WEST EDDYDedicated Acres Joint or Infill Consolidation Code Order No. 640

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.



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Oxy USA Inc. - Pure Gold MDP1 29_17 Fed Com 176H & 7H & 8H

This is a bulk sundry request for x3 wells in Eddy County, Section 29 T23S R31E. The wells related to this sundry request are:

API#	Well Name
3001545781	Pure Gold MDP1 29-17 Fed Com 176H
3001545712	Pure Gold MDP1 29-17 Fed Com 7H
3001545754	Pure Gold MDP1 29-17 Fed Com 8H

1. Summary of Changes

- Updated geologic target and directional plan from 2nd Bone Spring to 3rd Bone Spring
- Changing 9-5/8 casing weight from 43.5ppf to 40ppf
- Changing Deep intermediate hole size from 8.5" to 8.75"
- Changed 7-5/8" SF set depth from 4000' to 6000'
- Updated cement calculations based on new casing and hole sizes
- Added offline cementing request for 9-5/8" and 7-5/8" casing strings

2. Geologic Formations

TVD of target	11170'	Pilot Hole Depth	N/A
MD at TD:	24169'	Deepest Expected fresh water:	388'

Delaware Basin

Formation	TVD - RKB	Expected Fluids
Rustler	388	
Salado	726	Salt
Castile	2,609	Salt
Lamar/Delaware	4,098	Oil/Gas/Brine
Bell Canyon	4,126	Oil/Gas/Brine
Cherry Canyon	5,025	Oil/Gas/Brine
Brushy Canyon	6,288	Losses
Bone Spring	7,964	Oil/Gas
1st Bone Spring	8,996	Oil/Gas
2nd Bone Spring	9,607	Oil/Gas
3rd Bone Spring	10,867	Oil/Gas

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

3. Casing Program

Buoyant Buoyant Casing Interval Csg. Size SF Weight Body SF Joint SF Hole Size (in) SF Burst Conn. From (ft) To (ft) (in) (lbs) Collapse Tension Tension 13.375 J-55 BTC 1.125 1.2 12.25 0 4148 9.625 40 L-80 1.125 1.2 1.4 BTC 1.4 SF (0 ft to 6000 ft) 0 L-80 HC 1.2 1.4 1.4 FJ (6000 ft to 10728 ft 24169 5.5 P-110 1.125 1.4 SF Values will meet or Exceed

All casing strings will be tested in accordance with Onshore Oil and Gas Order #2 III.B.1.h

*Oxy requests the option to set casing shallower yet still below the salts if losses or hole conditions require this. Cement volumes may be adjusted if casing is set shallower and a DV tool may be run in case hole conditions merit pumping a second stage cement job to comply with permitted top of cement. If cement circulated to surface during first stage, we will drop a cancelation cone and not pump the second stage.

Oxy USA Inc. - Pure Gold MDP1 29 17 Fed Com 176H & 7H & 8H

*Oxy requests the option to run production casing with DQX, SF TORQ, and/or DQW TORQ connections to accommodate hole conditions or drilling operations.

4. Cementing Program

Casing String	# Sks	Wt.	Yld (ft3/sack)	H20 (gal/sk)	500# Comp. Strength (hours)	Slurry Description
Surface (Lead)	N/A	N/A	N/A	N/A	N/A	N/A
Surface (Tail)	469	14.8	1.33	6.365	5:26	Class C Cement, Accelerator
Intermediate (Lead)	887	12.9	1.88	10.130	14:22	Pozzolan Cement, Retarder
Intermediate (Tail)	155	14.8	1.33	6.370	12:45	Class C Cement, Accelerator
Intermediate II 1st Stage (Lead)	N/A	N/A	N/A	N/A	N/A	N/A
Intermediate II 1st Stage (Tail)	269	13.2	1.65	8.640	11:54	Class H Cement, Retarder, Dispersant, Salt
Intermediate II 2nd Sta	ge (Tail Slurry) to be pumpe	ed as Bradenh	ead Squeeze	from surface	, down the Intermediate annulus
Intermediate II 2nd Stage (Lead)	N/A	N/A	N/A	N/A	N/A	N/A
Intermediate II 2nd Stage (Tail)	397	12.9	1.92	10.410	23:10	Class C Cement, Accelerator
Production (Lead)	N/A	N/A	N/A	N/A	N/A	N/A
Production (Tail)	1020	13.2	1.38	6.686	3:49	Class H Cement, Retarder, Dispersant, Salt

Casing String	Top (ft)	Bottom (ft)	% Excess
Surface (Lead)	N/A	N/A	N/A
Surface (Tail)	0	438	100%
Intermediate (Lead)	0	3648	50%
Intermediate (Tail)	3648	4148	20%
Intermediate II 1st Stage (Lead)	N/A	N/A	N/A
Intermediate II 1st Stage (Tail)	6538	10728	5%
Intermediate II 2nd Stage (Lead)	N/A	N/A	N/A
Intermediate II 2nd Stage (Tail)	0	6538	25%
Production (Lead)	N/A	N/A	N/A
Production (Tail)	10228	24169	20%

5. Offline Cementing

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.

The summarized operational sequence will be as follows:

- 1. Run casing as per normal operations. While running casing, conduct negative pressure test and confirm integrity of the float equipment (float collar and shoe).
- 2. Land casing.
- 3. Fill pipe with kill weight fluid, and confirm well is static.
 - a. If well is not static notify BLM and kill well.
 - b. Once well is static notify BLM with intent to proceed with nipple down and offline cementing.
- 4. Set and pressure test annular packoff.

Oxy USA Inc. - Pure Gold MDP1 29_17 Fed Com 176H & 7H & 8H

- 5. After confirmation of both annular barriers and internal barriers, nipple down BOP and install cap flange. If any barrier fails to test, the BOP stack will not be nippled down until after the cement job is completed.
- 6. Skid rig to next well on pad.
- 7. Confirm well is static before removing cap flange.
- 8. If well is not static notify BLM and kill well prior to cementing or nippling up for further remediation.
- 9. Install offline cement tool.
- 10. Rig up cement equipment.
 - a. Notify BLM prior to cement job.
- 11. Perform cement job.
- 12. Confirm well is static and floats are holding after cement job.
- 13. Remove cement equipment, offline cement tools and install night cap with pressure gauge for monitoring.

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.

Four string wells:

- CBL is not required
- If the pumped volume of cement is less than permitted in the APD, BLM will be notified and a CBL may be run
- Echometer will be used after bradenhead cement job to determine TOC before pumping top-out cement

4. Pressure Control Equipment

BOP installed and tested before drilling which hole?	Size?	Min. Required WP	Туре		✓	Tested to:			
		3M	Annular		✓	70% of working pressure			
12.25" Hole	13-5/8"		Blind Ram		✓				
12.25" Hole	13-3/8	3M	Pipe Ra	m		250 mgi / 2000 mgi			
		31/1	Double F	Double Ram		250 psi / 3000 psi			
			Other*						
		3M	Annula	r	✓	70% of working pressure			
8.75" Hole	13-5/8"		Blind Ra	am	✓				
8./3 noie	13-3/8	13-3/8	13-3/6	3M		Pipe Ram			250 psi / 3000 psi
		31/1	Double F	lam	✓	230 psi / 3000 psi			
			Other*						
		5M	Annula	r	✓	70% of working pressure			
6.75" Hala	13-5/8"		Blind Ra	am	✓				
6.75" Hole	13-3/8	5M	Pipe Ra	m		250 mgi / 5000 mgi			
		JIVI	Double R	am	✓	250 psi / 5000 psi			
			Other*						

^{*}Specify if additional ram is utilized.

Oxy will utilize a 5M annular with a 10M BOPE stack. The BOP/BOPE will be tested by an independent service company to 250 psi low and the high pressure indicated above per Onshore Order 2 requirements. The

Oxy USA Inc. - Pure Gold MDP1 29_17 Fed Com 176H & 7H & 8H

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. 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. A separate sundry will be sent prior to spud that reflects the pad based break testing plan.

BOP break test under the following conditions:

- After a full BOP test is conducted
- When skidding to drill an intermediate section where ICP is set into the third Bone Spring or shallower.
- When skidding to drill a production section that does not penetrate into the third Bone Spring or deeper. If the kill line is broken prior to skid, two tests will be performed.
 - 1. Wellhead flange, co-flex hose, kill line connections and upper pipe rams
 - 2. Wellhead flange, HCR valve, check valve, upper pipe rams

If the kill line is not broken prior to skid, only one test will be performed.

1. Wellhead flange, co-flex hose, check valve, upper pipe rams

5. Mud Program

Depth		Tymo	Weight	Vigaasity	Water Loss	
From (ft)	To (ft)	Туре	(ppg)	Viscosity	water Loss	
0	438	Water-Based Mud	8.6-8.8	40-60	N/C	
438	4148	Saturated Brine- Based Mud	9.8-10.0	35-45	N/C	
4148	10728	Water-Based or Oil- Based Mud	8.0-9.6	38-50	N/C	
10728	24169	Water-Based or Oil- Based Mud	Water-Based or Oil-		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

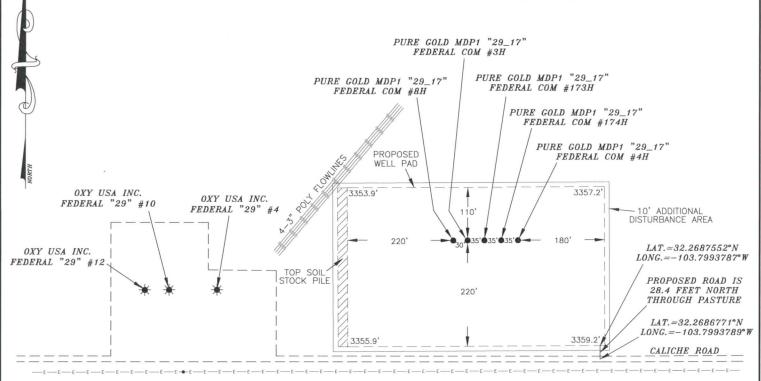
6. Drilling Conditions

Condition	Specify what type and where?
BH Pressure at deepest TVD	6971 psi
Abnormal Temperature	No
BH Temperature at deepest TVD	170°F

7. Total estimated cuttings volume: 1755.4 bbls.

OXY USA INC. PAD 2917 SITE PLAN

FAA PERMIT: NO



SECTION LINE

GLO 1/4
B.C. "1916"

TERRY J ASKLING MEXICO SOLLAR MEXICO SOLLAR

SURVEYORS CERTIFICATE

I, TERRY J. ASEL, NEW MEXICO PROFESSIONAL SURVEYOR NO. 15079, DO HEREBY CERTIFY THAT I CONDUCTED AND AM RESPONSIBLE FOR THIS SURVEY, THAT THIS SURVEY IS TRUE AND CORRECT TO THE BEST OF MY KNOWLEDGE AND BELIEF, AND MEETS THE "MINIMUM STANDARDS FOR SURVEYING IN NEW MEXICO" AS ADOPTED BY THE NEW MEXICO STATE BOARD OF REGISTRATION FOR PROFESSIONAL ENGINEERS AND SURVEYORS.

Jerry J. Asel S.M. R.P.L.S. No. 15079

Asel Surveying

P.O. BOX 393 - 310 W. TAYLOR

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--- DENOTES PROPOSED WELL PAD--- DENOTES PROPOSED ROAD★ DENOTES EXISTING WELL

200' 0 200' 400' FEET

SCALE: 1"=200'

OXY USA INC.

PAD 2917 LOCATED IN SECTION 29, TOWNSHIP 23 SOUTH, RANGE 31 EAST, N.M.P.M., EDDY COUNTY, NEW MEXICO

Survey Date: 06/05/18	Sheet	1	of	f 1	Sheets
W.O. Number:	Drawn	Ву:	KA	Rev:	
Date: 12/03/19				Scale:	1"=200'

PECOS DISTRICT DRILLING CONDITIONS OF APPROVAL

OPERATOR'S NAME: OXY

LEASE NO.: | NMNM0545035

WELL NAME & NO.: | Pure Gold MDP1 29-17 Fed Com 8H

SURFACE HOLE FOOTAGE: 430'/S & 2470'/W **BOTTOM HOLE FOOTAGE** 2624'/S & 2600'/W

LOCATION: | Section 29, T.23 S., R.31 E., NMPM

COUNTY: Eddy County, New Mexico

COA

C Yes	No No	
© None	Secretary	⊙ R-111-P
• Low	Medium	C High
Critical		
C None	• Flex Hose	Other
C Conventional	• Multibowl	O Both
☐4 String Area	☐ Capitan Reef	□WIPP
☐ Fluid Filled	Cement Squeeze	☐ Pilot Hole
☐ Water Disposal	▼ COM	□ Unit
• Yes	O No	
	C None C Low C Critical C None C Conventional □ 4 String Area □ Fluid Filled □ Water Disposal	C None C Low C Medium C Critical C None C Flex Hose C Conventional C Secretary C Medium C Medium C Flex Hose C Conventional C Multibowl C Capitan Reef Fluid Filled C Cement Squeeze C Water Disposal C COM

A. HYDROGEN SULFIDE

Hydrogen Sulfide (H2S) monitors shall be installed prior to drilling out the surface shoe. If H2S is detected in concentrations greater than 100 ppm, the Hydrogen Sulfide area shall meet Onshore Order 6 requirements, which includes equipment and personnel/public protection items. If Hydrogen Sulfide is encountered, provide measured values and formations to the BLM.

B. CASING

- 1. The 13-3/8 inch surface casing shall be set at approximately 461 feet (a minimum of 70 feet (Eddy 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 **24 hours in the Potash Area** 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 9-5/8 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>R111 Potash Areas</u> if cement does not circulate to surface on the first two salt protection casing strings, the cement on the 3rd casing string must come to surface.
- 3. The minimum required fill of cement behind the **7-5/8** inch production casing is:
 - Cement to surface. If cement does not circulate, contact the appropriate BLM office.

Operator has proposed to pump down 7-5/8" X 9-5/8" annulus. <u>Operator must run</u> a CBL/ Echometer from TD of the 7-5/8" casing to surface. Submit results to BLM.

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

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).
- 2. 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 **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.

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.
- 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 (Note: For 5M BOPE or less)

- BOPE Break Testing is ONLY permitted for 5M BOPE or less.
- BOPE Break Testing is NOT permitted to drilling the production hole section.
- 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 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.
- 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 Onshore Oil and Gas Order No. 2.

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 CountyCall 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 2nd 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.
- 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, 2) until cement has been in place at least 24 hours. 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 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 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: 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:
 - 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.

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.

ZS 033021

PRD NM DIRECTIONAL PLANS (NAD 1983) Pure Gold MDP1 29_17 Federal Com PURE GOLD MDP1 29_17 FED COM 8H

WB00

Plan: Permitting Plan

Standard Planning Report

23 September, 2021

North Reference:

Planning Report

Database: HOPSPP

Company: ENGINEERING DESIGNS

Project: PRD NM DIRECTIONAL PLANS (NAD 1983)
Site: Pure Gold MDP1 29 17 Federal Com

Well: PURE GOLD MDP1 29_17 FED COM 8H

Wellbore: WB00

Design: Permitting Plan

Local Co-ordinate Reference:

Survey Calculation Method:

ce: Well PURE GOLD MDP1 29_17 FED COM 8H

 TVD Reference:
 RKB=26.5' @ 3384.10ft

 MD Reference:
 RKB=26.5' @ 3384.10ft

Grid

Minimum Curvature

Project PRD NM DIRECTIONAL PLANS (NAD 1983)

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

Geo Datum: North American Datum 1983

Map Zone: New Mexico Eastern Zone

Using geodetic scale factor

Site Pure Gold MDP1 29_17 Federal Com

Site Position: Northing: 462,387.11 usft Latitude: 32° 16' 12.264239 N 704.515.79 usft From: Мар Easting: Longitude: 103° 48' 19.372708 W **Position Uncertainty:** 50.00 ft Slot Radius: 13.200 in **Grid Convergence:** 0.28

Well PURE GOLD MDP1 29_17 FED COM 8H

 Well Position
 +N/-S
 -251.94 ft
 Northing:
 462,135.19 usft
 Latitude:
 32° 16' 9.695457 N

 +E/-W
 1,551.57 ft
 Easting:
 706,067.26 usft
 Longitude:
 103° 48' 1.317125 W

Position Uncertainty 1.00 ft Wellhead Elevation: 0.00 ft Ground Level: 3,357.60 ft

Wellbore WB00 Declination Field Strength Magnetics **Model Name** Sample Date Dip Angle (°) (°) (nT) HDGM FILE 8/14/2018 6.88 60.00 48,048.50000000

Design Permitting Plan Audit Notes: Version: Phase: **PROTOTYPE** Tie On Depth: 0.00 +N/-S **Vertical Section:** Depth From (TVD) +F/-W Direction (ft) (ft) (ft) (°) 0.00 0.00 0.00 0.26

Plan Survey Tool Program Date 9/23/2021

Depth From Depth To

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

1 0.00 24,211.36 Permitting Plan (WB00) B001Mb MWD+HRGM

OWSG MWD + HRGM

Plan Sections Vertical Measured Build **Dogleg** Turn Depth Inclination Depth +N/-S Rate Rate Rate Azimuth +E/-W TFO (ft) (ft) (°/100ft) (°/100ft) (°/100ft) (°) (°) (ft) (ft) (°) **Target** 0.00 0.00 0.00 0.00 0.00 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 0.00 170.69 6,694.93 -85.90 1.00 1.00 0.00 170.69 6,700.00 10.00 14 08 10,313.09 10.00 170.69 10,253.13 -705.04 115.58 0.00 0.00 0.00 0.00 11,311.18 89.93 359.68 10,924.11 -141.14 130.87 10.00 8.01 -17.13 -170.88 24,211.36 89.93 359.68 10,939.10 12,758.82 0.00 0.00 0.00 0.00 PBHL (Pure Gold 58.29

Planning Report

Database: HOPSPP

Company: ENGINEERING DESIGNS

Project: PRD NM DIRECTIONAL PLANS (NAD 1983)
Site: Pure Gold MDP1 29_17 Federal Com

Well: PURE GOLD MDP1 29_17 FED COM 8H

Wellbore: WB00

Design: Permitting Plan

Local Co-ordinate Reference:

TVD Reference:
MD Reference:
North Reference:

Survey Calculation Method:

Well PURE GOLD MDP1 29_17 FED COM 8H

RKB=26.5' @ 3384.10ft RKB=26.5' @ 3384.10ft

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	0.00	0.00	4,000.00	0.00	0.00	0.00	0.00	0.00	0.00
4,100.00	0.00	0.00	4,100.00	0.00	0.00	0.00	0.00	0.00	0.00
4,200.00	0.00	0.00	4,200.00	0.00	0.00	0.00	0.00	0.00	0.00
4,300.00	0.00	0.00	4,300.00	0.00	0.00	0.00	0.00	0.00	0.00
4,400.00	0.00	0.00	4,400.00	0.00	0.00	0.00	0.00	0.00	0.00
4,500.00	0.00	0.00	4,500.00	0.00	0.00	0.00	0.00	0.00	0.00
4,600.00	0.00	0.00	4,600.00	0.00	0.00	0.00	0.00	0.00	0.00
4,700.00	0.00	0.00	4,700.00	0.00	0.00	0.00	0.00	0.00	0.00
4,800.00	0.00	0.00	4,800.00	0.00	0.00	0.00	0.00	0.00	0.00
4,900.00	0.00	0.00	4,900.00	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: Pure Gold MDP1 29 17 Federal Com

Site: Pure Gold MDP1 29_17 Federal Com
Well: PURE GOLD MDP1 29_17 FED COM 8H

Wellbore: WB00

Design: Permitting Plan

Local Co-ordinate Reference:

TVD Reference: MD Reference: North Reference:

Survey Calculation Method:

Well PURE GOLD MDP1 29_17 FED COM 8H

RKB=26.5' @ 3384.10ft RKB=26.5' @ 3384.10ft

Grid

Design:	Permitting Plan								
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	1.00	170.69	5,800.00	-0.86	0.14	-0.86	1.00	1.00	0.00
5,900.00	2.00	170.69	5,899.96	-3.44	0.56	-3.44	1.00	1.00	0.00
6,000.00	3.00	170.69	5,999.86	-7.75	1.27	-7.74	1.00	1.00	0.00
6,100.00	4.00	170.69	6,099.68	-13.77	2.26	-13.76	1.00	1.00	0.00
6,200.00	5.00	170.69	6,199.37	-21.52	3.53	-21.50	1.00	1.00	0.00
6,300.00	6.00	170.69	6,298.90	-30.97	5.08	-30.95	1.00	1.00	0.00
6,400.00	7.00	170.69	6,398.26	-42.14	6.91	-42.11	1.00	1.00	0.00
6,500.00	8.00	170.69	6,497.40	-55.03	9.02	-54.98	1.00	1.00	0.00
6,600.00	9.00	170.69	6,596.30	-69.61	11.41	-69.56	1.00	1.00	0.00
6,700.00	10.00	170.69	6,694.93	-85.90	14.08	-85.83	1.00	1.00	0.00
6,800.00	10.00	170.69	6,793.41	-103.03	16.89	-102.96	0.00	0.00	0.00
6,900.00	10.00	170.69	6,891.89	-120.17	19.70	-120.08	0.00	0.00	0.00
7,000.00	10.00	170.69	6,990.37	-137.31	22.51	-137.20	0.00	0.00	0.00
7,100.00	10.00	170.69	7,088.85	-154.44	25.32	-154.33	0.00	0.00	0.00
7,200.00	10.00	170.69	7,187.33	-171.58	28.13	-171.45	0.00	0.00	0.00
7,300.00	10.00	170.69	7,285.82	-188.72	30.94	-188.57	0.00	0.00	0.00
7,400.00	10.00	170.69	7,384.30	-205.85	33.75	-205.69	0.00	0.00	0.00
7,500.00	10.00	170.69	7,482.78	-222.99	36.56	-222.82	0.00	0.00	0.00
7,600.00	10.00	170.69	7,581.26	-240.12	39.36	-239.94	0.00	0.00	0.00
7,700.00	10.00	170.69	7,679.74	-257.26	42.17	-257.06	0.00	0.00	0.00
7,800.00	10.00	170.69	7,778.22	-274.40	44.98	-274.19	0.00	0.00	0.00
7,900.00	10.00	170.69	7,876.70	-291.53	47.79	-291.31	0.00	0.00	0.00
8,000.00	10.00	170.69	7,975.18	-308.67	50.60	-308.43	0.00	0.00	0.00
8,100.00	10.00	170.69	8,073.66	-325.80	53.41	-325.56	0.00	0.00	0.00
8,200.00	10.00	170.69	8,172.14	-342.94	56.22	-342.68	0.00	0.00	0.00
8,300.00	10.00	170.69	8,270.62	-360.08	59.03	-359.80	0.00	0.00	0.00
8,400.00	10.00	170.69	8,369.10	-377.21	61.84	-376.93	0.00	0.00	0.00
8,500.00	10.00	170.69	8,467.58	-394.35	64.65	-394.05	0.00	0.00	0.00
8,600.00	10.00	170.69	8,566.07	-411.48	67.46	-411.17	0.00	0.00	0.00
8,700.00	10.00	170.69	8,664.55	-428.62	70.27	-428.29	0.00	0.00	0.00
8,800.00	10.00	170.69	8,763.03	-445.76	73.08	-445.42	0.00	0.00	0.00
8,900.00	10.00	170.69	8,861.51	-462.89	75.88	-462.54	0.00	0.00	0.00
9,000.00	10.00	170.69	8,959.99	-480.03	78.69	-479.66	0.00	0.00	0.00
9,100.00	10.00	170.69	9,058.47	-497.16	81.50	-496.79	0.00	0.00	0.00
9,200.00	10.00	170.69	9,156.95	-514.30	84.31	-513.91	0.00	0.00	0.00
9,300.00	10.00	170.69	9,255.43	-531.44	87.12	-531.03	0.00	0.00	0.00
9,400.00	10.00	170.69	9,353.91	-548.57	89.93	-548.16	0.00	0.00	0.00
9,500.00	10.00	170.69	9,452.39	-565.71	92.74	-565.28	0.00	0.00	0.00
9,600.00	10.00	170.69	9,550.87	-582.84	95.55	-582.40	0.00	0.00	0.00
9,700.00	10.00	170.69	9,649.35	-599.98	98.36	-599.53	0.00	0.00	0.00
9,800.00	10.00	170.69	9,747.84	-617.12	101.17	-616.65	0.00	0.00	0.00
9,900.00	10.00	170.69	9,846.32	-634.25	103.98	-633.77	0.00	0.00	0.00
10,000.00	10.00	170.69	9,944.80	-651.39	106.79	-650.89	0.00	0.00	0.00
10,100.00	10.00	170.69	10,043.28	-668.53	109.60	-668.02	0.00	0.00	0.00
10,200.00	10.00	170.69	10,141.76	-685.66	112.40	-685.14	0.00	0.00	0.00
10,300.00	10.00	170.69	10,240.24	-702.80	115.21	-702.26	0.00	0.00	0.00
10,313.09	10.00	170.69	10,253.13	-705.04	115.58	-704.51	0.00	0.00	0.00
10,400.00	1.97	126.60	10,339.52	-713.39	118.01	-712.85	10.00	-9.24	-50.73
10,500.00	8.95	9.74	10,439.13	-706.73	120.71	-706.18	10.00	6.98	-116.85
10,600.00	18.88	4.30	10,536.08	-682.87	123.25	-682.30	10.00	9.92	-5.45

Planning Report

Database: HOPSPP

Company: ENGINEERING DESIGNS

Project: PRD NM DIRECTIONAL PLANS (NAD 1983)
Site: Pure Gold MDP1 29_17 Federal Com

Well: PURE GOLD MDP1 29_17 FED COM 8H

Wellbore: WB00

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RKB=26.5' @ 3384.10ft RKB=26.5' @ 3384.10ft

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)
10,700.00 10,800.00	28.85 38.84	2.54 1.64	10,627.42 10,710.36	-642.53 -586.94	125.54 127.51	-641.95 -586.35	10.00 10.00	9.98 9.99	-1.75 -0.91
10,900.00 11,000.00 11,100.00 11,200.00 11,300.00	48.83 58.83 68.82 78.82 88.82	1.06 0.63 0.29 359.99 359.71	10,782.40 10,841.34 10,885.40 10,913.23 10,923.98	-517.78 -437.17 -347.54 -251.62 -152.33	129.10 130.27 130.97 131.20 130.93	-517.19 -436.57 -346.93 -251.02 -151.73	10.00 10.00 10.00 10.00 10.00	9.99 9.99 10.00 10.00 10.00	-0.58 -0.43 -0.34 -0.30 -0.28
11,311.18 11,400.00 11,500.00 11,600.00 11,700.00	89.93 89.93 89.93 89.93	359.68 359.68 359.68 359.68 359.68	10,924.11 10,924.21 10,924.32 10,924.44 10,924.56	-141.14 -52.33 47.67 147.67 247.67	130.87 130.37 129.81 129.25 128.68	-140.54 -51.73 48.26 148.26 248.25	10.00 0.00 0.00 0.00 0.00	10.00 0.00 0.00 0.00 0.00	-0.28 0.00 0.00 0.00 0.00
11,800.00 11,900.00 12,000.00 12,100.00 12,200.00	89.93 89.93 89.93 89.93	359.68 359.68 359.68 359.68 359.68	10,924.67 10,924.79 10,924.91 10,925.02 10,925.14	347.66 447.66 547.66 647.66 747.66	128.12 127.56 126.99 126.43 125.87	348.25 448.24 548.24 648.23 748.22	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
12,300.00 12,400.00 12,500.00 12,600.00 12,700.00	89.93 89.93 89.93 89.93	359.68 359.68 359.68 359.68 359.68	10,925.25 10,925.37 10,925.49 10,925.60 10,925.72	847.66 947.65 1,047.65 1,147.65 1,247.65	125.31 124.74 124.18 123.62 123.06	848.22 948.21 1,048.21 1,148.20 1,248.20	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
12,800.00 12,900.00 13,000.00 13,100.00 13,200.00	89.93 89.93 89.93 89.93	359.68 359.68 359.68 359.68 359.68	10,925.84 10,925.95 10,926.07 10,926.18 10,926.30	1,347.65 1,447.65 1,547.64 1,647.64 1,747.64	122.49 121.93 121.37 120.81 120.24	1,348.19 1,448.19 1,548.18 1,648.18 1,748.17	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
13,300.00 13,400.00 13,500.00 13,600.00 13,700.00	89.93 89.93 89.93 89.93	359.68 359.68 359.68 359.68 359.68	10,926.42 10,926.53 10,926.65 10,926.77 10,926.88	1,847.64 1,947.64 2,047.64 2,147.63 2,247.63	119.68 119.12 118.56 117.99 117.43	1,848.17 1,948.16 2,048.16 2,148.15 2,248.15	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
13,800.00 13,900.00 14,000.00 14,100.00 14,200.00	89.93 89.93 89.93 89.93	359.68 359.68 359.68 359.68 359.68	10,927.00 10,927.11 10,927.23 10,927.35 10,927.46	2,347.63 2,447.63 2,547.63 2,647.63 2,747.62	116.87 116.31 115.74 115.18 114.62	2,348.14 2,448.14 2,548.13 2,648.12 2,748.12	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
14,300.00 14,400.00 14,500.00 14,600.00 14,700.00	89.93 89.93 89.93 89.93	359.68 359.68 359.68 359.68 359.68	10,927.58 10,927.70 10,927.81 10,927.93 10,928.04	2,847.62 2,947.62 3,047.62 3,147.62 3,247.62	114.05 113.49 112.93 112.37 111.80	2,848.11 2,948.11 3,048.10 3,148.10 3,248.09	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
14,800.00 14,900.00 15,000.00 15,100.00 15,200.00	89.93 89.93 89.93 89.93 89.93	359.68 359.68 359.68 359.68 359.68	10,928.16 10,928.28 10,928.39 10,928.51 10,928.63	3,347.61 3,447.61 3,547.61 3,647.61 3,747.61	111.24 110.68 110.12 109.55 108.99	3,348.09 3,448.08 3,548.08 3,648.07 3,748.07	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
15,300.00 15,400.00 15,500.00 15,600.00 15,700.00	89.93 89.93 89.93 89.93 89.93	359.68 359.68 359.68 359.68 359.68	10,928.74 10,928.86 10,928.97 10,929.09 10,929.21	3,847.61 3,947.60 4,047.60 4,147.60 4,247.60	108.43 107.87 107.30 106.74 106.18	3,848.06 3,948.06 4,048.05 4,148.05 4,248.04	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
15,800.00 15,900.00	89.93 89.93	359.68 359.68	10,929.32 10,929.44	4,347.60 4,447.60	105.62 105.05	4,348.04 4,448.03	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: Pure Gold MDP1 29_17 Federal Com

Well: PURE GOLD MDP1 29_17 FED COM 8H

Wellbore: WB00

Design: Permitting Plan

Local Co-ordinate Reference:

TVD Reference: MD Reference: North Reference:

Survey Calculation Method:

Well PURE GOLD MDP1 29_17 FED COM 8H

RKB=26.5' @ 3384.10ft RKB=26.5' @ 3384.10ft

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)
16,000.00	89.93	359.68	10,929.56	4,547.59	104.49	4,548.02	0.00	0.00	0.00
16,100.00	89.93	359.68	10,929.67	4,647.59	103.93	4,648.02	0.00	0.00	0.00
16,200.00	89.93	359.68	10,929.79	4,747.59	103.37	4,748.01	0.00	0.00	0.00
16,300.00	89.93	359.68	10.929.90	4,847.59	102.80	4,848.01	0.00	0.00	0.00
16,400.00	89.93	359.68	10,930.02	4,947.59	102.24	4,948.00	0.00	0.00	0.00
16,500.00	89.93	359.68	10,930.14	5,047.59	101.68	5,048.00	0.00	0.00	0.00
16,600.00	89.93	359.68	10,930.25	5,147.58	101.12	5,147.99	0.00	0.00	0.00
16,700.00	89.93	359.68	10,930.37	5,247.58	100.55	5,247.99	0.00	0.00	0.00
16,800.00	89.93	359.68	10,930.49	5,347.58	99.99	5,347.98	0.00	0.00	0.00
16,900.00	89.93	359.68	10,930.60	5,447.58	99.43	5,447.98	0.00	0.00	0.00
17,000.00	89.93	359.68	10,930.72	5,547.58	98.86	5,547.97	0.00	0.00	0.00
17,100.00	89.93	359.68	10,930.83	5,647.58	98.30	5,647.97	0.00	0.00	0.00
17,200.00	89.93	359.68	10,930.95	5,747.57	97.74	5,747.96	0.00	0.00	0.00
17,300.00	89.93	359.68	10,931.07	5,847.57	97.18	5,847.96	0.00	0.00	0.00
17,400.00	89.93	359.68	10,931.18	5,947.57	96.61	5,947.95	0.00	0.00	0.00
17,500.00	89.93	359.68	10,931.30	6,047.57	96.05	6,047.95	0.00	0.00	0.00
17,600.00	89.93	359.68	10,931.42	6,147.57	95.49	6,147.94	0.00	0.00	0.00
17,700.00	89.93	359.68	10,931.53	6,247.57	94.93	6,247.94	0.00	0.00	0.00
17,800.00	89.93	359.68	10,931.65	6,347.56	94.36	6,347.93	0.00	0.00	0.00
17,900.00	89.93	359.68	10,931.76	6,447.56	93.80	6,447.92	0.00	0.00	0.00
18,000.00	89.93	359.68	10,931.88	6,547.56	93.24	6,547.92	0.00	0.00	0.00
18,100.00	89.93	359.68	10,932.00	6,647.56	92.68	6,647.91	0.00	0.00	0.00
18,200.00	89.93	359.68	10,932.11	6,747.56	92.11	6,747.91	0.00	0.00	0.00
18,300.00	89.93	359.68	10,932.23	6,847.56	91.55	6,847.90	0.00	0.00	0.00
18,400.00	89.93	359.68	10,932.35	6,947.56	90.99	6,947.90	0.00	0.00	0.00
18,500.00	89.93	359.68	10,932.46	7,047.55	90.43	7,047.89	0.00	0.00	0.00
18,600.00	89.93	359.68	10,932.58	7,147.55	89.86	7,147.89	0.00	0.00	0.00
18,700.00	89.93	359.68	10,932.69	7,247.55	89.30	7,247.88	0.00	0.00	0.00
18,800.00	89.93	359.68	10,932.81	7,347.55	88.74	7,347.88	0.00	0.00	0.00
18,900.00	89.93	359.68	10,932.93	7,447.55	88.18	7,447.87	0.00	0.00	0.00
19,000.00	89.93	359.68	10,933.04	7,547.55	87.61	7,547.87	0.00	0.00	0.00
19,100.00 19,200.00	89.93 89.93	359.68 359.68	10,933.16 10,933.28	7,647.54 7,747.54	87.05 86.49	7,647.86 7,747.86	0.00 0.00	0.00 0.00	0.00 0.00
1									
19,300.00	89.93	359.68	10,933.39	7,847.54	85.92	7,847.85	0.00	0.00	0.00
19,400.00 19,500.00	89.93 89.93	359.68 359.68	10,933.51 10,933.62	7,947.54 8,047.54	85.36 84.80	7,947.85 8,047.84	0.00 0.00	0.00 0.00	0.00 0.00
19,600.00	89.93	359.68	10,933.74	8,147.54	84.24	8,147.84	0.00	0.00	0.00
19,700.00	89.93	359.68	10,933.86	8,247.53	83.67	8,247.83	0.00	0.00	0.00
19,800.00	89.93		10,933.97	8,347.53		8,347.82	0.00	0.00	0.00
19,800.00	89.93 89.93	359.68 359.68	10,933.97	8,347.53 8,447.53	83.11 82.55	8,347.82 8,447.82	0.00	0.00	0.00
20,000.00	89.93	359.68	10,934.20	8,547.53	81.99	8,547.81	0.00	0.00	0.00
20,100.00	89.93	359.68	10,934.32	8,647.53	81.42	8,647.81	0.00	0.00	0.00
20,200.00	89.93	359.68	10,934.44	8,747.53	80.86	8,747.80	0.00	0.00	0.00
20,300.00	89.93	359.68	10,934.55	8,847.52	80.30	8,847.80	0.00	0.00	0.00
20,400.00	89.93	359.68	10,934.67	8,947.52	79.74	8,947.79	0.00	0.00	0.00
20,500.00	89.93	359.68	10,934.79	9,047.52	79.17	9,047.79	0.00	0.00	0.00
20,600.00	89.93	359.68	10,934.90	9,147.52	78.61	9,147.78	0.00	0.00	0.00
20,700.00	89.93	359.68	10,935.02	9,247.52	78.05	9,247.78	0.00	0.00	0.00
20,800.00	89.93	359.68	10,935.13	9,347.52	77.49	9,347.77	0.00	0.00	0.00
20,900.00	89.93	359.68	10,935.25	9,447.51	76.92	9,447.77	0.00	0.00	0.00
21,000.00	89.93	359.68	10,935.37	9,547.51	76.36	9,547.76	0.00	0.00	0.00
21,100.00	89.93	359.68	10,935.48	9,647.51	75.80	9,647.76	0.00	0.00	0.00
21,200.00	89.93	359.68	10,935.60	9,747.51	75.24	9,747.75	0.00	0.00	0.00
21,300.00	89.93	359.68	10,935.72	9,847.51	74.67	9,847.75	0.00	0.00	0.00

OXYPlanning Report

Company: ENGINEERING DESIGNS

HOPSPP

Project: PRD NM DIRECTIONAL PLANS (NAD 1983)
Site: Pure Gold MDP1 29_17 Federal Com
Well: PURE GOLD MDP1 29_17 FED COM 8H

Wellbore: WB00
Design: Permitting Plan

Database:

Local Co-ordinate Reference:

TVD Reference:
MD Reference:
North Reference:
Survey Calculation Method:

Well PURE GOLD MDP1 29_17 FED COM 8H

RKB=26.5' @ 3384.10ft RKB=26.5' @ 3384.10ft

Grid

Planned Survey									
Flaillieu 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)
21,400.00 21,500.00 21,600.00 21,700.00	89.93 89.93 89.93 89.93	359.68 359.68 359.68 359.68	10,935.83 10,935.95 10,936.06 10,936.18	9,947.51 10,047.50 10,147.50 10,247.50	74.11 73.55 72.99 72.42	9,947.74 10,047.74 10,147.73 10,247.72	0.00 0.00 0.00 0.00	0.00 0.00 0.00 0.00	0.00 0.00 0.00 0.00
21,800.00 21,900.00 22,000.00 22,100.00 22,200.00	89.93 89.93 89.93 89.93	359.68 359.68 359.68 359.68 359.68	10,936.30 10,936.41 10,936.53 10,936.65 10,936.76	10,347.50 10,447.50 10,547.50 10,647.49 10,747.49	71.86 71.30 70.73 70.17 69.61	10,347.72 10,447.71 10,547.71 10,647.70 10,747.70	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
22,300.00 22,400.00 22,500.00 22,600.00 22,700.00	89.93 89.93 89.93 89.93	359.68 359.68 359.68 359.68 359.68	10,936.88 10,936.99 10,937.11 10,937.23 10,937.34	10,847.49 10,947.49 11,047.49 11,147.49 11,247.48	69.05 68.48 67.92 67.36 66.80	10,847.69 10,947.69 11,047.68 11,147.68 11,247.67	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
22,800.00 22,900.00 23,000.00 23,100.00 23,200.00	89.93 89.93 89.93 89.93	359.68 359.68 359.68 359.68 359.68	10,937.46 10,937.58 10,937.69 10,937.81 10,937.92	11,347.48 11,447.48 11,547.48 11,647.48 11,747.48	66.23 65.67 65.11 64.55 63.98	11,347.67 11,447.66 11,547.66 11,647.65 11,747.65	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
23,300.00 23,400.00 23,500.00 23,600.00 23,700.00	89.93 89.93 89.93 89.93	359.68 359.68 359.68 359.68 359.68	10,938.04 10,938.16 10,938.27 10,938.39 10,938.51	11,847.47 11,947.47 12,047.47 12,147.47 12,247.47	63.42 62.86 62.30 61.73 61.17	11,847.64 11,947.64 12,047.63 12,147.62 12,247.62	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
23,800.00 23,900.00 24,000.00 24,100.00 24,200.00	89.93 89.93 89.93 89.93	359.68 359.68 359.68 359.68 359.68	10,938.62 10,938.74 10,938.85 10,938.97 10,939.09	12,347.47 12,447.46 12,547.46 12,647.46 12,747.46	60.61 60.05 59.48 58.92 58.36	12,347.61 12,447.61 12,547.60 12,647.60 12,747.59	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
24,211.36	89.93	359.68	10,939.10	12,758.82	58.29	12,758.95	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 (Pure Gold MDP1 - plan misses target - Point	0.00 center by 30		10,924.10 28.31ft MD	-329.33 (10894.97 TV	131.89 D, -320.90 N	461,805.88 , 131.08 E)	706,199.14	32° 16′ 6.430264 N	103° 47' 59.800179
PBHL (Pure Gold - plan hits target cer - Point	0.00 nter	0.00	10,939.10	12,758.82	58.29	474,893.22	706,125.55	32° 18' 15.940142 N	103° 47' 59.899329

Planning Report

Database: HOPSPP

Company: ENGINEERING DESIGNS

Project: PRD NM DIRECTIONAL PLANS (NAD 1983)

Site: Pure Gold MDP1 29_17 Federal Com

Well: PURE GOLD MDP1 29_17 FED COM 8H

Wellbore: WB00

Design: Permitting Plan

Local Co-ordinate Reference:

TVD Reference: MD Reference: North Reference:

Survey Calculation Method:

Well PURE GOLD MDP1 29_17 FED COM 8H

RKB=26.5' @ 3384.10ft RKB=26.5' @ 3384.10ft

Grid

Formations						
	Measured Depth (ft)	Vertical Depth (ft)	Name	Lithology	Dip (°)	Dip Direction (°)
	405.10	405.10	RUSTLER			
	741.10	741.10	SALADO			
	2,683.10	2,683.10	CASTILE			
	4,107.10	4,107.10	DELAWARE			
	4,136.10	4,136.10	BELL CANYON			
	5,057.10	5,057.10	CHERRY CANYON			
	6,271.05	6,270.10	BRUSHY CANYON			
	7,975.55	7,951.10	BONE SPRING			
	9,021.44	8,981.10	BONE SPRING 1ST			
	9,679.43	9,629.10	BONE SPRING 2ND			
	10,910.28	10,789.10	BONE SPRING 3RD			

Plan Annota	tions				
	Measured	Vertical	Local Coor	dinates	
	Depth (ft)	Depth (ft)	+N/-S (ft)	+E/-W (ft)	Comment
	5,700.00	5,700.00	0.00	0.00	Build 1°/100'
	6,700.00	6,694.93	-85.90	14.08	Hold 10° Tangent
	10,313.09	10,253.13	-705.04	115.58	KOP, Build 10°/100'
	11,311.18	10,924.11	-141.14	130.87	Landing Point
	24,211.36	10,939.10	12,758.82	58.29	TD at 24211.36' MD

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

District II 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 54421

COMMENTS

Operator:	OGRID:
OXY USA INC	16696
P.O. Box 4294	Action Number:
Houston, TX 772104294	54421
	Action Type:
	[C-103] NOI Change of Plans (C-103A)

COMMENTS

Created By	Comment	Comment Date
kpickford	KP GEO Review 10/7/2021	10/7/2021
jagarcia	Approved, John Garcia, Petroleum Engineer	10/28/2021

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

District II 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 54421

CONDITIONS

Operate	or:	OGRID:
	OXY USA INC	16696
	P.O. Box 4294	Action Number:
	Houston, TX 772104294	54421
		Action Type:
		[C-103] NOI Change of Plans (C-103A)

CONDITIONS

Created By	Condition	Condition Date
kpickford	Adhere to previous NMOCD Conditions of Approval	10/7/2021