

Form 3160-3  
(June 2015)

FORM APPROVED  
OMB No. 1004-0137  
Expires: January 31, 2018

UNITED STATES  
DEPARTMENT OF THE INTERIOR  
BUREAU OF LAND MANAGEMENT  
**APPLICATION FOR PERMIT TO DRILL OR REENTER**

1a. Type of work: <input type="checkbox"/> DRILL <input type="checkbox"/> REENTER		5. Lease Serial No.
1b. Type of Well: <input type="checkbox"/> Oil Well <input type="checkbox"/> Gas Well <input type="checkbox"/> Other		6. If Indian, Allottee or Tribe Name
1c. Type of Completion: <input type="checkbox"/> Hydraulic Fracturing <input type="checkbox"/> Single Zone <input type="checkbox"/> Multiple Zone		7. If Unit or CA Agreement, Name and No.
2. Name of Operator <b>Avant Operating, LLC</b>		8. Lease Name and Well No.
3a. Address	3b. Phone No. (include area code)	9. API Well No. <b>30-025-53472</b>
4. Location of Well (Report location clearly and in accordance with any State requirements. *) At surface At proposed prod. zone		10. Field and Pool, or Exploratory
14. Distance in miles and direction from nearest town or post office*		11. Sec., T. R. M. or Blk. and Survey or Area
		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. Spacing Unit dedicated to this well
18. Distance from proposed location* to nearest well, drilling, completed, applied for, on this lease, ft.	19. Proposed Depth	20. BLM/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 of Onshore Oil and Gas Order No. 1, and the Hydraulic Fracturing rule per 43 CFR 3162.3-3 (as applicable)

- |  |   |
|--|---|
| 1. Well plat certified by a registered surveyor.   | 4. Bond to cover the operations unless covered by an existing bond on file (see Item 20 above). |
| 2. A Drilling Plan.  | 5. Operator certification.  |
| 3. A Surface Use Plan (if the location is on National Forest System Lands, the SUPO must be filed with the appropriate Forest Service Office). | 6. Such other site specific information and/or plans as may be requested by the BLM.            |

25. Signature	Name (Printed/Typed)	Date
Title		
Approved by (Signature)	Name (Printed/Typed)	Date
Title	Office	

Application approval does not warrant or certify that the applicant holds legal or equitable title to those rights in the subject lease which would entitle the applicant to conduct operations thereon.  
Conditions of approval, if any, are attached.

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



(Continued on page 2)

\*(Instructions on page 2)

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 Road, Aztec, NM 87410  
Phone: (505) 334-6178 Fax: (505) 334-6170  
District IV  
1220 S. St. Francis Dr., Santa Fe, NM 87505  
Phone: (505) 476-3460 Fax: (505) 476-3462

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

Form C-102  
Revised August 1, 2011  
Submit one copy to appropriate  
District Office

AMENDED REPORT

WELL LOCATION AND ACREAGE DEDICATION PLAT

30-025 <sup>1</sup> API Number	13160 <sup>2</sup> Pool Code	Corbin; Bone Spring, South <sup>3</sup> Pool Name
<sup>4</sup> Property Code	<sup>5</sup> Property Name EMERALD FEDERAL COM	
<sup>7</sup> OGRID No. 330396	<sup>6</sup> Well Number 506H <sup>9</sup> Elevation 3683.3'	

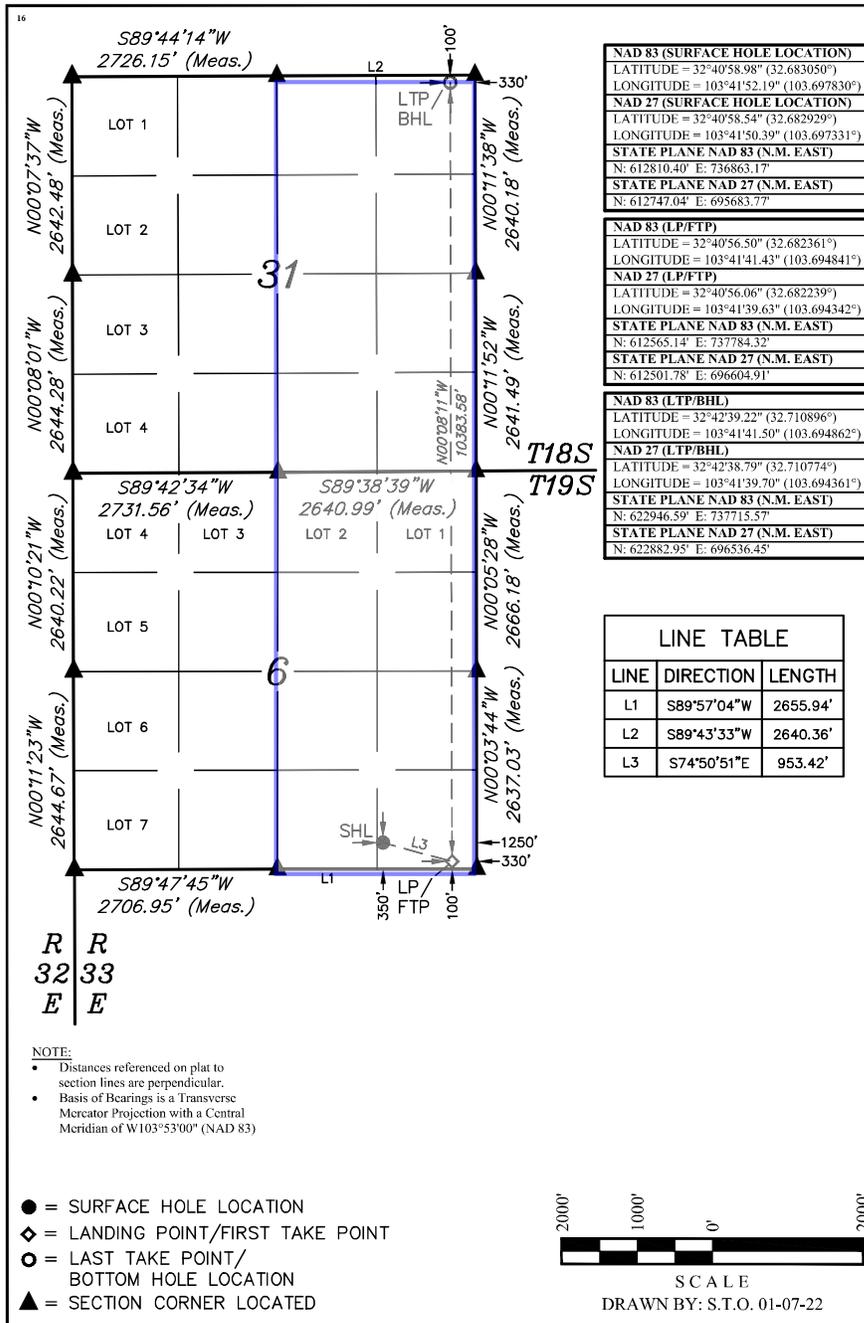
<sup>10</sup> Surface Location

UL or lot no.	Section	Township	Range	Lot Idn	Feet from the	North/South line	Feet from the	East/West line	County
P	6	19S	33E		350	SOUTH	1250	EAST	LEA

<sup>11</sup> Bottom Hole Location If Different From Surface

UL or lot no.	Section	Township	Range	Lot Idn	Feet from the	North/South line	Feet from the	East/West line	County
A	31	18S	33E		100	NORTH	330	EAST	LEA
<sup>12</sup> Dedicated Acres 641.14		<sup>13</sup> Joint or Infill		<sup>14</sup> Consolidation Code		<sup>15</sup> Order No.			

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



<b>NAD 83 (SURFACE HOLE LOCATION)</b> LATITUDE = 32°40'58.98" (32.683050°) LONGITUDE = 103°41'52.19" (103.697830°)
<b>NAD 27 (SURFACE HOLE LOCATION)</b> LATITUDE = 32°40'58.54" (32.682929°) LONGITUDE = 103°41'50.39" (103.697331°)
<b>STATE PLANE NAD 83 (N.M. EAST)</b> N: 612810.40' E: 736863.17'
<b>STATE PLANE NAD 27 (N.M. EAST)</b> N: 612747.04' E: 695683.77'
<b>NAD 83 (LP/FTP)</b> LATITUDE = 32°40'56.50" (32.682361°) LONGITUDE = 103°41'41.43" (103.694841°)
<b>NAD 27 (LP/FTP)</b> LATITUDE = 32°40'56.06" (32.682239°) LONGITUDE = 103°41'39.63" (103.694342°)
<b>STATE PLANE NAD 83 (N.M. EAST)</b> N: 612565.14' E: 737784.32'
<b>STATE PLANE NAD 27 (N.M. EAST)</b> N: 612501.78' E: 696604.91'
<b>NAD 83 (LTP/BHL)</b> LATITUDE = 32°42'39.22" (32.710896°) LONGITUDE = 103°41'41.50" (103.694862°)
<b>NAD 27 (LTP/BHL)</b> LATITUDE = 32°42'38.79" (32.710774°) LONGITUDE = 103°41'39.70" (103.694361°)
<b>STATE PLANE NAD 83 (N.M. EAST)</b> N: 622946.59' E: 737715.57'
<b>STATE PLANE NAD 27 (N.M. EAST)</b> N: 622882.95' E: 696536.45'

**17 OPERATOR CERTIFICATION**  
I hereby certify that the information contained herein is true and complete to the best of my knowledge and belief, and that this organization either owns a working interest or unleased mineral interest in the land including the proposed bottom hole location or has a right to drill this well at this location pursuant to a contract with an owner of such a mineral or working interest, or to a voluntary pooling agreement or a compulsory pooling order heretofore entered by the division.

*Terri Stathem* 3/15/2022  
Signature Date

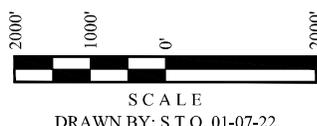
Terri Stathem  
Printed Name  
tstathem@legacyreserves.com  
E-mail Address

**18 SURVEYOR CERTIFICATION**  
I hereby certify that the well location shown on this plat was plotted from field notes of actual surveys made by me or under my supervision, and that the same is true and correct to the best of my belief.

January 04, 2022  
Date of Survey  
Signature and Seal of Professional Surveyor:

**PAUL BUCHELE**  
NEW MEXICO  
23782  
01-07-22  
PROFESSIONAL SURVEYOR

Certificate Number:



State of New Mexico  
 Energy, Minerals and Natural Resources Department

Submit Electronically  
 Via E-permitting

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

## NATURAL GAS MANAGEMENT PLAN

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

### Section 1 – Plan Description Effective May 25, 2021

**I. Operator:** Avant Operating, LLC    **OGRID:** 330396    **Date:** 07/11/2024

**II. Type:**  Original    Amendment due to  19.15.27.9.D(6)(a) NMAC    19.15.27.9.D(6)(b) NMAC    Other.

If Other, please describe: \_\_\_\_\_

**III. Well(s):** Provide the following information for each new or recompleted well or set of wells proposed to be drilled or proposed to be recompleted from a single well pad or connected to a central delivery point.

Well Name	API	ULSTR	Footages	Anticipated Oil BBL/D	Anticipated Gas MCF/D	Anticipated Produced Water BBL/D
Emerald Federal Com 505H		P-06-T19S-R33E	350FSL/1280FEL	1400 BBL/D	2800 MCF/D	7000 BBL/D
Emerald Federal Com 506H		P-06-T19S-R33E	350FSL/1250FEL	1400 BBL/D	2800 MCF/D	7000 BBL/D

**IV. Central Delivery Point Name:** Emerald CTB [See 19.15.27.9(D)(1) NMAC]

**V. Anticipated Schedule:** Provide the following information for each new or recompleted well or set of wells proposed to be drilled or proposed to be recompleted from a single well pad or connected to a central delivery point.

Well Name	API	Spud Date	TD Reached Date	Completion Commencement Date	Initial Flow Back Date	First Production Date
Emerald Federal Com 505H		01/26/2025	03/12/2025	04/14/2025	04/21/2025	04/21/2025
Emerald Federal Com 506H		01/26/2025	03/12/2025	04/14/2025	04/21/2025	04/21/2025

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

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

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

### Section 3 - Certifications

Effective May 25, 2021

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

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

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:

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

### Section 4 - Notices

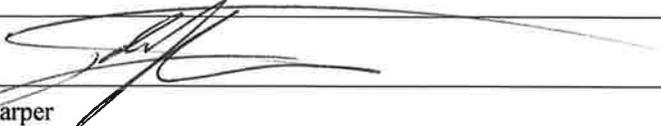
1. If, at any time after Operator submits this Natural Gas Management Plan and before the well is spud:

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

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

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

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

Signature: 
Printed Name: John Harper
Title: SVP Assets and Exploration
E-mail Address: John@avantnr.com
Date: 07/15/24
Phone: 678-988-6644

**OIL CONSERVATION DIVISION**  
**(Only applicable when submitted as a standalone form)**

Approved By:
Title:
Approval Date:
Conditions of Approval:

**Avant Operating, LLC Natural Gas Management Plan**

- VI. Separation equipment will be sized by construction engineering staff based on stated manufacturer daily throughput capacities and anticipated daily production rates to ensure adequate capacity. Closed vent system piping, compression needs, and VRUs will be sized utilizing ProMax modelling software to ensure adequate capacity for anticipated production volumes and conditions.
- VII. Avant Operating, LLC (Avant) will take the following actions to comply with the regulations listed in 19.15.27.8:
- A. Avant will maximize the recovery of natural gas by minimizing the waste, as defined by 19.15.2 NMAC, of natural gas through venting and flaring. Avant will ensure that well(s) will be connected to a natural gas gathering system with sufficient capacity to transport natural gas.
  - B. All drilling operations will be equipped with a rig flare located at least 100' from the nearest surface hole. Rig flare will be utilized to combust any natural gas that is brought to surface during normal drilling operations. In the case of emergency venting or flaring the volumes will be estimated and reported appropriately.
  - C. During completion operations any natural gas brought to surface will be flared. Immediately following the finish of completion operations, all well flowback will be directed to permanent separation equipment. Produced natural gas from separation equipment will be sent to sales. It is not anticipated that gas will not meet pipeline standards. However, if natural gas does not meet gathering pipeline quality specifications, Avant will flare the natural gas for 60 days or until the natural gas meets the pipeline quality specifications. Avant will ensure that the flare is sized properly and is equipped with automatic igniter or continuous pilot. The gas sample will be analyzed twice per week and the gas will be routed into a gathering system as soon as pipeline specifications are met.
  - D. Avant will comply with the performance standards requirements and provisions listed in 19.15.27.8 (1) through (8). All equipment will be designed and sized to handle maximum anticipated pressures and throughputs to minimize the waste. Production storage tanks constructed after May 25, 2021, will be equipped with automatic gauging system. Flares constructed after May 25, 2021, will be equipped with automatic igniter or continuous pilot. Flares will be located at least 100' from the well and storage tanks unless otherwise approved by the division. Avant will conduct AVO inspections as described in 19.15.27.8 E (5) (a) with frequencies specified in 19.15.27.8 E (5) (b) and (c). All emergencies will be resolved as quickly and safely as feasible to minimize waste.
  - E. The volume of natural gas that is vented or flared as the result of malfunction or emergency during drilling and completions operations will be estimated. The volume of natural gas that is vented, flared, or beneficially used during production operations, will be measured, or estimated. Avant will install equipment to measure



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

# Drilling Plan Data Report

08/13/2024

APD ID: 10400084368

Submission Date: 04/11/2022

Highlighted data reflects the most recent changes

Operator Name: LEGACY RESERVES OPERATING LP

Well Name: EMERALD FEDERAL COM

Well Number: 506H

Well Type: OIL WELL

Well Work Type: Drill

Show Final Text

## Section 1 - Geologic Formations

Formation ID	Formation Name	Elevation	True Vertical	Measured Depth	Lithologies	Mineral Resources	Producing Formatio
13932523	RUSTLER	3690	1420	1420	LIMESTONE, MARL, SANDSTONE	USEABLE WATER	N
13932525	BASE OF SALT	554	3136	3136	SALT	NONE	N
13932519	YATES	407	3283	3283	DOLOMITE, SANDSTONE	NONE	N
13932518	QUEEN	-588	4278	4278	SANDSTONE	NONE	N
13932520	DELAWARE	-2331	6021	6021	SANDSTONE	NONE	N
13932521	BONE SPRINGS	-4231	7921	7921	LIMESTONE, SANDSTONE	NATURAL GAS, OIL	N
13932522	BONE SPRING 1ST	-5461	9151	9151	LIMESTONE, SANDSTONE	NATURAL GAS, OIL	N
13932526	BONE SPRING 2ND	-5766	9456	9456	LIMESTONE, SANDSTONE	NATURAL GAS, OIL	N
13932527	BONE SPRING 3RD	-6561	10251	10251	LIMESTONE, SANDSTONE	NATURAL GAS, OIL	N

## Section 2 - Blowout Prevention

Pressure Rating (PSI): 10M

Rating Depth: 11000

**Equipment:** A BOP consisting of three rams, including one blind ram and two pipe rams and one annular preventer. An accumulator that meets the requirements in Onshore Order #2 for the pressure rating of the BOP stack. A rotating head may be installed as needed. A Kelly clock will be installed and maintained in operable condition and a drill string safety valve in the open position will be available on the rig floor.

**Requesting Variance?** YES

**Variance request:** Co-flex line between the BOP and choke manifold. Certification for proposed co-flex hose is attached. The hose is not required by the manufacturer to be anchored. In the event the specific hose is not available, one of equal or higher rating will be used. Variance to include Hammer Union connections on lines downstream of the buffer tank only. Legacy requests a 5M annular variance for the 10M BOP system. See attached procedure

**Testing Procedure:** Before drilling out of the surface casing, the ram-type BOP and accessory equipment will be tested to 5000 (high) / 250 (low) psig and the annular preventer to 3500 (high) / 250 (low) psig by an independent service company. Test charts will always be kept on location. Surface casing will be tested to 1500 psi for 30 minutes. Before drilling out of the intermediate casing, the ram-type BOP and accessory

**Operator Name:** LEGACY RESERVES OPERATING LP

**Well Name:** EMERALD FEDERAL COM

**Well Number:** 506H

equipment will be tested to 5000 (high) / 250 (low) psig and the annular preventer to 3500 (high) / 250 (low) psig by an independent service company. Test charts will always be kept on location. Intermediate casing will be tested to 1500 psi for 30 minutes. A solid steel body pack-off will be used after running and cementing the intermediate casing. After installation, pack-off and lower flange will be pressure tested to 5000 psi. 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. A hydraulically operated choke will be installed prior to drilling out of the intermediate casing shoe. This pressure test will be repeated at least once every 30 days, as per 43 CFR 3172 "Drilling Operations on Federal and Indian Oil and Gas Leases". Kelly cock will always be in the drill string. Full opening drill pipe stabbing valve (inside BOP) with proper drill pipe connections will always be on the rig floor. The multi-bowl wellhead will be installed by a third-party welder while being monitored by the vendors representative. All BOP equipment will be tested using a conventional test plug - not a cup or J-packer type. Both the surface and intermediate casing strings will be tested as per Onshore Order 2 to at least 0.22 psi/ft or 1500 psi, whichever is greater, but not to exceed 70 percent of the minimum internal yield.

**Choke Diagram Attachment:**

chokedrawings\_20240612090714.pdf

**BOP Diagram Attachment:**

Emerald\_Fed\_Com\_BOP\_10M\_20220407193941.pdf

**Section 3 - Casing**

Casing ID	String Type	Hole Size	Csg Size	Condition	Standard	Tapered String	Top Set MD	Bottom Set MD	Top Set TVD	Bottom Set TVD	Top Set MSL	Bottom Set MSL	Calculated casing length MD	Grade	Weight	Joint Type	Collapse SF	Burst SF	Joint SF Type	Joint SF	Body SF Type	Body SF
1	SURFACE	17.5	13.375	NEW	API	N	0	1500	0	1500	3683	2183	1500	J-55	54.5	ST&C	1.42	3.86	DRY	4.3	DRY	4.3
2	INTERMEDIATE	12.25	9.625	NEW	API	N	0	6080	0	6070	3690	-2387	6080	J-55	40	LT&C	1.25	1.27	DRY	1.94	DRY	1.94
3	PRODUCTION	8.75	5.5	NEW	API	N	0	20014	0	9200	3690	-5517	20014	P-110	20	BUTT	2.27	1.28	DRY	1.76	DRY	1.76

**Casing Attachments**

**Operator Name:** LEGACY RESERVES OPERATING LP

**Well Name:** EMERALD FEDERAL COM

**Well Number:** 506H

**Casing Attachments**

**Casing ID:** 1                    **String**      SURFACE

**Inspection Document:**

**Spec Document:**

**Tapered String Spec:**

**Casing Design Assumptions and Worksheet(s):**

Emerald\_Fed\_Com\_506H\_Csg\_Assumptions\_20220411153859.pdf

**Casing ID:** 2                    **String**      INTERMEDIATE

**Inspection Document:**

**Spec Document:**

**Tapered String Spec:**

**Casing Design Assumptions and Worksheet(s):**

Emerald\_Fed\_Com\_506H\_Csg\_Assumptions\_20220411153841.pdf

**Casing ID:** 3                    **String**      PRODUCTION

**Inspection Document:**

**Spec Document:**

**Tapered String Spec:**

**Casing Design Assumptions and Worksheet(s):**

Emerald\_Fed\_Com\_506H\_Csg\_Assumptions\_20220411153751.pdf

**Section 4 - Cement**

**Operator Name:** LEGACY RESERVES OPERATING LP

**Well Name:** EMERALD FEDERAL COM

**Well Number:** 506H

String Type	Lead/Tail	Stage Tool Depth	Top MD	Bottom MD	Quantity(sx)	Yield	Density	Cu Ft	Excess%	Cement type	Additives
SURFACE	Lead		0	1500	970	1.72	13.5	1670	100	Class C Cement	CLASS C + BENTONITE
SURFACE	Tail		1550	1500	260	1.32	14.8	264	100	Class C Neat	CLASS C
INTERMEDIATE	Lead		0	6075	2115	1.94	12.6	4100	180	CLASS C	35:65 POZ C
INTERMEDIATE	Tail		0	6075	380	1.18	15.6	450	140	CLASS H NEAT	none
PRODUCTION	Lead		0	2001 4	1300	1.62	11.9	2100	80	CLASS H	POZ 50:50
PRODUCTION	Tail		0	2001 4	2650	1.34	14.2	3540	30	CLASS H	POZ 50:50

### Section 5 - Circulating Medium

**Mud System Type:** Closed

**Will an air or gas system be Used?** NO

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

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

**Describe what will be on location to control well or mitigate other conditions:** Sufficient mud materials will be kept on location at all times in order to combat lost circulation or unexpected kicks. An electronic PVT system will be rigged up prior to spudding this well. A volume monitoring system that measures, calculates, and displays readings from the mud system on the rig to alert the crew of impending gas kicks and lost circulation. \*\*In order to effectively run open hole logs and casing, the mud viscosity and fluid loss properties may be adjusted.

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

### Circulating Medium Table

Top Depth	Bottom Depth	Mud Type	Min Weight (lbs/gal)	Max Weight (lbs/gal)	Density (lbs/cu ft)	Gel Strength (lbs/100 sqft)	PH	Viscosity (CP)	Salinity (ppm)	Filtration (cc)	Additional Characteristics
6100	2001 4	OTHER : Fresh Water / CUT Brine Water	8.8	9.3							

**Operator Name:** LEGACY RESERVES OPERATING LP

**Well Name:** EMERALD FEDERAL COM

**Well Number:** 506H

Top Depth	Bottom Depth	Mud Type	Min Weight (lbs/gal)	Max Weight (lbs/gal)	Density (lbs/cu ft)	Gel Strength (lbs/100 sqft)	PH	Viscosity (CP)	Salinity (ppm)	Filtration (cc)	Additional Characteristics
1500	6100	OTHER : Brine water	9.8	10.3							
0	1500	SPUD MUD	8.4	8.6							

### Section 6 - Test, Logging, Coring

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

No DST planned

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

MUD LOG/GEOLOGIC LITHOLOGY LOG,GAMMA RAY LOG,DIRECTIONAL SURVEY,

**Coring operation description for the well:**

NA

### Section 7 - Pressure

**Anticipated Bottom Hole Pressure:** 4420

**Anticipated Surface Pressure:** 2395

**Anticipated Bottom Hole Temperature(F):** 170

**Anticipated abnormal pressures, temperatures, or potential geologic hazards?** YES

**Describe:**

Lost circulation may be encountered in the Delaware mountain group.

**Contingency Plans geohazards description:**

Lost circulation material will be available, as well as additional drilling fluid along with the fluid volume in the drilling rig pit system. Drilling fluid can be mixed on location or mixed in vendor mud plant and trucked to location if needed.

**Contingency Plans geohazards**

**Hydrogen Sulfide drilling operations plan required?** YES

**Hydrogen sulfide drilling operations**

[Emerald\\_Fed\\_Com\\_506H\\_H2S\\_Plan\\_20220411154255.pdf](#)

[Emerald\\_Fed\\_Com\\_E2E2\\_Rig\\_Layout\\_20220411154321.pdf](#)

**Operator Name:** LEGACY RESERVES OPERATING LP

**Well Name:** EMERALD FEDERAL COM

**Well Number:** 506H

## Section 8 - Other Information

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

Emerald\_Fed\_Com\_506H\_Dir\_plan\_20220411154426.pdf

**Other proposed operations facets description:**

No DV tool is planned in this well.

**Other proposed operations facets attachment:**

Emerald\_Fed\_Com\_Construction\_Material\_20220407194632.pdf

Emerald\_Fed\_Com\_Multibowl\_WH\_20220407194526.pdf

Emerald\_Fed\_Com\_Water\_Transportation\_Map\_20220407194546.pdf

Emerald\_Fed\_Com\_506H\_NGMP\_20220411154455.pdf

Emerald\_Fed\_Com\_506H\_Well\_Control\_20220411154504.pdf

**Other Variance attachment:**

Emerald\_Fed\_Com\_Flex\_Hose\_Test\_20220407194707.pdf

CONFIDENTIAL

# Legacy Reserves

Lea County, NM (NAD83 - NME)

Emerald Pad

Emerald Federal Com 506H

OH

Plan: Plan #1

## Standard Planning Report

31 January, 2022

Planning Report

<b>Database:</b>	FHartmann	<b>Local Co-ordinate Reference:</b>	Well Emerald Federal Com 506H
<b>Company:</b>	Legacy Reserves	<b>TVD Reference:</b>	KB @ 3707.40usft
<b>Project:</b>	Lea County, NM (NAD83 - NME)	<b>MD Reference:</b>	KB @ 3707.40usft
<b>Site:</b>	Emerald Pad	<b>North Reference:</b>	Grid
<b>Well:</b>	Emerald Federal Com 506H	<b>Survey Calculation Method:</b>	Minimum Curvature
<b>Wellbore:</b>	OH		
<b>Design:</b>	Plan #1		

<b>Project</b>	Lea County, NM (NAD83 - NME)		
<b>Map System:</b>	US State Plane 1983	<b>System Datum:</b>	Mean Sea Level
<b>Geo Datum:</b>	North American Datum 1983		
<b>Map Zone:</b>	New Mexico Eastern Zone		

<b>Site</b>	Emerald Pad				
<b>Site Position:</b>		<b>Northing:</b>	612,810.10 usft	<b>Latitude:</b>	32.683050
<b>From:</b>	Map	<b>Easting:</b>	736,803.18 usft	<b>Longitude:</b>	-103.698025
<b>Position Uncertainty:</b>	0.00 usft	<b>Slot Radius:</b>	13-3/16 "		

<b>Well</b>	Emerald Federal Com 506H					
<b>Well Position</b>	<b>+N/-S</b>	0.00 usft	<b>Northing:</b>	612,810.40 usft	<b>Latitude:</b>	32.683050
	<b>+E/-W</b>	0.00 usft	<b>Easting:</b>	736,863.17 usft	<b>Longitude:</b>	-103.697830
<b>Position Uncertainty</b>		0.00 usft	<b>Wellhead Elevation:</b>	usft	<b>Ground Level:</b>	3,682.40 usft
<b>Grid Convergence:</b>	0.34 °					

<b>Wellbore</b>	OH				
<b>Magnetics</b>	<b>Model Name</b>	<b>Sample Date</b>	<b>Declination</b>	<b>Dip Angle</b>	<b>Field Strength</b>
			(°)	(°)	(nT)
	HDGM2022_FILE	1/31/2022	6.53	60.55	47,901.50000000

<b>Design</b>	Plan #1			
<b>Audit Notes:</b>				
<b>Version:</b>	<b>Phase:</b>	PLAN	<b>Tie On Depth:</b>	0.00
<b>Vertical Section:</b>	<b>Depth From (TVD)</b>	<b>+N/-S</b>	<b>+E/-W</b>	<b>Direction</b>
	(usft)	(usft)	(usft)	(°)
	0.00	0.00	0.00	4.81

<b>Plan Survey Tool Program</b>	<b>Date</b>	1/31/2022		
<b>Depth From</b>	<b>Depth To</b>	<b>Survey (Wellbore)</b>	<b>Tool Name</b>	<b>Remarks</b>
(usft)	(usft)			
1	0.00	20,014.22 Plan #1 (OH)	MWD+HRGM	
			OWSG MWD + HRGM	

<b>Plan Sections</b>										
<b>Measured</b>	<b>Inclination</b>	<b>Azimuth</b>	<b>Vertical</b>	<b>+N/-S</b>	<b>+E/-W</b>	<b>Dogleg</b>	<b>Build</b>	<b>Turn</b>	<b>TFO</b>	<b>Target</b>
<b>Depth</b>	(°)	(°)	<b>Depth</b>	<b>(usft)</b>	<b>(usft)</b>	<b>Rate</b>	<b>Rate</b>	<b>Rate</b>	(°)	
(usft)			(usft)			(°/100usft)	(°/100usft)	(°/100usft)		
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	
1,000.33	10.01	131.50	997.79	-28.88	32.64	2.00	2.00	0.00	131.50	
7,605.22	10.01	131.50	7,502.21	-789.29	892.26	0.00	0.00	0.00	0.00	
8,105.56	0.00	0.00	8,000.00	-818.17	924.90	2.00	-2.00	0.00	180.00	
8,732.60	0.00	0.00	8,627.04	-818.17	924.90	0.00	0.00	0.00	0.00	
9,632.60	90.00	359.62	9,200.00	-245.22	921.11	10.00	10.00	-0.04	359.62	
20,014.24	90.00	359.62	9,200.00	10,136.19	852.40	0.00	0.00	0.00	0.00	Emerald Fed Com 506H

Planning Report

<b>Database:</b>	FHartmann	<b>Local Co-ordinate Reference:</b>	Well Emerald Federal Com 506H
<b>Company:</b>	Legacy Reserves	<b>TVD Reference:</b>	KB @ 3707.40usft
<b>Project:</b>	Lea County, NM (NAD83 - NME)	<b>MD Reference:</b>	KB @ 3707.40usft
<b>Site:</b>	Emerald Pad	<b>North Reference:</b>	Grid
<b>Well:</b>	Emerald Federal Com 506H	<b>Survey Calculation Method:</b>	Minimum Curvature
<b>Wellbore:</b>	OH		
<b>Design:</b>	Plan #1		

Planned Survey									
Measured Depth (usft)	Inclination (°)	Azimuth (°)	Vertical Depth (usft)	+N/-S (usft)	+E/-W (usft)	Vertical Section (usft)	Dogleg Rate (°/100usft)	Build Rate (°/100usft)	Turn Rate (°/100usft)
0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
100.00	0.00	0.00	100.00	0.00	0.00	0.00	0.00	0.00	0.00
200.00	0.00	0.00	200.00	0.00	0.00	0.00	0.00	0.00	0.00
300.00	0.00	0.00	300.00	0.00	0.00	0.00	0.00	0.00	0.00
400.00	0.00	0.00	400.00	0.00	0.00	0.00	0.00	0.00	0.00
500.00	0.00	0.00	500.00	0.00	0.00	0.00	0.00	0.00	0.00
<b>Start Build 2.00</b>									
600.00	2.00	131.50	599.98	-1.16	1.31	-1.04	2.00	2.00	0.00
700.00	4.00	131.50	699.84	-4.62	5.23	-4.17	2.00	2.00	0.00
800.00	6.00	131.50	799.45	-10.40	11.75	-9.38	2.00	2.00	0.00
900.00	8.00	131.50	898.70	-18.47	20.88	-16.66	2.00	2.00	0.00
1,000.33	10.01	131.50	997.79	-28.88	32.64	-26.04	2.00	2.00	0.00
<b>Start 6604.89 hold at 1000.33 MD</b>									
1,100.00	10.01	131.50	1,095.94	-40.35	45.61	-36.39	0.00	0.00	0.00
1,200.00	10.01	131.50	1,194.42	-51.86	58.63	-46.77	0.00	0.00	0.00
1,300.00	10.01	131.50	1,292.90	-63.38	71.64	-57.15	0.00	0.00	0.00
1,400.00	10.01	131.50	1,391.38	-74.89	84.66	-67.53	0.00	0.00	0.00
1,500.00	10.01	131.50	1,489.86	-86.40	97.67	-77.91	0.00	0.00	0.00
1,600.00	10.01	131.50	1,588.34	-97.91	110.69	-88.29	0.00	0.00	0.00
1,700.00	10.01	131.50	1,686.82	-109.43	123.70	-98.68	0.00	0.00	0.00
1,800.00	10.01	131.50	1,785.30	-120.94	136.72	-109.06	0.00	0.00	0.00
1,900.00	10.01	131.50	1,883.77	-132.45	149.73	-119.44	0.00	0.00	0.00
2,000.00	10.01	131.50	1,982.25	-143.97	162.75	-129.82	0.00	0.00	0.00
2,100.00	10.01	131.50	2,080.73	-155.48	175.76	-140.20	0.00	0.00	0.00
2,200.00	10.01	131.50	2,179.21	-166.99	188.78	-150.59	0.00	0.00	0.00
2,300.00	10.01	131.50	2,277.69	-178.51	201.79	-160.97	0.00	0.00	0.00
2,400.00	10.01	131.50	2,376.17	-190.02	214.81	-171.35	0.00	0.00	0.00
2,500.00	10.01	131.50	2,474.65	-201.53	227.82	-181.73	0.00	0.00	0.00
2,600.00	10.01	131.50	2,573.13	-213.04	240.84	-192.11	0.00	0.00	0.00
2,700.00	10.01	131.50	2,671.60	-224.56	253.85	-202.50	0.00	0.00	0.00
2,800.00	10.01	131.50	2,770.08	-236.07	266.87	-212.88	0.00	0.00	0.00
2,900.00	10.01	131.50	2,868.56	-247.58	279.88	-223.26	0.00	0.00	0.00
3,000.00	10.01	131.50	2,967.04	-259.10	292.90	-233.64	0.00	0.00	0.00
3,100.00	10.01	131.50	3,065.52	-270.61	305.91	-244.02	0.00	0.00	0.00
3,200.00	10.01	131.50	3,164.00	-282.12	318.93	-254.40	0.00	0.00	0.00
3,300.00	10.01	131.50	3,262.48	-293.64	331.94	-264.79	0.00	0.00	0.00
3,400.00	10.01	131.50	3,360.96	-305.15	344.95	-275.17	0.00	0.00	0.00
3,500.00	10.01	131.50	3,459.43	-316.66	357.97	-285.55	0.00	0.00	0.00
3,600.00	10.01	131.50	3,557.91	-328.17	370.98	-295.93	0.00	0.00	0.00
3,700.00	10.01	131.50	3,656.39	-339.69	384.00	-306.31	0.00	0.00	0.00
3,800.00	10.01	131.50	3,754.87	-351.20	397.01	-316.70	0.00	0.00	0.00
3,900.00	10.01	131.50	3,853.35	-362.71	410.03	-327.08	0.00	0.00	0.00
4,000.00	10.01	131.50	3,951.83	-374.23	423.04	-337.46	0.00	0.00	0.00
4,100.00	10.01	131.50	4,050.31	-385.74	436.06	-347.84	0.00	0.00	0.00
4,200.00	10.01	131.50	4,148.79	-397.25	449.07	-358.22	0.00	0.00	0.00
4,300.00	10.01	131.50	4,247.26	-408.77	462.09	-368.60	0.00	0.00	0.00
4,400.00	10.01	131.50	4,345.74	-420.28	475.10	-378.99	0.00	0.00	0.00
4,500.00	10.01	131.50	4,444.22	-431.79	488.12	-389.37	0.00	0.00	0.00
4,600.00	10.01	131.50	4,542.70	-443.30	501.13	-399.75	0.00	0.00	0.00
4,700.00	10.01	131.50	4,641.18	-454.82	514.15	-410.13	0.00	0.00	0.00
4,800.00	10.01	131.50	4,739.66	-466.33	527.16	-420.51	0.00	0.00	0.00
4,900.00	10.01	131.50	4,838.14	-477.84	540.18	-430.90	0.00	0.00	0.00
5,000.00	10.01	131.50	4,936.62	-489.36	553.19	-441.28	0.00	0.00	0.00

Planning Report

<b>Database:</b>	FHartmann	<b>Local Co-ordinate Reference:</b>	Well Emerald Federal Com 506H
<b>Company:</b>	Legacy Reserves	<b>TVD Reference:</b>	KB @ 3707.40usft
<b>Project:</b>	Lea County, NM (NAD83 - NME)	<b>MD Reference:</b>	KB @ 3707.40usft
<b>Site:</b>	Emerald Pad	<b>North Reference:</b>	Grid
<b>Well:</b>	Emerald Federal Com 506H	<b>Survey Calculation Method:</b>	Minimum Curvature
<b>Wellbore:</b>	OH		
<b>Design:</b>	Plan #1		

Planned Survey										
Measured Depth (usft)	Inclination (°)	Azimuth (°)	Vertical Depth (usft)	+N/-S (usft)	+E/-W (usft)	Vertical Section (usft)	Dogleg Rate (°/100usft)	Build Rate (°/100usft)	Turn Rate (°/100usft)	
5,100.00	10.01	131.50	5,035.09	-500.87	566.21	-451.66	0.00	0.00	0.00	
5,200.00	10.01	131.50	5,133.57	-512.38	579.22	-462.04	0.00	0.00	0.00	
5,300.00	10.01	131.50	5,232.05	-523.90	592.24	-472.42	0.00	0.00	0.00	
5,400.00	10.01	131.50	5,330.53	-535.41	605.25	-482.81	0.00	0.00	0.00	
5,500.00	10.01	131.50	5,429.01	-546.92	618.27	-493.19	0.00	0.00	0.00	
5,600.00	10.01	131.50	5,527.49	-558.43	631.28	-503.57	0.00	0.00	0.00	
5,700.00	10.01	131.50	5,625.97	-569.95	644.30	-513.95	0.00	0.00	0.00	
5,800.00	10.01	131.50	5,724.45	-581.46	657.31	-524.33	0.00	0.00	0.00	
5,900.00	10.01	131.50	5,822.92	-592.97	670.33	-534.71	0.00	0.00	0.00	
6,000.00	10.01	131.50	5,921.40	-604.49	683.34	-545.10	0.00	0.00	0.00	
6,100.00	10.01	131.50	6,019.88	-616.00	696.36	-555.48	0.00	0.00	0.00	
6,200.00	10.01	131.50	6,118.36	-627.51	709.37	-565.86	0.00	0.00	0.00	
6,300.00	10.01	131.50	6,216.84	-639.02	722.39	-576.24	0.00	0.00	0.00	
6,400.00	10.01	131.50	6,315.32	-650.54	735.40	-586.62	0.00	0.00	0.00	
6,500.00	10.01	131.50	6,413.80	-662.05	748.42	-597.01	0.00	0.00	0.00	
6,600.00	10.01	131.50	6,512.28	-673.56	761.43	-607.39	0.00	0.00	0.00	
6,700.00	10.01	131.50	6,610.75	-685.08	774.44	-617.77	0.00	0.00	0.00	
6,800.00	10.01	131.50	6,709.23	-696.59	787.46	-628.15	0.00	0.00	0.00	
6,900.00	10.01	131.50	6,807.71	-708.10	800.47	-638.53	0.00	0.00	0.00	
7,000.00	10.01	131.50	6,906.19	-719.62	813.49	-648.92	0.00	0.00	0.00	
7,100.00	10.01	131.50	7,004.67	-731.13	826.50	-659.30	0.00	0.00	0.00	
7,200.00	10.01	131.50	7,103.15	-742.64	839.52	-669.68	0.00	0.00	0.00	
7,300.00	10.01	131.50	7,201.63	-754.15	852.53	-680.06	0.00	0.00	0.00	
7,400.00	10.01	131.50	7,300.11	-765.67	865.55	-690.44	0.00	0.00	0.00	
7,500.00	10.01	131.50	7,398.58	-777.18	878.56	-700.82	0.00	0.00	0.00	
7,605.22	10.01	131.50	7,502.21	-789.29	892.26	-711.75	0.00	0.00	0.00	
<b>Start Drop -2.00</b>										
7,700.00	8.11	131.50	7,595.80	-799.18	903.43	-720.66	2.00	-2.00	0.00	
7,800.00	6.11	131.50	7,695.02	-807.38	912.71	-728.06	2.00	-2.00	0.00	
7,900.00	4.11	131.50	7,794.62	-813.29	919.38	-733.38	2.00	-2.00	0.00	
8,000.00	2.11	131.50	7,894.47	-816.88	923.44	-736.62	2.00	-2.00	0.00	
8,105.56	0.00	0.00	8,000.00	-818.17	924.90	-737.79	2.00	-2.00	0.00	
<b>Start 627.04 hold at 8105.56 MD</b>										
8,200.00	0.00	0.00	8,094.44	-818.17	924.90	-737.79	0.00	0.00	0.00	
8,300.00	0.00	0.00	8,194.44	-818.17	924.90	-737.79	0.00	0.00	0.00	
8,400.00	0.00	0.00	8,294.44	-818.17	924.90	-737.79	0.00	0.00	0.00	
8,500.00	0.00	0.00	8,394.44	-818.17	924.90	-737.79	0.00	0.00	0.00	
8,600.00	0.00	0.00	8,494.44	-818.17	924.90	-737.79	0.00	0.00	0.00	
8,700.00	0.00	0.00	8,594.44	-818.17	924.90	-737.79	0.00	0.00	0.00	
8,732.60	0.00	0.00	8,627.04	-818.17	924.90	-737.79	0.00	0.00	0.00	
<b>Start DLS 10.00 TFO 359.62</b>										
8,750.00	1.74	359.62	8,644.44	-817.91	924.90	-737.52	10.00	10.00	0.00	
8,800.00	6.74	359.62	8,694.29	-814.21	924.87	-733.84	10.00	10.00	0.00	
8,850.00	11.74	359.62	8,743.62	-806.18	924.82	-725.85	10.00	10.00	0.00	
8,900.00	16.74	359.62	8,792.07	-793.89	924.74	-713.60	10.00	10.00	0.00	
8,950.00	21.74	359.62	8,839.26	-777.42	924.63	-697.20	10.00	10.00	0.00	
9,000.00	26.74	359.62	8,884.84	-756.90	924.49	-676.76	10.00	10.00	0.00	
9,050.00	31.74	359.62	8,928.46	-732.48	924.33	-652.45	10.00	10.00	0.00	
9,100.00	36.74	359.62	8,969.78	-704.36	924.15	-624.44	10.00	10.00	0.00	
9,150.00	41.74	359.62	9,008.49	-672.74	923.94	-592.95	10.00	10.00	0.00	
9,200.00	46.74	359.62	9,044.30	-637.87	923.71	-558.22	10.00	10.00	0.00	
9,250.00	51.74	359.62	9,076.93	-600.01	923.46	-520.51	10.00	10.00	0.00	
9,300.00	56.74	359.62	9,106.14	-559.45	923.19	-480.12	10.00	10.00	0.00	

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<b>Company:</b>	Legacy Reserves	<b>TVD Reference:</b>	KB @ 3707.40usft
<b>Project:</b>	Lea County, NM (NAD83 - NME)	<b>MD Reference:</b>	KB @ 3707.40usft
<b>Site:</b>	Emerald Pad	<b>North Reference:</b>	Grid
<b>Well:</b>	Emerald Federal Com 506H	<b>Survey Calculation Method:</b>	Minimum Curvature
<b>Wellbore:</b>	OH		
<b>Design:</b>	Plan #1		

Planned Survey										
Measured Depth (usft)	Inclination (°)	Azimuth (°)	Vertical Depth (usft)	+N/-S (usft)	+E/-W (usft)	Vertical Section (usft)	Dogleg Rate (°/100usft)	Build Rate (°/100usft)	Turn Rate (°/100usft)	
9,350.00	61.74	359.62	9,131.71	-516.50	922.90	-437.34	10.00	10.00	0.00	
9,400.00	66.74	359.62	9,153.43	-471.48	922.61	-392.51	10.00	10.00	0.00	
9,450.00	71.74	359.62	9,171.15	-424.74	922.30	-345.96	10.00	10.00	0.00	
9,500.00	76.74	359.62	9,184.72	-376.64	921.98	-298.05	10.00	10.00	0.00	
9,550.00	81.74	359.62	9,194.05	-327.53	921.65	-249.15	10.00	10.00	0.00	
9,600.00	86.74	359.62	9,199.07	-277.80	921.32	-199.62	10.00	10.00	0.00	
9,632.60	90.00	359.62	9,200.00	-245.22	921.11	-167.17	10.00	10.00	0.00	
<b>Start 10381.64 hold at 9632.60 MD</b>										
9,700.00	90.00	359.62	9,200.00	-177.82	920.66	-100.05	0.00	0.00	0.00	
9,800.00	90.00	359.62	9,200.00	-77.82	920.00	-0.46	0.00	0.00	0.00	
9,900.00	90.00	359.62	9,200.00	22.17	919.34	99.13	0.00	0.00	0.00	
10,000.00	90.00	359.62	9,200.00	122.17	918.68	198.73	0.00	0.00	0.00	
10,100.00	90.00	359.62	9,200.00	222.17	918.01	298.32	0.00	0.00	0.00	
10,200.00	90.00	359.62	9,200.00	322.17	917.35	397.91	0.00	0.00	0.00	
10,300.00	90.00	359.62	9,200.00	422.16	916.69	497.50	0.00	0.00	0.00	
10,400.00	90.00	359.62	9,200.00	522.16	916.03	597.09	0.00	0.00	0.00	
10,500.00	90.00	359.62	9,200.00	622.16	915.37	696.68	0.00	0.00	0.00	
10,600.00	90.00	359.62	9,200.00	722.16	914.71	796.27	0.00	0.00	0.00	
10,700.00	90.00	359.62	9,200.00	822.16	914.04	895.86	0.00	0.00	0.00	
10,800.00	90.00	359.62	9,200.00	922.15	913.38	995.45	0.00	0.00	0.00	
10,900.00	90.00	359.62	9,200.00	1,022.15	912.72	1,095.04	0.00	0.00	0.00	
11,000.00	90.00	359.62	9,200.00	1,122.15	912.06	1,194.63	0.00	0.00	0.00	
11,100.00	90.00	359.62	9,200.00	1,222.15	911.40	1,294.22	0.00	0.00	0.00	
11,200.00	90.00	359.62	9,200.00	1,322.14	910.73	1,393.81	0.00	0.00	0.00	
11,300.00	90.00	359.62	9,200.00	1,422.14	910.07	1,493.40	0.00	0.00	0.00	
11,400.00	90.00	359.62	9,200.00	1,522.14	909.41	1,592.99	0.00	0.00	0.00	
11,500.00	90.00	359.62	9,200.00	1,622.14	908.75	1,692.58	0.00	0.00	0.00	
11,600.00	90.00	359.62	9,200.00	1,722.14	908.09	1,792.18	0.00	0.00	0.00	
11,700.00	90.00	359.62	9,200.00	1,822.13	907.43	1,891.77	0.00	0.00	0.00	
11,800.00	90.00	359.62	9,200.00	1,922.13	906.76	1,991.36	0.00	0.00	0.00	
11,900.00	90.00	359.62	9,200.00	2,022.13	906.10	2,090.95	0.00	0.00	0.00	
12,000.00	90.00	359.62	9,200.00	2,122.13	905.44	2,190.54	0.00	0.00	0.00	
12,100.00	90.00	359.62	9,200.00	2,222.13	904.78	2,290.13	0.00	0.00	0.00	
12,200.00	90.00	359.62	9,200.00	2,322.12	904.12	2,389.72	0.00	0.00	0.00	
12,300.00	90.00	359.62	9,200.00	2,422.12	903.45	2,489.31	0.00	0.00	0.00	
12,400.00	90.00	359.62	9,200.00	2,522.12	902.79	2,588.90	0.00	0.00	0.00	
12,500.00	90.00	359.62	9,200.00	2,622.12	902.13	2,688.49	0.00	0.00	0.00	
12,600.00	90.00	359.62	9,200.00	2,722.11	901.47	2,788.08	0.00	0.00	0.00	
12,700.00	90.00	359.62	9,200.00	2,822.11	900.81	2,887.67	0.00	0.00	0.00	
12,800.00	90.00	359.62	9,200.00	2,922.11	900.15	2,987.26	0.00	0.00	0.00	
12,900.00	90.00	359.62	9,200.00	3,022.11	899.48	3,086.85	0.00	0.00	0.00	
13,000.00	90.00	359.62	9,200.00	3,122.11	898.82	3,186.44	0.00	0.00	0.00	
13,100.00	90.00	359.62	9,200.00	3,222.10	898.16	3,286.04	0.00	0.00	0.00	
13,200.00	90.00	359.62	9,200.00	3,322.10	897.50	3,385.63	0.00	0.00	0.00	
13,300.00	90.00	359.62	9,200.00	3,422.10	896.84	3,485.22	0.00	0.00	0.00	
13,400.00	90.00	359.62	9,200.00	3,522.10	896.17	3,584.81	0.00	0.00	0.00	
13,500.00	90.00	359.62	9,200.00	3,622.09	895.51	3,684.40	0.00	0.00	0.00	
13,600.00	90.00	359.62	9,200.00	3,722.09	894.85	3,783.99	0.00	0.00	0.00	
13,700.00	90.00	359.62	9,200.00	3,822.09	894.19	3,883.58	0.00	0.00	0.00	
13,800.00	90.00	359.62	9,200.00	3,922.09	893.53	3,983.17	0.00	0.00	0.00	
13,900.00	90.00	359.62	9,200.00	4,022.09	892.87	4,082.76	0.00	0.00	0.00	
14,000.00	90.00	359.62	9,200.00	4,122.08	892.20	4,182.35	0.00	0.00	0.00	
14,100.00	90.00	359.62	9,200.00	4,222.08	891.54	4,281.94	0.00	0.00	0.00	
14,200.00	90.00	359.62	9,200.00	4,322.08	890.88	4,381.53	0.00	0.00	0.00	

Planning Report

<b>Database:</b>	FHartmann	<b>Local Co-ordinate Reference:</b>	Well Emerald Federal Com 506H
<b>Company:</b>	Legacy Reserves	<b>TVD Reference:</b>	KB @ 3707.40usft
<b>Project:</b>	Lea County, NM (NAD83 - NME)	<b>MD Reference:</b>	KB @ 3707.40usft
<b>Site:</b>	Emerald Pad	<b>North Reference:</b>	Grid
<b>Well:</b>	Emerald Federal Com 506H	<b>Survey Calculation Method:</b>	Minimum Curvature
<b>Wellbore:</b>	OH		
<b>Design:</b>	Plan #1		

Planned Survey									
Measured Depth (usft)	Inclination (°)	Azimuth (°)	Vertical Depth (usft)	+N/-S (usft)	+E/-W (usft)	Vertical Section (usft)	Dogleg Rate (°/100usft)	Build Rate (°/100usft)	Turn Rate (°/100usft)
14,300.00	90.00	359.62	9,200.00	4,422.08	890.22	4,481.12	0.00	0.00	0.00
14,400.00	90.00	359.62	9,200.00	4,522.07	889.56	4,580.71	0.00	0.00	0.00
14,500.00	90.00	359.62	9,200.00	4,622.07	888.89	4,680.30	0.00	0.00	0.00
14,600.00	90.00	359.62	9,200.00	4,722.07	888.23	4,779.89	0.00	0.00	0.00
14,700.00	90.00	359.62	9,200.00	4,822.07	887.57	4,879.49	0.00	0.00	0.00
14,800.00	90.00	359.62	9,200.00	4,922.07	886.91	4,979.08	0.00	0.00	0.00
14,900.00	90.00	359.62	9,200.00	5,022.06	886.25	5,078.67	0.00	0.00	0.00
15,000.00	90.00	359.62	9,200.00	5,122.06	885.59	5,178.26	0.00	0.00	0.00
15,100.00	90.00	359.62	9,200.00	5,222.06	884.92	5,277.85	0.00	0.00	0.00
15,200.00	90.00	359.62	9,200.00	5,322.06	884.26	5,377.44	0.00	0.00	0.00
15,300.00	90.00	359.62	9,200.00	5,422.06	883.60	5,477.03	0.00	0.00	0.00
15,400.00	90.00	359.62	9,200.00	5,522.05	882.94	5,576.62	0.00	0.00	0.00
15,500.00	90.00	359.62	9,200.00	5,622.05	882.28	5,676.21	0.00	0.00	0.00
15,600.00	90.00	359.62	9,200.00	5,722.05	881.61	5,775.80	0.00	0.00	0.00
15,700.00	90.00	359.62	9,200.00	5,822.05	880.95	5,875.39	0.00	0.00	0.00
15,800.00	90.00	359.62	9,200.00	5,922.04	880.29	5,974.98	0.00	0.00	0.00
15,900.00	90.00	359.62	9,200.00	6,022.04	879.63	6,074.57	0.00	0.00	0.00
16,000.00	90.00	359.62	9,200.00	6,122.04	878.97	6,174.16	0.00	0.00	0.00
16,100.00	90.00	359.62	9,200.00	6,222.04	878.31	6,273.75	0.00	0.00	0.00
16,200.00	90.00	359.62	9,200.00	6,322.04	877.64	6,373.34	0.00	0.00	0.00
16,300.00	90.00	359.62	9,200.00	6,422.03	876.98	6,472.94	0.00	0.00	0.00
16,400.00	90.00	359.62	9,200.00	6,522.03	876.32	6,572.53	0.00	0.00	0.00
16,500.00	90.00	359.62	9,200.00	6,622.03	875.66	6,672.12	0.00	0.00	0.00
16,600.00	90.00	359.62	9,200.00	6,722.03	875.00	6,771.71	0.00	0.00	0.00
16,700.00	90.00	359.62	9,200.00	6,822.02	874.33	6,871.30	0.00	0.00	0.00
16,800.00	90.00	359.62	9,200.00	6,922.02	873.67	6,970.89	0.00	0.00	0.00
16,900.00	90.00	359.62	9,200.00	7,022.02	873.01	7,070.48	0.00	0.00	0.00
17,000.00	90.00	359.62	9,200.00	7,122.02	872.35	7,170.07	0.00	0.00	0.00
17,100.00	90.00	359.62	9,200.00	7,222.02	871.69	7,269.66	0.00	0.00	0.00
17,200.00	90.00	359.62	9,200.00	7,322.01	871.03	7,369.25	0.00	0.00	0.00
17,300.00	90.00	359.62	9,200.00	7,422.01	870.36	7,468.84	0.00	0.00	0.00
17,400.00	90.00	359.62	9,200.00	7,522.01	869.70	7,568.43	0.00	0.00	0.00
17,500.00	90.00	359.62	9,200.00	7,622.01	869.04	7,668.02	0.00	0.00	0.00
17,600.00	90.00	359.62	9,200.00	7,722.00	868.38	7,767.61	0.00	0.00	0.00
17,700.00	90.00	359.62	9,200.00	7,822.00	867.72	7,867.20	0.00	0.00	0.00
17,800.00	90.00	359.62	9,200.00	7,922.00	867.05	7,966.79	0.00	0.00	0.00
17,900.00	90.00	359.62	9,200.00	8,022.00	866.39	8,066.39	0.00	0.00	0.00
18,000.00	90.00	359.62	9,200.00	8,122.00	865.73	8,165.98	0.00	0.00	0.00
18,100.00	90.00	359.62	9,200.00	8,221.99	865.07	8,265.57	0.00	0.00	0.00
18,200.00	90.00	359.62	9,200.00	8,321.99	864.41	8,365.16	0.00	0.00	0.00
18,300.00	90.00	359.62	9,200.00	8,421.99	863.75	8,464.75	0.00	0.00	0.00
18,400.00	90.00	359.62	9,200.00	8,521.99	863.08	8,564.34	0.00	0.00	0.00
18,500.00	90.00	359.62	9,200.00	8,621.99	862.42	8,663.93	0.00	0.00	0.00
18,600.00	90.00	359.62	9,200.00	8,721.98	861.76	8,763.52	0.00	0.00	0.00
18,700.00	90.00	359.62	9,200.00	8,821.98	861.10	8,863.11	0.00	0.00	0.00
18,800.00	90.00	359.62	9,200.00	8,921.98	860.44	8,962.70	0.00	0.00	0.00
18,900.00	90.00	359.62	9,200.00	9,021.98	859.77	9,062.29	0.00	0.00	0.00
19,000.00	90.00	359.62	9,200.00	9,121.97	859.11	9,161.88	0.00	0.00	0.00
19,100.00	90.00	359.62	9,200.00	9,221.97	858.45	9,261.47	0.00	0.00	0.00
19,200.00	90.00	359.62	9,200.00	9,321.97	857.79	9,361.06	0.00	0.00	0.00
19,300.00	90.00	359.62	9,200.00	9,421.97	857.13	9,460.65	0.00	0.00	0.00
19,400.00	90.00	359.62	9,200.00	9,521.97	856.47	9,560.24	0.00	0.00	0.00
19,500.00	90.00	359.62	9,200.00	9,621.96	855.80	9,659.84	0.00	0.00	0.00
19,600.00	90.00	359.62	9,200.00	9,721.96	855.14	9,759.43	0.00	0.00	0.00

Planning Report

<b>Database:</b>	FHartmann	<b>Local Co-ordinate Reference:</b>	Well Emerald Federal Com 506H
<b>Company:</b>	Legacy Reserves	<b>TVD Reference:</b>	KB @ 3707.40usft
<b>Project:</b>	Lea County, NM (NAD83 - NME)	<b>MD Reference:</b>	KB @ 3707.40usft
<b>Site:</b>	Emerald Pad	<b>North Reference:</b>	Grid
<b>Well:</b>	Emerald Federal Com 506H	<b>Survey Calculation Method:</b>	Minimum Curvature
<b>Wellbore:</b>	OH		
<b>Design:</b>	Plan #1		

Planned Survey									
Measured Depth (usft)	Inclination (°)	Azimuth (°)	Vertical Depth (usft)	+N/-S (usft)	+E/-W (usft)	Vertical Section (usft)	Dogleg Rate (°/100usft)	Build Rate (°/100usft)	Turn Rate (°/100usft)
19,700.00	90.00	359.62	9,200.00	9,821.96	854.48	9,859.02	0.00	0.00	0.00
19,800.00	90.00	359.62	9,200.00	9,921.96	853.82	9,958.61	0.00	0.00	0.00
19,900.00	90.00	359.62	9,200.00	10,021.95	853.16	10,058.20	0.00	0.00	0.00
20,000.00	90.00	359.62	9,200.00	10,121.95	852.49	10,157.79	0.00	0.00	0.00
20,014.24	90.00	359.62	9,200.00	10,136.19	852.40	10,171.97	0.00	0.00	0.00
TD at 20014.24									

Design Targets									
Target Name	Dip Angle (°)	Dip Dir. (°)	TVD (usft)	+N/-S (usft)	+E/-W (usft)	Northing (usft)	Easting (usft)	Latitude	Longitude
Emerald Fed Com 506H - hit/miss target - Shape - Point	0.00	0.00	9,200.00	10,136.19	852.40	622,946.59	737,715.57	32.710896	-103.694862
Emerald Fed Com 506H - plan misses target center by 0.04usft at 9632.56usft MD (9200.00 TVD, -245.26 N, 921.11 E) - Point	0.00	0.00	9,200.00	-245.26	921.15	612,565.14	737,784.32	32.682361	-103.694841

Casing Points					
Measured Depth (usft)	Vertical Depth (usft)	Name	Casing Diameter (")	Hole Diameter (")	
20,014.24	9,200.00	20" Casing	20	24	

Plan Annotations					
Measured Depth (usft)	Vertical Depth (usft)	+N/-S (usft)	+E/-W (usft)	Comment	
500.00	500.00	0.00	0.00	Start Build 2.00	
1,000.33	997.79	-28.88	32.64	Start 6604.89 hold at 1000.33 MD	
7,605.22	7,502.21	-789.29	892.26	Start Drop -2.00	
8,105.56	8,000.00	-818.17	924.90	Start 627.04 hold at 8105.56 MD	
8,732.60	8,627.04	-818.17	924.90	Start DLS 10.00 TFO 359.62	
9,632.60	9,200.00	-245.22	921.11	Start 10381.64 hold at 9632.60 MD	
20,014.24	9,200.00	10,136.19	852.40	TD at 20014.24	

### PECOS DISTRICT DRILLING CONDITIONS OF APPROVAL

<b>OPERATOR'S NAME:</b>	Legacy Reserves Operating LP
<b>LEASE NO.:</b>	NMNM077002
<b>LOCATION:</b>	Section 6, T.19 S., R.33 E., NMPM
<b>COUNTY:</b>	Lea County, New Mexico <input type="text"/>

<b>WELL NAME &amp; NO.:</b>	Emerald Federal Com 505H
<b>BOTTOM HOLE FOOTAGE</b>	100'/N & 1320'/E
<b>ATS/API ID:</b>	ATS-24-1070
<b>APD ID:</b>	10400084367
<b>Sundry ID:</b>	N/a
<b>Date APD Submitted:</b>	N/a

<b>WELL NAME &amp; NO.:</b>	Emerald Federal Com 506H
<b>BOTTOM HOLE FOOTAGE</b>	100'/N & 330'/E
<b>ATS/API ID:</b>	ATS-24-1058
<b>APD ID:</b>	10400084368
<b>Sundry ID:</b>	N/a
<b>Date APD Submitted:</b>	N/a

COA

H2S	Yes		
Potash	None	None	
Cave/Karst Potential	Low		
Cave/Karst Potential	<input type="checkbox"/> Critical		
Variance	<input checked="" type="checkbox"/> None	<input checked="" type="checkbox"/> Flex Hose	<input checked="" type="checkbox"/> Other
Wellhead	Conventional and Multibowl		
Other	<input type="checkbox"/> 4 String	Capitan Reef None	<input type="checkbox"/> WIPP
Other	Pilot Hole None	<input type="checkbox"/> Open Annulus	
Cementing	Contingency Squeeze None	Echo-Meter None	Primary Cement Squeeze None
Special Requirements	<input type="checkbox"/> Water Disposal/Injection	<input checked="" type="checkbox"/> COM	<input type="checkbox"/> Unit
Special Requirements	<input type="checkbox"/> Batch Sundry	Waste Prevention None	
Special Requirements Variance	<input type="checkbox"/> Break Testing	<input type="checkbox"/> Offline Cementing	<input type="checkbox"/> Casing Clearance

## A. HYDROGEN SULFIDE

A Hydrogen Sulfide (H<sub>2</sub>S) Drilling Plan shall be activated 500 feet prior to drilling into the **Delaware** formation. As a result, the Hydrogen Sulfide area must meet **43 CFR part 3170 Subpart 3176** requirements, which includes equipment and personnel/public protection items. If Hydrogen Sulfide is encountered, please provide measured values and formations to the BLM.

## B. CASING

1. The **13-3/8** inch surface casing shall be set at approximately **1500 feet** (a minimum of **25 feet (Lea 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 **17 1/2** 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 **8 hours** or 500 pounds compressive strength, whichever is greater. (This is to include the lead cement)
  - c. Wait on cement (WOC) time for a remedial job will be a minimum of 4 hours after bringing cement to surface or 500 pounds compressive strength, whichever is greater.
  - d. If cement falls back, remedial cementing will be done prior to drilling out that string.

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

2. The minimum required fill of cement behind the **9-5/8** inch intermediate casing is:
  - Cement to surface. If cement does not circulate see B.1.a, c-d above.
3. The minimum required fill of cement behind the **5-1/2** inch production casing is:
  - Cement should tie-back at least **200 feet** into previous casing string. Operator shall provide method of verification.

### 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.
- b. Minimum working pressure of the blowout preventer (BOP) and related equipment (BOPE) required for drilling below the **9-5/8** inch intermediate casing shoe shall be **5000 (5M)** psi.

#### Option 2:

Operator has proposed a multi-bowl wellhead assembly. This assembly will only be tested when installed on the **13-3/8** inch surface casing. Minimum working pressure of the blowout preventer (BOP) and related equipment (BOPE) required for drilling below the surface casing shoe shall be **5000 (5M)** psi.

- 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.

### D. SPECIAL REQUIREMENT (S)

#### Communitization Agreement

- The operator will submit a Communitization Agreement to the Santa Fe Office, 301 Dinosaur Trail Santa Fe, New Mexico 87508, at least 90 days before the anticipated date of first production from a well subject to a spacing order issued by the New Mexico Oil Conservation Division. The Communitization Agreement will include the signatures of all working interest owners in all Federal and Indian leases subject to the Communitization Agreement (i.e., operating rights owners and lessees of record),

or certification that the operator has obtained the written signatures of all such owners and will make those signatures available to the BLM immediately upon request.

- The operator will submit an as-drilled survey well plat of the well completion, but are not limited to, those specified in **43 CFR part 3170 Subpart 3171**
- If the operator does not comply with this condition of approval, the BLM may take enforcement actions that include, but are not limited to, those specified in 43 CFR 3163.1.
- In addition, the well sign shall include the surface and bottom hole lease numbers. When the Communitization Agreement number is known, it shall also be on the sign.

## 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)

**Lea County**

Call the Hobbs Field Station, 414 West Taylor, Hobbs NM 88240,  
(575) 689-5981

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

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

B. PRESSURE CONTROL

1. All blowout preventer (BOP) and related equipment (BOPE) shall comply with well control requirements as described in **43 CFR part 3170 Subpart 3172 and API STD 53 Sec. 5.3**.
2. If a variance is approved for a flexible hose to be installed from the BOP to the choke manifold, the following requirements apply: The flex line must meet the requirements of API 16C. Check condition of flexible line from BOP to choke

manifold, replace if exterior is damaged or if line fails test. Line to be as straight as possible with no hard bends and is to be anchored according to Manufacturer's requirements. The flexible hose can be exchanged with a hose of equal size and equal or greater pressure rating. Anchor requirements, specification sheet and hydrostatic pressure test certification matching the hose in service, to be onsite for review. These documents shall be posted in the company man's trailer and on the rig floor.

3. 5M or higher system requires an HCR valve, remote kill line and annular to match. The remote kill line is to be installed prior to testing the system and tested to stack pressure.
4. If the operator has proposed a multi-bowl wellhead assembly in the APD. The following requirements must be met:
  - a. Wellhead shall be installed by manufacturer's representatives, submit documentation with subsequent sundry.
  - b. If the welding is performed by a third party, the manufacturer's representative shall monitor the temperature to verify that it does not exceed the maximum temperature of the seal.
  - c. Manufacturer representative shall install the test plug for the initial BOP test.
  - d. Whenever any seal subject to test pressure is broken, all the tests in 43 CFR 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) 8/6/2024

## Hydrogen Sulfide Plan Summary

- A. All personnel shall receive proper H<sub>2</sub>S training in accordance with Onshore Order III.C.3.a.
- B. Briefing Area: two perpendicular areas will be designated by signs and readily accessible.
- C. Required Emergency Equipment:

- Well control equipment
  - a. Flare line 150' from wellhead to be ignited by flare gun.
  - b. Choke manifold with a remotely operated choke.
  - c. Mud/gas separator

- Protective equipment for essential personnel.

Breathing apparatus:

- a. Rescue Packs (SCBA) — 1 unit shall be placed at each breathing area, 2 shall be stored in the safety trailer.
- b. Work/Escapes packs — 4 packs shall be stored on the rig floor with sufficient air hose not to restrict work activity.
- c. Emergency Escape Packs — 4 packs shall be stored in the doghouse for emergency evacuation.

Auxiliary Rescue Equipment:

- a. Stretcher
- b. Two OSHA full body harness
- c. 100 ft 5/8 inch OSHA approved rope
- d. 1-20# class ABC fire extinguisher

- H<sub>2</sub>S detection and monitoring equipment:

The stationary detector with three sensors will be placed in the upper dog house if equipped, set to visually alarm @ 10 ppm and audible @ 14 ppm. Calibrate a minimum of every 30 days or as needed. The sensors will be placed in the following places: Rig floor / Bell nipple / End of flow line or where well bore fluid is being discharged.

(Gas sample tubes will be stored in the safety trailer)

- Visual warning systems.
  - a. One color code condition sign will be placed at the entrance to the site reflecting the possible conditions at the site.
  - b. A colored condition flag will be on display, reflecting the current condition at the site at the time.
  - c. Two wind socks will be placed in strategic locations, visible from all angles.



- **Mud program:**  
The mud program has been designed to minimize the volume of H2S circulated to surface. The operator will have the necessary mud products to minimize hazards while drilling in H2S bearing zones.
- **Metallurgy:**  
All drill strings, casings, tubing, wellhead, blowout preventer, drilling spool, kill lines, choke manifold and lines, and valves shall be suitable for H2S service.
- **Communication:**  
Communication will be via cell phones and land lines where available.

Company Personnel to be Notified

John Harper, Vice President of Geoscience	Office: (720) 746-5045
	Mobile: (678) 988-6644
Braden Harris, Engineer	Mobile: (406) 600-3310

Local & County Agencies

Maljamar Volunter Fire Department	911 or (575) 676-4100
Lea County Sheriff (Lovington)	911 or (575) 396-3611
Lea County Emergency Management (Lovington)	(575) 396-8602
Lea Regional Medical Center Hopital (Hobbs)	(575) 492-5000

State Agencies

NM State Police (Hobbs)	(575) 392-5588
NM Oil Conservation (Hobbs)	(575) 370-3186
NM Oil Conservation (Santa Fe)	(505) 476-3440
NM Dept. of Transportation (Roswell)	(575) 637-7201



Federal Agencies

BLM (Carlsbad)	(575) 234-5972
BLM (Hobbs)	(575) 393-3612
National Response Center	(800) 424-8802
US EPA Region 6 (Dallas)	(800) 887-6063
	(214) 665-6444

Veterinarians

Lovington Veterinary Clinic	(575) 396-7387
Hobbs Animal Clinic	(575) 392-5563
Dal Paso Animal Hospital (Hobbs)	(575) 397-2286

Residents within 2 miles

None

Air Evacuation

AeroCare (Lubbock)	(800) 627-2376
Med Flight Air Ambulance (Albuquerque)	(800) 842-4431
Lifeguard (Albuquerque)	(888) 866-7256



**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**

CONDITIONS

Action 375389

**CONDITIONS**

Operator: Avant Operating, LLC 1515 Wynkoop Street Denver, CO 80202	OGRID: 330396
	Action Number: 375389
	Action Type: [C-101] BLM - Federal/Indian Land Lease (Form 3160-3)

**CONDITIONS**

Created By	Condition	Condition Date
pkautz	Will require a File As Drilled C-102 and a Directional Survey with the C-104	9/5/2024
pkautz	Once the well is spud, to prevent ground water contamination through whole or partial conduits from the surface, the operator shall drill without interruption through the fresh water zone or zones and shall immediately set in cement the water protection string	9/5/2024
pkautz	Oil base muds are not to be used until fresh water zones are cased and cemented providing isolation from the oil or diesel. This includes synthetic oils. Oil based mud, drilling fluids and solids must be contained in a steel closed loop system	9/5/2024
pkautz	Cement is required to circulate on both surface and intermediate1 strings of casing	9/5/2024
pkautz	If cement does not circulate on any string, a CBL is required for that string of casing	9/5/2024