<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**

UL - Lot

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

Section

21

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 328780

	APPLICATION FOR PERMIT TO DRILL, RE-ENTER, DEEPEN, PLUGBACK, OR ADD A ZONE											
1. Operator Name and Address 2								2. OGF	RID Number			
Spur	Energy Partners L	LC								328947		
9655 Katy Freeway								3. API	Number			
Hous	Houston, TX 77024								30-015-50163			
4. Property Code 5. Property Name								6. Well No.				
3335	54			ALTO AMM 21						070H		
					7. Su	rface Location						
UL - Lot	Section	Township		Range	Lot Idn	Feet From	N/S Line	Feet From		E/W Line	County	
L	22	19	S 25E 1913 S 40			16	W		Eddy			
	8. Proposed Bottom Hole Location											

9. Pool Information

Feet From

2363

N/S Line

Feet From

E/W Line

County

Eddy

Lot Idn

N. SEVEN RIVERS; GLORIETA-YESO	97565

Additional Well Information

11. Work Type	12. Well Type	13. Cable/Rotary	14. Lease Type	15. Ground Level Elevation
New Well	OIL		Private	3471
16. Multiple 17. Proposed Depth		18. Formation	19. Contractor	20. Spud Date
N 9339		Barker Creek Member-Paradox Fm		12/1/2022
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

Township

19S

Range

25E

21. Proposed Casing and Cement Program

Туре	Hole Size	Casing Size	Casing Weight/ft	Setting Depth	Sacks of Cement	Estimated TOC
Surf	12.25	9.625	36	1200	353	0
Prod	8.75	7	32	3950	1516	0
Prod	8.75	5.5	20	9339	1516	0

Casing/Cement Program: Additional Comments

22. Proposed Blowout Prevention Program								
Туре	Working Pressure	Test Pressure	Manufacturer					
Double Ram	5	5000	SHAFFER					

knowledge and	I have complied with 19.15.14.9 (A) N	true and complete to the best of my		OIL CONSERVATION	on division
Printed Name:	Electronically filed by Sarah Chap	man	Approved By:	Katherine Pickford	
Title:	Regulatory Director		Title:	Geoscientist	
Email Address:	schapman@spurenergy.com		Approved Date:	11/15/2022	Expiration Date: 11/15/2024
Date:	11/10/2022	Phone: 832-930-8613	Conditions of Appl	roval Attached	

District I 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 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

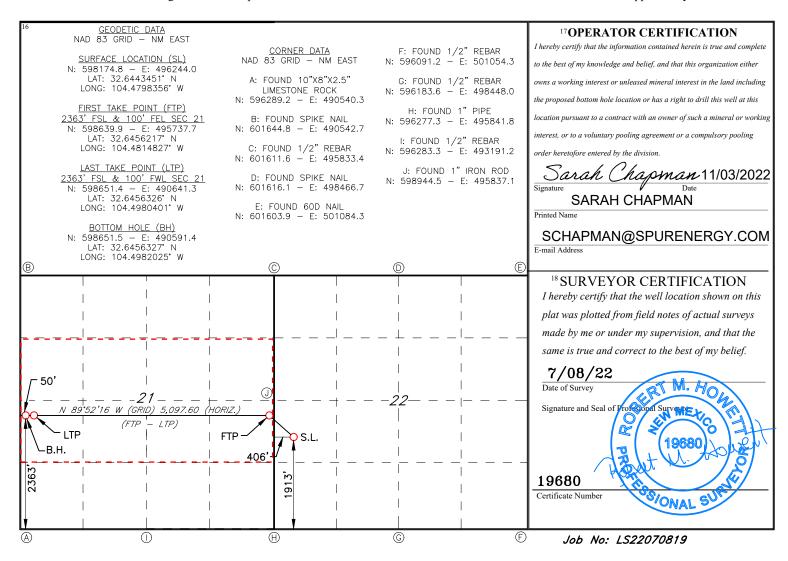
■ AMENDED REPORT

WELL LOCATION AND ACREAGE DEDICATION PLAT

	WEED TO CHILD IN THE HEALTH DEPORT IN THE HEALTH DE										
1	1 API Numbe	r		² Pool Code ³ Pool Name							
30	-015- <mark>5</mark> (0163		97565		Ν	N. SEVEN RI	VERS; GLOF	RIETA-Y	ESO	
⁴ Property Co 333554		·		5 Propert	-				6	Well Number 70H	
7 OGRID 32894		SPUR ENERGY PARTNERS LLC. SPUR ENERGY PARTNERS LLC. 9Elevation 3471'									
					10 Surfac	ce Lo	cation				
UL or lot no.	Section	Township	Range	Lot Idn	Feet from the	ie	North/South line Feet From the East		East/W	est line	County
L	22	19S	25E		1913		SOUTH	406	WE	ST	EDDY

	22	190	~oe		1910	500111	400	MEDI	LUUI	
	¹¹ Bottom Hole Location If Different From Surface									
UL or lot no.	Section	Townshi	Township Range		Feet from the	North/South line	Feet from the	East/West line	County	
L	21	19S	25E		2363	SOUTH	50	WEST	EDDY	
12 Dedicated Acres	13 Joint	13 Joint or Infill 14 Consolidation Cod		Code 15	Order No.					
320	320									

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



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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 APD Comments

Permit 328780

PERMIT COMMENTS

Operator Name and Address:	API Number:		
Spur Energy Partners LLC [328947]	30-015-50163		
9655 Katy Freeway	Well:		
Houston, TX 77024	ALTO AMM 21 #070H		

Created By	Comment	Comment Date
kpickford	Defining well 30-015-50158 ALTO AMM 21 #020H	11/15/2022

Form APD Conditions

Permit 328780

District I 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

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

PERMIT CONDITIONS OF APPROVAL

Operator N	ame and Address:	API Number:
	Spur Energy Partners LLC [328947]	30-015-50163
	9655 Katy Freeway	Well:
	Houston, TX 77024	ALTO AMM 21 #070H
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	
kpickford	Once the well is spud, to prevent ground water contamination through whole or partial conduits from the surface, the operation	or 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	
kpickford	Oil base muds are not to be used until fresh water zones are cased and cemented providing isolation from the oil or diesel drilling fluids and solids must be contained in a steel closed loop system	. This includes synthetic oils. Oil based mud,
1	arining halas and solids mast be contained in a steel closed 100p system	



Spur Energy Partners, LLC

Eddy County, NM (NAD 83 - NME)
ALTO AMM
70H

Wellbore #1

Plan: PERMIT

Standard Planning Report

21 September, 2022







Database: Company: WBDS SQL 2

Spur Energy Partners, LLC Eddy County, NM (NAD 83 - NME)

Project: Site: ALTO AMM Well: 70H Wellbore: Wellbore #1 Local Co-ordinate Reference:

TVD Reference: MD Reference: North Reference:

Survey Calculation Method:

Well 70H

RKB = 20' @ 3491.00usft (AKITA 57) RKB = 20' @ 3491.00usft (AKITA 57)

Minimum Curvature

Design: **Project**

Eddy County, NM (NAD 83 - NME)

Map System: Geo Datum:

US State Plane 1983 North American Datum 1983 New Mexico Eastern Zone

System Datum:

Mean Sea Level

Map Zone:

Site

ALTO AMM

PERMIT

Site Position: From:

Мар

Northing: Easting:

598,150.60 usft 496,275.80 usft

Latitude: Longitude:

32.6442788 -104.4797321

Position Uncertainty:

0.00 usft

Slot Radius:

13.200 in

Grid Convergence:

-0.079°

Well

70H

Well Position +N/-S +E/-W

24.20 usft -31.80 usft Northing: Easting:

598,174.80 usft 496,244.00 usft

Latitude: Longitude:

32.6443452 -104.4798355

Position Uncertainty

0.00 usft

Wellhead Elevation:

Ground Level:

3,471.00 usft

Wellbore

Wellbore #1

Declination **Model Name** Sample Date **Dip Angle** Field Strength Magnetics (°) (°) (nT) 47,515.54996574 6.850 60.106 IGRF2020 09/19/22

Design

PERMIT

Audit Notes:

Version:

Phase:

PLAN

Tie On Depth:

0.00

Vertical Section:

Depth From (TVD) (usft)

+N/-S (usft)

+E/-W (usft)

Direction

0.00

0.00

0.00

(°) 270.13

Plan Survey Tool Program

Date 09/21/22

Depth From (usft)

Depth To (usft)

Survey (Wellbore)

Tool Name

Remarks

0.00

9,338.63 PERMIT (Wellbore #1)

MWD+IGRF

OWSG MWD + IGRF or WN

Plan Section	IS									
Measured Depth (usft)	Inclination (°)	Azimuth (°)	Vertical Depth (usft)	+N/-S (usft)	+E/-W (usft)	Dogleg Rate (°/100ft)	Build Rate (°/100ft)	Turn Rate (°/100ft)	TFO (°)	Target
0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.000	
300.00	0.00	0.00	300.00	0.00	0.00	0.00	0.00	0.00	0.000	
1,199.61	17.99	51.85	1,184.90	86.54	110.17	2.00	2.00	0.00	51.849	
2,443.18	17.99	51.85	2,367.65	323.82	412.24	0.00	0.00	0.00	0.000	
3,686.51	60.00	270.13	3,423.27	464.05	-41.05	6.00	3.38	-11.40	-146.187	
3,886.51	60.00	270.13	3,523.27	464.44	-214.26	0.00	0.00	0.00	0.000	
4,192.07	90.56	270.13	3,600.00	465.10	-506.30	10.00	10.00	0.00	0.000	3. ALTO AMM 70H
9,288.73	90.56	270.13	3,550.48	476.59	-5,602.70	0.00	0.00	0.00	0.000	4. ALTO AMM 70H
9,338.63	90.56	270.13	3,550.00	476.70	-5,652.60	0.00	0.00	0.00	0.000	5. ALTO AMM 70H





Database: Company: Project:

Site:

Well:

Wellbore:

WBDS_SQL_2

Spur Energy Partners, LLC Eddy County, NM (NAD 83 - NME)

ALTO AMM 70H Wellbore #1 Local Co-ordinate Reference:

TVD Reference: MD Reference: North Reference:

Survey Calculation Method:

Well 70H

RKB = 20' @ 3491.00usft (AKITA 57)

RKB = 20' @ 3491.00usft (AKITA 57)

Grid

Minimum Curvature

Design:	PERMIT								
Planned Survey									
Measured Depth (usft)	Inclination (°)	Azimuth (°)	Vertical Depth (usft)	+N/-S (usft)	+E/-W (usft)	Vertical Section (usft)	Dogleg Rate (°/100ft)	Build Rate (°/100ft)	Turn Rate (°/100ft)
0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
100.00	0.00	0.00	100.00	0.00	0.00	0.00	0.00	0.00	0.00
200.00	0.00	0.00	200.00	0.00	0.00	0.00	0.00	0.00	0.00
300.00	0.00	0.00	300.00	0.00	0.00	0.00	0.00	0.00	0.00
400.00	2.00	51.85	399.98	1.08	1.37	-1.37	2.00	2.00	0.00
500.00	4.00	51.85	499.84	4.31	5.49	-5.48	2.00	2.00	0.00
600.00	6.00	51.85	599.45	9.69	12.34	-12.32	2.00	2.00	0.00
700.00	8.00	51.85	698.70	17.22	21.92	-21.89	2.00	2.00	0.00
800.00	10.00	51.85	797.47	26.89	34.23	-34.16	2.00	2.00	0.00
900.00	12.00	51.85	895.62	38.67	49.23	-49.14	2.00	2.00	0.00
1,000.00	14.00	51.85	993.06	52.57	66.92	-66.80	2.00	2.00	0.00
1,100.00	16.00	51.85	1,089.64	68.55	87.27	-87.12	2.00	2.00	0.00
1,199.61	17.99	51.85	1,184.90	86.54	110.17	-109.97	2.00	2.00	0.00
1,300.00	17.99	51.85	1,280.38	105.69	134.55	-134.31	0.00	0.00	0.00
1,400.00	17.99	51.85	1,375.49	124.78	158.84	-158.56	0.00	0.00	0.00
1,500.00	17.99	51.85	1,470.60	143.86	183.13	-182.81	0.00	0.00	0.00
1,600.00	17.99	51.85	1,565.71	162.94	207.43	-207.06	0.00	0.00	0.00
1,700.00	17.99	51.85	1,660.82	182.02	231.72	-231.30	0.00	0.00	0.00
1,800.00	17.99	51.85	1,755.93	201.10	256.01	-255.55	0.00	0.00	0.00
1,900.00	17.99	51.85	1,851.04	220.18	280.30	-279.80	0.00	0.00	0.00
2,000.00	17.99	51.85	1,946.15	239.26	304.59	-304.04	0.00	0.00	0.00
2,100.00	17.99	51.85	2,041.26	258.34	328.88	-328.29	0.00	0.00	0.00
2,200.00	17.99	51.85	2,136.37	277.42	353.17	-352.54	0.00	0.00	0.00
2,300.00	17.99	51.85	2,231.48	296.51	377.46	-376.79	0.00	0.00	0.00
2,400.00	17.99	51.85	2,326.59	315.59	401.75	-401.03	0.00	0.00	0.00
2,443.18	17.99	51.85	2,367.65	323.82	412.24	-411.50	0.00	0.00	0.00
2,450.00	17.65	51.10	2,374.15	325.13	413.87	-413.13	6.00	-4.96	-11.01
2,500.00	15.27	44.63	2,422.10	334.58	424.40	-423.64	6.00	-4.76	-12.93
2,550.00	13.14	36.00	2,470.57	343.86	432.37	-431.59	6.00	-4.26	-17.27
2,600.00	11.40	24.45	2,519.43	352.96	437.76	-436.96	6.00	-3.48	-23.08
2,650.00	10.25	9.64	2,568.55	361.85	440.55	-439.73	6.00	-2.30	-29.62
2,700.00	9.90	352.55	2,617.79	370.51	440.74	-439.90	6.00	-0.70	-34.18
2,750.00	10.43	335.76	2,667.02	378.90	438.33	-437.46	6.00	1.06	-33.59
2,800.00	11.72	321.60	2,716.09	387.01	433.31	-432.43	6.00	2.58	-28.32
2,850.00	13.56	310.71	2,764.89	394.81	425.71	-424.82	6.00	3.67	-21.78
2,900.00	15.75	302.58	2,813.26	402.29	415.55	-414.64	6.00	4.38	-16.26
2,950.00	18.17	296.47	2,861.09	409.42	402.86	-401.93	6.00	4.84	-12.21
3,000.00	20.73	291.80	2,908.24	416.18	387.66	-386.71	6.00	5.13	-9.35
3,050.00	23.40	288.13	2,954.57	422.56	370.00	-369.04	6.00	5.33	-7.34
3,100.00	26.13	285.18	2,999.97	428.53	349.94	-348.96	6.00	5.47	-5.90
3,150.00	28.92	282.76	3,044.31	434.09	327.52	-326.53	6.00	5.57	-4.84
3,200.00	31.74	280.73	3,087.46	439.21	302.80	-301.80	6.00	5.64	-4.05
3,250.00	34.58	279.01	3,129.32	443.88	275.86	-274.85	6.00	5.70	-3.45
3,300.00	37.45	277.51	3,169.76	448.09	246.76	-245.74	6.00	5.74	-2.99
3,350.00	40.34	276.20	3,208.67	451.83	215.59	-214.57	6.00	5.77	-2.62
3,400.00	43.24	275.04	3,245.94	455.08	182.44	-181.41	6.00	5.80	-2.33
3,450.00	46.15	274.00	3,281.49	457.84	147.39	-146.35	6.00	5.82	-2.09
3,500.00	49.06	273.05	3,315.19	460.11	110.54	-109.49	6.00	5.84	-1.89
3,550.00	51.99	272.19	3,346.98	461.86	71.99	-70.94	6.00	5.85	-1.73
3,600.00	54.92	271.39	3,376.75	463.11	31.84	-30.79	6.00	5.86	-1.60
3,650.00	57.85	270.64	3,404.42	463.84	-9.79	10.84	6.00	5.87	-1.49
3,686.51	60.00	270.13	3,423.27	464.05	-41.05	42.10	6.00	5.88	-1.41
3,700.00	60.00	270.13	3,430.01	464.08	-52.74	53.79	0.00	0.00	0.00
3,800.00	60.00	270.13	3,480.01	464.27	-139.34	140.39	0.00	0.00	0.00





Database: Company: Project: WBDS_SQL_2

Spur Energy Partners, LLC Eddy County, NM (NAD 83 - NME)

Site: ALTO AMM
Well: 70H
Wellbore: Wellbore #1
Design: PERMIT

Local Co-ordinate Reference:

TVD Reference: MD Reference: North Reference:

Survey Calculation Method:

Well 70H

RKB = 20' @ 3491.00usft (AKITA 57)

RKB = 20' @ 3491.00usft (AKITA 57)

Minimum Curvature

Design:	PERMIT								
Planned Survey									
Measured Depth (usft)	Inclination Azimuth (°) (°)		Vertical Depth (usft)	+N/-S (usft)	+E/-W (usft)	Vertical Section (usft)	Dogleg Rate (°/100ft)	Build Rate (°/100ft)	Turn Rate (°/100ft)
3,886.51	60.00	270.13	3,523.27	464.44	-214.26	215.31	0.00	0.00	0.00
3,900.00	61.35	270.13	3,529.87	464.47	-226.02	227.07	10.00	10.00	0.00
3,950.00	66.35	270.13	3,551.90	464.57	-270.89	271.94	10.00	10.00	0.00
4,000.00	71.35	270.13	3,569.94	464.67	-317.50	318.56	10.00	10.00	0.00
4,050.00	76.35	270.13	3,583.84	464.78	-365.52	366.57	10.00	10.00	0.00
4,100.00	81.35	270.13	3,593.51	464.89	-414.56	415.61	10.00	10.00	0.00
4,150.00	86.35	270.13	3,598.86	465.01	-464.25	465.31	10.00	10.00	0.00
4,192.07	90.56	270.13	3,600.00	465.10	-506.30	507.35	10.00	10.00	0.00
4,200.00	90.56	270.13	3,599.92	465.12	-514.23	515.28	0.00	0.00	0.00
4,300.00	90.56	270.13	3,598.95	465.34	-614.22	615.28	0.00	0.00	0.00
4,400.00	90.56	270.13	3,597.98	465.57	-714.22	715.27	0.00	0.00	0.00
4,500.00	90.56	270.13	3,597.01	465.79	-814.21	815.27	0.00	0.00	0.00
4,600.00	90.56	270.13	3,596.04	466.02	-914.21	915.26	0.00	0.00	0.00
4,700.00	90.56	270.13	3,595.07	466.24	-1,014.20	1,015.26	0.00	0.00	0.00
4,800.00	90.56	270.13	3,594.09	466.47	-1,114.20	1,115.25	0.00	0.00	0.00
4,900.00	90.56	270.13	3,593.12	466.70	-1,214.19	1,215.25	0.00	0.00	0.00
5,000.00	90.56	270.13	3,592.15	466.92	-1,314.19	1,315.24	0.00	0.00	0.00
5,100.00	90.56	270.13	3,591.18	467.15	-1,414.18	1,415.24	0.00	0.00	0.00
5,200.00	90.56	270.13	3,590.21	467.37	-1,514.18	1,515.23	0.00	0.00	0.00
5,300.00	90.56	270.13	3,589.24	467.60	-1,614.17	1,615.23	0.00	0.00	0.00
5,400.00	90.56	270.13	3,588.26	467.82	-1,714.17	1,715.22	0.00	0.00	0.00
5,500.00	90.56	270.13	3,587.29	468.05	-1,814.16	1,815.22	0.00	0.00	0.00
5,600.00	90.56	270.13	3,586.32	468.27	-1,914.16	1,915.22	0.00	0.00	0.00
5,700.00	90.56	270.13	3,585.35	468.50	-2,014.15	2,015.21	0.00	0.00	0.00
5,800.00	90.56	270.13	3,584.38	468.72	-2,114.15	2,115.21	0.00	0.00	0.00
5,900.00	90.56	270.13	3,583.41	468.95	-2,214.14	2,215.20	0.00	0.00	0.00
6,000.00	90.56	270.13	3,582.44	469.17	-2,314.14	2,315.20	0.00	0.00	0.00
6,100.00	90.56	270.13	3,581.46	469.40	-2,414.13	2,415.19	0.00	0.00	0.00
6,200.00	90.56	270.13	3,580.49	469.63	-2,514.13	2,515.19	0.00	0.00	0.00
6,300.00	90.56	270.13	3,579.52	469.85	-2,614.12	2,615.18	0.00	0.00	0.00
6,400.00	90.56	270.13	3,578.55	470.08	-2,714.12	2,715.18	0.00	0.00	0.00
6,500.00	90.56	270.13	3,577.58	470.30	-2,814.11	2,815.17	0.00	0.00	0.00
6,600.00	90.56	270.13	3,576.61	470.53	-2,914.11	2,915.17	0.00	0.00	0.00
6,700.00	90.56	270.13	3,575.63	470.75	-3,014.10	3,015.16	0.00	0.00	0.00
6,800.00	90.56	270.13	3,574.66	470.98	-3,114.10	3,115.16	0.00	0.00	0.00
6,900.00	90.56	270.13	3,573.69	471.20	-3,214.09	3,215.15	0.00	0.00	0.00
7,000.00	90.56	270.13	3,572.72	471.43	-3,314.09	3,315.15	0.00	0.00	0.00
7,100.00	90.56	270.13	3,571.75	471.65	-3,414.08	3,415.14	0.00	0.00	0.00
7,200.00	90.56	270.13	3,570.78	471.88	-3,514.08	3,515.14	0.00	0.00	0.00
7,300.00	90.56	270.13	3,569.81	472.11	-3,614.07	3,615.14	0.00	0.00	0.00
7,400.00	90.56	270.13	3,568.83	472.33	-3,714.07	3,715.13	0.00	0.00	0.00
7,500.00	90.56	270.13	3,567.86	472.56	-3,814.06	3,815.13	0.00	0.00	0.00
7,600.00	90.56	270.13	3,566.89	472.78	-3,914.06	3,915.12	0.00	0.00	0.00
7,700.00	90.56	270.13	3,565.92	473.01	-4,014.05	4,015.12	0.00	0.00	0.00
7,800.00	90.56	270.13	3,564.95	473.23	-4,114.05	4,115.11	0.00	0.00	0.00
7,900.00	90.56	270.13	3,563.98	473.46	-4,214.04	4,215.11	0.00	0.00	0.00
8,000.00	90.56	270.13	3,563.01	473.68	-4,314.04	4,315.10	0.00	0.00	0.00
8,100.00	90.56	270.13	3,562.03	473.91	-4,414.03	4,415.10	0.00	0.00	0.00
8,200.00	90.56	270.13	3,561.06	474.13	-4,514.03	4,515.09	0.00	0.00	0.00
8,300.00	90.56	270.13	3,560.09	474.36	-4,614.02	4,615.09	0.00	0.00	0.00
8,400.00	90.56	270.13	3,559.12	474.58	-4,714.02	4,715.08	0.00	0.00	0.00
8,500.00	90.56	270.13	3,558.15	474.81	-4,814.01	4,815.08	0.00	0.00	0.00
8,600.00	90.56	270.13	3,557.18	475.04	-4,914.01	4,915.07	0.00	0.00	0.00
8,700.00	90.56	270.13	3,556.20	475.26	-5,014.00	5,015.07	0.00	0.00	0.00





Database: Company: WBDS_SQL_2

Spur Energy Partners, LLC Eddy County, NM (NAD 83 - NME)

Project: ALTO AMM Site: Well: 70H

Wellbore: Wellbore #1 **PERMIT** Design:

Local Co-ordinate Reference:

TVD Reference: MD Reference: North Reference:

Survey Calculation Method:

Well 70H

RKB = 20' @ 3491.00usft (AKITA 57)

RKB = 20' @ 3491.00usft (AKITA 57)

Minimum Curvature

Planned Survey						
Measured			Vertical			Vertical
Depth	Inclination	Azimuth	Depth	+N/-S	+E/-W	Section

Measured Depth (usft)	Inclination (°)	Azimuth (°)	Vertical Depth (usft)	+N/-S (usft)	+E/-W (usft)	Vertical Section (usft)	Dogleg Rate (°/100ft)	Build Rate (°/100ft)	Turn Rate (°/100ft)
8,800.00	90.56	270.13	3,555.23	475.49	-5,114.00	5,115.06	0.00	0.00	0.00
8,900.00	90.56	270.13	3,554.26	475.71	-5,213.99	5,215.06	0.00	0.00	0.00
9,000.00	90.56	270.13	3,553.29	475.94	-5,313.99	5,315.05	0.00	0.00	0.00
9,100.00	90.56	270.13	3,552.32	476.16	-5,413.98	5,415.05	0.00	0.00	0.00
9,200.00	90.56	270.13	3,551.35	476.39	-5,513.98	5,515.05	0.00	0.00	0.00
9,288.73	90.56	270.13	3,550.48	476.59	-5,602.70	5,603.77	0.00	0.00	0.00
9,300.00	90.56	270.13	3,550.38	476.61	-5,613.97	5,615.04	0.00	0.00	0.00
9,338.63	90.56	270.13	3,550.00	476.70	-5,652.60	5,653.67	0.00	0.00	0.00

Design Targets									
Target Name - hit/miss target - Shape	Dip Angle	e Dip Dir. (°)	TVD (usft)	+N/-S (usft)	+E/-W (usft)	Northing (usft)	Easting (usft)	Latitude	Longitude
1. ALTO AMM 70H S - plan hits target - Point		0.00	0.00	0.00	0.00	598,174.80	496,244.00	32.6443452	-104.4798355
2. ALTO AMM 70H @ - plan hits target - Point	•	0 360.00	2,367.65	323.82	412.24	598,498.63	496,656.24	32.6452369	-104.4784977
5. ALTO AMM 70H B - plan hits target - Point		0 360.00	3,550.00	476.70	-5,652.60	598,651.50	490,591.40	32.6456328	-104.4982024
4. ALTO AMM 70H L - plan misses tar - Point			3,550.48 t 9288.73us	476.60 oft MD (3550.	-,	598,651.40 6.59 N, -5602.70 I	490,641.30 ≣)	32.6456327	-104.4980402
3. ALTO AMM 70H F - plan hits target - Point		0 360.00	3,600.00	465.10	-506.30	598,639.90	495,737.70	32.6456217	-104.4814825



Company: Spur Energy Partners, LLC

Project: Eddy County, NM (NAD 83 - NME)

Site: ALTO AMM

Wellbore: Wellbore #1 Rig: AKITA 57

13:56, September 21 2022

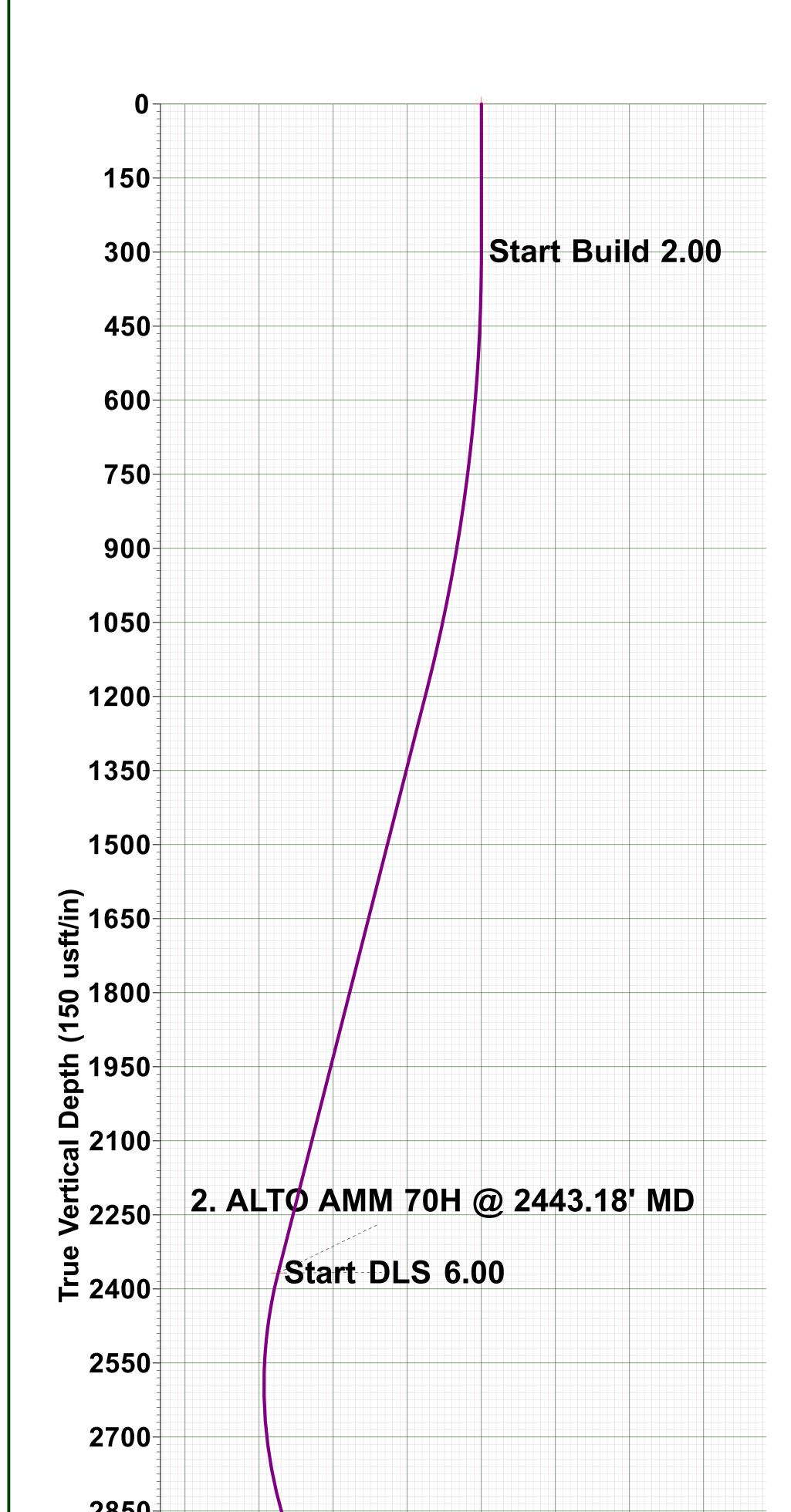




RKB = 20' @ 3491.00usft (AKITA 57)

496244.00

Longitude -104.4798356



Start 200.00 hold

Start Build 10.00

SECTION DETAILS

Sec	MD	Inc	Azi	TVD	+N/-S	+E/-W	Dleg	VSect	
1	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	
2	300.00	0.00	0.00	300.00	0.00	0.00	0.00	0.00	
3	1199.61	17.99	51.85	1184.90	86.54	110.17	2.00	-109.97	
4	2443.18	17.99	51.85	2367.65	323.82	412.24	0.00	-411.50	
5	3686.51	60.00	270.13	3423.27	464.05	-41.05	6.00	42.10	
6	3886.51	60.00	270.13	3523.27	464.44	-214.26	0.00	215.31	
7	4192.07	90.56	270.13	3600.00	465.10	-506.30	10.00	507.35	
8	9288.73	90.56	270.13	3550.48	476.59	-5602.70	0.00	5603.77	
9	9338.63	90.56	270.13	3550.00	476.70	-5652.60	0.00	5653.67	

DESIGN TARGET DETAILS

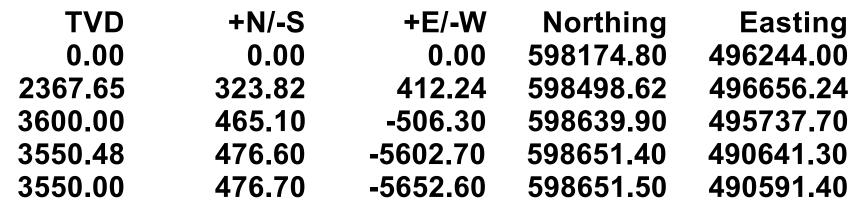
Name	T'
1. ALTO AMM 70H SHL: 1913' FSL, 406' FWL	0.
2. ALTO AMM 70H @ 2443.18' MD	2367
3. ALTO AMM 70H FTP: 2363' FSL, 100' FEL	3600
4. ALTO AMM 70H LTP: 2363' FSL, 100' FWL	3550
5. ALTO AMM 70H BHL: 2363' FSL, 50' FWL	3550

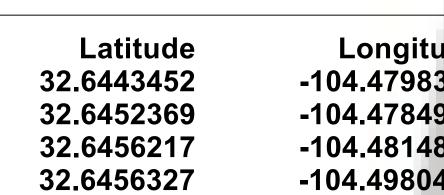
3. ALTO AMM 70H FTP: 2363' FSL, 100' FEL

Azimuths to Grid North

Magnetic North: 6.93°

True North: 0.08°

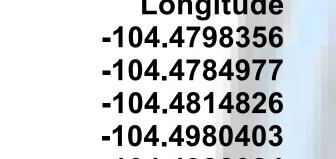




-104.4784977 -104.4814826

-104.4980403 32.6456327 -104.4982024





5. ALTO AMM 70H BHL: 2363' FSL, 50' FWL

4. ALTO AMM 70H LTP: 2363' FSL, 100' FWL



3. ALTO AMM 70H FTP: 2363' FSL, 100' FEL



SEC 22

West(-)/East(+) (200 usft/in)

Sec 21

2. ALTO AMM 70H @ 2443.18' MD

-200

450 **ਤ**ੋਂ

3. ALTO AMM 70H FTP: 2363' FSL, 100' FEL OFFSET: ROSS RANCH 22

1. ALTO AMM 70H SHL: 1913' FSL, 406' FWL

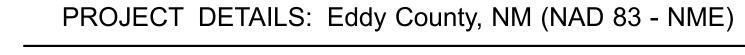
-5800-5600-5400-5200-5000-4800-4600-4400-4200-4000-3800-3600-3400-3200-3000-2800-2600-2400-2200-2000-1800-1600-1400-1200-1000 -800 -600 -400

-800 -750 -700 -650 -600 -550 -500 -450 -400 -350 -300 -250 -200 -150 -100 -50



West(-)/East(+) (50 usft/in)





Geodetic System: US State Plane 1983 Datum: North American Datum 1983 Ellipsoid: GRS 1980

4. ALTO AMM 70H LTP: 2363' FSL, 100' FWL

70H TD at 9338.63

5. ALTO AMM 70H BHL: 2363' FSL, 50' FWL

2. ALTO AMM 70H @ 2443.18' MD

Vertical Section at 270.13° (150 usft/in)

-600 -450 -300 -150 0 150 300 450 600 750 900 1050 1200 1350 3000 3150 3300 3450 3600 3750 3900 4050 4500 4500 4500 4500 4500 5550 5700 5850 6000 6150

Created By: Derek Stephens Date: 13:56, September 21 2022

Magnetic Field Strength: 47515.5snT Zone: New Mexico Eastern Zone Dip Angle: 60.11° Date: 09/19/2022 Model: IGRF2020 System Datum: Mean Sea Level

Plan: PERMIT (70H/Wellbore #1) AKITA 57

Disclaimer:

All Plan Details, boundary lines and offset well

location/ survey data is provided by customer and

subject to customer

approval.

1. Geologic Formations

TVD of Target	3,550'
MD at TD	9,339'

Formation	Depth	Lithology	Expected Fluids
Quaternary	0'	Other: Caliche	Water
Grayburg	345'	Dolomite	Oil, gas
San Andres	705'	Dolomite	Oil, gas
Glorieta	2250'	Dolomite, Siltstone	Oil, gas
Paddock	2370'	Dolomite, Limestone	Oil, gas
Blinebry	3065'	Dolomite, Limestone	Oil, gas
Bone Spring Lime	3675'	Limestone	Oil, gas

^{*}H2S, water flows, loss of circulation, abnormal pressures, etc.

2. Casing Program

All casing strings will be tested in accordance with Onshore Oil and Gas Order #2 III.B.1.h

Casing		Casing Into	erval	Csg. Size	Weight			SF		Body SF	Joint SF
Formation Set Interval	Hole Size (in)	From (ft)	To (ft)	(in)	(lbs)	Grade	Conn.	Collapse	SF Burst	Tension	Tension
San Andres	12.25	0	1200	9.625	36	J-55	BTC	1.125	1.2	1.4	1.4
N/A	8.75	0	3950	7	32	L-80	BK-HT	1.125	1.2	1.4	1.4
Yeso	8.75	3950	9339	5.5	20	L-80	BK-HT	1.125	1.2	1.4	1.4
								SI	F Values will m	eet or Exceed	

	Y or N
Is casing new? If used, attach certification as required in Onshore Order #1	Y
Does casing meet API specifications? If no, attach casing specification sheet.	Y
Is premium or uncommon casing planned? If yes attach casing specification sheet.	N
Does the above casing design meet or exceed BLM's minimum standards? If not provide justification (loading assumptions, casing design criteria).	Y
Will the intermediate pipe be kept at a minimum 1/3 fluid filled to avoid approaching the collapse pressure rating of the casing?	Y
Is well located within Capitan Reef?	N
If yes, does production casing cement tie back a minimum of 50' above the Reef?	
Is well within the designated 4 string boundary.	
Is well located in SOPA but not in R-111-P?	N
If yes, are the first 2 strings cemented to surface and 3 rd string cement tied back 500' into previous casing?	
Is well located in R-111-P and SOPA?	N
If yes, are the first three strings cemented to surface?	
Is 2 nd string set 100' to 600' below the base of salt?	
Is well located in high Cave/Karst?	N
If yes, are there two strings cemented to surface?	N/A
Is well located in critical Cave/Karst?	N
If yes, are there three strings cemented to surface?	

3. Cementing Program

Casing String	Top (ft)	Bottom (ft)	% Excess
Surface (Lead)	0	950	100%
Surface (Tail)	950	1200	100%
Production (Lead)	0	2950	100%
Production (Tail)	2950	9339	25%

Casing String	# Sks	Wt.	Yld (ft3/sack)	H20 (gal/sk)	500# Comp. Strength (hours)	Slurry Description
Surface (Lead)	259	12	2.4	13.48	8:12	Clas C Premium Plus Cement
Surface (Tail)	94	13.2	1.87	9.92	6:59	Clas C Premium Plus Cement
Production (Lead)	301	11.4	2.42	15.29	N/A	Clas C Premium Plus Cement
Production (Tail)	1215	13.2	1.56	9.81	N/A	Clas C Premium Plus Cement

4. Pressure Control Equipment

Spur requests a variance to use a flex line from the BOP to the choke manifold. Documentation will be attached in the APD and be readily available. No external damage to flex line. Flex line to be installed as straight as possible (no bends).

BOP installed and tested before drilling which hole?	Size?	Min. Required WP	Туре		*	Tested to:
		5M	Annula	Annular		70% of working pressure
12.25" Hole	13-5/8"		Blind R	am	✓	
12.25" Hole		5M	Pipe Ram		✓	250 psi / 3000 psi
			Double Ram			
			Other*			
	13-5/8"	5M	Annula	Annular		70% of working pressure
8.75" Hole		5M	Blind Ram		✓	250 psi / 3000 psi
			Pipe Ram		1	
			Double Ram			
			Other*			

Spur Energy Partners LLC will be utilizing a 5M BOP

Condition	Specify what type and where?		
BH Pressure at deepest TVD	1667 psi		
Abnormal Temperature	No		
BH Temperature at deepest TVD	109°F		

^{*}Specify if additional ram is utilized.

BOP/BOPE will be tested by an independent service company to 250 psi low and the high pressure indicated above per Onshore Order 2 requirements. The System may be upgraded to a higher pressure but still tested to the working pressure listed in the table above. If the system is upgraded all the components installed will be functional and tested.

Pipe rams will be operationally checked each 24-hour period. Blind rams will be operationally checked on each trip out of the hole. These checks will be noted on the daily tour sheets. Other accessories to the BOP equipment will include a Kelly cock and floor safety valve (inside BOP) and choke lines and choke manifold. See attached schematics.

	Formation integrity test will be performed per Onshore Order #2.					
	On Exploratory wells or on that portion of any well approved for a 5M BOPE system or					
	greater, a pressure integrity test of each casing shoe shall be performed. Will be tested in					
accordance with Onshore Oil and Gas Order #2 III.B.1.i.						
	Y	Are anchors required by manufacturer?				

A conventional wellhead system will be employed. The wellhead and connection to the BOPE will meet all API 6A requirements. The BOP will be tested per Onshore Order #2 after installation on the surface casing which will cover testing requirements for a maximum of 30 days.

See attached schematics.

5. BOP Break Testing Request

Spur Energy Partners LLC requests permission to adjust the BOP break testing requirements as per the verbal agreement reached over the phone between SPUR/BLM on September 7, 2020. A separate sundry will be sent prior to spud that reflects the pad-based break testing plan.

BOP break test under the following conditions:

- After a full BOP test is conducted
- When skidding to drill the production section, where the surface casing point is shallower than the 3 Bone Spring or 10,000 TVD.
- When skidding to drill a production section that does not penetrate the 3rd Bone Spring or deeper.

If the kill line is broken prior to skid, four tests will be performed.

- 1) The void between the wellhead and the spool (this consists of two tests)
- 2) The spool between the kill lines and the choke manifold (this consists of two tests)

If the kill line is not broken prior to skid, two tests will be performed.

1) The void between the wellhead and the pipe rams

6. Mud Program

Sufficient mud materials to maintain mud properties and meet minimum lost circulation and weight increase requirements will be kept on location at all times. The following is a general list of products: Barite, Bentonite, Gypsum, Lime, Soda Ash, Caustic Soda, Nut Plug, Cedar Fiber, Cotton Seed Hulls, Drilling Paper, Salt Water Clay, CACL2. Spur will use a closed mud system.

Depth		Temo	Weight	Via an aite	117-4 T	
From (ft)	To (ft)	Туре	(ppg)	Viscosity	Water Loss	
0	1200	Water-Based Mud	8.6-8.9	32-36	N/C	
1200	9339	Water-Based Mud	8.6-8.9	32-36	N/C	

	What will be used to monitor the loss or g	gain of fluid?	PVT/PASON/Visual Monitoring
--	--	----------------	-----------------------------

7. Logging and Testing Procedures

Logg	Logging, Coring and Testing.						
Yes	Will run GR from TD to	o surface (horizontal well – vertical p	ortion of hole). Stated logs				
	run will be in the Comp	letion Report and submitted to the Bl	LM.				
No	Logs are planned based	on well control or offset log informa	tion.				
No	Drill stem test? If yes, explain						
No	Coring? If yes, explain						
Addi	tional logs planned	Interval					
No	Resistivity						
No	Density						
No	CBL						
Yes	Mud log	SCP - TD					

8. Drilling Conditions

PEX

No

Pump high viscosity sweeps as needed for hole cleaning. The mud system will be monitored visually/manually as well as with an electronic PVT. The necessary mud products for additional weight and fluid loss control will be on location at all times. Appropriately weighted mud will be used to isolate potential gas, oil, and water zones until such time as casing can be cemented into place for zonal isolation.

Hyd	rogen Sulfide (H2S) monitors will be installed prior to drilling out the surface shoe. If H2S					
is de	is detected in concentrations greater than 100 ppm, the operator will comply with the provisions					
of O	Inshore Oil and Gas Order #6. If Hydrogen Sulfide is encountered, measured values and					
form	nations will be provided to the BLM.					
N	H2S is present					
Y	H2S Plan attached					

Total estimated cuttings volume: 869.5 bbls.

9. Other facets of operation

	Yes/No
Will more than one drilling rig be used for drilling operations? If yes, describe. Spur Energy Partners LLC. requests the option to contract a Surface Rig to drill, set surface/intermediate casing and cement for this well. If the timing between rigs is such that Spur Energy Partners LLC. would not be able to preset surface/intermediate the Primary Rig will MIRU and drill the well in its entirety per the APD. Please see the attached document for information on the spudder rig.	Yes

Attachments

- _x__ Directional Plan
- _x__ H2S Contingency Plan
- _x__ Akita 57 Attachments
- _x__ BOP Schematics
- _x__ Transcend Spudder Rig Attachments

10. Company Personnel

Name <u>Title</u>		Office Phone	Mobile Phone
Christopher Hollis	Drilling Manager	832-930-8629	713-380-7754
Johnny Nabors	Senior Vice President Operations	832-930-8502	281-904-8811



Hydrogen Sulfide (H2S) Operations Plan For Spur Energy Partners New Mexico Operations

Spur Energy Partners New Mexico Operations Hydrogen Sulfide Operation Plan

A. Introduction:

The Safety of all personnel at Spur Energy Partners Facilities is of utmost importance to the company, and therefor management and employees must take responsibility for their safety and for the safety of all employees and others at a facility. If you have any concerns about the safe operations of the facility, contract personnel, or vendors, please contact the Company's Safety Contact, Superintendent, or Production Foreman immediately.

The objective of this contingency plan is to provide an organized plan of action for alerting, responding to and protecting employees, other workers and the public from H2S exposure in the event of a release of a potentially hazardous volume of H2S to the atmosphere. This plan should be activated immediately if any such release occurs. The Superintendent is responsible for initiating and carrying out the plan.

B. Scope:

Prevent the uncontrolled release of H₂S into the atmosphere. Provide proper procedures and equipment to alert and respond to emergencies.

Provide immediate and adequate medical attention should an injury occur.

To provide Company employees working at actual or potential Hydrogen Sulfide (H2S) facilities with a safe procedure to comply with applicable Federal, State and Company requirements.

This document is intended to provide general policy, procedures and expectations surrounding elevated levels of H2S. The intent is to promote sound and safe operations, while seeking effective communication surrounding operational considerations working around H2S.

This procedure applies to all Company employees and contractors working at facilities that have the potential to release 100 ppm or higher concentrations of H2S.

The plan establishes guidelines for all personnel whose work activity may involve exposure to Hydrogen Sulfide Gas (H₂S).

C. Hydrogen Sulfide Gas (H2S) Characteristics:

- H2S is a toxic, poisonous gas that could cause death or injury. And it is also flammable.
- 2. H2S is an irritant and extremely toxic gas that is several times deadlier than carbon monoxide (CO).
- 3. H2S is heavier than air with a specific gravity of 1.1895 @ 600 F. so it will tend to lie in lower areas. Wind movement or air currents can readily disperse H2S since wind currents can easily overcome the heavier weight. On calm days, with no wind, the H2S will tend to accumulate in dangerous concentrations; however, if the H2S is warmer than the surrounding air it may rise.
- 4. H2S is colorless.
- 5. In small concentrations, H2S has the characteristic odor of rotten eggs. It may be detected by smell at a concentration in air of about 2 ppm but may NOT be detected

at high concentrations. DO NOT DEPEND ON THE SENSE OF SMELL TO DETECT H2S! H2S will paralyze the olfactory nerve causing a loss of the sense of smell within 2 – 15 minutes of an exposure in concentrations as low as 100-150 ppm.

H2S burns with a blue flame and has an auto ignition temperature of 5000 F. H2S forms an explosive mixture in the range of 4.3% to 45% by volume with air. H2S, when ignited, produces Sulfur Dioxide (SO2). SO2 is another toxic gas but less toxic than H2S.

7. Physiological Effects

- 1,000-2,000+ ppm: Loss of consciousness and possible death.
- 100-1,000 ppm: Serious respiratory, central nervous, and cardiovascular system effects.
- 150-200 ppm: Olfactory fatigue (sense of smell is significantly impaired).
- 100 ppm: Immediately Dangerous to Life and Health (IDLH concentration).
- 5-30 ppm: Moderate irritation of the eyes.
- 5-10 ppm: Relatively minor metabolic changes in exercising individuals during short-term exposures.
- Less than 5 ppm: Metabolic changes observed in exercising individuals, but not clinically significant.
- 5 ppm: Increase in anxiety symptoms (single exposure).
- 5 ppm: Start of the dose-response curve (short-term exposure).
- 0.032-0.02 ppm: Olfactory threshold (begin to smell).

D. H₂STraining

All personnel, whether regularly assigned, contracted, or employed on an unscheduled basis, will receive training from a qualified instructor in the following areas prior to commencing work at an effected facility:

- 1. The hazards and characteristics of hydrogen sulfide (H2S)
- 2. The proper use and maintenance of personal protective equipment and life support systems.
- 3. The proper use of H₂S detectors, alarms, warning systems, briefing areas, evacuation procedures, and prevailing winds.
- 4. The proper techniques for first aid and rescue procedures.
- 5. The procedures for operating process equipment.

In addition, supervisory personnel will be trained in the following areas:

- 1. Corrective action and shutdown procedures when a release or leak occurs.
- 2. Notification process

Annual drills will be conducted to utilize the procedures and make improvements as needed. It will also serve as refresher training on the process.

Note: All H2S safety equipment and systems will be installed, tested, and operational when operation commences.

E. Protective equipment controls:

Any facility that has the potential to emit H2S at 100 ppm or higher will be required to install and utilize the below controls:

- 1. Where applicable, area air monitors will be installed and function tested and calibrated no less than monthly and set on a quarterly basis PM schedule.
- 2. Facility operators will use self contained breathing apparatuses (SCBA's) to perform routine operations in areas where H2S may be present.
- 3. Trigger of 100 PPM or more must be communicated and work proceeding the trigger must use the buddy system.
- 4. Visible windsocks must be installed at key locations surrounding the facility.
- 5. H2S warning signs must be placed at the entrance to the facility as well as other key locations.
- 6. Personal H2S Monitor are required to be worn by all personnel on locations.
- 7. Stairs and ladders leading to the top of a tank or vessel containing 300 ppm or greater shall be chained or marked to restrict entry.

F. Emergency Procedures

1. Spill or Release of H₂S gas

If a spill or leak releases H₂S the following action must be initiated and completed:

- a. Internally Employee contacts supervisor and HSE Department and performs "d" below.
- b. Externally Someone identifies a possible H₂S emergency and reports it to Company Management, via the listed phone number on posted facility signs.
- c. The Company dispatches an employee to investigate possible H₂S emergency and will secure situation or initiate emergency call for backup.
- d. If the Radius of Exposure has been breached begin the following:
 - Establish safe command center.
 - Call for additional personnel and delegate the following:
 - i. Notifying public safety agencies (Sheriff, Fire Department, Department of Public Safety, Hwy. Department).
 - ii. Safeguarding the facility and effected area.
 - iii. Blocking roads as needed.
 - iv. Notifying/evacuating public.
 - v. Notifying regulatory agencies.
 - vi. Gathering additional information about release ie., location, flowrate, quantity, etc.
 - vii. Stopping release if safe to do so (use 2 trained persons)
 - viii. Notifying company management.
 - ix. Cleanup/repair facilities.

e. Facility Standard Operating Procedure

- Evacuate the area, travel crosswind then proceed upwind.
- Gather at muster point. Ensure Primary Muster point is upwind
- Notify managers & appropriate EMS if required.
- Safely shut down (ESD) facility if the facility hasn't already shut in.
- Pick up SCBA (should be a 30 minute 1 hour pack, located at Muster point.)
- Use buddy system for man down scenario with rescuers assigned.
 - 1 person to mask up to operate facility controls as needed.
 - 1 person for rescue if needed.
 - 1 person for calling EMS and company management
- Investigate area and isolate release of gas if safe to do and ensure closure using 4 gas monitor.
- If venting gas can't be isolated, return to muster point, and re-evaluate path forward.
- Give detailed description where/how gas is being released.
- After isolation verify that area monitors return to 0 and are not in alarm.
- Resume normal operations, once managers agree the ROOT CAUSE has been addressed and corrected.

G. Contacting Authorities

Company personnel must liaison with local and state agencies to ensure a proper response to a major release. Additionally, the NM Emergency Response Commission 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. The following call list of essential and potential responders has been prepared for use during a release. Spur Energy Partners response must be in coordination with the State of New Mexico's 'Hazardous Materials Emergency Response Plan' (HMER).

H. Call List

Spur Energy Partners Emergency Contact List							
Person	Person Location		Office Phon	e Cell Phor	1e		
Drilling and Completions Department							
Drilling Manager - Chris Hollis	Houst	on	832-930-8629	713-380-775	4		
Completions Manager - Theresa Voss	Houst	on	832-930-8614	832-849-863	5		
VP of Operations - Seth Ireland	Houst	on	832-930-8527	940-704-637	5		
Senior VP of Operations - John Nabors	Houst	on	832-930-8526	281-904-881	1		
Executive VP of Operations - Todd Mucha	Houst	on	832-930-8515	281-795-228	6		
HES/Environmental a	ınd Re	gulatory	Department				
EHS Manager - Braidy Moulder	Artesia	а	575-616-5400	713-264-251	7		
Superintendent - Jerry Mathews	Artesia	а	575-616-5400	575-748-523	4		
Asst. Superintendent - Kenny Kidd	Artesia	а	575-616-5400	575-703-585	1		
Regulatory Director - Sarah Chapman	Houst	on	832-930-8613	281-642-550	3		
Regulat	ory Ag	encies					
Bureau of Land Management		Carlsbad		575-886-6544			
Bureau of Land Management		Hobbs		575-393-3612			
Bureau of Land Management		Roswell		575-622-5335			
Bureau of Land Management		Santa Fe		505-954-2000			
DOT Judicial Pipelines - Incident Reporting NM Public Regulation Commission		Santa Fe		505-827-3549 505-490-2375			
EPA Hotline		Dallas 2		214-665-6444			
Federal OSHA, Area Office		Lubbock 8		806-472-7681			
National Response Center		Washington, D.C. 8		800-424-8803			
National Infrastructure Coordinator Center		Washington, D.C. 2		202-282-2901			
New Mexico Air Quality Bureau		Santa Fe		505-827-1494			
New Mexico Oil Conservation Division		Artesia		575-748-1283 575-370-7545Af	ter		
New Mexico Oil Conservation Division		Hobbs		575-393-6161			
New Mexico Oil Conservation Division		Santa Fe		505-476-3770			
New Mexico OCD Environmental Bureau				505-827-7152 505-476-3470			
New Mexico Environmental Department		Hobbs		575-827-9329			
NM State Emergency Response Center		Santa Fe 5		505-476-9600			

Lovington City Police

575-396-2811

Medical Facilities					
Artesia General Hospital	Artesia	575-748-3333			
Covenant Medical Center	Lubbock	806-725-1011			
Covenant Medical Center Lakeside	Lubbock	806-725-6000			
Guadalupe County Hospital	Carlsbad	575-887-6633			
Lea Regional Hospital	Hobbs	575-492-5000			
Medical Center Hospital	Odessa	432-640-4000			
Midland Memorial Hospital	Midland	432-685-1111			
Nor-Lea General Hospital	Lovington	575-396-6611			
Odessa Regional Hospital	Odessa	432-334-8200			
Union County General Hospital	Clayton	575-374-2585			
University Medical Center	Lubbock	806-725-8200			
Law Enforce	ement - Sheriff				
Ector County Sheriff's Department	Odessa	432-335-3050			
Ector County Sheriff's Department	Artesia	575-746-2704			
Ector County Sheriff's Department	Carlsbad	575-887-7551			
Lea County Sherrif's Department	Eunice	575-384-2020			
Lea County Sherrif's Department	Hobbs	575-393-2515			
Lea County Sherrif's Department	Lovington	575-396-3611			
Lubbock County Sheriff's Department	Abernathy	806-296-2724			
Midland County Sheriff's Department	Midland	432-688-1277			
Union County Sheriff's Department	Clayton	575-374-2583			
Law Enforcement - Police					
Abernathy Police Department	Abernathy	806-298-2545			
Artesia City Police	Artesia	575-746-2704			
Carlsbad City Police	Carlsbad	575-885-2111			
Clayton City Police	Clayton	575-374-2504			
Eunice City Police	Eunice	575-394-2112			
Hobbs City Police	Hobbs	575-397-9265 575-393-2677			
Jal City Police	Jal	575-395-2501			

Lovington

Midland City Police	Midland	432-685-7113	
Odessa City Police	Odessa	432-335-3378	
La	aw Enforcement - FBI	•	
FBI	Albuquerque	505-224-2000	
FBI	Midland	432-570-0255	
Law I	Enforcement - DPS (911)	-	
NM State Police	Artesia	575-746-2704	
NM State Police	Carlsbad	575-885-3137	
NM State Police	Eunice	575-392-5588	
NM State Police	Hobbs	575-392-5588	
NM State Police	Clayton	575-374-2473	
Firefi	ghting and Rescue (911)	-	
Abernathy	Abernathy	806-298-2022	
Amistad/Rosebud	Amistad/Rosebud	575-633-9113	
Artesia	Artesia	575-746-5751	
Carlsbad	Carlsbad	575-885-3125	
Clayton	Clayton	575-374-2435	
Eunice	Eunice	575-394-2111	
Hobbs	Hobbs	575-397-9308	
Jal	Jal	575-395-2221	
Lovington	Lovington	575-396-2359	
Maljamar	Maljamar	575-676-4100	
Midland	Midland	432-685-7346	
Nara Visa	Nara Visa	575-461-3300	
Odessa	Odessa	432-335-4659	
Tucumcari	Tucumcari	911	
West Odessa	Odessa	432-381-3033	

Ambula	ance (911)	
Abernathy Ambulance	Abernathy	806-298-2241
Amistad/Rosebud	Amistad/Rosebud	575-633-9113
Artesia Ambulance	Artesia	575-746-2701
Carlsbad Ambulance	Carlsbad	575-885-2111
Clayton Ambulance	Clayton	575-374-2501
Eunice Ambulance	Eunice	575-394-3258
Hobbs Ambulance	Hobbs	575-397-9308
Jal Ambulance	Jal	575-395-3501
Lovington Ambulance	Lovington	575-396-2811
Midland Ambulance	Midland	432-685-7499
Nara Visa Ambulance	Nara Visa	575-461-3300
Odessa Ambulance	Odessa	432-335-3378
Tucumcari Ambulance	Tucumcari	911
Medical Air Ar	nbulance Service	
AEROCARE - Methodist Hospital	Lubbock	800-627-2376
Southwest MediVac	Hobbs	800-242-6199
Odessa Care Star	Odessa	888-624-3571

I. List of Facilities with the potential for 500ppm or higher H2S exposure.

ALASKA 29 FEE TANK BATTERY
ARABIAN 6 FEE TANK BATTERY
ARCO 26 A STATE OIL BATTERY
ARCO B FEDERAL COM NO. 001
ARKANSAS STATE 23 TANK BATTERY

AVALON FEDERAL #001

B&B/ROSS RANCH OIL TANK BATTERY

BC FEDERAL 10 (9-13) TNK BTY
BC FEDERAL 1-8 &14 TNK BTY
BC FEDERAL 42 TNK BTY
BEE FED OIL BATTERY

BEECH 25 FEDERAL #9H BATTERY

BEECH FEDERAL 1

BEECH FEDERAL 2 BATTERY
BERRY A FEDERAL #005 SWB
BERRY A FEDERAL PADD BATTERY

BIG BOY STATE TB

BLUETAIL 8 FEDERAL 2 TANK BATTERY BONE YARD 11 FEE TANK BATTERY

BOOT HILL 25 1H SWB

BOSE IKARD 4 ST COM 18H BATTERY

BRANTLEY FEDERAL #001 BR-549 STATE BATTERY BRADLEY 8 FEE #3H-BATTERY BRADLEY 8 FEE BATTERY BRAGG 10 FEE 1 BATTERY

BRIGHAM H 2

BRIGHAM H FED (NORTH) BATTERY

BURCH KEELY 13C TK BTY
BURCH KEELY 18A TK BATT
BURCH KEELY 19A OIL BATT
BURCH KEELY 23A TK BATT

BURCH KEELY EAST 18B TANK BAT BURCH KEELY SEC 13A NORTH BTTY BURCH KEELY SEC 13B SOUTH BTTY

BURCH KEELY UNIT CTB BTTY BURCH KEELY UNIT E BATTERY

BURKETT 16 STATE

CADDO FEDERAL BATTERY CADILLAC ST 4 BATTERY CALIFORNIA 29 FEE 1

CARMEN 3 FEDERAL BATTERY
CARRINGTON 12 ST 3,4,7 BATTERY

CHASER 8 STATE 2 TANK BATTERY
CHEYENNE FEDERAL TNK BTY
CLYDESDALE 1 FEE #1H BAT
CLYDESDALE 1 FEE 6H - BATTERY
COAL TRAIN FEDERAL COM #1

COFFIN STATE #1

COLLIER 22 STATE COM #43H COLLIER STATE OIL BATTERY CONOCO 8 STATE 4 TB

CONTINENTAL A STATE TNK BTY
CONTINENTAL B YESO TANK BTY
CONTINENTAL STATE 15A TNK BTY

CRYPT 30 STATE #1H

DAGGER DRAW FED/FOSTER FED TANK BATTERY

DARNER 9 STATE 1 TANK BATTERY

DARNER 9 STATE 2

DARTER 9 STATE 8 TANK BATTERY

DARNER 9 STATE CTB

DEXTER FEDERAL PAD TNK BTY

DODD 10A OIL BATTERY
DODD 10B TK BTTY
DODD FED #14C TK BATT
DODD FED 11A BATTERY

DODD FED UNIT 980H BATTERY

DODD FEDERAL 14A-TB

DODD FEDERAL UNIT 15A BTTY DODD FEDERAL UNIT NORTH BTTY DODD FEDERAL UNIT SOUTH BTTY DOGWOOD FEDERAL TNK BTY

DORAMI 33 FEDERAL COM 2H.4H.9H TANK BATTERY

EBONY STATE TB

EDWARD STATE TNK BTY

ELECTRA FEDERAL 33 (NORTH) BATTERY
ELECTRA FEDERAL 5 (SWEET) TNK BTY
ELECTRA FEDERAL SOUR TNK BTY
EMPIRE SOUTH DEEP UNIT 21
FALABELLA 31 FEE #1H TK BATT
FALABELLA 31 FEE 8H TK BTY
FAT TIRE 12 COM FEDERAL CTB
FEDERAL BA COM NO. 001

FEDERAL BB NO. 001

FLAT HEAD FED COM 6H TANK BATTERY FLAT HEAD FED COM 27H TANK BATTERY

FIR FEDERAL TNK BTY
FIRECRACKER STATE TB

FLEMMING STATE OIL BATTERY

FOLK FEDERAL B TNK BTY
FOLK FEDERAL TNK BTY
FOLK STATE TANK BATTERY
FORAN STATE OIL BATTERY
GC FEDERAL 11 TNK BTY
GC FEDERAL 27 TNK BTY
GC FEDERAL TNK BTY

GILLESPIE STATE OIL BATTERY
GISSLER FEDERAL 13H TANK BATT

GJ WEST COOP SOUTH TB
GJ WEST COOP UNIT 092 BTY
GJ WEST COOP UNIT 191 BTY
GJ WEST COOP UNIT 210 BTY
GJ WEST COOP UNIT CENTRAL
GJ WEST COOP UNIT N TNK BTY

GOLD STAR TNK BTY

GOODMAN 22 TANK BATTERY

GRAVE DIGGER FEDERAL COM TANK BATTERY GRAVE DIGGER ST COM #3H TANK BATTERY

GRAVE DIGGER STATE COM #8H SWB

HALBERD 27 ST 3H BATTERY HANOVER STATE #3 (YESO) HARPER STATE TNK BTY HARVARD FEDERAL TNK BTY

HATFIELD B TB

HEARSE 36 ST COM TANK BATTERY HOBGOBLIN 7 FED COM 4H TK BAT

HOLDER CB 11 TNK BTY

HOLDER CB FEDERAL 6&7 TNK BTY

HOLIDAY

HOUMA STATE TNK BTY

HT 18 FED 01.05.04 TANK BATTERY

HT 18 FEDERAL 8

HUBER 10.11.12 FEDERAL OIL TANK BATTERY

HUBER 3 FEDERAL OIL TANK BATTERY
HUBER 5 FEDERAL OIL TANK BATTERY

HYDRUS 10 FED 03.07.08.11 TANK BATTERY

HYDRUS 10 FED 04.05 TANK BATTERY

HYDRUS 10 FED 06.09.10.12 TANK BATTERY

IMPERIAL STATE TNK BTY

IVAR THE BONELESS FED 11H - BATTERY

JC FEDERAL 13 TNK BTY

JC FEDERAL 2 (SOUR) TNK BTY

JC FEDERAL 27 TNK BTY

JENKINS B FEDERAL TNK BTY

JG STATE 16 1 TANK BATTERY

JG STATE 16 7 TANK BATTERY

JON BOB 1

JUNIPER STATE TNK BTY KIOWA OIL BATTERY

KOOL AID STATE

LAKEWOOD NORTH TANK BATTERY LAKEWOOD SOUTH TANK BATTERY LARA MICHELLE STATE OIL BTTY

LEAKER CC STATE TB
LEE 3 FEE 6H - TK BATT
LIVE OAK TANK BATTERY

MALCO 23 FEDERAL COM #13H

MAPLE STATE

MARACAS 22 STATE TANK BATTERY

MARY FEDERAL OIL BATTERY

MAYARO 22 STATE TANK BATTERY
MC FEDERAL 14 TANK BATTERY

MC FEDERAL 6 DEVONIAN

MC FEDERAL PADDOCK TNK BTY

MC SOUTHEAST BATTERY
MC STATE OIL BATTERY

MCCOY STATE TB

MCINTYRE A EAST TANK BATTERY

MCINTYRE B 10 MCINTYRE B 4

MCINTYRE B TNK BTY
MCINTYRE DK 15 TNK BTY

MCINTYRE DK FEDERAL 28H SWB MEADOWHAWK 5 FEDERAL 3 MELROSE FEDERAL TNK BTY

MERAK 7 FEDERAL 8 TANK BATTERY

MESILLA STATE 3 & 5 TNK BTY

MESILLA STATE TNK BTY

MESQUITE STATE TANK BATTERY

MIMOSA STATE TNK BTY

MIRANDA FEDERAL B TNK BTY

MIRANDA FEDERAL TB

MOE FEDERAL OIL BATTERY
MOHAWK FEDERAL TNK BTY
MONCRIEF 3 OIL BATTERY
MOORE STATE OIL BATTERY
MORRIS BOYD 26 FEE COM 1H
MORRIS BOYD TANK BATTERY
MORRIS E & F TANK BATTERY

MUSKEGON SOUTH STATE OIL BATTERY

NAVAHO FEDERAL TNK BTY NELSON 13.23. TNK BATT

NEWCASTLE 6 FED COM - TANK BATTERY

NIRVANA TANK BATTERY NOOSE FED 10 TANK BATTERY NOOSE FED 5 TANK BATTERY OKLAHOMA 32 TANK BATTERY

OSAGE BOYD 15 FED 09.12.13.14 TANK BATTERY

OSAGE BOYD YESO TANK BATTERY

PAINT 32 FEE OIL BATTERY

PAN CANADIAN A2-B3 TANK BATTERY PASSION 1 FED PDK 5H TK BATT PATTON 5 FEE 2H OIL BATTERY PATTON 5 FEE 8H OIL BATTERY

PAWNEE STATE TNK BTY

PEACEMAKER 25 FEDERAL TANK BATTERY

PERE MARQUETTE 18 FEDERAL 1 TANK BATTERY

PILUM 15 FEE 2H BATTERY

PINTO 36 STATE COM 1H TNK BTY PINTO 36 STATE COM 4H TNK BTY

PINTO 36 STATE TB

POLARIS B 5-10 TANK BTTY

POSEIDON 3 FEDERAL 4 TANK BATTERY

POSEIDON 3 FEDERAL 05.07.17.18 TANK BATTERY

PUCKETT 13 FEDERAL COM 35H

PUCKETT 13 FEDERAL TB

RAGNAR FED COM 25H - BATTERY

RANDALL FED 3 BATTERY
RED LAKE 32 TANK BATTERY
REDBUD FEDERAL TNK BTY
RINCON STATE TANK BATTERY
RJ UNIT NORTH TANK BATTERY
RJ UNIT SOUTH TANK BATTERY

RONCO FEDERAL #1

ROSE 02.03.04.05.06 TANK BATTERY

ROSE SOUTH TANK BATTERY
ROSS RANCH 09.13.14 BATTERY
SAM ADAMS 12 FED 4H UBB TK BATT
SANDY CROSSING 32 STATE COM 1

SCHLEY FEDERAL TNK BTY
SHAWNEE FEDERAL TNK BTY

SHELBY 23 BATTERY

SHERMAN 4 FEE 4H BATTERY SHERMAN 4 FEE 6H BATTERY

SHORTY 2 STATE COM TANK BATTERY SINCLAIR PARKE (PADDOCK) TNK BTY

SKELLY 605 BATTERY
SKELLY 942 BATTERY
SKELLY 968 BATTERY
SKELLY 973 BATTERY
SKELLY 989 BATTERY

SKELLY UNIT 907 CTB BATTERY
SKELLY UNIT 940 BATTERY

SOUTH BOYD FED COM OIL TANK BATTERY

SOUTH EMPIRE STATE COM 1
SPIKETAIL 5 STATE 2 TANK BATTERY

SPRUCE FEDERAL TNK BTY
STATE B GAS COM NO. 001
STATE S-19 YESO (SOUR) TNK BTY
STONEWALL 9 FEE #1H TBAT
STONEWALL 9 FEE 8H BATTERY

SUBMARINE 10 FED COM 2H OIL BAT

TAYLOR D TANK BATTEY TENNECO STATE TNK BTY

TEX MACK FED
TEXACO BE TNK BTY

TEXAS 32 FEE TANK BATTERY TEXMACK 36 STATE COM #1

TH STATE #1

THO STATE OIL BATTRY
THORNTAIL 31 FEDERAL 1

THUNDER ROAD FEDERAL OIL BTTY

TUMAK FED 3 BAT

VEGA 9 FED TANK BATTERY

VT 36 STATE #1H W D MCINTYRE C 10

WAUKEE 36 STATE COME CTB WD MCINTYRE C 8-9 TNK BTY

WD MCINTYRE E TNK BTY
WELCH A 28 10.20.50 CTB
WESTERN FEDERAL TNK BTY
WHITE OAK STATE B TB
WHITE OAK STATE TNK BTY
WHITE STAR FEDERAL TNK BTY
WICHITA STATE TNK BTY
WILLOW STATE TNK BTY
YALE B OIL BATTERY
YALE STATE TANK BTY
YUCCA STATE TNK BTY

Intent	t	As Dril	ed										
API#													
Ope	rator Nar	ne:	Property Name:			Well Number							
w.l.c	off Data.	(405)											
UL UL	Off Point	Township	Range	Lot	Feet	From	N/S	Feet		From	F/\\/	County	
		TOWNSHIP	Nange	LOT			14/3	1661		110111	L/ VV		
Latitu	ıde				Longitu	ıde						NAD	
_	ake Poin		Danas	1	F		NI/C	F		F	F /\ \	Carrata	
UL	Section	Township	Range	Lot	Feet	From	N/S	Feet		From	E/VV	County	
Latitu	ıde				Longitu	ıde						NAD	
_	ake Poin												
UL	Section	Township	Range	Lot	Feet	From N/S	Feet		From E,	/W	Count	У	
Latitu	ide				Longitu	ıde					NAD		
							_		_				
Is this	well the	defining v	ell for th	e Hori:	zontal Sp	pacing Unit	?						
		611 112			7								
is this	well an i	nfill well?											
	l is yes pl ng Unit.	ease provi	de API if	availak	ole, Opei	rator Name	and v	vell n	umber	for D	efinir	ng well fo	r Horizontal
API#													
Ope	rator Nar	ne:				Property	Name:	<u> </u>					Well Number
													K7 06/20/2019

KZ 06/29/2018

during active and planned maintenance.

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

•		ARTNERS LLC				11 / 10 / 2022
II. Type: X Origina	ıl □ Amendment	due to ☐ 19.15.27	'.9.D(6)(a) NMA(C □ 19.15.27.9.D	(6)(b) NMAC □ (Other.
If Other, please desc	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
ALTO AMM 21 11H	30-015-	L-22-19S-25E	1890' FSL 438' FWL	777 BBL/D	1088 MCF/D	3109 BBL/D
ALTO AMM 21 50H	30-015-	L-22-19S-25E	1901' FSL 422' FWL	367 BBL/D	550 MCF/D	1834 BBL/D
ALTO AMM 21 70H	30-015-	L-22-19S-25F	1913' FSI 406' FWI	293 BBL/D	293 MCF/D	2346 BBL/D
IV. Central Deliver V. Anticipated Schoproposed to be recon	edule: Provide the	following informa		or recompleted v		9.15.27.9(D)(1) NMAC] s proposed to be drilled or
Well Name	API	Spud Date	TD Reached Date	Completion Commencement		
ALTO AMM 21 11H	30-015-	02/16/2023	02/25/2023	04/19/2023	05/13/202	23 05/31/2023
ALTO AMM 21 50H	30-015-	02/26/2023	03/04/2023	04/19/2023	05/13/202	23 05/31/2023
ALTO AMM 21 70H	30-015-	03/05/2023	03/14/2023	04/19/2023	05/13/202	23 05/31/2023
	ractices: 🔀 Attac	ch a complete desc		-		at to optimize gas capture.

VIII. Best Management Practices: X Attach a complete description of Operator's best management practices 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. 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 will \square will	not have capacity to gather 100% of the anticipated natural ga
production volume from the well prior to the date of first production.	

XIII. Line l	Pressure. Operator	\square does \square does n	ot anticipate that its	existing well(s) c	onnected to	the same segment.	or portion,	of th
natural gas g	gathering system(s)	described above v	will continue to mee	t anticipated incre	ases in line p	oressure caused by	the new we	ell(s).

☐ Attach Operator's plan to manage production in re	sponse to th	he increased	line pressure
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XIV. Confidentiality: \sqcup Operator asserts confidentiality pursuant to Section 71-2-8 NMSA 1978 for the	e 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 information
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; compression on lease; (c) (d) liquids removal on lease; reinjection for underground storage; (e) **(f)** reinjection for temporary storage; **(g)** reinjection for enhanced oil recovery; fuel cell production; and (h) (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: Sarah Chapman
Printed Name: SARAH CHAPMAN
Title: REGULATORY DIRECTOR
E-mail Address: SCHAPMAN@SPURENERGY.COM
Date: NOVEMBER 10, 2022
Phone: 832-930-8613
OIL CONSERVATION DIVISION (Only applicable when submitted as a standalone form)
Approved By:
Title:
Approval Date:
Conditions of Approval: