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

Phone: (505) 629-6116

Online Phone Directory
<a href="https://www.emnrd.nm.gov/ocd/contact-us">https://www.emnrd.nm.gov/ocd/contact-us</a>

# 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 386775

#### APPLICATION FOR PERMIT TO DRILL, RE-ENTER, DEEPEN, PLUGBACK, OR ADD A ZONE

Operator Name and Address		2. OGRID Number
V-F PETROLEUM INC		24010
P.O. Box 1889		3. API Number
Midland, TX 79702		30-015-56737
4. Property Code	5. Property Name	6. Well No.
330332	Walker 35 34 33 State Com	224H

7. Surface Location

UL - Lot	Section	Township	Range	Lot Idn	Feet From	N/S Line	Feet From	E/W Line	County
С	35	18S	28E	С	233	N	1824	W	Eddy
	-					-		-	

8. Proposed Bottom Hole Location

ı	UL - Lot	Section	Township	Range	Lot Idn	Feet From	N/S Line	Feet From	E/W Line	County
	D	33	18S	28E	D	330	N	100	W	Eddy

#### 9. Pool Information

TRAV	/IS; BONESPRING(O)	97257

#### **Additional Well Information**

11. Work Type	12. Well Type	13. Cable/Rotary	14. Lease Type	15. Ground Level Elevation
New Well	OIL		State	3497
16. Multiple	17. Proposed Depth	18. Formation	19. Contractor	20. Spud Date
N	19705	Bone Spring		6/1/2025
Depth to Ground water		Distance from nearest fresh water well		Distance to nearest surface water

#### ⊠ We will be using a closed-loop system in lieu of lined pits

21. Proposed Casing and Cement Program

			21111000000 0001115	g and comoner regram		
Type	Hole Size	Casing Size	Casing Weight/ft	Setting Depth	Sacks of Cement	Estimated TOC
Surf	17.5	13.375	54.5	500	425	0
Int1	12.25	9.625	40	3500	950	0
Prod	8.75	5.5	20	19705	3000	2500

#### Casing/Cement Program: Additional Comments

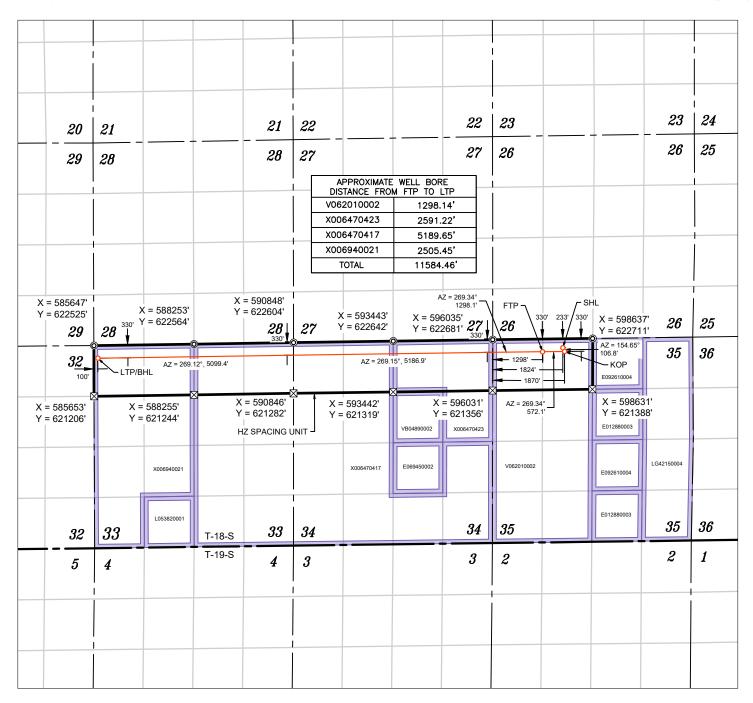
Production Fluid Type will be Cut Brine/OBM; Production casing grade is HCPP-110

22. Proposed Blowout Prevention Program

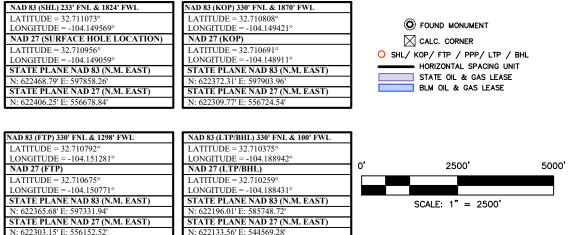
Туре	Working Pressure	Test Pressure	Manufacturer
Annular	3000	3000	TBD
Double Ram	5000	5000	TBD

23. I hereby certify that the information given above is true and complete to the best of my knowledge and belief.  I further certify I have complied with 19.15.14.9 (A) NMAC ☑ and/or 19.15.14.9 (B) NMAC ☑, if applicable.  Signature:				OIL CONSERVATION	ON DIVISION	
			Approved By:	Jeffrey Harrison		
Title:	Regulatory Manager			Petroleum Specialist III		
Email Address: pamo@vfpetroleum.com			Approved Date:	6/12/2025	Expiration Date: 6/12/2027	
Date:	Date: 4/1/2025 Phone: 432-683-3344			Conditions of Approval Attached		

<u>C-10</u>			1				ew Mexico  aral Resources Department  ATION DIVISION			Revised July 9, 2024	
	Electronicall D Permitting		OIL CONSERVA				ON DIVISION				bmittal
		,							Submitta Type:	l	Report
									1,750.	☐ As Drille	d
					WELL LOC	ATIO	ON INFORMATION			<u>'</u>	
API Nu		5-56737	Pool Code	97257		Pool	l Name	RAVIS; BO	NESPRI	NG	
Property	y Code <b>332</b>		Property Na	ame	WALKER:	35 34	4 33 STATE COM			Well Number	er #224H
OGRID		0	Operator Na	ame	V-F P	PETR	ROLEUM INC			Ground Leve	<i>,,</i> ==
Surface	Owner: 🗵 S	State $\square$ Fee $\square$	   Tribal □ Fe	deral			Mineral Owner: X St	tate $\square$ Fee	☐ Tribal ☐	Federal	3491
					Su	rface	Location				
UL	Section	Township	Range	Lot	Ft. from N/S		Ft. from E/W	Latitude		Longitude	County
С	35	18 S	28 E		233' FNL	_	1824' FWL	32.711		104.149569°	EDDY
					Botto	om Ho	ole Location				
UL	Section	Township	Range	Lot	Ft. from N/S		Ft. from E/W	Latitude		Longitude	County
D	33	18 S	28 E		330' FNL	-	100' FWL	32.710	375° -	104.188942°	EDDY
	ed Acres	Infill or Defin	-	1	Well API 3433 State Com 2		Overlapping Spacing U	Jnit (Y/N)	Consolida	tion Code C	
Order Numbers. N/A				Well setbacks are under Common Ownership: ⊠Yes □No							
Kiek Off Po						Point (KOP)					
UL	Section	Township	Range	Lot	Ft. from N/S		Ft. from E/W	Latitude		Longitude	County
С	35	18 S	28 E		330' FNL		1870' FWL	32.710		104.149421°	EDDY
		1.00					Point (FTP)				
UL	Section	Township	Range	Lot	Ft. from N/S		Ft. from E/W	Latitude		Longitude	County
D	35	18 S	28 E		330' FNL	-	1298' FWL	32.710	792°  -	104.151281°	EDDY
	l			1	Last	Take	Point (LTP)		L		
UL	Section	Township	Range	Lot	Ft. from N/S		Ft. from E/W	Latitude		Longitude	County
D	33	18 S	28 E		330' FNL	-	100' FWL	32.710	375°  -	104.188942°	EDDY
	•	•							•		
Unitize	d Area or Ar	ea of Uniform I	nterest	Spacing	Unit Type 🗷 Ho	rizonta	al   Vertical	Grou	nd Floor El	evation: 3497'	
OPER	TOD CED	TIFICATIONS	1			CI	URVEYOR CERTIFI	CATIONS			
I hereby my know	certify that the ledge and belie		nined herein is t is a vertical or t	directional w		I h	hereby certify that the well wrveys made by me or under my belief.	location shown			
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 a working interest or unleased mineral interest, or to a voluntary pooling agreement or a compulsory pooling order heretofore							~ IN LEW	MEXIC			
entered by the division.  If this well is a horizontal well, I further certify that this organization has received the consent of at least one lessee or owner of a working interest or unleased mineral interest								21209			
		get pool or format or obtained a con					1/1/1			Thomas of the state of the stat	C. C
Cou	Wall			01-23-20	)25				n 202	5 ROFESSIO	DNAL SURVI
Signatur	te		Date	=		Sig	gnature and Seal of Profe	essional Surve	eyor		
	Cory Wa	alk				21	1209	JANUAR	Y 16, 20	25	
Printed 1	Name					Ce	ertificate Number	Date of Sur	vey		
	cory@pe	ermitswest.con	n								
Email A	ddress					_[					



WELL NAME: WALKER 35-34-33 STATE COM #224H ELEVATION:  $\overline{3497}$ '



#### **NOTES**

- 1. ALL COORDINATES, BEARINGS, AND DISTANCES CONTAINED HEREIN ARE GRID, BASED UPON THE NEW MEXICO STATE PLANE COORDINATES SYSTEM, NORTH AMERICAN DATUM 83, NEW MEXICO EAST (3001).
- 2. THIS DOCUMENT IS BASED UPON AN ON THE GROUND SURVEY PERFORMED DURING JANUARY, 2025. CERTIFICATION OF THIS DOCUMENT IS ONLY TO THE LOCATION OF THIS EASEMENT IN RELATION TO RECORDED MONUMENT OF DEEDS PROVIDED BY THE CLIENT.
- 3. ELEVATIONS MSL, DERIVED FROM G.N.S.S. OBSERVATION AND DERIVED FROM SAID ON-THE-GROUND SURVEY.

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 Comments

Permit 386775

#### PERMIT COMMENTS

Operator Name and Address:	API Number:
V-F PETROLEUM INC [24010]	30-015-56737
P.O. Box 1889	Well:
Midland, TX 79702	Walker 35 34 33 State Com #224H

Created By	Comment	Comment Date
bwood	Dedicate acreage includes Section 35, Units C & D = 80 acres	4/1/2025

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

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

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

Form APD Conditions

Permit 386775

#### PERMIT CONDITIONS OF APPROVAL

Operator Name and Address:	API Number:		
V-F PETROLEUM INC [24010]	30-015-56737		
P.O. Box 1889	Well:		
Midland, TX 79702	Walker 35 34 33 State Com #224H		

OCD Reviewer	Condition
jeffrey.harrison	Notify the OCD 24 hours prior to casing & cement.
jeffrey.harrison	A [C-103] Sub. Drilling (C-103N) is required within (10) days of spud.
jeffrey.harrison	File As Drilled C-102 and a directional Survey with C-104 completion packet.
	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.
jeffrey.harrison	Cement is required to circulate on both surface and intermediate1 strings of casing.
	Oil base muds are not to be used until fresh water zones are cased and cemented providing isolation from the oil or diesel. This includes synthetic oils. Oil based mud, drilling fluids and solids must be contained in a steel closed loop system.
jeffrey.harrison	If cement does not circulate on any string, a Cement Bond Log (CBL) is required for that string of casing.

FTP Walker State Com 224H

MD 0.0

4827.8 5077.8

6027.8 6277.8

7277.8

8027.8

Inc 0.00 0.00 0.00 0.00 5.00 155.00

5.00 155.00 0.00 0.00

0.00 0.00 0.00 90.00 269.16

90.00 269.16 7751.0

Received by OCD: 4/1/2025 13-24-03-04-04-05
Project Eddy County, NM
Site: Sec 35-1188-R28E
Well: Walker 35-34-33 State Com 224H
Wellbore #1
Plan: Plan #1 (Walker 35-34-33 State Com 224H/Wellbore #1)

0.0

0.0 -9.9

-84.9 -94.8

-94.8

-101.8

4827.8

5077.5

6023.9 6273.6

7273.6 7751.0

WELL DETAILS: Walker 35-34-33 State Com 224H Ground Elevation:: 3497.0 RKB Elevation: 3497+25 @ 3522.0usft Rig Name:

Latittude 32° 42' 39.863 N Longitude 104° 8' 58.449 W 597858.26

DESIGN TARGET DETAILS

0.0

0.0 4.6

39.6 44.2 44.2 -433.2

0.00 2.00

0.00

12.00

TVD +N/-S +E/-W Northing 6846.0 96.5 45.7 622372.31 -plan misses target center by 2.2usft at 6850.2usft MD (6846.0 TVD, 948 N, 44.2 E) 7751.0 -103.1 -526.3 622365.68 Easting 597903.96 32° 42′ 38.908 N Latitude 104° 8′ 57.916 W 597331.94 32° 42′ 38.852 N 104° 9′ 4.611 W FTP Walker State Com 224H 775ī.0 - plan hits target center
LTP/BHL Walker State Com 224H 775ī.0 - plan hits target center -272.8 -12109.5 622196.01 585748.72 32° 42' 37.350 N 104° 11' 20.190 W

> Section Details TVD 0.0 +F/-W **TFace** VSect

0.00

0.00

155.00

0.00 180.00

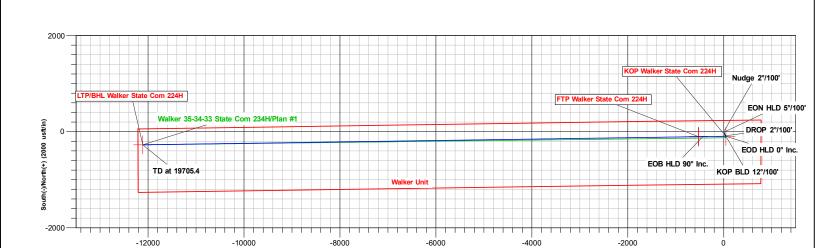
0.00 269.16

0.0

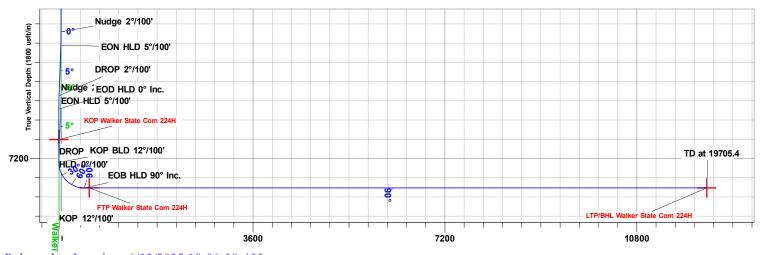
0.0 -4.4 -37.7 -42.1 -42.1

435.4

T G M	Azimuths to Grid Norti True North: -0.10 Magnetic North: 6.89
	Magnetic Field Strength: 47902.8n <sup>-</sup> Dip Angle: 60.38 Date: 12/31/201! Model: IGRF201!



West(-)/East(+) (2000 usft/in)



# V-F Petroleum, Inc.

Eddy County, NM Sec 35-T18S-R28E Walker 35-34-33 State Com 224H

Wellbore #1

Plan: Plan #1

# **Standard Planning Report**

22 January, 2025

#### **Planning Report**

WC365 Database:

Company: V-F Petroleum, Inc. Eddy County, NM Project: Site: Sec 35-T18S-R28E

Well: Walker 35-34-33 State Com 224H

Wellbore: Wellbore #1 Design: Plan #1

Local Co-ordinate Reference:

**TVD Reference:** MD Reference: North Reference:

**Survey Calculation Method:** 

Well Walker 35-34-33 State Com 224H

268.71

3497+25 @ 3522.0usft 3497+25 @ 3522.0usft

Grid

Minimum Curvature

Eddy County, NM **Project** 

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

System Datum:

Mean Sea Level

Site Sec 35-T18S-R28E

Northing: 622,468.79 usft Site Position: 32° 42' 39.863 N Latitude: 597,858.26 usft 104° 8' 58.449 W Map Easting: From: Longitude: 13-3/16 '

**Position Uncertainty:** 0.0 usft Slot Radius:

Well Walker 35-34-33 State Com 224H

**Well Position** +N/-S 0.0 usft Northing: 622,468.79 usft Latitude: 32° 42' 39.863 N 0.0 usft 597,858.26 usft 104° 8' 58.449 W +E/-W Easting: Longitude:

**Position Uncertainty** 0.0 usft Wellhead Elevation: **Ground Level:** 3,497.0 usft usft

**Grid Convergence:** 0.10

Wellbore Wellbore #1 **Model Name** Declination Field Strength Magnetics Sample Date **Dip Angle** (°) (nT) IGRF2015 47,902.81099384 12/31/2019 6.99 60.38

Plan #1 Design Audit Notes: PI AN 0.0 Version: Tie On Depth: Phase: Vertical Section: Depth From (TVD) +N/-S +E/-W Direction (usft) (usft) (usft) (°)

0.0

0.0

**Plan Survey Tool Program** 1/22/2025 Depth From Depth To

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

0.0

1 0.0 19,705.4 Plan #1 (Wellbore #1) MWD

OWSG MWD - Standard

**Plan Sections** Vertical Measured Dogleg Build Turn Depth Inclination Azimuth Depth +N/-S +E/-W Rate Rate Rate **TFO** (usft) (°) (°) (usft) (usft) (usft) (°/100usft) (°/100usft) (°/100usft) Target (°) 0.0 0.00 0.00 0.0 0.0 0.0 0.00 0.00 0.00 0.00 4,827.8 0.00 0.00 4.827.8 0.0 0.0 0.00 0.00 0.00 0.00 5,077.8 5.00 155.00 5,077.5 -99 46 2 00 2 00 0.00 155 00 6,027.8 5.00 155.00 6,023.9 -84.9 39.6 0.00 0.00 0.00 0.00 6,277.8 0.00 0.00 6,273.6 -94.8 44.2 2.00 -2.00 0.00 180.00 7,277.8 0.00 -94.8 44.2 0.00 0.00 7,273.6 0.00 0.00 0.00 8,027.8 90.00 269.16 7,751.0 -101.8 -433.2 12.00 12.00 -12.11 269.16 -272.8 0.00 19,705.4 90.00 269.16 7,751.0 -12 109 5 0.00 0.00 0.00 LTP/BHL Walker State

#### Planning Report

Database: WC365

Company: Project: Site:

V-F Petroleum, Inc. Eddy County, NM Sec 35-T18S-R28E

Well: Walker 35-34-33 State Com 224H

Wellbore: Wellbore #1

Design: Plan #1

Local Co-ordinate Reference:

TVD Reference:
MD Reference:
North Reference:

**Survey Calculation Method:** 

Well Walker 35-34-33 State Com 224H

3497+25 @ 3522.0usft 3497+25 @ 3522.0usft

Grid

Design:	Plan #1								
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)
0.0	0.00	0.00	0.0	0.0	0.0	0.0	0.00	0.00	0.00
100.0	0.00	0.00	100.0	0.0	0.0	0.0	0.00	0.00	0.00
200.0	0.00	0.00	200.0	0.0	0.0	0.0	0.00	0.00	0.00
300.0	0.00	0.00	300.0	0.0	0.0	0.0	0.00	0.00	0.00
400.0	0.00	0.00	400.0	0.0	0.0	0.0	0.00	0.00	0.00
500.0	0.00	0.00	500.0	0.0	0.0	0.0	0.00	0.00	0.00
600.0	0.00	0.00	600.0	0.0	0.0	0.0	0.00	0.00	0.00
700.0	0.00	0.00	700.0	0.0	0.0	0.0	0.00	0.00	0.00
800.0	0.00	0.00	800.0	0.0	0.0	0.0	0.00	0.00	0.00
900.0	0.00	0.00	900.0	0.0	0.0	0.0	0.00	0.00	0.00
1,000.0	0.00	0.00	1,000.0	0.0	0.0	0.0	0.00	0.00	0.00
1,100.0	0.00	0.00	1,100.0	0.0	0.0	0.0	0.00	0.00	0.00
1,200.0	0.00	0.00	1,200.0	0.0	0.0	0.0	0.00	0.00	0.00
1,300.0	0.00	0.00	1,300.0	0.0	0.0	0.0	0.00	0.00	0.00
1,400.0	0.00	0.00	1,400.0	0.0	0.0	0.0	0.00	0.00	0.00
1,500.0	0.00	0.00	1,500.0	0.0	0.0	0.0	0.00	0.00	0.00
1,600.0	0.00	0.00	1,600.0	0.0	0.0	0.0	0.00	0.00	0.00
1,700.0	0.00	0.00	1,700.0	0.0	0.0	0.0	0.00	0.00	0.00
1,800.0	0.00	0.00	1,800.0	0.0	0.0	0.0	0.00	0.00	0.00
1,900.0	0.00	0.00	1,900.0	0.0	0.0	0.0	0.00	0.00	0.00
2,000.0	0.00	0.00	2,000.0	0.0	0.0	0.0	0.00	0.00	0.00
2,100.0	0.00	0.00	2,100.0	0.0	0.0	0.0	0.00	0.00	0.00
2,200.0	0.00	0.00	2,200.0	0.0	0.0	0.0	0.00	0.00	0.00
2,300.0	0.00	0.00	2,300.0	0.0	0.0	0.0	0.00	0.00	0.00
2,400.0	0.00	0.00	2,400.0	0.0	0.0	0.0	0.00	0.00	0.00
2,500.0	0.00	0.00	2,500.0	0.0	0.0	0.0	0.00	0.00	0.00
2,600.0	0.00	0.00	2,600.0	0.0	0.0	0.0	0.00	0.00	0.00
2,700.0	0.00	0.00	2,700.0	0.0	0.0	0.0	0.00	0.00	0.00
2,800.0	0.00	0.00	2,800.0	0.0	0.0	0.0	0.00	0.00	0.00
2,900.0	0.00	0.00	2,900.0	0.0	0.0	0.0	0.00	0.00	0.00
3,000.0	0.00	0.00	3,000.0	0.0	0.0	0.0	0.00	0.00	0.00
3,100.0	0.00	0.00	3,100.0	0.0	0.0	0.0	0.00	0.00	0.00
3,200.0	0.00	0.00	3,200.0	0.0	0.0	0.0	0.00	0.00	0.00
3,300.0	0.00	0.00	3,300.0	0.0	0.0	0.0	0.00	0.00	0.00
3,400.0	0.00	0.00	3,400.0	0.0	0.0	0.0	0.00	0.00	0.00
3,500.0	0.00	0.00	3,500.0	0.0	0.0	0.0	0.00	0.00	0.00
3,600.0	0.00	0.00	3,600.0	0.0	0.0	0.0	0.00	0.00	0.00
3,700.0	0.00	0.00	3,700.0	0.0	0.0	0.0	0.00	0.00	0.00
3,800.0	0.00	0.00	3,800.0	0.0	0.0	0.0	0.00	0.00	0.00
3,900.0	0.00	0.00	3,900.0	0.0	0.0	0.0	0.00	0.00	0.00
4,000.0	0.00	0.00	4,000.0	0.0	0.0	0.0	0.00	0.00	0.00
4,100.0	0.00	0.00	4,100.0	0.0	0.0	0.0	0.00	0.00	0.00
4,200.0	0.00	0.00	4,200.0	0.0	0.0	0.0	0.00	0.00	0.00
4,300.0	0.00	0.00	4,300.0	0.0	0.0	0.0	0.00	0.00	0.00
4,400.0	0.00	0.00	4,400.0	0.0	0.0	0.0	0.00	0.00	0.00
4,500.0	0.00	0.00	4,500.0	0.0	0.0	0.0	0.00	0.00	0.00
4,600.0	0.00	0.00	4,600.0	0.0	0.0	0.0	0.00	0.00	0.00
4,700.0 4,800.0	0.00 0.00	0.00 0.00	4,700.0 4,800.0	0.0 0.0	0.0 0.0	0.0 0.0	0.00 0.00	0.00 0.00	0.00 0.00
4,800.0 4,827.8	0.00	0.00	4,800.0 4,827.8	0.0	0.0	0.0	0.00	0.00	0.00
4,900.0	1.44	155.00	4,900.0	-0.8	0.4	-0.4	2.00	2.00	0.00
5,000.0	3.44	155.00	4,999.9	-4.7	2.2	-2.1	2.00	2.00	0.00
5,077.8	5.00	155.00	5,077.5	-9.9	4.6	-4.4	2.00	2.00	0.00
5,100.0	5.00	155.00	5,099.6	-11.6	5.4	-5.2	0.00	0.00	0.00

#### **Planning Report**

Database: WC365

Site:

Company: V-F Petroleum, Inc.
Project: Eddy County, NM

Well: Walker 35-34-33 State Com 224H

Sec 35-T18S-R28E

Wellbore: Wellbore #1

Design: Plan #1

Local Co-ordinate Reference:

TVD Reference: MD Reference: North Reference:

Survey Calculation Method:

Well Walker 35-34-33 State Com 224H

3497+25 @ 3522.0usft 3497+25 @ 3522.0usft

Grid

Design:	Plan #1								
Planned Survey									
r iaimoa oarvoy									
Measured			Vertical			Vertical	Dogleg	Build	Turn
Depth	Inclination	Azimuth	Depth	+N/-S	+E/-W	Section	Rate	Rate	Rate
(usft)	(°)	(°)	(usft)	(usft)	(usft)	(usft)	(°/100usft)	(°/100usft)	(°/100usft)
5,200.0	5.00	155.00	5,199.2	-19.5	9.1	-8.7	0.00	0.00	0.00
5,300.0	5.00 5.00	155.00 155.00	5,298.8 5,398.5	-27.4 -35.3	12.8	-12.2 -15.7	0.00	0.00 0.00	0.00
5,400.0 5,500.0	5.00	155.00	5,396.5 5,498.1	-33.3 -43.2	16.5 20.2	-15.7 -19.2	0.00 0.00	0.00	0.00 0.00
5,600.0	5.00	155.00	5,597.7	-51.1	23.8	-22.7	0.00	0.00	0.00
5,700.0	5.00	155.00	5,697.3	-59.0	27.5	-26.2	0.00	0.00	0.00
5,800.0	5.00			-66.9	31.2	-29.7		0.00	0.00
5,900.0	5.00	155.00 155.00	5,796.9 5,896.6	-00.9 -74.8	34.9	-29.7 -33.2	0.00 0.00	0.00	0.00
6,000.0	5.00	155.00	5,996.2	-74.0 -82.7	38.6	-36.7	0.00	0.00	0.00
6,027.8	5.00	155.00	6,023.9	-84.9	39.6	-37.7	0.00	0.00	0.00
6,100.0	3.56	155.00	6,095.9	-89.8	41.9	-39.8	2.00	-2.00	0.00
		155.00		-93.8		-41.6			
6,200.0 6,277.8	1.56 0.00	0.00	6,195.8 6,273.6	-93.8 -94.8	43.8 44.2	-41.6 -42.1	2.00 2.00	-2.00 -2.00	0.00 0.00
6,300.0	0.00	0.00	6,275.8	-94.6 -94.8	44.2 44.2	-42.1 -42.1	0.00	0.00	0.00
6,400.0	0.00	0.00	6,395.8	-94.8 -94.8	44.2	-42.1 -42.1	0.00	0.00	0.00
6,500.0	0.00	0.00	6,495.8	-94.8	44.2	-42.1	0.00	0.00	0.00
6,600.0 6,700.0	0.00 0.00	0.00 0.00	6,595.8 6,695.8	-94.8 -94.8	44.2 44.2	-42.1 -42.1	0.00 0.00	0.00 0.00	0.00 0.00
6,800.0	0.00	0.00	6,795.8	-94.6 -94.8	44.2 44.2	-42.1 -42.1	0.00	0.00	0.00
6,900.0	0.00	0.00	6,895.8	-94.8	44.2	-42.1 -42.1	0.00	0.00	0.00
7,000.0	0.00	0.00	6,995.8	-94.8	44.2	-42.1	0.00	0.00	0.00
7,100.0	0.00	0.00	7,095.8	-94.8	44.2	-42.1	0.00	0.00	0.00
7,200.0 7,277.8	0.00	0.00 0.00	7,195.8 7,273.6	-94.8	44.2 44.2	-42.1 -42.1	0.00	0.00 0.00	0.00
7,300.0	0.00 2.66	269.16	7,273.6 7,295.7	-94.8 -94.8	44.2	-42.1 -41.5	0.00 12.00	12.00	0.00 0.00
7,325.0	5.66	269.16	7,320.7	-94.8	41.9	-39.7	12.00	12.00	0.00
7,350.0	8.66	269.16	7,345.5	-94.9	38.8	-36.6	12.00	12.00	0.00
7,375.0	11.66	269.16	7,370.1	-94.9 05.0	34.3	-32.2	12.00	12.00	0.00 0.00
7,400.0 7,425.0	14.66 17.66	269.16 269.16	7,394.4 7,418.4	-95.0 -95.1	28.7 21.7	-26.5 -19.5	12.00 12.00	12.00 12.00	0.00
7,450.0	20.66	269.16	7,410.4	-95.1 -95.3	13.5	-19.3	12.00	12.00	0.00
7,475.0	23.66	269.16	7,465.2	-95.4	4.1	-1.9	12.00	12.00	0.00
7,500.0	26.66	269.16	7,487.8	-95.5	-6.6	8.7	12.00	12.00	0.00
7,525.0 7,550.0	29.66 32.66	269.16 269.16	7,509.9 7,531.2	-95.7 -95.9	-18.4 -31.3	20.5 33.4	12.00 12.00	12.00 12.00	0.00 0.00
7,575.0	35.66	269.16	7,551.2 7,551.9	-95.9 -96.1	-31.3 -45.3	47.5	12.00	12.00	0.00
7,600.0	38.66	269.16	7,571.8	-96.3	-60.4	62.6 79.7	12.00	12.00	0.00
7,625.0 7,650.0	41.66 44.66	269.16 269.16	7,591.0 7,609.2	-96.6 -96.8	-76.6 -93.7	78.7 95.8	12.00 12.00	12.00 12.00	0.00 0.00
7,675.0	47.66	269.16	7,609.2 7,626.5	-96.6 -97.1	-93.7 -111.7	95.6 113.8	12.00	12.00	0.00
7,700.0	50.66	269.16	7,642.8	-97.1 -97.4	-130.6	132.8	12.00	12.00	0.00
7,725.0	53.66	269.16	7,658.2	-97.6	-150.3	152.5	12.00	12.00	0.00
7,750.0 7,775.0	56.66 59.66	269.16 269.16	7,672.5 7,685.6	-97.9 -98.3	-170.8 -192.1	173.0 194.2	12.00 12.00	12.00 12.00	0.00 0.00
7,775.0	62.66	269.16	7,665.6 7,697.7	-96.5 -98.6	-192.1	216.1	12.00	12.00	0.00
7,800.0	65.66	269.16	7,708.6	-98.9	-214.0	238.6	12.00	12.00	0.00
7,850.0	68.66	269.16	7,718.3	-99.2	-259.5	261.7	12.00	12.00	0.00
7,875.0 7,900.0	71.66	269.16	7,726.8	-99.6	-283.0	285.2	12.00	12.00	0.00
7,900.0	74.66 77.66	269.16 269.16	7,734.0 7,740.0	-99.9 -100.3	-306.9 -331.2	309.1 333.4	12.00 12.00	12.00 12.00	0.00 0.00
7,950.0	80.66	269.16	7,740.0	-100.3	-355.8	357.9	12.00	12.00	0.00
7,975.0	83.66	269.16	7,748.1	-101.0	-380.5	382.7	12.00	12.00	0.00
8,000.0	86.66	269.16	7,750.2	-101.4	-405.4	407.6	12.00	12.00	0.00

#### **Planning Report**

Database: WC365

 Company:
 V-F Petroleum, Inc.

 Project:
 Eddy County, NM

 Site:
 Sec 35-T18S-R28E

Well: Walker 35-34-33 State Com 224H

Wellbore: Wellbore #1

Design: Plan #1

Local Co-ordinate Reference:

TVD Reference:
MD Reference:
North Reference:

Survey Calculation Method:

Well Walker 35-34-33 State Com 224H

3497+25 @ 3522.0usft 3497+25 @ 3522.0usft

Grid

esign:	Plan #1								
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)
8,025.0	89.66	269.16	7,751.0	-101.8	-430.4	432.6	12.00	12.00	0.00
8,027.8	90.00	269.16	7,751.0	-101.8	-433.2	435.4	12.00	12.00	0.00
8,100.0	90.00	269.16	7,751.0	-102.8	-505.4	507.6	0.00	0.00	0.00
8,200.0	90.00	269.16	7,751.0	-104.3	-605.4	607.6	0.00	0.00	0.00
8,300.0	90.00	269.16	7,751.0	-105.8	-705.4	707.6	0.00	0.00	0.00
8,400.0	90.00	269.16	7,751.0	-107.2	-805.4	807.6	0.00	0.00	0.00
8,500.0	90.00	269.16	7,751.0	-108.7	-905.4	907.6	0.00	0.00	0.00
8,600.0	90.00	269.16	7,751.0	-110.2	-1,005.3	1,007.6	0.00	0.00	0.00
8,700.0	90.00	269.16	7,751.0	-111.6	-1,105.3	1,107.6	0.00	0.00	0.00
8,800.0	90.00	269.16	7,751.0	-113.1	-1,205.3	1,207.6	0.00	0.00	0.00
8,900.0	90.00	269.16	7,751.0	-114.6	-1,305.3	1,307.6	0.00	0.00	0.00
9,000.0	90.00	269.16	7,751.0	-116.0	-1,405.3	1,407.6	0.00	0.00	0.00
9,100.0	90.00	269.16	7,751.0	-117.5	-1,505.3	1,507.6	0.00	0.00	0.00
9,200.0	90.00	269.16	7,751.0	-119.0	-1,605.3	1,607.6	0.00	0.00	0.00
9,300.0	90.00	269.16	7,751.0	-120.4	-1,705.3	1,707.6	0.00	0.00	0.00
9,400.0	90.00	269.16	7,751.0	-121.9	-1,805.3	1,807.5	0.00	0.00	0.00
9,500.0	90.00	269.16	7,751.0	-123.3	-1,905.2	1,907.5	0.00	0.00	0.00
9,600.0	90.00	269.16	7,751.0	-124.8	-2,005.2	2,007.5	0.00	0.00	0.00
9,700.0	90.00	269.16	7,751.0	-126.3	-2,105.2	2,107.5	0.00	0.00	0.00
9,800.0	90.00	269.16	7,751.0	-127.7	-2,205.2	2,207.5	0.00	0.00	0.00
9,900.0 10,000.0	90.00 90.00	269.16 269.16	7,751.0 7,751.0	-129.2 -130.7	-2,305.2	2,307.5 2,407.5	0.00	0.00 0.00	0.00
10,000.0	90.00	269.16	7,751.0 7,751.0	-130. <i>1</i> -132.1	-2,405.2 -2,505.2	2,407.5	0.00 0.00	0.00	0.00 0.00
10, 100.0			7,751.0	-132.1	-2,505.2	2,507.5			
10,200.0	90.00	269.16	7,751.0	-133.6	-2,605.2	2,607.5	0.00	0.00	0.00
10,300.0	90.00	269.16	7,751.0	-135.1	-2,705.2	2,707.5	0.00	0.00	0.00
10,400.0	90.00	269.16	7,751.0	-136.5	-2,805.2	2,807.5	0.00	0.00	0.00
10,500.0	90.00	269.16	7,751.0	-138.0	-2,905.1	2,907.5	0.00	0.00	0.00
10,600.0	90.00	269.16	7,751.0	-139.5	-3,005.1	3,007.5	0.00	0.00	0.00
10,700.0	90.00	269.16	7,751.0	-140.9	-3,105.1	3,107.5	0.00	0.00	0.00
10,800.0	90.00	269.16	7,751.0	-142.4	-3,205.1	3,207.5	0.00	0.00	0.00
10,900.0	90.00	269.16	7,751.0	-143.8	-3,305.1	3,307.5	0.00	0.00	0.00
11,000.0	90.00	269.16	7,751.0	-145.3	-3,405.1	3,407.5	0.00	0.00	0.00
11,100.0	90.00	269.16	7,751.0	-146.8	-3,505.1	3,507.5	0.00	0.00	0.00
11,200.0	90.00	269.16	7,751.0	-148.2	-3,605.1	3,607.5	0.00	0.00	0.00
11,300.0	90.00	269.16	7,751.0	-149.7	-3,705.1	3,707.5	0.00	0.00	0.00
11,400.0	90.00	269.16	7,751.0	-151.2	-3,805.0	3,807.5	0.00	0.00	0.00
11,500.0	90.00	269.16	7,751.0	-152.6	-3,905.0	3,907.5	0.00	0.00	0.00
11,600.0	90.00	269.16	7,751.0	-154.1	-4,005.0	4,007.5	0.00	0.00	0.00
11,700.0	90.00	269.16	7,751.0	-155.6	-4,105.0	4,107.5	0.00	0.00	0.00
11,800.0	90.00	269.16	7,751.0	-157.0	-4,205.0	4,207.5	0.00	0.00	0.00
11,900.0	90.00	269.16	7,751.0	-158.5	-4,305.0	4,307.5	0.00	0.00	0.00
12,000.0	90.00	269.16	7,751.0	-160.0	-4,405.0	4,407.5	0.00	0.00	0.00
12,100.0	90.00	269.16	7,751.0	-161.4	-4,505.0	4,507.5	0.00	0.00	0.00
	90.00		7,751.0						0.00
12,200.0 12,300.0	90.00	269.16 269.16	7,751.0 7,751.0	-162.9 -164.3	-4,605.0 -4,704.9	4,607.5 4,707.5	0.00 0.00	0.00 0.00	0.00
12,400.0	90.00	269.16	7,751.0	-104.3 -165.8	-4,704.9 -4,804.9	4,707.5	0.00	0.00	0.00
12,500.0	90.00	269.16	7,751.0	-167.3	-4,904.9	4,807.5	0.00	0.00	0.00
12,600.0	90.00	269.16	7,751.0	-167.3	-5,004.9	5,007.4	0.00	0.00	0.00
12,700.0	90.00	269.16	7,751.0	-170.2	-5,104.9	5,107.4	0.00	0.00	0.00
12,800.0	90.00	269.16	7,751.0	-171.7	-5,204.9	5,207.4	0.00	0.00	0.00
12,900.0	90.00	269.16	7,751.0	-173.1	-5,304.9	5,307.4	0.00	0.00	0.00
13,000.0	90.00	269.16	7,751.0	-174.6	-5,404.9 5,504.0	5,407.4 5,507.4	0.00	0.00	0.00
13,100.0	90.00	269.16	7,751.0	-176.1	-5,504.9	5,507.4	0.00	0.00	0.00

#### **Planning Report**

WC365 Database:

Site:

Company: V-F Petroleum, Inc. Project: Eddy County, NM Sec 35-T18S-R28E

Well: Walker 35-34-33 State Com 224H

Wellbore: Wellbore #1 Design: Plan #1

Local Co-ordinate Reference:

TVD Reference: MD Reference: North Reference:

Survey Calculation Method:

Well Walker 35-34-33 State Com 224H

3497+25 @ 3522.0usft 3497+25 @ 3522.0usft

Grid

Design:	Plan #1								
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)
13,200.0	90.00	269.16	7,751.0	-177.5	-5,604.9	5,607.4	0.00	0.00	0.00
13,300.0	90.00	269.16	7,751.0	-179.0	-5,704.8	5,707.4	0.00	0.00	0.00
13,400.0	90.00	269.16	7,751.0	-180.5	-5,804.8	5,807.4	0.00	0.00	0.00
13,500.0	90.00	269.16	7,751.0	-181.9	-5,904.8	5,907.4	0.00	0.00	0.00
13,600.0	90.00	269.16	7,751.0	-183.4	-6,004.8	6,007.4	0.00	0.00	0.00
13.700.0	90.00	269.16	7,751.0	-184.8	-6,104.8	6,107.4	0.00	0.00	0.00
13,800.0	90.00	269.16	7,751.0	-186.3	-6,204.8	6,207.4	0.00	0.00	0.00
13,900.0	90.00	269.16	7,751.0	-187.8	-6,304.8	6,307.4	0.00	0.00	0.00
14,000.0	90.00	269.16	7,751.0	-189.2	-6,404.8	6,407.4	0.00	0.00	0.00
14,100.0	90.00	269.16	7,751.0	-190.7	-6,504.8	6,507.4	0.00	0.00	0.00
14,200.0	90.00	269.16	7,751.0	-192.2	-6,604.7	6,607.4	0.00	0.00	0.00
14,300.0	90.00	269.16	7,751.0	-192.2	-6,704.7	6,707.4	0.00	0.00	0.00
14,400.0	90.00	269.16	7,751.0	-195.1	-6,804.7	6,807.4	0.00	0.00	0.00
14,500.0	90.00	269.16	7,751.0	-196.6	-6,904.7	6,907.4	0.00	0.00	0.00
14,600.0	90.00	269.16	7,751.0	-198.0	-7,004.7	7,007.4	0.00	0.00	0.00
14,700.0	90.00	269.16	7,751.0	-199.5	-7,104.7	7,107.4	0.00	0.00	0.00
14,800.0	90.00	269.16	7,751.0	-201.0	-7,204.7	7,207.4	0.00	0.00	0.00
14,900.0	90.00	269.16	7,751.0 7.751.0	-202.4	-7,304.7	7,307.4 7,407.4	0.00	0.00	0.00
15,000.0 15,100.0	90.00 90.00	269.16 269.16	7,751.0 7,751.0	-203.9 -205.3	-7,404.7 -7,504.6	7,407.4 7,507.4	0.00 0.00	0.00 0.00	0.00 0.00
·									
15,200.0	90.00	269.16	7,751.0	-206.8	-7,604.6	7,607.4	0.00	0.00	0.00
15,300.0	90.00	269.16	7,751.0	-208.3	-7,704.6	7,707.4	0.00	0.00	0.00
15,400.0	90.00	269.16	7,751.0	-209.7	-7,804.6	7,807.4	0.00	0.00	0.00
15,500.0	90.00	269.16	7,751.0	-211.2	-7,904.6	7,907.4	0.00	0.00	0.00
15,600.0	90.00	269.16	7,751.0	-212.7	-8,004.6	8,007.4	0.00	0.00	0.00
15,700.0	90.00	269.16	7,751.0	-214.1	-8,104.6	8,107.4	0.00	0.00	0.00
15,800.0	90.00	269.16	7,751.0	-215.6	-8,204.6	8,207.3	0.00	0.00	0.00
15,900.0	90.00	269.16	7,751.0	-217.1	-8,304.6	8,307.3	0.00	0.00	0.00
16,000.0	90.00	269.16	7,751.0	-218.5	-8,404.6	8,407.3	0.00	0.00	0.00
16,100.0	90.00	269.16	7,751.0	-220.0	-8,504.5	8,507.3	0.00	0.00	0.00
16,200.0	90.00	269.16	7,751.0	-221.5	-8,604.5	8,607.3	0.00	0.00	0.00
16,300.0	90.00	269.16	7,751.0	-222.9	-8,704.5	8,707.3	0.00	0.00	0.00
16,400.0	90.00	269.16	7,751.0	-224.4	-8,804.5	8,807.3	0.00	0.00	0.00
16,500.0	90.00	269.16	7,751.0	-225.8	-8,904.5	8,907.3	0.00	0.00	0.00
16,600.0	90.00	269.16	7,751.0	-227.3	-9,004.5	9,007.3	0.00	0.00	0.00
16,700.0	90.00	269.16	7,751.0	-228.8	-9,104.5	9,107.3	0.00	0.00	0.00
16,800.0	90.00	269.16	7,751.0	-230.2	-9,204.5	9,207.3	0.00	0.00	0.00
16,900.0	90.00	269.16	7,751.0	-231.7	-9,304.5	9,307.3	0.00	0.00	0.00
17,000.0	90.00	269.16	7,751.0	-233.2	-9,404.4	9,407.3	0.00	0.00	0.00
17,100.0	90.00	269.16	7,751.0	-234.6	-9,504.4	9,507.3	0.00	0.00	0.00
17,200.0	90.00	269.16	7,751.0	-236.1	-9,604.4	9,607.3	0.00	0.00	0.00
17,300.0	90.00	269.16	7,751.0	-237.6	-9,704.4	9,707.3	0.00	0.00	0.00
17,400.0	90.00	269.16	7,751.0	-239.0	-9,804.4	9,807.3	0.00	0.00	0.00
17,500.0	90.00	269.16	7,751.0	-240.5	-9,904.4	9,907.3	0.00	0.00	0.00
17,600.0	90.00	269.16	7,751.0	-242.0	-10,004.4	10,007.3	0.00	0.00	0.00
17,700.0	90.00	269.16	7,751.0	-243.4	-10,104.4	10,107.3	0.00	0.00	0.00
17,800.0	90.00	269.16	7,751.0	-244.9	-10,204.4	10,207.3	0.00	0.00	0.00
17,900.0	90.00	269.16	7,751.0	-246.3	-10,304.3	10,307.3	0.00	0.00	0.00
18,000.0	90.00	269.16	7,751.0	-247.8	-10,404.3	10,407.3	0.00	0.00	0.00
18,100.0	90.00	269.16	7,751.0	-249.3	-10,504.3	10,507.3	0.00	0.00	0.00
18,200.0	90.00	269.16	7,751.0	-250.7	-10,604.3	10,607.3	0.00	0.00	0.00
18,300.0	90.00	269.16	7,751.0	-252.2	-10,704.3	10,707.3	0.00	0.00	0.00
18,400.0	90.00	269.16	7,751.0	-253.7	-10,804.3	10,807.3	0.00	0.00	0.00
18,500.0	90.00	269.16	7,751.0	-255.1	-10,904.3	10,907.3	0.00	0.00	0.00
• • • • • • • • • • • • • • • • • • • •									

#### **Planning Report**

Database: WC365

 Company:
 V-F Petroleum, Inc.

 Project:
 Eddy County, NM

 Site:
 Sec 35-T18S-R28E

Well: Walker 35-34-33 State Com 224H

Wellbore: Wellbore #1
Design: Plan #1

Local Co-ordinate Reference:

TVD Reference:
MD Reference:
North Reference:

Survey Calculation Method:

Well Walker 35-34-33 State Com 224H

3497+25 @ 3522.0usft 3497+25 @ 3522.0usft

Grid

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)
18,600.0	90.00	269.16	7,751.0	-256.6	-11,004.3	11,007.3	0.00	0.00	0.00
18,700.0 18,800.0 18,900.0	90.00 90.00 90.00	269.16 269.16 269.16	7,751.0 7,751.0 7,751.0	-258.1 -259.5 -261.0	-11,104.3 -11,204.3 -11,304.2	11,107.3 11,207.3 11,307.3	0.00 0.00 0.00	0.00 0.00 0.00	0.00 0.00 0.00
19,000.0 19,100.0	90.00 90.00	269.16 269.16	7,751.0 7,751.0	-262.5 -263.9	-11,404.2 -11,504.2	11,407.2 11,507.2	0.00 0.00	0.00 0.00	0.00 0.00
19,200.0 19,300.0 19,400.0	90.00 90.00 90.00	269.16 269.16 269.16	7,751.0 7,751.0 7,751.0	-265.4 -266.8 -268.3	-11,604.2 -11,704.2 -11,804.2	11,607.2 11,707.2 11,807.2	0.00 0.00 0.00	0.00 0.00 0.00	0.00 0.00 0.00
19,500.0 19,600.0	90.00 90.00	269.16 269.16	7,751.0 7,751.0 7,751.0	-269.8 -271.2	-11,904.2 -12,004.2	11,907.2 12,007.2	0.00 0.00	0.00 0.00	0.00 0.00
19,705.4	90.00	269.16	7,751.0	-272.8	-12,109.5	12,112.6	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
KOP Walker State Com - plan misses target - Point	0.00 center by 2.20	0.00 usft at 6850.2	6,846.0 2usft MD (68-	-96.5 46.0 TVD, -94	45.7 .8 N, 44.2 E)	622,372.31	597,903.96	32° 42′ 38.908 N	104° 8' 57.916 W
LTP/BHL Walker State C - plan hits target cer - Point		0.00	7,751.0	-272.8	-12,109.5	622,196.01	585,748.72	32° 42' 37.350 N	104° 11' 20.190 W
FTP Walker State Com 2 - plan hits target cer - Point	0.00 ter	0.00	7,751.0	-103.1	-526.3	622,365.68	597,331.94	32° 42' 38.852 N	104° 9' 4.611 W

Plan Annotat	ions				
	Measured	Vertical	Local Coor	dinates	
	Depth (usft)	Depth (usft)	+N/-S (usft)	+E/-W (usft)	Comment
	4,827.8	4,827.8	0.0	0.0	Nudge 2°/100'
	5,077.8	5,077.5	-9.9	4.6	EON HLD 5°/100'
	6,027.8	6,023.9	-84.9	39.6	DROP 2°/100'
	6,277.8	6,273.6	-94.8	44.2	EOD HLD 0° Inc.
	7,277.8	7,273.6	-94.8	44.2	KOP BLD 12°/100'
	8,027.8	7,751.0	-101.8	-433.2	EOB HLD 90° Inc.
	19,705.4	7,751.0	-272.8	-12,109.5	TD at 19705.4

## 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: V – F Pe	troleum Inc. (	OGRID:24010		<b>Date:</b> 08/18/2	l			
II. Type: ⊠ Original If Other, please describ	e:							
III. Well(s): Provide the recompleted from a	ne following in single well pad	formation for each n or connected to a co	ew or recomple entral delivery p	eted well or set of vooint.	wells pr	oposed to	be dri	lled or proposed to
Well Name	API	ULSTR	Footages	Anticipated Oil BBL/D		cipated MCF/D	Pı	Anticipated roduced Water BBL/D
Walker 35-34-33 State Com 224H		C-35-18S-28E	223 FNL; 1824 FWL	600		1,000		1850
Walker 35-34-33 State Com 234H		D-35-18S-28E	263 FNL; 1824 FWL	400	2	2,000		3,000
IV. Central Delivery  V. Anticipated Sched proposed to be recomp	ule: Provide the	e following informat	ion for each nev	w or recompleted w				D)(1) NMAC] used to be drilled or
Well Name	API	Spud Date	TD Reached Date	Completion Commencement		Initial I Back I		First Production Date
Walker 35-34-33 State Com 224H		06/01/2025	06/18/2025	08/15/2025	08/15/2025 09/2			09/25/2025
Walker 35-34-33 State Com 234H		06/23/2021	07/31/2025	08/15/2025		09/20/2	2022	09/25/2025
VI. Separation Equip	ment: ⊠ Attac	h a complete descrip	otion of how Op	erator will size sep	aration	equipmen	nt to op	otimize gas capture.

VII. Operational Practices: 

Attach a complete description of the actions Operator will take to comply with the requirements of

VIII. Best Management Practices: 

Attach a complete description of Operator's best management practices to minimize venting

Page 1 of 5

during active and planned maintenance.

Subsection A through F of 19.15.27.8 NMAC.

### 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	Well API		Anticipated Volume of Natural Gas for the First Year MCF		

#### X. Natural Gas Gathering System (NGGS):

Operator	System	ULSTR of Tie-in	Anticipated Gathering Start Date	Available Maximum Daily Capacity of System Segment Tie-in

- **XI.** Map.  $\square$  Attach an accurate and legible map depicting the location of the well(s), the anticipated pipeline route(s) connecting the production operations to the existing or planned interconnect of the natural gas gathering system(s), and the maximum daily capacity of the segment or portion of the natural gas gathering system(s) to which the well(s) will be connected.
- XII. Line Capacity. The natural gas gathering system  $\square$  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 □ does □ 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 Effective May 25, 2021

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

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

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

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

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

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

### **Section 4 - Notices**

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

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

Signature: Bill Pin
Printed Name: Bill Pierce
Title: Operations Manager
E-mail Address: bill@vfpetroleum.com
Date: January 21, 2025
Phone: 432 683-3344
OIL CONSERVATION DIVISION  (Only applicable when submitted as a standalone form)
Approved By:
дриочеству.
Title:
Approval Date:
Conditions of Approval:

## V-F Petroleum Inc. Natural Gas Management Plan

- VI. Separation equipment will be sized by construction engineering staff based on stated manufacturer daily throughput capacities and anticipated daily production rates to ensure adequate capacity. Closed vent system piping, compression needs, and VRUs will be sized utilizing ProMax modeling software to ensure adequate capacity for anticipated production volumes and conditions.
- VII. V F Petroleum will take the following actions to comply with the regulations listed in 19.15.27.8:
  - A. V F Petroleum will maximize the recovery of natural gas by minimizing the waste, as defined by 19.15.2 NMAC, of natural gas through venting and flaring. V F Petroleum will ensure that well(s) 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 located at least 100' from the nearest surface hole. Rig flare will be utilized to combust any natural gas that is brought to surface during normal drilling operations. In the case of emergency venting or flaring the volumes will be estimated and reported appropriately.
  - C. During completion operations any natural gas brought to surface will be flared. Immediately following the finish of completion operations, all well flowback will be directed to permanent separation equipment. Produced natural gas from separation equipment will be sent to sales. It is not anticipated that gas will not meet pipeline standards. However, if natural gas does not meet gathering pipeline quality specifications, V F Petroleum will flare the natural gas for 60 days or until the natural gas meets the pipeline quality specifications, whichever is sooner. V F Petroleum will ensure that the flare is sized properly and is equipped with automatic igniter or continuous pilot. The gas sample will be analyzed twice per week and the gas will be routed into a gathering system as soon as pipeline specifications are met.
  - D. Natural gas will not be flared with the exceptions and provisions listed in the 19.15.27.8 D.(I) through (4). If there is no adequate takeaway for the separator gas, well(s) will be shut in until the natural gas gathering system is available with exception of emergency or malfunction situations. Venting and/or flaring volumes will be estimated and reported appropriately.
  - E. V F Petroleum will comply with the performance standards requirements and provisions listed in 19.15.27.8 (l) through (8). All equipment will be designed and sized to handle maximum anticipated pressures and throughputs to minimize the waste. Production storage tanks constructed after May 25, 2021, will be equipped with automatic gauging system. Flares constructed after May 25, 2021, will be equipped with automatic igniter or continuous pilot. Flares will be located at least 100' from the well and storage tanks unless otherwise approved by the division. V F Petroleum 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 will be resolved as quickly and safely as feasible to minimize waste.
  - F. The volume of natural gas that is vented or flared as the result of malfunction or emergency during drilling and completions operations will be estimated. The volume of natural gas that is vented, flared, or beneficially used during production operations, will be measured, or estimated. V F Petroleum will install equipment to measure same when available.

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