| Form 3160-3<br>(June 2015)<br>UNITED STATES  | C        |  |   | FORM APPROVED<br>OMB No. 1004-0137<br>Expires: January 31, 2018 |            |                 |  |  |  |
|--|----------|--|---|---|------------|-----------------|--|--|--|
| DEPARTMENT OF THE IN<br>BUREAU OF LAND MANA  | NTEF     |  |   | 5. Lease Serial No.   |            |                 |  |  |  |
| APPLICATION FOR PERMIT TO D  | RILL     | OR REENTER   |   | 6. If Indian, Allotee   | or Tribe   | Name            |  |  |  |
|  |          |  |   |   |            |                 |  |  |  |
| 1a. Type of work:   DRILL   RI   | EENTI    | ER   |   | 7. If Unit or CA Agreement, Name and No.                        |            |                 |  |  |  |
| 1b. Type of Well: Oil Well Gas Well Ot   | ther     |  |   |   |            |                 |  |  |  |
| 1c. Type of Completion: Hydraulic Fracturing Signature   | ingle Z  | Zone Multiple Zone   |   | 8. Lease Name and Well No.                                      |            |                 |  |  |  |
| 2. Name of Operator  |          |  |   | 9. API Well No.   | 0-025-     | 53129           |  |  |  |
| 3a. Address  | 3b. P    | Phone No. (include area code                                 | ?)                                      | 10. Field and Pool, or Exploratory                              |            |                 |  |  |  |
| 4. Location of Well (Report location clearly and in accordance w   | with an  | ny State requirements.*)                                     |   | 11. Sec., T. R. M. or   | Blk. and   | Survey or Area  |  |  |  |
| At surface   |          |  |   |   |            |                 |  |  |  |
| At proposed prod. zone   |          |  |   |   |            |                 |  |  |  |
| 14. Distance in miles and direction from nearest town or post offi   | ice*     |  |   | 12. County or Parisl  | h          | 13. State       |  |  |  |
| 15. Distance from proposed* location to nearest property or lease line, ft. (Also to nearest drig. unit line, if any)  | 16. N    | No of acres in lease   | 17. Spacin                              | acing Unit dedicated to this well                               |            |                 |  |  |  |
| 18. Distance from proposed location* to nearest well, drilling, completed, applied for, on this lease, ft.   | 19. P    | Proposed Depth   | osed Depth 20. BLM/BIA Bond No. in file |   |            |                 |  |  |  |
| 21. Elevations (Show whether DF, KDB, RT, GL, etc.)  | 22. A    | 22. Approximate date work will start* 23. Estimated duration |   |   |            |                 |  |  |  |
|  | 24.      | Attachments  |   |   |            |                 |  |  |  |
| The following, completed in accordance with the requirements of (as applicable)  | f Onsh   | ore Oil and Gas Order No. 1                                  | , and the H                             | ydraulic Fracturing r   | ule per 43 | 3 CFR 3162.3-3  |  |  |  |
| Well plat certified by a registered surveyor.     A Drilling Plan.     A Surface Use Plan (if the location is on National Forest Syster SUPO must be filed with the appropriate Forest Service Office)   |          | Item 20 above). ds, the 5. Operator certification            | ation.                                  | s unless covered by an  | -          | `               |  |  |  |
| The state of the s | <u> </u> | BLM.   |   |   |            |                 |  |  |  |
| 25. Signature  |          | Name (Printed/Typed)   |   |   | Date       |                 |  |  |  |
| Title  |          |  |   |   |            |                 |  |  |  |
| Approved by (Signature)  |          | Name (Printed/Typed)   |   |   | Date       |                 |  |  |  |
| Title  |          | Office   |   |   | I          |                 |  |  |  |
| Application approval does not warrant or certify that the applican applicant to conduct operations thereon.  Conditions of approval, if any, are attached.   | nt holds | s legal or equitable title to th                             | ose rights i                            | in the subject lease w  | hich wou   | ld entitle the  |  |  |  |
| Title 18 U.S.C. Section 1001 and Title 43 U.S.C. Section 1212, most the United States any false, fictitious or fraudulent statements of  |          |  |   |   | any depar  | tment or agency |  |  |  |



(Continued on page 2)

\*(Instructions on page 2)

District III 1000 Rio Brazos Road, Aztec, NM 87410

Phone: (505) 334-6178 Fax: (505) 334-6170 <u>District IV</u> 1220 S. St. Francis Dr., Santa Fe, NM 87505 Phone: (505) 476-3460 Fax: (505) 476-3462

Imaging:

# 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 

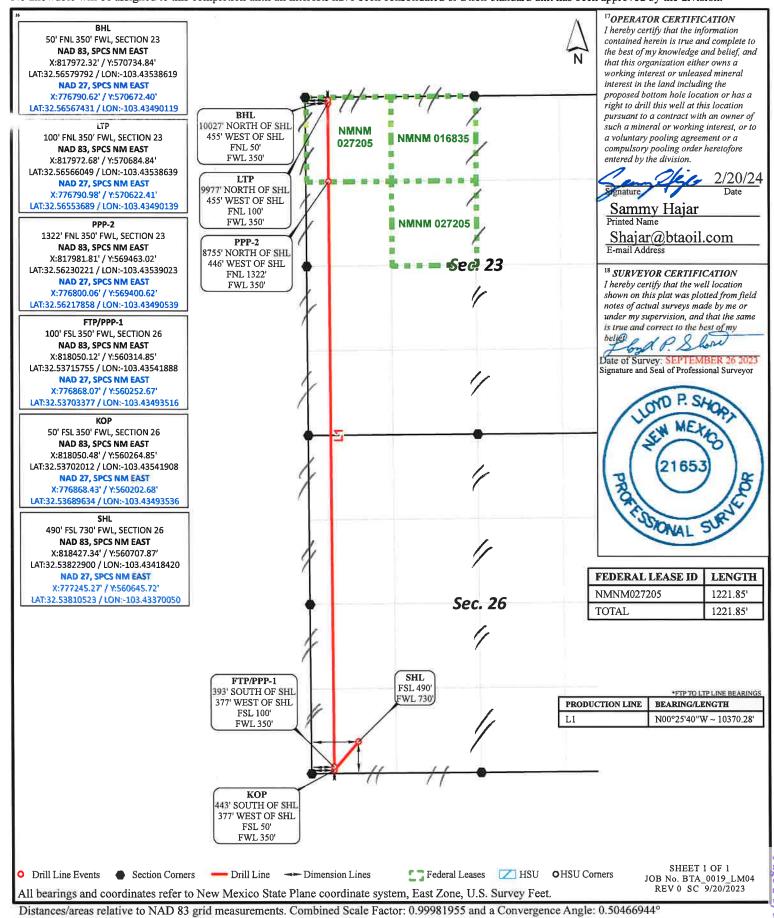
OCD: 6/17/2024

9:16:47

WELL LOCATION AND ACREAGE DEDICATION PLAT

<sup>10</sup> Surface Location 26 490' SOUTH M 20S35E 730' WEST LEA 11 Bottom Hole Location If Different From Surface 35E 23 **20S** 501 NORTH 350' WEST LEA D 640 Infill

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.



| Intent X As Drilled    |                               |             |
|------------------------|-------------------------------|-------------|
| Pending                |                               |             |
| Operator Name:         | Property Name:                | Well Number |
| BTA Oil Producers, LLC | LOST MINE 22302 26-23 FED COM | 5H          |
|                        |                               |             |

## Kick Off Point (KOP)

| UL<br>M   | Section 26 | Township<br>20S | Range<br>35E | Lot         | Feet<br>50 | From N/S<br>S | Feet<br>350 | From E/W<br>W | County<br>LEA |
|-----------|------------|-----------------|--------------|-------------|------------|---------------|-------------|---------------|---------------|
| Latitude  |            |                 |              | Longitude   | Longitude  |               |             | NAD           |               |
| 32.537020 |            |                 |              | -103.435419 |            |               | 83          |               |               |

### First Take Point (FTP)

| UL<br>M            | Section<br>26 | Township<br>20S | Range<br>35E | Lot     | Feet<br>100 | From N/S<br>S | Feet<br>350 | From E/W | County<br>LEA |
|--------------------|---------------|-----------------|--------------|---------|-------------|---------------|-------------|----------|---------------|
| Latitude 32.537157 |               |                 |              |         | Longitud    | 435418        |             |          | NAD<br>83     |
| 32.337 137         |               |                 |              | - 103.4 | +33410      |               |             | 03       |               |

### Last Take Point (LTP)

| UL | Section  | Township | Range | Lot | Feet | From N/S     | Feet | From E/W | County    |
|----|----------|----------|-------|-----|------|--------------|------|----------|-----------|
| D  | 23       | 20S      | 35E   |     | 100  | N            | 350  | W        | LEA       |
|    | Latitude |          |       |     |      | le<br>435386 |      |          | NAD<br>83 |

Is this well the defining well for the Horizontal Spacing Unit?

NO

Is this well an infill well?

YES

If infill is yes please provide API if available, Operator Name and well number for Defining well for Horizontal Spacing Unit.

| API#                   |  |                               |             |
|------------------------|--|-------------------------------|-------------|
| Pending                |  |                               |             |
| Operator Name:         |  | Property Name:                | Well Number |
| BTA Oil Producers, LLC |  | LOST MINE 22302 26-23 FED COM | 7H          |
|                        |  |                               |             |
|                        |  |                               |             |

KZ 06/29/2018

### State of New Mexico Energy, Minerals and Natural Resources Department

Submit Electronically Via E-permitting

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

### NATURAL GAS MANAGEMENT PLAN

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

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

| I. Operator: BTA C  | il Producer   | s, LLC              | OGRID:             | 260297                     | Date:                    | 2 / 2                                  | 20/2024               |  |  |  |
|---|---|---------------------|--------------------|----------------------------|--------------------------|--|-----------------------|--|--|--|
| II. Type: ☑ Original ☐  | Amendment   | due to □ 19.15.27.9 | 9.D(6)(a) NMA      | .C □ 19.15.27.9.D(         | 6)(b) NMAC □ (           | Other.                                 |                       |  |  |  |
| If Other, please describe   | :   |                     |                    |                            |                          |  |                       |  |  |  |
| III. Well(s): Provide the be recompleted from a s   |   |                     |                    |                            | wells proposed to        | be drill                               | ed or proposed to     |  |  |  |
| Well Name   | API ULSTR   |                     | Footages           | Anticipated<br>Oil BBL/D   | Anticipated<br>Gas MCF/D | Anticipated<br>Produced Water<br>BBL/D |                       |  |  |  |
| LOST MINE 22302 26-23   |   | M-26-20S-35E        | 490 FSL, 730 FWL   | +/- 800                    | +/- 2000                 | +/- ]                                  | 1200                  |  |  |  |
| FED COM 5H  |   |                     |                    |                            |                          |  |                       |  |  |  |
| V. Anticipated Schedul<br>proposed to be recomple   | IV. Central Delivery Point Name: LOST MINE CTB [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<br>Date | Completion<br>Commencement |                          |  | First Production Date |  |  |  |
| LOST MINE 22302 26-23   |   | 9/15/2024           | 10/5/2024          | 10/19/2024                 | 11/9/20                  | 24                                     | 12/9/2024             |  |  |  |
| VI. Separation Equipment:   Attach a complete description of how Operator will size separation equipment to optimize gas capture.  VII. Operational Practices:   Attach a complete description of the actions Operator will take to comply with the requirements of Subsection A through F of 19.15.27.8 NMAC.  VIII. Best Management Practices:   Attach a complete description of Operator's best management practices to minimize venting during active and planned maintenance. |   |                     |                    |                            |                          |  |                       |  |  |  |
|   |   |                     |                    |                            |                          |  |                       |  |  |  |

### Section 2 – Enhanced Plan EFFECTIVE APRIL 1, 2022

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

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

### IX. Anticipated Natural Gas Production:

| Well | API | Anticipated Average<br>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.   |

| XI  | I. Line Cε | apacity. | The natural | gas gatherin   | g system [    | □ will □ | □ will no | ot have | capacity to | gather | 100% c | of the ar | nticipated | natural | gas |
|-----|------------|----------|-------------|----------------|---------------|----------|-----------|---------|-------------|--------|--------|-----------|------------|---------|-----|
| pro | duction vo | olume fr | om the well | prior to the d | late of first | produc   | tion.     |         |             |        |        |           |            |         |     |

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

| _      |          |          |           |        |            |             |               |                    |
|--------|----------|----------|-----------|--------|------------|-------------|---------------|--------------------|
| $\Box$ | A 44 1 4 | $\sim$ 4 | , 1 ,     |        | 1 4        | •           | 4 41 '        | sed line pressure  |
|        | A Hach I | Inergior | C MIAN TO | manage | nraduction | in rechange | TO THE INCRES | sea line nressiire |
|        |          |          |           |        |            |             |               |                    |

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

(i)

# Section 3 - Certifications Effective May 25, 2021

|   | <del></del>  |
|---|--|
| Operator certifies that,                        | after reasonable inquiry and based on the available information at the time of submittal:  |
| one hundred percent of                          | e to connect the well(s) to a natural gas gathering system in the general area with sufficient capacity to transport the anticipated volume of natural gas produced from the well(s) commencing on the date of first production, current and anticipated volumes of produced natural gas from other wells connected to the pipeline gathering  |
| hundred percent of the into account the current | e able to connect to a natural gas gathering system in the general area with sufficient capacity to transport one anticipated volume of natural gas produced from the well(s) commencing on the date of first production, taking and anticipated volumes of produced natural gas from other wells connected to the pipeline gathering system.  The box, Operator will select one of the following: |
| Well Shut-In. ☐ Opera<br>D of 19.15.27.9 NMAC   | ttor will shut-in and not produce the well until it submits the certification required by Paragraph (4) of Subsection C; or  |
|   | Plan. ☐ Operator has attached a venting and flaring plan that evaluates and selects one or more of the potential ses 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;   |
| <b>(f)</b>                                      | reinjection for temporary storage;   |
| (g)   | reinjection for enhanced oil recovery;   |
| (h)   | fuel cell production; and  |

## **Section 4 - Notices**

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

other alternative beneficial uses approved by the division.

- (a) Operator becomes aware that the natural gas gathering system it planned to connect the well(s) to has become unavailable or will not have capacity to transport one hundred percent of the production from the well(s), no later than 20 days after becoming aware of such information, Operator shall submit for OCD's approval a new or revised venting and flaring plan containing the information specified in Paragraph (5) of Subsection D of 19.15.27.9 NMAC; or
- (b) Operator becomes aware that it has, cumulatively for the year, become out of compliance with its baseline natural gas capture rate or natural gas capture requirement, no later than 20 days after becoming aware of such information, Operator shall submit for OCD's approval a new or revised Natural Gas Management Plan for each well it plans to spud during the next 90 days containing the information specified in Paragraph (2) of Subsection D of 19.15.27.9 NMAC, and shall file an update for each Natural Gas Management Plan until Operator is back in compliance with its baseline natural gas capture rate or natural gas capture requirement.
- 2. OCD may deny or conditionally approve an APD if Operator does not make a certification, fails to submit an adequate venting and flaring plan which includes alternative beneficial uses for the anticipated volume of natural gas produced, or if OCD determines that Operator will not have adequate natural gas takeaway capacity at the time a well will be spud.

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

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

- Separation equipment will be sized to provide adequate separation for anticipated rates.
- Separation equipment will allow for adequate retention time to allow gas and liquids to separate.
- Separation equipment will separate all three phases (Oil, Water, and Gas).
- Collection systems are appropriately sized to handle facility production rates on all (3) phases.
- Ancillary equipment and metering is selected to be serviced without flow interruptions or the need to release gas from the well.

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

### **Drilling Operations**

- All flare stacks will be properly sized. The flare stacks will be located at a minimum 100' from the nearest surface hole location on the pad.
- All natural gas produced during drilling operations will be flared, unless there is an equipment
  malfunction and/or to avoid risk of an immediate and substantial adverse impact on safety and
  the environment, at which point the gas will be vented.

### **Completions/Recompletions Operations**

- New wells will not be flowed back until they are connected to a properly sized gathering system.
- The facility will be built/sized for maximum anticipated flowrates and pressures to minimize waste.
- For flowback operations, multiple stages of separation will be used as well as VRU and blowers to make sure waste is minimized off the storage tanks and facility.
- During initial flowback, the well stream will be routed to separation equipment.
- At an existing facility, when necessary, post separation natural gas will be flared until it meets pipeline specifications, at which point it will be turned into a collection system.
- At a new facility, post separation natural gas will be vented until storage tanks can safely function, at which point it will be flared until it meets pipeline spec.

### **Production Operations**

- Weekly AVOs will be performed on all facilities that produce more than 60 MCFD.
- Leaking thief hatches and pressure safety valves found during AVOs will be cleaned and properly re-sealed.
- All flares will be equipped with auto-ignition systems and continuous pilot operations.
- After a well is stabilized from liquid unloading, the well will be turned back into the collection system.
- All gas lift systems will be optimized to limit the amount of waste.
- All tanks will have automatic gauging equipment installed.

#### **Performance Standards**

- Production equipment will be designed to handle maximum anticipated rates and pressure.
- All flared gas will be combusted in a flare stack that is properly sized and designed to ensure proper combustion.
- All gas will have multiple points of separation to ensure no liquids enter flares, combustors, or gas sales line.
- Weekly AVOs will be performed on all wells and facilities that produce more than 60 MCFD.
- All OOOOa facilities will be filmed with an Optical Gas Imaging Thermographer camera once per month to check for fugitive emissions.

#### **Measurement & Estimation**

- All volume that is flared and vented that is not measured will be estimated.
- All measurement equipment for flared volumes will conform to API 14.10.
- All meters will be calibrated at regular intervals according to meter manufacturer recommendations.
- When metering is not practical due to low pressure/low rate, the vented or flared volume will be estimated.

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

- During downhole well maintenance, BTA will use best management practices to vent as minimally as possible.
- Prior to the commencement of any maintenance, the tank or vessel will be isolated from the rest of the facilities.
- All valves upstream of the equipment will be closed and isolated.
- After equipment has been isolated, the equipment will be blown down to as low a pressure as possible into the collection system.
- If the equipment being maintained cannot be relieved into the collection system, it shall be released to a tank where the vapor can either be captured or combusted if possible.
- After downhole well maintenance, natural gas will be flared until it reaches pipeline specification.



### U.S. Department of the Interior BUREAU OF LAND MANAGEMENT

# Drilling Plan Data Report 05/31/2024

APD ID: 10400097313

Submission Date: 02/26/2024

Highlighted data reflects the most recent changes

Operator Name: BTA OIL PRODUCERS LLC

Well Name: LOST MINE 22302 26-23 FED COM

Well Number: 5H

Well Type: OIL WELL

Well Work Type: Drill

**Show Final Text** 

### **Section 1 - Geologic Formations**

| Formation ID | Formation Name   | Elevation | True Vertical | Measured<br>Depth | Lithologies | Mineral Resources | Producing<br>Formatio |
|--------------|------------------|-----------|---------------|-------------------|-------------|-------------------|-----------------------|
| 13510143     | QUATERNARY       | 3683      | 0             | Ö                 | ALLUVIUM    | NONE              | N                     |
| 13510144     | RUSTLER          | 1675      | 2008          | 2008              | ANHYDRITE   | NONE              | N                     |
| 13510145     | TOP SALT         | 1475      | 2208          | 2208              | SALT        | NONE              | N                     |
| 13510146     | BASE OF SALT     | 275       | 3408          | 3408              | SALT        | NONE              | N                     |
| 13510141     | DELAWARE         | -2065     | 5748          | 5748              | LIMESTONE   | NONE              | N                     |
| 13510147     | BELL CANYON      | -2165     | 5848          | 5848              | SANDSTONE   | NATURAL GAS, OIL  | N                     |
| 13510156     | CHERRY CANYON    | -2540     | 6223          | 6223              | SANDSTONE   | NATURAL GAS, OIL  | N                     |
| 13510149     | BRUSHY CANYON    | -2815     | 6498          | 6498              | SANDSTONE   | NATURAL GAS, OIL  | N                     |
| 13510150     | BONE SPRING LIME | -4470     | 8153          | 8153              | LIMESTONE   | NATURAL GAS, OIL  | N                     |
| 13510151     | BONE SPRING 1ST  | -5845     | 9528          | 9528              | SANDSTONE   | NATURAL GAS, OIL  | N                     |
| 13510136     | BONE SPRING 2ND  | -6505     | 10188         | 10188             | SANDSTONE   | NATURAL GAS, OIL  | Y                     |

## **Section 2 - Blowout Prevention**

Pressure Rating (PSI): 5M Rating Depth: 14000

Equipment: The blowout preventer equipment (BOP) shown in Exhibit A will consist of a (5M system) double ram type (5,000 psi WP) preventer and a bag-type (Hydril) preventer (5000 psi WP). Both units will be hydraulically operated and the ram type preventer will be equipped with blind rams on top and 5" drill pipe rams on bottom. The BOPs will be installed on the 13-3/8" surface casing and utilized continuously until total depth is reached. A 2" kill line and 3" choke line will be incorporated in the drilling spool below the ram-type BOP. A remote kill line will be used for the 5M system as per onshore order #2. Other accessory BOP equipment will include a Kelly cock, floor safety valve, choke lines, and choke manifold having a 5,000 psi WP rating. The 5M annular will be tested as per BLM drilling Operations Order No. 2, and will be test to 100% of working pressure.

Well Name: LOST MINE 22302 26-23 FED COM Well Number: 5H

### Requesting Variance? NO

### Variance request:

**Testing Procedure:** Pipe rams will be operated and checked each 24-hour period and each time the drill pipe is out of the hole. These functional tests will be documented on the daily drillers log. All BOPs and associated equipment will be tested as per BLM drilling Operations Order No. 2.

### **Choke Diagram Attachment:**

5M\_choke\_mannifold\_20200917143047.pdf

Choke\_Hose\_\_\_Test\_Chart\_and\_Specs\_20190723082742.pdf

### **BOP Diagram Attachment:**

5M\_BOP\_diagram\_20200917143053.pdf

# **Section 3 - Casing**

| Casing ID | String Type      | Hole Size | Csg Size | Condition | Standard | Tapered String | Top Set MD | Bottom Set MD | Top Set TVD | Bottom Set TVD | Top Set MSL | Bottom Set MSL | Calculated casing<br>length MD | Grade     | Weight | Joint Type | Collapse SF | Burst SF | Joint SF Type | Joint SF | Body SF Type | Body SF |
|-----------|------------------|-----------|----------|-----------|----------|----------------|------------|---------------|-------------|----------------|-------------|----------------|--------------------------------|-----------|--------|------------|-------------|----------|---------------|----------|--------------|---------|
| 1         | SURFACE          | 17.5      | 13.375   | NEW       | API      | N              | 0          | 2010          | 0           | 2010           | 3683        | 1673           | 2010                           | J-55      | 54.5   | ST&C       | 1.3         | 3.1      | DRY           | 4.7      | DRY          | 7.8     |
| - 1       | INTERMED<br>IATE | 12.2<br>5 | 9.625    | NEW       | API      | N              | 0          | 5791          | 0           | 5747           | 3419        | -2064          | 5791                           | J-55      | 40     | LT&C       | 1.5         | 1.9      | DRY           | 3.6      | DRY          | 4       |
|           | PRODUCTI<br>ON   | 8.75      | 5.5      | NEW       | API      | N              | 0          | 20657         | 0           | 10470          | 3419        | -6787          | 20657                          | P-<br>110 | 17     | BUTT       | 1.5         | 2.1      | DRY           | 1.6      | DRY          | 1.6     |

### **Casing Attachments**

Well Name: LOST MINE 22302 26-23 FED COM Well Number: 5H

|  | Casi | ng . | Atta | chn | nents |
|--|------|------|------|-----|-------|
|--|------|------|------|-----|-------|

Casing ID: 1 String SURFACE

**Inspection Document:** 

**Spec Document:** 

**Tapered String Spec:** 

Casing Design Assumptions and Worksheet(s):

Casing ID: 2

**String** 

INTERMEDIATE

**Inspection Document:** 

**Spec Document:** 

**Tapered String Spec:** 

Casing Design Assumptions and Worksheet(s):

Casing ID: 3

String

**PRODUCTION** 

**Inspection Document:** 

**Spec Document:** 

**Tapered String Spec:** 

Casing Design Assumptions and Worksheet(s):

 $Lost\_Mine\_5H\_Casing\_Assumption\_20240304152837\_20240318221236.pdf$ 

**Section 4 - Cement** 

Well Name: LOST MINE 22302 26-23 FED COM Well Number: 5H

| String Type  | Lead/Tail | Stage Tool<br>Depth | Top MD | Bottom MD | Quantity(sx) | Yield | Density | Cu Ft      | Excess% | Cement type            | Additives        |
|--------------|-----------|---------------------|--------|-----------|--------------|-------|---------|------------|---------|------------------------|------------------|
| SURFACE      | Lead      |                     | 0      | 1675      | 1350         | 1.73  | 13.5    | 2335.<br>5 | 100     | Class C                | 2% CaCl2         |
| SURFACE      | Tail      |                     | 1675   | 2010      | 340          | 1.35  | 14.8    | 459        | 100     | Class C                | 2% CaCl2         |
| INTERMEDIATE | Lead      | 4200                | 0      | 3645      | 1075         | 2.46  | 12.8    | 2644.<br>5 | 100     | Class C                | 0.5% CaCl2       |
| INTERMEDIATE | Tail      |                     | 3645   | 4200      | 200          | 1.34  | 14.8    | 268        | 25      | Class C                | 1% CaCl2         |
| INTERMEDIATE | Lead      |                     | 4200   | 5235      | 1545         | 2.46  | 12.8    | 3800.<br>7 | 100     | Class C                | 0.5% CaCl2       |
| INTERMEDIATE | Tail      |                     | 5235   | 5791      | 200          | 1.34  | 14.8    | 268        | 25      | Class C                | 1% CaCl2         |
| PRODUCTION   | Lead      |                     | 4791   | 9890      | 495          | 3.9   | 10.5    | 1930.<br>5 | 60      | 25% Poz 75%<br>Class C | 0.4% Fluid Loss  |
| PRODUCTION   | Tail      |                     | 9890   | 2065<br>7 | 2720         | 1.25  | 14.4    | 3400       | 25      | Class H                | 0.2% LT Retarder |

# **Section 5 - Circulating Medium**

Mud System Type: Closed

Will an air or gas system be Used? NO

Description of the equipment for the circulating system in accordance with Onshore Order #2:

Diagram of the equipment for the circulating system in accordance with Onshore Order #2:

**Describe what will be on location to control well or mitigate other conditions:** Sufficient mud materials to maintain mud properties and meet minimum lost circulation and weight increase requirements will be kept on location at all times.

Describe the mud monitoring system utilized: PVT/Pason/Visual Monitoring

# **Circulating Medium Table**

| Top Depth | Bottom Depth | Mud Type           | Min Weight (lbs/gal) | Max Weight (lbs/gal) | Density (lbs/cu ft) | Gel Strength (lbs/100 sqft) | PH | Viscosity (CP) | Salinity (ppm) | Filtration (cc) | Additional Characteristics |
|-----------|--------------|--------------------|----------------------|----------------------|---------------------|-----------------------------|----|----------------|----------------|-----------------|----------------------------|
| 0         | 2010         | OTHER : FW<br>SPUD | 8.3                  | 8.4                  |                     |                             |    |                |                |                 |                            |

Well Name: LOST MINE 22302 26-23 FED COM Well Number: 5H

| Top Depth | Bottom Depth | edd<br>Mrd Jybe<br>OTHER : Brine | O Min Weight (lbs/gal) | .0 Max Weight (lbs/gal) | Density (lbs/cu ft) | Gel Strength (lbs/100 sqft) | ЬН | Viscosity (CP) | Salinity (ppm) | Filtration (cc) | Additional Characteristics |
|-----------|--------------|----------------------------------|------------------------|-------------------------|---------------------|-----------------------------|----|----------------|----------------|-----------------|----------------------------|
| 2010      | 3747         | OTHER . BIIIIe                   | 10                     | 10.2                    |                     |                             |    |                |                |                 |                            |
| 5747      | 1047<br>0    | OTHER : CUT<br>BRINE             | 8.7                    | 9.3                     |                     |                             |    |                |                |                 |                            |

### **Section 6 - Test, Logging, Coring**

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

Drill Stem Tests will be based on geological sample shows.

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

MUD LOG/GEOLOGICAL LITHOLOGY LOG, GAMMA RAY LOG, CEMENT BOND LOG,

Coring operation description for the well:

None planned

### **Section 7 - Pressure**

Anticipated Bottom Hole Pressure: 5118 Anticipated Surface Pressure: 2814

Anticipated Bottom Hole Temperature(F): 164

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

Describe:

Contingency Plans geoharzards description:

Contingency Plans geohazards

Hydrogen Sulfide drilling operations plan required? YES

Hydrogen sulfide drilling operations

BTA\_Oil\_Producers\_LLC\_\_\_EMERGENCY\_CALL\_LIST\_20190723161502.pdf

H2S\_Equipment\_Schematic\_20190723161502.pdf

H2S\_Plan\_20190723161502.pdf

Well Name: LOST MINE 22302 26-23 FED COM Well Number: 5H

### **Section 8 - Other Information**

### Proposed horizontal/directional/multi-lateral plan submission:

```
NGMP___Lost_Mine_5H_20240226142451.pdf

Lost_Mine__5H___Updated_TVD_10_470__20240304153143_20240318215945.pdf

Lost_Mine__5H___Wall_Plot_20240304153143_20240318215945.pdf
```

### Other proposed operations facets description:

A variance is requested for a Multi Bowl Wellhead. See the attached schematic. \*All strings will be kept 1/3 full while running.

### Other proposed operations facets attachment:

### Other Variance attachment:

BOP\_Break\_Testing\_Variance\_20200917143242.pdf
BTA\_Tubing\_Requirement\_Exception\_Request\_20230912152227.pdf
Multi\_Bowl\_Diagram\_13\_38\_x\_9\_58\_x\_5\_12\_20200917143315.pdf

# **BTA Oil Producers, LLC**

Lea County, NM (NAD 83) Lost Mine 22302 26-23 Fed Com Lost Mines 22302 26-23 Fed Com #5H

Wellbore #1

Plan: Design #1

# **Standard Planning Report - Geographic**

27 February, 2024

### Planning Report - Geographic

 Database:
 EDM5000\_OLD

 Company:
 BTA Oil Producers, LLC

 Project:
 Lea County, NM (NAD 83)

 Site:
 Lost Mine 22302 26-23 Fed Com

 Well:
 Lost Mines 22302 26-23 Fed Com #5H

Wellbore: Wellbore #1
Design: Design #1

Local Co-ordinate Reference:

TVD Reference:
MD Reference:
North Reference:

Survey Calculation Method:

Well Lost Mines 22302 26-23 Fed Com #5H

GL @ 3683.0usft GL @ 3683.0usft

Grid

Minimum Curvature

Project Lea County, NM (NAD 83), Lea County, NM

Map System:US State Plane 1983Geo Datum:North American Datum 1983

Map Zone: North American Datum 198.

New Mexico Eastern Zone

System Datum: Ground Level

Using geodetic scale factor

Site Lost Mine 22302 26-23 Fed Com

 Site Position:
 Northing:
 818,427.34 usft
 Latitude:
 33° 14′ 59.275 N

 From:
 Map
 Easting:
 560,707.87 usft
 Longitude:
 104° 16′ 11.897 W

Position Uncertainty: 0.0 usft Slot Radius: 13-3/16

Well Lost Mines 22302 26-23 Fed Com #5H

 Well Position
 +N/-S
 0.0 usft
 Northing:
 818,427.34 usft
 Latitude:
 33° 14' 59.275 N

 +E/-W
 0.0 usft
 Easting:
 560,707.87 usft
 Longitude:
 104° 16' 11.897 W

 Position Uncertainty
 0.0 usft
 Wellhead Elevation:
 usft
 Ground Level:
 3,683.0 usft

Grid Convergence:  $0.03~^{\circ}$ 

Wellbore #1 Wellbore Declination Field Strength Magnetics **Model Name** Sample Date **Dip Angle** (°) (°) (nT) 49.329.03633468 IGRF200510 12/31/2009 8.15 61.06

Design Design #1 Audit Notes: Version: Phase: **PROTOTYPE** Tie On Depth: 0.0 Vertical Section: Depth From (TVD) +N/-S +E/-W Direction (usft) (usft) (usft) (°) 0.0 0.0 0.0 357.40

Plan Survey Tool Program Date 2/27/2024

Depth From Depth To

(usft) (usft) Survey (Wellbore) Tool Name Remarks

1 0.0 20,657.9 Design #1 (Wellbore #1)

### Planning Report - Geographic

Database: EDM5000\_OLD

 Company:
 BTA Oil Producers, LLC

 Project:
 Lea County, NM (NAD 83)

 Site:
 Lost Mine 22302 26-23 Fed Com

 Well:
 Lost Mines 22302 26-23 Fed Com #5H

Wellbore: Wellbore #1
Design: Design #1

Local Co-ordinate Reference:

TVD Reference: MD Reference: North Reference:

Survey Calculation Method:

Well Lost Mines 22302 26-23 Fed Com #5H

GL @ 3683.0usft GL @ 3683.0usft

Grid

| Plan Sections               |                    |                |                             |                 |                 |                               |                              |                             |            |                   |
|-----------------------------|--------------------|----------------|-----------------------------|-----------------|-----------------|-------------------------------|------------------------------|-----------------------------|------------|-------------------|
| Measured<br>Depth<br>(usft) | Inclination<br>(°) | Azimuth<br>(°) | Vertical<br>Depth<br>(usft) | +N/-S<br>(usft) | +E/-W<br>(usft) | Dogleg<br>Rate<br>(°/100usft) | Build<br>Rate<br>(°/100usft) | Turn<br>Rate<br>(°/100usft) | TFO<br>(°) | Target            |
| 0.0                         | 0.00               | 0.00           | 0.0                         | 0.0             | 0.0             | 0.00                          | 0.00                         | 0.00                        | 0.00       |                   |
| 2,000.0                     | 0.00               | 0.00           | 2,000.0                     | 0.0             | 0.0             | 0.00                          | 0.00                         | 0.00                        | 0.00       |                   |
| 2,300.0                     | 6.00               | 229.61         | 2,299.5                     | -10.2           | -12.0           | 2.00                          | 2.00                         | 0.00                        | 229.61     |                   |
| 7,564.5                     | 6.00               | 229.61         | 7,535.1                     | -366.7          | -431.1          | 0.00                          | 0.00                         | 0.00                        | 0.00       |                   |
| 7,864.5                     | 0.00               | 0.00           | 7,834.6                     | -376.9          | -443.1          | 2.00                          | -2.00                        | 0.00                        | 180.00     |                   |
| 9,029.9                     | 0.00               | 0.00           | 9,000.0                     | -376.9          | -443.1          | 0.00                          | 0.00                         | 0.00                        | 0.00       | Lost Mines 5H KOP |
| 9,927.0                     | 0.00               | 0.00           | 9,897.0                     | -376.9          | -443.1          | 0.00                          | 0.00                         | 0.00                        | 0.00       |                   |
| 10,827.0                    | 90.00              | 359.93         | 10,470.0                    | 196.1           | -443.7          | 10.00                         | 10.00                        | 0.00                        | 359.93     |                   |
| 20,657.9                    | 90.00              | 359.93         | 10,470.0                    | 10,027.0        | -455.0          | 0.00                          | 0.00                         | 0.00                        | 0.00       | Lost Mines 5H BHL |

### Planning Report - Geographic

 Database:
 EDM5000\_OLD

 Company:
 BTA Oil Producers, LLC

 Project:
 Lea County, NM (NAD 83)

 Site:
 Lost Mine 22302 26-23 Fed Com

 Well:
 Lost Mines 22302 26-23 Fed Com #5H

Wellbore: Wellbore #1
Design: Design #1

Local Co-ordinate Reference:

TVD Reference:
MD Reference:
North Reference:

Survey Calculation Method:

Well Lost Mines 22302 26-23 Fed Com #5H

GL @ 3683.0usft GL @ 3683.0usft

Grid

| Planned Survey              | 1               |                  |                             |                  |                  |                           |                          |                                      |  |
|-----------------------------|-----------------|------------------|-----------------------------|------------------|------------------|---------------------------|--------------------------|--------------------------------------|--|
| Measure                     |                 |                  | Ventia - I                  |                  |                  | Man                       | Mars                     |                                      |  |
| Measured<br>Depth<br>(usft) | Inclination (°) | Azimuth<br>(°)   | Vertical<br>Depth<br>(usft) | +N/-S<br>(usft)  | +E/-W<br>(usft)  | Map<br>Northing<br>(usft) | Map<br>Easting<br>(usft) | Latitude                             | Longitude                              |
|                             |                 |                  |                             |                  |                  |                           |                          |                                      |  |
| 0.0                         |                 | 0.00             | 0.0                         | 0.0              | 0.0              | 818,427.34                | 560,707.87               | 33° 14' 59.275 N                     | 104° 16' 11.897 W                      |
| 100.0<br>200.0              |                 | 0.00<br>0.00     | 100.0<br>200.0              | 0.0<br>0.0       | 0.0              | 818,427.34                | 560,707.87               | 33° 14' 59.275 N                     | 104° 16' 11.897 W                      |
| 300.0                       |                 | 0.00             | 300.0                       | 0.0              | 0.0<br>0.0       | 818,427.34<br>818,427.34  | 560,707.87<br>560,707.87 | 33° 14' 59.275 N<br>33° 14' 59.275 N | 104° 16' 11.897 W<br>104° 16' 11.897 W |
| 400.0                       |                 | 0.00             | 400.0                       | 0.0              | 0.0              | 818,427.34                | 560,707.87               | 33° 14' 59.275 N                     | 104° 16' 11.897 W                      |
| 500.0                       |                 | 0.00             | 500.0                       | 0.0              | 0.0              | 818,427.34                | 560,707.87               | 33° 14′ 59.275 N                     | 104° 16' 11.897 W                      |
| 600.0                       |                 | 0.00             | 600.0                       | 0.0              | 0.0              | 818,427.34                | 560,707.87               | 33° 14' 59.275 N                     | 104° 16' 11.897 W                      |
| 700.0                       |                 | 0.00             | 700.0                       | 0.0              | 0.0              | 818,427.34                | 560,707.87               | 33° 14' 59.275 N                     | 104° 16' 11.897 W                      |
| 800.0                       |                 | 0.00             | 800.0                       | 0.0              | 0.0              | 818,427.34                | 560,707.87               | 33° 14' 59.275 N                     | 104° 16' 11.897 W                      |
| 900.0                       |                 | 0.00             | 900.0                       | 0.0              | 0.0              | 818,427.34                | 560,707.87               | 33° 14' 59.275 N                     | 104° 16' 11.897 W                      |
| 1,000.0                     |                 | 0.00             | 1,000.0                     | 0.0              | 0.0              | 818,427.34                | 560,707.87               | 33° 14' 59.275 N                     | 104° 16' 11.897 W                      |
| 1,100.0                     |                 | 0.00             | 1,100.0                     | 0.0              | 0.0              | 818,427.34                | 560,707.87               | 33° 14' 59.275 N                     | 104° 16' 11.897 W                      |
| 1,200.0                     | 0.00            | 0.00             | 1,200.0                     | 0.0              | 0.0              | 818,427.34                | 560,707.87               | 33° 14' 59.275 N                     | 104° 16' 11.897 W                      |
| 1,300.0                     | 0.00            | 0.00             | 1,300.0                     | 0.0              | 0.0              | 818,427.34                | 560,707.87               | 33° 14' 59.275 N                     | 104° 16' 11.897 W                      |
| 1,400.0                     | 0.00            | 0.00             | 1,400.0                     | 0.0              | 0.0              | 818,427.34                | 560,707.87               | 33° 14' 59.275 N                     | 104° 16' 11.897 W                      |
| 1,500.0                     | 0.00            | 0.00             | 1,500.0                     | 0.0              | 0.0              | 818,427.34                | 560,707.87               | 33° 14' 59.275 N                     | 104° 16' 11.897 W                      |
| 1,600.0                     | 0.00            | 0.00             | 1,600.0                     | 0.0              | 0.0              | 818,427.34                | 560,707.87               | 33° 14' 59.275 N                     | 104° 16' 11.897 W                      |
| 1,700.0                     | 0.00            | 0.00             | 1,700.0                     | 0.0              | 0.0              | 818,427.34                | 560,707.87               | 33° 14' 59.275 N                     | 104° 16' 11.897 W                      |
| 1,800.0                     | 0.00            | 0.00             | 1,800.0                     | 0.0              | 0.0              | 818,427.34                | 560,707.87               | 33° 14' 59.275 N                     | 104° 16' 11.897 W                      |
| 1,900.0                     | 0.00            | 0.00             | 1,900.0                     | 0.0              | 0.0              | 818,427.34                | 560,707.87               | 33° 14' 59.275 N                     | 104° 16' 11.897 W                      |
| 2,000.0                     | 0.00            | 0.00             | 2,000.0                     | 0.0              | 0.0              | 818,427.34                | 560,707.87               | 33° 14' 59.275 N                     | 104° 16' 11.897 W                      |
| Start Bu                    | ild 2.00        |                  |                             |                  |                  |                           |                          |                                      |  |
| 2,100.0                     | 2.00            | 229.61           | 2,100.0                     | -1.1             | -1.3             | 818,426.21                | 560,706.54               | 33° 14' 59.263 N                     | 104° 16' 11.913 W                      |
| 2,200.0                     | 4.00            | 229.61           | 2,199.8                     | -4.5             | -5.3             | 818,422.82                | 560,702.56               | 33° 14' 59.230 N                     | 104° 16' 11.960 W                      |
| 2,300.0                     | 6.00            | 229.61           | 2,299.5                     | -10.2            | -12.0            | 818,417.17                | 560,695.92               | 33° 14' 59.174 N                     | 104° 16' 12.038 W                      |
| Start 520                   | 64.5 hold at 23 | 00.0 MD          |                             |                  |                  |                           |                          |                                      |  |
| 2,400.0                     | 6.00            | 229.61           | 2,398.9                     | -16.9            | -19.9            | 818,410.40                | 560,687.96               | 33° 14' 59.107 N                     | 104° 16' 12.132 W                      |
| 2,500.0                     | 6.00            | 229.61           | 2,498.4                     | -23.7            | -27.9            | 818,403.63                | 560,680.00               | 33° 14' 59.040 N                     | 104° 16' 12.225 W                      |
| 2,600.0                     | 6.00            | 229.61           | 2,597.8                     | -30.5            | -35.8            | 818,396.85                | 560,672.04               | 33° 14' 58.973 N                     | 104° 16' 12.319 W                      |
| 2,700.0                     | 6.00            | 229.61           | 2,697.3                     | -37.3            | -43.8            | 818,390.08                | 560,664.08               | 33° 14′ 58.906 N                     | 104° 16' 12.413 W                      |
| 2,800.0                     | 6.00            | 229.61           | 2,796.7                     | -44.0            | -51.8            | 818,383.31                | 560,656.11               | 33° 14′ 58.839 N                     | 104° 16' 12.507 W                      |
| 2,900.0                     | 6.00            | 229.61           | 2,896.2                     | -50.8            | -59.7            | 818,376.54                | 560,648.15               | 33° 14' 58.772 N                     | 104° 16' 12.601 W                      |
| 3,000.0                     |                 | 229.61           | 2,995.6                     | -57.6            | -67.7            | 818,369.77                | 560,640.19               | 33° 14' 58.705 N                     | 104° 16' 12.694 W                      |
| 3,100.0                     |                 | 229.61           | 3,095.1                     | -64.4            | -75.6            | 818,362.99                | 560,632.23               | 33° 14' 58.638 N                     | 104° 16' 12.788 W                      |
| 3,200.0                     |                 | 229.61           | 3,194.5                     | -71.1            | -83.6            | 818,356.22                | 560,624.27               | 33° 14' 58.571 N                     | 104° 16' 12.882 W                      |
| 3,300.0                     |                 | 229.61           | 3,294.0                     | -77.9            | -91.6            | 818,349.45                | 560,616.31               | 33° 14' 58.504 N                     | 104° 16' 12.976 W                      |
| 3,400.0                     |                 | 229.61           | 3,393.4                     | -84.7            | -99.5            | 818,342.68                | 560,608.35               | 33° 14' 58.437 N                     | 104° 16' 13.070 W                      |
| 3,500.0                     | 6.00            | 229.61           | 3,492.9                     | -91.4            | -107.5           | 818,335.90                | 560,600.39               | 33° 14' 58.371 N                     | 104° 16' 13.163 W                      |
| 3,600.0                     | 6.00            | 229.61           | 3,592.3                     | -98.2            | -115.5           | 818,329.13                | 560,592.43               | 33° 14' 58.304 N                     | 104° 16' 13.257 W                      |
| 3,700.0                     |                 | 229.61           | 3,691.8                     | -105.0           | -123.4           | 818,322.36                | 560,584.46               | 33° 14' 58.237 N                     | 104° 16' 13.351 W                      |
| 3,800.0                     |                 | 229.61           | 3,791.2                     | -111.8           | -131.4           | 818,315.59                | 560,576.50               | 33° 14' 58.170 N                     | 104° 16' 13.445 W                      |
| 3,900.0                     |                 | 229.61           | 3,890.7                     | -118.5           | -139.3           | 818,308.82                | 560,568.54               | 33° 14' 58.103 N                     | 104° 16' 13.539 W                      |
| 4,000.0                     |                 | 229.61           | 3,990.1                     | -125.3           | -147.3           | 818,302.04                | 560,560.58               | 33° 14' 58.036 N                     | 104° 16' 13.632 W                      |
| 4,100.0                     |                 | 229.61           | 4,089.6                     | -132.1           | -155.3           | 818,295.27                | 560,552.62               | 33° 14' 57.969 N                     | 104° 16' 13.726 W                      |
| 4,200.0                     |                 | 229.61           | 4,189.0                     | -138.9           | -163.2           | 818,288.50                | 560,544.66               | 33° 14' 57.902 N                     | 104° 16' 13.820 W                      |
| 4,300.0                     |                 | 229.61           | 4,288.5                     | -145.6           | -171.2           | 818,281.73                | 560,536.70               | 33° 14' 57.835 N                     | 104° 16' 13.914 W                      |
| 4,400.0                     |                 | 229.61           | 4,387.9                     | -152.4<br>150.2  | -179.2           | 818,274.95                | 560,528.74               | 33° 14' 57.768 N                     | 104° 16' 14.007 W                      |
| 4,500.0                     |                 | 229.61           | 4,487.4                     | -159.2           | -187.1           | 818,268.18                | 560,520.78               | 33° 14' 57.701 N                     | 104° 16' 14.101 W                      |
| 4,600.0                     |                 | 229.61           | 4,586.9                     | -165.9           | -195.1           | 818,261.41                | 560,512.81               | 33° 14' 57.634 N                     | 104° 16' 14.195 W                      |
| 4,700.0                     |                 | 229.61           | 4,686.3                     | -172.7<br>170.5  | -203.0<br>211.0  | 818,254.64                | 560,504.85               | 33° 14' 57.567 N                     | 104° 16' 14.289 W                      |
| 4,800.0<br>4,900.0          |                 | 229.61<br>229.61 | 4,785.8<br>4,885.2          | -179.5<br>-186.3 | -211.0<br>-219.0 | 818,247.87<br>818,241.09  | 560,496.89               | 33° 14' 57.500 N                     | 104° 16' 14.383 W                      |
| 5,000.0                     |                 | 229.61           |                             | -186.3<br>-193.0 | -219.0<br>-226.9 |                           | 560,488.93<br>560,480.97 | 33° 14' 57.433 N<br>33° 14' 57.366 N | 104° 16' 14.476 W<br>104° 16' 14.570 W |
| 5,000.0                     | 6.00            | 229.61           | 4,984.7<br>5,084.1          | -193.0<br>-199.8 | -226.9<br>-234.9 | 818,234.32<br>818,227.55  | 560,473.01               | 33° 14' 57.299 N                     | 104° 16′ 14.664 W                      |
| 3,100.0                     | 0.00            | 223.01           | 5,004.1                     | -133.0           | -204.3           | 010,221.00                | 300,473.01               | 00 IT 01.233 IN                      | 107 10 14.004 11                       |

### Planning Report - Geographic

 Database:
 EDM5000\_OLD

 Company:
 BTA Oil Producers, LLC

 Project:
 Lea County, NM (NAD 83)

 Site:
 Lost Mine 22302 26-23 Fed Com

 Well:
 Lost Mines 22302 26-23 Fed Com #5H

Wellbore: Wellbore #1
Design: Design #1

Local Co-ordinate Reference:

TVD Reference:
MD Reference:
North Reference:

Survey Calculation Method:

Well Lost Mines 22302 26-23 Fed Com #5H

GL @ 3683.0usft GL @ 3683.0usft

Grid

| Planned Survey     |                 |                  |                    |                  |                  |                          |                          |                                      |  |
|--------------------|-----------------|------------------|--------------------|------------------|------------------|--------------------------|--------------------------|--------------------------------------|--|
| Measured           |                 |                  | Vertical           |                  |                  | Мар                      | Мар                      |                                      |  |
| Depth<br>(usft)    | Inclination     | Azimuth          | Depth<br>(usft)    | +N/-S            | +E/-W            | Northing<br>(usft)       | Easting<br>(usft)        | 1.49                                 | 1 % . 1                                |
| , ,                | (°)             | (°)              |                    | (usft)           | (usft)           |                          |                          | Latitude                             | Longitude                              |
| 5,200.0            | 6.00            | 229.61           | 5,183.6            | -206.6           | -242.8           | 818,220.78               | 560,465.05               | 33° 14' 57.232 N                     | 104° 16' 14.758 W                      |
| 5,300.0            | 6.00            | 229.61           | 5,283.0            | -213.4           | -250.8           | 818,214.00               | 560,457.09               | 33° 14' 57.165 N                     | 104° 16' 14.852 W                      |
| 5,400.0            | 6.00            | 229.61           | 5,382.5            | -220.1           | -258.8           | 818,207.23               | 560,449.13               | 33° 14' 57.098 N                     | 104° 16' 14.945 W                      |
| 5,500.0            | 6.00            | 229.61           | 5,481.9            | -226.9           | -266.7           | 818,200.46               | 560,441.16               | 33° 14' 57.031 N                     | 104° 16' 15.039 W                      |
| 5,600.0<br>5,700.0 | 6.00            | 229.61           | 5,581.4            | -233.7           | -274.7<br>-282.7 | 818,193.69               | 560,433.20               | 33° 14' 56.964 N                     | 104° 16' 15.133 W                      |
|                    | 6.00            | 229.61<br>229.61 | 5,680.8            | -240.4           | -282.7<br>-290.6 | 818,186.92               | 560,425.24<br>560,417.28 | 33° 14' 56.897 N                     | 104° 16' 15.227 W<br>104° 16' 15.321 W |
| 5,800.0<br>5,900.0 | 6.00<br>6.00    | 229.61           | 5,780.3<br>5,879.7 | -247.2<br>-254.0 | -290.6<br>-298.6 | 818,180.14<br>818,173.37 | 560,409.32               | 33° 14' 56.830 N<br>33° 14' 56.763 N | 104° 16' 15.414 W                      |
| 6,000.0            | 6.00            | 229.61           | 5,979.2            | -260.8           | -306.5           | 818,166.60               | 560,401.36               | 33° 14' 56.697 N                     | 104° 16' 15.508 W                      |
| 6,100.0            | 6.00            | 229.61           | 6,078.6            | -267.5           | -314.5           | 818,159.83               | 560,393.40               | 33° 14′ 56.630 N                     | 104° 16' 15.602 W                      |
| 6,200.0            | 6.00            | 229.61           | 6,178.1            | -274.3           | -322.5           | 818,153.05               | 560,385.44               | 33° 14' 56.563 N                     | 104° 16' 15.696 W                      |
| 6,300.0            | 6.00            | 229.61           | 6,277.5            | -281.1           | -330.4           | 818,146.28               | 560,377.48               | 33° 14' 56.496 N                     | 104° 16' 15.790 W                      |
| 6,400.0            | 6.00            | 229.61           | 6,377.0            | -287.9           | -338.4           | 818,139.51               | 560,369.51               | 33° 14' 56.429 N                     | 104° 16' 15.883 W                      |
| 6,500.0            | 6.00            | 229.61           | 6,476.4            | -294.6           | -346.4           | 818,132.74               | 560,361.55               | 33° 14' 56.362 N                     | 104° 16' 15.977 W                      |
| 6,600.0            | 6.00            | 229.61           | 6,575.9            | -301.4           | -354.3           | 818,125.97               | 560,353.59               | 33° 14' 56.295 N                     | 104° 16' 16.071 W                      |
| 6,700.0            | 6.00            | 229.61           | 6,675.3            | -308.2           | -362.3           | 818,119.19               | 560,345.63               | 33° 14' 56.228 N                     | 104° 16' 16.165 W                      |
| 6,800.0            | 6.00            | 229.61           | 6,774.8            | -314.9           | -370.2           | 818,112.42               | 560,337.67               | 33° 14' 56.161 N                     | 104° 16' 16.259 W                      |
| 6,900.0            | 6.00            | 229.61           | 6,874.3            | -321.7           | -378.2           | 818,105.65               | 560,329.71               | 33° 14' 56.094 N                     | 104° 16' 16.352 W                      |
| 7,000.0            | 6.00            | 229.61           | 6,973.7            | -328.5           | -386.2           | 818,098.88               | 560,321.75               | 33° 14' 56.027 N                     | 104° 16' 16.446 W                      |
| 7,100.0            | 6.00            | 229.61           | 7,073.2            | -335.3           | -394.1           | 818,092.10               | 560,313.79               | 33° 14' 55.960 N                     | 104° 16' 16.540 W                      |
| 7,200.0            | 6.00            | 229.61           | 7,172.6            | -342.0           | -402.1           | 818,085.33               | 560,305.83               | 33° 14' 55.893 N                     | 104° 16' 16.634 W                      |
| 7,300.0            | 6.00            | 229.61           | 7,272.1            | -348.8           | -410.0           | 818,078.56               | 560,297.86               | 33° 14' 55.826 N                     | 104° 16' 16.728 W                      |
| 7,400.0            | 6.00            | 229.61           | 7,371.5            | -355.6           | -418.0           | 818,071.79               | 560,289.90               | 33° 14' 55.759 N                     | 104° 16' 16.821 W                      |
| 7,500.0            | 6.00            | 229.61           | 7,471.0            | -362.4           | -426.0           | 818,065.02               | 560,281.94               | 33° 14' 55.692 N                     | 104° 16' 16.915 W                      |
| 7,564.5            | 6.00            | 229.61           | 7,535.1            | -366.7           | -431.1           | 818,060.65               | 560,276.81               | 33° 14′ 55.649 N                     | 104° 16' 16.976 W                      |
| Start Dro          | op -2.00        |                  |                    |                  |                  |                          |                          |                                      |  |
| 7,600.0            | 5.29            | 229.61           | 7,570.4            | -369.0           | -433.8           | 818,058.38               | 560,274.15               | 33° 14′ 55.627 N                     | 104° 16' 17.007 W                      |
| 7,700.0            | 3.29            | 229.61           | 7,670.2            | -373.8           | -439.5           | 818,053.54               | 560,268.45               | 33° 14' 55.579 N                     | 104° 16' 17.074 W                      |
| 7,800.0            | 1.29            | 229.61           | 7,770.1            | -376.4           | -442.5           | 818,050.95               | 560,265.41               | 33° 14' 55.553 N                     | 104° 16' 17.110 W                      |
| 7,864.5            | 0.00            | 0.00             | 7,834.6            | -376.9           | -443.1           | 818,050.48               | 560,264.85               | 33° 14' 55.548 N                     | 104° 16' 17.117 W                      |
| Start 116          | 55.4 hold at 78 | 364.5 MD         |                    |                  |                  |                          |                          |                                      |  |
| 7,900.0            | 0.00            | 0.00             | 7,870.1            | -376.9           | -443.1           | 818,050.48               | 560,264.85               | 33° 14' 55.548 N                     | 104° 16' 17.117 W                      |
| 8,000.0            | 0.00            | 0.00             | 7,970.1            | -376.9           | -443.1           | 818,050.48               | 560,264.85               | 33° 14' 55.548 N                     | 104° 16' 17.117 W                      |
| 8,100.0            | 0.00            | 0.00             | 8,070.1            | -376.9           | -443.1           | 818,050.48               | 560,264.85               | 33° 14' 55.548 N                     | 104° 16' 17.117 W                      |
| 8,200.0            | 0.00            | 0.00             | 8,170.1            | -376.9           | -443.1           | 818,050.48               | 560,264.85               | 33° 14' 55.548 N                     | 104° 16' 17.117 W                      |
| 8,300.0            | 0.00            | 0.00             | 8,270.1            | -376.9           | -443.1           | 818,050.48               | 560,264.85               | 33° 14' 55.548 N                     | 104° 16' 17.117 W                      |
| 8,400.0            | 0.00            | 0.00             | 8,370.1            | -376.9           | -443.1           | 818,050.48               | 560,264.85               | 33° 14' 55.548 N                     | 104° 16' 17.117 W                      |
| 8,500.0            | 0.00            | 0.00             | 8,470.1            | -376.9           | -443.1           | 818,050.48               | 560,264.85               | 33° 14' 55.548 N                     | 104° 16' 17.117 W                      |
| 8,600.0            | 0.00            | 0.00             | 8,570.1            | -376.9           | -443.1           | 818,050.48               | 560,264.85               | 33° 14' 55.548 N                     | 104° 16' 17.117 W                      |
| 8,700.0            | 0.00            | 0.00             | 8,670.1            | -376.9           | -443.1           | 818,050.48               | 560,264.85               | 33° 14' 55.548 N                     | 104° 16' 17.117 W                      |
| 8,800.0            | 0.00            | 0.00             | 8,770.1            | -376.9           | -443.1           | 818,050.48               | 560,264.85               | 33° 14' 55.548 N                     | 104° 16' 17.117 W                      |
| 8,900.0            | 0.00            | 0.00             | 8,870.1            | -376.9           | -443.1           | 818,050.48               | 560,264.85               | 33° 14' 55.548 N                     | 104° 16' 17.117 W                      |
| 9,000.0            | 0.00            | 0.00             | 8,970.1            | -376.9           | -443.1           | 818,050.48               | 560,264.85               | 33° 14' 55.548 N                     | 104° 16' 17.117 W                      |
| 9,029.9            | 0.00            | 0.00             | 9,000.0            | -376.9           | -443.1           | 818,050.48               | 560,264.85               | 33° 14' 55.548 N                     | 104° 16' 17.117 W                      |
|                    | 0.0 hold at 902 |                  | 0.070.4            | 270.0            | 440.4            | 040.050.40               | 500 004 05               | 22° 441 55 540 N                     | 4049 40147 447 144                     |
| 9,100.0            | 0.00            | 0.00             | 9,070.1            | -376.9           | -443.1           | 818,050.48               | 560,264.85               | 33° 14' 55.548 N                     | 104° 16' 17.117 W                      |
| 9,200.0<br>9,300.0 | 0.00            | 0.00             | 9,170.1            | -376.9           | -443.1           | 818,050.48<br>818,050.48 | 560,264.85<br>560,264.85 | 33° 14' 55.548 N                     | 104° 16' 17.117 W                      |
| 9,400.0            | 0.00            | 0.00             | 9,270.1            | -376.9           | -443.1           | ,                        | *                        | 33° 14' 55.548 N<br>33° 14' 55.548 N | 104° 16' 17.117 W<br>104° 16' 17.117 W |
| 9,500.0            | 0.00            | 0.00             | 9,370.1<br>9,470.1 | -376.9<br>-376.9 | -443.1<br>-443.1 | 818,050.48<br>818,050.48 | 560,264.85<br>560,264.85 | 33° 14' 55.548 N                     | 104° 16' 17.117 W                      |
| 9,600.0            | 0.00            | 0.00             | 9,470.1            | -376.9           | -443.1<br>-443.1 | 818,050.48               | 560,264.85               | 33° 14' 55.548 N                     | 104° 16' 17.117 W                      |
| 9,700.0            | 0.00            | 0.00             | 9,670.1            | -376.9           | -443.1           | 818,050.48               | 560,264.85               | 33° 14' 55.548 N                     | 104° 16' 17.117 W                      |
| 9,800.0            | 0.00            | 0.00             | 9,770.1            | -376.9           | -443.1           | 818,050.48               | 560,264.85               | 33° 14' 55.548 N                     | 104° 16' 17.117 W                      |
| 0,000.0            | 0.00            | 0.00             | 0,110.1            | 3, 0.0           | . 10. 1          | 0.0,000.10               | 555,251.00               | 30 30.01014                          |  |

### Planning Report - Geographic

 Database:
 EDM5000\_OLD

 Company:
 BTA Oil Producers, LLC

 Project:
 Lea County, NM (NAD 83)

 Site:
 Lost Mine 22302 26-23 Fed Com

 Well:
 Lost Mines 22302 26-23 Fed Com #5H

Wellbore: Wellbore #1
Design: Design #1

Local Co-ordinate Reference: TVD Reference: MD Reference:

**Survey Calculation Method:** 

North Reference:

Well Lost Mines 22302 26-23 Fed Com #5H

GL @ 3683.0usft GL @ 3683.0usft

Grid

| Planned Survey       | ,               |                  |                      |                    |                  |                          |                          |                                      |  |
|----------------------|-----------------|------------------|----------------------|--------------------|------------------|--------------------------|--------------------------|--------------------------------------|--|
| _                    |                 |                  |                      |                    |                  |                          |                          |                                      |  |
| Measured<br>Depth    | Inclination     | Azimuth          | Vertical<br>Depth    | +N/-S              | +E/-W            | Map<br>Northing          | Map<br>Easting           |                                      |  |
| (usft)               | (°)             | (°)              | (usft)               | (usft)             | (usft)           | (usft)                   | (usft)                   | Latitude                             | Longitude                              |
| 9,890.0              | 0.00            | 0.00             | 9,860.0              | -376.9             | -443.1           | 818,050.48               | 560,264.85               | 33° 14' 55.548 N                     | 104° 16' 17.117 W                      |
| Start Bu             | ild 10.00       |                  |                      |                    |                  |                          |                          |                                      |  |
| 9,900.0              | 0.00            | 0.00             | 9,870.1              | -376.9             | -443.1           | 818,050.48               | 560,264.85               | 33° 14' 55.548 N                     | 104° 16' 17.117 W                      |
| 9,927.0              | 0.00            | 0.00             | 9,897.0              | -376.9             | -443.1           | 818,050.48               | 560,264.85               | 33° 14' 55.548 N                     | 104° 16' 17.117 W                      |
| 10,000.0             | 7.30            | 359.93           | 9,969.9              | -372.2             | -443.1           | 818,055.12               | 560,264.85               | 33° 14' 55.594 N                     | 104° 16' 17.117 W                      |
| 10,100.0             | 17.30           | 359.93           | 10,067.4             | -351.0             | -443.1           | 818,076.40               | 560,264.82               | 33° 14' 55.805 N                     | 104° 16' 17.117 W                      |
| 10,200.0<br>10,300.0 | 27.30<br>37.30  | 359.93<br>359.93 | 10,159.8<br>10,244.3 | -313.1<br>-259.7   | -443.1<br>-443.2 | 818,114.30<br>818,167.67 | 560,264.78<br>560,264.72 | 33° 14' 56.180 N<br>33° 14' 56.708 N | 104° 16' 17.117 W<br>104° 16' 17.117 W |
| 10,400.0             | 47.30           | 359.93           | 10,244.3             | -239.7<br>-192.5   | -443.2<br>-443.3 | 818,234.88               | 560,264.64               | 33° 14′ 57.373 N                     | 104° 16' 17.118 W                      |
| 10,500.0             | 57.30           | 359.93           | 10,379.2             | -113.5             | -443.4           | 818,313.90               | 560,264.55               | 33° 14' 58.155 N                     | 104° 16' 17.118 W                      |
| 10,600.0             | 67.30           | 359.93           | 10,425.6             | -25.0              | -443.5           | 818,402.32               | 560,264.45               | 33° 14' 59.030 N                     | 104° 16' 17.119 W                      |
| 10,700.0             | 77.30           | 359.93           | 10,456.0             | 70.1               | -443.6           | 818,497.45               | 560,264.34               | 33° 14' 59.971 N                     | 104° 16' 17.119 W                      |
| 10,790.0             | 86.30           | 359.93           | 10,468.8             | 159.1              | -443.7           | 818,586.41               | 560,264.24               | 33° 15' 0.851 N                      | 104° 16' 17.120 W                      |
|                      | 30.9 hold at 10 | 790.0 MD         |                      |                    |                  |                          |                          |                                      |  |
| 10,800.0             | 87.30           | 359.93           | 10,469.4             | 169.1              | -443.7           | 818,596.42               | 560,264.23               | 33° 15′ 0.950 N                      | 104° 16' 17.120 W                      |
| 10,827.0             | 90.00           | 359.93           | 10,470.0             | 196.1              | -443.7           | 818,623.38               | 560,264.20               | 33° 15' 1.217 N                      | 104° 16' 17.120 W                      |
| 10,900.0             | 90.00           | 359.93           | 10,470.0             | 269.1              | -443.8           | 818,696.40               | 560,264.11               | 33° 15′ 1.939 N                      | 104° 16' 17.121 W                      |
| 11,000.0             | 90.00           | 359.93           | 10,470.0             | 369.1              | -443.9           | 818,796.39               | 560,264.00               | 33° 15′ 2.929 N                      | 104° 16' 17.121 W                      |
| 11,100.0             | 90.00           | 359.93           | 10,470.0             | 469.1              | -444.0           | 818,896.38               | 560,263.88               | 33° 15′ 3.918 N                      | 104° 16' 17.122 W                      |
| 11,200.0             | 90.00           | 359.93           | 10,470.0             | 569.1              | -444.1           | 818,996.37               | 560,263.77               | 33° 15′ 4.907 N                      | 104° 16' 17.123 W                      |
| 11,300.0             | 90.00           | 359.93           | 10,470.0             | 669.1              | -444.3           | 819,096.36               | 560,263.65               | 33° 15' 5.897 N                      | 104° 16' 17.123 W                      |
| 11,400.0             | 90.00           | 359.93           | 10,470.0             | 769.1              | -444.4           | 819,196.35               | 560,263.54               | 33° 15′ 6.886 N                      | 104° 16' 17.124 W                      |
| 11,500.0             | 90.00           | 359.93           | 10,470.0             | 869.1              | -444.5           | 819,296.34               | 560,263.42               | 33° 15' 7.876 N                      | 104° 16' 17.125 W                      |
| 11,600.0             | 90.00           | 359.93           | 10,470.0             | 969.1              | -444.6           | 819,396.34               | 560,263.31               | 33° 15′ 8.865 N                      | 104° 16' 17.125 W                      |
| 11,700.0             | 90.00           | 359.93           | 10,470.0             | 1,069.1            | -444.7           | 819,496.33               | 560,263.19               | 33° 15' 9.854 N                      | 104° 16' 17.126 W                      |
| 11,800.0             | 90.00           | 359.93           | 10,470.0             | 1,169.1            | -444.8           | 819,596.32               | 560,263.08               | 33° 15' 10.844 N                     | 104° 16' 17.127 W                      |
| 11,900.0             | 90.00           | 359.93           | 10,470.0             | 1,269.1            | -444.9           | 819,696.31               | 560,262.96               | 33° 15' 11.833 N                     | 104° 16' 17.127 W                      |
| 12,000.0             | 90.00           | 359.93           | 10,470.0             | 1,369.1            | -445.1<br>-445.2 | 819,796.30               | 560,262.85               | 33° 15' 12.822 N                     | 104° 16' 17.128 W                      |
| 12,100.0<br>12,200.0 | 90.00<br>90.00  | 359.93<br>359.93 | 10,470.0<br>10,470.0 | 1,469.1<br>1,569.1 | -445.2<br>-445.3 | 819,896.29<br>819,996.28 | 560,262.73<br>560,262.62 | 33° 15' 13.812 N<br>33° 15' 14.801 N | 104° 16' 17.129 W<br>104° 16' 17.129 W |
| 12,300.0             | 90.00           | 359.93           | 10,470.0             | 1,669.1            | -445.3<br>-445.4 | 820,096.27               | 560,262.50               | 33° 15' 15.790 N                     | 104° 16' 17.129 W                      |
| 12,400.0             | 90.00           | 359.93           | 10,470.0             | 1,769.1            | -445.4<br>-445.5 | 820,196.26               | 560,262.39               | 33° 15' 16.780 N                     | 104° 16' 17.131 W                      |
| 12,500.0             | 90.00           | 359.93           | 10,470.0             | 1,869.1            | -445.6           | 820,296.25               | 560,262.28               | 33° 15' 17.769 N                     | 104° 16' 17.131 W                      |
| 12,600.0             | 90.00           | 359.93           | 10,470.0             | 1,969.1            | -445.8           | 820,396.24               | 560,262.16               | 33° 15' 18.758 N                     | 104° 16' 17.131 W                      |
| 12,700.0             | 90.00           | 359.93           | 10,470.0             | 2,069.1            | -445.9           | 820,496.24               | 560,262.05               | 33° 15' 19.748 N                     | 104° 16' 17.132 W                      |
| 12,800.0             | 90.00           | 359.93           | 10,470.0             | 2,169.1            | -446.0           | 820,596.23               | 560,261.93               | 33° 15' 20.737 N                     | 104° 16' 17.133 W                      |
| 12,900.0             | 90.00           | 359.93           | 10,470.0             | 2,269.1            | -446.1           | 820,696.22               | 560,261.82               | 33° 15' 21.726 N                     | 104° 16' 17.134 W                      |
| 13,000.0             | 90.00           | 359.93           | 10,470.0             | 2,369.1            | -446.2           | 820,796.21               | 560,261.70               | 33° 15' 22.716 N                     | 104° 16' 17.134 W                      |
| 13,100.0             | 90.00           | 359.93           | 10,470.0             | 2,469.1            | -446.3           | 820,896.20               | 560,261.59               | 33° 15′ 23.705 N                     | 104° 16' 17.135 W                      |
| 13,200.0             | 90.00           | 359.93           | 10,470.0             | 2,569.1            | -446.4           | 820,996.19               | 560,261.47               | 33° 15' 24.695 N                     | 104° 16' 17.136 W                      |
| 13,300.0             | 90.00           | 359.93           | 10,470.0             | 2,669.1            | -446.6           | 821,096.18               | 560,261.36               | 33° 15' 25.684 N                     | 104° 16' 17.136 W                      |
| 13,400.0             | 90.00           | 359.93           | 10,470.0             | 2,769.1            | -446.7           | 821,196.17               | 560,261.24               | 33° 15′ 26.673 N                     | 104° 16' 17.137 W                      |
| 13,500.0             | 90.00           | 359.93           | 10,470.0             | 2,869.1            | -446.8           | 821,296.16               | 560,261.13               | 33° 15′ 27.663 N                     | 104° 16' 17.138 W                      |
| 13,600.0             | 90.00           | 359.93           | 10,470.0             | 2,969.1            | -446.9           | 821,396.15               | 560,261.01               | 33° 15′ 28.652 N                     | 104° 16' 17.138 W                      |
| 13,700.0             | 90.00           | 359.93           | 10,470.0             | 3,069.1            | -447.0           | 821,496.14               | 560,260.90               | 33° 15' 29.641 N                     | 104° 16' 17.139 W                      |
| 13,800.0             | 90.00           | 359.93           | 10,470.0             | 3,169.1            | -447.1           | 821,596.14               | 560,260.78               | 33° 15′ 30.631 N                     | 104° 16' 17.140 W                      |
| 13,900.0             | 90.00           | 359.93           | 10,470.0             | 3,269.1            | -447.2           | 821,696.13               | 560,260.67               | 33° 15' 31.620 N                     | 104° 16' 17.140 W                      |
| 14,000.0             | 90.00           | 359.93           | 10,470.0             | 3,369.1            | -447.4           | 821,796.12               | 560,260.55               | 33° 15' 32.609 N                     | 104° 16' 17.141 W                      |
| 14,100.0             | 90.00           | 359.93           | 10,470.0             | 3,469.1            | -447.5           | 821,896.11               | 560,260.44               | 33° 15' 33.599 N                     | 104° 16' 17.142 W                      |
| 14,200.0             | 90.00           | 359.93           | 10,470.0             | 3,569.1            | -447.6           | 821,996.10               | 560,260.32               | 33° 15' 34.588 N                     | 104° 16' 17.142 W                      |
| 14,300.0             | 90.00           | 359.93           | 10,470.0             | 3,669.1            | -447.7           | 822,096.09               | 560,260.21               | 33° 15' 35.577 N                     | 104° 16' 17.143 W                      |
| 14,400.0             | 90.00           | 359.93           | 10,470.0             | 3,769.1            | -447.8           | 822,196.08               | 560,260.09               | 33° 15' 36.567 N                     | 104° 16' 17.144 W                      |
| 14,500.0             | 90.00           | 359.93           | 10,470.0             | 3,869.1            | -447.9<br>448.0  | 822,296.07               | 560,259.98               | 33° 15' 37.556 N                     | 104° 16' 17.144 W                      |
| 14,600.0             | 90.00           | 359.93           | 10,470.0             | 3,969.1            | -448.0           | 822,396.06               | 560,259.87               | 33° 15' 38.545 N                     | 104° 16' 17.145 W                      |

### Planning Report - Geographic

 Database:
 EDM5000\_OLD

 Company:
 BTA Oil Producers, LLC

 Project:
 Lea County, NM (NAD 83)

 Site:
 Lost Mine 22302 26-23 Fed Com

 Well:
 Lost Mines 22302 26-23 Fed Com #5H

Wellbore: Wellbore #1
Design: Design #1

Local Co-ordinate Reference:

TVD Reference:
MD Reference:
North Reference:

Survey Calculation Method:

Well Lost Mines 22302 26-23 Fed Com #5H

GL @ 3683.0usft GL @ 3683.0usft

Grid

| Planned Survey       | ,                  |                  |                      |                    |                  |                          |                          |                                      |  |
|----------------------|--------------------|------------------|----------------------|--------------------|------------------|--------------------------|--------------------------|--------------------------------------|--|
|                      |                    |                  |                      |                    |                  |                          |                          |                                      |  |
| Measured             |                    |                  | Vertical             |                    | .=               | Map                      | Map                      |                                      |  |
| Depth<br>(usft)      | Inclination<br>(°) | Azimuth<br>(°)   | Depth<br>(usft)      | +N/-S<br>(usft)    | +E/-W<br>(usft)  | Northing<br>(usft)       | Easting<br>(usft)        | Latitude                             | Longitude                              |
| 14,700.0             | 90.00              | 359.93           | 10,470.0             | 4,069.1            | -448.2           | 822,496.05               | 560,259.75               | 33° 15' 39.535 N                     | 104° 16' 17.146 W                      |
| 14,800.0             | 90.00              | 359.93           | 10,470.0             | 4,169.1            | -448.3           | 822,596.04               | 560,259.64               | 33° 15' 40.524 N                     | 104° 16' 17.146 W                      |
| 14,900.0             | 90.00              | 359.93           | 10,470.0             | 4,269.1            | -448.4           | 822,696.03               | 560,259.52               | 33° 15' 41.514 N                     | 104° 16' 17.147 W                      |
| 15,000.0             | 90.00              | 359.93           | 10,470.0             | 4,369.1            | -448.5           | 822,796.03               | 560,259.41               | 33° 15′ 42.503 N                     | 104° 16' 17.148 W                      |
| 15,100.0             | 90.00              | 359.93           | 10,470.0             | 4,469.1            | -448.6           | 822,896.02               | 560,259.29               | 33° 15′ 43.492 N                     | 104° 16' 17.148 W                      |
| 15,200.0             | 90.00              | 359.93           | 10,470.0             | 4,569.1            | -448.7           | 822,996.01               | 560,259.18               | 33° 15′ 44.482 N                     | 104° 16' 17.149 W                      |
| 15,300.0             | 90.00              | 359.93           | 10,470.0             | 4,669.1            | -448.9           | 823,096.00               | 560,259.06               | 33° 15′ 45.471 N                     | 104° 16' 17.149 W                      |
| 15,400.0             | 90.00              | 359.93           | 10,470.0             | 4,769.1            | -449.0           | 823,195.99               | 560,258.95               | 33° 15′ 46.460 N                     | 104° 16' 17.150 W                      |
| 15,500.0             | 90.00              | 359.93           | 10,470.0             | 4,869.1            | -449.1           | 823,295.98               | 560,258.83               | 33° 15′ 47.450 N                     | 104° 16' 17.151 W                      |
| 15,600.0             | 90.00              | 359.93           | 10,470.0             | 4,969.1            | -449.2           | 823,395.97               | 560,258.72               | 33° 15' 48.439 N                     | 104° 16' 17.151 W                      |
| 15,700.0             | 90.00              | 359.93           | 10,470.0             | 5,069.1            | -449.3           | 823,495.96               | 560,258.60               | 33° 15' 49.428 N                     | 104° 16' 17.152 W                      |
| 15,800.0             | 90.00              | 359.93           | 10,470.0             | 5,169.1            | -449.4           | 823,595.95               | 560,258.49               | 33° 15' 50.418 N                     | 104° 16' 17.153 W                      |
| 15,900.0             | 90.00              | 359.93           | 10,470.0             | 5,269.1            | -449.5           | 823,695.94               | 560,258.37               | 33° 15' 51.407 N                     | 104° 16' 17.153 W                      |
| 16,000.0             | 90.00              | 359.93           | 10,470.0             | 5,369.1            | -449.7           | 823,795.93               | 560,258.26               | 33° 15' 52.396 N                     | 104° 16' 17.154 W                      |
| 16,100.0             | 90.00              | 359.93           | 10,470.0             | 5,469.1            | -449.8           | 823,895.93               | 560,258.14               | 33° 15' 53.386 N                     | 104° 16' 17.155 W                      |
| 16,200.0<br>16,300.0 | 90.00<br>90.00     | 359.93<br>359.93 | 10,470.0<br>10,470.0 | 5,569.1<br>5,669.1 | -449.9<br>-450.0 | 823,995.92<br>824,095.91 | 560,258.03<br>560,257.91 | 33° 15' 54.375 N<br>33° 15' 55.364 N | 104° 16' 17.155 W<br>104° 16' 17.156 W |
| 16,400.0             | 90.00              | 359.93           | 10,470.0             | 5,769.1            | -450.0<br>-450.1 | 824,195.90               | 560,257.80               | 33° 15' 56.354 N                     | 104° 16' 17.156 W                      |
| 16,500.0             | 90.00              | 359.93           | 10,470.0             | 5,869.1            | -450.1<br>-450.2 | 824,295.89               | 560,257.69               | 33° 15' 57.343 N                     | 104° 16' 17.157 W                      |
| 16,600.0             | 90.00              | 359.93           | 10,470.0             | 5,969.1            | -450.2           | 824,395.88               | 560,257.57               | 33° 15' 58.333 N                     | 104° 16' 17.158 W                      |
| 16,700.0             | 90.00              | 359.93           | 10,470.0             | 6,069.1            | -450.5           | 824,495.87               | 560,257.46               | 33° 15' 59.322 N                     | 104° 16' 17.159 W                      |
| 16,800.0             | 90.00              | 359.93           | 10,470.0             | 6,169.1            | -450.6           | 824,595.86               | 560,257.34               | 33° 16' 0.311 N                      | 104° 16' 17.159 W                      |
| 16,900.0             | 90.00              | 359.93           | 10,470.0             | 6,269.1            | -450.7           | 824,695.85               | 560,257.23               | 33° 16' 1.301 N                      | 104° 16' 17.160 W                      |
| 17,000.0             | 90.00              | 359.93           | 10,470.0             | 6,369.1            | -450.8           | 824,795.84               | 560,257.11               | 33° 16' 2.290 N                      | 104° 16' 17.161 W                      |
| 17,100.0             | 90.00              | 359.93           | 10,470.0             | 6,469.1            | -450.9           | 824,895.83               | 560,257.00               | 33° 16' 3.279 N                      | 104° 16' 17.161 W                      |
| 17,200.0             | 90.00              | 359.93           | 10,470.0             | 6,569.1            | -451.0           | 824,995.83               | 560,256.88               | 33° 16' 4.269 N                      | 104° 16' 17.162 W                      |
| 17,300.0             | 90.00              | 359.93           | 10,470.0             | 6,669.1            | -451.1           | 825,095.82               | 560,256.77               | 33° 16' 5.258 N                      | 104° 16' 17.163 W                      |
| 17,400.0             | 90.00              | 359.93           | 10,470.0             | 6,769.1            | -451.3           | 825,195.81               | 560,256.65               | 33° 16' 6.247 N                      | 104° 16' 17.163 W                      |
| 17,500.0             | 90.00              | 359.93           | 10,470.0             | 6,869.1            | -451.4           | 825,295.80               | 560,256.54               | 33° 16' 7.237 N                      | 104° 16' 17.164 W                      |
| 17,600.0             | 90.00              | 359.93           | 10,470.0             | 6,969.1            | -451.5           | 825,395.79               | 560,256.42               | 33° 16′ 8.226 N                      | 104° 16' 17.165 W                      |
| 17,700.0             | 90.00              | 359.93           | 10,470.0             | 7,069.1            | -451.6           | 825,495.78               | 560,256.31               | 33° 16′ 9.215 N                      | 104° 16' 17.165 W                      |
| 17,800.0             | 90.00              | 359.93           | 10,470.0             | 7,169.1            | -451.7           | 825,595.77               | 560,256.19               | 33° 16' 10.205 N                     | 104° 16' 17.166 W                      |
| 17,900.0             | 90.00              | 359.93           | 10,470.0             | 7,269.1            | -451.8           | 825,695.76               | 560,256.08               | 33° 16′ 11.194 N                     | 104° 16' 17.166 W                      |
| 18,000.0             | 90.00              | 359.93           | 10,470.0             | 7,369.1            | -451.9           | 825,795.75               | 560,255.96               | 33° 16' 12.183 N                     | 104° 16' 17.167 W                      |
| 18,100.0             | 90.00              | 359.93           | 10,470.0             | 7,469.1            | -452.1           | 825,895.74               | 560,255.85               | 33° 16' 13.173 N                     | 104° 16' 17.168 W                      |
| 18,200.0             | 90.00              | 359.93           | 10,470.0             | 7,569.1            | -452.2           | 825,995.73               | 560,255.73               | 33° 16' 14.162 N                     | 104° 16' 17.168 W                      |
| 18,300.0             | 90.00              | 359.93           | 10,470.0             | 7,669.1            | -452.3           | 826,095.73               | 560,255.62               | 33° 16' 15.152 N                     | 104° 16' 17.169 W                      |
| 18,400.0             | 90.00              | 359.93           | 10,470.0             | 7,769.1            | -452.4           | 826,195.72               | 560,255.50               | 33° 16' 16.141 N                     | 104° 16' 17.170 W                      |
| 18,500.0             | 90.00              | 359.93           | 10,470.0             | 7,869.1            | -452.5           | 826,295.71               | 560,255.39               | 33° 16' 17.130 N                     | 104° 16' 17.170 W                      |
| 18,600.0             | 90.00              | 359.93           | 10,470.0             | 7,969.1            | -452.6           | 826,395.70               | 560,255.28<br>560,255.16 | 33° 16' 18.120 N                     | 104° 16' 17.171 W                      |
| 18,700.0<br>18,800.0 | 90.00<br>90.00     | 359.93<br>359.93 | 10,470.0<br>10,470.0 | 8,069.1<br>8,169.1 | -452.8<br>-452.9 | 826,495.69<br>826,595.68 | 560,255.16<br>560,255.05 | 33° 16' 19.109 N<br>33° 16' 20.098 N | 104° 16' 17.172 W<br>104° 16' 17.172 W |
| 18,900.0             | 90.00              | 359.93           | 10,470.0             | 8,269.1            | -452.9<br>-453.0 | 826,695.67               | 560,254.93               | 33° 16' 21.088 N                     | 104° 16′ 17.172 W                      |
| 19,000.0             | 90.00              | 359.93           | 10,470.0             | 8,369.1            | -453.0<br>-453.1 | 826,795.66               | 560,254.82               | 33° 16' 22.077 N                     | 104° 16' 17.173 W                      |
| 19,100.0             | 90.00              | 359.93           | 10,470.0             | 8,469.1            | -453.1           | 826,895.65               | 560,254.70               | 33° 16' 23.066 N                     | 104° 16' 17.174 W                      |
| 19,200.0             | 90.00              | 359.93           | 10,470.0             | 8,569.1            | -453.3           | 826,995.64               | 560,254.59               | 33° 16' 24.056 N                     | 104° 16' 17.175 W                      |
| 19,300.0             | 90.00              | 359.93           | 10,470.0             | 8,669.1            | -453.4           | 827,095.63               | 560,254.47               | 33° 16' 25.045 N                     | 104° 16' 17.176 W                      |
| 19,400.0             | 90.00              | 359.93           | 10,470.0             | 8,769.1            | -453.6           | 827,195.62               | 560,254.36               | 33° 16' 26.034 N                     | 104° 16' 17.176 W                      |
| 19,500.0             | 90.00              | 359.93           | 10,470.0             | 8,869.1            | -453.7           | 827,295.62               | 560,254.24               | 33° 16' 27.024 N                     | 104° 16' 17.177 W                      |
| 19,600.0             | 90.00              | 359.93           | 10,470.0             | 8,969.1            | -453.8           | 827,395.61               | 560,254.13               | 33° 16' 28.013 N                     | 104° 16' 17.178 W                      |
| 19,700.0             | 90.00              | 359.93           | 10,470.0             | 9,069.1            | -453.9           | 827,495.60               | 560,254.01               | 33° 16' 29.002 N                     | 104° 16' 17.178 W                      |
| 19,800.0             | 90.00              | 359.93           | 10,470.0             | 9,169.1            | -454.0           | 827,595.59               | 560,253.90               | 33° 16' 29.992 N                     | 104° 16' 17.179 W                      |
| 19,900.0             | 90.00              | 359.93           | 10,470.0             | 9,269.1            | -454.1           | 827,695.58               | 560,253.78               | 33° 16' 30.981 N                     | 104° 16' 17.180 W                      |
| 20,000.0             | 90.00              | 359.93           | 10,470.0             | 9,369.1            | -454.2           | 827,795.57               | 560,253.67               | 33° 16' 31.970 N                     | 104° 16' 17.180 W                      |
| 20,100.0             | 90.00              | 359.93           | 10,470.0             | 9,469.1            | -454.4           | 827,895.56               | 560,253.55               | 33° 16' 32.960 N                     | 104° 16' 17.181 W                      |

### Planning Report - Geographic

 Database:
 EDM5000\_OLD

 Company:
 BTA Oil Producers, LLC

 Project:
 Lea County, NM (NAD 83)

 Site:
 Lost Mine 22302 26-23 Fed Com

 Well:
 Lost Mines 22302 26-23 Fed Com #5H

Wellbore: Wellbore #1

Design: Design #1

Local Co-ordinate Reference:

TVD Reference:
MD Reference:
North Reference:
Survey Calculation Method:

Well Lost Mines 22302 26-23 Fed Com #5H

GL @ 3683.0usft GL @ 3683.0usft Grid

| lanned Survey               |                 |                |                             |                 |                 |                           |                          |                  |                   |
|-----------------------------|-----------------|----------------|-----------------------------|-----------------|-----------------|---------------------------|--------------------------|------------------|-------------------|
| Measured<br>Depth<br>(usft) | Inclination (°) | Azimuth<br>(°) | Vertical<br>Depth<br>(usft) | +N/-S<br>(usft) | +E/-W<br>(usft) | Map<br>Northing<br>(usft) | Map<br>Easting<br>(usft) | Latitude         | Longitude         |
| 20,200.0                    | 90.00           | 359.93         | 10,470.0                    | 9,569.1         | -454.5          | 827,995.55                | 560,253.44               | 33° 16' 33.949 N | 104° 16' 17.182 W |
| 20,300.0                    | 90.00           | 359.93         | 10,470.0                    | 9,669.1         | -454.6          | 828,095.54                | 560,253.32               | 33° 16' 34.939 N | 104° 16' 17.182 W |
| 20,400.0                    | 90.00           | 359.93         | 10,470.0                    | 9,769.1         | -454.7          | 828,195.53                | 560,253.21               | 33° 16' 35.928 N | 104° 16' 17.183 W |
| 20,500.0                    | 90.00           | 359.93         | 10,470.0                    | 9,869.1         | -454.8          | 828,295.52                | 560,253.09               | 33° 16' 36.917 N | 104° 16' 17.183 W |
| 20,600.0                    | 90.00           | 359.93         | 10,470.0                    | 9,969.1         | -454.9          | 828,395.52                | 560,252.98               | 33° 16' 37.907 N | 104° 16' 17.184 W |
| 20,620.9                    | 90.00           | 359.93         | 10,470.0                    | 9,990.0         | -455.0          | 828,416.43                | 560,252.96               | 33° 16' 38.114 N | 104° 16' 17.184 W |
| TD at 206                   | 620.9           |                |                             |                 |                 |                           |                          |                  |                   |
| 20,657.9                    | 90.00           | 359.93         | 10,470.0                    | 10,027.0        | -455.0          | 828,453.43                | 560,252.91               | 33° 16′ 38.480 N | 104° 16' 17.185 W |

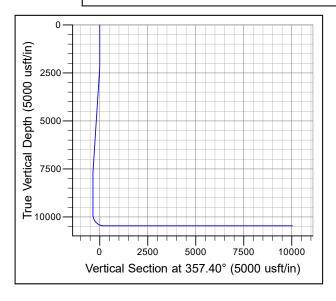
| Design Targets                                    |                  |                 |               |                 |                 |                    |                   |                  |                   |
|---|------------------|-----------------|---------------|-----------------|-----------------|--------------------|-------------------|------------------|-------------------|
| Target Name - hit/miss target - Shape             | Dip Angle<br>(°) | Dip Dir.<br>(°) | TVD<br>(usft) | +N/-S<br>(usft) | +E/-W<br>(usft) | Northing<br>(usft) | Easting<br>(usft) | Latitude         | Longitude         |
| Lost Mines 5H KOP - plan hits target cent - Point | 0.00<br>ter      | 0.00            | 9,000.0       | -376.9          | -443.1          | 818,050.48         | 560,264.85        | 33° 14' 55.548 N | 104° 16' 17.117 W |
| Lost Mines 5H BHL - plan hits target cent - Point | 0.00<br>ter      | 0.01            | 10,470.0      | 10,027.0        | -455.0          | 828,453.43         | 560,252.91        | 33° 16' 38.480 N | 104° 16' 17.185 W |

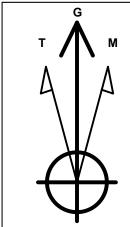
| Plan Annotations |                         |                             |                                |                            |                                 |
|------------------|-------------------------|-----------------------------|--------------------------------|----------------------------|---------------------------------|
| D                | asured<br>epth<br>usft) | Vertical<br>Depth<br>(usft) | Local Coord<br>+N/-S<br>(usft) | dinates<br>+E/-W<br>(usft) | Comment                         |
|                  | 2,000.0                 | 2,000.0                     | 0.0                            | 0.0                        | Start Build 2.00                |
|                  | 2,300.0                 | 2,299.5                     | -10.2                          | -12.0                      | Start 5264.5 hold at 2300.0 MD  |
|                  | 7,564.5                 | 7,535.1                     | -366.7                         | -431.1                     | Start Drop -2.00                |
|                  | 7,864.5                 | 7,834.6                     | -376.9                         | -443.1                     | Start 1165.4 hold at 7864.5 MD  |
|                  | 9,029.9                 | 9,000.0                     | -376.9                         | -443.1                     | Start 860.0 hold at 9029.9 MD   |
|                  | 9,890.0                 | 9,860.0                     | -376.9                         | -443.1                     | Start Build 10.00               |
| 1                | 10,790.0                | 10,433.0                    | 196.1                          | -443.7                     | Start 9830.9 hold at 10790.0 MD |
| 2                | 20,620.9                | 10,433.0                    | 10,027.0                       | -455.0                     | TD at 20620.9                   |

### WELL DETAILS: Lost Mines 22302 26-23 Fed Com #5H

3683.0 GL

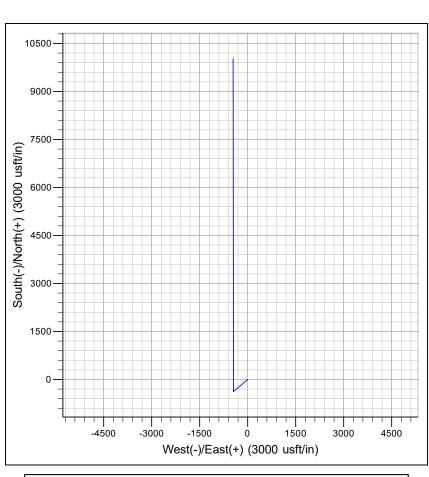
+N/-S +E/-W Northing Easting Latittude Longitude 0.0 0.0 818427.34 560707.87 33° 14' 59.275 N 104° 16' 11.897 W





Azimuths to Grid North True North: -0.03° Magnetic North: 8.12°

Magnetic Field Strength: 49329.0nT Dip Angle: 61.06° Date: 12/31/2009 Model: IGRF200510



### PROJECT DETAILS: Lea County, NM (NAD 83)

Geodetic System: US State Plane 1983
Datum: North American Datum 1983

Ellipsoid: GRS 1980

Zone: New Mexico Eastern Zone

System Datum: Ground Level

|   |   |  |   |  |  | SECTIO   | n deta  | ILS   |   | Annotation           |  |
|---|---|--|---|--|--|--|---|---|---|----------------------|--|
| N | 2300.0<br>7564.5<br>7864.5<br>9029.9<br>9927.0<br>10827.0 | 0.00<br>0.00<br>6.00<br>6.00<br>0.00<br>0.00<br>0.00<br>0.00 | Azi<br>0.00<br>0.00<br>229.61<br>229.61<br>0.00<br>0.00<br>0.00<br>359.93<br>359.93 | TVD<br>0.0<br>2000.0<br>2299.5<br>7535.1<br>7834.6<br>9000.0<br>9897.0<br>10470.0<br>10470.0 | +N/-S<br>0.0<br>0.0<br>-10.2<br>-366.7<br>-376.9<br>-376.9<br>-376.9<br>196.1<br>10027.0 | +E/-W<br>0.0<br>0.0<br>-12.0<br>-431.1<br>-443.1<br>-443.1<br>-443.7<br>-455.0 | Dleg<br>0.00<br>0.00<br>2.00<br>0.00<br>2.00<br>0.00<br>0.00<br>10.00 | TFace 0.00 0.00 229.61 0.00 180.00 0.00 359.93 0.00 | VSect<br>0.0<br>0.0<br>-9.6<br>-346.8<br>-356.4<br>-356.4<br>-356.4<br>216.0<br>10037.3 | Target  Lost Mines 8 |  |

# PECOS DISTRICT DRILLING CONDITIONS OF APPROVAL

**OPERATOR'S NAME: BTA** LEASE NO.: **NMNM2705** LOCATION: Section 26, T.20 S, R.35 E., NMPM **COUNTY:** Lea County, New Mexico WELL NAME & NO.: Lost Mine 22302 26-23 Fed Com 5H **SURFACE HOLE FOOTAGE:** 490'/S & 730'/W 50'/N & 350'/W **BOTTOM HOLE FOOTAGE:** 

COA

| $H_2S$        | • Yes             | O No                        |                |                            |
|---------------|-------------------|-----------------------------|----------------|----------------------------|
| Potash / WIPP | None              | Secretary                   | O R-111-P      | □ WIPP                     |
| Cave / Karst  | • Low             | O Medium                    | O High         | <ul><li>Critical</li></ul> |
| Wellhead      | Conventional      | <ul><li>Multibowl</li></ul> | O Both         | O Diverter                 |
| Cementing     | ☐ Primary Squeeze | ☐ Cont. Squeeze             | ☐ EchoMeter    | ☐ DV Tool                  |
| Special Req   | ☑ Break Testing   | ☐ Water Disposal            | <b>☑</b> COM   | □ 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 **Wolfcamp** formation. 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 2060 feet (a minimum of 25 feet (Lea County) into the Rustler Anhydrite, above the salt, and below usable fresh water) and cemented to the surface.
  - a. If cement does not circulate to the surface, the appropriate BLM office shall be notified and a temperature survey utilizing an electronic type temperature survey with surface log readout will be used or a cement bond log shall be run to verify the top of the cement. Temperature survey will be run a minimum of six hours after pumping cement and ideally between 8-10 hours after completing the cement job.
  - b. Wait on cement (WOC) time for a primary cement job will be a minimum of  $\underline{8}$ hours 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.

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

- 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.

- ❖ In <u>Capitan Reef Areas</u> if cement does not circulate to surface on the first two casing strings, the cement on the 3rd casing string must come to surface.
- ❖ Special Capitan Reef requirements. If lost circulation (50% or greater) occurs below the Base of the Salt, the operator shall do the following:
   (Use this for 3 string wells in the Capitan Reef, if 4 string well ensure FW based mud used across the Capitan interval)
  - Switch to fresh water mud to protect the Capitan Reef and use fresh water mud until setting the intermediate casing. The appropriate BLM office is to be notified for a PET to witness the switch to fresh water.
  - Daily drilling reports from the Base of the Salt to the setting of the intermediate casing are to be submitted to the BLM CFO engineering staff via e-mail by 0800 hours each morning. Any lost circulation encountered is to be recorded on these drilling reports. The daily drilling report should show mud volume per shift/tour. Failure to submit these reports will result in an Incidence of Non-Compliance being issued for failure to comply with the Conditions of Approval. If not already planned, the operator shall run a caliper survey for the intermediate well bore and submit to the appropriate BLM office.
- 3. The minimum required fill of cement behind the **5-1/2**Cement should tie-back at least **200 feet** into previous casing string. Operator shall provide method of verification.

### C. PRESSURE CONTROL

- 1. Variance approved to use flex line from BOP to choke manifold. Manufacturer's specification to be readily available. No external damage to flex line. Flex line to be installed as straight as possible (no hard bends).
  - 2. Operator has proposed a multi-bowl wellhead assembly. This assembly will only be tested when installed on the surface casing. Minimum working pressure of the

- blowout preventer (BOP) and related equipment (BOPE) required for drilling below the 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)

### **Communitization Agreement**

- The operator will submit a Communitization Agreement to the Santa Fe Office, 301 Dinosaur Trail Santa Fe, New Mexico 87508, at least 90 days before the anticipated date of first production from a well subject to a spacing order issued by the New Mexico Oil Conservation Division. The Communitization Agreement will include the signatures of all working interest owners in all Federal and Indian leases subject to the Communitization Agreement (i.e., operating rights owners and lessees of record), or certification that the operator has obtained the written signatures of all such owners and will make those signatures available to the BLM immediately upon request.
- The operator will submit an as-drilled survey well plat of the well completion, but are not limited to, those specified in 43 CFR 3171 and 3172.
- If the operator does not comply with this condition of approval, the BLM may take enforcement actions that include, but are not limited to, those specified in 43 CFR 3163.1.
- In addition, the well sign shall include the surface and bottom hole lease numbers. When the Communitization Agreement number is known, it shall also be on the sign.

# (Note: For a minimum 5M BOPE or less (Utilizing a 10M BOPE system) 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 (575-689-5981 Lea County) 4 hours prior to BOPE tests.
- As a minimum, a full BOPE test shall be performed at 21-day intervals.
- In the event any repairs or replacement of the BOPE is required, the BOPE shall test as per must meet all requirements from 43 CFR 3172.
- If in the event break testing is not utilized, then a full BOPE test would be conducted.

# 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 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 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 2<sup>nd</sup> 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

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

- details regarding lead cement slurry requirements. The casing 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.
- 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. 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.
  - 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 valve on casing head below test plug 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.

#### 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.

ZS 5/22/2024

# **BOP Break Testing Request**

BTA requests permission to allow BOP Break Testing under the following conditions:

- After a full BOP test is conducted on the first well on the pad.
- When skidding to drill a hole section that does not penetrate into the Wolfcamp.
- Full BOP test will be required prior to drilling any production hole.



### **TUBING REQUIREMENTS**

BTA Oil Producers, LLC respectively requests an exception to the following NMOCD rule:

• 19.15.16.10 Casing AND TUBING RQUIREMENTS:

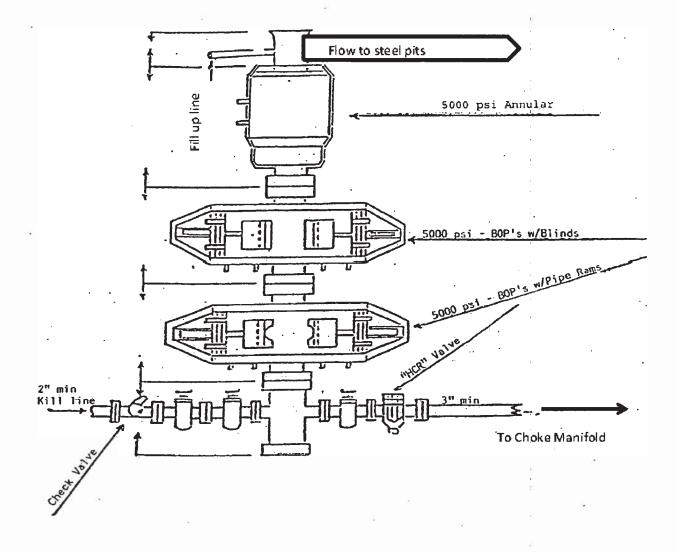
J (3): "The operator shall set tubing as near the bottom as practical and tubing perforations shall not be more than 250 feet above top of pay zone."

With horizontal flowing and gas lifted wells an end of tubing depth placed at or slightly above KOP is a conservative way to ensure the tubing stays clean from debris, plugging, and allows for fewer well interventions post offset completion. The deeper the tubulars are run into the curve, the higher the probability is that the tubing will become stuck in sand and or well debris as the well produces over time. An additional consideration for EOT placement during artificial lift installations is avoiding the high dog leg severity and inclinations found in the curve section of the wellbore to help improve reliability and performance. Dog leg severity and inclinations tend not to hamper gas lifted or flowing wells, but they do affect other forms of artificial lift like rod pump or ESP (electric submersible pump). Keeping the EOT above KOP is an industry best practice for those respective forms of artificial lift.

13-3/8" SOW



# 13-5/8" 5,000 PSI BOP



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

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

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

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

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

CONDITIONS

Action 354818

### **CONDITIONS**

| Operator:              | OGRID:  |
|------------------------|---|
| BTA OIL PRODUCERS, LLC | 260297  |
| 104 S Pecos            | Action Number:  |
| Midland, TX 79701      | 354818  |
|                        | Action Type:  |
|                        | [C-101] BLM - Federal/Indian Land Lease (Form 3160-3) |

#### CONDITIONS

| Created<br>By | Condition  | Condition<br>Date |
|---------------|--|-------------------|
| pkautz        | Will require a File As Drilled C-102 and a Directional Survey with the C-104   | 7/2/2024          |
| 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 | 7/2/2024          |
| 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                  | 7/2/2024          |
| pkautz        | Cement is required to circulate on both surface and intermediate1 strings of casing  | 7/2/2024          |
| pkautz        | If cement does not circulate on any string, a CBL is required for that string of casing  | 7/2/2024          |