Received by UCD: 51/23/2022 2:51:08 PM U.S. Department of the Interior BUREAU OF LAND MANAGEMENT		Sundry Print Report 11/23/2022
Well Name: SHANGHAI ROOSTER 22- 27 FED	Well Location: T25S / R29E / SEC 15 / SESW /	County or Parish/State:
Well Number: 903H	Type of Well: OIL WELL	Allottee or Tribe Name:
Lease Number: NMNM014778	Unit or CA Name:	Unit or CA Number:
US Well Number: 3001550045	Well Status: Approved Application for Permit to Drill	Operator: XTO ENERGY INCORPORATED

Notice of Intent

Sundry ID: 2700845

Type of Submission: Notice of Intent

Date Sundry Submitted: 11/01/2022

Date proposed operation will begin: 11/15/2022

Type of Action: APD Change Time Sundry Submitted: 12:28

Procedure Description: **Well Name and Number Change, Surface Hole Location Change, Bottom Hole Location Change, First and Last Take Point Changes, Casing/Cement and Wellhead Configuration Changes XTO Energy, Inc. requests permission to make the following changes to the original APD: Change Well Name from Shanghai Rooster 22-27 Fed to Shanghai Rooster 15-3 Fed Change Well Number from 903H to 103H Change SHL fr/330'FSL & 1855'FWL to 330' FSL & 1830' FWL, Section 15-T25S-R29E No Additional Surface Disturbance Change BHL fr/200'FSL & 1656'FWL, Section 27-T25S-R29E to 50'FNL & 1320'FWL, Section 3-T25S-R29E Change FTP fr/330'FSL & 1656'FWL to 100'FSL & 11320'FWL Change LTP fr/330'FSL & 1656'FWL to 100'FNL & 1320'FWL Additionally, XTO Energy, Inc. respectfully requests permission to upsize the surface, intermediate and production hole, casing and cement based on the attached drilling program. Due to the upsize in these strings, the wellhead configuration has also changed based on the attached drilling program. Attachments: C102 Drilling Program MBS Diagram Directional Plan

NOI Attachments

Procedure Description

Shanghai_Rooster_15_3_Fed_103H_Attachments_20221101122749.pdf

I	eceived by OCD: 11/23/2022 2:51:08 PM Well Name: SHANGHAI ROOSTER 22- 27 FED	Well Location: T25S / R29E / SEC 15 / SESW /	County or Parish/State: Page 2 of	25
	Well Number: 903H	Type of Well: OIL WELL	Allottee or Tribe Name:	
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	US Well Number: 3001550045	Well Status: Approved Application for Permit to Drill	Operator: XTO ENERGY INCORPORATED	

Conditions of Approval

Additional

Sec_15_25S_29E_NMP_2700845_Shanghai_Rooster_15_3_Fed_103H_Eddy_NMNM014778_XTO_COAs_202211211 15605.pdf

Operator

I certify that the foregoing is true and correct. Title 18 U.S.C. Section 1001 and Title 43 U.S.C. Section 1212, make it a crime for any person knowingly and willfully to make to any department or agency of the United States any false, fictitious or fraudulent statements or representations as to any matter within its jurisdiction. Electronic submission of Sundry Notices through this system satisfies regulations requiring a

Operator Electronic Signature: JESSICA DOOLING

Name: XTO ENERGY INCORPORATED

Title: Lead Regulatory Coordinator

Street Address: 6401 HOLIDAY HILL ROAD BLDG 5

City: MIDLAND

Phone: (970) 769-6048

Email address: JESSICA.DOOLING@EXXONMOBIL.COM

Field

Representative Name:

Street Address:

Email address:

City: Phone: State:

State: TX

Zip:

BLM Point of Contact

BLM POC Name: CHRISTOPHER WALLS BLM POC Phone: 5752342234

Disposition: Approved

Signature: Chris Walls

BLM POC Title: Petroleum Engineer BLM POC Email Address: cwalls@blm.gov

Disposition Date: 11/23/2022

Signed on: NOV 01, 2022 12:27 PM

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

	API Number 30-015-			² Pool Code 96217						
⁴ Property C	rty Code ⁵ Property Name ⁶ Well Numbe									Well Number
SHANGHAI ROOSTER 15-3 FED								103H		
⁷ OGRID N	No.				⁸ Operator N	Name				⁹ Elevation
005380)				XTO ENERG	Y, INC.				3,048'
	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	15	25 S	29 E		330	SOUTH	1,830	WES	ST	EDDY
			¹¹ Bot	tom Hole	e Location If	Different Fron	n Surface			
UL or lot no.	Section	Township	Range	Lot Idn	Feet from the	North/South line	Feet from the	East/	/West line	County
4	3	25 S 29 E 50 NORTH 1,320 WEST							ST	EDDY
¹² Dedicated Acres	¹³ Joint o	r Infill ¹⁴ Consolidation Code ¹⁵ Order No.								
479.95										

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.

16			<u> </u>	¹⁷ OPERATOR CERTIFICATION
SHL (NAD83 NME) LTP (I	NAD83 NME) SEC.	o	SEC. 34	
Y = 408,907.4 Y =	424,400.3 33	B.H.L. 00	T24S R29E	I hereby certify that the information contained herein is true and complete
X = 652,283.3 X =	651,705.9			to the best of my knowledge and belief, and that this organization either
LAT. = 32.123658 °N LAT. =	32.166252 °N	1.320		
LONG. = 103.974949 °W LONG. =	103.976648 °W	1,320 1,320	P.I I	owns a working interest or unleased mineral interest in the land including
FTP (NAD83 NME) BHL (NAD83 NME)	LOT 4		the proposed bottom hole location or has a right to drill this well at this
Y = 408,674.7 Y =	424,450.3			the proposed bollow note location of has a right to articling went at this
X = 651,774.6 X =				location pursuant to a contract with an owner of such a mineral or working
LAT. = 32.123023 °N LAT. =	32.166389 °N		- I	interest, or to a voluntary pooling agreement or a compulsory pooling
LONG. = 103.976595 °W LONG. =	SECTION 3	E M		interest, or to a voluntary pooling agreement of a computery pooling
CORNER COORDINATES (NAD8			+	order heretofore entered by the division.
A - Y = 408,567.8 N , X =				
B - Y = 411,222.4 N , X =		SEC. 4	SEC. 3	Jessica Booling 10/30/2021 Stenature Date
C-Y= 413,876.2 N , X=		-'	<u>-</u>	gannin soung
D-Y= 416,528.0 N , X=				U Date
E - Y = 419,185.6 N , X = F - Y = 421,839.9 N , X =				
F - Y = 421,839.9 N , X = G - Y = 424,494.6 N , X =				Jessica Dooling
G-Y= 424,494.6 N , X= H-Y= 408,574.7 N , X=				Printed Name
I-Y= 408,574.7 N , X=				1 miled Ivane
J-Y= 411,225.4 N , X=				
K-Y= 416,536.4 N , X=		- <u>' + / - - - </u>		jessica.dooling@exxonmobil.com
L-Y= 419,194.1 N , X=	651,743.0 E	<u>=359°44'57"/</u>		E-mail Address
M-Y= 421,848.2 N , X=	651,730.8 E HORIZ. DIST.	=15,775.75		
N - Y = 424,500.4 N , X =		D K		
SHL (NAD27 NME) LTP (I	NAD27 NME)		+	18SURVEYOR CERTIFICATION
Y = 408,848.9 Y =	424,341.4		30'	
X = 611,099.1 X =	610,522.0			I hereby certify that the well location shown on this
LAT. = 32.123533 °N LAT. =	32.166127 °N			5 65
LONG. = 103.974462 °W LONG. =	103.976160 °W	SEC. 9		plat was plotted from field notes of actual surveys
FTP (NAD27 NME) BHL (NAD27 NME)		SEC. 10	
Y = 408,616.2 Y =	424,391.4		T25S R29E	made by me or under my supervision, and that the
X = 610,590.4 X =				
LAT. = 32.122898 °N LAT. =				same is true and correct to the best of my belief.
LONG. = 103.976108 °W LONG. =			1 I	
CORNER COORDINATES (NAD2		-; +	SEC. 15	9-21-222 Date of Survey Signatue and Seal of
A - Y = 408,509.3 N , X =			550. 10	Date of Survey
B - Y = 411,163.9 N , X =	SEL	C. 16		Signatue and Seal of
C-Y= 413,817.6 N , X=	609,237.0 E	<u>B</u> _ <u> _</u> _	+	Signatue and Seal of
D-Y= 416,469.3 N , X=				Professional Surveyor:
E - Y = 419,126.8 N , X =		=245°25'07"		
F - Y = 421,781.0 N , X =	609,218.4 E GRID AZ.	.=245 25 07		, , (((23786)))
G-Y= 424,435.7 N , X=				
H - Y = 408,516.2 N , X = I - Y = 411.170.9 N , X =		S.H		The state
I - Y = 411,170.9 N , X = J - Y = 413,819.7 N , X =				$\ \mathcal{M}' / \mathcal{T}_{\mathcal{T}_{\mathcal{T}_{\mathcal{T}_{\mathcal{T}_{\mathcal{T}_{\mathcal{T}_{\mathcal{T}_{\mathcal{T}_{\mathcal{T}_{\mathcal{T}_{\mathcal{T}_{\mathcal{T}_{\mathcal{T}_{\mathcal{T}_{\mathcal{T}_{\mathcal{T}_{\mathcal{T}_{\mathcal{T}_{\mathcal{T}_{\mathcal{T}_{\mathcal{T}_{\mathcal{T}_{\mathcal{T}_{\mathcal{T}_{\mathcal{T}_{\mathcal{T}_{\mathcal{T}_{\mathcal{T}_{\mathcal{T}_{\mathcal{T}_{\mathcal{T}_{\mathcal{T}_{\mathcal{T}_{\mathcal{T}_{\mathcal{T}_{\mathcal{T}_{\mathcal{T}_{\mathcal{T}_{\mathcal{T}_{\mathcal{T}_{\mathcal{T}_{\mathcal{T}_{\mathcal{T}_{\mathcal{T}_{\mathcal{T}_{\mathcal{T}_{\mathcal{T}_{\mathcal{T}_{\mathcal{T}_{\mathcal{T}_{\mathcal{T}_{\mathcal{T}_{\mathcal{T}_{\mathcal{T}_{\mathcal{T}_{\mathcal{T}_{\mathcal{T}_{\mathcal{T}_{\mathcal{T}_{\mathcal{T}_{\mathcal{T}_{\mathcal{T}_{\mathcal{T}_{\mathcal{T}_{\mathcal{T}_{\mathcal{T}_{\mathcal{T}_{\mathcal{T}_{\mathcal{T}_{\mathcal{T}_{\mathcal{T}_{\mathcal{T}_{\mathcal{T}_{\mathcal{T}_{\mathcal{T}_{\mathcal{T}_{\mathcal{T}_{\mathcal{T}_{\mathcal{T}_{\mathcal{T}_{\mathcal{T}_{\mathcal{T}_{\mathcal{T}_{\mathcal{T}_{\mathcal{T}_{\mathcal{T}_{\mathcal{T}_{\mathcal{T}_{\mathcal{T}_{\mathcal{T}_{\mathcal{T}_{\mathcal{T}_{\mathcal{T}_{\mathcal{T}_{\mathcal{T}_{\mathcal{T}_{\mathcal{T}_{\mathcal{T}_{\mathcal{T}_{\mathcal{T}_{\mathcal{T}_{\mathcal{T}_{\mathcal{T}_{\mathcal{T}_{\mathcal{T}_{\mathcal{T}_{\mathcal{T}_{\mathcal{T}_{\mathcal{T}_{\mathcal{T}_{\mathcal{T}_{\mathcal{T}_{\mathcal{T}_{\mathcal{T}_{\mathcal{T}_{\mathcal{T}_{\mathcal{T}_{\mathcal{T}_{\mathcal{T}_{\mathcal{T}_{\mathcal{T}_{\mathcal{T}_{\mathcal{T}_{\mathcal{T}_{\mathcal{T}_{\mathcal{T}_{\mathcal{T}_{\mathcal{T}_{\mathcal{T}_{\mathcal{T}_{\mathcal{T}_{\mathcal{T}_{\mathcal{T}_{\mathcal{T}_{\mathcal{T}_{\mathcal{T}_{\mathcal{T}_{\mathcal{T}_{\mathcal{T}_{\mathcal{T}_{\mathcal{T}_{\mathcal{T}_{\mathcal{T}_{\mathcal{T}_{\mathcal{T}_{\mathcal{T}_{\mathcal{T}_{\mathcal{T}_{\mathcal{T}_{\mathcal{T}_{\mathcal{T}_{\mathcal{T}_{\mathcal{T}_{\mathcal{T}_{\mathcal{T}_{\mathcal{T}_{\mathcal{T}_{\mathcal{T}_{\mathcal{T}_{\mathcal{T}_{\mathcal{T}_{\mathcal{T}_{\mathcal{T}_{\mathcal{T}_{\mathcal{T}_{\mathcal{T}_{\mathcal{T}}_{\mathcal{T}_{\mathcal{T}_{\mathcal{T}_{\mathcal{T}_{\mathcal{T}_{\mathcal{T}_{\mathcal{T}_{\mathcal{T}_{\mathcal{T}_{\mathcal{T}_{\mathcal{T}_{\mathcal{T}_{\mathcal{T}_{\mathcal{T}_{\mathcal{T}_{\mathcal{T}_{\mathcal{T}_{\mathcal{T}_{\mathcal{T}_{\mathcal{T}_{\mathcal{T}_{\mathcal{T}_{\mathcal{T}_{\mathcal{T}_{\mathcal{T}_{\mathcal{T}}}}}}}}}}$
K-Y= 416,477.7 N , X=		1,320' -		
L-Y= 419,135.3 N . X=				Sister all all all all all all all all all al
M-Y= 421,789.4 N , X=		SEC. F.T.P. o o	SEC.	MARK DILLON HARP 23786
N-Y= 424,441.5 N . X=		21 F.T.P. 0 0	22	Certificate Number RE 2018020651
			<u> </u>	Continuer (Millor) KE 2018020031

Page 3 of 25

DRILLING PLAN: BLM COMPLIANCE (Supplement to BLM 3160-3)

XTO Energy Inc. Shanghai Rooster 15-3 Fed 103H Projected TD: 25652' MD / 9323' TVD SHL: 330' FSL & 1830' FWL , Section 15, T25S, R29E BHL: 50' FNL & 1320' FWL , Section 3, T25S, R29E Eddy County, NM

1. Geologic Name of Surface Formation

Ā. Quaternary

2. Estimated Tops of Geological Markers & Depths of Anticipated Fresh Water, Oil or Gas

Formation	Well Depth (TVD)	Water/Oil/Gas
Rustler	578'	Water
Top of Salt	858'	Water
Base of Salt	2888'	Water
Delaware	3064'	Water
Brushy Canyon	5562'	Water/Oil/Gas
Bone Spring	6819'	Water
1st Bone Spring Ss	7782'	Water/Oil/Gas
2nd Bone Spring Ss	8608'	Water/Oil/Gas
3rd Bone Spring Ss	9228'	Water/Oil/Gas
Target/Land Curve	9323'	Water/Oil/Gas

*** Hydrocarbons @ Brushy Canyon

*** Groundwater depth 40' (per NM State Engineers Office).

No other formations are expected to yield oil, gas or fresh water in measurable volumes. The surface fresh water sands will be protected by setting 13.375 inch casing @ 678' (180' above the salt) and circulating cement back to surface. The intermediate will isolate from the top of salt down to the next casing seat by setting 9.625 inch casing at 8551' and cemented to surface. A 8.5 inch curve and 8.5 inch lateral hole will be drilled to 25652 MD/TD and 5.5 inch production casing will be set at TD and cemented back up in the intermediate shoe (estimated TOC 8251 feet).

3. Casing Design

Hole Size	Depth	OD Csg	Weight	Grade	Collar	New/Used	SF Burst	SF Collapse	SF Tension
17.5	0' – 678'	13.375	54.5	J-55	BTC	New	1.13	3.68	23.08
12.25	0' – 778'	9.625	40	HC P-110	BTC	New	2.83	10.78	3.68
12.25	778' – 8551'	9.625	40	HC L-80	BTC	New	2.06	1.57	2.95
8.5	0' – 8451'	5.5	23	RY P-110	Semi-Premium	New	1.21	3.31	1.92
8.5	8451' - 25652'	5.5	23	RY P-110	Semi-Premium	New	1.21	3.00	2.06

· XTO requests the option to utilize a spudder rig (Atlas Copco RD20 or Equivalent) to set and cement surface casing per this Sundry

 \cdot XTO requests to not utilize centralizers in the curve and lateral

• 9.625 Collapse analyzed using 50% evacuation based on regional experience.

5.5 Tension calculated using vertical hanging weight plus the lateral weight multiplied by a friction factor of 0.35

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

· XTO requests the option to use 5" BTC Float equipment for the the production casing

Wellhead:

- <u>Permanent Wellhead Multibowl System</u> A. Starting Head: 13-5/8" 10M top flange x 13-3/8" SOW bottom B. Tubing Head: 13-5/8" 10M bottom flange x 7-1/16" 15M 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

4. Cement Program

Surface Casing: 13.375, 54.5 New BTC, J-55 casing to be set at +/- 678'

Lead: 280 sxs EconoCem-HLTRRC (mixed at 12.9 ppg, 1.87 ft3/sx, 10.13 gal/sx water) Tail: 300 sxs Class C + 2% CaCl (mixed at 14.8 ppg, 1.35 ft3/sx, 6.39 gal/sx water) Top of Cement: Surface Compressives: 12-hr = 900 psi 24 hr = 1500 psi

2nd Intermediate Casing: 9.625, 40 New casing to be set at +/- 8551'<u>1st Stage</u>Optional Lead: 940 sxs Class C (mixed at 10.5 ppg, 2.77 ft3/sx, 15.59 gal/sx water)TOC: SurfaceTail: 860 sxs Class C (mixed at 14.8 ppg, 1.35 ft3/sx, 6.39 gal/sx water)TOC: Brushy Canyon @ 5562Compressives:12-hr =900 psi24 hr = 1150 psi

 2nd Stage

 Lead: 0 sxs Class C (mixed at 12.9 ppg, 2.16 ft3/sx, 9.61 gal/sx water)

 Tail: 1960 sxs Class C (mixed at 14.8 ppg, 1.33 ft3/sx, 6.39 gal/sx water)

 Top of Cement:
 0

 Compressives:
 12-hr =
 900 psi
 24 hr = 1150 psi

XTO requests to pump a two stage cement job on the 9-5/8" intermediate casing string with the first stage being pumped conventionally with the calculated top of cement at the Brush Canyon (5562') and the second stage performed as a bradenhead squeeze with planned cement from the Brushy Canyon to surface. If cement is not visually confirmed to circulate to surface, the final cement top after the second stage job will be verified by Echo-meter. If necessary, a top out consisting of 1,500 sack of Class C cement + 3% Salt + 1% PreMag-M + 6% Bentonite Gel (2.30 yld, 12.91 ppg) will be executed as a contingency. If cement is still unable to circulate to surface, another Echo-meter run will be performed for cement top verification.

XTO will include the Echo-meter verified fluid top and the volume of displacement fluid above the cement slurry in the annulus in all post-drill sundries on wells utilizing this cement program.

XTO will report to the BLM the volume of fluid (limited to 5 bbls) used to flush intermediate casing valves following backside cementing procedures.

XTO requests to pump an Optional Lead if well conditions dictate in an attempt to bring cement inside the first intermediate casing. If cement reaches the desired height, the BLM will be notified and the second stage bradenhead squeeze and subsequent TOC verification will be negated.

XTO requests the option to conduct the bradenhead squeeze and TOC verification offline as per standard approval from BLM when unplanned remediation is needed and batch drilling is approved. In the event the bradenhead is conducted, we will ensure the first stage cement job is cemented properly and the well is static with floats holding and no pressure on the csg annulus as with all other casing strings where batch drilling operations occur before moving off the rig. The TA cap will also be installed per Cactus procedure and pressure inside the casing will be monitored via the valve on the TA cap as per standard batch drilling ops.

Production Casing: 5.5, 23 New Semi-Premium, RY P-110 casing to be set at +/- 25652'

Lead: 50 sxs NeoCem	(mixed at 11.5 p	pg, 2.69 ft3/sx, ⁻	15.00 gal/sx water) Top of Cement:	8251 feet
Tail: 3330 sxs VersaCe	em (mixed at 13.2	2 ppg, 1.51 ft3/s	x, 8.38 gal/sx water) Top of Cement:	8751 feet
Compressives:	12-hr =	800 psi	24 hr = 1500 psi	

XTO requests the option to offline cement and remediate (if needed) surface and intermediate casing strings where batch drilling is approved and if unplanned remediation is needed. XTO will ensure well is static with no pressure on the csg annulus, as with all other casing strings where batch drilling operations occur before moving off the rig. The TA cap will also be installed when applicable per Cactus procedure and pressure inside the casing will be monitored via the valve on the TA cap as per standard batch drilling ops. Offline cement operations will then be conducted after the rig is moved off the current well to the next well in the batch sequence.

5. Pressure Control Equipment

Once the permanent WH is installed on the 13.375 casing, the blow out preventer equipment (BOP) will consist of a 13-5/8" minimum 3M Hydril and a 13-5/8" minimum 3M Double Ram BOP. MASP should not exceed 2797 psi. In any instance where 10M BOP is required by BLM, XTO requests a variance to utilize 5M annular with 10M ram preventers (a common BOP configuration, which allows use of 10M rams in unlikely event that pressures exceed 5M).

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 13.375, 3M bradenhead and flange, the BOP test will be limited to 3000 psi. When nippling up on the 9.625, the BOP will be tested to a minimum of 3000 psi. All BOP tests will include a low pressure test as per BLM regulations. The 3M BOP diagrams are attached. Blind rams will be functioned tested each trip, pipe rams will be functioned tested each day.

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 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 (unless approval is given for offline cementing) and the well is static. With floats holding, no pressure on the csg annulus, and the installation of a 10K TA cap as per Cactus 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.

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. Based on discussions with the BLM on February 27th 2020, 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. When skidding to drill an intermediate section that does not penetrate into the Wolfcamp.

6. Proposed Mud Circulation System

INTERVAL	Hole Size		MW	Viscosity	Fluid Loss
INTERVAL		Mud Type	(ppg)	(sec/qt)	(cc)
0' - 678'	17.5	FW/Native	8.7-9.2	35-40	NC
678' - 8551'	12.25	FW / Cut Brine / Direct Emulsion	9.7-10.2	30-32	NC
8551' - 25652'	8.5	OBM	10-10.5	50-60	NC - 20

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

Spud with fresh water/native mud. Drill out from under 13-3/8" surface casing with brine solution. A 9.7 ppg - 10.2 ppg cut brine mud will be used while drilling through the salt formation. Use fibrous materials as needed to control seepage and lost circulation. Pump viscous sweeps as needed for hole cleaning. Pump speed will be recorded on a daily drilling report after mudding up. 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.

7. Auxiliary Well Control and Monitoring Equipment

- A. A Kelly cock will be in the drill string at all times.
- B. A full opening drill pipe stabbing valve having appropriate connections will be on the rig floor at all times.
- C. H2S monitors will be on location when drilling below the 13.375 casing.

8. Logging, Coring and Testing Program

Mud Logger: Mud Logging Unit (2 man) below intermediate casing.

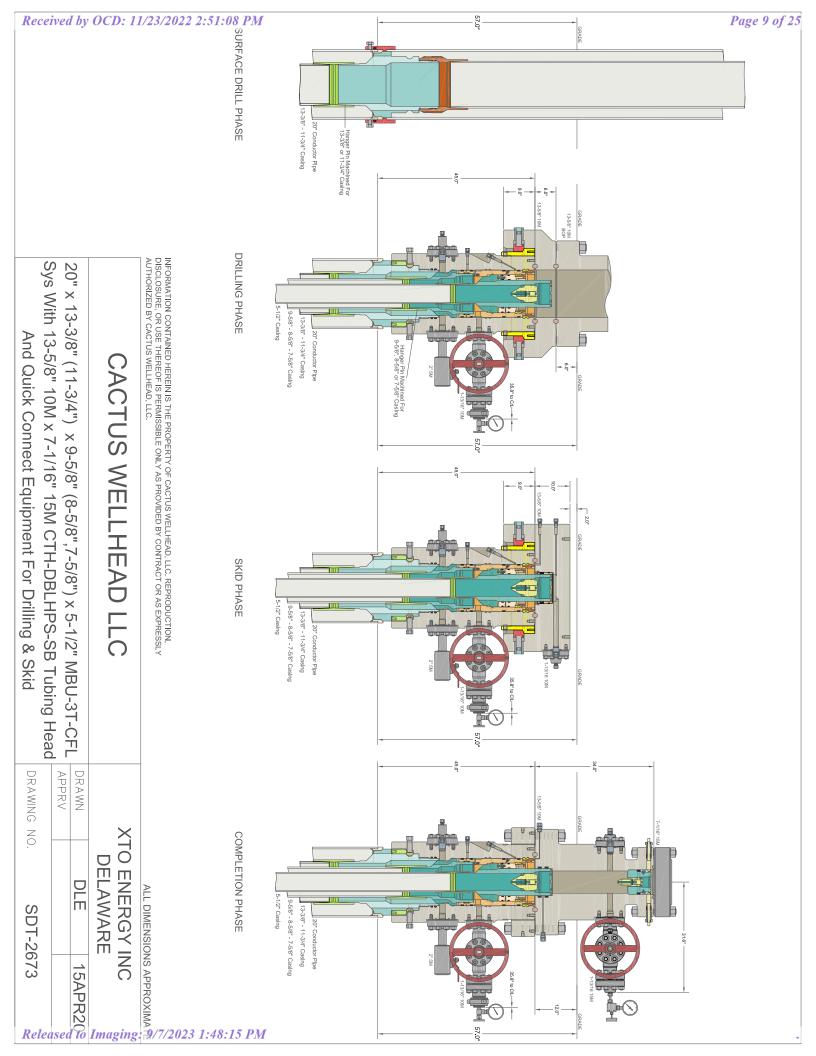
Open hole logging will not be done on this well.

9. Abnormal Pressures and Temperatures / Potential Hazards

None Anticipated. BHT of 160 to 180 F is anticipated. No H2S is expected but monitors will be in place to detect any H2S occurrences. Should these circumstances be encountered the operator and drilling contractor are prepared to take all necessary steps to ensure safety of all personnel and environment. 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. The maximum anticipated bottom hole pressure for this well is 4848 psi.

10. Anticipated Starting Date and Duration of Operations

Anticipated spud date will be after BLM approval. Move in operations and drilling is expected to take 40 days.



Delaware Basin Asset (Plans)

Eddy County SHANGHAI ROOSTER 15-3 FED Pad B SHANGHAI ROOSTER 15-3 FED 103H

SHANGHAI ROOSTER 15-3 FED 103H

Plan: Plan 1

Standard Planning Report

20 October, 2022

Planning Report

Database:	IMRK	PROD3				ordinate Refe	rence:	Well SHANGHA	ROOSTER 15	3 FED 103H
Company:			t (Plane)				rence.			
		Delaware Basin Asset (Plans) TVD Reference: RKB(30') @ 3078.0usf Eddy County MD Reference: RKB(30') @ 3078.0usf								
Project:	,	GHAI ROOSTI		Dod D					8.0USπ	
Site:					North Reference: Grid					
Vell:		GHAI ROOSTI			Survey Ca	alculation Met	thod:	Minimum Curvat	ure	
Wellbore:		GHAI ROOSTI	ER 15-3 FED	103H						
Design:	Plan 1									
Project	Eddy C	ounty, New Me	exico, Well Pla	nning for all pr	rojects in Eddy	County, NM				
Map System: Geo Datum: Map Zone:	NAD 192	e Plane 1927 (E 27 (NADCON C xico East 3001)	System Da	tum:	М	ean Sea Level		
Site	SHANO	GHAI ROOSTE	R 15-3 FED P	ad B						
	011/110									
Site Position:			North	-		,820.40 usft	Latitude:			32° 7' 24.429
From:	Map		Easti	-	611	,399.20 usft	Longitude:			103° 58' 24.575 V
Position Uncertain	nty:	3.0	0 usft Slot F	Radius:		13-3/16 "	Grid Converg	gence:		0.19
Well	SHANG	HAI ROOSTEI	R 15-3 FED 10	03H						
Well Position	+N/-S	28	3.5 usft N	orthing:		408,848.90) usft Lat	itude:		32° 7' 24.720
	+E/-W	-300		asting:		611,099.10) usft Lo	ngitude:		103° 58' 28.063 \
Position Uncertain	nty	0		ellhead Eleva	tion:	,		ound Level:		3,048.0 us
	-									
Wellbore	SHAN	GHAI ROOSTE	ER 15-3 FED 1	103H						
Magnetics	Мо	del Name	Samp	le Date	Declina	ation	•	Angle	Field St	-
		IGRF2020		10/19/2022	(°)	6.57	(°) 59.70	(nT) 5.51876610
				10/10/2022		0.07		00.10	47,20	0.01070010
Design	Plan 1									
Audit Notes:										
Version:			Phas	se:	PROTOTYPE	Tie	e On Depth:		0.0	
Vertical Section:		D) Depth From (T	VD)	+N/-S	+[E/-W	Dire	ection	
			(usft)		(usft)	(L	ısft)		(°)	
			0.0		0.0	(0.0	35	9.75	
Plan Survey Tool	-	Date	10/20/2022							
Depth From (usft)	ı Depti (us		(Wellbore)		Tool Name		Remarks			
1 0	0 25 (- 651.5 Plan 1 (XOMR2 OWS		1.			
1 0	.0 25,6	bollo Plan I (OUSTER 1	-					
					OWSG MWD	+ IFR1 + Multi	i-St			
Plan Sections										
								-		
Measured Depth Ir	olination	Azimuth	Vertical Depth	+N/-S	+E/-W	Dogleg Rate	Build Rate	Turn Rate	TEO	
(usft)	clination (°)	Azimutn (°)	(usft)	+N/-S (usft)	+E/-W (usft)	(°/100usft)	(°/100usft)	(°/100usft)	TFO (°)	Target
()			(()	((((
0.0	0.00	0.00	0.0	0.0	0.0	0.00	0.00		0.00	
1,000.0	0.00	0.00	1,000.0	0.0	0.0	0.00	0.00	0.00	0.00	
1,824.6	16.49	208.05	1,813.2	-104.0	-55.4	2.00	2.00	0.00	208.05	
4,781.7	16.49	208.05	4,648.8	-844.9	-450.2	0.00	0.00	0.00	0.00	
5,606.3	0.00	0.00	5,462.0	-948.9	-505.6	2.00	-2.00	0.00	180.00	
8,751.1	0.00	0.00	8,606.8	-948.9	-505.6	0.00	0.00	0.00	0.00	
9,876.1	90.00	359.75	9,323.0	-232.7	-508.7	8.00	8.00	0.00	0.00 F	TP-SR 103H
25,601.5	90.00	359.75	9,323.0	15,492.5	-577.1	0.00	0.00			FP-SR 103H
25 651 6	00.00	250 75	0,202,0	15 540 6	E77 0	0.00	0.00			

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25,651.6

-577.3

0.00

0.00

0.00

15,542.6

0.00 BHL-SR 103H

90.00

359.75

9,323.0

Planning Report

	Database:	LMRKPROD3	Local Co-ordinate Reference:	Well SHANGHAI ROOSTER 15-3 FED 103H
	Company:	Delaware Basin Asset (Plans)	TVD Reference:	RKB(30') @ 3078.0usft
	Project:	Eddy County	MD Reference:	RKB(30') @ 3078.0usft
:	Site:	SHANGHAI ROOSTER 15-3 FED Pad B	North Reference:	Grid
1	Well:	SHANGHAI ROOSTER 15-3 FED 103H	Survey Calculation Method:	Minimum Curvature
	Wellbore:	SHANGHAI ROOSTER 15-3 FED 103H		
	Design:	Plan 1		

Planned Survey

Measured Depth (usft)	Inclination (°)	Azimuth (°)	Vertical Depth (usft)	+N/-S (usft)	+E/-W (usft)	Vertical Section (usft)	Dogleg Rate (°/100usft)	Build Rate (°/100usft)	Turn Rate (°/100usft)
0.0		0.00	0.0	0.0	0.0	0.0	0.00	0.00	0.00
1,000.0	0.00	0.00	1,000.0	0.0	0.0	0.0	0.00	0.00	0.00
Start Build	2.00								
1,100.0	2.00	208.05	1,100.0	-1.5	-0.8	-1.5	2.00	2.00	0.00
1,200.0	4.00	208.05	1,199.8	-6.2	-3.3	-6.1	2.00	2.00	0.00
1,300.0	6.00	208.05	1,299.5	-13.9	-7.4	-13.8	2.00	2.00	0.00
1.400.0	8.00	208.05	1,398.7	-24.6	-13.1	-24.5	2.00	2.00	0.00
1,400.0		208.05	1,497.5	-24.0 -38.4	-20.5	-24.5	2.00	2.00	0.00
1,600.0		208.05	1,595.6	-55.2	-20.5	-55.1	2.00	2.00	0.00
1,700.0		208.05	1,693.1	-75.1	-40.0	-74.9	2.00	2.00	0.00
1,800.0		208.05	1,789.6	-97.9	-52.2	-97.7	2.00	2.00	0.00
1,824.6		208.05	1,813.2	-104.0	-55.4	-103.8	2.00	2.00	0.00
,	2 hold at 1824.6 M		1,013.2	-104.0	-33.4	-103.0	2.00	2.00	0.00
1,900.0		208.05	1,885.6	-122.9	-65.5	-122.6	0.00	0.00	0.00
2,000.0		208.05	1,981.4	-148.0	-78.8	-147.6	0.00	0.00	0.00
2,100.0		208.05	2,077.3	-173.0	-92.2	-172.6	0.00	0.00	0.00
2,200.0		208.05	2,173.2	-198.1	-105.5	-197.6	0.00	0.00	0.00
2,300.0 2,400.0		208.05 208.05	2,269.1 2,365.0	-223.1 -248.2	-118.9 -132.2	-222.6 -247.6	0.00 0.00	0.00 0.00	0.00 0.00
2,400.0 2,500.0		208.05	2,365.0 2,460.9	-248.2 -273.2	-132.2 -145.6	-247.6 -272.6	0.00	0.00	0.00
2,500.0		208.05	2,556.8	-298.3	-145.0	-272.0	0.00	0.00	0.00
2,000.0		208.05	2,652.6	-323.3	-172.3	-322.6	0.00	0.00	0.00
2,800.0		208.05	2,748.5	-348.4	-185.6	-347.6	0.00	0.00	0.00
2,900.0		208.05	2,844.4	-373.4	-199.0	-372.6	0.00	0.00	0.00
3,000.0		208.05	2,940.3	-398.5	-212.3	-397.6	0.00	0.00	0.00
3,100.0		208.05	3,036.2	-423.5	-225.7	-422.6	0.00	0.00	0.00
3,200.0	16.49	208.05	3,132.1	-448.6	-239.0	-447.6	0.00	0.00	0.00
3,300.0		208.05	3,228.0	-473.7	-252.4	-472.5	0.00	0.00	0.00
3,400.0		208.05	3,323.8	-498.7	-265.7	-497.5	0.00	0.00	0.00
3,500.0		208.05	3,419.7	-523.8	-279.1	-522.5	0.00	0.00	0.00
3,600.0		208.05	3,515.6	-548.8	-292.4	-547.5	0.00	0.00	0.00
3,700.0	16.49	208.05	3,611.5	-573.9	-305.8	-572.5	0.00	0.00	0.00
3,800.0	16.49	208.05	3,707.4	-598.9	-319.1	-597.5	0.00	0.00	0.00
3,900.0		208.05	3,803.3	-624.0	-332.5	-622.5	0.00	0.00	0.00
4,000.0		208.05	3,899.2	-649.0	-345.8	-647.5	0.00	0.00	0.00
4,100.0		208.05	3,995.1	-674.1	-359.2	-672.5	0.00	0.00	0.00
4,200.0	16.49	208.05	4,090.9	-699.1	-372.5	-697.5	0.00	0.00	0.00
4,300.0		208.05	4,186.8	-724.2	-385.9	-722.5	0.00	0.00	0.00
4,400.0		208.05	4,282.7	-749.2	-399.2	-747.5	0.00	0.00	0.00
4,500.0		208.05	4,378.6	-774.3	-412.6	-772.5	0.00	0.00	0.00
4,600.0		208.05	4,474.5	-799.3	-425.9	-797.5	0.00	0.00	0.00
4,700.0	16.49	208.05	4,570.4	-824.4	-439.3	-822.5	0.00	0.00	0.00
4,781.7	16.49	208.05	4,648.8	-844.9	-450.2	-842.9	0.00	0.00	0.00
Start Drop									
4,800.0		208.05	4,666.3	-849.4	-452.6	-847.4	2.00	-2.00	0.00
4,900.0		208.05	4,762.8	-872.4	-464.8	-870.4	2.00	-2.00	0.00
5,000.0		208.05	4,860.2	-892.5	-475.5	-890.4	2.00	-2.00	0.00
5,100.0		208.05	4,958.3	-909.5	-484.6	-907.4	2.00	-2.00	0.00
5,200.0		208.05	5,057.0	-923.5	-492.1	-921.3	2.00	-2.00	0.00
5,300.0		208.05	5,156.3	-934.4	-497.9	-932.3	2.00	-2.00	0.00
5,400.0		208.05	5,255.8	-942.3	-502.1	-940.1	2.00	-2.00	0.00
5,500.0		208.05	5,355.7	-947.1	-504.7	-944.9	2.00	-2.00	0.00
5,600.0	0.13	208.05	5,455.7	-948.9	-505.6	-946.7	2.00	-2.00	0.00

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Planning Report

Database:	LMRKPROD3	Local Co-ordinate Reference:	Well SHANGHAI ROOSTER 15-3 FED 103H
Company:	Delaware Basin Asset (Plans)	TVD Reference:	RKB(30') @ 3078.0usft
Project:	Eddy County	MD Reference:	RKB(30') @ 3078.0usft
Site:	SHANGHAI ROOSTER 15-3 FED Pad B	North Reference:	Grid
Well:	SHANGHAI ROOSTER 15-3 FED 103H	Survey Calculation Method:	Minimum Curvature
Wellbore:	SHANGHAI ROOSTER 15-3 FED 103H		
Design:	Plan 1		

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)
5,606.3	0.00	0.00	5,462.0	-948.9	-505.6	-946.7	2.00	-2.00	0.00
Start 3144.8	hold at 5606.3 N	ID							
8,751.1	0.00	0.00	8,606.8	-948.9	-505.6	-946.7	0.00	0.00	0.00
Start Build 8	.00								
8,800.0	3.91	359.75	8,655.6	-947.2	-505.6	-945.0	8.00	8.00	0.00
8,900.0	11.91	359.75	8,754.6	-933.5	-505.7	-931.3	8.00	8.00	0.00
9,000.0	19.91	359.75	8,850.7	-906.1	-505.8	-903.9	8.00	8.00	0.00
9,100.0	27.91	359.75	8,942.0	-865.6	-505.9	-863.4	8.00	8.00	0.00
9,200.0	35.91	359.75	9,026.9	-812.8	-506.2	-810.6	8.00	8.00	0.00
9,300.0	43.91	359.75	9,103.5	-748.7	-506.5	-746.5	8.00	8.00	0.00
9,400.0	51.91	359.75	9,170.5	-674.5	-506.8	-672.3	8.00	8.00	0.00
9,500.0	59.91	359.75	9,226.5	-591.8	-507.1	-589.6	8.00	8.00	0.00
9,600.0	67.91	359.75	9,270.4	-502.0	-507.5	-499.8	8.00	8.00	0.00
9,700.0	75.91	359.75	9,301.5	-407.1	-507.9	-404.8	8.00	8.00	0.00
9,800.0	83.91	359.75	9,319.0	-308.7	-508.4	-306.5	8.00	8.00	0.00
9,876.1	90.00	359.75	9,323.0	-232.7	-508.7	-230.5	8.00	8.00	0.00
	3 hold at 9876.1								
9,900.0	90.00	359.75	9,323.0	-208.8	-508.8	-206.6	0.00	0.00	0.00
10,000.0	90.00	359.75	9,323.0	-108.8	-509.2	-106.6	0.00	0.00	0.00
10,100.0	90.00	359.75	9,323.0	-8.8	-509.7	-6.6	0.00	0.00	0.00
10,200.0	90.00	359.75	9,323.0	91.2	-510.1	93.4	0.00	0.00	0.00
10,300.0	90.00	359.75	9,323.0	191.2	-510.5	193.4	0.00	0.00	0.00
10,400.0	90.00	359.75	9,323.0	291.2	-511.0	293.4	0.00	0.00	0.00
10,500.0	90.00	359.75	9,323.0	391.2	-511.4	393.4	0.00	0.00	0.00
10,600.0	90.00	359.75	9,323.0	491.2	-511.8	493.4	0.00	0.00	0.00
10,700.0	90.00	359.75	9,323.0	591.2	-512.3	593.4	0.00	0.00	0.00
10,800.0	90.00	359.75	9,323.0	691.2	-512.7	693.4	0.00	0.00	0.00
10,900.0	90.00	359.75	9,323.0	791.2	-513.2	793.4	0.00	0.00	0.00
11,000.0	90.00	359.75	9,323.0	891.2	-513.6	893.4	0.00	0.00	0.00
11,100.0	90.00	359.75	9,323.0	991.2	-514.0	993.4	0.00	0.00	0.00
11,200.0	90.00	359.75	9,323.0	1,091.2	-514.5	1,093.4	0.00	0.00	0.00
11,300.0	90.00	359.75	9,323.0	1,191.2	-514.9	1,193.4	0.00	0.00	0.00
11,400.0	90.00	359.75	9,323.0	1,291.1	-515.3	1,293.4	0.00	0.00	0.00
11,500.0	90.00	359.75	9,323.0	1,391.1	-515.8	1,393.4	0.00	0.00	0.00
11,600.0	90.00	359.75	9,323.0	1,491.1	-516.2	1,493.4	0.00	0.00	0.00
11,700.0	90.00	359.75	9,323.0	1,591.1	-516.6	1,593.4	0.00	0.00	0.00
11,800.0	90.00	359.75	9,323.0	1,691.1	-517.1	1,693.4	0.00	0.00	0.00
11,900.0	90.00	359.75	9,323.0	1,791.1	-517.5	1,793.4	0.00	0.00	0.00
12,000.0	90.00	359.75	9,323.0	1,891.1	-517.9	1,893.4	0.00	0.00	0.00
12,100.0	90.00	359.75	9,323.0	1,991.1	-518.4	1,993.4	0.00	0.00	0.00
12,200.0	90.00	359.75	9,323.0	2,091.1	-518.8	2,093.4	0.00	0.00	0.00
12,300.0	90.00	359.75	9,323.0	2,191.1	-519.2	2,193.4	0.00	0.00	0.00
12,400.0	90.00	359.75	9,323.0	2,291.1	-519.7	2,293.4	0.00	0.00	0.00
12,500.0	90.00	359.75	9,323.0	2,391.1	-520.1	2,393.4	0.00	0.00	0.00
12,600.0	90.00	359.75	9,323.0	2,491.1	-520.5	2,493.4	0.00	0.00	0.00
12,700.0	90.00	359.75	9,323.0	2,591.1	-521.0	2,593.4	0.00	0.00	0.00
12,800.0	90.00	359.75	9,323.0	2,691.1	-521.4	2,693.4	0.00	0.00	0.00
12,900.0	90.00	359.75	9,323.0	2,791.1	-521.9	2,793.4	0.00	0.00	0.00
13,000.0	90.00	359.75	9,323.0	2,891.1	-522.3	2,893.4	0.00	0.00	0.00
13,100.0	90.00	359.75	9,323.0	2,991.1	-522.7	2,993.4	0.00	0.00	0.00
13,200.0	90.00	359.75	9,323.0	3,091.1	-523.2	3,093.4	0.00	0.00	0.00
13,300.0	90.00	359.75	9,323.0	3,191.1	-523.6	3,193.4	0.00	0.00	0.00
13,400.0	90.00	359.75	9,323.0	3,291.1	-524.0	3,293.4	0.00	0.00	0.00

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Released to Imaging: 9/7/2023 1:48:15 PM

Database:	LMRKPROD3	Local Co-ordinate Reference:	Well SHANGHAI ROOSTER 15-3 FED 103H
Company:	Delaware Basin Asset (Plans)	TVD Reference:	RKB(30') @ 3078.0usft
Project:	Eddy County	MD Reference:	RKB(30') @ 3078.0usft
Site:	SHANGHAI ROOSTER 15-3 FED Pad B	North Reference:	Grid
Well:	SHANGHAI ROOSTER 15-3 FED 103H	Survey Calculation Method:	Minimum Curvature
Wellbore:	SHANGHAI ROOSTER 15-3 FED 103H		
Design:	Plan 1		

Planned Survey

$ \begin{array}{ c c c c c c c c c c c c c c c c c c c$	0
13,600.0 90.00 359.75 9,323.0 3,491.1 -524.9 3,493.4 0.00 0.00 0.00 13,700.0 90.00 359.75 9,323.0 3,591.1 -525.3 3,593.4 0.00 0.00 0.00 13,800.0 90.00 359.75 9,323.0 3,691.1 -525.8 3,693.4 0.00 0.00 0.00 13,800.0 90.00 359.75 9,323.0 3,791.1 -526.2 3,793.4 0.00 0.00 0.00 14,000.0 90.00 359.75 9,323.0 3,891.1 -526.6 3,893.4 0.00 0.00 0.00 14,000.0 90.00 359.75 9,323.0 3,991.1 -527.1 3,993.4 0.00 0.00 0.00 14,200.0 90.00 359.75 9,323.0 4,091.1 -527.5 4,093.4 0.00 0.00 0.00 14,300.0 90.00 359.75 9,323.0 4,191.1 -527.9 4,193.4 0.00 0.00 0.00 <th>-</th>	-
13,700.0 90.00 359.75 9,323.0 3,591.1 -525.3 3,593.4 0.00 0.00 0.00 13,800.0 90.00 359.75 9,323.0 3,691.1 -525.8 3,693.4 0.00 0.00 0.00 0.00 0.00 0.00 0.00 0.00 0.00 0.00 0.00 0.00 0.00 0.00 0.00 0.00 0.00 0.00 0.00 0.00 0.00 0.00 0.00 0.00 0.00 0.00 0.00 0.00 0.00 0.00 0.00 0.00 0.00 0.00 0.00 0.00 0.00 0.00 0.00 0.00 0.00 0.00 0.00 0.00 0.00 0.00 0.00 0.00 0.00 0.00 0.00 0.00 0.00 0.00 0.00 0.00 0.00 0.00 0.00 0.00 0.00 0.00 0.00 0.00 0.00 0.00 0.00 0.00 0.00 0.00 0.00 0.00 0.00	0
13,800.0 90.00 359.75 9,323.0 3,691.1 -525.8 3,693.4 0.00 0.00 0.00 13,900.0 90.00 359.75 9,323.0 3,791.1 -526.2 3,793.4 0.00 0.00 0.00 14,000.0 90.00 359.75 9,323.0 3,891.1 -526.6 3,893.4 0.00 0.00 0.00 14,000.0 90.00 359.75 9,323.0 3,891.1 -526.6 3,893.4 0.00 0.00 0.00 14,100.0 90.00 359.75 9,323.0 3,991.1 -527.1 3,993.4 0.00 0.00 0.00 14,200.0 90.00 359.75 9,323.0 4,091.1 -527.5 4,093.4 0.00 0.00 0.00 14,300.0 90.00 359.75 9,323.0 4,191.1 -527.9 4,193.4 0.00 0.00 0.00 14,400.0 90.00 359.75 9,323.0 4,291.1 -528.4 4,293.4 0.00 0.00 0.00 <td></td>	
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14,400.0 90.00 359.75 9,323.0 4,291.1 -528.4 4,293.4 0.00 0.00 0.00 14,500.0 90.00 359.75 9,323.0 4,391.1 -528.8 4,393.4 0.00 0.00 0.00	
14,500.0 90.00 359.75 9,323.0 4,391.1 -528.8 4,393.4 0.00 0.00 0.0	
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14,700.0 90.00 359.75 9,323.0 4,591.1 -529.7 4,593.4 0.00 0.00 0.0	0
14,800.0 90.00 359.75 9,323.0 4,691.1 -530.1 4,693.4 0.00 0.00 0.0	0
14,900.0 90.00 359.75 9,323.0 4,791.1 -530.6 4,793.4 0.00 0.00 0.0	0
15,000.0 90.00 359.75 9,323.0 4,891.1 -531.0 4,893.4 0.00 0.00 0.0	0
15,100.0 90.00 359.75 9,323.0 4,991.1 -531.4 4,993.4 0.00 0.00 0.0	
15,400.0 90.00 359.75 9,323.0 5,291.1 -532.7 5,293.4 0.00 0.00 0.0	
15,500.0 90.00 359.75 9,323.0 5,391.1 -533.2 5,393.4 0.00 0.00 0.0	
15,600.0 90.00 359.75 9,323.0 5,491.1 -533.6 5,493.4 0.00 0.00 0.0	
15,700.0 90.00 359.75 9,323.0 5,591.1 -534.0 5,593.4 0.00 0.00 0.0	
15,800.0 90.00 359.75 9,323.0 5,691.1 -534.5 5,693.4 0.00 0.00 0.0	0
15,900.0 90.00 359.75 9,323.0 5,791.1 -534.9 5,793.4 0.00 0.00 0.0	0
16,000.0 90.00 359.75 9,323.0 5,891.1 -535.3 5,893.4 0.00 0.00 0.0	0
16,100.0 90.00 359.75 9,323.0 5,991.1 -535.8 5,993.4 0.00 0.00 0.0	0
16,200.0 90.00 359.75 9,323.0 6,091.1 -536.2 6,093.4 0.00 0.00 0.0	0
16,300.0 90.00 359.75 9,323.0 6,191.1 -536.6 6,193.4 0.00 0.00 0.0	0
16,400.0 90.00 359.75 9,323.0 6,291.1 -537.1 6,293.4 0.00 0.00 0.0	0
16,500.0 90.00 359.75 9,323.0 6,391.1 -537.5 6,393.4 0.00 0.00 0.0	0
16,600.0 90.00 359.75 9,323.0 6,491.1 -537.9 6,493.4 0.00 0.00 0.0	
16,700.0 90.00 359.75 9,323.0 6,591.1 -538.4 6,593.4 0.00 0.00 0.0	
16,800.0 90.00 359.75 9,323.0 6,691.1 -538.8 6,693.4 0.00 0.00 0.0	
16,900.0 90.00 359.75 9,323.0 6,791.1 -539.3 6,793.4 0.00 0.00 0.0	
17,000.0 90.00 359.75 9,323.0 6,891.1 -539.7 6,893.4 0.00 0.00 0.0	
17,100.0 90.00 359.75 9,323.0 6,991.1 -540.1 6,993.4 0.00 0.00 0.0	
17,200.0 90.00 359.75 9,323.0 7,091.1 -540.6 7,093.4 0.00 0.00 0.0	
17,300.0 90.00 359.75 9,323.0 7,191.1 -541.0 7,193.4 0.00 0.00 0.0	
17,400.0 90.00 359.75 9,323.0 7,291.1 -541.4 7,293.4 0.00 0.00 0.00	
17,500.0 90.00 359.75 9,323.0 7,391.1 -541.9 7,393.4 0.00 0.00 0.0	
17,600.0 90.00 359.75 9,323.0 7,491.1 -542.3 7,493.4 0.00 0.00 0.0	
17,700.0 90.00 359.75 9,323.0 7,591.1 -542.7 7,593.4 0.00 0.00 0.0	
17,800.0 90.00 359.75 9,323.0 7,691.1 -543.2 7,693.4 0.00 0.00 0.0	
17,600.0 90.00 539.75 9,523.0 7,691.1 -543.6 7,793.4 0.00 0.00 0.0 17,900.0 90.00 359.75 9,323.0 7,791.1 -543.6 7,793.4 0.00 0.00 0.0	
18,000.0 90.00 359.75 9,323.0 7,891.1 -544.0 7,893.4 0.00 0.00 0.00 18,000.0 90.00 359.75 9,323.0 7,891.1 -544.0 7,893.4 0.00 0.00 0.00 0.00 0.00 0.00 0.00 0.00 0.00 0.00 0.00 0.00 0.00 0.00 0.00 0.00 0.00 0.00 0.00 0.00 0.00 0.00 0.00 0.00 0.00 0.00 0.00 0.00 0.00 0.00 0.00 0.00 0.00 0.00 0.00 0.00 0.00 0.00 0.00 0.00 0.00 0.00 0.00 0.00 0.00 0.00 0.00 0.00 0.00 0.00 0.00 0.00 0.00 0.00 0.00 0.00 0.00 0.00 0.00 0.00 0.00 0.00 0.00 0.00 0.00 0.00 0.00 0.00 0.00 0.00 0.00 0.00 0.00	
18,100.0 90.00 359.75 9,323.0 7,991.1 -544.5 7,993.4 0.00 0.00 0.00	
18,200.0 90.00 359.75 9,323.0 8,091.1 -544.9 8,093.4 0.00 0.00 0.0	
18,300.0 90.00 359.75 9,323.0 8,191.1 -545.3 8,193.4 0.00 0.00 0.0	
18,400.0 90.00 359.75 9,323.0 8,291.1 -545.8 8,293.4 0.00 0.00 0.0	0
18,500.0 90.00 359.75 9,323.0 8,391.1 -546.2 8,393.4 0.00 0.00 0.0	
18,600.0 90.00 359.75 9,323.0 8,491.1 -546.6 8,493.4 0.00 0.00 0.00	
18,700.0 90.00 359.75 9,323.0 8,591.1 -547.1 8,593.4 0.00 0.00 0.00	0
18,800.0 90.00 359.75 9,323.0 8,691.1 -547.5 8,693.4 0.00 0.00 0.0	0

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Planning Report

Database:	LMRKPROD3	Local Co-ordinate Reference:	Well SHANGHAI ROOSTER 15-3 FED 103H
Company:	Delaware Basin Asset (Plans)	TVD Reference:	RKB(30') @ 3078.0usft
Project:	Eddy County	MD Reference:	RKB(30') @ 3078.0usft
Site:	SHANGHAI ROOSTER 15-3 FED Pad B	North Reference:	Grid
Well:	SHANGHAI ROOSTER 15-3 FED 103H	Survey Calculation Method:	Minimum Curvature
Wellbore:	SHANGHAI ROOSTER 15-3 FED 103H		
Design:	Plan 1		

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)
18,900.0	90.00	359.75	9,323.0	8,791.1	-548.0	8,793.4	0.00	0.00	0.00
19,000.0	90.00	359.75	9,323.0	8,891.1	-548.4	8,893.4	0.00	0.00	0.00
19,100.0	90.00	359.75	9,323.0	8,991.1	-548.8	8,993.4	0.00	0.00	0.00
19,200.0	90.00	359.75	9,323.0	9,091.1	-549.3	9,093.4	0.00	0.00	0.00
19,300.0	90.00	359.75	9,323.0	9,191.1	-549.7	9,193.4	0.00	0.00	0.00
19,400.0	90.00	359.75	9,323.0	9,291.1	-550.1	9,293.4	0.00	0.00	0.00
19,500.0	90.00	359.75	9,323.0	9,391.1	-550.6	9,393.4	0.00	0.00	0.00
19,600.0	90.00	359.75	9,323.0	9,491.1	-551.0	9,493.4	0.00	0.00	0.00
19,700.0	90.00	359.75	9,323.0	9,591.1	-551.4	9,593.4	0.00	0.00	0.00
19,800.0	90.00	359.75	9,323.0	9,691.1	-551.9	9,693.4	0.00	0.00	0.00
19,900.0	90.00	359.75	9,323.0	9,791.1	-552.3	9,793.4	0.00	0.00	0.00
20,000.0	90.00	359.75	9,323.0	9,891.1	-552.7	9,893.4	0.00	0.00	0.00
20,100.0	90.00	359.75	9,323.0	9,991.1	-553.2	9,993.4	0.00	0.00	0.00
20,200.0	90.00	359.75	9,323.0	10,091.1	-553.6	10,093.4	0.00	0.00	0.00
20,300.0	90.00	359.75	9,323.0	10,191.1	-554.0	10,193.4	0.00	0.00	0.00
20,400.0	90.00	359.75	9,323.0	10,291.1	-554.5	10,293.4	0.00	0.00	0.00
20,500.0	90.00	359.75	9,323.0	10,391.1	-554.9	10,393.4	0.00	0.00	0.00
20,600.0	90.00	359.75	9,323.0	10,491.1	-555.3	10,493.4	0.00	0.00	0.00
20,700.0	90.00	359.75	9,323.0	10,591.1	-555.8	10,593.4	0.00	0.00	0.00
20,800.0	90.00	359.75	9,323.0	10,691.1	-556.2	10,693.4	0.00	0.00	0.00
20,900.0	90.00	359.75	9,323.0	10,791.1	-556.7	10,793.4	0.00	0.00	0.00
04 000 0	00.00	250 75	0 000 0	10 001 1	<i><i></i></i>	10 000 1	0.00	0.00	0.00
21,000.0	90.00	359.75	9,323.0	10,891.1	-557.1	10,893.4	0.00	0.00	0.00
21,100.0	90.00	359.75	9,323.0	10,991.1	-557.5	10,993.4	0.00	0.00	0.00
21,200.0	90.00	359.75	9,323.0	11,091.1	-558.0	11,093.4	0.00	0.00	0.00
21,300.0	90.00	359.75	9,323.0	11,191.1	-558.4	11,193.4	0.00	0.00	0.00
21,400.0	90.00	359.75	9,323.0	11,291.1	-558.8	11,293.4	0.00	0.00	0.00
21,500.0	90.00	359.75	9,323.0	11,391.1	-559.3	11,393.4	0.00	0.00	0.00
21,600.0	90.00	359.75	9,323.0	11,491.1	-559.7	11,493.4	0.00	0.00	0.00
21,000.0	90.00	359.75	9,323.0			11,493.4	0.00	0.00	0.00
				11,591.1	-560.1				
21,800.0	90.00	359.75	9,323.0	11,691.1	-560.6	11,693.4	0.00	0.00	0.00
21,900.0	90.00	359.75	9,323.0	11,791.1	-561.0	11,793.4	0.00	0.00	0.00
22,000.0	90.00	359.75	9,323.0	11,891.0	-561.4	11,893.4	0.00	0.00	0.00
22,100.0	90.00	359.75	9,323.0	11,991.0	-561.9	11,993.4	0.00	0.00	0.00
22,200.0	90.00	359.75	9,323.0	12,091.0	-562.3	12,093.4	0.00	0.00	0.00
22,200.0	90.00	359.75	9,323.0	12,191.0	-562.7	12,093.4	0.00	0.00	0.00
22,300.0	90.00	359.75	9,323.0 9,323.0	12,191.0	-563.2	12,193.4	0.00	0.00	0.00
22,400.0			5,525.0	12,291.0	-505.2	12,293.4			
22,500.0	90.00	359.75	9,323.0	12,391.0	-563.6	12,393.4	0.00	0.00	0.00
22,600.0	90.00	359.75	9,323.0	12,491.0	-564.0	12,493.4	0.00	0.00	0.00
22,700.0	90.00	359.75	9,323.0	12,591.0	-564.5	12,593.4	0.00	0.00	0.00
22,800.0	90.00	359.75	9,323.0	12,691.0	-564.9	12,693.4	0.00	0.00	0.00
22,900.0	90.00	359.75	9,323.0	12,791.0	-565.3	12,793.4	0.00	0.00	0.00
23,000.0	90.00	359.75	9,323.0	12,891.0	-565.8	12,893.4	0.00	0.00	0.00
23,100.0	90.00	359.75	9,323.0	12,991.0	-566.2	12,993.4	0.00	0.00	0.00
23,200.0	90.00	359.75	9,323.0	13,091.0	-566.7	13,093.4	0.00	0.00	0.00
23,300.0	90.00	359.75	9,323.0	13,191.0	-567.1	13,193.4	0.00	0.00	0.00
23,400.0	90.00	359.75	9,323.0	13,291.0	-567.5	13,293.4	0.00	0.00	0.00
23,500.0	90.00	359.75	9,323.0	13,391.0	-568.0	13,393.4	0.00	0.00	0.00
23,600.0	90.00	359.75	9,323.0	13,491.0	-568.4	13,493.4	0.00	0.00	0.00
23,700.0	90.00	359.75	9,323.0	13,591.0	-568.8	13,593.4	0.00	0.00	0.00
23,800.0	90.00	359.75	9,323.0	13,691.0	-569.3	13,693.4	0.00	0.00	0.00
23,900.0	90.00	359.75	9,323.0	13,791.0	-569.7	13,793.4	0.00	0.00	0.00
24.000.0	90.00	359.75	9,323.0	13,891.0	-570.1	13,893.4	0.00	0.00	0.00
_ +,000.0			9,323.0	13,991.0	-570.6	13,993.4	0.00	0.00	0.00
24 100 0									
24,100.0 24.200.0	90.00 90.00	359.75 359.75	9,323.0	14.091.0	-571.0	14,093.4	0.00	0.00	0.00

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COMPASS 5000.14 Build 85

.

Database:	LMRKPROD3	Local Co-ordinate Reference:	Well SHANGHAI ROOSTER 15-3 FED 103H
Company:	Delaware Basin Asset (Plans)	TVD Reference:	RKB(30') @ 3078.0usft
Project:	Eddy County	MD Reference:	RKB(30') @ 3078.0usft
Site:	SHANGHAI ROOSTER 15-3 FED Pad B	North Reference:	Grid
Well:	SHANGHAI ROOSTER 15-3 FED 103H	Survey Calculation Method:	Minimum Curvature
Wellbore:	SHANGHAI ROOSTER 15-3 FED 103H		
Design:	Plan 1		

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)
24,300.0 24,400.0	90.00 90.00	359.75 359.75	9,323.0 9,323.0	14,191.0 14,291.0	-571.4 -571.9	14,193.4 14,293.4	0.00 0.00	0.00 0.00	0.00 0.00
24,500.0	90.00	359.75	9,323.0	14,391.0	-572.3	14,393.4	0.00	0.00	0.00
24,600.0 24,700.0	90.00 90.00	359.75 359.75	9,323.0 9,323.0	14,491.0 14,591.0	-572.7 -573.2	14,493.4 14,593.4	0.00 0.00	0.00 0.00	0.00 0.00
24,800.0 24,900.0	90.00 90.00	359.75 359.75	9,323.0 9,323.0	14,691.0 14,791.0	-573.6 -574.0	14,693.4 14,793.4	0.00 0.00	0.00 0.00	0.00 0.00
25,000.0	90.00	359.75	9,323.0	14,891.0	-574.5	14,893.4	0.00	0.00	0.00
25,100.0 25,200.0	90.00 90.00	359.75 359.75	9,323.0 9,323.0	14,991.0 15,091.0	-574.9 -575.4	14,993.4 15,093.4	0.00 0.00	0.00 0.00	0.00 0.00
25,300.0 25,400.0	90.00 90.00	359.75 359.75	9,323.0 9,323.0	15,191.0 15,291.0	-575.8 -576.2	15,193.4 15,293.4	0.00 0.00	0.00 0.00	0.00 0.00
25,500.0	90.00	359.75	9,323.0	15,391.0	-576.7	15,393.4	0.00	0.00	0.00
25,600.0 25,601.5	90.00 90.00	359.75 359.75	9,323.0 9,323.0	15,491.0 15,492.5	-577.1 -577.1	15,493.4 15,494.9	0.00 0.00	0.00 0.00	0.00 0.00
Start 50.1 hol	d at 25601.5 MI	C							
25,651.6	90.00	359.75	9,323.0	15,542.6	-577.3	15,545.0	0.00	0.00	0.00
TD at 25651.6	5								

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
LTP-SR 103H - plan hits target co - Point	0.00 enter	0.00	9,323.0	15,492.5	-577.1	424,341.40	610,522.00	32° 9' 58.058 N	103° 58' 34.177 W
FTP-SR 103H - plan hits target co - Point	0.00 enter	0.00	9,323.0	-232.7	-508.7	408,616.20	610,590.40	32° 7' 22.434 N	103° 58' 33.988 W
BHL-SR 103H - plan misses targe - Point	0.00 et center by 0.1		9,323.0 .5usft MD (9	15,542.5 323.0 TVD, 1	-577.4 5542.5 N, -577	424,391.40 .3 E)	610,521.70	32° 9' 58.553 N	103° 58' 34.178 W

Point

Measured	Vertical	Local Coor	dinates	
Depth (usft)	Depth (usft)	+N/-S (usft)	+E/-W (usft)	Comment
1,000.0	1,000.0	0.0	0.0	Start Build 2.00
1,824.6	1,813.2	-104.0	-55.4	Start 2957.2 hold at 1824.6 MD
4,781.7	4,648.8	-844.9	-450.2	Start Drop -2.00
5,606.3	5,462.0	-948.9	-505.6	Start 3144.8 hold at 5606.3 MD
8,751.1	8,606.8	-948.9	-505.6	Start Build 8.00
9,876.1	9,323.0	-232.7	-508.7	Start 15725.3 hold at 9876.1 MD
25,601.5	9,323.0	15,492.5	-577.1	Start 50.1 hold at 25601.5 MD
25,651.6	9,323.0	15,542.6	-577.3	TD at 25651.6

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PECOS DISTRICT DRILLING CONDITIONS OF APPROVAL

OPERATOR'S NAME:	XTO Energy Incorporated
WELL NAME & NO.:	Shanghai Rooster 15-3 Fed 103H
LOCATION:	Sec 15-25S-29E-NMP
COUNTY:	Eddy County, New Mexico

COA

O Yes	🖲 No	
None	O Secretary	© R-111-P
○ Low	Medium	O High
Critical		
O None	Flex Hose	Other
Conventional	Multibowl	© Both
□4 String Area	Capitan Reef	WIPP
Fluid Filled	Cement Squeeze	□ Pilot Hole
□ Water Disposal	СОМ	🗆 Unit
	 None Low Critical None Conventional 4 String Area Fluid Filled 	 None Secretary Low Medium Critical None Flex Hose Conventional Multibowl 4 String Area Capitan Reef Fluid Filled Cement Squeeze

Break Testing • Yes • No

Previously known as **Shanghai Rooster 22-27 Fed 903H**. Changes approved through engineering via Sundry **2700845** on **11/21/2022**. Any previous COAs not addressed within the updated COAs still apply.

A. HYDROGEN SULFIDE

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

B. CASING

- 1. The **13-3/8** inch surface casing shall be set at approximately 721 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 $\underline{8}$ <u>hours</u> or 500 pounds compressive strength, whichever is greater. (This is to include the lead cement)
- c. Wait on cement (WOC) time for a remedial job will be a minimum of 4 hours after bringing cement to surface or 500 pounds compressive strength, whichever is greater.
- d. If cement falls back, remedial cementing will be done prior to drilling out that string.
- 2. The minimum required fill of cement behind the 9-5/8 inch intermediate casing is:

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>Medium 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.
- 3. The minimum required fill of cement behind the 5-1/2 inch production casing is:
 - Cement should tie-back at least **200 feet** into previous casing string. Operator shall provide method of verification.

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)

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 (575-689-5981 Lea 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

Lea County

Call the Hobbs Field Station, 414 West Taylor, Hobbs NM 88240, (575) 689-5981

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

A. CASING

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

B. PRESSURE CONTROL

- 1. All blowout preventer (BOP) and related equipment (BOPE) shall comply with well control requirements as described in Onshore Oil and Gas Order No. 2 and API RP 53 Sec. 17.
- 2. If a variance is approved for a flexible hose to be installed from the BOP to the choke manifold, the following requirements apply: The flex line must meet the requirements of API 16C. Check condition of flexible line from BOP to choke manifold, replace if exterior is damaged or if line fails test. Line to be as straight as possible with no hard bends and is to be anchored according to Manufacturer's requirements. The flexible hose can be exchanged with a hose of equal size and equal or greater pressure rating. Anchor requirements, specification sheet and hydrostatic pressure test certification matching the hose in service, to be onsite for review. These documents shall be posted in the company man's trailer and on the rig floor.

- 3. 5M or higher system requires an HCR valve, remote kill line and annular to match. The remote kill line is to be installed prior to testing the system and tested to stack pressure.
- 4. If the operator has proposed a multi-bowl wellhead assembly in the APD. The following requirements must be met:
 - a. Wellhead shall be installed by manufacturer's representatives, submit documentation with subsequent sundry.
 - b. If the welding is performed by a third party, the manufacturer's representative shall monitor the temperature to verify that it does not exceed the maximum temperature of the seal.
 - c. Manufacturer representative shall install the test plug for the initial BOP test.
 - d. Whenever any seal subject to test pressure is broken, all the tests in OOGO2.III.A.2.i must be followed.
 - e. If the cement does not circulate and one inch operations would have been possible with a standard wellhead, the well head shall be cut off, cementing operations performed and another wellhead installed.
- 5. The appropriate BLM office shall be notified a minimum of 4 hours in advance for a representative to witness the tests.
 - a. In a water basin, for all casing strings utilizing slips, these are to be set as soon as the crew and rig are ready and any fallback cement remediation has been done. The casing cut-off and BOP installation can be initiated four hours after installing the slips, which will be approximately six hours after bumping the plug. For those casing strings not using slips, the minimum wait time before cut-off is eight hours after bumping the plug. BOP/BOPE testing can begin after cut-off or once cement reaches 500 psi compressive strength (including lead when specified), whichever is greater. However, if the float does not hold, cut-off cannot be initiated until cement reaches 500 psi compressive strength (including lead when specified).
 - b. In potash areas, for all casing strings utilizing slips, these are to be set as soon as the crew and rig are ready and any fallback cement remediation has been done. For all casing strings, casing cut-off and BOP installation can be initiated at twelve hours after bumping the plug. However, **no tests** shall commence until the cement has had a minimum of 24 hours setup time, except the casing pressure test can be initiated immediately after bumping the plug (only applies to single stage cement jobs).
 - c. The tests shall be done by an independent service company utilizing a test plug not a cup or J-packer. The operator also has the option of utilizing an independent tester to test without a plug (i.e. against the casing) pursuant to Onshore Order 2 with the pressure not to exceed 70% of the burst rating for

the casing. Any test against the casing must meet the WOC time for water basin (8 hours) or potash (24 hours) or 500 pounds compressive strength, whichever is greater, prior to initiating the test (see casing segment as lead cement may be critical item).

- d. The test shall be run on a 5000 psi chart for a 2-3M BOP/BOP, on a 10000 psi chart for a 5M BOP/BOPE and on a 15000 psi chart for a 10M BOP/BOPE. If a linear chart is used, it shall be a one hour chart. A circular chart shall have a maximum 2 hour clock. If a twelve hour or twenty-four hour chart is used, tester shall make a notation that it is run with a two hour clock.
- e. The results of the test shall be reported to the appropriate BLM office.
- f. All tests are required to be recorded on a calibrated test chart. A copy of the BOP/BOPE test chart and a copy of independent service company test will be submitted to the appropriate BLM office.
- g. The BOP/BOPE test shall include a low pressure test from 250 to 300 psi. The test will be held for a minimum of 10 minutes if test is done with a test plug and 30 minutes without a test plug. This test shall be performed prior to the test at full stack pressure.
- h. BOP/BOPE must be tested by an independent service company within 500 feet of the top of the Wolfcamp formation if the time between the setting of the intermediate casing and reaching this depth exceeds 20 days. This test does not exclude the test prior to drilling out the casing shoe as per Onshore Order No. 2.

C. DRILLING MUD

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

D. WASTE MATERIAL AND FLUIDS

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

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

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

District III

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

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

COMMENTS

Operator:	OGRID:
XTO ENERGY, INC	5380
6401 Holiday Hill Road	Action Number:
Midland, TX 79707	161284
	Action Type:
	[C-103] NOI Change of Plans (C-103A)

JOININEN I S			
Created By		Comment Date	
ward.rikala	Name change, BHL change, HSU change per operators request.	9/7/2023	

COMMENTS

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Action 161284

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CONDITIONS

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CONDITIONS			

Created By Condition Condition Date jagarcia None 2/24/2023

CONDITIONS

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Action 161284