<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 **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**

Form C-101 August 1, 2011

Permit 352367

APPLICATION FOR PERMIT TO DRILL. RE-ENTER. DEEPEN, PLUGBACK, OR ADD A ZONE

| Operator Name and Address | | 2. OGRID Number |
|---------------------------|-------------------------------|-----------------|
| OXY USA INC | | 16696 |
| P.O. Box 4294 | | 3. API Number |
| Houston, TX 772104294 | | 30-025-52121 |
| 4. Property Code | 5. Property Name | 6. Well No. |
| 330703 | SENILE FELINES 18 7 STATE COM | 071H |

7 Surface Location

| I | UL - Lot | Section | Township | Range | Lot Idn | Feet From | N/S Line | Feet From | E/W Line | County |
|---|----------|---------|----------|-------|---------|-----------|----------|-----------|----------|--------|
| | N | 18 | 22S | 33E | N | 355 | S | 1843 | W | Lea |

8. Proposed Bottom Hole Location

| ſ | UL - Lot | Section | Township | Range | Lot Idn | Feet From | N/S Line | Feet From | E/W Line | County |
|---|----------|---------|----------|-------|---------|-----------|----------|-----------|----------|--------|
| | D | 7 | 22S | 33E | 1 | 20 | N | 800 | W | Lea |

9. Pool Information

| RE | ED TANK;BONE SPRING, EAST | 51687 |
|----|---------------------------|-------|

Additional Well Information

| 11. Work Type | 12. Well Type | 13. Cable/Rotary | 14. Lease Type | 15. Ground Level Elevation |
|-----------------------|--------------------|--|----------------|-----------------------------------|
| New Well | OIL | | State | 3659 |
| 16. Multiple | 17. Proposed Depth | 18. Formation | 19. Contractor | 20. Spud Date |
| N | 21606 | 2nd Bone Spring Sand | | 10/31/2023 |
| Depth to Ground water | | Distance from nearest fresh water well | | Distance to nearest surface water |
| | | | | |

We will be using a closed-loop system in lieu of lined pits

21. Proposed Casing and Cement Program

| Type | Hole Size | Casing Size | Casing Weight/ft | Setting Depth | Sacks of Cement | Estimated TOC |
|------|-----------|-------------|------------------|---------------|-----------------|---------------|
| Surf | 17.5 | 13.375 | 54.5 | 931 | 973 | 0 |
| Int1 | 12.25 | 7.827 | 39.3 | 10659 | 3583 | 0 |
| Prod | 6.75 | 5.5 | 20 | 21607 | 841 | 10459 |

Casing/Cement Program: Additional Comments

See attached drill plan details, AnnBOP Variance attached. BOP Break testing variance attached. Bradenhead CBL variance attached. Ann Clearance variance attached. Offline cement variance attached.

22. Proposed Blowout Prevention Program

| Туре | Working Pressure | Test Pressure | Manufacturer |
|------------|------------------|---------------|--------------|
| Annular | 5000 | 5000 | |
| Double Ram | 5000 | 5000 | |
| Pipe | 5000 | 5000 | |

| knowledge and | I have complied with 19.15.14.9 (A) N | true and complete to the best of my | | OIL CONSERVATION | ON DIVISION |
|--|---------------------------------------|-------------------------------------|--------------------|------------------|-----------------------------|
| Printed Name: | Electronically filed by KELLEY MO | NTGOMERY | Approved By: | Paul F Kautz | |
| Title: | Manager Regulatory | | Title: | Geologist | |
| Email Address: kelley_montgomery@oxy.com | | | Approved Date: | 10/18/2023 | Expiration Date: 10/18/2025 |
| Date: | 10/13/2023 | Phone: 713-366-5716 | Conditions of Appr | oval Attached | |

Received by OCD: 10/13/2023 7:47:59 PM

Page 2 of 88

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 <u>District III</u> 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 ACERAGE DEDICATION PLAT

| ¹ API Number | ² Pool Code | ³ Pool Name | | |
|----------------------------|------------------------|-----------------------------|--------------------------|--|
| 30-025- | 51687 | RED TANK; BONE SPRING, EAST | | |
| ⁴ Property Code | | roperty Name | ⁶ Well Number | |
| | SENILE FELIN | 71H | | |
| 7 OGRID No. | | perator Name | ⁹ Elevation | |
| 16696 | OXY | Ž USA INC. | 3659' | |
| • | 10 ~ 2 | | | |

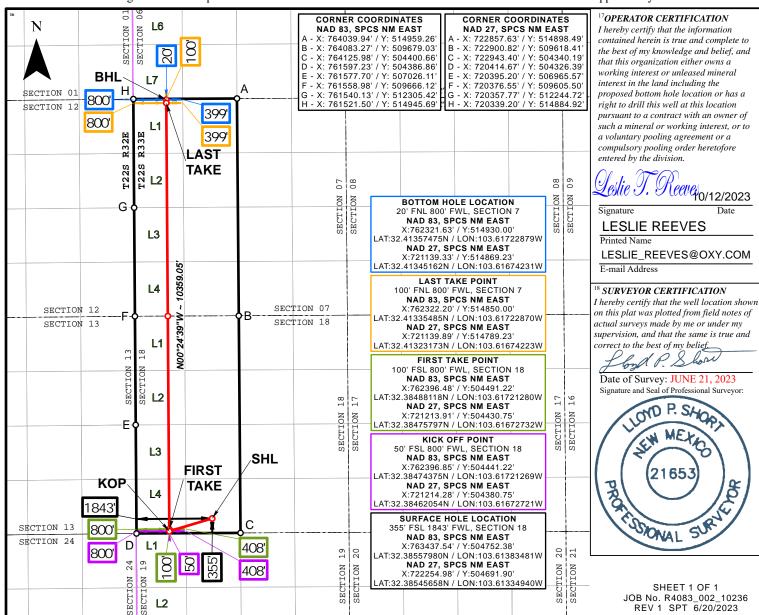
¹⁰ Surface Location

Lot Idn

Range

| N | 18 | 22S | 33E | | 355 | South | 1843 | West | LEA |
|----------------------|--------------|-----------------|-----------------|---------|------------------|------------------------|-------------------|------------------------|---------------|
| | | | ¹¹ B | ottom l | Hole Location | n If Different Fi | rom Surface | | |
| UL or lot no. L 1 | Section 7 | Township 22S | Range 33E | Lot Idn | Feet from the 20 | North/South line North | Feet from the 800 | East/West line West | County LEA |

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.



<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**

Form APD Conditions

Permit 352367

PERMIT CONDITIONS OF APPROVAL

| Operator Name and Address: | API Number: |
|----------------------------|-------------------------------------|
| OXY USA INC [16696] | 30-025-52121 |
| P.O. Box 4294 | Well: |
| Houston, TX 772104294 | SENILE FELINES 18 7 STATE COM #071H |

| OCD Reviewer | Condition |
|-----------------|--|
| pkautz | Notify OCD 24 hours prior to casing & cement |
| pkautz | Will require a File As Drilled C-102 and a Directional Survey with the C-104 |
| pkautz | 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 |
| pkautz | 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 |
| pkautz | Cement is required to circulate on both surface and intermediate1 strings of casing |
| pkautz | If cement does not circulate on any string , a CBL is required for that string of casing. |
| pkautz | The Operator is to notify NMOCD by sundry (Form C-103) within ten (10) days of the well being spud |

Page 5

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 Man | nagement Plan m | ust be submitted w | ith each Applica | tion for Permit to I | Orill (Al | PD) for a n | iew oi | recompleted well. |
|---|---|--------------------|--------------------|----------------------------|-----------------------|-----------------------|----------------------------------|-----------------------|
| Section 1 — Plan Description Effective May 25, 2021 | | | | | | | | |
| I. Operator: OXY U | JSA INC. | | OGRID: <u>16</u> | 6696 | | Date: _ | 1 0/ | 0 5/2 3 |
| II. Type: 🗹 Original | ☐ Amendment | due to □ 19.15.27 | .9.D(6)(a) NMA | C □ 19.15.27.9.D(| (6)(b) N | MAC 🗆 C | ther. | |
| If Other, please descri | be: | | | | | | | |
| III. Well(s): Provide be recompleted from a | | | | | wells pr | oposed to | be dri | lled or proposed to |
| Well Name | API | ULSTR | Footages | Anticipated Oil BBL/D | Anticipated Gas MCF/D | | Anticipated Produced Water BBL/D | |
| SEE ATTACHED | | | | | | | | BBL/B |
| V. Anticipated Sched | IV. Central Delivery Point Name: RED TANK 19 CPF [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 | | Initial Fl Back Da | | First Production Date |
| SEE ATTACHED | | | | | | | | |
| 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. | | | | | | | | |

Page 6

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 \square will \square will not have 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 | ☐ does ☐ does no | t anticipate that its | s existing well(s) | connected to the | he same segment, | or portion, | of the |
|-------------|---------------------|--------------------|-----------------------|---------------------|------------------|-------------------|-------------|---------|
| natural gas | gathering system(s) | described above wi | Ill continue to mee | et anticipated incr | reases in line p | ressure caused by | the new we | ell(s). |

| | A 1 . | · , | 1 4 | | 1 4 | • | 4 41 | . 1 | 1. |
|-----|----------|------------|---------|--------|------------|-------------|--------|-------------|---------------|
| 1 1 | Attach (| Operator's | plan to | manage | production | in response | to the | e increased | line pressure |

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

Released to Imaging: 10/18/2023 2:54:26 PM

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

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.

Page 8

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: Leslie T. Reeves |
|---|
| Printed Name: LESLIE REEVES |
| Title: REGULATORY MANAGER |
| E-mail Address: LESLIE_REEVES@OXY.COM |
| Date: 10-11-2023 |
| Phone: 713-497-2492 |
| OIL CONSERVATION DIVISION (Only applicable when submitted as a standalone form) |
| Approved By: |
| Title: |
| Approval Date: |
| Conditions of Approval: |
| |
| |
| |
| |

III. Well(s)

| Well Name | API | WELL LOCATION (ULSTR) | Footages | ANTICIPATED OIL BBL/D | ANTICIPATED GAS MCF/D | ANTICIPATED PROD WATER BBL/D |
|-----------------------------------|---------|-----------------------|-------------------|-----------------------|-----------------------|------------------------------|
| SENILE FELINES 18-7 STATE COM 1H | PENDING | O-18-22S-33E | 550'FSL 1498'FEL | 800 | 1850 | 2150 |
| SENILE FELINES 18-7 STATE COM 2H | PENDING | O-18-22S-33E | 550'FSL 1468'FEL | 800 | 1850 | 2150 |
| SENILE FELINES 18-7 STATE COM 3H | PENDING | O-18-22S-33E | 550'FSL 1438'FEL | 800 | 1850 | 2150 |
| SENILE FELINES 18-7 STATE COM 11H | PENDING | N-18-22S-33E | 356'FSL 1753'FWL | 1200 | 3400 | 2600 |
| SENILE FELINES 18-7 STATE COM 12H | PENDING | N-18-22S-33E | 356'FSL 1783'FWL | 1200 | 3400 | 2600 |
| SENILE FELINES 18-7 STATE COM 13H | PENDING | O-18-22S-33E | 340'FSL 1410'FEL | 1200 | 3400 | 2600 |
| SENILE FELINES 18-7 STATE COM 14H | PENDING | O-18-22S-33E | 339' FSL 1380'FEL | 1200 | 3400 | 2600 |
| SENILE FELINES 18-7 STATE COM 15H | PENDING | O-18-22S-33E | 339'FSL 1350'FEL | 1200 | 3400 | 2600 |
| SENILE FELINES 18-7 STATE COM 71H | PENDING | N-18-22S-33E | 355'FSL 1843'FWL | 1500 | 2400 | 1400 |
| SENILE FELINES 18-7 STATE COM 72H | PENDING | N-18-22S-33E | 355'FSL 1873'FWL | 1500 | 2400 | 1400 |
| SENILE FELINES 18-7 STATE COM 73H | PENDING | O-18-22S-33E | 340'FSL 1500'FEL | 1500 | 2400 | 1400 |
| SENILE FELINES 18-7 STATE COM 74H | PENDING | O-18-22S-33E | 340'FSL 1470'FEL | 1500 | 2400 | 1400 |

V. Anticipated Schedule *Subject to schedule changes.*

| Well Name | API | Spud Date | TD Reached Date | Completion Commencement Date | Initial Flow Back Date | First Production Date |
|-----------------------------------|---------|-----------|-----------------|-------------------------------------|------------------------|-----------------------|
| SENILE FELINES 18-7 STATE COM 1H | PENDING | TBD | TBD | TBD | TBD | TBD |
| SENILE FELINES 18-7 STATE COM 2H | PENDING | TBD | TBD | TBD | TBD | TBD |
| SENILE FELINES 18-7 STATE COM 3H | PENDING | TBD | TBD | TBD | TBD | TBD |
| SENILE FELINES 18-7 STATE COM 11H | PENDING | TBD | TBD | TBD | TBD | TBD |
| SENILE FELINES 18-7 STATE COM 12H | PENDING | TBD | TBD | TBD | TBD | TBD |
| SENILE FELINES 18-7 STATE COM 13H | PENDING | TBD | TBD | TBD | TBD | TBD |
| SENILE FELINES 18-7 STATE COM 14H | PENDING | TBD | TBD | TBD | TBD | TBD |
| SENILE FELINES 18-7 STATE COM 15H | PENDING | TBD | TBD | TBD | TBD | TBD |
| SENILE FELINES 18-7 STATE COM 71H | PENDING | TBD | TBD | TBD | TBD | TBD |
| SENILE FELINES 18-7 STATE COM 72H | PENDING | TBD | TBD | TBD | TBD | TBD |
| SENILE FELINES 18-7 STATE COM 73H | PENDING | TBD | TBD | TBD | TBD | TBD |
| SENILE FELINES 18-7 STATE COM 74H | PENDING | TBD | TBD | TBD | TBD | TBD |

CENTRAL DELIVERY POINT NAME: (CPF) RED TANK 19 CPF

Part VI. Separation Equipment

Operator will size the flowback separator to handle 11,000 Bbls of fluid and 6-10MMscfd which is more than the expected peak rates for these wells. Each separator is rated to 1440psig, and pressure control valves and automated communication will cause the wells to shut in in the event of an upset at the facility, therefore no gas will be flared on pad during an upset. Current Oxy practices avoid use of flare or venting on pad, therefore if there is an upset or emergency condition at the facility, the wells will immediately shut down, and reassume production once the condition has cleared.

VII. Operational Practices

Gathering System and Pipeline Notification

Well(s) will be connected to a production facility after flowback operations are complete, where a gas transporter system is in place. The gas produced from production facility is dedicated to MarkWest Midstream ("MPLX") and will be connected to MPLX's high pressure gathering system located in Lea County, New Mexico. OXY USA INC. ("OXY") provides (periodically) to MPLX a drilling, completion and estimated first production date for wells that are scheduled to be drilled in the foreseeable future. In addition, OXY and MPLX have periodic conference calls to discuss changes to drilling and completion schedules. The actual flow of the gas will be based on compression operating parameters and gathering system pressures.

Flowback Strategy

After the fracture treatment/completion operations, well(s) will be produced to temporary production tanks and gas will be flared or vented. During flowback, the fluids and sand content will be monitored. When the produced fluids contain minimal sand, the wells will be turned to production facilities. Gas sales should start as soon as the wells start flowing through the production facilities, unless there are operational issues on MPLX's system at that time. Based on current information, it is OXY's belief the system can take this gas upon completion of the well(s). Safety requirements during cleanout operations from the use of underbalanced air cleanout systems may necessitate that sand and non-pipeline quality gas be vented and/or flared rather than sold on a temporary basis.

VIII. Best Management Practices

Alternatives to Reduce Flaring

Below are alternatives considered from a conceptual standpoint to reduce the amount of gas flared.

Power Generation - On lease

Only a portion of gas is consumed operating the generator, remainder of gas will be flared

Compressed Natural Gas - On lease

Gas flared would be minimal, but might be uneconomical to operate when gas volume declines

NGL Removal - On lease

Plants are expensive, residue gas is still flared, and uneconomical to operate when gas volume declines

5M Annluar BOP Variance Request

Per BLM's Memorandum No. NM-2017-008: *Decision and Rationale for a Variance Allowing the Use of a 5M Annular Preventer with a 10M BOP Stack*, Oxy requests to employ a 5M annular with a 10M BOPE stack in the pilot and lateral sections of the well and will ensure that two barriers to flow are maintained at all times. Please see Well Control Plan below.

Oxy Well Control Plan

A. Component and Preventer Compatibility Table

The table below, which covers the drilling and casing of the >5M MASP portion of the well, outlines the tubulars and the compatible preventers in use. This table, combined with the mud program, documents that two barriers to flow can be maintained at all times, independent of the rating of the annular preventer.

Pilot hole and Lateral sections, 10M requirement

| Component | OD | Preventer | RWP |
|-----------------------------|-----------------|--------------------------|-----|
| Drillpipe | 4-1/2"-5" | Lower 3-1/2 - 5-1/2" VBR | 10M |
| | | Upper 3-1/2 - 5-1/2" VBR | |
| HWDP | 4-1/2"-5" | Lower 3-1/2 - 5-1/2" VBR | 10M |
| | | Upper 3-1/2 - 5-1/2" VBR | |
| Drill collars and MWD tools | 4-3/4" – 5-1/2" | Lower 3-1/2 - 5-1/2" VBR | 10M |
| | | Upper 3-1/2 - 5-1/2" VBR | |
| Mud Motor | 4-3/4" | Lower 3-1/2 - 5-1/2" VBR | 10M |
| | | Upper 3-1/2 - 5-1/2" VBR | |
| Production casing | 5-1/2" | Lower 3-1/2 - 5-1/2" VBR | 10M |
| | | Upper 3-1/2 - 5-1/2" VBR | |
| ALL | 0" - 13-5/8" | Annular | 5M |
| Open-hole | 6-3/4" | Blind Rams | 10M |

VBR = Variable Bore Ram. Compatible range listed in chart.

HWDP = Heavy Weight Drill Pipe

MWD = Measurement While Drilling

B. Well Control Procedures

Well control procedures are specific to the rig equipment and the operation at the time the kick occurs. Below are the minimal high-level tasks prescribed to assure a proper shut-in while drilling, tripping, running casing, pipe out of the hole (open hole), and moving the Bottom Hole Assembly (BHA) through the Blowout Preventers (BOP). The pressure at which control is swapped from the annular to another compatible ram will occur when the anticipated pressure is approaching or envisioned to exceed 70% of the 5M annular Rated Working Pressure (RWP) or 3500 PSI.

General Procedure While Drilling

- 1. Sound alarm (alert crew)
- 2. Space out drill string
- 3. Shut down pumps (stop pumps and rotary)
- 4. Shut-in Well (uppermost applicable BOP, typically annular preventer first. The Hydraulic Control Remote (HCR) valve and choke will already be in the closed position).
- 5. Confirm shut-in
- 6. Notify tool pusher/company representative
- 7. Read and record the following:
 - a. SIDPP and SICP
 - b. Pit gain
 - c. Time
- 8. Regroup and identify forward plan
- 9. If pressure has built or expected to reach 70% of the annular RWP during kill operations, crew will reconfirm spacing and swap to the upper pipe ram

General Procedure While Tripping

- 1. Sound alarm (alert crew)
- 2. Stab full opening safety valve and close
- 3. Space out drill string
- 4. Shut-in (uppermost applicable BOP, typically annular preventer first. The HCR and choke will already be in the closed position)
- 5. Confirm shut-in
- 6. Notify tool pusher/company representative
- 7. Read and record the following
 - a. SIDPP and SICP
 - b. Pit gain
 - c. Time
 - d. Regroup and identify forward plan
 - e. If pressure has built or is anticipated during the kill to reach the RWP of the annular preventer, confirm spacing and swap to the upper pipe ram

General Procedure While Running Casing

- 1. Sound alarm (alert crew)
- 2. Stab crossover and full opening safety valve and close
- 3. Space out string
- 4. Shut-in (uppermost applicable BOP, typically annular preventer first. The HCR and choke will already be in the closed position).
- 5. Confirm shut-in
- 6. Notify tool pusher/company representative
- 7. Read and record the following:
 - a. SIDPP and SICP
 - b. Pit gain
 - c. Time
 - d. Regroup and identify forward plan.
 - e. If pressure has built or is anticipated during the kill to reach the RWP of the annular preventer, confirm spacing and swap to compatible pipe ram.

General Procedure With No Pipe In Hole (Open Hole)

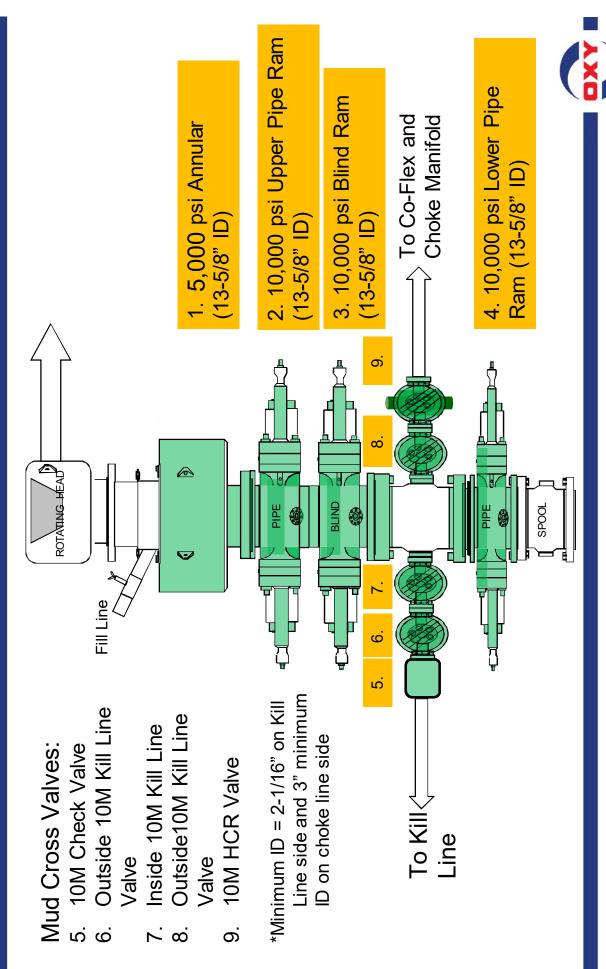
- 1. Sound alarm (alert crew)
- 2. Shut-in with blind rams or BSR. (The HCR and choke will already be in the closed position)
- 3. Confirm shut-in
- 4. Notify tool pusher/company representative
- 5. Read and record the following:
 - a. SICP
 - b. Pit gain
 - c. Time
- 6. Regroup and identify forward plan

General Procedures While Pulling BHA thru Stack

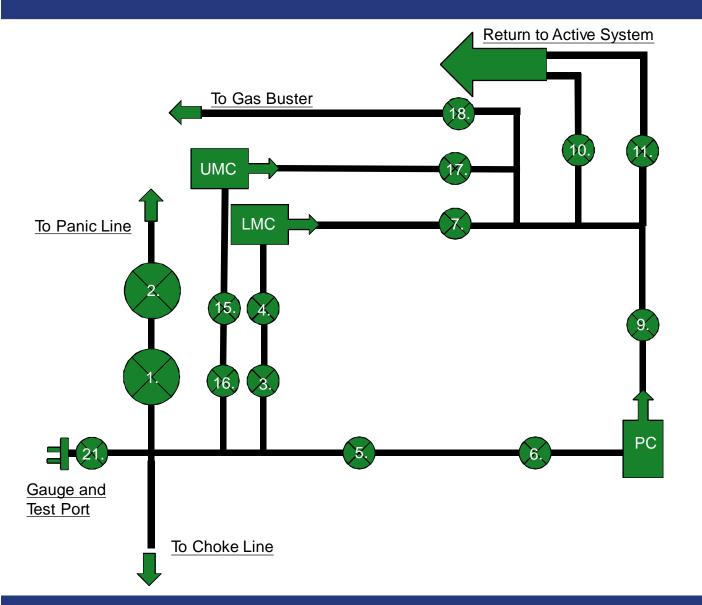
- 1. PRIOR to pulling last joint of drill pipe thru the stack.
 - a. Perform flow check, if flowing:
 - b. Sound alarm (alert crew)
 - c. Stab full opening safety valve and close
 - d. Space out drill string with tool joint just beneath the upper pipe ram
 - e. Shut-in using upper pipe ram. (The HCR and choke will already be in the closed position)
 - f. Confirm shut-in
 - g. Notify tool pusher/company representative
 - h. Read and record the following:
 - i. SIDPP and SICP
 - ii. Pit gain
 - iii. Time
 - iv. Regroup and identify forward plan
- 2. With BHA in the stack and compatible ram preventer and pipe combo immediately available.
 - a. Sound alarm (alert crew)
 - b. Stab crossover and full opening safety valve and close
 - c. Space out drill string with upset just beneath the compatible pipe ram
 - d. Shut-in using compatible pipe ram. (The HCR and choke will already be in the closed position.)
 - e. Confirm shut-in
 - f. Notify tool pusher/company representative
 - g. Read and record the following:
 - i. SIDPP and SICP
 - ii. Pit gain
 - iii. Time
 - iv. Regroup and identify forward plan
- 3. With BHA in the stack and NO compatible ram preventer and pipe combo immediately available.

- a. Sound alarm (alert crew)
- b. If possible to pick up high enough, pull string clear of the stack and follow "Open Hole" scenario
- c. If impossible to pick up high enough to pull the string clear of the stack
- d. Stab crossover, make up one joint/stand of drill pipe, and full opening safety valve and close
- e. Space out drill string with tool joint just beneath the upper pipe ram
- f. Shut-in using upper pipe ram. (The HCR and choke will already be in the closed position)
- g. Confirm shut-in
- h. Notify tool pusher/company representative
- i. Read and record the following:
 - i. SIDPP and SICP
 - ii. Pit gain
 - iii. Time
- j. Regroup and identify forward plan

5/10M BOP Stack



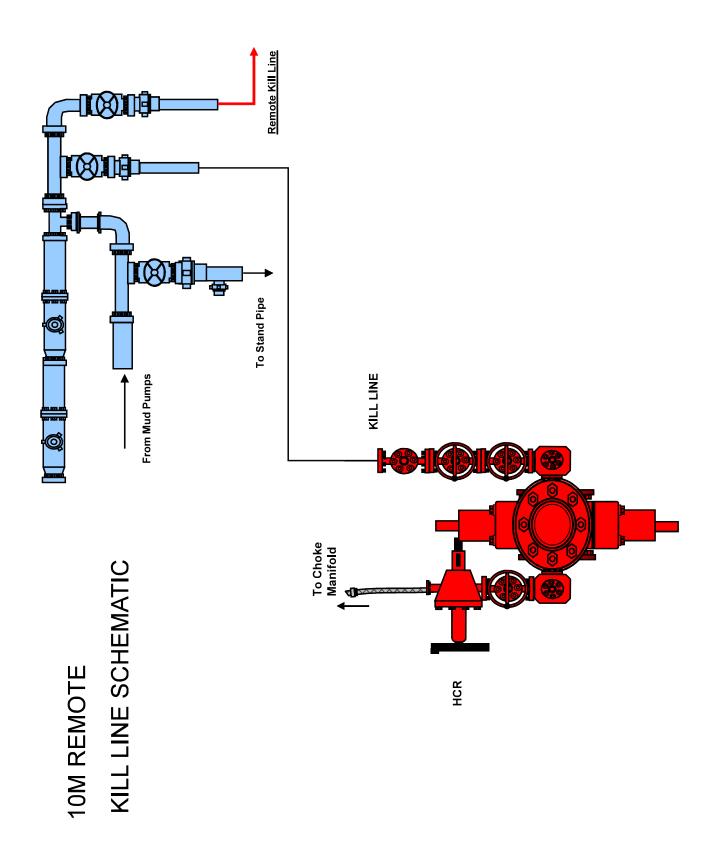
10M Choke Panel

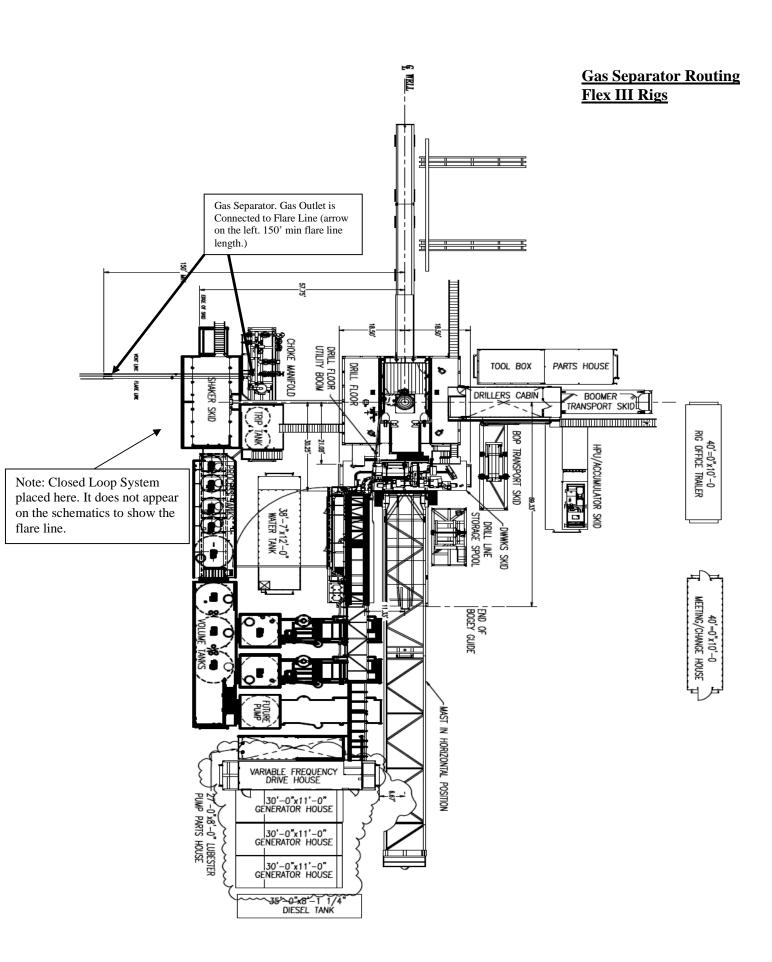


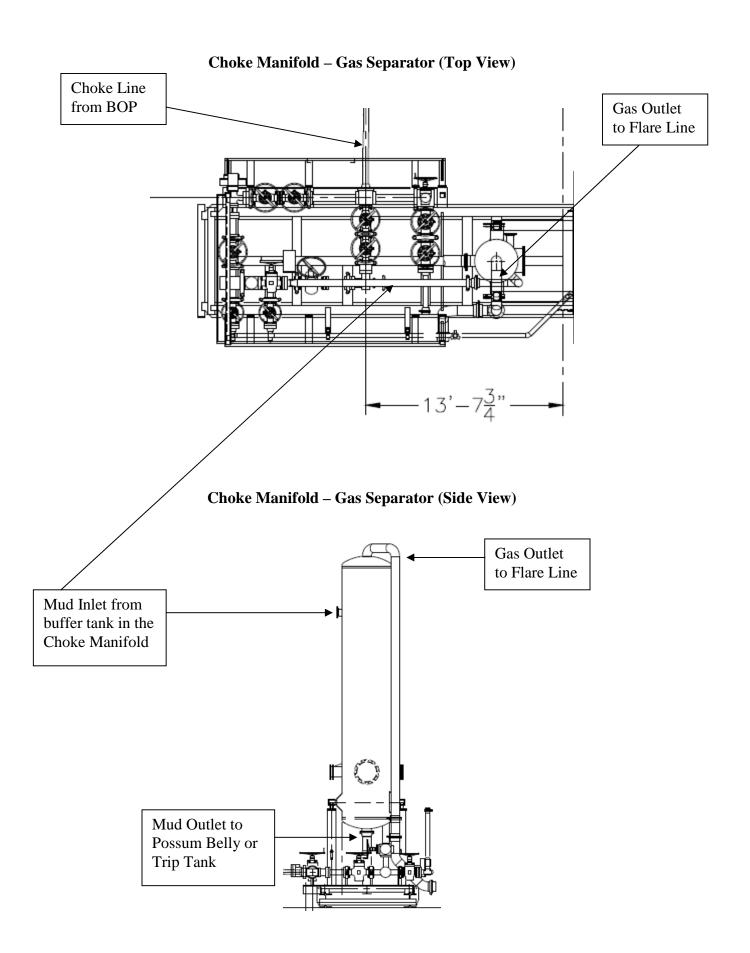
- 1. Choke Manifold Valve
- 2. Choke Manifold Valve
- 3. Choke Manifold Valve
- 4. Choke Manifold Valve
- 5. Choke Manifold Valve
- 6. Choke Manifold Valve
- 7. Choke Manifold Valve
- 8. PC Power Choke
- 9. Choke Manifold Valve
- 10. Choke Manifold Valve
- 11. Choke Manifold Valve
- 12. LMC Lower Manual Choke
- 13. UMC Upper manual choke
- 15. Choke Manifold Valve
- 16. Choke Manifold Valve
- 17. Choke Manifold Valve
- 18. Choke Manifold Valve
- 21. Vertical Choke Manifold Valve

*All Valves 3" minimum











Fluid Technology

Quality Document

CERTIFICATE OF CONFORMITY

Supplier: CONTITECH RUBBER INDUSTRIAL KFT.

Equipment: 6 pcs. Choke and Kill Hose with installed couplings

Type: 3" x 10,67 m WP: 10000 psi

Supplier File Number : 412638

Date of Shipment : April. 2008

Customer : Phoenix Beattie Co.

Customer P.o. : 002491

Referenced Standards

/ Codes / Specifications : API Spec 16 C

Serial No.: 52754,52755,52776,52777,52778,52782

STATEMENT OF CONFORMITY

We hereby certify that the above items/equipment supplied by us are in conformity with the terms, conditions and specifications of the above Purchaser Order and that these items/equipment were fabricated inspected and tested in accordance with the referenced standards, codes and specifications and meet the relevant acceptance criteria and design requirements.

COUNTRY OF ORIGIN HUNGARY/EU

Signed : Jack

ontiTech Rubber
Industrial Kft.
Quality Control Dept.

Position: Q.C. Manager

Date: 04. April. 2008

Page: 1/1

| []]] | | | | | 1 | - Charles | | | - | | | | ======================================= | - | | | - | | | Market Co. | - | | | | - | | | - | - | | | - | ! | | | | | - | annual land | | ļ | and the same | | | - | ł | | Shakes | | | | | h | | 4 | ì | - | | | | | | | / | / | / | - | _ | _ | • | |
|--------------|---------------|---|----------|---|-----------|-----------|------|------|---------------------------|---|---------------------------|--------|---|---|---|---|-----------------------------|---|------------|--|--|--|--------------------------|--|----------------------|-------------------------|---|--|---|---|---|--|------------------------|---|-----------------|---|------------------------|--|--|---|-----------------------|--------------|---------------------------|----------------------|---|--|--------------------|-------------------------|--------------------------|--------------|---|--|--|---------------------------|--------------------|--|---|---|----|----|---|-----|---|-------------|---|---|---|---|---|---|--|
| 2 | | | 4. 4. 4. | 7 | 1 | | 7 | | | | _ | 1 | | | , | | - | - | | THE RESERVE THE PARTY OF THE PA | The state of the last of the l | | | | - | | | 2 | | 7 | | - | | | | | | | The same of the sa | | | 1 | | | | | | | | - | | | 1 | 1 | h | F THE STATE OF THE | 1 | 4 | | H | 1 | i I | 1 | \ H H | | | · | ١ | - | | |
| 11.1 | | | 1 | 1 | | | | 100 | | | | | | | * | | | | | | | | | | - | | | | I | - | | | | | | | | | | | and or some real real | | | | | | denous suspen | | de. married Co., married | - | - | 4 | 11 | 21 | | K | | 2 | i) | 41 | u | ıı | | • | - | * | - | • | | | |
| 20 | Standard Land | | • | - | | | 2 11 | 2 27 | 1 | | | 20 | | | | | | - | COMP. CARL | | | - | A. Salah | | | - | | | I | | | | Spire Tara esta estade | | - | | | | | | Complete property | - | | | | | Non- | - | The Partitional Staff | bearings and | - | Proposition of the Party and t | - | | | 1 | | | | | | | | | | | | , | | | |
| 是由了 | 1 | | | | 137 CM 11 | | | (| | 1 | - Contraction of the last | 2 | | | - | | | | - | | | | Second Sections | , | | | | | | | | | | | | 7 | | | | | - | - | | - | | | - | | - | - | | | - | | | | | | | | | | | | | | | | | | |
| 10 | | | | | | | 1 | Ę | | | | | | - | | | | | | | | - | - | ٠. | | 4 | | > : | ٠ | - | - | | | | | - | | | | | | - | - Thistony | | | | | - | - | - | | - | | | | | | | | | | | | | | | | | | | |
| | - | , | | | | | | 2 | 0 | | | 2.0 | 1 | | | | | | | 4 | 0 | AND DESCRIPTION OF THE PERSON NAMED IN | - management of the same | | | - | - | | | | , | | 6 | 0 | and the same of | | - | | | | | - | waldedness Steads owns of | | В | 0 | | | | | | - | | | - | 0 | | | | | | | | | | | | | , | | |
| 18 | | , | | | . 61.12 | | | | | | I | 4 | | ľ | | | | | | | | The second second | | | | | | | | | | | | | | - | Acceptance of the last | | | | | | | - | | | | | | | | - | | To be discussion orders | Tanaman L | | | | | | | | | | | | | | | | |
| | | | | | 20.10 | | | | | | | | | , | | | | | | | | | the second second | - | | | | - | | | | | - | | | | | | - | | | W | | | - | William or the same | | | l | 1 | - | - | | and an owner of the last | Chant Bully Sterne | | | | | | | | | | | | | | | | |
| 7 | | | | | - | | | | | | | | 2.4 | | | | | | | | | | | 7 | | | | The state of the s | | | - | Charleson and Ch | | | | | | | _ | | | | | | | - The state of the | | | and the same of the same | | | 1 | Transport of the Party of the P | | | - | | | | | | | | | | | | | | | |
| 127 | 7 | - | • | 1 | | 3 | | | | : | | 2 4000 | | : | | | - | | | | | | | - | | | | The same of the same of | | | - | | - | Market Market | | 7 | | | | | | | | 1 | | - | | the same of the same of | | | | Andrew verse clark | A | - | | | | | | | | | | | | | | | | | |
| 5 | - | 5 | | | 200000 | 1.1 | | - | | | | - | | | | - | - | | - | L | | | - | and the second | The same is a second | | | *************************************** | _ | | - | | | Account to the same of | Ī | - | | - | | | | | - | Section of the lands | - | - | Actual Section 1 | And other Persons like | Е | | | San Strate of St | | | | | | | | | | | | | | | | | | | |
| H | | | | | 1 | | | | | | | | | | | | Della Control Della Control | | | | - | | | | 777 | | | | | | - | | | *************************************** | | | | The second secon | - | - | | | | 4 | | - | - | | | | | - | | of Shilless by section of | | 1 | | | | | | | | | | | | | | | |
| 15: | | | | | - | | | | - Contraction of the last | | | | - | | | | | | | | - | | | And in case of the last of the | - | The same of the same of | | | - | | | | | - | | | 1 | The same of the same of | | | | | | | | | manage of the same | | | | | | • | • | The state of the | | | | | | | | | | | | | | | | |

Released to Imaging: 10/18/2023 2:54:26 PM

| H | PHOENIX Beattie | ıttie | Materia | I Iden | iffication | Material Identification Certificate | cate | | | |
|-----------------|--------------------------------|----------------|--|---------|------------|-------------------------------------|--------------|--------|--------|-----------|
| PA No 006330 | Client | ELMERICH & PAY | HELMERICH & PAYNE INT'L DRILLING COENT Ref | C@ent F | | 370-369-001 | | | Page | 1 |
| Part No | Description | Material Desc | Material Spec | Qty | WO No | Batch No | Test Cert No | Rin No | Ora No | All cried |
| HP10CK3A-35-4F1 | 3" 10K 16C C&K HOSE x 35ft OAL | | | 1 | 2491 | | | MATER | 2 | ON anesi |
| SECK3-HPF3 | LIFTING & SAFETY EQUIPMENT TO | | | _ | | 002440 | | N/STK | | |
| SC725-200CS | SAFETY CLAMP 200NM 7.25T | CARBON STEEL | | | Γ | H665 | | 76C | | |
| SC725-132CS | SAFETY CLAMP 132MM 7.25T | CARBON STEEL | | | 2242 | н139 | | 2 | | |
| | | | | | | | | 3 | | |
| | | | | | | | | | | |
| | | | | | | | | | | |
| | | | | | | | | | | |
| | | | | | | | | | | |
| | | | | | | | | | | |
| | | | | | | | | | | |
| | | | | | | | | | | |
| | | | | | | | | | | |
| | | | | | | | | | | |
| | | | | | | | | | | |
| | | | | | | | | | | |
| | | | | | | | | | | |
| | | | | | | | | | | |
| | , | | | | | | | | | |
| | | | | | | | | | | |
| | | | | | | | | | | |
| | | | | | | | | | | |
| | | | | | | | | | | |
| | | | | | | | | | | |
| | | | | | | | | | | |
| | | | | | | | | | | |
| | | | | | | | | | | , |
| | | | | | | | | | | |
| | | | | | | | | | | |
| | | | | | | | | | | |
| | | | | | | | | | | |

We hereby certify that these goods have been inspected by our Quality Management System, and to the best of our knowledge are found to conform to relevant industry standards within the requirements of the purchase order as issued to Phoenix Beattle Corporation.

Released to Imaging: 10/18/2023 2:54:26 PM

Phoenix Beattle Corp

Form No 100/12

11535 Brittmoore Park Drive Houston, TX 77041 Tel: (832) 327-0141 Fax: (832) 327-0148 E-mail mail@phoentxbeattie.com www.phoentxbeattie.com

→ PHOENIX Beattie

Delivery Note

| Customer Order Number | 370-369-001 | Delivery Note Number | 003078 | Page | 1 |
|--|-------------|--|--------|------|---|
| Customer / Invoice Addres HELMERICH & PAYNE INT'L C 1437 SOUTH BOULDER TULSA, OK 74119 | · | Delivery / Address HELMERICH & PAYNE IDC ATTN: JOE STEPHENSON - RIC 13609 INDUSTRIAL ROAD HOUSTON, TX 77015 | G 370 | | · |

| Customer Acc No | Phoenix Beattie Contract Manager | Phoenix Beattie Reference | Date |
|-----------------|----------------------------------|---------------------------|------------|
| H01 | JJL | 006330 | 05/23/2008 |

| Item No | Beattie Part Number / Description | Qty Ordered | Qty Sent | Qty To Follow |
|------------|---|----------------|-------------|------------------|
| 1 | HP10CK3A-35-4F1 3" 10K 16C C&K HOSE x 35ft OAL CW 4.1/16" API SPEC FLANGE E/ End 1: 4.1/16" 10Kpsi API Spec 6A Type 6BX Flange End 2: 4.1/16" 10Kpsi API Spec 6A Type 6BX Flange c/w BX155 Standard ring groove at each end Suitable for H2S Service Working pressure: 10.000psi Test pressure: 15.000psi Standard: API 16C Full specification Armor Guarding: Included Fire Rating: Not Included Temperature rating: -20 Deg C to +100 Deg C | 1 | 1 | 0 |
| 2 | SECK3-HPF3 LIFTING & SAFETY EQUIPMENT TO SUIT HP10CK3-35-F1 2 x 160mm ID Safety Clamps 2 x 244mm ID Lifting Collars & element C's 2 x 7ft Stainless Steel wire rope 3/4" OD 4 x 7.75t Shackles | 1 | 1 | 0 |
| - | SC725-200CS SAFETY CLAMP 200MM 7.25T C/S GALVANISED | 1 | 1 | 0 |

Continued...

All goods remain the property of Phoenix Beattie until paid for in full. Any damage or shortage on this delivery must be advised within 5 days. Returns may be subject to a handling charge.



Fluid Technology

Quality Document

| OLIAL I | TV CONT | 201 | | 1 | | |
|---|---|---------------|--------------|-----------------|--|--|
| INSPECTION A | TY CONT IND TEST | | ATE | CERT. | No: | 746 |
| | Phoenix Bea | | | P.O. N° | : 0 | 02491 |
| CONTITECH ORDER N°: | 412638 | HOSE TYPE: | 3" ID | Ch | oke and Ki | Il Hose |
| HOSE SERIAL Nº: | 52777 | NOMINAL / ACT | UAL LENGT | -1 : | 10,67 m | |
| W.P. 68,96 MPa 10 | 0000 psi | T.P. 103,4 | MPa 150 | 00 psi | Duration: | 60 ~ mir |
| Pressure test with water at ambient temperature | , | | | | | |
| | See | attachment. | (1 page) | | | • |
| | | | | | | |
| | | | | | | |
| | | | | | | - |
| ↑ 10 mm = 10 Min. → 10 mm = 25 MPa | | | | , | | .: |
| | | COUPL | INGS | | | |
| Туре | | Serial Nº | | Quality | | Heat Nº |
| 3" coupling with | 917 | 913 | А | ISI 4130 | | T7998A |
| 4 1/16" Flange end | | | A | ISI 4130 | | 26984 |
| | | | | | | Annual Control of the |
| INFOCHIP INSTALLI | ≣D | | | | | API Spec 16 C nperature rate:"B' |
| All metal parts are flawless | | | | | | |
| WE CERTIFY THAT THE ABOVE PRESSURE TESTED AS ABOVE | | | RED IN ACCO | RDANCE W | TH THE TERI | VIS OF THE ORDER AND |
| Date: | Inspector | | Quality Cont | | | |
| 04. April. 2008 | Adjusted and up the law personal to be quicked by | | 15acon | / Ind | Tech Rubber Instrial Kft. y Control Dep (1) | |

Form No 100/12

→ PHOENIX Beattie

Phoenix Beattle Corp 11535 Brittmoore Park Drive

Houston, TX 77041
Tel: (832) 327-0141
Fax: (832) 327-0148
E-mail mail@phoenixbeattie.com

Delivery Note

| Customer Order Number | 370-369-001 | Delivery Note Number | 003078 | Page | 2 |
|---|-------------|--|--------|------|---|
| Customer / Invoice Address HELMERICH & PAYNE INT'L I 1437 SOUTH BOULDER TULSA, OK 74119 | | Delivery / Address HELMERICH & PAYNE IDC ATTN: JOE STEPHENSON - RIC 13609 INDUSTRIAL ROAD HOUSTON, TX 77015 | G 370 | | |

| Customer Acc No | Phoenix Beattie Contract Manager | Phoenix Beattle Reference | Date |
|-----------------|----------------------------------|---------------------------|------------|
| H01 | JJL | 006330 | 05/23/2008 |

| Item No | Beattie Part Number / Description | Qty Ordered | Qty Sent | Oty To Follow |
|------------|---|----------------|------------------------------|------------------|
| 4 | SC725-132CS SAFETY CLAMP 132MM 7.25T C/S GALVANIZED C/W BOLTS | 1 | 1 | 0 |
| 5 | OOCERT-HYDRO HYDROSTATIC PRESSURE TEST CERTIFICATE | 1 | 1 | 0 |
| 6 | OOCERT-LOAD LOAD TEST CERTIFICATES | 1 | 1 | 0 |
| | OOFREIGHT INBOUND / OUTBOUND FREIGHT PRE-PAY & ADD TO FINAL INVOICE NOTE: MATERIAL MUST BE ACCOMPANIED BY PAPERWORK INCLUDING THE PURCHASE ORDER, RIG NUMBER TO ENSURE PROPER PAYMENT | | 1 | 0 |
| | | | $\left \bigcap_{i} \right $ | |

Phoenix Beattle Inspection Signature:

Received In Good Condition:

Signature

Print Name

Date

All goods remain the property of Phoenix Beattle until paid for in full. Any damage or shortage on this delivery must be advised within 5 days. Returns may be subject to a handling charge.

BOP Break Testing Request

Oxy requests permission to adjust the BOP break testing requirements as per the agreement reached in the OXY/BLM meeting on September 5, 2019.

BOP break test under the following conditions:

- After a full BOP test is conducted
- When skidding to drill an intermediate section where ICP is set into the third Bone Spring or shallower.
- When skidding to drill a production section that does not penetrate into the third Bone Spring or deeper.

If the kill line is broken prior to skid, two tests will be performed.

- 1) Wellhead flange, co-flex hose, kill line connections and upper pipe rams
- 2) Wellhead flange, HCR valve, check valve, upper pipe rams

If the kill line is not broken prior to skid, only one test will be performed.

1) Wellhead flange, co-flex hose, check valve, upper pipe rams

See supporting information below:

Subject: Request for a Variance Allowing Break Testing of a Blowout Preventer Stack

OXY USA Inc. (OXY) requests a variance to allow break testing of the Blowout Preventer (BOP) stack when skidding a drilling rig between wells on multi-well pads. This practice entails retesting only the connections of the **BOP** stack that have been disconnected during this operation and not a complete **BOP** test.

Background

43 CFR part 3170 Subpart 3172 states that a **BOP** test must be performed whenever any seal subject to test pressure is broken. The current interpretation of the Bureau of Land Management (BLM) is this requires a complete **BOP** test and not just a test of the affected component. 43 CFR part 3170 Subpart 3172, Section I.D.2. states, "Some situations 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...". OXY feels the practice of break testing the **BOP** stack is such a situation. Therefore, as per 43 CFR part 3170 Subpart 3172, Section IV., OXY submits this request for the variance.

Supporting Rationale

43 CFR part 3170 Subpart 3172 became effective on December 19, 1988, and has remained the standard for regulating BLM onshore drilling operations for almost 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 43 CFR part 3170 Subpart 3172 was originally released. The drilling rig fleet OXY utilizes in New Mexico was built with many modern upgrades. One of which allows the rigs to skid between wells on multi-well pads. A part of this rig package is a hydraulic winch system which safely installs and removes the BOP from the wellhead and carries it during skidding operations. This technology has made break testing a safe and reliable procldure.

American Petroleum Institute (API) standards, specifications and recommended practices are considered industry standards and are consistently utilized and referenced by the industry. 43 CFR part 3170 Subpart 3172 recognized API Recommended Practices (RP) 53 in its original development. API Standard 53,

Blowout Prevention Equipment Systems for Drilling Wells (Fourth Edition, November 2012, Addendum 1, July 2016) recognizes break testing as an acceptable practice. Specifically, API Standard 53, Section 6.5.3.4.1.b states "Pressure tests on the well control equipment shall be conducted after the disconnection or repair of any pressure containment seal in the **BOP** stack, choke line, kill line, choke manifold, or wellhead assembly but limited to the affected component."

The Bureau of Safety and Environmental Enforcement (BSEE), Department of Interior, has also utilized the API standards, specifications and best practices in the development of its offshore oil and gas regulations and incorporates them by reference within its regulations. BSEE issued new offshore regulations under 30 CFR Part 250, *Oil and Gas and Sulphur Operations in the Outer Continental Shelf - Blowout Preventer Systems and Well Control*, which became effective on July 28, 2016. Section 250.737(d.1) states "Follow the testing requirements of API Standard 53". In addition, Section 250.737(d.8) has adopted language from **API** Standard 53 as it states "Pressure test affected **BOP** components following the disconnection or repair of any well-pressure containment seal in the wellhead or **BOP** stack assembly".

Break testing has been approved by the BLM in the past. See the Appendix for a Sundry Notice that was approved in 2015 by the Farmington Field Office. This approval granted permission for the operator to break test when skidding its Aztec 1000 rig on multi-well pads.

Oxy feels break testing and our current procedures meet the intent of 43 CFR part 3170 Subpart 3172 and often exceed it. We have not seen any evidence that break testing results in more components failing tests than seen on full BOP tests. As skidding operations take place within the 30-day full BOPE test window, the BOP shell and components such as the pipe rams and check valve get tested to the full rated working pressure more often. Therefore, there are more opportunities to ensure components are in good working order. Also, Oxy's standard requires complete BOP tests more often than that of 43 CFR part 3170 Subpart 3172. In addition to function testing the annular at least weekly and the pipe and blind rams on each trip, Oxy also performs a choke drill prior to drilling out every casing shoe. As a crew's training is a vital part of well control, this procedure to simulate step one of the Driller's Method exceeds the requirements of 43 CFR part 3170 Subpart 3172.

Procedures

- 1) OXY to submit the break testing plan in the APD or Sundry Notice (SN) and receive approval prior to implementing (See Appendix for examples)
- 2) OXY would perform BOP break testing on multi-well pads where multiple intermediate sections can be drilled and cased within the 30-day BOP test window
- 3) After performing a complete BOP test on the first well and drilling and casing the hole section, three breaks would be made on the BOP.
 - > Between the check valve and the kill line
 - ➤ Between the HCR valve and the co-flex hose or the co-flex hose and the manifold
 - ➤ Between the BOP flange and the wellhead
- 4) The BOP is then lifted and removed from the wellhead by the hydraulic winch system
- 5) After skidding to the next well, the BOP is moved to the wellhead by the hydraulic winch system and installed
- 6) The choke line and kill line are reconnected
- 7) A test plug is installed in the wellhead with a joint of drill pipe and the internal parts of the check valve are removed
- 8) A shell teit is performed against the upper pipe rams testing all thlee breaks
- 9) The internal parts of the check valve are reinstalled and the HCR valve is closed. A second test is performed on them
- 10) These tests consist of a 250 psi low test and a high test to the value submitted in the APD or SN (e.g., 5000 psi)
- Perform a function test of components not pressure tested to include the lower pipe rams, the blind rams and the annular
- 12) If this were a three well pad, the same three breaks on the BOP would be made and steps 4 through 11 would be repeated
- 13) A second break test would only be done if the third hole section could be completed within the 30-day BOP test window
- 14) If a second break test is performed, additional components that were not tested on the initial break test will be tested on this break test

Notes:

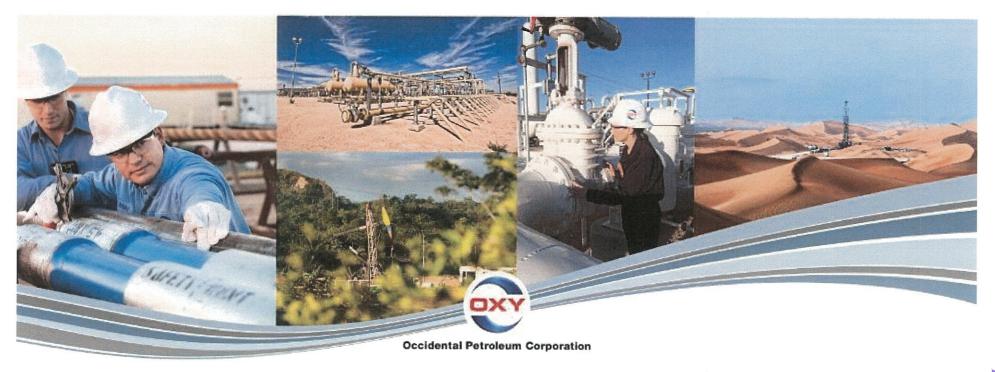
- a. If any parts of the BOP are changed out or any additional breaks are made during the skidding operation, these affected components would also be tested as in step 10.
- b. As the choke manifold remains stationary during the skidding operation and the only break to the manifold is tested in step 8 above, no further testing of the manifold is done until the next full BOP test.

Summary

OXY requests a variance to allow break testing of the BOP stack when skidding drilling rigs between wells on multi-well pads. API standards, specifications and recommended practices are considered industry standards and are consistently utilized and referenced by the industry and the BLM. API Standard 53 recognizes break testing as an acceptable practice and BSEE adopted language from this standard into its newly created 30 CFR Part 250 which also supports break testing. Due to this, OXY feels this request meets the intent of 43 CFR part 3170

REQUEST FOR A VARIANCE TO BREAK TEST THE BOP

Permian Resources New Mexico



Request for Variance

OXY USA Inc. (OXY) requests a variance to allow break testing of the Blowout Preventer (BOP) stack when skidding a drilling rig between wells on multi-well pads

- This practice entails retesting only the connections of the BOP stack that have been disconnected during this operation and not a complete BOP test.
- As the choke manifold remains stationary during the skidding operation and the only break to the manifold is tested, no further testing of the manifold is done until the next full BOP test.
- This request is being made as per Section IV of the Onshore Oil and Gas Order (OOGO) No. 2

Rationale for Allowing BOP Break Testing

American Petroleum Institute (API) standards, specifications and recommended practices are considered industry standards and are consistently utilized and referenced by the industry

- (Fourth Edition, November 2012, Addendum 1, July 2016) recognizes break API Standard 53, Blowout Prevention Equipment Systems for Drilling Wells testing as an acceptable practice.
- Specifically, API Standard 53, Section 6.5.3.4.1.b states "Pressure tests on the well control equipment shall be conducted after the disconnection or repair of any pressure containment seal in the BOP stack, choke line, kill line, choke manifold, or wellhead assembly but limited to the affected component."



Rationale for Allowing BOP Break Testing

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

- BSEE issued new offshore regulations in July 2016 under 30 CFR Part 250, Oil Preventer Systems and Well Control. Within these regulations is language and Gas and Sulphur Operations in the Outer Continental Shelf - Blowout adopted from API Standard 53 which also supports break testing.
- components following the disconnection or repair of any well-pressure Specifically, Section 250.737(d.8) states "Pressure test affected BOP containment seal in the wellhead or BOP stack assembly."



Rationale for Allowing BOP Break Testing

Break testing has been approved by the BLM in the past

- The Farmington Field Office approved a Sundry Notice (SN) to allow break testing
- This SN granted permission for the operator to break test when skidding its Aztec 1000 rig on multi-well pads

Oxy feels break testing and our current procedures meet or exceed the intent of OOGO

- BOP shell and components such as the pipe rams and check valve get tested to As skidding operations take place within the 30-day full BOPE test window, the the full rated working pressure more often
- Oxy's standard requires complete BOP tests more often than that of OOGO No. 2
- training is a vital part of well control, this procedure to simulate step one of the - Oxy performs a choke drill prior to drilling out every casing shoe. As a crew's Driller's Method exceeds the requirements of OOGO No. 2



Break Testing Procedures

- 1) OXY to submit the break testing plan in the APD or Sundry Notice (SN) and receive approval prior to implementing
- OXY would perform BOP break testing on multi-well pads where multiple intermediate sections can be drilled and cased within the full BOP test window 5
- After performing a complete BOP test on the first well and drilling and casing the hole section, three breaks would be made on the BOP. 3
 - Between the check valve and the kill line
- Between the HCR valve and the co-flex hose or the co-flex hose and the manifold
 - Between the BOP flange and the wellhead
- The BOP is then lifted and removed from the wellhead by the hydraulic winch system 4
- After skidding to the next well, the BOP is moved to the wellhead by the hydraulic winch system and installed 2
- 6) The choke line and kill line are reconnected
- 7) A test plug is installed in the wellhead with a joint of drill pipe and the internal parts of the check valve are removed

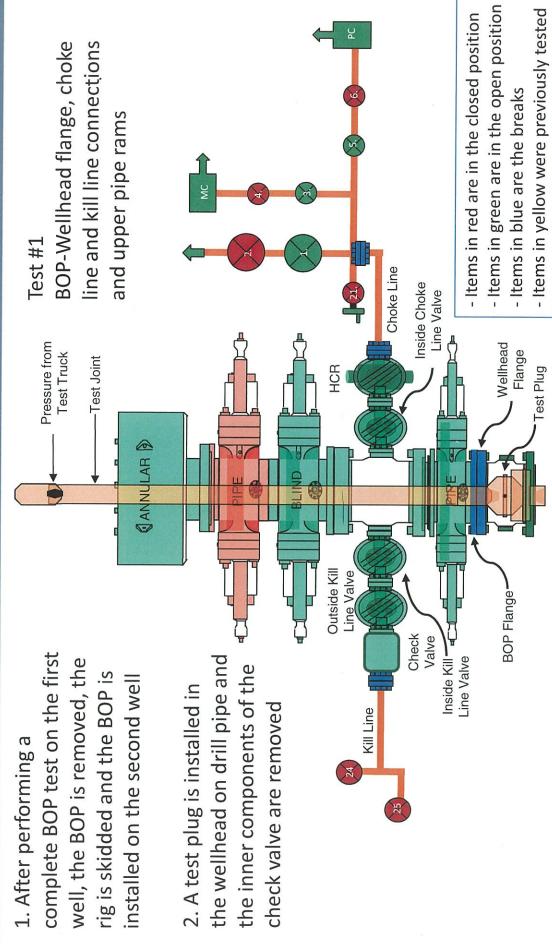


Break Testing Procedures

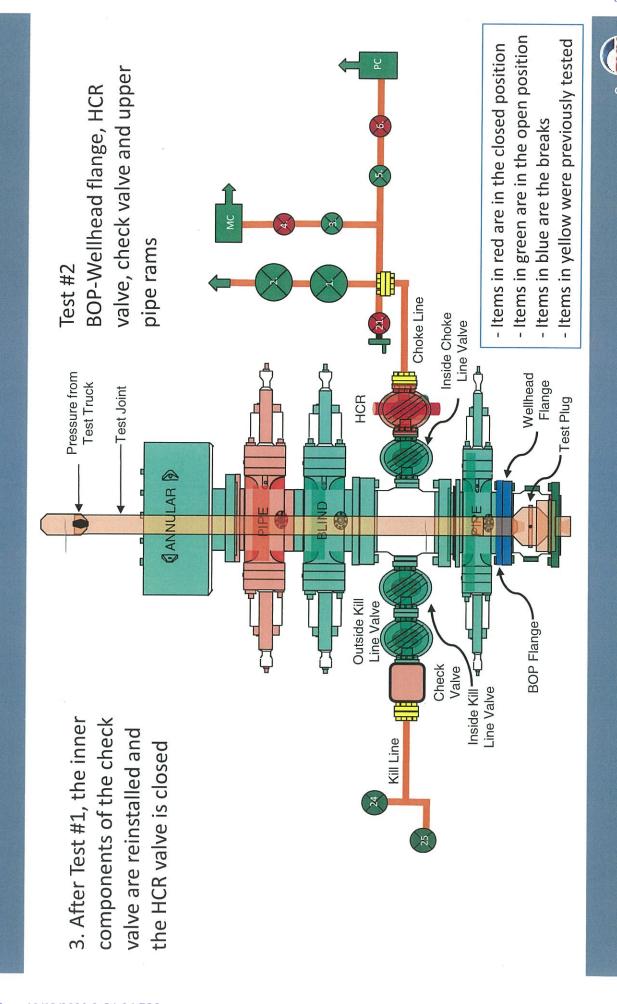
- 8) A shell test is performed against the upper pipe rams testing all three breaks
- 9) The internal parts of the check valve are reinstalled and the HCR valve is closed. A second test is performed on them
- 10)These tests consist of a 250 psi low test and a high test to the value submitted in the APD or SN (e.g., 5000 psi)
- 11) Perform a function test of components not pressure tested to include the lower pipe rams, the blind rams and the annular
- 12) If this were a three well pad, the same three breaks on the BOP would be made and steps 4 through 11 would be repeated
- 13) A second break test would only be done if the third hole section could be completed within the 30-day BOP test window
- 14) If a second break test is performed, additional components that were not tested on the first break test will be tested



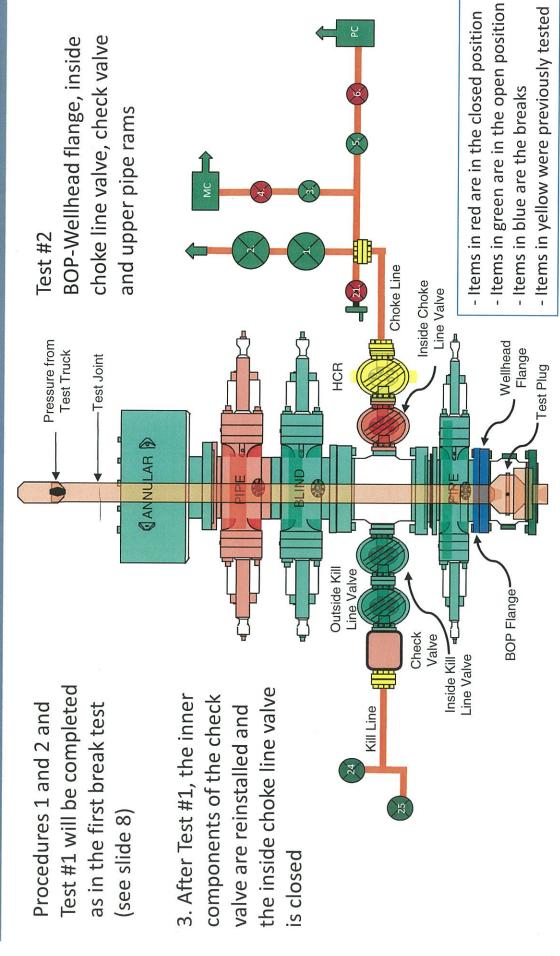
Break Testing Procedures and Tests



Break Testing Procedures and Tests



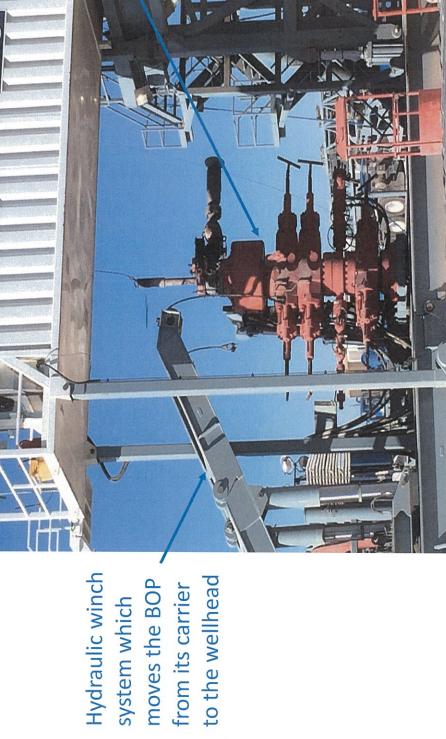
Second Break Testing Procedures and Tests



()

BOP standing in its carrier

system which



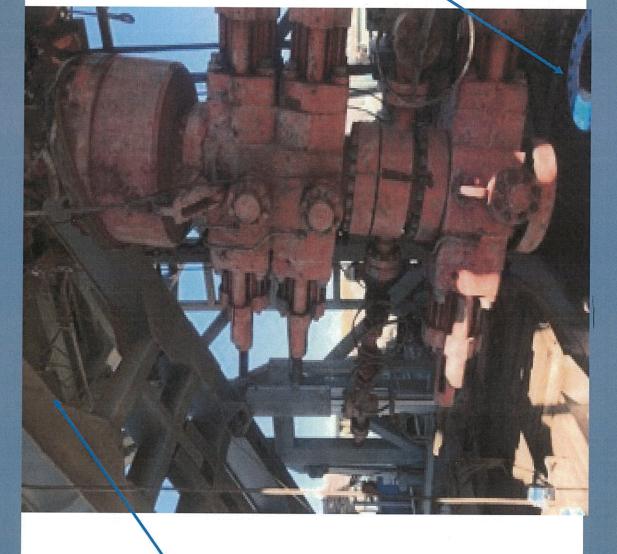
Released to Imaging: 10/18/2023 2:54:26 PM

BOP Handling System

12

BOP Handling System





system moving the BOP over to the wellhead

Hydraulic winch

Summary for Variance Request for Break Testing

- API standards, specifications and recommended practices are considered industry standards
- OOGO No. 2 recognized API Recommended Practices (RP) 53 in its original development
- API Standard 53 recognizes break testing as an acceptable practice
- standards, specifications and best practices in the development of its offshore The Bureau of Safety and Environmental Enforcement has utilized API oil and gas regulations
- API Standard 53 recognizes break testing as an acceptable practice
- OXY feels break testing meets the intent of OOGO No. 2 to protect public health and safety and the environment



PRD NM DIRECTIONAL PLANS (NAD 1983) Senile Felines 18_7 Senile Felines 18_7 State Com 71H

Wellbore #1

Plan: Permitting Plan

Standard Planning Report

22 September, 2023

Planning Report

Database: HOPSPP

Company: ENGINEERING DESIGNS

Project: PRD NM DIRECTIONAL PLANS (NAD 1983)

Site: Senile Felines 18_7

Well: Senile Felines 18_7 State Com 71H

Wellbore: Wellbore #1

Design: Permitting Plan

Local Co-ordinate Reference:

 TVD Reference:
 RKB=25' @ 3684.00ft

 MD Reference:
 RKB=25' @ 3684.00ft

North Reference: RKB=25 @ 36

Survey Calculation Method: Minimum Curvature

Project PRD NM DIRECTIONAL PLANS (NAD 1983)

Map System:US State Plane 1983System Datum:Mean Sea Level

Geo Datum: North American Datum 1983

Map Zone: New Mexico Eastern Zone

Using geodetic scale factor

Well Senile Felines 18_7 State Com 71H

Site Senile Felines 18_7

 Site Position:
 Northing:
 504,962.34 usft
 Latitude:
 32.386155

 From:
 Map
 Easting:
 763,528.05 usft
 Longitude:
 -103.613537

Position Uncertainty: 1.00 ft Slot Radius: 13.200 in

Well Senile Felines 18_7 State Com 71H

 Well Position
 +N/-S
 0.00 ft
 Northing:
 504,752.38 usf
 Latitude:
 32.385580

 +E/-W
 0.00 ft
 Easting:
 763,437.54 usf
 Longitude:
 -103.613835

Position Uncertainty 2.00 ft Wellhead Elevation: ft Ground Level: 3,659.00 ft

Grid Convergence: 0.39 °

Wellbore #1

Design

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

 HDGM_FILE
 9/21/2023
 6.25
 59.98
 47,607.00000000

Audit Notes:

Version: Phase: PROTOTYPE Tie On Depth: 0.00

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

 0.00
 0.00
 0.00
 353.74

Plan Survey Tool Program Date 9/21/2023

Permitting Plan

Depth From Depth To

(ft) (ft) Survey (Wellbore) Tool Name Remarks

1 0.00 21,606.43 Permitting Plan (Wellbore #1) B005Mc_MWD+HRGM+SA

ISCWSA MWD + HRGM +

| Plan Sections | 3 | | | | | | | | | |
|---------------------------|--------------------|----------------|---------------------------|---------------|---------------|-----------------------------|----------------------------|---------------------------|------------|-------------|
| Measured Depth (ft) | Inclination (°) | Azimuth (°) | Vertical Depth (ft) | +N/-S (ft) | +E/-W (ft) | Dogleg Rate (°/100ft) | Build Rate (°/100ft) | Turn Rate (°/100ft) | TFO (°) | Target |
| 0.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 | |
| 4,555.00 | 0.00 | 0.00 | 4,555.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 | |
| 5,555.01 | 10.00 | 251.74 | 5,549.94 | -27.27 | -82.67 | 1.00 | 1.00 | 0.00 | 251.74 | |
| 10,759.01 | 10.00 | 251.74 | 10,674.88 | -310.37 | -940.85 | 0.00 | 0.00 | 0.00 | 0.00 | |
| 11,689.51 | 90.00 | 359.59 | 11,270.00 | 261.05 | -1,044.84 | 10.00 | 8.60 | 11.59 | 107.59 | |
| 21,606.71 | 90.00 | 359.59 | 11,270.00 | 10,177.99 | -1,115.95 | 0.00 | 0.00 | 0.00 | 0.00 P | BHL (Senile |

Planning Report

Database: Company: HOPSPP

ENGINEERING DESIGNS

Project: PRD NM DIRECTIONAL PLANS (NAD 1983)

Site: Senile Felines 18_7

Well: Senile Felines 18_7 State Com 71H

Wellbore: Wellbore #1

Design: Permitting Plan

Local Co-ordinate Reference:

TVD Reference:
MD Reference:
North Reference:

Survey Calculation Method:

Well Senile Felines 18_7 State Com 71H

RKB=25' @ 3684.00ft RKB=25' @ 3684.00ft

Grid

| anned Survey | | | | | | | | | |
|---------------------------|--------------------|----------------|---------------------------|---------------|----------------|-----------------------------|-----------------------------|----------------------------|---------------------------|
| anned Survey | | | | | | | | | |
| Measured Depth (ft) | Inclination (°) | Azimuth (°) | Vertical Depth (ft) | +N/-S (ft) | +E/-W (ft) | Vertical Section (ft) | Dogleg Rate (°/100ft) | Build Rate (°/100ft) | Turn Rate (°/100ft) |
| 0.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 |
| 100.00 | 0.00 | 0.00 | 100.00 | 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 |
| 300.00 | 0.00 | 0.00 | 300.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 |
| 400.00 | 0.00 | 0.00 | 400.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 |
| 500.00 | 0.00 | 0.00 | 500.00 | 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 | 0.00 | 0.00 | 900.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 |
| | | | | | | | | | |
| 1,000.00 | 0.00 | 0.00 | 1,000.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 |
| 1,100.00 | 0.00 | 0.00 | 1,100.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 |
| 1,200.00 | 0.00 | 0.00 | 1,200.00 | 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 | 0.00 | 0.00 | 1,600.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 |
| 1,700.00 | 0.00 | 0.00 | 1,700.00 | 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 | 0.00 | 0.00 | 2,100.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 |
| 2,200.00 | 0.00 | 0.00 | 2,200.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 |
| 2,300.00 | 0.00 | 0.00 | 2,300.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 |
| 2,400.00 | 0.00 | 0.00 | 2,400.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 |
| 2,500.00 | 0.00 | 0.00 | 2,500.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 |
| 2,600.00 | 0.00 | 0.00 | 2,600.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 |
| 2,700.00 | 0.00 | 0.00 | 2,700.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 |
| 2,800.00 | 0.00 | 0.00 | 2,800.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 |
| 2,900.00 | 0.00 | 0.00 | 2,900.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 |
| | | | | | | | | | |
| 3,000.00 | 0.00 | 0.00 | 3,000.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 |
| 3,100.00 | 0.00 | 0.00 | 3,100.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 |
| 3,200.00 | 0.00 | 0.00 | 3,200.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 |
| 3,300.00 | 0.00 | 0.00 | 3,300.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 |
| 3,400.00 | 0.00 | 0.00 | 3,400.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 |
| 3,500.00 | 0.00 | 0.00 | 3,500.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 |
| 3,600.00 | 0.00 | 0.00 | 3,600.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 |
| 3,700.00 | 0.00 | 0.00 | 3,700.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 |
| 3,800.00 | 0.00 | 0.00 | 3,800.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 |
| 3,900.00 | 0.00 | 0.00 | 3,900.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 |
| | | | | | | | | | |
| 4,000.00 | 0.00 | 0.00 | 4,000.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 |
| 4,100.00 | 0.00 | 0.00 | 4,100.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 |
| 4,200.00 | 0.00 | 0.00 | 4,200.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 |
| 4,300.00 | 0.00 | 0.00 | 4,300.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 |
| 4,400.00 | 0.00 | 0.00 | 4,400.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 |
| 4,500.00 | 0.00 | 0.00 | 4,500.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 |
| 4,555.00 | 0.00 | 0.00 | 4,555.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 |
| 4,600.00 | 0.45 | 251.74 | 4,600.00 | -0.06 | -0.17 | -0.04 | 1.00 | 1.00 | 0.00 |
| 4,700.00 | 1.45 | 251.74 | 4,699.98 | -0.57 | -1.74 | -0.38 | 1.00 | 1.00 | 0.00 |
| 4,800.00 | 2.45 | 251.74 | 4,799.93 | -1.64 | -4.97 | -1.09 | 1.00 | 1.00 | 0.00 |
| • | | | | | | | | | |
| 4,900.00 | 3.45 | 251.74 | 4,899.79 | -3.25 5.41 | -9.86 16.40 | -2.16 3.50 | 1.00 | 1.00 | 0.00 |
| 5,000.00 | 4.45 | 251.74 | 4,999.55 | -5.41 9.11 | -16.40 | -3.59 5.30 | 1.00 | 1.00 | 0.00 |
| 5,100.00 | 5.45 | 251.74 | 5,099.18 | -8.11 | -24.60 | -5.39 | 1.00 | 1.00 | 0.00 |
| 5,200.00 | 6.45 | 251.74 | 5,198.64 | -11.36 | -34.44 | -7.54 | 1.00 | 1.00 | 0.00 |
| 5,300.00 | 7.45 | 251.74 | 5,297.90 | -15.15 | -45.93 | -10.06 | 1.00 | 1.00 | 0.00 |

Planning Report

Database: Company: Project:

Site:

HOPSPP

ENGINEERING DESIGNS

PRD NM DIRECTIONAL PLANS (NAD 1983)

Senile Felines 18_7

Well: Senile Felines 18_7 State Com 71H

Wellbore: Wellbore #1

Design: Permitting Plan

Local Co-ordinate Reference:

TVD Reference: MD Reference: North Reference:

Survey Calculation Method:

Well Senile Felines 18_7 State Com 71H

RKB=25' @ 3684.00ft RKB=25' @ 3684.00ft

Grid

| sign: | Permitting Pla | an | | | | | | | |
|----------------------|--------------------|------------------|----------------------|--------------------|--------------------|--------------------|-------------------|-------------------|-------------------|
| anned Survey | | | | | | | | | |
| Measured | | | Vertical | | | Vertical | Dogleg | Build | Turn |
| Depth (ft) | Inclination (°) | Azimuth (°) | Depth (ft) | +N/-S (ft) | +E/-W (ft) | Section (ft) | Rate (°/100ft) | Rate (°/100ft) | Rate (°/100ft) |
| 5,400.00 | 8.45 | 251.74 | 5,396.94 | -19.48 | -59.07 | -12.93 | 1.00 | 1.00 | 0.00 |
| 5,500.00 | 9.45 | 251.74 | 5,495.72 | -24.36 | -73.84 | -16.17 | 1.00 | 1.00 | 0.00 |
| 5,555.01 | 10.00 | 251.74 | 5,549.94 | -27.27 | -82.67 | -18.10 | 1.00 | 1.00 | 0.00 |
| 5,600.00 | 10.00 | 251.74 | 5,594.25 | -29.72 | -90.08 | -19.72 | 0.00 | 0.00 | 0.00 |
| 5,700.00 | 10.00 | 251.74 | 5,692.73 | -35.16 | -106.58 | -23.33 | 0.00 | 0.00 | 0.00 |
| 5,800.00 | 10.00 | 251.74 | 5,791.21 | -40.60 | -123.07 | -26.94 | 0.00 | 0.00 | 0.00 |
| 5,900.00 | 10.00 | 251.74 | 5,889.69 | -46.04 | -139.56 | -30.55 | 0.00 | 0.00 | 0.00 |
| 6,000.00 | 10.00 | 251.74 | 5,988.17 | -51.48 | -156.05 | -34.16 | 0.00 | 0.00 | 0.00 |
| 6,100.00 | 10.00 | 251.74 | 6,086.65 | -56.92 | -172.54 | -37.77 | 0.00 | 0.00 | 0.00 |
| 6,200.00 | 10.00 | 251.74 | 6,185.13 | -62.36 | -189.03 | -41.38 | 0.00 | 0.00 | 0.00 |
| 6,300.00 | 10.00 | 251.74 | 6,283.61 | -67.80 | -205.52 | -44.99 | 0.00 | 0.00 | 0.00 |
| 6,400.00 | 10.00 | 251.74 | 6,382.09 | -73.24 | -222.01 | -48.61 | 0.00 | 0.00 | 0.00 |
| 6,500.00 | 10.00 | 251.74 | 6,480.57 | -78.68 | -238.50 | -52.22 | 0.00 | 0.00 | 0.00 |
| 6,600.00 | 10.00 | 251.74 | 6,579.05 | -84.12 | -254.99 | -55.83 | 0.00 | 0.00 | 0.00 |
| 6,700.00 | 10.00 | 251.74 | 6,677.54 | -89.56 | -271.48 | -59.44 | 0.00 | 0.00 | 0.00 |
| 6.800.00 | 10.00 | 251.74 | 6,776.02 | -95.00 | -287.98 | -63.05 | 0.00 | 0.00 | 0.00 |
| 6,900.00 | 10.00 | 251.74 251.74 | 6,874.50 | -95.00 -100.44 | -207.90 -304.47 | -66.66 | 0.00 | 0.00 | 0.00 |
| | | 251.74 251.74 | | | | | | 0.00 | |
| 7,000.00 | 10.00 | | 6,972.98 | -105.88 | -320.96 | -70.27 | 0.00 | | 0.00 |
| 7,100.00 7,200.00 | 10.00 10.00 | 251.74 251.74 | 7,071.46 7,169.94 | -111.32 -116.76 | -337.45 -353.94 | -73.88 -77.49 | 0.00 0.00 | 0.00 0.00 | 0.00 0.00 |
| | | | | | | | | | |
| 7,300.00 | 10.00 | 251.74 | 7,268.42 | -122.20 | -370.43 | -81.10 | 0.00 | 0.00 | 0.00 |
| 7,400.00 | 10.00 | 251.74 | 7,366.90 | -127.64 | -386.92 | -84.71 | 0.00 | 0.00 | 0.00 |
| 7,500.00 | 10.00 | 251.74 | 7,465.38 | -133.08 | -403.41 | -88.32 | 0.00 | 0.00 | 0.00 |
| 7,600.00 | 10.00 | 251.74 | 7,563.86 | -138.52 | -419.90 | -91.93 | 0.00 | 0.00 | 0.00 |
| 7,700.00 | 10.00 | 251.74 | 7,662.34 | -143.96 | -436.39 | -95.54 | 0.00 | 0.00 | 0.00 |
| 7,800.00 | 10.00 | 251.74 | 7,760.82 | -149.40 | -452.89 | -99.15 | 0.00 | 0.00 | 0.00 |
| 7,900.00 | 10.00 | 251.74 | 7,859.30 | -154.84 | -469.38 | -102.76 | 0.00 | 0.00 | 0.00 |
| 8,000.00 | 10.00 | 251.74 | 7,957.78 | -160.28 | -485.87 | -106.37 | 0.00 | 0.00 | 0.00 |
| 8,100.00 | 10.00 | 251.74 | 8,056.27 | -165.72 | -502.36 | -109.98 | 0.00 | 0.00 | 0.00 |
| 8,200.00 | 10.00 | 251.74 | 8,154.75 | -171.16 | -518.85 | -113.59 | 0.00 | 0.00 | 0.00 |
| 8,300.00 | 10.00 | 251.74 | 8,253.23 | -176.60 | -535.34 | -117.20 | 0.00 | 0.00 | 0.00 |
| 8,400.00 | 10.00 | 251.74 | 8,351.71 | -182.04 | -551.83 | -120.81 | 0.00 | 0.00 | 0.00 |
| 8,500.00 | 10.00 | 251.74 | 8,450.19 | -187.48 | -568.32 | -124.42 | 0.00 | 0.00 | 0.00 |
| 8,600.00 | 10.00 | 251.74 | 8,548.67 | -192.92 | -584.81 | -128.03 | 0.00 | 0.00 | 0.00 |
| 8,700.00 | 10.00 | 251.74 | 8,647.15 | -198.36 | -601.30 | -131.64 | 0.00 | 0.00 | 0.00 |
| | | | | | | | | | |
| 8,800.00 | 10.00 | 251.74 | 8,745.63 | -203.80 | -617.79 | -135.25 -138.86 | 0.00 | 0.00 | 0.00 0.00 |
| 8,900.00 | 10.00 | 251.74 | 8,844.11 | -209.24 | -634.29 | | 0.00 | 0.00 | |
| 9,000.00 | 10.00 | 251.74 | 8,942.59 | -214.68 | -650.78 | -142.47 | 0.00 | 0.00 | 0.00 |
| 9,100.00 9,200.00 | 10.00 10.00 | 251.74 251.74 | 9,041.07 9,139.55 | -220.12 -225.56 | -667.27 -683.76 | -146.08 -149.70 | 0.00 0.00 | 0.00 0.00 | 0.00 0.00 |
| | | | | | | | | | |
| 9,300.00 | 10.00 | 251.74 | 9,238.03 | -231.00 | -700.25 | -153.31 | 0.00 | 0.00 | 0.00 |
| 9,400.00 | 10.00 | 251.74 | 9,336.52 | -236.44 | -716.74 | -156.92 | 0.00 | 0.00 | 0.00 |
| 9,500.00 | 10.00 | 251.74 | 9,435.00 | -241.88 | -733.23 | -160.53 | 0.00 | 0.00 | 0.00 |
| 9,600.00 | 10.00 | 251.74 | 9,533.48 | -247.32 | -749.72 | -164.14 | 0.00 | 0.00 | 0.00 |
| 9,700.00 | 10.00 | 251.74 | 9,631.96 | -252.76 | -766.21 | -167.75 | 0.00 | 0.00 | 0.00 |
| 9,800.00 | 10.00 | 251.74 | 9,730.44 | -258.20 | -782.70 | -171.36 | 0.00 | 0.00 | 0.00 |
| 9,900.00 | 10.00 | 251.74 | 9,828.92 | -263.64 | -799.20 | -174.97 | 0.00 | 0.00 | 0.00 |
| 10,000.00 | 10.00 | 251.74 | 9,927.40 | -269.08 | -815.69 | -178.58 | 0.00 | 0.00 | 0.00 |
| 10,100.00 | 10.00 | 251.74 | 10,025.88 | -274.52 | -832.18 | -182.19 | 0.00 | 0.00 | 0.00 |
| 10,200.00 | 10.00 | 251.74 | 10,124.36 | -279.96 | -848.67 | -185.80 | 0.00 | 0.00 | 0.00 |
| 10,300.00 | 10.00 | 251.74 | 10,222.84 | -285.40 | -865.16 | -189.41 | 0.00 | 0.00 | 0.00 |
| 10,400.00 | 10.00 | 251.74 | 10,321.32 | -290.84 | -881.65 | -109.41 | 0.00 | 0.00 | 0.00 |
| 10,500.00 | 10.00 | 251.74 | 10,419.80 | -296.28 | -898.14 | -196.63 | 0.00 | 0.00 | 0.00 |
| 10,600.00 | 10.00 | 251.74 | 10,518.28 | -301.72 | -914.63 | -200.24 | 0.00 | 0.00 | 0.00 |
| 10,000.00 | 10.00 | 251.74 | 10,616.76 | -307.16 | -931.12 | -200.24 | 0.00 | 0.00 | 0.00 |

Planning Report

Database: Company: Project: HOPSPP

ENGINEERING DESIGNS

PRD NM DIRECTIONAL PLANS (NAD 1983)

Site: Senile Felines 18_7

Well: Senile Felines 18_7 State Com 71H

Wellbore: Wellbore #1

Design: Permitting Plan

Local Co-ordinate Reference:

TVD Reference:
MD Reference:
North Reference:

Survey Calculation Method:

Well Senile Felines 18_7 State Com 71H

RKB=25' @ 3684.00ft RKB=25' @ 3684.00ft

Grid

| Design: | Permitting Pla | an | | | | | | | |
|---------------------------|--------------------|----------------|---------------------------|---------------|---------------|-----------------------------|-----------------------------|----------------------------|---------------------------|
| Planned Survey | | | | | | | | | |
| Measured Depth (ft) | Inclination (°) | Azimuth (°) | Vertical Depth (ft) | +N/-S (ft) | +E/-W (ft) | Vertical Section (ft) | Dogleg Rate (°/100ft) | Build Rate (°/100ft) | Turn Rate (°/100ft) |
| 10,759.01 | 10.00 | 251.74 | 10,674.88 | -310.37 | -940.85 | -205.98 | 0.00 | 0.00 | 0.00 |
| 10,800.00 | 9.59 | 275.90 | 10,715.29 | -311.13 | -947.63 | -206.00 | 10.00 | -1.01 | 58.93 |
| 10,900.00 | 14.55 | 319.30 | 10,813.23 | -300.73 | -964.15 | -193.86 | 10.00 | 4.97 | 43.40 |
| 11,000.00 | 23.02 | 336.32 | 10,907.89 | -273.23 | -980.23 | -164.77 | 10.00 | 8.46 | 17.02 |
| 11,100.00 | 32.34 | 344.22 | 10,996.38 | -229.48 | -995.40 | -119.63 | 10.00 | 9.32 | 7.90 |
| 11,200.00 | 41.95 | 348.83 | 11,076.02 | -170.81 | -1,009.19 | -59.80 | 10.00 | 9.61 | 4.61 |
| 11,300.00 | 51.68 | 351.97 | 11,144.38 | -98.99 | -1,021.18 | 12.89 | 10.00 | 9.74 | 3.14 |
| 11,400.00 | 61.48 | 354.36 | 11,199.39 | -16.21 | -1,031.00 | 96.25 | 10.00 | 9.80 | 2.39 |
| 11,500.00 | 71.32 | 356.34 | 11,239.37 | 75.01 | -1,038.37 | 187.73 | 10.00 | 9.83 | 1.98 |
| 11,600.00 | 81.17 | 358.10 | 11,263.12 | 171.91 | -1,043.05 | 284.56 | 10.00 | 9.85 | 1.76 |
| 11,689.51 | 90.00 | 359.59 | 11,270.00 | 261.05 | -1,044.84 | 373.36 | 10.00 | 9.86 | 1.67 |
| 11,700.00 | 90.00 | 359.59 | 11,270.00 | 271.53 | -1,044.92 | 383.80 | 0.00 | 0.00 | 0.00 |
| 11,800.00 | 90.00 | 359.59 | 11,270.00 | 371.53 | -1,045.63 | 483.28 | 0.00 | 0.00 | 0.00 |
| 11,900.00 | 90.00 | 359.59 | 11,270.00 | 471.53 | -1,046.35 | 582.76 | 0.00 | 0.00 | 0.00 |
| 12,000.00 | 90.00 | 359.59 | 11,270.00 | 571.52 | -1,047.07 | 682.24 | 0.00 | 0.00 | 0.00 |
| 12,100.00 | 90.00 | 359.59 | 11,270.00 | 671.52 | -1,047.79 | 781.72 | 0.00 | 0.00 | 0.00 |
| 12,200.00 | 90.00 | 359.59 | 11,270.00 | 771.52 | -1,048.50 | 881.20 | 0.00 | 0.00 | 0.00 |
| 12,300.00 | 90.00 | 359.59 | 11,270.00 | 871.52 | -1,049.22 | 980.67 | 0.00 | 0.00 | 0.00 |
| 12,400.00 | 90.00 | 359.59 | 11,270.00 | 971.51 | -1,049.94 | 1,080.15 | 0.00 | 0.00 | 0.00 |
| 12,500.00 | 90.00 | 359.59 | 11,270.00 | 1,071.51 | -1,050.65 | 1,179.63 | 0.00 | 0.00 | 0.00 |
| 12,600.00 | 90.00 | 359.59 | 11,270.00 | 1,171.51 | -1,051.37 | 1,279.11 | 0.00 | 0.00 | 0.00 |
| 12,700.00 | 90.00 | 359.59 | 11,270.00 | 1,271.51 | -1,052.09 | 1,378.59 | 0.00 | 0.00 | 0.00 |
| 12,800.00 | 90.00 | 359.59 | 11,270.00 | 1,371.50 | -1,052.80 | 1,478.07 | 0.00 | 0.00 | 0.00 |
| 12,900.00 | 90.00 | 359.59 | 11,270.00 | 1,471.50 | -1,053.52 | 1,577.55 | 0.00 | 0.00 | 0.00 |
| 13,000.00 | 90.00 | 359.59 | 11,270.00 | 1,571.50 | -1,054.24 | 1,677.03 | 0.00 | 0.00 | 0.00 |
| 13,100.00 | 90.00 | 359.59 | 11,270.00 | 1,671.50 | -1,054.96 | 1,776.51 | 0.00 | 0.00 | 0.00 |
| 13,200.00 | 90.00 | 359.59 | 11,270.00 | 1,771.49 | -1,055.67 | 1,875.99 | 0.00 | 0.00 | 0.00 |
| 13,300.00 | 90.00 | 359.59 | 11,270.00 | 1,871.49 | -1,056.39 | 1,975.47 | 0.00 | 0.00 | 0.00 |
| 13,400.00 | 90.00 | 359.59 | 11,270.00 | 1,971.49 | -1,057.11 | 2,074.95 | 0.00 | 0.00 | 0.00 |
| 13,500.00 | 90.00 | 359.59 | 11,270.00 | 2,071.49 | -1,057.82 | 2,174.43 | 0.00 | 0.00 | 0.00 |
| 13,600.00 | 90.00 | 359.59 | 11,270.00 | 2,171.48 | -1,058.54 | 2,273.91 | 0.00 | 0.00 | 0.00 |
| 13,700.00 | 90.00 | 359.59 | 11,270.00 | 2,271.48 | -1,059.26 | 2,373.39 | 0.00 | 0.00 | 0.00 |
| 13,800.00 | 90.00 | 359.59 | 11,270.00 | 2,371.48 | -1,059.98 | 2,472.87 | 0.00 | 0.00 | 0.00 |
| 13,900.00 | 90.00 | 359.59 | 11,270.00 | 2,471.48 | -1,060.69 | 2,572.35 | 0.00 | 0.00 | 0.00 |
| 14,000.00 | 90.00 | 359.59 | 11,270.00 | 2,571.47 | -1,061.41 | 2,671.83 | 0.00 | 0.00 | 0.00 |
| 14,100.00 | 90.00 | 359.59 | 11,270.00 | 2,671.47 | -1,062.13 | 2,771.31 | 0.00 | 0.00 | 0.00 |
| 14,200.00 | 90.00 | 359.59 | 11,270.00 | 2,771.47 | -1,062.84 | 2,870.79 | 0.00 | 0.00 | 0.00 |
| 14,300.00 | 90.00 | 359.59 | 11,270.00 | 2,871.47 | -1,063.56 | 2,970.27 | 0.00 | 0.00 | 0.00 |
| 14,400.00 | 90.00 | 359.59 | 11,270.00 | 2,971.46 | -1,064.28 | 3,069.75 | 0.00 | 0.00 | 0.00 |
| 14,500.00 | 90.00 | 359.59 | 11,270.00 | 3,071.46 | -1,064.99 | 3,169.23 | 0.00 | 0.00 | 0.00 |
| 14,600.00 | 90.00 | 359.59 | 11,270.00 | 3,171.46 | -1,065.71 | 3,268.71 | 0.00 | 0.00 | 0.00 |
| 14,700.00 | 90.00 | 359.59 | 11,270.00 | 3,271.45 | -1,066.43 | 3,368.19 | 0.00 | 0.00 | 0.00 |
| 14,800.00 | 90.00 | 359.59 | 11,270.00 | 3,371.45 | -1,067.15 | 3,467.67 | 0.00 | 0.00 | 0.00 |
| 14,900.00 | 90.00 | 359.59 | 11,270.00 | 3,471.45 | -1,067.86 | 3,567.15 | 0.00 | 0.00 | 0.00 |
| 15,000.00 | 90.00 | 359.59 | 11,270.00 | 3,571.45 | -1,068.58 | 3,666.63 | 0.00 | 0.00 | 0.00 |
| 15,100.00 | 90.00 | 359.59 | 11,270.00 | 3,671.44 | -1,069.30 | 3,766.11 | 0.00 | 0.00 | 0.00 |
| 15,200.00 | 90.00 | 359.59 | 11,270.00 | 3,771.44 | -1,070.01 | 3,865.59 | 0.00 | 0.00 | 0.00 |
| 15,300.00 | 90.00 | 359.59 | 11,270.00 | 3,871.44 | -1,070.73 | 3,965.07 | 0.00 | 0.00 | 0.00 |
| 15,400.00 | 90.00 | 359.59 | 11,270.00 | 3,971.44 | -1,071.45 | 4,064.55 | 0.00 | 0.00 | 0.00 |
| 15,500.00 | 90.00 | 359.59 | 11,270.00 | 4,071.43 | -1,072.16 | 4,164.03 | 0.00 | 0.00 | 0.00 |
| 15,600.00 | 90.00 | 359.59 | 11,270.00 | 4,171.43 | -1,072.88 | 4,263.51 | 0.00 | 0.00 | 0.00 |
| 15,700.00 | 90.00 | 359.59 | 11,270.00 | 4,271.43 | -1,073.60 | 4,362.99 | 0.00 | 0.00 | 0.00 |
| 15,800.00 | 90.00 | 359.59 | 11,270.00 | 4,371.43 | -1,074.32 | 4,462.47 | 0.00 | 0.00 | 0.00 |
| 15,900.00 | 90.00 | 359.59 | 11,270.00 | 4,471.42 | -1,075.03 | 4,561.95 | 0.00 | 0.00 | 0.00 |
| 16,000.00 | 90.00 | 359.59 | 11,270.00 | 4,571.42 | -1,075.75 | 4,661.43 | 0.00 | 0.00 | 0.00 |

Planning Report

Database: Company: Project: HOPSPP

ENGINEERING DESIGNS

PRD NM DIRECTIONAL PLANS (NAD 1983)

Site: Senile Felines 18_7

Well: Senile Felines 18_7 State Com 71H

Wellbore: Wellbore #1

Design: Permitting Plan

Local Co-ordinate Reference:

TVD Reference:
MD Reference:

North Reference:

Survey Calculation Method:

Well Senile Felines 18_7 State Com 71H

RKB=25' @ 3684.00ft RKB=25' @ 3684.00ft

Grid

| Design: | Permitting Pla | an | | | | | | | |
|---------------------------|-----------------|----------------|---------------------------|---------------|---------------|-----------------------------|-----------------------------|----------------------------|---------------------------|
| Planned Survey | | | | | | | | | |
| Measured Depth (ft) | Inclination (°) | Azimuth (°) | Vertical Depth (ft) | +N/-S (ft) | +E/-W (ft) | Vertical Section (ft) | Dogleg Rate (°/100ft) | Build Rate (°/100ft) | Turn Rate (°/100ft) |
| 16,100.00 | 90.00 | 359.59 | 11,270.00 | 4,671.42 | -1,076.47 | 4,760.91 | 0.00 | 0.00 | 0.00 |
| 16,200.00 | 90.00 | 359.59 | 11,270.00 | 4,771.42 | -1,077.18 | 4,860.39 | 0.00 | 0.00 | 0.00 |
| 16,300.00 | 90.00 | 359.59 | 11,270.00 | 4,871.41 | -1,077.90 | 4,959.87 | 0.00 | 0.00 | 0.00 |
| 16,400.00 | 90.00 | 359.59 | 11,270.00 | 4,971.41 | -1,078.62 | 5,059.35 | 0.00 | 0.00 | 0.00 |
| 16,500.00 | 90.00 | 359.59 | 11,270.00 | 5,071.41 | -1,079.33 | 5,158.83 | 0.00 | 0.00 | 0.00 |
| 16,600.00 | 90.00 | 359.59 | 11,270.00 | 5,171.41 | -1,080.05 | 5,258.31 | 0.00 | 0.00 | 0.00 |
| 16,700.00 | 90.00 | 359.59 | 11,270.00 | 5,271.40 | -1,080.77 | 5,357.79 | 0.00 | 0.00 | 0.00 |
| 16,800.00 | 90.00 | 359.59 | 11,270.00 | 5,371.40 | -1,081.49 | 5,457.27 | 0.00 | 0.00 | 0.00 |
| 16,900.00 | 90.00 | 359.59 | 11,270.00 | 5,471.40 | -1,082.20 | 5,556.75 | 0.00 | 0.00 | 0.00 |
| 17,000.00 | 90.00 | 359.59 | 11,270.00 | 5,571.40 | -1,082.92 | 5,656.23 | 0.00 | 0.00 | 0.00 |
| 17,100.00 | 90.00 | 359.59 | 11,270.00 | 5,671.39 | -1,083.64 | 5,755.71 | 0.00 | 0.00 | 0.00 |
| 17,200.00 | 90.00 | 359.59 | 11,270.00 | 5,771.39 | -1,084.35 | 5,855.19 | 0.00 | 0.00 | 0.00 |
| 17,300.00 | 90.00 | 359.59 | 11,270.00 | 5,871.39 | -1,085.07 | 5,954.67 | 0.00 | 0.00 | 0.00 |
| 17,400.00 | 90.00 | 359.59 | 11,270.00 | 5,971.39 | -1,085.79 | 6,054.15 | 0.00 | 0.00 | 0.00 |
| 17,500.00 | 90.00 | 359.59 | 11,270.00 | 6,071.38 | -1,086.50 | 6,153.63 | 0.00 | 0.00 | 0.00 |
| 17,600.00 | 90.00 | 359.59 | 11,270.00 | 6,171.38 | -1,087.22 | 6,253.11 | 0.00 | 0.00 | 0.00 |
| 17,700.00 | 90.00 | 359.59 | 11,270.00 | 6,271.38 | -1,087.94 | 6,352.59 | 0.00 | 0.00 | 0.00 |
| 17,800.00 | 90.00 | 359.59 | 11,270.00 | 6,371.38 | -1,088.66 | 6,452.07 | 0.00 | 0.00 | 0.00 |
| 17,900.00 | 90.00 | 359.59 | 11,270.00 | 6,471.37 | -1,089.37 | 6,551.55 | 0.00 | 0.00 | 0.00 |
| 18,000.00 | 90.00 | 359.59 | 11,270.00 | 6,571.37 | -1,090.09 | 6,651.03 | 0.00 | 0.00 | 0.00 |
| 18,100.00 | 90.00 | 359.59 | 11,270.00 | 6,671.37 | -1,090.81 | 6,750.51 | 0.00 | 0.00 | 0.00 |
| 18,200.00 | 90.00 | 359.59 | 11,270.00 | 6,771.36 | -1,091.52 | 6,849.99 | 0.00 | 0.00 | 0.00 |
| 18,300.00 | 90.00 | 359.59 | 11,270.00 | 6,871.36 | -1,092.24 | 6,949.47 | 0.00 | 0.00 | 0.00 |
| 18,400.00 | 90.00 | 359.59 | 11,270.00 | 6,971.36 | -1,092.96 | 7,048.95 | 0.00 | 0.00 | 0.00 |
| 18,500.00 | 90.00 | 359.59 | 11,270.00 | 7,071.36 | -1,093.67 | 7,148.43 | 0.00 | 0.00 | 0.00 |
| 18,600.00 | 90.00 | 359.59 | 11,270.00 | 7,171.35 | -1,094.39 | 7,247.91 | 0.00 | 0.00 | 0.00 |
| 18,700.00 | 90.00 | 359.59 | 11,270.00 | 7,271.35 | -1,095.11 | 7,347.39 | 0.00 | 0.00 | 0.00 |
| 18,800.00 | 90.00 | 359.59 | 11,270.00 | 7,371.35 | -1,095.83 | 7,446.87 | 0.00 | 0.00 | 0.00 |
| 18,900.00 | 90.00 | 359.59 | 11,270.00 | 7,471.35 | -1,096.54 | 7,546.35 | 0.00 | 0.00 | 0.00 |
| 19,000.00 | 90.00 | 359.59 | 11,270.00 | 7,571.34 | -1,097.26 | 7,645.83 | 0.00 | 0.00 | 0.00 |
| 19,100.00 | 90.00 | 359.59 | 11,270.00 | 7,671.34 | -1,097.98 | 7,745.31 | 0.00 | 0.00 | 0.00 |
| 19,200.00 | 90.00 | 359.59 | 11,270.00 | 7,771.34 | -1,098.69 | 7,844.79 | 0.00 | 0.00 | 0.00 |
| 19,300.00 | 90.00 | 359.59 | 11,270.00 | 7,871.34 | -1,099.41 | 7,944.27 | 0.00 | 0.00 | 0.00 |
| 19,400.00 | 90.00 | 359.59 | 11,270.00 | 7,971.33 | -1,100.13 | 8,043.75 | 0.00 | 0.00 | 0.00 |
| 19,500.00 | 90.00 | 359.59 | 11,270.00 | 8,071.33 | -1,100.85 | 8,143.23 | 0.00 | 0.00 | 0.00 |
| 19,600.00 | 90.00 | 359.59 | 11,270.00 | 8,171.33 | -1,101.56 | 8,242.71 | 0.00 | 0.00 | 0.00 |
| 19,700.00 | 90.00 | 359.59 | 11,270.00 | 8,271.33 | -1,102.28 | 8,342.19 | 0.00 | 0.00 | 0.00 |
| 19,800.00 | 90.00 | 359.59 | 11,270.00 | 8,371.32 | -1,103.00 | 8,441.67 | 0.00 | 0.00 | 0.00 |
| 19,900.00 | 90.00 | 359.59 | 11,270.00 | 8,471.32 | -1,103.71 | 8,541.15 | 0.00 | 0.00 | 0.00 |
| 20,000.00 | 90.00 | 359.59 | 11,270.00 | 8,571.32 | -1,104.43 | 8,640.63 | 0.00 | 0.00 | 0.00 |
| 20,100.00 | 90.00 | 359.59 | 11,270.00 | 8,671.32 | -1,105.15 | 8,740.11 | 0.00 | 0.00 | 0.00 |
| 20,200.00 | 90.00 | 359.59 | 11,270.00 | 8,771.31 | -1,105.86 | 8,839.59 | 0.00 | 0.00 | 0.00 |
| 20,300.00 | 90.00 | 359.59 | 11,270.00 | 8,871.31 | -1,106.58 | 8,939.07 | 0.00 | 0.00 | 0.00 |
| 20,400.00 | 90.00 | 359.59 | 11,270.00 | 8,971.31 | -1,107.30 | 9,038.55 | 0.00 | 0.00 | 0.00 |
| 20,500.00 | 90.00 | 359.59 | 11,270.00 | 9,071.31 | -1,108.02 | 9,138.03 | 0.00 | 0.00 | 0.00 |
| 20,600.00 | 90.00 | 359.59 | 11,270.00 | 9,171.30 | -1,108.73 | 9,237.51 | 0.00 | 0.00 | 0.00 |
| 20,700.00 | 90.00 | 359.59 | 11,270.00 | 9,271.30 | -1,109.45 | 9,336.99 | 0.00 | 0.00 | 0.00 |
| 20,800.00 | 90.00 | 359.59 | 11,270.00 | 9,371.30 | -1,110.17 | 9,436.47 | 0.00 | 0.00 | 0.00 |
| 20,900.00 | 90.00 | 359.59 | 11,270.00 | 9,471.30 | -1,110.88 | 9,535.95 | 0.00 | 0.00 | 0.00 |
| 21,000.00 | 90.00 | 359.59 | 11,270.00 | 9,571.29 | -1,111.60 | 9,635.43 | 0.00 | 0.00 | 0.00 |
| 21,100.00 | 90.00 | 359.59 | 11,270.00 | 9,671.29 | -1,112.32 | 9,734.91 | 0.00 | 0.00 | 0.00 |
| 21,200.00 | 90.00 | 359.59 | 11,270.00 | 9,771.29 | -1,113.03 | 9,834.39 | 0.00 | 0.00 | 0.00 |
| 21,300.00 | 90.00 | 359.59 | 11,270.00 | 9,871.29 | -1,113.75 | 9,933.87 | 0.00 | 0.00 | 0.00 |
| 21,400.00 | 90.00 | 359.59 | 11,270.00 | 9,971.28 | -1,114.47 | 10,033.35 | 0.00 | 0.00 | 0.00 |
| 21,500.00 | 90.00 | 359.59 | 11,270.00 | 10,071.28 | -1,115.19 | 10,132.83 | 0.00 | 0.00 | 0.00 |

OXY

Planning Report

Database: HOPSPP

ENGINEERING DESIGNS Company:

PRD NM DIRECTIONAL PLANS (NAD 1983) Project:

Site: Senile Felines 18_7

Well: Senile Felines 18_7 State Com 71H

Wellbore: Wellbore #1 Design: Permitting Plan Local Co-ordinate Reference:

TVD Reference: MD Reference: North Reference:

Survey Calculation Method:

Well Senile Felines 18_7 State Com 71H

RKB=25' @ 3684.00ft RKB=25' @ 3684.00ft

Minimum Curvature

| Planned Survey | | | | | | | | | |
|---------------------------|--------------------|------------------|---------------------------|------------------------|------------------------|-----------------------------|-----------------------------|----------------------------|---------------------------|
| Measured Depth (ft) | Inclination (°) | Azimuth (°) | Vertical Depth (ft) | +N/-S (ft) | +E/-W (ft) | Vertical Section (ft) | Dogleg Rate (°/100ft) | Build Rate (°/100ft) | Turn Rate (°/100ft) |
| 21,600.00 21,606.71 | 90.00 90.00 | 359.59 359.59 | 11,270.00 11,270.00 | 10,171.28 10,177.99 | -1,115.90 -1,115.95 | 10,232.31 10,238.99 | 0.00 0.00 | 0.00 0.00 | 0.00 0.00 |

| Design Targets | | | | | | | | | |
|--|----------------------|-----------------|--------------------------|--------------------------|--------------------------|------------------------------|-------------------|-----------|-------------|
| Target Name - hit/miss target - Shape | Dip Angle (°) | Dip Dir. (°) | TVD (ft) | +N/-S (ft) | +E/-W (ft) | Northing (usft) | Easting (usft) | Latitude | Longitude |
| KOP (Senile Felines - plan misses targel - Point | 0.00 center by 23 | | 11,270.00 235.67ft MD | -311.17) (11101.81 T | -1,040.73 VD, -146.59 | 504,441.22 N, -1013.69 E) | 762,396.85 | 32.384744 | -103.617213 |
| PBHL (Senile Felines - plan hits target ce - Point | 0.00 nter | 0.00 | 11,270.00 | 10,177.99 | -1,115.95 | 514,930.00 | 762,321.63 | 32.413575 | -103.617229 |
| FTP (Senile Felines - plan misses target - Point | 0.00 center by 20 | | 11,270.00 271.72ft MD | -261.17) (11126.32 T | -1,041.10 VD, -120.51 | 504,491.22 N, -1017.99 E) | 762,396.48 | 32.384881 | -103.617213 |

| Formations | | | | | | | |
|------------|---------------------------|---------------------------|-----------------|-----------|------------|-------------------------|--|
| | Measured Depth (ft) | Vertical Depth (ft) | Name | Lithology | Dip (°) | Dip Direction (°) | |
| | 871.00 | 871.00 | RUSTLER | | | | |
| | 1,587.00 | 1,587.00 | SALADO | | | | |
| | 2,807.00 | 2,807.00 | CASTILE | | | | |
| | 4,848.13 | 4,848.00 | DELAWARE | | | | |
| | 4,925.26 | 4,925.00 | BELL CANYON | | | | |
| | 5,958.19 | 5,947.00 | CHERRY CANYON | | | | |
| | 7,084.30 | 7,056.00 | BRUSHY CANYON | | | | |
| | 8,790.22 | 8,736.00 | BONE SPRING | | | | |
| | 9,910.24 | 9,839.00 | BONE SPRING 1ST | | | | |
| | 10,561.13 | 10,480.00 | BONE SPRING 2ND | | | | |

| Plan Annota | tions | | | | |
|-------------|---------------|---------------|---------------|---------------|---------------------|
| | Measured | Vertical | Local Coor | dinates | |
| | Depth (ft) | Depth (ft) | +N/-S (ft) | +E/-W (ft) | Comment |
| | 4,555.00 | 4,555.00 | 0.00 | 0.00 | Build 1°/100' |
| | 5,555.01 | 5,549.94 | -27.27 | -82.67 | Hold 10° Tangent |
| | 10,759.01 | 10,674.88 | -310.37 | -940.85 | KOP, Build 10°.100' |
| | 11,689.51 | 11,270.00 | 261.05 | -1,044.84 | Landing Point |
| | 21,606.71 | 11,270.00 | 10,177.99 | -1,115.95 | TD at 21606.71' MD |

Oxy USA Inc. - Senile Felines 18_7 State Com 71H Drill Plan

1. Geologic Formations

| TVD of Target (ft): | 11270 | Pilot Hole Depth (ft): | |
|----------------------------|-------|------------------------------------|-----|
| Total Measured Depth (ft): | 21607 | Deepest Expected Fresh Water (ft): | 871 |

Delaware Basin

| Formation | MD-RKB (ft) | TVD-RKB (ft) | Expected Fluids |
|-----------------|-------------|--------------|------------------------|
| Rustler | 871 | 871 | |
| Salado | 1587 | 1587 | Salt |
| Castile | 2807 | 2807 | Salt |
| Delaware | 4848 | 4848 | Oil/Gas/Brine |
| Bell Canyon | 4925 | 4925 | Oil/Gas/Brine |
| Cherry Canyon | 5958 | 5947 | Oil/Gas/Brine |
| Brushy Canyon | 7084 | 7056 | Losses |
| Bone Spring | 8790 | 8736 | Oil/Gas |
| Bone Spring 1st | 9910 | 9839 | Oil/Gas |
| Bone Spring 2nd | 10561 | 10480 | Oil/Gas |
| Bone Spring 3rd | | | Oil/Gas |
| Wolfcamp | | | Oil/Gas |
| Penn | | | Oil/Gas |
| Strawn | | | Oil/Gas |

^{*}H2S, water flows, loss of circulation, abnormal pressures, etc.

2. Casing Program

| | | N | ID | T\ | /D | | | | |
|--------------|-----------|-------|-------|-------|-------|---------|---------|-------|-----------|
| | Hole | From | То | From | То | Csg. | Csg Wt. | | |
| Section | Size (in) | (ft) | (ft) | (ft) | (ft) | OD (in) | (ppf) | Grade | Conn. |
| Surface | 17.5 | 0 | 931 | 0 | 931 | 13.375 | 54.5 | J-55 | ВТС |
| Intermediate | 12.25 | 0 | 10659 | 0 | 10575 | 7.827 | 39.3 | P110S | Wedge 463 |
| Production | 6.75 | 10459 | 21607 | 10375 | 11270 | 5.5 | 20 | P-110 | Wedge 461 |

All casing strings will be tested in accordance with 43 CFR part 3170 Subpart 3172

*Oxy requests the option to run the 9.625" Intermediate I as a contingency string to be run only if severe hole conditions dictate an additional casing string necessary. This would make the planned 7.625" Casing the Intermediate II.

**If 4S Contingency is not required, Oxy requests permission to transition from 12.25" to 9.875" Intermediate I at 1st trip point below Brushy top (estimated top in formation table above). Cement volumes will be updated on C103 submission.

| All Casing SF Values will meet or exceed | | | | | | |
|--|-------|---------|----------|--|--|--|
| those below | | | | | | |
| SF | SF | Body SF | Joint SF | | | |
| | | | | | | |
| Collapse | Burst | Tension | Tension | | | |

*If Production Casing Connection OD does not meet 0.422" annular clearance inside casing:

- Cement excess will be circulated from Top of Liner to surface (Cement Confirmation)
- Liner Top will be tested to confirm seal
- If ICP in Bone Spring Pool and lateral landed in Wolfcamp Pool, a CBL will be ran.

| | Y or N |
|--|--------|
| Is casing new? If used, attach certification as required in 43 CFR 3160 | Y |
| Does casing meet API specifications? If no, attach casing specification sheet. | Y |
| Is premium or uncommon casing planned? If yes attach casing specification sheet. | Y |
| Does the above casing design meet or exceed BLM's minimum standards? | Y |
| If not provide justification (loading assumptions, casing design criteria). | |
| Will the intermediate pipe be kept at a minimum 1/3 fluid filled to avoid approaching | Y |
| the collapse pressure rating of the casing? | |
| | |
| Is well located within Capitan Reef? | N |
| If yes, does production casing cement tie back a minimum of 50' above the Reef? | |
| Is well within the designated 4 string boundary. | |
| | |
| Is well located in SOPA but not in R-111-P? | N |
| If yes, are the first 2 strings cemented to surface and 3 rd string cement tied back 500' into previous casing? | |
| 300 into previous casing: | |
| Is well located in R-111-P and SOPA? | N |
| If yes, are the first three strings cemented to surface? | |
| Is 2 nd string set 100' to 600' below the base of salt? | |
| Is well located in high Cave/Karst? | N |
| If yes, are there two strings cemented to surface? | |
| (For 2 string wells) If yes, is there a contingency casing if lost circulation occurs? | |
| Is well located in critical Cave/Karst? | l N |
| If yes, are there three strings cemented to surface? | 11 |
| if yes, are there three strings comented to surface: | |

3. Cementing Program

| Section | Stage | Slurry: | Sacks | Yield (ft^3/ft) | Density (lb/gal) | Excess: | тос | Placement | Description |
|---------|-------|---------------------------|-------|--------------------|---------------------|---------|--------|------------|-------------------------------|
| Surface | 1 | Surface - Tail | 973 | 1.33 | 14.8 | 100% | - | Circulate | Class C+Accel. |
| Int. | 1 | Intermediate 1S - Tail | 1025 | 1.65 | 13.2 | 5% | 7,334 | Circulate | Class H+Accel., Disper., Salt |
| Int. | 2 | Intermediate 2S - Tail BH | 2558 | 1.71 | 13.3 | 25% | - | Bradenhead | Class C+Accel. |
| Prod. | 1 | Production - Tail | 841 | 1.38 | 13.2 | 25% | 10,459 | Circulate | Class H+Ret., Disper., Salt |

Offline Cementing Request

Oxy requests a variance to cement the 9.625" and/or 7.625" intermediate casing strings offline in accordance to the approved variance, EC Tran 461365. Please see Offline Cementing Variance attachment for further details.

Bradenhead CBL Request

Oxy requests permission to adjust the CBL requirement after bradenhead cement jobs, on 7-5/8" intermediate casings, as per the agreement reached in the OXY/BLM meeting on September 5, 2019. Please see Bradenhead CBL Variance attachment for further details.

Cement Top and Liner Overlap

• Oxy is requesting permission to have minimum fill of cement behind the 5-1/2" production liner to be 200 ft into previous casing string

The reason for this is so that we can come back and develop shallower benches from the same 7.625"/7.827" mainbore in the future

Cement will be brought to the top of this liner hanger

4. Pressure Control Equipment

| BOP installed and tested before drilling which hole? | Size? | Min. Required WP | | Туре | ✓ | Tested to: | Deepest TVD Depth (ft) per Section: |
|--|---------|------------------------|--------|------------|----------|--------------------------|---|
| | | 5M | | Annular | ✓ | 70% of working pressure | |
| | | 5M | | Blind Ram | ✓ | | 10575 |
| 12.25" Hole | 13-5/8" | | | Pipe Ram | | 250 psi / 5000 psi | |
| | | | | Double Ram | ✓ | 230 psi / 3000 psi | |
| | | | Other* | | | | |
| | | 5M | | Annular | √ | 100% of working pressure | |
| | 13-5/8" | | | Blind Ram | ✓ | | |
| 6.75" Hole | | " 10M | | Pipe Ram | | 250 psi / 10000 psi | 11270 |
| | | | | Double Ram | ✓ | 230 psi / 10000 psi | |
| | | | Other* | | | | |

BOP/BOPE will be tested by an independent service company to 250 psi low and the high pressure indicated above per 43 CFR part 3170 Subpart 3172 requirements. The System may be upgraded to a higher pressure but still tested to the working pressure listed in the table above. If the system is upgraded all the components installed will be functional and tested.

Pipe rams will be operationally checked each 24 hour period. Blind rams will be operationally checked on each trip out of the hole. These checks will be noted on the daily tour sheets. Other accessories to the BOP equipment will include a Kelly cock and floor safety valve (inside BOP) and choke lines and choke manifold.

5M Annular BOP Request

Per BLM's Memorandum No. NM-2017-008: *Decision and Rationale for a Variance Allowing the Use of a 5M Annular Preventer with a 10M BOP Stack*, Oxy requests to employ a 5M annular with a 10M BOPE stack in the pilot and lateral sections of the well and will ensure that two barriers to flow are maintained at all times. Please see Annular BOP Variance attachment for further details.

^{*}Specify if additional ram is utilized

Formation integrity test will be performed per 43 CFR part 3170 Subpart 3172.

On Exploratory wells or 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. Will be tested in accordance with 43 CFR part 3170 Subpart 3172.

A variance is requested for the use of a flexible choke line from the BOP to Choke Manifold. See attached for specs and hydrostatic test chart.

Are anchors required by manufacturer?

A multibowl or a unionized multibowl wellhead system will be employed. The wellhead and connection to the BOPE will meet all API 6A requirements. The BOP will be tested per 43 CFR part 3170 Subpart 3172 after installation on the surface casing which will cover testing requirements for a maximum of 30 days. If any seal subject to test pressure is broken the system must be tested. We will test the flange connection of the wellhead with a test port that is directly in the flange. We are proposing that we will run the wellhead through the rotary prior to cementing surface casing as discussed with the BLM on October 8, 2015.

See attached schematics.

BOP Break Testing Request

Oxy requests permission to adjust the BOP break testing requirements as per the agreement reached in the OXY/BLM meeting on September 5, 2019. Please see BOP Break Testing Variance attachment for further details.

Oxy will use Cameron ADAPT wellhead system that uses an OEC top flange connection. This connection has been fully vetted and verified by API to Spec 6A and carries an API monogram.

5. Mud Program

| Cantina | Depth - MD | | Depth - TVD | | Toma | Weight | Viceosity | Water |
|--------------|------------|---------|-------------|---------|---|------------|-----------|-------|
| Section | From (ft) | To (ft) | From (ft) | To (ft) | Туре | (ppg) | Viscosity | Loss |
| Surface | 0 | 931 | 0 | 931 | Water-Based Mud | 8.6 - 8.8 | 40-60 | N/C |
| Intermediate | 931 | 10659 | 931 | 10575 | Saturated Brine-Based or Oil-Based Mud | 8.0 - 10.0 | 35-45 | N/C |
| Production | 10659 | 21607 | 10575 | 11270 | Water-Based or Oil- Based Mud | 9.5 - 12.5 | 38-50 | N/C |

Sufficient mud materials to maintain mud properties and meet minimum lost circulation and weight increase requirements will be kept on location at all times. The following is a general list of products: Barite, Bentonite, Gypsum, Lime, Soda Ash, Caustic Soda, Nut Plug, Cedar Fiber, Cotton Seed Hulls, Drilling Paper, Salt Water Clay, CACL2. Oxy will use a closed mud system.

| What will be used to monitor the | PVT/MD Totco/Visual Monitoring |
|----------------------------------|--|
| loss or gain of fluid? | 1 V1/1VID TOCCO/ VISUAL IVIOLITICATING |

6. Logging and Testing Procedures

| Loggi | Logging, Coring and Testing. | | | | | | |
|--|--|--|--|--|--|--|--|
| Yes | Will run GR from TD to surface (horizontal well – vertical portion of hole). | | | | | | |
| Stated logs run will be in the Completion Report and submitted to the BLM. | | | | | | | |
| No | Logs are planned based on well control or offset log information. | | | | | | |
| No | Drill stem test? If yes, explain | | | | | | |
| No | Coring? If yes, explain | | | | | | |

| Addit | ional logs planned | Interval |
|-------|--------------------|-------------------|
| No | Resistivity | |
| No | Density | |
| Yes | CBL | Production string |
| Yes | Mud log | Bone Spring – TD |
| No | PEX | |

7. Drilling Conditions

| Condition | Specify what type and where? |
|-------------------------------|------------------------------|
| BH Pressure at deepest TVD | 7326 psi |
| Abnormal Temperature | No |
| BH Temperature at deepest TVD | 171°F |

Pump high viscosity sweeps as needed for hole cleaning. The mud system will be monitored visually/manually as well as with an electronic PVT. The necessary mud products for additional weight and fluid loss control will be on location at all times. Appropriately weighted mud will be used to isolate potential gas, oil, and water zones until such time as casing can be cemented into place for zonal

Hydrogen Sulfide (H2S) monitors will be installed prior to drilling out the surface shoe. If H2S is detected in concentrations greater than 100 ppm, the operator will comply with the provisions of 43 CFR part 3170 Subpart 3172. If Hydrogen Sulfide is encountered, measured values and formations will be provided to

| u | the BLIVI. | | | | |
|---|------------|-------------------|--|--|--|
| Ν | | H2S is present | | | |
| Υ | | H2S Plan attached | | | |

8. Other facets of operation

| | Yes/No |
|---|--------|
| Will the well be drilled with a walking/skidding operation? If yes, describe. We plan to drill the 2 well pad in batch by section: all surface sections, intermediate sections and production sections. The wellhead will be secured with a night cap whenever the rig is not over the well. | Yes |
| Will more than one drilling rig be used for drilling operations? If yes, describe. Oxy requests the option to contract a Surface Rig to drill, set surface casing, and cement for this well. If the timing between rigs is such that Oxy would not be able to preset surface, the Primary Rig will MIRU and drill the well in its entirety per the APD. Please see the attached document for information on the spudder rig. | Yes |

Total Estimated Cuttings Volume: 2180 bbls

OXY's Minimum Design Criteria

Burst, Collapse, and Tensile SF are calculated using Landmark's Stress Check (Casing Design) software. A sundry will be requested if any lesser grade or different size casing is substituted.

1) Casing Design Assumptions

a) Burst Loads

CSG Test (Surface)

- Internal: Displacement fluid + pressure required to comply with regulatory casing test pressures. This will comply with both 43 CFR part 3170 Subpart 3172 and 19.15.16 of the OCD Rules.
- External: Pore pressure in open hole.
 - CSG Test (Intermediate)
- Internal: Displacement fluid + pressure required to comply with regulatory casing test pressures. This will comply with both 43 CFR part 3170 Subpart 3172 and 19.15.16 of the OCD Rules.
- External: Mud Weight to TOC, cement mix water gradient (8.4 ppg) below TOC, and pore pressure in open hole.

CSG Test (Production)

- Internal:
 - For Drilling: Displacement fluid + pressure required to comply with regulatory casing test pressures. This will comply with both 43 CFR part 3170 Subpart 3172 and 19.15.16 of the OCD Rules.
 - For Production: The design pressure test should be the greater of (1) the planned test pressure prior to stimulation down the casing. (2) the regulatory test pressure, and (3) the expected gas lift system pressure. The design test fluid should be the fluid associated with pressure test having the greatest pressure.

External:

- For Drilling: Mud Weight to TOC, cement mix water gradient (8.4 ppg) below TOC, and pore pressure in open hole.
- For Production: Mud base-fluid density to TOC, cement mix water gradient (8.4 ppg) below TOC, and pore pressure in open hole.

Gas Column (Surface)

- Internal: Assumes a full column of gas in the casing with a Gas/Oil Gradient of 0.1 psi/ft
 in the absence of better information. It is limited to the controlling pressure based on the
 fracture pressure at the shoe or the maximum expected pore pressure within the next
 drilling interval, whichever results in a lower surface pressure.
- External: Fluid gradient below TOC, pore pressure from the TOC to the Intermediate CSG shoe (if applicable), and MW of the drilling mud that was in the hole when the CSG was run from Intermediate CSG shoe to surface.

Bullheading (Surface / Intermediate)

- Internal: The string must be designed to withstand a pressure profile based on the fracture pressure at the casing shoe with a column of water above the shoe plus an additional surface pressure (in psi) of 0.02 X MD of the shoe to account for pumping friction pressure.
- External: Mud weight to TOC, cement mix water gradient (8.4 ppg) below TOC, and pore pressure in open hole.

Gas Kick (Intermediate)

- The string must be designed to at least a gas kick load case unless the rig is unable to detect a kick. For the gas kick load case, the internal pressure profile must be based on a minimum volume of 50 bbl or the minimum kick detection capability of the rig, whichever is greater, and a kick intensity of 2.0 ppg for Class 1, 1.0 ppg of Class 2, and 0.5 ppg for Class 3 and 4 wells.
- o Internal: Influx depth of the maximum pore pressure of 0.55 "gas kick gravity" of gas to surface while drilling the next hole section.
- External: Mud weight to the TOC, cement mix water gradient below TOC, and pore pressure in open hole.

Tubing Leak Near Surface While Producing (Production)

- Internal: SITP plus a packer fluid gradient to the shoe or top of packer.
- External: Mud base-fluid density to TOC, cement mix water gradient (8.4 ppg) below TOC, and pore pressure in open hole.

Tubing Leak Near Surface While Stimulating (Production)

- Internal: Surface pressure or pressure-relief system pressure, whichever is lower plus packer fluid gradient.
- External: Mud base-fluid density to TOC, cement mix water gradient (8.4 ppg) below TOC, and pore pressure in open hole.

Injection / Stimulation Down Casing (Production)

- Internal: Surface pressure plus injection fluid gradient.
- External: Mud base-fluid density to TOC, cement mix water gradient (8.4 ppg) below TOC, and pore pressure in open hole.

b) Collapse Loads

Lost Circulation (Surface / Intermediate)

- Internal: Lost circulation at the TD of the next hole section, and the fluid level falls to a depth where the hydrostatic of the mud equals pore pressure at the depth of the lost circulation zone.
- External: MW of the drilling mud that was in the hole when the casing was run. Cementing (Surface / Intermediate / Production)
- Internal: Displacement fluid density.
- External: Mud weight from TOC to surface and cement slurry weight from TOC to casing shoe.

Full Evacuation (Production)

- Internal: Full void pipe.
- External: MW of drilling mud in the hole when the casing was run.

c) Tension Loads

Running Casing (Surface / Intermediate / Production)

 Axial: Buoyant weight of the string plus the lesser of 100,000 lb or the string weight in air.

Green Cement (Surface / Intermediate / Production)

Axial: Buoyant weight of the string plus cement plug bump pressure load.

TenarisHydril Wedge 463®



| Coupling | Pipe Body |
|------------------|------------------|
| Grade: P110-S | Grade: P110-S |
| Body: White | 1st Band: White |
| 1st Band: Orange | 2nd Band: Orange |
| 2nd Band: - | 3rd Band: - |
| 3rd Band: - | 4th Band: - |
| | 5th Band: - |
| | 6th Band: - |
| | |

| Outside Diameter | 7.827 in. | Wall Thickness | 0.500 in. | Grade | P110-S |
|----------------------|-----------|-----------------|---------------|-------|--------|
| Min. Wall Thickness | 87.50 % | Pipe Body Drift | Special Drift | Туре | Casing |
| Connection OD Option | REGULAR | | | | |

Pipe Body Data

| Geometry | | | |
|----------------|-------------|------------------|-------------|
| Nominal OD | 7.827 in. | Wall Thickness | 0.500 in. |
| Nominal Weight | 39.30 lb/ft | Plain End Weight | 39.16 lb/ft |
| Drift | 6.750 in. | OD Tolerance | API |
| Nominal ID | 6.827 in. | | |

| Performance | |
|------------------------------|---------------|
| Body Yield Strength | 1266 x1000 lb |
| Min. Internal Yield Pressure | 12,300 psi |
| SMYS | 110,000 psi |
| Collapse Pressure | 10,490 psi |

Connection Data

| 8.500 in. |
|------------|
| 10.950 in. |
| 6.814 in. |
| 4.520 in. |
| 3.25 |
| Regular |
| |

| Performance | |
|----------------------------|----------------|
| Tension Efficiency | 100 % |
| Joint Yield Strength | 1266 x1000 lb |
| Internal Pressure Capacity | 12,300 psi |
| Compression Efficiency | 100 % |
| Compression Strength | 1266 x1000 lb |
| Max. Allowable Bending | 64.42 °/100 ft |
| External Pressure Capacity | 10,490 psi |
| Coupling Face Load | 414,177 lb |
| | |

| Make-Up Torques | |
|-------------------------|--------------|
| Minimum | 22,000 ft-lb |
| Optimum | 23,000 ft-lb |
| Maximum | 27,000 ft-lb |
| Operation Limit Torques | |
| Operating Torque | 61,000 ft-lb |
| Yield Torque | 70,000 ft-lb |
| Buck-On | |
| Minimum | 26,000 ft-lb |
| | |

Notes

For the lastest performance data, always visit our website: www.tenaris.com
For further information on concepts indicated in this datasheet, download the Datasheet Manual from www.tenaris.com

Tenaris has issued this document for general information only, and the information in this document, including, without limitation, any pictures, drawings or designs ("Information") is not intended to constitute professional or any other type of advice or recommendation and is provided on an "as is" basis. No warranty is given. Tenaris has not independently verified any information —if any- provided by the user in connection with, or for the purpose of, the Information contained hereunder. The use of the Information is at user's own risk and Tenaris does not assume any responsibility of inability of any kind for any loss, damage or injury resulting from, or in connection with any Information contained hereunder or any use thereof. The Information in this document is subject to change or modification without notice. Tenaris's products and services are subject to Tenaris's standard terms and conditions or otherwise to the terms resulting from the respective contracts of sale or services, as the case may be, between petitioner and Tenaris. For more complete information please contact a Tenaris's representative or visit our website at www.tenaris.com. ©Tenaris 2023. All rights reserved.

PII/CII

TenarisHydril

5.500" 20.00 lb/ft P110-CY TenarisHydril Wedge 461™ Matched Strength



Special Data Sheet TH DS-20.0359 12 August 2020 Rev 00

| Nominal OD | 5.500 in. | Wall Thickness | 0.361 in. | Grade | P110-CY |
|-------------------------|------------------|------------------------|----------------|---------------------------|------------------|
| Min Wall Thickness | 87.5% | Туре | CASING | Connection OD Option | MATCHED STRENGTH |
| Pipe Body Data | | | | | |
| Geometry | | | | Performance | |
| Nominal OD | 5.500 in. | Nominal ID | 4.778 in. | Body Yield Strength | 641 x 1000 lbs |
| Nominal Weight | 20.00 lbs/ft | Wall Thickness | 0.361 in. | Internal Yield | 12640 psi |
| Standard Drift Diameter | 4.653 in. | Plain End Weight | 19.83 lbs/ft | SMYS | 110000 psi |
| Special Drift Diameter | N/A | OD Tolerance | API | Collapse Pressure | 11110 psi |
| Connection Data | | | | | |
| Geometry | | Performance | | Make-up Torques | |
| Matched Strength OD | 6.050 in. | Tension Efficiency | 100% | Minimum | 17000 ft-lbs |
| Make-up Loss | 3.775 in. | Joint Yield Strength | 641 x 1000 lbs | Optimum | 18000 ft-lbs |
| Threads per in. | 3.40 | Internal Yield | 12640 psi | Maximum | 21600 ft-lbs |
| Connection OD Option | MATCHED STRENGTH | Compression Efficiency | 100% | Operational Limit Torques | |
| Coupling Length | 7.714 in. | Compression Strength | 641 x 1000 lbs | Operating Torque | 32000 ft-lbs |
| | | Bending | 92 °/100 ft | Yield Torque | 38000 ft-lbs |
| | | Collapse | 11110 psi | Buck-On Torques | |
| | | | | Minimum | 21600 ft-lbs |
| | | | | Maximum | 23100 ft-lbs |

Notes

^{*}If you need to use torque values that are higher than the maximum indicated, please contact a local Tenaris technical sales representative

OXY USA Inc APD ATTACHMENT: SPUDDER RIG DATA

OPERATOR NAME / NUMBER: OXY USA Inc

1. SUMMARY OF REQUEST:

Oxy USA respectfully requests approval for the following operations for the surface hole in the drill plan:

1. Utilize a spudder rig to pre-set surface casing for time and cost savings.

2. 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 (43 CFR part 3170 Subpart 3172, 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 the 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 wingvalves.
 - **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 90 days from the point at which the wells are secured and the spudder rig is moved off location.
 - b. The BLM will be contacted / notified 24 hours before the larger rig moves back on the pre-set locations.
- 7. Oxy 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, Oxy will secure the wellhead area by placing a guard rail around the cellar area.

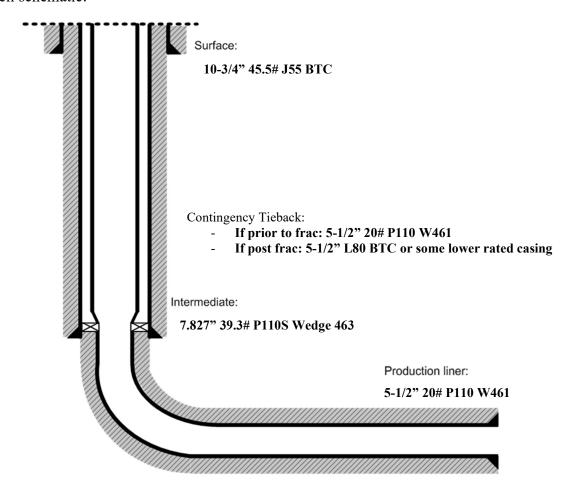
OXY USA WTP LP

Falcon SL1 Contingnecy Tieback Details

Below is a summary that describes the general operational steps to drill and complete the well.

- Drill 14-3/4" hole x 10-3/4" casing for surface section. Cement to surface.
- Drill 9-7/8" hole x 7.827" casing for intermediate section. Cement to surface.
- Drill 6-3/4" hole x 5-1/2" liner for production section. Cement to top of liner, 100' inside 7.827" shoe.
- Release drilling rig from location.
- If contingency tieback required pre-frac:
 - Move in workover rig and run a 5-1/2" 20# P110 Wedge 461 tie-back frac string and seal assembly. Tie into liner hanger Polished Bore Receptacle (PBR) with seal assembly.
 - o Pump hydraulic fracture job.
 - Flowback and produce well.
- If contingency tieback required post-frac:
 - o Move in workover rig and run a 5-1/2" L80 BTC or lesser rated tie-back string and seal assembly. Tie into liner hanger Polished Bore Receptacle (PBR) with seal assembly.
 - o Return well to production.

General well schematic:



Falcon SL1 Production Casing Annular Clearance Variance Request

If Production Casing Connection OD does not meet 0.422" annular clearance inside casing:

- Cement excess will be circulated from Top of Liner to surface (Cement Confirmation)
- Liner Top will be tested to confirm seal.
- If ICP in Bone Spring Pool and lateral landed in Wolfcamp Pool, a CBL will be ran.

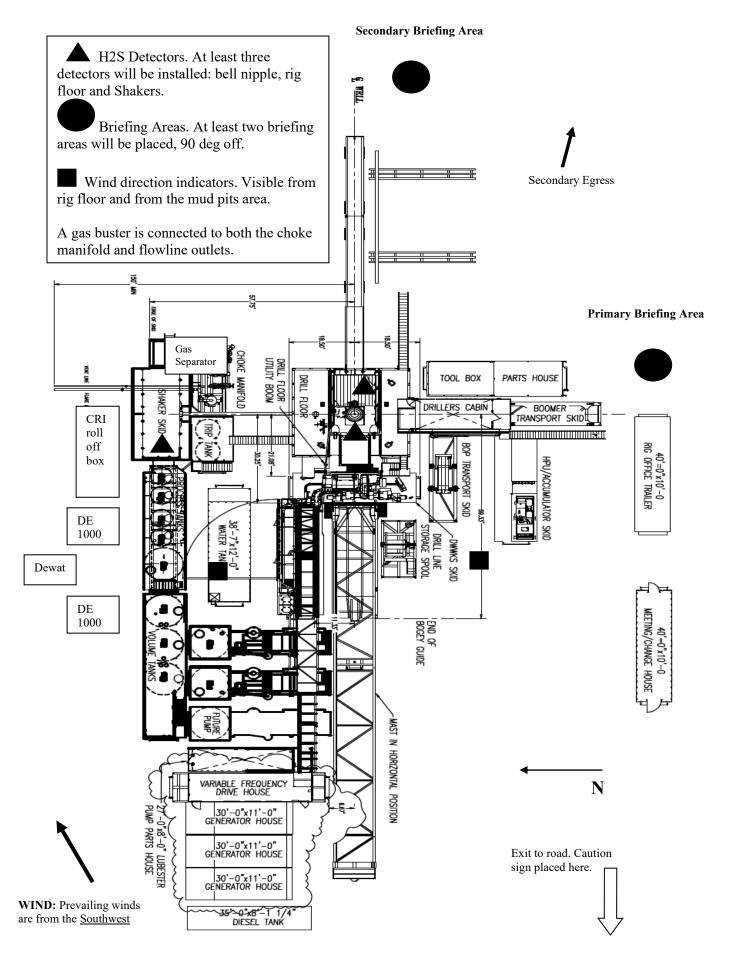


Permian Drilling Hydrogen Sulfide Drilling Operations Plan

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

1. Escape

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





Permian Drilling Hydrogen Sulfide Drilling Operations Plan New Mexico

Scope

This contingency plan establishes guidelines for the public, all company employees, and contract employees who's work activities may involve exposure to hydrogen sulfide (H2S) gas.

While drilling this well, it is possible to encounter H2S bearing formations. At all times, the first barrier to control H2S emissions will be the drilling fluid, which will have a density high enough to control influx.

Objective

- 1. Provide an immediate and predetermined response plan to any condition when H2S is detected. All H2S detections in excess of 10 parts per million (ppm) concentration are considered an Emergency.
- 2. Prevent any and all accidents, and prevent the uncontrolled release of hydrogen sulfide into the atmosphere.
- 3. Provide proper evacuation procedures to cope with emergencies.
- 4. Provide immediate and adequate medical attention should an injury occur.

Discussion

Implementation: This plan with all details is to be fully implemented

before drilling to commence.

Emergency response

Procedure:

This section outlines the conditions and denotes steps

to be taken in the event of an emergency.

Emergency equipment

Procedure:

This section outlines the safety and emergency

equipment that will be required for the drilling of this

well.

Training provisions: This section outlines the training provisions that

must be adhered to prior to drilling.

Drilling emergency call lists: Included are the telephone numbers of all persons to

be contacted should an emergency exist.

Briefing: This section deals with the briefing of all people

involved in the drilling operation.

Public safety: Public safety personnel will be made aware of any

potential evacuation and any additional support

needed.

Check lists: Status check lists and procedural check lists have been

included to insure adherence to the plan.

General information: A general information section has been included to

supply support information.

Hydrogen Sulfide Training

All personnel, whether regularly assigned, contracted, or employed on an unscheduled basis, will receive training from a qualified instructor in the following areas prior to commencing drilling operations on the well:

- 1. The hazards and characteristics of H2S.
- 2. Proper use and maintenance of personal protective equipment and life support systems.
- 3. H2S detection.
- 4. Proper use of H2S detectors, alarms, warning systems, briefing areas, evacuation procedures and prevailing winds.
- 5. Proper techniques for first aid and rescue procedures.
- 6. Physical effects of hydrogen sulfide on the human body.
- 7. Toxicity of hydrogen sulfide and sulfur dioxide.
- 8. Use of SCBA and supplied air equipment.
- 9. First aid and artificial respiration.
- 10. Emergency rescue.

In addition, supervisory personnel will be trained in the following areas:

- 1. The effects of H2S on metal components. If high tensile strength tubular is to be used, personnel will be trained in their special maintenance requirements.
- 2. Corrective action and shut-in procedures when drilling a well, blowout prevention and well control procedures.
- 3. The contents and requirements of the H2S Drilling Operations Plan.

H2S training refresher must have been taken within one year prior to drilling the well. Specifics on the well to be drilled will be discussed during the pre-spud meeting. H2S and well control (choke) drills will be performed while drilling the well, at least on a weekly basis. This plan shall be available in the well site. All personnel will be required to carry the documentation proving that the H2S training has been taken.

Service company and visiting personnel

- A. Each service company that will be on this well will be notified if the zone contains H2S.
- B. Each service company must provide for the training and equipment of their employees before they arrive at the well site.
- C. Each service company will be expected to attend a well site

Emergency Equipment Requirements

1. Well control equipment

The well shall have hydraulic BOP equipment for the anticipated pressures. Equipment is to be tested on installation and follow Oxy Well Control standard, as well as 43 CFR part 3170 Subpart 3172.

Special control equipment:

- A. Hydraulic BOP equipment with remote control on ground. Remotely operated choke.
- B. Rotating head
- C. Gas buster equipment shall be installed before drilling out of surface pipe.

2. <u>Protective equipment for personnel</u>

- A. Four (4) 30-minute positive pressure air packs (2 at each briefing area) on location.
- B. Adequate fire extinguishers shall be located at strategic locations.
- C. Radio / cell telephone communication will be available at the rig.
 - Rig floor and trailers.
 - Vehicle.

3. Hydrogen sulfide sensors and alarms

- A. H2S sensor with alarms will be located on the rig floor, at the bell nipple, and at the flow line. These monitors will be set to alarm at 10 ppm with strobe light, and audible alarm.
- B. Hand operated detectors with tubes.
- C. H2S monitor tester (to be provided by contract Safety Company.)
- D. There shall be one combustible gas detector on location at all times.

4. <u>Visual Warning Systems</u>

A. One sign located at each location entrance with the following language:

Caution – potential poison gas Hydrogen sulfide No admittance without authorization

Wind sock – wind streamers:

- A. One 36" (in length) wind sock located at protection center, at height visible from rig floor.
- B. One 36" (in length) wind sock located at height visible from pit areas.

Condition flags

A. One each condition flag to be displayed to denote conditions.

```
green – normal conditions
yellow – potential danger
red – danger, H2S present
```

B. Condition flag shall be posted at each location sign entrance.

5. <u>Mud Program</u>

The mud program is designed to minimize the risk of having H2S and other formation fluids at surface. Proper mud weight and safe drilling practices will be applied. H2S scavengers will be used to minimize the hazards while drilling. Below is a summary of the drilling program.

Mud inspection devices:

Garrett gas train or hatch tester for inspection of sulfide concentration in mud system.

6. <u>Metallurgy</u>

- A. Drill string, casing, tubing, wellhead, blowout preventers, drilling spools or adapters, kill lines, choke manifold, lines and valves shall be suitable for the H2S service.
- B. All the elastomers, packing, seals and ring gaskets shall be suitable for H2S service.

7. Well Testing

No drill stem test will be performed on this well.

8. Evacuation plan

Evacuation routes should be established prior to well spud for each well and discussed with all rig personnel.

9. <u>Designated area</u>

- A. Parking and visitor area: all vehicles are to be parked at a predetermined safe distance from the wellhead.
- B. There will be a designated smoking area.
- C. Two briefing areas on either side of the location at the maximum allowable distance from the well bore so they offset prevailing winds perpendicularly, or at a 45-degree angle if wind direction tends to shift in the area.

Emergency procedures

- A. In the event of any evidence of H2S level above 10 ppm, take the following steps:
 - 1. The Driller will pick up off bottom, shut down the pumps, slow down the pipe rotation.
 - 2. Secure and don escape breathing equipment, report to the upwind designated safe briefing / muster area.
 - 3. All personnel on location will be accounted for and emergency search should begin for any missing, the Buddy System will be implemented.
 - 4. Order non-essential personnel to leave the well site, order all essential personnel out of the danger zone and upwind to the nearest designated safe briefing / muster area.
 - 5. Entrance to the location will be secured to a higher level than our usual "Meet and Greet" requirement, and the proper condition flag will be displayed at the entrance to the location.
 - 6. Take steps to determine if the H2S level can be corrected or suppressed and, if so, proceed as required.

B. If uncontrollable conditions occur:

1. Take steps to protect and/or remove any public in the down-wind area from the rig – partial evacuation and isolation. Notify necessary public safety personnel and appropriate regulatory entities (i.e. BLM) of the situation.

- 2. Remove all personnel to the nearest upwind designated safe briefing / muster area or off location.
- 3. Notify public safety personnel of safe briefing / muster area.
- 4. An assigned crew member will blockade the entrance to the location. No unauthorized personnel will be allowed entry to the location.
- 5. Proceed with best plan (at the time) to regain control of the well. Maintain tight security and safety procedures.

C. Responsibility:

- 1. Designated personnel.
 - a. Shall be responsible for the total implementation of this plan.
 - b. Shall be in complete command during any emergency.
 - c. Shall designate a back-up.

All personnel:

- 1. On alarm, don escape unit and report to the nearest upwind designated safe briefing / muster area upw
- 2. Check status of personnel (buddy system).
- 3. Secure breathing equipment.
- 4. Await orders from supervisor.

Drill site manager:

- 1. Don escape unit if necessary and report to nearest upwind designated safe briefing / muster area.
- 2. Coordinate preparations of individuals to return to point of release with tool pusher and driller (using the buddy system).
- 3. Determine H2S concentrations.
- 4. Assess situation and take control measures.

Tool pusher:

- 1. Don escape unit Report to up nearest upwind designated safe briefing / muster area.
- 2. Coordinate preparation of individuals to return to point of release with tool pusher drill site manager (using the buddy system).
- 3. Determine H2S concentration.
- 4. Assess situation and take control measures.

Driller:

1. Don escape unit, shut down pumps, continue

rotating DP.

- 2. Check monitor for point of release.
- 3. Report to nearest upwind designated safe briefing / muster area.
- 4. Check status of personnel (in an attempt to rescue, use the buddy system).
- 5. Assigns least essential person to notify Drill Site Manager and tool pusher by quickest means in case of their absence.
- 6. Assumes the responsibilities of the Drill Site Manager and tool pusher until they arrive should they be absent.

Derrick man Floor man #1 Floor man #2 1. Will remain in briefing / muster area until instructed by supervisor.

Mud engineer:

- Report to nearest upwind designated safe briefing / muster area.
- 2. When instructed, begin check of mud for ph and H2S level. (Garett gas train.)

Safety personnel:

1. Mask up and check status of all personnel and secure operations as instructed by drill site manager.

Taking a kick

When taking a kick during an H2S emergency, all personnel will follow standard Well control procedures after reporting to briefing area and masking up.

Open-hole logging

All unnecessary personnel off floor. Drill Site Manager and safety personnel should monitor condition, advise status and determine need for use of air equipment.

Running casing or plugging

Following the same "tripping" procedure as above. Drill Site Manager and safety personnel should determine if all personnel have access to protective equipment.

Ignition procedures

The decision to ignite the well is the responsibility of the operator (Oxy Drilling Management). The decision should be made only as a last resort and in a situation where it is clear that:

- 1. Human life and property are endangered.
- 2. There is no hope controlling the blowout under the prevailing conditions at the well.

<u>Instructions for igniting the well</u>

- 1. Two people are required for the actual igniting operation. They must wear self-contained breathing units and have a safety rope attached. One man (tool pusher or safety engineer) will check the atmosphere for explosive gases with the gas monitor. The other man is responsible for igniting the well.
- 2. Primary method to ignite: 25 mm flare gun with range of approximately 500 feet.
- 3. Ignite upwind and do not approach any closer than is warranted.
- 4. Select the ignition site best for protection, and which offers an easy escape route.
- 5. Before firing, check for presence of combustible gas.
- 6. After lighting, continue emergency action and procedure as before.
- 7. All unassigned personnel will remain in briefing area until instructed by supervisor or directed by the Drill Site Manager.

<u>Remember</u>: After well is ignited, burning hydrogen sulfide will convert to sulfur dioxide, which is also highly toxic. <u>Do not assume the area is safe after the well is ignited.</u>

Status check list

Note: All items on this list must be completed before drilling to production casing point.

- 1. H2S sign at location entrance.
- 2. Two (2) wind socks located as required.
- 3. Four (4) 30-minute positive pressure air packs (2 at each Briefing area) on location for all rig personnel and mud loggers.
- 4. Air packs inspected and ready for use.
- 5. Cascade system and hose line hook-up as needed.
- 6. Cascade system for refilling air bottles as needed.
- 7. Condition flag on location and ready for use.
- 8. H2S detection system hooked up and tested.
- 9. H2S alarm system hooked up and tested.
- 10. Hand operated H2S detector with tubes on location.
- 11. 1-100' length of nylon rope on location.
- 12. All rig crew and supervisors trained as required.
- 13. All outside service contractors advised of potential H2S hazard on well.
- 14. No smoking sign posted and a designated smoking area identified.
- 15. Calibration of all H2S equipment shall be noted on the IADC report.

| Checked by: | Date: |
|-------------|-------|
| encerca oy. | Bate. |

Procedural check list during H2S events

Perform each tour:

- 1. Check fire extinguishers to see that they have the proper charge.
- 2. Check breathing equipment to ensure that it in proper working order.
- 3. Make sure all the H2S detection system is operative.

Perform each week:

- 1. Check each piece of breathing equipment to make sure that demand or forced air regulator is working. This requires that the bottle be opened and the mask assembly be put on tight enough so that when you inhale, you receive air or feel air flow.
- 2. BOP skills (well control drills).
- 3. Check supply pressure on BOP accumulator stand by source.
- 4. Check breathing equipment mask assembly to see that straps are loosened and turned back, ready to put on.
- 5. Check pressure on breathing equipment air bottles to make sure they are charged to full volume. (Air quality checked for proper air grade "D" before bringing to location)
- 6. Confirm pressure on all supply air bottles.
- 7. Perform breathing equipment drills with on-site personnel.
- 8. Check the following supplies for availability.
 - A. Emergency telephone list.
 - B. Hand operated H2S detectors and tubes.

General evacuation plan

- 1. When the company approved supervisor (Drill Site Manager, consultant, rig pusher, or driller) determines the H2S gas cannot be limited to the well location and the public will be involved, he will activate the evacuation plan.
- 2. Drill Site Manager or designee will notify local government agency that a hazardous condition exists and evacuation needs to be implemented.
- 3. Company or contractor safety personnel that have been trained in the use of H2S detection equipment and self-contained breathing equipment will monitor H2S concentrations, wind directions, and area of exposure. They will delineate the outer perimeter of the hazardous gas area. Extension to the evacuation area will be determined from information gathered.
- 4. Law enforcement personnel (state police, police dept., fire dept., and sheriff's dept.) Will be called to aid in setting up and maintaining road blocks. Also, they will aid in evacuation of the public if necessary.
- 5. After the discharge of gas has been controlled, company safety personnel will determine when the area is safe for re-entry.

<u>Important:</u> Law enforcement personnel will not be asked to come into a contaminated area. Their assistance will be limited to uncontaminated areas. Constant radio contact will be maintained with them.

Emergency actions

Well blowout – if emergency

- 1. Evacuate all personnel to "Safe Briefing / Muster Areas" or off location if needed.
- 2. If sour gas evacuate rig personnel.
- 3. If sour gas evacuate public within 3000 ft radius of exposure.
- 4. Don SCBA and shut well in if possible using the buddy system.
- 5. Notify Drilling Superintendent and call 911 for emergency help (fire dept and ambulance) if needed.
- 6. Implement the Blowout Contingency Plan, and Drilling Emergency Action Plan.
- 6. Give first aid as needed.

Person down location/facility

- 1. If immediately possible, contact 911. Give location and wait for confirmation.
- 2. Don SCBA and perform rescue operation using buddy system.

Toxic effects of hydrogen sulfide

Hydrogen sulfide is extremely toxic. The acceptable ceiling concentration for eight-hour exposure is 10 ppm, which is .001% by volume. Hydrogen sulfide is heavier than air (specific gravity – 1.192) and colorless. It forms an explosive mixture with air between 4.3 and 46.0 percent by volume. Hydrogen sulfide is almost as toxic as hydrogen cyanide and is between five and six times more toxic than carbon monoxide. Toxicity data for hydrogen sulfide and various other gases are compared in table i. Physical effects at various hydrogen sulfide exposure levels are shown in table ii.

Table i Toxicity of various gases

| Common name | Chemical formula | Specific gravity | Threshold limit | Hazardous limit | Lethal concentration (3) |
|---------------------|---------------------|------------------|-----------------|--------------------|--------------------------|
| TT 1 | TT | (sc=1) | (1) | (2) | 200 |
| Hydrogen Cyanide | Hen | 0.94 | 10 ppm | 150 ppm/hr | 300 ppm |
| Hydrogen Sulfide | H2S | 1.18 | 10 ppm | 250 ppm/hr | 600 ppm |
| Sulfur Dioxide | So2 | 2.21 | 5 ppm | - | 1000 ppm |
| Chlorine | C12 | 2.45 | 1 ppm | 4 ppm/hr | 1000 ppm |
| Carbon Monoxide | Co | 0.97 | 50 ppm | 400 ppm/hr | 1000 ppm |
| Carbon Dioxide | Co2 | 1.52 | 5000 ppm | 5% | 10% |
| Methane | Ch4 | 0.55 | 90,000 ppm | Combustib | le above 5% in air |

- 1) threshold limit concentration at which it is believed that all workers may be repeatedly exposed day after day without adverse effects.
- 2) hazardous limit concentration that will cause death with short-term exposure.
- 3) lethal concentration concentration that will cause death with short-term exposure.

Toxic effects of hydrogen sulfide

Table ii Physical effects of hydrogen sulfide

| | | Concentration | Physical effects |
|-------------|-----|---------------|------------------------------|
| Percent (%) | Ppm | Grains | |
| , , | - | 100 std. Ft3* | |
| 0.001 | <10 | 00.65 | Obvious and unpleasant odor. |

| 0.002 | 10 | 01.30 | Safe for 8 hours of exposure. | |
|-------|------|-------|--|--|
| 0.010 | 100 | 06.48 | Kill smell in $3 - 15$ minutes. May sting eyes and throat. | |
| 0.020 | 200 | 12.96 | Kills smell shortly; stings eyes and throat. | |
| 0.050 | 500 | 32.96 | Dizziness; breathing ceases in a few minutes; needs prompt artificial respiration. | |
| 0.070 | 700 | 45.36 | Unconscious quickly; death will result if not rescued promptly. | |
| 0.100 | 1000 | 64.30 | Unconscious at once; followed by death within minutes. | |

^{*}at 15.00 psia and 60'f.

Use of self-contained breathing equipment (SCBA)

- 1. Written procedures shall be prepared covering safe use of SCBA's in dangerous atmosphere, which might be encountered in normal operations or in emergencies. Personnel shall be familiar with these procedures and the available SCBA.
- 2 SCBA's shall be inspected frequently at random to insure that they are properly used, cleaned, and maintained.
- 3. Anyone who may use the SCBA's shall be trained in how to insure proper face-piece to face seal. They shall wear SCBA's in normal air and then wear them in a test atmosphere. (note: such items as facial hair {beard or sideburns} and eyeglasses will not allow proper seal.) Anyone that may be reasonably expected to wear SCBA's should have these items removed before entering a toxic atmosphere. A special mask must be obtained for anyone who must wear eyeglasses or contact lenses.
- 4. Maintenance and care of SCBA's:
 - a. A program for maintenance and care of SCBA's shall include the following:
 - 1. Inspection for defects, including leak checks.
 - 2. Cleaning and disinfecting.
 - 3. Repair.
 - 4. Storage.
 - b. Inspection, self-contained breathing apparatus for emergency use shall be inspected monthly.
 - 1. Fully charged cylinders.
 - 2. Regulator and warning device operation.
 - 3. Condition of face piece and connections.
 - 4. Rubber parts shall be maintained to keep them pliable and prevent deterioration.
 - c. Routinely used SCBA's shall be collected, cleaned and disinfected as frequently as necessary to insure proper protection is provided.
- 5. Persons assigned tasks that requires use of self-contained breathing equipment shall be certified physically fit (medically cleared) for breathing equipment usage at least annually.
- 6. SCBA's should be worn when:
 - A. Any employee works near the top or on top of any tank unless test reveals less than 10 ppm of H2S.

- B. When breaking out any line where H2S can reasonably be expected.
- C. When sampling air in areas to determine if toxic concentrations of H2S exists.
- D. When working in areas where over 10 ppm H2S has been detected.
- E. At any time there is a doubt as to the H2S level in the area to be entered.

Rescue First aid for H2S poisoning

Do not panic!

Remain calm – think!

- 1. Don SCBA breathing equipment.
- 2. Remove victim(s) utilizing buddy system to fresh air as quickly as possible. (go up-wind from source or at right angle to the wind. Not down wind.)
- 3. Briefly apply chest pressure arm lift method of artificial respiration to clean the victim's lungs and to avoid inhaling any toxic gas directly from the victim's lungs.
- 4. Provide for prompt transportation to the hospital, and continue giving artificial respiration if needed.
- 5. Hospital(s) or medical facilities need to be informed, before-hand, of the possibility of H2S gas poisoning no matter how remote the possibility is.
- 6. Notify emergency room personnel that the victim(s) has been exposed to H2S gas.

Besides basic first aid, everyone on location should have a good working knowledge of artificial respiration.

Revised CM 6/27/2012

Offline Cementing Variance Request

Oxy requests a variance to cement the 9.625" and/or 7.625" intermediate casing strings offline in accordance to the approved variance, EC Tran 461365.

1. Cement Program

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

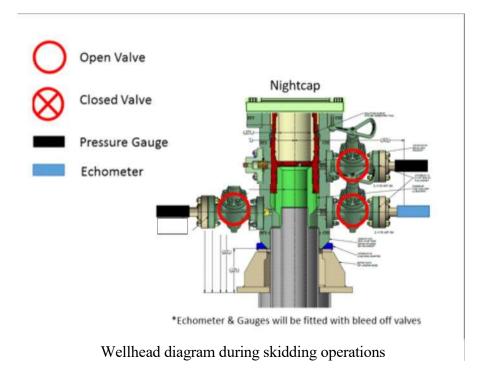
2. Offline Cementing Procedure

The operational sequence will be as follows:

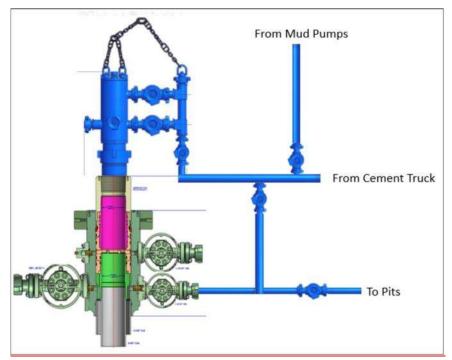
- 1. Run casing as per normal operations. While running casing, conduct negative pressure test and confirm integrity of the float equipment (float collar and shoe)
- 2. Land casing with mandrel
- 3. Fill pipe with kill weight fluid, do not circulate through floats and confirm well is static
- 4. Set annular packoff shown below and pressure test to confirm integrity of the seal. Pressure ratings of wellhead components and valves is 5,000 psi

Annular packoff with both external and internal seals





- 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 cannot be verified.
- 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 $3^{\rm rd}$ 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



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.