Form C-101 August 1, 2011

Permit 343888

<u>District I</u> 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**

APPLICATION FOR PERIMIT TO DRILL, RE-ENTER, DEEPEN, PLUGBACK, OR ADD	AZUNE
	0.0000010.11

1. Operator Name and Address		2. OGRID Number
AMEREDEV OPERATING, LLC		372224
2901 Via Fortuna		3. API Number
Austin, TX 78746		30-025-51681
4. Property Code	5. Property Name	6. Well No.
320645	MAGNOLIA 26 36 22 STATE COM	073H

7 Surface Location

UL - Lot	Section	Township	Range	Lot Idn	Feet From	N/S Line	Feet From	E/W Line	County
Р	22	26S	36E	Р	230	S	1015	E	Lea

8. Proposed Bottom Hole Location

	UL - Lot	Section	Township	Range	Lot Idn	Feet From	N/S Line	Feet From	E/W Line	County
	В	15	26S	36E	В	50	N	1650	E	Lea

9. Pool Information

98150 WC-025 G-08 S263620C;LWR BONE SPRIN

Additional Well Information

11. Work Type	12. Well Type	13. Cable/Rotary	14. Lease Type	15. Ground Level Elevation
New Well	OIL		State	2908
16. Multiple	17. Proposed Depth	18. Formation	19. Contractor	20. Spud Date
N	20090	1st Bone Spring Sand		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

	Ziti Toposca Gasting and Gentlett Togram												
Type	Hole Size	Casing Size	Casing Weight/ft	Setting Depth	Sacks of Cement	Estimated TOC							
Surf	17.5	13.375	54.5	1990	1552	0							
Int1	12.25	10.75	45.5	5144	1300	0							
Prod	8 75	5.5	17	20090	6270	0							

Casing/Cement Program: Additional Comments

22. Proposed Blowout Prevention Program

Туре	Working Pressure	Test Pressure	Manufacturer
Double Ram	5000	5000	TBD

knowledge and be	elief.	true and complete to the best of my NMAC ⊠ and/or 19.15.14.9 (B) NMAC		OIL CONSERVATIO	N DIVISION
Printed Name:	Electronically filed by Christie Ha	nna	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 Appr	oval Attached	

District 1 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 Pictod: III Plone: (373) /48-1285 Fax: (375) /48-9/20 District III 1000 Rio Brazos Road, Aztec, NM 87410 Phone: (505) 334-6178 Fax: (505) 334-6170 District IV 1220 S. St. Francis Dr., Santa Fe, NM 87505 Phone: (505) 476-3460 Fax: (505) 476-3462

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

¹ API Number	² Pool Code	³ Pool Name						
30-025- 5168	98150	98150 WC-025 G-08 S263620C; LWR F						
⁴ Property Code	⁵ P	roperty Name	⁶ Well Number					
320645	MAGNOLIA 26	3 36 22 STATE COM	073H					
⁷ OGRID №.	⁸ O	perator Name	⁹ Elevation					
372224	AMEREDEV	OPERATING, LLC.	2908'					
	10c							

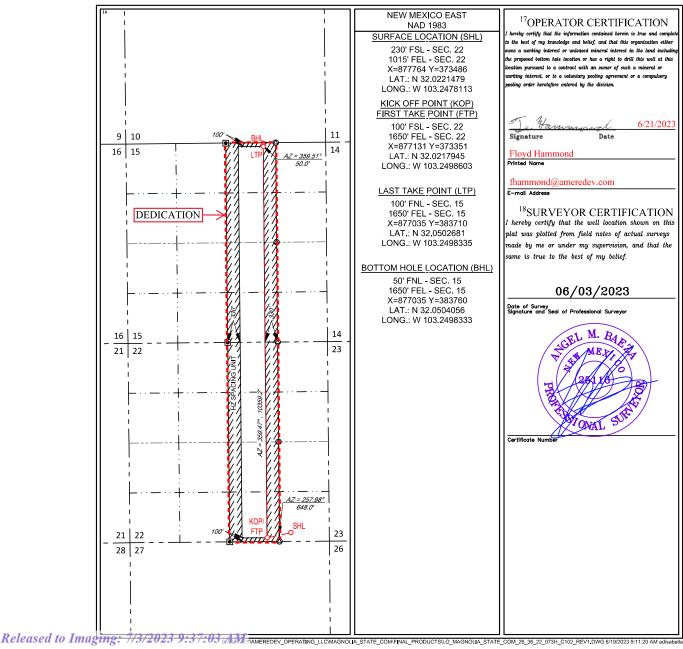
[™]Surface Location

UL or lot no.	Section	Township	Range	Lot Idn	Feet from the	North/South line		East/West line	County
P	22	26-S	36-E	_	230	SOUTH	1015'	EAST	LEA
110									

¹¹Bottom Hole Location If Different From Surface

UL or lot no.	Section 15	Township 26-S	36-E	Lot Idn —	Feet from the 50°	North/South line	Feet from the 1650'	East/West line EAST	LEA
¹² Dedicated Acres 320	¹³ Joint or I	nfill 14Co	onsolidation Co C	de ¹⁵ Ord	er 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.



Permit 343888

Form APD Conditions

<u>District I</u> 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

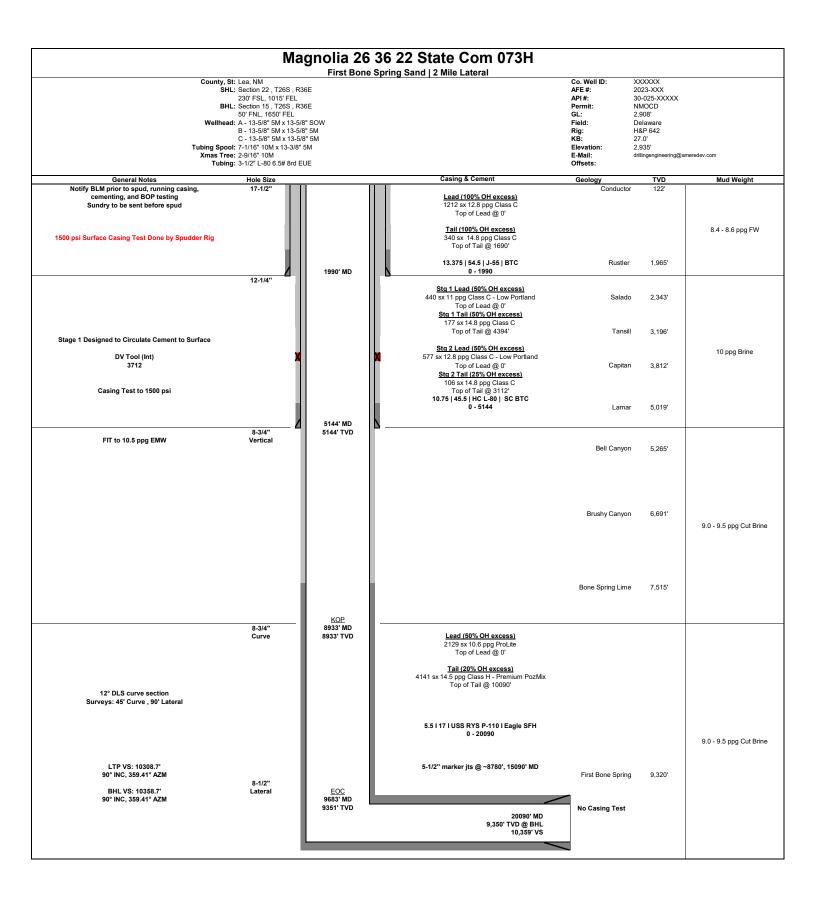
1220 S. St Francis Dr., Santa Fe, NM 87505 Phone:(505) 476-3470 Fax:(505) 476-3462

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

PERMIT CONDITIONS OF APPROVAL

Operator Name and Address:	API Number:			
AMEREDEV OPERATING, LLC [372224]	30-025-51681			
2901 Via Fortuna	Well:			
Austin, TX 78746	MAGNOLIA 26 36 22 STATE COM #073H			

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





Ameredev Operating

Lea County, NM (N83-NME)
MAGNOLIA ST COM PROJECT
MAGNOLIA 26 36 22 STATE COM #073H

OWB

Plan: PWP0

Standard Planning Report - Geographic

14 June, 2023



Database: AUS-COMPASS - EDM_15 - 32bit

Company: Ameredev Operating
Project: Lea County, NM (N83-NME)
Site: MAGNOLIA ST COM PROJECT
Well: MAGNOLIA ST COM 26 36 22 #073H

Wellbore: OWB Design: PWP0 **Local Co-ordinate Reference:**

TVD Reference: MD Reference: North Reference:

Survey Calculation Method:

Well MAGNOLIA ST COM 26 36 22 #073H

KB=27' @ 2935.0usft KB=27' @ 2935.0usft

Grid

Minimum Curvature

Project Lea County, NM (N83-NME)

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

983 System Datum:

Mean Sea Level

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 #073H

 Well Position
 +N/-S
 0.0 usft
 Northing:
 373,486.24 usft
 Latitude:
 32.0221479

 +E/-W
 0.0 usft
 Easting:
 877,764.34 usft
 Longitude:
 -103.2478113

 +E/-W
 0.0 usft
 Easting:
 877,764.34 usft
 Longitude:
 -103.2478113

 Position Uncertainty
 3.0 usft
 Wellhead Elevation:
 usft
 Ground Level:
 2,908.0 usft

Grid Convergence: 0.58 °

Wellbore OWB

 Magnetics
 Model Name
 Sample Date (°)
 Declination (°)
 Dip Angle (°)
 Field Strength (nT)

 IGRF2020
 6/13/2023
 6.14
 59.69
 47,202.02701328

Design PWP0

Audit Notes:

Version:Phase:PROTOTYPETie On Depth:0.0

 Vertical Section:
 Depth From (TVD) (usft)
 +N/-S +E/-W (usft)
 Direction (°)

 0.0
 0.0
 0.0
 359.41

Plan Survey Tool Program Date 6/14/2023

Depth From Depth To

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

1 0.0 20,090.4 PWP0 (OWB) MWD

OWSG MWD - Standard

Plan Sections Measured Vertical Dogleg Build Turn Depth Inclination Depth +N/-S +E/-W Rate **Azimuth** Rate Rate **TFO** (usft) (usft) (°/100usft) (°/100usft) (°/100usft) (usft) (usft) (°) (°) **Target** (°) 0.0 0.00 0.00 0.0 0.0 0.0 0.00 0.00 0.00 0.00 0.00 0.00 0.0 0.00 0.00 0.00 0.00 1,500.0 1,500.0 0.0 1,900.0 8.00 225.37 1,898.7 -19.6-19.82.00 2.00 0.00 225.37 7,748.8 8.00 225.37 7,690.6 -591.4 -599.2 0.00 0.00 0.00 0.00 -611.0 -619.0 2.00 -2.00 0.00 180.00 8.148.8 0.00 0.00 8.089.3 8,932.5 0.00 0.00 8,873.0 -611.0 -619.0 0.00 0.00 0.00 0.00 9,682.5 -133.5 -623.9 12.00 12.00 -0.08 90.00 359.41 9,350.5 359.41 359.41 9,350.0 10,273.8 -730.8 0.00 0.00 0.00 0.00 BHL (MSC ##73H) 20,090.4 90.00



Database: AUS-COMPASS - EDM_15 - 32bit

Company: Ameredev Operating
Project: Lea County, NM (N83-NME)
Site: MAGNOLIA ST COM PROJECT
Well: MAGNOLIA ST COM 26 36 22 #073H

Wellbore: OWB Design: PWP0 Local Co-ordinate Reference:

TVD Reference: MD Reference: North Reference: Survey Calculation Method: Well MAGNOLIA ST COM 26 36 22 #073H

KB=27' @ 2935.0usft KB=27' @ 2935.0usft

Grid

Planned Surv	еу								
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	373,486.24	877,764.34	32.0221479	-103.2478113
100.0	0.00	0.00	100.0	0.0	0.0	373,486.24	877,764.34	32.0221479	-103.2478113
200.0	0.00	0.00	200.0	0.0	0.0	373,486.24	877,764.34	32.0221479	-103.2478113
300.0	0.00	0.00	300.0	0.0	0.0	373,486.24	877,764.34	32.0221479	-103.2478113
400.0 500.0	0.00 0.00	0.00 0.00	400.0 500.0	0.0 0.0	0.0 0.0	373,486.24 373,486.24	877,764.34 877,764.34	32.0221479 32.0221479	-103.2478113 -103.2478113
600.0	0.00	0.00	600.0	0.0	0.0	373,486.24	877,764.34	32.0221479	-103.2478113
700.0	0.00	0.00	700.0	0.0	0.0	373,486.24	877,764.34	32.0221479	-103.2478113
800.0		0.00	800.0	0.0	0.0	373,486.24	877,764.34	32.0221479	-103.2478113
900.0	0.00	0.00	900.0	0.0	0.0	373,486.24	877,764.34	32.0221479	-103.2478113
1,000.0	0.00	0.00	1,000.0	0.0	0.0	373,486.24	877,764.34	32.0221479	-103.2478113
1,100.0	0.00	0.00	1,100.0	0.0	0.0	373,486.24	877,764.34	32.0221479	-103.2478113
1,200.0	0.00	0.00	1,200.0	0.0	0.0	373,486.24	877,764.34	32.0221479	-103.2478113
1,300.0	0.00	0.00	1,300.0	0.0	0.0	373,486.24	877,764.34	32.0221479	-103.2478113
1,400.0	0.00	0.00	1,400.0	0.0	0.0	373,486.24	877,764.34	32.0221479	-103.2478113
1,500.0	0.00	0.00	1,500.0	0.0	0.0	373,486.24	877,764.34	32.0221479	-103.2478113
	uild 2.00 2.00	225.37	1,600.0	-1.2	-1.2	373,485.02	077 762 40	32.0221446	-103.2478153
1,600.0 1,700.0	4.00	225.37 225.37	1,600.0	-1.2 -4.9	-1.2 -5.0	373,485.02 373,481.34	877,763.10 877,759.37	32.0221446	-103.2478275
1,800.0	6.00	225.37	1,799.5	-11.0	-3.0 -11.2	373,475.22	877,753.17	32.0221179	-103.2478477
1,900.0	8.00	225.37	1,898.7	-19.6	-19.8	373,466.66	877,744.50	32.0220946	-103.2478759
·	348.8 hold a					,	,		
1,966.9	8.00	225.37	1,965.0	-26.1	-26.5	373,460.11	877,737.87	32.0220768	-103.2478975
Rustler	•								
2,000.0	8.00	225.37	1,997.7	-29.4	-29.7	373,456.88	877,734.59	32.0220680	-103.2479082
2,100.0	8.00	225.37	2,096.8	-39.1	-39.7	373,447.10	877,724.69	32.0220414	-103.2479405
2,200.0	8.00	225.37	2,195.8	-48.9	-49.6	373,437.33	877,714.78	32.0220148	-103.2479728
2,300.0	8.00	225.37	2,294.8	-58.7	-59.5	373,427.55	877,704.88	32.0219883	-103.2480050
2,348.7 Salado	8.00	225.37	2,343.0	-63.5	-64.3	373,422.79	877,700.06	32.0219753	-103.2480207
2,400.0	8.00	225.37	2,393.8	-68.5	-69.4	373,417.77	877,694.98	32.0219617	-103.2480373
2,500.0	8.00	225.37	2,492.9	-78.2	-79.3	373,408.00	877,685.07	32.0219351	-103.2480696
2,600.0	8.00	225.37	2,591.9	-88.0	-89.2	373,398.22	877,675.17	32.0219085	-103.2481018
2,700.0	8.00	225.37	2,690.9	-97.8	-99.1	373,388.44	877,665.26	32.0218819	-103.2481341
2,800.0	8.00	225.37	2,789.9	-107.6	-109.0	373,378.67	877,655.36	32.0218553	-103.2481664
2,900.0	8.00	225.37	2,889.0	-117.4	-118.9	373,368.89	877,645.45	32.0218287	-103.2481987
2,946.5	8.00	225.37	2,935.0	-121.9	-123.5	373,364.35	877,640.85	32.0218163	-103.2482137
Dewey		005.07	0.000.0	407.4	400.0	070 050 44	077 005 55	00 0040004	400 0400000
3,000.0 3,100.0	8.00 8.00	225.37 225.37	2,988.0 3,087.0	-127.1 -136.9	-128.8 -138.7	373,359.11 373,349.34	877,635.55 877,625.64	32.0218021 32.0217755	-103.2482309 -103.2482632
3,200.0		225.37	3,186.1	-136.9	-148.6	373,339.56	877,615.74	32.0217489	-103.2482955
3,210.0	8.00	225.37	3,196.0	-147.7	-149.6	373,338.58	877,614.74	32.0217462	-103.2482987
Tansill			.,			,	,,,		
3,300.0	8.00	225.37	3,285.1	-156.5	-158.5	373,329.78	877,605.83	32.0217223	-103.2483277
3,400.0	8.00	225.37	3,384.1	-166.2	-168.4	373,320.01	877,595.93	32.0216957	-103.2483600
3,500.0		225.37	3,483.1	-176.0	-178.3	373,310.23	877,586.02	32.0216691	-103.2483923
3,600.0		225.37	3,582.2	-185.8	-188.2	373,300.45	877,576.12	32.0216425	-103.2484245
3,700.0	8.00	225.37	3,681.2	-195.6	-198.1	373,290.68	877,566.21	32.0216159	-103.2484568
3,800.0		225.37	3,780.2	-205.3	-208.0	373,280.90 373,277.76	877,556.31	32.0215893	-103.2484891
3,832.1 Capitar	8.00	225.37	3,812.0	-208.5	-211.2	313,211.10	877,553.13	32.0215807	-103.2484994
3,900.0		225.37	3,879.2	-215.1	-217.9	373,271.12	877,546.40	32.0215627	-103.2485214
4,000.0		225.37	3,978.3	-213.1 -224.9	-217.9 -227.8	373,261.34	877,536.50	32.0215361	-103.2485536
4,100.0		225.37	4,077.3	-234.7	-237.7	373,251.57	877,526.59	32.0215095	-103.2485859
<u> </u>									



Database: AUS-COMPASS - EDM_15 - 32bit

Company: Ameredev Operating
Project: Lea County, NM (N83-NME)
Site: MAGNOLIA ST COM PROJECT
Well: MAGNOLIA ST COM 26 36 22 #073H

Wellbore: OWB Design: PWP0 Local Co-ordinate Reference:

TVD Reference: MD Reference: North Reference:

Survey Calculation Method:

Well MAGNOLIA ST COM 26 36 22 #073H

KB=27' @ 2935.0usft KB=27' @ 2935.0usft

Grid

Planned Surv	еу								
Measured Depth (usft)	Inclination (°)	(°)	Vertical Depth (usft)	+N/-S (usft)	+E/-W (usft)	Map Northing (usft)	Map Easting (usft)	Latitude	Longitude
4,200.0 4,300.0 4,400.0 4,500.0 4,600.0	8.00 8.00 8.00 8.00 8.00	225.37 225.37 225.37 225.37 225.37	4,176.3 4,275.3 4,374.4 4,473.4 4,572.4	-244.5 -254.2 -264.0 -273.8 -283.6	-247.7 -257.6 -267.5 -277.4 -287.3	373,241.79 373,232.01 373,222.24 373,212.46 373,202.68	877,516.69 877,506.78 877,496.88 877,486.97 877,477.07	32.0214829 32.0214563 32.0214297 32.0214031 32.0213765	-103.2486182 -103.2486504 -103.2486827 -103.2487150 -103.2487473
4,700.0 4,800.0 4,900.0 5,000.0	8.00 8.00 8.00 8.00	225.37 225.37 225.37 225.37	4,671.5 4,770.5 4,869.5 4,968.5	-293.3 -303.1 -312.9 -322.7	-297.2 -307.1 -317.0 -326.9	373,192.91 373,183.13 373,173.35 373,163.58	877,467.16 877,457.26 877,447.35 877,437.45	32.0213499 32.0213233 32.0212967 32.0212701	-103.2487795 -103.2488118 -103.2488441 -103.2488763
5,051.0 Lamar 5,100.0	8.00	225.37 225.37	5,019.0 5,067.6	-327.6 -332.4	-331.9 -336.8	373,158.59 373,153.80	877,432.40 877,427.54	32.0212565 32.0212435	-103.2488928 -103.2489086
5,200.0 5,299.4	8.00 8.00	225.37 225.37	5,166.6 5,265.0	-342.2 -351.9	-346.7 -356.5	373,144.02 373,134.31	877,417.64 877,407.80	32.0212169 32.0211905	-103.2489409 -103.2489729
Bell Ca									
5,300.0 5,400.0 5,500.0 5,600.0	8.00	225.37 225.37 225.37 225.37	5,265.6 5,364.6 5,463.7 5,562.7	-352.0 -361.8 -371.6 -381.3	-356.6 -366.5 -376.4 -386.3	373,134.25 373,124.47 373,114.69 373,104.92	877,407.74 877,397.83 877,387.93 877,378.02	32.0211903 32.0211637 32.0211371 32.0211105	-103.2489731 -103.2490054 -103.2490377 -103.2490700
5,700.0 5,800.0 5,900.0	8.00	225.37 225.37 225.37	5,661.7 5,760.7 5,859.8	-391.1 -400.9 -410.7	-396.2 -406.1 -416.0	373,095.14 373,085.36 373,075.59	877,368.12 877,358.21 877,348.31	32.0210839 32.0210573 32.0210307	-103.2491022 -103.2491345 -103.2491668
6,000.0 6,100.0 6,200.0 6,300.0		225.37 225.37 225.37 225.37	5,958.8 6,057.8 6,156.9 6,255.9	-420.4 -430.2 -440.0 -449.8	-425.9 -435.8 -445.7 -455.7	373,065.81 373,056.03 373,046.26 373,036.48	877,338.40 877,328.50 877,318.59 877,308.69	32.0210041 32.0209775 32.0209509 32.0209243	-103.2491990 -103.2492313 -103.2492636 -103.2492958
6,400.0 6,500.0 6,600.0	8.00 8.00 8.00	225.37 225.37 225.37	6,354.9 6,453.9 6,553.0	-459.5 -469.3 -479.1	-465.6 -475.5 -485.4	373,026.70 373,016.92 373,007.15	877,298.78 877,288.88 877,278.97	32.0208977 32.0208711 32.0208445	-103.2493281 -103.2493604 -103.2493927
6,700.0 6,739.4	8.00 8.00 Canyon	225.37 225.37	6,652.0 6,691.0	-488.9 -492.7	-495.3 -499.2	372,997.37 372,993.52	877,269.07 877,265.17	32.0208179 32.0208074	-103.2494249 -103.2494376
6,800.0	8.00	225.37	6,751.0	-498.6	-505.2	372,987.59	877,259.16	32.0207913	-103.2494572
6,900.0 7,000.0 7,100.0 7,200.0	8.00 8.00 8.00 8.00	225.37 225.37 225.37 225.37	6,850.0 6,949.1 7,048.1 7,147.1	-508.4 -518.2 -528.0 -537.8	-515.1 -525.0 -534.9 -544.8	372,977.82 372,968.04 372,958.26 372,948.49	877,249.26 877,239.35 877,229.45 877,219.54	32.0207647 32.0207381 32.0207115 32.0206849	-103.2494895 -103.2495217 -103.2495540 -103.2495863
7,300.0 7,400.0 7,500.0 7,571.5		225.37 225.37 225.37 225.37	7,246.1 7,345.2 7,444.2 7,515.0	-547.5 -557.3 -567.1 -574.1	-554.7 -564.6 -574.5 -581.6	372,938.71 372,928.93 372,919.16 372,912.17	877,209.64 877,199.73 877,189.83 877,182.75	32.0206583 32.0206317 32.0206051 32.0205861	-103.2496186 -103.2496508 -103.2496831 -103.2497062
	pring Lime		.,	0	000	0.2,0.2	0,.020	02.02000.	.00.2.07.002
7,600.0		225.37	7,543.2	-576.9	-584.4	372,909.38	877,179.92	32.0205785	-103.2497154
7,700.0 7,748.8	8.00 8.00	225.37 225.37 225.37	7,642.3 7,690.6	-586.6 -591.4	-594.3 -599.2	372,899.60 372,894.83	877,179.92 877,170.02 877,165.18	32.0205765 32.0205519 32.0205390	-103.2497134 -103.2497476 -103.2497634
	rop -2.00	005.07	7 744 0	500.4	000.0	270 000 44	077 400 44	20 0005000	400 0407700
7,800.0 7,900.0		225.37 225.37	7,741.3 7,840.8	-596.1 -603.4	-603.9 -611.3	372,890.14 372,882.83	877,160.44 877,153.03	32.0205262 32.0205063	-103.2497789 -103.2498030
8,000.0		225.37	7,040.6	-608.3	-616.2	372,877.96	877,148.09	32.0203063	-103.2498191
8,100.0	0.98	225.37	8,040.5	-610.7	-618.7	372,875.54	877,145.64	32.0204865	-103.2498271
8,148.8	0.00	0.00	8,089.3	-611.0	-619.0	372,875.24	877,145.34	32.0204857	-103.2498280
	33.7 hold at					0=0 5== - :			400
8,200.0 8,300.0	0.00	0.00	8,140.5 8,240.5	-611.0 -611.0	-619.0 -619.0	372,875.24 372,875.24	877,145.34 877,145.34	32.0204857 32.0204857	-103.2498280 -103.2498280



Database: AUS-COMPASS - EDM_15 - 32bit

Company: Ameredev Operating
Project: Lea County, NM (N83-NME)
Site: MAGNOLIA ST COM PROJECT
Well: MAGNOLIA ST COM 26 36 22 #073H

Wellbore: OWB Design: PWP0 Local Co-ordinate Reference:

TVD Reference: MD Reference: North Reference:

Survey Calculation Method:

Well MAGNOLIA ST COM 26 36 22 #073H

KB=27' @ 2935.0usft KB=27' @ 2935.0usft

Grid

Planned Surv	rey								
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	8,340.5	-611.0	-619.0	372,875.24	877,145.34	32.0204857	-103.2498280
8,500.0 8,600.0		0.00 0.00	8,440.5 8,540.5	-611.0 -611.0	-619.0 -619.0	372,875.24 372,875.24	877,145.34 877,145.34	32.0204857 32.0204857	-103.2498280 -103.2498280
8,700.0		0.00	8,640.5	-611.0 -611.0	-619.0	372,875.24	877,145.34	32.0204857	-103.2498280
8,800.0		0.00	8,740.5	-611.0	-619.0	372,875.24	877,145.34	32.0204857	-103.2498280
8,900.0		0.00	8,840.5	-611.0	-619.0	372,875.24	877,145.34	32.0204857	-103.2498280
8,932.5		0.00	8,873.0	-611.0	-619.0	372,875.24	877,145.34	32.0204857	-103.2498280
	tart DLS 12.			040.7	040.0	070 075 50	077 445 04	00 000 4005	400.0400000
8,950.0 8,975.0		359.41 359.41	8,890.5 8,915.4	-610.7 -609.1	-619.0 -619.0	372,875.56 372,877.13	877,145.34 877,145.32	32.0204865 32.0204909	-103.2498280 -103.2498280
9,000.0		359.41	8,940.3	-606.2	-619.0 -619.0	372,880.00	877,145.32 877,145.29	32.0204988	-103.2498280
9,025.0		359.41	8,964.9	-602.1	-619.1	372,884.17	877,145.25	32.0205102	-103.2498280
9,050.0		359.41	8,989.3	-596.6	-619.1	372,889.62	877,145.19	32.0205252	-103.2498280
9,075.0		359.41	9,013.4	-589.9	-619.2	372,896.34	877,145.12	32.0205437	-103.2498281
9,100.0		359.41	9,037.1	-581.9	-619.3	372,904.32	877,145.04	32.0205656	-103.2498281
9,125.0 9,150.0		359.41 359.41	9,060.3 9,083.0	-572.7 -562.3	-619.4 -619.5	372,913.52 372,923.92	877,144.95 877,144.84	32.0205909 32.0206195	-103.2498281 -103.2498281
9,175.0		359.41	9,105.2	-550.7	-619.6	372,935.50	877,144.72	32.0206513	-103.2498281
9,200.0		359.41	9,126.7	-538.0	-619.7	372,948.22	877,144.59	32.0206863	-103.2498281
9,225.0		359.41	9,147.5	-524.2	-619.9	372,962.06	877,144.45	32.0207243	-103.2498281
9,250.0		359.41	9,167.6	-509.3	-620.0	372,976.96	877,144.30	32.0207653	-103.2498281
9,275.0		359.41	9,186.9	-493.4	-620.2	372,992.89	877,144.13	32.0208091	-103.2498281
9,300.0 9,325.0		359.41 359.41	9,205.3 9,222.8	-476.4 -458.6	-620.4 -620.6	373,009.81 373,027.67	877,143.96 877,143.78	32.0208556 32.0209046	-103.2498281 -103.2498282
9,350.0		359.41	9,239.3	-439.8	-620.8	373,046.42	877,143.58	32.0209562	-103.2498282
9,375.0		359.41	9,254.8	-420.2	-621.0	373,066.00	877,143.38	32.0210100	-103.2498282
9,400.0		359.41	9,269.3	-399.9	-621.2	373,086.38	877,143.17	32.0210660	-103.2498282
9,425.0		359.41	9,282.7	-378.8	-621.4	373,107.48	877,142.96	32.0211240	-103.2498282
9,450.0		359.41	9,295.0	-357.0	-621.6	373,129.26	877,142.73	32.0211839	-103.2498282
9,475.0 9,500.0		359.41 359.41	9,306.1 9,316.0	-334.6 -311.7	-621.8 -622.1	373,151.65 373,174.59	877,142.50 877,142.27	32.0212454 32.0213085	-103.2498283 -103.2498283
9,511.0		359.41	9,320.0	-301.4	-622.2	373,184.87	877,142.16	32.0213368	-103.2498283
	one Spring	000	0,020.0	• • • • • • • • • • • • • • • • • • • •	V	0.0,.0	0,20	02.02.0000	.00.2.00200
9,525.0		359.41	9,324.7	-288.2	-622.3	373,198.02	877,142.03	32.0213729	-103.2498283
9,550.0		359.41	9,332.2	-264.4	-622.6	373,221.87	877,141.78	32.0214385	-103.2498283
9,575.0		359.41	9,338.4	-240.2	-622.8	373,246.08	877,141.53	32.0215050	-103.2498283
9,600.0 9,625.0		359.41 359.41	9,343.4 9,347.0	-215.7 -190.9	-623.1 -623.3	373,270.58 373,295.31	877,141.28 877,141.03	32.0215724 32.0216403	-103.2498283 -103.2498284
9,650.0		359.41	9,347.0	-166.1	-623.6	373,320.19	877,141.03	32.0217087	-103.2498284
9,675.0		359.41	9,350.4	-141.1	-623.8	373,345.17	877,140.51	32.0217774	-103.2498284
9,682.5		359.41	9,350.5	-133.5	-623.9	373,352.70	877,140.44	32.0217981	-103.2498284
	rt 10407.9 h								
9,700.0		359.41	9,350.5	-116.1	-624.1	373,370.16	877,140.26	32.0218461	-103.2498284
9,800.0		359.41	9,350.5	-16.1	-625.1	373,470.16	877,139.23 877,138.20	32.0221210	-103.2498285
9,900.0 10,000.0		359.41 359.41	9,350.5 9,350.5	83.9 183.9	-626.1 -627.2	373,570.15 373,670.15	877,138.20 877,137.17	32.0223958 32.0226707	-103.2498286 -103.2498287
10,100.0		359.41	9,350.4	283.9	-628.2	373,770.14	877,136.15	32.0229456	-103.2498287
10,200.0		359.41	9,350.4	383.9	-629.2	373,870.14	877,135.12	32.0232204	-103.2498288
10,300.0		359.41	9,350.4	483.9	-630.2	373,970.13	877,134.09	32.0234953	-103.2498289
10,400.0		359.41	9,350.4	583.9	-631.3	374,070.13	877,133.07	32.0237701	-103.2498290
10,500.0 10,600.0		359.41 359.41	9,350.4 9,350.4	683.9 783.9	-632.3 -633.3	374,170.12 374,270.12	877,132.04 877,131.01	32.0240450 32.0243199	-103.2498291 -103.2498291
10,800.0		359.41	9,350.4	883.9	-634.4	374,270.12 374,370.11	877,131.01 877,129.98	32.0245199 32.0245947	-103.2498292
10,800.0		359.41	9,350.4	983.9	-635.4	374,470.11	877,128.96	32.0248696	-103.2498293



Database: AUS-COMPASS - EDM_15 - 32bit

Company: Ameredev Operating
Project: Lea County, NM (N83-NME)
Site: MAGNOLIA ST COM PROJECT
Well: MAGNOLIA ST COM 26 36 22 #073H

Wellbore: OWB Design: PWP0 Local Co-ordinate Reference:

TVD Reference:
MD Reference:
North Reference:

Survey Calculation Method:

Well MAGNOLIA ST COM 26 36 22 #073H

KB=27' @ 2935.0usft KB=27' @ 2935.0usft

Grid

Planned Surv	rey .								
Measured Depth (usft)	Inclination (°)	Azimuth (°)	Vertical Depth (usft)	+N/-S (usft)	+E/-W (usft)	Map Northing (usft)	Map Easting (usft)	Latitude	Longitude
10,900.0		359.41	9,350.4	1,083.9	-636.4	374,570.10	877,127.93	32.0251445	-103.2498294
11,000.0		359.41	9,350.4	1,183.9	-637.4	374,670.10	877,126.90	32.0254193	-103.2498294
11,100.0		359.41	9,350.4	1,283.8	-638.5	374,770.09	877,125.87	32.0256942	-103.2498295
11,200.0		359.41	9,350.4	1,383.8	-639.5	374,870.09	877,124.85	32.0259691	-103.2498296
11,300.0		359.41	9,350.4	1,483.8	-640.5	374,970.08	877,123.82	32.0262439	-103.2498297
11,400.0		359.41	9,350.4	1,583.8	-641.5	375,070.08	877,122.79	32.0265188	-103.2498298
11,500.0		359.41	9,350.4	1,683.8	-642.6	375,170.07	877,121.77	32.0267937	-103.2498298
11,600.0		359.41	9,350.4	1,783.8	-643.6	375,270.06	877,120.74	32.0270685	-103.2498299
11,700.0		359.41	9,350.4	1,883.8	-644.6	375,370.06	877,119.71	32.0273434	-103.2498300
11,800.0 11,900.0		359.41 359.41	9,350.4 9,350.4	1,983.8 2,083.8	-645.7 -646.7	375,470.05 375,570.05	877,118.68 877,117.66	32.0276182 32.0278931	-103.2498301 -103.2498302
12,000.0		359.41	9,350.4	2,063.6	-647.7	375,670.03	877,116.63	32.0281680	-103.2498302
12,100.0		359.41	9,350.4	2,103.8	-648.7	375,770.04	877,115.60	32.0284428	-103.2498302
12,200.0		359.41	9,350.4	2,383.8	-649.8	375,870.03	877,114.58	32.0287177	-103.2498304
12,300.0		359.41	9,350.3	2,483.8	-650.8	375,970.03	877,113.55	32.0289926	-103.2498305
12,400.0		359.41	9,350.3	2,583.8	-651.8	376,070.02	877,112.52	32.0292674	-103.2498305
12,500.0		359.41	9,350.3	2,683.8	-652.8	376,170.02	877,111.49	32.0295423	-103.2498306
12,600.0		359.41	9,350.3	2,783.8	-653.9	376,270.01	877,110.47	32.0298172	-103.2498307
12,700.0		359.41	9,350.3	2,883.8	-654.9	376,370.01	877,109.44	32.0300920	-103.2498308
12,800.0		359.41	9,350.3	2,983.8	-655.9	376,470.00	877,108.41	32.0303669	-103.2498309
12,900.0		359.41	9,350.3	3,083.8	-657.0	376,570.00	877,107.38	32.0306417	-103.2498309
13,000.0	90.00	359.41	9,350.3	3,183.7	-658.0	376,669.99	877,106.36	32.0309166	-103.2498310
13,100.0	90.00	359.41	9,350.3	3,283.7	-659.0	376,769.99	877,105.33	32.0311915	-103.2498311
13,200.0	90.00	359.41	9,350.3	3,383.7	-660.0	376,869.98	877,104.30	32.0314663	-103.2498312
13,300.0	90.00	359.41	9,350.3	3,483.7	-661.1	376,969.97	877,103.28	32.0317412	-103.2498312
13,400.0	90.00	359.41	9,350.3	3,583.7	-662.1	377,069.97	877,102.25	32.0320161	-103.2498313
13,500.0		359.41	9,350.3	3,683.7	-663.1	377,169.96	877,101.22	32.0322909	-103.2498314
13,600.0		359.41	9,350.3	3,783.7	-664.1	377,269.96	877,100.19	32.0325658	-103.2498315
13,700.0		359.41	9,350.3	3,883.7	-665.2	377,369.95	877,099.17	32.0328407	-103.2498316
13,800.0		359.41	9,350.3	3,983.7	-666.2	377,469.95	877,098.14	32.0331155	-103.2498316
13,900.0		359.41	9,350.3	4,083.7	-667.2	377,569.94	877,097.11	32.0333904	-103.2498317
14,000.0		359.41	9,350.3	4,183.7	-668.3	377,669.94	877,096.08	32.0336652	-103.2498318
14,100.0		359.41	9,350.3	4,283.7	-669.3	377,769.93	877,095.06	32.0339401	-103.2498319
14,200.0		359.41	9,350.3	4,383.7	-670.3	377,869.93	877,094.03	32.0342150	-103.2498320
14,300.0		359.41	9,350.3	4,483.7	-671.3	377,969.92	877,093.00 877,091.98	32.0344898	-103.2498320
14,400.0 14,500.0		359.41 359.41	9,350.3 9,350.2	4,583.7 4,683.7	-672.4 -673.4	378,069.92 378,169.91	877,091.96 877,090.95	32.0347647 32.0350396	-103.2498321 -103.2498322
14,500.0		359.41	9,350.2	4,783.7	-674.4	378,269.91	877,090.93	32.0353144	-103.2498323
14,700.0		359.41	9,350.2	4,883.7	-675.4	378,369.90	877,088.89	32.0355893	-103.2498323
14,800.0		359.41	9,350.2	4,983.7	-676.5	378,469.90	877,087.87	32.0358641	-103.2498324
14,900.0		359.41	9,350.2	5,083.6	-677.5	378,569.89	877,086.84	32.0361390	-103.2498325
15,000.0		359.41	9,350.2	5,183.6	-678.5	378,669.89	877,085.81	32.0364139	-103.2498326
15,100.0		359.41	9,350.2	5,283.6	-679.6	378,769.88	877,084.78	32.0366887	-103.2498327
15,200.0		359.41	9,350.2	5,383.6	-680.6	378,869.87	877,083.76	32.0369636	-103.2498327
15,300.0		359.41	9,350.2	5,483.6	-681.6	378,969.87	877,082.73	32.0372385	-103.2498328
15,400.0		359.41	9,350.2	5,583.6	-682.6	379,069.86	877,081.70	32.0375133	-103.2498329
15,500.0		359.41	9,350.2	5,683.6	-683.7	379,169.86	877,080.68	32.0377882	-103.2498330
15,600.0		359.41	9,350.2	5,783.6	-684.7	379,269.85	877,079.65	32.0380631	-103.2498330
15,700.0		359.41	9,350.2	5,883.6	-685.7	379,369.85	877,078.62	32.0383379	-103.2498331
15,800.0		359.41	9,350.2	5,983.6	-686.7	379,469.84	877,077.59	32.0386128	-103.2498332
15,900.0		359.41	9,350.2	6,083.6	-687.8	379,569.84	877,076.57	32.0388876	-103.2498333
16,000.0		359.41	9,350.2	6,183.6	-688.8	379,669.83	877,075.54	32.0391625	-103.2498333
16,100.0		359.41	9,350.2	6,283.6	-689.8	379,769.83	877,074.51	32.0394374	-103.2498334
16,200.0		359.41	9,350.2	6,383.6	-690.9	379,869.82	877,073.48	32.0397122	-103.2498335
16,300.0	90.00	359.41	9,350.2	6,483.6	-691.9	379,969.82	877,072.46	32.0399871	-103.2498336



Database: AUS-COMPASS - EDM_15 - 32bit

Company: Ameredev Operating
Project: Lea County, NM (N83-NME)
Site: MAGNOLIA ST COM PROJECT
Well: MAGNOLIA ST COM 26 36 22 #073H

Wellbore: OWB Design: PWP0 Local Co-ordinate Reference: TVD Reference:

MD Reference:
North Reference:
Survey Calculation Method:

Well MAGNOLIA ST COM 26 36 22 #073H

KB=27' @ 2935.0usft KB=27' @ 2935.0usft

Grid

Measured Depth (usft) 16,400.0 16,500.0	Inclination (°)		Vertical						
		(°)	Depth (usft)	+N/-S (usft)	+E/-W (usft)	Map Northing (usft)	Map Easting (usft)	Latitude	Longitude
16.500.0	90.00	359.41	9,350.2	6,583.6	-692.9	380,069.81	877,071.43	32.0402620	-103.2498
,	90.00	359.41	9,350.2	6,683.6	-693.9	380,169.81	877,070.40	32.0405368	-103.2498
16,600.0	90.00	359.41	9,350.2	6,783.6	-695.0	380,269.80	877,069.38	32.0408117	-103.2498
16,700.0	90.00	359.41	9,350.2	6,883.6	-696.0	380,369.80	877,068.35	32.0410866	-103.2498
16,800.0	90.00	359.41	9,350.1	6,983.5	-697.0	380,469.79	877,067.32	32.0413614	-103.2498
16,900.0	90.00	359.41	9,350.1	7,083.5	-698.0	380,569.79	877,066.29	32.0416363	-103.2498
17,000.0	90.00	359.41	9,350.1	7,183.5	-699.1	380,669.78	877,065.27	32.0419111	-103.2498
17,100.0	90.00	359.41	9,350.1	7,283.5	-700.1	380,769.77	877,064.24	32.0421860	-103.2498
17,200.0	90.00	359.41	9,350.1	7,383.5	-701.1	380,869.77	877,063.21	32.0424609	-103.2498
17,300.0	90.00	359.41	9,350.1	7,483.5	-702.2	380,969.76	877,062.18	32.0427357	-103.2498
17,400.0	90.00	359.41	9,350.1	7,583.5	-703.2	381,069.76	877,061.16	32.0430106	-103.2498
17,500.0	90.00	359.41	9,350.1	7,683.5	-704.2	381,169.75	877,060.13	32.0432855	-103.2498
17,600.0	90.00	359.41	9,350.1	7,783.5	-705.2	381,269.75	877,059.10	32.0435603	-103.2498
17,700.0	90.00	359.41	9,350.1	7,883.5	-706.3	381,369.74	877,058.08	32.0438352	-103.2498
17,800.0	90.00	359.41	9,350.1	7,983.5	-707.3	381,469.74	877,057.05	32.0441100	-103.2498
17,900.0	90.00	359.41	9,350.1	8,083.5	-708.3	381,569.73	877,056.02	32.0443849	-103.2498
18,000.0	90.00	359.41	9,350.1	8,183.5	-709.3	381,669.73	877,054.99	32.0446598	-103.2498
18,100.0	90.00	359.41	9,350.1	8,283.5	-710.4	381,769.72	877,053.97	32.0449346	-103.2498
18,200.0	90.00	359.41	9,350.1	8,383.5	-711.4	381,869.72	877,052.94	32.0452095	-103.2498
18,300.0	90.00	359.41	9,350.1	8,483.5	-712.4	381,969.71	877,051.91	32.0454844	-103.2498
18,400.0	90.00	359.41	9,350.1	8,583.5	-713.5	382,069.71	877,050.89	32.0457592	-103.2498
18,500.0	90.00	359.41	9,350.1	8,683.5	-714.5	382,169.70	877,049.86	32.0460341	-103.2498
18,600.0	90.00	359.41	9,350.1	8,783.5	-715.5	382,269.70	877,048.83	32.0463089	-103.2498
18,700.0	90.00	359.41	9,350.1	8,883.4	-716.5	382,369.69	877,047.80	32.0465838	-103.2498
18,800.0	90.00	359.41	9,350.1	8,983.4	-717.6	382,469.68	877,046.78	32.0468587	-103.2498
18,900.0	90.00	359.41	9,350.1	9,083.4	-718.6	382,569.68	877,045.75	32.0471335	-103.2498
19,000.0	90.00	359.41	9,350.0	9,183.4	-719.6	382,669.67	877,044.72	32.0474084	-103.2498
19,100.0	90.00	359.41	9,350.0	9,283.4	-720.6	382,769.67	877,043.69	32.0476833	-103.2498
19,200.0	90.00	359.41	9,350.0	9,383.4	-721.7	382,869.66	877,042.67	32.0479581	-103.2498
19,300.0	90.00	359.41	9,350.0	9,483.4	-722.7	382,969.66	877,041.64	32.0482330	-103.2498
19,400.0	90.00	359.41	9,350.0	9,583.4	-723.7	383,069.65	877,040.61	32.0485079	-103.2498
19,500.0	90.00	359.41	9,350.0	9,683.4	-724.8	383,169.65	877,039.59	32.0487827	-103.2498
19,600.0	90.00	359.41	9,350.0	9,783.4	-725.8	383,269.64	877,038.56	32.0490576	-103.2498
19,700.0	90.00	359.41	9,350.0	9,883.4	-726.8	383,369.64	877,037.53	32.0493324	-103.2498
19,800.0	90.00	359.41	9,350.0	9,983.4	-727.8	383,469.63	877,036.50	32.0496073	-103.2498
19,900.0	90.00	359.41	9,350.0	10,083.4	-728.9	383,569.63	877,035.48	32.0498822	-103.2498
20,000.0	90.00	359.41	9,350.0	10,183.4	-729.9	383,669.62	877,034.45	32.0501570	-103.2498
20,000.4	90.00	359.41	9,350.0	10,103.4	-730.8	383,760.06	877,033.52	32.0504056	-103.2498
TD at 20		000.41	0,000.0	.0,270.0	700.0	300,700.00	577,000.0Z	02.000-000	100.2400



Database: Company: Project:

Site:

Well:

AUS-COMPASS - EDM_15 - 32bit

Ameredev Operating
Lea County, NM (N83-NME)
MAGNOLIA ST COM PROJECT
MAGNOLIA ST COM 26 36 22 #073H

Wellbore: OWB Design: PWP0 Local Co-ordinate Reference:

TVD Reference: MD Reference: North Reference:

Survey Calculation Method:

Well MAGNOLIA ST COM 26 36 22 #073H

KB=27' @ 2935.0usft KB=27' @ 2935.0usft

Grid

Design Targets									
Target Name - hit/miss target - Shape	Dip Angle (°)	Dip Dir. (°)	TVD (usft)	+N/-S (usft)	+E/-W (usft)	Northing (usft)	Easting (usft)	Latitude	Longitude
FTP (MSC ##73H) - plan misses targ - Point	0.00 get center by	0.01 0.7usft at 9	9,350.0 681.2usft I	-134.9 MD (9350.5 T	-624.4 VD, -134.9 ľ	373,351.36 N, -623.9 E)	877,139.90	32.0217944	-103.2498302
BHL (MSC ##73H) - plan hits target of Point	0.00 center	0.01	9,350.0	10,273.8	-730.8	383,760.06	877,033.52	32.0504056	-103.2498365
LTP (MSC ##73H) - plan misses targ - Point	0.00 get center by	0.01 40.4usft at	9,350.0 20000.0us	10,223.8 ft MD (9350.0	-730.3 0 TVD, 1018	383,710.04 3.4 N, -729.9 E)	877,034.02	32.0502681	-103.2498365

Formations							
	Measured Depth (usft)	Vertical Depth (usft)	Name	Lithology	Dip (°)	Dip Direction (°)	
	1,966.9	1,965.0	Rustler				
	2,348.7	2,343.0	Salado				
	2,946.5	2,935.0	Dewey Lake				
	3,210.0	3,196.0	Tansill				
	3,832.1	3,812.0	Capitan				
	5,051.0	5,019.0	Lamar				
	5,299.4	5,265.0	Bell Canyon				
	6,739.4	6,691.0	Brushy Canyon				
	7,571.5	7,515.0	Bone Spring Lime				
	9,511.0	9,320.0	First Bone Spring				

Plan Annotations				
Measured Depth (usft)	Vertical Depth (usft)	Local Coor +N/-S (usft)	rdinates +E/-W (usft)	Comment
1,500.0	1,500.0	0.0	0.0	Start Build 2.00
1,900.0	1,898.7	-19.6	-19.8	Start 5848.8 hold at 1900.0 MD
7,748.8	7,690.6	-591.4	-599.2	Start Drop -2.00
8,148.8	8,089.3	-611.0	-619.0	Start 783.7 hold at 8148.8 MD
8,932.5	8,873.0	-611.0	-619.0	KOP-Start DLS 12.00 TFO 359.41
9,682.5	9,350.5	-133.5	-623.9	LP-Start 10407.9 hold at 9682.5 MD
20,090.4	9,350.0	10,273.8	-730.8	TD at 20090.4

State of New Mexico Energy, Minerals and Natural Resources Department

Submit Electronically Via E-permitting

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

NATURAL GAS MANAGEMENT PLAN

This Natural Gas Management Plan must be submitted with each Application for Permit to Drill (APD) for a new or recompleted well.

Section 1 – Plan Description Effective May 25, 2021

ī. O	perator:	_Ameredev II, L	LC	OGRID: _	372224	Date_	<u>0</u> 6/21/2023 _
II. '	Type: ⊠ Original □ A	mendment due to	o 🗆 19.15.27.9	.D(6)(a) NMA(□ 19.15.27.9.1	O(6)(b) NMAC □ O	ther.
f O	ther, please describe:						
	Well(s): Provide the forecompleted from a sing	-				of wells proposed to	be drilled or proposed t
	Well Name	API	ULSTR	Footages	Anticipated Oil BBL/D	Anticipated Gas MCF/D	Anticipated Produced Water BBL/D
•	Magnolia 26 36 22 State Com 073H	30025-		230' FSL & 1015' FEL	1,000	5,018	3,838
	Magnolia 26 36 22 State Com 074H	30025-		200' FNL & 310' FEL	115	576	203
	Magnolia 26 36 22 State Com 181H	30025-		230' FSL & 1060' FWL	115	576	203
	Magnolia 26 36 22	30025-		650' FSL &	115	576	203

IV. Central Delivery Point Name: [Se	ee 19.15.27.9(D)(1) NMAC]
--------------------------------------	---------------------------

1808' FWL

230' FSL &

1035' FEL

200' FNL &

290' FEL

115

115

576

576

203

203

State Com 182H

State Com 183H

Magnolia 26 36 22

Magnolia 26 36 22

State Com 184H

30025-

30025-

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 073H	30025-	10/01/2024	11/15/2024	12/15/2024	01/01/2025	01/04/2025
Magnolia 26 36 22 State Com 074H	30025-	10/01/2024	11/15/2024	12/15/2024	01/01/2025	01/04/2025
Magnolia 26 36 22 State Com 181H	30025-	10/01/2024	11/15/2024	12/15/2024	01/01/2025	01/04/2025
Magnolia 26 36 22 State Com 182H	30025-	10/01/2024	11/15/2024	12/15/2024	01/01/2025	01/04/2025
Magnolia 26 36 22 State Com 183H	30025-	10/01/2024	11/15/2024	12/15/2024	01/01/2025	01/04/2025
Magnolia 26 36 22 State Com 184H	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 <u>EFFECTIVE APRIL 1, 2022</u>

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

XII. Line Capacity. The natural gas gathering system \square will \square will not have capacity to gather 100%	of the anticipated natural gas
production volume from the well prior to the date of first production.	

XIII. Line Pressure. Operator \square does \square does not	anticipate that its existing well(s) connected to the same segment, or portion, of	i the
natural gas gathering system(s) described above will	Il continue to meet anticipated increases in line pressure caused by the new well((s).

Attach O	perator's	plan to	manage	production	in res	ponse to	the	increased	line	pressure

XIV. C	Confidentiality: \square	Operator assert	s confidentiality	pursuant to	Section '	71-2-8 NMSA	1978 for the	information	provided in
Section	2 as provided in Pa	ragraph (2) of Si	ubsection D of 19	9.15.27.9 NN	AC, and	l attaches a full	description of	f the specific	information
for which	ch confidentiality is	asserted and the	basis for such as	ssertion.					

(i)

Section 3 - Certifications Effective May 25, 2021

	· · · · · · · · · · · · · · · · · · ·
Operator certifies that, a	fter reasonable inquiry and based on the available information at the time of submittal:
one hundred percent of	to connect the well(s) to a natural gas gathering system in the general area with sufficient capacity to transport the anticipated volume of natural gas produced from the well(s) commencing on the date of first production, current and anticipated volumes of produced natural gas from other wells connected to the pipeline gathering
hundred percent of the a into account the current	able to connect to a natural gas gathering system in the general area with sufficient capacity to transport one nticipated volume of natural gas produced from the well(s) commencing on the date of first production, taking and anticipated volumes of produced natural gas from other wells connected to the pipeline gathering system. box, Operator will select one of the following:
Well Shut-In. □ Opera D of 19.15.27.9 NMAC	tor will shut-in and not produce the well until it submits the certification required by Paragraph (4) of Subsection ; or
Venting and Flaring P	lan. □ Operator has attached a venting and flaring plan that evaluates and selects one or more of the potential
alternative beneficial us	es 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

Section 4 - Notices

1. If, at any time after Operator submits this Natural Gas Management Plan and before the well is spud:

other alternative beneficial uses approved by the division.

- (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.

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:
Title: Approval Date:
Approval Date:
Approval Date:
Approval Date:
Approved By:

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. <u>Operational Practices: Attach a complete description of the actions Operator will</u> 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/H2S 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. <u>Best Management Practices: Attach a complete description of Operator's best management practices to minimize venting during active and planned maintenance.</u>

- 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