Form 3160-3 (June 2015)			FORM APPROVED OMB No. 1004-0137 Expires: January 31, 2018
	UNITED STATE	S	Expires. January 51, 2018
	DEPARTMENT OF THE I	NTERIOR	5. Lease Serial No.
			6 If Indian Allotee or Tribe Name
AFFLI			o. If Indian, Anotee of Tribe Name
1 T C 1			7. If Unit or CA Agreement, Name and No
la. Type of work:		EENTER	
1b. Type of Well:	Oil Well Gas Well O	ther	8. Lease Name and Well No.
1c. Type of Completion:	Hydraulic Fracturing S	ingle Zone Multiple Zone	
2. Name of Operator			9. API Well No. 30-015-55322
3a. Address		3b. Phone No. (include area code)	10, Field and Pool, or Exploratory
4. Location of Well (Rep	port location clearly and in accordance	with any State requirements.*)	11. Sec., T. R. M. or Blk. and Survey or An
At surface			
At proposed prod. zc	one		
14. Distance in miles and	l direction from nearest town or post off	ice*	12. County or Parish 13. State
15. Distance from propo location to nearest property or lease line (Also to nearest drig.	sed* , ft. unit line. if any)	16. No of acres in lease 17. Sp	acing Unit dedicated to this well
18. Distance from propo to nearest well, drillin applied for, on this le	sed location* ng, completed, ase, ft.	19. Proposed Depth 20. BI	LM/BIA Bond No. in file
21. Elevations (Show wh	ether DF, KDB, RT, GL, etc.)	22. Approximate date work will start*	23. Estimated duration
		24. Attachments	
The following, completed (as applicable)	d in accordance with the requirements o	f Onshore Oil and Gas Order No. 1, and th	ne Hydraulic Fracturing rule per 43 CFR 3162.3
 Well plat certified by a A Drilling Plan. 	registered surveyor.	4. Bond to cover the opera Item 20 above).	tions unless covered by an existing bond on file (
3. A Surface Use Plan (if SUPO must be filed with a superior of the superior o	the location is on National Forest Syste ith the appropriate Forest Service Office	m Lands, the 5. Operator certification. 6. Such other site specific in BLM.	nformation and/or plans as may be requested by th
25. Signature		Name (Printed/Typed)	Date
Title			
Approved by (Signature)		Name (Printed/Typed)	Date
Title		Office	
Application approval doe applicant to conduct oper Conditions of approval, i	s not warrant or certify that the applican ations thereon. f any, are attached.	nt holds legal or equitable title to those rig	hts in the subject lease which would entitle the
Title 18 U.S.C. Section 1 of the United States any f	001 and Title 43 U.S.C. Section 1212, r false, fictitious or fraudulent statements	nake it a crime for any person knowingly or representations as to any matter within	and willfully to make to any department or ager its jurisdiction.
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*(Instructions on page 2)

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(Continued on page 2)

INSTRUCTIONS

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

ITEM I: If the proposal is to redrill to the same reservoir at a different subsurface location or to a new reservoir, use this form with appropriate notations. Consult applicable Federal regulations concerning subsequent work proposals or reports on the well.

ITEM 4: Locations on Federal or Indian land should be described in accordance with Federal requirements. Consult local Federal offices for specific instructions.

ITEM 14: Needed only when location of well cannot readily be found by road from the land or lease description. A plat, or plats, separate or on the reverse side, showing the roads to, and the surveyed location of, the wen, and any other required information, should be furnished when required by Federal agency offices.

ITEMS 15 AND 18: If well is to be, or has been directionany drilled, give distances for subsurface location of hole in any present or objective productive zone.

ITEM 22: Consult applicable Federal regulations, or appropriate officials, concerning approval of the proposal before operations are started.

ITEM 24: If the proposal will involve hydraulic fracturing operations, you must comply with 43 CFR 3162.3-3, including providing information about the protection of usable water. Operators should provide the best available information about all formations containing water and their depths. This information could include data and interpretation of resistivity logs run on nearby wells. Information may also be obtained from state or tribal regulatory agencies and from local BLM offices.

NOTICES

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

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

PRINCIPAL PURPOSES: The information will be used to: (1) process and evaluate your application for a permit to drill a new oil, gas, or service wen or to reenter a plugged and abandoned well; and (2) document, for administrative use, information for the management, disposal and use of National Resource Lands and resources including (a) analyzing your proposal to discover and extract the Federal or Indian resources encountered; (b) reviewing procedures and equipment and the projected impact on the land involved; and (c) evaluating the effects of the proposed operation on the surface and subsurface water and other environmental impacts.

ROUTINE USE: Information from the record and/or the record win be transferred to appropriate Federal, State, and local or foreign agencies, when relevant to civil, criminal or regulatory investigations or prosecution, in connection with congressional inquiries and for regulatory responsibilities.

EFFECT OF NOT PROVIDING INFORMATION: Filing of this application and disclosure of the information is mandatory only if you elect to initiate a drilling or reentry operation on an oil and gas lease.

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

The BLM conects this information to anow evaluation of the technical, safety, and environmental factors involved with drilling for oil and/or gas on Federal and Indian oil and gas leases. This information will be used to analyze and approve applications. Response to this request is mandatory only if the operator elects to initiate drilling or reentry operations on an oil and gas lease. The BLM would like you to know that you do not have to respond to this or any other Federal agency-sponsored information collection unless it displays a currently valid OMB control number.

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

Additional Operator Remarks

Location of Well

0. SHL: SWSE / 275 FSL / 1751 FEL / TWSP: 25S / RANGE: 28E / SECTION: 1 / LAT: 32.1526912 / LONG: -104.0379361 (TVD: 0 feet, MD: 0 feet) PPP: SESE / 100 FSL / 330 FEL / TWSP: 25S / RANGE: 28E / SECTION: 1 / LAT: 32.1521349 / LONG: -104.0333447 (TVD: 8620 feet, MD: 8800 feet) PPP: SENE / 2658 FNL / 381 FEL / TWSP: 24S / RANGE: 28E / SECTION: 25 / LAT: 32.1884611 / LONG: -104.0332282 (TVD: 9175 feet, MD: 22000 feet) BHL: NENE / 100 FNL / 330 FEL / TWSP: 24S / RANGE: 28E / SECTION: 25 / LAT: 32.1954933 / LONG: -104.0331564 (TVD: 9175 feet, MD: 24882 feet)

BLM Point of Contact

Name: JANET D ESTES Title: ADJUDICATOR Phone: (575) 234-6233 Email: JESTES@BLM.GOV

Review and Appeal Rights

A person contesting a decision shall request a State Director review. This request must be filed within 20 working days of receipt of the Notice with the appropriate State Director (see 43 CFR 3165.3). The State Director review decision may be appealed to the Interior Board of Land Appeals, 801 North Quincy Street, Suite 300, Arlington, VA 22203 (see 43 CFR 3165.4). Contact the above listed Bureau of Land Management office for further information.

Application for Permit to Drill

APD Package Report

APD ID: APD Received Date: Operator:

APD Package Report Contents

- Form 3160-3

- Operator Certification Report
- Application Report
- Application Attachments
 - -- Well Plat: 2 file(s)
- Drilling Plan Report
- Drilling Plan Attachments
 - -- Blowout Prevention Choke Diagram Attachment: 2 file(s)
 - -- Blowout Prevention BOP Diagram Attachment: 1 file(s)
 - -- Casing Design Assumptions and Worksheet(s): 4 file(s)
 - -- Hydrogen sulfide drilling operations plan: 1 file(s)
 - -- Proposed horizontal/directional/multi-lateral plan submission: 2 file(s)
 - -- Other Facets: 3 file(s)
 - -- Other Variances: 3 file(s)
- SUPO Report
- SUPO Attachments
 - -- Existing Road Map: 1 file(s)
 - -- New Road Map: 1 file(s)
 - -- Attach Well map: 1 file(s)
 - -- Production Facilities map: 1 file(s)
 - -- Water source and transportation map: 1 file(s)
 - -- Construction Materials source location attachment: 1 file(s)
 - -- Well Site Layout Diagram: 1 file(s)
 - -- Recontouring attachment: 1 file(s)
- PWD Report
- PWD Attachments
 - -- None

U.S. Department of the Interior

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Bureau of Land Management

Date Printed:

Well Status: Well Name:

Well Number:

- Bond Report

- Bond Attachments

-- None

District IV

 District

 D525 N. French Dr., Hobbs, NM 88240

 Phone: (575) 393-6161 Fax: (575) 393-0720

 DistrictII

 Bill S. First St., Artesia, NM 88210

 Phone: (575) 748-1283 Fax: (575) 748-9720

 DistrictIII

 Diotoc Brazos Road, Aztec. NM 87410

Phone: (505) 334-6178 Fax: (505) 334-6170

1220 S. St. Francis Dr., Santa Fe, NM 87505 Phone: (505) 476-3460 Fax: (505) 476-3462

State of New Mexico Energy, Minerals & Natural Resources Department OIL CONSERVATION DIVISION 1220 South St. Francis Dr. Santa Fe, NM 87505

AMENDED REPORT

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WELL LOCATION AND ACREAGE DEDICATION PLAT API Number 64450 WILLOW LAKE; BONE SPRING 015-5 55<u>4H</u> COBRA COBRETTI BS FEDERAL COM 33600 MARATHON OIL PERMIAN LLC 372098 2916 ¹⁰ Surface Location 275' 25S 0 1 28E SOUTH 1751' EAST EDDY 11 Bottom Hole Location If Different From Surface ast/West li 25 330' 24S 28E 100' NORTH EAST EDDY A 960.08 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. ¹⁷OPERATOR CERTIFICATION hereby certify that the information LAST TAKE/BOTTOM HOLE 100 tained herein is true and complete to FNL 100' FEL 330', SECTION 25 NAD 83, SPCS NM EAST (LTP/BHL Α the best of my knowledge and belief, and that this organization either owns a working interest or unleased mineral 330' X-634190 97' / Y-434984 46 LAT:32.19549332 / LON:-104.03315641 interest in the land including the NAD 27, SPCS NM EAST X:593007.07' / Y:434925.84 proposed bottom hole location or has a right to drill this well at this location LAT:32.19537078 / LON:-104.03266671 pursuant to a contract with an owner of such a mineral or working interest, or to PPP-2 a voluntary pooling agreement or a FNL 2658' FEL 381', SECTION 25 compulsory pooling order heretofore entered by the division. NMNM NAD 83. SPCS NM EAST NMNM 025953 107373 X:634175.90' / Y:432426.20' 11/13/2023 IAT-32 18846110 / ION-104 03322823 Terri Stathem NAD 27, SPCS NM EAST ÖВ Sec. 25 Signature Date X:592991.93' / Y:432367.64' Terri Stathem (PPP-2) LAT:32.18833847 / LON:-104.03273876 Printed Name PI-3 tstathem@marathonoil.com FNL 0' FEL 330', SECTION 36 V054460002 E-mail Address NAD 83, SPCS NM EAST X:634160.21' / Y:429765.39' 18 SURVEYOR CERTIFICATION LAT:32.18114696 / LON:-104.03330291 I hereby certify that the well location (PI-3) NAD 27, SPCS NM EAST shown on this plat was plotted from field notes of actual surveys made by me or X:592976.19' / Y:429706.89 J LAT:32.18102425 / LON:-104.03281367 C under my supervision, and that the same is true and correct to the best of my PI-2 belief. FSL 0' FEL 330', SECTION 36 NOVEMBER 7, 2023 NAD 83, SPCS NM EAST Date of Survey Signature and Seal of Professional Surveyor X:634164.93' / Y:427097.26' LAT:32.17381251 / LON:-104.03331172 V041370001 OYD P. SA NAD 27, SPCS NM EAST X:592980.85' / Y:427038.81' LAT:32.17368971 / LON:-104.03282272 EN MEXI (PI-2) PI-1 21653 FSL 0' FEL 330', SECTION 36 Sec. 36 D OR NAD 83. SPCS NM EAST X:634170.87' / Y:424427.39 LAT:32.16647329 / LON:-104.03331658 ONAL NAD 27, SPCS NM EAST X:592986.72' / Y:424368.99' LAT:32.16635039 / LON:-104.03282782 LG59980004 LLOYD P. SHORT 21653 KOP/FTP (PI-1) FSL 100' FEL 330', SECTION 01 NAD 83, SPCS NM EAST T245 R28E F T24S R29E X:634176.68' / Y:419211.36' PRODUCTION LINE BEARING/LENGTH LAT:32.15213492 / LON:-104.03334477 T255 R28E T25S R29E L1 N00°03'50"W~ 5216.03 NAD 27, SPCS NM EAST X:592992.42' / Y:419153.06 LOT 4 LOT 3 LOT 2 N LOT 1 L2 N00°07'39"W~2669.87 LAT:32.15201185 / LON:-104.03285647 L3 N00°06'04"W~2668.14' SURFACE HOLE L4 N00°20'16"E ~ 5219.15 FSL 275' FEL 1751', SECTION 01 NAD 83. SPCS NM EAST X:632755.21' / Y:419409.80' Sec. 01 LAT:32.15269121 / LON:-104.03793614 NAD 27, SPCS NM EAST NMNM NMNM 088128 X:591570.97' / Y:419351.52 016104 LAT:32.15256822 / LON:-104.03744762 CORNER COORDINATES CORNER COORDINATES NAD 83, SPCS NH EAST - X: 634519.61' / Y: 435083.86' - X: 634568.62' / Y: 432426.25' - X: 63449.33' / Y: 422765.92' - X: 634508.37' / Y: 42428.61' - X: 634508.77' / Y: 42428.61' - X: 634508.61' / Y: 419149.02' - X: 631843.83' / Y: 419148.02' - X: 631843.83' / Y: 419148.02' ORNER COORDINAT DRNER COORDINATES AD 27, SPCS NM EAST 593335.71' / Y: 435025. 593372.85' / Y: 432367. 593306.30' / Y: 429707. 593310.84' / Y: 429707. 593316.72' / Y: 424370. 593319.52' / Y: 421710. NAD 27 KOP/FTP (Exit) (SHL) 1751' 330' **∙**G ň 631848.34' / Y 424418.82 64 24 75' X: 631824.97' / Y: 429761.67 X: 631839.54' / Y: 435088.75 0655.68' / ١ SHEET 1 OF 2 🗅 Drill Line Events 🛛 🕒 Section Comers 🛛 — Drill Line 🛛 → Dimension Lines 🖂 Federal Leases 🔲 NMSLO 🗧 HSU 💿 HSU Corners JOB No. MRO 0012 CC REV 0 TCS 10/30/2023 All bearings and coordinates refer to New Mexico State Plane coordinate system, East Zone, U.S. Survey Feet.

Released to Imaging: 8/13/2024 2.40.00 PM reasurements. Combined Scale Factor: 0.99977780 and a Convergence Angle: 0.14126667

PECOS DISTRICT SURFACE USE CONDITIONS OF APPROVAL

OPERATOR'S NAME:	Marathon Oil Permian, LLC
LEASE NO.:	NMNM 106104, NMNM 088128
COUNTY:	Eddy County, New Mexico

Wells:

Cobra Cobretti BS Federal Com 301H

Surface Hole Location:	524 feet from south line (FSL) and
	1811 feet from east line (FEL), Section 1, T. 25 S., R. 28 E.
Bottom Hole Location:	100 feet from north line (FNL) and
	2310 feet from east line (FEL), Section 25, T. 24 S, R 28 E.

Cobra Cobretti BS Federal Com 302H

Surface Hole Location:	525 feet from south line (FSL) and
	1781 feet from east line (FEL), Section 1, T. 25 S., R. 28 E.
Bottom Hole Location:	100 feet from north line (FNL) and
	1000 feet from east line (FEL), Section 25, T. 24 S, R 28 E.

Cobra Cobretti BS Federal Com 551H

Surface Hole Location:	274 feet from south line (FSL) and
	1841 feet from east line (FEL), Section 1, T. 25 S., R. 28 E.
Bottom Hole Location:	100 feet from north line (FNL) and
	2310 feet from east line (FEL), Section 25, T. 24 S, R 28 E.

Cobra Cobretti BS Federal Com 552H

Surface Hole Location:	274 feet from south line (FSL) and
	1811 feet from east line (FEL), Section 1, T. 25 S., R. 28 E.
Bottom Hole Location:	100 feet from north line (FNL) and
	1650 feet from east line (FEL), Section 25, T. 24 S, R 28 E.

Cobra Cobretti BS Federal Com 553H

Surface Hole Location: 275 feet from south line (FSL) and 1781 feet from east line (FEL), Section 1, T. 25 S., R. 28 E.

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Bottom Hole Location:	100 feet from north line (FNL) and
	990 feet from east line (FEL), Section 25, T. 24 S, R 28 E.

Cobra Cobretti BS Federal Com 554H

Surface Hole Location:	275 feet from south line (FSL) and
	1751 feet from east line (FEL), Section 1, T. 25 S., R. 28 E.
Bottom Hole Location:	100 feet from north line (FNL) and
	330 feet from east line (FEL), Section 25, T. 24 S, R 28 E.

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Approval Date: 07/03/2024

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1. GENERAL PROVISIONS

The failure of the operator to comply with these requirements may result in the assessment of liquidated damages or penalties pursuant to 43 CFR 3163.1 or 3163.2. A copy of these conditions of approval shall be present on the location during construction, drilling and reclamation activity. Any request for a variance shall be submitted to the Authorized Officer on Form 3160-5, Sundry Notices and Report on Wells.

1.1. ARCHAEOLOGICAL, PALEONTOLOGY & HISTORICAL SITES

Any cultural resource (historic or prehistoric site or object) discovered by the operator, or any person working on the operator's behalf, on the public or federal land shall be immediately reported to the Authorized Officer. The operator shall suspend all operations in the immediate area (within 100ft) of such discovery until written authorization to proceed is issued by the Authorized Officer. An evaluation of the discovery will be made by the Authorized Officer, in conjunction with a BLM Cultural Resource Specialist, to determine appropriate actions to prevent the loss of significant scientific values. The operator shall be responsible for the cost of evaluation and any decision as to the proper mitigation measures will be made by the Authorized Officer after consulting with the operator.

Traditional Cultural Properties (TCPs) are protected by NHPA as codified in 36 CFR 800 for possessing traditional, religious, and cultural significance tied to a certain group of individuals. Though there are currently no designated TCPs within the project area or within a mile of the project area, but it is possible for a TCP to be designated after the approval of this project. **If a TCP is designated in the project area after the project's approval, the BLM Authorized Officer will notify the operator of the following conditions and the duration for which these conditions are required.**

- 1. Temporary halting of all construction, drilling, and production activities to lower noise.
- 2. Temporary shut-off of all artificial lights at night.

The operator is hereby obligated to comply with procedures established in the Native American Graves Protection and Repatriation Act (NAGPRA), specifically NAGPRA Subpart B regarding discoveries, to protect human remains, associated funerary objects, sacred objects, and objects of cultural patrimony discovered during project work. If any human skeletal remains, funerary objects, sacred objects, or objects of cultural patrimony are discovered at any time during construction, all construction activities shall halt and a BLM-CFO Authorized Officer will be notified immediately. The BLM will then be required to be notified, in writing, within 24 hours of the discovery. The written notification should include the geographic location by county and state, the contents of the discovery and the steps taken to protect said discovery. You must also include any potential threats to the discovery and a conformation that all activity within 100ft of the discovery has ceased and work will not resume until written certification is issued. All work on the entire project must halt for a minimum of 3 days and work cannot resume until an Authorized Officer grants permission to do so.

Any paleontological resource discovered by the operator, or any person working on the operator's behalf, on public or Federal land shall be immediately reported to the Authorized Officer. The operator shall suspend all operations in the immediate area of such discovery until written authorization to proceed is issued by the Authorized Officer. The operator will be responsible for the cost of evaluation and any decision as to the proper mitigation measures will be made by the Authorized Officer after consulting with the operator.

1.2. RANGELAND RESOURCES

1.2.1. Cattleguards

Where a permanent cattleguard is approved, an appropriately sized cattleguard(s) sufficient to carry out the project shall be installed and maintained at fence crossing(s). Any existing cattleguard(s) on the access road shall be repaired or replaced if they are damaged or have deteriorated beyond practical use. The operator shall be responsible for the condition of the existing cattleguard(s) that are in place and are utilized during lease operations. A gate shall be constructed on one side of the cattleguard and fastened securely to H-braces.

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1.2.2. Fence Requirement

Where entry granted across a fence line, the fence must be braced and tied off on both sides of the passageway prior to cutting. Once the work is completed, the fence will be restored to its prior condition, or better. The operator shall notify the private surface landowner or the grazing allotment holder prior to crossing any fence(s).

1.2.3. Livestock Watering Requirement

Any damage to structures that provide water to livestock throughout the life of the well, caused by operations from the well site, must be immediately corrected by the operator. The operator must notify the BLM office (575-234-5972) and the private surface landowner or the grazing allotment holder if any damage occurs to structures that provide water to livestock.

1.3. NOXIOUS WEEDS

The operator shall be held responsible if noxious weeds become established within the areas of operations. Weed control shall be required on the disturbed land where noxious weeds exist, which includes the roads, pads, associated pipeline corridor, and adjacent land affected by the establishment of weeds due to this action. The operator shall consult with the Authorized Officer for acceptable weed control methods, which include following EPA, New Mexico Department of Agriculture, and BLM requirements and policies.

1.3.1 African Rue (Peganum harmala)

Spraying: The spraying of African Rue must be completed by a licensed or certified applicator. In order to attempt to kill or remove African Rue the proper mix of chemical is needed. The mix consists of 2% Arsenal (Imazapyr) and 2% Roundup (Glyphosate) along with a nonionic surfactant. Any other chemicals or combinations shall be approved by the BLM Noxious Weeds Coordinator prior to treatment. African Rue shall be sprayed in connection to any dirt working activities or disturbances to the site being sprayed. Spraying of African Rue shall be done on immature plants at initial growth through flowering and mature plants between budding and flowering stages. Spraying shall not be conducted after flowering when plant is fruiting. This will ensure optimal intake of chemical and decrease chances of developing herbicide resistance. After spraying, the operator or necessary parties must contact the Carlsbad Field Office to inspect the effectiveness of the application treatment to the plant species. No ground disturbing activities can take place until the inspection by the authorized officer is complete. The operator may contact the Environmental Protection Department or the BLM Noxious Weed Coordinator at (575) 234-5972 or BLM_NM_CFO_NoxiousWeeds@blm.gov.

Management Practices: In addition to spraying for African Rue, good management practices should be followed. All equipment should be washed off using a power washer in a designated containment area. The containment area shall be bermed to allow for containment of the seed to prevent it from entering any open areas of the nearby landscape. The containment area shall be excavated near or adjacent to the well pad at a depth of three feet and just large enough to get equipment inside it to be washed off. This will allow all seeds to be in a centrally located area that can be treated at a later date if the need arises.

1.4. LIGHT POLLUTION

1.4.1. Downfacing

All permanent lighting will be pointed straight down at the ground in order to prevent light spill beyond the edge of approved surface disturbance.

1.4.2. Shielding

All permanent lighting will use full cutoff luminaires, which are fully shielded (i.e., not emitting direct or indirect light above an imaginary horizontal plane passing through the lowest part of the light source).

1.4.3. Lighting Color

Lighting shall be 3,500 Kelvin or less (Warm White) except during drilling, completion, and workover operations. No bluish-white lighting shall be used in permanent outdoor lighting.

2. SPECIAL REQUIREMENTS

2.1. WATERSHED

The entire well pad(s) will be bermed to prevent oil, salt, and other chemical contaminants from leaving the well pad. The compacted berm shall be constructed at a minimum of 12 inches with impermeable mineral material (e.g. caliche). Topsoil shall not be used to construct the berm. No water flow from the uphill side(s) of the pad shall be allowed to enter the well pad. The integrity of the berm shall be maintained around the surfaced pad throughout the life of the well and around the downsized pad after interim reclamation has been completed. Any water erosion that may occur due to the construction of the well pad during the life of the well will be quickly corrected and proper measures will be taken to prevent future erosion. Stockpiling of topsoil is required. The topsoil shall be stockpiled in an appropriate location to prevent loss of soil due to water or wind erosion and not used for berming or erosion control. If fluid collects within the bermed area, the fluid must be vacuumed into a safe container and disposed of properly at a state approved facility.

The erosion control measure for the rip rap to be placed on the southwest corner of the pad instead of the southeast corner as noted in the onsite notes.

2.1.1. Tank Battery

Tank battery locations will be lined and bermed. A 20-mil permanent liner will be installed with a 4 oz. felt backing to prevent tears or punctures. Secondary containment holding capacity must be large enough to contain 1 ¹/₂ times the content of the largest tank or 24-hourproduction, whichever is greater (displaced volume from all tanks within the berms MUST be subtracted from total volume of containment in calculating holding capacity). Automatic shut off, check valves, or similar systems will be installed for tanks to minimize the effects of catastrophic line failures used in production or drilling.

2.2. CAVE/KARST

2.2.1. General Construction

- No blasting
- The BLM, Carlsbad Field Office, will be informed immediately if any subsurface drainage channels, cave passages, or voids are penetrated during construction, and no additional construction shall occur until clearance has been issued by the Authorized Officer.
- All linear surface disturbance activities will avoid sinkholes and other karst features to lessen the possibility of encountering near surface voids during construction, minimize changes to runoff, and prevent untimely leaks and spills from entering the karst drainage system.
- This is a sensitive area and all spills or leaks will be reported to the BLM immediately for their immediate and proper treatment, as defined in NTL 3A for Major Undesirable Events.

2.2.2. Pad Construction

- The pad will be constructed and leveled by adding the necessary fill and caliche. No blasting will be used for any construction or leveling activities.
- The entire perimeter of the well pad will be bermed to prevent oil, salt, and other chemical contaminants from leaving the well pad.
- The compacted berm shall be constructed at a minimum of 12 inches high with impermeable mineral material (e.g., caliche).
- No water flow from the uphill side(s) of the pad shall be allowed to enter the well pad.

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- The topsoil stockpile shall be located outside the bermed well pad.
- Topsoil, either from the well pad or surrounding area, shall not be used to construct the berm.
- No storm drains, tubing or openings shall be placed in the berm.
- If fluid collects within the bermed area, the fluid must be vacuumed into a safe container and disposed of properly at a state approved facility.
- The integrity of the berm shall be maintained around the surfaced pad throughout the life of the well and around the downsized pad after interim reclamation has been completed.
- Any access road entering the well pad shall be constructed so that the integrity of the berm height surrounding the well pad is not compromised (i.e. an access road crossing the berm cannot be lower than the berm height).
- Following a rain event, all fluids will be vacuumed off of the pad and hauled off-site and disposed at a proper disposal facility.

2.2.3. Road Construction

- Turnout ditches and drainage leadoffs will not be constructed in such a manner as to alter the natural flow of water into or out of cave or karst features.
- Special restoration stipulations or realignment may be required if subsurface features are discovered during construction.

2.2.4. Buried Pipeline/Cable Construction

• Rerouting of the buried line(s) may be required if a subsurface void is encountered during construction to minimize the potential subsidence/collapse of the feature(s) as well as the possibility of leaks/spills entering the karst drainage system.

2.2.5. Powerline Construction

- Smaller powerlines will be routed around sinkholes and other karst features to avoid or lessen the possibility of encountering near surface voids and to minimize changes to runoff or possible leaks and spills from entering karst systems.
- Larger powerlines will adjust their pole spacing to avoid cave and karst features.
- Special restoration stipulations or realignment may be required if subsurface voids are encountered.

2.2.6. Surface Flowlines Installation

• Flowlines will be routed around sinkholes and other karst features to minimize the possibility of leaks/spills from entering the karst drainage system.

2.2.7. Production Mitigation

- Tank battery locations and facilities will be bermed and lined with a 20-mil thick permanent liner that has a 4 oz. felt backing, or equivalent, to prevent tears or punctures. Secondary containment holding capacity must be large enough to contain 1 ½ times the content of the largest tank or 24-hour production, whichever is greater (displaced volume from all tanks within the berms MUST be subtracted from total volume of containment in calculating holding capacity).
- Implementation of a leak detection system to provide an early alert to operators when a leak has occurred.
- Automatic shut off, check values, or similar systems will be installed for pipelines and tanks to minimize the effects of catastrophic line failures used in production or drilling.

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2.2.8. Residual and Cumulative Mitigation

The operator will perform annual pressure monitoring on all casing annuli. If the test results indicate a casing failure has occurred, contact a BLM Engineer immediately, and take remedial action to correct the problem.

2.2.9. Plugging and Abandonment Mitigation

Upon well abandonment in high cave karst areas, additional plugging conditions of approval may be required. The BLM will assess the situation and work with the operator to ensure proper plugging of the wellbore.

2.3 WILDLIFE

2.3.2. Texas Hornshell Mussel

Oil and Gas Zone D - CCA Boundary requirements.

- Implement erosion control measures in accordance with the Reasonable and Prudent Practices for Stabilization ("RAPPS")
- Comply with SPCC requirements in accordance with 40 CFR Part 112;
- Comply with the United States Army Corp of Engineers (USACE) Nationwide 12 General Permit, where applicable;
- Utilize technologies (like underground borings for pipelines), where feasible;
- Educate personnel, agents, contractors, and subcontractors about the requirements of conservation measures, COAs, Stips and provide direction in accordance with the Permit.

2.4 VISUAL RESOURCE MANAGEMENT

2.5.1 VRM IV

Above-ground structures including meter housing that are not subject to safety requirements are painted a flat non-reflective paint color, Shale Green from the BLM Standard Environmental Color Chart (CC-001: June 2008).

3. CONSTRUCTION REQUIRENMENTS

3.1 CONSTRUCTION NOTIFICATION

The BLM shall administer compliance and monitor construction of the access road and well pad. Notify the Carlsbad Field Office at BLM_NM_CFO_Construction_Reclamation@blm.gov at least 3 working days prior to commencing construction of the access road and/or well pad.

When construction operations are being conducted on this well, the operator shall have the approved APD and COAs on the well site and they shall be made available upon request by the Authorized Officer.

3.2 TOPSOIL

The operator shall strip the topsoil (the A horizon) from the entire well pad area and stockpile the topsoil along the edge of the well pad as depicted in the APD. No more than the top 6 inches of topsoil shall be removed. All the stockpiled topsoil will be redistributed over the interim reclamation areas. Topsoil shall not be used for berming the pad or facilities. For final reclamation, the topsoil shall be spread over the entire pad area for seeding preparation.

Other subsoil (the B horizon and below) stockpiles must be completely segregated from the topsoil stockpile. Large rocks or subsoil clods (not evident in the surrounding terrain) must be buried within the approved area for interim and final reclamation.

3.3 CLOSED LOOP SYSTEM

Tanks are required for drilling operations: No reserve pits will be used for drill cuttings. The operator shall properly dispose of drilling contents at an authorized disposal site.

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3.4 FEDERAL MINERAL PIT

Payment shall be made to the BLM prior to removal of any federal mineral materials. Call the Carlsbad Field Office at (575) 234-5972.

3.5 WELL PAD & SURFACING

Any surfacing material used to surface the well pad will be removed at the time of interim and final reclamation.

3.6 EXCLOSURE FENCING (CELLARS & PITS)

The operator will install and maintain exclosure fencing for all open well cellars to prevent access to public, livestock, and large forms of wildlife before and after drilling operations until the well cellar is free of fluids and the operator initiates backfilling. (For examples of exclosure fencing design, refer to BLM's Oil and Gas Gold Book, Exclosure Fence Illustrations, Figure 1, Page 18.)

The operator will also install and maintain mesh netting for all open well cellars to prevent access to smaller wildlife before and after drilling operations until the well cellar is free of fluids and the operator. Use a maximum netting mesh size of $1\frac{1}{2}$ inches. The netting must not have holes or gaps.

3.7 ON LEASE ACESS ROAD

3.7.1 Road Width

The access road shall have a driving surface that creates the smallest possible surface disturbance and does not exceed twenty (20) feet in width. The maximum width of surface disturbance, when constructing the access road, shall not exceed thirty (30) feet.

3.7.2 Surfacing

Surfacing material is not required on the new access road driving surface. If the operator elects to surface the new access road or pad, the surfacing material may be required to be removed at the time of reclamation.

Where possible, no improvements will be made on the unsurfaced access road other than to remove vegetation as necessary, road irregularities, safety issues, or to fill low areas that may sustain standing water.

The Authorized Officer reserves the right to require surfacing of any portion of the access road at any time deemed necessary. Surfacing may be required in the event the road deteriorates, erodes, road traffic increases, or it is determined to be beneficial for future field development. The surfacing depth and type of material will be determined at the time of notification.

3.7.3 Crowning

Crowning shall be done on the access road driving surface. The road crown shall have a grade of approximately 2% (i.e., a 1" crown on a 14' wide road). The road shall conform to Figure 1; cross section and plans for typical road construction.

3.7.4 **Ditching**

Ditching shall be required on both sides of the road.

3.7.5 Turnouts

Vehicle turnouts shall be constructed on the road. Turnouts shall be intervisible with interval spacing distance less than 1000 feet. Turnouts shall conform to Figure 1; cross section and plans for typical road construction.

3.7.6 Drainage

Drainage control systems shall be constructed on the entire length of road (e.g. ditches, sidehill outsloping and insloping, leadoff ditches, culvert installation, and low water crossings).

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A typical lead-off ditch has a minimum depth of 1 foot below and a berm of 6 inches above natural ground level. The berm shall be on the down-slope side of the lead-off ditch.

Cross Section of a Typical Lead-off Ditch



All lead-off ditches shall be graded to drain water with a 1 percent minimum to 3 percent maximum ditch slope. The spacing interval are variable for lead-off ditches and shall be determined according to the formula for spacing intervals of lead-off ditches, but may be amended depending upon existing soil types and centerline road slope (in %);

Formula for Spacing Interval of Lead-off Ditches

Example - On a 4% road slope that is 400 feet long, the water flow shall drain water into a lead-off ditch. Spacing interval shall be determined by the following formula:

400 foot road with 4% road slope: 400' + 100' = 200' lead-off ditch interval

4

3.7.7 **Public Access**

Public access on this road shall not be restricted by the operator without specific written approval granted by the Authorized Officer.

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4.1 RANGLAND MITIGATION FOR PIPELINES

4.5.1 Fence Requirement

Where entry is granted across a fence line, the fence must be braced and tied off on both sides of the passageway with H-braces prior to cutting. Once the work is completed, the fence will be restored to its prior condition, or better. The operator shall notify the private surface landowner or the grazing allotment operator prior to crossing any fence(s).

4.5.2 Cattleguards

An appropriately sized cattleguard(s) sufficient to carry out the project shall be installed and maintained at road-fence crossing(s). Any existing cattleguard(s) on the access road shall be repaired or replaced if they are damaged or have deteriorated beyond practical use. The operator shall be responsible for the condition of the existing cattleguard(s) that are in place and are utilized during lease operations. A gate shall be constructed on one side of the cattleguard and fastened securely to H-braces.

4.5.3 Livestock Watering Requirement

Structures that provide water to livestock, such as windmills, pipelines, drinking troughs, and earthen reservoirs, will be avoided by moving the proposed action.

Any damage to structures that provide water to livestock throughout the life of the well, caused by operations from the well site, must be immediately corrected by the operator. The operator must notify the BLM office (575-234-5972) and the private surface landowner or the grazing allotment operator if any damage occurs to structures that provide water to livestock.

- Livestock operators will be contacted, and adequate crossing facilities will be provided as needed to ensure livestock are not prevented from reaching water sources because of the open trench.
- Wildlife and livestock trails will remain open and passable by adding soft plugs (areas where the trench is excavated and replaced with minimal compaction) during the construction phase. Soft plugs with ramps on either side will be left at all well-defined livestock and wildlife trails along the open trench to allow passage across the trench and provide a means of escape for livestock and wildlife that may enter the trench.
- Trenches will be backfilled as soon as feasible to minimize the amount of open trench. The Operator will avoid leaving trenches open overnight to the extent possible and open trenches that cannot be backfilled immediately will have escape ramps (wooden) placed at no more than 2,500 feet intervals and sloped no more than 45 degrees.

5. PRODUCTION (POST DRILLING)

5.1 WELL STRUCTURES & FACILITIES

5.1.1 Placement of Production Facilities

Production facilities must be placed on the well pad to allow for maximum interim recontouring and revegetation of the well location.

5.1.2 Exclosure Netting (Open-top Tanks)

Immediately following active drilling or completion operations, the operator will take actions necessary to prevent wildlife and livestock access, including avian wildlife, to all open-topped tanks that contain or have the potential to contain salinity sufficient to cause harm to wildlife or livestock, hydrocarbons, or Resource Conservation and Recovery Act of 1976-exempt hazardous substances. At a minimum, the operator will net, screen, or cover open-topped tanks to exclude wildlife and livestock and prevent mortality. If the operator uses netting, the operator will cover and secure the open portion of the tank to prevent wildlife entry. The operator will net, screen, or cover the tanks until the operator removes the tanks from the location or the tanks no longer contain substances that could be harmful to wildlife or livestock. Use a

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maximum netting mesh size of 1 ¹/₂ inches. The netting must not be in contact with fluids and must not have holes or gaps.

5.1.3. Chemical and Fuel Secondary Containment and Exclosure Screening

The operator will prevent all hazardous, poisonous, flammable, and toxic substances from coming into contact with soil and water. At a minimum, the operator will install and maintain an impervious secondary containment system for any tank or barrel containing hazardous, poisonous, flammable, or toxic substances sufficient to contain the contents of the tank or barrel and any drips, leaks, and anticipated precipitation. The operator will dispose of fluids within the containment system that do not meet applicable state or U. S. Environmental Protection Agency livestock water standards in accordance with state law; the operator must not drain the fluids to the soil or ground. The operator will design, construct, and maintain all secondary containment systems to prevent wildlife and livestock exposure to harmful substances. At a minimum, the operator will install effective wildlife and livestock exclosure systems such as fencing, netting, expanded metal mesh, lids, and grate covers. Use a maximum netting mesh size of 1 ½ inches.

5.1.4. Open-Vent Exhaust Stack Exclosures

The operator will construct, modify, equip, and maintain all open-vent exhaust stacks on production equipment to prevent birds and bats from entering, and to discourage perching, roosting, and nesting. (*Recommended exclosure structures on open-vent exhaust stacks are in the shape of a cone.*) Production equipment includes, but may not be limited to, tanks, heater-treaters, separators, dehydrators, flare stacks, in-line units, and compressor mufflers.

5.1.5. Containment Structures

Proposed production facilities such as storage tanks and other vessels will have a secondary containment structure that is constructed to hold the capacity of 1.5 times the largest tank, plus freeboard to account for precipitation, unless more stringent protective requirements are deemed necessary.

6. RECLAMATION

Stipulations required by the Authorized Officer on specific actions may differ from the following general guidelines

6.1 ROAD AND SITE RECLAMATION

Any roads constructed during the life of the well will have the caliche removed or linear burial. If contaminants are indicated then testing will be required for chlorides and applicable contaminate anomalies for final disposal determination (disposed of in a manner approved by the Authorized Officer within Federal, State and Local statutes, regulations, and ordinances) and seeded to the specifications in sections 6.5 and 6.6.

6.2 EROSION CONTROL

Install erosion control berms, windrows, and hummocks. Windrows must be level and constructed perpendicular to down-slope drainage; steeper slopes will require greater windrow density. Topsoil between windrows must be ripped to a depth of at least 12", unless bedrock is encountered. Any large boulders pulled up during ripping must be deep-buried on location. Ripping must be perpendicular to down-slope. The surface must be left rough in order to catch and contain rainfall on-site. Any trenches resulting from erosion cause by run-off shall be addressed immediately.

6.3 INTERIM RECLAMATION

During the life of the development, all disturbed areas not needed for active support of production operations must undergo interim reclamation in order to minimize the environmental impacts of development on other resources and uses.

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Within six (6) months of well completion, operators must work with BLM surface protection specialists (BLM_NM_CFO_Construction_Reclamation@blm.gov) to devise the best strategies to reduce the size of the location. Interim reclamation must allow for remedial well operations, as well as safe and efficient removal of oil and gas.

During reclamation, the removal of caliche and any other surface material is required. Removed caliche that is free of contaminants may be used for road repairs, fire walls or for building other roads and locations. In order to operate the well or complete workover operations, it may be necessary to drive, park and operate on restored interim vegetation within the previously disturbed area. Disturbing revegetated areas for production or workover operations will be allowed. If there is significant disturbance and loss of vegetation, the area will need to be revegetated. Communicate with the appropriate BLM office for any exceptions/exemptions if needed.

All disturbed areas after they have been satisfactorily prepared need to be reseeded with the seed mixture provided in section 6.6.

Upon completion of interim reclamation, the operator shall submit a Sundry Notice, Subsequent Report of Reclamation (Form 3160-5).

6.4 FINAL ABANDONMENT & RECLAMATION

Prior to surface abandonment, the operator shall submit a Notice of Intent Sundry Notice and reclamation plan.

At final abandonment, well locations, production facilities, and access roads must undergo "final" reclamation so that the character and productivity of the land are restored.

Earthwork for final reclamation must be completed within six (6) months of well plugging. All pads, pits, facility locations and roads must be reclaimed to a satisfactory revegetated, safe, and stable condition, unless an agreement is made with the landowner or BLM to keep the road and/or pad intact.

After all disturbed areas have been satisfactorily prepared, these areas need to be revegetated with the seed mixture provided below. Seeding will be accomplished by drilling on the contour whenever practical or by other approved methods. Seeding may need to be repeated until revegetation is successful, as determined by the BLM. After earthwork and seeding is completed, the operator is required to submit a Sundry Notice, Subsequent Report of Reclamation.

Operators shall contact a BLM surface protection specialist prior to surface abandonment operations for site specific objectives (BLM_NM_CFO_Construction_Reclamation@blm.gov).

6.5 SEEDING TECHNIQUES

Seeds shall be hydro-seeded, mechanically drilled, or broadcast, with the broadcast-seeded area raked, ripped or dragged to aid in covering the seed. The seed mixture shall be evenly and uniformly planted over the disturbed area.

6.6 SOIL SPECIFIC SEED MIXTURE

The lessee/permitee shall seed all disturbed areas with the seed mixture listed below. The seed mixture shall be planted in the amounts specified in pounds of pure live seed (PLS)* per acre. There shall be no primary or secondary noxious weeds in the seed mixture. Seed will be tested and the viability testing of seed will be done in accordance with State law(s) and within nine (9) months prior to purchase. Commercial seed will be either certified or registered seed. The seed container will be tagged in accordance with State law(s) and available for inspection by the Authorized Officer.

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Seed land application will be accomplished by mechanical planting using a drill equipped with a depth regulator to ensure proper depth of planting where drilling is possible. The seed mixture will be evenly and uniformly planted over the disturbed area. Smaller/heavier seeds tend to drop the bottom of the drill and are planted first; the operator shall take appropriate measures to ensure this does not occur. Where drilling is not possible, seed will be broadcast and the area shall be raked or chained to cover the seed. When broadcasting the seed, the pounds per acre are to be doubled. The seeding will be repeated until a satisfactory BLM or Soil Conservation

District stand is established as determined by the Authorized Officer. Evaluation of growth will not be made before completion of at least one full growing season after seeding or until several months of precipitation have occurred, enabling a full four months of growth, with one or more seed generations being established.

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Seed Mixture 1 for Loamy Sites

Species to be planted in pounds of pure live seed* per acre:

Species

	<u>lb/acre</u>
Plains lovegrass (Eragrostis intermedia)	0.5
Sand dropseed (Sporobolus cryptandrus)	1.0
Sideoats grama (Bouteloua curtipendula)	5.0
Plains bristlegrass (Setaria macrostachya)	2.0

*Pounds of pure live seed:

Pounds of seed **x** percent purity **x** percent germination = pounds pure live seed

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Seed Mixture 3, for Shallow Sites

Species to be planted in pounds of pure live seed* per acre:

Species	<u>lb/acre</u>
Plains Bristlegrass (Setaria macrostachya)	1.0
Green Sprangletop (Leptochloa dubia)	2.0
Sideoats Grama (Bouteloua curtipendula)	5.0

*Pounds of pure live seed:

Pounds of seed **x** percent purity **x** percent germination = pounds pure live seed

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PECOS DISTRICT DRILLING CONDITIONS OF APPROVAL

OPERATOR'S NAME:	MARATHON OIL PERMIAN LLC
WELL NAME & NO.:	COBRA COBRETTI BS FEDERAL COM 554H
SURFACE HOLE FOOTAGE:	275'/S & 1751'/E
BOTTOM HOLE FOOTAGE	100'/N & 330'/E
LOCATION:	Section 1, T.25 S., R.28 E.
COUNTY:	Eddy County, New Mexico

COA

H2S	• Yes	O No	
Potash	• None	Secretary	© R-111-P
Cave/Karst Potential	O Low	O Medium	• High
Cave/Karst Potential	© Critical		
Variance	O None	• Flex Hose	O Other
Wellhead	Conventional	• Multibowl	O Both
Wellhead Variance	O Diverter		
Other	□4 String	Capitan Reef	□ WIPP
Other	□ Fluid Filled	Pilot Hole	🗌 Open Annulus
Cementing	□ Contingency	EchoMeter	Primary Cement
	Cement Squeeze		Squeeze
Special Requirements	🗆 Water Disposal	COM	🗆 Unit
Special Requirements	□ Batch Sundry		
Special Requirements	Break Testing	□ Offline	Casing
Variance		Cementing	Clearance

A. HYDROGEN SULFIDE

A Hydrogen Sulfide (H2S) Drilling Plan shall be activated AT SPUD. As a result, the Hydrogen Sulfide area must meet Onshore Order 6 requirements, which includes equipment and personnel/public protection items. If Hydrogen Sulfide is encountered, please provide measured values and formations to the BLM.

B. CASING

Primary Casing Design:

1. The **13-3/8** inch surface casing shall be set at approximately **500** feet (a minimum of 70 feet (Eddy County) into the Rustler Anhydrite, above the salt, and below usable fresh water) and cemented to the surface.

- 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 <u>8</u> <u>hours</u> or 500 pounds compressive strength, whichever is greater. (This is to include the lead cement)
- c. Wait on cement (WOC) time for a remedial job will be a minimum of 4 hours after bringing cement to surface or 500 pounds compressive strength, whichever is greater.
- d. If cement falls back, remedial cementing will be done prior to drilling out that string.
- The 9-5/8 inch intermediate casing shall be set at approximately 8682 feet. Keep casing minimum half full during run for collapse SF. Cement volumes do not meet CFO 25% excess requirement. Please review. The minimum required fill of cement behind the 9-5/8 inch intermediate casing is:

Option 1:

• Cement to surface. If cement does not circulate see B.1.a, c-d above. Wait on cement (WOC) time for a primary cement job is to include the lead cement slurry due to cave/karst or potash.

Option 2:

The operator has not proposed a DV tool depth. DV tool needs to be below the Salado interval. Operator may adjust depth of DV tool if it remains below the Salado and cement volumes are adjusted accordingly. The DV tool may be cancelled if cement circulates to surface on the first stage.

- a. First stage to DV tool: Cement to circulate. If cement does not circulate off the DV tool, contact the appropriate BLM office before proceeding with second stage cement job.
- b. Second stage above DV tool:
 - Cement to surface. If cement does not circulate, contact the appropriate BLM office.

Wait on cement (WOC) time for a primary cement job is to include the lead cement slurry due to cave/karst or potash.

- In <u>High Cave/Karst Areas</u> if cement does not circulate to surface on the first two casing strings, the cement on the 3rd casing string must come to surface.
- 3. The **5-1/2** inch production casing shall be set at approximately **24,882** feet. The minimum required fill of cement behind the **5-1/2** inch production casing is:
 - Cement should tie-back at least 200 feet into previous casing string. Operator shall provide method of verification.
 Wait on cement (WOC) time for a primary cement job is to include the lead cement slurry due to cave/karst or potash.

C. PRESSURE CONTROL

- 1. Variance approved to use flex line from BOP to choke manifold. Manufacturer's specification to be readily available. No external damage to flex line. Flex line to be installed as straight as possible (no hard bends).'
- Operator has proposed a multi-bowl wellhead assembly. This assembly will only be tested when installed on the 13-3/8 inch surface casing. Minimum working pressure of the blowout preventer (BOP) and related equipment (BOPE) required for drilling below the surface casing shoe shall be 5000 (5M) psi. Variance is approved to use a 5000 (5M) Annular which shall be tested to 3500 (70% Working Pressure) psi.
 - a. Wellhead shall be installed by manufacturer's representatives, submit documentation with subsequent sundry.
 - b. If the welding is performed by a third party, the manufacturer's representative shall monitor the temperature to verify that it does not exceed the maximum temperature of the seal.
 - c. Manufacturer representative shall install the test plug for the initial BOP test.
 - d. If the cement does not circulate and one inch operations would have been possible with a standard wellhead, the well head shall be cut off, cementing operations performed and another wellhead installed.
 - e. Whenever any seal subject to test pressure is broken, all the tests in OOGO2.III.A.2.i must be followed.

D. SPECIAL REQUIREMENT (S)

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 Onshore Order 1 and 43 CFR part 3170 Subpart 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.

Casing Clearance:

Overlap clearance OK.

Operator shall clean up cycles until wellbore is clear of cuttings and any large debris, ensure cutting sizes are adequate "coffee ground or less" before cementing.

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)
 - If well located in 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
 - If well located in 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

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- Notify the BLM when moving in and removing the Spudder Rig.
- Notify the BLM when moving in the 2nd Rig. Rig to be moved in within 90 days of notification that Spudder Rig has left the location.
- BOP/BOPE test to be conducted per **43 CFR part 3170 Subpart 3172** as soon as 2nd Rig is rigged up on well.
- 2. Floor controls are required for 3M or Greater systems. These controls will be on the rig floor, unobstructed, readily accessible to the driller and will be operational at all times during drilling and/or completion activities. Rig floor is defined as the area immediately around the rotary table; the area immediately above the substructure on which the draw works are located, this does not include the dog house or stairway area.
- 3. The record of the drilling rate along with the GR/N well log run from TD to surface (horizontal well vertical portion of hole) shall be submitted to the BLM office as well as all other logs run on the borehole 30 days from completion. If available, a digital copy of the logs is to be submitted in addition to the paper copies. The Rustler top and top and bottom of Salt are to be recorded on the Completion Report.

A. CASING

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

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- 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
- All blowout preventer (BOP) and related equipment (BOPE) shall comply with well control requirements as described in 43 CFR part 3170 Subpart 3172 and API STD 53 Sec. 5.3.
- 2. If a variance is approved for a flexible hose to be installed from the BOP to the choke manifold, the following requirements apply: The flex line must meet the requirements of API 16C. Check condition of flexible line from BOP to choke manifold, replace if exterior is damaged or if line fails test. Line to be as straight as possible with no hard bends and is to be anchored according to Manufacturer's requirements. The flexible hose can be exchanged with a hose of equal size and equal or greater pressure rating. Anchor requirements, specification sheet and hydrostatic pressure test certification matching the hose in service, to be onsite for review. These documents shall be posted in the company man's trailer and on the rig floor.
- 3. 5M or higher system requires an HCR valve, remote kill line and annular to match. The remote kill line is to be installed prior to testing the system and tested to stack pressure.
- 4. If the operator has proposed a multi-bowl wellhead assembly in the APD. The following requirements must be met:

- a. Wellhead shall be installed by manufacturer's representatives, submit documentation with subsequent sundry.
- b. If the welding is performed by a third party, the manufacturer's representative shall monitor the temperature to verify that it does not exceed the maximum temperature of the seal.
- c. Manufacturer representative shall install the test plug for the initial BOP test.
- d. Whenever any seal subject to test pressure is broken, all the tests in 43
 CFR part 3170 Subpart 3172 must be followed.
- e. If the cement does not circulate and one inch operations would have been possible with a standard wellhead, the well head shall be cut off, cementing operations performed and another wellhead installed.
- 5. The appropriate BLM office shall be notified a minimum of 4 hours in advance for a representative to witness the tests.
 - a. In a water basin, for all casing strings utilizing slips, these are to be set as soon as the crew and rig are ready and any fallback cement remediation has been done. The casing cut-off and BOP installation can be initiated four hours after installing the slips, which will be approximately six hours after bumping the plug. For those casing strings not using slips, the minimum wait time before cut-off is eight hours after bumping the plug. BOP/BOPE testing can begin after cut-off or once cement reaches 500 psi compressive strength (including lead cement), whichever is greater. However, if the float does not hold, cut-off cannot be initiated until cement reaches 500 psi compressive strength (including lead when specified).
 - b. In potash areas, for all casing strings utilizing slips, these are to be set as soon as the crew and rig are ready and any fallback cement remediation has been done. For all casing strings, casing cut-off and BOP installation can be initiated at twelve hours after bumping the cement plug. The BOPE test can be initiated after bumping the cement plug with the casing valve open. (only applies to single stage cement jobs, prior to the cement setting up.)
 - c. The tests shall be done by an independent service company utilizing a test plug not a cup or J-packer and can be initiated immediately with the casing valve open. The operator also has the option of utilizing an independent tester to test without a plug (i.e. against the casing) pursuant to 43 CFR part 3170 Subpart 3172 with the pressure not to exceed 70% of the burst rating for the casing. Any test against the casing must meet the WOC time for water basin (8 hours) or potash (24 hours) or 500 pounds compressive strength, whichever is greater, prior to initiating the test (see casing segment as lead cement may be critical item).
 - d. The test shall be run on a 5000 psi chart for a 2-3M BOP/BOP, on a 10000 psi chart for a 5M BOP/BOPE and on a 15000 psi chart for a 10M BOP/BOPE.

If a linear chart is used, it shall be a one hour chart. A circular chart shall have a maximum 2 hour clock. If a twelve hour or twenty-four hour chart is used, tester shall make a notation that it is run with a two hour clock.

- e. The results of the test shall be reported to the appropriate BLM office.
- f. All tests are required to be recorded on a calibrated test chart. A copy of the BOP/BOPE test chart and a copy of independent service company test will be submitted to the appropriate BLM office.
- g. The BOP/BOPE test shall include a low pressure test from 250 to 300 psi. The test will be held for a minimum of 10 minutes if test is done with a test plug and 30 minutes without a test plug. This test shall be performed prior to the test at full stack pressure.
- h. BOP/BOPE must be tested by an independent service company within 500 feet of the top of the Wolfcamp formation if the time between the setting of the intermediate casing and reaching this depth exceeds 20 days. This test does not exclude the test prior to drilling out the casing shoe as per 43 CFR part 3170 Subpart 3172.

C. DRILLING MUD

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

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.

KPI 7/1/2024

Approval Date: 07/03/2024



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Operator Certification Data Report

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07/09/2024

Operator

I hereby certify that I, or someone under my direct supervision, have inspected the drill site and access route proposed herein; that I am familiar with the conditions which currently exist; that I have full knowledge of state and Federal laws applicable to this operation; that the statements made in this APD package are, to the best of my knowledge, true and correct; and that the work associated with the operations proposed herein will be performed in conformity with this APD package and the terms and conditions under which it is approved. I also certify that I, or the company I represent, am responsible for the operations conducted under this application. These statements are subject to the provisions of 18 U.S.C. 1001 for the filing of false statements.

NAME: TERRI STATHEM		Signed on: 11/16/2023							
Title: Regulatory Compliance Manager									
Street Address: 990 TOWN & COUNTRY BLVD									
City: HOUSTON	State: TX	Zip: 77024							
Phone: (713)296-2113									
Email address: TSTATHEM@MAR	ATHONOIL.COM								
Field									
Representative Name:									
Street Address:									
City: S	tate:	Zip:							
Phone:									
Email address:									

AFMSS

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

APD ID: 10400095845

Operator Name: MARATHON OIL PERMIAN LLC Well Name: COBRA COBRETTI BS FEDERAL COM Well Type: OIL WELL

Submission Date: 11/16/2023

Manager Is the first lease penetrated for production Federal or Indian? FED

Reservation:

Well Number: 554H Well Work Type: Drill

Tie to previous NOS? N

Federal or Indian agreement:

APD Operator: MARATHON OIL PERMIAN LLC

User: TERRI STATHEM

Lease Acres:

Allotted?

Highlighted data reflects the most recent changes Show Final Text

Section 1 - General

APD ID:	10400095845

BLM Office: Carlsbad

Federal/Indian APD: FED

Lease number: NMNM107373

Surface access agreement in place?

Agreement in place? NO

Agreement number:

Agreement name:

Keep application confidential? Y

Operator Internet Address:

Permitting Agent? NO

Operator letter of

Operator Info

Operator Organization Name: MARATHON OIL PERMIAN LLC Operator Address: 990 TOWN & COUNTRY BLVD **Operator PO Box: Operator City: HOUSTON** State: TX **Operator Phone:** (713)929-6600

Section 2 - Well Information

Well in Master Development Plan? NO	Master Development Plan name:							
Well in Master SUPO? NO	Master SUPO name:							
Well in Master Drilling Plan? NO	Master Drilling Plan name:							
Well Name: COBRA COBRETTI BS FEDERAL COM	Well Number: 554H	Well API Number:						
Field/Pool or Exploratory? Field and Pool	Field Name: WILLOW LAKE	Pool Name: BONE SPRING						

Zip: 77024

Application Data

Submission Date: 11/16/2023

Title: Regulatory Compliance

07/09/2024

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Operator Name: MARATHON OIL PERMIAN LLC Well Name: COBRA COBRETTI BS FEDERAL COM

Well Number: 554H

Is the proposed well in an area containing other mineral resources? NATURAL GAS

Is the propos	sed well in a Helium produ	ction area? N	Use Existing Well Pad?	New surface disturbance?						
Type of Well	Pad: MULTIPLE WELL		Multiple Well Pad Name: Cobretti	Number: E1						
Well Class: H	HORIZONTAL		Number of Legs: 1							
Well Work Ty	ype: Drill									
Well Type: C	DIL WELL									
Describe We	ll Туре:									
Well sub-Typ	DE: EXPLORATORY (WILD	CAT)								
Describe sul	b-type:									
Distance to t	own: 20 Miles	Distance to ne	arest well: 30 FT	Distanc	nce to lease line: 100 FT					
Reservoir we	Reservoir well spacing assigned acres Measurement: 960.08 Acres									
Well plat:	A2_Cobra_Cobretti_BS_Fed_Com_554H_C102_20231114174429.pdf									
	A2_Cobra_Cobretti_BS_Fed_Com_554H_payment_receipt_20231114181025.pdf									
Well work st	art Date: 11/14/2024		Duration: 30 DAYS							

Section 3 - Well Location Table

Survey Type: RECTANGULAR

Describe Survey Type:

Datum: NAD83

Survey number: 21653

Vertical Datum: NAVD88

Reference Datum: GROUND LEVEL

Wellbore	NS-Foot	NS Indicator	EW-Foot	EW Indicator	Twsp	Range	Section	Aliquot/Lot/Tract	Latitude	Longitude	County	State	Meridian	Lease Type	Lease Number	Elevation	MD	TVD	Will this well produce from this
SHL Leg #1	275	FSL	175 1	FEL	25S	28E	1	Aliquot SWSE	32.15269 12	- 104.0379 361	LEA	NEW MEXI CO	FIRS T PRIN	F	NMNM 16104	291 9	0	0	N
KOP Leg #1	100	FSL	330	FEL	25S	28E	1	Aliquot SESE	32.15213 49	- 104.0333 447	LEA	NEW MEXI CO	FIRS T PRIN	F	FEE	- 570 1	880 0	862 0	Y
Operator Name: MARATHON OIL PERMIAN LLC Well Name: COBRA COBRETTI BS FEDERAL COM

Well Number: 554H

Wellbore	NS-Foot	NS Indicator	EW-Foot	EW Indicator	Twsp	Range	Section	Aliquot/Lot/Tract	Latitude	Longitude	County	State	Meridian	Lease Type	Lease Number	Elevation	MD	TVD	Will this well produce from this
PPP	100	FSL	330	FEL	25S	28E	1	Aliquot	32.15213	-	LEA	NEW	FIRS	F	FEE	-	880	862	Y
Leg								SESE	49	104.0333		MEXI	T			570	0	0	
#1-1										447		00	PRIN			1			
PPP	265	FNL	381	FEL	24S	28E	25	Aliquot	32.18846	-	LEA	NEW	FIRS	F	NMNM	-	220	917	Y
Leg	8							SENE	11	104.0332		MEXI	T		107373	625	00	5	
#1-2										202		CO	PRIN			0			
EXIT	100	FNL	330	FEL	24S	28E	25	Aliquot	32.19549	-	LEA	NEW	FIRS	F	FEE	-	248	917	Υ
Leg								NENE	33	104.0331		MEXI	T			625 6	82	5	
#1										304		CO	PRIN			0			
BHL	100	FNL	330	FEL	24S	28E	25	Aliquot	32.19549	-	LEA	NEW	FIRS	F	FEE	-	248	917	Y
Leg								NENE	33	104.0331		MEXI	T DDIN			625	82	5	
#1										504		00	FRIN			0			



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

APD ID: 10400095845

Operator Name: MARATHON OIL PERMIAN LLC

Well Name: COBRA COBRETTI BS FEDERAL COM

Well Type: OIL WELL

Well Number: 554H Well Work Type: Drill

Submission Date: 11/16/2023

Highlighted data reflects the most recent changes

07/09/2024

Drilling Plan Data Report

Show Final Text

Section 1 - Geologic Formations

Formation ID	Formation Name	Elevation	True Vertical	Measured Depth	Lithologies	Mineral Resources	Producing Formatio
13716221	RUSTLER	3579	0	Ó	ANHYDRITE	USEABLE WATER	N
13716222	SALADO	3006	573	600	ANHYDRITE, SALT	NONE	N
13716223	CASTILE	2370	1209	1236	ANHYDRITE, SALT	NONE	N
13716224	LAMAR	887	2692	2719	SANDSTONE, SHALE	NONE	N
13716225	CHERRY CANYON	-18	3597	3624	SANDSTONE	OIL	N
13716232	BELL CANYON	-1253	4832	4859	SANDSTONE	OIL	N
13716226	BRUSHY CANYON	-1253	4832	4859	SANDSTONE	OIL	N
13716227	BONE SPRING LIME	-2845	6424	6451	LIMESTONE	NONE	N
13716228	BONE SPRING 1ST	-3758	7337	7364	SANDSTONE	OIL	N
13716229	BONE SPRING 2ND	-4009	7588	7615	LIMESTONE, SHALE	OIL	N
13716230	BONE SPRING 3RD	-4927	8506	8533	LIMESTONE	OIL	Y
13716231	WOLFCAMP	-6058	9637	9664	SANDSTONE, SHALE	NATURAL GAS, OIL	Y

Section 2 - Blowout Prevention

Pressure Rating (PSI): 10M

Rating Depth: 10000

Equipment: 13 5/8 BOP Annular (5,000 psi WP) and BOP Stack (10,000 psi WP) will be installed and tested before drilling all holes.

Requesting Variance? YES

Variance request: A variance is requested for the use of a flexible choke line from the BOP to Choke Manifold. See attached for specs and hydrostatic test chart. Marathon requests a 5M annular variance for the 10M BOP system. Please see attached procedure.

Well Name: COBRA COBRETTI BS FEDERAL COM

Testing Procedure: BOP/BOPE will be tested to 250 psi low and 50% WP for Annular and 10,000 psi for BOP Stack. Testing will be conducted by an independent service company per 43 CFR 3172 requirements. The System may be upgraded to a higher pressure but still tested to the working pressure listed in the Equipment Description above. If the system is upgraded all the components installed will be functional and tested. Pipe rams will be operationally checked each 24 hour period. Blind rams will be operationally checked on each trip out of the hole. These checks will be noted on the daily tour sheets. Other accessories to the BOP equipment will include a Kelly cock, full opening safety valve / inside BOP and choke lines and choke manifold. See attached schematics. Formation integrity test will be performed per 43 CFR 3172. On Exploratory wells or on that portion of any well approved for a 5M BOPE system or greater, a pressure integrity test of each casing shoe shall be performed. A multibowl wellhead is being used. The BOP will be tested per 43 CFR 3172 after installation on the surface casing which will cover testing requirements for a maximum of 30 days. If any seal subject to test pressure is broken the system must be tested. See attached schematic.

Choke Diagram Attachment:

D2_Cobra_Cobretti_Choke_Manifold_20231114085120.pdf

MRO_Flex_Hose_20240624190826.pdf

BOP Diagram Attachment:

D2_Cobra_Cobretti_10M_BOP_20231114085137.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 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	500	0	500	2919	2419	500	J-55	54.5	BUTT	5.22	1.81	BUOY	4.52	BUOY	4.52
2	INTERMED IATE	12.2 5	9.625	NEW	API	N	0	8682	0	8502	0	-5583	8682	P- 110	40	BUTT	1.2	1.42	BUOY	2.44	BUOY	2.44
3	PRODUCTI ON	8.75	5.5	NEW	API	N	0	24882	0	9175	2919	-6256	24882	P- 110	23	OTHER - TLW	2.53	1.26	BUOY	2.22	BUOY	2.22

Casing Attachments

Operator Name: MARATHON OIL PERMIAN LLC

Well Name: COBRA COBRETTI BS FEDERAL COM

Well Number: 554H

Casing Attachments

Casing ID: 1 String SURFACE
Inspection Document:
•
Spec Document:
Tapered String Spec:
Casing Design Assumptions and Worksheet(s):
Casing Design Assumptions and Worksheet(s):
D3_Cobra_Cobretti_BS_Fed_Com_554H_Casing_Assump_20231114175611.pdf
Casing ID: 2 String INTERMEDIATE
Inspection Document:
Spec Document:
Tapered String Spec:
Casing Design Assumptions and Workshoot(c):
Casing Design Assumptions and Worksneet(s).
D3_Cobra_Cobretti_BS_Fed_Com_554H_Casing_Assump_20231114175645.pdf
Casing ID: 3 String PRODUCTION
Inspection Document:
Spec Document:
Tapered String Spec:
Casing Design Assumptions and Worksheet(s):
Casing Design Assumptions and worksneet(s):
D3_Cobra_Cobretti_BS_Fed_Com_554H_Casing_Assump_20231114175708.pdf
5 500 23 00 Benteler P110 CY TI W CDS 20231114175718 pdf

Section 4 - Cement

Well Name: COBRA COBRETTI BS FEDERAL COM

Well Number: 554H

String Type	Lead/Tail	Stage Tool Depth	Top MD	Bottom MD	Quantity(sx)	Yield	Density	Cu Ft	Excess%	Cement type	Additives
SURFACE	Lead		0	350	166	2.12	12.5	353	25	Class C	Extender, Accelerator, LCM
SURFACE	Tail		350	500	99	1.32	14.8	130	25	Class C	Accelerator
INTERMEDIATE	Lead		0	8182	1484	2.18	12.4	3234	25	ClassC	Extender, Accelerator LCM
INTERMEDIATE	Tail		8182	8682	147	1.33	14.8	196	25	Class C	retarder
PRODUCTION	Lead		8382	2488 2	3142	1.68	13	5278	25	Class H	Retarder, exender, fluid loss, suspension agent

Section 5 - Circulating Medium

Mud System Type: Closed

Will an air or gas system be Used? NO

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

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

Describe what will be on location to control well or mitigate other conditions: The necessary mud products for additional weight and fluid loss control will be on location at all times.

Describe the mud monitoring system utilized: Losses or gains in the mud system will be monitored visually/manually as well as with an electronic PVT.

						,	÷				
Top Depth	Bottom Depth	Mud Type	Min Weight (Ibs/gal)	Max Weight (Ibs/gal)	Density (lbs/cu ft)	Gel Strength (lbs/100 sqft)	Н	Viscosity (CP)	Salinity (ppm)	Filtration (cc)	Additional Characteristics
0	500	WATER-BASED MUD	8.4	8.8							
500	8682	OIL-BASED MUD	9.2	10.2							

Circulating Medium Table

Well Name: COBRA COBRETTI BS FEDERAL COM

Well Number: 554H

Top Depth	Bottom Depth	Mud Type	Min Weight (lbs/gal)	Max Weight (lbs/gal)	Density (Ibs/cu ft)	Gel Strength (lbs/100 sqft)	Hd	Viscosity (CP)	Salinity (ppm)	Filtration (cc)	Additional Characteristics
8682	2488 2	OIL-BASED MUD	10.5	12.5							

Section 6 - Test, Logging, Coring

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

GR from TD to Surface (horizontal well - vertical portion of well)

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

GAMMA RAY LOG, MEASUREMENT WHILE DRILLING, DIRECTIONAL SURVEY,

Coring operation description for the well:

NA

Section 7 - Pressure

Anticipated Bottom Hole Pressure: 5964

Anticipated Surface Pressure: 3945

Anticipated Bottom Hole Temperature(F): 195

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

D7_Cobra_Cobretti_BS_Fed_Com_554H_H2S_Plan_20231114180030.pdf

Well Name: COBRA COBRETTI BS FEDERAL COM

Well Number: 554H

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Section 8 - Other Information

Proposed horizontal/directional/multi-lateral plan submission:

D8_Cobra_Cobretti_BS_Federal_Com_554H_AC_20231114180054.pdf

D8_Cobra_Cobretti_BS_Federal_Com_554H_Dir_Survey_20231114180103.pdf

Other proposed operations facets description:

Other proposed operations facets attachment:

D8_Cobra_Cobretti_NGMP_20231114114635.pdf D8_Cobra_Cobretti_Rig_Layout_Diagram_20231114114646.pdf D8_Cobra_Cobretti_BS_Fed_com_554H_Drill_Plan_20231114180118.pdf

Other Variance attachment:

D8_Cobra_Cobretti_Variance_Request_20231114114719.pdf D8_Cobra_Cobretti_Well_Control_Plan_20231114114757.pdf D8_Cobra_Cobretti_Wellhead_Diagram_20231114114732.pdf





LUOHE LETONE HYDRAULICS TECHNOLOGY CO.,LTD

HYDROSTATIC TESTING REPORT

LT	Y١	7/C)R.	-5.0	7.1	-28

LIYY/QR-5.7.1	-28				N	<u>e: 230826004</u>
Product Name	Cho	ke And Kill Hose		Standard	i API	Spec 16C 3 rd edition
Product Specification	on 3"×100	00psi×35ft (10.67m	1)	Serial Num	ıber	7660134
Inspection Equipme	ent MTU	J-BS-1600-3200-E		Test mediu	ım	Water
Inspection Departm	ent Q	.C. Department		Inspection I	Date	2023.08.17
		Rate of le	ength chan	ge	·	44 km
Standard requireme	nts At working pro	essure ,the rate of le	ength chan	ge should not m	nore than $\pm 2\%$	6
Testing result	10000psi (69.0	MPa) ,Rate of leng	th change	0.9%		
·····	I	Hydrosta	atic testing	;		Andralden en el l'anne en antra alt
Standard requireme	nts At 1.5 times w the second pre-	orking pressure, the ssure-holding perio	e initial pro d of not le	essure-holding p ss than one hou	period of not le r, no leaks.	ss than three minutes,
Testing result	15000psi (103	.5MPa), 3 min for tl	he first tin	ie, 60 min for th	ne second time,	no leakage
Graph of pressure tes	ting:					
110 100 100 100 100 100 100 100	1622M 1621M 1622M 1622M 1622M	11 10 9 8 8 7 8 8 9 9 10 10 10 10 10 10 10 10 10 10 10 10 10	10 10 10 10 10 10 10 10 10 10 10 10 10 1	£19 164519 1655219 1655219	1700219 170519 1210219 12	15:19 12:20:19 12:25:19 12:30:19 12:31:81912:30
Conclusion	The inspec	ted items meet stan	dard requi	rements of API	Spec 16C 3 rd e	dition
Approver)ioulong Chen	Auditor	Hingi	ng Dong	Inspector	Zhansheng Wang

(C) LETONE

LUOHE LETONE HYDRAULICS TECHNOLOGY CO.,LTD

CERTIFICATE OF QUALITY

LTYY/QR-5.7.1-19B

№: LT2023-126-001

Customer Name	Austin Hose									
Product Name	Chok	Choke And Kill Hose								
Product Specification	3"×10000psi×35ft (10.67m)	Quantity	12PCS							
Serial Number	7660131~7660142	FSL	FSL3							
Temperature Range	-29°C ~+121°C	Standard	API Spec 16C 3 rd edition							
Inspection Department	Q.C. Department	Inspection date	2023.08.26							

	Inspect	ion Items	S		Inspection results						
	Appearance	Checkin	g		In accordar	nce with API Spec	16C 3 rd edition				
	Size and I	Lengths			In accordar	nce with API Spec	16C 3 rd edition				
E	imensions an	d Tolerai	nces		In accordar	nce with API Spec	16C 3 rd edition				
End Connections: 4-1	End Connections: 4-1/16"×10000psi Integral flange for sour gas servic					In accordance with API Spec 6A 21 st edition					
End Connections: 4-1	End Connections: 4-1/16"×10000psi Integral flange for sour gas service					nce with API Spec	17D 3 rd edition				
-	Hydrostatio	c Testing			In accordar	nce with API Spec	16C 3 rd edition				
	product M	larking			In accordance with API Spec 16C 3 rd edition						
Inspection conclusion The inspected items r					eet standard requirer	ments of API Spec	16C 3 rd edition				
Remark	S										
Approver Jian Long Chen Auditor					inging Dong	Inspector	Zhansheng Wang				



LUOHE LETONE HYDRAULICS TECHNOLOGY CO.,LTD CERTIFICATE OF CONFORMANCE

№:LT230826013

Product Name: Choke And Kill Hose

Product Specification: 3"×10000psi×35ft(10.67m)

Serial Number: 7660131~7660142

End Connections: 4-1/16"×10000psi Integral flange for sour gas service

The Choke And Kill Hose assembly was produced by LUOHE LETONE HYDRAULICS TECHNOLOGY CO.,LTD . in Aug 2023, and inspected by LUOHE LETONE HYDRAULICS TECHNOLOGY CO.,LTD. according to API Spec 16C 3rd edition on Aug 26, 2023. The overall condition is good. This is to certify that the Choke And Kill Hose complies with all current standards and specifications for API Spec 16C 3rd edition .

QC Manager:

Jiaulong Chen

Date:Aug 26, 2023





Hydrogen Sulfide (H₂S) Contingency Plan

Cobra Cobretti BS Federal Com #301H 524' FSL & 1811' FEL Sec. 1 T-25S R-28E

Cobra Cobretti BS Federal Com #302H 525' FSL & 1781' FEL Sec. 1 T-25S R-28E

Cobra Cobretti BS Federal Com #551H 274' FSL & 1841' FEL Sec. 1 T-25S R-28E

Cobra Cobretti BS Federal Com #552H 274' FSL & 1811' FEL Sec. 1 T-25S R-28E

Cobra Cobretti BS Federal Com #553H 275' FSL & 1781' FEL Sec. 1 T-25S R-28E

Cobra Cobretti BS Federal Com #554H 275' FSL & 1751' FEL Sec. 1 T-25S R-28E

Eddy County NM

Marathon Oil Permian, LLC Cobra Cobretti BS Federal Com 301H, 302H, 551H, 552H, 553H, 554H

This is an open drilling site. H2S monitoring equipment and emergency response equipment will be used within 500' of zones known to contain H2S, including warning signs, wind indicators and H2S monitor.



Escape

Crews shall escape upwind of escaping gas in the event of an emergency release of gas. Escape can be facilitated from the location entrance road. Crews should then block the entrance to the location from the lease road so as not to allow anyone traversing into a hazardous area. The blockade should be at a safe distance outside of the ROE. There are no homes or buildings in or near the ROE.

Assumed 100 ppm ROE = 3000' 100 ppm H2S concentration shall trigger activation of this plan.

Emergency Procedures

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

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

Ignition of Gas Source

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

Characteristics of H2 S and SO2

Common Name	Chemical Formula	Specific Gravity	Threshold Limit	Hazardous Limit	Lethal Concentration
Hydrogen Sulfide	H₂S	1.189 Air = 1	10 ppm	100 ppm/hr	600 ppm
Sulfur Dioxide	SO ₂	2.21 Air = 1	2 ppm	N/A	1000 ppm

Contacting Authorities

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

Marathon Oil Permian, LLC

Hydrogen Sulfide Drilling Operation Plan

I. HYDROGEN SULFIDE (H2S) TRAINING

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

- The hazards and characteristics of hydrogen sulfide (H2S)
- The proper use and maintenance of personal protective equipment and life support systems.
- The proper use of H2S detectors, alarms, warning systems, briefing areas, evacuation procedures, and prevailing winds.
- The proper techniques for first aid and rescue procedures.

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

- The effects of H2S metal components. If high tensile tubulars are to be used, personnel will be trained in their special maintenance requirements.
- Corrective action and shut-in procedures when drilling or reworking a well and blowout prevention and well control procedures.
- The contents and requirements of the H2S Drilling Operations Plan.
- There will be weekly H2S and well control drills for all personnel in each crew.

II. HYDROGEN SULFIDE TRAINING

Note: All H2S safety equipment and systems will be installed, tested, and operational when drilling reaches a depth of 500 feet above, or three days prior to penetrating the first zone containing or reasonably expected to contain H2S.

- Well Control Equipment
 - Flare line
 - Choke manifold Remotely Operated
 - Blind rams and pipe rams to accommodate all pipe sizes with properly sized closing unit

- Auxiliary equipment may include if applicable: annular preventer and rotating head.
- Mud/Gas Separator
- Protective equipment for essential personnel:
 - 30-minute SCBA units located at briefing areas, as indicated on well site diagram, with escape units available in the top doghouse. As it may be difficult to communicate audibly while wearing these units, hand signals shall be utilized.
 - Fire extinguishers are located at various locations around the rig.
 First Aid supplies are located in the top doghouse and the rig manger's office.
- H2S detection and monitoring equipment:
 - Portable H2S monitors positioned on location for best coverage and response. These units have warning lights which activate when H2S levels reach 10 ppm and audible sirens which activate at 15 ppm. Sensor locations:
 - Bell nipple
 - Rig floor
 - Cellar
 - Possum Belly/Shale shaker
 - Choke manifold
- Visual warning systems:
 - Wind direction indicators as shown on well site diagram
 - Caution/Danger signs shall be posted on roads providing direct access to locations. Signs will be painted a high visibility yellow with black lettering of sufficient size to be reasonable distance from the immediate location. Bilingual signs will be used when appropriate.
- Mud program:
 - The mud program has been designed to minimize the volume of H2S circulated to surface. Proper mud weight, safe drilling practices and the use of H2S scavengers will minimize hazards when penetrating H2S bearing zones.

- Metallurgy:
 - All drill strings, casings, tubing, wellhead, blowout preventer, drilling spool, kill lines, choke manifold lines, and valves shall be H2S trim.
 - All elastomers used for packing and seals shall be H2S trim.
- Communication:
 - Company personnel have/use cellular telephones in the field.
 - Land line (telephone) communications at Office
- Well testing:
 - Drill stem testing will be performed with a minimum number of personnel in the immediate vicinity, which are necessary to safety and adequately conduct the test. The drill stem testing will be conducted during daylight hours and formation fluids will not be flowed to the surface. All drill-stem-testing operations conducted in an H2S environment will use the closed chamber method of testing.
 - There will be no drill stem testing.

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EMERGENCY	& MEDICAL	FACILITIES
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	Marathon Oil Corpo	pration Emergency Numbers	
Anders Storaune	Drilling Manager	astoraune@marathonoil.com	713-296-2985
Allen Livingston	Drilling Superintendent	alivingston@marathonoil.com	832-680-2348
Joshua Love	Drilling Superintendent	jlove@marathonoil.com	405-657-6126
Steve Donley	Drilling Engineer	sdonley@marathonoil.com	405-593-4331
Court Nelson	Drilling Engineer	cnelson1@marathonoil.com	406-565-0604
Scott Schmidt	Drilling Engineer	sschmidt1@marathonoil.com	405-249-6843
John Burt	HES Supervisor	jburt@marathonoil.com	713-296-2903
Unit Rig 409	Company Man	unit409@marathonoil.com	
Precision Rig 580	Company Man	precision580@marathonoil.com	
Cactus Rig 169	Company Man	cactus169@marathonoil.com	
Cactus Rig 170	Company Man	cactus170@marathonoil.com	
Cactus Rig 171	Company Man	cactus171@marathonoil.com	

Emergency Services Area Numbers: Or Call 911								
Sheriff (Eddy County, NM)	575-887-7551	New Mexico Poison Control	800-222- 1222					
Sheriff (Lea County, NM)	575-396-3611	Border Patrol (Las Cruces, NM)	575-528- 6600					
New Mexico State	575-392-	Energy Minerals & Natural	575-748-					
Police	5580/5588	Resources Dept.	1283					
Carlsbad Medical Center	575-887-4100	Environmental Health Dept.	505-476- 8600					
Lea Regional Medical Center	575-492-5000	OSHA (Santa Fe, NM)	505-827- 2855					
Police (Carlsbad, NM)	575-885-2111							
Police (Hobbs, NM)	575-392-9265							
Fire (Carlsbad, NM)	575-885-3124							
Fire (Hobbs, NM)	575-397-9308							
Ambulance Service	911	TOTAL SAFETY H2S - SAFETY SERVICES For Life Flight 1 st dial 911, nearest helicopter will be determined	432-561- 5049					



	DESIGN TA	RGET DETA	
Name KOP/FTP_C.C. Fed Com 554H LTP/PBHL_C.C. Fed Com 554H PI-1_C.C. Fed Com 554H PI-2_C.C. Fed Com 554H PI-3_C.C. Fed Com 554H	TVD+N/-S0.00-198.469175.0015574.329175.005017.479175.007687.299175.0010355.37	+E/-W 1421.45 1436.10 1415.75 1409.88 1405.22	
PPP-2_C.C. Fed Com 554H To convert a Magnetic Direction to a Grid Direction,	9175.00 13016.12 , Add 6.393°	1420.96 -	
To convert a Magnetic Direction to a True Direction, A To convert a True Direction to a Grid Direction, Sub	dd 6.550° East otract 0.157°	15000	
SURVEY PROGRAM	Tool	14400	
zm ^{epun rom Depun rom Survey/Flan 0.00 24882.32 Design #1 (Wellbore #1) zm}	MWD+IFR1+FDIR	13800	
ן		13200-	
$W_{est}(-)/E_{ast}(+)$ (50 usft/in)		12600	
300 1350 1400 1450 1500 1500 1550 1600 1650	1700 15700	12000	
	-15650	11400	
PBHL	-15600	10800-	
	-15550	10200-	
iiiiiiiiiiiiiiiiiiiiiiiiiiiiiiiiiiii	-15500	9600	
₩. BB SF F	-15450	9000	
ederal C	15400	(ui)tish	ŀ
om 554	-15350 တိ	90 (9) (7800 (+)	
IS-28E RB #121H	-15300)Ultrov 7200- (-	
24S-28E RB #221H	-15250(+) ()	South(
	-15200 50 50 50 50 50 50 50 50 50 50 50 50 5	6000	
	-15150	5400 He	C
	-15100	4800-	
	-15050	4200	
	-15000	3600-	
	-14950	3000	
	-14900	2400	
	-14850	1800	
300 1350 1400 1450 1500 1550 1600 1650 West(-)/Fast(+) (50 usft/in)	14800 1700	1200	
		600	
		0	
		-600	
	BHL	-1200	
° Inc, 0.34° Azm		-1800	
11500 12000 12500 13000 13500 14000 14500 1500	0 15500 16000		'\ '\





Marathon Oil

Eddy County, New Mexico (NAD 27) Cobra Cobretti BS Federal Com Pad Cobra Cobretti BS Federal Com 554H

Wellbore #1

Plan: Design #1

Standard Planning Report

10 November, 2023



MarathonOil Corporation.

MS Directional

Planning Report



Database: Company: Project: Site: Well: Wellbore: Design:	Conroe DB Marathon Oil Eddy County, New Mexico (NAD 27) Cobra Cobretti BS Federal Com Pad Cobra Cobretti BS Federal Com 554H Wellbore #1 Design #1			Local Co- TVD Refe MD Refer North Ref Survey Ca	ordinate Referen rence: ence: erence: alculation Methoc	ce: Well Cobra (WELL @ 29 WELL @ 29 Grid I: Minimum Cu	Cobretti BS Federal Coi 39.50usft (Precision 58 39.50usft (Precision 58 urvature	m 554H 0) 0)
Project	Eddy Count	y, New Mexico	(NAD 27)					
Map System: Geo Datum: Map Zone:	US State Pla NAD 1927 (N New Mexico	ne 1927 (Exac IADCON CONI East 3001	t solution) JS)	System Da	tum:	Mean Sea Lev	/el	
Site	Cobra Cobr	etti BS Federa	Com Pad					
Site Position: From: Position Uncertair	Map I ty:	0.00 usft	Northing: Easting: Slot Radius:	419,60 591,51 13	01.51 usft Latitu 10.98 usft Long i -3/16 "	ide: itude:	32° 104° :	9' 11.721 N 2' 15.501 W
Well	Cobra Cobre	etti BS Federal	Com 554H					
Well Position	+N/-S +E/-W	0.00 usft 0.00 usft 0.00 usft	Northing: Easting: Wellbead Fl	evation:	419,351.52 usft 591,570.97 usft	Latitude: Longitude: Ground Level:	32 104° 2	2° 9' 9.246 N 2' 14.811 W
Grid Convergence	:	0.157 °	Frontioud Er	oracioni	GOIL			.,010.00 001
Wellbore	Wellbore #	1						
Magnetics	Model N	ame S	Sample Date	Declinat (°)	ion	Dip Angle (°)	Field Strength (nT)	
	HDG	GM2023	12/31/2023		6.550	59.700	47,382	2.40
Design	Design #1							
Audit Notes:								
Version:			Phase:	PLAN	Tie On D	epth:	0.00	
Vertical Section:		Depth Fr (u	rom (TVD) sft)	+N/-S (usft)	+E/-W (usft)	D	Virection (°)	
		0	.00	0.00	0.00		0.05	
Plan Survey Tool	Program	Date 11/10	/2023					
Depth From (usft)	Depth To (usft)	Survey (Well	bore)	Tool Name	Ren	narks		
1 0.00	24,882.32	Design #1 (W	ellbore #1)	MWD+IFR1+I OWSG MWD	FDIR + IFR1 + FDIF			

Marathon Oil Corporation.

MS Directional

Planning Report



Database:	Conroe DB	Local Co-ordinate Reference:	Well Cobra Cobretti BS Federal Com 554H
Company:	Marathon Oil	TVD Reference:	WELL @ 2939.50usft (Precision 580)
Project:	Eddy County, New Mexico (NAD 27)	MD Reference:	WELL @ 2939.50usft (Precision 580)
Site:	Cobra Cobretti BS Federal Com Pad	North Reference:	Grid
Well:	Cobra Cobretti BS Federal Com 554H	Survey Calculation Method:	Minimum Curvature
Wellbore:	Wellbore #1	-	
Design:	Design #1		
-			

Plan Sections

Measured Depth (usft)	Inclination (°)	Azimuth (°)	Vertical Depth (usft)	+N/-S (usft)	+E/-W (usft)	Dogleg Rate (°/100usft)	Build Rate (°/100usft)	Turn Rate (°/100usft)	TFO (°)	Target
0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.000	
1,500.00	0.00	0.00	1,500.00	0.00	0.00	0.00	0.00	0.00	0.000	
2,250.11	15.00	97.95	2,241.57	-13.50	96.71	2.00	2.00	0.00	97.948	
7,040.24	15.00	97.95	6,868.43	-184.96	1,324.74	0.00	0.00	0.00	0.000	
7,790.35	0.00	0.00	7,610.00	-198.46	1,421.45	2.00	-2.00	0.00	180.000	
8,782.39	0.00	0.00	8,602.04	-198.46	1,421.45	0.00	0.00	0.00	0.000	
9,682.39	90.00	359.94	9,175.00	374.50	1,420.82	10.00	10.00	0.00	359.937	
14,325.37	90.00	359.94	9,175.00	5,017.47	1,415.75	0.00	0.00	0.00	0.000	PI-1_C.C. Fed Com
14,328.54	90.00	359.87	9,175.00	5,020.64	1,415.74	2.00	0.00	-2.00	-90.000	
16,995.19	90.00	359.87	9,175.00	7,687.29	1,409.88	0.00	0.00	0.00	0.000	PI-2_C.C. Fed Com
16,996.49	90.00	359.90	9,175.00	7,688.59	1,409.88	2.00	0.00	2.00	90.000	
19,663.28	90.00	359.90	9,175.00	10,355.37	1,405.22	0.00	0.00	0.00	0.000	PI-3_C.C. Fed Com
19,685.28	90.00	0.34	9,175.00	10,377.37	1,405.27	2.00	0.00	2.00	90.000	
24,882.32	90.00	0.34	9,175.00	15,574.32	1,436.10	0.00	0.00	0.00	0.000	LTP/PBHL_C.C. Fe

Marathon Oil Corporation.

MS Directional

Planning Report



Database:	Conroe DB	Local Co-ordinate Reference:	Well Cobra Cobretti BS Federal Com 554H
Company:	Marathon Oil	TVD Reference:	WELL @ 2939.50usft (Precision 580)
Project:	Eddy County, New Mexico (NAD 27)	MD Reference:	WELL @ 2939.50usft (Precision 580)
Site:	Cobra Cobretti BS Federal Com Pad	North Reference:	Grid
Well:	Cobra Cobretti BS Federal Com 554H	Survey Calculation Method:	Minimum Curvature
Wellbore:	Wellbore #1		
Design:	Design #1		

Planned Survey

	Measured Depth (usft)	Inclination (°)	Azimuth (°)	Vertical Depth (usft)	+N/-S (usft)	+E/-W (usft)	Vertical Section (usft)	Dogleg Rate (°/100usft)	Build Rate (°/100usft)	Turn Rate (°/100usft)
	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
	100.00	0.00	0.00	100.00	0.00	0.00	0.00	0.00	0.00	0.00
	200.00	0.00	0.00	200.00	0.00	0.00	0.00	0.00	0.00	0.00
	300.00	0.00	0.00	300.00	0.00	0.00	0.00	0.00	0.00	0.00
	400.00	0.00	0.00	400.00	0.00	0.00	0.00	0.00	0.00	0.00
	500.00	0.00	0.00	500.00	0.00	0.00	0.00	0.00	0.00	0.00
	600.00	0.00	0.00	600.00	0.00	0.00	0.00	0.00	0.00	0.00
	700.00	0.00	0.00	700.00	0.00	0.00	0.00	0.00	0.00	0.00
	800.00	0.00	0.00	800.00	0.00	0.00	0.00	0.00	0.00	0.00
	900.00	0.00	0.00	900.00	0.00	0.00	0.00	0.00	0.00	0.00
	1 000 00	0.00	0.00	1 000 00	0.00	0.00	0.00	0.00	0.00	0.00
	1 100 00	0.00	0.00	1 100 00	0.00	0.00	0.00	0.00	0.00	0.00
	1,200.00	0.00	0.00	1,200.00	0.00	0.00	0.00	0.00	0.00	0.00
	1,300.00	0.00	0.00	1.300.00	0.00	0.00	0.00	0.00	0.00	0.00
	1,400.00	0.00	0.00	1,400.00	0.00	0.00	0.00	0.00	0.00	0.00
	1 500 00	0.00	0.00	1 500 00	0.00	0.00	0.00	0.00	0.00	0.00
	KOP 2 00°	/100' Build	0.00	1,000.00	0.00	0.00	0.00	0.00	0.00	0.00
	1 600 00	2 00	97 95	1 599 98	-0 24	1 73	-0 24	2 00	2 00	0.00
	1 700 00	4 00	97.95	1,699.84	-0.96	6.91	-0.96	2.00	2.00	0.00
	1.800.00	6.00	97.95	1,799.45	-2.17	15.54	-2.16	2.00	2.00	0.00
	1,900.00	8.00	97.95	1,898.70	-3.86	27.61	-3.83	2.00	2.00	0.00
	2 000 00	10.00	07 05	1 907 /7	-6.02	/3 10	-5 02	2 00	2 00	0.00
	2,000.00	12.00	97.95	2 095 62	-0.02	62.00	-3.90	2.00	2.00	0.00
	2,100.00	14.00	97.95	2,000.02	-0.00	84 28	-11 69	2.00	2.00	0.00
	2,200.00	15.00	97 95	2,241 57	-13 50	96 71	-13 42	2.00	2.00	0.00
	Begin 15.0	0° Tangent	01100	_,	10100			2.00	2.00	0.00
	2,300.00	15.00	97.95	2,289.76	-15.29	109.50	-15.19	0.00	0.00	0.00
	2 400 00	15.00	07.05	2 286 25	19.97	125 12	19 75	0.00	0.00	0.00
	2,400.00	15.00	97.95	2,300.33	-72.45	160 77	-10.75	0.00	0.00	0.00
	2,500.00	15.00	97.95	2,402.94	-22.45	186.41	-25.86	0.00	0.00	0.00
	2,000.00	15.00	97.95	2,575.55	-20.03	212 04	-29.00	0.00	0.00	0.00
	2,700.00	15.00	97.95	2,070.12	-33.18	237.68	-32.98	0.00	0.00	0.00
	2,000.00	15.00	07.00	2,112.12	00.10	207.00	02.00	0.00	0.00	0.00
	2,900.00	15.00	97.95	2,869.31	-36.76	263.32	-36.53	0.00	0.00	0.00
	3,000.00	15.00	97.95	2,965.90	-40.34	288.95	-40.09	0.00	0.00	0.00
	3,100.00	15.00	97.90 07.0F	3,002.49	-43.92 _17.50	314.09	-43.00	0.00	0.00	0.00
	3,200.00	15.00	97.90 07.05	3 255 67	-47.00 -51.08	365.86	-47.20 -50.76	0.00	0.00	0.00
	0,000.00	10.00	<u> 37.3</u> 5	0,200.07	-01.00	000.00	-30.70	0.00	0.00	0.00
	3,400.00	15.00	97.95	3,352.27	-54.66	391.50	-54.32	0.00	0.00	0.00
	3,500.00	15.00	97.95	3,448.86	-58.24	417.14	-57.88	0.00	0.00	0.00
	3,000.00	15.00	97.90 07.05	3,040.40	-01.82	442.78 169.11	-01.43	0.00	0.00	0.00
	3,700.00	15.00	97.90	3,042.04	-03.40 -68 98	400.41 494 05	-04.99 -68 55	0.00	0.00	0.00
	0,000.00	15.00	07.00	0,700.00	-00.30	-JUJ	-00.00	0.00	0.00	0.00
	3,900.00	15.00	97.95	3,835.22	-72.56	519.69	-72.10	0.00	0.00	0.00
	4,000.00	15.00	97.95	3,931.82	-/6.14	545.32	-/5.66	0.00	0.00	0.00
	4,100.00	15.00	97.95	4,028.41	-19.12	570.90	-19.22	0.00	0.00	0.00
	4,200.00	15.00	97.93	4,120.00	-86.87	622.23	-02.17	0.00	0.00	0.00
	4,000.00	10.00	01.00	7,221.00	-00.07	022.23	-00.00	0.00	0.00	0.00
	4,400.00	15.00	97.95	4,318.18	-90.45	647.87	-89.89	0.00	0.00	0.00
	4,500.00	15.00	97.95	4,414.77	-94.03	6/3.51	-93.45	0.00	0.00	0.00
	4,600.00	15.00	97.95	4,511.30	-97.61	099.14	-97.00	0.00	0.00	0.00
	4,700.00 / 800.00	15.00	97.90	4,007.90	-101.19	124.10 750 10	-100.00	0.00	0.00	0.00
	+,000.00	13.00	51.55	4,104.00	-104.77	730.42	-104.12	0.00	0.00	0.00
	4,900.00	15.00	97.95	4,801.14	-108.35	776.05	-107.67	0.00	0.00	0.00
	5,000.00	15.00	97.95	4,897.73	-111.93	801.69	-111.23	0.00	0.00	0.00
1	1/10/2023 12:33:35	PM			Page 4				COMPA	ASS 5000 15 Build 9

Marathon Oil Corporation.

MS Directional

Planning Report



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Well:	Cobra Cobretti BS Federal Com 554H	Survey Calculation Method:	Minimum Curvature
Wellbore:	Wellbore #1		
Design:	Design #1		

Planned Survey

Measured Depth (usft)	Inclination	Azimuth	Vertical Depth (usft)	+N/-S (usft)	+E/-W (usft)	Vertical Section (usft)	Dogleg Rate (°/100usft)	Build Rate (°/100usft)	Turn Rate (°/100usft)
E 400.00	45.00	07.05	4 004 22	115 54	007.00	114 70	0.00	0.00	0.00
5,100.00	15.00	97.95 97.95	4,994.32 5,090.91	-119.09	o∠7.33 852.96	-114.79	0.00	0.00	0.00
5,300.00	15.00	97.95	5,187.51	-122.67	878.60	-121.90	0.00	0.00	0.00
5,400.00	15.00	97.95	5,284.10	-126.25	904.24	-125.46	0.00	0.00	0.00
5,500.00	15.00	97.95	5,380.69	-129.83	929.88	-129.02	0.00	0.00	0.00
5,600.00	15.00	97.95	5,477.28	-133.41	955.51	-132.57	0.00	0.00	0.00
5,700.00	15.00	97.95	5,573.87	-136.99	981.15	-136.13	0.00	0.00	0.00
5,600.00	15.00	97.95	5,070.40	-140.37	1,000.79	-139.09	0.00	0.00	0.00
5,900.00	15.00	97.95	5,767.06	-144.14	1,032.42	-143.24	0.00	0.00	0.00
6 100 00	15.00	97.95	5,803.05	-147.72	1,058.00	-140.80	0.00	0.00	0.00
6.200.00	15.00	97.95	6.056.83	-154.88	1.109.33	-153.91	0.00	0.00	0.00
6,300.00	15.00	97.95	6,153.42	-158.46	1,134.97	-157.47	0.00	0.00	0.00
6,400.00	15.00	97.95	6,250.01	-162.04	1,160.61	-161.03	0.00	0.00	0.00
6,500.00	15.00	97.95	6,346.61	-165.62	1,186.24	-164.59	0.00	0.00	0.00
6,600.00	15.00	97.95	6,443.20	-169.20	1,211.88	-168.14	0.00	0.00	0.00
6,700.00	15.00	97.95	6,539.79	-172.78	1,237.52	-171.70	0.00	0.00	0.00
0,800.00	15.00	97.95	0,030.38	-1/0.30	1,203.15	-1/5.20	0.00	0.00	0.00
6,900.00	15.00	97.95	6,732.97	-179.94	1,288.79	-178.81	0.00	0.00	0.00
7,000.00	15.00	97.95	6,829.56	-183.52	1,314.43	-182.37	0.00	0.00	0.00
Regin 2 00	°/100' Drop	97.95	0,000.43	-104.90	1,324.74	-105.00	0.00	0.00	0.00
7.100.00	13.81	97.95	6.926.31	-187.01	1.339.47	-185.84	2.00	-2.00	0.00
7,200.00	11.81	97.95	7,023.82	-190.08	1,361.42	-188.89	2.00	-2.00	0.00
7.300.00	9.81	97.95	7.122.04	-192.67	1.379.99	-191.47	2.00	-2.00	0.00
7,400.00	7.81	97.95	7,220.86	-194.79	1,395.15	-193.57	2.00	-2.00	0.00
7,500.00	5.81	97.95	7,320.15	-196.43	1,406.89	-195.20	2.00	-2.00	0.00
7,600.00	3.81	97.95	7,419.79	-197.59	1,415.19	-196.35	2.00	-2.00	0.00
7,700.00	1.81	97.95	7,519.67	-198.26	1,420.04	-197.02	2.00	-2.00	0.00
7,790.35	0.00	0.00	7,610.00	-198.46	1,421.45	-197.22	2.00	-2.00	-108.41
Begin Vert		0.00	7 610 65	109.46	1 401 45	107.00	0.00	0.00	0.00
7,000.00	0.00	0.00	7,019.05	-190.40	1,421.45	-197.22	0.00	0.00	0.00
8.000.00	0.00	0.00	7.819.65	-198.46	1.421.45	-197.22	0.00	0.00	0.00
8,100.00	0.00	0.00	7,919.65	-198.46	1,421.45	-197.22	0.00	0.00	0.00
8,200.00	0.00	0.00	8,019.65	-198.46	1,421.45	-197.22	0.00	0.00	0.00
8,300.00	0.00	0.00	8,119.65	-198.46	1,421.45	-197.22	0.00	0.00	0.00
8,400.00	0.00	0.00	8,219.65	-198.46	1,421.45	-197.22	0.00	0.00	0.00
8,500.00	0.00	0.00	8,319.65	-198.46	1,421.45	-197.22	0.00	0.00	0.00
0,000.00	0.00	0.00	0,419.00	-196.40	1,421.45	-197.22	0.00	0.00	0.00
8,700.00	0.00	0.00	8,519.65	-198.46	1,421.45	-197.22	0.00	0.00	0.00
0,702.39	0.00 °/100' Build	0.00	0,002.04	-190.40	1,421.43	-197.22	0.00	0.00	0.00
8.800.00	1.76	359.94	8,619,65	-198.19	1,421,45	-196.95	10.00	10.00	0.00
8,850.00	6.76	359.94	8,669.49	-194.48	1,421.45	-193.24	10.00	10.00	0.00
8,900.00	11.76	359.94	8,718.83	-186.43	1,421.44	-185.19	10.00	10.00	0.00
8,950.00	16.76	359.94	8,767.27	-174.12	1,421.42	-172.88	10.00	10.00	0.00
9,000.00	21.76	359.94	8,814.46	-157.63	1,421.41	-156.39	10.00	10.00	0.00
9,050.00	26.76	359.94	8,860.03	-137.09	1,421.38	-135.85	10.00	10.00	0.00
9,100.00	31.76	359.94 359.94	0,903.03 8 944 94	-112.00 -84.52	1,421.30	-111.42	10.00	10.00	0.00
0,100.00	44 70	250.04	0,044.04	50 00	1 404 00	50.20 F4 OF	40.00	10.00	0.00
9,200.00	41.76 46.76	309.94 359.94	0,903.05 9 019 44	-52.89 -18.00	1,421.29	-51.65 -16.76	10.00	10.00	0.00
0,200.00	-0.70	000.04	0,010.74	10.00	1,721.20	10.70	10.00	10.00	0.00

COMPASS 5000.15 Build 91E

Marathon Oil Corporation.

MS Directional

Planning Report



Planned Survey

Measured Depth (usft)	Inclination (°)	Azimuth (°)	Vertical Depth (usft)	+N/-S (usft)	+E/-W (usft)	Vertical Section (usft)	Dogleg Rate (°/100usft)	Build Rate (°/100usft)	Turn Rate (°/100usft)	
9,300.00 9,350.00 9.400.00	51.76 56.76 61.76	359.94 359.94 359.94	9,052.06 9,081.26 9.106.81	19.87 60.44 103.40	1,421.21 1,421.17 1.421.12	21.11 61.68 104.64	10.00 10.00 10.00	10.00 10.00 10.00	0.00 0.00 0.00	
9,450.00 9,500.00 9,550.00 9,600.00	66.76 71.76 76.76 81.76	359.94 359.94 359.94 359.94	9,128.51 9,146.21 9,159.77 9,169.09	148.43 195.17 243.28 292.39	1,421.07 1,421.02 1,420.97 1,420.91	149.67 196.41 244.52 293.63	10.00 10.00 10.00 10.00	10.00 10.00 10.00 10.00	0.00 0.00 0.00 0.00	
9,650.00 9,682.39	86.76 90.00	359.94 359.94	9,174.08 9,175.00	342.12 374.50	1,420.86 1,420.82	343.36 375.74	10.00 10.00	10.00 10.00	0.00	
Begin 90 0	0° Lateral									
9,700.00 9,800.00 9,900.00	90.00 90.00 90.00 90.00	359.94 359.94 359.94 359.94	9,175.00 9,175.00 9,175.00 9,175.00	392.11 492.11 592.11 692.11	1,420.80 1,420.70 1,420.59	393.35 493.35 593.34 693.34	0.00 0.00 0.00 0.00	0.00 0.00 0.00	0.00 0.00 0.00	
10,100.00 10,200.00 10,300.00	90.00 90.00 90.00	359.94 359.94 359.94	9,175.00 9,175.00 9,175.00 9,175.00	792.11 892.11 992.11	1,420.37 1,420.26 1,420.15	793.34 893.34 993.34	0.00 0.00 0.00 0.00	0.00 0.00 0.00 0.00	0.00 0.00 0.00	
10,400.00 10,500.00 10,600.00 10,700.00	90.00 90.00 90.00 90.00	359.94 359.94 359.94 359.94	9,175.00 9,175.00 9,175.00 9,175.00	1,092.11 1,192.11 1,292.11 1,392.10	1,419.93 1,419.82 1,419.71	1,093.34 1,193.34 1,293.34 1,393.34	0.00 0.00 0.00 0.00	0.00 0.00 0.00 0.00	0.00 0.00 0.00 0.00	
10,800.00 10,900.00 11,000.00	90.00 90.00 90.00	359.94 359.94 359.94	9,175.00 9,175.00 9,175.00	1,492.10 1,592.10 1,692.10	1,419.60 1,419.49 1,419.38	1,493.34 1,593.34 1,693.34	0.00 0.00 0.00	0.00 0.00 0.00	0.00 0.00 0.00	
11,100.00 11,200.00 11,300.00 11,400.00 11,500.00	90.00 90.00 90.00 90.00 90.00	359.94 359.94 359.94 359.94 359.94	9,175.00 9,175.00 9,175.00 9,175.00 9,175.00	1,792.10 1,892.10 1,992.10 2,092.10 2,192.10	1,419.27 1,419.17 1,419.06 1,418.95 1,418.84	1,793.34 1,893.34 1,993.34 2,093.34 2,193.34	0.00 0.00 0.00 0.00 0.00	0.00 0.00 0.00 0.00 0.00	0.00 0.00 0.00 0.00 0.00	
11,600.00 11,700.00 11,800.00 11,900.00 12,000.00	90.00 90.00 90.00 90.00 90.00	359.94 359.94 359.94 359.94 359.94 359.94	9,175.00 9,175.00 9,175.00 9,175.00 9,175.00 9,175.00	2,292.10 2,392.10 2,492.10 2,592.10 2,692.10	1,418.73 1,418.62 1,418.51 1,418.40 1,418.29	2,293.34 2,393.34 2,493.34 2,593.34 2,693.34	0.00 0.00 0.00 0.00 0.00	0.00 0.00 0.00 0.00 0.00	0.00 0.00 0.00 0.00 0.00	
12,100.00 12,200.00 12,300.00 12,400.00 12,500.00	90.00 90.00 90.00 90.00 90.00	359.94 359.94 359.94 359.94 359.94 359.94	9,175.00 9,175.00 9,175.00 9,175.00 9,175.00 9,175.00	2,792.10 2,892.10 2,992.10 3,092.10 3,192.10	1,418.18 1,418.07 1,417.96 1,417.85 1,417.74	2,793.34 2,893.34 2,993.34 3,093.34 3,193.34	0.00 0.00 0.00 0.00 0.00	0.00 0.00 0.00 0.00 0.00	0.00 0.00 0.00 0.00 0.00	
12,600.00 12,700.00 12,800.00 12,900.00 13,000.00	90.00 90.00 90.00 90.00 90.00	359.94 359.94 359.94 359.94 359.94	9,175.00 9,175.00 9,175.00 9,175.00 9,175.00 9,175.00	3,292.10 3,392.10 3,492.10 3,592.10 3,692.10	1,417.64 1,417.53 1,417.42 1,417.31 1,417.20	3,293.34 3,393.34 3,493.34 3,593.34 3,693.34	0.00 0.00 0.00 0.00 0.00	0.00 0.00 0.00 0.00 0.00	0.00 0.00 0.00 0.00 0.00	
13,100.00 13,200.00 13,300.00 13,400.00 13,500.00	90.00 90.00 90.00 90.00 90.00	359.94 359.94 359.94 359.94 359.94	9,175.00 9,175.00 9,175.00 9,175.00 9,175.00 9,175.00	3,792.10 3,892.10 3,992.10 4,092.10 4,192.10	1,417.09 1,416.98 1,416.87 1,416.76 1,416.65	3,793.34 3,893.34 3,993.34 4,093.34 4,193.34	0.00 0.00 0.00 0.00 0.00	0.00 0.00 0.00 0.00 0.00	0.00 0.00 0.00 0.00 0.00	
13,600.00 13,700.00 13,800.00 13,900.00 14,000.00	90.00 90.00 90.00 90.00 90.00	359.94 359.94 359.94 359.94 359.94 359.94	9,175.00 9,175.00 9,175.00 9,175.00 9,175.00 9,175.00	4,292.10 4,392.10 4,492.10 4,592.10 4,692.10	1,416.54 1,416.43 1,416.32 1,416.21 1,416.11	4,293.34 4,393.34 4,493.34 4,593.34 4,693.34	0.00 0.00 0.00 0.00 0.00	0.00 0.00 0.00 0.00 0.00	0.00 0.00 0.00 0.00 0.00	

Released to Imaging: 8/13/2024 2:40:00 PM

Marathon Oil Corporation.

MS Directional

Planning Report



Database:	Conroe DB Marathon Oil	Local Co-ordinate Reference:	Well Cobra Cobretti BS Federal Com 554H
Project:	Eddy County, New Mexico (NAD 27)	MD Reference:	WELL @ 2939.50usit (Precision 580) WELL @ 2939.50usft (Precision 580)
Site:	Cobra Cobretti BS Federal Com Pad	North Reference:	Grid
Well:	Cobra Cobretti BS Federal Com 554H	Survey Calculation Method:	Minimum Curvature
Wellbore:	Wellbore #1		
Design:	Design #1		

Planned Survey

Measured Depth (usft)	Inclination (°)	Azimuth (°)	Vertical Depth (usft)	+N/-S (usft)	+E/-W (usft)	Vertical Section (usft)	Dogleg Rate (°/100usft)	Build Rate (°/100usft)	Turn Rate (°/100usft)
14,100.00 14,200.00 14,300.00 14,325.37	90.00 90.00 90.00 90.00	359.94 359.94 359.94 359.94	9,175.00 9,175.00 9,175.00 9,175.00	4,792.10 4,892.10 4,992.10 5,017.47	1,416.00 1,415.89 1,415.78 1,415.75	4,793.34 4,893.34 4,993.34 5,018.70	0.00 0.00 0.00 0.00	0.00 0.00 0.00 0.00	0.00 0.00 0.00 0.00
Begin 2.00 14,328.54	90.00 °/100' Turn	359.87	9,175.00	5,020.64	1,415.74	5,021.87	2.00	0.00	-2.00
Hold 90.00	° Inc, 359.87° /	Azm							
14,400.00 14,500.00 14,600.00 14,700.00 14,800.00	90.00 90.00 90.00 90.00 90.00	359.87 359.87 359.87 359.87 359.87	9,175.00 9,175.00 9,175.00 9,175.00 9,175.00	5,092.10 5,192.10 5,292.10 5,392.10 5,492.10	1,415.59 1,415.37 1,415.15 1,414.93 1,414.71	5,093.34 5,193.34 5,293.34 5,393.33 5,493.33	0.00 0.00 0.00 0.00 0.00	0.00 0.00 0.00 0.00 0.00	0.00 0.00 0.00 0.00 0.00
14,900.00 15,000.00 15,100.00 15,200.00 15,300.00	90.00 90.00 90.00 90.00 90.00	359.87 359.87 359.87 359.87 359.87	9,175.00 9,175.00 9,175.00 9,175.00 9,175.00	5,592.10 5,692.10 5,792.10 5,892.10 5,992.10	1,414.49 1,414.27 1,414.05 1,413.83 1,413.61	5,593.33 5,693.33 5,793.33 5,893.33 5,993.33	0.00 0.00 0.00 0.00 0.00	0.00 0.00 0.00 0.00 0.00	0.00 0.00 0.00 0.00 0.00
15,400.00 15,500.00 15,600.00 15,700.00 15,800.00	90.00 90.00 90.00 90.00 90.00	359.87 359.87 359.87 359.87 359.87 359.87	9,175.00 9,175.00 9,175.00 9,175.00 9,175.00	6,092.10 6,192.10 6,292.10 6,392.10 6,492.10	1,413.39 1,413.17 1,412.95 1,412.73 1,412.51	6,093.33 6,193.33 6,293.33 6,393.33 6,493.33	0.00 0.00 0.00 0.00 0.00	0.00 0.00 0.00 0.00 0.00	0.00 0.00 0.00 0.00 0.00
15,900.00 16,000.00 16,100.00 16,200.00 16,300.00	90.00 90.00 90.00 90.00 90.00	359.87 359.87 359.87 359.87 359.87 359.87	9,175.00 9,175.00 9,175.00 9,175.00 9,175.00 9,175.00	6,592.10 6,692.10 6,792.10 6,892.10 6,992.10	1,412.29 1,412.07 1,411.85 1,411.63 1,411.41	6,593.33 6,693.33 6,793.33 6,893.33 6,993.33	0.00 0.00 0.00 0.00 0.00	0.00 0.00 0.00 0.00 0.00	0.00 0.00 0.00 0.00 0.00
16,400.00 16,500.00 16,600.00 16,700.00 16,800.00	90.00 90.00 90.00 90.00 90.00	359.87 359.87 359.87 359.87 359.87 359.87	9,175.00 9,175.00 9,175.00 9,175.00 9,175.00 9,175.00	7,092.10 7,192.10 7,292.10 7,392.10 7,492.10	1,411.19 1,410.97 1,410.75 1,410.53 1,410.31	7,093.33 7,193.33 7,293.33 7,393.33 7,493.32	0.00 0.00 0.00 0.00 0.00	0.00 0.00 0.00 0.00 0.00	0.00 0.00 0.00 0.00 0.00
16,900.00 16,995.19	90.00 90.00	359.87 359.87	9,175.00 9,175.00	7,592.10 7,687.29	1,410.09 1,409.88	7,593.32 7,688.52	0.00 0.00	0.00 0.00	0.00 0.00
16 006 40	100° Iurn	350.00	0 175 00	7 688 50	1 400 88	7 690 91	2.00	0.00	2.00
Hold 90.00	° Inc. 359.90°	Azm	5,175.00	7,000.00	1,405.00	7,000.01	2.00	0.00	2.00
17,000.00 17,100.00	90.00 90.00	359.90 359.90	9,175.00 9,175.00	7,692.10 7,792.10	1,409.87 1,409.70	7,693.32 7,793.32	0.00 0.00	0.00 0.00	0.00 0.00
17,200.00 17,300.00 17,400.00 17,500.00 17,600.00	90.00 90.00 90.00 90.00 90.00	359.90 359.90 359.90 359.90 359.90	9,175.00 9,175.00 9,175.00 9,175.00 9,175.00 9,175.00	7,892.10 7,992.10 8,092.10 8,192.10 8,292.10	1,409.52 1,409.35 1,409.17 1,409.00 1,408.82	7,893.32 7,993.32 8,093.32 8,193.32 8,293.32	0.00 0.00 0.00 0.00 0.00	0.00 0.00 0.00 0.00 0.00	0.00 0.00 0.00 0.00 0.00
17,700.00 17,800.00 17,900.00 18,000.00 18,100.00	90.00 90.00 90.00 90.00 90.00	359.90 359.90 359.90 359.90 359.90	9,175.00 9,175.00 9,175.00 9,175.00 9,175.00 9,175.00	8,392.10 8,492.10 8,592.10 8,692.09 8,792.09	1,408.65 1,408.47 1,408.30 1,408.12 1,407.95	8,393.32 8,493.32 8,593.32 8,693.32 8,793.32	0.00 0.00 0.00 0.00 0.00	0.00 0.00 0.00 0.00 0.00	0.00 0.00 0.00 0.00 0.00
18,200.00 18,300.00 18,400.00 18,500.00	90.00 90.00 90.00 90.00	359.90 359.90 359.90 359.90	9,175.00 9,175.00 9,175.00 9,175.00	8,892.09 8,992.09 9,092.09 9,192.09	1,407.78 1,407.60 1,407.43 1,407.25	8,893.32 8,993.32 9,093.32 9,193.32	0.00 0.00 0.00 0.00	0.00 0.00 0.00 0.00	0.00 0.00 0.00 0.00

11/10/2023 12:33:35PM

Marathon Oil Corporation.

MS Directional

Planning Report



Database: Conroe DB Lo Company: Marathon Oil TX Project: Eddy County, New Mexico (NAD 27) Mil Site: Cobra Cobretti BS Federal Com Pad No Well: Cobra Cobretti BS Federal Com 554H Su Wellbore: Wellbore #1 Design #1	cocal Co-ordinate Reference: Well Cobra Cobretti BS F VD Reference: WELL @ 2939.50usft (Provide a construction of the construction	ederal Com 554H ecision 580) ecision 580)
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Planned Survey

Measured Depth (usft)	Inclination (°)	Azimuth (°)	Vertical Depth (usft)	+N/-S (usft)	+E/-W (usft)	Vertical Section (usft)	Dogleg Rate (°/100usft)	Build Rate (°/100usft)	Turn Rate (°/100usft)	
18.600.00	90.00	359.90	9,175.00	9.292.09	1.407.08	9.293.32	0.00	0.00	0.00	
19 700 00	00.00	250.00	0,175,00	0,202,00	1 406 00	0 202 22	0.00	0.00	0.00	
18,700.00	90.00	359.90	9,175.00	9,392.09	1,400.90	9,393.32	0.00	0.00	0.00	
18 900 00	90.00	350.00	9 175 00	9,402.00	1,406.75	0 503 32	0.00	0.00	0.00	
19,000,00	90.00	359.90	9 175 00	9,592.09	1,400.33	9,595.52	0.00	0.00	0.00	
19 100 00	90.00	359.90	9 175 00	9 792 09	1 406 20	9 793 32	0.00	0.00	0.00	
40,000,00	00.00	050.00	0.475.00	0,000,00	4,400,00	0,000,00	0.00	0.00	0.00	
19,200.00	90.00	359.90	9,175.00	9,892.09	1,406.03	9,893.32	0.00	0.00	0.00	
19,300.00	90.00	359.90	9,175.00	9,992.09	1,405.85	9,993.32	0.00	0.00	0.00	
19,400.00	90.00	359.90	9,175.00	10,092.09	1,405.00	10,093.32	0.00	0.00	0.00	
19,600,00	90.00	359.90	9 175 00	10,192.00	1 405 33	10,100.02	0.00	0.00	0.00	
10,000.00	00.00	250.00	0,176.00	10,255.00	1,405.00	10,256,50	0.00	0.00	0.00	
Begin 2 00	°/100' Turn	339.90	9,175.00	10,333.37	1,403.22	10,330.39	0.00	0.00	0.00	
19.685.28	90.00	0.34	9,175.00	10.377.37	1.405.27	10.378.59	2.00	0.00	2.00	
Hold 90.00	° Inc. 0.34° Az	m	0,110100		.,	. 0,01 0.00	2.00	0100	2.00	
19.700.00	90.00	0.34	9.175.00	10.392.09	1.405.35	10.393.31	0.00	0.00	0.00	
19,800.00	90.00	0.34	9,175.00	10,492.09	1,405.95	10,493.31	0.00	0.00	0.00	
19,900.00	90.00	0.34	9,175.00	10,592.09	1,406.54	10,593.31	0.00	0.00	0.00	
20 000 00	90.00	0.34	9 175 00	10 692 09	1 407 13	10 693 31	0.00	0.00	0.00	
20.100.00	90.00	0.34	9.175.00	10,792.09	1.407.73	10,793.31	0.00	0.00	0.00	
20,200.00	90.00	0.34	9,175.00	10,892.08	1,408.32	10,893.31	0.00	0.00	0.00	
20,300.00	90.00	0.34	9,175.00	10,992.08	1,408.91	10,993.31	0.00	0.00	0.00	
20,400.00	90.00	0.34	9,175.00	11,092.08	1,409.51	11,093.31	0.00	0.00	0.00	
20,500.00	90.00	0.34	9,175.00	11,192.08	1,410.10	11,193.30	0.00	0.00	0.00	
20,600.00	90.00	0.34	9,175.00	11,292.08	1,410.69	11,293.30	0.00	0.00	0.00	
20,700.00	90.00	0.34	9,175.00	11,392.07	1,411.29	11,393.30	0.00	0.00	0.00	
20,800.00	90.00	0.34	9,175.00	11,492.07	1,411.88	11,493.30	0.00	0.00	0.00	
20,900.00	90.00	0.34	9,175.00	11,592.07	1,412.47	11,593.30	0.00	0.00	0.00	
21,000.00	90.00	0.34	9,175.00	11,692.07	1,413.07	11,693.30	0.00	0.00	0.00	
21,100.00	90.00	0.34	9,175.00	11,792.07	1,413.66	11,793.30	0.00	0.00	0.00	
21,200.00	90.00	0.34	9,175.00	11,892.07	1,414.25	11,893.30	0.00	0.00	0.00	
21,300.00	90.00	0.34	9,175.00	11,992.06	1,414.85	11,993.29	0.00	0.00	0.00	
21,400.00	90.00	0.34	9,175.00	12,092.06	1,415.44	12,093.29	0.00	0.00	0.00	
21,500.00	90.00	0.34	9,175.00	12,192.06	1,416.03	12,193.29	0.00	0.00	0.00	
21,600.00	90.00	0.34	9,175.00	12,292.06	1,416.63	12,293.29	0.00	0.00	0.00	
21,700.00	90.00	0.34	9,175.00	12,392.06	1,417.22	12,393.29	0.00	0.00	0.00	
21,800.00	90.00	0.34	9,175.00	12,492.06	1,417.81	12,493.29	0.00	0.00	0.00	
21,900.00	90.00	0.34	9,175.00	12,592.05	1,410.41	12,595.29	0.00	0.00	0.00	
22,000.00	90.00	0.34	9,175.00	12,692.05	1,419.00	12,693.29	0.00	0.00	0.00	
22,100.00	90.00	0.34	9,175.00	12,792.05	1,419.59	12,793.28	0.00	0.00	0.00	
22,200.00	90.00	0.34	9,175.00	12,892.05	1,420.19	12,893.28	0.00	0.00	0.00	
22,300.00	90.00	0.34	9,175.00	12,992.05	1,420.70	12,993.20	0.00	0.00	0.00	
22,400.00	90.00	0.54	9,175.00	13,092.04	1,421.37	13,095.20	0.00	0.00	0.00	
22,500.00	90.00	0.34	9,175.00	13,192.04	1,421.97	13,193.28	0.00	0.00	0.00	
22,000.00	90.00	0.34	9,175.00	13,292.04	1,422.56	13,293.28	0.00	0.00	0.00	
22,700.00	90.00	0.34	9,175.00	13 492 04	1,423.13	13 493 27	0.00	0.00	0.00	
22,900.00	90.00	0.34	9,175.00	13,592.04	1,424.34	13,593.27	0.00	0.00	0.00	
23 000 00	90.00	0.34	9 175 00	13 692 03	1 424 93	13 693 27	0.00	0.00	0.00	
23,100.00	90.00	0.34	9,175.00	13,792.03	1,425.53	13,793.27	0.00	0.00	0.00	
23,200.00	90.00	0.34	9,175.00	13,892.03	1,426.12	13,893.27	0.00	0.00	0.00	
23,300.00	90.00	0.34	9,175.00	13,992.03	1,426.71	13,993.27	0.00	0.00	0.00	
23,400.00	90.00	0.34	9,175.00	14,092.03	1,427.31	14,093.27	0.00	0.00	0.00	

Marathon Oil Corporation.

MS Directional

Planning Report



Database:	Conroe DB	Local Co-ordinate Reference:	Well Cobra Cobretti BS Federal Com 554H
Company:	Marathon Oil	TVD Reference:	WELL @ 2939.50usft (Precision 580)
Project:	Eddy County, New Mexico (NAD 27)	MD Reference:	WELL @ 2939.50usft (Precision 580)
Site:	Cobra Cobretti BS Federal Com Pad	North Reference:	Grid
Well:	Cobra Cobretti BS Federal Com 554H	Survey Calculation Method:	Minimum Curvature
Wellbore:	Wellbore #1	-	
Design:	Design #1		

Planned Survey

Measured Depth (usft)	Inclination (°)	Azimuth (°)	Vertical Depth (usft)	+N/-S (usft)	+E/-W (usft)	Vertical Section (usft)	Dogleg Rate (°/100usft)	Build Rate (°/100usft)	Turn Rate (°/100usft)
23,500.00 23,600.00 23,700.00 23,800.00 23,900.00 24,000.00 24,100.00 24,200.00 24,300.00 24,400.00 24,500.00 24,600.00 24,700.00 24,800.00 24,800.00	90.00 90.00 90.00 90.00 90.00 90.00 90.00 90.00 90.00 90.00 90.00 90.00 90.00 90.00	0.34 0.34 0.34 0.34 0.34 0.34 0.34 0.34	9,175.00 9,175.00 9,175.00 9,175.00 9,175.00 9,175.00 9,175.00 9,175.00 9,175.00 9,175.00 9,175.00 9,175.00 9,175.00 9,175.00 9,175.00	14,192.03 14,292.02 14,392.02 14,492.02 14,592.02 14,692.02 14,792.01 14,892.01 14,992.01 15,092.01 15,192.01 15,292.01 15,392.00 15,492.00	1,427.90 1,428.49 1,429.09 1,429.68 1,430.27 1,430.87 1,431.46 1,432.05 1,432.65 1,433.24 1,433.83 1,434.43 1,435.02 1,435.61	14,193.27 14,293.26 14,393.26 14,493.26 14,593.26 14,693.26 14,793.26 14,893.26 14,993.26 15,093.25 15,193.25 15,293.25 15,393.25 15,493.25	0.00 0.00 0.00 0.00 0.00 0.00 0.00 0.0	0.00 0.00 0.00 0.00 0.00 0.00 0.00 0.0	0.00 0.00 0.00 0.00 0.00 0.00 0.00 0.00 0.00 0.00 0.00 0.00 0.00 0.00 0.00 0.00 0.00 0.00 0.00
PBHL	30.00	0.54	5,175.00	10,074.02	1,430.10	10,070.07	0.00	0.00	0.00

Design Targets

Target Name - hit/miss target - Shape	Dip Angle (°)	Dip Dir. (°)	TVD (usft)	+N/-S (usft)	+E/-W (usft)	Northing (usft)	Easting (usft)	Latitude	Longitude
KOP/FTP_C.C. Fed C - plan misses targ - Point	0.00 let center by	0.00 1435.24us	0.00 ft at 0.00us	-198.46 ft MD (0.00 T	1,421.45 VD, 0.00 N,	419,153.06 0.00 E)	592,992.42	32° 9' 7.243 N	104° 1' 58.283 W
PI-3_C.C. Fed Com 5 - plan hits target o - Point	0.00 center	0.00	9,175.00	10,355.37	1,405.22	429,706.89	592,976.19	32° 10' 51.687 N	104° 1' 58.129 W
PPP-2_C.C. Fed Com - plan misses targ - Point	0.00 let center by	0.00 0.04usft at	9,175.00 22324.07u	13,016.12 sft MD (9175	1,420.96 5.00 TVD, 130	432,367.64 016.12 N, 1420.92	592,991.93 2 E)	32° 11' 18.018 N	104° 1' 57.860 W
PI-1 C.C. Fed Com 5 - plan hits target o - Point	0.00 center	0.00	9,175.00	5,017.47	1,415.75	424,368.99	592,986.72	32° 9' 58.861 N	104° 1' 58.180 W
LTP/PBHL_C.C. Fed - plan hits target o - Point	0.00 0.00 center	0.00	9,175.00	15,574.32	1,436.10	434,925.84	593,007.07	32° 11' 43.335 N	104° 1' 57.600 W
PI-2_C.C. Fed Com 5 - plan hits target o - Point	0.00 center	0.00	9,175.00	7,687.29	1,409.88	427,038.81	592,980.85	32° 10' 25.283 N	104° 1' 58.162 W

Marathon Oil Corporation.

MS Directional

Planning Report



Conroe DB	Local Co-ordinate Reference:	Well Cobra Cobretti BS Federal Com 554H
Marathon Oil	TVD Reference:	WELL @ 2939.50usft (Precision 580)
Eddy County, New Mexico (NAD 27)	MD Reference:	WELL @ 2939.50usft (Precision 580)
Cobra Cobretti BS Federal Com Pad	North Reference:	Grid
Cobra Cobretti BS Federal Com 554H	Survey Calculation Method:	Minimum Curvature
Wellbore #1		
Design #1		
	Conroe DB Marathon Oil Eddy County, New Mexico (NAD 27) Cobra Cobretti BS Federal Com Pad Cobra Cobretti BS Federal Com 554H Wellbore #1 Design #1	Conroe DBLocal Co-ordinate Reference:Marathon OilTVD Reference:Eddy County, New Mexico (NAD 27)MD Reference:Cobra Cobretti BS Federal Com PadNorth Reference:Cobra Cobretti BS Federal Com 554HSurvey Calculation Method:Wellbore #1Design #1

Plan Annotations

Measured Depth	Vertical Depth	Local Coor +N/-S	dinates +E/-W	
(usft)	(usft)	(usft)	(usft)	Comment
1,500.00	1,500.00	0.00	0.00	KOP, 2.00°/100' Build
2,250.11	2,241.57	-13.50	96.71	Begin 15.00° Tangent
7,040.24	6,868.43	-184.96	1,324.74	Begin 2.00°/100' Drop
7,790.35	7,610.00	-198.46	1,421.45	Begin Vertical Hold
8,782.39	8,602.04	-198.46	1,421.45	KOP, 10.00°/100' Build
9,682.39	9,175.00	374.50	1,420.82	Begin 90.00° Lateral
14,325.37	9,175.00	5,017.47	1,415.75	Begin 2.00°/100' Turn
14,328.54	9,175.00	5,020.64	1,415.74	Hold 90.00° Inc, 359.87° Azm
16,995.19	9,175.00	7,687.29	1,409.88	Begin 2.00°/100' Turn
16,996.49	9,175.00	7,688.59	1,409.88	Hold 90.00° Inc, 359.90° Azm
19,663.28	9,175.00	10,355.37	1,405.22	Begin 2.00°/100' Turn
19,685.28	9,175.00	10,377.37	1,405.27	Hold 90.00° Inc, 0.34° Azm
24,882.32	9,175.00	15,574.32	1,436.10	PBHL

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 Section 1 – Plan Description Effective May 25. 2021 In Marathon Oil Permian LLC OGRID:		Eı	Sta nergy, Minerals	ate of New Mez and Natural Res	kico ources Departme	ent	Submit E Via E-per	lectronically mitting
MATURAL GAS MANAGEMENT PLAN Statual Gas Management Plan must be submitted with each Application for Permit to Drill (APD) for a new or recompleted Section 1 – Plan Description Effective May 25, 2021 Marathon Oil Permian LLC 972098 Date: 11 / 13 / 2023 OGRID: 972098 Date: 11 / 13 / 2023 I. Operator: Marathon Oil Permian LLC OGRID: 972098 Date: 11 / 13 / 2023 I. Type: ID Original I Amendment due to I 19.15.27.9.D(6)(a) NMAC I 19.15.27.9.D(6)(b) NMAC I Other. f Other, please describe:			Oil C 1220 Sa	Conservation Di South St. Fran nta Fe, NM 87	vision cis Dr. 505		_	
This Natural Gas Management Plan must be submitted with each Application for Permit to Drill (APD) for a new or recompleted Section 1 – Plan Description Effective May 25, 2021 . Operator: Marathon Oil Permian LLC OGRID: 972098 Date: 11 / 13 / 2023 . Operator: Marathon Oil Permian LLC OGRID: 972098 Date: 11 / 2 2023 I. Type: Ø Original Amendment due to 19.15.27.9.D(6)(a) NMAC 19.15.27.9.D(6)(b) NMAC Other. f Other, please describe:		N	ATURAL O	GAS MANA	GEMENT P	LAN		
Section 1 – Plan Description Effective May 25.2021 Marathon Oil Permian LLC 972098 11 / 13 / 2023 Operator:	`his Natural Gas Ma	nagement Plan m	ust be submitted v	with each Applicat	tion for Permit to I	Drill (APD) for a	new or rec	ompleted well
Marathon Oil Permian LLC 972098 11 13 2023 . Operator:			<u>Section</u>	<u>n 1 – Plan D</u> Effective May 25,	escription 2021			
I. Type: ⊠ Original □ Amendment due to □ 19.15.27.9.D(6)(a) NMAC □ 19.15.27.9.D(6)(b) NMAC □ Other. f Other, please describe:	. Operator:	Marathon Oil F	Permian LLC	OGRID:	972098	Date:	11 13 /	2023
f Other, please describe:	I. Type: 🗵 Origina	l 🗆 Amendment	due to □ 19.15.2	7.9.D(6)(a) NMA	C 🗆 19.15.27.9.D((6)(b) NMAC 🗆	Other.	
II. Well(s): Provide the following information for each new or recompleted well or set of wells proposed to be drilled or propose recompleted from a single well pad or connected to a central delivery point. Well Name API ULSTR Footages Anticipated Anticipated Anticipated Please see attached Image: Cobra Cobretti CTB Image: Cobra Cobretti CTB [See 19.15.27.9(D)(1) NM V. Central Delivery Point Name:	f Other, please desci	ibe:						
Well Name API ULSTR Footages Anticipated Oil BBL/D Anticipated Gas MCF/D Anticipated Produced Wate: BBL/D Please see attached	II. Well(s): Provide re recompleted from	the following inf a single well pad	ormation for each or connected to a	n new or recomple central delivery p	ted well or set of voint.	wells proposed to	be drilled	or proposed to
Please see attached Cobra Cobretti CTB V. Central Delivery Point Name: Cobra Cobretti CTB [See 19.15.27.9(D)(1) NM /. Anticipated Schedule: Provide the following information for each new or recompleted well or set of wells proposed to be drill roposed to be recompleted from a single well pad or connected to a central delivery point. Well Name API Spud Date TD Reached Commencement Date Initial Flow Back Date First Produc Date Please see attached Initial Flow First Produc Date Commencement Date Back Date First Produc Date Please see attached Initial Flow First Produc Date Commencement Date Back Date Date /I. Separation Equipment: X Attach a complete description of how Operator will size separation equipment to optimize gas cap III. Operational Practices: X Attach a complete description of the actions Operator will take to comply with the requirement	Well Name	API	ULSTR	Footages	Anticipated Oil BBL/D	Anticipated Gas MCF/D	An Produ E	ticipated aced Water BL/D
V. Central Delivery Point Name: Cobra Cobretti CTB [See 19.15.27.9(D)(1) NM V. Anticipated Schedule: Provide the following information for each new or recompleted well or set of wells proposed to be drill proposed to be recompleted from a single well pad or connected to a central delivery point. Initial Flow First Produc Date Well Name API Spud Date TD Reached Date Commencement Date Initial Flow Back Date First Produc Date Please see attached Initial Flow Statach a complete description of how Operator will size separation equipment to optimize gas cap VII. Operational Practices: I Attach a complete description of the actions Operator will take to comply with the requirement	Please see attached							
V. Anticipated Schedule: Provide the following information for each new or recompleted well or set of wells proposed to be drill proposed to be recompleted from a single well pad or connected to a central delivery point. Well Name API Spud Date TD Reached Date Completion Commencement Date Initial Flow Back Date First Produc Date Please see attached Initial Flow Back Date Initial Flow Back Date First Produc Date VI. Separation Equipment: Image: Attach a complete description of the actions Operator will size separation equipment to optimize gas cap	V. Central Deliver	Point Name:		Cobra Cobrett	і СТВ	[See]	9.15.27.9(D)(1) NMAC]
Well Name API Spud Date TD Reached Date Completion Commencement Date Initial Flow Back Date First Produc Date Please see attached Image: See attached	7. Anticipated Sche roposed to be recom	dule: Provide the pleted from a singleted from a single	following inform gle well pad or co	ation for each new onnected to a centr	v or recompleted w al delivery point.	vell or set of well	s proposed	to be drilled or
Please see attached Image: Complete description /I. Separation Equipment: I Attach a complete description of how Operator will size separation equipment to optimize gas cap /II. Operational Practices: I Attach a complete description of the actions Operator will take to comply with the requirement	Well Name	API	Spud Date	TD Reached Date	Completion Commencement	Date Initial Back I	Flow Fi	rst Production Date
VI. Separation Equipment: I Attach a complete description of how Operator will size separation equipment to optimize gas cap	Please see attached							
II. Operational Practices: I Attach a complete description of the actions Operator will take to comply with the requirement	/I Soncustion Fami	nmont. X Atta-1	a complete deser	rintion of how Or	arotor will size ar-	oration agains	at to ontin-	79 000 00000-
Subsection A through F of 19.15.27.8 NMAC.	/II. Operational Pi Jubsection A through	actices: 🗵 Attach a F of 19.15.27.8]	h a complete desc NMAC.	cription of the ac	tions Operator's best p	l take to comply	with the r	equirements of
luring active and planned maintenance.	/III Doot Manage		≥ Auacn a comp	ele description of	Operator s best n	nanagement prac	nces to mi	minize venting

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Section 2 – Enhanced Plan EFFECTIVE APRIL 1, 2022

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

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

IX. Anticipated Natural Gas Production:

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

X. Natural Gas Gathering System (NGGS):

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

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

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

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

□ Attach Operator's plan to manage production in response to the increased line pressure.

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

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

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

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

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

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

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

- (a) power generation on lease;
- (b) power generation for grid;
- (c) compression on lease;
- (d) liquids removal on lease;
- (e) reinjection for underground storage;
- (f) reinjection for temporary storage;
- (g) reinjection for enhanced oil recovery;
- (h) fuel cell production; and
- (i) other alternative beneficial uses approved by the division.

Section 4 - Notices

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

(a) Operator becomes aware that the natural gas gathering system it planned to connect the well(s) to has become unavailable or will not have capacity to transport one hundred percent of the production from the well(s), no later than 20 days after becoming aware of such information, Operator shall submit for OCD's approval a new or revised venting and flaring plan containing the information specified in Paragraph (5) of Subsection D of 19.15.27.9 NMAC; or

(b) Operator becomes aware that it has, cumulatively for the year, become out of compliance with its baseline natural gas capture rate or natural gas capture requirement, no later than 20 days after becoming aware of such information, Operator shall submit for OCD's approval a new or revised Natural Gas Management Plan for each well it plans to spud during the next 90 days containing the information specified in Paragraph (2) of Subsection D of 19.15.27.9 NMAC, and shall file an update for each Natural Gas Management Plan until Operator is back in compliance with its baseline natural gas capture rate or natural gas capture requirement.

2. OCD may deny or conditionally approve an APD if Operator does not make a certification, fails to submit an adequate venting and flaring plan which includes alternative beneficial uses for the anticipated volume of natural gas produced, or if OCD determines that Operator will not have adequate natural gas takeaway capacity at the time a well will be spud.

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

Signature:	Terrí Stathem		
Printed Name:	Terri Stathem		
Title:	Manager Regulatory Compliance		
E-mail Address:	tstathem@marathonoil.com		
Date:	11/13/2023		
Phone:	713-817-0224		
OIL CONSERVATION DIVISION (Only applicable when submitted as a standalone form)			
Approved By:			
Title:			
Approval Date:			
Conditions of Approval:			

APPENDIX

Section 1 - Parts VI, VII, and VIII

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

- Separation equipment is sized to allow for retention time and velocity to adequately separate oil, gas, and water at anticipated peak rates.
- All central tank battery equipment is designed to efficiently capture the remaining gas from the liquid phase.
- Valves and meters are designed to service without flow interruption or venting of gas.

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.

- ◆ 19.15.27.8 (A) Venting and Flaring Of Natural Gas
 - Marathon Oil Permian's field operations are designed with the goal of minimizing flaring and preventing venting of natural gas. If capturing the gas is not possible then the gas is combusted/flared using properly sized flares or combustors in accordance with state air permit rules.
- 19.15.27.8 (B) Venting and Flaring During Drilling Operations
 - A properly-sized flare stack 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. Venting will only occur if there is an
 equipment malfunction and/or to avoid risk of an immediate and substantial adverse impact on safety,
 public health, or the environment.
- 19.15.27.8 (C) Venting and Flaring During Completion or Recompletion Operations
 - During all phases of flowback, wells will flow through a sand separator, or other appropriate flowback separation equipment, and the well stream will be directed to a central tank battery (CTB) through properly sized flowlines.
 - The CTB will have properly sized separation equipment for maximum anticipated flow rates.
 - Multiple stages of separation will be used to separate gas from liquids. All gas will be routed to a sales
 outlet. Fluids will be routed to tanks equipped with a closed loop system that will recover any residual
 gas from the tanks and route such gas to a sales outlet.
- 19.15.27.8 (D) Venting and Flaring During Production Operations
 - During production, the well stream will be routed to the CTB where multiple stages of separation will separate gas from liquids. All gas will be routed to a sales outlet. Fluids will be routed to tanks equipped with a closed loop system that will recover any residual gas from the tanks and route such gas to a sales outlet, minimizing tank emissions.
 - Flares are equipped with auto-ignition systems and continuous pilot operations.
 - Automatic gauging equipment is installed on all tanks.

• 19.15.27.8 (E) – Performance Standards

- Production equipment will be designed to handle maximum anticipated rates and pressure.
- Automatic gauging equipment is installed on all tanks to minimize venting.
- All flared gas will be combusted in a flare stack that is properly sized and designed to ensure proper combustion.
- Flares are equipped with continuous pilots and auto-ignitors along with remote monitoring of the pilot status.
- Weekly AVOs and monthly LDAR inspections will be performed on all wells and facilities that produce more than 60 MCFD.
- Gas/H2S detectors will be installed throughout the facilities and wellheads to detect leaks and enable timely repairs.
III. Wells

Well Name	ΑΡΙ	ULSTR	Footages	Anticipated Oil BBL/D	Anticipated Gas MCF/D	Anticipated Produced Water BBL/D
Cobra Cobretti BS Federal Com 301H		0-1-25S-28E	524' FSL & 1811' FEL	2300	4200	3500
Cobra Cobretti BS Federal Com 302H		0-1-25S-28E	525' FSL & 1781' FEL	2300	4200	3500
Cobra Cobretti BS Federal Com 551H		0-1-25S-28E	274' FSL & 1841' FEL	2300	4200	3500
Cobra Cobretti BS Federal Com 552H		0-1-25S-28E	274' FSL & 1811' FEL	2300	4200	3500
Cobra Cobretti BS Federal Com 553H		0-1-25S-28E	275' FSL & 1781' FEL	2300	4200	3500
Cobra Cobretti BS Federal Com 554H		0-1-25S-28E	275' FSL & 1751' FEL	2300	4200	3500

V. Anticipated Schedule

Well Name	ΑΡΙ	Spud Date	TD Reached Date	Completion Commencem ent Date	Initial Flow Back Date	First Production Date
Cobra Cobretti BS Federal Com 301H		8/15/2024	10/1/2024	12/15/2024	1/1/2025	1/1/2025
Cobra Cobretti BS Federal Com 302H		8/15/2024	9/15/2024	12/15/2024	1/1/2025	1/1/2025
Cobra Cobretti BS Federal Com 551H		8/15/2024	9/18/2024	12/15/2024	1/1/2025	1/1/2025
Cobra Cobretti BS Federal Com 552H		8/15/2024	9/20/2024	12/15/2024	1/1/2025	1/1/2025
Cobra Cobretti BS Federal Com 553H		8/15/2024	9/25/2024	12/15/2024	1/1/2025	1/1/2025
Cobra Cobretti BS Federal Com 554H		8/15/2024	9/27/2024	12/15/2024	1/1/2025	1/1/2025

- 19.15.27.8 (F) Measurement or Estimation of Vented and Flared Natural Gas
 - All high pressure flared gas is measured by equipment conforming to API 14.10.
 - No meter bypasses are installed.
 - When metering is not practical due to low pressure/low rate, the vented or flared volume will be estimated through flare flow curves with the assistance of air emissions consultants, as necessary.

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

- Marathon Oil Permian will use best management practices to vent as minimally as possible during well intervention operations and downhole well maintenance.
- All natural gas is routed into the gas gathering system and directed to one of Marathon Oil Permian's multiple gas sales outlets.
- All venting events will be recorded and all start-up, shutdown, maintenance logs will be kept for control equipment.
- All control equipment will be maintained to provide highest run-time possible.
- All procedures are drafted to keep venting and flaring to the absolute minimum.

MARATHON OIL PERMIAN, LLC. DRILLING AND OPERATIONS PLAN

Marathon Oil

WELL NAME & NUMBER: COBRA COBRETTI BS FEDERAL COM 554H LOCATION: SECTION 1 TOWNSHIP 25S RANGE 28E EDDY COUNTY, NEW MEXICO

Section 1:

GEOLOGICAL FORMATIONS

Name of Surface Formation: Elevation: Permian 2919 *feet*

Estimated Tops of Important Geological Markers:

Formation	TVD (ft)	MD (ft)	Elevation (ft SS)	Lithologies	Mineral Resources	Producing Formation?
Rustler	na	na	#VALUE!	Anhydrite	Brine	No
Salado	573	600	2346	Salt/Anhydrite	Brine	No
Castile	1209	1236	1710	Salt/Anhydrite	Brine	No
Base of Salt (BX)	2560	2587	359	Salt/Anhydrite	Brine	No
Lamar	2692	2719	227	Sandstone/Shale	None	No
Bell Canyon	2720	2747	199	Sandstone	Oil	No
Cherry Canyon	3597	3624	-678	Sandstone	Oil	No
Brushy Canyon	4832	4859	-1913	Sandstone	Oil	No
Bone Spring Lime	6424	6451	-3505	Limestone	None	No
Upper Avalon Shale	6760	6787	-3841	Shale	Oil	Yes
1st Bone Spring Sand	7337	7364	-4418	Sandstone	Oil	Yes
2nd Bone Spring Carbonate	7588	7615	-4669	Limestone/Shale	None	No
2nd Bone Spring Sand	7933	7960	-5014	Sandstone	Oil	Yes
3rd Bone Spring Carbonate	8506	8533	-5587	Limestone	Oil	No
3rd Bone Spring Sand	9273	9300	-6354	Sandstone	Oil	Yes
Wolfcamp	9637	9664	-6718	Sandstone/Shale/Carbonates	Natural Gas / Oil	Yes
Wolfcamp A	9791	9818	-6872	Sandstone/Shale/Carbonates	Natural Gas / Oil	Yes
Wolfcamp B	10092	10119	-7173	Sandstone/Shale/Carbonates	Natural Gas / Oil	No
Wolfcamp C	10332	10359	-7413	Sandstone/Shale/Carbonates	Natural Gas / Oil	No
Wolfcamp D	10837	10864	-7918	Sandstone/Shale/Carbonates	Natural Gas / Oil	No

Section 2:

BLOWOUT PREVENTER TESTING PROCEDURE

Pressure Rating (PSI): Rating Depth: Equipment:	10M 10000 13 5/8 BOP Annular (5,000 psi WP) and BOP Stack (10,000 psi WP) will be installed and tested before drilling all holes.
Requesting Variance?	Yes
Variance Request:	A variance is requested for the use of a flexible choke line from the BOP to Choke Manifold. See attached for specs and hydrostatic test chart.
Testing Procedure:	BOP/BOPE will be tested to 250 psi low and a high of 100% WP for the Annular and 5,000psi for the BOP Stacking before drilling the intermediate hole, 10,000psi for the BOP Stacking before drilling the production hole. Testing will be conducted by an independent service company per Onshore Order 2 requirements. The System may be upgraded to a higher pressure but still tested to the working pressure listed in the Equipment Description above. If the system is upgraded all the components installed will be functional and tested. Pipe rams will be operationally checked each 24 hour period. Blind rams will be operationally checked on each trip out of the hole. These checks will be noted on the daily tour sheets. Other accessories to the BOP equipment will include a Kelly cock, full opening safety valve / inside BOP and choke lines and choke manifold. See attached echometric
	Formation integrity test will be performed per Onshore Order #2. On Exploratory wells or on that portion of any well approved for a 5M BOPE system or greater, a pressure integrity test of each casing shoe shall be performed. Will be tested in accordance with Onshore Oil and Gas Order #2 III.B.1.i. A multibowl wellhead is being used. The BOP will be tested per Onshore Order #2 after installation on the surface casing which will cover testing requirements for a maximum of 30 days. If any seal subject to test pressure is broken the system must be tested. See attached schematic.

Marathon Oil Permian LLC.

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Section 3: CASING PROGRAM																	
StringType	Hole Size	Casing Size	Top Set MD	Bottom Set MD	Top Set TVD	Bottom Set TVD	Top Set MSL	Bottom Set MSL	Weight (lbs/ft)	Grade	Joint Type	Collapse SF	Burst SF	Joint SF Type	Joint SF	Body SF Type	Body SF
Surface	17.5	13.375	0	500	0	500	2919	2419	54.5	J55	BTC	5.22	1.81	BUOY	4.52	BUOY	4.52
Intermediate	12.25	9.625	0	8682	0	8502	2919	-5583	40	P110HC	BTC	1.20	1.42	BUOY	2.44	BUOY	2.44
Production	8.75	5.5	0	24882	0	9175	2919	-6256	23	P110HC	TLW	2.53	1.26	BUOY	2.22	BUOY	2.22
All casing strings will be tested in accordance with Onshore Oil and Gas Order #2 III.B.1.h Safety Factors will Meet or									Exceed								
Casing Condition: Casing Standard: Tapered String?	Casing Condition: New Casing Standard: API Tapered String? No									or No							
Is casing new? If us	ed, attach	n certificat	ion as reg	uired in Or	shore Ord	ler #1.										Y	es
Does casing meet A	API specifi	cations? I	f no, attac	h casing sp	ecification	n sheet.										Y	es
Is premium or unco	ommon ca	ising planr	ned? If yes	attach cas	ing specifi	cation she	et.									N	lo
Does the above cas	ing desigr	n meet or	exceed BL	M's minim	um standa	ards? If not	t provide j	ustificatior	n (loading	assumptio	ns, casing	g design cr	iteria).			Y	es
Will the intermedia	ite pipe be	e kept at a	minimum	1/3 fluid f	illed to av	oid approa	ching the	collapse p	ressure ra	ting of the	casing?					Y	es
Is well located with	in Capitar	n Reef?														N	lo
If yes, does pr	oduction	casing cen	nent tie ba	ick a minin	num of 50'	' above the	e Reef?										
Is proposed w	ell within	the desigr	nated four	string bou	ndary?												
Is well located in R-	111-P and	1 SOPA?															10
If yes, are the	first three	e strings ce	emented t	o surface?													

Is well located in R-111-P and SOPA?	NO
If yes, are the first three strings cemented to surface?	
Is the second string set 100' to 600' below the base of salt?	
Is well located in SOPA but not in R-111-P?	No
If yes, are the first 2 strings cemented to surface and third string cement tied back 500' into previous casing?	
Is well located in high Cave/Karst?	No
If yes, are there two strings cemented to surface?	
If yes, is there a contingency casing if lost circulation occurs?	
Is well located in critical Cave/Karst?	No
If yes, are there three strings cemented to surface?	

Section 4:

CEMENT PROGRAM

String Type	Lead/Tail	Top MD	Bottom MD	Quantity (sks)	Yield (ft³/sks)	Density (ppg)	Slurry Volume (ft ³)	Excess (%)	Cement Type	Additives
Surface	Lead	0	350	166	2.12	12.5	353	25	Class C	Extender,Accelerator,LCM
Surface	Tail	350	500	99	1.32	14.8	130	25	Class C	Accelerator
Intermediate	Lead	0	8182	1484	2.18	12.4	3234	25	Class C	Extender, Accelerator, LCM
Intermediate	Tail	8182	8682	147	1.33	14.8	196	25	Class C	Retarder
Production	Tail	8382	24882	3142	1.68	13	5278	25	Class H	Retarder, Extender, Fluid Loss, Suspension Agent

Stage tool depth(s) will be adjusted based on hole conditions and cement volumes will be adjusted proportionally. Stage tool will be set a minimum of 50 feet below previous casing and a minimum of 200 feet above current shoe. Lab reports with the 500 psi compressive strength time for the cement will be onsite for review.

P P K	Pilot Hole? Pilot Hole Depth: (OP Depth:		No N/A N/A		Plugging	Procedure for Pilot	Hole: N/A	
	Plug Top	Plug Bottom	Excess (%)	Quantity (sx)	Density (ppg)	Yield (ft3/sks)	Water gal/sk	Slurry Description and Cement Type

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Marathon Oil Permian LLC.

Section 5:

Mud System Type: Will an air or gas system be used? Closed No

Describe what will be on location to control well or mitigate other conditions:

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

Describe the mud monitoring system utilized:

Losses or gains in the mud system will be monitored visually/manually as well as with an electronic PVT.

Circulating Medium Table:

Top Depth	Bottom Depth	Mud Type	Min. Weight (ppg)	Max Weight (ppg)
0	500	Water Based Mud	8.4	8.8
500	8682	Brine or Oil Based Mud	9.2	10.2
8682	24882	Oil Based Mud	10.5	12.5

Section 6:

TESTING, LOGGING, CORING

CIRCULATING MEDIUM

List of production tests including testing procedures, equipment and safety measures: GR from TD to surface (horizontal well - vertical portion of hole)

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

GR while drilling from Intermediate casing shoe to TD.

Coring operation description for the well:

None

Section 7:	ANTICIPATED PRESSURE
Anticipated Bottom Hole Pressure:	5964 PSI
Anticipated Bottom Hole Temperature:	195 °F
Anticipated Abnormal Pressure?	No
Anticipated Abnormal Temperature?	No

Potential Hazards:

H2S detection equipment will be in operation after drilling out the surface casing shoe until the production casing has been cemented. Breathing equipment will be on location from drilling out the surface shoe until production casing is cemented. If H2S is encountered the operator will comply with Onshore Order #6. Adequate flare lines will be installed off the mud/gas separator where gas may be flared safely. All personnel will be familiar with all aspects of safe operation of equipment being used to drill this well. See attached H2S Contingency Plan.

Section 8:

OTHER INFORMATION

Auxiliary Well Control and Monitoring Equipment:

A Kelly cock will be in the drill string at all times. A full opening drill pipe stabbing valve having the appropriate connections will be on the rig floor unobstructed and readily accessible at all times.

Hydrogen Sulfide detection equipment will be in operation after drilling out the surface casing shoe until the production casing is cemented. Breathing equipment will be on location upon drilling the surface casing shoe until total depth is reached. If Hydrogen Sulfide is encountered, measured amounts and formations will be reported to the BLM.

Anticipated Starting Date and Duration of Operations:

Road and location construction will begin after the BLM has approved the APD. Anticipated spud date will be as soon as possible after BLM approval and as soon as a rig will be available. Move in operations and drilling is expected to take 30 days.

Batch Drilling Plan

- Marathon Oil Permian LLC. respectfully requests the option to "batch" drill sections of a well with intentions of returning to the well for later completion.
- When it is determined that the use of a "batch" drilling process to increase overall efficiency and reduce rig time on location, the following steps will be utilized to ensure compliant well control before releasing drilling rig during the batch process.
- Succeeding a successful cement job, fluid levels will be monitored in both the annulus and casing string to be verified static.
- A mandrel hanger packoff will be ran and installed in the multi-bowl wellhead isolating and creating a barrier on the annulus. This packoff will be tested to 5,000 PSI validating the seals.
- At this point the well is secure and the drilling adapter will be removed from the wellhead.
- A 13-5/8" 5M temporary abandonment cap will be installed on the wellhead by stud and nut flange. The seals of the TA cap will then be pressure tested to 5,000 PSI.
- The drilling rig will skid to the next well on the pad to continue the batch drilling process.
- When returning to the well with the TA cap, the TA cap will be removed and the BOP will be nippled up on the wellhead.
- A BOP test will then be conducted according to Onshore Order #2 and drilling operations will resume on the subject well.

Request for Surface Rig

 Marathon Oil Permian LLC. Requests the option to contract a surface rig to drill, set surface casing and cement on the subject well. If the timing between rigs is such that Marathon Oil Permian LLC. would not be able to preset the surface section, the primary drilling rig will drill the well in its entirety per the APD.

1. DRILLING WELL CONTROL PLAN

1.1 WELL CONTROL - CERTIFICATIONS

Required IADC/IWCF Well Control Certifications Supervisor Level:

Any personnel who supervises or operates the BOP must possess a valid current IADC training certification and photo identification. This would include the onsite drilling supervisor, tool pusher/rig manager, driller, and any personnel that will be acting in these capacities. Another example of this may be a wireline or snubbing crew rigged up on the rig to assist the rig, the operator of each system must also have a valid control certification for their level of operation.

BLM recognizes IADC training as the industry approved <u>accredite</u>d training. Online selfcertifications will not be acceptable. Enforcement actions for the lack of a valid Supervisory Level certificate shall be prompt action to correct the deficiency. **Enforcement actions include but are not limited to immediate replacement of personnel lacking certifications, drilling operations being shut down or installment of a 10M annular.**

IADC Driller Level for all Drillers and general knowledge for the Assistant Driller, Derrick Hands, Floor Hands and Motor Hands is recognized by the BLM; however, a Driller Level certification will need to be presented only if acting in a temporary Driller Level certification capacity.

Well Control-Position/Roles

IADC Well control training and certification is targeted toward each role, e.g., Supervisor Level toward those who direct, Driller Level to those who act, Introductory to those who need to know.

• Supervisor Level

- o Specifies and has oversight that the correct actions are carried out
- Role is to supervise well control equipment, training, testing, and well control events
- o Directs the testing of BOP and other well control equipment
- o Regularly direct well control crew drills
- Land based rigs usually runs the choke during a well kill operation
- Due to role on the rig, training and certification is targeted more toward management of well control and managing an influx out of the well

• Driller Level

- o Performs an action to prevent or respond to well control accident
- Role is to monitor the well via electronic devices while drilling and detect unplanned influxes
- Assist with the testing of BOP and other well control equipment
- Regularly assist with well control crew drills
- When influx is detected, responsible to close the BOP
- Due to role on the rig, training and certification is targeted more toward monitoring and shutting the well in (closing the BOP) when an influx is detected

(Well Control-Positions/Roles Continued)

• Derrick Hand, Assistant Driller Introductory Level

- Role is to assist Driller with kick detection by physically monitoring the well at the mixing pits/tanks
- Regularly record mud weights/viscosity for analysis by the Supervisor level and mud engineer so pre-influx signs can be detected
- Mix required kill fluids as directed by Supervisor or Driller
- Due to role on the rig, training and certification is targeted more toward monitoring for influxes, either via mud samples or visual signs on the pits/tanks
- Motorman, Floor Hand Introductory Level
 - Role is to assist the Supervisor, Driller, or Derrick Hand with detecting influxes
 - Be certain all valves are aligned for proper well control as directed by Supervisor
 - o Perform Supervisor or Driller assigned tasks during a well control event
 - Due to role on the rig, training and certification is targeted more toward monitoring for influxes

1.2 WELL CONTROL-COMPONENT AND PREVENTER COMPATIBILITY CHECKLIST

The table below, which covers the drilling and casing of the 10M Stack portion of the well, outlines the tubulars and the compatible preventers in use. This table, combined with the mud program, documents that two barriers to flow can be maintained at all times, independent of the rating of the annular preventer.

Component	OD	Preventer	RWP
Drill pipe	4″	Upper and Lower	10M
		3.5-5.5" VBRs	
HWDP	4″	Upper and Lower	10M
		3.5-5.5" VBRs	
Drill collars and MWD tools	4.75-5″	Upper and Lower	10M
		3.5-5.5" VBRs	
Mud Motor	4.75-5.25"	Upper and Lower	10M
		3.5-5.5" VBRs	
Production casing	4.5″	Upper and Lower	10M
		3.5-5.5" VBRs	
ALL	0-13-5/8"	Annular	5M
Open-hole	-	Blind Rams	10M

• Example 6-1/8" Production hole section, 10M requirement

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

1.3 WELL CONTROL-BOP TESTING

BOP Test will be completed per Onshore Oil and Gas Order #2 Well Control requirements. The 5M Annular Preventer on a required 10M BOP stack will be tested to 70 % of rated working

pressure including a 10 minute low pressure test. Pressure shall be maintained at least 10 minutes.

1.4 WELL CONTROL - DRILLS

The following drills are conducted and recorded in the Daily Drilling Report and the Contractor's reporting system while engaged in drilling operations:

Туре	Frequency	Objective	Comments
Shallow gas kick drill - drilling	Once per well with crew on tour	Response training to a shallow gas influx	To be done prior to drilling surface hole if shallow gas is noted
Kick drill - drilling	Once per week per crew	Response training to an influx while drilling (bit on bottom)	Only one kick drill per week per crew is required, alternating between drilling and tripping.
Kick drill - tripping	Once per week per crew	Response training to an influx while tripping (bit off bottom). Practice stabbing TIW valve	

1.5 WELL CONTROL – MONITORING

- Drilling operations which utilize static fluid levels in the wellbore as the active barrier element, a means of accurately monitoring fill-up and displacement volumes during trips are available to the driller and operator. A recirculating trip tank is installed and equipped with a volume indicator easily read from the driller's / operator's position. This data is recorded on a calibrated chart recorder or digitally. The actual volumes are compared to the calculated volumes.
- The On-Site Supervisor ensures hole-filling and pit monitoring procedures are established and documented for every rig operation.
- The well is kept full of fluid with a known density and monitored at all times even when out of the hole.
- Flow checks are a minimum of 15 minutes.
- A flow check is made:
 - In the event of a drilling break.
 - After indications of down hole gains or losses.
 - Prior to all trips out of the hole.
 - After pulling into the casing shoe.
 - Before the BHA enters the BOP stack.
 - If trip displacement is incorrect.

Well Control-Monitoring (Continued)

- Prior to dropping a survey instrument.
- Prior to dropping a core ball.

- After a well kill operation.
- When the mud density is reduced in the well.
- Flow checks may be made at any time at the sole discretion of the driller or his designate. The Onsite Supervisor ensures that personnel are aware of this authority and the authority to close the well in immediately without further consultation.
- Record slow circulating rates (SCR) after each crew change, bit trip, and 500' of new hole drilled and after any variance greater than 0.2 ppg in MW. Slow pump rate recordings should include return flow percent, TVD, MD & pressure. SCR's will be done on all pumps at 30, 40 & 50 SPM. Pressures will be recorded at the choke panel. SCR will be recorded in the IADC daily report and ORB Wellview daily report
- Drilling blind (i.e. without returns) is permissible only in known lithology where the absence of hydrocarbons has been predetermined and written approval of the Drilling Manager.
- All open hole logs to be run with pack-off or lubricator.
- The Drilling Contractor has a fully working pit level totalizer / monitoring system with read out for the driller and an audible alarm set to 10 BBL gain / loss volume. Systems are selectable to enable monitoring of all pits in use. Pit volumes are monitored at all times, especially when transferring fluids. Both systems data is recorded on a calibrated chart recorder or electronically.
- The Drilling Contractor has a fully working return mud flow indicator with drillers display and an audible alarm, and is adjustable to record any variance in return volumes.

1.6 WELL CONTROL – SHUT IN

- The "hard shut in" method (i.e. against a closed choke using either an annular or ram type preventer) is the Company standard.
- The HCR(s) or failsafe valves are left closed during drilling to prevent any erosion and buildup of solids. The adjustable choke should also be left closed.
- The rig specific shut in procedure, the BOP configuration along with space-out position for the tool joints is posted in the Driller's control cabin or doghouse.
- No well kill operation commences until there is a plan agreed by the Superintendent, On-Site Supervisor and the Drilling Manager.
- During a well kill by circulation, constant bottom hole pressure is maintained throughout.
- Kill sheets are maintained by the Driller and posted in the Driller's control cabin or doghouse. The sheet is updated at a minimum every 500 feet.

2. SHUT-IN PROCEDURES:

2.1 PROCEDURE WHILE DRILLING

• Sound alarm (alert crew)

- Space out drill string Stop rotating, pick the drill string up off bottom, and space out to ensure no tool joint is located in the BOP element selected for initial closure.
- Shut down pumps (stop pumps and observe well.)
- Shut-in Well If flow is suspected or confirmed, close uppermost applicable BOP element. (HCR and choke will already be in the closed position.)
 - **Note:** Either the uppermost pipe ram or annular preventer can be used.
- Confirm shut-in
- Notify toolpusher/company representative
- Gather all relevant data required:
 - o SIDPP and SICP
 - Hole Depth and Hole TVD
 - o Pit gain
 - o Time
 - o Kick Volume
 - o Pipe depth
 - o MW in, MW out
 - SPR's (Slow Pump Rate's)
- Regroup and identify forward plan (let well stabilize, update kill sheet, inventory mud additives and mud volumes on location)
- Company Representative, Drilling Superintendent, Drilling Engineer and Drilling Manager will discuss well control kill method to be utilized. A verbal Risk Assessment and preferred kill method will be finalized. Initial Risk Assessment will be finalized within 1 hour of initial shut in.
- No well kill operation commences until there is a plan agreed by the Superintendent, On-Site Supervisor and the Drilling Contractor PIC.
- Recheck all pressures and fluid volume on accumulator unit
- If pressure has built or is anticipated during the kill to reach 1,000 psi or greater, the annular preventer will not be used as the primary pressure control device and operations will swap to the upper BOP pipe ram.

2.2 PROCEDURE WHILE TRIPPING

- Sound alarm (alert crew)
- Stab full opening safety valve in the drill string and close.
- Space out drill string (ensure no tool joint is located in the BOP element selected for initial closure).
- Shut down pumps (stop pumps and observe well.)
- Shut-in Well If flow is suspected or confirmed, close uppermost applicable BOP element. (HCR and choke will already be in the closed position.)
 - Note: Either the uppermost pipe ram or annular preventer can be used.
- Confirm shut-in
- Notify tool pusher/company representative
- Gather all relevant data required:
 - o SIDPP and SICP
 - \circ $\,$ Hole Depth and Hole TVD $\,$
 - o Pit gain

Procedure While Tripping (Continued)

- o Time
- o Kick Volume
- o Pipe depth

- o MW in, MW out
- SPR's (Slow Pump Rate's)
- Regroup and identify forward plan (let well stabilize, update kill sheet, inventory mud additives and mud volumes on location)
- Company Representative, Drilling Superintendent, Drilling Engineer and Drilling Manager will discuss well control kill method to be utilized. A verbal Risk Assessment and preferred kill method will be finalized. Initial Risk Assessment will be finalized within 1 hour of initial shut in.
- <u>No well kill operation commences until there is a plan agreed by the Superintendent, On-Site</u> <u>Supervisor and the Drilling Contractor PIC</u>.
- Recheck all pressures and fluid volume on accumulator unit
- If pressure has built or is anticipated during the kill to reach 1,000 psi or greater, the annular preventer will not be used as the primary pressure control device and operations will swap to the upper BOP pipe ram.

2.3 PROCEDURE WHILE RUNNING CASING

- Sound alarm (alert crew)
- Stab crossover and full opening safety valve and close
- Space out casing (ensure no coupling is located in the BOP element selected for initial closure).
- Shut down pumps (stop pumps and observe well.)
- Shut-in Well If flow is suspected or confirmed, close uppermost applicable BOP element. (HCR and choke will already be in the closed position.)
 - **Note:** Either the uppermost pipe ram or annular preventer can be used.
- Confirm shut-in
- Notify tool pusher/company representative
- Gather all relevant data required:
 - o SIDPP and SICP
 - Hole Depth and Hole TVD
 - o Pit gain
 - o Time
 - o Kick Volume
 - o Pipe depth
 - o MW in, MW out
 - SPR's (Slow Pump Rate's)
- Regroup and identify forward plan (let well stabilize, update kill sheet, inventory mud additives and mud volumes on location)
- Company Representative, Drilling Superintendent, Drilling Engineer and Drilling Manager will discuss well control kill method to be utilized. A verbal Risk Assessment and preferred kill method will be finalized. Initial Risk Assessment will be finalized within 1 hour of initial shut in.
- No well kill operation commences until there is a plan agreed by the Superintendent, On-Site Supervisor and the Drilling Contractor PIC.
- Recheck all pressures and fluid volume on accumulator unit
- If pressure has built or is anticipated during the kill to reach 1,000 psi or greater, the annular preventer will not be used as the primary pressure control device and operations will swap to the upper BOP pipe ram.

2.4 PROCEDURE WITH NO PIPE IN HOLE (OPEN HOLE)

- Sound alarm (alert crew)
- Shut-in with blind rams or BSR. (HCR and choke will already be in the closed position.)
- Confirm shut-in

- Notify toolpusher/company representative
- Gather all relevant data required:
 - o Shut-In Pressure
 - Hole Depth and Hole TVD
 - o Pit gain
 - o Time
 - o Kick Volume
 - o MW in, MW out
 - SPR's (Slow Pump Rate's)
- Regroup and identify forward plan (let well stabilize, update kill sheet, inventory mud additives and mud volumes on location)
- Company Representative, Drilling Superintendent, Drilling Engineer and Drilling Manager will discuss well control kill method to be utilized. A verbal Risk Assessment and preferred kill method will be finalized. Initial Risk Assessment will be finalized within 1 hour of initial shut in.
- <u>No well kill operation commences until there is a plan agreed by the Superintendent, On-Site</u> <u>Supervisor and the Drilling Contractor PIC</u>.
- Recheck all pressures and fluid volume on accumulator unit.

2.5 PROCEDURE WHILE PULLING BHA THRU STACK

- PRIOR to pulling last joint of drill pipe thru the stack.
- Perform flow check, if flowing.
- Sound alarm (alert crew).
- Stab full opening safety valve and close
- Space out drill string with tool joint just beneath the upper pipe ram.
- Shut-in using upper pipe ram. (HCR and choke will already be in the closed position).
- Confirm shut-in.
- Notify toolpusher/company representative
 - Read and record the following:
 - SIDPP and SICP
 - o Pit gain
 - o Time
 - Regroup and identify forward plan
- With BHA in the stack and compatible ram preventer and pipe combo immediately available.
 - Sound alarm (alert crew)
 - Stab crossover and full opening safety valve and close
 - Space out drill string with upset just beneath the compatible pipe ram.
 - Shut-in using compatible pipe ram. (HCR and choke will already be in the closed position.)
 - Confirm shut-in
 - Notify toolpusher/company representative
 - Read and record the following:
 - o SIDPP and SICP
 - o Pit gain

Procedures While Pulling BHA thru Stack (Continued)

- o Time
- Regroup and identify forward plan

- With BHA in the stack and <u>NO</u> compatible ram preventer and pipe combo immediately available.
 - Sound alarm (alert crew)
 - If possible to pick up high enough, pull string clear of the stack and follow "Open Hole" scenario.
 - If impossible to pick up high enough to pull the string clear of the stack:
 - Stab crossover, make up one joint/stand of drill pipe, and full opening safety valve and close
 - Space out drill string with tool joint just beneath the upper pipe ram.
 - Shut-in using upper pipe ram. (HCR and choke will already be in the closed position.)
 - Confirm shut-in
 - Notify toolpusher/company representative
 - Read and record the following:
 - o SIDPP and SICP
 - o Pit gain
 - o Time

55.3'

62.1'





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

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CONDITIONS

Action 363316

CONDITIONS

Operator:	OGRID:
MARATHON OIL PERMIAN LLC	372098
990 Town & Country Blvd.	Action Number:
Houston, TX 77024	363316
	Action Type:
	[C-101] BLM - Federal/Indian Land Lease (Form 3160-3)

CONDITIONS

Created By	Condition	Condition Date
ward.rikala	Notify OCD 24 hours prior to casing & cement	8/13/2024
ward.rikala	Will require a File As Drilled C-102 and a Directional Survey with the C-104	8/13/2024
ward.rikala	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	8/13/2024
ward.rikala	Cement is required to circulate on both surface and intermediate1 strings of casing	8/13/2024
ward.rikala	If cement does not circulate on any string, a CBL is required for that string of casing	8/13/2024
ward.rikala	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	8/13/2024