Form C-101

August 1, 2011 Permit 330662

<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	. RE-ENTER. DEEPEN	. PLUGBACK	OR ADD A ZONE
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	APPLICATION FOR PERIVIT TO DRILL, RE-ENTER, DEEPEN, PLOGBACK, OR ADD A ZONE										
1. Operator Name	1. Operator Name and Address 2. OGRID Number										
EOG RESOURCES INC							7377				
P.O. Box 2267					3. API N	umber					
Midlan	d, TX 79702									30-025-50868	
4. Property Code			5. Prop	erty Name					6. Well N	lo.	
325384				DURANGO 2 ST	ATE					212H	
					7. Surf	ace Location					
UL - Lot	Section	Township		Range	Lot Idn	Feet From	N/S Line	Feet From		E/W Line	County

33E 8. Proposed Bottom Hole Location

UL - Lot Section Township Range Lot Idn Feet From N/S Line Feet From E/W Line County 25S 33E 100 1750 W Lea

9. Pool Information

RED HILLS;LOWER BONE SPRING	51020	

Additional Well Information

11. Work Type	12. Well Type	13. Cable/Rotary	14. Lease Type	15. Ground Level Elevation
New Well	OIL		State	3491
16. Multiple	17. Proposed Depth	18. Formation	19. Contractor	20. Spud Date
N	15072	Bone Spring		1/5/2023
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	16	13.375	54.5	1290	450	0
Int1	11	9.625	40	5083	520	0
Int1	11	9.625	40	4013	590	0
Prod	6.75	5.5	17	15072	870	4570

Casing/Cement Program: Additional Comments

EOG respectfully requests the option to use the casing and cement program described in Design B of the drill plan. The NMOCD will be notified of EOG's election at spud.

22. Proposed Blowout Prevention Program

Туре	Working Pressure	Test Pressure	Manufacturer
Double Ram	5000	3000	

knowledge and be		true and complete to the best of my IMAC ⊠ and/or 19.15.14.9 (B) NMAC		OIL CONSERVATION	ON DIVISION	
Printed Name:	Electronically filed by Kay Maddox		Approved By:	Paul F Kautz		
Title:	Regulatory Agent		Title:	Geologist		
Email Address:	kay_maddox@eogresources.com	1	Approved Date:	12/16/2022	Expiration Date: 12/16/2024	
Date:	12/14/2022	Phone: 432-686-3658	Conditions of Appr	onditions of Approval 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
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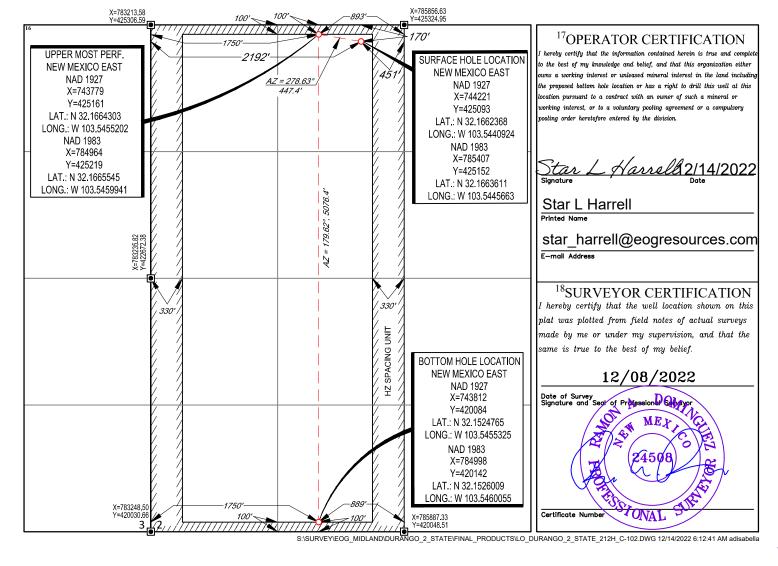
WELL LOCATION AND ACREAGE DEDICATION PLAT

¹ API Number ² Pool Code		³ Pool Name					
30-025-50868		51020 Red Hills; Lower Bo		Spring			
Ī	⁴ Property Code		⁵ Pr	operty Name	⁶ Well Number		
	325384		DURANGO 2 STATE 212H				
Ī	⁷ OGRID No.		⁸ O _I	perator Name	⁹ Elevation		
	7377		EOG RES	OURCES, INC.	3491'		

¹⁰Surface Location

	3	2	25-S	33-E		170'	NORTH	2192'	WEST	LEA
L				11 _B	ottom Hol	e Location If D	ifferent From Sur	face		
ſ	UL or lot no.	Section	Township	Range	Lot Idn	Feet from the	North/South line	Feet from the	East/West line	County
	N	2	25-S	33-E	_	100'	SOUTH	1750'	WEST	LEA
Ī	¹² Dedicated Acres	¹³ Joint or l	nfill 14Co	nsolidation Co	de ¹⁵ Ord	er No.				
	319.79									

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.



Form APD Conditions

Permit 330662

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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:
EOG RESOURCES INC [7377]	30-025-50868
P.O. Box 2267	Well:
Midland, TX 79702	DURANGO 2 STATE #212H

OCD Reviewer	Condition
pkautz	Notify OCD 24 hours prior to casing & cement
pkautz	Will require a File As Drilled C-102 and a Directional Survey with the C-104
pkautz	Once the well is spud, to prevent ground water contamination through whole or partial conduits from the surface, the operator shall drill without interruption through the fresh water zone or zones and shall immediately set in cement the water protection string
pkautz	Oil base muds are not to be used until fresh water zones are cased and cemented providing isolation from the oil or diesel. This includes synthetic oils. Oil based mud, drilling fluids and solids must be contained in a steel closed loop system
pkautz	Cement is required to circulate on both surface and intermediate1 strings of casing
pkautz	The Operator is to notify NMOCD by sundry (Form C-103) within ten (10) days of the well being spud

Durango 2 State #212H Lea County, New Mexico Proposed Wellbore

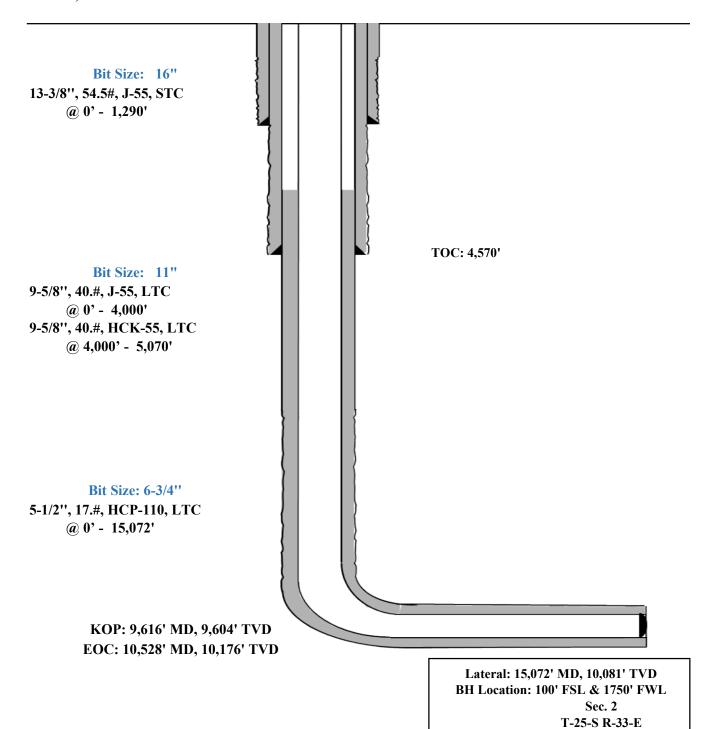
Design A

KB: 3516' GL: 3491'

2192' FWL Section 2 T-25-S, R-33-E

170' FNL

API: 30-025-****



Durango 2 State #212H Lea County, New Mexico Proposed Wellbore Design B

KB: 3516' GL: 3491'

Lateral: 15,072' MD, 10,081' TVD BH Location: 100' FSL & 1750' FWL

> Sec. 2 T-25-S R-33-E

170' FNL 2192' FWL Section 2 T-25-S, R-33-E

API: 30-025-****

Bit Size: 13-1/2" 10-3/4", 40.5#, J-55, STC @ 0' - 1,290' TOC: 4,570' Bit Size: 9-7/8" 8-5/8", 32.#, J-55, BTC-SC @ 0' - 4,000' 8-5/8", 32.#, P110-EC, BTC-SC @ 4,000' - 5,070' Bit Size: 6-3/4" 5-1/2", 17.#, HCP-110, LTC @ 0' - 15,072' KOP: 9,616' MD, 9,604' TVD EOC: 10,528' MD, 10,176' TVD

Page 2 of 7



Permit Information:

Well Name: Durango 2 State #212H

Location:

SHL: 170' FNL & 2192' FWL, Section 2, T-25-S, R-33-E, Lea Co., N.M. BHL: 100' FSL & 1750' FWL, Section 2, T-25-S, R-33-E, Lea Co., N.M.

Design A

Casing Program:

Hole	Interv	al MD	Interva	d TVD	Csg			
Size	From (ft)	To (ft)	From (ft)	To (ft)	OD	Weight	Grade	Conn
16"	0	1,290	0	1,290	13-3/8"	54.5#	J-55	STC
11"	0	4,013	0	4,000	9-5/8"	40#	J-55	LTC
11"	4,013	5,083	4,000	5,070	9-5/8"	40#	HCK-55	LTC
6-3/4"	0	15,072	0	10,081	5-1/2"	17#	HCP-110	LTC

Cement Program:

Comen	t Frogra			
Depth	No. Sacks	Wt.	Yld Ft3/sk	Slurry Description
1,290'	370	13.5	1.73	Class C + 4.0% Bentonite + 0.6% CD-32 + 0.5% CaCl2 + 0.25 lb/sk Cello-Flake (TOC @ Surface)
1,290	80	14.8	1.34	Class C + 0.6% FL-62 + 0.25 lb/sk Cello-Flake + 0.2% Sodium Metasilicate
4,010'	520	14.2	1.11	Tail: Class C + 10% NaCl + 6% Bentonite Gel + 3% MagOx (TOC @ Surface)
4,010	590	14.8	1.5	Lead: Class C + 3% CaCl2 + 3% Microbond (TOC @ 4,056')
	480	11.0	3.21	Lead: Class C + 3% CaCl2 + 3% Microbond (TOC @ 4,570')
15,072'	390	13.2	1.52	Tail: Class H + 5% NEX-020 + 0.2% NAC-102 + 0.15% NAS-725 + 0.5% NFL-549 + 0.2% NFP-703 + 1% NBE-737 + 0.3% NRT-241

Mud Program:

Depth	Type	Veight (pp	Viscosity	Water Loss
0 – 1,290'	Fresh - Gel	8.6-8.8	28-34	N/c
1,290' – 5,070'	Brine	8.6-8.8	28-34	N/c
5,070' – 15,072' Lateral	Oil Base	8.8-9.5	58-68	N/c - 6



Design B

CASING PROGRAM

Hole	Interva	al MD	Interval TVD		Csg			
Size	From (ft)	To (ft)	From (ft)	To (ft)	OD	Weight	Grade	Conn
13-1/2"	0	1,290	0	1,290	10-3/4"	40.5#	J-55	STC
9-7/8"	0	4,013	0	4,000	8-5/8"	32#	J-55	BTC-SC
9-7/8"	4,013	5,083	4,000	5,070	8-5/8"	32#	P110-EC	BTC-SC
6-3/4"	0	15,072	0	10,081	5-1/2"	17#	HCP-110	LTC

Cementing Program:

Cementi	ig Frograi	11.		
D (1	N. G. I	Wt.	Yld	Slurry Description
Depth	No. Sacks	ppg	Ft3/sk	
1,290'	360	13.5	1.73	Class C + 4.0% Bentonite + 0.6% CD-32 + 0.5% CaCl2 + 0.25 lb/sk Cello-Flake (TOC @ Surface)
1,290	70	14.8	1.34	Class C + 0.6% FL-62 + 0.25 lb/sk Cello-Flake + 0.2% Sodium Metasilicate
4,010'	290	14.2	1.11	Tail: Class C + 10% NaCl + 6% Bentonite Gel + 3% MagOx (TOC @ Surface)
4,010	1000	14.8	1.5	Lead: Class C + 3% CaCl2 + 3% Microbond (TOC @ 4,056')
	310	11.0	3.21	Lead: Class C + 3% CaCl2 + 3% Microbond (TOC @ 4,570')
15,072'	590	13.2	1.52	Tail: Class H + 5% NEX-020 + 0.2% NAC-102 + 0.15% NAS-725 + 0.5% NFL-549 + 0.2% NFP-703 + 1% NBE-737 + 0.3% NRT-241

Mud Program:

Depth	Type	Veight (pp	Viscosity	Water Loss
0 – 1,290'	Fresh - Gel	8.6-8.8	28-34	N/c
1,290' – 5,070'	Brine	8.6-8.8	28-34	N/c
5,070' – 15,072' Lateral	Oil Base	8.8-9.5	58-68	N/c - 6



Hydrogen Sulfide Plan Summary

- A. All personnel shall receive proper H2S training in accordance with Onshore Order III.C.3.a.
- B. Briefing Area: two perpendicular areas will be designated by signs and readily accessible.
- C. Required Emergency Equipment:
 - Well control equipment
 - a. Flare line 150' from wellhead to be ignited by flare gun.
 - b. Choke manifold with a remotely operated choke.
 - c. Mud/gas separator
 - Protective equipment for essential personnel.

Breathing apparatus:

- a. Rescue Packs (SCBA) 1 unit shall be placed at each breathing area, 2 shall be stored in the safety trailer.
- b. Work/Escape packs —4 packs shall be stored on the rig floor with sufficient air hose not to restrict work activity.
- c. Emergency Escape Packs —4 packs shall be stored in the doghouse for emergency evacuation.

Auxiliary Rescue Equipment:

- a. Stretcher
- b. Two OSHA full body harness
- c. 100 ft 5/8 inch OSHA approved rope
- d. 1-20# class ABC fire extinguisher

■ H2S detection and monitoring equipment:

The stationary detector with three sensors will be placed in the upper dog house if equipped, set to visually alarm @ 10 ppm and audible @ 14 ppm. Calibrate a minimum of every 30 days or as needed. The sensors will be placed in the following places: Rig floor / Bell nipple / End of flow line or where well bore fluid is being discharged.

(Gas sample tubes will be stored in the safety trailer)

- Visual warning systems.
 - a. One color code condition sign will be placed at the entrance to the site reflecting the possible conditions at the site.
 - b. A colored condition flag will be on display, reflecting the current condition at the site at the time.
 - c. Two wind socks will be placed in strategic locations, visible from all angles.



■ Mud program:

The mud program has been designed to minimize the volume of H2S circulated to surface. The operator will have the necessary mud products to minimize hazards while drilling in H2S bearing zones.

■ Metallurgy:

All drill strings, casings, tubing, wellhead, blowout preventer, drilling spool, kill lines, choke manifold and lines, and valves shall be suitable for H2S service.

■ Communication:

Communication will be via cell phones and land lines where available.



Durango 2 State #212H Emergency Assistance Telephone List

PUBLIC SAFETY	:	1	911 or
Lea County Sheriff'	s Department		(575) 396-3611
	Rod Coffman		
Fire Department:			
	Carlsbad		(575) 885-3125
	Artesia		(575) 746-5050
Hospitals:			
	Carlsbad		(575) 887-4121
	Artesia		(575) 748-3333
	Hobbs		(575) 392-1979
Dept. of Public Safe	ty/Carlsbad		(575) 748-9718
Highway Departmen	nt		(575) 885-3281
New Mexico Oil Co	nservation		(575) 476-3440
NMOCD Inspection	Group - South		(575) 626-0830
U.S. Dept. of Labor			(575) 887-1174
EOG Resources, In	ıc.		
EOG / Midland		Office	(432) 686-3600
Company Drilling	Consultants:		
David Dominque		Cell	(985) 518-5839
Mike Vann		Cell	(817) 980-5507
Drilling Engineer			
Stephen Davis		Cell	(432) 235-9789
Matt Day		Cell	(432) 296-4456
Drilling Manager			
Branden Keener		Office	(432) 686-3752
		Cell	(210) 294-3729
Drilling Superinter	ndent		
Steve Kelly		Office	(432) 686-3706
		Cell	(210) 416-7894
H&P Drilling			
H&P Drilling		Office	(432) 563-5757
H&P 651 Drilling R	ig	Rig	(903) 509-7131
Tool Pusher:			
Johnathan Craig		Cell	(817) 760-6374
Brad Garrett			
Safety:			
Brian Chandler (HS	E Manager)	Office	(432) 686-3695
		Cell	(817) 239-0251



Midland

Lea County, NM (NAD 83 NME) Durango 2 State #212H

OH

Plan: Plan #1

Standard Planning Report

14 December, 2022





Planning Report



Database: Company: Project:

PEDM

Midland

Lea County, NM (NAD 83 NME)

Site: Durango 2 State Well: #212H

Wellbore: ОН Plan #1 Design:

Local Co-ordinate Reference:

TVD Reference: MD Reference: North Reference:

Survey Calculation Method:

Well #212H

kb = 26' @ 3523.0usft kb = 26' @ 3523.0usft

Grid

Minimum Curvature

Project

Lea County, NM (NAD 83 NME)

Map System: Geo Datum:

Map Zone:

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

System Datum:

Mean Sea Level

Durango 2 State Site

Site Position: From:

Position Uncertainty

Well Position

Мар

Northing: Easting:

425,051.00 usft 783,515.00 usft

Latitude: Longitude:

usft

32° 9' 58.041 N 103° 33' 2.454 W

Position Uncertainty: 0.0 usft Slot Radius: 13-3/16 "

Well #212H

> +N/-S +E/-W

0.0 usft 0.0 usft 0.0 usft

Northing: Easting:

Wellhead Elevation:

425,152.00 usft Latitude: 785,407.00 usft

Longitude: **Ground Level:**

32° 9' 58.904 N 103° 32' 40.435 W

3,491.0 usft

0.42° **Grid Convergence:**

ОН Wellbore

Declination Magnetics **Model Name** Sample Date Dip Angle Field Strength (°) (°) (nT) IGRF2020 47,306.10110409 12/13/2022 6.35 59.80

Plan #1 Design

Audit Notes:

Version:

Phase:

PLAN

Tie On Depth:

0.0

Vertical Section: Depth From (TVD) +N/-S +E/-W Direction (usft) (usft) (usft) (°) 184.67 0.0 0.0 0.0

Plan Survey Tool Program

Date 12/14/2022

Depth From Depth To

(usft) (usft) 0.0

Survey (Wellbore)

Tool Name

Remarks

15,071.5 Plan #1 (OH) EOG MWD+IFR1 MWD + IFR1

Plan 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
0.0	0.00	0.00	0.0	0.0	0.0	0.00	0.00	0.00	0.00	
1,350.0	0.00	0.00	1,350.0	0.0	0.0	0.00	0.00	0.00	0.00	
1,512.1	3.24	284.79	1,512.0	1.2	-4.4	2.00	2.00	0.00	284.79	
9,454.3	3.24	284.79	9,441.5	115.8	-438.6	0.00	0.00	0.00	0.00	
9,616.4	0.00	0.01	9,603.5	117.0	-443.0	2.00	-2.00	0.00	180.00	KOP(Durango 2 State
10,528.4	91.20	179.62	10,176.3	-468.0	-439.1	10.00	10.00	19.69	179.62	
15,071.5	91.20	179.62	10,081.0	-5,010.0	-409.0	0.00	0.00	0.00	0.00	PBHL(Durango 2 Stat

Planning Report



Database: Pl Company: M

PEDM Midland

Lea County, NM (NAD 83 NME)

Project: Lea County, NM Site: Durango 2 State

 Well:
 #212H

 Wellbore:
 OH

 Design:
 Plan #1

Local Co-ordinate Reference:

TVD Reference:
MD Reference:
North Reference:

Survey Calculation Method:

Well #212H

kb = 26' @ 3523.0usft

kb = 26' @ 3523.0usft

Grid

Design:	Plan #1								
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)
0.0	0.00	0.00	0.0	0.0	0.0	0.0	0.00	0.00	0.00
100.0	0.00	0.00	100.0	0.0	0.0	0.0	0.00	0.00	0.00
200.0	0.00	0.00	200.0	0.0	0.0	0.0	0.00	0.00	0.00
300.0	0.00	0.00	300.0	0.0	0.0	0.0	0.00	0.00	0.00
400.0	0.00	0.00	400.0	0.0	0.0	0.0	0.00	0.00	0.00
500.0	0.00	0.00	500.0	0.0	0.0	0.0	0.00	0.00	0.00
600.0	0.00	0.00	600.0	0.0	0.0	0.0	0.00	0.00	0.00
700.0	0.00	0.00	700.0	0.0	0.0	0.0	0.00	0.00	0.00
800.0	0.00	0.00	800.0	0.0	0.0	0.0	0.00	0.00	0.00
900.0	0.00	0.00	900.0	0.0	0.0	0.0	0.00	0.00	0.00
1,000.0	0.00	0.00	1,000.0	0.0	0.0	0.0	0.00	0.00	0.00
1,100.0	0.00	0.00	1,100.0	0.0	0.0	0.0	0.00	0.00	0.00
1,200.0	0.00	0.00	1,200.0	0.0	0.0	0.0	0.00	0.00	0.00
1,300.0	0.00	0.00	1,300.0	0.0	0.0	0.0	0.00	0.00	0.00
1,350.0	0.00	0.00	1,350.0	0.0	0.0	0.0	0.00	0.00	0.00
1,400.0	1.00	284.79	1,400.0	0.1	-0.4	-0.1	2.00	2.00	0.00
1,500.0	3.00	284.79	1,499.9	1.0	-3.8	-0.7	2.00	2.00	0.00
1,512.1	3.24	284.79	1.512.0	1.2	-4.4	-0.8	2.00	2.00	0.00
1,600.0	3.24	284.79	1,599.8	2.4	-9.2	-1.7	0.00	0.00	0.00
1,700.0	3.24	284.79	1,699.6	3.9	-14.7	-2.7	0.00	0.00	0.00
1,800.0	3.24	284.79	1,799.5	5.3	-20.2	-3.7	0.00	0.00	0.00
1,900.0	3.24	284.79	1,899.3	6.8	-25.6	-4.7	0.00	0.00	0.00
2,000.0	3.24	284.79	1,999.1	8.2	-31.1	-5.7	0.00	0.00	0.00
2,100.0	3.24	284.79	2,099.0	9.7	-36.6	-6.7	0.00	0.00	0.00
2,200.0	3.24	284.79	2,198.8	11.1	-42.0	-7.6	0.00	0.00	0.00
2,300.0	3.24	284.79	2,298.7	12.5	-47.5	-8.6	0.00	0.00	0.00
2,400.0	3.24	284.79	2,398.5	14.0	-53.0	-9.6	0.00	0.00	0.00
2,500.0	3.24	284.79	2,498.3	15.4	-58.4	-10.6	0.00	0.00	0.00
2,600.0	3.24	284.79	2,598.2	16.9	-63.9	-11.6	0.00	0.00	0.00
2,700.0	3.24	284.79	2,698.0	18.3	-69.4	-12.6	0.00	0.00	0.00
2,800.0	3.24	284.79	2,797.9	19.8	-74.8	-13.6	0.00	0.00	0.00
2,900.0	3.24	284.79	2,897.7	21.2	-80.3	-14.6	0.00	0.00	0.00
3,000.0	3.24	284.79	2,997.5	22.7	-85.8	-14.0	0.00	0.00	0.00
3,100.0	3.24	284.79	3,097.4	24.1	-91.2	-16.6	0.00	0.00	0.00
3,200.0	3.24	284.79	3,197.2	25.5	-96.7	-17.6	0.00	0.00	0.00
3,300.0	3.24	284.79	3,297.1	27.0	-102.2	-18.6	0.00	0.00	0.00
3,400.0	3.24	284.79	3,396.9	28.4	-107.6	-19.6	0.00	0.00	0.00
3,500.0	3.24	284.79	3,496.7	29.9	-113.1	-20.6	0.00	0.00	0.00
3,600.0	3.24	284.79	3,596.6	31.3	-118.6	-21.6	0.00	0.00	0.00
3,700.0	3.24	284.79	3,696.4	32.8	-124.0	-22.6	0.00	0.00	0.00
3,800.0	3.24	284.79	3,796.3	34.2	-129.5	-23.6	0.00	0.00	0.00
3,900.0	3.24	284.79	3,896.1	35.6	-135.0	-24.5	0.00	0.00	0.00
4,000.0	3.24	284.79	3,995.9	37.1	-140.4	-25.5	0.00	0.00	0.00
4,100.0	3.24	284.79	4,095.8	38.5	-145.9	-26.5	0.00	0.00	0.00
4,200.0	3.24	284.79	4,195.6	40.0	-151.4	-27.5	0.00	0.00	0.00
4,300.0	3.24	284.79	4,295.5	41.4	-156.8	-28.5	0.00	0.00	0.00
4,400.0	3.24	284.79	4,395.3	42.9	-162.3	-20.5 -29.5	0.00	0.00	0.00
4,500.0	3.24	284.79	4,495.1	44.3	-167.8	-30.5	0.00	0.00	0.00
4,600.0	3.24	284.79	4,595.0	45.7	-107.8	-31.5	0.00	0.00	0.00
4,700.0	3.24	284.79	4,694.8	47.2	-173.2	-31.5	0.00	0.00	0.00
4,800.0	3.24	284.79	4,794.7	48.6	-184.2	-33.5	0.00	0.00	0.00
4,900.0	3.24	284.79	4,894.5	50.1	-189.6	-34.5	0.00	0.00	0.00
5,000.0	3.24	284.79	4,994.3	51.5	-195.1	-35.5	0.00	0.00	0.00
5,100.0	3.24	284.79	5,094.2	53.0	-200.6	-36.5	0.00	0.00	0.00

Planning Report



Database: PEDM Company: Midland

Project: Lea County, NM (NAD 83 NME)

Site: Durango 2 State

Well: #212H Wellbore: OH Design: Plan #1 Local Co-ordinate Reference:

TVD Reference:
MD Reference:
North Reference:

Survey Calculation Method:

Well #212H

kb = 26' @ 3523.0usft kb = 26' @ 3523.0usft

Grid

ign:	Fidii # i								
nned 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)
5,200.0	3.24	284.79	5,194.0	54.4	-206.0	-37.5	0.00	0.00	0.00
5,300.0	3.24	284.79	5,293.9	55.9	-211.5	-38.5	0.00	0.00	0.00
5,400.0		284.79	5,393.7	57.3	-217.0	-39.5	0.00	0.00	0.00
5,500.0		284.79	5,493.5	58.7	-222.4	-40.5	0.00	0.00	0.00
5,600.0		284.79	5,593.4	60.2	-227.9	-41.4	0.00	0.00	0.00
5,700.0		284.79	5,693.2	61.6	-233.4	-42.4	0.00	0.00	0.00
E 900 0	2.04	204.70	E 702 1			42.4	0.00	0.00	0.00
5,800.0		284.79	5,793.1	63.1	-238.8	-43.4	0.00	0.00	0.00
5,900.0 6,000.0		284.79	5,892.9	64.5	-244.3 -249.7	-44.4 -45.4	0.00	0.00 0.00	0.00
		284.79	5,992.7	66.0			0.00		0.00
6,100.0		284.79	6,092.6	67.4	-255.2	-46.4	0.00	0.00	0.00
6,200.0	3.24	284.79	6,192.4	68.8	-260.7	-47.4	0.00	0.00	0.00
6,300.0		284.79	6,292.3	70.3	-266.1	-48.4	0.00	0.00	0.00
6,400.0	3.24	284.79	6,392.1	71.7	-271.6	-49.4	0.00	0.00	0.00
6,500.0	3.24	284.79	6,491.9	73.2	-277.1	-50.4	0.00	0.00	0.00
6,600.0	3.24	284.79	6,591.8	74.6	-282.5	-51.4	0.00	0.00	0.00
6,700.0	3.24	284.79	6,691.6	76.1	-288.0	-52.4	0.00	0.00	0.00
6,800.0	3.24	284.79	6,791.5	77.5	-293.5	-53.4	0.00	0.00	0.00
6,900.0		284.79	6,891.3	79.0	-298.9	-54.4	0.00	0.00	0.00
7,000.0		284.79	6,991.1	80.4	-304.4	-55.4	0.00	0.00	0.00
7,100.0		284.79	7,091.0	81.8	-309.9	-56.4	0.00	0.00	0.00
7,100.0		284.79	7,190.8	83.3	-315.3	-57.4	0.00	0.00	0.00
		204.79	7,190.0						
7,300.0		284.79	7,290.7	84.7	-320.8	-58.3	0.00	0.00	0.00
7,400.0	3.24	284.79	7,390.5	86.2	-326.3	-59.3	0.00	0.00	0.00
7,500.0	3.24	284.79	7,490.3	87.6	-331.7	-60.3	0.00	0.00	0.00
7,600.0	3.24	284.79	7,590.2	89.1	-337.2	-61.3	0.00	0.00	0.00
7,700.0	3.24	284.79	7,690.0	90.5	-342.7	-62.3	0.00	0.00	0.00
7,800.0	3.24	284.79	7,789.9	91.9	-348.1	-63.3	0.00	0.00	0.00
7,900.0	3.24	284.79	7,889.7	93.4	-353.6	-64.3	0.00	0.00	0.00
8,000.0	3.24	284.79	7,989.5	94.8	-359.1	-65.3	0.00	0.00	0.00
8,100.0	3.24	284.79	8,089.4	96.3	-364.5	-66.3	0.00	0.00	0.00
8,200.0	3.24	284.79	8,189.2	97.7	-370.0	-67.3	0.00	0.00	0.00
8,300.0	3.24	284.79	8,289.1	99.2	-375.5	-68.3	0.00	0.00	0.00
8,400.0		284.79	8,388.9	100.6	-380.9	-69.3	0.00	0.00	0.00
8,500.0		284.79	8,488.7	102.1	-386.4	-70.3	0.00	0.00	0.00
8,600.0		284.79	8,588.6	103.5	-391.9	-71.3	0.00	0.00	0.00
8,700.0		284.79	8,688.4	104.9	-397.3	-72.3	0.00	0.00	0.00
,									
8,800.0		284.79	8,788.3	106.4	-402.8	-73.3	0.00	0.00	0.00
8,900.0		284.79	8,888.1	107.8	-408.3	-74.3	0.00	0.00	0.00
9,000.0		284.79	8,987.9	109.3	-413.7	-75.2	0.00	0.00	0.00
9,100.0		284.79	9,087.8	110.7	-419.2	-76.2	0.00	0.00	0.00
9,200.0	3.24	284.79	9,187.6	112.2	-424.7	-77.2	0.00	0.00	0.00
9,300.0	3.24	284.79	9,287.5	113.6	-430.1	-78.2	0.00	0.00	0.00
9,400.0		284.79	9,387.3	115.0	-435.6	-79.2	0.00	0.00	0.00
9,454.3		284.79	9,441.5	115.8	-438.6	-79.8	0.00	0.00	0.00
9,500.0		284.79	9,487.2	116.4	-440.7	-80.2	2.00	-2.00	0.00
9,600.0		284.79	9,587.1	117.0	-443.0	-80.6	2.00	-2.00	0.00
9,616.4		0.01	9,603.5	117.0	-443.0	-80.6	2.00	-2.00	0.00
9,650.0		179.62	9,637.1	116.0	-443.0	-79.6	10.00	10.00	0.00
9,700.0		179.62	9,686.8	110.9	-443.0	-74.5	10.00	10.00	0.00
9,750.0		179.62	9,735.9	101.5	-442.9	-65.1	10.00	10.00	0.00
9,800.0		179.62	9,784.0	87.8	-442.8	-51.5	10.00	10.00	0.00
9,850.0		179.62	9,830.7	70.0	-442.7	-33.8	10.00	10.00	0.00
9,900.0		179.62	9,875.7	48.2	-442.5	-12.1	10.00	10.00	0.00
9,950.0	33.36	179.62	9,918.6	22.6	-442.4	13.5	10.00	10.00	0.00

Planning Report



Database: Company: PEDM Midland

Lea County, NM (NAD 83 NME)

Project: Lea County, NM Site: Durango 2 State

 Well:
 #212H

 Wellbore:
 OH

 Design:
 Plan #1

Local Co-ordinate Reference:

TVD Reference:
MD Reference:
North Reference:

Survey Calculation Method:

Well #212H

kb = 26' @ 3523.0usft kb = 26' @ 3523.0usft

Grid

Design:	Plan #1								
Planned Survey									
Measured Depth	l1:4:	A = : 4l-	Vertical Depth	+N/-S	+E/-W	Vertical Section	Dogleg Rate	Build Rate	Turn Rate
(usft)	Inclination (°)	Azimuth (°)	(usft)	(usft)	(usft)	(usft)	(°/100usft)	(°/100usft)	(°/100usft)
10,000.0	38.36	179.62	9,959.1	-6.7	-442.2	42.7	10.00	10.00	0.00
10,050.0	43.36	179.62	9,996.9	-39.4	-442.0	75.2	10.00	10.00	0.00
10,100.0	48.36	179.62	10,031.7	-75.3	-441.7	111.0	10.00	10.00	0.00
10,150.0	53.36	179.62	10,063.3	-114.0	-441.5	149.6	10.00	10.00	0.00
10,200.0	58.36	179.62	10,091.3	-155.4	-441.2	190.8	10.00	10.00	0.00
10,250.0	63.36	179.62	10,115.6	-199.1	-440.9	234.3	10.00	10.00	0.00
10,300.0	68.36	179.62	10,136.1	-244.7	-440.6	279.7	10.00	10.00	0.00
10,350.0	73.36	179.62	10,152.5	-291.9	-440.3	326.8	10.00	10.00	0.00
10,400.0	78.36	179.62	10,164.7	-340.4	-440.0	375.0	10.00	10.00	0.00
10,450.0	83.36	179.62	10,172.6	-389.7	-439.6	424.2	10.00	10.00	0.00
10,500.0	88.36	179.62	10,176.2	-439.6	-439.3	473.9	10.00	10.00	0.00
10,528.4	91.20	179.62	10,176.3	-468.0	-439.1	502.1	10.00	10.00	0.00
10,600.0	91.20	179.62	10,174.8	-539.6	-438.6	573.5	0.00	0.00	0.00
10,700.0	91.20	179.62	10,172.7	-639.5	-438.0	673.0	0.00	0.00	0.00
10,800.0	91.20	179.62	10,170.6	-739.5	-437.3	772.6	0.00	0.00	0.00
10,900.0	91.20	179.62	10,168.5	-839.5	-436.7	872.2	0.00	0.00	0.00
11,000.0	91.20	179.62	10,166.4	-939.5	-436.0	971.8	0.00	0.00	0.00
11,100.0	91.20	179.62	10,164.3	-1,039.4	-435.3	1,071.4	0.00	0.00	0.00
11,200.0	91.20	179.62	10,162.2	-1,139.4	-434.7	1,171.0	0.00	0.00	0.00
11,300.0	91.20	179.62	10,160.1	-1,239.4	-434.0	1,270.6	0.00	0.00	0.00
11,400.0	91.20	179.62	10,158.0	-1,339.4	-433.3	1,370.2	0.00	0.00	0.00
11,500.0	91.20	179.62	10,155.9	-1,439.3	-432.7	1,469.8	0.00	0.00	0.00
11,600.0	91.20	179.62	10,153.8	-1,539.3	-432.0	1,569.4	0.00	0.00	0.00
11,700.0	91.20	179.62	10,151.7	-1,639.3	-431.4	1,668.9	0.00	0.00	0.00
11,800.0	91.20	179.62	10,149.6	-1,739.3	-430.7	1,768.5	0.00	0.00	0.00
11,900.0	91.20	179.62	10,147.6	-1,839.2	-430.0	1,868.1	0.00	0.00	0.00
12,000.0	91.20	179.62	10,145.5	-1,939.2	-429.4	1,967.7	0.00	0.00	0.00
12,100.0	91.20	179.62	10,143.4	-2,039.2	-428.7	2,067.3	0.00	0.00	0.00
12,200.0	91.20	179.62	10,141.3	-2,139.2	-428.0	2,166.9	0.00	0.00	0.00
12,300.0	91.20	179.62	10,139.2	-2,239.1	-427.4	2,266.5	0.00	0.00	0.00
12,400.0	91.20	179.62	10,137.1	-2,339.1	-426.7	2,366.1	0.00	0.00	0.00
12,500.0	91.20	179.62	10,135.0	-2,439.1	-426.0	2,465.7	0.00	0.00	0.00
12,600.0	91.20	179.62	10,132.9	-2,539.1	-425.4	2,565.3	0.00	0.00	0.00
12,700.0	91.20	179.62	10,130.8	-2,639.0	-424.7	2,664.8	0.00	0.00	0.00
12,800.0	91.20	179.62	10,128.7	-2,739.0	-424.1	2,764.4	0.00	0.00	0.00
12,900.0	91.20	179.62	10,126.6	-2,839.0	-423.4	2,864.0	0.00	0.00	0.00
13,000.0	91.20	179.62	10,124.5	-2,939.0	-422.7	2,963.6	0.00	0.00	0.00
13,100.0	91.20	179.62	10,122.4	-3,038.9	-422.1	3,063.2	0.00	0.00	0.00
13,200.0	91.20	179.62	10,120.3	-3,138.9	-421.4	3,162.8	0.00	0.00	0.00
13,300.0	91.20	179.62	10,118.2	-3,238.9	-420.7	3,262.4	0.00	0.00	0.00
13,400.0	91.20	179.62	10,116.1	-3,338.9	-420.1	3,362.0	0.00	0.00	0.00
13,500.0	91.20	179.62	10,114.0	-3,438.8	-419.4	3,461.6	0.00	0.00	0.00
13,600.0	91.20	179.62	10,111.9	-3,538.8	-418.8	3,561.2	0.00	0.00	0.00
13,700.0	91.20	179.62	10,109.8	-3,638.8	-418.1	3,660.8	0.00	0.00	0.00
13,800.0	91.20	179.62	10,107.7	-3,738.8	-417.4	3,760.3	0.00	0.00	0.00
13,900.0	91.20	179.62	10,105.6	-3,838.8	-416.8	3,859.9	0.00	0.00	0.00
14,000.0	91.20	179.62	10,103.5	-3,938.7	-416.1	3,959.5	0.00	0.00	0.00
14,100.0	91.20	179.62	10,101.4	-4,038.7	-415.4	4,059.1	0.00	0.00	0.00
14,200.0	91.20	179.62	10,099.3	-4,138.7	-414.8	4,158.7	0.00	0.00	0.00
14,300.0	91.20	179.62	10,097.2	-4,238.7	-414.1	4,258.3	0.00	0.00	0.00
14,400.0	91.20	179.62	10,095.1	-4,338.6	-413.5	4,357.9	0.00	0.00	0.00
14,500.0	91.20	179.62	10,093.0	-4,438.6	-412.8	4,457.5	0.00	0.00	0.00
14,600.0	91.20	179.62	10,090.9	-4,538.6	-412.1	4,557.1	0.00	0.00	0.00
14,700.0	91.20	179.62	10,088.8	-4,638.6	-411.5	4,656.7	0.00	0.00	0.00

Planning Report



Database: Company:

Project:

Site:

PEDM

Midland

Lea County, NM (NAD 83 NME)

Durango 2 State

 Well:
 #212H

 Wellbore:
 OH

 Design:
 Plan #1

Local Co-ordinate Reference:

TVD Reference:
MD Reference:
North Reference:

Survey Calculation Method:

Well #212H

kb = 26' @ 3523.0usft

kb = 26' @ 3523.0usft

Grid

Planned	Survey

Measured			Vertical			Vertical	Dogleg	Build	Turn
Depth (usft)	Inclination (°)	Azimuth (°)	Depth (usft)	+N/-S (usft)	+E/-W (usft)	Section (usft)	Rate (°/100usft)	Rate (°/100usft)	Rate (°/100usft)
14,800.0	91.20	179.62	10,086.7	-4,738.5	-410.8	4,756.2	0.00	0.00	0.00
14,900.0	91.20	179.62	10,084.6	-4,838.5	-410.1	4,855.8	0.00	0.00	0.00
15,000.0	91.20	179.62	10,082.5	-4,938.5	-409.5	4,955.4	0.00	0.00	0.00
15.071.5	91.20	179.62	10,081.0	-5.010.0	-409.0	5,026.7	0.00	0.00	0.00

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		
KOP(Durango 2 State # - plan hits target cer - Point		0.00	9,603.5	117.0	-443.0	425,269.00	784,964.00	32° 10′ 0.094 N	103° 32' 45.579 W		
FTP(Durango 2 State #2 0.00 0.00 10,051.0 67.0 -443.0 425,219.00 784,964.00 32° 9' 59.599 N 103° 32' 45.58 - plan misses target center by 115.3usft at 10021.3usft MD (9975.5 TVD, -20.2 N, -442.1 E) - Point											
PBHL(Durango 2 State : - plan hits target cer - Point		0.00	10,081.0	-5,010.0	-409.0	420,142.00	784,998.00	32° 9' 9.358 N	103° 32' 45.620 W		



1200-

1500-

6000-

6900-

7200-

7500-

. -| -|- 1- + -| -

T M

Azimuths to Grid North
True North: -0.42°
Magnetic North: 5.93°

Magnetic Field Strength: 47306.1nT Dip Angle: 59.80° Date: 12/13/2022 Model: IGRF2020

To convert a Magnetic Direction to a Grid Direction, Add 5.93° To convert a Magnetic Direction to a True Direction, Add 6.35° East To convert a True Direction to a Grid Direction, Subtract 0.42°

Lea County, NM (NAD 83 NME)

Durango 2 State #212H

Plan #1

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

WELL DETAILS: #212H

3491.0

kb = 26' @ 3523.0usft

Northing Easting Latittude 425152.00 785407.00 32° 9' 58.904 N

Longitude 103° 32' 40.435 W

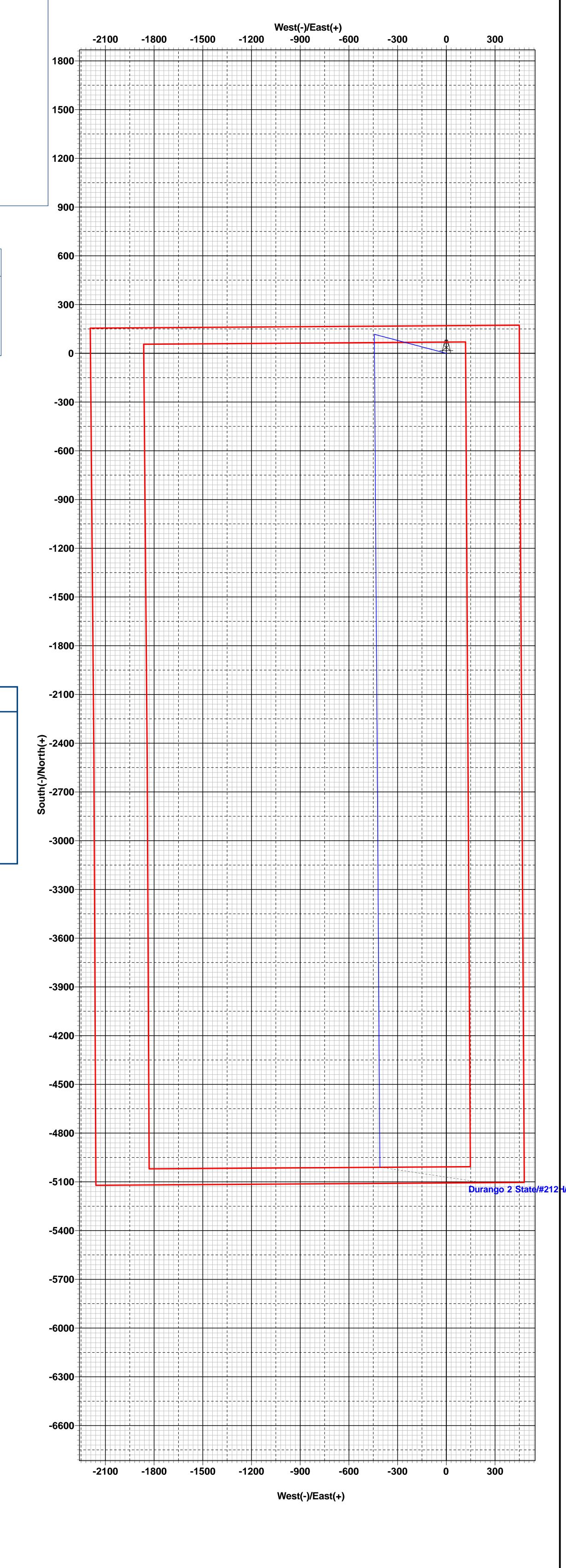
SECTION DETAILS											
Sec	MD	Inc	Azi	TVD	+N/-S	+E/-W	Dleg	TFace	VSect	Target	
1	0.0	0.00	0.00	0.0	0.0	0.0	0.00	0.00	0.0		
2	1350.0	0.00	0.00	1350.0	0.0	0.0	0.00	0.00	0.0		
3	1512.1	3.24	284.79	1512.0	1.2	-4.4	2.00	284.79	-0.8		
4	9454.3	3.24	284.79	9441.5	115.8	-438.6	0.00	0.00	-79.8		
5	9616.4	0.00	0.00	9603.5	117.0	-443.0	2.00	180.00	-80.6	KOP(Durango 2 State #212H)	
6	10528.4	91.20	179.62	10176.3	-468.0	-439.1	10.00	179.62	502.1		
7	15071.5	91.20	179.62	10081.0	-5010.0	-409.0	0.00	0.00	5026.7	PBHL(Durango 2 State #212H)	

CASING DETAILS

No casing data is available

WELLBORE TARGET DETAILS (MAP CO-ORDINATES) TVD Northing **Easting** KOP(Durango 2 State #212H) 9603.5 425269.00 784964.00 -5010.0 67.0 PBHL(Durango 2 State #212H) 10081.0 420142.00 784998.00 FTP(Durango 2 State #212H) 10051.0 425219.00 784964.00

Durango 2 State/#212H/Plan #1



Vertical Section at 184.67°

0 2500 2 tical Section at 184.0 Lea County, NM (NAD 83 NMI Durango 2 State #212H OH Plan #1 11:14, December 14 2022

State of New Mexico Energy, Minerals and Natural Resources Department

Submit Electronically Via E-permitting

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

NATURAL GAS MANAGEMENT PLAN

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

Section 1 – Plan Description Effective May 25, 2021

I. Operator:EOG	Resources, Inc	eOGRII	D: 7377		Date: 12	2/14/2022	2	
II. Type: ⊠ Origin	al □ Amendm	ent due to 🗆 19.15	5.27.9.D(6)(a) NI	MAC □ 19.15.27.	9.D(6)(b) NM	AC 🗆 Ot	her.	
If Other, please describe	e:							
III. Well(s): Provide the recompleted from a					wells proposed	to be dri	lled or proposed to	
Well Name	API	ULSTR	Footages	Anticipated Oil BBL/D	Anticipated Gas MCF/I		Anticipated Produced Water BBL/D	
Durango 2 State 212H		C-2-25S-33E	170' FNL & 2192' FWL	+/- 1000	+/- 3500	+/- 3	+/- 3000	
V. Anticipated Sched or proposed to be recor	ule: Provide th	ne following inform	ation for each ne	ew or recompleted	well or set of nt.			
Durango 2 State 212H		01/05/23	01/30/23	03/01/23	04/01		05/01/23	
VII. Separation Equipm VII. Operational Prac Subsection A through F VIII. Best Manageme during active and plann	etices: Attack of 19.15.27.8	ch a complete desc NMAC. ⊠ Attach a comple	ription of the ac	tions Operator wi	ll take to comp	oly with t	he requirements of	

Section 2 – Enhanced Plan EFFECTIVE APRIL 1, 2022

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

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

IX. Anticipated Natural Gas Production:

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

X. Natural Gas Gathering System (NGGS):

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

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

XII. Line Capacity. The natural	gas gathering system [□ will □ will	not have capacity t	o gather 1	100% of the	e anticipated	natural ga
production volume from the well	prior to the date of first	production.					

XIII. Line Pressure. Operator \square does \square does not anticipate that its existing well(s) connected to the same segment, or po	rtion, of th	ıe
natural gas gathering system(s) described above will continue to meet anticipated increases in line pressure caused by the no	ew well(s)).

\neg	Attach On	arator's	nlan to	monoga	production	in rocnone	o to the inc	reased line r	roccuro
	Affach Ob	erator s	nian to	manage	production	in respons	se to the inc	reased line i	ressure

XIV. Confidentiality: Operator asserts confidentiality pursuant to Section 71-2-8 NMSA 1978 for the information provided	l 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 informat	ion
for which confidentiality is asserted and the basis for such assertion.	

(i)

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: power generation on lease; (a) **(b)** power generation for grid; (c) compression on lease; (d) liquids removal on lease; reinjection for underground storage; (e) **(f)** reinjection for temporary storage; **(g)** reinjection for enhanced oil recovery; (h) fuel cell production; and

Section 4 - Notices

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

other alternative beneficial uses approved by the division.

- (a) Operator becomes aware that the natural gas gathering system it planned to connect the well(s) to has become unavailable or will not have capacity to transport one hundred percent of the production from the well(s), no later than 20 days after becoming aware of such information, Operator shall submit for OCD's approval a new or revised venting and flaring plan containing the information specified in Paragraph (5) of Subsection D of 19.15.27.9 NMAC; or
- (b) Operator becomes aware that it has, cumulatively for the year, become out of compliance with its baseline natural gas capture rate or natural gas capture requirement, no later than 20 days after becoming aware of such information, Operator shall submit for OCD's approval a new or revised Natural Gas Management Plan for each well it plans to spud during the next 90 days containing the information specified in Paragraph (2) of Subsection D of 19.15.27.9 NMAC, and shall file an update for each Natural Gas Management Plan until Operator is back in compliance with its baseline natural gas capture rate or natural gas capture requirement.
- 2. OCD may deny or conditionally approve an APD if Operator does not make a certification, fails to submit an adequate venting and flaring plan which includes alternative beneficial uses for the anticipated volume of natural gas produced, or if OCD determines that Operator will not have adequate natural gas takeaway capacity at the time a well will be spud.

I certify that, after reasonable inquiry, the statements in and attached to this Natural Gas Management Plan are true and correct to the best of my knowledge and acknowledge that a false statement may be subject to civil and criminal penalties under the Oil and Gas Act.

Natural Gas Management Plan Items VI-VIII

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

- Separation equipment will be sized to provide adequate separation for anticipated rates.
- Adequate separation relates to retention time for Liquid Liquid separation and velocity for Gas-Liquid separation.
- Collection systems are appropriately sized to handle facility production rates on all (3) phases.
- Ancillary equipment and metering is selected to be serviced without flow interruptions or the need to release
 gas from the well.

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

Drilling Operations

- All flare stacks will be properly sized. The flare stacks will be located at a minimum 100' from the nearest surface hole location on the pad.
- All natural gas produced during drilling operations will be flared, unless there is an equipment malfunction
 and/or to avoid risk of an immediate and substantial adverse impact on safety and the environment, at which
 point the gas will be vented.

Completions/Recompletions Operations

- New wells will not be flowed back until they are connected to a properly sized gathering system.
- The facility will be built/sized for maximum anticipated flowrates and pressures to minimize waste.
- For flowback operations, multiple stages of separation will be used as well as excess VRU and blowers to make sure waste is minimized off the storage tanks and facility.
- During initial flowback, the well stream will be routed to separation equipment.
- At an existing facility, when necessary, post separation natural gas will be flared until it meets pipeline specifications, at which point it will be turned into a collection system.
- At a new facility, post separation natural gas will be vented until storage tanks can safely function, at which point it will be flared until it meets pipeline spec.

Production Operations

- Weekly AVOs will be performed on all facilities.
- All flares will be equipped with auto-ignition systems and continuous pilot operations.
- After a well is stabilized from liquid unloading, the well will be turned back into the collection system.
- All plunger lift systems will be optimized to limit the amount of waste.
- All tanks will have automatic gauging equipment installed.
- Leaking thief hatches found during AVOs will be cleaned and properly re-sealed.

Performance Standards

- Production equipment will be designed to handle maximum anticipated rates and pressure.
- All flared gas will be combusted in a flare stack that is properly sized and designed to ensure proper combustion.
- Weekly AVOs will be performed on all wells and facilities that produce more than 60 Mcfd.

Measurement & Estimation

- All volume that is flared and vented that is not measured will be estimated.
- All measurement equipment for flared volumes will conform to API 14.10.
- No meter bypasses with be installed.

• When metering is not practical due to low pressure/low rate, the vented or flared volume will be estimated.

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

- During downhole well maintenance, EOG will use best management practices to vent as minimally as possible.
- Prior to the commencement of any maintenance, the tank or vessel will be isolated from the rest of the facilities.
- All valves upstream of the equipment will be closed and isolated.
- After equipment has been isolated, the equipment will be blown down to as low a pressure as possible into the collection system.
- If the equipment being maintained cannot be relieved into the collection system, it shall be released to a tank where the vapor can either be captured or combusted if possible.
- After downhole well maintenance, natural gas will be flared until it reaches pipeline specification.