Form 3160-5 (June 2015)

## **UNITED STATES** DEPARTMENT OF THE INTERIOR BUREAU OF LAND MANAGEMENT

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

Expires. va	
5. Lease Serial No. NMNM136870	

SUNDRY NOTICES AND REPORTS ON WELLS	
Do not use this form for proposals to drill or to re-enter an	,
shandaned well. Use form 3160 3 (ABD) for such preparely	

Do not use this form for proposals to drill or to re-enter an						
abandoned we	6. If Indian, Allottee or	Tribe Name				
SUBMIT IN	7. If Unit or CA/Agreen	nent, Name and/or No.				
1. Type of Well					8. Well Name and No.	3/4/21
☑ Oil Well ☐ Gas Well ☐ Ot	her				CORRAL CANYON	FEDERAL 6H
<ol><li>Name of Operator XTO ENERGY INCORPORA</li></ol>	Contact: K TED E-Mail: kelly_kardos	(ELLY KARE @xtoenergy.c			9. API Well No. 30-015-42925-00	-X1
3a. Address 6401 HOLIDAY HILL ROAD E MIDLAND, TX 79707	BLDG 5	3b. Phone No. Ph: 432-62	(include area code 0-4374	)	10. Field and Pool or Ex WILLOW LAKE-E	ploratory Area ONE SPRING, SE
4. Location of Well (Footage, Sec., 7	T., R., M., or Survey Description)				11. County or Parish, St	ate
Sec 9 T25S R29E NENW 175 32.151306 N Lat, 103.991157			Field (	dffice	EDDY COUNTY,	NM
12. CHECK THE A	PPROPRIATE BOX(ES)-1	OINDICA	E NATURE O	F,NOTICE,	REPORT, OR OTHE	ER DATA
TYPE OF SUBMISSION		<u> </u>	TYPE O	F ACTION		
Notice of Intent	☐ Acidize	☐ Deep	en	☐ Product	on (Start/Resume)	☐ Water Shut-Off
	☐ Alter Casing	☐ Hyd:	aulic Fracturing	☐ Reclama	ation	■ Well Integrity
☐ Subsequent Report	☐ Casing Repair	□ New	Construction	☐ Recomp	lete	Other
☐ Final Abandonment Notice	☐ Change Plans	☐ Plug	and Abandon	☐ Tempor	arily Abandon	
	Convert to Injection	☐ Plug	Back	□ Water D	isposal	
following completion of the involved testing has been completed. Final A determined that the site is ready for 1 BOPCO, L.P. requests permis 1. Correct lease number to NI 2. Change well name fr/Corra Revised C102 attached	bandonment Notices must be filed final inspection.  ssion to make the following MNM120898. I Canyon Federal 6H to Co  Heller Mccepted I  NMC	changes to sure all ranges to sure all canyon $7-2018$	requirements, include the approved Al Federal Com 6H	ed: PD: H. – 3174 SEE AT NDITION	A have been completed and A have been comple	d the operator has
14. I hereby certify that the foregoing is	s true and correct. Electronic Submission #44	12876 verifier	by the BIM We	II Information	System	CHAVELY VER
Co	For XTO ENERG	Y INCORPO <b>R</b>	AŤED, sent to tl	he Carlsbad	•	
Name (Printed/Typed) KELLY KA	ommitted to AFMSS for proce	essing by 20		•	ORDINATOR	
Name (27 meas 19pea) NEEE 1 TO	11000		THE KEGOL	ATORT CO	JADINATOR	
Signature (Electronic	Submission)		Date 11/06/2	018		
	THIS SPACE FO	R FEDERA	L OR STATE	OFFICE US	SE	
_Approved By_ZOTA STEVENS			TitlePETROLE	IIM ENGINE	:FR	Date 11/07/2018
Conditions of approval, if any, are attache	d Approval of this notice does n	ot warrant or	- ······ L I I V Q L L	- NICHTER	- <del>   \</del>	1 1110112010
conditions of approval, it any, are attached ertify that the applicant holds legal or equivalent would entitle the applicant to condu-	uitable title to those rights in the s		Office Carlsba	d		
Title 18 U.S.C. Section 1001 and Title 43 States any false, fictitious or fraudulent	U.S.C. Section 1212, make it a cr statements or representations as to	rime for any per o any matter wi	son knowingly and hin its jurisdiction.	willfully to ma	ke to any department or ag	ency of the United

(Instructions on page 2) \*\* BLM REVISED \*\* BLM REVISED \*\* BLM REVISED \*\* BLM REVISED \*\*

Rul 11-20-18 (N.Chaya)

## NM OIL CONSERVATION

ARTESIA DISTRICT

Form C-102

Energy, Minerals & Natural Resources Department 1 4 2018 Revised August 1, 2011 Submit one copy to appropriate

RECEIVED

**District Office** 

OIL CONSERVATION DIVISION 1220 South St. Francis Dr.

Santa Fe, NM 87505

✓ AMENDED REPORT

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

1625 N. French Dr., Hobbs, NM 88240

Phone: (575) 393-6161 Fax: (575) 393-0720

District I

WELL LOCATION AND ACREAGE DEDICATION PLAT

State of New Mexico

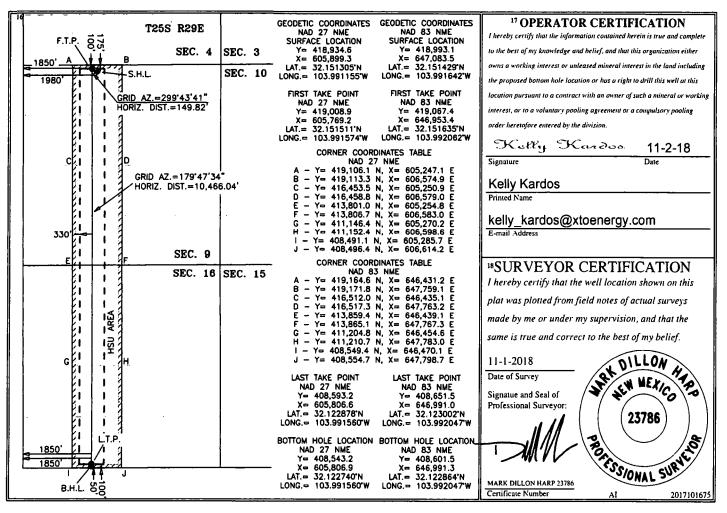
<sup>1</sup> API Number 30-015-42925	<sup>2</sup> Pool Code 96217	<sup>3</sup> Pool Name WILLOW LAKE; BONE SPRING, SE		
<sup>4</sup> Property Code 3 (7429	CORRA	<sup>5</sup> Property Name CORRAL CANYON FEDERAL COM		
<sup>7</sup> OGRID No. 005380		<sup>8</sup> Operator Name XTO ENERGY INC.		

10 Surface Location

UL or lot no.	Section	Township	Range	Lot Idn	Feet from the	North/South line	Feet from the	East/West line	County
c	9	25 S	29 E		175	NORTH	1,980	WEST	EDDY
" Bottom Hole Location If Different From Surface									
UL or lot no.	Section	Township	Range	Lot Idn	Feet from the	North/South line	Feet from the	East/West line	County
N	16	25 S	29 E		50	SOUTH	1,850	WEST	EDDY

12 Dedicated Acres 13 Joint or Infill 14 Consolidation Code 15 Order No. 319.85

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



Rw 11-20-18

# PECOS DISTRICT DRILLING CONDITIONS OF APPROVAL

OPERATOR'S NAME: | BOPCO, LP

LEASE NO.: NMNM136870

WELL NAME & NO.: | CORRAL CANYON FEDERAL COM 6H

SURFACE HOLE FOOTAGE: | 175' FNL & 1980' FWL BOTTOM HOLE FOOTAGE | 50' FSL & 1850' FWL

LOCATION: Section 9, T. 25 S., R 29 E., NMPM

**COUNTY:** | Eddy County, New Mexico

 $\mathbf{COA}$ 

All previous COAs still apply expect the following:

H2S	C Yes	€ No	
Potash	€ None	C Secretary	C R-111-P
Cave/Karst Potential	€ Low	← Medium	← High
Variance	None	Flex Hose	Other
Wellhead	Conventional	6 Multibowl	C Both
Other	□ 4 String Area	Capitan Reef	□ WIPP

#### **Communitization Agreement**

- The operator will submit a Communitization Agreement to the Carlsbad Field Office, 620 E Greene St. Carlsbad, New Mexico 88220, at least 90 days before the 0anticipated 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.
- If the operator does not comply with this condition of approval, the BLM may take enforcement actions that include, but are not limited to, those specified in 43 CFR 3163.1.
- In addition, the well sign shall include the surface and bottom hole lease numbers. When the Communitization Agreement number is known, it shall also be on the sign.

#### A. Hydrogen Sulfide

Hydrogen Sulfide (H2S) monitors shall be installed prior to drilling out the surface shoe. If H2S is detected in concentrations greater than 100 ppm, the Hydrogen Sulfide area shall meet Onshore Order 6 requirements, which includes equipment and personnel/public protection items. If Hydrogen Sulfide is encountered, provide measured values and formations to the BLM.

#### **B. CASING**

- 1. The 13-3/8 inch surface casing shall be set at approximately feet (a minimum of 25 feet into the Rustler Anhydrite and above the salt) 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.
  - b. Wait on cement (WOC) time for a primary cement job will be a minimum of <u>8</u> hours or 500 pounds compressive strength, whichever is greater. (This is to include the lead cement)
  - c. Wait on cement (WOC) time for a remedial job will be a minimum of 4 hours after bringing cement to surface or 500 pounds compressive strength, whichever is greater.
  - d. If cement falls back, remedial cementing will be done prior to drilling out that string.
- 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. Wait on cement (WOC) time for a primary cement job is to include the lead cement slurry due to cave/karst or potash.
- 3. The minimum required fill of cement behind the 5-1/2 inch production casing is:
  - Cement should tie-back at least 200 feet into previous casing string. Operator shall provide method of verification.

#### C. PRESSURE CONTROL

- 1. Variance approved to use flex line from BOP to choke manifold. Manufacturer's specification to be readily available. No external damage to flex line. Flex line to be installed as straight as possible (no hard bends).
- 2. 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.

### **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)
  - Chaves and Roosevelt Counties
    Call the Roswell Field Office, 2909 West Second St., Roswell NM 88201.
    During office hours call (575) 627-0272.
    After office hours call (575)
  - Eddy County
    Call the Carlsbad Field Office, 620 East Greene St., Carlsbad, NM 88220, (575) 361-2822
  - ✓ Lea CountyCall the Hobbs Field Station, 414 West Taylor, Hobbs NM 88240, (575)393-3612
- 1. Unless the production casing has been run and cemented or the well has been properly plugged, the drilling rig shall not be removed from over the hole without prior approval.
  - a. In the event the operator has proposed to drill multiple wells utilizing a skid/walking rig. Operator shall secure the wellbore on the current well, after installing and testing the wellhead, by installing a blind flange of like pressure rating to the wellhead and a pressure gauge that can be monitored while drilling is performed on the other well(s).
  - b. When the operator proposes to set surface casing with Spudder Rig
    - Notify the BLM when moving in and removing the Spudder Rig.
    - Notify the BLM when moving in the 2<sup>nd</sup> Rig. Rig to be moved in within 90 days of notification that Spudder Rig has left the location.
    - BOP/BOPE test to be conducted per Onshore Oil and Gas Order No. 2 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.
- 3. The record of the drilling rate along with the GR/N well log (one log per well pad is acceptable) run from TD to surface (horizontal well vertical portion of hole) shall be submitted to the BLM office as well as all other logs run on the borehole 30 days from completion. If available, a digital copy of the logs is to be submitted in addition to the paper copies. The Rustler top and top and bottom of Salt are to be recorded on the Completion Report.

#### A. CASING

- 1. Changes to the approved APD casing program need prior approval if the items substituted are of lesser grade or different casing size or are Non-API. The Operator can exchange the components of the proposal with that of superior strength (i.e. changing from J-55 to N-80, or from 36# to 40#). Changes to the approved cement program need prior approval if the altered cement plan has less volume or strength or if the changes are substantial (i.e. Multistage tool, ECP, etc.). The initial wellhead installed on the well will remain on the well with spools used as needed.
- 2. Wait on cement (WOC) for Potash Areas: After cementing but before commencing any tests, the casing string shall stand cemented under pressure until both of the following conditions have been met: 1) cement reaches a minimum compressive strength of 500 psi for all cement blends, 2) until cement has been in place at least 24 hours. WOC time will be recorded in the driller's log. The casing intergrity test can be done (prior to the cement setting up) immediately after bumping the plug.
- 3. Wait on cement (WOC) for Water Basin: After cementing but before commencing any tests, the casing string shall stand cemented under pressure until both of the following conditions have been met: 1) cement reaches a minimum compressive strength of 500 psi at the shoe, 2) until cement has been in place at least 8 hours. WOC time will be recorded in the driller's log. See individual casing strings for details regarding lead cement slurry requirements. The casing intergrity test can be done (prior to the cement setting up) immediately after bumping the plug.
- 4. Provide compressive strengths including hours to reach required 500 pounds compressive strength prior to cementing each casing string. Have well specific cement details onsite prior to pumping the cement for each casing string.
- 5. No pea gravel permitted for remedial or fall back remedial without prior authorization from the BLM engineer.
- 6. On that portion of any well approved for a 5M BOPE system or greater, a pressure integrity test of each casing shoe shall be performed. Formation at the shoe shall be tested to a minimum of the mud weight equivalent anticipated to control the formation pressure to the next casing depth or at total depth of the well. This test shall be performed before drilling more than 20 feet of new hole.
- 7. If hardband drill pipe is rotated inside casing, returns will be monitored for metal. If metal is found in samples, drill pipe will be pulled and rubber protectors which have a larger diameter than the tool joints of the drill pipe will be installed prior to continuing drilling operations.
- 8. Whenever a casing string is cemented in the R-111-P potash area, the NMOCD requirements shall be followed.
- B. PRESSURE CONTROL

- 1. All blowout preventer (BOP) and related equipment (BOPE) shall comply with well control requirements as described in Onshore Oil and Gas Order No. 2 and API RP 53 Sec. 17.
- 2. If a variance is approved for a flexible hose to be installed from the BOP to the choke manifold, the following requirements apply: The flex line must meet the requirements of API 16C. Check condition of flexible line from BOP to choke manifold, replace if exterior is damaged or if line fails test. Line to be as straight as possible with no hard bends and is to be anchored according to Manufacturer's requirements. The flexible hose can be exchanged with a hose of equal size and equal or greater pressure rating. Anchor requirements, specification sheet and hydrostatic pressure test certification matching the hose in service, to be onsite for review. These documents shall be posted in the company man's trailer and on the rig floor.
- 3. 5M or higher system requires an HCR valve, remote kill line and annular to match. The remote kill line is to be installed prior to testing the system and tested to stack pressure.
- 4. If the operator has proposed a multi-bowl wellhead assembly in the APD. The following requirements must be met:
  - a. Wellhead shall be installed by manufacturer's representatives, submit documentation with subsequent sundry.
  - b. If the welding is performed by a third party, the manufacturer's representative shall monitor the temperature to verify that it does not exceed the maximum temperature of the seal.
  - c. Manufacturer representative shall install the test plug for the initial BOP test.
  - d. 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 OOGO2.III.A.2.i must be followed.
- 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 when specified), 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 plug. However, **no tests** shall commence until the cement has had a minimum of 24 hours setup time, except the casing pressure test can be initiated immediately after bumping the plug (only applies to single stage cement jobs).
- c. The tests shall be done by an independent service company utilizing a test plug. The results of the test shall be reported to the appropriate BLM office.
- 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. 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.
- f. 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. This test shall be performed prior to the test at full stack pressure.
- g. 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 Onshore Order No. 2.

#### 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.

#### Waste Minimization Plan (WMP)

In the interest of resource development, submission of additional well gas capture development plan information is deferred but may be required by the BLM Authorized Officer at a later date.

ZS 110518