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| ADMINISTRATIVE A   | PPLICATION CHECKLIST   |
|--|--|
| THIS CHECKLIST IS MANDATORY FOR ALL ADMINISTRA   | ATIVE APPLICATIONS FOR EXCEPTIONS TO DIVISION RULES AND ESSING AT THE DIVISION LEVEL IN SANTA FE |
| Applicant: Enduring Resources, LLC   | OGRID Number: <u>372286</u>  |
| Well Name: <u>Chaco 2308 04P #149H and other</u>   | API: 30-045-35495  |
| Pool: Nageezi Gallup; Basin Mancos   | Pool Code: 47540; 97232  |
|  | ON REQUIRED TO PROCESS THE TYPE OF APPLICATION ATED BELOW  |
| 1) TYPE OF APPLICATION: Check those which ap A. Location – Spacing Unit – Simultaneous D  NSL NSP(PROJECT AREA)  |  |
| B. Check one only for [1] or [11]  [1] Commingling – Storage – Measuremann of the Comming of the | PC  OLS  OLM  ase – Enhanced Oil Recovery  |
| 2) NOTIFICATION REQUIRED TO: Check those wh  A. Offset operators or lease holders  B. Royalty, overriding royalty owners, rev  C. Application requires published notice  D. Notification and/or concurrent appro  E. Notification and/or concurrent appro  F. Surface owner  | venue owners  voval by SLO  oval by BLM  Notice Complete  Application Content Complete           |
| G. For all of the above, proof of notificated.  H. No notice required  | tion or publication is attached, and/or,   |
| <ol> <li>CERTIFICATION: I hereby certify that the inform<br/>administrative approval is accurate and com<br/>understand that no action will be taken on the<br/>notifications are submitted to the Division.</li> </ol>  |  |
| Note: Statement must be completed by an in-  | dividual with managerial and/or supervisory capacity.  |
|  | 5/14/21  |
| Alex Campbell  | Date   |
| Print or Type Name   | (303)350-5107  |
|  | Phone Number acampbell@enduringresources.com   |
| Signature  | e-mail Address   |

TYPE:

APP NO:

<u>District I</u>
1625 N. French Drive, Hobbs, NM 88240
<u>District II</u>
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

# OIL CONSERVATION DIVISION

1220 S. St Francis Drive Santa Fe, New Mexico 87505 Form C-107-B Revised August 1, 2011

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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: Endurin                      | g Resources, LLC            |  |                       |                             |               |
| OPERATOR ADDRESS: 1050 17                   | th Street Suite 2500 De     | nver, CO 80265   |                       |                             |               |
| APPLICATION TYPE:                           |                             |  |                       |                             |               |
| ☐ Pool Commingling ☐ Lease Commingl         | ing Pool and Lease Co       | ommingling Off-Lease   | Storage and Measur    | rement (Only if not Surface | e Commingled) |
| LEASE TYPE:                                 | State 🛛 Fede                | eral   |                       |                             |               |
| Is this an Amendment to existing Order      |                             |  | the appropriate C     | Order No. PLC-411           |               |
| Have the Bureau of Land Managemen           | t (BLM) and State Lan       | d office (SLO) been no   | tified in writing o   | of the proposed comm        | ingling       |
| ⊠Yes □No                                    |                             |  |                       |                             |               |
|   |                             | OL COMMINGLIN ts with the following in   |                       |                             |               |
|   | Gravities / BTU of          | Calculated Gravities /   |                       | Calculated Value of         |               |
| (1) Pool Names and Codes                    | Non-Commingled              | BTU of Commingled  |                       | Commingled                  | Volumes       |
|   | Production                  | Production   |                       | Production                  |               |
|   |                             |  |                       | ]                           |               |
|   |                             | _  |                       | ]                           |               |
|   |                             |  |                       |                             |               |
|   |                             | 7  |                       |                             |               |
|   |                             | 1  |                       | 1                           |               |
| (2) Are any wells producing at top allow    | ables? Yes No               | <u> </u>   |                       | <u> </u>                    |               |
| (3) Has all interest owners been notified   | •                           | oposed commingling?  |                       |                             |               |
| (4) Measurement type: Metering              | Other (Specify)             | <b>—</b>   |                       |                             |               |
| (5) Will commingling decrease the value     | of production? LIYes        | ⊠No If "yes", descri   | be why commingli      | ing should be approved      |               |
|   |                             |  |                       |                             |               |
|   | (B) LEA                     | SE COMMINGLIN  | IG                    |                             |               |
|   |                             | ts with the following in   |                       |                             |               |
| (1) Pool Name and Code.                     |                             |  |                       |                             |               |
| (2) Is all production from same source of   |                             |  |                       |                             |               |
| (3) Has all interest owners been notified b |                             | posed commingling?   | ⊠Yes □N               | 0                           |               |
| (4) Measurement type:   Metering            | Other (Specify)             |  |                       |                             |               |
|   |                             |  |                       | <del> </del>                |               |
|   | (C) POOL and                | I LEASE COMMIN   | GLING                 |                             | ·             |
|   | ` '                         | ts with the following in   |                       |                             |               |
| (1) Complete Sections A and E.              |                             | <u> </u>   |                       |                             | <del></del>   |
|   |                             |  |                       |                             |               |
|   | D) OFF-LEASE ST             | TORAGE and MEA   | SUREMENT              |                             |               |
|   | Please attached she         | ets with the following   |                       |                             |               |
| (1) Is all production from same source of   |                             | lo .   | -                     |                             |               |
| (2) Include proof of notice to all interest | owners.                     |  |                       |                             |               |
|   | DDITION                     | NA A PRICE CO.   | 11 .4                 |                             |               |
| (E) A                                       |                             | DRMATION (for all ts with the following in   |                       | ypes)                       |               |
| (1) A schematic diagram of facility, inclu  |                             | ts with the following li   | HOTHIALION            |                             |               |
| (2) A plat with lease boundaries showing    | ~ ~                         | ions. Include lease numbe  | ers if Federal or Sta | ate lands are involved      |               |
| (3) Lease Names, Lease and Well Numb        |                             | The state of the s |                       | ando are mitorited.         |               |
|   |                             |  |                       |                             |               |
| I hereby certify that the information above | is true and complete to the | e best of my knowledge an  | d belief.             |                             |               |
| SIGNATURE:                                  |                             | TITI F. Vice Dr  | esident of Land       | DATE: 5/14/                 | /21           |
|   |                             | TITLE VICE II  | -                     |                             |               |
| TYPE OR PRINT NAME_Alex Campbel             |                             |  | TELEPHO               | ONE NO.:_(303)350-510       | 7             |
| E-MAIL ADDRESS: acampbell@endur             | ingresources.com            |  |                       |                             |               |



#### APPLICATION FOR SURFACE POOL/LEASE COMMINGLING

Enduring Resources, LLC. ("Enduring") respectfully requests approval to amend PLC-411 to surface pool/lease commingle oil & gas from all existing wells in Section 03 and Section 04 in Township 24 N, Range 8 West within the Nageezi Gallup and Basin Mancos pools listed below, for Leases NMNM18463 & NMNM109398. These spacing units are initially dedicated to the following wells:

Site Name: Chaco 2308 04P 149H PAD

Wells: Chaco 2308-04P 149H, 150H, 406H, Chaco 2308 03E 403H, Chaco 2308 03L 404H, 405H

API: 30-045-35495, 35497, 35587, 35588, 35539, 35538

Sec.04, Twn. 23N, Rge. 8W San Juan, New Mexico

Lease: NMNM18463, NMNM109398 Lat: 36.2525908, Long: -107.6788

| Well Name           | Location    | API#         | Pool                   | Oil BPD | Gravities | MSCFD | BTU   |
|---------------------|-------------|--------------|------------------------|---------|-----------|-------|-------|
| Chaco 2308-04P 149H | P-4-23N-08W | 30-045-35495 | (47540) Nageezi Gallup | 19.5    | 41.7      | 67.2  | 1,501 |
| Chaco 2308-04P 150H | P-4-23N-08W | 30-045-35497 | (47540) Nageezi Gallup | 18.9    | 41.7      | 81.8  | 1,506 |
| Chaco 2308-04P 406H | P-4-23N-08W | 30-045-35587 | (97232) Basin Mancos   | 24.4    | 41.7      | 62.8  | 1,496 |
| Chaco 2308-03E 403H | E-3-23N-08W | 30-045-35588 | (97232) Basin Mancos   | 22.9    | 42.5      | 171   | 1,548 |
| Chaco 2308-03L 404H | L-3-23N-08W | 30-045-35539 | (97232) Basin Mancos   | 16.2    | 42.5      | 75.6  | 1,546 |
| Chaco 2308-03L 405H | L-3-23N-08W | 30-045-35538 | (97232) Basin Mancos   | 21.3    | 42.5      | 77.8  | 1,547 |

## **FUTURE ADDITIONS:**

Pursuant to Statewide Rule 19.15.12.10 (C) (4)(g), Enduring respectfully requests the option to include additional future pools or leases that may be served in the future from the Chaco 2308-04P #149H surface facility, and requests authority to add additional wells contained within approved spacing units on the two leases subject to Order PLC-411 by filing a Sundry Notice C-103 and C-102 Plats together with an Amendment with the NMOCD. Notice to interest owners shall not be required when amending the application to add future pools or wells.

#### PROCESS AND FLOW DESCRIPTIONS:

Production from the 406 well flows into a dedicated 3-phase separator. Production from the 149 well and 150 well combine into a single line and flow into a 3-phase separator. Production from the 403 well, 404 well and 405 well combine into a single line and flow into a 3-phase separator. All separators are located at the Chaco 149 CTB.

The 3-phase separators will: accept the mixture of oil/gas/water and separate fluid into three independent streams (oil, gas, and water). The streams exiting the separator are measured via the following meter types:

Chaco 2308-04P 149H/150H gas allocation meter is an orifice meter (62384412\*)

Chaco 2308-04P 406H gas allocation meter is an orifice meter (62309306\*)

Chaco 2308-03E 403H, Chaco 2308-03L 404H/405H gas allocation is an orifice meter (62309298\*)



Chaco 2308-04P 149H/150H oil allocation meter is a Coriolis meter (S/N 14435395) Chaco 2308-04P 406H oil allocation meter is a Coriolis meter (S/N 14399129) Chaco 2308-03E 403H, Chaco 2308-03L 404H/405H oil allocation is a Coriolis meter (S/N 14396873)

Water is measured via a turbine meter after each separator.

After gas is measured from each separator, it combines into a single header and routes to three major locations: compression, sales, and fuel gas. The majority of gas flows to the compressor where it is compressed to high pressure and utilized for gas lift injection. Prior to injection, gas is measured via an orifice meter. Any excess gas not compressed will bypass the compressor and route to sales; sales gas is measured by an orifice meter. A portion of gas also routes to the fuel gas scrubber to knock out liquids and route to various end users as a fuel source. All fuel gas is measured downstream of the scrubber.

After oil is measured from each separator, it combines into a single header and flows to (5) 500 BBL oil tanks. Similarly, after water is measured from each separator, it combines into a single header and flows to (1) 500 BBL water tank. Every tank utilizes guided wave radar to measure oil and water volumes. Flash gas from the tanks combine into a vent header routed to vapor recover unit (VRU). The VRU compresses this gas and is measured via an orifice meter prior to being routed to the sales header.

The oil combines from each tank and routes to a charge pump. Once enough oil accumulates, oil is pumped to the LACT unit via the charge pump. The inlet of the LACT acts as the custody transfer point for the Midstream Gatherer to measure and transport oil to their facilities. Any oil that does not meet specifications is rejected by the LACT and returned to the oil tanks.

From the water tank, water routes to the water pump within the LACT unit. The inlet of the LACT acts as the custody transfer point for the Midstream Gatherer to measure and transport the water. Once enough water accumulates, the water pump activates and boosts the water into the Midstream Gather's line and facilities.

\*Gas Meter numbers provided are assigned by Enduring; Enduring is to follow up with serial numbers once collected from the field.



## APPLICATION FOR, COMMINGLING AT A COMMONCENTRAL TANK BATTERY

Proposal for Chaco 149 COM CTB:

Enduring Resources, LLC is requesting approval to commingle the following wells in a common central tank battery:

| Well Name           | Location    | API # Pool   |                        | Oil BPD | Gravities | MSCFD | BTU   |
|---------------------|-------------|--------------|------------------------|---------|-----------|-------|-------|
| Chaco 2308-04P 149H | P-4-23N-08W | 30-045-35495 | (47540) Nageezi Gallup | 19.5    | 41.7      | 67.2  | 1,501 |
| Chaco 2308-04P 150H | P-4-23N-08W | 30-045-35497 | (47540) Nageezi Gallup | 18.9    | 41.7      | 81.8  | 1,506 |
| Chaco 2308-04P 406H | P-4-23N-08W | 30-045-35587 | (97232) Basin Mancos   | 24.4    | 41.7      | 62.8  | 1,496 |
| Chaco 2308-03E 403H | E-3-23N-08W | 30-045-35588 | (97232) Basin Mancos   | 22.9    | 42.5      | 171   | 1,548 |
| Chaco 2308-03L 404H | L-3-23N-08W | 30-045-35539 | (97232) Basin Mancos   | 16.2    | 42.5      | 75.6  | 1,546 |
| Chaco 2308-03L 405H | L-3-23N-08W | 30-045-35538 | (97232) Basin Mancos   | 21.3    | 42.5      | 77.8  | 1,547 |

| Well Name           | Location    | API#         | Pool                   | Total Oil<br>BPD | Calculated<br>Gravity | Total<br>MSCFD | Calculated<br>BTU |
|---------------------|-------------|--------------|------------------------|------------------|-----------------------|----------------|-------------------|
| Chaco 2308-04P 149H | P-4-23N-08W | 30-045-35495 | (47540) Nageezi Gallup |                  |                       |                |                   |
| Chaco 2308-04P 150H | P-4-23N-08W | 30-045-35497 | (47540) Nageezi Gallup |                  |                       |                |                   |
| Chaco 2308-04P 406H | P-4-23N-08W | 30-045-35587 | (97232) Basin Mancos   | 123              | 42.2                  | 535.4          | 1529              |
| Chaco 2308-03E 403H | E-3-23N-08W | 30-045-35588 | (97232) Basin Mancos   | 123              | 42.2                  | 333.4          | 1329              |
| Chaco 2308-03L 404H | L-3-23N-08W | 30-045-35539 | (97232) Basin Mancos   |                  |                       |                |                   |
| Chaco 2308-03L 405H | L-3-23N-08W | 30-045-35538 | (97232) Basin Mancos   |                  |                       |                |                   |

## PRODUCTION SUMMARY REPORTS

WELL: Chaco 2308-04P 149H

API: 30-045-35495

**DATA DATE: May 14, 2021** 

| Year | Pool                   | Month | Production |           |              |          | Injection   |                       |           |       |          |
|------|------------------------|-------|------------|-----------|--------------|----------|-------------|-----------------------|-----------|-------|----------|
| rear | F001                   | Month | Oil (BBLs) | Gas (MCF) | Water (BBLs) | Days P/I | Water (BBL) | CO <sub>2</sub> (MCF) | GAS (MCF) | Other | Pressure |
| 2021 | (47540) Nageezi Gallup | Mar   | 558        | 1,510     | 111          | 31       | 0           | 0                     | 9,501     | 0     | N/A      |
| 2021 | (47540) Nageezi Gallup | Feb   | 519        | 2,060     | 117          | 28       | 0           | 0                     | 8,538     | 0     | N/A      |
| 2021 | (47540) Nageezi Gallup | Jan   | 609        | 2,753     | 122          | 31       | 0           | 0                     | 9,556     | 0     | N/A      |
| 2020 | (47540) Nageezi Gallup | Dec   | 638        | 2,224     | 186          | 31       | 0           | 0                     | 9,837     | 0     | N/A      |
| 2020 | (47540) Nageezi Gallup | Nov   | 549        | 1,862     | 123          | 30       | 0           | 0                     | 7,872     | 0     | N/A      |
| 2020 | (47540) Nageezi Gallup | Oct   | 677        | 1,794     | 196          | 31       | 0           | 0                     | 9,453     | 0     | N/A      |

WELL: Chaco 2308-04P 150H

API: 30-045-35497

**DATA DATE: May 14, 2021** 

| Year | Pool                   | Month | Production |           |              | Injection |             |                       |           |       |          |
|------|------------------------|-------|------------|-----------|--------------|-----------|-------------|-----------------------|-----------|-------|----------|
| rear | Fooi                   | Month | Oil (BBLs) | Gas (MCF) | Water (BBLs) | Days P/I  | Water (BBL) | CO <sub>2</sub> (MCF) | GAS (MCF) | Other | Pressure |
| 2021 | (47540) Nageezi Gallup | Mar   | 552        | 2,041     | 97           | 31        | 0           | 0                     | 8,349     | 0     | N/A      |
| 2021 | (47540) Nageezi Gallup | Feb   | 518        | 2,340     | 1505         | 28        | 0           | 0                     | 7,792     | 0     | N/A      |
| 2021 | (47540) Nageezi Gallup | Jan   | 630        | 3,108     | 136          | 31        | 0           | 0                     | 8,596     | 0     | N/A      |
| 2020 | (47540) Nageezi Gallup | Dec   | 617        | 2,434     | 185          | 31        | 0           | 0                     | 8,814     | 0     | N/A      |
| 2020 | (47540) Nageezi Gallup | Nov   | 520        | 2,594     | 115          | 30        | 0           | 0                     | 6,958     | 0     | N/A      |
| 2020 | (47540) Nageezi Gallup | Oct   | 615        | 2,357     | 148          | 31        | 0           | 0                     | 8,494     | 0     | N/A      |



WELL: Chaco 2308-04P 406H

API: 30-045-35587

**DATA DATE: May 14, 2021** 

| Year  | Pool                 | Month | Production |           |              | Injection |             |                       |           |       |          |
|-------|----------------------|-------|------------|-----------|--------------|-----------|-------------|-----------------------|-----------|-------|----------|
| 1 cai | 1 001                | Month | Oil (BBLs) | Gas (MCF) | Water (BBLs) | Days P/I  | Water (BBL) | CO <sub>2</sub> (MCF) | GAS (MCF) | Other | Pressure |
| 2021  | (97232) Basin Mancos | Mar   | 703        | 1,233     | 1.47         | 31        | 0           | 0                     | 11,689    | 0     | N/A      |
| 2021  | (97232) Basin Mancos | Feb   | 657        | 1,898     | 29.9         | 28        | 0           | 0                     | 10,454    | 0     | N/A      |
| 2021  | (97232) Basin Mancos | Jan   | 780        | 2,370     | 22.8         | 31        | 0           | 0                     | 11,719    | 0     | N/A      |
| 2020  | (97232) Basin Mancos | Dec   | 853        | 2,110     | 81.5         | 31        | 0           | 0                     | 12,036    | 0     | N/A      |
| 2020  | (97232) Basin Mancos | Nov   | 679        | 2,069     | 31.4         | 30        | 0           | 0                     | 9,602     | 0     | N/A      |
| 2020  | (97232) Basin Mancos | Oct   | 778        | 1,730     | 10.4         | 31        | 0           | 0                     | 11,602    | 0     | N/A      |

WELL: Chaco 2308-03E 403H

API: 30-045-35588

**DATA DATE: May 14, 2021** 

| Year  | Pool                 | Month | Production |           |              | Injection |             |                       |           |       |          |
|-------|----------------------|-------|------------|-----------|--------------|-----------|-------------|-----------------------|-----------|-------|----------|
| 1 cai |                      | Month | Oil (BBLs) | Gas (MCF) | Water (BBLs) | Days P/I  | Water (BBL) | CO <sub>2</sub> (MCF) | GAS (MCF) | Other | Pressure |
| 2020  | (97232) Basin Mancos | Mar   | 741        | 4,168     | 143          | 31        | 0           | 0                     | 6,298     | 0     | N/A      |
| 2020  | (97232) Basin Mancos | Feb   | 695        | 4,140     | 137          | 29        | 0           | 0                     | 5,631     | 0     | N/A      |
| 2020  | (97232) Basin Mancos | Jan   | 644        | 2,380     | 112          | 31        | 0           | 0                     | 6,765     | 0     | N/A      |
| 2019  | (97232) Basin Mancos | Dec   | 725        | 8,196     | 150          | 31        | 0           | 0                     | 5,950     | 0     | N/A      |
| 2019  | (97232) Basin Mancos | Nov   | 664        | 5,975     | 122          | 30        | 0           | 0                     | 6,499     | 0     | N/A      |
| 2019  | (97232) Basin Mancos | Oct   | 731        | 6,468     | 128          | 31        | 0           | 0                     | 6,673     | 0     | N/A      |

WELL: Chaco 2308-03L 404H

API: 30-045-35539

**DATA DATE: May 14, 2021** 

| Year | Pool                 | Month | Production |           |              | Injection |             |                       |           |       |          |
|------|----------------------|-------|------------|-----------|--------------|-----------|-------------|-----------------------|-----------|-------|----------|
| rear | 1 001                | Month | Oil (BBLs) | Gas (MCF) | Water (BBLs) | Days P/I  | Water (BBL) | CO <sub>2</sub> (MCF) | GAS (MCF) | Other | Pressure |
| 2020 | (97232) Basin Mancos | Mar   | 736        | 4,262     | 221          | 31        | 0           | 0                     | 5,365     | 0     | N/A      |
| 2020 | (97232) Basin Mancos | Feb   | 498        | 761       | 99           | 29        | 0           | 0                     | 6,282     | 0     | N/A      |
| 2020 | (97232) Basin Mancos | Jan   | 113        | 905       | 1            | 31        | 0           | 0                     | 9,562     | 0     | N/A      |
| 2019 | (97232) Basin Mancos | Dec   | 403        | 710       | 100          | 31        | 0           | 0                     | 6,066     | 0     | N/A      |
| 2019 | (97232) Basin Mancos | Nov   | 603        | 3,389     | 170          | 30        | 0           | 0                     | 5,245     | 0     | N/A      |
| 2019 | (97232) Basin Mancos | Oct   | 610        | 3,875     | 206          | 31        | 0           | 0                     | 5,449     | 0     | N/A      |

WELL: Chaco 2308-03L 405H

API: 30-045-35538

**DATA DATE: May 14, 2021** 

| Year  | Pool                 | Month |            | Prod      | uction       |          | Injection   |                       |           |       |          |
|-------|----------------------|-------|------------|-----------|--------------|----------|-------------|-----------------------|-----------|-------|----------|
| 1 cai | 1 001                | MOHUI | Oil (BBLs) | Gas (MCF) | Water (BBLs) | Days P/I | Water (BBL) | CO <sub>2</sub> (MCF) | GAS (MCF) | Other | Pressure |
| 2020  | (97232) Basin Mancos | Mar   | 685        | 3,865     | 87           | 31       | 0           | 0                     | 5,106     | 0     | N/A      |
| 2020  | (97232) Basin Mancos | Feb   | 636        | 4,404     | 74           | 29       | 0           | 0                     | 4,555     | 0     | N/A      |
| 2020  | (97232) Basin Mancos | Jan   | 648        | 2,973     | 73           | 31       | 0           | 0                     | 5,595     | 0     | N/A      |
| 2019  | (97232) Basin Mancos | Dec   | 587        | 932       | 86           | 31       | 0           | 0                     | 9,845     | 0     | N/A      |
| 2019  | (97232) Basin Mancos | Nov   | 658        | 988       | 109          | 30       | 0           | 0                     | 9,172     | 0     | N/A      |
| 2019  | (97232) Basin Mancos | Oct   | 689        | 982       | 114          | 31       | 0           | 0                     | 8,767     | 0     | N/A      |





1050 17<sup>th</sup> Street, Suite 2500 Denver, CO 80265 Telephone 303 573-1222 Fax 303 573 0461

May 14, 2021

Mr. Dean McClure
Petroleum Engineer, Oil Conservation Division
New Mexico Energy, Minerals and Natural Resources Dept.
1220 South St. Francis Drive, Santa Fe, New Mexico 87505

RE: Application of Enduring Resources, LLC to amend Administrative Pool/Lease Commingling Order PLC-411, dated December 4, 2014, San Juan County, New Mexico

Dear Mr. McClure:

Enduring Resources, LLC ("Enduring") seeks approval for the amendment of Administrative Pool/Lease Commingling Order PLC-411, dated December 4, 2014, San Juan County, New Mexico (copy attached), in order to surface commingle the production from three (3) additional wells on one of the two federal leases subject to the order. Enduring is the successor in interest to WPX Energy Production, LLC and the current operator of all six wells to be surface commingled at the facility located on the Chaco 2308-04P #149H well pad. The surface facility for the Chaco 2308-03E #403H, Chaco 2308-03L #404H, and the Chaco 2308-03L #405 wells has been consolidated with the surface facility for the three wells subject to Order PLC-411. The LACT unit for the additional three wells has been moved and added to the #149H facility to accommodate the additional production, as shown on the schematic diagram of the facility attached to the amended application. All production is from the same two federal leases that are subject to Order PLS-411 and from the same two pools: the Nageezi Gallup Oil Pool (47540) in the S/2 Section 3-T23N-R8W and the Basin Mancos Gas Pool (97232) in the S/2 Section 4-T23N-R8W. Production from each of these leases will be separately metered, and none of the production from these two separate leases will be transported off lease or otherwise commingled prior to being measured.

Pursuant to Statewide Rule 19.15.12.10 (C) (4)(g), Enduring respectfully requests the option to include additional future pools or leases that may be served in the future from the Chaco 2308-04P #149H surface facility, and requests authority to add additional wells contained within approved spacing units on the two leases subject to Order PLC-411 by filing a Sundry Notice C-103 and C-102 Plats together with an Amendment with the NMOCD. Notice to interest owners shall not be required when amending the application to add future pools or wells.

Released to Imaging: 5/21/2021 5:37:58 PM

Prior notice and approval of the movement of the pipeline LACT unit for the three additional wells by the BLM as surface and royalty owner is attached to the application. The commingled oil and gas production shall be measured and sold at the Chaco 2308-04P #149H central tank battery located in Unit P, Section 4-T23N-R8W, San Juan County, New Mexico.

A copy of this application with all attachments is being sent by email or overnight delivery to each of the owners of an interest in the six wells advising them that if they have an objection they must file it in writing with the division within 20 days from the date the division receives the application.

If you have any questions about the application or need additional information, please contact me directly at 303-350-5107 or at acampbell@enduringresources.com.

Your attention to this matter is appreciated.

Sincerely,

ENDURING RESOURCES, LLC

Alex B. Campbell Vice President Land

Encl.

Released to Imaging: 5/21/2021 5:37:58 PM

#### Exhibit (D) (2)

## **Amended Application for Surface Commingling Form C-107-B**

## Wells to be served by Pipeline LACT Unit:

- BLM Lease No. NMNM-18463, 320 acres, Section 3-T23N-R8W, San Juan County, New Mexico
- 1) Chaco 2308-04P #149H, API No. 30-045-35495
- 2) Chaco 2308-04P #150H, API No. 30-045-35497
  - BLM Lease No. NMNM-109398, 639.6 acres, Section 4-T23N-R8W, San Juan County, New Mexico
- 3) Chaco 2308-04P #406H, API No. 30-045-35587
- 4) Chaco 2308-03E #403H, API No. 30-045-35588
- 5) Chaco 2308-03L #404H, API No. 30-045-35539
- 6) Chaco 2308-03L #405H, API No. 30-045-35538.

Working Interest Owner: Enduring Resources IV, LLC – 100%

Royalty Owner: U.S.A. Office of Natural Resources Revenue

## **Overriding Royalty Interest Owners:**

JMJ Land and Minerals Company Attn.: James Strickler 2204 N. Santiago Ave. Farmington, New Mexico 87401-9063 jamesstrickler@msn.com

505-402-3248

EOG Resources, Inc.
Attn. Daniel Koury
105 S. Fourth Street
Artesia, New Mexico 88210
Daniel Koury@eogresources.com
575-748-4145

Mazzola & Company, LLP C/O Marion M. Mazzola 14624 Fenton Street Broomfield, Colorado 80020 marionmmazzola@yahoo.com Harris D. Butler III 1500 Confederate Ave. Richmond, Virginia 23227-4406 804-359-8071



U.S. Department of the Interior BUREAU OF LAND MANAGEMENT Sundry Print Reports
02/16/2021

Well Name: CHACO 2308-04P Well Location: T23N / R8W / SEC 4 / County or Parish/State: SAN

SESE / 36.25259 / 107.6788 JUAN / NM

Well Number: 149H Type of Well: OIL WELL Allottee or Tribe Name:

Lease Number: NMNM18463 Unit or CA Name: Unit or CA Number:

**US Well Number:** 3004535495 **Well Status:** Producing Gas Well **Operator:** ENDURING

RESOURCES LLC

## **Notice of Intent**

Type of Submission: Notice of Intent

Type of Action Facility

Date Sundry Submitted: 02/10/2021 Time Sundry Submitted: 01:40

Date proposed operation will begin: 02/11/2021

Procedure Description: Enduring Resources IV, LLC plans to route produced fluids using subsurface utilities from the Chaco 2308 03L well pad and to the existing facilities on the Chaco 2308 04P well pad. The entire utility corridor is located in Sections 03 and 04 of T23N, R08W and is approx. 1,395.9 feet long. This NOI addresses the portion of the corridor within Section 04 only (O&G Lease # NMNM 18463). A separate NOI has been submitted to address the project area in Section 03 (O&G Lease # NMNM 109398).). The utility corridor in Section 04 will measure approximately 30 feet wide by 1,194 feet long and is located between the existing Chaco 2308 03L and Chaco 2308 04P #149H well pads. Both well pads are leased and operated by Enduring. The utilities include the following: A flowline that will transport a mixture of oil, condensate, natural gas, and produced water from the Chaco 2308 03L well pad to the Chaco 2308 04P well pad; A natural gas pipeline that will transport natural gas from the production facilities on the Chaco 2308 04P well pad to the 2 wells on the Chaco 2308 03L well pad for gas lift pumping; A fiber optic line that will transmit data from the control system on the Chaco 2308 03L well pad to the Chaco 2308 04P well pad main panel; An electric powerline that will consist of 3 individual wires to provide power from the Chaco 2308 04P well pad to the Chaco 2308 03L well pad's control system, control valves, & instruments. In addition, an additional separator will be installed within the existing facility footprint on the Chaco 2308 04P well pad for the produced fluids coming from the Chaco 2308 03L wells. An updated facilities diagram will be submitted to the BLM within 60 days of installation. Please refer to the attached Plan of Development, Plats, and Reclamation Plan for additional project details.

## **Surface Disturbance**

Is any additional surface disturbance proposed?: No

Page 1 of 2

well Name: CHACO 2308-04P Well Location: T23N / R8W / SEC 4 / County or Parish/State: SAN

SESE / 36.25259 / 107.6788

Well Number: 149H Type of Well: OIL WELL Allottee or Tribe Name:

Lease Number: NMNM18463 Unit or CA Name: Unit or CA Number:

US Well Number: 3004535495 Well Status: Producing Gas Well Operator: ENDURING

RESOURCES LLC

JUAN / NM

## **Operator Certification**

I certify that the foregoing is true and correct. Title 18 U.S.C. Section 1001 and Title 43 U.S.C. Section 1212, make it a crime for any person knowingly and willfully to make to any department or agency of the United States any false, fictitious or fraudulent statements or representations as to any matter within its jurisdiction. Electronic submission of Sundry Notices through this system satisfies regulations requiring a submission of Form 3160-5 or a Sundry Notice.

Operator Electronic Signature: HYDE Signed on: FEB 10, 2021 01:39 PM

Name: ENDURING RESOURCES LLC

Title: Geologist

Street Address: 1050 17TH ST STE 2500

City: DENVER State: CO

Phone: (505) 386-8205

Email address: afelix@enduringresources.com

## Field Representative

Representative Name: Deidre Duffy Street Address: 848 E 2ND AVE

City: Durango State: CO Zip: 81301

Phone: (808)352-0200

Email address: deidre.duffy@wsp.com

## **BLM Point of Contact**

BLM POC Name: RYAN JOYNER BLM POC Title: Physical Scientist

BLM POC Phone: 9703851242 BLM POC Email Address: rjoyner@blm.gov

**Disposition:** Approved **Disposition Date:** 02/11/2021

Signature: Ryan Joyner

Page 2 of 2



U.S. Department of the Interior BUREAU OF LAND MANAGEMENT Sundry Print Report 60 05/12/2021

Well Name: CHACO 2308-03L Well Location: T23N / R8W / SEC 3 / County or Parish/State: SAN

NWSW / 36.255189 / 107.677788 JUAN / NM

Well Number: 404H Type of Well: OIL WELL Allottee or Tribe Name:

Lease Number: NMNM109398 Unit or CA Name: Unit or CA Number:

**US Well Number:** 3004535539 **Well Status:** Producing Oil Well **Operator:** ENDURING

RESOURCES LLC

## **Notice of Intent**

Type of Submission: Notice of Intent

Type of Action Facility

Date Sundry Submitted: 02/10/2021 Time Sundry Submitted: 01:19

Date proposed operation will begin: 02/11/2021

Procedure Description: Enduring Resources plans to route produced fluids using subsurface utilities from the Chaco 2308 03L well pad and to the existing facilities on the Chaco 2308 04P well pad. The entire utility corridor is located in Sections 03 and 04 of T23N, R08W and is approx. 1,395.9 feet long. This NOI addresses the portion of the corridor within Section 03 only (O&G Lease # NMNM 109398). A separate NOI has been submitted to address the project area in Section 04 (O&G Lease # NMNM 18463). The utility corridor in Section 03 will measure approximately 30 feet wide by 201.9 feet long and is located between the existing Chaco 2308 03L and Chaco 2308 04P #149H well pads. Both well pads are leased and operated by Enduring The utilities include the following: A flowline that will transport a mixture of oil, condensate, natural gas, and produced water from the Chaco 2308 03L well pad to the Chaco 2308 04P well pad; A natural gas pipeline that will transport natural gas from the production facilities on the Chaco 2308 04P well pad to the 2 wells on the Chaco 2308 03L well pad for gas lift pumping; A fiber optic line that will transmit data from the control system on the Chaco 2308 03L well pad to the Chaco 2308 04P well pad main panel; An electric powerline that will consist of 3 individual wires to provide power from the Chaco 2308 04P well pad to the Chaco 2308 03L well pad's control system, control valves, & instruments. In addition, surface production facilities and equipment related to the Chaco 2308 03L #404H well site have been been removed to address soil impacts from a produced-water pipeline leak on the well pad in August 2020. The well pad will be reduced in size to approximately 3 acres following remediation activities. Please refer to the attached Plan of Development, Plats, and Reclamation Plan for additional project details.

## **Surface Disturbance**

Is any additional surface disturbance proposed?: No

## **NOI Attachments**

## **Procedure Description**

Reclamation\_Plan\_Heros\_002H\_2014\_06\_17\_20210210124110.pdf

PLAT\_CHACO\_2308\_03L\_20210210124109

POD\_Chaco\_2308\_03L\_\_\_All\_Utilities\_210208\_20210210124107.pdf

weil Name: LYBROOK 2308-03L Well Location: T23N / R8W / SEC 3 / County or Parish/State: SAN

NWSW / 36.255189 / 107.677788

Well Number: 404H Type of Well: OIL WELL Allottee or Tribe Name:

Lease Number: NMNM109398 Unit or CA Name: Unit or CA Number:

**US Well Number**: 3004535539 **Well Status**: Producing Oil Well **Operator**: ENDURING

RESOURCES LLC

JUAN / NM

 $404\_Chaco\_ProjectExtentMap\_201123\_20210210124106.pdf$ 

## **BLM Point of Contact**

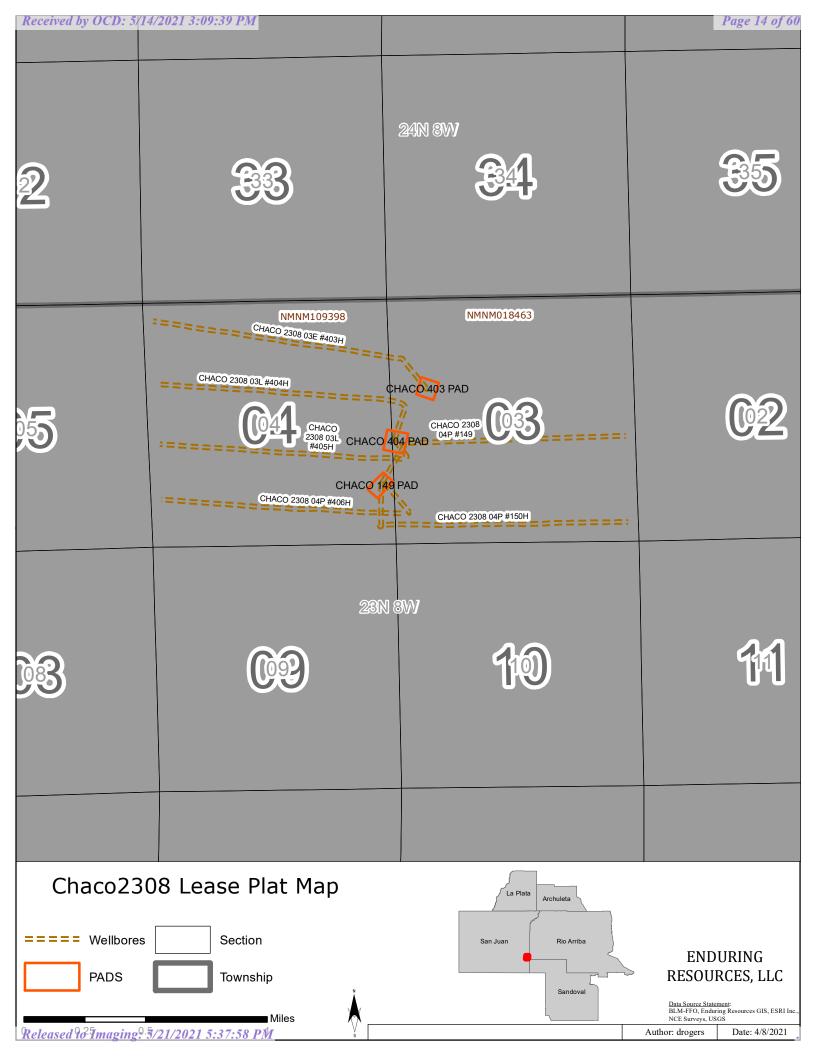
BLM POC Name: DAVE J MANKIEWICZ BLM POC Title: AFM-Minerals

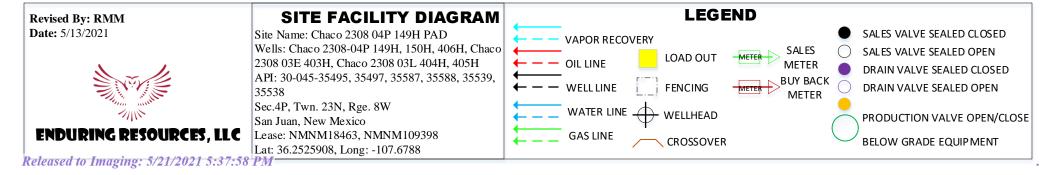
BLM POC Phone: 5055647761 BLM POC Email Address: DMANKIEW@BLM.GOV

Disposition Date: 03/09/2021

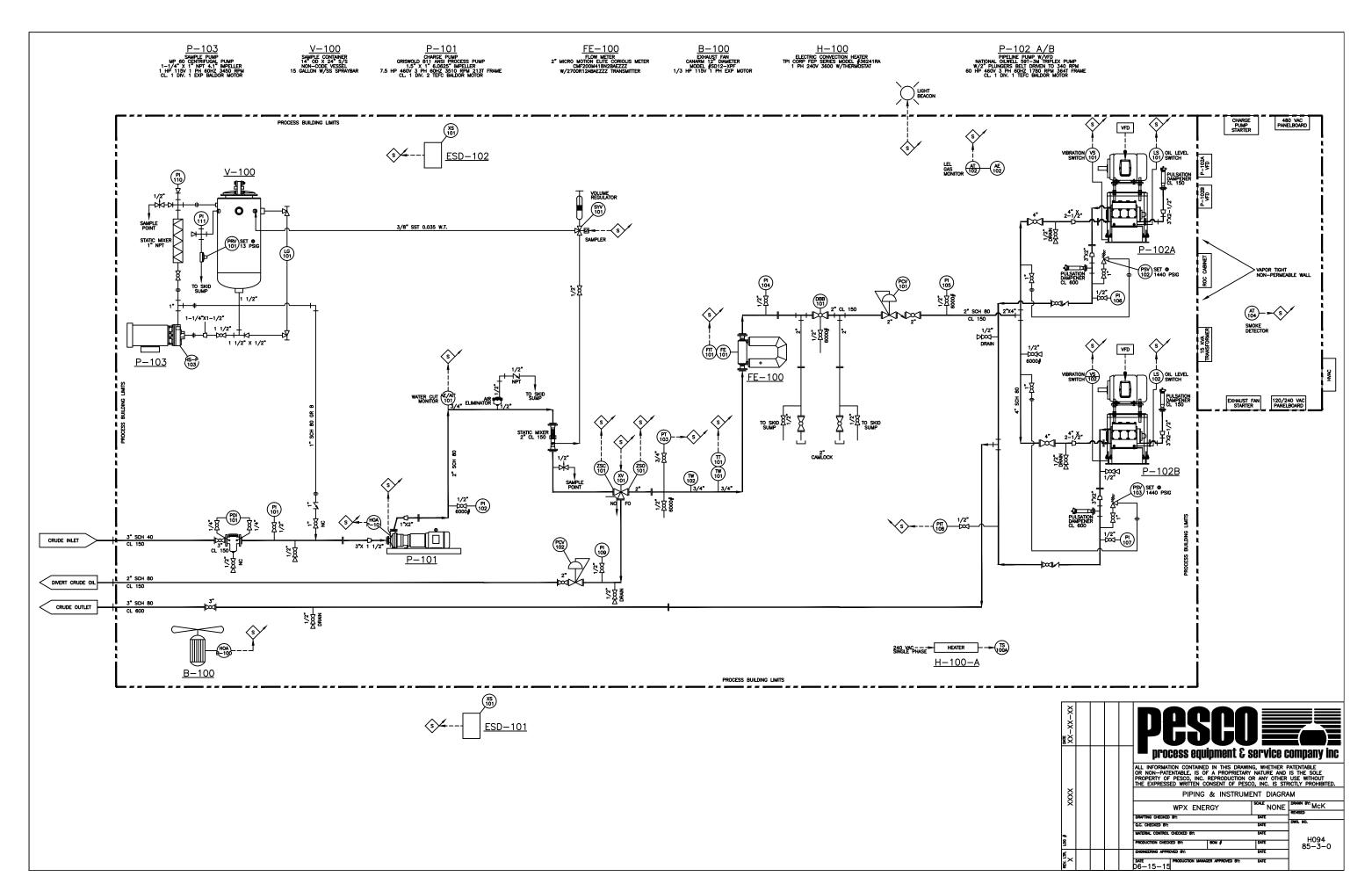
Signature: Dave J Mankiewicz

**Disposition:** Approved





57'



1625 N. French Drive, Hobbs, NM 88240 Phone: (575) 393–6161 Fax: (575) 393–0720

District II 811 S. First Street, Artesia, NM 88210 Phone: (575) 748-1283 Fax: (575) 748-9720

District III 1000 Rio Brazos Road, Aztec, NM 87410 Phone: (505) 334-6178 Fax: (505) 334-6170

District IV 1220 S. St. Francis Drive, Santa Fe, NM 87505 Phone: (505) 476–3460 Fax: (505) 476–3462

State of New Mexico Energy, Minerals & Natural Resources Department

OIL CONSERVATION DIVISION

Page 17 of 60 Revised August 1, 2011

Submit one copy to Appropriate District Office

AMENDED REPORT

AS DRILLED

# 1220 South St. Francis Drive Santa Fe. NM 87505

#### WELL LOCATION AND ACREAGE DEDICATION PLAT

| 1/2                           | API Numbe                      | ۲               |                    | ²Pool Coo | de                            | ³Pool Name                       |                         |         |                          |           |     |
|-------------------------------|--------------------------------|-----------------|--------------------|-----------|-------------------------------|----------------------------------|-------------------------|---------|--------------------------|-----------|-----|
| 30-045-35                     | 588                            |                 |                    | 97232     | 2                             |                                  | BASIN MAN               | ICOS    |                          |           |     |
| ⁴Property                     | I                              |                 |                    |           | <sup>5</sup> Property Name    |                                  |                         |         | <sup>6</sup> Well Number |           |     |
| 321222                        | 2                              |                 |                    |           | CHACO 2308-03E                |                                  |                         |         | 403H                     |           |     |
| 'OGRID N                      | No .                           |                 |                    |           | °Operato                      | nr Name                          |                         |         | °E                       | levat ion |     |
| 372286                        | 5                              |                 |                    |           | ENDURING                      | ING RESOURCES, LLC               |                         |         |                          |           |     |
|                               | <sup>10</sup> Surface Location |                 |                    |           |                               |                                  |                         |         |                          |           |     |
| UL or lot no.                 | Section                        | Township        | Range              | Lot Idn   | Feet from the                 | North/South line                 | Feet from the           | East/We | st line                  | County    |     |
| E                             | 3                              | 23N             | 8W                 |           | 1906                          | NORTH                            | 817                     | WE      | ST                       | SAN J     | UAN |
|                               |                                | 1               | <sup>1</sup> Botto | m Hole    | Location ]                    | f Different f                    | rom Surfac              | е       |                          |           |     |
| UL or lot no.                 | Section                        | Township        | Range              | Lot Idn   | Feet from the                 | North/South line                 | Feet from the           | East/We | est line                 | County    | 1   |
| D                             | 4                              | 23N             | 8W                 | 4         | 329                           | NORTH                            | 231                     | WE      | ST                       | SAN J     | UAN |
| <sup>12</sup> Dedicated Acres |                                | 159.60<br>N/2 - |                    | n 4       | <sup>13</sup> Joint or Infill | <sup>14</sup> Consolidation Code | <sup>15</sup> Order No. |         |                          |           |     |

NO ALLOWABLE WILL BE ASSIGNED TO THIS COMPLETION UNTIL ALL INTERESTS HAVE BEEN CONSOLIDATED OR A NON-STANDARD UNIT HAS BEEN APPROVED BY THE DIVISION

END-OF-LATERAL 329' FNL 231' FWL SECTION 4, T23N, R8W LAT: 36.262674°N LONG: 107.694801°W DATUM: NAD1927

LAT: 36.262687°N LONG: 107.695413°W DATUM: NAD1983

BASE PERFORATION 346' FNL 338' FWL SECTION 4, T23N, RBW LAT: 36.262626 N LONG: 107.694436 W DATUM: NAD1927

LAT: 36.262639 °N LONG: 107.695048 °W DATUM: NAD1983

POINT-OF-ENTRY 1121' FNL 387' FEL SECTION 4, T23N, R8W LAT: 36.260482 N LONG: 107.678865 W DATUM: NAD1927

LAT: 36.260495°N LONG: 107.679476°W LONG: 107.679476 DATUM: NAD1983

SURFACE LOCATION 1906' FNL 817' FWL SECTION 3, T23N, R8W LAT: 36.258319 °N LONG: 107.674724 °W DATUM: NAD1927

LAT: 36.258332°N LONG: 107.675335°W DATUM: NAD1983

(RECORD) NO1 °11 W 2663.76 NO1 °16 '56 "W 2665.56" (MEASURED) (RECORD) N89 \*57 W 2651.55 ' (RECORD) N89 °57 W 2651.55 (RECORD) N89 °57 W 2651.55 (RECORD) N89 °57 W 2651.55 ' S89 °58 '24 "W 2652.78 S89 °58 '50 "W 2651.25 S89 °58 '48 "W 2649.42 S89 °58 '24 "W 2652.78 15 329' (MEASURED) (MEASURED) (MEASURED) (RECORD) NO1 \*28 W 2641.98 NO1 \*30 57 W 2645.23 (MEASURED) 231 N80°26.8'W 4765.5' INT 2 2 LOT 72 LOT LOT LOT LOT 74 LOT 387 906 (MEASURED) 2'03"W 2698.. 1 \*48 W 2698.) (RECORD) LOT 3 4 N57°16.7'W 1452.9 ,55 817 8 N01 9 3 (RECORD) 01°28 W 2655.84 °32'08"W 2653.24 (MEASURED) (MEASURED) •05 '55 "W 2649.64 54 2652.E 48 W (REC 9 N01 N01 (MEASURED) N89 °45 '50 'W 2640.09 (MEASURED) N89 °48 '01 "W 2637.93" (MEASURED) N89 °39 '53 "W 2634.43 (MEASURED) N89 \*45 '27 "W 2644.46 N89 \*36 'W 2636.04' (RECORD) N89 °36 W 2636.04 (RECORD) N89 °44 W 2639.34 N89 °44 'W 2639.34 ' (RECORD) (MEASURED)

NO1 °16 '06 "W 2654.26

NO1°11'W 2657.16 (RECORD)

"UPERATUR CERTIFICATION
I hereby certify that the information contained
herein is true and complete to the best of my
knowledge and belief, and that this organization
either owns a working interest or unleased
mineral interest in the land including the
proposed bottom-hole location or has a right
to drill this well at this location pursuant
to a contract with an owner of such a mineral
or working interest, or to a voluntary pooling
agreement or a compulsory pooling order
heretofore entered by the division. that the 4/8/21 Signature Date **Heather Huntington** Printed Name hhuntington@enduringresources.com E-mail Address SURVEYOR CERTIFICATION I hereby certify that the well location shown on this plat was plotted from field notes of actual surveys made by me or under my supervision, and that the same is true and correct to the best of my belief Date Revised: NOVEMBER 4, 2014 Survey Date: FEBRUARY 26, 2014 Signature and Seal of Professional Surveyor STUN MEXICO MEXICO EW AROFESSIONAL PROFESSIONAL SCHUEYOR **DWARDS** 

Certificate Number

15269

OPERATOR CERTIFICATION

<u>DISTRICT J</u> 1625 N. French Dr., Hobbs, N.M. 88240 Phone: (575) 393-6161 Fax: (575) 393-0720

DISTRICT II 811 S. First St., Artesia, N.M. 88210 Phone: (575) 748-1283 Fax: (575) 748-9720

<u>DISTRICT III</u> 1000 Rio Brazos Rd., Aztec, N.M. 87410 Phone: (505) 334-6178 Fax: (505) 334-6170

<u>DISTRICT IV</u> 1220 S. St. Francis Dr., Santa Fe, N.M. 87505 Phone: (505) 476-3460 Fax: (505) 476-3462

State of New Mexico Energy, Minerals & Natural Resources Department

OIL CONSERVATION DIVISION

1220 South St. Francis Dr. Santa Fe, N.M. 87505

WELL LOCATION AND ACREAGE DEDICATION PLAT

Form C-102 Revised August 1, 2011 Submit one copy to appropriate District Office

## "AS DRILLED"

| <sup>1</sup> API Number<br>30-045-35538 | <sup>2</sup> Pool Code<br><b>97232</b>   | <sup>3</sup> Pool Name BASIN MANCOS |                     |
|---|--|-------------------------------------|---------------------|
| Property Code                           | <sup>6</sup> Property<br>CHACO 2         |                                     | ° Well Number       |
| 70GRID No.<br>372286                    | <sup>8</sup> Operator<br><b>ENDURING</b> |                                     | ° Elevation<br>6879 |

Surface Location UL or lot no. Section Township Range Lot Idn Feet from the North/South line Feet from the East/West line County 3 23 N 8 W 2216 SOUTH 74 SAN JUAN WEST Bottom Hole Location If Different From Surface UL or lot no. Lot Idn Feet from the North/South line Feet from the Section Township Range

East/West line County 23 N 8 W 2254 SOUTH 250 SAN JUAN WEST 13 Joint or Infill 14 Consolidation Code 16 Order No.

Dedicated Acres N2/S2 SEC 4

NO ALLOWABLE WILL BE ASSIGNED TO THIS COMPLETION UNTIL ALL INTERESTS HAVE BEEN CONSOLIDATED OR A NON-STANDARD UNIT HAS BEEN APPROVED BY THE DIVISION

SURFACE

BOTTOM HOLE 2254' FSL, 250' FWL LAT: 36.2552258° N LONG: 107.6951132° W **NAD 83** LAT: 36°15.31279' N LONG: 107°41.67009' **NAD 27** 

LANDING POINT 1888' FSL, 159' FEL LAT: 36.2541491° N LONG: 107.6785395° W **NAD 83** LAT: 36°15.24818' N LONG: 107°40.67570' W

2216' FSL, 74' FWL LAT: 36.2550465° N LONG: 107.6777705° W **NAD 83** LAT: 36°15.30203' N LONG: 107°40.62957' W **NAD 27** 

**NAD 27** LOT 4 LOT 3 LOT 2 LOT 4 LOT 2 LOT 1 LOT 1 LOT 3 SECTION 4 SECTION 3 159 S 34°40'08" W 397.62' 250' ≥ N 85°30'02" W 4902.19 20 1°16'28" \ 2654.35' 1°32'1 2653. 2216' 2254 1888 Z Z N 89°46'14" W N 89°47'46" N 89°39'56" W 2640.22 2638.05 2634.181

BEARINGS & DISTANCES SHOWN ARE REFERENCED TO THE NEW MEXICO COORDINATE SYSTEM, WEST ZONE, NAD 83. UNLESS OTHERWISE NOTED.

THE COORDINATES FOR THE LANDING NOTE: POINT AND THE BOTTOM HOLE LOCATION CAME FROM THE CERTIFIED FINAL DIRECTIONAL SURVEY CONDUCTED BY CATHEDRAL ON 07/31/14. LEGEND:

- O = SURFACE LOCATION
- **BOTTOM HOLE** LOCATION
- = FOUND 1947 U.S.G.L.O. BRASS CAP
- **△** = LANDING POINT

## <sup>17</sup> OPERATOR CERTIFICATION

I hereby certify that the information contained herein is true and complete to the best of my knowledge and belief, and that this organization either owns a working interest or unleased mineral interest in the land including the proposed bottom hole location or has a right to drill this well at this location pursuant to a contract with an owner of such a mineral or working interest, or to a voluntary pooling agreement or a compulsory pooling order heretofore entered by the division.

4/8/21 Signature Date

Heather Huntington

Printed Name hhuntington@enduringresources.com

E-mail Address

#### 18 SURVEYOR CERTIFICATION

I hereby certify that the well location shown on this plat was plotted from field notes of actual surveys made by me or under my supervision, and that the same is true and correct to the best of my belief.

02/12/14 Date of Survey 7078

Certificate Number United Field Services, Inc.

<u>DISTRICT\_I</u> 1625 N. French Dr., Hobbs, N.M. 88240 Phone: (575) 393-6161 Fax: (575) 393-0720

<u>DISTRICT\_II</u> 811 S. First St., Artesia, N.M. 88210 Phone: (575) 748-1283 Fax: (575) 748-9720

DISTRICT III 1000 Rio Brazos Rd., Aztec, N.M. 87410 Phone: (505) 334-6178 Fax: (505) 334-6170

DISTRICT IV 1220 S. St. Francis Dr., Santa Fe, N.M. 87505 Phone: (505) 476-3460 Fax: (505) 476-3462

State of New Mexico Energy, Minerals & Natural Resources Department

OIL CONSERVATION DIVISION 1220 South St. Francis Dr.

> Santa Fe, N.M. 87505 "AS DRILLED"

Form C-102 Revised August 1, 2011

Submit one copy to appropriate District Office

⋈ AMENDED REPORT

## WELL LOCATION AND ACREAGE DEDICATION PLAT

| <sup>1</sup> API Number 30-045-35539 | 9          | <sup>2</sup> Pool Code                 |                       | <sup>3</sup> Pool Name<br>BASIN MANCOS       |               |                |                     |  |
|--------------------------------------|------------|--|-----------------------|--|---------------|----------------|---------------------|--|
| <sup>4</sup> Property Code<br>321223 |            |  |                       | Property Name *Well Number ACO 2308 03L 404H |               |                |                     |  |
| 70GRID No.<br>372286                 |            | *Operator Name ENDURING RESOURCES, LLC |                       |  |               |                | ° Elevation<br>6879 |  |
|                                      |            |  | <sup>10</sup> Surface | Location                                     |               |                |                     |  |
| L or lot no.   Section   To          | ship Range | Lot Idn                                | Feet from the         | North/South line                             | Feet from the | East/West line | County              |  |

23 N 2268 SOUTH 70 WEST SAN JUAN

Bottom Hole Location If Different From Surface

| UL or lot no.      | Section      | Township     | Range         | Lot Idn  | Feet from the | North/South line | Feet from the | East/West line | County   |
|--------------------|--------------|--------------|---------------|----------|---------------|------------------|---------------|----------------|----------|
| E                  | 4            | 23 N         | 8 W           |          | 1742          | NORTH            | 260           | WEST           | SAN JUAN |
| 12 Dedicated Acres | s   13 Joint | or Infill 14 | Consolidation | Code 150 | rder No.      |                  |               |                |          |

S2/N2

S 89°59'04" W

2649.72

LOT 2

LOT 1

œ ō

~ z

NO ALLOWABLE WILL BE ASSIGNED TO THIS COMPLETION UNTIL ALL INTERESTS HAVE BEEN CONSOLIDATED OR A NON-STANDARD UNIT HAS BEEN APPROVED BY THE DIVISION

S 89°58'18" W

5305.33'

LOT 3

N 18°09'37" W

949.57'

N 89°39'56" W

2634.181

16 BOTTOM HOLE 1742' FNL, 260' FWL LAT: 36.2588009° N LONG: 107.6951898° W **NAD 83** LAT: 36°15.52729' N LONG: 107°41.67469' W **NAD 27** 

S 89°58'46" W

≥

58

1030

z

98 LOT

260

† 1742' 790 700

2651.24

LOT 3

N 85°13'05"

4853.54

SECTION 4

LANDING POINT 2148' FNL, 206' FEL LAT: 36.2576693° N LONG: 107.6787865° W

**NAD 83** LAT: 36°15.45940' N **NAD 27** 

3

37"

0

2665

70

35 .58

2268 2654. 9101

≥

Z

LOT 4

-206'

SURFACE 2268' FSL, 70' FWL LAT: 36.2551894° N LONG: 107.6777876° W **NAD 83** LAT: 36°15.31060' N

LONG: 107°40.69052' W LONG: 107°40.63059' W **NAD 27** 

> LOT 2 LOT 1

BEARINGS & DISTANCES SHOWN ARE REFERENCED TO THE NEW MEXICO COORDINATE SYSTEM, WEST ZONE, NAD 83, UNLESS OTHERWISE NOTED.

NOTE: THE COORDINATES FOR THE LANDING POINT AND THE BOTTOM HOLE LOCATION CAME FROM THE CERTIFIED FINAL DIRECTIONAL SURVEY CONDUCTED BY CATHEDRAL ON 07/31/14. LEGEND:

SECTION 3

O = SURFACE LOCATION

**BOTTOM HOLE** LOCATION

⊕ = FOUND 1947 U.S.G.L.O. **BRASS CAP** 

**△** = LANDING POINT

#### 17 OPERATOR CERTIFICATION

I hereby certify that the information contained herein is true and complete to the best of my knowledge and belief. and that this organization either owns a working interest or unleased mineral interest in the land including the proposed bottom hole location or has a right to drill this well at this location pursuant to a contract with an owner of such a mineral or working interest, or to a voluntary pooling agreement or a compulsory pooling order heretofore entered by the division.

4/8/21 Signature Date

**Heather Huntington** 

Printed Name

hhuntington@enduringresources.com E-mail Address

#### 18 SURVEYOR CERTIFICATION

I hereby certify that the well location shown on this plat was plotted from field notes of actual surveys made by me or under my supervision, and that the same is true and correct to the best of my belief.

03/27/14 Date of Survey Signature and S 17078 Certificate Number United Field Services, Inc.

<sup>12</sup> Dedicated Acres

1625 N. French Drive, Hobbs, NM 88240 Phone: (575) 393–6161 Fax: (575) 393–0720

District II 811 S. First Street, Artesia, NM 88210 Phone: (575) 748–1283 Fax: (575) 748–9720

1000 Rio Brazos Road, Aztec, NM 87410 Phone: (505) 334-6178 Fax: (505) 334-6170

District IV 1220 S. St. Francis Drive, Santa Fe, NM 87505 Phone: (505) 476-3460 Fax: (505) 476-3462

160.0 Acres

- Section 3

N/2

S/2

State of New Mexico

Energy, Minerals & Natural Resources Department

Submit one copy to Appropriate District Office

<sup>15</sup> Order No

AMENDED REPORT

Revised August 1, 2011

Page 20 of 60

OIL CONSERVATION DIVISION 1220 South St. Francis Drive Santa Fe, NM 87505

AS-DRILLED

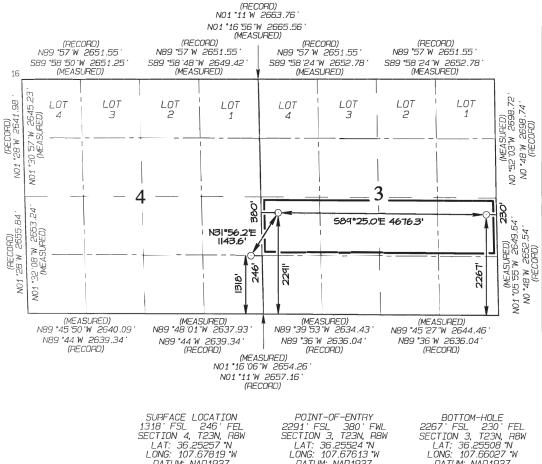
## WELL LOCATION AND ACREAGE DEDICATION PLAT

| 30-045-3   | 35495   |                         |                | 47540   |               |                  |               |         |            |           |   |
|--|---------|-------------------------|----------------|---------|---------------|------------------|---------------|---------|------------|-----------|---|
| ⁴Property  | Code    |                         |                |         | ⁵Property     | / Name           |               |         | ⁵ We       | 11 Number | _ |
| 321224   |         |                         | CHACO 2308-04P |         |               |                  |               |         | 149H       |           |   |
| 'OGRID N   | No.     |                         |                |         |               |                  |               |         | °Elevation |           |   |
| 37228  | 6       | ENDURING RESOURCES, LLC |                |         |               |                  |               |         | 6871'      |           |   |
|  | •       |                         |                |         | Surface L     | ocation 10       |               |         |            |           |   |
| UL or lot no.  | Section | Township                | Range          | Lot Idn | Feet from the | North/South line | Feet from the | East/We | est line   | County    |   |
| Р  | 4       | 23N                     | 8W             |         | 1318          | SOUTH            | 246           | EA      | ST         | SAN JUAN  | 1 |
| <sup>11</sup> Bottom Hole Location If Different From Surface |         |                         |                |         |               |                  |               |         |            |           |   |
| UL or lot no.  | Section | Township                | Range          | Lot Idn | Feet from the | North/South line | Feet from the | East/We | est line   | County    |   |
| I  | 3       | 23N                     | 8W             |         | 2267          | SOUTH            | 230           | EA      | ST         | SAN JUAN  | 1 |

NO ALLOWABLE WILL BE ASSIGNED TO THIS COMPLETION UNTIL ALL INTERESTS HAVE BEEN CONSOLIDATED OR A NON-STANDARD UNIT HAS BEEN APPROVED BY THE DIVISION

<sup>14</sup> Consolidation Code

<sup>13</sup> Joint or Infill



LAT: 36.25524 N LONG: 107.67613 W

DATUM: NAD1927 LAT: 36.25525 °N LONG: 107.67674 °W DATUM: NAD1983 DATUM: NAD 1927

LAT: 36.25510°N LONG: 107.66088°W DATUM: NAD1983



LAT: 36.25257 °N LONG: 107.67819 °W

DATUM: NAD1927

LAT: 36.25259 °N

LONG: 107.67880 °W DATUM: NAD1983

1625 N. French Drive, Hobbs, NM 88240 Phone: (575) 393–6161 Fax: (575) 393–0720 District II 811 S First Street, Artesia, NM 88210 Phone: (575) 748–1283 Fax: (575) 748–9720 District III

1000 Rio Brazos Road, Aztec, NM 87410 Phone: (505) 334-6178 Fax: (505) 334-6170

District IV 1220 S. St. Francis Drive, Santa Fe, NM 87505 Phone: (505) 475–3460 Fax: (505) 476–3462

State of New Mexico Energy, Minerals & Natural Resources Department

# OIL CONSERVATION DIVISION 1220 South St. Francis Drive

Santa Fe. NM 87505

Submit one copy to Appropriate District Office

 $\begin{array}{c} \textbf{Page 21 of 60} \\ \text{Form C-102} \\ \text{Revised August 1, 2011} \end{array}$ 

AMENDED REPORT

AS DRILLED

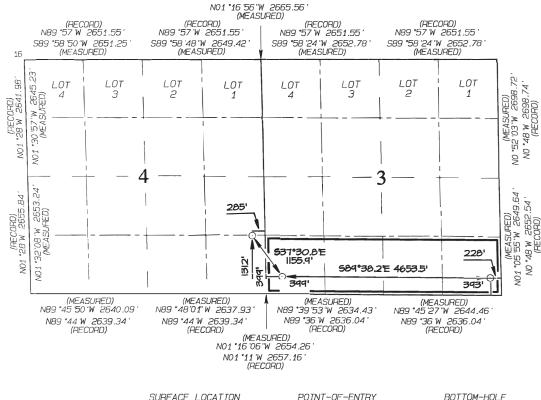
## WELL LOCATION AND ACREAGE DEDICATION PLAT

| 'API Number    | ²Pool Code         | ³Pool Name              |                        |  |  |  |
|----------------|--------------------|-------------------------|------------------------|--|--|--|
| 30-045-35497   | 47540              | 47540 NAGEEZI GALLUP    |                        |  |  |  |
| ⁴Property Code | *<br>Pr            | operty Name             | ⁵Well Number           |  |  |  |
| 321224         | CHAC               | 0 2308-04P              | 150H                   |  |  |  |
| OGRID No.      | <sup>®</sup> Or    | perator Name            | <sup>9</sup> Elevation |  |  |  |
| 372286         | ENDUR              | ENDURING RESOURCEŞ, LLC |                        |  |  |  |
|                | <sup>10</sup> Surf | ace Location            |                        |  |  |  |

Surface Location

| UL or lot no.                | Section | Township         | Range               | Lot Idn | Feet from the                 | North/South line                 | Feet from the           | East/West line | County   |
|------------------------------|---------|------------------|---------------------|---------|-------------------------------|----------------------------------|-------------------------|----------------|----------|
| Р                            | 4       | 23N              | 8W                  |         | 1312                          | SOUTH                            | 285                     | EAST           | SAN JUAN |
|                              |         | 1                | <sup>l1</sup> Botto | m Hole  | Location I                    | f Different F                    | rom Surfac              | е              |          |
| UL or lot no.                | Section | Township         | Range               | Lot Idn | Feet from the                 | North/South line                 | Feet from the           | East/West line | County   |
| P                            | 3       | 23N              | 8W                  |         | 393                           | SOUTH                            | 228                     | EAST           | SAN JUAN |
| <sup>12</sup> Dedicated Acro |         | 160.0 /<br>S/2 - |                     | า 3     | <sup>13</sup> Joint or Infill | <sup>14</sup> Consolidation Code | <sup>15</sup> Orden No. |                |          |

NO ALLOWABLE WILL BE ASSIGNED TO THIS COMPLETION UNTIL ALL INTERESTS HAVE BEEN CONSOLIDATED OR A NON-STANDARD UNIT HAS BEEN APPROVED BY THE DIVISION



(RECORD) NO1 °11 W 2663.76

SURFACE LOCATION 1312' FSL 285' FEL SECTION 4, T23N, R8W LAT: 36.25256'N LONG: 107.67832'W DATUM: NAD 1927

LAT: 36.25257 °N LONG: 107.67893 °W DATUM: NAD1983

POINT-OF-ENTRY 399' FSL 399' FWL SECTION 3, T23N, R8W LAT: 36.25004 N LONG: 107.67593 W DATUM: NAD 1927

LAT: 36.25005 °N LONG: 107.67655 °W DATUM: NAD 1983

BOTTOM-HOLE 393' FSL 228' FEL SECTION 3, T23N, R8W LAT: 36.24993' N LONG: 107.66015' W DATUM: NAD1927

LAT: 35.24995 °N LONG: 107.66076 °W DATUM: NAD1983



SAMEY

**DWARDS** 

15269

PROFESSIONAL

Certificate Number

Dedicated Acres

1625 N. French Drive, Hobbs, NM 88240 Phone: (575) 393-6161 Fax: (575) 393-0720

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District IV 1220 S. St. Francis Drive, Santa Fe, NM 87505 Phone: (505) 476-3460 Fax: (505) 476-3462

160.0 Acres - S/2 S/2

State of New Mexico

Energy, Minerals & Natural Resources Department

## OIL CONSERVATION DIVISION 1220 South St. Francis Drive Santa Fe, NM 87505

Page 22 of 60 Revised August 1, 2011

Submit one copy to Appropriate District Office

AMENDED REPORT

AS DRILLED

## WELL LOCATION AND ACREAGE DEDICATION PLAT

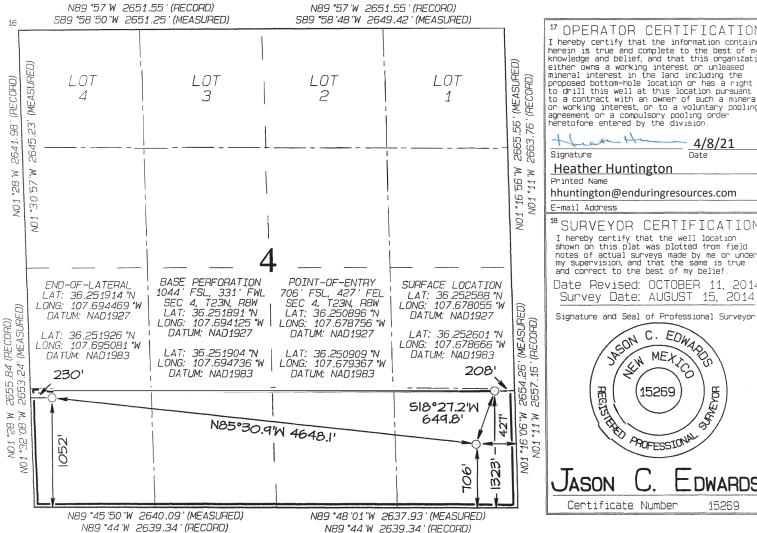
| 30-045-3            | PI Numbe<br>5587   | <u></u>  |                                       | °Pool Cod<br>97232 | -                     | ³Pool Name<br>BASIN MANCOS |               |       |                      |      |      |
|---------------------|--|----------|---------------------------------------|--------------------|-----------------------|----------------------------|---------------|-------|----------------------|------|------|
| ⁴Property<br>321224 | Code   |          | Property Name CHACO 2308-04P          |                    |                       |                            |               |       | °Well Number<br>406H |      |      |
| 'OGRID N<br>37228   |  |          | Operator Name ENDURING RESOURCES, LLC |                    |                       |                            |               |       | °Elevation<br>6876'  |      |      |
|                     |  |          |                                       |                    | <sup>10</sup> Surface | Location                   |               |       |                      |      |      |
| UL or lot no.       | Section  | Township | Range                                 | Lot Idn            | Feet from the         | North/South line           | Feet from the | East/ | West line            | Cou  | nty  |
| Р                   | 4  | 23N      | 8W                                    |                    | 1323                  | SOUTH                      | 208           | E.    | AST                  | SAN  | JUAN |
|                     | <sup>11</sup> Bottom Hole Location If Different From Surface |          |                                       |                    |                       |                            |               |       |                      |      |      |
| UL or lot no.       | Section  | Township | Range                                 | Lot Idn            | Feet from the         | North/South line           | Feet from the | East/ | West line            | Cour | nty  |
| М                   | 4  | 23N      | 8W                                    |                    | 1052                  | SOUTH                      | 230           | W     | EST                  | SAN  | JUAN |

NO ALLOWABLE WILL BE ASSIGNED TO THIS COMPLETION UNTIL ALL INTERESTS HAVE BEEN CONSOLIDATED OR A NON-STANDARD UNIT HAS BEEN APPROVED BY THE DIVISION

<sup>14</sup> Consolidation Code

<sup>13</sup>Joint or Infill

<sup>15</sup> Order No.



17 OPERATOR CERTIFICATION "UPERATUR CERTIFICATION I hereby certify that the information contained herein is true and complete to the best of my knowledge and belief, and that this organization either owns a working interest or unleased mineral interest in the land including the proposed bottom-hole location or has a right to drill this well at this location pursuant to a contract with an owner of such a mineral or working interest, or to a voluntary pooling agreement or a compulsory pooling order heretofore entered by the division.

4/8/21 Date

Heather Huntington

hhuntington@enduringresources.com

18 SURVEYOR CERTIFICATION

Date Revised: OCTOBER 11, 2014 Survey Date: AUGUST 15, 2014

Signature and Seal of Professional Surveyor



**DWARDS** 

15269

Released to Imaging: 5/21/2021 5:37:58 PM



1050 17<sup>th</sup> Street, Suite 2500 Denver, CO 80265 Telephone 303 573-1222 Fax 303 573 0461

May 17, 2021

Mr. Harris D. Butler III 1500 Confederate Ave. Richmond, Virginia 23227-4406

RE: Chaco 2308-04P #149 Well, San Juan County, New Mexico
Application of Enduring Resources, LLC to amend Administrative Pool/Lease

Commingling Order PLC-411, dated December 4, 2014

Dear Mr. Butler:

According to our records, you own an overriding royalty interest ("ORRI") in the captioned well. Enduring Resources, LLC ("Enduring") is seeking approval from the New Mexico Oil Conservation Division ("NMOCD") for the amendment of Administrative Pool/Lease Commingling Order PLC-411, dated December 4, 2014, San Juan County, New Mexico, in order to surface commingle the production from three (3) additional wells on one of the two federal leases subject to the order. Enduring is the successor in interest to WPX Energy Production, LLC and the current operator of all six wells to be surface commingled at the facility located on the Chaco 2308-04P #149H well pad. A copy of the application, which was filed on Friday, May 14, 2021, is enclosed for your review.

The surface facility for the Chaco 2308-03E #403H, Chaco 2308-03L #404H, and the Chaco 2308-03L #405 wells has been consolidated with the surface facility for the three wells subject to Order PLC-411. The LACT unit (separates oil, gas and water) for the additional three wells has been moved and added to the #149H facility to accommodate the additional production, as shown on the schematic diagram of the facility attached to the amended application. All production is from the same two federal leases that are subject to Order PLS-411 and from the same two pools: the Nageezi Gallup Oil Pool (47540) in the S/2 Section 3-T23N-R8W and the Basin Mancos Gas Pool (97232) in the S/2 Section 4-T23N-R8W. Production from each of these leases will be separately metered, and none of the production from these two separate leases will be transported off lease or otherwise commingled prior to being measured. The commingled oil and gas production shall be measured and sold at the Chaco 2308-04P #149H central tank battery located in Unit P, Section 4-T23N-R8W, San Juan County, New Mexico.

Pursuant to Statewide Rule 19.15.12.10 (C) (4)(g), Enduring has requested the option to include additional pools or leases that may be served in the future from the Chaco 2308-04P

#149H surface facility, and has requested authority to add additional wells contained within approved spacing units on the two leases subject to Order PLC-411 by filing a Sundry Notice C-103 and C-102 Plats together with an Amendment with the NMOCD. Notice to interest owners shall not be required when amending the application to add future pools or wells.

The purpose of this letter is to provide you, as an ORRI owner, with notice of the movement of the pipeline LACT unit for the three additional wells. If you have an objection, you must file it in writing with the division within 20 days from the date the division receives the application (5/14/21).

Because the well has been shut in during the consolidation of the surface facilities, Enduring would like to get the well back to sales as quickly as possible, which requires approval of the NMOCD. IF YOU DO NOT INTEND TO FILE AN OBJECTION, Enduring would appreciate it if you would respond by email to <a href="mailto:aashland@enduringresources.com">aashland@enduringresources.com</a>, or by returning the enclosed statement in the overnight envelope provided.

If you have any questions about the application or need additional information, please contact me directly at 303-350-5116 or at <a href="mailto:aashland@enduringresources.com">aashland@enduringresources.com</a>.

Your attention to this matter is appreciated.

Sincerely,

ENDURING RESOURCES, LLC

Ait Achland

Anita Ashland Senior Landman

Encl.

Received by OCD: 5/14/2021 3:09:39 PM

I acknowledge receipt of the enclosed notice and application for amendment to the commingling order, and I do <u>not</u> intend to file an objection with the NMOCD.

| Harris | D. Butler III |    |  |  |
|--------|---------------|----|--|--|
| Date:  |               | ¥4 |  |  |

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| She She  |  | O OIL CONSERVA<br>al & Engineering<br>Incis Drive, Santo  | ATION DIVISION<br>Bureau –                                    |  |
| THIS CHEC  | ADMINISTRA<br>KLIST IS MANDATORY FOR ALL             | ATIVE APPLICATION ADMINISTRATIVE APPLICATION  |   | DIVISION PILLES AND  |
| olicant: Enduring<br>  Name: <u>Chaco</u>  | Resources, LLC_2308 04P #149H and pp; Basin Mancos   | PUIRE PROCESSING AT THE D   | DIVISION LEVEL IN SANTA FE                                    | Number: <u>372286</u><br>0-045-35495<br>code: 47540; 97232   |
| UBMIT ACCURATE   | AND COMPLETE INFO                                    | ORMATION REQUIR   |   | HE TYPE OF APPLICATION   |
| A. Location – Sp  NSL  B. Check one of the common of the c | only for [1] or [1] gling – Storage – Me HC          | easurement C PC O e Increase – Enha D hose which apply. lers rners, revenue own d notice nt approval by SLC | P(PRORATION UNIT) SIP  LS OLM Inced Oil Recover  DR PPR  ners | _  |
| H. No notice   | hereby certify that the proval is <b>accurate</b> as | ne information sub<br>nd <b>complete</b> to th  | omitted with this ap<br>ne best of my know                    | oplication for<br>wledge. I also   |
| administrative ap  | no action will be take                               | en on this applica  | tion until the requi  | red information and  |
| understand that r<br>notifications are s   | ubmitted to the Divis                                | sion.   | manageriai and/or ever  | niton, canacih,  |
| understand that r<br>notifications are s   | ubmitted to the Divis                                | sion.   | managerial and/or supe  | rvisory capacity.  |

Print or Type Name

(303)350-5107

Phone Number acampbell@enduringresources.com
e-mail Address

Signature

Released to Imaging: 5/21/2021 5:37:58 PM

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

Released to Imaging: 5/21/2021 5:37:58 PM

## **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.

| APPLICATIO  | N FOR SURFACE  | COMMINGLING   | (DIVERSE              | OWNERSHIP)                                      |  |
|---|--|---|-----------------------|---|--|
| OPERATOR NAME: Endu   | ring Resources, LLC  |   | -                     |   | The state of the s |
| OPERATOR ADDRESS: 1050  | 17th Street Suite 2500 De  | enver, CO 80265   |                       | ***************************************         |  |
| APPLICATION TYPE:   |  |   |                       |   |  |
| Pool Commingling Lease Commit   | ngling Pool and Lease Co   | ommingling Off-Lease                                      | Storage and Measure   | ement (Only if not Surfac                       | c Commingled)  |
| LEASE TYPE: Fee   | State N Fed  |   | -                     |   | ,,   |
| Is this an Amendment to existing Or   | der? Yes No II   | f"Yes", please include t                                  | he appropriate O      | rder No. PLC-411                                |  |
| Have the Bureau of Land Managem   | ent (BLM) and State Lan  | d office (SLO) been not                                   | ified in writing o    | f the proposed comm                             | ingling  |
| ⊠Yes □No  |  |   |                       |   |  |
|   | (A) POO<br>Please attach shee  | OL COMMINGLING to with the following in                   | G<br>Iformation       |   |  |
| (1) Pool Names and Codes  | Gravities / BTU of<br>Non-Commingled<br>Production   | Calculated Gravities /<br>BTU of Commingled<br>Production |                       | Calculated Value of<br>Commingled<br>Production | Volumes  |
|   |  |   |                       |   |  |
|   |  |   |                       |   |  |
|   |  |   |                       |   |  |
|   |  |   |                       |   |  |
|   |  |   |                       |   |  |
| (2) Are any wells producing at top allo   |  |   |                       |   |  |
| (3) Has all interest owners been notific  |  | roposed commingling?                                      | ⊠Yes □No              |   |  |
| <ul><li>(4) Measurement type: Metering</li><li>(5) Will commingling decrease the value</li></ul>        | Use of production?   | Ma 16 Sugar days  |                       |   |  |
| (5) Will commissing decrease the va   | ac or production? [] 1 cs  | MNO II yes , descrit                                      | oe wny commingili     | ng should be approved                           |  |
|   |  |   |                       |   |  |
|   |  | SE COMMINGLIN   |                       |   |  |
|   | Please attach shee   | ts with the following in                                  | formation             |   |  |
| <ol> <li>Pool Name and Code.</li> <li>Is all production from same source</li> </ol>                     | of our about 10 Mars 1 | 1-  |                       | 220 200   |  |
| (3) Has all interest owners been notified   |  |   | ⊠Yes □No              |   |  |
| (4) Measurement type:   Metering  |  | posed comminging:   | MILES TING            |   |  |
| -   |  |   |                       |   |  |
|   |  |   |                       |   |  |
|   | (C) POOL and   | LEASE COMMIN  | GLING                 |   |  |
| (1) Complete Sections A and E.  | Please attach sheet  | ts with the following in                                  | formation             |   |  |
| (1) Complete Sections A and E.  |  |   |                       |   |  |
|   | (D) OFF-LEASE ST   | CODACE and MEAS   | STIDENTENIC           |   |  |
|   | Please attached she  | ets with the following i                                  | nformation            |   |  |
| (1) Is all production from same source  | of supply? Yes N   |   | TATO I III III I I    |   |  |
| <ol><li>Include proof of notice to all intere</li></ol>   | st owners.   |   |                       |   |  |
|   | 1100   |   |                       |   | United States  |
| <b>(E)</b>  | ADDITIONAL INFO  |   |                       | pes)  |  |
| (1) A sohamatio dia   |  | ts with the following in                                  | formation             | -   |  |
| <ol> <li>A schematic diagram of facility, in</li> <li>A plat with lease boundaries showing</li> </ol>   |  | Ione Included:  |                       |   |  |
| <ul> <li>(2) A plat with lease boundaries showi</li> <li>(3) Lease Names, Lease and Well Nun</li> </ul> | ibers, and API Numbers   | ions. Include lease number                                | is it rederal or Stat | e lands are involved.                           |  |
|   |  |   |                       |   |  |
| hereby certify that the information above   | e is true and complete to the  | best of my knowledge and                                  | belief.               |   |  |
| SIGNATURE:  | -  | TITLE Vice Des  | rident of t and       | Diames acces                                    | 21   |
|   | The state of the s | TITLE: Vice Pre   | Sident of Land        | DATE:5/14/                                      | Z1   |
| TYPE OR PRINT NAME_Alex Campb   | ell  | and says serious  | TELEPHO               | NE NO.:_(303)350-510                            | 7  |
| E-MAIL ADDRESS: acampbell@end   | uringresources.com   |   |                       | 7212  |  |
| wowinhoest Metto  |  |   |                       |   |  |



**Enduring Resources, LLC** 1050 17th Street, Suite 2500 Denver, CO 80265 (303) 573-1222

## APPLICATION FOR SURFACE POOL/LEASE COMMINGLING

Enduring Resources, LLC. ("Enduring") respectfully requests approval to amend PLC-411 to surface pool/lease commingle oil & gas from all existing wells in Section 03 and Section 04 in Township 24 N, Range 8 West within the Nageezi Gallup and Basin Mancos pools listed below, for Leases NMNM18463 & NMNM109398. These spacing units are initially dedicated to the following wells:

Site Name: Chaco 2308 04P 149H PAD

Wells: Chaco 2308-04P 149H, 150H, 406H, Chaco 2308 03E 403H, Chaco 2308 03L 404H, 405H

API: 30-045-35495, 35497, 35587, 35588, 35539, 35538

Sec.04, Twn. 23N, Rge. 8W San Juan, New Mexico

Lease: NMNM18463, NMNM109398 Lat: 36.2525908, Long: -107.6788

| Well Name           | Location    | API#         | Pool                   | Oil BPD | Gravities | MSCFD | BTU   |
|---------------------|-------------|--------------|------------------------|---------|-----------|-------|-------|
| Chaco 2308-04P 149H | P-4-23N-08W | 30-045-35495 | (47540) Nageezi Gallup | 19.5    | 41.7      | 67.2  | 1,501 |
| Chaco 2308-04P 150H | P-4-23N-08W | 30-045-35497 | (47540) Nageezi Gallup | 18.9    | 41.7      | 81.8  | 1,506 |
| Chaco 2308-04P 406H | P-4-23N-08W | 30-045-35587 | (97232) Basin Mancos   | 24.4    | 41.7      | 62.8  | 1,496 |
| Chaco 2308-03E 403H | E-3-23N-08W | 30-045-35588 | (97232) Basin Mancos   | 22.9    | 42.5      | 171   | 1,548 |
| Chaco 2308-03L 404H | L-3-23N-08W | 30-045-35539 | (97232) Basin Mancos   | 16.2    | 42.5      | 75.6  | 1,546 |
| Chaco 2308-03L 405H | L-3-23N-08W | 30-045-35538 | (97232) Basin Mancos   | 21.3    | 42.5      | 77.8  | 1,547 |

#### **FUTURE ADDITIONS:**

Pursuant to Statewide Rule 19.15.12.10 (C) (4)(g), Enduring respectfully requests the option to include additional future pools or leases that may be served in the future from the Chaco 2308-04P #149H surface facility, and requests authority to add additional wells contained within approved spacing units on the two leases subject to Order PLC-411 by filing a Sundry Notice C-103 and C-102 Plats together with an Amendment with the NMOCD. Notice to interest owners shall not be required when amending the application to add future pools or wells.

#### PROCESS AND FLOW DESCRIPTIONS:

Production from the 406 well flows into a dedicated 3-phase separator. Production from the 149 well and 150 well combine into a single line and flow into a 3-phase separator. Production from the 403 well, 404 well and 405 well combine into a single line and flow into a 3-phase separator. All separators are located at the Chaco 149 CTB.

The 3-phase separators will: accept the mixture of oil/gas/water and separate fluid into three independent streams (oil, gas, and water). The streams exiting the separator are measured via the following meter types:

Chaco 2308-04P 149H/150H gas allocation meter is an orifice meter (62384412\*)

Chaco 2308-04P 406H gas allocation meter is an orifice meter (62309306\*)

Chaco 2308-03E 403H, Chaco 2308-03L 404H/405H gas allocation is an orifice meter (62309298\*)



**Enduring Resources, LLC** 1050 17th Street, Suite 2500 Denver, CO 80265 (303) 573-1222

Chaco 2308-04P 149H/150H oil allocation meter is a Coriolis meter (S/N 14435395) Chaco 2308-04P 406H oil allocation meter is a Coriolis meter (S/N 14399129) Chaco 2308-03E 403H, Chaco 2308-03L 404H/405H oil allocation is a Coriolis meter (S/N 14396873)

Water is measured via a turbine meter after each separator.

After gas is measured from each separator, it combines into a single header and routes to three major locations: compression, sales, and fuel gas. The majority of gas flows to the compressor where it is compressed to high pressure and utilized for gas lift injection. Prior to injection, gas is measured via an orifice meter. Any excess gas not compressed will bypass the compressor and route to sales; sales gas is measured by an orifice meter. A portion of gas also routes to the fuel gas scrubber to knock out liquids and route to various end users as a fuel source. All fuel gas is measured downstream of the scrubber.

After oil is measured from each separator, it combines into a single header and flows to (5) 500 BBL oil tanks. Similarly, after water is measured from each separator, it combines into a single header and flows to (1) 500 BBL water tank. Every tank utilizes guided wave radar to measure oil and water volumes. Flash gas from the tanks combine into a vent header routed to vapor recover unit (VRU). The VRU compresses this gas and is measured via an orifice meter prior to being routed to the sales header.

The oil combines from each tank and routes to a charge pump. Once enough oil accumulates, oil is pumped to the LACT unit via the charge pump. The inlet of the LACT acts as the custody transfer point for the Midstream Gatherer to measure and transport oil to their facilities. Any oil that does not meet specifications is rejected by the LACT and returned to the oil tanks.

From the water tank, water routes to the water pump within the LACT unit. The inlet of the LACT acts as the custody transfer point for the Midstream Gatherer to measure and transport the water. Once enough water accumulates, the water pump activates and boosts the water into the Midstream Gather's line and facilities.

\*Gas Meter numbers provided are assigned by Enduring; Enduring is to follow up with serial numbers once collected from the field.



# APPLICATION FOR, COMMINGLING AT A COMMONCENTRAL TANK BATTERY

Proposal for Chaco 149 COM CTB:

Enduring Resources, LLC is requesting approval to commingle the following wells in a common central tank battery:

| Well Name           | Location    | API#         | Pool                   | Oil BPD | Gravities | MSCFD | BTU   |
|---------------------|-------------|--------------|------------------------|---------|-----------|-------|-------|
| Chaco 2308-04P 149H | P-4-23N-08W | 30-045-35495 | (47540) Nageezi Gallup | 19.5    | 41.7      | 67.2  | 1,501 |
| Chaco 2308-04P 150H | P-4-23N-08W | 30-045-35497 | (47540) Nageezi Gallup | 18.9    | 41.7      | 81.8  | 1,506 |
| Chaco 2308-04P 406H | P-4-23N-08W | 30-045-35587 | (97232) Basin Mancos   | 24.4    | 41.7      | 62.8  | 1,496 |
| Chaco 2308-03E 403H | E-3-23N-08W | 30-045-35588 | (97232) Basin Mancos   | 22.9    | 42.5      | 171   | 1,548 |
| Chaco 2308-03L 404H | L-3-23N-08W | 30-045-35539 | (97232) Basin Mancos   | 16.2    | 42.5      | 75.6  | 1,546 |
| Chaco 2308-03L 405H | L-3-23N-08W | 30-045-35538 | (97232) Basin Mancos   | 21.3    | 42.5      | 77.8  | 1.547 |

| Well Name           | Location    | API#         | Pool                   | Total Oil<br>BPD | Calculated<br>Gravity | Total<br>MSCFD | Calculated<br>BTU |
|---------------------|-------------|--------------|------------------------|------------------|-----------------------|----------------|-------------------|
| Chaco 2308-04P 149H | P-4-23N-08W | 30-045-35495 | (47540) Nageezi Gallup |                  |                       | 1              |                   |
| Chaco 2308-04P 150H | P-4-23N-08W | 30-045-35497 | (47540) Nageezi Gallup |                  |                       |                |                   |
| Chaco 2308-04P 406H | P-4-23N-08W | 30-045-35587 | (97232) Basin Mancos   |                  |                       |                |                   |
| Chaco 2308-03E 403H | E-3-23N-08W | 30-045-35588 | (97232) Basin Manços   | 123              | 42.2                  | 535.4          | 1529              |
| Chaco 2308-03L 404H | L-3-23N-08W | 30-045-35539 | (97232) Basin Mancos   | i i              |                       |                |                   |
| Chaco 2308-03L 405H | L-3-23N-08W | 30-045-35538 | (97232) Basin Mancos   |                  |                       |                |                   |

## **PRODUCTION SUMMARY REPORTS**

WELL: Chaco 2308-04P 149H

API: 30-045-35495

**DATA DATE: May 14, 2021** 

| Year | Pool                   | Month    | Production |           |              |          | Injection   |                       |           |       |          |  |
|------|------------------------|----------|------------|-----------|--------------|----------|-------------|-----------------------|-----------|-------|----------|--|
|      |                        | 7.201111 | Oil (BBLs) | Gas (MCF) | Water (BBLs) | Days P/I | Water (BBL) | CO <sub>2</sub> (MCF) | GAS (MCF) | Other | Pressure |  |
| 2021 | (47540) Nageezi Gallup | Mar      | 558        | 1,510     | 111          | 31       | 0           | 0                     | 9,501     | 0     | N/A      |  |
| 2021 | (47540) Nageezi Gallup | Feb      | 519        | 2,060     | 117          | 28       | 0           | 0                     | 8,538     | 0     | N/A      |  |
| 2021 | (47540) Nageezi Gallup | Jan      | 609        | 2,753     | 122          | 31       | 0           | 0                     | 9,556     | 0     | N/A      |  |
| 2020 | (47540) Nageczi Gallup | Dec      | 638        | 2,224     | 186          | 31       | 0           | 0                     | 9,837     | 0     | N/A      |  |
| 2020 | (47540) Nageezi Gallup | Nov      | 549        | 1,862     | 123          | 30       | 0           | 0                     | 7.872     | 0     | N/A      |  |
| 2020 | (47540) Nageezi Gallup | Oct      | 677        | 1,794     | 196          | 31       | 0           | 0                     | 9.453     | 0     | N/A      |  |

WELL: Chaco 2308-04P 150H

API: 30-045-35497

DATA DATE: May 14, 2021

| Year    | Pool                   | Month | Production |           |              |          | Injection   |           |           |       |          |  |
|---------|------------------------|-------|------------|-----------|--------------|----------|-------------|-----------|-----------|-------|----------|--|
| 1 ( 0 ) |                        |       | Oil (BBLs) | Gas (MCF) | Water (BBLs) | Days P/I | Water (BBL) | CO2 (MCF) | GAS (MCF) | Other | Pressure |  |
| 2021    | (47540) Nageezi Gallup | Mar   | 552        | 2,041     | 97           | 31       | 0           | 0         | 8,349     | 0     | N/A      |  |
| 2021    | (47540) Nageezi Gallup | Feb   | 518        | 2,340     | 1505         | 28       | 0           | 0         | 7.792     | 0     | NI/A     |  |
| 2021    | (47540) Nageezi Gallup | Jan   | 630        | 3,108     | 136          | 31       | 0           | 0         | 8,596     | 0     | N/A      |  |
| 2020    | (47540) Nageezi Gallup | Dec   | 617        | 2,434     | 185          | 31       | 0           | 0         | 8,814     | 0     | N/A      |  |
| 2020    | (47540) Nageezi Gallup | Nov   | 520        | 2,594     | 115          | 30       | 0           | 0         | 6.958     | 0     | NI/A     |  |
| 2020    | (47540) Nageezi Gallup | Oct   | 615        | 2.357     | 148          | 31       | 0           | 0         | 8,494     | 0     | NI/A     |  |



WELL: Chaco 2308-04P 406H

API: 30-045-35587

**DATA DATE: May 14, 2021** 

| Year      | Pool                 | Month | Production |           |              |          | Injection   |                       |           |       |          |  |
|-----------|----------------------|-------|------------|-----------|--------------|----------|-------------|-----------------------|-----------|-------|----------|--|
| 1,000,000 |                      |       | Oil (BBLs) | Gas (MCF) | Water (BBLs) | Days P/I | Water (BBL) | CO <sub>2</sub> (MCF) | GAS (MCF) | Other | Pressure |  |
| 2021      | (97232) Basin Mancos | Mar   | 703        | 1,233     | 1.47         | 31       | 0           | 0                     | 11.689    | 0     | N/A      |  |
| 2021      | (97232) Basin Mancos | Feb   | 657        | 1,898     | 29.9         | 28       | 0           | 0                     | 10.454    | 0     | N/A      |  |
| 2021      | (97232) Basin Mancos | Jan   | 780        | 2,370     | 22.8         | 31       | 0           | 0                     | 11,719    | 0     | N/A      |  |
| 2020      | (97232) Basin Mancos | Dec   | 853        | 2.110     | 81.5         | 31       | 0           | 0                     | 12,036    | 0     | N/A      |  |
| 2020      | (97232) Basin Mancos | Nov   | 679        | 2,069     | 31.4         | 30       | 0           | 0                     | 9.602     | Ö     | NI/A     |  |
| 2020      | (97232) Basin Mancos | Oct   | 778        | 1.730     | 10,4         | 31       | 0           | 0                     | 11,602    | 0     | N/A      |  |

WELL: Chaco 2308-03E 403H

API: 30-045-35588

**DATA DATE: May 14, 2021** 

| Year | Pool                 | Month | Production |           |              |          | Injection   |                       |           |       |          |  |
|------|----------------------|-------|------------|-----------|--------------|----------|-------------|-----------------------|-----------|-------|----------|--|
|      |                      |       | Oil (BBLs) | Gas (MCF) | Water (BBLs) | Days P/I | Water (BBL) | CO <sub>2</sub> (MCF) | GAS (MCF) | Other | Pressure |  |
| 2020 | (97232) Basin Mancos | Mar   | 741        | 4,168     | 143          | 31       | 0           | 0                     | 6.298     | 0     | N/A      |  |
| 2020 | (97232) Basin Mancos | Feb   | 695        | 4.140     | 137          | 29       | 0           | 0                     | 5.631     | 0     | N:/A     |  |
| 2020 | (97232) Basin Mancos | Jan   | 644        | 2,380     | 112          | 31       | 0           | 0                     | 6.765     | 0     | N/A      |  |
| 2019 | (97232) Basin Mancos | Dec   | 725        | 8.196     | 150          | 31       | 0           | 0                     | 5.950     | 0     | N/A      |  |
| 2019 | (97232) Basin Mancos | Nov   | 664        | 5,975     | 122          | 30       | 0           | 0                     | 6.499     | 0     | N/A      |  |
| 2019 | (97232) Basin Mancos | Oct   | 731        | 6,468     | 128          | 31       | 0           | 0                     | 6.673     | 0     | N/A      |  |

WELL: Chaco 2308-03L 404H

API: 30-045-35539

**DATA DATE: May 14, 2021** 

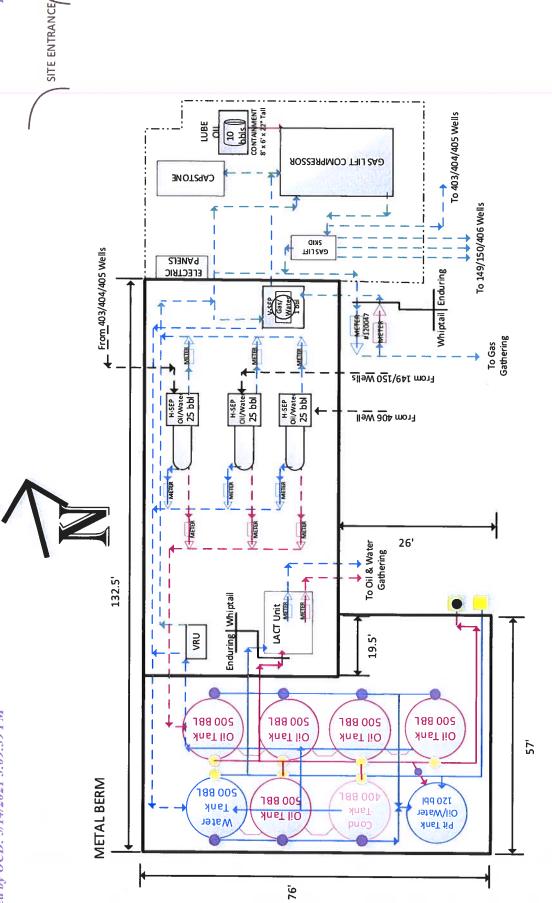
| Year    | Pool                 | Month | Production |           |              |          | Injection   |           |           |       |          |  |
|---------|----------------------|-------|------------|-----------|--------------|----------|-------------|-----------|-----------|-------|----------|--|
| 77. 177 |                      |       | Oil (BBLs) | Gas (MCF) | Water (BBLs) | Days P/I | Water (BBL) | CO2 (MCF) | GAS (MCF) | Other | Pressure |  |
| 2020    | (97232) Basin Mancos | Man   | 736        | 4,262     | 221          | 31       | 0           | 0         | 5.365     | 0     | NVA      |  |
| 2020    | (97232) Basin Mancos | Feb   | 498        | 761       | 99           | 29       | 0           | - 0       | 6.282     | 0     | N/A      |  |
| 2020    | (97232) Basin Mancos | Jan   | 113        | 905       | 1            | 31       | 0           | 0         | 9,562     | 0     | N/A      |  |
| 2019    | (97232) Basin Mancos | Dec   | 403        | 710       | 100          | 31       | 0           | 0         | 6.066     | 0     | NUA      |  |
| 2019    | (97232) Basin Mancos | Nov   | 603        | 3,389     | 170          | 30       | 0           | 0         | 5.245     | 0     | NUA      |  |
| 2019    | (97232) Basin Mancos | Oct   | 610        | 3,875     | 206          | 31       | 0           | 0         | 5.449     | 0     | NEA      |  |

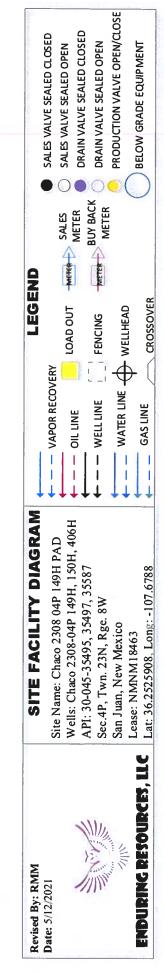
WELL: Chaco 2308-03L 405H

API: 30-045-35538

**DATA DATE: May 14, 2021** 

| Year | Pool                 | Month   |            | Prod      | nction       |          | Injection   |                       |           |       |          |  |
|------|----------------------|---------|------------|-----------|--------------|----------|-------------|-----------------------|-----------|-------|----------|--|
|      |                      | (MORITI | Oil (BBLs) | Gas (MCF) | Water (BBLs) | Days P/I | Water (BBL) | CO <sub>2</sub> (MCF) | GAS (MCF) | Other | Pressure |  |
| 2020 | (97232) Basin Mancos | Mar     | 685        | 3,865     | 87           | 31       | 0           | 0                     | 5.106     | 0     | N/A      |  |
| 2020 | (97232) Basin Mancos | Feb     | 636        | 4,404     | 74           | 29       | 0           | 0                     | 4.555     | 0     | NI/A     |  |
| 2020 | (97232) Basin Mancos | Jan     | 648        | 2,973     | 73           | 31       | 0           | 0                     | 5,595     | 0     | N/A      |  |
| 2019 | (97232) Basin Mancos | Dec     | 587        | 932       | 86           | 31       | 0           | 0                     | 9.845     | 0     | N/A      |  |
| 2019 | (97232) Basin Mancos | Nov     | 658        | 988       | 109          | 30       | 0           | 0                     | 9.172     | 0     | NUA      |  |
| 2019 | (97232) Basin Mancos | Oct     | 689        | 982       | 114          | 31       | 0           | 0                     | 8.767     | 0     | NA       |  |





# Exhibit (D) (2)

## Amended Application for Surface Commingling Form C-107-B

## Wells to be served by Pipeline LACT Unit:

- BLM Lease No. NMNM-18463, 320 acres, Section 3-T23N-R8W, San Juan County, New Mexico
- 1) Chaco 2308-04P #149H, API No. 30-045-35495
- 2) Chaco 2308-04P #150H, API No. 30-045-35497
  - BLM Lease No. NMNM-109398, 639.6 acres, Section 4-T23N-R8W, San Juan County, New Mexico
- 3) Chaco 2308-04P #406H, API No. 30-045-35587
- 4) Chaco 2308-03E #403H, API No. 30-045-35588
- 5) Chaco 2308-03L #404H, API No. 30-045-35539
- 6) Chaco 2308-03L #405H, API No. 30-045-35538.

Working Interest Owner: Enduring Resources IV, LLC – 100%

Royalty Owner: U.S.A. Office of Natural Resources Revenue

## **Overriding Royalty Interest Owners:**

JMJ Land and Minerals Company

Attn.: James Strickler 2204 N. Santiago Ave.

Farmington, New Mexico 87401-9063

jamesstrickler@msn.com

505-402-3248

EOG Resources, Inc.

Attn. Daniel Koury

105 S. Fourth Street

Artesia, New Mexico 88210

Daniel Koury@eogresources.com

575-748-4145

Mazzola & Company, LLP

C/O Marion M. Mazzola

14624 Fenton Street

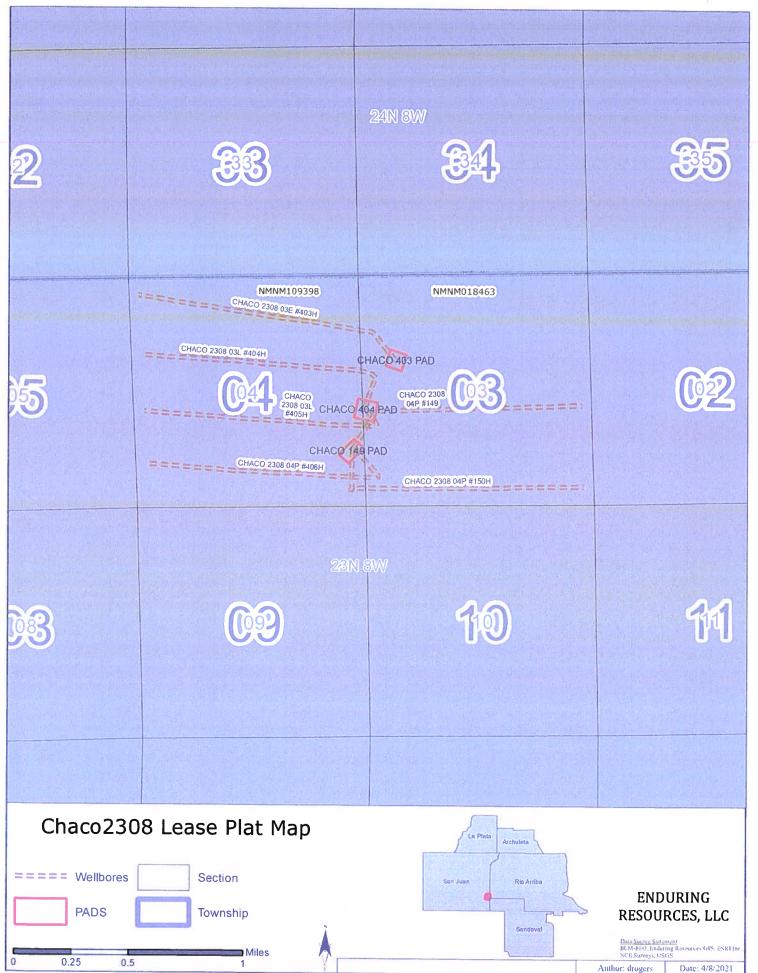
Broomfield, Colorado 80020

marionmmazzola@yahoo.com

Harris D. Butler III 1500 Confederate Ave.

Richmond, Virginia 23227-4406

804-359-8071





U.S. Department of the Interior BUREAU OF LAND MANAGEMENT

# Sundry Print Report

02/16/2021

Well Name: CHACO 2308-04P Well Location: T23N / R8W / SEC 4 /

SESE / 36.25259 / 107.6788

County or Parish/State: SAN

JUAN / NM

Well Number: 149H

Type of Well: OIL WELL

Allottee or Tribe Name:

Lease Number: NMNM18463

Unit or CA Name:

Unit or CA Number:

**US Well Number: 3004535495** 

Well Status: Producing Gas Well

Operator: ENDURING RESOURCES LLC

#### **Notice of Intent**

Type of Submission: Notice of Intent

Type of Action Facility

Date Sundry Submitted: 02/10/2021

Time Sundry Submitted: 01:40

Date proposed operation will begin: 02/11/2021

Procedure Description: Enduring Resources IV, LLC plans to route produced fluids using subsurface utilities from the Chaco 2308 03L well pad and to the existing facilities on the Chaco 2308 04P well pad. The entire utility corridor is located in Sections 03 and 04 of T23N, R08W and is approx. 1,395.9 feet long. This NOI addresses the portion of the corridor within Section 04 only (O&G Lease # NMNM 18463). A separate NOI has been submitted to address the project area in Section 03 (O&G Lease # NMNM 109398).). The utility corridor in Section 04 will measure approximately 30 feet wide by 1,194 feet long and is located between the existing Chaco 2308 03L and Chaco 2308 04P #149H well pads. Both well pads are leased and operated by Enduring. The utilities include the following: A flowline that will transport a mixture of oil, condensate, natural gas, and produced water from the Chaco 2308 03L well pad to the Chaco 2308 04P well pad; A natural gas pipeline that will transport natural gas from the production facilities on the Chaco 2308 04P well pad to the 2 wells on the Chaco 2308 03L well pad for gas lift pumping; A fiber optic line that will transmit data from the control system on the Chaco 2308 03L well pad to the Chaco 2308 04P well pad main panel, An electric powerline that will consist of 3 individual wires to provide power from the Chaco 2308 04P well pad to the Chaco 2308 03L well pad's control system, control valves, & instruments. In addition, an additional separator will be installed within the existing facility footprint on the Chaco 2308 04P well pad for the produced fluids coming from the Chaco 2308 03L wells. An updated facilities diagram will be submitted to the BLM within 60 days of installation. Please refer to the attached Plan of Development, Plats, and Reclamation Plan for additional project details.

## **Surface Disturbance**

Is any additional surface disturbance proposed?: No

Well Name: CHACO 2308-04P

Well Location: T23N / R8W / SEC 4 /

SESE / 36.25259 / 107.6788

County or Parish/State: SAN

JUAN / NM

Well Number: 149H

Type of Well: OIL WELL

Allottee or Tribe Name:

Lease Number: NMNM18463

Unit or CA Name:

Unit or CA Number:

**US Well Number: 3004535495** 

Well Status: Producing Gas Well

Operator: ENDURING RESOURCES LLC

Signed on: FEB 10, 2021 01:39 PM

## **Operator Certification**

I certify that the foregoing is true and correct. Title 18 U.S.C. Section 1001 and Title 43 U.S.C. Section 1212, make it a crime for any person knowingly and willfully to make to any department or agency of the United States any false, fictitious or fraudulent statements or representations as to any matter within its jurisdiction. Electronic submission of Sundry Notices through this system satisfies regulations requiring a submission of Form 3160-5 or a Sundry Notice.

Operator Electronic Signature: HYDE

Name: ENDURING RESOURCES LLC

Title: Geologist

Street Address: 1050 17TH ST STE 2500

City: DENVER

State: CO

Phone: (505) 386-8205

Email address: afelix@enduringresources.com

## **Field Representative**

Representative Name: Deidre Duffy Street Address: 848 E 2ND AVE

City: Durango

State: CO

**Zip:** 81301

Phone: (808)352-0200

Email address: deidre.duffy@wsp.com

## **BLM Point of Contact**

**BLM POC Name: RYAN JOYNER** 

**BLM POC Phone**: 9703851242

Disposition: Approved

Signature: Ryan Joyner

**BLM POC Title: Physical Scientist** 

BLM POC Email Address: rjoyner@blm.gov

Disposition Date: 02/11/2021

Released to Imaging: 5/21/2021 5:37:58 PM



U.S. Department of the interior BUREAU OF LAND MANAGEMENT

# Sundry Print Report

Well Name: CHACO 2308-03L

Well Location: T23N / R8W / SEC 3 /

NWSW / 36.255189 / 107.677788

County or Parish/State: SAN

JUAN / NM

Well Number: 404H

Type of Well: OIL WELL

Allottee or Tribe Name:

Lease Number: NMNM109398

Unit or CA Name:

Unit or CA Number:

**US Well Number: 3004535539** 

Well Status: Producing Oil Well

Operator: ENDURING RESOURCES LLC

#### **Notice of Intent**

Type of Submission: Notice of Intent

Type of Action Facility

Date Sundry Submitted: 02/10/2021

Time Sundry Submitted: 01:19

Date proposed operation will begin: 02/11/2021

Procedure Description: Enduring Resources plans to route produced fluids using subsurface utilities from the Chaco 2308 03L well pad and to the existing facilities on the Chaco 2308 04P well pad. The entire utility corridor is located in Sections 03 and 04 of T23N, R08W and is approx. 1,395.9 feet long. This NOI addresses the portion of the corridor within Section 03 only (O&G Lease # NMNM 109398). A separate NOI has been submitted to address the project area in Section 04 (O&G Lease # NMNM 18463). The utility corridor in Section 03 will measure approximately 30 feet wide by 201.9 feet long and is located between the existing Chaco 2308 03L and Chaco 2308 04P #149H well pads. Both well pads are leased and operated by Enduring The utilities include the following: A flowline that will transport a mixture of oil, condensate, natural gas, and produced water from the Chaco 2308 03L well pad to the Chaco 2308 04P well pad; A natural gas pipeline that will transport natural gas from the production facilities on the Chaco 2308 04P well pad to the 2 wells on the Chaco 2308 03L well pad for gas lift pumping. A fiber optic line that will transmit data from the control system on the Chaco 2308 03L well pad to the Chaco 2308 04P well pad main panel; An electric powerline that will consist of 3 individual wires to provide power from the Chaco 2308 04P well pad to the Chaco 2308 03L well pad's control system, control valves, & instruments. In addition, surface production facilities and equipment related to the Chaco 2308 03L #404H well site have been been removed to address soil impacts from a produced-water pipeline leak on the well pad in August 2020. The well pad will be reduced in size to approximately 3 acres following remediation activities. Please refer to the atlached Plan of Development, Plats, and Reclamation Plan for additional project details.

## **Surface Disturbance**

Is any additional surface disturbance proposed?: No

## **NOI Attachments**

#### **Procedure Description**

Reclamation\_Plan\_Heros\_002H\_2014\_06\_17\_20210210124110.pdf

PLAT\_CHACO\_2308\_03L\_20210210124109

POD\_Chaco\_2308\_03L\_\_\_All\_Utilities\_210208\_20210210124107.pdf

Well Name: LYBROOK 2308-03L

Well Location: T23N / R8W / SEC 3 /

NWSW / 36.255189 / 107.677788

Type of Well: OIL WELL

Allottee or Tribe Name:

County or Parish/State: SAN

Lease Number: NMNM109398

Well Number: 404H

Unit or CA Name:

**Unit or CA Number:** 

JUAN / NM

US Well Number: 3004535539

Well Status: Producing Oil Well

Operator: ENDURING RESOURCES LLC

404\_Chaco\_ProjectExtentMap\_201123\_20210210124106.pdf

# **BLM Point of Contact**

**BLM POC Name: DAVE J MANKIEWICZ** 

BLM POC Phone: 5055647761

Disposition: Approved

Signature: Dave J Mankiewicz

**BLM POC Title: AFM-Minerals** 

BLM POC Email Address: DMANKIEW@BLM.GOV

Disposition Date: 03/09/2021

District I 1525 N. French Drive, Hobbs, NM 88240 Phone (575) 393–6161 Fax: (575) 393–0720 District II 511 S. First Street, Artesia, NM 88210 Phone (575) 748-1283 Fax (575) 748-9720 District III

1000 Rio Brazos Road, Aztec, NM 87410 Phone (505) 334-6178 Fax (505) 334-6170 District Iv

1820 S. St. Francis Drive, Santa Fe, NM 87505 Phone (505) 476-3460 Fax (505) 476-3462

State of New Mexico Energy, Minerals & Natural Resources Department Form C-102 Revised August 1, 2011

Submit one copy to Appropriate District Office

AMENDED REPORT

# OIL CONSERVATION DIVISION 1220 South St. Francis Drive Santa Fe, NM 87505

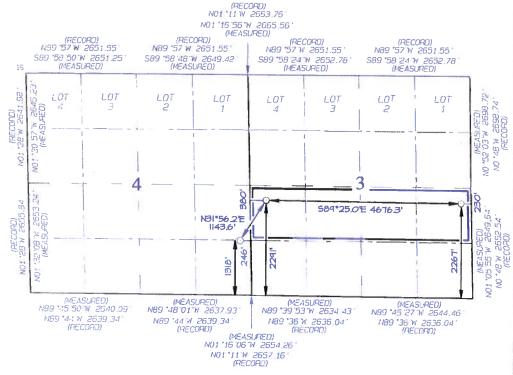
AS-DRILLED

| WELL LOCATION AND ACREAGE DEDICATION | N PLAT | <b>TENTCATION</b> | ACREAGE | AND | DCATION | L LC | WELL |
|--------------------------------------|--------|-------------------|---------|-----|---------|------|------|
|--------------------------------------|--------|-------------------|---------|-----|---------|------|------|

| <sup>1</sup> API Number<br>30-045-35495 | *Pool Code<br>47540               | 'Pool Name<br>NAGEEZI GALLUP |                    |  |
|---|-----------------------------------|------------------------------|--------------------|--|
| 'Property Code<br>321224                | Code Property Name CHACO 2308-04P |                              |                    |  |
| '0GRIG No<br>372286                     | ENDURING RE                       | SOURCES, LLC                 | °Elevation<br>6871 |  |

Surface Location 10 UL at lot no Section Township Range Lot Ide Feet from the East/West line P 4 **23N** 8W 1318 SOUTH 246 EAST SAN JUAN <sup>11</sup> Bottom Hole Location Different From Surface Lot Idn Feet from the North/South line Feet from the County East/West line 23N 3 8W 2267 SOUTH 230 EAST SAN JUAN Dedicated Acres <sup>13</sup>Joint on Infill <sup>15</sup> Onden No <sup>14</sup> Consolidation Code 160.0 Acres - Section 3 N/2 S/2

NO ALLOWABLE WILL BE ASSIGNED TO THIS COMPLETION UNTIL ALL INTERESTS HAVE BEEN CONSOLIDATED OR A NON-STANDARD UNIT HAS BEEN APPROVED BY THE DIVISION



SURFACE LOCATION 1318 FSL 246 FEL SECTION 4, T23N, F8W LAT: 36.25257 N LONG: 107.67819 W DATUM: NAD1927

LAT: 36.25259 N LONG: 107.67880 W DATUM: NAD1983

POINT-OF-ENTRY 2291 FSL 380 FML SECTION 3, T23N, R8W LAT: 35.25524 W LONG: 107.67613 W DATUM: NAD1927

LAT: 36.25525 °N LONG: 107.67674 °W DATUM: NAD1983

80TTCM-HOLE 2257" FSL 230" FEL SECTION 3, T23N, R8W LAT: 36.25508"N LONG: 107.65027"W DATUM: NAD1927

LAT: 36.25510 N LONG: 107.66088 W DATUM: NAD1983



Oistrict ( 1625 N. French Orive, Hobbs, NM 88240 Phone:(575) 393-6161 Fax:(575) 393-0720 Oistrict II 811 5- First Street, Artesia, NM 88210 Phone (575) 748-1283 Fax (575) 748-9720 District III 1000 Rio Brazos Agad, Aztec, № 87410 Phone:(505) 334-6178 Fax:(505) 334-6170 District IV 1220 S. St. Francis Orive, Santa Fe. NM 87505 Phone: (505) 476–3460 Fax: (505) 476–3462

State of New Mexico Energy, Minerals & Natural Resources Department

Form C-102 Revised August 1, 2011

OIL CONSERVATION DIVISION 1220 South St. Francis Drive Santa Fe, NM 87**5**05

| Appropria | Submit  | one    | Copy to |
|-----------|---------|--------|---------|
|           | ite Dis | strict | Office  |
| AME       | NDEC    | ) RE   | PORT    |

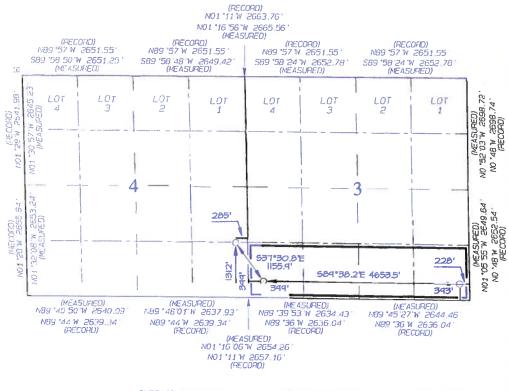
AS DRILLED

WELL LOCATION AND ACREAGE DEDICATION PLAT

| 'API Number<br>30-045-35497 | *Pool Code<br>47540      | 'Pool Name      |                      |
|-----------------------------|--------------------------|-----------------|----------------------|
| Property Code<br>321224     | *Property I<br>CHACO 230 |                 | °Well Number<br>150H |
| '0GRIO No.<br>372286        | *Operator<br>ENDURING RE | *Elevation 6870 |                      |

Burface Location at or lot no Section Feet from the Range Township Lot Idn North/South line Feet from the East/West line 0 4 23N 8W 1312 SOUTH 285 EAST SAN JUAN 11 Bottom Hole ocation Different From Surface Range Ut or kit no Section Township Feet from the North/South line Feet from the East/West line P 3 **23N** 8W 393 SOUTH 228 EAST SAN JUAN <sup>12</sup> Demicated Acres Daniet or Infill 4 Consolidation Code <sup>3</sup> Order No. 150.0 Acres 5/2 5/2 Section 3

NO ALLOWABLE WILL BE ASSIGNED TO THIS COMPLETION UNTIL ALL INTERESTS HAVE BESN CONSOLIDATED OR A NON-STANDARD UNIT HAS BEEN APPROVED BY THE DIVISION



SURFACE LOCATION 1312" FSL 285" FEL SECTION 4, T23N, RBW LAT: 36.25256 N LONG: 107.67832 W DATUM: NAD1927

LAT: 36.25257 °N LONG: 107.67893 °W DATUM: NAD1983

POINT-OF-ENTRY 399' FSL 399' FWL SECTION 3, T23N, P8W LAT: 36.25004 N LONG: 107.67593 W DATUM: NAD1927

LAT: 36.25005 N LONG: 107.67655 W DATUM: NAD1983

BOTTOM-HOLE 393' F5L 228' FEL SECTION 3, T23N, R8W LAT: 36.24993' N LONG: 107.55015' N DATUM: NAD1927

LAT: 35.24995 \*N LONG: 107.65076 \*W DATUM: NAD1983



District I 1625 N. French Drive, Hobbs, NM 88240 Phone (575) 393-6161 Fax: (575) 393-0720 District II 811 S. First Street, Artesia, NM 882**10** Phone:(575) 748-1283 Fax:(575) 748-9720 District III 1000 Rio Brazos Road, Aztec, NM 87410 Phone (505) 334-6178 Fax: (505) 334-6170 District IV 1220 S. St. Francis Drive, Santa Fe, NM 87505 Phone (505) 476-3460 Fax: (505) 476-3462

State of New Mexico Energy, Minerals & Natural Resources Department

OIL CONSERVATION DIVISION 1220 South St. Francis Drive Santa Fe. NM 87505

Form C-102 Revised August 1, 2011

Submit one copy to Appropriate District Office

AMENDED REPORT

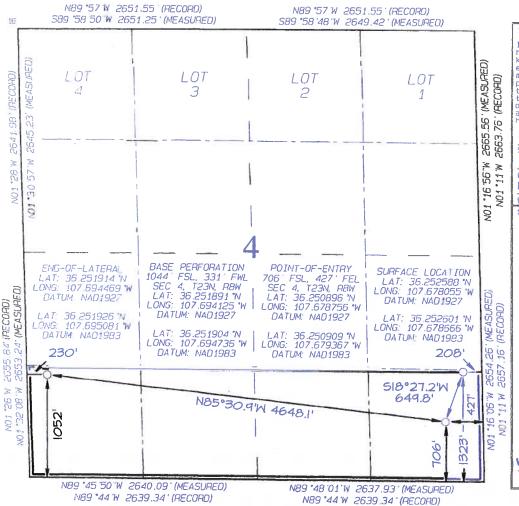
AS DRILLED

## WELL LOCATION AND ACREAGE DEDICATION PLAT

| <sup>3</sup> API Number | *Pool Code                | Pool Name  | cos             |
|-------------------------|---------------------------|------------|-----------------|
| 30-045-35587            | 97232                     | BASIN MANO |                 |
| *Property Code          | *Property I               |            | Well Number     |
| 321224                  | CHACO 230                 |            | 406H            |
| '0GRIO No.<br>372286    | *Operator<br>ENDURING RES |            | *Elevation 6876 |

<sup>10</sup> Surface Location UL or lot no Section Range Feet from the North/South line Feet from the East/West Ince P 4 **23N 8W** 1323 SOUTH 208 EAST SAN JUAN Bottom Hole Location If Different From Surface Ut or lot no Section Township Lot Idn Feet from the North/South line Feet from the East/West line M 4 **23N** 8W 1052 SOUTH 230 WEST SAN JUAN Dedicated Acres 19 Joint or Infill M Consolidation Code 15 Order No 160.0 Acres - S/2 S/2

NO ALLOWABLE WILL BE ASSIGNED TO THIS COMPLETION UNTIL ALL INTERESTS HAVE BEEN CONSOLIDATED OR A NON-STANDARD UNIT HAS BEEN APPROVED BY THE DIVISION





OPERATOR CERTIFICATION

District I 1625 N. French Unive, Hobbs, NM 88240 Prone (575) 393–6161 Fax: (575) 393–0720 District II 811 S First Street, Artesia, NM 88210 Prone (575) 748-1283 Fax: (575) 748-9720

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State of New Mexico Energy, Minerals & Natural Resources Department

OIL CONSERVATION DIVISION 1220 South St. Francis Drive Santa Fe. NM 87505

Form C-102 Revised August 1, 2011

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X AMENDED REPORT AS DRILLED

|                | WELL LOCATION AND | ACREAGE DEDICATION PLAT |              |
|----------------|-------------------|-------------------------|--------------|
| 'API Number    | 4Pool Code        | 'Pool Name              | S            |
| 30-045-35588   | 97232             | BASIN MANCO             |              |
| *Property Code |                   | operty Name             | °Well Numper |
| 321222         |                   | O 2308-03E              | 403⊢         |
| '0GRID Ne.     |                   | erator Name             | "Elevation   |
| 372286         |                   | ING RESOURCES, LLC      | 6892"        |

|                    |          |                 |                      |         | <sup>10</sup> Surface | Location              |                   |                        |          |
|--------------------|----------|-----------------|----------------------|---------|-----------------------|-----------------------|-------------------|------------------------|----------|
| UL or lot no       | Section  | 23N             | Range<br>8W          | Lot Idn | Feet from the         | NORTH                 | Feet from the 817 | Edst/West Time<br>WEST | SAN JUAN |
|                    |          |                 | <sup>11</sup> Bottor | n Hole  | Location I            | f Different           | From Surfac       | е                      |          |
| at or lot no       | Sect ion | Tewnship        | Range                | Lot Idn | Feet from the         | North/South line      | Feet from the     | East/West Time         | County   |
| D                  | 4        | 23N             | 8W                   | 4       | 329                   | NORTH                 | 231               | WEST                   | SAN JUAN |
| 12 Gedicated Acres |          | 159.60<br>N/2 - | Acres<br>Section     | 4       | 13 Joint or Infill    | 14 Consolidation Code | 15 Order No       |                        |          |

NO ALLOWABLE WILL BE ASSIGNED TO THIS COMPLETION UNTIL ALL INTERESTS HAVE BEEN CONSOLIDATED OR A NON-STANDARD UNIT HAS BEEN APPROVED BY THE DIVISION

END-OF-LATERAL 329 FML 231 FML SECTION 4, 123N, R8W LAT: 36.262674 M LONG 107.694801 W DATUM, NAD1927

LAT. 36.262697 N LONG: 107.595413 W DATUM NAD1983

BASE PERFORATION 346 FNL 338 FWL SECTION 4, T23N, R8W LAT: 36.262626 N LONG, 107.594436 W DATUM: NAD1927

LAT: 36.262639 N LGNG: 107.695048 W DATUM: NAD1983

POINT-OF-ENTRY 1121 FML 387 FEL SECTION 4, T23N, R6W LAT: 35.260482 N LONG: 107.678865 W DATUM: NAD1927

LAT: 36,260495 °N LONG: 107.679476 °W DATUM: NAD1983

SURFACE LOCATION 1906 FNL 817 FWL SECTION 3, T23N, R8W LAT: 36.258319 N LONG: 107.674724 W DATUM: NAD1927

LAT: 36.258332 N LONG: 107.675335 W DATUM: NAD1983

(RECORD) NO1\*11W 2653.76 NO1 \*16 '56 'W 2665.56' (MEASURED) (RECORD) N89 '57 W 2651.55 S89 '58 '50 W 2651.25 16 **324'** (MEASURED) (RECORD) N89 \*57 W 2651.55 (RECORD) N89 \*57 W 2651.55 (PECOAD) NB9 \*57 W 2651.55 S89 58 40 W 2649.42 (MEASURED) \$89 \*58 '24" W 2652.78" (MEASURED) \$89 '58 24"W 2652,78 (MEASURED) (FECORI)) NO1'28 W 2641 98 NO1'30'57'W 2645'23' (MEASURED) 231' NBO 26.8W 47655 LOT 2 2 LOT 2 LOT LOT LOT LOT 1 19061 4 3 2 (MEASURED) -52'03"W 2698. LOT 3 .48 W 2698.7 (RECORD) N57°16.7'W 1452.9' 817 8 8 3 (RECORD) NO.1 '28 W 2655 84 NO.1 '32 CB"W 2653 84' (MEASURED) 54 (MEASURED) \*05 '55 "W 2649 2552.E 7.87.0N . VQ (MEASURED) N89 \*45 50 W 2640.09 (MEASURED) N89 \*39 '53 'W 2634 43 N89 \*36 'W 2036 04' (RECORD) (MEASURED) N89 \*48 01 W 2637.93 (MEASUREO) N89 \*45 '27" \( '2644.46 N89 '36 \( W \( 2636.04' \) (RECORD) N89 \*44 W 2639.34 (RECORD) NB9 \*44 W 2639 34\* (RECORD) (MEASURED) NO1 \*15 '05 'W 2654 26 NO1 '11'W 2657.16 (RECOPD)

Signature and Seal of Professional Surveyor SON C. EDWARD MEXICO EN REGISTERED SANEYOR APOFESSIONAL **ASON DWARDS** 

" OPERATOR CERTIFICATION

"UPERATUR CERTIFICATION
I hereby certify that the information contained
nerein is true and complete to the best of my
knowledge and belief, and that this organization
either owns a working interest or unleased
mineral interest in the land including the
proposed bottom-hole location or has a right
to drill this well at this location oursuant
to a contract with an owner of such a mineral
or working interest, or to a voluntary pooling
agreement or a conculsory pooling order
heretofore entered by the division.

| theat Home         | 4/8/21 |
|--------------------|--------|
| Signature          | Cate   |
| Heather Huntington |        |
| Paralant No.       |        |

hhuntington@enduringresources.com

-mail Address

SURVEYOR CERTIFICATION

I hereby centify that the well location shown on this plat was plotted from field notes of actual surveys made by me or under my supervision, and that the same is true and correct to the best of my belief

Date Revised: NOVEMBER 4, 2014 Survey Date: FEBRUARY 26, 2014

Certificate Number

15269

DISTRICT 1 1625 N. French Dr., Hobbs, N.M. 88240 Phone: (575) 393-6161 Fax: (575) 393-0720

DISTRICT\_II 811 S. First St., Artesia, N.M. 88210 Phone: (575) 748-1283 Fax: (575) 748-9720

DISTRICT III 1000 Rio Brazos Rd., Aztec, N.M. 87410 Phone: (505) 334-6178 Fax. (505) 334-6170

DISTRICT IV 1220 S. St. Francis Dr., Santa Fe, N.M. 87505 Phone: (505) 476-3460 Pax: (505) 476-3462

III or lot no | Section | Township | Paner

State of New Mexico Energy, Minerals & Natural Resources Department

OIL CONSERVATION DIVISION 1220 South St. Francis Dr. Santa Fe, N.M. 87505

Form C-102 Revised August 1, 2011 Submit one copy to appropriate District Office

# "AS DRILLED"

MAMENDED REPORT

# WELL LOCATION AND ACREAGE DEDICATION PLAT

| API Number 30-045-35539 | 97232 Code   | <sup>3</sup> Pool Name<br>BASIN MANCOS |                                |
|-------------------------|--|--|--------------------------------|
| Property Code 321223    |  | ty Name<br>2308 03L                    | Well Number<br>404H            |
| 70GRID No.<br>372286    | THE RESIDENCE AND ADDRESS OF THE PARTY OF TH | RESOURCES, LLC                         | <sup>e</sup> Elevation<br>6879 |

Surface Location

| L             | 3       | 23 N     | SUPPLIED A | Lot Idn | 2268          | SOUTH            | 70            | WEST           | SAN JUAN  |
|---------------|---------|----------|------------|---------|---------------|------------------|---------------|----------------|-----------|
|               |         |          | 11 Bott    | om Hole | Location II   | f Different Fro  | om Surface    |                |           |
| UL or lot no. | Section | Township | Range      | Lot Idn | Feet from the | North/South line | Feet from the | East/West line | County    |
| F             | 4       | 23 N     | A W        |         | 171.2         | NODTH            | 260           | WEST           | CANL HIAM |

| E               | 4        | 23 N      | 1 8 W            |      | 1742         | NORTH | 260 | WEST             | SAN JUAN |
|-----------------|----------|-----------|------------------|------|--------------|-------|-----|------------------|----------|
| PedicAtrieseres | 13 Joint | or Infill | 14 Consolidation | Code | 16 Order No. |       |     | - 1007/234 DECEM |          |
| S2/N2           |          | 457       |                  |      |              |       |     |                  |          |

NO ALLOWABLE WILL BE ASSIGNED TO THIS COMPLETION UNTIL ALL INTERESTS HAVE BEEN CONSOLIDATED OR A NON-STANDARD UNIT HAS BEEN APPROVED BY THE DIVISION

16 BOTTOM HOLE 1742' FNL, 260' FWL LAT: 36.2588009° N LONG: 107.6951898° W **NAD 83** LAT: 36°15.52729' N LONG: 107°41.67469' W **NAD 27** 

LANDING POINT 2148' FNL, 206' FEL LAT: 36.2576693° N LONG: 107.6787865° W

**NAD 83** LAT: 36°15.45940' N **NAD 27** 

SURFACE 2268' FSL. 70' FWL

LAT: 36.2551894° N LONG: 107.6777876° W **NAD 83** 

LAT: 36°15.31060' N LONG: 107°40.69052' W LONG: 107°40.63059' W **NAD 27** 

| S 89°58              | the same of the sa | 2649.72'                                | W<br>  ≥                 |        | S 89°58<br>5305  |       | 1     |
|----------------------|--|---|--------------------------|--------|------------------|-------|-------|
| 86. 1742'<br>- 1742' | LOT 3 LOT  |   | 916.37                   | LOT 4  | LOT 3            | LOT 2 | LOT 1 |
| 260'                 | N 85°13'05° W  | 1 2/1 2 1 2 2 2 2 2 2 2 2 2 2 2 2 2 2 2 | ZZ                       |        | 9:37" W<br>9.57' |       |       |
|                      | SECTION 4  |   | ₹<br>70                  | စု     | SECT             | ON 3  |       |
|                      |  |   | N 1º16'28" 1<br>2654.35' | N 89°3 | 9'56" W          |       |       |
|                      | 21 Table 1 - 10 - 10 - 10 - 10 - 10 - 10 - 10 -  |   | -                        | -      | 4.18'            |       |       |

BEARINGS & DISTANCES SHOWN ARE REFERENCED TO THE NEW MEXICO COORDINATE SYSTEM, WEST ZONE, NAD 83. UNLESS OTHERWISE NOTED.

NOTE: THE COORDINATES FOR THE LANDING POINT AND THE BOTTOM HOLE LOCATION CAME FROM THE CERTIFIED FINAL DIRECTIONAL SURVEY CONDUCTED BY CATHEDRAL ON 07/31/14

### LEGEND:

- 0 = SURFACE LOCATION
- BOTTOM HOLE LOCATION
- # = FOUND 1947 U.S.G.L.O. BRASS CAP
- A = LANDING POINT

# 17 OPERATOR CERTIFICATION

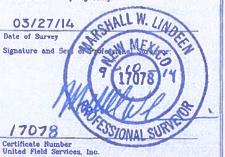
I hereby certify that the information contained herein is true and complete to the best of my knowledge and belief, and that this organization either owns a working interest or unleased mineral interest in the land including the proposed bottom hole location or has a right to drill this well at this location pursuant to a contract with an owner of such a mineral or working interest, or to a voluntary pooling agreement or a compulsory pooling order heretofore entered by the division

4/8/21 Signature Date **Heather Huntington** 

Printed Name hhuntington@enduringresources.com E-mail Address

### 18 SURVEYOR CERTIFICATION

I hereby certify that the well location shown on this plat was plotted from field notes of actual surveys made by me or under my supervision, and that the same is true and correct to the best of my belief.



DISTRICT 1 1625 N. French Dr., Hobbs, N.M. 88240 Phone: (575) 393-6161 Fax: (575) 393-0720

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State of New Mexico Energy, Minerals & Natural Resources Department

Form C-102 Revised August 1, 2011 Submit one copy to appropriate District Office

# OIL CONSERVATION DIVISION

1220 South St. Francis Dr. Santa Fe, N.M. 87505

# "AS DRILLED"

MENDED REPORT

# WELL LOCATION AND ACREAGE DEDICATION PLAT

| <sup>1</sup> API Number<br>30-045-35538 | <sup>a</sup> Pool Code<br>97232 | *Pool Name BASIN MANCOS |
|---|---------------------------------|-------------------------|
| Property Code 321223                    | Property Nam<br>CHACO 230       |                         |
| 70GRID No.<br>372286                    | Operator Na ENDURING RE         | me Prevation            |

Surface Location

| UL or lot no.   | Section 3 | Township 23 N  | Range<br>8 W | Lot Idn       | Feet from the 2216 | North/South line | Feet from the | East/West line WEST | County<br>SAN JUAN |
|-----------------|-----------|----------------|--------------|---------------|--------------------|------------------|---------------|---------------------|--------------------|
|                 |           |                | 11 Bott      | om Hole       | Location I         | f Different Fro  | om Surface    |                     |                    |
| UL or lot no.   | Section 4 | Township 23 N  | Range<br>8 W | Lot Idn       | Feet from the 2254 | North/South line | Feet from the | East/West line WEST | County SAN JUAN    |
| Dedicated Acres | 13 ]      | oint or Infill | 14 Conso     | lidation Code | 16 Order No.       |                  |               |                     |                    |

NO ALLOWABLE WILL BE ASSIGNED TO THIS COMPLETION UNTIL ALL INTERESTS HAVE BEEN CONSOLIDATED OR A NON-STANDARD UNIT HAS BEEN APPROVED BY THE DIVISION

BOTTOM HOLE 2254' FSL, 250' FWL LAT: 36.2552258° N LONG: 107.6951132° W **NAD 83** LAT: 36°15.31279' N LONG: 107°41.67009' W LONG: 107°40.67570' W **NAD 27** 

N2/S2 SEC 4

LANDING POINT 1888' FSL, 159' FEL LAT: 36.2541491° N LONG: 107.6785395° W **NAD 83** LAT: 36°15.24818' N

**NAD 27** 

SURFACE 2216' FSL, 74' FWL LAT: 36.2550465° N LONG: 107.6777705° W **NAD 83** LAT: 36°15.30203' N LONG: 107°40.62957' W NAD 27

LOT 4 LOT 3 LOT 2 LOT 1 LOT 4 LOT 3 LOT 2 LOT 1 SECTION 4 SECTION 3 159 S 34°40'08" W 397.62 250' ₹ N 85°30'02" W 4902.19" 1032.13" 3 28 2654. 9101 Z N 89°46'14" W N 89°47'46" W N 89°39'56" W 2640.22 2638.05 2634.18

BEARINGS & DISTANCES SHOWN ARE REFERENCED TO THE NEW MEXICO COORDINATE SYSTEM, WEST ZONE, NAD 83, UNLESS OTHERWISE NOTED

NOTE: THE COORDINATES FOR THE LANDING POINT AND THE BOTTOM HOLE LOCATION CAME FROM THE CERTIFIED FINAL DIRECTIONAL SURVEY CONDUCTED BY CATHEDRAL ON 07/31/14. LEGEND:

- O = SURFACE LOCATION
- = BOTTOM HOLE LOCATION
- = FOUND 1947 U.S.G.L.O. BRASS CAP
- A = LANDING POINT

# 17 OPERATOR CERTIFICATION

I hereby certify that the information contained herein is true and complete to the best of my knowledge and belief, and that this organization oither owns a working interest or unleased mineral interest in the land including the proposed bottom hole location or has a right to drill this well at this location pursuant to a contract with an owner of such a mineral or working interest, or to a voluntary pooling agreement or a compulsory pooling order heretofore entered by the division.

4/8/21 Signature Date

**Heather Huntington** Printed Name

hhuntington@enduringresources.com E-mail Address

# 18 SURVEYOR CERTIFICATION

I hereby certify that the well location shown on this plat was plotted from field notes of actual surveys made by me or under my supervision, and that the same is true and correct to the best of my belief.

02/12/14 Date of Survey Signature and S USYONAL SUR 17078

Released to Imaging: 5/21/2021 5:37:58 PM

Certificate Number United Field Services, Inc.



1050 17th Street, Suite 2500 Denver, CO 80265 Telephone 303 573-1222 Fax 303 573 0461

May 17, 2021

Mr. Harris D. Butler III 1500 Confederate Ave. Richmond, Virginia 23227-4406

RE: Chaco 2308-04P #149 Well, San Juan County, New Mexico

Application of Enduring Resources, LLC to amend Administrative Pool/Lease

Commingling Order PLC-411, dated December 4, 2014

Dear Mr. Butler:

According to our records, you own an overriding royalty interest ("ORRI") in the captioned well. Enduring Resources, LLC ("Enduring") is seeking approval from the New Mexico Oil Conservation Division ("NMOCD") for the amendment of Administrative Pool/Lease Commingling Order PLC-411, dated December 4, 2014, San Juan County, New Mexico, in order to surface commingle the production from three (3) additional wells on one of the two federal leases subject to the order. Enduring is the successor in interest to WPX Energy Production, LLC and the current operator of all six wells to be surface commingled at the facility located on the Chaco 2308-04P #149H well pad. A copy of the application, which was filed on Friday, May 14, 2021, is enclosed for your review.

The surface facility for the Chaco 2308-03E #403H, Chaco 2308-03L #404H, and the Chaco 2308-03L #405 wells has been consolidated with the surface facility for the three wells subject to Order PLC-411. The LACT unit (separates oil, gas and water) for the additional three wells has been moved and added to the #149H facility to accommodate the additional production, as shown on the schematic diagram of the facility attached to the amended application. All production is from the same two federal leases that are subject to Order PLS-411 and from the same two pools: the Nageezi Gallup Oil Pool (47540) in the S/2 Section 3-T23N-R8W and the Basin Mancos Gas Pool (97232) in the S/2 Section 4-T23N-R8W. Production from each of these leases will be separately metered, and none of the production from these two separate leases will be transported off lease or otherwise commingled prior to being measured. The commingled oil and gas production shall be measured and sold at the Chaco 2308-04P #149H central tank battery located in Unit P, Section 4-T23N-R8W, San Juan County, New Mexico.

Pursuant to Statewide Rule 19.15.12.10 (C) (4)(g), Enduring has requested the option to include additional pools or leases that may be served in the future from the Chaco 2308-04P

#149H surface facility, and has requested authority to add additional wells contained within approved spacing units on the two leases subject to Order PLC-411 by filing a Sundry Notice C-103 and C-102 Plats together with an Amendment with the NMOCD. Notice to interest owners shall not be required when amending the application to add future pools or wells.

The purpose of this letter is to provide you, as an ORRI owner, with notice of the movement of the pipeline LACT unit for the three additional wells. If you have an objection, you must file it in writing with the division within 20 days from the date the division receives the application (5/14/21).

Because the well has been shut in during the consolidation of the surface facilities, Enduring would like to get the well back to sales as quickly as possible, which requires approval of the NMOCD. IF YOU DO NOT INTEND TO FILE AN OBJECTION, Enduring would appreciate it if you would respond by email to <a href="mailto:aashland@enduringresources.com">aashland@enduringresources.com</a>, or by returning the enclosed statement in the overnight envelope provided.

If you have any questions about the application or need additional information, please contact me directly at 303-350-5116 or at <a href="mailto:aashland@enduringresources.com">aashland@enduringresources.com</a>.

Your attention to this matter is appreciated.

Sincerely,

ENDURING RESOURCES, LLC

Auto Ashland

Anita Ashland Senior Landman

Encl.

I acknowledge receipt of the enclosed notice and application for amendment to the commingling order, and I do not intend to file an objection with the NMOCD.

Harris D. Butler III

Date: 5-18-221

# **Anita Ashland**

From: Daniel Koury < Daniel\_Koury@eogresources.com>

**Sent:** Wednesday, May 19, 2021 3:18 PM

To: Anita Ashland

**Subject:** FW: Chaco 2308-04P #149H Pad, San Juan County, NM

Attachments: We sent you safe versions of your files; 5-14-21\_Application for Amended Commingling

Order.pdf; Facility Diagram - CHACO 2308 4P 149H - Enduring\_12May21.pdf

Mimecast Attachment Protection has deemed this file to be safe, but always exercise caution when opening files.

Anita,

EOG is good with the Amended Commingling Order, and we will not protest the application.

Thank you,

# **Daniel Koury**

Landman II

EOG Resources, Inc. Office: 575.748.4145 Cell: 575.703.4947

Daniel Koury@EOGResources.com

From: Anita Ashland <AAshland@enduringresources.com>

Sent: Monday, May 17, 2021 3:44 PM

To: Daniel Koury <Daniel\_Koury@eogresources.com>
Subject: Chaco 2308-04P #149H Pad, San Juan County, NM

CAUTION: This email originated from outside of the organization. Do not click links or open attachments unless you recognize the sender and know the content is safe.

As you know, EOG Resources Inc. ("EOG") owns an ORRI in the 2308-04P #406H well, and the surface facility for this well is located on the Chaco 2308-04P #149H facility site. Enduring Resources, LLC ("Enduring") is seeking approval from the NMOCD for the amendment of Administrative Pool/Lease Commingling Order PLC-411, dated December 4, 2014, in order to surface commingle the production from three (3) additional wells on one of the two federal leases subject to the order. EOG also owns an ORRI in these three additional wells, which are located on the same lease as the 2308-04P #406H well. A copy of the application, which was filed on Friday, May 14, 2021, is attached for your review.

The surface facility for the Chaco 2308-03E #403H, Chaco 2308-03L #404H, and the Chaco 2308-03L #405 wells has been consolidated with the surface facility for the three wells subject to Order PLC-411. The LACT for the additional three wells has been moved and added to the #149H facility to accommodate the additional production, as shown on the schematic diagram of the facility attached. All production is from the same two federal leases that are subject to Order PLS-411 and from the same two pools: the Nageezi Gallup Oil Pool (47540) in the S/2 Section 3-T23N-R8W and the Basin Mancos Gas Pool (97232) in the S/2 Section 4-T23N-R8W. Production from each of these leases will be separately metered, and none of the production from these two separate leases will be transported off lease or otherwise commingled prior to being

measured. The commingled oil and gas production will be measured and sold at the Chaco 2308-04P #149H central tank battery located in Unit P, Section 4-T23N-R8W, San Juan County, New Mexico.

Pursuant to Statewide Rule 19.15.12.10 (C) (4)(g), Enduring has requested the option to include additional pools or leases that may be served in the future from the Chaco 2308-04P #149H surface facility, and has requested authority to add additional wells contained within approved spacing units on the two leases subject to Order PLC-411 by filing a Sundry Notice C-103 and C-102 Plats together with an Amendment with the NMOCD. Notice to interest owners will not be required when amending the application to add future pools or wells.

The purpose of this email is to provide EOG, as an ORRI owner, with notice of the movement of the pipeline LACT unit for the three additional wells. If EOG has an objection, you must file it in writing with the division within 20 days from the date the division receives the application (5/14/21).

Because the well has been shut in during the consolidation of the surface facilities, Enduring would like to get the well back to sales as quickly as possible, which requires approval of the NMOCD. IF EOG DOES NOT INTEND TO FILE AN OBJECTION, Enduring would appreciate it if you would respond by email to <a href="mailto:aashland@enduringresources.com">aashland@enduringresources.com</a> at your earliest convenience. If all interest owners respond that they do not intend to file a protest, the NMOCD can approve the amended application without waiting for the 20-day notice period to expire.

If you have any questions regarding the application, please don't hesitate to contact me. Your cooperation in this matter is greatly appreciated!

Anita Ashland

Senior Landman Enduring Resources, LLC 1050 17<sup>th</sup> Street, Suite 2500 Denver, Colorado 80265 Direct: 303-350-5116

Cell: 303-249-5011



Dear Customer,

The following is the proof-of-delivery for tracking number: 773746398595

**Delivery Information:** 

Status:

Delivered

Signed for by:

Signature not required

Service type:

FedEx Priority Overnight

Special Handling:

Deliver Weekday; Residential Delivery

Delivered To:

Residence

**Delivery Location:** 

1500 CONFEDERATE

**Delivery date:** 

Richmond, VA, 23227 May 18, 2021 11:02

Shipping Information:

Tracking number:

773746398595

Ship Date:

May 17, 2021

Weight:

1.0 LB/0.45 KG

Released to Imaging: 5/21/2021 5:37:58 PM

Recipient:

Harris D Butler III, 1500 Confederate Ave Richmond, VA, US, 23227

Shipper:

Anita Ashland, Enduring Resources, LLC 1050 17th Street Suite 2500

**DENVER, CO, US, 80265** 

# **Anita Ashland**

From:

James Strickler < jamesstrickler@msn.com>

Sent:

Wednesday, May 19, 2021 7:46 AM

To:

Anita Ashland

Subject:

Re: Chaco 2308-04P #149H Pad, San Juan County, NM

Anita,

I concur with your recommendation outlined below.

Sincerely,

JMJ Land and Minerals Company 2204 N. Santiago Ave. Farmington, NM 87401 James Strickler, President 505-402-3248, cell

Get Outlook for iOS

From: Anita Ashland <AAshland@enduringresources.com>

Sent: Monday, May 17, 2021 3:14:49 PM

**To:** jamesstrickler@msn.com <jamesstrickler@msn.com> **Subject:** Chaco 2308-04P #149H Pad, San Juan County, NM

As we discussed in our telephone conversation last week, JMJ Land & Minerals Company owns an ORRI in the 2308-04P #406H well, and the surface facility for this well is located on the Chaco 2308-04P #149H facility site. Enduring Resources, LLC ("Enduring") is seeking approval from the NMOCD for the amendment of Administrative Pool/Lease Commingling Order PLC-411, dated December 4, 2014, in order to surface commingle the production from three (3) additional wells on one of the two federal leases subject to the order. JMJ Land & Minerals also owns an ORRI in these three additional wells, which are located on the same lease as the 2308-04P #406H well. A copy of the application, which was filed on Friday, May 14, 2021, is attached for your review.

The surface facility for the Chaco 2308-03E #403H, Chaco 2308-03L #404H, and the Chaco 2308-03L #405 wells has been consolidated with the surface facility for the three wells subject to Order PLC-411. The LACT for the additional three wells has been moved and added to the #149H facility to accommodate the additional production, as shown on the schematic diagram of the facility attached. All production is from the same two federal leases that are subject to Order PLS-411 and from the same two pools: the Nageezi Gallup Oil Pool (47540) in the S/2 Section 3-T23N-R8W and the Basin Mancos Gas Pool (97232) in the S/2 Section 4-T23N-R8W. Production from each of these leases will be separately metered, and none of the production from these two separate leases will be transported off lease or otherwise commingled prior to being measured. The commingled oil and gas production will be measured and sold at the Chaco 2308-04P #149H central tank battery located in Unit P, Section 4-T23N-R8W, San Juan County, New Mexico.

Pursuant to Statewide Rule  $\underline{19.15.12.10}$  (C) (4)(g), Enduring has requested the option to include additional pools or leases that may be served in the future from the Chaco 2308-04P #149H surface facility, and has

requested authority to add additional wells contained within approved spacing units on the two leases subject to Order PLC-411 by filing a Sundry Notice C-103 and C-102 Plats together with an Amendment with the NMOCD. Notice to interest owners shall not be required when amending the application to add future pools or wells.

The purpose of this email is to provide you, as an ORRI owner, with notice of the movement of the pipeline LACT unit for the three additional wells. If you have an objection, you must file it in writing with the division within 20 days from the date the division receives the application (5/14/21).

Because the well has been shut in during the consolidation of the surface facilities, Enduring would like to get the well back to sales as quickly as possible, which requires approval of the NMOCD. IF YOU DO NOT INTEND TO FILE AN OBJECTION, Enduring would appreciate it if you would respond by email to <a href="mailto:aashland@enduringresources.com">aashland@enduringresources.com</a> at your earliest convenience. If all interest owners respond that they do not intend to file a protest, the NMOCD can approve the amended application without waiting for the 20-day notice period to expire.

If you have any questions regarding the application, please don't hesitate to contact me. Your cooperation in this matter is greatly appreciated!

Anita Ashland

Senior Landman Enduring Resources, LLC 1050 17<sup>th</sup> Street, Suite 2500 Denver, Colorado 80265 Direct: 303-350-5116

Cell: 303-249-5011

# **Anita Ashland**

From: Marion M. Mazzola <marionmmazzola@yahoo.com>

**Sent:** Wednesday, May 19, 2021 2:01 PM

To: Anita Ashland

Subject: Re: Chaco 2308-04P #149H Pad, San Juan County, NM

Attachments: We sent you safe versions of your files; 5-14-21\_Application for Amended Commingling

Order.pdf; Facility Diagram - CHACO 2308 4P 149H - Enduring\_12May21.pdf

Mimecast Attachment Protection has deemed this file to be safe, but always exercise caution when opening files.

TO: Anita Ashland

Enduring Resources, LLC

RE: MAZZOLA & COMPANY LLP ORRI INTERESTS IN CHACOS 2308-04P #149H AND #150H ENDURING REQUEST TO THE OPTION TO INCLUDE A SURFACE FACILITY ETCETERA AS STATED IN THE ENDURING E-MAIL OF MARCH 17, 2021 INFORMING MAZZOLA & COMPANY OF ENDURING RESOURCES

PROPSAL AS SENT TO SAN JUAN COUNTY FOR CONSIDERATION.

MAZZOLA & COMPANY LLP SUPPORTS ENDURING RESOURCES REQUEST FOR THIS SURFACE FACILITY AS SUBMITTED TO SAN JUAN COUNTY.

MAZZOLA & COMPANY LLP HAS NO INTENT TO FILE ANY OBJECTIONS TO ENDURINGS PROPOSAL.

Marion M. Mazzola Mazzola & Company LLP Broomfield, Colorado 80020 Owner/Manager

303-466-8356

Monday, May 17, 2021, 03:59:33 PM MDT, Anita Ashland <aashland@enduringresources.com> wrote:

As we discussed in our telephone conversation last week, Mazzola & Company, LLP owns an ORRI in the Chaco 2308-04P #149H and #150H wells. Enduring Resources, LLC ("Enduring") is seeking approval from the New Mexico Oil Conservation Division ("NMOCD") for the amendment of Administrative Pool/Lease Commingling Order PLC-411, dated December 4, 2014, in order to surface commingle the production from three (3) additional wells on one of the two federal leases subject to the order. A copy of the application, which was filed on Friday, May 14, 2021, is attached for your review.

The surface facility for the Chaco 2308-03E #403H, Chaco 2308-03L #404H, and the Chaco 2308-03L #405 wells has been consolidated with the surface facility for the three wells subject to Order PLC-411. The LACT unit (separates oil, gas and water) for the additional three wells has been moved and added to the #149H facility to accommodate the additional production, as shown on the schematic diagram of the facility attached. All production is from the same two federal leases that are subject to Order PLS-411 and from the same two pools: the Nageezi Gallup Oil Pool (47540) in the S/2 Section 3-T23N-R8W and the Basin Mancos Gas Pool (97232) in the S/2 Section 4-T23N-

R8W. Production from each of these leases will be separately metered, and none of the production from these two separate leases will be transported off lease or otherwise commingled prior to being measured. The commingled oil and gas production will be measured and sold at the Chaco 2308-04P #149H central tank battery located in Unit P, Section 4-T23N-R8W, San Juan County, New Mexico.

Pursuant to Statewide Rule 19.15.12.10 (C) (4)(g), Enduring has requested the option to include additional pools or leases that may be served in the future from the Chaco 2308-04P #149H surface facility, and has requested authority to add additional wells contained within approved spacing units on the two leases subject to Order PLC-411 by filing a Sundry Notice C-103 and C-102 Plats together with an Amendment with the NMOCD. Notice to interest owners will not be required when amending the application to add future pools or wells.

The purpose of this email is to provide you, as an ORRI owner, with notice of the movement of the pipeline LACT unit for the three additional wells. If you have an objection, you must file it in writing with the division within 20 days from the date the division receives the application (5/14/21).

Because the well has been shut in during the consolidation of the surface facilities, Enduring would like to get the well back to sales as quickly as possible, which requires approval of the NMOCD. IF YOU DO NOT INTEND TO FILE AN OBJECTION, Enduring would appreciate it if you would respond by email to <a href="mailto:aashland@enduringresources.com">aashland@enduringresources.com</a> at your earliest convenience. If all interest owners respond that they do not intend to file a protest, the NMOCD can approve the amended application without waiting for the 20-day notice period to expire.

If you have any questions regarding the application, please don't hesitate to contact me. Your cooperation in this matter is greatly appreciated

Anita Ashland

Senior Landman

Enduring Resources, LLC

1050 17th Street, Suite 2500

Denver, Colorado 80265

Direct: 303-350-5116

Cell: 303-249-5011

From: Engineer, OCD, EMNRD

To: Heather Huntington

Cc: McClure, Dean, EMNRD; Simmons, Kurt, EMNRD; Hawkins, James, EMNRD; Powell, Brandon, EMNRD; Pickford, Katherine,

EMNRD; lisa@rwbyram.com; Glover, James; Paradis, Kyle O; jkillins@blm.gov; Anita Ashland; Alex Campbell

**Subject:** Approved Administrative Order PLC-770 **Date:** Friday, May 21, 2021 5:34:25 PM

Attachments: PLC770 Order.pdf

NMOCD has issued Administrative Order PLC-770 which authorizes Enduring Resources, LLC (372286) to surface commingle or off-lease measure, as applicable, the following wells:

| Well API     | Well Name            | UL or Q/Q | S-T-R    | Pool Code |
|--------------|----------------------|-----------|----------|-----------|
| 30-045-35495 | Chaco 2308 04P #149H | N/2 S/2   | 3-23N-8W | 47540     |
| 30-045-35497 | Chaco 2308 04P #150H | S/2 S/2   | 3-23N-8W | 47540     |
| 30-045-35587 | Chaco 2308 04P #406H | S/2 S/2   | 4-23N-8W | 97232     |
| 30-045-35588 | Chaco 2308 03E #403H | N/2 N/2   | 4-23N-8W | 97232     |
| 30-045-35539 | Chaco 2308 03L #404H | S/2 N/2   | 4-23N-8W | 97232     |
| 30-045-35538 | Chaco 2308 03L #405H | N/2 S/2   | 4-23N-8W | 97232     |

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

# **Notice**

Order: PLC-770

**Operator: Enduring Resources, LLC (372286)** 

**Publication Date:** 

**Initial Notice Date: 5/14/2021** 

| Noticed Persons |                               |                                  |             |  |
|-----------------|-------------------------------|----------------------------------|-------------|--|
| Date            | Person                        | <b>Certified Tracking Number</b> | Status      |  |
| 2/10/2021       | BLM                           | Online                           | Delivered   |  |
| 5/19/2021       | JMJ Land and Minerals Company | No Protest Statement             | Received    |  |
| 5/18/2021       | Harris D Butler III           | No Protest Statement             | Received    |  |
| 5/19/2021       | EOG Resources, Inc.           | No Protest Statement             | Received    |  |
| 5/19/2021       | Mazzola & Company, LLP        | No Protest Statement             | Received    |  |
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# STATE OF NEW MEXICO ENERGY, MINERALS AND NATURAL RESOURCES DEPARTMENT OIL CONSERVATION DIVISION

# APPLICATION FOR SURFACE COMMINGLING SUBMITTED BY ENDURING RESOURCES, LLC

**ORDER NO. PLC-770** 

### **ORDER**

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

# **FINDINGS OF FACT**

- 1. Enduring Resources, 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. Applicant proposed a method to allocate the oil and gas production to the pools, leases, and wells to be commingled.
- 3. Applicant intends to segregate the oil and gas production from each pool within a lease identified in Exhibit B from the oil and gas production from all other pools and leases prior to measuring the production from each pool within a lease with an allocation meter.
- 4. 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.
- 5. 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 of 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.
- 6. Applicant provided notice of the Application to the Bureau of Land Management ("BLM") or New Mexico State Land Office ("NMSLO"), as applicable.
- 7. Applicant certified the commingling of oil and gas production from the pools, leases, and wells will not in reasonable probability reduce the value of the oil and gas production to less than if it had remained segregated.
- 8. Applicant in the notice for the Application stated that it sought authorization to add additional pools, leases, and wells and identified the parameters to make such additions.
- 9. Applicant stated that it sought authorization to surface commingle and off-lease measure, as applicable, oil and gas production from wells which have not yet been approved to be drilled, but will produce from a pool and lease identified in Exhibit A.

Order No. PLC-770 Page 1 of 3

# **CONCLUSIONS OF LAW**

- 10. 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.
- 11. 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.
- 12. Applicant's proposed method of allocation, as modified herein, complies with 19.15.12.10(B)(1) or (C)(1) NMAC, as applicable.
- 13. 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.
- 14. Applicant satisfied the notice requirements for the subsequent addition of pools, leases, and wells in the notice for the Application, in accordance with 19.15.12.10(C)(4)(g) NMAC. Subsequent additions of pools, leases, and wells within Applicant's defined parameters, as modified herein, will not, in reasonable probability, reduce the commingled production's value or otherwise adversely affect the interest owners in the production to be added.
- 15. 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.
  - Applicant is authorized to surface commingle and off-lease measure, as applicable, oil and gas production from wells not included in Exhibit A but that produce from a pool and lease identified in Exhibit A.
- 2. This Order supersedes Order PLC-411.
- 3. The allocation of oil and gas production to each pool within a lease identified in Exhibit B shall be determined by separating and metering the production from each pool within a lease prior to commingling.
- 4. The allocation of oil and gas production to wells not included in Exhibit A but that produce from a pool and lease identified in Exhibit A shall be determined in the same manner as to wells identified in Exhibit A that produce from that pool and lease, provided that if more than one allocation method is being used or if there are no wells identified in Exhibit A that produce from the pool and lease, then allocation of oil and gas production to each well not included in Exhibit A shall be determined by OCD prior to commingling production from it with the production from another well.
- 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.

Order No. PLC-770 Page 2 of 3

- 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 of 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.
- 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. If the commingling of oil and gas production from any pool, lease, or well reduces the value of the commingled oil and gas production to less than if it had remained segregated, no later than sixty (60) days after the decrease in value has occurred Applicant shall submit a new surface commingling application to OCD to amend this Order to remove the pool, lease, or well whose oil and gas production caused the decrease in value. If Applicant fails to submit a new application, this Order shall terminate on the following day, and if OCD denies the application, this Order shall terminate on the date of such action.
- 9. Applicant may submit an application to amend this Order to add pools, leases, and subsequently drilled wells with spacing units adjacent to or within the tracts commingled by this Order by submitting a Form C-107-B via the OCD Fee Portal in accordance with 19.15.12.10(C)(4)(g) NMAC.
- 10. If a well is not included in Exhibit A but produces from a pool or lease identified in Exhibit A, then Applicant shall submit Forms C-102 and C-103 to the OCD Engineering Bureau after the well has been approved to be drilled and prior to off-lease measuring or commingling oil or gas production from it with the production from another well. The Form C-103 shall reference this Order and identify the well and proposed method to determine the allocation of oil and gas production to it.
- 11. Applicant shall not commence commingling oil or gas production from state, federal, or tribal leases until approved by the BLM or NMSLO, as applicable.
- 12. 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

ADRIENNE SANDOVAL DIRECTOR

AS/dm

Order No. PLC-770

**DATE:** \_\_\_\_

5/21/2021

# State of New Mexico Energy, Minerals and Natural Resources Department

# Exhibit A

Order: PLC-770

**Operator: Enduring Resources, LLC (372286)** 

Central Tank Battery: Chaco 2308 04P 149H Pad

Central Tank Battery Location: Unit P, Section 4, Township 23 North, Range 8 West Gas Custody Transfer Meter Location: Unit P, Section 4, Township 23 North, Range 8 West

# **Pools**

Pool Name Pool Code NAGEEZI GALLUP 47540 BASIN MANCOS 97232

# Leases as defined in 19.15.12.7(C) NMAC

| Lease       | UL or Q/Q | S-T-R    |
|-------------|-----------|----------|
| NMNM 018463 | S/2       | 3-23N-8W |
| NMNM 109398 | All       | 4-23N-8W |

|              | Wells                |           |          |                  |
|--------------|----------------------|-----------|----------|------------------|
| Well API     | Well Name            | UL or Q/Q | S-T-R    | <b>Pool Code</b> |
| 30-045-35495 | Chaco 2308 04P #149H | N/2 S/2   | 3-23N-8W | 47540            |
| 30-045-35497 | Chaco 2308 04P #150H | S/2 S/2   | 3-23N-8W | 47540            |
| 30-045-35587 | Chaco 2308 04P #406H | S/2 S/2   | 4-23N-8W | 97232            |
| 30-045-35588 | Chaco 2308 03E #403H | N/2 N/2   | 4-23N-8W | 97232            |
| 30-045-35539 | Chaco 2308 03L #404H | S/2 N/2   | 4-23N-8W | 97232            |
| 30-045-35538 | Chaco 2308 03L #405H | N/2 S/2   | 4-23N-8W | 97232            |

Well API

30-045-35588

**Group ID** 

# **State of New Mexico Energy, Minerals and Natural Resources Department**

# Exhibit B

Order: PLC-770

**Operator: Enduring Resources, LLC (372286)** 

# **Pools**

**Pool Code Pool Name** 47540 **NAGEEZI GALLUP BASIN MANCOS** 97232

# Leases as defined in 19.15.12.7(C) NMAC

| Lease       | UL or Q/Q | S-T-R    |  |
|-------------|-----------|----------|--|
| NMNM 018463 | S/2       | 3-23N-8W |  |
| NMNM 109398 | All       | 4-23N-8W |  |

# **Pools within each Lease**

| _ 0 0 10 11 10 10 10 10 10 10 10 10 10 10 |                  |          |  |
|---|------------------|----------|--|
| Lease                                     | <b>Pool Code</b> | Group ID |  |
| NMNM 109398                               | 97232            | A        |  |
| NMNM 018463                               | 47540            | В        |  |

Wells

| Well Name            | UL or Q/Q  | S-T-R    |
|----------------------|------------|----------|
| Chaco 2308 03E #403H | N/2 N/2    | 4-23N-8W |
| CI 440.00 L          | ~ IB 37 IB |          |

| 30-045-35539 | Chaco 2308 03L #404H | S/2 N/2 | 4-23N-8W | $\mathbf{A}$ |
|--------------|----------------------|---------|----------|--------------|
| 30-045-35538 | Chaco 2308 03L #405H | N/2 S/2 | 4-23N-8W | A            |
| 30-045-35587 | Chaco 2308 04P #406H | S/2 S/2 | 4-23N-8W | A            |
| 30-045-35495 | Chaco 2308 04P #149H | N/2 S/2 | 3-23N-8W | В            |
| 30-045-35497 | Chaco 2308 04P #150H | S/2 S/2 | 3-23N-8W | В            |

<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 28322

### **CONDITIONS OF APPROVAL**

| Operator:               |                              |                 | OGRID: | Action Number: | Action Type: |
|-------------------------|------------------------------|-----------------|--------|----------------|--------------|
| ENDURING RESOURCES, LLC | 1050 17TH STREET, SUITE 2500 | DENVER, CO80265 | 372286 | 28322          | C-107B       |

| 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. |