

**District I**

1625 N. French Dr., Hobbs, NM 88240  
Phone:(575) 393-6161 Fax:(575) 393-0720

**District II**

811 S. First St., Artesia, NM 88210  
Phone:(575) 748-1283 Fax:(575) 748-9720

**District III**

1000 Rio Brazos Rd., Aztec, NM 87410  
Phone:(505) 334-6178 Fax:(505) 334-6170

**District IV**

1220 S. St Francis Dr., Santa Fe, NM 87505  
Phone:(505) 476-3470 Fax:(505) 476-3462

**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 343881

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

1. Operator Name and Address AMEREDEV OPERATING, LLC 2901 Via Fortuna Austin, TX 78746		2. OGRID Number 372224
		3. API Number 30-025-51680
4. Property Code 320645	5. Property Name MAGNOLIA 26 36 22 STATE COM	6. Well No. 072H

**7. Surface Location**

UL - Lot N	Section 22	Township 26S	Range 36E	Lot Idn N	Feet From 650	N/S Line S	Feet From 1788	E/W Line W	County Lea
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**8. Proposed Bottom Hole Location**

UL - Lot C	Section 15	Township 26S	Range 36E	Lot Idn C	Feet From 50	N/S Line N	Feet From 2310	E/W Line W	County Lea
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**9. Pool Information**

WC-025 G-08 S263620C;LWR BONE SPRIN	98150
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**Additional Well Information**

11. Work Type New Well	12. Well Type OIL	13. Cable/Rotary	14. Lease Type State	15. Ground Level Elevation 2903
16. Multiple N	17. Proposed Depth 19705	18. Formation 1st Bone Spring Sand	19. Contractor	20. Spud Date 10/1/2024
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**

Type	Hole Size	Casing Size	Casing Weight/ft	Setting Depth	Sacks of Cement	Estimated TOC
Surf	17.5	13.375	54.5	1818	1426	0
Int1	12.25	10.75	45.5	5120	1357	0
Prod	8.75	5.5	17	19705	6190	0

**Casing/Cement Program: Additional Comments**

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**22. Proposed Blowout Prevention Program**

Type	Working Pressure	Test Pressure	Manufacturer
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 <input checked="" type="checkbox"/> and/or 19.15.14.9 (B) NMAC <input checked="" type="checkbox"/> if applicable.  Signature:	<b>OIL CONSERVATION DIVISION</b>	
Printed Name: Electronically filed by Christie Hanna	Approved By: Paul F Kautz	
Title: Regulatory	Title: Geologist	
Email Address: channa@ameredev.com	Approved Date: 7/3/2023	Expiration Date: 7/3/2025
Date: 6/28/2023	Phone: 737-300-4723	Conditions of Approval Attached

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State of New Mexico  
Energy, Minerals & Natural Resources  
Department  
OIL CONSERVATION DIVISION  
1220 South St. Francis Dr.  
Santa Fe, NM 87505

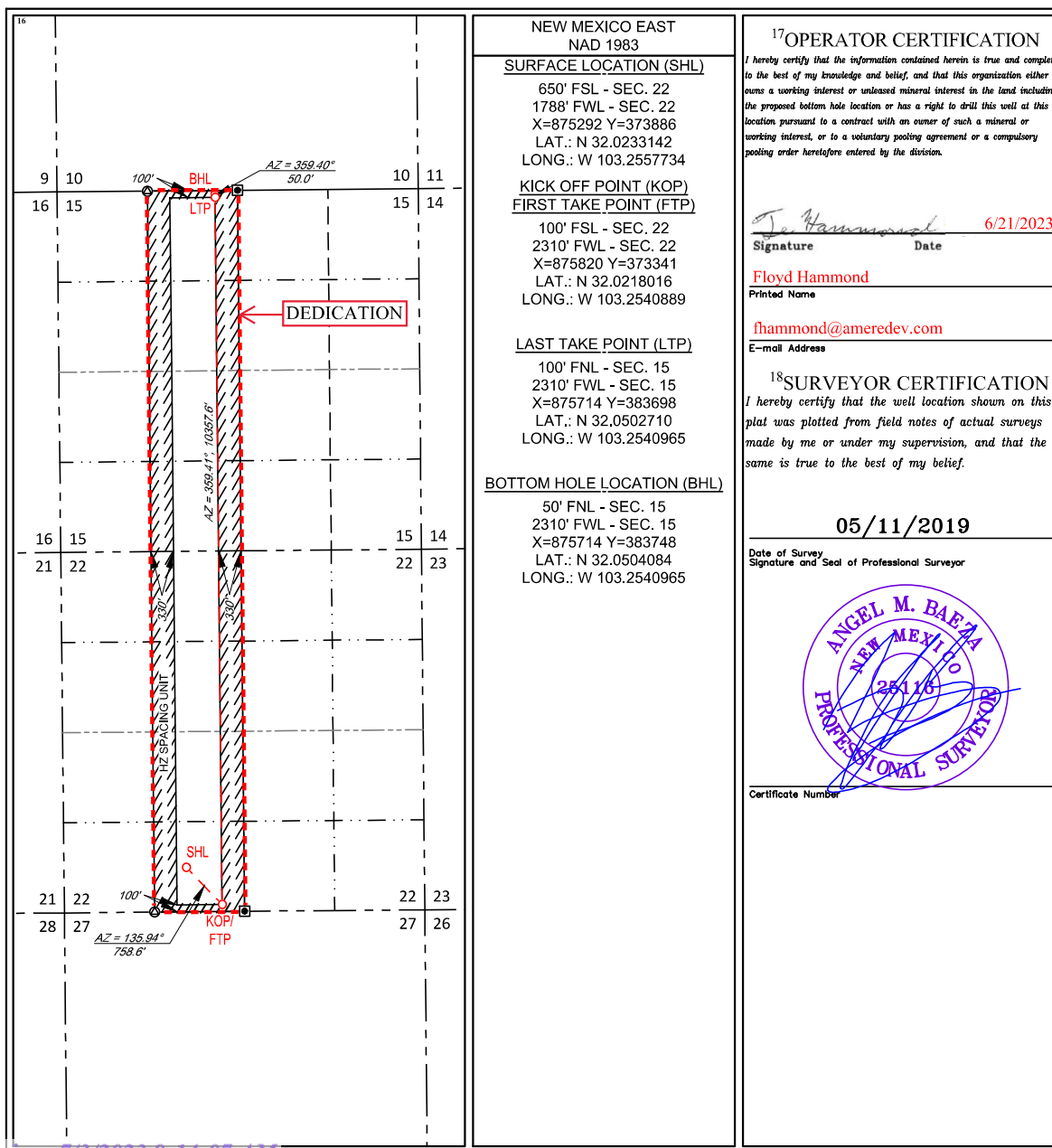
**FORM C-102**  
**Revised August 1, 2011**  
**Submit one copy to appropriate**  
**District Office**

☐ **AMENDED REPORT**

## WELL LOCATION AND ACREAGE DEDICATION PLAT

<sup>1</sup> API Number <b>30-025- 51680</b>		<sup>2</sup> Pool Code <b>98150</b>		<sup>3</sup> Pool Name <b>WC-025 G-08 S263620C; LWR BONE SPRING</b>					
<sup>4</sup> Property Code <b>320645</b>		<sup>5</sup> Property Name <b>MAGNOLIA 26 36 22 STATE COM</b>					<sup>6</sup> Well Number <b>072H</b>		
<sup>7</sup> OGRID No. <b>372224</b>		<sup>8</sup> Operator Name <b>AMEREDEV OPERATING, LLC.</b>					<sup>9</sup> Elevation <b>2903'</b>		
<sup>10</sup> Surface Location									
UL or lot no. <b>N</b>	Section <b>22</b>	Township <b>26-S</b>	Range <b>36-E</b>	Lot Idn <b>-</b>	Feet from the <b>650'</b>	North/South line <b>SOUTH</b>	Feet from the <b>1788'</b>	East/West line <b>WEST</b>	County <b>LEA</b>
<sup>11</sup> Bottom Hole Location If Different From Surface									
UL or lot no. <b>C</b>	Section <b>15</b>	Township <b>26-S</b>	Range <b>36-E</b>	Lot Idn <b>-</b>	Feet from the <b>50'</b>	North/South line <b>NORTH</b>	Feet from the <b>2310'</b>	East/West line <b>WEST</b>	County <b>LEA</b>
<sup>13</sup> Dedicated Acres <b>320</b>		<sup>13</sup> Joint or Infill		<sup>14</sup> Consolidation Code <b>C</b>		<sup>15</sup> Order No.			

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.



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**1220 S. St Francis Dr.**  
**Santa Fe, NM 87505**

Form APD Conditions

Permit 343881

**PERMIT CONDITIONS OF APPROVAL**

Operator Name and Address: AMEREDEV OPERATING, LLC [372224] 2901 Via Fortuna Austin, TX 78746	API Number: 30-025-51680
	Well: MAGNOLIA 26 36 22 STATE COM #072H

OCD Reviewer	Condition
pkautz	Notify OCD 24 hours prior to casing & cement
pkautz	Will require a File As Drilled C-102 and a Directional Survey with the C-104
pkautz	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
pkautz	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
pkautz	Cement is required to circulate on both surface and intermediate1 strings of casing
pkautz	The Operator is to notify NMOCD by sundry (Form C-103) within ten (10) days of the well being spud

## Magnolia 26 36 22 State Com 072H

First Bone Spring Sand | 2 Mile Lateral

County, St: Lea, NM

SHL: Section 22, T26S, R36E

650' FSL, 1788' FWL

BHL: Section 15, T26S, R36E

50' FNL, 2310' FWL

Wellhead: A - 13-5/8" 5M x 13-5/8" SOW

B - 13-5/8" 5M x 13-5/8" 5M

C - 13-5/8" 5M x 13-5/8" 5M

Tubing Spool: 7-1/16" 10M x 13-3/8" 5M

Xmas Tree: 2-9/16" 10M

Tubing: 3-1/2" L-80 6.5# 8rd EUE

Co. Well ID:

XXXXXX

AFE #:

2023-XXX

API #:

30-025-XXXXX

Permit:

NMOCD

GL:

2,903'

Field:

Delaware

Rig:

H&amp;P 642

KB:

27.0'

Elevation:

2,930'

E-Mail:

drillingengineering@ameradev.com

Offsets:

General Notes	Hole Size	Casing & Cement	Geology	TVD	Mud Weight
Notify BLM prior to spud, running casing, cementing, and BOP testing Sundry to be sent before spud  1500 psi Surface Casing Test Done by Spudder Rig	17-1/2"	<u>Lead (100% OH excess)</u> 1086 sx 12.8 ppg Class C Top of Lead @ 0'  <u>Tail (100% OH excess)</u> 340 sx 14.8 ppg Class C Top of Tail @ 1518'  13.375   54.5   J-55   BTC 0 - 1818	Conductor	122'	8.4 - 8.6 ppg FW
Stage 1 Designed to Circulate Cement to Surface  DV Tool (Int) 3801  Casing Test to 1500 psi	12-1/4"	<u>Stg 1 Lead (50% OH excess)</u> 445 sx 11 ppg Class C - Low Portland Top of Lead @ 0' <u>Stg 1 Tail (50% OH excess)</u> 177 sx 14.8 ppg Class C Top of Tail @ 4370'  <u>Stg 2 Lead (50% OH excess)</u> 629 sx 12.8 ppg Class C - Low Portland Top of Lead @ 0' <u>Stg 2 Tail (25% OH excess)</u> 106 sx 14.8 ppg Class C Top of Tail @ 3201' 10.75   45.5   HC L-80   SC BTC 0 - 5120	Salado  Tansill  Capitan  Lamar	2,256'  3,231'  3,901'  4,995'	10 ppg Brine
FIT to 10.5 ppg EMW	8-3/4" Vertical		Bell Canyon  Brushy Canyon  Bone Spring Lime	5,196'  6,793'  7,727'	9.0 - 9.5 ppg Cut Brine
12° DLS curve section Surveys: 45° Curve, 90° Lateral  LTP VS: 10307' 90° INC, 359.41° AZM  BHL VS: 10357' 90° INC, 359.41° AZM	8-3/4" Curve    8-1/2" Lateral	<u>Lead (50% OH excess)</u> 2049 sx 10.6 ppg ProLite Top of Lead @ 0'  <u>Tail (20% OH excess)</u> 4141 sx 14.5 ppg Class H - Premium PozMix Top of Tail @ 9705'  5.5   17   USS RYS P-110   Eagle SFH 0 - 19705  5-1/2" marker jts @ ~8870', 14710' MD  19705' MD 9,450' TVD @ BHL 10,357' VS			2049 sx 10.6 ppg ProLite 9.0 - 9.5 ppg Cut Brine
		EOC 9774' MD 9450' TVD	First Bone Spring	9,417'	No Casing Test



## **Ameredev Operating**

**Lea County, NM (N83-NME)**

**MAGNOLIA ST COM PROJECT**

**MAGNOLIA 26 36 22 STATE COM #072H**

**OWB**

**Plan: PWP**

## **Standard Planning Report - Geographic**

**14 June, 2023**



## Planning Report - Geographic

<b>Database:</b>	AUS-COMPASS - EDM_15 - 32bit	<b>Local Co-ordinate Reference:</b>	Well MAGNOLIA ST COM 26 36 22 #072H
<b>Company:</b>	Ameredev Operating	<b>TVD Reference:</b>	KB=27' @ 2930.0usft
<b>Project:</b>	Lea County, NM (N83-NME)	<b>MD Reference:</b>	KB=27' @ 2930.0usft
<b>Site:</b>	MAGNOLIA ST COM PROJECT	<b>North Reference:</b>	Grid
<b>Well:</b>	MAGNOLIA ST COM 26 36 22 #072H	<b>Survey Calculation Method:</b>	Minimum Curvature
<b>Wellbore:</b>	OWB		
<b>Design:</b>	PWP		

<b>Project</b>	Lea County, NM (N83-NME)		
<b>Map System:</b>	US State Plane 1983	<b>System Datum:</b>	Mean Sea Level
<b>Geo Datum:</b>	North American Datum 1983		
<b>Map Zone:</b>	New Mexico Eastern Zone		

Site		MAGNOLIA ST COM PROJECT			
Site Position:		Northing:	373,452.69 usft	Latitude:	32.0221651
From:	Lat/Long	Easting:	873,778.76 usft	Longitude:	-103.2606704
Position Uncertainty:		0.0 usft	Slot Radius:	13-3/16 "	

Well		MAGNOLIA ST COM 26 36 22 #072H				
Well Position	+N/-S	0.0 usft	Northing:	373,885.84 usft	Latitude:	32.0233142
	+E/-W	0.0 usft	Easting:	875,292.35 usft	Longitude:	-103.2557734
Position Uncertainty		3.0 usft	Wellhead Elevation:	usft	Ground Level:	2,903.0 usft
Grid Convergence:		0.57 °				

<b>Wellbore</b>	OWB				
<b>Magnetics</b>	<b>Model Name</b>	<b>Sample Date</b>	<b>Declination (°)</b>	<b>Dip Angle (°)</b>	<b>Field Strength (nT)</b>
	IGRF2020	6/13/2023	6.15	59.69	47,201.98132762

<b>Design</b>	PWP			
<b>Audit Notes:</b>				
<b>Version:</b>	<b>Phase:</b>	PROTOTYPE	<b>Tie On Depth:</b>	0.0
<b>Vertical Section:</b>	<b>Depth From (TVD) (usft)</b>	<b>+N/-S (usft)</b>	<b>+E/-W (usft)</b>	<b>Direction (°)</b>
	0.0	0.0	0.0	359.41

<b>Plan Survey Tool Program</b>	<b>Date</b> 6/14/2023			
<b>Depth From (usft)</b>	<b>Depth To (usft)</b>	<b>Survey (Wellbore)</b>	<b>Tool Name</b>	<b>Remarks</b>
1	0.0	19,704.5 PWP (OWB)	MWD	
			OWSG MWD - Standard	

<b>Plan Sections</b>										
<b>Measured Depth (usft)</b>	<b>Inclination (°)</b>	<b>Azimuth (°)</b>	<b>Vertical Depth (usft)</b>	<b>+N/-S (usft)</b>	<b>+E/-W (usft)</b>	<b>Dogleg Rate (°/100usft)</b>	<b>Build Rate (°/100usft)</b>	<b>Turn Rate (°/100usft)</b>	<b>TFO (°)</b>	<b>Target</b>
0.0	0.00	0.00	0.0	0.0	0.0	0.00	0.00	0.00	0.00	
1,500.0	0.00	0.00	1,500.0	0.0	0.0	0.00	0.00	0.00	0.00	
1,900.0	8.00	135.85	1,898.7	-20.0	19.4	2.00	2.00	0.00	135.85	
6,956.7	8.00	135.85	6,906.2	-525.0	509.6	0.00	0.00	0.00	0.00	
7,356.7	0.00	0.00	7,304.9	-545.0	529.0	2.00	-2.00	0.00	180.00	
9,024.4	0.00	0.00	8,972.6	-545.0	529.0	0.00	0.00	0.00	0.00	
9,774.4	90.00	359.41	9,450.1	-67.6	524.1	12.00	12.00	-0.08	359.41	
19,704.5	90.00	359.41	9,450.0	9,862.0	421.2	0.00	0.00	0.00	0.00	BHL (MSC 072H)



## Planning Report - Geographic

<b>Database:</b>	AUS-COMPASS - EDM_15 - 32bit	<b>Local Co-ordinate Reference:</b>	Well MAGNOLIA ST COM 26 36 22 #072H
<b>Company:</b>	Ameredev Operating	<b>TVD Reference:</b>	KB=27' @ 2930.0usft
<b>Project:</b>	Lea County, NM (N83-NME)	<b>MD Reference:</b>	KB=27' @ 2930.0usft
<b>Site:</b>	MAGNOLIA ST COM PROJECT	<b>North Reference:</b>	Grid
<b>Well:</b>	MAGNOLIA ST COM 26 36 22 #072H	<b>Survey Calculation Method:</b>	Minimum Curvature
<b>Wellbore:</b>	OWB		
<b>Design:</b>	PWP		

Planned Survey									
Measured Depth (usft)	Inclination (°)	Azimuth (°)	Vertical Depth (usft)	+N/-S (usft)	+E/-W (usft)	Map Northing (usft)	Map Easting (usft)	Latitude	Longitude
0.0	0.00	0.00	0.0	0.0	0.0	373,885.84	875,292.35	32.0233142	-103.2557734
100.0	0.00	0.00	100.0	0.0	0.0	373,885.84	875,292.35	32.0233142	-103.2557734
200.0	0.00	0.00	200.0	0.0	0.0	373,885.84	875,292.35	32.0233142	-103.2557734
300.0	0.00	0.00	300.0	0.0	0.0	373,885.84	875,292.35	32.0233142	-103.2557734
400.0	0.00	0.00	400.0	0.0	0.0	373,885.84	875,292.35	32.0233142	-103.2557734
500.0	0.00	0.00	500.0	0.0	0.0	373,885.84	875,292.35	32.0233142	-103.2557734
600.0	0.00	0.00	600.0	0.0	0.0	373,885.84	875,292.35	32.0233142	-103.2557734
700.0	0.00	0.00	700.0	0.0	0.0	373,885.84	875,292.35	32.0233142	-103.2557734
800.0	0.00	0.00	800.0	0.0	0.0	373,885.84	875,292.35	32.0233142	-103.2557734
900.0	0.00	0.00	900.0	0.0	0.0	373,885.84	875,292.35	32.0233142	-103.2557734
1,000.0	0.00	0.00	1,000.0	0.0	0.0	373,885.84	875,292.35	32.0233142	-103.2557734
1,100.0	0.00	0.00	1,100.0	0.0	0.0	373,885.84	875,292.35	32.0233142	-103.2557734
1,200.0	0.00	0.00	1,200.0	0.0	0.0	373,885.84	875,292.35	32.0233142	-103.2557734
1,300.0	0.00	0.00	1,300.0	0.0	0.0	373,885.84	875,292.35	32.0233142	-103.2557734
1,400.0	0.00	0.00	1,400.0	0.0	0.0	373,885.84	875,292.35	32.0233142	-103.2557734
1,500.0	0.00	0.00	1,500.0	0.0	0.0	373,885.84	875,292.35	32.0233142	-103.2557734
<b>Start Build 2.00</b>									
1,600.0	2.00	135.85	1,600.0	-1.3	1.2	373,884.59	875,293.57	32.0233108	-103.2557695
1,700.0	4.00	135.85	1,699.8	-5.0	4.9	373,880.83	875,297.21	32.0233003	-103.2557579
1,793.5	5.87	135.85	1,793.0	-10.8	10.5	373,875.06	875,302.82	32.0232843	-103.2557400
<b>Rustler</b>									
1,800.0	6.00	135.85	1,799.5	-11.3	10.9	373,874.58	875,303.28	32.0232830	-103.2557385
1,900.0	8.00	135.85	1,898.7	-20.0	19.4	373,865.83	875,311.77	32.0232587	-103.2557114
<b>Start 5056.7 hold at 1900.0 MD</b>									
2,000.0	8.00	135.85	1,997.7	-30.0	29.1	373,855.85	875,321.46	32.0232310	-103.2556804
2,100.0	8.00	135.85	2,096.8	-40.0	38.8	373,845.86	875,331.16	32.0232033	-103.2556495
2,200.0	8.00	135.85	2,195.8	-50.0	48.5	373,835.87	875,340.85	32.0231756	-103.2556185
2,260.8	8.00	135.85	2,256.0	-56.0	54.4	373,829.80	875,346.75	32.0231587	-103.2555997
<b>Salado</b>									
2,300.0	8.00	135.85	2,294.8	-60.0	58.2	373,825.89	875,350.54	32.0231479	-103.2555876
2,400.0	8.00	135.85	2,393.8	-69.9	67.9	373,815.90	875,360.24	32.0231201	-103.2555566
2,500.0	8.00	135.85	2,492.9	-79.9	77.6	373,805.91	875,369.93	32.0230924	-103.2555257
2,600.0	8.00	135.85	2,591.9	-89.9	87.3	373,795.93	875,379.62	32.0230647	-103.2554947
2,700.0	8.00	135.85	2,690.9	-99.9	97.0	373,785.94	875,389.32	32.0230370	-103.2554638
2,800.0	8.00	135.85	2,789.9	-109.9	106.7	373,775.95	875,399.01	32.0230093	-103.2554328
2,900.0	8.00	135.85	2,889.0	-119.9	116.4	373,765.97	875,408.70	32.0229816	-103.2554019
2,941.4	8.00	135.85	2,930.0	-124.0	120.4	373,761.83	875,412.72	32.0229701	-103.2553891
<b>Dewey Lake</b>									
3,000.0	8.00	135.85	2,988.0	-129.9	126.0	373,755.98	875,418.40	32.0229539	-103.2553709
3,100.0	8.00	135.85	3,087.0	-139.8	135.7	373,745.99	875,428.09	32.0229261	-103.2553400
3,200.0	8.00	135.85	3,186.1	-149.8	145.4	373,736.01	875,437.78	32.0228984	-103.2553090
3,245.4	8.00	135.85	3,231.0	-154.4	149.8	373,731.47	875,442.18	32.0228858	-103.2552950
<b>Tansill</b>									
3,300.0	8.00	135.85	3,285.1	-159.8	155.1	373,726.02	875,447.48	32.0228707	-103.2552781
3,400.0	8.00	135.85	3,384.1	-169.8	164.8	373,716.03	875,457.17	32.0228430	-103.2552471
3,500.0	8.00	135.85	3,483.1	-179.8	174.5	373,706.05	875,466.86	32.0228153	-103.2552162
3,600.0	8.00	135.85	3,582.2	-189.8	184.2	373,696.06	875,476.56	32.0227876	-103.2551852
3,700.0	8.00	135.85	3,681.2	-199.8	193.9	373,686.07	875,486.25	32.0227599	-103.2551543
3,800.0	8.00	135.85	3,780.2	-209.7	203.6	373,676.09	875,495.94	32.0227321	-103.2551233
3,900.0	8.00	135.85	3,879.2	-219.7	213.3	373,666.10	875,505.64	32.0227044	-103.2550924
3,922.0	8.00	135.85	3,901.0	-221.9	215.4	373,663.91	875,507.77	32.0226983	-103.2550856
<b>Capitan</b>									
4,000.0	8.00	135.85	3,978.3	-229.7	223.0	373,656.11	875,515.33	32.0226767	-103.2550614
4,100.0	8.00	135.85	4,077.3	-239.7	232.7	373,646.13	875,525.02	32.0226490	-103.2550305



## Planning Report - Geographic

<b>Database:</b>	AUS-COMPASS - EDM_15 - 32bit	<b>Local Co-ordinate Reference:</b>	Well MAGNOLIA ST COM 26 36 22 #072H
<b>Company:</b>	Ameredev Operating	<b>TVD Reference:</b>	KB=27' @ 2930.0usft
<b>Project:</b>	Lea County, NM (N83-NME)	<b>MD Reference:</b>	KB=27' @ 2930.0usft
<b>Site:</b>	MAGNOLIA ST COM PROJECT	<b>North Reference:</b>	Grid
<b>Well:</b>	MAGNOLIA ST COM 26 36 22 #072H	<b>Survey Calculation Method:</b>	Minimum Curvature
<b>Wellbore:</b>	OWB		
<b>Design:</b>	PWP		

Planned Survey										
Measured Depth (usft)	Inclination (°)	Azimuth (°)	Vertical Depth (usft)	+N/-S (usft)	+E/-W (usft)	Map Northing (usft)	Map Easting (usft)	Latitude	Longitude	
4,200.0	8.00	135.85	4,176.3	-249.7	242.4	373,636.14	875,534.72	32.0226213	-103.2549995	
4,300.0	8.00	135.85	4,275.3	-259.7	252.1	373,626.16	875,544.41	32.0225936	-103.2549686	
4,400.0	8.00	135.85	4,374.4	-269.7	261.8	373,616.17	875,554.10	32.0225659	-103.2549376	
4,500.0	8.00	135.85	4,473.4	-279.7	271.4	373,606.18	875,563.80	32.0225381	-103.2549067	
4,600.0	8.00	135.85	4,572.4	-289.6	281.1	373,596.20	875,573.49	32.0225104	-103.2548757	
4,700.0	8.00	135.85	4,671.5	-299.6	290.8	373,586.21	875,583.18	32.0224827	-103.2548448	
4,800.0	8.00	135.85	4,770.5	-309.6	300.5	373,576.22	875,592.88	32.0224550	-103.2548138	
4,900.0	8.00	135.85	4,869.5	-319.6	310.2	373,566.24	875,602.57	32.0224273	-103.2547829	
5,000.0	8.00	135.85	4,968.5	-329.6	319.9	373,556.25	875,612.26	32.0223996	-103.2547519	
5,026.7	8.00	135.85	4,995.0	-332.3	322.5	373,553.58	875,614.86	32.0223922	-103.2547436	
Lamar										
5,100.0	8.00	135.85	5,067.6	-339.6	329.6	373,546.26	875,621.96	32.0223719	-103.2547210	
5,200.0	8.00	135.85	5,166.6	-349.6	339.3	373,536.28	875,631.65	32.0223441	-103.2546900	
5,229.7	8.00	135.85	5,196.0	-352.5	342.2	373,533.31	875,634.53	32.0223359	-103.2546808	
Bell Canyon										
5,300.0	8.00	135.85	5,265.6	-359.5	349.0	373,526.29	875,641.34	32.0223164	-103.2546591	
5,400.0	8.00	135.85	5,364.6	-369.5	358.7	373,516.30	875,651.04	32.0222887	-103.2546281	
5,500.0	8.00	135.85	5,463.7	-379.5	368.4	373,506.32	875,660.73	32.0222610	-103.2545972	
5,600.0	8.00	135.85	5,562.7	-389.5	378.1	373,496.33	875,670.42	32.0222333	-103.2545662	
5,700.0	8.00	135.85	5,661.7	-399.5	387.8	373,486.34	875,680.12	32.0222056	-103.2545353	
5,800.0	8.00	135.85	5,760.7	-409.5	397.5	373,476.36	875,689.81	32.0221779	-103.2545043	
5,900.0	8.00	135.85	5,859.8	-419.5	407.2	373,466.37	875,699.50	32.0221502	-103.2544734	
6,000.0	8.00	135.85	5,958.8	-429.5	416.8	373,456.38	875,709.20	32.0221224	-103.2544424	
6,100.0	8.00	135.85	6,057.8	-439.4	426.5	373,446.40	875,718.89	32.0220947	-103.2544115	
6,200.0	8.00	135.85	6,156.9	-449.4	436.2	373,436.41	875,728.58	32.0220670	-103.2543805	
6,300.0	8.00	135.85	6,255.9	-459.4	445.9	373,426.42	875,738.28	32.0220393	-103.2543496	
6,400.0	8.00	135.85	6,354.9	-469.4	455.6	373,416.44	875,747.97	32.0220116	-103.2543186	
6,500.0	8.00	135.85	6,453.9	-479.4	465.3	373,406.45	875,757.66	32.0219839	-103.2542877	
6,600.0	8.00	135.85	6,553.0	-489.4	475.0	373,396.47	875,767.36	32.0219562	-103.2542567	
6,700.0	8.00	135.85	6,652.0	-499.4	484.7	373,386.48	875,777.05	32.0219284	-103.2542258	
6,800.0	8.00	135.85	6,751.0	-509.3	494.4	373,376.49	875,786.74	32.0219007	-103.2541948	
6,842.4	8.00	135.85	6,793.0	-513.6	498.5	373,372.26	875,790.85	32.0218890	-103.2541817	
Brushy Canyon										
6,900.0	8.00	135.85	6,850.0	-519.3	504.1	373,366.51	875,796.44	32.0218730	-103.2541639	
6,956.7	8.00	135.85	6,906.2	-525.0	509.6	373,360.84	875,801.93	32.0218573	-103.2541463	
Start Drop -2.00										
7,000.0	7.13	135.85	6,949.1	-529.1	513.6	373,356.75	875,805.91	32.0218459	-103.2541336	
7,100.0	5.13	135.85	7,048.5	-536.8	521.0	373,349.08	875,813.35	32.0218247	-103.2541099	
7,200.0	3.13	135.85	7,148.3	-541.9	526.0	373,343.91	875,818.37	32.0218103	-103.2540938	
7,300.0	1.13	135.85	7,248.2	-544.6	528.6	373,341.24	875,820.96	32.0218029	-103.2540856	
7,356.7	0.00	0.00	7,304.9	-545.0	529.0	373,340.84	875,821.35	32.0218018	-103.2540843	
Start 1667.7 hold at 7356.7 MD										
7,400.0	0.00	0.00	7,348.2	-545.0	529.0	373,340.84	875,821.35	32.0218018	-103.2540843	
7,500.0	0.00	0.00	7,448.2	-545.0	529.0	373,340.84	875,821.35	32.0218018	-103.2540843	
7,600.0	0.00	0.00	7,548.2	-545.0	529.0	373,340.84	875,821.35	32.0218018	-103.2540843	
7,700.0	0.00	0.00	7,648.2	-545.0	529.0	373,340.84	875,821.35	32.0218018	-103.2540843	
7,778.8	0.00	0.00	7,727.0	-545.0	529.0	373,340.84	875,821.35	32.0218018	-103.2540843	
Bone Spring Lime										
7,800.0	0.00	0.00	7,748.2	-545.0	529.0	373,340.84	875,821.35	32.0218018	-103.2540843	
7,900.0	0.00	0.00	7,848.2	-545.0	529.0	373,340.84	875,821.35	32.0218018	-103.2540843	
8,000.0	0.00	0.00	7,948.2	-545.0	529.0	373,340.84	875,821.35	32.0218018	-103.2540843	
8,100.0	0.00	0.00	8,048.2	-545.0	529.0	373,340.84	875,821.35	32.0218018	-103.2540843	
8,200.0	0.00	0.00	8,148.2	-545.0	529.0	373,340.84	875,821.35	32.0218018	-103.2540843	
8,300.0	0.00	0.00	8,248.2	-545.0	529.0	373,340.84	875,821.35	32.0218018	-103.2540843	





## Planning Report - Geographic

<b>Database:</b>	AUS-COMPASS - EDM_15 - 32bit	<b>Local Co-ordinate Reference:</b>	Well MAGNOLIA ST COM 26 36 22 #072H
<b>Company:</b>	Ameredev Operating	<b>TVD Reference:</b>	KB=27' @ 2930.0usft
<b>Project:</b>	Lea County, NM (N83-NME)	<b>MD Reference:</b>	KB=27' @ 2930.0usft
<b>Site:</b>	MAGNOLIA ST COM PROJECT	<b>North Reference:</b>	Grid
<b>Well:</b>	MAGNOLIA ST COM 26 36 22 #072H	<b>Survey Calculation Method:</b>	Minimum Curvature
<b>Wellbore:</b>	OWB		
<b>Design:</b>	PWP		

Planned Survey									
Measured Depth (usft)	Inclination (°)	Azimuth (°)	Vertical Depth (usft)	+N/-S (usft)	+E/-W (usft)	Map Northing (usft)	Map Easting (usft)	Latitude	Longitude
8,400.0	0.00	0.00	8,348.2	-545.0	529.0	373,340.84	875,821.35	32.0218018	-103.2540843
8,500.0	0.00	0.00	8,448.2	-545.0	529.0	373,340.84	875,821.35	32.0218018	-103.2540843
8,600.0	0.00	0.00	8,548.2	-545.0	529.0	373,340.84	875,821.35	32.0218018	-103.2540843
8,700.0	0.00	0.00	8,648.2	-545.0	529.0	373,340.84	875,821.35	32.0218018	-103.2540843
8,800.0	0.00	0.00	8,748.2	-545.0	529.0	373,340.84	875,821.35	32.0218018	-103.2540843
8,900.0	0.00	0.00	8,848.2	-545.0	529.0	373,340.84	875,821.35	32.0218018	-103.2540843
9,000.0	0.00	0.00	8,948.2	-545.0	529.0	373,340.84	875,821.35	32.0218018	-103.2540843
9,024.4	0.00	0.00	8,972.6	-545.0	529.0	373,340.84	875,821.35	32.0218018	-103.2540843
<b>KOP-Start DLS 12.00 TFO 359.41</b>									
9,050.0	3.07	359.41	8,998.2	-544.3	529.0	373,341.52	875,821.35	32.0218037	-103.2540843
9,075.0	6.07	359.41	9,023.1	-542.3	529.0	373,343.52	875,821.33	32.0218091	-103.2540843
9,100.0	9.07	359.41	9,047.9	-539.0	528.9	373,346.81	875,821.29	32.0218182	-103.2540843
9,125.0	12.07	359.41	9,072.4	-534.4	528.9	373,351.39	875,821.24	32.0218308	-103.2540843
9,150.0	15.07	359.41	9,096.7	-528.6	528.8	373,357.26	875,821.18	32.0218469	-103.2540843
9,175.0	18.07	359.41	9,120.7	-521.4	528.8	373,364.39	875,821.11	32.0218665	-103.2540843
9,200.0	21.07	359.41	9,144.3	-513.1	528.7	373,372.76	875,821.02	32.0218895	-103.2540843
9,225.0	24.07	359.41	9,167.3	-503.5	528.6	373,382.36	875,820.92	32.0219159	-103.2540844
9,250.0	27.07	359.41	9,189.9	-492.7	528.5	373,393.14	875,820.81	32.0219456	-103.2540844
9,275.0	30.07	359.41	9,211.8	-480.7	528.3	373,405.10	875,820.69	32.0219784	-103.2540844
9,300.0	33.07	359.41	9,233.1	-467.7	528.2	373,418.19	875,820.55	32.0220144	-103.2540844
9,325.0	36.07	359.41	9,253.7	-453.5	528.1	373,432.37	875,820.40	32.0220534	-103.2540844
9,350.0	39.07	359.41	9,273.5	-438.2	527.9	373,447.61	875,820.25	32.0220953	-103.2540844
9,375.0	42.07	359.41	9,292.5	-422.0	527.7	373,463.87	875,820.08	32.0221400	-103.2540845
9,400.0	45.07	359.41	9,310.6	-404.7	527.5	373,481.09	875,819.90	32.0221873	-103.2540845
9,425.0	48.07	359.41	9,327.8	-386.6	527.4	373,499.25	875,819.71	32.0222372	-103.2540845
9,450.0	51.07	359.41	9,344.0	-367.6	527.2	373,518.27	875,819.52	32.0222895	-103.2540845
9,475.0	54.07	359.41	9,359.2	-347.7	527.0	373,538.12	875,819.31	32.0223441	-103.2540845
9,500.0	57.07	359.41	9,373.4	-327.1	526.7	373,558.74	875,819.10	32.0224007	-103.2540846
9,525.0	60.07	359.41	9,386.4	-305.8	526.5	373,580.07	875,818.88	32.0224594	-103.2540846
9,550.0	63.07	359.41	9,398.3	-283.8	526.3	373,602.05	875,818.65	32.0225198	-103.2540846
9,575.0	66.07	359.41	9,409.0	-261.2	526.1	373,624.63	875,818.41	32.0225819	-103.2540846
9,595.7	68.55	359.41	9,417.0	-242.1	525.9	373,643.70	875,818.22	32.0226343	-103.2540847
<b>First Bone Spring</b>									
9,600.0	69.07	359.41	9,418.6	-238.1	525.8	373,647.73	875,818.17	32.0226454	-103.2540847
9,625.0	72.07	359.41	9,426.9	-214.5	525.6	373,671.30	875,817.93	32.0227102	-103.2540847
9,650.0	75.07	359.41	9,433.9	-190.6	525.3	373,695.28	875,817.68	32.0227761	-103.2540847
9,675.0	78.07	359.41	9,439.8	-166.2	525.1	373,719.59	875,817.43	32.0228429	-103.2540848
9,700.0	81.07	359.41	9,444.3	-141.7	524.8	373,744.17	875,817.18	32.0229105	-103.2540848
9,725.0	84.07	359.41	9,447.5	-116.9	524.6	373,768.96	875,816.92	32.0229786	-103.2540848
9,750.0	87.07	359.41	9,449.4	-92.0	524.3	373,793.88	875,816.66	32.0230471	-103.2540848
9,774.4	90.00	359.41	9,450.1	-67.6	524.1	373,818.28	875,816.41	32.0231142	-103.2540849
<b>LP-Start 9930.1 hold at 9774.4 MD</b>									
9,800.0	90.00	359.41	9,450.1	-42.0	523.8	373,843.87	875,816.14	32.0231845	-103.2540849
9,900.0	90.00	359.41	9,450.1	58.0	522.8	373,943.86	875,815.11	32.0234594	-103.2540850
10,000.0	90.00	359.41	9,450.1	158.0	521.7	374,043.86	875,814.07	32.0237342	-103.2540851
10,100.0	90.00	359.41	9,450.1	258.0	520.7	374,143.85	875,813.04	32.0240091	-103.2540853
10,200.0	90.00	359.41	9,450.1	358.0	519.6	374,243.85	875,812.00	32.0242840	-103.2540854
10,300.0	90.00	359.41	9,450.1	458.0	518.6	374,343.84	875,810.97	32.0245588	-103.2540855
10,400.0	90.00	359.41	9,450.1	558.0	517.6	374,443.83	875,809.93	32.0248337	-103.2540856
10,500.0	90.00	359.41	9,450.1	658.0	516.5	374,543.83	875,808.89	32.0251085	-103.2540857
10,600.0	90.00	359.41	9,450.1	758.0	515.5	374,643.82	875,807.86	32.0253834	-103.2540859
10,700.0	90.00	359.41	9,450.1	858.0	514.5	374,743.82	875,806.82	32.0256583	-103.2540860
10,800.0	90.00	359.41	9,450.1	958.0	513.4	374,843.81	875,805.79	32.0259331	-103.2540861
10,900.0	90.00	359.41	9,450.1	1,058.0	512.4	374,943.81	875,804.75	32.0262080	-103.2540862



## Planning Report - Geographic

<b>Database:</b>	AUS-COMPASS - EDM_15 - 32bit	<b>Local Co-ordinate Reference:</b>	Well MAGNOLIA ST COM 26 36 22 #072H
<b>Company:</b>	Ameredev Operating	<b>TVD Reference:</b>	KB=27' @ 2930.0usft
<b>Project:</b>	Lea County, NM (N83-NME)	<b>MD Reference:</b>	KB=27' @ 2930.0usft
<b>Site:</b>	MAGNOLIA ST COM PROJECT	<b>North Reference:</b>	Grid
<b>Well:</b>	MAGNOLIA ST COM 26 36 22 #072H	<b>Survey Calculation Method:</b>	Minimum Curvature
<b>Wellbore:</b>	OWB		
<b>Design:</b>	PWP		

Planned Survey										
Measured Depth (usft)	Inclination (°)	Azimuth (°)	Vertical Depth (usft)	+N/-S (usft)	+E/-W (usft)	Map Northing (usft)	Map Easting (usft)	Latitude	Longitude	
11,000.0	90.00	359.41	9,450.1	1,158.0	511.4	375,043.80	875,803.72	32.0264829	-103.2540863	
11,100.0	90.00	359.41	9,450.1	1,258.0	510.3	375,143.80	875,802.68	32.0267577	-103.2540864	
11,200.0	90.00	359.41	9,450.1	1,358.0	509.3	375,243.79	875,801.65	32.0270326	-103.2540866	
11,300.0	90.00	359.41	9,450.1	1,457.9	508.3	375,343.79	875,800.61	32.0273075	-103.2540867	
11,400.0	90.00	359.41	9,450.1	1,557.9	507.2	375,443.78	875,799.58	32.0275823	-103.2540868	
11,500.0	90.00	359.41	9,450.1	1,657.9	506.2	375,543.78	875,798.54	32.0278572	-103.2540869	
11,600.0	90.00	359.41	9,450.1	1,757.9	505.2	375,643.77	875,797.50	32.0281321	-103.2540870	
11,700.0	90.00	359.41	9,450.1	1,857.9	504.1	375,743.77	875,796.47	32.0284069	-103.2540871	
11,800.0	90.00	359.41	9,450.1	1,957.9	503.1	375,843.76	875,795.43	32.0286818	-103.2540873	
11,900.0	90.00	359.41	9,450.1	2,057.9	502.0	375,943.75	875,794.40	32.0289566	-103.2540874	
12,000.0	90.00	359.41	9,450.1	2,157.9	501.0	376,043.75	875,793.36	32.0292315	-103.2540875	
12,100.0	90.00	359.41	9,450.0	2,257.9	500.0	376,143.74	875,792.33	32.0295064	-103.2540876	
12,200.0	90.00	359.41	9,450.0	2,357.9	498.9	376,243.74	875,791.29	32.0297812	-103.2540877	
12,300.0	90.00	359.41	9,450.0	2,457.9	497.9	376,343.73	875,790.26	32.0300561	-103.2540879	
12,400.0	90.00	359.41	9,450.0	2,557.9	496.9	376,443.73	875,789.22	32.0303310	-103.2540880	
12,500.0	90.00	359.41	9,450.0	2,657.9	495.8	376,543.72	875,788.18	32.0306058	-103.2540881	
12,600.0	90.00	359.41	9,450.0	2,757.9	494.8	376,643.72	875,787.15	32.0308807	-103.2540882	
12,700.0	90.00	359.41	9,450.0	2,857.9	493.8	376,743.71	875,786.11	32.0311556	-103.2540883	
12,800.0	90.00	359.41	9,450.0	2,957.9	492.7	376,843.71	875,785.08	32.0314304	-103.2540884	
12,900.0	90.00	359.41	9,450.0	3,057.9	491.7	376,943.70	875,784.04	32.0317053	-103.2540886	
13,000.0	90.00	359.41	9,450.0	3,157.9	490.7	377,043.70	875,783.01	32.0319801	-103.2540887	
13,100.0	90.00	359.41	9,450.0	3,257.9	489.6	377,143.69	875,781.97	32.0322550	-103.2540888	
13,200.0	90.00	359.41	9,450.0	3,357.8	488.6	377,243.68	875,780.94	32.0325299	-103.2540889	
13,300.0	90.00	359.41	9,450.0	3,457.8	487.5	377,343.68	875,779.90	32.0328047	-103.2540890	
13,400.0	90.00	359.41	9,450.0	3,557.8	486.5	377,443.67	875,778.86	32.0330796	-103.2540891	
13,500.0	90.00	359.41	9,450.0	3,657.8	485.5	377,543.67	875,777.83	32.0333545	-103.2540893	
13,600.0	90.00	359.41	9,450.0	3,757.8	484.4	377,643.66	875,776.79	32.0336293	-103.2540894	
13,700.0	90.00	359.41	9,450.0	3,857.8	483.4	377,743.66	875,775.76	32.0339042	-103.2540895	
13,800.0	90.00	359.41	9,450.0	3,957.8	482.4	377,843.65	875,774.72	32.0341791	-103.2540896	
13,900.0	90.00	359.41	9,450.0	4,057.8	481.3	377,943.65	875,773.69	32.0344539	-103.2540897	
14,000.0	90.00	359.41	9,450.0	4,157.8	480.3	378,043.64	875,772.65	32.0347288	-103.2540898	
14,100.0	90.00	359.41	9,450.0	4,257.8	479.3	378,143.64	875,771.62	32.0350036	-103.2540900	
14,200.0	90.00	359.41	9,450.0	4,357.8	478.2	378,243.63	875,770.58	32.0352785	-103.2540901	
14,300.0	90.00	359.41	9,450.0	4,457.8	477.2	378,343.63	875,769.54	32.0355534	-103.2540902	
14,400.0	90.00	359.41	9,450.0	4,557.8	476.2	378,443.62	875,768.51	32.0358282	-103.2540903	
14,500.0	90.00	359.41	9,450.0	4,657.8	475.1	378,543.62	875,767.47	32.0361031	-103.2540904	
14,600.0	90.00	359.41	9,450.0	4,757.8	474.1	378,643.61	875,766.44	32.0363780	-103.2540906	
14,700.0	90.00	359.41	9,450.0	4,857.8	473.1	378,743.60	875,765.40	32.0366528	-103.2540907	
14,800.0	90.00	359.41	9,450.0	4,957.8	472.0	378,843.60	875,764.37	32.0369277	-103.2540908	
14,900.0	90.00	359.41	9,450.0	5,057.8	471.0	378,943.59	875,763.33	32.0372026	-103.2540909	
15,000.0	90.00	359.41	9,450.0	5,157.8	469.9	379,043.59	875,762.30	32.0374774	-103.2540910	
15,100.0	90.00	359.41	9,450.0	5,257.7	468.9	379,143.58	875,761.26	32.0377523	-103.2540911	
15,200.0	90.00	359.41	9,450.0	5,357.7	467.9	379,243.58	875,760.23	32.0380271	-103.2540913	
15,300.0	90.00	359.41	9,450.0	5,457.7	466.8	379,343.57	875,759.19	32.0383020	-103.2540914	
15,400.0	90.00	359.41	9,450.0	5,557.7	465.8	379,443.57	875,758.15	32.0385769	-103.2540915	
15,500.0	90.00	359.41	9,450.0	5,657.7	464.8	379,543.56	875,757.12	32.0388517	-103.2540916	
15,600.0	90.00	359.41	9,450.0	5,757.7	463.7	379,643.56	875,756.08	32.0391266	-103.2540917	
15,700.0	90.00	359.41	9,450.0	5,857.7	462.7	379,743.55	875,755.05	32.0394015	-103.2540918	
15,800.0	90.00	359.41	9,450.0	5,957.7	461.7	379,843.55	875,754.01	32.0396763	-103.2540920	
15,900.0	90.00	359.41	9,450.0	6,057.7	460.6	379,943.54	875,752.98	32.0399512	-103.2540921	
16,000.0	90.00	359.41	9,450.0	6,157.7	459.6	380,043.53	875,751.94	32.0402261	-103.2540922	
16,100.0	90.00	359.41	9,450.0	6,257.7	458.6	380,143.53	875,750.91	32.0405009	-103.2540923	
16,200.0	90.00	359.41	9,450.0	6,357.7	457.5	380,243.52	875,749.87	32.0407758	-103.2540924	
16,300.0	90.00	359.41	9,450.0	6,457.7	456.5	380,343.52	875,748.83	32.0410506	-103.2540925	
16,400.0	90.00	359.41	9,450.0	6,557.7	455.4	380,443.51	875,747.80	32.0413255	-103.2540927	



## Planning Report - Geographic

<b>Database:</b>	AUS-COMPASS - EDM_15 - 32bit	<b>Local Co-ordinate Reference:</b>	Well MAGNOLIA ST COM 26 36 22 #072H
<b>Company:</b>	Ameredev Operating	<b>TVD Reference:</b>	KB=27' @ 2930.0usft
<b>Project:</b>	Lea County, NM (N83-NME)	<b>MD Reference:</b>	KB=27' @ 2930.0usft
<b>Site:</b>	MAGNOLIA ST COM PROJECT	<b>North Reference:</b>	Grid
<b>Well:</b>	MAGNOLIA ST COM 26 36 22 #072H	<b>Survey Calculation Method:</b>	Minimum Curvature
<b>Wellbore:</b>	OWB		
<b>Design:</b>	PWP		

Planned Survey										
Measured Depth (usft)	Inclination (°)	Azimuth (°)	Vertical Depth (usft)	+N/-S (usft)	+E/-W (usft)	Map Northing (usft)	Map Easting (usft)	Latitude	Longitude	
16,500.0	90.00	359.41	9,450.0	6,657.7	454.4	380,543.51	875,746.76	32.0416004	-103.2540928	
16,600.0	90.00	359.41	9,450.0	6,757.7	453.4	380,643.50	875,745.73	32.0418752	-103.2540929	
16,700.0	90.00	359.41	9,450.0	6,857.7	452.3	380,743.50	875,744.69	32.0421501	-103.2540930	
16,800.0	90.00	359.41	9,450.0	6,957.7	451.3	380,843.49	875,743.66	32.0424250	-103.2540931	
16,900.0	90.00	359.41	9,450.0	7,057.6	450.3	380,943.49	875,742.62	32.0426998	-103.2540932	
17,000.0	90.00	359.41	9,450.0	7,157.6	449.2	381,043.48	875,741.59	32.0429747	-103.2540934	
17,100.0	90.00	359.41	9,450.0	7,257.6	448.2	381,143.48	875,740.55	32.0432496	-103.2540935	
17,200.0	90.00	359.41	9,450.0	7,357.6	447.2	381,243.47	875,739.51	32.0435244	-103.2540936	
17,300.0	90.00	359.41	9,450.0	7,457.6	446.1	381,343.47	875,738.48	32.0437993	-103.2540937	
17,400.0	90.00	359.41	9,450.0	7,557.6	445.1	381,443.46	875,737.44	32.0440741	-103.2540938	
17,500.0	90.00	359.41	9,450.0	7,657.6	444.1	381,543.45	875,736.41	32.0443490	-103.2540939	
17,600.0	90.00	359.41	9,450.0	7,757.6	443.0	381,643.45	875,735.37	32.0446239	-103.2540941	
17,700.0	90.00	359.41	9,450.0	7,857.6	442.0	381,743.44	875,734.34	32.0448987	-103.2540942	
17,800.0	90.00	359.41	9,450.0	7,957.6	440.9	381,843.44	875,733.30	32.0451736	-103.2540943	
17,900.0	90.00	359.41	9,450.0	8,057.6	439.9	381,943.43	875,732.27	32.0454485	-103.2540944	
18,000.0	90.00	359.41	9,450.0	8,157.6	438.9	382,043.43	875,731.23	32.0457233	-103.2540945	
18,100.0	90.00	359.41	9,450.0	8,257.6	437.8	382,143.42	875,730.20	32.0459982	-103.2540946	
18,200.0	90.00	359.41	9,450.0	8,357.6	436.8	382,243.42	875,729.16	32.0462730	-103.2540947	
18,300.0	90.00	359.41	9,450.0	8,457.6	435.8	382,343.41	875,728.12	32.0465479	-103.2540949	
18,400.0	90.00	359.41	9,450.0	8,557.6	434.7	382,443.41	875,727.09	32.0468228	-103.2540950	
18,500.0	90.00	359.41	9,450.0	8,657.6	433.7	382,543.40	875,726.05	32.0470976	-103.2540951	
18,600.0	90.00	359.41	9,450.0	8,757.6	432.7	382,643.40	875,725.02	32.0473725	-103.2540952	
18,700.0	90.00	359.41	9,450.0	8,857.6	431.6	382,743.39	875,723.98	32.0476474	-103.2540953	
18,800.0	90.00	359.41	9,450.0	8,957.5	430.6	382,843.38	875,722.95	32.0479222	-103.2540954	
18,900.0	90.00	359.41	9,450.0	9,057.5	429.6	382,943.38	875,721.91	32.0481971	-103.2540956	
19,000.0	90.00	359.41	9,450.0	9,157.5	428.5	383,043.37	875,720.88	32.0484720	-103.2540957	
19,100.0	90.00	359.41	9,450.0	9,257.5	427.5	383,143.37	875,719.84	32.0487468	-103.2540958	
19,200.0	90.00	359.41	9,450.0	9,357.5	426.5	383,243.36	875,718.80	32.0490217	-103.2540959	
19,300.0	90.00	359.41	9,450.0	9,457.5	425.4	383,343.36	875,717.77	32.0492965	-103.2540960	
19,400.0	90.00	359.41	9,450.0	9,557.5	424.4	383,443.35	875,716.73	32.0495714	-103.2540961	
19,500.0	90.00	359.41	9,450.0	9,657.5	423.3	383,543.35	875,715.70	32.0498463	-103.2540963	
19,600.0	90.00	359.41	9,450.0	9,757.5	422.3	383,643.34	875,714.66	32.0501211	-103.2540964	
19,704.5	90.00	359.41	9,450.0	9,862.0	421.2	383,747.86	875,713.58	32.0504084	-103.2540965	
TD at 19704.5										

Design Targets										
Target Name	Dip Angle (°)	Dip Dir. (°)	TVD (usft)	+N/-S (usft)	+E/-W (usft)	Northing (usft)	Easting (usft)	Latitude	Longitude	
LTP (MSC 072H) - hit/miss target - Shape - Point	0.00	0.00	9,450.0	9,812.0	421.7	383,697.87	875,714.08	32.0502710	-103.2540965	
FTP (MSC 072H) - plan misses target center by 197.8usft at 9400.0usft MD (9310.6 TVD, -404.7 N, 527.5 E) - Point	0.00	0.00	9,450.0	-545.1	527.6	373,340.77	875,819.93	32.0218016	-103.2540889	
BHL (MSC 072H) - plan hits target center - Point	0.00	0.00	9,450.0	9,862.0	421.2	383,747.86	875,713.58	32.0504084	-103.2540965	



## Planning Report - Geographic

<b>Database:</b>	AUS-COMPASS - EDM_15 - 32bit	<b>Local Co-ordinate Reference:</b>	Well MAGNOLIA ST COM 26 36 22 #072H
<b>Company:</b>	Ameredev Operating	<b>TVD Reference:</b>	KB=27' @ 2930.0usft
<b>Project:</b>	Lea County, NM (N83-NME)	<b>MD Reference:</b>	KB=27' @ 2930.0usft
<b>Site:</b>	MAGNOLIA ST COM PROJECT	<b>North Reference:</b>	Grid
<b>Well:</b>	MAGNOLIA ST COM 26 36 22 #072H	<b>Survey Calculation Method:</b>	Minimum Curvature
<b>Wellbore:</b>	OWB		
<b>Design:</b>	PWP		

## Formations

Measured Depth (usft)	Vertical Depth (usft)	Name	Lithology	Dip (°)	Dip Direction (°)
1,793.5	1,793.0	Rustler			
2,260.8	2,256.0	Salado			
2,941.4	2,930.0	Dewey Lake			
3,245.4	3,231.0	Tansill			
3,922.0	3,901.0	Capitan			
5,026.7	4,995.0	Lamar			
5,229.7	5,196.0	Bell Canyon			
6,842.4	6,793.0	Brushy Canyon			
7,778.8	7,727.0	Bone Spring Lime			
9,595.7	9,417.0	First Bone Spring			

## Plan Annotations

Measured Depth (usft)	Vertical Depth (usft)	Local Coordinates		Comment
		+N/-S (usft)	+E/-W (usft)	
1,500.0	1,500.0	0.0	0.0	Start Build 2.00
1,900.0	1,898.7	-20.0	19.4	Start 5056.7 hold at 1900.0 MD
6,956.7	6,906.2	-525.0	509.6	Start Drop -2.00
7,356.7	7,304.9	-545.0	529.0	Start 1667.7 hold at 7356.7 MD
9,024.4	8,972.6	-545.0	529.0	KOP-Start DLS 12.00 TFO 359.41
9,774.4	9,450.1	-67.6	524.1	LP-Start 9930.1 hold at 9774.4 MD
19,704.5	9,450.0	9,862.0	421.2	TD at 19704.5

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:** \_\_\_\_\_ Ameredev II, LLC \_\_\_\_\_ **OGRID:** \_\_\_\_\_ 372224 \_\_\_\_\_ **Date:** \_\_\_\_\_ 06/21/2023 \_\_\_\_\_

**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
Magnolia 26 36 22 State Com 061H	30025-		230' FSL & 270' FWL	28	131	64
Magnolia 26 36 22 State Com 062H	30025-		230' FSL & 1600' FWL	998	4,762	4,399
Magnolia 26 36 22 State Com 063H	30025-		399' FSL & 2225' FEL	22	103	50
Magnolia 26 36 22 State Com 064H	30025-		230' FSL & 995' FEL	998	4,762	4,399
Magnolia 26 36 22 State Com 071H	30025-		230' FSL & 1040' FWL	388	1,945	685
Magnolia 26 36 22 State Com 072H	30025-		650' FSL & 1788' FWL	1,000	5,018	3,838

**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
Magnolia 26 36 22 State Com 061H	30025-	10/01/2024	11/15/2024	12/15/2024	01/01/2025	01/04/2025
Magnolia 26 36 22 State Com 062H	30025-	10/01/2024	11/15/2024	12/15/2024	01/01/2025	01/04/2025
Magnolia 26 36 22 State Com 063H	30025-	10/01/2024	11/15/2024	12/15/2024	01/01/2025	01/04/2025
Magnolia 26 36 22 State Com 064H	30025-	10/01/2024	11/15/2024	12/15/2024	01/01/2025	01/04/2025
Magnolia 26 36 22 State Com 071H	30025-	10/01/2024	11/15/2024	12/15/2024	01/01/2025	01/04/2025
Magnolia 26 36 22 State Com 072H	30025-	10/01/2024	11/15/2024	12/15/2024	01/01/2025	01/04/2025

**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 ☐ 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: <i>Cesca Yu</i>
Printed Name: Cesca Yu
Title: Engineer
E-mail Address: cyu@ameredev.com
Date: 06/21/2023
Phone: 512-775-1417

**OIL CONSERVATION DIVISION**  
**(Only applicable when submitted as a standalone form)**

Approved By:
Title:
Approval Date:
Conditions of Approval:

## **Natural Gas Management Plan**

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

- Separation equipment is sized to allow for retention time and velocity to adequately separate oil, gas, and water at anticipated peak rates.
- All central tank battery equipment is designed to efficiently capture the remaining gas from the liquid phase.
- Valves and meters are designed to service without flow interruption or venting of gas.

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

#### **19.15.27.8 (A)**

Ameredev's field operations are designed with the goal of minimizing flaring and preventing venting of natural gas. If capturing the gas is not possible then the gas is combusted/flared using properly sized flares or combustors in accordance with state air permit rules.

#### **19.15.27.8 (B) Venting and Flaring during drilling operations**

- A properly-sized flare stack will be located at a minimum 100' from the nearest surface hole location on the pad.
- All natural gas produced during drilling operations will be flared. Venting will only occur if there is an equipment malfunction and/or to avoid risk of an immediate and substantial adverse impact on safety, public health, or the environment.

#### **19.15.27.8 (C) Venting and Flaring during completions or recompletions operations.**

- During all phases of flowback, wells will flow through a sand separator, or other appropriate flowback separation equipment, and the well stream will be directed to a central tank battery (CTB) through properly sized flowlines
- The CTB will have properly sized separation equipment for maximum anticipated flowrates
- Multiple stages of separation will be used to separate gas from liquids. All gas will be routed to a sales outlet. Fluids will be routed to tanks equipped with a closed loop system that will recover any residual gas from the tanks and route such gas to a sales outlet.

#### **19.15.27.8 (D) Venting and Flaring during production operations.**

- During production, the well stream will be routed to the CTB where multiple stages of separation will separate gas from liquids. All gas will be routed to a sales outlet. Fluids will be routed to tanks with a closed

loop system that will recover any residual gas from the tanks and route such gas to a sales outlet, minimizing tank emissions.

- Flares are equipped with auto-ignition systems and continuous pilot operations.
- Automatic gauging equipment is installed on all tanks.

#### **19.15.27.8 (E) Performance Standards**

- Production equipment will be designed to handle maximum anticipated rates and pressure.
- Automatic gauging equipment is installed on all tanks to minimize venting
- All flared gas will be combusted in a flare stack that is properly sized and designed to ensure proper combustion.
- Flares are equipped with continuous pilots and auto-ignitors along with remote monitoring of the pilot status
- Weekly AVOs and monthly LDAR inspections will be performed on all wells and facilities that produce more than 60 Mcfd.
- Gas/H<sub>2</sub>S detectors will be installed throughout the facilities and wellheads to detect leaks and enable timely repairs.

#### **19.15.27.8 (F) Measurement or estimation of vented and flared natural gas**

- All high pressure flared gas is measured by equipment conforming to API 14.10.
- No meter bypasses are installed.
- When metering is not practical due to low pressure/low rate, the vented or flared volume will be estimated through flare flow curves with the assistance of air emissions consultants, as necessary.

#### **VIII. Best Management Practices: Attach a complete description of Operator's best management practices to minimize venting during active and planned maintenance.**

- Ameredev will use best management practices to vent as minimally as possible during well intervention operations and downhole well maintenance
- All natural gas is routed into the gas gathering system and directed to one of Ameredev's multiple gas sales outlets.
- All venting events will be recorded and all start-up, shutdown, maintenance logs will be kept for control equipment
- All control equipment will be maintained to provide highest run-time possible
- All procedures are drafted to keep venting and flaring to the absolute minimum