Form 3160-5 (June 2019)

# UNITED STATES DEPARTMENT OF THE INTERIOR DEPARTMENT OF TAND MANAGEMENT

BUREAU OF LAND MANAGEMENT	5. Lease Serial No.			
SUNDRY NOTICES AND REPORTS ON W Do not use this form for proposals to drill or to abandoned well. Use Form 3160-3 (APD) for suc	re-enter an	6. If Indian, Allottee o	r Tribe Name	
SUBMIT IN TRIPLICATE - Other instructions on pag	e 2	7. If Unit of CA/Agree	ement, Name and/or No.	
1. Type of Well Oil Well Gas Well Other		8. Well Name and No.		
2. Name of Operator		9. API Well No.		
3a. Address 3b. Phone No.	(include area code)	10. Field and Pool or I	Exploratory Area	
4. Location of Well (Footage, Sec., T.,R.,M., or Survey Description)		11. Country or Parish,	State	
12. CHECK THE APPROPRIATE BOX(ES) TO IN	DICATE NATURE OF NOT	CE, REPORT OR OTH	IER DATA	
TYPE OF SUBMISSION	TYPE OF AC	TION		
Notice of Intent Acidize Deep Alter Casing Hydr	_	uction (Start/Resume) amation	Water Shut-Off Well Integrity	
Subsequent Report ==		omplete	Other	
		porarily Abandon er Disposal		
completed. Final Abandonment Notices must be filed only after all requirement is ready for final inspection.)		Dean	R Molure 7/2023	
14. I hereby certify that the foregoing is true and correct. Name ( <i>Printed/Typed</i> )	Title			
	11110			
Signature	Date			
THE SPACE FOR FED	ERAL OR STATE OF	ICE USE		
Approved by				
Conditions of annound if any are ottached Assessed to the second of	Title	I	Date	
Conditions of approval, if any, are attached. Approval of this notice does not warran certify that the applicant holds legal or equitable title to those rights in the subject leads which would entitle the applicant to conduct operations thereon.				
Title 18 U.S.C Section 1001 and Title 43 U.S.C Section 1212, make it a crime for an any false, fictitious or fraudulent statements or representations as to any matter with		fully to make to any de	partment or agency of the United States	

(Instructions on page 2)

#### **GENERAL INSTRUCTIONS**

This form is designed for submitting proposals to perform certain well operations and reports of such operations when completed as indicated on Federal and Indian lands pursuant to applicable Federal law and regulations. Any necessary special instructions concerning the use of this form and the number of copies to be submitted, particularly with regard to local area or regional procedures and practices, are either shown below, will be issued by or may be obtained from the local Federal office.

#### SPECIFIC INSTRUCTIONS

*Item 4* - Locations on Federal or Indian land should be described in accordance with Federal requirements. Consult the local Federal office for specific instructions.

Item 13: Proposals to abandon a well and subsequent reports of abandonment should include such special information as is required by the local Federal office. In addition, such proposals and reports should include reasons for the abandonment; data on any former or present productive zones or other zones with present significant fluid contents not sealed off by cement or otherwise; depths (top and bottom) and method of placement of cement plugs; mud or other material placed below, between and above plugs; amount, size, method of parting of any casing, liner or tubing pulled and the depth to the top of any tubing left in the hole; method of closing top of well and date well site conditioned for final inspection looking for approval of the abandonment. If the proposal will involve **hydraulic fracturing operations**, you must comply with 43 CFR 3162.3-3, including providing information about the protection of usable water. Operators should provide the best available information about all formations containing water and their depths. This information could include data and interpretation of resistivity logs run on nearby wells. Information may also be obtained from state or tribal regulatory agencies and from local BLM offices.

### **NOTICES**

The privacy Act of 1974 and the regulation in 43 CFR 2.48(d) provide that you be furnished the following information in connection with information required by this application.

AUTHORITY: 30 U.S.C. 181 et seq., 351 et seq., 25 U.S.C. 396; 43 CFR 3160.

PRINCIPAL PURPOSE: The information is used to: (1) Evaluate, when appropriate, approve applications, and report completion of subsequent well operations, on a Federal or Indian lease; and (2) document for administrative use, information for the management, disposal and use of National Resource lands and resources, such as: (a) evaluating the equipment and procedures to be used during a proposed subsequent well operation and reviewing the completed well operations for compliance with the approved plan; (b) requesting and granting approval to perform those actions covered by 43 CFR 3162.3-2, 3162.3-3, and 3162.3-4; (c) reporting the beginning or resumption of production, as required by 43 CFR 3162.4-1(c)and (d) analyzing future applications to drill or modify operations in light of data obtained and methods used.

ROUTINE USES: Information from the record and/or the record will be transferred to appropriate Federal, State, local or foreign agencies, when relevant to civil, criminal or regulatory investigations or prosecutions in connection with congressional inquiries or to consumer reporting agencies to facilitate collection of debts owed the Government.

EFFECT OF NOT PROVIDING THE INFORMATION: Filing of this notice and report and disclosure of the information is mandatory for those subsequent well operations specified in 43 CFR 3162.3-2, 3162.3-3, 3162.3-4.

The Paperwork Reduction Act of 1995 requires us to inform you that:

The BLM collects this information to evaluate proposed and/or completed subsequent well operations on Federal or Indian oil and gas leases.

Response to this request is mandatory.

The BLM would like you to know that you do not have to respond to this or any other Federal agency-sponsored information collection unless it displays a currently valid OMB control number.

**BURDEN HOURS STATEMENT:** Public reporting burden for this form is estimated to average 8 hours per response, including the time for reviewing instructions, gathering and maintaining data, and completing and reviewing the form. Direct comments regarding the burden estimate or any other aspect of this form to U.S. Department of the Interior, Bureau of Land Management (1004-0137), Bureau Information Collection Clearance Officer (WO-630), 1849 C St., N.W., Mail Stop 401 LS, Washington, D.C. 20240

(Form 3160-5, page 2)

# **Additional Information**

### **Location of Well**

 $0. \ SHL: \ SENW \ / \ 2310 \ FNL \ / \ 330 \ FWL \ / \ TWSP: \ 17S \ / \ RANGE: \ 30E \ / \ SECTION: \ 22 \ / \ LAT: \ 0.0 \ / \ LONG: \ 0.0 \ ( \ TVD: \ 0 \ feet, \ MD: \ 0 \ feet \ )$  BHL:  $\ SENW \ / \ 2310 \ FNL \ / \ 330 \ FWL \ / \ TWSP: \ 17S \ / \ SECTION: \ / \ LAT: \ 0.0 \ / \ LONG: \ 0.0 \ ( \ TVD: \ 0 \ feet, \ MD: \ 0 \ feet \ )$ 

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

<u>District III</u> 1000 Rio Brazos Road, Aztec, NM 87410 Phone: (505) 334-6178 Fax: (505) 334-6170

District IV

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

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

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

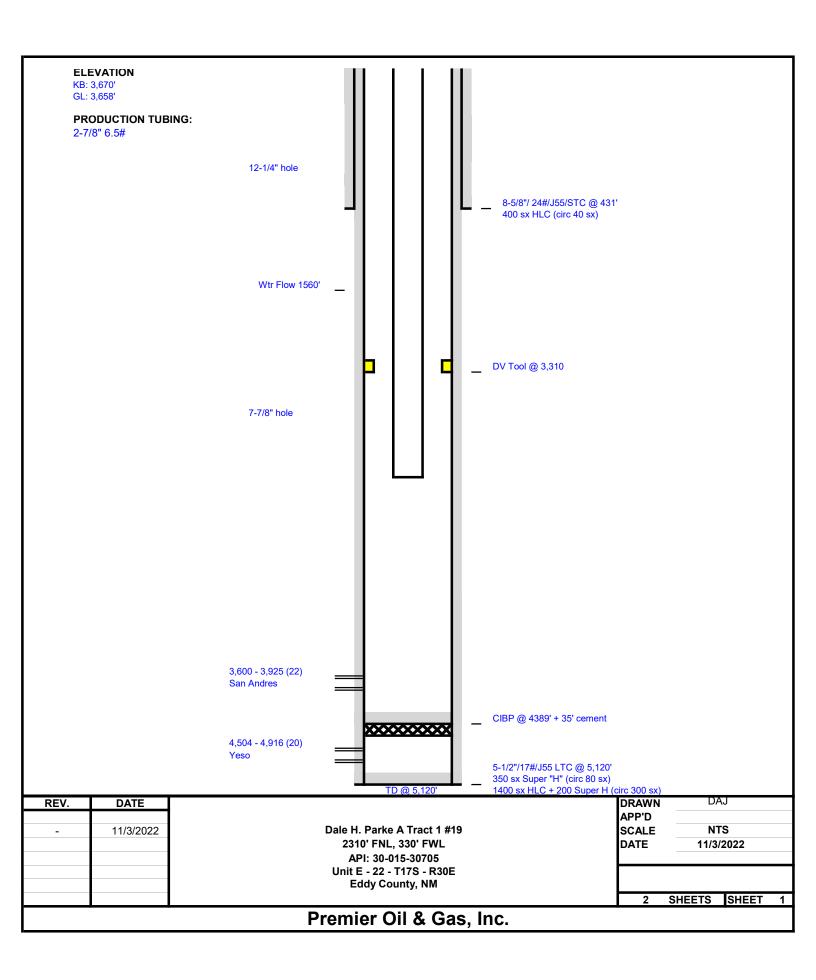
AMENDED REPORT

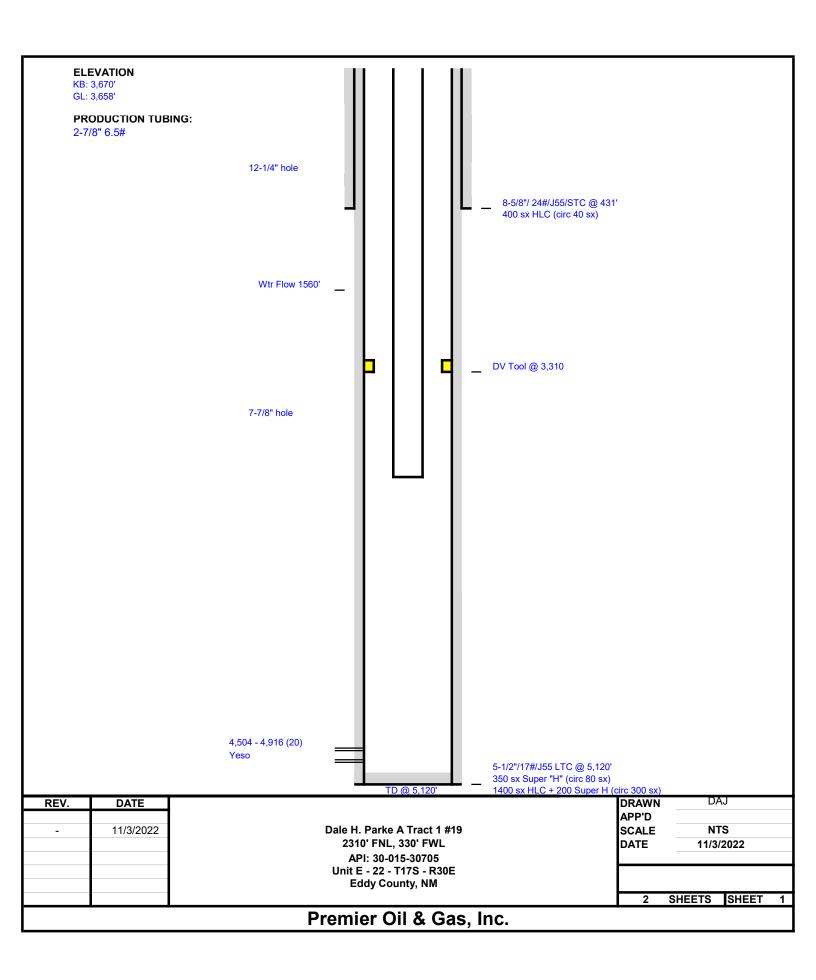
### WELL LOCATION AND ACREAGE DEDICATION PLAT

<sup>1</sup> API Number				<sup>2</sup> Pool Code <sup>3</sup> Pool Name			ıme					
3		2850	9		(	GRAYBURG JACKS	ON; SR-Q-G-	SA				
<sup>4</sup> Property (	Code		•		<sup>5</sup> Pr	perty Name	e			6 <b>V</b>	<sup>6</sup> Well Number	
9374					Dale H.	Parke A Tra	act 1				19	
7 OGRID	No.				8 Op	erator Nam	e				<sup>9</sup> Elevation	
17985					Premie	Oil & Gas,	Inc.			3658		
					10 Surf	ace Loc	cation					
UL or lot no.	Section	Township	Range	Lot Idr	Feet from	the N	North/South line	Feet from the	East/Wes	st line	County	
E	22	17S	<b>30E</b>	2310   North   330   West   Eddy					Eddy			
	•	'	п Вс	ttom F	Iole Locati	on If Di	ifferent Fro	m Surface	•	•		
UL or lot no.	Section	Township	Township Range Lot Idn Feet from the North/South line Feet from the East/West lin		st line	County						
12 Dedicated Acres	<sup>13</sup> Joint or	r Infill 14 Co	onsolidation	Code 15	Order No.							
40												

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.

16		17 OPERATOR CERTIFICATION  I hereby certify that the information contained herein is true and complete to the best of my knowledge and belief, and that this organization either owns a working interest or unleased mineral interest in the land including the proposed bottom hole location or has a right to drill this well at this location pursuant to a contract with an owner of such a mineral or working interest, or to a voluntary pooling agreement or a compulsory pooling order
2310'	3653.5°, 3659.5° 3650.7° 3657.3	heretofore entered by the division.  Daniel Jenes 7/10/2023  Signature Date  Daniel Jones Printed Name  dan.jones@premieroilgas.com  E-mail Address
		18SURVEYOR CERTIFICATION  I hereby certify that the well location shown on this plat was plotted from field notes of actual surveys made by me or under my supervision, and that the same is true and correct to the best of my belief.  August 5, 1998  Date of Survey
		Signature and Seal of Professional Surveyor:  Ronald Edison  Gary Edison  99-11-0568  Certificate Number





# 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: _Premier	Oil & Gas, In	c	<b>OGRID:</b> _017985				nte: _7	_/_7/_2023
II. Type: ⊠ Original	☐ Amendmen	it due to □ 19.15.2	7.9.D(6)(a) NMA	C □ 19.15.27.9.D	(6)(b) N	NMAC □	Other.	
If Other, please describe	e:							
III. Well(s): Provide the be recompleted from a s					wells pi	oposed to	be dri	lled or proposed to
Well Name	API	ULSTR	Footages	Anticipated Oil BBL/D		icipated MCF/D	P	Anticipated roduced Water BBL/D
Dale H. Parke A Tract 1 #19	30-015- 30705	E-22-17S-30E	2310 FNL & 330 FWL	30	20		350	
IV. Central Delivery P V. Anticipated Schedu proposed to be recomple	<b>le:</b> Provide th	e following informa	ation for each nev	v or recompleted v				7.9(D)(1) NMAC] sed to be drilled or
Well Name	API	Spud Date	TD Reached Date	Completion Commencement		Initial I Back I		First Production Date
Dale H. Parke A Tract 1 #19	30-015- 30705	8/25/99	9/8/99	December 2023		TBD		TBD
VI. Separation Equipm	VI. Separation Equipment: ⊠ Attach a complete description of how Operator will size separation equipment to optimize gas capture.							
VII. Operational Prac Subsection A through F			cription of the ac	tions Operator wi	ll take t	o comply	with the	he requirements of
VIII. Best Management during active and planner			ete description of	f Operator's best 1	managei	ment prac	tices to	minimize venting

# Section 2 – Enhanced Plan <u>EFFECTIVE APRIL 1, 2022</u>

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 [	☐ will ☐ will not have ca	apacity to gather 100% of	the anticipated natural gas
production volume from the well prior to the date of first	t production.		

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

$\overline{}$	A 1 .	$\sim$	, 1	4	1 4.	•	4 41 .	eased line pr	
	Attach (	Inerator	'c nlan	to manage	nradiiation	in rechange	to the incr	eaced line nr	Accile

XIV.	Confidentiality:   Operator asserts confidentiality pursuant to Section 71-2-8 NMSA 1978 for the information provided in
Sectio	on 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 wh	nich confidentiality is asserted and the basis for such assertion.

(i)

# 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: power generation on lease; (a) power generation for grid; (b) 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)

# **Section 4 - Notices**

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

other alternative beneficial uses approved by the division.

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

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

Signature: Daniel Jones
Printed Name: Daniel Jones
Title: Vice President
E-mail Address: dan.jones@premieroilgas.com
Date: 7/10/2022
Phone: (972) 470-0228
OIL CONSERVATION DIVISION
(Only applicable when submitted as a standalone form)
Approved By:
Title:
Approval Date:
Conditions of Approval:

# **Separation Equipment**

Premier Oil & Gas, Inc. has significant development on the Dale H. Parke A Tract 1 lease both in the Yeso and San Andres formations and has ample data for sizing equipment that has been time tested for several decades in the Loco Hills area. A gas gathering system is already present on the lease at the Dale H. Parke A Tract 1 #15 well site facility where the #19 oil, gas, and water is already plumbed to.

Premier will use the following equipment for developing the [28509] GRYB-JCKS-7-RVS-QN-GB-SA in the Dale H. Parke A Tract 1 #19 well:

 A 6 x20 three phase separator will be used for this well and will feed into a 75 psi heater treater to separate oil and water. Fluids are sent to their respective tanks. The separated gas will be sent to the sales line.

### **Operational Practices**

### 19.15.27.8 (A) Venting and Flaring of Natural Gas

Premier Oil & Gas, Inc. understands the requirements of NMAC 19.15.27.8 which states that the venting and flaring of natural gas during drilling, completion, and production that constitutes waste as defined in 19.15.2 are prohibited.

### 19.15.28.8 (C) Venting and Flaring during recompletion

The Dale H. Parke #18 is already tied into a site facility and an onsite gas gathering system. This well will be ready on day 1 of flowback and cleanout. See equipment above.

Premier does not anticipate the formation gas will not meet quality standards for processing as we have existing wells already producing from the formation on lease. Should this happen that the well does not meet quality standards. Then a temporary flare will be installed with an automatic igniter. Premier will monitor and route the gas as soon as possible upon it meeting quality and pipeline standards.

### 19.15.27.8 (D) Venting and flaring during production operations.

Premier will not vent or flare natural gas except under the following circumstances:

- 1) During an emergency or malfunction
- 2) During the following activities unless prohibited
  - a. Gauging or sampling storage tanks or other low-pressure production vessel
  - b. Loading out liquids from a storage tank
  - c. Repair and maintenance
  - d. Normal operation of a gas activated pneumatic controller or pump
  - e. Normal operation of a storage tank

f. Commissioning of pipelines, equipment, or facilities only for as long as necessary to purge introduced impurities.

### 19.15.27.8 (E) Performance standards

Premier will conduct an inspection on all site facility equipment for leaks or defects daily. Premier will use automated monitoring technology to detect leaks and releases in lieu of any inspections and will resolve any emergencies as promptly as possible.

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

Premier will estimate venting and flared volumes of natural gas from storage tanks and pneumatics using equations from AP-42 Section 7. Premier will install measuring equipment whenever the NMOCD determines that metering is necessary.

### **Best Management Practices**

During completion operations, operator will not produce oil or gas but will maintain well control through the procedure. The well will not be flowed back until all flowlines are tied into existing equipment at the lease site facility. Premier will use automatic gauging systems to reduced venting of natural gas. Premier will shut in wells (where feasible) in the event of a takeaway disruption, emergency situation, or other operations where venting or flaring may occur due to equipment failures.

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 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** 

CONDITIONS

Action 253246

### **CONDITIONS**

Operator:	OGRID:
PREMIER OIL & GAS INC	17985
PO Box 837205	Action Number:
Richardson, TX 75083	253246
	Action Type:
	[C-103] NOI Recompletion (C-103E)

### CONDITIONS

Created By	Condition	Condition Date
dmcclure	Notify NMOCD 24 Hours Prior to beginning operations	8/17/2023