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

 Page	1	of	17	

Form C-101 August 1, 2011 Permit 386087

APPLICATION FOR PERMIT TO DRILL		DEEDEN		
APPLICATION FOR PERMIT TO DRILL	RE-ENTER.	DEFPEN	PIUGBAUK.	

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F	34	149	S	31E		1650	N	1650	N	N	Chaves	
					8. Propose	ed Bottom Hole Lo	cation					
		Township			Lot Idn	Feet From	N/S Line	Feet From	E/W Line	Соц	inty	
F	34	145	5	31E	F	1650	N	1650	1	W	Chaves	
					9.1	Pool Information						
VONIA	N				_			96101				
					Additic	onal Well Informati	on					
Гуре		12. Well Ty	pe	1				15. Gr	ound Level Elevat	tion		
New W	Vell	, (	DIL				State		4491			
ole			7. Proposed Depth 18. Formation				19. Contractor 20. Sp					
Ν			13700									
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			le to 1,400'	, run 13 3/8"	csg/cmt. Drill 12	2 1/4" hole to 3,900	', run 9 5/8" csg/c	mt. Drill 8 3/4" ho	le to 13,700', rui	n 7" csg/cr	nt. 3 stage DV tools	
0' & 3,8	50'. Put on injec	tion										
					22. Proposed E	Blowout Preventio	n Program					
	Туре	Type Working Pressure				Test Pressure			Manufacturer			
	Double Ram	Ram 3000 3000				00						
eby cert	ify that the inforr	nation given a	bove is true	and comple	te to the best of	f my		OIL CONSERVA	ATION DIVISION			
		l with 19.15.14	1.9 (A) NMA	C 🛛 and/or	19.15.14.9 (B) I	NMAC						
licable.												
e:												
ame:	Electronical	y filed by Jerry	/ Sherrell			Approved B	/: Jeffrev H	Harrison				
		, , ,	,			Title:	,					
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ress:						Approved D	ate: 7/16/202	25	Expiration D	Date: 7/16/2	2027	
	MACK P.O. B. Artesia Code 33739 F F /ONIA Ve New V le N round v be usi	P.O. Box 960 Artesia, NM 882110960 / Code 337394 F Section F Section F 34 F Section F 34 /ONIAN ype New Well le N round water be using a closed-loop Hole Size 17.5 12.25 8.75 ergy Corp proposed to 0 Y & 3,850'. Put on inject Type Double Ram by certify that the inforr ye and belief. certify I have complied icable. e: me: Electronicall	MACK ENERGY CORP P.O. Box 960 Artesia, NM 882110960 Code 337394 F Section F	MACK ENERGY CORP P.O. Box 960 Artesia, NM 882110960 Code S. Property I Solution F Section F Sect	MACK ENERGY CORP P.O. Box 960 Artesia, NM 882110960 Code 337394  F Section F 34 14S S1E F Section F 34 14S S1E F Section F 34 14S S1E F Section F	MACK ENERGY CORP P.O. Box 960 Artesia, NM 882110960 'Code 337394 F Section 34 Township Range F Section 34 Township Range 31E F Section Township Range 31E F Section 7 F Section 8 F Section 7 F Section 9 F Section 9	MACK ENERGY CORP P.O. Box 960 Artesia, NM 882110960 <sup>1</sup> Code 337394    Section F Sec	MACK ENERGY CORP P.O. Box 960 Artesia, NM 882110960 Code S37394    Section F	MACK ENERGY CORP PO. Box 800 Artesia, NM 882110960 -Code 337394 Township F Section F Section F Section F Section Township F Section Township F Section Township F Section Township F Section Township F Section Township F Section Township F Section Township F Section Township F Section Township F Section Township F Section Township F Section Township F Section Township F Section Township F Section Township F Section F Section Township F Section Township F Section Township F Section Township F Section Township F Section Township F Section Township F Section Township F Section Township F Section Township F Section Township F Section Township F Section Township F Section Township F Section Township Section Township Section Sec	MACK ENERGY CORP Artesia, NM 882110960         1.8P1 Number 34P1 Number code         34P1 Number 30.00           337394         5. Property Name Rooster SWD         6. Weil No. 001           F         Section         14.S         31E         Lot Idn         Feet From 1650         NS Line NS	MACK ENERGY CORP Artesia, NM 882110960         13837           0.0 Boy 690         337394           5. Property Name Rooster SWD         6. Well No. 001           7. Surface Location         0.01           F         Section 34         Township 14S         Range 31E         Lot Idn         Feel From 1650         NS Line N         Feel From 1650         E/W Line W         Co.           F         Section 34         Township 14S         Range 31E         Lot Idn         Feel From 1650         NS Line N         Feel From 1650         E/W Line W         Co.           F         Section 14S         Township 14S         Range 31E         Lot Idn         Feel From 1650         NS Line N         Feel From 1650         W Line W         Co.           VONIAN         96101         Additional Well Information Yor         96101         4491           Vonian Water         Distance from nearest fresh water well         Distance for nearest strafe water well         Distance for nearest strafe water well         Distance for nearest strafe water well         Distance for nearest fresh water well         Distance or Contractor         E////225           te using a closed-loop system in Ileu of Ilend pits         Setting Dapth         Setting Dapth         Setting Dapth         E////225           17.5         13.375         54.5 </td	

<u>C-1</u>	02		E	nergy, M	State of New linerals & Natura	w Mexico al Resources Depa	artment		Re	vised July 9, 2024
	it Electronica CD Permitting			OIL	CONSERVAT	TION DIVISION	Ν		Initial Subr	nittal
								Submittal Type:	Amended I	Report
						□ As Drilled				
					WELL LOCAT	TION INFORMATIO	DN			
	<sup>lumber</sup> -005-64		Pool Code 96101			Pool Name SWD; Devonian				
	rty Code 33	7394	Property N	Name RO	OSTER SWD				Well Number	1
OGRI	D No. 138	37	Operator N	Name M	ACK ENERGY	CORPORATION			Ground Level Elevation	4491.1
Surfac	ce Owner: 🗹	State  Fee T	ribal 🗆 Feder	ral	· · · · · · · · · · · · · · · · · · ·	Mineral Owner	State Fee	]Tribal □Fed	eral	
					Surfa	ace Location				
UL	Section	Township	Range	Lot	Ft. from N/S	Ft. from E/W	Latitude		gitude	County
F	34	14 S	31 E		1650 NORTH	1650 WEST	33.0622508	°N   103	.8128126°W	CHAVES
					Bottom	Hole Location			· · · · · · · · · · · · · · · · · · ·	Ι
UL	Section	Township	Range	Lot	Ft. from N/S	Ft. from E/W	Latitude	Long	gitude	County
F	34	14 S	31 E		1650 NORTH	1650 WEST	33.0622508	°N 103	.8128126°W	CHAVES
Dedic	ated Acres	Infill or Defi	ning Well	Definir	ng Well API	Overlapping Spa	cing Unit (V/N)	Consolidatio	on Code	
40		Infill N/A				No		N/A	code	
	Numbers. SV			1	·····		Il setbacks are under Common Ownership: ☑Yes □No			
				· · · · · · · · · · · · · · · · · · ·			under common	ownersnip.		
UL	Section	Tourship	Denge	Lat		ff Point (KOP)	Tribula		5 I	
UL	Section	Township	Range	Lot	Ft. from N/S	Ft. from E/W	Latitude	Long	atude	County
			1	1	First Ta	ke Point (FTP)	l			
UL	Section	Township	Range	Lot	Ft. from N/S	Ft. from E/W	Latitude	Long	itude	County
		1			Last Ta	ke Point (LTP)	l <u>,</u> .			,L
UL	Section	Township	Range	Lot	Ft. from N/S	Ft. from E/W	Latitude	Long	titude	County
			L		1					
Unitiz N/A	ed Area or Ai	rea of Uniform	Interest	Spacing	g Unit Type 🗆 Horize	ontal 🛛 Vertical		ind Floor Elev	vation:	
OPER	ATOR CERT	IFICATIONS				SURVEYOR CERT	TEICATIONS			
	1770 AX - 25					SURVETORCERT	IFICATIONS			
ofmy ki organiz includi location interest	nowledge and b zation either ow ng the proposed n pursuant to a	ary pooling agree	ell is a vertical rest or unleased tion or has a ri owner of a wor	or direction d mineral int ight to drill t king interest	al well, that this erest in the land	l hereby certify that th surveys made by me of my belief.				
consen i <b>n each</b> i <b>nterva</b>	t of at least one tract (in the ta l will be located	lessee or owner o rget pool or forma d or obtained a co	of a working int ation) in which mpulsory pooli	erest or unle any part of t	n has received the ased mineral interest he well's completed m the division.			Ø		
D	eana l	Veaver	7/9/202	5			XE	PROFESSIO	141-2	
Signatu	ire		Date			Signature and Seal of Pr FILIMON F. JA		HOFE3310		
	a Weaver									
Printed	Name					CertificateNumber	Dateof Surve	ey		
mecre	eg25@gmail	.com				PLS 12797	APRIL 1	5, 2024		
Email A	Address								SURV	/EY NO. 10108

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

#### 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 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.



LEGEN	D
	SECTION LINE QUARTER LINE
	LEASE LINE WELL PATH



Page 4 of 17



Page 5 of 17



**Page 6 of 17** 



Page 7 of 17



**Page 8 of 17** 



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

PERMIT CONDITIONS OF APPROVAL

Operator Name an MACK	nd Address: [ENERGY CORP [13837]	API Number: 30-005-64417					
	ox 960	Well:					
Artesia	a, NM 882110960	Rooster SWD #001					
OCD Reviewer	Condition						
jeffrey.harrison	rison Notify the OCD 24 hours prior to casing & cement.						
jeffrey.harrison	son 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.						
	arrison 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.						
	on 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	n Cement is required to circulate on both surface and intermediate1 strings of casing.						
jeffrey.harrison	on If cement does not circulate on any string, a Cement Bond Log (CBL) is required for that string of casing.						
jeffrey.harrison	n Conditions stated in the SWD Order apply and injection cannot commence until a MIT is successfully performed.						
jeffrey.harrison	n Operator is to contact UIC for final approval prior to commencement of injection.						

Form APD Conditions

Permit 386087

Page 10 of 17

2

State of New Mexico Energy, Minerals and Natural Resources Department

> **Oil Conservation Division** 1220 South St. Francis Dr. Santa Fe, NM 87505

Submit Electronically Via E-permitting

## 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: Mack Energy Corporation OGRID: 013837 Date: 07 /09 / 2025

**II. Type:** ☑ Original □ Amendment due to □ 19.15.27.9.D(6)(a) NMAC □ 19.15.27.9.D(6)(b) NMAC □ Other.

If Other, please describe:

III. Well(s): Provide the following information for each new or recompleted well or set of wells proposed to be drilled or proposed to be recompleted from a single well pad or connected to a central delivery point.

Well Name	API	ULSTR	Footages	Anticipated Oil BBL/D	Anticipated Gas MCF/D	Anticipated Produced Water BBL/D
Rooster SWD #1		Unit F Sec. 34 T14S R31E	1650 FNL 1650 FWL	100	100	1,000

IV. Central Delivery Point Name: [See 19.15.27.9(D)(1) NMAC]

V. Anticipated Schedule: Provide the following information for each new or recompleted well or set of wells proposed to be drilled or proposed to be recompleted from a single well pad or connected to a central delivery point.

Well Name	API	Spud Date	TD Reached Date	Completion Commencement Date	Initial Flow Back Date	First Production Date
Rooster SWD #1		10/1/2025	10/20/2025	11/30/2025	11/30/2025	12/1/2025

VI. Separation Equipment: Z Attach a complete description of how Operator will size separation equipment to optimize gas capture.

VII. Operational Practices: Z Attach a complete description of the actions Operator will take to comply with the requirements of Subsection A through F of 19.15.27.8 NMAC.

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

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

#### IX. Anticipated Natural Gas Production:

Well	API	Anticipated Average Natural Gas Rate MCF/D	Anticipated Volume of Natural Gas for the First Year MCF

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

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

**XI. Map.**  $\Box$  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  $\Box$  will  $\Box$  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  $\Box$  does  $\Box$  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:**  $\Box$  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:

 $\square$  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

 $\Box$  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: Deana Weaver
Printed Name: Deana Weaver
Title: Regulatory Tech II
E-mail Address: mecreg25@gmail.com
Date: 7/9/2025
Phone: 575-748-1288
OIL CONSERVATION DIVISION (Only applicable when submitted as a standalone form)
Approved By:
Title:
Approval Date:
Conditions of Approval:

#### VI. Separation Equipment:

Mack Energy Corporation(MEC) production facilities include separation equipment designed to efficiently separate gas from liquid phases to optimize gas capture based on projected and estimated volumes from the targeted pool of our completion project. MEC will utilize flowback separation equipment and production separation equipment designed and built to industry specifications after the completion to optimize gas capture and send gas to sales or flare based on analytical composition. MEC operates facilities that are typically multi-well facilities. Production separation equipment is upgraded prior to new wells being completed, if determined to be undersized or inadequate. This equipment is already on-site and tied into our sales gas lines prior to the new drill operations.

#### VII. Operational Practices:

1. Subsection (A) Venting and Flaring of Natural Gas. MEC understands the requirements of NMAC 19.15.27.8 which outlines that the venting and flaring of natural gas during drilling, completion or production operations that constitutes waste as defined in 19.15.2 are prohibited.

2. Subsection (B) Venting and Flaring during drilling operations. This gas capture plan isn't for a well being drilled.

3. Subsection (C) Venting and flaring during completion or recompletion. Flowlines will be routed for flowback fluids into a completion or storage tank and if feasible under well conditions, flare rather than vent and commence operation of a separator as soon as it is technically feasible for a separator to function.

• At any point in the well life (completion, production, inactive) an audio, visual and olfactory inspection be performed at prescribed intervals (weekly or monthly) pursuant to Subsection D of 19.15.27.8 NMAC, to confirm that all production equipment is operating properly and there are no leaks or releases.

4. Subsection (D) Venting and flaring during production operations o At any point in the well life (completion, production, inactive) an audio, visual and olfactory inspection be performed at prescribed intervals (weekly or monthly) pursuant to Subsection D of 19.15.27.8 NMAC, to confirm that all production equipment is operating properly and there are no leaks or releases.
Monitor manual liquid unloading for wells on-site or in close proximity (<30 minutes' drive time), take reasonable actions to achieve a stabilized rate and pressure at the earliest practical time, and take reasonable actions to minimize venting to the maximum extent practicable.</li>

MEC will not vent or flare except during the approved activities listed in NMAC 19.15.27.8 (D)
 14.

5. Subsection (E) Performance standards o All tanks and separation equipment are designed for maximum throughput and pressure to minimize waste.

• If a flare is utilized during production operations it will have a continuous pilot and is located more than 100 feet from any known well or storage tanks.

 At any point in the well life (completion, production, inactive) an audio, visual and olfactory inspection be performed at prescribed intervals (weekly or monthly) pursuant to Subsection D of 19.15.27.8 NMAC, to confirm that all production equipment is operating properly and there are no leaks or releases.

6. Subsection (F) Measurement or estimation of vented and flared natural gas o Measurement equipment is installed to measure the volume of natural gas flared from process piping.
o When measurement isn't practicable, estimation of vented and flared natural gas will be completed as noted in 19.15.27.8 (F) 5-6.

#### VIII. Best Management Practices:

1. MEC has adequate storage and takeaway capacity for wells it chooses to complete as the flowlines

at the sites are already in place and tied into a gathering system.

2. MEC will flare rather than vent vessel blowdown gas when technically feasible during active and/or planned maintenance to equipment on-site.

3. MEC combusts natural gas that would otherwise be vented or flared, when technically feasible.

4. MEC will shut in wells in the event of a takeaway disruption, emergency situation, or other

operations where venting or flaring may occur due to equipment failures.

5. MEC has a gas gathering system in place(CTB-887)a with multiple purchaser's to limit venting or flaring, due to purchaser shut downs.



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