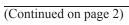
Form 3160-3 (June 2015) UNITED STATES		OMB No	APPROVED 5. 1004-0137 nuary 31, 2018	
DEPARTMENT OF THE INT	ERIOR	5. Lease Serial No.		
BUREAU OF LAND MANAG	EMENT	NMNM94118		
APPLICATION FOR PERMIT TO DRI	LL OR REENTER	6. If Indian, Allotee	or Tribe Name	
1a. Type of work:   Image: Constraint of the second seco	NTER	7. If Unit or CA Agr	eement, Name and No.	
1b. Type of Well:   ✓ Oil Well   Gas Well   Other		8. Lease Name and	Well No.	
1c. Type of Completion: Hydraulic Fracturing Single	e Zone Multiple Zone	RAILSPLITTER 15		
		[	328254]	
		12H		
2. Name of Operator [6137] DEVON ENERGY PRODUCTION COMPANY LP		9. API Well No.	30-025-50676	
3a. Address       3b.         333 WEST SHERIDAN AVE, OKLAHOMA CITY, OK 7310       (44)	. Phone No. ( <i>include area code</i> ) 05) 235-3611	10. Field and Pool, o WC-025 G-08 S26	or Exploratory <b>[96672]</b> 3412K/BONE SPRING	
4. Location of Well (Report location clearly and in accordance with	any State requirements.*)		Blk. and Survey or Area	
At surface NWSW / 2090 FSL / 402 FWL / LAT 32.041936	6 / LONG 103.464999	SEC 15/T26S/R34	E/NMP	
At proposed prod. zone SWSW / 20 FSL / 440 FWL / LAT 32	2.021747 / LONG -103.464861			
14. Distance in miles and direction from nearest town or post office*		12. County or Parish LEA	n 13. State NM	
15. Distance from proposed*       402 feet       16         location to nearest       property or lease line, ft.       (Also to nearest drig. unit line, if any)       16	5. No of acres in lease 17. Spac 480.0	ing Unit dedicated to the	his well	
18. Distance from proposed location* 19 to nearest well, drilling, completed	P. Proposed Depth20, BLM020 feet / 18710 feetFED:	/BIA Bond No. in file		
	2. Approximate date work will start* /01/2022	23. Estimated durati 45 days	on	
2	24. Attachments			
The following, completed in accordance with the requirements of Or (as applicable)	shore Oil and Gas Order No. 1, and the	Hydraulic Fracturing r	ule per 43 CFR 3162.3-3	
<ol> <li>Well plat certified by a registered surveyor.</li> <li>A Drilling Plan.</li> <li>A Surface Use Plan (if the location is on National Forest System L SUBO sure the filed with the surgering of Survey States of Survey States and States</li></ol>	<ul><li>ands, the</li><li>4. Bond to cover the operation Item 20 above).</li><li>5. Operator certification.</li><li>6. Such other site specific info</li></ul>		- · ·	
SUPO must be filed with the appropriate Forest Service Office).	BLM.	iniation and/or plans as	may be requested by the	
25. Signature (Electronic Submission)	Name (Printed/Typed) REBECCA DEAL / Ph: (405) 235	-3611	Date 02/19/2022	
Title Regulatory Analyst			<u> </u>	
Approved by (Signature) (Electronic Submission)	Name (Printed/Typed) CODY LAYTON / Ph: (575) 234-5	959	Date 09/06/2022	
Title Assistant Field Manager Lands & Minerals	Office Carlsbad Field Office		·	
Application approval does not warrant or certify that the applicant he applicant to conduct operations thereon. Conditions of approval, if any, are attached.				
Title 18 U.S.C. Section 1001 and Title 43 U.S.C. Section 1212, make of the United States any false, fictitious or fraudulent statements or re			iny department or agency	

## NGMP Rec 09/25/2022

SL





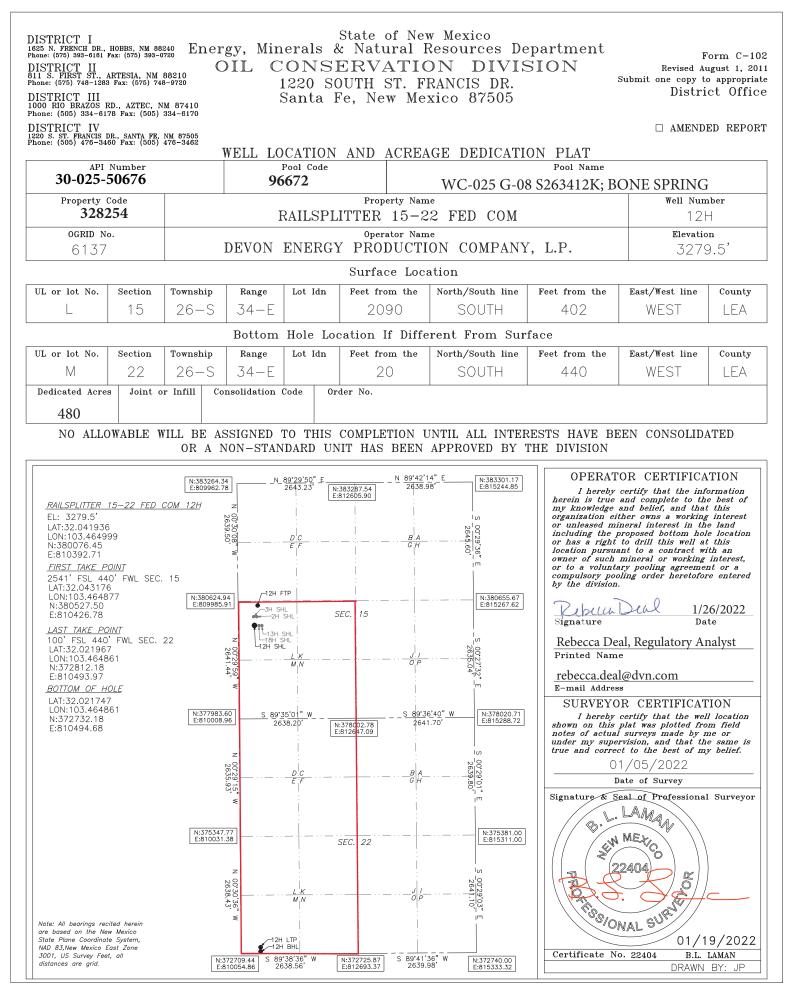
## **Additional Operator Remarks**

### **Location of Well**

0. SHL: NWSW / 2090 FSL / 402 FWL / TWSP: 26S / RANGE: 34E / SECTION: 15 / LAT: 32.041936 / LONG: 103.464999 (TVD: 0 feet, MD: 0 feet) PPP: NWSW / 2541 FSL / 440 FWL / TWSP: 26S / RANGE: 34E / SECTION: 15 / LAT: 32.043176 / LONG: -103.464877 (TVD: 10750 feet, MD: 10802 feet) BHL: SWSW / 20 FSL / 440 FWL / TWSP: 26S / RANGE: 34E / SECTION: 22 / LAT: 32.021747 / LONG: -103.464861 (TVD: 11020 feet, MD: 18710 feet)

## **BLM Point of Contact**

Name: Candy Vigil Title: LIE Phone: (575) 234-5982 Email: cvigil@blm.gov



Released to Imaging: 10/4/2022 11:25:06 AM

### Received by OCD: 9/25/2022 11:07:56 AM

Intent	Х
muunu	~

# API # 30-025-50676

	Well Number
2 FED COM	12H
	2 FED COM

### Kick Off Point (KOP)

UL	Section 15	Township 26S	Range 34E	Lot	Feet 2600	From N/S FSL	Feet 439	From E/W FWL	County LEA
	Latitude			Longitude	Longitude			NAD	
	32.0432			-103.465	-103.4650			83	

## First Take Point (FTP)

UL L	Section 15	Township <b>26-S</b>	Range <b>34-E</b>	Lot	Feet 2541	From N/S	Feet 440	From E/W	County LEA
	Latitude 32.043176				Longitude 103.4648	Longitude 103.464877			NAD 83

## Last Take Point (LTP)

ul M	Section	Township 26-S	Range <b>34-E</b>	Lot	Feet 100	From N/S	Feet 440	From E/W	County LEA
Latitude					Longitud	le		NAD	
32.021967				103.4	103.464861			83	

Is this well the defining well for the Horizontal Spacing Unit?

Is this well an infill well?

_			
,	Y		

If infill is yes please provide API if available, Operator Name and well number for Defining well for Horizontal Spacing Unit.

API #		
Operator Name: DEVON ENERGY PRODUCTION COMPANY, LP.	Property Name: RAILSPLITTER 15-22 FED COM	Well Number 13H

KZ 06/29/2018

State of New Mexico Energy, Minerals and Natural Resources Department Oil Conservation Division 1220 South St. Francis Dr.									
	Sant	a Fe, NM 87.	505						
NATURAL GAS MANAGEMENT PLAN									
This Natural Gas Management Plan must be submitted with each Application for Permit to Drill (APD) for a new or recompleted well.									
<u>Section 1 – Plan Description</u> <u>Effective May 25, 2021</u>									
gy Productio	n Company, L.P.	OGRID:	6137	Date	e: <u>1 / /</u>	24 / 2022			
Amendment	due to □ 19.15.27.9	9.D(6)(a) NMA	C 🗆 19.15.27.9.D(	6)(b) NMAC [	] Other				
				vells proposed	to be dri	lled or proposed to			
API	ULSTR	Footages	Anticipated Oil BBL/D			Anticipated roduced Water BBL/D			
Provide the	following informat	ion for each nev	v or recompleted w						
API	Spud Date	TD Reached Date	*			First Production Date			
See Attached       Image: Constraint of the second of the se									
	API	1220 S         Sant         NATURAL GA         nent Plan must be submitted with         Section         Section         Effection         gy Production Company, L.P.         Amendment due to [] 19.15.27.9         Ollowing information for each mage well pad or connected to a colspan="2">Amendment due to [] 19.15.27.9         Ollowing information for each mage well pad or connected to a colspan="2">API         ULSTR         Int Name: Railsplitter 15         Provide the following informated from a single well pad or connected to a colspan="2">API         Spud Date         Int Name: Railsplitter 15         Provide the following informated from a single well pad or connected to a colspan="2">API         Spud Date         Int: [] Attach a complete descripter         Int: [] Attach a complete descripter         Int Attach a complete descripter         Int Attach a complete descripter         Int Attach a complete descripter	1220 South St. Fran- Santa Fe, NM 87         NATURAL GAS MANAGE         nent Plan must be submitted with each Applicate         Section 1 - Plan Do Effective May 25,         gy Production Company, L.P. OGRID:         Amendment due to [] 19.15.27.9.D(6)(a) NMAGE         olionomic for each new or recomplegie         all ULSTR Footages         API ULSTR Footages         API ULSTR Footages         The Railsplitter 15 CTB 6 & Blo         Provide the following information for each new of recomplegie         Provide the following information for each new of from a single well pad or connected to a centre         API Spud Date TD Reached Date         TD Reached Date         ID Reached Date         Attach a complete description of how Ope         EXTACL a complete description of the act 19.15.27.8 NMAC.         Practices: X Attach a complete description of the act 19.15.27.8 NMAC.	1220 South St. Francis Dr. Santa Fe, NM 87505         NATURAL GAS MANAGEMENT PI         nent Plan must be submitted with each Application for Permit to D         Section 1 – Plan Description Effective May 25, 2021         ay Production Company, L.P. OGRID:	1220 South St. Francis Dr. Santa Fe, NM 87505         NATURAL GAS MANAGEMENT PLAN         nent Plan must be submitted with each Application for Permit to Drill (APD) for         Section 1 – Plan Description Effective May 25, 2021         gy Production Company, L.P. OGRID: 0GRID: 0dr         output         Amendment due to [] 19.15.27.9.D(6)(a) NMAC [] 19.15.27.9.D(6)(b) NMAC []         output         OULSTR         Anticipated Oil BBL/D         A	1220 South St. Francis Dr. Santa Fe, NM 87505         NATURAL GAS MANAGEMENT PLAN         nent Plan must be submitted with each Application for Permit to Drill (APD) for a new or         Section 1 – Plan Description         BETECTIVE May 25, 2021         my Production Company, L.P. OGRID:OI37         Date: 1 //2         Amendment due to [] 19.15.27.9.D(6)(a) NMAC [] 19.15.27.9.D(6)(b) NMAC [] Other.         Ollowing information for each new or recompleted well or set of wells proposed to be drigte well pad or connected to a central delivery point.         API         ULSTR         Footages         Anticipated         OII BBL/D         Gas MCF/D         Provide the following information for each new or recompleted well or set of wells proposed to be drigted from a single well pad or connected to a central delivery point.         Anticipated Or connected to a central delivery point.         App Date       TD Reached Completion         Initial Flow         Back Date         Complete description of how Operator will size separation equipment to operator will take to comply with t         IPI Size Attach a complete description of the actions Operator will take to comply with			

### Section 2 – Enhanced Plan EFFECTIVE APRIL 1, 2022

Beginning April 1, 2022, an operator that is not in compliance with its statewide natural gas capture requirement for the applicable reporting area must complete this section.

Operator certifies that it is not required to complete this section because Operator is in compliance with its statewide natural gas capture requirement for the applicable reporting area.

### IX. Anticipated Natural Gas Production:

Well	API	Anticipated Average Natural Gas Rate MCF/D	Anticipated Volume of Natural Gas for the First Year MCF

### X. Natural Gas Gathering System (NGGS):

Operator	System	ULSTR of Tie-in	Anticipated Gathering Start Date	Available Maximum Daily Capacity of System Segment Tie-in

**XI. Map.**  $\Box$  Attach an accurate and legible map depicting the location of the well(s), the anticipated pipeline route(s) connecting the production operations to the existing or planned interconnect of the natural gas gathering system(s), and the maximum daily capacity of the segment or portion of the natural gas gathering system(s) to which the well(s) will be connected.

**XII.** Line Capacity. The natural gas gathering system  $\Box$  will  $\Box$  will not have capacity to gather 100% of the anticipated natural gas production volume from the well prior to the date of first production.

**XIII.** Line Pressure. Operator  $\Box$  does  $\Box$  does not anticipate that its existing well(s) connected to the same segment, or portion, of the natural gas gathering system(s) described above will continue to meet anticipated increases in line pressure caused by the new well(s).

□ Attach Operator's plan to manage production in response to the increased line pressure.

**XIV. Confidentiality:**  $\Box$  Operator asserts confidentiality pursuant to Section 71-2-8 NMSA 1978 for the information provided in Section 2 as provided in Paragraph (2) of Subsection D of 19.15.27.9 NMAC, and attaches a full description of the specific information for which confidentiality is asserted and the basis for such assertion.

## Section 3 - Certifications Effective May 25, 2021

Operator certifies that, after reasonable inquiry and based on the available information at the time of submittal:

 $\square$  Operator will be able to connect the well(s) to a natural gas gathering system in the general area with sufficient capacity to transport one hundred percent of the anticipated volume of natural gas produced from the well(s) commencing on the date of first production, taking into account the current and anticipated volumes of produced natural gas from other wells connected to the pipeline gathering system; or

 $\Box$  Operator will not be able to connect to a natural gas gathering system in the general area with sufficient capacity to transport one hundred percent of the anticipated volume of natural gas produced from the well(s) commencing on the date of first production, taking into account the current and anticipated volumes of produced natural gas from other wells connected to the pipeline gathering system. *If Operator checks this box, Operator will select one of the following:* 

**Well Shut-In.** Operator will shut-in and not produce the well until it submits the certification required by Paragraph (4) of Subsection D of 19.15.27.9 NMAC; or

**Venting and Flaring Plan.** Operator has attached a venting and flaring plan that evaluates and selects one or more of the potential alternative beneficial uses for the natural gas until a natural gas gathering system is available, including:

- (a) power generation on lease;
- (b) power generation for grid;
- (c) compression on lease;
- (d) liquids removal on lease;
- (e) reinjection for underground storage;
- (f) reinjection for temporary storage;
- (g) reinjection for enhanced oil recovery;
- (h) fuel cell production; and
- (i) other alternative beneficial uses approved by the division.

## Section 4 - Notices

1. If, at any time after Operator submits this Natural Gas Management Plan and before the well is spud:

(a) Operator becomes aware that the natural gas gathering system it planned to connect the well(s) to has become unavailable or will not have capacity to transport one hundred percent of the production from the well(s), no later than 20 days after becoming aware of such information, Operator shall submit for OCD's approval a new or revised venting and flaring plan containing the information specified in Paragraph (5) of Subsection D of 19.15.27.9 NMAC; or

(b) Operator becomes aware that it has, cumulatively for the year, become out of compliance with its baseline natural gas capture rate or natural gas capture requirement, no later than 20 days after becoming aware of such information, Operator shall submit for OCD's approval a new or revised Natural Gas Management Plan for each well it plans to spud during the next 90 days containing the information specified in Paragraph (2) of Subsection D of 19.15.27.9 NMAC, and shall file an update for each Natural Gas Management Plan until Operator is back in compliance with its baseline natural gas capture rate or natural gas capture requirement.

2. OCD may deny or conditionally approve an APD if Operator does not make a certification, fails to submit an adequate venting and flaring plan which includes alternative beneficial uses for the anticipated volume of natural gas produced, or if OCD determines that Operator will not have adequate natural gas takeaway capacity at the time a well will be spud.

I certify that, after reasonable inquiry, the statements in and attached to this Natural Gas Management Plan are true and correct to the best of my knowledge and acknowledge that a false statement may be subject to civil and criminal penalties under the Oil and Gas Act.

Signature:	JW
Printed Name: Lindsey N. Miles	
Title: Land Manager	
E-mail Address:	
Date:	
Phone:	
OIL CONSERVATION DIVISION (Only applicable when submitted as a standalone form)	
Approved By:	
Title:	
Approval Date:	
Conditions of Approval:	

#### Railsplitter 15 CTB 6

Well Name	API	ULSTR	N/S Footage	Call	E/W Footage	Call	Anticipated Oil BBL/D	Anticipated Gas MCF/D	Anticipated Produced Water BBL/D
Railsplitter 15-22 Fed Corn 12H		22-265-34E	402	FWL	2090	FSL	(+/-)778bopd	(+/-)1245mcfd	(+/-)2980bwpd
Railsplitter 15-22 Fed Com 13H		22-26S-34E	462	FWL	2090	FSL	(+/-)778bopd	(+/-)1245mcfd	(+/-)2980bwpd
Railsplitter 15-22 Fed Com 14H		22-26S-34E	1391	FWL	1920	FSL	(+/-)778bopd	(+/-)1245mcfd	(+/-)2980bwpd
Railsplitter 15-22 Fed Com 18H		22-26S-34E	432	FWL	2090	FSL	(+/-)778bopd	(+/-)1245mcfd	(+/-)2980bwpd
Railsplitter 15-22 Fed Corn 19H		22-26S-34E	1361	FWL	1920	FSL	(+/-)778bopd	(+/-)1245mcfd	(+/-)2980bwpd

Well Name	API	Spud Date	TD Reached Date	Completion Commencement Date	Initial Flow Back Date	First Production Date
Railsplitter 15-22 Fed Com 12H		1/17/2023	2/16/2023	6/16/2023	6/16/2023	6/16/2023
Railsplitter 15-22 Fed Com 13H		1/2/2023	2/1/2023	6/1/2023	6/1/2023	6/1/2023
Railsplitter 15-22 Fed Com 14H		12/17/2022	1/16/2023	5/16/2023	5/16/2023	5/16/2023
Railsplitter 15-22 Fed Com 18H	_	2/2/2023	3/4/2023	7/2/2023	7/2/2023	7/2/2023
Railsplitter 15-22 Fed Com 19H		2/5/2023	3/7/2023	7/5/2023	7/5/2023	7/5/2023

\*Dates and Volumes are subject to change

#### Blondle 15 CTB 3

Well Name	API	ULSTR	N/S Footage	Call	E/W Footage	Call	Anticipated Oil BBL/D	Anticipated Gas MCF/D	Anticipated Produced Water BBL/D
Railsplitter 15-22 Fed Com 15H		22-26S-34E	1709	FEL	2190	FSL	(+/-)778bopd	(+/-)1245mcfd	(+/-)2980bwpd
Railsplitter 15-22 Fed Com 16H		22-265-34E	1679	FEL	2190	FSL	(+/-)778bopd	(+/-)1245mcfd	(+/-)2980bwpd
Railsplitter 15-22 Fed Com 17H		22-26S-34E	1649	FEL	2190	FSL	(+/-)778bopd	(+/-)1245mcfd	(+/-)2980bwpd

Well Name	API	Spud Date	TD Reached Date	Completion Commencement Date	Initial Flow Back Date	First Production Date
Railsplitter 15-22 Fed Com 15H		1/10/2023	2/9/2023	6/9/2023	6/9/2023	6/9/2023
Railsplitter 15-22 Fed Com 16H		1/24/2023	2/23/2023	6/23/2023	6/23/2023	6/23/2023
Railsplitter 15-22 Fed Com 17H		1/30/2023	3/1/2023	6/29/2023	6/29/2023	6/29/2023

\*Dates and Volumes are subject to change



#### VI. Separation Equipment

Devon Energy Production Company, L.P. utilizes a "stage separation" process in which oil and gas separation is carried out through a series of separators operating at successively reduced pressures. Hydrocarbon liquids are produced into a high-pressure inlet separator, then carried through one or more lower pressure separation vessels before entering the storage tanks. The purpose of this separation process is to attain maximum recovery of liquid hydrocarbons from the fluids and allow maximum capture of produced gas into the sales pipeline. Devon utilizes a series of Low-Pressure Compression units to capture gas off the staged separation and send it to the sales pipeline. This process minimizes the amount of flash gas that enters the end-stage storage tanks that is subsequently vented or flared.



#### **VII. Operational Practices**

Devon Energy Production Company, L. P. will employ best management practices and control technologies to maximize the recovery and minimize waste of natural gas through venting and flaring.

- During drilling operations, Devon will utilize flares and/or combustors to capture and control natural gas, where technically feasible. If flaring is deemed technically in-feasible, Devon will employ best management practices to minimize or reduce venting to the extent possible.
- During completions operations, Devon will utilize Green Completion methods to capture gas produced during well completions that is otherwise vented or flared. If capture is technically in-feasible, flares and/or combustors will be used to capture and control flow back fluids entering into frac tanks during initial flowback. Upon indication of first measurable hydrocarbon volumes, Devon will turn operations to onsite separation vessels and flow to the gathering pipeline.
- During production operations, Devon will take every practical effort to minimize waste of natural gas through venting and flaring by:
  - Designing and constructing facilities in a manner consistent to achieve maximum capture and control of hydrocarbon liquids & produced gas
  - Utilizing a closed-loop capture system to collect and route produced gas to sales line via low pressure compression, or to a flare/combustor
  - Flaring in lieu of venting, where technically feasible
  - Utilizing auto-ignitors or continuous pilots, with thermocouples connected to Scada, to quickly detect and resolve issues related to malfunctioning flares/combustors
  - Employ the use of automatic tank gauging to minimize storage tank venting during loading events
  - Installing air-driven or electric-driven pneumatics & combustion engines, where technically feasible to minimize venting to the atmosphere
  - Confirm equipment is properly maintained and repaired through a preventative maintenance and repair program to ensure equipment meets all manufacturer specifications
  - Conduct and document AVO inspections on the frequency set forth in Part 27 to detect and repair any onsite leaks as quickly and efficiently as is feasible



VIII. Best Management Practices during Maintenance

Devon Energy Production Company, L.P. will utilize best management practices to minimize venting during active and planned maintenance activities. Devon is operating under guidance that production facilities permitted under NOI permits have no provisions to allow high pressure flaring and high pressure flaring is only allowed in disruption scenarios so long as the duration is less than eight hours. When technically feasible, flaring during maintenance activities will be utilized in lieu of venting to the atmosphere. Devon will work with third-party operators during scheduled maintenance of downstream pipeline or processing plants to address those events ahead of time to minimize venting. Actions considered include identifying alternative capture approaches or planning to temporarily reduce production or shut in the well to address these circumstances.

### 1. Geologic Formations

TVD of target	11020	Pilot hole depth	N/A
MD at TD:	18710	Deepest expected fresh water	

Basin

Formation	Depth (TVD)	Water/Mineral Bearing/Target	Hazards*
Rustler	<b>from KB</b> 700	Zone?	
Salt	1000		
Base of Salt	5100		
Delaware	5350		
Cherry Canyon	6375		
Brushy Canyon	8100		
1st Bone Spring Lime	9600		
Bone Spring 2nd	10750		

\*H2S, water flows, loss of circulation, abnormal pressures, etc.

		Wt			Casing	Interval	Casing	Interval
Hole Size	Csg. Size	(PPF)	Grade	Conn	From (MD)	To (MD)	From (TVD)	To (TVD)
17 1/2	13 3/8	48	H40	BTC	0	725	0	725
12 1/4	9 5/8	40	J-55	BTC	0	5200	0	5200
8 3/4	5 1/2	17	P110	BTC	0	18710	0	11020

#### 2. Casing Program

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

### Railsplitter 15-22 Fed Com 12H

Casing	# Sks	тос	Wt. (lb/gal)	Yld (ft3/sack)	Slurry Description
Surface	563	Surf	13.2	1.4	Lead: Class C Cement + additives
Int 1	578	Surf	9.0	3.3	Lead: Class C Cement + additives
Int I	154	500' above shoe	13.2	1.4	Tail: Class H / C + additives
Int 1	As Needed	Surf	9.0	3.3	Squeeze Lead: Class C Cement + additives
Intermediate	578	Surf	9.0	3.3	Lead: Class C Cement + additives
Squeeze	154	500' above shoe	13.2	1.4	Tail: Class H / C + additives
Production	497	500' tieback	9.0	3.3	Lead: Class H /C + additives
Floquetion	1579	KOP	13.2	1.4	Tail: Class H / C + additives

#### 3. Cementing Program (3-String Primary Design)

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%

BOP installed and tested before drilling which hole?	Size?	Min. Required WP	T	уре	✓	Tested to:															
	Annular		Annular		Annular		50% of rated working pressure														
Int 1	13-58"	5M	Bline	d Ram	Х																
	13-38	5101	Pipe	e Ram		5M															
			Doub	le Ram	Х	5101															
			Other*																		
			An	nular	Х	50% of rated working pressure															
Production	13-5/8"	5M	5M	5M	5M	5M	5M	5M	5M	5M	5M	5M	Bline	d Ram	Х						
Toduction	15-5/8												JIVI	5111	JIVI	JIVI	JIVI	JIVI	JIVI	5101	5101
							le Ram	Х	5101												
			Other*																		
			Annul	ar (5M)																	
			Bline	d Ram																	
				e Ram																	
				le Ram																	
			Other*																		

### 4. Pressure Control Equipment (Three String Design)

### 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, Co	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										
Х	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	logs planned	Interval
	Resistivity	
	Density	
Х	CBL	Production casing
Х	Mud log	KOP to TD
	PEX	

#### 7. Drilling Conditions

Condition	Specfiy what type and where?
BH pressure at deepest TVD	5158
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.

NH2S is presentYH2S 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



## **Section 1 - Geologic Formations**

Formation ID	Formation Name	Elevation	True Vertical	Measured Depth	Lithologies	Mineral Resources	Producing Formatio
8161260		3279	0	0	OTHER : Surface	NONE	N
8161261	RUSTLER	2579	700	700	SANDSTONE	NONE	N
8161262	TOP SALT	2279	1000	1000	SALT	NONE	N
8161270	BASE OF SALT	-1821	5100	5100	ANHYDRITE	NONE	N
8161271	DELAWARE	-2071	5350	5350	SANDSTONE	NATURAL GAS, OIL	N
8161258	BONE SPRING	-6321	9600	9600	SHALE	NATURAL GAS, OIL	N
8161268	BONE SPRING 2ND	-7846	11125	11125	SANDSTONE	NATURAL GAS, OIL	N
8161266	BONE SPRING 3RD	-8921	12200	12200	LIMESTONE	NATURAL GAS, OIL	N
8161269	WOLFCAMP	-9346	12625	12625	SHALE	NATURAL GAS, OIL	Y

## **Section 2 - Blowout Prevention**

Pressure Rating (PSI): 5M

Rating Depth: 11020

**Equipment:** BOP/BOPE will be installed per Onshore Oil & Gas Order #2 requirements prior to drilling below surface and intermediate casing, a BOP/BOPE system with the above minimum rating will be installed on the wellhead system. BOP/BOPE will be tested by an independent service company per Onshore Oil & Gas Order #2 requirements and MASP (Maximum Anticipated Surface Pressure) calculations. If the system is upgraded, all the components installed will be functional and tested.

Requesting Variance? YES

Variance request: A variance is requested for the use of a flexible choke line from the BOP stack to the choke manifold. See attached for specs for hydrostatic test chart.

**Testing Procedure:** A multibowl wellhead may be used. The BOP will be tested per Onshore Order #2 after installation on the surface casing which will cover testing requirements for a maximum of 30 days. If any seal subject to test pressure is broken the system must be tested.

### Choke Diagram Attachment:

5M\_BOPE\_\_CK\_20191215104936.pdf





Commitment Runs Deep



Design Plan Operation and Maintenance Plan Closure Plan

SENM - Closed Loop Systems June 2010

## I. Design Plan

Devon uses MI SWACO closed loop system (CLS). The MI SWACO CLS is designed to maintain drill solids at or below 5%. The equipment is arranged to progressively remove solids from the largest to the smallest size. Drilling fluids can thus be reused and savings is realized on mud and disposal costs. Dewatering may be required with the centrifuges to insure removal of ultra fine solids.

The drilling location is constructed to allow storm water to flow to a central sump normally the cellar. This insures no contamination leaves the drilling pad in the event of a spill. Storm water is reused in the mud system or stored in a reserve fluid tank farm until it can be reused. All lubricants, oils, or chemicals are removed immediately from the ground to prevent the contamination of storm water. An oil trap is normally installed on the sump if an oil spill occurs during a storm.

A tank farm is utilized to store drilling fluids including fresh water and brine fluids. The tank farm is constructed on a 20 ml plastic lined, bermed pad to prevent the contamination of the drilling site during a spill. Fluids from other sites may be stored in these tanks for processing by the solids control equipment and reused in the mud system. At the end of the well the fluids are transported from the tank farm to an adjoining well or to the next well for the rig.

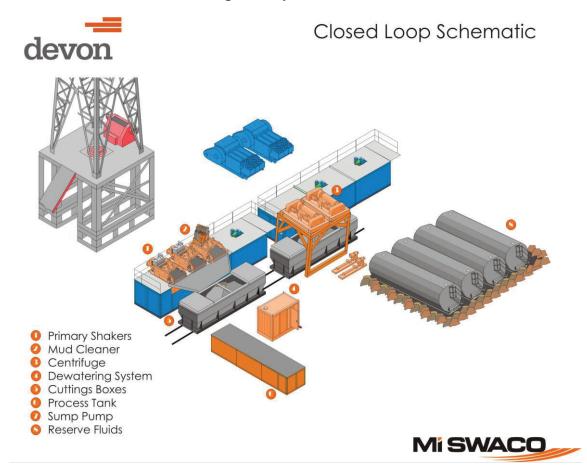
Prior to installing a closed-loop system on site, the topsoil, if present, will be stripped and stockpiled for use as the final cover or fill at the time of closure.

Signs will be posted on the fence surrounding the closed-loop system unless the closed-loop system is located on a site where there is an existing well, that is operated by Devon.

## II. Operations and Maintenance Plan

*Primary Shakers*: The primary shakers make the first removal of drill solids from the drilling mud as it leaves the well bore. The shakers are sized to handle maximum drilling rate at optimal screen size. The shakers normally remove solids down to 74 microns.

*Mud Cleaner:* The Mud Cleaner cleans the fluid after it leaves the shakers. A set of hydrocyclones are sized to handle 1.25 to 1.5 times the maximum circulating rate. This ensures all the fluid is being processed to an average cut point of 25 microns. The wet discharged is dewatered on a shaker equipped with ultra fine mesh screens and generally cut at 40 microns.



*Centrifuges*: The centrifuges can be one or two in number depending on the well geometry or depth of well. The centrifuges are sized to maintain low gravity solids at 5% or below. They may or may not need a dewatering system to enhance the removal rates. The centrifuges can make a cut point of 8-10 microns depending on bowl speed, feed rate, solids loading and other factors.

The centrifuge system is designed to work on the active system and be flexible to process incoming fluids from other locations. This set-up is also dependent on well factors.

*Dewatering System:* The dewatering system is a chemical mixing and dosing system designed to enhance the solids removal of the centrifuge. Not commonly used in shallow wells. It may contain pH adjustment, coagulant mixing and dosing, and polymer mixing and dosing. Chemical flocculation binds ultra fine solids into a mass that is within the centrifuge operating design. The

dewatering system improves the centrifuge cut point to infinity or allows for the return of clear water or brine fluid. This ability allows for the ultimate control of low gravity solids.

*Cuttings Boxes:* Cuttings boxes are utilized to capture drill solids that are discarded from the solids control equipment. These boxes are set upon a rail system that allows for the removal and replacement of a full box of cuttings with an empty one. They are equipped with a cover that insures no product is spilled into the environment during the transportation phase.

*Process Tank:* (Optional) The process tank allows for the holding and process of fluids that are being transferred into the mud system. Additionally, during times of lost circulation the process tank may hold active fluids that are removed for additional treatment. It can further be used as a mixing tank during well control conditions.

Sump and Sump Pump: The sump is used to collect storm water and the pump is used to transfer this fluid to the active system or to the tank for to hold in reserve. It can also be used to collect fluids that may escape during spills. The location contains drainage ditches that allow the location fluids to drain to the sump.

*Reserve Fluids (Tank Farm):* A series of frac tanks are used to replace the reserve pit. These are steel tanks that are equipped with a manifold system and a transfer pump. These tanks can contain any number of fluids used during the drilling process. These can include fresh water, cut brine, and saturated salt fluid. The fluid can be from the active well or reclaimed fluid from other locations. A 20 ml liner and berm system is employed to ensure the fluids do not migrate to the environment during a spill.

If a leak develops, the appropriate division district office will be notified within 48 hours of the discovery and the leak will be addressed. Spill prevention is accomplished by maintaining pump packing, hoses, and pipe fittings to insure no leaks are occurring. During an upset condition the source of the spill is isolated and repaired as soon as it is discovered. Free liquid is removed by a diaphragm pump and returned to the mud system. Loose topsoil may be used to stabilize the spill and the contaminated soil is excavated and placed in the cuttings boxes. After the well is finished and the rig has moved, the entire location is scrapped and testing will be performed to determine if a release has occurred.

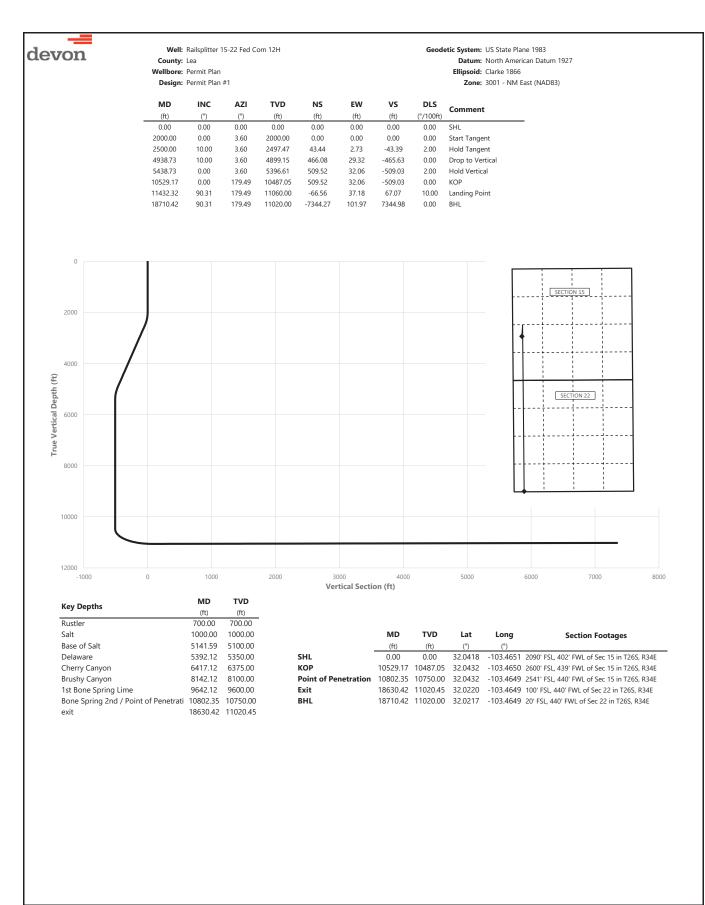
All trash is kept in a wire mesh enclosure and removed to an approved landfill when full. All spent motor oils are kept in separate containers and they are removed and sent to an approved recycling center. Any spilled lubricants, pipe dope, or regulated chemicals are removed from soil and sent to landfills approved for these products.

These operations are monitored by Mi Swaco service technicians. Daily logs are maintained to ensure optimal equipment operation and maintenance. Screen and chemical use is logged to maintain inventory control. Fluid properties are monitored and recorded and drilling mud volumes are accounted for in the mud storage farm. This data is kept for end of well review to insure performance goals are met. Lessons learned are logged and used to help with continuous improvement.

A MI SWACO field supervisor manages from 3-5 wells. They are responsible for training personnel, supervising installations, and inspecting sites for compliance of MI SWACO safety and operational policy.

### III. Closure Plan

A maximum 340' X 340' caliche pad is built per well. All of the trucks and steel tanks fit on this pad. All fluid cuttings go to the steel tanks to be hauled by various trucking companies to an agency approved disposal.



		Walls	Railenlittor	15-22 Fed Cc	m 12⊔				Geodetic System: US State Plane 1983
devon		Well: County:	•	13-22 Fea Ca	111 1211				Datum: North American Datum 1927
			Permit Plan						Ellipsoid: Clarke 1866
		Design:	Permit Plan	#1					Zone: 3001 - NM East (NAD83)
	MD	INC	AZI	TVD	NS	EW	vs	DLS	
_	(ft)	(°)	(°)	(ft)	(ft)	(ft)	(ft)	(°/100ft)	Comment
-	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	SHL
	100.00	0.00	3.60	100.00	0.00	0.00	0.00	0.00	
	200.00 300.00	0.00 0.00	3.60 3.60	200.00 300.00	0.00 0.00	0.00 0.00	0.00 0.00	0.00 0.00	
	400.00	0.00	3.60	400.00	0.00	0.00	0.00	0.00	
	500.00	0.00	3.60	500.00	0.00	0.00	0.00	0.00	
	600.00	0.00	3.60	600.00	0.00	0.00	0.00	0.00	
	700.00	0.00	3.60	700.00	0.00	0.00	0.00	0.00	Rustler,
	800.00 900.00	0.00 0.00	3.60 3.60	800.00 900.00	0.00 0.00	0.00 0.00	0.00 0.00	0.00 0.00	
	1000.00	0.00	3.60	1000.00	0.00	0.00	0.00	0.00	Salt,
	1100.00	0.00	3.60	1100.00	0.00	0.00	0.00	0.00	
	1200.00	0.00	3.60	1200.00	0.00	0.00	0.00	0.00	
	1300.00	0.00	3.60	1300.00	0.00	0.00	0.00	0.00	
	1400.00	0.00	3.60	1400.00	0.00 0.00	0.00	0.00	0.00	
	1500.00 1600.00	0.00 0.00	3.60 3.60	1500.00 1600.00	0.00	0.00 0.00	0.00 0.00	0.00 0.00	
	1700.00	0.00	3.60	1700.00	0.00	0.00	0.00	0.00	
	1800.00	0.00	3.60	1800.00	0.00	0.00	0.00	0.00	
	1900.00	0.00	3.60	1900.00	0.00	0.00	0.00	0.00	
	2000.00	0.00	3.60	2000.00	0.00	0.00	0.00	0.00	Start Tangent
	2100.00 2200.00	2.00 4.00	3.60 3.60	2099.98 2199.84	1.74 6.96	0.11 0.44	-1.74 -6.96	2.00 2.00	
	2300.00	6.00	3.60	2299.45	15.66	0.99	-15.65	2.00	
	2400.00	8.00	3.60	2398.70	27.82	1.75	-27.80	2.00	
	2500.00	10.00	3.60	2497.47	43.44	2.73	-43.39	2.00	Hold Tangent
	2600.00	10.00	3.60	2595.95	60.77	3.82	-60.71	0.00	
	2700.00 2800.00	10.00 10.00	3.60 3.60	2694.43 2792.91	78.10 95.43	4.91 6.00	-78.02 -95.34	0.00 0.00	
	2900.00	10.00	3.60	2891.39	112.76	7.09	-112.65	0.00	
	3000.00	10.00	3.60	2989.87	130.09	8.18	-129.96	0.00	
	3100.00	10.00	3.60	3088.35	147.42	9.27	-147.28	0.00	
	3200.00	10.00	3.60	3186.83	164.75	10.37	-164.59	0.00	
	3300.00 3400.00	10.00 10.00	3.60 3.60	3285.31 3383.79	182.08 199.41	11.46 12.55	-181.90 -199.22	0.00 0.00	
	3500.00	10.00	3.60	3482.27	216.74	13.64	-216.53	0.00	
	3600.00	10.00	3.60	3580.75	234.07	14.73	-233.85	0.00	
	3700.00	10.00	3.60	3679.23	251.40	15.82	-251.16	0.00	
	3800.00	10.00	3.60	3777.72	268.73	16.91	-268.47	0.00	
	3900.00	10.00	3.60 3.60	3876.20 3974.68	286.06	18.00	-285.79 -303.10	0.00	
	4000.00 4100.00	10.00 10.00	3.60	4073.16	303.39 320.73	19.09 20.18	-320.41	0.00 0.00	
	4200.00	10.00	3.60	4171.64	338.06	21.27	-337.73	0.00	
	4300.00	10.00	3.60	4270.12	355.39	22.36	-355.04	0.00	
	4400.00	10.00	3.60	4368.60	372.72	23.45	-372.36	0.00	
	4500.00 4600.00	10.00 10.00	3.60	4467.08 4565.56	390.05 407.38	24.54 25.63	-389.67 -406.98	0.00 0.00	
	4700.00	10.00	3.60 3.60	4565.56	407.38	25.05	-406.98	0.00	
	4800.00	10.00	3.60	4762.52	442.04	27.81	-441.61	0.00	
	4900.00	10.00	3.60	4861.00	459.37	28.90	-458.92	0.00	
	4938.73	10.00	3.60	4899.15	466.08	29.32	-465.63	0.00	Drop to Vertical
	5000.00	8.77	3.60	4959.59	476.06	29.95	-475.59	2.00	
	5100.00 5141.59	6.77 5.94	3.60 3.60	5058.67 5100.00	489.56 494.15	30.80 31.09	-489.08 -493.67	2.00 2.00	Base of Salt
	5200.00	4.77	3.60	5158.16	499.60	31.43	-499.11	2.00	
	5300.00	2.77	3.60	5257.94	506.17	31.85	-505.68	2.00	
	5392.12	0.93	3.60	5350.00	509.14	32.03	-508.65	2.00	Delaware
	5400.00	0.77	3.60	5357.88	509.26	32.04	-508.76	2.00	
	5438.73	0.00	3.60	5396.61	509.52	32.06	-509.03	2.00	Hold Vertical
	5500.00 5600.00	0.00 0.00	179.49 179.49	5457.88 5557.88	509.52 509.52	32.06 32.06	-509.03 -509.03	0.00 0.00	
	5700.00	0.00	179.49	5657.88	509.52	32.06	-509.03	0.00	
	5800.00	0.00	179.49	5757.88	509.52	32.06	-509.03	0.00	
	5900.00	0.00	179.49	5857.88	509.52	32.06	-509.03	0.00	
	6000.00	0.00	179.49	5957.88	509.52	32.06	-509.03	0.00	
	6100.00 6200.00	0.00 0.00	179.49 179.49	6057.88 6157.88	509.52 509.52	32.06 32.06	-509.03 -509.03	0.00 0.00	
	6300.00	0.00	179.49	6257.88	509.52	32.00	-509.03	0.00	
	6400.00	0.00	179.49	6357.88	509.52	32.06	-509.03	0.00	
	6417.12	0.00	179.49	6375.00	509.52	32.06	-509.03	0.00	Cherry Canyon

levon		County:		15-22 Fed Co	m 12H				Geodetic System: US State Plane 1983 Datum: North American Datum 1927 Ellipsoid: Clarke 1866
			Permit Plar						Zone: 3001 - NM East (NAD83)
	MD	INC	AZI	TVD	NS	EW	VS	DLS	Comment
-	(ft) 6500.00	(°) 0.00	(°) 179.49	(ft) 6457.88	(ft) 509.52	(ft) 32.06	(ft) -509.03	(°/100ft) 0.00	
	6600.00	0.00	179.49	6557.88	509.52	32.06	-509.03	0.00	
	6700.00	0.00	179.49	6657.88	509.52	32.06	-509.03	0.00	
	6800.00	0.00	179.49	6757.88	509.52	32.06	-509.03	0.00	
	6900.00	0.00	179.49	6857.88	509.52	32.06	-509.03	0.00	
	7000.00	0.00	179.49	6957.88	509.52	32.06	-509.03	0.00	
	7100.00	0.00	179.49	7057.88	509.52	32.06	-509.03	0.00	
	7200.00	0.00	179.49	7157.88	509.52	32.06	-509.03	0.00	
	7300.00	0.00	179.49	7257.88	509.52	32.06	-509.03	0.00	
	7400.00	0.00	179.49	7357.88	509.52	32.06	-509.03	0.00	
	7500.00	0.00	179.49	7457.88	509.52	32.06	-509.03	0.00	
	7600.00	0.00	179.49	7557.88	509.52	32.06	-509.03	0.00	
	7700.00	0.00	179.49	7657.88	509.52	32.06	-509.03	0.00	
	7800.00	0.00	179.49	7757.88	509.52	32.06	-509.03	0.00	
	7900.00	0.00	179.49	7857.88	509.52	32.06	-509.03	0.00	
	8000.00	0.00	179.49	7957.88	509.52	32.06	-509.03	0.00	
	8100.00	0.00	179.49	8057.88	509.52	32.06	-509.03	0.00	Production of the second
	8142.12	0.00	179.49	8100.00	509.52	32.06	-509.03	0.00	Brushy Canyon
	8200.00	0.00	179.49	8157.88	509.52	32.06	-509.03	0.00	
	8300.00	0.00	179.49	8257.88	509.52	32.06	-509.03	0.00	
	8400.00	0.00	179.49	8357.88	509.52	32.06	-509.03	0.00	
	8500.00 8600.00	0.00	179.49	8457.88	509.52	32.06	-509.03	0.00	
	8700.00	0.00	179.49	8557.88	509.52 509.52	32.06	-509.03 -509.03	0.00 0.00	
	8700.00	0.00 0.00	179.49 179.49	8657.88 8757.88	509.52 509.52	32.06 32.06	-509.03	0.00	
	8900.00	0.00	179.49	8857.88	509.52	32.06	-509.03	0.00	
	9000.00	0.00	179.49	8957.88	509.52	32.00	-509.03	0.00	
	9100.00	0.00	179.49	9057.88	509.52	32.00	-509.03	0.00	
	9200.00	0.00	179.49	9157.88	509.52	32.06	-509.03	0.00	
	9300.00	0.00	179.49	9257.88	509.52	32.06	-509.03	0.00	
	9400.00	0.00	179.49	9357.88	509.52	32.06	-509.03	0.00	
	9500.00	0.00	179.49	9457.88	509.52	32.06	-509.03	0.00	
	9600.00	0.00	179.49	9557.88	509.52	32.06	-509.03	0.00	
	9642.12	0.00	179.49	9600.00	509.52	32.06	-509.03	0.00	1st Bone Spring Lime
	9700.00	0.00	179.49	9657.88	509.52	32.06	-509.03	0.00	······································
	9800.00	0.00	179.49	9757.88	509.52	32.06	-509.03	0.00	
	9900.00	0.00	179.49	9857.88	509.52	32.06	-509.03	0.00	
	10000.00	0.00	179.49	9957.88	509.52	32.06	-509.03	0.00	
	10100.00	0.00	179.49	10057.88	509.52	32.06	-509.03	0.00	
	10200.00	0.00	179.49	10157.88	509.52	32.06	-509.03	0.00	
	10300.00	0.00	179.49	10257.88	509.52	32.06	-509.03	0.00	
	10400.00	0.00	179.49	10357.88	509.52	32.06	-509.03	0.00	
	10500.00	0.00	179.49	10457.88	509.52	32.06	-509.03	0.00	
	10529.17	0.00	179.49	10487.05	509.52	32.06	-509.03	0.00	КОР
	10600.00	7.08	179.49	10557.70	505.15	32.10	-504.65	10.00	
	10700.00	17.08	179.49	10655.36	484.24	32.28	-483.75	10.00	
	10800.00	27.08	179.49	10747.91	446.70	32.62	-446.20	10.00	
	10802.35	27.32	179.49	10750.00	445.62	32.63	-445.12	10.00	Bone Spring 2nd / Point of Penetration
	10900.00	37.08	179.49	10832.53	393.65	33.09	-393.15	10.00	
	11000.00	47.08	179.49	10906.65	326.72	33.68	-326.22	10.00	
	11100.00	57.08	179.49	10968.03	247.93	34.39	-247.43	10.00	
	11200.00	67.08	179.49	11014.79	159.68	35.17	-159.18	10.00	
	11300.00	77.08	179.49	11045.51	64.66	36.02	-64.15	10.00	
	11400.00	87.08	179.49	11059.27	-34.26	36.90	34.77	10.00	
	11432.32	90.31	179.49	11060.00	-66.56	37.18	67.07	10.00	Landing Point
	11500.00	90.31	179.49	11059.63	-134.24	37.79	134.75	0.00	
	11600.00	90.31	179.49	11059.08	-234.24	38.68	234.75	0.00	
	11700.00	90.31	179.49	11058.53	-334.23	39.57	334.75	0.00	
	11800.00	90.31	179.49	11057.98	-434.23	40.46	434.75	0.00	
	11900.00	90.31	179.49	11057.43	-534.22	41.35	534.74	0.00	
	12000.00	90.31	179.49	11056.88	-634.22	42.24	634.74	0.00	
	12100.00	90.31	179.49	11056.33	-734.21	43.13	734.74	0.00	
	12200.00	90.31	179.49	11055.78	-834.20	44.02	834.73	0.00	
	12300.00	90.31	179.49	11055.23	-934.20	44.91	934.73	0.00	
	12400.00	90.31	179.49	11054.68	-1034.19	45.80	1034.73	0.00	
	12500.00	90.31	179.49	11054.13	-1134.19	46.69	1134.73	0.00	
	12600.00	90.31	179.49	11053.58	-1234.18	47.58	1234.72	0.00	
	12700.00	90.31	179.49	11053.03	-1334.18	48.47	1334.72	0.00	
	12800.00	90.31	179.49	11052.49	-1434.17	49.36	1434.72	0.00	
	12900.00	90.31	179.49	11051.94	-153/ 17	50.25	1534.72	0.00	

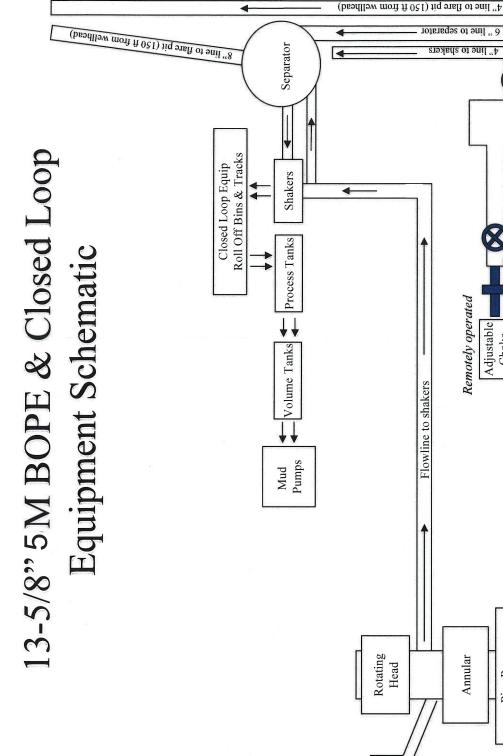
on	,	County: Wellbore:	Lea		im 12H				Geodetic System: US State Plane 1983 Datum: North American Datum 1927 Ellipsoid: Clarke 1866 Zone: 3001 - NM East (NAD83)
MI		INC	AZI	TVD	NS	EW	VS	DLS	Comment
(ft) 13000		(°) 90.31	(°) 179.49	(ft) 11051.39	(ft) -1634.16	(ft) 51.14	(ft) 1634.71	(°/100ft) 0.00	
13000		90.31	179.49	11051.39	-1734.15	52.03	1734.71	0.00	
13100		90.31	179.49	11050.29	-1834.15	52.03	1834.71	0.00	
13200		90.31	179.49	11049.74	-1934.14	53.81	1934.70	0.00	
13400		90.31	179.49	11049.19	-2034.14	54.70	2034.70	0.00	
13500		90.31	179.49	11048.64	-2134.13	55.59	2134.70	0.00	
13600		90.31	179.49	11048.09	-2234.13	56.48	2234.70	0.00	
13700		90.31	179.49	11047.54	-2334.12	57.37	2334.69	0.00	
13800		90.31	179.49	11046.99	-2434.12	58.27	2434.69	0.00	
13900		90.31	179.49	11046.44	-2534.11	59.16	2534.69	0.00	
14000		90.31	179.49	11045.89	-2634.11	60.05	2634.69	0.00	
14100		90.31	179.49	11045.34	-2734.10	60.94	2734.68	0.00	
14200		90.31	179.49	11044.79	-2834.09	61.83	2834.68	0.00	
14300		90.31	179.49	11044.24	-2934.09	62.72	2934.68	0.00	
14300		90.31	179.49	11043.69	-3034.08	63.61	3034.67	0.00	
14400		90.31	179.49	11043.09	-3134.08	64.50	3134.67	0.00	
14500		90.31	179.49	11043.14	-3134.08	65.39	3234.67	0.00	
14000		90.31	179.49	11042.05	-3234.07	66.28	3334.67	0.00	
14700		90.31	179.49	11042.03	-3434.07	67.17	3434.66	0.00	
14000		90.31	179.49	11040.95	-3534.06	68.06	3534.66	0.00	
14900		90.31	179.49	11040.93	-3634.00	68.95	3634.66	0.00	
15000		90.31	179.49	11040.40	-3734.05	69.84	3734.66	0.00	
15100		90.31	179.49		-3734.03	70.73	3834.65	0.00	
15200		90.31	179.49	11039.30	-3934.04	71.62	3034.05 3934.65	0.00	
15300		90.31	179.49	11038.75 11038.20	-3934.03	72.51	4034.65	0.00	
15400		90.31	179.49	11038.20	-4034.03	73.40	4034.65	0.00	
15600		90.31	179.49	11037.10	-4234.02	74.29	4234.64	0.00	
15700 15800		90.31 90.31	179.49 179.49	11036.55 11036.00	-4334.01 -4434.01	75.18 76.07	4334.64 4434.64	0.00 0.00	
15800		90.31	179.49	11035.00	-4534.00	76.96	4434.64 4534.63	0.00	
16000		90.31	179.49	11034.90	-4634.00	77.85	4634.63	0.00	
16100		90.31	179.49	11034.35	-4733.99	78.74	4734.63	0.00	
16200		90.31	179.49	11033.80	-4833.99	79.63	4834.62	0.00	
16300		90.31	179.49	11033.25	-4933.98	80.52	4934.62	0.00	
16400		90.31	179.49	11032.70	-5033.97	81.41	5034.62	0.00	
16500		90.31	179.49	11032.16		82.30	5134.62	0.00	
16600		90.31	179.49	11031.61	-5233.96	83.20	5234.61	0.00	
16700		90.31	179.49		-5333.96	84.09	5334.61	0.00	
16800		90.31	179.49	11030.51	-5433.95	84.98	5434.61	0.00	
16900		90.31	179.49	11029.96	-5533.95	85.87	5534.61	0.00	
17000		90.31	179.49	11029.41	-5633.94	86.76	5634.60	0.00	
17100		90.31	179.49	11028.86	-5733.94	87.65	5734.60	0.00	
17200		90.31	179.49	11028.31		88.54	5834.60	0.00	
17300		90.31	179.49		-5933.93	89.43	5934.59	0.00	
17400		90.31	179.49	11027.21	-6033.92	90.32	6034.59	0.00	
17500		90.31	179.49	11026.66	-6133.91	91.21	6134.59	0.00	
17600		90.31	179.49	11026.11		92.10	6234.59	0.00	
17700		90.31	179.49		-6333.90	92.99	6334.58	0.00	
17800		90.31	179.49	11025.01	-6433.90	93.88	6434.58	0.00	
17900		90.31	179.49	11024.46	-6533.89	94.77	6534.58	0.00	
18000		90.31	179.49	11023.91	-6633.89	95.66	6634.58	0.00	
18100		90.31	179.49		-6733.88	96.55	6734.57	0.00	
18200		90.31	179.49	11022.81	-6833.88	97.44	6834.57	0.00	
18300		90.31	179.49		-6933.87	98.33	6934.57	0.00	
18400		90.31	179.49	11021.72		99.22	7034.56	0.00	
18500		90.31	179.49	11021.17		100.11	7134.56	0.00	
18600		90.31	179.49		-7233.85	101.00	7234.56	0.00	
18630		90.31	179.49	11020.45	-7264.27	101.27	7264.98	0.00	exit
18700	0.00	90.31	179.49	11020.07	-7333.85	101.89	7334.56	0.00	
18710	0.42	90.31	179.49	11020.00	-7344.27	101.97	7344.98	0.00	BHL

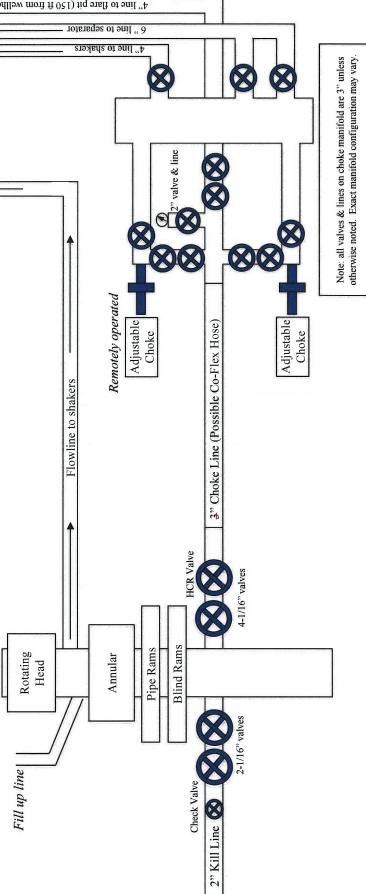
evon		County: Wellbore:	Lea		m 12H				Datum: Ellipsoid:	US State Plane 1983 North American Datum 1927 Clarke 1866 3001 - NM East (NAD83)
-	MD (ft)	<b>INC</b> (°)	<b>AZI</b> (°)	<b>TVD</b> (ft)	NS (ft)	<b>EW</b> (ft)	<b>VS</b> (ft)	<b>DLS</b> (°/100ft)	Comment	

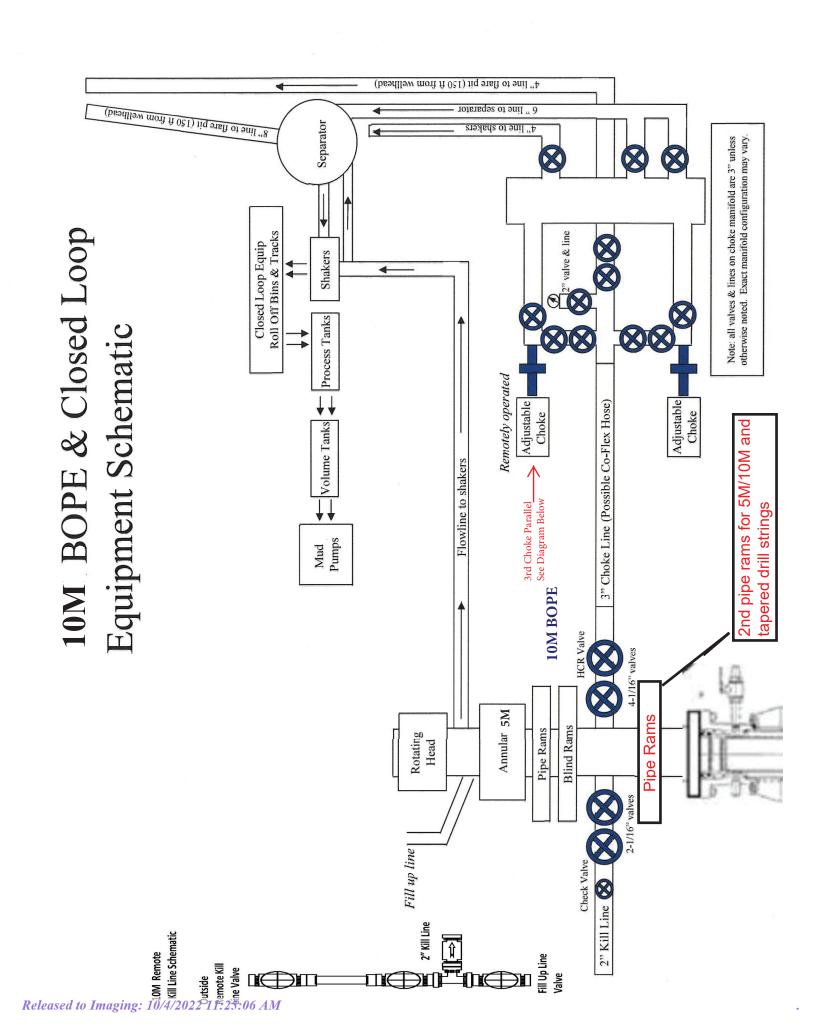
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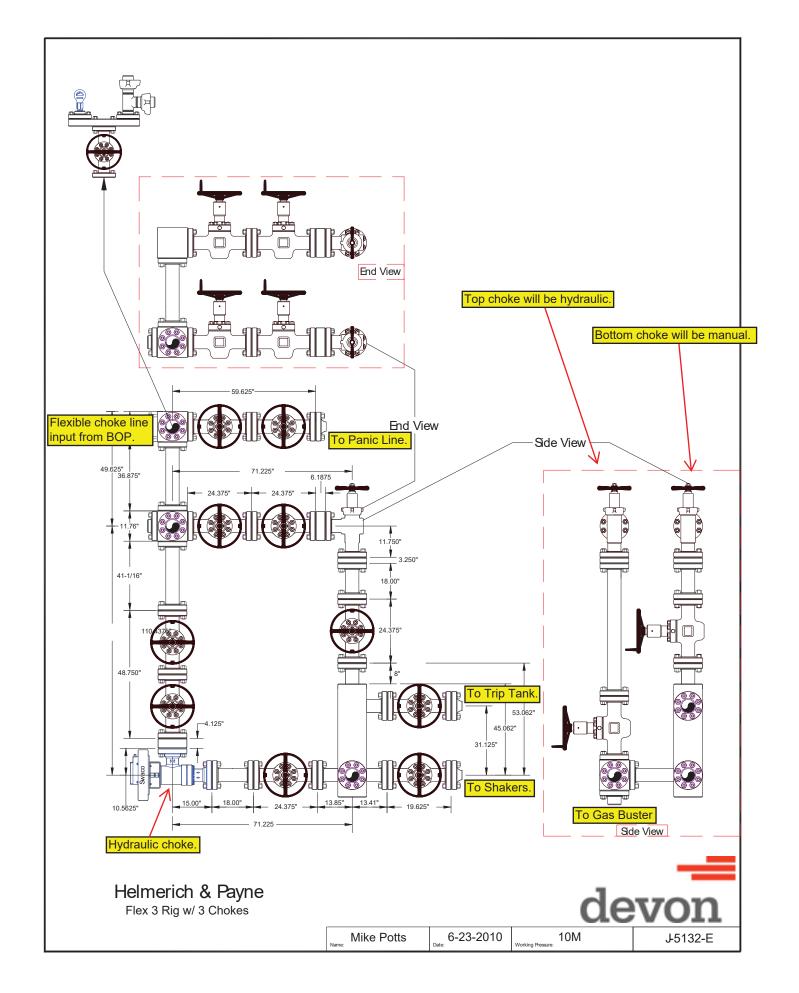
	County: Wellbore:			m 12H		Geodetic System: US State Plane 1983 Datum: North American Datum 1927 Ellipsoid: Clarke 1866 Zone: 3001 - NM East (NAD83)				
MD (ft)	<b>INC</b> (°)	<b>AZI</b> (°)	<b>TVD</b> (ft)	NS (ft)	<b>EW</b> (ft)	<b>VS</b> (ft)	<b>DLS</b> (°/100ft)	Comment		

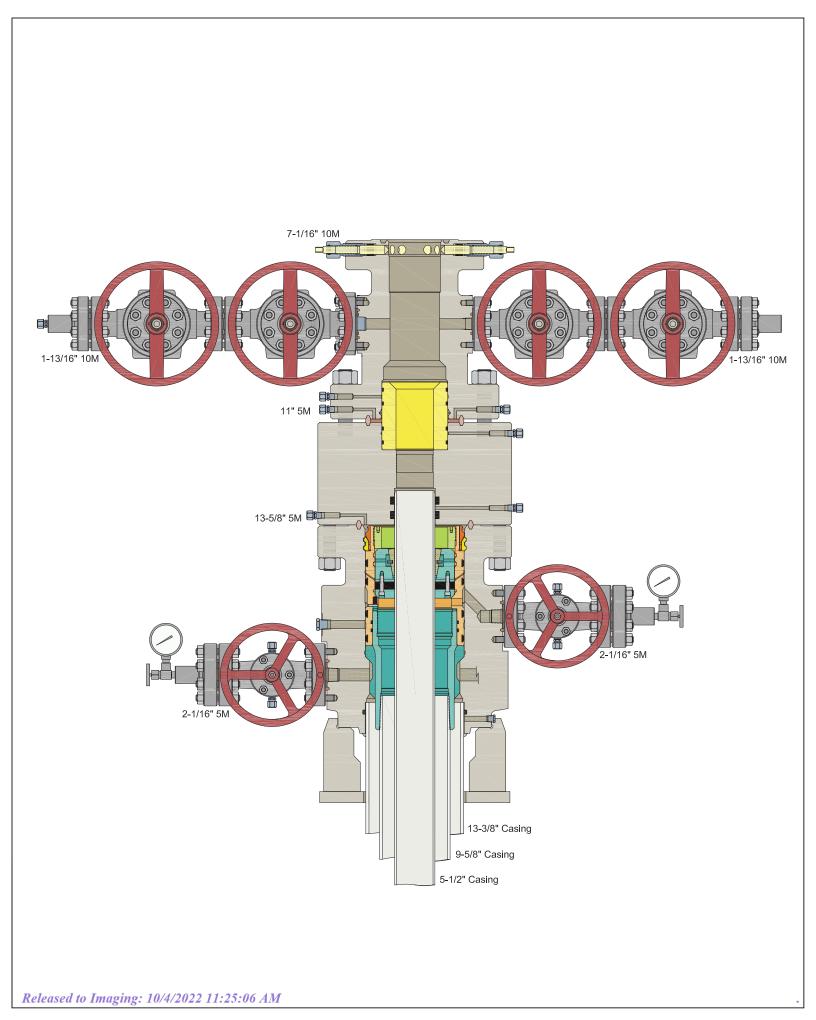
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A multibowl wellhead may be used. The BOP will be tested per Onshore Order #2 after installation on the surface casing which will cover testing requirements for a maximum of 30 days. If any seal subject to test pressure is broken the system must be tested.

Devon proposes using a multi-bowl wellhead assembly. This assembly will only be tested when installed on the surface casing. Minimum working pressure of the blowout preventer (BOP) and related equipment (BOPE) required for drilling below the surface casing shoe shall be 5000 (5M) psi.

- Wellhead will be installed by wellhead representatives.
- If the welding is performed by a third party, the wellhead representative will monitor the temperature to verify that it does not exceed the maximum temperature of the seal.
- Wellhead representative will install the test plug for the initial BOP test.
- Wellhead company will install a solid steel body pack-off to completely isolate the lower head after cementing intermediate casing. After installation of the pack-off, the pack-off and the lower flange will be tested to 5M, as shown on the attached schematic. Everything above the pack-off will not have been altered whatsoever from the initial nipple up. Therefore the BOP components will not be retested at that time.
- If the cement does not circulate and one inch operations would have been possible with a standard wellhead, the well head will be cut and top out operations will be conducted.
- Devon will pressure test all seals above and below the mandrel (but still above the casing) to full working pressure rating.
- Devon will test the casing to 0.22 psi/ft or 1500 psi, whichever is greater, as per Onshore Order #2.

After running the surface casing, a 13-5/8" BOP/BOPE system with a minimum rating of 5M will be installed on the wellhead system and will undergo a 250 psi low pressure test followed by a 5,000 psi high pressure test. The 5,000 psi high and 250 psi low test will cover testing requirements a maximum of 30 days, as per Onshore Order #2. If the well is not complete within 30 days of this BOP test, another full BOP test will be conducted, as per Onshore Order #2.

After running the intermediate casing with a mandrel hanger, the 13-5/8" BOP/BOPE system with a minimum rating of 5M will already be installed on the wellhead.

The pipe rams will be operated and checked each 24 hour period and each time the drill pipe is out of the hole. These tests will be logged in the daily driller's log. A 2" kill line and 3" choke line will be incorporated into the drilling spool below the ram BOP. In addition to the rams and annular preventer, additional BOP accessories include a kelly cock, floor safety valve, choke lines, and choke manifold rated at 5,000 psi WP.

Devon's proposed wellhead manufactures will be FMC Technologies, Cactus Wellhead, or Cameron.

# **PECOS DISTRICT DRILLING CONDITIONS OF APPROVAL**

<u> </u>	1
<b>OPERATOR'S NAME:</b>	<b>Devon Energy Production Company LP</b>
LEASE NO.:	NMNM094118
LOCATION:	Section 15, T.26 S., R.34 E., NMPM
COUNTY:	Lea County, New Mexico
WELL NAME & NO.:	Railsplitter 15-22 Fed Com 12H
SURFACE HOLE FOOTAGE:	2090 <sup>•</sup> /S & 402 <sup>•</sup> /W
<b>BOTTOM HOLE FOOTAGE</b>	20'/S & 440'/W
ATS/API ID:	ATS-22-765
Sundry ID:	N/A
<u>۷</u>	
WELL NAME & NO.:	Railsplitter 15-22 Fed Com 13H
SURFACE HOLE FOOTAGE:	2090'/S & 462'/W
<b>BOTTOM HOLE FOOTAGE</b>	20'/S & 1320'/W
ATS/API ID:	
Sundry ID:	
WELL NAME & NO.:	Railsplitter 15-22 Fed Com 14H
SURFACE HOLE FOOTAGE:	1920'/S & 1391'/W
BOTTOM HOLE FOOTAGE	20'/S & 2200'/W
ATS/API ID:	
Sundry ID:	
Summing 120	
WELL NAME & NO.:	Railsplitter 15-22 Fed Com 15H
SURFACE HOLE FOOTAGE:	2190'/S & 1709'/E
BOTTOM HOLE FOOTAGE	20'/S & 2200'/E
ATS/API ID:	ATS-22-768
Sundry ID:	N/A
Summy 12.	
WELL NAME & NO.:	Railsplitter 15-22 Fed Com 16H
SURFACE HOLE FOOTAGE:	2190'/S & 1679'/E
BOTTOM HOLE FOOTAGE	20'/S & 1320'/E
ATS/API ID:	ATS-22-769
Sundry ID:	N/A
Summiy ID.	1 - 22-2
WELL NAME & NO.:	Railsplitter 15-22 Fed Com 17H
SURFACE HOLE FOOTAGE:	2190'/S & 1649'/E
BOTTOM HOLE FOOTAGE	20'/S & 440'/E
ATS/API ID:	ATS-22-770
Sundry ID:	
Sunury ID.	11/12

WELL NAME & NO.:	Railsplitter 15-22 Fed Com 18H
SURFACE HOLE FOOTAGE:	2090'/S & 432'/W
<b>BOTTOM HOLE FOOTAGE</b>	20'/S & 880'/W
ATS/API ID:	ATS-22-771
Sundry ID:	N/A
_	
WELL NAME & NO.:	Railsplitter 15-22 Fed Com 19H
SURFACE HOLE FOOTAGE:	1920'/S & 1361'/W
<b>BOTTOM HOLE FOOTAGE</b>	20'/S & 1760'/W
ATS/API ID:	ATS-22-772
Sundry ID:	N/A

#### COA

H2S	C Yes	🖸 No	
Potash	🖸 None	C Secretary	🖾 R-111-P
Cave/Karst Potential	🖸 Low	C 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	

#### 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

- The 13-3/8 inch surface casing shall be set at approximately 975 feet (a minimum of 25 feet (Lea County) into the Rustler Anhydrite, above the salt, and below usable fresh water) 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

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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>8</u> <u>hours</u> or 500 pounds compressive strength, whichever is greater. (This is to include the lead cement)
- c. Wait on cement (WOC) time for a remedial job will be a minimum of 4 hours after bringing cement to surface or 500 pounds compressive strength, whichever is greater.
- d. If cement falls back, remedial cementing will be done prior to drilling out that string.

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

- 2. The minimum required fill of cement behind the 9-5/8 inch intermediate casing is:
  - Cement to surface. If cement does not circulate see B.1.a, c-d above.

# Operator has proposed to pump down 13-3/8" X 9-5/8" annulus after primary cementing stage. <u>Operator must run a CBL from TD of the 9-5/8" casing to surface.</u> <u>Submit results to the BLM.</u>

#### If cement does not tie-back into the previous casing shoe, a third stage remediation BH may be performed. The appropriate BLM office shall be notified.

- 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 is required if washout occurs. Adjust cement volume and excess based on a fluid caliper or similar method that reflects the as-drilled size of the wellbore.

#### C. PRESSURE CONTROL

- 1. Variance approved to use flex line from BOP to choke manifold. Manufacturer's specification to be readily available. No external damage to flex line. Flex line to be installed as straight as possible (no hard bends).'
- 2.

#### **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 **3000 (3M)** psi.
- b. Minimum working pressure of the blowout preventer (BOP) and related equipment (BOPE) required for drilling below the **9-5/8** 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 **13-3/8** 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.

#### 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. <u>When the Communitization Agreement number is known, it shall also be on the sign.</u>

#### **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)
     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 2<sup>nd</sup> 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.

LVO 6/16/2022



Devon Energy Center 333 West Sheridan Avenue Oklahoma City, Oklahoma 73102-5015

# Hydrogen Sulfide (H<sub>2</sub>S) Contingency Plan

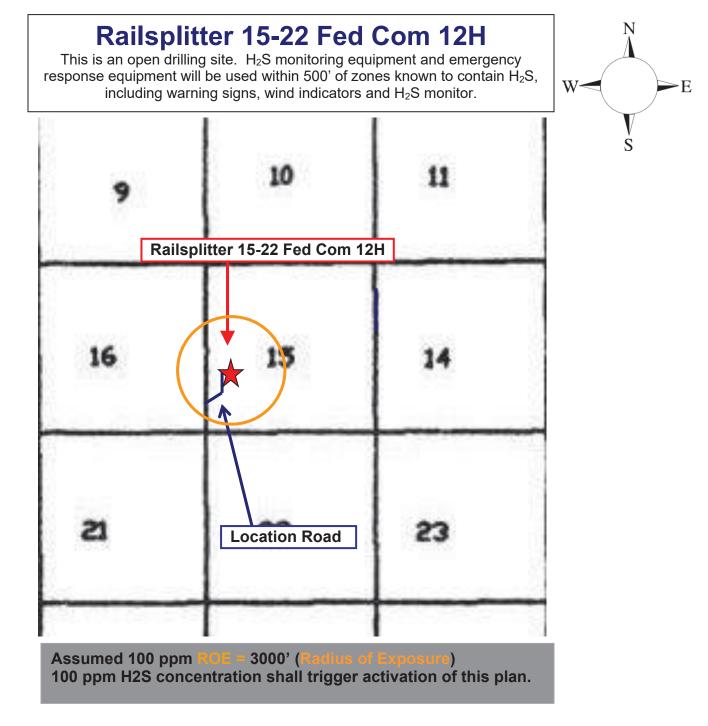
For

### Railsplitter 15-22 Fed Com 12H

Sec-15 T-26S R-34E 2090 FSL & 402' FWL LAT. = 32.041936 N (NAD83) LONG = 103.464999 W

Lea County NM

**Revision September 2021** 



#### Escape

Crews shall escape upwind of escaping gas in the event of an emergency release of gas. Escape can be facilitated from the location entrance road. Crews should then block the entrance to the location from the lease road so as not to allow anyone traversing into a hazardous area. The blockade should be at a safe distance outside of the ROE. <u>There are no homes or buildings in or near the ROE</u>.

#### Assumed 100 ppm ROE = 3000'

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### 100 ppm H<sub>2</sub>S concentration shall trigger activation of this plan.

#### Emergency Procedures

In the event of a release of gas containing H<sub>2</sub>S, the first responder(s) must

- Isolate the area and prevent entry by other persons into the 100 ppm ROE.
- Evacuate any public places encompassed by the 100 ppm ROE.
- Be equipped with H<sub>2</sub>S monitors and air packs in order to control the release.
- Use the "buddy system" to ensure no injuries occur during the response
- Take precautions to avoid personal injury during this operation.
- Contact operator and/or local officials to aid in operation. See list of phone numbers attached.
- Have received training in the
  - $\circ$  Detection of H<sub>2</sub>S, and
  - Measures for protection against the gas,
  - Equipment used for protection and emergency response.

#### Ignition of Gas Source

Should control of the well be considered lost and ignition considered, take care to protect against exposure to Sulfur Dioxide (SO<sub>2</sub>). Intentional ignition must be coordinated with the NMOCD and local officials. Additionally the NM State Police may become involved. NM State Police shall be the Incident Command on scene of any major release. Take care to protect downwind whenever there is an ignition of the gas

Common	Chemical	Specific	Threshold	Hazardous Limit	Lethal
Name	Formula	Gravity	Limit		Concentration
Hydrogen Sulfide	H₂S	1.189 Air = 1	10 ppm	100 ppm/hr	600 ppm
Sulfur Dioxide	SO2	2.21 Air = 1	2 ppm	N/A	1000 ppm

#### Characteristics of H<sub>2</sub>S and SO<sub>2</sub>

#### **Contacting Authorities**

Devon Energy Corp. personnel must liaison with local and state agencies to ensure a proper response to a major release. Additionally, the OCD must be notified of the release as soon as possible but no later than 4 hours. Agencies will ask for information such as type and volume of release, wind direction, location of release, etc. Be prepared with all information available. The following call list of essential and potential responders has been prepared for use during a release. Devon Energy Corp. Company response must be in coordination with the State of New Mexico's 'Hazardous Materials Emergency Response Plan' (HMER)

#### Hydrogen Sulfide Drilling Operation Plan

#### I. HYDROGEN SULFIDE (H<sub>2</sub>S) TRAINING

All personnel, whether regularly assigned, contracted, or employed on an unscheduled basis, will receive training from a qualified instructor in the following areas prior to commencing drilling operations on this well:

- 1. The hazards and characteristics of hydrogen sulfide (H<sub>2</sub>S)
- 2. The proper use and maintenance of personal protective equipment and life support systems.
- 3. The proper use of H<sub>2</sub>S detectors, alarms, warning systems, briefing areas, evacuation procedures, and prevailing winds.
- 4. The proper techniques for first aid and rescue procedures.

In addition, supervisory personnel will be trained in the following areas:

- 1. The effects of H<sub>2</sub>S metal components. If high tensile tubulars are to be used, personnel will be trained in their special maintenance requirements.
- 2. Corrective action and shut-in procedures when drilling or reworking a well and blowout prevention and well control procedures.
- 3. The contents and requirements of the H<sub>2</sub>S Drilling Operations Plan.

There will be weekly  $H_2S$  and well control drills for all personnel in each crew.

#### II. HYDROGEN SULFIDE TRAINING

Note: All H<sub>2</sub>S safety equipment and systems will be installed, tested, and operational when drilling reaches a depth of 500 feet above, or three days prior to penetrating the first zone containing or reasonably expected to contain  $H_2S$ .

#### 1. Well Control Equipment

- A. Flare line
- B. Choke manifold Remotely Operated
- C. Blind rams and pipe rams to accommodate all pipe sizes with properly sized closing unit
- D. Auxiliary equipment may include if applicable: annular preventer and rotating head.
- E. Mud/Gas Separator

#### 2. Protective equipment for essential personnel:

30-minute SCBA units located at briefing areas, as indicated on well site diagram, with escape units available in the top doghouse. As it may be difficult to communicate audibly while wearing these units, hand signals shall be utilized.

Fire extinguishers are located at various locations around the rig. First Aid supplies are located in the top doghouse and the rig manger's office.

#### 3. H<sub>2</sub>S detection and monitoring equipment:

Portable H<sub>2</sub>S monitors positioned on location for best coverage and response. These units have warning lights which activate when H<sub>2</sub>S levels reach 10 ppm and audible sirens which activate at 15 ppm. Sensor locations:

- Bell nipple
   Possum Belly/Shale shaker
- Rig floor
- Choke manifold
- Cellar

#### 4. Visual warning systems:

- A. Wind direction indicators as shown on well site diagram
- B. Caution/Danger signs shall be posted on roads providing direct access to locations. Signs will be painted a high visibility yellow with black lettering of sufficient size to be reasonable distance from the immediate location. Bilingual signs will be used when appropriate.

#### 5. Mud program:

The mud program has been designed to minimize the volume of  $H_2S$  circulated to surface. Proper mud weight, safe drilling practices and the use of  $H_2S$  scavengers will minimize hazards when penetrating  $H_2S$  bearing zones.

#### 6. Metallurgy:

All drill strings, casings, tubing, wellhead, blowout preventer, drilling spool, kill lines, choke manifold lines, and valves shall be H<sub>2</sub>S trim.

All elastomers used for packing and seals shall be H<sub>2</sub>S trim.

#### 7. Communication:

- a. Company personnel have/use cellular telephones in the field.
- **b.** Land line (telephone) communications at Office

#### 8. Well testing:

- a. Drill stem testing will be performed with a minimum number of personnel in the immediate vicinity, which are necessary to safety and adequately conduct the test. The drill stem testing will be conducted during daylight hours and formation fluids will not be flowed to the surface. All drill-stem-testing operations conducted in an H<sub>2</sub>S environment will use the closed chamber method of testing.
- **b.** There will be no drill stem testing.

#### Devon Energy Corp. Company Call List

	ee/Company Contact Representative	Position	Phone Number	After Hours Number
	Fisher (North)	Drilling Manager	832-967-7912	
	lebrand (South)	Drilling Manager	405-552-6514	
Rich Dow	· · · · ·	Drilling VP	405-228-2415	
Josh Harvey Laura Wright		EHS Manger	405-228-2440	918-500-5536
		EHS Supervisor	405-552-5334	832-969-8145
Robert Glo	over	EHS Professional	575-703-5712	575-703-5712
Lane Fran	k	Lead EHS	580-579-7052	580-579-7052
Rickey Po	rter	Lead EHS	903-720-8315	903-720-8315
Brock Vise	9	Lead EHS	918-413-3291	918-413-3291
Agency	Call List			1
Lea	Hobbs			
County	Lea County Communic	ation Authority		397-9265
<u>(575)</u>	State Police			885-3138
	City Police			397-9265
	Sheriff's Office			396-3611
	Ambulance	911		
	Fire Department	397-9308		
	LEPC (Local Emergen	393-2870		
	NMOCD	393-6161		
	US Bureau of Land Ma	inagement (Hobbs O	ffice Closed)	393-0002
Eddy				
County	State Police			885-3137
<u>(575)</u>	City Police	885-2111		
	Sheriff's Office			887-7551
	Ambulance	911		
	Fire Department	885-3125		
	LEPC (Local Emergen	887-3798		
	US Bureau of Land Ma	(575)-706-1920		
		nto Co)	(575)-234-5909	
	NM Emergency Respo	nse Commission (Sa	ппа ге)	(505) 476-9600
	24 HR			(505) 827-9126
	National Emergency R	-		(800) 424-8802
	National Pollution Cont	trol Center: Direct		(703) 872-6000
	For Oil Spills	(800) 280-7118		
	Emergency Services Wild Well Control			(281) 784-4700
	Cudd Pressure Contro	l (91	5) 699-0139	(915) 563-3356
	Halliburton	<u> </u>	,	(575) 746-2757
	B. J. Services			(575) 746-3569

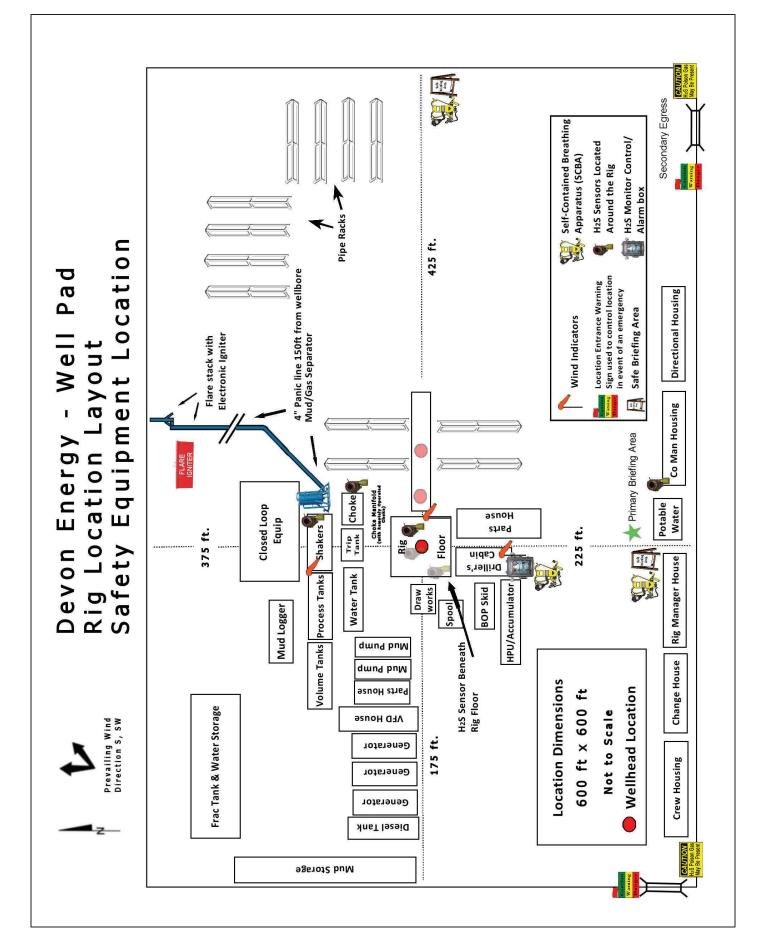
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Give	Native Air – Emergency Helicopter – Hobbs	(575) 347-9836
GPS	For Air Ambulance - Eddy County Dispatch	(575)-616-7155
position:	For Air Ambulance - Lea County (LCCA)	(575)-397-9265
	Poison Control (24/7)	(800) 222-1222
	Oil & Gas Pipeline 24 Hour Service	(800) 364-4366
	NOAA – Website - www.nhc.noaa.gov	
	National Pollution Control Center	202-795-6958
	NPCC – Oil Spills	800-280-7118
	BNSF Railroad Resource Operations	800-832-5452
	NM OSHA – Santa Fe	505-222-9595
	NM OSHA (Reporting)	877-610-6742
		505-476-8700



**Revision September 2021** 

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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

CONDITIONS

Operator:	OGRID:	
DEVON ENERGY PRODUCTION COMPANY, LP	6137	
333 West Sheridan Ave.	Action Number:	
Oklahoma City, OK 73102	145927	
	Action Type:	
	[C-101] BLM - Federal/Indian Land Lease (Form 3160-3)	

#### CONDITIONS

Created By	Condition	Condition Date		
pkautz	Will require a File As Drilled C-102 and a Directional Survey with the C-104	10/4/2022		
pkautz	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	10/4/2022		
pkautz	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	10/4/2022		
pkautz	Cement is required to circulate on both surface and intermediate1 strings of casing	10/4/2022		

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Action 145927