Form 3160-3 (June 2015)		FORM APPR OMB No. 100	ROVED 04-0137	
UNITED STATI	ES	Expires: January	7 31, 2018	
DEPARTMENT OF THE BUREAU OF LAND MAN	INTERIOR NAGEMENT	5. Lease Serial No.		
APPLICATION FOR PERMIT TO	DRILL OR REENTER	6. If Indian, Allotee or Tribe Name		
1a Type of work: DRILL	REENTER	7. If Unit or CA Agreeme	nt, Name and No.	
	Other			
		8. Lease Name and Well	No.	
Ic. Type of Completion: Hydraulic Fracturing	Single Zone Multiple Zone			
2. Name of Operator		9. API Well No. 30-015	-55466	
3a. Address	3b. Phone No. (include area code)	10. Field and Pool, or Exp	ploratory	
4. Location of Well (Report location clearly and in accordance	e with any State requirements.*)	11. Sec., T. R. M. or Blk.	and Survey or Area	
At surface				
At proposed prod. zone				
14. Distance in miles and direction from nearest town or post o	ffice*	12. County or Parish	13. State	
15. Distance from proposed* location to nearest property or lease line, ft. (Also to nearest drig, unit line, if any)	16. No of acres in lease 17. Spa	acing Unit dedicated to this we	ell	
<ol> <li>Distance from proposed location* to nearest well, drilling, completed, applied for, on this lease, ft.</li> </ol>	19. Proposed Depth 20. BL	M/BIA Bond No. in file		
21. Elevations (Show whether DF, KDB, RT, GL, etc.)	22. Approximate date work will start*	23. Estimated duration		
	24. Attachments			
The following, completed in accordance with the requirements (as applicable)	of Onshore Oil and Gas Order No. 1, and th	e Hydraulic Fracturing rule pe	er 43 CFR 3162.3-3	
<ol> <li>Well plat certified by a registered surveyor.</li> <li>A Drilling Plan.</li> </ol>	4. Bond to cover the operat Item 20 above).	ions unless covered by an exist	ting bond on file (see	
3. A Surface Use Plan (if the location is on National Forest Sys SUPO must be filed with the appropriate Forest Service Office	tem Lands, the 5. Operator certification. 6. Such other site specific in BLM.	formation and/or plans as may	be requested by the	
25. Signature	Name (Printed/Typed)	Date	;	
Title		I		
Approved by (Signature)	Name (Printed/Typed)	Date	:	
Title	Office	hts in the subject lease which y	yould entitle the	
applicant to conduct operations thereon. Conditions of approval, if any, are attached.	an notes tegar of equitable life to most ligh	no in the subject redse which v	source entitie the	
Title 18 U.S.C. Section 1001 and Title 43 U.S.C. Section 1212, of the United States any false, fictitious or fraudulent statement	make it a crime for any person knowingly a s or representations as to any matter within it	nd willfully to make to any de its jurisdiction.	epartment or agency	



(Continued on page 2)

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DISTRICT I 1625 N. FRENCH DR., HC Phone: (575) 393-6161 Fax DISTRICT II 811 S. FIRST ST., AR' Phone: (575) 748-1283 F DISTRICT III 1000 RIO BRAZOS RDI	DBBS, NM 88; :: (575) 393-0 TESIA, NM 'ax: (575) 74 ., AZTEC, N	240 Ener 720 ( 88210 3-9720 M 87410	rgy, Min DIL C	nerals & CONS] 1220 S( Santa I	State o & Natu ERV4 DUTH \$ Fe, Ne	of New ural H ATIC ST.F w Me	w Mexic Resourc DN D RANCIS xico 87	o es De DIVIS DR. 7505	partment SION	I Revised A Submit one copy t Distri	Form C-102 ugust 1, 2011 o appropriate .ct Office
Phone: (505) 334-6178 DISTRICT IV 1220 S. ST. FRANCIS DR.	Fax: (505) , SANTA FE,	334-6170 NM 87505								□ AMEND	ED REPORT
Phone: (505) 476-3460	Fax: (505)	476-3462	WELL LC	DCATION	AND	ACREA	GE DEI	DICATIO	ON PLAT		
API N	umber		8	Pool Code			MC	)NITOR · I	Pool Name DELAWARE		
Property Co 336289	de		(		Prop THE FILL	erty Nam HARM	e ONICS			Well Num	nber
<b>ogrid no.</b> 6137			DEVON	Operator Name DEVON ENERGY PRODUCTION COMPANY, L				, L.P.	Elevatio 3121.	on 5'	
					Surfac	e Loca	ation				
UL or lot No.	Section	Township	Range	Lot Idn	Feet fro	$\overline{\mathbf{m}}$ the	North/Sou	th line	Feet from the	East/West line	County
IN	17	20-5	J JU-E		28	n /			2100	WESI	EUUY
III on lot Mo	Section	Townshin	Bottom	Hole Loe	East for	f Diffe	North /Ser	m Surf	Tace	Fast /West line	Countr
OL OF IOU NO.	Section	Township	Kange	Lot Idn	reet Iro	in the	North/ Sou	tth line	reet from the	East/ west line	County
Dedicated Acres	Joint o	r Infill C	onsolidation	Code Or	der No.						
	A		N 89	*33'32" E 5.	308.46'	 	B	S 00"05'29" E 5317.84'	OPERAT I hereby herein is true my knowledge organization eito or unleased mi including the p or has a right location pursue owner of such or to a volunta compulsory poo by the division. Signatured Chelsey Green Printed Name Chelsey.green E-mail Address SURVEYO I hereby shown on this notes of actual under my supe. true and correct	OR CERTIFICA certify that the ind and complete to the and complete to the and belief, and the ther owns a working interest in the proposed bottom ho. to drill this well a nut to a contract we mineral or working up pooling agreeme oling order heretofo. 2012 12/1 Da 12/1 Da n e m e m Medvn.com s DR CERTIFICAT certify that the we. Plat was plotted for surveys made by in rvision, and that the 11/2023 ATE OF SURVEY eal of Professiona	ATION Formation e best of t this g interest e land le location it this ith an interest, nt or a re entered 4/23 tte FION Il location om field me or le same is y belief. 1 Surveyor
A = N:382117.32 E:6 B = N:382158.20 E:6 C = N:37682.41 F:6 D = N:376822.41 F:6	E		"W 2651.35 THE J EL:312 GEODE NAD 8 SURFA N:377 E:674( LAT:32	FILL HARM( 21.5' ETIC COORDINA 33 NMSP EAST CE LOCATION 115.70 048.20 2.036048	S 89*36'4. ONICS #1 TES			]	Certificate No. 232	11/ A.DeHC A.DEHC A	2/2023 WYOS

Released to Imaging: 9/30/2024 1:00:37 PM

<b>Received by OCD: 9/24/2024 8:47:02</b>
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-	F	Stat	e of New Me	xico	ont	Subi	mit Electronically		
Oil Conservation Division 1220 South St. Francis Dr. Santa Fe, NM 87505									
	Ν	ATURAL GA	AS MANA	GEMENT PI	LAN				
This Natural Gas Manaş	gement Plan m	ust be submitted wi	th each Applica	tion for Permit to I	Drill (A	PD) for a new o	r recompleted well.		
		Section <u>E</u> f	1 – Plan D fective May 25	<u>escription</u> , 2021					
I. Operator: DEVON ENERGY PRODUCTION COMPANY, LP OGRID: 6137 Date: 09 / 01 / 2024									
II. Type: 🖾 Original	□ Amendment	due to □ 19.15.27.	9.D(6)(a) NMA	C 🗆 19.15.27.9.D(	6)(b) N	MAC □ Other.			
If Other, please describe	: <u> </u>								
<b>III. Well(s):</b> Provide the be recompleted from a statement of the second secon	e following inf ingle well pad	Formation for each to a c	new or recomple entral delivery p	eted well or set of v point.	vells p	roposed to be dr	illed or proposed to		
Well Name	API	ULSTR	Footages	Anticipated Oil BBL/D	Ant Gas	icipated MCF/D F	Anticipated Produced Water BBL/D		
THE FILL HARMONICS 1		N, 17-26S-30E	297 FSL & 2165	FWL N/A	N/.	A N	//A		
IV. Central Delivery P V. Anticipated Schedu	oint Name:	SCIENCE WELL - NO	N PRODUCER	v or recompleted w	ell or s	[See 19.15.2	27.9(D)(1) NMAC] osed to be drilled or		
proposed to be recomple	eted from a sin	gle well pad or con	nected to a centr	cal delivery point.		1 1			
Well Name	API	Spud Date	TD Reached Date	Completion Commencement	Date	Initial Flow Back Date	First Production Date		
THE FILL HARMONICS 1		10/01/2024	10/20/2024	N/A		N/A	N/A		
VI. Separation Equipn VII. Operational Prac Subsection A through F	nent:	h a complete descrij h a complete descri NMAC.	ption of how Op	erator will size sep tions Operator will	aration	equipment to op to comply with	ptimize gas capture.		
VIII. Best Managemen during active and planne	nt Practices:	☐ Attach a comple e.	te description of	f Operator's best m	nanager	ment practices t	o minimize venting		

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

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

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

#### IX. Anticipated Natural Gas Production:

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

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

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

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

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

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

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

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

#### Section 3 - Certifications Effective May 25, 2021

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

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

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

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

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

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

# Section 4 - Notices

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

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

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

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

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

Signature:							
Printed Name: Jeffrens Walla							
Title: Surface Land & Regulatory Manager							
E-mail Address: jeff.walla@dvn.com							
Date:							
Phone: (405) 552-8154							
OIL CONSERVATION DIVISION							
(Only applicable when submitted as a standalone form)							
Approved By:							
Title:							
Approval Date:							
Conditions of Approval:							

#### 1. Geologic Formations

TVD of target	4651	Pilot hole depth	N/A
MD at TD:	4651	Deepest expected fresh water	

Basin

	Depth	Water/Mineral	
Formation	(TVD)	Bearing/Target	Hazards*
	from KB	Zone?	
Rustler	777		
Bell Canyon	3465		
Cherry Canyon	4561		

\*H2S, water flows, loss of circulation, abnormal pressures, etc.

#### 2. Casing Program

		W/t			Casing	Interval	Casing	Interval
Hole Size	Csg. Size	(PPF)	Grade	Conn	From (MD)	To (MD)	From (TVD)	To (TVD)
12 1/4	8 5/8	32	P110	BTC	0	900	0	900
7 7/8	4 1/2	11.6	J-55	BTC	0	4561	0	4561

• All casing strings will be tested in accordance with Onshore Oil and Gas Order #2 IILB.1.h Must have table for contingency casing.

#### 3. Cementing Program (3-String Primary Design)

Casing	# Sks	тос	Wt. (lb/gal)	Yld (ft3/sack)	Slurry Description
Surface	401	Surf	13.2	1.4	Lead: Class C Cement + additives
Int 1	347	Surf	9.0	3.3	Lead: Class C Cement + additives
Int I	105	4061	13.2	1.4	Tail: Class H / C + additives
Int 1	451	Surf	9.0	3.3	Squeeze Lead: Class C Cement + additives
Int 1 Intermediate	347	Surf	9.0	3.3	Lead: Class C Cement + additives
Squeeze	105	4061	13.2	1.4	Tail: Class H / C + additives

If a DV tool is ran the depth(s) will be adjusted based on hole conditions and cement volumes will be adjusted proportionally. Slurry weights will be adjusted based on estimated fracture gradient of the formation. DV tool will be set a minimum of 50 feet below previous casing and a minimum of 200 feet above current shoe. If cement is not returned to surface during the primary cement job on the surface casing string, a planned top job will be conducted immediately after completion of the primary job.

Casing String	% Excess
Surface	50%
Intermediate	30%

4. Pressure Control Equipment (Three String Design)
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BOP installed and tested before drilling which hole?	Size?	Min. Required WP	Ty	ре	✓	Tested to:
		5M	Annular		Х	50% of rated working pressure
Int 1	12 5/0"		Blind	Ram	Х	
Int I	15-5/8		Pipe	Pipe Ram		5M
			Double	e Ram	Х	JIVI
			Other*			

#### 5. Mud Program (Three String Design)

Туре	(ppg)
FW Gel	8.5-9
Brine	10-10.5
	Type FW Gel Brine

Sufficient mud materials to maintain mud properties and meet minimum lost circulation and weight increase requirements will be kept on location at all times.

What will be used to monitor the loss or gain of fluid?	PVT/Pason/Visual Monitoring

#### 6. Logging and Testing Procedures

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

Additional	l logs planned	Interval
	Resistivity	
	Density	
	CBL	Production casing
Х	Mud log	KOP to TD
	PEX	

#### 7. Drilling Conditions

Condition	Specfiy what type and where?			
BH pressure at deepest TVD	2177			
Abnormal temperature	No			

Mitigation measure for abnormal conditions. Describe. Lost circulation material/sweeps/mud scavengers.

Hydrogren 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 Onshore Oil and Gas Order #6. 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

Is this a walking operation? Potentially

- 1 If operator elects, drilling rig will batch drill the surface holes and run/cement surface casing; walking the rig to next wells on the pad.
- 2 The drilling rig will then batch drill the intermediate sections and run/cement intermediate casing; the wellbore will be isolated with a blind flange and pressure gauge installed for monitoring the well before walking to the next well.
- 3 The drilling rig will then batch drill the production hole sections on the wells with OBM, run/cement production casing, and install TA caps or tubing heads for completions.

NOTE: During batch operations the drilling rig will be moved from well to well however, it will not be removed from the pad until all wells have production casing run/cemented.

#### Will be pre-setting casing? Potentially

1 Spudder rig will move in and batch drill surface hole.

- a. Rig will utilize fresh water based mud to drill surface hole to TD. Solids control will be handled entirely on a closed loop basis.
- 2 After drilling the surface hole section, the spudder rig will run casing and cement following all of the applicable rules and regulations (OnShore Order 2, all COAs and NMOCD regulations).

 $^{3}$  The wellhead will be installed and tested once the surface casing is cut off and the WOC time has been reached.

- 4 A blind flange with the same pressure rating as the wellhead will be installed to seal the wellbore. Pressure will be monitored with a pressure gauge installed on the wellhead.
- 5 Spudder rig operations is expected to take 4-5 days per well on a multi-well pad.
- 6 The NMOCD will be contacted and notified 24 hours prior to commencing spudder rig operations.
- 7 Drilling operations will be performed with drilling rig. At that time an approved BOP stack will be nippled up and tested on the wellhead before drilling operations commences on each well.
  - a. The NMOCD will be contacted / notified 24 hours before the drilling rig moves back on to the pad with the pre-set surface casing.

#### Attachments

X Directional Plan Other, describe



## **Section 1 - Geologic Formations**

Formation ID	Formation Name	Elevation	True Vertical	Measured Depth	Lithologies	Mineral Resources	Producing Formatio
14049582	UNKNOWN	3121	0	Ó	OTHER : SURFACE	NONE	N
14049583	RUSTLER	2344	777	777	SANDSTONE	NONE	Ν
14049584	BELL CANYON	-344	3465	3465	SANDSTONE	NATURAL GAS, OIL	N
14049585	CHERRY CANYON	-1440	4561	4561	SANDSTONE	NATURAL GAS, OIL	N

#### **Section 2 - Blowout Prevention**

#### Pressure Rating (PSI): 5M

Rating Depth: 4561

**Equipment:** BOP/BOPE will be installed per 43 CFR 3172 requirements prior to drilling below surface casing, a 13-5/8" BOP/BOPE system with a minimum rating of 5M will be installed on the wellhead system. BOP/BOPE will be tested by an independent service company per Onshore Oil & Gas Order #2 requirements and MASP (Maximum Anticipated Surface Pressure) calculations. If the system is upgraded, all the components installed will be functional and tested.

#### Requesting Variance? YES

Variance request: A variance is requested for the use of a flexible choke line from the BOP stack to the choke manifold. See attached for specs for hydrostatic test chart.

**Testing Procedure:** A multibowl wellhead may be used. The BOP will be tested per 43 CFR 3172 after installation on the surface casing which will cover testing requirements for a maximum of 30 days. If any seal subject to test pressure is broken the system must be tested. This is a monitor well and will not produce.

### Choke Diagram Attachment:

5M\_BOPE\_\_CK\_20240129143458.pdf

#### **BOP Diagram Attachment:**

5M\_BOPE\_\_CK\_20240129143507.pdf





Commitment Runs Deep



Design Plan Operation and Maintenance Plan Closure Plan

SENM - Closed Loop Systems June 2010

#### I. Design Plan

Devon uses MI SWACO closed loop system (CLS). The MI SWACO CLS is designed to maintain drill solids at or below 5%. The equipment is arranged to progressively remove solids from the largest to the smallest size. Drilling fluids can thus be reused and savings is realized on mud and disposal costs. Dewatering may be required with the centrifuges to insure removal of ultra fine solids.

The drilling location is constructed to allow storm water to flow to a central sump normally the cellar. This insures no contamination leaves the drilling pad in the event of a spill. Storm water is reused in the mud system or stored in a reserve fluid tank farm until it can be reused. All lubricants, oils, or chemicals are removed immediately from the ground to prevent the contamination of storm water. An oil trap is normally installed on the sump if an oil spill occurs during a storm.

A tank farm is utilized to store drilling fluids including fresh water and brine fluids. The tank farm is constructed on a 20 ml plastic lined, bermed pad to prevent the contamination of the drilling site during a spill. Fluids from other sites may be stored in these tanks for processing by the solids control equipment and reused in the mud system. At the end of the well the fluids are transported from the tank farm to an adjoining well or to the next well for the rig.

Prior to installing a closed-loop system on site, the topsoil, if present, will be stripped and stockpiled for use as the final cover or fill at the time of closure.

Signs will be posted on the fence surrounding the closed-loop system unless the closed-loop system is located on a site where there is an existing well, that is operated by Devon.

#### II. Operations and Maintenance Plan

*Primary Shakers*: The primary shakers make the first removal of drill solids from the drilling mud as it leaves the well bore. The shakers are sized to handle maximum drilling rate at optimal screen size. The shakers normally remove solids down to 74 microns.

*Mud Cleaner*: The Mud Cleaner cleans the fluid after it leaves the shakers. A set of hydrocyclones are sized to handle 1.25 to 1.5 times the maximum circulating rate. This ensures all the fluid is being processed to an average cut point of 25 microns. The wet discharged is dewatered on a shaker equipped with ultra fine mesh screens and generally cut at 40 microns.



*Centrifuges*: The centrifuges can be one or two in number depending on the well geometry or depth of well. The centrifuges are sized to maintain low gravity solids at 5% or below. They may or may not need a dewatering system to enhance the removal rates. The centrifuges can make a cut point of 8-10 microns depending on bowl speed, feed rate, solids loading and other factors.

The centrifuge system is designed to work on the active system and be flexible to process incoming fluids from other locations. This set-up is also dependent on well factors.

*Dewatering System:* The dewatering system is a chemical mixing and dosing system designed to enhance the solids removal of the centrifuge. Not commonly used in shallow wells. It may contain pH adjustment, coagulant mixing and dosing, and polymer mixing and dosing. Chemical flocculation binds ultra fine solids into a mass that is within the centrifuge operating design. The

dewatering system improves the centrifuge cut point to infinity or allows for the return of clear water or brine fluid. This ability allows for the ultimate control of low gravity solids.

*Cuttings Boxes:* Cuttings boxes are utilized to capture drill solids that are discarded from the solids control equipment. These boxes are set upon a rail system that allows for the removal and replacement of a full box of cuttings with an empty one. They are equipped with a cover that insures no product is spilled into the environment during the transportation phase.

*Process Tank:* (Optional) The process tank allows for the holding and process of fluids that are being transferred into the mud system. Additionally, during times of lost circulation the process tank may hold active fluids that are removed for additional treatment. It can further be used as a mixing tank during well control conditions.

Sump and Sump Pump: The sump is used to collect storm water and the pump is used to transfer this fluid to the active system or to the tank for to hold in reserve. It can also be used to collect fluids that may escape during spills. The location contains drainage ditches that allow the location fluids to drain to the sump.

*Reserve Fluids (Tank Farm):* A series of frac tanks are used to replace the reserve pit. These are steel tanks that are equipped with a manifold system and a transfer pump. These tanks can contain any number of fluids used during the drilling process. These can include fresh water, cut brine, and saturated salt fluid. The fluid can be from the active well or reclaimed fluid from other locations. A 20 ml liner and berm system is employed to ensure the fluids do not migrate to the environment during a spill.

If a leak develops, the appropriate division district office will be notified within 48 hours of the discovery and the leak will be addressed. Spill prevention is accomplished by maintaining pump packing, hoses, and pipe fittings to insure no leaks are occurring. During an upset condition the source of the spill is isolated and repaired as soon as it is discovered. Free liquid is removed by a diaphragm pump and returned to the mud system. Loose topsoil may be used to stabilize the spill and the contaminated soil is excavated and placed in the cuttings boxes. After the well is finished and the rig has moved, the entire location is scrapped and testing will be performed to determine if a release has occurred.

All trash is kept in a wire mesh enclosure and removed to an approved landfill when full. All spent motor oils are kept in separate containers and they are removed and sent to an approved recycling center. Any spilled lubricants, pipe dope, or regulated chemicals are removed from soil and sent to landfills approved for these products.

These operations are monitored by Mi Swaco service technicians. Daily logs are maintained to ensure optimal equipment operation and maintenance. Screen and chemical use is logged to maintain inventory control. Fluid properties are monitored and recorded and drilling mud volumes are accounted for in the mud storage farm. This data is kept for end of well review to insure performance goals are met. Lessons learned are logged and used to help with continuous improvement.

A MI SWACO field supervisor manages from 3-5 wells. They are responsible for training personnel, supervising installations, and inspecting sites for compliance of MI SWACO safety and operational policy.

#### III. Closure Plan

A maximum 340' X 340' caliche pad is built per well. All of the trucks and steel tanks fit on this pad. All fluid cuttings go to the steel tanks to be hauled by various trucking companies to an agency approved disposal.

#### Planning Report - Geographic

EDM_5000.17	Local Co-ordinate Reference:	Well THE FILL HARMONICS 1
WCDSC Permian NM	TVD Reference:	GL:3121.50+30ft @ 3151.50ft
Eddy County (NAD 83 NM Eastern)	MD Reference:	GL:3121.50+30ft @ 3151.50ft
Sec 17-T26S-R30E	North Reference:	Grid
THE FILL HARMONICS 1	Survey Calculation Method:	Minimum Curvature
Wellbore #1		
Permit Plan 1		
	EDM_5000.17 VCDSC Permian NM Eddy County (NAD 83 NM Eastern) Sec 17-T26S-R30E 'HE FILL HARMONICS 1 Vellbore #1 Permit Plan 1	EDM_5000.17Local Co-ordinate Reference:VCDSC Permian NMTVD Reference:Eddy County (NAD 83 NM Eastern)MD Reference:Sec 17-T26S-R30ENorth Reference:'HE FILL HARMONICS 1Survey Calculation Method:Vellbore #1Permit Plan 1

Planned Survey

	Measured			Vertical			Мар	Мар		
	Depth	Inclination	Azimuth	Depth	+N/-S	+E/-W	Northing	Easting		
	(ft)	(°)	(°)	(ft)	(ft)	(ft)	(usft)	(usft)	Latitude	Longitude
	0.00	0.00	0.00	0.00	0.00	0.00	377,115.70	674,048.20	32.0360478	-103.9050519
	100.00	0.00	0.00	100.00	0.00	0.00	377,115.70	674,048.20	32.0360478	-103.9050519
	200.00	0.00	0.00	200.00	0.00	0.00	377,115.70	674,048.20	32.0360478	-103.9050519
	300.00	0.00	0.00	300.00	0.00	0.00	377,115.70	674,048.20	32.0360478	-103.9050519
	400.00	0.00	0.00	400.00	0.00	0.00	377,115.70	674,048.20	32.0360478	-103.9050519
	500.00	0.00	0.00	500.00	0.00	0.00	377,115.70	674,048.20	32.0360478	-103.9050519
	600.00	0.00	0.00	600.00	0.00	0.00	377,115.70	674,048.20	32.0360478	-103.9050519
	700.00	0.00	0.00	700.00	0.00	0.00	377,115.70	674,048.20	32.0360478	-103.9050519
	777.00	0.00	0.00	777.00	0.00	0.00	377,115.70	674,048.20	32.0360478	-103.9050519
	Rustler N	larker Upper	0.00	800.00	0.00	0.00	377 115 70	674 048 20	32 0360478	103 0050510
	900.00	0.00	0.00	900.00	0.00	0.00	377 115 70	674,048.20	32.0300470	-103.9050519
	1 000 00	0.00	0.00	1 000 00	0.00	0.00	377 115 70	674 048 20	32.0300470	-103.9050519
	1 100 00	0.00	0.00	1 100 00	0.00	0.00	377 115 70	674 048 20	32 0360478	-103 9050519
	1,200.00	0.00	0.00	1,200.00	0.00	0.00	377.115.70	674.048.20	32.0360478	-103.9050519
	1,300.00	0.00	0.00	1,300.00	0.00	0.00	377,115.70	674,048.20	32.0360478	-103.9050519
	1,400.00	0.00	0.00	1,400.00	0.00	0.00	377,115.70	674,048.20	32.0360478	-103.9050519
	1,500.00	0.00	0.00	1,500.00	0.00	0.00	377,115.70	674,048.20	32.0360478	-103.9050519
	1,600.00	0.00	0.00	1,600.00	0.00	0.00	377,115.70	674,048.20	32.0360478	-103.9050519
	1,700.00	0.00	0.00	1,700.00	0.00	0.00	377,115.70	674,048.20	32.0360478	-103.9050519
	1,800.00	0.00	0.00	1,800.00	0.00	0.00	377,115.70	674,048.20	32.0360478	-103.9050519
	1,900.00	0.00	0.00	1,900.00	0.00	0.00	377,115.70	674,048.20	32.0360478	-103.9050519
	2,000.00	0.00	0.00	2,000.00	0.00	0.00	377,115.70	674,048.20	32.0360478	-103.9050519
	2,100.00	0.00	0.00	2,100.00	0.00	0.00	377,115.70	674,048.20	32.0360478	-103.9050519
	2,200.00	0.00	0.00	2,200.00	0.00	0.00	377,115.70	674,048.20	32.0360478	-103.9050519
	2,300.00	0.00	0.00	2,300.00	0.00	0.00	377,115.70	674,048.20	32.0360478	-103.9050519
	2,400.00	0.00	0.00	2,400.00	0.00	0.00	377,115.70	674,048.20	32.0360478	-103.9050519
	2,500.00	0.00	0.00	2,500.00	0.00	0.00	377,115.70	674,048.20	32.0360478	-103.9050519
	2,600.00	0.00	0.00	2,600.00	0.00	0.00	377,115.70	674,048.20	32.0360478	-103.9050519
	2,700.00	0.00	0.00	2,700.00	0.00	0.00	377,115.70	674,046.20	32.0300470	-103.9050519
	2,000.00	0.00	0.00	2,800.00	0.00	0.00	377,115.70	674,048.20	32.0300478	-103.9050519
	3,000,00	0.00	0.00	3,000,00	0.00	0.00	377 115 70	674 048 20	32.0300470	-103.9050519
	3 100 00	0.00	0.00	3 100 00	0.00	0.00	377 115 70	674 048 20	32 0360478	-103 9050519
	3 200 00	0.00	0.00	3 200 00	0.00	0.00	377 115 70	674 048 20	32 0360478	-103 9050519
	3.300.00	0.00	0.00	3.300.00	0.00	0.00	377.115.70	674.048.20	32.0360478	-103.9050519
	3,400.00	0.00	0.00	3,400.00	0.00	0.00	377,115.70	674,048.20	32.0360478	-103.9050519
	3,465.00	0.00	0.00	3,465.00	0.00	0.00	377,115.70	674,048.20	32.0360478	-103.9050519
	Bell Can	/on								
	3,468.00	0.00	0.00	3,468.00	0.00	0.00	377,115.70	674,048.20	32.0360478	-103.9050519
	Lamar Li	mestone								
	3,500.00	0.00	0.00	3,500.00	0.00	0.00	377,115.70	674,048.20	32.0360478	-103.9050519
	3,600.00	0.00	0.00	3,600.00	0.00	0.00	377,115.70	674,048.20	32.0360478	-103.9050519
	3,700.00	0.00	0.00	3,700.00	0.00	0.00	377,115.70	674,048.20	32.0360478	-103.9050519
	3,800.00	0.00	0.00	3,800.00	0.00	0.00	377,115.70	674,048.20	32.0360478	-103.9050519
	3,900.00	0.00	0.00	3,900.00	0.00	0.00	377,115.70	674,048.20	32.0360478	-103.9050519
	4,000.00	0.00	0.00	4,000.00	0.00	0.00	377,115.70	674,048.20	32.0300478	-103.9050519
	4,100.00	0.00	0.00	4,100.00	0.00	0.00	377 115.70	014,040.20 674 048 20	32.0300478	-103.9030519
	4 300 00	0.00	0.00	4 300 00	0.00	0.00	377 115 70	674 048 20	32 0360478	-103.9050519
	4 400 00	0.00	0.00	4 400 00	0.00	0.00	377 115 70	674 048 20	32 0360478	-103 9050519
	4,500.00	0.00	0.00	4,500.00	0.00	0.00	377 115 70	674,048 20	32,0360478	-103 9050519
1	4,561.00	0.00	0.00	4,561.00	0.00	0.00	377.115.70	674,048.20	32.0360478	-103.9050519
	Cherry C	anvon		,			,	,		
		-								

11/15/2023 1:13:09PM

#### Received by OCD: 9/24/2024 8:47:02 AM

#### Planning Report - Geographic

Database: Company: Project: Site: Well: Wellbore: Design:	EDM_50 WCDSC Eddy Cc Sec 17- THE FIL Wellbore Permit F	000.17 ⇒ Permian NM pounty (NAD 83 N T26S-R30E L HARMONICS ⇒ #1 Plan 1	IM Eastern) : 1	Local Co-ordinate Reference: TVD Reference: MD Reference: North Reference: Survey Calculation Method:	Well THE FILL HARMONICS 1 GL:3121.50+30ft @ 3151.50ft GL:3121.50+30ft @ 3151.50ft Grid Minimum Curvature		
Casing Points							
	Measured Depth (ft)	Vertical Depth (ft)		Name	Casing Diameter (in)	Hole Diameter (in)	
	900.00 4,651.00	900.0	0 7" Surface Casing 4-1/2" Intermediate Casin	g	7.00 4.50	8.75 6.13	
Formations							
	Measured Depth (ft)	Vertical Depth (ft)	Name	Lithology	Dip (°)	Dip Direction (°)	
	777.00 3,465.00 3,468.00	777.00 3,465.00 3,468.00	Rustler Marker Upper Bell Canyon Lamar Limestone				





# PECOS DISTRICT DRILLING CONDITIONS OF APPROVAL

<b>OPERATOR'S NAME:</b>	Devon Energy Production Company LP
LEASE NO.: LOCATION:	NMNM20965 Section 17, T.26 S., R.30 E., NMPM
COUNTY:	Eddy County, New Mexico 🖃

WELL NAME & NO.:	The Fill Harmonics 1
<b>BOTTOM HOLE FOOTAGE</b>	297'/S & 2165'/W
ATS/API ID:	ATS-24-799
APD ID:	10400096305
Sundry ID:	N/a

Page 1 of 10

# COA

H2S			
1120 D. (1			
Potash	None 🔽	None 🔻	
Cave/Karst Potential	Medium 💌		
Cave/Karst Potential	Critical		
Variance	C None	C Flex Hose	C Other
Wellhead	Conventional and Multibov	vl 🔽	
Other	□ 4 String	Capitan Reef	□ WIPP
		None 🔻	
Other	Pilot Hole	🗆 Open Annulus	
	None 🝷		
Cementing	Contingency Squeeze	Echo-Meter	Primary Cement
	Prod -	None -	Squeeze
			None 🚽
Special	□ Water	СОМ	Unit
Requirements	Disposal/Injection		
Special	Batch Sundry	Waste Prevention	
Requirements		None 🔽	
Special	Break Testing	□ Offline	Casing
Requirements		Cementing	Clearance
Variance			

#### A. HYDROGEN SULFIDE

Hydrogen Sulfide (H2S) monitors shall be installed prior to drilling out the surface shoe. If H2S is detected in concentrations greater than 100 ppm, the Hydrogen Sulfide area shall meet **43 CFR part 3170 Subpart 3176**, which includes equipment and personnel/public protection items. If Hydrogen Sulfide is encountered, provide measured values and formations to the BLM.

#### **B.** CASING

- The 7 inch surface casing shall be set at approximately 950 feet (a minimum of 70 feet (Eddy County) into the Rustler Anhydrite and above the salt when present, and below usable fresh water) and cemented to the surface. The surface hole shall be 12 1/4 inch in diameter.
  - a. If cement does not circulate to the surface, the appropriate BLM office shall be notified and a temperature survey utilizing an electronic type temperature survey with surface log readout will be used or a cement bond log shall be run to verify the top of the cement. Temperature survey will be run a minimum of six hours after pumping cement and ideally between 8-10 hours after completing the cement job.
  - b. Wait on cement (WOC) time for a primary cement job will be a minimum of <u>8</u> <u>hours</u> or 500 pounds compressive strength, whichever is greater. (This is to include the lead cement)
  - c. Wait on cement (WOC) time for a remedial job will be a minimum of 4 hours after bringing cement to surface or 500 pounds compressive strength, whichever is greater.
  - d. If cement falls back, remedial cementing will be done prior to drilling out that string.

# Cement excess is less than 25%, more cement is required if washout occurs. Adjust cement volume and excess based on a fluid caliper or similar method that reflects the as-drilled size of the wellbore.

2. The minimum required fill of cement behind the 4-1/2 inch production casing is:

#### **Option 1 (Single Stage):**

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

#### **Option 2:**

Operator has proposed a DV tool(s), the depth may be adjusted as long as the cement is changed proportionally. The DV tool(s) may be cancelled if cement circulates to surface on the first stage.

DV tool(s) shall be set a minimum of 50' below previous shoe and a minimum of 200' above current shoe. Operator shall contact the BLM if DV tool(s) depth cannot be set in this range. If an ECP is used, it is to be set a minimum of 50' below the shoe to provide cement across the shoe. If it cannot be set below the shoe, a CBL shall be run to verify cement coverage.

- a. First stage to DV tool(s): Cement to circulate. If cement does not circulate off the DV tool(s), contact the appropriate BLM office before proceeding with second stage cement job.
- b. Second stage above DV tool(s):
  - Cement to surface. If cement does not circulate, contact the appropriate BLM office.
     Wait on compart (WOC) time for a primary compart job is to include.

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

Operator has proposed to pump down 7" X 4-1/2" annulus after primary cementing stage. Operator must run a CBL from TD of the 4-1/2" casing to surface. Submit results to the BLM. Operator may conduct a negative and positive pressure test during completion to remediate sustained casing pressure.

If cement does not tie-back into the previous casing shoe, a third stage remediation BH may be performed. The appropriate BLM office shall be notified.

A Mechanical Integrity test shall be performed annually, a clear copy or the original of the pressure test chart shall be filed via Subsequent Report-Mechanical Integrity Test within 30 days work is completed (Form 3160-5) or via the AFMSS 2 WISx Module to the BLM.

<u>Mechanical Integrity Test</u>: The casing shall be filled with corrosion inhibited fluid and pressure tested to 1000 psi surface pressure with a pressure drop of not more than 10 percent over 15-minute period. If the well does not pass the casing integrity test, then the operator shall either repair the casing and re-test or within 30 days submit a procedure to plug and abandon the well.

#### C. PRESSURE CONTROL

1. Variance approved to use flex line from BOP to choke manifold. Manufacturer's specification to be readily available. No external damage to flex line. Flex line to be installed as straight as possible (no hard bends).'

#### 2.

#### **Option 1:**

a. Minimum working pressure of the blowout preventer (BOP) and related equipment (BOPE) required for drilling below the surface casing shoe shall be **3000 (3M)** psi.

#### **Option 2:**

Operator has proposed a multi-bowl wellhead assembly. This assembly will only be tested when installed on the 7 inch surface casing. Minimum working pressure of the blowout preventer (BOP) and related equipment (BOPE) required for drilling below the surface casing shoe shall be **3000 (3M)** psi.

- a. Wellhead shall be installed by manufacturer's representatives, submit documentation with subsequent sundry.
- b. If the welding is performed by a third party, the manufacturer's representative shall monitor the temperature to verify that it does not exceed the maximum temperature of the seal.
- c. Manufacturer representative shall install the test plug for the initial BOP test.
- d. If the cement does not circulate and one inch operations would have been possible with a standard wellhead, the well head shall be cut off, cementing operations performed and another wellhead installed.
- e. Whenever any seal subject to test pressure is broken, all the tests in 43 CFR 3172.6(b)(9) must be followed.

# **GENERAL REQUIREMENTS**

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

- a. Spudding well (minimum of 24 hours)
- b. Setting and/or Cementing of all casing strings (minimum of 4 hours)
- c. BOPE tests (minimum of 4 hours)

Eddy County EMAIL or call the Carlsbad Field Office, 620 East Greene St., Carlsbad, NM

88220,

BLM\_NM\_CFO\_DrillingNotifications@BLM.GOV (575) 361-2822

- 1. Unless the production casing has been run and cemented or the well has been properly plugged, the drilling rig shall not be removed from over the hole without prior approval.
  - a. In the event the operator has proposed to drill multiple wells utilizing a skid/walking rig. Operator shall secure the wellbore on the current well, after installing and testing the wellhead, by installing a blind flange of like pressure rating to the wellhead and a pressure gauge that can be monitored while drilling is performed on the other well(s).
  - b. When the operator proposes to set surface casing with Spudder Rig
    - Notify the BLM when moving in and removing the Spudder Rig.
    - Notify the BLM when moving in the 2<sup>nd</sup> Rig. Rig to be moved in within 90 days of notification that Spudder Rig has left the location.
    - BOP/BOPE test to be conducted per **43** CFR part **3170** Subpart **3172** as soon as 2nd Rig is rigged up on well.
- 2. Floor controls are required for 3M or Greater systems. These controls will be on the rig floor, unobstructed, readily accessible to the driller and will be operational at all times during drilling and/or completion activities. Rig floor is defined as the area immediately around the rotary table; the area immediately above the substructure on which the draw works are located, this does not include the dog house or stairway area.

#### A. CASING

1. Changes to the approved APD casing program need prior approval if the items substituted are of lesser grade or different casing size or are Non-API. The Operator can exchange the components of the proposal with that of superior strength (i.e. changing from J-55 to N-80, or from 36# to 40#). Changes to the approved cement program need prior approval if the altered cement plan has less volume or strength or

if the changes are substantial (i.e. Multistage tool, ECP, etc.). The initial wellhead installed on the well will remain on the well with spools used as needed.

- 2. Wait on cement (WOC) for Potash Areas: After cementing but before commencing any tests, the casing string shall stand cemented under pressure until both of the following conditions have been met: 1) cement reaches a minimum compressive strength of 500 psi for all cement blends of both lead and tail cement, 2) until cement has been in place at least <u>8 hours</u>. WOC time will be recorded in the driller's log. The casing integrity test can be done (prior to the cement setting up) immediately after bumping the plug.
- 3. <u>Wait on cement (WOC) for Water Basin:</u> After cementing but before commencing any tests, the casing string shall stand cemented under pressure until both of the following conditions have been met: 1) cement reaches a minimum compressive strength of 500 psi at the shoe, 2) until cement has been in place at least <u>8 hours</u>. WOC time will be recorded in the driller's log. See individual casing strings for details regarding lead cement slurry requirements. The casing integrity test can be done (prior to the cement setting up) immediately after bumping the plug.
- 4. Provide compressive strengths including hours to reach required 500 pounds compressive strength prior to cementing each casing string. Have well specific cement details onsite prior to pumping the cement for each casing string.
- 5. No pea gravel permitted for remedial or fall back remedial without prior authorization from the BLM engineer.
- 6. On that portion of any well approved for a 5M BOPE system or greater, a pressure integrity test of each casing shoe shall be performed. Formation at the shoe shall be tested to a minimum of the mud weight equivalent anticipated to control the formation pressure to the next casing depth or at total depth of the well. This test shall be performed before drilling more than 20 feet of new hole.
- 7. If hardband drill pipe is rotated inside casing, returns will be monitored for metal. If metal is found in samples, drill pipe will be pulled and rubber protectors which have a larger diameter than the tool joints of the drill pipe will be installed prior to continuing drilling operations.
- 8. Whenever a casing string is cemented in the R-111-P potash area, the NMOCD requirements shall be followed.
- B. PRESSURE CONTROL
- All blowout preventer (BOP) and related equipment (BOPE) shall comply with well control requirements as described in 43 CFR part 3170 Subpart 3172 and API STD 53 Sec. 5.3.

- 2. If a variance is approved for a flexible hose to be installed from the BOP to the choke manifold, the following requirements apply: The flex line must meet the requirements of API 16C. Check condition of flexible line from BOP to choke manifold, replace if exterior is damaged or if line fails test. Line to be as straight as possible with no hard bends and is to be anchored according to Manufacturer's requirements. The flexible hose can be exchanged with a hose of equal size and equal or greater pressure rating. Anchor requirements, specification sheet and hydrostatic pressure test certification matching the hose in service, to be onsite for review. These documents shall be posted in the company man's trailer and on the rig floor.
- 3. 5M or higher system requires an HCR valve, remote kill line and annular to match. The remote kill line is to be installed prior to testing the system and tested to stack pressure.
- 4. If the operator has proposed a multi-bowl wellhead assembly in the APD. The following requirements must be met:
  - a. Wellhead shall be installed by manufacturer's representatives, submit documentation with subsequent sundry.
  - b. If the welding is performed by a third party, the manufacturer's representative shall monitor the temperature to verify that it does not exceed the maximum temperature of the seal.
  - c. Manufacturer representative shall install the test plug for the initial BOP test.
  - d. Whenever any seal subject to test pressure is broken, all the tests in 43 CFR 3172.6(b)(9) must be followed.
  - e. If the cement does not circulate and one inch operations would have been possible with a standard wellhead, the well head shall be cut off, cementing operations performed and another wellhead installed.
- 5. The appropriate BLM office shall be notified a minimum of 4 hours in advance for a representative to witness the tests.
  - a. In a water basin, for all casing strings utilizing slips, these are to be set as soon as the crew and rig are ready and any fallback cement remediation has been done. The casing cut-off and BOP installation can be initiated four hours after installing the slips, which will be approximately six hours after bumping the plug. For those casing strings not using slips, the minimum wait time before cut-off is eight hours after bumping the plug. BOP/BOPE testing can begin after cut-off or once cement reaches 500 psi compressive strength (including lead cement), whichever is greater. However, if the float does not hold, cut-off cannot be initiated until cement reaches 500 psi compressive strength (including lead when specified).
  - b. In potash areas, for all casing strings utilizing slips, these are to be set as soon as the crew and rig are ready and any fallback cement remediation has been

done. For all casing strings, casing cut-off and BOP installation can be initiated at twelve hours after bumping the cement plug. The BOPE test can be initiated after bumping the cement plug with the casing valve open. (only applies to single stage cement jobs, prior to the cement setting up.)

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

#### C. DRILLING MUD

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

#### D. WASTE MATERIAL AND FLUIDS

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

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

Long Vo (LVO) 8/20/2024

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

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

District III

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

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

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CONDITIONS

Action 386096

CONDITIONS

Operator:	OGRID:
DEVON ENERGY PRODUCTION COMPANY, LP	6137
333 West Sheridan Ave.	Action Number:
Oklahoma City, OK 73102	386096
	Action Type:
	[C-101] BLM - Federal/Indian Land Lease (Form 3160-3)

#### CONDITIONS

Created By	Condition	Condition Date
ward.rikala	Notify OCD 24 hours prior to casing & cement	9/30/2024
ward.rikala	Will require a File As Drilled C-102 and a Directional Survey with the C-104	9/30/2024
ward.rikala	Once the well is spud, to prevent ground water contamination through whole or partial conduits from the surface, the operator shall drill without interruption through the fresh water zone or zones and shall immediately set in cement the water protection string	9/30/2024
ward.rikala	Cement is required to circulate on both surface and intermediate1 strings of casing	9/30/2024
ward.rikala	If cement does not circulate on any string, a CBL is required for that string of casing	9/30/2024
ward.rikala	Oil base muds are not to be used until fresh water zones are cased and cemented providing isolation from the oil or diesel. This includes synthetic oils. Oil based mud, drilling fluids and solids must be contained in a steel closed loop system	9/30/2024
ward.rikala	Submit C-102 on new C-102 form.	9/30/2024