| Form 3160-5 (June 2015) DE B ¹ | UNITED STATES PARTMENT OF THE IN UREAU OF LAND MANA | VTERIOR | alahad K | Tield (| OMB NO | APPROVED D. 1004-0137 inuary 31, 2018 |
|---|--|---|---|--|---|---|
| SUNDRY Do not use thi | NOTICES AND REPO is form for proposals to II. Use form 3160-3 (API | RTS ON WE drill or to re∙ | enter an N | | MultipleSee At 6. If Indian, Allottee of | tached r Tribe Name |
| SUBMIT IN 1 | | 7. If Unit or CA/Agree MultipleSee At | ement, Name and/or No. tached | | | |
| 1. Type of Well | | | | | 8. Well Name and No. MultipleSee Atta | ched |
| Oil Well Gas Well Oth Oth Control Contro Control Control Cont | Contact: | ERIN WORK an@dvn.com | MAN | | 9. API Well No. MultipleSee At | tached |
| 3a. Address 333 WEST SHERIDAN AVEN OKLAHOMA, OK 73102 | UE | 3b. Phone No Ph: 405-55 | . (include area code) 2-7970 | | 10. Field and Pool or E MultipleSee At | Exploratory Area |
| 4. Location of Well <i>(Footage, Sec., T</i> MultipleSee Attached | , R., M., or Survey Description, |) | | | 11. County or Parish, S EDDY COUNTY | |
| 12. CHECK THE AI | PROPRIATE BOX(ES) | TO INDICA | TE NATURE O | F NOTICE, 1 | REPORT, OR OTH | IER DATA |
| TYPE OF SUBMISSION | | | TYPE OF | FACTION | | |
| Notice of Intent Subsequent Report Final Abandonment Notice | Acidize Alter Casing Casing Repair Change Plans Convert to Injection | New | raulic Fracturing Construction and Abandon | □ Reclama □ Recompl | ete rily Abandon | Water Shut-Off Well Integrity Other Surface Commingling |
| Describe Proposed or Completed Op If the proposal is to deepen direction: Attach the Bond under which the wor following completion of the involved testing has been completed. Final Al determined that the site is ready for f Devon Energy Production Cor Measurement, Sales, & Storage Aquila 22 Fed Com 1H | ally or recomplete horizontally, rk will be performed or provide l operations. If the operation re- sandonment Notices must be fil- final inspection. mpany, LP respectfully re- ge for the following wells: | give subsurface the Bond No. or sults in a multipl ed only after all | locations and measur file with BLM/BIA e completion or reco requirements, includ | red and true ver Required sub- mpletion in a ne ing reclamation | tical depths of all pertin sequent reports must be ew interval, a Form 316 , have been completed a | ent markers and zones. filed within 30 days 0-4 must be filed once |
| Sec. 22, T29S, R31E (NENE) 30-015-40627 Lusk; Bone Spring, West NMLC0070242A, NMNM4459 | | | | | NOV | 0 5 2019 |
| Aquila 22 Fed 2H Sec. 22, T29S, R31E (NENE) 30-015-40755 | | | | | DISTRICTI- | ARTESIAO.C.D. |
| 14. I hereby certify that the foregoing is Con Name (Printed/Typed) ERIN WO | #Electronic Submission For DEVON ENERG nmitted to AFMSS for proce | 485895 verifie Y PRODUCTIO essing by PRI | ON COM LP, sent SCILLA PEREZ or | to the Carlsb n 10/01/2019 (| System ad 20PP0007SE) /PLIANCE PROF. | |
| Signature (Electronic S | Submission) | | Date 10/01/20 | 019 | | |
| | THIS SPACE FO | R FEDERA | L OR STATE | OFFICE US | E | |
| _Approved By_DYLAN_ROSSMAN | | | | UM ENGINE | ER | Date 10/29/2019 |
| Conditions of approval, if any, are attache certify that the applicant holds legal or equivalent would entitle the applicant to condu- | uitable title to those rights in the | | Office Carlsbac | d | | |
| Title 18 U.S.C. Section 1001 and Title 43 States any false, fictitious or fraudulent | | | | | ke to any department or | agency of the United |
| (Instructions on page 2) ** BLM REV | ISED ** BLM REVISED |) ** BLM RE | EVISED ** BLN | I REVISED | ** BLM REVISEI Rup11-5- | |

- 、 -

Additional data for EC transaction #485895 that would not fit on the form

5. Lease Serial No., continued

NMNM0107697 NMNM44594

7. If Unit or CA/Agreement, Name and No., continued

NMNM131438 NMNM133115 NMNM133174

Wells/Facilities, continued

| Agreement | Lease | Well/Fac Name, Number | API Number | Location |
|-------------|-------------|-----------------------|--------------------|--------------------------------------|
| NMNM131438 | NMNM44594 | AQUILA 22 FED COM 1H | 30-015-40627-00-S1 | Sec 22 T19S R31E NENE 990FNL 50FEL |
| NMNM133174 | NMNM92767 | AQUILA 22 FED COM 4H | 30-015-41159-00-S1 | Sec 22 T19S R31E NESE 2140FSL 225FEL |
| NMNM133115 | NMNM0107697 | ANTARES 23 FED COM 1H | 30-015-41105-00-S1 | Sec 23 T19S R31E NWNW 1030FNL 225FWL |
| NMNM44594 | NMNM44594 | AQUILA 22 FED 2H | 30-015-40755-00-S1 | Sec 22 T19S R31E NENE 1040FNL 50FEL |
| NMNM0107697 | NMNM0107697 | ANTARES 23 FEDERAL 2H | 30-015-41106-00-S1 | Sec 23 T19S R31E NWNW 1080FNL 225FWL |

10. Field and Pool, continued

W LUSK

32. Additional remarks, continued

Lusk; Bone Spring, West NMNM44594

Aquila 22 Fed Com 4H Sec. 22, T29S, R31E (NENE) 30-015-41159 Lusk; Bone Spring, West NMNM44594, NM92767, CA-NMNM133174

Antares 23 Fed Com 1H Sec. 23, T19S, R31E (NWNW) 30-015-41105 Lusk; Bone Spring, West NMNM112274, NMNM09003, NMNM0107697, CA-NMNM133115

Antares 23 Fed 2H Sec. 23, T19S, R31E (NWNW) 30-015-41106 Lusk; Bone Spring, West NMNM0107697

The central tank battery is located on the shared pad for the Aquila 22 Fed Com 1H and Aquila 22 Fed 2H located in NENE, Sec. 22-T19S-R31E. The production from the Aquila 22 Fed Com 1H, Aquila 22 Fed Com 4H, and the Antares 23 Fed Com 1H will each have their own designated three phase separator with Coriolis to meter the oil, flow meter to meter the water, and gas allocation meter to meter the gas. The Antares 23 Fed 2H & Aquila 22 Fed 2H will flow through their own respective, individual production trains. Each well will utilize a production separator and heater/treater with individual oil and gas measurement meters. VRU will be allocated back to each well utilizing a percentage of each wells monthly oil production.

The Aquila 22 Federal Battery will have four oil tanks that all five wells will utilize, and they have a common DCP CDP #13135416 which is located on the northeast corner of the facility. The oil, gas, and water volumes from all wells (Antares 23 Fed 2H, Aquila 22 Fed 2H, Aquila 22 Fed Com 1H, Aquila 22 Fed Com 4H, and the Antares 23 Fed Com 1H) will be determined using individual three-phase separator measurements.

Working, royalty, and overriding interest owners are not identical and will be notified of this proposal via certified mail.

ATTACHMENTS: DELIVERABLES

APPLICATION FOR A CENTRAL TANK BATTERY, LEASE COMMINGLE, OFF LEASE **MEASUREMENT, SALES, & STORAGE**

Central Tank Battery Proposal for the Antares and Aquila Wells:

Devon Energy Production Company, LP is requesting approval for the VRU Commingle, for the following wells:

| Federal Lease NMLC 0070242A (12.5%), NM44594 (SCH. B 12.5-25%), CA NM131438 | | | | | | | | | | |
|---|--------------------------------|-----------------|------------------------|-----------|-------------|--|--|--|--|--|
| <u>Well Name</u> | Location | API # | Pool 41480 | BOPD | MCFPD | | | | | |
| Aquila 22 Fed Com 1H | NENE Sec. 22-T19S-R31E | 30-015-40627 | Lusk; Bone Spring; | 14 | 64 | | | | | |
| | | \$ | West | | | | | | | |
| Federal Lease: NM4459 | 94 (SCH. B 12.5-25%) | | | | | | | | | |
| Well Name | Location | API # | Pool 41480 | BOPD | MCFPD | | | | | |
| Aquila 22 Fed 2H | NENE Sec. 22-T19S-R31E | 30-015-40755 | Lusk; Bone Spring | 16 | 19 | | | | | |
| | | | West | | | | | | | |
| Federal Lease: NM4459 | 94 (SCH. B 12.5-25%), NM 927 | 67 (16 2/3%) CA | NM133174 | | | | | | | |
| Well Name | Location | API # | Pool 41480 | BOPD | MCFPD | | | | | |
| Aquila 22 Fed Com 4H | NESE Sec. 22-T19S-R31E | 30-015-41159 | Lusk; Bone Spring | 35 | 49 | | | | | |
| | | | West | | | | | | | |
| Federal Lease: NM1122 | 274 (12.5%), NM09003 (12.5%) | , NM0107697 (S | tep Rate (Sch. B 12.5% | % -25%) C | CA NM133115 | | | | | |
| Well Name | Location | <u>API #</u> | Pool 41480 | BOPD | MCFPD | | | | | |
| Antares 23 Fed Com 1H | NWNW Sec. 23-T19S-31E | 30-015-41105 | Lusk; Bone Spring | 31 | 74 | | | | | |
| | | | West | | | | | | | |
| Federal Lease: NMNM | 0107697 (Step Rate (Sch. B: 12 | 2.5% -25%) | | | | | | | | |
| Well Name | Location | API # | Pool 41480 | BOPD | MCFPD | | | | | |
| Antares 23 Fed 2H | NWNW Sec. 23-T19S-31E | 30-015-41106 | Lusk; Bone Spring | 29 | 38 | | | | | |
| | | | West | | | | | | | |

These wells are involved in a schedule B lease, with calculations on a per well per day basis, these wells have not produced at a 50 BOPD or 5000 MCFPD, so they will pay at a 12.5% royalty.

Attached is a map displays the federal leases and well locations in Section 22 & 23 -T19S-R31E.

Oil & Gas metering:

The central tank battery is located on the shared pad for the Aquila 22 Fed Com 1H and Aquila 22 Fed 2H located in NENE, Sec. 22-T19S-R31E. The production from the Aquila 22 Fed Com 1H, Aquila 22 Fed Com 4H, and the Antares 23 Fed Com 1H will each have their own designated three phase separator with Coriolis to meter the oil, flow meter to meter the water, and gas allocation meter to meter the gas. The Antares 23 Fed 2H & Aquila 22 Fed 2H will flow through their own respective, individual production trains. Each well will utilize a production separator and heater/treater with individual oil and gas measurement meters. VRU gas will be comingled and allocated back to each well utilizing a percentage of each wells monthly oil production.

The Aquila 22 Federal Battery will have four oil tanks that all five wells will utilize, and they have a common DCP CDP #13135416 which is located on the northeast corner of the facility. The oil, gas, and water volumes from all wells the Antares 23 Fed 2H, Aquila 22 Fed 2H. Aquila 22 Fed Com 1H. Aquila 22 Fed Com 4H, and the Antares 23 Fed Com 1H will be determined using individual three-phase separator measurements.

The Antares 23 Fed 2H production flows to a three phase test separator, where after separation gas is routed to the gas test meter #677-49-106, then to the DCP CDP #1315416 located on location. Produced water and oil are separated, the oil is then metered with a Coriolis meter (Number will be provided upon receipt) and water is metered using a turbine meter. The oil then flows into a test or production heater where it is combined with the other wells oil then into the oil production line and flows to one of the 500 bbl tanks. The water from this well flows to the 500 bbl, produced water tank, along with the water from the other wells.

The Aquila 22 Fed 2H production flows to a three phase test separator, where after separation gas is routed to the gas test meter (Number will be provided upon receipt), then to the DCP CDP #1315416 located on location. Produced water and oil are separated, the oil is then metered with a Motion Coriolis meter (Number will be provided upon receipt) and water is metered using a turbine meter. The oil then flows into a test or production heater where it is combined with the other wells

oil then into the oil production line and flows to one of the 500 bbl tanks. The water from this well flows to the 500 bbl. produced water tank, along with the water from the other wells.

Aquila 22 Fed Com 1H production flows to a designated three-phase separator, where after separation gas is routed to the gas allocation meter #677-49-106, combines with gas from the heater/treater, the Aquilla 22 Fed Com 4H gas allocation meter and the Antares 23 Fed Com 1H gas allocation meter then flows to the designated FMP #(will be provided upon receipt) and subsequently sold to DCP #13135416. Produced water and oil are separated, the oil is then metered with a Coriolis meter S/N 147932026. Flows into the heater/treater, then into an oil production line where it is combined with the other wells oil and flows to one of the 500 bbl. The water is metered using a turbine meter, flows to the 500 bbl. produced water tank, along with the water from the other wells.

Aquila 22 Fed Com 4H production flows to a designated three-phase separator, where after separation gas is routed to the gas allocation meter #677-49-091, combines with gas from the heater\treater, the Aquilla 22 Fed Com 1H gas allocation meter and the Antares 23 Fed Com 1H gas allocation meter then flows to the designated FMP #(will be provided upon receipt) and subsequently sold to DCP #13135416. Produced water and oil are separated, the oil is then metered with a Coriolis meter S/N 14371123. Flows into the heater\treater, then into an oil production line where it is combined with the other wells oil and flows to one of the 500 bbl. The water is metered using a turbine meter, flows to the 500 bbl. produced water tank, along with the water from the other wells.

Antares 23 Fed Com 1H production flows to a designated three-phase separator, where after separation gas is routed to the gas allocation meter #677-49-114, combines with gas from the heater\treater, the Aquilla 22 Fed Com 1H gas allocation meter and the Aquila 22 Fed Com 4H gas allocation meter then flows to the designated FMP #(will be provided upon receipt) and subsequently sold to DCP #13135416. Produced water and oil are separated, the oil is then metered with a Coriolis meter S/N 14399600. Flows into the heater\treater, then into an oil production line where it is combined with the other wells oil and flows to one of the 500 bbl. The water is metered using a turbine meter, flows to the 500 bbl. produced water tank, along with the water from the other wells.

| Royalties paid for | OIL | GAS |
|----------------------|------------|--|
| Aquila 22 Fed 2H | Off of 3Ph | FMP: (off 3Ph) plus allocated VRU & HT |
| Antares 23 Fed 2H | Off of 3Ph | FMP: (off 3Ph) plus allocated VRU & HT |
| Antares 23 Fed Com 1 | Off of 3Ph | FMP: (off 3Ph) plus allocated VRU & HT |
| Aquila 22 Fed Com 1H | Off of 3Ph | FMP: (off 3Ph) plus allocated VRU & HT |
| Aquila 22 Fed Com 4 | Off of 3Ph | FMP: (off 3Ph) plus allocated VRU & HT |

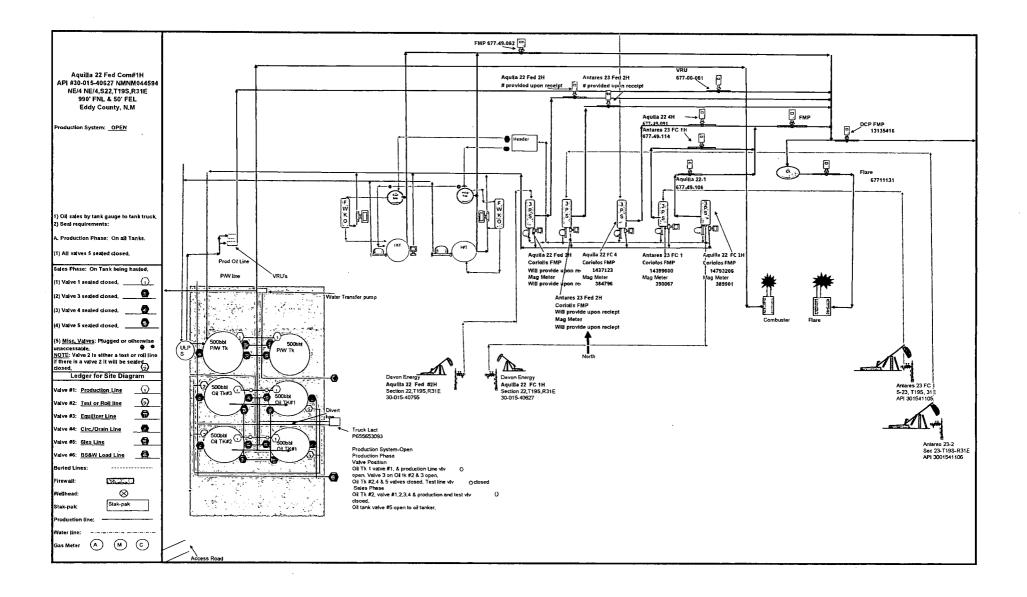
Devon will continue to operate and maintain the Coriolis Meters per BLM applicable regulations, notwithstanding further guidance from the local BLM in regard to proving the Coriolis Meters to meet applicable BLM standards. These meters will be calibrated on a regular basis per API, NMOCD, and BLM specifications. The BLM & OCD will be notified of any future changes in the facilities.

Process and Flow Descriptions:

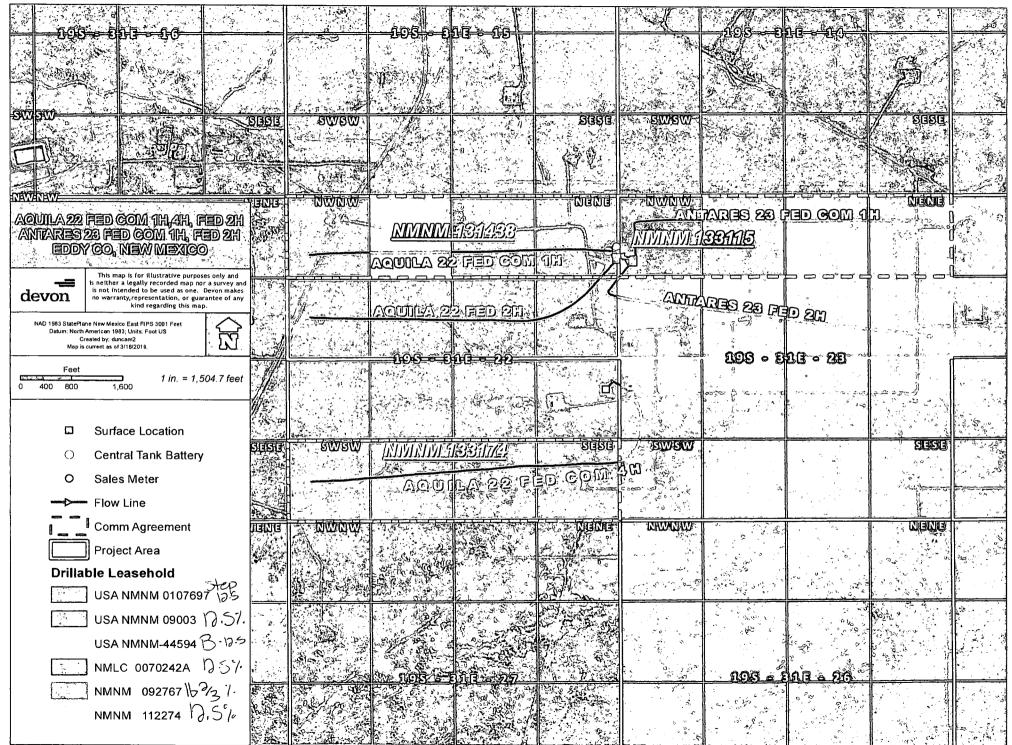
The flow of produced fluids is shown in detail on the enclosed facility diagram, along with a description of each vessel and map which shows the lease boundaries, communization agreement boundaries, and location of wells, facility, and gas sales meter. The proposed commingling is appropriate based on the BLM's guidance in IM 2013-152. The proposed commingling will maximize the ultimate recovery of oil and/or gas from the federal leases and will reduce environmental impacts by minimizing surface disturbance and emissions. The proposed commingling will reduce operating expenses, as well as, not adversely affect federal royalty income, production accountability, or the distribution of royalty.

Devon Energy Production Company, LP understands the requested approval will not constitute the granting of any right-of-way or construction rights not granted by the lease instrument. ROW #72772, #121785, & 118281.

Working, royalty, and overriding interest owners have been notified of this proposal via certified mail (see attached).



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W:\USA\Corporate\Apps\App-Data\GIS\gis_data\Okc_land\Delaware_Basin\FilingPlats\AQUILA_22.mxd

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Run Date/Time: 6/27/2019 20:22 PM

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01 02-25-1920;041STAT0437;30USC226 Case Type 311111: O&G LSE NONCOMP PUB LAND Commodity 459: OIL & GAS Case Disposition: AUTHORIZED

.

Total Acres: 120.000

Serial Number NMNM 0009003

Serial Number: NMNM-- 0 009003

| Name & Address | | | | | Int Rel | % Interest |
|-------------------------|--------------------|--------------|------|-----------|------------------|--------------|
| TRAVCO RESOURCES LLC | PO BOX 1708 | HOBBS | NM | 88241 | OPERATING RIGHTS | 0.000000000 |
| ANGLE DON | 510 W TEXAS AVE | ARTESIA | NM | 88210 | LESSEE | 50.000000000 |
| ANGLE GLADYS | 510 W TEXAS AVE | ARTESIA | NM | 88210 | LESSEE | 50.000000000 |
| DEVON ENERGY PROD CO LP | 333 W SHERIDAN AVE | OKLAHOMA CIT | ү ок | 731025010 | OPERATING RIGHTS | 0.000000000 |
| COG OPERATING LLC | 600 W ILLINOIS AVE | MIDLAND | тх | 797014882 | OPERATING RIGHTS | 0.000000000 |
| WATSON OIL & GAS LLC | 1501 N GRIMES ST | HOBBS | NM | 882403719 | OPERATING RIGHTS | 0.000000000 |
| FONAY OIL & GAS LLC | 5333 N BAGGETT ST | HOBBS | NM | 882429703 | OPERATING RIGHTS | 0.000000000 |
| MARBOB ENERGY CORP | PO BOX 227 | ARTESIA | NM | 882110227 | OPERATING RIGHTS | 0.000000000 |
| | | | | | | |

| | | | | | | Serial Nu | mber: NMNM 0 009003 |
|-----|-------------|----------|--------|------------------|------------------------|-----------|---------------------|
| Mer | Twp Rng | Sec ST | ype Nr | Suff Subdivision | District/ Field Office | County | Mgmt Agency |
| 23 | 0190S 0310E | 013 ALIO | 2 | W2SW; | CARLSBAD FIELD OFFICE | EDDY | BUREAU OF LAND MGMT |
| 23 | 0190S 0310E | 023 ALIO | 2 | NENW; | CARLSBAD FIELD OFFICE | EDDY | BUREAU OF LAND MGMT |

| Re | linquished/W | /ithd | rawn Lands | | | Serial Numb | er: NMNM 0 009003 | |
|----|--------------|-------|------------|----|--------------------|-----------------------|-------------------|---------------------|
| 23 | 0190S 0310E | 705 | FF | 01 | SWNE,ASGN; | PECOS DISTRICT OFFICE | EDDY | BUREAU OF LAND MGMT |
| 23 | 0190S 0310E | 713 | FF | | N2NE,SENE,SW,ASGN; | PECOS DISTRICT OFFICE | EDDY | BUREAU OF LAND MGMT |
| 23 | 0190S 0310E | 714 | FF | | N2NE,ASGN; | PECOS DISTRICT OFFICE | EDDY | BUREAU OF LAND MGMT |
| 23 | 0190S 0310E | 715 | FF | | NE,ASGN; | PECOS DISTRICT OFFICE | EDDY | BUREAU OF LAND MGMT |

| Act Co | de Action Txt | Action Remarks | Serial Number: NMNM 0 009003 Pending Off |
|----------|---|---|--|
| 387 | CASE ESTABLISHED | | |
| 888 | DRAWING HELD | | |
| 237 | LEASE ISSUED | | |
| 496 | FUND CODE | 05;145003 | |
| 530 | RLTY RATE - 12 1/2% | | |
| 868 | EFFECTIVE DATE | | |
| 570 ' | CASE SEGREGATED BY ASGN | INTO NMNM09003-A; | |
| | 387 888 237 496 530 868 570 | 888 DRAWING HELD 237 LEASE ISSUED 496 FUND CODE 530 RLTY RATE - 12 1/2% 868 EFFECTIVE DATE 570 CASE SEGREGATED BY ASGN | 387CASE ESTABLISHED888DRAWING HELD237LEASE ISSUED496FUND CODE530RLTY RATE - 12 1/2%868EFFECTIVE DATE |

Run Date/Time: 6/27/2019 20:12 PM

01 02-25-1920;041STAT0437;30USC181ETSEQ Case Type 312011: O&G LSE COMP PUBLIC Commodity 459: OIL & GAS Case Disposition: AUTHORIZED

Total Acres:

Serial Number

520.000

NMNM 044594

Serial Number: NMNM-- - 044594

| | | | | - | | |
|-------------------------|-----------------------------|---------------|----|-----------|------------------|---------------|
| Name & Address ~ | | | | | Int Rel | % Interest |
| SHACKELFORD OIL CO | 3510 N A ST BLDG B # 100 | MIDLAND | тх | 797055428 | OPERATING RIGHTS | 0.000000000 |
| WPX ENERGY PERMIAN LLC | 3500 ONE WILLIAMS CTR | TULSA | ОК | 741720135 | OPERATING RIGHTS | 0.000000000 |
| CHASE OIL CORP | PO BOX 1767 | ARTESIA | NM | 882111767 | OPERATING RIGHTS | 0.000000000 |
| MARBOB ENERGY CORP | PO BOX 227 | ARTESIA | NM | 882110227 | OPERATING RIGHTS | 0.000000000 |
| COG OPERATING LLC | 600 W ILLINOIS AVE | MIDLAND | тх | 797014882 | OPERATING RIGHTS | 0.000000000 |
| TANDEM ENERGY CORP | 2700 POST OAK BLVD STE 1000 | HOUSTON | тх | 770565778 | OPERATING RIGHTS | 0.000000000 |
| DEVON ENERGY PROD CO LP | 333 W SHERIDAN AVE | OKLAHOMA CITY | ок | 731025010 | LESSEE | 100.000000000 |
| | | | | | | |

| | | | | | | | Serial Nur | nber: NMNM 044594 |
|-----|-------------|-----|---------|----|--------------------|-------------------------------|------------|---------------------|
| Mer | Twp Rng | Sec | : SType | Nr | Suff Subdivision | District/ Field Office | County | Mgmt Agency |
| 23 | 0190S 0310E | 022 | ALIQ | | E2,W2NW,SENW,E2SW; | CARLSBAD FIELD OFFICE | EDDY | BUREAU OF LAND MGMT |

Relinquished/Withdrawn Lands

Serial Number: NMNM-- - 044594

| | | | | Serial Number: NMNM 044594 |
|------------|----------|-------------------------------|-----------------------------|----------------------------|
| Act Date | Act Code | e Action Txt | Action Remarks | Pending Off |
| 02/23/1981 | 387 | CASE ESTABLISHED | PARCEL #3 | |
| 02/24/1981 | 196 | BID ACCEPTED | | |
| 04/29/1981 | 237 | LEASE ISSUED | | |
| 05/01/1981 | 496 | FUND CODE | 05;145003 | |
| 05/01/1981 | 532 | RLTY RATE 12.5-25% SCH B | | |
| 05/01/1981 | 868 | EFFECTIVE DATE | | |
| 04/05/1982 | 111 | RENTAL RECEIVED | \$1040.00;1YR/82-83 | |
| 03/04/1983 | 111 | RENTAL RECEIVED | \$1040.00;1YR/83-84 | |
| 03/11/1983 | 140 | ASGN FILED | COQUINA/SANTA FE ENE | |
| 05/05/1983 | 139 | ASGN APPROVED | EFF 04/01/83; | |
| 04/16/1984 | 111 | RENTAL RECEIVED | \$0;84-85 | |
| 04/03/1985 | 932 | TRF OPER RGTS FILED | | |
| 04/08/1985 | 111 | RENTAL RECEIVED | \$0;85-86 | |
| 03/26/1986 | 650 | HELD BY PROD - ACTUAL | | |
| | NO WAF | RRANTY IS MADE BY BLM FOR USE | OF THE DATA FOR PURPOSES NO | T INTENDED BY BLM |

Page 1 Of 4

Run Date/Time: 3/13/2019 7:45 AM

01 02-25-1920;041STAT0437;30USC226 Case Type 311111: O&G LSE NONCOMP PUB LAND Commodity 459: OIL & GAS Case Disposition: AUTHORIZED

Total Acres: 40.000

NMLC 0070242A

Serial Number

Serial Number: NMLC-- 0 070242A

| | | | | Int Rel | % Interest |
|---|--|---|---|--|---|
| PO BOX 227 | ARTESIA | NM | 882110227 | OPERATING RIGHTS | 0.000000000 |
| 3801 BEDFORD | MIDLAND | тх | 79703 | OPERATING RIGHTS | 0.000000000 |
| 2312 DENGAR | MIDLAND | тх | 79705 | OPERATING RIGHTS | 0.000000000 |
| PO BOX 960 | ARTESIA | NM | 88211 | OPERATING RIGHTS | 0.000000000 |
| 2312 DENGAR | MIDLAND | ТХ | 79705 | OPERATING RIGHTS | 0.000000000 |
| 1708 NORTHRUP | MIDLAND | ТΧ | 79705 | OPERATING RIGHŢS | 0.000000000 |
| PO BOX 7500 | BARTLESVILLE | ОК | 740057500 | LESSEE | 50.000000000 |
| 600 W ILLINOIS AVE | MIDLAND | ТΧ | 797014882 | OPERATING RIGHTS | 0.000000000 |
| 2700 POST OAK BLVD STE 1000 | HOUSTON | ТΧ | 770565778 | OPERATING RIGHTS | 0.000000000 |
| PO BOX 693 | ARTESIA | NM | 88210 | OPERATING RIGHTS | 0.000000000 |
| PO BOX 1708 | HOBBS | NM | 882411708 | LESSEE | 50.000000000 |
| PO BOX 4572 | MIDLAND | тх | 79704 | OPERATING RIGHTS | 0.000000000 |
| 3 2 2 1 2 2 2 2 2 2 2 2 2 2 2 2 2 2 2 2 | 801 BEDFORD 312 DENGAR 20 BOX 960 312 DENGAR 708 NORTHRUP 20 BOX 7500 00 W ILLINOIS AVE 700 POST OAK BLVD STE 1000 20 BOX 693 20 BOX 1708 | 801 BEDFORDMIDLAND312 DENGARMIDLAND20 BOX 960ARTESIA312 DENGARMIDLAND708 NORTHRUPMIDLAND20 BOX 7500BARTLESVILLE00 W ILLINOIS AVEMIDLAND700 POST OAK BLVD STE 1000HOUSTON20 BOX 693ARTESIA20 BOX 1708HOBBS | 801 BEDFORDMIDLANDTX312 DENGARMIDLANDTX20 BOX 960ARTESIANM312 DENGARMIDLANDTX708 NORTHRUPMIDLANDTX20 BOX 7500BARTLESVILLEOK00 W ILLINOIS AVEMIDLANDTX700 POST OAK BLVD STE 1000HOUSTONTX20 BOX 693ARTESIANM20 BOX 1708HOBBSNM | 801 BEDFORD MIDLAND TX 79703 312 DENGAR MIDLAND TX 79705 20 BOX 960 ARTESIA NM 88211 312 DENGAR MIDLAND TX 79705 312 DENGAR MIDLAND TX 79705 708 NORTHRUP MIDLAND TX 79705 20 BOX 7500 BARTLESVILLE OK 740057500 20 BOX 7500 BARTLESVILLE OK 740057500 20 BOX 060 SAVE MIDLAND TX 797014882 20 BOX 693 ARTESIA NM 88210 20 BOX 1708 HOBBS NM 882411708 | 801 BEDFORDMIDLANDTX79703OPERATING RIGHTS312 DENGARMIDLANDTX79705OPERATING RIGHTS20 BOX 960ARTESIANM88211OPERATING RIGHTS312 DENGARMIDLANDTX79705OPERATING RIGHTS708 NORTHRUPMIDLANDTX79705OPERATING RIGHTS20 BOX 7500BARTLESVILLEOK740057500LESSEE00 W ILLINOIS AVEMIDLANDTX797014882OPERATING RIGHTS700 POST OAK BLVD STE 1000HOUSTONTX770565778OPERATING RIGHTS20 BOX 693ARTESIANM88210OPERATING RIGHTS20 BOX 1708HOBBSNM882411708LESSEE |

| | | | | | | | Serial Nu | mber: NMLC 0 070242A |
|-----|-------------|-----|---------|----|------------------|-----------------------------------|-----------|----------------------|
| Mer | · Twp Rng | Sec | : SType | Nr | Suff Subdivision | District/ Field Office | County | Mgmt Agency |
| 23 | 0190S 0310E | 022 | ALIQ | | NENW; | CARLSBAD FIELD OFFICE | EDDY | BUREAU OF LAND MGMT |

Relinquished/Withdrawn Lands

Serial Number: NMLC-- 0 070242A

| Act Date | Act Co | ode Action Txt | Action Remarks | Serial Number: NMLC 0 070242A Pending Off |
|------------|--------|-----------------------|--------------------|--|
| 04/30/1951 | 387 | CASE ESTABLISHED | | |
| 05/01/1951 | 496 | FUND CODE | 05;145003 | |
| 05/01/1951 | 530 | RLTY RATE - 12 1/2% | | |
| 05/01/1951 | 868 | EFFECTIVE DATE | | |
| 04/01/1961 | 898 | ASGN EFFECTIVE | | |
| 04/27/1961 | 553 | CASE CREATED BY ASGN | OUT OF NMLC070242; | |
| 05/03/1963 | 510 | KMA CLASSIFIED | | |
| 05/03/1963 | 650 | HELD BY PROD - ACTUAL | /1/ | |
| | | | | |

Run Date/Time: 6/27/2019 20:15 PM

01 12-22-1987;101STAT1330;30USC181 ET SEQ Case Type 312021: O&G LSE COMP PD -1987 Commodity 459: OIL & GAS Case Disposition: AUTHORIZED Serial Number

Page 1 Of 3

NMNM 092767

Serial Number: NMNM-- - 092767

| Name & Address | | | | Int Rel | % Interest |
|----------------------------|--------------------|------------------|-----------|------------------|---------------|
| TRAVCO RESOURCES LLC | PO BOX 1708 | HOBBS NM | 88241 | OPERATING RIGHTS | 0.000000000 |
| DEVON ENERGY PROD CO LP | 333 W SHERIDAN AVE | OKLAHOMA CITY OK | 731025010 | OPERATING RIGHTS | 0.000000000 |
| LYNX PETRO CONSULTANTS INC | PO BOX 1708 | HOBBS NM | 882411708 | LESSEE | 100.000000000 |
| WATSON OIL & GAS LLC | 1501 N GRIMES ST | HOBBS NM | 882403719 | OPERATING RIGHTS | 0.000000000 |
| FONAY OIL & GAS LLC | 5333 N BAGGETT ST | HOBBS NM | 882429703 | OPERATING RIGHTS | 0.000000000 |

| | | | | | Serial Nu | mber: NMNM 092767 |
|-----|-------------|-----------|---------------------|------------------------|-----------|---------------------|
| Mer | Twp Rng | Sec SType | Nr Suff Subdivision | District/ Field Office | County | Mgmt Agency |
| 23 | 0190S 0310E | 022 ALIQ | W2SW; | CARLSBAD FIELD OFFICE | EDDY | BUREAU OF LAND MGMT |
| 23 | 0190S 0310E | 028 ALIQ | SENE; | CARLSBAD FIELD OFFICE | EDDY | BUREAU OF LAND MGMT |

Relinquished/Withdrawn Lands

Serial Number: NMNM-- - 092767

| Act Date | Act Code | Action Txt | Action Remarks | Serial Number: NMNM 092767 Pending Off |
|------------|----------|--------------------------|----------------------|---|
| 01/18/1994 | 387 | CASE ESTABLISHED | 9401079 | |
| 01/19/1994 | 191 | SALE HELD | | |
| 01/19/1994 | 267 | BID RECEIVED | \$37800.00; | |
| 01/19/1994 | 392 | MONIES RECEIVED | \$240.00; | |
| 02/02/1994 | 392 | MONIES RECEIVED | \$37560.00; | |
| 02/08/1994 | 237 | LEASE ISSUED | | |
| 02/08/1994 | 974 | AUTOMATED RECORD VERIF | LO/MV | |
| 02/24/1994 | 111 | RENTAL RECEIVED | \$180.00;21/MULTIPLE | • |
| 03/01/1994 | 496 | FUND CODE | 05;145003 | |
| 03/01/1994 | 868 | EFFECTIVE DATE | | |
| 03/11/1994 | 600 | RECORDS NOTED | | |
| 03/28/1994 | 963 | CASE MICROFILMED/SCANNED | | |
| 09/12/1994 | 974 | AUTOMATED RECORD VERIF | GSB | |
| 03/01/1995 | 531 | RLTY RATE - 16 2/3% | /A/ | |
| 06/29/1995 | 791 | TERMINAT'N NOTICE ISSUED | CLASS II | |

Run Date/Time: 7/1/2019 9:13 AM

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| · | | | | | | | | Serial Number: NMNM 0 107697 | | | |
|-----|-------------|-----|---------|----|------|----------------|--|------------------------------|--------|---------------------|--|
| Mer | Twp Rng | Sec | : SType | Nr | Suff | Subdivision | | District/ Field Office | County | Mgmt Agency | |
| 23 | 0190S 0310E | 023 | ALIQ | | | E2,S2NW,SW; | | CARLSBAD FIELD OFFICE | EDDY | BUREAU OF LAND MGMT | |
| 23 | 0190S 0310E | 024 | ALIQ | | | W2NE,W2; | | CARLSBAD FIELD OFFICE | EDDY | BUREAU OF LAND MGMT | |
| 23 | 0190S 0310E | 025 | ALL | | | ENTIRE SECTION | | CARLSBAD FIELD OFFICE | EDDY | BUREAU OF LAND MGMT | |
| 23 | 0190S 0310E | 026 | ALL | | | ENTIRE SECTION | | CARLSBAD FIELD OFFICE | EDDY | BUREAU OF LAND MGMT | |
| 23 | 0190S 0320E | 030 | LOTS | | | 1,2; | | CARLSBAD FIELD OFFICE | LEA | BUREAU OF LAND MGMT | |

Relinquished/Withdrawn Lands

Serial Number: NMNM-- 0 107697

Page 2 Of 10

| Act Date | Act Co | ode Action Txt | Action Remarks | Serial Number: NMNM 0 107697 Pending Off |
|------------|--------|-------------------------|----------------------|---|
| 12/31/1939 | 387 | CASE ESTABLISHED | | |
| 01/01/1940 | 496 | FUND CODE | 05;145003 | |
| 01/01/1940 | 533 | RLTY STEP 12.5-32% | /A/ | |
| 01/01/1940 | 868 | EFFECTIVE DATE | // V | |
| 01/04/1946 | 102 | NOTICE SENT-PROD STATUS | | |
| 01/04/1946 | 246 | LEASE COMMITTED TO CA | LUSK UNIT | |
| 01/04/1946 | 660 | MEMO OF 1ST PROD-ALLOC | | |
| 05/17/1960 | 102 | NOTICE SENT-PROD STATUS | | |
| 05/17/1960 | 209 | CASE CREATED BY SEGR | OUT OF NMLC029358; | |
| 06/07/1960 | 658 | MEMO OF 1ST PROD-ACTUAL | 001 01 Mile020000, | |
| 11/20/1962 | 246 | LEASE COMMITTED TO CA | SW-117 TERM | |
| 12/12/1962 | 246 | LEASE COMMITTED TO CA | SW-71 TERM | |
| 10/21/1963 | 500 | GEOGRAPHIC NAME | WEST LUSK FLD; | |
| 10/21/1963 | 510 | KMA CLASSIFIED | | |
| 10/21/1963 | 650 | HELD BY PROD - ACTUAL | /1/ | |
| 10/21/1963 | 658 | MEMO OF 1ST PROD-ACTUAL | /1/JONES-FEDERAL #1; | |
| 09/02/1964 | 246 | LEASE COMMITTED TO CA | SW-271 | |
| 12/01/1964 | 512 | KMA EXPANDED | | |
| 09/15/1967 | 522 | CA TERMINATED | SW-321 | |
| 03/31/1968 | 522 | CA TERMINATED | SW-117 | |
| 03/31/1972 | 522 | CA TERMINATED | SW-71 | |
| 10/24/1979 | 940 | NAME CHANGE RECOGNIZED | CONTL OIL/CONOCO INC | |
| 06/17/1981 | 932 | TRF OPER RGTS FILED | (1) | |
| 06/17/1981 | 932 | TRF OPER RGTS FILED | (2) | |
| 09/16/1981 | 932 | TRF OPER RGTS FILED | \ - / | |
| 02/01/1982 | 246 | LEASE COMMITTED TO CA | NMNM94489; | |
| 02/01/1982 | 660 | MEMO OF 1ST PROD-ALLOC | /2/NMNM94489: | |

| DEPARTMENT OF THE INTERIOR |
|-----------------------------|
| BUREAU OF LAND MANAGEMENT |
| CASE RECORDATION |
| (MASS) Serial Register Page |

Run Date/Time: 6/27/2019 20:17 PM

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01 12-22-1987;101STAT1330;30USC181 ET SEQ Case Type 312021: O&G LSE COMP PD -1987 Commodity 459: OIL & GAS Case Disposition: AUTHORIZED Total Acres: 40.000 Serial Number

NMNM 112274

Serial Number: NMNM-- 112274

| Name & Address | | | · · | Int Rel | % Interest |
|----------------------|--------------------|---------|----------|--------------|--------------|
| COG OPERATING LLC | 600 W ILLINOIS AVE | MIDLAND | TX 79701 | 4882 LESSEE | 95.000000000 |
| CONCHO OIL & GAS LLC | 600 W ILLINOIS AVE | MIDLAND | TX 79701 | 14882 LESSEE | 5.00000000 |

| | | | | | | Serial N | Number: NMNM 112274 |
|-----|-------------|-----------|----|------------------|-------------------------------|----------|---------------------|
| Mer | Twp Rng | Sec SType | Nr | Suff Subdivision | District/ Field Office | County | Mgmt Agency |
| 23 | 0190S 0310E | 023 ALIQ | | NWNW; | CARLSBAD FIELD OFFICE | EDDY | BUREAU OF LAND MGMT |

Relinquished/Withdrawn Lands

Serial Number: NMNM-- 112274

| Act Date | Act Code | Action Txt | Action Remarks | Serial Number: NMNM 112274 Pending Off |
|------------|----------|--------------------------|-----------------------|---|
| 07/20/2004 | 299 | PROTEST FILED | | |
| 07/20/2004 | 387 | CASE ESTABLISHED | 200407-034; | |
| 07/21/2004 | 191 | SALE HELD | | |
| 07/21/2004 | 267 | BID RECEIVED | \$30000.00; | |
| 09/23/2004 | 237 | LEASE ISSUED | | |
| 09/23/2004 | 298 | PROTEST DISMISSED | | |
| 09/23/2004 | 974 | AUTOMATED RECORD VERIF | GSB | |
| 10/01/2004 | 496 | FUND CODE | 05;145003 | |
| 10/01/2004 | 530 | RLTY RATE - 12 1/2% | | |
| 10/01/2004 | 868 | EFFECTIVE DATE | | |
| 11/23/2004 | 963 | CASE MICROFILMED/SCANNED | | |
| 04/18/2011 | 140 | ASGN FILED | MARBOB EN/COG OPERA;1 | |
| 08/11/2011 | 139 | ASGN APPROVED | EFF 05/01/2011; | |
| 08/11/2011 | 974 | AUTOMATED RECORD VERIF | JS | |
| 12/01/2013 | 246 | LEASE COMMITTED TO CA | NMNM133115 | |
| 12/24/2013 | 651 | HELD BY PROD - ALLOCATED | /1/ | |
| 12/24/2013 | 660 | MEMO OF 1ST PROD-ALLOC | /1/NMNM133115; | |
| 08/11/2014 | 643 | PRODUCTION DETERMINATION | /1/ | |

01 02-25-1920;041STAT0437;30USC181 Case Type 318310: O&G COMMUNITZATION AGRMT Commodity 410: NATURAL GAS Case Disposition: AUTHORIZED

Total Acres: 160.000 Serial Number

NMNM 131438

| | | | Serial Number: N | /NM 131438 |
|-------------------------|---------------------------------------|---------------------------|------------------|---------------|
| Name & Address | · · · · · · · · · · · · · · · · · · · | <u>u</u> | Int Rel | % Interest |
| BLM CARLSBAD FO | 620 E GREENE ST | CARLSBAD NM 88220 | OFFICE OF RECORD | 0.000000000 |
| DEVON ENERGY PROD CO LP | 333 W SHERIDAN AVE | OKLAHOMA CITY OK 73102501 | 0 OPERATOR | 100.000000000 |

| | | | | | | | Serial I | Number: NMNM 131438 |
|-----|-------------|-----|-------|----|------------------|------------------------|----------|---------------------|
| Mer | ' Twp Rng | Sec | SType | Nr | Suff Subdivision | District/ Field Office | County | Mgmt Agency |
| 23 | 0190S 0310E | 022 | ALIQ | | N2N2; | CARLSBAD FIELD OFFICE | EDDY | BUREAU OF LAND MGMT |

Relinquished/Withdrawn Lands

Serial Number: NMNM-- 131438

| | | | | Serial Number: NMNM 131438 |
|------------|--------|--------------------------|----------------|----------------------------|
| Act Date | Act Co | de Action Txt | Action Remarks | Pending Off |
| 05/01/2013 | 387 | CASE ESTABLISHED | | |
| 05/01/2013 | 516 | FORMATION | BONE SPRING; | |
| 05/01/2013 | 526 | ACRES-FED INT 100% | 160; 100% | |
| 05/01/2013 | 868 | EFFECTIVE DATE | 30-15-40627; | |
| 05/03/2013 | 643 | PRODUCTION DETERMINATION | · | |
| 05/03/2013 | 654 | AGRMT PRODUCING | /1/ | |
| 10/25/2013 | 658 | MEMO OF 1ST PROD-ACTUAL | /1/ | |
| 11/01/2013 | 334 | AGRMT APPROVED | /1/ | |

| Line Number | Rema | ark Text | | | Serial Number: NMNM 131438 |
|-------------|------|-------------------|-----------------|----------------------|----------------------------|
| 0001 | RECA | APITULATION EFFEC | TIVE 05/01/2013 | | |
| 0002 | TR# | LEASE SERIAL# | AC COMMITTED | <pre>%INTEREST</pre> | |
| 0003 | 1 | NM044594 | 80.00 | 50.00 | B.10.5% |
| 0004 | 2 | LC070242A | 40.00 | 25.00 | 17.57. |
| 0005 | 3 | NM044594 | 40.00 | 25.00 | 13-17.5% |
| 0006 | TOTA | AL. | 160.00 | 100.00 | |

Run Date/Time: 3/13/2019 7:40 AM

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01 02-25-1920;041STAT0437;30USC181 Case Type 318310: O&G COMMUNITZATION AGRMT Commodity 459: OIL & GAS Case Disposition: AUTHORIZED

Total Acres: 160.000 Serial Number NMNM 133115

| | | | Serial Number: N | MNM 133115 |
|-------------------------|--------------------|--------------------------|------------------|---------------|
| Name & Address | | | Int Rel | % Interest |
| BLM CARLSBAD FO | 620 E GREENE ST | CARLSBAD NM 88220 | OFFICE OF RECORD | 0.000000000 |
| DEVON ENERGY PROD CO LP | 333 W SHERIDAN AVE | OKLAHOMA CITY OK 7310250 | 10 OPERATOR | 100.000000000 |

| | | | | | Serial N | umber: NMNM 133115 | |
|-----|-------------|-----------|---------------------|-------------------------------|----------|---------------------|--|
| Mer | Twp Rng | Sec SType | Nr Suff Subdivision | District/ Field Office | County | Mgmt Agency | |
| 23 | 0190S 0310E | 023 ALIQ | N2N2; | CARLSBAD FIELD OFFICE | EDDY | BUREAU OF LAND MGMT | |

Relinquished/Withdrawn Lands

Serial Number: NMNM-- 133115

| Act Date | Act Code Action Txt | | Action Remarks | Serial Number: NMNM 133115 Pending Off |
|------------|---------------------|--------------------------|----------------|---|
| 12/01/2013 | 387 | CASE ESTABLISHED | | |
| 12/01/2013 | 516 | FORMATION | BONE SPRING | |
| 12/01/2013 | 526 | ACRES-FED INT 100% | 160; 100% | |
| 12/01/2013 | 868 | EFFECTIVE DATE | 3001541105 | |
| 12/24/2013 | 654 | AGRMT PRODUCING | /1/ | |
| 08/11/2014 | 643 | PRODUCTION DETERMINATION | /1/ | |
| 08/11/2014 | 658 | MEMO OF 1ST PROD-ACTUAL | /1/ | |

| Line Number | Remark | Text | | | Serial Number: NMNM 133115 |
|-------------|--------|------------------|----------------|------|----------------------------|
| 0001 | RECAP | ITULATION EFFECT | IVE 12/01/2013 | | |
| 0002 | TR# | LEASE# | AC COMMITTED | %INT | $\leq 1 \qquad 10 \leq 1$ |
| 0003 | 1 | NMNM0107697 | 80 | 50 | Step 12.51. |
| 0004 | 2 | NMNM09003 | 40 | 25 | 12.5% |
| 0005 | 3 | NMNM112274 | 40 | 25 | 12.5% |
| 0006 | | TOTAL | 160 | 100 | |

| DEPARTMENT OF THE INTERIOR |
|----------------------------------|
| BUREAU OF LAND MANAGEMENT |
| CASE RECORDATION |
| (MASS) Serial Register Page |

01 02-25-1920;041STAT0437;30USC181 Case Type 318310: O&G COMMUNITZATION AGRMT Commodity 459: OIL & GAS Case Disposition: AUTHORIZED

Total Acres: 160.000 Serial Number NMNM 133174

| | | | | Serial Number: NN | INM 133174 |
|-------------------|--------------------|-----------------|-------------|-------------------|---------------|
| Name & Address | | | | int Rel | % Interest |
| BLM CARLSBAD FO | 620 E GREENE ST | CARLSBAD N | M 88220 | OFFICE OF RECORD | 0.000000000 |
| DEVON ENERGY CORP | 333 W SHERIDAN AVE | OKLAHOMA CITY C | ж 731025010 | OPERATOR | 100.000000000 |

| | | | | | | | Serial I | Number: NMNM 133174 |
|-----|-------------|-----|---------|----|------------------|----------------------------|----------|---------------------|
| Mer | Twp Rng | Sec | : SType | Nr | Suff Subdivision | District/ Field Office | County | Mgmt Agency |
| 23 | 0190S 0310E | 022 | ALIQ | | S2S2; | CARLSBAD FIELD OFFICE | EDDY | BUREAU OF LAND MGMT |

Relinquished/Withdrawn Lands

Serial Number: NMNM-- 133174

| | | | | Serial Number: NMNM 133174 |
|------------|---------------------|--------------------------|----------------|----------------------------|
| Act Date | Act Code Action Txt | | Action Remarks | Pending Off |
| 09/01/2013 | 387 | CASE ESTABLISHED | | |
| 09/01/2013 | 516 | FORMATION | BONE SPRING | |
| 09/01/2013 | 526 | ACRES-FED INT 100% | 160; 100% | |
| 09/01/2013 | 868 | EFFECTIVE DATE | 3001541159 | , |
| 10/09/2013 | 654 | AGRMT PRODUCING | /1/ | |
| 10/09/2013 | 658 | MEMO OF 1ST PROD-ACTUAL | /1/MEMO8/25/14 | |
| 08/25/2014 | 643 | PRODUCTION DETERMINATION | /1/ | |

| Line Number | Remark Text | | | Serial Number: NMNM 133174 |
|-------------|----------------------|-------------|-----------|----------------------------|
| 0001 | RECAPITULATION EFFEC | TIVE 9/1/13 | | |
| 0002 | TR# AC COMMITTED | % INT | a | |
| 0003 | 1 NMNM044594 120 | 75 | B - 12.5% | |
| 0004 | 2 NMNM092767 40 | 25 | 162/2 | |
| 0005 | TOTAL 160 | 100 | 10 0 | |

| •' | | | Sum of | Sum of Gas | Days in | Count of | Days in Month * | | |
|--------|-------|------|----------|------------|---------|----------|-----------------|---------------|--------------|
| Lease | Years | Date | Oil Prod | Prod | Month | Wells | Count of Wells | Bbls/Well/Day | MCF/Well/Day |
| 44594 | 2018 | Jan | 355 | 1,137 | 31 | 6 | 186 | 1.91 | 6.11 |
| | | Feb | 1,757 | 3,458 | 28 | 6 | 168 | 10.46 | 20.58 |
| | | Mar | 1,816 | 6,341 | 31 | 6 | 186 | 9.76 | 34.09 |
| | | Apr | 1,809 | 6,054 | 30 | 6 | 180 | 10.05 | 33.63 |
| | | May | 1,323 | 5,159 | 31 | 6 | 186 | 7.11 | 27.74 |
| | | Jun | 407 | 1,909 | 30 | 6 | 180 | 2.26 | 10.61 |
| | | Jul | 1,386 | 4,895 | 31 | 6 | 186 | 7.45 | 26.32 |
| | | Aug | 1,471 | 5,108 | 31 | 6 | 186 | 7.91 | 27.46 |
| | | Sep | 1,156 | 4,760 | 30 | 6 | 180 | 6.42 | 26.44 |
| | | Oct | 1,204 | 4,792 | 31 | 6 | 186 | 6.47 | 25.76 |
| | | Nov | 1,277 | 4,709 | 30 | 6 | 180 | 7.09 | 26.16 |
| | | Dec | 1,671 | 4,028 | 31 | 6 | 186 | 8.98 | 21.66 |
| | 2019 | Jan | 1,328 | 3,043 | 30 | 6 | 180 | 7.38 | 16.91 |
| | | Feb | 1,773 | 2,906 | 29 | 6 | 174 | 10.19 | 16.70 |
| 107697 | 2018 | Jan | 4,926 | 12,530 | 31 | 8 | 248 | 19.86 | 50.52 |
| | | Feb | 5,976 | 14,679 | 28 | 8 | 224 | 26.68 | 65.53 |
| | | Mar | 3,590 | 7,692 | 31 | 8 | 248 | 14.48 | 31.02 |
| | | Apr | 4,646 | 8,810 | 30 | 8 | 240 | 19.36 | 36.71 |
| | | May | 6,275 | 14,791 | 31 | 8 | 248 | 25.30 | 59.64 |
| | | Jun | 6,171 | . 14,933 | 30 | 8 | 240 | 25.71 | 62.22 |
| | | Jul | 5,345 | 13,069 | 31 | 8 | 248 | 21.55 | 52.70 |
| | | Aug | 7,126 | 17,983 | 31 | 8 | 248 | 28.74 | 72.51 |
| | | Sep | 6,409 | 18,011 | 30 | 8 | 240 | 26.70 | 75.05 |
| | | Oct | 5,925 | 17,674 | 31 | 8 | 248 | 23.89 | 71.27 |
| | | Nov | 5,069 | 11,834 | 30 | 8 | 240 | 21.12 | 49.31 |
| | | Dec | 5,440 | 14,362 | 31 | 8 | 248 | 21.94 | 57.91 |
| | 2019 | Jan | 6,270 | 16,471 | 30 | 8 | 240 | 26.13 | 68.63 |
| | | Feb | 5,058 | 13,587 | 29 | 8 | 232 | 21.80 | 58.56 |

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Bureau of Land Management Carlsbad Field Office 620 East Greene Street Carlsbad, New Mexico 88220 575-234-5972

Conditions of Approval Off-Lease Storage and CA/Lease/Pool Commingling of Measurement and Sales of Vapor Gas Devon Energy Production Com Aquila 22 Fed Com 1H, 4H; Aquila 22 Fed 2H Antares 23 Fed Com 1H; Antares 23 Fed 2H Leases: NMNM09003, NMNM44594, NMLC070242A, NMNM092767, NMNM0107697, NMNM112274 CAs: NMNM131438, NMNM133115, NMNM133174

Approval of comingling of measurement and sales of production is subject to the following conditions of approval:

- 1. This approval is subject to like approval by the New Mexico Oil Conservation Division.
- 2. This agency shall be notified of any spill or discharge as required by NTL-3A.
- 3. This agency reserves the right to modify or rescind approval whenever it determines continued use of the approved method may adversely affect the surface or subsurface environments.
- 4. Off-lease measurement, storage and sales from sources in this package are approved. This does not constitute a right-of-way approval for any off-lease operations. Within 30 days, an application for right-of-way approval shall be submitted to the CFO realty department, if not already done.
- 5. All oil and gas subject to royalty shall be measured and reported to ONRR as described in this package, unless otherwise approved by an Authorized Officer. Aside from exceptions listed in 43 CFR 3179, all flared/vented gas volumes are royalty bearing and shall be reported on OGOR "B" as disposition code "33" for royalty-bearing flared gas and disposition code 63 for royalty-bearing vented gas.
- 6. This agency shall be notified of any change in sales method or location of the sales point.
- 7. Additional wells require a new and updated commingling application.
- 8. Submit all meter numbers upon installation via 3160-5 Sundry Notice Subsequent Report. Include an updated facility diagram with those meter numbers.
- 9. This approval does not authorize bypasses around any allocation meter or metering separator, this is to include the use of headers to divert production to production equipment other than the approved measurement points.
- 10. VRU gas will be gathered and measured then allocated back to each well based on oil production as per attached write-up. A VRU is also approved with this application. Gas vapors normally would be flared.
- 11. Approval for combining production from various sources, as well as off-lease operations, is a privilege which is granted to lessees for the purpose of aiding conservation and extending the

economic life of leases. Applicants should be cognizant that failure to operate in accordance with the provisions outlined in the Authorized Officer's conditions of approval and/or subsequent stipulations or modifications will subject such approval to revocations.

Lease NMNM44594 (Step-scale @ 12.5% RR):

Aquila 22 Fed 2H 3001540755 Lusk; Bone Spring Lease NMNM0107697 (Step-scale @ 12.5% RR): 3001541106 Antares 23 Fed 2H Lusk; Bone Spring CA NMNM131438 (100% Fed): 75% NMNM44594 (Step-scale @ 12.5% RR) 25% NMLC070242A (12.5% RR) Aquila 22 Fed Com 1H 3001540627 Lusk; Bone Spring CA NMNM133115 (100% Fed): 50% NMNMNMNM0107697 (Step-scale @ 12.5% RR) 25% NMNM09003 (12.5% RR) 25% NMNM112274 (12.5% RR) Antares 23 Fed Com 1H 3001541105 Lusk; Bone Spring CA NMNM133174 (100% Fed): 75% NMNM44594 (Step-scale @ 12.5% RR) 25% NMLC092767 (16.67% RR)

Aquila 22 Fed Com 4H 3001541159 Lusk; Bone Spring

10/29/2019