Form 3160-3 (June 2015)				FORM A OMB No. Expires: Jan	APPROVED . 1004-0137 mary 31, 2018		
DEPARTMENT OF THE IN BUREAU OF LAND MANA	NTERIOR AGEMENT	ſ		5. Lease Serial No. NMNM91078			
APPLICATION FOR PERMIT TO D	RILL OR	REENTER		6. If Indian, Allotee or Tribe Name			
Ia. Type of work: 🖌 DRILL RI	EENTER			7. If Unit or CA Agre	ement, Name and M	No.	
1b. Type of Well: ☐ Oil Well ✓ Gas Well Ot	ther	_		8. Lease Name and W	Vell No.		
1c. Type of Completion: \square Hydraulic Fracturing \checkmark Sin	ngle Zone	Multiple Zone		RANA SALADA FE	D COM 0106		
				234H			
2. Name of Operator NOVO OIL AND GAS NORTHERN DELAWARE LLC				9. API Well No. 30-015-48154			
3a. Address	3b. Phone N	lo. (include area cod	e)	10. Field and Pool, or	r Exploratory		
1001 West Wilshire Boulevard Suite 206, Oklahoma City, O	(405) 404-0)414		PURPLE SAGE WO			
 Location of Well (Report location clearly and in accordance w At surface SWSW / 275 FSL / 615 FWL / LAT 32.3280) 	vith any State 912 / LONG	requirements.*)		SEC 1/T23S/R28E/	NMP	Area	
At proposed prod. zone SESE / 330 FSL / 130 FEL / LAT	32.327870	3 / LONG -104.016	0785				
14. Distance in miles and direction from nearest town or post offi 5 miles	ce*			12. County or Parish EDDY	13. State NM		
15. Distance from proposed* location to nearest property or lease line, ft. (Also to nearest drig, unit line, if any)	16. No of ac	eres in lease	17. Spacii 633.49	ng Unit dedicated to th	is well		
 Distance from proposed location* to nearest well, drilling, completed, applied for, on this lease, ft. 20 feet 	19. Propose 10575 feet	d Depth / 21315 feet	20. BLM/ FED: NM	/BIA Bond No. in file /B001536			
21. Elevations (Show whether DF, KDB, RT, GL, etc.) 3025 feet	22. Approxi 11/01/2020	mate date work will	start*	23. Estimated duration 90 days	on		
	24. Attac	hments					
The following, completed in accordance with the requirements of (as applicable)	Onshore Oil	and Gas Order No. 1	, and the H	Hydraulic Fracturing ru	le per 43 CFR 3162	2.3-3	
 Well plat certified by a registered surveyor. A Drilling Plan. 		4. Bond to cover th Item 20 above).	e operation	ns unless covered by an	existing bond on fil	e (see	
3. A Surface Use Plan (if the location is on National Forest System SUPO must be filed with the appropriate Forest Service Office	m Lands, the).	5. Operator certific6. Such other site sp BLM.	ation.	mation and/or plans as r	may be requested by	the	
25. Signature (Electronic Submission)	Name BRIAN	<i>(Printed/Typed)</i> N WOOD / Ph: (40	5) 404-04	14	Date 09/14/2020		
Title President							
Approved by (Signature)	Name	(Printed/Typed)]	Date		
(Electronic Submission)	Cody	Layton / Ph: (575)	234-5959		04/16/2021		
Assistant Field Manager Lands & Minerals	Carlst	ad Field Office					
Application approval does not warrant or certify that the applican applicant to conduct operations thereon. Conditions of approval, if any, are attached.	t holds legal of	or equitable title to the	iose rights	in the subject lease wh	ich would entitle th	ie	
Title 18 U.S.C. Section 1001 and Title 43 U.S.C. Section 1212, m of the United States any false, fictitious or fraudulent statements of	ake it a crime	e for any person know	wingly and within its	willfully to make to ar jurisdiction.	ny department or ag	gency	



(Continued on page 2)

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INSTRUCTIONS

GENERAL: This form is designed for submitting proposals to perform certain well operations, as indicated on Federal and Indian lands and leases for action by appropriate Federal agencies, pursuant to applicable Federal laws and regulations. Any necessary special instructions concerning the use of this form and the number of copies to be submitted, particularly with regard to local, area, or regional procedures and practices, either are shown below or will be issued by, or may be obtained from local Federal offices.

ITEM I: If the proposal is to redrill to the same reservoir at a different subsurface location or to a new reservoir, use this form with appropriate notations. Consult applicable Federal regulations concerning subsequent work proposals or reports on the well.

ITEM 4: Locations on Federal or Indian land should be described in accordance with Federal requirements. Consult local Federal offices for specific instructions.

ITEM 14: Needed only when location of well cannot readily be found by road from the land or lease description. A plat, or plats, separate or on the reverse side, showing the roads to, and the surveyed location of, the wen, and any other required information, should be furnished when required by Federal agency offices.

ITEMS 15 AND 18: If well is to be, or has been directionany drilled, give distances for subsurface location of hole in any present or objective productive zone.

ITEM 22: Consult applicable Federal regulations, or appropriate officials, concerning approval of the proposal before operations are started.

ITEM 24: If the proposal will involve hydraulic fracturing operations, you must comply with 43 CFR 3162.3-3, including providing information about the protection of usable water. Operators should provide the best available information about all formations containing water and their depths. This information could include data and interpretation of resistivity logs run on nearby wells. Information may also be obtained from state or tribal regulatory agencies and from local BLM offices.

NOTICES

The Privacy Act of 1974 and regulation in 43 CFR 2.48(d) provide that you be furnished the following information in connection with information required by this application.

AUTHORITY: 30 U.S.C. 181 et seq., 25 U.S.C. 396; 43 CFR 3160

PRINCIPAL PURPOSES: The information will be used to: (1) process and evaluate your application for a permit to drill a new oil, gas, or service wen or to reenter a plugged and abandoned well; and (2) document, for administrative use, information for the management, disposal and use of National Resource Lands and resources including (a) analyzing your proposal to discover and extract the Federal or Indian resources encountered; (b) reviewing procedures and equipment and the projected impact on the land involved; and (c) evaluating the effects of the proposed operation on the surface and subsurface water and other environmental impacts.

ROUTINE USE: Information from the record and/or the record win be transferred to appropriate Federal, State, and local or foreign agencies, when relevant to civil, criminal or regulatory investigations or prosecution, in connection with congressional inquiries and for regulatory responsibilities.

EFFECT OF NOT PROVIDING INFORMATION: Filing of this application and disclosure of the information is mandatory only if you elect to initiate a drilling or reentry operation on an oil and gas lease.

The Paperwork Reduction Act of 1995 requires us to inform you that:

The BLM conects this information to anow evaluation of the technical, safety, and environmental factors involved with drilling for oil and/or gas on Federal and Indian oil and gas leases. This information will be used to analyze and approve applications. Response to this request is mandatory only if the operator elects to initiate drilling or reentry operations on an oil and gas lease. The BLM would like you to know that you do not have to respond to this or any other Federal agency-sponsored information collection unless it displays a currently valid OMB control number.

BURDEN HOURS STATEMENT: Public reporting burden for this form is estimated to average 8 hours per response, including the time for reviewing instructions, gathering and maintaining data, and completing and reviewing the form. Direct comments regarding the burden estimate or any other aspect of this form to U.S. Department of the Interior, Bureau of Land Management (1004-0137), Bureau Information Conection Clearance Officer (WO-630), 1849 C Street, N.W., Mail Stop 401 LS, Washington, D.C. 20240.

Additional Operator Remarks

Location of Well

0. SHL: SWSW / 275 FSL / 615 FWL / TWSP: 23S / RANGE: 28E / SECTION: 1 / LAT: 32.3280912 / LONG: -104.0473392 (TVD: 0 feet, MD: 0 feet) PPP: SESE / 314 FSL / 439 FEL / TWSP: 23S / RANGE: 28E / SECTION: 2 / LAT: 32.3278703 / LONG: -104.0507504 (TVD: 10370 feet, MD: 10540 feet) BHL: SESE / 330 FSL / 130 FEL / TWSP: 23S / RANGE: 29E / SECTION: 6 / LAT: 32.3278703 / LONG: -104.0160785 (TVD: 10575 feet, MD: 21315 feet)

BLM Point of Contact

Name: Deborah Ham Title: Legal Landlaw Examiner Phone: (575) 234-5965 Email: dham@blm.gov

Review and Appeal Rights

A person contesting a decision shall request a State Director review. This request must be filed within 20 working days of receipt of the Notice with the appropriate State Director (see 43 CFR 3165.3). The State Director review decision may be appealed to the Interior Board of Land Appeals, 801 North Quincy Street, Suite 300, Arlington, VA 22203 (see 43 CFR 3165.4). Contact the above listed Bureau of Land Management office for further information.

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

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

'A	PI Numbe	c	- Pool Code ' Pool Name												
30-015-48	154			98220)	PURPLE	SAGE; WC	DLFCAM	P (GAS)						
⁴ Property C	ode				⁵ Property	Name			⁶ Well Number						
330651				RAN	NA SALADA F	ED COM 0106			234H						
⁷ OGRID N	lo.				⁸ Operator	Name			⁹ Elevation						
372920)		NOVO OIL & GAS NORTHERN DELAWARE, LLC 3025.0												
		¹⁰ Surface Location													
UL or lot no.	Section	Townshi	p Range	Lot Idn	Feet from the	North/South line	Feet from the	East/West	line County						
Μ	1	23 S	28 E		275	SOUTH	615	WES	Г EDDY						
			чB	lottom H	ole Location	If Different Fi	rom Surface								
UL or lot no.	Section	Townshi	p Range	Lot Idn	Feet from the	North/South line	Feet from the	East/West	line County						
Р	6	23 S	29 E	29 E 330 SOUTH 130 EAST EDDY											
¹² Dedicated Acres	¹³ Joint	or Infill	14 Consolidation	n Code			¹⁵ Order No.								
633.49			C												

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.

	DEPATOR CERTIFICATION
	UP EXATOR CERTIFICATION
	have of my browledge and ballef, and that this ensuring in the and complete to the
	best of my knowledge and better, and that this organization ether owns a
NW CORNER SEC. 1 N/4 CORNER SEC. 1 SECTION CORNER N/4 CORNER SEC. 6 NE CORNER SEC. 6 LAT. = 32.3420046'N LAT. = 32.3420546'N LAT. = 32.342047'N LAT. = 32.342047'N LAT. = 32.342000N LAT. = 32.34204	working unerest of undersed internal interest in the tand including the proposed
LONG. = 104.0492387'W LONG. = 104.0406141'W LONG. = 104.0319449'W LONG. = 104.0239405'W LONG. = 104.0153768'W	bottom note location or has a right to drill this well at this location pursuant to
NMSP CASI (FT) NMSP EAST (FT) N = 488217.15 N = 488215.14	a contract with an owner of such a mineral or working interest, or to a
E = 6290/3.14 $E = 0311/30.07$ $E = 0311/30.07$ $E = 639533.08$	voluntary pooling agreement or a compulsory pooling order heretofore entered
N65 27 15 E 2664.24 FT S89'57'23"E 2645.37 FT L4 L3 L2 L1 ≥ L4 L3 L2 L1 ≥ L4 L3 L2 L1	by the division. The lower
	9-7-20
SEC. 1 $SEC. 6 + 5$	Signature Date
267708	BRIAN WOOD
U QUARTER CORNER V/4 CORNER SEC_1	Printed Name
CAL = 32.3346367N CAL = 32.3346367N CAL = 32.3346367N CAL = 32.3346367N LONG = 104.0492867W LAT = 32.3343323N LONG = 104.019894W LONG = 104.019894W	brian@permitswest.com
NMSP EAST (FT) CDM 0106 234H NMSP EAST (FT) Z N = 485597.21 ELEV. = 3025.0' N = 485675.58 NMSP EAST (FT)	E well Address
$E = 629067.40 \qquad LAT. = 32.3280912'N (NADB3) \qquad E = 634409.64 \qquad LAST TAKE POINT \qquad E = 639495.15$	(505) 466-8120
L NMSP EAST (FT)	
E = 629675.28 E = 040167255W	¹⁸ SURVEYOR CERTIFICATION
FIRST TAKE POINT	I hereby certify that the well location shown on this plat was
μ FTPLONG. = 104.0160785W	plotted from field notes of actual surveys made by me or under
LONG. = 104.0482608W N = 483156.46 BUTTOM OF HOLE	my supervision, and that the same is true and correct to the
B LOCATION GRID BNG. S89'25'59"E LTP	best of my belief.
	MARCH 20, 2020
589'06'56'W 2682.66 FI S89'07'07'W 2682.23 FT N87'53'26'W 2469.66 FT N87'52'27'W 2568.78 FT	MARCH 20, 2020
SW CORNER SEC. 1 S/4 CORNER SEC. 1 LAT. = 32.3275007'N LAT. = 32.32750007'N LAT. = 32.3275000000000000000000000000000000000000	Date of Survey
LONG. = 104.0493350'W LONG. = 104.0406526'W LONG. = 104.0519/16 W LONG. = 104.0239843'W LAT. = 32.3269490'N LONG. = 104.0156765'W LONG. = 104.0156765'W	
NMSP EAST (FT) NMSP E	A MARINE BRINNIN
E = 636890.08 $E = 639456.52$	
	Signature and Seal of avoir stional Summor:
	Certificate Number: A HOS LARAMELO PS 12797
	PROFESSURE NO. 8121

Submit Original to Appropriate District Office

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Oil Conservation Division 1220 South St. Francis Dr. Santa Fe, NM 87505

GAS CAPTURE PLAN

Date: 9/6/2020

X Original

Operator & OGRID No.: Novo Oil & Gas Northern Delaware, LLC (372920)

□ Amended - Reason for Amendment:_

This Gas Capture Plan outlines actions to be taken by the Operator to reduce well/production facility flaring/venting for new completion (new drill, recomplete to new zone, re-frac) activity.

Note: A C-129 must be submitted and approved prior to exceeding 60 days allowed by Rule 19.15.18.12.A

Well(s)/Production Facility – Name of facility The well(s) that will be located at the production facility are shown in the table below.

Well	API	SHL (ULSTR)	SHL Footages	Expected MCF/D	Flared or Vented	Comments
Rana Salada Fed Com 0106 134H	30-015-	M-1-23S-28E	235 FSL & 765 FWL	750	30 days	Time depends on well clean up
Rana Salada Fed Com 0106 214H	30-015-	M-1-23S-28E	275 FSL & 765 FWL	3500	30 days	Time depends on well clean up
Rana Salada Fed Com 0106 224H	30-015-	M-1-23S-28E	255 FSL & 765 FWL	3500	30 days	Time depends on well clean up
Rana Salada Fed Com 0106 234H	30-015-	M-1-23S-28E	275 FSL & 615 FWL	3500	30 days	Time depends on well clean up

Gathering System and Pipeline Notification

Well(s) will be connected to a production facility after flowback operations are complete, if gas transporter system is in place. Gas from the pad will be piped east ≈ 2 miles to an existing Enterprise Field Services L. L. C. (151618) line in SESE 6-23s-29e. Final route depends on archaeology and botany inspection results. Novo Oil & Gas Northern Delaware, LLC will provide (periodically) to its Gas Transporter a drilling, completion and estimated first production date for wells that are scheduled to be drilled in the foreseeable future. In addition, Novo Oil & Gas Northern Delaware, LLC and its Gas Transporter have periodic conference calls to discuss changes to drilling and completion schedules. Gas from these wells will be processed at an as yet undetermined Gas Transporter Processing Plant located in Eddy County, New Mexico. The actual flow of the gas will be based on compression operating parameters and gathering system pressures.

Flowback Strategy

After the fracture treatment/completion operations, well(s) will be produced to temporary production tanks and gas will be flared or vented. During flowback, the fluids and sand content will be monitored. When the produced fluids contain minimal sand, the wells will be turned to production facilities. Gas sales should start as soon as the wells start flowing through the production facilities, unless there are operational issues on its <u>Gas Transporter</u> system at that time. Based on current information, it is <u>Novo Oil & Gas Northern Delaware, LLC's</u> belief an existing or new system can take this gas upon completion of the well(s). Safety requirements during cleanout operations from using underbalanced air cleanout systems may necessitate that sand and non-pipeline quality gas be vented and/or flared rather than sold on a temporary basis.

Alternatives to Reduce Flaring

Below are alternatives considered from a conceptual standpoint to reduce the amount of gas flared.

- Power Generation On lease
 - Only a portion of gas is consumed operating the generator, remainder of gas will be flared
- Compressed Natural Gas On lease
 - Gas flared would be minimal, but might be uneconomical to operate when gas volume declines
- NGL Removal On lease
 - Plants are expensive, residue gas is still flared, and uneconomical to operate when gas volume declines

AFMSS

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

APD ID: 10400061497 Submission Date: 09/14/2020 Highlighted data reflects the most Operator Name: NOVO OIL AND GAS NORTHERN DELAWARE LLC recent changes Well Number: 234H Well Name: RANA SALADA FED COM 0106 Show Final Text Well Type: CONVENTIONAL GAS WELL Well Work Type: Drill

Section 1 - Geologic Formations

Formation			True Vertical	Measured			Producing
ID	Formation Name	Elevation	Depth	Depth	Lithologies	Mineral Resources	Formation
859090	QUATERNARY	3025	0	0	OTHER : None	USEABLE WATER	N
859091	RUSTLER ANHYDRITE	2855	170	170	ANHYDRITE	NONE	N
859092	CASTILE	1190	1835	1836	SALT	NONE	N
859093	LAMAR	330	2695	2717	LIMESTONE	NONE	N
859094	BELL CANYON	305	2720	2743	SANDSTONE	NATURAL GAS, OIL	N
859095	CHERRY CANYON	-715	3740	3794	SANDSTONE	NATURAL GAS, OIL	N
859096	BRUSHY CANYON	-2165	5190	5287	SANDSTONE	NATURAL GAS, OIL	N
859097	BONE SPRING	-3235	6260	6390	LIMESTONE	NATURAL GAS, OIL	N
859098	BONE SPRING 1ST	-4335	7360	7498	SANDSTONE	NATURAL GAS, OIL	N
859099	BONE SPRING 2ND	-4585	7610	7748	OTHER : Carbonate	NATURAL GAS, OIL	N
859100	BONE SPRING 2ND	-5040	8065	8203	SANDSTONE	NATURAL GAS, OIL	N
859101	BONE SPRING 3RD	-5405	8430	8568	OTHER : Carbonate	NATURAL GAS, OIL	N
859102	BONE SPRING 3RD	-6285	9310	9448	SANDSTONE	NATURAL GAS, OIL	N
859103	WOLFCAMP	-6595	9620	9758	OTHER : XY Carbonate	NATURAL GAS, OIL	N
859104	WOLFCAMP	-6740	9765	9903	OTHER : A Carbonate	NATURAL GAS, OIL	N
859236	WOLFCAMP	-7000	10025	10163	OTHER : B Carbonate	NATURAL GAS, OIL	N
859237	WOLFCAMP	-7345	10370	10540	OTHER : B Flow Unit Carbonate	NATURAL GAS, OIL	Y



Operator Name: NOVO OIL AND GAS NORTHERN DELAWARE LLC

Well Name: RANA SALADA FED COM 0106

Well Number: 234H

Section 2 - Blowout Prevention

Pressure Rating (PSI): 10M

Rating Depth: 15000

Equipment: A 13.625" 10,000-psi BOP system will be installed on a multi-bowl (speed head) wellhead with a 13.625" flanged casing spool. Top flange of casing spool will be set in a cellar below ground level. BOP system will consist of a single pipe ram on the bottom, mud cross, double pipe ram with blind rams on bottom and pipe rams on top, and annular preventer. Blowout preventer will be installed on top of the 13.375" surface casing and will remain installed to TD of the well. Wellhead, blowout preventer, and choke manifold diagram are included.

Requesting Variance? YES

Variance request: Variance is requested to use a co-flex hose between the BOP system and choke manifold. A typical co-flex pressure test certificate is attached. An equipment specific co-flex pressure test certificate will be on site when testing the BOP.

Testing Procedure: BOP system will be isolated with a test plug and tested by an independent tester to 250-psi low and 10,000-psi high for 10 minutes. Surface casing will be pressure tested to 250-psi low and 1,500-psi high. Intermediate casing will be pressure tested to 250-psi low and (0.22 psi x shoe TVD which is equivalent to 2172.5 psi) high for 30 minutes. All casing strings will be tested in accordance with Onshore Order 2 III.B.1.h.

Choke Diagram Attachment:

RS_0106_234H_Choke_20210113134729.pdf

BOP Diagram Attachment:

RS_016_234H_BOP_20200914120016.pdf

Section 3 - Casing

Casing ID	String Type	Hole Size	Csg Size	Condition	Standard	Tapered String	Top Set MD	Bottom Set MD	Top Set TVD	Bottom Set TVD	Top Set MSL	Bottom Set MSL	Calculated casing length MD	Grade	Weight	Joint Type	Collapse SF	Burst SF	Joint SF Type	Joint SF	Body SF Type	Body SF
1	SURFACE	17.5	13.375	NEW	API	N	0	400	0	400	3025	2625	400	J-55	54.5	BUTT	1.12 5	1.12 5	DRY	1.6	DRY	1.6
2	INTERMED IATE	9.87 5	8.625	NEW	NON API	N	0	9875	0	9737	0	-6712	9875	OTH ER	32	OTHER - TLW	1.12 5	1.12 5	DRY	1.6	DRY	1.6
3	PRODUCTI ON	7.87 5	5.5	NEW	NON API	N	0	21315	0	10575	0	-7550	21315	OTH ER	20	OTHER - DWC/C-IS Plus	1.12 5	1.12 5	DRY	1.6	DRY	1.6

Casing Attachments

Well Name: RANA SALADA FED COM 0106

Operator Name: NOVO OIL AND GAS NORTHERN DELAWARE LLC

Well Number: 234H

Casing Attachments

Casing ID: 1 String Type: SURFACE

Inspection Document:

Spec Document:

Tapered String Spec:

Casing Design Assumptions and Worksheet(s):

RS_0106_224H_Casing_Design_Assumptions_20200909110505.pdf

Casing ID: 2 String Type: INTERMEDIATE

Inspection Document:

Spec Document:

8.625_P_110_HSCY_20200909110524.pdf

Tapered String Spec:

Casing Design Assumptions and Worksheet(s):

RS_0106_224H_Casing_Design_Assumptions_20200909110530.pdf

Casing ID:3String Type: PRODUCTIONInspection Document:

Spec Document:

5.5in_P_110_EC_20200909110551.pdf

Tapered String Spec:

Casing Design Assumptions and Worksheet(s):

RS_0106_224H_Casing_Design_Assumptions_20200909110555.pdf

Section 4 - Cement

Well Name: RANA SALADA FED COM 0106

Operator Name: NOVO OIL AND GAS NORTHERN DELAWARE LLC

Well Number: 234H

String Type	Lead/Tail	Stage Tool Depth	Top MD	Bottom MD	Quantity(sx)	Yield	Density	Cu Ft	Excess%	Cement type	Additives
SURFACE	Lead		0	0	0	0	0	0	0	None	None
SURFACE	Tail		0	400	343	1.62	13.8	555	100	Class C	Gel + accelerator + LCM
PRODUCTION	Lead		0	0	0	0	0	0	0	None	None
PRODUCTION	Tail		8375	2131 5	1331	1.89	13	2515	20	Class H	Fluid loss + retarder + LCM
INTERMEDIATE	Lead		0	9875	537	2.69	10.5	1444	20	Class C or H	Fluid loss + retarder + LCM + possibly beads for compressive strength
INTERMEDIATE	Tail		0	9875	130	1.34	14.8	174	20	Class C or H	Fluid loss + retarder + LCM

Section 5 - Circulating Medium

Mud System Type: Closed

Will an air or gas system be Used? NO

Description of the equipment for the circulating system in accordance with Onshore Order #2:

Diagram of the equipment for the circulating system in accordance with Onshore Order #2:

Describe what will be on location to control well or mitigate other conditions: All necessary mud products (barite, bentonite, LCM) to control weight and fluid loss will be on site at all times. Mud program may change due to hole conditions.

Describe the mud monitoring system utilized: An electronic PVT mud system will monitor flow rate, pump pressure, stroke rate, and volume.

Circulating Medium Table

Top Depth	Bottom Depth	Mud Type	Min Weight (Ibs/gal)	Max Weight (Ibs/gal)	Density (Ibs/cu ft)	Gel Strength (lbs/100 sqft)	Н	Viscosity (CP)	Salinity (ppm)	Filtration (cc)	Additional Characteristics
0	400	OTHER : Fresh water spud	8.3	8.3							
400	9875	OTHER : Brine diesel emulsion	8.8	9.4							

Operator Name: NOVO OIL AND GAS NORTHERN DELAWARE LLC Well Name: RANA SALADA FED COM 0106 Well Num

Well Number: 234H

Top Depth	Bottom Depth	Mud Type	Min Weight (lbs/gal)	Max Weight (Ibs/gal)	Density (Ibs/cu ft)	Gel Strength (lbs/100 sqft)	Hd	Viscosity (CP)	Salinity (ppm)	Filtration (cc)	Additional Characteristics
9875	2131 5	OIL-BASED MUD	11	13.5							

Section 6 - Test, Logging, Coring

List of production tests including testing procedures, equipment and safety measures:

A 2-person mud logging program will be used from 3000 to TD. GR log will be acquired by MWD tools from the intermediate casing to TD.

List of open and cased hole logs run in the well:

GAMMA RAY LOG, MUD LOG/GEOLOGICAL LITHOLOGY LOG,

Coring operation description for the well:

No core or drill stem test is planned.

Section 7 - Pressure

Anticipated Bottom Hole Pressure: 7402

Anticipated Surface Pressure: 5075

Anticipated Bottom Hole Temperature(F): 165

Anticipated abnormal pressures, temperatures, or potential geologic hazards? NO

Describe:

Contingency Plans geoharzards description:

Contingency Plans geohazards attachment:

Hydrogen Sulfide drilling operations plan required? YES

Hydrogen sulfide drilling operations plan:

RS_0106_234H_H2S_Plan_20200914120056.pdf

Operator Name: NOVO OIL AND GAS NORTHERN DELAWARE LLC

Well Name: RANA SALADA FED COM 0106

Well Number: 234H

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Section 8 - Other Information

Proposed horizontal/directional/multi-lateral plan submission:

RS_0106_234H_Horizontal_Plan_20200914120112.pdf

Other proposed operations facets description:

Other proposed operations facets attachment:

Alternate_Casing_Specs_20200909110743.pdf CoFlex_Certs_20200909110750.pdf RS_0106_234H_Drill_Plan_20200914120125.pdf RS_0106_234H_Anti_Collision_Report_20200914120133.pdf RS_0106_234H_Speedhead_Specs_20200914120139.pdf Other Variance attachment:

RS_0106_224H_Casing_Cement_Variance_20200909110756.pdf





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MS Directional Planning Report



Database: Company: Project: Site: Well: Wellbore: Design:	EDM 500 Novo Oil Eddy Coo Rana Sal Rana Sal Wellbore Design #	00.14 Conroe Dt & Gas, LLC unty, New Mexic lada Fed Com 0 lada Fed Com 0 #1 2	o xo (NAD 83) 106 - M Pad 106 234H	Local Co TVD Ref MD Refe North R Survey 6	o-ordinate F ference: erence: eference: Calculation	Reference: Method:	Well Rana S WELL @ 309 WELL @ 309 Grid Minimum Cu	Well Rana Salada Fed Com 0106 234H WELL @ 3050.00usft (25' KB) WELL @ 3050.00usft (25' KB) Grid Minimum Curvature				
Project	Eddy Cou	nty, New Mexico	o (NAD 83)									
Map System: Geo Datum: Map Zone:	US State P North Amer New Mexico	lane 1983 ican Datum 198 o Eastern Zone	3	System D	Datum:		Mean Sea Lev	əl				
Site	Rana Sala	ida Fed Com 01	06 - M Pad									
Site Position: From: Position Uncertain	Map nty:	0.00 usft	Northing: Easting: Slot Radius:	483, 629,	171.96 usft 825.14 usft 13-3/16 "	Latitude Longitue Grid Co	: de: nvergence:		32.327987 -104.046855 0.153 °			
Well	Rana Sala	da Fed Com 01	06 234H									
Well Position Position Uncertain	+N/-S +E/-W nty	37.68 usft -149.86 usft 0.00 usft	Northing: Easting: Wellhead E	levation:	483,209.64 629,675.28	usft Busft	Latitude: Longitude: Ground Level:		32.328091 -104.047339 3,025.00 usft			
Wellbore	Wellbore	#1										
Magnetics	Model	Name	Sample Date	Declina (°)	ation	D	ip Angle (°)	Field (Strength nT)			
	HD	GM2020	4/1/2020		7.017		60.050		47,834.90			
Design	Design #2											
Audit Notes: Version:			Phase:	PLAN	Ті	e On Dep	th:	0.00				
Vertical Section:		Depth Fr (u	rom (TVD) sft)	+N/-S (usft)	+E (u	E/-W Isft)	Di	rection (°)				
		0	.00	0.00	0	.00		90.32				
Plan Survey Tool	Program	Date 4/15/	2020									
Depth From (usft)	Depth To (usft)	Survey (Well	bore)	Tool Name		Remar	ks					
1 0.00	21,314.90	Design #2 (W	ellbore #1)	MWD+HRGM OWSG MWE	M D + HRGM							



MS Directional Planning Report



Database: Company: Project: Site: Well: Wellbore:	EDM 5000.14 Conroe Db Novo Oil & Gas, LLC Eddy County, New Mexico (NAD 83) Rana Salada Fed Com 0106 - M Pad Rana Salada Fed Com 0106 234H Wellbore #1	Local Co-ordinate Reference: TVD Reference: MD Reference: North Reference: Survey Calculation Method:	Well Rana Salada Fed Com 0106 234H WELL @ 3050.00usft (25' KB) WELL @ 3050.00usft (25' KB) Grid Minimum Curvature
Design:	Design #2		

Plan Section	s									
Measured Depth (usft)	Inclination (°)	Azimuth (°)	Vertical Depth (usft)	+N/-S (usft)	+E/-W (usft)	Dogleg Rate (°/100usft)	Build Rate (°/100usft)	Turn Rate (°/100usft)	TFO (°)	Target
0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.000	
1,500.00	0.00	0.00	1,500.00	0.00	0.00	0.00	0.00	0.00	0.000	
2,194.97	13.90	271.79	2,188.17	2.62	-83.84	2.00	2.00	0.00	271.787	
6,443.01	13.90	271.79	6,311.83	34.43	-1,103.80	0.00	0.00	0.00	0.000	
7,137.98	0.00	0.00	7,000.00	37.04	-1,187.64	2.00	-2.00	0.00	180.000	
10,140.02	0.00	0.00	10,002.04	37.04	-1,187.64	0.00	0.00	0.00	0.000	
11,040.02	90.00	89.12	10,575.00	45.84	-614.75	10.00	10.00	0.00	89.120	
16,401.15	90.00	89.12	10,575.00	128.18	4,745.74	0.00	0.00	0.00	0.000	
16,553.27	90.00	92.16	10,575.00	126.48	4,897.83	2.00	0.00	2.00	90.000	
21,314.90	90.00	92.16	10,575.00	-53.18	9,656.07	0.00	0.00	0.00	0.000 P	BHL v2 - Rana Sa



MS Directional

Planning Report



Well Rana Salada Fed Com 0106 234H

WELL @ 3050.00usft (25' KB)

WELL @ 3050.00usft (25' KB)

Minimum Curvature

Grid

EDM 5000.14 Conroe Db Database: Local Co-ordinate Reference: Company: Novo Oil & Gas, LLC **TVD Reference:** Eddy County, New Mexico (NAD 83) Project: MD Reference: Rana Salada Fed Com 0106 - M Pad North Reference: Site: Well: Rana Salada Fed Com 0106 234H Survey Calculation Method: Wellbore: Wellbore #1 Design: Design #2

Planned Survey

DepthInclinationAzimuthDepth+N/-S+E/-WSectionRateRate(usft)(°)(usft)(usft)(usft)(°/100usft)(°/100usft)	Rate) (°/100usft)
0.00 0.00 0.00 0.00 0.00 0.00 0.00 0.00	0 0 0
100.00 0.00 100.00 0.00 0.00 0.00 0.00	0.00
170.00 0.00 0.00 170.00 0.00 0.00 0.00 0	0.00
Rustler	
	0 0 0
	0.00
	0.00
400.00 0.00 0.00 400.00 0.00 0.00 0.00	0.00
500.00 0.00 500.00 0.00 0.00 0.00 0.00	0 0.00
	0.00
	0.00
	0.00
900.00 0.00 0.00 900.00 0.00 0.00 0.00	0.00
1,000.00 0.00 0.00 1,000.00 0.00 0.00 0.	0.00
1,100.00 0.00 1,100.00 0.00 0.00 0.00 0.	0.00
1,200.00 0.00 1,200.00 0.00 0.00 0.00 0.00 0.00 0.00	0.00
1,300.00 0.00 1,300.00 0.00 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 0.0	0.00
1,500,00 0,00 0,00 1,500,00 0,00 0,00 0,	0.00
KOP. 2.00°/100' Build	
1600,00 2,00 271,79 1,599,98 0,05 -1,74 -1,74 2,00 2 (0 0 0
1,700,00 4,00 271,79 1,699,84 0,22 -6,98 -6,98 2,00 2 (0 0.00
1.800.00 6.00 271.79 1.799.45 0.49 -15.69 -15.69 2.00 2.0	0 0.00
	0 0.00
1,900.00 8.00 271.79 1,898.70 0.87 -27.87 -27.87 2.00 2.0	0.00
2,000.00 10,00 271.73 1,997.47 1.36 -43.50 -43.51 2.00 2.0	0.00
2,100,00 12,00 271.75 2,095.02 1.55 -02.57 -02.56 2.00 2.0	
Light 12.00° log 271 70° Arm	0.00
2 200 00 13 20 271 70 2 103 06 2 65 85 05 85 06 0 00 0 r	0 0 00
2,200.00 13.90 211.19 2,193.00 2.03 -63.03 -63.00 0.00 0.0	0.00
2,300.00 13.90 271.79 2,290.13 3.40 -109.06 -109.08 0.00 0.0	0.00
2,400.00 13.90 271.79 2,387.20 4.15 -133.07 -133.09 0.00 0.0	0.00
2,500.00 13.90 271.79 2,484.27 4.90 -157.08 -157.11 0.00 0.0	0 0.00
2,600.00 13.90 271.79 2,581.34 5.65 -181.09 -181.12 0.00 0.0	0 0.00
2,700.00 13.90 271.79 2,678.42 6.40 -205.10 -205.13 0.00 0.0	0 0.00
2,742.84 13.90 271.79 2,720.00 6.72 -215.39 -215.42 0.00 0.0	0.00
Bell Canyon (base of salt)	
2,800.00 13.90 271.79 2,775.49 7.15 -229.11 -229.15 0.00 0.0	0.00
2,900.00 13.90 271.79 2,872.56 7.90 -253.12 -253.16 0.00 0.0	0.00
3,000.00 13.90 271.79 2,969.63 8.64 -277.13 -277.17 0.00 0.0	0.00
3,100.00 13.90 271.79 3,066.70 9.39 -301.14 -301.19 0.00 0.0	0.00
3 200 00 13 90 271 79 3 163 78 10 14 -325 15 -325 20 0 00 0 0	0 0 00
3,300,00 13,90 271.79 3,260,85 10,89 -349,16 -349,22 0,00 0,0	0 0.00
3,400,00 13,90 271,79 3,357,92 11,64 -373,17 -373,23 0,00 0,0	0 0.00
3,500,00 13,90 271,79 3,454,99 12,39 -397,18 -397,24 0,00 0,0	0.00
3,600.00 13.90 271.79 3,552.06 13.14 -421.19 -421.26 0.00 0.0	0 0.00
	0 0.00
3,702,61 13,90 271,73 3,049,13 13,69 445,20 445,27 0,00 0,0	0.00
3,793.01 13.90 271.79 3,740.00 14.39 -407.06 -407.75 0.00 0.0	0.00
Cherry Carry 01 3 800 00 13 00 271 70 3 746 21 14 64 460 24 460 20 0.00 0.0	0 0.00
3,000,00 13,90 271,79 3,740,21 14,04 -409,21 -409,29 U.UU U.U 3,000,00 13,00 271,70 3,843,28 15,29 403,22 403,20 0,00 0,0	0 0.00
495.22 -495.22 -495.20 0.00 0.0	0 0.00
T,000.00 10.00 271.78 0,040.00 10.10 -017.20 -017.31 0.00 0.0	0.00
4,100.00 13.90 271.79 4,037.42 16.88 -541.24 -541.33 0.00 0.0	0 0.00
4,200,00 13,90 271.79 4,134.49 17.63 -565.25 -565.34 0.00 0.0	0 0.00
4,300.00 13.90 2/1.79 4,231.57 18.38 -589.26 -589.35 0.00 0.0	0.00
4,400.00 13.90 2/1.79 4,328.64 19.13 -613.27 -613.37 0.00 0.0	0.00

4/16/2020 2:43:34PM

COMPASS 5000.15 Build 91E



MS Directional Planning Report



Database:EDM 5000.14 Conroe DbCompany:Novo Oil & Gas, LLCProject:Eddy County, New Mexico (NAD 83)Site:Rana Salada Fed Com 0106 - M PadWell:Rana Salada Fed Com 0106 234HWellbore:Wellbore #1Design:Design #2

Planned Survey

Local Co-ordinate Reference: TVD Reference: MD Reference: North Reference: Survey Calculation Method: Well Rana Salada Fed Com 0106 234H WELL @ 3050.00usft (25' KB) WELL @ 3050.00usft (25' KB) Grid Minimum Curvature

Measured Depth (usft)	Inclination (°)	Azimuth (°)	Vertical Depth (usft)	+N/-S (usft)	+E/-W (usft)	Vertical Section (usft)	Dogleg Rate (°/100usft)	Build Rate (°/100usft)	Turn Rate (°/100usft)
4,500.00	13.90	271.79	4,425.71	19.88	-637.28	-637.38	0.00	0.00	0.00
4,600.00 4,700.00 4,800.00 4,900.00 5,000.00	13.90 13.90 13.90 13.90 13.90	271.79 271.79 271.79 271.79 271.79 271.79	4,522.78 4,619.85 4,716.93 4,814.00 4,911.07	20.63 21.38 22.12 22.87 23.62	-661.29 -685.30 -709.31 -733.32 -757.33	-661.40 -685.41 -709.42 -733.44 -757.45	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
5,100.00 5,200.00 5,287.34	13.90 13.90 13.90	271.79 271.79 271.79	5,008.14 5,105.21 5,190.00	24.37 25.12 25.77	-781.34 -805.35 -826.32	-781.47 -805.48 -826.45	0.00 0.00 0.00	0.00 0.00 0.00	0.00 0.00 0.00
5 300 00	anyon* 13.90	271 79	5 202 29	25.87	-820 36	-820 40	0.00	0.00	0.00
5,400.00	13.90	271.79	5,299.36	26.62	-853.37	-853.51	0.00	0.00	0.00
5,500.00 5,600.00 5,700.00 5,800.00 5,900.00	13.90 13.90 13.90 13.90 13.90	271.79 271.79 271.79 271.79 271.79 271.79	5,396.43 5,493.50 5,590.57 5,687.65 5,784.72	27.37 28.12 28.86 29.61 30.36	-877.38 -901.39 -925.40 -949.41 -973.42	-877.52 -901.53 -925.55 -949.56 -973.58	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
6,000.00 6,100.00 6,200.00 6,300.00 6,389.62 Bone Spri	13.90 13.90 13.90 13.90 13.90 13.90	271.79 271.79 271.79 271.79 271.79 271.79	5,881.79 5,978.86 6,075.93 6,173.00 6,260.00	31.11 31.86 32.61 33.36 34.03	-997.43 -1,021.44 -1,045.45 -1,069.46 -1,090.98	-997.59 -1,021.60 -1,045.62 -1,069.63 -1,091.15	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
6 400 00		074 70	C 070 00	24.44	4 000 47	4 000 04	0.00	0.00	
6,443.01	13.90	271.79	6,311.83	34.11	-1,1093.47	-1,093.64 -1,103.97	0.00	0.00	0.00
Begin 2.00)°/100' Drop								
6,500.00 6,600.00 6,700.00	12.76 10.76 8.76	271.79 271.79 271.79	6,367.28 6,465.18 6,563.72	34.84 35.47 36.00	-1,116.93 -1,137.30 -1,154.24	-1,117.11 -1,137.48 -1,154.43	2.00 2.00 2.00	-2.00 -2.00 -2.00	0.00 0.00 0.00
6,800.00 6,900.00 7,000.00 7,077.98	6.76 4.76 2.76 1.20	271.79 271.79 271.79 271.79 271.79	6,662.80 6,762.29 6,862.07 6,940.00	36.42 36.74 36.94 37.02	-1,167.74 -1,177.77 -1,184.32 -1,187.02	-1,167.92 -1,177.95 -1,184.51 -1,187.20	2.00 2.00 2.00 2.00	-2.00 -2.00 -2.00 -2.00	0.00 0.00 0.00 0.00
7,100.00	0.76	271.79	6,962.02	37.04	-1,187.39	-1,187.58	2.00	-2.00	0.00
7,137.98	0.00	0.00	7,000.00	37.04	-1,187.64	-1,187.83	2.00	-2.00	0.00
Begin Vert 7,200.00 7,300.00 7,400.00 7,497.98 1st Bone S	ical Hold 0.00 0.00 0.00 0.00 Spring Sand*	0.00 0.00 0.00 0.00	7,062.02 7,162.02 7,262.02 7,360.00	37.04 37.04 37.04 37.04	-1,187.64 -1,187.64 -1,187.64 -1,187.64	-1,187.83 -1,187.83 -1,187.83 -1,187.83	0.00 0.00 0.00 0.00	0.00 0.00 0.00 0.00	0.00 0.00 0.00 0.00
7,500.00	0.00	0.00	7,362.02	37.04	-1,187.64	-1,187.83	0.00	0.00	0.00
7,600.00 7,700.00 7,747.98	0.00 0.00 0.00	0.00 0.00 0.00	7,462.02 7,562.02 7,610.00	37.04 37.04 37.04	-1,187.64 -1,187.64 -1,187.64	-1,187.83 -1,187.83 -1,187.83	0.00 0.00 0.00	0.00 0.00 0.00	0.00 0.00 0.00
2nd Bone 3 7,800.00	opring Carbon 0.00	ate 0.00	7,662.02	37.04	-1,187.64	-1,187.83	0.00	0.00	0.00
7,900.00 8,000.00 8,100.00 8,200.00 8,202.98	0.00 0.00 0.00 0.00 0.00	0.00 0.00 0.00 0.00 0.00	7,762.02 7,862.02 7,962.02 8,062.02 8,065.00	37.04 37.04 37.04 37.04 37.04	-1,187.64 -1,187.64 -1,187.64 -1,187.64 -1,187.64	-1,187.83 -1,187.83 -1,187.83 -1,187.83 -1,187.83 -1,187.83	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

4/16/2020 2:43:34PM

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MS Directional





Database:EDM 5000.14 Conroe DbCompany:Novo Oil & Gas, LLCProject:Eddy County, New Mexico (NAD 83)Site:Rana Salada Fed Com 0106 - M PadWell:Rana Salada Fed Com 0106 234HWellbore:Wellbore #1Design:Design #2

Planned Survey

Local Co-ordinate Reference: TVD Reference: MD Reference: North Reference: Survey Calculation Method: Well Rana Salada Fed Com 0106 234H WELL @ 3050.00usft (25' KB) WELL @ 3050.00usft (25' KB) Grid Minimum Curvature

Measured Depth (usft)	Inclination (°)	Azimuth (°)	Vertical Depth (usft)	+N/-S (usft)	+E/-W (usft)	Vertical Section (usft)	Dogleg Rate (°/100usft)	Build Rate (°/100usft)	Turn Rate (°/100usft)
2nd Bone	Spring Sand*								
8,300.00 8,400.00 8,500.00 8,567.98	0.00 0.00 0.00 0.00	0.00 0.00 0.00 0.00	8,162.02 8,262.02 8,362.02 8,430.00	37.04 37.04 37.04 37.04	-1,187.64 -1,187.64 -1,187.64 -1,187.64	-1,187.83 -1,187.83 -1,187.83 -1,187.83	0.00 0.00 0.00 0.00	0.00 0.00 0.00 0.00	0.00 0.00 0.00 0.00
8,600.00	0.00	ate 0.00	8,462.02	37.04	-1,187.64	-1,187.83	0.00	0.00	0.00
8,700.00 8,800.00 8,900.00 9,000.00 9,100.00	0.00 0.00 0.00 0.00 0.00	0.00 0.00 0.00 0.00 0.00	8,562.02 8,662.02 8,762.02 8,862.02 8,962.02	37.04 37.04 37.04 37.04 37.04	-1,187.64 -1,187.64 -1,187.64 -1,187.64 -1,187.64	-1,187.83 -1,187.83 -1,187.83 -1,187.83 -1,187.83	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
9,200.00 9,300.00 9,400.00 9,447.98	0.00 0.00 0.00 0.00	0.00 0.00 0.00 0.00	9,062.02 9,162.02 9,262.02 9,310.00	37.04 37.04 37.04 37.04	-1,187.64 -1,187.64 -1,187.64 -1,187.64	-1,187.83 -1,187.83 -1,187.83 -1,187.83	0.00 0.00 0.00 0.00	0.00 0.00 0.00 0.00	0.00 0.00 0.00 0.00
9,500.00	0.00	0.00	9,362.02	37.04	-1,187.64	-1,187.83	0.00	0.00	0.00
9,600.00 9,700.00 9,757.98	0.00 0.00 0.00	0.00 0.00 0.00	9,462.02 9,562.02 9,620.00	37.04 37.04 37.04	-1,187.64 -1,187.64 -1,187.64	-1,187.83 -1,187.83 -1,187.83	0.00 0.00 0.00	0.00 0.00 0.00	0.00 0.00 0.00
9,800.00 9,900.00	XY* 0.00 0.00	0.00 0.00	9,662.02 9,762.02	37.04 37.04	-1,187.64 -1,187.64	-1,187.83 -1,187.83	0.00 0.00	0.00 0.00	0.00 0.00
9,902.98 Wolfcamp	0.00 A *	0.00	9,765.00	37.04	-1,187.64	-1,187.83	0.00	0.00	0.00
10,000.00 10,012.98 9 5/8''	0.00 0.00	0.00 0.00	9,862.02 9,875.00	37.04 37.04	-1,187.64 -1,187.64	-1,187.83 -1,187.83	0.00 0.00	0.00 0.00	0.00 0.00
10,100.00 10,140.02 Begin 10.0	0.00 0.00 0°/100' Build	0.00 0.00	9,962.02 10,002.04	37.04 37.04	-1,187.64 -1,187.64	-1,187.83 -1,187.83	0.00 0.00	0.00 0.00	0.00 0.00
10,150.00 10,162.99 Wolfcamp	1.00 2.30	89.12 89.12	10,012.02 10,025.00	37.04 37.05	-1,187.56 -1,187.18	-1,187.74 -1,187.37	10.00 10.00	10.00 10.00	0.00 0.00
10,200.00 10,250.00 10,300.00	6.00 11.00 16.00	89.12 89.12 89.12	10,061.91 10,111.35 10,159.95	37.09 37.21 37.38	-1,184.51 -1,177.12 -1,165.46	-1,184.69 -1,177.31 -1,165.64	10.00 10.00 10.00	10.00 10.00 10.00	0.00 0.00 0.00
10,350.00 10,400.00 10,450.00 10,500.00 10,539.59	21.00 26.00 31.00 36.00 39.96	89.12 89.12 89.12 89.12 89.12	10,207.35 10,253.19 10,297.12 10,338.80 10,370.00	37.63 37.93 38.30 38.72 39.10	-1,149.60 -1,129.67 -1,105.83 -1,078.24 -1,053.89	-1,149.79 -1,129.86 -1,106.02 -1,078.44 -1,054.09	10.00 10.00 10.00 10.00 10.00	10.00 10.00 10.00 10.00 10.00	0.00 0.00 0.00 0.00 0.00
10 550 00	41.00	80.12	10 377 02	20.20	1 0 4 7 1 2	1 0 4 7 2 2	10.00	10.00	0.00
10,600.00 10,650.00 10,700.00 10,750.00	46.00 51.00 56.00 61.00	89.12 89.12 89.12 89.12 89.12	10,414.18 10,447.30 10,477.03 10,503.15	39.20 39.73 40.31 40.92 41.58	-1,047.13 -1,012.73 -975.30 -935.13 -892.51	-1,047.33 -1,012.94 -975.51 -935.34 -892.73	10.00 10.00 10.00 10.00	10.00 10.00 10.00 10.00 10.00	0.00 0.00 0.00 0.00 0.00
10,800.00 10,850.00 10,900.00 10,950.00	66.00 71.00 76.00 81.00	89.12 89.12 89.12 89.12	10,525.46 10,543.78 10,557.98 10,567.94	42.26 42.98 43.71 44.47	-847.79 -801.29 -753.37 -704.39	-848.01 -801.51 -753.60 -704.63	10.00 10.00 10.00 10.00	10.00 10.00 10.00 10.00	0.00 0.00 0.00 0.00

4/16/2020 2:43:34PM

COMPASS 5000.15 Build 91E



Database:

Company:

Project:

Wellbore:

Design:

Site:

Well:

MS Directional Planning Report



EDM 5000.14 Conroe Db Novo Oil & Gas, LLC Eddy County, New Mexico (NAD 83) Rana Salada Fed Com 0106 - M Pad Rana Salada Fed Com 0106 234H Wellbore #1 Design #2

Planned Survey

Local Co-ordinate Reference: TVD Reference: MD Reference: North Reference: Survey Calculation Method: Well Rana Salada Fed Com 0106 234H WELL @ 3050.00usft (25' KB) WELL @ 3050.00usft (25' KB) Grid Minimum Curvature

M	leasured Depth (usft)	Inclination (°)	Azimuth (°)	Vertical Depth (usft)	+N/-S (usft)	+E/-W (usft)	Vertical Section (usft)	Dogleg Rate (°/100usft)	Build Rate (°/100usft)	Turn Rate (°/100usft)
	11,000.00	86.00	89.12	10,573.60	45.23	-654.74	-654.98	10.00	10.00	0.00
	11,040.02 Begin 90.0	90.00 0° Lateral	89.12	10,575.00	45.84	-614.75	-615.00	10.00	10.00	0.00
	11,100.00 11,200.00 11,300.00 11,400.00	90.00 90.00 90.00 90.00	89.12 89.12 89.12 89.12	10,575.00 10,575.00 10,575.00 10,575.00	46.76 48.30 49.84 51.37	-554.78 -454.79 -354.81 -254.82	-555.03 -455.05 -355.07 -255.10	0.00 0.00 0.00 0.00	0.00 0.00 0.00 0.00	0.00 0.00 0.00 0.00
	11,500.00 11,600.00 11,700.00 11,800.00 11,900.00	90.00 90.00 90.00 90.00 90.00	89.12 89.12 89.12 89.12 89.12 89.12	10,575.00 10,575.00 10,575.00 10,575.00 10,575.00	52.91 54.44 55.98 57.52 59.05	-154.83 -54.84 45.15 145.14 245.12	-155.12 -55.14 44.84 144.82 244.80	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
	12,000.00 12,100.00 12,200.00 12,300.00 12,400.00	90.00 90.00 90.00 90.00 90.00	89.12 89.12 89.12 89.12 89.12	10,575.00 10,575.00 10,575.00 10,575.00 10,575.00	60.59 62.12 63.66 65.19 66.73	345.11 445.10 545.09 645.08 745.07	344.77 444.75 544.73 644.71 744.69	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 0.00
	12,500.00 12,600.00 12,700.00 12,800.00 12,900.00	90.00 90.00 90.00 90.00 90.00	89.12 89.12 89.12 89.12 89.12 89.12	10,575.00 10,575.00 10,575.00 10,575.00 10,575.00	68.27 69.80 71.34 72.87 74.41	845.05 945.04 1,045.03 1,145.02 1,245.01	844.66 944.64 1,044.62 1,144.60 1,244.58	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
	13,000.00 13,100.00 13,200.00 13,300.00 13,400.00	90.00 90.00 90.00 90.00 90.00	89.12 89.12 89.12 89.12 89.12 89.12	10,575.00 10,575.00 10,575.00 10,575.00 10,575.00	75.95 77.48 79.02 80.55 82.09	1,344.99 1,444.98 1,544.97 1,644.96 1,744.95	1,344.56 1,444.53 1,544.51 1,644.49 1,744.47	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 0.00
1 1 1 1	13,500.00 13,600.00 13,700.00 13,800.00 13,900.00	90.00 90.00 90.00 90.00 90.00	89.12 89.12 89.12 89.12 89.12 89.12	10,575.00 10,575.00 10,575.00 10,575.00 10,575.00	83.62 85.16 86.70 88.23 89.77	1,844.94 1,944.92 2,044.91 2,144.90 2,244.89	1,844.45 1,944.42 2,044.40 2,144.38 2,244.36	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
1 1 1 1 1	14,000.00 14,100.00 14,200.00 14,300.00 14,400.00	90.00 90.00 90.00 90.00 90.00	89.12 89.12 89.12 89.12 89.12 89.12	10,575.00 10,575.00 10,575.00 10,575.00 10,575.00	91.30 92.84 94.38 95.91 97.45	2,344.88 2,444.86 2,544.85 2,644.84 2,744.83	2,344.34 2,444.32 2,544.29 2,644.27 2,744.25	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
1 1 1 1	4,500.00 4,600.00 4,700.00 4,800.00 4,900.00	90.00 90.00 90.00 90.00 90.00	89.12 89.12 89.12 89.12 89.12 89.12	10,575.00 10,575.00 10,575.00 10,575.00 10,575.00	98.98 100.52 102.05 103.59 105.13	2,844.82 2,944.81 3,044.79 3,144.78 3,244.77	2,844.23 2,944.21 3,044.19 3,144.16 3,244.14	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
1 1 1 1 1	5,000.00 5,100.00 5,200.00 5,300.00 5,400.00	90.00 90.00 90.00 90.00 90.00	89.12 89.12 89.12 89.12 89.12 89.12	10,575.00 10,575.00 10,575.00 10,575.00 10,575.00	106.66 108.20 109.73 111.27 112.81	3,344.76 3,444.75 3,544.73 3,644.72 3,744.71	3,344.12 3,444.10 3,544.08 3,644.05 3,744.03	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 0.00
1 1 1 1 1	5,500.00 5,600.00 5,700.00 5,800.00 5,900.00	90.00 90.00 90.00 90.00 90.00	89.12 89.12 89.12 89.12 89.12 89.12	10,575.00 10,575.00 10,575.00 10,575.00 10,575.00	114.34 115.88 117.41 118.95 120.48	3,844.70 3,944.69 4,044.68 4,144.66 4,244.65	3,844.01 3,943.99 4,043.97 4,143.95 4,243.92	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
1	6,000.00	90.00	89.12	10,575.00	122.02	4,344.64	4,343.90	0.00	0.00	0.00

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Planned Survey

MS Directional Planning Report

MS Directional

Database:EDM 5000.14 Conroe DbLoCompany:Novo Oil & Gas, LLCTVProject:Eddy County, New Mexico (NAD 83)MESite:Rana Salada Fed Com 0106 - M PadNoWell:Rana Salada Fed Com 0106 234HSuWellbore:Wellbore #1Design #2

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

Well Rana Salada Fed Com 0106 234H WELL @ 3050.00usft (25' KB) WELL @ 3050.00usft (25' KB) Grid Minimum Curvature

Measured Depth Inclir (usft) (nation Azimuth °) (°)	Vertical Depth (usft)	+N/-S (usft)	+E/-W (usft)	Vertical Section (usft)	Dogleg Rate (°/100usft)	Build Rate (°/100usft)	Turn Rate (°/100usft)
16,100.00 16,200.00 16,300.00 16,401.15 Begin2.00°/100' 1	90.00 89.12 90.00 89.12 90.00 89.12 90.00 89.12 90.00 89.12 90.00 89.12 Turn 90.00	10,575.00 10,575.00 10,575.00 10,575.00	123.56 125.09 126.63 128.18	4,444.63 4,544.62 4,644.61 4,745.74	4,443.88 4,543.86 4,643.84 4,744.97	0.00 0.00 0.00 0.00	0.00 0.00 0.00 0.00	0.00 0.00 0.00 0.00
16,500.00	90.0091.1090.0092.16	10,575.00	127.99	4,844.59	4,843.81	2.00	0.00	2.00
16,553.27		10,575.00	126.48	4,897.83	4,897.06	2.00	0.00	2.00
16,600.00	90.0092.1690.0092.1690.0092.16	10,575.00	124.72	4,944.53	4,943.77	0.00	0.00	0.00
16,700.00		10,575.00	120.94	5,044.46	5,043.72	0.00	0.00	0.00
16,800.00		10,575.00	117.17	5,144.39	5,143.67	0.00	0.00	0.00
16,900.00	90.0092.1690.0092.1690.0092.1690.0092.1690.0092.16	10,575.00	113.40	5,244.32	5,243.61	0.00	0.00	0.00
17,000.00		10,575.00	109.62	5,344.25	5,343.56	0.00	0.00	0.00
17,100.00		10,575.00	105.85	5,444.18	5,443.51	0.00	0.00	0.00
17,200.00		10,575.00	102.08	5,544.11	5,543.46	0.00	0.00	0.00
17,300.00		10,575.00	98.30	5,644.03	5,643.41	0.00	0.00	0.00
17,400.00	90.0092.1690.0092.1690.0092.1690.0092.1690.0092.16	10,575.00	94.53	5,743.96	5,743.36	0.00	0.00	0.00
17,500.00		10,575.00	90.76	5,843.89	5,843.30	0.00	0.00	0.00
17,600.00		10,575.00	86.99	5,943.82	5,943.25	0.00	0.00	0.00
17,700.00		10,575.00	83.21	6,043.75	6,043.20	0.00	0.00	0.00
17,800.00		10,575.00	79.44	6,143.68	6,143.15	0.00	0.00	0.00
17,900.00	90.0092.1690.0092.1690.0092.1690.0092.1690.0092.16	10,575.00	75.67	6,243.61	6,243.10	0.00	0.00	0.00
18,000.00		10,575.00	71.89	6,343.54	6,343.04	0.00	0.00	0.00
18,100.00		10,575.00	68.12	6,443.46	6,442.99	0.00	0.00	0.00
18,200.00		10,575.00	64.35	6,543.39	6,542.94	0.00	0.00	0.00
18,300.00		10,575.00	60.57	6,643.32	6,642.89	0.00	0.00	0.00
18,400.00	90.0092.1690.0092.1690.0092.1690.0092.1690.0092.16	10,575.00	56.80	6,743.25	6,742.84	0.00	0.00	0.00
18,500.00		10,575.00	53.03	6,843.18	6,842.78	0.00	0.00	0.00
18,600.00		10,575.00	49.25	6,943.11	6,942.73	0.00	0.00	0.00
18,700.00		10,575.00	45.48	7,043.04	7,042.68	0.00	0.00	0.00
18,800.00		10,575.00	41.71	7,142.97	7,142.63	0.00	0.00	0.00
18,900.00	90.00 92.16 90.00 92.16 90.00 92.16 90.00 92.16 90.00 92.16 90.00 92.16	10,575.00	37.94	7,242.89	7,242.58	0.00	0.00	0.00
19,000.00		10,575.00	34.16	7,342.82	7,342.52	0.00	0.00	0.00
19,100.00		10,575.00	30.39	7,442.75	7,442.47	0.00	0.00	0.00
19,200.00		10,575.00	26.62	7,542.68	7,542.42	0.00	0.00	0.00
19,300.00		10,575.00	22.84	7,642.61	7,642.37	0.00	0.00	0.00
19,400.00	90.00 92.16 90.00 92.16 90.00 92.16 90.00 92.16 90.00 92.16 90.00 92.16	10,575.00	19.07	7,742.54	7,742.32	0.00	0.00	0.00
19,500.00		10,575.00	15.30	7,842.47	7,842.26	0.00	0.00	0.00
19,600.00		10,575.00	11.52	7,942.40	7,942.21	0.00	0.00	0.00
19,700.00		10,575.00	7.75	8,042.33	8,042.16	0.00	0.00	0.00
19,800.00		10,575.00	3.98	8,142.25	8,142.11	0.00	0.00	0.00
19,900.00	90.0092.1690.0092.1690.0092.1690.0092.1690.0092.16	10,575.00	0.20	8,242.18	8,242.06	0.00	0.00	0.00
20,000.00		10,575.00	-3.57	8,342.11	8,342.00	0.00	0.00	0.00
20,100.00		10,575.00	-7.34	8,442.04	8,441.95	0.00	0.00	0.00
20,200.00		10,575.00	-11.11	8,541.97	8,541.90	0.00	0.00	0.00
20,300.00		10,575.00	-14.89	8,641.90	8,641.85	0.00	0.00	0.00
20,400.00	90.0092.1690.0092.1690.0092.1690.0092.1690.0092.16	10,575.00	-18.66	8,741.83	8,741.80	0.00	0.00	0.00
20,500.00		10,575.00	-22.43	8,841.76	8,841.75	0.00	0.00	0.00
20,600.00		10,575.00	-26.21	8,941.68	8,941.69	0.00	0.00	0.00
20,700.00		10,575.00	-29.98	9,041.61	9,041.64	0.00	0.00	0.00
20,800.00		10,575.00	-33.75	9,141.54	9,141.59	0.00	0.00	0.00
20,900.00	90.00 92.16 90.00 92.16 90.00 92.16 90.00 92.16	10,575.00	-37.53	9,241.47	9,241.54	0.00	0.00	0.00
21,000.00		10,575.00	-41.30	9,341.40	9,341.49	0.00	0.00	0.00
21,100.00		10,575.00	-45.07	9,441.33	9,441.43	0.00	0.00	0.00

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COMPASS 5000.15 Build 91E



Planned Survey

MS Directional Planning Report



Database:EDM 5000.14 Conroe DbCompany:Novo Oil & Gas, LLCProject:Eddy County, New Mexico (NAD 83)Site:Rana Salada Fed Com 0106 - M PadWell:Rana Salada Fed Com 0106 234HWellbore:Wellbore #1Design:Design #2

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

Well Rana Salada Fed Com 0106 234H WELL @ 3050.00usft (25' KB) WELL @ 3050.00usft (25' KB) Grid Minimum Curvature

Measured Depth (usft)	Inclination (°)	Azimuth (°)	Vertical Depth (usft)	+N/-S (usft)	+E/-W (usft)	Vertical Section (usft)	Dogleg Rate (°/100usft)	Build Rate (°/100usft)	Turn Rate (°/100usft)
21,200.00	90.00	92.16	10,575.00	-48.84	9,541.26	9,541.38	0.00	0.00	0.00
21,300.00	90.00	92.16	10,575.00	-52.62	9,641.19	9,641.33	0.00	0.00	0.00
21,314.90 PBHI	90.00	92.16	10,575.00	-53.18	9,656.07	9,656.22	0.00	0.00	0.00

Design Targets									
Target Name - hit/miss target - Shape	Dip Angle (°)	Dip Dir. (°)	TVD (usft)	+N/-S (usft)	+E/-W (usft)	Northing (usft)	Easting (usft)	Latitude	Longitude
PBHL v2 - Rana Sala - plan hits target o - Point	0.00 center	0.00	10,575.00	-53.18	9,656.07	483,156.46	639,331.35	32.327870	-104.016079
FTP v2 - Rana Salada - plan misses targ - Point	0.00 et center by	0.00 0.31usft at	10,575.00 11370.01ι	50.60 Isft MD (1057	-284.80 5.00 TVD, 5	483,260.24 0.91 N, -284.80 E	629,390.48)	32.328232	-104.048261
LTP v2 - Rana Salada - plan misses targ - Point	0.00 et center by	0.00 0.14usft at	10,575.00 21114.89u	-45.78 Isft MD (1057)	9,456.21 5.00 TVD, -4	483,163.87 5.63 N, 9456.21	639,131.49 E)	32.327892	-104.016726

Casing Points							
	Measured Depth	Vertical Depth			Casing Diameter	Hole Diameter	
	(usπ)	(usπ)		Name	(")	(")	
	10,012.98	9,875.00	9 5/8"		9-5/8	12-1/4	

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ł	Tormations						
	Measu Depi (usf	tred Vertical th Depth t) (usft)	Name	Lithology	Dip (°)	Dip Direction (°)	
	17	0.00 170.00	Rustler				
	2,74	2.84 2,720.00	Bell Canyon (base of salt)				
	3,79	3.61 3,740.00	Cherry Canyon				
	5,28	5,190.00	Brushy Canyon*				
	6,38	9.62 6,260.00	Bone Spring Lime*				
	7,07	7.98 6,940.00	Lower Avalon*				
i.	7,49	7.98 7,360.00	1st Bone Spring Sand*				
	7,74	7.98 7,610.00	2nd Bone Spring Carbonate				
	8,20	2.98 8,065.00	2nd Bone Spring Sand*				
	8,56	7.98 8,430.00	3rd Bone Spring Carbonate				
	9,44	7.98 9,310.00	3rd Bone Spring Sand*				
	9,75	7.98 9,620.00	Wolfcamp XY*				
	9,90	2.98 9,765.00	Wolfcamp A*				
	10,16	2.99 10,025.00	Wolfcamp B				
	10,53	9.59 10,370.00	Wolfcamp B Flow Unit*				

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MS Directional Planning Report



Database: EDM 5000.14 Conroe Db Local Co-ordinate Reference: Well Rana Salada Fed Com 0106 234H Novo Oil & Gas, LLC Company: **TVD Reference:** WELL @ 3050.00usft (25' KB) Eddy County, New Mexico (NAD 83) Project: MD Reference: WELL @ 3050.00usft (25' KB) Rana Salada Fed Com 0106 - M Pad Site: North Reference: Grid Well: Rana Salada Fed Com 0106 234H Survey Calculation Method: Minimum Curvature Wellbore: Wellbore #1 Design: Design #2

Plan Annotations

Measured	Vertical	Local Coor	dinates	
Depth (usft)	Depth (usft)	+N/-S (usft)	+E/-W (usft)	Comment
1,500.00	1,500.00	0.00	0.00	KOP, 2.00°/100' Build
2,194.97	2,188.17	2.62	-83.84	Hold 13.90° Inc. 271.79° Azm
6,443.01	6,311.83	34.43	-1,103.80	Begin 2.00°/100' Drop
7,137.98	7,000.00	37.04	-1,187.64	Begin Vertical Hold
10,140.02	10,002.04	37.04	-1,187.64	Begin 10.00°/100' Build
11,040.02	10,575.00	45.84	-614.75	Begin 90.00° Lateral
16,401.15	10,575.00	128.18	4,745.74	Begin2.00°/100' Turn
16,553.27	10,575.00	126.48	4,897.83	Hold 92.16° Azm
21,314.90	10,575.00	-53.18	9,656.07	PBHL

PECOS DISTRICT DRILLING CONDITIONS OF APPROVAL

OPERATOR'S NAME:	NOVO OIL AND GAS
LEASE NO.:	NMNM91078
WELL NAME & NO.:	RANA SALADA FED COM 0106 234H
LOCATION:	Section 2, T.23 S., R.28 E., NMPM
COUNTY:	Eddy County, New Mexico

COA

H2S	© Yes	No	
Potash	[©] None	Secretary	C R-111-P
Cave/Karst Potential	C Low	O Medium	High
Cave/Karst Potential	Critical		
Variance	© None	Flex Hose	© Other
Wellhead	Conventional	Multibowl	© Both
Other	4 String Area	Capitan Reef	□ WIPP
Other	Fluid Filled	Cement Squeeze	🗖 Pilot Hole
Special Requirements	Water Disposal	COM	🗖 Unit

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 350 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 <u>24 hours in the Potash Area</u> or 500 pounds compressive strength, whichever is greater. (This is to include the lead cement)

- c. Wait on cement (WOC) time for a remedial job will be a minimum of 4 hours after bringing cement to surface or 500 pounds compressive strength, whichever is greater.
- d. If cement falls back, remedial cementing will be done prior to drilling out that string.
- 2. The minimum required fill of cement behind the 8-5/8 inch intermediate casing is:
 - Cement to surface. If cement does not circulate see B.1.a, c-d above.
 - 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.
 - In <u>Secretary Potash 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.

Alternate Production casing has been reviewed and approved.

- 3. The minimum required fill of cement behind the 5-1/2 inch production casing is:
 - Cement should tie-back at least **500 feet** into previous casing string. Operator shall provide method of verification. Additional cement will be required.

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).'
- 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.

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.

GENERAL REQUIREMENTS

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

- a. Spudding well (minimum of 24 hours)
- b. Setting and/or Cementing of all casing strings (minimum of 4 hours)
- c. BOPE tests (minimum of 4 hours)

Eddy County

Call the Carlsbad Field Office, 620 East Greene St., Carlsbad, NM 88220, (575) 361-2822

Lea County Call the Hobbs Field Station, 414 West Taylor, Hobbs NM 88240, (575) 393-3612

- 1. Unless the production casing has been run and cemented or the well has been properly plugged, the drilling rig shall not be removed from over the hole without prior approval.
 - a. In the event the operator has proposed to drill multiple wells utilizing a skid/walking rig. Operator shall secure the wellbore on the current well, after installing and testing the wellhead, by installing a blind flange of like pressure rating to the wellhead and a pressure gauge that can be monitored while drilling is performed on the other well(s).

- b. When the operator proposes to set surface casing with Spudder Rig
 - Notify the BLM when moving in and removing the Spudder Rig.
 - Notify the BLM when moving in the 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.
- <u>Wait on cement (WOC) for Potash Areas:</u> After cementing but before commencing any tests, the casing string shall stand cemented under pressure until both of the following conditions have been met: 1) cement reaches a minimum compressive strength of 500 psi for all cement blends, 2) until cement has been in place at least <u>24</u> <u>hours</u>. WOC time will be recorded in the driller's log. The casing intergrity test can be done (prior to the cement setting up) immediately after bumping the plug.
- 3. <u>Wait on cement (WOC) for Water Basin:</u> After cementing but before commencing any tests, the casing string shall stand cemented under pressure until both of the following conditions have been met: 1) cement reaches a minimum compressive strength of 500 psi at the shoe, 2) until cement has been in place at least <u>8 hours</u>. WOC time will be recorded in the driller's log. See individual casing strings for details regarding lead cement slurry requirements. The casing intergrity test can be done (prior to the cement setting up) immediately after bumping the plug.

- 4. Provide compressive strengths including hours to reach required 500 pounds compressive strength prior to cementing each casing string. Have well specific cement details onsite prior to pumping the cement for each casing string.
- 5. No pea gravel permitted for remedial or fall back remedial without prior authorization from the BLM engineer.
- 6. On that portion of any well approved for a 5M BOPE system or greater, a pressure integrity test of each casing shoe shall be performed. Formation at the shoe shall be tested to a minimum of the mud weight equivalent anticipated to control the formation pressure to the next casing depth or at total depth of the well. This test shall be performed before drilling more than 20 feet of new hole.
- 7. If hardband drill pipe is rotated inside casing, returns will be monitored for metal. If metal is found in samples, drill pipe will be pulled and rubber protectors which have a larger diameter than the tool joints of the drill pipe will be installed prior to continuing drilling operations.
- 8. Whenever a casing string is cemented in the R-111-P potash area, the NMOCD requirements shall be followed.
- B. PRESSURE CONTROL
- 1. All blowout preventer (BOP) and related equipment (BOPE) shall comply with well control requirements as described in Onshore Oil and Gas Order No. 2 and API RP 53 Sec. 17.
- 2. If a variance is approved for a flexible hose to be installed from the BOP to the choke manifold, the following requirements apply: 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.

JJP04092021



Jeromy,

Please find attached the Well Control Plans for the Rana Salada Fed 01 and 0106 wells.

Thanks for the help.

Justin Carter Landman

Novo Oil & Gas, LLC 1001 West Wilshire Blvd, Suite 206 Oklahoma City, OK 73116 405.286.3375 O 405.406.0737 C

Rana Salada Fed Com 0106 234H

10,000 PSI BOP Annular Variance Request

NOVO Oil & Gas request a variance to use a 5000 psi annular BOP with a 10,000 psi BOP stack. The component and compatibility tables along with the general well control plans demonstrate how the

5000 psi annular BOP will be protected from pressures that exceed its rated working pressure (RWP).The Annular will be tested to 100% of the RWP of 5,000 psi.

1. Component and Preventer Compatibility Tables

The tables below outlines the tubulars and the compatible preventers in use. This table, combined with the drilling fluid, documents that two barriers to flow will be maintained at all times.

	12-1/4" Intermediate Hole Section (R-111-P/4- string design only) 10M psi requirement									
	Compon	ent	(OD	Primary P	revente	r RWP	Alternate Prev	venter(s)	RWP
	Drillpipe 5. HWDP 5.		5.	000"	Annular		5M	Upper 3.5 - 5.5" VBR Lower 3.5 - 5.5" VBR		10M 10M
			000" Annular			5M	Upper 3.5 - 5.5" VBR Lower 3.5 - 5.5" VBR		10M 10M	
9-7/8" Intermediate Hole Section 10M psi requirement										
Co	omponent	O	C	Primary	Preventer	RWP	Alternate	e Preventer(s)	RWP	
Drillpipe 5.000"		An	nular	5M	Upper 3 Lower 3	8.5 - 5.5" VBR 8.5 - 5.5" VBR	10M 10M			
HWDP 5.000" Ar		An	nular	5M	Upper 3 Lower 3	8.5 - 5.5" VBR 8.5 - 5.5" VBR	IOM IOM			
Jars	Jars 6.50		0"	An	nular	5M		-	-	
DCs ar	nd MWD tools	8.00)0"	An	nular	5M		-	-	

Annular

Annular

Blind Rams

5M

5M

I0M

_

_

-

_

_

-

8.000"

8.625"

-

Mud Motor

Open-hole

casing

2nd Intermediate

•

Jars	6.500"	" Annular			5M -			-		
DCs and MWD tools	Cs and MWD tools 6.500" - 8.000"		Annular		5N	1 -		I		
Mud Motor	8.000" - 9.625	5"	Annular		5N	1 -		-		
1 st Intermediate casin	te casing 10.750"		Annular		5N	- М		-		
Open-hole	-		Blind Rams	IOM		-		-		
	7-7/8" 1	Pro 10M	duction Hole So psi requiremen	ecti t	ion					
Component	OD	Pri Pre	Primary Preventer		WP Alternate Preventer(s)		RWP			
Drillpipe	5.000"		Annular		5M Upper 3.5 - 5.5" VI Lower 3.5 - 5.5" VI		1) 1)	0M 0M		
HWDP	5.000"		Annular		ōΜ	Upper 3.5 - 5.5" VBR Lower 3.5 - 5.5" VBR	10 10	0M 0M		
DCs and MWD tools	6.500"		Annular		ōМ	-		-		
Mud Motor	6.500"		Annular		5M	-		-		
Mud Motor	6.500"		Annular		5M -			-		
Production casing	5.500"		Annular		Annular		5M	Upper 3.5 - 5.5" VBR Lower 3.5 - 5.5" VBR	IC IC	M M
Open-hole	-		Blind Rams	1	0M	-		-		

VBR = Variable Bore Ram

10M Choke

Manifold



10M AND 15M CHOKE MANIFOLD EQUIPMENT - CONFIGURATION OF CHOKES MAY VARY [53 FR 49661, Dec. 9, 1988 and 54 FR 39528, Sept. 27, 1989]



2. Well Control Procedures

Below are the minimal high-level tasks prescribed to assure a proper shut-in while drilling, tripping, running casing, pipe out of the hole (open hole), and moving the BHA through the BOPs. At least one well control drill will be performed weekly per crew to demonstrate compliance with the procedure and well control plan. The well control drill will be recorded in the daily drilling log. The type of drill will be determined by the ongoing operations, but reasonable attempts will be made to vary the type of drill conducted (pit, trip, open hole, choke, etc.). This well control plan will be available for review by rig personnel in the NOVO drilling supervisor's office on location, and on the rig floor. All BOP equipment will be tested as per Onshore O&G Order No. 2 with the exception including the 5000 psi annular which will be tested to 100% of its RWP.

General Procedure While Drilling

- 1. Sound alarm (alert crew)
- 2. Space out drill string
- 3. Shut down pumps (stop pumps and rotary)
- 4. Shut-in Well (uppermost applicable BO P, typically annular preventer first. HC R and choke will already be in the closed posit ion.)
- 5. Confirm shut-in
- 6. Notify tool pusher/company representative
- 7. Read and record the following:
 - a. SIDPP and S ICP
 - b. Pit gain
 - c. Time
- 8. Regroup and identify forward plan
- 9. If pressure has built or is anticipated during the kill to reach 70% or greater of the RWP of the annular preventer, confirm spacing and close the upper variable bore rams.

Genera 1 Procedure While Tripping

- 1. Sound alarm (alert crew)
- 2. Stab full opening safety valve and close
- 3. Space out drill string
- 4. Shut-in (uppermost applicable BOP, typically annular preventer first. HCR and choke will already be in the closed position .)
- 5. Confirm shut-in
- 6. Notify tool pusher/company representative
- 7. Read and record the fol lowing:
 - a. SIDPP and SICP
 - b. Pit gain
 - c. Time
- 8. Regroup and identify forward plan
- 9. If pressure has built or is anticipated during the kill to reach 70% or greater of the RWP of the annular preventer, confirm spacing and close the upper variable bore rams .

General Procedure While Running Production Casing

I. Sound alarm (alert crew) 2. Stab crossover and full opening safety valve and close 3. Space out string

- 4. Shut-in (uppermost applicable BOP, typically annular preventer first. HCR and choke will already be in the closed position.)
- 5. Confirm shut-in
- 6. Notify tool pusher/company representative
- 7. Read and record the following:
 - a. SIDPP and SICP
 - b. Pit gain
 - c. Time
- 8. Regroup and identify forward plan
- 9. If pressure has built or is anticipated during the kill to reach 70% or greater of the RWP of the annular preventer, confirm spacing and close the upper variable bore rams.

General Procedure With No Pipe In Hole (Open Hole)

- 1. Sound alarm (alert crew)
- 2. Shut-in with blind rams. (HCR and choke will already be in the closed position.)
- 3. Confirm shut-in
- 4. Notify tool pusher/company representative
- 5. Read and record the following:
 - a. SICP
 - b. Pit gain
 - c. Time
- 6. Regroup and identify forward plan

General Procedures While Pulling BHA thru Stack

- 1. PRIOR to pulling last joint of drillpipe thru the stack.
 - a. Perform flowcheck , if flowing :
 - b. Sound alarm (ale rt crew)
 - c. Stab full opening safety valve and close
 - d. Space out drill string with tool joint jus t beneath the upper variable bore rams .
 - e. Shut-in using upper variable bore rams . (HCR and choke will already be in the closed position.)
 - f. Confirm shut-in
 - g. Notify toolpusher/company representative
 - h. Read and record the following:
 - 1. SIDPP and SICP
 - ii . Pit gain
 - iii. Time
 - 1. Regroup and identify forward plan
 - 2. With BHA in the stack and compatible ram preventer and pipe combo immediately available.
 - a. Sound alarm (alert crew)
 - b. Stab crossover and full opening safety valve and close
 - c. Space out drill string with upset just beneath the upper variable bore rams.
 - d. Shut-in using upper variable bore rams. (HCR and choke will already be in the closed position.)
 - e. Confirm shut-in
 - f. Notify toolpusher/company representative
 - g. Read and record the following:
 - i. SIDPP and SICP

- ii. Pit gain iii. Time
- h. Regroup and identify forward plan
- 3. With BHA in the stack and NO compatible ram preventer an pipe combo immediately available .
 - a. Sound alarm (alert crew)
 - b. If possible to pick up high enough, pull string clear of the stack and follow "Open Hole" scenario.
 - c. If impossible to pick up high enough to pull the string clear of the stack:
 - d. Stab crossover, make up one joint/stand of drillpipe, and full opening safety valve and close
 - e. Space out drill string with tooljoint just beneath the upper variable bore ram.
 - f. Shut-in using upper variable bore ram. (HCR and choke will already be in the closed position.)
 - g. Confirm shut-in
 - h. Notify too l pusher/company representative
 - 1. Read and record the following:
 - 1. SIDPP and SICP ii.
 - Pit gain
 - iii . Time
 - J. Regroup and identify forward plan



- a. All personnel will be trained in H_2S working conditions as required by Onshore Order 6 before drilling out of the surface casing.
- b. Two briefing areas will be established. Each will be at least 150' from the wellhead, perpendicular from one another, and easily entered and exited. See H_2S page 5 for more details.
- c. H₂S Safety Equipment/Systems:
 - i. Well Control Equipment
 - Flare line will be ≥ 150 ' from the wellhead and ignited by a pilot light.
 - Beware of SO_2 created by flaring.
 - Choke manifold will include a remotely operated choke.
 - Mud gas separator
 - ii. Protective Equipment for Essential Personnel
 - Every person on site will be required to wear a personal H_2S and SO_2 monitor at all times while on site. Monitors will not be worn on hard hats. Monitors will be worn on the front of the chest.
 - One self-contained breathing apparatus (SCBA) 30-minute rescue pack will be at each briefing area. Two 30-minute SCBA packs will be stored in the safety trailer.
 - Four work/escape packs will be on the rig floor. Each pack will have a long enough hose to allow unimpaired work activity.
 - Four emergency escape packs will be in the doghouse for emergency evacuation.
 - Hand signals will be used when wearing protective breathing apparatus.
 - Stokes litter or stretcher
 - Two full OSHA compliant body harnesses
 - A 100-foot long x 5/8" OSHA compliant rope
 - One 20-pound ABC fire extinguisher

- iii. H₂S Detection & Monitoring Equipment
- Every person on site will be required to wear a personal H_2S and SO_2 monitor at all times while on site. Monitors will not be worn on hard hats. Monitors will be worn on the front of the chest.
- A stationary detector with three sensors will be in the doghouse.
- Sensors will be installed on the rig floor, bell nipple, and at the end of the flow line or where drilling fluids are discharged.
- Visual alarm will be triggered at 10 ppm.
- Audible alarm will be triggered at 10 ppm.
- Calibration will occur at least every 30 days. Gas sample tubes will be kept in the safety trailer.
- iv. Visual Warning System
- Color-coded H_2S condition sign will be set at the entrance to the pad.
- Color-coded condition flag will be installed to indicate current $\rm H_2S$ conditions.
- Two wind socks will be installed that will be visible from all sides.
- v. Mud Program
- A water based mud with a pH of \geq 10 will be maintained to control corrosion, H₂S gas returns to the surface, and minimize sulfide stress cracking and embrittlement.
- Drilling mud containing H_2S gas will be degassed at an optimum location for the rig configuration.
- This gas will be piped into the flare system.
- Enough mud additives will be on location to scavenge and/or neutralize H_2S where formation pressures are unknown.
- vi. Metallurgy
- All equipment that has the potential to be exposed to H_2S will be suitable for H_2S service.
- Equipment that will meet these metallurgical standards include the drill string, casing, wellhead, BOP assembly, casing head and spool, rotating head, kill lines, choke, choke manifold and lines, valves, mud-gas separators, DST tools, test units, tubing, flanges, and other related equipment (elastomer packings and seals).
- vii. Communication from well site
- Cell phones and/or two-way radios will be used to communicate from the well site.

d. A remote-controlled choke, mud-gas separator, and a rotating head will be installed before drilling or testing any formation expected to contain H_2S .

Company Personnel to be Notified	
Kurt Shipley, Vice-President - Operations	Office: (405) 609-1596
Local & County Agencies	
Loving Fire Department	911 or (575) 745-3600
Eddy County Sheriff (Carlsbad)	911 (575) 887-7551
Eddy County Emergency Management (Carlsbad)	(575) 887-9511
Carlsbad Medical Center Hospital	(575) 887-4100
Eddy County South Road Department (Carlsbad)	(575) 885-4835
State Agencies	
NM State Police (Carlsbad)	(575) 885-3138
NM Oil Conservation (Artesia)	(575) 748-1283
NM Oil Conservation (Santa Fe)	(505) 476-3440
NM Dept. of Transportation (Roswell)	(575) 637-7201
Federal Agencies	
BLM Carlsbad Field Office	(575) 234-5972
National Response Center	(800) 424-8802
US EPA Region 6 (Dallas)	(800) 887-6063
	(214) 665-6444

.

Residents within 3/4 mile

none

Air Evacuation

Med Flight Air Ambulance (Albuquerque)	(800) 842-4431
Lifeguard (Albuquerque)	(888) 866-7256

<u>Veterinarians</u>

Desert Willow Veterinary Services (Carlsbad)	(575) 885-3399
Animal Care Center (Carlsbad)	(575) 885-5352







Schematic Closed Loop Drilling Rig*

- 1. Pipe Rack
- 2. Drill Rig
- 3. House Trailers/ Offices
- 4. Generator/Fuel/Storage
- 5. Overflow-Frac Tank
- 6. Skids
- 7. Roll Offs
- 8. Hopper or Centrifuge
- 9. Mud Tanks 10. Loop Drive
- 11. Generator (only for use with centrifuge)

*Not drawn to scale: Closed loop system requires at least 30 feet beyond mud tanks. Ideally 60 feet would be available





Above: Centrifugal Closed Loop System



Closed Loop Drilling System: Mud tanks to right (1)

Hopper in air to settle out solids (2) Water return pipe (3) Shaker between hopper and mud tanks (4) Roll offs on skids (5)







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

District IV

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

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Action 24418

COMMENTS

Operator:	OGRID:
NOVO OIL & GAS NORTHERN DELAWARE, LLC	372920
1001 West Wilshire Blvd	Action Number:
Oklahoma City, OK 73116	24418
	Action Type:
	[C-101] BLM - Federal/Indian Land Lease (Form 3160-3)

COMMENTS

Created By	Comment	Comment
		Date
kpickford	KP GEO Review 4/19/2021	4/19/2021

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

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

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CONDITIONS

Action 24418

CONDITIONS

Operator:	OGRID:
NOVO OIL & GAS NORTHERN DELAWARE, LLC	372920
1001 West Wilshire Blvd	Action Number:
Oklahoma City, OK 73116	24418
	Action Type:
	[C-101] BLM - Federal/Indian Land Lease (Form 3160-3)

CONDITIONS

Created By	Condition	Condition Date
kpickford	Will require a administrative order for non-standard location prior to placing the well on production	4/19/2021
kpickford	Notify OCD 24 hours prior to casing & cement	4/19/2021
kpickford	Will require a File As Drilled C-102 and a Directional Survey with the C-104	4/19/2021
kpickford	Once the well is spud, to prevent ground water contamination through whole or partial conduits from the surface, the operator shall drill without interruption through the fresh water zone or zones and shall immediately set in cement the water protection string	4/19/2021
kpickford	Cement is required to circulate on both surface and intermediate1 strings of casing	4/19/2021
kpickford	Oil base muds are not to be used until fresh water zones are cased and cemented providing isolation from the oil or diesel. This includes synthetic oils. Oil based mud, drilling fluids and solids must be contained in a steel closed loop system	4/19/2021