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

District II

AVALON; BONE SPRING

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

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 304353

96381

APPLICATION FOR PERMIT TO DRIL	., RE-ENTER, DEEPEN	I, PLUGBACK	, OR ADD A ZONE
--------------------------------	---------------------	-------------	-----------------

			711011		o di alle, i al		1, I LOODAO	i, oit abb	720	1 L		
1. Operator Nam	e and Address								2. OGR	ID Number		
Tasc	osa Energy Partne	ers, L.L.C								329748		
901 \	N. Missouri Ave								3. API N	Number		
Midla	and, TX 79701									30-015-49125	5	
4. Property Code	9		5. Prope	rty Name					6. Well	No.		
3318	331801 Catalina 25 30 State Com 003H											
					7. Su	rface Location						
UL - Lot	Section	Township		Range	Lot Idn	Feet From	N/S Line	Feet From		E/W Line	County	
M	25	2	0S	26E		1295	S	25	50	W		Eddy
					8. Proposed	Bottom Hole Location	n					
UL - Lot	Section	Township		Range	Lot Idn	Feet From	N/S Line	Feet From		E/W Line	County	
Р	30	2	าร	27F	Р	663	S	1 10	20	F		Fddv

9. Pool Information

Additional Well Information					
11. Work Type	12. Well Type	13. Cable/Rotary	14. Lease Type	15. Ground Level Elevation	
New Well	OIL		State	3288	
16. Multiple	17. Proposed Depth	18. Formation	19. Contractor	20. Spud Date	
N	17918	3rd Bone Spring Sand		3/1/2022	
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

			ropocou ouc;	, and coment regram		
Туре	Hole Size	Casing Size	Casing Weight/ft	Setting Depth	Sacks of Cement	Estimated TOC
Surf	17.5	13.375	48	500	630	0
Int1	12.25	9.625	36	2500	988	0
Prod	8.5	5.5	20	17918	2209	0
Prod	8.75	5.5	20	8146	1153	0

Casing/Cement Program: Additional Comments

We will change production hole sizes from 8.75" to 8.5" after landing the lateral.

22 Proposed Blowout Prevention Program

	ZZ: I Toposca Biowo	at i revenuon i rogiam	
Туре	Working Pressure	Test Pressure	Manufacturer
Annular	5000	5000	CTI
Pipe	5000	5000	CTI
Blind	5000	5000	CTI

knowledge and be I further certify I I	elief.	true and complete to the best of my NMAC □ and/or 19.15.14.9 (B) NMAC		OIL CONSERVAT	ION DIVISION
Signature:					
Printed Name:	Electronically filed by Kelly M Har	dy	Approved By:	Katherine Pickford	
Title:	Land Manager		Title:	Geoscientist	
Email Address:	khardy@tascosaep.com		Approved Date:	11/30/2021	Expiration Date: 11/30/2023
Date:	11/22/2021	Phone: 432-695-6970	Conditions of App	roval Attached	

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

²Dedicated Acres

317.35

³Joint or Infill

Consolidation Code

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

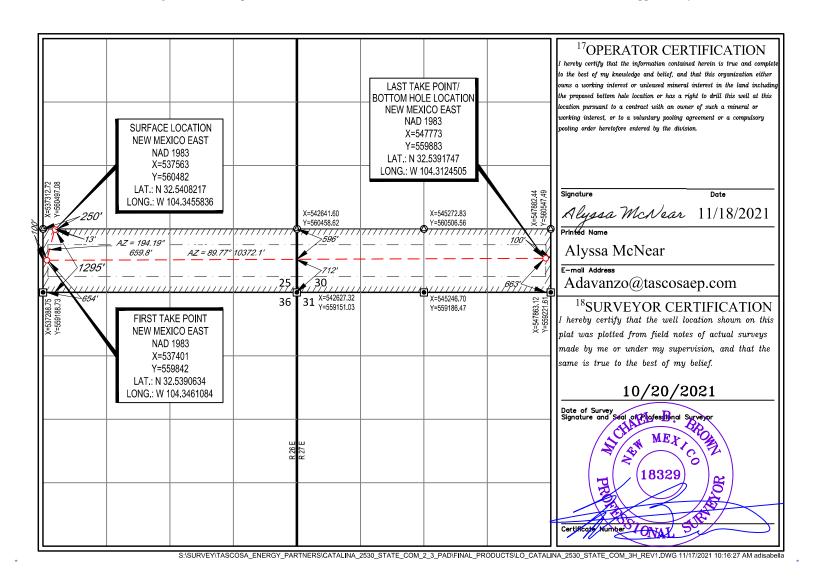
AMENDED REPORT

Sama re, Nivi 67303	_

		W	ELL LO	<u> CATIO</u>	N AND ACR	EAGE DEDIC	CATION PLA	.T		
	¹ API Number	•		² Pool Code			³ Pool Na	ıme		
96381 Avalon;Bone Spring										
⁴ Property (Code				⁵ Property N	Vame			6V	Vell Number
331801			CATALINA 2530 STATE COM 3H					3H		
⁷ OGRID	No.	⁸ Operator Name ⁹ Elevation					Elevation			
329748		TASCOSA ENERGY PARTNERS, LLC. 3288'				3288'				
	¹⁰ Surface Location									
UL or lot no.	Section	Township	Range	Lot Idn	Feet from the	North/South line	Feet from the	East/V	Vest line	County
M	25	20-S	26-E	_	1295'	SOUTH	250'	WEST	[EDDY
11Bottom 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/V	Vest line	County
P	30	20-S	27-E	_	663'	SOUTH	100'	EAST	.	EDDY

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.

⁵Order No.



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

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

Form APD Comments

Permit 304353

PERMIT COMMENTS

Operator Name and Address:	API Number:
Tascosa Energy Partners, L.L.C [329748]	30-015-49125
901 W. Missouri Ave	Well:
Midland, TX 79701	Catalina 25 30 State Com #003H

Created By	Comment	Comment Date
a.davanzo	Tascosa does not expect to encounter H2S, therefore a H2S is not necessary.	11/18/2021
a.davanzo	*typo - a H2S contingency plan is not necessary.	11/22/2021

Form APD Conditions

Permit 304353

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

PERMIT CONDITIONS OF APPROVAL

Tascosa Energy Partners, L.L.C [329748] 30-015-49125 901 W. Missouri Ave Well:	Operator Name and Address:	API Number:		
	Tascosa Energy Partners, L.L.C [329748]	30-015-49125		
	901 W. Missouri Ave	Well:		
Midland, TX 79701 Catalina 25 30 State Com #003H	Midland, TX 79701	Catalina 25 30 State Com #003H		

OCD	Condition
Reviewer	
kpickford	Notify OCD 24 hours prior to casing & cement
kpickford	Will require a File As Drilled C-102 and a Directional Survey with the C-104
kpickford	The Operator is to notify NMOCD by sundry (Form C-103) within ten (10) days of the well being spud
	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
kpickford	Cement is required to circulate on both surface and intermediate1 strings of casing
	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

Intent		As Dril	led												
	rator Nar	ne:				Property Name:						Well Number			
Kick C	off Point														
UL					Feet	ı	From N	N/S	Feet		From	n E/W	County		
Latitu	Latitude Longi				Longitu	ıde							NAD	D	
First 1	ake Poin	nt (FTP)													
UL	Section	Township	Range	Lot	Feet	From N/S Feet From E/W County				County					
Latitu	de				Longitu	ıde							NAD		
Last T	ake Poin	t (LTP)													
UL	Section	Township	Range	Lot	Feet	From	N/S	Feet		From E	/W	Count	:у		
Latitude Lo			Longitu	Longitude NAD											
Is this If infil	well an	defining vinfill well?						_	vell n	umber	for [Definir	ng well fo	or Horizontal	
Operator Name:				Property Name:						Well Number					
Estim	ated For	mation Top	os												
Formation: Top:			Тор:		For	rmatio	n:					Тор:			

45

100

60

91.8

7746.00

7584.95

-627.36

71.61

10.00

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LONG'S METHOD OF SURVEY COMPUTATION

OBLIQUE CIRCULAR ARC INTERPOLATION DISTANCE TABLE STATION A MD OF INTERPOLATION DEPTH, (feet) STATION B #N/A TVD COORDINATE OF THE DEPTH (feet) #N/A N/S COORDINATE OF DEPTH (feet) #N/A E/W COORDINATE OF DEPTH (feet) 3 D DISTANCE BETWEEN STATION A AND STATION B 0.00 ft **TABLE OF SURVEY STATIONS** Calculator = INCL STA ΔMD **AZIM** MD TVD N+/S-E+/W-DLS deg/100FT dea dea ft ft ft TIE POINT = 2500.00 2500.00 0.00 0.00 1 0 0 2 100 3 199 2600.00 2599.95 -2.47 -0.85 3.00 3 100 6 199 2700.00 2699.63 -9.89 -3.41 3.00 4 100 9 199 2800.00 2798.77 -22.23 -7.66 3.00 5 100 10.2 199 2900.00 2897.37 -38.00 -13.08 1.20 100 10.2 199 6 3000.00 2995.79 -54.74 -18.85 0.00 100 10.2 199 7 3100.00 3094.20 -71.49 -24<u>.62</u> 0.00 8 100 10.2 199 3200.00 3192.62 -88.23 0.00 -30.38100 9 10.2 199 3300.00 0.00 3291.04 -104.98 -36.15 10 100 10.2 199 0.00 3400.00 3389.46 -121.72 -41.91 11 100 199 10.2 3500.00 3487.88 -138.46 -47.68 0.00 12 100 10.2 199 3600.00 3586.30 -155.21 -53.44 0.00 13 100 10.2 199 3700.00 3684.72 -171.95 -59.21 0.00 14 100 10.2 199 3800.00 3783.14 -188.69 -64.97 0.00 15 100 10.2 199 3900.00 3881.56 -205.44 -70.74 0.00 16 100 10.2 199 4000.00 3979.98 -222.18 -76.50 0.00 17 100 10.2 199 4100.00 4078.40 -238.92 -82.27 0.00 18 100 10.2 199 4200.00 4176.82 -255.67 -88.03 0.00 19 100 10.2 199 4300.00 4275.24 -272.41 -93.80 0.00 20 100 10.2 199 4400.00 4373.66 -289.16 -99.56 0.00 21 100 10.2 199 4500.00 4472.08 -305.90 -105.33 0.00 22 100 10.2 199 4600.00 4570.50 -322.64 -111.09 0.00 23 100 10.2 199 4700.00 4668.92 -339.39 -116.86 0.00 24 100 10.2 199 4800.00 4767.34 -356.13 -122.63 0.00 25 100 10.2 199 4900.00 4865.76 -372.87 -128.39 0.00 26 100 10.2 199 5000.00 4964.18 -389.62 -134.16 0.00 -139.92 27 100 10.2 199 5100.00 5062.60 -406.36 0.00 28 100 10.2 199 5200.00 5161.02 -423.11 -145.69 0.00 29 100 10.2 199 5300.00 5259.44 -439.85 -151.45 0.00 30 -157.22 100 5357.85 10.2 199 5400.00 -456.59 0.00 31 100 0.00 10.2 199 5500.00 5456.27 -473.34 -162.98 32 100 10.2 199 5600.00 5554.69 -490.08 -168.750.00 33 100 10.2 199 5700.00 5653.11 -506.82 -174.51 0.00 34 500 10.2 199 6200.00 6145.21 -590.54 -203.34 0.00 35 100 9 199 6300.00 6243.81 -606.31 -208.77 1.20 36 100 6 199 6400.00 6342.94 -618.65 -213.02 3.00 37 100 3 0 6500.00 6442.80 -620.98 -214.72 8.89 38 100 0 0 6542.75 -618.36 -214.72 6600.00 3.00 618.36 39 546 0 0 7146.00 7088.75 -214.72 0.00 91.8 40 100 10 7246.00 7188.25 -618.64 -206.02 10.00 41 100 20 91.8 7346.00 7284.72 -619.45 -180.19 10.00 42 100 30 91.8 7446.00 7375.23 -620.77 -138.00 10.00 43 100 40 91.8 7546.00 7457.04 -622.57 -80.74 10.00 44 100 50 91.8 7646.00 7527.67 -624.79 -10.16 10.00

Catatlina 2530 State Com # 3 Directional

STA	ΔMD	INCL	AZIM	MD	TVD	N+/S-	E+/W-	DLS
#	ft	deg	deg	ft	ft	ft	ft	deg/100FT
46	100	70	91.8	7846.00	7627.16	-630.20	162.09	10.00
47	100	80	91.8	7946.00	7653.01	-633.23	258.51	10.00
48	100	88.975	91.8	8046.00	7662.60	-636.36	357.89	8.98
49	100	88.975	91.8	8146.00	7664.39	-639.50	457.83	0.00
50	100	88.975	91.8	8246.00	7666.18	-642.64	557.76	0.00
51	100	88.975	91.8	8346.00	7667.97	-645.78	657.70	0.00
52	9572	88.975	91.8	17918.00	7839.20	-946.40	10223.44	0.00

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

I. Operator: Tascosa Energy Partners, LLC			_OGRID: _	329748	Date:	11 /18/2021
II. Type: 🛛 Origina	l □ Amendment	due to □ 19.15.27.9	0.D(6)(a) NMA	.C □ 19.15.27.9.D((6)(b) NMAC □ (Other.
If Other, please descr	ribe:					
III. Well(s): Provide be recompleted from					wells proposed to	be drilled or proposed to
Well Name	API	ULSTR	Footages	Anticipated Oil BBL/D	Anticipated Gas MCF/D	Anticipated Produced Water BBL/D
Catalina 25 30 State Com #	₹3H	M S25, 20S, 26E	1295 FSL 250 FWL	1100	2900	1700
V. Anticipated Sche proposed to be recom					Initial I	
Catalina 25 30 State Com #	‡3H	3/1/2022	4/1/2022	5/1/2022	5/15/20	5/15/2022
VII. Operational Pr Subsection A through	ractices: Attactices: Attacti	h a complete descri NMAC.	ption of the ac	ctions Operator wil	l take to comply	at to optimize gas capture. with the requirements of tices to minimize venting

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.

IX. Anticipated Natural Gas Production:

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 Capacity. The natural	gas gathering system \square v	vill □ will not have	capacity to gather	100% of the anticipated	natural gas
production volume from the well p	prior to the date of first pro	oduction.			

XIII. Line Pressure. Operator \square does \square does not anticipate that its existing well	ell(s) connected to the same segment, or portion, of the
natural gas gathering system(s) described above will continue to meet anticipated	

\neg	A 44 1 4	o , ,	1 .		1 4	•	4 41	1.1"	
	. Attach (Operator	s blan i	ro manage	production	in response	to the increa	sed line press	ure

XIV. Confidentiality: Operator asserts confidentiality pursuant to Section 71-2-8 NMSA 1978 for the information provided	in
Section 2 as provided in Paragraph (2) of Subsection D of 19.15.27.9 NMAC, and attaches a full description of the specific informati	on
for which confidentiality is asserted and the basis for such assertion.	

Section 3 - Certifications Effective May 25, 2021

Operator certifies that, after reasonable inquiry and based on the available information at the time of submittal:

☑ Operator will be able to connect the well(s) to a natural gas gathering system in the general area with sufficient capacity to transport one hundred percent of the anticipated volume of natural gas produced from the well(s) commencing on the date of first production, taking into account the current and anticipated volumes of produced natural gas from other wells connected to the pipeline gathering system; or

☐ Operator will not be able to connect to a natural gas gathering system in the general area with sufficient capacity to transport one hundred percent of the anticipated volume of natural gas produced from the well(s) commencing on the date of first production, taking into account the current and anticipated volumes of produced natural gas from other wells connected to the pipeline gathering system.

If Operator checks this box, Operator will select one of the following:

Well Shut-In. ☑ Operator will shut-in and not produce the well until it submits the certification required by Paragraph (4) of Subsection D of 19.15.27.9 NMAC; or

Venting and Flaring Plan. □ Operator has attached a venting and flaring plan that evaluates and selects one or more of the potential alternative beneficial uses for the natural gas until a natural gas gathering system is available, including:

- (a) power generation on lease;
- **(b)** power generation for grid;
- (c) compression on lease;
- (d) liquids removal on lease;
- (e) reinjection for underground storage;
- **(f)** reinjection for temporary storage;
- (g) reinjection for enhanced oil recovery;
- (h) fuel cell production; and
- (i) other alternative beneficial uses approved by the division.

Section 4 - Notices

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

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

Signature: Alyssa McNear
Printed Name: Alyssa McNear
Title: Engineering Manager
E-mail Address: adavanzo@tascosaep.com
Date: 11/18/2021
Phone: 432-695-6970
OIL CONSERVATION DIVISION
(Only applicable when submitted as a standalone form)
Approved By:
Title:
Approval Date:
Conditions of Approval:



Catalina 25 30 State Com #3 – Natural Gas Management Plan

VI. Separation Equipment:

Tascosa has sized a FWKO and a high pressure, 3-phase separator to allow for complete separation at our anticipated rates, with adequate retention times. Tank vapors will also be captured through a vapor recovery unit and sent to the Enterprise sales line through a compressor on location.

VII. Operational Practices:

- a. Drilling Operations Tascosa will ensure that a flare stack is set at least 100' from the wellbore during drilling operations. This flare stack will be properly sized to handle the maximum expected release, ensuring that all natural gas produced during drilling operations can be flared (unless there is an equipment malfunction or if venting is necessary for safety reasons).
- b. Completion Operations Prior to flowback, Tascosa will ensure that the well is connected to a gathering system that can handle the expected gas volumes. During flowback, natural gas will be separated and flared until it is within the specs of the contracted gathering system (Enterprise).
- c. Production Operations Tascosa will conduct weekly AVO inspections and tackle equipment failures with haste. The emergency flare on location will be equipped with an auto-ignition, capable of handling the maximum expected release. Sight glasses will be installed on all tanks to eliminate gas releases due to gauging through thief hatches. A VRU will also be installed to capture tank vapors and reduce waste. In preparation of a VRU failure or planned maintenance, a backup combustor will be placed at the facility.
- d. Performance Standards
 - a. Tascosa will design completion and production equipment for maximum expected output and pressure to eliminate venting.
 - b. A properly sized flare stack will be placed at the facility with an automatic ignitor.
 - c. AVO inspections will be conducted at least once a week to prevent releases due to equipment failure. These inspections will be recorded for future review.
 - d. Tascosa is obligated to eliminate waste and will repair equipment failures as soon as possible.
- e. Measurement and Estimation A meter will be placed on the combustor and the flare stack to ensure combusted gas readings are accurate during a release event. If for any reason a meter reading is unavailable, released volumes will be estimated and reported.



VIII. Best Management Practices:

Tascosa will aim to conduct surface maintenance without venting or flaring as much as possible. If planned maintenance is prolonged due to wait times for labor and equipment, Tascosa will shut in the producing well to prevent excess emissions. Tascosa will also minimized venting during downhole operations.