R

| eceived by OCD: 12/7/2022 1 | 1:39:01 AM | | | | | Page 1 of 4 |
|---|---|---|--|---|---|---|
| | UNITED STATES PARTMENT OF THE IN | TERIOR | | | OMI Expire | 2M APPROVED B No. 1004-0137 s: October 31, 2021 |
| BUR | EAU OF LAND MANA | GEMENT | | | 5. Lease Serial No. MUL | TIPLE |
| | NOTICES AND REPOR | | | | 6. If Indian, Allottee or T | ribe Name |
| | form for proposals to Use Form 3160-3 (API | | | | MULTIPLE | |
| | TRIPLICATE - Other instruct | - | | | 7. If Unit of CA/Agreem | ent, Name and/or No. |
| 1. Type of Well | | | | | MULTIPLE | |
| Oil Well Gas | | | | | 8. Well Name and No. M | ULTIPLE |
| 2. Name of Operator OXY USA INCO | ORPORATED | | | | 9. API Well No. MULTIF | PLE |
| 3a. Address 5 Greenway Plaza, Su | ite 110, Houston, TX 7704 | o. Phone No. (713) 366-571 | ínclude area code 6 | | 10. Field and Pool or Exp MULTIPLE | |
| 4. Location of Well <i>(Footage, Sec., T.,</i> MULTIPLE | R.,M., or Survey Description) | | | | 11. Country or Parish, Sta MULTIPLE | ate |
| 12. CHI | ECK THE APPROPRIATE BOX | K(ES) TO INE | DICATE NATURE | E OF NOTI | CE, REPORT OR OTHEI | R DATA |
| TYPE OF SUBMISSION | | | TY | PE OF AC | TION | |
| ✓ Notice of Intent | Acidize | | ulic Fracturing | Recla | uction (Start/Resume) amation | Water Shut-Off Well Integrity |
| Subsequent Report | Casing Repair | | Construction and Abandon | _ | omplete porarily Abandon | ✔ Other |
| Final Abandonment Notice | Convert to Injection | Plug I | | | er Disposal | |
| the Bond under which the work wi completion of the involved operati | ally or recomplete horizontally, ill be perfonned or provide the B ions. If the operation results in a otices must be filed only after all s the following updates to the to each of the wells included des the updated drilling data for | give subsurfa Bond No. on fi multiple com I requirements approved A I in this bulk | ce locations and n le with BLM/BIA pletion or recomp , including reclan PD's for the sub sundry are simil | neasured ar Required letion in a nation, have ject wells. ar and are | nd true vertical depths of a subsequent reports must b new interval, a Form 3160 e been completed and the Supporting docs for each e noted below. A datash | Il pertinent markers and zones. Attach be filed within 30 days following 0-4 must be filed once testing has been operator has detennined that the site ch well are attached to eet is included on page 1 |
| Top Spot 12_13 Fed Com 313 string casing, Target TVD 115 Casing Connection Datashee | 531' to 11936' (Drill Plan, Wel | | - | | | |
| Top Spot 12_13 Fed Com 31: Path), 4 string to 3 string casi Diagram, W461 Casing Conn | ng, Target TVD 11516' to 119 ection Datasheet). | 901' (Drill Pla | an, Well Control | Plan, Dire | ectional Survey, Direction | nal Plot, Wellhead |
| Continued on page 3 additiona | | | <u>οπ 34</u> Π & 10[| | 13 Fed Colli 35H (3 | осе гу. ој. |
| 14. I hereby certify that the foregoing is RONI MATHEW / Ph: (713) 215-7 | | ги/туреа) | Title REGULA | FORY SPI | ECIALIST | |
| Signature | | | Date | | 09/29/2022 | 2 |

THE SPACE FOR FEDERAL OR STATE OFICE USE

| Approved by | | |
|---|-------------------|--------------------|
| KEITH P IMMATTY / Ph: (575) 988-4722 / Approved | ENGINEER Title | 11/28/2022 Date |
| Conditions of approval, if any, are attached. Approval of this notice does not warrant or certify that the applicant holds legal or equitable title to those rights in the subject lease which would entitle the applicant to conduct operations thereon. | Office CARLSBAD | |

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.

(Instructions on page 2)

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GENERAL INSTRUCTIONS

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

SPECIFIC INSTRUCTIONS

Item 4 - Locations on Federal or Indian land should be described in accordance with Federal requirements. Consult the local Federal office for specific instructions.

Item 13: Proposals to abandon a well and subsequent reports of abandonment should include such special information as is required by the local Federal office. In addition, such proposals and reports should include reasons for the abandonment; data on any former or present productive zones or other zones with present significant fluid contents not sealed off by cement or otherwise; depths (top and bottom) and method of placement of cement plugs; mud or other material placed below, between and above plugs; amount, size, method of parting of any casing, liner or tubing pulled and the depth to the top of any tubing left in the hole; method of closing top of well and date well site conditioned for final inspection looking for approval of the abandonment. If the proposal will involve **hydraulic fracturing operations**, you must comply with 43 CFR 3162.3-3, including providing information about the protection of usable water. Operators should provide the best available information about all formations containing water and their depths. This information could include data and interpretation of resistivity logs run on nearby wells. Information may also be obtained from state or tribal regulatory agencies and from local BLM offices.

NOTICES

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

AUTHORITY: 30 U.S.C. 181 et seq., 351 et seq., 25 U.S.C. 396; 43 CFR 3160.

PRINCIPAL PURPOSE: The information is used to: (1) Evaluate, when appropriate, approve applications, and report completion of subsequent well operations, on a Federal or Indian lease; and (2) document for administrative use, information for the management, disposal and use of National Resource lands and resources, such as: (a) evaluating the equipment and procedures to be used during a proposed subsequent well operation and reviewing the completed well operations for compliance with the approved plan; (b) requesting and granting approval to perform those actions covered by 43 CFR 3162.3-2, 3162.3-3, and 3162.3-4; (c) reporting the beginning or resumption of production, as required by 43 CFR 3162.4-1(c)and (d) analyzing future applications to drill or modify operations in light of data obtained and methods used.

ROUTINE USES: Information from the record and/or the record will be transferred to appropriate Federal, State, local or foreign agencies, when relevant to civil, criminal or regulatory investigations or prosecutions in connection with congressional inquiries or to consumer reporting agencies to facilitate collection of debts owed the Government.

EFFECT OF NOT PROVIDING THE INFORMATION: Filing of this notice and report and disclosure of the information is mandatory for those subsequent well operations specified in 43 CFR 3162.3-2, 3162.3-3, 3162.3-4.

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

The BLM collects this information to evaluate proposed and/or completed subsequent well operations on Federal or Indian oil and gas leases.

Response to this request is mandatory.

The BLM would like you to know that you do not have to respond to this or any other Federal agency-sponsored information collection unless it displays a currently valid OMB control number.

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

Additional Information

Additional Remarks

Top Spot 12_13 Fed Com 34H - BHL shift 1640 FEL to 1940 FEL (C102 & Drill Path), 4 string to 3 string casing, Target TVD has minimal change (Drill Plan, Well Control Plan, Directional Survey, Directional Plot, Wellhead Diagram, W461 Casing Connection Datasheet).

Top Spot 12_13 Fed Com 35H - BHL shift 330' FEL to 440' FEL (C102 & Drill Path), 4 string to 3 string casing, Target TVD 11875' to 11765' (Drill Plan, Well Control Plan, Directional Survey, Directional Plot, Wellhead Diagram, W461 Casing Connection Datasheet).

Batch Well Data

TOP SPOT 12_13 FED COM 312H, US Well Number: 3001547626, Case Number: NMNM29233, Lease Number: NMNM29233, Operator:OXY USA INCORPORATED

TOP SPOT 12_13 FED COM 313H, US Well Number: 3001547625, Case Number: NMNM29233, Lease Number: NMNM29233, Operator:OXY USA INCORPORATED

TOP SPOT 12_13 FED COM 34H, US Well Number: 3001547949, Case Number: NMNM29233, Lease Number: NMNM29233, Operator:OXY USA INCORPORATED

TOP SPOT 12-13 FEDERAL COM 35H, US Well Number: 3001547887, Case Number: NMNM29233, Lease Number: NMNM29233, Operator:OXY USA INCORPORATED

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

| Well Name | Well Number | US Well Number | Lease Number | Case Number | Operator |
|----------------|-------------|----------------|--------------|-------------|----------|
| TOP SPOT 12-13 | 35H | 3001547887 | NMNM29233 | NMNM29233 | OXY USA |
| TOP SPOT 12_13 | 312H | 3001547626 | NMNM29233 | NMNM29233 | OXY USA |
| TOP SPOT 12_13 | 34H | 3001547949 | NMNM29233 | NMNM29233 | OXY USA |
| TOP SPOT 12_13 | 313H | 3001547625 | NMNM29233 | NMNM29233 | OXY USA |

Notice of Intent

Sundry ID: 2695486

Type of Submission: Notice of Intent

Date Sundry Submitted: 09/29/2022

Date proposed operation will begin: 10/07/2022

Type of Action: APD Change Time Sundry Submitted: 12:13

Sundry Print Repor

11/29/2022

Procedure Description: OXY USA Inc. kindly requests the following updates to the approved APD's for the subject wells. Supporting docs for each well are attached to this bulk sundry. The updates to each of the wells included in this bulk sundry are similar and are noted below. A datasheet is included on page 1 of the attachments and provides the updated drilling data for the well with the deepest TVD (Top Spot 12_13 Fed Com 313H). There are no changes to surface hole locations. Top Spot 12_13 Fed Com 313H - BHL shift 1000 FEL to 1190 FEL, Pool change Bone Spring to Wolfcamp ((C102 & Drill Path), 4 string to 3 string casing, Target TVD 11531' to 11936' (Drill Plan, Well Control Plan, Directional Survey, Directional Plot, Wellhead Diagram, W461 Casing Connection Datasheet). Top Spot 12_13 Fed Com 312H - BHL shift Lot B, 2540 FEL to Lot C, 2580 FWL, Pool change Bone Spring to Wolfcamp ((C102 & Drill Path), 4 string to 3 string casing, Connection Datasheet). Top Spot 12_13 Fed Com 312H - BHL shift Lot B, 2540 FEL to Lot C, 2580 FWL, Pool change Bone Spring to Wolfcamp ((C102 & Drill Path), 4 string to 3 string casing, Target TVD 11516' to 11901' (Drill Plan, Well Control Plan, Directional Survey, Directional Plot, Wellhead Diagram, W461 Casing Connection Datasheet). Top Spot 12_13 Fed Com 34H - BHL shift 1640 FEL to 1940 FEL (C102 & Drill Path), 4 string to 3 string casing, Target TVD has minimal change (Drill Plan, Well Control Plan, Directional Survey, Directional Plot, Wellhead Diagram, W461 Casing Connection Datasheet). Top Spot 12_13 Fed Com 35H - BHL shift 330' FEL to 440' FEL (C102 & Drill Path), 4 string to 3 string casing, Target TVD 11875' to 11765' (Drill Plan, Well Control Plan, Directional Survey, Directional Plot, Wellhead Diagram, W461 Casing Connection Datasheet). Top Spot 12_13 Fed Com 35H - BHL shift 330' FEL to 440' FEL (C102 & Drill Path), 4 string to 3 string casing, Target TVD 11875' to 11765' (Drill Plan, Well Control Plan, Directional Survey, Directional Survey, Directional Plot, Wellhe

NOI Attachments

Procedure Description

TOP_SPOT_12_13_FED_COM_35H_SundryUpdates9.28.22_20220929113250.pdf TOP_SPOT_12_13_FED_COM_34H_SundryUpdates9.28.22_20220929113238.pdf TOP_SPOT_12_13_FED_COM_312H_SundryUpdates9.28.22_20220929113218.pdf TOP_SPOT_12_13_FED_COM_313H_SundryUpdates9.28.22_20220929112925.pdf

Conditions of Approval

Additional

TOP_SPOT_12_13_FEDERAL_COM_BATCH_2695486___SUNDRY_COA_20221123134312.pdf

State: TX

State: TX

Operator

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

Operator Electronic Signature: RONI MATHEW

Signed on: SEP 29, 2022 12:12 PM

Name: OXY USA INCORPORATED

Title: REGULATORY SPECIALIST

Street Address: 5 Greenway Plaza, Suite 110

City: Houston

Phone: (713) 215-7827

Email address: RONI_MATHEW@OXY.COM

Field

Representative Name: JIM WILSON Street Address: 6001 DEAUVILLE BLVD.

City: MIDLAND

Phone: (575)631-2442

Email address: JIM_WILSON@OXY.COM

Zip: 79710

BLM Point of Contact

BLM POC Name: KEITH P IMMATTY BLM POC Phone: 5759884722 Disposition: Approved Signature: KEITH IMMATTY BLM POC Title: ENGINEER BLM POC Email Address: KIMMATTY@BLM.GOV Disposition Date: 11/28/2022

| Intent | X | As Dril | led | | | | | | | | | | | |
|----------------|-------------------------|----------------------|--------------|---------|-------------|---------------|---------|-------------|-------------|-------------|-------------|-------------|----------------|--------------|
| API # 30-0 | 15-479 | 49 | | | | | | | | | | | | |
| | rator Nar | | | | | Pro | perty N | lame | : | | | | | Well Number |
| | ′ USA I | | | | | | - SPC | | | FED | ERA | | M | 34H |
| Kick C | Off Point | (KOP) | | | | | | | | | | | | |
| UL O | Section 13 | Township | Range 31E | Lot | Feet 50 | | From N | | Feet | | Fron | n E/W | County EDDY | |
| Latitu | de | 220 | | | Longitu | Longitude NAD | | | | | | NAD | | |
| | 84387 | | | | -103. | 7292 | 232 | | | | | | NAD 8 | 3 |
| First I | ake Poin | it (FTP) | | | | | | | | | | | | |
| UL O | Section 13 | Township 228 | Range 31E | Lot | Feet 100 | | From N | • | Feet 194 | | Fron EAS | n E/W ST | County EDDY | |
| Latitu 32.3 | ^{ide} 84524 | | | | Longitu | | 232 | | | | | | NAD NAD 8 | 3 |
| Last T | ake Poin | t (LTP) | | | 1 | | | | | | | | <u> </u> | |
| UL B | Section 12 | Township | Range 31E | Lot | Feet 100 | | m N/S | Feet 194 | | From EAS | | | | |
| Latitu | | | | | Longitu | | | | - | 1 | - | NAD | | |
| 32.4 | 13008 | | | | -103. | 7292 | 221 | | | | | NAC | 83 | |
| | | defining v | vell for th | [| ontal S | pacin | g Unit? | | NO | | | | | |
| Is this | well an i | infill well? | | YES | | | | | | | | | | |
| | | lease prov | ide API if a | availab | le, Ope | rator | Name | and v | vell n | umbe | r for I | Definiı | ng well fo | r Horizontal |
| API # | ng Unit. | | 1 | | | | | | | | | | | |
| | 15-476 | 25 | | | | | | | | | | | | |
| Ope | rator Nar | me: | | | | Pro | perty N | lame | : | | | | | Well Number |
| OXY | ′ USA I | NC | | | | то | P SPC | DT 1 | 2-13 | B FED | ERA | | DM | 313H |
| Estim | ated For | mation Top | os | | | | | | | | | | | |
| | | · | | | | | | | | | | | | |
| Form | ation: | | | | Тор: | | For | matio | n: | | | | | Тор: |
| | | RUSTLE | R | | 8 | 336 | | | BC | ONE SP | PRIN | G 3RD | | 11202 |
| | | SALADO | | | | 134 | | | | WOL | FCAN | lΡ | | 11801 |
| | | CASTILI | | | | 875 | | | | | | | | |
| | | | | | | 488 | | | | | | | | |
| | | | | | | 544 | | | | | | | | |
| | | IERRY CA RUSHY CA | | | - | 414 638 | | | | | | | | |
| | | BONE SPR | | | | 638 410 | | | | | | | | |

9547

10164

BONE SPRING 1ST

BONE SPRING 2ND

Top Spot 12 13 Federal Com 34H, 35H, 312H, 313H - Bulk Sundry

| Well Name | API # | TVD | TD MD | KOP MD | Landing Point MD |
|---------------------------------|--------------|--------|--------|--------|------------------|
| Top Spot 12_13 Fed Com 34H | 30-015-47949 | 11737' | 22400' | 11174' | 12150' |
| Top Spot 12_13 Fed Com 35H | 30-015-47887 | 11765' | 22419' | 11208' | 12169' |
| Top Spot 12_13 Fed Com 312H | 30-015-47626 | 11901' | 22628' | 11422' | 12378' |
| **Top Spot 12_13 Fed Com 313H** | 30-015-47625 | 11936′ | 22547′ | 11299' | 12297′ |

As requested, the updated casing and cementing data tables provided below is for the deepest of the wells noted and highlighted above. Additionally, updated drill plans, directional surveys, and drill plots for each of the wells in the table above are attached to the bulk sundry submission in AFMSS.

Oxy requests the option to run production casing with DQX, TORQ DQW, Wedge 425, Wedge 461, and/or Wedge 441 connections to accommodate hole conditions or drilling operations.

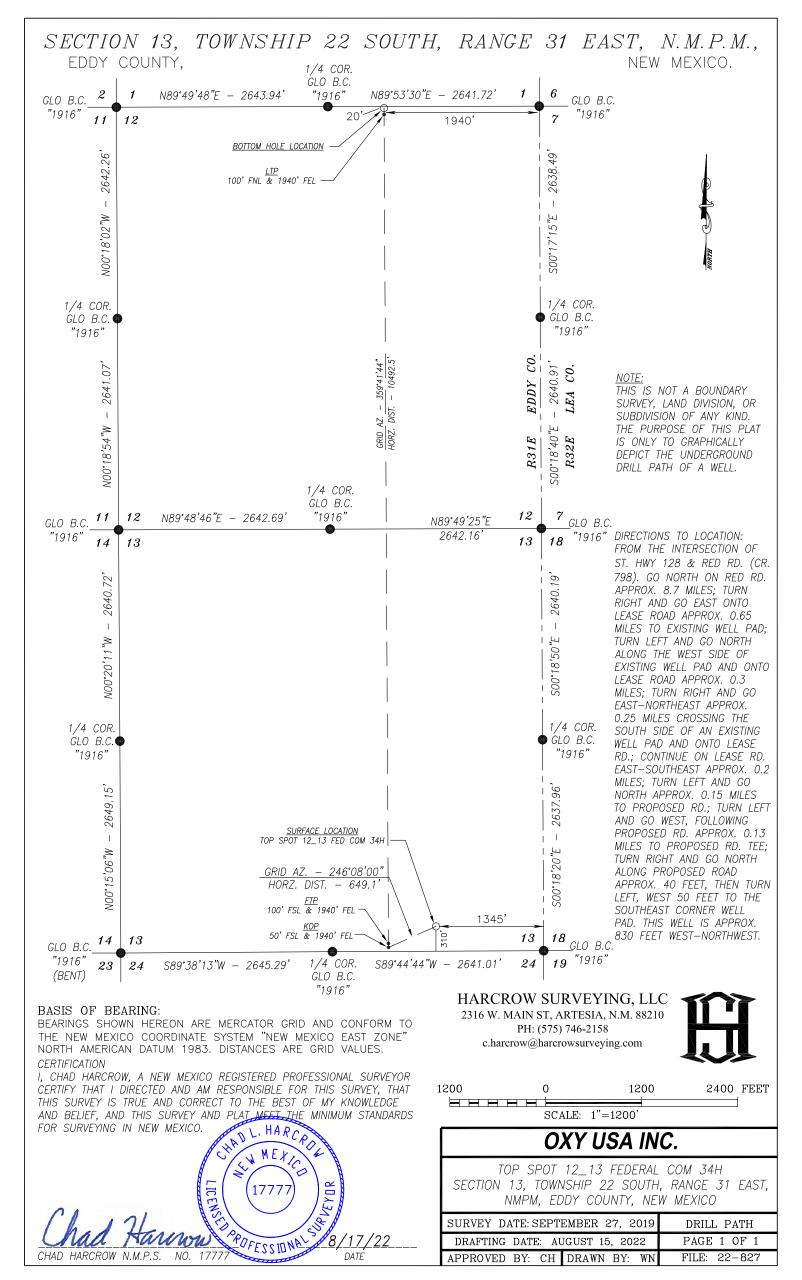
| | | N | ID | Т\ | /D | | | | |
|--------------|-----------|------|-------|------|-------|---------|-------------|---------|-----------|
| | Hole | From | То | From | То | Csg. | Csg Wt. | | |
| Section | Size (in) | (ft) | (ft) | (ft) | (ft) | OD (in) | (ppf) | Grade | Conn. |
| Surface | 14.75 | 0 | 891 | 0 | 891 | 10.75 | 45.5 | J-55 | BTC |
| Intermediate | 9.875 | 0 | 11199 | 0 | 11150 | 7.625 | 26.4 | L-80 HC | BTC |
| Production | 6.75 | 0 | 22547 | 0 | 11936 | 5.5 | 20 | P-110 | Wedge 461 |

| Section | Stage | Slurry: | Sacks | Yield (ft^3/ft) | Density (Ib/gal) | Excess: | тос | Placement | Description |
|---------|-------|---------------------------|-------|--------------------|---------------------|---------|--------|------------|-------------------------------|
| Surface | 1 | Surface - Tail | 745 | 1.33 | 14.8 | 100% | - | Circulate | Class C+Accel. |
| Int. | 1 | Intermediate 1S - Tail | 588 | 1.65 | 13.2 | 5% | 6,898 | Circulate | Class H+Accel., Disper., Salt |
| Int. | 2 | Intermediate 2S - Tail BH | 1065 | 1.71 | 13.3 | 25% | - | Bradenhead | Class C+Accel. |
| Prod. | 1 | Production - Tail | 2633 | 1.38 | 13.2 | 25% | 10,699 | Circulate | Class H+Ret., Disper., Salt |

| DISTRICT I 1625 N. FRENCH DR., HOBBS, NM 86 Phone: (575) 393-6161 Fax: (575) 393-6 DISTRICT II 811 S. FIRST ST., ARTESIA, NM Phone: (575) 748-1283 Fax: (575) 74 DISTRICT III 1000 RIO BRAZOS RD., AZTEC, N Phone: (505) 334-6178 Fax: (505) | 88210 8-9720 0IL CON 1220 Sant | State of New Is & Natural H NSERVATIO) SOUTH ST. Fi ta Fe, New Me | Resources Dep DN DIVIS RANCIS DR. | ION | Revised Au Submit one copy to | orm C-102 igust 1, 2011 5 appropriate ct Office |
|--|--|---|---|--|--|---|
| DISTRICT IV 1220 S. ST. FRANCIS DR., SANTA FE, Phone: (505) 476-3460 Fax: (505) | NM 87505 476-3462 | | | | AMEND | ED REPORT |
| API Number | Pool C | | | Pool Name | | |
| 30-015-47949 | 98351 | | 22S31E13; W | OLFCAMP | | |
| Property Code 329719 | ТОР | Property Nam SPOT 12_13 F1 | | | Well Num 34 | |
| ^{OGRID} No. 16696 | | Operator Nam OXY USA, I | | | Elevatio 358 | |
| | | Surface Loca | ation | | | |
| UL or lot No. Section | TownshipRangeLot22-S31-E | Idn Feet from the 310 | North/South line SOUTH | Feet from the 1345 | East/West line EAST | County EDDY |
| | | e Location If Diffe | | | LAST | |
| UL or lot No. Section | Township Range Lot | | North/South line | Feet from the | East/West line | County |
| B 12 | 22-S 31-E | 20 | NORTH | 1940 | EAST | EDDY |
| Dedicated Acres Joint of 640 | r Infill Consolidation Code | Order No. | | | | |
| | | | | | | |
| NU ALLOWABLE V | VILL BE ASSIGNED TO T OR A NON-STANDARI | | | | EN CONSOLIDA | ALED |
| $\begin{array}{c} \hline PROPOSED BOTTOM\\ \hline HOLE LOCATION MA 83\\ Y=514509.4 N\\ X=727761.9 E\\ LAT.=32.413228' N\\ LONG.=103.729221' W\\ \hline \\ \hline \\ LTP NAD 83\\ 100' FNL & 1940' FEL\\ Y=514510.4 N\\ X=727762.3 E\\ LAT.=32.413008' N\\ LONG.=103.729221' W\\ \hline \\ \hline \\ \hline \\ POINT LEGEND NAD83\\ \hline \\ 1 Y=514614.1 N\\ X=729701.8 E\\ 2 Y=511975.6 N\\ 2 X=729715.0 E\\ 3 Y=508334.8 N\\ X=729729.4 E\\ 4 Y=506694.6 N\\ X=729743.9 E\\ 5 X=729775.9 E\\ 6 Y=504056.7 N\\ X=7227760.1 E\\ Y=504056.7 N\\ X=727116.9 E\\ 7 Y=504056.7 N\\ X=727087.2 E\\ 8 Y=514609.1 N\\ X=727087.2 E\\ 8 Y=504148.1 N\\ X=727817.4 E\\ LAT.=32.384524' N\\ LONG.=103.729232' W\\ KOP NAD 83\\ 50' FSL & 1940' FEL\\ Y=504098.1 N\\ X=727817.7 E\\ LAT.=32.38452' N\\ LONG.=103.729232' W\\ SURFACE LOCATION NAD 83\\ Y=504300.7 N\\ X=728411.3 E\\ LAT.=32.385100' N\\ LONG.=103.727305' W\\ \hline \end{array}$ | | H ORZ: DIST 10492.2' GRUD AZ 559 41 500 H ORZ: DIST 10492.2' H ORZ: D | $\begin{array}{c} \hline PROPOSED BOTTOM \\ HOLE LOCATION NAD 27 \\ Y=514529.7 N \\ x=686579.8 E \\ LAT=32.413105 N \\ LONG.=103.728731' W \\ \hline DOYENL & 1940' FEL \\ Y=514449.7 N \\ x=686580.3 E \\ LAT=32.41286' N \\ LONG.=103.728731' W \\ \hline DOYENT LEGEND NAD27 \\ \hline Y=514553.4 N \\ x=686519.7 E \\ 2 Y=511915.0 N \\ x=688519.7 E \\ 2 Y=511915.0 N \\ x=688512.9 E \\ 3 X=509274.2 N \\ x=688572.5 E \\ 6 Y=503984.5 N \\ x=686572.5 E \\ 6 Y=503984.5 N \\ x=686595.0 E \\ x=685995.0 E \\ x=685995.0 E \\ x=686387.7 N \\ x=686587.7 N \\ x=686587.8 E \\ TY=504087.7 N \\ x=686635.3 E \\ LAT=32.384402' N \\ LONG.=103.728743' W \\ \hline DOYEL & 1940' FEL \\ Y=504037.7 N \\ x=686635.3 E \\ LAT=32.384402' N \\ LONG.=103.728743' W \\ SURFACE LOCATION NAD 27 \\ Y=50430.7 N \\ x=686728.9 E \\ LAT=32.38497' N \\ LONG.=103.728743' W \\ SURFACE LOCATION NAD 27 \\ Y=50430.3 N \\ X=68728.9 E \\ LAT=32.38497' N \\ LONG.=103.726816' W \\ \hline \end{array}$ | I hereby of herein is true a organization eit, or unleased min including the p or has a right location pursual owner of such a or to a voluntai compulsory pool by the division. <u>Romi Mathe</u> Printed Name E-mail Address SURVEYO I hereby of shown on this notes of actual under my super true and correc SEPTEM Da Signature & Se | Da Da Da Da Da Da Da Da Da Da | Primation e best of this interest e land e location this th an interest, at or a e entered 80/2022 te VION l location m field ace or e same is v belief. 9 . Surveyor |

Released to Imaging: 12/12/2022 7:43:39 AM

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Received by OCD: 12/7/2022 11:39:01 AM
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Oxy USA Inc. - Top Spot 12_13 Federal Com 34H Drill Plan

1. Geologic Formations

| TVD of Target (ft): | 11751 | Pilot Hole Depth (ft): | |
|----------------------------|-------|------------------------------------|-----|
| Total Measured Depth (ft): | 22400 | Deepest Expected Fresh Water (ft): | 836 |

Delaware Basin

| Formation | MD-RKB (ft) | TVD-RKB (ft) | Expected Fluids |
|-----------------|-------------|--------------|------------------------|
| Rustler | 836 | 836 | |
| Salado | 1134 | 1134 | Salt |
| Castile | 2875 | 2875 | Salt |
| Delaware | 4488 | 4488 | Oil/Gas/Brine |
| Bell Canyon | 4544 | 4544 | Oil/Gas/Brine |
| Cherry Canyon | 5414 | 5414 | Oil/Gas/Brine |
| Brushy Canyon | 6638 | 6637 | Losses |
| Bone Spring | 8410 | 8386 | Oil/Gas |
| Bone Spring 1st | 9547 | 9506 | Oil/Gas |
| Bone Spring 2nd | 10164 | 10113 | Oil/Gas |
| Bone Spring 3rd | 11202 | 11136 | Oil/Gas |
| Wolfcamp | 11801 | 11650 | Oil/Gas |
| Penn | | | Oil/Gas |
| Strawn | | | Oil/Gas |

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

2. Casing Program

| | | N | ID | Τ\ | /D | | | | |
|--------------|-----------|------|-------|------|-------|---------|---------|---------|-----------|
| | Hole | From | То | From | То | Csg. | Csg Wt. | | |
| Section | Size (in) | (ft) | (ft) | (ft) | (ft) | OD (in) | (ppf) | Grade | Conn. |
| Surface | 14.75 | 0 | 896 | 0 | 896 | 10.75 | 45.5 | J-55 | BTC |
| Intermediate | 9.875 | 0 | 11074 | 0 | 11008 | 7.625 | 26.4 | L-80 HC | BTC |
| Production | 6.75 | 0 | 22400 | 0 | 11751 | 5.5 | 20 | P-110 | Wedge 461 |

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

*Oxy requests the option to run production casing with DQX, TORQ DQW, Wedge 425, Wedge 461, and/or Wedge 441 connections to accommodate hole conditions or drilling operations.

| All Casing | All Casing SF Values will meet or exceed | | | | | | | | |
|-------------|--|---------|---------|--|--|--|--|--|--|
| those below | | | | | | | | | |
| SF | SF Body SF Joint SF | | | | | | | | |
| | Burst Tension Tension | | | | | | | | |
| Collapse | Burst | Tension | Tension | | | | | | |

Annular Clearance Variance Request

As per the agreement reached in the Oxy/BLM face-to-face meeting on Feb 22, 2018, Oxy requests permission to allow deviation from the 0.422" annular clearance requirement from Onshore Order #2 under the following conditions:

- 1. Annular clearance to meet or exceed 0.422" between intermediate casing ID and production casing coupling only on the first 500' overlap between both casings.
- 2. Annular clearance less than 0.422" is acceptable for the curve and lateral portions of the production open hole section.

| | Y or N |
|---|--------|
| Is casing new? If used, attach certification as required in Onshore Order #1 | Y |
| Does casing meet API specifications? If no, attach casing specification sheet. | Y |
| Is premium or uncommon casing planned? If yes attach casing specification sheet. | Y |
| Does the above casing design meet or exceed BLM's minimum standards? | Y |
| If not provide justification (loading assumptions, casing design criteria). | I |
| Will the intermediate pipe be kept at a minimum 1/3 fluid filled to avoid approaching | Y |
| the collapse pressure rating of the casing? | I |
| | |
| Is well located within Capitan Reef? | Ν |
| If yes, does production casing cement tie back a minimum of 50' above the Reef? | |
| Is well within the designated 4 string boundary. | |
| | |
| Is well located in SOPA but not in R-111-P? | Y |
| If yes, are the first 2 strings cemented to surface and 3 rd string cement tied back | Y |
| 500' into previous casing? | 1 |
| | |
| Is well located in R-111-P and SOPA? | Ν |
| If yes, are the first three strings cemented to surface? | |
| Is 2 nd string set 100' to 600' below the base of salt? | |
| | |
| Is well located in high Cave/Karst? | Ν |
| If yes, are there two strings cemented to surface? | |
| (For 2 string wells) If yes, is there a contingency casing if lost circulation occurs? | |
| | |
| Is well located in critical Cave/Karst? | Ν |
| If yes, are there three strings cemented to surface? | |

3. Cementing Program

| Section | Stage | Slurry: | Sacks | Yield (ft^3/ft) | Density (Ib/gal) | Excess: | тос | Placement | Description |
|---------|-------|---------------------------|-------|--------------------|---------------------|---------|--------|------------|-------------------------------|
| Surface | 1 | Surface - Tail | 750 | 1.33 | 14.8 | 100% | - | Circulate | Class C+Accel. |
| Int. | 1 | Intermediate 1S - Tail | 572 | 1.65 | 13.2 | 5% | 6,888 | Circulate | Class H+Accel., Disper., Salt |
| Int. | 2 | Intermediate 2S - Tail BH | 1063 | 1.71 | 13.3 | 25% | - | Bradenhead | Class C+Accel. |
| Prod. | 1 | Production - Tail | 2628 | 1.38 | 13.2 | 25% | 10,574 | Circulate | Class H+Ret., Disper., Salt |

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Offline Cementing

Oxy requests a variance to cement the 9.625" and/or 7.625" intermediate casing strings offline in accordance to the approved variance, EC Tran 461365.

The summarized operational sequence will be as follows:

Run casing as per normal operations. While running casing, conduct negative pressure test and confirm integrity of the float equipment (float collar and shoe).

Land casing.

Fill pipe with kill weight fluid, and confirm well is static.

If well Oxy requests a variance to cement the 9.625" and/or 7.625" intermediate casing strings offline in accordance to the approved variance, EC Tran 461365.

The summarized operational sequence will be as follows:

- 1. Run casing as per normal operations. While running casing, conduct negative pressure test and confirm integrity of the float equipment (float collar and shoe).
- 2. Land casing.
- 3. Fill pipe with kill weight fluid, and confirm well is static.
 - a. If well is not static notify BLM and kill well.
 - b. Once well is static notify BLM with intent to proceed with nipple down and offline cementing.
- 4. Set and pressure test annular packoff.
- 5. After confirmation of both annular barriers and internal barriers, nipple down BOP and install cap flange. If any barrier fails to test, the BOP stack will not be nippled down until after the cement job is completed.
- 6. Skid rig to next well on pad.
- 7. Confirm well is static before removing cap flange.
- 8. If well is not static notify BLM and kill well prior to cementing or nippling up for further remediation.
- 9. Install offline cement tool.
- 10. Rig up cement equipment.

a. Notify BLM prior to cement job.

- 11. Perform cement job.
- 12. Confirm well is static and floats are holding after cement job.
- 13. Remove cement equipment, offline cement tools and install night cap with pressure gauge for monitoring.

Oxy requests permission to adjust the CBL requirement after bradenhead cement jobs, on 7-5/8" intermediate casings, as per the agreement reached in the OXY/BLM meeting on September 5, 2019.

Three string wells:

- CBL will be required on one well per pad
- If the pumped volume of cement is less than permitted in the APD, BLM will be notified and a CBL may be run
- Echometer will be used after bradenhead cement job to determine TOC before pumping top-out cement

4. Pressure Control Equipment

| BOP installed and tested before drilling which hole? | Size? | Min. Required WP | | Туре | ~ | Tested to: | Deepest TVD Depth (ft) per Section: | |
|--|---------|------------------------|--------|------------|----------|--------------------------|---|--|
| | | 5M | | Annular | ✓ | 70% of working pressure | | |
| | | | | Blind Ram | √ | | 11008 | |
| 9.875" Hole | 13-5/8" | 5M | | Pipe Ram | | 250 psi / 5000 psi | | |
| | | _ | | Double Ram | √ | 250 psi / 5000 psi | | |
| | | | Other* | | | | | |
| | | 5M | | Annular | √ | 100% of working pressure | | |
| | | | | Blind Ram | | | | |
| 6.75" Hole | 13-5/8" | 4014 | | Pipe Ram | | 250 poi / 10000 poi | 11751 | |
| | | 10M | | Double Ram | ✓ | 250 psi / 10000 psi | | |
| | | | Other* | | | | | |

*Specify if additional ram is utilized

Per BLM's Memorandum No. NM-2017-008: *Decision and Rationale for a Variance Allowing the Use of a 5M Annular Preventer with a 10M BOP Stack*, Oxy requests to employ a 5M annular with a 10M BOPE stack in the pilot and lateral sections of the well and will ensure that two barriers to flow are maintained at all times. Please see attached Well Control Plan.

BOP/BOPE will be tested by an independent service company to 250 psi low and the high pressure indicated above per Onshore Order 2 requirements. The System may be upgraded to a higher pressure but still tested to the working pressure listed in the table above. If the system is upgraded all the components installed will be functional and tested.

Pipe rams will be operationally checked each 24 hour period. Blind rams will be operationally checked on each trip out of the hole. These checks will be noted on the daily tour sheets. Other accessories to the BOP equipment will include a Kelly cock and floor safety valve (inside BOP) and choke lines and choke manifold.

Formation integrity test will be performed per Onshore Order #2.

On Exploratory wells or 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. Will be tested in accordance with Onshore Oil and Gas Order #2 III.B.1.i.

A variance is requested for the use of a flexible choke line from the BOP to Choke Manifold. See attached for specs and hydrostatic test chart.

Are anchors required by manufacturer?

A multibowl or a unionized multibowl wellhead system will be employed. The wellhead and connection to the BOPE will meet all API 6A requirements. 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. We will test the flange connection of the wellhead with a test port that is directly in the flange. We are proposing that we will run the wellhead through the rotary prior to cementing surface casing as discussed with the BLM on October 8, 2015.

See attached schematics.

BOP Break Testing Request

Oxy requests permission to adjust the BOP break testing requirements as per the agreement reached in the OXY/BLM meeting on September 5, 2019.

BOP break test under the following conditions:

- After a full BOP test is conducted
- When skidding to drill an intermediate section where ICP is set into the third Bone Spring or shallower.

If the kill line is broken prior to skid, two tests will be performed.

- 1) Wellhead flange, co-flex hose, kill line connections and upper pipe rams
- 2) Wellhead flange, HCR valve, check valve, upper pipe rams

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

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

5. Mud Program

| Section | Depth - MD | | Depth - TVD | | Trme | Weight | Viscosity | Water | | |
|--------------|------------|---------|-------------|---------|---|------------|-----------|-------|--|--|
| Section | From (ft) | To (ft) | From (ft) | To (ft) | Туре | (ppg) | viscosity | Loss | | |
| Surface | 0 | 896 | 0 | 896 | Water-Based Mud | 8.6 - 8.8 | 40-60 | N/C | | |
| Intermediate | 896 | 11074 | 896 | 11008 | Saturated Brine-Based or Oil-Based Mud | 8.0 - 10.0 | 35-45 | N/C | | |
| Production | 11074 | 22400 | 11008 | 11751 | Water-Based or Oil- Based Mud | 9.5 - 12.5 | 38-50 | N/C | | |

Sufficient mud materials to maintain mud properties and meet minimum lost circulation and weight increase requirements will be kept on location at all times. The following is a general list of products: Barite, Bentonite, Gypsum, Lime, Soda Ash, Caustic Soda, Nut Plug, Cedar Fiber, Cotton Seed Hulls, Drilling Paper, Salt Water Clay, CACL2. Oxy will use a closed mud system.

| What will be used to monitor the | PVT/MD Totco/Visual Monitoring |
|----------------------------------|--------------------------------|
| loss or gain of fluid? | |

6. Logging and Testing Procedures

| Logg | ging, Coring and Testing. |
|------|--|
| Yes | Will run GR from TD to surface (horizontal well – vertical portion of hole). |
| res | Stated logs run will be in the Completion Report and submitted to the BLM. |
| No | Logs are planned based on well control or offset log information. |
| No | Drill stem test? If yes, explain |
| No | Coring? If yes, explain |

| Add | itional logs planned | Interval |
|-----|----------------------|------------------|
| No | Resistivity | |
| No | Density | |
| No | CBL | |
| Yes | Mud log | Bone Spring – TD |
| No | PEX | |

7. Drilling Conditions

Pump high viscosity sweeps as needed for hole cleaning. The mud system will be monitored visually/manually as well as with an electronic PVT. The necessary mud products for additional weight and fluid loss control will be on location at all times. Appropriately weighted mud will be used to isolate potential gas, oil, and water zones until such time as casing can be cemented into place for zonal

Hydrogen 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.

| | H2S is present |
|---|-------------------|
| Y | H2S Plan attached |

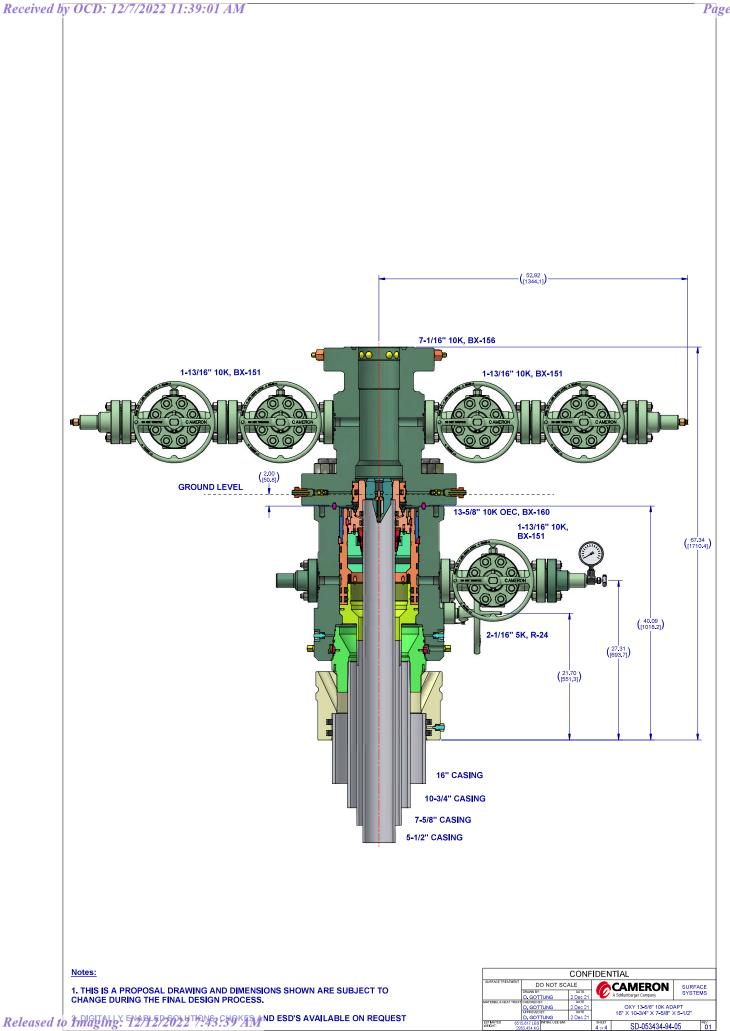
8. Other facets of operation

Attachments

- _x__ Directional Plan
- _x__ H2S Contingency Plan
- _x__ Flex III Attachments
- _x__ Spudder Rig Attachment
- _x__ Premium Connection Specs

9. Company Personnel

| Condition | Specify what type and where? |
|-------------------------------|------------------------------|
| BH Pressure at deepest TVD | 7639 psi |
| Abnormal Temperature | No |
| BH Temperature at deepest TVD | 175°F |



Oxy Well Control Plan

A. Component and Preventer Compatibility Table

The table below, which covers the drilling and casing of the >5M MASP portion of the well, outlines the tubulars and the compatible preventers in use. This table, combined with the mud program, documents that two barriers to flow can be maintained at all times, independent of the rating of the annular preventer.

| Component | OD | Preventer | RWP |
|-----------------------------|-----------------|--------------------------|-----|
| Drillpipe | 4-1/2"-5" | Lower 3-1/2 - 5-1/2" VBR | 10M |
| | | Upper 3-1/2 - 5-1/2" VBR | |
| HWDP | 4-1/2"-5" | Lower 3-1/2 - 5-1/2" VBR | 10M |
| | | Upper 3-1/2 - 5-1/2" VBR | |
| Drill collars and MWD tools | 4-3/4" - 5-1/2" | Lower 3-1/2 - 5-1/2" VBR | 10M |
| | | Upper 3-1/2 - 5-1/2" VBR | |
| Mud Motor | 4-3/4" | Lower 3-1/2 - 5-1/2" VBR | 10M |
| | | Upper 3-1/2 - 5-1/2" VBR | |
| Production casing | 5-1/2" | Lower 3-1/2 - 5-1/2" VBR | 10M |
| | | Upper 3-1/2 - 5-1/2" VBR | |
| ALL | 0" - 13-5/8" | Annular | 5M |
| Open-hole | 6-3/4" | Blind Rams | 10M |

Pilot hole and Lateral sections, 10M requirement

VBR = Variable Bore Ram. Compatible range listed in chart.

HWDP = Heavy Weight Drill Pipe

MWD = Measurement While Drilling

B. Well Control Procedures

Well control procedures are specific to the rig equipment and the operation at the time the kick occurs. Below are the minimal high-level tasks prescribed to assure a proper shut-in while drilling, tripping, running casing, pipe out of the hole (open hole), and moving the Bottom Hole Assembly (BHA) through the Blowout Preventers (BOP). The pressure at which control is swapped from the annular to another compatible ram will occur when the anticipated pressure is approaching or envisioned to exceed 70% of the 5M annular Rated Working Pressure (RWP) or 3500 PSI.

General Procedure While Drilling

- 1. Sound alarm (alert crew)
- 2. Space out drill string
- 3. Shut down pumps (stop pumps and rotary)
- 4. Shut-in Well (uppermost applicable BOP, typically annular preventer first. The Hydraulic Control Remote (HCR) valve and choke will already be in the closed position).
- 5. Confirm shut-in
- 6. Notify tool pusher/company representative

- 7. Read and record the following:
 - a. SIDPP and SICP
 - b. Pit gain
 - c. Time
- 8. Regroup and identify forward plan
- 9. If pressure has built or expected to reach 70% of the annular RWP during kill operations, crew will reconfirm spacing and swap to the upper pipe ram

General Procedure While Tripping

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

General Procedure While Running Casing

- 1. Sound alarm (alert crew)
- 2. Stab crossover and full opening safety valve and close
- 3. Space out string
- 4. Shut-in (uppermost applicable BOP, typically annular preventer first. The HCR and choke will already be in the closed position).
- 5. Confirm shut-in
- 6. Notify tool pusher/company representative
- 7. Read and record the following:
 - a. SIDPP and SICP
 - b. Pit gain
 - c. Time
 - d. Regroup and identify forward plan.
 - e. If pressure has built or is anticipated during the kill to reach the RWP of the annular preventer, confirm spacing and swap to compatible pipe ram.

General Procedure With No Pipe In Hole (Open Hole)

- 1. Sound alarm (alert crew)
- 2. Shut-in with blind rams or BSR. (The HCR and choke will already be in the closed position)
- 3. Confirm shut-in
- 4. Notify tool pusher/company representative

- 5. Read and record the following:
 - a. SICP
 - b. Pit gain
 - c. Time
- 6. Regroup and identify forward plan

General Procedures While Pulling BHA thru Stack

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

- f. Shut-in using upper pipe ram. (The HCR and choke will already be in the closed position)
- g. Confirm shut-in
- h. Notify tool pusher/company representative
- i. Read and record the following:
 - i. SIDPP and SICP
 - ii. Pit gain
 - iii. Time
- j. Regroup and identify forward plan

OXY

PRD NM DIRECTIONAL PLANS (NAD 1983) Top Spot 12_13 Fed Com Top Spot 12_13 Federal Com 34H

Wellbore #1

Plan: Permitting Plan

Standard Planning Report

22 September, 2022

OXY Planning Report

| Database: Company: Project: Site: Well: Wellbore: Design: | PRD Top S Top S Wellb | SPP NEERING DE NM DIRECTIC Spot 12_13 Fea Spot 12_13 Fea ore #1 itting Plan |)NAL PLANS (d Com | , | TVD Refer MD Refere North Ref | ence: | F F C | Vell Top Spot 1 RKB=25' @ 360 RKB=25' @ 360 Grid Minimum Curvat | 6.50ft 6.50ft | Com 34H |
|---|--------------------------------|---|--|-------------------------------------|-------------------------------------|---------------------------------|---|---|------------------------|---------------------------------------|
| Project | PRD N | IM DIRECTIO | NAL PLANS (N | NAD 1983) | | | | | | |
| Map System: Geo Datum: Map Zone: | North A | e Plane 1983 merican Datun exico Eastern Z | | | System Da | tum: | | an Sea Level | ale factor | |
| Site | Top S | pot 12_13 Fed | Com | | | | | | | |
| Site Position: From: Position Unce | Ма | • | North Eastin .91 ft Slot F | • | | 61.56 usft | Latitude: Longitude: Grid Converg | jence: | | 32.413000 -103.73667 0.32 |
| Well | Top Sp | oot 12_13 Fede | eral Com 34H | | | | | | | |
| Well Position Position Unce | +N/-S +E/-W ertainty | 2,94 | 9.90 ft Ea | orthing: sting: ellhead Eleva | ation: | 504,360.70 728,411.30 0.0 | usft Lon | tude: gitude: und Level: | | 32.385100 -103.727309 3,581.501 |
| Wellbore | Wellb | ore #1 | | | | | | | | |
| Magnetics | Мо | del Name | Sample | e Date | Declinat (°) | lion | Dip A (°) | | Field Str (n1 | |
| | | HDGM_FILE | | 11/7/2019 | | 6.75 | | 60.10 | 48,027 | 7.20000000 |
| Design | Permit | ting Plan | | | | | | | | |
| Audit Notes: | | | | | | | | | | |
| Version: | | | Phas | e: f | PROTOTYPE | Tie | On Depth: | (| 0.00 | |
| Vertical Section | on: | D | epth From (T' (ft) | VD) | +N/-S (ft) | +E/ (f | t) | (| ction °) | |
| | | | -1.50 | | 0.00 | 0.0 | 00 | 350 | 6.37 | |
| Plan Survey T Depth Fi (ft) | rom Dept (f | h To | 9/22/2022 / (Wellbore) ing Plan (Well | bore #1) | Tool Name B001Mb_MWI | D+HRGM | Remarks | | | |
| | | | | | OWSG MWD | + HRGM | | | | |
| Plan Sections Measured Depth (ft) | Inclination (°) | Azimuth (°) | Vertical Depth (ft) | +N/-S (ft) | +E/-W (ft) | Dogleg Rate (°/100ft) | Build Rate (°/100ft) | Turn Rate (°/100ft) | TFO (°) | Target |
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| 7,166.83 11,174.21 12,149.62 | 10.00 | 221.29 359.70 | 11,108.28 11,751.22 | -588.12 -19.60 | -516.57 -594.96 | 0.00 | 0.00 8.21 | 0.00 14.19 | 0.00 137.96 | |

| Database: | HOPSPP | Local Co-ordinate Reference: | Well Top Spot 12_13 Federal Com 34H |
|-----------|-------------------------------------|------------------------------|-------------------------------------|
| Company: | ENGINEERING DESIGNS | TVD Reference: | RKB=25' @ 3606.50ft |
| Project: | PRD NM DIRECTIONAL PLANS (NAD 1983) | MD Reference: | RKB=25' @ 3606.50ft |
| Site: | Top Spot 12_13 Fed Com | North Reference: | Grid |
| Well: | Top Spot 12_13 Federal Com 34H | Survey Calculation Method: | Minimum Curvature |
| Wellbore: | Wellbore #1 | | |
| Design: | Permitting Plan | | |

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| 3,800.00 0.00 0.00 3,800.00 0.00 0.00 0.00 0.00 0.00 0.00 | 0.00 |
| 3,900.00 0.00 0.00 3,900.00 0.00 0.00 0.00 0.00 0.00 | 0.00 |
| 4,000.00 0.00 0.00 4,000.00 0.00 0.00 0. | 0.00 |
| 4,100.00 0.00 0.00 4,100.00 0.00 0.00 0.00 0.00 0.00 0.00 | 0.00 |
| 4,200.00 0.00 0.00 4,200.00 0.00 0.00 0.00 0.00 0.00 0.00 | 0.00 |
| 4,300.00 0.00 0.00 4,300.00 0.00 0.00 0.00 0.00 0.00 0.00 | 0.00 |
| 4,400.00 0.00 0.00 4,400.00 0.00 0.00 0. | 0.00 |
| 4,500.00 0.00 0.00 4,500.00 0.00 0.00 0.00 0.00 0.00 | 0.00 |
| 4,600.00 0.00 0.00 4,600.00 0.00 0.00 0.00 0.00 0.00 0.00 | 0.00 |
| 4,700.00 0.00 0.00 4,700.00 0.00 0.00 0.00 0.00 0.00 | 0.00 |
| 4,800.00 0.00 0.00 4,800.00 0.00 0.00 0.00 0.00 0.00 | 0.00 |
| 4,900.00 0.00 0.00 4,900.00 0.00 0.00 0.00 0.00 0.00 | 0.00 |
| 5,000.00 0.00 0.00 5,000.00 0.00 0.00 0. | 0.00 |
| 5,100.00 0.00 0.00 5,100.00 0.00 0.00 0.00 0.00 0.00 | 0.00 |
| 5,200.00 0.00 0.00 5,200.00 0.00 0.00 0.00 0.00 0.00 | 0.00 |
| 5,300.00 0.00 5,300.00 0.00 0.00 0.00 0.00 0.00 | 0.00 |
| 5,400.00 0.00 0.00 5,400.00 0.00 0.00 0.00 0.00 0.00 | 0.00 |

| Database: | HOPSPP | Local Co-ordinate Reference: | Well Top Spot 12_13 Federal Com 34H |
|-----------|-------------------------------------|------------------------------|-------------------------------------|
| Company: | ENGINEERING DESIGNS | TVD Reference: | RKB=25' @ 3606.50ft |
| Project: | PRD NM DIRECTIONAL PLANS (NAD 1983) | MD Reference: | RKB=25' @ 3606.50ft |
| Site: | Top Spot 12_13 Fed Com | North Reference: | Grid |
| Well: | Top Spot 12_13 Federal Com 34H | Survey Calculation Method: | Minimum Curvature |
| Wellbore: | Wellbore #1 | | |
| Design: | Permitting Plan | | |

| Measured Depth (ft) | Inclination (°) | Azimuth (°) | Vertical Depth (ft) | +N/-S (ft) | +E/-W (ft) | Vertical Section (ft) | Dogleg Rate (°/100ft) | Build Rate (°/100ft) | Turn Rate (°/100ft) |
|---------------------------|--------------------|------------------|---------------------------|--------------------|--------------------|-----------------------------|-----------------------------|----------------------------|---------------------------|
| 5,500.00 | 0.00 | 0.00 | 5,500.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 |
| 5,600.00 | 0.00 | 0.00 | 5,600.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 |
| 5,700.00 | 0.00 | 0.00 | 5,700.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 |
| 5,800.00 | 0.00 | 0.00 | 5,800.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 |
| 5,900.00 | 0.00 | 0.00 | 5,900.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 |
| 6,000.00 | 0.00 | 0.00 | 6,000.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 |
| 6,100.00 | 0.00 | 0.00 | 6,100.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 |
| 6,167.00 | 0.00 | 0.00 | 6,167.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 |
| 6,200.00 | 0.33 | 221.29 | 6,200.00 | -0.07 | -0.06 | -0.07 | 1.00 | 1.00 | 0.00 |
| 6,300.00 | 1.33 | 221.29 | 6,299.99 | -1.16 | -1.02 | -1.09 | 1.00 | 1.00 | 0.00 |
| | | | | | | | | | |
| 6,400.00 6,500.00 | 2.33 3.33 | 221.29 221.29 | 6,399.94 6,499.81 | -3.56 -7.27 | -3.13 -6.38 | -3.35 -6.85 | 1.00 1.00 | 1.00 1.00 | 0.00 0.00 |
| 6,600.00 | 4.33 | 221.29 | 6,599.59 | -12.29 | -10.79 | -0.65 | 1.00 | 1.00 | 0.00 |
| 6,700.00 | 5.33 | 221.29 | 6,699.23 | -18.61 | -16.35 | -17.54 | 1.00 | 1.00 | 0.00 |
| 6,800.00 | 6.33 | 221.29 | 6,798.71 | -26.24 | -23.05 | -24.73 | 1.00 | 1.00 | 0.00 |
| | | | | | | | | | |
| 6,900.00 | 7.33 | 221.29 | 6,898.00 | -35.18 | -30.90 | -33.15 | 1.00 | 1.00 | 0.00 |
| 7,000.00 | 8.33 | 221.29 | 6,997.07 7.005.89 | -45.42 | -39.89 | -42.80 | 1.00 | 1.00 | 0.00 |
| 7,100.00 7,166.83 | 9.33 10.00 | 221.29 221.29 | 7,095.88 7,161.76 | -56.95 -65.38 | -50.02 -57.42 | -53.67 -61.61 | 1.00 1.00 | 1.00 1.00 | 0.00 0.00 |
| 7,100.03 | 10.00 | 221.29 | 7,101.70 | -69.70 | -61.22 | -65.69 | 0.00 | 0.00 | 0.00 |
| | | | | | | | | | |
| 7,300.00 7,400.00 | 10.00 10.00 | 221.29 221.29 | 7,292.91 7,391.39 | -82.75 -95.79 | -72.68 -84.14 | -77.98 -90.27 | 0.00 0.00 | 0.00 0.00 | 0.00 0.00 |
| 7,400.00 | 10.00 | 221.29 | 7,391.39 | -95.79 -108.84 | -84.14 -95.60 | -90.27 -102.56 | 0.00 | 0.00 | 0.00 |
| 7,600.00 | 10.00 | 221.29 | 7,588.35 | -121.88 | -107.05 | -102.56 | 0.00 | 0.00 | 0.00 |
| 7,000.00 | 10.00 | 221.29 | 7,686.84 | -134.93 | -118.51 | -127.15 | 0.00 | 0.00 | 0.00 |
| | | | | | | | | | |
| 7,800.00 | 10.00 | 221.29 | 7,785.32 | -147.97 | -129.97 | -139.44 | 0.00 | 0.00 | 0.00 |
| 7,900.00 | 10.00 10.00 | 221.29 221.29 | 7,883.80 7,982.28 | -161.02 | -141.43 -152.88 | -151.73 -164.03 | 0.00 0.00 | 0.00 0.00 | 0.00 0.00 |
| 8,000.00 8,100.00 | 10.00 | 221.29 | 7,982.28 8,080.76 | -174.06 -187.11 | -152.00 | -104.03 | 0.00 | 0.00 | 0.00 |
| 8,200.00 | 10.00 | 221.29 | 8,179.24 | -200.15 | -175.80 | -188.61 | 0.00 | 0.00 | 0.00 |
| | | | | | | | | | |
| 8,300.00 | 10.00 | 221.29 | 8,277.72 | -213.19 | -187.26 -198.72 | -200.90 | 0.00 | 0.00 | 0.00 |
| 8,400.00 8,500.00 | 10.00 10.00 | 221.29 221.29 | 8,376.21 8,474.69 | -226.24 -239.28 | -198.72 | -213.19 -225.49 | 0.00 0.00 | 0.00 0.00 | 0.00 0.00 |
| 8,600.00 | 10.00 | 221.29 | 8,573.17 | -252.33 | -221.63 | -225.49 | 0.00 | 0.00 | 0.00 |
| 8,700.00 | 10.00 | 221.29 | 8,671.65 | -265.37 | -233.09 | -250.07 | 0.00 | 0.00 | 0.00 |
| | | | | | | | | | |
| 8,800.00 | 10.00 | 221.29 | 8,770.13 | -278.42 | -244.55 | -262.36 | 0.00 | 0.00 | 0.00 |
| 8,900.00 | 10.00 | 221.29 | 8,868.61 | -291.46 | -256.00 | -274.66 | 0.00 | 0.00 | 0.00 |
| 9,000.00 9,100.00 | 10.00 10.00 | 221.29 221.29 | 8,967.09 9,065.57 | -304.51 -317.55 | -267.46 -278.92 | -286.95 -299.24 | 0.00 0.00 | 0.00 0.00 | 0.00 0.00 |
| 9,200.00 | 10.00 | 221.29 | 9,164.06 | -330.60 | -290.38 | -299.24 -311.53 | 0.00 | 0.00 | 0.00 |
| | | | | | | | | | |
| 9,300.00 9,400.00 | 10.00 10.00 | 221.29 221.29 | 9,262.54 9,361.02 | -343.64 -356.68 | -301.83 -313.29 | -323.83 -336.12 | 0.00 0.00 | 0.00 0.00 | 0.00 0.00 |
| 9,400.00 | 10.00 | 221.29 221.29 | 9,361.02 9,459.50 | -356.68 -369.73 | -313.29 -324.75 | -336.12 -348.41 | 0.00 | 0.00 | 0.00 |
| 9,600.00 | 10.00 | 221.29 | 9,459.50 9,557.98 | -369.73 -382.77 | -324.75 -336.21 | -348.41 -360.70 | 0.00 | 0.00 | 0.00 |
| 9,700.00 | 10.00 | 221.29 | 9,656.46 | -395.82 | -347.66 | -373.00 | 0.00 | 0.00 | 0.00 |
| | | | | | | | | | |
| 9,800.00 9,900.00 | 10.00 10.00 | 221.29 221.29 | 9,754.94 9,853.42 | -408.86 -421.91 | -359.12 -370.58 | -385.29 -397.58 | 0.00 0.00 | 0.00 0.00 | 0.00 0.00 |
| 10.000.00 | 10.00 | 221.29 | 9,855.42 9,951.91 | -421.91 | -370.58 | -397.56 -409.87 | 0.00 | 0.00 | 0.00 |
| 10,000.00 | 10.00 | 221.29 | 10,050.39 | -448.00 | -393.49 | -409.87 | 0.00 | 0.00 | 0.00 |
| 10,100.00 | 10.00 | 221.29 | 10,148.87 | -461.04 | -404.95 | -434.46 | 0.00 | 0.00 | 0.00 |
| | | | | | | -446.75 | | | |
| 10,300.00 10,400.00 | 10.00 10.00 | 221.29 221.29 | 10,247.35 10,345.83 | -474.09 -487.13 | -416.41 -427.87 | -446.75 -459.04 | 0.00 0.00 | 0.00 0.00 | 0.00 0.00 |
| 10,400.00 | 10.00 | 221.29 | 10,444.31 | -500.17 | -427.87 | -459.04 | 0.00 | 0.00 | 0.00 |
| 10,600.00 | 10.00 | 221.29 | 10,542.79 | -513.22 | -450.78 | -483.63 | 0.00 | 0.00 | 0.00 |
| 10,700.00 | 10.00 | 221.29 | 10,641.27 | -526.26 | -462.24 | -495.92 | 0.00 | 0.00 | 0.00 |
| | | - | | - | | - | | | |

| Database: | HOPSPP | Local Co-ordinate Reference: | Well Top Spot 12_13 Federal Com 34H |
|-----------|-------------------------------------|------------------------------|-------------------------------------|
| Company: | ENGINEERING DESIGNS | TVD Reference: | RKB=25' @ 3606.50ft |
| Project: | PRD NM DIRECTIONAL PLANS (NAD 1983) | MD Reference: | RKB=25' @ 3606.50ft |
| Site: | Top Spot 12_13 Fed Com | North Reference: | Grid |
| Well: | Top Spot 12_13 Federal Com 34H | Survey Calculation Method: | Minimum Curvature |
| Wellbore: | Wellbore #1 | | |
| Design: | Permitting Plan | | |

| 10,800.00 10.00 221.29 10,739.76 -539.31 -473.70 -508.21 0.00 0.00 | 0.00 |
|---|--------------|
| 10,900.00 10.00 221.29 10,838.24 -552.35 -485.15 -520.51 0.00 0.00 | 0.00 |
| 11,000.00 10.00 221.29 10,936.72 -565.40 -496.61 -532.80 0.00 0.00 | 0.00 |
| 11,100.00 10.00 221.29 11,035.20 -578.44 -508.07 -545.09 0.00 0.00 | 0.00 |
| | 0.00 |
| 11,174.21 10.00 221.29 11,108.28 -588.12 -516.57 -554.21 0.00 0.00 | 0.00 |
| 11,200.00 8.26 233.40 11,133.75 -590.91 -519.54 -556.81 10.00 -6.73 | 46.93 |
| 11,300.00 8.41 307.31 11,232.94 -590.76 -531.15 -555.93 10.00 0.14 | 73.91 |
| 11,400.00 16.50 336.40 11,330.60 -573.28 -542.68 -537.74 10.00 8.09 | 29.10 |
| 11,500.00 25.94 345.76 11,423.74 -538.98 -553.77 -502.81 10.00 9.44 | 9.36 |
| 11,600.00 35.67 350.30 11,509.54 -488.92 -564.09 -452.20 10.00 9.73 | 4.54 |
| 11,700.00 45.51 353.08 11,585.39 -424.61 -573.32 -387.43 10.00 9.84 | 2.78 |
| 11,800.00 55.39 355.05 11,648.99 -348.01 -581.19 -310.49 10.00 9.88 | 1.97 |
| 11,900.00 65.30 356.60 11,698.41 -261.44 -587.45 -223.70 10.00 9.91 | 1.55 |
| 12,000.00 75.22 357.92 11,732.14 -167.55 -591.91 -129.71 10.00 9.92 | 1.32 |
| 12,100.00 85.15 359.12 11,749.16 -69.17 -594.44 -31.37 10.00 9.93 | 1.20 |
| 12,149.62 90.08 359.70 11,751.22 -19.60 -594.96 18.13 10.00 9.93 | 1.17 |
| 12,149.62 90.08 359.70 11,751.22 -19.60 -594.96 18.13 10.00 9.93 12,200.00 90.08 359.70 11,751.15 30.77 -595.22 68.42 0.00 0.00 | 0.00 |
| 12,200.00 90.08 359.70 11,751.15 30.77 -595.76 168.25 0.00 0.00 | 0.00 |
| 12,300.00 90.08 359.70 11,751.01 130.77 -596.29 268.08 0.00 0.00 | 0.00 |
| 12,500.00 90.08 359.70 11,750.72 330.77 -596.82 367.91 0.00 0.00 | 0.00 |
| | |
| 12,600.00 90.08 359.70 11,750.58 430.77 -597.35 467.75 0.00 0.00 12,700.00 90.08 359.70 11,750.43 530.76 -597.88 567.58 0.00 0.00 | 0.00 |
| | 0.00 |
| 12,800.00 90.08 359.70 11,750.29 630.76 -598.41 667.41 0.00 0.00 | 0.00 |
| 12,900.00 90.08 359.70 11,750.15 730.76 -598.95 767.24 0.00 0.00 13,000.00 90.08 359.70 11,750.00 830.76 -599.48 867.07 0.00 0.00 | 0.00 0.00 |
| | |
| 13,100.00 90.08 359.70 11,749.86 930.76 -600.01 966.90 0.00 0.00 | 0.00 |
| 13,200.00 90.08 359.70 11,749.71 1,030.76 -600.54 1,066.73 0.00 0.00 | 0.00 |
| 13,300.00 90.08 359.70 11,749.57 1,130.76 -601.07 1,166.56 0.00 0.00 | 0.00 |
| 13,400.00 90.08 359.70 11,749.43 1,230.75 -601.60 1,266.40 0.00 0.00 | 0.00 |
| 13,500.00 90.08 359.70 11,749.28 1,330.75 -602.13 1,366.23 0.00 0.00 | 0.00 |
| 13,600.00 90.08 359.70 11,749.14 1,430.75 -602.67 1,466.06 0.00 0.00 | 0.00 |
| 13,700.00 90.08 359.70 11,749.00 1,530.75 -603.20 1,565.89 0.00 0.00 | 0.00 |
| 13,800.00 90.08 359.70 11,748.85 1,630.75 -603.73 1,665.72 0.00 0.00 | 0.00 |
| 13,900.00 90.08 359.70 11,748.71 1,730.75 -604.26 1,765.55 0.00 0.00 | 0.00 |
| 14,000.00 90.08 359.70 11,748.57 1,830.75 -604.79 1,865.38 0.00 0.00 | 0.00 |
| 14,100.00 90.08 359.70 11.748.42 1.930.74 -605.32 1.965.21 0.00 0.00 | 0.00 |
| 14,200.00 90.08 359.70 11,748.28 2,030.74 -605.85 2,065.05 0.00 0.00 | 0.00 |
| 14,300.00 90.08 359.70 11,748.13 2,130.74 -606.39 2,164.88 0.00 0.00 | 0.00 |
| 14,400.00 90.08 359.70 11,747.99 2,230.74 -606.92 2,264.71 0.00 0.00 | 0.00 |
| 14,500.00 90.08 359.70 11,747.85 2,330.74 -607.45 2,364.54 0.00 0.00 | 0.00 |
| 14,600.00 90.08 359.70 11,747.70 2,430.74 -607.98 2,464.37 0.00 0.00 | 0.00 |
| 14,000.00 90.08 359.70 11,747.70 2,450.74 -007.96 2,464.57 0.00 0.00 1.00 1.00 1.00 1.00 1.00 1.0 | 0.00 |
| 14,700.00 90.08 359.70 11,747.42 2,630.73 -609.04 2,664.03 0.00 0.00 | 0.00 |
| 14,900.00 90.08 359.70 11,747.27 2,730.73 -609.58 2,763.87 0.00 0.00 | 0.00 |
| 15,000.00 90.08 359.70 11,747.13 2,830.73 -610.11 2,863.70 0.00 0.00 | 0.00 |
| 15,100.00 90.08 359.70 11,746.99 2,930.73 -610.64 2,963.53 0.00 0.00 | |
| 15,100.00 90.08 359.70 11,746.99 2,930.73 -610.64 2,963.53 0.00 0.00 15,200.00 90.08 359.70 11,746.84 3,030.73 -611.17 3,063.36 0.00 0.00 | 0.00 0.00 |
| 15,200.00 90.08 359.70 11,740.84 5,050.75 -611.17 5,063.56 0.00 0.00 0.00 | 0.00 |
| 15,400.00 90.08 359.70 11,746.55 3,230.72 -612.23 3,263.02 0.00 0.00 | 0.00 |
| 15,500.00 90.08 359.70 11,740.35 5,250.72 -012.25 5,263.02 0.00 0.00 | 0.00 |
| | |
| 15,600.00 90.08 359.70 11,746.27 3,430.72 -613.30 3,462.68 0.00 0.00 15,700.00 90.08 359.70 11,746.12 3,530.72 -613.83 3,562.52 0.00 0.00 | 0.00 0.00 |
| 15,700.00 90.08 359.70 11,745.98 3,630.72 -613.83 3,662.35 0.00 0.00 1.00 15,800.00 90.08 359.70 11,745.98 3,630.72 -614.36 3,662.35 0.00 0.00 | 0.00 |
| 15,000.00 90.08 359.70 11,745.98 3,030.72 -014.30 3,002.35 0.00 0.00 1.00 15,900.00 90.08 359.70 11,745.84 3,730.72 -014.89 3,762.18 0.00 0.00 | 0.00 |
| 16,000.00 90.08 359.70 11,745.69 3,830.72 -615.42 3,862.01 0.00 0.00 | 0.00 |
| | 0.00 |

| Database: | HOPSPP | Local Co-ordinate Reference: | Well Top Spot 12 13 Federal Com 34H |
|-----------|-------------------------------------|------------------------------|-------------------------------------|
| Company: | ENGINEERING DESIGNS | TVD Reference: | RKB=25' @ 3606.50ft |
| Project: | PRD NM DIRECTIONAL PLANS (NAD 1983) | MD Reference: | RKB=25' @ 3606.50ft |
| Site: | Top Spot 12_13 Fed Com | North Reference: | Grid |
| Well: | Top Spot 12_13 Federal Com 34H | Survey Calculation Method: | Minimum Curvature |
| Wellbore: | Wellbore #1 | | |
| Design: | Permitting Plan | | |

| Measured Depth (ft) | Inclination (°) | Azimuth (°) | Vertical Depth (ft) | +N/-S (ft) | +E/-W (ft) | Vertical Section (ft) | Dogleg Rate (°/100ft) | Build Rate (°/100ft) | Turn Rate (°/100ft) |
|---------------------------|--------------------|------------------|---------------------------|----------------------|--------------------|-----------------------------|-----------------------------|----------------------------|---------------------------|
| 16,100.00 | 90.08 | 359.70 | 11,745.55 | 3,930.71 | -615.95 | 3,961.84 | 0.00 | 0.00 | 0.00 |
| 16,200.00 | 90.08 | 359.70 | 11,745.41 | 4,030.71 | -616.48 | 4,061.67 | 0.00 | 0.00 | 0.00 |
| 16,300.00 | 90.08 | 359.70 | 11,745.26 | 4,130.71 | -617.02 | 4,161.50 | 0.00 | 0.00 | 0.00 |
| 16,400.00 | 90.08 | 359.70 | 11,745.12 | 4,230.71 | -617.55 | 4,261.33 | 0.00 | 0.00 | 0.00 |
| 16,500.00 | 90.08 | 359.70 | 11,744.97 | 4,330.71 | -618.08 | 4,361.17 | 0.00 | 0.00 | 0.00 |
| 16,600.00 | 90.08 | 359.70 | 11,744.83 | 4,430.71 | -618.61 | 4,461.00 | 0.00 | 0.00 | 0.00 |
| 16,700.00 | 90.08 | 359.70 | 11,744.69 | 4,530.70 | -619.14 | 4,560.83 | 0.00 | 0.00 | 0.00 |
| 16,800.00 | 90.08 | 359.70 | 11,744.54 | 4,630.70 | -619.67 | 4,660.66 | 0.00 | 0.00 | 0.00 |
| 16,900.00 | 90.08 | 359.70 | 11,744.40 | 4,730.70 | -620.20 | 4,760.49 | 0.00 | 0.00 | 0.00 |
| 17,000.00 | 90.08 | 359.70 | 11,744.26 | 4,830.70 | -620.74 | 4,860.32 | 0.00 | 0.00 | 0.00 |
| 17,100.00 | 90.08 | 359.70 | 11,744.11 | 4,930.70 | -621.27 | 4,960.15 | 0.00 | 0.00 | 0.00 |
| 17,200.00 | 90.08 | 359.70 | 11,743.97 | 5,030.70 | -621.80 | 5,059.98 | 0.00 | 0.00 | 0.00 |
| 17,300.00 | 90.08 90.08 | 359.70 359.70 | 11,743.83 | 5,130.70 | -622.33 -622.86 | 5,159.82 | 0.00 0.00 | 0.00 0.00 | 0.00 0.00 |
| 17,400.00 17,500.00 | 90.08 | 359.70 | 11,743.68 11,743.54 | 5,230.69 5,330.69 | -623.39 | 5,259.65 5,359.48 | 0.00 | 0.00 | 0.00 |
| 17,600.00 | 90.08 | 359.70 | 11,743.39 | 5,430.69 | -623.93 | 5,459.31 | 0.00 | 0.00 | 0.00 |
| 17,800.00 | 90.08 | 359.70 359.70 | 11,743.39 | 5,430.69 5,530.69 | -623.93 -624.46 | 5,459.31 5,559.14 | 0.00 | 0.00 | 0.00 |
| 17,800.00 | 90.08 | 359.70 | 11,743.11 | 5,630.69 | -624.99 | 5,658.97 | 0.00 | 0.00 | 0.00 |
| 17,900.00 | 90.08 | 359.70 | 11,742.96 | 5,730.69 | -625.52 | 5,758.80 | 0.00 | 0.00 | 0.00 |
| 18,000.00 | 90.08 | 359.70 | 11,742.82 | 5,830.68 | -626.05 | 5,858.63 | 0.00 | 0.00 | 0.00 |
| 18,100.00 | 90.08 | 359.70 | 11,742.68 | 5,930.68 | -626.58 | 5,958.47 | 0.00 | 0.00 | 0.00 |
| 18,200.00 | 90.08 | 359.70 | 11,742.53 | 6,030.68 | -627.11 | 6,058.30 | 0.00 | 0.00 | 0.00 |
| 18,300.00 | 90.08 | 359.70 | 11,742.39 | 6,130.68 | -627.65 | 6,158.13 | 0.00 | 0.00 | 0.00 |
| 18,400.00 | 90.08 | 359.70 | 11,742.25 | 6,230.68 | -628.18 | 6,257.96 | 0.00 | 0.00 | 0.00 |
| 18,500.00 | 90.08 | 359.70 | 11,742.10 | 6,330.68 | -628.71 | 6,357.79 | 0.00 | 0.00 | 0.00 |
| 18,600.00 | 90.08 | 359.70 | 11,741.96 | 6,430.68 | -629.24 | 6,457.62 | 0.00 | 0.00 | 0.00 |
| 18,700.00 | 90.08 | 359.70 | 11,741.81 | 6,530.67 | -629.77 | 6,557.45 | 0.00 | 0.00 | 0.00 |
| 18,800.00 | 90.08 | 359.70 | 11,741.67 | 6,630.67 | -630.30 | 6,657.28 | 0.00 | 0.00 | 0.00 |
| 18,900.00 19,000.00 | 90.08 90.08 | 359.70 359.70 | 11,741.53 11,741.38 | 6,730.67 6,830.67 | -630.83 -631.37 | 6,757.12 6,856.95 | 0.00 0.00 | 0.00 0.00 | 0.00 0.00 |
| 19,100.00 | 90.08 | 359.70 | 11,741.24 | 6,930.67 | -631.90 | 6,956.78 | 0.00 | 0.00 | 0.00 |
| 19,100.00 | 90.08 | 359.70 | 11,741.24 | 7,030.67 | -632.43 | 7,056.61 | 0.00 | 0.00 | 0.00 |
| 19,300.00 | 90.08 | 359.70 | 11,740.95 | 7,130.67 | -632.96 | 7,156.44 | 0.00 | 0.00 | 0.00 |
| 19,400.00 | 90.08 | 359.70 | 11,740.81 | 7,230.66 | -633.49 | 7,256.27 | 0.00 | 0.00 | 0.00 |
| 19,500.00 | 90.08 | 359.70 | 11,740.67 | 7,330.66 | -634.02 | 7,356.10 | 0.00 | 0.00 | 0.00 |
| 19,600.00 | 90.08 | 359.70 | 11,740.52 | 7,430.66 | -634.55 | 7,455.93 | 0.00 | 0.00 | 0.00 |
| 19,700.00 | 90.08 | 359.70 | 11,740.38 | 7,530.66 | -635.09 | 7,555.77 | 0.00 | 0.00 | 0.00 |
| 19,800.00 | 90.08 | 359.70 | 11,740.23 | 7,630.66 | -635.62 | 7,655.60 | 0.00 | 0.00 | 0.00 |
| 19,900.00 | 90.08 | 359.70 | 11,740.09 | 7,730.66 | -636.15 | 7,755.43 | 0.00 | 0.00 | 0.00 |
| 20,000.00 | 90.08 | 359.70 | 11,739.95 | 7,830.65 | -636.68 | 7,855.26 | 0.00 | 0.00 | 0.00 |
| 20,100.00 | 90.08 | 359.70 | 11,739.80 | 7,930.65 | -637.21 | 7,955.09 | 0.00 | 0.00 | 0.00 |
| 20,200.00 | 90.08 | 359.70 | 11,739.66 | 8,030.65 | -637.74 | 8,054.92 | 0.00 | 0.00 | 0.00 |
| 20,300.00 20.400.00 | 90.08 | 359.70 | 11,739.52 11.739.37 | 8,130.65 | -638.28 | 8,154.75 | 0.00 | 0.00 | 0.00 |
| 20,400.00 20,500.00 | 90.08 90.08 | 359.70 359.70 | 11,739.37 11,739.23 | 8,230.65 8,330.65 | -638.81 -639.34 | 8,254.59 8,354.42 | 0.00 0.00 | 0.00 0.00 | 0.00 0.00 |
| 20,600.00 | 90.08 | 359.70 | 11,739.09 | 8.430.65 | -639.87 | 8,454.25 | 0.00 | 0.00 | 0.00 |
| 20,800.00 | 90.08 | 359.70 | 11,738.94 | 8,530.65 8,530.64 | -639.87 | 8,554.08 | 0.00 | 0.00 | 0.00 |
| 20,800.00 | 90.08 | 359.70 | 11,738.80 | 8,630.64 | -640.93 | 8,653.91 | 0.00 | 0.00 | 0.00 |
| 20,900.00 | 90.08 | 359.70 | 11,738.65 | 8,730.64 | -641.46 | 8,753.74 | 0.00 | 0.00 | 0.00 |
| 21,000.00 | 90.08 | 359.70 | 11,738.51 | 8,830.64 | -642.00 | 8,853.57 | 0.00 | 0.00 | 0.00 |
| 21,100.00 | 90.08 | 359.70 | 11,738.37 | 8,930.64 | -642.53 | 8,953.40 | 0.00 | 0.00 | 0.00 |
| 21,200.00 | 90.08 | 359.70 | 11,738.22 | 9,030.64 | -643.06 | 9,053.24 | 0.00 | 0.00 | 0.00 |
| 21,300.00 | 90.08 | 359.70 | 11,738.08 | 9,130.63 | -643.59 | 9,153.07 | 0.00 | 0.00 | 0.00 |
| 21,400.00 | 90.08 | 359.70 | 11,737.94 | 9,230.63 | -644.12 | 9,252.90 | 0.00 | 0.00 | 0.00 |
| 21,500.00 | 90.08 | 359.70 | 11,737.79 | 9,330.63 | -644.65 | 9,352.73 | 0.00 | 0.00 | 0.00 |
| | | | | | | | | | |

OXY Planning Report

| Database: | HOPSPP | Local Co-ordinate Reference: | Well Top Spot 12_13 Federal Com 34H |
|-----------|-------------------------------------|------------------------------|-------------------------------------|
| Company: | ENGINEERING DESIGNS | TVD Reference: | RKB=25' @ 3606.50ft |
| Project: | PRD NM DIRECTIONAL PLANS (NAD 1983) | MD Reference: | RKB=25' @ 3606.50ft |
| Site: | Top Spot 12_13 Fed Com | North Reference: | Grid |
| Well: | Top Spot 12_13 Federal Com 34H | Survey Calculation Method: | Minimum Curvature |
| Wellbore: | Wellbore #1 | | |
| Design: | Permitting Plan | | |

Planned Survey

| Measured Depth (ft) | Inclination (°) | Azimuth (°) | Vertical Depth (ft) | +N/-S (ft) | +E/-W (ft) | Vertical Section (ft) | Dogleg Rate (°/100ft) | Build Rate (°/100ft) | Turn Rate (°/100ft) |
|---------------------------|--------------------|----------------|---------------------------|---------------|---------------|-----------------------------|-----------------------------|----------------------------|---------------------------|
| 21,600.00 | 90.08 | 359.70 | 11,737.65 | 9,430.63 | -645.18 | 9,452.56 | 0.00 | 0.00 | 0.00 |
| 21,700.00 | 90.08 | 359.70 | 11,737.51 | 9,530.63 | -645.72 | 9,552.39 | 0.00 | 0.00 | 0.00 |
| 21,800.00 | 90.08 | 359.70 | 11,737.36 | 9,630.63 | -646.25 | 9,652.22 | 0.00 | 0.00 | 0.00 |
| 21,900.00 | 90.08 | 359.70 | 11,737.22 | 9,730.63 | -646.78 | 9,752.05 | 0.00 | 0.00 | 0.00 |
| 22,000.00 | 90.08 | 359.70 | 11,737.07 | 9,830.62 | -647.31 | 9,851.89 | 0.00 | 0.00 | 0.00 |
| 22,100.00 | 90.08 | 359.70 | 11,736.93 | 9,930.62 | -647.84 | 9,951.72 | 0.00 | 0.00 | 0.00 |
| 22,200.00 | 90.08 | 359.70 | 11,736.79 | 10,030.62 | -648.37 | 10,051.55 | 0.00 | 0.00 | 0.00 |
| 22,300.00 | 90.08 | 359.70 | 11,736.64 | 10,130.62 | -648.90 | 10,151.38 | 0.00 | 0.00 | 0.00 |
| 22,399.62 | 90.08 | 359.70 | 11,736.50 | 10,230.24 | -649.43 | 10.250.83 | 0.00 | 0.00 | 0.00 |

Design Targets

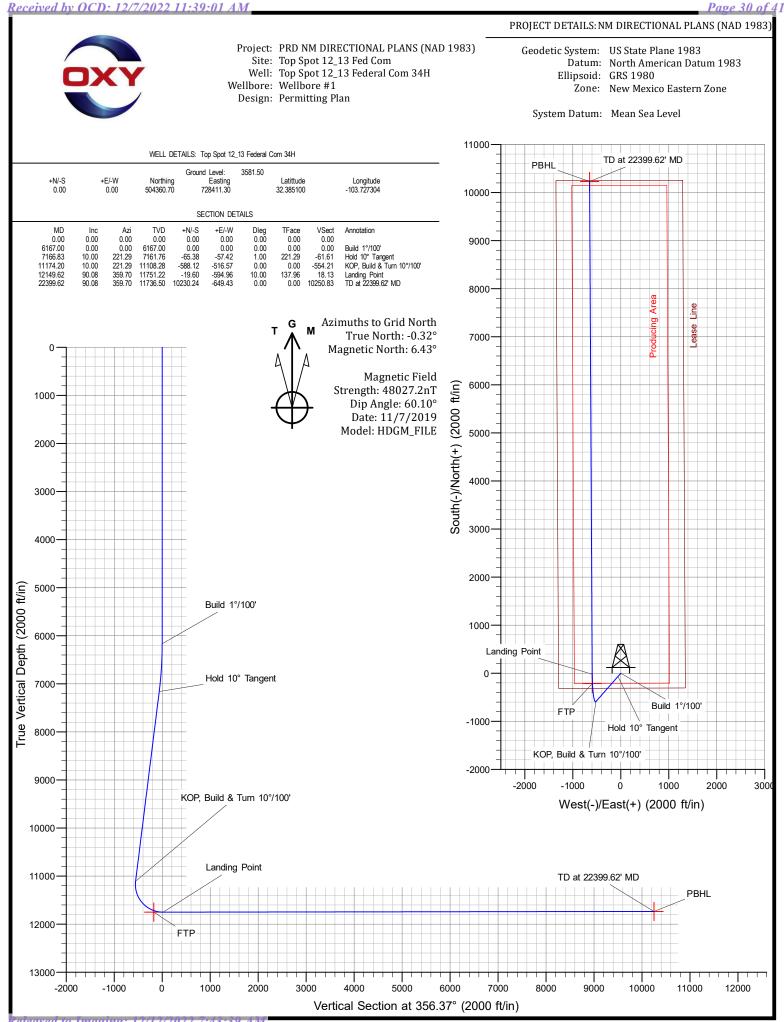
| Target Name - hit/miss target - Shape | Dip Angle (°) | Dip Dir. (°) | TVD (ft) | +N/-S (ft) | +E/-W (ft) | Northing (usft) | Easting (usft) | Latitude | Longitude |
|--|----------------------|-----------------|--------------------------|-------------------------|---------------------------|----------------------------|-------------------|-----------|-------------|
| PBHL (Top Spot - plan hits target cer - Point | 0.00 nter | 0.00 | 11,736.50 | 10,230.24 | -649.43 | 514,590.40 | 727,761.90 | 32.413228 | -103.729221 |
| FTP (Top Spot 12_13 - plan misses target - Point | 0.00 center by 31 | | 11,751.50 964.21ft MD | -212.61 (11721.95 T√ | -593.93 ⁄D, -201.82 N, | 504,148.10 , -590.53 E) | 727,817.40 | 32.384525 | -103.729232 |

Formations

| Measured Depth (ft) | Vertical Depth (ft) | Name | Lithology | Dip (°) | Dip Direction (°) |
|---------------------------|---------------------------|-----------------|-----------|------------|-------------------------|
| 834.50 | 834.50 | RUSTLER | | | |
| 1,133.50 | 1,133.50 | SALADO | | | |
| 2,873.50 | 2,873.50 | CASTILE | | | |
| 4,487.50 | 4,487.50 | DELAWARE | | | |
| 4,542.50 | 4,542.50 | BELL CANYON | | | |
| 5,412.50 | 5,412.50 | CHERRY CANYON | | | |
| 6,636.02 | 6,635.50 | BRUSHY CANYON | | | |
| 8,408.42 | 8,384.50 | BONE SPRING | | | |
| 9,545.69 | 9,504.50 | BONE SPRING 1ST | | | |
| 10,162.06 | 10,111.50 | BONE SPRING 2ND | | | |
| 11,201.77 | 11,135.50 | BONE SPRING 3RD | | | |
| 11,799.13 | 11,648.50 | WOLFCAMP | | | |
| | | | | | |

Plan Annotations

| Measured | Vertical | Local Coor | dinates | |
|---------------|---------------|---------------|---------------|----------------------------|
| Depth (ft) | Depth (ft) | +N/-S (ft) | +E/-W (ft) | Comment |
| 6,167.00 | 6,167.00 | 0.00 | 0.00 | Build 1°/100' |
| 7,166.83 | 7,161.76 | -65.38 | -57.42 | Hold 10° Tangent |
| 11,174.21 | 11,108.28 | -588.12 | -516.57 | KOP, Build & Turn 10°/100' |
| 12,149.62 | 11,751.22 | -19.60 | -594.96 | Landing Point |
| 22,399.62 | 11,736.50 | 10,230.24 | -649.43 | TD at 22399.62' MD |



Released to Imaging: 12/12/2022 7:43:39 AM

TenarisHydril

5.500" 20.00 lb/ft P110-CY TenarisHydril Wedge 461™ Matched Strength

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Special Data Sheet TH DS-20.0359 12 August 2020 Rev 00

| Nominal OD | 5.500 in. | Wall Thickness | 0.361 in. | Grade | P110-CY |
|-------------------------|------------------|------------------------|----------------|---------------------------|------------------|
| Min Wall Thickness | 87.5% | Туре | CASING | Connection OD Option | MATCHED STRENGTH |
| Pipe Body Data | | | | | |
| Geometry | | | | Performance | |
| Nominal OD | 5.500 in. | Nominal ID | 4.778 in. | Body Yield Strength | 641 x 1000 lbs |
| Nominal Weight | 20.00 lbs/ft | Wall Thickness | 0.361 in. | Internal Yield | 12640 psi |
| Standard Drift Diameter | 4.653 in. | Plain End Weight | 19.83 lbs/ft | SMYS | 110000 psi |
| Special Drift Diameter | N/A | OD Tolerance | API | Collapse Pressure | 11110 psi |
| Connection Data | | | | | |
| Geometry | | Performance | | Make-up Torques | |
| Matched Strength OD | 6.050 in. | Tension Efficiency | 100% | Minimum | 17000 ft-lbs |
| Make-up Loss | 3.775 in. | Joint Yield Strength | 641 x 1000 lbs | Optimum | 18000 ft-lbs |
| Threads per in. | 3.40 | Internal Yield | 12640 psi | Maximum | 21600 ft-lbs |
| Connection OD Option | MATCHED STRENGTH | Compression Efficiency | 100% | Operational Limit Torques | ; |
| Coupling Length | 7.714 in. | Compression Strength | 641 x 1000 lbs | Operating Torque | 32000 ft-lbs |
| | | Bending | 92 °/100 ft | Yield Torque | 38000 ft-lbs |
| | | Collapse | 11110 psi | Buck-On Torques | |
| | | | | Minimum | 21600 ft-lbs |
| | | | | Maximum | 23100 ft-lbs |
| Notos | | | | | |

Notes

*If you need to use torque values that are higher than the maximum indicated, please contact a local Tenaris technical sales representative

PECOS DISTRICT DRILLING CONDITIONS OF APPROVAL

All previous COAs still apply. Potash boundary reviewed and revised

| TOP SPOT 12 13 FED COM | 312H | 313H | 34H | 35H |
|------------------------|---------------|---------------|---------------|--------------|
| USWN | 3001547626 | 3001547625 | 3001547949 | 3001547887 |
| LEASE NUMBER | NMNM29233 | NMNM29233 | NMNM29233 | NMNM29233 |
| NEW BHL | 20'/N 2580'/W | 20'/N 1190'/E | 20'/N 1940'/E | 20'/N 440'/E |

COA

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

A. HYDROGEN SULFIDE

A Hydrogen Sulfide (H2S) Drilling Plan shall be AT SPUD. As a result, the Hydrogen Sulfide area must meet Onshore Order 6 requirements, which includes equipment and personnel/public protection items. If Hydrogen Sulfide is encountered, please provide measured values and formations to the BLM.

B. CASING

Alternate Casing Design:

- 1. The **10-3/4** inch surface casing shall be set at approximately **891** feet (a minimum of 70 feet (Eddy County) into the Rustler Anhydrite and above the salt) and cemented to the surface.
 - a. If cement does not circulate to the surface, the appropriate BLM office shall be notified and a temperature survey utilizing an electronic type temperature survey with surface log readout will be used or a cement bond log shall be run to verify the top of the cement. Temperature survey will be run a minimum of six hours after pumping cement and ideally between 8-10 hours after completing the cement job.
 - b. Wait on cement (WOC) time for a primary cement job will be a minimum of

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

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

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

2. The **7-5/8** inch intermediate casing shall be set at approximately **11,199** feet. The minimum required fill of cement behind the **7-5/8** inch intermediate casing is:

Option 1 (Single Stage):

• Cement to surface. If cement does not circulate see B.1.a, c-d above. Wait on cement (WOC) time for a primary cement job is to include the lead cement slurry due to cave/karst or potash.

Option 2:

Operator has proposed a DV tool, the depth may be adjusted as long as the cement is changed proportionally. The DV tool may be cancelled if cement circulates to surface on the first stage.

- a. First stage to DV tool: Cement to circulate. If cement does not circulate off the DV tool, contact the appropriate BLM office before proceeding with second stage cement job.
- b. Second stage above DV tool:
 - Cement to surface. If cement does not circulate, contact the appropriate BLM office.
 Wait on cement (WOC) time for a primary cement job is to include the lead cement slurry due to cave/karst or potash.
- In <u>Secretary Potash Areas</u> if cement does not circulate to surface on the first two casing strings, the cement on the 3rd casing string must come to surface.

Operator has proposed to pump down 7-5/8" X 10-3/4" annulus. <u>Operator must top</u> <u>out cement after the bradenhead squeeze and verify cement to surface. Operator</u> <u>can also check TOC with Echo-meter. CBL must be run from TD of the 7-5/8"</u> <u>casing to surface if confidence is lacking on the quality of the bradenhead squeeze</u> <u>cement job. Submit results to BLM.</u> 3. The **5-1**/2 inch production casing shall be set at approximately **22,547** feet. The minimum required fill of cement behind the **5-1**/2 inch production casing is:

Option 1 (Single Stage):

• Cement should tie-back at least **500 feet** into previous casing string. Operator shall provide method of verification.

Option 2:

Operator has proposed a DV tool, the depth may be adjusted as long as the cement is changed proportionally. The DV tool may be cancelled if cement circulates to surface on the first stage.

- a. First stage to DV tool: Cement to circulate. If cement does not circulate off the DV tool, contact the appropriate BLM office before proceeding with second stage cement job.
- b. Second stage above DV tool:
 - Cement should tie-back at least **500 feet** into previous casing string. Operator shall provide method of verification.

C. PRESSURE CONTROL

- 1. Variance approved to use flex line from BOP to choke manifold. Manufacturer's specification to be readily available. No external damage to flex line. Flex line to be installed as straight as possible (no hard bends).'
- Operator has proposed a multi-bowl wellhead assembly. This assembly will only be tested when installed on the surface casing. Minimum working pressure of the blowout preventer (BOP) and related equipment (BOPE) required for drilling below the surface casing shoe shall be 10,000 (10M) psi. Variance is approved to use a 5000 (5M) Annular which shall be tested to 3500 (3.5M) 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.

BOPE Break Testing Variance (Note: For 5M BOPE or less)

- BOPE Break Testing is ONLY permitted for 5M BOPE or less.
- BOPE Break Testing is NOT permitted to drilling the production hole section.
- While in transfer between wells, the BOPE shall be secured by the hydraulic carrier or cradle.
- Any well control event while drilling require notification to the BLM Petroleum Engineer prior to the commencement of any BOPE Break Testing operations.
- A full BOPE test is required prior to drilling the first deep intermediate hole section. If any subsequent hole interval is deeper than the first, a full BOPE test will be required.
- The BLM is to be contacted (575-361-2822 Eddy County) 4 hours prior to BOPE tests.
- As a minimum, a full BOPE test shall be performed at 21-day intervals.
- In the event any repairs or replacement of the BOPE is required, the BOPE shall test as per Onshore Oil and Gas Order No. 2.

OFFLINE CEMENTING AND BREAK TESTING IS APPROVED FOR THE SURFACE AND INTERMEDIATE SECTIONS.

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 2nd Rig. Rig to be moved in within 90 days of notification that Spudder Rig has left the location.
 - BOP/BOPE test to be conducted per Onshore Oil and Gas Order No. 2 as soon as 2nd Rig is rigged up on well.
- 2. Floor controls are required for 3M or Greater systems. These controls will be on the rig floor, unobstructed, readily accessible to the driller and will be operational at all times during drilling and/or completion activities. Rig floor is defined as the area immediately around the rotary table; the area immediately above the substructure on which the draw works are located, this does not include the dog house or stairway area.
- 3. The record of the drilling rate along with the GR/N well log run from TD to surface (horizontal well vertical portion of hole) shall be submitted to the BLM office as well as all other logs run on the borehole 30 days from completion. If available, a digital copy of the logs is to be submitted in addition to the paper copies. The Rustler top and top and bottom of Salt are to be recorded on the Completion Report.

A. CASING

1. Changes to the approved APD casing program need prior approval if the items substituted are of lesser grade or different casing size or are Non-API. The Operator

can exchange the components of the proposal with that of superior strength (i.e. changing from J-55 to N-80, or from 36# to 40#). Changes to the approved cement program need prior approval if the altered cement plan has less volume or strength or if the changes are substantial (i.e. Multistage tool, ECP, etc.). The initial wellhead installed on the well will remain on the well with spools used as needed.

- <u>Wait on cement (WOC) for Potash Areas:</u> After cementing but before commencing any tests, the casing string shall stand cemented under pressure until both of the following conditions have been met: 1) cement reaches a minimum compressive strength of 500 psi for all cement blends, 2) until cement has been in place at least <u>24 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.

KPI – 11-23-2022

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

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

CONDITIONS

| Operator: | OGRID: |
|-----------------------|--------------------------------------|
| OXY USA INC | 16696 |
| P.O. Box 4294 | Action Number: |
| Houston, TX 772104294 | 164867 |
| | Action Type: |
| | [C-103] NOI Change of Plans (C-103A) |
| | |

CONDITIONS

| Created By | Condition | Condition Date |
|------------|---|----------------|
| kpickford | Adhere to previous NMOCD Conditions of Approval | 12/12/2022 |

Action 164867