| | | | | Production : | Summary Repo | rt | | | | | | | | |
|------|-----------------------------|-------|-----------|--------------|-----------------|----------|-------------|------------|-----------------|-------|----------|------------------|-----------------|------------------|
| | | | | API: 30 | -025-29488 | | | | | | | Cody on Location | 9/24/18 4:00 PM | 1 |
| | FLYING M SA UNIT #342 | | | | | | | Leak Found | 9/25/18 7:00 AM | | | | | |
| | | | Print | ed On: Mon | day, February 2 | 21 2022 | | | | | | Total Hrs | 15 | |
| | | | | Producti | on | | | In | jection | | | | | 4 |
| | | | | | | | | | | | | | | |
| Year | Pool | Month | Oil(BBLS) | Gas(MCF) | Water(BBLS) | Days P/I | Water(BBLS) | Co2(MCF) | Gas(MCF) | Other | Pressure | BFPD | BFPH | Estimated Volume |
| 2018 | [24620] FLYING M;SAN ANDRES | Jan | 0 | 0 | C |) (| 4900 | C | 0 |) C | 0 | 158 | 7 | |
| 2018 | [24620] FLYING M;SAN ANDRES | Feb | 0 | 0 | C |) (| 6060 | C | 0 |) C | 0 | 216 | 9 | |
| 2018 | [24620] FLYING M;SAN ANDRES | Mar | 0 | 0 | C |) (| 6225 | C | 0 |) C | 0 | 201 | 8 | |
| 2018 | [24620] FLYING M;SAN ANDRES | Apr | 0 | 0 | C | 30 | 16947 | C | 0 |) C | 0 | 565 | 24 | |
| 2018 | [24620] FLYING M;SAN ANDRES | May | 0 | 0 | C | 31 | 3855 | C | 0 |) C | 0 | 124 | 5 | |
| 2018 | [24620] FLYING M;SAN ANDRES | Jun | 0 | 0 | C | 30 | 2710 | C | 0 |) C | 0 | 90 | 4 | |
| 2018 | [24620] FLYING M;SAN ANDRES | Jul | 0 | 0 | C | 31 | 3965 | C | 0 |) C | 0 | 128 | 5 | |
| 2018 | [24620] FLYING M;SAN ANDRES | Aug | 0 | 0 | C | 31 | 3456 | C | 0 |) C | 0 | 111 | 5 | |
| 2018 | [24620] FLYING M;SAN ANDRES | Sep | 0 | 0 | C | 30 | 3180 | C | C |) C | 0 | 106 | 4 | 75 |
| 2018 | [24620] FLYING M;SAN ANDRES | Oct | 0 | 0 | C |) (| 0 | C | 0 |) C | 0 | - | | |
| 2018 | [24620] FLYING M;SAN ANDRES | Nov | 0 | 0 | C |) (| 0 | C | 0 |) C | 0 | - | | |
| 2018 | [24620] FLYING M;SAN ANDRES | Dec | 0 | 0 |) (|) (| 0 | C |) C |) (| 0 | - | | |

D. J. J. J. T. 7/20/2025 0. 45.20 414



Re-Vegetation Report

Original submission: May 14, 2025

Re-submitted: July 29, 2025

Flying M SA Unit 4" Trunkline 30-025-24692 Incident No.: nOY1827137381 1RP-5214 Lea County, New Mexico

Prepared For:

Southwest Royalties, Inc. P.O. Box 53570 Midland, Texas 79710

Prepared By:

Crain Environmental 2925 East 17th Street Odessa, Texas 79761

Cynthia K Crain P.G.

Flying M SA Unit 4" Trunkline Re-Vegetation Report



1.0 Site Information

Southwest Royalties, Inc. (SWR) has retained Crain Environmental (CE) to oversee reclamation of the Flying M SA Unit 4" Trunkline (Site), located in Unit Letter K, Section 29, Township 9 South, Range 33 East, Lea County, New Mexico, at Global Positioning Coordinates (GPS) 33.501508, -103.59383.

2.0 Introduction

The Flying M SA Unit 4" Trunkline is located approximately 23 miles northwest of Tatum, New Mexico, in an area of oil and gas activity and cattle grazing. No surface water is present in the area, and vegetation is sparse. The site can be accessed by traveling north from Tatum, New Mexico on Highway 206 for 18 miles to Crossroads, New Mexico (Carrol Road). Travel west on Carrol Road for 15.5 miles to a lease road. Turn south on the lease road and go 0.38 miles, turn east for 0.1 mile, south for 0.72 miles, east for 0.11 miles, south for 0.23 miles, and west for 0.5 miles. The Site is located 330 feet south of the lease road. There are no locked gates or other access issues. The attached Figure 1 shows the well location.

3.0 Site Conditions and History

Incident #nOY1827137381 (1RP-5214) was approved for Closure by the New Mexico Oil Conservation Division (NMOCD) on November 1, 2024, and a revegetation and seeding plan was requested by December 31, 2024.

A Reclamation Workplan was submitted to the NMOCD on November 25, 2024, and was approved on January 15, 2025, with a request to submit a Reclamation Report no later than July 1, 2025.

This Re-Vegetation Report is being submitted to provide documentation of seeding activities.

4.0 Final Reclamation Activities

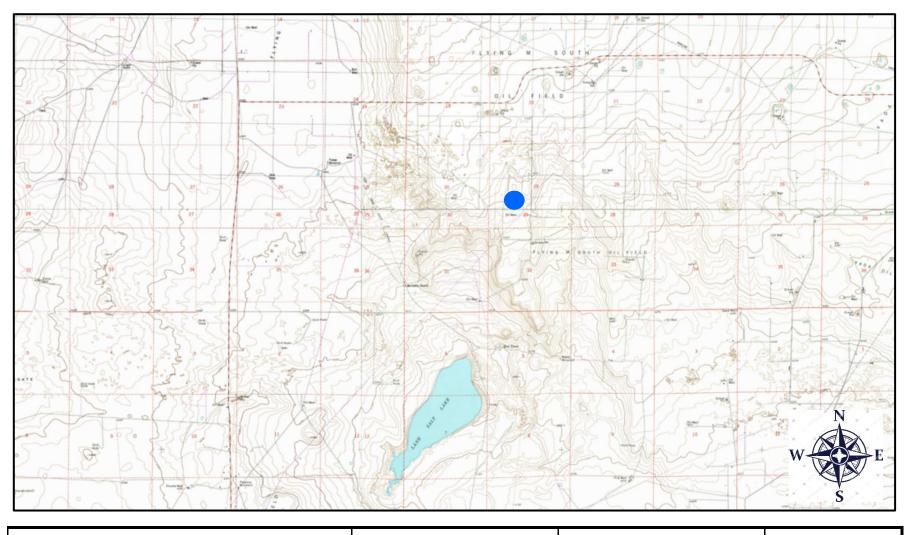
In accordance with the approved Reclamation Workplan, five monitoring wells (MW-1, MW-2, MW-3, MW-4 and MW-6) were plugged and abandoned (P&A) on December 18, 2024, according to the New Mexico State Land Office (NMOSE) and NMOCD plugging requirements. Plugging Reports were submitted to the NMOSE for well numbers L-15435 POD 1, POD 2, POD 3, POD 4, and POD 6 on December 23, 2024. Groundwater was not encountered in Well L15435 POD 5, and the borehole was plugged upon completion of installation. The attached Figure 2 shows the former monitoring well locations.

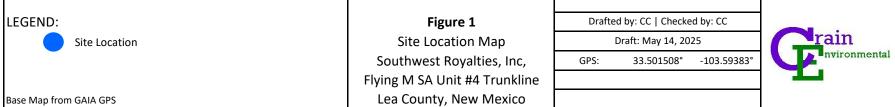
Following P&A of the monitoring wells, seeding was conducted on February 14 and 15, 2025, as approved in the Reclamation Workplan. On April 14, 2025, a site inspection was conducted, and vegetation is growing. The attached Figure 3 shows the area where seeding was conducted. A photographic log of seeding is attached.

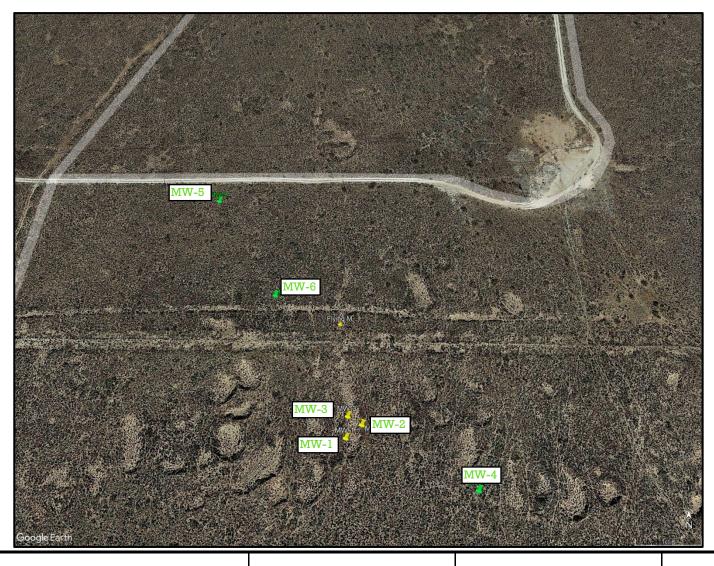
Southwest Royalties, Inc. respectfully requests NMOCD closure of Incident #nOY1827137381 (1RP-5214).



FIGURES







LEGEND:



Monitor Well Location with Chloride Concentration

New Monitor Well Location with Chloride Concentration

Base Map from Google Earth

Figure 2

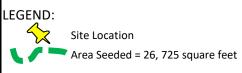
Site Map Southwest Royalties, Inc, Flying M SA Unit 4" Trunkline Lea County, New Mexico Drafted by: CC | Checked by: CC

Draft: Nov. 24, 2024

GPS: 33.501508° -103.59383°







Base Map from Google Earth

Figure 3
Seeding Area Map
Southwest Royalties, Inc.
Flying M SA Unit #4 Trunk Line
Lea County, New Mexico

| | Drafted by: CC Checked by: CC | | | | | | |
|---|---------------------------------|------------|-------------|--|--|--|--|
| | Draft: May 14, 2025 | | | | | | |
| | GPS: | 33.501508° | -103.59383° | | | | |
| _ | | | | | | | |

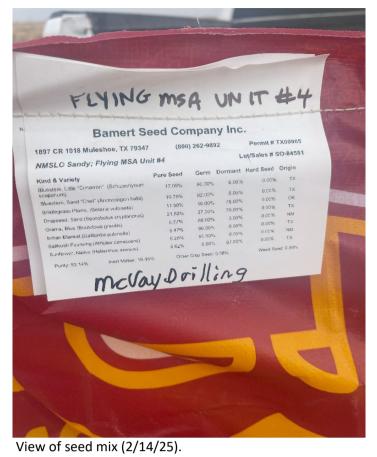




PHOTOGRAPHIC DOCUMENTATION

Received by OCD: 7/29/2025 1:19:40 PM Page 9 of 14

> Southwest Royalties, Inc. Flying M SA Unit 4" Trunkline Incident #nOY1827137381





View to seed mix (2/14/25).



View to N of seeded area (2/15/25).



View to NW of seeded area (2/15/25).



View to NE of seeded area (2/15/25).



View to S of seeded area (2/15/25).

Southwest Royalties, Inc. Flying M SA Unit 4" Trunkline Incident #nOY1827137381



View to NW of seed growth (4/14/25).



View to NW of seed growth (4/14/25).



View to NW of seed growth (4/14/25).



View to NW of seed growth (7/29/25).



View to NE of seed growth (7/29/25).



View to NE of seed growth (7/29/25).

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

QUESTIONS

Action 406437

QUESTIONS

| Operator: | OGRID: |
|-------------------------|---|
| SOUTHWEST ROYALTIES INC | 21355 |
| P O BOX 53570 | Action Number: |
| Midland, TX 79710 | 406437 |
| | Action Type: |
| | [C-141] Initial C-141 (C-141-v-Initial) |

QUESTIONS

| Prerequisites | | | | |
|-------------------|--|--|--|--|
| Incident ID (n#) | nOY1827137381 | | | |
| Incident Name | NOY1827137381 4" TRUCK LINE BATTERY TO INJ WELL - GWA @ 30-025-24692 | | | |
| Incident Type | Produced Water Release | | | |
| Incident Status | Reclamation Report Approved | | | |
| Incident Well | [30-025-24692] FLYING M SA UNIT #241 | | | |
| Incident Facility | [FOY1827136767] FLYING M SA UNIT 4" TRUCK LINE | | | |

| Location of Release Source | | | | |
|--|---|--|--|--|
| Please answer all the questions in this group. | | | | |
| Site Name | 4" TRUCK LINE BATTERY TO INJ WELL - GWA | | | |
| Date Release Discovered | 09/25/2018 | | | |
| Surface Owner | Private | | | |

| Incident Details | | | | |
|--|------------------------|--|--|--|
| Please answer all the questions in this group. | | | | |
| Incident Type | Produced Water Release | | | |
| Did this release result in a fire or is the result of a fire | No | | | |
| Did this release result in any injuries | No | | | |
| Has this release reached or does it have a reasonable probability of reaching a watercourse | No | | | |
| Has this release endangered or does it have a reasonable probability of endangering public health | No | | | |
| Has this release substantially damaged or will it substantially damage property or the environment | No | | | |
| Is this release of a volume that is or may with reasonable probability be detrimental to fresh water | Yes | | | |

| Nature and Volume of Release | |
|--|--|
| Material(s) released, please answer all that apply below. Any calculations or specific justifications for | or the volumes provided should be attached to the follow-up C-141 submission. |
| Crude Oil Released (bbls) Details | Cause: Equipment Failure Pipeline (Any) Crude Oil Released: 5 BBL Recovered: 5 BBL Lost: 0 BBL. |
| Produced Water Released (bbls) Details | Cause: Equipment Failure Pipeline (Any) Produced Water Released: 75 BBL Recovered: 75 BBL Lost: 0 BBL. |
| Is the concentration of chloride in the produced water >10,000 mg/l | No |
| Condensate Released (bbls) Details | Not answered. |
| Natural Gas Vented (Mcf) Details | Not answered. |
| Natural Gas Flared (Mcf) Details | Not answered. |
| Other Released Details | Not answered. |
| Are there additional details for the questions above (i.e. any answer containing Other, Specify, Unknown, and/or Fire, or any negative lost amounts) | Not answered. |

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

General Information Phone: (505) 629-6116

Operator:

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

QUESTIONS, Page 2

Action 406437

| QUESTIONS | (continued) |
|------------|--------------|
| QUESTIONS: | (COHUH IUCU) |

OGRID:

| SOUTHWEST ROYALTIES INC | 21355 |
|---|---|
| P O BOX 53570 | Action Number: |
| Midland, TX 79710 | 406437 Action Type: |
| | [C-141] Initial C-141 (C-141-v-Initial) |
| QUESTIONS | |
| Nature and Volume of Release (continued) | |
| Is this a gas only submission (i.e. only significant Mcf values reported) | No, according to supplied volumes this does not appear to be a "gas only" report. |
| Was this a major release as defined by Subsection A of 19.15.29.7 NMAC | Yes |
| Reasons why this would be considered a submission for a notification of a major release | From paragraph A. "Major release" determine using: (1) an unauthorized release of a volume, excluding gases, of 25 barrels or more; (4) a release of a volume that may with reasonable probability be detrimental to fresh water. |
| With the implementation of the 19.15.27 NMAC (05/25/2021), venting and/or flaring of natural gas (i.e. | e. gas only) are to be submitted on the C-129 form. |
| Initial Response | |
| The responsible party must undertake the following actions immediately unless they could create a s | afety hazard that would result in injury. |
| The source of the release has been stopped | True |
| The impacted area has been secured to protect human health and the environment | True |
| Released materials have been contained via the use of berms or dikes, absorbent pads, or other containment devices | True |
| All free liquids and recoverable materials have been removed and managed appropriately | True |
| If all the actions described above have not been undertaken, explain why | Not answered. |
| | ation immediately after discovery of a release. If remediation has begun, please prepare and attach a narrative o ted or if the release occurred within a lined containment area (see Subparagraph (a) of Paragraph (5) of valuation in the follow-up C-141 submission. |
| to report and/or file certain release notifications and perform corrective actions for releathe OCD does not relieve the operator of liability should their operations have failed to a | knowledge and understand that pursuant to OCD rules and regulations all operators are required ases which may endanger public health or the environment. The acceptance of a C-141 report by adequately investigate and remediate contamination that pose a threat to groundwater, surface t does not relieve the operator of responsibility for compliance with any other federal, state, or |
| I hereby agree and sign off to the above statement | Name: Cindy Crain Email: cindy.crain@gmail.com Date: 07/29/2025 |

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

QUESTIONS, Page 3

Action 406437

QUESTIONS (continued)

| Operator: | OGRID: |
|-------------------------|---|
| SOUTHWEST ROYALTIES INC | 21355 |
| P O BOX 53570 | Action Number: |
| Midland, TX 79710 | 406437 |
| | Action Type: |
| | [C-141] Initial C-141 (C-141-v-Initial) |
| | |

QUESTIONS Site Characterization Please answer all the questions in this group (only required when seeking remediation plan approval and beyond). This information must be provided to the appropriate district office no later than 90 days after the What is the shallowest depth to groundwater beneath the area affected by the Not answered. release in feet below ground surface (ft bgs) What method was used to determine the depth to ground water Not answered. Did this release impact groundwater or surface water Not answered What is the minimum distance, between the closest lateral extents of the release and the following surface areas: A continuously flowing watercourse or any other significant watercourse Not answered Any lakebed, sinkhole, or playa lake (measured from the ordinary high-water mark) Not answered. An occupied permanent residence, school, hospital, institution, or church Not answered. A spring or a private domestic fresh water well used by less than five households Not answered. for domestic or stock watering purposes Any other fresh water well or spring Not answered. Incorporated municipal boundaries or a defined municipal fresh water well field Not answered. Not answered. A subsurface mine Not answered. An (non-karst) unstable area Not answered. Categorize the risk of this well / site being in a karst geology A 100-year floodplain Not answered. Did the release impact areas not on an exploration, development, production, or Not answered. storage site

| Remediation Plan | | | | | | |
|--|----|--|--|--|--|--|
| Please answer all the questions that apply or are indicated. This information must be provided to the appropriate district office no later than 90 days after the release discovery date. | | | | | | |
| Requesting a remediation plan approval with this submission | No | | | | | |
| The OCD recognizes that proposed remediation measures may have to be minimally adjusted in accordance with the physical realities encountered during remediation. If the responsible party has any need to significantly deviate from the remediation plan proposed, then it should consult with the division to determine if another remediation plan submission is required. | | | | | | |

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

Action 406437

CONDITIONS

| Operator: | OGRID: |
|-------------------------|---|
| SOUTHWEST ROYALTIES INC | 21355 |
| P O BOX 53570 | Action Number: |
| Midland, TX 79710 | 406437 |
| | Action Type: |
| | [C-141] Initial C-141 (C-141-v-Initial) |

CONDITIONS

| Created By | Condition | Condition Date |
|------------------|--|-------------------|
| michael.buchanan | The revegetation report has been approved pursuant to 19.15.29.13 E. NMAC. The acceptance of this report by the OCD does not relieve the operator of liability should their operations have failed to adequately investigate and remediate contamination that pose a threat to groundwater, surface water, human health or the environment; or if the location fails to revegetate properly. In addition, the OCD approval does not relieve the responsible party of compliance with any other federal, state, or local laws and/or regulations. | 7/30/2025 |