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 C-101 August 1, 2011

Permit 393413

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

- 1	me and Address CK ENERGY CORF	o								2. 0	GRID Number 13837		
-). Box 960 esia, NM 88211096	0								3. A	PI Number 30-015-569	78	
4. Property Co	de 7393	5.	Property Name ICEBERG	SWD						6. W	/ell No. 001		
					7. Surf	ace Location							
UL - Lot	Section	Township	Range	Lot Idn	_	Feet From		I/S Line	Feet F		E/W Line	County	
D	32	16S	271		D	180)	N		780	W		Eddy
				8. Prop	osed B	ottom Hole Loc	cation						
UL - Lot	Section	Township	Range	Lot Idn		Feet From		I/S Line	Feet F		E/W Line	County	
D	32	16S	271		D	180)	N		780	W		Eddy
					9. Poo	I Information							
SWD;DEVON	NAN								96	3101	01		
				Add	ditional	Well Information	on						
11. Work Type		12. Well Type		13. Cable/Rota	ary		14. Leas	se Type		15. Ground	Level Elevation		
Nev	w Well	OIL					State		3	3444			
16. Multiple		17. Proposed I	•	18. Formation			19. Con	tractor		20. Spud Date			
N		970)5	Devonian					11/1/2025				
Depth to Groui	nd water			Distance from nearest fresh water well Dista					Distance to	ance to nearest surface water			
☑ We will be	using a closed-loo	p system in lieu	of lined pits										
	_	-	-	21 Propose	ed Casi	ng and Cemen	t Progra	am					
Type	Hole Size	Casing Si	ze	Casing Weight/ft		Ÿ	ng Depth		Sac	ks of Cemer	nt	Estimated	TOC
Surf	20	13.375	5	48			400			375		0	
Int1	12.25	9.625		36		1	1500		500			0	
Prod	8.75	7		26		9	9705			1040		0	
				Casing/Cemer	nt Prog	ram: Additiona	al Comm	nents					
Mack Energy	/ Corp proposed to	drill 20" hole to 4	00'. run 13 3/8" cs						3/4" hol	le to 9705'.	run 7" csa/cmt. D	V tool @ 1	450' w/
	ut on Injection		,			,				,	J =	9	
				22 D	ad Dia	t Duntin.	- D						
				ZZ. Propose	eu BIOV	out Prevention	n Progra	aiii					

Туре	Working Pressure	Test Pressure	Manufacturer
Double Ram	3000	3000	
23. I hereby certify that the information given at	nove is true and complete to the hest of my	OIL CONSERVATION	ON DIVISION

knowledge and b	elief.	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 Jerry Sherr	ell	Approved By:	Jeffrey Harrison		
Title:	Regulatory Supervisor		Title:	Petroleum Specialist III		
Email Address:	jerrys@mec.com		Approved Date:	7/16/2025	Expiration Date: 7/16/2027	
Date:	7/10/2025	Phone: 575-748-1288	Conditions of Approval Attached			

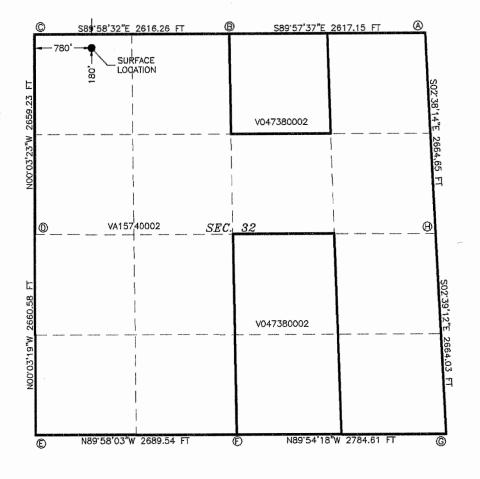
<u>C-102</u> State of New								Revised July 9, 2024			
Submit Electronically			En			al Resources Depa TION DIVISION					
	Permitting	У		OIL	CONSERVA	TION DIVISION	•	Submittal	☑ Initial Submittal		
						Type:			☐ Amended R	eport	
									☐ As Drilled		
API Nu	mhar		Pool Code		1	Pool Name	N .				
	30-01	15-56978		ع ر	6101	SWD;	DEVONIAN		W 1137 1		
Property	Code 33	7393	Property Na	ICE	BERG SWD				Well Number	1	
OGRID	No. 1383	37	Operator Na	me MA	CK ENERGY (CORPORATION			Ground Level Elevation	3443.6	
Surface	Owner: ☑ S	tate □Fee □Tr	ibal □Federa	1		Mineral Owner:	✓State □Fee □	Tribal □Fed	eral		
					Surf	ace Location					
UL	Section	Township	Range	Lot	Ft. from N/S	Ft. from E/W	Latitude	Long		County	
D	32	16 S	27 E		180 NORTH	780 WEST	32.8859043°	N 104.	3068682°W	EDDY	
					1	Hole Location					
UL D	Section 32	Township 16 S	Range 27 E	Lot	Ft. from N/S 180 NORTH	Ft. from E/W 780 WEST	Latitude 32.8859043°	Long	itude .3068682°W	County EDDY	
<u>Б</u>	32	10.5	21 E		160 NORTH	760 WEST	32.0039043	104.	.3006062 W	EDD1	
Dedicate	ed Acres	Infill or Defin	ing Well	Defining	Well API	Overlapping Space	ring Unit (V/N)	Consolidation	on Code		
Dedicati	od 110105	Infill	ing wen	N/A	WON ZHI	NO N/A					
Order N	umbers. SV	/D-2615		1		Well setbacks are under Common Ownership: ☑Yes □No					
<u> </u>											
UL	Section	Township	Range	Lot	Ft. from N/S	ff Point (KOP) Ft. from E/W	Latitude	Long	itude	County	
		1							,		
					First Ta	ike Point (FTP)					
UL	Section	Township	Range	Lot	Ft. from N/S	Ft. from E/W	Latitude	Long	itude	County	
	-	l I		T -		ke Point (LTP)		- 1 -			
UL	Section	Township	Range	Lot	Ft. from N/S	Ft. from E/W	Latitude	Long	itude	County	
Unitized	l Area or Are	ea of Uniform Ir	nterest	Spacing I	Unit Type □Horiz	ontal ☑ Vertical	Groun	nd Floor Elev	ration:		
							3443'	l			
OPERA	TOR CERTI	FICATIONS				SURVEYOR CERT	IFICATIONS				
		information conta				I hereby certify that the well location shown on this plat was plotted from field notes of actual					
organizai	tion either owi	lief, and, if the we ns a working inter	est or unleased	mineral inter	est in the land	surveys made by me or my belief.	under my supervisi	on, and that the	e same is true and co	orrect to the best of	
location	oursuant to a c	bottom hole locat contract with an o	wner of a worki	ing interest ru	ın leased mineral		1	NF. JA	24		
	or to a volunta y the division.	ry pooling agreen	nent or a compu	lsory pooling	g order here to fore	J		EM MEX		/	
If this well is a horizontal well, I further certify that this organization has received the				- MAN		MATAL M	·				
consent of at least one lessee or owner of a working interest or unleased mineral interest 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. Deana Weaver 71012025			(
Signature		renver	7/9/2025 Date	·		Signature and Seal of Pr	ofessional Surveyor	PROFESS 10	MA		
Ū						FILIMON F. JA			-		
Deana Printed Na	Weaver me					CertificateNumber	Date of Surve	y			
mecreg	25@gmail.	com				PLS 12797	JULY 3,	2025			
Email Ad	Email Address								SURV	EY NO. 9931A	

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.



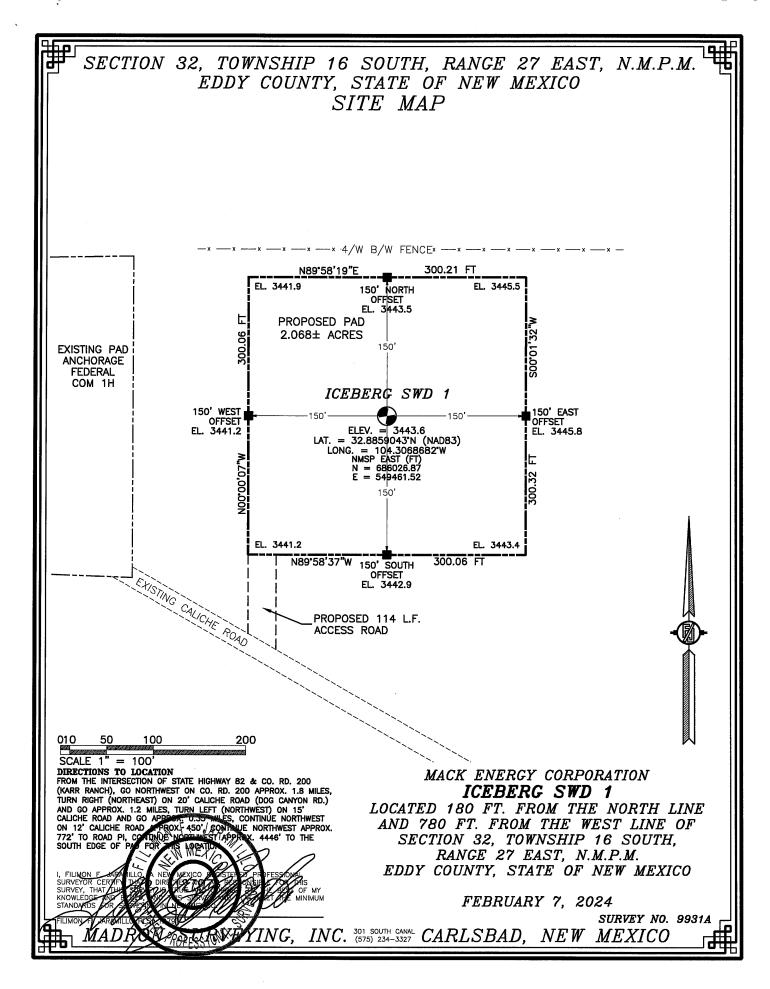
ICEBERG SWD 1 EL. = 3443.6

GEODETIC COORDINATES
NAD 83 NMSP EAST
SURFACE LOCATION
N.= 686026.87
E.= 549461.52
LAT. = 32.8859043*N

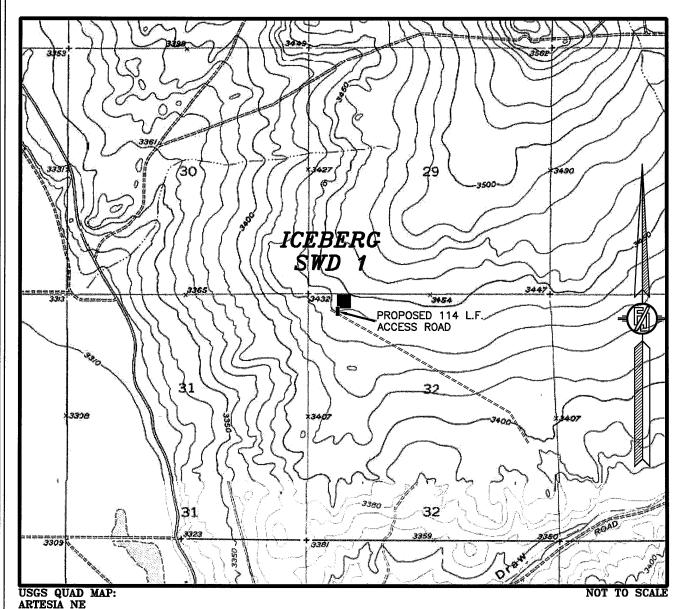
LONG. = 104.3068682°W

CORNER COORDINATES TABLE NAD 83 NMSP EAST N.= 686204.27 E.= 553913.64 E.= 551297.14 N.= 686206.08 N.= 686207.20 E.= 548681.53 N.= 683548.64 DEF E.= 548684.15 E.= 548686.72 N.= 680888.72 E.= 551375.59 N.= 680887.19 G N.= 680882.58 E,= 554159.51 E.= 554036.21 N.= 683543.10

LEGEND
SECTION LINE
QUARTER LINE
LEASE LINE
WELL PATH



SECTION 32, TOWNSHIP 16 SOUTH, RANGE 27 EAST, N.M.P.M. EDDY COUNTY, STATE OF NEW MEXICO LOCATION VERIFICATION MAP



MACK ENERGY CORPORATION ICEBERG SWD 1

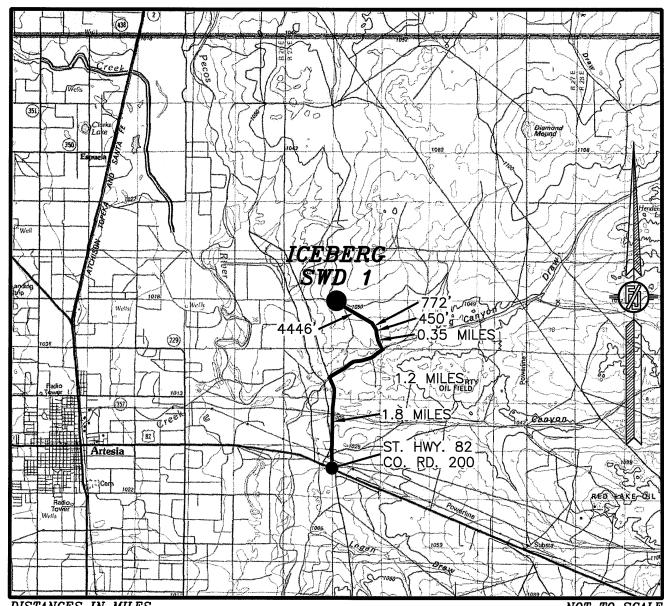
LOCATED 180 FT. FROM THE NORTH LINE AND 780 FT. FROM THE WEST LINE OF SECTION 32, TOWNSHIP 16 SOUTH, RANGE 27 EAST, N.M.P.M. EDDY COUNTY, STATE OF NEW MEXICO

FEBRUARY 7, 2024

SURVEY NO. 9931A NEW MEYICO —

MADRON SURVEYING, INC. 301 SOUTH CANAL CARLSBAD, NEW MEXICO

SECTION 32, TOWNSHIP 16 SOUTH, RANGE 27 EAST, N.M.P.M. EDDY COUNTY, STATE OF NEW MEXICO VICINITY MAP



DISTANCES IN MILES

NOT TO SCALE

DIRECTIONS TO LOCATION

FROM THE INTERSECTION OF STATE HIGHWAY 82 & CO. RD. 200 (KARR RANCH), GO NORTHWEST ON CO. RD. 200 APPROX. 1.8 MILES, TURN RIGHT (NORTHEAST) ON 20' CALICHE ROAD (DOG CANYON RD.) AND GO APPROX. 1.2 MILES, TURN LEFT (NORTHWEST) ON 15' CALICHE ROAD AND GO APPROX. 0.35 MILES, CONTINUE NORTHWEST ON 12' CALICHE ROAD APPROX. 450', CONTINUE NORTHWEST APPROX. 772' TO ROAD PI, CONTINUE NORTHWEST APPROX. 772' TO ROAD PI, CONTINUE NORTHWEST APPROX. 4446' TO THE SOUTH EDGE OF PAD FOR THIS LOCATION.

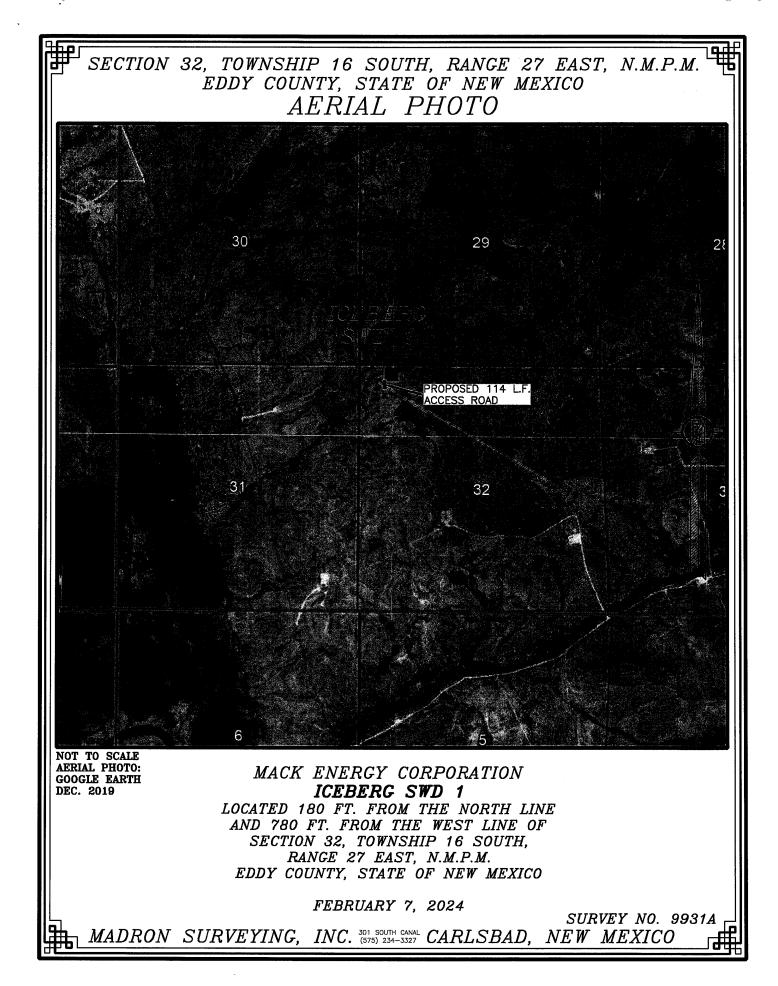
MACK ENERGY CORPORATION ICEBERG SWD 1

LOCATED 180 FT. FROM THE NORTH LINE AND 780 FT. FROM THE WEST LINE OF SECTION 32, TOWNSHIP 16 SOUTH, RANGE 27 EAST, N.M.P.M. EDDY COUNTY, STATE OF NEW MEXICO

FEBRUARY 7, 2024

SURVEY NO. 9931A

MADRON SURVEYING, INC. 301 SOUTH CANAL CARLSBAD, NEW MEXICO



SECTION 32, TOWNSHIP 16 SOUTH, RANGE 27 EAST, N.M.P.M. EDDY COUNTY, STATE OF NEW MEXICO AERIAL ACCESS ROUTE MAP



NOT TO SCALE AERIAL PHOTO: GOOGLE EARTH DEC. 2019

MACK ENERGY CORPORATION ICEBERG SWD 1

LOCATED 180 FT. FROM THE NORTH LINE AND 780 FT. FROM THE WEST LINE OF SECTION 32, TOWNSHIP 16 SOUTH, RANGE 27 EAST, N.M.P.M. EDDY COUNTY, STATE OF NEW MEXICO

FEBRUARY 7, 2024

SURVEY NO. 9931A MADRON SURVEYING, INC. 301 SOUTH CANAL CARLSBAD, NEW MEXICO

ACCESS ROAD PLAT ACCESS ROAD FOR ICEBERG SWD 1 MACK ENERGY CORPORATION CENTERLINE SURVEY OF AN ACCESS ROAD CROSSING SECTION 32, TOWNSHIP 16 SOUTH, RANGE 27 EAST, N.M.P.M. EDDY COUNTY, STATE OF NEW MEXICO FEBRUARY 7, 2024 S89*58'32"E 2616.26 FT 2617.15 FT 33 SWD_I 1 STA 1+14.2 E.O.R. STA 0+00.0 B.O.R (NW CORNER) (B.O.R., TIE) (E.O.R., TIE) N55-25'06"W N62'52'37"W 724.B3 FT 724.B3 FT EXISTING CALICHE ROAD SEG 32 T.16S.,+R.27E. STATE31 32 N89'58'03"W 2689.54 FT N89°54'18"W 2784.61 FT SEE NEXT SHEET (2-2) FOR DESCRIPTION 1000 SURVEYOR CERTIFICATE I, FILIMON F. JARAMILLO, A NEW MEXICO PROFESSIONAL SURVEYOR NO. 12797, HEREBY CERTIFY THAT I HAVE CONDUCTED AND AM RESPONSIBLE FOR THIS SURVEY, THAT THIS SURVEY IS TRUE AND CORRECT TO THE BEST OF MY KNOWLEDGE AND BELIEF, AND THAT THIS SURVEY AND PLAT MEET THE MINIMUM STANDARDS FOR LAND SURVEYING IN THE PARTE OF NEW MEXICO. = 1000' GENERAL NOTES 1.) THE INTENT OF THIS ROUTE SURVEY IS TO ACQUIRE AN EASEMENT. CERTIFICATE IS EXECUTED AT CARLSBAD. 2.) BASIS OF BEARING AND DISTANCE IS NMSP NEW I EAST (NAD83) MODIFIED TO SURFACE MADRON SURVEYING, INC. COORDINATES. NAD 83 (FEET) AND NAVD 88 301 SOUTH CANAL (FEET) COORDINATE SYSTEMS USED IN THE CARLSBAD, NEW MEXICO 88220 ŠURVÉY. Phone (575) 234-3327 SHEET: 1-2SURVEY NO. 99312 INC. *MADRON SURVEYING*(*NEW MEXICO*

ACCESS ROAD PLAT

ACCESS ROAD FOR ICEBERG SWD 1

MACK ENERGY CORPORATION

CENTERLINE SURVEY OF AN ACCESS ROAD CROSSING SECTION 32, TOWNSHIP 16 SOUTH, RANGE 27 EAST, N.M.P.M. EDDY COUNTY, STATE OF NEW MEXICO FEBRUARY 7, 2024

DESCRIPTION

A STRIP OF LAND 30 FEET WIDE CROSSING STATE OF NEW MEXICO LAND IN SECTION 32, TOWNSHIP 16 SOUTH, RANGE 27 EAST, N.M.P.M., EDDY COUNTY, STATE OF NEW MEXICO AND BEING 15 FEET EACH SIDE OF THE FOLLOWING DESCRIBED CENTERLINE SURVEY:

BEGINNING AT A POINT WITHIN THE NW/4 NW/4 OF SAID SECTION 32, TOWNSHIP 16 SOUTH, RANGE 27 EAST, N.M.P.M., WHENCE THE NORTHWEST CORNER OF SAID SECTION 32, TOWNSHIP 16 SOUTH, RANGE 27 EAST, N.M.P.M. BEARS N55'25'06"W, A DISTANCE OF 783.46 FEET;

THENCE NO0'02'42"E A DISTANCE OF 114.22 FEET THE TERMINUS OF THIS CENTERLINE SURVEY, WHENCE THE NORTHWEST CORNER OF SAID SECTION 32, TOWNSHIP 16 SOUTH, RANGE 27 EAST, N.M.P.M. BEARS N62'52'37"W, A DISTANCE OF 724.83 FEET;

SAID STRIP OF LAND BEING 114.22 FEET OR 6.92 RODS IN LENGTH, CONTAINING 0.079 ACRES MORE OR LESS AND BEING ALLOCATED BY FORTIES AS FOLLOWS:

NW/4 NW/4

114.22 L.F.

6.92 RODS

0.079 ACRES

SURVEYOR CERTIFICATE

GENERAL NOTES

1.) THE INTENT OF THIS ROUTE SURVEY IS TO ACQUIRE AN EASEMENT.

2.) BASIS OF BEARING AND DISTANCE IS NMSP EAST (NAD83) MODIFIED TO SURFACE COORDINATES. NAD 83 (FEET) AND NAVD 88 (FEET) COORDINATE SYSTEMS USED IN THE SURVEY.

SHEET: 2-2

MADRON SURVEYING, INC. 301 SC (575)

I, FILIMON F. JARAMILLO, A NEW MEXICO PROFESSIONAL SURVEYOR NO. 12797, HEREBY CERTIFY THAT I HAVE CONDUCTED AND AM RESPONSIBLE FOR THIS SURVEY, THAT THIS SURVEY IS TRUE AND CORRECT TO THE BEST OF MY KNOWLEDGE AND BELIEF, AND THAT THIS SURVEY AND PLAT MEET THE MINIMUM STANDARDS FOR LAND SURVEYING IN THE STATE OF NEW MEXICO.

IN TO BE WEDE TANS CERTIFICATE IS EXECUTED AT CARLSBAD.

MADRON SURVEYING, INC. 301 SOUTH CANAL CARLSBAD, NEW MEXICO 88220 Phone (575) 234-3327

SURVEY NO. 9931A

NEW MEXICO

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 393413

PERMIT CONDITIONS OF APPROVAL

Operator Name and Address:	API Number:
MACK ENERGY CORP [13837]	30-015-56978
P.O. Box 960	Well:
Artesia, NM 882110960	ICEBERG SWD #001

OCD Reviewer	Condition
	This well penetrates the Roswell Aquifer. Casing must be set and cemented back to surface to protect the Roswell Aquifer.
-	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.
jeffrey.harrison	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	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	Cement is required to circulate on both surface and intermediate1 strings of casing.
jeffrey.harrison	If cement does not circulate on any string, a Cement Bond Log (CBL) is required for that string of casing.
jeffrey.harrison	Conditions stated in the SWD Order apply and injection cannot commence until a MIT is successfully performed.
jeffrey.harrison	Operator is to contact UIC for final approval prior to commencement of injection.

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: _	r:Mack Energy Corporation			_OGRID: 0	Date:	7	_/ 9	/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:										
			formation for each new or connected to a ce			wells proposed to	be d	lrilled	or proposed to	
Well Nam	е	API	ULSTR	Footages	Anticipated Oil BBL/D	Anticipated Gas MCF/D		Prod	ticipated uced Water BBL/D	
Iceberg SWD #1			Unit D Sec. 32 T16S R27	E 180 FNL 780 FWL	100	100	1,00	00	0	
V. Anticipated Schedule: Provide the following information for each new or recompleted well or set of wells proposed to be drill 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 Back Date First Production Date								irst Production		
Iceberg SWD #1			11/1/2025	11/20/2025	12/31/2025	1/1/2026		1/1	1/2026	
VI. Separation Equipment: ☐ Attach a complete description of how Operator will size separation equipment to optimize gas capture. VII. Operational Practices: ☐ 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: ☐ 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.

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

IX. Anticipated Natural Gas Production:

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

X. Natural Gas Gathering System (NGGS):

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

XI. Map. Attach an accurate and legible map depicting the location of the well(s), the anticipated pipeline route(s) connecting the
production operations to the existing or planned interconnect of the natural gas gathering system(s), and the maximum daily capacity of
the segment or portion of the natural gas gathering system(s) to which the well(s) will be connected.

XII. Line Capacity. The natural gas gathering system □ will □ w	ill 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 port	on, of the
natural gas gathering system(s) described above will continue to meet anticipated increases in line pressure caused by the nev	well(s).

ш	Attach	Οį	erator	s p	lan 1	to mana	gе	prod	luction	ın	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:	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.
- o 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.
- 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.
- o 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.

