

Form 3160-5
(June 2019)

UNITED STATES
DEPARTMENT OF THE INTERIOR
BUREAU OF LAND MANAGEMENT

FORM APPROVED
OMB No. 1004-0137
Expires: October 31, 2021

SUNDRY NOTICES AND REPORTS ON WELLS
Do not use this form for proposals to drill or to re-enter an abandoned well. Use Form 3160-3 (APD) for such proposals.

5. Lease Serial No.	
6. If Indian, Allottee or Tribe Name	
7. If Unit of CA/Agreement, Name and/or No.	
8. Well Name and No.	
9. API Well No.	
10. Field and Pool or Exploratory Area	
11. Country or Parish, State	

12. CHECK THE APPROPRIATE BOX(ES) TO INDICATE NATURE OF NOTICE, REPORT OR OTHER DATA

TYPE OF SUBMISSION	TYPE OF ACTION				
<input type="checkbox"/> Notice of Intent	<input type="checkbox"/> Acidize	<input type="checkbox"/> Deepen	<input type="checkbox"/> Production (Start/Resume)	<input type="checkbox"/> Water Shut-Off	
<input type="checkbox"/> Subsequent Report	<input type="checkbox"/> Alter Casing	<input type="checkbox"/> Hydraulic Fracturing	<input type="checkbox"/> Reclamation	<input type="checkbox"/> Well Integrity	
<input type="checkbox"/> Final Abandonment Notice	<input type="checkbox"/> Casing Repair	<input type="checkbox"/> New Construction	<input type="checkbox"/> Recomplete	<input type="checkbox"/> Other	
	<input type="checkbox"/> Change Plans	<input type="checkbox"/> Plug and Abandon	<input type="checkbox"/> Temporarily Abandon		
	<input type="checkbox"/> Convert to Injection	<input type="checkbox"/> Plug Back	<input type="checkbox"/> Water Disposal		

13. Describe Proposed or Completed Operation: Clearly state all pertinent details, including estimated starting date of any proposed work and approximate duration thereof. If the proposal is to deepen directionally or recompleate horizontally, give subsurface locations and measured and true vertical depths of all pertinent markers and zones. Attach the Bond under which the work will be perfonned or provide the Bond No. on file with BLM/BIA. Required subsequent reports must be filed within 30 days following completion of the involved operations. If the operation results in a multiple completion or recompleation in a new interval, a Form 3160-4 must be filed once testing has been completed. Final Abandonment Notices must be filed only after all requirements, including reclamation, have been completed and the operator has detennined that the site is ready for final inspection.)

14. I hereby certify that the foregoing is true and correct. Name (Printed/Typed)	Title
Signature	Date

THE SPACE FOR FEDERAL OR STATE OFFICE USE

Approved by	Title	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	

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)

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

Batch Well Data

VONI FED COM 223H, US Well Number: 3001547057, Case Number: NMNM142977, Lease Number: NMNM138866,
Operator:MATADOR PRODUCTION COMPANY

VONI FED COM 227H, US Well Number: 3001547058, Case Number: NMNM138866, Lease Number: NMNM138866,
Operator:MATADOR PRODUCTION COMPANY

VONI FED COM 224H, US Well Number: 3001547078, Case Number: NMNM138866, Lease Number: NMNM138866,
Operator:MATADOR PRODUCTION COMPANY

VONI FED COM 228H, US Well Number: 3001547079, Case Number: NMNM138866, Lease Number: NMNM138866,
Operator:MATADOR PRODUCTION COMPANY

CONFIDENTIAL

Well Name	Well Number	US Well Number	Lease Number	Case Number	Operator
VONI FED COM	224H	3001547078	NMNM138866	NMNM138866	MATADOR
VONI FED COM	228H	3001547079	NMNM138866	NMNM138866	MATADOR
VONI FED COM	227H	3001547058	NMNM138866	NMNM138866	MATADOR
VONI FED COM	223H	3001547057	NMNM138866	NMNM142977	MATADOR

Notice of Intent

Sundry ID: 1518064

Type of Submission: Notice of Intent

Date Sundry Submitted: 04/06/2021

Date proposed operation will begin: 06/23/2021

Type of Action: Other

Time Sundry Submitted: 08:53

Procedure Description: BLM Bond No.: NMB001079 Surety Bond No.: RLB0015172 Matador requests the option to amend the casing and cement design to the attached plan. Omit 9-5/8" casing string and utilize a diesel brine emulsion mud system. Please see the supporting documentation attached and contact Blake Hermes at 972-371-5485 or bhermes@matadorresources.com for any questions.

Surface Disturbance

Is any additional surface disturbance proposed?: No

NOI Attachments

Procedure Description

- Voni_Fed_Com_228H_BLM_Drill_Plan_20210312085715.pdf
- Voni_Fed_Com_227H_BLM_Drill_Plan_20210312085659.pdf
- Voni_Fed_Com_224H_BLM_Drill_Plan_20210312085640.pdf
- Voni_Fed_Com_223H_BLM_Drill_Plan_20210312085621.pdf

Conditions of Approval

Additional

VONI_FED_COM_BATCH__SUNDRY_COA_20221216111634.pdf

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: NICKY FITZGERALD

Signed on: APR 06, 2021 08:53 AM

Name: MATADOR PRODUCTION COMPANY

Title: Regulatory

Street Address: 5400 LBJ FREEWAY STE 1500

City: DALLASState: TX

Phone: (972) 371-5448

Email address: nicky.fitzgerald@matadorresources.com

Field

Representative Name:

Street Address:

City:State:Zip:

Phone:

Email address:

BLM Point of Contact

BLM POC Name: CHRISTOPHER WALLS

BLM POC Title: Petroleum Engineer

BLM POC Phone: 5752342234

BLM POC Email Address: cwalls@blm.gov

Disposition: Approved

Disposition Date: 12/16/2022

Signature: Chris Walls

Drill Plan**Voni Fed Com 223H****SHL: 350' FNL & 2086' FEL Section 21****BHL: 240' FSL & 2310' FEL Section 33****Township/Range: 26S 31E****Elevation Above Sea Level: 3192****Drilling Operation Plan**

Proposed Drilling Depth: 24499' MD / 12171' TVD

Type of well: Horizontal well, no pilot hole

Permitted Well Type: Oil

Geologic Name of Surface Formation: Quaternary Deposits

KOP Lat/Long (NAD83): 32.0353256204 N / -103.7823655984 W

TD Lat/Long (NAD83): 32.0008391313 N / -103.7820095802 W

1. Estimated Tops

Formation	MD (ft)	TVD (ft)	Thickness (ft)	Lithology	Resource
Rustler	855	855	707	Anhydrite	Barren
Salado (Top of Salt)	1,562	1,562	1,829	Salt	Barren
Lamar (Base of Salt)	4,015	4,015	28	Salt	Barren
Bell Canyon	4,043	4,043	1,103	Sandstone	Oil/Natural Gas
Cherry Canyon	5,146	5,146	1,143	Sandstone	Oil/Natural Gas
Brushy Canyon	6,289	6,289	1,640	Sandstone	Oil/Natural Gas
Bone Spring Lime	7,929	7,929	986	Limestone	Oil/Natural Gas
1st Bone Spring Sand	8,915	8,915	438	Sandstone	Oil/Natural Gas
2nd Bone Spring Carbonate	9,353	9,353	177	Carbonate	Oil/Natural Gas
2nd Bone Spring Sand	9,530	9,530	591	Sandstone	Oil/Natural Gas
3rd Bone Spring Carbonate	10,121	10,121	685	Carbonate	Oil/Natural Gas
3rd Bone Spring Sand	10,806	10,806	421	Sandstone	Oil/Natural Gas
Wolfcamp	11,227	11,227	-	Shale	Oil/Natural Gas
KOP	11,625	11,598	-	Shale	Oil/Natural Gas
TD	24,499	12,171	-	Shale	Oil/Natural Gas

2. Notable Zones

Wolfcamp is the goal. All perforations will be within the setback requirements as prescribed or permitted by the New Mexico Oil Conservation Division. OSE estimated ground water depth at this location is 230'

3. Pressure Control**Equipment**

A 18,000' 10,000-psi BOP stack consisting of 3 rams with 2 pipe rams, 1 blind ram, and one annular preventer will be utilized below surface casing to TD. See attachments for BOP and choke manifold diagrams.

An accumulator complying with Onshore Order #2 requirements for the pressure rating of the BOP stack will be present. A rotating head will also be installed as needed.

Testing Procedure

Drill Plan

BOP will be inspected and operated as required in Onshore Order #2. Kelly cock and sub equipped with a full opening valve sized to fit the drill pipe and collars will be available on the rig floor in the open position.

A third party company will test the BOPs.

After setting surface casing, a minimum 10M BOPE system will be installed. Test pressures will be 250 psi low and 10,000 psi high with the annular preventer being tested to 250 psi low and 5000 psi high before drilling below surface shoe. In the event that the rig drills multiple wells on the pad and any seal subject to test pressures are broken, a full BOP test will be performed when the rig returns and the 10M BOPE system is re-installed.

Variance Request

Matador requests a variance to have the option of running a multi-bowl wellhead assembly for setting the Intermediate 1, and Production Strings. The BOPs will not be tested again unless any flanges are separated.

Matador requests a variance to drill this well using a co-flex line between the BOP and choke manifold. Certification for proposed co-flex hose is attached. The hose is not required by the manufacturer to be anchored. If the specific hose is not available, then one of equal or higher rating will be used.

Matador requests a variance to have the option of batch drilling this well with other wells on the same pad. In the event that this well is batch drilled, the wellbore will be secured with a blind flange of like pressure. When the rig returns to this well and BOPs are installed, the operator will perform a full BOP test.

Matador requests a variance to drill this well using a 5M annular preventer with a 10M BOP ram stack. The "Well Control Plan For 10M MASP Section of Wellbore" is attached.

4. Casing & Cement

All casing will be API and new. See attached casing assumption worksheet.

String	Hole Size (in)	Set MD (ft)	Set TVD (ft)	Casing Size (in)	Wt. (lb/ft)	Grade	Joint	Collapse	Burst	Tension
Surface	17.5	0 - 1066	0 - 1066	13.375	54.5	J-55	BUTT	1.125	1.125	1.8
Intermediate 1	9.875	0 - 11475	0 - 11448	7.625	29.7	P-110	BUTT	1.125	1.125	1.8
Production	6.75	0 - 24499	0 - 12171	5.5	20	P-110	Hunting TLW-SC	1.125	1.125	1.8

- All casing strings will be tested in accordance with Onshore Order #2 - III.B.1.h
- Rustler top will be validated via drilling parameters (i.e. reduction in ROP) and surface casing setting depth revised accordingly if needed
- All non-API joint connections will be of like or greater quality and as run specification sheets will be on location for review

Variance Request

Drill Plan

Matador request a variance to wave the centralizer requirement for the 7-5/8" casing and the 5-1/2" SF/Flush casing in the 6-3/4" hole.

If a DV tool is used, depth(s) will be adjusted based on hole conditions and cement volumes will be adjusted proportionally. DV tool will be set a minimum of 50 feet below previous casing and a minimum of 200 feet above the current shoe. Lab reports with the 500 psi compressive strength time for the cement will be onsite for review.

Matador request option to perform a bradenhead cement squeeze on Intermediate 1 string.

Matador request a variance to utilize a surface setting rig. If this is used, Matador request the option to drill either 17.5" or 20" surface hole.

String	Type	Sacks	Yield	Cu. Ft.	Weight	Percent Excess	Top of Cement	Class	Blend
Surface	Lead	460	1.747	797	13.5	50%	0	C	5% NaCl + LCM
	Tail	250	1.379	348	14.8	50%	766	C	5% NaCl + LCM
Intermediate 1	Lead	850	3.66	3111	10.3	25%	0	A/C	Fluid Loss + Dispersant + Retarder + LCM
	Tail	200	1.413	286	13.2	25%	10475	A/C	Fluid Loss + Dispersant + Retarder + LCM
Production	Tail	1030	1.193	1224	14.2	10%	11275	H	Fluid Loss + Dispersant + Retarder + LCM

5. Mud Program

An electronic Pason mud monitoring system complying with Onshore Order 2 will be used. All necessary mud products (barite, bentonite, LCM) for weight addition and fluid loss control will be on location at all times. Mud program is subject to change due to hole conditions.

Hole Section	Hole Size (in)	Mud Type	Interval MD (ft)	Density (lb/gal)	Viscosity	Fluid Loss
Surface	17.5	Spud Mud	0 - 1066	8.4 - 8.8	28-30	NC
Intermediate 1	9.875	Brine Diesel Emulsion	1066 - 11475	8.4 - 9.4	28-30	NC
Production	6.75	OBM	11475 - 24499	12 - 13.5	50-65	<20

6. Cores, Test, & Logs

No core or drill stem test is planned.

No electric logs are planned at this time. GR will be collected through the MWD tools from Intermediate casing to TD. CBL with CCL will be run as far as gravity will let it fall to top of curve.

7. Down Hole Conditions

Drill Plan

No abnormal pressure or temperature is expected. Bottom hole pressure is 8544 psi. Maximum anticipated surface pressure is 5866 psi. Expected bottom hole temperature is 201° F.

In accordance with Onshore Order 6, Matador does not anticipate that there will be enough H₂S from the surface to the Bone Spring formations to meet the BLM's minimum requirements for the submission of a "H₂S Drilling Operation Plan" or "Public Protection Plan" for the drilling and completion of this well. Since we have a H₂S safety package on all wells, attached is a "H₂S Drilling Operations Plan". Adequate flare lines will be installed off the mud/gas separator where gas may be flared safely. All personnel will be familiar with all aspects of safe operation of the equipment being used.

Drill Plan**Voni Fed Com 224H****SHL: 260' FNL & 1208' FEL Section 21****BHL: 240' FSL & 990' FEL Section 33****Township/Range: 26S 31E****Elevation Above Sea Level: 3192****Drilling Operation Plan**

Proposed Drilling Depth: 24497' MD / 12178' TVD

Type of well: Horizontal well, no pilot hole

Permitted Well Type: Oil

Geologic Name of Surface Formation: Quaternary Deposits

KOP Lat/Long (NAD83): 32.0353256204 N / -103.7823655984 W

TD Lat/Long (NAD83): 32.0008391313 N / -103.7820095802 W

1. Estimated Tops

Formation	MD (ft)	TVD (ft)	Thickness (ft)	Lithology	Resource
Rustler	893	893	681	Anhydrite	Barren
Salado (Top of Salt)	1,574	1,574	1,817	Salt	Barren
Lamar (Base of Salt)	4,025	4,025	27	Salt	Barren
Bell Canyon	4,052	4,052	1,090	Sandstone	Oil/Natural Gas
Cherry Canyon	5,142	5,142	1,149	Sandstone	Oil/Natural Gas
Brushy Canyon	6,291	6,291	1,653	Sandstone	Oil/Natural Gas
Bone Spring Lime	7,944	7,944	986	Limestone	Oil/Natural Gas
1st Bone Spring Sand	8,930	8,930	425	Sandstone	Oil/Natural Gas
2nd Bone Spring Carbonate	9,355	9,355	253	Carbonate	Oil/Natural Gas
2nd Bone Spring Sand	9,608	9,608	503	Sandstone	Oil/Natural Gas
3rd Bone Spring Carbonate	10,111	10,111	708	Carbonate	Oil/Natural Gas
3rd Bone Spring Sand	10,819	10,819	416	Sandstone	Oil/Natural Gas
Wolfcamp	11,235	11,235	-	Shale	Oil/Natural Gas
KOP	11,620	11,605	-	Shale	Oil/Natural Gas
TD	24,497	12,178	-	Shale	Oil/Natural Gas

2. Notable Zones

Wolfcamp is the goal. All perforations will be within the setback requirements as prescribed or permitted by the New Mexico Oil Conservation Division. OSE estimated ground water depth at this location is 230'

3. Pressure Control**Equipment**

A 18,000' 10,000-psi BOP stack consisting of 3 rams with 2 pipe rams, 1 blind ram, and one annular preventer will be utilized below surface casing to TD. See attachments for BOP and choke manifold diagrams.

An accumulator complying with Onshore Order #2 requirements for the pressure rating of the BOP stack will be present. A rotating head will also be installed as needed.

Testing Procedure

Drill Plan

BOP will be inspected and operated as required in Onshore Order #2. Kelly cock and sub equipped with a full opening valve sized to fit the drill pipe and collars will be available on the rig floor in the open position.

A third party company will test the BOPs.

After setting surface casing, a minimum 10M BOPE system will be installed. Test pressures will be 250 psi low and 10,000 psi high with the annular preventer being tested to 250 psi low and 5000 psi high before drilling below surface shoe. In the event that the rig drills multiple wells on the pad and any seal subject to test pressures are broken, a full BOP test will be performed when the rig returns and the 10M BOPE system is re-installed.

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Matador requests a variance to drill this well using a 5M annular preventer with a 10M BOP ram stack. The "Well Control Plan For 10M MASP Section of Wellbore" is attached.

4. Casing & Cement

All casing will be API and new. See attached casing assumption worksheet.

String	Hole Size (in)	Set MD (ft)	Set TVD (ft)	Casing Size (in)	Wt. (lb/ft)	Grade	Joint	Collapse	Burst	Tension
Surface	17.5	0 - 1092	0 - 1092	13.375	54.5	J-55	BUTT	1.125	1.125	1.8
Intermediate 1	9.875	0 - 11470	0 - 11455	7.625	29.7	P-110	BUTT	1.125	1.125	1.8
Production	6.75	0 - 24497	0 - 12178	5.5	20	P-110	Hunting TLW-SC	1.125	1.125	1.8

- All casing strings will be tested in accordance with Onshore Order #2 - III.B.1.h
- Rustler top will be validated via drilling parameters (i.e. reduction in ROP) and surface casing setting depth revised accordingly if needed
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Matador request option to perform a bradenhead cement squeeze on Intermediate 1 string.

Matador request a variance to utilize a surface setting rig. If this is used, Matador request the option to drill either 17.5" or 20" surface hole.

String	Type	Sacks	Yield	Cu. Ft.	Weight	Percent Excess	Top of Cement	Class	Blend
Surface	Lead	470	1.747	820	13.5	50%	0	C	5% NaCl + LCM
	Tail	250	1.379	348	14.8	50%	792	C	5% NaCl + LCM
Intermediate 1	Lead	850	3.66	3122	10.3	25%	0	A/C	Fluid Loss + Dispersant + Retarder + LCM
	Tail	200	1.413	286	13.2	25%	10470	A/C	Fluid Loss + Dispersant + Retarder + LCM
Production	Tail	1030	1.193	1224	14.2	10%	11270	H	Fluid Loss + Dispersant + Retarder + LCM

5. Mud Program

An electronic Pason mud monitoring system complying with Onshore Order 2 will be used. All necessary mud products (barite, bentonite, LCM) for weight addition and fluid loss control will be on location at all times. Mud program is subject to change due to hole conditions.

Hole Section	Hole Size (in)	Mud Type	Interval MD (ft)	Density (lb/gal)	Viscosity	Fluid Loss
Surface	17.5	Spud Mud	0 - 1092	8.4 - 8.8	28-30	NC
Intermediate 1	9.875	Brine Diesel Emulsion	1092 - 11470	8.4 - 9.4	28-30	NC
Production	6.75	OBM	11470 - 24497	12 - 13.5	50-65	<20

6. Cores, Test, & Logs

No core or drill stem test is planned.

No electric logs are planned at this time. GR will be collected through the MWD tools from Intermediate casing to TD. CBL with CCL will be run as far as gravity will let it fall to top of curve.

7. Down Hole Conditions

Drill Plan

No abnormal pressure or temperature is expected. Bottom hole pressure is 8549 psi. Maximum anticipated surface pressure is 5870 psi. Expected bottom hole temperature is 201° F.

In accordance with Onshore Order 6, Matador does not anticipate that there will be enough H₂S from the surface to the Bone Spring formations to meet the BLM's minimum requirements for the submission of a "H₂S Drilling Operation Plan" or "Public Protection Plan" for the drilling and completion of this well. Since we have a H₂S safety package on all wells, attached is a "H₂S Drilling Operations Plan". Adequate flare lines will be installed off the mud/gas separator where gas may be flared safely. All personnel will be familiar with all aspects of safe operation of the equipment being used.

Drill Plan**Voni Fed Com 227H****SHL: 350' FNL & 2026' FEL Section 21****BHL: 240' FSL & 1650' FEL Section 33****Township/Range: 26S 31E****Elevation Above Sea Level: 3192****Drilling Operation Plan**

Proposed Drilling Depth: 24830' MD / 12502' TVD

Type of well: Horizontal well, no pilot hole

Permitted Well Type: Oil

Geologic Name of Surface Formation: Quaternary Deposits

KOP Lat/Long (NAD83): 32.0353262813 N / -103.7799936361 W

TD Lat/Long (NAD83): 32.0008407428 N / -103.7798806078 W

1. Estimated Tops

Formation	MD (ft)	TVD (ft)	Thickness (ft)	Lithology	Resource
Rustler	855	855	707	Anhydrite	Barren
Salado (Top of Salt)	1,562	1,562	1,829	Salt	Barren
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Cherry Canyon	5,146	5,146	1,143	Sandstone	Oil/Natural Gas
Brushy Canyon	6,289	6,289	1,640	Sandstone	Oil/Natural Gas
Bone Spring Lime	7,929	7,929	986	Limestone	Oil/Natural Gas
1st Bone Spring Sand	8,915	8,915	438	Sandstone	Oil/Natural Gas
2nd Bone Spring Carbonate	9,353	9,353	177	Carbonate	Oil/Natural Gas
2nd Bone Spring Sand	9,530	9,530	591	Sandstone	Oil/Natural Gas
3rd Bone Spring Carbonate	10,121	10,121	685	Carbonate	Oil/Natural Gas
3rd Bone Spring Sand	10,806	10,806	421	Sandstone	Oil/Natural Gas
Wolfcamp	11,227	11,227	-	Shale	Oil/Natural Gas
KOP	11,960	11,929	-	Shale	Oil/Natural Gas
TD	24,830	12,502	-	Shale	Oil/Natural Gas

2. Notable Zones

Wolfcamp is the goal. All perforations will be within the setback requirements as prescribed or permitted by the New Mexico Oil Conservation Division. OSE estimated ground water depth at this location is 230'

3. Pressure Control**Equipment**

A 18,000' 10,000-psi BOP stack consisting of 3 rams with 2 pipe rams, 1 blind ram, and one annular preventer will be utilized below surface casing to TD. See attachments for BOP and choke manifold diagrams.

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Testing Procedure

Drill Plan

BOP will be inspected and operated as required in Onshore Order #2. Kelly cock and sub equipped with a full opening valve sized to fit the drill pipe and collars will be available on the rig floor in the open position.

A third party company will test the BOPs.

After setting surface casing, a minimum 10M BOPE system will be installed. Test pressures will be 250 psi low and 10,000 psi high with the annular preventer being tested to 250 psi low and 5000 psi high before drilling below surface shoe. In the event that the rig drills multiple wells on the pad and any seal subject to test pressures are broken, a full BOP test will be performed when the rig returns and the 10M BOPE system is re-installed.

Variance Request

Matador requests a variance to have the option of running a multi-bowl wellhead assembly for setting the Intermediate 1, and Production Strings. The BOPs will not be tested again unless any flanges are separated.

Matador requests a variance to drill this well using a co-flex line between the BOP and choke manifold. Certification for proposed co-flex hose is attached. The hose is not required by the manufacturer to be anchored. If the specific hose is not available, then one of equal or higher rating will be used.

Matador requests a variance to have the option of batch drilling this well with other wells on the same pad. In the event that this well is batch drilled, the wellbore will be secured with a blind flange of like pressure. When the rig returns to this well and BOPs are installed, the operator will perform a full BOP test.

Matador requests a variance to drill this well using a 5M annular preventer with a 10M BOP ram stack. The "Well Control Plan For 10M MASP Section of Wellbore" is attached.

4. Casing & Cement

All casing will be API and new. See attached casing assumption worksheet.

String	Hole Size (in)	Set MD (ft)	Set TVD (ft)	Casing Size (in)	Wt. (lb/ft)	Grade	Joint	Collapse	Burst	Tension
Surface	17.5	0 - 1066	0 - 1066	13.375	54.5	J-55	BUTT	1.125	1.125	1.8
Intermediate 1	9.875	0 - 11810	0 - 11779	7.625	29.7	P-110	BUTT	1.125	1.125	1.8
Production	6.75	0 - 24830	0 - 12502	5.5	20	P-110	Hunting TLW-SC	1.125	1.125	1.8

- All casing strings will be tested in accordance with Onshore Order #2 - III.B.1.h
- Rustler top will be validated via drilling parameters (i.e. reduction in ROP) and surface casing setting depth revised accordingly if needed
- All non-API joint connections will be of like or greater quality and as run specification sheets will be on location for review

Variance Request

Drill Plan

Matador request a variance to wave the centralizer requirement for the 7-5/8" casing and the 5-1/2" SF/Flush casing in the 6-3/4" hole.

If a DV tool is used, depth(s) will be adjusted based on hole conditions and cement volumes will be adjusted proportionally. DV tool will be set a minimum of 50 feet below previous casing and a minimum of 200 feet above the current shoe. Lab reports with the 500 psi compressive strength time for the cement will be onsite for review.

Matador request option to perform a bradenhead cement squeeze on Intermediate 1 string.

Matador request a variance to utilize a surface setting rig. If this is used, Matador request the option to drill either 17.5" or 20" surface hole.

String	Type	Sacks	Yield	Cu. Ft.	Weight	Percent Excess	Top of Cement	Class	Blend
Surface	Lead	460	1.747	797	13.5	50%	0	C	5% NaCl + LCM
	Tail	250	1.379	348	14.8	50%	766	C	5% NaCl + LCM
Intermediate 1	Lead	870	3.66	3201	10.3	25%	0	A/C	Fluid Loss + Dispersant + Retarder + LCM
	Tail	200	1.413	286	13.2	25%	10810	A/C	Fluid Loss + Dispersant + Retarder + LCM
Production	Tail	1030	1.193	1224	14.2	10%	11610	H	Fluid Loss + Dispersant + Retarder + LCM

5. Mud Program

An electronic Pason mud monitoring system complying with Onshore Order 2 will be used. All necessary mud products (barite, bentonite, LCM) for weight addition and fluid loss control will be on location at all times. Mud program is subject to change due to hole conditions.

Hole Section	Hole Size (in)	Mud Type	Interval MD (ft)	Density (lb/gal)	Viscosity	Fluid Loss
Surface	17.5	Spud Mud	0 - 1066	8.4 - 8.8	28-30	NC
Intermediate 1	9.875	Brine Diesel Emulsion	1066 - 11810	8.4 - 9.4	28-30	NC
Production	6.75	OBM	11810 - 24830	12 - 13.5	50-65	<20

6. Cores, Test, & Logs

No core or drill stem test is planned.

No electric logs are planned at this time. GR will be collected through the MWD tools from Intermediate casing to TD. CBL with CCL will be run as far as gravity will let it fall to top of curve.

7. Down Hole Conditions

Drill Plan

No abnormal pressure or temperature is expected. Bottom hole pressure is 8776 psi. Maximum anticipated surface pressure is 6026 psi. Expected bottom hole temperature is 201° F.

In accordance with Onshore Order 6, Matador does not anticipate that there will be enough H₂S from the surface to the Bone Spring formations to meet the BLM's minimum requirements for the submission of a "H₂S Drilling Operation Plan" or "Public Protection Plan" for the drilling and completion of this well. Since we have a H₂S safety package on all wells, attached is a "H₂S Drilling Operations Plan". Adequate flare lines will be installed off the mud/gas separator where gas may be flared safely. All personnel will be familiar with all aspects of safe operation of the equipment being used.

Drill Plan**Voni Fed Com 228H****SHL: 260' FNL & 1268' FEL Section 21****BHL: 240' FSL & 330' FEL Section 33****Township/Range: 26S 31E****Elevation Above Sea Level: 3192****Drilling Operation Plan**

Proposed Drilling Depth: 24881' MD / 12514' TVD

Type of well: Horizontal well, no pilot hole

Permitted Well Type: Oil

Geologic Name of Surface Formation: Quaternary Deposits

KOP Lat/Long (NAD83): 32.0353262813 N / -103.7799936361 W

TD Lat/Long (NAD83): 32.0008407428 N / -103.7798806078 W

1. Estimated Tops

Formation	MD (ft)	TVD (ft)	Thickness (ft)	Lithology	Resource
Rustler	893	893	681	Anhydrite	Barren
Salado (Top of Salt)	1,574	1,574	1,817	Salt	Barren
Lamar (Base of Salt)	4,025	4,025	27	Salt	Barren
Bell Canyon	4,052	4,052	1,090	Sandstone	Oil/Natural Gas
Cherry Canyon	5,142	5,142	1,149	Sandstone	Oil/Natural Gas
Brushy Canyon	6,291	6,291	1,653	Sandstone	Oil/Natural Gas
Bone Spring Lime	7,944	7,944	986	Limestone	Oil/Natural Gas
1st Bone Spring Sand	8,930	8,930	425	Sandstone	Oil/Natural Gas
2nd Bone Spring Carbonate	9,355	9,355	253	Carbonate	Oil/Natural Gas
2nd Bone Spring Sand	9,608	9,608	503	Sandstone	Oil/Natural Gas
3rd Bone Spring Carbonate	10,111	10,111	708	Carbonate	Oil/Natural Gas
3rd Bone Spring Sand	10,819	10,819	416	Sandstone	Oil/Natural Gas
Wolfcamp	11,235	11,235	-	Shale	Oil/Natural Gas
KOP	11,993	11,941	-	Shale	Oil/Natural Gas
TD	24,881	12,514	-	Shale	Oil/Natural Gas

2. Notable Zones

Wolfcamp is the goal. All perforations will be within the setback requirements as prescribed or permitted by the New Mexico Oil Conservation Division. OSE estimated ground water depth at this location is 230'

3. Pressure Control**Equipment**

A 18,000' 10,000-psi BOP stack consisting of 3 rams with 2 pipe rams, 1 blind ram, and one annular preventer will be utilized below surface casing to TD. See attachments for BOP and choke manifold diagrams.

An accumulator complying with Onshore Order #2 requirements for the pressure rating of the BOP stack will be present. A rotating head will also be installed as needed.

Testing Procedure

Drill Plan

BOP will be inspected and operated as required in Onshore Order #2. Kelly cock and sub equipped with a full opening valve sized to fit the drill pipe and collars will be available on the rig floor in the open position.

A third party company will test the BOPs.

After setting surface casing, a minimum 10M BOPE system will be installed. Test pressures will be 250 psi low and 10,000 psi high with the annular preventer being tested to 250 psi low and 5000 psi high before drilling below surface shoe. In the event that the rig drills multiple wells on the pad and any seal subject to test pressures are broken, a full BOP test will be performed when the rig returns and the 10M BOPE system is re-installed.

Variance Request

Matador requests a variance to have the option of running a multi-bowl wellhead assembly for setting the Intermediate 1, and Production Strings. The BOPs will not be tested again unless any flanges are separated.

Matador requests a variance to drill this well using a co-flex line between the BOP and choke manifold. Certification for proposed co-flex hose is attached. The hose is not required by the manufacturer to be anchored. If the specific hose is not available, then one of equal or higher rating will be used.

Matador requests a variance to have the option of batch drilling this well with other wells on the same pad. In the event that this well is batch drilled, the wellbore will be secured with a blind flange of like pressure. When the rig returns to this well and BOPs are installed, the operator will perform a full BOP test.

Matador requests a variance to drill this well using a 5M annular preventer with a 10M BOP ram stack. The "Well Control Plan For 10M MASP Section of Wellbore" is attached.

4. Casing & Cement

All casing will be API and new. See attached casing assumption worksheet.

String	Hole Size (in)	Set MD (ft)	Set TVD (ft)	Casing Size (in)	Wt. (lb/ft)	Grade	Joint	Collapse	Burst	Tension
Surface	17.5	0 - 1092	0 - 1092	13.375	54.5	J-55	BUTT	1.125	1.125	1.8
Intermediate 1	9.875	0 - 11843	0 - 11791	7.625	29.7	P-110	BUTT	1.125	1.125	1.8
Production	6.75	0 - 24881	0 - 12514	5.5	20	P-110	Hunting TLW-SC	1.125	1.125	1.8

- All casing strings will be tested in accordance with Onshore Order #2 - III.B.1.h
- Rustler top will be validated via drilling parameters (i.e. reduction in ROP) and surface casing setting depth revised accordingly if needed
- All non-API joint connections will be of like or greater quality and as run specification sheets will be on location for review

Variance Request

Drill Plan

Matador request a variance to wave the centralizer requirement for the 7-5/8" casing and the 5-1/2" SF/Flush casing in the 6-3/4" hole.

If a DV tool is used, depth(s) will be adjusted based on hole conditions and cement volumes will be adjusted proportionally. DV tool will be set a minimum of 50 feet below previous casing and a minimum of 200 feet above the current shoe. Lab reports with the 500 psi compressive strength time for the cement will be onsite for review.

Matador request option to perform a bradenhead cement squeeze on Intermediate 1 string.

Matador request a variance to utilize a surface setting rig. If this is used, Matador request the option to drill either 17.5" or 20" surface hole.

String	Type	Sacks	Yield	Cu. Ft.	Weight	Percent Excess	Top of Cement	Class	Blend
Surface	Lead	470	1.747	820	13.5	50%	0	C	5% NaCl + LCM
	Tail	250	1.379	348	14.8	50%	792	C	5% NaCl + LCM
Intermediate 1	Lead	880	3.66	3217	10.3	25%	0	A/C	Fluid Loss + Dispersant + Retarder + LCM
	Tail	200	1.413	286	13.2	25%	10843	A/C	Fluid Loss + Dispersant + Retarder + LCM
Production	Tail	1030	1.193	1224	14.2	10%	11643	H	Fluid Loss + Dispersant + Retarder + LCM

5. Mud Program

An electronic Pason mud monitoring system complying with Onshore Order 2 will be used. All necessary mud products (barite, bentonite, LCM) for weight addition and fluid loss control will be on location at all times. Mud program is subject to change due to hole conditions.

Hole Section	Hole Size (in)	Mud Type	Interval MD (ft)	Density (lb/gal)	Viscosity	Fluid Loss
Surface	17.5	Spud Mud	0 - 1092	8.4 - 8.8	28-30	NC
Intermediate 1	9.875	Brine Diesel Emulsion	1092 - 11843	8.4 - 9.4	28-30	NC
Production	6.75	OBM	11843 - 24881	12 - 13.5	50-65	<20

6. Cores, Test, & Logs

No core or drill stem test is planned.

No electric logs are planned at this time. GR will be collected through the MWD tools from Intermediate casing to TD. CBL with CCL will be run as far as gravity will let it fall to top of curve.

7. Down Hole Conditions

Drill Plan

No abnormal pressure or temperature is expected. Bottom hole pressure is 8785 psi. Maximum anticipated surface pressure is 6032 psi. Expected bottom hole temperature is 201° F.

In accordance with Onshore Order 6, Matador does not anticipate that there will be enough H₂S from the surface to the Bone Spring formations to meet the BLM's minimum requirements for the submission of a "H₂S Drilling Operation Plan" or "Public Protection Plan" for the drilling and completion of this well. Since we have a H₂S safety package on all wells, attached is a "H₂S Drilling Operations Plan". Adequate flare lines will be installed off the mud/gas separator where gas may be flared safely. All personnel will be familiar with all aspects of safe operation of the equipment being used.

PECOS DISTRICT DRILLING CONDITIONS OF APPROVAL

All previous COAs apply

OPERATOR'S NAME:	MATADOR PRODUCTION COMPANY
LEASE NO.:	NMNM138866
WELL NAME & NO.:	VONI DEC COM BATCH
WELLS:	223H, 224H, 227H AND 228H
LOCATION:	Section 21, T.26 S., R.31 E.
COUNTY:	Eddy County, New Mexico

COA

H2S	<input type="radio"/> Yes	<input checked="" type="radio"/> No	
Potash	<input checked="" type="radio"/> None	<input type="radio"/> Secretary	<input type="radio"/> R-111-P
Cave/Karst Potential	<input type="radio"/> Low	<input checked="" type="radio"/> Medium	<input type="radio"/> High
Cave/Karst Potential	<input type="radio"/> Critical		
Variance	<input type="radio"/> None	<input checked="" type="radio"/> Flex Hose	<input type="radio"/> Other
Wellhead	<input type="radio"/> Conventional	<input checked="" type="radio"/> Multibowl	<input type="radio"/> Both
Other	<input type="checkbox"/> 4 String Area	<input type="checkbox"/> Capitan Reef	<input type="checkbox"/> WIPP
Other	<input type="checkbox"/> Fluid Filled	<input checked="" type="checkbox"/> Cement Squeeze	<input type="checkbox"/> Pilot Hole
Special Requirements	<input type="checkbox"/> Water Disposal	<input checked="" type="checkbox"/> COM	<input type="checkbox"/> Unit

A. CASING

Alternate Casing Design:

1. The **13-3/8** inch surface casing shall be set at approximately **1066** 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 **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 7-5/8 inch intermediate casing shall be set at approximately **11,475 feet. KEEP CASING FULL FOR COLLAPSE SF DURING RUN.** 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 Medium Cave/Karst Areas 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 13-3/8" annulus. Operator must top out cement after the bradenhead squeeze and verify cement to surface. Operator can also check TOC with Echo-meter. CBL must be run from TD of the 7-5/8" casing to surface if confidence is lacking on the quality of the bradenhead squeeze cement job. Submit results to BLM.

3. The 5-1/2 inch production casing shall be set at approximately **24,499 feet. CFO CEMENT EXCESS RECOMMENDATION IS 25%+. MORE CEMENT MIGHT BE NEEDED TO ACCOMPLISH TIE BACK REQUIREMENT.** 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 **200 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 **200 feet** into previous casing string. Operator shall provide method of verification.

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.
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 integrity 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 integrity 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 – 12-16-2022

District I
1625 N. French Dr., Hobbs, NM 88240
Phone:(575) 393-6161 Fax:(575) 393-0720
District II
811 S. First St., Artesia, NM 88210
Phone:(575) 748-1283 Fax:(575) 748-9720
District III
1000 Rio Brazos Rd., Aztec, NM 87410
Phone:(505) 334-6178 Fax:(505) 334-6170
District IV
1220 S. St Francis Dr., Santa Fe, NM 87505
Phone:(505) 476-3470 Fax:(505) 476-3462

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

CONDITIONS

Action 173462

CONDITIONS

Operator: MATADOR PRODUCTION COMPANY One Lincoln Centre Dallas, TX 75240	OGRID: 228937
	Action Number: 173462
	Action Type: [C-103] NOI Change of Plans (C-103A)

CONDITIONS

Created By	Condition	Condition Date
kpickford	Adhere to previous NMOCD Conditions of Approval	1/11/2023