<u>District I</u> 1625 N. French Drive, Hobbs, NM 88240 <u>District II</u>		of New Mexico l Natural Resources De	epartment		Form C-107-B August 1, 2011								
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	OIL CONSEI 1220 S. Santa Fe, I	Submit application to t office with one appropriate Dis	copy to the										
APPLICATION FOR SURFACE COMMINGLING (DIVERSE OWNERSHIP)													
	x Energy Co.		·										
	Marienfeld, Sui	te 600, Midland	, TX 79701										
APPLICATION TYPE:	a Pool and Lassa Cor	nmingling DOff Lassa	Storage and Measur	amont (Only if not Surface	Commingled)								
□ Pool Commingling       □ Lease Commingling       □ Off-Lease Storage and Measurement (Only if not Surface Commingled)         LEASE TYPE:       □ Fee       □ State       ☑ Federal													
LEASE TYPE:       Fee       State       Federal         Is this an Amendment to existing Order?       Yes       No       If "Yes", please include the appropriate Order No.         Have the Bureau of Land Management (BLM) and State Land office (SLO) been notified in writing of the proposed commingling       Yes       No													
		L COMMINGLIN s with the following in											
(1) Pool Names and Codes	Gravities / BTU of Non-Commingled Production	Calculated Gravities / BTU of Commingled Production		Calculated Value of Commingled Production	Volumes								
		-											
		-											
		-											
<ul> <li>(2) Are any wells producing at top allowal</li> <li>(3) Has all interest owners been notified b</li> <li>(4) Measurement type:  Metering [</li> <li>(5) Will commingling decrease the value of the value of</li></ul>	y certified mail of the pro			ng should be approved									
	<pre></pre>	SE COMMINGLIN s with the following in											
<ol> <li>Pool Name and Code.</li> <li>Is all production from same source of s</li> <li>Has all interest owners been notified by</li> <li>Measurement type: ☑Metering □</li> </ol>	certified mail of the prop		∑Yes □No	D									
	· · /	LEASE COMMIN s with the following in											
(1) Complete Sections A and E.													
(I	-	ORAGE and MEA											
(1) Is all production from same source of s		ets with the following	information										
<ol> <li>Is all production from same source of s</li> <li>Include proof of notice to all interest o</li> </ol>		0											
(E) AI	DITIONAL INFO	RMATION (for all	application ty	pes)									
	Please attach sheet	s with the following in		<b>F</b>									
<ol> <li>A schematic diagram of facility, includ</li> <li>A plat with lease boundaries showing a</li> <li>Lease Names, Lease and Well Number</li> </ol>	all well and facility locati	ons. Include lease numbe	ers if Federal or Sta	te lands are involved.									
I hereby certify that the information above is	true and complete to the	best of my knowledge an	d belief.										
SIGNATURE:	TI	TLE: Regulatory Anal	yst	DATE:11/16	6/2022								
TYPE OR PRINT NAME_Brittany Gordon	- n		TEL	EPHONE NO.: <u>432-57</u>	71-7800								
E-MAIL ADDRESS: brittany.gordon@co													



The James 19 & 20-29 CTB will be a 5-well facility. The facility will have the following wells producing to it:

James 20-29 Fed Com 38H

James 20-29 Fed Com 39H

- James 19 Federal 31H
- James 19 Federal 34H
- James 20-29 Fed Com 37H

#### PRODUCTION ALLOCATION

Production from each of the referenced wells enters its own individual separator. Each separator has its own Coriolis meter for oil, mag meter for water, and orifice meter for gas.

After separation, each oil stream flows through the commingled heater treater and then to the tanks before being measured by a LACT unit. The LACT unit will serve as the oil FMP.

The Gas from each separator flow through its own allocation orifice meter then flows to the gas FMP.

#### Allocation Method:

#### Oil Production:

Oil will be allocated daily to the well based upon the daily Coriolis meter volume. The meter is a Micro Motion Coriolis meter. Each well will have a daily factor that is a percentage of the total Coriolis volume for all referenced wells. The factor obtained from the test meter will be used to allocate the oil production volumes sold through the LACT.

#### Gas Production:

Gas will be allocated daily to the well based upon the daily allocation gas meter volume. The meter is an orifice meter. Each well will have a daily factor that is a percentage of the total allocation meter volume for all referenced wells. The factor obtained from each allocation meter will be used to allocate the gas sales volumes sold through the gas sales meter. The meters will be calibrated on a regulator basis per API, NMOCD, and BLM specifications.

#### **Additional Application Components:**

The flow of production details is outlined on the enclosed facility diagram.

Commingling the production is the most effective means of producing the reserves. Cimarex understand the requested approval will not constitute the granting of any right of way or construction rights not granted by the lease instrument.

NMOCD does not require notification for projects with identical ownership. The BLM and NMOCD will be notified of any changes to the CTB. Received by OCD: 11/18/2022 9:57:31 AM



Coterra Energy Inc. 600 N. Marienfeld Street Suite 600 Midland, TX 79701 T 432-571-7800 F 432-571-7832 coterra.com

Cimarex Energy Co.

#### 11/18/2022

Attn:	Mr. Dean McClure
	1220 S. St. Francis Dr.
	Santa Fe, New Mexico 87505

Subject: Application for Pool & Lease Commingling at Common Central Tank Battery Lease: James 19 Federal & 20-29 Federal Com Pool: Sand Dunes; Bone Spring South

Mr. McClure,

Pursuant to Division Rule 19.15.12.10, Cimarex Energy Co. respectfully requests administrative approval to Pool and Lease Commingle at a Common Central Tank Battery.

The Commingling and Allocation Approval (CAA) will not negatively affect the royalty revenue or reduce the total remaining production value.

Each well is metered individually. This action will prevent waste, promote conservation and protect correlative rights. The James 19 & 20-29 Federal Com battery is located in Section 18,T23S, R32E, Lea County, New Mexico.

These wells are operated by Cimarex Energy Co. with diverse ownership. There are 2 Federal leases and 1 proposed communitization agreements involved. Pursuant to Division Rule 19.15.12.10, the interest owners that are to be notified are listed and are being sent a copy of this application by certified mail with return receipt.

Also Attached:

- NMOCD Form C-107B
- NMOCD Administrative Application Checklist
- Summary Detail
- Lease plat shows boundaries, State Lease numbers, facility, wellhead and path of production
- Facility Diagram
- NMOCD form C-102 well plats for each well
- A copy of notice letter to interest owners and a copy of certified mail, return receipt request
- Copy of BLM sundry submittal

We respectfully request authority to add additional wells contained within the lease identified and approved in this application by filing a Subsequent Report Sundry to the Bureau of Land Management for Federal and filing a C-103Z and C-102 with the NMOVD. Notice to owners shall not be required when amending the application after previously approved for commingling authority.



Coterra Energy Inc. 600 N. Marienfeld Street Suite 600 Midland, TX 79701 T 432-571-7800 F 432-571-7832 coterra.com

Pursuant to Statewide Rule 19.15.12.10 (C)(4)(g) we respectfully request the option to include additional production from the pools or leases listed in this application.

Thank you,

Brittany Gordon

Regulatory Analyst 432-620-1960 brittany.gordon@coterra.com

Coterra Energy Inc. is the result of the merger of Cimarex Energy Co. and Cabot Oil & Gas Corporation on October 1, 2021.

District I	State	e of New Mexico			Form C-107-B				
1625 N. French Drive, Hobbs, NM 88240 District II	Energy, Minerals and	d Natural Resources D	epartment	Revised	August 1, 2011				
811 S. First St., Artesia, NM 88210									
District III 1000 Rio Brazos Road, Aztec, NM 87410									
District IV	<u>IV</u> Sonto Eo Nove Mariao 87505								
District IVSanta Fe, NMSanta Fe, New Mexico 87505office with one copy to the appropriate District Office.									
APPLICATION	FOR SURFACE	COMMINGLING	G (DIVERSE	OWNERSHIP)					
	ex Energy Co.								
OPERATOR ADDRESS: <u>600 N.</u> APPLICATION TYPE:	Marienfeld, Sui	ite 600, Midland	<u>, TX 79701</u>						
Pool Commingling Lease Commingling	ng Pool and Lease Co	mmingling Off-Lease	Storage and Measur	rement (Only if not Surfac	e Commingled)				
	State 🔽 Fede		e		8,				
Is this an Amendment to existing Orde Have the Bureau of Land Management	r? ∐Yes ☑No If	"Yes", please include			ingling				
Yes No	. ,	DL COMMINGLIN							
	Please attach sheet	ts with the following in	nformation						
(1) Pool Names and Codes	Gravities / BTU of Non-Commingled Production	Calculated Gravities / BTU of Commingled Production		Calculated Value of Commingled Production	Volumes				
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<ul> <li>(3) Has all interest owners been notified been no</li></ul>	Other (Specify)			ing should be approved					
	· · /	SE COMMINGLIN ts with the following in							
<ol> <li>Pool Name and Code.</li> <li>Is all production from same source of</li> <li>Has all interest owners been notified by</li> <li>Measurement type: ☑Metering □</li> </ol>	supply? ☑Yes □N	Io	⊠Yes □N	0					
		LEASE COMMIN ts with the following in							
(1) Complete Sections A and E.		8							
(1		ORAGE and MEA							
		ets with the following	information						
<ol> <li>Is all production from same source of</li> <li>Include proof of notice to all interest of</li> </ol>		10							
(E) A		ORMATION (for al		vpes)					
(1) A schematic diagram of facility, inclu		ts with the following in	ntormation						
<ul><li>(2) A plat with lease boundaries showing</li><li>(3) Lease Names, Lease and Well Number</li></ul>	all well and facility locat	ions. Include lease numb	ers if Federal or Sta	ate lands are involved.					
I hereby certify that the information above i	s true and complete to the	e best of my knowledge ar	nd belief.						
SIGNATURE:	Т.	ITLE: Regulatory Ana	lyst	DATE:11/10	6/2022				
TYPE OR PRINT NAME_Brittany Gorde	- n		TEL	EPHONE NO.: 432-57	71-7800				
E-MAIL ADDRESS: brittany.gordon@c	oterra.com								

RECEIVED:		REVIEWER:	TYPE:	APP NO:	
			ABOVE THIS TABLE FOR OCD D	IVISION USE ONLY	
	12.	- Geologic	<b>O OIL CONSERV</b> cal & Engineering ancis Drive, Sant	g Bureau –	· Carros
		S MANDATORY FOR AL	ATIVE APPLICATI	ATIONS FOR EXCEPTIONS	
Applicant:				OGF	RID Number:
Well Name	:			API:_	Code:
Pool:				Pool	Code:
submit a	CCURATE ANE	) Complete INF	ORMATION REQUI		THE TYPE OF APPLICATION
A. Loo B. Ch [1]	cation – Spaci NSL neck one only Commingling DHC ] Injection – D	ng Unit – Simult NSP(PRO for [1] or [11] g – Storage – Mo CTB PL	.C PC C re Increase – Enha	n P(proration unit)	
A B C D E F	Offset operate Royalty, over Application re Notification a Notification a Surface owne	ors or lease hold iding royalty ov equires publishe nd/or concurre nd/or concurre er above, proof of	vners, revenue ow	vners O .M	FOR OCD ONLY Notice Complete
adminis understa	trative approv and that <b>no a</b> c tions are subm	val is <b>accurate</b> a <b>ction</b> will be tak hitted to the Div		he best of my kr ation until the rec	nowledge. I also quired information and

Print or Type Name

B. Doda

Date

Phone Number

e-mail Address

Released to Imaging: 1/30/2023 8:11:02 AM

### Received by OCD: 11/18/2022 9:57:31 AM

To Company Name	To Name	To Address Line 1	To Address Line2	To City	To State	To ZIP	To ZIP4	PIC	status
	ALPHA ENERGY PARTNERS LLC	P O BOX 10701		MIDLAND	ТХ	79702		_9407111898765811716312	Approved
	BALL OIL & GAS LLC	PO BOX 1401		ROSWELL	NM	88202	1401	_9407111898765811716350	Approved
	BARY RAZI	PO BOX 261968		ENCINO	CA	91426	1968	_9407111898765811716367	Approved
PLAINS CAPITAL BANK AGENT 3707	CALVIN AND ANN KIMBROUGH REV TST	CAMP BOWIE BLVD	SUITE 220	FORT WORTH	ТΧ	76107		_9407111898765811716305	Approved
	CAPITAN MOUNTAIN OIL & GAS LLC	PO BOX 1401		ROSWELL	NM	88202	1401	_9407111898765811716398	Approved
	CENTENNIAL LLC	PO BOX 1837		ROSWELL	NM	88202	1837	_9407111898765811716381	Approved
	CIMAREX ENERGY CO	202 S CHEYENNE AVE	SUITE 1000	TULSA	ОК	74103	3001	_9407111898765811716336	Approved
	EARL A LATIMER III & KATHERINE S	1908 W 27TH ST		ROSWELL	NM	88201		_9407111898765811716374	Approved
	EOG RESOURCES INC	PO BOX 840321		DALLAS	ТХ	75284	321	_9407111898765811716015	Approved
	FORTE ENERGY CORPORATION	3840 WINDSOR LANE		DALLAS	ТΧ	75205		_9407111898765811716053	Approved
	GERALD & MARTHA G CHILDRESS	PO BOX 3354		ROSWELL	NM	88202	3354	_9407111898765811716060	Approved
	H LEE & JOANNE W HARVARD TRUST	PO BOX 936		ROSWELL	NM	88202	936	_9407111898765811716008	Approved
	HARVARD PETROLEUM CO LLC	PO BOX 936		ROSWELL	NM	88202	936	_9407111898765811716091	Approved
	HAR-VEST LLC	PO BOX 936		ROSWELL	NM	88202	936	_9407111898765811716046	Approved
	J 4 FAMILY LP	PO BOX 936		ROSWELL	NM	88202	936	_9407111898765811716039	Approved
	LARRY G ENGWALL & BRENDA J BRYANT	1961 LA CUESTA DRIVE		SANTA ANNA	CA	92705		_9407111898765811716077	Approved
	MARKER PETROLEUM INC	4637 EAST 91ST STREET		TULSA	ОК	74137		_9407111898765811716459	Approved
OFFICE OF NATURAL RESOURCES REVENUE	ONRR-PAYOR ID 72254 FED	PO BOX 25627		DENVER	CO	80225	627	_9407111898765811716466	Approved
	PATRICIA DARLENE RODAK	P O BOX 2631		ROSWELL	NM	88202	2631	_9407111898765811716404	Approved
	PATRICK J F GRATTON & JEAN M	PO BOX 190599		DALLAS	ТΧ	75219	599	_9407111898765811716442	Approved
	RLP INDUSTRIES INC	114 FAWNLAKE DRIVE		HOUSTON	ТХ	77079		_9407111898765811716435	Approved
	ROBERT J GALLIVAN JR & BARBARA	4744 WESTMINSTER CIRCLE		ST PAUL	MN	55122		_9407111898765811716473	Approved
	SHAHROKH RAZI	PO BOX 25433		LOS ANGELES	CA	90025	5433	_9407111898765811716510	Approved
	STEVEN ENGWALL	2707 DUVAL DR		DALLAS	ТΧ	75214		_9407111898765811716558	Approved
	TARA N FEDRIC LIVING TRUST	404 SAN BRUNO DR		GARLAND	ТΧ	75043		_9407111898765811716565	Approved
	TUMBLER ENERGY PARTNERS LLC	PO BOX 50938		MIDLAND	ТΧ	79710	938	_9407111898765811716527	Approved

# LEGAL NOTICE

November 20, 2022

Notice of Application for Surface & Pool Commingle

STATE OF NEW MEXICO ENERGY, MINERAL AND NATURAL RESOURCES DEPARTMENT OIL CONSERVATION DIVISION SANTA FE, NEW MEXICO

STATE OF NEW MEXICO TO: All named parties and persons having any right, title, interest or claim in the following and notice to the public.

(Note: All land descriptions herein refer to the New Mexico, Principal Meridian whether or not so stated.)

Lease: James 19 & 20-29 Federal Com

Application of Cimarex Energy Co. for Approval of Surface & Pool Commingle, Lea County, New Mexico.

Application seeks authority to surface & pool commingle production.

Pursuant to Statewide Rule 19.15.12.10 (C)(4)(g), Cimarex requests the option to include additional pools and/or leases with the defined parameters set forth in the order for future additions.

Location: Section 18, 19 & 20; Township 23S; Range 32E; Lea County, New Mexico

Pool: [53805] SAND DUNES; BONE SPRING, SOUTH

Applicant: Cimarex Energy Co., Attn: Brittany Gordon, 600 N. Marienfeld Street, Suite 600, Midland, Texas 79701.

Interested parties must file objections or requests for hearing in writing with the divisions Santa Fe Office within 20 days of this publication, or the division may approve this application.

#00273311 Released to Imaging: 1/30/2023 8:11:02 AM



The James 19 & 20-29 CTB will be a 5-well facility. The facility will have the following wells producing to it:

James 20-29 Fed Com 38H

James 20-29 Fed Com 39H

- James 19 Federal 31H
- James 19 Federal 34H
- James 20-29 Fed Com 37H

#### PRODUCTION ALLOCATION

Production from each of the referenced wells enters its own individual separator. Each separator has its own Coriolis meter for oil, mag meter for water, and orifice meter for gas.

After separation, each oil stream flows through the commingled heater treater and then to the tanks before being measured by a LACT unit. The LACT unit will serve as the oil FMP.

The Gas from each separator flow through its own allocation orifice meter then flows to the gas FMP.

#### Allocation Method:

#### Oil Production:

Oil will be allocated daily to the well based upon the daily Coriolis meter volume. The meter is a Micro Motion Coriolis meter. Each well will have a daily factor that is a percentage of the total Coriolis volume for all referenced wells. The factor obtained from the test meter will be used to allocate the oil production volumes sold through the LACT.

#### Gas Production:

Gas will be allocated daily to the well based upon the daily allocation gas meter volume. The meter is an orifice meter. Each well will have a daily factor that is a percentage of the total allocation meter volume for all referenced wells. The factor obtained from each allocation meter will be used to allocate the gas sales volumes sold through the gas sales meter. The meters will be calibrated on a regulator basis per API, NMOCD, and BLM specifications.

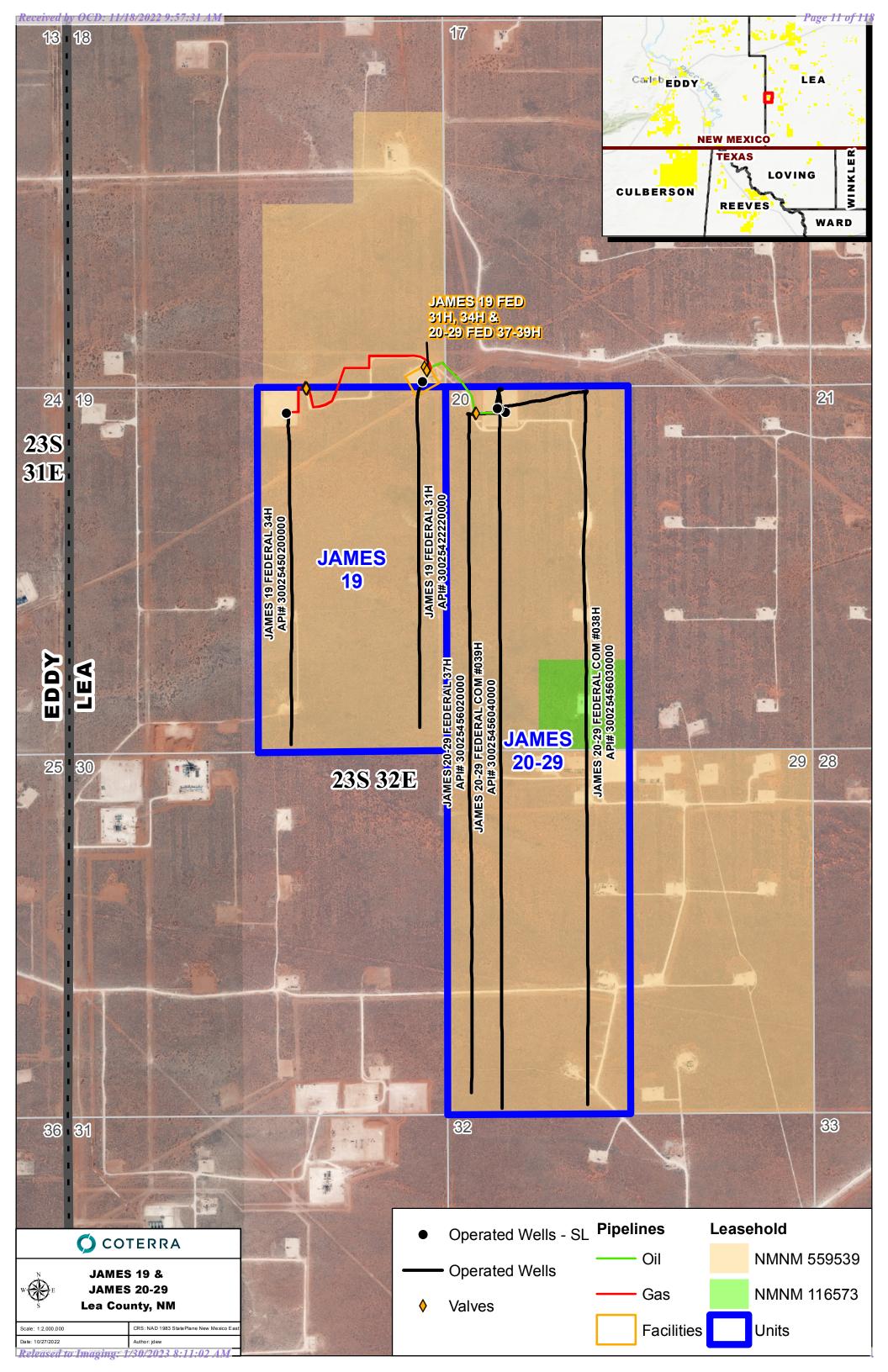
#### **Additional Application Components:**

The flow of production details is outlined on the enclosed facility diagram.

Commingling the production is the most effective means of producing the reserves. Cimarex understand the requested approval will not constitute the granting of any right of way or construction rights not granted by the lease instrument.

NMOCD does not require notification for projects with identical ownership. The BLM and NMOCD will be notified of any changes to the CTB.

5) Marine Marine	<b>DERVICES</b> Natural Gas Analysis	575.	www.perm 397.3713 2609 W M	ianls.com arland Hobbs NM 88240			Analysis Rep
6096G			NCP14713	James 19 Fe	d 31H-34H CDP		
Sample Point Code			Sample Point N	ame		Sample P	oint Location
Laboratory S	Services	2022050	460	2298		J Thorn - S	pot
Source Labo	oratory	Lab File I	No	Container Identit	у	Sampler	-
USA		USA		USA		New Mexic	0
District		Area Name		Field Name		Facility Nam	e
Jan 11, 2022	09:00	Jan 11,	2022 09:00		Jan 18, 2022 10	:40 Ja	n 18, 2022
Date Sample	ed	Date	e Effective		Date Received	Da	ate Reported
46.00	1,860.40	Luis		1036 @	99		
Ambient Temp (°F)	Flow Rate (Mcf)	Analyst	t	Press PSI @ 1 Source Con	•		
Coterra						NG	
Operator						Lab Source Descr	iption
Component	Normalized	Un-Normalized	GPM		Gross Heating	g Values (Real, BTU	/ft³)
component	Mol %	Mol %	GITT		696 PSI @ 60.00 °F		61 @ 60.00 °F
H2S (H2S)	0.0010	0.001		Dry 1,138	Saturated .8 1,120.4		Saturated 1,123.0000
Nitrogen (N2)	2.2110	2.21135				otal Sample Proper	
CO2 (CO2)	8.0780	8.07784				alculated at Contract Conditi	
Methane (C1)	71.8740	71.87428		R	elative Density Real 0.7903		Density Ideal
Ethane (C2)	9.8360	9.83619	2.6300		Molecular Weight	· · · · ·	1.7070
Propane (C3)	5.0460	5.04591	1.3900	<b>-</b>	22.8223		
I-Butane (IC4)	0.5920	0.59207	0.1940	4		Group Properties	
N-Butane (NC4)	1.3660	1.36624	0.4310	C6 - 6		umed Composition 7 - 30.000%	C8 - 10.000%
I-Pentane (IC5)	0.3150	0.31472	0.1150			Field H2S	
N-Pentane (NC5)	0.3110	0.31114	0.1130	-		7 PPM	
Hexanes Plus (C6+)	0.3700	0.37026	0.1610				
TOTAL	100.0000	100.0010	5.0340	PROTREND S Passed By \	<b>TATUS:</b> /alidator on Jan 1		<b>OURCE:</b> ted
od(s): Gas C6+ - GPA 2261, Exter	ded Gas - GPA 2286, Calcula	ations - GPA 2172			ALIDATOR REASO		
vice Type: Gas Chrom	Analyzer Informa	ition Make: Shimadz	u	VALIDATOR: Luis Cano	gh to be consider		



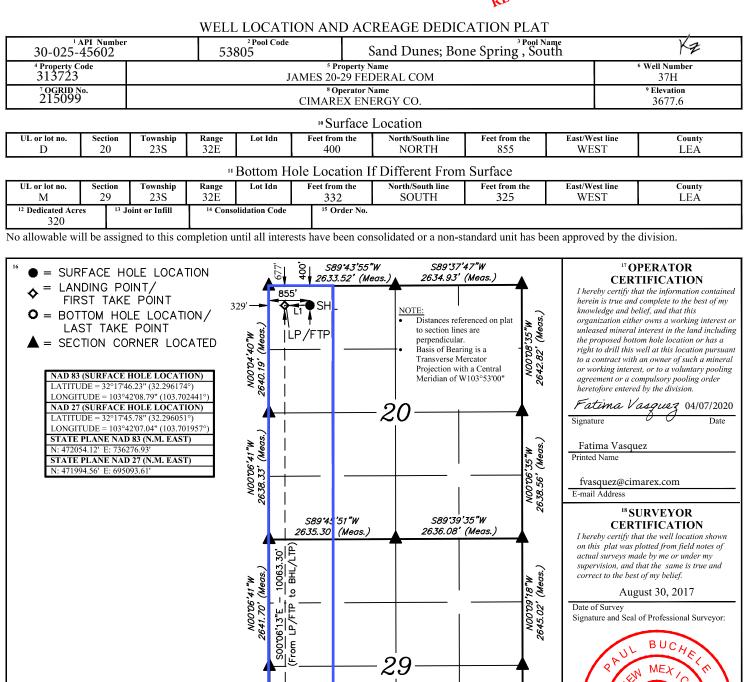
Paj Application for Commingling and Allocation Approval James 19 & 20-29 Federal Com Facility Section 18, T23S, R32E Lease Table Exhibit 1										
Willing	Well		<b>-</b>		<b>F</b> ederal Lange (c)	E. J	Type of Production			
Well Name James 19 Federal 31H	Number 31	API 30-025-42222	Formation	Comm Agreement	Federal Lease(s) NMNM0559539	Federal Royalty	-			
James 19 Federal 31H	-	30-025-42222	Bone Springs		NMNM0559539	12.5% 12.5%	Oil, Water, Gas Oil, Water, Gas			
James 19 Federal S4n James 20-29 Federal Com 37H	34	30-025-45602	Bone Springs Bone Springs		NMNM0559539	12.5%	Oil, Water, Gas			
James 20-25 rederal com 57m	-	30-025-45603	Bone Springs	Proposed Comm Agreement - James 20-29 Fed Com 38H E/2W/2 of Sections 20 and 29	NMNM0559539, NMNM116573	12.5%	Oil, Water, Gas			
James 20-29 Federal Com 38H		55 525 75005			NMNM0559539	12.5%	01, 114(01, 045			

District I 1625 N. French Dr., Hobbs, NM 88240 Phone: (575) 393-6161 Fax: (575) 393-0720 District II 811 S. First St., 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 Dr., 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 Dr. Santa Fe, NM 87505 0417/2020 0417/2020

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

AMENDED REPORT



LINE TABLE

LENGTH

525.34'

S89'44'50"W

2637.32' (Meas.)

DIRECTION

S89'43'33"W

LNE

L1

S89\*42<sup>'</sup>40"W 2636.37' (Meas.,

BHL

N00°06'58"W 2641.47' (Meas.)

06 - 25

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Certificate Number:

-19

SCALE

REV: 3 06-25-19 J.N.

(WELL BORE CHANGE)

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N00°06'36"W 2643.20' (Meas.)

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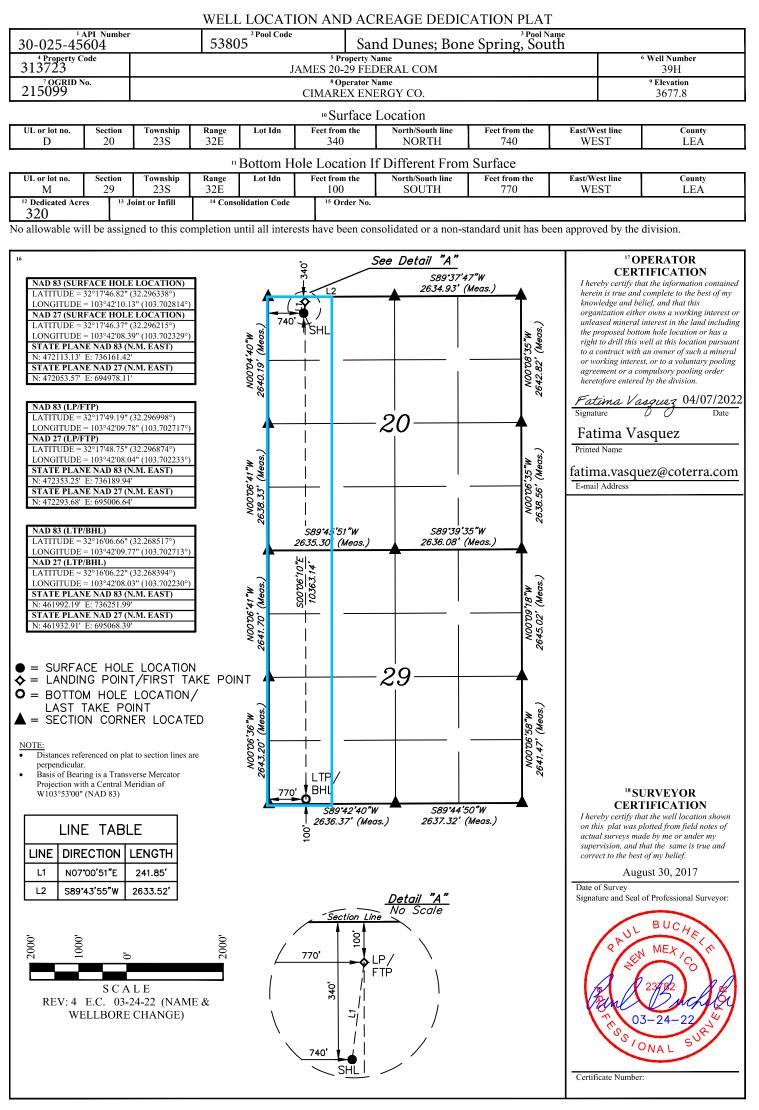
325

District I 1625 N. French Dr., Hobbs, NM 88240 Phone: (575) 393-6161 Fax: (575) 393-0720 District II 811 S. First St., 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 Dr., 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 Dr. Santa Fe, NM 87505

AMENDED REPORT



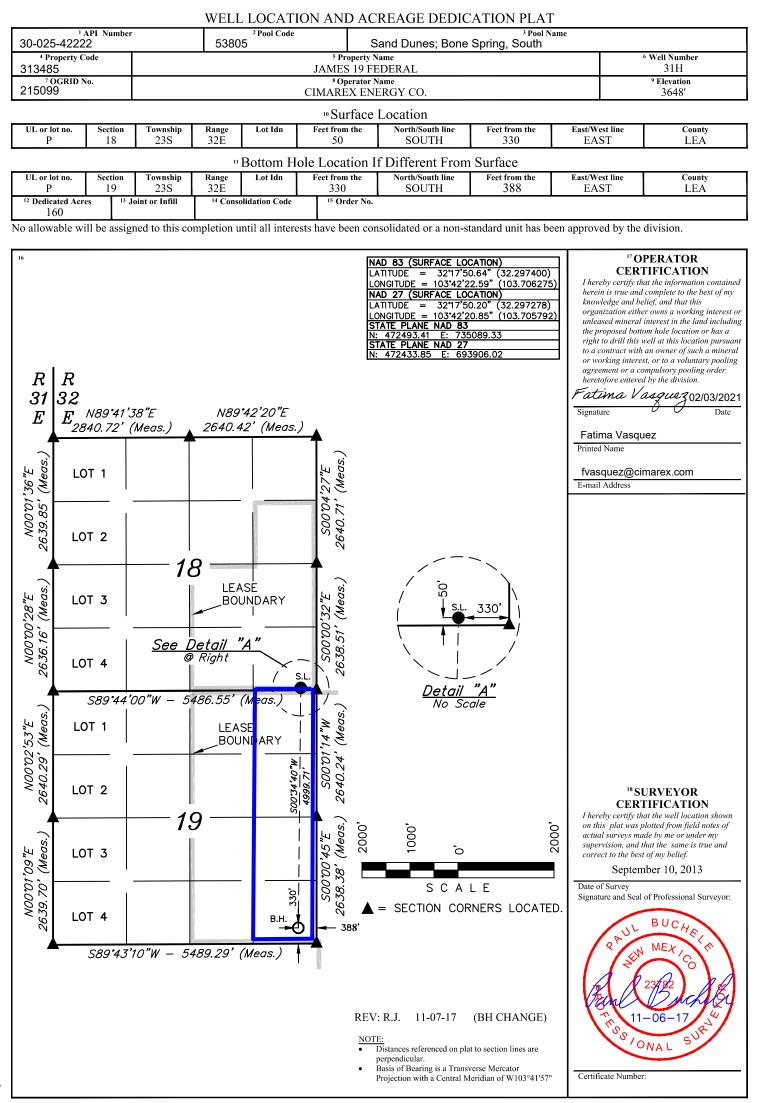
District I 1625 N. French Dr., Hobbs, NM 88240 Phone: (575) 393-6161 Fax: (575) 393-0720 District II 811 S. First St., Artesia, NM 88210 Phone: (575) 748-1283 Fax: (575) 748-9720 District III 1000 Rio Brazos Road, Aztec, NM 87410

Page 15 of 118

Phone: (505) 334-6178 Fax: (505) 334-6170 District IV 1220 S. St. Francis Dr., 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 Dr. Santa Fe, NM 87505

X AMENDED REPORT



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District IV 1220 S. St. Francis Dr., 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 Dr. Santa Fe, NM 87505

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

AMENDED REPORT

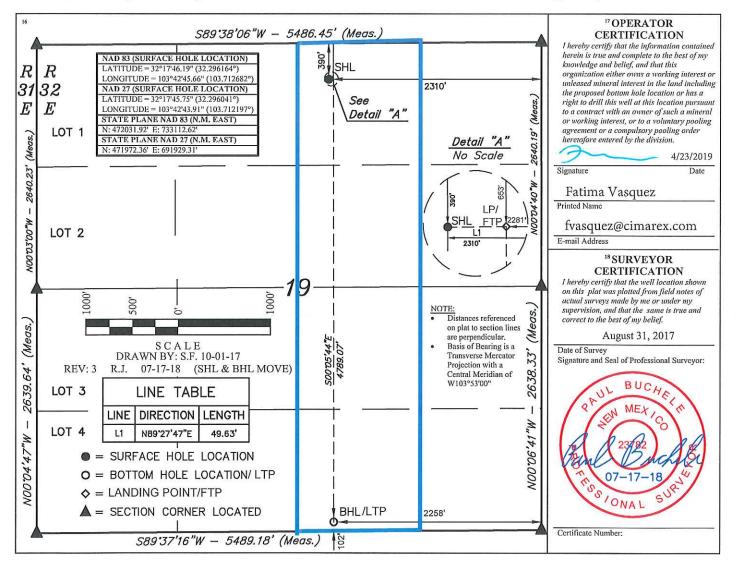
#### WELL LOCATION AND ACREAGE DEDICATION PLAT

ng South
<sup>6</sup> Well Number 34H
<sup>9</sup> Elevation 3639.4'

UL or lot no. B	Section 19	Township 23S	Range 32E	Lot Idn	Feet from the 390	North/South line NORTH	Feet from the 2310	East/West line EAST	County LEA
			11	Bottom H	ole Location I	f Different From	Surface		
III ou lot no	Castion	Terroration	Dance	1 at 1 day	Past from the	Month /O anth Bas	East farmers the	East/Mart Bas	Country

OL or lot no.	Section 19	23S	32E	Lot Idn	Feet from the	SOUTH	2258	East/West line EAST	LEA
<sup>12</sup> Dedicated Acro 160	es 13 J	oint or Infill	<sup>14</sup> Cons	olidation 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.

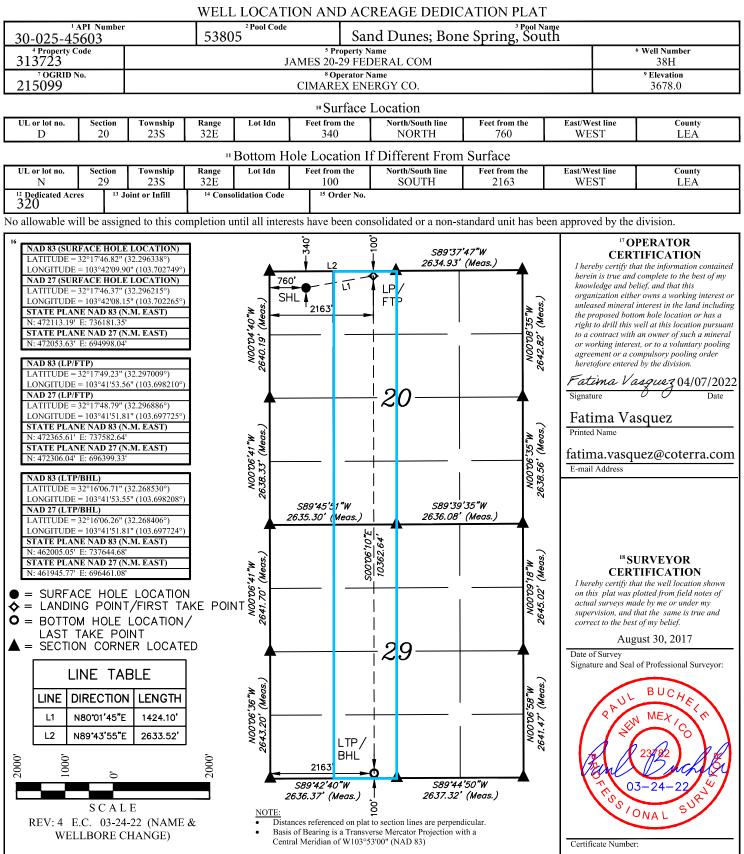


District I 1625 N. French Dr., Hobbs, NM 88240 Phone: (575) 393-6161 Fax: (575) 393-0720 District III 811 S. First St., Artesia, NM 88210 Phone: (575) 748-1283 Fax: (575) 748-9720 District III 1000 Rio Brazos Road, Aztec, NM 87410 Phone: (505) 334-6178 Fax: (505) 334-6170 District IV 1220 S. St. Francis Dr., 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 Dr. Santa Fe, NM 87505

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

X AMENDED REPORT



Reteased to Imaging: 1/30/2023 8:11:02 AM

# Federal Communitization Agreement

Contract No.

THIS AGREEMENT entered into as of the 1st day of November, 2022, by and between the parties subscribing, ratifying, or consenting hereto, such parties being hereinafter referred to as "parties hereto."

#### WITNESSETH:

WHEREAS, the Act of February 25, 1920 (41 Stat. 437), as amended and supplemented, authorizes communitization or drilling agreements communitizing or pooling a Federal oil and gas lease, or any portion thereof, with other lands, whether or not owned by the United States, when separate tracts under such Federal lease cannot be independently developed and operated in conformity with an established well-spacing program for the field or area and such communitization or pooling is determined to be in the public interest; and

WHEREAS, the parties hereto own working, royalty or other leasehold interests, or operating rights under the oil and gas leases and lands subject to this agreement which cannot be independently developed and operated in conformity with the well-spacing program established for the field or area in which said lands are located; and

WHEREAS, the parties hereto desire to communitize and pool their respective mineral interests in lands subject to this agreement for the purpose of developing and producing communitized substances in accordance with the terms and conditions of this agreement:

NOW, THEREFORE, in consideration of the premises and the mutual advantages to the parties hereto, it is mutually covenanted and agreed by and between the parties hereto as follows:

1. The lands covered by this agreement (hereinafter referred to as "communitized area") are described as follows:

Township 23 South, Range 32 East, N.M.P.M. Section 20: E/2W/2 Section 29: E/2W/2 Lea County, New Mexico

Containing **320.00 acres**, and this agreement shall include only the **Bone Spring Formation** underlying said lands and the natural gas and associated liquid hydrocarbons hereafter referred to as "communitized substances," producible from such formation(s). 2. Attached hereto, and made a part of this agreement for all purposes is Exhibit "A", a plat designating the communitized area and, Exhibit "B", designating the operator of the communitized area and showing the acreage, percentage and ownership of oil and gas interests in all lands within the communitized area, and the authorization, if any, for communitizing or pooling any patented or fee lands within the communitized area.

- 3. The Operator of the communitized area shall be Cimarex Energy Co., 600 N. Marienfeld, Ste. 600, Midland, TX 79701. All matters of operations shall be governed by the operator under and pursuant to the terms and provisions of this agreement. A successor operator may be designated by the owners of the working interest in the communitized area and four (4) executed copies of a designation of successor operator shall be filed with the Authorized Officer.
- 4. Operator shall furnish the Secretary of the Interior, or his authorized representative, with a log and history of any well drilled on the communitized area, monthly reports of operations, statements of oil and gas sales and royalties and such other reports as are deemed necessary to compute monthly the royalty due the United States, as specified in the applicable oil and gas operating regulations.
- 5. The communitized area shall be developed and operated as an entirety, with the understanding and agreement between the parties hereto that all communitized substances produced there from shall be allocated among the leaseholds comprising said area in the proportion that the acreage interest of each leasehold bears to the entire acreage interest committed to this agreement.

The communitized area approved in this Agreement contains unleased Federal lands. The value of 12<sup>1</sup>/<sub>2</sub> percent for the Federal lands, of the production that would be allocated to such Federal lands, described above, is such lands were leased, committed and entitle to participation, shall be payable as compensatory royalties to the Federal government. Parties to the Agreement holding working interest in committed leases within the applicable communitized area are responsible for such royalty payments on the volume of the production reallocated from the unleased Federal lands to their communitized tracts as set forth in Exhibit "B" attached hereto. The value of such production subject to the payment of said royalties shall be determined pursuant to the method set forth in 30 CFR Part 1206 for the unleased Federal lands. Payment of compensatory royalties on the production reallocated from the unleased Federal lands to the committed tracts within the communitized area shall fulfill the Federal royalty obligation for such production. Payment of compensatory royalties, as provided herein, shall accrue from the last day of the calendar month next following the calendar month of actual production. Payment due under this provision shall end when the Federal tract is leased or when production of communitized substances ceases within the communitized area and the Communitization Agreement is terminated, whichever occurs first.

Any party acquiring a Federal lease of the unleased Federal lands included in the communitized area established hereunder, will be subject to this Agreement as of the effective date of the Federal leases to said party (ies). Upon issuance of the Federal lease and payment of its proportionate cost of the well, including drilling, completing and equipping the well, the acquiring party (ies) shall own the working interest described in the Tract, as described on Exhibit "B", and shall have the rights and obligations of said working interest as to the effective date of the Federal Lease.

- 6. The royalties payable on communitized substances allocated to the individual leases comprising the communitized area and the rentals provided for in said leases shall be determined and paid on the basis prescribed in each of the individual leases. Payments of rentals under the terms of leases subject to this agreement shall not be affected by this agreement except as provided for under the terms and provisions of said leases or as may herein be otherwise provided. Except as herein modified and changed, the oil and gas leases subject to this agreement shall remain in full force and effect as originally made and issued. It is agreed that for any Federal lease bearing a sliding- or step-scale rate of royalty, such rate shall be determined separately as to production from each communitization agreement to which such lease may be committed, and separately as to any noncommunitized lease production, provided, however, as to leases where the rate of royalty for gas is based on total lease production per day, such rate shall be determined by the sum of all communitized production allocated to such a lease plus any noncommunitized lease production.
- 7. There shall be no obligation on the lessees to offset any well or wells completed in the same formation as covered by this agreement on separate component tracts into which the communitized area is now or may hereafter be divided, nor shall any lessee be required to measure separately communitized substances by reason of the diverse ownership thereof, but the lessees hereto shall not be released from their obligation to protect said communitized area from drainage of communitized substances by a well or wells which may be drilled offsetting said area.
- 8. The commencement, completion, continued operation, or production of a well or wells for communitized substances on the communitized area shall be construed and considered as the commencement, completion, continued operation, or production on each and all of the lands within and comprising said communitized area, and operations or production pursuant to this agreement shall be deemed to be operations or production as to each lease committed hereto.
- 9. Production of communitized substances and disposal thereof shall be in conformity with allocation, allotments, and quotas made or fixed by any duly authorized person or regulatory body under applicable Federal or State statutes. This agreement shall be subject to all applicable Federal and State laws or executive orders, rules and regulations, and no party hereto shall suffer a forfeiture or be liable in damages for failure to comply with any of the provisions of this agreement if such compliance

is prevented by, or if such failure results from, compliance with any such laws, orders, rules or regulations.

- 10. The date of this agreement is October 1, 2020, and it shall become effective as of this date or from the onset of production of communitized substances, whichever is earlier upon execution by the necessary parties, notwithstanding the date of execution, and upon approval by the Secretary of the Interior or by his duly authorized representative, and shall remain in force and effect for a period of 2 years and for as long as communitized substances are, or can be, produced from the communitized area in paying quantities: Provided, that prior to production in paying quantities from the communitized area and upon fulfillment of all requirements of the Secretary of the Interior, or his duly authorized representative, with respect to any dry hole or abandoned well, this agreement may be terminated at any time by mutual agreement of the parties hereto. This agreement shall not terminate upon cessation of production if, within 60 days thereafter, reworking or drilling operations on the communitized area are commenced and are thereafter conducted with reasonable diligence during the period of nonproduction. The 2year term of this agreement will not in itself serve to extend the term of any Federal lease which would otherwise expire during said period.
- 11. The covenants herein shall be construed to be covenants running with the land with respect to the communitized interests of the parties hereto and their successors in interests until this agreement terminates and any grant, transfer, or conveyance of any such land or interest subject hereto, whether voluntary or not, shall be and hereby is conditioned upon the assumption of all obligations hereunder by the grantee, transferee, or other successor in interest, and as to Federal land shall be subject to approval by the Secretary of the Interior, or his duly authorized representative.
- 12. It is agreed between the parties hereto that the Secretary of the Interior, or his duly authorized representative, shall have the right of supervision over all Fee and State mineral operations within the communitized area to the extent necessary to monitor production and measurement, and assure that no avoidable loss of hydrocarbons occur in which the United States has an interest pursuant to applicable oil and gas regulations of the Department of the Interior relating to such production and measurement.
- 13. This agreement shall be binding upon the parties hereto and shall extend to and be binding upon their respective heirs, executors, administrators, successors, and assigns.
- 14. This agreement may be executed in any number of counterparts, no one of which needs to be executed by all parties, or may be ratified or consented to by separate instrument, in writing, specifically referring hereto, and shall be binding upon all

parties who have executed such a counterpart, ratification or consent hereto with the same force and effect as if all parties had signed the same document.

15. Nondiscrimination. In connection with the performance of work under this agreement, the operator agrees to comply with all the provisions of Section 202(1) to (7) inclusive, of Executive Order 11246 (30F.R. 12319), as amended, which are hereby incorporated by reference in this agreement.

IN WITNESS WHEREOF, the parties hereto have executed this agreement as of the day and year first above written and have set opposite their respective names the date of execution.

### **Cimarex Energy Co., OPERATOR**

Date

By:\_\_\_\_\_ Bradley Cantrell, Attorney-in-Fact

# ACKNOWLEDGEMENT

STATE OF\_\_\_\_\_) ) ss. COUNTY OF\_\_\_\_\_)

On this\_\_\_\_\_day of \_\_\_\_\_\_, 2022, before me, a Notary Public for the State of Texas, personally appeared Bradley Cantrell, known to me to be the Attorney-In-Fact of Cimarex Energy Co., a Delaware corporation that executed the foregoing instrument and acknowledged to me such corporation executed the same.

(SEAL)

My Commission Expires

Notary Public

#### SELF CERTIFICATION STATEMENT FOR COMMUNITIZATION AGREEMENT WORKING INTEREST

#### COMMUNITIZATION AGREEMENT:

I, the undersigned, hereby certify, on behalf of Cimarex Energy Co., the Operator under the captioned Communitization Agreement, that all working interest owners shown on Exhibit "B" attached to the Communitization Agreement are, to the best of my knowledge, the true and correct owners of the leases committed to the Communitization Agreement, and the consents of the requisite working interest owners have been obtained.

I, further certify that the Communitization Agreement follows the standard form except for Sections 1 and 10.

NAME :	<pre>(signature of officer)</pre>
Printed: Bradley Cantrell	
TITLE: Attorney-In-Fact	
Phone number: <u>(432) 571-7807</u> , Email:	Brad.Cantrell@coterra.com

# **EXHIBIT "A"**

Plat of communitized area covering 640.00 acres in the E/2W/2 Sections 20 and 29, Township 23 South, Range 32 East, N.M.P.M., Lea County, New Mexico.

ract 1 A 0559539	20
ract 1 A 0559539	
ract 1 A 0559539	
ract 2 M 116573	
ract 1 1 0559539	29
ract 1 1 0559539	
ract 1 1 0559539	
ract 1 1 0559539	

# James 20-29 Federal Com 38H

# Tract 1:NW/4 & NE/4SW/4 of Section 20E/2W/2 of Section 29Tract 2:SE/4SW/4 of Section 20

# EXHIBIT "B"

To Communitization Agreement Dated November 1, 2022 embracing the following described land in Sections 20 & 29, Township 23 South, Range 32 East, N.M.P.M, Lea County, NM.

Operator of Communitized Area: Cimarex Energy Co.

#### DESCRIPTION OF LEASES COMMITTED

#### Tract No. 1

Lease Serial Number:	NMNM 0559539	
Lessor: Lessee:	United States of America Midwest Oil Corporation	
Date:	April 1, 1966	
Description of Land Committed:	Township 23 South, Range 32 I Section 20: NW/4 and NE/4SW Section 29: E/2W/2	
Number of Acres:	280.00	
Record Title Owner:	Occidental Permian L.P.	
Name of Working Interest Owners: Ball Oil and Gas, LLC Capitan Mountain Oil & Gas, LLC Gerald Childress and wife, Martha G. Child Larry G. Engwall and wife, Brenda J. Bryar Steven Engwall Robert J. Gallivan, Jr. and wife, Barbara Ga Patrick J. F. Gratton and wife, Jean M. Grat Tara N. Fedric, Trustee of the Tara N. Fedri Centennial LLC Earl A. Latimer III, and wife, Kathryn S. La Marker Petroleum, Inc. Calvin R. Kimbrough, Trustee of the Ann K Share of The Calvin and Ann Kimbrough R Har-Vest LLC Kerry D. Hunter J4 Family Limited Partnership	0.dress0.nt0.ullivan0.ton1111<	.46972600% .46972600% .35379000% .14786600% .14786600% .31308800% 1.1175960% .15654400% .23486400% .34863300% .34863300% .25000000% .93945400% .53079200%

H. Lee Harvard and Jeffery L. Harvard Co-Trustees	
of the H. Lee and Joanne W. Harvard Trust	1.19427900%
Tumbler Energy Partners, LLC	0.93926400%
Harvard Petroleum Company, LLC	9.76911700%
EOG Resources, Inc.	16.0427250%
Cimarex Energy Co.	53.5741520%

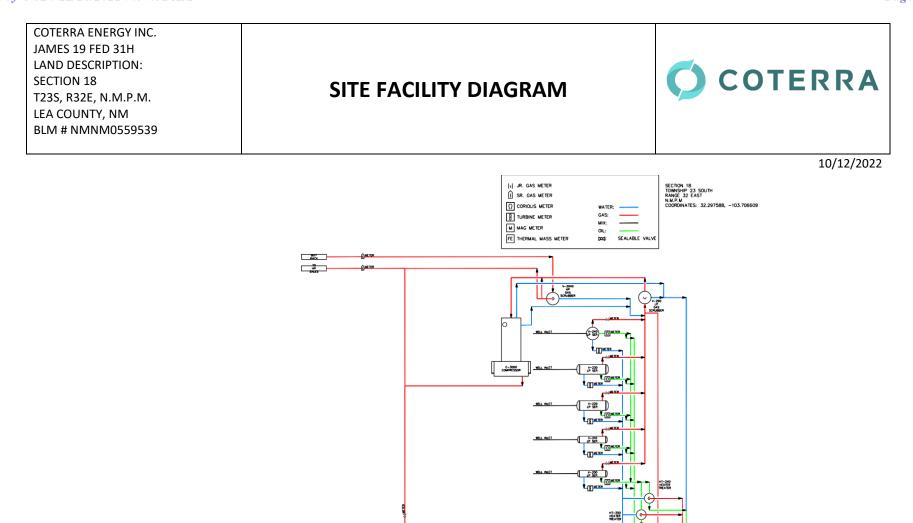
#### Tract No. 2

Lease Serial Number:	NMNM 116573	
Lessor: Lessee:	United States of America Charles D. Ray	
Date:	September 1, 2006	
Description of Land Committed:	Township 23 South, Range 32 East Section 20: SE/4SW/4	
Number of Acres:	40.00	
Record Title Owner:	CD Ray Exploration, LLC	
Name of Working Interest Owners: Devon Energy Production Company, LP Mavros Oil Company, LLC TBO Oil & Gas, LLC	79.81250000 4.50000000 0.18750000	
Crump Family Partnership I td	3 7500000	

Crump Family Partnership, Ltd. Tarpon Engineering Corp. Warren Ventures, Ltd. CD Ray Exploration, LLC Stillwater Investments 79.81250000%
4.5000000%
0.18750000%
3.7500000%
3.0000000%
5.7500000%
2.2500000%

# **RECAPITULATION**

Tract No.	No. Acres Committed	Percentage of Interest in Communitized Area
1	280.00	87.50%
2	40.00	12.50%
	320.00	100.00%



P-610

COTERRA ENERGY INC. JAMES 19 FED 31H LAND DESCRIPTION: SECTION 18 T23S, R32E, N.M.P.M. LEA COUNTY, NM BLM # NMNM0559539	SITE FACILITY DIAG	GRAM	COTERRA
			10/12/2022
DIAGRAM VALVE LEGEND			
F1, F2, F3, F4, F5, AND F6 ARE FILL VAL	VES	B1 AND B2 ARE BAD OIL	RETURN VALVES
S1, S2, S3, S4, S5, AND S6 ARE SALES V	ALVES	R1, R2, R3, R4, R5, R6, AN	ID R7 ARE RECIRCULATION VALVES
VALVE POSITIONING IN THE PRODUCT			
F1, F2, F3, F4, AND F6 ARE OPEN	TION PHASE	S5 IS CAR SEAL CLOSED	
F5 IS CAR SEAL CLOSED		B1 AND B2 ARE OPEN	
S1, S2, S3, S4, AND S6 ARE OPEN		R1, R2, R3, R4, R5, R6, AND R7 ARE CAR SEAL CLOSED	
		, , , , , , , ,	
VALVE POSITIONING IN THE SALES PH F1, F2, F3, F4, AND F6 ARE OPEN	ASE FOR 0-750 LACT FMP NO	S5 IS CAR SEAL CLOSED	
F5 IS CAR SEAL CLOSED		B1 AND B2 ARE OPEN	
S1, S2, S3, S4, AND S6 ARE OPEN		_	ND R7 ARE CAR SEAL CLOSED
NO 1. SAMPLE PROBE 2. SAMPLER VOLUME CONTROL 3. ALL VALVES ON LINES ENTERING OR THE SAFETY POP-OFFVALVE (IF SO EQ OPEN OR CLOSED POSITION, AS APP 4. METER ASSEMBLY, INCLUDING THE 5. TEMPERATURE AVERAGER/RECORD	COUNTER HEAD AND METER HEAD	7. CMS OR LACT 8. ANY DRAIN VALVES IN 9. MANUAL SAMPLING V	THE SYSTEM ALVES (IF SO EQUIPPED) N 1 INCH ON THE DIVERTER LINES
METER			

COTERRA ENERGY INC. JAMES 19 FED 31H LAND DESCRIPTION: SECTION 18 T23S, R32E, N.M.P.M. LEA COUNTY, NM BLM # NMNM0559539	SITE FACILITY DIA	GRAM	COTERRA
			10/12/2022
VALVE POSITIONING IN THE SALES PHASE FOR TANK #(T-400) F1 AND F5 CAR SEAL CLOSED S1 AND S5 ARE OPEN S2, S3, S4, AND S6 ARE CAR SEAL CLOSED R1 IS CAR SEAL CLOSED	NON-LACT TRUCK HAUL	TANK # F2 AND F5 ARE CAR SEA S2 AND S5 ARE OPEN S1, S3, S4, AND S6 ARE R2 IS CAR SEAL CLOSED	CAR SEAL CLOSED
B1 IS CAR SEAL CLOSED TANK #(T-420) F3 AND F5 ARE CAR SEAL CLOSED S3 AND S5 ARE OPEN S1, S2, S4, AND S6 ARE CAR SEAL CLOSED R3 IS CAR SEAL CLOSED			<sup>-</sup> -430) OSED CAR SEAL CLOSED
ONE (1) HEATER TREATER (ROYALTY-FREE) FIRE BOX RATED AT 750,000 BTU/HR OPERATE USE – 1 X 750,000 BTU/HR X 16 HRS/DAY X 365		B2 IS CAR SEAL CLOSED	

14.4 MMCF/DAY

# Received by WCD: S1/18/2022 9:57:31 AM

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

Well Name	Well Number	US Well Number	Lease Number	Case Number	Operator
JAMES 20-29	38H	3002545603	NMNM0559539	NMNM0559539	CIMAREX
JAMES 20-29	37H	3002545602	NMNM0559539	NMNM0559539	CIMAREX
JAMES 19	31H	3002542222	NMNM0559539	NMNM0559539	CIMAREX
JAMES 20-29	39H	3002545604	NMNM0559539	NMNM0559539	CIMAREX
JAMES 19	34H	3002545020	NMNM0559539	NMNM0559539	CIMAREX

# **Notice of Intent**

Sundry ID: 2686723

Type of Submission: Notice of Intent

**Date Sundry Submitted:** 

Date proposed operation will begin: 10/17/2022

Type of Action: Commingling (Surface) Time Sundry Submitted:

Sundry Print Repor

11/16/2022

**Procedure Description:** Cimarex Energy respectfully requests approval to surface commingle oil, gas, and water production according to 43 CFR 3173.14 (a)(1)(i) at the James 19 & 20-29 Federal Com facility. The Commingling and Allocation Approval (CAA) will not negatively affect the royalty revenue of the federal government. Cimarex will utilize electronic automated measurements at the wellhead to measure oil, gas, and water separately from each well prior to commingling the production. The non-FMP allocation meters will meet BLM FMP regulations 43 CFR 3174 and 43 CFR 3175. Cimarex proposes that all leases/wells including in the application are capable of production in paying quantities. Please see Exhibit 6 for well test information for each well or anticipated production information for future wells. The Facility Measurement Point (FMP) is located on lease at the James 19 & 20-29 Federal Com facility located in the Section 18, T23S, R32E, Lea County, NM, BLM lease number NMNM 0559539 & NMNM 116573. The James 19 & 20-29 Federal Com facility was approved for construction in the James 19 Federal 31H well APD and no additional disturbance is required for the commingling activities. Attachments: Exhibit 1 – Lease Table Exhibit 2 – MASS Serial Register Page Exhibit 3 – Allocation Methodology Example Exhibit 4 – Allocation Methodology Example Details Exhibit 5 – Lease Map Exhibit 6 – Other Documents NMOCD Approval – Will request like approval. Coterra Energy Inc. is the result of the merger of Cimarex Energy Co. and Cabot Oil & Gas Corporation on October 1, 2021.

## **Surface Disturbance**

Is any additional surface disturbance proposed?: No

# **Operator**

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

**Operator Electronic Signature: BRITTANY GORDON** 

Signed on: OCT 17, 2022 01:19 PM

Name: CIMAREX ENERGY COMPANY

Title: Regulatory Analyst

Street Address: 600 N MARIENFELD STREET

City: MIDLAND

Phone: (432) 571-7800

Email address: BRITTANY.GORDON@COTERRA.COM

State: TX

State:

# Field

**Representative Name:** 

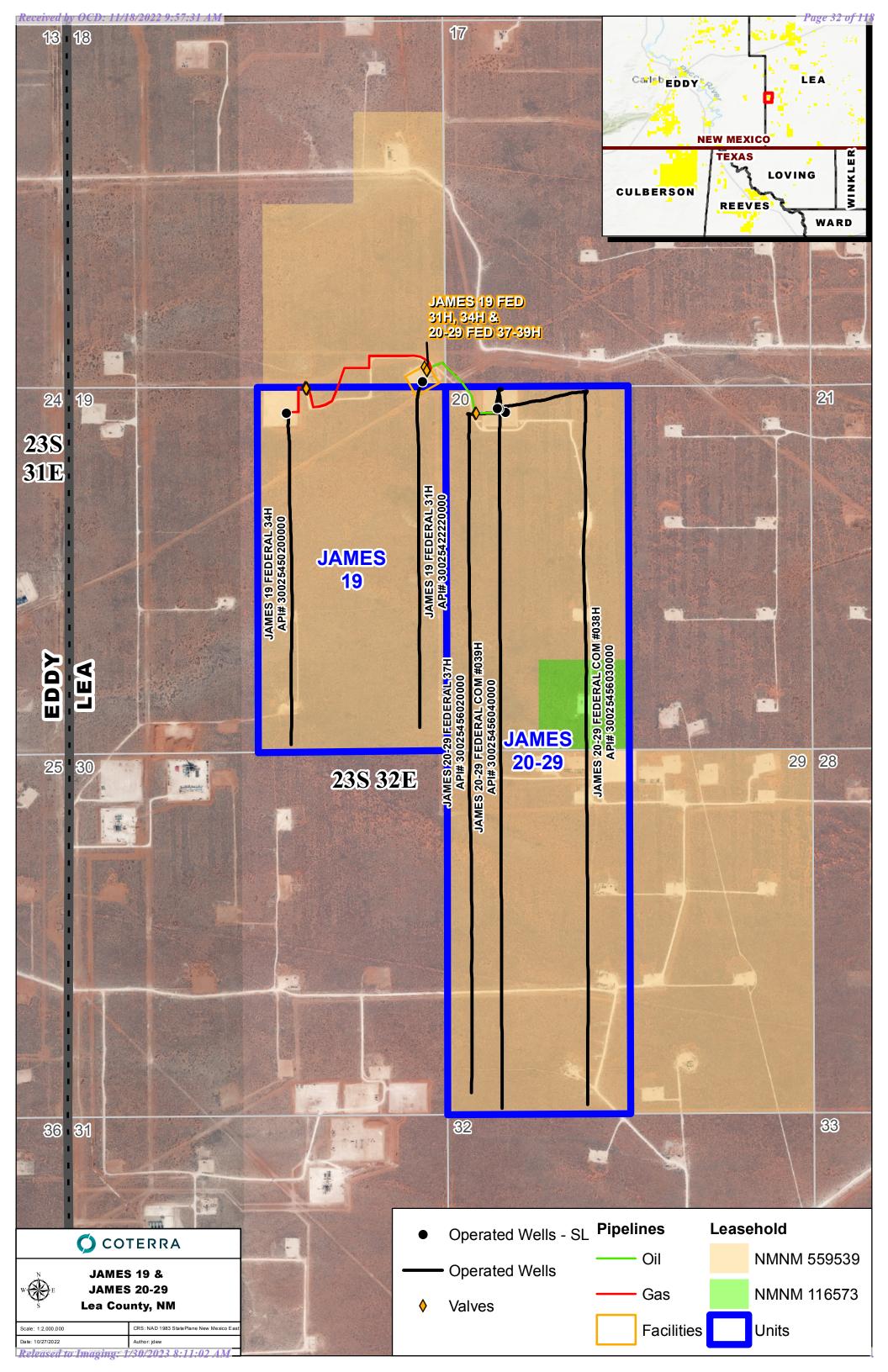
Street Address:

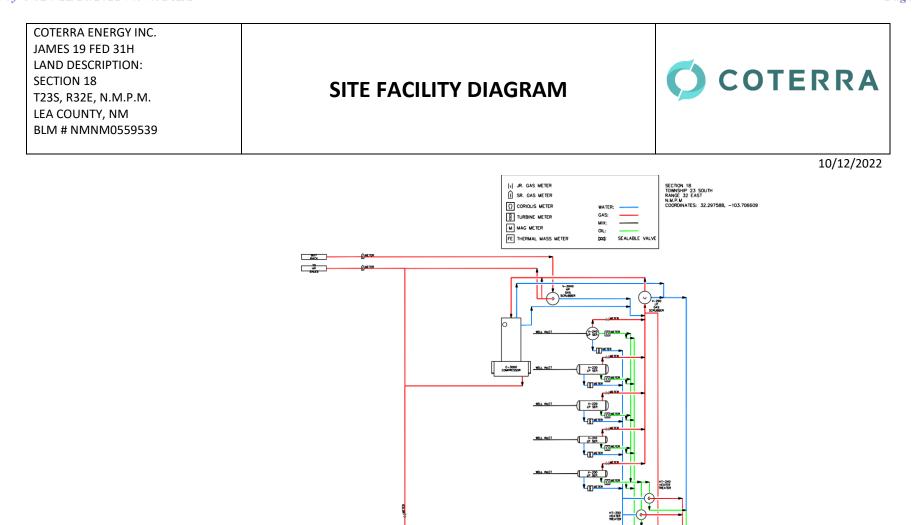
City:

Phone:

Email address:

Zip:





P-610

DIAGRAM VALVE LEGEND         F1, F2, F3, F4, F5, AND F6 ARE FILL VALVES         S1, S2, S3, S4, S5, AND S6 ARE SALES VALVES         VALVE POSITIONING IN THE PRODUCTION PHASE         F1, F2, F3, F4, AND F6 ARE OPEN         F5 IS CAR SEAL CLOSED         S1, S2, S3, S4, AND S6 ARE OPEN         VALVE POSITIONING IN THE SALES PHASE FOR U-750 LACT FMP NO	10/12 B1 AND B2 ARE BAD OIL RETURN VALVES R1, R2, R3, R4, R5, R6, AND R7 ARE RECIRCULATION VALVES S5 IS CAR SEAL CLOSED B1 AND B2 ARE OPEN R1, R2, R3, R4, R5, R6, AND R7 ARE CAR SEAL CLOSED
F1, F2, F3, F4, F5, AND F6 ARE FILL VALVES S1, S2, S3, S4, S5, AND S6 ARE SALES VALVES VALVE POSITIONING IN THE PRODUCTION PHASE F1, F2, F3, F4, AND F6 ARE OPEN F5 IS CAR SEAL CLOSED S1, S2, S3, S4, AND S6 ARE OPEN VALVE POSITIONING IN THE SALES PHASE FOR U-750 LACT FMP NO	R1, R2, R3, R4, R5, R6, AND R7 ARE RECIRCULATION VALVES S5 IS CAR SEAL CLOSED B1 AND B2 ARE OPEN
S1, S2, S3, S4, S5, AND S6 ARE SALES VALVES VALVE POSITIONING IN THE PRODUCTION PHASE F1, F2, F3, F4, AND F6 ARE OPEN F5 IS CAR SEAL CLOSED S1, S2, S3, S4, AND S6 ARE OPEN VALVE POSITIONING IN THE SALES PHASE FOR U-750 LACT FMP NO	R1, R2, R3, R4, R5, R6, AND R7 ARE RECIRCULATION VALVES S5 IS CAR SEAL CLOSED B1 AND B2 ARE OPEN
VALVE POSITIONING IN THE PRODUCTION PHASE F1, F2, F3, F4, AND F6 ARE OPEN F5 IS CAR SEAL CLOSED S1, S2, S3, S4, AND S6 ARE OPEN VALVE POSITIONING IN THE SALES PHASE FOR U-750 LACT FMP NO	S5 IS CAR SEAL CLOSED B1 AND B2 ARE OPEN
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F5 IS CAR SEAL CLOSED S1, S2, S3, S4, AND S6 ARE OPEN VALVE POSITIONING IN THE SALES PHASE FOR U-750 LACT FMP NO	B1 AND B2 ARE OPEN
S1, S2, S3, S4, AND S6 ARE OPEN VALVE POSITIONING IN THE SALES PHASE FOR U-750 LACT FMP NO	
VALVE POSITIONING IN THE SALES PHASE FOR U-750 LACT FMP NO	11, 12, 13, 14, 15, 10, AND IN ARE CARGERE CLOSED
	S5 IS CAR SEAL CLOSED
F5 IS CAR SEAL CLOSED	B1 AND B2 ARE OPEN
S1, S2, S3, S4, AND S6 ARE OPEN	R1, R2, R3, R4, R5, R6, AND R7 ARE CAR SEAL CLOSED
<ul> <li>THE FOLLOWING COMPONENTS ON LIQUID MEASUREMENT METERING SYSTEM WIL NO</li></ul>	7. CMS OR LACT 8. ANY DRAIN VALVES IN THE SYSTEM 9. MANUAL SAMPLING VALVES (IF SO EQUIPPED)

COTERRA ENERGY INC. JAMES 19 FED 31H LAND DESCRIPTION: SECTION 18 T23S, R32E, N.M.P.M. LEA COUNTY, NM BLM # NMNM0559539	SITE FACILITY DIA	GRAM	<b>COTERRA</b>
· · · ·			10/12/2022
VALVE POSITIONING IN THE SALES PHA	SE FOR NON-LACT TRUCK HAUL		
TANK #(T-400) F1 AND F5 CAR SEAL CLOSED S1 AND S5 ARE OPEN S2, S3, S4, AND S6 ARE CAR SEAL CLOSE R1 IS CAR SEAL CLOSED B1 IS CAR SEAL CLOSED	D	F2 AND F5 ARE CAR SEAL S2 AND S5 ARE OPEN S1, S3, S4, AND S6 ARE C/ R2 IS CAR SEAL CLOSED	AR SEAL CLOSED
TANK #(T-420) F3 AND F5 ARE CAR SEAL CLOSED S3 AND S5 ARE OPEN S1, S2, S4, AND S6 ARE CAR SEAL CLOSE R3 IS CAR SEAL CLOSED	D	TANK #(T-4 F4 AND F5 CAR SEAL CLO S4 AND S5 ARE OPEN S1, S2, S3, AND S6 ARE C4 R4 IS CAR SEAL CLOSED B2 IS CAR SEAL CLOSED	SED
ONE (1) HEATER TREATER (ROYALTY-FR FIRE BOX RATED AT 750,000 BTU/HR OF USE – 1 X 750,000 BTU/HR X 16 HRS/DA 14.4 MMCF/DAY	*		

Received by OCD: 11/18/2022 9:57:31 AM



Coterra Energy Inc. 600 N. Marienfeld Street Suite 600 Midland, TX 79701 T 432-571-7800 F 432-571-7832 coterra.com

Cimarex Energy Co.

#### 11/18/2022

Attn:	Mr. Dean McClure
	1220 S. St. Francis Dr.
	Santa Fe, New Mexico 87505

Subject: Application for Pool & Lease Commingling at Common Central Tank Battery Lease: James 19 Federal & 20-29 Federal Com Pool: Sand Dunes; Bone Spring South

Mr. McClure,

Pursuant to Division Rule 19.15.12.10, Cimarex Energy Co. respectfully requests administrative approval to Pool and Lease Commingle at a Common Central Tank Battery.

The Commingling and Allocation Approval (CAA) will not negatively affect the royalty revenue or reduce the total remaining production value.

Each well is metered individually. This action will prevent waste, promote conservation and protect correlative rights. The James 19 & 20-29 Federal Com battery is located in Section 18,T23S, R32E, Lea County, New Mexico.

These wells are operated by Cimarex Energy Co. with diverse ownership. There are 2 Federal leases and 1 proposed communitization agreements involved. Pursuant to Division Rule 19.15.12.10, the interest owners that are to be notified are listed and are being sent a copy of this application by certified mail with return receipt.

Also Attached:

- NMOCD Form C-107B
- NMOCD Administrative Application Checklist
- Summary Detail
- Lease plat shows boundaries, State Lease numbers, facility, wellhead and path of production
- Facility Diagram
- NMOCD form C-102 well plats for each well
- A copy of notice letter to interest owners and a copy of certified mail, return receipt request
- Copy of BLM sundry submittal

We respectfully request authority to add additional wells contained within the lease identified and approved in this application by filing a Subsequent Report Sundry to the Bureau of Land Management for Federal and filing a C-103Z and C-102 with the NMOVD. Notice to owners shall not be required when amending the application after previously approved for commingling authority.



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Pursuant to Statewide Rule 19.15.12.10 (C)(4)(g) we respectfully request the option to include additional production from the pools or leases listed in this application.

Thank you,

Brittany Gordon

Regulatory Analyst 432-620-1960 brittany.gordon@coterra.com

Coterra Energy Inc. is the result of the merger of Cimarex Energy Co. and Cabot Oil & Gas Corporation on October 1, 2021.



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11/18/2022

Certified Mail – Return Receipt Requested

#### AFFECTED INTEREST OWNERS

Subject: Surface Commingling Application for Pool & Lease Commingling at Common Central Tank Battery Lease: James 19 & 20-29 Federal Com Location: All in Sections 18, 19, & 20, T23S, R32E, Lea County, NM Pool: [53805] Sand Dunes; Bone Spring South

Dear Sir/Madam:

Enclosed please find our application to surface commingle production from all formations and/or pools at our James 19 & 20-29 Federal Com, Lea County, NM from existing and future wells filed on this date with the New Mexico Oil Conservation Division (NMOCD). We will also file an application with the Bureau of Land Management for a Federal commingling permit when applicable.

Any objection or requests for a hearing regarding this application must be submitted to the NMOCD Santa Fe office within 20 days of the date the application is submitted. No action is needed if you do not have any objections.

Pursuant to Statewide Rule 19.15.12.10 (C)(4)(g), Cimarex requests the option to include additional pools and/or leases with the defined parameters set forth in the order for future additions.

Please contact me by phone or email should you have any questions.

Sincerely,

Brittany Gordon

Regulatory Analyst 432-620-1960 brittany.gordon@coterra.com

Coterra Energy Inc. is the result of the merger of Cimarex Energy Co. and Cabot Oil & Gas Corporation on October 1, 2021.

Received by OCD: 11/18/2022 9:57:31 AM



Coterra Energy Inc. 600 N. Marienfeld Street Suite 600 Midland, TX 79701 T 432-571-7800 F 432-571-7832 coterra.com

Cimarex Energy Co.

#### 11/18/2022

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Brittany Gordon

Regulatory Analyst 432-620-1960 brittany.gordon@coterra.com

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•

District I 1625 N. French Drive, Hobbs, NM 88240		of New Mexico l Natural Resources De	epartment		Form C-107-B August 1, 2011						
District II       000 Principal Conservation Division         811 S. First St., Artesia, NM 88210       0IL CONSERVATION DIVISION         District III       01L CONSERVATION DIVISION         1000 Rio Brazos Road, Aztec, NM 87410       1220 S. St Francis Drive         District IV       1220 S. St Francis Drive         1220 S. St Francis Dr, Santa Fe, NM       Santa Fe, New Mexico 87505         87505       APPLICATION FOR SURFACE COMMINGLING (DIVERSE OWNERSHIP)											
		COMMINGLING	G (DIVERSE	OWNERSHIP)							
	x Energy Co.	to 600 Midland	TV 70701								
APPLICATION TYPE:	Marienfeld, Suit	·		ement (Only if not Surface	- Commingled)						
LEASE TYPE:  Fee	State Feder		Storage and Weasur	ement (Only if not Surface	e commigled)						
Is this an Amendment to existing Order Have the Bureau of Land Management	r? □Yes ☑No If	"Yes", please include t			ingling						
		L COMMINGLIN s with the following in									
(1) Pool Names and Codes	Gravities / BTU of Non-Commingled Production	Calculated Gravities / BTU of Commingled Production		Calculated Value of Commingled Production	Volumes						
		-									
		-									
<ul> <li>(2) Are any wells producing at top allowa</li> <li>(3) Has all interest owners been notified b</li> <li>(4) Measurement type:  Metering</li> <li>(5) Will commingling decrease the value</li> </ul>	by certified mail of the pro		☐Yes ☐No. be why commingli	ng should be approved							
	· · ·	SE COMMINGLIN s with the following in									
<ol> <li>Pool Name and Code.</li> <li>Is all production from same source of</li> <li>Has all interest owners been notified by</li> <li>Measurement type: ☑Metering □</li> </ol>	supply? ☑Yes □N	0	ØYes □N	0							
	(C) POOL and	LEASE COMMIN	GLING								
(1) Complete Sections A and E.	Please attach sheets	s with the following in	nformation								
(1) Complete Sections A and E.											
[]	D) OFF-LEASE ST										
(1) Is all production from same source of		ts with the following	Information								
(2) Include proof of notice to all interest of											
(E) Al	DDITIONAL INFO Please attach sheet	RMATION (for all s with the following in		vpes)							
<ol> <li>A schematic diagram of facility, inclu</li> <li>A plat with lease boundaries showing</li> <li>Lease Names, Lease and Well Number</li> </ol>	ding legal location. all well and facility locati			te lands are involved.							
I hereby certify that the information above is $\Lambda$	s true and complete to the	best of my knowledge an	d belief.								
SIGNATURE: 5	TI	TLE: Regulatory Anal	yst	DATE: <u>11/16</u>	6/2022						
TYPE OR PRINT NAME_Brittany Gordo	n		TEL	EPHONE NO.: <u>432-57</u>	71-7800						
E-MAIL ADDRESS:brittany.gordon@c	oterra.com										

	RECEIVED:	REVIEWER:	TYPE:	APP NO:	
			ABOVE THIS TABLE FOR OCD DIVISI	ON USE ONLY	
		- Geologia	<b>O OIL CONSERVA</b> cal & Engineering I ancis Drive, Santa	Bureau -	OF MEN AREA
		ADMINISTR	ATIVE APPLICATIO		
			QUIRE PROCESSING AT THE DI		SION ROLES AND
Ар	plicant:				umber:
Poo	n Name			Pool Cod	e:
		TE AND COMPLETE INF	INDICATED BELOV		YPE OF APPLICATION
1)	A. Location -	CATION: Check those of - Spacing Unit – Simult SL NSP <sub>(PR</sub> e only for [1] or [11] hingling – Storage – M DHC CTB PI ion – Disposal – Pressu WFX PMX SN REQUIRED TO: Check operators or lease hole y, overriding royalty ov ation requires publishe ation and/or concurre ation and/or concurre of the above, proof of ice required	aneous Dedication DJECT AREA) DNSP easurement C PC OLS re Increase – Enhan VD IPI EO those which apply. ders vners, revenue own ed notice ent approval by SLO ent approval by BLN	S OLM Iced Oil Recovery R PPR	FOR OCD ONLY Notice Complete Application Content Complete and/or,
3)	administrative a understand that	: I hereby certify that t approval is <b>accurate</b> a at <b>no action</b> will be tak e submitted to the Div	and <b>complete</b> to the sen on this applicati	e best of my knowled	dge. I also
	Not	e: Statement must be comple	ted by an individual with m	anagerial and/or superviso	ry capacity.

Print or Type Name

toda

Date

Phone Number

Signature

e-mail Address



The James 19 & 20-29 CTB will be a 5-well facility. The facility will have the following wells producing to it:

James 20-29 Fed Com 38H

James 20-29 Fed Com 39H

- James 19 Federal 31H
- James 19 Federal 34H
- James 20-29 Fed Com 37H

#### PRODUCTION ALLOCATION

Production from each of the referenced wells enters its own individual separator. Each separator has its own Coriolis meter for oil, mag meter for water, and orifice meter for gas.

After separation, each oil stream flows through the commingled heater treater and then to the tanks before being measured by a LACT unit. The LACT unit will serve as the oil FMP.

The Gas from each separator flow through its own allocation orifice meter then flows to the gas FMP.

#### Allocation Method:

#### Oil Production:

Oil will be allocated daily to the well based upon the daily Coriolis meter volume. The meter is a Micro Motion Coriolis meter. Each well will have a daily factor that is a percentage of the total Coriolis volume for all referenced wells. The factor obtained from the test meter will be used to allocate the oil production volumes sold through the LACT.

#### Gas Production:

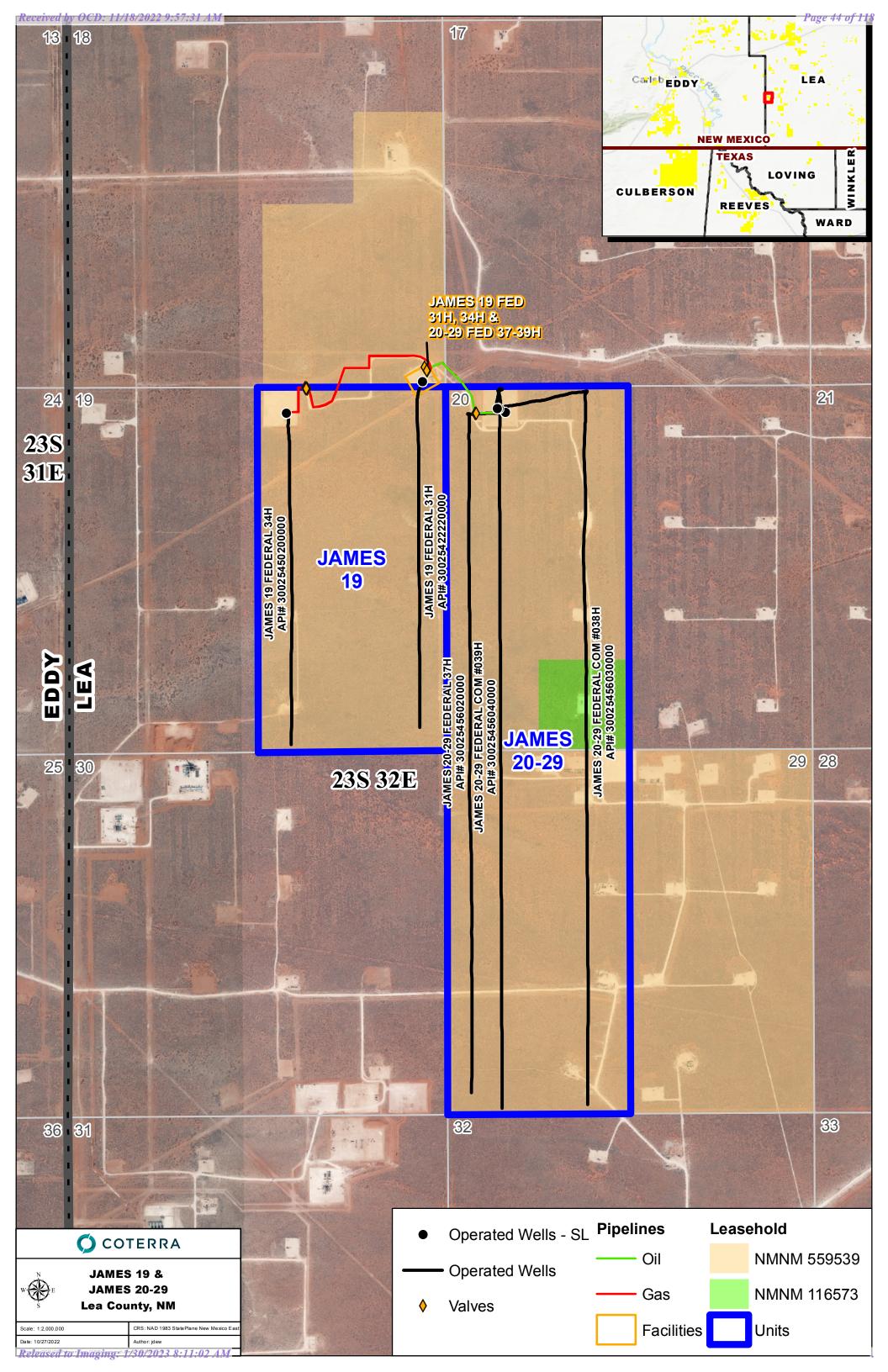
Gas will be allocated daily to the well based upon the daily allocation gas meter volume. The meter is an orifice meter. Each well will have a daily factor that is a percentage of the total allocation meter volume for all referenced wells. The factor obtained from each allocation meter will be used to allocate the gas sales volumes sold through the gas sales meter. The meters will be calibrated on a regulator basis per API, NMOCD, and BLM specifications.

#### **Additional Application Components:**

The flow of production details is outlined on the enclosed facility diagram.

Commingling the production is the most effective means of producing the reserves. Cimarex understand the requested approval will not constitute the granting of any right of way or construction rights not granted by the lease instrument.

NMOCD does not require notification for projects with identical ownership. The BLM and NMOCD will be notified of any changes to the CTB.



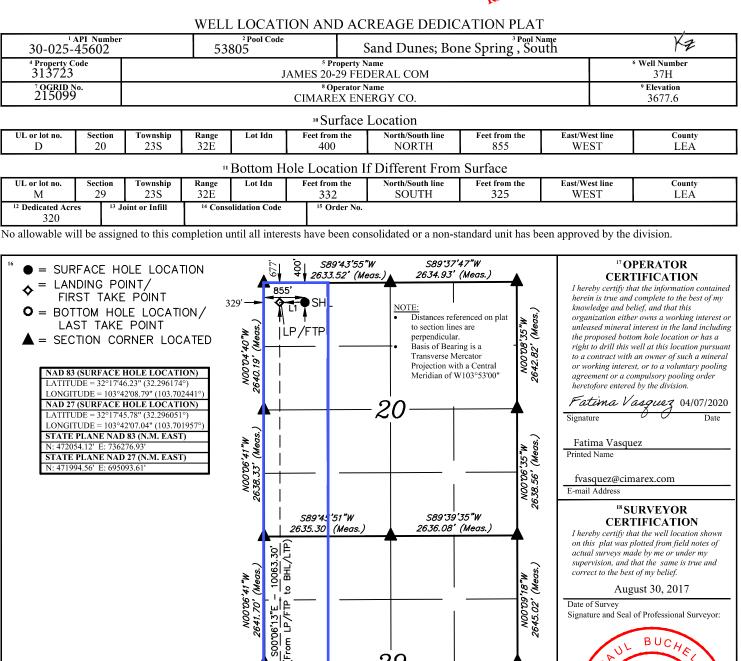
COTERRA Application for Commingling and Allocation Approval James 19 & 20-29 Federal Com Facility Section 18, T23S, R32E Lease Table Exhibit 1										
	Well						Type of Production			
Well Name	Number	API	Formation	Comm Agreement	Federal Lease(s)	Federal Royalty	Commingle			
James 19 Federal 31H	31	30-025-42222	Bone Springs		NMNM0559539	12.5%	Oil, Water, Gas			
James 19 Federal 34H	34	30-025-45020	Bone Springs		NMNM0559539	12.5%	Oil, Water, Gas			
ames 20-29 Federal Com 37H	37	30-025-45602	Bone Springs		NMNM0559539	12.5%	Oil, Water, Gas			
	38	30-025-45603	Bone Springs	Proposed Comm Agreement - James 20-29 Fed Com 38H E/2W/2 of Sections 20 and 29	NMNM0559539, NMNM116573	12.5%	Oil, Water, Gas			
ames 20-29 Federal Com 38H			Bone Springs		NMNM0559539	12.5%	Oil, Water, Gas			

District I 1625 N. French Dr., Hobbs, NM 88240 Phone: (575) 393-6161 Fax: (575) 393-0720 District II 811 S. First St., 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 Dr., Santa Fe, NM 87505 Phone: (505) 476-3460 Fax: (505) 476-3462

#### State of New Mexico Energy, Minerals & Natural Resources Department OIL CONSERVATION DIVISION OCD - HOBBS 1220 South St. Francis Dr. 04/17/2020 Santa Fe, NM 87505 RECEIVED

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

AMENDED REPORT



29

LINE TABLE

LENGTH

525.34'

S89'44'50"W

2637.32' (Meas.)

DIRECTION

S89'43'33"W

LNE

L1

S89\*42<sup>'</sup>40"W 2636.37' (Meas.,

From

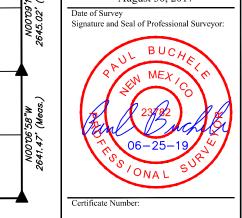
BHL

(Meas.) N00°06'36"W 2643.20' (Meas.

332'

2000'

325



SCALE

REV: 3 06-25-19 J.N.

(WELL BORE CHANGE)

2000

000

District I 1625 N. French Dr., Hobbs, NM 88240 Phone: (575) 393-6161 Fax: (575) 393-0720 District II 811 S. First St., 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 Dr., 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 Dr. Santa Fe, NM 87505

AMENDED REPORT

#### WELL LOCATION AND ACREAGE DEDICATION PLAT <sup>1</sup> API Number 30-025-45604 <sup>2</sup> Pool Code Sand Dunes; Bone Spring, South 53805 <sup>4</sup>Property Code 313723 <sup>5</sup> Property Name JAMES 20-29 FEDERAL COM Well Number 39H 215099 <sup>8</sup> Operator Name CIMAREX ENERGY CO Elevation 3677.8 <sup>10</sup> Surface Location Lot Idn East/West lir UL or lot no. Feet from the Township Range North/South Feet from the County Sectio D 20 23S 32E 340 NORTH 740 WEST LEA "Bottom Hole Location If Different From Surface orth/South line SOUTH Range 32E County LEA ectio 29 r lof Lot Idn from th et from East/West lin 23S 100 770 WEST Μ Dedicated Acres Joint or Infill 14 C 15 Order No 320 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. See Detail "A" <sup>17</sup> OPERATOR 340 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 owneas of such a mineral NAD 83 (SURFACE HOLE LOCATION) NAD 35 (SURFACE HOLE LOCATION) LATITUDE = 32°17'46.82" (32.296338°) LONGITUDE = 103°42'10.13" (103.702814°) NAD 27 (SURFACE HOLE LOCATION) LATITUDE = 32°17'46.37" (32.296215°) LONGITUDE = 103°42'08.39" (103.702329°) 1 40' SHL '35 "W (Meas.) N00°04°40°W 2640.19' (Meas. STATE PLANE NAD 83 (N.M. EAST) right to an in this were at this location parsaan 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. N: 472113.13' E: 736161.42' STATE PLANE NAD 27 (N.M. EAST) . NOO °08') 2642.82' ( 472053.57' E: 694978.11 I Fatima Vasquez 04/07/2022 Signature Date I NAD 83 (LP/FTP) LATITUDE = 32°17'49.19" (32.296998°) LONGITUDE = 103°42'09.78" (103.702717°) 20 Fatima Vasquez **NAD 27 (LP/FTP)** LATITUDE = 32°17'48.75" (32.296874°) T Printed Name 1 '35"W (Meas.) (Meas.) LONGITUDE = 103°42'08.04" (103.702233°) N00°06'41"W 2638.33' (Meas. STATE PLANE NAD 83 (N.M. EAST) fatima.vasquez@coterra.com N00'06') 2638.56' ( E-mail Address STATE PLANE NAD 27 (N.M. EAST) 3.68' E: 695006.64 NAD 83 (LTP/BHL) LATITUDE = 32°16'06.66" (32.268517°) LONGITUDE = 103°42'09.77" (103.702713°) S89°4.<mark>'</mark>'51"W 2635.30 (Meas. S89'39'35"W 2636.08' (Meas. 10"<u>F</u> 14' NAD 27 (LTP/BHL) LATITUDE = 32°16'06.22" (32.268394°) LONGITUDE = 103°42'08.03" (103.702230°) <u>500°06'1</u> 10363.1 (Meas.) 9\*18"W ' (Meas., N00°06'41"W 2641.70' (Meas **STATE PLANE NAD 83 (N.M. EAST)** N: 461992.19' E: 736251.99' **STATE PLANE NAD 27 (N.M. EAST)** N00°09'1 2645.02' | N: 461932.91' E: 695068.39 SURFACE HOLE LOCATION LANDING POINT/FIRST TAKE POINT = 29 = BOTTOM HOLE LOCATION/ 0 = AST TAKE POINT (Meas.) N00°06'58"W 2641.47' (Meas., ,₹ SECTION CORNER LOCATED je B N00°06'3 2643.20' ( NOTE Distances referenced on plat to section lines are Distances referenced on plat to section inte-perpendicular. Basis of Bearing is a Transverse Mercator Projection with a Central Meridian of W103°53'00" (NAD 83) I TP BHI <sup>18</sup>SURVEYOR CERTIFICATION S89°42'40"W 2636.37' (Meas.) 589\*44'50"W 2637.32' (Meas.) 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. LINE TABLE 0 LINE DIRECTION LENGTH 241.85' N07°00'51"E August 30, 2017 L1 Date of Survey L2 S89\*43'55"W 2633.52' <u>Detail</u> "A No Scale Signature and Seal of Professional Surveyor: Section line BUCHE 10 <u>1</u>0

S C A L E REV: 4 E.C. 03-24-22 (NAME & WELLBORE CHANGE)

770

340'

SHL

740

LP/ FTP

0.3

Certificate Number

ONAL

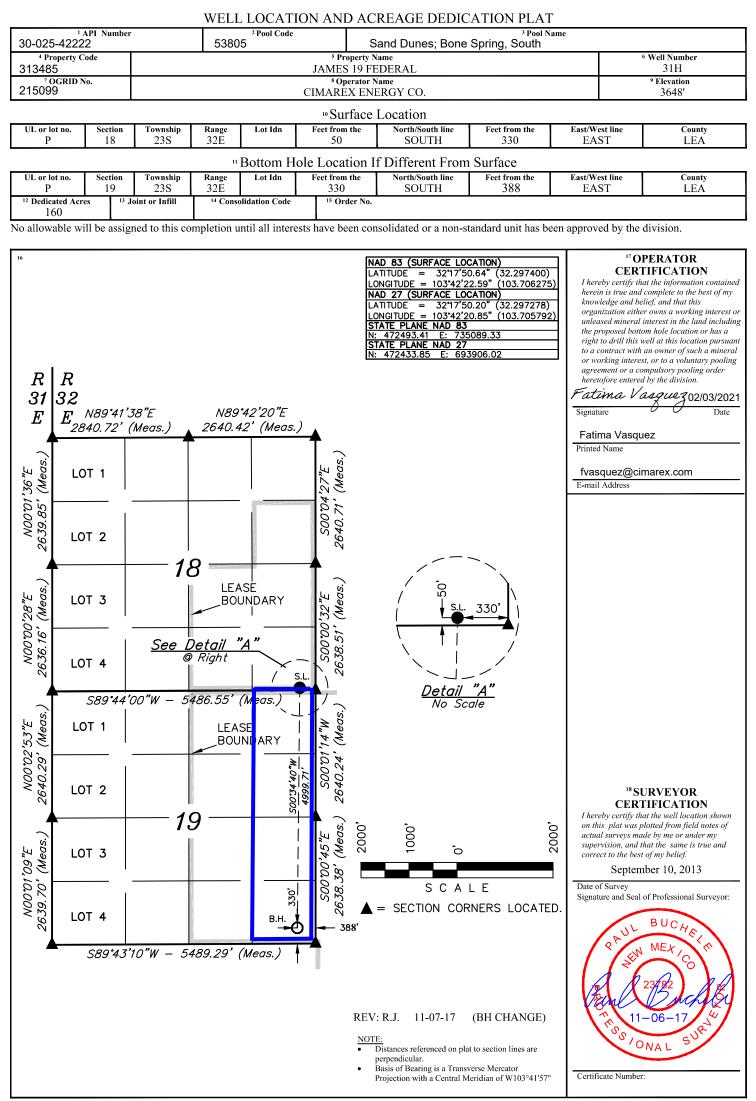
District I 1625 N. French Dr., Hobbs, NM 88240 Phone: (575) 393-6161 Fax: (575) 393-0720 District II 811 S. First St., Artesia, NM 88210 Phone: (575) 748-1283 Fax: (575) 748-9720 District III 1000 Rio Brazos Road, Aztec, NM 87410

Page 48 of 118

Phone: (505) 334-6178 Fax: (505) 334-6170 District IV 1220 S. St. Francis Dr., 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 Dr. Santa Fe, NM 87505

X AMENDED REPORT



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# State of New Mexico Energy, Minerals & Natural Resources Department OIL CONSERVATION DIVISION 1220 South St. Francis Dr. Santa Fe, NM 87505

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

AMENDED REPORT

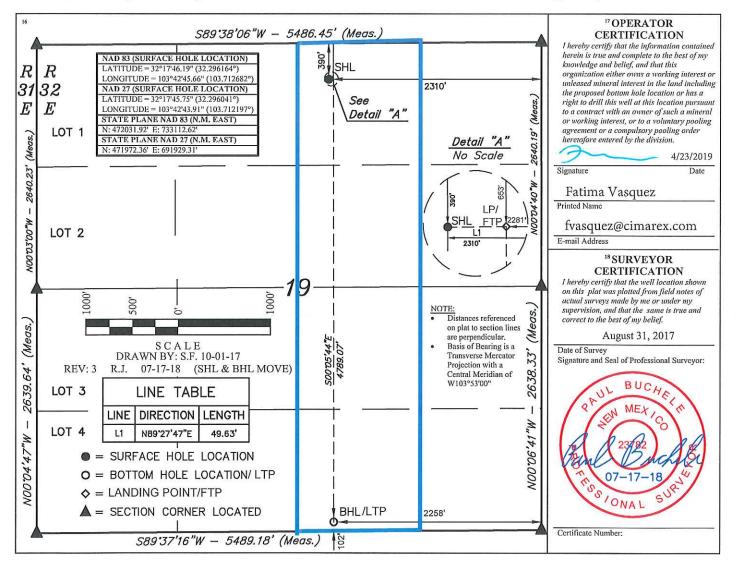
#### WELL LOCATION AND ACREAGE DEDICATION PLAT

ng South
<sup>6</sup> Well Number 34H
<sup>9</sup> Elevation 3639.4'

UL or lot no. B	Section 19	Township 23S	Range 32E	Lot Idn	Feet from the 390	North/South line NORTH	Feet from the 2310	East/West line EAST	County LEA
			11	Bottom H	ole Location I	f Different From	Surface		
III ou lot no	Castion	Terroration	Dance	1 at 1 day	Past from the	Month /O anth Bas	East farmers the	East/Mart Bas	Country

OL or lot no.	Section 19	23S	32E	Lot Idn	Feet from the	SOUTH	2258	East/West line EAST	LEA
<sup>12</sup> Dedicated Acro 160	es 13 J	oint or Infill	<sup>14</sup> Cons	olidation 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.



Page 50 of 118

Form C-102

District Office

Revised August 1, 2011

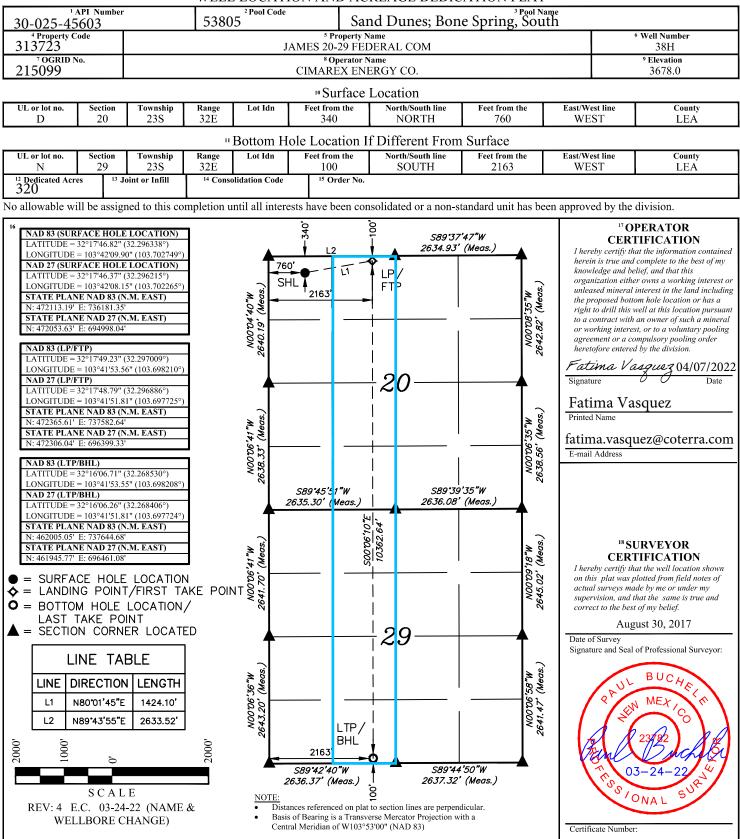
Submit one copy to appropriate

X AMENDED REPORT

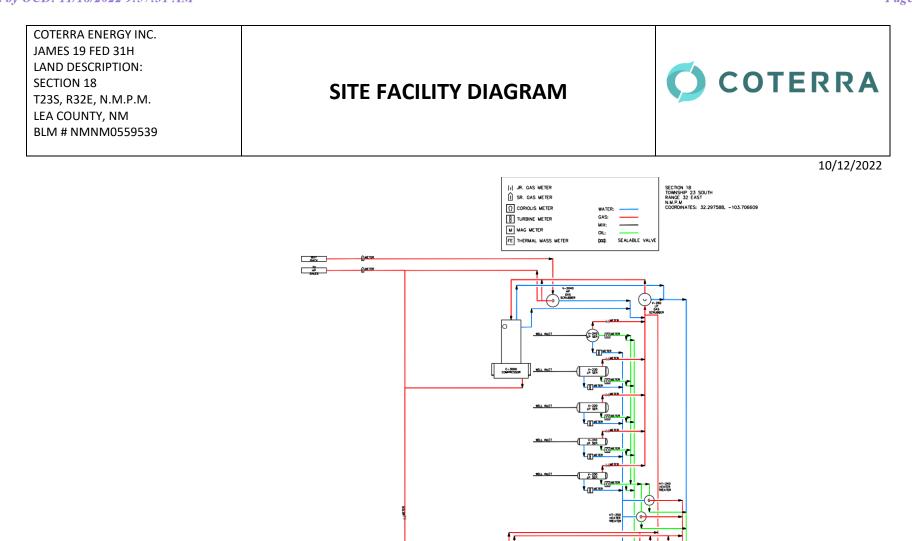
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# State of New Mexico Energy, Minerals & Natural Resources Department OIL CONSERVATION DIVISION 1220 South St. Francis Dr. Santa Fe, NM 87505

WELL LOCATION AND ACREAGE DEDICATION PLAT



Released to Imaging: 1/30/2023 8:11:02 AM



P-610

# Received by WCD: S1/18/2022 9:57:31 AM

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

Well Name	Well Number	US Well Number	Lease Number	Case Number	Operator
JAMES 20-29	38H	3002545603	NMNM0559539	NMNM0559539	CIMAREX
JAMES 20-29	37H	3002545602	NMNM0559539	NMNM0559539	CIMAREX
JAMES 19	31H	3002542222	NMNM0559539	NMNM0559539	CIMAREX
JAMES 20-29	39H	3002545604	NMNM0559539	NMNM0559539	CIMAREX
JAMES 19	34H	3002545020	NMNM0559539	NMNM0559539	CIMAREX

# **Notice of Intent**

Sundry ID: 2686723

Type of Submission: Notice of Intent

**Date Sundry Submitted:** 

Date proposed operation will begin: 10/17/2022

Type of Action: Commingling (Surface) Time Sundry Submitted:

Sundry Print Repor

11/16/2022

**Procedure Description:** Cimarex Energy respectfully requests approval to surface commingle oil, gas, and water production according to 43 CFR 3173.14 (a)(1)(i) at the James 19 & 20-29 Federal Com facility. The Commingling and Allocation Approval (CAA) will not negatively affect the royalty revenue of the federal government. Cimarex will utilize electronic automated measurements at the wellhead to measure oil, gas, and water separately from each well prior to commingling the production. The non-FMP allocation meters will meet BLM FMP regulations 43 CFR 3174 and 43 CFR 3175. Cimarex proposes that all leases/wells including in the application are capable of production in paying quantities. Please see Exhibit 6 for well test information for each well or anticipated production information for future wells. The Facility Measurement Point (FMP) is located on lease at the James 19 & 20-29 Federal Com facility located in the Section 18, T23S, R32E, Lea County, NM, BLM lease number NMNM 0559539 & NMNM 116573. The James 19 & 20-29 Federal Com facility was approved for construction in the James 19 Federal 31H well APD and no additional disturbance is required for the commingling activities. Attachments: Exhibit 1 – Lease Table Exhibit 2 – MASS Serial Register Page Exhibit 3 – Allocation Methodology Example Exhibit 4 – Allocation Methodology Example Details Exhibit 5 – Lease Map Exhibit 6 – Other Documents NMOCD Approval – Will request like approval. Coterra Energy Inc. is the result of the merger of Cimarex Energy Co. and Cabot Oil & Gas Corporation on October 1, 2021.

#### **Surface Disturbance**

Is any additional surface disturbance proposed?: No

# **Operator**

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

**Operator Electronic Signature: BRITTANY GORDON** 

Signed on: OCT 17, 2022 01:19 PM

Name: CIMAREX ENERGY COMPANY

Title: Regulatory Analyst

Street Address: 600 N MARIENFELD STREET

City: MIDLAND

Phone: (432) 571-7800

Email address: BRITTANY.GORDON@COTERRA.COM

State: TX

State:

## Field

**Representative Name:** 

Street Address:

City:

Phone:

Email address:

Zip:

# Received by WCD: S1/18/2022 9:57:31 AM

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

Well Name	Well Number	US Well Number	Lease Number	Case Number	Operator
JAMES 20-29	38H	3002545603	NMNM0559539	NMNM0559539	CIMAREX
JAMES 20-29	37H	3002545602	NMNM0559539	NMNM0559539	CIMAREX
JAMES 19	31H	3002542222	NMNM0559539	NMNM0559539	CIMAREX
JAMES 20-29	39H	3002545604	NMNM0559539	NMNM0559539	CIMAREX
JAMES 19	34H	3002545020	NMNM0559539	NMNM0559539	CIMAREX

## **Notice of Intent**

Sundry ID: 2686723

Type of Submission: Notice of Intent

**Date Sundry Submitted:** 

Date proposed operation will begin: 10/17/2022

Type of Action: Commingling (Surface) Time Sundry Submitted:

Sundry Print Repor

11/16/2022

**Procedure Description:** Cimarex Energy respectfully requests approval to surface commingle oil, gas, and water production according to 43 CFR 3173.14 (a)(1)(i) at the James 19 & 20-29 Federal Com facility. The Commingling and Allocation Approval (CAA) will not negatively affect the royalty revenue of the federal government. Cimarex will utilize electronic automated measurements at the wellhead to measure oil, gas, and water separately from each well prior to commingling the production. The non-FMP allocation meters will meet BLM FMP regulations 43 CFR 3174 and 43 CFR 3175. Cimarex proposes that all leases/wells including in the application are capable of production in paying quantities. Please see Exhibit 6 for well test information for each well or anticipated production information for future wells. The Facility Measurement Point (FMP) is located on lease at the James 19 & 20-29 Federal Com facility located in the Section 18, T23S, R32E, Lea County, NM, BLM lease number NMNM 0559539 & NMNM 116573. The James 19 & 20-29 Federal Com facility was approved for construction in the James 19 Federal 31H well APD and no additional disturbance is required for the commingling activities. Attachments: Exhibit 1 – Lease Table Exhibit 2 – MASS Serial Register Page Exhibit 3 – Allocation Methodology Example Exhibit 4 – Allocation Methodology Example Details Exhibit 5 – Lease Map Exhibit 6 – Other Documents NMOCD Approval – Will request like approval. Coterra Energy Inc. is the result of the merger of Cimarex Energy Co. and Cabot Oil & Gas Corporation on October 1, 2021.

#### **Surface Disturbance**

Is any additional surface disturbance proposed?: No

# **Operator**

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

**Operator Electronic Signature: BRITTANY GORDON** 

Signed on: OCT 17, 2022 01:19 PM

Name: CIMAREX ENERGY COMPANY

Title: Regulatory Analyst

Street Address: 600 N MARIENFELD STREET

City: MIDLAND

Phone: (432) 571-7800

Email address: BRITTANY.GORDON@COTERRA.COM

State: TX

State:

# Field

**Representative Name:** 

Street Address:

City:

Phone:

Email address:

Zip:

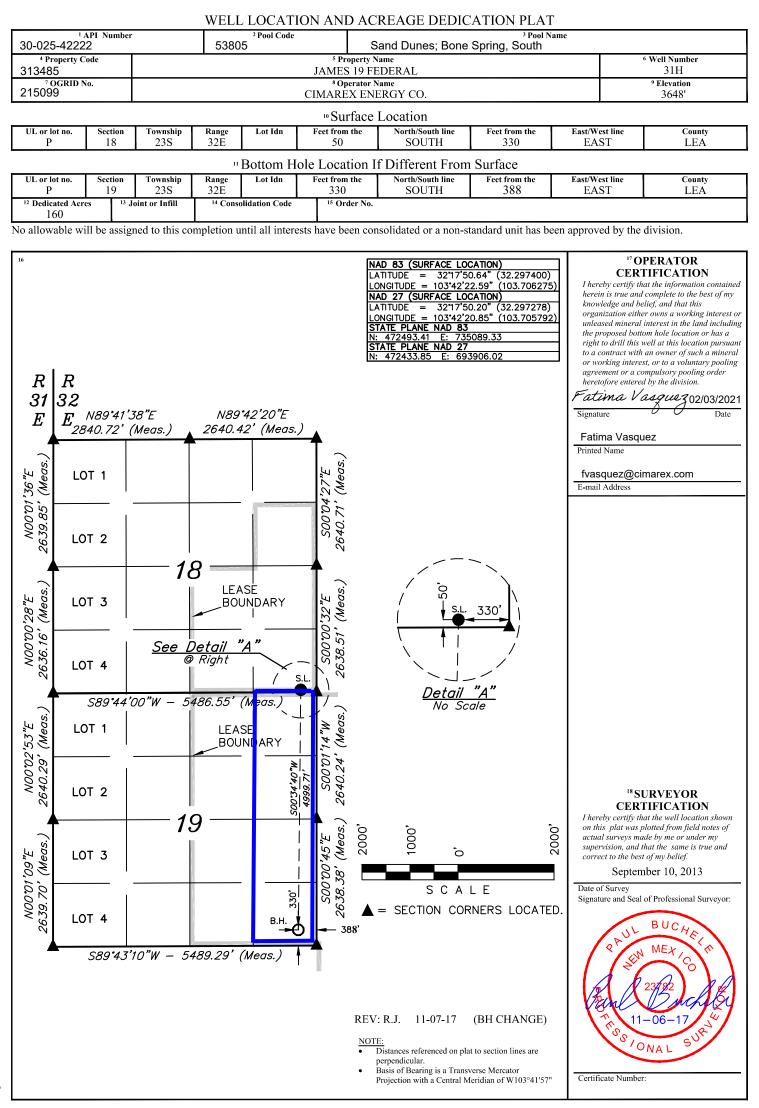
District I 1625 N. French Dr., Hobbs, NM 88240 Phone: (575) 393-6161 Fax: (575) 393-0720 District II 811 S. First St., Artesia, NM 88210 Phone: (575) 748-1283 Fax: (575) 748-9720 District III 1000 Rio Brazos Road, Aztec, NM 87410

Page 56 of 118

Phone: (505) 334-6178 Fax: (505) 334-6170 District IV 1220 S. St. Francis Dr., 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 Dr. Santa Fe, NM 87505

X AMENDED REPORT



District I 1625 N. French Dr., Hobbs, NM 88240 Phone: (575) 393-6161 Fax: (575) 393-0720 District II 811 S. First St., 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 Dr., 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 Dr. Santa Fe, NM 87505

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

AMENDED REPORT

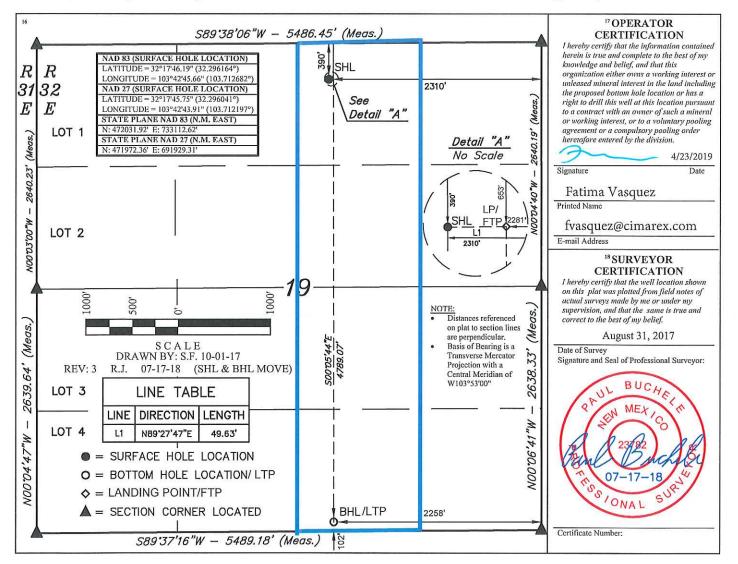
#### WELL LOCATION AND ACREAGE DEDICATION PLAT

ng South
<sup>6</sup> Well Number 34H
<sup>9</sup> Elevation 3639.4'

UL or lot no. B	Section 19	Township 23S	Range 32E	Lot Idn	Feet from the 390	North/South line NORTH	Feet from the 2310	East/West line EAST	County LEA
			11	Bottom H	ole Location I	f Different From	Surface		
III ou lot no	Castion	Terroration	Dance	1 at 1 day	Past from the	Month /O anth Bas	East farmers the	East/Mart Bas	Country

OL or lot no.	Section 19	23S	32E	Lot Idn	Feet from the	SOUTH	2258	East/West line EAST	LEA
<sup>12</sup> Dedicated Acro 160	es 13 J	oint or Infill	<sup>14</sup> Cons	olidation 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.



1625 N. French Dr., Hobbs, NM 88240

811 S. First St., Artesia, NM 88210

Phone: (575) 393-6161 Fax: (575) 393-0720

Phone: (575) 748-1283 Fax: (575) 748-9720

1000 Rio Brazos Road, Aztec, NM 87410

District I

District II

District III

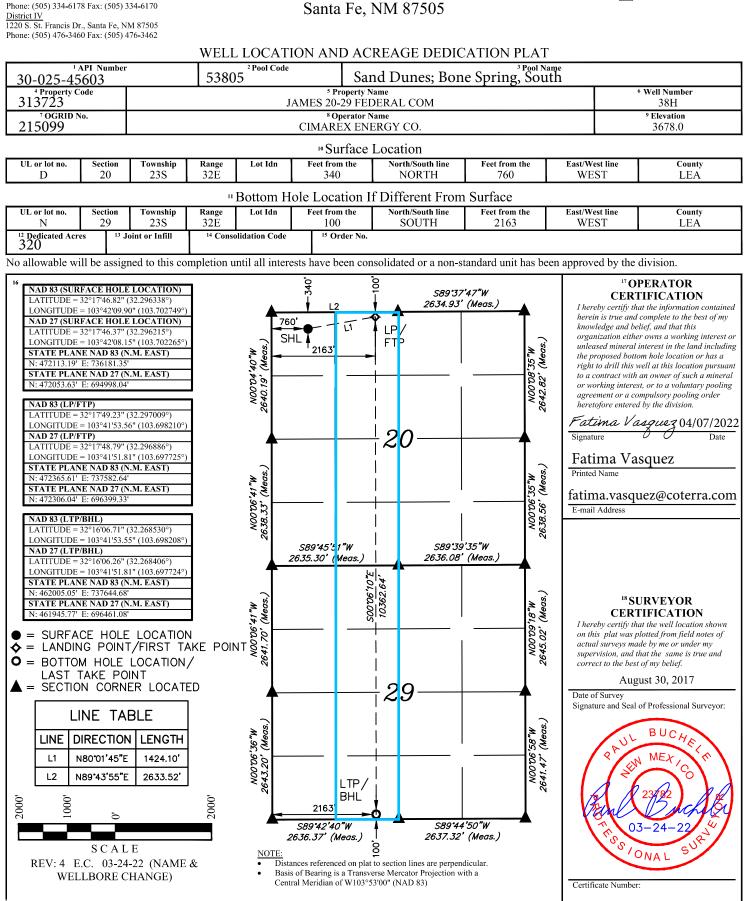
Energy, Minerals & Natural Resources Department

OIL CONSERVATION DIVISION

1220 South St. Francis Dr.

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

X AMENDED REPORT



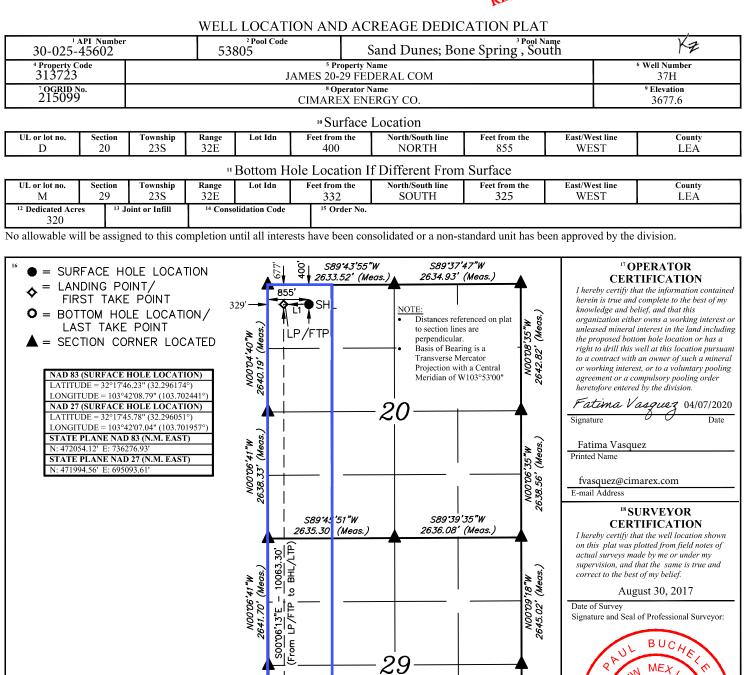
#### Reteased to Imaging: 1/30/2023 8:11:02 AM

District I 1625 N. French Dr., Hobbs, NM 88240 Phone: (575) 393-6161 Fax: (575) 393-0720 District II 811 S. First St., 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 Dr., 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 Dr. Santa Fe, NM 87505 0417/2020 0417/2020

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

AMENDED REPORT



LINE TABLE

LENGTH

525.34'

S89'44'50"W

2637.32' (Meas.)

DIRECTION

S89'43'33"W

LNE

L1

S89\*42<sup>'</sup>40"W 2636.37' (Meas.,

BHL

N00°06'58"W 2641.47' (Meas.)

06 - 25

ONAL

S

Certificate Number:

-19

SCALE

REV: 3 06-25-19 J.N.

(WELL BORE CHANGE)

2000

000

N00°06'36"W 2643.20' (Meas.)

332'

2000'

325

<u>District I</u> 1625 N. French Dr., Hobbs, NM 88240 Phone: (575) 393-6161 Fax: (575) 393-0720 District II 811 S. First St., 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 Dr., 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 Dr. Santa Fe, NM 87505

AMENDED REPORT

#### WELL LOCATION AND ACREAGE DEDICATION PLAT <sup>1</sup> API Number 30-025-45604 <sup>2</sup> Pool Code Sand Dunes; Bone Spring, South 53805 <sup>4</sup>Property Code 313723 <sup>5</sup> Property Name JAMES 20-29 FEDERAL COM Well Number 39H 215099 <sup>8</sup> Operator Name CIMAREX ENERGY CO Elevation 3677.8 <sup>10</sup> Surface Location Lot Idn East/West lir UL or lot no. Feet from the Township Range North/South Feet from the County Sectio D 20 23S 32E 340 NORTH 740 WEST LEA "Bottom Hole Location If Different From Surface orth/South line SOUTH Range 32E County LEA ectio 29 r lof Lot Idn from th et from East/West lin 23S 100 770 WEST Μ Dedicated Acres Joint or Infill 14 C 15 Order No 320 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. See Detail "A" <sup>17</sup> OPERATOR 340 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 owneas of such a mineral NAD 83 (SURFACE HOLE LOCATION) NAD 35 (SURFACE HOLE LOCATION) LATITUDE = 32°17'46.82" (32.296338°) LONGITUDE = 103°42'10.13" (103.702814°) NAD 27 (SURFACE HOLE LOCATION) LATITUDE = 32°17'46.37" (32.296215°) LONGITUDE = 103°42'08.39" (103.702329°) 1 40' SHL '35 "W (Meas.) N00°04°40°W 2640.19' (Meas. STATE PLANE NAD 83 (N.M. EAST) right to an in this were at this location parsaan 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. N: 472113.13' E: 736161.42' STATE PLANE NAD 27 (N.M. EAST) . NOO °08') 2642.82' ( 472053.57' E: 694978.11 I Fatima Vasquez 04/07/2022 Signature Date I NAD 83 (LP/FTP) LATITUDE = 32°17'49.19" (32.296998°) LONGITUDE = 103°42'09.78" (103.702717°) 20 Fatima Vasquez **NAD 27 (LP/FTP)** LATITUDE = 32°17'48.75" (32.296874°) T Printed Name 1 N00°06'35"W 2638.56' (Meas.) (Meas.) LONGITUDE = 103°42'08.04" (103.702233°) N00°06'41"W 2638.33' (Meas. STATE PLANE NAD 83 (N.M. EAST) fatima.vasquez@coterra.com E-mail Address STATE PLANE NAD 27 (N.M. EAST) 3.68' E: 695006.64 NAD 83 (LTP/BHL) LATITUDE = 32°16'06.66" (32.268517°) LONGITUDE = 103°42'09.77" (103.702713°) S89°4.<mark>'</mark>'51"W 2635.30 (Meas. S89'39'35"W 2636.08' (Meas. 10"<u>F</u> 14' NAD 27 (LTP/BHL) LATITUDE = 32°16'06.22" (32.268394°) LONGITUDE = 103°42'08.03" (103.702230°) <u>500°06'1</u> 10363.1 (Meas.) 9\*18"W ' (Meas., N00°06'41"W 2641.70' (Meas **STATE PLANE NAD 83 (N.M. EAST)** N: 461992.19' E: 736251.99' **STATE PLANE NAD 27 (N.M. EAST)** N00°09'1 2645.02' | N: 461932.91' E: 695068.39 SURFACE HOLE LOCATION LANDING POINT/FIRST TAKE POINT = 29 = BOTTOM HOLE LOCATION/ 0 = AST TAKE POINT (Meas.) N00°06'58"W 2641.47' (Meas., ,₹ SECTION CORNER LOCATED je B N00°06'3 2643.20' ( NOTE Distances referenced on plat to section lines are Distances referenced on plat to section inte-perpendicular. Basis of Bearing is a Transverse Mercator Projection with a Central Meridian of W103°53'00" (NAD 83) I TP BHI <sup>18</sup>SURVEYOR CERTIFICATION S89°42'40"W 2636.37' (Meas.) 589\*44'50"W 2637.32' (Meas.) 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. LINE TABLE 0 LINE DIRECTION LENGTH 241.85' N07°00'51"E August 30, 2017 L1 Date of Survey L2 S89\*43'55"W 2633.52' <u>Detail</u> "A No Scale Signature and Seal of Professional Surveyor: Section line BUCHE 10 <u>1</u>0

0.3

Certificate Number

ONAL

000

SCALE REV: 4 E.C. 03-24-22 (NAME & WELLBORE CHANGE)

2000

770

340'

SHL

740

ΙP FTP

#### Federal Communitization Agreement

Contract No.

THIS AGREEMENT entered into as of the 1st day of November, 2022, by and between the parties subscribing, ratifying, or consenting hereto, such parties being hereinafter referred to as "parties hereto."

#### WITNESSETH:

WHEREAS, the Act of February 25, 1920 (41 Stat. 437), as amended and supplemented, authorizes communitization or drilling agreements communitizing or pooling a Federal oil and gas lease, or any portion thereof, with other lands, whether or not owned by the United States, when separate tracts under such Federal lease cannot be independently developed and operated in conformity with an established well-spacing program for the field or area and such communitization or pooling is determined to be in the public interest; and

WHEREAS, the parties hereto own working, royalty or other leasehold interests, or operating rights under the oil and gas leases and lands subject to this agreement which cannot be independently developed and operated in conformity with the well-spacing program established for the field or area in which said lands are located; and

WHEREAS, the parties hereto desire to communitize and pool their respective mineral interests in lands subject to this agreement for the purpose of developing and producing communitized substances in accordance with the terms and conditions of this agreement:

NOW, THEREFORE, in consideration of the premises and the mutual advantages to the parties hereto, it is mutually covenanted and agreed by and between the parties hereto as follows:

1. The lands covered by this agreement (hereinafter referred to as "communitized area") are described as follows:

Township 23 South, Range 32 East, N.M.P.M. Section 20: E/2W/2 Section 29: E/2W/2 Lea County, New Mexico

Containing **320.00 acres**, and this agreement shall include only the **Bone Spring Formation** underlying said lands and the natural gas and associated liquid hydrocarbons hereafter referred to as "communitized substances," producible from such formation(s). 2. Attached hereto, and made a part of this agreement for all purposes is Exhibit "A", a plat designating the communitized area and, Exhibit "B", designating the operator of the communitized area and showing the acreage, percentage and ownership of oil and gas interests in all lands within the communitized area, and the authorization, if any, for communitizing or pooling any patented or fee lands within the communitized area.

- 3. The Operator of the communitized area shall be Cimarex Energy Co., 600 N. Marienfeld, Ste. 600, Midland, TX 79701. All matters of operations shall be governed by the operator under and pursuant to the terms and provisions of this agreement. A successor operator may be designated by the owners of the working interest in the communitized area and four (4) executed copies of a designation of successor operator shall be filed with the Authorized Officer.
- 4. Operator shall furnish the Secretary of the Interior, or his authorized representative, with a log and history of any well drilled on the communitized area, monthly reports of operations, statements of oil and gas sales and royalties and such other reports as are deemed necessary to compute monthly the royalty due the United States, as specified in the applicable oil and gas operating regulations.
- 5. The communitized area shall be developed and operated as an entirety, with the understanding and agreement between the parties hereto that all communitized substances produced there from shall be allocated among the leaseholds comprising said area in the proportion that the acreage interest of each leasehold bears to the entire acreage interest committed to this agreement.

The communitized area approved in this Agreement contains unleased Federal lands. The value of 12<sup>1</sup>/<sub>2</sub> percent for the Federal lands, of the production that would be allocated to such Federal lands, described above, is such lands were leased, committed and entitle to participation, shall be payable as compensatory royalties to the Federal government. Parties to the Agreement holding working interest in committed leases within the applicable communitized area are responsible for such royalty payments on the volume of the production reallocated from the unleased Federal lands to their communitized tracts as set forth in Exhibit "B" attached hereto. The value of such production subject to the payment of said royalties shall be determined pursuant to the method set forth in 30 CFR Part 1206 for the unleased Federal lands. Payment of compensatory royalties on the production reallocated from the unleased Federal lands to the committed tracts within the communitized area shall fulfill the Federal royalty obligation for such production. Payment of compensatory royalties, as provided herein, shall accrue from the last day of the calendar month next following the calendar month of actual production. Payment due under this provision shall end when the Federal tract is leased or when production of communitized substances ceases within the communitized area and the Communitization Agreement is terminated, whichever occurs first.

Any party acquiring a Federal lease of the unleased Federal lands included in the communitized area established hereunder, will be subject to this Agreement as of the effective date of the Federal leases to said party (ies). Upon issuance of the Federal lease and payment of its proportionate cost of the well, including drilling, completing and equipping the well, the acquiring party (ies) shall own the working interest described in the Tract, as described on Exhibit "B", and shall have the rights and obligations of said working interest as to the effective date of the Federal Lease.

- 6. The royalties payable on communitized substances allocated to the individual leases comprising the communitized area and the rentals provided for in said leases shall be determined and paid on the basis prescribed in each of the individual leases. Payments of rentals under the terms of leases subject to this agreement shall not be affected by this agreement except as provided for under the terms and provisions of said leases or as may herein be otherwise provided. Except as herein modified and changed, the oil and gas leases subject to this agreement shall remain in full force and effect as originally made and issued. It is agreed that for any Federal lease bearing a sliding- or step-scale rate of royalty, such rate shall be determined separately as to production from each communitization agreement to which such lease may be committed, and separately as to any noncommunitized lease production, provided, however, as to leases where the rate of royalty for gas is based on total lease production per day, such rate shall be determined by the sum of all communitized production allocated to such a lease plus any noncommunitized lease production.
- 7. There shall be no obligation on the lessees to offset any well or wells completed in the same formation as covered by this agreement on separate component tracts into which the communitized area is now or may hereafter be divided, nor shall any lessee be required to measure separately communitized substances by reason of the diverse ownership thereof, but the lessees hereto shall not be released from their obligation to protect said communitized area from drainage of communitized substances by a well or wells which may be drilled offsetting said area.
- 8. The commencement, completion, continued operation, or production of a well or wells for communitized substances on the communitized area shall be construed and considered as the commencement, completion, continued operation, or production on each and all of the lands within and comprising said communitized area, and operations or production pursuant to this agreement shall be deemed to be operations or production as to each lease committed hereto.
- 9. Production of communitized substances and disposal thereof shall be in conformity with allocation, allotments, and quotas made or fixed by any duly authorized person or regulatory body under applicable Federal or State statutes. This agreement shall be subject to all applicable Federal and State laws or executive orders, rules and regulations, and no party hereto shall suffer a forfeiture or be liable in damages for failure to comply with any of the provisions of this agreement if such compliance

is prevented by, or if such failure results from, compliance with any such laws, orders, rules or regulations.

- 10. The date of this agreement is October 1, 2020, and it shall become effective as of this date or from the onset of production of communitized substances, whichever is earlier upon execution by the necessary parties, notwithstanding the date of execution, and upon approval by the Secretary of the Interior or by his duly authorized representative, and shall remain in force and effect for a period of 2 years and for as long as communitized substances are, or can be, produced from the communitized area in paying quantities: Provided, that prior to production in paying quantities from the communitized area and upon fulfillment of all requirements of the Secretary of the Interior, or his duly authorized representative, with respect to any dry hole or abandoned well, this agreement may be terminated at any time by mutual agreement of the parties hereto. This agreement shall not terminate upon cessation of production if, within 60 days thereafter, reworking or drilling operations on the communitized area are commenced and are thereafter conducted with reasonable diligence during the period of nonproduction. The 2year term of this agreement will not in itself serve to extend the term of any Federal lease which would otherwise expire during said period.
- 11. The covenants herein shall be construed to be covenants running with the land with respect to the communitized interests of the parties hereto and their successors in interests until this agreement terminates and any grant, transfer, or conveyance of any such land or interest subject hereto, whether voluntary or not, shall be and hereby is conditioned upon the assumption of all obligations hereunder by the grantee, transferee, or other successor in interest, and as to Federal land shall be subject to approval by the Secretary of the Interior, or his duly authorized representative.
- 12. It is agreed between the parties hereto that the Secretary of the Interior, or his duly authorized representative, shall have the right of supervision over all Fee and State mineral operations within the communitized area to the extent necessary to monitor production and measurement, and assure that no avoidable loss of hydrocarbons occur in which the United States has an interest pursuant to applicable oil and gas regulations of the Department of the Interior relating to such production and measurement.
- 13. This agreement shall be binding upon the parties hereto and shall extend to and be binding upon their respective heirs, executors, administrators, successors, and assigns.
- 14. This agreement may be executed in any number of counterparts, no one of which needs to be executed by all parties, or may be ratified or consented to by separate instrument, in writing, specifically referring hereto, and shall be binding upon all

parties who have executed such a counterpart, ratification or consent hereto with the same force and effect as if all parties had signed the same document.

15. Nondiscrimination. In connection with the performance of work under this agreement, the operator agrees to comply with all the provisions of Section 202(1) to (7) inclusive, of Executive Order 11246 (30F.R. 12319), as amended, which are hereby incorporated by reference in this agreement.

IN WITNESS WHEREOF, the parties hereto have executed this agreement as of the day and year first above written and have set opposite their respective names the date of execution.

#### **Cimarex Energy Co., OPERATOR**

Date

By:\_\_\_\_\_ Bradley Cantrell, Attorney-in-Fact

# ACKNOWLEDGEMENT

STATE OF\_\_\_\_\_) ) ss. COUNTY OF\_\_\_\_\_)

On this\_\_\_\_\_day of \_\_\_\_\_\_, 2022, before me, a Notary Public for the State of Texas, personally appeared Bradley Cantrell, known to me to be the Attorney-In-Fact of Cimarex Energy Co., a Delaware corporation that executed the foregoing instrument and acknowledged to me such corporation executed the same.

(SEAL)

My Commission Expires

Notary Public

#### WORKING INTEREST OWNERS

Cimarex Energy Co.

Date

By: \_\_\_\_\_

Bradley Cantrell, Attorney-In-Fact

#### ACKNOWLEDGEMENT

STATE OF TEXAS ) ) ss. COUNTY OF MIDLAND )

On this\_\_\_\_\_day of \_\_\_\_\_\_, 2022, before me, a Notary Public for the State of Texas personally appeared Bradley Cantrell, known to me to be the Attorney-in-Fact of Cimarex Energy Co., a Delaware corporation that executed the foregoing instrument and acknowledged to me such corporation executed the same.

(SEAL)

My Commission Expires

Notary Public

#### WORKING INTEREST OWNERS

#### Ball Oil & Gas, LLC

Date

By: \_\_\_\_\_

Print Name:

# ACKNOWLEDGEMENT

On this\_\_\_\_\_day of \_\_\_\_\_\_, 2022, before me, a Notary Public for the State of \_\_\_\_\_ personally appeared \_\_\_\_\_\_, known to me to be the \_\_\_\_\_\_ of \_\_\_\_\_\_, a \_\_\_\_\_ corporation that executed the foregoing instrument and acknowledged to me such corporation executed the same.

(SEAL)

My Commission Expires

Notary Public

#### WORKING INTEREST OWNERS

Capitan Mountain Oil & Gas, LLC

Date

By: \_\_\_\_\_

Print Name:

# ACKNOWLEDGEMENT

On this\_\_\_\_\_day of \_\_\_\_\_\_, 2022, before me, a Notary Public for the State of \_\_\_\_\_\_personally appeared \_\_\_\_\_\_, known to me to be the \_\_\_\_\_\_ of \_\_\_\_\_, a \_\_\_\_ corporation that executed the foregoing instrument and acknowledged to me such corporation executed the same.

(SEAL)

My Commission Expires

Notary Public

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# WORKING INTEREST OWNERS

	Gerald Childress and wife, Martha G. Childress		
Date	By: Print Name:		
Date	By: Print Name:		
ACKNOWLEDGEMENT			
State of ) ) ss.			
County of )			
This instrument was acknowledged	before me on		
	by		
(Seal, if any)			

My Commission Expires

Notary Public

# ACKNOWLEDGEMENT

State of \_\_\_\_\_ )

) ss.

County of \_\_\_\_\_ )

This instrument was acknowledged before me on

\_\_\_\_\_by \_\_\_\_\_

(Seal, if any)

My Commission Expires

Notary Public

.

# WORKING INTEREST OWNERS

Larry G. Engwall and wife, Brenda J. Bryant

	E	3y:	
Date		Print Name:	
	F	3y:	
Date		Print Name:	
	ACKNOWLED	GEMENT	
State of	)		
	) ss.		
County of	)		
This instrument v	was acknowledged before n	ne on	, 2022
by			
(Seal, if any)			
My Commission Exp	pires	Notary Public	

# ACKNOWLEDGEMENT

State of \_\_\_\_\_ ) ) ss.

,

County of \_\_\_\_\_ )

This instrument was acknowledged before me on \_\_\_\_\_, 2022

by \_\_\_\_\_\_.

(Seal, if any)

My Commission Expires

Notary Public

.

#### WORKING INTEREST OWNERS

#### Steven Engwall

	By:
Date	Print Name:
	ACKNOWLEDGEMENT
State of	_ )
	) ss.
County of	_)
This instrument	was acknowledged before me on, 2022
by	
(Seal, if any)	

My Commission Expires

Notary Public

.

#### WORKING INTEREST OWNERS

	Robert J. Gallivan, Jr. and wife, Barbara Gallivan
Date	By: Print Name:
Date	By: Print Name:
State of )	ACKNOWLEDGEMENT
) ss.	
County of )	
This instrument was ackn	nowledged before me on, 2022
by	·
(Seal, if any)	
My Commission Expires	Notary Public

#### ACKNOWLEDGEMENT

State of \_\_\_\_\_ ) ) ) ss.

County of \_\_\_\_\_ )

This instrument was acknowledged before me on \_\_\_\_\_, 2022

by \_\_\_\_\_\_.

(Seal, if any)

My Commission Expires

Notary Public

.

#### WORKING INTEREST OWNERS

	Patrick J. F. Gratton and wife, Jean M. Gratton	
	By:	
Date	Print Name:	
	By:	
Date	Print Name:	
ACH	KNOWLEDGEMENT	
State of )		
) ss.		
County of )		
This instrument was acknowle	edged before me on, 2	2022
by		
(Seal, if any)		
My Commission Expires	Notary Public	

#### ACKNOWLEDGEMENT

State of \_\_\_\_\_ )

) ss.

County of \_\_\_\_\_ )

This instrument was acknowledged before me on \_\_\_\_\_, 2022

by \_\_\_\_\_.

(Seal, if any)

My Commission Expires

Notary Public

Tara N. Fedric, Trustee of the Tara N. Fedric Living Trust

Date

By: \_\_\_\_\_

Print Name:

#### ACKNOWLEDGEMENT

STATE OF TEXAS ) ) ss. COUNTY OF\_\_\_\_\_)

On this \_\_\_\_\_day of \_\_\_\_\_\_, 2022, before me, a Notary Public for the State of \_\_\_\_\_\_\_\_, known to me to be the \_\_\_\_\_\_\_\_ of \_\_\_\_\_\_\_, a \_\_\_\_\_\_\_, corporation that executed the foregoing instrument and acknowledged to me such corporation executed the same.

(SEAL)

My Commission Expires

Notary Public

Communitization Agreement – James 20-29 Fed Com 38H E/2W/2 of Sections 20 and 29, Township 23 South, Range 32 East, N.M.P.M., Lea County, New Mexico

#### Centennial LLC

Date

By: \_\_\_\_\_

Print Name:

#### ACKNOWLEDGEMENT

STATE OF TEXAS ) ) ss.

) ss. ) ss. )

On this\_\_\_\_\_day of \_\_\_\_\_\_, 2022, before me, a Notary Public for the State of \_\_\_\_\_\_\_ personally appeared \_\_\_\_\_\_\_, known to me to be the \_\_\_\_\_\_\_ of \_\_\_\_\_\_, a \_\_\_\_\_\_ corporation that executed the foregoing instrument and acknowledged to me such corporation executed the same.

(SEAL)

My Commission Expires

Notary Public

.

#### WORKING INTEREST OWNERS

Earl A. Latimer, III, and wife, Kathryn S. Latimer

	B	y:	
Date		Print Name:	
	В	y:	
Date		Print Name:	
	ACKNOWLED	GEMENT	
State of	)		
	) ss.		
County of	)		
This instrument w	was acknowledged before m	e on	, 2022
by			
(Seal, if any)			
My Commission Exp	pires	Notary Public	

#### ACKNOWLEDGEMENT

State of \_\_\_\_\_ )

) ss.

County of \_\_\_\_\_ )

This instrument was acknowledged before me on \_\_\_\_\_, 2022

by \_\_\_\_\_.

(Seal, if any)

My Commission Expires

Notary Public

Marker Petroleum, Inc.

Date

By: \_\_\_\_\_

Print Name:

#### ACKNOWLEDGEMENT

STATE OF TEXAS ) ) ss.

) ss. ) ss. )

On this\_\_\_\_\_day of \_\_\_\_\_\_, 2022, before me, a Notary Public for the State of \_\_\_\_\_\_\_, known to me to be the \_\_\_\_\_\_\_ of \_\_\_\_\_\_, a \_\_\_\_\_\_, a \_\_\_\_\_\_, corporation that executed the foregoing instrument and acknowledged to me such corporation executed the same.

(SEAL)

My Commission Expires

Notary Public

Communitization Agreement – James 20-29 Fed Com 38H E/2W/2 of Sections 20 and 29, Township 23 South, Range 32 East, N.M.P.M., Lea County, New Mexico

Calvin R. Kimbrough, Trustee of the Ann Kimbrough Revocable Trust Share of The Calvin and Ann Kimbrough Revocable Trust

Date

By: \_\_\_\_\_

Print Name:

#### ACKNOWLEDGEMENT

STATE OF TEXAS ) ) ss. COUNTY OF\_\_\_\_\_)

On this \_\_\_\_\_day of \_\_\_\_\_\_, 2022, before me, a Notary Public for the State of \_\_\_\_\_\_\_ personally appeared \_\_\_\_\_\_\_, known to me to be the \_\_\_\_\_\_\_ of \_\_\_\_\_\_, a \_\_\_\_\_\_ corporation that executed the foregoing instrument and acknowledged to me such corporation executed the same.

(SEAL)

My Commission Expires

Notary Public

Communitization Agreement – James 20-29 Fed Com 38H E/2W/2 of Sections 20 and 29, Township 23 South, Range 32 East, N.M.P.M., Lea County, New Mexico

Har-Vest LLC

Date

By: \_\_\_\_\_

Print Name:

#### ACKNOWLEDGEMENT

STATE OF TEXAS ) ) ss. COUNTY OF\_\_\_\_\_)

On this\_\_\_\_\_day of \_\_\_\_\_\_, 2022, before me, a Notary Public for the State of \_\_\_\_\_\_\_, known to me to be the \_\_\_\_\_\_\_ of \_\_\_\_\_\_, a \_\_\_\_\_\_, corporation that executed the foregoing instrument and acknowledged to me such corporation executed the same.

(SEAL)

My Commission Expires

Notary Public

Communitization Agreement – James 20-29 Fed Com 38H E/2W/2 of Sections 20 and 29, Township 23 South, Range 32 East, N.M.P.M., Lea County, New Mexico

.

#### WORKING INTEREST OWNERS

#### Kerry D. Hunter

	By:
Date	Print Name:
	ACKNOWLEDGEMENT
State of	_ )
	) ss.
County of	_ )
This instrument	was acknowledged before me on, 2022
by	
(Seal, if any)	

My Commission Expires

Notary Public

J4 Family Limited Partnership

Date

By: \_\_\_\_\_

Print Name:

#### ACKNOWLEDGEMENT

STATE OF TEXAS ) ) ss.

) ss. ) ss. )

On this\_\_\_\_\_day of \_\_\_\_\_\_, 2022, before me, a Notary Public for the State of \_\_\_\_\_\_\_, known to me to be the \_\_\_\_\_\_\_ of \_\_\_\_\_\_, a \_\_\_\_\_\_, a \_\_\_\_\_\_, corporation that executed the foregoing instrument and acknowledged to me such corporation executed the same.

(SEAL)

My Commission Expires

Notary Public

Communitization Agreement – James 20-29 Fed Com 38H E/2W/2 of Sections 20 and 29, Township 23 South, Range 32 East, N.M.P.M., Lea County, New Mexico

(SEAL)

My Commission Expires

Notary Public

#### ACKNOWLEDGEMENT

STATE OF TEXAS )
)
COUNTY OF\_\_\_\_\_) ) ss.

On this\_\_\_\_\_day of \_\_\_\_\_\_, 2022, before me, a Notary Public for the State of \_\_\_\_\_ personally appeared \_\_\_\_\_\_, known to me to be the \_\_\_\_\_\_ of \_\_\_\_\_\_, a \_\_\_\_\_ corporation that executed the foregoing instrument and acknowledged to me such corporation executed the same.

(SEAL)

My Commission Expires

Notary Public

Tumbler Energy Partners, LLC

Date

By: \_\_\_\_\_

Print Name:

#### ACKNOWLEDGEMENT

STATE OF TEXAS ) ) ss.

) ss. ) ss. )

On this\_\_\_\_\_day of \_\_\_\_\_\_, 2022, before me, a Notary Public for the State of \_\_\_\_\_\_\_, known to me to be the \_\_\_\_\_\_\_ of \_\_\_\_\_\_, a \_\_\_\_\_\_, a \_\_\_\_\_\_, corporation that executed the foregoing instrument and acknowledged to me such corporation executed the same.

(SEAL)

My Commission Expires

Notary Public

Communitization Agreement – James 20-29 Fed Com 38H E/2W/2 of Sections 20 and 29, Township 23 South, Range 32 East, N.M.P.M., Lea County, New Mexico

Harvard Petroleum Company, LLC

Date

By: \_\_\_\_\_

Print Name:

#### ACKNOWLEDGEMENT

STATE OF TEXAS )

) ss. ) ss. )

On this\_\_\_\_\_day of \_\_\_\_\_\_, 2022, before me, a Notary Public for the State of \_\_\_\_\_\_\_, known to me to be the \_\_\_\_\_\_\_ of \_\_\_\_\_\_, a \_\_\_\_\_\_, a \_\_\_\_\_\_, corporation that executed the foregoing instrument and acknowledged to me such corporation executed the same.

(SEAL)

My Commission Expires

Notary Public

EOG Resources, Inc.

Date

By: \_\_\_\_\_

Print Name:

#### ACKNOWLEDGEMENT

STATE OF TEXAS ) ) ss.

) ss. ) ss. )

On this\_\_\_\_\_day of \_\_\_\_\_\_, 2022, before me, a Notary Public for the State of \_\_\_\_\_\_\_, known to me to be the \_\_\_\_\_\_\_ of \_\_\_\_\_\_, a \_\_\_\_\_\_, a \_\_\_\_\_\_, corporation that executed the foregoing instrument and acknowledged to me such corporation executed the same.

(SEAL)

My Commission Expires

Notary Public

Communitization Agreement – James 20-29 Fed Com 38H E/2W/2 of Sections 20 and 29, Township 23 South, Range 32 East, N.M.P.M., Lea County, New Mexico

Devon Energy Production Company, LP

Date

By: \_\_\_\_\_

Print Name:

#### ACKNOWLEDGEMENT

STATE OF TEXAS )

) ss. ) ) )

On this\_\_\_\_\_day of \_\_\_\_\_\_, 2022, before me, a Notary Public for the State of \_\_\_\_\_\_\_ personally appeared \_\_\_\_\_\_\_, known to me to be the \_\_\_\_\_\_\_ of \_\_\_\_\_\_, a \_\_\_\_\_\_ corporation that executed the foregoing instrument and acknowledged to me such corporation executed the same.

(SEAL)

My Commission Expires

Notary Public

Mavros Oil Company, LLC

Date

By: \_\_\_\_\_

Print Name:

#### ACKNOWLEDGEMENT

STATE OF TEXAS )

) ss. ) ss. )

On this\_\_\_\_\_day of \_\_\_\_\_\_, 2022, before me, a Notary Public for the State of \_\_\_\_\_\_\_, known to me to be the \_\_\_\_\_\_\_ of \_\_\_\_\_\_, a \_\_\_\_\_\_, a \_\_\_\_\_\_, corporation that executed the foregoing instrument and acknowledged to me such corporation executed the same.

(SEAL)

My Commission Expires

Notary Public

TBO Oil & Gas, LLC

Date

By: \_\_\_\_\_

Print Name:

#### ACKNOWLEDGEMENT

STATE OF TEXAS ) ) ss.

) ss. ) ss. )

On this\_\_\_\_\_day of \_\_\_\_\_\_, 2022, before me, a Notary Public for the State of \_\_\_\_\_\_\_, known to me to be the \_\_\_\_\_\_\_ of \_\_\_\_\_\_, a \_\_\_\_\_\_, a \_\_\_\_\_\_, corporation that executed the foregoing instrument and acknowledged to me such corporation executed the same.

(SEAL)

My Commission Expires

Notary Public

Communitization Agreement – James 20-29 Fed Com 38H E/2W/2 of Sections 20 and 29, Township 23 South, Range 32 East, N.M.P.M., Lea County, New Mexico

Crump Family Partnership, Ltd.

Date

By: \_\_\_\_\_

Print Name:

#### ACKNOWLEDGEMENT

STATE OF TEXAS )

) ss. ) ss. )

On this\_\_\_\_\_day of \_\_\_\_\_\_, 2022, before me, a Notary Public for the State of \_\_\_\_\_\_\_ personally appeared \_\_\_\_\_\_\_, known to me to be the \_\_\_\_\_\_\_ of \_\_\_\_\_\_, a \_\_\_\_\_\_ corporation that executed the foregoing instrument and acknowledged to me such corporation executed the same.

(SEAL)

My Commission Expires

Notary Public

Tarpon Engineering Corp.

Date

By: \_\_\_\_\_

Print Name:

#### ACKNOWLEDGEMENT

STATE OF TEXAS )

) ss. ) ss. )

On this\_\_\_\_\_day of \_\_\_\_\_\_, 2022, before me, a Notary Public for the State of \_\_\_\_\_\_\_, known to me to be the \_\_\_\_\_\_\_ of \_\_\_\_\_\_, a \_\_\_\_\_\_, a \_\_\_\_\_\_, corporation that executed the foregoing instrument and acknowledged to me such corporation executed the same.

(SEAL)

My Commission Expires

Notary Public

Warren Ventures, Ltd.

Date

By: \_\_\_\_\_

Print Name:

#### ACKNOWLEDGEMENT

STATE OF TEXAS ) ) ss.

) ss. ) ss. )

On this\_\_\_\_\_day of \_\_\_\_\_\_, 2022, before me, a Notary Public for the State of \_\_\_\_\_\_\_, known to me to be the \_\_\_\_\_\_\_ of \_\_\_\_\_\_, a \_\_\_\_\_\_, a \_\_\_\_\_\_, corporation that executed the foregoing instrument and acknowledged to me such corporation executed the same.

(SEAL)

My Commission Expires

Notary Public

Communitization Agreement – James 20-29 Fed Com 38H E/2W/2 of Sections 20 and 29, Township 23 South, Range 32 East, N.M.P.M., Lea County, New Mexico

CD Ray Exploration, LLC

Date

By: \_\_\_\_\_

Print Name:

#### ACKNOWLEDGEMENT

STATE OF TEXAS ) ) ss.

) ss. ) ss. )

On this\_\_\_\_\_day of \_\_\_\_\_\_, 2022, before me, a Notary Public for the State of \_\_\_\_\_\_\_, known to me to be the \_\_\_\_\_\_\_ of \_\_\_\_\_\_, a \_\_\_\_\_\_, a \_\_\_\_\_\_, corporation that executed the foregoing instrument and acknowledged to me such corporation executed the same.

(SEAL)

My Commission Expires

Notary Public

Communitization Agreement – James 20-29 Fed Com 38H E/2W/2 of Sections 20 and 29, Township 23 South, Range 32 East, N.M.P.M., Lea County, New Mexico

Stillwater Investments

Date

By: \_\_\_\_\_

Print Name:

#### ACKNOWLEDGEMENT

STATE OF TEXAS ) ) ss.

) ss. ) ss. )

On this\_\_\_\_\_day of \_\_\_\_\_\_, 2022, before me, a Notary Public for the State of \_\_\_\_\_\_\_, known to me to be the \_\_\_\_\_\_\_ of \_\_\_\_\_\_, a \_\_\_\_\_\_, a \_\_\_\_\_\_, corporation that executed the foregoing instrument and acknowledged to me such corporation executed the same.

(SEAL)

My Commission Expires

Notary Public

Communitization Agreement – James 20-29 Fed Com 38H E/2W/2 of Sections 20 and 29, Township 23 South, Range 32 East, N.M.P.M., Lea County, New Mexico

#### **RECORD TITLE OWNERS**

Occidental Permian Limited Partnership

Date

By: \_\_\_\_\_

Print Name:

#### ACKNOWLEDGEMENT

STATE OF TEXAS ) ) ss.

) ss. ) ss. )

On this \_\_\_\_\_day of \_\_\_\_\_\_, 2022, before me, a Notary Public for the State of \_\_\_\_\_\_\_, known to me to be the \_\_\_\_\_\_\_ of \_\_\_\_\_\_, a \_\_\_\_\_\_, a \_\_\_\_\_\_, corporation that executed the foregoing instrument and acknowledged to me such corporation executed the same.

(SEAL)

My Commission Expires

Notary Public

#### **RECORD TITLE OWNERS**

CD Ray Exploration, LLC

Date

By: \_\_\_\_\_

Print Name:

#### ACKNOWLEDGEMENT

STATE OF TEXAS )

) ss. ) ss. )

On this\_\_\_\_\_day of \_\_\_\_\_\_, 2022, before me, a Notary Public for the State of \_\_\_\_\_\_\_, known to me to be the \_\_\_\_\_\_\_ of \_\_\_\_\_\_, a \_\_\_\_\_\_, a \_\_\_\_\_\_, corporation that executed the foregoing instrument and acknowledged to me such corporation executed the same.

(SEAL)

My Commission Expires

Notary Public

#### SELF CERTIFICATION STATEMENT FOR COMMUNITIZATION AGREEMENT WORKING INTEREST

#### COMMUNITIZATION AGREEMENT:

I, the undersigned, hereby certify, on behalf of Cimarex Energy Co., the Operator under the captioned Communitization Agreement, that all working interest owners shown on Exhibit "B" attached to the Communitization Agreement are, to the best of my knowledge, the true and correct owners of the leases committed to the Communitization Agreement, and the consents of the requisite working interest owners have been obtained.

I, further certify that the Communitization Agreement follows the standard form except for Sections 1 and 10.

NAME :	<pre>(signature of officer)</pre>
Printed: Bradley Cantrell	
TITLE: Attorney-In-Fact	
Phone number: <u>(432) 571-7807</u> , Email:	Brad.Cantrell@coterra.com

#### **EXHIBIT "A"**

Plat of communitized area covering 640.00 acres in the E/2W/2 Sections 20 and 29, Township 23 South, Range 32 East, N.M.P.M., Lea County, New Mexico.

Tract 1 NMNM 0559539	20
Tract 1 NMNM 0559539	
Tract 1 NMNM 0559539	
Tract 2 NMNM 116573	
Tract 1 NMNM 0559539	29
Tract 1 NMNM 0559539	
Tract 1 NMNM 0559539	
Tract 1 NMNM 0559539	

#### James 20-29 Federal Com 38H

## Tract 1:NW/4 & NE/4SW/4 of Section 20E/2W/2 of Section 29Tract 2:SE/4SW/4 of Section 20

#### EXHIBIT "B"

To Communitization Agreement Dated November 1, 2022 embracing the following described land in Sections 20 & 29, Township 23 South, Range 32 East, N.M.P.M, Lea County, NM.

Operator of Communitized Area: Cimarex Energy Co.

#### DESCRIPTION OF LEASES COMMITTED

#### Tract No. 1

Lease Serial Number:	NMNM 0559539
Lessor: Lessee:	United States of America Midwest Oil Corporation
Date:	April 1, 1966
Description of Land Committed:	Township 23 South, Range 32 East, Section 20: NW/4 and NE/4SW/4 Section 29: E/2W/2
Number of Acres:	280.00
Record Title Owner:	Occidental Permian L.P.
Name of Working Interest Owners: Ball Oil and Gas, LLC Capitan Mountain Oil & Gas, LLC Gerald Childress and wife, Martha G. Child Larry G. Engwall and wife, Brenda J. Bryan Steven Engwall Robert J. Gallivan, Jr. and wife, Barbara Ga Patrick J. F. Gratton and wife, Jean M. Gratt Tara N. Fedric, Trustee of the Tara N. Fedri Centennial LLC Earl A. Latimer III, and wife, Kathryn S. La Marker Petroleum, Inc. Calvin R. Kimbrough, Trustee of the Ann K Share of The Calvin and Ann Kimbrough Re Har-Vest LLC Kerry D. Hunter J4 Family Limited Partnership	tt 0.14786600% 0.14786600% 0.14786600% 0.31308800% ton 11.1175960% 0.23486400% 0.23486400% timer 0.46972600% 2.34863300%

H. Lee Harvard and Jeffery L. Harvard Co-Trustees	
of the H. Lee and Joanne W. Harvard Trust	1.19427900%
Tumbler Energy Partners, LLC	0.93926400%
Harvard Petroleum Company, LLC	9.76911700%
EOG Resources, Inc.	16.0427250%
Cimarex Energy Co.	53.5741520%

#### Tract No. 2

Lease Serial Number:	NMNM 116573
Lessor: Lessee:	United States of America Charles D. Ray
Date:	September 1, 2006
Description of Land Committed:	Township 23 South, Range 32 East, Section 20: SE/4SW/4
Number of Acres:	40.00
Record Title Owner:	CD Ray Exploration, LLC
Name of Working Interest Owners: Devon Energy Production Company, LP Mavros Oil Company, LLC	79.81250000 4.50000000
TBO Oil & Gas, LLC	0.18750000
Crump Family Partnership I td	3 75000000

TBO Oil & Gas, LLC Crump Family Partnership, Ltd. Tarpon Engineering Corp. Warren Ventures, Ltd. CD Ray Exploration, LLC Stillwater Investments 79.81250000%
4.5000000%
0.18750000%
3.7500000%
3.0000000%
5.7500000%
2.2500000%

#### **RECAPITULATION**

Tract No.	No. Acres Committed	Percentage of Interest in Communitized Area
1	280.00	87.50%
2	40.00	12.50%
	320.00	100.00%

RECEIVED:	REVIEW	ER:	TYPE:	APP NO:	
			ABOVE THIS TABLE FOR OCD DIVIS	ON USE ONLY	
	-	Geological &	<b>IL CONSERVA</b> & Engineering I is Drive, Santa	Bureau -	POPULATION WATER
	Α	DMINISTRATIV	/E APPLICATIO	N CHECKLIST	
	THIS CHECKLIST IS MANE	DATORY FOR ALL ADM		ONS FOR EXCEPTIONS 1	
					ID Number:
				API: 	Code:
-001.				F001	
SUBMIT AC	CURATE AND CO		NATION REQUIRE		THE TYPE OF APPLICATION
A. Loca B. Che [1]	APPLICATION: Che ation – Spacing U NSL eck one only for [ Commingling – St DHC C Injection – Dispos	nit – Simultaned NSP <sub>(PROJECT A</sub> I ] or [ II ] orage – Measu CTB DPLC	ous Dedication AREA) NSP Urement PC OL OCC	S OLM	SD ery <u>FOR OCD ONLY</u>
A C B F C A D N E N F S G F	ATION REQUIRED To Offset operators or Royalty, overriding Application require Iotification and/co Iotification and/co urface owner or all of the abov	r lease holders g royalty owner es published no or concurrent a or concurrent a e, proof of not	rs, revenue own otice approval by SLO approval by BLN	I	Notice Complete Application Content Complete
administr	ATION: I hereby co ative approval is nd that <b>no action</b>	accurate and	complete to the	e best of my kno	

Print or Type Name

B. Dostan

Date

Phone Number

Signature

e-mail Address

From:	McClure, Dean, EMNRD on behalf of Engineer, OCD, EMNRD
To:	Brittany Gordon
Cc:	McClure, Dean, EMNRD; Kautz, Paul, EMNRD; Wrinkle, Justin, EMNRD; Powell, Brandon, EMNRD; lisa@rwbyram.com; Paradis, Kyle O; Walls, Christopher
Subject:	Approved Administrative Order CTB-1080
Date:	Monday, January 30, 2023 8:01:59 AM
Attachments:	CTB1080 Order.pdf

NMOCD has issued Administrative Order CTB-1080 which authorizes Cimarex Energy Company (215099) to surface commingle or off-lease measure, as applicable, the following wells:

Well API	Well Name	UL or Q/Q	S-T-R	Pool
30-025-42222	James 19 Federal #31H	E/2 E/2	19-23S-32E	53805
30-025-45020	James 19 Federal #34H	W/2 E/2	19-23S-32E	53805
20.025.45(02	Jamas 20 Federal Com #2711	W/2 W/2	20-23S-32E	52905
30-025-45602	James 20 Federal Com #37H	W/2 W/2	29-23S-32E	53805
20.025.45(02	Lamor 20 Endered Come #2011	E/2 W/2	20-23S-32E	52905
30-025-45603	James 20 Federal Com #38H	E/2 W/2	29-23S-32E	53805
20.025.45(04	James 20 Federal Com #39H	W/2 W/2	20-23S-32E	52905
30-025-45604		W/2 W/2	29-23S-32E	53805

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. If you have any questions regarding this matter, please contact me.

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

From:	Brittany Gordon
То:	McClure, Dean, EMNRD
Cc:	Kanicia Schlichting
Subject:	[EXTERNAL] RE: surface commingling application CTB-1080
Date:	Wednesday, January 25, 2023 2:32:24 PM
Attachments:	Affidavit of Publication - James 19 20-29.msg
	BLM Sundry Report James 19 Fed 31H Acreage Change Approved.pdf

CAUTION: This email originated outside of our organization. Exercise caution prior to clicking on links or opening attachments.

Mr. McClure,

The central tank battery and gas sales meter are located in SE/4 SE/4 of Section 18. The first attachment is the email originally sent 11/28/2022 with the affidavit.

I've created a [C-103Z] Sub. General Sundry Action ID 179603, attached is the BLM approved sundry for the dedicated acreage correction that was not previously provided to the OCD.

I hope this is sufficient for your request. Thank you very much for your detailed response.

Brittany Gordon | Regulatory Analyst T: 432.620.1960 | Brittany.Gordon@coterra.com

From: McClure, Dean, EMNRD <Dean.McClure@emnrd.nm.gov>
Sent: Monday, January 23, 2023 12:28 PM
To: Brittany Gordon <Brittany.Gordon@coterra.com>
Subject: [EXTERNAL] surface commingling application CTB-1080

**WARNING:** This email originated from outside of Coterra Energy. Do not click links or open attachments unless you recognize the sender, are expecting the content and know it is safe.

Ms. Gordon,

I am reviewing surface commingling application CTB-1080 which involves a commingling project that includes the James 19 & 20 29 Central Tank Battery and is operated by Cimarex Energy Company (215099).

Please provide the quarter-quarter for the central tank battery and for the gas sales meter.

It looks likes public notice was conducted for this application; if so, please provide the affidavit of publication.

It appears that the following well is supposed to only be within the E/2 E/2 of section 19, but the OCD well details indicates that the HSU also includes the SE/4 SE/4 of section 18. Presuming that it is correct that the SE/4 SE/4 of section 18 should not be included, please submit a stand alone C-102 and send me the action ID once it is submitted.

Please note that failure to take steps to address each of the topics addressed in this email within 10 business days of receipt of this email may result in the Division rejecting the application requiring the submittal of a new application by the applicant once the topics have been fully addressed.

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

This message may contain confidential and/or privileged information. If you are not the addressee or authorized to receive this for the addressee, you must not use, copy, disclose or take any action based on this message or any information herein. If you have received this message in error, please advise the sender immediately by reply e-mail and delete this message.

# Affidavit of Publication

STATE OF NEW MEXICO COUNTY OF LEA

I, Daniel Russell, Publisher of the Hobbs News-Sun, a newspaper published at Hobbs, New Mexico, solemnly swear that the clipping attached hereto was published in the regular and entire issue of said newspaper, and not a supplement thereof for a period of 1 issue(s).

> Beginning with the issue dated November 20, 2022 and ending with the issue dated November 20, 2022.

Publisher

8/2022 9:57:31

Received

Sworn and subscribed to before me this 20th day of November 2022.

**Business Manager** 

My commission expires January 29, 2023 (Seal)

76%		
	GUSSIE BLACK	\$
Ċ.	Notary Public - State of New Mexico	3
l	Commission # 108/526	3
Å	My Comm. Expires Jan 29, 2023	Ì
J.	W) country the second second	2

This newspaper is duly qualified to publish legal notices or advertisements within the meaning of Section 3, Chapter 167, Laws of 1937 and payment of fees for said 02108629

REGULATORY CIMAREX ENERGY CO. 600 N. MARIENFELD STREET SUITE 600 MIDLAND, TX 79701

LEGAL NOTICE November 20, 2022 Notice of Application for Surface & Pool Commingle STATE OF NEW MEXICO ENERGY, MINERAL AND NATURAL RESOURCES DEPARTMENT OIL CONSERVATION DIVISION SANTA FE, NEW MEXICO STATE OF NEW MEXICO TO: All named parties and persons having any right, title, interest or claim in the following and notice to the public. (Note: All land descriptions herein refer to the New Mexico, Principal Meridian whether or not so stated.) Lease: James 19 & 20-29 Federal Com Application of Cimarex Energy Co. for Approval of Surface & Pool Commingle, Lea County, New Mexico. Application seeks authority to surface & pool commingle production. Pursuant to Statewide Rule 19.15.12.10 (C)(4)(g), Cimarex requests the option to include additional pools and/or leases with the defined parameters set forth in the order for future additions. Location: Section 18, 19 & 20; Township 23S; Range 32E; Lea County, New Mexico Pool: [53805] SAND DUNES; BONE SPRING, SOUTH Applicant: Cimarex Energy Co., Attn: Brittany Gordon, 600 N. Marienfeld Street, Suite 600, Midland, Texas 79701.

Interested parties must file objections or requests for hearing in writing with the divisions Santa Fe Office within 20 days of this publication, or the division may approve this application. #00273311

00273311

# Released to Imaging: 1/30/2023 8:11:02 AM

Advertising Invoice	Hobbs Daily News-Sun       1         201 N Thorp       DECEIVE         P. O. Box 850       NOV 2 8 2022         Hobbs, NM 88241       NOV 2 8 2022         Phone: 575-393-2123       BY:         Fax: 575-397-0610       BY:         URL:       www.hobbsnews.com
REGULATORY CIMAREX ENERGY CO. 600 N. MARIENFELD STREET SUITE 600 MIDLAND, TX 79701	Customer #:         02108629           Phone:         (432)571-7800           Date:         11/17/2022           Ad #:         00273311           Salesperson:         HA         Ad Taker:         Kayla
Class: 672 Sort Line: 273311 JAMES 19 & 20-29	Ad Notes: PER BRITTANY GORDON JAMES 19 & 20-29
Description	Amount
AFF2 Affidavits (Legals)	6.25
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Ad Text:	Payment Reference:			
LEGAL NOTICE November 20, 2022	null			
Notice of Application for Surface & Pool Commingle				
STATE OF NEW MEXICO		Total:		90.85
ENERGY, MINERAL AND NATURAL RESOURCES DEPARTMENT		Tax:	8	6.08
OIL CONSERVATION DIVISION SANTA FE, NEW MEXICO		Net:		96.93
STATE OF NEW MEXICO TO:		Prepaid:		null
All named parties and persons having any right, title, interest or claim		Total Due		96.93

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

### APPLICATION FOR SURFACE COMMINGLINGSUBMITTED BY CIMAREX ENERGY COMPANYORDER NO. CTB-1080

#### <u>ORDER</u>

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. Cimarex Energy Company ("Applicant") submitted a complete application to surface commingle the oil and gas production from the pools, leases, and wells identified in Exhibit A ("Application").
- 2. Applicant proposed a method to allocate the oil and gas production to the pools, leases, and wells to be commingled.
- 3. 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.
- 4. To the extent that ownership is diverse, Applicant provided notice of the Application to all persons owning an interest in the oil and gas production to be commingled, including the owners of royalty and overriding royalty interests, regardless 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.
- 5. Applicant provided notice of the Application to the Bureau of Land Management ("BLM") or New Mexico State Land Office ("NMSLO"), as applicable.
- 6. Applicant in the notice for the Application stated that it sought authorization to prospectively include additional pools, leases, and wells in accordance with 19.15.12.10.C.(4)(g) NMAC.
- 7. 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.
- 8. Applicant submitted or intends to submit one or more proposed communitization agreement(s) ("Proposed Agreement(s)") to the BLM or NMSLO, as applicable, identifying the acreage of each lease to be consolidated into a single pooled area ("Pooled Area"), as described in Exhibit B.

#### **CONCLUSIONS OF LAW**

- 9. 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, 19.15.12. NMAC, and 19.15.23. NMAC.
- 10. Applicant satisfied the notice requirements for the Application in accordance with 19.15.12.10.A.(2) NMAC, 19.15.12.10.C.(4)(c) NMAC, and 19.15.12.10.C.(4)(e) NMAC, as applicable.
- 11. Applicant satisfied the notice requirements for the Application in accordance with 19.15.23.9.A.(5) NMAC and 19.15.23.9.A.(6) NMAC, as applicable.
- 12. Applicant's proposed method of allocation, as modified herein, complies with 19.15.12.10.B.(1) NMAC or 19.15.12.10.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) NMAC and 19.15.12.10.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.

#### <u>ORDER</u>

1. Applicant is authorized to surface commingle oil and gas production from the pools, leases, and wells identified in Exhibit A.

Applicant is authorized to store and measure oil and gas production off-lease from the pools, leases, and wells identified in Exhibit A at a central tank battery or gas title transfer meter described in Exhibit A.

Applicant is authorized to surface commingle oil and gas production from wells not included in Exhibit A but that produce from a pool and lease identified in Exhibit A.

Applicant is authorized to store and measure oil and gas production off-lease from wells not included in Exhibit A but that produce from a pool and lease identified in Exhibit A at a central tank battery or gas title transfer meter described in Exhibit A.

2. For each Pooled Area described in Exhibit B, Applicant shall submit a Proposed Agreement to the BLM or NMSLO, as applicable, prior to commencing oil and gas production. If Applicant fails to submit the Proposed Agreement, this Order shall terminate on the following day.

No later than sixty (60) days after the BLM or NMSLO approves or denies a Proposed Agreement, Applicant shall submit a Form C-103 to OCD with a copy of the decision and a description of the approved lands, as applicable. If Applicant withdraws or the BLM or NMSLO denies a Proposed Agreement, this Order shall terminate on the date of such action, and Applicant shall cease commingling the production from the Pooled Area. If the BLM or NMSLO approves but modifies the Proposed Agreement(s), Applicant shall comply with the approved Agreement(s), and no later than sixty (60) days after such decision, Applicant shall submit a new surface commingling application to OCD to conform this Order with the approved Agreement(s). If Applicant fails to submit the new surface commingling application, this Order shall terminate on the date of such action.

Applicant shall allocate the oil and gas production to each lease within a Pooled Area in proportion to the acreage that each lease bears to the entire acreage of the Pooled Area described in Exhibit B until the Proposed Agreement which includes the Pooled Area is approved. After the Proposed Agreement is approved, the oil and gas production from the Pooled Area shall be allocated as required by the BLM's or NMSLO's, as applicable, approval of the Agreement, including any production that had been allocated previously in accordance with this Order.

- 3. 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.
- 4. The oil and gas production for each well identified in Exhibit A shall be separated and metered prior to commingling it with production from another well.
- 5. Applicant shall measure and market the commingled oil at a central tank battery described in Exhibit A in accordance with this Order and 19.15.18.15. NMAC or 19.15.23.8. NMAC.
- 6. Applicant shall measure and market the commingled gas at a well pad, central delivery point, central tank battery, or gas title transfer meter described in Exhibit A in accordance with this Order and 19.15.19.9. NMAC, provided however that if the gas is vented or flared, and regardless of the reason or authorization pursuant to 19.15.28.8.B. NMAC for such venting or flaring, Applicant shall measure or estimate the gas in accordance with 19.15.28.8.E. 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 in accordance with 19.15.12.10.C.(4)(g) NMAC, provided the pools, leases, and subsequently drilled wells are within the identified parameters included in the Application.
- 10. If a well is not included in Exhibit A but produces from a pool and 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, proposed method to determine the allocation of oil and gas production to it, and the location(s) that commingling of its production will occur.
- 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. If OCD determines that Applicant has failed to comply with any provision of this Order, OCD may take any action authorized by the Oil and Gas Act or the New Mexico Administrative Code (NMAC).
- 13. OCD retains jurisdiction of this matter and reserves the right to modify or revoke this Order as it deems necessary.

STATE OF NEW MEXICO OIL CONSERVATION DIVISION

**DATE:** 1/28/2023

DYLAN M. FUGE DIRECTOR (ACTING)

	State of New Mex	kico		
	Energy, Minerals and Natural Res	sources Department		
	Exhibit A	4		
	Order: CTB-1080			,
	<b>Operator: Cimarex Energy</b>	y Company (215099)	)	
	Central Tank Battery: James 19 & 20 2			
Centr	al Tank Battery Location: UL P, Section 13	8, Township 23 Sout	th, Range 32 Eas	t
Gas Title	Transfer Meter Location: UL P, Section 18	8, Township 23 Sout	th, Range 32 Eas	t
	Pools			
		ool Name	Pool Code	
	SAND DUNES;BONE S		53805	
	51 Millo, 500 III	55005		
	Leases as defined in 19.15.	12.7(C) NMAC		
	Lease	UL or Q/Q	S-T-R	
		<b>E/2</b>	19-23S-32E	
	NMNM105552818 (NMNM 0559539)	W/2 minus N	20-23S-32E	
		<b>W</b> /2	29-23S-32E	
	NMNM105385859 (NMNM 116573)	Ν	20-23S-32E	
	Wells			
Well API	Well Name	UL or Q/Q	S-T-R	Pool
30-025-42222	James 19 Federal #31H	E/2 E/2	19-23S-32E	53805
30-025-45020	James 19 Federal #34H	W/2 E/2	19-23S-32E	53805
30 025 15602	James 20 Federal Com #374	W/2 W/2	20-23S-32E	53805
JU-U4.J-4.JUU4		W/2 W/2	29-23S-32E	33003
		E/2 W/2	20-23S-32E	53805
	lames 20 Rederal Com #38H			
30-025-45603	James 20 Federal Com #38H	E/2 W/2	29-23S-32E	
	James 20 Federal Com #38H	E/2 W/2 W/2 W/2 W/2 W/2	29-23S-32E 20-23S-32E 29-23S-32E	53805
0-025-42222	Well Name James 19 Federal #31H James 19 Federal #34H James 20 Federal Com #37H	E/2 E/2 W/2 E/2 W/2 W/2 W/2 W/2	19-23S-32E         19-23S-32E         20-23S-32E         29-23S-32E         20-23S-32E         20-23S-32E	53805

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Operator	: Cimarex Energy Com	pany (215099)		
	Pooled Areas			
Pooled Area	UL or Q/Q	S-T-R	Acres	Pool Area
CA Bone Spring BLM	E/2 W/2	20-23S-32E	320	А
ert bone Spring blitt	E/2 W/2	29-23S-32E	010	1

	3-1-K	Acres	Area ID
C F K	20-23S-32E	280	•
C F K N	29-23S-32E	200	A
Ν	20-23S-32E	40	Α
	С F К	C F K N 29-238-32E	C F K 20-23S-32E 280 C F K N 29-23S-32E 280

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

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

District IV

CONDITIONS

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

Operator:	OGRID:
CIMAREX ENERGY CO.	215099
600 N. Marienfeld Street	Action Number:
Midland, TX 79701	160014
	Action Type:
	[C-107] Surface Commingle or Off-Lease (C-107B)

#### Created By Condition Condition Date 1/30/2023 dmcclure Please review the content of the order to ensure you are familiar with the authorities granted and any conditions of approval. If you have any questions regarding this matter, please contact me.

Action 160014

CONDITIONS