| Form 3160-3 (June 2015) UNITED STATES DEPARTMENT OF THE IN | | 9 | | OMB No | APPROVED . 1004-0137 nuary 31, 2018 |
|--|-------------------------|---|---------------------|---|---|
| BUREAU OF LAND MANA | | | | NMLC064488E | |
| APPLICATION FOR PERMIT TO D | | 6. If Indian, Allotee of | or Tribe Name | | |
| Ia. Type of work: | EENTER | | | 7. If Unit or CA Agre | eement, Name and No. |
| 1b. Type of Well: Image: Oil Well Image: Gas Well Ot | ther | | | 8. Lease Name and V | Well No. |
| 1c. Type of Completion: Hydraulic Fracturing Si | ngle Zone | Multiple Zone | | PATRICK 10 FEDE | ERAL COM |
| | | | | 30H | |
| 2. Name of Operator SPUR ENERGY PARTNERS LLC | | | | 9. API Well No. | 5-53464 |
| 3a. Address | 3b. Phone | No. (include area cod | e) | 10. Field and Pool, o | r Exploratory |
| 9655 KATY FREEWAY, SUITE 500, Houston, TX 77024 | (832) 930- | -8548 | | N. SEVEN RIVERS | ; GLORIETA -YESO |
| 4. Location of Well (<i>Report location clearly and in accordance w</i> | - | 1 / | | 11. Sec., T. R. M. or SEC 11/T19S/R25E | Blk. and Survey or Area |
| At surface NWNW / 695 FNL / 1159 FWL / LAT 32.680 | | | | SEC 11/1195/R256 | |
| At proposed prod. zone NWNW / 940 FNL / 50 FWL / LA | | 913 / LONG -104.48 | 13845 | | 12 64 4 |
| 14. Distance in miles and direction from nearest town or post offi 11 miles | ce* | | | 12. County or Parish EDDY | 13. State NM |
| 15. Distance from proposed* 695 feet location to nearest property or lease line, ft. (Also to nearest drig. unit line, if any) | 16. No of a | acres in lease | 17. Spacin 320.0 | ng Unit dedicated to th | is well |
| Distance from proposed location* to nearest well, drilling, completed, applied for, on this lease, ft. 20 feet | 19. Propos 2750 feet | ed Depth / 8737 feet | | /BIA Bond No. in file /B001783 | |
| 21. Elevations (Show whether DF, KDB, RT, GL, etc.) 3445 feet | 22. Approx 09/01/202 | kimate date work will 2 | start* | 23. Estimated duration 30 days | on |
| | 24. Atta | chments | | - | |
| The following, completed in accordance with the requirements of (as applicable) | Onshore O | il and Gas Order No. 1 | , and the H | Iydraulic Fracturing ru | lle per 43 CFR 3162.3-3 |
| Well plat certified by a registered surveyor. A Drilling Plan. A Surface Use Plan (if the location is on National Forest Syster SUPO must be filed with the appropriate Forest Service Office) | | Item 20 above). e 5. Operator certific | ation. | | existing bond on file (see may be requested by the |
| 25. Signature (Electronic Submission) | | e (Printed/Typed) N WOOD / Ph: (83 | 2) 930-85 | | Date 06/06/2022 |
| Title President | | | | | |
| Approved by <i>(Signature)</i> (Electronic Submission) | | e (Printed/Typed) Y LAYTON / Ph: (5 | 75) 234-59 | | Date 02/22/2023 |
| Title Assistant Field Manager Lands & Minerals | | sbad Field Office | | | |
| Application approval does not warrant or certify that the applicant applicant to conduct operations thereon. Conditions of approval, if any, are attached. | t holds legal | l or equitable title to th | nose rights | in the subject lease wh | hich would entitle the |
| Title 18 U.S.C. Section 1001 and Title 43 U.S.C. Section 1212, m of the United States any false, fictitious or fraudulent statements of | | | | | ny department or agency |
| | | | | | |



(Continued 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

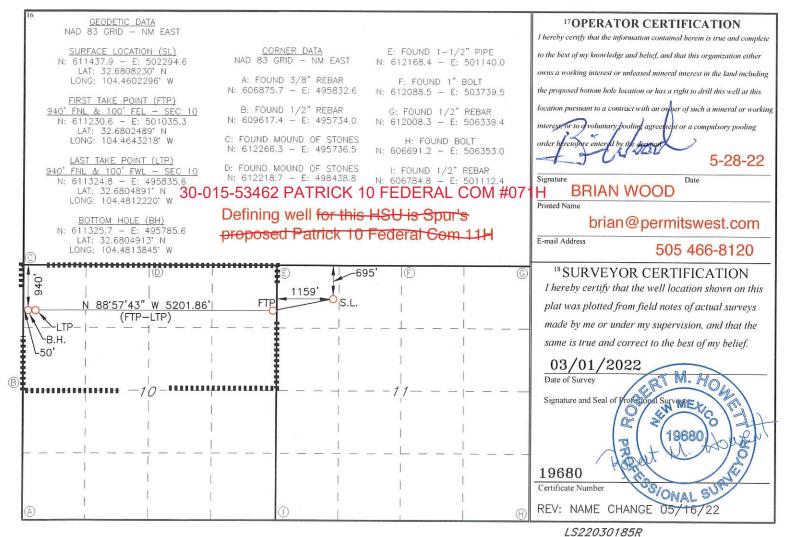
1220 S. St. Francis Dr., Santa Fe, NM 87505 Phone: (505) 476-3460 Fax: (505) 476-3462 State of New Mexico Energy, Minerals & Natural Resources Department OIL CONSERVATION DIVISION 1220 South St. Francis Dr. Santa Fe, NM 87505

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

AMENDED REPORT

| | | 1 | VELL L | OCATIO | N AND AC | REAGE DEDIC | CATION PLA | Т | | | | | |
|---|--------------------------------|--------------|--|--|---------------|--------------------|------------------------|--------------|-------------|--|--|--|--|
| 30-015- 5 | API Number 3464 | r | | ² Pool Code 97565 | | N. SEVEN | ^{3 Pool Nate} | me GLORIE | TA-YESO | | | | |
| ⁴ Property Co 333341 | de | | | ⁶ Well Number 30H | | | | | | | | | |
| ⁷ OGRID 32894 | | | ⁸ Operator Name ⁹ Elevation SPUR ENERGY PARTNERS LLC. 3445' | | | | | | | | | | |
| | ¹⁰ Surface Location | | | | | | | | | | | | |
| UL or lot no. | Section | Township | Range | Lot Idn | Feet from the | North/South line | Feet From the | East/West | line County | | | | |
| D | 11 | 19S | 25E | | 695 | NORTH | 1159 | WEST | T EDDY | | | | |
| | | | ¹¹] | Bottom H | lole Location | n If Different Fro | om Surface | | | | | | |
| UL or lot no. | Section | Township | Range | Lot Idn | Feet from the | North/South line | Feet from the | East/West | line County | | | | |
| D | 10 | 19S | WEST | T EDDY | | | | | | | | | |
| ¹² Dedicated Acres 320.00 | 3 13 Joint | or Infill 14 | r Infill ¹⁴ Consolidation Code ¹⁵ Order No. | | | | | | | | | | |

No allowable will be assigned to this completion until all interest have been consolidated or a non-standard unit has been approved by the division.



Released to Imaging: 3/2/2023 10:57:28 AM

State of New Mexico Energy, Minerals and Natural Resources Department

Submit Electronically Via E-permitting

Date: 04 / 21 / 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.

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

328947

I. Operator: ______ SPUR ENERGY PARTNERS LLC _____ OGRID: _____

II. Type: \square Original \square Amendment due to \square 19.15.27.9.D(6)(a) NMAC \square 19.15.27.9.D(6)(b) NMAC \square Other.

If Other, please describe: ____

III. Well(s): Provide the following information for each new or recompleted well or set of wells proposed to be drilled or proposed to be recompleted from a single well pad or connected to a central delivery point.

| Well Name | API | ULSTR | Footages | Anticipated Oil BBL/D | Anticipated Gas MCF/D | Anticipated Produced Water BBL/D |
|------------------------|---------|--------------|--------------------|--------------------------|--------------------------|--|
| PATRICK 10 FEDERAL 11H | 30-015- | D-11-19S-25E | 653' FNL 1203' FWL | 457 BBL/D | 475 MCF/D | 1143 BBL/D |
| PATRICK 10 FEDERAL 30H | 30-015- | D-11-19S-25E | 695' FNL 1159' FWL | 366 BBL/D | 380 MCF/D | 1143 BBL/D |
| PATRICK 10 FEDERAL 51H | 30-015- | D-11-19S-25E | 681' FNL 1174' FWL | 315 BBL/D | 472 MCF/D | 1889 BBL/D |
| PATRICK 10 FEDERAL 71H | 30-015- | D-11-19S-25E | 667' FNL 1188' FWL | 272 BBL/D | 408 MCF/D | 2450 BBL/D |

IV. Central Delivery Point Name: PATRICK 10 FEDERAL TANK BATTERY [See 19.15.27.9(D)(1) NMAC]

V. Anticipated Schedule: Provide the following information for each new or recompleted well or set of wells proposed to be drilled or proposed to be recompleted from a single well pad or connected to a central delivery point.

| Well Name | API | Spud Date | TD Reached Date | Completion Commencement Date | Initial Flow Back Date | First Production Date |
|------------------------|---------|------------|--------------------|---------------------------------|---------------------------|--------------------------|
| PATRICK 10 FEDERAL 11H | 30-015- | 07/14/2023 | 07/21/2023 | 08/14/2023 | 09/03/2023 | 09/03/2023 |
| PATRICK 10 FEDERAL 30H | 30-015- | 07/22/2023 | 07/28/2023 | 08/14/2023 | 09/03/2023 | 09/03/2023 |
| PATRICK 10 FEDERAL 51H | 30-015- | 07/29/2023 | 08/05/2023 | 08/14/2023 | 09/03/2023 | 09/03/2023 |
| PATRICK 10 FEDERAL 71H | 30-015- | 08/06/2023 | 08/14/2023 | 08/14/2023 | 09/03/2023 | 09/03/2023 |

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

VII. Operational Practices: 🛛 Attach a complete description of the actions Operator will take to comply with the requirements of Subsection A through F of 19.15.27.8 NMAC.

VIII. Best Management Practices: 🛛 Attach a complete description of Operator's best management practices to minimize venting during active and planned maintenance.

Section 2 – Enhanced Plan EFFECTIVE APRIL 1, 2022

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

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

IX. Anticipated Natural Gas Production:

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

X. Natural Gas Gathering System (NGGS):

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

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

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

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

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

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

Section 3 - Certifications Effective May 25, 2021

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

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

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

Well Shut-In. \Box 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. \Box Operator has attached a venting and flaring plan that evaluates and selects one or more of the potential alternative beneficial uses for the natural gas until a natural gas gathering system is available, including:

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

Section 4 - Notices

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

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

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

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

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

| Signature: Sarah Chapman |
|--|
| Printed Name: SARAH CHAPMAN |
| Title: REGULATORY DIRECTOR |
| E-mail Address: SCHAPMAN@SPURENERGY.COM |
| Date: APRIL 21, 2022 |
| Phone: 832-930-8613 |
| OIL CONSERVATION DIVISION (Only applicable when submitted as a standalone form) |
| Approved By: |
| Title: |
| Approval Date: |
| Conditions of Approval: |
| |
| |
| |
| |



Section 1 - Geologic Formations

| Formation ID | Formation Name | Elevation | True Vertical | Measured Depth | Lithologies | Mineral Resources | Producing Formatio |
|-----------------|----------------|-----------|---------------|-------------------|-----------------------------|-------------------|-----------------------|
| 8683961 | QUATERNARY | 3445 | 0 | 0 | OTHER : Caliche | USEABLE WATER | N |
| 8683962 | GRAYBURG | 2985 | 460 | 460 | DOLOMITE | NATURAL GAS, OIL | N |
| 8683963 | SAN ANDRES | 2636 | 809 | 812 | DOLOMITE | NATURAL GAS, OIL | N |
| 8683964 | SAN ANDRES | 2334 | 1111 | 1121 | DOLOMITE, OTHER : Middle | NATURAL GAS, OIL | N |
| 8683965 | GLORIETA | 1142 | 2303 | 2368 | DOLOMITE | NATURAL GAS, OIL | N |
| 8683966 | YESO | 922 | 2523 | 2614 | DOLOMITE | NATURAL GAS, OIL | Y |

Section 2 - Blowout Prevention

Pressure Rating (PSI): 5M

Rating Depth: 5000

Equipment: A conventional well head will be used. A 5000-psi 5000 rated BOP stack consisting of annular preventer and blind and pipe rams will be used before drilling the surface hole and continuously to TD. Requesting Variance? YES

Variance request: Spur requests a variance to use a flex line from the BOP to the choke manifold. A typical flex line certificate is attached. Certificate for actual flex line in use will be on site. Flex line will have no external damage. Flex line will be installed as straight as possible to avoid bends. Spur requests a variance to adjust the BOP break requirements as agreed in a phone call between Spur and BLM on September 7, 2020. A Sundry Notice will be filed before spud that reflects the padbased break test plan. BOP break test will be conducted after a full BOP test is conducted and when skidding to drill the production section. If the kill line is broken prior to the skid, then 4 tests will be performed. - The void between the wellhead and the spool (this consists of 2 tests) - The spool between the kill lines and choke manifold (also 2 tests) If the kill line is not broken before the skid, then 2 tests will be performed. - The void between the well head and the pipe rams.

Testing Procedure: BOP/BOPE will be tested by an independent service company. Annular will be tested to 70% of its working pressure. Rams will be tested to 250 psi low and 3000 psi high. The system may be upgraded to a higher pressure. but still tested to the above listed working pressure. If the system is upgraded, then all the installed components will be functional and tested. Pipe rams will be operationally checked each 24-jour 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 BOP accessories will include a Kelly cock and floor safety valve (inside BOP), choke lines, and choke manifold. The wellhead and connection to the BOPE will meet all API 6A requirements. The BOP will be tested per Onshore Order 2 after installation on the surface casing which will cover testing requirements for a maximum of 30 days.

Operator Name: SPUR ENERGY PARTNERS LLC

Well Name: PATRICK 10 FEDERAL COM

Well Number: 30H

Choke Diagram Attachment:

BOP_Choke_20220601125224.pdf

BOP Diagram Attachment:

BOP_Choke_20220601125231.pdf

Section 3 - Casing

| Casing ID | String Type | Hole Size | Csg Size | Condition | Standard | Tapered String | Top Set MD | Bottom Set MD | Top Set TVD | Bottom Set TVD | Top Set MSL | Bottom Set MSL | Calculated casing length MD | Grade | Weight | Joint Type | Collapse SF | Burst SF | Joint SF Type | Joint SF | Body SF Type | Body SF |
|-----------|----------------|-----------|----------|-----------|------------|----------------|------------|---------------|-------------|----------------|-------------|----------------|--------------------------------|-------|--------|------------------|-------------|----------|---------------|----------|--------------|---------|
| 1 | SURFACE | 12.2 5 | 9.625 | NEW | API | N | 0 | 1250 | 0 | 1236 | 0 | -1236 | 1250 | J-55 | 36 | BUTT | 1.12 5 | 1.2 | DRY | 1.4 | DRY | 1.4 |
| 2 | PRODUCTI ON | 8.75 | 7.0 | NEW | NON API | N | 0 | 3200 | 0 | 2865 | 0 | -2865 | 3200 | L-80 | - | OTHER - BK-HT | 1.12 5 | 1.2 | DRY | 1.4 | DRY | 1.4 |
| 3 | PRODUCTI ON | 8.75 | 5.5 | NEW | NON API | N | 3200 | 8737 | 2865 | 2750 | -2865 | -2750 | 5537 | L-80 | - | OTHER - BK-HT | 1.12 5 | 1.2 | DRY | 1.4 | DRY | 1.4 |

Casing Attachments

Casing ID: 1 String SURFACE

Inspection Document:

Spec Document:

Tapered String Spec:

Casing Design Assumptions and Worksheet(s):

Casing_Design_Assumptions_20220601125303.pdf

Operator Name: SPUR ENERGY PARTNERS LLC

Well Name: PATRICK 10 FEDERAL COM

Well Number: 30H

Casing Attachments

Casing ID: 2 PRODUCTION String

Inspection Document:

Spec Document:

7.0in_Casing_Spec_20220601125328.pdf

Tapered String Spec:

Casing Design Assumptions and Worksheet(s):

Casing_Design_Assumptions_20220601125339.pdf

Casing ID: 3 String PRODUCTION

Inspection Document:

Spec Document:

5.5in_Casing_Spec_20220601125405.pdf

Tapered String Spec:

Casing Design Assumptions and Worksheet(s):

Casing_Design_Assumptions_20220601125413.pdf

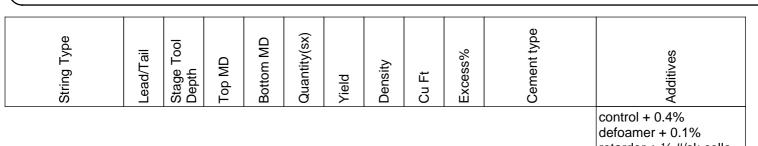
| Section | 4 - 66 | emen | ι | | | | | | | | |
|-------------|-----------|---------------------|--------|-----------|--------------|-------|---------|-------|---------|-------------------------|---|
| String Type | Lead/Tail | Stage Tool Depth | Top MD | Bottom MD | Quantity(sx) | Yield | Density | Cu Ft | Excess% | Cement type | Additives |
| SURFACE | Lead | | 0 | 1250 | 259 | 2.4 | 12 | 621 | 100 | Class C Premium Plus | 6% bentonite + 0.5% thixotropic agent + ¼ #/sk cello flake |
| SURFACE | Tail | | 0 | 1250 | 111 | 1.87 | 13.2 | 207 | 100 | Class C Premium Plus | 1/4 #/sk cello flake |
| PRODUCTION | Lead | | 0 | 8737 | 205 | 2.42 | 11.4 | 496 | 28 | Class C Premium Plus | 5% salt + 6% bentonite + 0.1% retarder + ¼ #/sk cello flake |
| PRODUCTION | Tail | | 0 | 8737 | 1245 | 1.56 | 13.2 | 1942 | 28 | Class C Premium Plus | 0.3% fluid loss + 0.1% dispersant + 0.1% free water |
| | 1 | | | 1 | | | | | | 1 | Page 3 of 6 |

Section 4 - Cement

Operator Name: SPUR ENERGY PARTNERS LLC

Well Name: PATRICK 10 FEDERAL COM

Well Number: 30H



retarder + 1/4 #/sk cello flake

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: Same type mud will be used for both casing strings. Necessary mud products (e. g., barite, bentonite, gypsum, lime, soda ash, caustic soda, nut plug, cedar bark fiber, cotton seed hulls, drilling paper, saltwater clay, CaCl2) will be on site to handle any abnormal hole condition that may be encountered while drilling. High viscosity sweeps will be pumped as needed to clean the hole.

Describe the mud monitoring system utilized: Mud system will be monitored visually and electronically with a Pason PVT system or its equivalent.

Circulating Medium Table

| O Top Depth | Pepth Bottom Depth 1250 | OTHER : Fresh Water | 9.00 Min Weight (Ibs/gal) | & Max Weight (Ibs/gal) | Density (lbs/cu ft) | Gel Strength (lbs/100 sqft) | H | Viscosity (CP) | Salinity (ppm) | Filtration (cc) | Additional Characteristics |
|-------------|-------------------------------|------------------------|---------------------------|------------------------|---------------------|-----------------------------|---|----------------|----------------|-----------------|----------------------------|
| 1250 | 8737 | OTHER : Fresh Water | 8.6 | 8.9 | | | | | | | |

Page 10 of 37

Operator Name: SPUR ENERGY PARTNERS LLC

Well Name: PATRICK 10 FEDERAL COM

Well Number: 30H

Section 6 - Test, Logging, Coring

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

A mud logger will be used from surface casing point to TD. A gamma ray log will be run from TD to the surface casing point. No other logs are planned at this time.

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

MUD LOG/GEOLOGICAL LITHOLOGY LOG,

Coring operation description for the well:

No core or drill stem test is planned.

Section 7 - Pressure

Anticipated Bottom Hole Pressure: 1354

Anticipated Surface Pressure: 710

Anticipated Bottom Hole Temperature(F): 104

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

Describe:

Contingency Plans geoharzards description:

Contingency Plans geohazards

Hydrogen Sulfide drilling operations plan required? YES

Hydrogen sulfide drilling operations

Patrick_30H_H2S_Plan_20220601125610.pdf

Section 8 - Other Information

Proposed horizontal/directional/multi-lateral plan submission:

Patrick_30H_Horiztonal_Plan_20220601125620.pdf

Other proposed operations facets description:

Other proposed operations facets attachment:

Patrick_30H_Drill_Plan_20220601125633.pdf CoFlex_Certs_20220601125645.pdf Patrick_30H_Anti_Collision_Report_20220601125653.pdf

Other Variance attachment:

Spudder_Rig_Variance_20220601125722.pdf

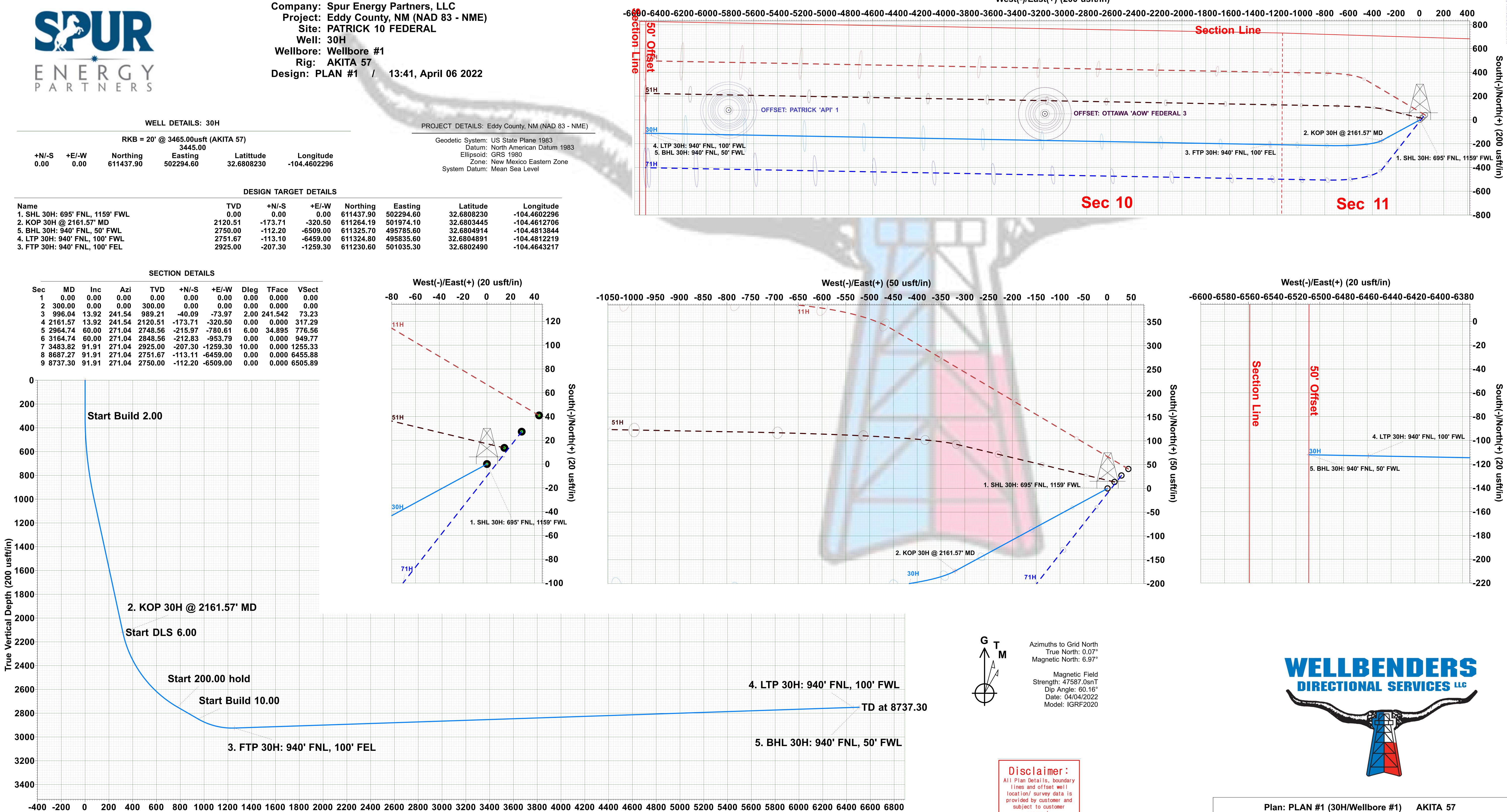


Well: 30H

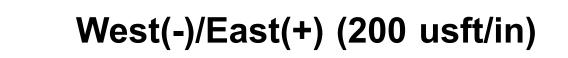
| Rł | 3 = 20' @ 3465.00usft (AKITA 57) |
|----|----------------------------------|
| | |

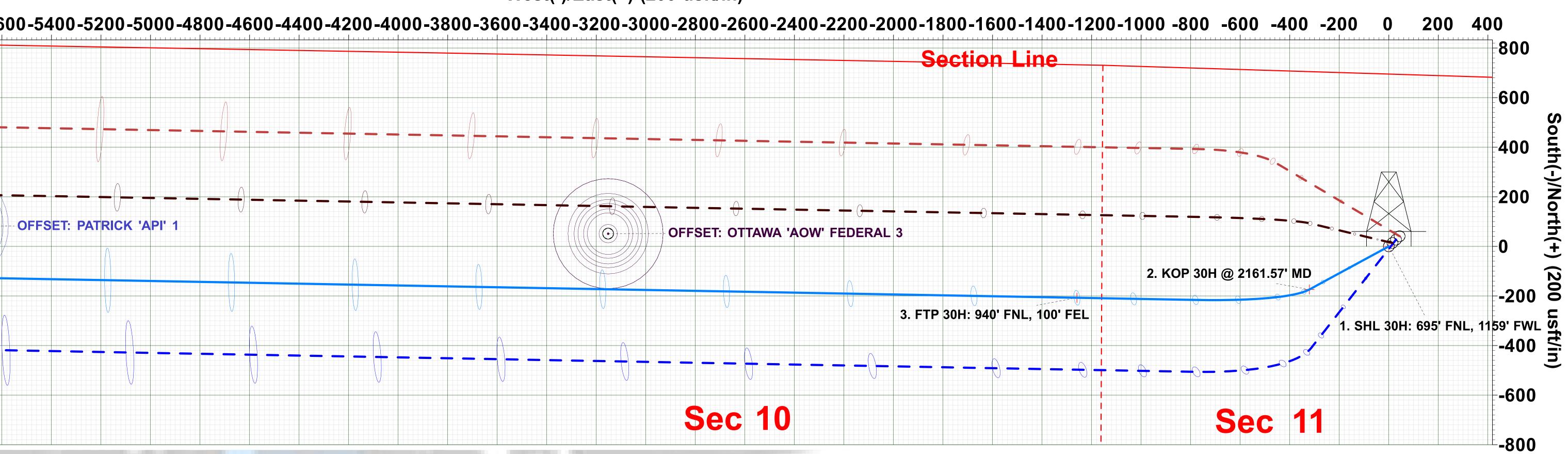
| | | | 0770.00 | | |
|-------|-------|-----------|-----------|------------|--------------|
| +N/-S | +E/-W | Northing | Easting | Latittude | Longitude |
| 0.00 | 0.00 | 611437.90 | 502294.60 | 32.6808230 | -104.4602296 |
| | | | | | |

| | DESIGN TARGET DETAILS | | | | | | |
|---------------------------------|-----------------------|---------|----------|-----------|--|--|--|
| Name | TVD | +N/-S | +E/-W | Northing | | | |
| 1. SHL 30H: 695' FNL, 1159' FWL | 0.00 | 0.00 | 0.00 | 611437.90 | | | |
| 2. KOP 30H @ 2161.57' MD | 2120.51 | -173.71 | -320.50 | 611264.19 | | | |
| 5. BHL 30H: 940' FNL, 50' FWL | 2750.00 | -112.20 | -6509.00 | 611325.70 | | | |
| 4. LTP 30H: 940' FNL, 100' FWL | 2751.67 | -113.10 | -6459.00 | 611324.80 | | | |
| 3 FTP 30H 940' FNI 100' FFI | 2925 00 | -207 30 | -1259 30 | 611230 60 | | | |



Vertical Section at 271.04° (200 usft/in)





approval.

| Plan: PLAN #1 (30H/Well | bore #1) AKITA 57 |
|-----------------------------------|----------------------------|
| Created By: Derek Stephens | Date: 13:41, April 06 2022 |

| | Planning Report | | | | | | | | WELLBENDERS DIRECTIONAL SERVICES W | |
|---|--|---|-------------------------------|------------------------------------|-----------------------------------|--|---------------------------------------|------------------------------------|---------------------------------------|---|
| Database: Company: Project: Site: Well: Wellbore: Design: | WBDS_SQL_2 Spur Energy Partners, LLC Eddy County, NM (NAD 83 - NME) PATRICK 10 FEDERAL 30H Wellbore #1 PLAN #1 | | | | TVD Refer MD Refer North Re | Local Co-ordinate Reference:Well 30HTVD Reference:RKB = 20' @ 3465.00usft (AKIMD Reference:RKB = 20' @ 3465.00usft (AKINorth Reference:GridSurvey Calculation Method:Minimum Curvature | | | | , |
| Project | Eddy Cou | inty, NM (N | AD 83 - NM | E) | | | | | | |
| Map System: Geo Datum: Map Zone: | | Plane 1983 rican Datum co Eastern Z | | | System Da | itum: | N | lean Sea Level | | |
| Site | PATRICK | 10 FEDER | AL | | | | | | | |
| Site Position: From: Position Uncertair | Map ity: | 0.00 | North Easti usft Slot I | - | | | Latitude: Longitude: Grid Conve | | | 32.6778015 -104.4608717 -0.069 ° |
| Well | 30H | | | | | | | | | |
| Well Position Position Uncertain | +N/-S +E/-W | 1,099.00 198.90 |) usft E a | orthing: sting: ellhead Elev | vation: | 611,437.90 502,294.60 | usft Lo | titude: ngitude: ound Level: | | 32.6808230 -104.4602296 3,445.00 usft |
| Wellbore | Wellbore | | | | | | | | | 0,110.00 001 |
| Magnetics | Model | Name | Sampl | e Date | Declina (°) | tion | | Angle °) | Field Str (nT | • |
| | l | GRF2020 | | 04/04/22 | | 6.898 | | 60.156 | 47,587. | 00803633 |
| Design | PLAN #1 | | | | | | | | | |
| Audit Notes: | | | | | | | | | 0.00 | |
| Version: | | Dev | Phas | | PLAN | | On Depth: | Dim | 0.00 | |
| Vertical Section: | | Del | pth From (T (usft) 0.00 | VD) | +N/-S (usft) 0.00 | (นะ | /-W sft) 00 | | ection (°) 1.04 | |
| | | | 0.00 | | 0.00 | 0. | 00 | 21 | 1.04 | |
| Plan Survey Tool Depth From (usft) | Program Depth To (usft) | 0 | 04/04/22 (Wellbore) | | Tool Name | | Remarks | | | |
| 1 0.00 | 8,737.3 | 0 PLAN # | 1 (Wellbore | #1) | MWD+IGRF OWSG MWD | + IGRF or V | VN | | | |
| Plan Sections | | | | | | | | | | |
| | nation Az °) | zimuth (°) | Vertical Depth (usft) | +N/-S (usft) | +E/-W (usft) | Dogleg Rate (°/100ft) | Build Rate (°/100ft) | Turn Rate (°/100ft) | TFO (°) | Target |
| 0.00 300.00 996.04 | 0.00 0.00 13.92 | 0.00 0.00 241.54 | 0.00 300.00 989.21 | 0.00 0.00 -40.09 | 0.00 0.00 -73.97 | 0.00 0.00 2.00 | 0.00 0.00 2.00 | 0.00 | 0.000 0.000 241.542 | |
| 2,161.57 | 13.92 | 241.54 | 2,120.51 | -173.71 | -320.50 | 0.00 | 0.00 | | 0.000 | |

04/04/22 11:27:57AM



Planning Report



| Database: Company: | WBDS_SQL_2 Spur Energy Partners, LLC | Local Co-ordinate Reference: TVD Reference: | Well 30H RKB = 20' @ 3465.00usft (AKITA 57) |
|-----------------------|---|--|--|
| Project: | Eddy County, NM (NAD 83 - NME) | MD Reference: | RKB = 20' @ 3465.00usft (AKITA 57) |
| Site: | PATRICK 10 FEDERAL | North Reference: | Grid |
| Vell: | 30H | Survey Calculation Method: | Minimum Curvature |
| Vellbore: | Wellbore #1 | | |
| Design: | PLAN #1 | | |

Planned Survey

| Measured Depth (usft) | Inclination (°) | Azimuth (°) | Vertical Depth (usft) | +N/-S (usft) | +E/-W (usft) | Vertical Section (usft) | Dogleg Rate (°/100ft) | Build Rate (°/100ft) | Turn Rate (°/100ft) |
|--|---|--|--|--|---|--|--|--|--|
| 0.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 |
| 1. SHL 30H | I: 695' FNL, 11 | 59' FWL | | | | | | | |
| 100.00 200.00 300.00 400.00 | 0.00 0.00 0.00 2.00 | 0.00 0.00 0.00 241.54 | 100.00 200.00 300.00 399.98 | 0.00 0.00 0.00 -0.83 | 0.00 0.00 0.00 -1.53 | 0.00 0.00 0.00 1.52 | 0.00 0.00 0.00 2.00 | 0.00 0.00 0.00 2.00 | 0.00 0.00 0.00 0.00 |
| 500.00 600.00 700.00 800.00 | 4.00 6.00 8.00 10.00 | 241.54 241.54 241.54 241.54 | 499.84 599.45 698.70 797.47 895.62 | -3.33 -7.48 -13.29 -20.74 | -6.14 -13.80 -24.51 -38.26 | 6.07 13.66 24.27 37.88 | 2.00 2.00 2.00 2.00 | 2.00 2.00 2.00 2.00 | 0.00 0.00 0.00 0.00 |
| 900.00 996.04 1,000.00 1,100.00 1,200.00 1,300.00 | 12.00 13.92 13.92 13.92 13.92 13.92 13.92 | 241.54 241.54 241.54 241.54 241.54 241.54 241.54 | 989.21 993.06 1,090.12 1,187.18 1,284.24 | -29.83 -40.09 -40.55 -52.01 -63.48 -74.94 | -55.04 -73.97 -74.81 -95.96 -117.11 -138.26 | 54.49 73.23 74.06 95.00 115.94 136.88 | 2.00 2.00 0.00 0.00 0.00 0.00 | 2.00 2.00 0.00 0.00 0.00 0.00 | 0.00 0.00 0.00 0.00 0.00 0.00 |
| 1,400.00 1,500.00 1,600.00 1,700.00 1,800.00 | 13.92 13.92 13.92 13.92 13.92 13.92 | 241.54 241.54 241.54 241.54 241.54 241.54 | 1,381.31 1,478.37 1,575.43 1,672.50 1,769.56 | -86.41 -97.87 -109.33 -120.80 -132.26 | -159.42 -180.57 -201.72 -222.87 -244.02 | 157.82 178.76 199.70 220.64 241.58 | 0.00 0.00 0.00 0.00 0.00 0.00 | 0.00 0.00 0.00 0.00 0.00 0.00 | 0.00 0.00 0.00 0.00 0.00 0.00 |
| 1,900.00 2,000.00 2,100.00 2,161.57 | 13.92 13.92 13.92 13.92 H @ 2161.57' N | 241.54 241.54 241.54 241.54 241.54 | 1,866.62 1,963.68 2,060.75 2,120.51 | -143.73 -155.19 -166.65 -173.71 | -265.17 -286.32 -307.47 -320.50 | 262.52 283.46 304.40 317.29 | 0.00 0.00 0.00 0.00 | 0.00 0.00 0.00 0.00 | 0.00 0.00 0.00 0.00 |
| 2,200.00 | 15.87 N | 246.37 | 2,157.65 | -178.02 | -329.37 | 326.09 | 6.00 | 5.06 | 12.57 |
| 2,250.00 2,300.00 2,350.00 2,400.00 2,450.00 | 18.52 21.26 24.06 26.90 29.77 | 240.37 251.13 254.72 257.51 259.75 261.58 | 2,205.41 2,252.43 2,298.56 2,343.70 2,387.70 | -178.02 -183.33 -188.29 -192.88 -197.10 -200.94 | -343.15 -359.41 -378.11 -399.20 -422.62 | 339.77 355.94 374.55 395.56 418.90 | 6.00 6.00 6.00 6.00 6.00 6.00 | 5.30 5.48 5.60 5.68 5.74 | 9.52 7.17 5.59 4.48 3.67 |
| 2,500.00 2,550.00 2,600.00 2,650.00 2,700.00 | 32.67 35.57 38.50 41.43 44.36 | 263.12 264.44 265.58 266.58 267.47 | 2,430.46 2,471.84 2,511.75 2,550.07 2,586.70 | -204.37 -207.40 -210.01 -212.19 -213.95 | -448.30 -476.18 -506.18 -538.21 -572.20 | 444.52 472.34 502.28 534.27 568.22 | 6.00 6.00 6.00 6.00 6.00 6.00 | 5.78 5.82 5.84 5.86 5.88 | 3.08 2.63 2.28 2.00 1.78 |
| 2,750.00 2,800.00 2,850.00 2,900.00 2,950.00 | 47.31 50.26 53.21 56.17 59.13 | 268.27 269.00 269.67 270.30 270.87 | 2,621.53 2,654.48 2,685.44 2,714.34 2,741.09 | -215.28 -216.16 -216.61 -216.62 -216.18 | -608.03 -645.63 -684.88 -725.67 -767.91 | 604.03 641.60 680.83 721.62 763.86 | 6.00 6.00 6.00 6.00 6.00 6.00 | 5.89 5.90 5.91 5.91 5.92 | 1.61 1.46 1.34 1.24 1.16 |
| 2,964.74 3,000.00 3,100.00 3,164.74 | 60.00 60.00 60.00 60.00 | 271.04 271.04 271.04 271.04 271.04 271.04 | 2,748.56 2,766.19 2,816.19 2,848.56 | -215.97 -215.42 -213.85 -212.83 | -780.61 -811.14 -897.73 -953.79 | 776.56 807.10 893.70 949.77 | 6.00 0.00 0.00 0.00 | 5.92 0.00 0.00 0.00 | 1.11 0.00 0.00 0.00 |
| 3,200.00 3,250.00 3,300.00 3,350.00 3,400.00 | 63.53 68.53 73.53 78.53 83.53 83.53 | 271.04 271.04 271.04 271.04 | 2,865.24 2,885.55 2,901.80 2,913.87 2,921.66 | -212.27 -211.44 -210.59 -209.71 -208.82 | -984.84 -1,030.51 -1,077.77 -1,126.27 -1,175.63 | 980.83 1,026.50 1,073.77 1,122.27 1,171.65 | 10.00 10.00 10.00 10.00 10.00 | 10.00 10.00 10.00 10.00 10.00 | 0.00 0.00 0.00 0.00 0.00 |
| 3,450.00 3,483.82 | 88.53 91.91 | 271.04 271.04 | 2,925.13 2,925.00 | -207.91 -207.30 | -1,225.49 -1,259.30 | 1,221.51 1,255.33 | 10.00 10.00 | 10.00 10.00 | 0.00 0.00 |

COMPASS 5000.14 Build 85



Planning Report



| Database: | WBDS_SQL_2 | Local Co-ordinate Reference: | Well 30H |
|--------------------|--------------------------------|------------------------------|------------------------------------|
| Company: | Spur Energy Partners, LLC | TVD Reference: | RKB = 20' @ 3465.00usft (AKITA 57) |
| Project: | Eddy County, NM (NAD 83 - NME) | MD Reference: | RKB = 20' @ 3465.00usft (AKITA 57) |
| Site: | PATRICK 10 FEDERAL | North Reference: | Grid |
| Well: Wellbore: | 30H Wellbore #1 | Survey Calculation Method: | Minimum Curvature |
| Design: | PLAN #1 | | |

Planned Survey

| Measured Depth (usft) | Inclination (°) | Azimuth (°) | Vertical Depth (usft) | +N/-S (usft) | +E/-W (usft) | Vertical Section (usft) | Dogleg Rate (°/100ft) | Build Rate (°/100ft) | Turn Rate (°/100ft) |
|-----------------------------|--------------------|------------------|-----------------------------|--------------------|------------------------|-------------------------------|-----------------------------|----------------------------|---------------------------|
| 3. FTP 30H | : 940' FNL, 10 | 0' FEL | | | | | | | |
| 3,500.00 3,600.00 | 91.91 91.91 | 271.04 271.04 | 2,924.46 2,921.13 | -207.01 -205.20 | -1,275.46 -1,375.39 | 1,271.50 1,371.44 | 0.00 0.00 | 0.00 0.00 | 0.00 0.00 |
| 3,700.00 3,800.00 | 91.91 91.91 | 271.04 271.04 | 2,917.80 2,914.47 | -203.39 -201.58 | -1,475.32 -1,575.25 | 1,471.39 1,571.33 | 0.00 | 0.00 | 0.00 |
| 3,900.00 | 91.91 | 271.04 | 2,911.14 | -199.77 | -1,675.18 | 1,671.27 | 0.00 | 0.00 | 0.00 |
| 4,000.00 4,100.00 | 91.91 91.91 | 271.04 271.04 | 2,907.81 2,904.47 | -197.96 -196.15 | -1,775.10 -1,875.03 | 1,771.22 1.871.16 | 0.00 0.00 | 0.00 0.00 | 0.00 0.00 |
| 4,200.00 | 91.91 | 271.04 | 2,901.14 | -194.34 | -1,974.96 | 1,971.11 | 0.00 | 0.00 | 0.00 |
| 4,300.00 | 91.91 91.91 | 271.04 271.04 | 2,897.81 2,894.48 | -192.53 -190.72 | -2,074.89 -2,174.82 | 2,071.05 2,171.00 | 0.00 0.00 | 0.00 0.00 | 0.00 0.00 |
| 4,400.00 4,500.00 | 91.91 91.91 | 271.04 271.04 | 2,891.15 | -190.72 -188.90 | -2,174.82 -2,274.74 | 2,171.00 2,270.94 | 0.00 | 0.00 | 0.00 |
| 4,600.00 4,700.00 | 91.91 91.91 | 271.04 271.04 | 2,887.82 2,884.49 | -187.09 -185.28 | -2,374.67 -2,474.60 | 2,370.89 2,470.83 | 0.00 0.00 | 0.00 0.00 | 0.00 0.00 |
| 4,800.00 | 91.91 | 271.04 | 2,881.16 | -183.47 | -2,574.53 | 2,470.83 | 0.00 | 0.00 | 0.00 |
| 4,900.00 | 91.91 | 271.04 | 2,877.83 | -181.66 | -2,674.46 | 2,670.72 | 0.00 | 0.00 | 0.00 |
| 5,000.00 5,100.00 | 91.91 91.91 | 271.04 271.04 | 2,874.49 2,871.16 | -179.85 -178.04 | -2,774.39 -2,874.31 | 2,770.66 2,870.61 | 0.00 0.00 | 0.00 0.00 | 0.00 0.00 |
| 5,200.00 | 91.91 | 271.04 | 2,867.83 | -176.23 | -2,974.24 -3,074.17 | 2,970.55 | 0.00 | 0.00 | 0.00 |
| 5,300.00 5,400.00 | 91.91 91.91 | 271.04 271.04 | 2,864.50 2.861.17 | -174.42 -172.61 | -3,074.17 | 3,070.50 3,170.44 | 0.00 0.00 | 0.00 0.00 | 0.00 0.00 |
| 5,500.00 | 91.91 | 271.04 | 2,857.84 | -170.80 | -3,274.03 | 3,270.39 | 0.00 | 0.00 | 0.00 |
| 5,600.00 5,700.00 | 91.91 91.91 | 271.04 271.04 | 2,854.51 2,851.18 | -168.99 -167.18 | -3,373.95 -3,473.88 | 3,370.33 3,470.28 | 0.00 0.00 | 0.00 0.00 | 0.00 0.00 |
| 5,800.00 | 91.91 | 271.04 | 2,847.85 | -165.37 | -3,573.81 | 3,570.22 | 0.00 | 0.00 | 0.00 |
| 5,900.00 | 91.91 | 271.04 | 2,844.51 | -163.56 | -3,673.74 | 3,670.16 | 0.00 0.00 | 0.00 0.00 | 0.00 0.00 |
| 6,000.00 6,100.00 | 91.91 91.91 | 271.04 271.04 | 2,841.18 2,837.85 | -161.75 -159.94 | -3,773.67 -3,873.59 | 3,770.11 3,870.05 | 0.00 | 0.00 | 0.00 |
| 6,200.00 | 91.91 | 271.04 | 2,834.52 | -158.13 | -3,973.52 | 3,970.00 | 0.00 | 0.00 | 0.00 |
| 6,300.00 6,400.00 | 91.91 91.91 | 271.04 271.04 | 2,831.19 2,827.86 | -156.32 -154.51 | -4,073.45 -4,173.38 | 4,069.94 4,169.89 | 0.00 0.00 | 0.00 0.00 | 0.00 0.00 |
| 6,500.00 | 91.91 | 271.04 | 2,824.53 | -152.70 | -4,173.30 | 4,269.83 | 0.00 | 0.00 | 0.00 |
| 6,600.00 6,700.00 | 91.91 91.91 | 271.04 271.04 | 2,821.20 2,817.87 | -150.89 -149.08 | -4,373.24 -4,473.16 | 4,369.78 4,469.72 | 0.00 0.00 | 0.00 0.00 | 0.00 0.00 |
| 6,800.00 | 91.91 | 271.04 | 2,814.53 | -149.08 | -4,573.09 | 4,569.67 | 0.00 | 0.00 | 0.00 |
| 6,900.00 | 91.91 | 271.04 | 2,811.20 | -145.46 | -4,673.02 | 4,669.61 | 0.00 | 0.00 | 0.00 |
| 7,000.00 7,100.00 | 91.91 91.91 | 271.04 271.04 | 2,807.87 2,804.54 | -143.65 -141.84 | -4,772.95 -4,872.88 | 4,769.55 4,869.50 | 0.00 0.00 | 0.00 0.00 | 0.00 0.00 |
| 7,200.00 | 91.91 | 271.04 | 2,801.21 | -140.03 | -4,972.80 | 4,969.44 | 0.00 | 0.00 | 0.00 |
| 7,300.00 | 91.91 | 271.04 271.04 | 2,797.88 | -138.22 | -5,072.73 | 5,069.39 | 0.00 0.00 | 0.00 | 0.00 |
| 7,400.00 7,500.00 | 91.91 91.91 | 271.04 | 2,794.55 2,791.22 | -136.41 -134.60 | -5,172.66 -5,272.59 | 5,169.33 5,269.28 | 0.00 | 0.00 0.00 | 0.00 0.00 |
| 7,600.00 7.700.00 | 91.91 91.91 | 271.04 271.04 | 2,787.89 2,784.55 | -132.79 -130.98 | -5,372.52 -5,472.44 | 5,369.22 5,469.17 | 0.00 0.00 | 0.00 0.00 | 0.00 0.00 |
| 7,800.00 | 91.91 | 271.04 | 2,781.22 | -129.17 | -5,572.37 | 5,569.11 | 0.00 | 0.00 | 0.00 |
| 7,900.00 | 91.91 | 271.04 271.04 | 2,777.89 | -127.36 | -5,672.30 | 5,669.05 | 0.00 | 0.00 0.00 | 0.00 0.00 |
| 8,000.00 8,100.00 | 91.91 91.91 | 271.04 271.04 | 2,774.56 2,771.23 | -125.55 -123.74 | -5,772.23 -5,872.16 | 5,769.00 5,868.94 | 0.00 0.00 | 0.00 | 0.00 |
| 8,200.00 | 91.91 | 271.04 | 2,767.90 | -121.93 | -5,972.09 | 5,968.89 | 0.00 | 0.00 | 0.00 |
| 8,300.00 8.400.00 | 91.91 91.91 | 271.04 271.04 | 2,764.57 2,761.24 | -120.12 -118.31 | -6,072.01 -6,171.94 | 6,068.83 6,168.78 | 0.00 0.00 | 0.00 0.00 | 0.00 0.00 |
| 8,400.00 8,500.00 | 91.91 | 271.04 | 2,757.90 | -116.50 | -6,271.87 | 6,268.72 | 0.00 | 0.00 | 0.00 |
| 8,600.00 8,687.27 | 91.91 91.91 | 271.04 271.04 | 2,754.57 2,751.67 | -114.69 -113.11 | -6,371.80 -6,459.00 | 6,368.67 6,455.88 | 0.00 0.00 | 0.00 0.00 | 0.00 0.00 |
| 0,007.27 | 91.91 | 271.04 | 2,131.01 | -113.11 | -0,439.00 | 0,400.00 | 0.00 | 0.00 | 0.00 |

04/04/22 11:27:57AM

COMPASS 5000.14 Build 85

.



Planning Report



| Database: Company: Project: Site: Well: Wellbore: Design: | Eddy Cou | rgy Partners, Inty, NM (NAI 10 FEDERA | D 83 - NME) | | TVD Re MD Ref North R | co-ordinate ference: erence: Reference: Calculatior | | RKB = 20' | @ 3465.00usft (/ @ 3465.00usft (/ curvature | , |
|---|--------------------|---|---------------------------|-----------------------|-----------------------------|---|-------------------------------|-----------------------------|---|---------------------------|
| Planned Survey Measured Depth (usft) | Inclination (°) | n Azimuth (°) | Vertica Depti (usft | n +N | I/-S sft) | +E/-W (usft) | Vertical Section (usft) | Dogleg Rate (°/100ft) | Build Rate (°/100ft) | Turn Rate (°/100ft) |
| 4. LTP 30H 8,700.00 8,737.30 5. BHL 30 H | 91.9 91.9 | 1 271.0 1 271.0 | , - | | 112.88 112.20 | -6,471.73 -6,509.00 | 6,468.61 6,505.89 | | 0.00 0.00 | 0.00 0.00 |
| Design Targets Target Name - hit/miss target | | | TVD | +N/-S | +E/-W | Northi | • | asting | | |
| - Shape 1. SHL 30H: 695' FN - plan hits target - Point | | (°) 0.00 0.00 | (usft) 0.00 | (usft) 0.00 | (usft) 0.00 | (usft) D 611,4 | , | (usft) 502,294.60 | Latitude 32.6808230 | Longitude -104.460229 |
| 2. KOP 30H @ 2161 - plan hits target - Point | | 00 360.00 | 2,120.51 | -173.71 | -320.50 | 0 611,2 | 264.19 | 501,974.11 | 32.6803445 | -104.461270 |
| 5. BHL 30H: 940' FN - plan hits target - Point | | 00 360.00 | 2,750.00 | -112.20 | -6,509.00 | 0 611,3 | 25.70 4 | 195,785.60 | 32.6804914 | -104.481384 |
| 4. LTP 30H: 940' FN - plan misses ta - Point | | | 2,751.67 : 8687.27usfl | | -6,459.00 .67 TVD, -1 | | | 195,835.60 | 32.6804892 | -104.481221 |
| 3. FTP 30H: 940' FN | | 0.00 | 2,925.00 | -207.30 | -1,259.30 | 0 611,2 | 30.60 5 | 501,035.30 | 32.6802490 | -104.464321 |

plan hits target center
Point

Pecos District

Application for Permit to Drill

Conditions of Approval

Geology Concerns

| Potash | ⊠ None | □ Secretary | □ R-111-P |
|------------|-----------------|-----------------|-----------------|
| Cave/Karst | 🖾 Medium | □ High | □ Critical |
| H2S | □ None | □ Below 100 PPM | ⊠ Above 100 PPM |
| Other | □ 4 String Area | □ Capitan Reef | □ SWD Well |

Note: The geology of the area where the well is being drilled determines the COAs that apply, not the above table.

Additional Engineering Requirements

Surface casing must be set at: 1,250 feet

General Requirements

- 1. Changes to the approved APD casing program need prior approval.
- 2. The Bureau of Land Management (BLM) will be notified in advance to witness:
 - a. Well spudding (minimum 24 hours notice)
 - b. Setting and cementing of all casing strings (minimum 4 hours notice)
 - c. BOPE tests (minimum 4 hours notice)

Eddy County 620 East Greene Street, Carlsbad, NM 88220 (575) 361-2822

Lea County 414 West Taylor, Hobbs, NM 88240 (575) 689-5981

- 3. The initial wellhead installed on the well will remain on the well with spools used as needed.
- 4. 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:

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- i. 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 a Spudder Rig:
 - i. Notify the BLM when moving in and removing the Spudder Rig.
 - ii. 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.
 - iii. BOP/BOPE test to be conducted per Onshore Oil and Gas Order No. 2 as soon as 2nd Rig is rigged up on well.
- 5. 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 always be operational 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 doghouse or stairway area.
- 6. 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.

Pressure Control

- 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. 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.
- 3. The appropriate BLM office shall be notified a minimum of 4 hours in advance for a representative to witness the tests.
 - a. 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.
 - b. The results of the test shall be reported to the appropriate BLM office.
 - c. 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.

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- d. 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.
- e. 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.
- f. 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).
- g. 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.
- h. 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).
- 4. If the operator has proposed using a 5,000 (5M) Annular on a 10M BOP:
 - a. Minimum working pressure of the blowout preventer (BOP) and related equipment (BOPE) required for drilling below the surface casing shoe shall be 10,000 (10M) psi.
- 5. 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.

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- 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.
- 6. If a variance is approved for break testing the BOPE, the following requirements apply:
 - a. BOPE break testing is only approved for a BOP rated at 5M or less.
 - b. A full BOP test shall be performed every 21 days (at a minimum).
 - c. A full BOP test is required prior to drilling the first intermediate hole section (if applicable). If any subsequent intermediate hole interval is deeper than the first, a full BOP test shall be required.
 - d. A full BOP test is required prior to drilling the first production hole section. If any subsequent production hole interval is deeper than the first, a full BOP test shall be required.
 - e. While in transfer, the BOP shall be secured by the hydraulic carrier or cradle.
 - f. Pressure tests shall be performed on any BOPE components that have been disconnected. A low pressure (250-300 psi) and a high pressure (BOP max pressure rating) test are required.
 - g. If a testing plug is used, pressure shall be maintained for at least 10 minutes. If there is any bleed off in pressure, the test shall be considered to have failed.
 - h. If no testing plug is used, pressure shall be maintained for at least 30 minutes. If there is a decline in pressure of more than 10 percent, the test shall be considered to have failed.
 - i. The appropriate Bureau of Land Management (BLM) office shall be notified a minimum of 4 hours before testing occurs.
- 7. If a variance is approved for a flexible hose to be installed from the BOP to the choke manifold, the following requirements apply:
 - a. The flex line must meet the requirements of API 16C.
 - b. Check condition of flexible line from BOP to choke manifold (replace if exterior is damaged or if line fails test).
 - c. Line is to be as straight as possible with no hard bends and is to be anchored according to Manufacturer's requirements.
 - d. The flexible hose can be exchanged with a hose of equal size and equal or greater pressure rating.
 - e. 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.

Casing and Cement

- 1. 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.).
- 2. On any well approved for a 5M BOPE system or greater, a pressure integrity test of each casing shoe shall be performed. The 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.
- 3. 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.
- 4. The surface casing shall be set at a minimum of 25 feet into the Rustler Anhydrite and 80 feet 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 24 hours in the Potash Area) 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.
- 5. Intermediate casing must be kept fluid filled to meet BLM minimum collapse requirement.
- 6. Intermediate casing must be cemented to surface. For medium/high cave/karst, potash, and Capitan Reef, wait on cement (WOC) time for a primary cement job is to include the lead cement slurry.
- 7. The production cement should tie-back at least 200 feet (500 feet in Secretary Potash, surface in R-111-P potash) into previous casing string. Operator shall provide method of verification.

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- 8. Production liner cement should tie-back at least 100 feet into previous casing string. Operator shall provide verification of cement top.
- 9. The casing integrity test can be done (prior to the cement setting up) immediately after bumping the plug.
- 10. No pea gravel permitted for remedial cement or fall back remedial cement without prior authorization from a BLM petroleum engineer.
- 11. 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.
- 12. DV tools:
 - a. First stage to DV tool (The DV tool may be cancelled if cement circulates to surface on the first stage):
 - i. Cement to circulate. If cement does not circulate off the DV tool, contact the appropriate BLM office before proceeding with second stage cement job.
 - b. Second stage above DV tool:
 - i. For intermediate casing, cement to surface.
 - For production casing, cement should tie-back at least 200 feet (500 feet in Secretary Potash, surface in R-111-P potash) into previous casing string. Operator shall provide method of verification.
 - iii. If cement does not circulate, contact the appropriate BLM office.
- 13. Wait on cement (WOC) for Potash Areas:
 - a. Wait on cement (WOC) time for a primary cement job is to include the lead cement slurry.
 - b. After cementing but before commencing any tests, the casing string shall stand cemented under pressure until both of the following conditions have been met:
 - i. Cement reaches a minimum compressive strength of 500 psi for all cement blends
 - ii. Until cement has been in place at least 24 hours.
 - c. WOC time will be recorded in the driller's log.
 - d. Whenever a casing string is cemented in the R-111-P potash area, the NMOCD requirements shall be followed.
- 14. Wait on cement (WOC) for Water Basin:
 - a. After cementing but before commencing any tests, the casing string shall stand cemented under pressure until both of the following conditions have been met:

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- i. Cement reaches a minimum compressive strength of 500 psi at the shoe
- ii. Until cement has been in place at least 8 hours.
- b. WOC time will be recorded in the driller's log.
- 15. Wait on cement (WOC) for Medium and High Cave/Karst Areas:
 - a. Wait on cement (WOC) time for a primary cement job is to include the lead cement slurry.
- 16. If cement does not circulate to surface on the first two casing strings, the cement on the 3rd casing string must come to surface.

Drilling Mud

1. 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.

Waste Material and Fluids

- 1. 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.
- 2. Porto-johns and trash containers will be on-location during fracturing operations or any other crew-intensive operations.

Special Requirements

- 1. Communitization Agreement
 - a. The operator will submit a Communitization Agreement to the Carlsbad Field Office (620 E Greene St. Carlsbad, New Mexico 88220), 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.
 - b. 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.
 - i. 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.
 - c. In addition, the well sign shall include the surface and bottom hole lease numbers.
 - i. When the Communitization Agreement number is known, it shall also be on the sign.

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- 2. Unit Wells
 - a. The well sign for a unit well shall include the unit number in addition to the surface and bottom hole lease numbers. This also applies to participating area numbers.
 - i. If a participating area has not been established, the operator can use the general unit designation, but will replace the unit number with the participating area number when the sign is replaced.
 - b. Commercial Well Determination
 - i. A commercial well determination shall be submitted after production has been established for at least six months (this is not necessary for secondary recovery unit wells).
- 3. Hydrogen Sulfide (H2S)
 - a. If H2S is encountered, provide measured values and formations to the BLM.
 - b. An H2S area must meet Onshore Order 6 requirements, which includes equipment and personnel/public protection items.
 - c. An H2S Drilling Plan shall be activated 500 feet prior to drilling into the any formation designated as having H2S.
 - d. Hydrogen Sulfide monitors shall be installed prior to drilling out the surface shoe. If H2S is detected in concentrations greater than 100 ppm, the Hydrogen Sulfide area shall meet Onshore Order 6 requirements, which includes equipment and personnel/public protection items.
- 4. Capitan Reef
 - a. If lost circulation (50% or greater) occurs below the Base of the Salt, the operator shall do the following (Use this for 3 string wells in the Capitan Reef, if 4 string well ensure fresh water based mud used across the Capitan interval):
 - i. Switch to fresh water mud to protect the Capitan Reef and use fresh water mud until setting the intermediate casing. The appropriate BLM office is to be notified for a PET to witness the switch to fresh water.
 - ii. Daily drilling reports from the Base of the Salt to the setting of the intermediate casing are to be submitted to the BLM CFO engineering staff via e-mail by 0800 hours each morning. Any lost circulation encountered is to be recorded on these drilling reports.
 - iii. The daily drilling report should show mud volume per shift/tour.
 - iv. Failure to submit these reports will result in an Incidence of Non-Compliance being issued for failure to comply with the Conditions of Approval.
 - v. If not already planned, the operator shall run a caliper survey for the intermediate well bore and submit to the appropriate BLM office.

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- 5. Salt Water Disposal Wells
 - a. The operator shall supply the BLM with a copy of a mudlog over the permitted disposal interval and estimated in situ water salinity based on open-hole logs.
 - b. If hydrocarbons are encountered while drilling, the operator shall notify the BLM.
 - c. The operator shall provide to the BLM a summary of formation depth picks based on mudlog and geophysical logs along with a copy of the mudlog and open-hole logs from total depth to top of Devonian.
 - d. An NOI sundry with the completion procedure for this well shall be submitted and approved prior to commencing completion work. The procedure will be reviewed to verify that the completion proposal will allow the operator to:
 - i. Properly evaluate the injection zone utilizing open-hole logs, swab testing and/or any other method to confirm that hydrocarbons cannot be produced in paying quantities. This evaluation shall be reviewed by the BLM prior to injection commencing.
 - ii. Restrict the injection fluid to the approved formation.
 - iii. If a step rate test will be run, an NOI sundry shall be submitted to the BLM for approval.
 - e. If off-lease water will be disposed in this well, the operator shall provide proof of right-of-way approval.



Permian Drilling Hydrogen Sulfide Drilling Operations Plan Well Name and Number

Open drill site. No homes or buildings are near the proposed location.

1. Escape

Personnel shall escape upwind of wellbore in the event of an emergency gas release. Escape can take place through the lease road on the Southeast side of the location. Personnel need to move to a safe distance and block the entrance to location. If the primary route is not an option due to the wind direction, then a secondary egress route should be taken.

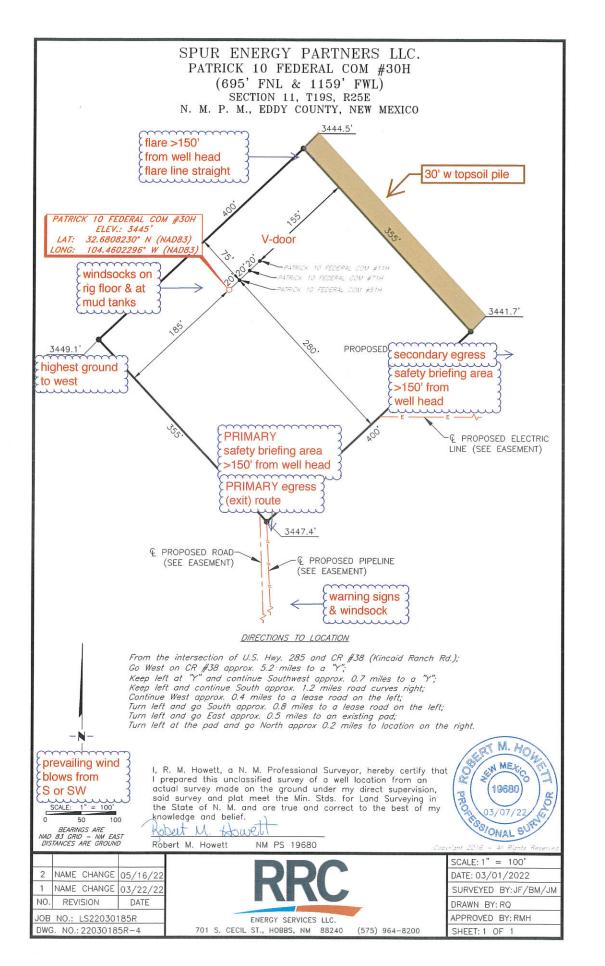
| Spur Energy Partners LLC Emergency Contact Lis | | | |
|---|------------------|------------------------------|---------------------------------------|
| Person | Location | Office Phone | Cell Phone |
| Drilling and Completions Department | | | |
| Drilling Manager - Chris Hollis | Houston | 832-930-8629 | 713-380-7754 |
| Completions Manager - Theresa Voss | Houston | 832-930-8614 | 832-849-8635 |
| VP of Operations - Seth Ireland | Houston | 832-930-8527 | 940-704-6375 |
| Senior VP of Operations - John Nabors | Houston | 832-930-8526 | 281-904-8811 |
| Executive VP of Operations - Todd Mucha | Houston | 832-930-8515 | 281-795-2286 |
| HES/Environmental and Regulatory Department | | | |
| EHS Manager - Braidy Moulder | Artestia | 575-616-5400 | 713-264-2517 |
| Superintendent - Jerry Mathews | Artestia | 575-616-5400 | 575-748-5234 |
| Asst. Superintendent - Kenny Kidd | Artestia | 575-616-5400 | 575-703-5851 |
| Regulatory Director - Sarah Chapman | Houston | 832-930-8613 | 281-642-5503 |
| Regulatory Agencies | | | - |
| Burea of Land Management | Carlsbad | 575-886-6544 | |
| Burea of Land Management | Hobbs | 575-393-3612 | |
| Burea of Land Management | Roswell | 575-622-5335 | |
| Burea of Land Management | Santa Fe | 505-954-2000 | |
| DOT Judicial Pipelnes - Incident Reporting NM Public Regulation Commission | Santa Fe | 505-827-3549 505-490-2375 | |
| EPA Hotline | Dallas | 214-665-6444 | |
| Federal OSHA, Area Office | Lubbock | 806-472-7681 | |
| National Response Center | Washington, D.C. | 800-424-8803 | |
| National Infrastructure Coordinator Center | Washington, D.C. | 202-282-2901 | |
| New Mexico Air Qulaity Bureau | Santa Fe | 505-827-1494 | |
| New Mexico Oil Conservation Division | Artestia | 575-748-1283 | After Hours 575-370-754 |
| New Mexico Oil Conservation Division | Hobbs | 575-393-6161 | |
| New Mexico Oil Conservation Division | Santa Fe | 505-476-3770 | |
| New Mexico OCD Environmental Bureau | Santa Fe | 505-827-7152 | · · · · · · · · · · · · · · · · · · · |
| New Mexico Environmental Department | Hobbs | 505-476-3470 575-827-9329 | 15 |
| NM State Emergency Response Center | Santa Fe | 505-476-9600 | |
| Medical Facilities | | | |
| Artesia General Hospital | Artesia | 575-748-3333 | |
| Covenant Medical Center | Lubbock | 806-725-1011 | |
| Covenant Medical Center Lakeside | Lubbock | 806-725-6000 | |
| Guadalupe County Hospital | Carlsbad | 575-887-6633 | 4 |
| ea Regional Hospital | Hobbs | 575-492-5000 | |
| Medical Center Hospital | Odessa | 432-640-4000 | |
| Aidland Memorial Hospital | Midland | 432-685-1111 | |
| Nor-Lea General Hospital | Lovington | 575-396-6611 | |
| Ddessa Regional Hospital | Odessa | 432-334-8200 | |
| Jnion County General Hospital | Clayton | 575-374-2585 | |
| Jniversity Medical Center | Lubbock | 806-725-8200 | |
| aw Enforcement - Sheriff | | | |
| Ector County Sheriff's Department | Odessa | 432-335-3050 | |
| Ector County Sheriff's Department | Artesia | 575-746-2704 | |

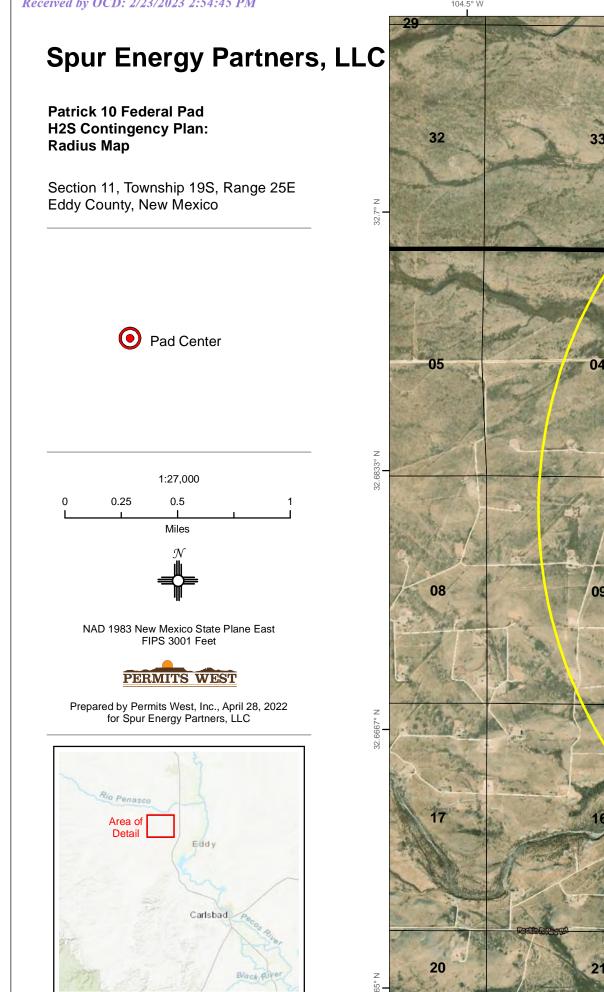
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| Ector County Sheriff's Department | Carlsbad | 575-887-7551 |
|-------------------------------------|-----------------|------------------------------|
| Lea County Sherrif's Department | Eunice | 575-384-2020 |
| Lea County Sherrif's Department | Hobbs | 575-393-2515 |
| Lea County Sherrif's Department | Lovington | 575-396-3611 |
| Lubbock County Sheriff's Department | Abernathy | 806-296-2724 |
| Midland County Sheriff's Department | Midland | 432-688-1277 |
| Union County Sheriff's Department | Clayton | 575-374-2583 |
| Law Enforcement - Police | | |
| Abernathy Police Department | Abernathy | 806-298-2545 |
| Artesia City Police | Artesia | 575-746-2704 |
| Carslbad City Police | Carlsbad | 575-885-2111 |
| Clayton City Police | Clayton | 575-374-2504 |
| Eunice City Police | Eunice | 575-394-2112 |
| Hobbs City Police | Hobbs | 575-397-9265 |
| Jal City Police | Jal | 575-393-2677 575-395-2501 |
| Lovington City Police | Lovington | 575-396-2811 |
| Midland City Police | Midland | 432-685-7113 |
| Odessa City Police | Odessa | 432-335-3378 |
| Law Enforcement - FBI | | |
| FBI | Albuquerque | 505-224-2000 |
| FBI | Midland | 432-570-0255 |
| Law Enforcement - DPS (911) | | I |
| NM State Police | Artesia | 575-746-2704 |
| NM State Police | Carlsbad | 575-885-3137 |
| NM State Police | Eunice | 575-392-5588 |
| NM State Police | Hobbs | 575-392-5588 |
| NM State Police | Clayton | 575-374-2473 |
| Firefighting and Rescue (911) | | |
| Abernathy | Abernathy | 806-298-2022 |
| Amistad/Rosebud | Amistad/Rosebud | 575-633-9113 |
| Artesia | Artesia | 575-746-5751 |
| Carslbad | Carlsbad | 575-885-3125 |
| Clayton | Clayton | 575-374-2435 |
| Eunice | Eunice | 575-394-2111 |
| Hobbs | Hobbs | 575-397-9308 |
| Jal | Jal | 575-395-2221 |
| Lovington | Lovington | 575-396-2359 |
| Maljamar | Maljamar | 575-676-4100 |
| Midland | Midland | 432-685-7346 |
| Nara Visa | Nara Visa | 575-461-3300 |
| Odessa | Odessa | 432-335-4659 |
| Tucumcari | Tucumcari | 911 |
| West Odessa | Odessa | 432-381-3033 |

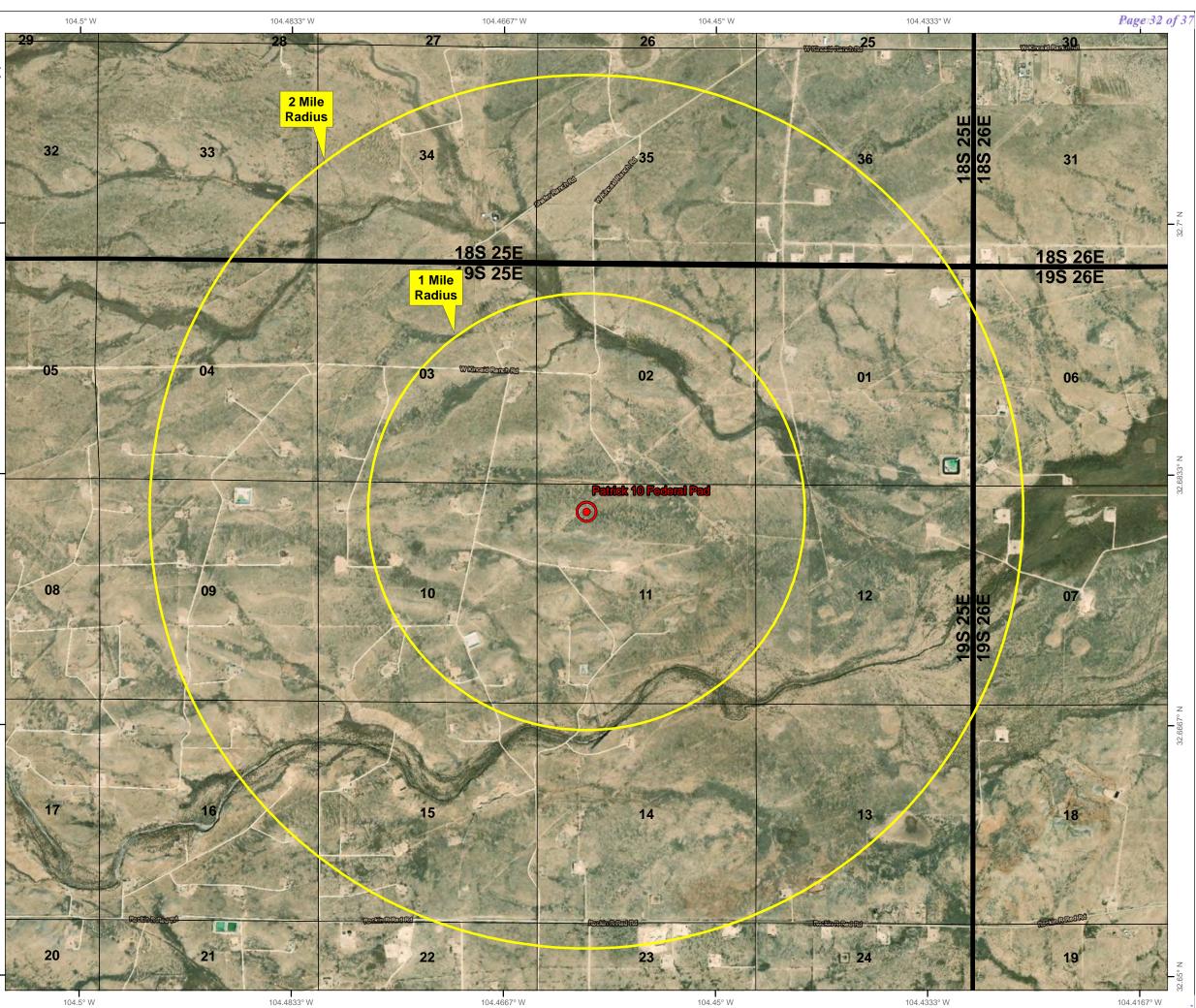
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| Ambulance (911) | | | | |
|-------------------------------|-----------------|--------------|--|--|
| Abernathy Ambulance | Abernathy | 806-298-2241 | | |
| Amistad/Rosebud | Amistad/Rosebud | 575-633-9113 | | |
| Artesia Ambulance | Artesia | 575-746-2701 | | |
| Carslbad Ambulance | Carlsbad | 575-885-2111 | | |
| Clayton Ambulance | Clayton | 575-374-2501 | | |
| Eunice Ambulance | Eunice | 575-394-3258 | | |
| Hobbs Ambulance | Hobbs | 575-397-9308 | | |
| Jal Ambulance | Jal | 575-395-3501 | | |
| Lovington Ambulance | Lovington | 575-396-2811 | | |
| Midland Ambulance | Midland | 432-685-7499 | | |
| Nara Visa Ambulance | Nara Visa | 575-461-3300 | | |
| Odessa Ambulance | Odessa | 432-335-3378 | | |
| Tucumcari Ambulance | Tucumcari | 911 | | |
| Medical Air Ambulance Service | | | | |
| AEROCARE - Methodist Hospital | Lubbock | 800-627-2376 | | |
| Southwest MediVac | Hobbs | 800-242-6199 | | |
| Odessa Care Star | Odessa | 888-624-3571 | | |



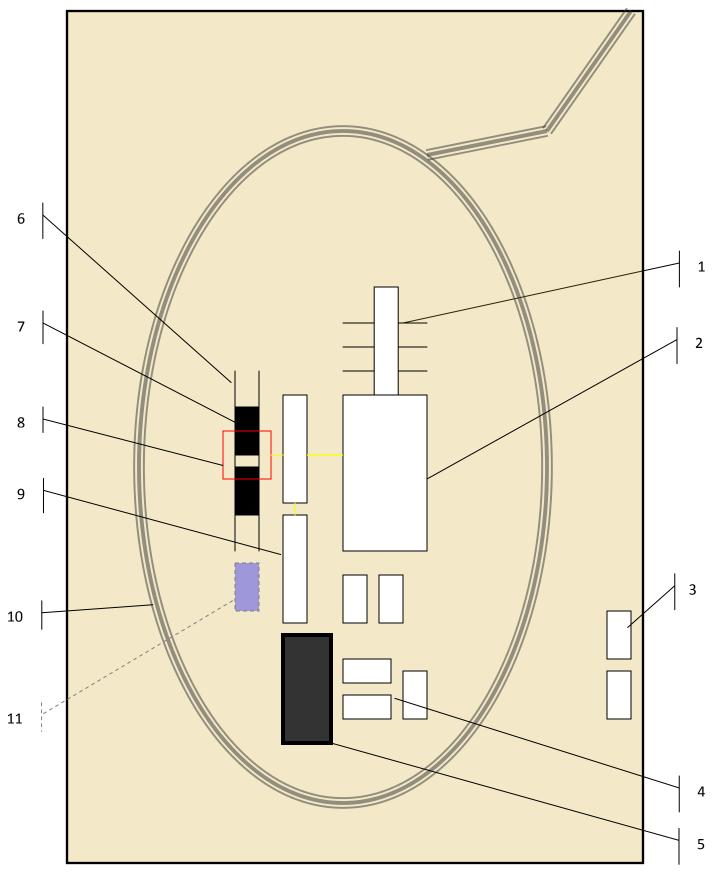


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| TRANSCEND RIG 4 | Contractor Specification | |
|--|---|--|
| Make | Schram | |
| Model | TXD 130 | |
| Year of Manufacture | 2006 | |
| Truck Mounted | YES | |
| Rated Drilling Depth | 130,000# hook load | |
| Rated Depth with Tubing | | |
| Derrick Height | 69' 9'' | |
| Derrick Type | Telescoping Hydraulic | |
| Derrick Capacity | 130,000# | |
| Elevators | N/A | |
| Drawworks | 760 HP Detroit | |
| Wire Diameter | Hydraulic | |
| Workfloor Max Height | 8' | |
| Tongs | Hydraulic Iron Roughneck | |
| Slips | Manual Slips | |
| Included Tubing Handling | • 13 3/8" handling tools | |
| Tools | _ | |
| Included Rod Handling | 85jts of 4.5" drill pipe | |
| Tools | | |
| BOP Class Compatibility | | |
| Weight Indicator | Hydraulic | |
| Rig Safety Equipment | Eye wash station, fire extengushers, | |
| | wind sock | |
| Pad Size | 60' x 60' | |
| Requirements/Limitations | | |
| Guy Line Spacing | N/A | |
| Other Supplied Rig Equipment | Standard Rig Hand Tools: | |
| 1 5000 | • (2) 36" pipe wrenches | |
| 1- F800 pump | • (2) 24" pipe wrenches | |
| 1- Pill pit 80bbl | • (2) 18" pipe wrenches | |
| 1- 400 bbl mud mix | • (1) 24" crescent wrench | |
| Shaker 150mesh 500 bbl fresh water frac | • (2) 12" crescent wrenches | |
| 1- 500 bbi fresh water frac | • (1) 4 lb shop hammer | |
| Lalik | • (1) 12 lb sledge hammer | |
| | • (1) 4 foot pry bar | |
| | Vehicles for Contractor personnel | |
| | • Air Impact Wrench with Sockets | |
| | • Mud Scales (as needed) | |



Schematic Closed Loop Drilling Rig*

- 1. Pipe Rack
- 2. Drill Rig
- 3. House Trailers/ Offices
- 4. Generator/Fuel/Storage
- 5. Overflow-Frac Tank
- 6. Skids
- 7. Roll Offs
- 8. Hopper or Centrifuge
- 9. Mud Tanks
- 10. Loop Drive
- 11. Generator (only for use with centrifuge)

*Not drawn to scale: Closed loop system requires at least 30 feet beyond mud tanks. Ideally 60 feet would be available



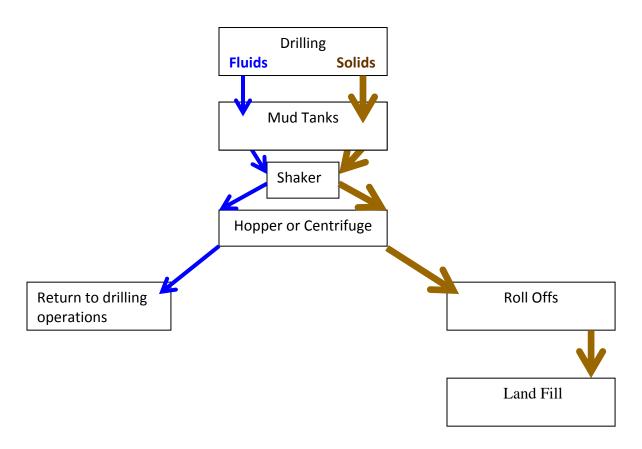


Above: Centrifugal Closed Loop System



Closed Loop Drilling System: Mud tanks to right (1) Hopper in air to settle out solids (2) Water return pipe (3) Shaker between hopper and mud tanks (4) Roll offs on skids (5)

Flow Chart for Drilling Fluids and Solids





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Field Service

Photos Courtesy of Gandy Corporation Oil

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

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

District III

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

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

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

COMMENTS

| Operator: | OGRID: |
|--------------------------|---|
| Spur Energy Partners LLC | 328947 |
| 9655 Katy Freeway | Action Number: |
| Houston, TX 77024 | 190096 |
| | Action Type: |
| | [C-101] BLM - Federal/Indian Land Lease (Form 3160-3) |

COMMENTS

| Created By | Comment | Comment Date |
|------------|---|-----------------|
| kpickford | Defining well 30-015-53462 PATRICK 10 FEDERAL COM #071H | 3/2/2023 |

COMMENTS

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Action 190096

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

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

District III

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

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

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

CONDITIONS

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|--------------------------|---|
| Spur Energy Partners LLC | 328947 |
| 9655 Katy Freeway | Action Number: |
| Houston, TX 77024 | 190096 |
| | Action Type: |
| | [C-101] BLM - Federal/Indian Land Lease (Form 3160-3) |

CONDITIONS

| CONDITIONS | | |
|------------|--|-------------------|
| Created By | Condition | Condition Date |
| kpickford | Notify OCD 24 hours prior to casing & cement | 3/2/2023 |
| kpickford | Will require a File As Drilled C-102 and a Directional Survey with the C-104 | 3/2/2023 |
| 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 | 3/2/2023 |
| kpickford | Cement is required to circulate on both surface and intermediate1 strings of casing | 3/2/2023 |
| 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 | 3/2/2023 |

CONDITIONS

Action 190096