RECEIVED:	REVIEWER:	TYPE:	APP NO:	
	- Geolog	ABOVE THIS TABLE FOR OCI CO OIL CONSERV gical & Engineerir Francis Drive, San	/ATION DIVISIOI ng Bureau –	
	ADMINIS [*]	RATIVE APPLICA	TION CHECKLIST	
THIS	CHECKLIST IS MANDATORY FOR		CATIONS FOR EXCEPTION	
pplicant: XTO P	ermian Operating LLC			RID Number: <u>373750</u>
	er Lake Unit 28 Big Sinks	- multiple wells		Multiple
Ool: Purple Sage;	wollcamp		P00	l Code: 98220
SUBMIT ACCUR	ATE AND COMPLETE IN	NFORMATION REQUINDICATED BEL		S THE TYPE OF APPLICATION
A. Location	CATION: Check those - Spacing Unit - Simu NSL NSP	ıltaneous Dedi <u>ca</u> ti]sd
[1] Com [ne only for [I] or [II] mingling – Storage – I DHC	PLC \square PC \square sure Increase – Ent	OLS □OLM nanced Oil Recov EOR □PPR	/ery
A. Offset B. Royal C. Applic D. Notific E. Notific F. Surfac G. For al	A REQUIRED TO: Checoperators or lease horty, overriding royalty cation requires publistation and/or concurtation and/or concurte owner of the above, proof	olders owners, revenue o hed notice rent approval by S rent approval by S	wners SLO BLM	FOR OCD ONLY Notice Complete Application Content Complete ched, and/or,
administrative understand th	N: I hereby certify that approval is accurate at no action will be taken to the D	e and complete to aken on this applic	the best of my kr	• •
N	ote: Statement must be comp	oleted by an individual wi	th managerial and/or s	upervisory capacity.
Tracie J Cherry, Re	gulatory Coordinator		11/19/20 Date	
пп от туре маше			432-218-3754	
Jane OM			Phone Number	er
ignatura	<u> </u>			@xtoenergy.com
Signature	•		e-mail Addres	2

<u>District I</u> 1625 N. French Drive, Hobbs, NM 88240 <u>District II</u> 811 S. First St., Artesia, NM 88210

811 S. First St., Artesia, NM 88210 <u>District III</u> 1000 Rio Brazos Road, Aztec, NM 87410 <u>District IV</u> 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.

APPLICATION	FOR SURFACE	COMMINGLING	(DIVERSE	OWNERSHIP)	
OPERATOR NAME: XTO Perm	ian Operating LLC			,	
OPERATOR ADDRESS: 6401 Holi	day Hill Rd. Bldg 5 Mid	dland, TX 79707			
APPLICATION TYPE:					
☐ Pool Commingling	ng Pool and Lease Co	mmingling Off-Lease	Storage and Measur	rement (Only if not Surface	Commingled)
LEASE TYPE:	State Fede	ral			
Is this an Amendment to existing Order Have the Bureau of Land Management ✓ Yes □ No					ingling
		L COMMINGLINGS 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
		_			
		4			
		4			
(2) Are any wells producing at top allowa	bles? Tyes TNo				
(3) Has all interest owners been notified by (4) Measurement type: ☐Metering ☐ (5) Will commingling decrease the value	Other (Specify)		☐Yes ☐No.	ing should be approved	
	, ,	SE COMMINGLIN s with the following ir			
 (1) Pool Name and Code. PURPLE SAG (2) Is all production from same source of (3) Has all interest owners been notified by (4) Measurement type: ✓ Metering 	supply? Yes No certified mail of the prop	o	☑ Yes ☑ N	0	
	(C) POOL and	LEASE COMMIN	GLING		
		s with the following in			
(1) Complete Sections A and E.		-			
(1	· ·	ORAGE and MEA			
(1) Is all production from same source of		ets with the following	шитинация		
(2) Include proof of notice to all interest of					
(E) Al	ODITIONAL INFO	RMATION (for all	application ty	vpes)	
	Please attach sheet	s with the following ir			
(1) A schematic diagram of facility, inclu		Same Tarabada 1	:CE-4. 1 C:	ara tanada ana 1 - 1 - 1	
(2) A plat with lease boundaries showing(3) Lease Names, Lease and Well Numbe	•	ions. Include lease numbe	ers it rederal or Sta	ate lands are involved.	
I hereby certify that the information above is	s true and complete to the	best of my knowledge an	d belief.		
SIGNATURE: Anal Gray	T	TTLE: Regulatory Co	ordinator	DATE: 11/19	9/20
TYPE OR PRINT NAME Tracie J. Che	erry		TEL	EPHONE NO.: 432-21	8-3754
E-MAIL ADDRESS: tracie_cherry@x	toenergy.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 central 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 will utilize a combination of test separators at each facility and on well pad locations.

PLU 29 Big Sinks West Battery (CTB)

For this application, the following wells will be routed directly to the PLU 28 Big Sinks West Battery from their respective multi-well pads for separation and metering:

- 108H
- 127H
- 907H

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

All oil from all from the 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.

Gas from all of the separation and process equipment is gathered into shared gas line to be sent through a gas sales meter on 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 CTB. All gas processed at this facility is routed to a gas sales meter on location.

Water production from the wells is routed to a shared water line that flows to storage tanks on location. Water then enters a main SWD system pipeline.

The following wells will be routed to the CTB but, separation and metering will be at that well pad location and flow to the inlet header at the facility:

- 128H
- 707H

The wells with flow through a three-phase separator prior to entering the inlet header. Oil will be measured off the separator using a Coriolis test meter. Gas will be measured using an electronic flow meter (EFM). Water will be measured using a mag meter.

PLU 29 Big Sinks East (Satellite)

The following wells will flow directly to satellite facility:

- 126H
- 905H
- 705H

The wells will enter the facility through the inlet header on the south side of the facility and be routed to a dedicated three-phase separator. Oil will be measured of the separators 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 CTB via a shared flowline where the oil will join in the shared oil line(s) and follow the same route through the heater treater, VRTand LACT.

The following wells will have dedicated three-phase test separators located on their respective multi-well pads and flow to the inlet header at the satellite facility:

- 106H
- 125H

Each well with flow through a three-phase separator prior to entering the inlet header. Oil will be measured off the separator 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 and water streams from these wells will enter into the same shared flowline to be transferred to the CTB.

Gas gathered from all of the process equipment will be routed into a shared gas line and through 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 at the satellite. All gas processed at this facility is sold through a gas sales meter at this location.

Water is transferred to the CTB to be treated in the skim tanks and then stored in the water tanks on location, to further enter the SWD system.

Allocation Process

For this application, all wells will be metered individually using a Coriolis test meter and a gas 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 well's 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 'bulk' production separators to allow for anticipated expansion. Approval to allocate commingled production using well test is not being requested at this time.

WELL LIST XTO PERMIAN OPERATING LLC POKER LAKE UNIT 28 BIG SINKS

Well Name (Property Code)	API	Pool (Pool Code)	Loc ¼, ¼, Sec. Twp, Rng
Poker Lake Unit 28 BS 106H (325599)	30-015-45507	Purple Sage, Wolfcamp (98220)	SHL: SWNE Sec 28 25S-31E BHL: SWSE Sec 4 26S-31E
Poker Lake Unit 108H (325599)	30-015-45540	Purple Sage, Wolfcamp (98220)	SHL: SENE Sec 28 25S-31E BHL: SESE Sec 4 26S-31E
Poker Lake Unit 125H (325535)	30-015-45508	Purple Sage, Wolfcamp (98220)	SHL: SWNE Sec 28 25S-31E BHL: SWSE Sec 4 26S-31E
Poker Lake Unit 28 BS 126H (325599)	30-015-45484	Purple Sage, Wolfcamp (98220)	SHL: SWNE Sec 28 25S-31E BHL: SWSE Sec 4 26S-31E
Poker Lake Unit 28 BS 127H (325599)	30-015-45539	Purple Sage, Wolfcamp (98220)	SHL: SENE Sec 28 25S-31E BHL: SESE Sec 4 26S-31E
Poker Lake Unit 28 BS 128H (325599)	30-015-45485	Purple Sage, Wolfcamp (98220)	SHL: SENE Sec 28 25S-31E BHL: SESE Sec 4 26S-31E
Poker Lake Unit 28 BS 705H (325599)	30-015-45737	Purple Sage, Wolfcamp (98220)	SHL: SENWE Sec 28 25S-31E BHL: SESW Sec 33 26S-31E
Poker Lake Unit 28 BS 707H (325599)	30-015-45732	Purple Sage, Wolfcamp (98220)	SHL: SENE Sec 28 25S-31E BHL: SESE Sec 4 26S-31E
Poker Lake Unit 28 BS 905H (325599)	30-015-45509	Purple Sage, Wolfcamp (98220)	SHL: SWNE Sec 28 25S-31E BHL: SWSE Sec 4 26S-31E
Poker Lake Unit 907H (325599)	30-015-45491	Purple Sage, Wolfcamp (98220)	SHL: SENE Sec 28 25S-31E BHL: SESE Sec 4 26S-31E

CERTIFIED MAILING LIST XTO PERMIAN OPERATING LLC PLU 28 BIG SINKS BATTERY

Certified #7019 0700 0001 4215 6672

ROLLA R. HINKLE III MADISON M. HINKLE PO BOX 2292 ROSWELL, NM 8802102-2292

Certified #7019 0700 0001 4215 6733

THOMAS HOWARD WHITSON 474 RAINBOW RD DURANGO, CO 81303-6617

Certified #7019 0700 0001 4215 6689

RICHARDSON MINERAL & ROYALTY, LLC PO BOX 2423 ROSWEL, NM 88202-2423

Certified 7019 0700 0001 4215 6696

MORRIS E. SCHERTZ PO BOX 2588 ROSWEL, NM 88202-2588

Certified #7019 0700 0001 4215 6702

BUREAU OF LAND MANAGEMENT 620 E GREENE ST CARLSBAD, NM 88220-6292

Certified #7019 0700 0001 4215 6719

BEPCO LP HUGH C MONTGOMERY, DIR LAND 201 MAIN STREET SUITE 3100 FORT WORTH, TX 76102-3131

Certified #7019 0700 0001 4215 6726

PAISANO ROYALTY TRUST, LLC 5128 APACHE PLUM RD., SUITE 300 FT WORTH, TX 76109

I, Tracie J Cherry, do hereby certify the interest owners for the well(s) in the PLU 28 Big Sinks Battery were furnished a copy of XTO's application, via certified mail on this date.

Signed:

Tracie J. Cherry Regulatory Coordinator

Date: 11/19/20

Attachment to Certified Mailing list XTO Permian Operating LLC PLU 28 Big Sinks Battery

LMBI II BPEOR NM, LLC
LMBI I BPEOR NM, LLC
KEYSTONE (CTAM) BPEOR NM, LLC
KEYSTONE (RMB) BPEOR NM, LLC
THRU LINE BPEOR NM, LLC
SRBI II BPEOR NM, LLC
SRBI II BPEOR NM, LLC
CTV-SRB II BPEOR NM, LLC
CTV-SRB I BPEOR NM, LLC
CTV-CTAM BPEOR NM, LLC
CTV-LMB II BPEOR NM, LLC
CTV-LMB II BPEOR NM, LLC
BMT II BPEOR NM, LLC
BMT II 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 C. 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; 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.

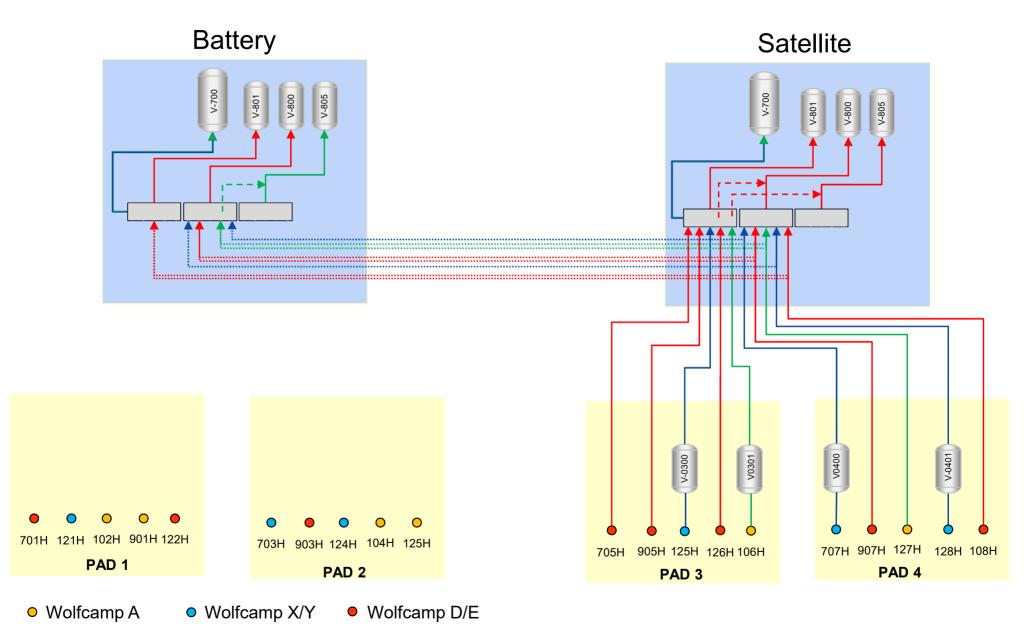
Should you have any questions concerning the above, please feel free to contact me at (817)390-8584.

Very truly yours,

Hugh C. Montgomery III

Director of Land BEPCO, L.P.

PLU28 Big Sinks Wells / Tester connections

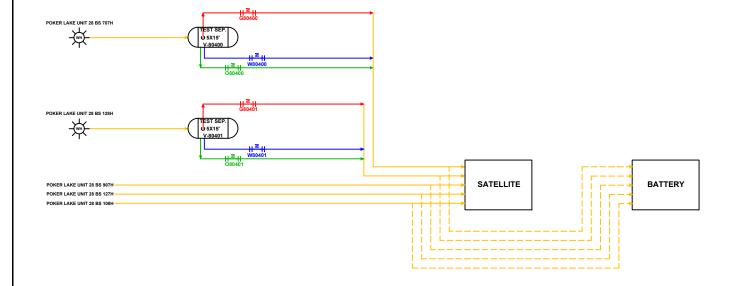




TIED IN WELLS							
NAME	API#	FORMATION	LEASE#	TESTER	LOCATION		
POKER LAKE UNIT 28BS 707H	300154573200	WOLFCAMP X/Y	NMLC062140A	V-80400	PAD 4		
POKER LAKE UNIT 28BS 128H	300154548500	WOLFCAMP X/Y	NMLC063136A	V-80401	PAD 4		

DRAWING ID	METER DESCRIPTION	TYPE	METER ID #	PURPOSE
G50M	TEST SEP. GAS METER	ORIFICE	FE-850A	ALLOCATION
G51M	TEST SEP. GAS METER	ORIFICE	FE-851A	ALLOCATION
O50M	TEST SEP. OIL METER	CORIOLIS	FE-850B	ALLOCATION
O51M	TEST SEP. OIL METER	CORIOLIS	FE-851B	ALLOCATION
W50M	TEST SEP. WATER METER	MAG	FE-850C	ALLOCATION
W51M	TEST SEP. WATER METER	MAG	FE-851C	ALLOCATION

WELL PAD (4)



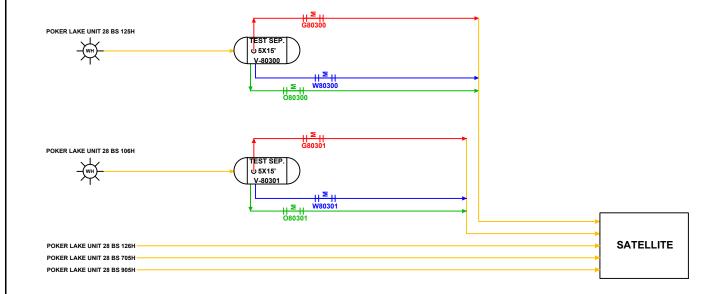
LEGEND	:
FULL WELL STREAM (FWS)	Ξ.
WATER	_
OIL —	_
GAS	_

Revision	Description of Change	Date	Ву	XTO PERMIAN OPERATING.	PLU 28 BIG SINKS EAST
0	ISSUED FOR REVIEW	3/18/2020	AE	LLC	DELAWARE BASIN
1	IFC	10/14/2020	EG	EG	
					SITE FLOW DIAGRAM
					VTO DD DI 1100D05 05D 0004 4 05 5
					XTO-DB-PLU28BSE-SFD-0001 - 1 OF 5

TIED IN WELLS						
NAME	API#	FORMATION	LEASE#	TESTER	LOCATION	
POKER LAKE UNIT 28 BS 125H	300154550800	WOLFCAMP X/Y	NMLC0063136A	V-80300	PAD 3	
POKER LAKE UNIT 28 BS 106H	300154550700	WOLFCAMP A	NMLC063136A	V-80301	PAD 3	

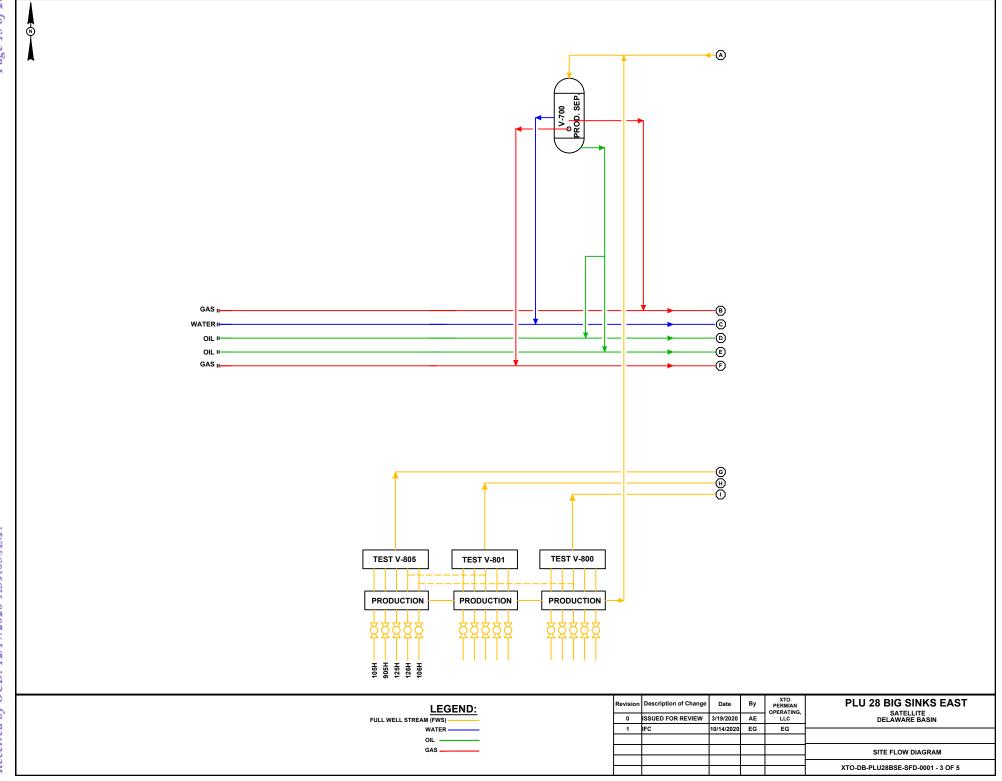
DRAWING ID	METER DESCRIPTION	TYPE	METER ID #	PURPOSE
G50M	TEST SEP. GAS METER	ORIFICE	FE-850A	ALLOCATION
G51M	TEST SEP. GAS METER	ORIFICE	FE-851A	ALLOCATION
O50M	TEST SEP. OIL METER	CORIOLIS	FE-850B	ALLOCATION
O51M	TEST SEP. OIL METER	CORIOLIS	FE-851B	ALLOCATION
W50M	TEST SEP. WATER METER	MAG	FE-850C	ALLOCATION
W51M	TEST SEP. WATER METER	MAG	FE-851C	ALLOCATION

WELL PAD (3)



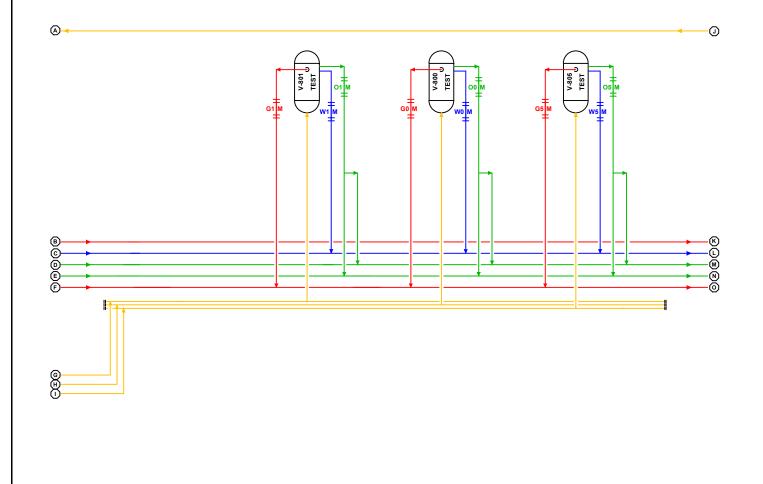
<u>L</u>	EGEND:
FULL WELL STREAM (FV	WS)
WAT	TER
OIL	
GAS	

Revision	Description of Change	Date	Ву	XTO PERMIAN OPERATING.	PLU 28 BIG SINKS EAST
0	ISSUED FOR REVIEW	3/18/2020	AE	LLC	DELAWARE BASIN
1	IFC	10/14/2020	EG	EG	
					SITE FLOW DIAGRAM
					XTO-DB-PLU28BSE-SFD-0001 - 2 OF 5
					X10-DB-FE020B3E-31 D-0001 - 2 01 3



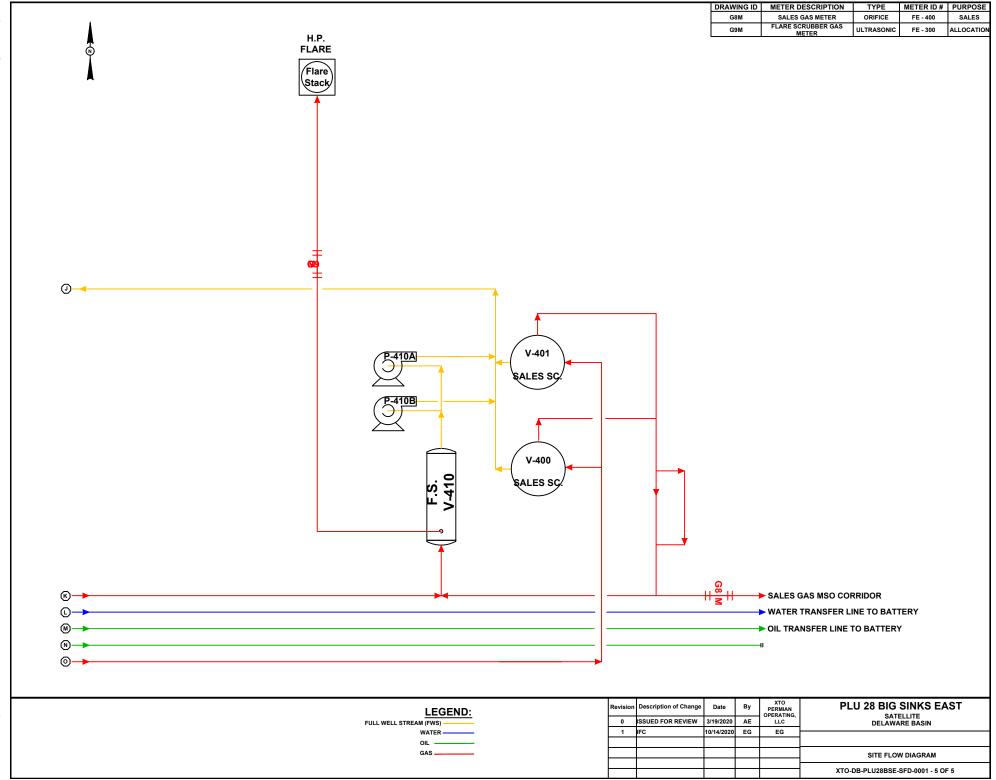
TIED IN WELLS								
NAME API# FORMATION LEASE# TESTER LOCATION								
POKER LAKE UNIT 28 BS 126H	300154548400	WOLFCAMP D/E	NMLC0063136A	V-800	SATELLITE			
POKER LAKE UNIT 28 BS 705H	300154573700	WOLFCAMP D/E	NMLC0063136A	V-801	SATELLITE			
POKER LAKE UNIT 28 BS 905H	300154550900	WOLFCAMP D/E	NMLC0063136A	V-805	SATELLITE			

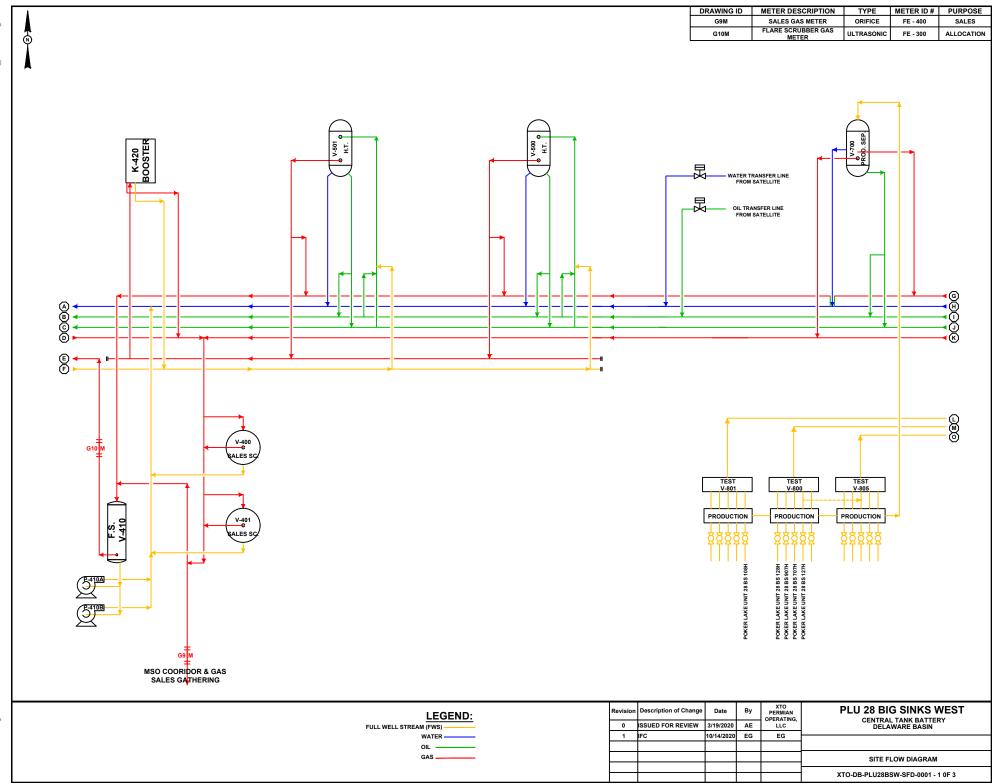
DRAWING ID	METER DESCRIPTION	TYPE	METER ID #	PURPOSE
G0M	TEST SEP. GAS METER	ORIFICE	FE - 800A	ALLOCATION
G1M	TEST SEP. GAS METER	ORIFICE	FE - 801A	ALLOCATION
G5M	TEST SEP. GAS METER	ORIFICE	FE - 805A	ALLOCATION
OOM	TEST SEP. OIL METER	CORIOLIS	FE - 800B	ALLOCATION
O1M	TEST SEP. OIL METER	CORIOLIS	FE - 801B	ALLOCATION
O5M	TEST SEP. OIL METER	CORIOLIS	FE - 805B	ALLOCATION
WOM	TEST SEP. WATER METER	MAG	FE - 800C	ALLOCATION
W1M	TEST SEP. WATER METER	MAG	FE - 801C	ALLOCATION
W5M	TEST SEP. WATER METER	MAG	FE - 805C	ALLOCATION



LEGEND:
FULL WELL STREAM (FWS)
WATER ———
OIL ———
GAS

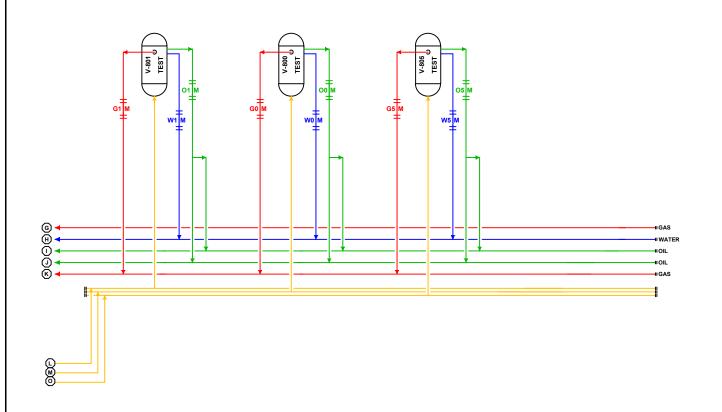
Revision	Description of Change	f Change Date By XTO PRIMIAN OPERATING.	PLU 28 BIG SINKS EAST		
0	ISSUED FOR REVIEW	3/19/2020	AE	LLC	DELAWARE BASIN
1	IFC	10/14/2020	4/2020 EG EG		
					SITE FLOW DIAGRAM
	1				XTO-DB-PLU28BSE-SFD-0001 - 4 OF 5







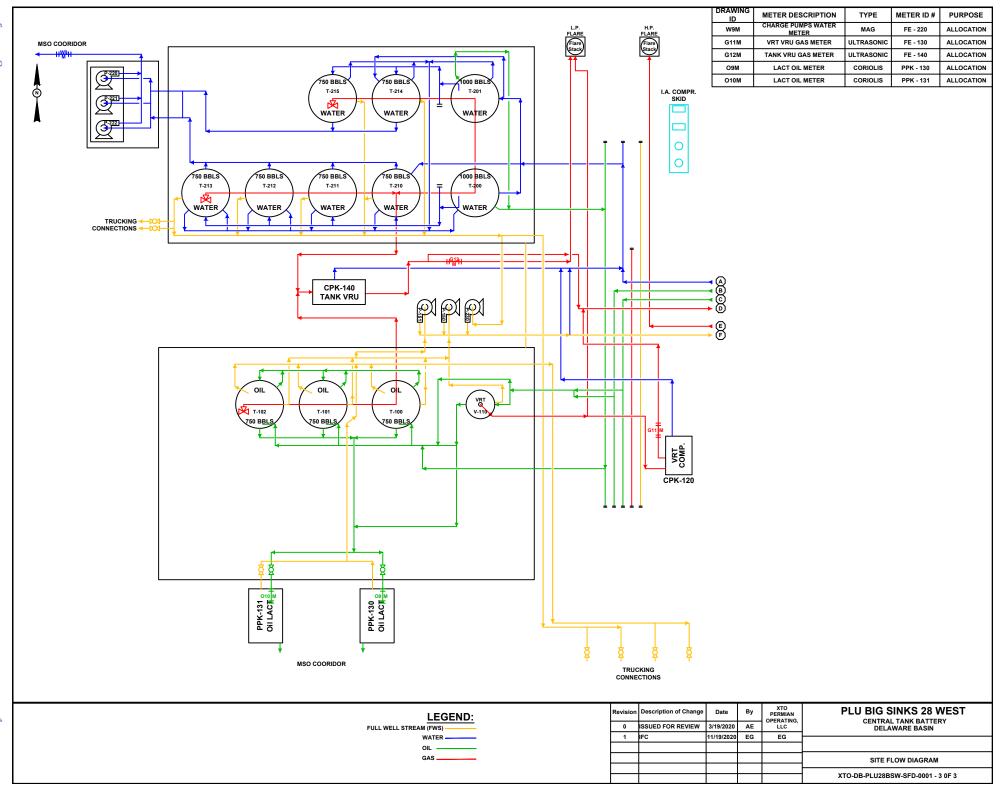
DRAWING ID	METER DESCRIPTION	TYPE	METER ID #	PURPOSE
G0M	TEST SEP. GAS METER	ORIFICE	FE - 800A	ALLOCATION
G1M	TEST SEP. GAS METER	ORIFICE	FE - 801A	ALLOCATION
G5M	TEST SEP. GAS METER	ORIFICE	FE - 805A	ALLOCATION
ООМ	TEST SEP. OIL METER	CORIOLIS	FE - 800B	ALLOCATION
O1M	TEST SEP. OIL METER	CORIOLIS	FE - 801B	ALLOCATION
О5М	TEST SEP. OIL METER	CORIOLIS	FE - 805B	ALLOCATION
WOM	TEST SEP. WATER METER	MAG	FE - 800C	ALLOCATION
W1M	TEST SEP. WATER METER	MAG	FE - 801C	ALLOCATION
W5M	TEST SEP. WATER METER	MAG	FE - 805C	ALLOCATION

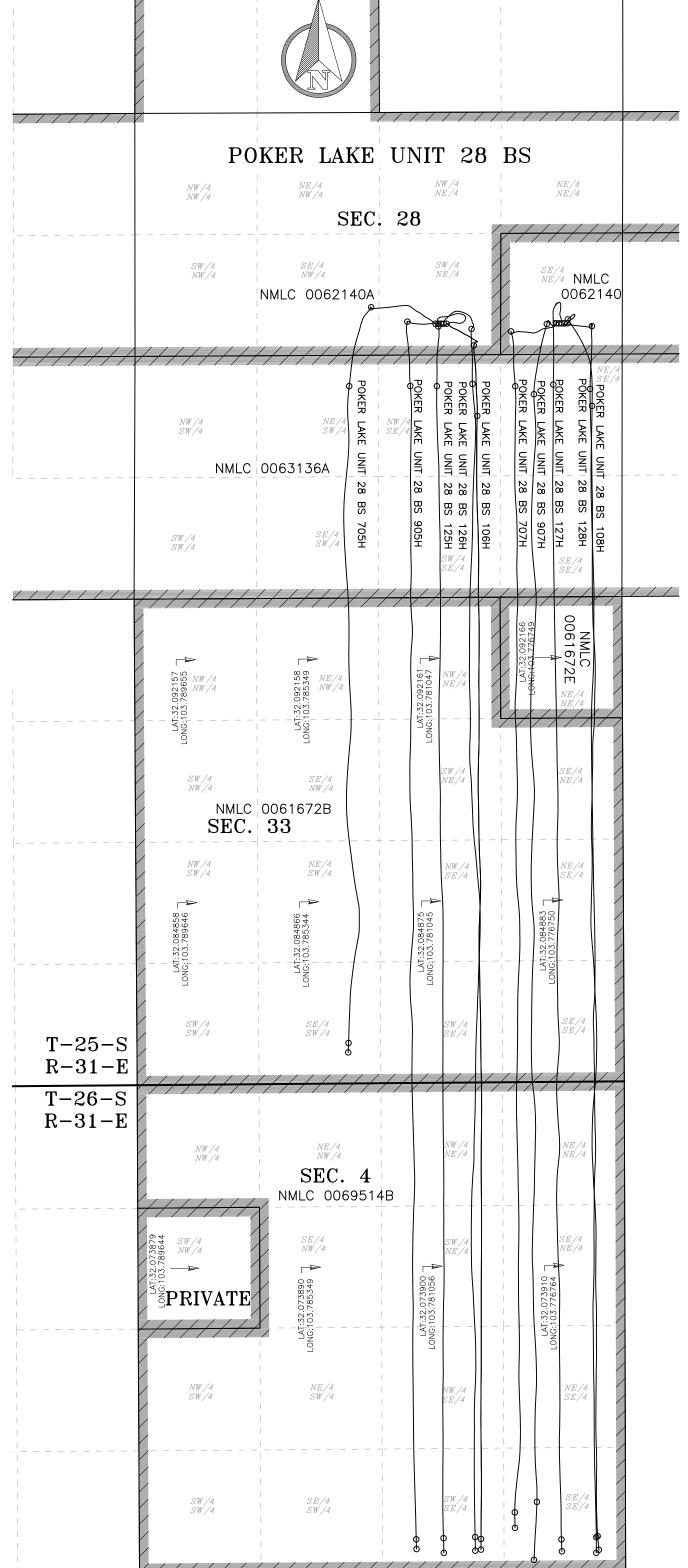


LEGEND:
FULL WELL STREAM (FWS)
WATER ———
OIL —
GAS

Revisio	Description of Change	Date	Ву	XTO PERMIAN OPERATING.	PLU 28 BIG SINKS WEST CENTRAL TANK BATTERY
0	ISSUED FOR REVIEW	3/19/2020	AE	LLC	DELAWARE BASIN
1	IFC	10/14/2020	EG	EG	
					SITE FLOW DIAGRAM
					XTO-DB-PLU28BSW-SFD-0001 - 2 0F 3
	1			1	A 10-DB-F L020B3W-31 D-0001 - 2 01 3







P:\PROJECTS\2017\2017\040532-XTO-POKER_LAKE_UNIT_28_BIG_SINKS-EDDY\DWG\LEASE_EXHIBIT\2017\040532-XTO-POKER_LAKE_UNIT_28_BS_PRE-PERF_AS-DRILLED_LEASE_EXHIBIT.dwg

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

Subject: Approved Administrative Order CTB-976

Date: Thursday, December 17, 2020 8:36:48 AM

Attachments: CTB976 Order.pdf

NMOCD has issued Administrative Order CTB-976 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
30-015-45507	Poker Lake Unit 28 BS #106H	G-28-25S-31E	98220	2
30-015-45540	Poker Lake Unit 28 BS #108H	H-28-25S-31E	98220	1
30-015-45508	Poker Lake Unit 28 BS #125H	G-28-25S-31E	98220	2
30-015-45484	Poker Lake Unit 28 BS #126H	G-28-25S-31E	98220	2
30-015-45539	Poker Lake Unit 28 BS #127H	H-28-25S-31E	98220	1
30-015-45485	Poker Lake Unit 28 BS #128H	H-28-25S-31E	98220	1
30-015-45737	Poker Lake Unit 28 BS #705H	G-28-25S-31E	98220	2
30-015-45732	Poker Lake Unit 28 BS #707H	H-28-25S-31E	98220	1
30-015-45509	Poker Lake Unit 28 BS #905H	G-28-25S-31E	98220	2
30-015-45491	Poker Lake Unit 28 BS #907H	H-28-25S-31E	98220	1

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-976

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-976 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.

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- 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-976 Page 3 of 3

State of New Mexico Energy, Minerals and Natural Resources Department

Exhibit A

Order: CTB-976

Operator: XTO Permian Operating, LLC (373075)

Central Tank Battery 1: Poker Lake Unit 28 Big Sinks West Battery

Central Tank Battery Location (NMPM): E/2 NW/4 Section 28, Township 25 South, Range 31 East

Central Tank Battery 2: Poker Lake Unit 28 Big Sinks East Battery

Central Tank Battery Location (NMPM): E/2 NE/4 Section 28, Township 25 South, Range 31 East Gas Custody Transfer Meter Location (NMPM): Unit C, Section 28, 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 (NMPM)								
SE/4	Sec 28-T25S-R31E							
NE/4 NE/4	Sec 33-T25S-R31E							
W/2 NE/4, SE/4 NE/4, SE/4	Sec 33-T25S-R31E							
E/2	Sec 4-T26S-R31E							
SW/4	Sec 28-T25S-R31E							
W/2	Sec 33-T25S-R31E							
	Location (NMPM SE/4 NE/4 NE/4 NE/4 NE/4 SE/4 W/2 NE/4, SE/4 NE/4, SE/4 E/2 SW/4							

Wells						
Well API	Well Name	Location (NMPM)	Pool Code	Battery		
30-015-45507	Poker Lake Unit 28 BS #106H	G-28-25S-31E	98220	2		
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30-015-45491	Poker Lake Unit 28 BS #907H	H-28-25S-31E	98220	1		

Lease

Acres Pooled Area ID

State of New Mexico Energy, Minerals and Natural Resources Department

Exhibit B

Order: CTB-976

Operator: XTO Permian Operating, LLC (373075)

Pooled Areas

Pooled Area	Location (NI	MPM)	Acres	Pooled Area ID
	SE/4	Sec 28-T25S-R31E		
PA WC BLM	E/2	Sec 33-T25S-R31E	800	Α
	E/2	Sec 4-T26S-R31E		
DA MC DINA	SW/4	Sec 28-T25S-R31E	400	D
PA WC BLM	W/2	Sec 33-T25S-R31E	480	В

Leases Comprising Pooled Areas

Location (NMPM)

Lease	2000.011 (1111111111111111111111111111111		Acies	i oolea Alea ib
NMLC 063136A	SE/4	Sec 28-T25S-R31E	160	Α
NMLC 061672E	NE/4 NE/4	Sec 33-T25S-R31E	40	Α
NMLC 061672B	W/2 NE/4, SE/4 NE/4, SE/4	Sec 33-T25S-R31E	280	Α
NMLC 069514B	E/2	Sec 4-T26S-R31E	320	Α
NMLC 063136A	SW/4	Sec 28-T25S-R31E	160	В
NMLC 061672B	W/2	Sec 33-T25S-R31E	320	В
-				
-				
-				
-				
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<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 11262

CONDITIONS OF APPROVAL

Operator:		OGRID:	Action Number:	Action Type:
XTO PERMIAN OI	PERATING LLC. 6401 HOLIDAY HILL ROAD	373075	11262	C-107B
BUILDING 5 MIDI	AND, 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.