BEFORE THE OIL CONSERVATION DIVISION EXAMINER HEARING MAY 4, 2023

CASE NOS. 23473-23474

BAETZ 22/15 FED COM 1H WELL BAETZ 22/15 FED COM 2H WELL

Lea County, New Mexico



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

APPLICATION OF FASKEN OIL & RANCH, LTD, TO AMEND ORDER NO. R-22121, LEA COUNTY, NEW MEXICO.

CASE NO. 23473 ORDER NO. R-22121

APPLICATION OF FASKEN OIL & RANCH, LTD, TO AMEND ORDER NO. R-22122, LEA COUNTY, NEW MEXICO.

CASE NO. 23474 ORDER NO. R-22122

TABLE OF CONTENTS

- Fasken Exhibit A: Extension Applications
- Fasken Exhibit B: Original Pooling Orders
- Fasken Exhibit C: Self-Affirmed Statement of Mike Wallace, Landman
 - o Fasken Exhibit C-1: Mailing Report Case Nos. 22697 & 22698
 - o Fasken Exhibit C-2: Revised/Updated Exhibit A-3
- Fasken Exhibit D: Self-Affirmed Statement of Notice
- Fasken Exhibit E: Affidavit of Publication for Each Case

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

APPLICATION OF FASKEN OIL & RANCH, LTD, TO AMEND ORDER NO. R-22121, LEA COUNTY, NEW MEXICO.

CASE NO. 23473 ORDER NO. R-22121

APPLICATION

Fasken Oil & Ranch, LTD ("Fasken" or "Applicant"), through its undersigned attorneys, hereby files this application with the Oil Conservation Division to amend Order No. R-22121 ("Order") to allow for an extension of time for drilling the proposed initial well under the Order. In support of its application, Fasken states:

1. Division Order No. R-22121, entered on May 9, 2022, in Case No. 22697, created a standard 320-acre, more or less, horizontal spacing unit comprised of the W/2 W/2 of Sections 22 and 15, Township 20 South, Range 32 East, NMPM, Lea County, New Mexico (the "Unit"), and designated Fasken as operator of the Unit.

2. Order No. R-22121 further pooled the uncommitted interests in the Bone Spring formation (Salt Lake, Bone Spring [Pool Code 53560]) in the Unit and dedicated the Unit to the proposed initial **Baetz 22/15 Fed Com #1H well** (API No. 30-025-PENDING).

3. Applicant requests that Order No. R-22121 be re-opened and amended to allow Applicant additional time to commence drilling the well under the Order.

4. There is good cause for Applicant's request for an extension of time to drill. Fasken filed permits with the Bureau of Land Management on June 30, 2022, and has not yet received approval, thereby causing Fasken to delay its intended plans to develop the acreage subject to the Order. BEFORE THE OIL CONSERVATION DIVISION Santa Fe, New Mexico

Santa Fe, New Mexico Exhibit No. A Submitted by: Fasken Oil & Ranch, Ltd. Hearing Date: May 4, 2023 Case Nos. 23473-23474 5. Under the Order, Applicant would be required to commence drilling the well by May 10, 2023, and therefore, asks for the deadline to commence drilling the well be extended for a year, to May 10, 2024.

WHEREFORE, Applicant requests that this application be set for hearing before an Examiner of the Oil Conservation Division on May 4, 2023, and, after notice and hearing as required by law, the Division enter an order extending the time for Fasken to commence drilling the proposed initial well under the Order.

Respectfully submitted,

HOLLAND & HART LLP

By:

Michael H. Feldewert Adam G. Rankin Julia Broggi Paula M. Vance Post Office Box 2208 Santa Fe, NM 87504 505-998-4421 505-983-6043 Facsimile mfeldewert@hollandhart.com agrankin@hollandhart.com jbroggi@hollandhart.com

ATTORNEYS FOR FASKEN OIL & RANCH, LTD

CASE ____:

Application of Fasken Oil & Ranch, LTD, to Amend Order No. R-22121, Lea County, New Mexico. Applicant in the above-styled cause seeks a year extension of time for drilling the well under Order No. R-22121. The Unit is comprised of the W/2 W/2 of Sections 22 and 15, Township 20 South, Range 32 East, NMPM, Lea County, New Mexico. Order No. R-22121 pooled the uncommitted interests in the Bone Spring formation and dedicated the Unit to the proposed initial Baetz 22/15 Fed Com #1H well to be horizontally drilled from a surface location in the SW/4 SW/4 (Unit M) of Section 22, to a bottom hole location in the NW/4 NW/4 (Unit D) of Section 15. Said area is located 29 miles northeast of Carlsbad, New Mexico.

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

APPLICATION OF FASKEN OIL & RANCH, LTD, TO AMEND ORDER NO. R-22122, LEA COUNTY, NEW MEXICO.

CASE NO. <u>23474</u> ORDER NO. R-22122

APPLICATION

Fasken Oil & Ranch, LTD ("Fasken" or "Applicant"), through its undersigned attorneys, hereby files this application with the Oil Conservation Division to amend Order No. R-22122 ("Order") to allow for an extension of time for drilling the proposed initial well under the Order. In support of its application, Fasken states:

1. Division Order No. R-22122, entered on May 9, 2022, in Case No. 22698, created a standard 320-acre, more or less, horizontal spacing unit comprised of the E/2 W/2 of Sections 22 and 15, Township 20 South, Range 32 East, NMPM, Lea County, New Mexico (the "Unit"), and designated Fasken as operator of the Unit.

2. Order No. R-22122 further pooled the uncommitted interests in the Bone Spring formation (Salt Lake, Bone Spring [Pool Code 53560]) in the Unit and dedicated the Unit to the proposed initial **Baetz 22/15 Fed Com #2H well** (API No. 30-025-PENDING).

3. Applicant requests that Order No. R-22122 be re-opened and amended to allow Applicant additional time to commence drilling the well under the Order.

4. There is good cause for Applicant's request for an extension of time to drill. Fasken filed permits with the Bureau of Land Management on June 30, 2022, and has not yet received approval, thereby causing Fasken to delay its intended plans to develop the acreage subject to the Order. 5. Under the Order, Applicant would be required to commence drilling the well by May 10, 2023, and therefore, asks for the deadline to commence drilling the well be extended for a year, to May 10, 2024.

WHEREFORE, Applicant requests that this application be set for hearing before an Examiner of the Oil Conservation Division on May 4, 2023, and, after notice and hearing as required by law, the Division enter an order extending the time for Fasken to commence drilling the proposed initial well under the Order.

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ATTORNEYS FOR FASKEN OIL & RANCH, LTD

CASE ____:

Application of Fasken Oil & Ranch, LTD, to Amend Order No. R-22122, Lea County, New Mexico. Applicant in the above-styled cause seeks a year extension of time for drilling the well under Order No. R-22122. The Unit is comprised of the E/2 W/2 of Sections 22 and 15, Township 20 South, Range 32 East, NMPM, Lea County, New Mexico. Order No. R-22122 pooled the uncommitted interests in the Bone Spring formation and dedicated the Unit to the proposed initial Baetz 22/15 Fed Com #2H well to be horizontally drilled from a surface location in the SW/4 SW/4 (Unit M) of Section 22, to a bottom hole location in the NE/4 NW/4 (Unit C) of Section 15. Said area is located 29 miles northeast of Carlsbad, New Mexico.

STATE OF NEW MEXICO Case Nos. 23 ENERGY, MINERALS AND NATURAL RESOURCES DEPARTMENT OIL CONSERVATION DIVISION

IN THE MATTER OF APPLICATION FOR COMPULSORY POOLING SUBMITTED BY FASKEN OIL & RANCH LTD

CASE NO. 22697 ORDER NO. R-22121

ORDER

The Director of the New Mexico Oil Conservation Division ("OCD"), having heard this matter through a Hearing Examiner on April 7. 2022, and after considering the testimony, evidence, and recommendation of the Hearing Examiner, issues the following Order.

FINDINGS OF FACT

- 1. Fasken Oil & Ranch LTD ("Operator") submitted an application ("Application") to compulsory pool the uncommitted oil and gas interests within the spacing unit ("Unit") described in Exhibit A. The Unit is expected to be a standard horizontal spacing unit. 19.15.16.15(B) NMAC. Operator seeks to be designated the operator of the Unit.
- 2. Operator will dedicate the well(s) described in Exhibit A ("Well(s)") to the Unit.
- 3. Operator proposes the supervision and risk charges for the Well(s) described in Exhibit A.
- 4. Operator identified the owners of uncommitted interests in oil and gas minerals in the Unit and provided evidence that notice was given.
- 5. The Application was heard by the Hearing Examiner on the date specified above, during which Operator presented evidence through affidavits in support of the Application. No other party presented evidence at the hearing.

CONCLUSIONS OF LAW

- 6. OCD has jurisdiction to issue this Order pursuant to NMSA 1978, Section 70-2-17.
- 7. Operator is the owner of an oil and gas working interest within the Unit.
- 8. Operator satisfied the notice requirements for the Application and the hearing as required by 19.15.4.12 NMAC.
- 9. OCD satisfied the notice requirements for the hearing as required by 19.15.4.9 NMAC.
- 10. Operator has the right to drill the Well(s) to a common source of supply at the

depth(s) and location(s) in the Unit described in Exhibit A.

- 11. The Unit contains separately owned uncommitted interests in oil and gas minerals.
- 12. Some of the owners of the uncommitted interests have not agreed to commit their interests to the Unit.
- 13. The pooling of uncommitted interests in the Unit will prevent waste and protect correlative rights, including the drilling of unnecessary wells.
- 14. This Order affords to the owner of an uncommitted interest the opportunity to produce his just and equitable share of the oil or gas in the pool.

<u>ORDER</u>

- 15. The uncommitted interests in the Unit are pooled as set forth in Exhibit A.
- 16. The Unit shall be dedicated to the Well(s) set forth in Exhibit A.
- 17. Operator is designated as operator of the Unit and the Well(s).
- 18. If the location of a well will be unorthodox under the spacing rules in effect at the time of completion, Operator shall obtain the OCD's approval for a non-standard location in accordance with 19.15.16.15(C) NMAC.
- 19. The Operator shall commence drilling the Well(s) within one year after the date of this Order, and complete each Well no later than one (1) year after the commencement of drilling the Well.
- 20. This Order shall terminate automatically if Operator fails to comply with Paragraph 19 unless Operator obtains an extension by amending this Order for good cause shown.
- 21. The infill well requirements in 19.15.13.9 NMAC through 19.15.13.12 NMAC shall be applicable.
- 22. Operator shall submit each owner of an uncommitted working interest in the pool ("Pooled Working Interest") an itemized schedule of estimated costs to drill, complete, and equip the well ("Estimated Well Costs").
- 23. No later than thirty (30) days after Operator submits the Estimated Well Costs, the owner of a Pooled Working Interest shall elect whether to pay its share of the Estimated Well Costs or its share of the actual costs to drill, complete and equip the well ("Actual Well Costs") out of production from the well. An owner of a Pooled Working Interest who elects to pay its share of the Estimated Well Costs shall render payment to Operator no later than thirty (30) days after the expiration of the election period, and shall be liable for operating costs, but not risk charges, for the

CASE NO. 22697 ORDER NO. R-22121 well. An owner of a Pooled Working Interest who fails to pay its share of the Estimated Well Costs or who elects to pay its share of the Actual Well Costs out of production from the well shall be considered to be a "Non-Consenting Pooled Working Interest."

- 24. No later than one hundred eighty (180) days after Operator submits a Form C-105 for a well, Operator shall submit to each owner of a Pooled Working Interest an itemized schedule of the Actual Well Costs. The Actual Well Costs shall be considered to be the Reasonable Well Costs unless an owner of a Pooled Working Interest files a written objection no later than forty-five (45) days after receipt of the schedule. If an owner of a Pooled Working Interest files a timely written objection, OCD shall determine the Reasonable Well Costs after public notice and hearing.
- 25. No later than sixty (60) days after the expiration of the period to file a written objection to the Actual Well Costs or OCD's order determining the Reasonable Well Costs, whichever is later, each owner of a Pooled Working Interest who paid its share of the Estimated Well Costs shall pay to Operator its share of the Reasonable Well Costs that exceed the Estimated Well Costs, or Operator shall pay to each owner of a Pooled Working Interest who paid its share of the Estimated Well Costs that exceed the Estimated Well Costs its share of the Estimated Well Costs that exceed the Reasonable Well Costs its share of the Estimated Well Costs that exceed the Reasonable Well Costs.
- 26. The reasonable charges for supervision to drill and produce a well ("Supervision Charges") shall not exceed the rates specified in Exhibit A, provided however that the rates shall be adjusted annually pursuant to the COPAS form entitled "Accounting Procedure-Joint Operations."
- 27. No later than within ninety (90) days after Operator submits a Form C-105 for a well, Operator shall submit to each owner of a Pooled Working Interest an itemized schedule of the reasonable charges for operating and maintaining the well ("Operating Charges"), provided however that Operating Charges shall not include the Reasonable Well Costs or Supervision Charges. The Operating Charges shall be considered final unless an owner of a Pooled Working Interest files a written objection no later than forty-five (45) days after receipt of the schedule. If an owner of a Pooled Working Interest files a timely written objection, OCD shall determine the Operating Charges after public notice and hearing.
- 28. Operator may withhold the following costs and charges from the share of production due to each owner of a Pooled Working Interest who paid its share of the Estimated Well Costs: (a) the proportionate share of the Supervision Charges; and (b) the proportionate share of the Operating Charges.
- 29. Operator may withhold the following costs and charges from the share of production due to each owner of a Non-Consenting Pooled Working Interest: (a) the proportionate share of the Reasonable Well Costs; (b) the proportionate share

CASE NO. 22697 ORDER NO. R-22121 of the Supervision and Operating Charges; and (c) the percentage of the Reasonable Well Costs specified as the charge for risk described in Exhibit A.

- 30. Operator shall distribute a proportionate share of the costs and charges withheld pursuant to paragraph 29 to each Pooled Working Interest that paid its share of the Estimated Well Costs.
- 31. Each year on the anniversary of this Order, and no later than ninety (90) days after each payout, Operator shall provide to each owner of a Non-Consenting Pooled Working Interest a schedule of the revenue attributable to a well and the Supervision and Operating Costs charged against that revenue.
- 32. Any cost or charge that is paid out of production shall be withheld only from the share due to an owner of a Pooled Working Interest. No cost or charge shall be withheld from the share due to an owner of a royalty interests. For the purpose of this Order, an unleased mineral interest shall consist of a seven-eighths (7/8) working interest and a one-eighth (1/8) royalty interest.
- 33. Except as provided above, Operator shall hold the revenue attributable to a well that is not disbursed for any reason for the account of the person(s) entitled to the revenue as provided in the Oil and Gas Proceeds Payment Act, NMSA 1978, Sections 70-10-1 *et seq.*, and relinquish such revenue as provided in the Uniform Unclaimed Property Act, NMSA 1978, Sections 7-8A-1 *et seq.*
- 34. The Unit shall terminate if (a) the owners of all Pooled Working Interests reach a voluntary agreement; or (b) the well(s) drilled on the Unit are plugged and abandoned in accordance with the applicable rules. Operator shall inform OCD no later than thirty (30) days after such occurrence.
- 35. OCD retains jurisdiction of this matter for the entry of such orders as may be deemed necessary.

STATE OF NEW MEXICO OIL CONSERVATION DIVISION OCCORDENCE ADRIENNE SANDOVAL DIRECTOR AES/jag

Date: <u>5/09/2022</u>

CASE NO. 22697 ORDER NO. R-22121

Exhibit A

ALL INFORMATION IN THE APPLICATION MUST	BE SUPPORTED BY SIGNED AFFIDAVITS				
Case: 22697	APPLICANT'S RESPONSE				
Date: April 7, 2022					
Applicant	Fasken Oil & Ranch, Ltd				
Designated Operator & OGRID (affiliation if applicable)	Fasken Oil & Ranch. Ltd [OGRID 151416]				
Applicant's Counsel:	Holland & Hart LLP				
Case Title:	APPLICATION OF FASKEN OIL & RANCH FOR COMPULSORY POOLING, LEA COUNTY, NEW MEXICO				
Entries of Appearance/Intervenors:					
Well Family	Baetz 22/15 Fed Com				
Formation/Pool					
Formation Name(s) or Vertical Extent:	Bone Spring				
Primary Product (Oil or Gas):	Oil				
Pooling this vertical extent:	N/A				
Pool Name and Pool Code:	Salt Lake, Bone Springs [53560]				
Well Location Setback Rules:	Standard				
Spacing Unit Size:	320-acres				
Spacing Unit					
Type (Horizontal/Vertical)	Horizontal				
Size (Acres)	320-acres				
Building Blocks:	Quarter-Quarter sections				
Orientation:	standup				
Description: TRS/County	W/2 W/2 of Sections 22 and 15, Township 20 South, Range				
Standard Horizontal Well Spacing Unit (Y/N), If No, describe	32 East (NMPM), Lea County New Mexico. Yes				
Other Situations					
Depth Severance: Y/N. If yes, description	No				
Proximity Tracts: If yes, description	No				
Proximity Defining Well: if yes, description	N/A				
Applicant's Ownership in Each Tract	Exhibit A-3				
Well(s)					
Name & API (if assigned), surface and bottom hole location, footages, completion target, orientation, completion status (standard or non-standard)					

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CASE NO. 22697 ORDER NO. R-22121

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wen nit	SHL:500 ⁱ FSL & 500 ⁱ FWL (Unit M) of Sec. 22, T205, R32E BHL:100 ⁱ FNL & 660 ⁱ FWL (Unit D) of Sec. 15, T205, R32E
	and an and a second
	Completion Target: Bone Spring formation Well Orientation:south to north
	Completion Location expected to be:standard
Horizontal Well First and Last Take Points	See Exhibit A-1
Completion Target (Formation, TVD and MD)	See Exhibit B-2
completion rarget (ronnation, 1 vb and wb)	See Exhibit B-2
AFE Capex and Operating Costs	
Drilling Supervision/Month \$	\$8,000
Production Supervision/Month \$	\$800
Justification for Supervision Costs	Exhibit A
Requested Risk Charge	200%
Notice of Hearing	
Proposed Notice of Hearing	Exhibit C
Proof of Mailed Notice of Hearing (20 days before hearing)	Exhibit C
Proof of Published Notice of Hearing (10 days before hearing)	Exhibit D
Ownership Determination	
Land Ownership Schematic of the Spacing Unit	Exhibit A-3
Tract List (including lease numbers and owners)	Exhibit A-3
Pooled Parties (including ownership type)	Exhibit A-3
Unlocatable Parties to be Pooled	Exhibits C & D
Ownership Depth Severance (including percentage above &	
below)	N/A
Joinder	
Sample Copy of Proposal Letter	Exhibit A-4
List of Interest Owners (ie Exhibit A of JOA)	Exhibit A-3
Chronology of Contact with Non-Joined Working Interests	Exhibit A-5
Overhead Rates In Proposal Letter	Exhibit A-4
Cost Estimate to Drill and Complete	Exhibit A-4
Cost Estimate to Equip Well	Exhibit A-4
Cost Estimate for Production Facilities	Exhibit A-4
Geology	
Summary (including special considerations)	Exhibit B
Spacing Unit Schematic	Exhibit A-1
Gunhau al/LatgiagTuipovoo/Astrensativ	Exhibit B-1

CASE NO. 22697 ORDER NO. R-22121

Received by OCD: 4/6/2022 4:11:15 PM	Page 5 of 1
Well Orientation (with rationale)	Exhibit B
Target Formation	Exhibit B
HSU Cross Section	Exhibit B-2
Depth Severance Discussion	N/A
Forms, Figures and Tables	
C-102	Exhibit A-1
Tracts	Exhibit A-3
Summary of Interests, Unit Recapitulation (Tracts)	Exhibit A-3
General Location Map (including basin)	Exhibit A-2
Well Bore Location Map	Exhibit A-1
Structure Contour Map - Subsea Depth	Exhibit B-1
Cross Section Location Map (including wells)	Exhibit B-1
Cross Section (including Landing Zone)	Exhibit B-2
Additional Information	
Special Provisions/Stipulations	N/A
CERTIFICATION: I hereby certify that the information pr	ovided in this checklist is complete and accurate.
Printed Name (Attorney or Party Representative):	Michael H. Feldewert
Signed Name (Attorney or Party Representative):	
Date:	Thichal & Fullewers 5-Apr-22

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CASE NO. 22697 ORDER NO. R-22121

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

IN THE MATTER OF APPLICATION FOR COMPULSORY POOLING SUBMITTED BY FASKEN OIL & RANCH LTD

CASE NO. 22698 ORDER NO. R-22122

ORDER

The Director of the New Mexico Oil Conservation Division ("OCD"), having heard this matter through a Hearing Examiner on April 7. 2022, and after considering the testimony, evidence, and recommendation of the Hearing Examiner, issues the following Order.

FINDINGS OF FACT

- 1. Fasken Oil & Ranch LTD ("Operator") submitted an application ("Application") to compulsory pool the uncommitted oil and gas interests within the spacing unit ("Unit") described in Exhibit A. The Unit is expected to be a standard horizontal spacing unit. 19.15.16.15(B) NMAC. Operator seeks to be designated the operator of the Unit.
- 2. Operator will dedicate the well(s) described in Exhibit A ("Well(s)") to the Unit.
- 3. Operator proposes the supervision and risk charges for the Well(s) described in Exhibit A.
- 4. Operator identified the owners of uncommitted interests in oil and gas minerals in the Unit and provided evidence that notice was given.
- 5. The Application was heard by the Hearing Examiner on the date specified above, during which Operator presented evidence through affidavits in support of the Application. No other party presented evidence at the hearing.

CONCLUSIONS OF LAW

- 6. OCD has jurisdiction to issue this Order pursuant to NMSA 1978, Section 70-2-17.
- 7. Operator is the owner of an oil and gas working interest within the Unit.
- 8. Operator satisfied the notice requirements for the Application and the hearing as required by 19.15.4.12 NMAC.
- 9. OCD satisfied the notice requirements for the hearing as required by 19.15.4.9 NMAC.
- 10. Operator has the right to drill the Well(s) to a common source of supply at the

depth(s) and location(s) in the Unit described in Exhibit A.

- 11. The Unit contains separately owned uncommitted interests in oil and gas minerals.
- 12. Some of the owners of the uncommitted interests have not agreed to commit their interests to the Unit.
- 13. The pooling of uncommitted interests in the Unit will prevent waste and protect correlative rights, including the drilling of unnecessary wells.
- 14. This Order affords to the owner of an uncommitted interest the opportunity to produce his just and equitable share of the oil or gas in the pool.

<u>ORDER</u>

- 15. The uncommitted interests in the Unit are pooled as set forth in Exhibit A.
- 16. The Unit shall be dedicated to the Well(s) set forth in Exhibit A.
- 17. Operator is designated as operator of the Unit and the Well(s).
- 18. If the location of a well will be unorthodox under the spacing rules in effect at the time of completion, Operator shall obtain the OCD's approval for a non-standard location in accordance with 19.15.16.15(C) NMAC.
- 19. The Operator shall commence drilling the Well(s) within one year after the date of this Order, and complete each Well no later than one (1) year after the commencement of drilling the Well.
- 20. This Order shall terminate automatically if Operator fails to comply with Paragraph 19 unless Operator obtains an extension by amending this Order for good cause shown.
- 21. The infill well requirements in 19.15.13.9 NMAC through 19.15.13.12 NMAC shall be applicable.
- 22. Operator shall submit each owner of an uncommitted working interest in the pool ("Pooled Working Interest") an itemized schedule of estimated costs to drill, complete, and equip the well ("Estimated Well Costs").
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- 29. Operator may withhold the following costs and charges from the share of production due to each owner of a Non-Consenting Pooled Working Interest: (a) the proportionate share of the Reasonable Well Costs; (b) the proportionate share

CASE NO. 22698 ORDER NO. R-22122 of the Supervision and Operating Charges; and (c) the percentage of the Reasonable Well Costs specified as the charge for risk described in Exhibit A.

- 30. Operator shall distribute a proportionate share of the costs and charges withheld pursuant to paragraph 29 to each Pooled Working Interest that paid its share of the Estimated Well Costs.
- 31. Each year on the anniversary of this Order, and no later than ninety (90) days after each payout, Operator shall provide to each owner of a Non-Consenting Pooled Working Interest a schedule of the revenue attributable to a well and the Supervision and Operating Costs charged against that revenue.
- 32. Any cost or charge that is paid out of production shall be withheld only from the share due to an owner of a Pooled Working Interest. No cost or charge shall be withheld from the share due to an owner of a royalty interests. For the purpose of this Order, an unleased mineral interest shall consist of a seven-eighths (7/8) working interest and a one-eighth (1/8) royalty interest.
- 33. Except as provided above, Operator shall hold the revenue attributable to a well that is not disbursed for any reason for the account of the person(s) entitled to the revenue as provided in the Oil and Gas Proceeds Payment Act, NMSA 1978, Sections 70-10-1 *et seq.*, and relinquish such revenue as provided in the Uniform Unclaimed Property Act, NMSA 1978, Sections 7-8A-1 *et seq.*
- 34. The Unit shall terminate if (a) the owners of all Pooled Working Interests reach a voluntary agreement; or (b) the well(s) drilled on the Unit are plugged and abandoned in accordance with the applicable rules. Operator shall inform OCD no later than thirty (30) days after such occurrence.
- 35. OCD retains jurisdiction of this matter for the entry of such orders as may be deemed necessary.

STATE OF NEW MEXICO OIL CONSERVATION DIVISION ADRIENNE SANDOVAL DIRECTOR AES/jag

Date: <u>5/09/2022</u>

CASE NO. 22698 ORDER NO. R-22122

Exhibit A

ALL INFORMATION IN THE APPLICATION MUST	BE SUPPORTED BY SIGNED AFFIDAVITS				
Case: 22698	APPLICANT'S RESPONSE				
Date: April 7, 2022					
Applicant	Fasken Oil & Ranch, Ltd				
Designated Operator & OGRID (affiliation if applicable)	Fasken Oil & Ranch. Ltd [OGRID 151416]				
Applicant's Counsel:	Holland & Hart LLP				
Case Title:	APPLICATION OF FASKEN OIL & RANCH FOR COMPULSORY POOLING, LEA COUNTY, NEW MEXICO				
Entries of Appearance/Intervenors:					
Well Family	Baetz 22/15 Fed Com				
Formation/Pool					
Formation Name(s) or Vertical Extent:	Bone Spring				
Primary Product (Oil or Gas):	Oil				
Pooling this vertical extent:	N/A				
Pool Name and Pool Code:	Salt Lake, Bone Springs [53560]				
Well Location Setback Rules:	Standard				
Spacing Unit Size:	320-acres				
Spacing Unit					
Type (Horizontal/Vertical)	Horizontal				
Size (Acres)	320-acres				
Building Blocks:	Quarter-Quarter sections				
Orientation:	standup				
Description: TRS/County	E/2 W/2 of Sections 22 and 15, Township 20 South, Range 32				
Standard Horizontal Well Spacing Unit (Y/N), If No, describe	East (NMPM), Lea County New Mexico. Yes				
Other Situations	No				
Depth Severance: Y/N. If yes, description	No				
Proximity Tracts: If yes, description	No				
Proximity Defining Well: if yes, description	N/A				
Applicant's Ownership in Each Tract	Exhibit A-3				
Well(s)					
Name & API (if assigned), surface and bottom hole location, footages, completion target, orientation, completion status (standard or non-standard)					

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CASE NO. 22698 ORDER NO. R-22122

Received by OCD: 4/6/2022 4:11:15 PM Well #1	Baetz 22/15 Fed Com 2H , API No. pending Page 7 of
	SHL: 500' FSL & 530 FWL (Unit M) of Sec. 22, T20S, R32E BHL: 100' FNL & 1980' FWL (Unit C) of Sec. 15, T20S, R32E
	Completion Target: Bone Spring formation Well Orientation:south to north
	Completion Location expected to be:standard
Horizontal Well First and Last Take Points	See Exhibit A-1
Completion Target (Formation, TVD and MD)	See Exhibit B-2
AFE Capex and Operating Costs	
Drilling Supervision/Month \$	\$8,000
Production Supervision/Month \$	\$800
Justification for Supervision Costs	Exhibit A
Requested Risk Charge	200%
Notice of Hearing	
Proposed Notice of Hearing	Exhibit C
Proof of Mailed Notice of Hearing (20 days before hearing)	Exhibit C
Proof of Published Notice of Hearing (10 days before hearing)	Exhibit D
Ownership Determination	
Land Ownership Schematic of the Spacing Unit	Exhibit A-3
Tract List (including lease numbers and owners)	Exhibit A-3
Pooled Parties (including ownership type)	Exhibit A-3
Unlocatable Parties to be Pooled	Exhibits C & D
Ownership Depth Severance (including percentage above &	
below)	N/A
Joinder	
Sample Copy of Proposal Letter	Exhibit A-4
List of Interest Owners (ie Exhibit A of JOA)	Exhibit A-3
Chronology of Contact with Non-Joined Working Interests	Exhibit A-5
Overhead Rates In Proposal Letter	Exhibit A-4
Cost Estimate to Drill and Complete	Exhibit A-4
Cost Estimate to Equip Well	Exhibit A-4
Cost Estimate for Production Facilities	Exhibit A-4
Geology	
Summary (including special considerations)	Exhibit B
Spacing Unit Schematic	Exhibit A-1
Eunisan al/hateralsTraja 2022/ & strendabiv	Exhibit B-1

CASE NO. 22698 ORDER NO. R-22122

Received by OCD: 4/6/2022 4:11:15 PM	Page 8 of 1
Well Orientation (with rationale)	Exhibit B
Target Formation	Exhibit B
HSU Cross Section	Exhibit B-2
Depth Severance Discussion	N/A
Forms, Figures and Tables	
C-102	Exhibit A-1
Tracts	Exhibit A-3
Summary of Interests, Unit Recapitulation (Tracts)	Exhibit A-3
General Location Map (including basin)	Exhibit A-2
Well Bore Location Map	Exhibit A-1
Structure Contour Map - Subsea Depth	Exhibit B-1
Cross Section Location Map (including wells)	Exhibit B-1
Cross Section (including Landing Zone)	Exhibit B-2
Additional Information	
Special Provisions/Stipulations	N/A
CERTIFICATION: I hereby certify that the information pr	ovided in this checklist is complete and accurate.
Printed Name (Attorney or Party Representative):	Michael H. Feldewert
Signed Name (Attorney or Party Representative):	
Date:	Pachal J. Fellewers 5-Apr-22

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CASE NO. 22698 ORDER NO. R-22122

.

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

APPLICATION OF FASKEN OIL & RANCH, LTD, TO AMEND ORDER NO. R-22121, LEA COUNTY, NEW MEXICO.

CASE NO. 23473 ORDER NO. R-22121

APPLICATION OF FASKEN OIL & RANCH, LTD, TO AMEND ORDER NO. R-22122, LEA COUNTY, NEW MEXICO.

CASE NO. 23474 ORDER NO. R-22122

SELF-AFFIRMED STATEMENT OF MIKE WALLACE

1. My name is Mike Wallace, and I work for Fasken Oil & Ranch, LTD, ("Fasken") as a Landman. I am familiar with the applications filed in these cases and have personal knowledge of the information provided in this self-affirmed statement.

2. I have previously testified before the New Mexico Oil Conservation Division ("Division") as an expert witness in petroleum land matters. My credentials as a landman have been accepted by the Division and made a matter of record.

3. Under **Case No. 23473**, Fasken seeks an order to amend Order No. R-22121 ("Order") to allow for an extension of time for drilling the proposed initial well under the Order. Division Order No. R-22121, entered on May 9, 2022, in Case No. 22697, created a standard 320-acre, more or less, horizontal spacing unit comprised of the W/2 W/2 of Sections 22 and 15, Township 20 South, Range 32 East, NMPM, Lea County, New Mexico (the "Unit"), and designated Fasken as operator of the Unit. Order No. R-22121 further pooled the uncommitted

BEFORE THE OIL CONSERVATION DIVISION Santa Fe, New Mexico Exhibit No. C Submitted by: Fasken Oil & Ranch, Ltd. Hearing Date: May 4, 2023 Case Nos. 23473-23474 interests in the Bone Spring formation (Salt Lake, Bone Spring [53560]) in the Unit and dedicated the Unit to the proposed initial **Baetz 22/15 Fed Com #1H well** (API No. 30-025-PENDING).

4. Under **Case No. 23474**, Fasken seeks an order to amend Order No. R-22122 ("Order") to allow for an extension of time for drilling the proposed initial well under the Order. Division Order No. R-22122, entered on May 9, 2022, in Case No. 22698, created a standard 320-acre, more or less, horizontal spacing unit comprised of the E/2 W/2 of Sections 22 and 15, Township 20 South, Range 32 East, NMPM, Lea County, New Mexico (the "Unit"), and designated Fasken as operator of the Unit. Order No. R-22122 further pooled the uncommitted interests in the Bone Spring formation (Salt Lake, Bone Spring [53560]) in the Unit and dedicated the Unit to the proposed initial **Baetz 22/15 Fed Com #2H well** (API No. 30-025-PENDING).

5. Fasken is eager to develop this acreage; however, Fasken filed permits with the Bureau of Land Management on June 30, 2022, and has not yet received approval, thereby causing Fasken to delay its intended plans to develop the acreage subject to the Orders. Good cause therefore exists to extend the deadline to commence drilling under the order for a year, until May 10, 2024.

6. **Fasken Exhibit C-1** is a copy of the mailing report from the original hearing in Case Nos. 22697 and 22698.

7. **Fasken Exhibit C-2** is an updated copy of the pooling exhibit from Case Nos. 22697 and 22698.

8. None of the working interest owners that remain subject to these pooling orders have been asked at this time to make an election on the applicable wells or pay their estimated share of the costs to drill, complete and equip the applicable wells.

9. The granting of this application will prevent waste and protect correlative rights.

2

I affirm under penalty of perjury under the laws of the State of New Mexico that 10. the foregoing statements are true and correct. I understand that this self-affirmed statement will be used as written testimony in these cases. This statement is made on the date next to my signature 4127/23 Date below.

Mike Wallace

Fasken Baetz 1H-2H Case Nos. 22697-22698 Postal Delivery Report

TrackingNo	ToName	DeliveryAddress	City	State	Zip	USPS_Status
9414811898765841871462	Marie I. Baetz Family 2012 Trust	633 Alta Ave	San Antonio	тх	78209-4431	Your item was delivered to an individual at the address at 11:54 am on March 22, 2022 in SAN ANTONIO, TX 78209.
9414811898765841871561	Richard H. Schulze	2422 N Spojnia Rd	McHenry	IL	60050-3344	Your item was delivered to an individual at the address at 10:49 am on March 22, 2022 in MCHENRY, IL 60050.
9414811898765841871523	John R. Lewis	290 Woodlawn St	Vidor	тх	77662-5245	This is a reminder to arrange for redelivery of your item or your item will be returned to sender.
9414811898765841871509	Heirs or devisees of David C. Stephenson, believed to be Richard T. Stephenson	303 Brooks Dr	Fritch	тх	79036-8555	Your item was delivered at 7:55 am on March 26, 2022 in FRITCH, TX 79036.
9414811898765841871547	Benny D. Duncan	5714 Southwestern Blvd	Dallas	тх	75209-3438	Your package will arrive later than expected, but is still on its way It is currently in transit to the next facility.
9414811898765841871585	Trunk Bay Royalty Partners, Ltd.	PO Box 671099	Dallas	тх	75367-1099	Your item was delivered to the front desk, reception area, or mail room at 3:40 pm on March 25, 2022 in DALLAS, TX 75367.
9414811898765841871530	Lougee Oil and Gas Trust, Attn Earl S. LougeeAttn	777 Taylor St Ste 810	Fort Worth	TX		Your item was delivered to the front desk, reception area, or mail room at 1:00 pm on March 22, 2022 in FORT WORTH, TX 76102. Your item was delivered to an individual at the address at 12:04
9414811898765841871578		6614 Northport Dr	Dallas	TX	75230-4115	pm on March 22, 2022 in DALLAS, TX 75230.
9414811898765841899213	Lougee Oil and Gas Trust, Attn Earl S. LougeeAttn	6714 Orchard Lane	Dallasdallas	тх	75220	Your item was delivered to an individual at the address at 2:37 pm on March 22, 2022 in DALLAS, TX 75230.
9414811898765841899213		PO Box 2142	Roswell	NM		Your item was picked up at the post office at 2:15 pm on March 22, 2022 in ROSWELL, NM 88201.
9414811898765841899268		2905 Anna J Dr	Roswell	NM		Your item was delivered to an individual at the address at 1:59 pm on March 22, 2022 in ROSWELL, NM 88201.
9414811898765841871424	Barbara Shelby Baetz Shipper	1626 Milford St	Houston	тх	77006-6028	Your item was delivered to an individual at the address at 5:21 pm on March 22, 2022 in HOUSTON, TX 77006.
9414811898765841899220	Nestegg Energy CorportionAttn Joel W. Miller	2501 N 26th St.	Artesiaartesia	NM	88201	Your item departed our USPS facility in COPPELL TX DISTRIBUTION CENTER on March 30, 2022 at 7:10 pm. The item is currently in transit to the destination.
9414811898765841899206	Nestegg Energy CorportionAttn Joel W. Miller	PO Box 357	Roswell	NM	88202-0357	Your item departed our ALBUQUERQUE, NM 87101 destination facility on March 30, 2022 at 6:28 pm. The item is currently in transit to the destination.
						Your item was delivered to the front desk, reception area, or mail
9414811898765841899299	MRC Permian CompanyAttn Troy Wall	5400 Lbj Fwy Ste 1500	Dallas	ТХ	75240-1017	room at 9:42 am on March 22, 2022 in DALLAS, TX 75240.
9414811898765841899244	Good News Minerals, LLCAttn E. Lea Crump	PO Box 50820	Midland	тх	79710-0820	Your item was delivered at 10:31 am on March 22, 2022 in MIDLAND, TX 79705.
9414811898765841899282	KMF Land, LLCAttn Noam Lockshin	1144 15th St Ste 2650	Denver	со	80202-2686	Your item was delivered to the front desk, reception area, or mail room at 12:34 pm on March 21, 2022 in DENVER, CO 80202.
9414811898765841899237	Post Oak Crown IV, LLCAttn Ryan J. Matthews	34 S Wynden Dr Ste 300	Houston	тх	77056-2531	Your package will arrive later than expected, but is still on its way. It is currently in transit to the next facility.
9414811898765841899817	Post Oak Crown IV-B, LLCAttn Ryan J. Matthews	34 S Wynden Dr Ste 300	Houston	тх	77056-2531	Your package will arrive later than expected, but is still on its way. It is currently in transit to the next facility.
9414811898765841899855	Mavros Minerals II, LLC Attn Samantha Durham	PO Box 50820	Midland	тх	79710-0820	Your item was delivered at 10:31 am on March 22, 2022 in MIDLAND, TX 79705.
9414811898765841899824	Oak Valley Mineral and Land, LP Attn Samantha Durham	PO Box 50820	Midland	тх	79710-0820	Your item was delivered at 10:31 am on March 22, 2022 in MIDLAND, TX 79705.
9414811898765841899848	Crown Oil Partners, LP	PO Box 50820	Midland	тх	79710-0820	Your item was delivered at 10:31 am on March 22, 2022 in MIDLAND, TX 79705.

BEFORE THE OIL CONSERVATION DIVISION Santa Fe, New Mexico Exhibit No. C1 Submitted by: Fasken Oil & Ranch, Ltd. Hearing Date: May 4, 2023 Case Nos. 23473-23474

Fasken Baetz 1H-2H Case Nos. 22697-22698 Postal Delivery Report

						Your item was delivered to an individual at the address at 12:33
9414811898765841871400	CSC3 Holdings, Ltd. Attn Courntey B. Watson	344 Terrell Rd	San Antonio	ТХ	78209-5918	pm on March 22, 2022 in SAN ANTONIO, TX 78209.
						V ··· · · · · · · · · · · · · · · · · ·
						Your item was delivered to the front desk, reception area, or mail
9414811898765841899886	Collins and Jones Investments, LLC	508 W Wall St Ste 1200	Midland	TX	/9/01-50/6	room at 11:36 am on March 22, 2022 in MIDLAND, TX 79701.
0444044000765044000004					70704 4000	Your item has been delivered to an agent for final delivery in
9414811898765841899831	MCT Energy Ltd.	550 W Texas Ave Ste 945	Midland	TX	/9/01-4233	MIDLAND, TX 79701 on March 28, 2022 at 7:35 pm.
0444044000765044000070		1521 25 1 4.5 4.5 1 504	C ++ -		00101 4500	Your item was delivered to an individual at the address at 12:41
9414811898765841899879	Geraid G. Vavrek	1521 2nd Ave Apt 1604	Seattle	WA	98101-4509	pm on March 22, 2022 in SEATTLE, WA 98101.
9414811898765841899718	losso A Fought Ir	PO Box 52603	Midland	тх	70710 2002	Your item was delivered at 12:38 pm on March 23, 2022 in MIDLAND, TX 79705.
9414811898/05841899/18	Jesse A. Faugit, Jr.	PO B0x 52603	wiidiand	1.	79710-2603	Your item was delivered to an individual at the address at 1:13 pm
9414811898765841899756	H. Jackson Wacker	5601 Hillcrest	Midland	тх	70707 0112	on March 22, 2022 in MIDLAND, TX 79701.
9414011090/05041099/50		Sour Hildrest	wiiulallu	1	79707-9115	Your item was delivered to an individual at the address at 9:49 am
9414811898765841899763	David W. Cromwell	2008 Country Club Dr	Midland	тх	70701 5710	on March 22, 2022 in MIDLAND, TX 79701.
9414011090/05041099/05			Ivilulatiu	1	/9/01-5/19	Your item departed our USPS facility in FORT WORTH TX
						DISTRIBUTION CENTER on March 30, 2022 at 9:30 pm. The item is
0/1/0110007650/1000725		550 W Texas Ave Ste 945	Midland	тх	70701 4222	currently in transit to the destination.
9414811898765841899725		550 W Texas Ave Ste 945	wiidiand	1.	79701-4233	Your item was delivered at 10:31 am on March 22, 2022 in
9414811898765841899701	Kaloh Smith	PO Box 50820	Midland	тх	70710 0920	MIDLAND, TX 79705.
9414011090/05041099/01		PO B0X 30820	Ivilulatiu	1	79710-0820	Your item was delivered at 10:31 am on March 22, 2022 in
9414811898765841899749	Deane Durman	PO Box 50820	Midland	тх	70710 0920	MIDLAND, TX 79705.
5414611656705641655745		FO BOX 30820	wiiulallu	17	79710-0820	Your item was delivered at 10:31 am on March 22, 2022 in
9414811898765841899787	Mike Movlett	PO Box 50820	Midland	тх	70710-0820	MIDLAND, TX 79705.
5414811858705841855787		10 00x 30820	Wildiand		75710-0820	Your item was delivered at 1:17 pm on March 24, 2022 in
0/1/0110007650/1071/02	Trainer Partners, Ltd.Attn Randall Mark Trainer	PO Box 3788	Midland	тх	70702-3788	MIDLAND, TX 79701.
5414611656705641671455		10 00x 3788	Wildiand		13102-3188	Your package will arrive later than expected, but is still on its way.
9414811898765841899732	Brooks Oil and Gas Interests, Ltd.	2100 Castleford Rd Apt 312	Midland	тх	79705-1737	It is currently in transit to the next facility.
5414011050705041055752			Withdiana		/5/05 1/5/	Your item has been delivered to an agent for final delivery in
9414811898765841899770	Trobaugh Properties, a Texas general partnership	3300 N A St Bldg 4-102	Midland	тх	79705-5406	MIDLAND, TX 79705 on March 22, 2022 at 11:05 am.
5414011050705041055770		3500 N A St Bldg + 102	Wildiana		75705 5400	Your item was delivered to an individual at the address at 10:39
9414811898765841899916	Terri Jan Smith	102 Linden Ave	Fairmont	MN	56031-3003	am on March 23, 2022 in FAIRMONT, MN 56031.
5414011050705041055510			luinone		50051 5005	Your item was delivered at 1:17 pm on March 24, 2022 in
9414811898765841899954	Trainer Partners, Ltd.	PO Box 3788	Midland	тх	79702-3788	MIDLAND, TX 79701.
511101105070001105555	Lenox Mineral Title Holdings, LLC, agent for Titus Oil				10/02 0/00	Your item has been delivered to an agent for final delivery in
9414811898765841899961		1012 Marguez Pl Unit 106B	Santa Fe	NM	87505-1833	SANTA FE, NM 87505 on March 22, 2022 at 1:39 pm.
	Lenox Mineral Title Holdings, LLC, agent for Titus Oil					Your item was delivered to an individual at the address at 12:31
9414811898765841899909		420 Throckmorton St Ste 1150	Ft Worth	тх	76102-3761	pm on March 22, 2022 in FORT WORTH, TX 76102.
	Titus Oil and Gas Corporation, agent for Titus Oil and					Your item was delivered to an individual at the address at 12:31
9414811898765841899992		420 Throckmorton St Ste 1150	Ft Worth	тх	76102-3761	pm on March 22, 2022 in FORT WORTH, TX 76102.
						Your package will arrive later than expected, but is still on its way.
9414811898765841899947	Transcendent Oil and Gas, LLC	4425 98th St Ste 200	Lubbock	тх	79424-5037	It is currently in transit to the next facility.
						Your item was delivered to an individual at the address at 3:48 pm
9414811898765841899985	Transcendent Oil and Gas, LLC	2135 Sedona Hills Pkwy	Las Cruces	NM	88011-4135	on March 22, 2022 in LAS CRUCES, NM 88011.
						Your item was delivered to an individual at the address at 10:56
9414811898765841899930	Escondido Oil and Gas, LLC	2445 Rose Bay Ct.	Trophy Club	тх	76262	am on March 24, 2022 in ROANOKE, TX 76262.
	· · · · · · · · · · · · · · · · · · ·	,				This is a reminder to arrange for redelivery of your item or your
				тх	70701 4642	item will be returned to sender.
9414811898765841871486	Trainer Partners, Ltd. Attn Randall Mark Trainer	200 W Illinois Ave	Midland		19101-4043	
9414811898765841871486	Trainer Partners, Ltd. Attn Randall Mark Trainer	200 W Illinois Ave	Midland	17	79701-4043	Your item was picked up at the post office at 10:57 am on March

Fasken Baetz 1H-2H Case Nos. 22697-22698 Postal Delivery Report

						This is a reminder to arrange for redelivery of your item or your
9414811898765841899619	G. Gail Mordka Family Trust	2652 Asbury Ave	Evanston	IL	60201-1677	item will be returned to sender.
						Your item was delivered to an individual at the address at 11:00
9414811898765841899657	Legacy Reserves Operating, LP	15 Smith Rd Ste 3000	Midland	тх	79705-5461	am on March 25, 2022 in MIDLAND, TX 79705.
	Tommy K. LaGrone and Mary Louis LaGrone					Your item was delivered to an individual at the address at 3:17 pm
9414811898765841899664	Revocable Trust	21 Citadel Dr	Amarillo	ТХ	79124-1421	on March 23, 2022 in AMARILLO, TX 79124.
						Your item was picked up at the post office at 10:57 am on March
9414811898765841899626	Breckenridge Partnership, Ltd.	PO Box 1973	Roswell	NM	88202-1973	23, 2022 in ROSWELL, NM 88201.
						Your item was delivered to the front desk, reception area, or mail
9414811898765841899602	MRC Permian Company	5400 Lbj Fwy Ste 1500	Dallas	ТХ	75240-1017	room at 9:42 am on March 22, 2022 in DALLAS, TX 75240.
						Your package will arrive later than expected, but is still on its way.
9414811898765841899695	Marathon Oil Permian LLC	990 Town And Country Blvd	Houston	ТХ	77024-2217	It is currently in transit to the next facility.
						Your item was delivered to an individual at the address at 10:39
9414811898765841871431	Terri Jan Smith	102 Linden Ave	Fairmont	MN	56031-3003	am on March 23, 2022 in FAIRMONT, MN 56031.
						Your package will arrive later than expected, but is still on its way.
9414811898765841871479	Lenox Minerals, LLCAttn Marshall Hickey	1701 Post Oak Blvd no 171	Houston	ТХ	77056	It is currently in transit to the next facility.
						Your item arrived at the SANTA FE, NM 87504 post office at 8:32
9414811898765841871516	Lenox Minerals, LLCAttn Marshall Hickey	420 Throckmorton St. Ste. 115	Houston	ТХ	77056	am on March 28, 2022 and is ready for pickup.
						Your item was delivered to an individual at the address at 12:18
9414811898765841871554	R.K. Moore	1006 5th St	Canyon	ТХ	79015-5106	pm on March 22, 2022 in CANYON, TX 79015.

Received by OCD: 5/1/2023 4:43:02 PM

Case No. 23473 Case No. 23474

Working Interest by Horizontal Spacing Unit

Baetz 22-15 Fed Com #1H & Baetz 22-15 Fed Com #2H W/2 of Sec. 15 & W/2 of Sec. 22-T20S-R32E, Lea County, NM

Owner	Interest
Fasken Oil and Ranch, Ltd.	0.45660535
Transcendent Oil and Gas Properties, LLC*	0.00333335
Escondido Oil and Gas, LLC	0.00166665
Slash Exploration Limited Partnership	0.00390660
Read & Stevens, Inc	0.03255200
G. Gail Mordka Family Trust	0.00104175
Legacy Reserves Operating LP (changed name to	0.03776050
Revenir Energy)	
Tommy K. LaGrone and Mary Louise LaGrone Rev.	
Trust	0.00104175
David Petroleum Corp.	0.00341840
Breckenridge Partnership, Ltd.	0.00341840
MRC Permian Company	0.04687500
Marathon Oil Permian LLC	0.23770825
Brooks Oil and Gas Interests, Ltd.	0.00200000
Andrew H. Jackson	0.00200000
Trobaugh Properties, a Texas general Partnership	0.05000000
Trainer Properties, Ltd.*	0.04053065
SITL (formerly Terri Jan Smith's interest)	0.01666668
BEXP (formerly Terri Jan Smith's interest)	0.01666668
Earthstone (formerly Titus's interest)	0.04053062
Total:	1.0000000

Uncommitted Working Interest Owners seeking to Compulsory Pool

Participating and Negotiating Operating Agreement*

BEFORE THE OIL CONSERVATION DIVISION Santa Fe, New Mexico Exhibit No. C2 Submitted by: Fasken Oil & Ranch, Ltd. Hearing Date: May 4, 2023 Case Nos. 23473-23474

Page **1** of **2**

Case No. 23473 Case No. 23474

Overriding Royalty Interests seeking to Compulsory Pool

Owner
Marie I baetz Family 2012 Trust
Barbara Shelby Baetz Shipper
CSC3 Holdings, Ltd.
Lenox Mineral Title Holdings, Inc.
Trainer Partners, Ltd
Terri Jan Smith
R. K. Moore
Richard H. Schulze
John R. Lewis
Heir(s) or Devisee(s) of Donald C. Stephenson
Richard T. Stephenson
Benny D. Duncan
Trunk Bay Royalty Partners, Ltd.
Kimbell Royalty Holdings, LLC
Lougee Oil and Gas Trust
Martin Joyce
Nestegg Energy Corporation
MRC Permian Company
Good News Minerals, LLC
KMF Land, LLC
Post Oak Crown IV, LLC
Post Oak Crown IV-B, LLC
Mavros Minerals II, LLC
Oak Valley Mineral and Land, LP
Crown Oil Partners, LP
Collins & Jones Investments, LLC
MCT Energy Ltd.
Gerald G. Vavrek
Jesse A. Faught, Jr.
H. Jason Wacker
David W. Cromwell
LMC Energy LLC
Kaleb Smith
Deane Durham
Mike Moylett

ORRI seeking to Compulsory Pool

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

APPLICATION OF FASKEN OIL & RANCH, LTD, TO AMEND ORDER NO. R-22121, LEA COUNTY, NEW MEXICO.

CASE NO. 23473 ORDER NO. R-22121

APPLICATION OF FASKEN OIL & RANCH, LTD, TO AMEND ORDER NO. R-22122, LEA COUNTY, NEW MEXICO.

CASE NO. 23474 ORDER NO. R-22122

<u>SELF-AFFIRMED STATEMENT OF</u> <u>PAULA M. VANCE</u>

1. I am attorney in fact and authorized representative of Fasken Oil & Ranch, LTD,

("Fasken"), the Applicant herein. I have personal knowledge of the matters addressed herein and am competent to provide this self-affirmed statement.

2. The above-referenced applications and notice of the hearing on these applications was sent by certified mail to the affected parties on the date set forth in the letters attached hereto.

3. The spreadsheets attached hereto contain the names of the parties to whom notice

was provided.

4. The spreadsheets attached hereto contain the information provided by the United

States Postal Service on the status of the delivery of this notice as of May 1, 2023.

5. I caused a notice to be published to all parties subject to these extension request proceedings. An affidavit of publication from the publication's legal clerk with a copy of the notice publication is attached as Exhibit E.

6. I affirm under penalty of perjury under the laws of the State of New Mexico that BEFORE THE OIL CONSERVATION DIVISION Santa Fe, New Mexico Exhibit No. D Submitted by: Fasken Oil & Ranch, Ltd. Hearing Date: May 4, 2023 Case Nos. 23473-23474 the foregoing statements are true and correct. I understand that this self-affirmed statement will be used as written testimony in these cases. This statement is made on the date next to my signature

below.

Pakhlin

Paula M. Vance

05-01-2023

Date

Paula M. Vance Associate Phone (505) 988-4421 Email pmvance@hollandhart.com

April 14, 2023

VIA CERTIFIED MAIL CERTIFIED RECEIPT REQUESTED

TO: ALL INTEREST OWNERS SUBJECT TO POOLING PROCEEDINGS

Re: Application of Fasken Oil & Ranch, LTD, to Amend Order No. R-22121, Lea County, New Mexico: *Baetz 22/15 Fed Com #1H well*

Ladies & Gentlemen:

This letter is to advise you that Fasken Oil & Ranch, LTD, has filed the enclosed application with the New Mexico Oil Conservation Division. A hearing has been requested before a Division Examiner on May 4, 2023, and the status of the hearing can be monitored through the Division's website at https://www.emnrd.nm.gov/ocd/.

The hearing will be conducted on May 4, 2023, beginning at 8:15 a.m. Due to ongoing construction and associated space limitations at the Wendell Chino Building, Parties, Counsel for Parties, and the public are encouraged to attend/participate via the Webex Meeting platform. To participate in the electronic hearing, see the instructions posted on the OCD Hearings website: https://www.emnrd.nm.gov/ocd/hearing-info/.

You are not required to attend this hearing, but as an owner of an interest that may be affected by this application, you may appear and present testimony. Failure to appear at that time and become a party of record will preclude you from challenging the matter at a later date. Parties appearing in cases are required to file a Pre-hearing Statement four business days in advance of a scheduled hearing that complies with the provisions of NMAC 19.15.4.13.B.

If you have any questions about this matter, please contact Mike Wallace at (432) 687-1777 or mwallance@forl.com.

Sincerely,

Paula M. Vance ATTORNEY FOR FASKEN OIL & RANCH, LTD

T 505.988.4421 F 505.983.6043 110 North Guadalupe, Suite 1, Santa Fe, NM 87501-1849 Mail to: P.O. Box 2208, Santa Fe, NM 87504-2208 www.hollandhart.com

Alaska	Montana	Utah
Colorado	Nevada	Washington, D.C.
Idaho	New Mexico	Wyoming

Paula M. Vance Associate Phone (505) 988-4421 Email pmvance@hollandhart.com

April 14, 2023

<u>VIA CERTIFIED MAIL</u> CERTIFIED RECEIPT REQUESTED

TO: ALL INTEREST OWNERS SUBJECT TO POOLING PROCEEDINGS

Re: Application of Fasken Oil & Ranch, LTD, to Amend Order No. R-22122, Lea County, New Mexico: *Baetz 22/15 Fed Com #2H well*

Ladies & Gentlemen:

This letter is to advise you that Fasken Oil & Ranch, LTD has filed the enclosed application with the New Mexico Oil Conservation Division. A hearing has been requested before a Division Examiner on May 4, 2023, and the status of the hearing can be monitored through the Division's website at https://www.emnrd.nm.gov/ocd/.

The hearing will be conducted on May 4, 2023, beginning at 8:15 a.m. Due to ongoing construction and associated space limitations at the Wendell Chino Building, Parties, Counsel for Parties, and the public are encouraged to attend/participate via the Webex Meeting platform. To participate in the electronic hearing, see the instructions posted on the OCD Hearings website: https://www.emnrd.nm.gov/ocd/hearing-info/.

You are not required to attend this hearing, but as an owner of an interest that may be affected by this application, you may appear and present testimony. Failure to appear at that time and become a party of record will preclude you from challenging the matter at a later date. Parties appearing in cases are required to file a Pre-hearing Statement four business days in advance of a scheduled hearing that complies with the provisions of NMAC 19.15.4.13.B.

If you have any questions about this matter, please contact Mike Wallace at (432) 687-1777 or mwallance@forl.com.

Sincerely,

Paula M. Vance ATTORNEY FOR FASKEN OIL & RANCH, LTD

T 505.988.4421 F 505.983.6043 110 North Guadalupe, Suite 1, Santa Fe, NM 87501-1849 Mail to: P.O. Box 2208, Santa Fe, NM 87504-2208 www.hollandhart.com

Alaska	Montana	Utah
Colorado	Nevada	Washington, D.C.
Idaho	New Mexico	Wyoming

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Fasken_Baetz 1H-2H Cases 23473-23474 Postal Delivery Report

TrackingNo	ToName	DeliveryAddress	City	State	Zip	USPS_Status
						Your item was delivered to the front desk, reception
						area, or mail room at 2:30 pm on April 17, 2023 in
9414811898765425978419	Brooks Oil and Gas Interests, Ltd.	2100 Castleford Rd Apt 312	Midland	тх	79705-1737	MIDLAND, TX 79705.
	CSC3 Holdings, Ltd. Attn Courntey B.					Your item was delivered to an individual at the address at
9414811898765425978518		344 Terrell Rd	San Antonio	TV	79200 5019	1:13 pm on April 18, 2023 in SAN ANTONIO, TX 78209.
9414811898765425978518	Watson	344 Terrell Ru	San Antonio	1.	78209-5918	
						This is a reminder to pick up your item before May 3, 2023 or your item will be returned on May 4, 2023.
	Trainer Partners, Ltd. Attn Randall Mark					Please pick up the item at the MIDLAND, TX 79702 Post
04140110007004000700	,	PO Box 3788	Midland	тх	79702-3788	
9414811898765425978563	Trainer Partners, Ltd. Attn Randall Mark	PO B0X 3788	Midiand	1.	79702-3788	Your item was picked up at the post office at 4:07 pm on
044 404 4000765 405070505	,		N Al all a va al	TV	70704 4642	
9414811898765425978525	Trainer	200 W Illinois Ave	Midland	ТХ	79701-4643	April 19, 2023 in MIDLAND, TX 79701.
0444044000765425070504	Tauri lan Cusith		F - i		5 6024 2002	Your item was delivered to an individual at the address at
9414811898765425978501	Terri Jan Smith	102 Linden Ave	Fairmont	MN	56031-3003	12:14 pm on April 18, 2023 in FAIRMONT, MN 56031.
						Very item emined at the CANITA EE NMA 07504 west office
0444044000765405070504					77050	Your item arrived at the SANTA FE, NM 87501 post office
9414811898/654259/8594	Lenox Minerals, LLC Attn Marshall Hickey	420 Throckmorton St. Ste. 1150	Houston	TX	//056	at 11:18 am on April 29, 2023 and is ready for pickup.
						Your package will arrive later than expected, but is still on
9414811898/654259/8549	Lenox Minerals, LLC Attn Marshall Hickey	1701 Post Oak Blvd Unit 171	Houston	ТХ	//056	its way. It is currently in transit to the next facility.
			_			Your item was delivered to an individual at the address at
9414811898765425978587	R.K. Moore	1006 5th St	Canyon	ТХ	79015-5106	12:06 pm on April 17, 2023 in CANYON, TX 79015.
						We attempted to deliver your item at 1:39 pm on April
						17, 2023 in MCHENRY, IL 60050 and a notice was left
9414811898765425978532	Richard H. Schulze	2422 N Spojnia Rd	McHenry	IL	60050-3344	because an authorized recipient was not available.
						Your package will arrive later than expected, but is still on
9414811898765425977252		290 Woodlawn St	Vidor	ТΧ	77662-5245	its way. It is currently in transit to the next facility.
	Heirs or devisees of David C. Stephenson,					Your item has been delivered to the original sender at
9414811898765425977269	believed to be Richard T. Stephenson	303 Brooks Dr	Fritch	ТΧ	79036-8555	5:37 pm on April 27, 2023 in SANTA FE, NM 87501.
						This is a reminder to pick up your item before May 3,
						2023 or your item will be returned on May 4, 2023.
						Please pick up the item at the MIDLAND, TX 79702 Post
9414811898765425978457	Trainer Partners, Ltd.	PO Box 3788	Midland	ТΧ	79702-3788	
						We could not access the delivery location to deliver your
						package at 2:56 pm on April 19, 2023 in DALLAS, TX
						75209. We will redeliver on the next delivery day. No
9414811898765425977221	Benny D. Duncan	5714 Southwestern Blvd	Dallas	ТΧ	75209-3438	action needed.
						Your item was delivered to the front desk, reception
						area, or mail room at 2:00 pm on April 18, 2023 in
9414811898765425977207	Trunk Bay Royalty Partners, Ltd.	PO Box 671099	Dallas	ТΧ	75367-1099	DALLAS, TX 75367.
						N 1, 10, 1, 1, 1, 1, 1, 1, 1, 1, 1, 1, 1, 1, 1,
	Kimbell Royalty Holdings, LLC Attn Daniel C.			L		Your item was delivered to an individual at the address at
9414811898765425977290		777 Taylor St Ste 810	Fort Worth	ТХ	76102-4936	11:45 am on April 18, 2023 in FORT WORTH, TX 76102.
	Lougee Oil and Gas Trust, Attn Earl S.			L		Your item was delivered to an individual at the address at
9414811898765425977283	Lougee Attn Fred Frederikense, Trustee	6714 Orchard Lane	Dallas	ТХ	75230	3:12 pm on April 20, 2023 in DALLAS, TX 75230.

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Fasken_Baetz 1H-2H Cases 23473-23474 Postal Delivery Report

	Lougee Oil and Gas Trust, Attn Earl S.					
	Lougee Attn Earl S. Lougee Attn Fred					Your item was delivered to an individual at the address at
9414811898765425977238	0	6614 Northport Dr	Dallas	тх	75220-4115	3:39 pm on April 18, 2023 in DALLAS, TX 75230.
9414811898709429977238			Dallas		75250-4115	Your item was picked up at the post office at 1:14 pm on
9414811898765425977818	Martin Joyce	PO Box 2142 2905 Anna J Dr	Roswell	NM	00202 2142	April 18, 2023 in ROSWELL, NM 88201.
9414811898709429977818	Ivial till JOyce	PO BOX 2142 2905 Anna 5 Di	NOSWEII		88202-2142	Your item was picked up at the post office at 3:28 pm on
9414811898765425977856	Martin Joyce	PO Box 2142	Roswell	NM	00202 2142	April 17, 2023 in ROSWELL, NM 88201.
9414611696/054259//650	Nestegg Energy CorportionAttn Joel W.	PO B0X 2142	Roswell	INIVI	88202-2142	
0414911909765425077962		DO Day 257 2501 N 26th 6t	Autosia	NM	00011 0057	Your item was picked up at the post office at 10:27 am on
9414811898765425977863		PO Box 357 2501 N 26th St	Artesia	INIVI	88211-0357	April 18, 2023 in ARTESIA, NM 88210.
0444044000765405077004	Nestegg Energy CorportionAttn Joel W.	DO D 257	A		00244 0257	Your item was picked up at the post office at 10:27 am on
9414811898765425977801	Miller	PO Box 357	Artesia	NM	88211-0357	April 18, 2023 in ARTESIA, NM 88210.
						Your item was delivered to an individual at the address at
9414811898765425977894	MRC Permian CompanyAttn Troy Wall	5400 Lbj Fwy Ste 1500	Dallas	ТХ	/5240-101/	10:19 am on April 17, 2023 in DALLAS, TX 75240.
						Your item was delivered at 11:12 am on April 17, 2023 in
9414811898765425978464	Transcendent Oil and Gas, LLC	PO Box 310	Parker	CO	80134-0310	PARKER, CO 80134.
						Your item was delivered to the front desk, reception
						area, or mail room at 10:38 am on April 18, 2023 in
9414811898765425977849	Good News Minerals, LLCAttn E. Lea Crump	PO Box 50820	Midland	TX	79710-0820	MIDLAND, TX 79710.
						Your item arrived at the SANTA FE, NM 87501 post office
9414811898765425977887	KMF Land, LLCAttn Noam Lockshin	1144 15th St Ste 2650	Denver	CO	80202-2686	at 11:18 am on April 29, 2023 and is ready for pickup.
	Post Oak Crown IV, LLCAttn Ryan J.					Your package will arrive later than expected, but is still on
9414811898765425977719	Matthews	34 S Wynden Dr Ste 300	Houston	ТХ	77056-2531	its way. It is currently in transit to the next facility.
	Post Oak Crown IV-B, LLCAttn Ryan J.					Your package will arrive later than expected, but is still on
9414811898765425977757	Matthews	34 S Wynden Dr Ste 300	Houston	ТΧ	77056-2531	its way. It is currently in transit to the next facility.
	Mavros Minerals II, LLC Attn Samantha					Your package will arrive later than expected, but is still on
9414811898765425977764	Durham	PO Box 50820	Midland	ТΧ	79710-0820	its way. It is currently in transit to the next facility.
						Your item was delivered to the front desk, reception
	Oak Valley Mineral and Land, LP Attn					area, or mail room at 10:38 am on April 18, 2023 in
9414811898765425977702	Samantha Durham	PO Box 50820	Midland	тх	79710-0820	MIDLAND, TX 79710.
						Your item was delivered to the front desk, reception
						area, or mail room at 10:38 am on April 18, 2023 in
9414811898765425977740	Crown Oil Partners, LP	PO Box 50820	Midland	тх	79710-0820	MIDLAND, TX 79710.
						Your item was delivered to an individual at the address at
9414811898765425977733	Collins and Jones Investments, LLC	508 W Wall St Ste 1200	Midland	тх	79701-5076	12:47 pm on April 17, 2023 in MIDLAND, TX 79701.
						Your item was picked up at the post office at 5:37 pm on
9414811898765425977771	MCT Energy Ltd.	550 W Texas Ave Ste 945	Midland	тх	79701-4233	April 27, 2023 in SANTA FE, NM 87501.
						Your item was delivered to an individual at the address at
9414811898765425977955	Gerald G. Vavrek	1521 2nd Ave Apt 1604	Seattle	WA	98101-4509	4:31 pm on April 17, 2023 in SEATTLE, WA 98101.
						Your item was delivered to the front desk, reception
						area, or mail room at 12:18 pm on April 17, 2023 in
9414811898765425978426	Legacy Reserves Operating, LP	15 Smith Rd Ste 3000	Midland	тх	79705-5461	MIDLAND, TX 79705.
5 11 10110507 0542557 0420			Tendiditu		, 5, 65-5401	Your item was delivered to an individual at the address at
9414811898765425977924	lesse & Faught Ir	PO Box 52603	Midland	тх	79710-2602	2:24 pm on April 20, 2023 in MIDLAND, TX 79705.
J+1+011030703423377924		1 0 00x 32003	wiiulallu	1	/ 5/ 10-2005	Your item was delivered to an individual at the address at
9414811898765425977900	H Jackson Wacker	5601 Hillcrest	Midland	тх	70707 0112	11:47 am on April 29, 2023 in MIDLAND, TX 79705.
3414011030/034233//900			wiiulallu	17	/9/0/-9113	$1^{11.47}$ and on April 23, 2023 in MIDLAND, 1A 73703.

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Fasken_Baetz 1H-2H Cases 23473-23474 Postal Delivery Report

						Your item was delivered to an individual at the address at
9414811898765425977993	David W. Cromwell	2008 Country Club Dr	Midland	тх	79701-5719	10:20 am on April 17, 2023 in MIDLAND, TX 79701.
						Your item was picked up at the post office at 5:37 pm on
9414811898765425977948	LMC Energy LLC	550 W Texas Ave Ste 945	Midland	тх	79701-4233	April 27, 2023 in SANTA FE, NM 87501.
						Your item was delivered to the front desk, reception
						area, or mail room at 10:38 am on April 18, 2023 in
9414811898765425977986	Kaleb Smith	PO Box 50820	Midland	тх	79710-0820	MIDLAND, TX 79710.
						Your item was delivered to the front desk, reception
						area, or mail room at 10:38 am on April 18, 2023 in
9414811898765425977931	Deane Durman	PO Box 50820	Midland	ΤХ	79710-0820	MIDLAND, TX 79710.
						Your item was delivered to the front desk, reception
						area, or mail room at 10:38 am on April 18, 2023 in
9414811898765425977979	Mike Moylett	PO Box 50820	Midland	ΤХ	79710-0820	MIDLAND, TX 79710.
						Your item was delivered to the front desk, reception
	Legacy Reserves Operating, LP C/O Revenir					area, or mail room at 10:17 am on April 17, 2023 in
9414811898765425978402	Energy	1400 16th St Ste 510	Denver	CO	80202-1471	DENVER, CO 80202.
						Your item was delivered to an individual at the address at
9414811898765425978495	MRC Permian Company	5400 Lbj Fwy Ste 1500	Dallas	ТΧ	75240-1017	10:19 am on April 17, 2023 in DALLAS, TX 75240.
						Your item was delivered to the front desk, reception
						area, or mail room at 12:03 pm on April 17, 2023 in
9414811898765425978440	Marathon Oil Permian LLC	990 Town And Country Blvd	Houston	ТΧ	77024-2217	HOUSTON, TX 77024.
						Your item was delivered to an individual at the address at
9414811898765425978433	Marie I. Baetz Family 2012 Trust	633 Alta Ave	San Antonio	ТΧ	78209-4431	11:57 am on April 18, 2023 in SAN ANTONIO, TX 78209.
						Your item was delivered to an individual at the address at
9414811898765425978471	Barbara Shelby Baetz Shipper	1626 Milford St	Houston	ТΧ	77006-6028	5:30 pm on April 17, 2023 in HOUSTON, TX 77006.

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 April 16, 2023 and ending with the issue dated April 16, 2023.

Publisher

Sworn and subscribed to before me this 16th day of April 2023.

Notary

My commission expires August 09, 2025 (Seal) PAULA GUELL

Notary Public - State of New Mexico Commission # 1135156 My Comm. Expires Aug 9, 2025

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

LEGAL NOTICE April 16, 2023 STATE OF NEW MEXICO ENERGY, MINERALS AND NATURAL RESOURCES DEPARTMENT OIL CONSERVATION DIVISION SANTA FE, NEW MEXICO

The State of New Mexico, Energy Minerals and Natural Resources Department, Oil Conservation Division ("Division") hereby gives notice that the Division will hold public hearings before a hearing examiner on the following case. The hearing will be conducted remotely on Thursday, May:4, 2023, beginning at 8:15 a.m. To participate in the electronic hearing, see the instructions posted below. The docket may be viewed at https://www.emrd.nm.gov/ocd/hearing-info/ or obtained from Marlene Salvidrez, at Marlene.Salvidrez@emrd.nm.gov/Documents filed in the case may be viewed at https://ocdimage.emrd.nm.gov/Imaging/Default.aspx. If you are an individual with a disability who needs a reader, amplifier, qualified sion language interpreter or other form of auxiliary aid or service to attend or reader, amplifier, qualified sign language interpreter, or other form of auxiliary aid or service to attend or participate in a hearing, contact Marlene Salvidrez at Marlene.Salvidrez@emnrd.nm.gov, or the New Mexico Relay Network at 1-800-659- 1779, no later than April 24, 2023.

Persons may view and participate in the hearings through the following link:

https://nmemnrd.webex.com/nmemnrd/j.php?MTID=me869a41eb04a5ebfdcd9609414ba2334 Webinar number: 2488 854 4343

Join by video system: 24888544343@nmemnrd.webex.com You can also dial 173.243.2.68 and enter your webinar number

Join by phone: 1-844-992-4726 United States Toll Free +1-408-418-9388 United States Toll Access code: 2488 854 4343

Panelist password: yRsMVTM76t9 (97768867 from phones and video systems)

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

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

To: All interest owners subject to pooling proceedings, including: Brooks Oil and Gas Interests, Ltd.; Trainer Partners, Ltd.; Transcendent Oil and Gas, LLC; Legacy Reserves Operating, LP; Legacy Reserves Operating, LP C/O Revenir Energy; MRC Permian Company; Marathon Oil Permian LLC; Marie I. Baetz Family 2012 Trust; Barbara Shelby Baetz Shipper, her heirs and devisees; CSC3 Holdings, Ltd. Attn: Courntey B. Watson; Trainer Partners, Ltd. Attn: Randall Mark Trainer; Terri Jan Smith, his or her heirs and devisees; Lenox Minerals, LLC Attn: Marshall Hickey; R.K. Moore, his or her heirs and devisees; Richard H. Schulze, his heirs and devisees; John R. Lewis, his heirs and devisees; Heirs or devisees of David C. Stephenson, believed to be Richard T. Stephenson, his heirs and devisees; Benny D. Duncan, his heirs and devisees; Trunk Bay Royalty Partners, Ltd.; Kimbell Royalty Holdings, LLC Attn: Daniel C. Przyojski, Jr.; Lougee Oil and Gas Trust, Attn Earl S. Lougee Attn: Fred Frederikense, Trustee; Martin Joyce, his heirs and devisees; Nestegg Energy Corporation Attn: Joel W. Miller; MRC Permian Company Attn: Troy Wall; Good News Minerals, LLC Attn: E. Lea Crump; KMF Land, LLC Attn: Noam Lockshin; Post Oak Crown IV, LLC Attn: Ryan J. Matthews; Post Oak Crown IV-B, LLC Attn: Ryan J. Matthews; Mavros Minerals II, LLC Attn: Samantha Durham; Oak Valley Mineral and Land, LP Attn: Samantha Durham; Crown Oil Partners, LP; Collins and Jones Investments, LLC; MCT Energy Ltd.; Gerald G. Vavrek, his heirs and devisees; Deane Durman, her heirs and devisees; and Mike Moylett, his heirs and devisees.

Case No. 23473: Application of Fasken Oil & Ranch, LTD, to Amend Order No. R- 22121, Lea County, New Mexico. Applicant in the above-styled cause seeks a year extension of time for drilling the well under Order No. R- 22121. The Unit is comprised of the W/2 W/2 of Sections 22 and 15, Township 20 South, Range 32 East, NMPM, Lea County, New Mexico. Order No. R-22121 pooled the uncommitted interests in the Bone Spring formation and dedicated the Unit to the proposed initial Baetz 22/15 Fed Com #1H well to be horizontally drilled from a surface location in the SW/4 SW/4 (Unit M) of Section 22, to a bottom hole location in the NW/4 NW/4 (Unit D) of Section 15. Said area is located 29 miles northeast of Carlsbad, New Mexico. #00277642

67100754

PO BOX 2208

HOLLAND & HART LLC

SANTA FE, NM 87504-2208

00277642

BEFORE THE OIL CONSERVATION DIVISION Santa Fe, New Mexico Exhibit No. E Submitted by: Fasken Oil & Ranch, Ltd. Hearing Date: May 4, 2023 Case Nos. 23473-23474

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).

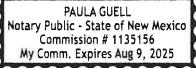
> Beginning with the issue dated April 16, 2023 and ending with the issue dated April 16, 2023.

Publisher

Sworn and subscribed to before me this 16th day of April 2023.

Notary

My commission expires August 09, 2025 (Seal)



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

April 16, 2023 STATE OF NEW MEXICO ENERGY, MINERALS AND NATURAL RESOURCES DEPARTMENT OIL CONSERVATION DIVISION SANTA FE, NEW MEXICO

LEGAL NOTICE

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Persons may view and participate in the hearings through the following link:

https://nmemnrd.webex.com/nmemnrd/j.php?MTID=me869a41eb04a5ebfdcd9609414ba2334 Webinar number: 2488 854 4343

Join by video system: 24888544343@nmemnrd.webex.com You-can also dial 173.243.2.68 and enter your webinar number

Join by phone: 1-844-992-4726 United States Toll Free +1-408-418-9388 United States Toll Access code: 2488 854 4343

Panelist password: yRsMVTM76t9 (97768867 from phones and video systems)

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

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

To: All interest owners subject to pooling proceedings, including: Brooks Oil and Gas Interests, Ltd.; Trainer Partners, Ltd.; Transcendent Oil and Gas, LLC; Legacy Reserves Operating, LP; Legacy Reserves Operating, LP C/O Revenir Energy; MRC Permian Company; Marathon Oil Permian LLC; Marie I. Baetz Family 2012 Trust; Barbara Shelby Baetz Shipper, her heirs and devisees; CSC3 Holdings, Ltd. Attn: Courntey B. Watson; Trainer Partners, Ltd. Attn: Randall Mark Trainer; Terri Jan Smith, his or her heirs and devisees; Lenox Minerals, LLC Attn: Marshall Hickey; R.K. Moore, his or her heirs and devisees; Richard H. Schulze, his heirs and devisees; John R. Lewis, his heirs and devisees; Heirs or devisees of David C. Stephenson, believed to be Richard T. Stephenson, his heirs and devisees; Benny D. Duncan, his heirs and devisees; Trunk Bay Royalty Partners, Ltd.; Kimbell Royalty Holdings, LLC Attn: Daniel C. Przyojski, Jr.; Lougee Oil and Gas Trust, Attn Earl S. Lougee Attn: Fred Frederikense, Trustee; Martin Joyce, his heirs and devisees; Nestegg Energy Corporation Attn: Joel W. Miller; MRC Permian Company Attn: Troy Wall; Good News Minerals, LLC Attn: E. Lea Crump; KMF Land, LLC Attn: Noam Lockshin; Post Oak Crown IV, LLC Attn: Ryan J. Matthews; Post Oak Crown IV-B, LLC Attn: Ryan J. Matthews; Mavros Minerals II, LLC Attn: Samantha Durham; Oak Valley Mineral and Land, LP Attn: Samantha Durham; Crown Oil Partners, LP; Collins and Jones Investments, LLC; MCT Energy Ltd.; Gerald G. Vavrek, his heirs and devisees; Deane Durman, her heirs and devisees; and Mike Moylett, his heirs and devisees.

Case No. 23474: Application of Fasken Oil & Ranch, LTD, to Amend Order No. R- 22122, Lea County, New Mexico. Application of Pasteri of Realisting LtD, to America Order No. R-22122, Lea County, New Mexico. Applicant in the above-styled cause seeks a year extension of time for drilling the well under Order No. R- 22122. The Unit is comprised of the E/2 W/2 of Sections 22 and 15, Township 20 South, Range 32 East, NMPM, Lea County, New Mexico. Order No. R-22122 pooled the uncommitted interests in the Bone Spring formation and dedicated the Unit to the proposed initial Baetz 22/15 Fed Com #2H well to be horizontally drilled from a surface location in the SW/4 SW/4 (Unit M) of Section 22, to a bottom hole location in the NE/4 NW/4 (Unit C) of Section 15. Said area is located 29 miles northeast of Carlsbad, New Mexico. #00277643

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HOLLAND & HART LLC PO BOX 2208 SANTA FE, NM 87504-2208