Form 3160-3 FORM APPROVED OMB No. 1004-0137 (June 2015) Expires: January 31, 2018 **UNITED STATES** DEPARTMENT OF THE INTERIOR 5 Lease Serial No. NMNM128836 BUREAU OF LAND MANAGEMENT APPLICATION FOR PERMIT TO DRILL OR REENTER 6. If Indian, Allotee or Tribe Name 7. If Unit or CA Agreement, Name and No. ✓ DRILL REENTER 1a. Type of work: 1b. Type of Well: ✓ Oil Well Gas Well Other 8. Lease Name and Well No. 1c. Type of Completion: Hydraulic Fracturing ✓ Single Zone Multiple Zone **GOLDEN TEE 31 FED COM** [331355] 602H 2. Name of Operator 9. API Well No. 30-025-50930 [330396] AVANT OPERATING LLC 3a. Address 3b. Phone No. (include area code) 10. Field and Pool, or Exploratory [2205] 1515 WYNKOOP STREET, SUITE 700, DENVER, CO 802 (720) 746-5045 Antelope Ridge/Bone Spring North 4. Location of Well (Report location clearly and in accordance with any State requirements.*) 11. Sec., T. R. M. or Blk. and Survey or Area SEC 31/T22S/R35E/NMP At surface NENW / 185 FNL / 1530 FWL / LAT 32.3549127 / LONG -103.4102255 At proposed prod. zone LOT 5 / 2540 FNL / 1254 FWL / LAT 32.3339276 / LONG -103.411159 14. Distance in miles and direction from nearest town or post office* 12. County or Parish 13 State LEA NM 15 miles 15. Distance from proposed* 16. No of acres in lease 17. Spacing Unit dedicated to this well 185 feet location to nearest property or lease line, ft. 236.99 (Also to nearest drig. unit line, if any) 18. Distance from proposed location* 19. Proposed Depth 20. BLM/BIA Bond No. in file to nearest well, drilling, completed, 30 feet 11270 feet / 18807 feet FED: applied for, on this lease, ft. 21. Elevations (Show whether DF, KDB, RT, GL, etc.) 22. Approximate date work will start* 23. Estimated duration 3455 feet 03/01/2021 60 days 24. Attachments The following, completed in accordance with the requirements of Onshore Oil and Gas Order No. 1, and the Hydraulic Fracturing rule per 43 CFR 3162.3-3 (as applicable) 1. Well plat certified by a registered surveyor. 4. Bond to cover the operations unless covered by an existing bond on file (see 2. A Drilling Plan. Item 20 above) 3. A Surface Use Plan (if the location is on National Forest System Lands, the 5. Operator certification. 6. Such other site specific information and/or plans as may be requested by the SUPO must be filed with the appropriate Forest Service Office). 25. Signature Name (Printed/Typed) Date (Electronic Submission) BRIAN WOOD / Ph: (720) 746-5045 02/02/2021 Title President Approved by (Signature) Date Name (Printed/Typed) (Electronic Submission) CHRISTOPHER WALLS / Ph: (575) 234-2234 12/28/2022 Title Office Petroleum Engineer Carlsbad Field Office Application approval 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. Conditions of approval, if any, are attached. 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. NGMP Rec 12/28/2022

NGWIP Rec 12/28/2022

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*(Instructions on page 2)

DISTRICT I 1625 N. French Dr., Hobbs, N.M. 88240 Phone: (575) 393-8181 Fax: (575) 393-0720

DISTRICT II 811 S. Flest St., Artesia, N.M. 88210 Phone: (575) 748-1283 Fax: (575) 748-9720

DISTRICT III
1000 Rio Brazos Rd., Aztec, N.M. 87410
Phone: (505) 334-8178 Fax: (505) 334-8170
DISTRICT IV

<u>DISTRICT IV</u> 1220 S. St. Francis Dr., Santa Fe, N.M. 87505 Phone: (505) 478-3480 Fax: (505) 476-3482

236.99

State of New Mexico
Energy, Minerals & Natural Resources Department

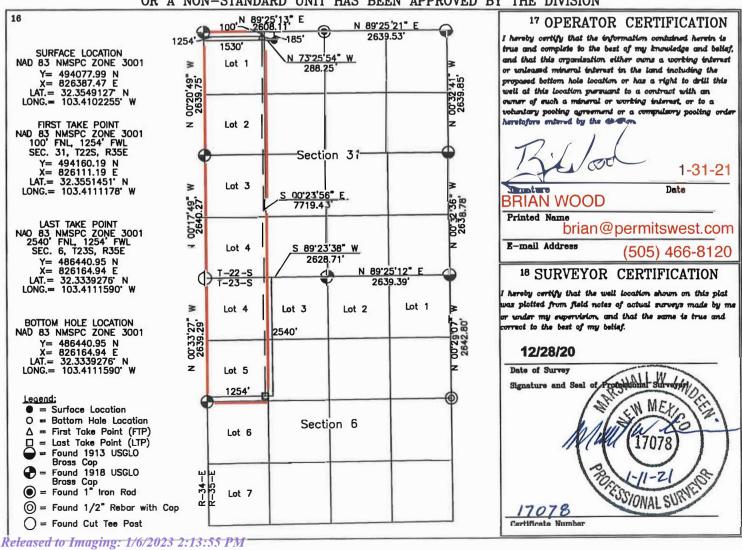
OIL CONSERVATION DIVISION 1220 South St. Francis Dr. Santa Fe, N.M. 87505 Form C-102
Revised August 1, 2011
Submit one copy to appropriate
District Office

☐ AMENDED REPORT

WELL LOCATION AND ACREAGE DEDICATION PLAT

1 API	Number			Pool Cod	le		³ Pool	Name						
30-025-5	0930			2205		ANTELOPE RIDGE; BONE SPRING, NOR								
3()-Propert.y Co	ode		Property Name											
331355					602H									
OGRID N					*Operator	Name		İ	• Klevation					
33039	6				Avant Opera	ting, LLC			3455					
					¹⁰ Surface	Location								
UL or lot no.	Section	Township	Range	Lot Idn	Feet from the	North/South line	Feet from the	East, West line	County					
С	31	22 S	35 E		185	North	1530	West	Lea					
			¹¹ Bott	om Hole	Location If	Different Fro	m Surface							
UL or lot no.	Section	Township	Range	Lot Idn	Feet from the	North/South line	Feet from the	East/West line	County					
E	6	23 S	West	Lea										
Dedicated Acre	18		19 Joint or	Infill 14 Cor	solidation Code	Order No.								

NO ALLOWABLE WILL BE ASSIGNED TO THIS COMPLETION UNTIL ALL INTERESTS HAVE BEEN CONSOLIDATED OR A NON-STANDARD UNIT HAS BEEN APPROVED BY THE DIVISION



District I
1625 N. French Dr., Hobbs, NM 88240
District II
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1000 Rio Brazos Road, Aztec, NM 87410
District IV
1220 S. St. Francis Dr., Santa Fe, NM 87505

State of New Mexico Energy, Minerals and Natural Resources Department

Submit Original to Appropriate District Office

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

GAS CAPTURE PLAN

Date: 1/29/2021

11	0 1
Х	Original
Λ	Ongmai
	011511141

Operator & OGRID No.: Avant Operating, LLC (330396)

☐ Amended - Reason for Amendment:

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

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

Well(s)/Production Facility - Name of facility

The well(s) that will be located at the production facility are shown in the table below.

Well	API	SHL (ULSTR)	SHL Footages	Expected MCF/D	Flared or Vented	Comments
Golden Tee 31 Fed Com 601H	30-025-	C-31-22S-35E	185 FNL & 1500 FWL	1500	30 days	Time depends on well clean up
Golden Tee 31 Fed Com 602H	30-025-	C-31-22S-35E	185 FNL & 1530 FWL	1500	30 days	Time depends on well clean up
Golden Tee 31 Fed Com 603H	30-025-	C-31-22S-35E	185 FNL & 1560 FWL	1500	30 days	Time depends on well clean up

Gathering System and Pipeline Notification

Well(s) will be connected to a production facility after flowback operations are complete, if gas transporter system is in place. Gas from the pad may be piped north 500' to an existing Lucid Energy Delaware, LLC (371960) line in SESW 30-22s-35e. Final route depends on archaeology and botany inspection results and surface owner consents. Avant Operating, LLC will provide (periodically) to its Gas Transporter a drilling, completion and estimated first production date for wells that are scheduled to be drilled in the foreseeable future. In addition, Avant Operating, LLC and its Gas Transporter have periodic conference calls to discuss changes to drilling and completion schedules. Gas from these wells will be processed at an as yet undetermined Gas Transporter Processing Plant located in Lea County, New Mexico. The actual flow of the gas will be based on compression operating parameters and gathering system pressures.

Flowback Strategy

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

Alternatives to Reduce Flaring

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

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

Released to Imaging? 17092023 200355 PM sidue gas is still flared, and uneconomical to operate when gas volume declines

State of New Mexico Energy, Minerals and Natural Resources Department

Submit Electronically Via E-permitting

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

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.

Section 1 – Plan Description <u>Effective May 25, 2021</u>

I. Operator: Avant	Operating, LLC	OGRID: 330396		Date: 12/15	5/22	
II. Type: ⊠ Original If Other, please descri					(6)(b) NMAC 🗆 (Other.
III. Well(s): Provide be recompleted from					wells proposed to	be drilled or proposed to
Well Name	API	ULSTR	Footages	Anticipated Oil BBL/D	Anticipated Gas MCF/D	Anticipated Produced Water BBL/D
Golden Tee 31 Fed Com 601H		C-31-22S-35E	185 FNL; 1500 FWL	2,700	6,000	10,500
Golden Tee 31 Fed Com 602H	30-025-50930	C-31-22S-35E	185 FNL; 1530 FWL	2,700	6,000	10,500
Golden Tee 31 Fed Com 603H		C-31-22S-35E	185 FNL; 1560 FWL	2,700	6,000	10,500

IV. Central Delivery Point Name:	Golden Tee Pad 3	[See 19.15.27.9(D)(1) NMAC]
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V. Anticipated Schedule: Provide the following information for each new or recompleted well or set of wells proposed to be drilled or proposed to be recompleted from a single well pad or connected to a central delivery point.

Well Name	API	Spud Date	TD Reached	Completion	Initial Flow	First Production
			Date	Commencement Date	Back Date	Date
Golden Tee 31 Fed		03/16/2023	04/29/2023	05/26/2023	07/10/2023	07/17/2023
Com 601H						
Golden Tee 31 Fed	20.025.50020	03/17/2023	04/20/2023	05/26/2023	07/10/2023	07/17/2023
Com 602H	30-025-50930					
Golden Tee 31 Fed		03/18/2023	04/11/2023	05/26/2023	07/10/2023	07/17/2023
Com 603H						
		•				

- VI. Separation Equipment: Attach a complete description of how Operator will size separation equipment to optimize gas capture.
- VII. Operational Practices:

 ☐ Attach a complete description of the actions Operator will take to comply with the requirements of Subsection A through F of 19.15.27.8 NMAC.
- VIII. Best Management Practices:

 ☐ Attach a complete description of Operator's best management practices to minimize venting during active and planned maintenance.

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	Available Maximum Daily Capacity
_	-		Start Date	of System Segment Tie-in

- **XI. Map.** \square 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 \square will \square 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 \square does \square 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:

 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 <u>Effective May 25, 2021</u>

Operator certifies that, after reasonable inquiry and based on the available information at the time of submittal: ☑ 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 □ 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: power generation on lease; (a) **(b)** power generation for grid; (c) compression on lease; (d) liquids removal on lease; (e) reinjection for underground storage; **(f)** reinjection for temporary storage;

- reinjection for enhanced oil recovery; (g)
- (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
- 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.

and Gas Act.	
Signature:	Blood
Printed Name: BRIAN WOOD	
Title: CONSULTANT	
E-mail Address: brian@permitswest.com	
Date: 12-15-22	
Phone: 505 466-8120	
	OIL CONSERVATION DIVISION
	(Only applicable when submitted as a standalone form)
Approved By:	
Title:	
Approval Date:	
Conditions of Approval:	

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

Avant Operating, LLC Natural Gas Management Plan

- VI. Separation equipment will be sized by construction engineering staff based on stated manufacturer daily throughput capacities and anticipated daily production rates to ensure adequate capacity. Closed vent system piping, compression needs, and VRUs will be sized utilizing ProMax modelling software to ensure adequate capacity for anticipated production volumes and conditions.
- VII. Avant Operating, LLC (Avant) will take the following actions to comply with the regulations listed in 19.15.27.8:
 - A. Avant will maximize the recovery of natural gas by minimizing the waste, as defined by 19.15.2 NMAC, of natural gas through venting and flaring. Avant will ensure that well(s) will be connected to a natural gas gathering system with sufficient capacity to transport natural gas.
 - B. All drilling operations will be equipped with a rig flare located at least 100' from the nearest surface hole. Rig flare will be utilized to combust any natural gas that is brought to surface during normal drilling operations. In the case of emergency venting or flaring the volumes will be estimated and reported appropriately.
 - C. During completion operations any natural gas brought to surface will be flared. Immediately following the finish of completion operations, all well flowback will be directed to permanent separation equipment. Produced natural gas from separation equipment will be sent to sales. It is not anticipated that gas will not meet pipeline standards. However, if natural gas does not meet gathering pipeline quality specifications, Avant will flare the natural gas for 60 days or until the natural gas meets the pipeline quality specifications, whichever is sooner. Avant will ensure that the flare is sized properly and is equipped with automatic igniter or continuous pilot. The gas sample will be analyzed twice per week and the gas will be routed into a gathering system as soon as pipeline specifications are met.
 - D. Natural gas will not be flared with the exceptions and provisions listed in the 19.15.27.8 D.(I) through (4). If there is no adequate takeaway for the separator gas, well(s) will be shut in until the natural gas gathering system is available with exception of emergency or malfunction situations. Venting and/or flaring volumes will be estimated and repo1ted appropriately.
 - E. Avant will comply with the performance standards requirements and provisions listed in 19.15.27.8 (I) through (8). All equipment will be designed and sized to handle maximum anticipated pressures and throughputs to minimize the waste. Production storage tanks constructed after May 25, 2021, will be equipped with automatic gauging system. Flares constructed after May 25, 2021, will be equipped with automatic igniter or continuous pilot. Flares will be located at least 100' from the well and storage tanks unless otherwise approved by the division. Avant will conduct AVO inspections as described in 19.15.27.8 E (5) (a) with frequencies specified in 19.15.27.8 E (5) (b) and (c). All emergencies will be resolved as quickly and safely as feasible to minimize waste.
 - F. The volume of natural gas that is vented or flared as the result of malfunction or emergency during drilling and completions operations will be estimated. The volume of natural gas that is vented, flared, or beneficially used during production operations, will be measured, or estimated. Avant will install equipment to measure

Well Name: GOLDEN TEE 31 FED COM

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

Drilling Plan Data Report

12/28/2022

APD ID: 10400068597

Submission Date: 02/02/2021

Highlighted data reflects the most recent changes

Operator Name: AVANT OPERATING LLC

Well Number: 602H

Well Type: OIL WELL

Well Work Type: Drill

Show Final Text

Section 1 - Geologic Formations

Formation			True Vertical			Mineral Resources	Producing
ID	Formation Name	Elevation		Depth	Lithologies		Formatio
1537986	QUATERNARY	3455	0	0	OTHER : Caliche	USEABLE WATER	N
1537980	RUSTLER ANHYDRITE	1631	1824	1824	ANHYDRITE	NONE	N
1537981	TOP SALT	1265	2190	2190	SALT	NONE	N
1537975	BOTTOM SALT	-595	4050	4057	SALT	NONE	N
1537976	SALADO	-764	4219	4227	SALT	NONE	N
1537983	CAPITAN REEF	-1333	4788	4798	LIMESTONE	USEABLE WATER	N
1537971	CHERRY CANYON	-2474	5929	5939	SANDSTONE	NATURAL GAS, OIL	N
1537972	BRUSHY CANYON	-3793	7248	7258	SANDSTONE	NATURAL GAS, OIL	N
1537979	BONE SPRING LIME	-5261	8716	8726	LIMESTONE	NATURAL GAS, OIL	N
1537984	AVALON SAND	-5342	8797	8807	LIMESTONE, OTHER :	NATURAL GAS, OIL	N
1537987	AVALON SAND	-5597	9052	9062	LIMESTONE, OTHER :	NATURAL GAS, OIL	N
1537985	BONE SPRING 1ST	-6276	9731	9741	SANDSTONE	NATURAL GAS, OIL	N
1537988	BONE SPRING 2ND	-6802	10257	10267	SANDSTONE	NATURAL GAS, OIL	N
1537973	BONE SPRING 3RD	-7116	10571	10581	OTHER : Carbonate	NATURAL GAS, OIL	Y

Section 2 - Blowout Prevention

Well Name: GOLDEN TEE 31 FED COM Well Number: 602H

Pressure Rating (PSI): 5M Rating Depth: 12000

Equipment: A minimum 5M system will be used. The minimum blowout preventer equipment (BOPE) shown in BOP Diagram will consist of a single ram, mud cross and double ram-type (10,000 psi WP) preventer, and an annular preventer (5000-psi WP). Both units will be hydraulically operated, and the ram-type will be equipped with blind rams on bottom and drill pipe rams on top. All BOPE will be tested in accordance with Onshore Oil & Gas Order 2.

Requesting Variance? YES

Variance request: Variance is requested to use a co-flex line between the BOP and choke manifold (instead of using a 4" OD steel line). Co-flex line will be tested in accordance with highest BOP test pressures (5000 psi) before drilling out of surface casing and (5000 psi) before drilling out of intermediate casing. Pressure tests will be charted for records. The manufacturers hydrostatic test report will be kept on location for inspection.

Testing Procedure: Before drilling out of the surface casing, the ram-type BOP and accessory equipment will be tested to 5000 (high) / 250 (low) psig and the annular preventer to 3500 (high) / 250 (low) psig by an independent service company. Test charts will be kept on location at all times. Surface casing will be tested to 1500 psi for 30 minutes. Before drilling out of the intermediate casing, the ram-type BOP and accessory equipment will be tested to 5000 (high) / 250 (low) psig and the annular preventer to 3500 (high) / 250 (low) psig by an independent service company. Test charts will be kept on location at all times. Intermediate casing will be tested to 2000 psi for 30 minutes. A solid steel body pack-off will be used after running and cementing the intermediate casing. After installation, pack-off and lower flange will be pressure tested to 5000 psi. 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. A hydraulically operated choke will be installed prior to drilling out of the intermediate casing shoe. This pressure test will be repeated at least once every 30 days, as per Onshore Order 2. Kelly cock will be kept in the drill string at all times. Full opening drill pipe stabbing valve (inside BOP) with proper drill pipe connections will be on the rig floor at all time. The multi-bowl wellhead will be installed by a third-party welder while being monitored by the vendors representative. All BOP equipment will be tested using a conventional test plug - not a cup or J-packer type. Both the surface and intermediate casing strings will be tested as per Onshore Order 2 to at least 0.22 psi/ft or 1500 psi, whichever is greater.

Choke Diagram Attachment:

GoldenTee_602H_Choke_20210202110300.pdf

BOP Diagram Attachment:

GoldenTee_602H_BOP_20210202110305.pdf

Section 3 - Casing

Casing ID	String Type	Hole Size	Csg Size	Condition	Standard	Tapered String	Top Set MD	Bottom Set MD	Top Set TVD	Bottom Set TVD	Top Set MSL	Bottom Set MSL	Calculated casing length MD	Grade	Weight	Joint Type	Collapse SF	Burst SF	Joint SF Type	Joint SF	Body SF Type	Body SF
1	SURFACE	17.5	13.375	NEW	API	N	0	1875	0	1875	3455	1580	1875	J-55	54.5	ST&C	l_	1.12 5	DRY	1.6	DRY	1.6
2	INTERMED IATE	12.2 5	9.625	NEW	API	N	0	4000	0	3993	3449	-538	4000	J-55	40	LT&C	1.12 5	1.12 5	DRY	1.6	DRY	1.6

Well Name: GOLDEN TEE 31 FED COM

Well Number: 602H

Casing ID	String Type	Hole Size	Csg Size	Condition	Standard	Tapered String	Top Set MD	Bottom Set MD	Top Set TVD	Bottom Set TVD	Top Set MSL	Bottom Set MSL	Calculated casing length MD	Grade	Weight	Joint Type	Collapse SF	Burst SF	Joint SF Type	Joint SF	Body SF Type	Body SF
	INTERMED IATE	12.2 5	9.625	NEW	API	N	4000	5830	3993	5820	-538	-2365	1830	HCK -55	40	LT&C	_	1.12 5	DRY	1.6	DRY	1.6
4	PRODUCTI ON	8.75	5.5	NEW	API	N	0	18807	0	11270	3449	-7815	18807	P- 110	20	BUTT	1.12 5	1.12 5	DRY	1.6	DRY	1.6

Casing A	ttachments
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Inspection Document:

Spec Document:

Tapered String Spec:

Casing Design Assumptions and Worksheet(s):

 $Golden Tee_Casing_Design_Assumptions_20210202110333.pdf$

Casing ID: 2 String INTERMEDIATE

Inspection Document:

Spec Document:

Tapered String Spec:

Casing Design Assumptions and Worksheet(s):

GoldenTee_Casing_Design_Assumptions_20210202110352.pdf

Well Name: GOLDEN TEE 31 FED COM Well Number: 602H

Casing Attachments

Casing ID: 3

String

INTERMEDIATE

Inspection Document:

Spec Document:

Tapered String Spec:

Casing Design Assumptions and Worksheet(s):

 $Golden Tee_Casing_Design_Assumptions_20210202110415.pdf$

Casing ID: 4

String

PRODUCTION

Inspection Document:

Spec Document:

Tapered String Spec:

Casing Design Assumptions and Worksheet(s):

GoldenTee_Casing_Design_Assumptions_20210202110437.pdf

Section 4 - Cement

String Type	Lead/Tail	Stage Tool Depth	Тор МD	Bottom MD	Quantity(sx)	Yield	Density	Cu Ft	Excess%	Cement type	Additives
SURFACE	Lead		0	1875	1240	1.77	13.5	2194	50	Class C	0.05% CSA-100 + 1% salt BWOW + 0.05% C- 45 + 4% STE + 4 lb/sk Kolseal
SURFACE	Tail		0	1875	345	1.33	14.8	458	50	Class C	2% CaCl2
INTERMEDIATE	Lead	4200	0	4200	695	2.22	12	1542	50	Class C based HSLD 94	0.5% C-45 + 0.03% CSA-1000 + 0.25% C- 503P + 2% salt BWOW
INTERMEDIATE	Tail		0	4200	100	1.14	14.8	114	50	Class C 50/50 Poz	0.1% C-45

Well Name: GOLDEN TEE 31 FED COM

Well Number: 602H

String Type	Lead/Tail	Stage Tool Depth	Top MD	Bottom MD	Quantity(sx)	Yield	Density	Cu Ft	Excess%	Cement type	Additives
INTERMEDIATE	Lead		4200	5830	250	2.24	12	560	25	Class C based HSLD 94	0.25% C-45 + 0.03% CSA-1000 + 0.2% citric acid + 0.2% CFL-1 + 6# CT-15 + 0.5% salt BWOW
INTERMEDIATE	Tail		4200	5830	140	1.52	13.5	212	25	Class C based HSLD 100	0.1% C-45 + 0.1% C-51 + 0.07% citric acid + 4% STE + 0.25% C503P + 0.2% CFL-1
PRODUCTION	Lead		4738	1880 7	555	3.74	10.5	2075	25	Class C based HSLD 94	0.75% C-45 + 0.55% citric acid + 0.25% CSA-1000 + 0.3% C- 503P + 0.5% salt BWOW
PRODUCTION	Tail		4738	1880 7	2191	1.46	13	3198	25	Class H based HSLD 80	0.1% CSA-1000 + 0.25% C-503P + 0.04% C-23 + 0.3% CFL-1 + 1# Gypseal + 0.5% salt BWOW

Section 5 - Circulating Medium

Mud System Type: Closed

Will an air or gas system be Used? NO

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

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

Describe what will be on location to control well or mitigate other conditions: Sufficient mud materials (e. g., barite, bentonite, LCM) to maintain mud properties and meet minimum lost circulation and weight increase requirements will be on site at all times. If any lost circulation occurs below the base of salt, Avant will switch drilling mud from brine to fresh water to protect the Capitan Reef until intermediate casing is set.

Describe the mud monitoring system utilized: An electronic pit volume totalizer (PVT) mud system will monitor pit volumes for gains or losses, flow rate, pump pressures, and stroke rate.

Circulating Medium Table

Top Depth
Bottom Depth
Mud Type
Min Weight (lbs/gal)
Max Weight (lbs/gal)
Density (lbs/cu ft)
Gel Strength (lbs/100 sqft)
ЬН
Viscosity (CP)
Salinity (ppm)
Filtration (cc)
Additional Characteristics

Well Name: GOLDEN TEE 31 FED COM Well Number: 602H

Top Depth	Bottom Depth	Mud Type	Min Weight (Ibs/gal)	Max Weight (lbs/gal)	Density (lbs/cu ft)	Gel Strength (lbs/100 sqft)	H	Viscosity (CP)	Salinity (ppm)	Filtration (cc)	Additional Characteristics
0	1875	OTHER : Fresh water spud	8.6	8.8							
1875	5830	OTHER : Brine	10	10.2							
5830	1880 7	OIL-BASED MUD	8.8	9.2							

Section 6 - Test, Logging, Coring

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

No core or open hole or cased hole log is planned. GR log will be acquired by MWD tools throughout the well.

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

GAMMA RAY LOG, MEASUREMENT WHILE DRILLING,

Coring operation description for the well:

None

Section 7 - Pressure

Anticipated Bottom Hole Pressure: 5274 Anticipated Surface Pressure: 2794

Anticipated Bottom Hole Temperature(F): 170

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

Describe:

Contingency Plans geoharzards description:

Contingency Plans geohazards

Hydrogen Sulfide drilling operations plan required? YES

Hydrogen sulfide drilling operations

GoldenTee_602H_H2S_Plan_20210202110741.pdf

Well Name: GOLDEN TEE 31 FED COM Well Number: 602H

Section 8 - Other Information

Proposed horizontal/directional/multi-lateral plan submission:

GoldenTee_602H_Horizontal_Plan_20210202110756.pdf

Other proposed operations facets description:

All casing strings below the conductor will be pressure tested to 0.22 psi/ft of casing string length or 1500 psi, whichever is greater, but not to exceed 70% of the minimum internal yield. If pressure declines more than 10% in 30 minutes, then corrective action will be taken.

Other proposed operations facets attachment:

GoldenTee_602H_Anti_Collision_Report_20210202110822.pdf

Closed_Loop_20210202110838.pdf

CoFlex_Certs_20211105133022.pdf

GoldenTee 602H Drill Plan Revised 20211105133043.pdf

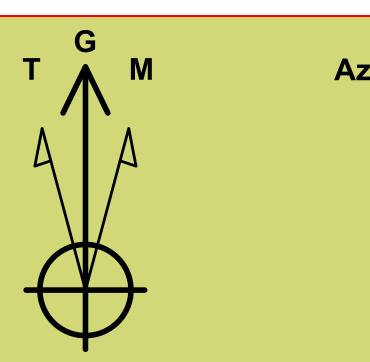
GoldenTee_Casing_Procedures_20211105133215.pdf

GoldenTee_602H_Speedhead_Specs_20220301073740.pdf

Other Variance attachment:

Casing_Cementing_Variance_Request_20211105133144.pdf





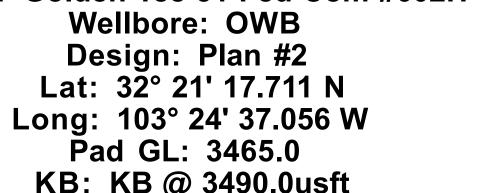
Azimuths to Grid North True North: -0.49° Magnetic North: 6.02°

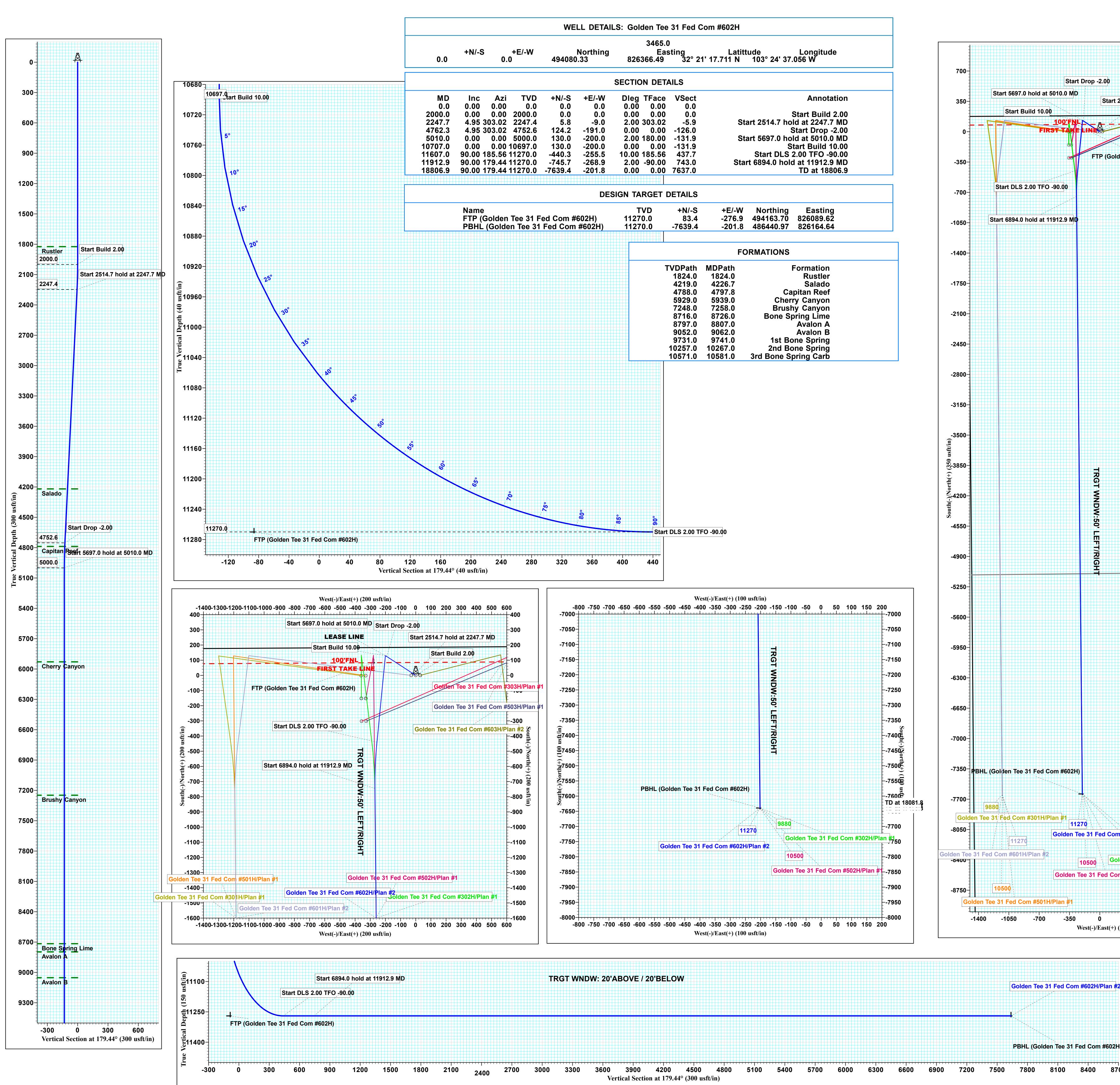
Magnetic Field Strength: 47844.4nT Dip Angle: 60.00° Date: 01/03/2021 Model: HDGM

To convert a Magnetic Direction to a Grid Direction, Add 6.02°

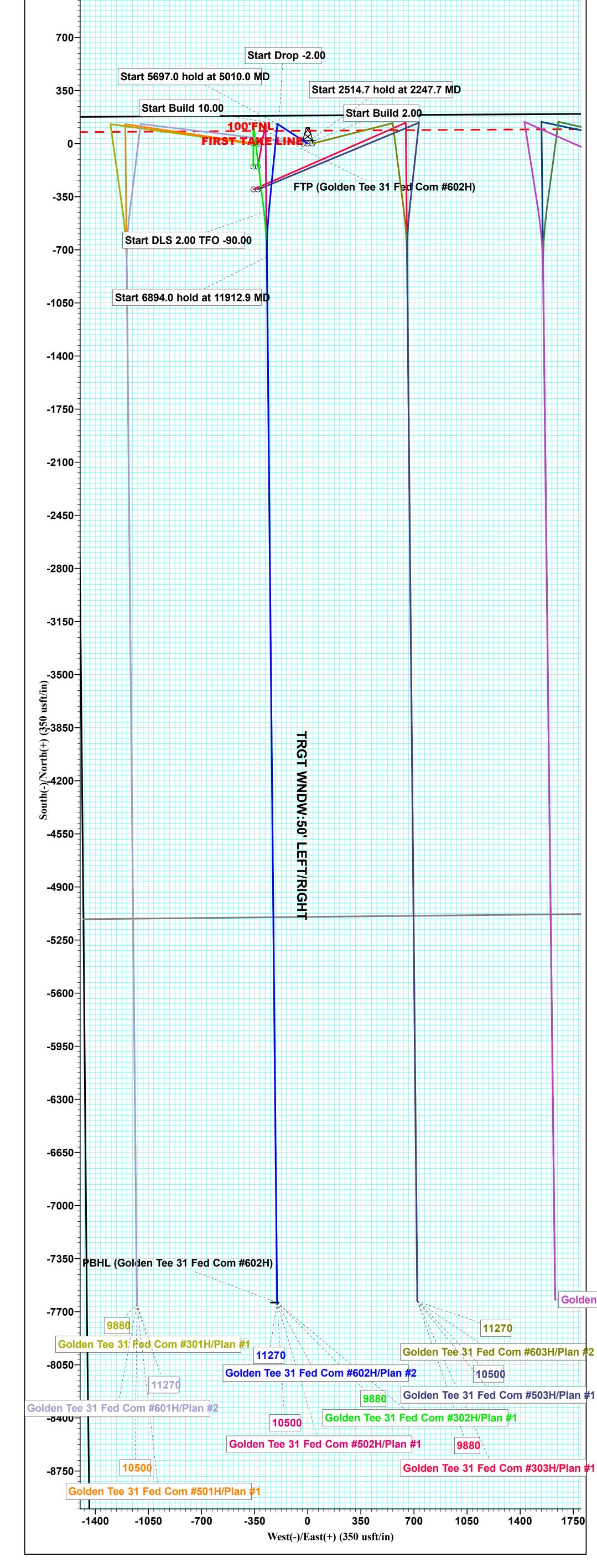
Avant Natural Resources Project: Lea County, NM (NAD 83 NME)
Site: (Golden Tee) Sec-31_T-22-S_R-35-E
Well: Golden Tee 31 Fed Com #602H

> Pad GL: 3465.0 KB: KB @ 3490.0usft















Database: Company: Project: Site:

Well:

EDM 5000.15 Single User Db **Avant Natural Resources**

Lea County, NM (NAD 83 NME) (Golden Tee) Sec-31_T-22-S_R-35-E Golden Tee 31 Fed Com #602H

Wellbore: **OWB** Design: Plan #2 Local Co-ordinate Reference:

TVD Reference: MD Reference: North Reference:

Survey Calculation Method:

Well Golden Tee 31 Fed Com #602H

KB @ 3490.0usft KB @ 3490.0usft

Grid

Minimum Curvature

Project Lea County, NM (NAD 83 NME)

US State Plane 1983 Map System: North American Datum 1983 Geo Datum: Map Zone: New Mexico Eastern Zone

System Datum:

Mean Sea Level

Site (Golden Tee) Sec-31_T-22-S_R-35-E

Northing: 494,078.21 usft 32° 21' 17.720 N Site Position: Latitude: 103° 24' 41.253 W From: Мар Easting: 826,006.49 usft Longitude: **Position Uncertainty:** 0.0 usft Slot Radius: 13-3/16 " **Grid Convergence:** 0.49°

Well Golden Tee 31 Fed Com #602H

2.1 usft 494.080.33 usft 32° 21' 17.711 N **Well Position** +N/-S Northing: Latitude: 360.0 usft 826,366.49 usft 103° 24' 37.056 W +E/-W Easting: Longitude:

Position Uncertainty 0.0 usft Wellhead Elevation: Ground Level: 3,465.0 usft

OWB Wellbore

Declination Magnetics **Model Name** Sample Date **Dip Angle** Field Strength (°) (°) (nT) **HDGM** 01/03/21 6.51 60.00 47.844.41518619

Design Plan #2

Audit Notes:

Version: Phase: **PLAN** Tie On Depth: 0.0

Vertical Section: Depth From (TVD) +N/-S +E/-W Direction (usft) (usft) (usft) (°) 0.0 0.0 0.0 179.44

Date 01/05/21 **Plan Survey Tool Program**

Depth From Depth To

(usft)

(usft) Survey (Wellbore) **Tool Name** Remarks

0.0 MWD 18,806.4 Plan #2 (OWB)

OWSG MWD - Standard

Plan Sections Vertical Build Measured Dogleg Turn Depth Inclination **Azimuth** Depth +N/-S +E/-W Rate Rate Rate **TFO** (usft) (usft) (°/100usft) (°/100usft) (°/100usft) (usft) (usft) (°) (°) (°) Target 0.00 0.00 0.00 0.00 0.0 0.0 0.0 0.00 0.00 0.0 2,000.0 0.00 0.00 2,000.0 0.0 0.0 0.00 0.00 0.00 0.00 2,247.7 4.95 303.02 2.247.4 5.8 -9.0 2.00 2.00 0.00 303.02 -191.0 4.762.3 4.95 303.02 4.752.6 124.2 0.00 0.00 0.00 0.00 5,010.0 0.00 0.00 5,000.0 130.0 -200.0 2.00 -2.00 0.00 180.00 -200.0 0.00 10,707.0 0.00 0.00 10,697.0 130.0 0.00 0.00 0.00 -440.3 -255.5 10.00 11,607.0 90.00 185.56 11,270.0 10.00 0.00 185.56 11,912.9 90.00 179.44 11,270.0 -745.7 -268.9 2.00 0.00 -2.00-90 00 -201.8 18,806.9 90.00 179.44 11,270.0 -7,639.40.00 0.00 0.00 0.00 PBHL (Golden Tee





EDM 5000.15 Single User Db Database: Company: **Avant Natural Resources** Project: Lea County, NM (NAD 83 NME) Site: (Golden Tee) Sec-31_T-22-S_R-35-E Golden Tee 31 Fed Com #602H Well:

OWB Wellbore:

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

Well Golden Tee 31 Fed Com #602H KB @ 3490.0usft KB @ 3490.0usft Grid

Design:	Plan #2								
Planned Survey									
Measured Depth (usft)	Inclination (°)	Azimuth (°)	Vertical Depth (usft)	+N/-S (usft)	+E/-W (usft)	Vertical Section (usft)	Dogleg Rate (°/100usft)	Build Rate (°/100usft)	Turn Rate (°/100usft)
0.0	0.00	0.00	0.0	0.0	0.0	0.0	0.00	0.00	0.00
100.0	0.00	0.00	100.0	0.0	0.0	0.0	0.00	0.00	0.00
200.0	0.00	0.00	200.0	0.0	0.0	0.0	0.00	0.00	0.00
300.0	0.00	0.00	300.0	0.0	0.0	0.0	0.00	0.00	0.00
400.0	0.00	0.00	400.0	0.0	0.0	0.0	0.00	0.00	0.00
500.0	0.00	0.00	500.0	0.0	0.0	0.0	0.00	0.00	0.00
600.0	0.00	0.00	600.0	0.0	0.0	0.0	0.00	0.00	0.00
700.0	0.00	0.00	700.0	0.0	0.0	0.0	0.00	0.00	0.00
800.0	0.00	0.00	800.0	0.0	0.0	0.0	0.00	0.00	0.00
900.0	0.00	0.00	900.0	0.0	0.0	0.0	0.00	0.00	0.00
1,000.0	0.00	0.00	1,000.0	0.0	0.0	0.0	0.00	0.00	0.00
1,100.0	0.00	0.00	1,100.0	0.0	0.0	0.0	0.00	0.00	0.00
1,200.0	0.00	0.00	1,200.0	0.0	0.0	0.0	0.00	0.00	0.00
1,300.0	0.00	0.00	1,300.0	0.0	0.0	0.0	0.00	0.00	0.00
1,400.0	0.00	0.00	1,400.0	0.0	0.0	0.0	0.00	0.00	0.00
1,500.0	0.00	0.00	1,500.0	0.0	0.0	0.0	0.00	0.00	0.00
1,600.0	0.00	0.00	1,600.0	0.0	0.0	0.0	0.00	0.00	0.00
1,700.0	0.00	0.00	1,700.0	0.0	0.0	0.0	0.00	0.00	0.00
1,800.0	0.00	0.00	1,800.0	0.0	0.0	0.0	0.00	0.00	0.00
1,824.0	0.00	0.00	1,824.0	0.0	0.0	0.0	0.00	0.00	0.00
Rustler									
1,900.0	0.00	0.00	1,900.0	0.0	0.0	0.0	0.00	0.00	0.00
2,000.0		0.00	2,000.0	0.0	0.0	0.0	0.00	0.00	0.00
2,100.0	2.00	303.02	2,100.0	1.0	-1.5	-1.0	2.00	2.00	0.00
2,200.0	4.00	303.02	2,199.8	3.8	-5.9	-3.9	2.00	2.00	0.00
2,247.7	4.95	303.02	2,247.4	5.8	-9.0	-5.9	2.00	2.00	0.00
Start 2514.	.7 hold at 2247	.7 MD							
2,300.0	4.95	303.02	2,299.5	8.3	-12.8	-8.4	0.00	0.00	0.00
2,400.0	4.95	303.02	2,399.1	13.0	-20.0	-13.2	0.00	0.00	0.00
2,500.0	4.95	303.02	2,498.7	17.7	-27.2	-18.0	0.00	0.00	0.00
2,600.0	4.95	303.02	2,598.4	22.4	-34.5	-22.7	0.00	0.00	0.00
2,700.0	4.95	303.02	2,698.0	27.1	-41.7	-27.5	0.00	0.00	0.00
2,800.0	4.95	303.02	2,797.6	31.8	-49.0	-32.3	0.00	0.00	0.00
2,900.0	4.95	303.02	2,897.3	36.5	-56.2	-37.1	0.00	0.00	0.00
3,000.0	4.95	303.02	2,996.9	41.2	-63.4	-41.9	0.00	0.00	0.00
3,100.0	4.95	303.02	3,096.5	45.9	-70.7	-46.6	0.00	0.00	0.00
3,200.0	4.95	303.02	3,196.1	50.6	-77.9	-51.4	0.00	0.00	0.00
3,300.0	4.95	303.02	3,295.8	55.4	-85.2	-56.2	0.00	0.00	0.00
3,400.0	4.95	303.02	3,395.4	60.1	-92.4	-61.0	0.00	0.00	0.00
3,500.0	4.95	303.02	3,495.0	64.8	-99.6	-65.7	0.00	0.00	0.00
3,600.0	4.95	303.02	3,594.6	69.5	-106.9	-70.5	0.00	0.00	0.00
3,700.0	4.95	303.02	3,694.3	74.2	-114.1	-75.3	0.00	0.00	0.00
3,800.0	4.95	303.02	3,793.9	78.9	-121.4	-80.1	0.00	0.00	0.00
3,900.0	4.95	303.02	3,893.5	83.6	-128.6	-84.8	0.00	0.00	0.00
4,000.0	4.95	303.02	3,993.1	88.3	-135.8	-89.6	0.00	0.00	0.00
4,100.0	4.95	303.02	4,092.8	93.0	-143.1	-94.4	0.00	0.00	0.00
4,200.0	4.95	303.02	4,192.4	97.7	-150.3	-99.2	0.00	0.00	0.00
4,226.7 Salado	4.95	303.02	4,219.0	99.0	-152.2	-100.4	0.00	0.00	0.00
4,300.0	4.95	303.02	4,292.0	102.4	-157.6	-103.9	0.00	0.00	0.00
4,400.0	4.95	303.02	4,391.7	107.1	-164.8	-108.7	0.00	0.00	0.00
4,500.0	4.95	303.02	4,491.3	111.8	-172.0	-113.5	0.00	0.00	0.00
4,600.0	4.95	303.02	4,590.9	116.5	-179.3	-118.3	0.00	0.00	0.00





Database: EDM 5000.15 Single User Db
Company: Avant Natural Resources
Project: Lea County, NM (NAD 83 NME)
Site: (Golden Tee) Sec-31_T-22-S_R-35-E
Well: Golden Tee 31 Fed Com #602H

Wellbore: OWB
Design: Plan #2

Local Co-ordinate Reference: TVD Reference: MD Reference: North Reference: Survey Calculation Method: Well Golden Tee 31 Fed Com #602H KB @ 3490.0usft KB @ 3490.0usft Grid

ed Survey									
Measured Depth (usft)	Inclination (°)	Azimuth (°)	Vertical Depth (usft)	+N/-S (usft)	+E/-W (usft)	Vertical Section (usft)	Dogleg Rate (°/100usft)	Build Rate (°/100usft)	Turn Rate (°/100usft)
4,700.0 4,762.3 Start Drop	4.95 4.95 -2.00	303.02 303.02	4,690.5 4,752.6	121.2 124.2	-186.5 -191.0	-123.1 -126.0	0.00 0.00	0.00 0.00	0.00 0.00
4,797.8 Capitan Re	4.24	303.02	4,788.0	125.7	-193.4	-127.6	2.00	-2.00	0.00
4,800.0	4.20	303.02	4,790.2	125.8	-193.5	-127.7	2.00	-2.00	0.00
4,900.0	2.20	303.02	4,890.0	128.8	-198.2	-130.8	2.00	-2.00	0.00
5,000.0	0.20	303.02	4,990.0	130.0	-200.0	-131.9	2.00	-2.00	0.00
5,010.0	0.00	0.00	5,000.0	130.0	-200.0	-131.9	2.00	-2.00	0.00
	.0 hold at 5010								
5,100.0	0.00	0.00	5,090.0	130.0	-200.0	-131.9	0.00	0.00	0.00
5,200.0	0.00	0.00	5,190.0	130.0	-200.0	-131.9	0.00	0.00	0.00
5,300.0	0.00	0.00	5,290.0	130.0	-200.0	-131.9	0.00	0.00	0.00
5,400.0	0.00	0.00	5,390.0	130.0	-200.0	-131.9	0.00	0.00	0.00
5,500.0	0.00	0.00	5,490.0	130.0	-200.0	-131.9	0.00	0.00	0.00
5,600.0	0.00	0.00	5,590.0	130.0	-200.0	-131.9	0.00	0.00	0.00
5,700.0	0.00	0.00	5,690.0	130.0	-200.0	-131.9	0.00	0.00	0.00
5,800.0	0.00	0.00	5,790.0	130.0	-200.0	-131.9	0.00	0.00	0.00
5,900.0	0.00	0.00	5,890.0	130.0	-200.0	-131.9	0.00	0.00	0.00
5,939.0	0.00	0.00	5,929.0	130.0	-200.0	-131.9	0.00	0.00	0.00
Cherry Ca									
6,000.0	0.00	0.00	5,990.0	130.0	-200.0	-131.9	0.00	0.00	0.00
6,100.0	0.00	0.00	6,090.0	130.0	-200.0	-131.9	0.00	0.00	0.00
6,200.0	0.00	0.00	6,190.0	130.0	-200.0	-131.9	0.00	0.00	0.00
6,300.0	0.00	0.00	6,290.0	130.0	-200.0	-131.9	0.00	0.00	0.00
6,400.0	0.00	0.00	6,390.0	130.0	-200.0	-131.9	0.00	0.00	0.00
6,500.0	0.00	0.00	6,490.0	130.0	-200.0	-131.9	0.00	0.00	0.00
6,600.0	0.00	0.00	6,590.0	130.0	-200.0	-131.9	0.00	0.00	0.00
6,700.0	0.00	0.00	6,690.0	130.0	-200.0	-131.9	0.00	0.00	0.00
6,800.0	0.00	0.00	6,790.0	130.0	-200.0	-131.9	0.00	0.00	0.00
6,900.0	0.00	0.00	6,890.0	130.0	-200.0	-131.9	0.00	0.00	0.00
7,000.0	0.00	0.00	6,990.0	130.0	-200.0	-131.9	0.00	0.00	0.00
7,100.0	0.00	0.00	7,090.0	130.0	-200.0	-131.9	0.00	0.00	0.00
7,200.0	0.00	0.00	7,190.0	130.0	-200.0	-131.9	0.00	0.00	0.00
7,258.0	0.00	0.00	7,248.0	130.0	-200.0	-131.9	0.00	0.00	0.00
Brushy Ca									
7,300.0	0.00	0.00	7,290.0	130.0	-200.0	-131.9	0.00	0.00	0.00
7,400.0	0.00	0.00	7,390.0	130.0	-200.0	-131.9	0.00	0.00	0.00
7,500.0	0.00	0.00	7,490.0	130.0	-200.0	-131.9	0.00	0.00	0.00
7,600.0	0.00	0.00	7,590.0	130.0	-200.0	-131.9	0.00	0.00	0.00
7,700.0	0.00	0.00	7,690.0	130.0	-200.0	-131.9	0.00	0.00	0.00
7,800.0	0.00	0.00	7,790.0	130.0	-200.0	-131.9	0.00	0.00	0.00
7,900.0	0.00	0.00	7,890.0	130.0	-200.0	-131.9	0.00	0.00	0.00
8,000.0	0.00	0.00	7,990.0	130.0	-200.0	-131.9	0.00	0.00	0.00
8,100.0	0.00	0.00	8,090.0	130.0	-200.0	-131.9	0.00	0.00	0.00
8,200.0	0.00	0.00	8,190.0	130.0	-200.0	-131.9	0.00	0.00	0.00
8,300.0	0.00	0.00	8,290.0	130.0	-200.0	-131.9	0.00	0.00	0.00
8,400.0	0.00	0.00	8,390.0	130.0	-200.0	-131.9	0.00	0.00	0.00
8,500.0	0.00	0.00	8,490.0	130.0	-200.0	-131.9	0.00	0.00	0.00
8,600.0	0.00	0.00	8,590.0	130.0	-200.0	-131.9	0.00	0.00	0.00
8,700.0 8,726.0 Bone Spri	0.00 0.00	0.00 0.00	8,690.0 8,716.0	130.0 130.0	-200.0 -200.0	-131.9 -131.9	0.00 0.00	0.00 0.00	0.00 0.00





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Site: (Golden Tee) Sec-31_T-22-S_R-35-E
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Design: Plan #2

Local Co-ordinate Reference: TVD Reference: MD Reference: North Reference: Survey Calculation Method: Well Golden Tee 31 Fed Com #602H KB @ 3490.0usft KB @ 3490.0usft Grid

nned S	urvey									
D	asured epth usft)	Inclination (°)	Azimuth (°)	Vertical Depth (usft)	+N/-S (usft)	+E/-W (usft)	Vertical Section (usft)	Dogleg Rate (°/100usft)	Build Rate (°/100usft)	Turn Rate (°/100usft)
	8,800.0 8,807.0	0.00 0.00	0.00 0.00	8,790.0 8,797.0	130.0 130.0	-200.0 -200.0	-131.9 -131.9	0.00 0.00	0.00 0.00	0.00 0.00
	/alon A 8,900.0	0.00	0.00	8,890.0	130.0	-200.0	-131.9	0.00	0.00	0.00
	9,000.0 9,062.0	0.00 0.00	0.00 0.00	8,990.0 9,052.0	130.0 130.0	-200.0 -200.0	-131.9 -131.9	0.00 0.00	0.00 0.00	0.00 0.00
Avalon B 9,100.0 0.00 0.00			0.000.0	400.0	000.0	101.0	0.00	0.00	0.00	
	9,100.0 9,200.0 9,300.0	0.00 0.00 0.00	0.00 0.00 0.00	9,090.0 9,190.0 9,290.0	130.0 130.0 130.0	-200.0 -200.0 -200.0	-131.9 -131.9 -131.9	0.00 0.00 0.00	0.00 0.00 0.00	0.00 0.00 0.00
	9,400.0	0.00	0.00	9,390.0	130.0	-200.0	-131.9	0.00	0.00	0.00
!	9,500.0 9,600.0 9,700.0	0.00 0.00 0.00	0.00 0.00 0.00	9,490.0 9,590.0 9,690.0	130.0 130.0 130.0	-200.0 -200.0 -200.0	-131.9 -131.9 -131.9	0.00 0.00 0.00	0.00 0.00 0.00	0.00 0.00 0.00 0.00
	9,741.0 t Bone S	0.00	0.00	9,731.0	130.0	-200.0	-131.9	0.00	0.00	0.00
	9,800.0	0.00	0.00	9,790.0	130.0	-200.0	-131.9	0.00	0.00	0.00
	9,900.0	0.00	0.00	9,890.0	130.0	-200.0	-131.9	0.00	0.00	0.00
	0,000.0	0.00	0.00	9,990.0	130.0	-200.0	-131.9	0.00	0.00	0.00
	0,100.0	0.00	0.00	10,090.0	130.0	-200.0	-131.9	0.00	0.00	0.00
	0,200.0	0.00	0.00	10,190.0	130.0	-200.0	-131.9	0.00	0.00	0.00
	0,267.0	0.00	0.00	10,257.0	130.0	-200.0	-131.9	0.00	0.00	0.00
	nd Bone \$ 0,300.0	Spring 0.00	0.00	10,290.0	130.0	-200.0	-131.9	0.00	0.00	0.00
	0,300.0	0.00	0.00	10,290.0	130.0	-200.0	-131.9	0.00	0.00	0.00
1	0,500.0	0.00	0.00	10,490.0	130.0	-200.0	-131.9	0.00	0.00	0.00
	0,581.0	0.00	0.00	10,571.0	130.0	-200.0	-131.9	0.00	0.00	0.00
3r	d Bone S	Spring Carb								
	0,600.0	0.00	0.00	10,590.0	130.0	-200.0	-131.9	0.00	0.00	0.00
	0,707.0	0.00	0.00	10,697.0	130.0	-200.0	-131.9	0.00	0.00	0.00
	art Build 0,750.0	4.30	185.56	10,740.0	128.4	-200.2	-130.3	10.00	10.00	0.00
	0,750.0	9.30	185.56	10,789.6	120.4	-200.2	-130.3 -124.5	10.00	10.00	0.00
	0,850.0	14.30	185.56	10,838.5	112.3	-201.7	-114.3	10.00	10.00	0.00
	0,900.0	19.30	185.56	10,886.4	98.0	-203.1	-99.9	10.00	10.00	0.00
	0,950.0	24.30	185.56	10,932.8	79.5	-204.9	-81.5	10.00	10.00	0.00
	1,000.0 1,050.0	29.30 34.30	185.56 185.56	10,977.4 11,019.9	57.1 30.8	-207.1 -209.7	-59.1 -32.9	10.00 10.00	10.00 10.00	0.00 0.00
	1,100.0	39.30	185.56	11,019.9	1.0	-209.7 -212.6	-32.9 -3.1	10.00	10.00	0.00
	1,150.0	44.30	185.56	11,097.2	-32.1	-215.8	30.0	10.00	10.00	0.00
	1,200.0	49.30	185.56	11,131.4	-68.4	-219.3	66.2	10.00	10.00	0.00
	1,250.0	54.30	185.56	11,162.3	-107.5	-223.1	105.3	10.00	10.00	0.00
	1,300.0	59.30	185.56	11,189.7	-149.1	-227.2	146.9	10.00	10.00	0.00
	1,350.0	64.30	185.56	11,213.3	-193.0	-231.4	190.7	10.00	10.00	0.00
	1,400.0	69.30	185.56	11,233.0	-238.7	-235.9	236.4	10.00	10.00	0.00
	1,450.0 1.500.0	74.30 79.30	185.56 185.56	11,248.6 11,260.0	-285.9 -334.4	-240.5 -245.2	283.6 332.0	10.00 10.00	10.00 10.00	0.00 0.00
	1,550.0	84.30	185.56	11,267.1	-383.6	-250.0	381.2	10.00	10.00	0.00
	1,600.0	89.30	185.56	11,269.9	-433.3	-254.8	430.8	10.00	10.00	0.00
	1,607.0	90.00 2.00 TFO -90.0	185.56	11,270.0	-440.3	-255.5	437.7	10.00	10.00	0.00
	1,700.0	90.00 90.00	183.70	11,270.0	-532.9	-263.0	530.3	2.00	0.00	-2.00
	1,800.0	90.00	181.70	11,270.0	-632.8	-267.7	630.2	2.00	0.00	-2.00



Wellbore:

IntrepidPlanning Report



Database: EDM 5000.15 Single User Db
Company: Avant Natural Resources
Project: Lea County, NM (NAD 83 NME)
Site: (Golden Tee) Sec-31_T-22-S_R-35-E
Well: Golden Tee 31 Fed Com #602H

OWB
Plan #2

Local Co-ordinate Reference: TVD Reference: MD Reference: North Reference: Survey Calculation Method: Well Golden Tee 31 Fed Com #602H KB @ 3490.0usft KB @ 3490.0usft Grid

esign:	Plan #2								
anned Survey									
Measured Depth (usft)	Inclination (°)	Azimuth (°)	Vertical Depth (usft)	+N/-S (usft)	+E/-W (usft)	Vertical Section (usft)	Dogleg Rate (°/100usft)	Build Rate (°/100usft)	Turn Rate (°/100usft)
11,900.0 11,912.9 Start 689		179.70 179.44 12.9 MD	11,270.0 11,270.0	-732.8 -745.7	-269.0 -268.9	730.2 743.0	2.00 2.00	0.00 0.00	-2.00 -2.00
12,000.0 12,100.0 12,200.0 12,300.0 12,400.0	90.00 90.00 90.00	179.44 179.44 179.44 179.44 179.44	11,270.0 11,270.0 11,270.0 11,270.0 11,270.0	-832.8 -932.8 -1,032.8 -1,132.8 -1,232.8	-268.0 -267.0 -266.1 -265.1 -264.1	830.2 930.2 1,030.2 1,130.2 1,230.2	0.00 0.00 0.00 0.00 0.00	0.00 0.00 0.00 0.00 0.00	0.00 0.00 0.00 0.00 0.00
12,500.0 12,600.0 12,700.0 12,800.0 12,900.0	90.00 90.00 90.00	179.44 179.44 179.44 179.44 179.44	11,270.0 11,270.0 11,270.0 11,270.0 11,270.0	-1,332.8 -1,432.8 -1,532.8 -1,632.8 -1,732.8	-263.1 -262.2 -261.2 -260.2 -259.3	1,330.2 1,430.2 1,530.2 1,630.2 1,730.2	0.00 0.00 0.00 0.00 0.00	0.00 0.00 0.00 0.00 0.00	0.00 0.00 0.00 0.00 0.00
13,000.0 13,100.0 13,200.0 13,300.0 13,400.0	90.00 90.00 90.00	179.44 179.44 179.44 179.44 179.44	11,270.0 11,270.0 11,270.0 11,270.0 11,270.0	-1,832.8 -1,932.8 -2,032.8 -2,132.8 -2,232.7	-258.3 -257.3 -256.3 -255.4 -254.4	1,830.2 1,930.2 2,030.2 2,130.2 2,230.2	0.00 0.00 0.00 0.00 0.00	0.00 0.00 0.00 0.00 0.00	0.00 0.00 0.00 0.00 0.00
13,500.0 13,600.0 13,700.0 13,800.0 13,900.0	90.00 90.00 90.00	179.44 179.44 179.44 179.44 179.44	11,270.0 11,270.0 11,270.0 11,270.0 11,270.0	-2,332.7 -2,432.7 -2,532.7 -2,632.7 -2,732.7	-253.4 -252.5 -251.5 -250.5 -249.5	2,330.2 2,430.2 2,530.2 2,630.2 2,730.2	0.00 0.00 0.00 0.00 0.00	0.00 0.00 0.00 0.00 0.00	0.00 0.00 0.00 0.00 0.00
14,000.0 14,100.0 14,200.0 14,300.0 14,400.0	90.00 90.00 90.00	179.44 179.44 179.44 179.44 179.44	11,270.0 11,270.0 11,270.0 11,270.0 11,270.0	-2,832.7 -2,932.7 -3,032.7 -3,132.7 -3,232.7	-248.6 -247.6 -246.6 -245.7 -244.7	2,830.2 2,930.2 3,030.2 3,130.2 3,230.2	0.00 0.00 0.00 0.00 0.00	0.00 0.00 0.00 0.00 0.00	0.00 0.00 0.00 0.00 0.00
14,500.0 14,600.0 14,700.0 14,800.0 14,900.0	90.00 90.00 90.00	179.44 179.44 179.44 179.44 179.44	11,270.0 11,270.0 11,270.0 11,270.0 11,270.0	-3,332.7 -3,432.7 -3,532.7 -3,632.7 -3,732.7	-243.7 -242.7 -241.8 -240.8 -239.8	3,330.2 3,430.2 3,530.2 3,630.2 3,730.2	0.00 0.00 0.00 0.00 0.00	0.00 0.00 0.00 0.00 0.00	0.00 0.00 0.00 0.00 0.00
15,000.0 15,100.0 15,200.0 15,300.0 15,400.0	90.00 90.00 90.00	179.44 179.44 179.44 179.44 179.44	11,270.0 11,270.0 11,270.0 11,270.0 11,270.0	-3,832.7 -3,932.7 -4,032.7 -4,132.7 -4,232.7	-238.8 -237.9 -236.9 -235.9 -235.0	3,830.2 3,930.2 4,030.2 4,130.2 4,230.2	0.00 0.00 0.00 0.00 0.00	0.00 0.00 0.00 0.00 0.00	0.00 0.00 0.00 0.00 0.00
15,500.0 15,600.0 15,700.0 15,800.0 15,900.0	90.00 90.00 90.00	179.44 179.44 179.44 179.44 179.44	11,270.0 11,270.0 11,270.0 11,270.0 11,270.0	-4,332.6 -4,432.6 -4,532.6 -4,632.6 -4,732.6	-234.0 -233.0 -232.0 -231.1 -230.1	4,330.2 4,430.2 4,530.2 4,630.2 4,730.2	0.00 0.00 0.00 0.00 0.00	0.00 0.00 0.00 0.00 0.00	0.00 0.00 0.00 0.00 0.00
16,000.0 16,100.0 16,200.0 16,300.0 16,400.0	90.00 90.00 90.00	179.44 179.44 179.44 179.44 179.44	11,270.0 11,270.0 11,270.0 11,270.0 11,270.0	-4,832.6 -4,932.6 -5,032.6 -5,132.6 -5,232.6	-229.1 -228.2 -227.2 -226.2 -225.2	4,830.2 4,930.2 5,030.2 5,130.2 5,230.2	0.00 0.00 0.00 0.00 0.00	0.00 0.00 0.00 0.00 0.00	0.00 0.00 0.00 0.00 0.00
16,500.0 16,600.0 16,700.0 16,800.0 16,900.0	90.00 90.00 90.00	179.44 179.44 179.44 179.44 179.44	11,270.0 11,270.0 11,270.0 11,270.0 11,270.0	-5,332.6 -5,432.6 -5,532.6 -5,632.6 -5,732.6	-224.3 -223.3 -222.3 -221.4 -220.4	5,330.2 5,430.2 5,530.2 5,630.2 5,730.2	0.00 0.00 0.00 0.00 0.00	0.00 0.00 0.00 0.00 0.00	0.00 0.00 0.00 0.00 0.00



AVANT

Intrepid Planning Report



Database: EDM 5000.15 Single User Db
Company: Avant Natural Resources
Project: Lea County, NM (NAD 83 NME)
Site: (Golden Tee) Sec-31_T-22-S_R-35-E
Well: Golden Tee 31 Fed Com #602H

Wellbore: OWB
Design: Plan #2

18,200.0

18,300.0

18,400.0

18.500.0

18,600.0

18.700.0

18,806.9

- Point

TD at 18806.9

90.00

90.00

90.00

90.00

90.00

90.00

90.00

179.44

179.44

179.44

179 44

179.44

179.44

179.44

11,270.0

11,270.0

11,270.0

11.270.0

11,270.0

11.270.0

11,270.0

Local Co-ordinate Reference: TVD Reference: MD Reference:

North Reference: Survey Calculation Method:

-207.7

-206.8

-205.8

-204 8

-203.9

-202.9

-201.8

7,030.2

7,130.2

7,230.2

7.330.2

7,430.2

7.530.2

7,637.0

Well Golden Tee 31 Fed Com #602H

KB @ 3490.0usft KB @ 3490.0usft

Grid Minimum Curvature

0.00

0.00

0.00

0.00

0.00

0.00

0.00

0.00

0.00

0.00

0.00

0.00

0.00

0.00

0.00

0.00

0.00

0.00

0.00

0.00

0.00

Planned Survey									
Measured Depth (usft)	Inclination (°)	Azimuth (°)	Vertical Depth (usft)	+N/-S (usft)	+E/-W (usft)	Vertical Section (usft)	Dogleg Rate (°/100usft)	Build Rate (°/100usft)	Turn Rate (°/100usft)
17,000.0	90.00	179.44	11,270.0	-5,832.6	-219.4	5,830.2	0.00	0.00	0.00
17,100.0	90.00	179.44	11,270.0	-5,932.6	-218.4	5,930.2	0.00	0.00	0.00
17,200.0	90.00	179.44	11,270.0	-6,032.6	-217.5	6,030.2	0.00	0.00	0.00
17,300.0	90.00	179.44	11,270.0	-6,132.6	-216.5	6,130.2	0.00	0.00	0.00
17,400.0	90.00	179.44	11,270.0	-6,232.6	-215.5	6,230.2	0.00	0.00	0.00
17,500.0	90.00	179.44	11,270.0	-6,332.6	-214.5	6,330.2	0.00	0.00	0.00
17,600.0	90.00	179.44	11,270.0	-6,432.5	-213.6	6,430.2	0.00	0.00	0.00
17,700.0	90.00	179.44	11,270.0	-6,532.5	-212.6	6,530.2	0.00	0.00	0.00
17,800.0	90.00	179.44	11,270.0	-6,632.5	-211.6	6,630.2	0.00	0.00	0.00
17,900.0	90.00	179.44	11,270.0	-6,732.5	-210.7	6,730.2	0.00	0.00	0.00
18,000.0	90.00	179.44	11,270.0	-6,832.5	-209.7	6,830.2	0.00	0.00	0.00
18,100.0	90.00	179.44	11,270.0	-6,932.5	-208.7	6,930.2	0.00	0.00	0.00

-7,032.5

-7,132.5

-7,232.5

-7,332.5

-7,432.5

-7.532.5

-7,639.4

Design Targets Target Name - hit/miss target Dip Dir. **TVD** +N/-S +E/-W **Northing Dip Angle Easting** - Shape (°) (°) (usft) (usft) (usft) (usft) (usft) Latitude Longitude 0.00 FTP (Golden Tee 31 F 0.00 11,270.0 83.4 -276.9 494,163.70 826,089.62 32° 21' 18.559 N 103° 24' 40.275 W - plan misses target center by 212.8usft at 11188.9usft MD (11124.0 TVD, -60.0 N, -218.5 E) - Point 32° 20' 2.139 N 103° 24' 40.176 W PBHL (Golden Tee 31 0.00 0.00 11,270.0 -7,639.4-201.8 486,440.97 826,164.64 - plan hits target center

Formations								
	De	sured epth isft)	Vertical Depth (usft)	Name	Lithology	Dip (°)	Dip Direction (°)	
	•	1,824.0	1,824.0	Rustler				
	4	4,226.7	4,219.0	Salado				
	4	4,797.8	4,788.0	Capitan Reef				
	5	5,939.0	5,929.0	Cherry Canyon				
	7	7,258.0	7,248.0	Brushy Canyon				
	3	8,726.0	8,716.0	Bone Spring Lime				
	3	8,807.0	8,797.0	Avalon A				
	(9,062.0	9,052.0	Avalon B				
	9	9,741.0	9,731.0	1st Bone Spring				
	10	0,267.0	10,257.0	2nd Bone Spring				
	10	0,581.0	10,571.0	3rd Bone Spring Carb				





Database: EDM 5000.15 Single User Db
Company: Avant Natural Resources
Project: Lea County, NM (NAD 83 NME)
Site: (Golden Tee) Sec-31_T-22-S_R-35-E
Well: Golden Tee 31 Fed Com #602H

Wellbore: OWB
Design: Plan #2

Local Co-ordinate Reference: TVD Reference: MD Reference:

North Reference: Survey Calculation Method: Well Golden Tee 31 Fed Com #602H

KB @ 3490.0usft KB @ 3490.0usft Grid

Plan Annotations						
Measur Depth (usft)	1	Vertical Depth (usft)	Local Coor +N/-S (usft)	rdinates +E/-W (usft)	Comment	
2,00	0.0	2,000.0	0.0	0.0	Start Build 2.00	
2,24	7.7	2,247.4	5.8	-9.0	Start 2514.7 hold at 2247.7 MD	
4,76	2.3	4,752.6	124.2	-191.0	Start Drop -2.00	
5,01	0.0	5,000.0	130.0	-200.0	Start 5697.0 hold at 5010.0 MD	
10,70		10,697.0	130.0	-200.0	Start Build 10.00	
11,60	7.0	11,270.0	-440.3	-255.5	Start DLS 2.00 TFO -90.00	
11,91	2.9	11,270.0	-745.7	-268.9	Start 6894.0 hold at 11912.9 MD	
18,80	6.9	11,270.0	-7,639.4	-201.8	TD at 18806.9	

PECOS DISTRICT DRILLING CONDITIONS OF APPROVAL

OPERATOR'S NAME: Avant Operating LLC
LEASE NO.: NMNM128836
LOCATION: Section 31, T.22 S., R.35 E., NMPM
COUNTY: Lea County, New Mexico

WELL NAME & NO.: Golden Tee 31 Fed Com 602H

SURFACE HOLE FOOTAGE: 185'/N & 1530'/W

BOTTOM HOLE FOOTAGE 2540'/N & 1254'/W

COA

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

A. HYDROGEN SULFIDE

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

B. CASING

- 1. The 13-3/8 inch surface casing shall be set at approximately 1875 feet (a minimum of 25 feet (Lea County) into the Rustler Anhydrite and above the salt) and cemented to the surface.
 - a. If cement does not circulate to the surface, the appropriate BLM office shall be notified and a temperature survey utilizing an electronic type temperature survey with surface log readout will be used or a cement bond log shall be run to verify the top of the cement. Temperature survey will be run a minimum of six hours after pumping cement and ideally between 8-10 hours after completing the cement job.

- b. Wait on cement (WOC) time for a primary cement job will be a minimum of **8** hours or 500 pounds compressive strength, whichever is greater. (This is to include the lead cement)
- c. Wait on cement (WOC) time for a remedial job will be a minimum of 4 hours after bringing cement to surface or 500 pounds compressive strength, whichever is greater.
- d. If cement falls back, remedial cementing will be done prior to drilling out that string.
- 2. The minimum required fill of cement behind the 9-5/8 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, potash or capitan reef. Cement excess is less than 25%, more cement might be required.

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, potash or capitan reef. Cement excess is less than 25%, more cement might be required.

- ❖ In <u>Capitan Reef 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.
- ❖ Special Capitan Reef requirements. If lost circulation (50% or greater) occurs below the Base of the Salt, the operator shall do the following:
 - Switch to fresh water mud to protect the Capitan Reef and use fresh water mud until setting the intermediate casing. The appropriate BLM office is to be notified for a PET to witness the switch to fresh water.

- Daily drilling reports from the Base of the Salt to the setting of the intermediate casing are to be submitted to the BLM CFO engineering staff via e-mail by 0800 hours each morning. Any lost circulation encountered is to be recorded on these drilling reports. The daily drilling report should show mud volume per shift/tour. Failure to submit these reports will result in an Incidence of Non-Compliance being issued for failure to comply with the Conditions of Approval. If not already planned, the operator shall run a caliper survey for the intermediate well bore and submit to the appropriate BLM office.
- 3. The minimum required fill of cement behind the 5-1/2 inch production casing is:
 - Cement should tie-back at least **50 feet** on top of Capitan Reef top **or 200 feet** into the previous casing, whichever is greater. 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, potash or capitan reef.

C. PRESSURE CONTROL

- 1. Variance approved to use flex line from BOP to choke manifold. Manufacturer's specification to be readily available. No external damage to flex line. Flex line to be installed as straight as possible (no hard bends).'
- 2. Operator has proposed a multi-bowl wellhead assembly. This assembly will only be tested when installed on the surface casing. Minimum working pressure of the blowout preventer (BOP) and related equipment (BOPE) required for drilling below the surface casing shoe shall be **5000 (5M)** psi.
 - a. Wellhead shall be installed by manufacturer's representatives, submit documentation with subsequent sundry.
 - b. If the welding is performed by a third party, the manufacturer's representative shall monitor the temperature to verify that it does not exceed the maximum temperature of the seal.
 - c. Manufacturer representative shall install the test plug for the initial BOP test.
 - d. If the cement does not circulate and one inch operations would have been possible with a standard wellhead, the well head shall be cut off, cementing operations performed and another wellhead installed.
 - e. Whenever any seal subject to test pressure is broken, all the tests in OOGO2.III.A.2.i must be followed.

D. SPECIAL REQUIREMENT (S)

Communitization Agreement

- The operator will submit a Communitization Agreement to the Santa Fe Office, 301 Dinosaur Trail Santa Fe, New Mexico 87508, at least 90 days before the anticipated date of first production from a well subject to a spacing order issued by the New Mexico Oil Conservation Division. The Communitization Agreement will include the signatures of all working interest owners in all Federal and Indian leases subject to the Communitization Agreement (i.e., operating rights owners and lessees of record), or certification that the operator has obtained the written signatures of all such owners and will make those signatures available to the BLM immediately upon request.
- If the operator does not comply with this condition of approval, the BLM may take enforcement actions that include, but are not limited to, those specified in 43 CFR 3163.1.
- In addition, the well sign shall include the surface and bottom hole lease numbers. When the Communitization Agreement number is known, it shall also be on the sign.

GENERAL REQUIREMENTS

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

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

 - ✓ Lea CountyCall the Hobbs Field Station, 414 West Taylor, Hobbs NM 88240, (575)393-3612
- 1. Unless the production casing has been run and cemented or the well has been properly plugged, the drilling rig shall not be removed from over the hole without prior approval.
 - a. In the event the operator has proposed to drill multiple wells utilizing a skid/walking rig. Operator shall secure the wellbore on the current well, after installing and testing the wellhead, by installing a blind flange of like pressure rating to the wellhead and a pressure gauge that can be monitored while drilling is performed on the other well(s).
 - b. When the operator proposes to set surface casing with Spudder Rig
 - Notify the BLM when moving in and removing the Spudder Rig.
 - Notify the BLM when moving in the 2nd Rig. Rig to be moved in within 90 days of notification that Spudder Rig has left the location.
 - BOP/BOPE test to be conducted per Onshore Oil and Gas Order No. 2 as soon as 2nd Rig is rigged up on well.
- 2. Floor controls are required for 3M or Greater systems. These controls will be on the rig floor, unobstructed, readily accessible to the driller and will be operational at all times during drilling and/or completion activities. Rig floor is defined as the area immediately around the rotary table; the area immediately above the substructure on which the draw works are located, this does not include the dog house or stairway area.
- 3. The record of the drilling rate along with the GR/N well log run from TD to surface (horizontal well vertical portion of hole) shall be submitted to the BLM office as well as all other logs run on the borehole 30 days from completion. If available, a digital copy of the logs is to be submitted in addition to the paper copies. The Rustler top and top and bottom of Salt are to be recorded on the Completion Report.

A. CASING

- 1. Changes to the approved APD casing program need prior approval if the items substituted are of lesser grade or different casing size or are Non-API. The Operator can exchange the components of the proposal with that of superior strength (i.e. changing from J-55 to N-80, or from 36# to 40#). Changes to the approved cement program need prior approval if the altered cement plan has less volume or strength or if the changes are substantial (i.e. Multistage tool, ECP, etc.). The initial wellhead installed on the well will remain on the well with spools used as needed.
- 2. Wait on cement (WOC) for Potash Areas: After cementing but before commencing any tests, the casing string shall stand cemented under pressure until both of the following conditions have been met: 1) cement reaches a minimum compressive strength of 500 psi for all cement blends, 2) until cement has been in place at least 24 hours. WOC time will be recorded in the driller's log. The casing intergrity test can be done (prior to the cement setting up) immediately after bumping the plug.
- 3. Wait on cement (WOC) for Water Basin: After cementing but before commencing any tests, the casing string shall stand cemented under pressure until both of the following conditions have been met: 1) cement reaches a minimum compressive strength of 500 psi at the shoe, 2) until cement has been in place at least 8 hours. WOC time will be recorded in the driller's log. See individual casing strings for details regarding lead cement slurry requirements. The casing intergrity test can be done (prior to the cement setting up) immediately after bumping the plug.
- 4. Provide compressive strengths including hours to reach required 500 pounds compressive strength prior to cementing each casing string. Have well specific cement details onsite prior to pumping the cement for each casing string.
- 5. No pea gravel permitted for remedial or fall back remedial without prior authorization from the BLM engineer.
- 6. On that portion of any well approved for a 5M BOPE system or greater, a pressure integrity test of each casing shoe shall be performed. Formation at the shoe shall be tested to a minimum of the mud weight equivalent anticipated to control the formation pressure to the next casing depth or at total depth of the well. This test shall be performed before drilling more than 20 feet of new hole.
- 7. If hardband drill pipe is rotated inside casing, returns will be monitored for metal. If metal is found in samples, drill pipe will be pulled and rubber protectors which have a larger diameter than the tool joints of the drill pipe will be installed prior to continuing drilling operations.
- 8. Whenever a casing string is cemented in the R-111-P potash area, the NMOCD requirements shall be followed.
- B. PRESSURE CONTROL

- 1. All blowout preventer (BOP) and related equipment (BOPE) shall comply with well control requirements as described in Onshore Oil and Gas Order No. 2 and API RP 53 Sec. 17.
- 2. If a variance is approved for a flexible hose to be installed from the BOP to the choke manifold, the following requirements apply: The flex line must meet the requirements of API 16C. Check condition of flexible line from BOP to choke manifold, replace if exterior is damaged or if line fails test. Line to be as straight as possible with no hard bends and is to be anchored according to Manufacturer's requirements. The flexible hose can be exchanged with a hose of equal size and equal or greater pressure rating. Anchor requirements, specification sheet and hydrostatic pressure test certification matching the hose in service, to be onsite for review. These documents shall be posted in the company man's trailer and on the rig floor.
- 3. 5M or higher system requires an HCR valve, remote kill line and annular to match. The remote kill line is to be installed prior to testing the system and tested to stack pressure.
- 4. If the operator has proposed a multi-bowl wellhead assembly in the APD. The following requirements must be met:
 - a. Wellhead shall be installed by manufacturer's representatives, submit documentation with subsequent sundry.
 - b. If the welding is performed by a third party, the manufacturer's representative shall monitor the temperature to verify that it does not exceed the maximum temperature of the seal.
 - c. Manufacturer representative shall install the test plug for the initial BOP test.
 - d. Whenever any seal subject to test pressure is broken, all the tests in OOGO2.III.A.2.i must be followed.
 - e. If the cement does not circulate and one inch operations would have been possible with a standard wellhead, the well head shall be cut off, cementing operations performed and another wellhead installed.
- 5. The appropriate BLM office shall be notified a minimum of 4 hours in advance for a representative to witness the tests.
 - a. In a water basin, for all casing strings utilizing slips, these are to be set as soon as the crew and rig are ready and any fallback cement remediation has been done. The casing cut-off and BOP installation can be initiated four hours after installing the slips, which will be approximately six hours after bumping the plug. For those casing strings not using slips, the minimum wait time before cut-off is eight hours after bumping the plug. BOP/BOPE testing can begin after cut-off or once cement reaches 500 psi compressive strength (including lead when specified), whichever is greater. However, if the float does not

- hold, cut-off cannot be initiated until cement reaches 500 psi compressive strength (including lead when specified).
- b. In potash areas, for all casing strings utilizing slips, these are to be set as soon as the crew and rig are ready and any fallback cement remediation has been done. For all casing strings, casing cut-off and BOP installation can be initiated at twelve hours after bumping the plug. However, **no tests** shall commence until the cement has had a minimum of 24 hours setup time, except the casing pressure test can be initiated immediately after bumping the plug (only applies to single stage cement jobs).
- c. The tests shall be done by an independent service company utilizing a test plug not a cup or J-packer. The operator also has the option of utilizing an independent tester to test without a plug (i.e. against the casing) pursuant to Onshore Order 2 with the pressure not to exceed 70% of the burst rating for the casing. Any test against the casing must meet the WOC time for water basin (8 hours) or potash (24 hours) or 500 pounds compressive strength, whichever is greater, prior to initiating the test (see casing segment as lead cement may be critical item).
- d. The test shall be run on a 5000 psi chart for a 2-3M BOP/BOP, on a 10000 psi chart for a 5M BOP/BOPE and on a 15000 psi chart for a 10M BOP/BOPE. If a linear chart is used, it shall be a one hour chart. A circular chart shall have a maximum 2 hour clock. If a twelve hour or twenty-four hour chart is used, tester shall make a notation that it is run with a two hour clock.
- e. The results of the test shall be reported to the appropriate BLM office.
- f. All tests are required to be recorded on a calibrated test chart. A copy of the BOP/BOPE test chart and a copy of independent service company test will be submitted to the appropriate BLM office.
- g. The BOP/BOPE test shall include a low pressure test from 250 to 300 psi. The test will be held for a minimum of 10 minutes if test is done with a test plug and 30 minutes without a test plug. This test shall be performed prior to the test at full stack pressure.
- h. BOP/BOPE must be tested by an independent service company within 500 feet of the top of the Wolfcamp formation if the time between the setting of the intermediate casing and reaching this depth exceeds 20 days. This test does not exclude the test prior to drilling out the casing shoe as per Onshore Order No. 2.
- C. DRILLING MUD

Mud system monitoring equipment, with derrick floor indicators and visual and audio alarms, shall be operating before drilling into the Wolfcamp formation, and shall be used until production casing is run and cemented.

D. WASTE MATERIAL AND FLUIDS

All waste (i.e. drilling fluids, trash, salts, chemicals, sewage, gray water, etc.) created as a result of drilling operations and completion operations shall be safely contained and disposed of properly at a waste disposal facility. No waste material or fluid shall be disposed of on the well location or surrounding area.

Porto-johns and trash containers will be on-location during fracturing operations or any other crew-intensive operations.



Hydrogen Sulfide Plan Summary

- A. All personnel shall receive proper H2S training in accordance with Onshore Order III.C.3.a.
- B. Briefing Area: two perpendicular areas will be designated by signs and readily accessible.
- C. Required Emergency Equipment:
 - Well control equipment
 - a. Flare line 150' from wellhead to be ignited by flare gun.
 - b. Choke manifold with a remotely operated choke.
 - c. Mud/gas separator
 - Protective equipment for essential personnel.

Breathing apparatus:

- a. Rescue Packs (SCBA) 1 unit shall be placed at each breathing area, 2 shall be stored in the safety trailer.
- b. Work/Escape packs —4 packs shall be stored on the rig floor th sufficient air hose not to restrict work activity.
- c. Emergency Escape Packs —4 packs shall be stored in the doghouse for emergency evacuation.

Auxiliary Rescue Equipment:

- a. Stretcher
- b. Two OSHA full body harness
- c. 100 ft 5/8 inch OSHA approved rope
- d. 1-20# class ABC fire extinguisher
- H2S detection and monitoring equipment:

The stationary detector with three sensors will be placed in the upper dog house if equipped, set to visually alarm @ 10 ppm and audible @ 14 ppm. Calibrate a minimum of every 30 days or as needed. The sensors will be placed in the following places: Rig floor / Bell nipple / End of flow line or where well bore fluid is being discharged.

(Gas sample tubes will be stored in the safety trailer)

- Visual warning systems.
 - a. One color code condition sign will be placed at the entrance to the site reflecting the possible conditions at the site.
 - b. A colored condition flag will be on display, reflecting the current condition at the site at the time.
 - c. Two wind socks will be placed in strategic locations, visible from all angles.

Mud program:

The mud program has been designed to minimize the volume of H2S circulated to surface. The operator will have the necessary mud products to minimize hazards while drilling in H2S bearing zones.

■ Metallurgy:

All drill strings, casings, tubing, wellhead, blowout preventer, drilling spool, kill lines, choke manifold and lines, and valves shall be suitable for H2S service.

Communication:

Communication will be via cell phones and land lines where available.

Company Personnel to be Notified

John Harper, Vice President of Geosciences	Office: (720	746-5045
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Mobile: (678) 988-6644

Cory Nunez, Engineer Mobile: (432) 448-3293

Local & County Agencies

Monument Fire Department	911 or (575) 393-4339
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Hobbs Fire Marshal (575) 391-8185

Lea County Sheriff (Lovington) 911 or (575) 396-3611

Lea County Emergency Management (Lovington) (575) 396-8602

Lea Regional Medical Center Hospital (Hobbs) (575) 492-5000

State Agencies

NM State Police (Hobbs)	(575)	392-5588
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NM Oil Conservation (Hobbs) (575) 370-3186

NM Oil Conservation (Santa Fe) (505) 476-3440

NM Dept. of Transportation (Roswell) (575) 637-7201

<u>Fede</u>	eral	Ag	en	cies

BLM Carlsbad Field Office	(575) 234-5972
BLM Hobbs Field Station	(575) 393-3612
National Response Center	(800) 424-8802
US EPA Region 6 (Dallas)	(800) 887-6063
	(214) 665-6444

<u>Veterinarians</u>

Dal Paso Animal Hospital (Hobbs)	(575) 397-2286
Hobbs Animal Clinic & Pet Care (Hobbs)	(575) 392-5563
Great Plains Veterinary Clinic & Hospital (Hobbs)	(575) 392-5513

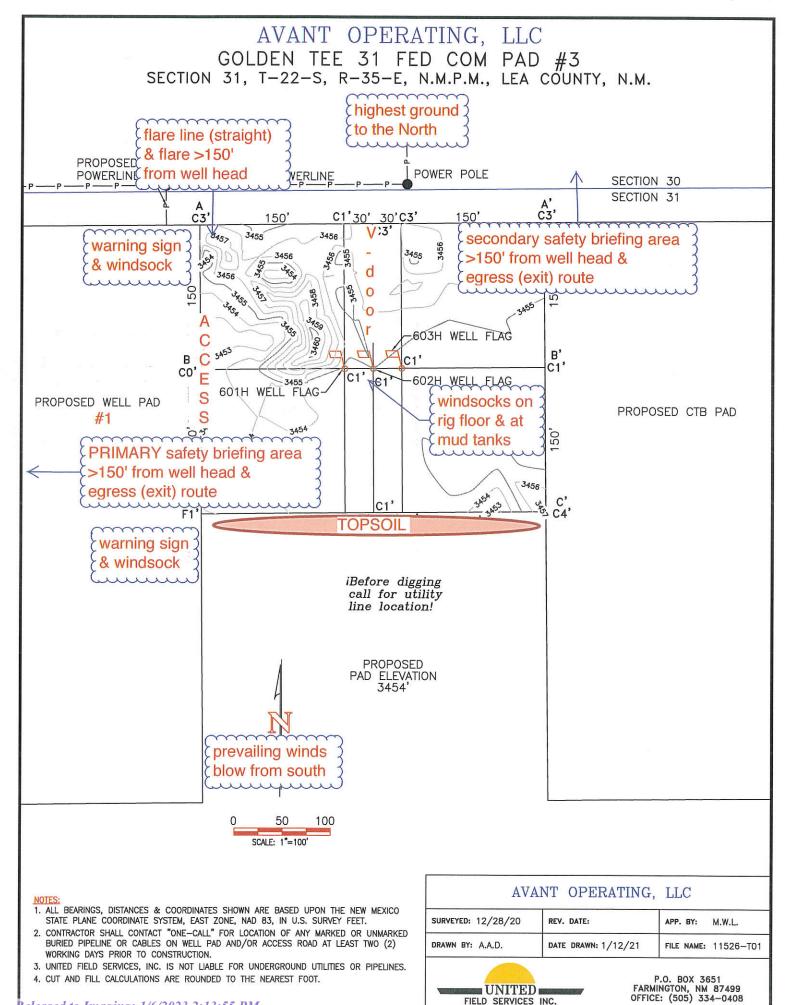
Residents within 2 miles

None

Air Evacuation

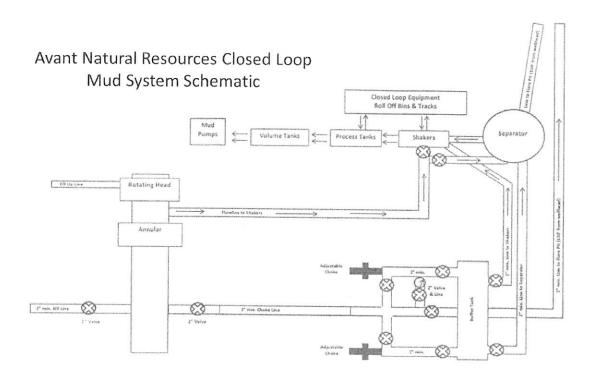
Med Flight Air Ambulance (Albuquerque)	(800) 842-4431
Lifeguard (Albuquerque)	(888) 866-7256

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FIELD SERVICES INC.

103 3833' W Avant Operating, LLC Golden Tee 31 Fed Com Pad 3 H2S Contingency Plan: Radius Map Section 31, Township 22S, Range 35E Lea County, New Mexico Radius Pad Center 1:27,000 0.25 NAD 1983 New Mexico State Plane East FIPS 3001 Feet PERMITS WEST Prepared by Permits West, Inc., January 25, 2021 for Avant Operating, LLC 22S 35E 22S 34E 23S 35E 23S 34E Hobbs 103 4333° W 103.4° W 103.4167* W 103 3833° W



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

District II 811 S. First St., Artesia, NM 88210 Phone:(575) 748-1283 Fax:(575) 748-9720

District III 1000 Rio Brazos Rd., Aztec, NM 87410 Phone:(505) 334-6178 Fax:(505) 334-6170

1220 S. St Francis Dr., Santa Fe, NM 87505 Phone:(505) 476-3470 Fax:(505) 476-3462

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

CONDITIONS

Action 170515

CONDITIONS

Operator:	OGRID:
Avant Operating, LLC	330396
1515 Wynkoop Street	Action Number:
Denver, CO 80202	170515
	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	1/6/2023
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	1/6/2023
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	1/6/2023
pkautz	Cement is required to circulate on both surface and intermediate1 strings of casing	1/6/2023