Form 3160-3 (June 2015)		FORM APPR OMB No. 100 Expires: January	4-0137	
UNITED STATES DEPARTMENT OF THE INTE BUREAU OF LAND MANAGE		5. Lease Serial No.		
APPLICATION FOR PERMIT TO DRIL	L OR REENTER	6. If Indian, Allotee or Tribe Name		
1a. Type of work: DRILL REENT	ÈR	7. If Unit or CA Agreeme	nt, Name and No.	
1b. Type of Well: Oil Well Gas Well Other		8. Lease Name and Well 1	No	
1c. Type of Completion: Hydraulic Fracturing Single 2	Zone Multiple Zone			
2. Name of Operator		9. API Well No. 30-025-54	190	
3a. Address 3b. 1	Phone No. (include area code)	10. Field and Pool, or Exp		
4. Location of Well <i>(Report location clearly and in accordance with a</i>	ny State requirements.*)	11. Sec., T. R. M. or Blk.	and Survey or Area	
At surface				
At proposed prod. zone			12 6	
14. Distance in miles and direction from nearest town or post office*		12. County or Parish	13. State	
15. Distance from proposed* 16. I location to nearest property or lease line, ft. (Also to nearest drig. unit line, if any) 4	No of acres in lease 17. Spacin	ng Unit dedicated to this we	11	
18. Distance from proposed location* 19. 1 to nearest well, drilling, completed, applied for, on this lease, ft. 19. 1	Proposed Depth 20, BLM/	BIA Bond No. in file		
21. Elevations (Show whether DF, KDB, RT, GL, etc.) 22.	Approximate date work will start*	23. Estimated duration		
24	. Attachments			
The following, completed in accordance with the requirements of Onsl (as applicable)	nore Oil and Gas Order No. 1, and the H	Iydraulic Fracturing rule pe	r 43 CFR 3162.3-3	
 Well plat certified by a registered surveyor. A Drilling Plan. 	4. Bond to cover the operation Item 20 above).	s unless covered by an exist	ing bond on file (see	
3. A Surface Use Plan (if the location is on National Forest System Lar SUPO must be filed with the appropriate Forest Service Office).	ads, the5. Operator certification.6. Such other site specific infor BLM.	mation and/or plans as may l	be requested by the	
25. Signature	Name (Printed/Typed)	Date		
Title	I			
Approved by (Signature)	Name (Printed/Typed)	Date		
Title	Office	I		
Application approval does not warrant or certify that the applicant hold applicant to conduct operations thereon. Conditions of approval, if any, are attached.	Is legal or equitable title to those rights	in the subject lease which v	vould entitle the	
Title 18 U.S.C. Section 1001 and Title 43 U.S.C. Section 1212, make in of the United States any false, fictitious or fraudulent statements or rep			partment or agency	
		1		



(Continued on page 2)

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<u>C-102</u>

State of New Mexico Energy, Minerals & Natural Resources Department OIL CONSERVATION DIVISION

Submit Electronically Via OCD Permitting

Revised July 9, 2024

Submittal

Type:

Initial Submittal Amended Report As Drilled

					WI	ELL LOCATION	INFORMATION				
API N	lumber 30-02	5-5419	0	Pool C	^{Code} 13160		Pool Name	RBIN	BONE SPRING	sol	UTH
Ргоре	erty Code			Proper	rty Name					·	lumber
	35608					EMERALD	FEDERAL C	OM			5I3H
OGRII) No.			Operat	tor Name	AVANT OF	ERATING, L	LC		Groun	d Level Elevation 3674
Surfa	ce Owner:	State] Fee 🗌 T	ribal 🗌	Federal		Mineral Owner: 🗌	State 🗌 F	ee 🗌 Tribal 🗌 Federa	J	
						Surface 1	Location				
UL	Section	Township	Range	Lot	Ft. from N/S	Ft. from E/W	Latitude	-	Longitude		County
Μ	6	19 S	33 E	7	350 FSL	1230 FWL	. 32.68304	65° N	103.7072007	° W	LEA
						Bottom Hol	e Location				
UL	Section	Township	Range	Lot	Ft. from N/S	Ft. from E/W	Latitude		Longitude		County
С	31	18 S	33 E		100 FNL	2178 FWL	32.71087	18° N	103.7041520	° W	LEA
Dedica	ated Acres				Infill or Def	ining Well Defin	ning Well API	Overlapp	ing Spacing Unit (Y/N	() Co	nsolidation Code
		1280 4	Ac.								
Order	Numbers.						Well setbacks are	under Con	nmon Ownership:	Yes [] No
					1,00 ⁰ 9144141,000000000009999999999999999	Kick Off Po	nint (KOP)				
UL	Section	Township	Range	Lot	Ft. from N/S	Ft. from E/W	Latitude	8	Longitude		County
Ν	6	19 S	33 E		50 FSL	2178 FWL	32.68222	68° N	103.7041178	°W	LEA
						First Take 1	Point (FTP)				
UL	Section	Township	Range	Lot	Ft. from N/S	Ft. from E/W	Latitude	9	Longitude		County
Ν	6	19 S	33 E		100 FSL	2178 FWL	32.68236	42° N	103.70411819	W	LEA
						Last Take H	Point (LTP)				•
UL	Section	Township	Range	Lot	Ft. from N/S	Ft. from E/W	Latitude	8	Longitude		County
С	31	18 S	33 E		100 FNL	2178 FWL	32.71087	18° N	103.7041520	° W	LEA
Unitiz	ed Area or	Area of	Uniform In	terest	Spacing U	nit Type 🗌 Hori:	zontal 🗌 Vertical		Ground F	loor Ele	evation:
		ERTIFICA					SURVEYOR CER				
1000					ein is true and comp al or directional well	Automotion action because automotiones areas in			ition shown on this plat der <u>my su</u> pervision, and		
-			-		eased mineral interes a right to drill this	and a second sec	correct to the best of	my belief.	NILLS		
location	n pursuant t	o a contract	with an o	wner of a	a working interest or	unleased mineral		42	The second		
	by the divi		ang agreemi	ent or a	compulsory pooling o	raer neretojore		NTOS -	EN MET CO CT		
If this	well is a h	orizontal wei	ll, I further	certify t	that this organization	has received the					
					ng interest or unlease which any part of th			R	U JE		
		-			cooling order from the			107			
								1.03	YONAL SUR		
	-								HONAL SUP I		
Signa	ture						Signature and Seal of	of Profession	al Surveyor		
Print	ed Name	11.00 M 10.00 M					Cartificat	" /4 	1/ ral WI		
							Certificate Number	211	ate of Survey	als.	12024
E-me	ail Address						1/07/29		12/20/23	109	12027

Note: No allowable will be assigned to this completion until all interests have been n-standard unit has been appr Released to Imaging: 1/2/2025 10:26:28 AM

ACREAGE DEDICATION PLATS

This grid represents a standard section. You may superimpose a non-standard section, or larger area, over this grid. Operators must outline the dedicated acreage in a red box, clearly show the well surface location and bottom hole location, if it is directionally drilled, with dimensions from the section lines in the cardinal directions. If this is a horizontal wellbore show on this plat the location of the First Take Point and Last Take Point, and the point within the Completed interval (other than the First Take Point or Last Take Point) that is closest to any outer boundary of the tract.

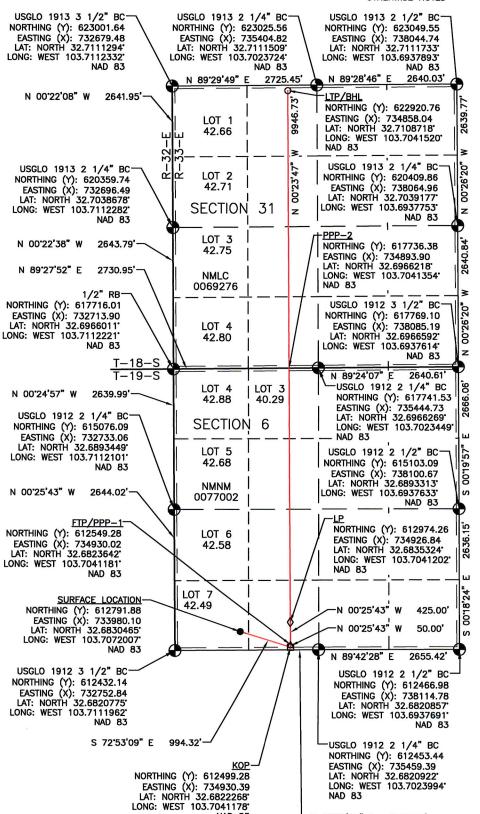
Surveyors shall use the latest United States government survey or dependent resurvey. Well locations will be in reference to the New Mexico Principal Meridian. If the land is not surveyed, contact the OCD Engineering Bureau. Independent subdivision surveys will not be acceptable.

PLAT REVISED: 9/20/24

LEGEND:

- SURFACE LOCATION (SHL)
- $\Box = KICK OFF POINT (KOP)$
- $\Delta = FTP/PPP-1$
- $\diamond = \text{LANDING POINT (LP)}$
- O = LTP/BHL
- FOUND MONUMENT

	FOOTAGES	
SHL	350' FSL	1230' FWL
KOP	50' FSL	2178' FWL
FTP/PPP-1	100' FSL	2178' FWL
LP	525' FSL	2178' FWL
PPP-2	O' FNL	2180' FWL
LTP/BHL	100' FNL	2178' FWL



NAD 83

-N 89'32'57" E 2706.64'

NOTE: BEARINGS AND DISTANCES SHOWN ARE REFERENCED TO THE NEW MEXICO COORDINATE SYSTEM, EAST ZONE, NAD 83, UNLESS OTHERWISE NOTED

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> Effective May 25, 2021

I. Operator: Avant Operating, LLC OGRID: 330396 Date: 12/16/2024

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

If Other, please describe: _

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

Well Name	API	ULSTR	Footages	Anticipated Oil BBL/D	Anticipated Gas MCF/D	Anticipated Produced Water BBL/D
Emerald Fed Com 301H		M-6-T19S-R33E	510FSL/1200FWL	1250 BBL/D	2300 MCF/D	7000 BBL/D
Emerald Fed Com 302H		M-6-T19S-R33E	510FSL/1220FWL	1250 BBL/D	2300 MCF/D	7000 BBL/D
Emerald Fed Com 303H		M-6-T19S-R33E	510FSL/1240FWL	1250 BBL/D	2300 MCF/D	7000 BBL/D
Emerald Fed Com 501H		M-6-T19S-R33E	350FSL/1190FWL	950 BBL/D	1900 MCF/D	5000 BBL/D
Emerald Fed Com 502H		M-6-T19S-R33E	350FSL/1210FWL	950 BBL/D	1900 MCF/D	5000 BBL/D
Emerald Fed Com 513H		M-6-T19S-R33E	350FSL/1230FWL	950 BBL/D	1900 MCF/D	5000 BBL/D
Emerald Fed Com 601H		M-6-T19S-R33E	190FSL/1200FWL	1400 BBL/D	2800 MCF/D	7000 BBL/D
Emerald Fed Com 602H		M-6-T19S-R33E	190FSL/1220FWL	1400 BBL/D	2800 MCF/D	7000 BBL/D
Emerald Fed Com 603H		M-6-T19S-R33E	190FSL/1240FWL	1400 BBL/D	2800 MCF/D	7000 BBL/D

IV. Central Delivery Point Name: Emerald CTB

[See 19.15.27.9(D)(1) NMAC]

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

Well Name	API	Spud Date	TD Reached Date	Completion Commencement Date	Initial Flow Back Date	First Production Date
Emerald Fed Com 301H		3/15/2025	04/26/2025	05/01/2025	06/26/2025	06/26/2025
Emerald Fed Com 302H		3/15/2025	04/26/2025	05/01/2025	06/26/2025	06/26/2025
Emerald Fed Com 303H		3/15/2025	04/26/2025	05/01/2025	06/26/2025	06/26/2025
Emerald Fed Com 501H		3/15/2025	04/26/2025	05/01/2025	06/26/2025	06/26/2025
Emerald Fed Com 502H		3/15/2025	04/26/2025	05/01/2025	06/26/2025	06/26/2025
Emerald Fed Com 513H		3/15/2025	04/26/2025	05/01/2025	06/26/2025	06/26/2025
Emerald Fed Com 601H		3/15/2025	04/26/2025	05/01/2025	06/26/2025	06/26/2025
Emerald Fed Com 602H		3/15/2025	04/26/2025	05/01/2025	06/26/2025	06/26/2025
Emerald Fed Com 603H		3/15/2025	04/26/2025	05/01/2025	06/26/2025	06/26/2025

VI. Separation Equipment: \boxtimes 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 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.

- Al
Signature:
Printed Name: John Harper
Title: SVP Assets and Exploration
E-mail Address: John@avantnr.com
Date: 07/15/24
Phone: 678-988-6644
OIL CONSERVATION DIVISION
(Only applicable when submitted as a standalone form)
Approved By:
Title:
Approval Date:
Conditions of Approval:

Avant Operating, LLC Natural Gas Management Plan

VI. Separation equipment will be sized by construction engineering staff based on stated manufacturer daily throughput capacities and anticipated daily production rates to ensure adequate capacity. Closed vent system piping, compression needs, and VRUs will be sized utilizing ProMax modelling software to ensure adequate capacity for anticipated production volumes and conditions.

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



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

APD ID: 10400098219

Operator Name: AVANT OPERATING LLC

Well Name: EMERALD FEDERAL COM

Well Type: OIL WELL

Well Number: 513H Well Work Type: Drill

Submission Date: 04/24/2024

Highlighted data reflects the most recent changes

12/11/2024

Drilling Plan Data Report

Page 8 of 42

<u>Show Final Text</u>

Section 1 - Geologic Formations

Formation ID	Formation Name	Elevation	True Vertical	Measured Depth	Lithologies	Mineral Resources	Producing Formatio
14664278	QUATERNARY	3674	0	0	OTHER : Caliche	USEABLE WATER	N
14664279	RUSTLER ANHYDRITE	2336	1338	1338	ANHYDRITE	NONE	N
14664290	SALADO	1957	1717	1717	LIMESTONE	NONE	N
14664281	YATES	704	2970	2970	DOLOMITE, SANDSTONE	NONE	N
14664287	BRUSHY CANYON	-2246	5920	5936	SANDSTONE	NATURAL GAS, OIL	N
14664292	FIRST BONE SPRING SAND	-4994	8668	8797	SANDSTONE	NATURAL GAS, OIL	N
14664293	BONE SPRING 2ND	-5466	9140	9272	SANDSTONE	NATURAL GAS, OIL	Y

Section 2 - Blowout Prevention

Pressure Rating (PSI): 5M

Rating Depth: 15000

Equipment: A minimum 5M system will be used. The minimum blowout preventer equipment (BOPE) shown in BOP Diagram will consist of a single ram, mud cross and double ram-type (10,000 psi WP) preventer, and an annular preventer (5000-psi WP). Both units will be hydraulically operated, and the ram-type will be equipped with blind rams on bottom and drill pipe rams on top. All BOPE will be tested in accordance with Onshore Oil & Gas Order 2.

Requesting Variance? YES

Variance request: Variance is requested to use a co-flex line between the BOP and choke manifold (instead of using a 4" OD steel line). Co-flex line will be tested in accordance with highest BOP test pressures (5000 psi) before drilling out of surface casing and (5000 psi) before drilling out of intermediate casing. Pressure tests will be charted for records. The manufacturers hydrostatic test report will be kept on location for inspection.

Testing Procedure: Before drilling out of the surface casing, the ram-type BOP and accessory equipment will be tested to 5000 (high) / 250 (low) psig and the annular preventer to 3500 (high) / 250 (low) psig by an independent service company. Test charts will always be kept on site. Surface casing will be tested to 1500 psi for 30 minutes. Before drilling out of the intermediate casing, the ram-type BOP and accessory equipment will be tested to 5000 (high) / 250 (low) psig and the annular preventer to 3500 (high) / 250 (low) psig by an independent service company. Test charts will always be kept on site. Surface casing will be tested to 5000 (high) / 250 (low) psig and the annular preventer to 3500 (high) / 250 (low) psig by an independent service company. Test charts will always be kept on site. Intermediate casing will be tested to 1500 psi for 30 minutes. A solid steel body pack-off will be used after running and cementing the intermediate casing. After installation, pack-off and lower flange will be pressure tested to 5000 psi. Pipe

Operator Name: AVANT OPERATING LLC

Well Name: EMERALD FEDERAL COM

Well Number: 513H

rams will be operationally checked each 24-hour period. Blind rams will be operationally checked on each trip out of the hole. These checks will be noted on the daily tour sheets. A hydraulically operated choke will be installed prior to drilling out of the intermediate casing shoe. This pressure test will be repeated at least once every 30 days, as per Onshore Order 2. Kelly cock will always be kept in the drill string. Full opening drill pipe stabbing valve (inside BOP) with proper drill pipe connections will always be kept on the rig floor. The multi-bowl wellhead will be installed by a third-party welder while being monitored by the vendors representative. All BOP equipment will be tested using a conventional test plug - not a cup or J-packer type. Both the surface and intermediate casing strings will be tested as per Onshore Order 2 to at least 0.22 psi/ft or 1500 psi, whichever is greater.

Choke Diagram Attachment:

5M_Choke_Diagram_20240130141108.pdf

BOP Diagram Attachment:

5M_BOP_Diagram_20240130141112.pdf

Section 3 - Casing

Casing ID	String Type	Hole Size	Csg Size	Condition	Standard	Tapered String	Top Set MD	Bottom Set MD	Top Set TVD	Bottom Set TVD	Top Set MSL	Bottom Set MSL	Calculated casing length MD	Grade	Weight	Joint Type	Collapse SF	Burst SF	Joint SF Type	Joint SF	Body SF Type	Body SF
1	SURFACE	17.5	13.375	NEW	API	N	0	1363	0	1363	3674	2311	1363	J-55	54.5	LT&C	1.12 5	1.12 5	DRY	1.6	DRY	1.6
2	INTERMED IATE	12.2 5	9.625	NEW	API	N	0	5870	0	5870	3640	-2196	5870	J-55	40	LT&C	1.12 5	1.12 5	DRY	1.6	DRY	1.6
3	PRODUCTI ON	8.75	5.5	NEW	NON API	N	0	20156	0	9800	3679	-6126	20156	HCP -110		OTHER - GBCD	1.12 5	1.12 5	DRY	1.6	DRY	1.6

Casing Attachments

Operator Name: AVANT OPERATING LLC

Well Name: EMERALD FEDERAL COM

Well Number: 513H

Casing Attachments

-	
Casing ID: 1 String	SURFACE
Inspection Document:	
Spec Document:	
Spec Document.	
Tapered String Spec:	
Casing Design Assumptions and W	orksheet(s):
Emerald_Casing_Design_Criteri	a 20240423155048.pdf
Casing ID: 2 String	INTERMEDIATE
Inspection Document:	
Spec Document:	
opec Document.	
Tapered String Spec:	
Casing Design Assumptions and W	orksheet(s):
Emerald_Casing_Design_Criteri	a_20240423154830.pdf
Casing ID: 3 String	PRODUCTION
Inspection Document:	
Spec Document:	
	S2521 pdf
5.5_Casing_Specs_2024013015	52551.pdi
Tapered String Spec:	
Casing Design Assumptions and W	orksheet(s):
Emerald_Casing_Design_Criteri	a_20240423155029.pdf

Section 4 - Cement

Operator Name: AVANT OPERATING LLC

Well Name: EMERALD FEDERAL COM

Well Number: 513H

String Type	Lead/Tail	Stage Tool Depth	Top MD	Bottom MD	Quantity(sx)	Yield	Density	Cu Ft	Excess%	Cement type	Additives
SURFACE	Lead		0	1363	585	1.9	12.8	1112	50	35% B_POZ & 65% Class C	6% Gel+5% SALT+0.25PPS Pol-E- Flake+0.005GPS
SURFACE	Tail		1063	1363	215	1.33	14.8	286	20	Class C	1% CaCl2+0.005GPS NoFoam V1A
INTERMEDIATE	Lead		0	5870	1090	1.9	12.8	2070	50	35% Class B Poz + 65% Class C	6% Gel+5% SALT+0.3% R- 1300+0.005GPS
INTERMEDIATE	Tail		4696	5600	340	1.36	14.8	463	20	Class C	5% SALT+0.005GPS NoFoam V1A
PRODUCTION	Lead		0	2015 6	855	3.38	10.7	2890	50	100% ProLite	5PPS Plexcrete STE+2% SMS+0.65% R-1300+0.2% FL- 24+3PPS Gilsonite+0.005GPS NoFoam V1A
PRODUCTION	Tail		9455	2015 6	2690	1.21	14.5	3255	20	50% B_POZ & 50% Class H	5% SALT+0.05% RCKCAS-100+0.75% R-1201+0.5% FL- 24+0.005GPS NoFoam V1A

Section 5 - Circulating Medium

Mud System Type: Closed

Will an air or gas system be Used? NO

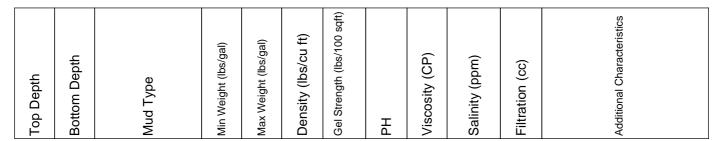
Description of the equipment for the circulating system in accordance with Onshore Order #2:

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

Describe what will be on location to control well or mitigate other conditions: Sufficient mud materials (e. g., barite, bentonite, LCM) to maintain mud properties and meet minimum lost circulation and weight increase requirements will always be kept on site.

Describe the mud monitoring system utilized: An electronic pit volume totalizer (PVT) mud system will monitor pit volumes for gains or losses, flow rate, pump pressures, and stroke rate.

Circulating Medium Table



Operator Name: AVANT OPERATING LLC

Well Name: EMERALD FEDERAL COM

Well Number: 513H

Top Depth	Bottom Depth	Mud Type	Min Weight (Ibs/gal)	Max Weight (Ibs/gal)	Density (Ibs/cu ft)	Gel Strength (lbs/100 sqft)	НА	Viscosity (CP)	Salinity (ppm)	Filtration (cc)	Additional Characteristics
0	1363	OTHER : Fresh Water	8.4	9							
1363	5870	OTHER : Cut brine	9.5	9.5							
5870	9455	OTHER : Cut Brine	9.2	9.5							
9455	1020 5	OIL-BASED MUD	9.5	9.5							
1020 5	2015 6	OIL-BASED MUD	9.2	9.2							

Section 6 - Test, Logging, Coring

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

GR log will be acquired by MWD tools throughout the well.

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

GAMMA RAY LOG,

Coring operation description for the well:

No core or open hole or cased hole log is planned

Section 7 - Pressure

Anticipated Bottom Hole Pressure: 4704

Anticipated Surface Pressure: 2547

Anticipated Bottom Hole Temperature(F): 163

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

Emerald_Pad_1_H2S_Packet_20240423161833.pdf

Operator Name: AVANT OPERATING LLC

Well Name: EMERALD FEDERAL COM

Well Number: 513H

Section 8 - Other Information

Proposed horizontal/directional/multi-lateral plan submission:

Emerald_Federal_Com_513H_Plan_0.1_Report_20240423162505.pdf

Emerald_Federal_Com_513H_Plan_0.1_Anti_Collision_20240423162508.pdf

Other proposed operations facets description:

All casing strings below the conductor will be pressure tested to 0.22 psi/ft x casing string length, or 1500 psi, whichever is greater, but not to exceed 70% of the minimum internal yield. If pressure declines more than 10% in 30 minutes, then corrective action will be taken.

Other proposed operations facets attachment:

Flex_Line_Certification_20240328120404.pdf

3_string_Multi_Wellhead_Specs_20240328121436.pdf

Avant_Natural_Resources_Emerald_Federal_Com__513H__240419165147_A__Entire_Well__No_Pricing_202404231625 14.pdf

Emerald_Federal_Com_513H_WBS_Prelim_20240424112925.pdf

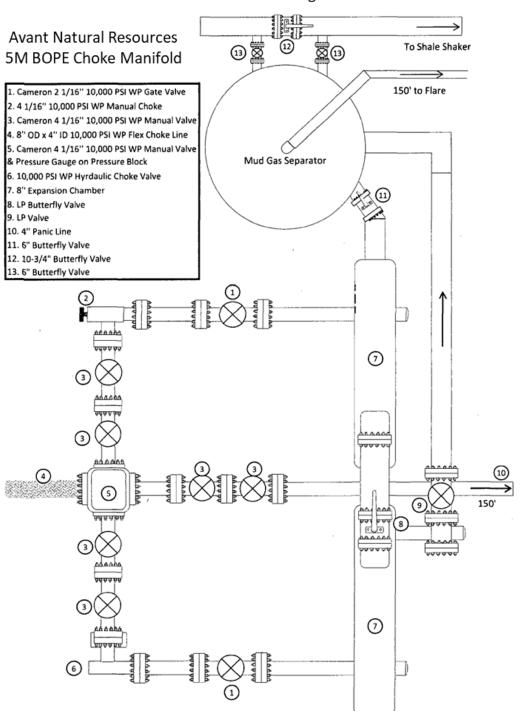
Avant_Natural_Resources___3_String_Bone_Spring_Well___AES_VERT_MP_20240925131810.pdf

Other Variance attachment:

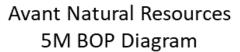
Emerald_513H_Cement_Variance_Request_20240424155338.pdf

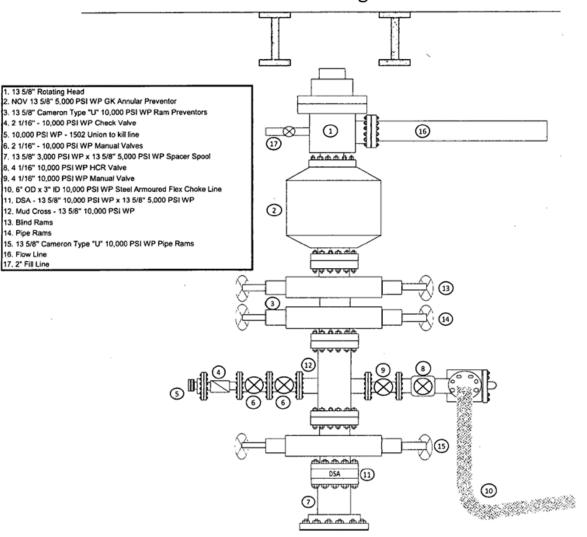
Avant_Surface_Casing_Cement_Variance_20240925131819.pdf

Avant___Offline_Cementing_Procedure_20240925131827.pdf



Choke Manifold Diagram







PERFORMANCE DATA SHEET

Revised May 2020

5.500" 20.0# IP HCP-110 with GB CD Butt

DIMENSIONAL DATA			
Casing OD	5.500 in	Pipe Grade	IP HCP-110
Coupling OD	6.300 in	Coupling Grade	P-110
Pipe Gauge	0.361 in	T&C WPF	20.00 lbs/ft
Drift Diameter	4.653 in	PE WPF	19.83 lbs/ft
MECHANICAL DATA			
Pipe IP Yield Minimum	125,000 psi	Collapse Pressure	12,200 psi
Pipe Tensile Minimum	125,000 psi	Pipe Body Internal Yield Pressure	14,360 psi
Coupling Yield Minimum	110,000 psi	Leak at E7 Plane	21,500 psi
Coupling Tensile Minimum	125,000 psi	Pipe Hydrostatic Test @ 80% SMYS	13,100 psi
CONNECTION & PIPE DATA			
Thread Name	GB CD Butt	Coupling Thread Fracture Strength	1,013,000 lbs
Joint Strength	685,000 lbs	Pipe Body Plain End Yield	729,000 lbs
Minimum Makeup Torque	10,000 ft-lbs	Pipe Thread Fracture Strength	685,000 lbs
Maximum Make-up Torque	20,000 ft-lbs	Coupling Internal Yield Pressure	16,240 psi
Maximum Operating Torque	33,660 ft-lbs		
Connection Yield Torque	35,440 ft-lbs		
Note:			

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CASING DESIGN CRITERIA & LOAD CASE ASSUMPTIONS

SURFACE CASING:

SIZE (in)	SURFACE CASING	ID (in)	DRIFT (in)	BURST (psi)	COLLAPSE (psi)	TENSION (k-lbs)	JOINT STRENGTH (k-lbs)	DEPTHS
13.375″	54.5# J-55 LTC	10.05	9.894	3130	1580	629	700	0' – SCP'

Collapse: DFc = 1.25

- Full internal evacuation: Collapse force equal to the mud gradient in which the casing will be ran.
- Cementing: Collapse force equal to the gradient of the planned cement slurries to planned depths and an internal force equal to the fluid gradient of displacement fluid.

Burst: DF_B = 1.25

• Pressure Test: Casing test per Onshore Oil and Gas Order No. 2 with an external force equal to the gradient in which the casing will be ran.

Tension: $DF_T = 1.6$

• Overpull: A downward force of 100,000 lbs is applied at the shoe along with the weight of the casing string, without considering buoyancy.

INTERMEIDATE CASING:

SIZE (in)	INTERMEDIATE CASING	ID (in)	DRIFT (in)	BURST (psi)	COLLAPSE (psi)	TENSION (k-lbs)	JOINT STRENGTH (k-lbs)	DEPTHS
9-5/8"	40# J-55 LTC	6.875	6.75	9470	7150	940	769	0' – ICP'

Collapse: DFc = 1.25

- Full Internal Evacuation: Collapse force equal to the mud gradient in which the casing will be ran.
- Cementing: Collapse force equal to the gradient of planned cement slurries to planned depths and an internal force equal to fluid gradient of displacement fluid.

Burst: DF_B = 1.25

- Pressure Test: Casing test per Onshore Oil and Gas Order No. 2 with an external force equal to the mud gradient in which the casing will be ran.
- Gas Kick Profile: Internal burst force at the shoe will be fracture pressure at that depth. Surface burst pressure will be fracture gradient at setting depth less a gas gradient to equivalent height of 50 bbl kick with Drill Pipe inside casing and mud gradient with which the next hole section will be ran above that. External force will be equal to the mud gradient in which the casing will be ran.

• Fracture at Shoe with 1/3 BHP at Surface: Internal burst force at the shoe will be fracture pressure at setting depth. Internal burst force at surface will be 1/3 of pore pressure at setting depth. External force will be equal to the mud gradient in which the casing will be ran.

Tension: DF_T = 1.6

• Overpull: A downward force of 100,000 lbs is applied at the shoe along with the weight of the casing string, without considering buoyancy.

PRODUCTION CASING:

SIZE (in)	PRODUCTION CASING	ID (in)	DRIFT (in)	BURST (psi)	COLLAPSE (psi)	TENSION (k-lbs)	CONN OD (in)	JOINT TENSION . (k-lbs)	DEPTHS
5-1/2"	20# HCP-110 GBCD	4.778	4.653	12,640	12,200	641	6.300	641	0' – MD'

.

Collapse: DFc = 1.25

- Partial Internal Evacuation: Collapse force equal to the mud gradient in which the casing will be ran. Internal force equal to gas gradient over one-third of setting depth and mud gradient with which the next hole section will be ran below that.
- Cementing: Collapse force equal to the gradient of planned cement slurries to planned depths and mud gradient in which the casing will be ran above that and an internal force equal to the fluid gradient of displacement fluid.

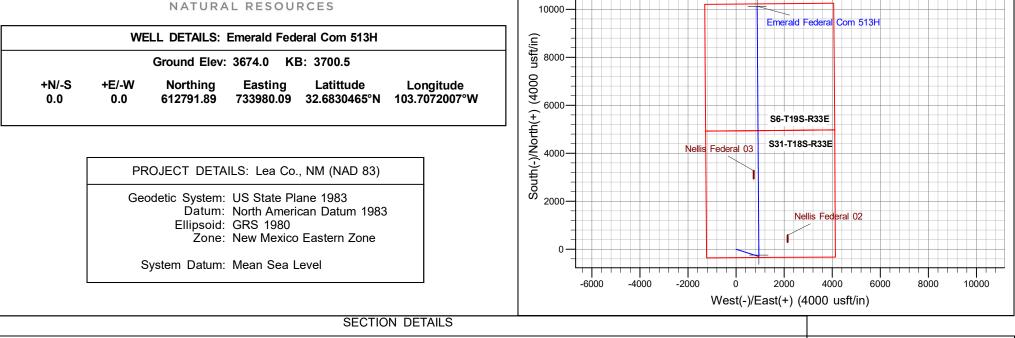
Burst: DF_B = 1.25

- Pressure Test: 80% of burst casing test with an external force equal to the mud gradient in which the casing will be ran.
- Injection Down Casing: 9800 psi surface injection pressure plus an internal pressure gradient of with an external force equal to the mud gradient in which the casing will be ran.

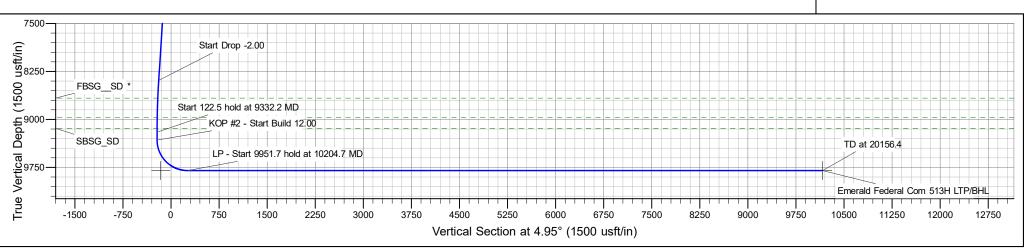
Tension: $DF_T = 1.6$

• Overpull: A downward force of 100,000 lbs is applied at the shoe along with the weight of the casing string, without considering buoyancy.





Sec	MD	Inc	Azi	TVD	+N/-S	+E/-W	Dleg	TFace	VSect	Annotation	G	
1	0.0	0.00	0.00	0.0	0.0	0.0	0.00	0.00	0.0		T ∧ N	Azimuths to Grid North
2	5000.0	0.00	0.00	5000.0	0.0	0.0	0.00	0.00	0.0	KOP - Start Build 2.00		True North: -0.34°
3	5821.2	16.42	107.56	5810.0	-35.3	111.5	2.00	107.56	-25.5	Start 2689.7 hold at 5821.2 MD		Magnetic North: 8.32°
4	8510.9	16.42	107.56	8390.0	-264.7	836.5	0.00	0.00	-191.5	Start Drop -2.00	4 1 12	
5	9332.2	0.00	0.00	9200.0	-300.0	948.0	2.00	180.00	-217.0	Start 122.5 hold at 9332.2 MD		Magnetic Field
6	9454.7	0.00	0.00	9322.5	-300.0	948.0	0.00	0.00	-217.0	KOP #2 - Start Build 12.00	Щ	Strength: 49684.4nT
7	10204.7	90.00	359.62	9800.0	177.5	944.8	12.00	359.62	258.4	LP - Start 9951.7 hold at 10204.7 MD		Dip Angle: 60.84°
8	20156.4	90.00	359.62	9800.0	10128.9	878.0	0.00	0.00	10166.9	TD at 20156.4		 Date: 12/31/2004
											∇	Model: IGRF2000



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Page 19 of 42

Avant Operating, LLC

Lea Co., NM (NAD 83) Emerald Emerald Federal Com 513H

ОН

Plan: Plan 0.1

Standard Planning Report

22 April, 2024

Planning Report

Database: Company: Project: Site: Well: Well: Wellbore: Design:		Avant C Lea Co Emeralo	Operating, LL ., NM (NAD a d d Federal Co	83)		TVD Refe MD Refer North Ref	ence:		Well Emerald F WELL @ 3700 WELL @ 3700 Grid Minimum Curv	.5usft (3700.5)	
Project		Lea Co.,	NM (NAD 8	3)							
Map System: Geo Datum: Map Zone:	I	North Ame	Plane 1983 erican Datum co Eastern Z			System Da	tum:	М	ean Sea Level		
Site		Emerald									
Site Position: From: Position Uncert	ainty:	Lat/Lo	0	Ea	rthing: sting: ot Radius:	733,	791.90 usft 980.09 usft 13-3/16 "	Latitude: Longitude:			32.6830465°N 103.7072007°W
Well		Emerald	Federal Con	n 513H							
Well Position Position Uncert Grid Converger		+N/-S +E/-W		0.0 usft 0.0 usft 0.0 usft .34 °	Northing: Easting: Wellhead Eleva	ation:	612,791.90 733,980.09	usft Lo	itude: ngitude: pund Level:		32.6830465°N 103.7072007°W 3,674.0 usft
Wellbore		OH									
Magnetics		Mod	el Name		nple Date	Declina (°)			Angle °)	Field Stre (nT)	-
			IGRF2000)	12/31/2004		8.66		60.84	49,684	.37126603
Design		Plan 0.1									
Audit Notes: Version:				D	nase:	PROTOTYPE	Ti	On Danth		0.0	
Vertical Section				Depth From		+N/-S		e On Depth: E/-W	Di	rection	
	• 			(usft) 0.0		(usft) 0.0	(u	isft) D.O		(°) 4.95	
Plan Survey To Depth Fro (usft)	om	Depth (usft	To) Surve	4/22/2024 y (Wellbore)		Tool Name	2.112014	Remarks			
1	0.0	20,15	56.3 Plan 0	. T (OH)		B001Mb_MW OWSG MWD					
Plan Sections											
Measured Depth (usft)	Inclin (°		Azimuth (°)	Vertical Depth (usft)	+N/-S (usft)	+E/-W (usft)	Dogleg Rate (°/100usft)	Build Rate (°/100usft)	Turn Rate (°/100usft)	TFO (°)	Target
0.0 5,000.0 5,821.2 8,510.9 9,332.2 9,454.7		0.00 0.00 16.42 16.42 0.00 0.00	0.00 0.00 107.56 107.56 0.00 0.00	0 5,000 5,810 8,390 9,200 9,322	0 0.0 0 -35.3 0 -264.7 0 -300.0	0.0 111.5 836.5 948.0	0.00 0.00 2.00 0.00 2.00 0.00	0.00 0.00 2.00 0.00 -2.00 0.00	0.00 0.00 0.00 0.00	0.00 0.00 107.56 0.00 180.00 0.00	
10,204.7 20,156.3		90.00 90.00	359.62 359.62	9,800 9,800			12.00 0.00	12.00 0.00		359.62 0.00 En	nerald Federal Com

4/22/2024 4:06:47PM

Planning Report

Database:	EDM 5000.16 Single User Db R	Local Co-ordinate Reference:	Well Emerald Federal Com 513H
Dalabase.	•	Local Co-ordinate Reference.	
Company:	Avant Operating, LLC	TVD Reference:	WELL @ 3700.5usft (3700.5)
Project:	Lea Co., NM (NAD 83)	MD Reference:	WELL @ 3700.5usft (3700.5)
Site:	Emerald	North Reference:	Grid
Well:	Emerald Federal Com 513H	Survey Calculation Method:	Minimum Curvature
Wellbore:	OH		
Design:	Plan 0.1		

Planned Survey

Measured Depth (usft)	Inclination (°)	Azimuth (°)	Vertical Depth (usft)	+N/-S (usft)	+E/-W (usft)	Vertical Section (usft)	Dogleg Rate (°/100usft)	Build Rate (°/100usft)	Turn Rate (°/100usft)
0.0	0.00	0.00	0.0	0.0	0.0	0.0	0.00	0.00	0.00
5,000.0	0.00	0.00	5,000.0	0.0	0.0	0.0	0.00	0.00	0.00
5,821.2	16.42	107.56	5,810.0	-35.3	111.5	-25.5	2.00	2.00	0.00
8,510.9	16.42	107.56	8,390.0	-264.7	836.5	-191.5	0.00	0.00	0.00
9,332.2	0.00	0.00	9,200.0	-300.0	948.0	-217.0	2.00	-2.00	0.00
9,454.7	0.00	0.00	9,322.5	-300.0	948.0	-217.0	0.00	0.00	0.00
10,204.7	90.00	359.62	9,800.0	177.5	944.8	258.4	12.00	12.00	0.00
20,156.3	90.00	359.62	9,800.0	10,128.9	878.0	10,166.9	0.00	0.00	0.00

Design Targets									
Target Name - hit/miss target - Shape	Dip Angle (°)	Dip Dir. (°)	TVD (usft)	+N/-S (usft)	+E/-W (usft)	Northing (usft)	Easting (usft)	Latitude	Longitude
Emerald Federal Com 5 [.] - plan hits target cente - Point	0.00 er	0.00	9,800.0	10,128.9	878.0	622,920.78	734,858.05	32.7108718°N	103.7041520°W
Emerald Federal Com 5 [.] - plan misses target ca - Point	0.00 enter by 159.	0.00 4usft at 9874	9,800.0 4.8usft MD (9	-242.6 9690.5 TVD, -	949.9 126.8 N, 946.8	612,549.28 3 E)	734,930.00	32.6823642°N	103.7041181°W

Measured Depth	Vertical Depth			Dip	Dip Direction	
(usft)	(usft)	Name	Lithology	(°)	(°)	
1,338.0	1,338.0	RUSTLER				
1,717.0	1,717.0	SOLADO				
2,970.0	2,970.0	YATES				
5,935.9	5,920.0	BRUSHY_CANYON				
7,416.3	7,340.0	BSPG_LIME *				
8,797.1	8,668.0	FBSGSD *				
9,104.9	8,973.0	SBSG_CARB				
9,272.2	9,140.0	SBSG_SD				

Plan Annotations

Measured	Vertical	Local Coor	dinates	
Depth	Depth	+N/-S	+E/-W	
(usft)	(usft)	(usft)	(usft)	Comment
5,000.0	5,000.0	0.0	0.0	KOP - Start Build 2.00
5,821.2	5,810.0	-35.3	111.5	Start 2689.7 hold at 5821.2 MD
8,510.9	8,390.0	-264.7	836.5	Start Drop -2.00
9,332.2	9,200.0	-300.0	948.0	Start 122.5 hold at 9332.2 MD
9,454.7	9,322.5	-300.0	948.0	KOP #2 - Start Build 12.00
10,204.7	9,800.0	177.5	944.8	LP - Start 9951.7 hold at 10204.7 MD
20,156.3	9,800.0	10,128.9	878.0	TD at 20156.4

Avant Operating, LLC

Lea Co., NM (NAD 83) Emerald Emerald Federal Com 513H

OH Plan 0.1

Anticollision Summary Report

22 April, 2024

Anticollision Summary Report

-			
Company:	Avant Operating, LLC	Local Co-ordinate Reference:	Well Emerald Federal Com 513H
Project:	Lea Co., NM (NAD 83)	TVD Reference:	WELL @ 3700.5usft (3700.5)
Reference Site:	Emerald	MD Reference:	WELL @ 3700.5usft (3700.5)
Site Error:	0.0 usft	North Reference:	Grid
Reference Well:	Emerald Federal Com 513H	Survey Calculation Method:	Minimum Curvature
Well Error:	0.0 usft	Output errors are at	2.00 sigma
Reference Wellbore	ОН	Database:	EDM 5000.16 Single User Db R
Reference Design:	Plan 0.1	Offset TVD Reference:	Offset Datum
Reference	Plan 0.1		
Filter type:	NO GLOBAL FILTER: Using user defined selecti	on & filtering criteria	
Interpolation Method:	Stations	Error Model:	ISCWSA
Depth Range:	Unlimited	Scan Method:	Closest Approach 3D
Results Limited by:	Maximum centre distance of 1,000.0usft	Error Surface:	Pedal Curve

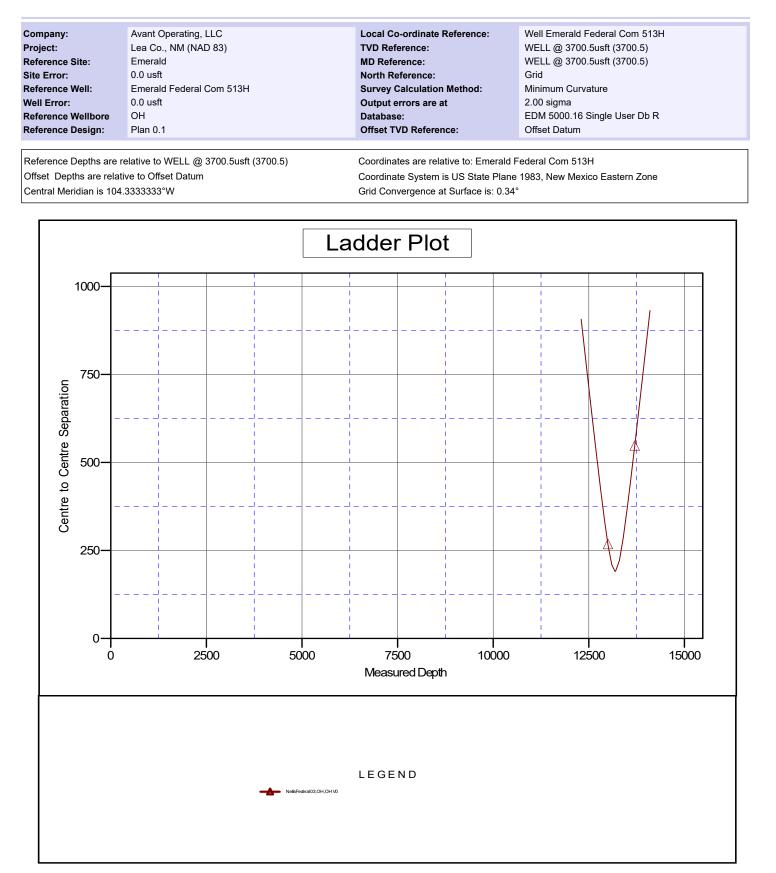
······			
Warning Levels Evaluated at:	2.00 Sigma	Casing Method:	Not applied
Survey Tool Program	Date 4/22/2024		

Survey room rogram		Date 4/22/2024			
From	То				
(usft)	(usft)	Survey (Wellbore)	Tool Name	Description	
0.0	20,156	.3 Plan 0.1 (OH)	B001Mb_MWD+HRGM	OWSG MWD + HRGM	

Summary							
		Reference	Offset	Distance			
Site Name Offset Well - We	ellbore - Design	Measured Depth (usft)	Measured Depth (usft)	Between Centres (usft)	Between Ellipses (usft)	Separation Factor	Warning
Emerald							
Nellis Federal 02 Nellis Federal 03		13,187.3	9,818.3	190.6	-98.9	0.658	Out of range Level 1, CC, ES, SF

CC - Min centre to center distance or covergent point, SF - min separation factor, ES - min ellipse separation

Anticollision Summary Report



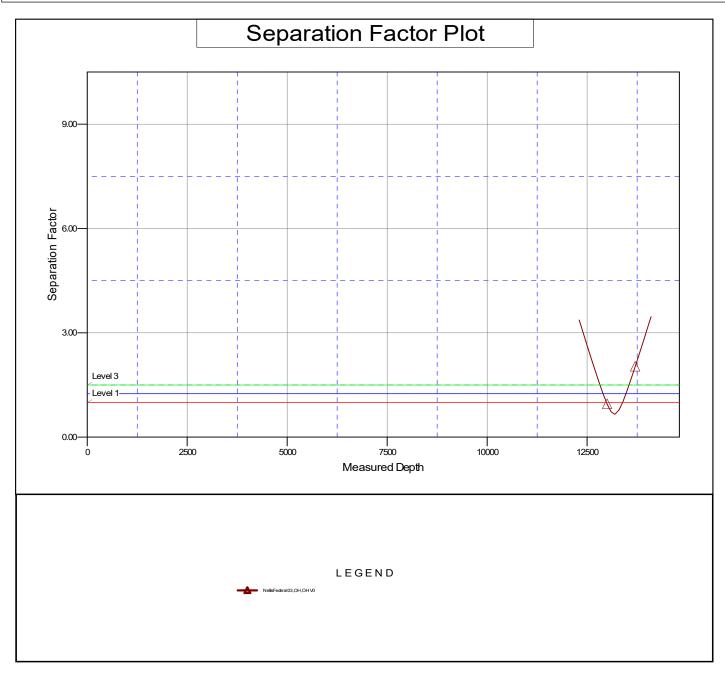
CC - Min centre to center distance or covergent point, SF - min separation factor, ES - min ellipse separation

Anticollision Summary Report

Company:	Avant Operating, LLC	Local Co-ordinate Reference:	Well Emerald Federal Com 513H
Project:	Lea Co., NM (NAD 83)	TVD Reference:	WELL @ 3700.5usft (3700.5)
Reference Site:	Emerald	MD Reference:	WELL @ 3700.5usft (3700.5)
Site Error:	0.0 usft	North Reference:	Grid
Reference Well:	Emerald Federal Com 513H	Survey Calculation Method:	Minimum Curvature
Well Error:	0.0 usft	Output errors are at	2.00 sigma
Reference Wellbore	ОН	Database:	EDM 5000.16 Single User Db R
Reference Design:	Plan 0.1	Offset TVD Reference:	Offset Datum

Reference Depths are relative to WELL @ 3700.5usft (3700.5) Offset Depths are relative to Offset Datum Central Meridian is 104.3333333°W

Coordinates are relative to: Emerald Federal Com 513H Coordinate System is US State Plane 1983, New Mexico Eastern Zone Grid Convergence at Surface is: 0.34°



CC - Min centre to center distance or covergent point, SF - min separation factor, ES - min ellipse separation Page 4

4/22/2024 4:06:59PM

PECOS DISTRICT DRILLING CONDITIONS OF APPROVAL

LOCATION:Section 6, T.19 S., R.33 E., NMPMCOUNTY:Lea County, New Mexico	OPERATOR'S NAME:	Avant Operating LLC	-
COUNTY: Lea County, New Mexico		Section 6, T.19 S., R.33 E., NMPM	
	COUNTY:	Lea County, New Mexico	-

WELL NAME & NO.:	Emerald Federal Com 513H
ATS/API ID:	ATS-24-1487
APD ID:	10400098219
Sundry ID:	N/a

COA

Page 1 of 10

H2S	Vec T		
	Yes		
Potash	None 🔽	None	
Cave/Karst Potential	Low		
Cave/Karst Potential	Critical		
Variance	C None	E Flex Hose	C Other
Wellhead	Conventional and Multibov	vl 🛨	
Other	□ 4 String □ 5 String	Capitan Reef	□WIPP
		None 🔻	
Other	Pilot Hole	Open Annulus	
	None 🔻		
Cementing	Contingency Squeeze	Echo-Meter	Primary Cement
	None 🔫	None 🔫	Squeeze
			None 🚽
Special	□ Water	COM	Unit Unit
Requirements	Disposal/Injection		
Special	Batch Sundry	Waste Prevention	
Requirements		None 🝷	
Special	Break Testing	✓ Offline	Casing
Requirements		Cementing	Clearance
Variance			

A. HYDROGEN SULFIDE

A Hydrogen Sulfide (H2S) Drilling Plan shall be activated 500 feet prior to drilling into the **Morrow** formation. As a result, the Hydrogen Sulfide area must meet **43 CFR part 3170 Subpart 3176** requirements, which includes equipment and personnel/public protection items. If Hydrogen Sulfide is encountered, please provide measured values and formations to the BLM.

B. CASING

- The 13-3/8 inch surface casing shall be set at approximately 1610 feet (a minimum of 25 feet (Lea County) into the Rustler Anhydrite and above the salt when present, and below usable fresh water) and cemented to the surface. The surface hole shall be 17 1/2 inch in diameter.
 - a. If cement does not circulate to the surface, the appropriate BLM office shall be notified and a temperature survey utilizing an electronic type temperature survey with surface log readout will be used or a cement bond log shall be run to verify the top of the cement. Temperature survey will be run a minimum of six hours after pumping cement and ideally between 8-10 hours after completing the cement job.
 - b. Wait on cement (WOC) time for a primary cement job will be a minimum of <u>8</u> <u>hours</u> or 500 pounds compressive strength, whichever is greater. (This is to include the lead cement)
 - c. Wait on cement (WOC) time for a remedial job will be a minimum of 4 hours after bringing cement to surface or 500 pounds compressive strength, whichever is greater.
 - d. If cement falls back, remedial cementing will be done prior to drilling out that string.

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

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

AM Approval Date: 12/11/2024

•

C. PRESSURE CONTROL

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

2.

Option 1:

- a. Minimum working pressure of the blowout preventer (BOP) and related equipment (BOPE) required for drilling below the surface casing shoe shall be **3000 (3M)** psi.
- b. Minimum working pressure of the blowout preventer (BOP) and related equipment (BOPE) required for drilling below the **9-5/8** inch intermediate casing shoe shall be **5000 (5M)** psi.

Option 2:

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

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

D. SPECIAL REQUIREMENT (S)

Communitization Agreement

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

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

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

Offline Cementing

Operator has been (Approved) to pump the proposed cement program offline in the Surface and intermediate(s) intervals.

Offline cementing should commence within 24 hours of landing the casing for the interval.

Notify the BLM 4hrs prior to cementing offline at Lea County: 575-689-5981.

Approval Date: 12/11/2024

GENERAL REQUIREMENTS

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

- a. Spudding well (minimum of 24 hours)
- b. Setting and/or Cementing of all casing strings (minimum of 4 hours)
- c. BOPE tests (minimum of 4 hours)
 - Lea County Call the Hobbs Field Station, 414 West Taylor, Hobbs NM 88240, (575) 689-5981
- 1. Unless the production casing has been run and cemented or the well has been properly plugged, the drilling rig shall not be removed from over the hole without prior approval.
 - a. In the event the operator has proposed to drill multiple wells utilizing a skid/walking rig. Operator shall secure the wellbore on the current well, after installing and testing the wellhead, by installing a blind flange of like pressure rating to the wellhead and a pressure gauge that can be monitored while drilling is performed on the other well(s).
 - b. When the operator proposes to set surface casing with Spudder Rig
 - Notify the BLM when moving in and removing the Spudder Rig.
 - Notify the BLM when moving in the 2nd Rig. Rig to be moved in within 90 days of notification that Spudder Rig has left the location.
 - BOP/BOPE test to be conducted per **43** CFR part **3170** Subpart **3172** as soon as 2nd Rig is rigged up on well.
- 2. Floor controls are required for 3M or Greater systems. These controls will be on the rig floor, unobstructed, readily accessible to the driller and will be operational at all times during drilling and/or completion activities. Rig floor is defined as the area immediately around the rotary table; the area immediately above the substructure on which the draw works are located, this does not include the dog house or stairway area.

A. CASING

 Changes to the approved APD casing program need prior approval if the items substituted are of lesser grade or different casing size or are Non-API. The Operator can exchange the components of the proposal with that of superior strength (i.e. changing from J-55 to N-80, or from 36# to 40#). Changes to the approved cement program need prior approval if the altered cement plan has less volume or strength or if the changes are substantial (i.e. Multistage tool, ECP, etc.). The initial wellhead installed on the well will remain on the well with spools used as needed.

- 2. Wait on cement (WOC) for Potash Areas: After cementing but before commencing any tests, the casing string shall stand cemented under pressure until both of the following conditions have been met: 1) cement reaches a minimum compressive strength of 500 psi for all cement blends of both lead and tail cement, 2) until cement has been in place at least <u>8 hours</u>. WOC time will be recorded in the driller's log. The casing integrity test can be done (prior to the cement setting up) immediately after bumping the plug.
- 3. <u>Wait on cement (WOC) for Water Basin:</u> After cementing but before commencing any tests, the casing string shall stand cemented under pressure until both of the following conditions have been met: 1) cement reaches a minimum compressive strength of 500 psi at the shoe, 2) until cement has been in place at least <u>8 hours</u>. WOC time will be recorded in the driller's log. See individual casing strings for details regarding lead cement slurry requirements. The casing integrity test can be done (prior to the cement setting up) immediately after bumping the plug.
- 4. Provide compressive strengths including hours to reach required 500 pounds compressive strength prior to cementing each casing string. Have well specific cement details onsite prior to pumping the cement for each casing string.
- 5. No pea gravel permitted for remedial or fall back remedial without prior authorization from the BLM engineer.
- 6. On that portion of any well approved for a 5M BOPE system or greater, a pressure integrity test of each casing shoe shall be performed. Formation at the shoe shall be tested to a minimum of the mud weight equivalent anticipated to control the formation pressure to the next casing depth or at total depth of the well. This test shall be performed before drilling more than 20 feet of new hole.
- 7. If hardband drill pipe is rotated inside casing, returns will be monitored for metal. If metal is found in samples, drill pipe will be pulled and rubber protectors which have a larger diameter than the tool joints of the drill pipe will be installed prior to continuing drilling operations.
- 8. Whenever a casing string is cemented in the R-111-P potash area, the NMOCD requirements shall be followed.
- B. PRESSURE CONTROL
- All blowout preventer (BOP) and related equipment (BOPE) shall comply with well control requirements as described in 43 CFR part 3170 Subpart 3172 and API STD 53 Sec. 5.3.
- 2. If a variance is approved for a flexible hose to be installed from the BOP to the choke manifold, the following requirements apply: The flex line must meet the requirements of API 16C. Check condition of flexible line from BOP to choke

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

- 3. 5M or higher system requires an HCR valve, remote kill line and annular to match. The remote kill line is to be installed prior to testing the system and tested to stack pressure.
- 4. If the operator has proposed a multi-bowl wellhead assembly in the APD. The following requirements must be met:
 - a. Wellhead shall be installed by manufacturer's representatives, submit documentation with subsequent sundry.
 - b. If the welding is performed by a third party, the manufacturer's representative shall monitor the temperature to verify that it does not exceed the maximum temperature of the seal.
 - c. Manufacturer representative shall install the test plug for the initial BOP test.
 - d. Whenever any seal subject to test pressure is broken, all the tests in 43 CFR 3172.6(b)(9) must be followed.
 - e. If the cement does not circulate and one inch operations would have been possible with a standard wellhead, the well head shall be cut off, cementing operations performed and another wellhead installed.
- 5. The appropriate BLM office shall be notified a minimum of 4 hours in advance for a representative to witness the tests.
 - a. In a water basin, for all casing strings utilizing slips, these are to be set as soon as the crew and rig are ready and any fallback cement remediation has been done. The casing cut-off and BOP installation can be initiated four hours after installing the slips, which will be approximately six hours after bumping the plug. For those casing strings not using slips, the minimum wait time before cut-off is eight hours after bumping the plug. BOP/BOPE testing can begin after cut-off or once cement reaches 500 psi compressive strength (including lead cement), whichever is greater. However, if the float does not hold, cut-off cannot be initiated until cement reaches 500 psi compressive strength (including lead when specified).
 - b. In potash areas, for all casing strings utilizing slips, these are to be set as soon as the crew and rig are ready and any fallback cement remediation has been done. For all casing strings, casing cut-off and BOP installation can be initiated at twelve hours after bumping the cement plug. The BOPE test can be

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initiated after bumping the cement plug with the casing valve open. (only applies to single stage cement jobs, prior to the cement setting up.)

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

C. DRILLING MUD

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

D. WASTE MATERIAL AND FLUIDS

All waste (i.e. drilling fluids, trash, salts, chemicals, sewage, gray water, etc.) created as a result of drilling operations and completion operations shall be safely contained and

disposed of properly at a waste disposal facility. No waste material or fluid shall be disposed of on the well location or surrounding area.

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

Long Vo (LVO) 12/5/2024

Approval Date: 12/11/2024

Hydrogen Sulfide Plan Summary

- A. All personnel shall receive proper H2S training in accordance with Onshore Order III.C.3.a.
- B. Briefing Area: two perpendicular areas will be designated by signs and readily accessible.
- C. Required Emergency Equipment:
 - Well control equipment
 - a. Flare line 150' from wellhead to be ignited by flare gun.
 - b. Choke manifold with a remotely operated choke.
 - c. Mud/gas separator
 - Protective equipment for essential personnel.

Breathing apparatus:

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

Auxiliary Rescue Equipment:

- a. Stretcher
- b. Two OSHA full body harness
- c. 100 ft 5/8 inch OSHA approved rope
- d. 1-20# class ABC fire extinguisher
- H2S detection and monitoring equipment:

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

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

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



Mud program:

 The mud program has been designed to minimize the volume of H2S circulated to surface. The operator will have the necessary mud products to minimize hazards while drilling in H2S bearing zones.

 Metallurgy:

 All drill strings, casings, tubing, wellhead, blowout preventer, drilling spool, kill lines, choke manifold and lines, and valves shall be suitable for H2S service.

 Communication:

 Communication will be via cell phones and land lines where available.

 Company Personnel to be Notified

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

Local & County Agencies

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

State Agencies

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



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Federal Agencies

BLM (Carlsbad)	(575) 234-5972			
BLM (Hobbs)	(575) 393-3612			
National Response Center	(800) 424-8802			
US EPA Region 6 (Dallas)	(800) 887-6063			
	(214) 665-6444			
Veterinarians				
Lovington Veterinary Clinic	(575) 396-7387			
Hobbs Animal Clinic	(575) 392-5563			
	(575) 397-2286			
Dal Paso Animal Hospital (Hobbs)	(373) 397-2200			
Residents within 2 miles				
<u>Residents within 2 miles</u>				

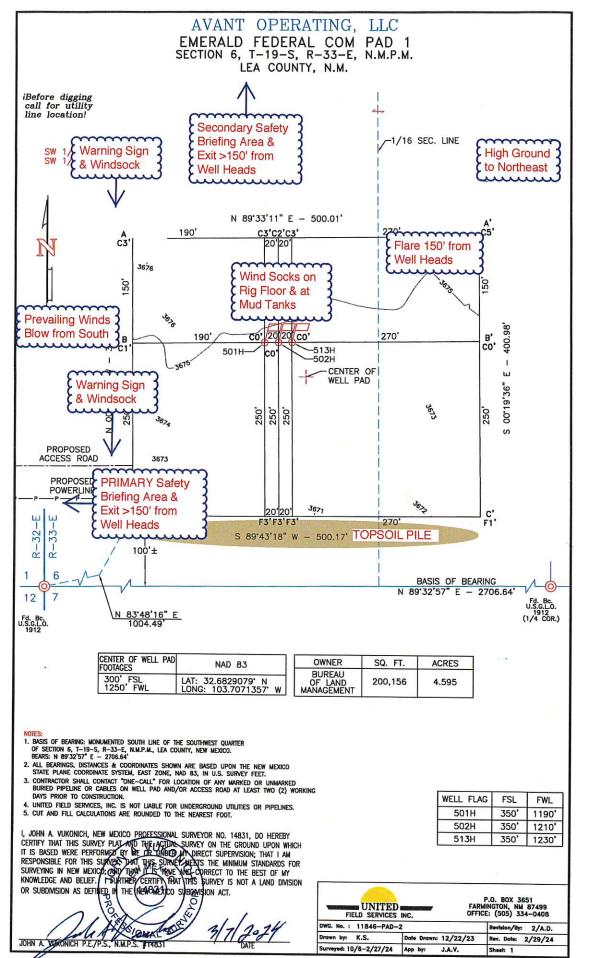
None

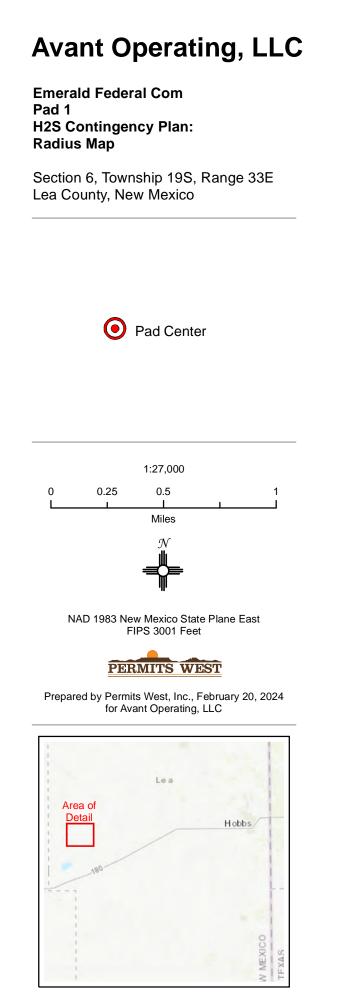
Air Evacuation

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

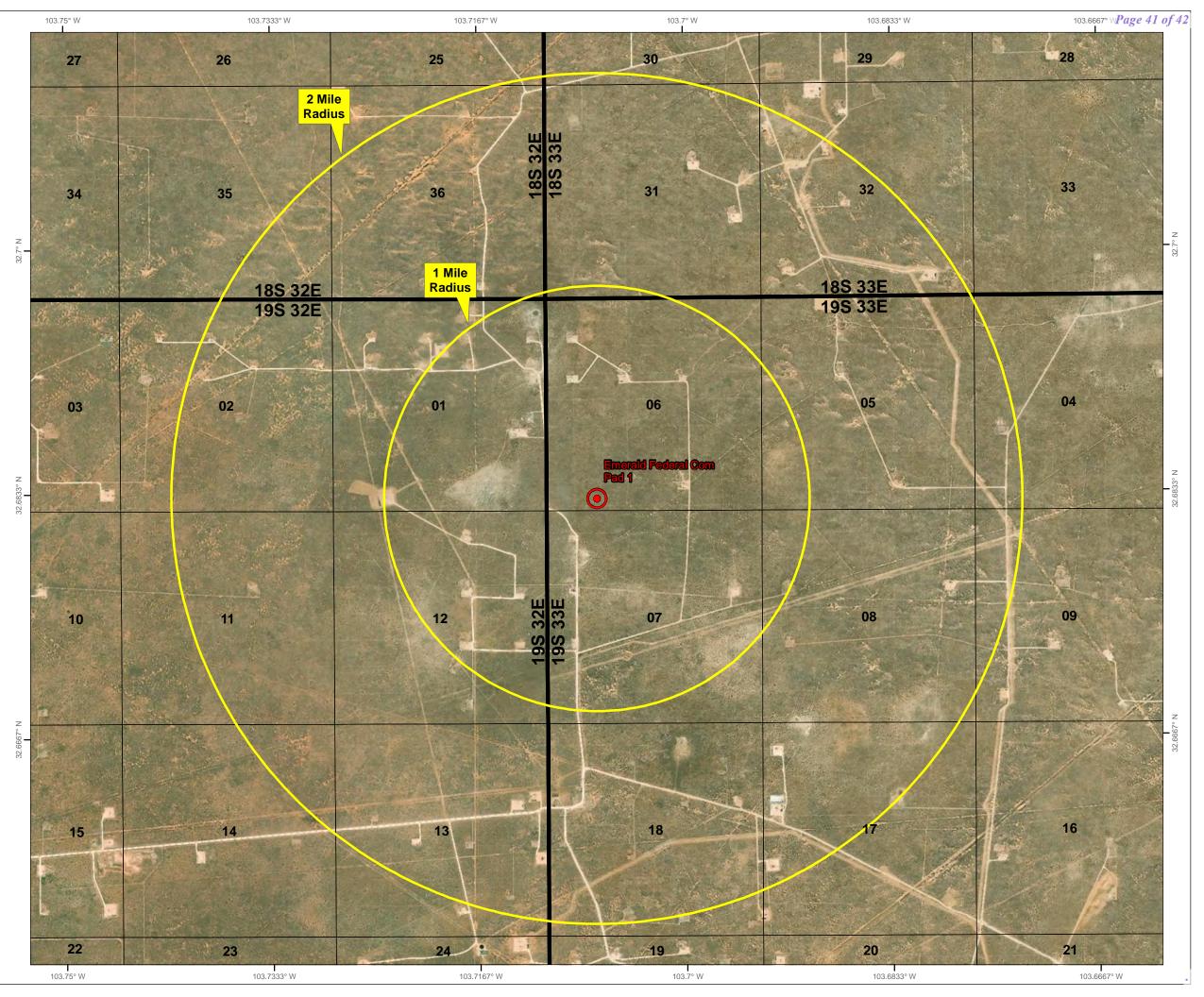


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Sante Fe Main Office Phone: (505) 476-3441

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:
Avant Operating, LLC	330396
1515 Wynkoop Street	Action Number:
Denver, CO 80202	413422
	Action Type:
	[C-101] BLM - Federal/Indian Land Lease (Form 3160-3)

CONDITIONS

Created By	Condition	Condition Date
twelem	Cement is required to circulate on both surface and intermediate1 strings of casing.	12/18/2024
twelem	If cement does not circulate on any string, a Cement Bond Log (CBL) is required for that string of casing.	12/18/2024
pkautz	Administrative order required for non-standard spacing unit prior to production.	1/2/2025
pkautz	File As Drilled C-102 and a directional Survey with C-104 completion packet.	1/2/2025
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.	1/2/2025
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.	1/2/2025

Action 413422

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