| Form 3160-3<br>(June 2015)<br>UNITED STATES  |            |   |  |                     | FORM APPROVED<br>OMB No. 1004-0137<br>Expires: January 31, 2018 |                 |                   |  |  |
|--|------------|---|--|---------------------|---|-----------------|-------------------|--|--|
| DEPARTMENT OF THE IN<br>BUREAU OF LAND MANA  | ITERI      |   |  |                     | 5. Lease Serial No.<br>NMNM63016                                |                 |                   |  |  |
| APPLICATION FOR PERMIT TO DI   | RILLO      | OR F  | REENTER  |                     | 6. If Indian, Allotee   | or Tribe        | Name              |  |  |
| 1a. Type of work:   Image: DRILL   | EENTER     | ι   |  |                     | 7. If Unit or CA Ag   | reement,        | Name and No.      |  |  |
| 1b. Type of Well:   ✓     ✓   Oil Well   Gas Well  | her        |   |  |                     | 8. Lease Name and   | Well No.        |                   |  |  |
| 1c. Type of Completion:   Hydraulic Fracturing   | ngle Zon   | ne  | Multiple Zone  |                     | DOUBLE STAMP  | FED CO          | M                 |  |  |
|  |            |   |  |                     | 122H  | 1 20 00         |                   |  |  |
| 2. Name of Operator  |            |   |  |                     | 9. API Well No.   |                 |                   |  |  |
| TAP ROCK OPERATING LLC   |            |   |  |                     | 30-025  |                 |                   |  |  |
| <ul><li>3a. Address</li><li>602 PARK POINT DRIVE SUITE 200, GOLDEN, CO 8040</li></ul>  |            |   | o. (include area code<br>316   | 2)                  | 10. Field and Pool, of SALT LAKE/BONE                           | 1               | 5                 |  |  |
| 4. Location of Well ( <i>Report location clearly and in accordance w</i>   | vith any S | State 1   | requirements.*)  |                     | 11. Sec., T. R. M. or   |                 | l Survey or Area  |  |  |
| At surface SESW / 549 FSL / 1694 FWL / LAT 32.5674   | 377 / L(   | ONG   | -103.7399692   |                     | SEC 14/T20S/R32   | E/NMP           |                   |  |  |
| At proposed prod. zone NENW / 5 FNL / 1650 FWL / LAT   | 32.594     | 49573   | 3 / LONG -103.740  | 1095                |   |                 |                   |  |  |
| 14. Distance in miles and direction from nearest town or post office<br>20 miles   | ce*        |   |  |                     | 12. County or Parisl<br>LEA                                     | h               | 13. State<br>NM   |  |  |
| 15. Distance from proposed* 549 feet<br>location to nearest<br>property or lease line, ft.<br>(Also to nearest drig. unit line, if any)  | 16. No     | of acr  | es in lease  | 17. Spacin<br>640.0 | ng Unit dedicated to t  | his well        |                   |  |  |
| 18 Distance from proposed location*  | 19. Pro    | posed   | Depth  | 20. BLM/            | BIA Bond No. in file  |                 |                   |  |  |
| to nearest well, drilling, completed,<br>applied for, on this lease, ft. 25 feet   | 9753 fe    | 753 feet / 20089 feet FED: NN                   |  |                     | IB105800930   |                 |                   |  |  |
| 21. Elevations (Show whether DF, KDB, RT, GL, etc.)<br>3531 feet   |            | . Approximate date work will start*<br>/01/2024 |  |                     | <ul><li>23. Estimated duration</li><li>60 days</li></ul>        |                 |                   |  |  |
|  | 24. A      | Attach  | nments   |                     |   |                 |                   |  |  |
| The following, completed in accordance with the requirements of (as applicable)  | Onshore    | e Oil a   | and Gas Order No. 1  | , and the H         | Iydraulic Fracturing r  | ule per 4       | 3 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 Item 20 above).                                       | e operation         | s unless covered by a   | n existing      | bond on file (see |  |  |
| 3. A Surface Use Plan (if the location is on National Forest System SUPO must be filed with the appropriate Forest Service Office)   |            | , the   | <ol> <li>Operator certific</li> <li>Such other site sp<br/>BLM.</li> </ol> |                     | mation and/or plans as  | may be i        | requested by the  |  |  |
| 25. Signature<br>(Electronic Submission)   |            |   | (Printed/Typed)<br>WOOD / Ph: (720   | 0) 460-33           | 16  | Date<br>06/12/2 | 2023              |  |  |
| Title  |            |   |  |                     |   |                 |                   |  |  |
| Permitting Agent Approved by (Signature)   |            | T   | (During a d/True a d)  |                     |   | Date            |                   |  |  |
| (Electronic Submission)  |            |   | (Printed/Typed)<br>LAYTON / Ph: (57  | 75) 234-59          | 959   | 11/22/2         | 2024              |  |  |
| Title  | C          | Office  |  | -                   |   |                 |                   |  |  |
| Assistant Field Manager Lands & Minerals<br>Application approval does not warrant or certify that the applicant<br>applicant to conduct operations thereon.<br>Conditions of approval, if any, are attached. |            |   | ad Field Office<br>r equitable title to th                                 | ose rights          | in the subject lease w  | hich wou        | Id entitle the    |  |  |
| Title 18 U.S.C. Section 1001 and Title 43 U.S.C. Section 1212, m of the United States any false, fictitious or fraudulent statements of  |            |   |  |                     |   | any depar       | rtment or agency  |  |  |
|  |            |   |  |                     |   |                 |                   |  |  |



(Continued on page 2)

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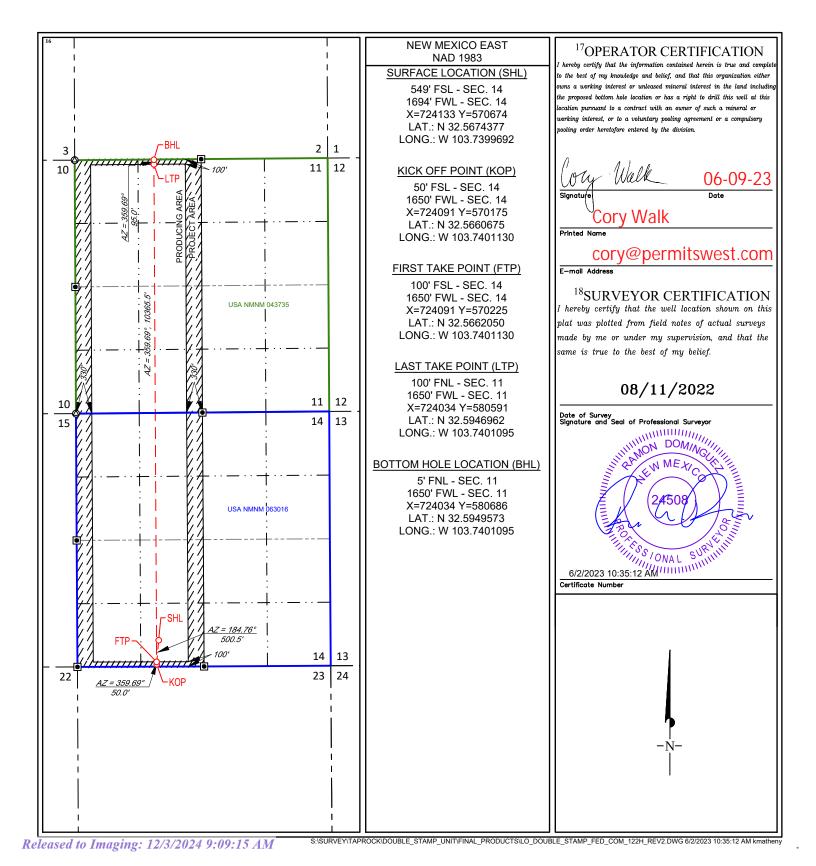
District I 1625 N. French Dr., Hobbs, NM 88240 Phone: (575) 393-6161 Fax: (575) 393-0720 District II 811 S. First St., Artesia, NM 88210 Phone: (575) 748-1283 Fax: (575) 748-9720 District III 1000 Rio Brazos Road, Aztec, NM 87410 Phone: (505) 334-6178 Fax: (505) 334-6170 District IV 1220 S. St. Francis 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

|  |                                  | V                      | VELL LO   | DCATIO                          | N AND ACR                            | EAGE DEDIC                                       | ATION PLA     | T              |                     |  |  |  |  |
|--|----------------------------------|------------------------|---|---------------------------------|--------------------------------------|--|---------------|----------------|---------------------|--|--|--|--|
| 30-025-                                  | <sup>1</sup> API Number<br>54002 | r                      |   | <sup>2</sup> Pool Code<br>53560 | )                                    | <sup>3</sup> Pool Name<br>SALT LAKE; BONE SPRING |               |                |                     |  |  |  |  |
| <sup>4</sup> Property C<br><b>336539</b> | Code                             |                        | •   | DOU                             | <sup>5</sup> Property N<br>JBLE STAM | <sup>tame</sup><br>P FED COM                     |               | 61             | Well Number<br>122H |  |  |  |  |
| <sup>7</sup> ogrid M<br>#3720            |                                  |                        | <sup>8</sup> Operator Name <sup>9</sup> Elevation<br>TAP ROCK OPERATING, LLC. 3531' |                                 |                                      |  |               |                |                     |  |  |  |  |
|  | <sup>10</sup> Surface Location   |                        |   |                                 |                                      |  |               |                |                     |  |  |  |  |
| UL or lot no.                            |                                  | Township               | Range   | Lot Idn                         | Feet from the                        | North/South line                                 | Feet from the | East/West line | County              |  |  |  |  |
| N  | 14                               | 20-S                   | 32-E  | -                               | 549'                                 | SOUTH  | 1694'         | WEST           | LEA                 |  |  |  |  |
|  |                                  |                        | 11  | Bottom Ho                       | ole Location If D                    | Different From Su                                | rface         |                |                     |  |  |  |  |
| UL or lot no.                            | Section                          | Township               | Range   | Lot Idn                         |                                      | North/South line                                 | Feet from the | East/West line | County              |  |  |  |  |
| C  | 11                               | 20-S                   | 32-E  | -                               | 5'                                   | NORTH  | 1650'         | WEST           | LEA                 |  |  |  |  |
| <sup>12</sup> Dedicated Acres<br>640     | <sup>13</sup> Joint or 1         | Infill <sup>14</sup> C | Consolidation Co  | de <sup>15</sup> Ord            | er 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.



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Submit Electronically

Via E-permitting

State of New Mexico Energy, Minerals and Natural Resources Department

> 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.

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

I. Operator: <u>TAP ROCK OPERATING, LLC</u>

OGRID: 3725043

Date: 11/18/2024

**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<br>Oil BBL/D | Anticipated<br>Gas MCF/D | Anticipated<br>Produced Water<br>BBL/D |
|--------------|-----|-------|----------|--------------------------|--------------------------|--|
| SEE ATTACHED |     |       |          |                          |                          |  |
|              |     |       |          |                          |                          |  |

IV. Central Delivery Point Name: DOUBLE STAMP E2 CTB

[See 19.15.27.9(D)(1) NMAC]

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

| Well Name    | API | Spud Date | TD Reached<br>Date | Completion<br>Commencement Date | Initial Flow<br>Back Date | First Production<br>Date |
|--------------|-----|-----------|--------------------|---------------------------------|---------------------------|--------------------------|
| SEE ATTACHED |     |           |                    |                                 |                           |                          |
|              |     |           |                    |                                 |                           |                          |

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

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

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

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

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

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

#### IX. Anticipated Natural Gas Production:

| Well | API | Anticipated Average<br>Natural Gas Rate MCF/D | Anticipated Volume of Natural<br>Gas for the First Year MCF |  |  |  |  |
|------|-----|---|---|--|--|--|--|
|      |     |   |   |  |  |  |  |
|      |     |   |   |  |  |  |  |

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

| Operator | System | ULSTR of Tie-in | Anticipated Gathering<br>Start Date | Available Maximum Daily Capacity<br>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:

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

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

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

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

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

## Section 4 - Notices

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

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

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

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

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

| Signature: William Ramsey  |
|--|
| Printed Name: Bill Ramsey  |
| Title: Sr. Environmental & Regulatory Specialist                                   |
| E-mail Address: bramsey@taprk.com  |
| Date: 11/18/2024   |
| Phone: (720) 238-2787  |
| OIL CONSERVATION DIVISION<br>(Only applicable when submitted as a standalone form) |
| Approved By:   |
| Title:   |
| Approval Date:   |
| Conditions of Approval:  |
|  |
|  |
|  |
|  |

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**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                 | ΑΡΙ | ULSTR              | Footages             | Anticipated Oil BBL/D | Anticipated Gas<br>MCF/D | Anticipated Produced<br>Water BBL/D |
|---------------------------|-----|--------------------|----------------------|-----------------------|--------------------------|-------------------------------------|
| DOUBLE STAMP FED COM 111H | TBD | N Sec 14 20-S 32-E | 574' FSL / 1590' FWL | 515                   | 810                      | 1770                                |
| DOUBLE STAMP FED COM 112H | TBD | N Sec 14 20-S 32-E | 573' FSL / 1720' FWL | 515                   | 810                      | 1770                                |
| DOUBLE STAMP FED COM 115H | TBD | N Sec 14 20-S 32-E | 574' FSL / 1615' FWL | 515                   | 810                      | 1770                                |
| DOUBLE STAMP FED COM 121H | TBD | N Sec 14 20-S 32-E | 549' FSL / 1589' FWL | 515                   | 810                      | 1770                                |
| DOUBLE STAMP FED COM 122H | TBD | N Sec 14 20-S 32-E | 549' FSL / 1694' FWL | 515                   | 810                      | 1770                                |
| DOUBLE STAMP FED COM 125H | TBD | N Sec 14 20-S 32-E | 549' FSL / 1614' FWL | 515                   | 810                      | 1770                                |
| DOUBLE STAMP FED COM 127H | TBD | N Sec 14 20-S 32-E | 548' FSL / 1719' FWL | 515                   | 810                      | 1770                                |
| DOUBLE STAMP FED COM 131H | TBD | N Sec 14 20-S 32-E | 408' FSL / 1924' FWL | 515                   | 810                      | 1770                                |
| DOUBLE STAMP FED COM 132H | TBD | N Sec 14 20-S 32-E | 408' FSL / 1974' FWL | 515                   | 810                      | 1770                                |
| DOUBLE STAMP FED COM 135H | TBD | N Sec 14 20-S 32-E | 433' FSL / 1949' FWL | 515                   | 810                      | 1770                                |
| DOUBLE STAMP FED COM 151H | TBD | N Sec 14 20-S 32-E | 433' FSL / 1924' FWL | 515                   | 810                      | 1770                                |
| DOUBLE STAMP FED COM 152H | TBD | N Sec 14 20-S 32-E | 433' FSL / 1974' FWL | 515                   | 810                      | 1770                                |
| DOUBLE STAMP FED COM 171H | TBD | N Sec 14 20-S 32-E | 573' FSL / 1800' FWL | 515                   | 810                      | 1770                                |
| DOUBLE STAMP FED COM 172H | TBD | N Sec 14 20-S 32-E | 548' FSL / 1799' FWL | 515                   | 810                      | 1770                                |

**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.

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| Well Name                 | ΑΡΙ | Spud Date  | TD Reached<br>Date | Completion<br>Commencement<br>Date | Initial Flowback<br>Date | First Production<br>Date |  |  |
|---------------------------|-----|------------|--------------------|------------------------------------|--------------------------|--------------------------|--|--|
| DOUBLE STAMP FED COM 111H | TBD | 04/14/2025 | 06/24/2025         | 08/22/2025                         | 09/04/2025               | 09/22/2025               |  |  |
| DOUBLE STAMP FED COM 112H | TBD | 04/14/2025 | 06/24/2025         | 08/22/2025                         | 09/04/2025               | 09/22/2025               |  |  |
| DOUBLE STAMP FED COM 115H | TBD | TBD        | TBD                | TBD                                | TBD                      | TBD                      |  |  |
| DOUBLE STAMP FED COM 121H | TBD | 04/14/2025 | 06/24/2025         | 08/22/2025                         | 09/04/2025               | 09/22/2025               |  |  |
| DOUBLE STAMP FED COM 122H | TBD | 04/14/2025 | 06/24/2025         | 08/22/2025                         | 09/04/2025               | 09/22/2025               |  |  |
| DOUBLE STAMP FED COM 125H | TBD | TBD        | TBD                | TBD                                | TBD                      | TBD                      |  |  |
| DOUBLE STAMP FED COM 127H | TBD | TBD        | TBD                | TBD                                | TBD                      | TBD                      |  |  |
| DOUBLE STAMP FED COM 131H | TBD | 12/01/2026 | 02/01/2027         | 03/01/2027                         | 03/15/2027               | 04/01/2027               |  |  |
| DOUBLE STAMP FED COM 132H | TBD | 12/01/2026 | 02/01/2027         | 03/01/2027                         | 03/15/2027               | 04/01/2027               |  |  |
| DOUBLE STAMP FED COM 135H | TBD | 12/01/2026 | 02/01/2027         | 03/01/2027                         | 03/15/2027               | 04/01/2027               |  |  |
| DOUBLE STAMP FED COM 151H | TBD | TBD        | TBD                | TBD                                | TBD                      | TBD                      |  |  |
| DOUBLE STAMP FED COM 152H | TBD | TBD        | TBD                | TBD                                | TBD                      | TBD                      |  |  |
| DOUBLE STAMP FED COM 171H | TBD | TBD        | TBD                | TBD                                | TBD                      | TBD                      |  |  |
| DOUBLE STAMP FED COM 172H | TBD | TBD        | TBD                | TBD                                |                          |                          |  |  |



#### **Tap Rock Operating Natural Gas Management Plan**

#### VI. Separation Equipment:

Each surface facility design includes the following process equipment: 3-phase separators (1 separator per well), a sales gas scrubber, one or two 3-phase heater treaters, a VRU compressor, multiple water and oil tanks, as well as flare knockouts (HP & LP), and flares (HP & LP). All process vessels will be sized to separate oil, water, gas based upon typical/ historical & predicted well performance. Each process vessel will be fitted with an appropriately sized PSV as per ASME code requirements to mitigate vessel rupture and loss of containment. Additionally, the process vessels will be fitted with pressure transmitters tied to the facility control system which will allow operations to monitor pressures and when necessary, shut-in the facility to avoid vessel over-pressure and the potential vent of natural gas. Natural gas will preferentially be sold to pipeline, and only during upset/emergency conditions will gas be directed to the HP flare system. Flash gas from both the 3-phase heater treater will be recompressed using a VRU compressor and this gas will also preferentially be directed to the gas sales pipeline. High-pressure steel oil tanks & water tanks will be fitted with 40 oz thief hatches as well as PRVs to protect the tanks from rupture/collapse. Additionally, the tank vapor outlets and tank vapor capture system will be sized to keep tank pressures below 12 oz. The tank vapor capture system will include a tank vapor blower & knockout as well as a lowpressure flare and knockout. Tank vapors will preferentially be directed to the VRU and the sales gas pipeline. Only during process upsets/emergency conditions will tank vapors be directed to the LP flare system.

#### VII. Operational Practices:

- During drilling operations, gas meters will be installed at the shakers and Volume Totalizers will be installed on the pits. In the event that elevated gas levels, or a pit gain are observed, returns will be diverted to a gas buster. Gas coming off the gas buster will be combusted at the flare stack. A 10' or taller flare will be located at least 100' from the SHL.
- During completions operations, including stimulation and frac plug drill out operations, hydrocarbon production to surface is minimized. When gas production does occur, gas will be combusted at a flare stack. A 10' or taller flare will be located at least 100' from the SHL.
- During production operations, all process vessels (separators, heater treaters, VRTs, Tanks) will recompress (where necessary) and route gas outlets into the natural gas gathering pipeline. Gas will preferentially be routed to natural gas gathering pipeline and the flare system will be used only during emergency, malfunction, or if the gas does not meet pipeline specifications. In the event of flaring off-specification gas, operations will pull gas samples twice a week and will also route gas back to pipeline as soon as the gas meets specification. Exceptions to this will include only those qualified emergencies as mentioned in the BLM Waste Prevention Rule.



 To comply with state performance standards, separation and storage equipment will be designed to handle the maximum anticipated throughput and pressure to minimize waste and reduce the likelihood of venting gas to atmosphere. Additionally, each storage atmospheric tank (Oil & Water) will be fitted with a level transmitter to facilitate gauging of the tank without opening of the thief hatch. Any gas collected through the tank vent system is expected to be recompressed and routed to sales. However, in the event of an emergency, the tank vapor capture system will be designed to combust the gas using a flare stack fitted with a continuous or automatic ignitor. The flare stack will be properly anchored and will be located a minimum of 100 feet from the well and storage tanks. Operators will conduct weekly AVO inspections. These AVO inspection records will be stored for the required 5-year period and will be made available upon Division request.

#### VIII. Best Management Practices:

• When performing routine or preventive maintenance on a vessel or tank, initially all inlet valves are closed, and the vessel or tank is allowed to depressurize through the normal outlet connections to gas sales and/or liquid tanks. Once the vessel or tank is depressurized to lowest acceptable sales outlet pressure, usually around 20 psig, a temporary low-pressure flowline is connected from the vessel or tank to the Vapor Recovery Unit (VRU) for further pressure reduction. Once depressurized to less than 1-2 psig, the remaining natural gas in the vessel or tank is vented to atmosphere through a controlled pressure relief valve. Once the vessel or tank is depressurized to atmosphere.



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

APD ID: 10400092782

**Operator Name: TAP ROCK OPERATING LLC** 

Well Name: DOUBLE STAMP FED COM

Well Type: OIL WELL

Well Number: 122H Well Work Type: Drill

Submission Date: 06/12/2023

Highlighted data reflects the most recent changes

11/22/2024

Drilling Plan Data Report

Show Final Text

## **Section 1 - Geologic Formations**

| Formation |                     |           | True Vertical | Measured |                               | Mineral Resources | Producing |
|-----------|---------------------|-----------|---------------|----------|-------------------------------|-------------------|-----------|
| ID        | Formation Name      | Elevation |               | Depth    | Lithologies                   |                   | Formatio  |
| 14549726  | QUATERNARY          | 3531      | 0             | 0        | OTHER : None                  | NONE              | N         |
| 14549727  | RUSTLER ANHYDRITE   | 2446      | 1085          | 1085     | ANHYDRITE                     | NONE              | N         |
| 14549728  | TOP SALT            | 2086      | 1445          | 1445     | SALT                          | NONE              | N         |
| 14549729  | YATES               | 1011      | 2520          | 2520     | SANDSTONE                     | NONE              | N         |
| 14549741  | CAPITAN REEF        | 571       | 2960          | 2960     | OTHER : Carbonate             | NONE              | N         |
| 14549730  | DELAWARE            | -1299     | 4830          | 4849     | SANDSTONE                     | NONE              | N         |
| 14549731  | LAMAR -             |           | 4830          | 4849     | SANDSTONE                     | NATURAL GAS, OIL  | N         |
| 14549732  | BELL CANYON         | -1379     | 4910          | 4930     | SANDSTONE                     | NATURAL GAS, OIL  | N         |
| 14549733  | 3 CHERRY CANYON     |           | 5105          | 5126     | SANDSTONE                     | NATURAL GAS, OIL  | N         |
| 14549734  | BRUSHY CANYON -2429 |           | 5960          | 5987     | SANDSTONE                     | NATURAL GAS, OIL  | N         |
| 14549735  | BONE SPRING LIME    | -4294     | 7825          | 7852     | LIMESTONE                     | NATURAL GAS, OIL  | N         |
| 14549736  | AVALON SAND         | -4374     | 7905          | 7932     | OTHER : Upper -<br>Carbonate  | NATURAL GAS, OIL  | N         |
| 14549737  | AVALON SAND         | -4739     | 8270          | 8297     | OTHER : Middle -<br>Carbonate | NATURAL GAS, OIL  | N         |
| 14549738  | AVALON SAND         | -5084     | 8615          | 8642     | OTHER : Lower -<br>Carbonate  | NATURAL GAS, OIL  | N         |
| 14549739  | BONE SPRING 1ST     | -5339     | 8870          | 8897     | SANDSTONE                     | NATURAL GAS, OIL  | N         |
| 14549740  | BONE SPRING 2ND     | -5659     | 9190          | 9217     | OTHER : Carbonate             | NATURAL GAS, OIL  | N         |
| 14549725  | BONE SPRING 2ND     | -5884     | 9415          | 9446     | SANDSTONE                     | NATURAL GAS, OIL  | Y         |

Well Name: DOUBLE STAMP FED COM

Operator Name: TAP ROCK OPERATING LLC

Well Number: 122H

## **Section 2 - Blowout Prevention**

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

Rating Depth: 15000

**Equipment:** At 20,089', a 5M pressure control system is required. The BOP stack consisting of 3 rams with 2 pipe rams, 1 blind ram, and 1 annular preventer will be used below surface casing to TD. See attachments for BOP and choke manifold diagrams. Also present will be an accumulator that meets the requirements of 43 CFR 3172 for the pressure rating of the BOP stack. A rotating head will also be installed as needed. BOP will be inspected and operated as recommended in 43 CFR 3172. A top drive check valve and sub equipped with a full opening valve sized to fit the drill pipe and collars will be available on the rig floor in the open position. The wellhead will be a multi-bowl speed head.

#### Requesting Variance? YES

**Variance request:** Tap Rock requests a variance to run a multi-bowl speed head for setting the Intermediate and Production Strings. Tap Rock requests a variance to drill this well using a 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. Tap Rock requests a variance to have the option of batch drilling this well with other wells on the same pad. If this well is batch drilled, after cementing a casing string, a 5M dry hole cap with bleed off valve will be installed. The rig will then walk to another well on the pad.

**Testing Procedure:** After surface casing is set and the BOP is nippled up, the BOP pressure tests will be made with a third party tester to 250 psi low, 5000 psi high, and the annular preventer will be tested to 250 psi low, 2500 psi high.

#### Choke Diagram Attachment:

Choke\_Diagram\_032918\_20230610140307.pdf

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

5M\_BOP\_Stack\_20240723081455.pdf

## **Section 3 - Casing**

| Casing ID | String Type      | Hole Size | Csg Size | Condition | Standard   | Tapered String | Top Set MD | Bottom Set MD | Top Set TVD | Bottom Set TVD | Top Set MSL | Bottom Set MSL | Calculated casing<br>length MD | Grade     | Weight | Joint Type         | Collapse SF | Burst SF | Joint SF Type | Joint SF | Body SF Type | Body SF |
|-----------|------------------|-----------|----------|-----------|------------|----------------|------------|---------------|-------------|----------------|-------------|----------------|--------------------------------|-----------|--------|--------------------|-------------|----------|---------------|----------|--------------|---------|
| 1         | SURFACE          | 20        | 16.0     | NEW       | API        | N              | 0          | 1110          | 0           | 1110           | 3531        | 2421           | 1110                           | J-55      | 75     | BUTT               | 1.13        | 1.15     | DRY           | 1.6      | DRY          | 1.6     |
| 2         | INTERMED<br>IATE | 14.7<br>5 | 11.75    | NEW       | API        | N              | 0          | 2620          | 0           | 2570           | 3531        | 961            | 2620                           | J-55      | 47     | BUTT               | 1.13        | 1.15     | DRY           | 1.6      | DRY          | 1.6     |
| 3         | INTERMED<br>IATE | 11        | 8.625    | NEW       | API        | N              | 0          | 4699          | 0           | 4680           | 3531        | -1149          | 4699                           | J-55      | 32     | BUTT               | 1.13        | 1.15     | DRY           | 1.6      | DRY          | 1.6     |
| 4         | PRODUCTI<br>ON   | 7.87<br>5 | 5.5      | NEW       | NON<br>API | N              | 0          | 20089         | 0           | 9753           | 3531        | -6222          | 20089                          | P-<br>110 | -      | OTHER -<br>Geoconn | 1.13        | 1.15     | DRY           | 1.6      | DRY          | 1.6     |

**Operator Name: TAP ROCK OPERATING LLC** 

Well Name: DOUBLE STAMP FED COM

Well Number: 122H

#### **Casing Attachments**

| Casing ID: 1 String          | SURFACE               |
|------------------------------|-----------------------|
| Inspection Document:         |                       |
|                              |                       |
| Spec Document:               |                       |
| Tanana d Otaina Onasa        |                       |
| Tapered String Spec:         |                       |
| Casing Design Assumptions ar | d Worksheet(s):       |
| Casing_Design_Assumptio      | ns 20230610140349 pdf |
|                              |                       |
| Casing ID: 2 String          | INTERMEDIATE          |
| Inspection Document:         |                       |
|                              |                       |
| Spec Document:               |                       |
| Tapered String Spec:         |                       |
| . aporoa on 3 opoor          |                       |
| Casing Design Assumptions ar | d Worksheet(s):       |
| Casing_Design_Assumptio      | ns_20230610140413.pdf |
|                              |                       |
| Casing ID: 3 String          | INTERMEDIATE          |
| Inspection Document:         |                       |
| Spec Document:               |                       |
|                              |                       |
| Tapered String Spec:         |                       |
|                              |                       |
| Casing Design Assumptions ar | d Worksheet(s):       |
| Casing_Design_Assumptio      | ns_20230610140445.pdf |

Operator Name: TAP ROCK OPERATING LLC

Well Name: DOUBLE STAMP FED COM

Well Number: 122H

#### **Casing Attachments**

Casing ID: 4 String PRODUCTION

Inspection Document:

#### Spec Document:

5.5in\_Casing\_Spec\_20240916165839.pdf

**Tapered String Spec:** 

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

 $Casing\_Design\_Assumptions\_20230610140524.pdf$ 

## **Section 4 - Cement**

| String Type  | Lead/Tail | Stage Tool<br>Depth | Top MD | Bottom MD | Quantity(sx) | Yield | Density | Cu Ft | Excess% | Cement type | Additives   |
|--------------|-----------|---------------------|--------|-----------|--------------|-------|---------|-------|---------|-------------|---|
| SURFACE      | Lead      |                     | 0      | 810       | 647          | 1.72  | 13.5    | 1114  | 75      | Class C     | 5% NCI + LCM  |
| SURFACE      | Tail      |                     | 810    | 1110      | 310          | 1.33  | 1.48    | 412   | 75      | Class C     | 5% NCI + LCM  |
| INTERMEDIATE | Lead      |                     | 0      | 1920      | 415          | 2.72  | 11      | 1128  | 65      | Class C     | Bentonite + 1% CaCL2<br>+ 10% NaCl + LCM<br>+1% MgO |
| INTERMEDIATE | Tail      |                     | 1920   | 2620      | 265          | 1.72  | 13.5    | 455   | 50      | Class C     | Bentonite + 1% CaCL2<br>+ 10% NaCl + LCM<br>+1% MgO |
| INTERMEDIATE | Lead      |                     | 0      | 3699      | 421          | 2.72  | 11      | 1146  | 65      | Class C     | Bentonite + 1% CaCL2<br>+ 8% NaCL + LCM             |
| INTERMEDIATE | Tail      |                     | 3699   | 4699      | 192          | 1.72  | 13.5    | 331   | 30      | Class C     | 5% NaCL + LCM                                       |
| PRODUCTION   | Lead      |                     | 5199   | 8751      | 297          | 3.38  | 10.5    | 703   | 0       | Class C     | Fluid Loss + Dispersant<br>+ Retarder + LCM         |
| PRODUCTION   | Tail      |                     | 8751   | 2008<br>9 | 2225         | 1.44  | 13.2    | 3204  | 20      | Class H     | Fluid Loss + Dispersant<br>+ Retarder + LCM         |

Well Name: DOUBLE STAMP FED COM

Operator Name: TAP ROCK OPERATING LLC

Well Number: 122H

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## 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:** All necessary mud products (i.e., barite, pac) for weight addition and fluid loss control will always be on site. Mud program is subject to change due to hole conditions.

**Describe the mud monitoring system utilized:** Electronic Pason mud monitor system complying with 43 CFR 3172 will be used.

## **Circulating Medium Table**

| Top Depth | Bottom Depth | Mud Type                         | Min Weight (Ibs/gal) | Max Weight (Ibs/gal) | Density (lbs/cu ft) | Gel Strength (lbs/100 sqft) | НА | Viscosity (CP) | Salinity (ppm) | Filtration (cc) | Additional Characteristics |
|-----------|--------------|----------------------------------|----------------------|----------------------|---------------------|-----------------------------|----|----------------|----------------|-----------------|----------------------------|
| 0         | 1110         | OTHER : Fresh<br>Water Spud Mud  | 8.4                  | 8.4                  |                     |                             |    |                |                |                 |                            |
| 1110      | 2620         | OTHER : Brine<br>Water           | 10                   | 10                   |                     |                             |    |                |                |                 |                            |
| 2620      | 4699         | OTHER : Fresh<br>Water/Cut Brine | 9                    | 9                    |                     |                             |    |                |                |                 |                            |
| 4699      | 2008<br>9    | OTHER : Fresh<br>Water/Cut Brine | 9                    | 9                    |                     |                             |    |                |                |                 |                            |

Operator Name: TAP ROCK OPERATING LLC

Well Name: DOUBLE STAMP FED COM

Well Number: 122H

## Section 6 - Test, Logging, Coring

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

Electric Logging Program: No open-hole logs are planned at this time. GR will be collected while drilling through the MWD tools from KOP to TD. A 2-person mud logging program will be used from KOP to TD. List of open and cased hole logs run in the well:

GAMMA RAY LOG, MUD LOG/GEOLOGICAL LITHOLOGY LOG,

#### Coring operation description for the well:

No DSTs or cores are planned at this time.

## **Section 7 - Pressure**

Anticipated Bottom Hole Pressure: 4550

Anticipated Surface Pressure: 2394

Anticipated Bottom Hole Temperature(F): 160

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

Describe:

**Contingency Plans geoharzards description:** 

**Contingency Plans geohazards** 

### Hydrogen Sulfide drilling operations plan required? YES

#### Hydrogen sulfide drilling operations

DS\_W2\_H2S\_Plan\_20230610140853.pdf

## **Section 8 - Other Information**

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

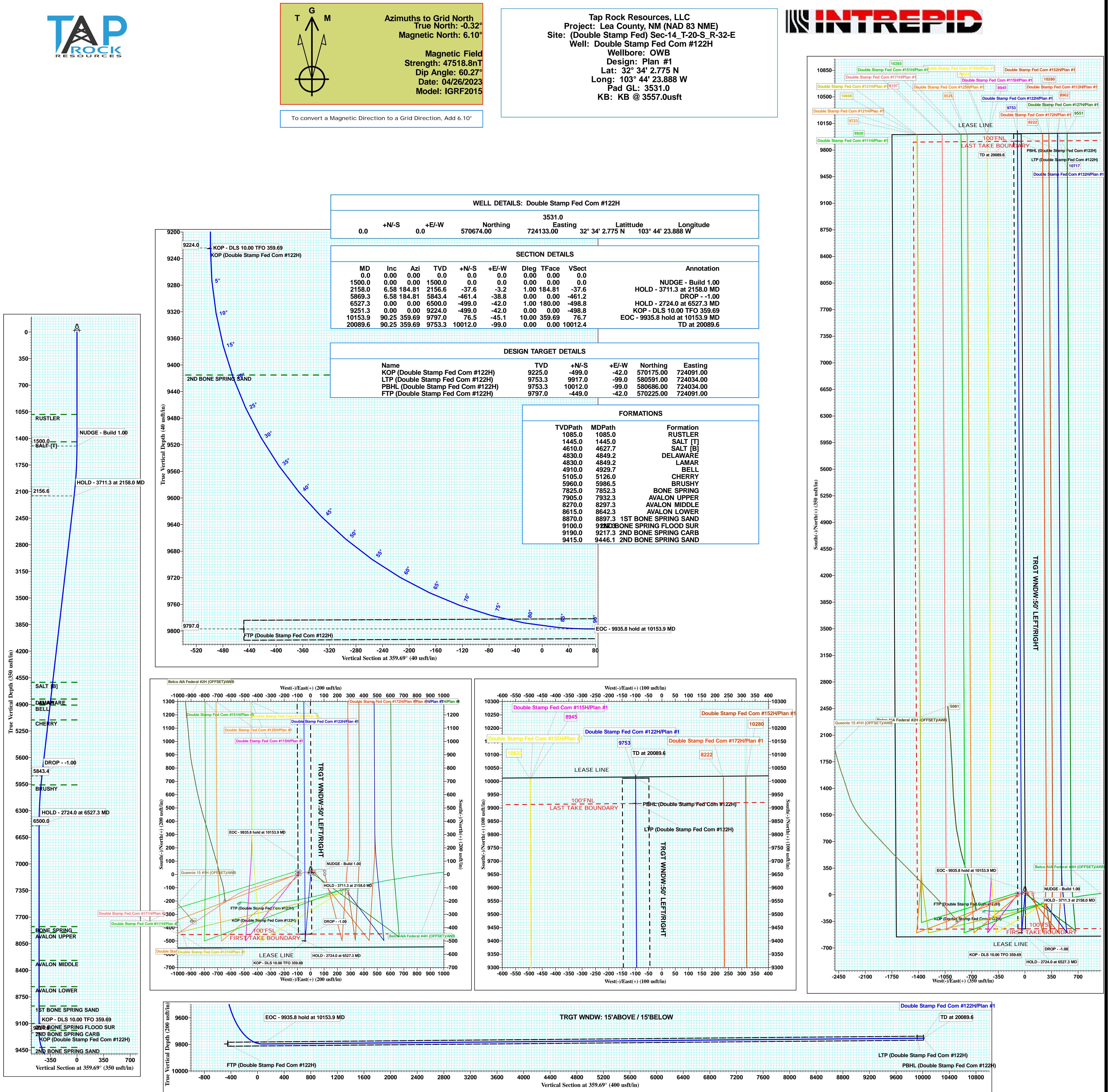
DS\_122H\_Directional\_Plan\_20230610140904.pdf

### Other proposed operations facets description:

#### Other proposed operations facets attachment:

DS\_122H\_Anticollision\_Report\_20230610140924.pdf Wellhead\_Diagram\_4string\_20230610140934.pdf CoFlex\_Certs\_Rev\_20240723081624.pdf DS\_122H\_Drill\_Plan\_Rev2\_20240917091821.pdf DS\_WBD\_Q111\_Rev\_20240930134606.pdf

#### Other Variance attachment:





## **Tap Rock Resources, LLC**

Lea County, NM (NAD 83 NME) (Double Stamp Fed) Sec-14\_T-20-S\_R-32-E Double Stamp Fed Com #122H

OWB

Plan: Plan #1

# **Standard Planning Report**

03 May, 2023









| Database:<br>Company:<br>Project:<br>Site:<br>Well:<br>Wellbore:<br>Design: | Tap<br>Lea<br>(Do                                     | Rock F<br>County<br>uble Sta<br>uble Sta | Resource<br>, NM (NA<br>amp Fed)                           | e User Db<br>s, LLC<br>AD 83 NME)<br>Sec-14_T-2<br>Com #122H          | 0-S_R-32-E  | TVD Ref<br>MD Refe<br>North Re                  |   |   | Well Double S<br>KB @ 3557.0u<br>KB @ 3557.0u<br>Grid<br>Minimum Curv   | usft<br>usft   | n #122H  |
|---|---|--|--|---|---|---|---|---|---|--|--|
| Project   | Lea   | County,                                  | NM (NA   | D 83 NME)   |   |   |   |   |   |  |  |
| Map System:<br>Geo Datum:<br>Map Zone:                                      | North   | America                                  | ne 1983<br>an Datum<br>Eastern Z                           |   |   | System D  | atum:   | N   | lean Sea Level  |  |  |
| Site  | (Dou  | ible Star                                | mp Fed)  | Sec-14_T-20   | -S_R-32-E   |   |   |   |   |  |  |
| Site Position:<br>From:<br>Position Uncert                                  |   | lap                                      | 0.0  | North<br>Eastin<br>usft Slot F  | -   |   | 699.00 usft<br>028.00 usft<br>13-3/16 "               | Latitude:<br>Longitude:<br>Grid Conve           |   |  | 32° 34' 3.028 N<br>103° 44' 25.113 W<br>0.32 °       |
| Well  | Doub  | le Stam                                  | p Fed Co   | om #122H  |   |   |   |   |   |  |  |
| Well Position Position Uncert   | +N/-\$<br>+E/-\<br>tainty                             |  | 105.0  | Dusft Ea  | orthing:<br>isting:<br>ellhead Elev                       | vation:   | 570,674.00<br>724,133.00                              | usft Lo   | atitude:<br>ongitude:<br>round Level:   |  | 32° 34' 2.775 N<br>103° 44' 23.888 W<br>3,531.0 usft |
| Wellbore  | OW  | В  |  |   |   |   |   |   |   |  |  |
| Magnetics   | N   | lodel N                                  | ame  | Sample  | e Date  | Declina<br>(°)                                  |   | •   | Angle<br>(°)  |  | trength<br>1T)                                       |
|   |   | IGI                                      | RF2015   |   | 04/26/23  |   | 6.42  |   | 60.27   | 47,51  | 8.82909563   |
| Design  | Plan  | #1                                       |  |   |   |   |   |   |   |  |  |
| Audit Notes:  |   |  |  |   |   |   |   |   |   |  |  |
| Version:  |   |  |  | Phas  | e: I  | PLAN  | Ti  | e On Depth:                                     |   | 0.0  |  |
| Vertical Section  | n:  |  | De   | pth From (T<br>(usft)   | VD)   | +N/-S<br>(usft)                                 |   | E/-W<br>Isft)                                   | Dir   | ection<br>(°)  |  |
|   |   |  |  | 0.0   |   | 0.0   |   | 0.0   | 3   | 59.69  |  |
| Plan Survey To<br>Depth From<br>(usft)                                      | m Dej   | ım<br>oth To<br>usft)                    |  | 05/03/23<br>(Wellbore)  |   | Tool Name                                       |   | Remarks   |   |  |  |
| 1 0   | 0.0 20  | ),089.6                                  | Plan #1  | (OWB)   |   | MWD<br>OWSG MWI                                 | D - Standard  |   |   |  |  |
| Plan Sections   |   |  |  |   |   |   |   |   |   |  |  |
| Measured<br>Depth Ir<br>(usft)  | nclination<br>(°)                                     | Azin<br>(°                               | nuth   | Vertical<br>Depth<br>(usft)   | +N/-S<br>(usft)   | +E/-W<br>(usft)                                 | Dogleg<br>Rate<br>(°/100usft)                         | Build<br>Rate<br>(°/100usft)                    | Turn<br>Rate<br>(°/100usft)   | TFO<br>(°)   | Target   |
| 0.0<br>1,500.0<br>2,158.0<br>5,869.3<br>6,527.3<br>9,251.3<br>10,153.9      | 0.00<br>0.00<br>6.58<br>6.58<br>0.00<br>0.00<br>90.25 | )<br>3 · ·<br>3 · ·                      | 0.00<br>0.00<br>184.81<br>184.81<br>0.00<br>0.00<br>359.69 | 0.0<br>1,500.0<br>2,156.6<br>5,843.4<br>6,500.0<br>9,224.0<br>9,797.0 | 0.0<br>0.0<br>-37.6<br>-461.4<br>-499.0<br>-499.0<br>76.5 | 0.0<br>-3.2<br>-38.8<br>-42.0<br>-42.0<br>-45.1 | 0.00<br>0.00<br>1.00<br>0.00<br>1.00<br>0.00<br>10.00 | 0.00<br>1.00<br>-1.00<br>-1.00<br>0.00<br>10.00 | 0         0.00           0         0.00           0         0.00           0         0.00           0         0.00           0         0.00           0         0.00           0         0.00           0         0.00           0         0.00 | 0.00<br>0.00<br>184.81<br>0.00<br>180.00<br>0.00<br>359.69 |  |
| 20,089.6  | 90.25   | 5 3                                      | 359.69   | 9,753.3   | 10,012.0  | -99.0   | 0.00  | 0.00  | 0.00  | 0.00   | PBHL (Double Stam                                    |

05/03/23 02:29:26PM

COMPASS 5000.15 Build 88



## Intrepid Planning Report



| Database: | EDM 5000.15 Single User Db              | Local Co-ordinate Reference: | Well Double Stamp Fed Com #122H |
|-----------|---|------------------------------|---------------------------------|
| Company:  | Tap Rock Resources, LLC                 | TVD Reference:               | KB @ 3557.0usft                 |
| Project:  | Lea County, NM (NAD 83 NME)             | MD Reference:                | KB @ 3557.0usft                 |
| Site:     | (Double Stamp Fed) Sec-14_T-20-S_R-32-E | North Reference:             | Grid                            |
| Well:     | Double Stamp Fed Com #122H              | Survey Calculation Method:   | Minimum Curvature               |
| Wellbore: | OWB                                     |                              |                                 |
| Design:   | Plan #1                                 |                              |                                 |

#### Planned Survey

| Measured<br>Depth<br>(usft) | Inclination<br>(°) | Azimuth<br>(°) | Vertical<br>Depth<br>(usft) | +N/-S<br>(usft) | +E/-W<br>(usft) | Vertical<br>Section<br>(usft) | Dogleg<br>Rate<br>(°/100usft) | Build<br>Rate<br>(°/100usft) | Turn<br>Rate<br>(°/100usft) |
|-----------------------------|--------------------|----------------|-----------------------------|-----------------|-----------------|-------------------------------|-------------------------------|------------------------------|-----------------------------|
| 0.0                         | 0.00               | 0.00           | 0.0                         | 0.0             | 0.0             | 0.0                           | 0.00                          | 0.00                         | 0.00                        |
| 100.0                       | 0.00               | 0.00           | 100.0                       | 0.0             | 0.0             | 0.0                           | 0.00                          | 0.00                         | 0.00                        |
| 200.0                       | 0.00               | 0.00           | 200.0                       | 0.0             | 0.0             | 0.0                           | 0.00                          | 0.00                         | 0.00                        |
| 300.0                       | 0.00               | 0.00           | 300.0                       | 0.0             | 0.0             | 0.0                           | 0.00                          | 0.00                         | 0.00                        |
| 400.0                       | 0.00               | 0.00           | 400.0                       | 0.0             | 0.0             | 0.0                           | 0.00                          | 0.00                         | 0.00                        |
| 500.0                       | 0.00               | 0.00           | 500.0                       | 0.0             | 0.0             | 0.0                           | 0.00                          | 0.00                         | 0.00                        |
| 600.0                       | 0.00               | 0.00           | 600.0                       | 0.0             | 0.0             | 0.0                           | 0.00                          | 0.00                         | 0.00                        |
| 700.0                       | 0.00               | 0.00           | 700.0                       | 0.0             | 0.0             | 0.0                           | 0.00                          | 0.00                         | 0.00                        |
| 800.0                       | 0.00               | 0.00           | 800.0                       | 0.0             | 0.0             | 0.0                           | 0.00                          | 0.00                         | 0.00                        |
| 900.0                       | 0.00               | 0.00           | 900.0                       | 0.0             | 0.0             | 0.0                           | 0.00                          | 0.00                         | 0.00                        |
| 1,000.0                     | 0.00               | 0.00           | 1,000.0                     | 0.0             | 0.0             | 0.0                           | 0.00                          | 0.00                         | 0.00                        |
| 1,100.0                     | 0.00               | 0.00           | 1,100.0                     | 0.0             | 0.0             | 0.0                           | 0.00                          | 0.00                         | 0.00                        |
| 1,200.0                     | 0.00               | 0.00           | 1,200.0                     | 0.0             | 0.0             | 0.0                           | 0.00                          | 0.00                         | 0.00                        |
| 1,300.0                     | 0.00               | 0.00           | 1,300.0                     | 0.0             | 0.0             | 0.0                           | 0.00                          | 0.00                         | 0.00                        |
| 1,400.0                     | 0.00               | 0.00           | 1,400.0                     | 0.0             | 0.0             | 0.0                           | 0.00                          | 0.00                         | 0.00                        |
| 1,500.0                     | 0.00               | 0.00           | 1,500.0                     | 0.0             | 0.0             | 0.0                           | 0.00                          | 0.00                         | 0.00                        |
| NUDGE - B<br>1,600.0        | 1.00               | 184.81         | 1,600.0                     | -0.9            | -0.1            | -0.9                          | 1.00                          | 1.00                         | 0.00                        |
| 1,700.0                     | 2.00               | 184.81         | 1,700.0                     | -0.9<br>-3.5    | -0.1            | -0.9                          | 1.00                          | 1.00                         | 0.00                        |
| 1,800.0                     | 3.00               | 184.81         | 1,799.9                     | -7.8            | -0.3            | -7.8                          | 1.00                          | 1.00                         | 0.00                        |
| 1,900.0                     | 4.00               | 184.81         | 1,899.7                     | -13.9           | -1.2            | -13.9                         | 1.00                          | 1.00                         | 0.00                        |
| 2,000.0                     | 5.00               | 184.81         | 1,999.4                     | -21.7           | -1.8            | -21.7                         | 1.00                          | 1.00                         | 0.00                        |
| 2,000.0                     | 6.00               | 184.81         | 2,098.9                     | -21.7           | -1.6            | -21.7                         | 1.00                          | 1.00                         | 0.00                        |
| 2,158.0                     | 6.58               | 184.81         | 2,098.9                     | -37.6           | -2.0            | -37.6                         | 1.00                          | 1.00                         | 0.00                        |
|                             | 11.3 at 2158.0 M   |                | 2,100.0                     | 01.0            | -0.2            | -07.0                         | 1.00                          | 1.00                         | 0.00                        |
| 2,200.0                     | 6.58               | 184.81         | 2,198.3                     | -42.4           | -3.6            | -42.4                         | 0.00                          | 0.00                         | 0.00                        |
| 2,300.0                     | 6.58               | 184.81         | 2,297.6                     | -53.8           | -4.5            | -53.8                         | 0.00                          | 0.00                         | 0.00                        |
| 2,400.0                     | 6.58               | 184.81         | 2,397.0                     | -65.2           | -5.5            | -65.2                         | 0.00                          | 0.00                         | 0.00                        |
| 2,500.0                     | 6.58               | 184.81         | 2,496.3                     | -76.7           | -6.5            | -76.6                         | 0.00                          | 0.00                         | 0.00                        |
| 2,600.0                     | 6.58               | 184.81         | 2,595.6                     | -88.1           | -7.4            | -88.0                         | 0.00                          | 0.00                         | 0.00                        |
| 2,700.0                     | 6.58               | 184.81         | 2,695.0                     | -99.5           | -8.4            | -99.5                         | 0.00                          | 0.00                         | 0.00                        |
| 2,800.0                     | 6.58               | 184.81         | 2,794.3                     | -110.9          | -9.3            | -110.9                        | 0.00                          | 0.00                         | 0.00                        |
| 2,900.0                     | 6.58               | 184.81         | 2,893.7                     | -122.3          | -10.3           | -122.3                        | 0.00                          | 0.00                         | 0.00                        |
| 3,000.0                     | 6.58               | 184.81         | 2,993.0                     | -133.8          | -11.3           | -133.7                        | 0.00                          | 0.00                         | 0.00                        |
| 3,100.0                     | 6.58               | 184.81         | 3,092.3                     | -145.2          | -12.2           | -145.1                        | 0.00                          | 0.00                         | 0.00                        |
| 3,200.0                     | 6.58               | 184.81         | 3,191.7                     | -156.6          | -13.2           | -156.5                        | 0.00                          | 0.00                         | 0.00                        |
| 3,300.0                     | 6.58               | 184.81         | 3,291.0                     | -168.0          | -14.1           | -167.9                        | 0.00                          | 0.00                         | 0.00                        |
| 3,400.0                     | 6.58               | 184.81         | 3,390.4                     | -179.4          | -15.1           | -179.3                        | 0.00                          | 0.00                         | 0.00                        |
| 3,500.0                     | 6.58               | 184.81         | 3,489.7                     | -190.8          | -16.1           | -190.8                        | 0.00                          | 0.00                         | 0.00                        |
| 3,600.0                     | 6.58               | 184.81         | 3,589.1                     | -202.3          | -17.0           | -202.2                        | 0.00                          | 0.00                         | 0.00                        |
| 3,700.0                     | 6.58               | 184.81         | 3,688.4                     | -213.7          | -18.0           | -213.6                        | 0.00                          | 0.00                         | 0.00                        |
| 3,800.0                     | 6.58               | 184.81         | 3,787.7                     | -225.1          | -18.9           | -225.0                        | 0.00                          | 0.00                         | 0.00                        |
| 3,900.0                     | 6.58               | 184.81         | 3,887.1                     | -236.5          | -19.9           | -236.4                        | 0.00                          | 0.00                         | 0.00                        |
| 4,000.0                     | 6.58               | 184.81         | 3,986.4                     | -247.9          | -20.9           | -247.8                        | 0.00                          | 0.00                         | 0.00                        |
| 4,100.0                     | 6.58               | 184.81         | 4,085.8                     | -259.4          | -21.8           | -259.2                        | 0.00                          | 0.00                         | 0.00                        |
| 4,200.0                     | 6.58               | 184.81         | 4,185.1                     | -270.8          | -22.8           | -270.6                        | 0.00                          | 0.00                         | 0.00                        |
| 4,300.0                     | 6.58               | 184.81         | 4,284.4                     | -282.2          | -23.8           | -282.1                        | 0.00                          | 0.00                         | 0.00                        |
| 4,400.0                     | 6.58               | 184.81         | 4,383.8                     | -293.6          | -24.7           | -293.5                        | 0.00                          | 0.00                         | 0.00                        |
| 4,500.0                     | 6.58               | 184.81         | 4,483.1                     | -305.0          | -25.7           | -304.9                        | 0.00                          | 0.00                         | 0.00                        |
| 4,600.0                     | 6.58               | 184.81         | 4,582.5                     | -316.5          | -26.6           | -316.3                        | 0.00                          | 0.00                         | 0.00                        |
| 4,700.0                     | 6.58               | 184.81         | 4,681.8                     | -327.9          | -27.6           | -327.7                        | 0.00                          | 0.00                         | 0.00                        |
| 4,800.0                     | 6.58               | 184.81         | 4,781.2                     | -339.3          | -28.6           | -339.1                        | 0.00                          | 0.00                         | 0.00                        |
| 4,900.0                     | 6.58               | 184.81         | 4,880.5                     | -350.7          | -29.5           | -350.5                        | 0.00                          | 0.00                         |                             |

#### 05/03/23 02:29:26PM



## Intrepid Planning Report



| Database: | EDM 5000.15 Single User Db              | Local Co-ordinate Reference: | Well Double Stamp Fed Com #122H |
|-----------|---|------------------------------|---------------------------------|
| Company:  | Tap Rock Resources, LLC                 | TVD Reference:               | KB @ 3557.0usft                 |
| Project:  | Lea County, NM (NAD 83 NME)             | MD Reference:                | KB @ 3557.0usft                 |
| Site:     | (Double Stamp Fed) Sec-14_T-20-S_R-32-E | North Reference:             | Grid                            |
| Well:     | Double Stamp Fed Com #122H              | Survey Calculation Method:   | Minimum Curvature               |
| Wellbore: | OWB                                     |                              |                                 |
| Design:   | Plan #1                                 |                              |                                 |

#### Planned Survey

| Measured<br>Depth<br>(usft) | Inclination<br>(°) | Azimuth<br>(°) | Vertical<br>Depth<br>(usft) | +N/-S<br>(usft)  | +E/-W<br>(usft) | Vertical<br>Section<br>(usft) | Dogleg<br>Rate<br>(°/100usft) | Build<br>Rate<br>(°/100usft) | Turn<br>Rate<br>(°/100usft) |
|-----------------------------|--------------------|----------------|-----------------------------|------------------|-----------------|-------------------------------|-------------------------------|------------------------------|-----------------------------|
| 5,000.0                     | 6.58               | 184.81         | 4,979.8                     | -362.1           | -30.5           | -362.0                        | 0.00                          | 0.00                         | 0.00                        |
| 5,100.0                     | 6.58               | 184.81         | 5,079.2                     | -373.5           | -31.4           | -373.4                        | 0.00                          | 0.00                         | 0.00                        |
| 5.200.0                     | 6.58               | 184.81         | 5,178.5                     | -385.0           | -32.4           | -384.8                        | 0.00                          | 0.00                         | 0.00                        |
| 5,300.0                     | 6.58               | 184.81         | 5,277.9                     | -396.4           | -33.4           | -396.2                        | 0.00                          | 0.00                         | 0.00                        |
| -                           |                    |                | -                           |                  |                 |                               |                               |                              |                             |
| 5,400.0                     | 6.58               | 184.81         | 5,377.2                     | -407.8           | -34.3           | -407.6                        | 0.00                          | 0.00                         | 0.00                        |
| 5,500.0                     | 6.58               | 184.81         | 5,476.5                     | -419.2           | -35.3           | -419.0                        | 0.00                          | 0.00                         | 0.00                        |
| 5,600.0                     | 6.58               | 184.81         | 5,575.9                     | -430.6           | -36.2           | -430.4                        | 0.00                          | 0.00                         | 0.00                        |
| 5,700.0                     | 6.58               | 184.81         | 5,675.2                     | -442.1           | -37.2           | -441.8                        | 0.00                          | 0.00                         | 0.00                        |
| 5,800.0                     | 6.58               | 184.81         | 5,774.6                     | -453.5           | -38.2           | -453.3                        | 0.00                          | 0.00                         | 0.00                        |
| 5,869.3                     | 6.58               | 184.81         | 5,843.4                     | -461.4           | -38.8           | -461.2                        | 0.00                          | 0.00                         | 0.00                        |
| DROP1.0                     |                    |                |                             |                  |                 |                               |                               |                              |                             |
| 5,900.0                     | 6.27               | 184.81         | 5,873.9                     | -464.8           | -39.1           | -464.6                        | 1.00                          | -1.00                        | 0.00                        |
| 6,000.0                     | 5.27               | 184.81         | 5,973.4                     | -474.8           | -40.0           | -474.6                        | 1.00                          | -1.00                        | 0.00                        |
| 6,100.0                     | 4.27               | 184.81         | 6,073.1                     | -483.1           | -40.7           | -482.9                        | 1.00                          | -1.00                        | 0.00                        |
| 6,200.0                     | 3.27               | 184.81         | 6,172.8                     | -489.7           | -41.2           | -489.5                        | 1.00                          | -1.00                        | 0.00                        |
| 6,300.0                     | 2.27               | 184.81         | 6,272.7                     | -494.5           | -41.6           | -494.3                        | 1.00                          | -1.00                        | 0.00                        |
| 6,400.0                     | 1.27               | 184.81         | 6.372.7                     | -494.5           | -41.0           | -494.3                        | 1.00                          | -1.00                        | 0.00                        |
| 6,500.0                     | 0.27               | 184.81         | 6.472.7                     | -497.8           | -41.9           | -497.4<br>-498.7              | 1.00                          | -1.00                        | 0.00                        |
| 6,527.3                     | 0.27               | 0.00           | 6,500.0                     | -498.9<br>-499.0 | -42.0           | -498.8                        | 1.00                          | -1.00                        | 0.00                        |
|                             | 4.0 at 6527.3 M    |                | 0,000.0                     |                  | -12.0           | 400.0                         | 1.00                          | -1.00                        | 0.00                        |
| 6,600.0                     | 0.00               | 0.00           | 6,572.7                     | -499.0           | -42.0           | -498.8                        | 0.00                          | 0.00                         | 0.00                        |
| 6,700.0                     | 0.00               | 0.00           | 6,672.7                     | -499.0           | -42.0           | -498.8                        | 0.00                          | 0.00                         | 0.00                        |
|                             | 0.00               | 0.00           | 6,772.7                     |                  | -               |                               |                               |                              |                             |
| 6,800.0                     |                    |                |                             | -499.0           | -42.0           | -498.8                        | 0.00                          | 0.00                         | 0.00                        |
| 6,900.0                     | 0.00               | 0.00           | 6,872.7                     | -499.0           | -42.0           | -498.8                        | 0.00                          | 0.00                         | 0.00                        |
| 7,000.0<br>7,100.0          | 0.00<br>0.00       | 0.00<br>0.00   | 6,972.7<br>7,072.7          | -499.0<br>-499.0 | -42.0<br>-42.0  | -498.8<br>-498.8              | 0.00<br>0.00                  | 0.00<br>0.00                 | 0.00<br>0.00                |
| -                           |                    |                | -                           |                  |                 |                               |                               |                              |                             |
| 7,200.0                     | 0.00               | 0.00           | 7,172.7                     | -499.0           | -42.0           | -498.8                        | 0.00                          | 0.00                         | 0.00                        |
| 7,300.0                     | 0.00               | 0.00           | 7,272.7                     | -499.0           | -42.0           | -498.8                        | 0.00                          | 0.00                         | 0.00                        |
| 7,400.0                     | 0.00               | 0.00           | 7,372.7                     | -499.0           | -42.0           | -498.8                        | 0.00                          | 0.00                         | 0.00                        |
| 7,500.0                     | 0.00               | 0.00           | 7,472.7                     | -499.0           | -42.0           | -498.8                        | 0.00                          | 0.00                         | 0.00                        |
| 7,600.0                     | 0.00               | 0.00           | 7,572.7                     | -499.0           | -42.0           | -498.8                        | 0.00                          | 0.00                         | 0.00                        |
| 7,700.0                     | 0.00               | 0.00           | 7,672.7                     | -499.0           | -42.0           | -498.8                        | 0.00                          | 0.00                         | 0.00                        |
| 7,800.0                     | 0.00               | 0.00           | 7,772.7                     | -499.0           | -42.0           | -498.8                        | 0.00                          | 0.00                         | 0.00                        |
| 7,900.0                     | 0.00               | 0.00           | 7,872.7                     | -499.0           | -42.0           | -498.8                        | 0.00                          | 0.00                         | 0.00                        |
| 8,000.0                     | 0.00               | 0.00           | 7,972.7                     | -499.0           | -42.0           | -498.8                        | 0.00                          | 0.00                         | 0.00                        |
| 8,100.0                     | 0.00               | 0.00           | 8,072.7                     | -499.0           | -42.0           | -498.8                        | 0.00                          | 0.00                         | 0.00                        |
| 8,200.0                     | 0.00               | 0.00           | 8,172.7                     | -499.0           | -42.0           | -498.8                        | 0.00                          | 0.00                         | 0.00                        |
| 8,300.0                     | 0.00               | 0.00           | 8,272.7                     | -499.0           | -42.0           | -498.8                        | 0.00                          | 0.00                         | 0.00                        |
| 8,400.0                     | 0.00               | 0.00           | 8,372.7                     | -499.0           | -42.0           | -498.8                        | 0.00                          | 0.00                         | 0.00                        |
| 8,500.0                     | 0.00               | 0.00           | 8,472.7                     | -499.0           | -42.0           | -498.8                        | 0.00                          | 0.00                         | 0.00                        |
| 8,600.0                     | 0.00               | 0.00           | 8,572.7                     | -499.0           | -42.0           | -498.8                        | 0.00                          | 0.00                         | 0.00                        |
| 8,700.0                     | 0.00               | 0.00           | 8,672.7                     | -499.0           | -42.0           | -498.8                        |                               | 0.00                         | 0.00                        |
|                             |                    |                |                             |                  |                 |                               | 0.00                          |                              |                             |
| 8,800.0<br>8,900.0          | 0.00<br>0.00       | 0.00<br>0.00   | 8,772.7<br>8,872.7          | -499.0<br>-499.0 | -42.0<br>-42.0  | -498.8<br>-498.8              | 0.00<br>0.00                  | 0.00<br>0.00                 | 0.00<br>0.00                |
| 8,900.0<br>9,000.0          |                    |                |                             |                  |                 |                               |                               |                              |                             |
| 9,000.0<br>9,100.0          | 0.00<br>0.00       | 0.00<br>0.00   | 8,972.7<br>9,072.7          | -499.0<br>-499.0 | -42.0<br>-42.0  | -498.8<br>-498.8              | 0.00<br>0.00                  | 0.00<br>0.00                 | 0.00<br>0.00                |
|                             |                    |                |                             |                  |                 |                               |                               |                              |                             |
| 9,200.0                     | 0.00               | 0.00           | 9,172.7                     | -499.0           | -42.0           | -498.8                        | 0.00                          | 0.00                         | 0.00                        |
| 9,251.3                     | 0.00               | 0.00           | 9,224.0                     | -499.0           | -42.0           | -498.8                        | 0.00                          | 0.00                         | 0.00                        |
|                             | 10.00 TFO 359      |                | 0.070.0                     | 400.0            | 40.0            | 400 7                         | 40.00                         | 10.00                        | 0.00                        |
| 9,300.0                     | 4.87               | 359.69         | 9,272.6                     | -496.9           | -42.0           | -496.7                        | 10.00                         | 10.00                        | 0.00                        |
| 9,350.0                     | 9.87               | 359.69         | 9,322.2                     | -490.5           | -42.0           | -490.3                        | 10.00                         | 10.00                        | 0.00                        |
| 9,400.0                     | 14.87              | 359.69         | 9,371.0                     | -479.8           | -42.1           | -479.6                        | 10.00                         | 10.00                        | 0.00                        |
| 9,450.0                     | 19.87              | 359.69         | 9,418.7                     | -464.9           | -42.2           | -464.7                        | 10.00                         | 10.00                        | 0.00                        |

#### 05/03/23 02:29:26PM



## Intrepid Planning Report



| Database: | EDM 5000.15 Single User Db              | Local Co-ordinate Reference: | Well Double Stamp Fed Com #122H |
|-----------|---|------------------------------|---------------------------------|
| Company:  | Tap Rock Resources, LLC                 | TVD Reference:               | KB @ 3557.0usft                 |
| Project:  | Lea County, NM (NAD 83 NME)             | MD Reference:                | KB @ 3557.0usft                 |
| Site:     | (Double Stamp Fed) Sec-14_T-20-S_R-32-E | North Reference:             | Grid                            |
| Well:     | Double Stamp Fed Com #122H              | Survey Calculation Method:   | Minimum Curvature               |
| Wellbore: | OWB                                     |                              |                                 |
| Design:   | Plan #1                                 |                              |                                 |

#### Planned Survey

| Measured<br>Depth<br>(usft) | Inclination<br>(°) | Azimuth<br>(°)   | Vertical<br>Depth<br>(usft) | +N/-S<br>(usft)    | +E/-W<br>(usft) | Vertical<br>Section<br>(usft) | Dogleg<br>Rate<br>(°/100usft) | Build<br>Rate<br>(°/100usft) | Turn<br>Rate<br>(°/100usft) |
|-----------------------------|--------------------|------------------|-----------------------------|--------------------|-----------------|-------------------------------|-------------------------------|------------------------------|-----------------------------|
| 9,500.0                     | 24.87              | 359.69           | 9,464.9                     | -445.9             | -42.3           | -445.6                        | 10.00                         | 10.00                        | 0.00                        |
| 9,550.0                     | 29.87              | 359.69           | 9,509.3                     | -422.9             | -42.4           | -422.7                        | 10.00                         | 10.00                        | 0.00                        |
| 9,600.0                     | 34.87              | 359.69           | 9,551.5                     | -396.1             | -42.6           | -395.9                        | 10.00                         | 10.00                        | 0.00                        |
| 9,650.0                     | 39.87              | 359.69           | 9,591.3                     | -365.8             | -42.7           | -365.6                        | 10.00                         | 10.00                        | 0.00                        |
| 9,700.0                     | 44.87              | 359.69           | 9,628.2                     | -332.1             | -42.9           | -331.9                        | 10.00                         | 10.00                        | 0.00                        |
| 9,750.0                     | 49.87              | 359.69           | 9,662.0                     | -295.4             | -43.1           | -295.1                        | 10.00                         | 10.00                        | 0.00                        |
| 9,800.0                     | 54.87              | 359.69           | 9,692.6                     | -255.8             | -43.3           | -255.5                        | 10.00                         | 10.00                        | 0.00                        |
| 9,850.0                     | 59.87              | 359.69           | 9,719.5                     | -213.7             | -43.5           | -213.4                        | 10.00                         | 10.00                        | 0.00                        |
| 9,900.0                     | 64.87              | 359.69           | 9,742.7                     | -169.4             | -43.8           | -169.2                        | 10.00                         | 10.00                        | 0.00                        |
| 9,950.0                     | 69.87              | 359.69           | 9,761.9                     | -123.3             | -44.0           | -123.0                        | 10.00                         | 10.00                        | 0.00                        |
| 10,000.0                    | 74.87              | 359.69           | 9,777.1                     | -75.6              | -44.3           | -75.4                         | 10.00                         | 10.00                        | 0.00                        |
| 10,050.0                    | 79.87              | 359.69           | 9,788.0                     | -26.9              | -44.6           | -26.6                         | 10.00                         | 10.00                        | 0.00                        |
| 10,100.0                    | 84.87              | 359.69           | 9,794.7                     | 22.7               | -44.8           | 22.9                          | 10.00                         | 10.00                        | 0.00                        |
| 10,153.9                    | 90.25              | 359.69           | 9,797.0                     | 76.5               | -45.1           | 76.7                          | 10.00                         | 10.00                        | 0.00                        |
|                             | 5.8 hold at 101    |                  |                             |                    |                 |                               |                               |                              |                             |
| 10,200.0                    | 90.25              | 359.69           | 9,796.7                     | 122.6              | -45.4           | 122.9                         | 0.00                          | 0.00                         | 0.00                        |
| 10,300.0                    | 90.25              | 359.69           | 9,796.3                     | 222.6              | -45.9           | 222.9                         | 0.00                          | 0.00                         | 0.00                        |
| 10,400.0                    | 90.25              | 359.69           | 9,795.9                     | 322.6              | -46.5           | 322.9                         | 0.00                          | 0.00                         | 0.00                        |
| 10,500.0                    | 90.25              | 359.69           | 9,795.4                     | 422.6              | -47.0           | 422.9                         | 0.00                          | 0.00                         | 0.00                        |
| 10,600.0                    | 90.25              | 359.69           | 9,795.0                     | 522.6              | -47.5           | 522.9                         | 0.00                          | 0.00                         | 0.00                        |
| 10,700.0                    | 90.25              | 359.69           | 9,794.6                     | 622.6              | -48.1           | 622.8                         | 0.00                          | 0.00                         | 0.00                        |
| 10,800.0                    | 90.25              | 359.69           | 9,794.1                     | 722.6              | -48.6           | 722.8                         | 0.00                          | 0.00                         | 0.00                        |
| 10,900.0                    | 90.25              | 359.69           | 9,793.7                     | 822.6              | -49.2           | 822.8                         | 0.00                          | 0.00                         | 0.00                        |
| 11,000.0                    | 90.25              | 359.69           | 9,793.2                     | 922.6              | -49.7           | 922.8                         | 0.00                          | 0.00                         | 0.00                        |
| 11,100.0                    | 90.25              | 359.69           | 9,792.8                     | 1,022.6            | -50.3           | 1,022.8                       | 0.00                          | 0.00                         | 0.00                        |
| 11,200.0                    | 90.25              | 359.69           | 9,792.4                     | 1,122.6            | -50.8           | 1,122.8                       | 0.00                          | 0.00                         | 0.00                        |
| 11,300.0                    | 90.25              | 359.69           | 9,791.9                     | 1,222.6            | -51.3           | 1,222.8                       | 0.00                          | 0.00                         | 0.00                        |
| 11,400.0                    | 90.25              | 359.69           | 9,791.5                     | 1,322.6            | -51.9           | 1,322.8                       | 0.00                          | 0.00                         | 0.00                        |
| 11,500.0                    | 90.25              | 359.69           | 9,791.0                     | 1,422.6            | -52.4           | 1,422.8                       | 0.00                          | 0.00                         | 0.00                        |
| 11,600.0                    | 90.25              | 359.69           | 9,790.6                     | 1,522.6            | -53.0           | 1,522.8                       | 0.00                          | 0.00                         | 0.00                        |
| 11,700.0                    | 90.25              | 359.69           | 9,790.2                     | 1,622.6            | -53.5           | 1,622.8                       | 0.00                          | 0.00                         | 0.00                        |
| 11,800.0                    | 90.25              | 359.69           | 9,789.7                     | 1,722.6            | -54.0           | 1,722.8                       | 0.00                          | 0.00                         | 0.00                        |
| 11,900.0                    | 90.25              | 359.69           | 9,789.3                     | 1,822.6            | -54.6           | 1,822.8                       | 0.00                          | 0.00                         | 0.00                        |
| 12,000.0                    | 90.25              | 359.69           | 9,788.8                     | 1,922.6            | -55.1           | 1,922.8                       | 0.00                          | 0.00                         | 0.00                        |
| 12,100.0                    | 90.25              | 359.69           | 9,788.4                     | 2,022.6            | -55.7           | 2,022.8                       | 0.00                          | 0.00                         | 0.00                        |
| 12,200.0                    | 90.25              | 359.69           | 9,788.0                     | 2,122.6            | -56.2           | 2,122.8                       | 0.00                          | 0.00                         | 0.00                        |
| 12,300.0                    | 90.25              | 359.69           | 9,787.5                     | 2,222.6            | -56.8           | 2,222.8                       | 0.00                          | 0.00                         | 0.00                        |
| 12,400.0                    | 90.25              | 359.69           | 9,787.1                     | 2,322.6            | -57.3           | 2,322.8                       | 0.00                          | 0.00                         | 0.00                        |
| 12,500.0<br>12,600.0        | 90.25<br>90.25     | 359.69<br>359.69 | 9,786.6<br>9,786.2          | 2,422.6<br>2,522.6 | -57.8<br>-58.4  | 2,422.8<br>2,522.8            | 0.00<br>0.00                  | 0.00<br>0.00                 | 0.00<br>0.00                |
| 12,700.0                    | 90.25              | 359.69           | 9,785.8                     | 2,622.5            | -58.9           | 2,622.8                       | 0.00                          | 0.00                         | 0.00                        |
| 12,700.0                    | 90.25<br>90.25     | 359.69           | 9,785.8<br>9,785.3          | 2,022.5            | -58.9           | 2,022.0<br>2,722.8            | 0.00                          | 0.00                         | 0.00                        |
| 12,800.0                    | 90.25              | 359.69           | 9,785.3<br>9,784.9          | 2,722.5            | -59.5           | 2,722.8                       | 0.00                          | 0.00                         | 0.00                        |
| 13,000.0                    | 90.25              | 359.69           | 9,784.9<br>9,784.5          | 2,822.5            | -60.6           | 2,822.8                       | 0.00                          | 0.00                         | 0.00                        |
| 13,100.0                    | 90.25              | 359.69           | 9,784.0                     | 3,022.5            | -61.1           | 3,022.8                       | 0.00                          | 0.00                         | 0.00                        |
| 13,200.0                    | 90.25              | 359.69           | 9,783.6                     | 3,122.5            | -61.6           | 3,122.8                       | 0.00                          | 0.00                         | 0.00                        |
| 13,300.0                    | 90.25              | 359.69           | 9,783.1                     | 3,222.5            | -62.2           | 3,222.8                       | 0.00                          | 0.00                         | 0.00                        |
| 13,400.0                    | 90.25              | 359.69           | 9,782.7                     | 3,322.5            | -62.7           | 3,322.8                       | 0.00                          | 0.00                         | 0.00                        |
| 13,500.0                    | 90.25              | 359.69           | 9,782.3                     | 3,422.5            | -63.3           | 3,422.8                       | 0.00                          | 0.00                         | 0.00                        |
| 13,600.0                    | 90.25              | 359.69           | 9,781.8                     | 3,522.5            | -63.8           | 3,522.8                       | 0.00                          | 0.00                         | 0.00                        |
| 13,700.0                    | 90.25              | 359.69           | 9,781.4                     | 3,622.5            | -64.4           | 3,622.8                       | 0.00                          | 0.00                         | 0.00                        |
| 13,800.0                    | 90.25              | 359.69           | 9,780.9                     | 3,722.5            | -64.9           | 3,722.8                       | 0.00                          | 0.00                         | 0.00                        |
| 13,900.0                    | 90.25              | 359.69           | 9,780.5                     | 3,822.5            | -65.4           | 3,822.8                       | 0.00                          | 0.00                         | 0.00                        |
| 14,000.0                    | 90.25              | 359.69           | 9,780.1                     | 3,922.5            | -66.0           | 3,922.8                       | 0.00                          | 0.00                         | 0.00                        |

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COMPASS 5000.15 Build 88



## Intrepid Planning Report



| Database: | EDM 5000.15 Single User Db              | Local Co-ordinate Reference: | Well Double Stamp Fed Com #122H |
|-----------|---|------------------------------|---------------------------------|
| Company:  | Tap Rock Resources, LLC                 | TVD Reference:               | KB @ 3557.0usft                 |
| Project:  | Lea County, NM (NAD 83 NME)             | MD Reference:                | KB @ 3557.0usft                 |
| Site:     | (Double Stamp Fed) Sec-14_T-20-S_R-32-E | North Reference:             | Grid                            |
| Well:     | Double Stamp Fed Com #122H              | Survey Calculation Method:   | Minimum Curvature               |
| Wellbore: | OWB                                     |                              |                                 |
| Design:   | Plan #1                                 |                              |                                 |

#### Planned Survey

| Measured<br>Depth<br>(usft) | Inclination<br>(°) | Azimuth<br>(°) | Vertical<br>Depth<br>(usft) | +N/-S<br>(usft) | +E/-W<br>(usft) | Vertical<br>Section<br>(usft) | Dogleg<br>Rate<br>(°/100usft) | Build<br>Rate<br>(°/100usft) | Turn<br>Rate<br>(°/100usft) |
|-----------------------------|--------------------|----------------|-----------------------------|-----------------|-----------------|-------------------------------|-------------------------------|------------------------------|-----------------------------|
| 14,100.0                    | 90.25              | 359.69         | 9,779.6                     | 4,022.5         | -66.5           | 4,022.8                       | 0.00                          | 0.00                         | 0.00                        |
| 14,200.0                    | 90.25              | 359.69         | 9.779.2                     | 4.122.5         | -67.1           | 4,122.8                       | 0.00                          | 0.00                         | 0.00                        |
| ,                           | 90.25              | 359.69         | 9,778.7                     | 4,122.5         | -67.6           | 4,122.8                       | 0.00                          | 0.00                         | 0.00                        |
| 14,300.0                    |                    |                |                             |                 |                 |                               |                               |                              |                             |
| 14,400.0                    | 90.25              | 359.69         | 9,778.3                     | 4,322.5         | -68.1           | 4,322.8                       | 0.00                          | 0.00                         | 0.00                        |
| 14,500.0                    | 90.25              | 359.69         | 9,777.9                     | 4,422.5         | -68.7           | 4,422.8                       | 0.00                          | 0.00                         | 0.00                        |
| 14,600.0                    | 90.25              | 359.69         | 9,777.4                     | 4,522.5         | -69.2           | 4,522.8                       | 0.00                          | 0.00                         | 0.00                        |
| 14,700.0                    | 90.25              | 359.69         | 9,777.0                     | 4.622.5         | -69.8           | 4.622.8                       | 0.00                          | 0.00                         | 0.00                        |
| 14,800.0                    | 90.25              | 359.69         | 9.776.5                     | 4,722.5         | -70.3           | 4.722.8                       | 0.00                          | 0.00                         | 0.00                        |
| 14,900.0                    | 90.25              | 359.69         | 9,776.1                     | 4,822.5         | -70.9           | 4,822.8                       | 0.00                          | 0.00                         | 0.00                        |
| 15,000.0                    | 90.25              | 359.69         | 9,775.7                     | 4,922.5         | -70.9           | 4,922.8                       | 0.00                          | 0.00                         | 0.00                        |
|                             |                    |                |                             |                 |                 |                               |                               |                              |                             |
| 15,100.0                    | 90.25              | 359.69         | 9,775.2                     | 5,022.5         | -71.9           | 5,022.8                       | 0.00                          | 0.00                         | 0.00                        |
| 15,200.0                    | 90.25              | 359.69         | 9,774.8                     | 5,122.5         | -72.5           | 5,122.8                       | 0.00                          | 0.00                         | 0.00                        |
| 15,300.0                    | 90.25              | 359.69         | 9,774.3                     | 5,222.5         | -73.0           | 5,222.8                       | 0.00                          | 0.00                         | 0.00                        |
| 15,400.0                    | 90.25              | 359.69         | 9,773.9                     | 5,322.5         | -73.6           | 5,322.8                       | 0.00                          | 0.00                         | 0.00                        |
| 15,500.0                    | 90.25              | 359.69         | 9,773.5                     | 5,422.5         | -74.1           | 5,422.8                       | 0.00                          | 0.00                         | 0.00                        |
|                             | 90.25              | 359.69         | 9,773.0                     |                 | -74.1           |                               | 0.00                          | 0.00                         | 0.00                        |
| 15,600.0                    | 90.25              | 229.09         | 9,773.0                     | 5,522.5         | -/4./           | 5,522.8                       |                               | 0.00                         | 0.00                        |
| 15,700.0                    | 90.25              | 359.69         | 9,772.6                     | 5,622.5         | -75.2           | 5,622.8                       | 0.00                          | 0.00                         | 0.00                        |
| 15,800.0                    | 90.25              | 359.69         | 9,772.2                     | 5,722.5         | -75.7           | 5,722.8                       | 0.00                          | 0.00                         | 0.00                        |
| 15,900.0                    | 90.25              | 359.69         | 9,771.7                     | 5,822.5         | -76.3           | 5,822.8                       | 0.00                          | 0.00                         | 0.00                        |
| 16,000.0                    | 90.25              | 359.69         | 9,771.3                     | 5,922.5         | -76.8           | 5,922.8                       | 0.00                          | 0.00                         | 0.00                        |
| 16,100.0                    | 90.25              | 359.69         | 9,770.8                     | 6,022.5         | -77.4           | 6,022.8                       | 0.00                          | 0.00                         | 0.00                        |
|                             |                    |                |                             |                 |                 |                               |                               |                              |                             |
| 16,200.0                    | 90.25              | 359.69         | 9,770.4                     | 6,122.5         | -77.9           | 6,122.8                       | 0.00                          | 0.00                         | 0.00                        |
| 16,300.0                    | 90.25              | 359.69         | 9,770.0                     | 6,222.5         | -78.4           | 6,222.8                       | 0.00                          | 0.00                         | 0.00                        |
| 16.400.0                    | 90.25              | 359.69         | 9,769.5                     | 6,322.5         | -79.0           | 6,322.8                       | 0.00                          | 0.00                         | 0.00                        |
| 16.500.0                    | 90.25              | 359.69         | 9,769,1                     | 6,422.5         | -79.5           | 6,422.8                       | 0.00                          | 0.00                         | 0.00                        |
| 16,600.0                    | 90.25              | 359.69         | 9,768.6                     | 6,522.5         | -80.1           | 6,522.8                       | 0.00                          | 0.00                         | 0.00                        |
|                             |                    |                |                             |                 |                 |                               |                               |                              |                             |
| 16,700.0                    | 90.25              | 359.69         | 9,768.2                     | 6,622.5         | -80.6           | 6,622.8                       | 0.00                          | 0.00                         | 0.00                        |
| 16,800.0                    | 90.25              | 359.69         | 9,767.8                     | 6,722.4         | -81.2           | 6,722.8                       | 0.00                          | 0.00                         | 0.00                        |
| 16,900.0                    | 90.25              | 359.69         | 9,767.3                     | 6,822.4         | -81.7           | 6,822.8                       | 0.00                          | 0.00                         | 0.00                        |
| 17,000.0                    | 90.25              | 359.69         | 9,766.9                     | 6,922.4         | -82.2           | 6,922.8                       | 0.00                          | 0.00                         | 0.00                        |
| 17,100.0                    | 90.25              | 359.69         | 9,766.4                     | 7,022.4         | -82.8           | 7,022.8                       | 0.00                          | 0.00                         | 0.00                        |
| 17,200.0                    | 90.25              | 359.69         | 9,766.0                     | 7,122.4         | -83.3           | 7,122.8                       | 0.00                          | 0.00                         | 0.00                        |
|                             |                    |                | ,                           |                 |                 |                               |                               |                              |                             |
| 17,300.0                    | 90.25              | 359.69         | 9,765.6                     | 7,222.4         | -83.9           | 7,222.8                       | 0.00                          | 0.00                         | 0.00                        |
| 17,400.0                    | 90.25              | 359.69         | 9,765.1                     | 7,322.4         | -84.4           | 7,322.8                       | 0.00                          | 0.00                         | 0.00                        |
| 17,500.0                    | 90.25              | 359.69         | 9,764.7                     | 7,422.4         | -85.0           | 7,422.8                       | 0.00                          | 0.00                         | 0.00                        |
| 17,600.0                    | 90.25              | 359.69         | 9,764.2                     | 7,522.4         | -85.5           | 7,522.8                       | 0.00                          | 0.00                         | 0.00                        |
| 17,700.0                    | 90.25              | 359.69         | 9,763.8                     | 7,622.4         | -86.0           | 7,622.8                       | 0.00                          | 0.00                         | 0.00                        |
| 17,800.0                    | 90.25              | 359.69         | 9,763.4                     | 7,722.4         | -86.6           | 7,722.8                       | 0.00                          | 0.00                         | 0.00                        |
| 17,900.0                    | 90.25              | 359.69         | 9,762.9                     | 7,822.4         | -87.1           | 7,822.8                       | 0.00                          | 0.00                         | 0.00                        |
| ,                           |                    |                |                             |                 |                 |                               |                               |                              |                             |
| 18,000.0                    | 90.25              | 359.69         | 9,762.5                     | 7,922.4         | -87.7           | 7,922.8                       | 0.00                          | 0.00                         | 0.00                        |
| 18,100.0                    | 90.25              | 359.69         | 9,762.1                     | 8,022.4         | -88.2           | 8,022.8                       | 0.00                          | 0.00                         | 0.00                        |
| 18,200.0                    | 90.25              | 359.69         | 9,761.6                     | 8,122.4         | -88.8           | 8,122.8                       | 0.00                          | 0.00                         | 0.00                        |
| 18,300.0                    | 90.25              | 359.69         | 9,761.2                     | 8,222.4         | -89.3           | 8,222.8                       | 0.00                          | 0.00                         | 0.00                        |
| 18,400.0                    | 90.25              | 359.69         | 9,760.7                     | 8,322.4         | -89.8           | 8,322.8                       | 0.00                          | 0.00                         | 0.00                        |
| 18,500.0                    | 90.25              | 359.69         | 9,760.3                     | 8,422.4         | -90.4           | 8,422.8                       | 0.00                          | 0.00                         | 0.00                        |
| 18,600.0                    |                    |                | ,                           |                 |                 |                               | 0.00                          |                              |                             |
| 10,000.0                    | 90.25              | 359.69         | 9,759.9                     | 8,522.4         | -90.9           | 8,522.8                       | 0.00                          | 0.00                         | 0.00                        |
| 18,700.0                    | 90.25              | 359.69         | 9,759.4                     | 8,622.4         | -91.5           | 8,622.8                       | 0.00                          | 0.00                         | 0.00                        |
| 18,800.0                    | 90.25              | 359.69         | 9,759.0                     | 8,722.4         | -92.0           | 8,722.8                       | 0.00                          | 0.00                         | 0.00                        |
| 18,900.0                    | 90.25              | 359.69         | 9,758.5                     | 8,822.4         | -92.5           | 8,822.8                       | 0.00                          | 0.00                         | 0.00                        |
| 19,000.0                    | 90.25              | 359.69         | 9,758.1                     | 8,922.4         | -93.1           | 8,922.8                       | 0.00                          | 0.00                         | 0.00                        |
| 19,000.0                    | 90.25              | 359.69         | 9,757.7                     | 9,022.4         | -93.6           | 9,022.8                       | 0.00                          | 0.00                         | 0.00                        |
|                             |                    |                |                             |                 |                 |                               |                               |                              |                             |
| 19,200.0                    | 90.25              | 359.69         | 9,757.2                     | 9,122.4         | -94.2           | 9,122.8                       | 0.00                          | 0.00                         | 0.00                        |
| 19,300.0                    | 90.25              | 359.69         | 9,756.8                     | 9,222.4         | -94.7           | 9,222.8                       | 0.00                          | 0.00                         | 0.00                        |
| 15,500.0                    |                    |                |                             |                 |                 |                               |                               |                              |                             |

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COMPASS 5000.15 Build 88

.



## Intrepid Planning Report



| Database: | EDM 5000.15 Single User Db              | Local Co-ordinate Reference: | Well Double Stamp Fed Com #122H |
|-----------|---|------------------------------|---------------------------------|
| Company:  | Tap Rock Resources, LLC                 | TVD Reference:               | KB @ 3557.0usft                 |
| Project:  | Lea County, NM (NAD 83 NME)             | MD Reference:                | KB @ 3557.0usft                 |
| Site:     | (Double Stamp Fed) Sec-14_T-20-S_R-32-E | North Reference:             | Grid                            |
| Well:     | Double Stamp Fed Com #122H              | Survey Calculation Method:   | Minimum Curvature               |
| Wellbore: | OWB                                     |                              |                                 |
| Design:   | Plan #1                                 |                              |                                 |

#### Planned Survey

| Measured<br>Depth<br>(usft) | Inclination<br>(°) | Azimuth<br>(°) | Vertical<br>Depth<br>(usft) | +N/-S<br>(usft) | +E/-W<br>(usft) | Vertical<br>Section<br>(usft) | Dogleg<br>Rate<br>(°/100usft) | Build<br>Rate<br>(°/100usft) | Turn<br>Rate<br>(°/100usft) |
|-----------------------------|--------------------|----------------|-----------------------------|-----------------|-----------------|-------------------------------|-------------------------------|------------------------------|-----------------------------|
| 19,500.0                    | 90.25              | 359.69         | 9,755.9                     | 9,422.4         | -95.8           | 9,422.8                       | 0.00                          | 0.00                         | 0.00                        |
| 19,600.0                    | 90.25              | 359.69         | 9,755.5                     | 9,522.4         | -96.3           | 9,522.8                       | 0.00                          | 0.00                         | 0.00                        |
| 19,700.0                    | 90.25              | 359.69         | 9,755.0                     | 9,622.4         | -96.9           | 9,622.8                       | 0.00                          | 0.00                         | 0.00                        |
| 19,800.0                    | 90.25              | 359.69         | 9,754.6                     | 9,722.4         | -97.4           | 9,722.8                       | 0.00                          | 0.00                         | 0.00                        |
| 19,900.0                    | 90.25              | 359.69         | 9,754.1                     | 9,822.4         | -98.0           | 9,822.8                       | 0.00                          | 0.00                         | 0.00                        |
| 20,000.0                    | 90.25              | 359.69         | 9,753.7                     | 9,922.4         | -98.5           | 9,922.8                       | 0.00                          | 0.00                         | 0.00                        |
| 20,089.6                    | 90.25              | 359.69         | 9,753.3                     | 10,012.0        | -99.0           | 10,012.4                      | 0.00                          | 0.00                         | 0.00                        |
| TD at 20089                 | .6                 |                |                             |                 |                 |                               |                               |                              |                             |

| Design Targets  |                  |                 |                         |                          |                        |                           |                   |                  |                   |
|---|------------------|-----------------|-------------------------|--------------------------|------------------------|---------------------------|-------------------|------------------|-------------------|
| Target Name<br>- hit/miss target<br>- Shape                       | Dip Angle<br>(°) | Dip Dir.<br>(°) | TVD<br>(usft)           | +N/-S<br>(usft)          | +E/-W<br>(usft)        | Northing<br>(usft)        | Easting<br>(usft) | Latitude         | Longitude         |
| KOP (Double Stamp F<br>- plan hits target co<br>- Point           |                  | 0.00            | 9,225.0                 | -499.0                   | -42.0                  | 570,175.00                | 724,091.00        | 32° 33' 57.840 N | 103° 44' 24.411 W |
| PBHL (Double Stamp<br>- plan hits target co<br>- Rectangle (sides | enter            |                 | 9,753.3<br>.0)          | 10,012.0                 | -99.0                  | 580,686.00                | 724,034.00        | 32° 35' 41.849 N | 103° 44' 24.392 W |
| LTP (Double Stamp Fe<br>- plan misses targe<br>- Point            |                  |                 | 9,753.3<br>994.6usft M  | 9,917.0<br>ID (9753.7 T\ | -99.0<br>VD, 9917.0 N  | 580,591.00<br>I, -98.5 E) | 724,034.00        | 32° 35' 40.909 N | 103° 44' 24.398 W |
| FTP (Double Stamp For<br>- plan misses targe                      |                  |                 | 9,797.0<br>9728.4usft l | -449.0<br>MD (9647.8 1   | -42.0<br>IVD, -311.6 I | 570,225.00<br>N, -43.0 E) | 724,091.00        | 32° 33' 58.335 N | 103° 44' 24.408 W |

| Measured<br>Depth<br>(usft) | Vertical<br>Depth<br>(usft) | Name                      | Lithology | Dip<br>(°) | Dip<br>Direction<br>(°) |
|-----------------------------|-----------------------------|---------------------------|-----------|------------|-------------------------|
| 1,085.0                     | 1,085.0                     | RUSTLER                   |           |            |                         |
| 1,445.0                     | 1,445.0                     | SALT [T]                  |           |            |                         |
| 4,627.7                     | 4,610.0                     | SALT [B]                  |           |            |                         |
| 4,849.2                     | 4,830.0                     | DELAWARE                  |           |            |                         |
| 4,849.2                     | 4,830.0                     | LAMAR                     |           |            |                         |
| 4,929.7                     | 4,910.0                     | BELL                      |           |            |                         |
| 5,126.0                     | 5,105.0                     | CHERRY                    |           |            |                         |
| 5,986.5                     | 5,960.0                     | BRUSHY                    |           |            |                         |
| 7,852.3                     | 7,825.0                     | BONE SPRING               |           |            |                         |
| 7,932.3                     | 7,905.0                     | AVALON UPPER              |           |            |                         |
| 8,297.3                     | 8,270.0                     | AVALON MIDDLE             |           |            |                         |
| 8,642.3                     | 8,615.0                     | AVALON LOWER              |           |            |                         |
| 8,897.3                     | 8,870.0                     | 1ST BONE SPRING SAND      |           |            |                         |
| 9,127.3                     | 9,100.0                     | 2ND BONE SPRING FLOOD SUR |           |            |                         |
| 9,217.3                     | 9,190.0                     | 2ND BONE SPRING CARB      |           |            |                         |
| 9,446.1                     | 9,415.0                     | 2ND BONE SPRING SAND      |           |            |                         |







| Database: | EDM 5000.15 Single User Db              | Local Co-ordinate Reference: | Well Double Stamp Fed Com #122H |
|-----------|---|------------------------------|---------------------------------|
| Company:  | Tap Rock Resources, LLC                 | TVD Reference:               | KB @ 3557.0usft                 |
| Project:  | Lea County, NM (NAD 83 NME)             | MD Reference:                | KB @ 3557.0usft                 |
| Site:     | (Double Stamp Fed) Sec-14_T-20-S_R-32-E | North Reference:             | Grid                            |
| Well:     | Double Stamp Fed Com #122H              | Survey Calculation Method:   | Minimum Curvature               |
| Wellbore: | OWB                                     |                              |                                 |
| Design:   | Plan #1                                 |                              |                                 |

#### **Plan Annotations**

| r | Measured        | Vertical        | Local Coor      | dinates         |                                 |  |
|---|-----------------|-----------------|-----------------|-----------------|---------------------------------|--|
|   | Depth<br>(usft) | Depth<br>(usft) | +N/-S<br>(usft) | +E/-W<br>(usft) | Comment                         |  |
|   | 1,500.0         | 1,500.0         | 0.0             | 0.0             | NUDGE - Build 1.00              |  |
|   | 2,158.0         | 2,156.6         | -37.6           | -3.2            | HOLD - 3711.3 at 2158.0 MD      |  |
|   | 5,869.3         | 5,843.4         | -461.4          | -38.8           | DROP1.00                        |  |
|   | 6,527.3         | 6,500.0         | -499.0          | -42.0           | HOLD - 2724.0 at 6527.3 MD      |  |
|   | 9,251.3         | 9,224.0         | -499.0          | -42.0           | KOP - DLS 10.00 TFO 359.69      |  |
|   | 10,153.9        | 9,797.0         | 76.5            | -45.1           | EOC - 9935.8 hold at 10153.9 MD |  |
|   | 20,089.6        | 9,753.3         | 10,012.0        | -99.0           | TD at 20089.6                   |  |

## PECOS DISTRICT DRILLING CONDITIONS OF APPROVAL

OPERATOR'S NAME:Tap Rock Operating LLCWELL NAME & NO.:Double Stamp Fed Com 122HLOCATION:Sec 14-20S-32E-NMPCOUNTY:Lea County, New Mexico

## COA

| H <sub>2</sub> S | C  | No                | • Yes             |                     |  |
|------------------|--|-------------------|-------------------|---------------------|--|
| Potash /         | C None   | Secretary         | 🖲 R-111-Q         | Open Annulus        |  |
| WIPP             | 4-String Design: Open 2nd Int x Production Casing (ICP 2 above Relief<br>Zone) |                   |                   |                     |  |
| Cave / Karst     | C Low  | Medium            | 🖸 High            | C Critical          |  |
| Wellhead         | Conventional   | Multibowl         | Both              | C Diverter          |  |
| Cementing        | Primary Squeeze  | 🗆 Cont. Squeeze   | EchoMeter         | DV Tool             |  |
| Special Req      | 🗆 Capitan Reef   | Water Disposal    | COM               | 🗖 Unit              |  |
| Waste Prev.      | C Self-Certification   | C Waste Min. Plan | • APD Submitted p | prior to 06/10/2024 |  |
| Additional       | Flex Hose  | Casing Clearance  | Pilot Hole        | Break Testing       |  |
| Language         | Four-String  | Offline Cementing | Fluid-Filled      |                     |  |

## A. HYDROGEN SULFIDE

A Hydrogen Sulfide (H2S) Drilling Plan shall be activated 500 feet prior to drilling into the **Bone Springs & Delaware** formations. As a result, the Hydrogen Sulfide area must meet all requirements from 43 CFR 3176, which includes equipment and personnel/public protection items. If Hydrogen Sulfide is encountered, please provide measured values and formations to the BLM.

## APD is within the R-111-Q defined boundary. Operator must follow all procedures and requirements listed within the updated order.

## **B.** CASING

- 1. The **16** inch surface casing shall be set at approximately **1110** feet (a minimum of 25 feet (Lea County) into the Rustler Anhydrite, above the salt, and below usable fresh water) and cemented to the surface.
  - a. If cement does not circulate to the surface, the appropriate BLM office shall be notified and a temperature survey utilizing an electronic-type temperature survey with surface log readout will be used or a cement bond log shall be run to verify the top of the cement. Temperature survey will be run a minimum of six hours after pumping cement and ideally between 8-10 hours after completing the cement job.

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- b. Wait on cement (WOC) time for a primary cement job will be a minimum of <u>8 hours</u> or <u>500</u> 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 **11-3/4** inch intermediate casing is:
  - Cement to surface. If cement does not circulate see B.1.a, c-d above. Wait on cement (WOC) time for a primary cement job is to include the lead cement slurry due to cave/karst, Capitan Reef, or potash.

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

- 3. The minimum required fill of cement behind the 8-5/8 inch intermediate casing (set at 4550' per BLM geologist) is:
  - Cement should tie-back 500 feet into the previous casing but not higher than USGS Marker Bed No. 126. <u>Operator must verify top of cement per R-111-O</u> <u>requirements.</u> Submit results to the BLM. If cement does not circulate, contact the appropriate BLM office. Wait on cement (WOC) time for a primary cement job is to include the lead cement slurry due to cave/karst, Capitan Reef, or potash.
- 4. The minimum required fill of cement behind the 5-1/2 inch production casing is:
  - Cement should tie-back 500 feet into the previous casing but not higher than USGS Marker Bed No. 126. <u>Operator must verify top of cement per R-111-Q</u> <u>requirements.</u> Submit results to the BLM. If cement does not circulate, contact the appropriate BLM office. Wait on cement (WOC) time for a primary cement job is to include the lead cement slurry due to cave/karst, Capitan Reef, or potash.

## C. PRESSURE CONTROL

- 1. Variance approved to use flex line from BOP to choke manifold. Manufacturer's specification to be readily available. No external damage to flex line. Flex line to be installed as straight as possible (no hard bends).
- 2. Operator has proposed a multi-bowl wellhead assembly. 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 must be followed.

## **D. SPECIAL REQUIREMENT (S)**

## **Communitization Agreement**

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

## **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)

## **Contact Lea County Petroleum Engineering Inspection Staff:**

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
    - i. Notify the BLM when moving in and removing the Spudder Rig.
    - ii. 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.
    - iii. BOP/BOPE test to be conducted per **43** CFR 3172 as soon as 2<sup>nd</sup> Rig is rigged up on well.
- 2. Floor controls are required for 3M or Greater systems. These controls will be on the rig floor, unobstructed, readily accessible to the driller and will be operational at all times during drilling and/or completion activities. Rig floor is defined as the area immediately around the rotary table; the area immediately above the substructure on which the draw works are located, this does not include the dog house or stairway area.
- 3. For intervals in which cement to surface is required, cement to surface should be verified with a visual check and density or pH check to differentiate cement from spacer and drilling mud. The results should be documented in the driller's log and daily reports.

## 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. <u>Wait on cement (WOC) for Potash Areas:</u> After cementing but before commencing any tests, the casing string shall stand cemented under pressure until both of the following

conditions have been met: 1) cement reaches a minimum compressive strength of 500 psi for all cement blends 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-Q 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 3172**.
- 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:
  - i. Wellhead shall be installed by manufacturer's representatives, submit documentation with subsequent sundry.
  - ii. 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.
  - iii. Manufacturer representative shall install the test plug for the initial BOP test.
  - iv. Whenever any seal subject to test pressure is broken, all the tests in 43 CFR 3172.6(b)(9) must be followed.
  - v. 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.
  - i. 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).
  - ii. 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.)
  - iii. 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 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).

- iv. 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.
- v. The results of the test shall be reported to the appropriate BLM office.
- vi. 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.
- vii. 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.
- viii. 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 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.

**Approval Date: 11/22/2024** 



#### Hydrogen Sulfide Drilling

**Operations Plan** 

#### **Tap Rock Resources**

#### 1 H2S safety instructions to the following:

- Characteristics of H2S
- Physical effects and hazards
- Principal and operation of H2S detectors, warning system and briefing areas
- Evacuation procedures, routes and first aid
- Proper use of safety equipment & life support systems
- Essential personnel meeting medical evaluation criteria will receive additional training on the proper use of 30min pressure demand air packs

#### 2 H2S Detection and Alarm Systems:

- H2S sensor/detectors to be located on the drilling rig floor, in the base of the sub structure / cellar area, on the mud pits in the shale shaker area. Additional H2S detectors may be placed as deemed necessary
- An audio alarm system will be installed on the derrick floor and in the doghouse

#### 3 Windsocks and / Wind Streamers:

- Windsocks at mud pit area should be high enough to be visible
- Windsock on the rig floor and / top of doghouse should be high enough to be visible

#### 4 Condition Flags and Signs:

- Warning sign on access road to location
- Flags to be displayed on sign at entrance to location
  - o Green Flag Normal Safe Operation Condition
  - Yellow Flag Potential Pressure and Danger
  - Red Flag Danger (H2S present in dangerous concentrations) Only H2S trained personnel admitted on location

#### 5 <u>Well Control Equipment:</u>

• See Drilling Operations Plan Schematics

#### 6 Communication:

- While working under masks chalkboards will be used for communications
- Hand signals will be used where chalk board is inappropriate
- Two way radio will be used to communicate off location in case of emergency help is required. In most cases cellular telephones will be available at most drilling foreman's trailer or living quarters.



#### 7 Drilling Stem Testing:

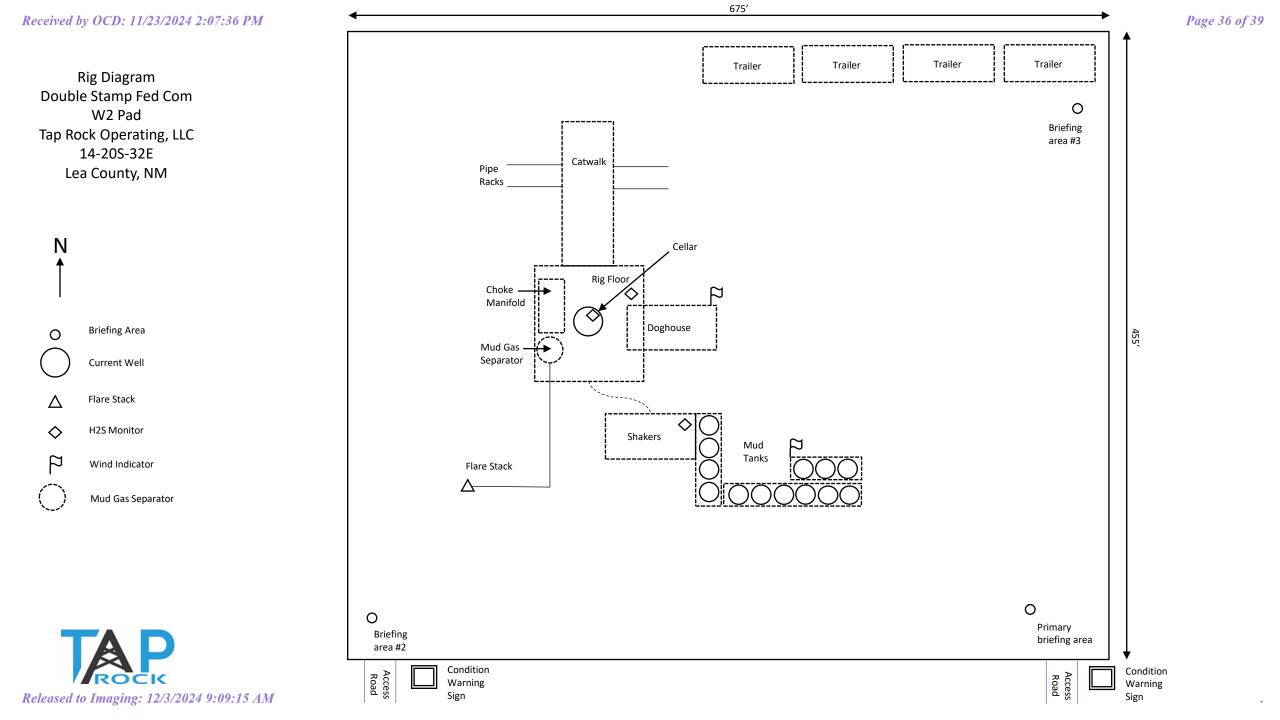
• No DST cores are planned at this time

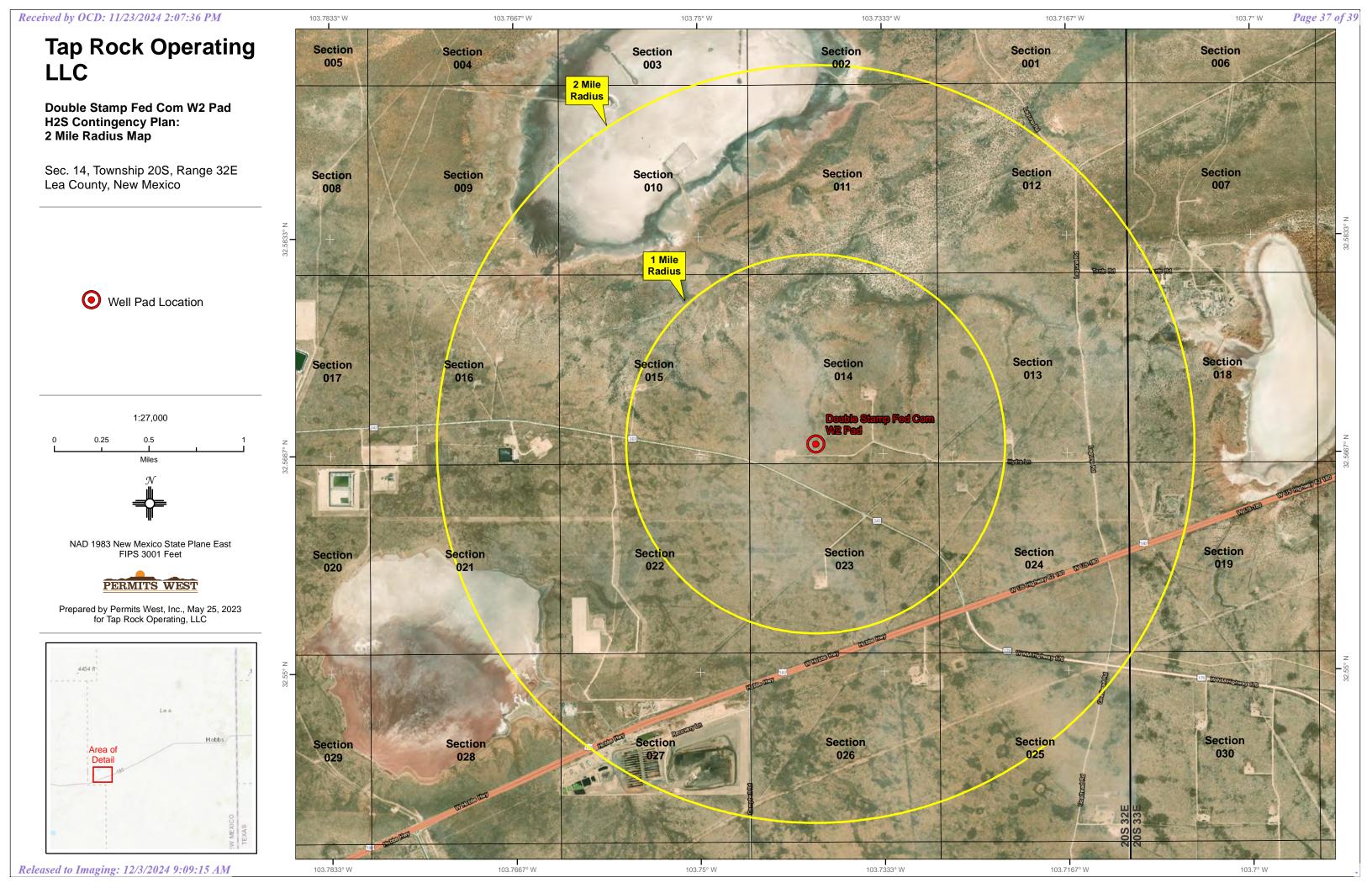
8 Drilling contractor supervisor will be required to be familiar with the effects H2S has on tubulars good and other mechanical equipment

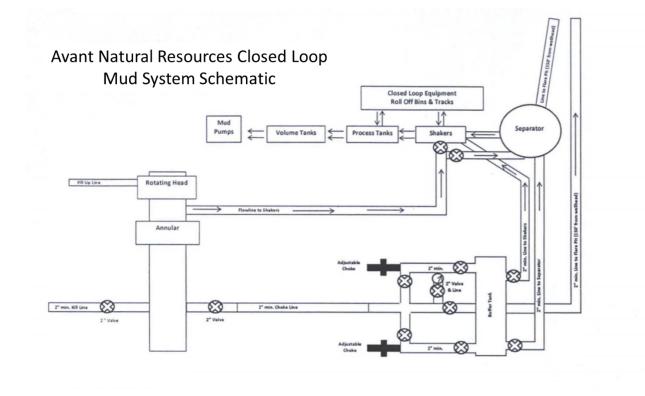
9 If H2S is encountered, mud system will be altered if necessary to maintain control of formation. A mud gas separator will be brought into service along with H2S scavengers if necessary

#### 11 Emergency Contacts

| Emergency Contacts         | 6            |     |
|----------------------------|--------------|-----|
| Carlsbad Police Department | 575.887.7551 | 911 |
| Carlsbad Medical Center    | 575.887.4100 | 911 |
| Eddy County Fire Service   | 575.628.5450 | 911 |
| Eddy County Sherriff       | 575.887.7551 | 911 |
| Lea County Fire Service    | 575.391.2983 | 911 |
| Lea County Sherriff        | 575.396.3611 | 911 |
| Jal Police Department      | 575.395.2121 | 911 |
| Jal Fire Department        | 575.395.2221 | 911 |
| Tap Rock Resources         | 720.772.5090 |     |







Sante Fe Main Office Phone: (505) 476-3441

General Information Phone: (505) 629-6116

Online Phone Directory https://www.emnrd.nm.gov/ocd/contact-us

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

CONDITIONS

| Operator:               | OGRID:  |
|-------------------------|---|
| TAP ROCK OPERATING, LLC | 372043  |
| 523 Park Point Drive    | Action Number:  |
| Golden, CO 80401        | 406059  |
|                         | Action Type:  |
|                         | [C-101] BLM - Federal/Indian Land Lease (Form 3160-3) |

#### CONDITIONS

| Created<br>By | Condition   | Condition Date |
|---------------|---|----------------|
| bwood         | Cement is required to circulate on both surface and intermediate1 strings of casing.  | 11/23/2024     |
| bwood         | If cement does not circulate on any string, a Cement Bond Log (CBL) is required for that string of casing.  | 11/23/2024     |
| pkautz        | EFFECTIVE DATE FOR SUBMITTING TO OCD THE NEW FORM C-102 WAS 08/01/2024. PLEASE SUBMIT THE C-102 ON NEW FORM.  | 12/3/2024      |
| 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. | 12/3/2024      |
| 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.                  | 12/3/2024      |
| pkautz        | File As Drilled C-102 and a directional Survey with C-104 completion packet.  | 12/3/2024      |

CONDITIONS

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Action 406059