

Well Name: JAMES RANCH UNIT DI 7 SAWTOOTH	Well Location: T23S / R31E / SEC 6 / LOT 3 /	County or Parish/State:
Well Number: 906H	Type of Well: CONVENTIONAL GAS WELL	Allottee or Tribe Name:
Lease Number: NMNM02953C	Unit or CA Name: JAMES RANCH	Unit or CA Number: NMNM070965Z
US Well Number:	Well Status: Approved Application for Permit to Drill	Operator: XTO PERMIAN OPERATING LLC

Notice of Intent

BUREAU OF LAND MANAGEMENT

Sundry ID: 2774012

Type of Submission: Notice of Intent

Date Sundry Submitted: 02/07/2024

Date proposed operation will begin: 02/29/2024

Type of Action: APD Change Time Sundry Submitted: 02:41

Procedure Description: XTO Permian Operating LLC respectfully requests a change to the wellbore location that will include the following changes: Surface Hole Change, First and Last Take Point. SHL: F/ 155' FNL & 2458' FWL TO: 155' FNL & 2398' FWL of Section 6-T23S-R31E FTP: F/ 700' FSL & 1870' FEL TO: 330' FNL & 1650' FEL of Section 6-T23S-R31E PPP1: F/ 2637' FNL & 1653' FEL PPP2: F/ 0' FSL & 1876' FEL PPP2: 0' FNL & 1657' FEL LTP: F/ 2540' FNL & 1870' FEL TO: 2540' FNL & 1650' FEL of Section 18-T23S-R31E BHL: F/ 2590' FNL & 1870' FEL TO: 2590' FNL & 1650' FEL of Section 18-T23S-R31E, proposed total depth and formation (pool) will also be changing: Proposed TD: F/ 25,389' MD; 11,160' TVD (Los Medanos (Wolfcamp) South) TO: 23,679' MD; 11,001' TVD (Los Medanos; Bone Spring). Attachments: C102

NOI Attachments

Procedure Description

JRU_DI_7_SAWTOOTH_906H_C_102_Sundry_BLM_20240207144133.pdf

Received by OCl	SAWTOOTH	Well Location: T23S / R31E / SEC 6 / LOT 3 /	County or Parish/State:	Page 2 of 19
	Well Number: 906H	Type of Well: CONVENTIONAL GAS WELL	Allottee or Tribe Name:	
	Lease Number: NMNM02953C	Unit or CA Name: JAMES RANCH	Unit or CA Number: NMNM070965Z	
	US Well Number:	Well Status: Approved Application for Permit to Drill	Operator: XTO PERMIAN OPERATING LLC	

Operator

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

Operator Electronic Signature: CASSIE EVANS

Signed on: FEB 07, 2024 02:41 PM

Name: XTO PERMIAN OPERATING LLC

Title: Regulatory Analyst

Street Address: 6401 Holiday Hill Road, Bldg 5

City: Midland

Phone: (432) 218-3671

Email address: CASSIE.EVANS@EXXONMOBIL.COM

State: TX

Field

Representative Name:			
Street Address:			
City:	State:	Zip:	
Phone:			
Email address:			

BLM Point of Contact

BLM POC Name: CODY LAYTON BLM POC Phone: 5752345959 Disposition: Approved Signature: Cody R. Layton BLM POC Title: Assistant Field Manager Lands & Minerals BLM POC Email Address: clayton@blm.gov Disposition Date: 02/20/2024

Received by OC.	D: 2/28/2024 5:	42:58 PM				Page 3 of	
Form 3160-5 (June 2019)	DEI BUR	UNITED STATES PARTMENT OF THE INT EAU OF LAND MANAG	ERIOR EMENT		5. Lease Serial No.	ORM APPROVED DMB No. 1004-0137 bires: October 31, 2021	
Dc	SUNDRY N	NOTICES AND REPORT	TS ON WELL	_S enter an	6. If Indian, Allottee of	MNM02953C	
aba	ndoned well.	Use Form 3160-3 (APD)) for such p	roposals.			
	SUBMIT IN	TRIPLICATE - Other instructio	ons on page 2		7. If Unit of CA/Agre	ement, Name and/or No.	
1. Type of Well		Wall Other			8. Well Name and No		
2. Name of Operat					9. API Well No.	JAMES RANCH UNIT DI 7 SAWTOC	
3a. Address 6401	HOLIDAY HILL R	OAD BLDG 5, MIDLAND, ^{3b.}	Phone No. <i>(inclu</i> 32) 683-2277	de area code)	10. Field and Pool or LOS MEDANOS/V	Exploratory Area	
4. Location of Wel SEC 6/T23S/R3	l (Footage, Sec., T.,) 31E/NMP	R.,M., or Survey Description)	,		11. Country or Parish EDDY/NM	State	
	12. CHE	ECK THE APPROPRIATE BOX(ES) TO INDICA	TE NATURE OF NO	DTICE, REPORT OR OT	HER DATA	
TYPE OF S	UBMISSION			TYPE OF A	ACTION		
✓ Notice of Ir	itent	Acidize	Deepen Hydraulic	Fracturing R	roduction (Start/Resume) eclamation	Water Shut-Off Well Integrity	
Subsequent	Report	Casing Repair	New Cons	truction R	ecomplete	Other	
Final Abanc	lonment Notice	Convert to Injection	Plug Back		Vater Disposal		
the proposal is the Bond unde completion of completed. Fir is ready for fin	to deepen directiona r which the work wi the involved operati- tal Abandonment No al inspection.)	ally or recomplete horizontally, gi Il be perfonned or provide the Bo ons. If the operation results in a m trices must be filed only after all r	ive subsurface loo nd No. on file wi nultiple completio equirements, incl	cations and measured th BLM/BIA. Requi on or recompletion is luding reclamation, I	d and true vertical depths red subsequent reports mu n a new interval, a Form 3 have been completed and	of all pertinent markers and zones. Attach ast be filed within 30 days following 160-4 must be filed once testing has been the operator has detennined that the site	
XTO Permia Change, Fir	an Operating LLC rst and Last Take I	respectfully requests a change Point, Bottom Hole, proposed t	e to the wellbore total depth and	e location that will i formation (pool).	nclude the following cha	anges: Surface Hole	
SHL: F/ 155 FTP: F/ 700 PPP1: F/ 26 PPP2: F/ 0 LTP: F/ 254 BHL: F/ 259 Proposed T	5 FNL & 2458 FWL 5 FSL & 1870 FEL 637 FNL & 1873 F FSL & 1876 FEL F 60 FNL & 1870 FE 90 FNL & 1870 FE 10: F/ 25,389' MD;	- TO: 155 FNL & 2398 FWL of TO: 330 FNL & 1650 FEL of S EL PPP1: 2637 FNL & 1653 FI PPP2: 0 FNL & 1657 FEL L TO: 2540 FNL & 1650 FEL of L TO: 2590 FNL & 1650 FEL of 11,160' TVD (Los Medanos (V	Section 6-T23S Section 6-T23S- EL of Section 18-T of Section 18-T Volfcamp) South	S-R31E R31E 23S-R31E 23S-R31E h) TO: 23,679' ME); 11,001' TVD (Los Me	danos; Bone Spring)	
Attachment	s:						
Continued o	n page 3 additiona	al information	I/Tun od)				
CASSIE EVANS	/ Ph: (432) 218-3	671	Title	Regulatory Analy	vst		
(El	ectronic Submissi	on)	Date	Date 02/07/2024			
		THE SPACE FO	OR FEDERA	L OR STATE	OFICE USE		
Approved by							
CODY LAYTON	l / Ph: (575) 234-5	959 / Approved		Assistant Fi	eld Manager Lands & I	02/20/2024 Date	
Conditions of appro- certify that the appl	oval, if any, are attac licant holds legal or	hed. Approval of this notice does equitable title to those rights in th	not warrant or not subject lease	Office CARLSBA	AD		

certify that the applicant holds legal or equitable title to those rights in the subject lease which would entitle the applicant to conduct operations thereon.

Title 18 U.S.C Section 1001 and Title 43 U.S.C Section 1212, make it a crime for any person knowingly and willfully to make to any department or agency of the United States any false, fictitious or fraudulent statements or representations as to any matter within its jurisdiction.

(Instructions on page 2)

GENERAL INSTRUCTIONS

This form is designed for submitting proposals to perform certain well operations and reports of such operations when completed as indicated on Federal and Indian lands pursuant to applicable Federal law and regulations. Any necessary special instructions concerning the use of this form and the number of copies to be submitted, particularly with regard to local area or regional procedures and practices, are either shown below, will be issued by or may be obtained from the local Federal office.

SPECIFIC INSTRUCTIONS

Item 4 - Locations on Federal or Indian land should be described in accordance with Federal requirements. Consult the local Federal office for specific instructions.

Item 13: Proposals to abandon a well and subsequent reports of abandonment should include such special information as is required by the local Federal office. In addition, such proposals and reports should include reasons for the abandonment; data on any former or present productive zones or other zones with present significant fluid contents not sealed off by cement or otherwise; depths (top and bottom) and method of placement of cement plugs; mud or other material placed below, between and above plugs; amount, size, method of parting of any casing, liner or tubing pulled and the depth to the top of any tubing left in the hole; method of closing top of well and date well site conditioned for final inspection looking for approval of the abandonment. If the proposal will involve **hydraulic fracturing operations**, you must comply with 43 CFR 3162.3-3, including providing information about the protection of usable water. Operators should provide the best available information about all formations containing water and their depths. This information could include data and interpretation of resistivity logs run on nearby wells. Information may also be obtained from state or tribal regulatory agencies and from local BLM offices.

NOTICES

The privacy Act of 1974 and the regulation in 43 CFR 2.48(d) provide that you be furnished the following information in connection with information required by this application.

AUTHORITY: 30 U.S.C. 181 et seq., 351 et seq., 25 U.S.C. 396; 43 CFR 3160.

PRINCIPAL PURPOSE: The information is used to: (1) Evaluate, when appropriate, approve applications, and report completion of subsequent well operations, on a Federal or Indian lease; and (2) document for administrative use, information for the management, disposal and use of National Resource lands and resources, such as: (a) evaluating the equipment and procedures to be used during a proposed subsequent well operation and reviewing the completed well operations for compliance with the approved plan; (b) requesting and granting approval to perform those actions covered by 43 CFR 3162.3-2, 3162.3-3, and 3162.3-4; (c) reporting the beginning or resumption of production, as required by 43 CFR 3162.4-1(c)and (d) analyzing future applications to drill or modify operations in light of data obtained and methods used.

ROUTINE USES: Information from the record and/or the record will be transferred to appropriate Federal, State, local or foreign agencies, when relevant to civil, criminal or regulatory investigations or prosecutions in connection with congressional inquiries or to consumer reporting agencies to facilitate collection of debts owed the Government.

EFFECT OF NOT PROVIDING THE INFORMATION: Filing of this notice and report and disclosure of the information is mandatory for those subsequent well operations specified in 43 CFR 3162.3-2, 3162.3-3, 3162.3-4.

The Paperwork Reduction Act of 1995 requires us to inform you that:

The BLM collects this information to evaluate proposed and/or completed subsequent well operations on Federal or Indian oil and gas leases.

Response to this request is mandatory.

The BLM would like you to know that you do not have to respond to this or any other Federal agency-sponsored information collection unless it displays a currently valid OMB control number.

BURDEN HOURS STATEMENT: Public reporting burden for this form is estimated to average 8 hours per response, including the time for reviewing instructions, gathering and maintaining data, and completing and reviewing the form. Direct comments regarding the burden estimate or any other aspect of this form to U.S. Department of the Interior, Bureau of Land Management (1004-0137), Bureau Information Collection Clearance Officer (WO-630), 1849 C St., N.W., Mail Stop 401 LS, Washington, D.C. 20240

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Additional Information

Additional Remarks

C102

Location of Well

0. SHL: LOT 3 / 155 FNL / 2458 FWL / TWSP: 23S / RANGE: 31E / SECTION: 6 / LAT: 32.34033 / LONG: -103.817655 (TVD: 0 feet, MD: 0 feet) PPP: SWSE / 700 FSL / 1870 FEL / TWSP: 22S / RANGE: 31E / SECTION: 31 / LAT: 32.342678 / LONG: -103.814515 (TVD: 11045 feet, MD: 11600 feet) PPP: LOT 2 / 330 FNL / 1870 FEL / TWSP: 23S / RANGE: 31E / SECTION: 6 / LAT: 32.330912 / LONG: -103.814501 (TVD: 11056 feet, MD: 13000 feet) PPP: NWSE / 2637 FNL / 1873 FEL / TWSP: 23S / RANGE: 31E / SECTION: 7 / LAT: 32.333505 / LONG: -103.814497 (TVD: 11078 feet, MD: 15600 feet) PPP: NWNE / 0 FSL / 1876 FEL / TWSP: 23S / RANGE: 31E / SECTION: 7 / LAT: 32.326246 / LONG: -103.814492 (TVD: 11100 feet, MD: 18200 feet) BHL: SWNE / 2590 FNL / 1870 FEL / TWSP: 23S / RANGE: 31E / SECTION: 18 / LAT: 32.30461 / LONG: -103.814439 (TVD: 11160 feet, MD: 25389 feet)

PECOS DISTRICT DRILLING CONDITIONS OF APPROVAL

OPERATOR'S NAME:	XTO Permian Operating LLC
WELL NAME & NO.:	James Ranch Unit DI 7 Sawtooth 906H
LOCATION:	Sec 06-23S-31E-NMP
COUNTY:	Eddy County, New Mexico

COA

H ₂ S	O No	• Yes						
Potash / WIPP	O None	• Secretary	◎ R-111-P	✓ WIPP				
Cave / Karst	C Low	Medium	O High	• Critical				
Wellhead	C Conventional	Multibowl	O Both	O Diverter				
Cementing	Primary Squeeze	Cont. Squeeze	EchoMeter	DV Tool				
Special Req	Break Testing	🗌 Water Disposal	COM	Unit Unit				
Variance	✓ Flex Hose	Casing Clearance	🗆 Pilot Hole	Capitan Reef				
Variance	✓ Four-String	Offline Cementing	🗆 Fluid-Filled	🗌 Open Annulus				
🗌 Batch APD / Sundry								

A. HYDROGEN SULFIDE

A Hydrogen Sulfide (H2S) Drilling Plan shall be activated 500 feet prior to drilling into the **Base of Salt**. As a result, the Hydrogen Sulfide area must meet all requirements from 43 CFR 3176, which includes equipment and personnel/public protection items. If Hydrogen Sulfide is encountered, please provide measured values and formations to the BLM.

B. CASING

- 1. The **13-3/8** inch surface casing shall be set at approximately 8/4 feet (a minimum of 70 feet (Eddy County) into the Rustler Anhydrite, above the salt, and below usable fresh water) and cemented to the surface. *Comments from the BLM Geologist:* Operator's proposed surface casing at 581 feet is very near the top of the salt or in the salt. Operator has extensive drilling experience in this area and has encountered lost circulation in BLM's preferred setpoint for the surface casing just below the Magenta Dolomite. BLM accepts the base of the Rustler Formation and Top of the Salt as surface casing setpoint. Operator must set surface casing at this depth and not deeper in the salt. If operator's proposed setpoint is deeper than top of salt, Operator will set surface casing at top of salt.
 - a. If cement does not circulate to the surface, the appropriate BLM office shall be notified and a temperature survey utilizing an electronic type temperature survey with surface log readout will be used or a cement bond log shall be run to verify the top of the cement. Temperature survey will be run a minimum of six hours after pumping cement and ideally between 8-10 hours after completing the cement job.

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- b. Wait on cement (WOC) time for a primary cement job will be a minimum of <u>24</u> <u>hours in the Potash Area</u> or 500 pounds compressive strength, whichever is greater. (This is to include the lead cement)
- c. Wait on cement (WOC) time for a remedial job will be a minimum of 4 hours after bringing cement to surface or 500 pounds compressive strength, whichever is greater.
- d. If cement falls back, remedial cementing will be done prior to drilling out that string.
- 2. The minimum required fill of cement behind the 9-5/8 inch intermediate casing is:
 - Cement to surface. If cement does not circulate see B.1.a, c-d above. Wait on cement (WOC) time for a primary cement job is to include the lead cement slurry due to cave/karst, Capitan Reef, or potash.
 - In <u>R111 Potash Areas</u> if cement does not circulate to surface on the first two salt protection casing strings, the cement on the 3rd casing salt string must come to surface.
- 3. The minimum required fill of cement behind the 7-5/8 inch intermediate casing is:

Operator has proposed to cement in two stages by conventionally cementing the first stage and performing a bradenhead squeeze on the second stage, contingent upon no returns to surface.

- a. First stage: Operator will cement with intent to reach the top of the **Brushy Canyon** at 6500'
- b. Second stage:
 - Operator will perform bradenhead squeeze and top-out. Cement to surface. If cement does not reach surface, the appropriate BLM office shall be notified. Wait on cement (WOC) time for a primary cement job is to include the lead cement slurry due to cave/karst, Capitan Reef, or potash.
- In <u>R111 Potash Areas</u> if cement does not circulate to surface on the first two salt protection casing strings, the cement on the 3rd casing salt string must come to surface.

Operator has proposed to pump down 7-5/8" X 9-5/8" annulus after primary cementing stage. <u>Operator must run Echo-meter to verify Cement Slurry/Fluid top in the annulus</u> <u>OR operator shall run a CBL from TD of the 7-5/8" casing to surface after the second</u> stage BH to verify TOC.

Submit results to the BLM. No displacement fluid/wash out shall be utilized at the top of the cement slurry between second stage BH and top out.

If cement does not reach surface, the next casing string must come to surface.

Operator must use a limited flush fluid volume of 1 bbl following backside cementing procedures.

- 4. The minimum required fill of cement behind the 5-1/2 inch production casing is:
 - Cement should tie-back at least **700 feet** into previous casing string (casing tieback increased due to not meeting the minimum 0.422" clearance requirement per 43 CFR 3172.) Operator shall provide method of verification. Wait on cement (WOC) time for a primary cement job is to include the lead cement slurry due to cave/karst, Capitan Reef, or potash.

C. PRESSURE CONTROL

- 1. Variance approved to use flex line from BOP to choke manifold. Manufacturer's specification to be readily available. No external damage to flex line. Flex line to be installed as straight as possible (no hard bends).
- 2. Operator has proposed a multi-bowl wellhead assembly. Minimum working pressure of the blowout preventer (BOP) and related equipment (BOPE) required for drilling below the surface casing shoe shall be **5000 (5M)** psi.
 - a. Wellhead shall be installed by manufacturer's representatives, submit documentation with subsequent sundry.
 - b. If the welding is performed by a third party, the manufacturer's representative shall monitor the temperature to verify that it does not exceed the maximum temperature of the seal.
 - c. Manufacturer representative shall install the test plug for the initial BOP test.
 - d. If the cement does not circulate and one inch operations would have been possible with a standard wellhead, the well head shall be cut off, cementing operations performed and another wellhead installed.
 - e. Whenever any seal subject to test pressure is broken, all the tests in 43 CFR 3172 must be followed.

D. SPECIAL REQUIREMENT (S)

Unit Wells

The well sign for a unit well shall include the unit number in addition to the surface and bottom hole lease numbers. This also applies to participating area numbers. If a participating area has not been established, the operator can use the general unit designation, but will replace the unit number with the participating area number when the sign is replaced.

Commercial Well Determination

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

WIPP Requirements

The proposed surface well or bottom hole is located within 330 feet of the WIPP Land Withdrawal Area boundary. As a result, **XTO Permian Operating** is required to submit daily

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drilling reports, logs and deviation survey information to the Bureau of Land Management Engineering Department and the U.S. Department of Energy per requirements of the Joint Powers Agreement until a total vertical depth of 7,000 feet is reached. These reports will have at a minimum the rate of penetration and a clearly marked section showing the deviation for each 500-foot interval. Operator may be required to do more frequent deviation surveys based on the daily information submitted and may be required to take other corrective measures. Information will also be provided to the New Mexico Oil Conservation Division after drilling activities have been completed. Upon completion of the well, the operator shall submit a complete directional survey. Any future entry into the well for purposes of completing additional drilling will require supplemental information.

Any oil and gas well operator drilling within one mile of the WIPP Boundary must notify WIPP as soon as possible if any of the following conditions are encountered during oil and gas operations: (R R-111-P Amendment) Notification to Operators (Potash)

- (1) Indication of any well collision event,
- (2) Suspected well fluid flow (oil, gas, or produced water) outside of casing,
- (3) Sustained annulus pressure between the 1st intermediate and next innermost casing string in excess of 500 psi above the baseline pressure of the well, or above 1500 psi total,
- (4) Increasing pressure buildup rates (psi/day) across multiple successive bleed-off cycles on the annulus between the 1st intermediate and next innermost casing during well production, or
- (5) Sustained losses in excess of 50% through the salt formation during drilling.

XTO Permian Operating can email the required information to <u>OilGasReports@wipp.ws</u>. Attached files must not be greater than 20 MB. Call WIPP Tech Support at 575-234-7422, during the hours 7:00am to 4:30pm, if there are any issues sending to this address.

BOPE Break Testing Variance

- BOPE Break Testing is ONLY permitted for 5M BOPE or less. (Annular preventer must be tested to a minimum of 70% of BOPE working pressure and shall be higher than the MASP)
- BOPE Break Testing is NOT permitted to drilling the production hole section.
- Variance only pertains to the intermediate hole-sections and no deeper than the Bone Springs formation.
- While in transfer between wells, the BOPE shall be secured by the hydraulic carrier or cradle.
- Any well control event while drilling require notification to the BLM Petroleum Engineer (575-706-2779) prior to the commencement of any BOPE Break Testing operations.
- A full BOPE test is required prior to drilling the first deep intermediate hole section. If any subsequent hole interval is deeper than the first, a full BOPE test will be required. (200' TVD tolerance between intermediate shoes is allowable).
- The BLM is to be contacted (575-361-2822 Eddy County) 4 hours prior to BOPE tests.
- As a minimum, a full BOPE test shall be performed at 21-day intervals.
- In the event any repairs or replacement of the BOPE is required, the BOPE shall test as per Onshore Oil and Gas Order No. 2.

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• If in the event break testing is not utilized, then a full BOPE test would be conducted.

Offline Cementing

Contact the BLM prior to the commencement of any offline cementing procedure.

GENERAL REQUIREMENTS

The BLM is to be notified in advance for a representative to witness:

- a. Spudding well (minimum of 24 hours)
- b. Setting and/or Cementing of all casing strings (minimum of 4 hours)
- c. BOPE tests (minimum of 4 hours)
 - Eddy County (API No. / US Well No. contains 30-015-#####) Email or call the Carlsbad Field Office, 620 East Greene St., Carlsbad, NM 88220, BLM_NM_CFO_DrillingNotifications@BLM.GOV (575) 361-2822
 - Lea County (API No. / US Well No. contains 30-025-#####) Call the Hobbs Field Station, 414 West Taylor, Hobbs NM 88240, (575) 689-5981
- 1. Unless the production casing has been run and cemented or the well has been properly plugged, the drilling rig shall not be removed from over the hole without prior approval.
 - a. In the event the operator has proposed to drill multiple wells utilizing a skid/walking rig. Operator shall secure the wellbore on the current well, after installing and testing the wellhead, by installing a blind flange of like pressure rating to the wellhead and a pressure gauge that can be monitored while drilling is performed on the other well(s).
 - b. When the operator proposes to set surface casing with Spudder Rig
 - Notify the BLM when moving in and removing the Spudder Rig.
 - Notify the BLM when moving in the 2nd Rig. Rig to be moved in within 90 days of notification that Spudder Rig has left the location.
 - BOP/BOPE test to be conducted per **43** CFR part **3170** Subpart **3172** as soon as 2nd Rig is rigged up on well.
- 2. Floor controls are required for 3M or Greater systems. These controls will be on the rig floor, unobstructed, readily accessible to the driller and will be operational at all times during drilling and/or completion activities. Rig floor is defined as the area immediately around the rotary table; the area immediately above the substructure on which the draw works are located, this does not include the dog house or stairway area.
- 3. The record of the drilling rate along with the GR/N well log run from TD to surface (horizontal well vertical portion of hole) shall be submitted to the BLM office as well as all other logs run on the borehole 30 days from completion. If available, a digital copy of the

logs is to be submitted in addition to the paper copies. The Rustler top and top and bottom of Salt are to be recorded on the Completion Report.

A. CASING

- Changes to the approved APD casing program need prior approval if the items substituted are
 of lesser grade or different casing size or are Non-API. The Operator can exchange the
 components of the proposal with that of superior strength (i.e. changing from J-55 to N-80, or
 from 36# to 40#). Changes to the approved cement program need prior approval if the
 altered cement plan has less volume or strength or if the changes are substantial (i.e.
 Multistage tool, ECP, etc.). The initial wellhead installed on the well will remain on the well
 with spools used as needed.
- 2. <u>Wait on cement (WOC) for Potash Areas:</u> After cementing but before commencing any tests, the casing string shall stand cemented under pressure until both of the following conditions have been met: 1) cement reaches a minimum compressive strength of 500 psi for all cement blends, 2) until cement has been in place at least <u>24 hours</u>. WOC time will be recorded in the driller's log. The casing intergrity test can be done (prior to the cement setting up) immediately after bumping the plug.
- 3. <u>Wait on cement (WOC) for Water Basin:</u> After cementing but before commencing any tests, the casing string shall stand cemented under pressure until both of the following conditions have been met: 1) cement reaches a minimum compressive strength of 500 psi at the shoe, 2) until cement has been in place at least <u>8 hours</u>. WOC time will be recorded in the driller's log. See individual casing strings for details regarding lead cement slurry requirements. The casing integrity test can be done (prior to the cement setting up) immediately after bumping the plug.
- 4. Provide compressive strengths including hours to reach required 500 pounds compressive strength prior to cementing each casing string. Have well specific cement details onsite prior to pumping the cement for each casing string.
- 5. No pea gravel permitted for remedial or fall back remedial without prior authorization from the BLM engineer.
- 6. On that portion of any well approved for a 5M BOPE system or greater, a pressure integrity test of each casing shoe shall be performed. Formation at the shoe shall be tested to a minimum of the mud weight equivalent anticipated to control the formation pressure to the next casing depth or at total depth of the well. This test shall be performed before drilling more than 20 feet of new hole.
- 7. If hardband drill pipe is rotated inside casing, returns will be monitored for metal. If metal is found in samples, drill pipe will be pulled and rubber protectors which have a larger diameter than the tool joints of the drill pipe will be installed prior to continuing drilling operations.

2:12:12 PM Approval Date: 02/01/2024

- 8. Whenever a casing string is cemented in the R-111-P potash area, the NMOCD requirements shall be followed.
- B. PRESSURE CONTROL
- 1. All blowout preventer (BOP) and related equipment (BOPE) shall comply with well control requirements as described in 43 CFR part 3170 Subpart 3172 and API STD 53 Sec. 5.3.
- 2. If a variance is approved for a flexible hose to be installed from the BOP to the choke manifold, the following requirements apply: The flex line must meet the requirements of API 16C. Check condition of flexible line from BOP to choke manifold, replace if exterior is damaged or if line fails test. Line to be as straight as possible with no hard bends and is to be anchored according to Manufacturer's requirements. The flexible hose can be exchanged with a hose of equal size and equal or greater pressure rating. Anchor requirements, specification sheet and hydrostatic pressure test certification matching the hose in service, to be onsite for review. These documents shall be posted in the company man's trailer and on the rig floor.
- 3. 5M or higher system requires an HCR valve, remote kill line and annular to match. The remote kill line is to be installed prior to testing the system and tested to stack pressure.
- 4. If the operator has proposed a multi-bowl wellhead assembly in the APD. The following requirements must be met:
 - a. Wellhead shall be installed by manufacturer's representatives, submit documentation with subsequent sundry.
 - b. If the welding is performed by a third party, the manufacturer's representative shall monitor the temperature to verify that it does not exceed the maximum temperature of the seal.
 - c. Manufacturer representative shall install the test plug for the initial BOP test.
 - d. Whenever any seal subject to test pressure is broken, all the tests in 43 CFR part 3170 Subpart 3172 must be followed.
 - e. If the cement does not circulate and one inch operations would have been possible with a standard wellhead, the well head shall be cut off, cementing operations performed and another wellhead installed.
- 5. The appropriate BLM office shall be notified a minimum of 4 hours in advance for a representative to witness the tests.
 - a. In a water basin, for all casing strings utilizing slips, these are to be set as soon as the crew and rig are ready and any fallback cement remediation has been done. The casing cut-off and BOP installation can be initiated four hours after installing the slips, which will be approximately six hours after bumping the plug. For those casing strings not using slips, the minimum wait time before cut-off is eight hours after bumping the plug. BOP/BOPE testing can begin after cut-off or once cement reaches 500 psi compressive strength (including lead cement), whichever is greater.

However, if the float does not hold, cut-off cannot be initiated until cement reaches 500 psi compressive strength (including lead when specified).

- b. In potash areas, for all casing strings utilizing slips, these are to be set as soon as the crew and rig are ready and any fallback cement remediation has been done. For all casing strings, casing cut-off and BOP installation can be initiated at twelve hours after bumping the cement plug. The BOPE test can be initiated after bumping the cement plug with the casing valve open. (only applies to single stage cement jobs, prior to the cement setting up.)
- c. The tests shall be done by an independent service company utilizing a test plug not a cup or J-packer and can be initiated immediately with the casing valve open. The operator also has the option of utilizing an independent tester to test without a plug (i.e. against the casing) pursuant to **43 CFR part 3170 Subpart 3172** with the pressure not to exceed 70% of the burst rating for the casing. Any test against the casing must meet the WOC time for water basin (8 hours) or potash (24 hours) or 500 pounds compressive strength, whichever is greater, prior to initiating the test (see casing segment as lead cement may be critical item).
- d. The test shall be run on a 5000 psi chart for a 2-3M BOP/BOP, on a 10000 psi chart for a 5M BOP/BOPE and on a 15000 psi chart for a 10M BOP/BOPE. If a linear chart is used, it shall be a one hour chart. A circular chart shall have a maximum 2 hour clock. If a twelve hour or twenty-four hour chart is used, tester shall make a notation that it is run with a two hour clock.
- e. The results of the test shall be reported to the appropriate BLM office.
- f. All tests are required to be recorded on a calibrated test chart. A copy of the BOP/BOPE test chart and a copy of independent service company test will be submitted to the appropriate BLM office.
- g. The BOP/BOPE test shall include a low pressure test from 250 to 300 psi. The test will be held for a minimum of 10 minutes if test is done with a test plug and 30 minutes without a test plug. This test shall be performed prior to the test at full stack pressure.
- h. BOP/BOPE must be tested by an independent service company within 500 feet of the top of the Wolfcamp formation if the time between the setting of the intermediate casing and reaching this depth exceeds 20 days. This test does not exclude the test prior to drilling out the casing shoe as per 43 CFR part 3170 Subpart 3172.

C. DRILLING MUD

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

Page 8 of 9

D. WASTE MATERIAL AND FLUIDS

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

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

Received by OCD: 2/28/2024 5:42:58 PM

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

District II 811 S. First St., Artesia, NM 88210 Phone: (575) 748-1283 Fax: (575) 748-9720 District III 1000 Rio B

azos Road, Aztec, NM 87410 Phone: (505) 334-6178 Fax: (505) 334-6170 District IV 1220 S. St. Francis Dr., Santa Fe, NM 87505

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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

³ Pool Name LOS MEDANOS; BONE SPRING

AMENDED REPORT

Well Number

906H

Elevation

Phone: (505) 476-3460 Fax: (505) 476-3462 WELL LOCATION AND ACREAGE DEDICATION PLAT Pool Code ¹API Number **30-015-**54772 40295 **Property Code** ⁵ Property Name JRU DI 7 SAWTOOTH 333473 OGRID No Onerator Name

373075			ХТС	XTO PERMIAN OPERATING, LLC				3,318'				
	¹⁰ Surface Location											
UL or lot no.	L or lot no. Section Township Range Lot Idn Feet from the North/South line Feet from the East/We						West line	County				
3	6	23 S	31 E		155	NORTH	2,398	WEST		EDDY		
			¹¹ Bott	om Hole	Location If	Different Fron	n Surface					
UL or lot no.	Section	Township	Range	Lot Idn	Feet from the	North/South line	Feet from the	East/	West line	County		
G	18	23 S	31 E		2,590	NORTH	1,650	EAS	т	EDDY		
¹² Dedicated Acres	¹² Dedicated Acres ¹³ Joint or Infill ¹⁴ Consolidation Code ¹⁵ Order No.											
399.94												

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.



Well
Plan
Report
- JRU
DI 7
SAWT
OOTH
906H

Measured Depth:	23678.73 ft	
TVD RKB:	11001.00 ft	
Location		
Cartographic Reference System:	New Mexico East - NAD 27	
Northing:	487867.00 ft	
Easting:	659357.20 ft	
RKB:	3349.00 ft	
Ground Level:	3317.00 ft	
North Reference:	Grid	
Convergence Angle:	0.28 Deg	
Site:	JRU DI 7 Pad B	
Slot:	JRU DI 7 SAWTOOTH 906H	

Plan Sections	JRU DI 7 SAWTOOTH 906H

Measured				TVD Build			Turn	Dogleg	
Depth	Inclination	Azimuth	RKB	Y Offset	X Offset	Rate	Rate	Rate	
(ft)	(Deg)	(Deg)	(ft)	(ft)	(ft)	(Deg/100ft)	(Deg/100ft)	(Deg/100ft) Target	
0	0	359.72	0	0	0	0	0	0	
1200	0	359.72	1200	0	0	0	0	0	
2002.2	16.04	97.73	1991.76	-15.02	110.57	2	0	2	

5765.25	16.04	97.73	5608.24	-154.98	1141.13	0	0	0
6567.46	0	359.72	6400	-170	1251.7	-2	0	2
10451.46	0	359.72	10284	-170	1251.7	0	0	0
11576.41	90	179.63	11000.2	-886.13	1256.38	8	15.99	8
23628.73	90	179.63	11001	-12938.2	1335.2	0	0	0 LTP 11-1
23678.73	90	179.63	11001	-12988.2	1335.53	0	0	0 BHL 11-1

Planned Survey	JRU DI 7 SAWTOOTH 906H

Measured			TVD		
Depth	Inclination	Azimuth	RKB	Y Offset	X Offset
(ft)	(Deg)	(Deg)	(ft)	(ft)	(ft)
0	0	359.724	0	0	0
1200	0	359.724	1200	0	0
1300	2	97.734	1299.98	-0.235	1.729
1400	4	97.734	1399.838	-0.939	6.915
1500	6	97.734	1499.452	-2.112	15.551
1600	8	97.734	1598.702	-3.752	27.626
1700	10	97.734	1697.465	-5.857	43.127
1800	12	97.734	1795.623	-8.425	62.033
1900	14	97.734	1893.055	-11.452	84.322
2002.205	16.044	97.734	1991.762	-15.017	110.57
2500	16.044	97.734	2470.168	-33.532	246.898
3000	16.044	97.734	2950.692	-52.13	383.829
3500	16.044	97.734	3431.217	-70.727	520.761
4000	16.044	97.734	3911.742	-89.324	657.692
4500	16.044	97.734	4392.266	-107.922	794.624
5000	16.044	97.734	4872.791	-126.519	931.555
5500	16.044	97.734	5353.316	-145.116	1068.486
5765.255	16.044	97.734	5608.238	-154.983	1141.13
5800	15.349	97.734	5641.688	-156.248	1150.444
5900	13.349	97.734	5738.563	-159.583	1175.001
6000	11.349	97.734	5836.244	-162.461	1196.192
6100	9.349	97.734	5934.613	-164.878	1213.992
6200	7.349	97.734	6033.548	-166.832	1228.38
6300	5.349	97.734	6132.929	-168.321	1239.338
6400	3.349	97.734	6232.636	-169.341	1246.852
6500	1.349	97.734	6332.547	-169.893	1250.913
6567.459	0	359.724	6400	-170	1251.7
10451.459	0	359.724	10284	-170	1251.7
10500	3.883	179.625	10332.504	-171.644	1251.711
10600	11.883	179.625	10431.478	-185.348	1251.8
10700	19.883	179.625	10527.582	-212.693	1251.979

10800	27.883	179.625	10618.945	-253.147	1252.244
10900	35.883	179.625	10703.789	-305.922	1252.589
11000	43.883	179.625	10780.462	-369.991	1253.008
11100	51.883	179.625	10847.472	-444.107	1253.493
11200	59.883	179.625	10903.515	-526.827	1254.034
11300	67.883	179.625	10947.499	-616.542	1254.62
11400	75.883	179.625	10978.57	-711.505	1255.241
11500	83.883	179.625	10996.121	-809.868	1255.885
11576.411	89.996	179.625	11000.197	-886.134	1256.384
12000	89.996	179.625	11000.225	-1309.713	1259.154
12500	89.996	179.625	11000.259	-1809.703	1262.424
13000	89.996	179.625	11000.292	-2309.692	1265.694
13500	89.996	179.625	11000.325	-2809.681	1268.963
14000	89.996	179.625	11000.359	-3309.671	1272.233
14500	89.996	179.625	11000.392	-3809.66	1275.503
15000	89.996	179.625	11000.425	-4309.649	1278.773
15500	89.996	179.625	11000.459	-4809.639	1282.043
16000	89.996	179.625	11000.492	-5309.628	1285.313
16500	89.996	179.625	11000.525	-5809.617	1288.583
17000	89.996	179.625	11000.558	-6309.606	1291.853
17500	89.996	179.625	11000.592	-6809.596	1295.123
18000	89.996	179.625	11000.625	-7309.585	1298.393
18500	89.996	179.625	11000.658	-7809.574	1301.663
19000	89.996	179.625	11000.692	-8309.564	1304.933
19500	89.996	179.625	11000.725	-8809.553	1308.202
20000	89.996	179.625	11000.758	-9309.542	1311.472
20500	89.996	179.625	11000.792	-9809.532	1314.742
21000	89.996	179.625	11000.825	-10309.521	1318.012
21500	89.996	179.625	11000.858	-10809.51	1321.282
22000	89.996	179.625	11000.892	-11309.5	1324.552
22500	89.996	179.625	11000.925	-11809.489	1327.822
23000	89.996	179.625	11000.958	-12309.478	1331.092
23500	89.996	179.625	11000.991	-12809.467	1334.362
23678.733	89.996	179.625	11001.003	-12988.197	1335.531

Plan Targets

JRU DI 7 SAWTOOTH 906H

	Measured Depth	Grid Northing	Grid Easting	TVD MSL Target Shape
Target Name	(ft)	(ft)	(ft)	(ft)
LTP 11-1	23628.74	474928.8	660692.4	7652 RECTANGLE
BHL 11-1	23678.76	474878.8	660692.7	7652 RECTANGLE
FTP 11-1	11297.72	487697	660608.9	7652 RECTANGLE

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

CONDITIONS

Operator:	OGRID:
XTO PERMIAN OPERATING LLC.	373075
6401 HOLIDAY HILL ROAD	Action Number:
MIDLAND, TX 79707	318764
	Action Type:
	[C-103] NOI Change of Plans (C-103A)

CONDITIONS

Created By	Condition	Condition Date
ward.rikala	All original COA's still apply. Additionally, if cement is not circulated to surface during cementing operations, then a CBL is required.	5/17/2024

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Action 318764