Revised March 23, 2017

RECEIVED:	REVIEWER:	TYPE:	APP NO:	
		ABOVE THIS TABLE FOR OCD		
	- Geolog	CO OIL CONSERV ical & Engineerin rancis Drive, San	/ATION DIVISION g Bureau –	
		RATIVE APPLICAT		
THIS C	HECKLIST IS MANDATORY FOR A REGULATIONS WHICH R	ALL ADMINISTRATIVE APPLIC EQUIRE PROCESSING AT TH		
Applicant: XTO Pe	ermian Operating LLC		OGR	ID Number: <u>373750</u>
	Lake Unit 29 BS - multip	le wells		Multiple
Pool: Purple Sage; V	Volfcamp		Pool	Code: 98220
1) TYPE OF APPLIC	CATION: Check those	INDICATED BELO which apply for [A	OW A]	THE TYPE OF APPLICATION
A. Location · □N	– Spacing Unit – Simu ISL □ NSP _{(F}			SD
[ne only for [1] or [11] ningling – Storage – M DHC ©CTB F tion – Disposal – Press WFX PMX S	LC PC (Ure Increase – Enh		ery FOR OCD ONLY
A. Offset B. Royalt C. Applic D. Notific E. Surface G. For all	REQUIRED TO: Check operators or lease ho y, overriding royalty o ation requires publish ation and/or concurration and/or concurre owner of the above, proof of ice required	lders wners, revenue ov ed notice ent approval by SL ent approval by Bl	vners .O .M	Notice Complete Application Content Complete
administrative of understand the	: I hereby certify that approval is accurate at no action will be tale submitted to the Div	and complete to t ken on this applice	he best of my kno	application for owledge. I also uired information and
Not	e: Statement must be comple	eted by an individual with	managerial and/or sup	ervisory capacity.
Cheryl Rowell, Regula	atory Coordinator		11/12 Date	/20
Print or Type Name	•			
Cherze	Rowell		432-218-3754 Phone Number cheryl_rowell@:	Vtoenergy com
Signature			e-mail Address	ACCHOIGN.COM

District I
1625 N. French Drive, Hobbs, NM 88240
District II
811 S. First St., Artesia, NM 88210
District III
1000 Rio Brazos Road, Aztec, NM 87410
District IV

1220 S. St Francis Dr, Santa Fe, NM 87505 State of New Mexico
Energy, Minerals and Natural Resources Department

Form C-107-B Revised August 1, 2011

OIL CONSERVATION DIVISION

1220 S. St Francis Drive Santa Fe, New Mexico 87505 Submit the original application to the Santa Fe office with one copy to the appropriate District Office.

		COMMINGLING	DIVERSE	OWNERSHIP)					
	ian Operating LLC	E Midland TV 707	707						
APPLICATION TYPE:	OPERATOR ADDRESS: 6401 Holiday Hill Rd. Bldg 5 Midland, TX 79707								
	g	mmingling Off-Lease	Storage and Macous	ament (Only if not Surf	Commin-1-4				
42	State Fede		Protage with Measur	ement (Omy II not Surface	commingiea)				
Is this an Amendment to existing Order			the appropriate (order No					
Have the Bureau of Land Management ☑ Yes ☐ No	(BLM) and State Land	d office (SLO) been not	tified in writing of	of the proposed comm	ingling				
		OL COMMINGLIN ts with the following in							
(1) Pool Names and Codes	Gravities / BTU of Non-Commingled Production	Calculated Gravities / BTU of Commingled Production		Calculated Value of Commingled Production	Volumes				
		-							
(2) Are any wells producing at top allowal	oles? DVes DNo								
(3) Has all interest owners been notified by (4) Measurement type: Metering [(5) Will commingling decrease the value of the commingling decrease the commingling decrea	Other (Specify)		☐Yes ☐No. be why commingli	ng should be approved					
		SE COMMINGLIN s with the following in							
 Pool Name and Code. PURPLE SAG Is all production from same source of s Has all interest owners been notified by Measurement type: ✓ Metering ☐ 	E; WOLFCAMP 98220 upply? Yes N certified mail of the prop	0	✓ Yes □No)					
		LEASE COMMIN s with the following in							
(1) Complete Sections A and E.		o wear the following in							
(D	•	ORAGE and MEA							
(1) Is all production from same source of s		ts with the following i	ntormation						
(2) Include proof of notice to all interest or		,							
(E) AD		RMATION (for all		pes)					
(1) A schematic diagram of facility, includ		s with the following in	formation						
 (2) A plat with lease boundaries showing a (3) Lease Names, Lease and Well Number 	ll well and facility location	ons. Include lease number	rs if Federal or Stat	te lands are involved.					
I hereby certify that the information above is	true and complete to the	best of my knowledge and	l belief.	21					
SIGNATURE: Charyl Rown	ul tr	TLE: Regulatory Co	ordinator	DATE:	2/20				
TYPE OR PRINT NAME CHeryl Rowell			TELF	EPHONE NO.: 432-218	-3754				
E-MAIL ADDRESS: cheryl_rowell@xtoe	nergy.com								

Commingle of Wells with Diverse Ownership

XTO Permian Operating LLC is requesting approval to commingle oil and gas production from multiple Poker Lake Unit wells using a common tank battery. Approval to measure, store and sell production offlease is also requested. All wells are permitted to produce from the same Purple Sage; Wolfcamp pool. However, until paying well determinations are submitted and approved and the corresponding Wolfcamp Participating Area (PA) is approved forming a common base of ownership, each well will be considered as having diverse ownership.

Process Flow and Measurement

Due to expected high gas production from some wells, this commingle application will involve a main tank battery (PLU 29 Big Sinks West) and a satellite facility (PLU 29 Big Sinks East). The wells in this commingle request are located on two separate multi-well pads. Separation and measurement will utilize a combination of test separators at each facility and separators at well locations.

PLU 29 Big Sinks West Battery

The following wells will have dedicated three-phase test separators located on their respective multi-well pads:

- 901H
- 121H
- 102H
- 703H
- 123H
- 104H

Each well with flow through a three-phase separator. Oil will be measured using a Coriolis test meter. Gas will be measured using an electronic flow meter (EFM). Water will be measured using a mag meter. Oil, gas and water will be routed to the PLU 29 Big Sinks West (29 West battery) battery after separation.

The following well will flow directly to 29 West battery.

• 701H

The well will enter the facility through an inlet header located on the South side of the facility. The inlet header is configured so this well will be directed to a dedicated three-phase test separator. Oil will be measured using a Coriolis test meter. Gas will be measured using an electronic flow meter (EFM). Water will be measured using a mag meter.

The oil separation equipment will flow into one of two shared oil lines, after measurement, and routed through a heater treater then a VRT. From the VRT, oil will enter the crude pipeline through one of two LACT units. The LACT units will be the sales and point of custody transfer for all wells flowing through this facility. There are three (3) 750 bbls tanks on location to serve as storage in the event a LACT unit is taken off line for maintenance or any other system operational upset occurs.

Gas gathered from the separation and process equipment into shared gas line to be sent through a gas sales meter on location. The sales meter will be the point of custody transfer and royalty settlement for gas at this location.

In the event of an emergency or line restriction, gas can be routed to either a (metered) high or low pressure flare at the facility.

The 29 West battery utilizes a VRU to capture tank vapors. Gas collected from the tanks is allocated to each well based on that wells allocated gas production.

Water production from the wells is routed to a shared water line and treated in the skim tanks. Produced water is then stored in the water tanks at the facility and enters a main SWD system pipeline.

PLU 29 Big Sinks East

For this application, the PLU 29 Big Sinks East (Satellite) will have the following three (3) wells routed directly to this location from their respective well pads:

- 122H
- 124H
- 903H

Each well will flow to a separate inlet header and be routed to a dedicated three-phase separator. Oil will be measured using a Coriolis test meter. Gas will be measured using an (EFM). Water will be measured using a mag meter. After separation, the oil and water streams will be transferred to the 29 West battery where the oil will join in the shared oil line(s) and follow the same route through the heater treater, VRT and LACT.

Gas gathered from the process equipment will be routed into a shared gas line and through the gas sales meter at this satellite facility. In the event of sales line restriction or an emergency, gas can be routed to a (metered) high pressure flare.

Water is transferred to the 29 West battery to be treated in the skim tanks and then stored in the water tanks to enter the SWD system.

Allocation Process

For this application, all wells will be metered individually using a Coriolis test meter and an EFM located off of each well's test separator. Oil production will be allocated to each well using a factor derived from the volume recorded on each wells Coriolis meter and the volume recorded at the LACT. Gas production will be allocated to each well using and allocation factor derived from each well's EFM and the volume recorded on that wells respective gas sales meter.

All meters will be installed and proven/calibrated per applicable NMOCD and BLM requirements.

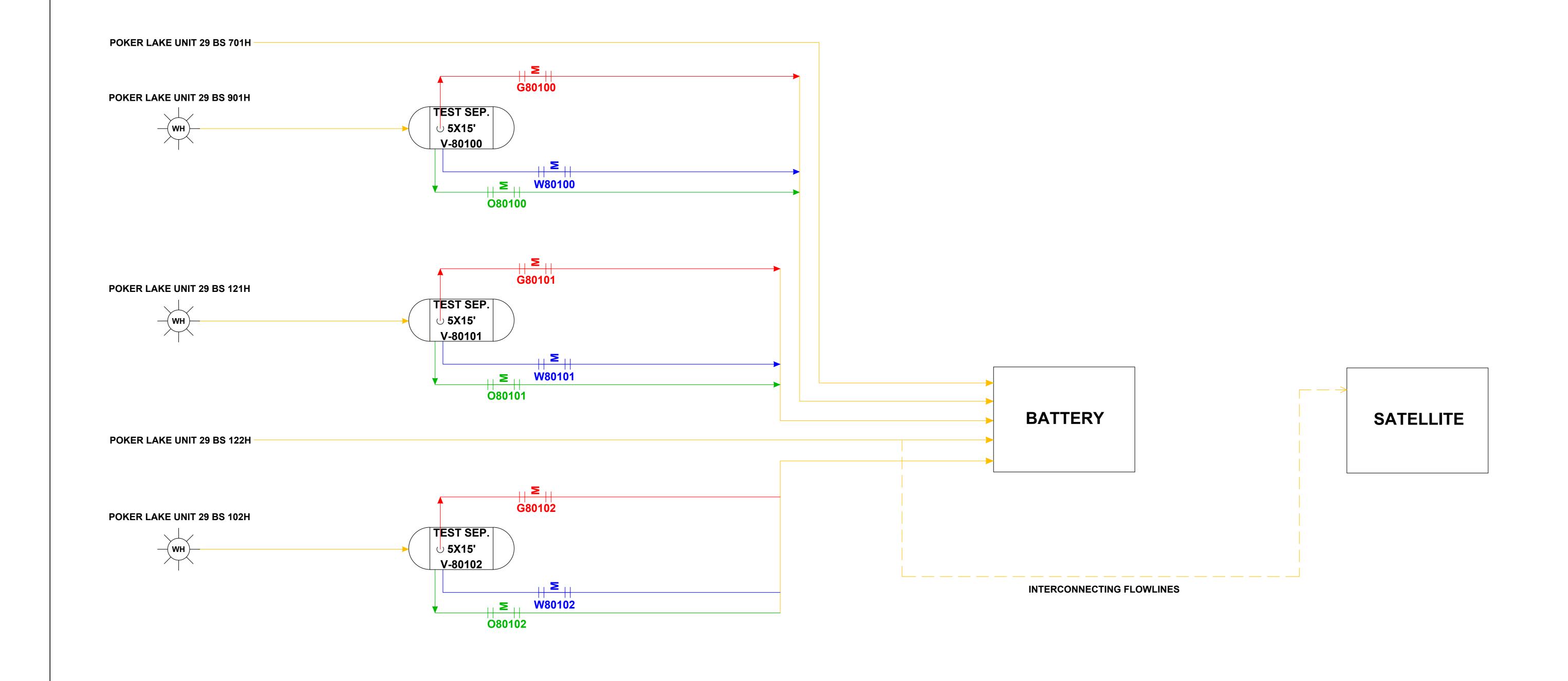
Each facility will be constructed with a 'bulk' production separators to allow for anticipated expansion. Approval to allocate commingled production using wells test is not being requested at this time.

WELL NAME	API	SHL	BHL	POOL (NMOCD Pool Code)
WELL NAME	AFI	SIL	DΠL	(NMOCD Foor Code)
				Purple Sage; Wolfcamp
Poker Lake Unit 29 BS 102H	3001546175	5 SWNW Sec 29 T25S R31E	SWSW Sec 29 T25S R31E	(98220)
				Purple Sage; Wolfcamp
Poker Lake Unit 29 BS 104H	3001545934	SENW Sec 29 T25S R31E	SENW Sec 29 T25S R31E	(98220)
				Purple Sage; Wolfcamp
Poker Lake Unit 29 BS 121H	3001545935	5 SWNW Sec 29 T25S R31E	SWSW Sec 29 T25S R31E	(50==0)
D. 1 1 1 1 2 D. 2. 1221	200151501		CWCW. C	Purple Sage; Wolfcamp
Poker Lake Unit 29 BS 122H	3001545916	5 SWNW Sec 29 T25S R31E	SWSW Sec 29 T25S R31E	(98220)
Poker Lake Unit 29 BS 123H	2001546516) SENW Sec 29 T25S R31E	CENW C 20 T25C D21E	Purple Sage; Wolfcamp
Poker Lake Unit 29 BS 123H	3001346310) SENW Sec 29 1238 R31E	SENW Sec 29 T25S R31E	(98220) Purple Sage; Wolfcamp
Poker Lake Unit 29 BS 124H	3001545932	2 SENW Sec 29 T25S R31E	SENW Sec 29 T25S R31E	(98220)
Toker Lake Offit 2) BS 12411	3001343732	SEIVW Sec 27 1235 R31E	SERVI See 27 1235 R31E	Purple Sage; Wolfcamp
Poker Lake Unit 29 BS 701H	3001545918	3 SWNW Sec 29 T25S R31E	SWSW Sec 29 T25S R31E	
				Purple Sage; Wolfcamp
Poker Lake Unit 29 BS 703H	3001545919	SENW Sec 29 T25S R31E	SENW Sec 29 T25S R31E	(98220)
				Purple Sage; Wolfcamp
Poker Lake Unit 29 BS 901H	3001545936	5 SWNW Sec 29 T25S R31E	SWSW Sec 29 T25S R31E	(98220)
				Purple Sage; Wolfcamp
Poker Lake Unit 29 BS 903H	3001545920) SENW Sec 29 T25S R31E	SENW Sec 29 T25S R31E	(98220)

	TIED IN WELLS									
NAME	API#	FORMATION	LEASE#	TESTER	LOCATION					
POKER LAKE UNIT 29 BS 901H	300154593600	WOLFCAMP A	NMNM071016X	V-80100	PAD 1					
POKER LAKE UNIT 29 BS 121H	300154593500	WOLFCAMP X/Y	NMLC0067634B	V-80101	PAD 1					
POKER LAKE UNIT 29 BS 102H	300154617500	WOLFCAMP A	NMNM071016X	V-80102	PAD 1					
PUKER LAKE UNIT 29 BS 102H	300154617500	WOLFCAMP A	NIVINIVIU/1016X	V-8U1U2	PAD 1					

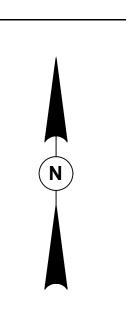
DRAWING ID	METER DESCRIPTION	TYPE	METER ID #	PURPOSE
G80100M	TEST SEP. GAS METER	ORIFICE	FE-80100A	ALLOCATION
G80101M	TEST SEP. GAS METER	ORIFICE	FE-80101A	ALLOCATION
G80102M	TEST SEP. GAS METER	ORIFICE	FE-80102A	ALLOCATION
O80100M	TEST SEP. OIL METER	CORIOLIS	FE-80100B	ALLOCATION
O80101M	TEST SEP. OIL METER	CORIOLIS	FE-80101B	ALLOCATION
O80102M	TEST SEP. OIL METER	CORIOLIS	FE-80102B	ALLOCATION
W80100M	TEST SEP. WATER METER	MAG	FE-80100C	ALLOCATION
W80101M	TEST SEP. WATER METER	MAG	FE-80101C	ALLOCATION
W80102M	TEST SEP. WATER METER	MAG	FE-80102C	ALLOCATION

WELL PAD (1)



LEGEND:
FULL WELL STREAM (FWS)
WATER —

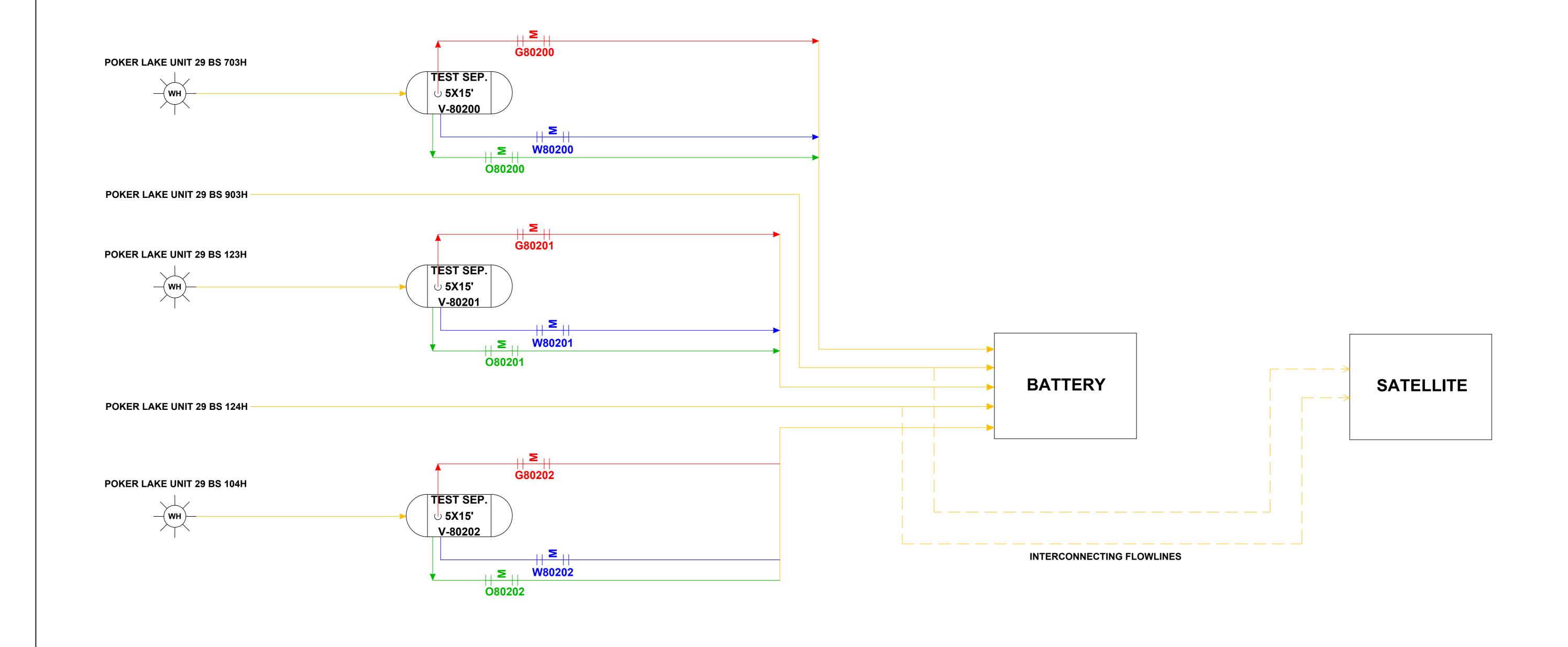
Revision	Description of Change	Date	Ву	XTO PERMIAN OPERATING,	PLU 29 BIG SINKS WEST BATTERY
0	ISSUED FOR REVIEW	3/18/2020	ΑE	LLC	DELAWARE BASIN
1	IFC	11/2/2020	EG	EG	
					SITE FLOW DIAGRAM
					XTO-DB-PLU29BSW-SFD-0001 - 1 OF 5



TIED IN WELLS									
NAME	API#	FORMATION	LEASE#	TESTER	LOCATION				
POKER LAKE UNIT 29 BS 703H	300154593300	WOLFCAMP X/Y	NMLC0062140A	V-80200	PAD 2				
POKER LAKE UNIT 29 BS 123H	300154591400	WOLFCAMP A	NMLC0062140A	V-80201	PAD 2				
POKER LAKE UNIT 29 BS 104H	300154593400	WOLFCAMP X/Y	NMNM0157756A	V-80202	PAD 2				

DRAWING ID	METER DESCRIPTION	TYPE	METER ID #	PURPOSE
G80200M	TEST SEP. GAS METER	ORIFICE	FE-80200A	ALLOCATION
G80201M	TEST SEP. GAS METER	ORIFICE	FE-80201A	ALLOCATION
G80202M	TEST SEP. GAS METER	ORIFICE	FE-80202A	ALLOCATION
O80200M	TEST SEP. OIL METER	CORIOLIS	FE-80200B	ALLOCATION
O80201M	TEST SEP. OIL METER	CORIOLIS	FE-80201B	ALLOCATION
O80202M	TEST SEP. OIL METER	CORIOLIS	FE-80202B	ALLOCATION
W80200M	TEST SEP. WATER METER	MAG	FE-80200C	ALLOCATION
W80201M	TEST SEP. WATER METER	MAG	FE-80201C	ALLOCATION
W80202M	TEST SEP. WATER METER	MAG	FE-80202C	ALLOCATION

WELL PAD (2)



	LEGEND
FULL WELL STREAM	(FWS)

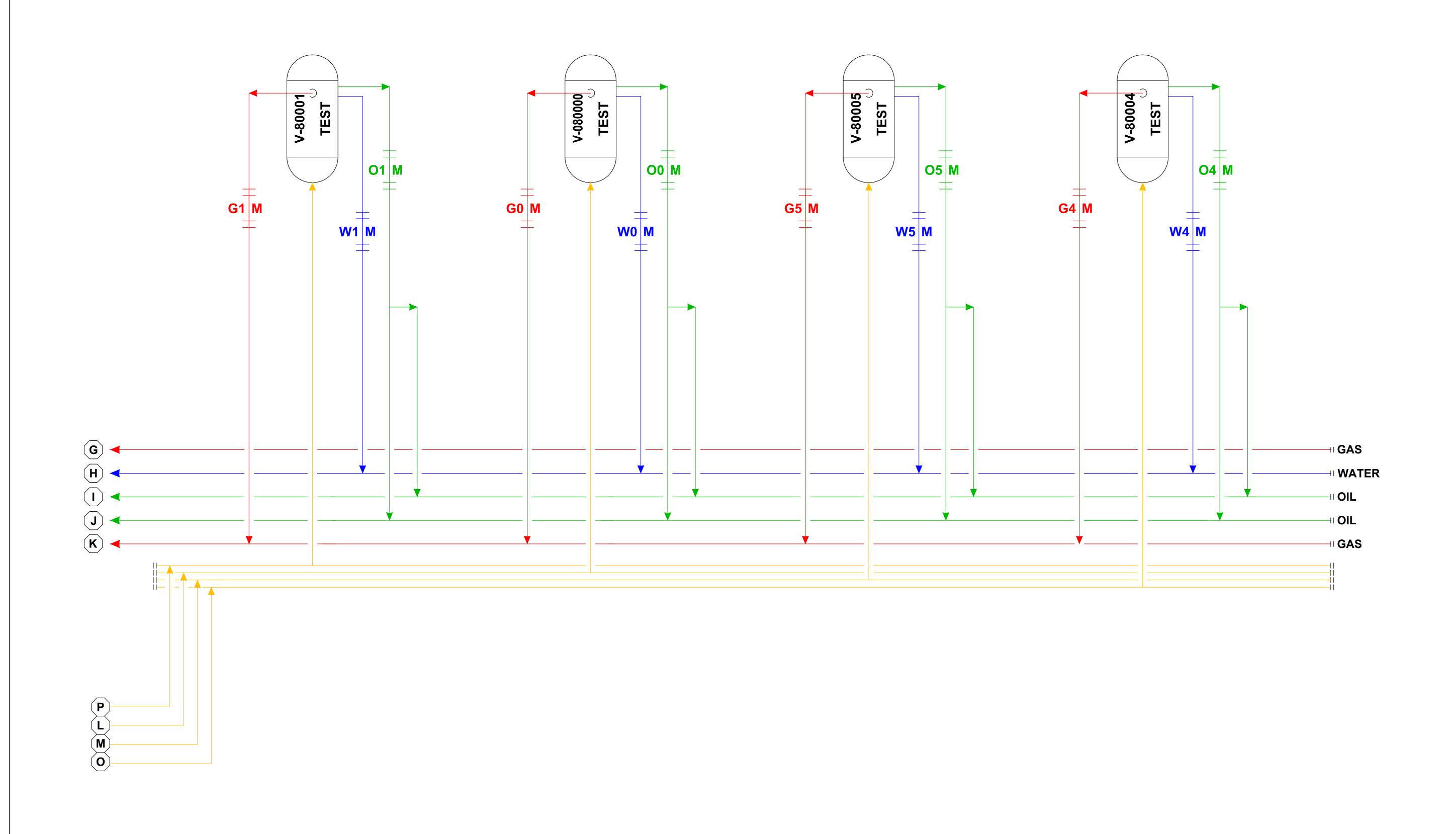
Revision	Description of Change	Date	Ву	XTO PERMIAN OPERATING, LLC	PLU 29 BIG SINKS WEST
0	ISSUED FOR REVIEW	3/18/2020	AE		BATTERY DELAWARE BASIN
1	IFC	11/2/2020	EG	EG	
					SITE FLOW DIAGRAM
					XTO-DB-PLU29BSW-SFD-0001 - 2 OF 5

METER ID# **PURPOSE DRAWING ID** METER DESCRIPTION **TYPE SALES GAS METER** G9M ORIFICE FE - 402 **SALES** FLARE SCRUBBER GAS METER G10M ULTRASONIC FE - 300 **ALLOCATION** K-420 BOOSTER Q WATER TRANSFER LINE FROM SATELLITE R OIL TRANSFER LINE FROM SATELLITE TEST V-804 **PRODUCTION PRODUCTION** PRODUCTION SALES SC. **MSO COORIDOR & GAS** SALES GATHERING XTO **PLU 29 BIG SINKS WEST** Revision Description of Change **PERMIAN** LEGEND: OPERATING, BATTERY DELAWARE BASIN ISSUED FOR REVIEW 3/19/2020 FULL WELL STREAM (FWS) -EG 11/2/2020 EG SITE FLOW DIAGRAM XTO-DB-PLU29BSW-SFD-0001 - 3 0F 5

ceived by OCD: 12/17/2020 9:28:59 AM

	TIE	ED IN WELLS		
NAME	API#	FORMATION	LEASE#	TESTER
POKER LAKE UNIT 29BS 108H	300154554000	WOLFCAMP D/E	NMLC0063136A	V-80001
FUTURE TBD				V-80000
FUTURE TBD				V-80005
FUTURE TBD				V-80004

DRAWING ID	METER DESCRIPTION	TYPE	METER ID#	PURPOSE
G1M	TEST SEP. GAS METER	ORIFICE	FE - 80001A	ALLOCATION
O1M	TEST SEP. OIL METER	CORIOLIS	FE - 80001B	ALLOCATION
W1M	TEST SEP. WATER METER	MAG	FE - 80001C	ALLOCATION



LOCATION

BATTERY

BATTERY

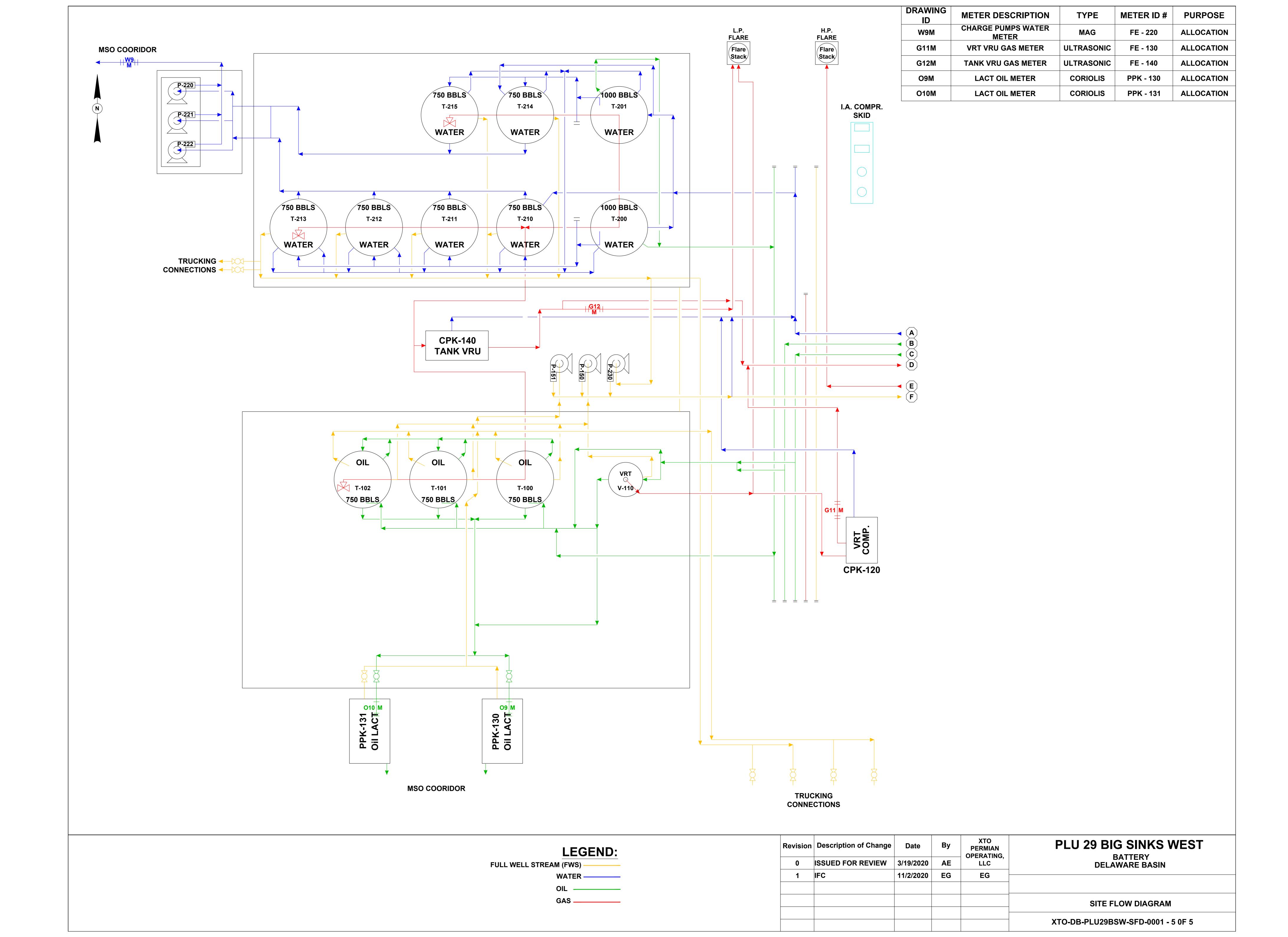
BATTERY

BATTERY

	LEGEND
FULL WELL STREAM	(FWS)

FULL WELL STREAM (FWS) ——
WATER ——

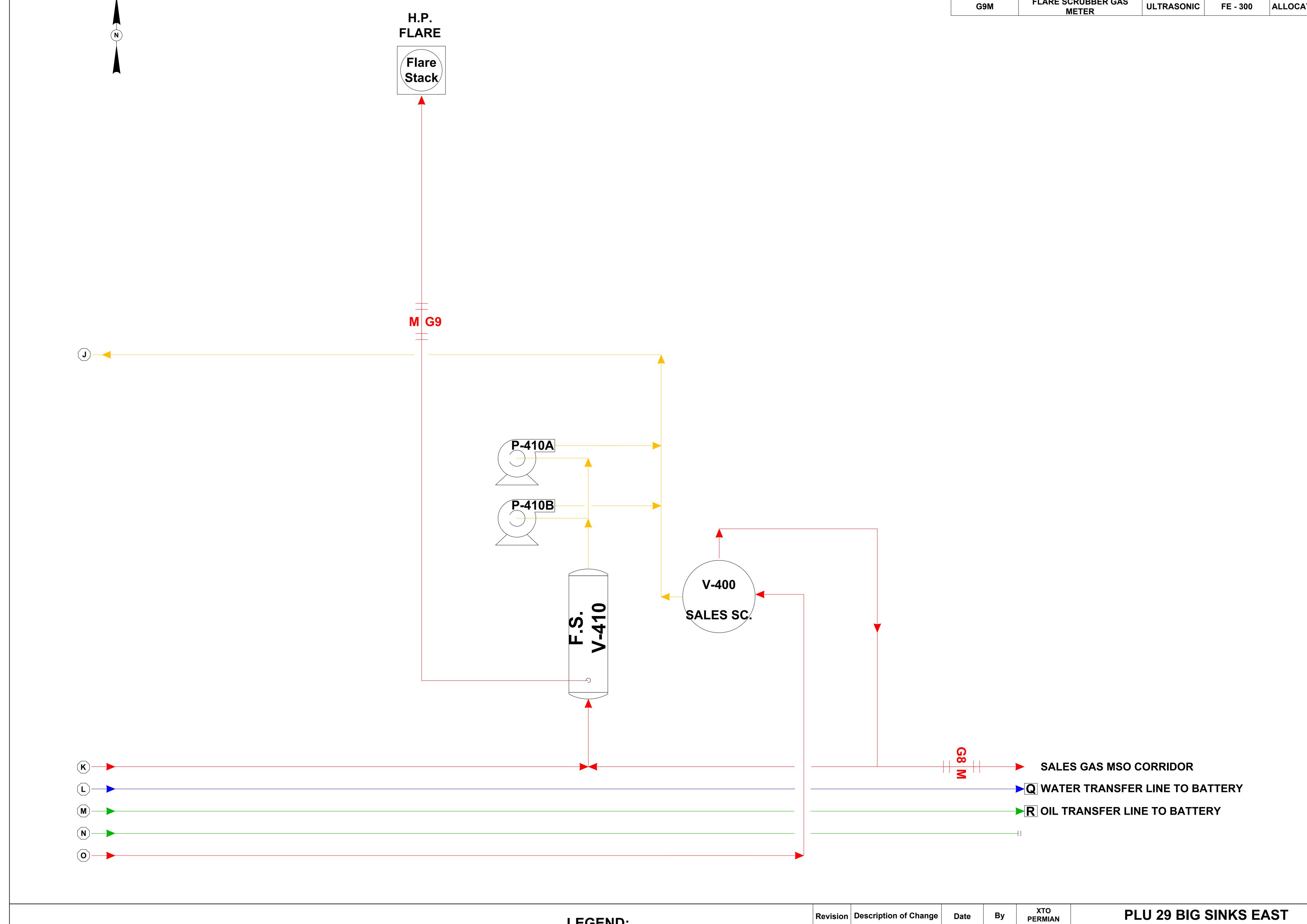
Revision	Description of Change	Date	Ву	XTO PERMIAN OPERATING,	PLU 29 BIG SINKS WEST
0	ISSUED FOR REVIEW	3/19/2020	AE	LLC	BATTERY DELAWARE BASIN
1	IFC	11/2/2020	EG	EG	
					SITE FLOW DIAGRAM
					XTO-DB-PLU29BSW-SFD-0001 - 4 0F 5



Received by OCD: 12/17/2020 9:28:59 A



DRAWING IDMETER DESCRIPTIONTYPEMETER ID #PURPOSEG8MSALES GAS METERORIFICEFE - 400SALESG9MFLARE SCRUBBER GAS METERULTRASONICFE - 300ALLOCATION

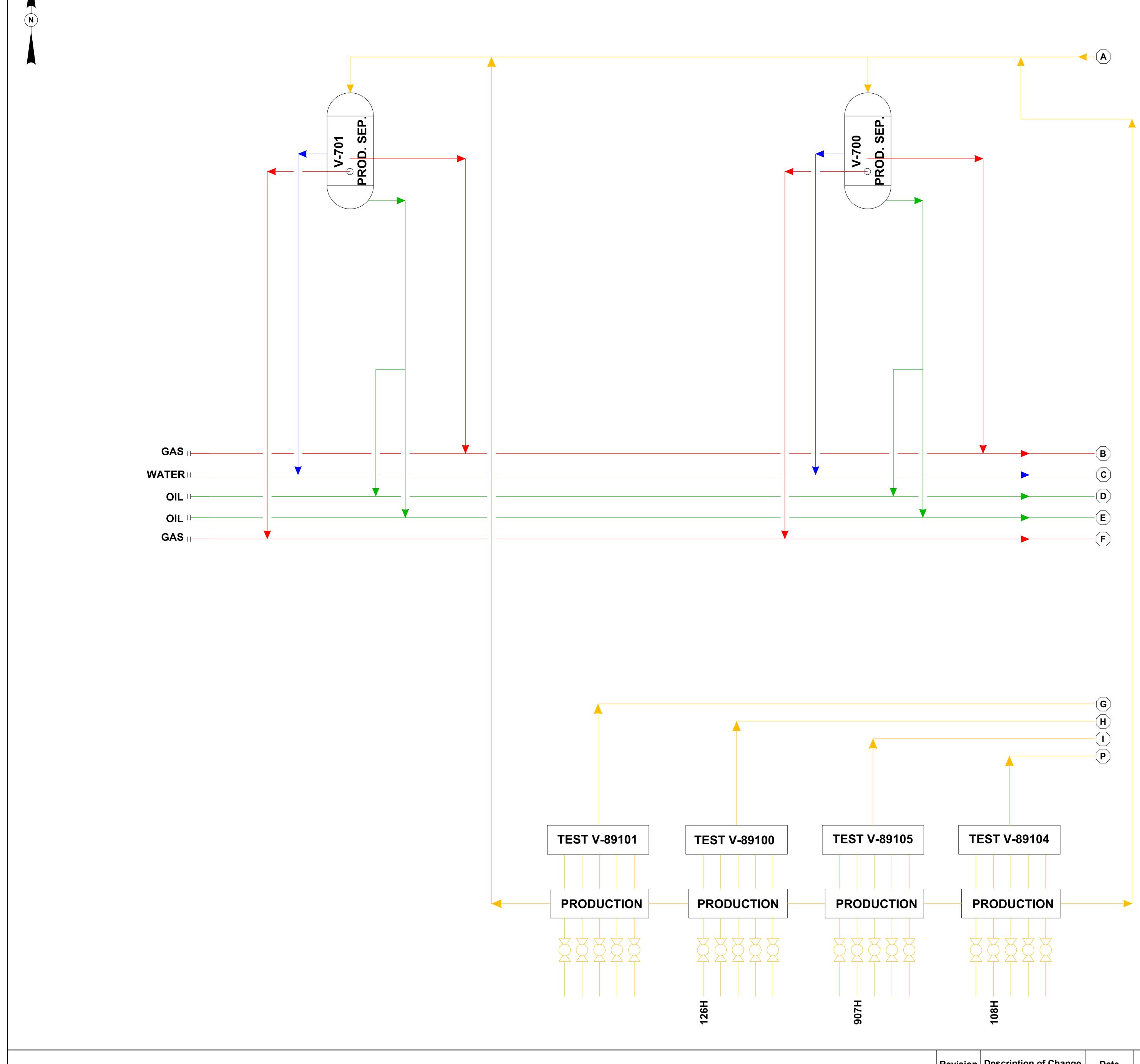


FULL WELL STREAM (FWS)

WATER

OIL

Revision	Description of Change	Date	Ву	XTO PERMIAN OPERATING,	PLU 29 BIG SINKS EAST
0	ISSUED FOR REVIEW	3/19/2020	AE	LLC	SATELLITE DELAWARE BASIN
1	IFC	11/2/2020	EG	EG	
					SITE FLOW DIAGRAM
					XTO-DB-PLU29BSE-SFD-0001 - 3 OF 3



LEGEND:
FULL WELL STREAM (FWS)

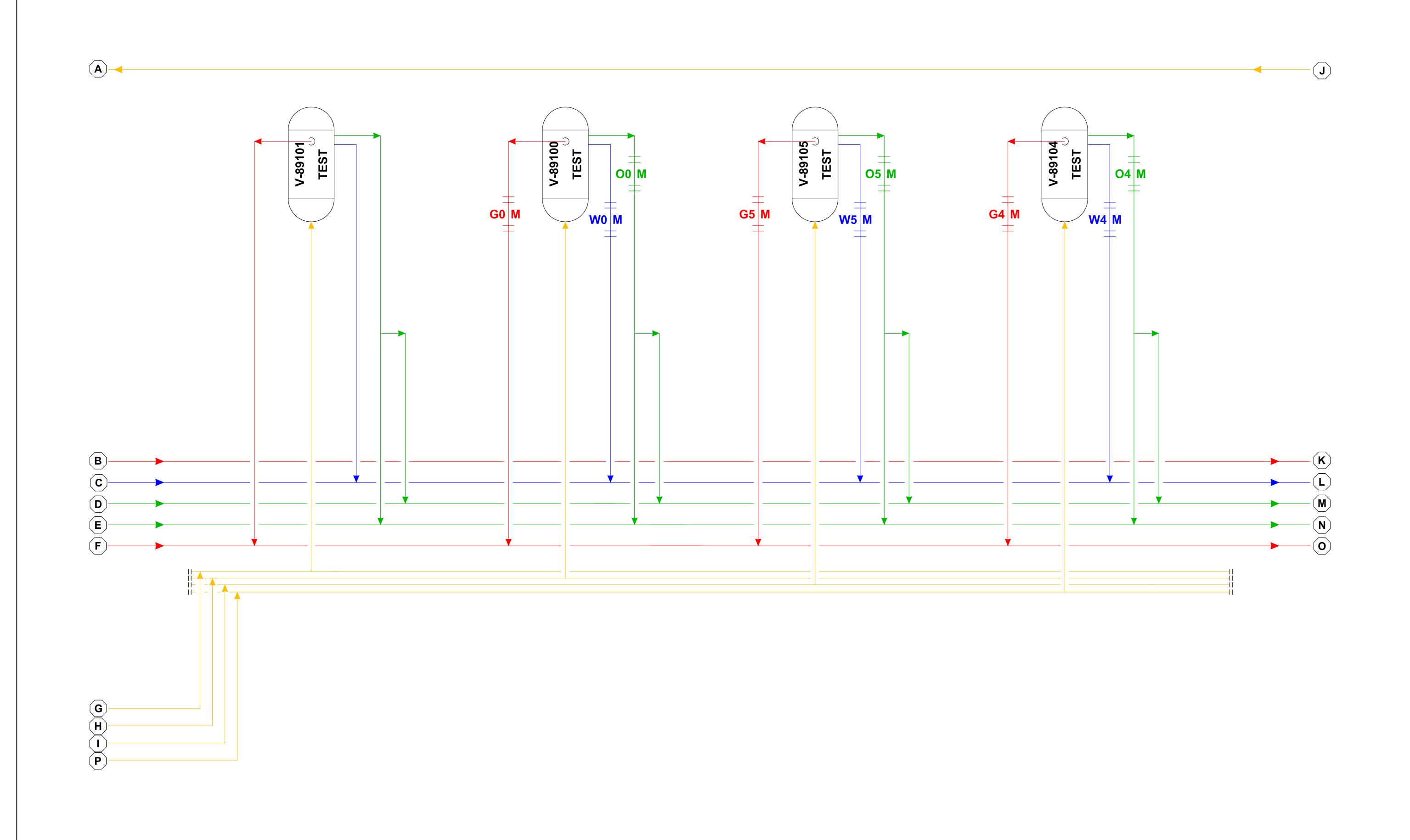
OIL —

GAS _____

Revision	Description of Change	Date	Ву	XTO PERMIAN OPERATING,	PLU 29 BIG SINKS EAST
0	ISSUED FOR REVIEW	3/19/2020	AE	LLC LLC	SATELLITE DELAWARE BASIN
1	IFC	11/2/2020	EG	EG	
					SITE FLOW DIAGRAM
					VTO DD DI 1100DCE CED 0004 - 4 OE 0
					XTO-DB-PLU29BSE-SFD-0001 - 1 OF 3

TIED IN WELLS									
NAME	API#	FORMATION	LEASE#	TESTER	LOCATION				
POKER LAKE UNIT 29 BS 122H	30015459600	WOLFCAMP D/E	NMLC0061634B	V-89100	SATELLITE				
FUTURE TBD				V-89101	SATELLITE				
POKER LAKE UNIT 29 BS 903H	300154593200	WOLFCAMP D/E	NMNM157756A	V-89104	SATELLITE				
POKER LAKE UNIT 29 BS 124H	300154592000	WOLFCAMP D/E	NMNM71016X	V-89105	SATELLITE				

DRAWING ID	METER DESCRIPTION	TYPE	METER ID#	PURPOSE
G0M	TEST SEP. GAS METER	ORIFICE	FE - 89100A	ALLOCATION
G1M	TEST SEP. GAS METER	ORIFICE	FE - 89101A	ALLOCATION
G4M	TEST SEP. GAS METER	ORIFICE	FE - 89104A	ALLOCATION
G5M	TEST SEP. GAS METER	ORIFICE	FE - 89105A	ALLOCATION
ООМ	TEST SEP. OIL METER	CORIOLIS	FE - 89100B	ALLOCATION
O1M	TEST SEP. OIL METER	CORIOLIS	FE - 89101B	ALLOCATION
O4M	TEST SEP. OIL METER	CORIOLIS	FE - 89104B	ALLOCATION
О5М	TEST SEP. OIL METER	CORIOLIS	FE - 89105B	ALLOCATION
WOM	TEST SEP. WATER METER	MAG	FE - 89100C	ALLOCATION
W1M	TEST SEP. WATER METER	MAG	FE - 89101C	ALLOCATION
W4M	TEST SEP. WATER METER	MAG	FE - 89104C	ALLOCATION
W5M	TEST SEP. WATER METER	MAG	FE - 89105C	ALLOCATION



		LE	G	E	V	
WELL	STREAM	(FWS	:1			

LL WELL STREAM	(FWS)
W	/ATER ———
0	IL
G	ΔS

Revision	Description of Change	Date	Ву	XTO PERMIAN OPERATING,	PLU 29 BIG SINKS EAST
0	ISSUED FOR REVIEW	3/19/2020	AE	LLC	SATELLITE DELAWARE BASIN
1	IFC	11/2/2020	EG	EG	
					SITE FLOW DIAGRAM
					XTO-DB-PLU29BSE-SFD-0001 - 2 OF 3

P:\PROJECTS\2017\2017040533-XTO-POKER_LAKE_UNIT_29_BIG_SINKS-EDDY\DWG\2017040533-XTO-POKER_LAKE_UNIT_29_BIG_SINKS_LEASE_EXHIBIT.dwg

Page 14 of 26

CERTIFIED MAILING LIST POKER LAKE UNIT 29 BIG SINKS BATTERY

Certified	NAME	ADDRESS1	ADDRESS2	CITY	STATE	ZIP
70131710000111604203	SUSAN J CROFT	11700 PRESTON RD STE 660 PMB 390		DALLAS	TX	75230
70131710000111604210	PLATFORM ENERGY III LLC	1200 SUMMIT AVENUE SUITE 350		FORT WORTH	TX	76102
70131710000111604234	THE ALLEN FAMILY REVOCABLE TRUST	3623 OVERBROOK DR	31		TX	75205
0131710000111604241	TUMBLER ENERGY PARTNERS LLC	3811 TURTLE CREEK BLVD SUITE 1100		DALLAS	TX	75219
0131710000111604258	LLANO NATURAL RESOURCES LLC	4920 S LOOP 289 STE 206			TX	79414
0131710000111604265	CH4 ENERGY SIX MINERALS LLC	5128 APACHE PLUME RD STE 300		FORT WORTH	TX	76109
70131710000111604272	PAISANO ROYALTY TRUST LLC	5128 APACHE PLUME RD STE 300		FORT WORTH	TX	76109
0131710000111604289	JENNINGS LEE TRUST	PO BOX 20204			AR	71903-0204
0131710000111604296	RICHARD H COATS	PO BOX 2412			TX	79702
0131710000111604319	DEVON ENERGY PRODUCTION CO LP	333 SHERIDAN AVE.		OKLAHOMA CITY		73102
0131710000111604326	STATE OF NEW MEXICO	310 OLD SANTA FE TRL			NM	87501
0131710000111604333	BUREAU OF LAND MANAGEMENT	620 E GREENE ST			NM	88220
0131710000111604340	BEPCO	ATTN: MR. HUGH MONTGOMERY	201 MAIN STREET SUITE 3100		TX	76102
	EDWIN PAULEY ESTATE	UNKNOWN	The same of the sa	O.C. CORTI		70102

Cheryl Rowell

Title: Regulatory Coordinator

ATTACHMENT TO CERTIFIED MAILING LIST POKER LAKE UNIT 29 BIG SINKS BATTERY

2016 HYATT BASS FAM TR 2016 SAMANTHA BASS FAM TR 32 MINERAL I BPEOR NM, LLC 32 MINERAL II BPEOR NM, LLC 820 MT I BPEOR NM, LLC 820 MT II BPEOR NM, LLC ACB BPEOR NM. LLC ANNE CHANDLER BASS EVANS BMT I BPEOR NM, LLC BMT II BPEOR NM, LLC CAPITAL PARTNERSHIP II (CTAM) BPEOR NM, LLC CMB BPEOR NM, LLC CTV-CTAM BPEOR NM, LLC CTV-LMB I BPEOR NM, LLC CTV-LMB II BPEOR NM, LLC CTV-SRB I BPEOR NM, LLC CTV-SRB II BPEOR NM, LLC FINE LINE BPEOR NM,LLC KEYSTONE (CTAM) BPEOR NM, LLC KEYSTONE (RMB) BPEOR NM, LLC LMBI I BPEOR NM, LLC LMBI II BPEOR NM. LLC MLB BPEOR NM, LLC PRB II 1993C I BPEOR NM, LLC PRB II 1993C II BPEOR NM, LLC RFB 1993C I BPEOR NM, LLC RFB 1993C II BPEOR NM, LLC RMB BPEOR NM LLC SRBI I BPEOR NM, LLC SRBI II BPEOR NM, LLC SRBMT I BPEOR NM, LLC SRBMT II BPEOR NM, LLC SSB 1993C I BPEOR NM, LLC SSB 1993C II BPEOR NM, LLC THE BASS SICKEL 2016 CHILDRENS TR THE CHRISTOPHER MADDOX BASS 2016 CHILDRENS TRUST THRU LINE BPEOR NM, LLC

TIMOTHY RICHARDSON BASS

TRB BPEOR NM, LLC

Per the letter attached, interest owners associated with the Bass family of companies, have agreed to a single application sent to Mr. Hugh Montgomery, Director of Land rather than be notified individually.

BEPCO, L.P.

201 MAIN ST FORT WORTH, TEXAS 76102-3131 817/390-8400

October 23, 2017

EMAIL/OVERNIGHT MAIL

XTO Energy Inc. 500 West Illinois, Suite 100 Midland, Texas 79701

Attn: Tracie J. Cherry

Re:

New Mexico Regulatory Notifications

Dear Tracie,

Pursuant to our recent discussions concerning notifications required under the rules and regulations of the New Mexico Oil Conservation Division, or any other regulatory body as such situations occur, this letter is to advise you that all notifications can be sent to the following address:

BEPCO, L.P.
201 Main Street, Suite 3100
Fort Worth, Texas 76102
Attn: Hugh C. Montgomery III
Director of Land

This will be the designated representative for each of the entities listed below:

32 MINERAL I BPEOR NM, LLC; 32 MINERAL II BPEOR NM, LLC; 820MT I BPEOR NM, LLC; 820MT II BPEOR NM, LLC; ACB BPEOR NM, LLC; ARBGT (SRB) I BPEOR NM, LLC; ARBGT (SRB) II BPEOR NM, LLC: ARB-LMB PC I BPEOR NM, LLC; ARB-LMB PC II BPEOR NM, LLC: ARB-RMB PC BPEOR NM, LLC; ARB-SRB PC I BPEOR NM, LLC; ARB-SRB PC II BPEOR NM, LLC; BMT I BPEOR NM, LLC; BMT II BPEOR NM, LLC: CAPITAL PARTNERSHIP (RMB) BPEOR, LLC; CAPITAL PARTNERSHIP (CTAM) BPEOR, LLC;

SRBI I BPEOR NM, LLC; SRBI II BPEOR NM, LLC; SRBMT I BPEOR NM, LLC: SRBMT II BPEOR NM, LLC; SSB 1993C I BPEOR NM, LLC; SSB 1993C II BPEOR NM, LLC: THRU LINE BPEOR NM, LLC: TRB BPEOR NM, LLC; WD I BPEOR NM, LLC; WD II BPEOR NM, LLC; BOPCO-LMBI I BPEOR NM, LLC; BOPCO-LMBI II BPEOR NM, LLC; BOPCO-SRBI I BPEOR NM, LLC: BOPCO-SRBI II BPEOR NM, LLC; BOPCO-KEYSTONE (RMB) BPEOR NM, LLC; BOPCO-KEYSTONE (CTAM) BPEOR NM, LLC; CAPITAL PARTNERSHIP II (CTAM) BPEOR NM, LLC; CMB BPEOR NM, LLC; CTV-LMB I BPEOR NM, LLC; CTV-LMB II BPEOR NM, LLC; CTV-CTAM BPEOR NM, LLC; CTV-SRB I BPEOR NM, LLC; CTV-SRB II BPEOR NM, LLC; EPB-PC BPEOR NM, LLC; FINE LINE BPEOR NM, LLC: GOLIAD- LMB I BPEOR NM, LLC: GOLIAD-LMB II BPEOR NM, LLC; GOLIAD-SRB I BPEOR NM, LLC; GOLIAD-SRB II BPEOR NM, LLC; KEYSTONE (RMB) BPEOR NM, LLC; KEYSTONE (CTAM) BPEOR NM, LLC; LMBI I BPEOR NM, LLC; LMBI II BPEOR NM, LLC; MLB BPEOR NM, LLC; PRB II 1993C I BPEOR NM, LLC: PRB II 1993C II BPEOR NM, LLC: RFB 1993C I BPEOR NM, LLC; RFB 1993C II BPEOR NM, LLC; RMB BPEOR NM, LLC;

BOPCO-THRU LINE BPEOR NM, LLC; DELBASIN-SRB I BPEOR NM, LLC; DELBASIN-SRB II BPEOR NM, LLC; DELBASIN-LMB I BPEOR NM, LLC; DELBASIN-LMB II BPEOR NM, LLC; DELBASIN-RMB BPEOR NM, LLC; DELBASIN-EPB BPEOR NM, LLC; PRB II 1993A I BPEOR, LLC; PRB II 1993A II BPEOR, LLC; RFB 1993A II BPEOR, LLC; SSB 1993A II BPEOR, LLC; SSB 1993A II BPEOR, LLC; and SSB 1993A II BPEOR, LLC, all Texas limited liability companies

In an effort to cut down on unnecessary paper, whenever there is more than one of the entities listed above involved, please send one notification which can be addressed to the affected entities as a group.

Should you have any questions concerning the above, please feel free to contact me at (817)390-8584.

Very truly yours,

Hugh C. Montgomery III

Director of Land BEPCO, L.P.

Carlsbad Current Argus.

Affidavit of Publication Ad # 0004463839 This is not an invoice

XTO ENERGY 6401 HOLIDAY HILL RD. BLDG 5

MIDLAND, TX 79707

I, a legal clerk of the Carlsbad Current Argus, a newspaper published daily at the City of Carlsbad, in said county of Eddy, state of New Mexico and of general paid circulation in said county; that the same is a duly qualified newspaper under the laws of the State wherein legal notices and advertisements may be published; that the printed notice attached hereto was published in the regular and entire edition of said newspaper and not in supplement thereof on the date as follows, to wit:

11/12/2020

Legal Clerk

Subscribed and sworn before me this November 12, 2020:

> of WI, County of Brown NOTARY PUBLIC

My commission expires

SHELLY HORA Notary Public State of Wisconsin

Ad # 0004463839 PO#: NMOCD # of Affidavits1

This is not an invoice

XTO Energy, Inc. is applying to NMOCD to surface commingle of oil and gas pro-duction for the PLU 29 Big Sinks battery in Eddy County, NM to a shared gas sales/custody transfer point located SWNE Sec. 29 T255-R31E (GIS 32.104, -103.796). Production to be comminded with instance form the follower of the sale of the gled originates from the following pools: Wolfcamp Sage;

NMOCD pool code: 98220

Leases include both the State and Federal leases in Eddy County, NM located: Sec 29 T25S R31E (SW4) Sec 32 T25S R31E (W2)

Affected parties are being notified via certified letter. Publication serves as notice to owners not located and for owners that do not have valid addresses on file.

The following individual's address is unknown. EDWIN PAULEY ESTATE

Interested parties must file objections or requests for hearing with the New Mexico Oil Conservation Division, 1220 South Saint Frances Dr. Santa Fe, NM 87505 within 20 days of publication or approval will be administratively granted. Additional information can be obtained by contacting Cheryl Rowell, XTO Energy Inc., 6401 Holiday Hill Rd Bldg 5, Midland, TX 79707. Phone number 432-218-Phone 3754. #4463839, Current Argus, November 12, 2020

From: Engineer, OCD, EMNRD

To: <u>Cherry, Tracie; Rabadue, Stephanie</u>

Cc: McClure, Dean, EMNRD; Bratcher, Mike, EMNRD: lisa@rwbyram.com; Glover, James; kparadis@blm.gov; Walls, Christopher;

Holm, Anchor E., Dawson, Scott

Subject: Approved Administrative Order CTB-974

Date: Thursday, December 17, 2020 8:40:20 AM

Attachments: CTB974 Order.pdf

NMOCD has issued Administrative Order CTB-974 which authorizes XTO Permian Operating, LLC (373075) to surface commingle or off-lease measure, as applicable, the following wells:

Well API	Well Name	Location (NMPM)	Pool Code	Battery
30-015-46175	Poker Lake Unit 29 BS #102H	E-29-25S-31E	98220	1
30-015-45934	Poker Lake Unit 29 BS #104H	F-29-25S-31E	98220	1
30-015-45935	Poker Lake Unit 29 BS #121H	E-29-25S-31E	98220	1
30-015-45916	Poker Lake Unit 29 BS #122H	E-29-25S-31E	98220	2
30-015-46510	Poker Lake Unit 29 BS #123H	F-29-25S-31E	98220	1
30-015-45932	Poker Lake Unit 29 BS #124H	F-29-25S-31E	98220	2
30-015-45918	Poker Lake Unit 29 BS #701H	E-29-25S-31E	98220	1
30-015-45919	Poker Lake Unit 29 BS #703H	F-29-25S-31E	98220	1
30-015-45936	Poker Lake Unit 29 BS #901H	E-29-25S-31E	98220	1
30-015-45920	Poker Lake Unit 29 BS #903H	F-29-25S-31E	98220	2

The administrative order is attached to this email and can also be found online at OCD Imaging.

Please review the content of the order to ensure you are familiar with the authorities granted and any conditions of approval.

Dean McClure
Petroleum Engineer, Oil Conservation Division
New Mexico Energy, Minerals and Natural Resources Department
(505) 469-8211

STATE OF NEW MEXICO ENERGY, MINERALS AND NATURAL RESOURCES DEPARTMENT OIL CONSERVATION DIVISION

APPLICATION FOR SURFACE COMMINGLING SUBMITTED BY XTO PERMIAN OPERATING, LLC

ORDER NO. CTB-974

ORDER

The Director of the New Mexico Oil Conservation Division ("OCD"), having considered the application and the recommendation of the Engineering Bureau, issues the following Order.

FINDINGS OF FACT

- 1. XTO Permian Operating, LLC ("Applicant") submitted a complete application to surface commingle and off-lease measure the oil and gas production ("Application") from the pools, leases, and wells identified in Exhibit A.
- 2. To the extent that ownership is identical, Applicant submitted a certification by a licensed attorney or qualified petroleum landman that the ownership in the pools, leases, and wells to be commingled is identical as defined in 19.15.12.7(B) NMAC.
- 3. Applicant proposed a method to allocate the oil and gas production to the pools, leases, and wells to be commingled.
- 4. To the extent that ownership is diverse, Applicant provided notice of the Application to all persons owning an interest in the oil and gas production to be commingled, including the owners of royalty and overriding royalty interests, regardless whether they have a right or option to take their interests in kind, and those persons either submitted a written waiver or did not file an objection to the Application.
- 5. Applicant provided notice of the Application to the Bureau of Land Management ("BLM") or New Mexico State Land Office ("NMSLO"), as applicable.
- 6. Applicant submitted or intends to submit one or more application(s) to the BLM or NMSLO, as applicable, to form or revise a participating area ("PA") and has identified the acreage of each lease within each spacing unit ("Pooled Area") to be included in the application(s), as described in Exhibit B.

CONCLUSIONS OF LAW

- 7. OCD has jurisdiction to issue this Order pursuant to the Oil and Gas Act, NMSA 1978, §§ 70-2-6, 70-2-11, 70-2-12, 70-2-16, and 70-2-17, and 19.15.12 NMAC.
- 8. Applicant satisfied the notice requirements for the Application in accordance with 19.15.12.10(A)(2), (C)(4)(c), and (C)(4)(e) NMAC, as applicable.

Order No. CTB-974 Page 1 of 3

- 9. Applicant's proposed method of allocation, as modified herein, complies with 19.15.12.10(B)(1) or (C)(1) NMAC, as applicable.
- 10. Commingling of oil and gas production from state, federal, or tribal leases shall not commence until approved by the BLM or NMSLO, as applicable, in accordance with 19.15.12.10(B)(3) and (C)(4)(h) NMAC.
- 11. By granting the Application with the conditions specified below, this Order prevents waste and protects correlative rights, public health, and the environment.

ORDER

- 1. Applicant is authorized to surface commingle and off-lease measure oil and gas production from the pools, leases, and wells identified in Exhibit A.
- 2. No later than sixty (60) days after the BLM or NMSLO, as applicable, approves Applicant's paying well determination for a well, Applicant shall submit to the BLM or NMSLO an application to form or revise a PA that includes the Pooled Area as defined in Applicant's Form C-102 and Exhibit B ("PA Application"). If Applicant fails to submit the PA Application, this Order shall terminate on the following day. No later than sixty (60) days after the BLM or NMSLO approves or denies the PA Application, Applicant shall submit Form C-103 to OCD with a copy of the decision. If Applicant withdraws or the BLM or NMSLO denies the PA Application, this Order shall terminate on the date of such action. If the BLM or NMSLO approves but modifies the PA Application, Applicant shall comply with the approved PA, and no later than sixty (60) days after such decision, Applicant shall submit a new surface commingle application to OCD to conform this Order with the approved PA. If OCD denies the new surface commingle application, this Order shall terminate on the date of such action.
- 3. Applicant shall allocate the oil and gas production to each lease within a Pooled Area in proportion to the acreage that each lease bears to the entire acreage of the Pooled Area described in Exhibit B until the Pooled Area is included in a PA. After a Pooled Area is included in a PA, the oil and gas production from the Pooled Area shall be allocated as required by the BLM's or NMSLO's, as applicable, approval of the PA, including any production that had been allocated previously in accordance with this Order.
- 4. The oil and gas production for each well identified in Exhibit A shall be separated and metered prior to commingling.
- 5. Applicant shall measure the commingled oil at a central tank battery described in Exhibit A in accordance with 19.15.18.15 NMAC or 19.15.23.8 NMAC.
- 6. Applicant shall measure the commingled gas at a central delivery point or central tank battery described in Exhibit A in accordance with 19.15.19.9 NMAC, provided however that if the gas is flared, and regardless whether OCD has granted an exception pursuant to 19.15.18.12(B) NMAC, Applicant shall report the gas in accordance with 19.15.18.12(F) NMAC.

Order No. CTB-974 Page 2 of 3

- 7. Applicant shall calibrate the meters used to measure or allocate oil and gas production in accordance with 19.15.12.10(C)(2) NMAC.
- 8. Applicant shall not commence commingling oil or gas production from state, federal, or tribal leases until approved by the BLM or NMSLO, as applicable.
- 9. OCD retains jurisdiction and reserves the right to modify or revoke this Order as it deems necessary to prevent waste or protect correlative rights, public health, or the environment.

STATE OF NEW MEXICO **OIL CONSERVATION DIVISION**

DATE: ____12/16/2020

ADRIENNE SANDOVAL **DIRECTOR**

AS/dm

Order No. CTB-974 Page 3 of 3

State of New Mexico Energy, Minerals and Natural Resources Department

Exhibit A

Order: CTB-974

Operator: XTO Permian Operating, LLC (373075)

Central Tank Battery 1: Poker Lake Unit 29 Big Sinks West

Central Tank Battery Location (NMPM): E/2 NW/4 Section 29, Township 25 South, Range 31 East

Central Tank Battery 2: Poker Lake Unit 29 Big Sinks East

Central Tank Battery Location (NMPM): NE/4 Section 29, Township 25 South, Range 31 East Gas Custody Transfer Meter Location (NMPM): Unit C, Section 29, Township 25 South, Range 31 East

Pools

Pool Name

Pool Code

PURPLE SAGE; WOLFCAMP (GAS)

98220

Leases as defined in 19.15.12.7(C) NMAC			
Lease	Location (NMP	PM)	
NMNM 157756A	E/2	Sec 29-T25S-R31E	
NMLC 061634B	W/2	Sec 29-T25S-R31E	
B1 7570013	NW/4, W/2 SW/4	Sec 32-T25S-R31E	
B1 7570012	E/2 SW/4	Sec 32-T25S-R31E	

	Wells			
Well API	Well Name	Location (NMPM)	Pool Code	Battery
30-015-46175	Poker Lake Unit 29 BS #102H	E-29-25S-31E	98220	1
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30-015-45918	Poker Lake Unit 29 BS #701H	E-29-25S-31E	98220	1
30-015-45919	Poker Lake Unit 29 BS #703H	F-29-25S-31E	98220	1
30-015-45936	Poker Lake Unit 29 BS #901H	E-29-25S-31E	98220	1
30-015-45920	Poker Lake Unit 29 BS #903H	F-29-25S-31E	98220	2

State of New Mexico Energy, Minerals and Natural Resources Department

Exhibit B

Order: CTB-974

Operator: XTO Permian Operating, LLC (373075)

Pooled Areas

Pooled Area	Pooled Area Location (NMPM)		Acres	Pooled Area ID	
PA WC BLM	SW/4 Sec 29, W/2 Sec 32	T25S-R31E	480	Α	

Leases Comprising Pooled Areas

Lease	Location (NMP	M)	Acres	Pooled Area ID
NMNM 157756A	E/2	Sec 29-T25S-R31E	80	Α
NMLC 061634B	W/2	Sec 29-T25S-R31E	80	Α
B1 7570013	NW/4, W/2 SW/4	Sec 32-T25S-R31E	240	Α
B1 7570012	E/2 SW/4	Sec 32-T25S-R31E	80	Α
-				·

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

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**

CONDITIONS

Action 11180

CONDITIONS OF APPROVAL

Operator:			OGRID:	Action Number:	Action Type:
XTO PERMIAI	N OPERATING LLC.	6401 HOLIDAY HILL ROAD	373075	11180	C-107B
BUILDING 5	MIDLAND, TX79707				

OCD Reviewer	Condition
dmcclure	Please review the content of the order to ensure you are familiar with the authorities granted and any conditions of approval.