<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**

Form C-101 August 1, 2011

Permit 309662

APPLICATION FOR PERMIT TO DRIL	., RE-ENTER, DEEPEN	I, PLUGBACK	, OR ADD A ZONE
--------------------------------	---------------------	-------------	-----------------

AFFLICATION FOR FEMILIFIED DIVILE, NE-ENTER, DEEFEN, FEOGRACH, OR ADD A ZONE								
Operator Name and Address		2. OGRID Number						
Spur Energy Partners LI	328947							
9655 Katy Freeway	3. API Number							
Houston, TX 77024		30-025-49801						
4. Property Code	5. Property Name	6. Well No.						
332463	OAKMONT 11 10 STATE COM	010H						

7. Surface Location

UL - Lot	Section	Township	Range	Lot Idn	Feet From	N/S Line	Feet From	E/W Line	County
G	11	17S	33E	G	2135	N	1915	E	Lea

8. Proposed Bottom Hole Location

I	UL - Lot	Section	Township	Range	Lot Idn	Feet From	N/S Line	Feet From	E/W Line	County
	E	10	17S	33E	E	2310	N	50	W	Lea

9. Pool Information

WC-025 G-03 S173318N;YESO	97727

Additional Well Information

11. Work Type	12. Well Type	13. Cable/Rotary	14. Lease Type	15. Ground Level Elevation	
New Well	OIL		State	4160	
16. Multiple	17. Proposed Depth	18. Formation	19. Contractor	20. Spud Date	
N	14504	Yeso		9/3/2022	
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

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	1500	1463	0
Int1	12.25	9.625	36	3175	798	0
Prod	8.75	7	32	6500	2825	0
Prod	8.75	5.5	20	14504	2825	0

Casing/Cement Program: Additional Comments

22. Proposed Blowout Prevention Program

Туре	Working Pressure	Test Pressure	Manufacturer	
Double Ram	5	5000	Shaffer	

23. I hereby certify that the information given above is true and complete to the best of my knowledge and belief. I further certify I have complied with 19.15.14.9 (A) NMAC ☒ and/or 19.15.14.9 (B) NMAC ☒, if applicable.				OIL CONSERVATIO	N DIVISION
Signature:					
Printed Name:	Electronically filed by Sarah Chap	pman	Approved By:	Paul F Kautz	
Title:	Regulatory Director			Geologist	
Email Address: schapman@spurenergy.com			Approved Date:	3/1/2022	Expiration Date: 3/1/2024
Date:	Date: 2/28/2022 Phone: 832-930-8613			oval Attached	

District I 1625 N. French Dr., Hobbs, NM 88240 Phone: (575) 393-6161 Fax: (575) 393-0720 District II 811 S. First St., Artesia, NM 88210 Phone: (575) 748-1283 Fax: (575) 748-9720 District III 1000 Rio Brazos 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

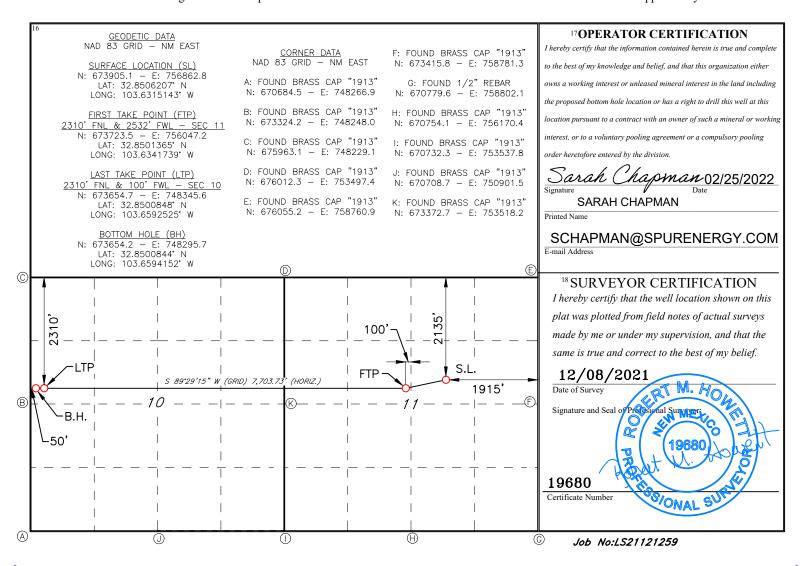
Form C-102 Revised August 1, 2011 Submit one copy to appropriate District Office

☐ AMENDED REPORT

WELL LOCATION AND ACREAGE DEDICATION PLAT

				² Pool Code	Code ³ Pool Name					
30-	025- 49	801		97727		WC	-025 G-03 S1	73318N	;YESO	
4Property Co	ode				5 Property N				6 Well Number	
3324	63			OAKM	ONT 11-10	STATE COM	1			10H
⁷ OGRID 328 9			SPUR ENERGY PARTNERS LLC. SPUR ENERGY PARTNERS LLC. 9Elevation 4160'							
	•				10 Surface	Location		•		
UL or lot no.	Section	Township	Range	Lot Idn	Feet from the	North/South line	Feet From the	East/We	est line	County
G	11	17S	33E		2135	NORTH	1915	EAS	ST	LEA
			11]	Bottom H	ole Location	If Different Fr	om Surface			
UL or lot no.	Section	Township	Range	Lot Idn	Feet from the	North/South line	Feet from the	East/We	est line	County
${f E}$	10	17S	33E		2310	NORTH	50	WES	ST	LEA
12 Dedicated Acre	s 13 Joint	or Infill 14 (Consolidation	Code 15 (Order No.				•	

No allowable will be assigned to this completion until all interest have been consolidated or a non-standard unit has been approved by the division.



Permit 309662

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:
Spur Energy Partners LLC [328947]	30-025-49801
9655 Katy Freeway	Well:
Houston, TX 77024	OAKMONT 11 10 STATE COM #010H

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	1) SURFACE & INTERMEDIATE CASING - Cement must circulate to surface 2) PRODUCTION CASING - Cement must tie back into intermediate casing
pkautz	The Operator is to notify NMOCD by sundry (Form C-103) within ten (10) days of the well being spud



Spur Energy Partners, LLC

Lea County, NM (Nad-83/ NME) OAKMONT 11-10 STATE COM 10H

Wellbore #1

Plan: PLAN #1

Standard Planning Report

10 February, 2022





Planning Report



Database: Company: Project:

WBDS SQL 2

Spur Energy Partners, LLC Lea County, NM (Nad-83/ NME) OAKMONT 11-10 STATE COM

Well: 10H Wellbore: Wellbore #1 Design: PLAN #1

Local Co-ordinate Reference:

TVD Reference: MD Reference: North Reference:

Survey Calculation Method:

Well 10H

RKB = 20' @ 4180.00usft (AKITA 57) RKB = 20' @ 4180.00usft (AKITA 57)

Minimum Curvature

Project

Site:

Lea County, NM (Nad-83/ NME)

Map System: Geo Datum:

US State Plane 1983 North American Datum 1983 System Datum:

Mean Sea Level

Map Zone:

New Mexico Eastern Zone

Site

Well Position

OAKMONT 11-10 STATE COM

Site Position: From:

Мар

Northing: Easting:

673,905.10 usft 756,862.80 usft

Latitude: Longitude:

32.850621 -103.631515

Position Uncertainty:

0.00 usft Slot Radius: 13.200 in

Grid Convergence:

0.381°

Well

10H +N/-S

+E/-W

0.00 usft 0.00 usft

Northing: Easting:

673,905.10 usft 756,862.80 usft

Latitude: Longitude:

32.850621 -103.631515

Position Uncertainty

0.00 usft

Wellhead Elevation:

Ground Level:

4,160.00 usft

Wellbore

Wellbore #1

Declination **Model Name** Sample Date **Dip Angle** Field Strength Magnetics (°) (°) (nT) 47.786.20552155 IGRF2020 02/01/22 6.548 60.439

Design

PLAN #1

Audit Notes:

Version:

Phase:

PLAN

Tie On Depth:

0.00

Vertical Section:

Depth From (TVD) (usft)

+N/-S (usft)

+E/-W (usft)

Direction

0.00

0.00

0.00

(°) 269.49

Plan Survey Tool Program

Depth From

(usft)

Depth To

(usft)

Survey (Wellbore)

Date 02/01/22

Tool Name

Remarks

0.00

14,503.55 PLAN #1 (Wellbore #1)

MWD+IGRF

OWSG MWD + IGRF or WN

Plan Sections	3									
Measured Depth (usft)	Inclination (°)	Azimuth (°)	Vertical Depth (usft)	+N/-S (usft)	+E/-W (usft)	Dogleg Rate (°/100ft)	Build Rate (°/100ft)	Turn Rate (°/100ft)	TFO (°)	Target
0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.000	
1,470.00	0.00	0.00	1,470.00	0.00	0.00	0.00	0.00	0.00	0.000	
1,620.16	3.00	141.05	1,620.09	-3.06	2.47	2.00	2.00	0.00	141.046	
5,220.17	3.00	141.05	5,215.16	-149.73	121.05	0.00	0.00	0.00	0.000	
6,251.74	60.00	269.49	6,073.24	-177.49	-355.93	6.00	5.53	12.45	129.737	
6,451.74	60.00	269.49	6,173.24	-179.04	-529.13	0.00	0.00	0.00	0.000	
6,751.74	90.00	269.49	6,250.00	-181.60	-815.60	10.00	10.00	0.00	0.000 3	3. FTP 10H: 2310' F
14,453.64	90.00	269.49	6,250.00	-250.45	-8,517.20	0.00	0.00	0.00	0.000 4	I. LTP 10H: 2310' F
14,503.55	90.00	269.49	6,250.00	-250.90	- 8,567.10	0.00	0.00	0.00	0.000 5	5. BHL 10H: 2310' F



Site:

Planning Report



Database: Company: Project: WBDS_SQL_2

Spur Energy Partners, LLC Lea County, NM (Nad-83/ NME) OAKMONT 11-10 STATE COM

Well: 10H
Wellbore: Wellbore #1
Design: PLAN #1

Local Co-ordinate Reference:

TVD Reference: MD Reference: North Reference:

Survey Calculation Method:

Well 10H

RKB = 20' @ 4180.00usft (AKITA 57)

RKB = 20' @ 4180.00usft (AKITA 57)

Minimum Curvature

ned Survey									
Measured Depth (usft)	Inclination (°)	Azimuth (°)	Vertical Depth (usft)	+N/-S (usft)	+E/-W (usft)	Vertical Section (usft)	Dogleg Rate (°/100ft)	Build Rate (°/100ft)	Turn Rate (°/100ft)
0.00		0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
	0H: 2135' FNL, 1		400.00	0.00	0.00	0.00	0.00	0.00	0.00
100.00 200.00		0.00 0.00	100.00 200.00	0.00 0.00	0.00 0.00	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 0.00	0.00
400.00		0.00	400.00	0.00	0.00	0.00	0.00	0.00	0.00
500.00 600.00		0.00 0.00	500.00 600.00	0.00	0.00 0.00	0.00 0.00	0.00 0.00	0.00 0.00	0.00 0.00
700.00		0.00	700.00	0.00 0.00	0.00	0.00	0.00	0.00	0.00
800.00		0.00	800.00	0.00	0.00	0.00	0.00	0.00	0.00
900.00		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 1,100.00	0.00 0.00	0.00 0.00	0.00 0.00	0.00 0.00	0.00	0.00 0.00
1,100.00 1,200.00		0.00	1,100.00	0.00	0.00	0.00	0.00	0.00 0.00	0.00
1,300.00		0.00	1,200.00	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
1,470.00		0.00	1.470.00	0.00	0.00	0.00	0.00	0.00	0.00
1,500.00		141.05	1,500.00	-0.12	0.00	-0.10	2.00	2.00	0.00
1,600.00		141.05	1,599.96	-2.29	1.85	-1.83	2.00	2.00	0.00
1,620.16		141.05	1,620.09	-3.06	2.47	-2.45	2.00	2.00	0.00
1,700.00		141.05	1,699.82	-6.31	5.10	-5.05	0.00	0.00	0.00
1,800.00	3.00	141.05	1,799.68	-10.39	8.40	-8.30	0.00	0.00	0.00
1,900.00		141.05	1,899.55	-14.46	11.69	-11.56	0.00	0.00	0.00
2,000.00		141.05	1,999.41	-18.53	14.98	-14.82	0.00	0.00	0.00
2,100.00	3.00	141.05	2,099.27	-22.61	18.28	-18.08	0.00	0.00	0.00
2,200.00	3.00	141.05	2,199.13	-26.68	21.57	-21.33	0.00	0.00	0.00
2,300.00	3.00	141.05	2,299.00	-30.76	24.87	-24.59	0.00	0.00	0.00
2,400.00		141.05	2,398.86	-34.83	28.16	-27.85	0.00	0.00	0.00
2,500.00		141.05	2,498.72	-38.91	31.45	-31.11	0.00	0.00	0.00
2,600.00		141.05	2,598.59	-42.98	34.75	-34.36	0.00	0.00	0.00
2,700.00	3.00	141.05	2,698.45	-47.05	38.04	-37.62	0.00	0.00	0.00
2,800.00		141.05	2,798.31	-51.13	41.34	-40.88	0.00	0.00	0.00
2,900.00		141.05	2,898.17	-55.20	44.63	-44.14	0.00	0.00	0.00
3,000.00		141.05	2,998.04	-59.28	47.92	-47.39	0.00	0.00	0.00
3,100.00 3,200.00		141.05	3,097.90 3,197.76	-63.35 67.42	51.22	-50.65	0.00	0.00	0.00
•		141.05	,	-67.42	54.51	-53.91	0.00	0.00	0.00
3,300.00		141.05	3,297.62	-71.50	57.80	- 57.17	0.00	0.00	0.00
3,400.00 3,500.00		141.05	3,397.49	-75.57 -79.65	61.10 64.39	-60.42 -63.68	0.00 0.00	0.00	0.00
3,600.00		141.05 141.05	3,497.35 3,597.21	-79.65 -83.72	67.69	-66.94		0.00 0.00	0.00 0.00
3,700.00		141.05	3,697.21	-03.72 -87.80	70.98	-00.94 -70.20	0.00 0.00	0.00	0.00
3,800.00		141.05	3,796.94	-91.87	74.27	-73.45	0.00	0.00	0.00
3,800.00		141.05	3,796.94	-91.87 -95.94	74.27 77.57	-73.45 -76.71	0.00	0.00	0.00
4,000.00		141.05	3,996.66	-100.02	80.86	-70.71 -79.97	0.00	0.00	0.00
4,100.00		141.05	4,096.53	-104.09	84.16	-83.23	0.00	0.00	0.00
4,200.00		141.05	4,196.39	-108.17	87.45	-86.48	0.00	0.00	0.00
4,300.00	3.00	141.05	4,296.25	-112.24	90.74	-89.74	0.00	0.00	0.00
4,400.00		141.05	4,396.11	-116.31	94.04	-93.00	0.00	0.00	0.00
4,500.00		141.05	4,495.98	-120.39	97.33	-96.25	0.00	0.00	0.00
4,600.00	3.00	141.05	4,595.84	-124.46	100.62	-99.51	0.00	0.00	0.00
4,700.00	3.00	141.05	4,695.70	-128.54	103.92	-102.77	0.00	0.00	0.00
4,800.00		141.05	4,795.56	-132.61	107.21	-106.03	0.00	0.00	0.00
4,900.00	3.00	141.05	4,895.43	-136.69	110.51	-109.28	0.00	0.00	0.00
5,000.00	3.00	141.05	4,995.29	-140.76	113.80	-112.54	0.00	0.00	0.00



Planning Report



Database: Company: Project:

Site:

WBDS_SQL_2

Spur Energy Partners, LLC Lea County, NM (Nad-83/ NME) OAKMONT 11-10 STATE COM

Well: 10H Wellbore: Wellbore #1 PLAN #1 Design:

Local Co-ordinate Reference:

TVD Reference: MD Reference: North Reference:

Survey Calculation Method:

Well 10H

RKB = 20' @ 4180.00usft (AKITA 57) RKB = 20' @ 4180.00usft (AKITA 57)

Minimum Curvature

Planned Survey									
Measured Depth (usft)	Inclination (°)	Azimuth (°)	Vertical Depth (usft)	+N/-S (usft)	+E/-W (usft)	Vertical Section (usft)	Dogleg Rate (°/100ft)	Build Rate (°/100ft)	Turn Rate (°/100ft)
5,100.00	3.00	141.05	5,095.15	-144.83	117.09	-115.80	0.00	0.00	0.00
5,200.00	3.00	141.05	5,195.02	-148.91	120.39	-119.06	0.00	0.00	0.00
5,220.17	3.00 H @ 5220.17' N	141.05	5,215.16	-149.73	121.05	-119.71	0.00	0.00	0.00
5,250.00	2.31	177.57	5,244.96	-150.94	121.57	-120.22	6.00	-2.31	122.45
5,300.00	3.68	232.02	5,294.90	-152.94	120.35	-118.98	6.00	2.74	108.91
5,350.00	6.31	249.42	5,344.71	-154.89	116.51	-115.13	6.00	5.25	34.79
5,400.00	9.16	256.34	5,394.25	-156.79	110.07	-108.67	6.00	5.71	13.85
5,450.00	12.09	259.97	5,443.38	-158.65	101.04	-99.63	6.00	5.85	7.25
5,500.00	15.04	262.19	5,491.98	-160.44	89.46	-88.02	6.00	5.91	4.45
5,550.00	18.01	263.70	5,539.91	-162.17	75.34	-73.89	6.00	5.94	3.01
5,600.00	20.99	264.79	5,587.04	-163.83	58.73	-57.27	6.00	5.96	2.18
5,650.00	23.97	265.62	5,633.23	-165.42	39.68	-38.21	6.00	5.97	1.66
5,700.00	26.96	266.28	5,678.37	-166.93	18.24	-16.75	6.00	5.97	1.31
5,750.00	29.95	266.81	5,722.33	-168.37	-5.54	7.04	6.00	5.98	1.07
5,800.00	32.94	267.25	5,764.98	-169.71	-31.58	33.09	6.00	5.98	0.89
5,850.00	35.93	267.63	5,806.21	-170.97	-59.83	61.35	6.00	5.98	0.76
5,900.00	38.93	267.96	5,845.91	-172.13	-90.19	91.72	6.00	5.99	0.66
5,950.00	41.92	268.25	5,883.97	-173.20	-122.59	124.13	6.00	5.99	0.58
6,000.00	44.92	268.50	5,920.28	-174.18	-156.94	158.48	6.00	5.99	0.51
6,050.00	47.91	268.73	5,954.75	-175.05	-193.14	194.69	6.00	5.99	0.46
6,100.00	50.91	268.94	5,987.28	-175.81	-231.10	232.65	6.00	5.99	0.42
6,150.00	53.90	269.14	6,017.78	-176.48	-270.70	272.26	6.00	5.99	0.39
6,200.00	56.90	269.32	6,046.17	-177.03	-311.85	313.42	6.00	5.99	0.36
6,251.74	60.00	269.49	6,073.24	-177.49	-355.93	357.50	6.00	5.99	0.33
6,300.00	60.00	269.49	6,097.37	-177.86	-397.73	399.30	0.00	0.00	0.00
6,400.00	60.00	269.49	6,147.37	-178.64	-484.33	485.90	0.00	0.00	0.00
6,451.74	60.00	269.49	6,173.24	-179.04	-529.13	530.71	0.00	0.00	0.00
6,500.00	64.83	269.49	6,195.58	-179.42	-571.89	573.47	10.00	10.00	0.00
6,550.00	69.83	269.49	6,214.85	-179.83	-618.01	619.59	10.00	10.00	0.00
6,600.00	74.83	269.49	6,230.03	-180.26	-665.64	667.22	10.00	10.00	0.00
6,650.00	79.83	269.49	6,240.99	-180.70	-714.40	715.98	10.00	10.00	0.00
6,700.00	84.83	269.49	6,247.67	-181.14	-763.94	765.52	10.00	10.00	0.00
6,751.74	90.00 I: 2310' FNL, 2	269.49	6,250.00	-181.60	-815.60	817.18	10.00	10.00	0.00
6,800.00	90.00	269.49	6,250.00	-182.03	-863.86	865.45	0.00	0.00	0.00
6,900.00	90.00	269.49	6,250.00	-182.93	-963.86	965.45	0.00	0.00	0.00
7,000.00	90.00	269.49	6,250.00	-183.82	-1,063.85	1,065.45	0.00	0.00	0.00
7,100.00	90.00	269.49	6,250.00	-184.71	-1,163.85	1,165.45	0.00	0.00	0.00
7,200.00	90.00	269.49	6,250.00	-185.61	-1,263.85	1,265.45	0.00	0.00	0.00
7,300.00	90.00	269.49	6,250.00	-186.50	-1,363.84	1,365.45	0.00	0.00	0.00
7,400.00	90.00	269.49	6,250.00	-187.40	-1,463.84	1,465.45	0.00	0.00	0.00
7,500.00	90.00	269.49	6,250.00	-188.29	-1,563.83	1,565.45	0.00	0.00	0.00
7,600.00	90.00	269.49	6,250.00	-189.18	-1,663.83	1,665.45	0.00	0.00	0.00
7,700.00	90.00	269.49	6,250.00	-190.08	-1,763.83	1,765.45	0.00	0.00	0.00
7,800.00	90.00	269.49	6,250.00	-190.97	-1,863.82	1,865.45	0.00	0.00	0.00
7,900.00	90.00	269.49	6,250.00	-191.87	-1,963.82	1,965.45	0.00	0.00	0.00
8,000.00	90.00	269.49	6,250.00	-192.76	-2,063.81	2,065.45	0.00	0.00	0.00
8,100.00	90.00	269.49	6,250.00	-193.65	-2,163.81	2,165.45	0.00	0.00	0.00
8,200.00	90.00	269.49	6,250.00	-194.55	-2,263.81	2,265.45	0.00	0.00	0.00
8,300.00	90.00	269.49	6,250.00	-195.44	-2,363.80	2,365.45	0.00	0.00	0.00
8,400.00	90.00	269.49	6,250.00	-196.34	-2,463.80	2,465.45	0.00	0.00	0.00
8,500.00	90.00	269.49	6,250.00	-197.23	-2,563.79	2,565.45	0.00	0.00	0.00
8,600.00	90.00	269.49	6,250.00	-198.12	-2,663.79	2,665.45	0.00	0.00	0.00



Site:

Planning Report



Database: WBDS_SQL_2
Company: Spur Energy Pa
Project: Lea County, NM

Spur Energy Partners, LLC Lea County, NM (Nad-83/ NME) OAKMONT 11-10 STATE COM

Well: 10H
Wellbore: Wellbore #1
Design: PLAN #1

Local Co-ordinate Reference:

TVD Reference: MD Reference: North Reference:

Survey Calculation Method:

Well 10H

RKB = 20' @ 4180.00usft (AKITA 57)

RKB = 20' @ 4180.00usft (AKITA 57)

Grid

Minimum Curvature

Planned Survey									
Measured Depth (usft)	Inclination (°)	Azimuth (°)	Vertical Depth (usft)	+N/-S (usft)	+E/-W (usft)	Vertical Section (usft)	Dogleg Rate (°/100ft)	Build Rate (°/100ft)	Turn Rate (°/100ft)
8,700.00	90.00	269.49	6,250.00	-199.02	-2,763.79	2,765.45	0.00	0.00	0.00
8,800.00	90.00	269.49	6,250.00	-199.91	-2,863.78	2,865.45	0.00	0.00	0.00
8,900.00	90.00	269.49	6,250.00	-200.81	-2,963.78	2,965.45	0.00	0.00	0.00
9,000.00	90.00	269.49	6,250.00	-201.70	-3,063.77	3,065.45	0.00	0.00	0.00
9,100.00	90.00	269.49	6,250.00	-202.59	-3,163.77	3,165.45	0.00	0.00	0.00
9,200.00	90.00	269.49	6,250.00	-203.49	-3,263.77	3,265.45	0.00	0.00	0.00
9,300.00	90.00	269.49	6,250.00	-204.38	-3,363.76	3,365.45	0.00	0.00	0.00
9,400.00	90.00	269.49	6,250.00	-205.28	-3,463.76	3,465.45	0.00	0.00	0.00
9,500.00	90.00	269.49	6,250.00	-206.17	-3,563.75	3,565.45	0.00	0.00	0.00
9,600.00	90.00	269.49	6,250.00	-207.06	-3,663.75	3,665.45	0.00	0.00	0.00
			·		·	•			
9,700.00	90.00	269.49	6,250.00	-207.96	-3,763.75	3,765.45	0.00	0.00	0.00
9,800.00	90.00	269.49	6,250.00	-208.85	-3,863.74	3,865.45	0.00	0.00	0.00
9,900.00	90.00	269.49	6,250.00	-209.75	-3,963.74	3,965.45	0.00	0.00	0.00
10,000.00	90.00	269.49	6,250.00	-210.64	-4,063.73	4,065.45	0.00	0.00	0.00
10,100.00	90.00	269.49	6,250.00	-211.53	-4,163.73	4,165.45	0.00	0.00	0.00
10,200.00	90.00	269.49	6,250.00	-212.43	-4,263.73	4,265.45	0.00	0.00	0.00
10,300.00	90.00	269.49	6,250.00	-213.32	-4.363.72	4,365.45	0.00	0.00	0.00
10,400.00	90.00	269.49	6,250.00	-214.21	-4,463.72	4,465.45	0.00	0.00	0.00
10,500.00	90.00	269.49	6,250.00	-215.11	-4,563.71	4,565.45	0.00	0.00	0.00
10,600.00	90.00	269.49	6,250.00	-216.00	-4,663.71	4,665.45	0.00	0.00	0.00
,			·		•	•			
10,700.00	90.00	269.49	6,250.00	-216.90	-4,763.71	4,765.45	0.00	0.00	0.00
10,800.00	90.00	269.49	6,250.00	-217.79	-4,863.70	4,865.45	0.00	0.00	0.00
10,900.00	90.00	269.49	6,250.00	-218.68	-4,963.70	4,965.45	0.00	0.00	0.00
11,000.00	90.00	269.49	6,250.00	-219.58	-5,063.69	5,065.45	0.00	0.00	0.00
11,100.00	90.00	269.49	6,250.00	-220.47	-5,163.69	5,165.45	0.00	0.00	0.00
11,200.00	90.00	269.49	6,250.00	-221.37	-5,263.69	5,265.45	0.00	0.00	0.00
11,300.00	90.00	269.49	6,250.00	-222.26	-5,363.68	5,365.45	0.00	0.00	0.00
11,400.00	90.00	269.49	6,250.00	-223.15	-5,463.68	5,465.45	0.00	0.00	0.00
11,500.00	90.00	269.49	6,250.00	-224.05	-5,563.67	5,565.45	0.00	0.00	0.00
11,600.00	90.00	269.49	6,250.00	-224.94	-5,663.67	5,665.45	0.00	0.00	0.00
11,700.00	90.00	269.49	6,250.00	-225.84	-5,763.67	5,765.45	0.00	0.00	0.00
11,700.00	90.00	269.49	6,250.00	-225.6 4 -226.73	-5,763.67 -5,863.66	5,765.45	0.00	0.00	0.00
11,900.00	90.00	269.49	6,250.00	-220.73 -227.62	-5,963.66	5,865.45	0.00	0.00	0.00
12,000.00	90.00	269.49	6,250.00	-227.02 -228.52	-6,063.65	6,065.45	0.00	0.00	0.00
12,000.00	90.00	269.49	6,250.00	-220.52 -229.41	-6,063.65 -6,163.65	6,165.45	0.00	0.00	0.00
			·			,			
12,200.00	90.00	269.49	6,250.00	-230.31	-6,263.65	6,265.45	0.00	0.00	0.00
12,300.00	90.00	269.49	6,250.00	-231.20	-6,363.64	6,365.45	0.00	0.00	0.00
12,400.00	90.00	269.49	6,250.00	-232.09	-6,463.64	6,465.45	0.00	0.00	0.00
12,500.00	90.00	269.49	6,250.00	-232.99	-6,563.63	6,565.45	0.00	0.00	0.00
12,600.00	90.00	269.49	6,250.00	-233.88	-6,663.63	6,665.45	0.00	0.00	0.00
12,700.00	90.00	269.49	6,250.00	-234.78	-6,763.63	6,765.45	0.00	0.00	0.00
12,800.00	90.00	269.49	6,250.00	-235.67	-6,863.62	6,865.45	0.00	0.00	0.00
12,900.00	90.00	269.49	6,250.00	-236.56	-6,963.62	6,965.45	0.00	0.00	0.00
13,000.00	90.00	269.49	6,250.00	-237.46	-7,063.61	7,065.45	0.00	0.00	0.00
13,100.00	90.00	269.49	6,250.00	-238.35	-7,163.61	7,165.45	0.00	0.00	0.00
13.200.00	90.00	269.49	6,250.00	-239.25	-7,263.61	7,265.45	0.00	0.00	0.00
13,200.00	90.00	269.49 269.49	6,250.00	-239.25 -240.14	-7,263.61 -7,363.60	7,265.45 7,365.45	0.00	0.00	0.00
13,300.00	90.00	269.49 269.49	6,250.00	-240.14 -241.03	-7,363.60 -7,463.60	7,365.45 7,465.45	0.00	0.00	0.00
13,500.00	90.00	269.49	6,250.00	-241.03 -241.93	-7,463.60 -7,563.59	7,465.45 7,565.45	0.00	0.00	0.00
13,600.00	90.00	269.49	6,250.00	-241.93 -242.82	-7,563.59 -7,663.59	7,565.45 7,665.45	0.00	0.00	0.00
·									
13,700.00	90.00	269.49	6,250.00	-243.72	-7,763.59	7,765.45	0.00	0.00	0.00
13,800.00	90.00	269.49	6,250.00	-244.61	-7,863.58	7,865.45	0.00	0.00	0.00
13,900.00	90.00	269.49	6,250.00	-245.50	-7,963.58	7,965.45	0.00	0.00	0.00
14,000.00	90.00	269.49	6,250.00	-246.40	-8,063.57	8,065.45	0.00	0.00	0.00



Planning Report

Database: Company: Project:

Site:

WBDS_SQL_2

Spur Energy Partners, LLC Lea County, NM (Nad-83/ NME) OAKMONT 11-10 STATE COM

Well: 10H Wellbore: Wellbore #1 Design: PLAN #1

14,503.55

Local Co-ordinate Reference:

TVD Reference: MD Reference: North Reference:

Survey Calculation Method:

-8,567.10

8,568.99

Well 10H

RKB = 20' @ 4180.00usft (AKITA 57) RKB = 20' @ 4180.00usft (AKITA 57)

0.00

0.00

Minimum Curvature

0.00

Planned Survey									
Measured Depth (usft)	Inclination (°)	Azimuth (°)	Vertical Depth (usft)	+N/-S (usft)	+E/-W (usft)	Vertical Section (usft)	Dogleg Rate (°/100ft)	Build Rate (°/100ft)	Turn Rate (°/100ft)
14,100.00	90.00	269.49	6,250.00	-247.29	-8,163.57	8,165.45	0.00	0.00	0.00
14,200.00 14,300.00 14,400.00	90.00 90.00 90.00	269.49 269.49 269.49	6,250.00 6,250.00 6,250.00	-248.19 -249.08 -249.97	-8,263.57 -8,363.56 -8,463.56	8,265.45 8,365.45 8,465.45	0.00 0.00 0.00	0.00 0.00 0.00	0.00 0.00 0.00
14,400.00	90.00	269.49	6,250.00	-249.97 -250.45	-6,463.36 -8,517.20	8,519.09	0.00	0.00	0.00

-250.90

5. BHL 10H: 2310' FNL, 50' FWL

4. LTP 10H: 2310' FNL, 100' FWL

90.00

269.49

6,250.00

Design Targets									
	Angle °)	Dip Dir. (°)	TVD (usft)	+N/-S (usft)	+E/-W (usft)	Northing (usft)	Easting (usft)	Latitude	Longitude
1. SHL 10H: 2135' FN - plan hits target center - Point	0.00	0.00	0.00	0.00	0.00	673,905.10	756,862.80	32.850621	-103.631515
2. KOP 10H @ 5220.1 - plan hits target center - Point	0.00	0.00	5,215.16	-149.73	121.05	673,755.37	756,983.85	32.850207	-103.631124
4. LTP 10H: 2310' FNI - plan misses target cen - Point	0.00 ter by 0		6,250.00 14453.64us	-250.40 ft MD (6250		673,654.70 0.45 N, -8517.20	748,345.60 E)	32.850085	-103.659253
5. BHL 10H: 2310' FN - plan hits target center - Point	0.00	0.00	6,250.00	-250.90	-8,567.10	673,654.20	748,295.70	32.850085	-103.659415
3. FTP 10H: 2310' FN - plan hits target center - Point	0.00	0.00	6,250.00	-181.60	-815.60	673,723.50	756,047.20	32.850137	-103.634174

3000

3200

∑ 3600-

8 3800

뒾 4000를

4400

4800

5000

5200

5400

5600

5800

6000

6200

6600

2. KOP 10H @ 5220.17' MD

Start 200.00 hold

Start Build 10.00

3. FTP 10H: 2310' FNL, 2532' FWL

Start DLS 6.00

Company: Spur Energy Partners, LLC Project: Lea County, NM (Nad-83/ NME)

Site: OAKMONT 11-10 STATE COM

Well: 10H Wellbore: Wellbore #1 Rig: AKITA 57

Design: PLAN #1 / 9:26, February 10 2022





			4160.00	- YC. 2003a-	
+N/-S 0.00	+E/-W 0.00	Northing 673905.10	Easting 756862.80	Latittude 32.850621	Longitude -103,631514
0100	0100	07000110	70002100	021000021	100100101

SECTION DETAILS

000	141 0	1110	741	1 4 1	· 14/-O	· L/- V V	Dieg	V OCCI	
1	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	
2	1470.00	0.00	0.00	1470.00	0.00	0.00	0.00	0.00	
3	1620.16	3.00	141.05	1620.09	-3.06	2.47	2.00	-2.45	
4	5220.17	3.00	141.05	5215.16	-149.73	121.05	0.00	-119.71	
5	6251.74	60.00	269.49	6073.24	-177.49	-355.93	6.00	357.50	
6	6451.74	60.00	269.49	6173.24	-179.04	-529.13	0.00	530.71	
7	6751.74	90.00	269.49	6250.00	-181.60	-815.60	10.00	817.18	
8	14453.64	90.00	269.49	6250.00	-250.45	-8517.20	0.00	8519.09	
9	14503.55	90.00	269.49	6250.00	-250.90	-8567.10	0.00	8568.99	

DESIGN TARGET DETAILS

Name	TVD	+N/-S	
1. SHL 10H: 2135' FNL, 1915' FEL	0.00	0.00	
2. KOP 10H @ 5220.17' MD	5215.16	-149.73	
3. FTP 10H: 2310' FNL, 2532' FWL	6250.00	-181.60	-
4. LTP 10H: 2310' FNL, 100' FWL	6250.00	-250.40	-8
5. BHL 10H: 2310' FNL, 50' FWL	6250.00	-250.90	-8

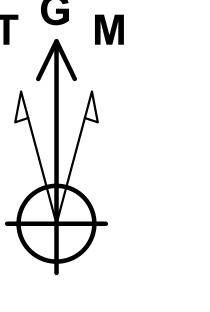
CORRECTION REFERENCE DATA:

To convert a Magnetic Direction to a Grid Direction, Add 6.167° To convert a True Direction to a Grid Direction, Subtract 0.381° To convert a Magnetic Direction to a True Direction, Add 6.548° East Magnetic Declination: 6.548°

Grid Convergence: 0.381° West Magnetic Dip Angle: 60.439° Magnetic Field Strength: 47786.20552155nT

Disclaimer:

All Plan Details, boundary lines and offset well location/ survey data is provided by customer and subject to customer approval.



Easting

756862.80

756983.85

756047.20

673654.70 748345.60

673654.20 748295.70

Azimuths to Grid North True North: -0.38° Magnetic North: 6.17° Magnetic Field Strength: 47786.2snT Dip Angle: 60.44° Date: 02/01/2022 Model: IGRF2020

Latitude

32.850621

32.850207

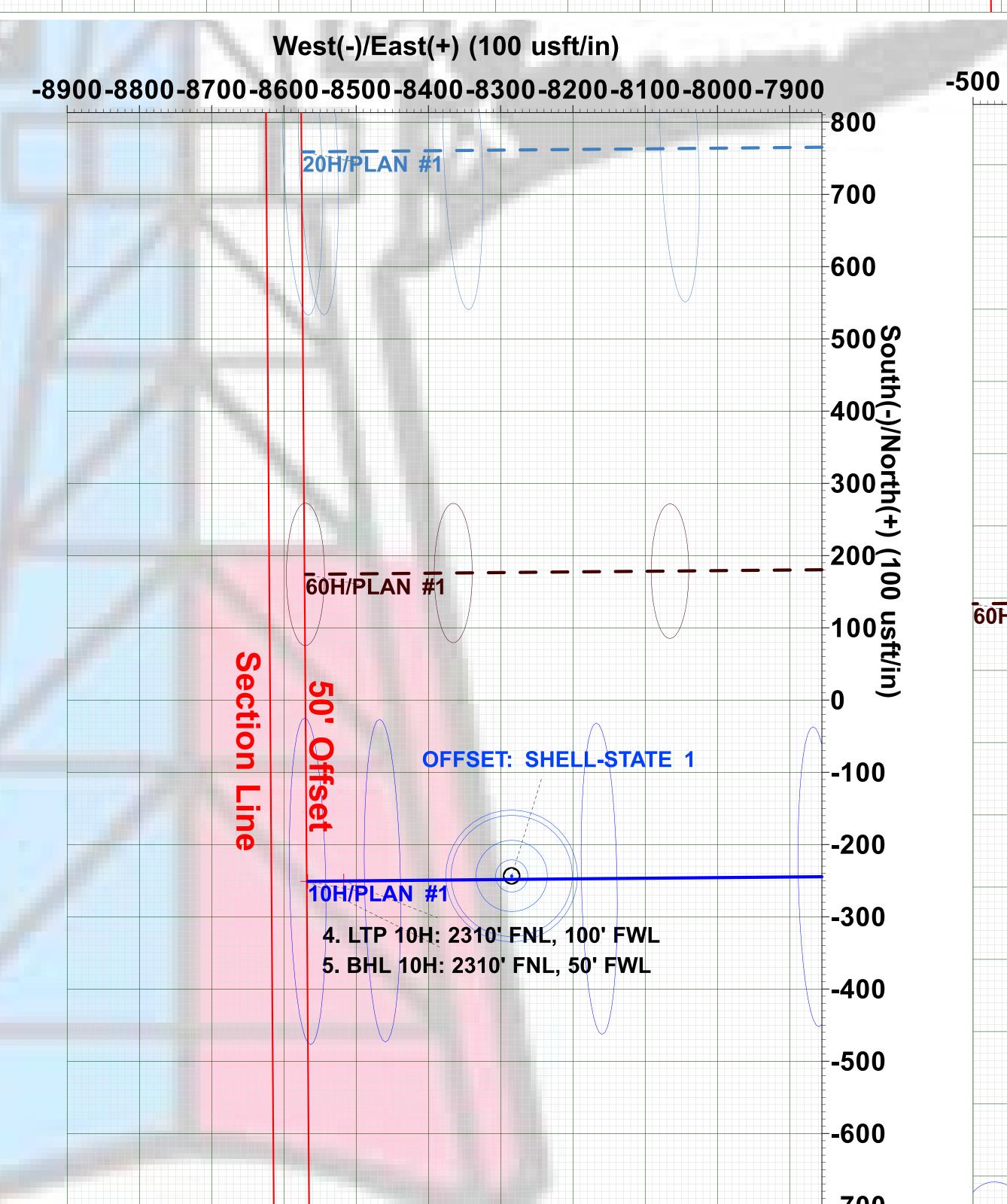
32.850136

32.850085

32.850084

PROJECT DETAILS: Lea County, NM (Nad-83/ NME)

Geodetic System: US State Plane 1983
Datum: North American Datum 1983 Ellipsoid: GRS 1980
Zone: New Mexico Eastern Zone System Datum: Mean Sea Level

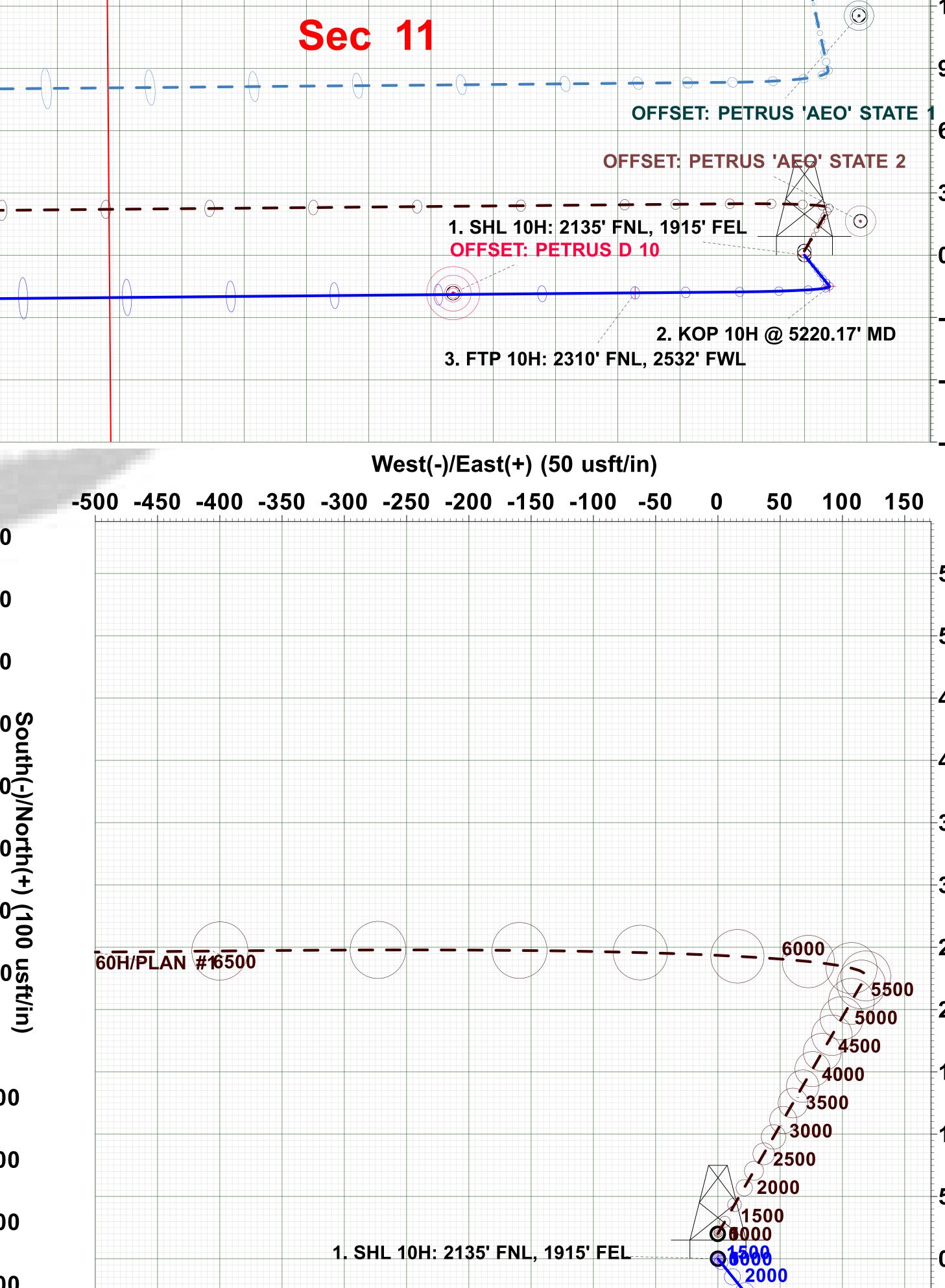


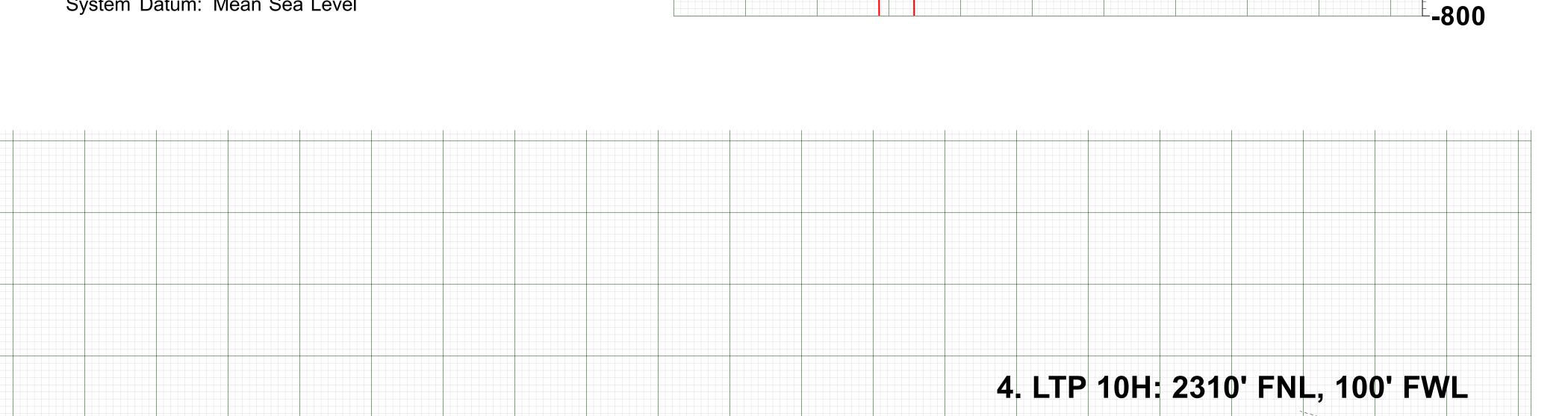
West(-)/East(+) (300 usft/in)

-9000-8700-8400-8100-7800-7500-7200-6900-6600-6300-6000-5700-5400-5100-4800-4500-3900-3600-3300-3000-2700-2400-2100-1800-1500-1200 -900 -600 -300

OFFSET: CHINOOK STATE 1

Sec 10





OFFSET: MCCLAUGHLIN-STATE 1

OFFSET: SHELL-STATE 1

4. LTP 10H: 2310' FNL, 100' FWL

5. BHL 10H: 2310' FNL, 50' FWL

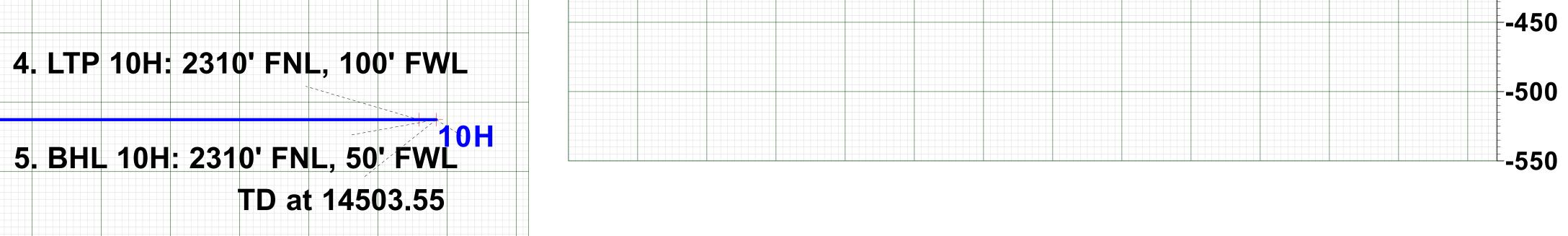
Longitude -103.631514

-103.631123

-103.634174

-103.659253

-103.659415



10H/PLAN #1

Vertical Section at 269.49° (200 usft/in)

200 400 600 800 1000 1200 1400 1600 1800 2000 2200 2400 8600 8800 6000 6200 6400 6600 6800 7000 7200 7400 7600 7800 8000 8200 8400 8600 8800

Plan: PLAN #1 (10H/Wellbore #1) AKITA 57

Created By: Derek Stephens Date: 9:26, February 10 2022

2. KOP 10H @ 5220.17' MD

-250

1. Geologic Formations

TVD of Target	6,250'
MD at TD	14,504'

Formation	Depth	Lithology	Expected Fluids
QUATERNARY	0'	DOLOMITE, OTHER: CALICHE	USEABLE WATER
RUSTLER	1450'	DOLOMITE, SHALE, ANHYDRITE	OTHER: BRACKISH WATER
TOP SALT	1600'	ANHYDRITE	OTHER: SALT
TANSILL	2675'	SANDSTONE, DOLOMITE	NONE
YATES	2775'	DOLOMITE, LIMESTONE, SHALE, SILTSTONE	NONE
SEVEN RIVERS	3115	DOLOMITE, LIMESTONE	NATURAL GAS, OIL
QUEEN	3745'	SANDSTONE W INTERBEDDED DOLOMITE, ANHYDRITE	NATURAL GAS, OIL
GRAYBURG	4220'	DOLOMITE W MINOR SANDSTONE, ANHYDRITE	NATURAL GAS, OIL
SAN ANDRES	4560'	DOLOMITIC LIMESTONE	NATURAL GAS, OIL
GLORIETA	6015'	DOLOMITE, SILTSONE	NATURAL GAS, OIL
YESO	6100'	DOLOMITIC LIMESTONE	NATURAL GAS, OIL
ABO	8125'	DOLOMITIC LIMESTONE	NATURAL GAS, OIL

2. Casing Program

All casing strings will be tested in accordance with Onshore Oil and Gas Order #2 III.B.1.h

Primary Plan:

Holo Sigo (in)	Casing Interval		Csg. Size	Weight	Grade	Conn.	SF	SF Burst	Body SF	Joint SF
Hole Size (in)	From (ft)	To (ft)	(in)	(lbs)	Grade	Conn.	Collapse	Sr Duist	Tension	Tension
17.5	0	1500	13.375	54.5	J-55	BTC	1.125	1.2	1.4	1.4
12.25	0	3175	9.625	36	J-55	BTC	1.125	1.2	1.4	1.4
8.75	0	6500	7	32	L-80	BK-HT	1.125	1.2	1.4	1.4
8.75	6500	14504	5.5	20	L-80	BK-HT	1.125	1.2	1.4	1.4
				SF Values will a	meet or Exceed	i				

^{*}H2S, water flows, loss of circulation, abnormal pressures, etc.

	Y or N
Is casing new? If used, attach certification as required in Onshore Order #1	Y
Does casing meet API specifications? If no, attach casing specification sheet.	Y
Is premium or uncommon casing planned? If yes attach casing specification sheet.	N
Does the above casing design meet or exceed BLM's minimum standards? If not provide justification (loading assumptions, casing design criteria).	Y
Will the intermediate pipe be kept at a minimum 1/3 fluid filled to avoid approaching the collapse pressure rating of the casing?	Y
Is well located within Capitan Reef?	N
If yes, does production casing cement tie back a minimum of 50' above the Reef?	
Is well within the designated 4 string boundary.	
Is well located in SOPA but not in R-111-P?	N
If yes, are the first 2 strings cemented to surface and 3 rd string cement tied back 500' into previous casing?	
Is well located in R-111-P and SOPA?	N
If yes, are the first three strings cemented to surface?	
Is 2 nd string set 100' to 600' below the base of salt?	
Is well located in high Cave/Karst?	N
If yes, are there two strings cemented to surface?	
Is well located in critical Cave/Karst?	N
If yes, are there strings cemented to surface?	

3. Cementing Program

Primary Plan:

Casing String	Top (ft)	Bottom (ft)	% Excess
Surface Tail	0	1500	165%
Intermediate (Lead)	0	1500	100%
Intermediate (Tail)	1500	3175	100%
Production (Lead)	0	5500	100%
Production (Tail)	5500	14504	25%

Casing String	# Sks	Wt.	Yld (ft3/sack)	H20 (gal/sk)	500# Comp. Strength (hours)	Slurry Description
Surface Tail	1463	13.2	1.87	9.92	6:59	Clas C Premium Plus Cement
Intermediate (Lead)	227	12	2.4	13.48	8:12	Clas C Premium Plus Cement
Intermediate (Tail)	571	13.2	1.87	9.92	6:59	Clas C Premium Plus Cement
Production (Lead)	1078	11.4	2.42	15.29	N/A	Clas C Premium Plus Cement
Production (Tail)	1747	13.2	1.56	9.81	N/A	Clas C Premium Plus Cement

4. Pressure Control Equipment

Spur Energy Partners LLC variance for flex hose

1. Spur requests a variance to use a flex line from the BOP to the choke manifold. Documentation will be attached in the APD and be readily available. No external damage to flex line. Flex line to be installed as straight as possible (no bends).

BOP installed and tested before drilling which hole?	Size?	Min. Required WP	Туре	4	Tested to:	
		5M	Annular	✓	70% of working pressure	
12.25" Hole	13-5/8"		Blind Ram	✓		
12.25 Hole	13-5/8	5M	Pipe Ram	✓	250 psi / 3000 psi	
		31/1	SIVI	Double Ram		230 psi / 3000 psi
			Other*			
		5M	Annular	✓	70% of working pressure	
8.75" Hole	13-5/8"	514	Blind Ram	✓		
			Pipe Ram	✓	250 psi / 2000 psi	
		5M	Double Ram		250 psi / 3000 psi	
			Other*			

Spur Energy Partners LLC will be utilizing a 5M BOP

Condition	Specify what type and where?
BH Pressure at deepest TVD	2893 psi
Abnormal Temperature	No
BH Temperature at deepest TVD	130°F

^{*}Specify if additional ram is utilized.

BOP/BOPE will be tested by an independent service company to 250 psi low and the high pressure indicated above per Onshore Order 2 requirements. The System may be upgraded to a higher pressure but still tested to the working pressure listed in the table above. If the system is upgraded all the components installed will be functional and tested.

Pipe rams will be operationally checked each 24-hour period. Blind rams will be operationally checked on each trip out of the hole. These checks will be noted on the daily tour sheets. Other accessories to the BOP equipment will include a Kelly cock and floor safety valve (inside BOP) and choke lines and choke manifold. See attached schematics.

Forma	ation integrity test will be performed per Onshore Order #2.		
On Exploratory wells or on that portion of any well approved for a 5M BOPE system or			
greater, a pressure integrity test of each casing shoe shall be performed. Will be tested in			
accord	lance with Onshore Oil and Gas Order #2 III.B.1.i.		
Y	Are anchors required by manufacturer?		

A conventional wellhead system will be employed. The wellhead and connection to the BOPE will meet all API 6A requirements. The BOP will be tested per Onshore Order #2 after installation on the surface casing which will cover testing requirements for a maximum of 30 days.

See attached schematics.

5. BOP Break Testing Request

Spur Energy Partners LLC requests permission to adjust the BOP break testing requirements as follows:

BOP break test under the following conditions:

- After a full BOP test is conducted
- When skidding to drill the production section, where the surface casing point is shallower than the 3 Bone Spring or 10,000 TVD.
- When skidding to drill a production section that does not penetrate the 3rd Bone Spring or deeper.

If the kill line is broken prior to skid, four tests will be performed.

- 1) The void between the wellhead and the spool (this consists of two tests)
- 2) The spool between the kill lines and the choke manifold (this consists of two tests)

If the kill line is not broken prior to skid, two tests will be performed.

1) The void between the wellhead and the pipe rams

6. Mud Program

Sufficient mud materials to maintain mud properties and meet minimum lost circulation and weight increase requirements will be kept on location at all times. The following is a general list of products: Barite, Bentonite, Gypsum, Lime, Soda Ash, Caustic Soda, Nut Plug, Cedar Fiber, Cotton Seed Hulls, Drilling Paper, Salt Water Clay, CACL2. Spur will use a closed mud system.

Depth		Trme	Weight (nng)	Viagogitu	Water Loss
From (ft)	To (ft)	Туре	Weight (ppg)	Viscosity	water Loss
0	1500	Water-Based Mud	8.6-8.9	32-36	N/C
1500	3175	Brine	10.0-10.5	32-36	N/C
3175	14504	Water-Based Mud or Oil-Based Mud	10.0-10.5	38-50	N/C

	What will be used to monitor the loss or gain of fluid?	PVT/PASON/Visual Monitoring
--	---	-----------------------------

7. Logging and Testing Procedures

Logg	Logging, Coring and Testing.				
Yes	Will run GR from TD to surface (horizontal well – vertical portion of hole). Stated logs				
	run will be in the Completion Report and submitted to the BLM.				
No	Logs are planned based	on well control or offset log informa	tion.		
No	Drill stem test? If yes, explain				
No	Coring? If yes, explain				
Addi	tional logs planned	Interval			
No	Resistivity				
No	Density				
No	CBL				
Yes	Mud log	ICP - TD			

8. Drilling Conditions

PEX

No

Pump high viscosity sweeps as needed for hole cleaning. The mud system will be monitored visually/manually as well as with an electronic PVT. The necessary mud products for additional weight and fluid loss control will be on location at all times. Appropriately weighted mud will be used to isolate potential gas, oil, and water zones until such time as casing can be cemented into place for zonal isolation.

Hyd	rogen Sulfide (H2S) monitors will be installed prior to drilling out the surface shoe. If H2S				
is de	is detected in concentrations greater than 100 ppm, the operator will comply with the provisions				
of O	of Onshore Oil and Gas Order #6. If Hydrogen Sulfide is encountered, measured values and				
form	formations will be provided to the BLM.				
N	H2S is present				
Y	H2S Plan attached				

Total estimated cuttings volume: 1341.1 bbls.

9. Other facets of operation

	Yes/No
Will more than one drilling rig be used for drilling operations? If yes, describe.	Yes
Spur Energy Partners LLC. requests the option to contract a Surface Rig to drill,	
set surface casing, and cement for this well. If the timing between rigs is such that	
Spur Energy Partners LLC. would not be able to preset surface, the Primary Rig	
will MIRU and drill the well in its entirety per the APD. Please see the attached	
document for information on the spudder rig.	

Attachments

- _x__ Directional Plan
- _x__ H2S Contingency Plan
- _x__ Akita 57 Attachments
- _x__ BOP Schematics
- _x__ Transcend Spudder Rig Attachments

10. Company Personnel

<u>Name</u>	<u>Title</u>	Office Phone	Mobile Phone
Christopher Hollis	Drilling Manager	832-930-8629	713-380-7754
Johnny Nabors	Senior Vice President Operations	832-930-8502	281-904-8811



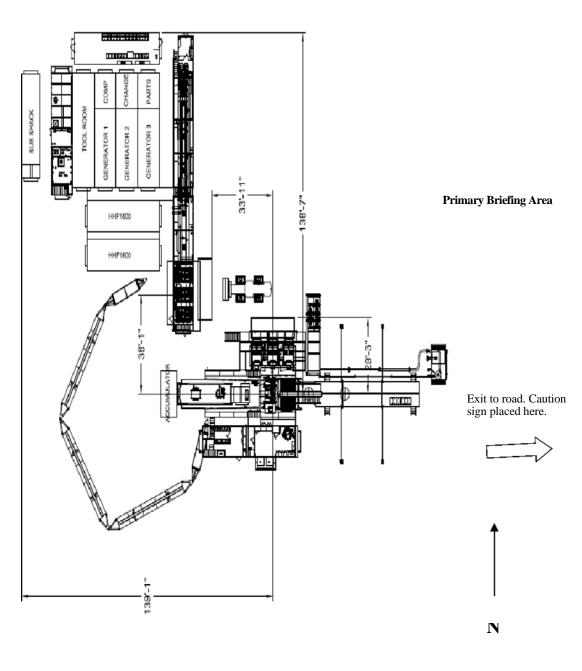
Permian Drilling Hydrogen Sulfide Drilling Operations Plan Oakmont 11-10 State Com 10H

Open drill site. No homes or buildings are near the proposed location.

1. Escape

Personnel shall escape upwind of wellbore in the event of an emergency gas release. Escape can take place through the lease road on the Southeast side of the location. Personnel need to move to a safe distance and block the entrance to location. If the primary route is not an option due to the wind direction, then a secondary egress route should be taken.

Secondary Briefing Area





WIND: Prevailing winds are from the <u>Southwest</u>



State of New Mexico Energy, Minerals and Natural Resources Department

Submit Electronically Via E-permitting

Date: 02 / 28 / 2022

[See 19.15.27.9(D)(1) NMAC]

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

328947

SPUR ENERGY PARTNERS LLC OGRID:

IV. Central Delivery Point Name: OAKMONT 11-10 STATE COM TANK BATTERY

II. Type: ☒ Original [☐ Amendment	due to □ 19.15.27.9	2.D(6)(a) NMAC	□ 19.15.27.9.D(6)(b) NMAC 🗆 (Other.
If Other, please describe	e:					
III. Well(s): Provide the be recompleted from a s					vells proposed to	be drilled or proposed to
Well Name	API	ULSTR	Footages	Anticipated Oil BBL/D	Anticipated Gas MCF/D	Anticipated Produced Water BBL/D
OAKMONT 11-10 STATE COM 10H	30-025-	G-11-17S-33E	2135' FNL 1915' FEL	425 BBL/D	534 MCF/D	1698 BBL/D
OAKMONT 11-10 STATE COM 11H	30-025-	B-11-17S-33E	770' FNL 1890' FEL	425 BBL/D	534 MCF/D	1698 BBL/D
OAKMONT 11-10 STATE COM 20H	30-025-	B-11-17S-33E	790' FNL 1890' FEL	425 BBL/D	534 MCF/D	1698 BBL/D
OAKMONT 11-10 STATE COM 60H	30-025-	G-11-17S-33E	2115' FNL 1915' FEL	390 BBL/D	462 MCF/D	1950 BBL/D

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 Initial Flow First Production API Spud Date TD Reached Completion Date Commencement Date **Back Date** Date OAKMONT 11-10 STATE COM 10H 30-025-09/11/2022 09/20/2022 09/03/2022 10/05/2022 10/05/2022 08/15/2022 OAKMONT 11-10 STATE COM 11H 30-025-08/07/2022 09/20/2022 10/05/2022 10/05/2022 OAKMONT 11-10 STATE COM 20H 30-025-08/15/2022 08/23/2022 09/20/2022 10/05/2022 10/05/2022 OAKMONT 11-10 STATE COM 60H 30-025-08/25/2022 09/03/2022 09/20/2022 10/05/2022 10/05/2022

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

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

Section 2 – Enhanced Plan EFFECTIVE APRIL 1, 2022

Beginning April 1, 2022, an operator that is not in compliance with its statewide natural gas capture requirement for the applicable reporting area must complete this section.

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

IX. Anticipated Natural Gas Production:

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

X. Natural Gas Gathering System (NGGS):

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

XI. Map. \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 th	ne anticipated natural ga
production volume from the well prior to the date of fire	st production.		

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

☐ Attach Operator's plan to manage production in resp	onse to the increased lii	ie pressure
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XIV. Confidentiality: U Operator asserts confidentiality pursuant to Section 71-2-8 NMSA 1978 for the in	nformation provided in
Section 2 as provided in Paragraph (2) of Subsection D of 19.15.27.9 NMAC, and attaches a full description of t	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; compression on lease; (c) (d) liquids removal on lease; reinjection for underground storage; (e) **(f)** reinjection for temporary storage; (g) reinjection for enhanced oil recovery; fuel cell production; and (h)

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.

Signature: Sarah Chapman
Printed Name: SARAH CHAPMAN
Title: REGULATORY DIRECTOR
E-mail Address: SCHAPMAN@SPURENERGY.COM
Date: 02/28/2022
Phone:
832-930-8613
OIL CONSERVATION DIVISION
(Only applicable when submitted as a standalone form)
Approved By:
Title:
Approval Date:
Conditions of Approval:



Natural Gas Management Plan – Attachment

VI. Separation equipment will be sized by construction engineering staff based on anticipated daily production to ensure adequate capacity.

VII. Spur Energy Partners LLC ("Spur") will take the following actions to comply with the regulations listed in 19.15.27.8:

- A. Spur will maximize the recovery of natural gas by minimizing waste, as defined by 19.15.2 NMAC, of natural gas through venting and flaring. Spur will ensure that our wells will be connected to a natural gas gathering system with sufficient capacity to transport natural gas.
- B. All drilling operations will be equipped with a rig flare at least 100 feet from the nearest surface hole location. Rig flare will be utilized to combust any natural gas that is brought to surface during normal operations. In the case of emergency, flaring volumes will be reported appropriately.
- C. During completion operations any natural gas brought to surface will be flared. Immediately following completion operations, wells will flow to permanent separation equipment. Produced natural gas from separation equipment will be sent to sales. If natural gas does not meet gathering pipeline specifications, Spur will flare for 60 days or until natural gas meets the pipeline specifications. Spur will ensure flare is properly sized and is equipped with an automatic igniter or continuous pilot. Gas samples will be taken twice per week and natural gas will be routed into a gathering system as soon as the pipeline specifications are met.
- D. Natural gas will not be flared with the exception of 19.15.27.8(D)(1-4). If there is no adequate takeaway for the separator gas, wells will be shut-in until that natural gas gathering system is available with exception of emergency or malfunction situations. Volumes will be reported appropriately.
- E. Spur will comply with performance standards pursuant to 19.15.27.8(E)(1-8). All equipment will be designed and sized to handle maximum pressures to minimize waste. Storage tanks constructed after May 25, 2021 will be equipped with an automatic gauging system that reduces venting of natural gas. Flare stacks installed or replaced after May 25, 2021 will be equipped with an automatic ignitor or continuous pilot. Spur will conduct AVO inspections as described in 19.15.27.8(E)(5)(a) with frequencies specified in 19.15.27.8(E)(5)(b) and (c). All emergencies or malfunctions will be resolved as quickly and safely as possible to minimize waste.
- F. The volume of natural gas that is vented or flared as the result of an emergency or malfunction during drilling and/or completion operations will be estimated and reported accordingly. The volume of natural gas that is vented, flared or beneficially used during production operations, will be measured and reported accordingly. Spur will install equipment to measure the volume of natural gas flared from existing piping or a flowline piped from equipment such as high-pressure separators, heater treaters, or VRUs associated with a well or facility associated with a well authorized by an APD after May 25, 2021 that has an average daily production of less than 60,000 cubic feet of natural gas. If metering is not practicable due to circumstances such as low flow rate or low pressure venting or flaring, Spur will estimate the volume of flared or vented natural gas. Measuring equipment will conform to industry standards and will not be equipped with a manifold



that allows the diversion of natural gas around the metering element except for the sole purpose of inspecting and servicing equipment.

VIII. For maintenance activities involving production equipment and compression, venting be limited to the depressurization of the subject equipment to ensure safe working conditions. For maintenance of production equipment, the associated producing wells will be shut-in to eliminate venting. For maintenance of VRUs, all natural gas normally routed to the VRU will be routed to flare.