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

District II 811 S. First St., Artesia, NM 88210 Phone:(575) 748-1283 Fax:(575) 748-9720

District III 1000 Rio Brazos Rd., Aztec, NM 87410 Phone:(505) 334-6178 Fax:(505) 334-6170

District IV

1220 S. St Francis Dr., Santa Fe, NM 87505 Phone:(505) 476-3470 Fax:(505) 476-3462

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

Form C-101 August 1, 2011

Permit 352699

APPLICATION FOR PERMIT TO DRILL. RE-ENTER. DEEPEN. PLUGBACK. OR ADD A ZONE

,		7120112
Operator Name and Address		2. OGRID Number
AMEREDEV OPERATING, LLC		372224
2901 Via Fortuna	3. API Number	
Austin, TX 78746		30-025-52130
4. Property Code	5. Property Name	6. Well No.
320055	AMEN CORNER 26 36 27 STATE COM	183H

7 Surface Location

UL - Lot	Section	Township	Range	Lot Idn	Feet From	N/S Line	Feet From	E/W Line	County
Р	22	26S	36E	Р	230	S	1075	E	Lea

8. Proposed Bottom Hole Location

I	UL - Lot	Section	Township	Range	Lot Idn	Feet From	N/S Line	Feet From	E/W Line	County
	G	34	26S	36E	2	50	S	1650	Е	Lea

9. Pool Information

WC-025 G-08 S263620C;LWR BONE SPRIN 98150

Additional Well Information

11. Work Type	12. Well Type	13. Cable/Rotary	14. Lease Type	15. Ground Level Elevation
New Well	OIL		State	2907
16. Multiple	17. Proposed Depth	18. Formation	19. Contractor	20. Spud Date
N	17697	2nd Bone Spring Carbonate		1/15/2024
Depth to Ground water		Distance from nearest fresh water well		Distance to nearest surface water

☑ We will be using a closed-loop system in lieu of lined pits

21. Proposed Casing and Cement Program

			Z I. FTOPOSEU Casili	g and Gennerit Frogram		
Ту	pe Hole Size	Casing Size	Casing Weight/ft	Setting Depth	Sacks of Cement	Estimated TOC
Sı	urf 17.5	13.375	54.5	1745	1373	0
In	t1 12.25	10.75	45.5	5106	1352	0
Pr	od 8.75	5.5	17	17697	5769	0

Casing/Cement Program: Additional Comments

22. Proposed Blowout Prevention Program

Туре	Working Pressure	Test Pressure	Manufacturer
Double Ram	5000	5000	TBD

knowledge and I further certify I K, if applicable.	I have complied with 19.15.14.9 (A) N	true and complete to the best of my IMAC ⊠ and/or 19.15.14.9 (B) NMAC		OIL CONSERVATION	ON DIVISION
Signature: Printed Name:	Electronically filed by Christie Ha	nna	Approved By:	Paul F Kautz	
Title: Regulatory			Title:	Geologist	
Email Address: channa@ameredev.com			Approved Date:	10/19/2023	Expiration Date: 10/19/2025
Date:	10/18/2023	Phone: 737-300-4723	Conditions of Appr	oval Attached	_

<u>District I</u> 1625 N. French Dr., Hobbs, NM 88240 Phone: (575) 393-6161 Fax: (575) 393-0720 District II 811 S. First St., Artesia, NM 88210 Phone: (575) 748-1283 Fax: (575) 748-9720

Energy, Minerals & Natural Resources Department District III 1000 Rio Brazos Road, Aztec, NM 87410 Phone: (505) 334-6178 Fax: (505) 334-6170 Phone: (505) 4170 Phone: (505) OIL CONSERVATION DIVISION 1220 South St. Francis Dr. District IV 1220 S. St. Francis Dr., Santa Fe, NM 87505 Phone: (505) 476-3460 Fax: (505) 476-3462 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

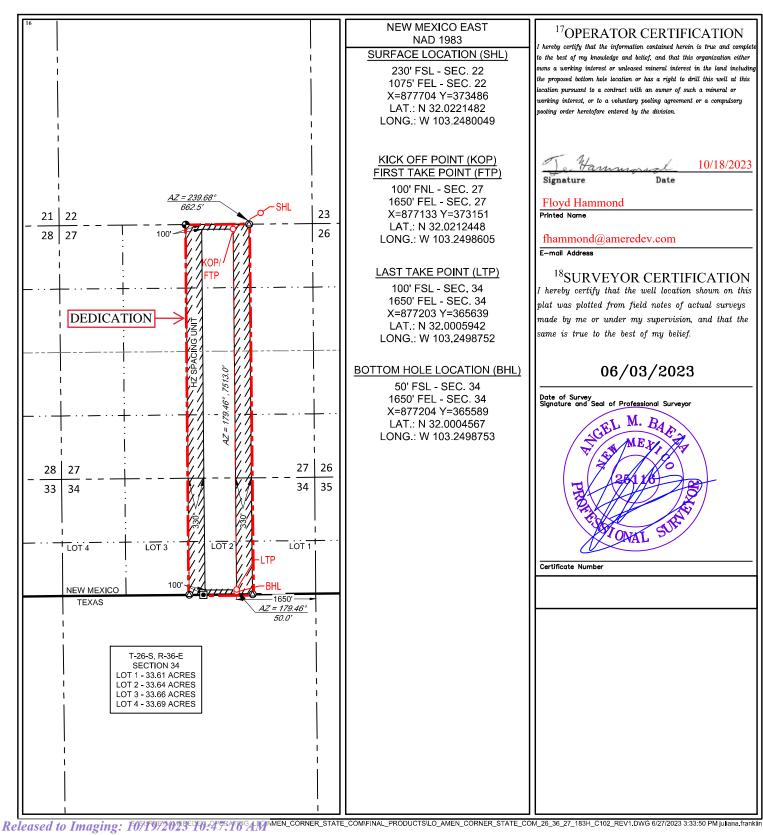
State of New Mexico

	WELL LOCATION MIL	MCREMGE DEDICATION LEAT				
¹ API Number	² Pool Code	³ Pool Name WC-025 G-08 S263620C; LWR BONE SPRING				
30-025-	98150					
⁴ Property Code	5]	Property Name	⁶ Well Number			
320055	AMEN CORNER	26 36 27 STATE COM	183H			
⁷ OGRID No.	8(Operator Name	⁹ Elevation			
372224	AMEREDEV	OPERATING, LLC.	2907'			

¹⁰Surface Location

P	22	26-S	36-E	— Lot lan	230'	SOUTH	1075'	EAST	LEA
			11]	Bottom Ho	le Location If D	Different From Su	rface	•	
UL or lot no.	Section	Township	Range	Lot Idn	Feet from the	North/South line	Feet from the	East/West line	County
2	34	26-S	36-E	_	50'	SOUTH	1650'	EAST	LEA
¹² Dedicated Acres	¹³ Joint or	Infill 14Co	onsolidation Co	de ¹⁵ Ord	er No.		•	•	
233.64			\mathbf{C}						

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.



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

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1000 Rio Brazos Rd., Aztec, NM 87410 Phone:(505) 334-6178 Fax:(505) 334-6170

1220 S. St Francis Dr., Santa Fe, NM 87505 Phone:(505) 476-3470 Fax:(505) 476-3462

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

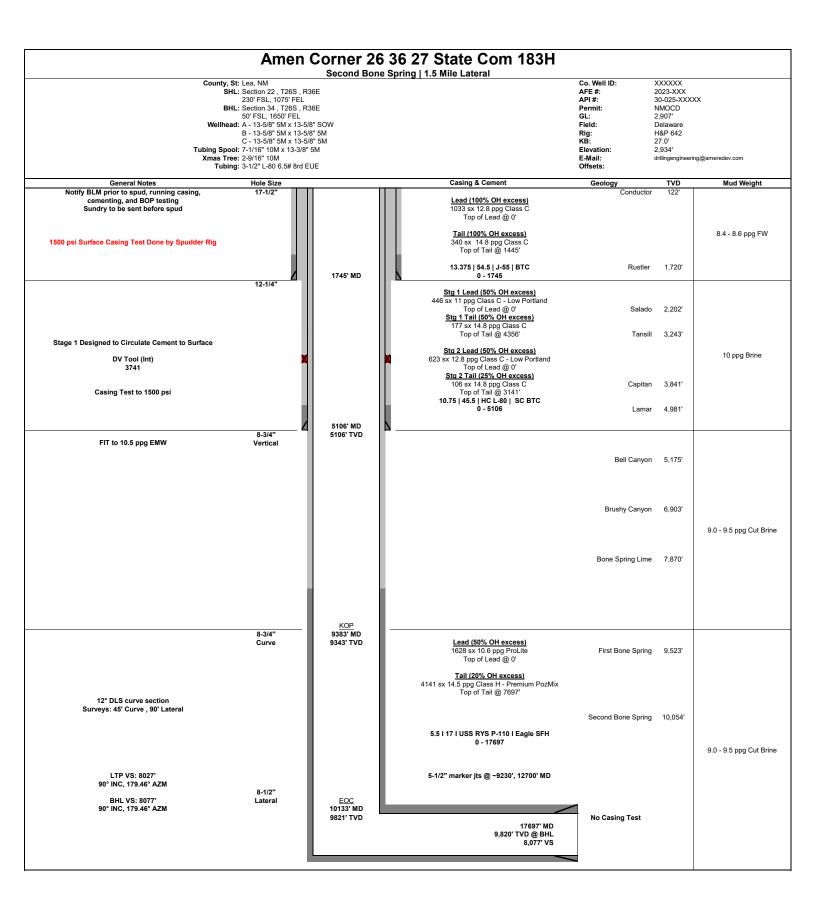
Form APD Conditions

Permit 352699

PERMIT CONDITIONS OF APPROVAL

Operator Name and Address:	API Number:
AMEREDEV OPERATING, LLC [372224]	30-025-52130
2901 Via Fortuna	Well:
Austin, TX 78746	AMEN CORNER 26 36 27 STATE COM #183H

OCD Reviewer	Condition
pkautz	Notify OCD 24 hours prior to casing & cement
pkautz	Will require a File As Drilled C-102 and a Directional Survey with the C-104
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
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
pkautz	Cement is required to circulate on both surface and intermediate1 strings of casing
pkautz	If cement does not circulate on any string , a CBL is required for that string of casing.
pkautz	The Operator is to notify NMOCD by sundry (Form C-103) within ten (10) days of the well being spud





Ameredev Operating

Lea County, NM (N83-NME)

AMEN CORNER ST COM PROJECT

AMEN CORNER 26 36 27 ST COM 183H

OWB

Plan: PWP

Standard Planning Report - Geographic

24 August, 2023



TVD Reference:

MD Reference:

North Reference:

AUS-COMPASS - EDM_15 - 32bit Database:

Company: Ameredev Operating Lea County, NM (N83-NME) Project: Site: AMEN CORNER ST COM PROJECT

OWB Wellbore: PWP Design:

Well:

Local Co-ordinate Reference:

Survey Calculation Method:

Well AMEN CORNER ST COM 26 36 27

#183H

KB=25' @ 2932.0usft KB=25' @ 2932.0usft

Grid

Minimum Curvature

Project Lea County, NM (N83-NME)

Map System: US State Plane 1983 North American Datum 1983 Geo Datum: New Mexico Eastern Zone Map Zone:

System Datum:

Mean Sea Level

AMEN CORNER ST COM PROJECT Site

Site Position: Northing: 373,452.33 usft Latitude: 32.0221652 From: Lat/Long Easting: 873,738.68 usft Longitude: -103.2607997

Position Uncertainty: 0.0 usft Slot Radius: 13-3/16 "

AMEN CORNER ST COM 26 36 27 #183H

Well AMEN CORNER ST COM 26 36 27 #183H

32.0221482 **Well Position** +N/-S 0.0 usft Northing: 373,485.75 usft Latitude: -103.2480049 +E/-W 0.0 usft Easting: 877,704.34 usft Longitude:

Position Uncertainty 3.0 usft Wellhead Elevation: Ground Level: 2,907.0 usft

Grid Convergence: 0.58°

OWB Wellbore

Magnetics **Model Name** Declination Dip Angle Field Strength Sample Date (°) (°) (nT) IGRF2020 6/29/2023 6.14 59.69 47,197.44387666

PWP Design

Audit Notes:

Version: Phase: **PROTOTYPE** 0.0 Tie On Depth:

Vertical Section: Depth From (TVD) +E/-W Direction +N/-S (usft) (usft) (usft) (°) 0.0 0.0 0.0 179.46

8/24/2023 **Plan Survey Tool Program** Date

Depth From Depth To

(usft) (usft) Survey (Wellbore) **Tool Name** Remarks

0.0 17,696.5 PWP (OWB) MWD 1

OWSG MWD - Standard



Database: AUS-COMPASS - EDM_15 - 32bit

Company: Ameredev Operating
Project: Lea County, NM (N83-NME)
Site: AMEN CORNER ST COM PROJECT
Well: AMEN CORNER ST COM 26 36 27 #183H

Wellbore: OWB Design: PWP Local Co-ordinate Reference:

TVD Reference: MD Reference: North Reference:

Survey Calculation Method:

Well AMEN CORNER ST COM 26 36 27

#183H

KB=25' @ 2932.0usft KB=25' @ 2932.0usft

Grid

n Sections Measured			Vertical			Dogleg	Build	Turn		
Depth (usft)	Inclination (°)	Azimuth (°)	Depth (usft)	+N/-S (usft)	+E/-W (usft)	Rate (°/100usft)	Rate (°/100usft)	Rate (°/100usft)	TFO (°)	Target
0.0	0.00	0.00	0.0	0.0	0.0	0.00	0.00	0.00	0.00	
1,500.0	0.00	0.00	1,500.0	0.0	0.0	0.00	0.00	0.00	0.00	
1,900.0	8.00	283.97	1,898.7	6.7	-27.1	2.00	2.00	0.00	283.97	
5,764.2	8.00	283.97	5,725.3	136.6	-548.9	0.00	0.00	0.00	0.00	
6,164.2	0.00	0.00	6,124.0	143.3	-576.0	2.00	-2.00	0.00	180.00	
9,383.2	0.00	0.00	9,343.0	143.3	-576.0	0.00	0.00	0.00	0.00	
10,133.2	90.00	179.46	9,820.5	-334.2	-571.5	12.00	12.00	23.93	179.46	
17,696.5	90.00	179.46	9,820.0	-7,897.1	-500.6	0.00	0.00	0.00	0.00	BHL (ACSC #183H



Database: AUS-COMPASS - EDM_15 - 32bit

Company: Ameredev Operating
Project: Lea County, NM (N83-NME)
Site: AMEN CORNER ST COM PROJECT

Well: AMEN CORNER ST COM 26 36 27 #183H

Wellbore: OWB
Design: PWP

Local Co-ordinate Reference:

TVD Reference: MD Reference: North Reference:

Survey Calculation Method:

Well AMEN CORNER ST COM 26 36 27

#183H

KB=25' @ 2932.0usft KB=25' @ 2932.0usft

Grid

_									
Planned Surve	y								
Measured Depth (usft)	Inclination (°)	Azimuth (°)	Vertical Depth (usft)	+N/-S (usft)	+E/-W (usft)	Map Northing (usft)	Map Easting (usft)	Latitude	Longitude
0.	0.00	0.00	0.0	0.0	0.0	373,485.75	877,704.34	32.0221482	-103.2480049
100.	0.00	0.00	100.0	0.0	0.0	373,485.75	877,704.34	32.0221482	-103.2480049
200.	0.00	0.00	200.0	0.0	0.0	373,485.75	877,704.34	32.0221482	-103.2480049
300.	0.00	0.00	300.0	0.0	0.0	373,485.75	877,704.34	32.0221482	-103.2480049
400.	0.00	0.00	400.0	0.0	0.0	373,485.75	877,704.34	32.0221482	-103.2480049
500.	0.00	0.00	500.0	0.0	0.0	373,485.75	877,704.34	32.0221482	-103.2480049
600.	0.00	0.00	600.0	0.0	0.0	373,485.75	877,704.34	32.0221482	-103.2480049
700.		0.00	700.0	0.0	0.0	373,485.75	877,704.34	32.0221482	-103.2480049
800.		0.00	0.008	0.0	0.0	373,485.75	877,704.34	32.0221482	-103.2480049
900.		0.00	900.0	0.0	0.0	373,485.75	877,704.34	32.0221482	-103.2480049
1,000.		0.00	1,000.0	0.0	0.0	373,485.75	877,704.34	32.0221482	-103.2480049
1,100.		0.00	1,100.0	0.0	0.0	373,485.75	877,704.34	32.0221482	-103.2480049
1,200.		0.00	1,200.0	0.0	0.0	373,485.75	877,704.34	32.0221482	-103.2480049
1,300.		0.00	1,300.0	0.0	0.0	373,485.75	877,704.34	32.0221482	-103.2480049
1,400.		0.00	1,400.0	0.0	0.0	373,485.75	877,704.34	32.0221482	-103.2480049
1,500.	0.00	0.00	1,500.0	0.0	0.0	373,485.75	877,704.34	32.0221482	-103.2480049
Start B	uild 2.00								
1,600.		283.97	1,600.0	0.4	-1.7	373,486.17	877,702.64	32.0221494	-103.2480103
1,700.	0 4.00	283.97	1,699.8	1.7	-6.8	373,487.43	877,697.56	32.0221530	-103.2480267
1,800.		283.97	1,799.5	3.8	-15.2	373,489.54	877,689.11	32.0221591	-103.2480539
1,900.	0 8.00	283.97	1,898.7	6.7	-27.1	373,492.48	877,677.28	32.0221675	-103.2480920
	364.2 hold at 19	900.0 MD							
1,964.	9 8.00	283.97	1,963.0	8.9	-35.8	373,494.66	877,668.51	32.0221737	-103.2481202
Rustlei	•								
2,000.		283.97	1,997.7	10.1	-40.6	373,495.84	877,663.78	32.0221771	-103.2481354
2,100.		283.97	2,096.8	13.5	-54.1	373,499.20	877,650.27	32.0221867	-103.2481789
2,200.		283.97	2,195.8	16.8	-67.6	373,502.56	877,636.76	32.0221963	-103.2482223
2,300.		283.97	2,294.8	20.2	-81.1	373,505.92	877,623.26	32.0222059	-103.2482658
2,347.		283.97	2,342.0	21.8	-87.5	373,507.52	877,616.82	32.0222105	-103.2482865
Salado									
2,400.		283.97	2,393.8	23.5	-94.6	373,509.28	877,609.75	32.0222155	-103.2483093
2,500.		283.97	2,492.9	26.9	-108.1	373,512.64	877,596.25	32.0222251	-103.2483527
2,600.		283.97	2,591.9	30.3	-121.6	373,516.00	877,582.74	32.0222347	-103.2483962
2,700.		283.97	2,690.9	33.6	-135.1	373,519.36	877,569.24	32.0222443	-103.2484397
2,800.		283.97	2,789.9	37.0	-148.6	373,522.72	877,555.73	32.0222539	-103.2484831
2,900.		283.97	2,889.0	40.3	-162.1	373,526.08	877,542.22	32.0222635	-103.2485266
3,000.		283.97	2,988.0	43.7	-175.6	373,529.44	877,528.72	32.0222732	-103.2485700
3,100.		283.97	3,087.0	47.1	-189.1	373,532.80	877,515.21	32.0222828	-103.2486135
3,200.		283.97	3,186.1	50.4	-202.6	373,536.16	877,501.71	32.0222924	-103.2486570
3,209.	0 8.00	283.97	3,195.0	50.7	-203.8	373,536.46	877,500.49	32.0222932	-103.2486609
Tansill	0.00	000.07	0.005.4	50.0	040.4	070 500 50	077 400 00	00.000000	400 0407004
3,300.		283.97	3,285.1	53.8	-216.1	373,539.52	877,488.20	32.0223020	-103.2487004
3,400.		283.97	3,384.1	57.1	-229.6	373,542.88	877,474.70	32.0223116	-103.2487439 -103.2487874
3,500.		283.97	3,483.1	60.5	-243.1	373,546.24	877,461.19	32.0223212	
3,600. 3,700.		283.97 283.97	3,582.2 3,681.2	63.9 67.2	-256.7 -270.2	373,549.60 373,552.96	877,447.69 877,434.18	32.0223308 32.0223404	-103.2488308
3,800.		283.97	3,780.2	70.6	-270.2	373,556.32	877,420.67	32.0223500	-103.2488743 -103.2489177
3,832.		283.97	3,760.2	70.6	-263.7 -288.0	373,556.32	877,416.34	32.0223531	-103.2489317
		203.97	3,012.0	71.0	-200.0	373,007.40	011,410.34	JZ.UZZJJJ I	-103.2409317
Capita		202.07	2 070 2	72.0	207.2	272 EEO 60	977 407 47	22 0222506	102 2400640
3,900. 4,000.		283.97 283.97	3,879.2 3,978.3	73.9 77.3	-297.2 -310.7	373,559.68 373,563.04	877,407.17 877,393.66	32.0223596 32.0223692	-103.2489612 -103.2490047
4,000. 4,100.		283.97 283.97	3,978.3 4,077.3	77.3 80.7	-310.7 -324.2		877,383.66 877,380.16	32.0223788	-103.2490047
4,100.		283.97	4,077.3 4,176.3	80.7 84.0	-324.2 -337.7	373,566.40 373,569.76	877,380.16 877,366.65	32.0223788	-103.2490481
4,200.	0.00	200.81	7,170.3	04.0	-331.1	010,000.10	011,300.03	JZ.UZZJUU4	-100.2430310



Database: AUS-COMPASS - EDM_15 - 32bit

Company: Ameredev Operating
Project: Lea County, NM (N83-NME)
Site: AMEN CORNER ST COM PROJECT

Well: AMEN CORNER ST COM 26 36 27 #183H

Wellbore: OWB
Design: PWP

Local Co-ordinate Reference:

TVD Reference: MD Reference: North Reference:

Survey Calculation Method:

Well AMEN CORNER ST COM 26 36 27

#183H

KB=25' @ 2932.0usft KB=25' @ 2932.0usft

Grid

Design.	FVVF								
Planned Survey	/								
Measured Depth (usft)	Inclination (°)	Azimuth (°)	Vertical Depth (usft)	+N/-S (usft)	+E/-W (usft)	Map Northing (usft)	Map Easting (usft)	Latitude	Longitude
4,300.0	8.00	283.97	4,275.3	87.4	-351.2	373,573.12	877,353.15	32.0223981	-103.2491350
4,400.0	8.00	283.97	4,374.4	90.7	-364.7	373,576.48	877,339.64	32.0224077	-103.2491785
4,500.0	8.00	283.97	4,473.4	94.1	-378.2	373,579.84	877,326.13	32.0224173	-103.2492220
4,600.0	8.00	283.97	4,572.4	97.5	-391.7	373,583.20	877,312.63	32.0224269	-103.2492654
4,700.0	8.00	283.97	4,671.5	100.8	-405.2	373,586.56	877,299.12	32.0224365	-103.2493089
4,800.0	8.00	283.97	4,770.5	104.2	-418.7	373,589.92	877,285.62	32.0224461	-103.2493524
4,900.0	8.00	283.97	4,869.5	107.5	-432.2	373,593.28	877,272.11	32.0224557	-103.2493958
5,000.0		283.97	4,968.5	110.9	-445.7	373,596.64	877,258.61	32.0224653	-103.2494393
5,051.0	8.00	283.97	5,019.0	112.6	-452.6	373,598.35	877,251.72	32.0224702	-103.2494614
Lamar	2.22	000.07	5.007.0	444.0	450.0	070 000 00	077.045.40	00 000 1710	400 0 40 4007
5,100.0		283.97	5,067.6	114.3	-459.2	373,600.00	877,245.10	32.0224749	-103.2494827
5,200.0		283.97	5,166.6	117.6	-472.7	373,603.36	877,231.60	32.0224845	-103.2495262
5,298.4		283.97	5,264.0	120.9	-486.0	373,606.67	877,218.31	32.0224940	-103.2495690
Bell Car 5,300.0		283.97	5,265.6	121.0	-486.2	373,606.72	877,218.09	32.0224941	-103.2495697
5,300.0		283.97	5,265.6 5,364.6	121.0	-486.2 -499.8	373,606.72	877,218.09 877,204.58	32.0224941	-103.2495697
5,500.0		283.97	5,463.7	124.3	-513.3	373,613.44	877,191.08	32.0225133	-103.2496566
5,600.0		283.97	5,562.7	131.1	-526.8	373,616.80	877,177.57	32.0225230	-103.2497001
5,700.0		283.97	5,661.7	134.4	-540.3	373,620.16	877,164.07	32.0225326	-103.2497435
5,764.2		283.97	5,725.3	136.6	-548.9	373,622.32	877,155.39	32.0225387	-103.2497714
Start Dr		200.01	0,. 20.0	100.0	0.0.0	0.0,022.02	0.1,100.00	02.022000.	100.210111
5,800.0	-	283.97	5,760.8	137.7	-553.6	373,623.47	877,150.78	32.0225420	-103.2497863
5,900.0		283.97	5,860.2	140.4	-564.2	373,626.11	877,140.15	32.0225496	-103.2498205
6,000.0	3.28	283.97	5,959.9	142.2	-571.4	373,627.91	877,132.90	32.0225547	-103.2498438
6,100.0	1.28	283.97	6,059.8	143.1	-575.3	373,628.88	877,129.03	32.0225575	-103.2498563
6,164.2	0.00	0.00	6,124.0	143.3	-576.0	373,629.05	877,128.34	32.0225580	-103.2498585
Start 32	19.0 hold at 6°	164.2 MD							
6,200.0	0.00	0.00	6,159.8	143.3	-576.0	373,629.05	877,128.34	32.0225580	-103.2498585
6,300.0		0.00	6,259.8	143.3	-576.0	373,629.05	877,128.34	32.0225580	-103.2498585
6,400.0		0.00	6,359.8	143.3	-576.0	373,629.05	877,128.34	32.0225580	-103.2498585
6,500.0		0.00	6,459.8	143.3	-576.0	373,629.05	877,128.34	32.0225580	-103.2498585
6,600.0		0.00	6,559.8	143.3	-576.0	373,629.05	877,128.34	32.0225580	-103.2498585
6,700.0		0.00	6,659.8	143.3	-576.0	373,629.05	877,128.34	32.0225580	-103.2498585
6,730.2		0.00	6,690.0	143.3	-576.0	373,629.05	877,128.34	32.0225580	-103.2498585
Brushy	-	0.00	6,759.8	143.3	-576.0	373,629.05	877,128.34	32.0225580	-103.2498585
6,800.0 6,900.0		0.00	6,859.8	143.3	-576.0	373,629.05	877,128.34	32.0225580	-103.2498585
7,000.0		0.00	6,959.8	143.3	-576.0	373,629.05	877,128.34	32.0225580	-103.2498585
7,100.0		0.00	7,059.8	143.3	-576.0	373,629.05	877,128.34	32.0225580	-103.2498585
7,200.0		0.00	7,159.8	143.3	-576.0	373,629.05	877,128.34	32.0225580	-103.2498585
7,300.0		0.00	7,259.8	143.3	-576.0	373,629.05	877,128.34	32.0225580	-103.2498585
7,400.0		0.00	7,359.8	143.3	-576.0	373,629.05	877,128.34	32.0225580	-103.2498585
7,500.0	0.00	0.00	7,459.8	143.3	-576.0	373,629.05	877,128.34	32.0225580	-103.2498585
7,557.2	0.00	0.00	7,517.0	143.3	-576.0	373,629.05	877,128.34	32.0225580	-103.2498585
Bone Sp	oring Lime								
7,600.0		0.00	7,559.8	143.3	-576.0	373,629.05	877,128.34	32.0225580	-103.2498585
7,700.0		0.00	7,659.8	143.3	-576.0	373,629.05	877,128.34	32.0225580	-103.2498585
7,800.0		0.00	7,759.8	143.3	-576.0	373,629.05	877,128.34	32.0225580	-103.2498585
7,900.0		0.00	7,859.8	143.3	-576.0	373,629.05	877,128.34	32.0225580	-103.2498585
8,000.0		0.00	7,959.8	143.3	-576.0	373,629.05	877,128.34	32.0225580	-103.2498585
8,100.0		0.00	8,059.8	143.3	-576.0	373,629.05	877,128.34	32.0225580	-103.2498585
8,200.0		0.00	8,159.8	143.3	-576.0	373,629.05	877,128.34	32.0225580	-103.2498585
8,300.0	0.00	0.00	8,259.8	143.3	-576.0	373,629.05	877,128.34	32.0225580	-103.2498585



Database: AUS-COMPASS - EDM_15 - 32bit

Company: Ameredev Operating
Project: Lea County, NM (N83-NME)
Site: AMEN CORNER ST COM PROJECT

Well: AMEN CORNER ST COM 26 36 27 #183H

Wellbore: OWB
Design: PWP

Local Co-ordinate Reference:

TVD Reference:
MD Reference:
North Reference:

Survey Calculation Method:

Well AMEN CORNER ST COM 26 36 27

#183H

KB=25' @ 2932.0usft KB=25' @ 2932.0usft

Grid

Design.	FVVF								
Planned Survey	1								
Measured Depth (usft)	Inclination (°)	Azimuth (°)	Vertical Depth (usft)	+N/-S (usft)	+E/-W (usft)	Map Northing (usft)	Map Easting (usft)	Latitude	Longitude
8,400.0	0.00	0.00	8,359.8	143.3	-576.0	373,629.05	877,128.34	32.0225580	-103.2498585
8,500.0		0.00	8,459.8	143.3	-576.0	373,629.05	877,128.34	32.0225580	-103.2498585
8,600.0		0.00	8,559.8	143.3	-576.0	373,629.05	877,128.34	32.0225580	-103.2498585
8,700.0		0.00	8,659.8	143.3	-576.0	373,629.05	877,128.34	32.0225580	-103.2498585
8,800.0		0.00	8,759.8	143.3	-576.0	373,629.05	877,128.34	32.0225580	-103.2498585
8,900.0		0.00	8,859.8	143.3	-576.0	373,629.05	877,128.34	32.0225580	-103.2498585
9,000.0		0.00	8,959.8	143.3	-576.0	373,629.05	877,128.34	32.0225580	-103.2498585
9,100.0		0.00	9,059.8	143.3	-576.0	373,629.05	877,128.34	32.0225580	-103.2498585
9,200.0	0.00	0.00	9,159.8	143.3	-576.0	373,629.05	877,128.34	32.0225580	-103.2498585
9,300.0	0.00	0.00	9,259.8	143.3	-576.0	373,629.05	877,128.34	32.0225580	-103.2498585
9,360.2	0.00	0.00	9,320.0	143.3	-576.0	373,629.05	877,128.34	32.0225580	-103.2498585
First Bo	ne Spring								
9,383.2	0.00	0.00	9,343.0	143.3	-576.0	373,629.05	877,128.34	32.0225580	-103.2498585
Start DL	S 12.00 TFO 1	79.46							
9,400.0	2.02	179.46	9,359.8	143.0	-576.0	373,628.75	877,128.34	32.0225572	-103.2498585
9,500.0	14.02	179.46	9,458.6	129.1	-575.9	373,614.84	877,128.47	32.0225189	-103.2498585
9,600.0	26.02	179.46	9,552.4	94.9	-575.5	373,580.67	877,128.79	32.0224250	-103.2498586
9,700.0		179.46	9,637.1	42.0	-575.1	373,527.76	877,129.29	32.0222795	-103.2498587
9,800.0		179.46	9,708.8	-27.3	-574.4	373,458.40	877,129.94	32.0220889	-103.2498589
9,900.0		179.46	9,764.6	-110.1	-573.6	373,375.64	877,130.71	32.0218614	-103.2498590
9,986.2		179.46	9,798.0	-189.4	-572.9	373,296.33	877,131.46	32.0216434	-103.2498592
	Bone Spring								
10,000.0		179.46	9,802.0	-202.7	-572.8	373,283.08	877,131.58	32.0216070	-103.2498592
10,100.0		179.46	9,819.3	-301.0	-571.8	373,184.78	877,132.50	32.0213368	-103.2498594
10,133.2		179.46	9,820.5	-334.2	-571.5	373,151.58	877,132.81	32.0212455	-103.2498595
10,133.5	6 3.3 hold at 10 90.00	179.46	9,820.5	-334.4	-571.5	373,151.33	877,132.82	32.0212448	-103.2498595
		179.40	9,620.5	-334.4	-571.5	373,131.33	077,132.02	32.0212440	-103.2496393
10,200.0	SC #183H) 90.00	179.46	9,820.5	-400.9	-570.9	373,084.81	877,133.44	32.0210620	-103.2498596
10,300.0		179.46	9,820.5	-500.9	-570.9	372,984.82	877,134.38	32.0207871	-103.2498599
10,400.0		179.46	9,820.4	-600.9	-569.0	372,884.82	877,135.32	32.0205123	-103.2498601
10,500.0		179.46	9,820.4	-700.9	-568.1	372,784.83	877,136.25	32.0202374	-103.2498603
10,600.0		179.46	9,820.4	-800.9	-567.1	372,684.83	877,137.19	32.0199625	-103.2498605
10,700.0		179.46	9,820.4	-900.9	-566.2	372,584.83	877,138.13	32.0196877	-103.2498607
10,800.0		179.46	9,820.4	-1,000.9	-565.3	372,484.84	877,139.07	32.0194128	-103.2498609
10,900.0	90.00	179.46	9,820.4	-1,100.9	-564.3	372,384.84	877,140.00	32.0191379	-103.2498611
11,000.0	90.00	179.46	9,820.4	-1,200.9	-563.4	372,284.85	877,140.94	32.0188631	-103.2498613
11,100.0	90.00	179.46	9,820.4	-1,300.9	-562.5	372,184.85	877,141.88	32.0185882	-103.2498615
11,200.0	90.00	179.46	9,820.4	-1,400.9	-561.5	372,084.86	877,142.82	32.0183134	-103.2498617
11,300.0		179.46	9,820.4	-1,500.9	-560.6	371,984.86	877,143.76	32.0180385	-103.2498620
11,400.0		179.46	9,820.4	-1,600.9	-559.6	371,884.86	877,144.69	32.0177636	-103.2498622
11,500.0		179.46	9,820.4	-1,700.9	-558.7	371,784.87	877,145.63	32.0174888	-103.2498624
11,600.0		179.46	9,820.4	-1,800.9	-557.8	371,684.87	877,146.57	32.0172139	-103.2498626
11,700.0		179.46	9,820.4	-1,900.9	-556.8	371,584.88	877,147.51	32.0169390	-103.2498628
11,800.0		179.46	9,820.4	-2,000.9	-555.9	371,484.88	877,148.44	32.0166642	-103.2498630
11,900.0		179.46	9,820.4	-2,100.9	-555.0	371,384.89	877,149.38	32.0163893	-103.2498632
12,000.0		179.46 179.46	9,820.3	-2,200.9	-554.0 553.1	371,284.89 371,184.90	877,150.32 877,151,26	32.0161144	-103.2498634
12,100.0 12,200.0		179.46 179.46	9,820.3 9,820.3	-2,300.9 -2,400.8	-553.1 -552.1	371,184.90 371,084.90	877,151.26 877,152.19	32.0158396 32.0155647	-103.2498636 -103.2498638
12,200.0		179.46	9,820.3	-2,400.8 -2,500.8	-552.1 -551.2	371,064.90	877,152.19 877,153.13	32.0153647	-103.2498640
12,400.0		179.46	9,820.3	-2,600.8	-551.2 -550.3	370,884.91	877,153.13	32.0150150	-103.2498643
12,500.0		179.46	9,820.3	-2,700.8	-549.3	370,784.91	877,155.01	32.0130130	-103.2498645
12,600.0		179.46	9,820.3	-2,800.8	-548.4	370,684.92	877,155.95	32.0144653	-103.2498647
12,000.0	00.00	., 0.10	0,020.0	_,555.5	5 10.1	3. 3,00 1.02	5,100.00	32.3111000	.55.2100077



Database: AUS-COMPASS - EDM_15 - 32bit

Company: Ameredev Operating
Project: Lea County, NM (N83-NME)
Site: AMEN CORNER ST COM PROJECT

Well: AMEN CORNER ST COM 26 36 27 #183H

Wellbore: OWB
Design: PWP

Local Co-ordinate Reference:

#183H

TVD Reference: MD Reference: North Reference:

Survey Calculation Method:

Well AMEN CORNER ST COM 26 36 27 #183H

KB=25' @ 2932.0usft KB=25' @ 2932.0usft

Grid Minimum Curvature

Planned Survey									
Measured Depth (usft)	Inclination (°)	Azimuth (°)	Vertical Depth (usft)	+N/-S (usft)	+E/-W (usft)	Map Northing (usft)	Map Easting (usft)	Latitude	Longitude
12,700.0	90.00	179.46	9,820.3	-2,900.8	-547.5	370,584.92	877,156.88	32.0141904	-103.2498649
12,800.0	90.00	179.46	9,820.3	-3,000.8	-546.5	370,484.93	877,157.82	32.0139155	-103.2498651
12,900.0	90.00	179.46	9,820.3	-3,100.8	-545.6	370,384.93	877,158.76	32.0136407	-103.2498653
13,000.0	90.00	179.46	9,820.3	-3,200.8	-544.6	370,284.94	877,159.70	32.0133658	-103.2498655
13,100.0	90.00	179.46	9,820.3	-3,300.8	-543.7	370,184.94	877,160.63	32.0130909	-103.2498657
13,200.0	90.00	179.46	9,820.3	-3,400.8	-542.8	370,084.94	877,161.57	32.0128161	-103.2498659
13,300.0	90.00	179.46	9,820.3	-3,500.8	-541.8	369,984.95	877,162.51	32.0125412	-103.2498661
13,400.0	90.00	179.46	9,820.3	-3,600.8	-540.9	369,884.95	877,163.45	32.0122663	-103.2498663
13,500.0	90.00	179.46	9,820.3	-3,700.8	-540.0	369,784.96	877,164.39	32.0119915	-103.2498666
13,600.0	90.00	179.46	9,820.3	-3,800.8	-539.0	369,684.96	877,165.32	32.0117166	-103.2498668
13,700.0	90.00	179.46	9,820.2	-3,900.8	-538.1	369,584.97	877,166.26	32.0114418	-103.2498670
13,800.0	90.00	179.46	9,820.2	-4,000.8	-537.1	369,484.97	877,167.20	32.0111669	-103.2498672
13,900.0	90.00	179.46	9,820.2	-4,100.8	-536.2	369,384.97	877,168.14	32.0108920	-103.2498674
14,000.0	90.00	179.46 179.46	9,820.2 9,820.2	-4,200.8	-535.3 -534.3	369,284.98	877,169.07 877,170.01	32.0106172	-103.2498676 -103.2498678
14,100.0 14,200.0	90.00			-4,300.8 -4,400.8	-534.3 -533.4	369,184.98		32.0103423	-103.2498680
14,200.0	90.00 90.00	179.46 179.46	9,820.2 9,820.2	-4,400.8 -4,500.8	-533.4 -532.4	369,084.99 368,984.99	877,170.95 877,171.89	32.0100674 32.0097926	-103.2498682
14,400.0	90.00	179.46	9,820.2	-4,600.8	-531.5	368,885.00	877,171.83	32.0097920	-103.2498684
14,500.0	90.00	179.46	9,820.2	-4,700.7	-530.6	368,785.00	877,172.03	32.0093177	-103.2498686
14,600.0	90.00	179.46	9,820.2	-4,800.7	-529.6	368,685.01	877,174.70	32.0089680	-103.2498688
14,700.0	90.00	179.46	9,820.2	-4,900.7	-528.7	368,585.01	877,175.64	32.0086931	-103.2498691
14,800.0	90.00	179.46	9,820.2	-5,000.7	-527.8	368,485.01	877,176.58	32.0084182	-103.2498693
14,900.0	90.00	179.46	9,820.2	-5,100.7	-526.8	368,385.02	877,177.51	32.0081434	-103.2498695
15,000.0	90.00	179.46	9,820.2	-5,200.7	-525.9	368,285.02	877,178.45	32.0078685	-103.2498697
15,100.0	90.00	179.46	9,820.2	-5,300.7	-524.9	368,185.03	877,179.39	32.0075936	-103.2498699
15,200.0	90.00	179.46	9,820.2	-5,400.7	-524.0	368,085.03	877,180.33	32.0073188	-103.2498701
15,300.0	90.00	179.46	9,820.1	-5,500.7	-523.1	367,985.04	877,181.27	32.0070439	-103.2498703
15,400.0	90.00	179.46	9,820.1	-5,600.7	-522.1	367,885.04	877,182.20	32.0067691	-103.2498705
15,500.0	90.00	179.46	9,820.1	-5,700.7	-521.2	367,785.05	877,183.14	32.0064942	-103.2498707
15,600.0	90.00	179.46	9,820.1	-5,800.7	-520.3	367,685.05	877,184.08	32.0062193	-103.2498709
15,700.0	90.00	179.46	9,820.1	-5,900.7	-519.3	367,585.05	877,185.02	32.0059445	-103.2498711
15,800.0	90.00	179.46	9,820.1	-6,000.7	-518.4	367,485.06	877,185.95	32.0056696	-103.2498713
15,900.0	90.00	179.46	9,820.1	-6,100.7	-517.4	367,385.06	877,186.89	32.0053947	-103.2498716
16,000.0	90.00	179.46	9,820.1	-6,200.7	-516.5	367,285.07	877,187.83	32.0051199	-103.2498718
16,100.0	90.00	179.46	9,820.1	-6,300.7	-515.6	367,185.07	877,188.77	32.0048450	-103.2498720
16,200.0	90.00	179.46	9,820.1	-6,400.7	-514.6	367,085.08	877,189.71	32.0045701	-103.2498722
16,300.0	90.00	179.46	9,820.1	-6,500.7	-513.7	366,985.08	877,190.64	32.0042953	-103.2498724
16,400.0	90.00	179.46	9,820.1	-6,600.7	-512.8	366,885.08	877,191.58	32.0040204	-103.2498726
16,500.0	90.00	179.46	9,820.1	-6,700.7	-511.8 -510.0	366,785.09	877,192.52	32.0037455	-103.2498728
16,600.0	90.00	179.46	9,820.1	-6,800.7	-510.9	366,685.09	877,193.46	32.0034707	-103.2498730
16,700.0 16,800.0	90.00	179.46 179.46	9,820.1 9,820.1	-6,900.7 -7,000.6	-509.9 -509.0	366,585.10 366,485.10	877,194.39 877,195.33	32.0031958	-103.2498732
16,900.0	90.00 90.00	179.46	9,820.1	-7,000.6 -7,100.6	-509.0 -508.1	366,385.11	877,195.33 877,196.27	32.0029210 32.0026461	-103.2498734 -103.2498736
17,000.0		179.46	9,820.0	-7,100.6 -7,200.6	-506.1 -507.1	366,285.11	877,190.2 <i>1</i> 877,197.21		-103.2498738
17,100.0	90.00 90.00	179.46	9,820.0	-7,200.6 -7,300.6	-507.1	366,185.12	877,197.21	32.0023712 32.0020964	-103.2498741
17,100.0	90.00	179.46	9,820.0	-7,300.6 -7,400.6	-505.3	366,085.12	877,199.08	32.0020904	-103.2498741
17,200.0	90.00	179.46	9,820.0	-7, 4 00.6	-504.3	365,985.12	877,200.02	32.0015466	-103.2498745
17,400.0	90.00	179.46	9,820.0	-7,600.6	-503.4	365,885.13	877,200.96	32.0012718	-103.2498747
17,500.0	90.00	179.46	9,820.0	-7,700.6	-502.4	365,785.13	877,200.90	32.0009969	-103.2498749
17,600.0	90.00	179.46	9,820.0	-7,800.6	-501.5	365,685.14	877,202.83	32.0007220	-103.2498751
	SC #183H)		-,020.0	.,500.0	200	111,000	2 ,202.00		
17,696.5	90.00	179.46	9,820.0	-7,897.1	-500.6	365,588.62	877,203.74	32.0004567	-103.2498753
	696.5 - BHL (A			.,507.1	500.0	333,000.02	5 ,200.7 1	52.300 1007	. 55.2 1007 00
ID at 17	000.0 - DITE (F	.555 #10511)							



TVD Reference:

MD Reference:

North Reference:

AUS-COMPASS - EDM_15 - 32bit Database:

Ameredev Operating Company: Lea County, NM (N83-NME) Project: AMEN CORNER ST COM PROJECT Site: AMEN CORNER ST COM 26 36 27 #183H Well:

Wellbore: OWB PWP Design:

Local Co-ordinate Reference:

Survey Calculation Method:

Well AMEN CORNER ST COM 26 36 27

#183H

KB=25' @ 2932.0usft KB=25' @ 2932.0usft

Grid

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
FTP (ACSC #183H) - plan misses targe - Point	0.00 t center by 0.6u	0.00 usft at 10133	9,820.0 5usft MD (98	-334.4 820.5 TVD, -3	-571.8 34.4 N, -571.5	373,151.32 5 E)	877,132.51	32.0212448	-103.2498605
BHL (ACSC #183H) - plan hits target ce - Point	0.00 enter	0.00	9,820.0	-7,897.1	-500.6	365,588.62	877,203.74	32.0004567	-103.2498753
LTP (ACSC #183H) - plan misses targe - Point	0.00 t center by 46.5	0.00 5usft at 1760	9,820.0 0.0usft MD (9	-7,847.1 9820.0 TVD, -	-501.1 -7800.6 N, -50	365,638.64 1.5 E)	877,203.27	32.0005942	-103.2498752

Formations						
	Measured Depth (usft)	Vertical Depth (usft)	Name	Lithology	Dip (°)	Dip Direction (°)
	1,964.9	1,963.0	Rustler		0.00	
	2,347.7	2,342.0	Salado		0.00	
	3,209.0	3,195.0	Tansill		0.00	
	3,832.1	3,812.0	Capitan		0.00	
	5,051.0	5,019.0	Lamar		0.00	
	5,298.4	5,264.0	Bell Canyon		0.00	
	6,730.2	6,690.0	Brushy Canyon		0.00	
	7,557.2	7,517.0	Bone Spring Lime		0.00	
	9,360.2	9,320.0	First Bone Spring		0.00	
	9,986.2	9,798.0	Second Bone Spring			

Plan Annotations					
Measured	Measured Vertical Local Coordinates		dinates		
Depth	Depth	+N/-S	+E/-W		
(usft)	(usft)	(usft)	(usft)	Comment	
1,500.0	1,500.0	0.0	0.0	Start Build 2.00	
1,900.0	1,898.7	6.7	-27.1	Start 3864.2 hold at 1900.0 MD	
5,764.2	5,725.3	136.6	-548.9	Start Drop -2.00	
6,164.2	6,124.0	143.3	-576.0	Start 3219.0 hold at 6164.2 MD	
9,383.2	9,343.0	143.3	-576.0	Start DLS 12.00 TFO 179.46	
10,133.2	9,820.5	-334.2	-571.5	Start 7563.3 hold at 10133.2 MD	
17,696.5	9,820.0	-7,897.1	-500.6	TD at 17696.5	



H₂S Drilling Operation Plan

1. All Company and Contract personnel admitted on location must be trained by a qualified H₂S safety instructor to the following:

- a. Characteristics of H₂S
- b. Physical effects and hazards
- c. Principal and operation of H₂s detectors, warning system and briefing areas
- d. Evacuation procedure, routes and first aid
- e. Proper use of safety equipment and life support systems
- **f.** Essential personnel meeting Medical Evaluation criteria will receive additional training on the proper use of 30 minute pressure demand air packs.

2. Briefing Area:

- a. Two perpendicular areas will be designated by signs and readily accessible.
- **b.** Upon location entry there will be a designated area to establish all safety compliance criteria (1.) has been met.

3. H₂S Detection and Alarm Systems:

- a. H_2S sensors/detectors shall be located on the drilling rig floor, in the base of the sub structure/cellar area, and on the mud pits in the shale shaker area. Additional H_2S detectors may be placed as deemed necessary. All detectors will be set to initiate visual alarm at 10 ppm and visual with audible at 14 ppm and all equipment will be calibrated every 30 days or as needed.
- **b.** An audio alarm will be installed on the derrick floor and in the top doghouse.

4. Protective Equipment for Essential Personnel:

a. Breathing Apparatus:

- i. Rescue Packs (SCBA) 1 Unit shall be placed at each briefing area.
- ii. Two (SCBA) Units will be stored in safety trailer on location.
- iii. Work/Escape packs 1 Unit will be available on rig floor in doghouse for emergency evacuation for driller.

b. Auxiliary Rescue Equipment:

- i. Stretcher
- ii. 2 OSHA full body harnesses
- iii. 100 ft. 5/8" OSHA approved rope
- iv. 1 20# class ABC fire extinguisher

5. Windsock and/or Wind Streamers:

- a. Windsock at mud pit area should be high enough to be visible.
- **b.** Windsock on the rig floor should be high enough to be visible.

6. Communication:

- a. While working under mask scripting boards will be used for communication where applicable.
- **b.** Hand signals will be used when script boards are not applicable.



H₂S Drilling Operation Plan

- c. Two way radios will be used to communicate off location in case of emergency help is required. In most cases cellular telephones will be available at Drilling Foreman's Office.
- 7. <u>Drill Stem Testing:</u> No Planned DST at this time.

8. Mud program:

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

9. Metallurgy:

- a. All drill strings, casing, tubing, wellhead, blowout preventer, drilling spool, kill lines, choke manifold and lines, and valves shall be suitable for H₂S service.
- **b.** Drilling Contractor supervisor will be required to be familiar with the effect H₂S has on tubular goods and other mechanical equipment provided through contractor.



H₂S Contingency Plan

Emergency Procedures

In the event of a release of H₂S, the first responder(s) must:

- Isolate the area and prevent entry by other persons into the 100 ppm ROE.
- Evacuate any public places encompassed by the 100 ppm ROE.
- Be equipped with H₂S monitors and air packs in order to control the release.
- Use the "buddy system" to ensure no injuries occur during the response.
- Take precautions to avoid personal injury during this operation.
- Contact Operator and/or local officials the aid in operation. See list of phone numbers attached.
- Have received training in the:
 - o Detection of H₂S and
 - o Measures for protection against the gas,
 - o Equipment used for protection and emergency response.

Ignition of Gas Source

Should control of the well be considered lost and ignition considered, take care to protect against exposure to Sulfur Dioxide (SO₂). Intentional ignition must be coordinated with the NMOCD and local officials. Additionally, the NM State Police may become involved. NM State Police shall be the Incident Command on scene of any major release. Take care to protect downwind whenever there is an ignition of the gas.

Characteristics of H₂S and SO₂

Common Name	Chemical Formula	Specific Gravity	Threshold Limit	Hazardous Limit	Lethal Concentration
Hydrogen Sulfide	H ₂ S	1.189 Air=1	10 ppm	100 ppm/hr	600 ppm
Sulfur Dioxide	SO ₂	2.21 Air=1	2 ppm	N/A	1000 ppm

Contacting Authorities

Ameredev Operating LLC personnel must liaise with local and state agencies to ensure a proper response to a major release. Additionally, the OCD must be notified of the release as soon as possible but no later than 4 hours. Agencies will ask for information such as type and volume of release, wind direction, location of release, etc. Be prepared with all information available including direction to site. The following call list of essential and potential responders has been prepared for use during a release. Ameredev Operating LLC's response must be in coordination with the State of New Mexico's "Hazardous Materials Emergency Response Plan" (HMER)



H₂S Contingency Plan

Ameredev Operating LLC – Emergency Phone 737-300-4799								
Key Personnel:								
Name	Title	Office	Mobile					
Floyd Hammond	Chief Operating officer	737-300-4724	512-783-6810					
Shane McNeely	Operations Engineer	737-300-4729	432-413-8593					
Dayeed Khan	Construction Manager	737-300-4733	281-928-4692					

<u>Artesia</u>	
Ambulance	911
State Police	575-748-9718
City Police	575-746-5000
Sheriff's Office	575-887-7551
Fire Department	575-746-5051
Artesia General Hospital	575-748-3333
New Mexico Oil Conservation Division	575-626-0830
Carlsbad	
Ambulance	911
State Police	575-885-3138
City Police	575-885-2111
Sheriff's Office	575-887-7551
Fire Department	575-885-3125
Carlsbad Medical Center	575-887-4100
Hobbs Hospital	575-492-5000
BLM Hobbs Field Office	575-689-5981
BLM Carlsbad Field Office	575-361-2822
New Mexico Oil Conservation Division	575-626-0830
Santa Fe	
Department of Homeland Security and Emergency Management (Santa Fe)	505-476-9600
New Mexico State Emergency Operations Center	505-476-9635
<u>National</u>	
National Emergency Response Center (Washington, D.C.)	800-424-8802
Medical	
Aerocare - R3, Box 49F; Lubbock, TX	800-627-2376
Med Flight Air Amb - 2301 Yale Blvd S.E., #D3; Albuquerque, NM	505-842-4433
Lifeguard Air Emergency Services- 2505 Clark Carr Loop S.E.; Albuquerque, NM	505-243-2343

State of New Mexico Energy, Minerals and Natural Resources Department

Submit Electronically Via E-permitting

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

NATURAL GAS MANAGEMENT PLAN

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

Section 1 – Plan Description Effective May 25, 2021

Operator:	Ameredev II,	LLC	OGRID: _	372224	Date:	<u>1</u> 0/17/2023 _
Type: ⊠ Original □	Amendment due	to 🗆 19.15.27	9.D(6)(a) NMAC	□ 19.15.27.9.	D(6)(b) NMAC □ Ot	her.
Other, please describe:						
Well(s): Provide the recompleted from a sir					of wells proposed to	be drilled or propos
Well Name	API	ULSTR	Footages	Anticipated Oil BBL/D	Anticipated Gas MCF/D	Anticipated Produced Water BBL/D
Amen Corner 26 36 27 State Com 182H	30025-		200' FNL & 2370' FEL	680	3,412	2,610
Amen Corner 26 36 27 State Com 183H	30025-		230' FSL & 1075' FEL	680	3,412	2,610
Amen Corner 26 36 27 State Com 262H	30025-		230' FSL & 1680' FWL	680	3,412	2,610
Amen Corner 26 36 27 State Com 263H	30025-		200' FNL & 2330' FEL	680	3,412	2,610
Control Dolivor Doi	nt Nomos				[See 10 15 27 07]	D)(1) NMAC1
. Central Delivery Poi	nt 1 vame:				[See 19.15.27.9(I	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
Amen Corner 26 36 27 State Com 182H	30025-	01/15/2024	03/02/2024	04/02/2024	04/30/2024	05/03/2024
Amen Corner 26 36 27 State Com 183H	30025-	01/15/2024	03/02/2024	04/02/2024	04/30/2024	05/03/2024
Amen Corner 26 36 27 State Com 262H	30025-	01/15/2024	03/02/2024	04/02/2024	04/30/2024	05/03/2024
Amen Corner 26 36 27 State Com 263H	30025-	01/15/2024	03/02/2024	04/02/2024	04/30/2024	05/03/2024

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

VIII. Best Management Practices:

Attach a complete description of Operator's best management practices to minimize venting during active and planned maintenance.

Section 2 – Enhanced Plan EFFECTIVE APRIL 1, 2022

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

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

Well	API	Anticipated Average Natural Gas Rate MCF/D	Anticipated Volume of Natural Gas for the First Year MCF

X. Natural Gas Gathering System (NGGS):

Operator	System	ULSTR of Tie-in	Anticipated Gathering Start Date	Available Maximum Daily Capacity of System Segment Tie-in

XI. Map. \square Attach an accurate and legible map depicting the location of the well(s), the anticipated pipeline route(s) connecting the
production operations to the existing or planned interconnect of the natural gas gathering system(s), and the maximum daily capacity of
the segment or portion of the natural gas gathering system(s) to which the well(s) will be connected.

XII. Line Capac	ity. The natural	gas gathering	system \square	will □ v	vill not hav	e capacity	to gather	100% of t	he anticipated	d natural	gas
production volum	e from the well	prior to the da	te of first p	production	ı .						

XIII. Line Pressure. Operator \square does \square does not anticipate	that its existing well(s) connected to the same segment, or portion, or	f the
natural gas gathering system(s) described above will continue	to meet anticipated increases in line pressure caused by the new well	(s).

Attach Operator's plan to manage production in response to the increased lin	
	prossure

XIV. Confidentiality:	Operator asserts conf	fidentiality pursuant t	o Section 71-2	-8 NMSA 1978 f	for the information	provided in
Section 2 as provided in Pa	ragraph (2) of Subsect	ion D of 19.15.27.9 N	MAC, and atta	ches a full descrip	otion of the specific	information
for which confidentiality is	asserted and the basis	for such assertion.				

(i)

Section 3 - Certifications Effective May 25, 2021

Operator certifies that, a	fter reasonable inquiry and based on the available information at the time of submittal:
one hundred percent of	to connect the well(s) to a natural gas gathering system in the general area with sufficient capacity to transport the anticipated volume of natural gas produced from the well(s) commencing on the date of first production, current and anticipated volumes of produced natural gas from other wells connected to the pipeline gathering
hundred percent of the a into account the current	able to connect to a natural gas gathering system in the general area with sufficient capacity to transport one inticipated volume of natural gas produced from the well(s) commencing on the date of first production, taking and anticipated volumes of produced natural gas from other wells connected to the pipeline gathering system. box, Operator will select one of the following:
Well Shut-In. ☐ Opera D of 19.15.27.9 NMAC	tor will shut-in and not produce the well until it submits the certification required by Paragraph (4) of Subsection; or
	lan. ☐ Operator has attached a venting and flaring plan that evaluates and selects one or more of the potential es 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

Section 4 - Notices

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

other alternative beneficial uses approved by the division.

- (a) Operator becomes aware that the natural gas gathering system it planned to connect the well(s) to has become unavailable or will not have capacity to transport one hundred percent of the production from the well(s), no later than 20 days after becoming aware of such information, Operator shall submit for OCD's approval a new or revised venting and flaring plan containing the information specified in Paragraph (5) of Subsection D of 19.15.27.9 NMAC; or
- (b) Operator becomes aware that it has, cumulatively for the year, become out of compliance with its baseline natural gas capture rate or natural gas capture requirement, no later than 20 days after becoming aware of such information, Operator shall submit for OCD's approval a new or revised Natural Gas Management Plan for each well it plans to spud during the next 90 days containing the information specified in Paragraph (2) of Subsection D of 19.15.27.9 NMAC, and shall file an update for each Natural Gas Management Plan until Operator is back in compliance with its baseline natural gas capture rate or natural gas capture requirement.
- 2. OCD may deny or conditionally approve an APD if Operator does not make a certification, fails to submit an adequate venting and flaring plan which includes alternative beneficial uses for the anticipated volume of natural gas produced, or if OCD determines that Operator will not have adequate natural gas takeaway capacity at the time a well will be spud.

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

Signature: Casca Gu
Printed Name: Cesca Yu
Title: Engineer
E-mail Address: cyu@ameredev.com
Date: 10/17/2023
Phone: 512-775-1417
OIL CONSERVATION DIVISION
(Only applicable when submitted as a standalone form)
Approved By:
Title:
Approval Date:
Conditions of Approval:

Natural Gas Management Plan

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

- Separation equipment is sized to allow for retention time and velocity to adequately separate oil, gas, and water at anticipated peak rates.
- All central tank battery equipment is designed to efficiently capture the remaining gas from the liquid phase.
- Valves and meters are designed to service without flow interruption or venting of gas.

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

19.15.27.8 (A)

Ameredev's field operations are designed with the goal of minimizing flaring and preventing venting of natural gas. If capturing the gas is not possible then the gas is combusted/flared using properly sized flares or combustors in accordance with state air permit rules.

19.15.27.8 (B) Venting and Flaring during drilling operations

- A properly-sized flare stack will be located at a minimum 100' from the nearest surface hole location on the pad.
- All natural gas produced during drilling operations will be flared. Venting will only occur if there is an equipment malfunction and/or to avoid risk of an immediate and substantial adverse impact on safety, public health, or the environment.

19.15.27.8 (C) Venting and Flaring during completions or recompletions operations.

- During all phases of flowback, wells will flow through a sand separator, or other appropriate flowback separation equipment, and the well stream will be directed to a central tank battery (CTB) through properly sized flowlines
- The CTB will have properly sized separation equipment for maximum anticipated flowrates
- Multiple stages of separation will be used to separate gas from liquids. All gas will be routed to a sales outlet. Fluids will be routed to tanks equipped with a closed loop system that will recover any residual gas from the tanks and route such gas to a sales outlet.

19.15.27.8 (D) Venting and Flaring during production operations.

• During production, the well stream will be routed to the CTB where multiple stages of separation will separate gas from liquids. All gas will be routed to a sales outlet. Fluids will be routed to tanks with a closed

loop system that will recover any residual gas from the tanks and route such gas to a sales outlet, minimizing tank emissions.

- Flares are equipped with auto-ignition systems and continuous pilot operations.
- Automatic gauging equipment is installed on all tanks.

19.15.27.8 (E) Performance Standards

- Production equipment will be designed to handle maximum anticipated rates and pressure.
- Automatic gauging equipment is installed on all tanks to minimize venting
- All flared gas will be combusted in a flare stack that is properly sized and designed to ensure proper combustion.
- •Flares are equipped with continuous pilots and auto-ignitors along with remote monitoring of the pilot status
- Weekly AVOs and monthly LDAR inspections will be performed on all wells and facilities that produce more than 60 Mcfd.
- Gas/H2S detectors will be installed throughout the facilities and wellheads to detect leaks and enable timely repairs.

19.15.27.8 (F) Measurement or estimation of vented and flared natural gas

- All high pressure flared gas is measured by equipment conforming to API 14.10.
- No meter bypasses are installed.
- When metering is not practical due to low pressure/low rate, the vented or flared volume will be estimated through flare flow curves with the assistance of air emissions consultants, as necessary.

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

- Ameredev will use best management practices to vent as minimally as possible during well intervention operations and downhole well maintenance
- All natural gas is routed into the gas gathering system and directed to one of Ameredev's multiple gas sales outlets.
- All venting events will be recorded and all start-up, shutdown, maintenance logs will be kept for control equipment
- All control equipment will be maintained to provide highest run-time possible
- All procedures are drafted to keep venting and flaring to the absolute minimum