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. 30-015-53792 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. 6. Such other site specific information and/or plans as may be requested by the SUPO must be filed with the appropriate Forest Service Office). 25. Signature Name (Printed/Typed) Date 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

> Dean R Molline APPROVED WITH CONDITIONS 05/12/2023

(Continued on page 2)

*(Instructions on page 2)

Additional Operator Remarks

Location of Well

0. SHL: SESW / 400 FSL / 1464 FWL / TWSP: 23S / RANGE: 30E / SECTION: 18 / LAT: 32.298834 / LONG: -103.924914 (TVD: 0 feet, MD: 0 feet) PPP: SESW / 1320 FSL / 1650 FWL / TWSP: 23S / RANGE: 30E / SECTION: 18 / LAT: 32.30147 / LONG: -103.92435 (TVD: 11359 feet, MD: 12654 feet) PPP: SESW / 100 FSL / 1650 FWL / TWSP: 23S / RANGE: 30E / SECTION: 18 / LAT: 32.298009 / LONG: -103.924313 (TVD: 11359 feet, MD: 11734 feet) BHL: LOT 3 / 50 FNL / 1650 FWL / TWSP: 23S / RANGE: 30E / SECTION: 6 / LAT: 32.341375 / LONG: -103.92435 (TVD: 11359 feet, MD: 27511 feet)

BLM Point of Contact

Name: Priscilla Perez

Title: Legal Instruments Examiner

Phone: (575) 234-5934 Email: pperez@blm.gov District I

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

<u>District II</u> 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 <u>District IV</u> 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

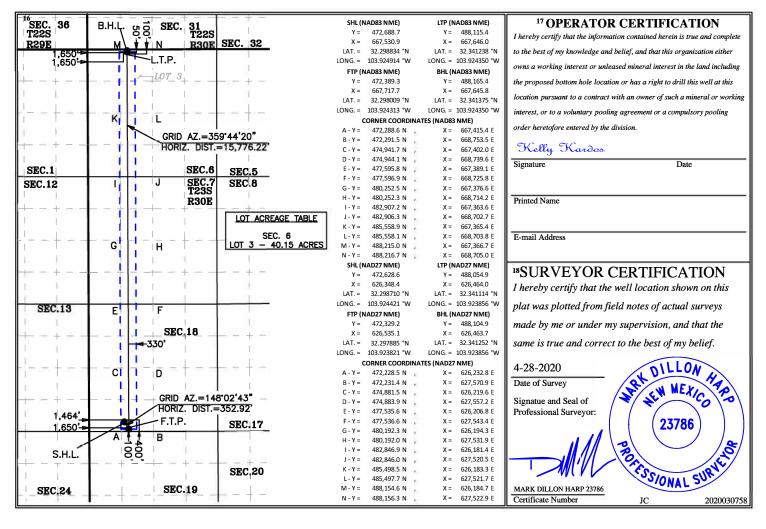
WELL LOCATION AND ACREAGE DEDICATION PLAT

¹ API Number 30-015-53792		² Pool Code	² Pool Code ³ Pool Name	
⁴ Property Code 303152			ASH UNIT	⁶ Well Number 806H
⁷ OGRID No. 005380	r.	•	perator Name ENERGY, INC.	⁹ Elevation 3,049'

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
N	18	23 S	30 E		400	SOUTH	1,464	WEST	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
L3	6	23 S	30 E		50	NORTH	1,650	WEST	EDDY
12 Dedicated Acres 13 Joint or Infill 14 Consolidation Code 15 Order No.									

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



State of New Mexico Energy, Minerals and Natural Resources Department

Submit Electronically Via E-permitting

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

NATURAL GAS MANAGEMENT PLAN

This Natural Gas Management Plan must be submitted with each Application for Permit to Drill (APD) for a new or recompleted well.

Section 1 – Plan Description Effective May 25, 2021

I. Operator: _XTO Energy, INC. OGRID: _05380 Date: _2/15/2023
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:
THE WARKS DO NOT ALL CHARLES OF CO. 1

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 Anticipated Oil BBL/D Gas MCF/D		Anticipated Produced Water BBL/D
Nash Unit 207H		3-18-23S-30E	1884' FSL, 414' FWL	2000	3200	5500
Nash Unit 208H		3-18-23S-30E	1854' FSL, 413' FWL	2000	3200	5500
Nash Unit 209H		3-18-23S-30E	1824' FSL, 413' FWL	2000	3200	5500
Nash Unit 210H		3-18-23S-30E	1794' FSL, 413' FWL	2000	3200	5500
Nash Unit 211H		3-18-23S-30E	1669' FSL, 412' FWL	2000	3200	5500
Nash Unit 212H		3-18-23S-30E	1639' FSL, 412' FWL	2000	3200	5500
Nash Unit 213H		3-18-23S-30E	1609' FSL, 411' FWL	2000	3200	5500
Nash Unit 214H		3-18-23S-30E	1578' FSL, 411' FWL	2000	3200	5500
Nash Unit 215H		3-18-23S-30E	1454' FSL, 410' FWL	2000	3200	5500
Nash Unit 216H		3-18-23S-30E	1424' FSL, 410' FWL	2000	3200	5500
Nash Unit 217H		3-18-23S-30E	1394' FSL, 409' FWL	2000	3200	5500
Nash Unit 218H		4-18-23S-30E	1239' FSL, 408' FWL	2000	3200	5500
Nash Unit 219H		4-18-23S-30E	1239' FSL, 408' FWL	2000	3200	5500
Nash Unit 220H		4-18-23S-30E	1209' FSL, 408' FWL	2000	3200	5500
Nash Unit 221H		4-18-23S-30E	1179' FSL, 407' FWL	2000	3200	5500
Nash Unit 222H		4-18-23S-30E	1149' FSL, 407' FWL	2000	3200	5500
Nash Unit 601H		P-18-23S-30E	12' FSL, 539' FEL	2000	3200	5500
Nash Unit 602H		A-19-23S-30E	205' FNL, 1216' FEL	2000	3200	5500
Nash Unit 606H		L4-18-23S-30E	400' FSL, 1329' FWL	2000	3200	5500
Nash Unit 701H		P-18-23S-30E	12' FSL, 569' FEL	2000	3200	5500
Nash Unit 702H		A-19-23S-30E	216' FNL, 1244' FEL	2000	3200	5500
Nash Unit 706H		L4-18-23S-30E	400' FSL, 1299' FWL	2000	3200	5500
Nash Unit 801H		P-18-23S-30E	12' FSL, 599' FEL	2000	3200	5500
Nash Unit 802H		A-19-23S-30E	227' FNL, 1272' FEL	2000	3200	5500

IV. Central Delivery Point Name: Nash Central 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
Nash Unit 207H		TBD	TBD	TBD	TBD	TBD
Nash Unit 208H		TBD	TBD	TBD	TBD	TBD
Nash Unit 209H		TBD	TBD	TBD	TBD	TBD
Nash Unit 210H		TBD	TBD	TBD	TBD	TBD
Nash Unit 211H		TBD	TBD	TBD	TBD	TBD
Nash Unit 212H		TBD	TBD	TBD	TBD	TBD
Nash Unit 213H		TBD	TBD	TBD	TBD	TBD
Nash Unit 214H		TBD	TBD	TBD	TBD	TBD
Nash Unit 215H		TBD	TBD	TBD	TBD	TBD
Nash Unit 216H		TBD	TBD	TBD	TBD	TBD
Nash Unit 217H		TBD	TBD	TBD	TBD	TBD
Nash Unit 218H		TBD	TBD	TBD	TBD	TBD
Nash Unit 219H		TBD	TBD	TBD	TBD	TBD
Nash Unit 220H		TBD	TBD	TBD	TBD	TBD
Nash Unit 221H		TBD	TBD	TBD	TBD	TBD
Nash Unit 222H		TBD	TBD	TBD	TBD	TBD
Nash Unit 601H		TBD	TBD	TBD	TBD	TBD
Nash Unit 601H		TBD	TBD	TBD	TBD	TBD
Nash Unit 602H		TBD	TBD	TBD	TBD	TBD
Nash Unit 606H		TBD	TBD	TBD	TBD	TBD
Nash Unit 701H		TBD	TBD	TBD	TBD	TBD
Nash Unit 702H		TBD	TBD	TBD	TBD	TBD
Nash Unit 706H		TBD	TBD	TBD	TBD	TBD
Nash Unit 801H		TBD	TBD	TBD	TBD	TBD
Nash Unit 802H		TBD	TBD	TBD	TBD	TBD

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 <u>EFFECTIVE APRIL 1, 2022</u>

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

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

IX. Anticipated Natural Gas Production:

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

X. Natural Gas Gathering System (NGGS):

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

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

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

XIII. Line Pressure. Operator \square does \square does not anticipate the content of the	pate that its existing well(s) co	onnected to the same segmen	t, or portion, of th
natural gas gathering system(s) described above will conti	nue to meet anticipated increa	ases in line pressure caused b	y the new well(s)

Attach	Operator's	nlan to	manage	production	in response	to the	increased	line	pressure

XIV.	Confidentiality: Operator asserts confidentiality:	ntiality pursuant to	Section 71-2	2-8 NMSA 1	1978 for the	information	provided in
Section	on 2 as provided in Paragraph (2) of Subsection	D of 19.15.27.9 NN	IAC, and atta	aches a full	description of	the specific	information
for w	hich 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:

□ 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:

- (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: Cassie Evans
Printed Name: Cassie Evans
Title: Regulatory Analyst
E-mail Address: cassie.evans@exxonmobil.com
Date: 08/09/2022
Phone: 432.218.3671
OIL CONSERVATION DIVISION
(Only applicable when submitted as a standalone form)
Approved By:
Title:
Approval Date:
Conditions of Approval:

VI. Separation Equipment:

XTO Permian Operating, LLC. production tank batteries 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 in conjunction with the total number of wells planned to or existing within the facility. Separation equipment is upgraded prior to well being drilled or completed, if determined to be undersized or needed. The separation equipment is designed and built according to the relevant industry specifications (API Specification 12J and ASME Sec VIII Div I). Other recognized industry publications such as the Gas Processors Suppliers Association (GPSA) are referenced when designing separation equipment to optimize gas capture.

VII. Operational Practices:

1. Subsection B.

- During drilling, flare stacks will be located a minimum of 150 feet from the nearest surface hole location. All gas is captured or combusted. If an emergency or malfunction occurs, gas will be flared or vented for public health, safety and the environment and be properly reported to the NMOCD pursuant to 19.15.27.8.G.
- Measure or estimate the volume of natural gas that is vented, flared or beneficially used during drilling, completion and production operations, regardless of the reason or authorization for such venting or flaring.
- At any point in the well life (drilling, completion, production, inactive) an audio, visual and olfactory (AVO) inspection will be performed weekly (at minimum) to confirm that all production equipment is operating properly and there are no leaks or releases except as allowed in Subsection D of 19.15.27.8 NMAC.

2. Subsection C.

 During completion operations, operator does not produce oil or gas but maintains adequate well control through completion operations.

For emergencies, equipment malfunction, or if the operator decides to produce oil and gas during well completion:

- o 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.
- Measure or estimate the volume of natural gas that is vented, flared or beneficially used during drilling, completion and production operations, regardless of the reason or authorization for such venting or flaring.
- At any point in the well life (drilling, completion, production, inactive) an audio, visual and olfactory (AVO) inspection will be performed weekly (at minimum) to confirm that all production equipment is operating properly and there are no leaks or releases except as allowed in Subsection D of 19.15.27.8 NMAC.

3. Subsection D.

- At any point in the well life (drilling, completion, production, inactive) an audio, visual and olfactory (AVO) inspection will be performed weekly (at minimum) to confirm that all production equipment is operating properly and there are no leaks or releases except as allowed in Subsection D of 19.15.27.8 NMAC.
- 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.

 Measure or estimate the volume of natural gas that is vented, flared or beneficially used during drilling, completion and production operations, regardless of the reason or authorization for such venting or flaring.

4. Subsection E.

- All tanks and separation equipment are designed for maximum throughput and pressure to minimize waste
- Flare stack was installed prior to May 25, 2021 but has been designed for proper size and combustion efficiency. Flare currently has a continuous pilot and is located more than 100 feet from any known well and storage tanks.
- At any point in the well life (drilling, completion, production, inactive) an audio, visual and olfactory (AVO) inspection will be performed weekly (at minimum) to confirm that all production equipment is operating properly and there are no leaks or releases except as allowed in Subsection D of 19.15.27.8 NMAC.

5. Subsection F.

- Measurement equipment is installed to measure the volume of natural gas flared from process piping or a flowline piped from the equipment associated with a well and facility associated with the approved application for permit to drill that has an average daily production greater than 60 mcf of natural gas.
- Measurement equipment installed is not designed or equipped with a manifold to allow diversion of natural gas around the metering equipment, except for the sole purpose of inspecting and servicing the measurement equipment, as noted in NMAC 19.15.27.8 Subsection G.

VIII. Best Management Practices:

- 1. During completion operations, operator does not produce oil or gas but maintains adequate well control through completion operations.
- 2. Operator does not flow well (well shut in) during initial production until all flowlines, tank batteries, and oil/gas takeaway are installed, tested, and determined operational.
- 3. Operator equips storage tanks with an automatic gauging system to reduce venting of natural gas.
- 4. Operator reduces the number of blowdowns by looking for opportunities to coordinate repair and maintenance activities.
- 5. Operator combusts natural gas that would otherwise be vented or flared, when feasible.
- 6. Operator has a flare stack designed in accordance with need and to handle sufficient volume to ensure proper combustion efficiency. Flare stacks are equipped with continuous pilots and securely anchored at least 100 feet (at minimum) from storage tanks and wells.
- 7. Operator minimizes venting (when feasible) through pump downs of vessels and reducing time required to purge equipment before returning equipment to service.
- 8. Operator will shut in wells (when feasible) 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

Submission Date: 08/19/2020

Operator Name: XTO ENERGY INCORPORATED

Well Number: 806H

Well Type: OIL WELL

Well Name: NASH UNIT

APD ID: 10400060422

Well Work Type: Drill

Highlighted data reflects the most recent changes

Show Final Text

Section 1 - Geologic Formations

Formation ID	Formation Name	Elevation	True Vertical	Measured Depth	Lithologies	Mineral Resources	Producing Formatio
824802	DEWEY LAKE	3049	0	0	ALLUVIUM	USEABLE WATER	N
824793	RUSTLER	2910	139	139	SILTSTONE	USEABLE WATER	N
824794	TOP SALT	2700	349	349	SALT	OTHER, POTASH : PRODUCED WATER	N
824795	BASE OF SALT	-52	3101	3101	SALT	OTHER, POTASH : PRODUCED WATER	N
824797	DELAWARE	-262	3311	3311	SANDSTONE	NATURAL GAS, OIL, OTHER : PRODUCED WATER	N
824798	BONE SPRING	-4025	7074	7074	SANDSTONE	NATURAL GAS, OIL, OTHER : PRODUCED WATER	N
824791	BONE SPRING 1ST	-5023	8072	8072	SANDSTONE	NATURAL GAS, OIL, OTHER : PRODUCED WATER	N
824805	BONE SPRING 2ND	-5830	8879	8879	SANDSTONE	NATURAL GAS, OIL, OTHER : PRODUCED WATER	N
824806	BONE SPRING 3RD	-6196	9245	9245	SANDSTONE	NATURAL GAS, OIL, OTHER : PRODUCED WATER	N
824807	WOLFCAMP	-7313	10362	10362	SHALE	NATURAL GAS, OIL, OTHER : PRODUCED WATER	Y

Section 2 - Blowout Prevention

Pressure Rating (PSI): 2M Rating Depth: 324

Equipment: The blow out preventer equipment (BOP) on surface casing temporary wellhead will consist of a 21-1/4

minimum 2M Hydril. MASP should not exceed 977 psi.

Requesting Variance? YES

Variance request: XTO requests the following variances: Allow use of a 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 chart will be kept on the rig. Attached is an example of a certification and pressure test chart. The manufacturer does not require anchors. Approval to utilize a spudder rig to pre-set surface casing per the attached Description of Operations. Batch drill this well if necessary. In doing so, XTO will set each casing string and ensure that the well is cemented properly and the well is static. With floats holding, no pressure on the csg annulus, and the installation of a 10K TA cap as per GE recommendations, XTO will contact the BLM to skid the rig to drill the remaining wells on the pad. Once surface and intermediate strings are all completed, XTO will begin drilling the production hole on each of the wells. ONLY test broken pressure seals on the BOP

Well Name: NASH UNIT Well Number: 806H

equipment per the attached procedure. Cement offline for the surface and intermediate casing strings. Permanent Wellhead – Multibowl System A. Starting Head: 13-5/8" 5M top flange x 13-3/8" SOW bottom B. Tubing Head: 13-5/8" 5M bottom flange x 7-1/16" 10M top flange. Wellhead will be installed by manufacturer's representatives. Manufacturer will monitor welding process to ensure appropriate temperature of seal. Operator will test the 9-5/8" casing per BLM Onshore Order 2 · Wellhead Manufacturer representative will not be present for BOP test plug installation

Testing Procedure: All BOP testing will be done by an independent service company. Annular pressure tests will be limited to 50% of the working pressure. When nippling up, the BOP test will be limited to 2,000 psi. All BOP tests will include a low pressure test as per BLM regulations. The 2M BOP diagram is attached. Blind rams will be function tested each trip, pipe rams will be function tested each day.

Choke Diagram Attachment:

Nash_2M3MCM_20200817103228.pdf

BOP Diagram Attachment:

Nash_2MBOP_20200817103240.pdf

Pressure Rating (PSI): 5M Rating Depth: 11359

Equipment: The blow out preventer equipment (BOP) will consist of a 13-5/8 minimum 5M Hydril and a 13-5/8 minimum 5M Double Ram BOP. MASP should not exceed 3467 psi.

Requesting Variance? YES

Variance request: XTO requests the following variances: Allow use of a 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 chart will be kept on the rig. Attached is an example of a certification and pressure test chart. The manufacturer does not require anchors. Approval to utilize a spudder rig to pre-set surface casing per the attached Description of Operations. Batch drill this well if necessary. In doing so, XTO will set each casing string and ensure that the well is cemented properly and the well is static. With floats holding, no pressure on the csg annulus, and the installation of a 10K TA cap as per GE recommendations, XTO will contact the BLM to skid the rig to drill the remaining wells on the pad. Once surface and intermediate strings are all completed, XTO will begin drilling the production hole on each of the wells. ONLY test broken pressure seals on the BOP equipment per the attached procedure. Cement offline for the surface and intermediate casing strings. Permanent Wellhead – Multibowl System A. Starting Head: 13-5/8" 5M top flange x 13-3/8" SOW bottom B. Tubing Head: 13-5/8" 5M bottom flange x 7-1/16" 10M top flange. Wellhead will be installed by manufacturer's representatives. Manufacturer will monitor welding process to ensure appropriate temperature of seal. Operator will test the 9-5/8" casing per BLM Onshore Order 2 · Wellhead Manufacturer representative will not be present for BOP test plug installation

Testing Procedure: All BOP testing will be done by an independent service company. Annular pressure tests will be limited to 50% of the working pressure. When nippling up on the 13-3/8, 5M bradenhead and flange, the BOP test will be limited to 5M psi. When nippling up on the 9-5/8, the BOP will be tested to a minimum of 5M psi. All BOP tests will include a low pressure test as per BLM regulations. The 5M BOP diagrams are attached. Blind rams will be functioned tested each trip, pipe rams will be functioned tested each day.

Choke Diagram Attachment:

Nash_5MCM_20200817103324.pdf

BOP Diagram Attachment:

Nash_5MBOP_20200817103348.pdf

Nash MBD 20200817103404.pdf

Well Name: NASH UNIT Well Number: 806H

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	24	18.625	NEW	API	N	0	324	0	324	3049	2725	324	H-40	87.5	ST&C	4.3	1.67	DRY	19.7 2	DRY	19.7 2
2	INTERMED IATE	17.5	13.375	NEW	API	N	0	3201	0	3201	3090	-152	3201	J-55	68	ST&C	1.97	1.43	DRY	3.1	DRY	3.1
3	INTERMED IATE	12.2 5	9.625	NEW	API	N	0	9345	0	9345		-6296	9345	HCL -80	40	LT&C	1.58	1.66	DRY	1.94	DRY	1.94
4	PRODUCTI ON	8.75	5.5	NEW	API	N	0	27512	0	11359	3167	-8310	27512	P- 110	17	BUTT	1.25	1.01	DRY	1.94	DRY	1.94

Casing Attachments

Casing ID: 1 String SURFACE

Inspection Document:

Spec Document:

Tapered String Spec:

Casing Design Assumptions and Worksheet(s):

Nash_806H_Csg_20200817124245.pdf

Well Name: NASH UNIT Well Number: 806H

C!	A 44 I-	
Casing	Attach	ments

Casing ID: 2

String

INTERMEDIATE

Inspection Document:

Spec Document:

Tapered String Spec:

Casing Design Assumptions and Worksheet(s):

Nash_806H_Csg_20200817124324.pdf

Casing ID: 3

String

INTERMEDIATE

Inspection Document:

Spec Document:

Tapered String Spec:

Casing Design Assumptions and Worksheet(s):

Nash_806H_Csg_20200817124407.pdf

Casing ID: 4

String

PRODUCTION

Inspection Document:

Spec Document:

Tapered String Spec:

Casing Design Assumptions and Worksheet(s):

Nash_806H_Csg_20200817124438.pdf

Section 4 - Cement

Well Name: NASH UNIT Well Number: 806H

String Type	Lead/Tail	Stage Tool Depth	Тор МD	Bottom MD	Quantity(sx)	Yield	Density	Cu Ft	Excess%	Cement type	Additives
SURFACE	Lead		0	324	770	1.35	14.8	1039. 5	100	Halcem-C	2% CaCl

INTERMEDIATE	Lead		0	3201	2190	1.87	12.9	4095. 3	100	EconoCem- HLTRRC	none
INTERMEDIATE	Tail				300	1.35	14.8	405	100	EconoCem- HLTRRC	None
INTERMEDIATE	Lead	3301	0	6345	1840	1.88	12.9	3459. 2	100	Halcem-C	2% CaCl
INTERMEDIATE	Tail				230	1.33	14.8	305.9	100	Halcem-C	2% CaCl
INTERMEDIATE	Lead		2801	9345	60	1.88	12.9	112.8	100	Halcem-C	2% CaCl
INTERMEDIATE	Tail				230	1.33	14.8	305.9	100	Halcem-C	2% CaCl
PRODUCTION	Lead		0	2751 2	3510	1.61	13.2	5651. 1	30	VersaCem	none

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: The necessary mud products for weight addition and fluid loss control will be on location at all times.

Describe the mud monitoring system utilized: A Pason or Totco will be used to detect changes in loss or gain of mud volume.

Circulating Medium Table

Well Name: NASH UNIT Well Number: 806H

-											
Top Depth	Bottom Depth	Mud Type	Min Weight (lbs/gal)	Max Weight (lbs/gal)	Density (lbs/cu ft)	Gel Strength (lbs/100 sqft)	HA	Viscosity (CP)	Salinity (ppm)	Filtration (cc)	Additional Characteristics
3201	9345	OTHER : FW / CUT BRINE	8.7	9.4							A mud test will be performed every 24 hours to determine: density, viscosity, strength, filtration and pH as necessary. Use available solids controls equipment to help keep mud weight down after mud up. Rig up solids control equipment to operate as a closed loop system
0	324	OTHER : FW / NATIVE	8.4	8.8							A mud test will be performed every 24 hours to determine: density, viscosity, strength, filtration and pH as necessary. Use available solids controls equipment to help keep mud weight down after mud up. Rig up solids control equipment to operate as a closed loop system
324	3201	OTHER : BRINE / GEL SWEEPS	9.8	10.2							A mud test will be performed every 24 hours to determine: density, viscosity, strength, filtration and pH as necessary. Use available solids controls equipment to help keep mud weight down after mud up. Rig up solids control equipment to operate as a closed loop system
9345	1135 9	OTHER : CUT BRINE / POLYMER / OBM	9.8	10.1							A mud test will be performed every 24 hours to determine: density, viscosity, strength, filtration and pH as necessary. Use available solids controls equipment to help keep mud weight down after mud up. Rig up solids control equipment to operate as a closed loop system

Well Name: NASH UNIT Well Number: 806H

Section 6 - Test, Logging, Coring

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

Open hole logging to include Density/Neutron/PE/Dual Laterlog/Spectral Gamma from kick-off point to intermediate casing shoe.

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

CEMENT BOND LOG, COMPENSATED NEUTRON LOG, DIRECTIONAL SURVEY, GAMMA RAY LOG, MUD LOG/GEOLOGIC LITHOLOGY LOG, MUD LOG/GEOLOGICAL LITHOLOGY LOG.

Coring operation description for the well:

No coring will take place on this well.

Section 7 - Pressure

Anticipated Bottom Hole Pressure: 5966 Anticipated Surface Pressure: 3467

Anticipated Bottom Hole Temperature(F): 185

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

Describe:

Potential loss of circulation through the Capitan Reef.

Contingency Plans geoharzards description:

The necessary mud products for weight addition and fluid loss control will be on location at all times. A Pason or Totco will be used to detect changes in loss or gain of mud volume. A mud test will be performed every 24 hours to determine: density, viscosity, strength, filtration and pH as necessary. Use available solids controls equipment to help keep mud weight down after mud up. Rig up solids control equipment to operate as a closed loop system. Lost circulation could occur but is not expected to be a serious problem in this area and hole seepage will be compensated for by additions of small amounts of LCM in the drilling fluid.

Contingency Plans geohazards

Hydrogen Sulfide drilling operations plan required? YES

Hydrogen sulfide drilling operations

Nash_HS2_Plan_20200708105408.pdf Nash_Unit_H2S_Dia_K_20200817124816.pdf

Section 8 - Other Information

Proposed horizontal/directional/multi-lateral plan submission:

Nash_806H_DD_20200817124852.pdf

Other proposed operations facets description:

The surface fresh water sands will be protected by setting 18-5/8" inch casing @ 324' (25' above the salt) and circulating cement back to surface. The salt will be isolated by setting 13-3/8 inch casing at 3201' and circulating cement to surface. The second intermediate will isolate from the salt down to the next casing seat by setting 9-5/8 inch casing at 9345' and cemented 200' into the 13-3/8 inch casing. A 8-3/4" inch curve and lateral hole will be drilled to MD/TD and 5-1/2 inch casing will be set at TD and cemented back up to 2nd intermediate (estimated TOC 8845 feet) per Potash regulations.

- XTO requests to not utilize centralizers in the curve and lateral

Well Name: NASH UNIT Well Number: 806H

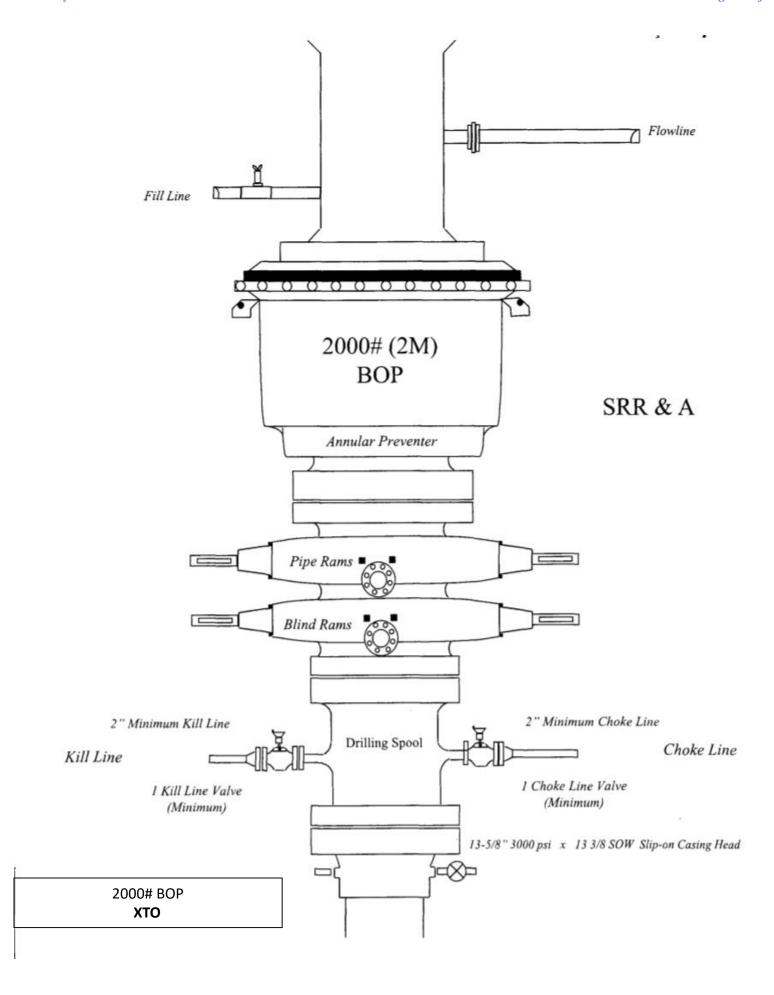
- 18-5/8" Collapse analyzed using 75% evacuation. Casing to be filled while running.
- 13-3/8" Collapse analyzed using 50% evacuation based on regional experience.
- 9-5/8" Collapse analyzed using 33% evacuation based on regional experience.
- 5-1/2 Tension calculated using vertical hanging weight plus the lateral weight multiplied by a friction factor of 0.35
- Test on 2M Annular & Casing will be limited to 70% burst of the casing or 1500 psi, whichever is less

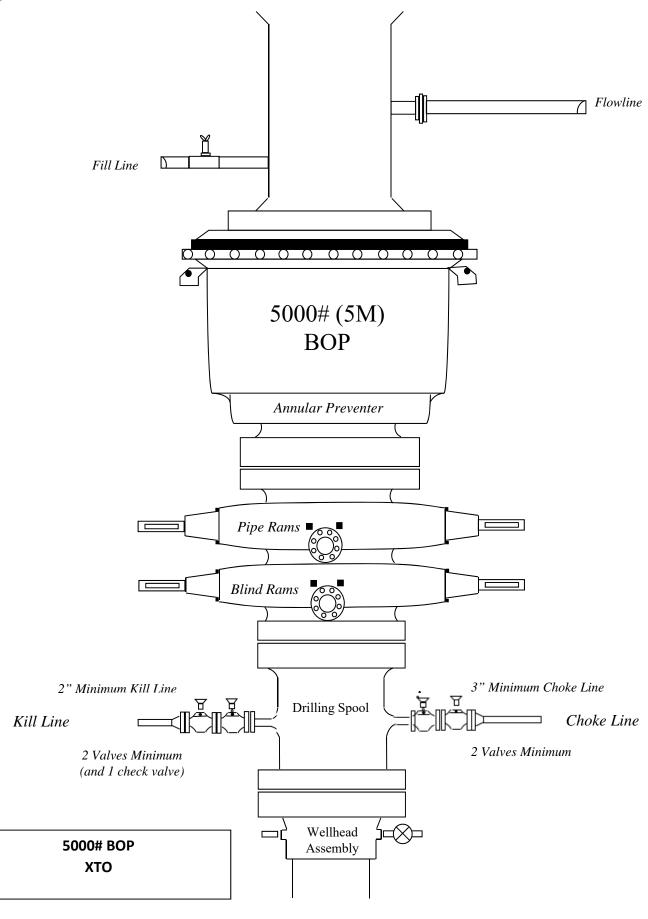
Other proposed operations facets attachment:

Nash_806H_GCP_20200817124924.pdf

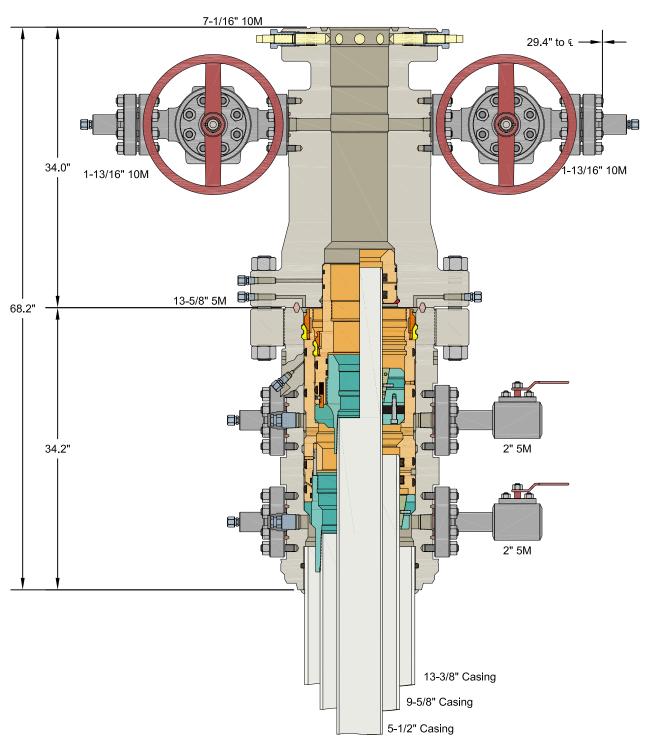
Other Variance attachment:

Nash_BOP_BTV_20200708105813.pdf Nash_FH_20200708105756.pdf Nash_OCV_20200708105831.pdf Nash_Spudder_20200709114548.pdf









ALL DIMENSIONS ARE APPROXIMATE

This drawing is the property of GE Oil & Gas Pressure Control LP and is considered confidential. Unless otherwise approved in writing, neither it nor its contents may be used, copied, transmitted or reproduced except for the sole purpose of GE Oil & Gas Pressure Control LP.

XTO ENERGY, INC.

13-3/8" x 9-5/8" x 5-1/2" 10M RSH-2 Wellhead Assembly, With T-EBS-F Tubing Head

16FEB17 **VJK** DRAWN **APPRV** 16FEB17 ΚN FOR REFERENCE ONLY

DRAWING NO.

10012842

Casing Assumption Worksheet

The surface fresh water sands will be protected by setting 18-5/8" inch casing @ 324' (25' above the salt) and circulating cement back to surface. The salt will be isolated by setting 13-3/8" inch casing at 3201' and circulating cement to surface. The second intermediate will isolate from the salt down to the next casing seat by setting 9-5/8" inch casing at 9345' and cemented 200' into the 13-3/8 inch casing. A 8-3/4" inch curve and lateral hole will be drilled to MD/TD and 5-1/2 inch casing will be set at TD and cemented back up to 2nd intermediate (estimated TOC 8845 feet) per Potash regulations.

Hole Size	Depth	OD Csg	Weight	Collar	Grade	New/Use d	SF Burst	SF Collapse	SF Tension
24"	0' - 324'	18-5/8"	87.5	STC	H-40	New	1.67	4.30	19.72
17-1/2"	0' - 3201'	13-3/8"	68	STC	J-55	New	1.43	1.97	3.10
12-1/4"	0' – 9345'	9-5/8"	40	LTC	HCL-80	New	1.82	1.58	1.94
8-3/4"	0' – 27512'	5-1/2"	17	втс	P-110	New	1.01	1.38	1.94

XTO requests to not utilize centralizers in the curve and lateral

18-5/8" Collapse analyzed using 75% evacuation. Casing to be filled while running.

13-3/8" Collapse analyzed using 50% evacuation based on regional experience.

Collapse analyzed using 33% evacuation based on regional experience.

5-1/2" Tension calculated using vertical hanging weight plus the lateral weight multiplied by a friction factor of 0.35

Test on 2M Annular & Casing will be limited to 70% burst of the casing or 1500 psi, whichever is less

Wellhead:

Temporary Wellhead

· 18-5/8" SOW bottom x 21-1/4" 2M top flange.

· Permanent Wellhead – GE RSH Multibowl System

A. Starting Head: 13-5/8" 5M top flange x 13-3/8" SOW bottom

B. Tubing Head: 13-5/8" 5M bottom flange x 7-1/16" 10M top flange

- · Wellhead will be installed by manufacturer's representatives.
- · Manufacturer will monitor welding process to ensure appropriate temperature of seal.
- · Operator will test the 9-5/8" casing per BLM Onshore Order 2
- · Wellhead Manufacturer representative will not be present for BOP test plug installation

XTO requests to ONLY test broken seals on the BOP equipment per the attached procedure.

A variance is requested to allow use of a 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 chart will be kept on the rig. Attached is an example of a certification and pressure test chart. The manufacturer does not require anchors.

XTO requests approval to utilize a spudder rig to pre-set surface casing per the attached Description of Operations.

A variance to be able to batch drill this well if necessary. In doing so, XTO will set casing and ensure that the well is cemented properly and the well is static. With floats holding, no pressure on the csg annulus, and the installation of a 10K TA cap as per GE recommendations, XTO will contact the BLM to skid the rig to drill the remaining wells on the pad. Once surface and both intermediate strings are all completed, XTO will begin drilling the production hole on each of the wells.

Subject: Request for a Variance Allowing break Testing of the Blowout Preventer Equipment (BOPE)

XTO Energy requests a variance to ONLY test broken pressure seals on the BOPE and function test BOP when skidding a drilling rig between multiple wells on a pad.

Background

Onshore Oil and Gas Order (OOGO) No. 2, Drilling Operations, Sections III.A.2.i.iv.B states that the BOP test must be performed whenever any seal subject to test pressure is broken. The current interpretation of the Bureau of Land Management (BLM) requires a complete BOP test and not just a test of the affected component. OOGO No. 2, Section I.D.2 states, "Some situation may exist either on a well-by-well basis or field-wide basis whereby it is commonly accepted practice to vary a particular minimum standard(s) established in this order. This situation can be resolved by requesting a variance...". XTO Energy feels the break testing the BOPE is such a situation. Therefore, as per OOGO No. 2, Section IV., XTO Energy submits this request for the variance.

Supporting Documentation

OOGO No. 2 became effective on December 19, 1988 and has remained the standard for regulating BLM onshore drilling operations for over 30 years. During this time there have been significant changes in drilling technology. BLM continues to use the variance request process to allow for the use of modern technology and acceptable engineering practices that have arisen since OOGO No. 2 was originally released. The XTO Energy drilling rig fleet has many modern upgrades that allow the intact BOP stack to be moved between well slots on a multi-well pad, as well as, wellhead designs that incorporate quick connects facilitating release of the BOP from the wellhead without breaking any BOP stack components apart. These technologies have been used extensively offshore, and other regulators, API, and many operators around the world have endorsed break testing as safe and reliable.



Figure 1: Winch System attached to BOP Stack



Figure 2: BOP Winch System

American Petroleum Institute (API) standards, specification and recommended practices are considered the industry standard and are consistently utilized and referenced by the industry. OOGO No. 2 recognizes API recommended Practices (RP) 53 in its original development. API Standard 53, *Well Control Equipment Systems for Drilling Wells* (Fifth Edition, December 2018, Annex C, Table C.4) recognizes break testing as an acceptable practice. Specifically, API Standard 53, Section 5.3.7.1 states "A pressure test of the pressure containing component shall be performed following the disconnection or repair, limited to the affected component." See Table C.4 below for reference.

	Bureau Fait Can	eting, Surface BOP Stacks Pressure Test—High Pressure						
Component to be Pressure Tested	Pressure Test—Low Pressure ^{ac} psig (MPa)	Change Out of Component, Elastomer, or Ring Gasket	No Change Out of Component, Elastomer, or Ring Gasket					
Annular preventer ^b	250 to 350 (1.72 to 2.41)	RWP of annular preventer	MASP or 70% annular RWP, whichever is lower.					
ixed pipe, variable bore, lind, and BSR preventers ^{bd}	250 to 350 (1.72 to 2.41)	RWP of ram preventer or wellhead system, whichever is lower	ITP					
Choke and kill line and BOP ide outlet valves below ram reventers (both sides)	250 to 350 (1.72 to 2.41)	RWP of side outlet valve or wellhead system, whichever is lower	ITP					
Choke manifold—upstream of hokes ^e	250 to 350 (1.72 to 2.41)	RWP of ram preventers or wellhead system, whichever is lower	ITP					
Choke manifold—downstream of chokese	250 to 350 (1.72 to 2.41)	RWP of valve(s), line(s), or M whichever is lower	MASP for the well program,					
Kelly, kelly valves, drill pipe afety valves, IBOPs	250 to 350 (1.72 to 2.41)	MASP for the well program						
No visible leaks. The pressure shall remain stabl	75 No. 10	pressure shall not decrease below the	•					

The Bureau of Safety and Environmental Enforcement (BSEE), Department of Interior, has also utilized the API standards, specification and best practices in the development of its offshore oil and gas regulations and incorporates them by reference within its regulations.

Break testing has been approved by the BLM in the past with other operators based on the detailed information provided in this document.

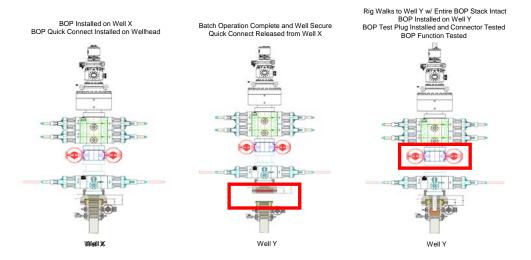
XTO Energy feels break testing and our current procedures meet the intent of OOGO No. 2 and often exceed it. There has been no evidence that break testing results in more components failing than seen on full BOP tests. XTO Energy's internal standards requires complete BOPE tests more often than that of OOGO No. 2 (Every 21 days). In addition to function testing the annular, pipe rams and blind rams after each BOP nipple up, XTO Energy performs a choke drill with the rig crew prior to drilling out every casing shoe. This is additional training for the rig crew that exceeds the requirements of the OOGO No. 2.

Procedures

- XTO Energy will use this document for our break testing plan for New Mexico Delaware basin.
 The summary below will be referenced in the APD or Sundry Notice and receive approval prior
 to implementing this variance.
- 2. XTO Energy will perform BOP break testing on multi-wells pads where multiple intermediate sections can be drilled and cased within the 21-day BOP test window.
 - a. A full BOP test will be conducted on the first well on the pad.
 - b. The first intermediate hole section drilled on the pad will be the deepest. All of the remaining hole sections will be the same depth or shallower.
 - i. Our Lower WC targets set the intermediate casing shoe no deeper than the Wolfcamp B.
 - ii. Our Upper WC targets set the intermediate casing shoe shallower than the Wolfcamp B.
 - c. A Full BOP test will be required if the intermediate hole section being drilled has a MASP over 5M.
 - d. A full BOP test will be required prior to drilling any production hole.
- 3. After performing a complete BOP test on the first well, the intermediate hole section will be drilled and cased, two breaks would be made on the BOP equipment.
 - a. Between the HCV valve and choke line connection
 - b. Between the BOP quick connect and the wellhead
- 4. The BOP is then lifted and removed from the wellhead by a hydraulic system.
- 5. After skidding to the next well, the BOP is moved to the wellhead by the same hydraulic system and installed.
- 6. The connections mentioned in 3a and 3b will then be reconnected.
- 7. Install test plug into the wellhead using test joint or drill pipe.
- 8. A shell test is performed against the upper pipe rams testing the two breaks.
- 9. The shell test will consist of a 250 psi low test and a high test to the value submitted in the APD or Sundry (e.g. 5,000 psi or 10,000psi).
- 10. Function test will be performed on the following components: lower pipe rams, blind rams, and annular.

- 11. For a multi-well pad the same two breaks on the BOP would be made and on the next wells and steps 4 through 10 would be repeated.
- 12. A second break test would only be done if the intermediate hole section being drilled could not be completed within the 21 day BOP test window.

Note: Picture below highlights BOP components that will be tested during batch operations



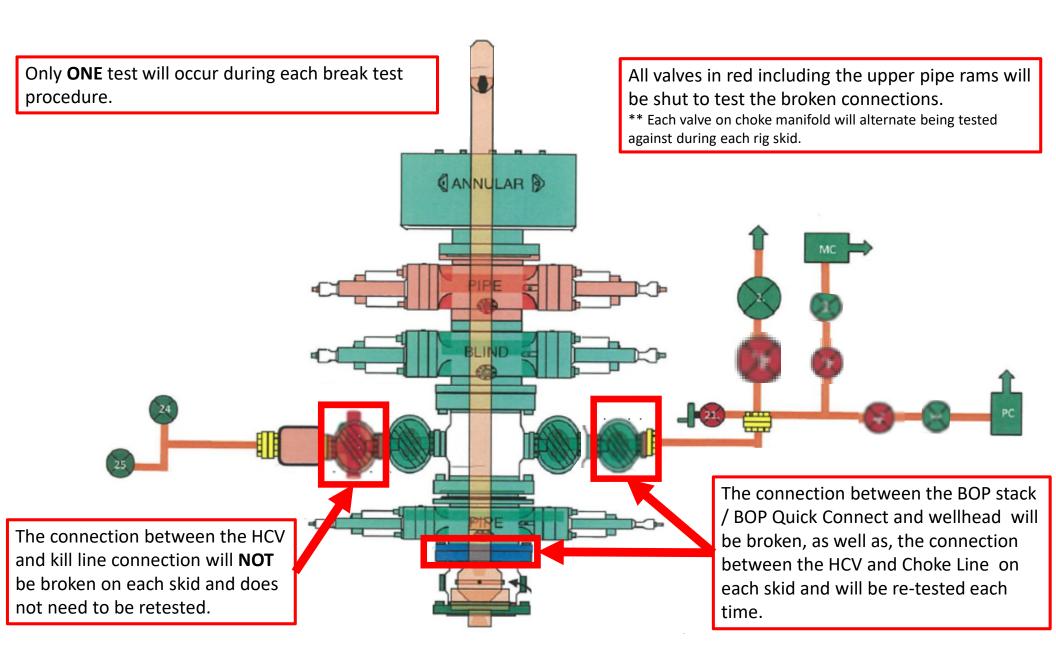
Summary

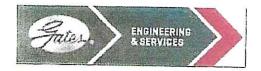
A variance is requested to **ONLY** test broken pressure seals on the BOP equipment when moving from wellhead to wellhead which is in compliance with API Standard 53. API Standard 53 states, that for pad drilling operation, moving from one wellhead to another within 21 days, pressure testing is required for pressure-containing and pressure-controlling connections when the integrity of a pressure seal is broken.

The BOP will be secured by a hydraulic carrier or cradle. The BLM will be contacted if a Well Control event occurs prior to the commencement of a BOPE Break Testing operation.

Based on discussions with the BLM on February 27th 2020 and the supporting documentation submitted to the BLM, we will request permission to ONLY retest broken pressure seals if the following conditions are met:

- 1. After a full BOP test is conducted on the first well on the pad.
- 2. The first intermediate hole section drilled on the pad will be the deepest. All of the remaining hole sections will be the same depth or shallower.
- 3. Full BOP test will be required if the intermediate hole section being drilled has a MASP over 5M.
- 4. Full BOP test will be required prior to drilling the production hole.





GATES E & S NORTH AMERICA, INC

DU-TEX

134 44TH STREET

CORPUS CHRISTI, TEXAS 78405

PHONE: 361-887-9807

FAX: 361-887-0812

EMAIL: crpe&s@gates.com

WEB: www.gates.com

GRADE D PRESSURE TEST CERTIFICATE

Customer : Customer Ref. :

Invoice No.:

AUSTIN DISTRIBUTING

201709

PENDING

Test Date:

Hose Senal No.:

Created By:

6/8/2014

D-060814-1

NORMA

Product Description:

FD3.042.0R41/16.5KFLGE/E LE

End Fitting 1:

Gates Part No. :

Working Pressure:

4 1/16 in.5K FLG 4774-6001

5,000 PSI

End Fitting 2:

Assembly Code:

Test Pressure :

4 1/16 in.5K FLG

L33090011513D-060814-1

7,500 PSI

Gates E & S North America, Inc. certifies that the following hose assembly has been tested to the Gates Oilfield Roughneck Agreement/Specification requirements and passed the 15 minute hydrostatic test per API Spec 7K/Q1, Fifth Edition, June 2010, Test pressure 9.6.7 and per Table 9 to 7,500 psi in accordance with this product number. Hose burst pressure 9.6.7.2 exceeds the minimum of 2.5 times the working pressure per Table 9.

Quality:

Date :

Signature:

QUALITY

6/8/2014

Technical Supervisor:

Date:

Signature:

PRODUCTION

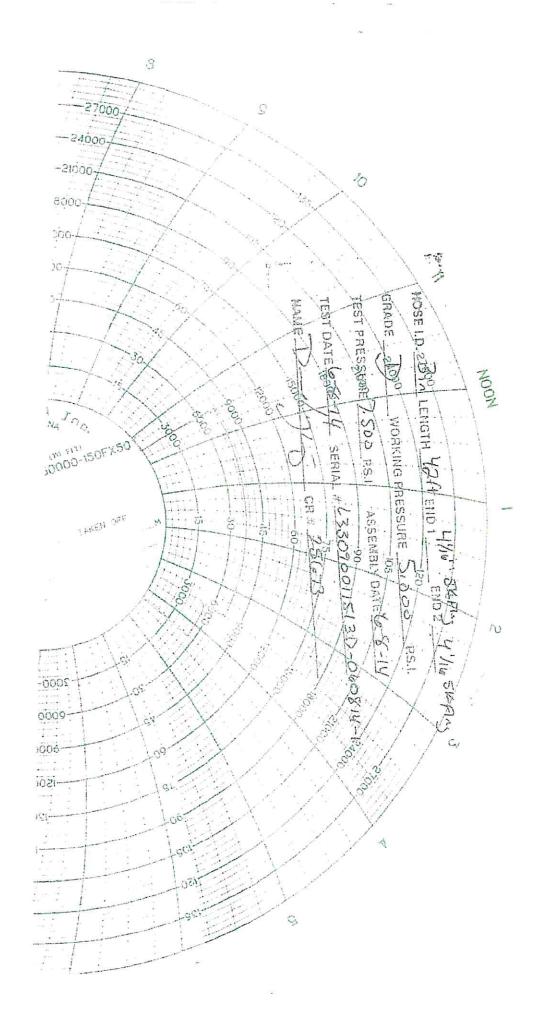
6/8/2014

Form PTC - 01 Rev.0 2

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XTO Permian Operating, LLC Offline Cementing Variance Request

XTO requests the option to cement the surface and intermediate casing strings offline as a prudent batch drilling efficiency of acreage development.

1. Cement Program

No changes to the cement program will take place for offline cementing.

2. Offline Cementing Procedure

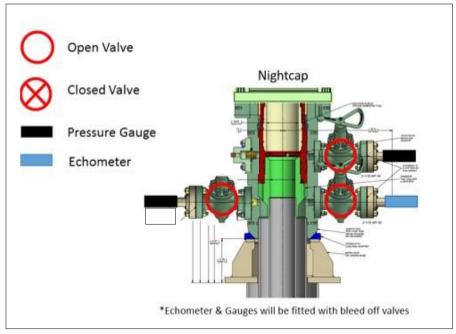
The operational sequence will be as follows. If a well control event occurs, the BLM will be contacted for approval prior to conducting offline cementing operations.

- 1. Run casing as per normal operations. While running casing, conduct negative pressure test and confirm integrity of the float equipment (float collar and shoe)
- 2. Land casing with mandrel
- 3. Fill pipe with kill weight fluid, do not circulate through floats and confirm well is static
- 4. Set annular packoff shown below and pressure test to confirm integrity of the seal. Pressure ratings of wellhead components and valves is 5,000 psi.
- 5. After confirmation of both annular barriers and internal barriers, nipple down BOP and install cap flange.
 - a. If any barrier fails to test, the BOP stack will not be nippled down until after the cement job is completed with cement 500ft above the highest formation capable of flow with kill weight mud above or after it has achieved 50-psi compressive strength if kill weight fluid cannot be verified.



Annular packoff with both external and internal seals

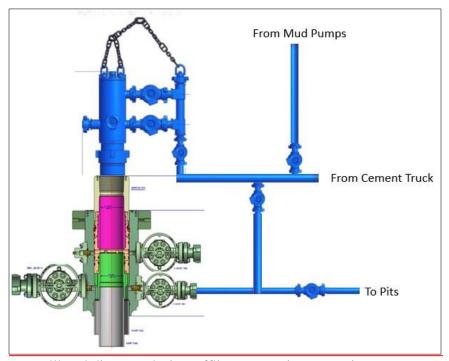
XTO Permian Operating, LLC Offline Cementing Variance Request



Wellhead diagram during skidding operations

- 6. Skid rig to next well on pad.
- 7. Confirm well is static before removing cap flange, flange will not be removed and offline cementing operations will not commence until well is under control. If well is not static, casing outlet valves will provide access to both the casing ID and annulus. Rig or third party pump truck will kill well prior to cementing or nippling up for further remediation.
 - a. Well Control Plan
 - i. The Drillers Method will be the primary well control method to regain control of the wellbore prior to cementing, if wellbore conditions do not permit the drillers method other methods of well control may be used
 - ii. Rig pumps or a 3rd party pump will be tied into the upper casing valve to pump down the casing ID
 - iii. A high pressure return line will be rigged up to lower casing valve and run to choke manifold to control annular pressure
 - iv. Once influx is circulated out of the hole, kill weight mud will be circulated
 - v. Well will be confirmed static
 - vi. Once confirmed static, cap flange will be removed to allow for offline cementing operations to commence
- 8. Install offline cement tool
- 9. Rig up cement equipment

XTO Permian Operating, LLC Offline Cementing Variance Request



Wellhead diagram during offline cementing operations

- 10. Circulate bottoms up with cement truck
 - a. If gas is present on bottoms up, well will be shut in and returns rerouted through gas buster to handle entrained gas
 - b. Max anticipated time before circulating with cement truck is 6 hrs
- 11. Perform cement job taking returns from the annulus wellhead valve
- 12. Confirm well is static and floats are holding after cement job
- 13. Remove cement equipment, offline cement tools and install night cap with pressure gauge for monitoring.

XTO respectfully requests approval to utilize a spudder rig to pre-set surface casing.

Description of Operations:

- 1. Spudder rig will move in to drill the surface hole and pre-set surface casing on the well.
 - a. After drilling the surface hole section, the spudder rig will run casing and cement following all of the applicable rules and regulations (OnShore Order 2, all COAs and NMOCD regulations).
 - b. The spudder rig will utilize fresh water-based mud to drill the surface hole to TD. Solids control will be handled entirely on a closed loop basis. No earth pits will be used.
- 2. The wellhead will be installed and tested as soon as the surface casing is cut off and WOC time has been reached.
- 3. A blind flange at the same pressure rating as the wellhead will be installed to seal the wellbore. Pressure will be monitored with needle valves installed on two wing valves.
 - a. A means for intervention will be maintained while the drilling rig is not over the well.
- 4. Spudder rig operations are expected to take 2-3 days per well on the pad.
- 5. The BLM will be contacted and notified 24 hours prior to commencing spudder rig operations.
- 6. Drilling Operations will begin with a larger rig and a BOP stack equal to or greater than the pressure rating that was permitted will be nippled up and tested on the wellhead before drilling operations resume on each well.
 - a. The larger rig will move back onto the location within 180 days from the point at which the wells are secured and the spudder rig is moved off location.
 - b. The BLM will be notified 24 hours before the larger rig moves back on the pre-set locations
- 7. XTO will have supervision on the rig to ensure compliance with all BLM and NMOCD regulations and to oversee operations.
- 8. Once the rig is removed, XTO will secure the wellhead area by placing a guard rail around the cellar area.



XTO Energy

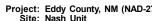
Eddy County, NM (NAD-27) Nash Unit #806H

OH

Plan: PERMIT

Standard Planning Report

30 April, 2020



PROJECT DETAILS: Eddy County, NM (NAD-27)

Geodetic System: US State Plane 1927 (Exact solution)
Datum: NAD 1927 (NADCON CONUS)
Ellipsoid: Clarke 1886
Zone: New Mexico East 3001
System Datum: Mean Sea Level

WELL DETAILS: #806H

Rig Name: RKB = 32' @ 3079.00usft												
			Ground Level:	3047.00								
+N/-S	+E/-W	Northing	Easting	Latittude	Longitude							
0.00	0.00	472628.60	626348.40	32.2987103	-103.9244212							

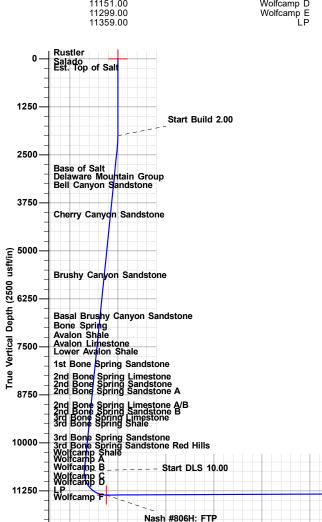
DESIGN TARGET DETAILS

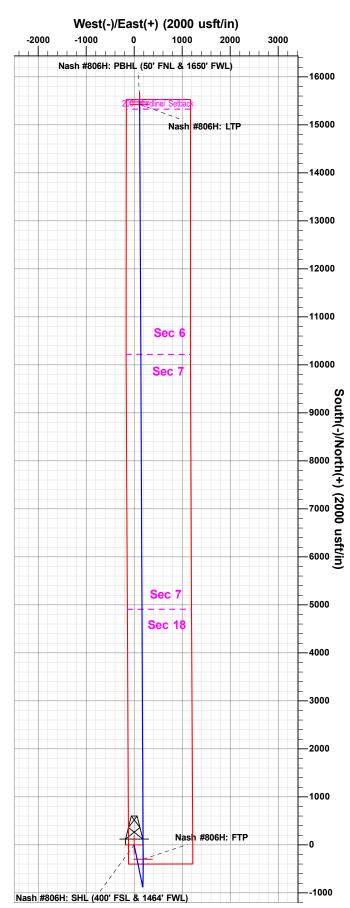
Name	TVD	+N/-S	+E/-W	Northing	Easting	Latitude	Longitude	Shape
Nash #806H: SHL (400' FSL & 1464' FWL)	0.00	0.00	0.00	472628.60	626348.40	32.2987103	-103.9244212	Point
Nash #806H: PBHL (50' FNL & 1650' FWL)	11289.00	15476.30	115.30	488104.90	626463.70	32.3412516	-103.9238566	Point
Nash #806H: LTP	11289.22	15426.30	115.60	488054.90	626464.00	32.3411141	-103.9238563	Point
Nash #806H: FTP	11359.00	-299.40	186.70	472329.20	626535.10	32.2978853	-103.9238206	Point

SECTION DETAILS Azi 0.00 0.00 168.55 168.55 359.74 359.74 359.74 TVD 0.00 2000.00 2295.48 10728.20 11359.00 11289.22 +E/-W 0.00 0.00 3.03 176.55 186.70 115.53 115.30 TFace 0.00 0.00 168.55 0.00 -168.75 0.00 0.00 VSect 0.00 0.00 -14.99 -872.80 -300.24 15425.62 15475.62 Inc 0.00 0.00 5.92 5.92 90.25 90.25 90.25 +N/-S Dleg 0.00 0.00 2.00 0.00 10.00 0.00 0.00 MD 0.00 2000.00 2296.00 10773.95 11734.56 27460.57 27510.58 +N/-S 0.00 0.00 -14.97 -872.01 -299.40 15426.30

FORMATION TOP DETAILS

Formation
Dewey Lake (Alluvium)
Rustler
Salado
Est. Top of Salt
Base of Salt
Delaware Mountain Group
Bell Canyon Sandstone
Cherry Canyon Sandstone
Brushy Canyon Sandstone
Basal Brushy Canyon Sandstone
Bone Spring
Avalon Shale
Avalon Limestone
Lower Avalon Shale
1st Bone Spring Sandstone
2nd Bone Spring Limestone
2nd Bone Spring Sandstone
2nd Bone Spring Sandstone A
2nd Bone Spring Limestone A/B
2nd Bone Spring Sandstone B
3rd Bone Spring Limestone
3rd Bone Spring Shale
3rd Bone Spring Sandstone 3rd Bone Spring Sandstone Red Hills
Wolfcamp Shale
Wolfcamp Shale Wolfcamp X
Wolfcamp Y
Wolfcamp A
Wolfcamp B
Wolfcamp C
Wolfcamp D
Wolfcamp F





The customer should only rely on this document after independently verifying all paths, targets, coordinates, lease and hard lines represente Release fine Trade of the drilled prility by 3 or any they information

2500

5000

6250

7500

Vertical Section at 359.74° (2500 usft/in)

8750

10000

11250

-1250

Plan: PERMIT (#806H/OH)

13750

Created By: Matthew May Date: 9:47, April 30 2020

12500

TD at 27510.58

Nash #806H: PBHL (50' FNL & 1650' FW

15000

16250

Project: Eddy County, NM (NAD-27) Site: Nash Unit Well: #806H Wellbore: OH Design: PERMIT



Database: EDM 5000.1.13 Single User Db

Company: XTO Energy

Project: Eddy County, NM (NAD-27)

Site: Nash Unit
Well: #806H
Wellbore: OH
Design: PERMIT

Local Co-ordinate Reference:

TVD Reference: MD Reference: North Reference:

Survey Calculation Method:

Well #806H

RKB = 32' @ 3079.00usft RKB = 32' @ 3079.00usft

Grid

Minimum Curvature

Project Eddy County, NM (NAD-27)

Map System: US S Geo Datum: NAD

Map Zone:

US State Plane 1927 (Exact solution) NAD 1927 (NADCON CONUS)

New Mexico East 3001

System Datum:

Mean Sea Level

Site Nash Unit

Site Position: Northing: 479,526.30 usft Latitude: 32.3177208 From: Мар Easting: 621,534.30 usft Longitude: -103.9399192 **Position Uncertainty:** 0.00 usft Slot Radius: 13-3/16 " **Grid Convergence:** 0.21°

Well #806H

 Well Position
 +N/-S
 -6,897.70 usft
 Northing:
 472,628.60 usft
 Latitude:
 32.2987103

 +E/-W
 4,814.10 usft
 Easting:
 626,348.40 usft
 Longitude:
 -103.9244211

Position Uncertainty 0.00 usft Wellhead Elevation: 0.00 usft Ground Level: 3,047.00 usft

Wellbore OH

 Magnetics
 Model Name
 Sample Date
 Declination (°)
 Dip Angle (°)
 Field Strength (nT)

 IGRF2015
 04/30/20
 6.81
 60.04
 47,653

Design PERMIT

Audit Notes:

Version: Phase: PLAN Tie On Depth: 0.00

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

 0.00
 0.00
 0.00
 359.74

Plan Section	s									
Measured Depth (usft)	Inclination (°)	Azimuth (°)	Vertical Depth (usft)	+N/-S (usft)	+E/-W (usft)	Dogleg Rate (°/100usft)	Build Rate (°/100usft)	Turn Rate (°/100usft)	TFO (°)	Target
0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	
2,000.00	0.00	0.00	2,000.00	0.00	0.00	0.00	0.00	0.00	0.00	
2,296.00	5.92	168.55	2,295.48	-14.97	3.03	2.00	2.00	0.00	168.55	
10,773.95	5.92	168.55	10,728.20	-872.01	176.55	0.00	0.00	0.00	0.00	
11,734.56	90.25	359.74	11,359.00	-299.40	186.70	10.00	8.78	-17.57	-168.75	Nash #806H: FTP
27,460.58	90.25	359.74	11,289.22	15,426.30	115.53	0.00	0.00	0.00	0.00	Nash #806H: LTP
27,510.58	90.25	359.74	11,289.00	15,476.30	115.30	0.00	0.00	0.00	0.00	Nash #806H: PBHL



Database: EDM 5000.1.13 Single User Db

Company: XTO Energy

Project: Eddy County, NM (NAD-27)
Site: Nash Unit

Well: #806H Wellbore: OH Design: PERMIT **Local Co-ordinate Reference:**

TVD Reference: MD Reference: North Reference:

Survey Calculation Method:

Well #806H

RKB = 32' @ 3079.00usft RKB = 32' @ 3079.00usft

Grid

_									
ned Survey									
Measured Depth (usft)	Inclination (°)	Azimuth (°)	Vertical Depth (usft)	+N/-S (usft)	+E/-W (usft)	Vertical Section (usft)	Dogleg Rate (°/100usft)	Build Rate (°/100usft)	Turn Rate (°/100usft)
0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
Nash #806 32.00	6H: SHL (400' F 0.00	SL & 1464' F 0.00	WL) 32.00	0.00	0.00	0.00	0.00	0.00	0.00
	ke (Alluvium)	0.00	32.00	0.00	0.00	0.00	0.00	0.00	0.00
100.00	0.00	0.00	100.00	0.00	0.00	0.00	0.00	0.00	0.00
139.00	0.00	0.00	139.00	0.00	0.00	0.00	0.00	0.00	0.00
Rustler	0.00	0.00	200.00	0.00	0.00	0.00	0.00	0.00	0.00
200.00	0.00	0.00	200.00	0.00	0.00	0.00	0.00	0.00	0.00
279.00 Salado	0.00	0.00	279.00	0.00	0.00	0.00	0.00	0.00	0.00
300.00	0.00	0.00	300.00	0.00	0.00	0.00	0.00	0.00	0.00
349.00	0.00	0.00	349.00	0.00	0.00	0.00	0.00	0.00	0.00
Est. Top o		2.22	400.00	2.22	2.22	2.22	2.22	2.22	2.22
400.00 500.00	0.00 0.00	0.00 0.00	400.00 500.00	0.00 0.00	0.00 0.00	0.00 0.00	0.00 0.00	0.00 0.00	0.00 0.00
600.00	0.00	0.00	600.00	0.00	0.00	0.00	0.00	0.00	0.00
700.00	0.00	0.00	700.00	0.00	0.00	0.00	0.00	0.00	0.00
800.00	0.00	0.00	800.00	0.00	0.00	0.00	0.00	0.00	0.00
900.00 1,000.00	0.00 0.00	0.00 0.00	900.00 1,000.00	0.00 0.00	0.00 0.00	0.00 0.00	0.00 0.00	0.00 0.00	0.00 0.00
·			•						
1,100.00 1,200.00	0.00 0.00	0.00 0.00	1,100.00 1,200.00	0.00 0.00	0.00 0.00	0.00 0.00	0.00 0.00	0.00 0.00	0.00 0.00
1,300.00	0.00	0.00	1,300.00	0.00	0.00	0.00	0.00	0.00	0.00
1,400.00	0.00	0.00	1,400.00	0.00	0.00	0.00	0.00	0.00	0.00
1,500.00	0.00	0.00	1,500.00	0.00	0.00	0.00	0.00	0.00	0.00
1,600.00 1,700.00	0.00 0.00	0.00 0.00	1,600.00 1,700.00	0.00 0.00	0.00 0.00	0.00 0.00	0.00 0.00	0.00 0.00	0.00 0.00
1,800.00	0.00	0.00	1,800.00	0.00	0.00	0.00	0.00	0.00	0.00
1,900.00	0.00	0.00	1,900.00	0.00	0.00	0.00	0.00	0.00	0.00
2,000.00	0.00	0.00	2,000.00	0.00	0.00	0.00	0.00	0.00	0.00
2,100.00	2.00	168.55	2,099.98	-1.71	0.35	-1.71	2.00	2.00	0.00
2,200.00 2,296.00	4.00 5.92	168.55 168.55	2,199.84 2,295.48	-6.84 -14.97	1.38 3.03	-6.85 -14.99	2.00 2.00	2.00 2.00	0.00 0.00
2,300.00	5.92	168.55	2,299.45	-15.38	3.11	-15.39	0.00	0.00	0.00
2,400.00	5.92	168.55	2,398.92	-25.49	5.16	-25.51	0.00	0.00	0.00
2,500.00	5.92	168.55	2,498.39	-35.60	7.21	-35.63	0.00	0.00	0.00
2,600.00 2,700.00	5.92 5.92	168.55 168.55	2,597.85 2,697.32	-45.71 -55.81	9.25 11.30	-45.75 -55.87	0.00 0.00	0.00 0.00	0.00 0.00
2,700.00	5.92 5.92	168.55	2,097.32	-55.61 -65.92	13.35	-55.67 -65.98	0.00	0.00	0.00
2,900.00	5.92	168.55	2,896.25	-76.03	15.39	-76.10	0.00	0.00	0.00
3,000.00	5.92	168.55	2,995.72	-86.14	17.44	-86.22	0.00	0.00	0.00
3,100.00	5.92	168.55	3,095.19	-96.25	19.49	-96.34	0.00	0.00	0.00
3,105.85 Base of Sa	5.92	168.55	3,101.00	-96.84	19.61	-96.93	0.00	0.00	0.00
3,200.00	5.92	168.55	3,194.65	-106.36	21.53	-106.46	0.00	0.00	0.00
3,300.00	5.92	168.55	3,294.12	-116.47	23.58	-116.57	0.00	0.00	0.00
3,316.97	5.92	168.55	3,311.00	-118.18	23.93	-118.29	0.00	0.00	0.00
	Mountain Grou		0.055.55	40:	A . = :				
3,345.12	5.92	168.55	3,339.00	-121.03	24.50	-121.14	0.00	0.00	0.00
3,400.00	on Sandstone 5.92	168.55	3,393.59	-126.58	25.63	-126.69	0.00	0.00	0.00
3,500.00	5.92	168.55	3,493.05	-136.69	27.67	-136.81	0.00	0.00	0.00
3,600.00	5.92	168.55	3,592.52	-146.80	29.72	-146.93	0.00	0.00	0.00



Database: EDM 5000.1.13 Single User Db

Company: XTO Energy

Project: Eddy County, NM (NAD-27)
Site: Nash Unit
Well: #806H

Wellbore: OH
Design: PERMIT

Local Co-ordinate Reference:

TVD Reference: MD Reference: North Reference:

Survey Calculation Method:

Well #806H

RKB = 32' @ 3079.00usft RKB = 32' @ 3079.00usft

Grid

nned Survey									
Measured Depth (usft)	Inclination (°)	Azimuth (°)	Vertical Depth (usft)	+N/-S (usft)	+E/-W (usft)	Vertical Section (usft)	Dogleg Rate (°/100usft)	Build Rate (°/100usft)	Turn Rate (°/100usft)
3,700.00	5.92	168.55	3,691.99	-156.90	31.77	-157.05	0.00	0.00	0.00
3,800.00	5.92	168.55	3,791.45	-167.01	33.81	-167.17	0.00	0.00	0.00
3,900.00	5.92	168.55	3,890.92	-177.12	35.86	-177.28	0.00	0.00	0.00
4,000.00	5.92	168.55	3,990.39	-187.23	37.91	-187.40	0.00	0.00	0.00
4,100.00	5.92	168.55	4,089.85	-197.34	39.95	-197.52	0.00	0.00	0.00
4,196.66	5.92	168.55	4,186.00	-207.11	41.93	-207.30	0.00	0.00	0.00
	nyon Sandsto								
4,200.00	5.92	168.55	4,189.32	-207.45	42.00	-207.64	0.00	0.00	0.00
4,300.00	5.92	168.55	4,288.79	-217.56	44.05	-217.76	0.00	0.00	0.00
4,400.00	5.92	168.55	4,388.25	-227.67	46.09	-227.87	0.00	0.00	0.00
4,500.00	5.92	168.55	4,487.72	-237.78	48.14	-237.99	0.00	0.00	0.00
4,600.00	5.92	168.55	4,587.19	-247.89	50.19	-248.11	0.00	0.00	0.00
4,700.00	5.92	168.55	4,686.65	-258.00	52.23	-258.23	0.00	0.00	0.00
4,800.00	5.92	168.55	4,786.12	-268.10	54.28	-268.35	0.00	0.00	0.00
4,900.00	5.92	168.55	4,885.59	-278.21	56.33	-278.47	0.00	0.00	0.00
5,000.00	5.92	168.55	4,985.05	-288.32	58.37	-288.58	0.00	0.00	0.00
5,100.00	5.92	168.55	5,084.52	-298.43	60.42	-298.70	0.00	0.00	0.00
5,200.00	5.92	168.55	5,183.99	-308.54	62.47	-308.82	0.00	0.00	0.00
5,300.00	5.92	168.55	5,283.45	-318.65	64.51	-318.94	0.00	0.00	0.00
5,400.00	5.92	168.55	5,382.92	-328.76	66.56	-329.06	0.00	0.00	0.00
5,500.00	5.92	168.55	5,482.39	-338.87	68.61	-339.18	0.00	0.00	0.00
5,600.00 5,700.00 5,778.10 Brushy Ca	5.92 5.92 5.92 anyon Sandsto	168.55 168.55 168.55 one	5,581.85 5,681.32 5,759.00	-348.98 -359.09 -366.98	70.65 72.70 74.30	-349.29 -359.41 -367.31	0.00 0.00 0.00	0.00 0.00 0.00	0.00 0.00 0.00
5,800.00	5.92	168.55	5,780.79	-369.19	74.75	-369.53	0.00	0.00	0.00
5,900.00	5.92	168.55	5,880.25	-379.30	76.79	-379.65	0.00	0.00	0.00
6,000.00	5.92	168.55	5,979.72	-389.41	78.84	-389.77	0.00	0.00	0.00
6,100.00	5.92	168.55	6,079.19	-399.52	80.89	-399.88	0.00	0.00	0.00
6,200.00	5.92	168.55	6,178.65	-409.63	82.93	-410.00	0.00	0.00	0.00
6,300.00	5.92	168.55	6,278.12	-419.74	84.98	-420.12	0.00	0.00	0.00
6,400.00	5.92	168.55	6,377.59	-429.85	87.03	-430.24	0.00	0.00	0.00
6,500.00	5.92	168.55	6,477.05	-439.96	89.07	-440.36	0.00	0.00	0.00
6,600.00	5.92	168.55	6,576.52	-450.07	91.12	-450.48	0.00	0.00	0.00
6,700.00	5.92	168.55	6,675.99	-460.18	93.17	-460.59	0.00	0.00	0.00
6,800.00	5.92	168.55	6,775.45	-470.28	95.21	-470.71	0.00	0.00	0.00
6,851.82	5.92	168.55	6,827.00	-475.52	96.27	-475.96	0.00	0.00	0.00
Basal Bru	shy Canyon Sa	andstone							
6,900.00	5.92	168.55	6,874.92	-480.39	97.26	-480.83	0.00	0.00	0.00
7,000.00	5.92	168.55	6,974.39	-490.50	99.31	-490.95	0.00	0.00	0.00
7,100.00	5.92	168.55	7,073.85	-500.61	101.35	-501.07	0.00	0.00	0.00
7,100.15	5.92	168.55	7,074.00	-500.63	101.36	-501.08	0.00	0.00	0.00
Bone Spri 7,200.00	ng 5.92	168.55	7,173.32	-510.72	103.40	-511.18	0.00	0.00	0.00
7,277.09 Avalon Sh	5.92 ale	168.55	7,250.00	-518.51	104.98	-518.98	0.00	0.00	0.00
7,300.00	5.92	168.55	7,272.79	-520.83	105.45	-521.30	0.00	0.00	0.00
7,400.00	5.92	168.55	7,372.25	-530.94	107.49	-531.42	0.00	0.00	0.00
7,500.00	5.92	168.55	7,471.72	-541.05	109.54	-541.54	0.00	0.00	0.00
7,572.67	5.92	168.55	7,544.00	-548.39	111.03	-548.89	0.00	0.00	0.00
Avalon Lir									
7,600.00	5.92	168.55	7,571.19	-551.16	111.59	-551.66	0.00	0.00	0.00
7,700.00	5.92	168.55	7,670.65	-561.27	113.63	-561.78	0.00	0.00	0.00



Database: EDM 5000.1.13 Single User Db

Company: XTO Energy

Project: Eddy County, NM (NAD-27)
Site: Nash Unit

Well: #806H Wellbore: OH Design: PERMIT **Local Co-ordinate Reference:**

TVD Reference: MD Reference: North Reference:

Survey Calculation Method:

Well #806H

RKB = 32' @ 3079.00usft RKB = 32' @ 3079.00usft

Grid

ed Survey									
			Vantiaal			Mautiani	Dawlass	D. Ha	T
Measured Depth (usft)	ı Inclination (°)	Azimuth (°)	Vertical Depth (usft)	+N/-S (usft)	+E/-W (usft)	Vertical Section (usft)	Dogleg Rate (°/100usft)	Build Rate (°/100usft)	Turn Rate (°/100usft)
7,778.7	7 5.92	168.55	7,749.00	-569.23	115.24	-569.75	0.00	0.00	0.00
	valon Shale	100 55	7 770 10	574.07	445.00	F74 00	0.00	0.00	0.00
7,800.0 7,900.0		168.55 168.55	7,770.12 7,869.59	-571.37 -581.48	115.68 117.73	-571.89 -582.01	0.00 0.00	0.00 0.00	0.00 0.00
8,000.0 8,100.0	0 5.92	168.55 168.55	7,969.05 8,068.52	-591.59 -601.70	119.77 121.82	-592.13 -602.25	0.00 0.00	0.00 0.00	0.00 0.00
8,103.5		168.55	8,072.00	-602.06	121.89	-602.60	0.00	0.00	0.00
	e Spring Sandsto		0.407.00	044.04	400.07	040.07	0.00	0.00	0.00
8,200.0 8,300.0		168.55 168.55	8,167.99 8,267.45	-611.81 -621.92	123.87 125.91	-612.37 -622.48	0.00 0.00	0.00 0.00	0.00 0.00
8,400.0 8,429.2		168.55 168.55	8,366.92 8,396.00	-632.03 -634.98	127.96 128.56	-632.60 -635.56	0.00 0.00	0.00 0.00	0.00 0.00
2nd Bor	ne Spring Limest	one							
8,500.0 8,600.0 8,700.0	0 5.92	168.55 168.55 168.55	8,466.39 8,565.85 8,665.32	-642.14 -652.25 -662.36	130.01 132.05 134.10	-642.72 -652.84 -662.96	0.00 0.00 0.00	0.00 0.00 0.00	0.00 0.00 0.00
8,800.0 8,900.0	5.92	168.55 168.55	8,764.79 8,864.25	-672.46 -682.57	136.15 138.19	-673.08 -683.19	0.00 0.00	0.00 0.00	0.00 0.00
8,914.8	5.92	168.55	8,879.00	-684.07	138.50	-684.69	0.00	0.00	0.00
8,960.0	ne Spring Sandst 7 5.92	tone 168.55	8,924.00	-688.65	139.42	-689.27	0.00	0.00	0.00
,	ne Spring Sandst		0,924.00	-000.03	139.42	-009.27	0.00	0.00	0.00
9,000.0		168.55	8,963.72	-692.68	140.24	-693.31	0.00	0.00	0.00
9,052.5		168.55	9,016.00	-698.00	141.31	-698.63	0.00	0.00	0.00
,	ne Spring Limest		9,010.00	-090.00	141.51	-090.03	0.00	0.00	0.00
9,100.0		168.55	9,063.19	-702.79	142.29	-703.43	0.00	0.00	0.00
9,130.9	8 5.92	168.55	9,094.00	-705.92	142.92	-706.56	0.00	0.00	0.00
9,200.0	ne Spring Sandst	168.55	9,162.65	-712.90	144.33	-713.55	0.00	0.00	0.00
9,200.0		168.55	9,102.03	-712.90 -721.27	144.33	-713.33 -721.92	0.00	0.00	0.00
	e Spring Limesto		0,2 :0:00				0.00	0.00	0.00
9,300.0		168.55	9,262.12	-723.01	146.38	-723.67	0.00	0.00	0.00
9,400.0		168.55	9,361.59	-723.01 -733.12	148.43	-723.07	0.00	0.00	0.00
9,500.0		168.55	9,461.05	-743.23	150.47	-743.90	0.00	0.00	0.00
9,590.4	3 5.92	168.55	9,551.00	-752.37	152.32	-753.05	0.00	0.00	0.00
	e Spring Shale								
9,600.0	0 5.92	168.55	9,560.52	-753.34	152.52	-754.02	0.00	0.00	0.00
9,700.0		168.55	9,659.99	-763.45	154.57	-764.14	0.00	0.00	0.00
9,800.0	0 5.92	168.55	9,759.45	-773.55	156.61	-774.26	0.00	0.00	0.00
9,900.0		168.55	9,858.92	-783.66	158.66	-784.38	0.00	0.00	0.00
10,000.0 10,031.7		168.55 168.55	9,958.39 9,990.00	-793.77 -796.99	160.71 161.36	-794.49 -797.71	0.00 0.00	0.00 0.00	0.00 0.00
•	e Spring Sandst		3,330.00	-1 30.33	101.30	-131.11	0.00	0.00	0.00
			10.057.05	000.00	400 ==	0010:		2.25	2.22
10,100.0		168.55	10,057.85	-803.88	162.75	-804.61	0.00	0.00	0.00
10,200.0 10,300.0		168.55 168.55	10,157.32 10,256.79	-813.99 -824.10	164.80 166.85	-814.73 -824.85	0.00 0.00	0.00 0.00	0.00 0.00
10,300.0		168.55	10,294.00	-827.88	167.61	-828.63	0.00	0.00	0.00
•	e Spring Sandst		,	527.00	. 37 . 31	0_0.00	0.00	0.00	0.00
10,384.6		168.55	10,341.00	-832.66	168.58	-833.42	0.00	0.00	0.00
Wolfcan	np Shale								
10,400.0	0 5.92	168.55	10,356.25	-834.21	168.89	-834.97	0.00	0.00	0.00
10,433.9		168.55	10,390.00	-837.64	169.59	-838.40	0.00	0.00	0.00



Database: EDM 5000.1.13 Single User Db

Company: XTO Energy

Project: Eddy County, NM (NAD-27)
Site: Nash Unit

Well: #806H Wellbore: OH Design: PERMIT Local Co-ordinate Reference:

TVD Reference: MD Reference: North Reference:

Survey Calculation Method:

Well #806H

RKB = 32' @ 3079.00usft RKB = 32' @ 3079.00usft

Grid

lanned Survey	,								
Measured Depth (usft)	d Inclination (°)	Azimuth (°)	Vertical Depth (usft)	+N/-S (usft)	+E/-W (usft)	Vertical Section (usft)	Dogleg Rate (°/100usft)	Build Rate (°/100usft)	Turn Rate (°/100usft)
Wolfcar		100.55	10 100 00	0.40.50	470.57	040.00	0.00	0.00	0.00
10,482.1 Wolfcar		168.55	10,438.00	-842.52	170.57	-843.28	0.00	0.00	0.00
10,500.0	5.92	168.55	10,455.72	-844.32	170.94	-845.08	0.00	0.00	0.00
10,526.4 Wolfcar		168.55	10,482.00	-846.99	171.48	-847.76	0.00	0.00	0.00
10,600.0	•	168.55	10,555.19	-854.43	172.99	-855.20	0.00	0.00	0.00
10,700.0		168.55	10,654.65	-864.54	175.03	-865.32	0.00	0.00	0.00
10,773.9		168.55	10,728.20	-872.01	176.55	-872.80	0.00	0.00	0.00
10,800.0 10,850.0		159.96 32.40	10,754.17 10,804.14	-874.05 -874.66	177.08 178.09	-874.85 -875.46	10.00 10.00	-9.66 -2.53	-32.98 -255.12
10,851.8		29.89	10,806.00	-874.60	178.12	-875.40	10.00	8.54	-134.85
Wolfcar		20.00	. 0,000.00	000		0.00		0.0.	
10,900.0		9.33	10,853.97	-870.91	179.07	-871.72	10.00	9.56	-42.72
10,950.0 11.000.0		5.25 3.56	10,903.29 10.951.72	-862.83 -850.48	180.03 180.95	-863.64 -851.29	10.00 10.00	9.92 9.97	-8.16 -3.38
11,050.0		2.63	10,998.88	-833.96	181.82	-834.78	10.00	9.98	-1.87
11,093.9		2.09	11,039.00	-816.10	182.55	-816.92	10.00	9.99	-1.22
Wolfcar		0.00	44.044.40	040.00	400.05	044.04	40.00	0.00	4.04
11,100.0 11,150.0		2.03 1.60	11,044.43 11,088.01	-813.39 -788.92	182.65 183.42	-814.21 -789.75	10.00 10.00	9.99 9.99	-1.01 -0.84
11,200.0	00 36.81	1.29	11,129.30	-760.75	184.12	-761.58	10.00	9.99	-0.64
11,227.6		1.14	11,151.00	-743.68	184.49	-744.51	10.00	9.99	-0.53
Wolfcar	•						40.00	40.00	
11,250.0 11,300.0		1.04 0.83	11,167.97 11,203.74	-729.09 -694.18	184.76 185.33	-729.92 -695.02	10.00 10.00	10.00 10.00	-0.47 -0.41
11,350.0		0.65	11,236.33	-656.29	185.81	-657.12	10.00	10.00	-0.35
11,400.0		0.50	11,265.49	-615.69	186.22	-616.53	10.00	10.00	-0.31
11,450.0		0.36	11,291.00	-572.71	186.54	-573.55	10.00	10.00	-0.27
11,467.4 Wolfcar		0.32	11,299.00	-557.24	186.64	-558.08	10.00	10.00	-0.25
11,500.0		0.24	11,312.68	-527.67	186.78	-528.51	10.00	10.00	-0.24
11,550.0		0.12	11,330.34	-480.91	186.93	-481.76	10.00	10.00	-0.23
11,600.0 11,650.0		0.02 359.91	11,343.87 11,353.15	-432.79 -383.68	186.99 186.96	-433.64 -384.52	10.00 10.00	10.00 10.00	-0.22 -0.21
11.700.0		359.81	11,358.11	-333.94	186.84	-334.79	10.00	10.00	-0.20
11,734.5	56 90.25	359.74	11,359.00	-299.40	186.70	-300.24	10.00	10.00	-0.20
	sh #806H: FTP	2E0 74	11 250 74	232 UE	196 40	-234.80	0.00	0.00	0.00
11,800.0 11,900.0		359.74 359.74	11,358.71 11,358.27	-233.96 -133.96	186.40 185.95	-234.80 -134.81	0.00 0.00	0.00 0.00	0.00 0.00
12,000.0		359.74	11,357.82	-33.96	185.50	-34.81	0.00	0.00	0.00
12,100.0		359.74	11,357.38	66.03	185.05	65.19	0.00	0.00	0.00
12,200.0 12,300.0		359.74 359.74	11,356.94 11,356.49	166.03 266.03	184.59 184.14	165.19 265.19	0.00 0.00	0.00 0.00	0.00 0.00
12,300.0		359.74 359.74	11,356.49	366.03	183.69	365.19	0.00	0.00	0.00
12,500.0		359.74	11,355.60	466.03	183.24	465.19	0.00	0.00	0.00
12,600.0		359.74	11,355.16	566.02	182.78	565.19	0.00	0.00	0.00
12,700.0 12,800.0		359.74 359.74	11,354.72 11,354.27	666.02 766.02	182.33 181.88	665.19 765.19	0.00 0.00	0.00 0.00	0.00 0.00
12,900.0	00 90.25	359.74	11,353.83	866.02	181.43	865.19	0.00	0.00	0.00
13,000.0		359.74	11,353.39	966.02	180.97	965.18	0.00	0.00	0.00
13,100.0		359.74	11,352.94	1,066.01	180.52	1,065.18	0.00	0.00	0.00
13,200.0	00 90.25	359.74	11,352.50	1,166.01	180.07	1,165.18	0.00	0.00	0.00



Database: EDM 5000.1.13 Single User Db

Company: XTO Energy

Project: Eddy County, NM (NAD-27)
Site: Nash Unit

Well: #806H Wellbore: OH Design: PERMIT **Local Co-ordinate Reference:**

TVD Reference: MD Reference: North Reference:

Survey Calculation Method:

Well #806H

RKB = 32' @ 3079.00usft RKB = 32' @ 3079.00usft

Grid

Planned Survey									
Measured Depth (usft)	Inclination (°)	Azimuth (°)	Vertical Depth (usft)	+N/-S (usft)	+E/-W (usft)	Vertical Section (usft)	Dogleg Rate (°/100usft)	Build Rate (°/100usft)	Turn Rate (°/100usft)
13,300.00	90.25	359.74	11,352.05	1,266.01	179.62	1,265.18	0.00	0.00	0.00
13,400.00	90.25	359.74	11,351.61	1,366.01	179.16	1,365.18	0.00	0.00	0.00
13,500.00	90.25	359.74	11,351.17	1,466.01	178.71	1,465.18	0.00	0.00	0.00
13,600.00	90.25	359.74	11,350.72	1,566.00	178.26	1,565.18	0.00	0.00	0.00
13,700.00	90.25	359.74	11,350.28	1,666.00	177.80	1,665.18	0.00	0.00	0.00
13,800.00	90.25	359.74	11,349.84	1,766.00	177.35	1,765.18	0.00	0.00	0.00
13,900.00	90.25	359.74	11,349.39	1,866.00	176.90	1,865.18	0.00	0.00	0.00
14,000.00	90.25	359.74	11,348.95	1,966.00	176.45	1,965.17	0.00	0.00	0.00
14,100.00	90.25	359.74	11,348.50	2,065.99	175.99	2,065.17	0.00	0.00	0.00
14,200.00	90.25	359.74	11,348.06	2,165.99	175.54	2,165.17	0.00	0.00	0.00
14,300.00	90.25	359.74	11,347.62	2,265.99	175.09	2,265.17	0.00	0.00	0.00
14,400.00	90.25	359.74	11,347.17	2,365.99	174.64	2,365.17	0.00	0.00	0.00
14,500.00	90.25	359.74	11,346.73	2,465.99	174.18	2,465.17	0.00	0.00	0.00
14,600.00	90.25	359.74	11,346.29	2,565.98	173.73	2,565.17	0.00	0.00	0.00
14,700.00	90.25	359.74	11,345.84	2,665.98	173.28	2,665.17	0.00	0.00	0.00
14,800.00	90.25	359.74	11,345.40	2,765.98	172.83	2,765.17	0.00	0.00	0.00
14,900.00	90.25	359.74	11,344.95	2,865.98	172.37	2,865.17	0.00	0.00	0.00
15,000.00	90.25	359.74	11,344.51	2,965.98	171.92	2,965.16	0.00	0.00	0.00
15,100.00	90.25	359.74	11,344.07	3,065.97	171.47	3,065.16	0.00	0.00	0.00
15,200.00	90.25	359.74	11,343.62	3,165.97	171.02	3,165.16	0.00	0.00	0.00
15,300.00	90.25	359.74	11,343.18	3,265.97	170.56	3,265.16	0.00	0.00	0.00
15,400.00	90.25	359.74	11,342.74	3,365.97	170.11	3,365.16	0.00	0.00	0.00
15,500.00	90.25	359.74	11,342.29	3,465.97	169.66	3,465.16	0.00	0.00	0.00
15,600.00	90.25	359.74	11,341.85	3,565.96	169.21	3,565.16	0.00	0.00	0.00
15,700.00	90.25	359.74	11,341.41	3,665.96	168.75	3,665.16	0.00	0.00	0.00
15,800.00	90.25	359.74	11,340.96	3,765.96	168.30	3,765.16	0.00	0.00	0.00
15,900.00	90.25	359.74	11,340.52	3,865.96	167.85	3,865.16	0.00	0.00	0.00
16,000.00	90.25	359.74	11,340.07	3,965.96	167.40	3,965.15	0.00	0.00	0.00
16,100.00	90.25	359.74	11,339.63	4,065.95	166.94	4,065.15	0.00	0.00	0.00
16,200.00	90.25	359.74	11,339.19	4,165.95	166.49	4,165.15	0.00	0.00	0.00
16,300.00	90.25	359.74	11,338.74	4,265.95	166.04	4,265.15	0.00	0.00	0.00
16,400.00	90.25	359.74	11,338.30	4,365.95	165.58	4,365.15	0.00	0.00	0.00
16,500.00	90.25	359.74	11,337.86	4,465.95	165.13	4,465.15	0.00	0.00	0.00
16,600.00	90.25	359.74	11,337.41	4,565.94	164.68	4,565.15	0.00	0.00	0.00
16,700.00	90.25	359.74	11,336.97	4,665.94	164.23	4,665.15	0.00	0.00	0.00
16,800.00	90.25	359.74	11,336.52	4,765.94	163.77	4,765.15	0.00	0.00	0.00
16,900.00	90.25	359.74	11,336.08	4,865.94	163.32	4,865.15	0.00	0.00	0.00
17,000.00	90.25	359.74	11,335.64	4,965.94	162.87	4,965.14	0.00	0.00	0.00
17,100.00	90.25	359.74	11,335.19	5,065.93	162.42	5,065.14	0.00	0.00	0.00
17,200.00	90.25	359.74	11,334.75	5,165.93	161.96	5,165.14	0.00	0.00	0.00
17,300.00	90.25	359.74	11,334.31	5,265.93	161.51	5,265.14	0.00	0.00	0.00
17,400.00	90.25	359.74	11,333.86	5,365.93	161.06	5,365.14	0.00	0.00	0.00
17,500.00	90.25	359.74	11,333.42	5,465.93	160.61	5,465.14	0.00	0.00	0.00
17,600.00	90.25	359.74	11,332.97	5,565.92	160.15	5,565.14	0.00	0.00	0.00
17,700.00	90.25	359.74	11,332.53	5,665.92	159.70	5,665.14	0.00	0.00	0.00
17,800.00	90.25	359.74	11,332.09	5,765.92	159.25	5,765.14	0.00	0.00	0.00
17,900.00	90.25	359.74	11,331.64	5,865.92	158.80	5,865.14	0.00	0.00	0.00
18,000.00	90.25	359.74	11,331.20	5,965.91	158.34	5,965.14	0.00	0.00	0.00
18,100.00	90.25	359.74	11,330.76	6,065.91	157.89	6,065.13	0.00	0.00	0.00
18,200.00	90.25	359.74	11,330.31	6,165.91	157.44	6,165.13	0.00	0.00	0.00
18,300.00	90.25	359.74	11,329.87	6,265.91	156.99	6,265.13	0.00	0.00	0.00
18,400.00	90.25	359.74	11,329.42	6,365.91	156.53	6,365.13	0.00	0.00	0.00
18,500.00	90.25	359.74	11,328.98	6,465.90	156.08	6,465.13	0.00	0.00	0.00
18,600.00	90.25	359.74	11,328.54	6,565.90	155.63	6,565.13	0.00	0.00	0.00



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RKB = 32' @ 3079.00usft

RKB = 32' @ 3079.00usft

Planned Survey									
Measured Depth (usft)	Inclination (°)	Azimuth (°)	Vertical Depth (usft)	+N/-S (usft)	+E/-W (usft)	Vertical Section (usft)	Dogleg Rate (°/100usft)	Build Rate (°/100usft)	Turn Rate (°/100usft)
18,700.00	90.25	359.74	11,328.09	6,665.90	155.18	6,665.13	0.00	0.00	0.00
18,800.00	90.25	359.74	11,327.65	6,765.90	154.72	6,765.13	0.00	0.00	0.00
18,900.00	90.25	359.74	11,327.21	6,865.90	154.27	6,865.13	0.00	0.00	0.00
19,000.00	90.25	359.74	11,326.76	6,965.89	153.82	6,965.13	0.00	0.00	0.00
19,100.00	90.25	359.74	11,326.32	7,065.89	153.37	7,065.12	0.00	0.00	0.00
19,200.00	90.25	359.74	11,325.88	7,165.89	152.91	7,165.12	0.00	0.00	0.00
19,300.00	90.25	359.74	11,325.43	7,265.89	152.46	7,265.12	0.00	0.00	0.00
19,400.00	90.25	359.74	11,324.99	7,365.89	152.01	7,365.12	0.00	0.00	0.00
19,500.00	90.25	359.74	11,324.54	7,465.88	151.55	7,465.12	0.00	0.00	0.00
19,600.00	90.25	359.74	11,324.10	7,565.88	151.10	7,565.12	0.00	0.00	0.00
19,700.00	90.25	359.74	11,323.66	7,665.88	150.65	7,665.12	0.00	0.00	0.00
19,800.00	90.25	359.74	11,323.21	7,765.88	150.20	7,765.12	0.00	0.00	0.00
19,900.00	90.25	359.74	11,322.77	7,865.88	149.74	7,865.12	0.00	0.00	0.00
20,000.00	90.25	359.74	11,322.33	7,965.87	149.29	7,965.12	0.00	0.00	0.00
20,100.00	90.25	359.74	11,321.88	8,065.87	148.84	8,065.11	0.00	0.00	0.00
20,200.00	90.25	359.74	11,321.44	8,165.87	148.39	8,165.11	0.00	0.00	0.00
20,300.00	90.25	359.74	11,320.99	8,265.87	147.93	8,265.11	0.00	0.00	0.00
20,400.00	90.25	359.74	11,320.55	8,365.87	147.48	8,365.11	0.00	0.00	0.00
20,500.00	90.25	359.74	11,320.11	8,465.86	147.03	8,465.11	0.00	0.00	0.00
20,600.00	90.25	359.74	11,319.66	8,565.86	146.58	8,565.11	0.00	0.00	0.00
20,700.00	90.25	359.74	11,319.22	8,665.86	146.12	8,665.11	0.00	0.00	0.00
20,800.00	90.25	359.74	11,318.78	8,765.86	145.67	8,765.11	0.00	0.00	0.00
20,900.00	90.25	359.74	11,318.33	8,865.86	145.22	8,865.11	0.00	0.00	0.00
21,000.00	90.25	359.74	11,317.89	8,965.85	144.77	8,965.11	0.00	0.00	0.00
21,100.00	90.25	359.74	11,317.44	9,065.85	144.31	9,065.10	0.00	0.00	0.00
21,200.00	90.25	359.74	11,317.00	9,165.85	143.86	9,165.10	0.00	0.00	0.00
21,300.00	90.25	359.74	11,316.56	9,265.85	143.41	9,265.10	0.00	0.00	0.00
21,400.00	90.25	359.74	11,316.11	9,365.85	142.96	9,365.10	0.00	0.00	0.00
21,500.00	90.25	359.74	11,315.67	9,465.84	142.50	9,465.10	0.00	0.00	0.00
21,600.00	90.25	359.74	11,315.23	9,565.84	142.05	9,565.10	0.00	0.00	0.00
21,700.00	90.25	359.74	11,314.78	9,665.84	141.60	9,665.10	0.00	0.00	0.00
21,800.00	90.25	359.74	11,314.34	9,765.84	141.15	9,765.10	0.00	0.00	0.00
21,900.00	90.25	359.74	11,313.90	9,865.84	140.69	9,865.10	0.00	0.00	0.00
22,000.00	90.25	359.74	11,313.45	9,965.83	140.24	9,965.10	0.00	0.00	0.00
22,100.00	90.25	359.74	11,313.01	10,065.83	139.79	10,065.09	0.00	0.00	0.00
22,200.00	90.25	359.74	11,312.56	10,165.83	139.33	10,165.09	0.00	0.00	0.00
22,300.00	90.25	359.74	11,312.12	10,265.83	138.88	10,265.09	0.00	0.00	0.00
22,400.00	90.25	359.74	11,311.68	10,365.83	138.43	10,365.09	0.00	0.00	0.00
22,500.00	90.25	359.74	11,311.23	10,465.82	137.98	10,465.09	0.00	0.00	0.00
22,600.00	90.25	359.74	11,310.79	10,565.82	137.52	10,565.09	0.00	0.00	0.00
22,700.00	90.25	359.74	11,310.35	10,665.82	137.07	10,665.09	0.00	0.00	0.00
22,800.00	90.25	359.74	11,309.90	10,765.82	136.62	10,765.09	0.00	0.00	0.00
22,900.00	90.25	359.74	11,309.46	10,865.82	136.17	10,865.09	0.00	0.00	0.00
23,000.00	90.25	359.74	11,309.01	10,965.81	135.71	10,965.09	0.00	0.00	0.00
23,100.00	90.25	359.74	11,308.57	11,065.81	135.26	11,065.08	0.00	0.00	0.00
23,200.00	90.25	359.74	11,308.13	11,165.81	134.81	11,165.08	0.00	0.00	0.00
23,300.00	90.25	359.74	11,307.68	11,265.81	134.36	11,265.08	0.00	0.00	0.00
23,400.00	90.25	359.74	11,307.24	11,365.81	133.90	11,365.08	0.00	0.00	0.00
23,500.00	90.25	359.74	11,306.80	11,465.80	133.45	11,465.08	0.00	0.00	0.00
23,600.00	90.25	359.74	11,306.35	11,565.80	133.00	11,565.08	0.00	0.00	0.00
23,700.00	90.25	359.74	11,305.91	11,665.80	132.55	11,665.08	0.00	0.00	0.00
23,800.00	90.25	359.74	11,305.46	11,765.80	132.09	11,765.08	0.00	0.00	0.00
23,900.00	90.25	359.74	11,305.02	11,865.80	131.64	11,865.08	0.00	0.00	0.00
24,000.00	90.25	359.74	11,304.58	11,965.79	131.19	11,965.08	0.00	0.00	0.00



Design:

Planning Report

EDM 5000.1.13 Single User Db Database:

XTO Energy Company:

Eddy County, NM (NAD-27) Project: Nash Unit Site: #806H Well: Wellbore: ОН **PERMIT**

Local Co-ordinate Reference:

TVD Reference: MD Reference: North Reference:

Survey Calculation Method:

Well #806H

RKB = 32' @ 3079.00usft RKB = 32' @ 3079.00usft

Measured Depth	Inclination	Azimuth	Vertical Depth	+N/-S	+E/-W	Vertical Section	Dogleg Rate	Build Rate	Turn Rate
(usft)	(°)	(°)	(usft)	+N/-S (usft)	(usft)	(usft)	(°/100usft)	(°/100usft)	(°/100usft)
24,100.00 24,200.00	90.25 90.25	359.74 359.74	11,304.13 11,303.69	12,065.79 12,165.79	130.74 130.28	12,065.08 12,165.07	0.00 0.00	0.00 0.00	0.00 0.00
24,200.00	90.25	359.74	11,303.09	12,165.79	129.83	12,105.07	0.00	0.00	0.00
24,400.00	90.25	359.74	11,302.80	12,365.79	129.38	12,365.07	0.00	0.00	0.00
24,500.00	90.25	359.74	11,302.36	12,465.78	128.93	12,465.07	0.00	0.00	0.00
24,600.00 24.700.00	90.25 90.25	359.74 359.74	11,301.91 11,301.47	12,565.78 12,665.78	128.47 128.02	12,565.07 12.665.07	0.00 0.00	0.00 0.00	0.00 0.00
24,700.00	90.25	359.74	11,301.47	12,765.78	120.02	12,005.07	0.00	0.00	0.00
24,900.00	90.25	359.74	11,300.58	12,865.78	127.12	12,865.07	0.00	0.00	0.00
25,000.00	90.25	359.74	11,300.14	12,965.77	126.66	12,965.07	0.00	0.00	0.00
25,100.00	90.25 90.25	359.74 359.74	11,299.70 11,299.25	13,065.77 13.165.77	126.21 125.76	13,065.07	0.00 0.00	0.00 0.00	0.00
25,200.00 25,300.00	90.25	359.74 359.74	11,299.25	13,165.77	125.76	13,165.06 13,265.06	0.00	0.00	0.00 0.00
25,400.00	90.25	359.74	11,298.37	13,365.77	124.85	13,365.06	0.00	0.00	0.00
25,500.00	90.25	359.74	11,297.92	13,465.76	124.40	13,465.06	0.00	0.00	0.00
25,600.00	90.25	359.74	11,297.48	13,565.76	123.95	13,565.06	0.00	0.00	0.00
25,700.00 25,800.00	90.25 90.25	359.74 359.74	11,297.03 11,296.59	13,665.76 13,765.76	123.49 123.04	13,665.06 13,765.06	0.00 0.00	0.00 0.00	0.00 0.00
25,900.00	90.25	359.74	11,296.15	13,865.76	122.59	13,865.06	0.00	0.00	0.00
26,000.00	90.25	359.74	11,295.70	13,965.75	122.14	13,965.06	0.00	0.00	0.00
26,100.00	90.25	359.74	11,295.26	14,065.75	121.68	14,065.06	0.00	0.00	0.00
26,200.00 26,300.00	90.25 90.25	359.74 359.74	11,294.82 11,294.37	14,165.75 14,265.75	121.23 120.78	14,165.05 14,265.05	0.00 0.00	0.00 0.00	0.00 0.00
26,400.00	90.25	359.74	11,293.93	14,265.75	120.76	14,265.05	0.00	0.00	0.00
26,500.00	90.25	359.74	11,293.48	14,465.74	119.87	14,465.05	0.00	0.00	0.00
26,600.00	90.25	359.74	11,293.04	14,565.74	119.42	14,565.05	0.00	0.00	0.00
26,700.00 26,800.00	90.25 90.25	359.74 359.74	11,292.60 11,292.15	14,665.74 14,765.74	118.97 118.52	14,665.05 14,765.05	0.00 0.00	0.00 0.00	0.00 0.00
26,800.00	90.25	359.74 359.74	11,292.15	14,765.74	118.52	14,765.05	0.00	0.00	0.00
27,000.00	90.25	359.74	11,291.27	14,965.73	117.61	14,965.05	0.00	0.00	0.00
27,100.00	90.25	359.74	11,290.82	15,065.73	117.16	15,065.05	0.00	0.00	0.00
27,200.00	90.25	359.74	11,290.38	15,165.73	116.71 116.25	15,165.04	0.00	0.00	0.00
27,300.00 27,400.00	90.25 90.25	359.74 359.74	11,289.93 11,289.49	15,265.73 15,365.73	116.25	15,265.04 15,365.04	0.00 0.00	0.00 0.00	0.00 0.00
27,460.58	90.25	359.74	11,289.22	15,426.30	115.53	15,425.62	0.00	0.00	0.00
Nash #806	H: LTP								
27,500.00	90.25	359.74	11,289.05	15,465.72	115.35	15,465.04	0.00	0.00	0.00
27,510.58	90.25 H: PBHL (50' F	359.74	11,289.00	15,476.30	115.30	15,475.62	0.00	0.00	0.00



Database: EDM 5000.1.13 Single User Db

Company: XTO Energy

Project: Eddy County, NM (NAD-27)
Site: Nash Unit

Well: #806H Wellbore: OH Design: PERMIT **Local Co-ordinate Reference:**

TVD Reference: MD Reference: North Reference:

Survey Calculation Method:

Well #806H

RKB = 32' @ 3079.00usft RKB = 32' @ 3079.00usft

Grid

Design Targets									
Target Name - hit/miss target - Shape	Dip Angle (°)	Dip Dir. (°)	TVD (usft)	+N/-S (usft)	+E/-W (usft)	Northing (usft)	Easting (usft)	Latitude	Longitude
Nash #806H: SHL (40 - plan hits target ce - Point	0.00 enter	0.00	0.00	0.00	0.00	472,628.60	626,348.40	32.2987103	-103.9244211
Nash #806H: PBHL (5 - plan hits target co - Point	0.00 enter	0.01	11,289.00	15,476.30	115.30	488,104.90	626,463.70	32.3412516	-103.9238566
Nash #806H: LTP - plan misses targe - Point	0.00 et center by		,	15,426.30 sft MD (1128	115.60 9.22 TVD, 1	488,054.90 5426.30 N, 115.5	626,464.00 3 E)	32.3411142	-103.9238563
Nash #806H: FTP - plan hits target ce - Point	0.00 enter	0.01	11,359.00	-299.40	186.70	472,329.20	626,535.10	32.2978853	-103.9238206



Database: EDM 5000.1.13 Single User Db

Company: XTO Energy

Project: Eddy County, NM (NAD-27)
Site: Nash Unit
Well: #806H

Wellbore: 0H
Design: PERMIT

Local Co-ordinate Reference:

TVD Reference: MD Reference: North Reference:

Survey Calculation Method:

Well #806H

RKB = 32' @ 3079.00usft RKB = 32' @ 3079.00usft

Grid

Formations						
	Measured	Vertical				Dip
	Depth	Depth			Dip	Direction
	(usft)	(usft)	Name	Lithology	(°)	(°)
	32.00	32.00	Dewey Lake (Alluvium)			
	139.00	139.00	Rustler			
	279.00	279.00	Salado			
	349.00	349.00	Est. Top of Salt			
	3,105.85	3,101.00	Base of Salt			
	3,316.97	3,311.00	Delaware Mountain Group			
	3,345.12	3,339.00	Bell Canyon Sandstone			
	4,196.66		Cherry Canyon Sandstone			
	5,778.10		Brushy Canyon Sandstone			
	6,851.82	6,827.00	Basal Brushy Canyon Sandstone			
	7,100.15	7,074.00	Bone Spring			
	7,277.09	7,250.00	Avalon Shale			
	7,572.67	7,544.00	Avalon Limestone			
	7,778.77	7,749.00	Lower Avalon Shale			
	8,103.50	8,072.00	1st Bone Spring Sandstone			
	8,429.24		2nd Bone Spring Limestone			
	8,914.83	8,879.00	2nd Bone Spring Sandstone			
	8,960.07	8,924.00	2nd Bone Spring Sandstone A			
	9,052.56	9,016.00	2nd Bone Spring Limestone A/B			
	9,130.98		2nd Bone Spring Sandstone B			
	9,282.79		3rd Bone Spring Limestone			
	9,590.43		3rd Bone Spring Shale			
	10,031.78		3rd Bone Spring Sandstone			
	10,337.41	10,294.00	3rd Bone Spring Sandstone Red Hil			
	10,384.67		Wolfcamp Shale			
	10,433.93	10,390.00	Wolfcamp X			
	10,482.19		Wolfcamp Y			
	10,526.42		Wolfcamp A			
	10,851.86		Wolfcamp B			
	11,093.93		Wolfcamp C			
	11,227.62		Wolfcamp D			
	11,467.42	-	Wolfcamp E			
	11,734.56	11,359.00	LP			

PECOS DISTRICT DRILLING CONDITIONS OF APPROVAL

OPERATOR'S NAME: XTO Energy Incorporated
LEASE NO.: NMNM0556863
WELL NAME & NO.: Nash Unit 806H
LOCATION: Sec 18-23S-30E-NMP
COUNTY: Eddy County, New Mexico

COA

H2S	© Yes	No No	
Potash	O None	Secretary	⊙ R-111-P
Cave/Karst Potential	C Low	Medium	• 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
Break Testing	• Yes	O No	

A. HYDROGEN SULFIDE

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

B. CASING

- 1. The **18 5/8** inch surface casing shall be set at approximately 324 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 **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.
- 2. The minimum required fill of cement behind the 13-3/8 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 <u>High Cave/Karst Areas</u> if cement does not circulate to surface on the first two casing strings, the cement on the 3rd casing string must come to surface.
 - ❖ In <u>R111 Potash Areas</u> if cement does not circulate to surface on the first two salt protection casing strings, the cement on the 3rd casing string must come to surface.

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

3. The minimum required fill of cement behind the 9-5/8 inch intermediate casing is:

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

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

- ❖ In <u>R111 Potash Areas</u> if cement does not circulate to surface on the first two salt protection casing strings, the cement on the 3rd casing string must come to surface.
- 4. The minimum required fill of cement behind the 5-1/2 inch production casing is:
 - Cement to should tie back 500 ft into the previous casing string. If cement does not circulate, contact the appropriate BLM office.

C. PRESSURE CONTROL

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

D. SPECIAL REQUIREMENT (S)

Unit Wells

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. 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.

Commercial Well Determination

A commercial well determination shall be submitted after production has been established for at least six months.

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

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

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
- 1. Unless the production casing has been run and cemented or the well has been properly plugged, the drilling rig shall not be removed from over the hole without prior approval.
 - a. In the event the operator has proposed to drill multiple wells utilizing a skid/walking rig. Operator shall secure the wellbore on the current well, after installing and testing the wellhead, by installing a blind flange of like pressure rating to the wellhead and a pressure gauge that can be monitored while drilling is performed on the other well(s).
 - b. When the operator proposes to set surface casing with Spudder Rig
 - Notify the BLM when moving in and removing the Spudder Rig.

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

A. CASING

- 1. Changes to the approved APD casing program need prior approval if the items substituted are of lesser grade or different casing size or are Non-API. The Operator can exchange the components of the proposal with that of superior strength (i.e. changing from J-55 to N-80, or from 36# to 40#). Changes to the approved cement program need prior approval if the altered cement plan has less volume or strength or if the changes are substantial (i.e. Multistage tool, ECP, etc.). The initial wellhead installed on the well will remain on the well with spools used as needed.
- 2. Wait on cement (WOC) for Potash Areas: After cementing but before commencing any tests, the casing string shall stand cemented under pressure until both of the following conditions have been met: 1) cement reaches a minimum compressive strength of 500 psi for all cement blends, 2) until cement has been in place at least 24 hours. WOC time will be recorded in the driller's log. The casing intergrity test can be done (prior to the cement setting up) immediately after bumping the plug.
- 3. Wait on cement (WOC) for Water Basin: After cementing but before commencing any tests, the casing string shall stand cemented under pressure until both of the following conditions have been met: 1) cement reaches a minimum compressive strength of 500 psi at the shoe, 2) until cement has been in place at least 8 hours. WOC time will be recorded in the driller's log. See individual casing strings for details regarding lead cement slurry requirements. The casing intergrity test can be done (prior to the cement setting up) immediately after bumping the plug.
- 4. Provide compressive strengths including hours to reach required 500 pounds compressive strength prior to cementing each casing string. Have well specific cement details onsite prior to pumping the cement for each casing string.

- 5. No pea gravel permitted for remedial or fall back remedial without prior authorization from the BLM engineer.
- 6. On that portion of any well approved for a 5M BOPE system or greater, a pressure integrity test of each casing shoe shall be performed. Formation at the shoe shall be tested to a minimum of the mud weight equivalent anticipated to control the formation pressure to the next casing depth or at total depth of the well. This test shall be performed before drilling more than 20 feet of new hole.
- 7. If hardband drill pipe is rotated inside casing, returns will be monitored for metal. If metal is found in samples, drill pipe will be pulled and rubber protectors which have a larger diameter than the tool joints of the drill pipe will be installed prior to continuing drilling operations.
- 8. Whenever a casing string is cemented in the R-111-P potash area, the NMOCD requirements shall be followed.

В. PRESSURE CONTROL

- 1. All blowout preventer (BOP) and related equipment (BOPE) shall comply with well control requirements as described in Onshore Oil and Gas Order No. 2 and API RP 53 Sec. 17.
- 2. If a variance is approved for a flexible hose to be installed from the BOP to the choke manifold, the following requirements apply: The flex line must meet the requirements of API 16C. Check condition of flexible line from BOP to choke manifold, replace if exterior is damaged or if line fails test. Line to be as straight as possible with no hard bends and is to be anchored according to Manufacturer's requirements. The flexible hose can be exchanged with a hose of equal size and equal or greater pressure rating. Anchor requirements, specification sheet and hydrostatic pressure test certification matching the hose in service, to be onsite for review. These documents shall be posted in the company man's trailer and on the rig floor.
- 3. 5M or higher system requires an HCR valve, remote kill line and annular to match. The remote kill line is to be installed prior to testing the system and tested to stack pressure.
- 4. If the operator has proposed a multi-bowl wellhead assembly in the APD. The following requirements must be met:
 - a. Wellhead shall be installed by manufacturer's representatives, submit documentation with subsequent sundry.
 - b. If the welding is performed by a third party, the manufacturer's representative shall monitor the temperature to verify that it does not exceed the maximum temperature of the seal.

- c. Manufacturer representative shall install the test plug for the initial BOP test.
- d. Whenever any seal subject to test pressure is broken, all the tests in OOGO2.III.A.2.i must be followed.
- e. If the cement does not circulate and one inch operations would have been possible with a standard wellhead, the well head shall be cut off, cementing operations performed and another wellhead installed.
- 5. The appropriate BLM office shall be notified a minimum of 4 hours in advance for a representative to witness the tests.
 - a. In a water basin, for all casing strings utilizing slips, these are to be set as soon as the crew and rig are ready and any fallback cement remediation has been done. The casing cut-off and BOP installation can be initiated four hours after installing the slips, which will be approximately six hours after bumping the plug. For those casing strings not using slips, the minimum wait time before cut-off is eight hours after bumping the plug. BOP/BOPE testing can begin after cut-off or once cement reaches 500 psi compressive strength (including lead when specified), whichever is greater. However, if the float does not hold, cut-off cannot be initiated until cement reaches 500 psi compressive strength (including lead when specified).
 - b. In potash areas, for all casing strings utilizing slips, these are to be set as soon as the crew and rig are ready and any fallback cement remediation has been done. For all casing strings, casing cut-off and BOP installation can be initiated at twelve hours after bumping the plug. However, **no tests** shall commence until the cement has had a minimum of 24 hours setup time, except the casing pressure test can be initiated immediately after bumping the plug (only applies to single stage cement jobs).
 - c. The tests shall be done by an independent service company utilizing a test plug not a cup or J-packer. The operator also has the option of utilizing an independent tester to test without a plug (i.e. against the casing) pursuant to Onshore Order 2 with the pressure not to exceed 70% of the burst rating for the casing. Any test against the casing must meet the WOC time for water basin (8 hours) or potash (24 hours) or 500 pounds compressive strength, whichever is greater, prior to initiating the test (see casing segment as lead cement may be critical item).
 - d. The test shall be run on a 5000 psi chart for a 2-3M BOP/BOP, on a 10000 psi chart for a 5M BOP/BOPE and on a 15000 psi chart for a 10M BOP/BOPE. If a linear chart is used, it shall be a one hour chart. A circular chart shall have a maximum 2 hour clock. If a twelve hour or twenty-four hour chart is used, tester shall make a notation that it is run with a two hour clock.
 - e. The results of the test shall be reported to the appropriate BLM office.

- f. All tests are required to be recorded on a calibrated test chart. A copy of the BOP/BOPE test chart and a copy of independent service company test will be submitted to the appropriate BLM office.
- g. The BOP/BOPE test shall include a low pressure test from 250 to 300 psi. The test will be held for a minimum of 10 minutes if test is done with a test plug and 30 minutes without a test plug. This test shall be performed prior to the test at full stack pressure.
- h. BOP/BOPE must be tested by an independent service company within 500 feet of the top of the Wolfcamp formation if the time between the setting of the intermediate casing and reaching this depth exceeds 20 days. This test does not exclude the test prior to drilling out the casing shoe as per Onshore Order No. 2.

C. DRILLING MUD

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

D. WASTE MATERIAL AND FLUIDS

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

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



HYDROGEN SULFIDE (H2S) CONTINGENCY PLAN

Assumed 100 ppm ROE = 3000'

100 ppm H2S concentration shall trigger activation of this plan.

Emergency Procedures

In the event of a release of gas containing H₂S, the first responder(s) must

- Isolate the area and prevent entry by other persons into the 100 ppm ROE.
- Evacuate any public places encompassed by the 100 ppm ROE.
- Be equipped with H₂S monitors and air packs in order to control the release.
- Use the "buddy system" to ensure no injuries occur during the response
- Take precautions to avoid personal injury during this operation.
- Contact operator and/or local officials to aid in operation. See list of phone numbers attached.
- Have received training in the
 - o Detection of H₂S, and
 - o Measures for protection against the gas,
 - o Equipment used for protection and emergency response.

Ignition of Gas source

Should control of the well be considered lost and ignition considered, take care to protect against exposure to Sulfur Dioxide (SO₂). Intentional ignition must be coordinated with the NMOCD and local officials. Additionally, the NM State Police may become involved. NM State Police shall be the Incident Command on scene of any major release. Take care to protect downwind whenever this is an ignition of the gas.

Characteristics of H₂S and SO₂

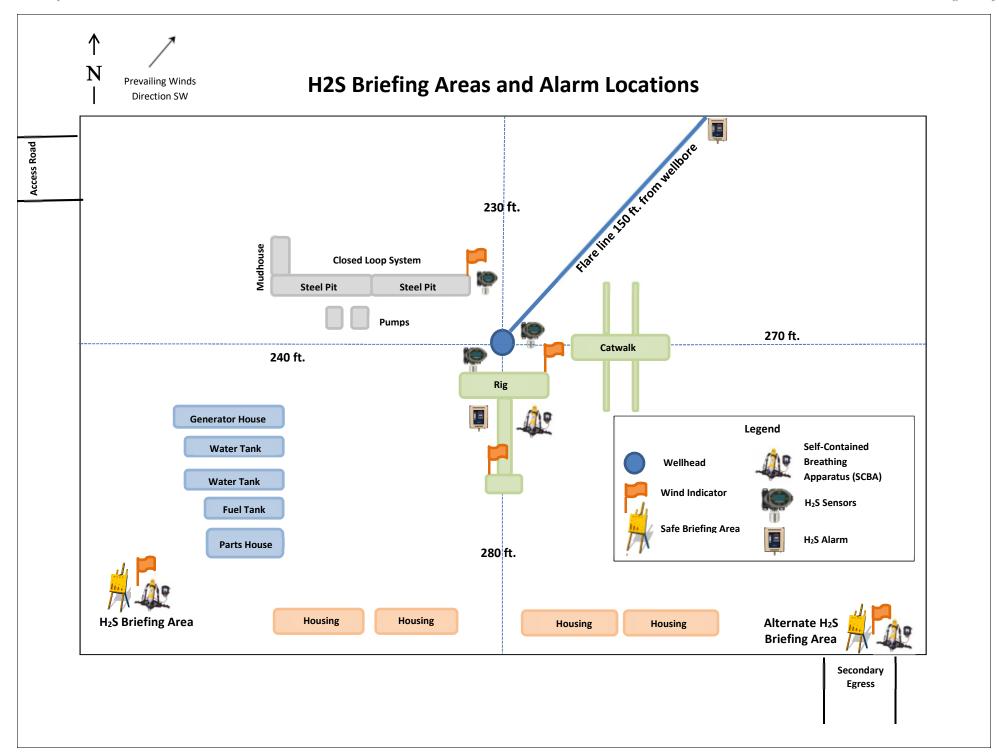
Common Name	Chemical Formula	Specific Gravity	Threshold Limit	Hazardous Limit	Lethal Concentration
Hydrogen Sulfide	H ₂ S	1.189 Air = I	10 ppm	100 ppm/hr	600 ppm
Sulfur Dioxide	SO ₂	2.21 Air = I	2 ppm	N/A	1000 ppm

Contacting Authorities

All XTO location personnel must liaison with local and state agencies to ensure a proper response to a major release. Additionally, the OCD must be notified of the release as soon as possible but no later than 4 hours. Agencies will ask for information such as type and volume of release, wind direction, location of release, etc. Be prepared with all information available including directions to site. The following call list of essential and potential responders has been prepared for use during a release. (Operator Name)'s response must be in coordination with the State of New Mexico's "Hazardous Materials Emergency Response Plan" (HMER).

CARLSBAD OFFICE – EDDY & LEA COUNTIES

3104 E. Greene St., Carlsbad, NM 88220 Carlsbad, NM	575-887-7329
XTO PERSONNEL: Kendall Decker, Drilling Manager Milton Turman, Drilling Superintendent Jeff Raines, Construction Foreman Toady Sanders, EH & S Manager Wes McSpadden, Production Foreman	903-521-6477 817-524-5107 432-557-3159 903-520-1601 575-441-1147
SHERIFF DEPARTMENTS: Eddy County Lea County	575-887-7551 575-396-3611
NEW MEXICO STATE POLICE:	575-392-5588
FIRE DEPARTMENTS: Carlsbad Eunice Hobbs Jal Lovington	911 575-885-2111 575-394-2111 575-397-9308 575-395-2221 575-396-2359
HOSPITALS: Carlsbad Medical Emergency Eunice Medical Emergency Hobbs Medical Emergency Jal Medical Emergency Lovington Medical Emergency	911 575-885-2111 575-394-2112 575-397-9308 575-395-2221 575-396-2359
AGENT NOTIFICATIONS: For Lea County: Bureau of Land Management – Hobbs New Mexico Oil Conservation Division – Hobbs	575-393-3612 575-393-6161
For Eddy County: Bureau of Land Management - Carlsbad New Mexico Oil Conservation Division - Artesia	575-234-5972 575-748-1283



Operator Name: XTO ENERGY INCORPORATED

Well Name: NASH UNIT Well Number: 806H

Waste disposal type: HAUL TO COMMERCIAL Disposal location ownership: COMMERCIAL

FACILITY

Disposal type description:

Disposal location description: A licensed 3rd party vendor will be contracted to haul and safely dispose of garbage, junk and non-flammable waste materials.

Reserve Pit

Reserve Pit being used? NO

Temporary disposal of produced water into reserve pit? NO

Reserve pit length (ft.) Reserve pit width (ft.)

Reserve pit depth (ft.)

Reserve pit volume (cu. yd.)

Is at least 50% of the reserve pit in cut?

Reserve pit liner

Reserve pit liner specifications and installation description

Cuttings Area

Cuttings Area being used? NO

Are you storing cuttings on location? Y

Description of cuttings location The well will be drilled utilizing a closed-loop mud system. Drill cuttings will be held in roll-off style mud boxes and taken to a New Mexico Oil Conservation Division (NMOCD) approved disposal site.

Cuttings area length (ft.) Cuttings area width (ft.)

Cuttings area depth (ft.)

Cuttings area volume (cu. yd.)

Is at least 50% of the cuttings area in cut?

WCuttings area liner

Cuttings area liner specifications and installation description

Section 8 - Ancillary

Are you requesting any Ancillary Facilities?: N

Ancillary Facilities

Comments:

State of New Mexico Energy, Minerals and Natural Resources Department

Submit Electronically Via E-permitting

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

NATURAL GAS MANAGEMENT PLAN

This Natural Gas Management Plan must be submitted with each Application for Permit to Drill (APD) for a new or recompleted well.

Section 1 – Plan Description Effective May 25, 2021

I. Operator: _XTO Energy, INC. OGRID: _05380 Date: _2/15/2023
II. Type: ⊠ Original □ Amendment due to □ 19.15.27.9.D(6)(a) NMAC □ 19.15.27.9.D(6)(b) NMAC □ 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
Nash Unit 207H		3-18-23S-30E	1884' FSL, 414' FWL	2000	3200	5500
Nash Unit 208H		3-18-23S-30E	1854' FSL, 413' FWL	2000	3200	5500
Nash Unit 209H		3-18-23S-30E	1824' FSL, 413' FWL	2000	3200	5500
Nash Unit 210H		3-18-23S-30E	1794' FSL, 413' FWL	2000	3200	5500
Nash Unit 211H		3-18-23S-30E	1669' FSL, 412' FWL	2000	3200	5500
Nash Unit 212H		3-18-23S-30E	1639' FSL, 412' FWL	2000	3200	5500
Nash Unit 213H		3-18-23S-30E	1609' FSL, 411' FWL	2000	3200	5500
Nash Unit 214H		3-18-23S-30E	1578' FSL, 411' FWL	2000	3200	5500
Nash Unit 215H		3-18-23S-30E	1454' FSL, 410' FWL	2000	3200	5500
Nash Unit 216H		3-18-23S-30E	1424' FSL, 410' FWL	2000	3200	5500
Nash Unit 217H		3-18-23S-30E	1394' FSL, 409' FWL	2000	3200	5500
Nash Unit 218H		4-18-23S-30E	1239' FSL, 408' FWL	2000	3200	5500
Nash Unit 219H		4-18-23S-30E	1239' FSL, 408' FWL	2000	3200	5500
Nash Unit 220H		4-18-23S-30E	1209' FSL, 408' FWL	2000	3200	5500
Nash Unit 221H		4-18-23S-30E	1179' FSL, 407' FWL	2000	3200	5500
Nash Unit 222H		4-18-23S-30E	1149' FSL, 407' FWL	2000	3200	5500
Nash Unit 601H		P-18-23S-30E	12' FSL, 539' FEL	2000	3200	5500
Nash Unit 602H		A-19-23S-30E	205' FNL, 1216' FEL	2000	3200	5500
Nash Unit 606H		L4-18-23S-30E	400' FSL, 1329' FWL	2000	3200	5500
Nash Unit 701H		P-18-23S-30E	12' FSL, 569' FEL	2000	3200	5500
Nash Unit 702H		A-19-23S-30E	216' FNL, 1244' FEL	2000	3200	5500
Nash Unit 706H		L4-18-23S-30E	400' FSL, 1299' FWL	2000	3200	5500
Nash Unit 801H		P-18-23S-30E	12' FSL, 599' FEL	2000	3200	5500
Nash Unit 802H		A-19-23S-30E	227' FNL, 1272' FEL	2000	3200	5500
Nash Unit 603H		B-19-23S-30E	610' FNL, 2055' FEL	2000	3200	5500
Nash Unit 604H		N-18-23S-30E	317' FSL, 2623' FWL	2000	3200	5500
Nash Unit 605H		N-18-23-30E	317' FSL, 2563' FWL	2000	3200	5500
Nash Unit 703H		B-19-23S-30E	640' FNL, 2055' FEL	2000	3200	5500
Nash Unit 704H		B-19-23S-30E	670' FNL, 2056' FEL	2000	3200	5500
Nash Unit 705H		N-18-23-30E	317' FSL, 2593' FWL	2000	3200	5500
Nash Unit 803H		B-19-23S-30E	746' FNL, 2027' FEL	2000	3200	5500
Nash Unit 804H		B-19-23S-30E	745' FNL, 2057' FEL	2000	3200	5500

Page 1 of 5

Nash Unit 805H	B-19-23S-30E	745' FNL, 2087' FEL	2000	3200	5500
Nash Unit 806H	N-18-23-30E	400' FSL, 1464' FWL	2000	3200	5500

IV. Central Delivery Point Name: Nash Central 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
Nash Unit 207H		TBD	TBD	TBD	TBD	TBD
Nash Unit 208H		TBD	TBD	TBD	TBD	TBD
Nash Unit 209H		TBD	TBD	TBD	TBD	TBD
Nash Unit 210H		TBD	TBD	TBD	TBD	TBD
Nash Unit 211H		TBD	TBD	TBD	TBD	TBD
Nash Unit 212H		TBD	TBD	TBD	TBD	TBD
Nash Unit 213H		TBD	TBD	TBD	TBD	TBD
Nash Unit 214H		TBD	TBD	TBD	TBD	TBD
Nash Unit 215H		TBD	TBD	TBD	TBD	TBD
Nash Unit 216H		TBD	TBD	TBD	TBD	TBD
Nash Unit 217H		TBD	TBD	TBD	TBD	TBD
Nash Unit 218H		TBD	TBD	TBD	TBD	TBD
Nash Unit 219H		TBD	TBD	TBD	TBD	TBD
Nash Unit 220H		TBD	TBD	TBD	TBD	TBD
Nash Unit 221H		TBD	TBD	TBD	TBD	TBD
Nash Unit 222H		TBD	TBD	TBD	TBD	TBD
Nash Unit 601H		TBD	TBD	TBD	TBD	TBD
Nash Unit 601H		TBD	TBD	TBD	TBD	TBD
Nash Unit 602H		TBD	TBD	TBD	TBD	TBD
Nash Unit 606H		TBD	TBD	TBD	TBD	TBD
Nash Unit 701H		TBD	TBD	TBD	TBD	TBD
Nash Unit 702H		TBD	TBD	TBD	TBD	TBD
Nash Unit 706H		TBD	TBD	TBD	TBD	TBD
Nash Unit 801H		TBD	TBD	TBD	TBD	TBD
Nash Unit 802H		TBD	TBD	TBD	TBD	TBD
Nash Unit 603H		TBD	TBD	TBD	TBD	TBD
Nash Unit 604H		TBD	TBD	TBD	TBD	TBD
Nash Unit 605H		TBD	TBD	TBD	TBD	TBD
Nash Unit 703H		TBD	TBD	TBD	TBD	TBD
Nash Unit 704H		TBD	TBD	TBD	TBD	TBD
Nash Unit 705H		TBD	TBD	TBD	TBD	TBD
Nash Unit 803H		TBD	TBD	TBD	TBD	TBD
Nash Unit 804H		TBD	TBD	TBD	TBD	TBD
Nash Unit 805H		TBD	TBD	TBD	TBD	TBD
Nash Unit 806H		TBD	TBD	TBD	TBD	TBD

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

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

VIII. Best Management Practices:

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

Section 2 – Enhanced Plan EFFECTIVE APRIL 1, 2022

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

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

IX. Anticipated Natural Gas Production:

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

X. Natural Gas Gathering System (NGGS):

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

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

XII. Line Capacity. The natural	gas gathering system] will □ will not h	ave capacity to gather	100% of the anticipate	ed natural gas
production volume from the well	prior to the date of first	production.			

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

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

Section 3 - Certifications <u>Effective May 25, 2021</u>

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

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

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

Well Shut-In. ⊠ Operator will shut-in and not produce the well until it submits the certification required by Paragraph (4) of Subsection D of 19.15.27.9 NMAC; or

Venting and Flaring Plan. □ Operator has attached a venting and flaring plan that evaluates and selects one or more of the potential alternative beneficial uses for the natural gas until a natural gas gathering system is available, including:

- (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: Casoù Wave-
Printed Name: Cassie Evans
Title: Regulatory Analyst
E-mail Address: cassie.evans@exxonmobil.com
Date: 5/12/23
Phone: 432.218.3671
OIL CONSERVATION DIVISION
(Only applicable when submitted as a standalone form)
Approved By:
Title:
Approval Date:
Conditions of Approval:

VI. Separation Equipment:

XTO Permian Operating, LLC. production tank batteries 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 in conjunction with the total number of wells planned to or existing within the facility. Separation equipment is upgraded prior to well being drilled or completed, if determined to be undersized or needed. The separation equipment is designed and built according to the relevant industry specifications (API Specification 12J and ASME Sec VIII Div I). Other recognized industry publications such as the Gas Processors Suppliers Association (GPSA) are referenced when designing separation equipment to optimize gas capture.

VII. Operational Practices:

1. Subsection B.

- During drilling, flare stacks will be located a minimum of 150 feet from the nearest surface hole location. All gas is captured or combusted. If an emergency or malfunction occurs, gas will be flared or vented for public health, safety and the environment and be properly reported to the NMOCD pursuant to 19.15.27.8.G.
- Measure or estimate the volume of natural gas that is vented, flared or beneficially used during drilling, completion and production operations, regardless of the reason or authorization for such venting or flaring.
- At any point in the well life (drilling, completion, production, inactive) an audio, visual and olfactory (AVO) inspection will be performed weekly (at minimum) to confirm that all production equipment is operating properly and there are no leaks or releases except as allowed in Subsection D of 19.15.27.8 NMAC.

2. Subsection C.

 During completion operations, operator does not produce oil or gas but maintains adequate well control through completion operations.

For emergencies, equipment malfunction, or if the operator decides to produce oil and gas during well completion:

- 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.
- Measure or estimate the volume of natural gas that is vented, flared or beneficially used during drilling, completion and production operations, regardless of the reason or authorization for such venting or flaring.
- At any point in the well life (drilling, completion, production, inactive) an audio, visual and olfactory (AVO) inspection will be performed weekly (at minimum) to confirm that all production equipment is operating properly and there are no leaks or releases except as allowed in Subsection D of 19.15.27.8 NMAC.

3. Subsection D.

- At any point in the well life (drilling, completion, production, inactive) an audio, visual and olfactory (AVO) inspection will be performed weekly (at minimum) to confirm that all production equipment is operating properly and there are no leaks or releases except as allowed in Subsection D of 19.15.27.8 NMAC.
- 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.

 Measure or estimate the volume of natural gas that is vented, flared or beneficially used during drilling, completion and production operations, regardless of the reason or authorization for such venting or flaring.

4. Subsection E.

- All tanks and separation equipment are designed for maximum throughput and pressure to minimize waste.
- Flare stack was installed prior to May 25, 2021 but has been designed for proper size and combustion efficiency. Flare currently has a continuous pilot and is located more than 100 feet from any known well and storage tanks.
- At any point in the well life (drilling, completion, production, inactive) an audio, visual and olfactory (AVO) inspection will be performed weekly (at minimum) to confirm that all production equipment is operating properly and there are no leaks or releases except as allowed in Subsection D of 19.15.27.8 NMAC.

5. Subsection F.

- Measurement equipment is installed to measure the volume of natural gas flared from process piping or a flowline piped from the equipment associated with a well and facility associated with the approved application for permit to drill that has an average daily production greater than 60 mcf of natural gas.
- Measurement equipment installed is not designed or equipped with a manifold to allow diversion of natural gas around the metering equipment, except for the sole purpose of inspecting and servicing the measurement equipment, as noted in NMAC 19.15.27.8 Subsection G.

VIII. Best Management Practices:

- 1. During completion operations, operator does not produce oil or gas but maintains adequate well control through completion operations.
- 2. Operator does not flow well (well shut in) during initial production until all flowlines, tank batteries, and oil/gas takeaway are installed, tested, and determined operational.
- 3. Operator equips storage tanks with an automatic gauging system to reduce venting of natural gas.
- 4. Operator reduces the number of blowdowns by looking for opportunities to coordinate repair and maintenance activities.
- 5. Operator combusts natural gas that would otherwise be vented or flared, when feasible.
- 6. Operator has a flare stack designed in accordance with need and to handle sufficient volume to ensure proper combustion efficiency. Flare stacks are equipped with continuous pilots and securely anchored at least 100 feet (at minimum) from storage tanks and wells.
- 7. Operator minimizes venting (when feasible) through pump downs of vessels and reducing time required to purge equipment before returning equipment to service.
- 8. Operator will shut in wells (when feasible) in the event of a takeaway disruption, emergency situation, or other operations where venting or flaring may occur due to equipment failures.

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**

COMMENTS

Action 214252

COMMENTS

Operator:	OGRID:
XTO ENERGY, INC	5380
6401 Holiday Hill Road	Action Number:
Midland, TX 79707	214252
	Action Type:
	[C-101] BLM - Federal/Indian Land Lease (Form 3160-3)

COMMENTS

Created By	Comment	Comment Date
dmcclure	Amended NGMP submitted on 05/12/2023	5/12/2023

<u>District I</u> 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 214252

CONDITIONS

Operator:	OGRID:
XTO ENERGY, INC	5380
6401 Holiday Hill Road	Action Number:
Midland, TX 79707	214252
	Action Type:
	[C-101] BLM - Federal/Indian Land Lease (Form 3160-3)

CONDITIONS

Created By	Condition	Condition Date
dmcclure	Notify OCD 24 hours prior to casing & cement	5/12/2023
dmcclure	Will require a File As Drilled C-102 and a Directional Survey with the C-104	5/12/2023
dmcclure	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	5/12/2023
dmcclure	Cement is required to circulate on both surface and intermediate1 strings of casing	5/12/2023
dmcclure	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	5/12/2023