Form C-101 August 1, 2011

Permit 305704

Eddy

<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 PERMIT TO DRILL	DE ENTED DEEDEN	

AT LIGATION ON LINNIN TO BRILL, RE-ENTER, DELI EN, TEOGRAPH, ON ADD A ZONE										
Operator Name and Address		2. OGRID Number								
NOVO OIL & GAS NOF	372920									
1001 West Wilshire Blv	3. API Number									
Oklahoma City, OK 73°	Oklahoma City, OK 73116									
4. Property Code		5. Property Name			6. Well No.					
327177										
7 Confered Location										
T T-	7. Surface Location									

Lot Idn	Feet From	N/S Line	Feet From	E/W Line
	2645	S	1090	E

				8. Proposed I	Bottom Hole Location				
UL - Lot	Section	Township	Range	Lot Idn	Feet From	N/S Line	Feet From	E/W Line	County
1	9	23S	29E	1	1870	S	10	ı E	Eddy

9. Pool Information

CULEBRA BLUFF;BONE SPRING, SOUTH	15011	

Additional Well Information

11. Work Type	12. Well Type	13. Cable/Rotary	14. Lease Type	15. Ground Level Elevation
New Well	OIL		Private	3008
16. Multiple	17. Proposed Depth	18. Formation	19. Contractor	20. Spud Date
N	19444	Bone Spring		2/1/2022
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

23S

29E

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	400	343	0				
Int1	9.875	8.625	32	3100	505	0				
Prod	7.875	5.5	20	19444	1820	0				

Casing/Cement Program: Additional Comments

0-400' Spud Mud; 400-3100' Brine; 3100'-19444' Cut-Brine/OBM; Intermediate Casing Grade is P110 HSCY; Production Casing Grade is P110 EC

22. Proposed Blowout Prevention Program

Туре	Working Pressure	Test Pressure	Manufacturer
Annular	5000	5000	TBD
Double Ram	5000	5000	TBD

knowledge and	belief. I have complied with 19.15.14.9 (A	s true and complete to the best of my NMAC ⊠ and/or 19.15.14.9 (B) NMAC		OIL CONSE	RVATION DIVISION
Signature:					
Printed Name:	Electronically filed by Kurt Shipl	е у	Approved By:	Katherine Pickford	
Title:	tle: Chief Operating Officer		Title:	Geoscientist	
Email Address:	kshipley@novoog.com		Approved Date:	1/28/2022	Expiration Date: 1/28/2024
Date:	1/5/2022	Phone: 405-286-3916	Conditions of App	roval Attached	

District I 1625 N. French Dr., Hobbs, NM 88240

Phone: (575) 393-6161 Fax: (575) 393-0720 <u>District II</u>
811 S. First St., Artesia, NM 88210
Phone: (575) 748-1283 Fax: (575) 748-9720

<u>District III</u> 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

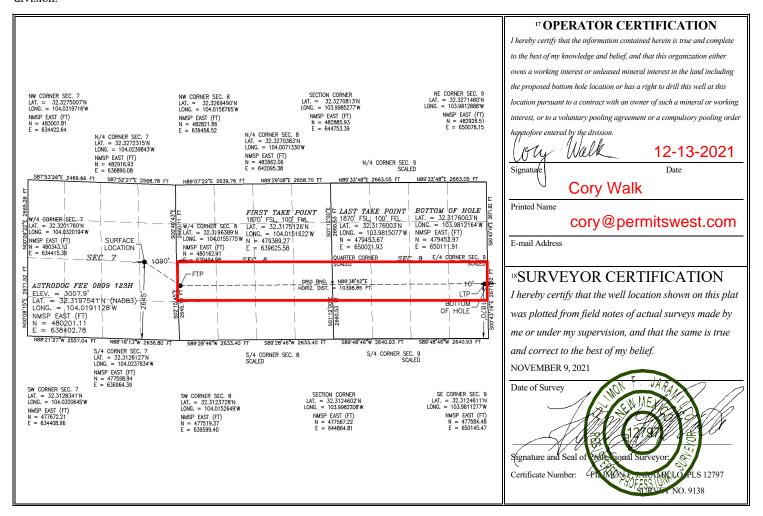
WELL LOCATION AND ACREAGE DEDICATION PLAT

¹ API Numbe	¹ API Number ² Pool Code		³ Pool Name			
30-015- 15011		CULEBRA BLUFF; BONE SPRING, SOUTH				
⁴ Property Code		⁵ Pr	⁶ Well Number			
		ASTRODOG FEE 0809				
⁷ OGRID No.		8 O _I	⁹ Elevation			
372920		NOVO OIL & GAS NO	3007.9			

¹⁰ Surface Location

					10 Surface	e Location			
UL or lot no.	Section	Township	Range	Lot Idn	Feet from the	North/South line	Feet from the	East/West line	County
I	7	23 S	29 E		2645	SOUTH	1090	EAST	EDDY
" Bottom Hole Location If Different From Surface									
UL or lot no.	Section	Township	Range	Lot Idn	Feet from the	North/South line	Feet from the	East/West line	County
I	9	23 S	29 E		1870	SOUTH	10	EAST	EDDY
12 Dedicated Acre	s 13 Joint	or Infill 14	Consolidation	n Code			15 Order No.		
320									

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 305704

Form APD Conditions

<u>District I</u> 1625 N. French Dr., Hobbs, NM 88240 Phone:(575) 393-6161 Fax:(575) 393-0720

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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:
NOVO OIL & GAS NORTHERN DELAWARE, LLC [372920]	30-015-49217
1001 West Wilshire Blvd	Well:
Oklahoma City, OK 73116	ASTRODOG FEE 0809 #123H

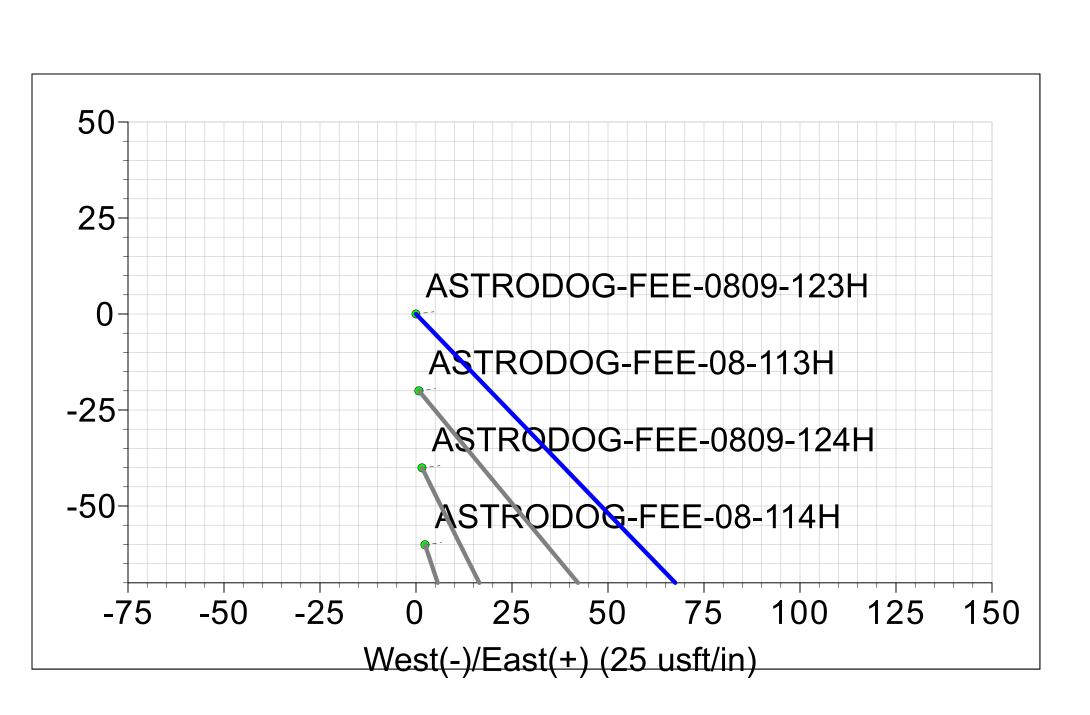
		7.611.62551.22.66667.2611
OCD Reviewer	Condition	
	Surface casing must be set 25' below top of Rustler Anhydrite or other competent layer in order to seal off protects	able water
	Three String Casing Program - In accordance with R-111-P all strings shall be cemented to surface.	able water
	Notify OCD 24 hours prior to casing & cement	
	Will require a File As Drilled C-102 and a Directional Survey with the C-104	
	The Operator is to notify NMOCD by sundry (Form C-103) within ten (10) days of the well being spud	
	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
кріскіої а	water zone or zones and shall immediately set in cement the water protection string	the operator shall drill without interruption through the fresh
kpickford	Oil base muds are not to be used until fresh water zones are cased and cemented providing isolation from the oil drilling fluids and solids must be contained in a steel closed loop system	l or diesel. This includes synthetic oils. Oil based mud,

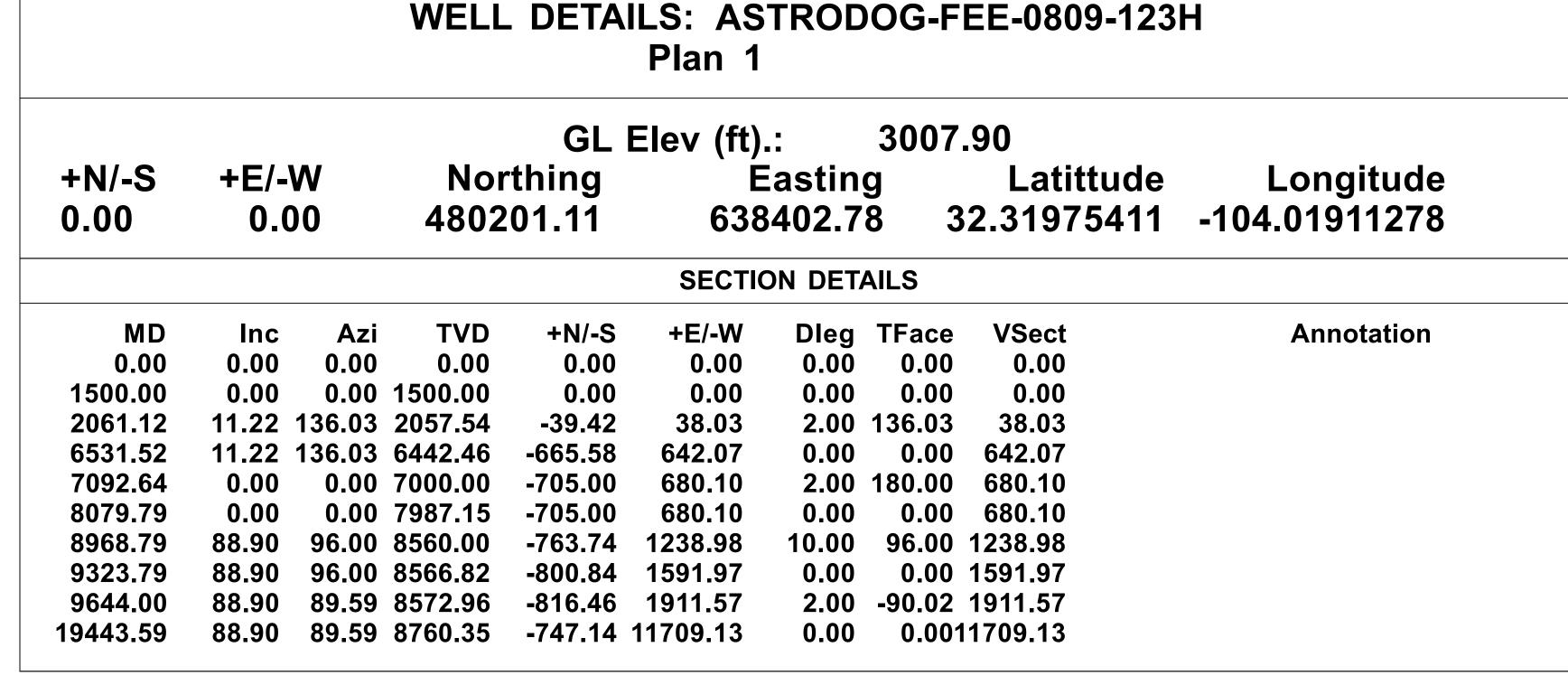


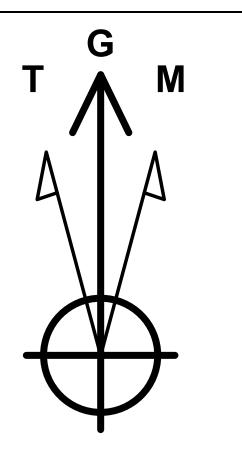
ASTRODOG-FEE-0809-123H

Vertical Section at 90.00° (400 usft/in)









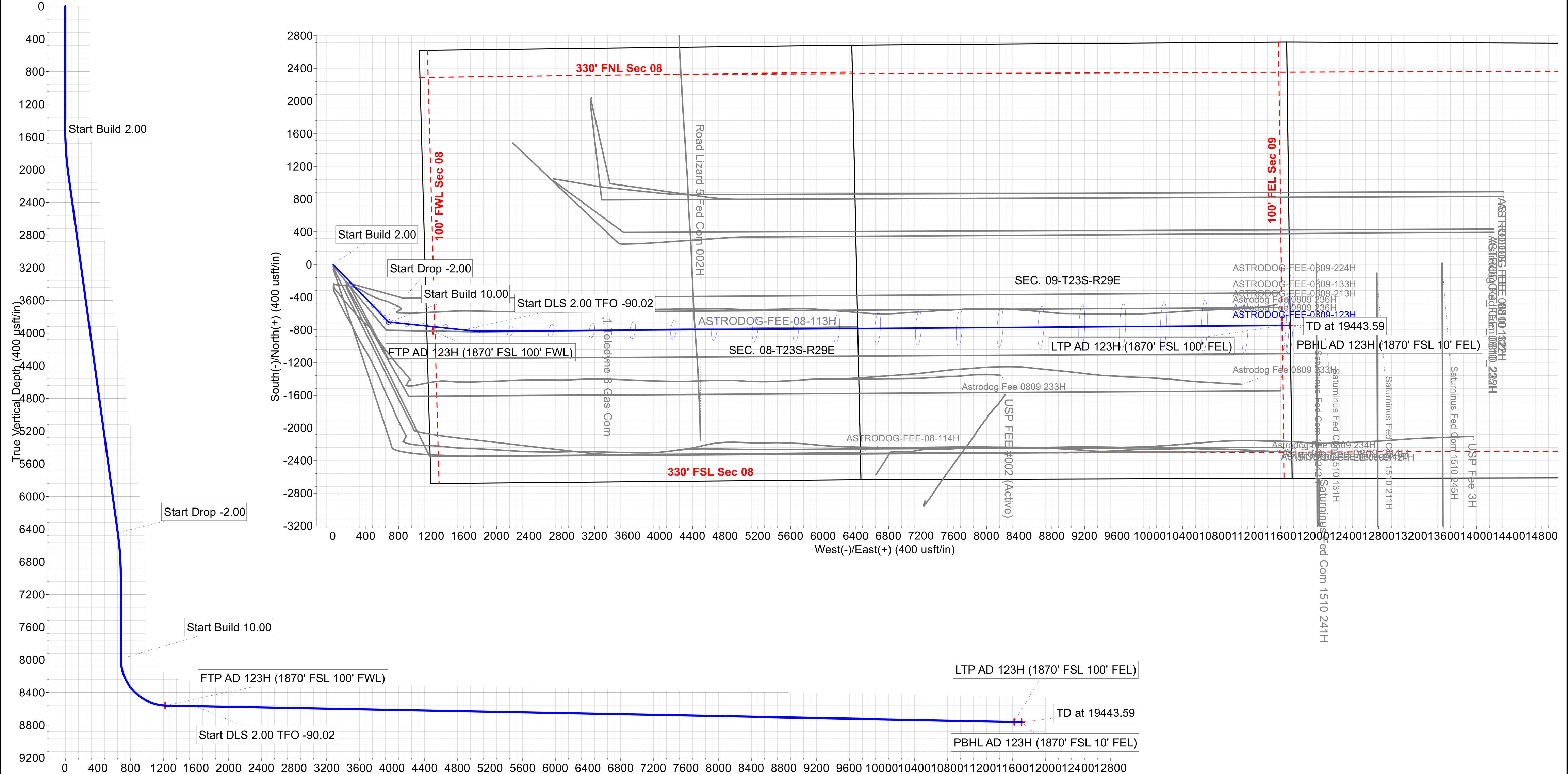
Azimuths to Grid North
Magnetic North: 6.54°
Magnetic Field

Strength: 47463.0nT Dip Angle: 59.91° Date: 11/17/2021 Model: IGRF2020

Project: EDDY CO., NM (NAD83) Site: SEC 08-T23S-R29E

Well: ASTRODOG-FEE-0809-123H

Wellbore: Wellbore #1 Design: Plan 1





NOVO Oil & Gas

EDDY CO., NM (NAD83) SEC 08-T23S-R29E ASTRODOG-FEE-0809-123H

Wellbore #1

Plan: Plan 1

Standard Planning Report

22 November, 2021









1 - EDM Production Database: Company: NOVO Oil & Gas Project: EDDY CO., NM (NAD83) Site: SEC 08-T23S-R29E Well: ASTRODOG-FEE-0809-123H

Wellbore: Wellbore #1 Design: Plan 1

Local Co-ordinate Reference: TVD Reference: MD Reference: North Reference:

Survey Calculation Method:

Well ASTRODOG-FEE-0809-123H RKB 25' + GL 3007.90 @ 3032.90usft RKB 25' + GL 3007.90 @ 3032.90usft

Minimum Curvature

Project EDDY CO., NM (NAD83)

Map System: Geo Datum:

Map Zone:

US State Plane 1983 North American Datum 1983 New Mexico Eastern Zone

System Datum:

Mean Sea Level

SEC 08-T23S-R29E Site

Site Position: From:

Мар

Northing: Easting:

482,885.93 usft 644,753.39 usft

Latitude: Longitude:

usft

480.201.11 usft

32.32708133 -103.99852767

Position Uncertainty: 0.00 usft Slot Radius: 13-3/16 "

Well ASTRODOG-FEE-0809-123H

Well Position +N/-S +E/-W

Position Uncertainty

0.00 usft 0.00 usft 0.50 usft

Northing: Easting:

638,402.78 usft Wellhead Elevation:

Latitude: Longitude:

Ground Level:

32.31975411 -104.01911278 3,007.90 usft

Grid Convergence: 0.17°

Wellbore #1 Wellbore

Model Name Declination Magnetics Sample Date Dip Angle Field Strength (°) (°) (nT) 47,462.95428231 IGRF2020 11/17/2021 6.71 59.91

Plan 1 Design Audit Notes: Version: Phase: PLAN Tie On Depth: 0.00 Vertical Section: Depth From (TVD) +N/-S +E/-W Direction (usft) (usft) (usft) (°) 90.00 0.00 0.00 0.00

Plan Survey Tool Program Date 11/22/2021 **Depth From** Depth To (usft) (usft) Survey (Wellbore) **Tool Name** Remarks 0.00 19,443.59 MWD+IGRF Plan 1 (Wellbore #1) OWSG MWD + IGRF or WMM





 Database:
 1 - EDM Production

 Company:
 NOVO Oil & Gas

 Project:
 EDDY CO., NM (NAD83)

 Site:
 SEC 08-T23S-R29E

 Well:
 ASTRODOG-FEE-0809-123H

Wellbore: Wellbore #1

Design: Plan 1

Local Co-ordinate Reference: TVD Reference: MD Reference: North Reference:

Survey Calculation Method:

Well ASTRODOG-FEE-0809-123H RKB 25' + GL 3007.90 @ 3032.90usft RKB 25' + GL 3007.90 @ 3032.90usft Grid

lan Sections										
Measured Depth (usft)	Inclination (°)	Azimuth (°)	Vertical Depth (usft)	+N/-S (usft)	+E/-W (usft)	Dogleg Rate (°/100usft)	Build Rate (°/100usft)	Turn Rate (°/100usft)	TFO (°)	Target
0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	
1,500.00	0.00	0.00	1,500.00	0.00	0.00	0.00	0.00	0.00	0.00	
2,061.12	11.22	136.03	2,057.54	-39.42	38.03	2.00	2.00	0.00	136.03	
6,531.52	11.22	136.03	6,442.46	-665.58	642.07	0.00	0.00	0.00	0.00	
7,092.64	0.00	0.00	7,000.00	-705.00	680.10	2.00	-2.00	0.00	180.00	
8,079.79	0.00	0.00	7,987.15	-705.00	680.10	0.00	0.00	0.00	0.00	
8,968.79	88.90	96.00	8,560.00	-763.74	1,238.98	10.00	10.00	0.00	96.00	
9,323.79	88.90	96.00	8,566.82	-800.84	1,591.97	0.00	0.00	0.00	0.00	
9,644.00	88.90	89.59	8,572.96	-816.46	1,911.57	2.00	0.00	-2.00	-90.02	
19,443.59	88.90	89.59	8,760.35	-747.14	11,709.13	0.00	0.00	0.00	0.00	





 Database:
 1 - EDM Production

 Company:
 NOVO Oil & Gas

 Project:
 EDDY CO., NM (NAD83)

 Site:
 SEC 08-T23S-R29E

 Well:
 ASTRODOG-FEE-0809-123H

Wellbore: Wellbore #1

Design: Plan 1

Local Co-ordinate Reference: TVD Reference: MD Reference: North Reference: Survey Calculation Method: Well ASTRODOG-FEE-0809-123H RKB 25' + GL 3007.90 @ 3032.90usft RKB 25' + GL 3007.90 @ 3032.90usft Grid

anned Survey									
Measured Depth (usft)	Inclination (°)	Azimuth (°)	Vertical Depth (usft)	+N/-S (usft)	+E/-W (usft)	Vertical Section (usft)	Dogleg Rate (°/100usft)	Build Rate (°/100usft)	Turn Rate (°/100usft)
0.00		0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
100.00		0.00	100.00	0.00	0.00	0.00	0.00	0.00	0.00
200.00		0.00	200.00	0.00	0.00	0.00	0.00	0.00	0.00
300.00		0.00	300.00	0.00	0.00	0.00	0.00	0.00	0.00
400.00	0.00	0.00	400.00	0.00	0.00	0.00	0.00	0.00	0.00
500.00	0.00	0.00	500.00	0.00	0.00	0.00	0.00	0.00	0.00
600.00	0.00	0.00	600.00	0.00	0.00	0.00	0.00	0.00	0.00
700.00	0.00	0.00	700.00	0.00	0.00	0.00	0.00	0.00	0.00
800.00	0.00	0.00	800.00	0.00	0.00	0.00	0.00	0.00	0.00
900.00	0.00	0.00	900.00	0.00	0.00	0.00	0.00	0.00	0.00
1,000.00	0.00	0.00	1,000.00	0.00	0.00	0.00	0.00	0.00	0.00
1,100.00		0.00	1,100.00	0.00	0.00	0.00	0.00	0.00	0.00
1,200.00		0.00	1,200.00	0.00	0.00	0.00	0.00	0.00	0.00
1,300.00		0.00	1,300.00	0.00	0.00	0.00	0.00	0.00	0.00
1,400.00		0.00	1,400.00	0.00	0.00	0.00	0.00	0.00	0.00
1,500.00		0.00	1,500.00	0.00	0.00	0.00	0.00	0.00	0.00
1,600.00		136.03	1,599.98	-1.26	1.21	1.21	2.00	2.00	0.00
1,700.00		136.03	1,699.84	-5.02	4.85	4.85	2.00	2.00	0.00
1,800.00		136.03	1,799.45	-11.29	10.90	10.90	2.00	2.00	0.00
1,900.00	8.00	136.03	1,898.70	-20.07	19.36	19.36	2.00	2.00	0.00
2,000.00	10.00	136.03	1,997.47	-31.32	30.22	30.22	2.00	2.00	0.00
2,061.12	11.22	136.03	2,057.54	-39.42	38.03	38.03	2.00	2.00	0.00
2,100.00		136.03	2,095.68	-44.87	43.28	43.28	0.00	0.00	0.00
2,200.00		136.03	2,193.76	-58.88	56.80	56.80	0.00	0.00	0.00
2,300.00	11.22	136.03	2,291.85	-72.88	70.31	70.31	0.00	0.00	0.00
2,400.00	11.22	136.03	2,389.94	-86.89	83.82	83.82	0.00	0.00	0.00
2,500.00		136.03	2,488.03	-100.90	97.33	97.33	0.00	0.00	0.00
2,600.00		136.03	2,586.12	-114.90	110.84	110.84	0.00	0.00	0.00
2,700.00		136.03	2,684.20	-128.91	124.36	124.36	0.00	0.00	0.00
2,800.00		136.03	2,782.29	-142.92	137.87	137.87	0.00	0.00	0.00
2,900.00		136.03	2,880.38	-156.92	151.38	151.38	0.00	0.00	0.00
3,000.00		136.03	2,978.47	-170.93	164.89	164.89	0.00	0.00	0.00
3,100.00 3,200.00		136.03 136.03	3,076.55	-184.94 -198.94	178.40 191.92	178.40 191.92	0.00 0.00	0.00	0.00
3,200.00		136.03	3,174.64 3,272.73	-198.94 -212.95	205.43	205.43	0.00	0.00 0.00	0.00 0.00
3,400.00		136.03	3,370.82	-226.96	218.94	218.94	0.00	0.00	0.00
3,500.00		136.03	3,468.91	-240.96	232.45	232.45	0.00	0.00	0.00
3,600.00		136.03	3,566.99	-254.97	245.96	245.96	0.00	0.00	0.00
3,700.00		136.03	3,665.08	-268.98	259.48	259.48	0.00	0.00	0.00
3,800.00	11.22	136.03	3,763.17	-282.98	272.99	272.99	0.00	0.00	0.00
3,900.00	11.22	136.03	3,861.26	-296.99	286.50	286.50	0.00	0.00	0.00
4,000.00		136.03	3,959.35	-311.00	300.01	300.01	0.00	0.00	0.00
4,100.00		136.03	4,057.43	-325.00	313.52	313.52	0.00	0.00	0.00
4,200.00		136.03	4,155.52	-339.01	327.04	327.04	0.00	0.00	0.00
4,300.00		136.03	4,253.61	-353.02	340.55	340.55	0.00	0.00	0.00
4,400.00	11.22	136.03	4,351.70	-367.02	354.06	354.06	0.00	0.00	0.00
4,400.00		136.03	4,351.70 4.449.79	-367.02 -381.03	354.06 367.57	354.06 367.57	0.00	0.00	0.00
4,600.00		136.03	4,449.79 4,547.87	-301.03	381.08	381.08	0.00	0.00	0.00
4,700.00		136.03	4,645.96	-395.04 -409.04	394.60	394.60	0.00	0.00	0.00
4,800.00		136.03	4,744.05	-409.04	408.11	408.11	0.00	0.00	0.00
4,900.00		136.03	4,842.14	-437.06	421.62	421.62	0.00	0.00	0.00
5,000.00		136.03	4,940.23	-451.06	435.13	435.13	0.00	0.00	0.00
5,100.00		136.03	5,038.31	-465.07	448.64	448.64	0.00	0.00	0.00
5,200.00	11.22	136.03	5,136.40	-479.08	462.15	462.15	0.00	0.00	0.00





 Database:
 1 - EDM Production

 Company:
 NOVO Oil & Gas

 Project:
 EDDY CO., NM (NAD83)

 Site:
 SEC 08-T23S-R29E

 Well:
 ASTRODOG-FEE-0809-123H

Wellbore: Wellbore #1

Design: Plan 1

Local Co-ordinate Reference: TVD Reference: MD Reference: North Reference: Survey Calculation Method: Well ASTRODOG-FEE-0809-123H RKB 25' + GL 3007.90 @ 3032.90usft RKB 25' + GL 3007.90 @ 3032.90usft Grid

anned Survey									
Measured Depth (usft)	Inclination (°)	Azimuth (°)	Vertical Depth (usft)	+N/-S (usft)	+E/-W (usft)	Vertical Section (usft)	Dogleg Rate (°/100usft)	Build Rate (°/100usft)	Turn Rate (°/100usft)
5,300.00	11.22	136.03	5,234.49	-493.08	475.67	475.67	0.00	0.00	0.00
5,400.00) 11.22	136.03	5,332.58	-507.09	489.18	489.18	0.00	0.00	0.00
5,500.00	11.22	136.03	5,430.67	-521.10	502.69	502.69	0.00	0.00	0.00
5,600.00		136.03	5,528.75	-535.10	516.20	516.20	0.00	0.00	0.00
5,700.00		136.03	5,626.84	-549.11	529.71	529.71	0.00	0.00	0.00
5,800.00) 11.22	136.03	5,724.93	-563.12	543.23	543.23	0.00	0.00	0.00
5,900.00		136.03	5,823.02	-577.12	556.74	556.74	0.00	0.00	0.00
6,000.00		136.03	5,921.10	-591.13	570.25	570.25	0.00	0.00	0.00
6,100.00		136.03	6,019.19	-605.14	583.76	583.76	0.00	0.00	0.00
6,200.00		136.03	6,117.28	-619.14	597.27	597.27	0.00	0.00	0.00
6,300.00) 11.22	136.03	6,215.37	-633.15	610.79	610.79	0.00	0.00	0.00
6,400.00	11.22	136.03	6,313.46	-647.16	624.30	624.30	0.00	0.00	0.00
6,500.00		136.03	6,411.54	-661.16	637.81	637.81	0.00	0.00	0.00
6,531.52		136.03	6,442.46	-665.58	642.07	642.07	0.00	0.00	0.00
6,600.00		136.03	6,509.79	-674.59	650.76	650.76	2.00	-2.00	0.00
6,700.00	7.85	136.03	6,608.59	-685.67	661.45	661.45	2.00	-2.00	0.00
6,800.00	5.85	136.03	6,707.87	-694.25	669.73	669.73	2.00	-2.00	0.00
6,900.00		136.03	6,807.51	-700.34	675.60	675.60	2.00	-2.00	0.00
7,000.00		136.03	6,907.38	-703.92	679.06	679.06	2.00	-2.00	0.00
7,092.64		0.00	7,000.00	-705.00	680.10	680.10	2.00	-2.00	0.00
7,100.00		0.00	7,007.36	-705.00	680.10	680.10	0.00	0.00	0.00
7,200.00	0.00	0.00	7,107.36	-705.00	680.10	680.10	0.00	0.00	0.00
7,300.00	0.00	0.00	7,207.36	-705.00	680.10	680.10	0.00	0.00	0.00
7,400.00	0.00	0.00	7,307.36	-705.00	680.10	680.10	0.00	0.00	0.00
7,500.00	0.00	0.00	7,407.36	-705.00	680.10	680.10	0.00	0.00	0.00
7,600.00	0.00	0.00	7,507.36	-705.00	680.10	680.10	0.00	0.00	0.00
7,700.00	0.00	0.00	7,607.36	-705.00	680.10	680.10	0.00	0.00	0.00
7,800.00	0.00	0.00	7,707.36	-705.00	680.10	680.10	0.00	0.00	0.00
7,900.00	0.00	0.00	7,807.36	-705.00	680.10	680.10	0.00	0.00	0.00
8,000.00		0.00	7,907.36	-705.00	680.10	680.10	0.00	0.00	0.00
8,079.79	0.00	0.00	7,987.15	-705.00	680.10	680.10	0.00	0.00	0.00
8,100.00	2.02	96.00	8,007.36	-705.04	680.45	680.45	10.00	10.00	0.00
8,150.00	7.02	96.00	8,057.19	-705.45	684.37	684.37	10.00	10.00	0.00
8,200.00		96.00	8,106.48	-706.31	692.60	692.60	10.00	10.00	0.00
8,250.00		96.00	8,154.87	-707.62	705.06	705.06	10.00	10.00	0.00
8,300.00	22.02	96.00	8,201.98	-709.37	721.67	721.67	10.00	10.00	0.00
8,350.00	27.02	96.00	8,247.46	-711.54	742.30	742.30	10.00	10.00	0.00
8,400.00		96.00	8,290.95	-714.11	766.80	766.80	10.00	10.00	0.00
8,450.00		96.00	8,332.13	-717.07	794.97	794.97	10.00	10.00	0.00
8,500.00		96.00	8,370.69	-720.40	826.60	826.60	10.00	10.00	0.00
8,550.00	47.02	96.00	8,406.33	-724.06	861.46	861.46	10.00	10.00	0.00
8,600.00	52.02	96.00	8,438.78	-728.04	899.27	899.27	10.00	10.00	0.00
8,650.00		96.00	8,467.79	-732.29	939.75	939.75	10.00	10.00	0.00
8,700.00		96.00	8,493.14	-736.79	982.59	982.59	10.00	10.00	0.00
8,750.00		96.00	8,514.64	-741.51	1,027.47	1,027.47	10.00	10.00	0.00
8,800.00		96.00	8,532.13	-746.40	1,074.03	1,074.03	10.00	10.00	0.00
8,850.00	77.02	96.00	8,545.47	-751.44	1,121.94	1,121.94	10.00	10.00	0.00
8,900.00		96.00	8,554.56	-756.58	1,170.82	1,170.82	10.00	10.00	0.00
8,950.00		96.00	8,559.33	-761.78	1,220.31	1,220.31	10.00	10.00	0.00
8,968.79		96.00	8,560.00	-763.74	1,238.98	1,238.98	10.00	10.00	0.00
9,000.00		96.00	8,560.60	-767.00	1,270.01	1,270.01	0.00	0.00	0.00
9,100.00	88.90	96.00	8,562.52	-777.45	1,369.45	1,369.45	0.00	0.00	0.00
9,200.00		96.00	8,564.44	-787.90	1,468.88	1,468.88	0.00	0.00	0.00
9,300.00	88.90	96.00	8,566.36	-798.36	1,568.32	1,568.32	0.00	0.00	0.00





 Database:
 1 - EDM Production

 Company:
 NOVO Oil & Gas

 Project:
 EDDY CO., NM (NAD83)

 Site:
 SEC 08-T23S-R29E

 Well:
 ASTRODOG-FEE-0809-123H

Wellbore: Wellbore #1

Design: Plan 1

Local Co-ordinate Reference: TVD Reference: MD Reference: North Reference: Survey Calculation Method: Well ASTRODOG-FEE-0809-123H RKB 25' + GL 3007.90 @ 3032.90usft RKB 25' + GL 3007.90 @ 3032.90usft Grid

Planned Survey									
Measured Depth (usft)	Inclination (°)	Azimuth (°)	Vertical Depth (usft)	+N/-S (usft)	+E/-W (usft)	Vertical Section (usft)	Dogleg Rate (°/100usft)	Build Rate (°/100usft)	Turn Rate (°/100usft)
9,323.79 9,400.00	88.90 88.90	96.00 94.48	8,566.82 8,568.28	-800.84 -807.80	1,591.97 1,667.85	1,591.97 1,667.85	0.00 2.00	0.00 0.00	0.00 - 2.00
9,500.00 9,600.00	88.90 88.90	92.48 90.47	8,570.20 8,572.12	-813.86 -816.43	1,767.64 1,867.58	1,767.64 1,867.58	2.00 2.00	0.00 0.00	-2.00 -2.00
9,644.00	88.90	89.59	8,572.96	-816.46	1,911.57	1,911.57	2.00	0.00	-2.00
9,700.00	88.90	89.59	8,574.03	-816.06	1,967.56	1,967.56	0.00	0.00	0.00
9,800.00	88.90	89.59	8,575.94	-815.35	2,067.54	2,067.54	0.00	0.00	0.00
9,900.00	88.90	89.59	8,577.85	-814.65	2,167.52	2,167.52	0.00	0.00	0.00
10,000.00	88.90	89.59	8,579.77	-813.94	2,267.50	2,267.50	0.00	0.00	0.00
10,100.00 10,200.00	88.90 88.90	89.59 89.59	8,581.68 8,583.59	-813.23 -812.52	2,367.48 2,467.46	2,367.48 2,467.46	0.00 0.00	0.00 0.00	0.00 0.00
10,300.00	88.90	89.59	8,585.50	-811.82	2,567.44	2,567.44	0.00	0.00	0.00
10,400.00	88.90	89.59	8,587.42	-811.11	2,667.42	2,667.42	0.00	0.00	0.00
10,500.00	88.90	89.59	8,589.33	-810.40	2,767.42	2,767.42	0.00	0.00	0.00
10,600.00	88.90	89.59	8,591.24	-809.70	2,867.38	2,867.38	0.00	0.00	0.00
10,700.00	88.90	89.59	8,593.15	-808.99	2,967.35	2,967.35	0.00	0.00	0.00
10,800.00	88.90	89.59	8,595.06	-808.28	3,067.33	3,067.33	0.00	0.00	0.00
10,900.00	88.90	89.59	8,596.98	-807.57	3,167.31	3,167.31	0.00	0.00	0.00
11,000.00	88.90	89.59	8,598.89	-806.87	3,267.29	3,267.29	0.00	0.00	0.00
11,100.00	88.90	89.59	8,600.80	-806.16	3,367.27	3,367.27	0.00	0.00	0.00
11,200.00	88.90	89.59	8,602.71	-805.45	3,467.25	3,467.25	0.00	0.00	0.00
11,300.00	88.90	89.59	8,604.63	-804.74	3,567.23	3,567.23	0.00	0.00	0.00
11,400.00	88.90	89.59	8,606.54	-804.04	3,667.21	3,667.21	0.00	0.00	0.00
11,500.00	88.90	89.59	8,608.45	-803.33	3,767.19	3,767.19	0.00	0.00	0.00
11,600.00	88.90	89.59	8,610.36	-802.62	3,867.17	3,867.17	0.00	0.00	0.00
11,700.00 11,800.00	88.90 88.90	89.59 89.59	8,612.27 8,614.19	-801.91 -801.21	3,967.15 4,067.13	3,967.15 4,067.13	0.00 0.00	0.00 0.00	0.00 0.00
11,900.00	88.90	89.59	8,616.10	-800.50	4,167.11	4,167.11	0.00	0.00	0.00
12,000.00 12,100.00	88.90 88.90	89.59 89.59	8,618.01 8,619.92	-799.79 -799.09	4,267.08 4,367.06	4,267.08 4,367.06	0.00 0.00	0.00 0.00	0.00 0.00
12,700.00	88.90	89.59	8,621.84	-798.38	4,467.04	4,467.04	0.00	0.00	0.00
12,300.00	88.90	89.59	8,623.75	-797.67	4,567.02	4,567.02	0.00	0.00	0.00
12,400.00	88.90	89.59	8,625.66	-796.96	4,667.00	4,667.00	0.00	0.00	0.00
12,500.00	88.90	89.59	8,627.57	-796.26	4,766.98	4,766.98	0.00	0.00	0.00
12,600.00	88.90	89.59	8,629.48	-795.55	4,866.96	4,866.96	0.00	0.00	0.00
12,700.00	88.90	89.59	8,631.40	-794.84	4,966.94	4,966.94	0.00	0.00	0.00
12,800.00	88.90	89.59	8,633.31	-794.13	5,066.92	5,066.92	0.00	0.00	0.00
12,900.00	88.90	89.59	8,635.22	-793.43	5,166.90	5,166.90	0.00	0.00	0.00
13,000.00	88.90	89.59	8,637.13	-792.72	5,266.88	5,266.88	0.00	0.00	0.00
13,100.00	88.90	89.59	8,639.05	-792.01	5,366.86	5,366.86	0.00	0.00	0.00
13,200.00 13,300.00	88.90 88.90	89.59 89.59	8,640.96 8,642.87	-791.30 -790.60	5,466.83 5,566.81	5,466.83 5,566.81	0.00 0.00	0.00 0.00	0.00 0.00
						,			
13,400.00	88.90	89.59	8,644.78	-789.89	5,666.79	5,666.79	0.00	0.00	0.00
13,500.00	88.90	89.59	8,646.69	-789.18	5,766.77 5,966.75	5,766.77	0.00	0.00	0.00
13,600.00 13,700.00	88.90 88.90	89.59 89.59	8,648.61 8,650.52	-788.47 -787.77	5,866.75 5,966.73	5,866.75 5,966.73	0.00 0.00	0.00 0.00	0.00 0.00
13,800.00	88.90	89.59	8,652.43	-787.06	6,066.71	6,066.71	0.00	0.00	0.00
			8,654.34						
13,900.00 14,000.00	88.90 88.90	89.59 89.59	8,654.34 8,656.26	-786.35 -785.65	6,166.69 6,266.67	6,166.69 6,266.67	0.00 0.00	0.00 0.00	0.00 0.00
14,100.00	88.90	89.59	8,658.17	-784.94	6,366.65	6,366.65	0.00	0.00	0.00
14,200.00	88.90	89.59	8,660.08	-784.23	6,466.63	6,466.63	0.00	0.00	0.00
14,300.00	88.90	89.59	8,661.99	-783.52	6,566.61	6,566.61	0.00	0.00	0.00
14,400.00	88.90	89.59	8,663.90	-782.82	6,666.59	6,666.59	0.00	0.00	0.00
14,500.00	88.90	89.59	8,665.82	-782.11	6,766.56	6,766.56	0.00	0.00	0.00







 Database:
 1 - EDM Production

 Company:
 NOVO Oil & Gas

 Project:
 EDDY CO., NM (NAD83)

 Site:
 SEC 08-T23S-R29E

 Well:
 ASTRODOG-FEE-0809-123H

Wellbore: Wellbore #1

Design: Plan 1

Local Co-ordinate Reference: TVD Reference: MD Reference: North Reference: Survey Calculation Method: Well ASTRODOG-FEE-0809-123H RKB 25' + GL 3007.90 @ 3032.90usft RKB 25' + GL 3007.90 @ 3032.90usft Grid

nned Survey									
Measured Depth	Inclination	Azimuth	Vertical Depth	+N/-S	+E/-W	Vertical Section	Dogleg Rate (°/100usft)	Build Rate (°/100usft)	Turn Rate (°/100usft)
(usft)	(°)	(°)	(usft)	(usft)	(usft)	(usft)	(7100usit)	(7100usit)	(7100usit)
14,600.00	88.90	89.59	8,667.73	-781.40	6,866.54	6,866.54	0.00	0.00	0.00
14,700.00	88.90	89.59	8,669.64	-780.69	6,966.52	6,966.52	0.00	0.00	0.00
14,800.00	88.90	89.59	8,671.55	-779.99	7,066.50	7,066.50	0.00	0.00	0.00
14,900.00	88.90	89.59	8,673.47	-779.28	7,166.48	7,166.48	0.00	0.00	0.00
15,000.00	88.90	89.59	8,675.38	-778.57	7,266.46	7,266.46	0.00	0.00	0.00
15,100.00	88.90	89.59	8,677.29	-777.86	7,366.44	7,366.44	0.00	0.00	0.00
15,200.00	88.90	89.59	8,679.20	-777.16	7,466.42	7,466.42	0.00	0.00	0.00
15,300.00	88.90	89.59	8,681.12	-776.45	7,566.40	7,566.40	0.00	0.00	0.00
15,400.00	88.90	89.59	8,683.03	-775.74	7,666.38	7,666.38	0.00	0.00	0.00
15,500.00	88.90	89.59	8,684.94	-775.04	7,766.36	7,766.36	0.00	0.00	0.00
15,600.00	88.90	89.59	8,686.85	-774.33	7,866.34	7,866.34	0.00	0.00	0.00
15,700.00	88.90	89.59	8,688.76	-773.62	7,966.32	7,966.32	0.00	0.00	0.00
15,800.00	88.90	89.59	8,690.68	-772.91	8,066.29	8,066.29	0.00	0.00	0.00
15,900.00	88.90	89.59	8,692.59	-772.21	8,166.27	8,166.27	0.00	0.00	0.00
16,000.00	88.90	89.59	8,694.50	-771.50	8,266.25	8,266.25	0.00	0.00	0.00
16,100.00	88.90	89.59	8,696.41	-770.79	8,366.23	8,366.23	0.00	0.00	0.00
16,200.00	88.90	89.59	8,698.33	-770.08	8,466.21	8,466.21	0.00	0.00	0.00
16,300.00	88.90	89.59	8,700.24	-769.38	8,566.19	8,566.19	0.00	0.00	0.00
16,400.00	88.90	89.59	8.702.15	-768.67	8,666.17	8.666.17	0.00	0.00	0.00
16,500.00	88.90	89.59	8,704.06	-767.96	8,766.15	8,766.15	0.00	0.00	0.00
16,600.00	88.90	89.59	8.705.97	-767.25	8,866.13	8.866.13	0.00	0.00	0.00
16,700.00	88.90	89.59	8,707.89	-766.55	8,966.11	8,966.11	0.00	0.00	0.00
16,800.00	88.90	89.59	8,709.80	-765.84	9,066.09	9,066.09	0.00	0.00	0.00
16,900.00	88.90	89.59	8,711.71	-765.13	9,166.07	9,166.07	0.00	0.00	0.00
17,000.00	88.90	89.59	8,713.62	-764.42	9,266.05	9,266.05	0.00	0.00	0.00
17,100.00	88.90	89.59	8,715.54	-763.72	9,366.02	9,366.02	0.00	0.00	0.00
17,200.00	88.90	89.59	8,717.45	-763.01	9,466.00	9,466.00	0.00	0.00	0.00
17,300.00	88.90	89.59	8,719.36	-762.30	9,565.98	9,565.98	0.00	0.00	0.00
17,400.00	88.90	89.59	8,721.27	-761.60	9,665.96	9,665.96	0.00	0.00	0.00
17,500.00	88.90	89.59	8,723.18	-760.89	9,765.94	9,765.94	0.00	0.00	0.00
17,600.00	88.90	89.59	8,725.10	-760.18	9,865.92	9,865.92	0.00	0.00	0.00
17,700.00	88.90	89.59	8,727.01	-759.47	9,965.90	9,965.90	0.00	0.00	0.00
17,800.00	88.90	89.59	8,728.92	-758.77	10,065.88	10,065.88	0.00	0.00	0.00
17,900.00	88.90	89.59	8,730.83	-758.06	10,165.86	10,165.86	0.00	0.00	0.00
18,000.00	88.90	89.59	8,732.75	-757.35	10,165.84	10,165.84	0.00	0.00	0.00
18,100.00	88.90	89.59	8,734.66	-756.64	10,365.82	10,365.82	0.00	0.00	0.00
18,200.00	88.90	89.59	8,736.57	-755.94	10,465.80	10,465.80	0.00	0.00	0.00
18,300.00	88.90	89.59	8,738.48	-755.23	10,565.77	10,565.77	0.00	0.00	0.00
18.400.00	88.90	89.59	8,740.39	-754.52	10,665.75	10.665.75	0.00	0.00	0.00
18,500.00	88.90	89.59	8,742.31	-754.52 -753.81	10,765.73	10,765.73	0.00	0.00	0.00
18,600.00	88.90	89.59	8,744.22	-753.11	10,865.71	10,765.73	0.00	0.00	0.00
18,700.00	88.90	89.59	8,746.13	-752.40	10,965.69	10,965.69	0.00	0.00	0.00
18,800.00	88.90	89.59	8,748.04	-751.69	11,065.67	11,065.67	0.00	0.00	0.00
18,900.00	88.90	89.59	8,749.96	-750.99	11,165.65	11,165.65	0.00	0.00	0.00
19,000.00	88.90	69.59 89.59	8,751.87	-750.99 -750.28	11,165.65	11,165.65	0.00	0.00	0.00
19,100.00	88.90	89.59	8,753.78	-749.57	11,365.61	11,365.61	0.00	0.00	0.00
19,200.00	88.90	89.59	8,755.69	-748.86	11,465.59	11,465.59	0.00	0.00	0.00
19,300.00	88.90	89.59	8,757.60	-748.16	11,565.57	11,565.57	0.00	0.00	0.00
			*						
19,400.00	88.90	89.59 80.50	8,759.52 8,760.35	-747.45 747.14	11,665.55	11,665.55	0.00	0.00	0.00
19,443.59	88.90	89.59	8,760.35	-747.14	11,709.13	11,709.13	0.00	0.00	0.00

Page 12 of 27



Planning Report



 Database:
 1 - EDM Production

 Company:
 NOVO Oil & Gas

 Project:
 EDDY CO., NM (NAD83)

 Site:
 SEC 08-T23S-R29E

 Well:
 ASTRODOG-FEE-0809-123H

Wellbore: Wellbore #1

Design: Plan 1

Local Co-ordinate Reference: TVD Reference: MD Reference: North Reference:

Survey Calculation Method:

Well ASTRODOG-FEE-0809-123H RKB 25' + GL 3007.90 @ 3032.90usft RKB 25' + GL 3007.90 @ 3032.90usft

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 AD 123H (1870' FS - plan misses targe - Point		0.00 53usft at 895	8,560.00 7.73usft MD	-811.84 (8559.68 TVE	1,222.80), -762.59 N, ²	479,389.27 1227.99 E)	639,625.58	32.31751259	-104.01516218
LTP AD 123H (1870' FS - plan misses targe - Point		0.00 Susft at 1935	8,759.63 3.62usft MD	-747.44 (8758.63 TVE	11,619.15), -747.78 N, ²	479,453.67 11619.17 E)	650,021.93	32.31760028	-103.98150769
PBHL AD 123H (1870' I		0.00 Dusft at 1944	8,761.35 3.59usft MD	-747.14 (8760.35 TVE	11,709.13), -747.14 N, ²	479,453.97 11709.13 E)	650,111.91	32.31760029	-103.98121641

Casing Points							
	Measured Depth	Vertical Depth			Casing Diameter (")	Hole Diameter	
	(usft)	(usft)		Name	(*)	(")	
	19,471.35		20" Casing		20	24	



Justin Carter Landman Novo Oil & Gas Northern Delaware, LLC 1001 West Wilshire Blvd, Suite 206 Oklahoma City, OK 73116 Oklahoma City, Oklahoma 73102 Office: 405.286.3375 jcarter@novoog.com

January 10, 2022

Kate Pickford OCD District III 1000 Rio Brazos Rd Aztec, New Mexico 87410

Re: A

Astrodog Fee Permits

Ms. Pickford:

There are no potash lessees within a mile radius of Novo's proposed Astrodog Fee wells in Sections 7 and 8 of Township 23 South, Range 29 East, Eddy County, NM.

If you have any questions or comments, please call me at (405) 286.3375 or contact me via email at jcarter@novoog.com.

Sincerely,

Novo Oil & Gas, LLC

Justin Carter Landman **I. Operator:** Novo Oil & Gas Northern Delaware, LLC

State of New Mexico Energy, Minerals and Natural Resources Department

Submit Electronically Via E-permitting

Date: 11 /18 / 21

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

OGRID:

372920

f Other, please describe:						
III. Well(s): Provide the force recompleted from a single				l or set of wells	s proposed to be d	rilled or proposed
Well Name	API	ULSTR	Footages	Anticipated Oil BBL/D	Anticipated Gas MCF/D	Anticipated Produced Water BBL/D
Astrodog Fee 0809 213H	30-015-xxxxx	I-07-23S-29E	2430 FSL & 940 FEL	700	5200	2300
Astrodog Fee 0809 133H	30-015-xxxx	I-07-23S-29E	2410 FSL & 940 FEL	700	5200	2300
Astrodog Fee 0809 224H	30-015-xxxxx	I-07-23S-29E	2390 FNL & 940 FWL	700	5200	2300
Astrodog Fee 0809 214H	30-015-xxxxx	I-07-23S-29E	2370 FSL & 940 FEL	700	5200	2300
Astrodog Fee 0809 123H	30-015-xxxxx	I-07-23S-29E	2645 FSL & 1090 FEL	700	5200	2300
Astrodog Fee 0809 124H	30-015-xxxxx	I-07-23S-29E	2625 FNL & 1090 FWL	700	5200	2300
Astrodog Fee 08 113H	30-015-xxxxx	I-07-23S-29E	2605 FNL & 1090 FWL	700	5200	2300
Astrodog Fee 08 114H	30-015-xxxxx	I-07-23S-29E	2585 FNL & 1090 FWL	700	5200	2300

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
Astrodog Fee 0809 213H	30-015-xxxxx	10/1/2022	10/20/2022	4/1/2023	4/28/2023	5/1/2023
Astrodog Fee 0809 133H	30-015-xxxxx	10/21/2022	11/14/2022	4/1/2023	4/28/2023	5/1/2023
Astrodog Fee 0809 224H	30-015-xxxxx	11/15/2022	12/17/2022	4/1/2023	4/28/2023	5/1/2023
Astrodog Fee 0809 214H	30-015-xxxxx	12/18/2022	1/15/2023	4/1/2023	4/28/2023	5/1/2023
Astrodog Fee 0809 123H	30-015-xxxxx	1/16/2022	2/1/2023	4/1/2023	4/28/2023	5/1/2023
Astrodog Fee 0809 124H	30-015-xxxxx	2/2/2023	2/20/2023	4/1/2023	4/28/2023	5/1/2023
Astrodog Fee 08 113H	30-015-xxxxx	2/21/2023	3/10/2023	4/1/2023	4/28/2023	5/1/2023
Astrodog Fee 08 114H	30-015-xxxxx	3/11/2023	3/30/2023	4/1/2023	4/28/2023	5/1/2023

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	<u>Plan</u>
EFFECTIV	E APRIL 1, 202	22

Beginning April 1, 202	22, an operator	that is not in	n compliance	with its	statewide	natural	gas	capture	requirement	for th	ne applic	able
reporting area must cor	nplete this secti	on.										

 \Box 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	Available Maximum Daily Capacity
			Start Date	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	o gather 1	100% of the ant	icipated na	itural ga	18
production volume from the well p	prior to the date of firs	st production.						

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

	A tto ala	Omanatani	2 1		mus diretion		+- +1-		line pressure.
1 1	Attach (Operator	s bian i	to manage	production	in response	e to the	e 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:	wah (m						
Printed Name:	Justin Carler						
Title:	Landman						
E-mail Address:	icarler envog, com						
Date:	11/12/2021						
Phone:	405.406.0737						
OIL CONSERVATION DIVISION (Only applicable when submitted as a standalone form)							
Approved By:							
Title:							
Approval Date:							
Conditions of Approval:							
ngt "							
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APPENDIX A



Separation Equipment

Novo Oil & Gas Northern Delaware, LLC (Novo) has pulled representative pressurized samples from wells in the same producing formation. Novo has utilized these samples in process simulations to determine the amount of gas anticipated in each stage of the process and utilized this information with a safety factor to size the equipment listed below:

- Separation equipment will be set as follows:
 - o Individual 3 Phase separators will be set for each individual well.
 - The separators will be sized based on the anticipated volume of the well and the pressure of the lines utilized for oil, gas, and water takeaway.
 - Individual Heater treaters will be set for each individual well.
 - The heater treaters are sized based on the anticipated combined volume of oil and water predicted to come from the initial 3 phase separator.
 - Oil will be separated from the water and water will be sent to its respective tanks
 - The combined oil and natural gas stream is routed to the Vapor Recovery Tower.
 - The oil and water tanks utilize a closed vent capture system to ensure all breathing, working and flashing losses are routed to the Vapor Recovery Tower (VRT) and Vapor Recovery Unit (VRU)
 - The Vapor Recovery Tower has been sized, based on the anticipated volume of gas from the heater treater and oil and water tanks. A VRU is then utilized to push the recovered gas into the sales pipeline.
 - The VRU will be sized based on the anticipated gas volume and the gas pressure for the line utilized for takeaway.

All equipment has been sized based on the modeled projected need and a safety factor of at least 10%. This is ensuring that the capture of methane gas and VOC will minimize flaring below 50mcf/d per facility.



Operational Practices

19.15.27.8 (A) Venting and Flaring of Natural Gas

Novo Oil & Gas Northern Delaware, LLC (Novo) understands the requirements of NMAC 19.15.27.8 which states that the venting and flaring of natural gas during drilling, completion or production that constitutes waste as defined in 19.15.2 are prohibited.

19.15.27.8 (B) Venting and flaring during drilling operations

- 1. Novo shall capture or combust natural gas if technically feasible during drilling operations using best industry practices.
- 2. A flare stack with a 100 percent capacity for expected volumes will be set on location of the CTB at least 100 feet from the nearest surface hole location, well heads, and storage tanks.
- 3. In the event of an emergency, Novo will vent natural gas in order to avoid substantial impact. Novo shall report the vented or flared gas to the NMOCD.

19.15.27.8 (C) Venting and flaring during completion or recompletion

During completion operations, Novo utilizes the following:

- 1. Novo facilities are built and ready from day 1 of flowback
- 2. Individual well test separators will be set to properly separate gas and liquids. Temporary test separator will be utilized initially to process volumes. In addition, separators will be tied into flowback tanks which will be tied into the gas processing equipment for sales down a pipeline. See **Appendix A** for details on Separation Equipment used by Novo.
- 3. Should the facility not yet be capable of processing gas, or the gas does not meet quality standards, then storage tanks will be set that are tied into gas busters or a temporary flare to manage all natural gas. This flare would meet the following requirements:
 - a) An appropriately sized flare stack with an automatic igniter
 - b) Novo analyzes the natural gas samples twice per week

- c) Novo routes the natural gas into a gathering pipeline as soon as the pipeline specifications are met
- d) Novo provides the NMOCD with pipeline specifications and natural gas data.

19.15.27.8 (D) Venting and flaring during production operations.

Novo will not vent or flare natural gas except under the following circumstances:

- 1. During an emergency or malfunction
- 2. To unload or clean-up liquid holdup in a well to atmospheric pressure, provided
 - a) Novo does not vent after the well achieves a stabilized rate and pressure
 - b) Novo will remain present on-site during liquids unloaded by manual purging and takes all reasonable actions to achieve a stabilized rate and pressure at the earliest practical time
 - Novo will optimize the system to minimize natural gas venting on any well equipped with a plunger lift or auto control system
 - d) Best management practices will be used during downhole well maintenance.
- 3. During the first year of production from an exploratory well provided
 - a) Novo receives approval from the NMOCD
 - b) Novo remains in compliance with NM gas capture requirements
 - c) Novo submits an updated C-129 from to the NMOCD.
- 4. During the following activities unless prohibited
 - a) Gauging or sampling a storage tank or low-pressure production vessel
 - b) Loading out liquids from a storage tank
 - c) Repair and maintenance
 - d) Normal operation of a gas-activated pneumatic controller or pump
 - e) Normal operation of a storage tank but not including venting from a thief hatch
 - f) Normal operation of dehydration units
 - g) Normal operations of compressors, compressor engines, turbines, valves, flanges, and connectors
 - h) During a bradenhead, packer leakage test, or production test lasting less than 24 hours
 - i) When natural gas does not meet the gathering pipeline specifications
 - j) Commissioning of pipelines, equipment, or facilities only for as long as necessary to purge introduced impurities.

In order to comply with these laws, see **Appendix B** for details on Novo Venting and Flaring.

19.15.27.8 (E) Performance standards

- 1. Novo has utilized process simulations with a safety factor to design all separation and storage equipment. The equipment is routed to a vapor recovery system and utilizes as a flare as back up for periods of startup, shutdown, maintenance or malfunction of the VRU system.
- 2. Novo will install a flare that designed to handle the full volume of vapors from the facility in case of VRU failure and it is designed with an auto-ignition system.
- Flare stacks will be appropriately sized and designed to ensure proper combustion efficiency
 - a) Flare stacks installed or replaced will be equipped with an automatic ignitor or continuous pilot
 - b) Previously installed flare stacks will be retrofitted with an automatic ignitor, continuous pilot, or technology that alerts Novo of flare malfunction within 18 months after May 25, 2021.
 - c) Flare stacks replaced after May 25, 2021 will be equipped with an automatic ignitor or continuous pilot if located at a well or facility with an average daily production of 60,000 cubic feet of natural gas or less.
 - d) Flare stacks will be located at least 100 feet from well and storage tanks and securely anchored
- 4. Novo will conduct an AVO inspection on all components for leaks and defects at least weekly.
- 5. Novo will make and keep records of AVO inspections available to the NMOCD for at least 5 years.
- 6. Novo may use a remote or automated monitoring technology to detect leaks and releases in lieu of AVO inspections with prior NMOCD approval.
- 7. Facilities will be designed to minimize waste.
- 8. Novo will resolve emergencies as promptly as possible.

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

- 1. Novo will have meters on both the low pressure and high pressure sides of the flares and the volumes are recorded in the SCADA system.
- 2. Novo will install equipment to measure the volume of flared natural gas that has an average daily production of 60,000 cubic feet or greater of natural gas.
- 3. Novo's measuring equipment will conform to an industry standards.
- 4. The measurement system is designed such that it cannot be bypassed except for inspections and servicing the meters.
- 5. Novo will estimate the volume of vented or flared natural gas using a methodology that can be independently verified if metering is not practicable due to low flow rate or pressure.

- 6. Novo will estimate the volume of vented and flared natural gas based on the results of an annual GOR test for wells that do not require measuring equipment reported on form C-116.
- 7. Novo will install measuring equipment whenever the NMOCD determines that metering is necessary.

APPENDIX A



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All equipment has been sized based on the modeled projected need and a safety factor of at least 10%. This is ensuring that the capture of methane gas and VOC will minimize flaring below 50mcf/d per facility.

APPENDIX B



Venting and Flaring

Novo Oil & Gas Northern Delaware, LLC (Novo) has a natural gas system available prior to startup of completion operations. Novo utilizes a VRU system and sells all gas except during periods of startup, shutdown, maintenance, or malfunction for the gas capturing equipment, including the VRT, VRU, storage tanks, and pipelines.

Currently, Novo utilizes the following from list A-I of Section 3 for its operations to minimize flaring:

- a) Novo Oil & Gas utilizes Natural Gas (NG) powered generators to power it's leases where grid power isn't available.
- b) When electrical grid power is unavailable, NG generators will be used for major equipment onsite.
- c) Novo Oil & Gas compression in service will be NG powered.
- d) Should liquids removal such as dehydration be required, units will be powered by NG.

Additionally, Novo Oil & Gas will only flare gas during the following times:

- Scheduled maintenance for gas capturing equipment including:
 - VRT
 - VRU
 - Storage tanks
 - Pipelines
- Emergency flaring



Best Management Practices

Novo Oil & Gas Northern Delaware, LLC (Novo) utilizes the following best management practices to minimize venting during active and planned maintenance.

Novo has a closed vent capture system to route emissions from the heater treater, tanks and vapor recovery to the VRU with a flare for backup. The system is designed such that if the VRU is taken out of service for any reason, the vapors will be routed to the flare for combustion.

Novo will isolate and attempt to route all vapors to the VRU or flare prior to opening any lines for maintenance to minimize venting from the equipment. Not limited to:

