<u>District I</u> (575) 393-6161 1625 N. French Dr., Hobbs, NM 88240 <u>District II</u> (575) 748-1283 811 S. First St., Artesia, NM 88210 <u>District III</u> (505) 334-6178 1000 Rio Brazos Road, Aztec, NM 87410 <u>District IV</u> (505) 827-8198 1220 S. St. Francis Dr., Santa Fe, NM 87505

State of New Mexico Energy Minerals and Natural Resources

> Oil Conservation Division 1220 South St. Francis Dr. Santa Fe, NM 87505

Form C-106 Revised August 1, 2011

C106-912

ACT Permit No.

NOTICE OF INTENTION TO UTILIZE AUTOMATIC CUSTODY TRANSFER EQUIPMENT

Operator	Endu	ring Resources IV, LL	<u>C</u>							
Address	<u>200 E</u> 1	nergy Court, Farmingto	on NM 87401	(Cour	nty	<u>San Jua</u>	. <u>n</u>		
		y this ACT Unit: this ACT Unit								
		m: Unit J commingling between						<u>V</u> vstem.	Range	<u>9W</u>
<u>R-14051</u>	A			Date		4/5/202	. <u>2</u>			
Order No. autho	rizing o	commingling between	pools if more tha	n one pool is	to b	e served	by this sys	stem		
<u>N/A</u>						I	Date	<u>N/A</u>		
Authorized trans	sporter	of oil from this system	Whiptail	Midstream						
Transporter's add	dress	<u>15 West 6^t</u>	h Street Suite 290	1 Tulsa OK 7	7411	9				
If system fails to CHECK ONE:	A.	ly through-put for this er oil due to malfunctio Automatic shut-down as required by 19.15.1 l, will flowing wells be	on or otherwise, w facilities 8.15.C(8) NMAC	waste by over B. X Provid C during 19.15.	flow ding g ma .18.1	adequate ximum u .5.C(9) N	e available mattended MAC	capacity	/ to receive	
		NA		Ma	ximı	ım well-l	head shut-	in pressu	ire <u>N</u>	/A
If "B" above is c	hecked	l, how much storage ca	pacity is availabl	le above the n	orm	al high v	vorking lev	vel of the	e	
	nal max	kimum unattended time ed for measuring oil in Positive displacemen	this ACT unit?	on? <u>S</u>		en (16) Weir-t <u>y</u>	ype measu	ring vess	sel	Hours.
		Positive volume met	ering chamber		\boxtimes	Other;	Elite Cori	olis Met	er	<u> </u>
Remarks:	This	LACT will be selling	to pipeline.							
my knowledge operated in according this Form C-106 does not running any oil Signature Printed Name &	above and sul ordance elimin or gas	information is true and oject ACT system will e with Rule 19.15.18.1 ate necessity of an app from this system. 	be installed and 5 NMAC. Appro roved C-104 pric	t of val of	rove	d by:	RVATIC Dean eum En 1/2023	R	Mellu	~~
Date 5/24/23	-	Геlephone <u>(505) 636</u>	-9751							
INSTRUCTION	[<u>S</u> : Subi	nit one copy of Form C-1	06 with following		appi	ropriate di	strict office	.		
 Lease plat show 	wing all	wells which will be prod	luced in ACT syste	m.						

Release of the showing an work which which which be produced in 110 1 system.

3) Letter from transporter agreeing to utilization of ACT system as shown on schematic diagram.

NOTICE OF INTENTION TO UTILIZE AUTOMATIC CUSTODY TRANSFER EQUIPMENT W LYBROOK UNIT 768H PAD WELLS

WELLS TO BE SERVED BY PIPELINE LACT UNIT:

- W LYBROOK UNIT 768H/ API # 30-045-35891/ UNIT H Sec. 23, T23N, R9W, NMPM
- W LYBROOK UNIT 769H/ API # 30-045-35892/ UNIT H Sec. 23, T23N, R9W, NMPM
- W LYBROOK UNIT 770H / API # 30-045-35893 / UNIT H Sec. 23, T23N, R9W, NMPM
- W LYBROOK UNIT 771H/ API # 30-045-35894/ UNIT H Sec. 23, T23N, R9W, NMPM

19.15.18.15 AUTOMATIC CUSTODY TRANSFER EQUIPMENT:

A. Oil shall be received and measured in facilities of an approved design. The facilities shall permit the testing of each well at reasonable intervals and may be comprised of manually gauged, closed stock tanks for which the operator of the ACT system has prepared proper strapping tables, or of ACT equipment. The division shall permit ACT equipment's use only after the operator complies with the following. The operator shall file with the division form C-106 and receive approval for use of the ACT equipment prior to transferring oil through the ACT system. The carrier shall not accept delivery of oil through the ACT system until the division has approved form C-106.

• Summary is attached to Form C-106 Notice of Intent to Utilize Automatic Custody Transfer Equipment

B. The operator of the ACT system shall submit form C-106 to the appropriate division district office, which is accompanied by the following:

- (1) plat of the lease showing all wells that the any well operator will produce into the ACT system;
- Attached as part of Form C-106 Notice of Intent

(2) schematic diagram of the ACT equipment, showing on the diagram all major components such as surge tanks and their capacity, extra storage tanks and their capacity, transfer pumps, monitors, reroute valves, treaters, samplers, strainers, air and gas eliminators, back pressure valves and metering devices (indicating type and capacity, *i.e.* whether automatic measuring tank, positive volume metering chamber, weir-type measuring vessel or positive displacement meter); the schematic diagram shall also show means employed to prove the measuring device's accuracy; and

- Attached as part of Form C-106 Notice of Intent
- (3) letter from transporter agreeing to utilization of ACT system as shown on schematic diagram.
 - Attached as part of Form C-106 Notice of Intent

C. The division shall not approve form C-106 unless the operator of the ACT system will install and operate the ACT system in compliance with the following requirements.

(1) Provision is made for accurate determination and recording of uncorrected volume and applicable temperature, or of temperature corrected volume. The system's overall accuracy shall equal or surpass manual methods.

• The LACT system is more accurate when compared to a manual tank sale. It is proved per BLM Onshore Order #4 <u>Measurement of Oil</u> and API MPMS Chapter 4 <u>Proving Systems</u>; with a volumetric prover that meets the requirements set forth in Onshore Order #4. The LACT also has a temperature RTD which will be calibrated semi-annually, unless more frequent verification is requested by the division.

(2) Provision is made for representative sampling of the oil transferred for determination of API gravity and BS&W content.

• The LACT is equipped with a flow proportional sampler (sample probe and actuated valve). The sampled fluid is stored in a sealed cylinder that is used for API gravity and S&W determination.

(3) Provision is made if required by either the oil's producer or the transporter to give adequate assurance that the ACT system runs only merchantable oil.

• The LACT is equipped with a water cut analyzer that communicates with the flow computer. When the S&W set point is reached the divert valve will engage sending non-merchantable oil to a divert tank. The set point can be adjusted in the flow computer but only if agreed upon by both shipper and producer. (4) Provision is made for set-stop counters to stop the flow of oil through the ACT system at or prior to the time the allowable has been run. Counters shall provide non-reset totalizers that are visible for inspection at all times.

• The Coriolis meter has non-resettable totalizer which is always visibly available on the LCD display.

(5) Necessary controls and equipment are enclosed and sealed, or otherwise arranged to provide assurance against, or evidence of, accidental or purposeful mismeasurement resulting from tampering.

• Required ports are sealed and tracked in the seal log.

(6) The ACT system's components are properly sized to ensure operation within the range of their established ratings. All system components that require periodic calibration or inspection for proof of continued accuracy are readily accessible; the frequency and methods of the calibration or inspection shall be as set forth in Paragraph (12) of Subsection C of 19.15.18.15 NMAC.

• The Coriolis is proved per BLM Onshore Order #4 <u>Measurement of Oil</u> and API MPMS Chapter 4 <u>Proving Systems</u>; with a volumetric prover that meets the requirements set forth in Onshore Order #4. The prover is NIST traceable and water drawn on a bi-annual basis. Proving will be consistent with Onshore Order #4, unless a variance is granted by the Division. NMOCD representatives are sent the schedule to witness if desired. The temperature transmitter is verified on a semi-annual basis, unless more frequent verification is requested by the Division. The water cut analyzer is calibrated as needed.

(7) The control and recording system includes adequate fail-safe features that provide assurance against mismeasurement in the event of power failure, or the failure of the ACT system's component parts.

- In the event of power failure, the divert valve mechanically goes to "failed state" and no longer sales oil but only sends it to the divert tank.
- All of the historized volume data is stored in flow computer memory with battery backup and is also transmitted by SCADA, multiple times a day, to an office server. So even during a power failure no oil volume is lost.
- In the event of a malfunction, the LACT unit is programmed to shut off and divert valve is forced to close and no longer sales oil but only sends it to the divert tank. The malfunction is also logged by the flow computer.

(8) The ACT system and allied facilities include fail-safe equipment as may be necessary, including high level switches in the surge tank or overflow storage tank that, in the event of power failure or malfunction of the ACT or other equipment, will shut down artificially lifted wells connected to the ACT system and will shut in flowing wells at the well-head or at the header manifold, in which latter case the operator of the ACT system shall pressure test all flowlines to at least 1½ times the maximum well-head shut-in pressure prior to the ACT system's initial use and every two years thereafter.

• Hi level switches are in place and will shut the well in at the inlet to the production unit in the event of a full tank. Flow lines were tested to 1 ½ times shut in pressure at initial construction. Testing will commence every two years to ensure piping integrity.

(9) As an alternative to the requirements of Paragraph (8) of Subsection C of 19.15.18.15 NMAC the producer shall provide and at all times maintain a minimum of available storage capacity above the normal high working level of the surge tank to receive and hold the amount of oil that may be produced during maximum unattended time of lease operation.

• N/A

(10) In all ACT systems employing automatic measuring tanks, weir-type measuring vessels, positive volume metering chambers or any other volume measuring container, the container and allied components shall be properly calibrated prior to initial use and shall be operated, maintained and inspected as necessary to ensure against incrustation, changes in clingage factors, valve leakage or other leakage and improper action of floats, level detectors, etc.

• N/A – Coriolis Meter

(11) In ACT systems employing positive displacement meters, the meter and allied components shall be properly calibrated prior to initial use and shall be operated, maintained and inspected as necessary to ensure against oil mismeasurement.

• The Coriolis is proved per BLM Onshore Order #4 <u>Measurement of Oil</u> and API MPMS Chapter 4 <u>Proving Systems</u>; with a volumetric prover that meets the requirements set forth in Onshore

Order #4. The prover is NIST traceable and water drawn on a bi-annual basis. Monthly proving will continue per the rule, unless a variance is granted by the Division. NMOCD representatives are sent the schedule to witness if desired. The temperature transmitter is verified on a semi-annual basis, unless more frequent verification is requested by the Division.

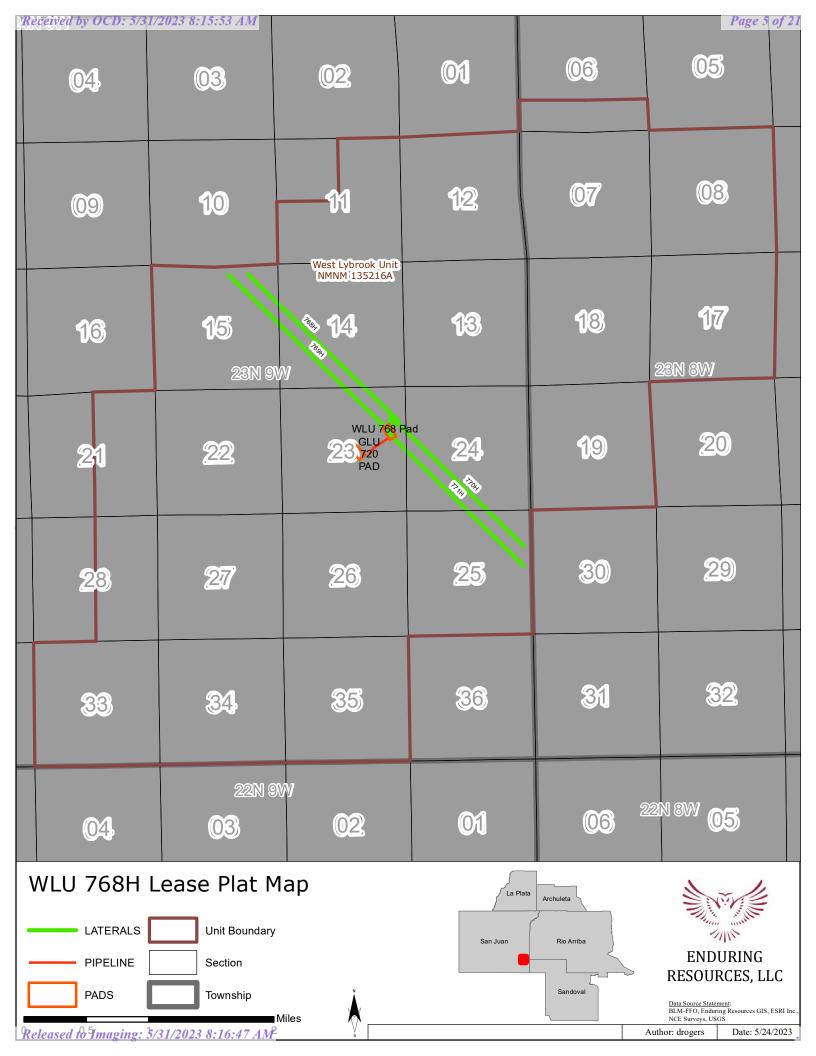
(12) The operator of the ACT system shall check the measuring and recording devices of ACT systems for accuracy at least once each month unless it has obtained an exception to such determination from the division. Where applicable, the operator of the ACT system shall use API standard 1101, Measurement of Petroleum Hydrocarbons by Positive Displacement Meter. Meters may be proved against master meters, portable prover tanks or prover tanks permanently installed on the lease. If the operator of the ACT system uses permanently installed prover tanks, the distance between the opening and closing levels and the provision for determining the opening and closing readings shall be sufficient to detect variations of 5/100 of one percent. The operator of the ACT system shall file reports of determination on the division form entitled "meter test report" or on another acceptable form in duplicate with the appropriate division district office.

• The Coriolis is proved per BLM Onshore Order #4 <u>Measurement of Oil</u> and API MPMS Chapter 4 <u>Proving Systems</u>; with a volumetric prover that meets the requirements set forth in Onshore Order #4. The prover is NIST traceable and water drawn on a bi-annual basis. Monthly proving will continue per the rule, unless a variance is granted by the Division. NMOCD representatives are sent the schedule to witness if desired. The temperature transmitter is verified on a semiannual basis, unless more frequent verification is requested by the Division.

(13) To obtain an exception to the requirement in Paragraph (12) of Subsection C of 19.15.18.15 NMAC that all measuring and recording devices be checked for accuracy once each month, either the producer or transporter may file a request with the director setting forth facts pertinent to the exception. The application shall include a history of the average factors previously obtained, both tabulated and plotted on a graph of factors versus time, showing that the particular installation has experienced no erratic drift. The applicant shall also furnish evidence that the other interested party has agreed to the exception. The director may then set the frequency for determination of the system's accuracy at the interval which the director deems prudent.

• N/A

D. The division may revoke its approval of an ACT system's form C-106 if the system's operator fails to operate it in compliance with 19.15.18.15 NMAC.



Received by OCD: 5/31/2023 8:15:53 AM

Phone: (575) 393-6161 Fax: (575) 393-0720 District II 811 S. First Street, Artesia, NM 88210 Phone: (575) 748-1283 Fax: (575) 748-9720 District III 1000 Rio Brazos Road, Aztec, NM 87410 Phone: (505) 334-6178 Fax: (505) 334-6170 District IV 1220 S. St. Francis Drive, Santa Fe, NM 87505 Phone: (505) 476-3460 Fax: (505) 476-3462

State of New Mexico Energy, Minerals & Natural Resources Department

OIL CONSERVATION DIVISION

Santa Fe, NM 87505

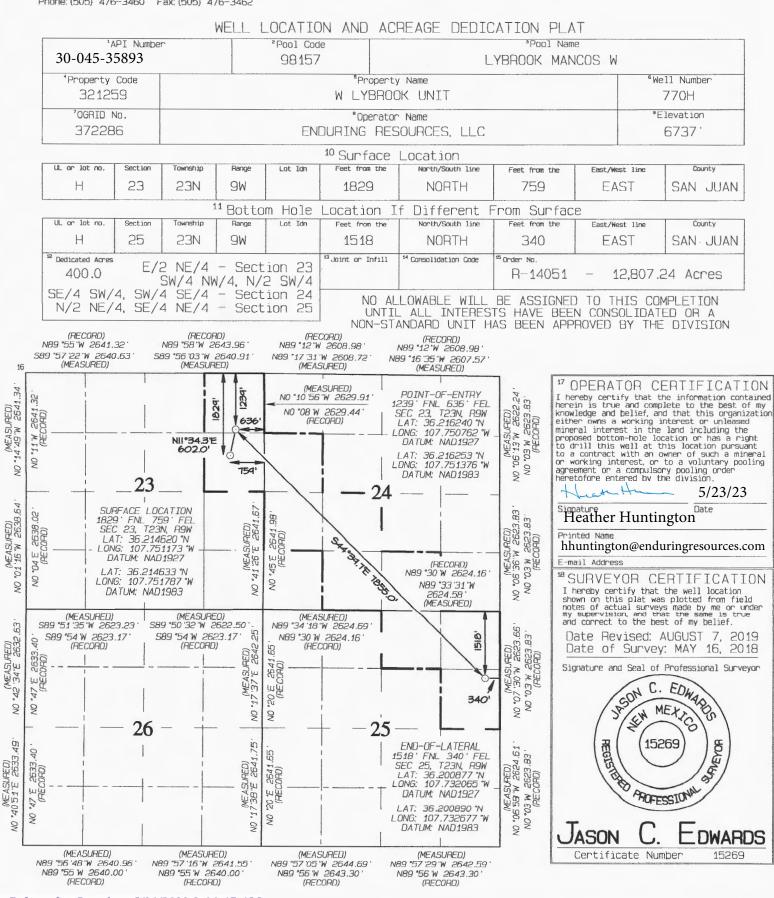
1220

South St. Francis Drive

Form Page 6 of 21 Revised August 1, 2011

Submit one copy to Appropriate District Office

AMENDED REPORT





Phone: (575) 393-6161 Fax: (575) 393-0720 J District II 811 S. First Street, Artesia, NM 88210 Phone: (575) 748-1823 Fax: (575) 748-9720 District III 1000 Rio Brazos Road, Aztec, NM 87410 Phone: (505) 334-6178 Fax: (505) 334-6170 District IV 1220 S. St. Francis Drive, Santa Fe, NM 87505 Phone: (505) 476-3460 Fax: (505) 476-3462

State of New Mexico Energy, Minerals & Natural Resources Department

OIL CONSERVATION DIVISION

1220 South St. Francis Drive

Santa Fe. NM 87505

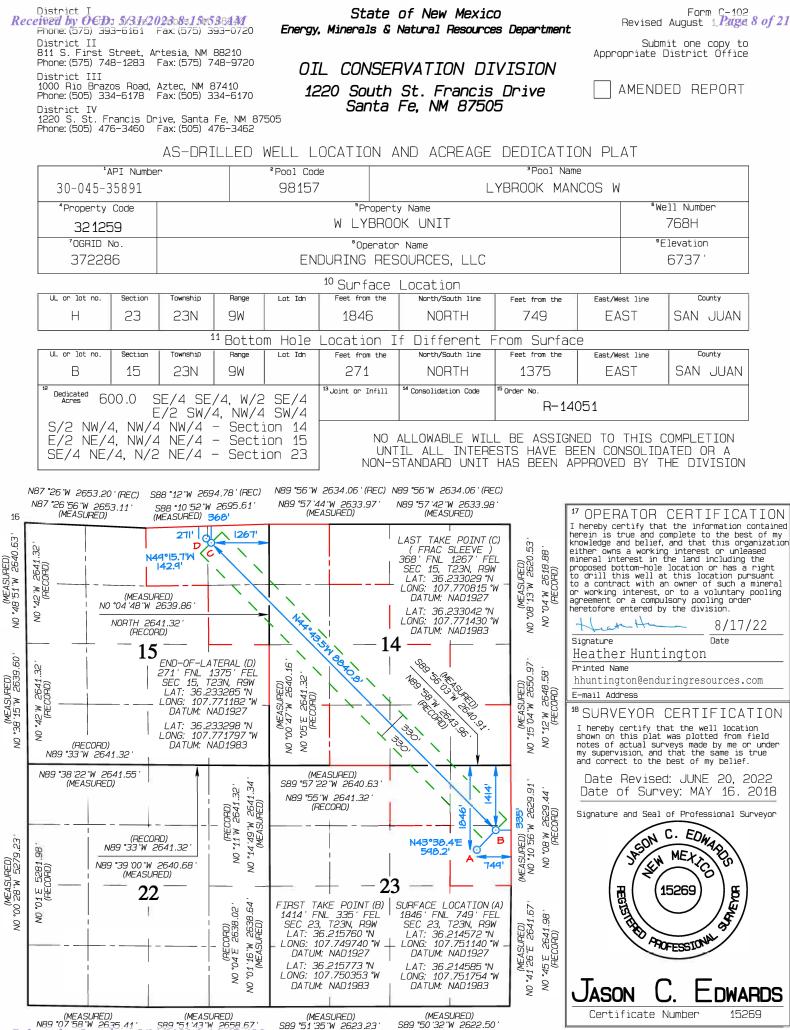
Form Page 7 of 21 Revised August 1, 2011

Submit one copy to Appropriate District Office

AMENDED REPORT

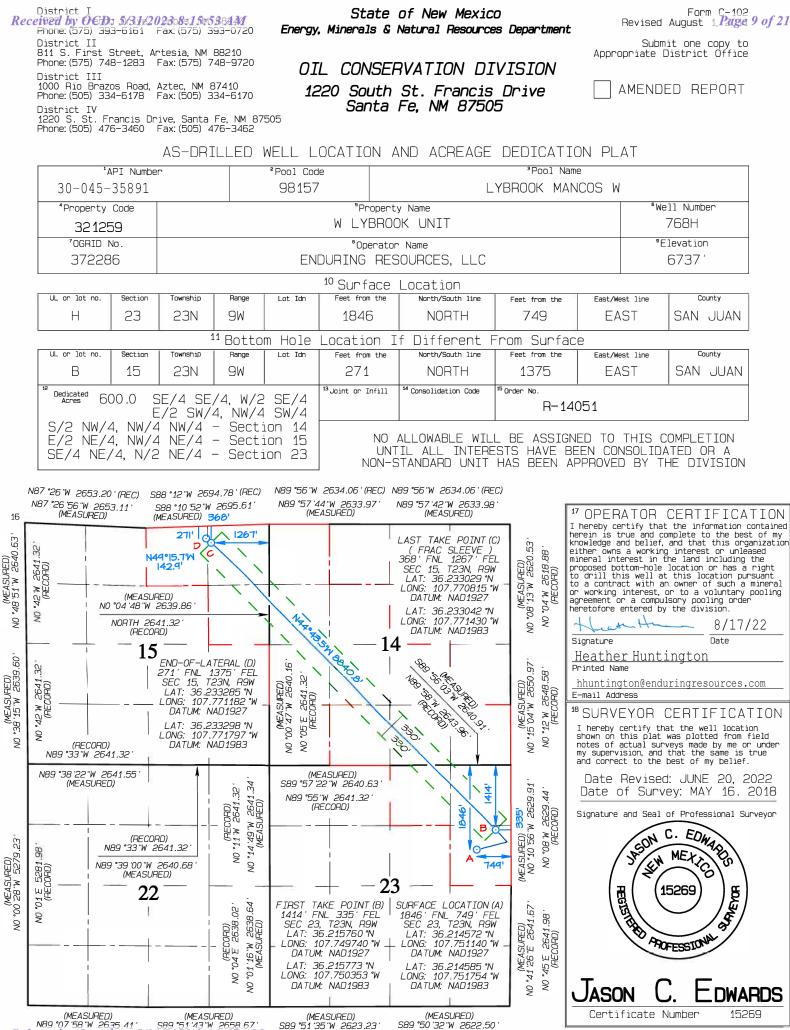
WELL LOCATION AND ACREAGE DEDICATION PLAT ³Pool Name Pool Code API Number LYBROOK MANCOS W 30-045-35894 98157 Well Number Property Code Property Name 321259 W LYBROOK UNIT 771H Elevation OGRID No. Operator Name 6737 372286 ENDURING RESOURCES, LLC ¹⁰ Surface Location UL or lot no Township Feet from the North/South line East/West line County Section Range Lot Idn Feet from the SAN JUAN 740 EAST Н 23 NE2 9W 1864 NORTH 11 From Bottom Hole Location If Different Surface UL ar lot na Township Lot Idn North/South line Feet from the County Section Range Feet from the East/West line 25 H 23N 9W 2360 NORTH 357 EAST SAN JUAN ¹² Dedicated Acres ¹³ Joint or Infill ¹⁴ Consolidation Code ¹⁵ Order No. NE/4 NW/4, NW/4 NE/412,807.24 Acres 360.0 R-14051 Section 25 Section 24 S/2NE/4 -NW/4 SW/4, S/2 SE/4 NE/4, NE/4 SW/4 _ NO ALLOWABLE WILL BE ASSIGNED TO THIS COMPLETION SE/4 Section 23 _ UNTIL ALL INTERESTS HAVE BEEN CONSOLIDATED OR A NON-STANDARD UNIT HAS BEEN APPROVED BY THE DIVISION (RECORD) N89 *12 W 2608.98 (RECORD) N89 °55 "W 2641.32 (RECORD) N89 "58"W 2643.96 (RECORD) N89 *12 "W 2608.98 N89 °17 '31 "₩ 2608.72 (MEASURED) S89 °56 '03 "W 2640.91' S89 °57 '22"W 2640.63 N89 *16 '35 "W 2607.57 ' (MEASURED) (MEASURED) (MEASURED) 16 17 OPERATOR CERTIFICATION DPEHAIOH CEHIIFICAION I hereby certify that the information contained herein is true and complete to the best of my knowledge and belief, and that this organization either owns a working interest or unleased mineral interest in the land including the proposed bottom-hole location or has a right to drill this well at this location pursuant to a contract with an owner of such a mineral or working interest, or to a voluntary pooling agreement or a compulsory pooling order heretofore entered by the division. (MEASURED) NO *14'49"W 2641.34 SURFACE LOCATION 1854' FNL 740' FEL SEC 23, T23N, R9W LAT: 36.214524 N LONG: 107.751107 W NO -10 56"W 2629.91 24 (MEASURED) NO "06 '13"W 2622.24 NO "03"W 2623.83' (RECORD) 33 1610 44 1964 2641. CORD) "08 W 2629. W 11 ON DATUM: NAD1927 N54°05.9'W 432.4' 740 LAT: 36.214537 °N LONG: 107.751721 °W DATUM: NAD1983 20 10as 23 + H 24 5/24/23 (MEASURED) 1'16"W 2638.64 (MEASURED) 0.06`36`W_2623.83` NO "03`W_2623.83` (RECORD) Date Signature 67 POINT-OF-ENTRY SO Str. 010 1610' FNL 1089' FEL SEC 23, T23N, R9W LAT: 36.215221'N LONG: 107.752294 W Heather Huntington 4 E 2638.0 (RECORD) (MEASURED) 1 26 °E 2641. 2641.98 . CORD) Printed Name hhuntington@enduringresources.com COPAGE SI DATUM: NAD1927 04 E-mail Address 45 E .10. LAT: 36.215234 °N LONG: 107.752907 °W DATUM: NAD1983 2 (RECORD) SURVEYOR CERTIFICATION 20 N89 °30 W 2624.16 20 2 N 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. R NB9 "33 '31 "W 2624.58 (MEASURED) 9 (MEASURED) (MEASURED) (MEASURED) N89 "34 '18 "W 2624.69 S89 "50 32"W 2622.50 589 °51 '35 "W 2623.23 (MEASURED) NO °42'34"E 2632.63 551 (MEASURED) NO '07'30'W 2623.6F '0 '03 W 2623.87 99 Date Revised: AUGUST 7, 2019 52 S89 °54 W 2623.17 ' (RECDRD) S89 *54 W 2623.17 ' (RECDRD) 40 N89 °30 W 2624.16 (MEASURED) 7 '37 'E 2642. (RECORD) Date of Survey: MAY 16, 2018 "47'E 2633.4 (RECORD) 65 2360 "20 E 2641. (RECORD) Signature and Seal of Professional Surveyor SON C. EDWARDS 21. ON NO SEN MEXICO No 26 25 HEELEN AROFESSIONAL END-OF-LATERAL 2360' FNL 357' FEL SEC 25, T23N, R9W LAT: 36,198565 N é NO -40 '51'E 2633.49 52 2633.40° CORD) "20'E 2641.65" (RECDRD) 2 AVEY (MEASURED) NO "17"38"E 2641. LONG: 107.732118 W DATUM: NAD1927 .47 'E LAT: 35.198579 "N LONG: 107.732731 "W DATUM: NAD1983 No 20 2 DWARDS Certificate Number 15269 (MEASURED) (MEASURED) (MEASURED) (MEASURED) N89 "56 '48 "W 2640.96 N89 "57 '16 "W 2641.55 N89 °57 '05 "W 2644.69 N89 °57 '29 "W 2642.59 NB9 "55 W 2640.00" (RECORD) N89 "55 W 2640.00' (RECORD) N89 *56 W 2643.30 N89 °56 W 2643.30 (RECORD) (RECORD)

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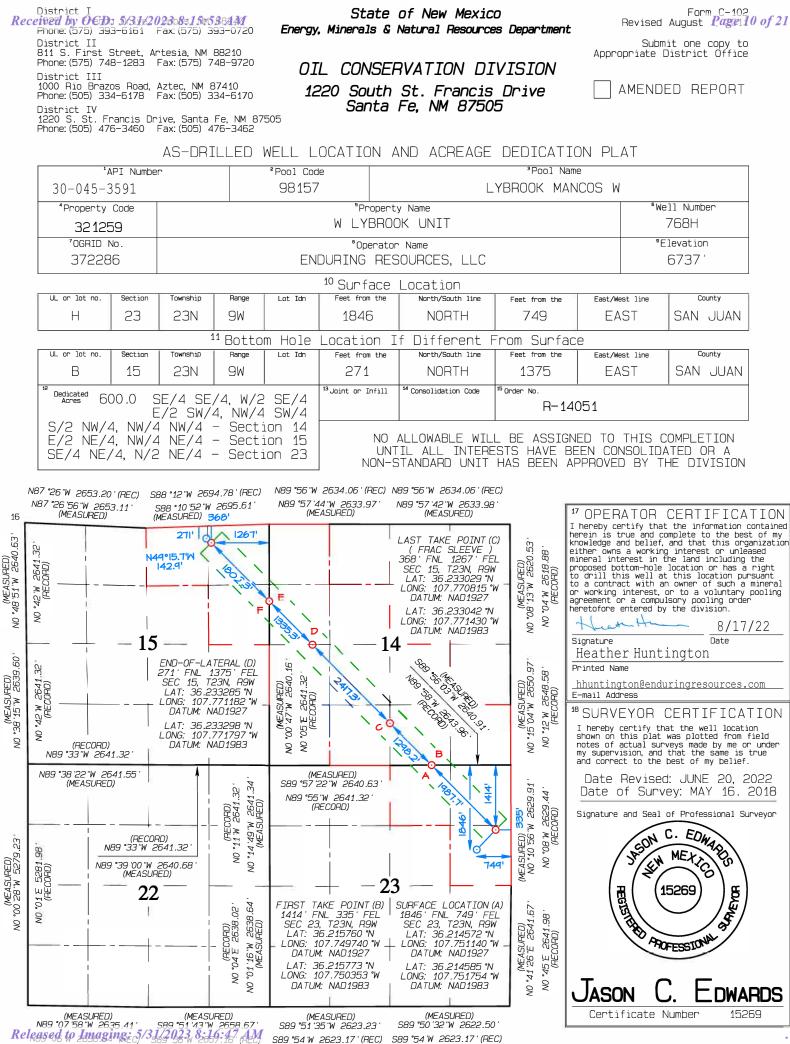
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S89 °54 W 2623.17 ' (REC) S89 °54 W 2623.17 ' (REC)



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S89 °54 W 2623.17' (REC) S89 °54 W 2623.17 ' (REC)



S89 °54 W 2623.17 ' (REC) S89 °54 W 2623.17 ' (REC)

(A) 0' FNL 1729' FEL SEC 23, T23N, R9W LAT: 36.219643 °N LONG: 107.754477 °W DATUM: NAD1927

LAT: 36.219656 °N LONG: 107.755091 °W DATUM: NAD1983

(C) 923' FSL 2639' FEL SEC 14, T23N, R9W LAT: 36.222179 °N LONG: 107.757572 °W DATUM: NAD1927

LAT: 36.222192 °N LONG: 107.758186 °W DATUM: NAD1983

(E) 1688' FNL 0' FWL SEC 14, T23N, R9W LAT: 36.229509 °N LONG: 107.766518 °W DATUM: NAD1927

LAT: 36.229522 °N LONG: 107.767132 °W DATUM: NAD1983 (B) 0' FSL 1729' FEL SEC 14, T23N, R9W LAT: 36.219643 °N LONG: 107.754477 °W DATUM: NAD1927

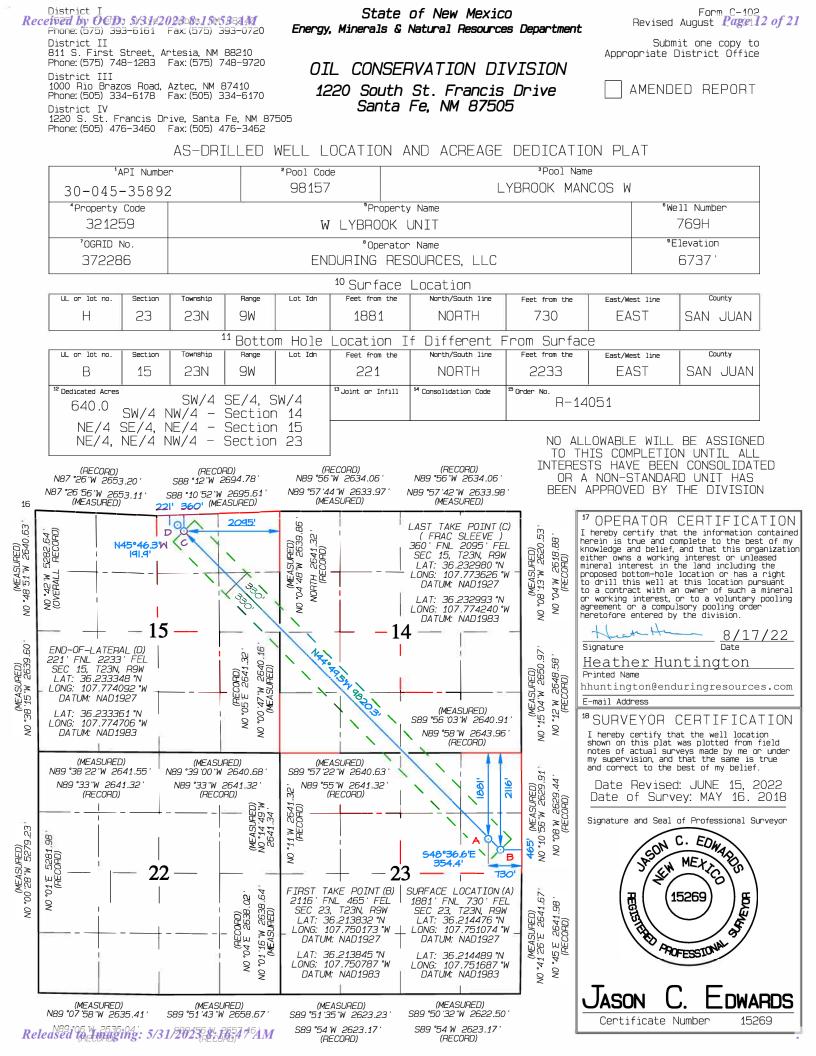
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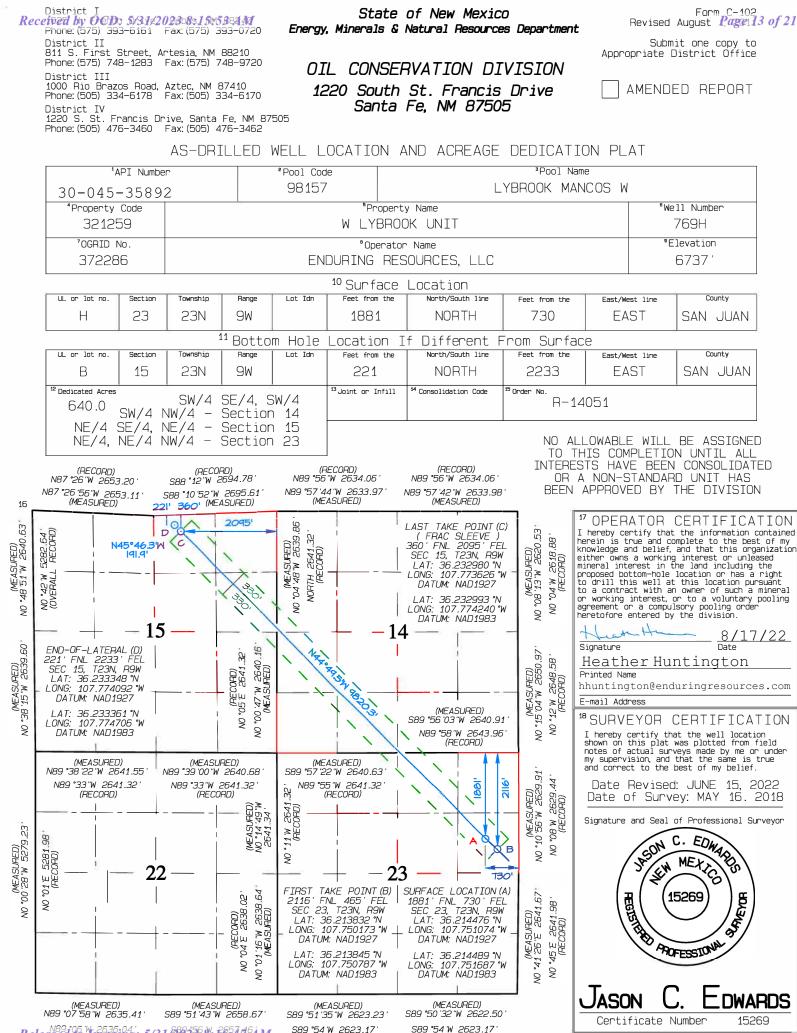
(D) 2642' FSL 938' FWL SEC 14, T23N, R9W LAT: 36.226901 °N LONG: 107.763335 °W DATUM: NAD1927

LAT: 36.226914 °N LONG: 107.763949 °W DATUM: NAD1983

(F) 1688' FNL 0' FEL SEC 15, T23N, R9W LAT: 36.229509 °N LONG: 107.766518 °W DATUM: NAD1927

LAT: 36.229522 °N LONG: 107.767132 °W DATUM: NAD1983

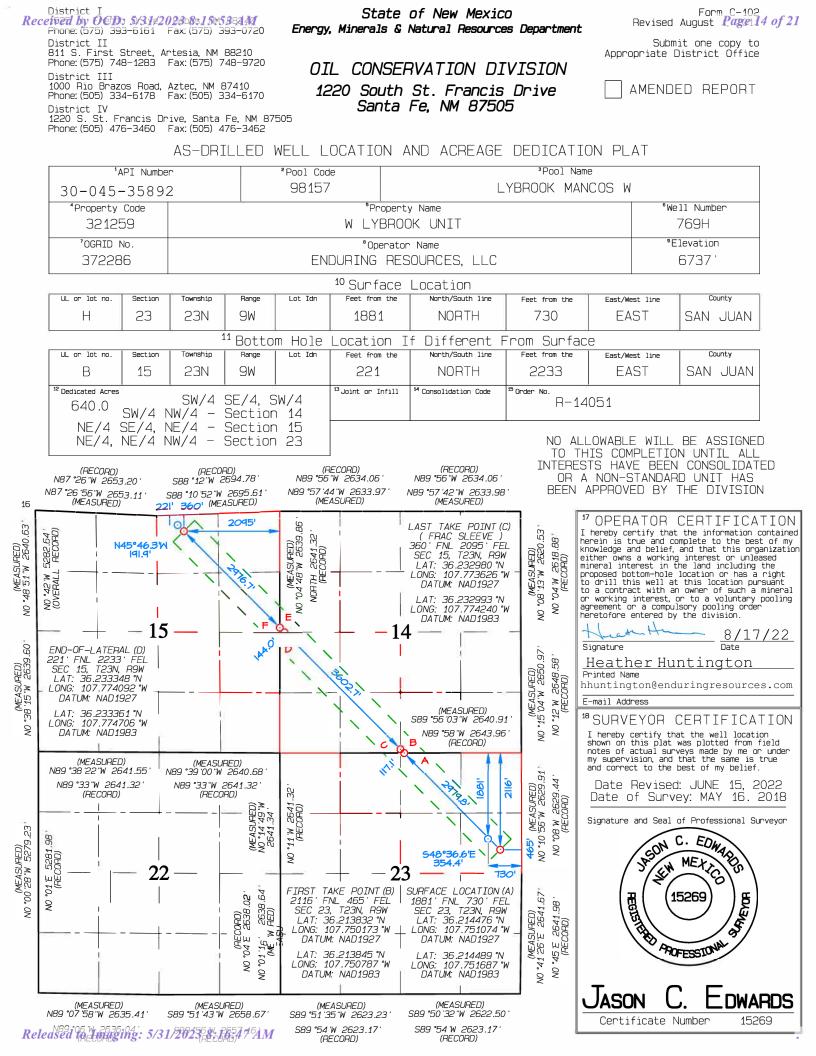




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S89 °54 W 2623.17 (RECORD)

(RECORD)



(A) 0' FNL 2559' FEL SEC 23, T23N, R9W LAT: 36.219642 °N LONG: 107.757288 °W DATUM: NAD1927

LAT: 36.219655 °N LONG: 107.757902 °W DATUM: NAD1983 (B) 0' FSL 2559' FEL SEC 14, T23N, R9W LAT: 36.219642 °N LONG: 107.757288 °W DATUM: NAD1927

LAT: 36.219655 °N LONG: 107.757902 °W DATUM: NAD1983

(C) 83' FSL 2641' FEL SEC 14, T23N, R9W LAT: 36.219871 °N LONG: 107.757568 °W DATUM: NAD1927

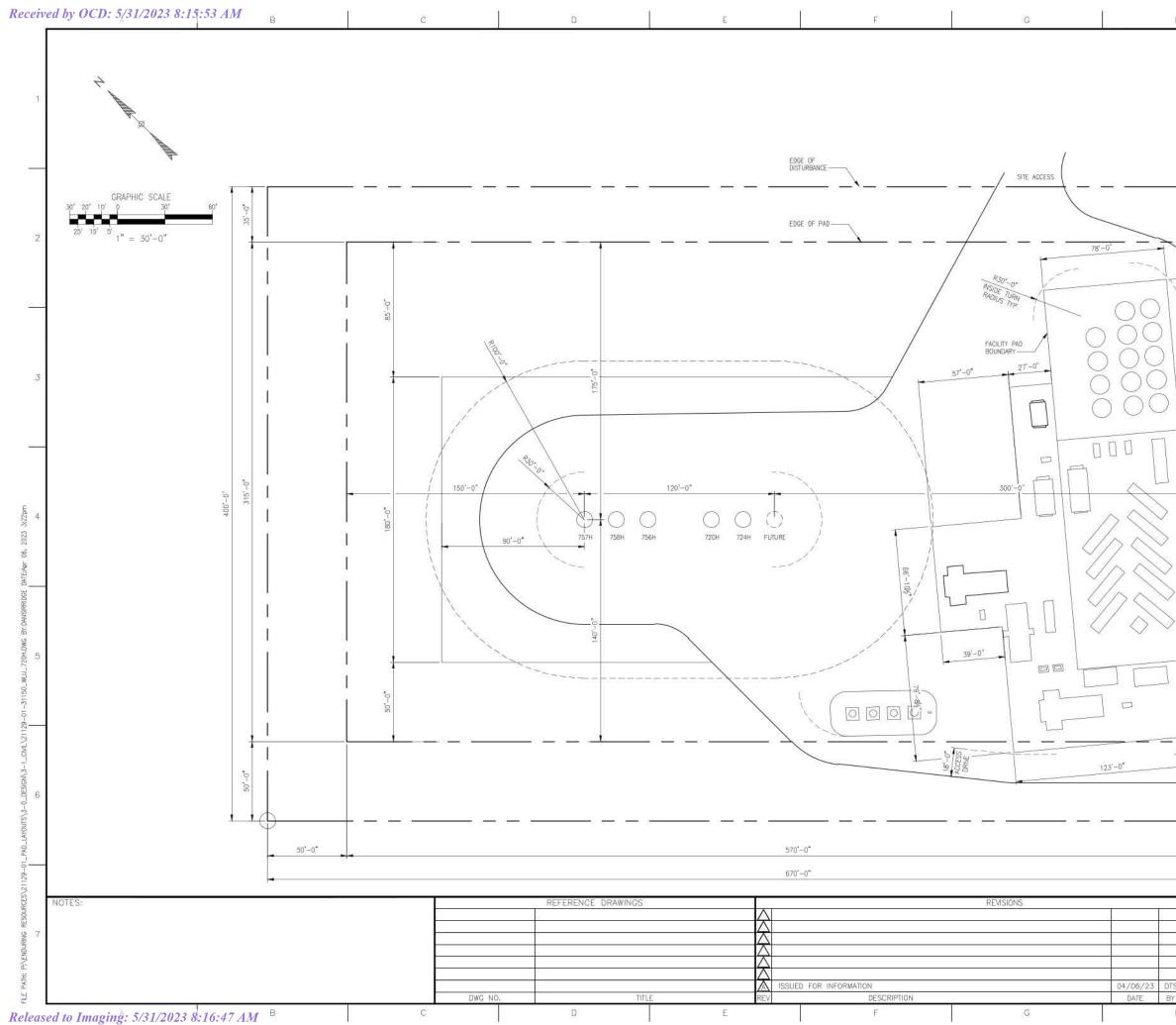
LAT: 36.219884 °N LONG: 107.758182 °W DATUM: NAD1983 (D) 2639' FNL 101' FWL SEC 14, T23N, R9W LAT: 36.226895 °N LONG: 107.766172 °W DATUM: NAD1927

LAT: 36.226908 °N LONG: 107.766786 °W DATUM: NAD1983

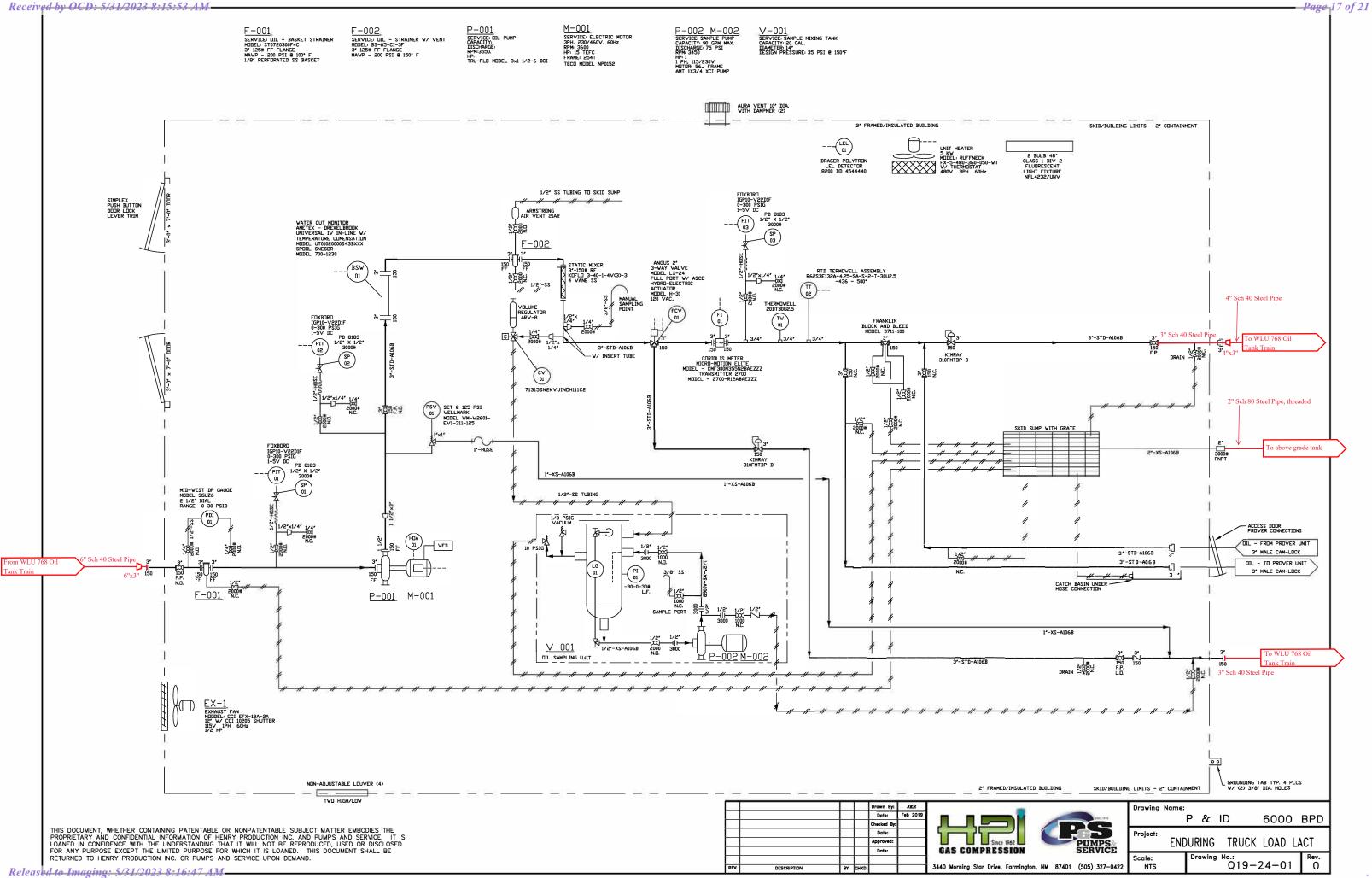
(E) 2537' FNL 0' FWL SEC 14, T23N, R9W LAT: 36.227176 °N LONG: 107.766516 °W DATUM: NAD1927

LAT: 36.227189 °N LONG: 107.767130 °W DATUM: NAD1983 (F) 2537' FNL 0' FEL SEC 15, T23N, R9W LAT: 36.227176 °N LONG: 107.766516 °W DATUM: NAD1927

LAT: 36.227189 °N LONG: 107.767130 °W DATUM: NAD1983



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>					5
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		W	S DURING RESOURC LYBROOK UNIT 7 FACILITY LAYOUT	20H	7
DTS BBS - BY CHK ENG H	BBS SCALE:	(formatted 22X34) 1" = 30'-0" 		ving no. -01-31150 J	<u>A</u>



From:	Mark Lokshin
То:	Heather Huntington
Subject:	FW: Permission from Whiptail needed on LACT changes for Greater Lybrook 720H pad
Date:	Wednesday, May 24, 2023 2:14:28 PM

Heather

Please see below. Thanks Mark

From: Andy Pickle <andy.pickle@whiptailmidstream.com>
Sent: Wednesday, May 24, 2023 2:02 PM
To: Mark Lokshin <MLokshin@enduringresources.com>
Subject: RE: Permission from Whiptail needed on LACT changes for Greater Lybrook 720H pad

Mark,

We approve the use of the Pipeline Transfer LACT Equipment on the Greater Lybrook Unit 720H Pad to transfer product, from the wells listed below, to Whiptail Midstream, LLC's pipeline system.

EXISITING LACT UNIT

GREATER LYBROOK UNIT 720H/724H/756H/757H/758H PIPELINE LACT UNIT:

WELLS TO BE SERVED BY PIPELINE LACT UNIT:

- GREATER LYBROOK UNIT 720H/ API # 30-045-35818/ UNIT J Sec. 23, T23N, R9W, NMPM
- GREATER LYBROOK UNIT 724H/ API # 30-045-35811/ UNIT J Sec. 23, T23N, R9W, NMPM
- GREATER LYBROOK UNIT 756H/ API # 30-045-35819/ UNIT J Sec. 23, T23N, R9W, NMPM
- GREATER LYBROOK UNIT 757H/ API # 30-045-35807/ UNIT J Sec. 23, T23N, R9W, NMPM
- GREATER LYBROOK UNIT 758H/ API # 30-045-35810/ UNIT J Sec. 23, T23N, R9W, NMPM

NEW LACT UNIT

W LYBROOK UNIT 768H/769H/770H/771H PIPELINE LACT UNIT:

WELLS TO BE SERVED BY PIPELINE LACT UNIT:

- W LYBROOK UNIT 768H/ API # 30-045-35891/ UNIT H Sec. 23, T23N, R9W, NMPM
- W LYBROOK UNIT 769H/ API # 30-045-35892/ UNIT H Sec. 23, T23N, R9W, NMPM
- W LYBROOK UNIT 770H / API # 30-045-35893 / UNIT H Sec. 23, T23N, R9W, NMPM
- W LYBROOK UNIT 771H/ API # 30-045-35894/ UNIT H Sec. 23, T23N, R9W, NMPM

Thank you,

Andy Pickle

Whiptail Midstream O: (918) 289-2209 M: (580) 402-4881 andy.pickle@whiptailmidstream.com WHIPTAIL MIDSTREAM

From receipt to delivery, the midstream partner you count on.

From: Mark Lokshin <<u>MLokshin@enduringresources.com</u>>
Sent: Wednesday, May 24, 2023 2:38 PM
To: Andy Pickle <<u>andy.pickle@whiptailmidstream.com</u>>
Subject: FW: Permission from Whiptail needed on LACT changes for Greater Lybrook 720H pad

Andy

Please see below, and reply with approval. Thanks Mark

From: Heather Huntington <<u>Hhuntington@enduringresources.com</u>>
Sent: Wednesday, May 24, 2023 1:10 PM
To: Mark Lokshin <<u>MLokshin@enduringresources.com</u>>

Subject: Permission from Whiptail needed on LACT changes for Greater Lybrook 720H pad

Good Afternoon Mark,

Would you please reach out to Whiptail for approval on the LACT revisions we are doing on the Greater Lybrook Unit 720H pad? Description is below:

Enduring Resources IV, LLC's (Enduring) is currently approved through NMOCD for the transfer of the following wells through the Greater Lybrook 720H Pad Pipeline Transfer LACT Unit C-106 LACT application.

- W LYBROOK UNIT 768H/ API # 30-045-35891/ UNIT H Sec. 23, T23N, R9W, NMPM
- W LYBROOK UNIT 769H/ API # 30-045-35892/ UNIT H Sec. 23, T23N, R9W, NMPM
- W LYBROOK UNIT 770H / API # 30-045-35893 / UNIT H Sec. 23, T23N, R9W, NMPM
- W LYBROOK UNIT 771H/ API # 30-045-35894/ UNIT H Sec. 23, T23N, R9W, NMPM
- GREATER LYBROOK UNIT 720H/ API # 30-045-35818/ UNIT J Sec. 23, T23N, R9W, NMPM
- GREATER LYBROOK UNIT 724H/ API # 30-045-35811/ UNIT J Sec. 23, T23N, R9W, NMPM
- GREATER LYBROOK UNIT 756H/ API # 30-045-35819/ UNIT J Sec. 23, T23N, R9W, NMPM
- GREATER LYBROOK UNIT 757H/ API # 30-045-35807/ UNIT J Sec. 23, T23N, R9W, NMPM
- GREATER LYBROOK UNIT 758H/ API # 30-045-35810/ UNIT J Sec. 23, T23N, R9W, NMPM

Enduring Resources will be adding an additional LACT unit to the Greater Lybrook 720H Pad. The creation of the Greater Lybrook Unit caused the two different lease numbers to be associated with this pad and each LACT will support one lease. The Pipeline Transfer LACT Unit and this change requires the approval from the transporter, which in this case is Whiptail. Custody transfer will occur at two locations: the 2-9 Central Delivery Point or the Trunk 1 Transfer. A Coriolis meter is installed at each custody transfer point that routes oil to Whiptail's pipeline. The Pipeline Transfer LACT

equipment for both LACT units will be located on Enduring's Greater Lybrook Unit 720H pad and will be utilized for sales oil royalty distribution. The existing LACT will serve the Greater Lybrook Unit wells and the new LACT will serve the W Lybrook Unit wells. The LACT units will be proved per regulatory requirements.

EXISITING LACT UNIT

GREATER LYBROOK UNIT 720H/724H/756H/757H/758H PIPELINE LACT UNIT:

WELLS TO BE SERVED BY PIPELINE LACT UNIT:

- GREATER LYBROOK UNIT 720H/ API # 30-045-35818/ UNIT J Sec. 23, T23N, R9W, NMPM
- GREATER LYBROOK UNIT 724H/ API # 30-045-35811/ UNIT J Sec. 23, T23N, R9W, NMPM
- GREATER LYBROOK UNIT 756H/ API # 30-045-35819/ UNIT J Sec. 23, T23N, R9W, NMPM
- GREATER LYBROOK UNIT 757H/ API # 30-045-35807/ UNIT J Sec. 23, T23N, R9W, NMPM
- GREATER LYBROOK UNIT 758H/ API # 30-045-35810/ UNIT J Sec. 23, T23N, R9W, NMPM

NEW LACT UNIT

W LYBROOK UNIT 768H/769H/770H/771H PIPELINE LACT UNIT:

WELLS TO BE SERVED BY PIPELINE LACT UNIT:

- W LYBROOK UNIT 768H/ API # 30-045-35891/ UNIT H Sec. 23, T23N, R9W, NMPM
- W LYBROOK UNIT 769H/ API # 30-045-35892/ UNIT H Sec. 23, T23N, R9W, NMPM
- W LYBROOK UNIT 770H / API # 30-045-35893 / UNIT H Sec. 23, T23N, R9W, NMPM
- W LYBROOK UNIT 771H/ API # 30-045-35894/ UNIT H Sec. 23, T23N, R9W, NMPM

Heather Huntington Enduring Resources Permitting Technician 505-636-9751

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

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:
ENDURING RESOURCES, LLC	372286
6300 S Syracuse Way, Suite 525	Action Number:
Centennial, CO 80111	222129
	Action Type:
	[IM-SD] Admin Order Support Doc (ENG) (IM-AAO)

CONDITIONS

Conditions					
Created By		Condition Date			
dmcclure	Operation of the equipment shall be performed in compliance with 19.15.18.15 NMAC.	5/31/2023			

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Action 222129