I	UNITED STATE	S INTERIOR		FORM OMB N Evpires	APPROVED NO. 1004-0137 January 31 - 2018
SUNDR	BUREAU OF LAND MANA	AGEMENT NRTS ON WELLS	}	5. Lease Serial No. NMNIM41646	January 51, 2018
Do not use abandoned v	this form for proposals to vell. Use form 3160-3 (AF	o drill or to re-enter	' an sals	6. If Indian, Allottee	or Tribe Name
			7 If Unit or CA/Agre	eement Name and/or No	
		structions on page	2		· · · · · · · · · · · · · · · · · · ·
Oil Well 🛛 Gas Well	Other		8. Well Name and No ROSS DRAW 25	-36 FED COM 161H	
2. Name of Operator XTO ENERGY INCORPOR	Contact: ATED E-Mail: kelly_kard		9. API Well No. 30-015-45591-	00-X1	
3a. Address 6401 HOLIDAY HILL ROAD MIDLAND, TX 79707	BLDG 5	3b. Phone No. (inclu Ph: 432-620-437	de area code) 4	10. Field and Pool or PURPLE SAGE	Exploratory Area E-WOLFCAMP (GAS
4. Location of Well (Footage, Sec.	, T., R., M., or Survey Description	n)		11. County or Parish,	, State
Sec 25 T26S R29E NWNW 32.019295 N Lat, 103.9446	170FNL 330FWL 18 W Lon			EDDY COUNT	Y, NM
12. CHECK THE	APPROPRIATE BOX(ES)) TO INDICATE N	ATURE O	F NOTICE, REPORT, OR OT	HER DATA
TYPE OF SUBMISSION			TYPE OI	ACTION	
Notice of Intent	Acidize	🗖 Deepen		Production (Start/Resume)	□ Water Shut-Off
Subsequent Deport	Alter Casing	Hydraulic	Fracturing		Well Integrity
	Casing Repair	□ New Cons	ruction	Recomplete	Other Change to Original
Final Abandonment Notice	Change Plans	Plug and A	bandon	Temporarily Abandon	PD
1. Change name from Ross		wing changes to the		AF D.	
2. Change BHL from 170'FS	Draw 25 Fed WX 21H to F SL & 380'FWL to 200'FSL 8	Ross Draw 25-36 Fe & 333'FWL	d Com 161	IH	
2. Change BHL from 170'FS 3. Drilling/Directional Plan	5L & 380'FWL to 200'FSL 8	Ross Draw 25-36 Fe & 333'FWL	d Com 161	RECE	IVED
 Change BHL from 170'FS Drilling/Directional Plan Attachments: C102 & Supplement 	Draw 25 Fed WX 21H to F	Ross Draw 25-36 Fe & 333'FWL	d Com 161	RECEI	IVED
 Change BHL from 170'FS Drilling/Directional Plan Attachments: C102 & Supplement GCP Drilling Program/BOP/CK 	/FH	Ross Draw 25-36 Fe & 333'FWL	d Com 161	FEB 1	IVED 3 2020 DARTESIA
 Change BHL from 170'FS Drilling/Directional Plan Attachments: C102 & Supplement GCP Drilling Program/BOP/CK 	/FH	Ross Draw 25-36 Fe	d Com 161	FEB 1 EMNRD-OC	IVED 3 2020 DARTESIA
 Change BHL from 170'FS Drilling/Directional Plan Attachments: C102 & Supplement GCP Drilling Program/BOP/CK 14. Thereby certify that the foregoing 	/FH is true and correct. Electronic Submission # For XTO ENER	Ross Draw 25-36 Fe 3333'FWL 4453128 verified by th GY INCORPORATED	e BLM Wel	IH RECEI FEB 1 EMNRD-OC	IVED 3 2020 DARTESIA
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Additional data for EC, transaction #453128 that would not fit on the form

32. Additional remarks, continued

4. Directional Plan

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

811 S. First St., Artesia, NM 88210 Phone: (575) 748-1283 Fax: (575) 748-9720 <u>District III</u> 1000 Rio Brazos Road, Aztec, NM 87410

Phone: (505) 334-6178 Fax: (505) 334-6170 District IV

1220 S. St. Francis Dr., Santa Fe, NM 87505 Phone: (505) 476-3460 Fax: (505) 476-3462

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

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

AMENDED REPORT

WELL LOCATION AND ACREAGE DEDICATION PLAT

	1559	/ 98	² Pool Code 220	e (*	³ Pool Name PURPLE SAGE; WOLFCAMP					
⁴ Property				⁵ Property	y Name	6			Well Number	
324	930				ROSS DRAW	/ 25-36 FED CO	M			161H
⁷ OGRID	No.				⁸ Operato	r Name				9 Elevation
005380	005380				XTO ENER	RGY, INC.				2,928'
					¹⁰ Surface	Location				
UL or lot no.	Section	Township	Range	Lot Idn	Feet from th	e North/South	line	Feet from the	East/West line	County
D	25	26 S	29 E		170	NORTH		305	WEST	EDDY
			и Bo	ttom Hol	e Location	If Different H	ron	n Surface		
UL or lot no.	Section	Township	Range	Lot Idn	Feet from th	e North/South	line	Feet from the	East/West line	County
LI	36	26 S	29 E		200	SOUTH		333	WEST	EDDY
¹² Dedicated Acres	s ¹³ Joint o	r Infill 🔪 🔤 🕹	Consolidation	Code 15 Or	der No.	•				
847.9										

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.



RW 2-20-20

Intent X As Drilled	· · ·	
API # 30-015-45585		х,
Operator Name: XTO Energy Inc.	Property Name: Ross Draw 25-36 Fed Com	Well Number 161H
· · · · · · · · · · · · · · · · · · ·		

Kick Off Point (KOP)

UL	Section	Township	Range	Lot	Feet	From N/S	Feet	From E/W	County
D	25	26S	29E		170	North	305	West	Eddy
Latitu 32.(^{ide} .)19289	8			Longitud	e 944696			NAD NAD83

First Take Point (FTP)

UL	Section	Township	Range	Lot	Feet	From N/S	Feet	From E/W	County
D	25	26S	29E		330	North	330	West	Eddy
Latitude 32.018850			Longitude	44646		r F	NAD NAD83		

Last Take Point (LTP)

UL	Section 36	Township 26S	Range 29E	Lot 1	Feet 330	From N/S South	Feet _ 330	From E/W	County Eddy
Latitu 32.0	^{de} 001015	5			Longit	^{ude} .946028	~		NAD NAD83

N

Is this well the defining well for the Horizontal Spacing Unit?

Is this well an infill well?

Y

If infill is yes please provide API if available, Operator Name and well number for Defining well for Horizontal Spacing Unit.

API# 30-015-45585		
Operator Name: XTO ENERGY, INC	Property Name: ROSS DRAW 25-36 FED COM	Well Number 102H
		KZ 06/29/2018

District I
1625 N. French Dr., Hobbs, NM 88240
District II
811 S. First St., Artesia, NM 88210
District III
1000 Rio Brazos Road, Aztec, NM 87410
District IV
1220 S. St. Francis Dr., Santa Fe, NM 87505
1220 S. St. Francis Dr., Santa Fe, NM 87505

State of New Mexico Energy, Minerals and Natural Resources Department

Submit Original to Appropriate District Office

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

GAS CAPTURE PLAN

Date:01/10/2019

□ Original

Operator & OGRID No.: XTO Energy, Inc. [005380]

Amended - Reason for Amendment: <u>Name Change</u>

This Gas Capture Plan outlines actions to be taken by the Operator to reduce well/production facility flaring/venting for new completion (new drill, recomplete to new zone, re-frac) activity.

Note: Form C-129 must be submitted and approved prior to exceeding 60 days allowed by Rule (Subsection A of 19.15.18.12 NMAC).

Well(s)/Production Facility - Ross Draw 25 Northeast

The well(s) that will be located at the production facility are shown in the table below.

Well Name	API	Well Location (ULSTR)	Footages	Expected MCF/D	Flared or Vented	Comments
Ross Draw 25-36 Fed Com 161H	30-015-45591	D-25-26S-29E	170'FNL & 305'FWL	2500	Flared/Sold	CTB to be connected to P/L

Gathering System and Pipeline Notification

Well(s) will be connected to a production facility after flowback operations are complete, if gas transporter system is in place. The gas produced from production facility is dedicated to <u>ETC</u> and will be connected to <u>ETC</u> low/high pressure gathering system located in Lea County, New Mexico. It will require 0' of pipeline to connect the facility to low/high pressure gathering system. <u>XTO ENERGY, INC.</u> provides (periodically) to <u>ETC</u> a drilling, completion and estimated first production date for wells that are scheduled to be drilled in the foreseeable future. In addition, <u>XTO ENERGY, INC.</u> and <u>ETC</u> have periodic conference calls to discuss changes to drilling and completion schedules. Processing Plant located in Sec. 25 Twn. 26S, Rng. 29E, Eddy County, New Mexico. The actual flow of the gas will be based on compression operating parameters and gathering system pressures.

Flowback Strategy

After the fracture treatment/completion operations, well(s) will be produced to temporary production tanks and gas will be flared or vented. During flowback, the fluids and sand content will be monitored. When the produced fluids contain minimal sand, the wells will be turned to production facilities. Gas sales should start as soon as the wells start flowing through the production facilities, unless there are operational issues on <u>ETC's</u> system at that time. Based on current information, it is <u>XTO</u> <u>ENERGY, INC.'s</u> belief the system can take this gas upon completion of the well(s).

Safety requirements during cleanout operations from the use of underbalanced air cleanout systems may necessitate that sand and non-pipeline quality gas be vented and/or flared rather than sold on a temporary basis.

Alternatives to Reduce Flaring

Below are alternatives considered from a conceptual standpoint to reduce the amount of gas flared.

- Power Generation On lease
 - Only a portion of gas is consumed operating the generator, remainder of gas will be flared
- Compressed Natural Gas On lease
 - Gas flared would be minimal, but might be uneconomical to operate when gas volume declines
- NGL Removal On lease
 - Plants are expensive, residue gas is still flared, and uneconomical to operate when gas volume declines

DRILLING PLAN: BLM COMPLIANCE (Supplement to BLM 3160-3)

XTO Energy Inc. Ross Draw 25-36 FED 161H Projected TD: 17510' MD / 11361' TVD SHL: 170' FNL & 305' FWL , Section 25, T26S, R29E BHL: 200' FSL & 333' FWL , Section 36, T26S, R29E Eddy County, NM

1. Geologic Name of Surface Formation

A. Permian

2. Estimated Tops of Geological Markers & Depths of Anticipated Fresh Water, Oil or Gas:

Eormation	Well Depth (TVD)	Water/Oil/Gas
Bustles		Water/Oir/Oas
Rustier	409	Water
Top of Salt	1235'	Water
Base of Salt	2876'	Water
Delaware	3082'	Water
Bone Spring	6811'	Water/Oil/Gas
1st Bone Spring Ss	7768'	Water/Oil/Gas
2nd Bone Spring Ss	8623'	Water/Oil/Gas
3rd Bone Spring Ss	9650'	Water/Oil/Gas
Wolfcamp	9995'	Water/Oil/Gas
Wolfcamp E	11131'	Water/Oil/Gas
Target/Land Curve	11361'	Water/Oil/Gas

*** Hydrocarbons @ Brushy Canyon

*** Groundwater depth 40' (per NM State Engineers Office).

No other formations are expected to yield oil, gas or fresh water in measurable volumes. The surface fresh water sands will be protected by setting 13-3/8 inch casing @ 530' (705' above the salt) and circulating cement back to surface. The salt will be isolated by setting 9-5/8 inch casing at 2930' and circulating cement to surface. An 8-3/4 inch vertical and curve hole will be drilled and 7 inch casing run and cemented 500' into the 9-5/8 inch casing. A 6 inch curve and lateral hole will be drilled to MD/TD and 4-1/2 inch liner will be set at TD and cemented back 250' into the 7 inch casing shoe.

3. Casing Design

Hole Size	Depth	OD Csg	Weight	Collar		Grade	New/Used	SF Burst	SF Collapse	SF Tension
17-1/2"	0' - 530'	13-3/8"	54.5	BTC		J-55	New	3.00	4.66	33.53
12-1/4"	0' – 2930'	9-5/8"	40	BTC.	•	J-55	New	1.35	2.79	5.97
8-3/4"	0' - 11200'	7"	32	BTC		P-110	New	1.31	2.01	2.76
6"	10485' - 17510'	4-1/2"	13.5	BTC		P-110	New	1.31	2.17	2.30

• XTO requests to utilize centralizers only in the curve after the KOP and only a minimum of one every other joint.

9-5/8" & 4-1/2" Collapse analyzed using 50% evacuation based on regional experience.

• 4-1/2" tension calculated using vertical hanging weight plus the lateral weight multiplied by a friction factor of 0.35

WELLHEAD:

A. Starting Head (RSH System): 13-3/8" SOW bottom x 13-5/8" 3M top flarge

B. Tubing Head: 13-5/8" 5M bottom flange x 7-1/16" 15M top flange

- Wellhead will be installed by manufacturer's representatives.
- Manufacturer will monitor welding process to ensure appropriate temperature of seal.
- Operator will test the 9-5/8" casing to per Onshore Order 2.
- Wellhead manufacturer representative will not be present for BOP test plug installation

4. Cement Program

Surface Casing: 13-3/8", 54.5 New J-55, BTC casing to be set at +/- 530'

 Lead:
 170 sxs EconoCem-HLTRRC (mixed at 12.9 ppg, 1.87 ft3/sx, 10.13 gal/sx water)

 Tail:
 300 sxs Halcem-C + 2% CaCl (mixed at 14.8 ppg, 1.35 ft3/sx, 6.39 gal/sx water)

 Compressives:
 12-hr =
 900 psi
 24 hr = 1500 psi

Intermediate Casing: 9-5/8", 40 New J-55, BTC casing to be set at +/- 2930'

Lead: 800 sxs Halcem-C + 2% CaCl (mixed at 12.9 ppg, 1.88 ft3/sx, 9.61 gal/sx water)

 Tail: 230 sxs Halcern-C + 2% CaCl (mixed at 14.8 ppg, 1.33 ft3/sx, 6.39 gal/sx water)

 Compressives:
 12-hr =
 900 psi
 24 hr = 1500 psi

2nd Intermediate Casing: 7", 32 New P-110, BTC casing to be set at +/- 11200'

Lead: 1020 sxs Halcem-C + 2% CaCl (mixed at 12.9 ppg, 1.88 ft3/sx, 9.61 gal/sx water)

 Tail: 60 sxs Halcem-C + 2% CaCl (mixed at 14.8 ppg, 1.33 ft3/sx, 6.39 gal/sx water)

 Compressives:
 12-hr =
 900 psi
 24 hr = 1500 psi

Production Casing: 4-1/2", 13.5 New P-110, BTC casing to be set at +/- 17510'

 Tail: 590 sxs VersaCem (mixed at 13.2 ppg, 10485 ft3/sx, 8.38 gal/sx water)

 Compressives:
 12-hr =
 1375 psi
 24 hr = 2285 psi

5. Pressure Control Equipment

The blow out preventer equipment (BOP) for this well consists of a 13-5/8" minimum 5M Hydril and a 13-5/8" minimum 5M Double Ram BOP. MASP should not exceed 4885 psi.

All BOP testing will be done by an independent service company. Annular pressure tests will be limited to 50% of the working pressure. When nippling up on the 13-5/8" 5M bradenhead and flange, the BOP test will be limited to 5000 psi. When the 9-5/8" and 7" casing is set, the packoff seals will be tested to a minimum of 5000 psi. All BOP tests will include a low pressure test as per BLM regulations. The 5M BOP diagrams are attached. Blind rams will be functioned tested each trip, pipe rams will be functioned tested each day.

A variance is requested to allow use of a flex hose as the choke line from the BOP to the Choke Manifold. If this hose is used, a copy of the manufacturer's certification and pressure test chart will be kept on the rig. Attached is an example of a certification and pressure test chart. The manufacturer does not require anchors.

6. Proposed Mud Circulation System

				.1	·
INTERVAL	Hole Size	Mud Type	MW (ppg)	Viscosity (sec/qt)	Fluid Loss (cc)
0' to 530'	17-1/2"	FW/Native	8.4-8.8	35-40	NC
530' to 2930'	12-1/4"	Brine/Gel Sweeps	9.8-10.2	30-32	NC
2930' to 11200'	8-3/4"	FW / Cut Brine	8.6-9.5	29-32	NC - 20
11200' to 17510'	6"	FW / Cut Brine / Polymer	12.2-12.5	32-50	20'

The necessary mud products for weight addition and fluid loss control will be on location at all times.

Spud with fresh water/native mud. Drill out from under 13-3/8" surface casing with brine solution. A 9.8ppg-10.2ppg brine mud will be used while drilling through the salt formation. Use fibrous materials as needed to control seepage and lost circulation. Pump viscous sweeps as needed for hole cleaning. Pump speed will be recorded on a daily drilling report after mudding up. A Pason or Totco will be used to detect changes in loss or gain of mud volume. A mud test will be performed every 24 hours to determine: density, viscosity, strength, filtration and pH as necessary. Use available solids controls equipment to help keep mud weight down after mud up. Rig up solids control equipment to operate as a closed loop system.

7. Auxiliary Well Control and Monitoring Equipment

- A. A Kelly cock will be in the drill string at all times.
- B. A full opening drill pipe stabbing valve having appropriate connections will be on the riginfoor at all times.
- C. H2S monitors will be on location when drilling below the 13-3/8" casing.

8. Logging, Coring and Testing Program

Mud Logger: Mud Logging Unit (2 man) below intermediate casing.

Open hole logging will not be done on this well.

9. Abnormal Pressures and Temperatures / Potential Hazards

None Anticipated. BHT of 150 to 170 F is anticipated. No H2S is expected but monitor's will be in place to detect any H2S occurrences. Should these circumstances be encountered the operator and drilling contractor are prepared to take all necessary steps to ensure safety of all personnel and environment. Lost circulation could occur but is not expected to be a serious problem in this area and hole seepage will be compensated for by additions of small amounts of LCM in the drilling fluid. The maximum anticipated bottom hole pressure for this well is 7385 psi.

10. Anticipated Starting Date and Duration of Operations

Road and location construction will begin after Santa Fe and BLM have approved the APD. Anticipated spud date will be as soon after Santa Fe and BLM approval and as soon as a rig will be available. Move in operations and drilling is expected to take 40 days. If production casing is run, an additional 30 days will be needed to complete well and construct surface facilities and/or lay flow lines in order to place well on production.







GATES E & S NORTH AMERICA, INC DU-TEX 134 44TH STREET CORPUS CHRISTI, TEXAS 78405

PHONE: 361-887-9807 FAX: 361-887-0812 EMAIL: crpe&s@gates.com WEB: www.gates.com

GRADE D PRESSURE TEST CERTIFICATE

Customer :	AUSTIN DISTRIBUTING PENDING 201709	Test Data:	6/8/2014
Customer Ref. :		Hose Serial No.:	D-050814-1
Invorce No. :		Created By:	NORI4A
Product Description:	·····	FD3.042.0R41/16.5KFLGE/E	LE
End Filling 1 :	4 1/16 in.SK FLG	End Fitting 2 :	4 1/16 in.5K FLG
Gales Part No. :	4774-6001	Assembly Code :	L33090011513D-060814-1
Working Pressure :	5,000 PSI	Test Pressure :	7,500 PS1

Gates E & S North America, Inc. certifies that the following hose assembly has been tested to the Gates Oilfield Roughneck Agreement/Specification requirements and passed the 15 minute hydrostatic test per API Spec 7K/Q1, Fifth Edition, June 2010, Test pressure 9.6.7 and per Table 9 to 7,500 psi in accordance with this product number. Hose burst pressure 9.6.7.2 exceeds the minimum of 2.5 times the working pressure per Table 9.

	//		
Quality:	QUALITY	Technical Supervisor : PRODUCTION	
Gale :	// 0/8/20147/	Date : 57/8/2014	
Signature :	// /////////////////////////////////	Signature :	

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