Drill one. Plug one.



A landmark program for the Texas oil and gas industry.

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ORPHAN WELLS

- Non-compliant
- Inactive > than 12 months
- Operator's P-5 is delinquent > than 12 months
- THE RESPONSIBILITY OF THE STATE

2

WHY ARE ORPHAN WELLS A PROBLEM?

- Methane Emissions
- Groundwater Pollution
- Surface Contamination
- THE STATE CAN'T AFFORD TO PLUG THEM

3

WHY DO WE NEED TO WORRY ABOUT ORPHAN WELLS NOW?

"We have 440,000 wells in the state of Texas today and we have about 130,000 that aren't producing, you have a lot of old vertical wells that will get abandoned...They're going to be coming in greater and greater numbers."

Ryan Sitton RRC Commissioner



NATIVE STATE ENVIRONMENTAL, INC.

is the only nonprofit organization specifically created to meet this lingering threat to Texas and its oil and gas industry partners.

5

OUR LANDMARK PROGRAM

Drill One. Plug One., provides a clear path for the oil and gas industry to meet its environmental, social and corporate responsibilities, while maintaining balance between regulation and opportunity.

6

COST TO TEXAS

What is the estimated cost to plug all 6,209 wells currently orphaned in Texas?

\$140 million



BENEFITS

- Investor Recognition
- ESG Competitive Advantage
- Community Support
- Employee Pride
- Reduced Gov't Regulations
- Environmental Stewardship