

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

Sundry Print Report

Well Name: BOUNDARY RAIDER 6-7

FED COM

Well Location: T23S / R32E / SEC 6 /

LOT 4 / 32.3400715 / -103.7206573

County or Parish/State: LEA /

NM

Allottee or Tribe Name:

Lease Number: NMNM063994,

Well Number: 301H

NMNM63994

Unit or CA Name:

Type of Well: OIL WELL

Unit or CA Number:

US Well Number: 3002547572

Well Status: Approved Application for

Permit to Drill

Operator: DEVON ENERGY PRODUCTION COMPANY LP

Notice of Intent

Sundry ID: 2659763

Type of Submission: Notice of Intent

Type of Action: APD Change

Date Sundry Submitted: 03/03/2022 Time Sundry Submitted: 08:48

Date proposed operation will begin: 03/03/2022

Procedure Description: Remediation plan below is a contingency request in case full losses occur during drilling. Devon Energy Production Co., L.P. (Devon) respectfully requests to conduct a two stage intermediate cement job with first stage bringing cement up to the Brushy Canyon loss zone, and second stage being a bradenhead squeeze in which cement will be brought to surface. Fluid level to be confirmed via Echo-meter. Please see attachment.

NOI Attachments

Procedure Description

Boundary_Raider_6_7_Fed_Com_301H___Sundry_Remedial_Cement_20220303052626.pdf

Page 1 of 2

eived by OCD; 4/7/2022 9:03:00 AM Well Name: BOUNDARY RAIDER 6-7

FED COM

Well Location: T23S / R32E / SEC 6 / LOT 4 / 32.3400715 / -103.7206573

County or Parish/State: LEA/

Well Number: 301H

Type of Well: OIL WELL

Allottee or Tribe Name:

Lease Number: NMNM063994,

Unit or CA Name:

Unit or CA Number:

NMNM63994

US Well Number: 3002547572

Well Status: Approved Application for

Permit to Drill

Operator: DEVON ENERGY PRODUCTION COMPANY LP

Conditions of Approval

Additional Reviews

6_23_32_4_Sundry_ID_2659763_Boundry_Raider_6_7_Fed_Com_301H_Lea_NM063994_13_22c_11_30_2021_LV_2 0220329070241.pdf

Boundary_Raider_6_7_Fed_Com_301H_Sundry_ID_2659763_20220329070241.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: JENNY HARMS Signed on: MAR 03, 2022 05:39 AM

Name: DEVON ENERGY PRODUCTION COMPANY LP

Title: Regulatory Compliance Professional Street Address: 333 West Sheridan Avenue

City: Oklahoma City State: OK

Phone: (405) 552-6560

Email address: jennifer.harms@dvn.com

Field Representative

Representative Name:

Street Address:

State:

Zip:

City: Phone:

Email address:

BLM Point of Contact

BLM POC Name: CHRISTOPHER WALLS

BLM POC Phone: 5752342234

Disposition: Approved

Signature: Chris Walls

BLM POC Title: Petroleum Engineer

BLM POC Email Address: cwalls@blm.gov

Disposition Date: 04/04/2022

Page 2 of 2

Boundry Raider 6-7 Fed Com 301H

10 3/4	S	urface csg in a	12 1/4	inch hole.		Design	<u>Factors</u>			Surfac	e	
Segment	#/ft	Grade		Coupling	Joint	Collapse	Burst	Length	B@s	a-B	a-C	Weight
"A"	40.50		h 40	btc	13.68	3.6	0.41	825	6	0.69	6.81	33,413
"B"				btc				0				0
	w/8.4	4#/g mud, 30min Sfc Csg Test	psig: 1,236	Tail Cmt	does not	circ to sfc.	Totals:	825				33,413
Comparison of	Proposed to	Minimum Required Cem	ent Volumes									
Hole	Annular	1 Stage	1 Stage	Min	1 Stage	Drilling	Calc	Req'd				Min Dis
Size	Volume	Cmt Sx	CuFt Cmt	Cu Ft	% Excess	Mud Wt	MASP	BOPE				Hole-Cpl
												0 ==
12 1/4	0.1882	186	268	155	73	9.00	3312	5M				0.75
Burst Frac Grad	lient(s) for Seg	ment(s) A, B = , b All > 0	0.70, OK.	155	73 Site plat (pip	e racks S or E)	as per 0.0.1.	5M	found.	Int 1		0.75
Burst Frac Grad	ca	ment(s) A, B = , b All > o			Site plat (pip	e racks S or E) Design	as per 0.0.1. Factors	III.D.4.i. not	found.	Int 1		
8 5/8 Segment	ca #/ft	ment(s) A, B = , b All > 0	0.70, OK.	Coupling	Site plat (pip	Design Collapse	Factors Burst	Length	found.	а-В	a-C	Weigh
8 5/8 Segment "A"	ca	ment(s) A, B = , b All > o	0.70, OK.		Site plat (pip	e racks S or E) Design	as per 0.0.1. Factors	Length 10,175	found B@s 2			Weigh 325,60
8 5/8 Segment	ca #/ft 32.00	ment(s) A, B = , b All > o	0.70, OK. 10 3/4 p 110	Coupling	Site plat (pip	Design Collapse	Factors Burst	Length	_	а-В	a-C	Weigh

cas	sing inside the	10 3/4	_		Design	Factors			Int 1		
#/ft	Grade		Coupling	Joint	Collapse	Burst	Length	B@s	a-B	a-C	Weight
32.00	р	110	tlw	3.31	0.76	1.7	10,175	2	3.22	1.28	325,600
							0				0
w/8.4	#/g mud, 30min Sfc Csg Test psig:					Totals:	10,175	_			325,600
	The cement volur	ne(s) are inter	ided to achieve a top of	0	ft from su	ırface or a	825				overlap.
Annular	1 Stage	1 Stage	Min	1 Stage	Drilling	Calc	Req'd				Min Dist
Volume	Cmt Sx	CuFt Cmt	Cu Ft	% Excess	Mud Wt	MASP	BOPE				Hole-Cplg
0.1261	396	554	1299	-57	10.50	2775	3M				0.44
		6785				sum of sx	Σ CuFt				Σ%excess
	30	152				1350	2749				112
nt yld > 1.35								_			
	#/ft 32.00 w/8.4 Annular Volume 0.1261	#/ft Grade 32.00 p w/8.4#/g mud, 30min Sfc Csg Test psig: The cement volur Annular 1 Stage Volume Cmt Sx 0.1261 396	#/ft Grade 32.00 p 110 w/8.4#/g mud, 30min Sfc Csg Test psig:	#/ft Grade Coupling 32.00 p 110 tlw w/8.4#/g mud, 30min Sfc Csg Test psig: The cement volume(s) are intended to achieve a top of Annular 1 Stage 1 Stage Min Volume Cmt Sx CuFt Cmt Cu Ft 0.1261 396 554 1299 6785 30 152	#/ft Grade Coupling Joint 32.00 p 110 tlw 3.31 w/8.4#/g mud, 30min Sfc Csg Test psig: The cement volume(s) are intended to achieve a top of Annular 1 Stage 1 Stage Min 1 Stage Volume Cmt Sx CuFt Cmt Cu Ft % Excess 0.1261 396 554 1299 -57 6785 30 152	#/ft Grade Coupling Joint Collapse 32.00 p 110 tlw 3.31 0.76 w/8.4#/g mud, 30min Sfc Csg Test psig: The cement volume(s) are intended to achieve a top of 0 ft from su Annular 1 Stage 1 Stage Min 1 Stage Drilling Volume Cmt Sx CuFt Cmt Cu Ft % Excess Mud Wt 0.1261 396 554 1299 -57 10.50 6785 30 152	#/ft Grade Coupling Joint Collapse Burst 32.00 p 110 tlw 3.31 0.76 1.7 w/8.4#/g mud, 30min Sfc Csg Test psig: Totals:	##ft Grade Coupling Joint Collapse Burst Length 32.00 p 110 tlw 3.31 0.76 1.7 10,175 w/8.4#/g mud, 30min Sfc Csg Test psig: Totals: 10,175 The cement volume(s) are intended to achieve a top of Annular 1 Stage 1 Stage Min 1 Stage Volume Cmt Sx CuFt Cmt Cu Ft % Excess 0.1261 396 554 1299 -57 10.50 2775 3M 6785 sum of sx 5 CuFt Cmt 330 152 50 1350 2749	#/ft Grade Coupling Joint Collapse Burst Length 32.00 p 110 tlw 3.31 0.76 1.7 10,175 2 w/8.4#/g mud, 30min Sfc Csg Test psig: Totals: 10,175 The cement volume(s) are intended to achieve a top of Volume Cmt Sx CuFt Cmt Cu Ft % Excess 0.1261 396 554 1299 -57 10.50 2775 3M 6785 30 152 5 1350 2749	##ft Grade Coupling Joint Collapse Burst Length 32.00 p 110 tlw 3.31 0.76 1.7 10,175 0 10,175 0 10,175	##ft Grade Coupling Joint Collapse Burst Length 10,175 2 32.00 p 110 tlw 3.31 0.76 1.7 10,175 0 10,175 0 10,175

5 1/2	casii	ng inside the	8 5/8	_		Design Fac	ctors			Prod 1		
Segment	#/ft	Grade		Coupling	Body	Collapse	Burst	Length	B@s	a-B	a-C	Weight
"A"	17.00		p 110	btc	2.86	1.43	2.03	21,440	2	3.83	2.70	364,480
"B"								0				0
	w/8.4#/	g mud, 30min Sfc Csg Test psi	ig: 2,466				Totals:	21,440				364,480
		The cement vo	lume(s) are inter	ided to achieve a top of	9975	ft from su	rface or a	200				overlap.
Hole	Annular	1 Stage	1 Stage	Min	1 Stage	Drilling	Calc	Req'd				Min Dist
Size	Volume	Cmt Sx	CuFt Cmt	Cu Ft	% Excess	Mud Wt	MASP	BOPE				Hole-Cplg
7 7/8	0.1733	1486	2187	1987	10	9.00						0.91
lass 'C' tail cm	t yld > 1.35											

0			5 1/2		Design Factors				<choose casing=""></choose>			
Segment	#/ft	Grade		Coupling	#N/A	Collapse	Burst	Length	B@s	a-B	a-C	Weight
"A"				0.00				0				0
"B"		0.00						0				0
	w/8.4#/g mud, 30min Sfc Csg Test psig:						Totals:	0				0
		Cmt vol calc below includes this csg, TOC intended			#N/A	#N/A ft from surface or a #N/A						overlap.
Hole	Annular	1 Stage	1 Stage	Min	1 Stage	Drilling	Calc	Req'd				Min Dist
Size	Volume	Cmt Sx	CuFt Cmt	Cu Ft	% Excess	Mud Wt	MASP	BOPE				Hole-Cpl
0		#N/A	#N/A	0	#N/A							-
#N/A Capitan Reef est top XXXX.												

Carlsbad Field Office 3/29/2022

1. Geologic Formations

TVD of target	11210	Pilot hole depth	N/A
MD at TD:	21440	Deepest expected fresh water	

Basin

Basiii	Donth	Water/Mineral	
F	Depth		Ha-anda¥
Formation	(TVD)	Bearing/Target	Hazards*
	from KB	Zone?	
Rustler	800		
Salt	1225		
Base of Salt	4325		
Delaware	4550		
Cherry Canyon	5505		
Brushy Canyon	6785		
1st Bone Spring Lime	8425		
Bone Spring 1st	9520		
Bone Spring 2nd	10150		
3rd Bone Spring Lime	10650		

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

2. Casing Program

	- g	Wt			Casing	Interval	Casing Interval		
Hole Size	Csg. Size	(PPF)	Grade	Conn	From (MD)	To (MD)	From (TVD)	To (TVD)	
12 1/4	10 3/4	40 1/2	H40	BTC	0	825	0	825	
9 7/8	8 5/8	32	P110	TLW	0	10175	0	10175	
7 7/8	5 1/2	17	P110	BTC	0	21440	0	11210	

• All casing strings will be tested in accordance with Onshore Oil and Gas Order #2 IILB.1.h Must have table for contingency casing.

3. Cementing Program (Primary Design)

Devon requests to pump a two stage cement job on the 8-5/8" intermediate casing string with the first stage being pumped conventionally with the calculated top of cement at the Brushy Canyon (6,785") and the second stage performed as a bradenhead squeeze with planned cement from the Brushy Canyon to surface. If necessary, a top out consisting of 477 sacks of Class C cement + 3% Salt + 1% PreMag-M + 6% Bentonite Gel (2.30 yld, 12.91 ppg) will be executed as a contingency. The final cement top will be verified by Echo-meter.

Devon will include the Echo-meter verified fluid top and the volume of displacement fluid above the cement slurry in the annulus in all post-drill sundries on wells utilizing this cement program.

Devon will report to the BLM the volume of fluid (limited to 1 bbls) used to flush intermediate casing valves following backside cementing procedures.

3. Cementing Program (3-String Primary Design)

Casing	# Sks	TOC	Wt. (lb/gal)	Yld (ft3/sack)	Slurry Description
Surface	186	Surf	13.2	1.4	Lead: Class C Cement + additives
Int 1	477	Surf	13.0	2.3	2nd Stage: Bradenhead Squeeze - Lead:Class C Cement + additives
III I	396	6785'	13.2	1.4	Tail: Class H / C + additives
Production	56	500' tieback	9.0	3.3	Lead: Class H /C + additives
Froduction	1430	KOP	13.2	1.4	Tail: Class H / C + additives

If a DV tool is ran the depth(s) will be adjusted based on hole conditions and cement volumes will be adjusted proportionally. Slurry weights will be adjusted based on estimated fracture gradient of the formation. DV tool will be set a minimum of 50 feet below previous casing and a minimum of 200 feet above current shoe. If cement is not returned to surface during the primary cement job on the surface casing string, a planned top job will be conducted immediately after completion of the primary job.

Casing String	% Excess
Surface	50%
Intermediate	30%
Production	10%

4. Pressure Control Equipment (Three String Design)

BOP installed and tested before drilling which hole?	Size?	Min. Required WP	T	Туре		Tested to:
			An	Annular X Blind Ram X		50% of rated working pressure
I4 1	12 50"	514	Bline			
Int 1	13-58"	5M	Pipe	Ram		5M
			Doub	le Ram	X	5M
			Other*			
			Annular Blind Ram Pipe Ram Double Ram		X	50% of rated working pressure
Production	12.5/01	53.4			X	
Production	13-5/8"	5M				5M
					X	J1V1
			Other*			
			Annul	ar (5M)		
			Blind Ram			
				Ram		
			Doub	le Ram		
			Other*			

5. Mud Program (Three String Design)

Section	Туре	Weight (ppg)
Surface	FW Gel	8.5-9
Intermediate	Brine	10-10.5
Production	WBM	8.5-9

Sufficient mud materials to maintain mud properties and meet minimum lost circulation and weight increase requirements will be kept on location at all times.

What will be used to monitor the loss or gain of fluid?	PVT/Pason/Visual Monitoring

6. Logging and Testing Procedures

Logging, Coring and Testing		
	Will run GR/CNL from TD to surface (horizontal well - vertical portion of hole). Stated logs run will be in the	
X	Completion Report and sbumitted to the BLM.	
	No logs are planned based on well control or offset log information.	
	Drill stem test? If yes, explain.	
	Coring? If yes, explain.	

Additional	l logs planned	Interval
	Resistivity	
	Density	
X	CBL	Production casing
X	Mud log	KOP to TD
	PEX	

7. Drilling Conditions

Condition	Specfiy what type and where?
BH pressure at deepest TVD	5246
Abnormal temperature	No

Mitigation measure for abnormal conditions. Describe. Lost circulation material/sweeps/mud scavengers.

Hydrogren Sulfide (H2S) monitors will be installed prior to drilling out the surface shoe. If H2S is detected in concentrations greater than 100 ppm, the operator will comply with the provisions of Onshore Oil and Gas Order #6. If Hydrogen Sulfide is encountered measured values and formations will be provided to the BLM.

encountered	encountered measured values and formations will be provided to the BEW.	
N	H2S is present	
Y	H2S plan attached.	

8. Other facets of operation

Is this a walking operation? Potentially

- 1 If operator elects, drilling rig will batch drill the surface holes and run/cement surface casing; walking the rig to next wells on the pad.
- 2 The drilling rig will then batch drill the intermediate sections and run/cement intermediate casing; the wellbore will be isolated with a blind flange and pressure gauge installed for monitoring the well before walking to the next well.
- 3 The drilling rig will then batch drill the production hole sections on the wells with OBM, run/cement production casing, and install TA caps or tubing heads for completions.

NOTE: During batch operations the drilling rig will be moved from well to well however, it will not be removed from the pad until all wells have production casing run/cemented.

Will be pre-setting casing? Potentially

- 1 Spudder rig will move in and batch drill surface hole.
 - a. Rig will utilize fresh water based mud to drill surface hole to TD. Solids control will be handled entirely on a closed loop basis.
- 2 After drilling the surface hole section, the spudder rig will run casing and cement following all of the applicable rules and regulations (OnShore Order 2, all COAs and NMOCD regulations).
- ³ The wellhead will be installed and tested once the surface casing is cut off and the WOC time has been reached.
- 4 A blind flange with the same pressure rating as the wellhead will be installed to seal the wellbore. Pressure will be monitored with a pressure gauge installed on the wellhead.
- 5 Spudder rig operations is expected to take 4-5 days per well on a multi-well pad.
- 6 The NMOCD will be contacted and notified 24 hours prior to commencing spudder rig operations.
- 7 Drilling operations will be performed with drilling rig. At that time an approved BOP stack will be nippled up and tested on the wellhead before drilling operations commences on each well.
 - a. The NMOCD will be contacted / notified 24 hours before the drilling rig moves back on to the pad with the pre-set surface casing.

Attachments	
X	Directional Plan
	Other, describe

PECOS DISTRICT DRILLING CONDITIONS OF APPROVAL

OPERATOR'S NAME:
LEASE NO.:
NMNM063994
Section 6, T.23 S., R.32 E., NMPM
COUNTY:
Lea County, New Mexico
Sundry ID: 2659763

WELL NAME & NO.: Boundary Raider 6-7 Fed Com 301H
SURFACE HOLE FOOTAGE: 385'/N & 770'/W
BOTTOM HOLE FOOTAGE 20'/S & 1150'/W

COA

H2S	© Yes	□ No	
Potash	■ None	☐ Secretary	□ R-111-P
Cave/Karst Potential	© Low	☐ Medium	☐ High
Cave/Karst Potential	Critical		
Variance	None	Flex Hose	C Other
Wellhead	Conventional	Multibowl	© Both
Wellhead Variance	☐ Diverter		
Other	□4 String	☐ Capitan Reef	□WIPP
Other	Fluid Filled	☐ Pilot Hole	☐ Open Annulus
Cementing	✓ Cement Squeeze	▼ EchoMeter	
Special Requirements	☐ Water Disposal	▼ COM	□ Unit
Special Requirements	☐ Break Testing	□ Offline	
Variance		Cementing	

All Previous COAs Still Apply.

A. CASING

- 1. The 10-3/4 inch surface casing shall be set at approximately 825 feet (a minimum of 25 feet (Lea County) into the Rustler Anhydrite and above the salt) and cemented to the surface.
 - a. If cement does not circulate to the surface, the appropriate BLM office shall be notified and a temperature survey utilizing an electronic type temperature survey with surface log readout will be used or a cement bond log shall be run to verify the top of the cement. Temperature survey will be run a minimum of six hours after pumping cement and ideally between 8-10 hours after completing the cement job.
 - b. Wait on cement (WOC) time for a primary cement job will be a minimum of 8

- **hours** or 500 pounds compressive strength, whichever is greater. (This is to include the lead cement)
- c. Wait on cement (WOC) time for a remedial job will be a minimum of 4 hours after bringing cement to surface or 500 pounds compressive strength, whichever is greater.
- d. If cement falls back, remedial cementing will be done prior to drilling out that string.

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

2. The minimum required fill of cement behind the 8-5/8 inch intermediate casing is:

Option 1 (Single Stage):

• Cement to surface. If cement does not circulate see B.1.a, c-d above.

Option 2:

Operator has proposed to cement in two stages by conventionally cementing the first stage and performing a bradenhead squeeze on the second stage, contingent upon no returns to surface.

- a. First stage: Operator will cement with intent to reach the top of the Brushy Canyon.
- b. Second stage:
 - Operator will perform bradenhead squeeze and top-out. Cement to surface. If cement does not reach surface, the appropriate BLM office shall be notified.

Operator has proposed to pump down 10-3/4" X 8-5/8" annulus after primary cementing stage. Operator must run Echo-meter to verify Cement Slurry/Fluid top in the annulus Or operator shall run a CBL from TD of the 8-5/8" casing to surface after the second stage BH to verify TOC.

Submit results to the BLM. No displacement fluid/wash out shall be utilized at the top of the cement slurry between second stage BH and top out. Operator must run one CBL per Well Pad.

If cement does not reach surface, the next casing string must come to surface.

- 3. The minimum required fill of cement behind the 5-1/2 inch production casing is:
 - Cement should tie-back at least 200 feet into previous casing string.
 Operator shall provide method of verification.
 Cement excess is less than 25%, more cement might be required.

B. PRESSURE CONTROL

1. Variance approved to use flex line from BOP to choke manifold. Manufacturer's specification to be readily available. No external damage to flex line. Flex line to be installed as straight as possible (no hard bends).'

2.

Option 1:

- a. Minimum working pressure of the blowout preventer (BOP) and related equipment (BOPE) required for drilling below the surface casing shoe shall be **5000 (5M)** psi.
- b. Minimum working pressure of the blowout preventer (BOP) and related equipment (BOPE) required for drilling below the 8-5/8 inch intermediate casing shoe shall be 5000 (5M) psi.

Option 2:

Operator has proposed a multi-bowl wellhead assembly. This assembly will only be tested when installed on the 10-3/4 inch 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.

C. 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)

 - ✓ Lea CountyCall the Hobbs Field Station, 414 West Taylor, Hobbs NM 88240, (575)689-5981
- 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.

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 96607

CONDITIONS

Operator:	OGRID:
DEVON ENERGY PRODUCTION COMPANY, LP	6137
333 West Sheridan Ave.	Action Number:
Oklahoma City, OK 73102	96607
	Action Type:
	[C-103] NOI Change of Plans (C-103A)

CONDITIONS

Created By		Condition Date
pkautz	None	5/20/2022