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

District II

811 S. First St., Artesia, NM 88210 Phone:(575) 748-1283 Fax:(575) 748-9720 District III 1000 Rio Brazos Rd., Aztec, NM 87410

Phone:(505) 334-6178 Fax:(505) 334-6170 **District IV** 

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

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

August 1, 2011

Permit 372304

	APPLICATION FOR PERIVIT TO DRILL, RE-ENTER, DEEPEN, PLUGBACK, OR ADD	AZUNE
Operator Name and Address		2. OGRID Number

		,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,		
Operator Name and Address		2. OGRID Number		
OXY USA INC		16696		
P.O. Box 4294	P.O. Box 4294			
Houston, TX 7721042	94	30-015-55406		
4. Property Code	5. Property Name	6. Well No.		
336244	CORRAL FLY 1 STATE COM	071H		

7 Surface Location

UL - Lot	Section	Township	Range	Lot Idn	Feet From	N/S Line	Feet From	E/W Line	County
N	1	25S	29E		363	S	1687	W	Eddy

8. Proposed Bottom Hole Location

UL - Lot	Section	Township	Range	Lot Idn	Feet From	N/S Line	Feet From	E/W Line	County
Р	1	25S	29E	Р	20	S	570	E	Eddv

9. Pool Information

PIERCE CROSSING; BONE SPRING, EAST	96473

Additional Well Information

11. Work Type	12. Well Type	13. Cable/Rotary	14. Lease Type	15. Ground Level Elevation
New Well	OIL		State	3102
16. Multiple	17. Proposed Depth	18. Formation	19. Contractor	20. Spud Date
N	22426	3rd Bone Spring Carbonate		11/15/2024
Depth to Ground water		Distance from nearest fresh water well		Distance to nearest surface water

#### 

21. Proposed Casing and Cement Program

Type	Hole Size	Casing Size	Casing Weight/ft	Setting Depth	Sacks of Cement	Estimated TOC
Surf	14.75	10.75	45.5	717	600	0
Int1	9.875	7.625	26.4	10073	1470	0
Prod	6.75	5.5	20	22426	728	9573

## Casing/Cement Program: Additional Comments

Int1 Cement 2 stage job - BH for second stage (see attached drill plan for volumes per stage). OXY requests approval for offline cementing variance, BOP break testing variance and Bradenhead CBL variance.

22. Proposed Blowout Prevention Program

Туре	Working Pressure	Test Pressure	Manufacturer
Annular	5000	4529	
Double Ram	5000	5000	
Blind	5000	5000	

23. I hereby certify that the information given above is true and complete to the best of my knowledge and belief.  I further certify I have complied with 19.15.14.9 (A) NMAC ☒ and/or 19.15.14.9 (B) NMAC ☒, if applicable.  Signature:				OIL CONSERVATIO	ON DIVISION
Printed Name:	Electronically filed by KELLEY MO	ONTGOMERY	Approved By:	Ward Rikala	
Title: Manager Regulatory			Title:	Petroleum Specialist Supervi	sor
Email Address: kelley_montgomery@oxy.com			Approved Date:	ed Date: 9/10/2024 Expiration Date: 9/10/2026	
Date: 8/22/2024 Phone: 713-366-5716			Conditions of Appr	oval Attached	

<u>C-102</u>		State of New Mexico Energy, Minerals & Natural Resources Department OIL CONSERVATION DIVISION						Revis	<i>Page</i> 2 sed July 9, 202	
	: Electronical D Permitting	ly		OIL	CONSERVAL	ION DIVISION			☑ Initial Submit	tal
								Submittal Type:	☐ Amended Rep	oort
								1 Jpc.	☐ As Drilled	
					WELL LOCATI	ON INFORMATION				
API Ni 30-015	umber 5- <b>55406</b>	<b>)</b>	Pool Code 96473		P	ool Name PIERCE	CROSS	SING; B	ONE SPRIN	NG, EAS
Propert 336	ty Code <b>3244</b>		Property N	ame	CORRAL FL	Y 1 STATE COM			Well Number 71	
OGRII	O No. 16696		Operator N	ame	OXY	USA INC.			Ground Level El 310	
Surface	e Owner: 🗹	State □ Fee □	] Tribal □ Fe	deral		Mineral Owner: 🗹	State  Fee	□ Tribal □	Federal	
					Surfac	ce Location				
UL	Section	Township	Range	Lot	Ft. from N/S	Ft. from E/W	Latitude (N	AD 83) Lo	ongitude (NAD 83)	County
N	1	25S	29E		363 SOUTH	1687 WEST	32.1529	972°	-103.941158°	EDDY
					Bottom 1	Hole Location				
UL	Section	Township	Range	Lot	Ft. from N/S	Ft. from E/W	Latitude (N	AD 83) Lo	ongitude (NAD 83)	County
P	1	25S	29E		20 SOUTH	570 EAST	32.1520	)85°	-103.931279°	EDDY
Dadiaa	ted Acres	Infill or Def	ining Wall	Dofinie	ıg Well API	Overlanning Specie	a Unit (V/N)	Consolidat	ion Codo	
	19.84	Defining	-	Delinii	ig well AFI	Overlapping Spacin	ig Omt (1/N)	Consolidat	ion Code	
Order I	Numbers.					Well setbacks are un	nder Common	Ownership: [	∃Yes □No	
					Kick Of	f Point (KOP)				
UL	Section	Township	Range	Lot	Ft. from N/S	Ft. from E/W	Latitude (N	AD 83) L	ongitude (NAD 83)	County
D	12	25S	29E		300 NORTH	1270 WEST	32.1511	142°	-103.942503°	EDDY
					First Tak	te Point (FTP)		· · · · · ·		!
UL	Section	Township	Range	Lot	Ft. from N/S	Ft. from E/W	Latitude (N	AD 83) L	ongitude (NAD 83)	County
M	1	25S	29E		100 SOUTH	1270 WEST	32.1522	241°	-103.942506°	EDDY
	· L	1	L		Last Tak	e Point (LTP)		<b>I</b>		I.
UL	Section	Township	Range	Lot	Ft. from N/S	Ft. from E/W	Latitude (N	AD 83) L	ongitude (NAD 83)	County
P	1	25S	29E		100 SOUTH	570 EAST	32.1523	305°	-103.931279°	EDDY
Unitize	ed Area or Aı	rea of Uniform	Interest	Spacing	g Unit Type 🔽 Horizo	ontal □ Vertical	Groui	nd Floor Elev	vation:	
OPER/	ATOR CERT	TIFICATIONS				SURVEYOR CERTIF	ICATIONS			
I hereby my knov organiza includin location interest,	e certify that the vledge and belo ation either ow g the proposed pursuant to a	e information con ief, and, if the we ns a working inte l bottom hole loca contract with an ary pooling agree	ell is a vertical or crest or unleased ution or has a rig owner of a work	r directiona mineral int ght to drill th ing interest	erest in the land	I hereby certify that the wasurveys made by me or un my belief.	ell location show			

If this well is a horizontal well, I further certify that this organization has received the consent of at least one lessee or owner of a working interest or unleased mineral interest in each tract (in the target pool or formation) in which any part of the well's completed interval will be located or obtained a compulsory pooling order from the division.

Leslie T. Reeves 8/22/2024

Signature

LESLIE REEVES

Printed Name

LESLIE\_REEVES@OXY.COM

Email Address

ONAL

Signature and Seal of Professional Surveyor

23782 December 19, 2023

Date of Survey Certificate Number

Note: No allowable will be assigned to this completion until all interest have been consolidated or a non-standard unit has been approved by the division.

Well Number Property Name Drawn By Revised By CORRAL FLY 1 STATE COM 71H L.T.T. 07-31-24

#### NAD 83 (SURFACE HOLE LOCATION) LATITUDE = 32°09'10.70" (32.152972°) LONGITUDE = -103°56'28.17" (-103.941158°) NAD 27 (SURFACE HOLE LOCATION) LATITUDE = 32°09'10.25" (32.152848°) LONGITUDE = -103°56'26.42" (-103.940673°) STATE PLANE NAD 83 (N.M. EAST) N: 419607.59' E: 662705.28

STATE PLANE NAD 27 (N.M. EAST) N: 419549.19' E: 621520.64'

#### NAD 83 (KICK OFF POINT)

LATITUDE = 32°09'04.11" (32.151142° LONGITUDE = -103°56'33.01" (-103.942503°)

#### NAD 27 (KICK OFF POINT)

LATITUDE = 32°09'03.66" (32.151018° LONGITUDE = -103°56'31.26" (-103.942018°) STATE PLANE NAD 83 (N.M. EAST) N: 418940.24' E: 662291.55

STATE PLANE NAD 27 (N.M. EAST) N: 418881.85' E: 621106.90'

#### NAD 83 (FIRST TAKE POINT)

LATITUDE = 32°09'08.07" (32.152241°) LONGITUDE = -103°56'33.02" (-103.942506°)

#### NAD 27 (FIRST TAKE POINT)

LATITUDE = 32°09'07.62" (32.152117°) LONGITUDE = -103°56'31.28" (-103.942021°)

STATE PLANE NAD 83 (N.M. EAST) N: 419340.16' E: 662289.12

STATE PLANE NAD 27 (N.M. EAST)

N: 419281.76' E: 621104.48'

#### NAD 83 (TURN POINT 1)

LATITUDE = 32°09'47.49" (32.163192°) LONGITUDE = -103°56'32.99" (-103.942498°)

NAD 27 (TURN POINT 1) LATITUDE = 32°09'47.05" (32.163069°)

LONGITUDE = -103°56'31.25" (-103.942013°)

STATE PLANE NAD 83 (N.M. EAST)

N: 423324 09' E: 662277 14'

STATE PLANE NAD 27 (N.M. EAST) N: 423265.61' E: 621092.61'

#### NAD 83 (TURN POINT 2)

LATITUDE = 32°09'56.36" (32.165655°) LONGITUDE = -103°56'12.68" (-103.936857°)

NAD 27 (TURN POINT 2) LATITUDE = 32°09'55.91" (32.165532°)

LONGITUDE = -103°56'10.94" (-103.936371°)

STATE PLANE NAD 83 (N.M. EAST)

N: 424226.37' E: 664019.50 STATE PLANE NAD 27 (N.M. EAST)

N: 424167.87' E: 622834.99'

#### NAD 83 (TURN POINT 3)

LATITUDE = 32°09'47.61" (32.163224°) LONGITUDE = -103°55'52.66" (-103.931295°)

NAD 27 (TURN POINT 3)

LATITUDE = 32°09'47.16" (32.163101°) LONGITUDE = -103°55'50.92" (-103.930810°)

STATE PLANE NAD 83 (N.M. EAST) N: 423348.49' E: 665743.66'

STATE PLANE NAD 27 (N.M. EAST) N: 423290.02' E: 624559.11'

#### NAD 83 (LAST TAKE POINT)

LATITUDE = 32°09'08.30" (32.152305°) LONGITUDE = -103°55'52.61" (-103.931279°)

NAD 27 (LAST TAKE POINT)

LATITUDE = 32°09'07.85" (32.152181°) LONGITUDE =  $-103^{\circ}55'50.86"$  ( $-103.930795^{\circ}$ )

STATE PLANE NAD 83 (N.M. EAST)

N: 419376.20' E: 665763.38

STATE PLANE NAD 27 (N.M. EAST) N: 419317.81' E: 624578.71'

#### NAD 83 (BOTTOM HOLE LOCATION)

LATITUDE = 32°09'07.51" (32.152085°) LONGITUDE = -103°55'52.61" (-103.931279°) NAD 27 (BOTTOM HOLE LOCATION)

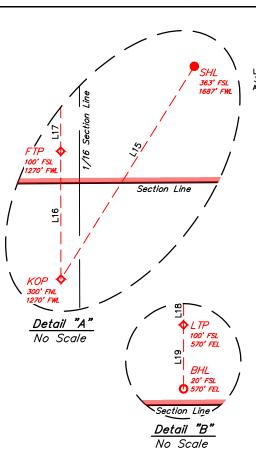
LATITUDE = 32°09'07.06" (32.151961°)

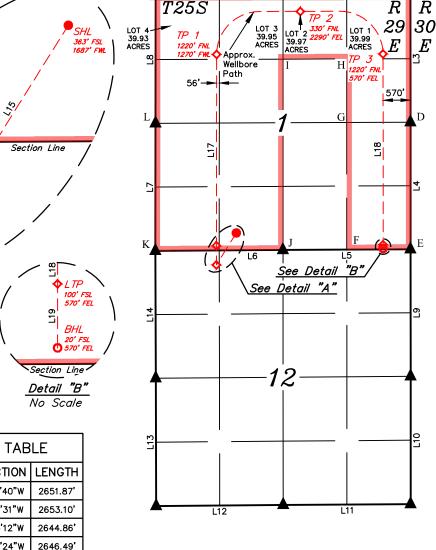
LONGITUDE = -103°55'50.86" (-103.930795°)

STATE PLANE NAD 83 (N.M. EAST) N: 419296.22' E: 665763.7

STATE PLANE NAD 27 (N.M. EAST) N: 419237.83' E: 624579.10'

- Distances referenced on plat to section lines are perpendicular. Basis of Bearings is a Transverse Mercator Projection with a Central Meridian of W103°53'00" (NAD 83)
- Sheet 2 of 2





A**▲**T24S L1

	LINE TABLE						
LINE	DIRECTION	LENGTH					
L1	S89°49'40"W	2651.87					
L2	S89*50'31"W	2653.10'					
L3	N00°03'12"W	2644.86					
L4	N00°02'24"W	2646.49					
L5	S89°39'34"W	2658.17					
L6	S89°37'24"W	2657.23					
L7	N00°04'21"E	2656.26					
L8	N00°03'27"E	2653.06					
L9	N00°04'46"W	2646.95					
L10	N00°02'30"E	2662.95					
L11	S89*37'52"W	2654.54					
L12	S89°30'00"W	2646.75					
L13	N00°10'06"W	2662.50'					
L14	N00°10'27"W	2654.36					
L15	S32°02'12"W	785.36					
L16	N00°06'29"W	400.00'					
L17	N00°04'02"E	3984.78					
L18	S00°02'41"E	3973.16'					
L19	S00°02'24"E	80.00'					

SCALE

HSU COORDINATES							
	NAD 27 N.		NAD 83 N.M. STATE				
	PLANE, EA	ST ZONE	PLANE, EA	AST ZONE			
POINT	NORTHING	EASTING	NORTHING	EASTING			
A	424476.21	619819.06	424534.72	661003.55			
В	424495.27	622470.30	424553.78	663654.80			
С	424513.68	625122.77	424572.18	666307.29			
D	421869.46	625136.22	421927.90	666320.82			
E	419223.60	625149.05	419281.99	666333.73			
F	419210.15	623820.32	419268.54	665004.98			
G	421858.03	623808.58	421916.48	664993.17			
Н	423181.58	623802.55	423240.06	664987.11			
I	423171.60	622475.61	423230.08	663660.16			
J	419196.70	622491.58	419255.09	663676.24			
K	419168.12	619835.08	419226.52	661019.71			
L	421823.77	619827.41	421882.22	661011.97			

= SURFACE HOLE LOCATION

= KICK OFF POINT/TAKE POINTS/ TURN POINTS

= BOTTOM HOLE LOCATION

= SECTION CORNER LOCATED

= HORIZONTAL SPACING UNIT

Released to Imaging: 9/10/2024 1:19:00 PM

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

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

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

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

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

Form APD Comments

Permit 372304

#### PERMIT COMMENTS

Operator Name and Address:	API Number:
OXY USA INC [16696]	30-015-55406
P.O. Box 4294	Well:
Houston, TX 772104294	CORRAL FLY 1 STATE COM #071H

Created By	Comment	Comment Date
ward.rikala	This is the defining well for the HSU.	9/10/2024

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

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

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

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

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

Form APD Conditions

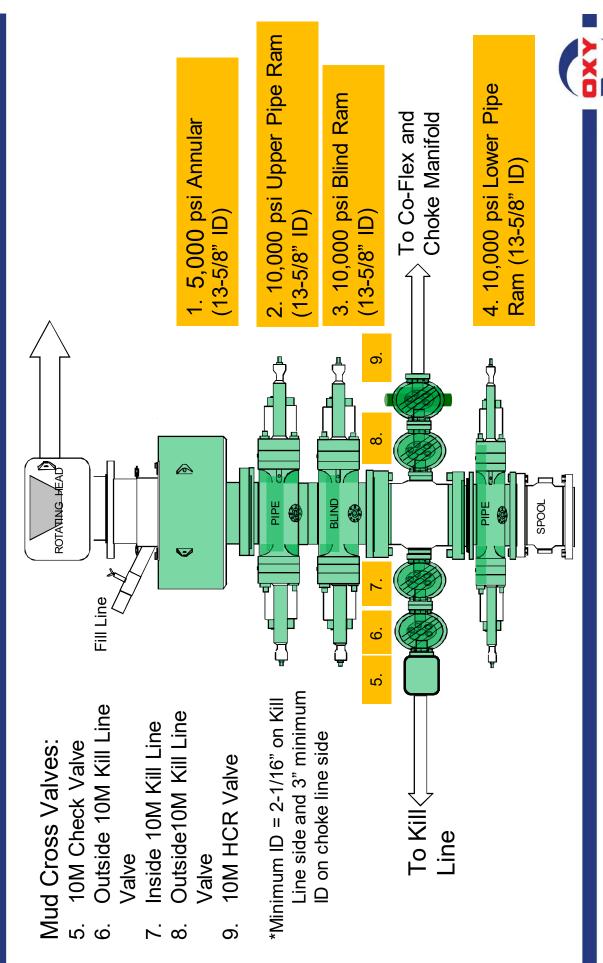
Permit 372304

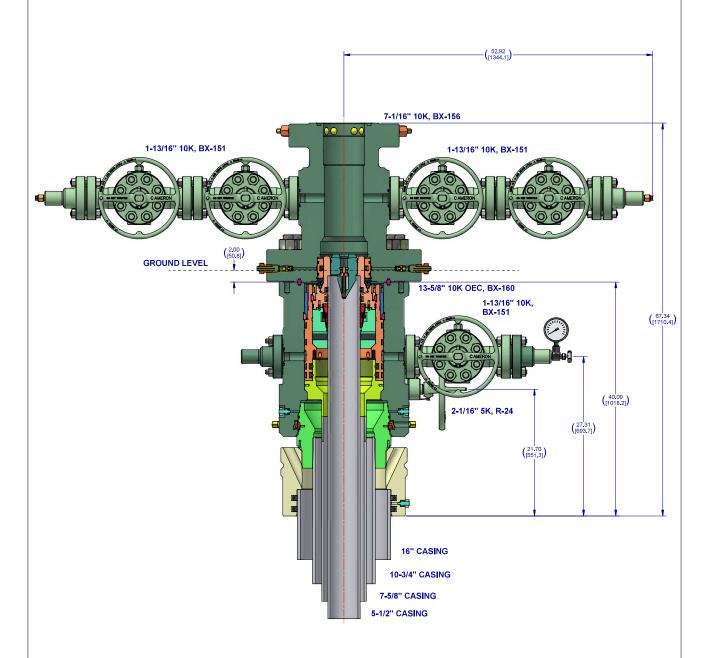
#### PERMIT CONDITIONS OF APPROVAL

Operator Name and Address:	API Number:
OXY USA INC [16696]	30-015-55406
P.O. Box 4294	Well:
Houston, TX 772104294	CORRAL FLY 1 STATE COM #071H

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

# 5/10M BOP Stack



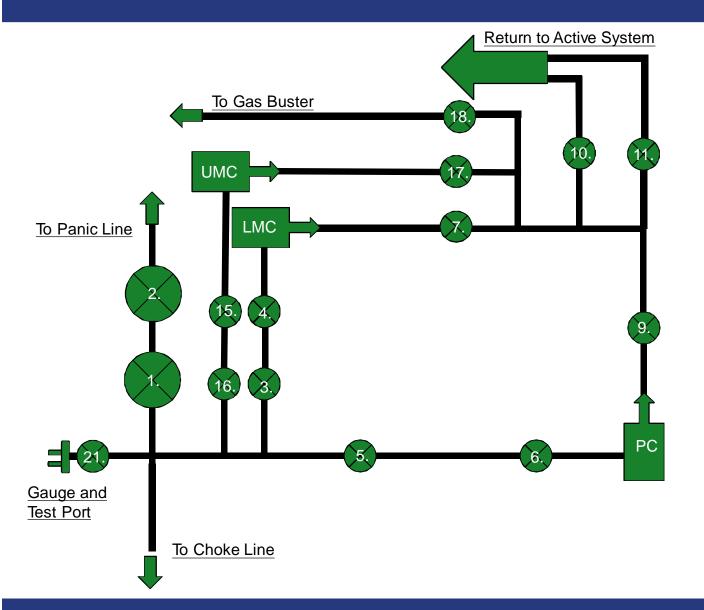


#### Notes:

1. THIS IS A PROPOSAL DRAWING AND DIMENSIONS SHOWN ARE SUBJECT TO CHANGE DURING THE FINAL DESIGN PROCESS.

		CONF	IDEN	ITIAL	
SURFACE TREATMENT	DO NOT SC	ALE		CAMERON	SURFACE
	DRAWN BY: DA		W/	A Schlumberger Company	SYSTEMS
	D. GOTTUNG	2 Dec 21		A Schlumberger Company	
MATERIAL & HEAT TREAT		DATE			
	D, GOTTUNG	2 Dec 21		OXY 13-5/8" 10K AD/	APT
	APPROVED BY:	DATE	1	16" X 10-3/4" X 7-5/8" X 5-1/2"	
	D, GOTTUNG	2 Dec 21			
	5.617 LBS INITIAL USE BM: 55.434 KG		SHEET 4 of 4	SD-053434-94-	.05 REV:

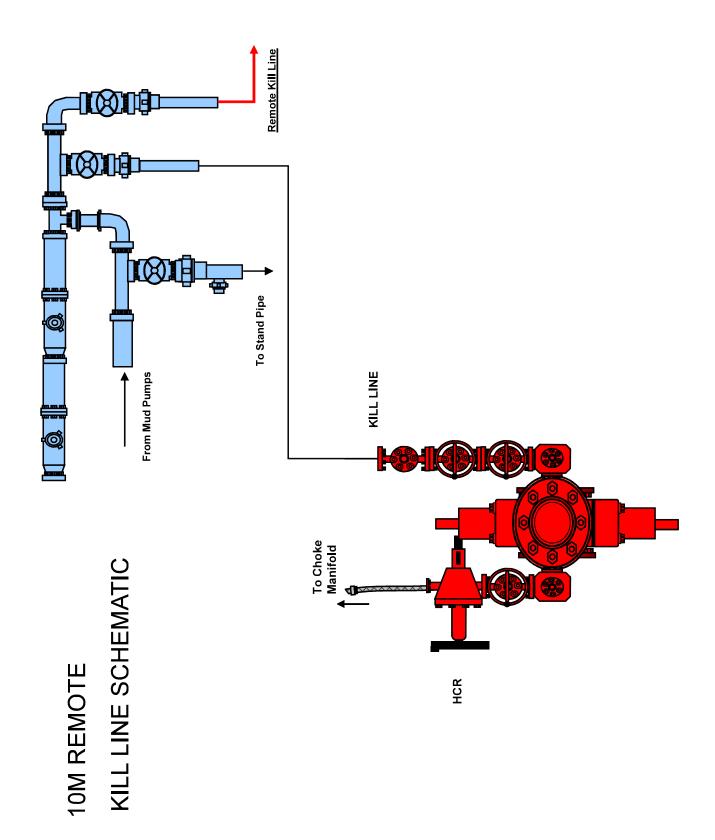
# 10M Choke Panel

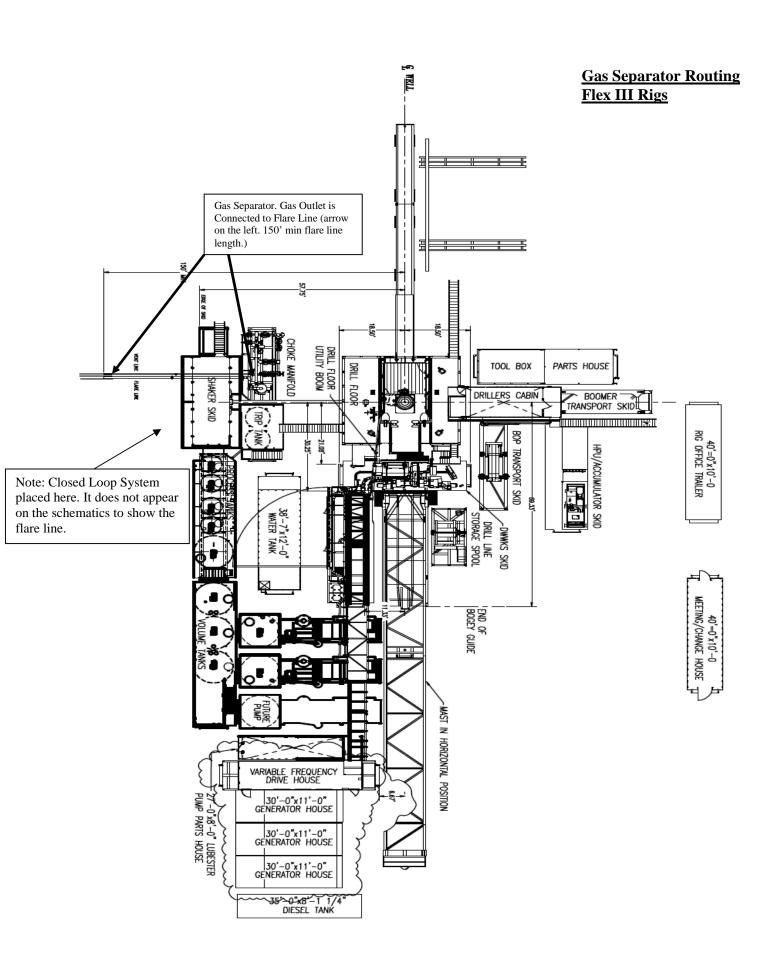


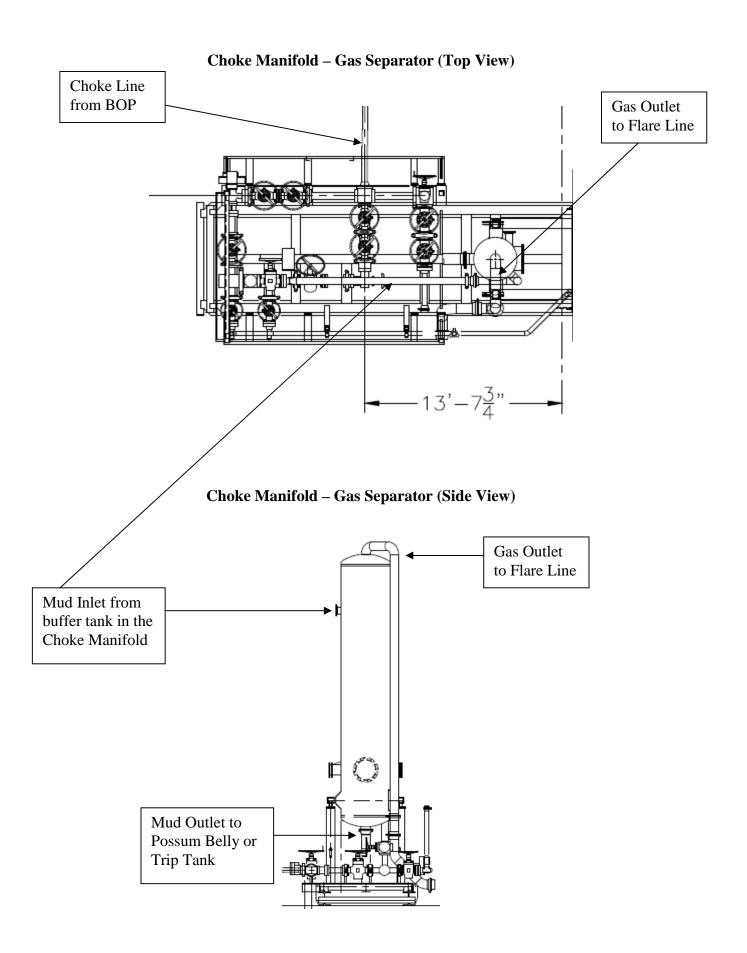
- 1. Choke Manifold Valve
- 2. Choke Manifold Valve
- 3. Choke Manifold Valve
- 4. Choke Manifold Valve
- 5. Choke Manifold Valve
- 6. Choke Manifold Valve
- 7. Choke Manifold Valve
- 8. PC Power Choke
- 9. Choke Manifold Valve
- 10. Choke Manifold Valve
- 11. Choke Manifold Valve
- 12. LMC Lower Manual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

\*All Valves 3" minimum









# **Certificate of Conformity**



0 45 4 11 1	1		ContiTech
Certificate Number COM Order Reference H100161 1429702			Customer Name & Address HELMERICH & PAYNE DRILLING CO
Customer Purchase Order No:	74038238	34	1434 SOUTH BOULDER AVE TULSA, OK 74119
Project:			USA
Test Center Address	A	ccepted by COM Inspection	Accepted by Client Inspection
ContiTech Oil & Marine Corp. 11535 Brittmoore Park Drive Houston, TX 77041 USA	Signed:	Gerson Mejia-Lazo 06/27/22	

We certify that the items detailed below meet the requirements of the customer's Purchase Order referenced above, and are in conformance with the specifications given below.

Item	Part No.	Description	Qnty	Serial Number	Specifications
30	RECERTIFICATION	3" ID 10K Choke and Kill Hose x 35ft OAL	1	70024	ContiTech Standard

# **Hydrostatic Test Certificate**



Certificate Number COM Order Reference **Customer Name & Address** H100161 1429702 HELMERICH & PAYNE DRILLING CO Customer Purchase Order No: 740382384 1434 SOUTH BOULDER AVE TULSA, OK 74119 Project: USA **Test Center Address** Accepted by COM Inspection **Accepted by Client Inspection** ContiTech Oil & Marine Corp. Gerson Mejia-Lazo 11535 Brittmoore Park Drive Signed: Houston, TX 77041 USA Date: 06/27/22

We certify that the goods detailed hereon have been inspected as described below by our Quality Management System, and to the best of our knowledge are found to conform the requirements of the above referenced purchase order as issued to ContiTech Oil & Marine Corporation.

Item	Part No.	Description	Qnty	Serial Number	Work, Press. (psi)	Test Press, (psi)	Test Time (minutes)

30 RECERTIFICATION

3" ID 10K Choke and Kill Hose x 35ft OAL

70024

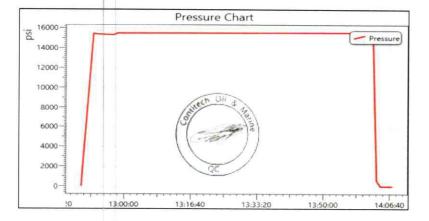
10,000

15,000

60

Record Information			
Start Time	6/8/2022 12:49:19		
End Time	6/8/2022 14:07:25		
Interval	00:01:00		
Number	79		
MaxValue	15762		
MinValue	-7		
AvgValue	14395		
RecordName	70024-sh		
RecordNumber	235		

Gauge II	Gauge Information	
Model	ADT680	
SN	21817380014	
Range	(0-40000)psi	
Unit	psi	



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120001

THE8 ENED EC 23/25



SERIAL #:

Gates Engineering & Services North America

7603 Prairie Oak Dr. Houston, TX. 77086

PHONE: (281) 602-4119

FAX:

EMAIL: Troy.Schmidt@gates.com

# CERTIFICATE OF CONFORMANCE

This is to certify that all parts and materials included in this shipment have manufactured and/or processed in accordance with various Gates and API assembly and test specifications. Records of required tests are on-file and subject to examination. Test reports and subsequent test graphs have been made available with this shipment. Additional supporting documentation related to materials, welding, weld inspections, and heat-treatment activities are available upon request.

:YTITNAUQ	τ
SALES ORDER #:	Z869TS
	CLAMPS
PART DESCRIPTION:	RING GROOVE SUPPLIED WITH SAFETY CLAMPS & SLINGS & LIFT EYE
· IO TO TO TO TO TO	ARMOR C/W 4 1/16 10K FIX X FLOAT H2S SUITED FLANGES WITH BX 155
CUSTOMER: CUSTOMERS P.O.#: CUSTOMER P/N:	A-7 AUSTIN INC DBA AUSTIN HOSE ASSEMBLY WITH STAINLESS STEEL 10KFR3.012.0CK411610KFIXXFLT SSA SC LE 3" X 12 FT GATES CHOKE & KILL HOSE ASSEMBLY WITH STAINLESS STEEL

HS-112019-4

6TOZ/OZ/TI	:3TAQ
доманием утилано	:31717
Mous source	:38UTANƏI





Houston, TX 7086

**BEOH NITZUA ABO DNI NITZUA V-A** 

Created By: 4128128 (RIG 1 PO 002773) Hose Serial No.: Test Date:

FLANGES WITH BX 155 RING GROOVE SUPPLIED WITH SAFETY CLAMPS & SLINGS & LIFT EYE CLAMPS 3" X 12 FT GATES CHOKE & KILL HOSE ASSEMBLY WITH STAINLESS STEEL ARMOR C/W 4 1/16 10K FIX X PLOAT H2S SUITED

End Fitting 2:

Working Pressure: 120,000 PSI. Test Pressure: 'ISd 000'SI Assembly Code: F41245 113018

: aumeuőis : 9160 Production:

SIØZ/OZ/TT YTIJAUD

Revision 1\_022819 11/20/2019 **Р**ВОВИСТІОМ

4 1/10 TOK ELANGES FLOAT

Norma Cabrera

H2-112019-4

6102/02/11

management system.

F-PRD-005

: Signature :

: ested

Quality:

CUSTOMER P/N:

Oracle Star No.:

Product Description:

End Fitting 1:

Invoice No.:

Customer:

Customer Ref.:

I bae all har action (idital-ci	
-052 (for 5K assemblies) or GTS-04-053 (1	specifications: GTS-04
embly has successfully passed all pressure	ess soon gaiwollot saft

and instrumentation that has been calibrated in accordance with the requirements set-forth in the GESNA certificate to illustrate conformity to test requirements. This hose assembly was pressure tested using equipment Specification API 16C (2nd Edition); sections 7.5.4, 7.5.9, and 10.8.7. A test graph will accompany this test 10K assemblies), which include reference to e testing requirements set forth in Gates

Gates Engineering & Services North America certifies that:

10KFR3.012.0CK411610KF1XXFLT SSA SC LE

6246486-01060689

4 1/10 10K FLANGES FIXED

286915

PRESSURE TEST CERTIFICATE

www.gates.com

EMAIL: Troy.Schmidt@gates.com

PHONE: (281) 602 - 4119

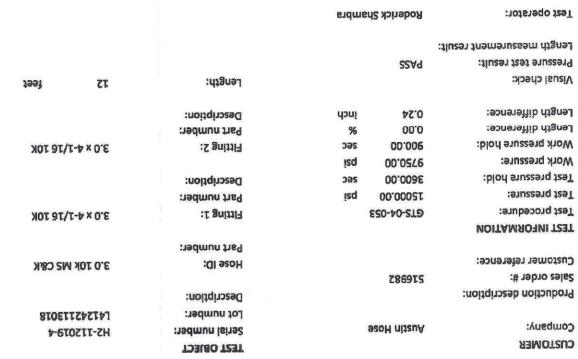
7603 Prairie Oak Dr. GATES ENGINEERING & SERVICES NORTH AMERICA

H2-1987

M4 70:E1:21 920/20/11

# **TEST REPORT**





Page 1/2

Filename: D:/Certificates/Report\_112019-4.pdf

H2-1987

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# -hotol-

# TEST REPORT

**EAUGE TRACEABILITY** 

2020-03-15	71-60-6102	UIDINAGE	Oescription
	and the same of the	TTOVINCTO	W-A-22-8
2020-04-14	2019-04-16	TIOAPOZK	W-A-25-5
			AA -W-C7-C
			Juammo

Page 2/2

Filename: D:/Certificates/Report\_112019-4.pdf

# Certificate of Conformance

DW INDUSTRIES INC.

Houston, TX 77087 Tel. 713 644-4947 Tel. 713 644-4947

NUMBER UNIONS	C\M CE 3,, TO'000 bei M	OA-5640-4815-		Customer Part Number:	Purch	
0707/97/70	Assembly Date:		T.	CTY Ordered:	Purchase Order Information	
C-WG0Z9ZZO	Serial Number:	t-7001-st	81-0195-AO	DW Industries Part Number:		
20020163	DW Industries Work Order Number:	(5)	CONTACT PAUL I	Customer Purchase Order Number:		
	PAUL HOI	Customer Contact:	CITADEL DRILLING		Customer Name:	

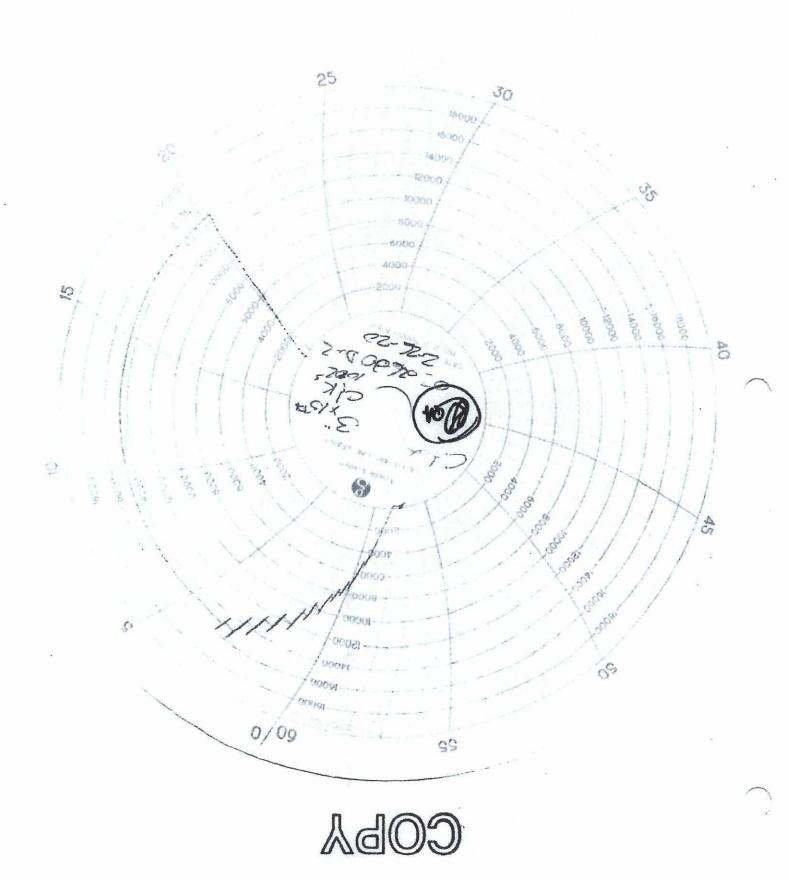
I DO HEREBY CERTIFY, AS THE AUTHORIZED REPRESENTATIVE OF DW INDUSTRIES, THAT THE PRODUCT LISTED ABOVE ARE OF THE QUALITY SPECIFIED QUALITY CONTROL CLAUSES, DESIGN SPECIFICATIONS, DRAWINGS, DUALITY CONTROL CLAUSES, DESIGN SPECIFICATIONS, DRAWINGS, DESIGN SPECIFICATIONS, DRAWINGS, DESIGN SPECIFICATIONS, DRAWINGS, MARKING, AND PHYSICAL MARKING, AND PHYS

Certificate Issue Date: 2/27/2020

Carrett Crawford, Director of Quality

DW Industries Inc.

- 1/2 - 1/2 - 1/3 - 1/3 - 1/4



# Certificate of Conformance

# COBA

Houston, TX 77087

DW INDUSTRIES INC.

Tel. 713 644-8372

Fax 713-644-4947

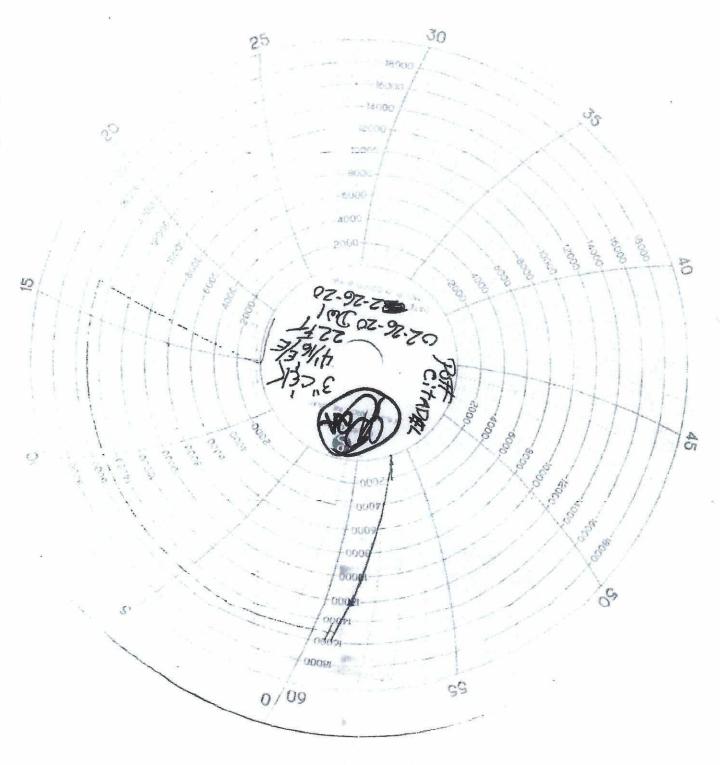
FLOAT FLANGES	3" 10,000 psi W 4-1/16" FIXED BY	OA-S640-4822-4- 1/16FXFL-ALE Part Description:		Customer Part Number:	Purcha	
07)797/70	:93e@ VidmessA	T :p		QTY Ordered:	se Oro	
T-WG029220	Serial Number:	3/16FXFL-ALE	OA-5640-4822-4-1/16FXFL-ALE		er mo	
79102002	W Industries Work: Order Number:	38	CONTACT PAUL P	Customer Purchase Order Number:	Purchase Order Information	
U VENOM SI PELETE.			DRILLING Customer Contact:		Customer Name:	

I DO HEREBY CERTIFY, AS THE AUTHORIZED REPRESENTATIVE OF DW INDUSTRIES, THAT THE PRODUCT LISTED ABOVE ARE OF THE QUALITY SPECIFIED AND CONFORM TO ALL REQUIREMENTS OF THE PURCHASE ORDER, INCLUDING: PRESERVATION, PACKAGING, PACKING, MARKING, AND PHYSICAL IDENTIFICATION REQUIREMENTS AND HAS BEEN PROCESSED IN ACCORDANCE IDENTIFICATION REQUIREMENTS AND API SPEC 7K.

Certificate Issue Date: 2/27/2020

Garrett Crawford, Director of Quality

DW Industries Inc.



COBA

# Certificate of Conformance

DW INDUSTRIES INC, Hollston, TX 77087

Tel. 713 644-8372 Fax 713-644-4947

ל" FIG 602 MXF	ט: לי" אנצבאיי אל W. אנא איר	Part Description:		Customer Part Number:	Purcha	
1/27/2023	Assembly Date:	A STATE OF THE STA	τ	QTY Ordered:	ise Ord	
73010062	Serial Number:	709-"ÞSTÞ	.6-85038-AO	DW Industries	Purchase Order Information	
53010065	DW Industries Work Order Number:	LL	670400	Customer Purchase Order Number:		
JUDY LOERA		ASUTIN HOSE Confact:		1 NITU2A	ustomer Name:	

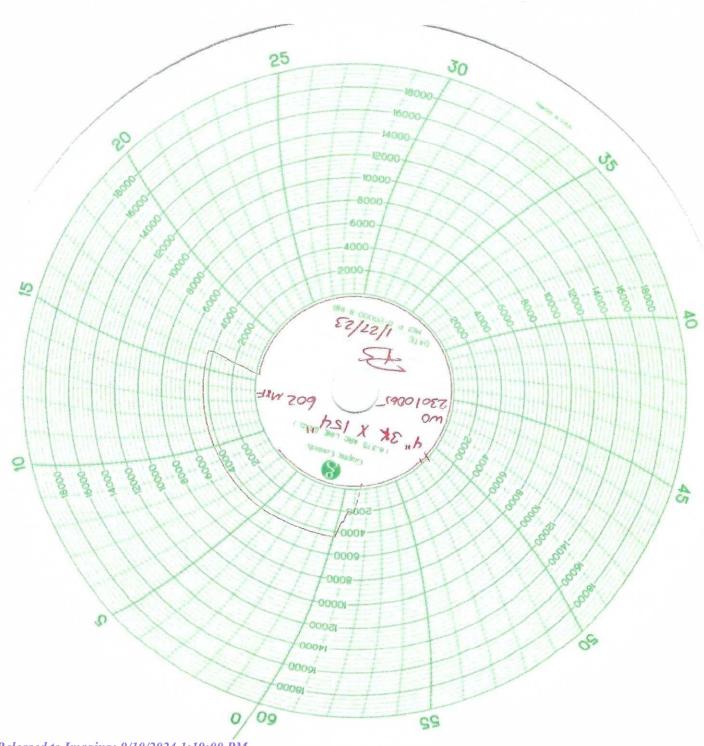
I DO HEREBY CERTIFY, AS THE AUTHORIZED REPRESENTATIVE OF DW INDUSTRIES, THAT THE PRODUCT LISTED ABOVE ARE OF THE QUALITY SPECIFIED OUALITY CONTROL CLAUSES, DESIGN SPECIFICATIONS, DRAWINGS, DUALITY CONTROL CLAUSES, DESIGN SPECIFICATIONS, DRAWINGS, DUALITY CONTROL CLAUSES, DESIGN SPECIFICATIONS, DRAWINGS, DUALITY CONTROL CLAUSES, DESIGN SPECIFICATIONS, DRAWINGS, MARKING, AND PHYSICAL MITH ISO-9001:2015, API Q1 AND API SPEC 7K.

Certificate Issue Date: 1/27/2023

Li Shirt Stolen

Quality Assurance, DW Industries, Inc.

Released to Imaging: 9/10/2024 1:19:00 PM



Released to Imaging: 9/10/2024 1:19:00 PM

IN SERVICE 12-20-21



**GATES ENGINEERING & SERVICES NORTH AMERICA** 7603 Prairie Oak Dr. Suite 190 Houston, TX. 77086

PHONE: +1 (281) 602-4100 FAX: +1 (281) 602-4147

EMAIL: gesna.quality@gates.com WEB: www.gates.com/ollandgas

# PRESSURE TEST CERTIFICATE

Customer:

A-7 AUSTIN INC DBA AUSTIN HOSE

10/15/2021

Customer Ref.:

00595477

Hose Serial No .:

H3-101521-2

Invoice No.:

521925

Created By:

Test Date:

Micky Mhina

Product Description:

3" X 35' GATES FIRE RATED CHOKE & KILL HOSE ASSEMBLY SUITED FOR H2S SERVICE C/W 4 1/16 10K FIXED X FLOAT HEAT TREATED FLANGES SUPPLIED WITH STAINLESS STEEL ARMOR SAFETY CLAMPS & LIFT EYES

End Fitting 1:

Oracle Star No.:

CUSTOMER P/N:

4 1/16 10K FIXED FLANGE 68703010-10074881

10K3.035.0CK411610KFIXXFLTW/SSA/SC/LE

End Fitting 2: Assembly Code:

Test Pressure:

Working Pressure:

4 1/16 10K FLOAT HEAT TREATED FLANGES L41975 091719 15,000 PSI.

10,000 PSI.

# Gates Engineering & Services North America certifies that:

The following hose assembly has successfully passed all pressure testing requirements set forth in Gates specifications: GTS-04-052 (for 5K assemblies) or GTS-04-053 (10K assemblies) or GTS-04-048 (15K assemblies), which include reference to Specification API 16C (2nd Edition); sections 7.5.4, 7.5.9, and 10.8.7. A test graph will accompany this test certificate to illustrate conformity to test requirements. This hose assembly was pressure tested using equipment and instrumentation that has been calibrated in accordance with the requirements set-forth in the GESNA management system.

Quality:

Date:

Signature:

QUALITY

10/15/2021 nkul Production:

Date:

Signature:

**PRODUCTION** 

10/15/2021

F-PRD-005B

Revision 6\_05032021



**GATES ENGINEERING & SERVICES NORTH AMERICA** 7603 Prairie Oak Dr. Houston, TX. 77086

PHONE: +1 (281) 602-4100 FAX: +1 (281) 602-4147

EMAIL: gesna.quality@gates.com WEB: www.gates.com/ollandgas

# **CERTIFICATE OF CONFORMANCE**

This is to certify that all parts and materials included in this shipment have manufactured and/or processed in accordance with various Gates and API assembly and test specifications. Records of required tests are on-file and subject to examination. Test reports and subsequent test graphs have been made available with this shipment. Additional supporting documentation related to materials, welding, weld inspections, and heat-treatment activities are available upon request.

CUSTOMER:

A-7 AUSTIN INC DBA AUSTIN HOSE

**CUSTOMER P.O.#:** 

00595477

CUSTOMER P./N.#:

10K3.035.0CK411610KFIXXFLTW/SSA/SC/LE

3" X 35' GATES FIRE RATED CHOKE & KILL HOSE ASSEMBLY SUITED FOR H2S

PART DESCRIPTION: SERVICE C/W 4 1/16 10K FIXED X FLOAT HEAT TREATED FLANGES SUPPLIED WITH

STAINLESS STEEL ARMOR SAFETY CLAMPS & LIFT EYES

SALES ORDER #:

521925

QUANTITY:

1

SERIAL #:

H3-101521-2

SIGNATURE:	Mules when	
TITLE:	QUALITY ASSURANCE	
DATE:	10/15/2021	



H3-6963

10/15/2021 10:15:57 AM

# **TEST REPORT**

CUSTOMER

Company:

Austin Distributing

**TEST OBJECT** 

Serial number:

H3-101521-2

Lot number: Description:

L41975091719

Production description:

Sales order #: Customer reference: 521925

Hose ID:

3" 10k ck

Part number:

Part number:

Description:

**TEST INFORMATION** 

Test procedure: Test pressure:

Test pressure hold:

Work pressure hold:

Length difference:

Length difference:

Work pressure:

GTS-04-053 15000.00 3600.00

psi

sec

psi

10000.00 900.00 sec

% inch

Length:

Fitting 1:

Fitting 2: Part number:

Description:

3.0 x 4-1/16 10K

35

feet

3.0 x 4-1/16 10K

Visual check:

Pressure test result:

PASS

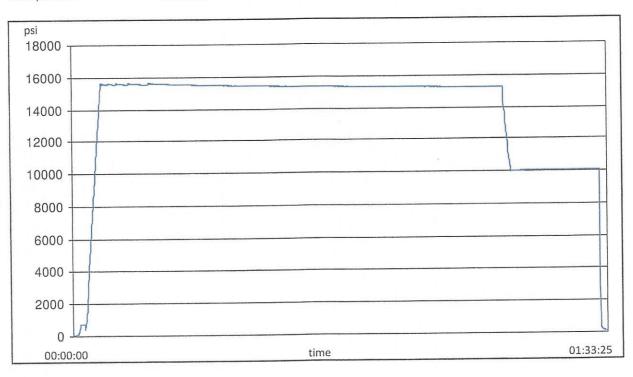
0.00

0.00

Length measurement result:

Test operator:

francisco





H3-6963

10/15/2021 10:15:57 AM

# **TEST REPORT**

### **GAUGE TRACEABILITY**

S-25-A-W 110A			Calibration due date
	QA1S	2021-02-24	2022-02-24
S-25-A-W 110D	3PHQ	2021-03-11	2022-03-11
Comment			

Filename: D:\Certificates\Report\_101521-H3-101521-2.pdf

# **Hydrostatic Test Certificate**

<b>Hydrostatic Test Certifi</b>	icate	ContiTech
Certificate Number H100163	COM Order Reference 1429702 740382384	Customer Name & Address HELMERICH & PAYNE DRILLING CO 1434 SOUTH BOULDER AVE
Customer Purchase Order No: 740382384		TULSA, OK 74119 USA
Project:	Accepted by COM Inspection	Accepted by Client Inspection
Test Center Address	Gerson Mejia-Lazo	
ContiTech Oil & Marine Corp. 11535 Brittmoore Park Drive Houston, TX 77041	Signed:	
USA	Date:  07/14/22	why sur Quality Management System, and to the best of our

We certify that the goods detailed hereon have been inspected as described below by our Quality Management System, and to the best of our knowledge are found to conform the requirements of the above referenced purchase order as issued to ContiTech Oil & Marine Corporation.

Item	B. A.M.	Description	Qnty	Serial Number	Work, Press. (psi)	Test Press. (psi)	Test Time (minutes)	-
			4	70025	10,000	15,000	60	

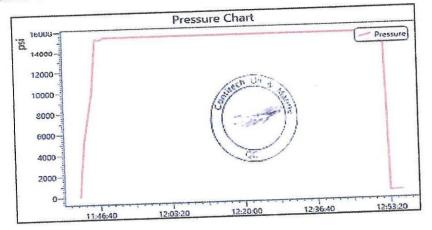
RECERTIFICATION

3" ID 10K Choke and Kill Hose x 35ft OAL

70025

Record In	formation
Start Time	6/14/2022 11:42:08
End Time	6/14/2022 12:56:14
Interval	00:01:00
Number	75
MaxValue	15888
MinValue	-8
AvgValue	14184
RecordName	70025-sh
RecordNumber	237

Gauge In	formation
Model	ADT680
SN	21817380014
Range	(0-40000)psi
Unit	psi



# intinent

# **Certificate of Conformity**

derundate of dome.		ContiTech
Certificate Number COM Order Reference H100163 1429702 Customer Purchase Order No: 740382384  Project:		Customer Name & Address  HELMERICH & PAYNE DRILLING CO  1434 SOUTH BOULDER AVE
		TULSA, OK 74119 USA
Test Center Address	Accepted by COM Inspection	Accepted by Client Inspection
ContiTech Oil & Marine Corp. 11535 Brittmoore Park Drive Houston, TX 77041 USA	Signed: Gerson Mejia-Lazo  Date: 07/14/22	

We certify that the items detailed below meet the requirements of the customer's Purchase Order referenced above, and are in conformance with the specifications given below.

Item	Part No.	Description	Qnty	Serial Number	Specifications
50	RECERTIFICATION	3" ID 10K Choke and Kill Hose x 35ft OAL	1	70025	ContiTech Standard

ARMORED CHOKE HOSE

TOSANHAL

4-29-22.



CONTITECH RUBBER Industrial Kft.

No: QC-DB- 120 / 2019

Page: 16 / 91

### ContiTech

	QUALITY CONTROL INSPECTION AND TEST CERTIFICATE  CERT. N°: 75819							
PURCHASER:	ContiTech (	Oil & Marine	Corp.		P.O. N°:		4501225327	
CONTITECH RUBBER order N°	1127442	HOSE TYPE:	3"	ID		Choke an	d Kill Hose	
HOSE SERIAL N°:	75819	NOMINAL / AC	CTUAL LE	ENGTH:		10,67 r	n / 10,68 m	
W.P. 69,0 MPa 10	000 psi	T.P. 103,5	MPa	1500	00 psi	Duration:	60	min.
Pressure test with water at ambient temperature								
COUPLINGS Type	е	Seria	l Nº		Qua	ality	Heat N°	$\neg$
3" coupling with		602	26		AISI 4130		A0607J	
4 1/16" 10K API Swivel FI	ange end			AISI 4130		040841		
Hub			AISI 4130		4130	54194		
3" coupling with		601	16	AISI 4130		4130	A0607J	
4 1/16" 10K API b.w. Fla			AISI 4130		040431			
Not Designed For Well Testing  API Spec 16 C 2 <sup>nd</sup> Edition—FSL2  Temperature rate: "B"  All metal parts are flawless								
WE CERTIFY THAT THE ABOVE INSPECTED AND PRESSURE TO						H THE TERM	IS OF THE ORDER	
STATEMENT OF CONFORMITY: We hereby certify that the above items/equipment supplied by us are in conformity with the terms, conditions and specifications of the above Purchaser Order and that these items/equipment were fabricated inspected and tested in accordance with the referenced standards, codes and specifications and meet the relevant acceptance criteria and design requirements.  COUNTRY OF ORIGIN HUNGARY/EU								
Date:  Os. April 2019.  Os. April 2019.  Outline Continue Rubber Industrial Kft. Quality Control Dept. (1)  Os. April 2019.						5		



Prepared by	C	Cristian Rivera		Date:	8/27/2022		QIN:	N/A	
Customer: HELMERICH & PAYNE, INC			Location:	H&P INT'L DRILLING CO 210 MAGNOLIA DR GALEN PARK,TX,77547-2738			A		
User contact: MITCH MCKINNIS			Phone:			e-mail:	mitch.mckinnis@hp	oinc.com	
		Parame	ete	ers		Н	ose Deta	ils	Test Status
		PO		740398454 (88000240   SN:70035)					
		Gates SO			525035				
					88000240   SN:70035				
		As Tested Serial:			H2-082722-1 RE-TEST				
		Hose ID:			3 IN				
Hos Application		Hose type:	Hose type:		INSPECT AND RETEST CUSTOMER HOSE 3IN X 35FT CHOKE & KILL ASSEMBLY C/W 4-1/16 FLANGES BX155 RING GROOVE EACH END				
·		Working pressure:		10000 PSI.			PASS		

### 1. Visual Examination

An API 16C, IN X 35FT CHOKE & KILL ASSEMBLY C/W 4-1/16 FLANGES BX155 RING GROOVE EACH END received from HELMERICH & PAYNE, INC for inspection, testing and external cosmetic repairs. The hydrostatic pressure testing was requested to 15000 PSI., by the customer HELMERICH & PAYNE, INC

Visual inspection and examination of external hose assembly showed some cosmetic dents and repairabledamages to the external armor at distance 32ft 9in. from EF2. (Need to fix a part of the hose.)

Both external & internal hose body and couplings of the hose were examined. Visual Inspection photos are in Table 2, while post inspection/testing pictures are in Table 4.

The hose was hydrostatically tested at 15000 PSI. test pressure with an hour-long hold. On completion of hydrostatic testing, an internal baroscopic examination was carried out, to check the condition of internal hose areas, mainly hose tube and coupling hose interface.

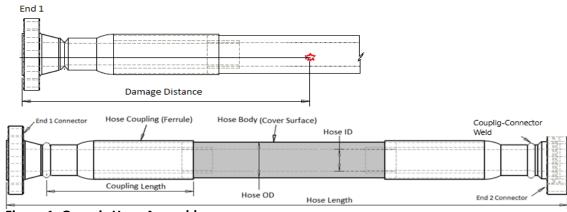


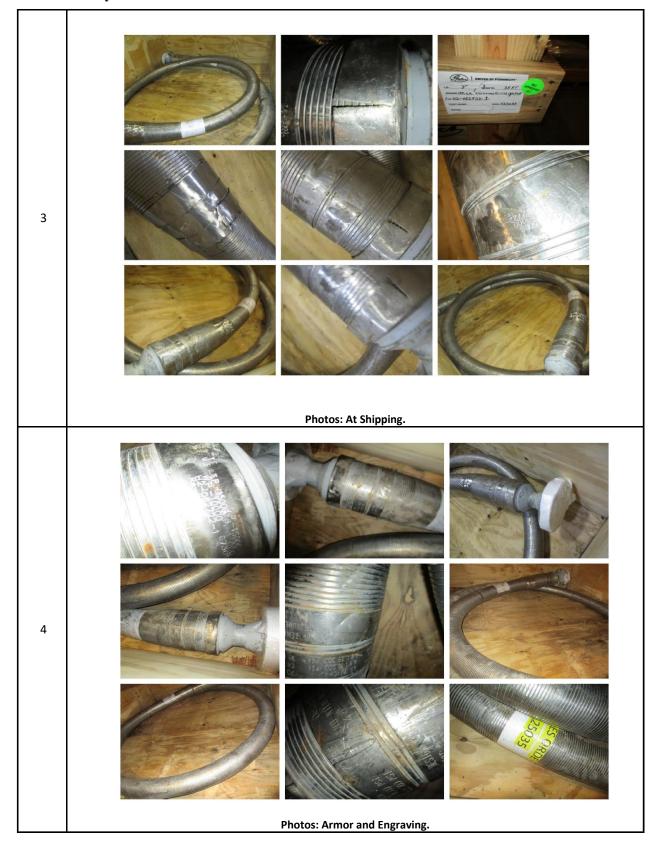
Figure 1: Generic Hose Assembly







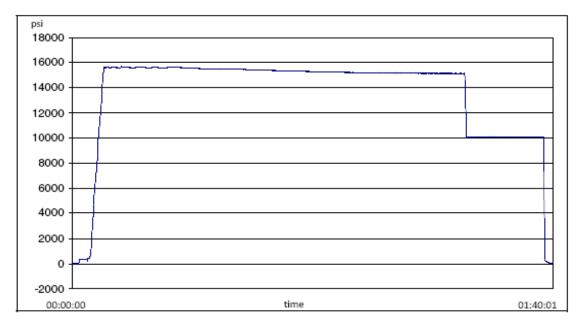








# 2. Hydro Static Pressure test



### 2.1 Hydrostatic Pressure test Procedures

	Hose Type	Test Specification	Test Date	Technician
1	IN X 35FT CHOKE & KILL	3 10K C&K	2022-08-27	Martin Orozco
	ASSEMBLY C/W 4-1/16	3 TOK CAN	2022-06-27	Martin Orozco

## 2.2 Gates Hydrostatic Pressure tester

	Test Equipment	Serial No	Last Cal Date	Cal Due Date
1	S-25-A-W	110AMCLO	2022-01-10	2023-01-10
2	S-25-A-W	110BSEUZ	2022-03-09	2023-03-09

# Gates).

## **Hose Assembly Evaluation Sheet**

## 2.3 Hydro Static Test Pressure results

	Details	Results			
1	Hydrostatic Test Results (1)	Pass	<del>Fail</del>		
2	Failure Mode	None			
3	Hose Dispatched to the customer?	Yes	No		

# Note:

1. Hydrostatic Pressure report is given in Appendix 1

# 3. Hose borescope inspection

#### 3.2 Internal Failure Details

	Type of Failure	Location of Defect	Ref. Photo	Defect Details
1	Liner breach/ collapse	None		None
2	Bulges/ Blisters	None		None
3	Other breach/failures	None		None

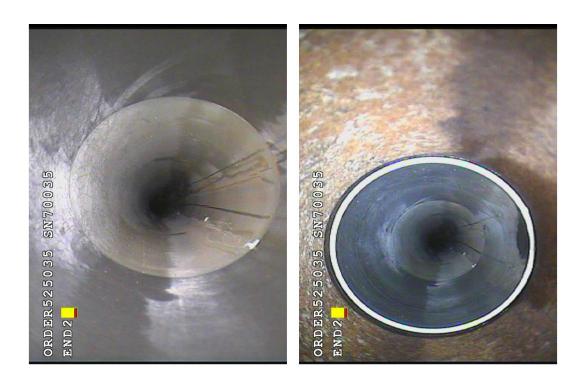




Photos: Liner/Coupling Interface END 1

F-ENG-001 Page: 5 of 9 Revision\_0\_042419





Photos: Liner/Coupling Interface END 2

### **Note**

Borescope completed? Yes

# 4. Summary

Hose assembly successfully tested to requested test pressure of 15000 PSI. with an hour hold. It was then serialized and stamped, as H2-082722-1 RE-TEST. The bore scope showed no blisters or delamination in the internal lining/tube area. External damages were repaired as agreed with the customer.

F-ENG-001 Page: 6 of 9 Revision\_0\_042419

### **Hose Assembly Evaluation Sheet**



### **APPENDIX 1: Pressure Chart**



H2-8316

8/27/2022 8:51:22 AM

3.0 x 4-1/16 10K

### **TEST REPORT**

TEST OBJECT CUSTOMER Company: Serial number: H2-082722-1 Lot number: Production description: Description:

Sales order #: 525035

740398454 (88000240 | Customer reference: Hose ID: 3 10k C&K

SN:70035) Part number:

TEST INFORMATION 3 10K C&K Test procedure: Fitting 1:

15000.00 Test pressure: Part number: psi

Test pressure hold: 3600.00 Description: Work pressure: 10000.00

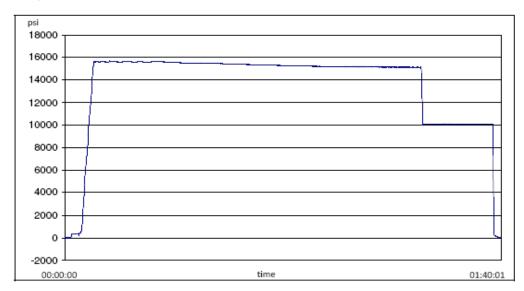
Work pressure hold: 900.00 Fitting 2: 3.0 x 4-1/16 10K sec Length difference: 0.00 % Part number:

Length difference: 0.00 Description:

Visual check: Length: 35 feet

PASS Pressure test result: Length measurement result:

Test operator: Martin



Filename: D:\Certificates\Report\_082722-H2-082722-1.pdf Page 1/2

### **Hose Assembly Evaluation Sheet**





H2-8316

8/27/2022 8:51:22 AM

### **TEST REPORT**

### GAUGE TRACEABILITY

Description	Serial number	Calibration date	Calibration due date
S-25-A-W	110AMCLO	2022-01-10	2023-01-10
S-25-A-W	110BSEUZ	2022-03-09	2023-03-09
Comment			

Filename: D:\Certificates\Report\_082722-H2-082722-1.pdf Page 2/2

### **Hose Assembly Evaluation Sheet**



### **APPENDIX 2: Certificate of Conformance**



**GATES ENGINEERING & SERVICES NORTH AMERICA** 7603 Prairie Oak Dr.

Houston, TX. 77086

PHONE: +1 (281) 602-4100 FAX: +1 (281) 602-4147 EMAIL: gesna.quality@gates.com WEB: www.gates.com/ollandgas

### CERTIFICATE OF CONFORMANCE

This is to verify that the items detailed below meet the requirements of the Customer's Purchase Order referenced herein, and are in Conformance with applicable specifications, and that Records of Required Tests are on file and subject to examination. The following items were inspected and hydrostatically tested at Gates Engineering & Services North America facilities in Houston, TX, USA.

CUSTOMER:

HELMERICH & PAYNE, INC

CUSTOMER P.O.#:

740398454 (88000240 | SN:70035)

CUSTOMER P/N:

88000240 | SN:70035

PART DESCRIPTION:

INSPECT AND RETEST CUSTOMER HOSE 3IN X 35FT CHOKE & KILL ASSEMBLY C/W 4-1/16

FLANGES BX155 RING GROOVE EACH END

SALES ORDER #:

525035

QUANTITY: SERIAL #:

H2-082722-1 RE-TEST

IGNATURE:	( River c	
TITLE:	QUALITY ASSURANCE	
DATE:	8/27/2022	

F-ENG-001 Page: 9 of 9 Revision\_0\_042419

### **BOP Break Testing Request**

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

BOP break test under the following conditions:

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

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

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

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

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

See supporting information below:

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

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

### **Background**

43 CFR part 3170 Subpart 3172 states that a **BOP** test must be performed whenever any seal subject to test pressure is broken. The current interpretation of the Bureau of Land Management (BLM) is this requires a complete **BOP** test and not just a test of the affected component. 43 CFR part 3170 Subpart 3172, Section I.D.2. states, "Some situations may exist either on a well-by-well basis or field-wide basis whereby it is commonly accepted practice to vary a particular minimum standard(s) established in this Order. This situation can be resolved by requesting a variance...". OXY feels the practice of break testing the **BOP** stack is such a situation. Therefore, as per 43 CFR part 3170 Subpart 3172, Section IV., OXY submits this request for the variance.

### **Supporting Rationale**

43 CFR part 3170 Subpart 3172 became effective on December 19, 1988, and has remained the standard for regulating BLM onshore drilling operations for almost 30 years. During this time there have been significant changes in drilling technology. **BLM** continues to use the variance request process to allow for the use of modern technology and acceptable engineering practices that have arisen since 43 CFR part 3170 Subpart 3172 was originally released. The drilling rig fleet OXY utilizes in New Mexico was built with many modern upgrades. One of which allows the rigs to skid between wells on multi-well pads. A part of this rig package is a hydraulic winch system which safely installs and removes the BOP from the wellhead and carries it during skidding operations. This technology has made break testing a safe and reliable procldure.

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

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

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

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

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

### Procedures

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

### Notes:

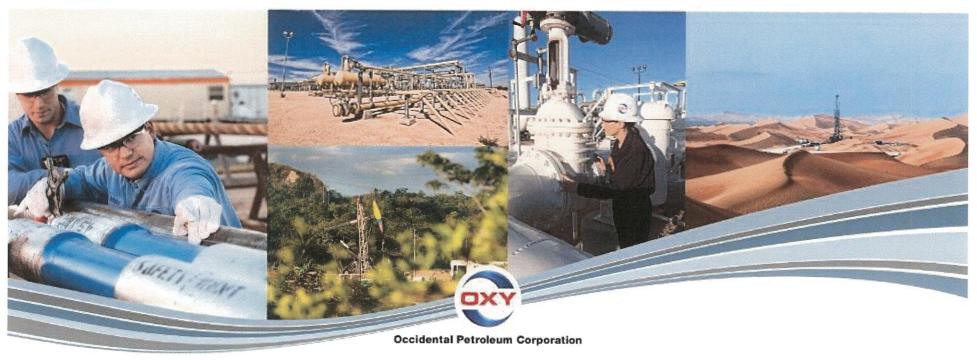
- a. If any parts of the BOP are changed out or any additional breaks are made during the skidding operation, these affected components would also be tested as in step 10.
- b. As the choke manifold remains stationary during the skidding operation and the only break to the manifold is tested in step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

### **Summary**

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

### REQUEST FOR A VARIANCE TO BREAK TEST THE BOP

**Permian Resources New Mexico** 



### Request for Variance

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

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

## Rationale for Allowing BOP Break Testing

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

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



## Rationale for Allowing BOP Break Testing

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

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



## Rationale for Allowing BOP Break Testing

Break testing has been approved by the BLM in the past

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

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

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



### **Break Testing Procedures**

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

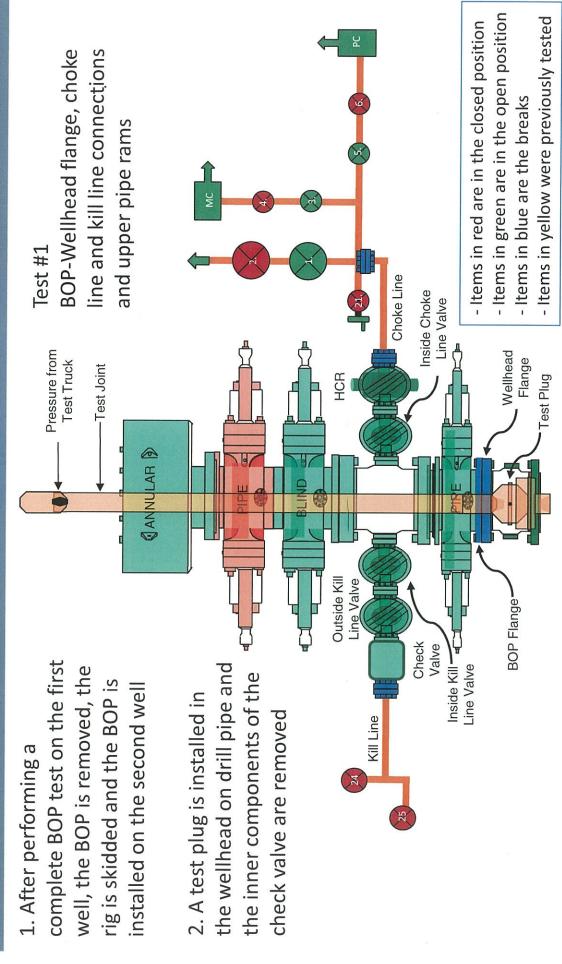


### Break Testing Procedures

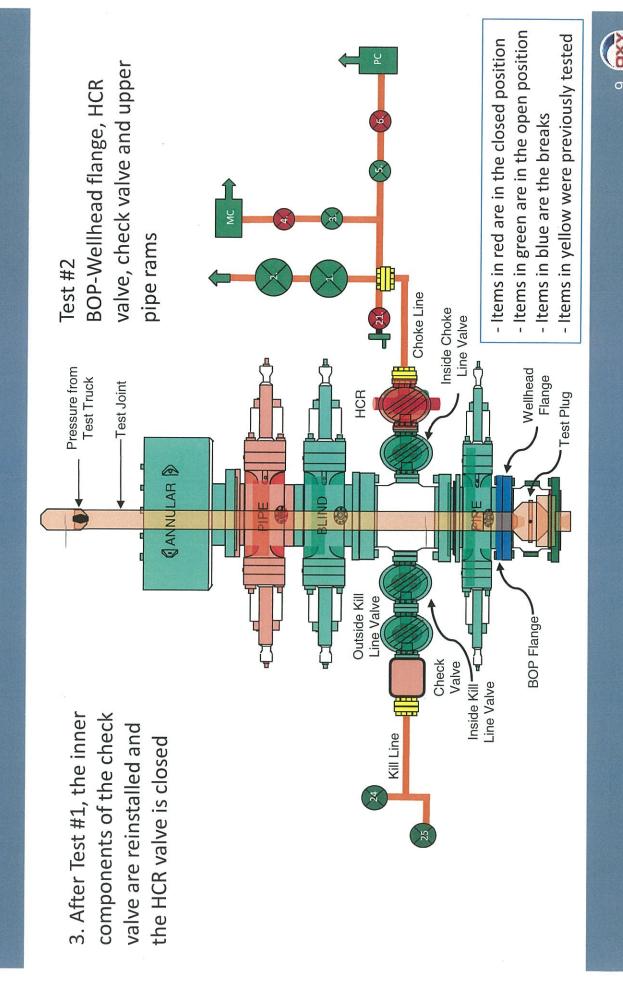
- 8) A shell test is performed against the upper pipe rams testing all three breaks
- 9) The internal parts of the check valve are reinstalled and the HCR valve is closed. A second test is performed on them
- 10)These tests consist of a 250 psi low test and a high test to the value submitted in the APD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



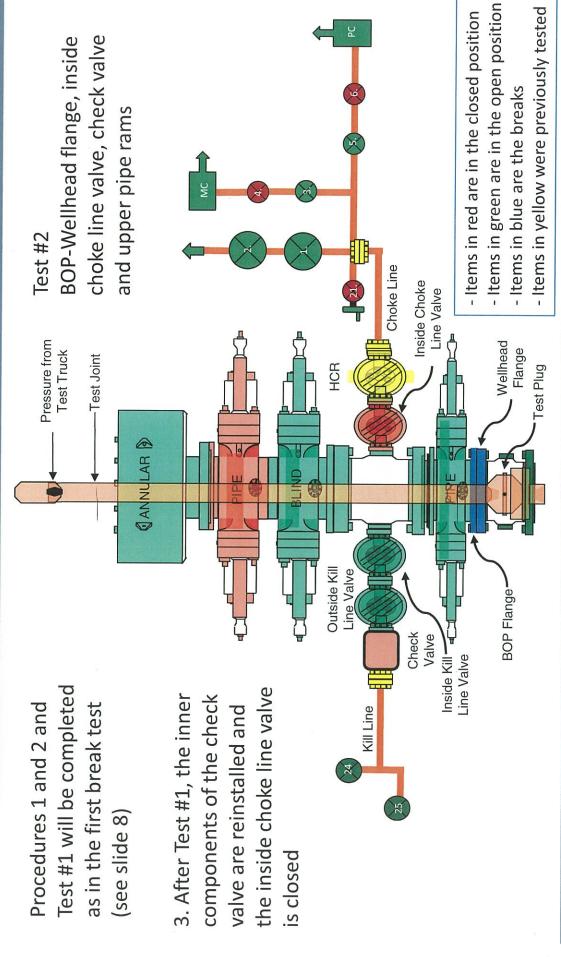
### **Break Testing Procedures and Tests**



### Break Testing Procedures and Tests



# Second Break Testing Procedures and Tests



### =

BOP standing in its carrier



Hydraulic winch system which moves the BOP from its carrier to the wellhead

**BOP Handling System** 

12

Wellhead

**BOP Handling System** 

Released to Imaging: 9/10/2024 1:19:00 PM

system moving the BOP over to the wellhead

Hydraulic winch

# Summary for Variance Request for Break Testing

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



### **Bradenhead Cement CBL Variance Request**

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

### Three string wells:

- CBL will be required on one well per pad
- If the pumped volume of cement is less than permitted in the APD, BLM will be notified and a CBL may be run
- Echometer will be used after bradenhead cement job to determine TOC before pumping top-out cement

### Four string wells:

- CBL is not required
- If the pumped volume of cement is less than permitted in the APD, BLM will be notified and a CBL may be run
- Echometer will be used after bradenhead cement job to determine TOC before pumping top-out cement

PRD NM DIRECTIONAL PLANS (NAD 1983) Corral Fly 1 State Com Corral Fly 1 State Com 71H

Wellbore #1

**Plan: Permitting Plan** 

### **Standard Planning Report**

19 August, 2024

### Planning Report

HOPSPP Database:

**ENGINEERING DESIGNS** Company:

PRD NM DIRECTIONAL PLANS (NAD 1983) Project:

Site: Corral Fly 1 State Com Well: Corral Fly 1 State Com 71H

Wellbore: Wellbore #1 Design: Permitting Plan Local Co-ordinate Reference: Well Corral Fly 1 State Com 71H

**Survey Calculation Method:** 

TVD Reference: RKB=25' @ 3126.50ft RKB=25' @ 3126.50ft MD Reference: North Reference:

Grid

Minimum Curvature

**Project** PRD NM DIRECTIONAL PLANS (NAD 1983)

Map System: US State Plane 1983 North American Datum 1983 Geo Datum: Map Zone: New Mexico Eastern Zone

System Datum: Mean Sea Level

Using geodetic scale factor

Site Corral Fly 1 State Com

Site Position: Northing: 419,553.18 usft Latitude: 32.152794 From: Мар Easting: 665,566.21 usft Longitude: -103.931915

Slot Radius: **Position Uncertainty:** 0.00 ft 13.200 in

Well Corral Fly 1 State Com 71H **Well Position** +N/-S 0.00 ft Northing: 419.607.59 usf Latitude: 32.152972 662,705.28 usf +E/-W 0.00 ft Easting: Longitude: -103.941158 **Position Uncertainty** 2.00 ft Wellhead Elevation: ft **Ground Level:** 3,101.50 ft

**Grid Convergence:** 0.21°

Wellbore Wellbore #1 **Model Name** Declination Field Strength Magnetics Sample Date Dip Angle (°) (nT) HDGM FILE 4/2/2024 6.40 59.67 47,347.00000000

Design Permitting Plan Audit Notes: Version: Phase: **PROTOTYPE** Tie On Depth: 0.00 Vertical Section: Depth From (TVD) +N/-S +E/-W Direction (ft) (ft) (ft) (°) 0.00 0.00 0.00 95.81

**Plan Survey Tool Program** Date 8/19/2024 Depth From Depth To (ft) (ft) Survey (Wellbore) Remarks **Tool Name** 0.00 22,425.82 Permitting Plan (Wellbore #1) B005Mc\_MWD+HRGM+SA MWD+HRGM+Sag+MSA

Planning Report

Database: HOPSPP

Company: ENGINEERING DESIGNS

Project: PRD NM DIRECTIONAL PLANS (NAD 1983)

Site: Corral Fly 1 State Com
Well: Corral Fly 1 State Com 71H

Wellbore: Wellbore #1

Design: Permitting Plan

Local Co-ordinate Reference:

**Survey Calculation Method:** 

TVD Reference: MD Reference: North Reference: Well Corral Fly 1 State Com 71H

RKB=25' @ 3126.50ft RKB=25' @ 3126.50ft

Grid

an Sections										
Measured Depth (ft)	Inclination (°)	Azimuth (°)	Vertical Depth (ft)	+N/-S (ft)	+E/-W (ft)	Dogleg Rate (°/100ft)	Build Rate (°/100ft)	Turn Rate (°/100ft)	TFO (°)	Target
0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	
4,250.00	0.00	0.00	4,250.00	0.00	0.00	0.00	0.00	0.00	0.00	
5,249.66	10.00	208.50	5,244.60	-76.44	-41.51	1.00	1.00	0.00	208.50	
9,080.95	10.00	208.50	9,017.72	-660.90	-358.90	0.00	0.00	0.00	0.00	
10,073.28	90.47	359.83	9,675.53	-90.07	-416.73	10.00	8.11	15.25	150.91	
13,880.28	90.47	359.83	9,644.00	3,716.78	-428.17	0.00	0.00	0.00	0.00	TP1 (Corral Fly 1
13,899.28	90.47	359.83	9,643.84	3,735.78	-428.23	0.00	0.00	0.00	0.00	
15,286.96	92.17	90.05	9,602.99	4,619.59	453.01	6.50	0.12	6.50	87.83	
16,993.68	92.17	90.05	9,538.30	4,618.25	2,158.50	0.00	0.00	0.00	0.00	
18,373.19	90.07	179.72	9,504.00	3,741.18	3,038.61	6.50	-0.15	6.50	89.94	TP3 (Corral Fly 1
22,425.82	90.07	179.72	9,499.00	-311.39	3,058.72	0.00	0.00	0.00	0.00	PBHL (Corral Fly

### Planning Report

Database: Company: Project: HOPSPP

**ENGINEERING DESIGNS** 

PRD NM DIRECTIONAL PLANS (NAD 1983)

Site: Corral Fly 1 State Com
Well: Corral Fly 1 State Com 71H

Wellbore: Wellbore #1

Design: Permitting Plan

Local Co-ordinate Reference:

TVD Reference:
MD Reference:
North Reference:

**Survey Calculation Method:** 

Well Corral Fly 1 State Com 71H

RKB=25' @ 3126.50ft RKB=25' @ 3126.50ft

Grid

Design:	Permitting Pla	an							
Planned Survey									
Measured Depth (ft)	Inclination (°)	Azimuth (°)	Vertical Depth (ft)	+N/-S (ft)	+E/-W (ft)	Vertical Section (ft)	Dogleg Rate (°/100ft)	Build Rate (°/100ft)	Turn Rate (°/100ft)
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
300.00 400.00	0.00 0.00	0.00 0.00	300.00 400.00	0.00 0.00	0.00 0.00	0.00 0.00	0.00 0.00	0.00 0.00	0.00 0.00
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
800.00 900.00	0.00	0.00	800.00	0.00	0.00	0.00	0.00	0.00	0.00
	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 1.300.00	0.00	0.00	0.00	0.00	0.00	0.00
1,300.00 1,400.00	0.00 0.00	0.00 0.00	1,400.00	0.00 0.00	0.00 0.00	0.00 0.00	0.00 0.00	0.00 0.00	0.00 0.00
1,500.00	0.00	0.00	1,500.00	0.00	0.00	0.00	0.00	0.00	0.00
1,600.00	0.00	0.00	1,600.00	0.00	0.00	0.00	0.00	0.00	0.00
1,700.00 1,800.00	0.00 0.00	0.00 0.00	1,700.00 1.800.00	0.00 0.00	0.00 0.00	0.00 0.00	0.00 0.00	0.00 0.00	0.00 0.00
1,900.00	0.00	0.00	1,900.00	0.00	0.00	0.00	0.00	0.00	0.00
,									
2,000.00	0.00	0.00	2,000.00	0.00	0.00	0.00	0.00	0.00	0.00
2,100.00	0.00	0.00	2,100.00	0.00	0.00	0.00	0.00	0.00	0.00
2,200.00 2,300.00	0.00 0.00	0.00 0.00	2,200.00 2,300.00	0.00 0.00	0.00 0.00	0.00 0.00	0.00 0.00	0.00 0.00	0.00 0.00
2,400.00	0.00	0.00	2,400.00	0.00	0.00	0.00	0.00	0.00	0.00
2,500.00 2,600.00	0.00 0.00	0.00 0.00	2,500.00 2,600.00	0.00 0.00	0.00 0.00	0.00 0.00	0.00 0.00	0.00 0.00	0.00 0.00
2,700.00	0.00	0.00	2,700.00	0.00	0.00	0.00	0.00	0.00	0.00
2,800.00	0.00	0.00	2,800.00	0.00	0.00	0.00	0.00	0.00	0.00
2,900.00	0.00	0.00	2,900.00	0.00	0.00	0.00	0.00	0.00	0.00
3,000.00	0.00	0.00	3,000.00	0.00	0.00	0.00	0.00	0.00	0.00
3,100.00	0.00	0.00	3,100.00	0.00	0.00	0.00	0.00	0.00	0.00
3,200.00	0.00	0.00	3,200.00	0.00	0.00	0.00	0.00	0.00	0.00
3,300.00	0.00	0.00	3,300.00	0.00	0.00	0.00	0.00	0.00	0.00
3,400.00	0.00	0.00	3,400.00	0.00	0.00	0.00	0.00	0.00	0.00
3,500.00	0.00	0.00	3,500.00	0.00	0.00	0.00	0.00	0.00	0.00
3,600.00	0.00	0.00	3,600.00	0.00	0.00	0.00	0.00	0.00	0.00
3,700.00	0.00	0.00	3,700.00	0.00	0.00	0.00	0.00	0.00	0.00
3,800.00	0.00	0.00	3,800.00	0.00	0.00	0.00	0.00	0.00	0.00
3,900.00	0.00	0.00	3,900.00	0.00	0.00	0.00	0.00	0.00	0.00
4,000.00	0.00	0.00	4,000.00	0.00	0.00	0.00	0.00	0.00	0.00
4,100.00	0.00	0.00	4,100.00	0.00	0.00	0.00	0.00	0.00	0.00
4,200.00	0.00	0.00	4,200.00	0.00	0.00	0.00	0.00	0.00	0.00
4,250.00 4,300.00	0.00 0.50	0.00 208.50	4,250.00 4,300.00	0.00 -0.19	0.00 -0.10	0.00 -0.08	0.00 1.00	0.00 1.00	0.00 0.00
4,400.00	1.50	208.50	4,399.98	-1.73	-0.94	-0.76	1.00	1.00	0.00
4,500.00 4,600.00	2.50 3.50	208.50 208.50	4,499.92 4,599.78	-4.79 0.30	-2.60 5.10	-2.10 -4.12	1.00 1.00	1.00 1.00	0.00 0.00
4,700.00	3.50 4.50	208.50	4,599.78 4,699.54	-9.39 -15.52	-5.10 -8.43	-4.12 -6.81	1.00	1.00	0.00
4,800.00	5.50	208.50	4,799.16	-23.18	-12.59	-10.18	1.00	1.00	0.00
4,900.00	6.50	208.50	4,898.61	-32.37	-17.58	-14.21	1.00	1.00	0.00
4,900.00 5,000.00	6.50 7.50	208.50	4,898.61	-32.37 -43.08	-17.58 -23.39	-14.21 -18.91	1.00	1.00	0.00
5,100.00	8.50	208.50	5,096.89	- <del>4</del> 5.06 -55.31	-30.03	-24.28	1.00	1.00	0.00
5,200.00	9.50	208.50	5,195.65	-69.05	-37.50	-30.31	1.00	1.00	0.00
5,249.66	10.00	208.50	5,244.60	-76.44	-41.51	-33.56	1.00	1.00	0.00
-,=:::30			-,	****			****		

### Planning Report

Database: Company: Project: HOPSPP

**ENGINEERING DESIGNS** 

PRD NM DIRECTIONAL PLANS (NAD 1983)

Site: Corral Fly 1 State Com
Well: Corral Fly 1 State Com 71H

Wellbore: Wellbore #1

Design: Permitting Plan

Local Co-ordinate Reference:

TVD Reference:
MD Reference:
North Reference:

**Survey Calculation Method:** 

Well Corral Fly 1 State Com 71H

RKB=25' @ 3126.50ft RKB=25' @ 3126.50ft

Grid

Design:	Permitting Pla	an							
Planned Survey									
Measured Depth (ft)	Inclination (°)	Azimuth (°)	Vertical Depth (ft)	+N/-S (ft)	+E/-W (ft)	Vertical Section (ft)	Dogleg Rate (°/100ft)	Build Rate (°/100ft)	Turn Rate (°/100ft)
5,300.00	10.00	208.50	5,294.17	-84.12	-45.68	-36.93	0.00	0.00	0.00
5,400.00	10.00	208.50	5,392.65	-99.38	-53.97	-43.62	0.00	0.00	0.00
5,500.00 5,600.00	10.00 10.00	208.50 208.50	5,491.14 5,589.62	-114.63 -129.89	-62.25 -70.53	-50.32 -57.02	0.00 0.00	0.00 0.00	0.00 0.00
5,700.00	10.00	208.50	5,688.10	-129.69 -145.14	-70.53 -78.82	-57.02 -63.71	0.00	0.00	0.00
5,800.00 5,900.00	10.00 10.00	208.50 208.50	5,786.58 5,885.06	-160.40 -175.65	-87.10 -95.39	-70.41 -77.11	0.00 0.00	0.00 0.00	0.00 0.00
6,000.00	10.00	208.50	5,983.54	-190.91	-103.67	-83.80	0.00	0.00	0.00
6,100.00	10.00	208.50	6,082.03	-206.16	-111.95	-90.50	0.00	0.00	0.00
6,200.00	10.00	208.50	6,180.51	-221.42	-120.24	-97.19	0.00	0.00	0.00
6,300.00	10.00	208.50	6,278.99	-236.67	-128.52	-103.89	0.00	0.00	0.00
6,400.00	10.00	208.50	6,377.47	-251.92	-136.81	-110.59	0.00	0.00	0.00
6,500.00	10.00	208.50	6,475.95	-267.18	-145.09	-117.28	0.00	0.00	0.00
6,600.00	10.00	208.50	6,574.44	-282.43	-153.37	-123.98	0.00	0.00	0.00
6,700.00	10.00	208.50	6,672.92	-297.69	-161.66	-130.68	0.00	0.00	0.00
6,800.00	10.00	208.50	6,771.40	-312.94	-169.94	-137.37	0.00	0.00	0.00
6,900.00	10.00	208.50	6,869.88	-328.20	-178.23	-144.07	0.00	0.00	0.00
7,000.00	10.00	208.50	6,968.36	-343.45	-186.51	-150.77	0.00	0.00	0.00
7,100.00	10.00	208.50	7,066.84	-358.71	-194.79	-157.46	0.00	0.00	0.00
7,200.00	10.00	208.50	7,165.33	-373.96	-203.08	-164.16	0.00	0.00	0.00
7,300.00	10.00	208.50	7,263.81	-389.22	-211.36	-170.85	0.00	0.00	0.00
7,400.00	10.00	208.50	7,362.29	-404.47	-219.65	-177.55	0.00	0.00	0.00
7,500.00	10.00	208.50	7,460.77	-419.73	-227.93	-184.25	0.00	0.00	0.00
7,600.00	10.00	208.50	7,559.25	-434.98	-236.21	-190.94	0.00	0.00	0.00
7,700.00	10.00	208.50	7,657.73	-450.24	-244.50	-197.64	0.00	0.00	0.00
7,800.00	10.00	208.50	7,756.22	-465.49	-252.78	-204.34	0.00	0.00	0.00
7,900.00	10.00	208.50	7,854.70	-480.75	-261.07	-211.03	0.00	0.00	0.00
8,000.00	10.00	208.50	7,953.18	-496.00	-269.35	-217.73	0.00	0.00	0.00
8,100.00 8,200.00	10.00 10.00	208.50 208.50	8,051.66 8,150.14	-511.26 -526.51	-277.63 -285.92	-224.43 -231.12	0.00 0.00	0.00 0.00	0.00 0.00
8,300.00	10.00	208.50	8,248.63	-541.77	-294.20	-237.82	0.00	0.00	0.00
8,400.00 8,500.00	10.00 10.00	208.50 208.50	8,347.11 8,445.59	-557.02 -572.28	-302.49 -310.77	-244.52 -251.21	0.00 0.00	0.00 0.00	0.00 0.00
8,600.00	10.00	208.50	8,544.07	-587.53	-319.05	-257.91	0.00	0.00	0.00
8,700.00	10.00	208.50	8,642.55	-602.79	-327.34	-264.60	0.00	0.00	0.00
8,800.00	10.00	208.50	8,741.03	-618.04	-335.62	-271.30	0.00	0.00	0.00
8,900.00	10.00	208.50	8,839.52	-633.30	-343.91	-271.30	0.00	0.00	0.00
9,000.00	10.00	208.50	8,938.00	-648.55	-352.19	-284.69	0.00	0.00	0.00
9,080.95	10.00	208.50	9,017.72	-660.90	-358.90	-290.11	0.00	0.00	0.00
9,100.00	8.38	214.87	9,036.52	-663.49	-360.48	-291.43	10.00	-8.47	33.41
9,200.00	5.77	302.88	9,135.99	-666.75	-368.89	-299.46	10.00	-2.61	88.01
9,300.00	14.00	339.92	9,234.50	-652.63	-377.29	-309.25	10.00	8.22	37.04
9,400.00	23.62	348.62	9,329.07	-621.55	-385.41	-320.48	10.00	9.63	8.70
9,500.00	33.46	352.42	9,416.82	-574.46	-393.02	-332.81	10.00	9.84	3.80
9,600.00	43.37	354.64	9,495.08	-512.80	-399.87	-345.88	10.00	9.91	2.22
9,700.00	53.30	356.17	9,561.48	-438.42	-405.77	-359.28	10.00	9.94	1.53
9,800.00	63.25	357.34	9,613.99	-353.61	-410.54	-372.61	10.00	9.95	1.17
9,900.00 10,000.00	73.21 83.17	358.32 359.21	9,651.03 9,671.47	-260.92 -163.19	-414.02 -416.11	-385.46 -397.44	10.00 10.00	9.96 9.96	0.98 0.88
10,000.00	83.17 90.47	359.21	9,671.47	-163.19 -90.07	-416.11 -416.73	-397.44 -405.46	10.00	9.96 9.96	0.88 0.85
1									
10,100.00	90.47	359.83	9,675.31	-63.35	-416.81	-408.25	0.00	0.00	0.00
10,200.00 10,300.00	90.47 90.47	359.83 359.83	9,674.48 9,673.65	36.64 136.64	-417.11 -417.41	-418.67 -429.10	0.00 0.00	0.00 0.00	0.00 0.00
10,300.00	90.47	359.83	9,673.83	236.64	-417.41 -417.71	-429.10 -439.53	0.00	0.00	0.00
10,500.00	90.47	359.83	9,672.00	336.63	-418.01	-449.95	0.00	0.00	0.00
12,000.00			-,						*:==

### Planning Report

Database: Company: HOPSPP

**ENGINEERING DESIGNS** 

Project: PRD NM DIRECTIONAL PLANS (NAD 1983)

Site: Corral Fly 1 State Com
Well: Corral Fly 1 State Com 71H

Wellbore: Wellbore #1

Design: Permitting Plan

Local Co-ordinate Reference:

TVD Reference:
MD Reference:
North Reference:

**Survey Calculation Method:** 

Well Corral Fly 1 State Com 71H

RKB=25' @ 3126.50ft RKB=25' @ 3126.50ft

Grid

Design:	Permitting Pla	an							
Planned Survey									
Measured Depth (ft)	Inclination (°)	Azimuth (°)	Vertical Depth (ft)	+N/-S (ft)	+E/-W (ft)	Vertical Section (ft)	Dogleg Rate (°/100ft)	Build Rate (°/100ft)	Turn Rate (°/100ft)
10,600.00	90.47	359.83	9,671.17	436.63	-418.31	-460.38	0.00	0.00	0.00
10,700.00	90.47 90.47	359.83 359.83	9,670.34 9,669.51	536.62 636.62	-418.61	-470.81 -481.23	0.00 0.00	0.00 0.00	0.00 0.00
10,800.00 10,900.00	90.47	359.83	9,668.68	736.62	-418.91 -419.21	-401.23 -491.66	0.00	0.00	0.00
11,000.00	90.47	359.83	9,667.86	836.61	-419.51	-502.09	0.00	0.00	0.00
11,100.00	90.47	359.83	9,667.03	936.61	-419.81	-512.51	0.00	0.00	0.00
11,200.00	90.47	359.83	9,666.20	1,036.60	-420.11	-522.94	0.00	0.00	0.00
11,300.00	90.47	359.83	9,665.37	1,136.60	-420.41	-533.37	0.00	0.00	0.00
11,400.00	90.47	359.83	9,664.54	1,236.60	-420.71	-543.80	0.00	0.00	0.00
11,500.00	90.47	359.83	9,663.71	1,336.59	-421.02	-554.22	0.00	0.00	0.00
11,600.00	90.47	359.83	9,662.89	1,436.59	-421.32	-564.65	0.00	0.00	0.00
11,700.00 11,800.00	90.47 90.47	359.83 359.83	9,662.06 9,661.23	1,536.59 1,636.58	-421.62 -421.92	-575.08 -585.50	0.00 0.00	0.00 0.00	0.00 0.00
11,900.00	90.47	359.83	9,660.40	1,736.58	-421.92 -422.22	-505.50 -595.93	0.00	0.00	0.00
12,000.00	90.47	359.83	9,659.57	1,836.57	-422.52	-606.36	0.00	0.00	0.00
12,100.00	90.47	359.83	9,658.75	1,936.57	-422.82	-616.78	0.00	0.00	0.00
12,200.00	90.47	359.83	9.657.92	2,036.57	-423.12	-627.21	0.00	0.00	0.00
12,300.00	90.47	359.83	9,657.09	2,136.56	-423.42	-637.64	0.00	0.00	0.00
12,400.00	90.47	359.83	9,656.26	2,236.56	-423.72	-648.06	0.00	0.00	0.00
12,500.00	90.47	359.83	9,655.43	2,336.55	-424.02	-658.49	0.00	0.00	0.00
12,600.00	90.47	359.83	9,654.60	2,436.55	-424.32	-668.92	0.00	0.00	0.00
12,700.00	90.47	359.83	9,653.78	2,536.55	-424.62	-679.35	0.00	0.00	0.00
12,800.00	90.47	359.83	9,652.95	2,636.54	-424.92	-689.77	0.00	0.00	0.00
12,900.00	90.47	359.83	9,652.12	2,736.54	-425.22	-700.20	0.00	0.00	0.00
13,000.00	90.47	359.83	9,651.29	2,836.54	-425.53	-710.63	0.00	0.00	0.00
13,100.00	90.47	359.83	9,650.46	2,936.53	-425.83	-721.05	0.00	0.00	0.00
13,200.00	90.47	359.83	9,649.63	3,036.53	-426.13	-731.48 -744.04	0.00	0.00 0.00	0.00
13,300.00 13,400.00	90.47 90.47	359.83 359.83	9,648.81 9,647.98	3,136.52 3,236.52	-426.43 -426.73	-741.91 -752.33	0.00 0.00	0.00	0.00 0.00
13,500.00	90.47	359.83	9,647.15	3,336.52	-427.03	-762.76	0.00	0.00	0.00
13,600.00	90.47	359.83	9,646.32	3,436.51	-427.33	-773.19	0.00	0.00	0.00
13,700.00	90.47	359.83	9,645.49	3,536.51	-427.63	-783.61	0.00	0.00	0.00
13,800.00	90.47	359.83	9,644.67	3,636.50	-427.93	-794.04	0.00	0.00	0.00
13,880.28	90.47	359.83	9,644.00	3,716.78	-428.17	-802.41	0.00	0.00	0.00
13,899.28	90.47	359.83	9,643.84	3,735.78	-428.23	-804.39	0.00	0.00	0.00
13,900.00	90.48	359.87	9,643.84	3,736.50	-428.23	-804.47	6.50	0.25	6.50
14,000.00	90.72	6.37	9,642.79	3,836.29	-422.79	-809.16	6.50	0.24	6.50
14,100.00	90.95	12.87	9,641.33	3,934.82	-406.09	-802.53	6.50	0.23	6.50
14,200.00 14,300.00	91.17 91.38	19.36 25.86	9,639.47 9,637.24	4,030.83 4,123.07	-378.35 -339.93	-784.66 -755.78	6.50 6.50	0.22 0.21	6.50 6.50
1									
14,400.00 14,500.00	91.57 91.74	32.36 38.86	9,634.66 9,631.78	4,210.36 4,291.58	-291.32 -233.15	-716.26 -666.61	6.50 6.50	0.19 0.17	6.50 6.50
14,600.00	91.74	36.66 45.36	9,631.78	4,291.58	-233.15 -166.16	-607.47	6.50	0.17	6.50
14,700.00	92.01	51.87	9,625.21	4,431.72	-91.21	-539.60	6.50	0.13	6.50
14,800.00	92.10	58.37	9,621.63	4,488.84	-9.28	-463.87	6.50	0.10	6.50
14,900.00	92.17	64.87	9,617.89	4,536.31	78.60	-381.25	6.50	0.07	6.50
15,000.00	92.21	71.38	9,614.06	4,573.52	171.28	-292.81	6.50	0.04	6.50
15,100.00	92.23	77.88	9,610.19	4,599.99	267.58	-199.69	6.50	0.01	6.50
15,200.00	92.21	84.39	9,606.32	4,615.38	366.26	-103.08	6.50	-0.02	6.50
15,286.96	92.17	90.05	9,602.99	4,619.59	453.01	-17.20	6.50	-0.04	6.50
15,300.00	92.17	90.05	9,602.50	4,619.58	466.05	-4.23	0.00	0.00	0.00
15,400.00	92.17	90.05	9,598.71	4,619.50	565.98	95.19	0.00	0.00	0.00
15,500.00	92.17	90.05	9,594.91	4,619.42	665.90	194.62	0.00	0.00	0.00
15,600.00 15,700.00	92.17 92.17	90.05 90.05	9,591.12 9,587.33	4,619.35 4,619.27	765.83 865.76	294.04 393.46	0.00 0.00	0.00 0.00	0.00 0.00
15,700.00	92.17	<del>3</del> 0.03	3,507.55	4,018.21	000.70	J33.40	0.00	0.00	0.00

### Planning Report

Database: Company: HOPSPP

**ENGINEERING DESIGNS** 

Project: PRD NM DIRECTIONAL PLANS (NAD 1983)

Site: Corral Fly 1 State Com
Well: Corral Fly 1 State Com 71H

Wellbore: Wellbore #1

Design: Permitting Plan

Local Co-ordinate Reference:

TVD Reference:
MD Reference:
North Reference:

**Survey Calculation Method:** 

Well Corral Fly 1 State Com 71H

RKB=25' @ 3126.50ft RKB=25' @ 3126.50ft

Grid

Design:	Permitting Pla	an							
Planned Survey									
Measured Depth (ft)	Inclination (°)	Azimuth (°)	Vertical Depth (ft)	+N/-S (ft)	+E/-W (ft)	Vertical Section (ft)	Dogleg Rate (°/100ft)	Build Rate (°/100ft)	Turn Rate (°/100ft)
15,800.00	92.17	90.05	9,583.54	4,619.19	965.69	492.88	0.00	0.00	0.00
15,900.00	92.17	90.05	9,579.75	4,619.11	1,065.62	592.31	0.00	0.00	0.00
16,000.00 16,100.00	92.17 92.17	90.05 90.05	9,575.96 9,572.17	4,619.03 4,618.95	1,165.54 1,265.47	691.73 791.15	0.00 0.00	0.00 0.00	0.00 0.00
16,200.00	92.17	90.05	9,568.38	4,618.87	1,265.47	890.57	0.00	0.00	0.00
16,300.00	92.17	90.05	9,564.59	4,618.79	1,465.33	989.99	0.00	0.00	0.00
16,400.00	92.17	90.05	9,560.80	4,618.72	1,565.26	1,089.42	0.00	0.00	0.00
16,500.00	92.17	90.05	9,557.01	4,618.64	1,665.18	1,188.84	0.00	0.00	0.00
16,600.00	92.17	90.05	9,553.22	4,618.56	1,765.11	1,288.26	0.00	0.00	0.00
16,700.00	92.17	90.05	9,549.43	4,618.48	1,865.04	1,387.68	0.00	0.00	0.00
16,800.00	92.17	90.05	9,545.64	4,618.40	1,964.97	1,487.11	0.00	0.00	0.00
16,900.00	92.17	90.05	9,541.85	4,618.32	2,064.90	1,586.53	0.00	0.00	0.00
16,993.68	92.17	90.05	9,538.30	4,618.25	2,158.50	1,679.66	0.00	0.00	0.00
17,000.00	92.17	90.46	9,538.06	4,618.22	2,164.82	1,685.95	6.50	0.01	6.50
17,100.00	92.16	96.96	9,534.27	4,611.76	2,264.49	1,785.76	6.50	-0.01	6.50
17,200.00	92.13	103.47	9,530.53	4,594.05	2,362.78	1,885.34	6.50	-0.04	6.50
17,300.00	92.06	109.97	9,526.87	4,565.32	2,458.44	1,983.42	6.50	-0.06	6.50
17,400.00	91.97	116.47	9,523.34	4,525.94	2,550.23	2,078.73	6.50	-0.09	6.50
17,500.00	91.86	122.98	9,520.00	4,476.41	2,636.98	2,170.04	6.50	-0.12	6.50
17,600.00	91.72	129.48	9,516.88	4,417.37	2,717.57	2,256.19	6.50	-0.14	6.50
17,700.00	91.55	135.98	9,514.03	4,349.58	2,790.96	2,336.07	6.50	-0.16	6.50
17,800.00	91.37	142.48	9,511.48	4,273.92	2,856.21	2,408.65	6.50	-0.18	6.50
17,900.00	91.17	148.98	9,509.26	4,191.35	2,912.48	2,472.99	6.50	-0.20	6.50
18,000.00	90.96	155.47	9,507.40	4,102.93	2,959.04	2,528.27	6.50	-0.21	6.50
18,100.00	90.73	161.97	9,505.92	4,009.81	2,995.31	2,573.79	6.50	-0.23	6.50
18,200.00	90.49	168.47	9,504.86	3,913.17	3,020.81	2,608.94	6.50	-0.24	6.50
18,300.00	90.25	174.96	9,504.21	3,814.27	3,035.21	2,633.29	6.50	-0.24	6.50
18,373.19 18,400.00	90.07 90.07	179.72 179.72	9,504.00 9,503.97	3,741.18 3,714.37	3,038.61 3,038.74	2,644.07 2,646.92	6.50 0.00	-0.25 0.00	6.49 0.00
18,500.00	90.07	179.72	9,503.84	3,614.38	3,039.24	2,657.54	0.00	0.00	0.00
18,600.00	90.07	179.72	9,503.72	3,514.38	3,039.74	2,668.16	0.00	0.00	0.00
18,700.00	90.07	179.72	9,503.72	3,414.38	3,040.23	2,678.79	0.00	0.00	0.00
18,800.00	90.07	179.72	9,503.47	3,314.38	3,040.73	2,689.41	0.00	0.00	0.00
18,900.00	90.07	179.72	9,503.35	3,214.38	3,041.23	2,700.03	0.00	0.00	0.00
19,000.00	90.07	179.72	9,503.23	3,114.38	3,041.72	2,710.65	0.00	0.00	0.00
19,100.00	90.07	179.72	9,503.10	3,014.38	3,042.22	2,721.27	0.00	0.00	0.00
19,200.00	90.07	179.72	9,502.98	2,914.38	3,042.71	2,731.89	0.00	0.00	0.00
19,300.00	90.07	179.72	9,502.86	2,814.39	3,043.21	2,742.52	0.00	0.00	0.00
19,400.00	90.07	179.72	9,502.73	2,714.39	3,043.71	2,753.14	0.00	0.00	0.00
19,500.00	90.07	179.72	9,502.61	2,614.39	3,044.20	2,763.76	0.00	0.00	0.00
19,600.00	90.07	179.72	9,502.49	2,514.39	3,044.70	2,774.38	0.00	0.00	0.00
19,700.00	90.07	179.72	9,502.36	2,414.39	3,045.20	2,785.00	0.00	0.00	0.00
19,800.00	90.07	179.72	9,502.24	2,314.39	3,045.69	2,795.62	0.00	0.00	0.00
19,900.00	90.07	179.72	9,502.12	2,214.39	3,046.19	2,806.25	0.00	0.00	0.00
20,000.00	90.07	179.72	9,501.99	2,114.40	3,046.68	2,816.87	0.00	0.00	0.00
20,100.00	90.07	179.72	9,501.87	2,014.40	3,047.18	2,827.49	0.00	0.00	0.00
20,200.00	90.07	179.72	9,501.75	1,914.40	3,047.68	2,838.11	0.00	0.00	0.00
20,300.00	90.07	179.72	9,501.62	1,814.40	3,048.17	2,848.73	0.00	0.00	0.00
20,400.00 20,500.00	90.07 90.07	179.72 179.72	9,501.50 9,501.38	1,714.40 1,614.40	3,048.67 3,049.17	2,859.36 2,869.98	0.00 0.00	0.00 0.00	0.00 0.00
20,600.00	90.07	179.72	9,501.25	1,514.40	3,049.66	2,880.60	0.00	0.00	0.00
20,700.00	90.07	179.72	9,501.13	1,414.40	3,050.16	2,891.22	0.00	0.00	0.00
20,800.00 20,900.00	90.07 90.07	179.72 179.72	9,501.01 9,500.88	1,314.41 1,214.41	3,050.65 3,051.15	2,901.84 2,912.46	0.00 0.00	0.00 0.00	0.00 0.00
21,000.00	90.07	179.72	9,500.88	1,214.41 1,114.41	3,051.15	2,912.46	0.00	0.00	0.00
۷۱,000.00	90.07	118.12	9,500.70	1,114.41	3,001.00	2,323.08	0.00	0.00	0.00

### Planning Report

Database: Company: HOPSPP

ENGINEERING DESIGNS

Project: PRD NM DIRECTIONAL PLANS (NAD 1983)

Site: Corral Fly 1 State Com
Well: Corral Fly 1 State Com 71H

Wellbore: Wellbore #1

Design: Permitting Plan

Local Co-ordinate Reference:

TVD Reference:
MD Reference:
North Reference:

**Survey Calculation Method:** 

Well Corral Fly 1 State Com 71H

RKB=25' @ 3126.50ft RKB=25' @ 3126.50ft

Grid

Planned Survey									
Measured Depth (ft)	Inclination (°)	Azimuth (°)	Vertical Depth (ft)	+N/-S (ft)	+E/-W (ft)	Vertical Section (ft)	Dogleg Rate (°/100ft)	Build Rate (°/100ft)	Turn Rate (°/100ft)
21,100.00	90.07	179.72	9,500.64	1,014.41	3,052.14	2,933.71	0.00	0.00	0.00
21,200.00	90.07	179.72	9,500.51	914.41	3,052.64	2,944.33	0.00	0.00	0.00
21,300.00	90.07	179.72	9,500.39	814.41	3,053.14	2,954.95	0.00	0.00	0.00
21,400.00	90.07	179.72	9,500.27	714.41	3,053.63	2,965.57	0.00	0.00	0.00
21,500.00	90.07	179.72	9,500.14	614.41	3,054.13	2,976.19	0.00	0.00	0.00
21,600.00	90.07	179.72	9,500.02	514.42	3,054.62	2,986.82	0.00	0.00	0.00
21,700.00	90.07	179.72	9,499.90	414.42	3,055.12	2,997.44	0.00	0.00	0.00
21,800.00	90.07	179.72	9,499.77	314.42	3,055.62	3,008.06	0.00	0.00	0.00
21,900.00	90.07	179.72	9,499.65	214.42	3,056.11	3,018.68	0.00	0.00	0.00
22,000.00	90.07	179.72	9,499.53	114.42	3,056.61	3,029.30	0.00	0.00	0.00
22,100.00	90.07	179.72	9,499.40	14.42	3,057.11	3,039.92	0.00	0.00	0.00
22,200.00	90.07	179.72	9,499.28	-85.58	3,057.60	3,050.55	0.00	0.00	0.00
22,300.00	90.07	179.72	9,499.16	-185.57	3,058.10	3,061.17	0.00	0.00	0.00
22,400.00	90.07	179.72	9,499.03	-285.57	3,058.59	3,071.79	0.00	0.00	0.00
22,425.82	90.07	179.72	9,499.00	-311.39	3,058.72	3,074.53	0.00	0.00	0.00

Design Targets									
Target Name - hit/miss target - Shape	Dip Angle (°)	Dip Dir. (°)	TVD (ft)	+N/-S (ft)	+E/-W (ft)	Northing (usft)	Easting (usft)	Latitude	Longitude
KOP (Corral Fly 1 - plan misses targe - Point	0.00 t center by 78	0.00 85.65ft at 0.0	-25.00 Oft MD (0.0	-667.40 0 TVD, 0.00 i	-413.76 N, 0.00 E)	418,940.24	662,291.55	32.151142	-103.942503
TP2 (Corral Fly 1 State - plan misses targe - Point		0.00 802.56ft at 0.	-28.40 00ft MD (0.	4,619.13 00 TVD, 0.00	1,314.32 N, 0.00 E)	424,226.37	664,019.50	32.165655	-103.936857
PBHL (Corral Fly 1 - plan hits target ce - Point	0.00 enter	0.00	9,499.00	-311.39	3,058.72	419,296.22	665,763.77	32.152085	-103.931279
TP3 (Corral Fly 1 State - plan hits target co - Point		0.00	9,504.00	3,741.18	3,038.61	423,348.49	665,743.66	32.163225	-103.931296
TP1 (Corral Fly 1 State - plan hits target ce - Point		0.01	9,644.00	3,716.78	-428.17	423,324.09	662,277.14	32.163193	-103.942498
FTP (Corral Fly 1 - plan misses targe - Point	0.00 t center by 26	0.00 6.86ft at 990	9,677.00 0.00ft MD (9	-267.45 9651.03 TVD,	-416.19 -260.92 N, -4	419,340.16 414.02 E)	662,289.12	32.152241	-103.942506

Planning Report

Database: Company: HOPSPP

ENGINEERING DESIGNS

Project: PRD NM DIRECTIONAL PLANS (NAD 1983)

Site: Corral Fly 1 State Com
Well: Corral Fly 1 State Com 71H

Wellbore: Wellbore #1

Design: Permitting Plan

Local Co-ordinate Reference:

TVD Reference:
MD Reference:

North Reference: Survey Calculation Method: Well Corral Fly 1 State Com 71H

RKB=25' @ 3126.50ft RKB=25' @ 3126.50ft

Grid

Formations							
	Measured Depth (ft)	Vertical Depth (ft)	Name	Lithology	Dip (°)	Dip Direction (°)	
	371.50	371.50	RUSTLER				
	776.50	776.50	SALADO				
	1,744.50	1,744.50	CASTILE				
	3,295.50	3,295.50	BELL CANYON				
	3,302.50	3,302.50	DELAWARE				
	4,199.50	4,199.50	CHERRY CANYON				
	5,569.42	5,559.50	BRUSHY CANYON				
	7,113.87	7,080.50	BONE SPRING				
	8,055.16	8,007.50	BONE SPRING 1ST				
	8,918.26	8,857.50	BONE SPRING 2ND				

Plan Annotations				
Measured Depth (ft)	Vertical Depth (ft)	Local Coor +N/-S (ft)	dinates +E/-W (ft)	Comment
4,250.00	4,250.00	0.00	0.00	Build 1°/100'
5,249.66	5,244.60	-76.44	-41.51	Hold 10° Tangent
9,080.95	9,017.72	-660.90	-358.90	KOP, Build & Turn 10°/100'
9,785.00	9,607.07	-366.90	-409.90	LL Cross - 9785' MD
10,073.28	9,675.53	-90.07	-416.73	Landing Point
13,880.28	9,644.00	3,716.78	-428.17	Hold
13,899.28	9,643.84	3,735.78	-428.23	Build & Turn 6.5°/100'
15,286.96	9,602.99	4,619.59	453.01	Hold
16,993.68	9,538.30	4,618.25	2,158.50	Drop & Turn 6.5°/100'
18,373.19	9,504.00	3,741.18	3,038.61	Hold
22,425.82	9,499.00	-311.39	3,058.72	TD at 22425.82' MD

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Project: PRD NM DIRECTIONAL PLANS (NAD 1983)

Site: Corral Fly 1 State Com Well: Corral Fly 1 State Com 71H

Wellbore: Wellbore #1
Design: Permitting Plan

### WELL DETAILS: Corral Fly 1 State Com 71H

	+N/-S 0.00	+E/-W Northing 0.00 419607.5	3101.50 Beasting 662705.28	Latittude 32.152972	Longitude -103.941158	
	0					
	1000					
	2000					
	3000	Build 1°/100'				
0 ft/in)	4000	Hold 10° Tangent				
pth (200	5000					
True Vertical Depth (2000 ft/in)	6000	LL Cross - 7142' MD_				
True √	7000					
	KOP,	, Build & Turn 10°/100'				
	8000		PBI TC	HL) at 22425.82' MD	Hold TP3	
	9000				Drop	& Turn 6.5°/100'
	10000	LL Cross - 9785' MD	TP Landing Poir	nt.	Hold Build & Turn	Hold 
	11000				TP1	
		-2000 -1000	0 100 Vertical Secti			5000 6000

### PROJECT DETAILS: NM DIRECTIONAL PLANS (NAD 1983)

Geodetic System: US State Plane 1983

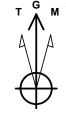
Datum: North American Datum 1983

Ellipsoid: GRS 1980

Zone: New Mexico Eastern Zone

System Datum: Mean Sea Level

### ANNOTATIONS

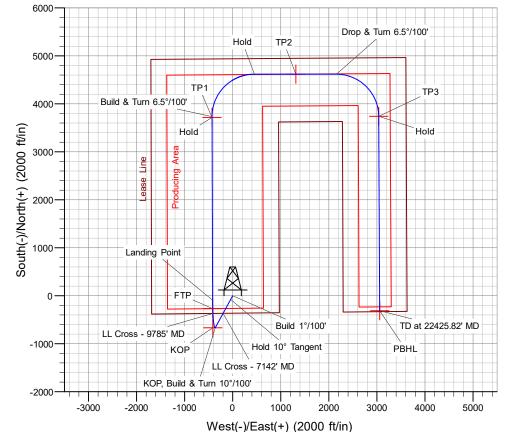


Azimuths to Grid North True North: -0.21° Magnetic North: 6.19°

Magnetic Field Strength: 47347.0nT Dip Angle: 59.67° Date: 4/2/2024

Model: HDGM\_FILE

MD	Inc	Azi	TVD	+N/-S	+E/-W	VSect	Departure	Annotation
4250.00	0.00	0.00	4250.00	0.00	0.00	0.00	0.00	Build 1°/100'
5249.66	10.00	208.50	5244.60	-76.44	-41.51	-76.32	86.99	Hold 10° Tangent
7142.00	10.00	208.50	7108.21	-365.12	-198.27	-364.53	415.48	LL Cross - 7142' MD
9080.95	10.00	208.50	9017.72	-660.90	-358.90	-659.83	752.06	KOP, Build & Turn 10°/100'
9785.00	61.76	357.18	9607.07	-366.90	-409.90	-365.68	1070.97	LL Cross - 9785' MD
10073.28	90.47	359.83	9675.53	-90.07	-416.73	-88.83	1347.69	Landing Point
13880.28	90.47	359.83	9644.00	3716.78	-428.17	3718.04	5154.56	Hold
13899.28	90.47	359.83	9643.84	3735.78	-428.23	3737.04	5173.56	Build & Tum 6.5°/100'
15286.96	92.17	90.05	9602.99	4619.59	453.01	4618.23	6560.57	Hold
16993.68	92.17	90.05	9538.30	4618.25	2158.50	4611.82	8266.06	Drop & Turn 6.5°/100'
18373.19	90.07	179.72	9504.00	3741.18	3038.61	3732.15	9645.06	Hold
22425.82	90.07	179.72	9499.00	-311.39	3058.72	-320.47	13697.69	TD at 22425.82' MD



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### Oxy USA Inc. - CORRAL FLY 1 STATE COM 71H Drill Plan

### 1. Geologic Formations

TVD of Target (ft):	9676	Pilot Hole Depth (ft):	
Total Measured Depth (ft):	22426	Deepest Expected Fresh Water (ft):	372

### **Delaware Basin**

Formation	MD-RKB (ft)	TVD-RKB (ft)	<b>Expected Fluids</b>
Rustler	372	372	
Salado	777	777	Salt
Castile	1745	1745	Salt
Delaware	3303	3303	Oil/Gas/Brine
Bell Canyon	3296	3296	Oil/Gas/Brine
Cherry Canyon	4200	4200	Oil/Gas/Brine
Brushy Canyon	5569	5560	Losses
Bone Spring	7114	7081	Oil/Gas
Bone Spring 1st	8055	8008	Oil/Gas
Bone Spring 2nd	8918	8858	Oil/Gas
Bone Spring 3rd			Oil/Gas
Wolfcamp			Oil/Gas
Penn			Oil/Gas
Strawn			Oil/Gas

<sup>\*</sup>H2S, water flows, loss of circulation, abnormal pressures, etc.

### 2. Casing Program

		N	1D	T۱	/D				
	Hole	From	То	From	То	Csg.	Csg Wt.		
Section	Size (in)	(ft)	(ft)	(ft)	(ft)	OD (in)	(ppf)	Grade	Conn.
Surface	14.75	0	717	0	717	10.75	45.5	J-55	ВТС
Intermediate	9.875	0	10073	0	9676	7.625	26.4	L-80 HC	ВТС
Production	6.75	0	22426	0	9676	5.5	20	P-110	Sprint-SF

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

All Casing SF Values will meet or exceed those below										
SF SF Body SF Joint SF										
Collapse	Burst	Tension	Tension							
1.00	1.100	1.4	1.4							

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

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3. Cementing Program

Section	Stage	Slurry:	Sacks	Yield (ft^3/ft)	Density (lb/gal)	Excess:	тос	Placement	Description
Surface	1	Surface - Tail	600	1.33	14.8	100%	-	Circulate	Class C+Accel.
Int.	1	Intermediate 1S - Tail	571	1.68	13.2	5%	5,819	Circulate	Class C+Ret., Disper.
Int.	2	Intermediate 2S - Tail BH	899	1.71	13.3	25%	-	Bradenhead	Class C+Accel.
Prod.	1	Production - Tail	728	1.84	13.3	25%	9,573	Circulate	Class C+Ret.

### **Offline Cementing Request**

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

### **Bradenhead CBL Request**

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

### 4. Pressure Control Equipment

BOP installed and tested before drilling which hole?	Size?	Min. Required WP		Туре	<b>✓</b>	Tested to:	Deepest TVD Depth (ft) per Section:
		5M		Annular	<b>√</b>	70% of working pressure	
	13-5/8"			Blind Ram	✓		9676
9.875" Hole		5M		Pipe Ram		250 psi / 5000 psi	
			Double Ram		<b>√</b>	250 p3i / 5000 p3i	
			Other*				
	13-5/8"	5M	Annular		<b>√</b>	70% of working pressure	
				Blind Ram	✓		
6.75" Hole		5M	Pipe Ram			250 psi / 5000 psi	9676
				Double Ram		200 p3i / 0000 p3i	
			Other*				

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

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

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<sup>\*</sup>Specify if additional ram is utilized

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

On Exploratory wells or on that portion of any well approved for a 5M BOPE system or greater, a pressure integrity test of each casing shoe shall be performed. Will be tested in accordance with 43 CFR part 3170 Subpart 3172.

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

Y Are anchors required by manufacturer?

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

See attached schematics.

### **BOP Break Testing Request**

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

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

Occidental - Permian New Mexico CORRAL FLY 1 STATE COM 71H

## 5. Mud Program

Castian	Depth - MD		Depth - TVD		Trme	Weight	Via o o sider	Water
Section	From (ft)	To (ft)	From (ft)	To (ft)	Type	(ppg)	Viscosity	Loss
Surface	0	717	0	717	Water-Based Mud	8.6 - 8.8	40-60	N/C
Intermediate	717	10073	717	9676	Saturated Brine-Based or Oil-Based Mud	8.0 - 10.0	35-45	N/C
Production	10073	22426	9676	9676	Water-Based or Oil- Based Mud	9.5 - 12.5	38-50	N/C

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

What will be used to monitor the	DVT/NAD Totac/Viewal Namitoring
loss or gain of fluid?	PVT/MD Totco/Visual Monitoring

## **6. Logging and Testing Procedures**

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

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

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Occidental - Permian New Mexico CORRAL FLY 1 STATE COM 71H

## 7. Drilling Conditions

Condition	Specify what type and where?
BH Pressure at deepest TVD	6290 psi
Abnormal Temperature	No
BH Temperature at deepest TVD	158°F

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

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

N H2S is present

Y H2S Plan attached

## 8. Other facets of operation

Will the well be drilled with a walking/skidding operation? If yes, describe.  We plan to drill the 3 well pad in batch by section: all surface sections, intermediate sections and production sections. The wellhead will be secured with a night cap whenever the rig is not over the well.  Will more than one drilling rig be used for drilling operations? If yes, describe.  Oxy requests the option to contract a Surface Rig to drill, set surface casing, and cement for this well. If the timing between rigs is such that Oxy would not be able to preset surface, the Primary Rig will MIRU and drill the well in its entirety per the APD. Please see the		Yes/No
sections and production sections. The wellhead will be secured with a night cap whenever the rig is not over the well.  Will more than one drilling rig be used for drilling operations? If yes, describe.  Oxy requests the option to contract a Surface Rig to drill, set surface casing, and cement for this well. If the timing between rigs is such that Oxy would not be able to preset surface, the Primary Rig will MIRU and drill the well in its entirety per the APD. Please see the	Will the well be drilled with a walking/skidding operation? If yes, describe.	
sections and production sections. The wellhead will be secured with a night cap whenever the rig is not over the well.  Will more than one drilling rig be used for drilling operations? If yes, describe.  Oxy requests the option to contract a Surface Rig to drill, set surface casing, and cement for this well. If the timing between rigs is such that Oxy would not be able to preset surface, the Primary Rig will MIRU and drill the well in its entirety per the APD. Please see the	We plan to drill the 3 well pad in batch by section: all surface sections, intermediate	Vac
Will more than one drilling rig be used for drilling operations? If yes, describe.  Oxy requests the option to contract a Surface Rig to drill, set surface casing, and cement for this well. If the timing between rigs is such that Oxy would not be able to preset surface, the Primary Rig will MIRU and drill the well in its entirety per the APD. Please see the	sections and production sections. The wellhead will be secured with a night cap whenever	1 es
Oxy requests the option to contract a Surface Rig to drill, set surface casing, and cement for this well. If the timing between rigs is such that Oxy would not be able to preset surface, the Primary Rig will MIRU and drill the well in its entirety per the APD. Please see the	the rig is not over the well.	
this well. If the timing between rigs is such that Oxy would not be able to preset surface, the Primary Rig will MIRU and drill the well in its entirety per the APD. Please see the	Will more than one drilling rig be used for drilling operations? If yes, describe.	
the Primary Rig will MIRU and drill the well in its entirety per the APD. Please see the	Oxy requests the option to contract a Surface Rig to drill, set surface casing, and cement for	
	this well. If the timing between rigs is such that Oxy would not be able to preset surface,	Yes
attached decorment for information on the anyddon rice	the Primary Rig will MIRU and drill the well in its entirety per the APD. Please see the	
attached document for information on the spudder rig.	attached document for information on the spudder rig.	

Total Estimated Cuttings Volume: 1585 bbls

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#### **CONNECTION DATA SHEET**



#### PIPE BODY PROPERTIES

Nominal OD	5.500	in.
Nominal ID	4.778	in.
Nominal Wall Thickness	0.361	in.
Minimum Wall Thickness	87.5	%
Nominal Weight (API)	20.00	lb/ft
Plain End Weight	19.83	lb/ft
Drift	4.653	in.
Grade Type	Controlle	ed Yield
Minimum Yield Strength	110	ksi
Maximum Yield Strength	125	ksi
Minimum Ultimate Tensile Strength	140	ksi
Pipe Body Yield Strength	641	klb
Internal Yield Pressure	12,640	psi
Collapse Pressure	11,110	psi

#### **CONNECTION PROPERTIES**

Connection Type	Semi-Pr	emium Integral Semi-F
Nominal Connection OD	5.783	in.
Nominal Connection ID	4.718	in.
Make-up Loss	5.965	in.
Tension Efficiency	90	% Pipe Body
Compression Efficiency	90	% Pipe Body
Internal Pressure Efficiency	100	% Pipe Body
External Pressure Efficiency	100	% Pipe Body

#### JOINT PERFORMANCES

Tension Strength	577	klb
Compression Strength	577	klb
Internal Pressure Resistance	12,640	psi
External Pressure Resistance	11,110	psi
Maximum Bending, Structural	78	°/100 ft
Maximum Bending, with Sealability(1)	30	°/100 ft

(1) Sealability rating demonstrated as per API RP 5C5 / ISO 13679



(2) MTS: Maximum Torque with Sealability.

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#### OXY's Minimum Design Criteria

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

#### 1) Casing Design Assumptions

#### a) Burst Loads

CSG Test (Surface)

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

#### CSG Test (Production)

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

#### External:

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

#### Gas Column (Surface)

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

#### Bullheading (Surface / Intermediate)

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

#### Gas Kick (Intermediate)

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

Tubing Leak Near Surface While Producing (Production)

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

Tubing Leak Near Surface While Stimulating (Production)

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

Injection / Stimulation Down Casing (Production)

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

#### b) Collapse Loads

Lost Circulation (Surface / Intermediate)

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

Full Evacuation (Production)

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

#### c) Tension Loads

Running Casing (Surface / Intermediate / Production)

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

Green Cement (Surface / Intermediate / Production)

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

#### OXY USA Inc APD ATTACHMENT: SPUDDER RIG DATA

**OPERATOR NAME / NUMBER: OXY USA Inc** 

#### 1. SUMMARY OF REQUEST:

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

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

#### 2. Description of Operations

- 1. Spudder rig will move in to drill the surface hole and pre-set surface casing on the well.
  - a. After drilling the surface hole section, the spudder rig will run casing and cement following all of the applicable rules and regulations (43 CFR part 3170 Subpart 3172, all COAs and NMOCD regulations).
  - b. The spudder rig will utilize fresh water-based mud to drill the surface hole to TD. Solids control will be handled entirely on a closed loop basis. No earth pits will be used.
- 2. The wellhead will be installed and tested as soon as the surface casing is cut off and the WOC time has been reached.
- **3.** A blind flange at the same pressure rating as the wellhead will be installed to seal the wellbore. Pressure will be monitored with needle valves installed on two wingvalves.
  - **a.** A means for intervention will be maintained while the drilling rig is not over the well.
- 4. Spudder rig operations are expected to take 2-3 days per well on the pad.
- 5. The BLM will be contacted and notified 24 hours prior to commencing spudder rig operations.
- **6.** Drilling operations will begin with a larger rig and a BOP stack equal to or greater than the pressure rating that was permitted will be nippled up and tested on the wellhead before drilling operations resume on each well.
  - a. The larger rig will move back onto the location within 90 days from the point at which the wells are secured and the spudder rig is moved off location.
  - b. The BLM will be contacted / notified 24 hours before the larger rig moves back on the pre-set locations.
- 7. Oxy will have supervision on the rig to ensure compliance with all BLM and NMOCD regulations and to oversee operations.
- **8.** Once the rig is removed, Oxy will secure the wellhead area by placing a guard rail around the cellar area.

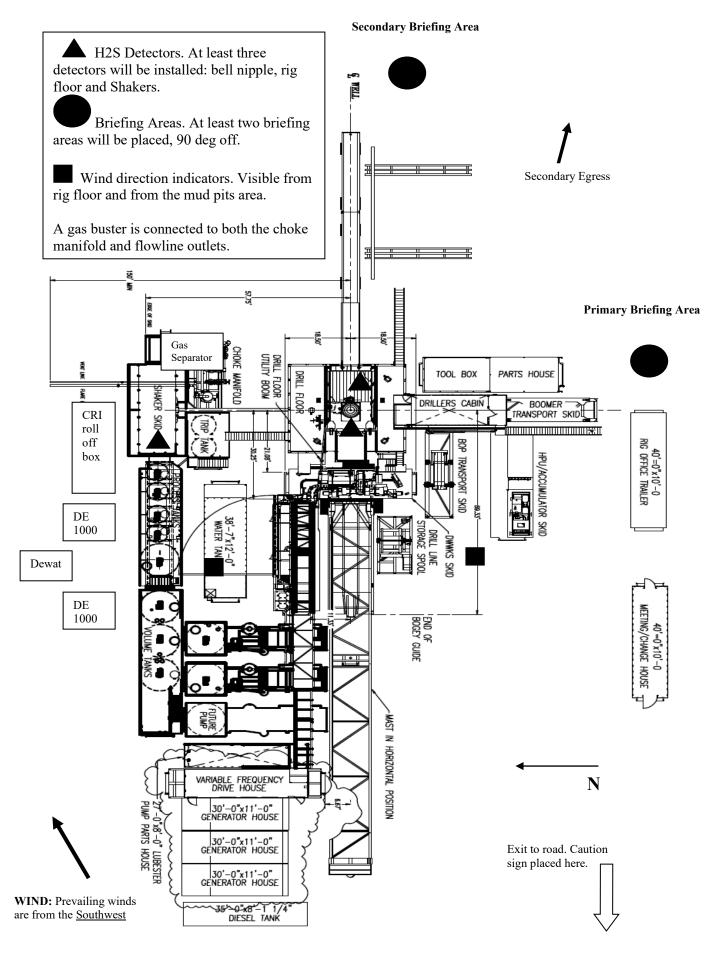


## Permian Drilling Hydrogen Sulfide Drilling Operations Plan

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

#### 1. Escape

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





# Permian Drilling Hydrogen Sulfide Drilling Operations Plan New Mexico

#### **Scope**

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

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

#### **Objective**

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

#### **Discussion**

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

before drilling to commence.

Emergency response

Procedure:

This section outlines the conditions and denotes steps

to be taken in the event of an emergency.

Emergency equipment

Procedure:

This section outlines the safety and emergency

equipment that will be required for the drilling of this

well.

Training provisions: This section outlines the training provisions that

must be adhered to prior to drilling.

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

be contacted should an emergency exist.

Briefing: This section deals with the briefing of all people

involved in the drilling operation.

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

potential evacuation and any additional support

needed.

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

included to insure adherence to the plan.

General information: A general information section has been included to

supply support information.

#### **Hydrogen Sulfide Training**

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

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

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

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

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

#### Service company and visiting personnel

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

#### **Emergency Equipment Requirements**

#### 1. Well control equipment

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

#### Special control equipment:

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

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

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

#### 3. Hydrogen sulfide sensors and alarms

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

#### 4. Visual Warning Systems

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

Caution – potential poison gas Hydrogen sulfide No admittance without authorization

#### *Wind sock – wind streamers:*

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

#### Condition flags

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

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

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

#### 5. <u>Mud Program</u>

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

#### Mud inspection devices:

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

#### 6. <u>Metallurgy</u>

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

#### 7. Well Testing

No drill stem test will be performed on this well.

#### 8. Evacuation plan

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

#### 9. <u>Designated area</u>

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

#### **Emergency procedures**

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

#### B. If uncontrollable conditions occur:

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

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

#### C. Responsibility:

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

All personnel:

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

Drill site manager:

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

Tool pusher:

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

Driller:

1. Don escape unit, shut down pumps, continue

rotating DP.

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

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

Mud engineer:

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

Safety personnel:

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

#### Taking a kick

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

#### **Open-hole logging**

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

#### Running casing or plugging

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

#### **Ignition procedures**

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

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

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

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

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

#### **Status check list**

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

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

Checked by:	Date:
encenca by.	Bute

#### **Procedural check list during H2S events**

#### Perform each tour:

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

#### Perform each week:

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

#### **General evacuation plan**

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

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

#### **Emergency actions**

#### Well blowout – if emergency

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

#### Person down location/facility

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

#### Toxic effects of hydrogen sulfide

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

Table i Toxicity of various gases

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

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

#### Toxic effects of hydrogen sulfide

Table ii Physical effects of hydrogen sulfide

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

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

<sup>\*</sup>at 15.00 psia and 60'f.

#### **Use of self-contained breathing equipment (SCBA)**

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

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

#### Rescue First aid for H2S poisoning

#### Do not panic!

Remain calm – think!

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

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

Revised CM 6/27/2012

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

Submit Electronically Via E-permitting

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

#### NATURAL GAS MANAGEMENT PLAN

This Natural Gas Manag	gement Plan m	ust be submitted wi	th each Applica	tion for Permit to I	Orill (AP	D) for a ne	ew or recompleted we	ell.
			1 – Plan D fective May 25,					
I. Operator: OXY US	SA INC.		OGRID: <u>16</u>	6696		_ Date: _(	0 8/ 2 2/ 2 4	
II. Type: 🗹 Original	☐ Amendment	due to ☐ 19.15.27.	9.D(6)(a) NMA	C □ 19.15.27.9.D(	(6)(b) NI	MAC 🗆 Ot	her.	
If Other, please describe	e:							_
<b>III. Well(s):</b> Provide the be recompleted from a s					wells pro	posed to b	e drilled or proposed	l to
Well Name	API	ULSTR	Footages	Anticipated Oil BBL/D		cipated Anticipated MCF/D Produced Wa BBL/D		
SEE ATTACHED								
IV. Central Delivery P V. Anticipated Schedu proposed to be recomple	le: Provide the	e following informat	tion for each nev		vell or se		.15.27.9(D)(1) NMA	_
Well Name	API	Spud Date	TD Reached Date	Completion Commencement		Initial Flo Back Da		on
SEE ATTACHED								
VI. Separation Equipm VII. Operational Prac Subsection A through F VIII. Best Management during active and planne	tices:  Attac of 19.15.27.8 nt Practices: [	ch a complete descr NMAC.	ription of the ac	tions Operator wil	l take to	comply w	rith the requirements	s of

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

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

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

#### IX. Anticipated Natural Gas Production:

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

#### X. Natural Gas Gathering System (NGGS):

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

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

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

XIII. Line P	ressure. (	Operator [	□ does □ d	does not a	anticipate	that its ex	kisting we	ell(s) com	nected to	the same	segment	, or por	tion, c	of the
natural gas ga	athering s	ystem(s)	lescribed al	bove will	continue	to meet a	nticipate	d increase	s in line	pressure	caused by	y the ne	w wel	ll(s).

Attach Operator's plan to manage production in response to the increased line pr	essure

XIV. (	Confidentiality: 🗌 O	perator asserts	confidentiality	pursuant to	Section	71-2-8	NMSA	1978	for the	information	provided in
Section	n 2 as provided in Para	graph (2) of Sub	section D of 1	9.15.27.9 NN	MAC, and	d attache	es a full	descri	ption of	f the specific	information
for wh	ich confidentiality is a	sserted and the b	oasis for such a	ssertion.							

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## Section 3 - Certifications Effective May 25, 2021

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

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

Operator will shut-in and not produce the well until it submits the certification required by Paragraph (4) of Subsection D of 19.15.27.9 NMAC; or Venting and Flaring Plan. 

Operator has attached a venting and flaring plan that evaluates and selects one or more of the potential alternative beneficial uses for the natural gas until a natural gas gathering system is available, including: power generation on lease; (a) power generation for grid; **(b)** compression on lease; (c) (d) liquids removal on lease;

- reinjection for underground storage; (e)
- reinjection for temporary storage; **(f)**
- reinjection for enhanced oil recovery; (g)
- fuel cell production; and (h)
- other alternative beneficial uses approved by the division. (i)

#### **Section 4 - Notices**

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

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

Signature: Leslie T. Reeves
Printed Name: LESLIE REEVES
Title: REGULATORY MANAGER
E-mail Address: LESLIE_REEVES@OXY.COM
Date: 08/22/2024
Phone: 713-497-2492
OIL CONSERVATION DIVISION
(Only applicable when submitted as a standalone form)
Approved By:
Title:
Approval Date:
Conditions of Approval:

#### III. Well(s)

Well Name	API	WELL LOCATION (ULSTR)	Footages	ANTICIPATED OIL BBL/D	ANTICIPATED GAS MCF/D	ANTICIPATED PROD WATER BBL/D
CORRAL FLY 1 STATE COM 72H	Pending	N-1-T25S-R29E	363' FSL 1687' FWL	2400	5200	2400
CORRAL FLY 1 STATE COM 71H	Pending	N-1-T25S-R29E	363' FSL 1717' FWL	2400	5200	2400
CORRAL FLY 2 STATE 71H	Pending	N-2-T25S-R29E	1309' FSL 1331' FWL	2400	5200	2400
CORRAL FLY 2 STATE 72H	Pending	N-2-T25S-R29E	1309' FSL 1361' FWL	2400	5200	2400
CORRAL FLY 1-2 STATE COM 73H	Pending	N-1-T25S-R29E	363'FSL 1657'FWL	2400	5200	2400

#### V. Anticipated Schedule

Well Name	API	Spud Date	TD Reached Date	Completion Commencement Date	Initial Flow Back Date	First Production Date
CORRAL FLY 1 STATE COM 72H	Pending	10/20/2024	01/16/2025	02/13/2025	03/19/2025	03/21/2025
CORRAL FLY 1 STATE COM 71H	Pending	10/21/2024	01/29/2025	02/13/2025	03/19/2025	03/21/2025
CORRAL FLY 2 STATE 71H	Pending	10/22/2024	02/15/2025	02/25/2025	03/22/2025	03/25/2025
CORRAL FLY 2 STATE 72H	Pending	10/24/2024	02/02/2025	02/25/2025	03/22/2025	03/25/2025
CORRAL FLY 2_1 STATE COM 73H	Pending	10/25/2024	01/20/2025	02/25/2025	03/22/2025	03/25/2025

Central Delivery Point Name : Corral Fly 35-26 CTB

#### Part VI. Separation Equipment

Operator will size the flowback separator to handle 5,000 Bbls of fluid and 6-7 MMscfd which is more than the expected peak rates for these wells. Each separator is rated to 1440 psig, and pressure control valves and automated communication will cause the wells to shut in in the event of an upset at the facility, therefore no gas will be flared on pad during an upset. Current Oxy practices avoid use of flare or venting on pad, therefore if there is an upset or emergency condition at the facility, the wells will immediately shut down, and reassume production once the condition has cleared.

#### **VII. Operational Practices**

#### **Gathering System and Pipeline Notification**

Well(s) will be connected to a production facility after flowback operations are complete, where a gas transporter system is in place. The gas produced from production facility is dedicated to Energy Transfer, LLC ("ETC") and is connected to Enterprise low/high pressure gathering system located in Eddy County, New Mexico. OXY USA INC. ("OXY") provides (periodically) to Enterprise a drilling, completion and estimated first production date for wells that are scheduled to be drilled in the foreseeable future. The actual flow of the gas will be based on compression operating parameters and gathering system pressures.

#### Flowback Strategy

After the fracture treatment/completion operations, well(s) will be produced to temporary production tanks and gas will be flared or vented. During flowback, the fluids and sand content will be monitored. When the produced fluids contain minimal sand, the wells will be turned to production facilities. Gas sales should start as soon as the wells start flowing through the production facilities, unless there are operational issues on Enterprise system at that time. Based on current information, it is OXY's belief the system can take this gas upon completion of the well(s).

Safety requirements during cleanout operations from the use of underbalanced air cleanout systems may necessitate that sand and non-pipeline quality gas be vented and/or flared rather than sold on a temporary basis.

#### **VIII. Best Management Practices**

Alternatives to Reduce Flaring

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

Power Generation – On lease

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

Compressed Natural Gas – On lease

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

NGL Removal - On lease

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

#### **Offline Cementing Variance Request**

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

#### 1. Cement Program

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

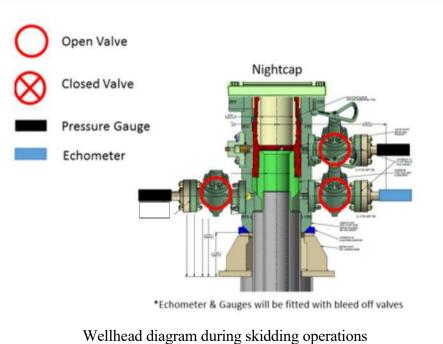
#### 2. Offline Cementing Procedure

The operational sequence will be as follows:

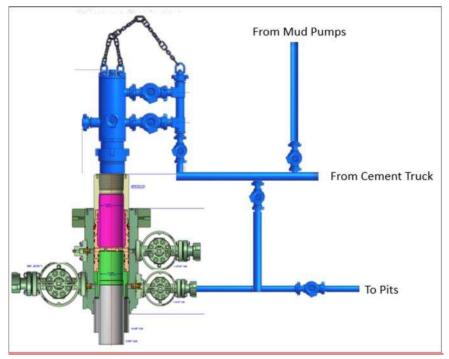
- 1. Run casing as per normal operations. While running casing, conduct negative pressure test and confirm integrity of the float equipment (float collar and shoe)
- 2. Land casing with mandrel
- 3. Fill pipe with kill weight fluid, do not circulate through floats and confirm well is static
- 4. Set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

Annular packoff with both external and internal seals





- 5. After confirmation of both annular barriers and internal barriers, nipple down BOP and install cap flange.
  - a. If any barrier fails to test, the BOP stack will not be nippled down until after the cement job is completed with cement 500ft above the highest formation capable of flow with kill weight mud above or after it has achieved 50 psi compressive strength if cannot be verified.
- 6. Skid rig to next well on pad.
- 7. Confirm well is static before removing cap flange, flange will not be removed and offline cementing operations will not commence until well is under control. If well is not static, casing outlet valves will provide access to both the casing ID and annulus. Rig or third party pump truck will kill well prior to cementing or nippling up for further remediation.
  - a. Well Control Plan
    - i. The Drillers Method will be the primary well control method to regain control of the wellbore prior to cementing, if wellbore conditions do not permit the drillers method other methods of well control may be used
    - ii. Rig pumps or a  $3^{\rm rd}$  party pump will be tied into the upper casing valve to pump down the casing ID
    - iii. A high pressure return line will be rigged up to lower casing valve and run to choke manifold to control annular pressure
    - iv. Once influx is circulated out of the hole, kill weight mud will be circulated
    - v. Well will be confirmed static
    - vi. Once confirmed static, cap flange will be removed to allow for offline cementing operations to commence
- 8. Install offline cement tool
- 9. Rig up cement equipment



Wellhead diagram during offline cementing operations

- 10. Circulate bottoms up with cement truck
  - a. If gas is present on bottoms up, well will be shut in and returns rerouted through gas buster to handle entrained gas
  - b. Max anticipated time before circulating with cement truck is 6 hrs
- 11. Perform cement job taking returns from the annulus wellhead valve
- 12. Confirm well is static and floats are holding after cement job
- 13. Remove cement equipment, offline cement tools and install night cap with pressure gauge for monitoring.