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. 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 2. Name of Operator 9. API Well No. 30-015-53327 3a. Address 3b. Phone No. (include area code) 10. Field and Pool, or Exploratory 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 At surface At proposed prod. zone 14. Distance in miles and direction from nearest town or post office* 12. County or Parish 13. State 15. Distance from proposed* 16. No of acres in lease 17. Spacing Unit dedicated to this well location to nearest property or lease line, ft. (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, applied for, on this lease, ft. 21. Elevations (Show whether DF, KDB, RT, GL, etc.) 22. Approximate date work will start* 23. Estimated duration 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. SUPO must be filed with the appropriate Forest Service Office). 6. Such other site specific information and/or plans as may be requested by the 25. Signature Name (Printed/Typed) Date Title Approved by (Signature) Name (Printed/Typed) Date Title 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

APPROVED WITH CONDITIONS Released to Imaging: 1/23/2023 3:14:11 PM Approval Date: 01/17/2023

*(Instructions on page 2)

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 Road, Aztec, NM 87410 Phone: (505) 334-6178 Fax: (505) 334-6170 District IV

1220 S. St. Francis Dr., Santa Fe, NM 87505 Phone: (505) 476-3460 Fax: (505) 476-3462

State of New Mexico

Energy, Minerals & Natural Resources Department **OIL CONSERVATION DIVISION** 1220 South St. Francis Dr. Santa Fe, NM 87505

Form C-102 Revised August 1, 2011 Submit one copy to appropriate District Office

■ AMENDED REPORT

WELL LOCATION AND ACREAGE DEDICATION PLAT

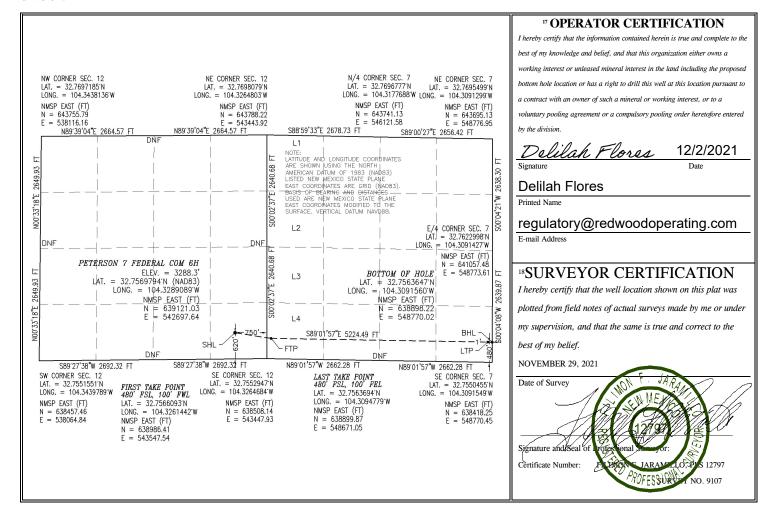
¹ API Number 30-015-53327		² Pool Code	³ Pool Name			
		51120	Red Lake; Glorieta - Yeso			
⁴ Property Code		⁵ Pı	roperty Name	⁶ Well Number		
333347		PETERSON	7 FEDERAL COM	6H		
⁷ OGRID No.		8 O	perator Name	⁹ Elevation		
330211		REDWOOD	3288.3			

Surface Location

UL or lot no.	Section 12	Township 18 S	Range 26 E	Lot Idn	Feet from the 620	North/South line SOUTH	Feet from the 750	East/West line EAST	County EDDY
	¹¹ Bottom Hole Location If Different From Surface								
UL or lot no.	Section	Township	Range	Lot Idn	Feet from the	North/South line	Feet from the	East/West line	County
D D	7	10 C	27 E		400	COLUTII	1	EACT	EDDV

P	7	18 S	27 E		480	SOUTH	1	EAST	EDDY	
12 Dedicated Acres	s ¹³ Joint	or Infill	14 Consolidation	1 Code			15 Order No.			
160										

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.



Intent		As Drill	ed									
API#]									
Oper	ator Nan	ne:	1			Property	/ Name:					Well Number
REDWOOD OPERATING LLC						P	ETERSO	ON 7	FEDERA	L COM		6Н
Kick O	ff Point (KOP)										
UL P	Section 12	Township 18S	Range 26E	Lot	Feet 620	Froi SO	m N/S	Feet 750		rom E/W	County EDDY	
Latitu		69794			Longitu		28908	9	,		NAD 83	
First T	ake Poin	t (FTP)	Range	Lot	Feet	Ero	m N/S	Feet	Ге	rom E/W	County	
	7	18S	27E	4	480	so	ÜTH	100) [VEST	EDDÝ	
Latitu	de 32.756	6093			Longitu	Longitude 104.3261442				NAD 83		
Last Ta	Section 7	Township 18S	Range 27E	Lot	Feet 480	From N/S		<u>.</u>	From E/\ EAST	EDD		
Latitu		563694			Longitu	104.3	09477	9		NAD	83	
		defining wo	ell for the	Horizo	ontal Spa	icing Unit	? []			
	I is yes p ng Unit.	lease prov	ide API if	availa	able, Ope	erator Na	me and	l well	number	for Defi	ning well	for Horizontal
Oper	ator Nan	ne:				Property	/ Name:					Well Number

KZ 06/29/2018

I. Operator: Redwood Operating LLC

State of New Mexico Energy, Minerals and Natural Resources Department

Submit Electronically Via E-permitting

Date: 1 / 27 / 2022

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 Effective May 25, 2021

OGRID:

330211

l Amendment	t due to \square 19.15.27.	9.D(6)(a) NMAC	□ 19.15.27.9.D((6)(b) NMAC □	Other.	
:						
				wells proposed 1	to be dri	illed or proposed to
API	ULSTR	Footages	Anticipated Oil BBL/D	Anticipated Gas MCF/D	P	Anticipated roduced Water BBL/D
	Sec. 12 T18S R26E	620 FSL 750 FEL	100	100	1,0	000
			al delivery point. Completion	Initial	Flow	First Production Date
	6/1/2022	6/21/2022	7/21/2022	7/21/20	22	7/21/2022
ices: ★ Atta of 19.15.27.8	ch a complete descr NMAC.	ription of the act	ions Operator wil	l take to compl	y with t	the requirements of
	following in ngle well pace API Sint Name:	following information for each ingle well pad or connected to a complete well pad or connected to a complete description of the following informated from a single well pad or considered from a single well pad or considered from a complete description of 19.15.27.8 NMAC. The provide the following informated from a single well pad or considered from a single well pad or considered from a complete description of 19.15.27.8 NMAC.	following information for each new or recompletingle well pad or connected to a central delivery per section of the act of 19.15.27.8 NMAC. API ULSTR Footages Sec. 12 T18S R26E 620 FSL 750 FEL 621 FSL 750 FEL 620 FSL 750 FEL 621 FSL 750 FEL 620 FSL 750 FEL 621 FSL 750 FEL 622 FSL 750 FEL 623 FSL 750 FEL 624 FSL 750 FEL 625 FSL 750 FEL 626 FSL 750 FEL 626 FSL 750 FEL 627 FSL 750 FEL 628 FSL 750 FEL 629 FSL 750 FEL 620 FSL 750 FEL 620 FSL 750 FEL 621 FSL 750 FEL 621 FSL 750 FEL 622 FSL 750 FEL 623 FSL 750 FEL 624 FSL 750 FEL 625 FSL 750 FEL 625 FSL 750 FEL 626 FSL 750 FEL 627 FSL 750 FEL 628 FSL 750 FEL 629 FSL 750 FEL 620 FSL 750 FEL 620 FSL 750 FEL 621 FSL 750 FEL 621 FSL 750 FEL 622 FSL 750 FEL 623 FSL 750 FEL 624 FSL 750 FEL 625 FSL 750 FEL 626 FSL 750 FEL 627 FSL 750 FEL 628 FSL 750 FEL 629 FSL 750 FEL 620 FSL 750 FEL 620 FSL 750 FEL 621 FSL 750 FEL 621 FSL 750 FEL 622 FSL 750 FEL 623 FSL 750 FEL 624 FSL 750 FEL 625 FSL 750 FEL 626 FSL 750 FEL 627 FSL 750 FEL 628 FSL 750 FEL 629 FSL 750 FEL 620 FSL 750 FEL 620 FSL 750 FEL 620 FSL 750 FEL 621 FSL 750 FEL 621 FSL 750 FEL 622 FSL 750 FEL 623 FSL 750 FEL 624 FSL 750 FEL 625 FSL 750 FEL 626 FSL 750 FSL 627 FSL 750 FSL 627 FSL 750 FSL 628 FSL 750 FSL 628 FSL 750 FSL 629 FSL 750 FSL 620 FSL 750 FS	following information for each new or recompleted well or set of vingle well pad or connected to a central delivery point. API ULSTR Footages Anticipated Oil BBL/D Sec. 12 T18S R26E 620 FSL 750 FEL 100 Sint Name: DCP Midstream Linam Ranch Processing Plant/ Durango Midstream ted from a single well pad or connected to a central delivery point. API Spud Date TD Reached Completion Date Commencement 6/1/2022 6/21/2022 7/21/2022 ent: XAttach a complete description of how Operator will size sep ices: X Attach a complete description of the actions Operator will of 19.15.27.8 NMAC. t Practices: X Attach a complete description of Operator's best in	following information for each new or recompleted well or set of wells proposed to a central delivery point. API ULSTR Footages Anticipated Oil BBL/D Gas MCF/D Sec. 12 T18S R26E 620 FSL 750 FEL 100 100 Sint Name: DCP Midstream Linam Ranch Processing Plant/ Durango Midstream [See et al. Provide the following information for each new or recompleted well or set of well ted from a single well pad or connected to a central delivery point. API Spud Date TD Reached Completion Commencement Date Back 6/1/2022 6/21/2022 7/21/2022 7/21/2022 7/21/20 ent: XAttach a complete description of how Operator will size separation equipment of 19.15.27.8 NMAC. t Practices: XAttach a complete description of Operator's best management pra	following information for each new or recompleted well or set of wells proposed to be dringle well pad or connected to a central delivery point. API ULSTR Footages Anticipated Gas MCF/D P Sec. 12 T18S R26E 620 FSL 750 FEL 100 100 1, Sint Name: DCP Midstream Linam Ranch Processing Plant/ Durango Midstream [See 19.15.2] E: Provide the following information for each new or recompleted well or set of wells proposed from a single well pad or connected to a central delivery point. API Spud Date TD Reached Completion Commencement Date Back Date 6/1/2022 6/21/2022 7/21/2022 7/21/2022 Ent: Attach a complete description of how Operator will size separation equipment to opices: Attach a complete description of the actions Operator will take to comply with the for 19.15.27.8 NMAC. Et Practices: Attach a complete description of Operator's best management practices to

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	Well API		Anticipated Volume of Natural Gas for the First Year MCF

X. Natural Gas Gathering System (NGGS):

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

XI. Map. 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 🗆 v	vill □ will not have	capacity to gather	100% of the anticipated	natural gas
production volume from the well p	prior to the date of first pro	oduction.			

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

_								
\Box	A 44 1 4	\sim 4	, 1 ,		1 4	•	4 41 '	sed line pressure
	A Hach I	Inergior	C MIAN TO	manage	nraduction	in rechange	TO THE INCRES	sea line nressiire

XIV. Confidentiality: \square Operator asserts confidentiality pursuant to Section 71-2-8 NMSA 1978 for the informat	ion 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 spec	ific information
for which confidentiality is asserted and the basis for such assertion.	

(i)

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; compression on lease; (c) (d) liquids removal on lease; reinjection for underground storage; (e) **(f)** reinjection for temporary storage; **(g)** reinjection for enhanced oil recovery; fuel cell production; and (h)

Section 4 - Notices

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

other alternative beneficial uses approved by the division.

- (a) Operator becomes aware that the natural gas gathering system it planned to connect the well(s) to has become unavailable or will not have capacity to transport one hundred percent of the production from the well(s), no later than 20 days after becoming aware of such information, Operator shall submit for OCD's approval a new or revised venting and flaring plan containing the information specified in Paragraph (5) of Subsection D of 19.15.27.9 NMAC; or
- (b) Operator becomes aware that it has, cumulatively for the year, become out of compliance with its baseline natural gas capture rate or natural gas capture requirement, no later than 20 days after becoming aware of such information, Operator shall submit for OCD's approval a new or revised Natural Gas Management Plan for each well it plans to spud during the next 90 days containing the information specified in Paragraph (2) of Subsection D of 19.15.27.9 NMAC, and shall file an update for each Natural Gas Management Plan until Operator is back in compliance with its baseline natural gas capture rate or natural gas capture requirement.
- 2. OCD may deny or conditionally approve an APD if Operator does not make a certification, fails to submit an adequate venting and flaring plan which includes alternative beneficial uses for the anticipated volume of natural gas produced, or if OCD determines that Operator will not have adequate natural gas takeaway capacity at the time a well will be spud.

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

Signature: Delilah Flores
Printed Name: Delilah Flores
Title: Regulatory Technician I
E-mail Address: regulatory@redwoodoperating.com
Date: 1/27/2022
Phone:
575-748-1288
OIL CONSERVATION DIVISION
(Only applicable when submitted as a standalone form)
Approved By:
Title:
Approval Date:
Conditions of Approval:

VI. Separation Equipment:

Redwood Operating LLC production facilities include separation equipment designed to efficiently separate gas from liquid phases to optimize gas capture based on projected and estimated volumes from the targeted pool of our completion project. Redwood Operating LLC will utilize flowback separation equipment and production separation equipment designed and built to industry specifications after the completion to optimize gas capture and send gas to sales or flare based on analytical composition. Redwood Operating LLC operates facilities that are typically multi-well facilities. Production separation equipment is upgraded prior to new wells being completed, if determined to be undersized or inadequate. This equipment is already on-site and tied into our sales gas lines prior to the new drill operations.

VII. Operational Practices:

- 1. Subsection (A) Venting and Flaring of Natural Gas. Redwood Operating LLC understands the requirements of NMAC 19.15.27.8 which outlines that the venting and flaring of natural gas during drilling, completion or production operations that constitutes waste as defined in 19.15.2 are prohibited.
- 2. Subsection (B) Venting and Flaring during drilling operations. This gas capture plan isn't for a well being drilled.
- 3. Subsection (C) Venting and flaring during completion or recompletion. Flowlines will be routed for flowback fluids into a completion or storage tank and if feasible under well conditions, flare rather than vent and commence operation of a separator as soon as it is technically feasible for a separator to function.
 - At any point in the well life (completion, production, inactive) an audio, visual and olfactory inspection be performed at prescribed intervals (weekly or monthly) pursuant to Subsection D of 19.15.27.8 NMAC, to confirm that all production equipment is operating properly and there are no leaks or releases.
- 4. Subsection (D) Venting and flaring during production operations At any point in the well life (completion, production, inactive) an audio, visual and olfactory inspection be performed at prescribed intervals (weekly or monthly) pursuant to Subsection D of 19.15.27.8 NMAC, to confirm that all production equipment is operating properly and there are no leaks or releases.
 - Monitor manual liquid unloading for wells on-site or in close proximity (<30 minutes' drive time), take reasonable actions to achieve a stabilized rate and pressure at the earliest practical time, and take reasonable actions to minimize venting to the maximum extent practicable.
 - Redwood Operating LLC will not vent or flare except during the approved activities listed in NMAC 19.15.27.8 (D) 14.
- 5. Subsection (E) Performance standards o All tanks and separation equipment are designed for maximum throughput and pressure to minimize waste.
 - If a flare is utilized during production operations it will have a continuous pilot and is located more than 100 feet from any known well or storage tanks.
 - At any point in the well life (completion, production, inactive) an audio, visual and olfactory inspection be performed at prescribed intervals (weekly or monthly) pursuant to Subsection D of 19.15.27.8 NMAC, to confirm that all production equipment is operating properly and there are no leaks or releases.

- 6. Subsection (F) Measurement or estimation of vented and flared natural gas o Measurement equipment is installed to measure the volume of natural gas flared from process piping.
 - When measurement isn't practicable, estimation of vented and flared natural gas will be completed as noted in 19.15.27.8 (F) 5-6.

VIII. Best Management Practices:

- 1. Redwood Operating LLC has adequate storage and takeaway capacity for wells it chooses to complete as the flowlines at the sites are already in place and tied into a gathering system.
- 2. Redwood Operating LLC will flare rather than vent vessel blowdown gas when technically feasible during active and/or planned maintenance to equipment on-site.
- 3. Redwood Operating LLC combusts natural gas that would otherwise be vented or flared, when technically feasible.
- 4. Redwood Operating LLC will shut in wells in the event of a takeaway disruption, emergency situation, or other operations where venting or flaring may occur due to equipment failures.



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

Drilling Plan Data Report 01/18/2023

APD ID: 10400083181

Well Name: PETERSON 7 FEDERAL COM

Submission Date: 02/16/2022

Highlighted data reflects the most recent changes

Operator Name: REDWOOD OPERATING LLC

Well Number: 6H

Well Type: OIL WELL

Well Work Type: Drill

Show Final Text

Section 1 - Geologic Formations

Formation ID	Formation Name	Elevation	True Vertical	Measured Depth	Lithologies	Mineral Resources	Producing Formatio
8127312	QUATERNARY	3288	0	0	ALLUVIUM	NONE	N
8127313	QUEEN	2883	405	405	ANHYDRITE, SILTSTONE	NATURAL GAS, OIL	N
8127314	GRAYBURG	2473	815	815	ANHYDRITE, DOLOMITE, SILTSTONE	NATURAL GAS, OIL	N
8127315	SAN ANDRES	2253	1035	1035	ANHYDRITE, DOLOMITE, SILTSTONE	NATURAL GAS, OIL	N
8127316	GLORIETA	893	2395	2395	SILTSTONE	NATURAL GAS, OIL	N
8127317	PADDOCK	838	2450	2450	DOLOMITE	NATURAL GAS, OIL	Y
8127318	BLINEBRY	295	2993	2993	DOLOMITE	NATURAL GAS, OIL	Y

Section 2 - Blowout Prevention

Pressure Rating (PSI): 3M Rating Depth: 8424

Equipment: Rotating Head, Mud Gas Separator

Requesting Variance? NO

Variance request:

Testing Procedure: The BOP/BOPE test shall include a low pressure test from 250 to 300psi. 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. The estimated Bottom Hole at TD is 120 degrees and estimated maximum bottom hole pressure is 1313psig (0.052*2745' TVD*9.2ppg) less than 2900 bottom hole pressure.

Choke Diagram Attachment:

Redwood_choke_manifold_20220208105028.pdf

Redwood_choke_manifold_diagram_20220208105028.pdf

BOP Diagram Attachment:

Redwood_bop_diagram_20220208105036.pdf

Well Name: PETERSON 7 FEDERAL COM Well Number: 6H

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	375	0	375	3288	2913	375	J-55	48	ST&C	3.95 3	4.66 7		28.1 97	BUOY	4.74
2	INTERMED IATE	12.2 5	9.625	NEW	API	N	0	1230	0	1230	3285	2058	1230	J-55	36	ST&C	3.15 8	7.04	BUOY	10.5 05	BUOY	7.04
3	PRODUCTI ON	8.75	7.0	NEW	API	N	0	1675	0	1675	3285	1613	1675	L-80	26	LT&C	5.82 6	2.41 3	BUOY	4.70 5	BUOY	2.41 3
4	PRODUCTI ON	8.75	7.0	NEW	API	N	1675	3125	1675	2620	1613	668	1450	L-80		OTHER - BTC	3.14 6	2.41 3	BUOY	4.47 2	BUOY	2.41 3
5	PRODUCTI ON	8.75	5.5	NEW	API	N	3125	8424	2620	2745	668	543	5299	L-80	17	OTHER - BTC	4.40 7	2.58	BUOY	4.47 2	BUOY	2.58

Casing Attachments

Casing ID: 1 String SURFACE

Inspection Document:

Spec Document:

Tapered String Spec:

Casing Design Assumptions and Worksheet(s):

Peterson_7_Federal_Com_6H___Surface_20220208105140.pdf

Well Name: PETERSON 7 FEDERAL COM Well Number: 6H

Casing ID: 2

String

INTERMEDIATE

Inspection Document:

Spec Document:

Tapered String Spec:

Casing Design Assumptions and Worksheet(s):

Peterson_7_Federal_Com_6H___Intermediate_20220208105255.pdf

Casing ID: 3

String

PRODUCTION

Inspection Document:

Spec Document:

Tapered String Spec:

Casing Design Assumptions and Worksheet(s):

String

Peterson_7_Federal_Com_6H___Production_20220208105439.pdf

Casing ID: 4

PRODUCTION

Inspection Document:

Spec Document:

Tapered String Spec:

Casing Design Assumptions and Worksheet(s):

Peterson_7_Federal_Com_6H___Production_20220208105548.pdf

Well Name: PETERSON 7 FEDERAL COM Well Number: 6H

Casing Attachments

Casing ID: 5

String

PRODUCTION

Inspection Document:

Spec Document:

Tapered String Spec:

Casing Design Assumptions and Worksheet(s):

Peterson_7_Federal_Com_6H___Production_20220208105743.pdf

Section 4 - Cement

String Type	Lead/Tail	Stage Tool Depth	Top MD	Bottom MD	Quantity(sx)	Yield	Density	Cu Ft	Excess%	Cement type	Additives
PRODUCTION	Lead		0	0	0	0	0	0	0	0	0

PRODUCTION	Lead	0	0	0	0	0	0	0	0	0

SURFACE	Lead	0	375	420	1.34	14.8	261	100	Class C + 1% PF	20bbls Gel Spacer 50sx
									1	of 11# Scavenger
										Cement

INTERMEDIATE	Lead	0	1230	250	1.72	13.5	385.2	100	Class C + 4% PF 20+1% PF1 +0.125#/sk PF29 + .4% PF 45	20bbls Gel Spacer 50sx of 11# Scavenger Cement
INTERMEDIATE	Tail	0	1230	200	1.34	14.8	385.2 3	100	Class C + .1% PF1	20bbls Gel Spacer 50sx of 11# Scavenger Cement
PRODUCTION	Lead	0	8424	300	1.82	12.9	2127. 9	35	35/65 Perlite/C 5% PF 44+6%PF20+.2% PF13+3ppsPF42 +.4ppsPF45+.	20bbls Gel Spacer 50sx of 11# Scavenger Cement

Well Name: PETERSON 7 FEDERAL COM

Well Number: 6H

String Type	Lead/Tail	Stage Tool Depth	Тор МD	Bottom MD	Quantity(sx)	Yield	Density	Cu Ft	Excess%	Cement type	Additives
										125ppsPF29	
PRODUCTION	Tail		0	8424	1575	1.48	13	2127. 9		(BWOW)+5%	20bbls Gel Spacer 50sx of 11# Scavenger Cement

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: BOPE Brine Water

Describe the mud monitoring system utilized: Pason PVT with Pit Volume Recorder

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)	НА	Viscosity (CP)	Salinity (ppm)	Filtration (cc)	Additional Characteristics
0	375	SPUD MUD	8.5	10	74.8	0.1	11		12000	15	
375	1230	LSND/GEL	8.3	10	74.8	0.1	11		12000	15	
1230	8424	LSND/GEL	8.3	9.2	74.8	0.1	11		12000	15	The estimated bottom hole at TD is 120 degrees and estimated maximum bottom hole pressure is 1313psig (0.052*2745'TVD*9.2ppg) less than 2900 bottom hole pressure

Well Name: PETERSON 7 FEDERAL COM Well Number: 6H

Section 6 - Test, Logging, Coring

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

None

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

CNL/FDC, GAMMA RAY LOG, FORMATION DENSITY COMPENSATED LOG,

Coring operation description for the well:

Will evaluate after logging to determine the necessity for sidewall coring

Section 7 - Pressure

Anticipated Bottom Hole Pressure: 1313 Anticipated Surface Pressure: 709

Anticipated Bottom Hole Temperature(F): 95

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

Describe:

Contingency Plans geoharzards description:

Contingency Plans geohazards

Hydrogen Sulfide drilling operations plan required? NO

Hydrogen sulfide drilling operations

Section 8 - Other Information

Proposed horizontal/directional/multi-lateral plan submission:

Peterson_7_Federal_Com_6H_Preliminary_Horizontal_Plan_1_20220208110708.pdf

Peterson_7_Federal_Com_6H___Natural_Gas_Management_Plan_20220208110722.pdf

Peterson_7_Fed_Com_2H_6H___Escape_Route_20220208110733.pdf

Peterson_7_Fed_Com_6H___Drilling_Program_20220208110740.pdf

Peterson 7 Fed Com 6H H2S 20220208110807.pdf

Peterson_7_Fed_Com_6H___Horizontal_Spacing_20220208110814.pdf

Flex_Hose_Cert_20220908100855.pdf

Other proposed operations facets description:

Other proposed operations facets attachment:

Other Variance attachment:

Cactus_Wellhead_installation_Procedure_20220208110823.pdf

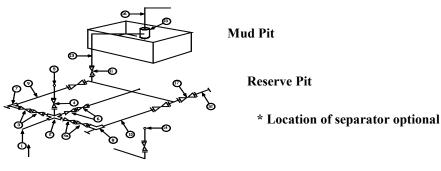
Variance_request_20220208110830.pdf



Redwood Operating LLC Exhibit #11

Exhibit #11
MIMIMUM CHOKE MANIFOLD
2,000, 5,000, and 10,000 PSI Working Pressure
3M will be used

2 MWP - 5 MWP - 10 MWP



Below Substructure

Mimimum requirements

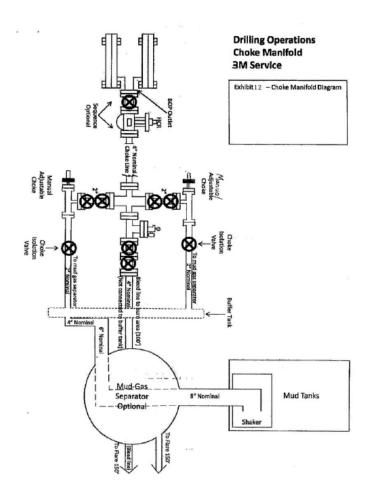
		3,00	0 MWP	11111111111111111		00 MWP		10,0	000 MWP	
No.		I.D.	Nominal	Rating	I.D.	Nominal	Rating	I.D.	Nominal	Rating
1	Line from drilling Spool		3"	3,000		3"	5,000		3"	10,000
2	Cross 3" x 3" x 3" x 2"		3	3,000			5,000			10,000
2	Cross 3" x 3" x 3" x 2"			-,,,,,,			-,			10,000
3	Valve Gate Plug	3 1/8		3,000	3 1/8		5,000	3 1/8		10,000
4	Valve Gate Plug	1 13/16		3,000	1 13/16		5,000	1 13/16		10,000
4a	Valves (1)	2 1/16		3,000	2 1/16		5,000	2 1/16		10,000
5	Pressure Gauge			3,000			5,000			10,000
6	Valve Gate Plug	3 1/8		3,000	3 1/8		5,000	3 1/8		10,000
7	Adjustable Choke (3)	2"		3,000	2"		5,000	2"		10,000
8	Adjustable Choke	1"		3,000	1"		5,000	2"		10,000
9	Line		3"	3,000		3"	5,000		3"	10,000
10	Line		2"	3,000		2"	5,000		2"	10,000
11	Valve Gate Plug	3 1/8		3,000	3 1/8		5,000	3 1/8		10,000
12	Line		3"	1,000		3"	1,000		3"	2,000
13	Line		3"	1,000		3"	1,000		3"	2,000
14	Remote reading compound Standpipe pressure quage			3,000			5,000			10,000
15	Gas Separator		2' x5'			2' x5'			2' x5'	
16	Line		4"	1,000		4"	1,000		4"	2,000
17	Valve Gate Plug	3 1/8		3,000	3 1/8		5,000	3 1/8		10,000

- (1) Only one required in Class 2M
- (2) Gate valves only shall be used for Class 10 M
- (3) Remote operated hydraulic choke required on 5,000 psi and 10,000 psi for drilling.

EQUIPMENT SPECIFICATIONS AND INSTALLATION INSTRUCTION

- 1. All connections in choke manifold shall be welded, studded, flanged or Cameron clamp of comparable rating.
- 2. All flanges shall be API 6B or 6BX and ring gaskets shall be API RX or BX. Use only BX for 10 MWP.
- 3. All lines shall be securely anchored.
- 4. Chokes shall be equipped with tungsten carbide seats and needles, and replacements shall be available.
- Alternate with automatic chokes, a choke manifold pressure gauge shall be located on the rig floor in conjunction with the standpipe pressure gauge.
- 6. Line from drilling spool to choke manifold should be as straight as possible. Lines downstream from chokes shall make turns by large bends or 90 degree bends using bull plugged tees

MANIFOLD SCHEMATIC Exhibit #12

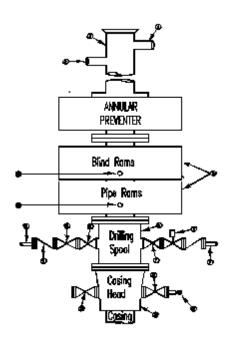


Redwood Operating LLC Minimum Blowout Preventer Requirements 3000 psi Working Pressure

13 3/8 inch- 3 MWP 11 Inch - 3 MWP EXHIBIT #10

Stack Requirements

NO.	Items	Min.	Min.
		I.D.	Nominal
1	Flowline		2"
2	Fill up line		2"
3	Drilling nipple		
4	Annular preventer		
5	Two single or one dual hydraulically operated rams		
6a	Drilling spool with 2" min. kill line and 3" min choke line outlets		2" Choke
6b	2" min. kill line and 3" min. choke line outlets in ram. (Alternate to 6a above)		
7	Valve Gate Plug	3 1/8	
8	Gate valve-power operated	3 1/8	
9	Line to choke manifold		3"
10	Valve Gate Plug	2 1/16	
11	Check valve	2 1/16	
12	Casing head		
13	Valve Gate Plug	1 13/16	
14	Pressure gauge with needle valve		
15	Kill line to rig mud pump manifold		2"



OPTIONAL

16	Flanged Valve	1 13/16	
----	---------------	---------	--

CONTRACTOR'S OPTION TO CONTRACTOR'S OPTION TO FURNISH:

- All equipment and connections above bradenhead or casinghead. Working pressure of preventers to be 2000 psi minimum.
- Automatic accumulator (80 gallons, minimum) capable of closing BOP in 30 seconds or less and, holding them closed against full rated working pressure.
- 3. BOP controls, to be located near drillers' position.
- 4. Kelly equipped with Kelly cock.
- Inside blowout preventer or its equivalent on derrick floor at all times with proper threads to fit pipe being used.
- Kelly saver-sub equipped with rubber casing protector at all times.
- 7. Plug type blowout preventer tester.
- 3. Extra set pipe rams to fit drill pipe in use on location at all times.
- Type RX ring gaskets in place of Type R.

REDWOOD TO FURNISH:

- 1. Bradenhead or casing head and side valves.
- 2. Wear bushing. If required.

10. ME

GENERAL NOTES:

- Deviations from this drawing may be made only with the express permission of Redwood's Drilling Manager.
- All connections, valves, fittings, piping, etc., subject to well or pump pressure must be flanged (suitable clamp connections acceptable) and have minimum working pressure equal to rated working pressure of preventers up through choke valves must be full opening and suitable for high pressure mud service.
- Controls to be of standard design and each marked, showing opening and closing position
- 4. Chokes will be positioned so as not to hamper or delay changing of choke beans.

- Replaceable parts for adjustable choke, or bean sizes, retainers, and choke wrenches to be conveniently located for immediate use.
- All valves to be equipped with hand-wheels or handles ready for immediate use.
- 6. Choke lines must be suitably anchored
- Handwheels and extensions to be connected and ready for use.
- Valves adjacent to drilling spool to be kept open. Use outside valves except for emergency.
- All seamless steel control piping (2000 psi working pressure) to have flexible joints to avoid stress. Hoses will be permitted.
- Casinghead connections shall not be used except in case of emergency.
- 11. Does not use kill line for routine fill up operations.

Peterson 7 Federal Com 6H NMNM-0004175A

SHL: 620 FSL & 750 FEL, SESE, Sec. 12 T18S R26E BHL: 480 FSL & 1 FEL, SESE, Sec. 7 T18S R27E

Eddy County, NM

DRILLING PROGRAM

1. Geologic Name of Surface Formation

Quaternary

2. Estimated Tops of Important Geologic Markers:

Queen	405'
Grayburg	815'
San Andres	1035'
Glorieta	2395'
Yeso/Paddock	2450'
Blinebry	2993'

Estimated Depths of Anticipated Fresh Water, Oil and Gas:

Water Sand	150'	Fresh Water
Queen	405'	Oil/Gas
Grayburg	815'	Oil/Gas
San Andres	1035'	Oil/Gas
Glorieta	2395'	Oil/Gas
Yeso/Paddock	2450'	Oil/Gas
Blinebry	2993'	Oil/Gas

No other formations are expected to give up oil, gas or fresh water in measurable quantities. Setting 13 3/8" casing to 375' and circulating cement back to surface will protect the surface fresh water sand. Salt section and shallower zones above TD, which contain commercial quantities of oil and/or gas, will have cement circulated across them by cementing 5 ½" production casing, sufficient cement will be pumped to circulate back to surface.

3. Casing Program:

Hole Size In	terval OD Ca	sing Wt, Grade, Jt, cond, collapse/burst/tension
17 1/2" 0-	375' 13 3/8	3" 48#, J-55, ST&C, New, 3.952991/4.667192/4.74
12 1/4" 0-	1230' 9 5/	8" 36#, J-55, ST&C, New, 3.158224/7.04/7.04
8 3/4" 0-	1675' 7"	26#, L-80, LT&C, New, 5.826497/2.413333/2.413333
8 3/4" 16	575-3175' 7"	26#, L-80, BT&C, New, 3.146184/2.413333/ 2.413333
8 3/4" 31	75-8424' 5 ½	" 17#, L-80, BT&C, New, 4.406613/2.58/2.58

Variance request: A variance is requested to use a Multi Bowl System and Flex Hose as the choke line from the BOP to the Choke Manifold. If this hose is used, a copy of the manufacturer's certification and pressure test will be kept on the rig.

4. Cement Program:

13 3/8" Surface Casing: Lead 420sx, Class C+1% PF1, yld 1.34, wt 14.8 ppg, 6.307 gals/sx, excess 100%, Slurry Top Surface

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SHL: 620 FSL & 750 FEL, SESE, Sec. 12 T18S R26E BHL: 480 FSL & 1 FEL, SESE, Sec. 7 T18S R27E

Eddy County, NM

9 5/8" Intermediate Casing: Lead 250sx Class C + 4% PF20 + 1% PF1+0.125#/skPF29+.4% PF 45, yld 1.72, wt 13.5 ppg, excess 100%, Slurry Top Surface. Tail: 200sx, Class C+.1% PF1, yld 1.34, wt 14.8 ppg, 6.307 gals/sx, excess 100%, Slurry Top 1,800'

7" & 5 ½" Production Casing: Lead 300sx, 36/65 Perlite/C 5% PF44 +6% PF20 + .2%PF13 + 3ppsPF 42 + .4pps PF45 + .125pps PF29 , yld 1.82, wt 12.9 ppg, 9.21 gals/sx, excess 35%, Slurry Top Surface, Tail: 1575sx, PVL + 1.3% PF44 (BWOW) + 5% PF174 + .5%PF506 + 0.1% PF 153 + .4# PF45, yld 1.48, wt 13 ppg, 7.57gals/sx, 35% excess, Slurry Top 1,600'

6. Minimum Specifications for Pressure Control:

The blowout preventer equipment (BOP) shown in Exhibit #10 will consist of a double ram-type (3000 psi WP) minimum preventer. This unit will be hydraulically operated and the ram type preventer will be equipped with blind rams on top of 4 1/2" drill pipe rams on bottom. The 11" BOP will be nippled up on the 8 5/8" surface casing and tested by a 3rd party to 2000 psi used continuously until TD is reached. All BOP's and accessory equipment will be tested to 2000 psi before drilling out of intermediate casing. Pipe rams will be operationally checked each 24-hour period. Blind rams will be operationally checked on each trip out of the hole. These checks will be noted on the daily tour sheets. Other accessories to the BOP equipment (Exhibit #10) will include a Kelly cock and floor safety valve and choke lines and choke manifold (Exhibit #11) with a minimum 2000 psi WP rating

7. Types and Characteristics of the Proposed Mud System:

The well will be drilled to TD with a combination of fresh and cut brine mud system. The applicable depths and properties of this system are as follows:

DEPTH	TYPE	WEIGHT	VISCOSITY	WATERLOSS
0-375'	Fresh Water	10	28	N.C.
375-1230'	Cut Brine	10	29	N.C.
1230-TD'	Cut Brine	9.2	29	N.C.

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

8. Auxiliary Well Control and Monitoring Equipment:

- A. Kelly cock will be kept in the drill string at all times.
- B. A full opening drill pipe-stabbing valve with proper drill pipe connections will be on the rig floor at all times.

9. Logging, Testing and Coring Program:

- A. The electric logging program will consist of GR-Dual Laterolog, Spectral Density, Dual Spaced Neutron, CSNG Log from T.D. to 8 5/8 casing shoe.
- B. Drill Stem test is not anticipated.

Peterson 7 Federal Com 6H NMNM-0004175A

SHL: 620 FSL & 750 FEL, SESE, Sec. 12 T18S R26E BHL: 480 FSL & 1 FEL, SESE, Sec. 7 T18S R27E

Eddy County, NM

- C. No conventional coring is anticipated.
- D. Further testing procedures will be determined at TD.

10. Abnormal Conditions, Pressures, Temperatures and Potential Hazards:

No abnormal pressures or temperatures are anticipated. The estimated bottom hole at TD is 120 degrees and estimated maximum bottom hole pressure is 1313 psig (0.052*2745' TVD*9.2ppg) less than 2900 Bottom Hole Pressure.

Low levels of Hydrogen sulfide have been monitors in producing wells in the area, so H2S may be present while drilling of the well; a plan is attached to the Drilling program. No major loss of circulation zones has been reported in offsetting wells.

11. Anticipated Starting Date and Duration of Operations:

Road and location work will not begin until approval has been received from the BLM. The anticipated spud date is June 1, 2022. Once commenced, the drilling operation should be finished in approximately 20 days. If the well is productive, an additional 30 days will be required for completion and testing before a decision is made to install permanent facilities.

Attachment to Exhibit #10 NOTES REGARDING THE BLOWOUT PREVENTERS

Peterson 7 Federal Com #6H Eddy County, New Mexico

- 1. Drilling nipple to be so constructed that it can be removed without use of a welder through rotary table opening, with minimum I.D. equal to preventer bore.
- 2. Wear ring to be properly installed in head.
- 3. Blow out preventer and all fittings must be in good condition, 2000 psi WP minimum.
- 4. All fittings to be flanged.
- 5. Safety valve must be available on rig floor at all times with proper connections, valve to be full 2000 psi WP minimum.
- 6. All choke and fill lines to be securely anchored especially ends of choke lines.
- 7. Equipment through which bit must pass shall be at least as large as the diameter of the casing being drilled through.
- 8. Kelly cock on Kelly.
- 9. Extension wrenches and hands wheels to be properly installed.
- 10. Blow out preventer control to be located as close to driller's position as feasible.

Peterson 7 Federal Com 6H NMNM-0004175A

SHL: 620 FSL & 750 FEL, SESE, Sec. 12 T18S R26E BHL: 480 FSL & 1 FEL, SESE, Sec. 7 T18S R27E

Eddy County, NM

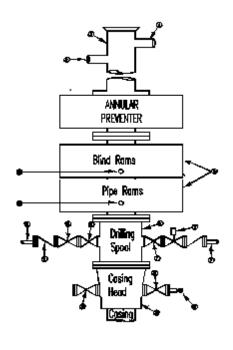
^{11.} Blow out preventer closing equipment to include minimum 40-gallon accumulator, two independent sources of pump power on each closing unit installation all API specifications.

Redwood Operating LLC Minimum Blowout Preventer Requirements 3000 psi Working Pressure

13 3/8 inch- 3 MWP 11 Inch - 3 MWP EXHIBIT #10

Stack Requirements

NO.	Items	Min.	Min.
		I.D.	Nominal
1	Flowline		2"
2	Fill up line		2"
3	Drilling nipple		
4	Annular preventer		
5	Two single or one dual hydraulically operated rams		
6a	Drilling spool with 2" min. kill line and 3" min choke line outlets		2" Choke
6b	2" min. kill line and 3" min. choke line outlets in ram. (Alternate to 6a above)		
7	Valve Gate Plug	3 1/8	
8	Gate valve-power operated	3 1/8	
9	Line to choke manifold		3"
10	Valve Gate Plug	2 1/16	
11	Check valve	2 1/16	
12	Casing head		
13	Valve Gate Plug	1 13/16	
14	Pressure gauge with needle valve		
15	Kill line to rig mud pump manifold		2"



OPTIONAL

16	Flanged Valve	1 13/16	
----	---------------	---------	--

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- Automatic accumulator (80 gallons, minimum) capable of closing BOP in 30 seconds or less and, holding them closed against full rated working pressure.
- 3. BOP controls, to be located near drillers' position.
- 4. Kelly equipped with Kelly cock.
- Inside blowout preventer or its equivalent on derrick floor at all times with proper threads to fit pipe being used.
- Kelly saver-sub equipped with rubber casing protector at all times.
- 7. Plug type blowout preventer tester.
- 8. Extra set pipe rams to fit drill pipe in use on location at all times.
- Type RX ring gaskets in place of Type R.

REDWOOD TO FURNISH:

- 1. Bradenhead or casing head and side valves.
- 2. Wear bushing. If required.

10. ME

GENERAL NOTES:

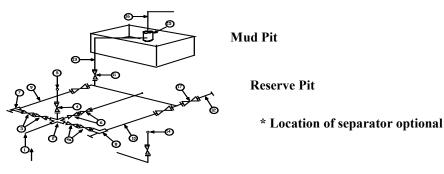
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- Controls to be of standard design and each marked, showing opening and closing position
- 4. Chokes will be positioned so as not to hamper or delay changing of choke beans.

- Replaceable parts for adjustable choke, or bean sizes, retainers, and choke wrenches to be conveniently located for immediate use.
- All valves to be equipped with hand-wheels or handles ready for immediate use.
- 6. Choke lines must be suitably
- 7. Handwheels and extensions to be connected and ready for
- Valves adjacent to drilling spool to be kept open. Use outside valves except for emergency.
- All seamless steel control piping (2000 psi working pressure) to have flexible joints to avoid stress. Hoses will be permitted.
- Casinghead connections shall not be used except in case of emergency.
- 11. Does not use kill line for routine fill up operations.

Redwood Operating LLC Exhibit #11

Exhibit #11
MIMIMUM CHOKE MANIFOLD
2,000, 5,000, and 10,000 PSI Working Pressure
3M will be used

2 MWP - 5 MWP - 10 MWP



Below Substructure

Mimimum requirements

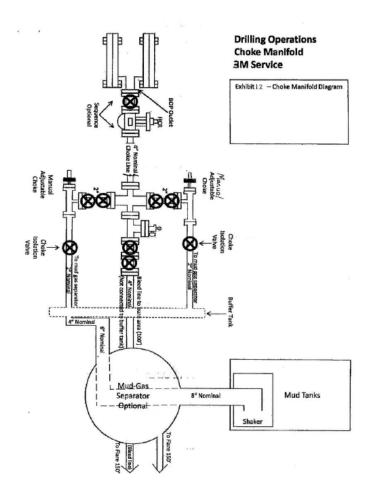
		3.00	0 MWP	ıımımum		00 MWP		10.0	000 MWP	
No.		I.D.			I.D.		I.D.			
			Nominal	Rating		Nominal	Rating		Nominal	Rating
1	Line from drilling Spool		3"	3,000		3"	5,000		3"	10,000
2	Cross 3" x 3" x 3" x 2"			3,000			5,000			ĺ
2	Cross 3" x 3" x 3" x 2"									10,000
3	Valve Gate Plug	3 1/8		3,000	3 1/8		5,000	3 1/8		10,000
4	Valve Gate Plug	1 13/16		3,000	1 13/16		5,000	1 13/16		10,000
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9	Line		3"	3,000		3"	5,000		3"	10,000
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11	Valve Gate Plug	3 1/8		3,000	3 1/8		5,000	3 1/8		10,000
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13	Line		3"	1,000		3"	1,000		3"	2,000
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15	Gas Separator		2' x5'			2' x5'			2' x5'	
16	Line		4"	1,000		4"	1,000		4"	2,000
17	Valve Gate Plug	3 1/8		3,000	3 1/8		5,000	3 1/8		10,000

- (1) Only one required in Class 2M
- (2) Gate valves only shall be used for Class 10 M
- (3) Remote operated hydraulic choke required on 5,000 psi and 10,000 psi for drilling.

EQUIPMENT SPECIFICATIONS AND INSTALLATION INSTRUCTION

- 1. All connections in choke manifold shall be welded, studded, flanged or Cameron clamp of comparable rating.
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- alternate with automatic chokes, a choke manifold pressure gauge shall be located on the rig floor in conjunction with the standpipe pressure gauge.
- 6. Line from drilling spool to choke manifold should bee as straight as possible. Lines downstream from chokes shall make turns by large bends or 90 degree bends using bull plugged tees

Redwood Operating LLC MANIFOLD SCHEMATIC Exhibit #12





Installation Procedure Prepared For:

Mack Energy Corporation 13-3/8" x 9-5/8" x 7" 10M

13-3/8" x 9-5/8" x 7" 10M
MBU-LR Wellhead System With
CTH-DBLHPS Tubing Head

Publication # IP0228

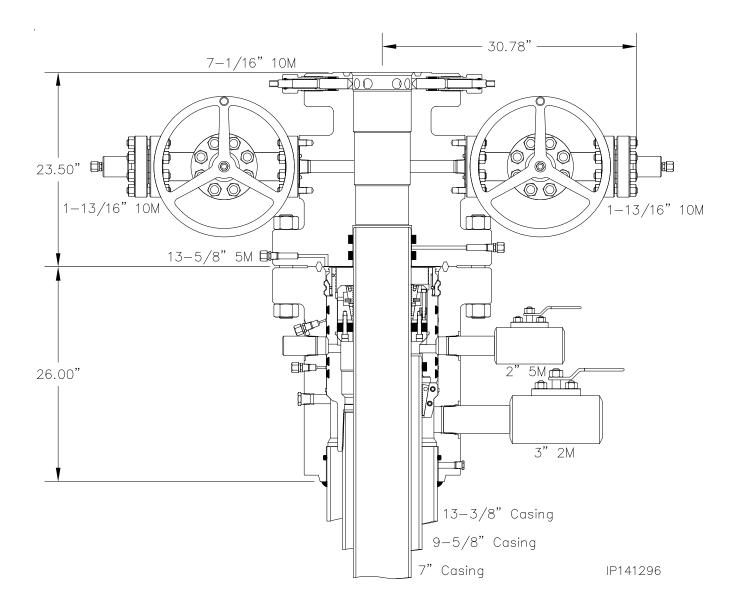
May, 2014

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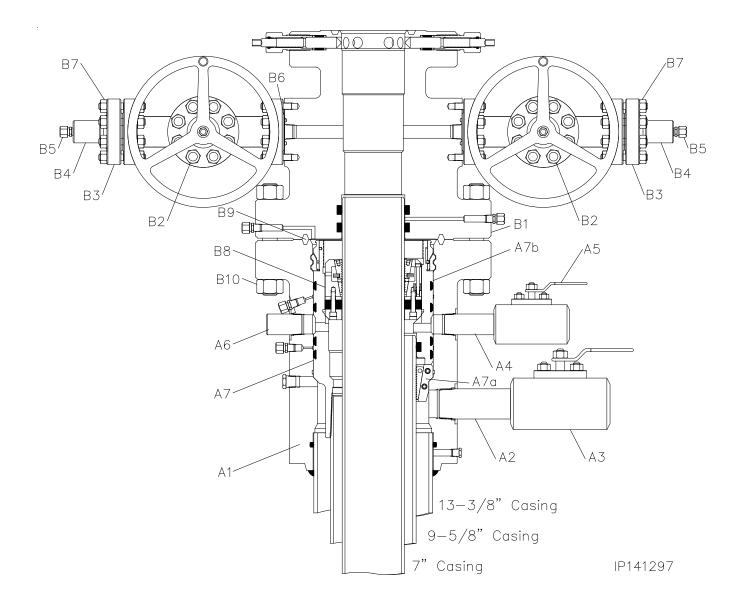
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System Drawing



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Bill of Materials





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N	MBU-LR HOUSING ASSEMBLY					
Item	Qty	Description				
A1	1	Housing, CW, MBU-LR, 13-5/8" 5M x 13-3/8" SOW, with two 2" line pipe upper outlets and one 3" line pipe lower outlet, one piece, 6A-PU-AA-1-1 Part # 102513				
A2	1	Nipple, 3" line pipe x 12" long, XH Part # 101610				
А3	1	Ball Valve, KF, AH, 3 RP 2M LP, DI: Body, CS: Trim, nylon seats, HNBR: seals, with handle standard non-nace service Part # 100535				
A4	1	Nipple, 2" line pipe x 6" long, XH Part # NP6A				
A5	1	Ball Valve, 2" RP, 5M LP x 2" LP, WCB body, 304SS ball, CR13 stem, RPTFE seats, API 596 Part # 103877				
A6	1	Bull Plug, 2" line pipe solid, 4130 60K Part # BP2P				
A7	1	Casing Hanger, CW, MBU-LR, 13-5/8" x 9-5/8" LC box bottom x 11.250" 4 Stub Acme 2G LH box top, mandrel, 6A-U-AA-1-1 Part # 100482				

EI	MERGENCY EQUIPMENT
Item Qt	ty Description
A7a ´	1 Casing Hanger, CW, MBU, 13-5/8" x 9-5/8" 6A-PU-DD-3-1 Part # 100569
A7b	1 Packoff, CW, MBU-LR Emergency, 13-5/8" x 11" x 9-5/8" with 11.250" 4 Stub Acme 2G LH top, slotted for CL outlets, 6A-PU-AA-1-1 Part # 100538

TUBING HEAD ASSEMBLY					
Item	Qty	Description			
B1	1	Tubing Head, CW, CTH-DBLHPS, 7, 13-5/8" 5M x 7-1/16" 10M, with two 1-13/16' 10M studded outlets 6A-PU-EE-0,5-2-1 Part #			
B2	2	Gate Valve, DSG-22, 1-13/16' 10M, flanged end, EE-0,5 trim (6A-PU-EE-0,5-3-1) Part # 102284			
ВЗ	2	Companion Flange, 1-13/16' 10M x 2" line pipe (5,000 ps max WP), (6A-PU-EE-NL-1) Part # 200010			
B4	2	Bull Plug, 2" line pipe x 1/2" line pipe, API 6A-DD-NL Part # BP2T			
B5	2	Fitting, Grease, Vented Cap 1/2" NPT, Alloy Non-Nace Part # FTG1			
B6	4	Ring Gasket, 151, 1-13/16" 10N Part # BX151			
В7	16	Studs, all thread with two nuts black, 3/4" x 5-1/2" long, B7/2H Part # 780080			
B8	1	Casing Hanger, C22, 11" x 7" Part # 50020			
В9	1	Ring Gasket, 160, 13-5/8" 5M Part # BX160			
B10	16	Studs, all thread with two nuts black, 1-5/8" x 12-3/4" long B7/2H Part # 780087			

RECOMMENDED SERVICE TOOLS			
Item	Qty	Description	
ST1	1	Test Plug/Retrieving Tool, CW, 13-5/8" x 4-1/2" IF, 1-1/4" LP bypass and spring loaded lift dogs Part # 800002	
ST2	1	Wear Bushing, CW, MBU-LR-LWR, 13-5/8" x 12.38" ID x 20.31" long Part # 100546	
ST3	1	Casing Hanger Running Tool, CW, MBU-LR, 13-5/8" x 9-5/8" long casing box top x 11.250" 4 Stub Acme LH pin bottom, 4140 110K Part # 102304	
ST4	1	Packoff Running Tool, CW, MBU-LR, 13-5/8" x 4-1/2" IF box bottom and top, with 11.250" 4 Stub Acme 2G LH pin bottom Part # 100556	
ST5	1	Test Plug/Retrieving Tool, CW, 11" x 4-1/2" IF, 1-1/4" LP bypass and spring loaded lift dogs Part # 800001	
ST6	1	Wear Bushing, MBU-LR-UPR, 13-5/8" x 11" x 9.00" I.D. x 16.0" long Part # 102789	
ST7	1	Wash Tool, CW, Casing Hanger, MBU-LR/MBS2, fluted, 13-5/8" x 4-1/2" IF box top threads, fabricated Part # 102787	

TA CAP ASSEMBLY		
Item	Qty	Description
C1	1	Flange, Blind, 7-1/16" 10M X 1/2 LP ,With Two 3/4" Part # 101464
C2	1	Needle Valve, MFA, 1/2" Line Pipe, 10M Part # NVA
C3	12	Studs, All Thread With Two Nuts, Black, 1-1/2" X 11-3/4" Long, B7/H2 Part # 780082



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Stage 1 — Install the MBU-LR Wellhead Housing

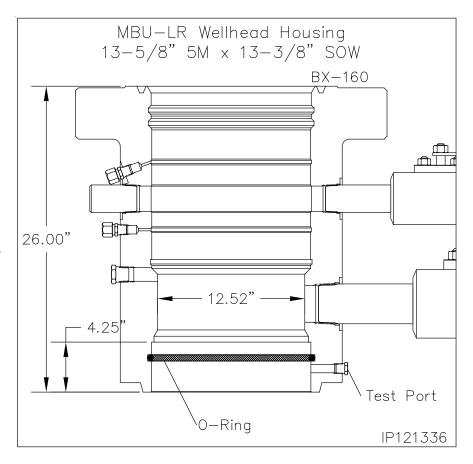
- Run the conductor and 13-3/8" surface casing to the required depth and cement as required.
- Determine the correct elevation for the MBU-LR Wellhead Assembly.
- 3. Cut the 13-3/8" at 53.5" below the cellar to accommodate the wellhead. Grind stub level with the horizon and place an 1/8" x 1/8" bevel on the OD of the stub.

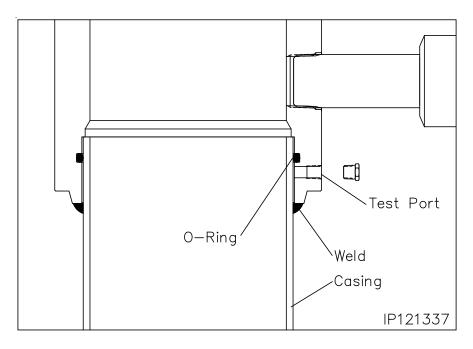
Note: The slip on and weld preparation is 4.25" in depth.

- Examine the 13-5/8" 5M x 13-3/8" SOW MBU-LR Wellhead Assembly (Item A1). Verify the following:
 - bore is clean and undamaged
 - weld socket is clean and free of grease and debris and o-ring is in place and in good condition
 - all seal areas are clean and undamaged
 - valves are intact and in good condition
- Align and level the Wellhead Assembly over the casing stub, orienting the outlets so they will be compatible with the drilling equipment.
- 6. Remove the pipe plug from the port on the bottom of the Head.
- 7. Slowly and carefully lower the assembly over the casing stub, weld and test the MBU-LR housing to the surface casing.
- 8. Replace the pipe plug in the port on the bottom of the housing.

Note: The weld should be a fillet-type weld with legs no less than the wall thickness of the casing. Legs of 1/2" to 5/8" are adequate for most jobs.

Refer to the back of this publication for the Recommended Procedure for Field Welding Pipe to Wellhead Parts for Pressure Seal and for field testing of the weld connection.





IP 0228 Page 4 Mack Energy Corporation.

13-3/8" x 9-5/8" x 7" 10M MBU-LR Wellhead System
With CTH-DBLHPS Tubing Head



Stage 2 — Test the BOP Stack

Immediately after making up the BOP stack and periodically during the drilling of the well for the next casing string the BOP stack (connections and rams) must be tested.

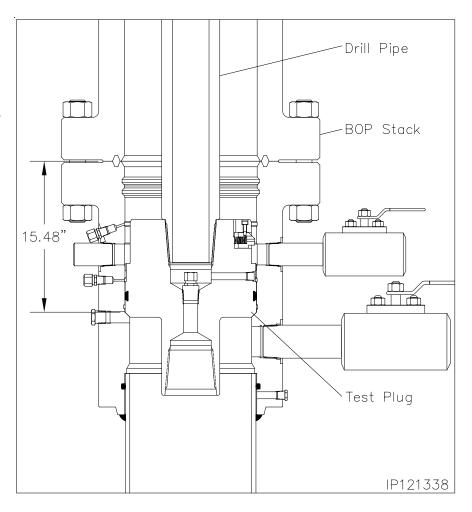
- Examine the 13-5/8" Nominal x 4-1/2" IF CW Test Plug/ Retrieving Tool (Item ST1). Verify the following:
 - 1-1/4" VR plug and weep hole plug are in place and tightened securely
 - elastomer seal is in place and in good condition
 - retractable lift lugs are in place, clean, and free to move
 - drill pipe threads are clean and in good condition

Note: Prior to installing the BOP it is recommended to attain an accurate RKB dimension for future use for accurately landing test plugs and casing hangers. This dimension is attained by dropping a tape measure from the rig floor to the top of the wellhead flange. Pull tape taut and record the dimension from the wellhead to the top of the rig floor or kelly bushings. Ensure this dimension is placed on the BOP board in the dog house and on the drillers daily report sheet.

Position the test plug with the elastomer seal down and the lift lugs up and make up the tool to a joint of drill pipe.

WARNING: Ensure that the lift lugs are up and the elastomer seal is down

- Remove the 1/2" NPT pipe plug from the weep hole if pressure is to be supplied through the drill pipe.
- 4. Open the housing side outlet valve.
- Lightly lubricate the test plug seal with oil or light grease.



- Carefully lower the test plug through the BOP and land it on the load shoulder in the housing, 15.48" below the top of the housing.
- 7. Close the BOP rams on the pipe and test the BOP to 5,000 psi.

Note: Any leakage past the test plug will be clearly visible at the open side outlet valve.

 After a satisfactory test is achieved, release the pressure and open the rams. Remove as much fluid as possible from the BOP stack and the retrieve the test plug with a straight vertical lift.

Note: When performing the BOP blind ram test it is highly recommended to suspend a stand of drill pipe below the test plug to ensure the plug stays in place while disconnecting from it with the drill pipe.

Repeat this procedure as required during the drilling of the hole section. Received by OCD: 1/19/2023 10:49:00 AM IN IS THE PROPERTY OF CACTUS WELLHEAD, LLC. REPRODUCTION, DISCLOSURE, OR USE THEREOF IS PERMISSIBLE ONLY AS PROVIDED BY CONTRACT OR AS EXPRESSLY AUTHORIZED BY CACTUS WELLHEAD, LLC.

Stage 3 — Run the Lower Wear Bushing

Note: Always use a Wear Bushing while drilling to protect the load shoulders from damage by the drill bit or rotating drill pipe. The Wear Bushing must be retrieved prior to running the casing.

- Examine the 13-5/8" Nominal MBU-LR-LWR Wear Bushing (Item ST2). Verify the following
 - internal bore is clean and in good condition
 - o-ring is in place and in good condition
 - shear o-ring cord is in place and in good condition
 - paint anti-rotation lugs white and allow paint to dry

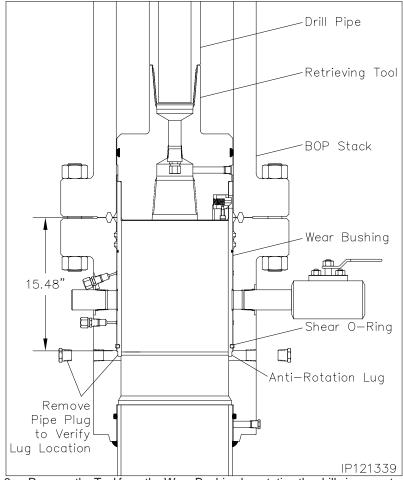
Run the Wear Bushing Before Drilling

- Orient the 13-5/8" Nominal x 4-1/2" IF CW Test Plug/Retrieving Tool (Item ST1) with drill pipe connection up.
- Attach the Retrieving Tool to a joint of drill pipe.
- 4. Align the retractable lift lugs of the tool with the retrieval holes of the bushing and the carefully lower the tool into the Wear Bushing until the lugs snap into place.

Note: If the lugs did not align with the holes, rotate the tool in either direction until they snap into place.

- 5. Apply a heavy coat of grease, not dope, to the OD of the bushing.
- Slowly lower the Tool/Bushing Assembly through the BOP stack and land it on the load shoulder in the housing, 15.48" below the top of the housing.
- 7. Rotate the drill pipe clockwise (right) to locate the stop lugs in their mating notches in the head. When properly aligned the bushing will drop an additional 1/2".
- 8. Remove one of the 1" sight port pipe plugs from the OD of the housing and look through the hole to verify the lug has engaged the slot. The painted lug will be clearly visible through the port. Reistall the pipe plug and tighten securely.

Note: The Shear O-Ring on bottom of the bushing will locate in a groove above the load shoulder in the head to act as a retaining device for the bushing.



- Remove the Tool from the Wear Bushing by rotating the drill pipe counter clockwise (left) 1/4 turn and lifting straight up.
- Once set is highly recommended to inject a minimum of two full tubes of grease through the housing test ports To keep trash from accumulating behind the bushing.
- 11. Drill as required.

Note: It is highly recommended to retrieve, clean, inspect, grease, and reset the wear bushing each time the hole is tripped during the drilling of the hole section.

Retrieve the Wear Bushing After Drilling

- 12. Make up the Retrieving Tool to the drill pipe .
- 13. Slowly lower the Tool into the Wear Bushing.
- 14. Pick up and balance the riser weight.
- 15. Rotate the Retrieving Tool clockwise until a positive stop is felt. This indicates the lugs have snapped into the holes in the bushing.
- 16. Retrieve the Wear Bushing, and remove it and the Retrieving Tool from the drill string.



Stage 4 — Hang Off the 9-5/8" Casing

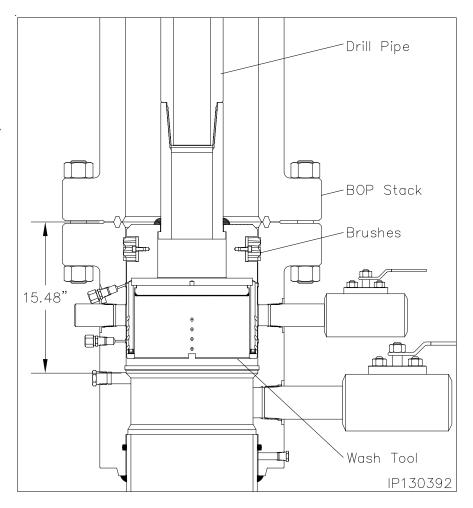
Due to the possible build up of debris in the bore and lockring groove of the MBU-LR wellhead it is recommended to run the 13-5/8" Wash Tool prior to running the 9-5/8 casing.

Running the 13-5/8" Wash Tool

- Examine the 13-5/8" x 4-1/2" IF Wash Tool (Item ST7). Verify the following:
 - drill pipe threads and bore are clean and in good condition
 - all ports are open and free of debris
 - brushes are securely attached and in good condition
- Orient the Wash Tool with drill pipe box up. Make up a joint of drill pipe to the tool.
- Carefully lower the Wash Tool through the BOP and land it on top of the 9-5/8" casing hanger, 15.48" below the top flange of the housing.
- 4. Place a paint mark on the drill pipe level with the rig floor and then pick up on the tool approximately 1".
- Attach a high pressure water line to the end of the drill pipe and pump water through the tool and up the Diverter stack.
- 6. While flushing, raise and lower the tool the full length of the wellhead and BOP stack. The drill pipe should be slowly rotate while raising and lowering to wash the inside of the housing and BOP stack to remove all caked on debris.
- 7. Once washing is complete, shut down pumps and then open the housing lower outlet valve and drain the BOP stack.

Note: If returns are not clean, continue flushing until they are.

 Once the returns are clean and free of debris, retrieve the tool to the rig floor

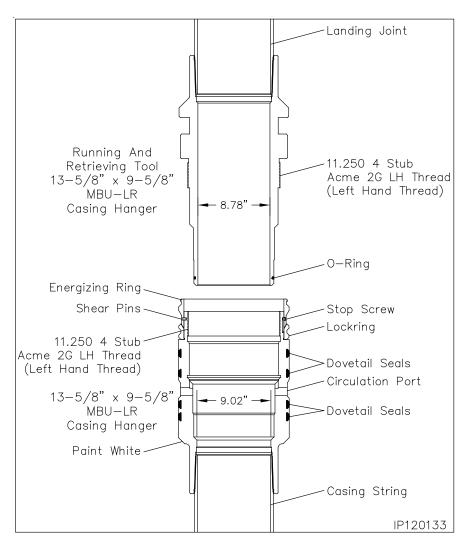


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Stage 4 — Hang Off the 9-5/8" Casing

The 9-5/8" MBU-LR casing hanger and running and retrieving tool should be shipped to location pre assembled as a full joint. If not, follow steps 1 through for assembling on the pipe rack.

- Examine the 13-5/8" x 9-5/8" LC MBU-LR Casing Hanger (Item A7). Verify the following:
 - bore and internal Acme threads are clean and in good condition
 - lockring is in place and free to rotate
 - energizing ring is in its upper most position and secured with shear pins
 - dovetail seals are clean and in good condition
 - pup joint is in good condition and properly made up. Thoroughly clean, inspect, and lubricate pin threads
 - paint the 45° load shoulder white as indicated
- Examine the 13-5/8" x 9-5/8" LC MBU-LR Casing Hanger Running and Retrieving Tool (Item ST3). Verify the following:
 - bore is clean and free of debris
 - O.D. Acme threads are clean and in good condition
 - o-ring is in place and in good condition
 - proper length landing joint is made up in top of the tool with thread lock compound



Stage 4 — Hang Off the 9-5/8" Casing

- Thoroughly clean and lightly lubricate the mating Acme threads and seal surfaces of the hanger and running tool.
- 4. Carefully slide the running tool into the hanger and then rotate the tool clockwise (Right) to locate the thread start and then counter clockwise (Left) approximately 8 turns or until the tool makes contact with the top of the energizing ring.

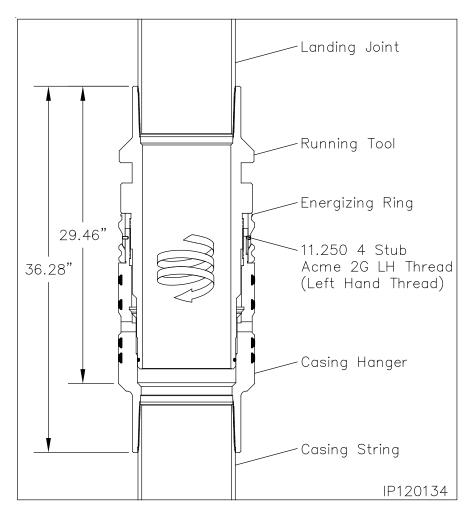
WARNING: Do Not apply torque to the Hanger/Tool connection.

 Run the 9-5/8" casing as required and space out appropriately for the mandrel casing hanger.

Note: If the 9-5/8" casing becomes stuck and the mandrel casing hanger can not be landed, Refer to **Stage 4A** for the emergency procedure.

- 6. Set the last joint of casing run in the floor slips.
- 7. Pick up the casing hanger/running tool assembly and make it up in the casing string. Torque connection to thread manufacturer's optimum make up torque.
- 8. <u>Using chain tongs only</u>, back off the running tool with clockwise rotation (Right) one full turn to verify ease of operation and then re make the connection with counter clockwise rotation (Left) just until contact with the energizing ring is.

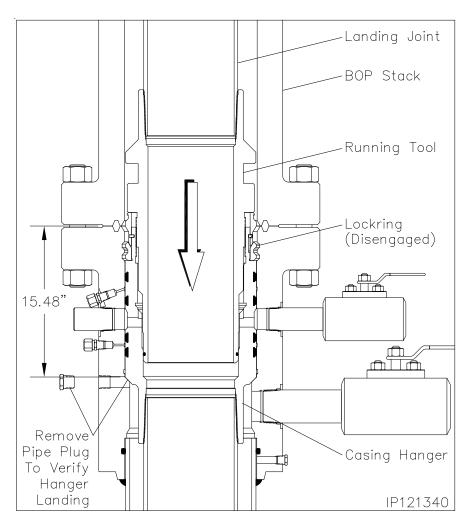
WARNING: Do Not apply torque to the Hanger/Tool connection.



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Stage 4 — Hang Off the 9-5/8" Casing

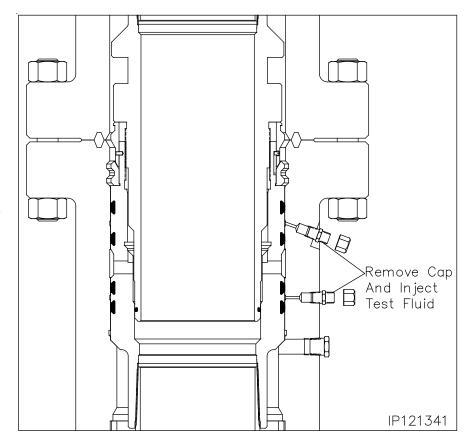
- Calculate the total landing dimension by adding the previously attained RKB dimension and 15.48", the depth of the wellhead.
- 10. Drain the BOP stack and wellhead through the 3" ball valve.
- 11. Starting at the top of the 45° angle load shoulder of the casing hanger measure up 5 feet and place a horizontal paint mark on the landing joint and write 5 next to the mark.
- 12. Using the 5 foot stick, slowly and carefully lower the Hanger through the BOP, marking the landing joint at five foot increments until you come to the calculated total landing dimension. Place a paint mark on the landing joint at that dimension and write the landing dimension next to the mark. Place an additional mark on the landing joint 1-1/2" above the first mark and write engaged.
- 13. Continue carefully lowering the hanger through the BOP stack and land it on the load shoulder in the housing, 15.48" below the top of the MBU-LR housing and slack off all weight and verify that the landing dimension paint mark has aligned with the rig floor.
- 14. Locate the 1" LP sight port on the lower O.D. of the housing and remove the pipe plug.
- 15. Look through the port to verify the hanger is properly landed. The white painted load shoulder will be clearly visible in the open port.
- 16. Reinstall the 1" pipe plug and tighten securely.



Stage 4 — Hang Off the 9-5/8" Casing

Seal Test

- 17. Locate the upper and lower seal test fittings on the O.D. of the housing and remove the dust caps from both fittings.
- 18. Attach a test pump to one of the open fittings and pump clean test fluid between the seals until a stable test pressure of 5,000 psi is attained.
- If a leak develops, bleed off test pressure, remove the hanger from the wellhead and replace the leaking seals.
- 20. Repeat steps 17 through 19 for the remaining seal test.
- 21. After satisfactory test are achieved, bleed off all test pressure, remove test pump and reinstall the dust caps on the open fittings



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Stage 4 — Hang Off the 9-5/8" Casing

Engaging the Lockring

22. <u>Using Chain Tongs Only located</u>
180° <u>apart</u>, rotate the landing joint approximately 6 turns counter clockwise (Left) to engage the casing hanger lockring in its mating groove in the bore of the MBU-LR housing.

Note: Approximately 800 to 900 ft. lbs. of torque will be required to break over the shear pins in the hanger. The torque will drop off and then increase slightly when the energizing ring pushes the lockring out. A positive stop will be encountered when the lockring is fully engaged.

Note: When properly engaged the second paint mark on the landing joint will align with the rig floor.

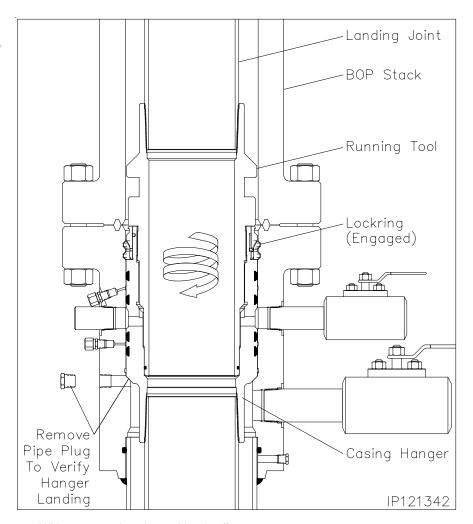
WARNING: It is imperative that the landing joint remain concentric with the well bore when rotating to engage the lockring. This can be accomplished with the use of the air hoist.

WARNING: If the required turns to engage the lockring or not met or excessive torque is encountered, remove the casing hanger and call Houston Engineering.

- 23. Back off the landing joint/running tool approximately three turns clockwise (Right). Using the elevators, exert a 30,000 lbs. over string weight pull on the landing joint to confirm positive lockring engagement.
- 24. Slack off all weight and place a vertical paint mark on the landing joint to verify if the casing string rotates during the cementing process.

Note: It is not necessary to remake the casing hanger running tool connection after the over pull. If desired two counter clockwise rotations may be made but full make up is not required.

 Cement the casing as required, taking returns through the lower 3" outlet.



- With cement in place, bleed off cement pressure and remove cementing equipment.
- 27. If well condition permit, remove the 1" sight port pipe plug to observe if the hanger rotates during the removal of the running tool.
- 28. Using Chain Tongs Only located 180° apart, retrieve the Running Tool and landing joint by rotating the landing joint clockwise (Right) an additional 11 turns or until the tool comes free of the hanger. Retrieve the tool with a straight vertical lift.
- 29. Reinstall the 1" pipe plug and tighten securely.



Stage 4 — Hang Off the 9-5/8" Casing

Retrieving The Casing Hanger

In the event that the casing hanger needs to be remove the 13-5/8" x 9-5/8" MBU-LR Casing Hanger Running and retrieving tool can be fitted with a retrieval latch that will lift the casing hanger energizing ring and allow the lockring to disengage.

- Examine the 13-5/8" x 9-5/8" LC MBU-LR Casing Hanger Running and Retrieving Tool (Item ST3). Verify the following:
 - bore is clean and free of debris
 - O.D. Acme threads are clean and in good condition
 - o-ring is in place and in good condition
 - proper length landing joint is made up in top of the tool with thread lock compound
 - retrieval latch is available and in good condition
- Thoroughly clean and lightly the latch groove of the tool with oil or light grease.
- 3. Remove the (4) 1/2" cap screws retaining the two halves of the retrieval latch
- Install the retrieval latch around the Retrieving Tool body as indicated and reinstall the 1/2" cap screws. Tighten screws securely.

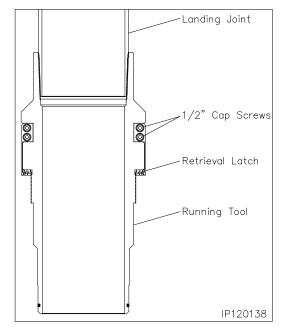
WARNING: Ensure the latch rotates freely on the tool. If not remove and check the latch and tool for burrs or imperfections in the groove.

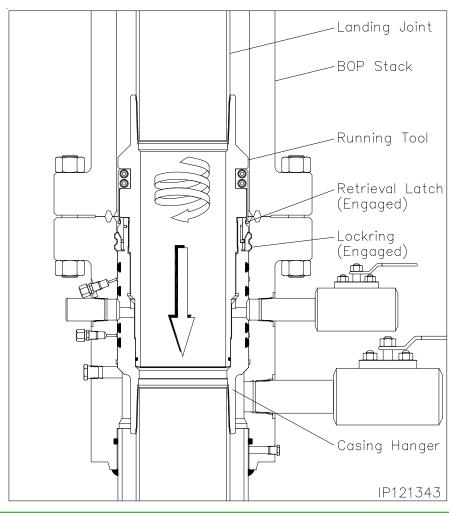
- Thoroughly clean and lightly lubricate the seal surfaces and Acme threads of the tool with oil or a light grease.
- Using the casing elevators, carefully lower the tool through the BOP stack and into the casing hanger bore until the tool contacts the top of the hanger Acme threads

Note: Contact should be made at previously attained RKB dimension.

7. Using chain tongs only located 180° apart, rotate the landing joint clockwise (Right) to locate the thread start then counter clockwise (Left) approximately 13 turns.

WARNING: Slowly make the last two revolutions. The torque will increase slightly as the latch passes over the top of the energizing ring and snaps into position under the lip of the ring.







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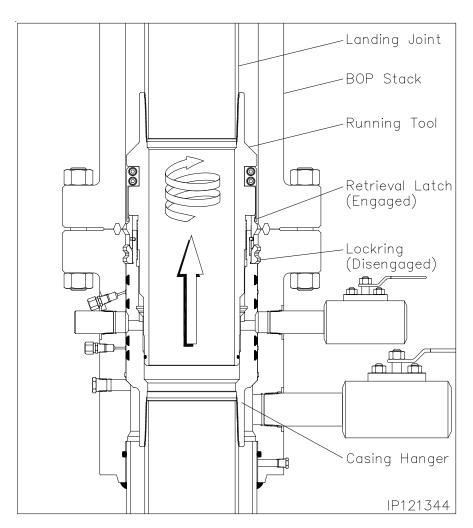
Stage 4 — Hang Off the 9-5/8" Casing

WARNING: The landing joint must remain concentric with the well bore when screwing into the hanger.

 With positive engagement attained, reposition the tongs for clockwise (Right) rotation and then rotate the landing joint approximately 6 turns to lift the energizing ring and release the lockring.

Note: The landing joint should rise approximately 1-1/2" and come to a positive stop against the stop screws.

- 9. Halt rotation and remove the chain tongs.
- Using the drill pipe elevators, slowly pick up on the casing hanger and retrieve it from the wellhead.
- With the tool and hanger at the rig floor, set the casing in the floor slips and slack off.
- 12. Rotate the landing joint counter clockwise (Left) one turn.
- Remove the (4) 1/2" cap screws from the retrieval latch and remove the latch assembly from the tool.
- 14. Remove the casing hanger and running tool from the casing string.



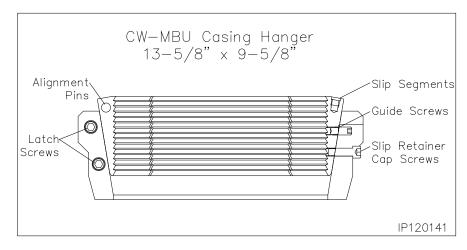


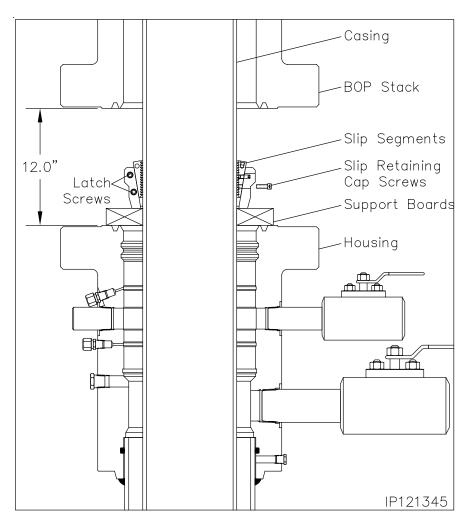


Stage 4A — Hang Off the 9-5/8" Casing (Emergency)

Note: The following procedure should be followed **ONLY** if the 9-5/8" casing should become stuck in the hole. If the casing did not get stuck and is hung off with the Mandrel Casing Hanger, skip this stage.

- 1. Cement the hole as required.
- 2. Drain the BOP stack through the housing side outlet valve.
- 3. Separate the connection between the BOP and the MBU-LR housing.
- 4. Pick up on the BOP stack a minimum of 12" and secure with safety slings.
- 5. Washout as required.
- Examine the 13-5/8" x 9-5/8" MBU Slip Casing Hanger (Item A7a). Verify the following:
 - slips and internal bore are clean and in good condition
 - all screws are in place
- There are two latch screws located in the top of the casing hanger. Using a 5/16" Allen wrench, remove the two latch screws located 180° apart and separate the hanger into two halves.
- 8. Place two boards on the housing flange against the casing to support the Hanger.
- 9. Pick up one half of the hanger and place it around the casing and on top of the boards.
- Pick up the second hanger half and place it around the casing adjacent the first half.
- Slide the two hanger halves together ensuring the slip alignment pins properly engage the opposing hanger half.
- 12. Reinstall the latch screws and tighten securely.





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Stage 4A — Hang Off the 9-5/8" Casing (Emergency)

13. Prepare to lower the Hanger into the housing bowl.

WARNING: Do Not Drop the Casing Hanger!

- Grease the Casing Hanger's body and remove the slip retaining screws.
- 15. Remove the boards and allow the Hanger to slide into the housing bowl. When properly positioned the top of the hanger will be approximately 14.05" below the top of the housing.
- Pull tension on the casing to the desired hanging weight and then slack off.

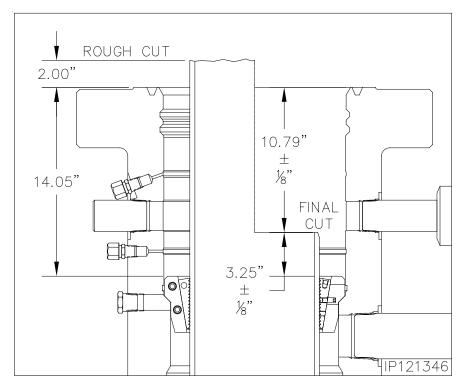
Note: A sharp decrease on the weight indicator will signify that the Hanger has taken weight and at what point, If this does not occur, pull tension again and slack off once more.

WARNING: Because of the potential fire hazard and the risk of loss of life and property, It is highly recommended to check the casing annulus and pipe bore for gas with an approved sensing device prior to cutting off the casing. If gas is present, do not use an open flame torch to cut the casing. It will be necessary to use a air driven mechanical cutter which is spark free.

17. Rough cut the casing approximately 2" above the top flange and move the excess casing out of the way.

WARNING: Install the long wear bushing in the housing to ensure the housing bore is not damaged with the torch or cutting debris.

- 18. Final cut the casing at $10.79^{\circ} \pm 1/8^{\circ}$ below the housing flange or $3.25^{\circ} \pm 1/8^{\circ}$ above the hanger body.
- 19. Grind the casing stub level and then place a 3/16" x 3/8" bevel on the O.D. and a I.D. chamfer to match the minimum bore of the packoff to be installed.



Note: There must not be any rough edges on the casing or the seals of the Packoff will be damaged.

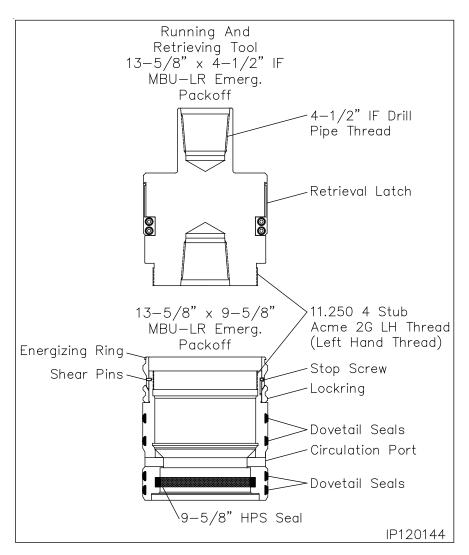
 Remove the wear bushing and then thoroughly clean the housing bowl, removing all cement and cutting debris.



Stage 4B — Install the 9-5/8" MBU-LR Emergency Packoff

The following steps detail the installation of the CW MBU-LR Packoff Assembly for the emergency casing hanger.

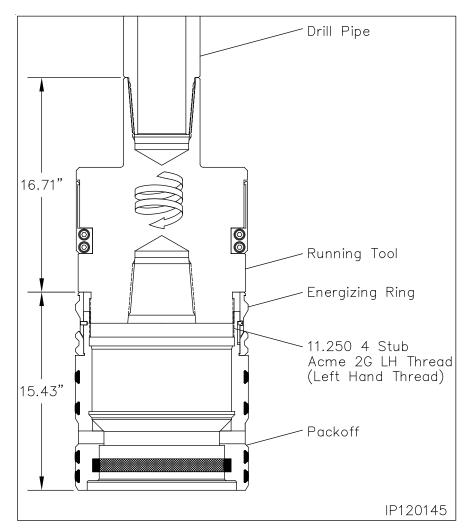
- Examine the 13-5/8" Nominal x 9-5/8" x 11.250" 4 Stub Acme 2G LH box top MBU-LR Packoff Assembly (Item A7b). Verify the following:
 - all elastomer seals are in place and undamaged
 - internal bore, and ports, are clean and in good condition
 - lockring is fully retracted
 - energizer ring is in its upper most position and retained with shear pins
 - anti-rotation plunger is in place, free to move
- 2. Lubricate the ID of the 'HPS' seal and the OD of the dovetail seals liberally with a light oil or grease.
- Examine the 13-5/8" Nominal x 4-1/2" IF x 11.250" 4 Stub Acme 2G LH box top MBU-LR Packoff Running Tool (Item ST4). Verify the following:
 - Acme threads are clean and in good condition
 - actuation sleeve is clean, in good condition and rotates freely
 - retrieval latch is removed and stored is safe place



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Stage 4B — Install the 9-5/8" MBU-LR Emergency Packoff

- Make up a 4-1/2" IF drill collar to the top of the Running Tool and tighten connection to thread manufacturer's maximum make up torque.
- 5. Run in the hole with two stands of drill pipe and set in floor slips.
- Thoroughly clean and lightly lubricate the mating Acme threads of the running tool and packoff with oil or light grease.
- Pick up the packoff and carefully pass it over the drill pipe and set it on top of the floor slips.
- 8. Pick up the Running Tool with landing joint and make it up to the drill pipe in the floor slips.
- Pick up the packoff and thread it onto the running tool with clockwise (Right) rotation until the Energizing Ring makes contact with the bottom shoulder of the tool. Approximately 4 turns.
- Thoroughly clean and lightly lubricate the packoff ID 'HPS' seal and the OD dovetail seals with oil or light grease.







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Stage 4B — Install the 9-5/8" MBU-LR Emergency Packoff

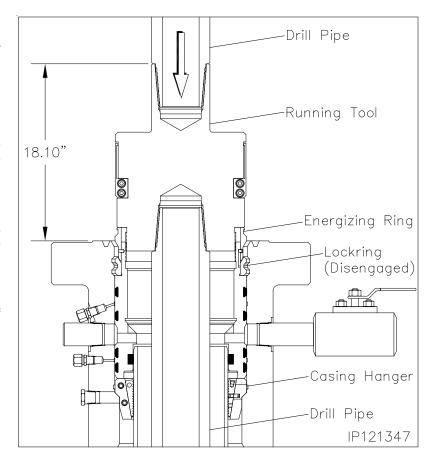
Landing the Packoff

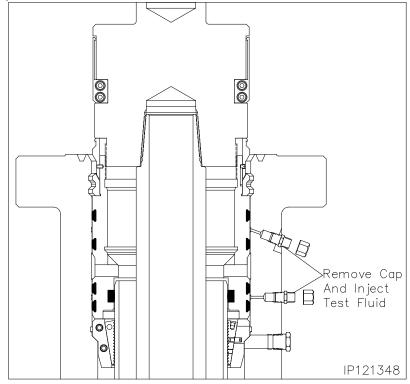
- Pick up the drill string and remove the floor slips.
- Carefully lower the packoff through the rig floor and into the housing until it lands on top of the slip hanger.

Note: When properly positioned the top of the running tool will be approximately 18.10" above the top of the MBU-LR Housing

Seal Test

- Locate the upper and lower seal test fittings on the O.D. of the housing and remove the dust caps from both fittings.
- 4. Attach a test pump to one of the open fittings and pump clean test fluid between the seals until a stable test pressure of 5,000 psi is attained.
- If a leak develops, bleed off test pressure, remove the hanger from the wellhead and replace the leaking seals.
- Repeat steps 3 through 5 for the remaining seal test.
- After satisfactory test are achieved, bleed off all test pressure, remove test pump and reinstall the dust caps on the open fittings





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Stage 4B — Install the 9-5/8" MBU-LR Emergency Packoff

Engaging the Lockring

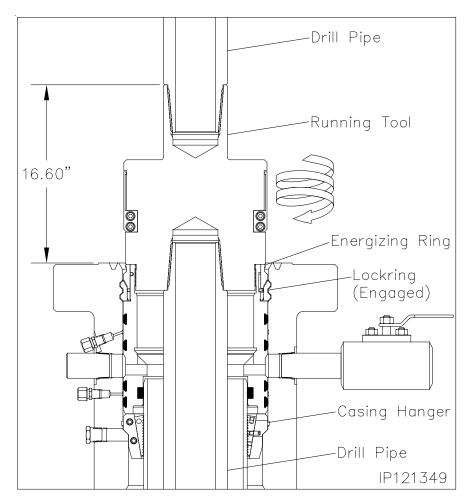
 Using only chain tongs, rotate the landing joint approximately 6 turns counter clockwise (Left) to engage the packoff lockring in its mating groove in the bore of the MBU-LR housing.

Note: Approximately 800 to 900 ft. lbs. of torque will be required to break over the shear pins in the packoff. The torque will drop off and then increase slightly when the energizing ring pushes the lockring out. A positive stop will be encountered when the lockring is fully engaged.

WARNING: It is imperative that the drill pipe landing joint remain concentric with the well bore when rotating to engage the lockring. This can be accomplished with the use of the air hoist.

WARNING: If the required turns to engage the lockring or not met or excessive torque is encountered, remove the packoff and call Houston Engineering.

- Back off the landing joint/running tool approximately three turns. Using the drill pipe elevators, exert a 20,000 lbs. pull on the landing joint.
- Using only chain tongs, rotate the landing joint clockwise until the tool comes free of the packoff (approximately 9 turns) and then retrieve the tool with a straight vertical lift.





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Stage 4B — Install the 9-5/8" MBU-LR Emergency Packoff

In the event the packoff is required to be removed after the lockring is engaged the following procedure is to be followed.

Retrieving the Packoff

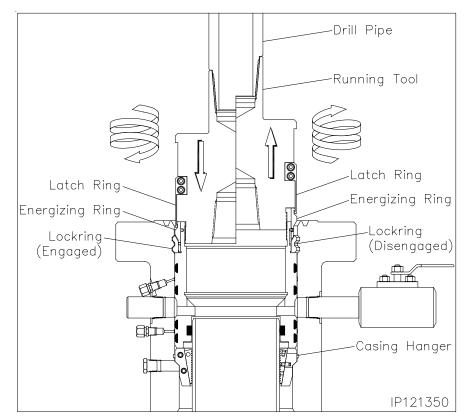
- 1. Locate the retrieval latch assembly with (4) 1/2" cap screws
- Install the retrieval latch onto the running tool with the latch fingers facing down and install the cap screws and tighten them securely.
- Ensure the retrieval latch freely rotates on the running tool actuation sleeve.
- 4. Carefully lower the running tool into the packoff.
- Rotate the drill pipe clockwise (Right)to locate the thread start and then counter clockwise (Left) (approximately 10 turns) to a positive stop.

Note: At this point the retrieval latches will have passed over the energizing ring and snapped into place.

 Rotate the drill pipe clockwise (approximately 6-1/2 turns) to a positive stop. The drill pipe should rise approximately 1-1/2".

Warning: Do not exceed the 6-1/2 turns or the packoff may be seriously damaged.

- Carefully pick up on the drill pipe and remove the packoff from the MBU-LR wellhead with a straight vertical lift.
- Redress the Packoff and reset as previously outlined.



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Stage 5 — Test the BOP Stack

Immediately after making up the BOP stack and periodically during the drilling of the well for the next casing string the BOP stack (connections and rams) must be tested.

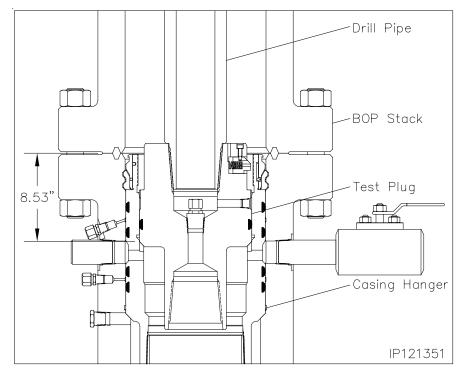
- Examine the 11" Nominal x 4-1/2"
 IF CW Test Plug/Retrieving Tool
 (Item ST5). Verify the following:
 - 1-1/4" VR plug and weep hole plug are in place and tightened securely
 - elastomer seal is in place and in good condition
 - retractable lift lugs are in place, clean, and free to move
 - drill pipe threads are clean and in good condition

Note: Prior to installing the BOP it is recommended to attain an accurate RKB dimension for future use for accurately landing test plugs and casing hangers. This dimension is attained by dropping a tape measure from the rig floor to the top of the wellhead flange. Pull tape taut and record the dimension from the wellhead to the top of the rig floor or kelly bushings. Ensure this dimension is placed on the BOP board in the dog house and on the drillers daily report sheet.

Position the test plug with the elastomer seal down and the lift lugs up and make up the tool to a joint of drill pipe.

WARNING: Ensure that the lift lugs are up and the elastomer seal is down

Remove the 1/2" NPT pipe plug from the weep hole if pressure is to be supplied through the drill pipe.



- 4. Open the housing upper side outlet valve.
- 5. Lightly lubricate the test plug seal with oil or light grease.
- Carefully lower the test plug through the BOP and land it on the load shoulder in the packoff, 8.53" below the top of the housing.
- 7. Close the BOP rams on the pipe and test the BOP to 5,000 psi.

Note: Any leakage past the test plug will be clearly visible at the open side outlet valve.

 After a satisfactory test is achieved, release the pressure and open the rams. Remove as much fluid as possible from the BOP stack and the retrieve the test plug with a straight vertical lift.

Note: When performing the BOP blind ram test it is highly recommended to suspend a stand of drill pipe below the test plug to ensure the plug stays in place while disconnecting from it with the drill pipe.

10. Repeat this procedure as required during the drilling of the hole section.



Stage 6 — Run the Upper Wear Bushing

Note: Always use a Wear Bushing while drilling to protect the load shoulders from damage by the drill bit or rotating drill pipe. The Wear Bushing must be retrieved prior to running the casing.

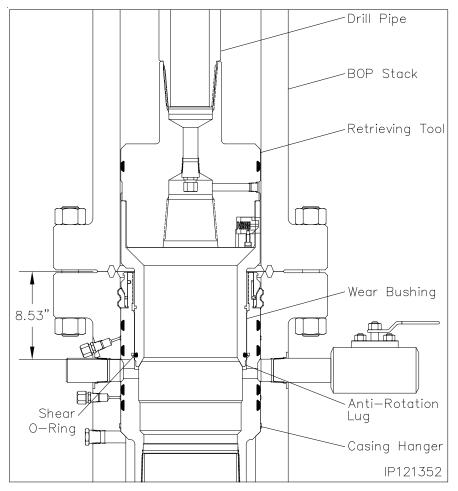
- Examine the 13-5/8"x 11"x 9.00"ID MBU-LR-UPR Wear Bushing(Item **ST6).** Verify the following
 - internal bore is clean and in good condition
 - o-ring is in place and in good condition
 - shear o-ring cord is in place and in good condition
 - paint anti-rotation lugs white and allow paint to dry

Run the Wear Bushing Before **Drilling**

- Orient the 13-5/8" Nominal x 4-1/2" IF CW Test Plug/Retrieving Tool (Item ST1) with drill pipe connection
- 3. Attach the Retrieving Tool to a joint of drill pipe.
- 4. Align the retractable lift lugs of the tool with the retrieval holes of the bushing and the carefully lower the tool into the Wear Bushing until the lugs snap into place.

Note: If the lugs did not align with the holes, rotate the tool in either direction until they snap into place.

- 5. Apply a heavy coat of grease, not dope, to the OD of the bushing.
- 6. Slowly lower the Tool/Bushing Assembly through the BOP stack and land it on the load shoulder in the packoff, 8.53" below the top of the housing.
- Rotate the drill pipe clockwise (right) to locate the stop lugs in their mating notches in the packoff. When properly aligned the bushing will drop an additional 1/2".



Note: The Shear O-Ring on bottom of the bushing will locate in a groove above the load shoulder in the head to act as a retaining device for the bushing.

- Remove the Tool from the Wear Bushing by rotating the drill pipe counter clockwise (left) 1/4 turn and lifting straight up
- Drill as required.

Note: It is highly recommended to retrieve, clean, inspect, grease, and reset the wear bushing each time the hole is tripped during the drilling of the hole section.

Retrieve the Wear Bushing After Drilling

- 10. Make up the Retrieving Tool to the drill pipe.
- 11. Slowly lower the Tool into the Wear Bushing.
- 12. Pick up and balance the riser weight.
- 13. Rotate the Retrieving Tool clockwise until a positive stop is felt. This indicates the lugs have snapped into the holes in the bushing.
- 14. Retrieve the Wear Bushing, and remove it and the Retrieving Tool from the drill string.



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Stage 7 — Hang Off the 7" Casing

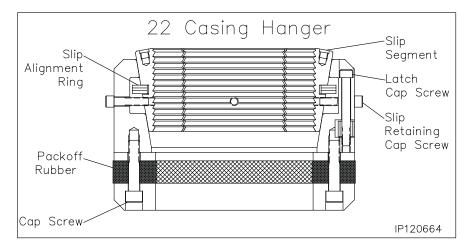
- 1. Run the 7" casing string as required and cement in place.
- 2. Drain the housing bowl through the upper side outlet.
- Separate the BOP from the MBU-LR housing and lift the BOP approximately 14" above the housing and secure BOP with safety slings.
- 4. Using a fresh water hose, thoroughly wash out the packoff bowl.

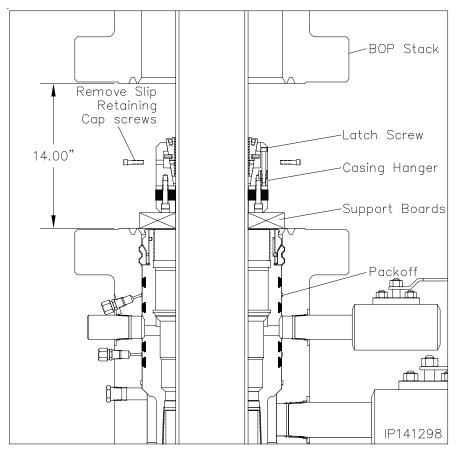
Note: Casing Head side outlet valve to remain open while setting the casing hanger.

- Examine the 11" X 7" C22 Casing Hanger (Item B9). Verify the following:
 - slips and internal bore are clean and in good condition
 - all screws are in place
 - seal element is in good condition

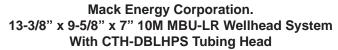
Note: Ensure that the packoff rubber does not protrude beyond the O.D. of the casing hanger body. If it is, loosen the compression cap screws in the top of the hanger.

- 6. Remove the latch screw to open the Hanger.
- Place two boards on the Casing Head flange against the casing to support the Hanger.
- 8. Wrap the Hanger around the casing and replace the latch screw.
- 9. Prepare to lower the Hanger into the Casing Head bowl.
- Grease the Casing Hanger's body and remove the slip retaining cap screws.











Stage 7 — Hang Off the 7" Casing

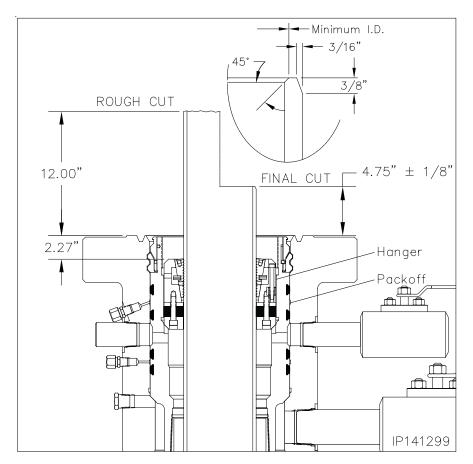
11. Remove the boards and allow the Hanger to slide into the packoff bowl. When the Hanger is down, the top of the hanger body will be approximately 2.27" below the top of the housing, pull tension on the casing to the desired hanging weight and then slack off...

Note: A sharp decrease on the weight indicator will signify that the Hanger has taken weight and at what point, If this does not occur, pull tension again and slack off once more.

WARNING: Because of the potential fire hazard and the risk of loss of life and property, It is highly recommended to check the casing annulus and pipe bore for gas with an approved sensing device prior to cutting off the casing. If gas is present, do not use an open flame torch to cut the casing. It will be necessary to use a air driven mechanical cutter which is spark free.

- Rough cut the casing approximately 12" above the top flange and move the excess casing and BOP out of the way.
- 13. Final cut the casing at $4.75^{\circ} \pm 1/8^{\circ}$ above the top flange of the housing.
- 14. Grind the casing stub level and then place a 3/16" x 3/8" bevel on the O.D. and a I.D. chamfer to match the minimum bore of the tubing head to be installed.
- 15. Using a high pressure water hose thoroughly clean the top of the casing hanger and void area above the hanger. Ensure all cutting debris are removed.
- Fill the void above the hanger with clean test fluid to the top of the flange.

WARNING: Do Not over fill the void with test fluid - trapped fluid under the ring gasket may prevent a good seal from forming



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Stage 8 — Install the Tubing Head

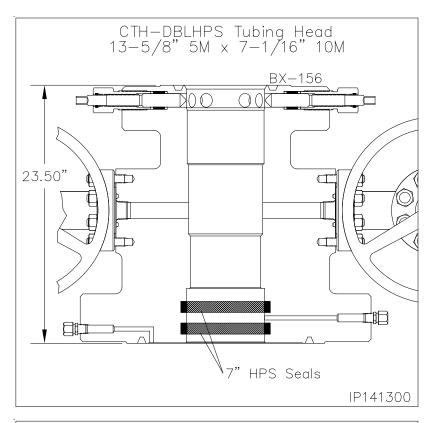
- Examine the 13-5/8" 5M x 7-1/16" 10M CW, CTH-DBLHPS Tubing Head (Item B1). Verify the following:
 - seal area and bore are clean and in good condition
 - HPS Secondary Seals are in place and in good condition
 - all peripheral equipment is intact and undamaged
- Clean the mating ring grooves of the MBU-LR and Tubing Head.
- 3. Lightly lubricate the ID of the Tubing Head HPS Seals, and the casing stub with a light grease.

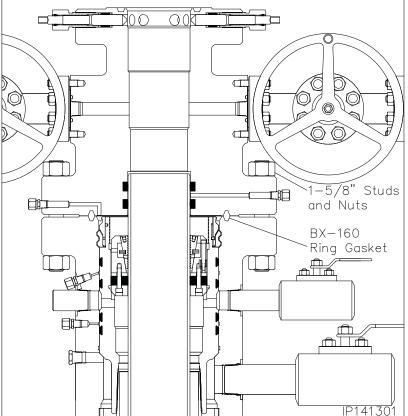
Note: Excessive grease may prevent a good seal from forming!

- Install a new BX-160 Ring Gasket (Item B14) in the ring groove of the MBU-LR Housing.
- Pick up the Tubing Head and suspend it above the MBU-LR Housing and casing stub
- Orient the Tubing Head so the outlets are in the proper position and then carefully lower the head and DSPA over the casing stub and land it on the ring gasket.

Warning: Do Not damage the HPS Seal or their sealing ability will be impaired!

 Make up the flange connection using the DSPA studs and nuts, tightening them in an alternating cross pattern.





IP 0228 Page 26 Mack Energy Corporation.

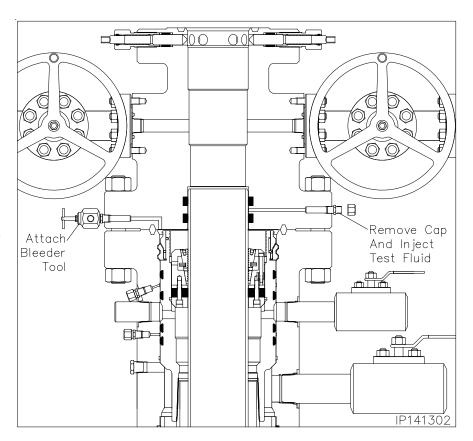
13-3/8" x 9-5/8" x 7" 10M MBU-LR Wellhead System
With CTH-DBLHPS Tubing Head



Stage 8 — Install the Tubing Head

Seal Test

- Locate the "SEAL TEST" fitting and one of the "FLG TEST" fittings on the Tubing Head and remove the dust cap from both fittings.
- Attach a Bleeder Tool to the open "FLG TEST" fitting and open the Tool.
- Attach a Hydraulic Test Pump to the "SEAL TEST" fitting and pump clean test fluid between the HPS Seals until a test pressure of 10,000 psi. or 80% of casing collapse whichever is less
- Hold the test pressure for fifteen (15) minutes or as desired by the drilling supervisor.
- If pressure drops a leak has developed. Take the appropriate action in the table below.
- Repeat steps 1 5 until a satisfactory test is achieved.
- When a satisfactory test is achieved, remove Test Pump, drain test fluid, and reinstall the dust cap on the open "SEAL TEST" fitting.



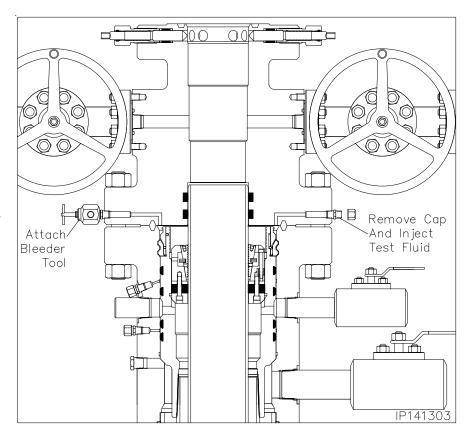
Seal	Test
Leak Location	Appropriate Action
HPS seal leaking	Remove Tubing Head and replace leaking seals. Re
Into the Tubing Head bore- Upper HPS Seal is Leaking	land and retest seals

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Stage 8 — Install the Tubing Head

Flange Test

- Locate the remaining "FLG TEST" fitting on the Tubing Head and remove the dust cap from the fitting.
- Attach a test pump to the open "FLG TEST" fitting and pump clean test fluid into the flange connection until a continuous stream flows from the open "FLG TEST" bleeder tool.
- Close the bleeder tool and continue pumping test fluid to 5,000 psi. or 80% of casing collapse whichever is less.
- Hold the test pressure for fifteen (15) minutes or as desired by the drilling supervisor.
- 5. If pressure drops a leak has developed. Take the appropriate action from the adjacent chart.
- 6. Repeat steps 1 through 6 until a satisfactory test is achieved.
- Once a satisfactory test is achieved, remove the test pump and "FLG TEST" bleeder tool, drain test fluid, and reinstall the dust caps on the open fittings.



Flang	e Test
Leak Location	Appropriate Action
Into casing annulus - casing hanger seal element is leaking	Remove tubing head, spear casing and reset the casing hanger. Redress the casing, reinstall the Tubing Head and retest
Flange connection - Ring gasket is leaking	Further tighten the flange connection



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Recommended Procedure for Field Welding Pipe to Wellhead Parts for Pressure Seal

1. Introduction and Scope. The following recommended procedure has been prepared with particular regard to attaining pressure-tight weld when attaching casing heads, flanges, etc., to casing. Although most of the high strength casing used (such as N-80) is not normally considered field weldable, some success may be obtained by using the following or similar procedures.

<u>Caution:</u> In some wellheads, the seal weld is also a structural weld and can be subjected to high tensile stresses. Consideration must therefore be given by competent authority to the mechanical properties of the weld and its heat affected zone.

- a. The steels used in wellhead parts and in casing are high strength steels that are susceptible to cracking when welded. It is imperative that the finished weld and adjacent metal be free from cracks. The heat from welding also affects the mechanical properties. This is especially serious if the weld is subjected to service tension stresses.
- b. This procedure is offered only as a recommendation. The responsibility for welding lies with the user and results are largely governed by the welder's skill. Weldability of the several makes and grades of casing varies widely, thus placing added responsibility on the welder. Transporting a qualified welder to the job, rather than using a less-skilled man who may be at hand, will, in most cases, prove economical. The responsible operating representative should ascertain the welder's qualifications and, if necessary, assure himself by instruction or demonstration, that the welder is able to perform the work satisfactorily.
- 2. Welding Conditions. Unfavorable welding conditions must be avoided or minimized in every way possible, as even the most skilled welder cannot successfully weld steels that are susceptible to cracking under adverse working conditions, or when the work is rushed. Work above the welder on the drilling floor should be avoided. The weld should be protected from dripping mud, water, and oil and from wind, rain, or other adverse weather conditions. The drilling mud, water, or other fluids must be lowered in the casing and kept at a low level until the weld has properly cooled. It is the responsibility of the user to provide supervision that will assure favorable working conditions, adequate time, and the necessary cooperation of the rig personnel.

- Welding. The welding should be done by the shielded metal-arc or other approved process.
- Filler Metal. Filler Metals. For root pass, it's recommended to use E6010, E6011 (AC), E6019 or equivalent electrodes. The E7018 or E7018-A1 electrodes may also be used for root pass operations but has the tendency to trap slag in tight grooves. The E6010, E6011 and E6019 offer good penetration and weld deposit ductility with relatively high intrinsic hydrogen content. Since the E7018 and E7018-A1 are less susceptible to hydrogen induced cracking, it is recommended for use as the filler metal for completion of the weld groove after the root pass is completed. The E6010, E6011 (AC), E6019, E7018 and E7018-A1 are classified under one of the following codes AWS A5.1 (latest edition): Mild Steel covered electrodes or the AWS A5.5 (latest edition): Low Alloy Steel Covered Arc-Welding Electrodes. The low hydrogen electrodes. E7018 and E7018-A1, should not be exposed to the atmosphere until ready for use. It's recommended that hydrogen electrodes remain in their sealed containers. When a job arises, the container shall be opened and all unused remaining electrodes to be stored in heat electrode storage ovens. Low hydrogen electrodes exposed to the atmosphere, except water, for more than two hours should be dried 1 to 2 hours at 600°F to 700 °F (316°C to 371 °C) just before use. It's recommended for any low hydrogen electrode containing water on the surface should be scrapped.
- 5. Preparation of Base Metal. The area to be welded should be dry and free of any paint, grease/oil and dirt. All rust and heat-treat surface scale shall be ground to bright metal before welding.

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Recommended Procedure for Field Welding Pipe to Wellhead Parts for Pressure Seal

- shall be inspected for the presence of any o-rings or other polymeric seals. If any o-rings or seals are identified then preheating requires close monitoring as noted in paragraph 6a. Before applying preheat, the fluid should be bailed out of the casing to a point several inches (>6" or 150 mm) below the weld joint/location. Preheat both the casing and wellhead member for a minimum distance of three (3) inches on each side of the weld joint using a suitable preheating torch in accordance with the temperatures shown below in a and b. The preheat temperature should be checked by the use of heat sensitive crayons. Special attention must be given to preheating the thick sections of wellhead parts to be welded, to insure uniform heating and expansion with respect to the relatively thin casing.
 - a. Wellhead members containing o-rings and other polymeric seals have tight limits on the preheat and interpass temperatures. Those temperatures must be controlled at 200°F to 325°F or 93 °C to 160°C and closely monitored to prevent damage to the o-ring or seals
 - b. Wellhead members not containing o-rings and other polymeric seals should be maintained at a preheat and interpass temperature of 400°F to 600°F or 200°C to 300°C.
- 7. Welding Technique. Use a 1/8 or 5/32-inch (3.2 or 4.0 mm) E6010 or E7018 electrode and step weld the first bead (root pass); that, weld approximately 2 to 4 inches (50 to 100 mm) and then move diametrically opposite this point and weld 2 to 4 inches (50 to 100 mm) halfway between the first two welds, move diametrically opposite this weld, and so on until the first pass is completed. This second pass should be made with a 5/32-inch (4.0 mm) low hydrogen electrode of the proper strength and may be continuous. The balance of the welding groove may then be filled with continuous passes without back stepping or lacing, using a 3/16-inch (4.8 mm) low hydrogen electrode. All beads should be stringer beads with good penetration. There should be no undercutting and weld shall be workmanlike in appearance.
 - **a.** Test ports should be open when welding is performed to prevent pressure buildup within the test cavity.
 - b. During welding the temperature of the base metal on either side of the weld should be maintained at 200 to 300°F (93 to 149°C).
 - c. Care should be taken to insure that the welding cable is properly grounded to the casing, but ground wire should not be welded to the casing or the wellhead. Ground wire should be firmly clamped to the casing, the wellhead, or fixed in position between pipe slips. Bad contact may cause sparking, with resultant hard spots beneath which incipient cracks may develop. The welding cable should not be grounded to the steel derrick, nor to the rotary-table base.

- 8. Cleaning. All slag or flux remaining on any welding bead should be removed before laying the next bead. This also applies to the completed weld.
- Defects. Any cracks or blow holes that appear on any bead should be removed to sound metal by chipping or grinding before depositing the next bead.
- 10. Postheating. Post-heating should be performed at the temperatures shown below and held at that temperature for no less than one hour followed by a slow cooling. The post-heating temperature should be in accordance with the following paragraphs.
 - a. Wellhead members containing o-rings and other polymeric seals have tight limits on the post-heating temperatures. Those temperatures must be controlled at 250°F to 300°F or 120 °C to 150°C and closely monitored to prevent damage to the o-ring or seals.
 - b. Wellhead members not containing o-rings and other polymeric seals should be post-heated at a temperature of 400°F to 600°F or 200°C to 300°C.
- 11. Cooling. Rapid cooling must be avoided. To assure slow cooling, welds should be protected from extreme weather conditions (cold, rain, high winds, etc.) by the use of suitable insulating material. (Specially designed insulating blankets are available at many welding supply stores.) Particular attention should be given to maintaining uniform cooling of the thick sections of the wellhead parts and the relatively thin casing, as the relatively thin casing will pull away from the head or hanger if allowed to cool more rapidly. The welds should cool in air to less than 200°F (93°C) (measured with a heat sensitive crayon) prior to permitting the mud to rise in the casing.
- **12. Test the Weld.** After cooling, test the weld. The weld must be cool otherwise the test media will crack the weld. The test pressure should be no more than 80% of the casing collapse pressure.



Lat Long Ref

Peterson 7 Federal Com #6H, Plan 1

 Operator
 Redwood Operating LLC
 Units
 feet, °/100ft
 07:52 Thursday, December 02, 2021 Page 1 of 4

 Field
 County
 Eddy
 Vertical Section Azimuth 90.97

 Well Name
 Peterson 7 Federal Com #6H
 State
 New Mexico
 Survey Calculation Method Minimum Curvature

Map Zone UTM

Plan 1 Country USA Database Access

480 FSL & 1 FEL Secition 7-T18S-27E

Location SL: 1620 FSL & 750 FEL Section 12-T18S-R26E BHL:

 Site
 Surface X
 1846754.2
 Surface Long

 Slot Name
 UWI
 Surface Y
 11890745.6
 Surface Lat

 Well Number 6H
 API
 Surface Z
 3306.3
 Global Z Ref
 KB

Project MD/TVD Ref KB Ground Level 3288.3 Local North Ref Grid

DIRECTIONAL WELL PLAN

DIRECTION	DIRECTIONAL WELL PLAN									
MD*	INC*	AZI*	TVD*	N*	E*	DLS*	V. S.*	MapE*	MapN* S	SysTVD*
*** TIE (at MD) = 1681.00)	doa	**	**	**	~/1/\/\ 	**	**	**	**
1681.00	0.00	0.0	1681.00	0.00	0.00		0.00	1846754.20	11890745.60	1625.30
1700.00	0.00	0.0	1700.00	0.00	0.00	0.00	0.00	1846754.20	11890745.60	1606.30
1750.00	0.00	0.0	1750.00	0.00	0.00	0.00	0.00	1846754.20	11890745.60	1556.30
*** KOP 8 DEC	GREES (at	MD = 1781	.00)							
1781.00	0.00	0.0	1781.00	0.00	0.00	0.00	0.00	1846754.20	11890745.60	1525.30
1800.00	1.52	102.0	1800.00	-0.05	0.25	8.00	0.25	1846754.45	11890745.55	1506.30
1850.00	5.52	102.0	1849.89	-0.69	3.25	8.00	3.26	1846757.45	11890744.91	1456.41
1900.00	9.52	102.0	1899.45	-2.05	9.65	8.00	9.68	1846763.85	11890743.55	1406.85
1950.00	13.52	102.0	1948.44	-4.13	19.41	8.00	19.48	1846773.61	11890741.47	1357.86
2000.00	17.52	102.0	1996.60	-6.91	32.50	8.00	32.61	1846786.70	11890738.69	1309.70
2050.00	21.52	102.0	2043.72	-10.38	48.84	8.00	49.00	1846803.04	11890735.22	1262.58
2100.00	25.52	102.0	2089.56	-14.53	68.35	8.00	68.59	1846822.55	11890731.07	1216.74
2150.00	29.52	102.0	2133.89	-19.33	90.94	8.00	91.26	1846845.14	11890726.27	1172.41
2200.00	33.52	102.0	2176.50	-24.76	116.51	8.00	116.91	1846870.71	11890720.84	1129.80
2250.00	37.52	102.0	2217.19	-30.80	144.91	8.00	145.42	1846899.11	11890714.80	1089.11
2300.00	41.52	102.0	2255.75	-37.42	176.03	8.00	176.64	1846930.23	11890708.18	1050.55
2350.00	45.52	102.0	2292.00	-44.57	209.70	8.00	210.43	1846963.90	11890701.03	1014.30
2400.00	49.52	102.0	2325.76	-52.24	245.76	8.00	246.61	1846999.96	11890693.36	980.54
2450.00	53.52	102.0	2356.87	-60.38	284.04	8.00	285.02	1847038.24	11890685.23	949.43
*** 55 DEGRE	E TANGEN	T (at MD =	: 2468.50)							
2468.50	55.00	102.0	2367.67	-63.50	298.73	8.00	299.76	1847052.93	11890682.10	938.63
2500.00	55.00	102.0	2385.74	-68.86	323.97	0.00	325.09	1847078.17	11890676.74	920.56
2550.00	55.00	102.0	2414.42	-77.38	364.03	0.00	365.29	1847118.23	11890668.22	891.88
2600.00	55.00	102.0	2443.10	-85.89	404.09	0.00	405.49	1847158.29	11890659.71	863.20
2650.00	55.00	102.0	2471.78	-94.41	444.16	0.00	445.69	1847198.36	11890651.19	834.52
2700.00	55.00	102.0	2500.46	-102.92	484.22	0.00	485.89	1847238.42	11890642.68	805.84
*** 10 DEGRE	E BUILD (a	t MD = 271	18.50)							
2718.50	55.00	102.0	2511.07	-106.07	499.04	0.00	500.77	1847253.24	11890639.53	795.23
2750.00	57.98	100.8	2528.46	-111.25	524.79	10.00	526.60	1847278.99	11890634.35	777.84
2800.00	62.73	99.0	2553.19	-118.68	567.59	10.00	569.51	1847321.79	11890626.92	753.11
2850.00	67.50	97.3	2574.22	-125.09	612.47	10.00	614.50	1847366.67	11890620.51	732.08
2900.00	72.28	95.8	2591.41	-130.42	659.10	10.00	661.22	1847413.30	11890615.18	714.89
2950.00	77.08	94.3	2604.62	-134.65	707.13	10.00	709.30	1847461.33	11890610.95	701.68
3000.00	81.88	92.9	2613.74	-137.74	756.17	10.00	758.40	1847510.37	11890607.86	692.56
3050.00	86.69	91.5	2618.72	-139.65	805.87	10.00	808.12	1847560.07	11890605.95	687.58
*** LANDING F	POINT (at N		,							
3070.43	88.66	91.0	2619.55	-140.10	826.28	10.00	828.54	1847580.48	11890605.50	686.75
3100.00	88.66	91.0	2620.24	-140.60	855.84	0.00	858.10	1847610.04	11890605.00	686.06
Page 1 of 4										makinhole.com

Lat Long Ref

Peterson 7 Federal Com #6H, Plan 1

Operator Redwood Operating LLC Units feet, °/100ft 07:52 Thursday, December 02, 2021 Page 2 of 4 County Eddy Vertical Section Azimuth 90.97 **Field** Well Name Peterson 7 Federal Com #6H State New Mexico Survey Calculation Method Minimum Curvature Plan 1 **Database** Access

Map Zone UTM

Country USA

480 FSL & 1 FEL Secition 7-T18S-27E

Location SL: 1620 FSL & 750 FEL Section 12-T18S-R26E BHL:

Surface X 1846754.2 **Surface Long** UWI **Surface Y** 11890745.6 **Slot Name Surface Lat** Well Number 6H API **Surface Z** 3306.3 Global Z Ref KB **Project** MD/TVD Ref KB Ground Level 3288.3 Local North Ref Grid

DIRECTIONAL WELL DIAN

DIRECTIONA	L WELL P	LAN								
MD*	INC*	AZI*	TVD*	N*	E*	DLS*	V. S.*	MapE*	MapN*	SysTVD*
3150.00	88.66	91.0	2621.41	-141.45	905.82	°/100 ff 0.00	908.08	1847660.02	11890604.16	684.89
3200.00	88.66	91.0	2622.58	-142.29	955.80	0.00	958.07	1847710.00	11890603.31	683.72
3250.00	88.66	91.0	2623.75	-143.14	1005.78	0.00	1008.05	1847759.98	11890602.46	682.56
3300.00	88.66	91.0	2624.91	-143.98	1055.75	0.00	1058.04	1847809.95	11890601.62	681.39
3350.00	88.66	91.0	2626.08	-144.83	1105.73	0.00	1108.03	1847859.93	11890600.77	680.22
3400.00	88.66	91.0	2627.25	-145.68	1155.71	0.00	1158.01	1847909.91	11890599.92	679.05
3450.00	88.66	91.0	2628.42	-146.52	1205.69	0.00	1208.00	1847959.89	11890599.08	677.88
3500.00	88.66	91.0	2629.59	-147.37	1255.67	0.00	1257.99	1848009.87	11890598.23	676.71
3550.00	88.66	91.0	2630.76	-148.21	1305.65	0.00	1307.97	1848059.85	11890597.39	675.54
3600.00	88.66	91.0	2631.93	-149.06	1355.63	0.00	1357.96	1848109.83	11890596.54	674.37
3650.00	88.66	91.0	2633.10	-149.91	1405.61	0.00	1407.94	1848159.81	11890595.69	673.20
3700.00	88.66	91.0	2634.27	-150.75	1455.59	0.00	1457.93	1848209.79	11890594.85	672.03
3750.00	88.66	91.0	2635.44	-151.60	1505.57	0.00	1507.92	1848259.77	11890594.00	670.86
3800.00	88.66	91.0	2636.61	-152.45	1555.55	0.00	1557.90	1848309.75	11890593.15	669.69
3850.00	88.66	91.0	2637.78	-153.29	1605.53	0.00	1607.89	1848359.73	11890592.31	668.52
3900.00	88.66	91.0	2638.95	-154.14	1655.50	0.00	1657.88	1848409.70	11890591.46	667.35
3950.00	88.66	91.0	2640.11	-154.98	1705.48	0.00	1707.86	1848459.68	11890590.62	666.19
4000.00	88.66	91.0	2641.28	-155.83	1755.46	0.00	1757.85	1848509.66	11890589.77	665.02
4050.00	88.66	91.0	2642.45	-156.68	1805.44	0.00	1807.84	1848559.64	11890588.92	663.85
4100.00	88.66	91.0	2643.62	-157.52	1855.42	0.00	1857.82	1848609.62	11890588.08	662.68
4150.00	88.66	91.0	2644.79	-158.37	1905.40	0.00	1907.81	1848659.60	11890587.23	661.51
4200.00	88.66	91.0	2645.96	-159.22	1955.38	0.00	1957.79	1848709.58	11890586.38	660.34
4250.00	88.66	91.0	2647.13	-160.06	2005.36	0.00	2007.78	1848759.56	11890585.54	659.17
4300.00	88.66	91.0	2648.30	-160.91	2055.34	0.00	2057.77	1848809.54	11890584.69	658.00
4350.00	88.66	91.0	2649.47	-161.75	2105.32	0.00	2107.75	1848859.52	11890583.85	656.83
4400.00	88.66	91.0	2650.64	-162.60	2155.30	0.00	2157.74	1848909.50	11890583.00	655.66
4450.00	88.66	91.0	2651.81	-163.45	2205.28	0.00	2207.73	1848959.48	11890582.15	654.49
4500.00	88.66	91.0	2652.98	-164.29	2255.25	0.00	2257.71	1849009.45	11890581.31	653.32
4550.00	88.66	91.0	2654.15	-165.14	2305.23	0.00	2307.70	1849059.43	11890580.46	652.15
4600.00	88.66	91.0	2655.32	-165.99	2355.21	0.00	2357.69	1849109.41	11890579.61	650.98
4650.00	88.66	91.0	2656.48	-166.83	2405.19	0.00	2407.67	1849159.39	11890578.77	649.82
4700.00	88.66	91.0	2657.65	-167.68	2455.17	0.00	2457.66	1849209.37	11890577.92	648.65
4750.00	88.66	91.0	2658.82	-168.52	2505.15	0.00	2507.64	1849259.35	11890577.08	647.48
4800.00	88.66	91.0	2659.99	-169.37	2555.13	0.00	2557.63	1849309.33	11890576.23	646.31
4850.00	88.66	91.0	2661.16	-170.22	2605.11	0.00	2607.62	1849359.31	11890575.38	645.14
4900.00	88.66	91.0	2662.33	-171.06	2655.09	0.00	2657.60	1849409.29	11890574.54	643.97
4950.00	88.66	91.0	2663.50	-171.91	2705.07	0.00	2707.59	1849459.27	11890573.69	642.80
Page 2 of 4					SES v5	.79			www.	makinhole.com

Peterson 7 Federal Com #6H, Plan 1

OperatorRedwood Operating LLCUnitsfeet, °/100ft07:52 Thursday, December 02, 2021 Page 3 of 4FieldCountyEddyVertical Section Azimuth90.97Well NamePeterson 7 Federal Com #6HStateNew MexicoSurvey Calculation MethodMinimum CurvaturePlan1CountryUSADatabaseAccess

Location SL: 1620 FSL & 750 FEL Section 12-T18S-R26E BHL:

480 FSL & 1 FEL Secition 7-T18S-27E

Site
Slot Name UWI
Well Number 6H API
Project MD/T

API
MD/TVD Ref KB

Map Zone UTM

Surface X 1846754.2 **Surface Y** 11890745.6 **Surface Z** 3306.3

Surface Long
Surface Lat
Global Z Ref KB

Lat Long Ref

Ground Level 3288.3 Local North Ref Grid

DIRECTIONAL WELL PLAN

MD*	INC*	AZI*	TVD*	N*	E*	DLS*	V. S.*	MapE*	MapN* S	SysTVD*
5000.00	88.66	91.0	2664.67	-172.75	2755.05	0.00	2757.58	1849509.25	11890572.85	641.63
5050.00	88.66	91.0	2665.84	-173.60	2805.03	0.00	2807.56	1849559.23	11890572.00	640.46
5100.00	88.66	91.0	2667.01	-174.45	2855.00	0.00	2857.55	1849609.20	11890571.15	639.29
5150.00	88.66	91.0	2668.18	-175.29	2904.98	0.00	2907.53	1849659.18	11890570.31	638.12
5200.00	88.66	91.0	2669.35	-176.14	2954.96	0.00	2957.52	1849709.16	11890569.46	636.95
5250.00	88.66	91.0	2670.52	-176.99	3004.94	0.00	3007.51	1849759.14	11890568.61	635.78
5300.00	88.66	91.0	2671.68	-177.83	3054.92	0.00	3057.49	1849809.12	11890567.77	634.62
5350.00	88.66	91.0	2672.85	-178.68	3104.90	0.00	3107.48	1849859.10	11890566.92	633.45
5400.00	88.66	91.0	2674.02	-179.52	3154.88	0.00	3157.47	1849909.08	11890566.08	632.28
5450.00	88.66	91.0	2675.19	-180.37	3204.86	0.00	3207.45	1849959.06	11890565.23	631.11
5500.00	88.66	91.0	2676.36	-181.22	3254.84	0.00	3257.44	1850009.04	11890564.38	629.94
5550.00	88.66	91.0	2677.53	-182.06	3304.82	0.00	3307.43	1850059.02	11890563.54	628.77
5600.00	88.66	91.0	2678.70	-182.91	3354.80	0.00	3357.41	1850109.00	11890562.69	627.60
5650.00	88.66	91.0	2679.87	-183.76	3404.78	0.00	3407.40	1850158.98	11890561.84	626.43
5700.00	88.66	91.0	2681.04	-184.60	3454.75	0.00	3457.38	1850208.95	11890561.00	625.26
5750.00	88.66	91.0	2682.21	-185.45	3504.73	0.00	3507.37	1850258.93	11890560.15	624.09
5800.00	88.66	91.0	2683.38	-186.29	3554.71	0.00	3557.36	1850308.91	11890559.31	622.92
5850.00	88.66	91.0	2684.55	-187.14	3604.69	0.00	3607.34	1850358.89	11890558.46	621.75
5900.00	88.66	91.0	2685.72	-187.99	3654.67	0.00	3657.33	1850408.87	11890557.61	620.58
5950.00	88.66	91.0	2686.89	-188.83	3704.65	0.00	3707.32	1850458.85	11890556.77	619.41
6000.00	88.66	91.0	2688.05	-189.68	3754.63	0.00	3757.30	1850508.83	11890555.92	618.25
6050.00	88.66	91.0	2689.22	-190.53	3804.61	0.00	3807.29	1850558.81	11890555.07	617.08
6100.00	88.66	91.0	2690.39	-191.37	3854.59	0.00	3857.27	1850608.79	11890554.23	615.91
6150.00	88.66	91.0	2691.56	-192.22	3904.57	0.00	3907.26	1850658.77	11890553.38	614.74
6200.00	88.66	91.0	2692.73	-193.06	3954.55	0.00	3957.25	1850708.75	11890552.54	613.57
6250.00	88.66	91.0	2693.90	-193.91	4004.53	0.00	4007.23	1850758.73	11890551.69	612.40
6300.00	88.66	91.0	2695.07	-194.76	4054.50	0.00	4057.22	1850808.70	11890550.84	611.23
6350.00	88.66	91.0	2696.24	-195.60	4104.48	0.00	4107.21	1850858.68	11890550.00	610.06
6400.00	88.66	91.0	2697.41	-196.45	4154.46	0.00	4157.19	1850908.66	11890549.15	608.89
6450.00	88.66	91.0	2698.58	-197.30	4204.44	0.00	4207.18	1850958.64	11890548.31	607.72
6500.00	88.66	91.0	2699.75	-198.14	4254.42	0.00	4257.17	1851008.62	11890547.46	606.55
6550.00	88.66	91.0	2700.92	-198.99	4304.40	0.00	4307.15	1851058.60	11890546.61	605.38
6600.00	88.66	91.0	2702.09	-199.83	4354.38	0.00	4357.14	1851108.58	11890545.77	604.21
6650.00	88.66	91.0	2703.25	-200.68	4404.36	0.00	4407.12	1851158.56	11890544.92	603.05
6700.00	88.66	91.0	2704.42	-201.53	4454.34	0.00	4457.11	1851208.54	11890544.07	601.88
6750.00	88.66	91.0	2705.59	-202.37	4504.32	0.00	4507.10	1851258.52	11890543.23	600.71
6800.00	88.66	91.0	2706.76	-203.22	4554.30	0.00	4557.08	1851308.50	11890542.38	599.54
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Peterson 7 Federal Com #6H, Plan 1

 Operator
 Redwood Operating LLC
 Units
 feet, °/100ft
 07:52 Thursday, December 02, 2021 Page 4 of 4

 Field
 County
 Eddy
 Vertical Section Azimuth
 90.97

 Well Name
 Peterson 7 Federal Com #6H
 State
 New Mexico
 Survey Calculation Method
 Minimum Curvature

 Plan
 1
 Country
 USA
 Database
 Access

Location SL: 1620 FSL & 750 FEL Section 12-T18S-R26E BHL: Ma

480 FSL & 1 FEL Secition 7-T18S-27E

Map Zone UTM Lat Long Ref

Site
Slot Name UWI
Well Number 6H API

Surface X 1846754.2 Surface Long
Surface Y 11890745.6 Surface Lat
Surface Z 3306.3 Global Z Ref KB

Number 6H API Surface Z 3306.3 Global Z Ref KB
Project MD/TVD Ref KB Ground Level 3288.3 Local North Ref Grid

DIRECTIONAL WELL PLAN

MD*	INC*	AZI*	TVD*	N*	E*	DLS*	V. S.*	MapE*	MapN* S	sysTVD*
6850.00	88.66	91.0	2707.93	-204.06	4604.28	0.00	4607.07	1851358.48	11890541.54	598.37
6900.00	88.66	91.0	2709.10	-204.91	4654.25	0.00	4657.06	1851408.45	11890540.69	597.20
6950.00	88.66	91.0	2710.27	-205.76	4704.23	0.00	4707.04	1851458.43	11890539.84	596.03
7000.00	88.66	91.0	2711.44	-206.60	4754.21	0.00	4757.03	1851508.41	11890539.00	594.86
7050.00	88.66	91.0	2712.61	-207.45	4804.19	0.00	4807.02	1851558.39	11890538.15	593.69
7100.00	88.66	91.0	2713.78	-208.30	4854.17	0.00	4857.00	1851608.37	11890537.30	592.52
7150.00	88.66	91.0	2714.95	-209.14	4904.15	0.00	4906.99	1851658.35	11890536.46	591.35
7200.00	88.66	91.0	2716.12	-209.99	4954.13	0.00	4956.97	1851708.33	11890535.61	590.18
7250.00	88.66	91.0	2717.29	-210.83	5004.11	0.00	5006.96	1851758.31	11890534.77	589.01
7300.00	88.66	91.0	2718.46	-211.68	5054.09	0.00	5056.95	1851808.29	11890533.92	587.84
7350.00	88.66	91.0	2719.62	-212.53	5104.07	0.00	5106.93	1851858.27	11890533.07	586.68
7400.00	88.66	91.0	2720.79	-213.37	5154.05	0.00	5156.92	1851908.25	11890532.23	585.51
7450.00	88.66	91.0	2721.96	-214.22	5204.03	0.00	5206.91	1851958.23	11890531.38	584.34
7500.00	88.66	91.0	2723.13	-215.07	5254.00	0.00	5256.89	1852008.20	11890530.53	583.17
7550.00	88.66	91.0	2724.30	-215.91	5303.98	0.00	5306.88	1852058.18	11890529.69	582.00
7600.00	88.66	91.0	2725.47	-216.76	5353.96	0.00	5356.86	1852108.16	11890528.84	580.83
7650.00	88.66	91.0	2726.64	-217.60	5403.94	0.00	5406.85	1852158.14	11890528.00	579.66
7700.00	88.66	91.0	2727.81	-218.45	5453.92	0.00	5456.84	1852208.12	11890527.15	578.49
7750.00	88.66	91.0	2728.98	-219.30	5503.90	0.00	5506.82	1852258.10	11890526.30	577.32
7800.00	88.66	91.0	2730.15	-220.14	5553.88	0.00	5556.81	1852308.08	11890525.46	576.15
7850.00	88.66	91.0	2731.32	-220.99	5603.86	0.00	5606.80	1852358.06	11890524.61	574.98
7900.00	88.66	91.0	2732.49	-221.84	5653.84	0.00	5656.78	1852408.04	11890523.76	573.81
7950.00	88.66	91.0	2733.66	-222.68	5703.82	0.00	5706.77	1852458.02	11890522.92	572.64
8000.00	88.66	91.0	2734.83	-223.53	5753.80	0.00	5756.76	1852508.00	11890522.07	571.47
8050.00	88.66	91.0	2735.99	-224.37	5803.77	0.00	5806.74	1852557.97	11890521.23	570.31
8100.00	88.66	91.0	2737.16	-225.22	5853.75	0.00	5856.73	1852607.95	11890520.38	569.14
8150.00	88.66	91.0	2738.33	-226.07	5903.73	0.00	5906.71	1852657.93	11890519.53	567.97
8200.00	88.66	91.0	2739.50	-226.91	5953.71	0.00	5956.70	1852707.91	11890518.69	566.80
8250.00	88.66	91.0	2740.67	-227.76	6003.69	0.00	6006.69	1852757.89	11890517.84	565.63
8300.00	88.66	91.0	2741.84	-228.60	6053.67	0.00	6056.67	1852807.87	11890517.00	564.46
8350.00	88.66	91.0	2743.01	-229.45	6103.65	0.00	6106.66	1852857.85	11890516.15	563.29
8400.00	88.66	91.0	2744.18	-230.30	6153.63	0.00	6156.65	1852907.83	11890515.30	562.12
*** TD (at MD	= 8423.43)									
8423.43	88.66	91.0	2744.73	-230.69	6177.05	0.00	6180.07	1852931.25	11890514.91	561.57

Page 4 of 4 SES v5.79 www.makinhole.c

PECOS DISTRICT DRILLING CONDITIONS OF APPROVAL

REDWOOD OPERATING LLC **OPERATOR'S NAME:**

> LEASE NO.: NMLC0067981B

WELL NAME & NO.: PETERSON 7 FEDERAL COM 6H

SURFACE HOLE FOOTAGE: 620'/S & 750'/E **BOTTOM HOLE FOOTAGE** 480'/S & 1'/E

> **LOCATION:** Section 12, T.18 S., R.26 E., NMP

COUNTY: Eddy County, New Mexico

COA

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

A. <u>HYDROGEN SULFIDE</u>

A Hydrogen Sulfide (H2S) Drilling Plan shall be activated 500 feet prior to drilling into the **San Andres** formation. As a result, the Hydrogen Sulfide area must meet Onshore Order 6 requirements, which includes equipment and personnel/public protection items. If Hydrogen Sulfide is encountered, please provide measured values and formations to the BLM.

B. CASING

- 1. The 13-3/8 inch surface casing shall be set at approximately 375 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 9-5/8 inch intermediate casing shall be set at 1,230 feet. The minimum required fill of cement behind the 9-5/8 inch intermediate casing is:
 - Cement to surface. If cement does not circulate see B.1.a, c-d above. 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.
- 3. The minimum required fill of cement behind the 7 X 7 X 5.5 inch production casing is:
 - Cement should tie-back at least **200 feet** into previous casing string. Operator shall provide method of verification.

A. 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. **BOP REQUIREMENTS**

Option 1:

- a. Minimum working pressure of the blowout preventer (BOP) and related equipment (BOPE) required for drilling below the surface casing shoe shall be 2000 (2M) psi.
- b. Minimum working pressure of the blowout preventer (BOP) and related equipment (BOPE) required for drilling below the intermediate casing shoe shall be 2000 (2M) psi.

Option 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 **3000** (**3M**) 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.

B. 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)
 - 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. <u>CASING</u>

- 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. <u>DRILLING MUD</u>

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. <u>WASTE MATERIAL AND FLUIDS</u>

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.

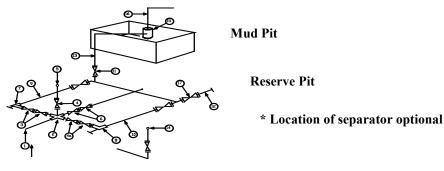
Porto-johns and trash containers will be on-location during fracturing operations or any other crew-intensive operations.

OTA09302022

Redwood Operating LLC Exhibit #11

Exhibit #11
MIMIMUM CHOKE MANIFOLD
2,000, 5,000, and 10,000 PSI Working Pressure
3M will be used

2 MWP - 5 MWP - 10 MWP



Below Substructure

Mimimum requirements

		3,00	0 MWP	ıımımum		00 MWP		10.0	000 MWP	
No.		I.D.			I.D.			I.D.		
			Nominal	Rating		Nominal	Rating		Nominal	Rating
1	Line from drilling Spool		3"	3,000		3"	5,000		3"	10,000
2	Cross 3" x 3" x 3" x 2"			3,000			5,000			
2	Cross 3" x 3" x 3" x 2"									10,000
3	Valve Gate Plug	3 1/8		3,000	3 1/8		5,000	3 1/8		10,000
4	Valve Gate Plug	1 13/16		3,000	1 13/16		5,000	1 13/16		10,000
4a	Valves (1)	2 1/16		3,000	2 1/16		5,000	2 1/16		10,000
5	Pressure Gauge			3,000			5,000			10,000
6	Valve Gate Plug	3 1/8		3,000	3 1/8		5,000	3 1/8		10,000
7	Adjustable Choke (3)	2"		3,000	2"		5,000	2"		10,000
8	Adjustable Choke	1"		3,000	1"		5,000	2"		10,000
9	Line		3"	3,000		3"	5,000		3"	10,000
10	Line		2"	3,000		2"	5,000		2"	10,000
11	Valve Gate Plug	3 1/8		3,000	3 1/8		5,000	3 1/8		10,000
12	Line		3"	1,000		3"	1,000		3"	2,000
13	Line		3"	1,000		3"	1,000		3"	2,000
14	Remote reading compound Standpipe pressure quage			3,000			5,000			10,000
15	Gas Separator		2' x5'			2' x5'			2' x5'	
16	Line		4"	1,000		4"	1,000		4"	2,000
17	Valve Gate Plug	3 1/8		3,000	3 1/8		5,000	3 1/8		10,000

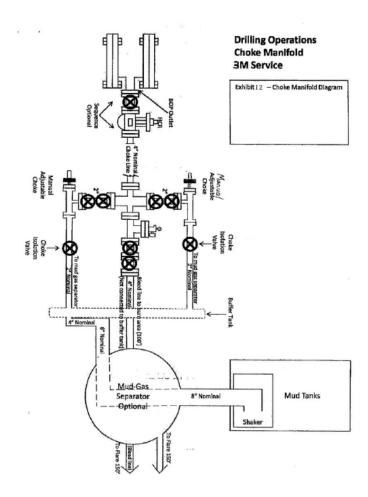
- (1) Only one required in Class 2M
- (2) Gate valves only shall be used for Class 10 M
- (3) Remote operated hydraulic choke required on 5,000 psi and 10,000 psi for drilling.

EQUIPMENT SPECIFICATIONS AND INSTALLATION INSTRUCTION

- 1. All connections in choke manifold shall be welded, studded, flanged or Cameron clamp of comparable rating.
- 2. All flanges shall be API 6B or 6BX and ring gaskets shall be API RX or BX. Use only BX for 10 MWP.
- 3. All lines shall be securely anchored.
- 4. Chokes shall be equipped with tungsten carbide seats and needles, and replacements shall be available.
- Alternate with automatic chokes, a choke manifold pressure gauge shall be located on the rig floor in conjunction with the standpipe pressure gauge.
- 6. Line from drilling spool to choke manifold should be as straight as possible. Lines downstream from chokes shall make turns by large bends or 90 degree bends using bull plugged tees

Redwood Operating LLC

MANIFOLD SCHEMATIC Exhibit #12

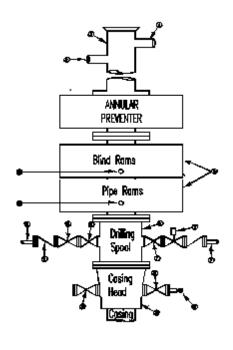


Redwood Operating LLC Minimum Blowout Preventer Requirements 3000 psi Working Pressure

13 3/8 inch- 3 MWP 11 Inch - 3 MWP EXHIBIT #10

Stack Requirements

NO.	Items	Min.	Min.
		I.D.	Nominal
1	Flowline		2"
2	Fill up line		2"
3	Drilling nipple		
4	Annular preventer		
5	Two single or one dual hydraulically operated rams		
6a	Drilling spool with 2" min. kill line and 3" min choke line outlets		2" Choke
6b	2" min. kill line and 3" min. choke line outlets in ram. (Alternate to 6a above)		
7	Valve Gate Plug	3 1/8	
8	Gate valve-power operated	3 1/8	
9	Line to choke manifold		3"
10	Valve Gate Plug	2 1/16	
11	Check valve	2 1/16	
12	Casing head		
13	Valve Gate Plug	1 13/16	
14	Pressure gauge with needle valve		
15	Kill line to rig mud pump manifold		2"



OPTIONAL

16	Flanged Valve	1 13/16	
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CONTRACTOR'S OPTION TO CONTRACTOR'S OPTION TO FURNISH:

- All equipment and connections above bradenhead or casinghead. Working pressure of preventers to be 2000 psi minimum.
- Automatic accumulator (80 gallons, minimum) capable of closing BOP in 30 seconds or less and, holding them closed against full rated working pressure.
- 3. BOP controls, to be located near drillers' position.
- 4. Kelly equipped with Kelly cock.
- Inside blowout preventer or its equivalent on derrick floor at all times with proper threads to fit pipe being used.
- 6. Kelly saver-sub equipped with rubber casing protector at all times.
- 7. Plug type blowout preventer tester.
- 3. Extra set pipe rams to fit drill pipe in use on location at all times.
- Type RX ring gaskets in place of Type R.

REDWOOD TO FURNISH:

- 1. Bradenhead or casing head and side valves.
- 2. Wear bushing. If required.

10.

ME GENERAL NOTES:

- Deviations from this drawing may be made only with the express permission of Redwood's Drilling Manager.
- All connections, valves, fittings, piping, etc., subject to well or pump pressure must be flanged (suitable clamp connections acceptable) and have minimum working pressure equal to rated working pressure of preventers up through choke valves must be full opening and suitable for high pressure mud service.
- Controls to be of standard design and each marked, showing opening and closing position
- 4. Chokes will be positioned so as not to hamper or delay changing of choke beans.

- Replaceable parts for adjustable choke, or bean sizes, retainers, and choke wrenches to be conveniently located for immediate use.
- All valves to be equipped with hand-wheels or handles ready for immediate use.
- Choke lines must be suitably anchored
- Handwheels and extensions to be connected and ready for use.
- Valves adjacent to drilling spool to be kept open. Use outside valves except for emergency.
- All seamless steel control piping (2000 psi working pressure) to have flexible joints to avoid stress. Hoses will be permitted.
- Casinghead connections shall not be used except in case of emergency.
- 11. Does not use kill line for routine fill up operations.

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

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

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

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

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

CONDITIONS

Action 177511

CONDITIONS

Operator:	OGRID:
Redwood Operating LLC	330211
PO Box 1370	Action Number:
Artesia, NM 88210	177511
	Action Type:
	[C-101] BLM - Federal/Indian Land Lease (Form 3160-3)

CONDITIONS

Created By	Condition	Condition Date
kpickford	Notify OCD 24 hours prior to casing & cement	1/23/2023
kpickford	Will require a File As Drilled C-102 and a Directional Survey with the C-104	1/23/2023
kpickford	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	1/23/2023
kpickford	Cement is required to circulate on both surface and intermediate1 strings of casing	1/23/2023
kpickford	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	1/23/2023