Sante Fe Main Office Phone: (505) 476-3441 General Information Phone: (505) 629-6116

Online Phone Directory

UL - Lot

https://www.emnrd.nm.gov/ocd/contact-us

Section

12

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 382322

			-	APPLICA	ATION	FOR PERMIT T	O DRILL, RE	-ENTER, DEEPEN	I, PLUGBACI	K, OR ADD	AZON	IE		
1. Operate	or Name	and Address									2. OGR	D Number		
	Spur E	Energy Partne	ers LLC									328947		
	9655 I	Katy Freeway									3. API N	lumber		
	Houst	on, TX 77024	ļ									30-015-5618	2	
4. Propert	y Code				5. Prope	erty Name					6. Well	No.		
	33703	35				CARRINGTON 1	2 STATE COM					060H		
							7. Su	face Location						
UL - Lot		Section	To	ownship		Range	Lot Idn	Feet From	N/S Line	Feet From		E/W Line	County	
	Р	11		17	S	28E		1230	S	2	78	E		Eddy
		•				•	8. Proposed l	Bottom Hole Location	1	•			•	

9. Pool Information

Feet From

1870

Lot Idn

N/S Line

Feet From

50

E/W Line

County

Eddy

EMPIRE; GLORIETA-YESO 96210

Additional Well Information

11. Work Type New Well	12. Well Type OIL	13. Cable/Rotary	14. Lease Type State	15. Ground Level Elevation 3590
16. Multiple N	17. Proposed Depth 10054	18. Formation Blinebry	19. Contractor	20. Spud Date 9/22/2025
Depth to Ground water		Distance from nearest fresh water well		Distance to nearest surface water

 ${\ensuremath{\overline{\boxtimes}}}$ We will be using a closed-loop system in lieu of lined pits

Township

17S

Range

28E

21. Proposed Casing and Cement Program

			21111000000 0001115	g and comoner regram		
Туре	Hole Size	Casing Size	Casing Weight/ft	Setting Depth	Sacks of Cement	Estimated TOC
Surf	12.25	9.625	36	1325	395	0
Prod	8.75	7	32	4650	1599	0
Prod	8.75	5.5	20	10054	1599	0

Casing/Cement Program: Additional Comments

22. Proposed Blowout Prevention Program

Туре	Working Pressure	Test Pressure	Manufacturer
Double Ram	5	5000	SHAFFER

knowledge and b	pelief.	true and complete to the best of my NMAC ⊠ and/or 19.15.14.9 (B) NMAC		OIL CONSERVATION	ON DIVISION
Printed Name:	Electronically filed by Sarah Cha	pman	Approved By:	Matthew Gomez	
Title:	Regulatory Director		Title:		
Email Address:	schapman@spurenergy.com		Approved Date:	2/13/2025	Expiration Date: 2/13/2027
Date:	1/27/2025	Phone: 832-930-8613	Conditions of Appr	oval Attached	

<u>C-10</u>	_		Ener			l Resources Dep				Revised Ju	uly 9, 2024
	it Electronica CD Permittin			OIL	CONSERVAT	ION DIVISION	•			Initial Submitt	tal
								Submit	ttal	☐ Amended Rep	
								Type:		☐ As Drilled	
			-		WELL LOCAT	ION INFORMATIC)N				
API N	umber 30- 0)15- <mark> 56182</mark>	Pool Code	9621		Pool Name	MPIRE; GLC	RIETA	-YE	 SO	
Propert	tr. Cada	37035	Property Na	ame	CARRING	GTON 12 ST	ATE COM		Well	Number 6	60H
OGRII	O No. 328	947	Operator Na	ame	SPUR EN	ERGY PART	NERS LLC.		Grou	nd Level Elevation	3590'
Surface	e Owner: 🔽	State Fee	Tribal □ Fe	ederal		Mineral Owner:	X State ☐ Fee [☐Tribal [☐ Fed	leral	
					Surfa	ce Location					
UL	Section	Township	Range	Lot	Ft. from N/S	Ft. from E/W	Latitude		Longi	itude	County
P	11	17S	28E		1230 FSL	278 FEL	32.846450	09°N 1	104.	.1395253°W	EDDY
					Bottom	Hole Location					
UL	Section	Township	Range	Lot	Ft. from N/S	Ft. from E/W	Latitude		Longi		County
I	12	17S	28E		1870 FSL	50 FEL	32.848301	17°N 1	104.	.1215106°W	EDDY
	ted Acres	Infill or Defi	-	1	g Well API		cing Unit (Y/N)			Code	
320	Numbers.	INFIL		PEN	NDING	Wall sathaaks ar	e under Common	Ovenorshi		′ Vos □ No	
Order	Numbers.	PEN	IDING			Well setbacks at	e under Common	Ownersin	тр. Ж	,1es 🗆 100	
			т		1	ff Point (KOP)	1				-
UL	Section	Township	Range	Lot	Ft. from N/S	Ft. from E/W	Latitude		Longi		County
I	11	17S	28E		1793 FSL		32.847860)1°N 1	104.	.1412237°W	EDDY
	1	1	T_	T		ke Point (FTP)	1				
UL	Section	Township	Range	Lot	Ft. from N/S	Ft. from E/W	Latitude		Longi		County
L	12	17S	28E		1870 FSL		32.848280)0°N 1	104.	.1382528°W	EDDY
T.17	T:	T. 1.	T _D	Ιτ.,		ke Point (LTP)	T (1)		T .	1	
UL	Section	Township	Range	Lot	Ft. from N/S	Ft. from E/W	Latitude		Longi	.1216734°W	County
I	12	17S	28E		1870 FSL	100 FEL	32.04030	14 N 1	104.	.1210734 W	EDDY
Unitize	ed Area or A	rea of Uniform	Interest	Spacing	Unit Type KHori	zontal 🗆 Vertical	Groun	d Floor E	levati	on: 3590' GF	
							•				
OPER	ATOR CER	TIFICATIONS	3			SURVEYOR CER	TIFICATIONS				
my knov organiza includin location interest, entered	wledge and beli ation either ow ag the proposed a pursuant to a or to a volunto by the division	ief, and , if the wel. ins a working inter l bottom hole locat contract with an o ary pooling agreen	ll is a vertical or rest or unleased r tion or has a righ wner of a workin nent or a compu	directional i mineral inter ht to drill thi ng interest o ilsory pooling	rest in the land is well at this or unleased mineral og order heretofore	I hereby certify that the surveys made by me u my belief.					to the best of
					sed mineral interest				1_	(14400)) _)

in each tract (in the target pool or formation) in which any part of the well's completed interval will be located or obtained a compulsory pooling order from the division.

01/27/2025

SARAH CHAPMAN

SCHAPMAN@SPURENERGY.COM

Date of Survey

14400

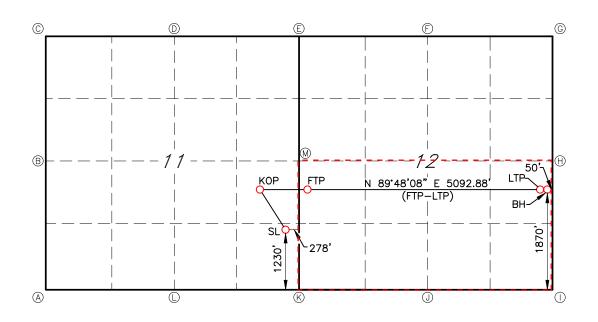
12/03/2024

ACREAGE DEDICATION PLATS

This grid represents a standard section. You may superimpose a non-standard section, or larger area, over this grid. Operators must outline the dedicated acreage in a red box, clearly show the well surface location and bottom hole location, if it is a directionally drilled, with the dimensions from the section lines in the cardinal directions. If this is a horizontal wellbore show on this plat the location of the First Take Point and Last Take Point, and the point within the Completed interval (other than the First Take Point or Last Take Point) that is closest to any outer boundary of the tract.

Surveyors shall use the latest United States government survey or dependent resurvey. Well locations will be in reference to the New Mexico Principal Meridian. If the land is not surveyed, contact the OCD Engineering Bureau. Independent subdivision surveys will not be acceptable.

CARRINGTON 12 STATE COM #60H



NAD 83 GRID — NM EAST

SURFACE LOCATION (SL) N: 671726.6 - E: 600857.3

LAT: 32.8464509° N

LONG: 104.1395253° W

KICK OFF POINT (KOP) 1793' FSL & 814' FEL (SEC.11) N: 672238.3 - E: 600334.7

LAT: 32.8478601° N LONG: 104.1412237° W

FIRST TAKE POINT (FTP) <u>) FSL & 100' FWL (SEC.12)</u> 672392.8 — E: 601246.8

> LAT: 32.8482800° N LONG: 104.1382528° W

LAST TAKE POINT (LTP) 1870' FSL & 100' FEL (SEC.12) N: 672410.4 - E: 606338.3

> LAT: 32.8483014° N LONG: 104.1216734° W

BOTTOM HOLE (BH) N: 672410.6 - E: 606388.3

LAT: 32.8483017° N LONG: 104.1215106° W



CORNER DATA NAD 83 GRID - NM EAST

A: FOUND BRASS CAP "1941" N: 670028.0 - E: 595911.3

B: FOUND BRASS CAP "1941" N: 672681.1 - E: 595959.1

C: FOUND BRASS CAP "1941"

N: 675335.6 - E: 596007.4 D: FOUND BRASS CAP "1941"

N: 675572.4 - E: 598610.0

E: FOUND BRASS CAP "1941" N: 675808.4 - E: 601215.6

F: FOUND BRASS CAP "1941"

N: 675825.0 - E: 603828.3

G: FOUND BRASS CAP "1941" N: 675841.5 - E: 606439.2

H: FOUND BRASS CAP "1941" N: 673189.3 - E: 606438.3

I: FOUND BRASS CAP "1941"

N: 670541.3 - E: 606438.4

J: FOUND 1/2 REBAR

N: 670530.5 - F: 603773.2

K: FOUND BRASS CAP "1941"

N: 670523.4 - E: 601110.0

L: FOUND BRASS CAP "1941" N: 670275.9 - E: 598509.8

M: FOUND BRASS CAP "1941"

N: 673165.6 - E: 601162.1

Released to Imaging: 2/13/2025 10:30:51 AM

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

Phone: (505) 629-6116
Online Phone Directory
https://www.emnrd.nm.gov/ocd/contact-us

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

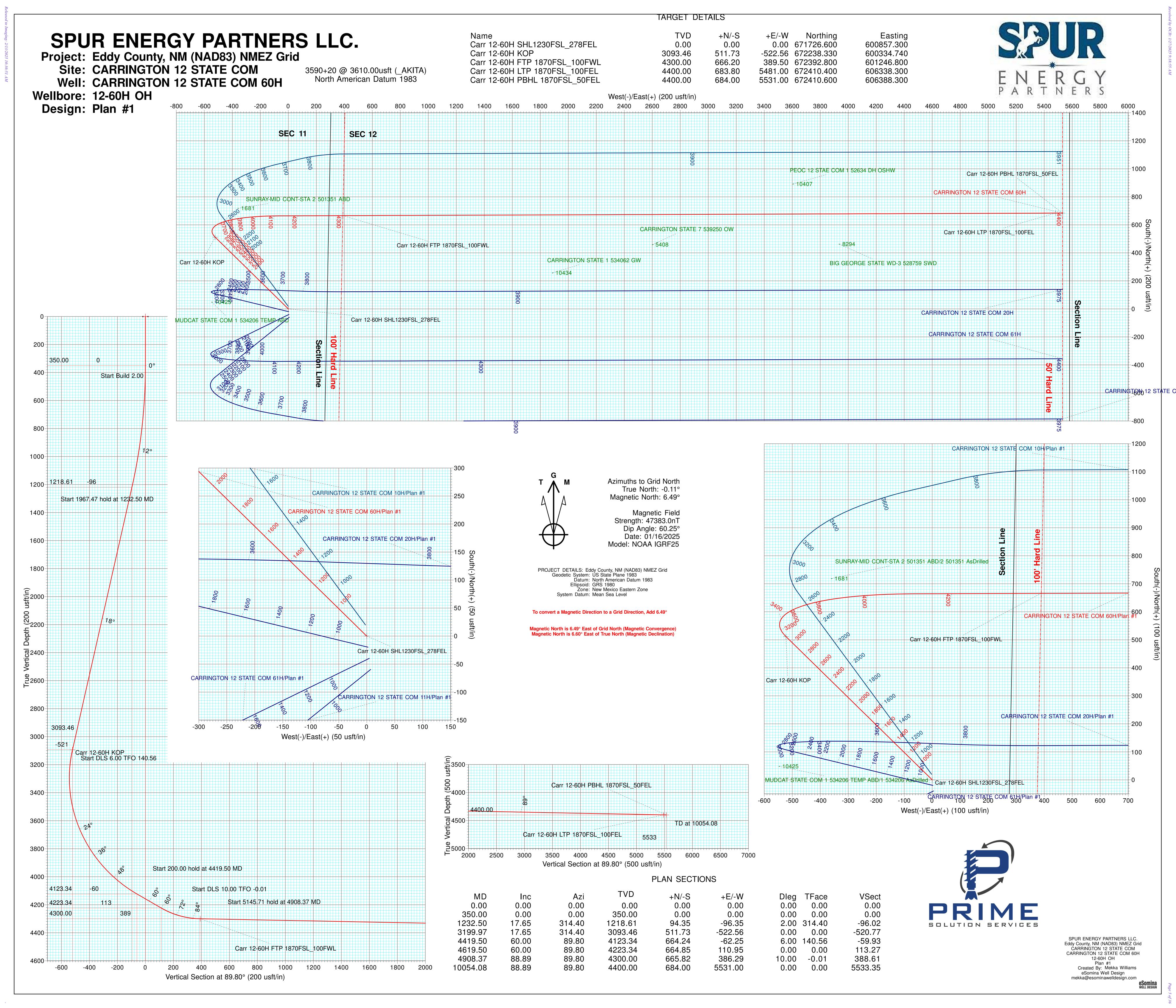
Form APD Conditions

Permit 382322

PERMIT CONDITIONS OF APPROVAL

Operator Name and Address:	API Number:
Spur Energy Partners LLC [328947]	30-015-56182
9655 Katy Freeway	Well:
Houston, TX 77024	CARRINGTON 12 STATE COM #060H

OCD Reviewer	Condition
matthew.gomez	A [C-103] Sub. Drilling (C-103N) is required within (10) days of spud.
matthew.gomez	Notify the OCD 24 hours prior to casing & cement.
matthew.gomez	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.
	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.
matthew.gomez	Cement is required to circulate on both surface and production strings of casing.
matthew.gomez	If cement does not circulate on any string, a Cement Bond Log (CBL) is required for that string of casing.
matthew.gomez	File As Drilled C-102 and a directional Survey with C-104 completion packet.
matthew.gomez	Administrative order required for non-standard spacing unit prior to production.



SPUR ENERGY PARTNERS LLC.

Eddy County, NM (NAD83) NMEZ Grid CARRINGTON 12 STATE COM CARRINGTON 12 STATE COM 60H

12-60H OH

Plan: Plan #1

Standard Planning Report

16 January, 2025

PRIME EDM Database:

Company: SPUR ENERGY PARTNERS LLC. Project: Eddy County, NM (NAD83) NMEZ Grid

CARRINGTON 12 STATE COM Site: Well: CARRINGTON 12 STATE COM 60H

12-60H OH Wellbore: Plan #1 Design:

Local Co-ordinate Reference:

TVD Reference: MD Reference: North Reference:

Survey Calculation Method:

Well CARRINGTON 12 STATE COM 60H 3590+20 @ 3610.00usft (AKITA)

3590+20 @ 3610.00usft (_AKITA)

Grid Minimum Curvature

Eddy County, NM (NAD83) NMEZ Grid **Project**

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

System Datum:

Mean Sea Level

Site **CARRINGTON 12 STATE COM**

671,746.500 usft Northing: 32.8465056 Site Position: Latitude: 600,855.100 usft -104.1395322 From: Map Easting: Longitude: 0.00 usft 0.11

Position Uncertainty: Slot Radius: 13-3/16 " **Grid Convergence:**

Well CARRINGTON 12 STATE COM 60H

Well Position +N/-S -19.90 usft Northing: 671,726.600 usft Latitude: 32.8464509 +E/-W 2.20 usft 600,857.300 usft -104.1395251 Easting: Longitude:

Wellhead Elevation: **Ground Level: Position Uncertainty** 0.00 usft 3,590.00 usft

12-60H OH Wellbore Magnetics **Model Name** Sample Date Declination Dip Angle Field Strength (°) (°) (nT) User Defined 01/16/25 6.60 60.25 47,383.00000000

Plan #1 Design Audit Notes: PROTOTYPE 0.00 Version: Phase: Tie On Depth: Vertical Section: Depth From (TVD) +N/-S +E/-W Direction (usft) (usft) (usft) (°) 0.00 0.00 0.00 89.80

Plan Survey Tool Program 01/16/25 Date

Depth From Depth To

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

0.00 10,054.06 Plan #1 (12-60H OH) MWD+IFR1+SAG+FDIR

OWSG MWD + IFR1 + Sag + F

Plan Sections										
Measured Depth (usft)	Inclination (°)	Azimuth (°)	Vertical Depth (usft)	+N/-S (usft)	+E/-W (usft)	Dogleg Rate (°/100usft)	Build Rate (°/100usft)	Turn Rate (°/100usft)	TFO (°)	Target
0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	
350.00	0.00	0.00	350.00	0.00	0.00	0.00	0.00	0.00	0.00	
1,232.50	17.65	314.40	1,218.61	94.35	-96.35	2.00	2.00	0.00	314.40	
3,199.97	17.65	314.40	3,093.46	511.73	-522.56	0.00	0.00	0.00	0.00	
4,419.50	60.00	89.80	4,123.34	664.24	-62.25	6.00	3.47	11.10	140.56	
4,619.50	60.00	89.80	4,223.34	664.85	110.95	0.00	0.00	0.00	0.00	
4,908.37	88.89	89.80	4,300.00	665.82	386.29	10.00	10.00	0.00	-0.01	
10,054.08	88.89	89.80	4,400.00	684.00	5,531.00	0.00	0.00	0.00	0.00	Carr 12-60H PBHL 18

Database: PRIME_EDM

Company: SPUR ENERGY PARTNERS LLC.

Project: Eddy County, NM (NAD83) NMEZ Grid
Site: CARRINGTON 12 STATE COM
Well: CARRINGTON 12 STATE COM 60H

Wellbore: 12-60H OH
Design: Plan #1

Local Co-ordinate Reference:

TVD Reference:
MD Reference:
North Reference:

Survey Calculation Method:

Well CARRINGTON 12 STATE COM 60H 3590+20 @ 3610.00usft (_AKITA) 3590+20 @ 3610.00usft (_AKITA)

Grid

Minimum Curvature

anned Survey									
Measured Depth (usft)	Inclination (°)	Azimuth (°)	Vertical Depth (usft)	+N/-S (usft)	+E/-W (usft)	Vertical Section (usft)	Dogleg Rate (°/100usft)	Build Rate (°/100usft)	Turn Rate (°/100usft)
0.00		0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
100.00		0.00	100.00	0.00	0.00	0.00	0.00	0.00	0.00
200.00		0.00	200.00	0.00	0.00	0.00	0.00	0.00	0.00
300.00		0.00	300.00	0.00	0.00	0.00	0.00	0.00	0.00
350.00	0.00	0.00	350.00	0.00	0.00	0.00	0.00	0.00	0.00
400.00		314.40	400.00	0.31	-0.31	-0.31	2.00	2.00	0.00
500.00		314.40	499.93	2.75	-2.81	-2.80	2.00	2.00	0.00
600.00		314.40	599.68	7.63	-7.79	-7.76	2.00	2.00	0.00
700.00		314.40	699.13	14.94	-15.26	-15.20	2.00	2.00	0.00
800.00	9.00	314.40	798.15	24.68	-25.20	-25.11	2.00	2.00	0.00
900.00	11.00	314.40	896.63	36.83	-37.61	-37.48	2.00	2.00	0.00
1,000.00	13.00	314.40	994.44	51.37	-52.46	-52.28	2.00	2.00	0.00
1,100.00	15.00	314.40	1,091.46	68.30	-69.74	-69.50	2.00	2.00	0.00
1,200.00		314.40	1,187.58	87.58	-89.44	-89.13	2.00	2.00	0.00
1,232.50	17.65	314.40	1,218.61	94.35	-96.35	-96.02	2.00	2.00	0.00
1,300.00	17.65	314.40	1,282.93	108.67	-110.97	-110.59	0.00	0.00	0.00
1,400.00		314.40	1,378.22	129.89	-132.64	-132.18	0.00	0.00	0.00
1,500.00	17.65	314.40	1,473.52	151.10	-154.30	-153.77	0.00	0.00	0.00
1,600.00	17.65	314.40	1,568.81	172.31	-175.96	-175.36	0.00	0.00	0.00
1,700.00	17.65	314.40	1,664.10	193.53	-197.62	-196.95	0.00	0.00	0.00
1,800.00	17.65	314.40	1,759.39	214.74	-219.29	-218.54	0.00	0.00	0.00
1,900.00		314.40	1,854.69	235.96	-240.95	-240.13	0.00	0.00	0.00
2,000.00		314.40	1,949.98	257.17	-262.61	-261.71	0.00	0.00	0.00
2,100.00		314.40	2,045.27	278.38	-284.28	-283.30	0.00	0.00	0.00
2,200.00		314.40	2,140.56	299.60	-305.94	-304.89	0.00	0.00	0.00
2,300.00	17.65	314.40	2,235.86	320.81	-327.60	-326.48	0.00	0.00	0.00
2,400.00		314.40	2,331.15	342.03	-349.27	-348.07	0.00	0.00	0.00
2,500.00		314.40	2,426.44	363.24	-370.93	-369.66	0.00	0.00	0.00
2,600.00		314.40	2,521.74	384.45	-392.59	-391.25	0.00	0.00	0.00
2,700.00		314.40	2,617.03	405.67	-414.25	-412.84	0.00	0.00	0.00
2,800.00	17.65	314.40	2,712.32	426.88	-435.92	-434.42	0.00	0.00	0.00
2,900.00		314.40	2,807.61	448.10	-457.58	-456.01	0.00	0.00	0.00
3,000.00		314.40	2,902.91	469.31	-479.24	-477.60	0.00	0.00	0.00
3,100.00		314.40	2,998.20	490.52	-500.91	-477.00	0.00	0.00	0.00
3,199.97		314.40	3,093.46	511.73	-522.56	-520.77	0.00	0.00	0.00
3,250.00		321.58	3,141.42	522.26	-532.12	-530.30	6.00	-4.40	14.34
3,250.00		321.58	3,141.42	522.26	-532.12 -539.11	-530.30 -537.25	6.00	-4.40 -3.80	18.60
3,350.00		342.74	3,238.60	532.59	-539.11 -543.52	-537.25 -541.62	6.00	-3.60 -2.91	23.72
3,400.00		357.02	3,287.57	552.58	-545.33	-543.39	6.00	-1.68	28.57
3,450.00		12.50	3,336.63	562.18	-544.53	-542.56	6.00	-0.16	30.94
3,500.00 3,550.00		27.16	3,385.63 3,434.45	571.49 590.46	-541.14 525.15	-539.14	6.00	1.39 2.69	29.33 24.79
		39.55	3,434.45 3,482.94	580.46 580.10	-535.15 526.50	-533.12 524.53	6.00		
3,600.00 3,650.00		49.35 56.91	3,482.94	589.10 597.35	-526.59 -515.48	-524.53 -513.39	6.00 6.00	3.65 4.30	19.59 15.12
3,700.00		62.76	3,578.44	605.22	-515.46 -501.85	-499.74	6.00	4.30 4.74	11.70
3,750.00		67.35	3,625.17	612.67	-485.74	-483.60	6.00	5.04	9.19
3,800.00		71.04	3,671.07	619.68	-467.19	-465.02	6.00	5.24	7.36
3,850.00		74.04	3,715.99	626.24	-446.25	-444.06	6.00	5.39	6.01
3,900.00 3,950.00		76.54 78.66	3,759.82 3,802.43	632.32 637.92	-422.98 -397.44	-420.77 -395.21	6.00 6.00	5.50 5.58	5.00 4.23
4,000.00		80.48	3,843.72	643.00	-369.71	-367.46	6.00	5.64	3.64
4,050.00		82.07	3,883.56	647.57	-339.85	-337.59	6.00	5.69	3.17
4,100.00		83.47	3,921.84	651.61	-307.96	-305.69	6.00	5.72	2.80
4,150.00	44.33	84.71	3,958.48	655.10	-274.12	-271.83	6.00	5.75	2.50

Database: PRIME_EDM

Company: SPUR ENERGY PARTNERS LLC.
Project: Eddy County, NM (NAD83) NMEZ Grid
Site: CARRINGTON 12 STATE COM
Well: CARRINGTON 12 STATE COM 60H

Wellbore: 12-60H OH
Design: Plan #1

Local Co-ordinate Reference:

TVD Reference:
MD Reference:
North Reference:

Survey Calculation Method:

Well CARRINGTON 12 STATE COM 60H 3590+20 @ 3610.00usft (_AKITA)

3590+20 @ 3610.00usft (_AKITA) Grid

Minimum Curvature

Planned Survey									
Measured Depth (usft)	Inclination (°)	Azimuth (°)	Vertical Depth (usft)	+N/-S (usft)	+E/-W (usft)	Vertical Section (usft)	Dogleg Rate (°/100usft)	Build Rate (°/100usft)	Turn Rate (°/100usft)
4,200.00	47.22	85.84	3,993.35	658.04	-238.42	-236.12	6.00	5.78	2.25
4,250.00	50.12	86.87	4,026.37	660.42	-200.95	-198.65	6.00	5.80	2.05
4,300.00	53.02	87.81	4,057.44	662.24	-161.83	-159.52	6.00	5.82	1.88
4,350.00	55.94	88.68	4,086.49	663.48	-121.16	-118.84	6.00	5.83	1.75
4,400.00	58.86	89.50	4,113.42	664.14	-79.05	-76.73	6.00	5.84	1.63
4,419.50	60.00	89.80	4,123.34	664.24	-62.25	-59.93	6.00	5.85	1.56
4,500.00	60.00	89.80	4,163.59	664.49	7.46	9.78	0.00	0.00	0.00
4,600.00	60.00	89.80	4,213.59	664.79	94.06	96.38	0.00	0.00	0.00
4,619.50	60.00	89.80	4,223.34	664.85	110.95	113.27	0.00	0.00	0.00
4,650.00	63.05	89.80	4,237.88	664.94	137.75	140.07	10.00	10.00	0.00
4,700.00	68.05	89.80	4,258.57	665.10	183.26	185.58	10.00	10.00	0.00
4,750.00	73.05	89.80	4,275.21	665.27	230.39	232.71	10.00	10.00	0.00
4,800.00	78.05	89.80	4,287.69	665.44	278.79	281.11	10.00	10.00	0.00
4,850.00	83.05	89.80	4,295.89	665.61	328.09	330.42	10.00	10.00	0.00
4,900.00	88.05	89.80	4,299.77	665.79	377.93	380.25	10.00	10.00	0.00
4,908.37	88.89	89.80	4,300.00	665.82	386.29	388.61	10.00	10.00	0.00
5,000.00	88.89	89.80	4,301.78	666.14	477.91	480.23	0.00	0.00	0.00
5,100.00	88.89	89.80	4,303.72	666.49	577.89	580.21	0.00	0.00	0.00
5,200.00	88.89	89.80	4,305.66	666.85	677.87	680.19	0.00	0.00	0.00
5,300.00	88.89	89.80	4,307.61	667.20	777.85	780.17	0.00	0.00	0.00
5,400.00	88.89	89.80	4,309.55	667.55	877.83	880.15	0.00	0.00	0.00
5,500.00	88.89	89.80	4,311.49	667.91	977.81	980.13	0.00	0.00	0.00
5,600.00	88.89	89.80	4,313.44	668.26	1,077.79	1,080.12	0.00	0.00	0.00
5,700.00	88.89	89.80	4,315.38	668.61	1,177.77	1,180.10	0.00	0.00	0.00
5,800.00	88.89	89.80	4,317.32	668.97	1,277.75	1,280.08	0.00	0.00	0.00
5,900.00	88.89	89.80	4,319.27	669.32	1,377.73	1,380.06	0.00	0.00	0.00
6,000.00	88.89	89.80	4,321.21	669.67	1,477.71	1,480.04	0.00	0.00	0.00
6,100.00	88.89	89.80	4,323.16	670.03	1,577.69	1,580.02	0.00	0.00	0.00
6,200.00	88.89	89.80	4,325.10	670.38	1,677.67	1,680.00	0.00	0.00	0.00
6,300.00	88.89	89.80	4,327.04	670.73	1,777.65	1,779.98	0.00	0.00	0.00
6,400.00	88.89	89.80	4,328.99	671.09	1,877.63	1,879.96	0.00	0.00	0.00
6,500.00	88.89	89.80	4,330.93	671.44	1,977.61	1,979.95	0.00	0.00	0.00
6,600.00	88.89	89.80	4,332.87	671.79	2,077.59	2,079.93	0.00	0.00	0.00
6,700.00	88.89	89.80	4,334.82	672.15	2,177.58	2,179.91	0.00	0.00	0.00
6,800.00	88.89	89.80	4,336.76	672.50	2,277.56	2,279.89	0.00	0.00	0.00
6,900.00	88.89	89.80	4,338.70	672.85	2,377.54	2,379.87	0.00	0.00	0.00
7,000.00	88.89	89.80	4,340.65	673.21	2,477.52	2,479.85	0.00	0.00	0.00
7,100.00	88.89	89.80	4,342.59	673.56	2,577.50	2,579.83	0.00	0.00	0.00
7,200.00	88.89	89.80	4,344.53	673.91	2,677.48	2,679.81	0.00	0.00	0.00
7,300.00	88.89	89.80	4,346.48	674.27	2,777.46	2,779.79	0.00	0.00	0.00
7,400.00	88.89	89.80	4,348.42	674.62	2,877.44	2,879.78	0.00	0.00	0.00
7,500.00	88.89	89.80	4,350.36	674.97	2,977.42	2,979.76	0.00	0.00	0.00
7,600.00	88.89	89.80	4,352.31	675.33	3,077.40	3,079.74	0.00	0.00	0.00
7,700.00	88.89	89.80	4,354.25	675.68	3,177.38	3,179.72	0.00	0.00	0.00
7,800.00	88.89	89.80	4,356.19	676.03	3,277.36	3,279.70	0.00	0.00	0.00
7,900.00	88.89	89.80	4,358.14	676.39	3,377.34	3,379.68	0.00	0.00	0.00
8,000.00	88.89	89.80	4,360.08	676.74	3,477.32	3,479.66	0.00	0.00	0.00
8,100.00	88.89	89.80	4,362.02	677.09	3,577.30	3,579.64	0.00	0.00	0.00
8,200.00	88.89	89.80	4,363.97	677.45	3,677.28	3,679.62	0.00	0.00	0.00
8,300.00	88.89	89.80	4,365.91	677.80	3,777.26	3,779.61	0.00	0.00	0.00
8,400.00	88.89	89.80	4,367.85	678.16	3,877.24	3,879.59	0.00	0.00	0.00
8,500.00	88.89	89.80	4,369.80	678.51	3,977.22	3,979.57	0.00	0.00	0.00
8,600.00	88.89	89.80	4,371.74	678.86	4,077.20	4,079.55	0.00	0.00	0.00

Database: PRIME_EDM
Company: SPUR ENERGY PARTNERS LLC.
Project: Eddy County, NM (NAD83) NMEZ Grid

Site: CARRINGTON 12 STATE COM
Well: CARRINGTON 12 STATE COM 60H

Wellbore: 12-60H OH
Design: Plan #1

Local Co-ordinate Reference:

TVD Reference:
MD Reference:
North Reference:

Survey Calculation Method:

Well CARRINGTON 12 STATE COM 60H 3590+20 @ 3610.00usft (_AKITA) 3590+20 @ 3610.00usft (_AKITA)

Grid

Minimum Curvature

lanned Survey									
Measured Depth (usft)	Inclination (°)	Azimuth (°)	Vertical Depth (usft)	+N/-S (usft)	+E/-W (usft)	Vertical Section (usft)	Dogleg Rate (°/100usft)	Build Rate (°/100usft)	Turn Rate (°/100usft)
8,700.00	88.89	89.80	4,373.68	679.22	4,177.18	4,179.53	0.00	0.00	0.00
8,800.00	88.89	89.80	4,375.63	679.57	4,277.17	4,279.51	0.00	0.00	0.00
8,900.00	88.89	89.80	4,377.57	679.92	4,377.15	4,379.49	0.00	0.00	0.00
9,000.00	88.89	89.80	4,379.51	680.28	4,477.13	4,479.47	0.00	0.00	0.00
9,100.00	88.89	89.80	4,381.46	680.63	4,577.11	4,579.45	0.00	0.00	0.00
9,200.00	88.89	89.80	4,383.40	680.98	4,677.09	4,679.44	0.00	0.00	0.00
9,300.00	88.89	89.80	4,385.35	681.34	4,777.07	4,779.42	0.00	0.00	0.00
9,400.00	88.89	89.80	4,387.29	681.69	4,877.05	4,879.40	0.00	0.00	0.00
9,500.00	88.89	89.80	4,389.23	682.04	4,977.03	4,979.38	0.00	0.00	0.00
9,600.00	88.89	89.80	4,391.18	682.40	5,077.01	5,079.36	0.00	0.00	0.00
9,700.00	88.89	89.80	4,393.12	682.75	5,176.99	5,179.34	0.00	0.00	0.00
9,800.00	88.89	89.80	4,395.06	683.10	5,276.97	5,279.32	0.00	0.00	0.00
9,900.00	88.89	89.80	4,397.01	683.46	5,376.95	5,379.30	0.00	0.00	0.00
10,000.00	88.89	89.80	4,398.95	683.81	5,476.93	5,479.28	0.00	0.00	0.00
10,054.08	88.89	89.80	4,400.00	684.00	5,531.00	5,533.35	0.00	0.00	0.00

Design Targets									
Target Name - hit/miss target - Shape	Dip Angle (°)	Dip Dir. (°)	TVD (usft)	+N/-S (usft)	+E/-W (usft)	Northing (usft)	Easting (usft)	Latitude	Longitude
Carr 12-60H SHL1230F\$ - plan hits target cent - Point	0.00 er	0.00	0.00	0.00	0.00	671,726.600	600,857.300	32.8464509	-104.1395251
Carr 12-60H KOP - plan hits target cent - Point	0.00 er	0.00	3,093.46	511.73	-522.56	672,238.330	600,334.740	32.8478601	-104.1412236
Carr 12-60H FTP 1870F - plan misses target of - Point	0.00 center by 0.38	0.00 Busft at 4911	4,300.00 .58usft MD (666.20 4300.06 TVD,	389.50 665.83 N, 389	672,392.800 9.50 E)	601,246.800	32.8482801	-104.1382528
Carr 12-60H PBHL 1870 - plan hits target cent - Point	0.00 er	0.00	4,400.00	684.00	5,531.00	672,410.600	606,388.300	32.8483018	-104.1215107
Carr 12-60H LTP 1870F: - plan misses target of - Point	0.00 center by 0.20	0.00 Ousft at 1005	4,400.00 4.08usft MD	683.80 (4400.00 TVD	5,531.00), 684.00 N, 5	672,410.400 531.00 E)	606,388.300	32.8483012	-104.1215107

1. Geologic Formations

TVD of Target	4,400'
MD at TD	10,054'

Formation	Depth	Lithology	Expected Fluids
Quaternary	0'	Dolomite, other: Caliche	Useable Water
Tansill	510'	Sandstone, Dolomite	None
Yates	615'	Dolomite, Limestone, Shale, Siltstone	None
Seven Rivers	875'	Dolomite, Limestone	Natural Gas, Oil
Queen	1415'	Anhydrite, Dolomite, Sandstone	Natural Gas, Oil
Grayburg	1830'	Anhydrite	Natural Gas, Oil
San Andres	2200'	Dolomite	Natural Gas, Oil
Glorieta	3550'	Dolomite, Siltstone	Natural Gas, Oil
Paddock	3650'	Dolomite, Limestone	Natural Gas, Oil
Blinebry	4025'	Dolomite, Limestone	Natural Gas, Oil
Abo	5665'	Dolomite, Limestone	Natural Gas, Oil

^{*}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
Seven Rivers	12.25	0	1325	9.625	36	J-55	BTC	1.125	1.2	1.4	1.4
N/A	8.75	0	4650	7	32	L-80	BK-HT	1.125	1.2	1.4	1.4
Yeso	8.75	4650	10054	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?	
Is well located in critical Cave/Karst?	N
If yes, are there strings cemented to surface?	

3. Cementing Program

Casing String	Top (ft)	Bottom (ft)	% Excess
Surface (Lead)	0	950	100%
Surface (Tail)	950	1325	100%
Production (Lead)	0	3650	100%
Production (Tail)	3650	10054	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)	136	13.2	1.87	9.92	6:59	Clas C Premium Plus Cement
Production (Lead)	381	11.4	2.42	15.29	N/A	Clas C Premium Plus Cement
Production (Tail)	1218	13.2	1.56	9.81	N/A	Clas C Premium Plus Cement

4. Pressure Control Equipment

Spur Energy Partners LLC variance for flex hose

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	r	✓	70% of working pressure
12.25" Hole	13-5/8"		Blind Ra	am	✓	
12.25 Hole	13-3/8	5M	Pipe Ram		✓	250 psi / 3000 psi
			Double Ram			
			Other*			
		5M	Annula	r	*	70% of working pressure
8.75" Hole	0.75" 11.1		Blind Ra	am	✓	
8./3 Hole	13-5/8"	53.6	Pipe Ram		✓	250: / 2000:
		5M	Double R	lam		250 psi / 3000 psi
			Other*			

Spur Energy Partners LLC will be utilizing a 5M BOP

Condition	Specify what type and where?
BH Pressure at deepest TVD	2037 psi
Abnormal Temperature	No
BH Temperature at deepest TVD	116°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 con	ventional 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 d	days.				
See at	tached schematics.				

5. BOP Break Testing Request

Spur Energy Partners LLC requests permission to adjust the BOP break testing requirements as follows:

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.

De	oth Tyme V		Weight	Vigogity	Water Loss
From (ft)	To (ft)	Туре	(ppg)	Viscosity	water Loss
0	1325	Water-Based Mud	8.6-8.9	32-36	N/C
1325	10054	Water-Based Mud	8.6-8.9	32-36	N/C

What will be used to monitor the loss or gain of fluid?	PVT/PASON/Visual Monitoring
What will be used to monitor the loss of gain of flata.	1 v 1/111bO1v/ v 1bddi tviolittoring

7. Logging and Testing Procedures

Logging, Coring and Testing.								
Yes	Will run GR from TD to	Will run GR from TD to surface (horizontal well – vertical portion 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	Hydrogen 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	of Onshore Oil and Gas Order #6. If Hydrogen Sulfide is encountered, measured values and					
form	formations will be provided to the BLM.					
N	H2S is present					
Y	H2S Plan attached					

Total estimated cuttings volume: 940.9 bbls.

9. Other facets of operation

	Yes/No
Will more than one drilling rig be used for drilling operations? If yes, describe.	Yes
Spur Energy Partners LLC. requests the option to contract a Surface Rig to drill,	
set surface 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, 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.	

Attachments

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

10. Company Personnel

<u>Name</u>	<u>Title</u>	Office Phone	Mobile Phone
Christopher Hollis	D&C Manager	832-930-8629	713-380-7754
Ryan Barber	Senior D&C Engineer	832-930-8502	832-544-9267
Johnny Nabors	EVP Operations	832-930-8502	281-904-8811



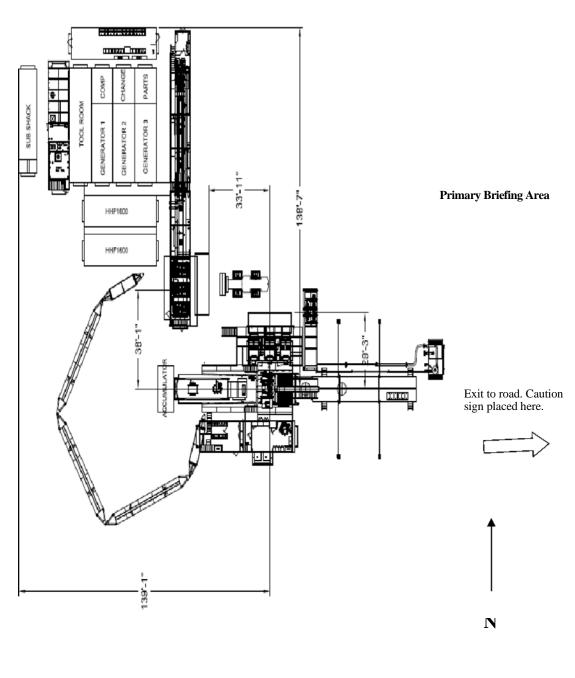
Permian Drilling Hydrogen Sulfide Drilling Operations Plan Carrington 12 State Com Development

Open drill site. No homes or buildings are near the proposed location.

1. Escape

Personnel shall escape upwind of wellbore in the event of an emergency gas release. Escape can take place through the lease road on the Southeast side of the location. Personnel need to move to a safe distance and block the entrance to location. If the primary route is not an option due to the wind direction, then a secondary egress route should be taken.

Secondary Briefing Area





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.
- 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.

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.
 - o 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	Loc	ation	Office Phon	e Cell Phone			
Drilling and Completions Department							
Drilling Manager - Chris Hollis Housto		on	832-930-8629	713-380-7754			
Completions Manager - Theresa Voss	Houst	on	832-930-8614	832-849-8635			
VP of Operations - Seth Ireland	Houst	on	832-930-8527	940-704-6375			
Senior VP of Operations - John Nabors	Houst	on	832-930-8526	281-904-8811			
Executive VP of Operations - Todd Mucha	Houst	on	832-930-8515	281-795-2286			
HES/Environmental a	nd Re	gulatory	Department				
EHS Manager - Braidy Moulder	Artesia	3	575-616-5400	713-264-2517			
Superintendent - Jerry Mathews	Artesia	3	575-616-5400	575-748-5234			
Asst. Superintendent - Kenny Kidd	Artesia	Э	575-616-5400	575-703-5851			
Regulatory Director - Sarah Chapman	Houst	on	832-930-8613	8 281-642-5503			
Regulate	ory Ag	encies					
Bureau of Land Management		Carlsbad 5		575-886-6544			
Bureau of Land Management		Hobbs		575-393-3612			
Bureau of Land Management		Roswell		575-622-5335			
Bureau of Land Management		Santa F	е	505-954-2000			
DOT Judicial Pipelines - Incident Reporting Public Regulation Commission	NM			505-827-3549 505-490-2375			
EPA Hotline		Dallas 2		214-665-6444			
Federal OSHA, Area Office		Lubbock 80		806-472-7681			
National Response Center		Washington, D.C. 80		300-424-8803			
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 575-370-7545After			
New Mexico Oil Conservation Division		Hobbs		575-393-6161			
New Mexico Oil Conservation Division		Santa Fe 5		505-476-3770			
New Mexico OCD Environmental Bureau		Santa Fe		505-827-7152 505-476-3470			
New Mexico Environmental Department		Hobbs		575-827-9329			
NM State Emergency Response Center		Santa F	e	505-476-9600			

Medica	ıl 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
Estar County Shariff's Department	Carlsbad	575-887-7551
Ector County Sheriff's Department	Eunice	575-384-2020
Lea County Sherrif's Department	Hobbs	575-393-2515
Lea County Sherrif's Department		575-395-2515
Lea County Sherrif's Department	Lovington	806-296-2724
Lubbock County Sheriff's Department Midland County Sheriff's Department	Abernathy Midland	432-688-1277
Union County Sheriff's Department	Clayton	575-374-2583
<u> </u>	ement - Police	373-374-2303
Abernathy Police Department	Abernathy	806-298-2545
Artesia City Police	Artesia	575-746-2704
Carlsbad City Police	Carlsbad	575-885-2111
-		575-374-2504
Clayton City Police Eunice City Police	Clayton Eunice	575-394-2112
-	Hobbs	575-394-2112
Hobbs City Police	Suuon	575-397-9265 575-393-2677
Jal City Police	Jal	575-395-2501
Lovington City Police	Lovington	575-396-2811

Midland City Police	Midland	432-685-7113
Odessa City Police	Odessa	432-335-3378
Law Enforceme	ent - FBI	
FBI	Albuquerque	505-224-2000
FBI	Midland	432-570-0255
Law 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
Firefighting and R	escue (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

Ambulance (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 Ambulance 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.

ATTACHMENT 1: SPUR FACILITIES WITH ROE REVIEW

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

ATTACHMENT 1: SPUR FACILITIES WITH ROE REVIEW

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

MORRIS E & F TANK BATTERY

ATTACHMENT 1: SPUR FACILITIES WITH ROE REVIEW

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

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

MUSKEGON SOUTH STATE OIL BATTERY SHERMAN 4 FEE 4H BATTERY

NAVAHO FEDERAL TNK BTY

NELSON 13.23. TNK BATT

SHERMAN 4 FEE 6H BATTERY

SHORTY 2 STATE COM TANK BATTERY

NEWCASTLE 6 FED COM - TANK BATTERY SINCLAIR PARKE (PADDOCK) TNK BTY

SHELBY 23 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

SKELLY 968 BATTERY

SKELLY 973 BATTERY

SKELLY 989 BATTERY

OSAGE BOYD 15 FED 09.12.13.14 TANK BATTERY

OSAGE BOYD YESO TANK BATTERY

SKELLY 989 BATTERY

SKELLY UNIT 907 CTB BATTERY

PAINT 32 FEE OIL BATTERY

SKELLY UNIT 940 BATTERY

SKELLY UNIT 940 BATTERY

PAN CANADIAN A2-B3 TANK BATTERY SOUTH BOYD FED COM OIL TANK BATTERY

PASSION 1 FED PDK 5H TK BATT SOUTH EMPIRE STATE COM 1
PATTON 5 FEE 2H OIL BATTERY SPIKETAIL 5 STATE 2 TANK BATTERY

PATTON 5 FEE 8H OIL BATTERY SPRUCE FEDERAL TNK BTY
PAWNEE STATE TNK BTY STATE B GAS COM NO. 001

PEACEMAKER 25 FEDERAL TANK BATTERY

STATE S-19 YESO (SOUR) TNK BTY

PERE MARQUETTE 18 FEDERAL 1 TANK BATTERY

STONEWALL 9 FEE #1H TBAT

PILUM 15 FEE 2H BATTERY STONEWALL 9 FEE 8H BATTERY

PINTO 36 STATE COM 1H TNK BTY

SUBMARINE 10 FED COM 2H OIL BAT
TAYLOR D TANK BATTEY

PINTO 36 STATE TB TENNECO STATE TNK BTY

POLARIS B 5-10 TANK BTTY

POSEIDON 3 FEDERAL 4 TANK BATTERY

TEX MACK FED

TEX MACK FED

OSEIDON 3 FEDERAL 4 TANK BATTERY TEXACO BE TNK BTY

POSEIDON 3 FEDERAL 05.07.17.18 TANK BATTERY
PUCKETT 13 FEDERAL COM 35H

TEXAS 32 FEE TANK BATTERY
TEXMACK 36 STATE COM #1

PUCKETT 13 FEDERAL TB TH STATE #1

RAGNAR FED COM 25H - BATTERY THO STATE OIL BATTRY

RANDALL FED 3 BATTERY

RED LAKE 32 TANK BATTERY

REDBUD FEDERAL TNK BTY

THORNTAIL 31 FEDERAL 1

THUNDER ROAD FEDERAL OIL BTTY

TUMAK FED 3 BAT

RINCON STATE TANK BATTERY

VEGA 9 FED TANK BATTERY

RJ UNIT NORTH TANK BATTERY VT 36 STATE #1H
RJ UNIT SOUTH TANK BATTERY W D MCINTYRE C 10

RONCO FEDERAL #1 WAUKEE 36 STATE COME CTB
ROSE 02.03.04.05.06 TANK BATTERY WD MCINTYRE C 8-9 TNK BTY

ATTACHMENT 1: SPUR FACILITIES WITH ROE REVIEW

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

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

		<u>151</u>	rective triay 25,	AVAI			
I. Operator: <u>SPUR</u>	ENERGY P	ARTNERS LLC	OGRID:	328947	Dat	e: <u>01</u> /	23 / 2025
II. Type: \(\infty\)Original [☐ Amendment	due to □ 19.15.27.	9.D(6)(a) NMAC	C □ 19.15.27.9.D	(6)(b) NMAC [☐ Other.	
If Other, please describe	e:						
III. Well(s): Provide the be recompleted from a s					wells proposed	to be dri	illed or proposed to
Well Name	API	ULSTR	Footages	Anticipated Oil BBL/D	Anticipated Gas MCF/D		Anticipated Produced Water BBL/D
CARRINGTON 12 STATE COM 10H	30-015-	P-11-17S-28E	1250' FSL 281' FEL	362 BBL/D	648 MCF/D		1627 BBL/D
CARRINGTON 12 STATE COM 11H	30-015-	P-11-17S-28F	1170' FSL 270' FFL	362 BBI /D	648 MCF/D		1627 BBI /D
CARRINGTON 12 STATE COM 20H	30-015-	P-11-17S-28E	1210' FSL 276' FEL	362 BBL/D	648 MCF/D		1627 BBL/D
CARRINGTON 12 STATE COM 60H	30-015-	P-11-17S-28E	1230' FSL 278' FEL	350 BBL/D	678 MCF/D		2011 BBL/D
CARRINGTON 12 STATE COM 61H	30-015-	P-11-17S-28E	1190' FSL 273' FEL	350 BBL/D	678 MCF/D		2011 BBL/D
IV. Central Delivery P V. Anticipated Schedu proposed to be recomple	le: Provide the	following informat	tion for each new				27.9(D)(1) NMAC]
Well Name	API	Spud Date	TD Reached Date	Completion Commencement		al Flow k Date	First Production Date
CARRINGTON 12 STATE COM 10H	30-015-	08/29/2025	09/06/2025	10/17/2025	10/31/2	2025	11/15/2025
CARRINGTON 12 STATE COM 11H	30-015-	09/06/2025	09/14/2025	10/17/2025	10/31/		11/15/2025
CARRINGTON 12 STATE COM 20H	30-015-	09/14/2025	09/22/2025	10/17/2025	10/31/		11/15/2025
CARRINGTON 12 STATE COM 60H	30-015-	09/22/2025	09/30/2025	10/17/2025	10/31		11/15/2025
CARRINGTON 12 STATE COM 61H	30-015-	09/30/2025	10/08/2025	10/17/2025	10/31		11/15/2025
VI. Separation Equipm VII. Operational Prac			_	erator will size sep			otimize gas capture
Subsection A through F			ipuon or the act	ions Operator wil	i take to comp	ny willi t	ine requirements 0

VIII. Best Management Practices: X Attach a complete description of Operator's best management practices to minimize venting

Page 1 of 4

during active and planned maintenance.

Section 2 – Enhanced Plan EFFECTIVE APRIL 1, 2022

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

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

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	Available Maximum Daily Capacity
			Start Date	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 will \square will not have capacity to gather 100% of the anticipated natural gas production volume from the well prior to the date of first production.

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

☐ Attach Operator's plan to manage production in response to the increased line pressure.

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 information for which confidentiality is asserted and the basis for such assertion.

Section 3 - Certifications <u>Effective May 25, 2021</u>

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; 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.



Natural Gas Management Plan – Attachment

VI. Separation equipment will be sized by construction engineering staff based on anticipated daily production to ensure adequate capacity.

VII. Spur Energy Partners LLC ("Spur") will take the following actions to comply with the regulations listed in 19.15.27.8:

- A. Spur will maximize the recovery of natural gas by minimizing waste, as defined by 19.15.2 NMAC, of natural gas through venting and flaring. Spur will ensure that our wells will be connected to a natural gas gathering system with sufficient capacity to transport natural gas.
- B. All drilling operations will be equipped with a rig flare at least 100 feet from the nearest surface hole location. Rig flare will be utilized to combust any natural gas that is brought to surface during normal operations. In the case of emergency, flaring volumes will be reported appropriately.
- C. During completion operations any natural gas brought to surface will be flared. Immediately following completion operations, wells will flow to permanent separation equipment. Produced natural gas from separation equipment will be sent to sales. If natural gas does not meet gathering pipeline specifications, Spur will flare for 60 days or until natural gas meets the pipeline specifications. Spur will ensure flare is properly sized and is equipped with an automatic igniter or continuous pilot. Gas samples will be taken twice per week and natural gas will be routed into a gathering system as soon as the pipeline specifications are met.
- D. Natural gas will not be flared with the exception of 19.15.27.8(D)(1-4). If there is no adequate takeaway for the separator gas, wells will be shut-in until that natural gas gathering system is available with exception of emergency or malfunction situations. Volumes will be reported appropriately.
- E. Spur will comply with performance standards pursuant to 19.15.27.8(E)(1-8). All equipment will be designed and sized to handle maximum pressures to minimize waste. Storage tanks constructed after May 25, 2021 will be equipped with an automatic gauging system that reduces venting of natural gas. Flare stacks installed or replaced after May 25, 2021 will be equipped with an automatic ignitor or continuous pilot. Spur will conduct AVO inspections as described in 19.15.27.8(E)(5)(a) with frequencies specified in 19.15.27.8(E)(5)(b) and (c). All emergencies or malfunctions will be resolved as quickly and safely as possible to minimize waste.
- F. The volume of natural gas that is vented or flared as the result of an emergency or malfunction during drilling and/or completion operations will be estimated and reported accordingly. The volume of natural gas that is vented, flared or beneficially used during production operations, will be measured and reported accordingly. Spur will install equipment to measure the volume of natural gas flared from existing piping or a flowline piped from equipment such as high-pressure separators, heater treaters, or VRUs associated with a well or facility associated with a well authorized by an APD after May 25, 2021 that has an average daily production of less than 60,000 cubic feet of natural gas. If metering is not practicable due to circumstances such as low flow rate or low pressure venting or flaring, Spur will estimate the volume of flared or vented natural gas. Measuring equipment will conform to industry standards and will not be equipped with a manifold



that allows the diversion of natural gas around the metering element except for the sole purpose of inspecting and servicing equipment.

VIII. For maintenance activities involving production equipment and compression, venting be limited to the depressurization of the subject equipment to ensure safe working conditions. For maintenance of production equipment, the associated producing wells will be shut-in to eliminate venting. For maintenance of VRUs, all natural gas normally routed to the VRU will be routed to flare.