STATE OF NEW MEXICO ENERGY, MINERALS AND NATURAL RESOURCES DEPARTMENT OIL CONSERVATION DIVISION

IN THE MATTER OF APPLICATION FOR A PILOT PROJECT INVOLVING INTERMITTENT INJECTION OF GAS FOR THE PURPOSE OF TEMPORARY STORAGE SUBMITTED BY OXY USA, INC.

CASE NO. 23633 CASE NO. 25519 ORDER NO. R-24115

ORDER

The Director of the New Mexico Oil Conservation Division ("OCD"), having heard this matter through a Hearing Examiner on July 6, 2023, and August 7, October 14, and November 13, 2025, and after considering the testimony, evidence, and recommendation of the Hearing and Technical Examiners, issues the following Order.

FINDINGS OF FACT

- 1. Due public notice has been given, and the OCD has jurisdiction of this case and its subject matter.
- 2. Oxy USA, Inc. ("Applicant") with this application ("Application") seeks to operate a closed loop gas capture ("CLGC") pilot project ("Project") which shall involve the intermittent injection of produced gas into selected production well(s) for the purpose of temporary storage and recovery during temporary interruptions of gas pipeline services ("CLGC event"). The Project is intended to prevent waste, reduce impacts associated with temporary interruptions of gas pipeline services, and to develop standard practices for similar projects.
- 3. Applicant submitted an initial application in Case 23633 on June 6, 2023, which included eight (8) proposed wells for injection. Applicant submitted a second application in Case 25519 on July 8, 2025, which included an additional seventeen (17) proposed wells for injection. In total, Applicant is now proposing twenty-five (25) proposed wells for injection.
- 4. At hearing, Applicant presented through affidavits and expert witness testimony the following evidence in support of the Application.
 - a. Applicant selected one or more producing oil and gas wells ("CLGC Well(s)") identified in Exhibit A in which to intermittently inject gas delivered by a common gas gathering system.

- b. Applicant provided a statement regarding the CLGC well selection process and how the CLGC Well(s) will be sequenced and utilized in the Project.
- c. Applicant proposed an area described in Exhibit A in which the Project shall be confined ("Project Area"). The Project Area is comprised of the lease(s) containing each CLGC Well and may include the adjacent lease(s) that are owned or operated by Applicant.
- d. Applicant provided a general description and timeline of the Project.
- e. Applicant provided a lease map which depicts the Project Area, lateral(s) of each CLGC Well, and the area which the gathering system incorporates including affected compressor stations.
- f. Applicant proposed a maximum allowable surface pressure ("MASP") of 1,300 pounds per square inch ("psi") for each CLGC Well which will not endanger the mechanical integrity of the well or fracture the formation.
- g. Applicant provided geologic and reservoir information to demonstrate that the injected fluids will enter only the pool(s) from which the CLGC Well(s) produce and will not affect correlative rights or migrate into other formations or protectable waters.
- h. Applicant provided construction details for each CLGC Well and every well with a segment within one-half (½) mile of any segment of a CLGC Well.
- i. The casing and cementing of each CLGC Well is or will be sufficient prior to injection to prevent leakage and prevent movement of formation or injected fluid from the injection zone into another zone or to the surface around the outside of a casing string in accordance with 19.15.26.9 NMAC.
- j. Applicant conducted or intends to conduct a mechanical integrity test ("MIT") upon each CLGC Well prior to injection which consisted of holding a pressure of at least one hundred ten percent (110%) of the proposed MASP or 500 psi, whichever is greater, within the annulus of the production casing.
- k. Applicant provided or intends to provide a cement bond log ("CBL") which demonstrates the placement of cement and cement bond of the production casing and the tie-in of the production casing with the next prior casing for each CLGC Well.
- 1. Applicant provided a summary of its operational plan to ensure safe operation and efficient response in the event of an emergency, including a supervisory control and data acquisition ("SCADA") system to monitor and collect relevant data.

- m. Applicant proposed a method ("CLGC Allocation Plan") to allocate gas production during the period in which injected gas is being recovered. Applicant's CLGC Allocation Plan is for Applicant to become the purchaser of all injected gas purchasing the gas from all other interest owners. Additionally, Applicant will treat all recovered gas the same as native production from the CLGC Well.
- n. Applicant provided an affirmative statement that it has examined the available geologic and engineering data and found no evidence of open faults or other hydrologic connections between the injection zone and any underground source of drinking water.
- o. Applicant provided an affirmative statement that it has examined the available geologic and engineering data and determined that the total recoverable volume of hydrocarbons from the reservoir will not be adversely affected by the Project.
- p. Applicant identified the source(s) of the gas to be injected during the Project, conducted an analysis of it, and either proposed a corrosion prevention plan to assure the integrity of the CLGC Well(s) ("Corrosion Prevention Plan") or certified that a Corrosion Prevention Plan is unnecessary to assure the integrity of the CLGC Well(s).
- 5. Applicant provided a copy of the Application by certified or registered mail to the surface owner for each CLGC Well surface location and to each leasehold operator and other affected person(s), as defined in 19.15.2.7(A) NMAC, within any tract wholly or partially contained within one-half (½) mile of the well, in accordance with 19.15.26.8(B)(2) NMAC.
- 6. Applicant published public notice of the Application in a newspaper of general circulation in the county in which the Project is located, in accordance with 19.15.26.8(C)(1) NMAC.
- 7. No other party presented evidence at the hearing.
- 8. Applicant requested the addition of new CLGC Well(s) to the Project through administrative approval.
- 9. Applicant requested an exception to the requirement that packers and retrievable bridge plugs be set within one hundred (100) feet of the uppermost perforations or casing shoe.

CONCLUSIONS OF LAW

- 10. OCD does not have in place a process to administratively approve this Application. Accordingly, applications of this type are considered on a case-by-case basis and authorized by means of a hearing order.
- 11. Applicant is in compliance with 19.15.5.9(A) NMAC.

- 12. Applicant provided notice of the hearing in accordance with 19.15.4.9 NMAC.
- 13. Applicant has proposed a method of allocation, that is reasonable and shall provide adequate protection of correlative rights.
- 14. Operation of the Project shall be in compliance with 19.15.26.10 NMAC.
- 15. Having considered the evidence, approval of the Project with specific conditions shall enable the Applicant to prevent waste while protecting correlative rights, public health, and the environment.

ORDER

- 16. Applicant is authorized to operate a closed loop gas capture pilot project which shall involve the intermittent injection of gas into the production well(s) identified in Exhibit A and which have been approved by the OCD Engineering Bureau to be placed in service for the purpose of temporary storage and recovery to prevent waste, reduce impacts associated with temporary interruptions of gas pipeline services, and to develop standard practices for similar projects.
- 17. Applicant (OGRID No. 16696) is designated as the operator of the Project.
- 18. The Project Area shall comprise the lands described in Exhibit A.
- 19. The authority granted by this Order shall terminate two (2) years after the date of approval, provided however OCD, upon receipt of a written request submitted before the termination date and for good cause shown, may extend the authority granted by this Order. Required to be included with this request is a summary report.
- 20. Applicant's request that approval be granted to subsequently add CLGC Well(s) to the Project via administrative approval is denied.
- 21. The MASP for each CLGC Well shall be 1,300 psi. Applicant shall install equipment to limit the production casing pressure to less than or equal to the MASP and incorporate procedures into its operational plan to allow the safe reduction or cessation of injection to prevent the production casing pressure from exceeding the MASP.
- 22. Applicant shall allocate gas production during the period in which injected gas is being recovered as detailed in the CLGC Allocation Plan approved by OCD, provided however OCD, upon receipt of a written request from Applicant or upon its own determination that correlative rights may be harmed, may modify the CLGC Allocation Plan.
- 23. Applicant shall conduct MITs pursuant to 19.15.26.11 NMAC on each CLGC Well in accordance with the following requirements:

- a. A MIT shall consist of isolating the production casing from the reservoir by setting a retrievable bridge plug or packer not less than one hundred (100) feet below the top of the upper confining layer identified in Exhibit B, loading the production casing with an inert fluid, and conducting a pressure test with a pressure drop of not more than ten percent (10%) over a thirty (30) minute period.
- b. The appropriate inspection supervisor shall be notified no less than three (3) business days prior to conducting the MIT.
- c. A chart recorder with a maximum two (2) hour clock and an appropriate maximum pound spring and which has been calibrated within the six (6) months prior to conducting the test shall be used during each MIT. Copies of the chart shall be submitted to OCD with a Form C-103 within thirty (30) days following the test date.
- d. No more than one (1) year prior to submission of the Application, a MIT shall be conducted to a pressure of at least one hundred ten percent (110%) of the MASP or 500 psi, whichever is greater.
- e. No later than six (6) months after the Project has terminated, a MIT shall be conducted to a pressure of at least 500 psi.
- f. Additional MITs shall be conducted as directed by OCD.
- 24. For any CLGC Well that the Applicant intends to inject via the tubing, Applicant shall submit a Form C-103 for review and approval by OCD with a detailed summary of their downhole configuration prior to commencement of injection.
- 25. Applicant shall install and maintain a SCADA system approved by OCD. The information collected during the active Project shall be maintained and made available to OCD upon request for no less than five (5) years after the cessation of the project, including:
 - a. for each CLGC Well, the oil and gas production and injection flow rates, tubing pressure, and annulus pressure for all casing strings; and
 - b. for each well required by OCD as described in Exhibit B, the oil and gas production and injection flow rates and production casing pressure.
- 26. Prior to initially placing each CLGC Well into service and available for injection, Applicant shall submit a notice of intent on Form C-103, notify the OCD Engineering Bureau at ocd.engineer@emnrd.nm.gov, and await approval from the OCD Engineering Bureau to place the CLGC Well into service. The notice of intent shall include the following content:

- a. The results of the most recent MIT conducted upon the CLGC Well.
- b. Confirmation that OCD has on record a CBL that demonstrates the placement of cement and cement bond of the production casing and the tie-in of the production casing with the next prior casing.
- c. Confirmation that equipment is installed to limit the injection pressure to less than or equal to the MASP.
- d. Confirmation that equipment to monitor the casing annulus pressure(s) and injection rate is installed.
- 27. For each CLGC Well, Applicant shall submit a Form C-115 in accordance with 19.15.7.24 NMAC and 19.15.26.13 NMAC or as otherwise directed by OCD.
- 28. Applicant shall monitor the production casing pressure and injection rate while injecting into a CLGC Well during each CLGC event. If any indication that a leak in the production casing occurs, then Applicant shall:
 - a. immediately cease injection into the CLGC Well;
 - b. within twenty-four (24) hours notify the OCD Engineering Bureau at ocd.engineer@emnrd.nm.gov;
 - c. within thirty (30) days perform a MIT or other test approved by OCD demonstrating the well integrity of the CLGC Well and submit the results on Form C-103 to the OCD Engineering Bureau; and
 - d. not recommence injection into the CLGC Well until OCD grants approval.
- 29. Applicant shall monitor the casing annulus pressure(s) while injecting into a CLGC Well during each CLGC event. For casings other than the production casing whenever the pressure increases over normal operational conditions:
 - a. more than 50 psi within the surface casing annulus or 100 psi within any intermediate casing annulus, Applicant shall notify the OCD Engineering Bureau at ocd.engineer@emnrd.nm.gov within twenty-four (24) hours; and
 - b. more than 200 psi within the surface casing anulus or 500 psi within any intermediate casing annulus, Applicant shall:
 - i. immediately cease injection into the CLGC Well;

- ii. within thirty (30) days, submit a Form C-103 to the OCD Engineering Bureau containing a summary of the event that includes the cause for the pressure increase, description of any remedial actions and a revised operational plan to reduce and maintain the pressure below the thresholds described in Subparagraph b of this Ordering Paragraph; and
- iii. not recommence injection into the CLGC Well until OCD has approved the revised operational plan.
- 30. For each CLGC Well, production shall occur via the tubing.
- 31. Applicant shall follow the approved Corrosion Prevention Plan if applicable. If the composition of the injectant being injected into a CLGC Well becomes inherently more corrosive than the composition approved by OCD, Applicant shall:
 - a. immediately cease injection into the CLGC Well;
 - b. within twenty-four (24) hours, notify the OCD Engineering Bureau at ocd.engineer@emnrd.nm.gov;
 - c. within thirty (30) days, submit a Form C-103 to the OCD Engineering Bureau describing the alteration to the injectant's composition and a revised Corrosion Prevention Plan which addresses the effect of the alteration or a certification from a qualified person that no revision to the Corrosion Prevention Plan is required; and
 - d. not recommence injection into the CLGC Well until OCD has approved the revised Corrosion Prevention Plan or certification that no revision to the Corrosion Prevention Plan is required.
- 32. If the casing of a CLGC Well fails or fluids leak from or around the CLGC Well or any well with a segment within one-half (½) mile of any segment of a CLGC Well, Applicant shall:
 - a. immediately cease injection into every well with a segment within one-half (½) mile of any segment of the well from which fluids are leaking from or around;
 - b. immediately notify the OCD Engineering Bureau Chief at the emergency contact number;
 - c. within twenty-four (24) hours, notify the OCD Engineering Bureau at ocd.engineer@emnrd.nm.gov; and
 - d. take all necessary steps and actions required and approved by OCD to correct the failure or leakage.

- Applicant shall provide to the OCD Engineering Bureau at ocd.engineer@emnrd.nm.gov, project status updates every three (3) months after the approval of this Order and a summary report no later than three (3) months after the cessation of the Project or upon request from OCD. Status updates shall include a summary of actions taken that are related to the Project and a summary of any identified problems and the corresponding mitigations or remedial actions. Status updates may but are not required to include summaries of individual CLGC events that are not related to an identified problem. The summary report(s) shall include:
 - a. a summary of all project-related activity;
 - b. a review and supporting data regarding any identified problems and the solutions implemented to solve or mitigate them;
 - c. for each CLGC event, a summary of the results, including for each CLGC Well in which injection occurred ("involved CLGC Well"):
 - i. average and maximum injection flow rates;
 - ii. injection duration; and
 - iii. total injected volume.
 - d. for each CLGC event, the following data graphed and tabulated with a resolution of at least: one (1) data point per hour beginning twenty-four (24) hours before the injection, four (4) data points per hour during the injection, and one (1) data point per hour ending twenty-four (24) hours after the injection:
 - i. for each involved CLGC Well, the oil and gas production and injection flow rates and annulus pressure of all casing strings; and
 - ii. for each offset well to each involved CLGC Well as described in Exhibit B, the oil and gas production and injection flow rates and production casing pressure.
 - e. for each CLGC event, a recovery profile for each involved CLGC Well and for each offset well of a CLGC Well described in Exhibit B which experienced a change in production casing pressure or production during or immediately following the CLGC event. The volume of recovered gas shall be determined by taking the difference between the gas production following the injection and baseline production. The baseline production shall be determined by using production history to plot a production curve that estimates what the production would have been had injection not occurred. The recovery profile shall include:

- i. a summary of the results, including the volume and percent of total production recovered and the duration of time required to achieve that recovery; and
- ii. a tabulation of daily oil and gas production and baseline production totals; beginning a week before the CLGC event and ending when either the gas production is near equal to its baseline production or another CLGC event occurs for an involved CLGC Well.

Date: 12/14/2025

- 34. This Order does not grant an exception to 19.15.12.9 NMAC. Applicant shall not commingle oil or gas production from different pools or leases or transport oil or gas production from a lease until approval to do so has been granted by OCD in accordance with 19.15.12.10 NMAC or 19.15.23.9 NMAC, as applicable.
- 35. Applicant shall comply with all applicable OCD rules and any other state, federal, or local law or regulation and if the Project causes any harm or damage or threat of harm or damage to protectable fresh water, public health, or the environment.
- 36. OCD retains jurisdiction of this case for the entry of such further orders as may be deemed necessary.

STATE OF NEW MEXICO **OIL CONSERVATION DIVISION**

ALBERT C. S. CHANG

Albert Chang

DIRECTOR

AC/dm

State of New Mexico Energy, Minerals and Natural Resources Department

Exhibit A

Case Number: 23633, 25519 Order Number: R-24115

Operator: Oxy USA, Inc. (16696)

Project Pools

Pool Name Pool Code
BILBREY BASIN; BONE SPRING 5695
LIVINGSTON RIDGE; BONE SPRING 39350
BILBREY BASIN; BONE SPRING, SOUTH 97366

Project Area (NMPM)

UL or Q/Q S-T-R 12-22S-31E All All 13-22S-31E S/226-22S-31E 35-22S-31E All 4-22S-32E All All 8-22S-32E All 9-22S-32E 17-22S-32E All W/2 W/219-22S-32E W/2 W/230-22S-32E

CLGC Wells

Well API	Well Name	UL or Q/Q	S-T-R	Pool
30-015-55182	OLIVE WON UNIT #004H	S/2	26-22S-31E	39350
		All	35-22S-31E	
30-015-48595	TOP SPOT 12 13 FEDERAL COM	W/2 W/2	12-22S-31E	5695
	# 011H	W/2 W/2	13-22S-31E	
30-015-48594	TOP SPOT 12 13 FEDERAL COM	W/2 W/2	12-22S-31E	5695
	# 001H	W/2 W/2	13-22S-31E	
30-015-47771	TOP SPOT 12 13 FEDERAL COM	W/2 W/2	12-22S-31E	5695
	# 021H	W/2 W/2	13-22S-31E	
30-015-47885	TOP SPOT 12 13 FEDERAL #023H	E/2 W/2	12-22S-31E	5695
		E/2 W/2	13-22S-31E	
30-015-47954	TOP SPOT 12 13 FEDERAL COM	W/2 E/2	12-22S-31E	5695
	# 024 H	W/2 E/2	13-22S-31E	
30-015-47953	TOP SPOT 12 13 FEDERAL COM	E/2 E/2	12-22S-31E	5695
	#033H	E/2 E/2	13-22S-31E	
30-025-46474	LOST TANK 30 19 FEDERAL COM	W/2 W/2	19-22S-32E	97366
	# 001H	W/2 W/2	30-22S-32E	
30-025-49150	DR PI UNIT #171H	W/2	8-22S-32E	97366
		W/2	17-22S-32E	
30-025-49151	DR PI UNIT #172H	W/2	8-22S-32E	97366
		W/2	17-22S-32E	
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30-025-48282	DR PI UNIT #121H	W/2	8-22S-32E	97366
		W/2	17-22S-32E	
30-025-48947	DR PI UNIT #123H	W/2	8-22S-32E	97366
		W/2	17-22S-32E	
30-025-48953	DR PI UNIT #173H	E/2	8-22S-32E	97366
		E/2	17-22S-32E	
30-025-48954	DR PI UNIT #174H	E/2	8-22S-32E	97366
		E/2	17-22S-32E	
30-025-48948	DR PI UNIT #124H	E/2	8-22S-32E	97366
		E/2	17-22S-32E	
30-025-48945	DR PI UNIT #112H	E/2	8-22S-32E	97366
		E/2	17-22S-32E	
30-025-48949	DR PI UNIT #125H	E/2	8-22S-32E	97366
		E/2	17-22S-32E	
30-025-48950	DR PI UNIT #126H	E/2	8-22S-32E	97366
		E/2	17-22S-32E	
20 025 52015	GOLD LOG 4 9 FEDERAL COM	All	4-22S-32E	5695
30-025-53815	# 001H	All	9-22S-32E	
20 025 52007	GOLD LOG 4 9 FEDERAL COM	All	4-22S-32E	5695
30-025-53807	# 002 H	All	9-22S-32E	
20 025 52000	GOLD LOG 4 9 FEDERAL COM	All	4-22S-32E	5695
30-025-53808	#003H	All	9-22S-32E	
30-025-53816	GOLD LOG 4 9 FEDERAL COM	All	4-22S-32E	5695
	# 004H	All	9-22S-32E	
30-025-53809	GOLD LOG 4 9 FEDERAL COM	All	4-22S-32E	5695
	#012H	All	9-22S-32E	
30-025-53817	GOLD LOG 4 9 FEDERAL COM	All	4-22S-32E	5695
	#013H	All	9-22S-32E	
30-025-53811	GOLD LOG 4 9 FEDERAL COM	All	4-22S-32E	5695
	#016H	All	9-22S-32E	

State of New Mexico

Energy, Minerals and Natural Resources Department

Exhibit B

Case Number: 23633, 25519 Order Number: R-24115

Operator: Oxy USA, Inc. (16696)

CLGC Wells and Offset Wells

Well API Well Name MASP: 1,300 psi

30-015-55182 OLIVE WON UNIT #004H

Upper Confining Layer: The low permeability sands and shales from approximately

9,072 ft MD to 9,495 ft MD at the Neff 13 #1 (30-015-25899).

Offset Well API Offset Well Name

30-015-56138 OLIVE WON UNIT #101H

Well API Well Name MASP: 1,300 psi

30-015-48595 TOP SPOT 12 13 FEDERAL COM #011H

Upper Confining Layer: The low permiability siliceous mudstone from approximately

8,435 ft MD to 8,915 ft MD at the Neff 13 #1 (30-015-25899).

Offset Well API Offset Well Name

N/A N/A

Well API Well Name MASP: 1,300 psi

30-015-48594 TOP SPOT 12 13 FEDERAL COM #001H

Upper Confining Layer: The low permeability sands and shales from approximately

9,072 ft MD to 9,495 ft MD at the Neff 13 #1 (30-015-25899).

Offset Well API Offset Well Name

N/A N/A

Well API Well Name MASP: 1,300 psi

30-015-47771 TOP SPOT 12 13 FEDERAL COM #021H

Upper Confining Layer: The low permeability limestone from approximately 9,987 ft

MD to 10,107 ft MD at the Neff 13 #1 (30-015-25899).

Offset Well API Offset Well Name

N/A N/A

30-015-47885 TOP SPOT 12 13 FEDERAL #023H

Upper Confining Layer: The low permeability sands and shales from approximately

9,072 ft MD to 9,495 ft MD at the Neff 13 #1 (30-015-25899).

Offset Well API Offset Well Name

30-015-47954 TOP SPOT 12 13 FEDERAL COM #024H 30-015-48594 TOP SPOT 12 13 FEDERAL COM #001H

Well API Well Name MASP: 1,300 psi

30-015-47954 TOP SPOT 12 13 FEDERAL COM #024H

Upper Confining Layer: The low permeability sands and shales from approximately

9,072 ft MD to 9,495 ft MD at the Neff 13 #1 (30-015-25899).

Offset Well API Offset Well Name

30-015-47885 TOP SPOT 12 13 FEDERAL #023H

30-015-47953 TOP SPOT 12 13 FEDERAL COM #033H

Well API Well Name MASP: 1,300 psi

30-015-47953 TOP SPOT 12 13 FEDERAL COM #033H

Upper Confining Layer: The low permeability sands and shales from approximately

9,072 ft MD to 9,495 ft MD at the Neff 13 #1 (30-015-25899).

Offset Well API Offset Well Name

30-015-47954 TOP SPOT 12 13 FEDERAL COM #024H

30-025-54209 DR PI FEDERAL UNIT 18 7 IPP #001H

Well API Well Name MASP: 1,300 psi

30-025-46474 LOST TANK 30 19 FEDERAL COM #001H

Upper Confining Layer: The low permeability sands and shales from approximately

9,072 ft MD to 9,495 ft MD at the Neff 13 #1 (30-015-25899).

Offset Well API Offset Well Name

N/A N/A

Well API Well Name MASP: 1,300 psi

30-025-49150 DR PI UNIT #171H

Upper Confining Layer: The low permeability sands and shales from approximately

9,072 ft MD to 9,495 ft MD at the Neff 13 #1 (30-015-25899).

Offset Well API Offset Well Name

30-025-49151 DR PI UNIT #172H

30-025-54177 DR PI FEDERAL UNIT 18 7 IPP #004H

30-025-49151 DR PI UNIT #172H

Upper Confining Layer: The low permeability sands and shales from approximately

9,072 ft MD to 9,495 ft MD at the Neff 13 #1 (30-015-25899).

Offset Well API Offset Well Name 30-025-48953 DR PI UNIT #173H 30-025-49150 DR PI UNIT #171H

Well API Well Name MASP: 1,300 psi

30-025-48282 DR PI UNIT #121H

Upper Confining Layer: The low permeability limestone from approximately 9,987 ft

MD to 10,107 ft MD at the Neff 13 #1 (30-015-25899).

Offset Well API Offset Well Name 30-025-48947 DR PI UNIT #123H

Well API Well Name MASP: 1,300 psi

30-025-48947 DR PI UNIT #123H

Upper Confining Layer: The low permeability limestone from approximately 9,987 ft

MD to 10,107 ft MD at the Neff 13 #1 (30-015-25899).

Offset Well API Offset Well Name
30-025-48282 DR PI UNIT #121H
30-025-48949 DR PI UNIT #125H

Well API Well Name MASP: 1,300 psi

30-025-48953 DR PI UNIT #173H

Upper Confining Layer: The low permeability sands and shales from approximately

9,072 ft MD to 9,495 ft MD at the Neff 13 #1 (30-015-25899).

Offset Well API Offset Well Name
30-025-48954 DR PI UNIT #174H
30-025-49151 DR PI UNIT #172H

Well API Well Name MASP: 1,300 psi

30-025-48954 DR PI UNIT #174H

Upper Confining Layer: The low permeability sands and shales from approximately

9,072 ft MD to 9,495 ft MD at the Neff 13 #1 (30-015-25899).

Offset Well API Offset Well Name 30-025-48953 DR PI UNIT #173H

30-025-53815 GOLD LOG 4 9 FEDERAL COM #001H

30-025-48948 DR PI UNIT #124H

Upper Confining Layer: The low permiability siliceous mudstone from approximately

8,435 ft MD to 8,915 ft MD at the Neff 13 #1 (30-015-25899).

Offset Well API Offset Well Name 30-025-48945 DR PI UNIT #112H

30-025-53809 GOLD LOG 4 9 FEDERAL COM #012H

Well API Well Name MASP: 1,300 psi

30-025-48945 DR PI UNIT #112H

Upper Confining Layer: The low permiability siliceous mudstone from approximately

8,435 ft MD to 8,915 ft MD at the Neff 13 #1 (30-015-25899).

Offset Well API Offset Well Name
30-025-48948 DR PI UNIT #124H
30-025-48944 DR PI UNIT #111H

Well API Well Name MASP: 1,300 psi

30-025-48949 DR PI UNIT #125H

Upper Confining Layer: The low permeability limestone from approximately 9,987 ft

MD to 10,107 ft MD at the Neff 13 #1 (30-015-25899).

Offset Well API Offset Well Name 30-025-48947 DR PI UNIT #123H 30-025-48950 DR PI UNIT #126H

Well API Well Name MASP: 1,300 psi

30-025-48950 DR PI UNIT #126H

Upper Confining Layer: The low permeability limestone from approximately 9,987 ft

MD to 10,107 ft MD at the Neff 13 #1 (30-015-25899).

Offset Well API Offset Well Name 30-025-48949 DR PI UNIT #125H

Well API Well Name MASP: 1,300 psi

30-025-53815 GOLD LOG 4 9 FEDERAL COM #001H

Upper Confining Layer: The low permeability sands and shales from approximately

9,072 ft MD to 9,495 ft MD at the Neff 13 #1 (30-015-25899).

Offset Well API Offset Well Name 30-025-48954 DR PI UNIT #174H

30-025-53807 GOLD LOG 4 9 FEDERAL COM #002H

Well API Well Name MASP: 1,300 psi 30-025-53807 **GOLD LOG 49 FEDERAL COM #002H** Upper Confining Layer: The low permeability sands and shales from approximately 9,072 ft MD to 9,495 ft MD at the Neff 13 #1 (30-015-25899). **Offset Well API Offset Well Name** 30-025-53815 GOLD LOG 49 FEDERAL COM #001H 30-025-53808 GOLD LOG 4 9 FEDERAL COM #003H Well API Well Name MASP: 1,300 psi 30-025-53808 GOLD LOG 49 FEDERAL COM #003H Upper Confining Layer: The low permeability sands and shales from approximately 9,072 ft MD to 9,495 ft MD at the Neff 13 #1 (30-015-25899). **Offset Well API Offset Well Name** 30-025-53807 GOLD LOG 4 9 FEDERAL COM #002H GOLD LOG 4 9 FEDERAL COM #004H 30-025-53816 Well API Well Name MASP: 1,300 psi 30-025-53816 GOLD LOG 4 9 FEDERAL COM #004H Upper Confining Layer: The low permeability sands and shales from approximately 9,072 ft MD to 9,495 ft MD at the Neff 13 #1 (30-015-25899). **Offset Well API Offset Well Name** 30-025-53808 GOLD LOG 49 FEDERAL COM #003H Well API Well Name MASP: 1,300 psi 30-025-53809 **GOLD LOG 4 9 FEDERAL COM #012H** Upper Confining Layer: The low permiability siliceous mudstone from approximately 8,435 ft MD to 8,915 ft MD at the Neff 13 #1 (30-015-25899). **Offset Well API Offset Well Name** 30-025-48948 DR PI UNIT #124H 30-025-53817 **GOLD LOG 49 FEDERAL COM #013H** Well API Well Name MASP: 1,300 psi GOLD LOG 4 9 FEDERAL COM #013H 30-025-53817

Upper Confining Layer: The low permiability siliceous mudstone from approximately 8,435 ft MD to 8,915 ft MD at the Neff 13 #1 (30-015-25899).

Offset Well API Offset Well Name
30-025-53809 GOLD LOG 4 9 FEDERAL COM #012H
30-025-53811 GOLD LOG 4 9 FEDERAL COM #016H

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30-025-53811 GOLD LOG 4 9 FEDERAL COM #016H

Upper Confining Layer: The low permiability siliceous mudstone from approximately 8,435 ft MD to 8,915 ft MD at the Neff 13 #1 (30-015-25899).

Offset Well API Offset Well Name

30-025-53817 GOLD LOG 4 9 FEDERAL COM #013H