

District I (575) 393-6161
1625 N. French Dr., Hobbs, NM 88240
District II (575) 748-1283
811 S. First St., Artesia, NM 88210
District III (505) 334-6178
1000 Rio Brazos Road, Aztec, NM 87410
District IV (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

ACT Permit No.

NOTICE OF INTENTION TO UTILIZE AUTOMATIC CUSTODY TRANSFER EQUIPMENT

Operator Enduring Resources IV, LLC

Address 200 Energy Court Farmington, NM 87401 County San Juan

Lease(s) to be served by this ACT Unit: NMNM130812A (S Escavada Unit)

Pool(s) to be served by this ACT Unit Rusty Gallup Oil Pool (52860)

Location of ACT System: Unit A Section 30 Township 22N Range 6W

Order No. authorizing commingling between leases if more than one lease is to be served by this system.

R-14347 Date 5/15/2017

Order No. authorizing commingling between pools if more than one pool is to be served by this system

N/A Date N/A

Authorized transporter of oil from this system Marathon Petroleum (FKA Western Refining Company)

Transporter's address 6500 Trowbridge Drive El Paso, TX 79905

Maximum expected daily through-put for this system: 4,000 BBL/Day

If system fails to transfer oil due to malfunction or otherwise, waste by overflow will be averted by:

CHECK ONE: A. ☐ Automatic shut-down facilities B. ☒ Providing adequate available capacity to receive production
as required by 19.15.18.15.C(8) NMAC during maximum unattended time of lease operation
19.15.18.15.C(9) NMAC

If "A" above is checked, will flowing wells be shut-in at the header manifold or at the wellhead?

NA Maximum well-head shut-in pressure N/A

If "B" above is checked, how much storage capacity is available above the normal high working level of the

surge tank 75 BBLs.

What is the normal maximum unattended time of lease operation? Sixteen (16) Hours.

What device will be used for measuring oil in this ACT unit?

CHECK ONE: ☐ Positive displacement meter ☐ Weir-type measuring vessel
☐ Positive volume metering chamber ☒ Other; describe Coriolis Meter

Remarks: This LACT will be selling to pipeline.

OPERATOR:

I hereby certify above information is true and complete to best of my knowledge and subject ACT system will be installed and operated in accordance with Rule 19.15.18.15 NMAC. Approval of this Form
C-106 does not eliminate necessity of an approved C-104 prior to running any oil or gas from this system.

Signature Heather Huntington

Printed Name & Title Heather Huntington

E-mail Address hhuntington@enduringresources.com

Date 09/14/2021 Telephone (505) 636-9751

OIL CONSERVATION DIVISION

Approved by: Dean R McClure

Title: Petroleum Engineer

Date: 09/30/2021

INSTRUCTIONS: Submit one copy of Form C-106 with following attachments to appropriate district office.

- 1) Lease plat showing all wells which will be produced in ACT system.
- 2) Schematic diagram of battery and ACT equipment showing all major components and means employed to prove accuracy of measuring device.
- 3) Letter from transporter agreeing to utilization of ACT system as shown on schematic diagram.

**NOTICE OF INTENTION TO UTILIZE AUTOMATIC CUSTODY TRANSFER EQUIPMENT
S ESCAVADA UNIT 359H/360H/368H/370H/371H PIPELINE LACT UNIT:**

WELLS TO BE SERVED BY PIPELINE LACT UNIT:

- S ESCAVADA UNIT 359H/ API # 30-043-21329/ UNIT A Sec. 30, T22N, R6W, NMPM
- S ESCAVADA UNIT 360H/ API # 30-043-21330/ UNIT A Sec. 30, T22N, R7W, NMPM
- S ESCAVADA UNIT 368H/ API # 30-043-21331/ UNIT C Sec. 29, T22N, R6W, NMPM
- S ESCAVADA UNIT 370H/ API # 30-043-21332/ UNIT C Sec. 29, T22N, R6W, NMPM
- S ESCAVADA UNIT 371H/ API # 30-043-21346/ UNIT C Sec. 29, T22N, R6W, 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 Measurement of Oil and API MPMS Chapter 4 Proving Systems; 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 Measurement of Oil and API MPMS Chapter 4 Proving Systems; 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 Measurement of Oil and API MPMS Chapter 4 Proving Systems; 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 Measurement of Oil and API MPMS Chapter 4 Proving Systems; 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.***

(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.

District II
 811 S. First Street, Artesia, NM 88210
 Phone: (505) 748-1283 Fax: (505) 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

Submit one copy to
 Appropriate District Office

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

☐ AMENDED REPORT

WELL LOCATION AND ACREAGE DEDICATION PLAT

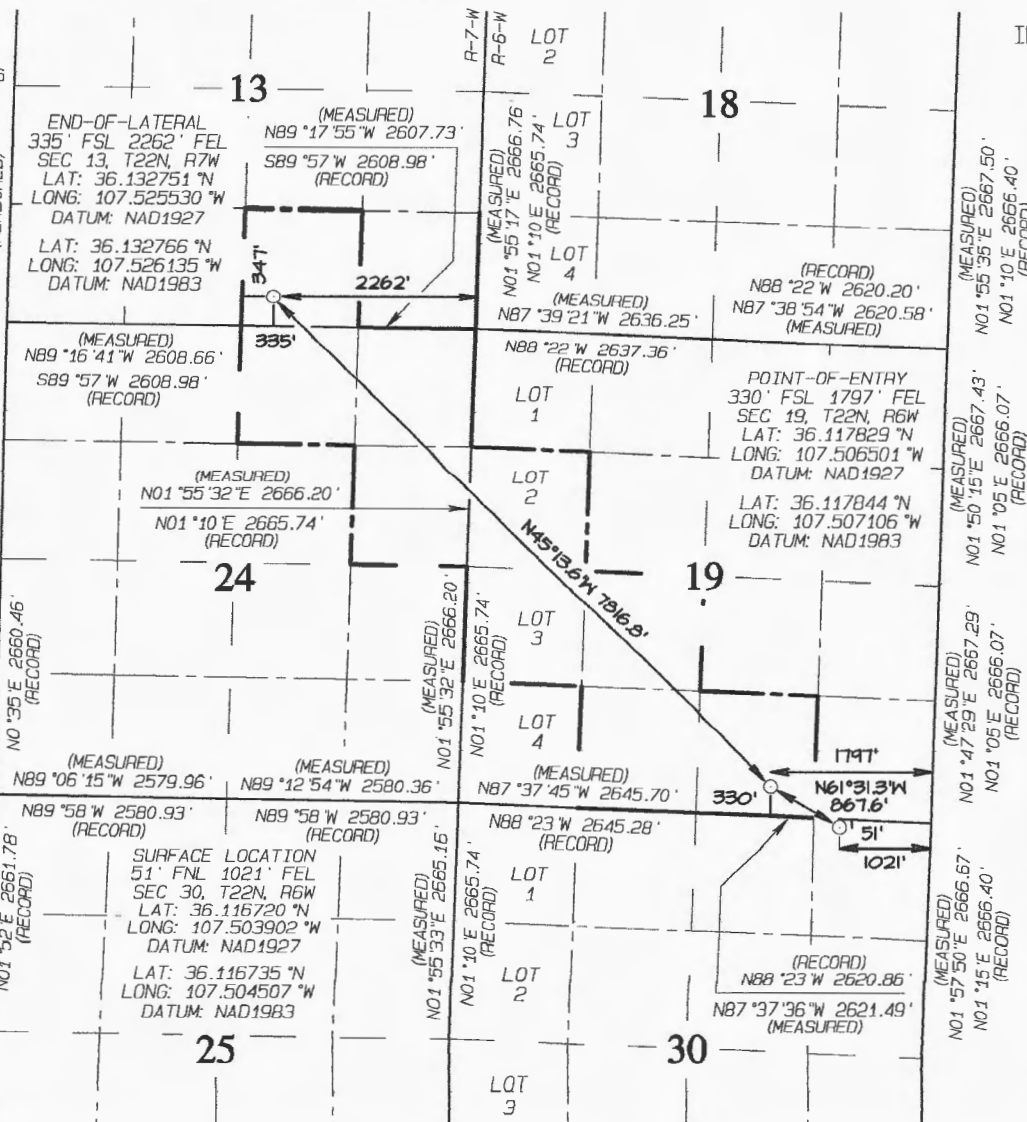
*API Number 30-043-21329		*Pool Code 52860		*Pool Name RUSTY GALLUP OIL POOL	
*Property Code 322151		*Property Name S ESCAVADA UNIT			*Well Number 359H
*OGRID No. 372286		*Operator Name ENDURING RESOURCES, LLC			*Elevation 6906'

10 Surface Location									
UL or lot no.	Section	Township	Range	Lot Idn	Feet from the	North/South line	Feet from the	East/West line	County
A	30	22N	6W		51	NORTH	1021	EAST	SANDOVAL

11 Bottom Hole Location If Different From Surface									
UL or lot no.	Section	Township	Range	Lot Idn	Feet from the	North/South line	Feet from the	East/West line	County
0	13	22N	7W		335	SOUTH	2262	EAST	SANDOVAL

12 Dedicated Acres 361.28					13 Joint or Infill		14 Consolidation Code		15 Order No. R-14347	
SW/4 SE/4 - Section 13 SW/4 NW/4, N/2 SW/4 SE/4 SW/4, SW/4 SE/4 - Section 19 N/2 NE/4, SE/4 NE/4 - Section 24										

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



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

Heather Huntington 2/11/2021
 Signature Date
Heather Huntington
 Printed Name
 hhuntington@enduringresources.com
 E-mail Address

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

Date Revised: SEPTEMBER 3, 2019
 Date of Survey: JULY 17, 2018
 Signature and Seal of Professional Surveyor



JASON C. EDWARDS
 Certificate Number 15269

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

Energy, Minerals & Natural Resources Department

Revised August 1, 2011

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

OIL CONSERVATION DIVISION

1220 South St. Francis Drive
Santa Fe, NM 87505☐ AMENDED REPORT

WELL LOCATION AND ACREAGE DEDICATION PLAT

¹ API Number 30-043-21330	² Pool Code 52860	³ Pool Name RUSTY GALLUP OIL POOL
⁴ Property Code 322151	⁵ Property Name S ESCAVADA UNIT	⁶ Well Number 360H
⁷ GRID No. 372286	⁸ Operator Name ENDURING RESOURCES, LLC	⁹ Elevation 6906'

¹⁰ Surface Location

UL or lot no.	Section	Township	Range	Lot Idn	Feet from the	North/South line	Feet from the	East/West line	County
A	30	22N	6W		49	NORTH	981	EAST	SANDOVAL

¹¹ Bottom Hole Location If Different From Surface

UL or lot no.	Section	Township	Range	Lot Idn	Feet from the	North/South line	Feet from the	East/West line	County
J	13	22N	7W		1942	SOUTH	2253	EAST	SANDOVAL

¹² Dedicated Acres

441.16 NE/4 NE/4 - Section 24
NW/4 SE/4, S/2 SE/4 - Section 13
W/2 NW/4, SE/4 NW/4, NE/4 SW/4
N/2 SE/4, SE/4 SE/4 - Section 19

¹³ Joint or Infill¹⁴ Consolidation Code¹⁵ Order No.

R-14347

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

¹⁷ OPERATOR CERTIFICATION

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

Signature Heather Huntington 3/17/2021Date
Signature
Heather HuntingtonPrinted Name
hhuntington@enduringresources.com

E-mail Address

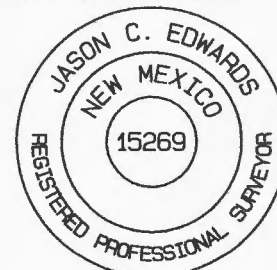
¹⁸ SURVEYOR CERTIFICATION

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

Date Revised: SEPTEMBER 3, 2019

Date of Survey: JULY 17, 2018

Signature and Seal of Professional Surveyor



JASON C. EDWARDS

Certificate Number 15269

District I
 811 S. First Street, Artesia, NM 88210
 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

Submit one copy to
Appropriate District Office

OIL CONSERVATION DIVISION

1220 South St. Francis Drive
Santa Fe, NM 87505

☐ AMENDED REPORT

WELL LOCATION AND ACREAGE DEDICATION PLAT

*API Number 30-043-21331		*Pool Code 52860	*Pool Name RUSTY GALLUP OIL POOL
*Property Code 322151	*Property Name S ESCAVADA UNIT		*Well Number 368H
*OGRID No. 372286	*Operator Name ENDURING RESOURCES, LLC		*Elevation 7028'

¹⁰ Surface Location

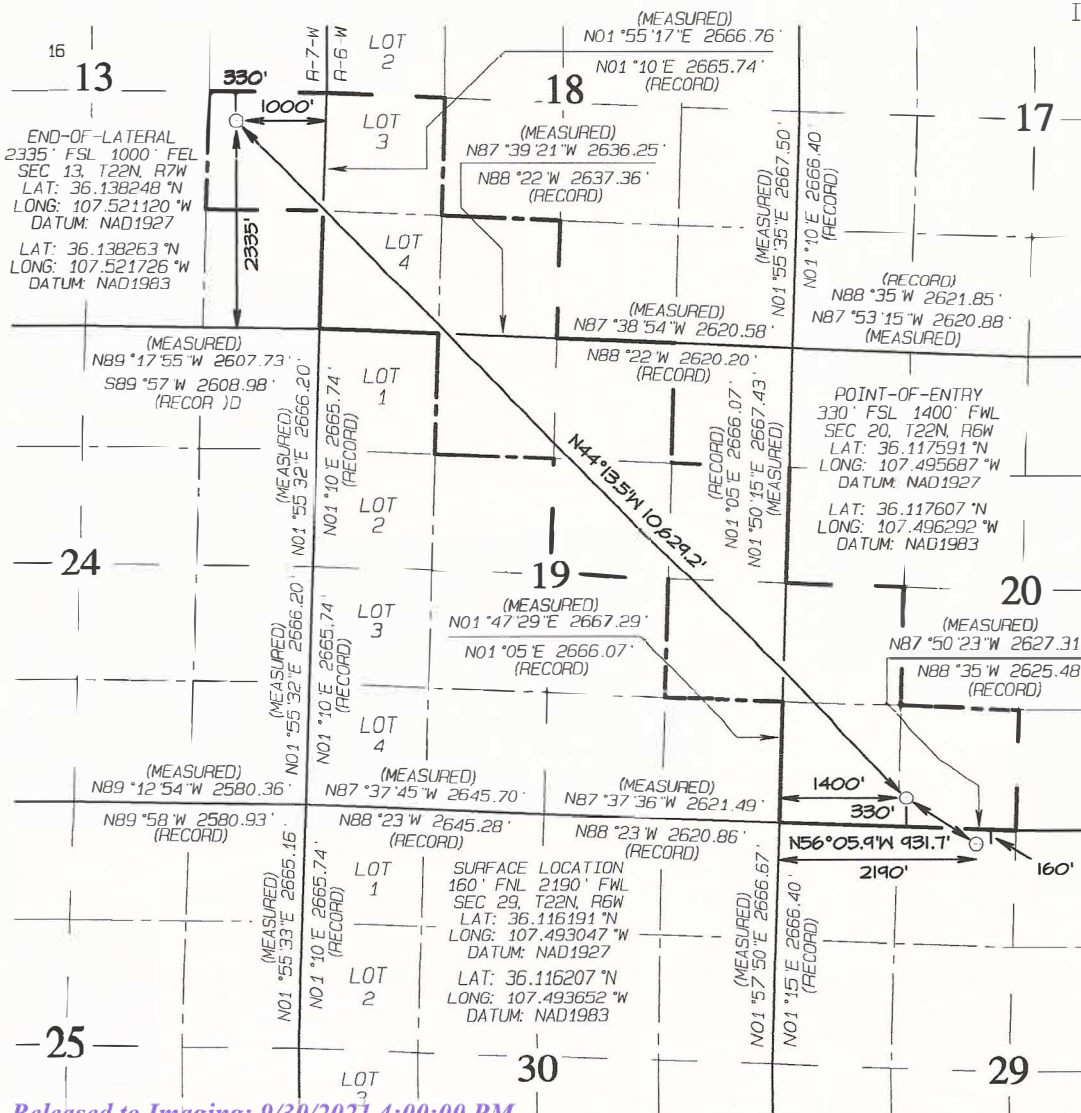
UL or lot no.	Section	Township	Range	Lot Idn	Feet from the	North/South line	Feet from the	East/West line	County
C	29	22N	6W		160	NORTH	2190	WEST	SANDOVAL

¹¹ Bottom Hole Location If Different From Surface

UL or lot no.	Section	Township	Range	Lot Idn	Feet from the	North/South line	Feet from the	East/West line	County
I	13	22N	7W		2335	SOUTH	1000	EAST	SANDOVAL

¹² Dedicated Acres 481.26 NE/4 SE/4 - Section 13 NE/4 NW/4, W/2 NE/4 SE/4 NE/4, NE/4 SE/4 - Section 19 W/2 SW/4, SE/4 SW/4 - Section 18 W/2 SW/4, SE/4 SW/4 - Section 20	¹³ Joint or Infill 	¹⁴ Consolidation Code 	¹⁵ Order No. R-14347
	NO ALLOWABLE WILL BE ASSIGNED TO THIS COMPLETION UNTIL		

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



17 OPERATOR CERTIFICATION

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

Signature Heath H Date 8/26/21

Signature Heather Huntington Date _____

Printed Name
hhuntington@enduringresources.com

18 SURVEYOR CERTIFICATION

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

Date Revised: JANUARY 28, 2019
Survey Date: DECEMBER 12, 2018

Signature and Seal of Professional Surveyor



JASON C. EDWARDS
Certificate Number 15269

District I
 811 S. First Street, Artesia, NM 88210
 Phone: (575) 393-6181 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

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

Submit one copy to
Appropriate District Office

☐ AMENDED REPORT

WELL LOCATION AND ACREAGE DEDICATION PLAT

¹ API Number 30-043-21332		² Pool Code 52860	³ Pool Name RUSTY GALLUP OIL POOL
⁴ Property Code 322151	⁵ Property Name S ESCAVADA UNIT		⁶ Well Number 370H
⁷ GRID No. 372286	⁸ Operator Name ENDURING RESOURCES, LLC		⁹ Elevation 7028'

¹⁰ Surface Location

UL or lot no.	Section	Township	Range	Lot Idn	Feet from the	North/South line	Feet from the	East/West line	County
C	29	22N	6W		163	NORTH	2230	WEST	SANDOVAL

¹¹ Bottom Hole Location If Different From Surface

UL or lot no.	Section	Township	Range	Lot Idn	Feet from the	North/South line	Feet from the	East/West line	County
K	18	22N	6W		2339	SOUTH	1370	WEST	SANDOVAL

¹² Dedicated Acres 440.00 S/2 NW/4, NE/4 SW/4 W/2 SE/4 - Section 20 N/2 NE/4, SE/4 NE/4 - Section 19 E/2 SW/4, SW/4 SE/4 - Section 18	¹³ Joint or Infill	¹⁴ Consolidation Code	¹⁵ Order No. R-14347
NO ALLOWABLE WILL BE ASSIGN			

NO ALLOWABLE WILL BE ASSIGNED
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OR A NON-STANDARD UNIT HAS
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17 OPERATOR CERTIFICATION

I hereby certify that the information contained herein is true and complete to the best of my knowledge and belief, and that this organization either owns a working interest or unleased mineral interest in the land including the proposed bottom-hole location or has a right to drill this well at this location pursuant to 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.

 8/26/2021

Signature _____ Date _____

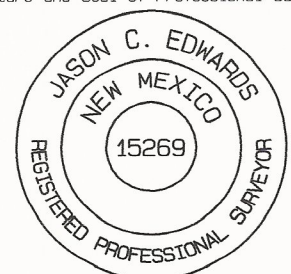
Heather Huntington

Printed Name _____

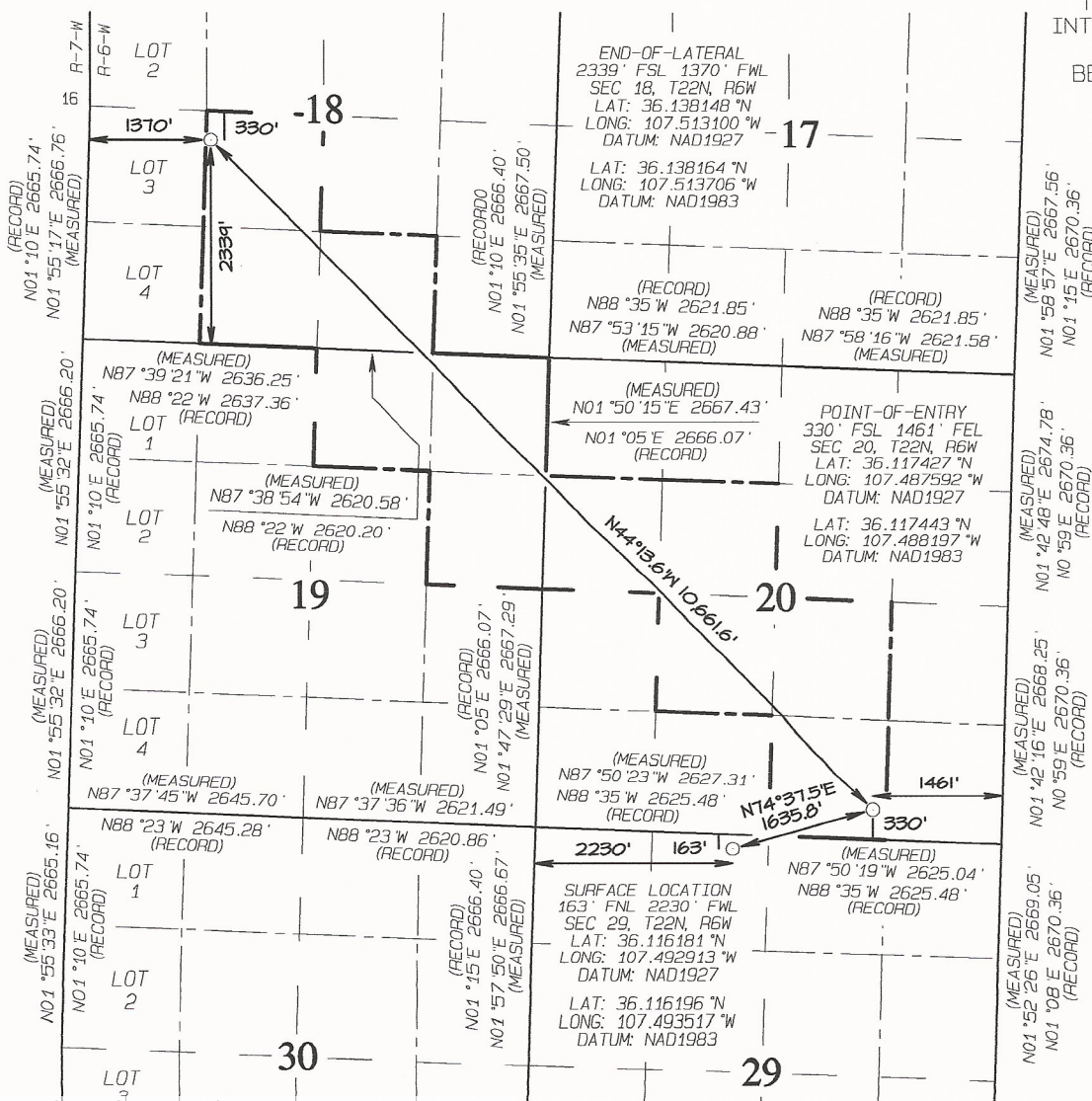
hhuntington@enduringresources.com

E-mail Address _____

18 SURVEYOR CERTIFICATION
I hereby certify that the well location shown on this plat was plotted from field notes of actual surveys made by me or under my supervision, and that the same is true and correct to the best of my belief.
Date Revised: JANUARY 28, 2019
Survey Date: DECEMBER 12, 2018
Signature and Seal of Professional Surveyor



JASON C. EDWARDS
Certificate Number 15269



District I
Received by OGD: 9/14/2021 3:44:50 PM
Phone: (505) 393-6161 Fax: (505) 393-0720
District II
811 S. First Street, Artesia, NM 88210
Phone: (505) 748-1283 Fax: (505) 748-9720
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State of New Mexico
Energy, Minerals & Natural Resources Department

Form C-102
Revised August 1, 1998 Page 9 of 16

Submit one copy to
Appropriate District Office

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

☐ AMENDED REPORT

WELL LOCATION AND ACREAGE DEDICATION PLAT

¹ API Number 30-043-21346	² Pool Code 52860	³ Pool Name RUSTY GALLUP OIL POOL
⁴ Property Code 322151	⁵ Property Name S ESCAVADA UNIT	⁶ Well Number 371H
⁷ GRID No. 372286	⁸ Operator Name ENDURING RESOURCES, LLC	⁹ Elevation 7028'

¹⁰ Surface Location

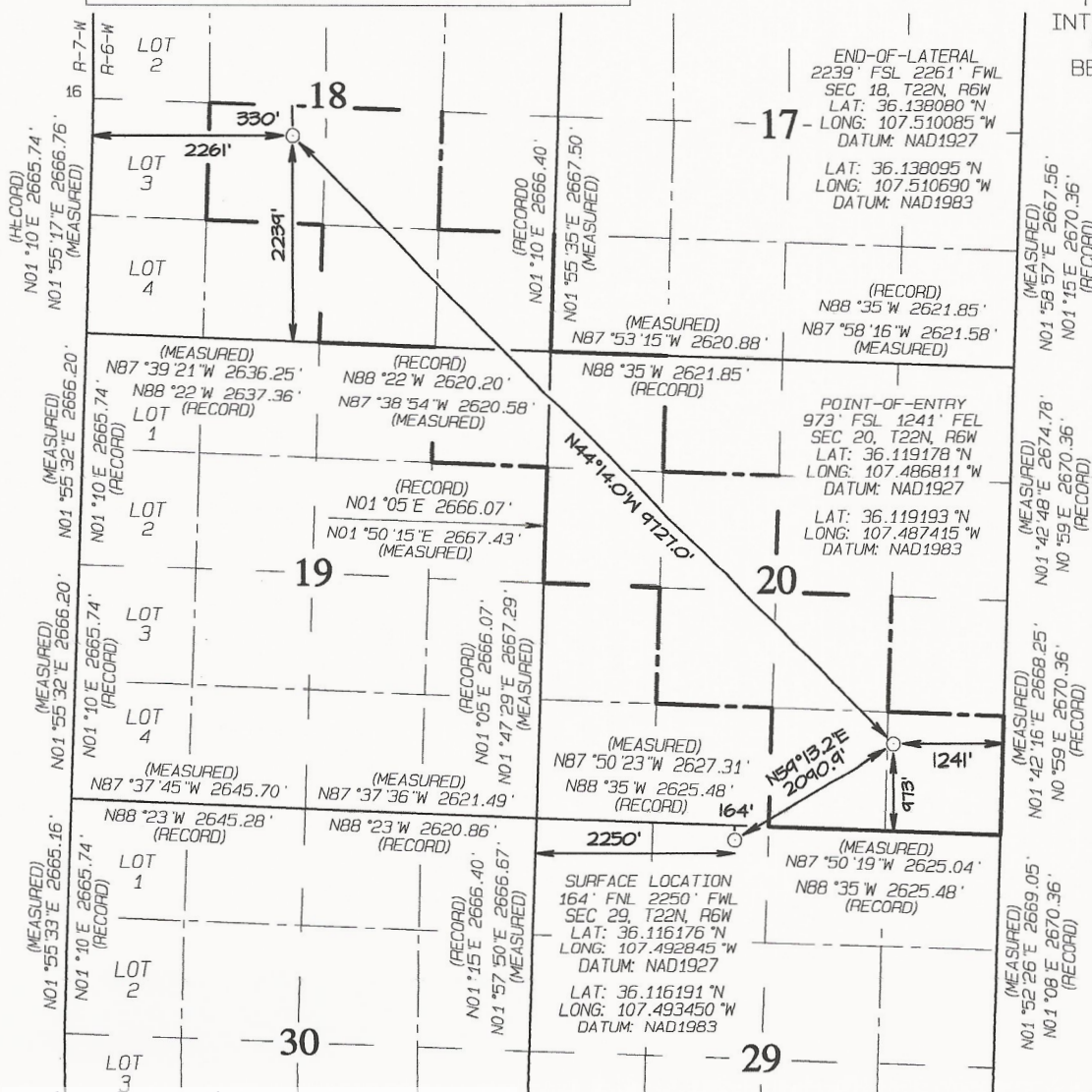
UL or lot no.	Section	Township	Range	Lot Idn	Feet from the	North/South line	Feet from the	East/West line	County
C	29	22N	6W		164	NORTH	2250	WEST	SANDOVAL

¹¹ Bottom Hole Location If Different From Surface

UL or lot no.	Section	Township	Range	Lot Idn	Feet from the	North/South line	Feet from the	East/West line	County
K	18	22N	6W		2239	SOUTH	2261	WEST	SANDOVAL

¹² Dedicated Acres 480.00	NE/4 SW/4, W/2 SE/4 SE/4 SE/4 - Section 18 NE/4 NE/4 - Section 19 W/2 NW/4, SE/4 NW/4, NE/4 SW/4 W/2 SE/4, SE/4 SE/4 - Section 20	¹³ Joint or Infill	¹⁴ Consolidation Code	¹⁵ Order No. R-14347
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NO ALLOWABLE WILL BE ASSIGNED
TO THIS COMPLETION UNTIL ALL
INTERESTS HAVE BEEN CONSOLIDATED
OR A NON-STANDARD UNIT HAS
BEEN APPROVED BY THE DIVISION



¹⁷ OPERATOR CERTIFICATION

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

Signature: Heather Huntington Date: 8/25/21
Printed Name: Heather Huntington
E-mail Address: hhuntington@enduringresources.com

¹⁸ SURVEYOR CERTIFICATION

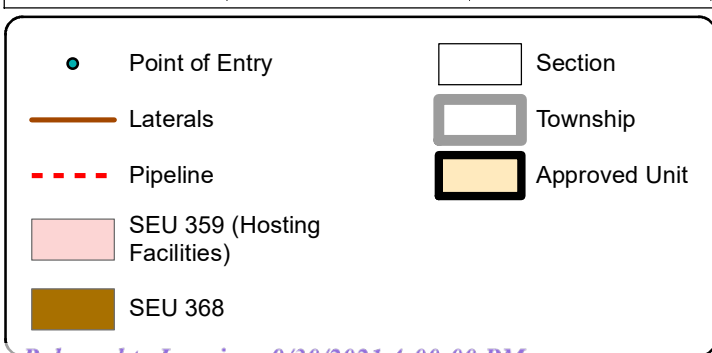
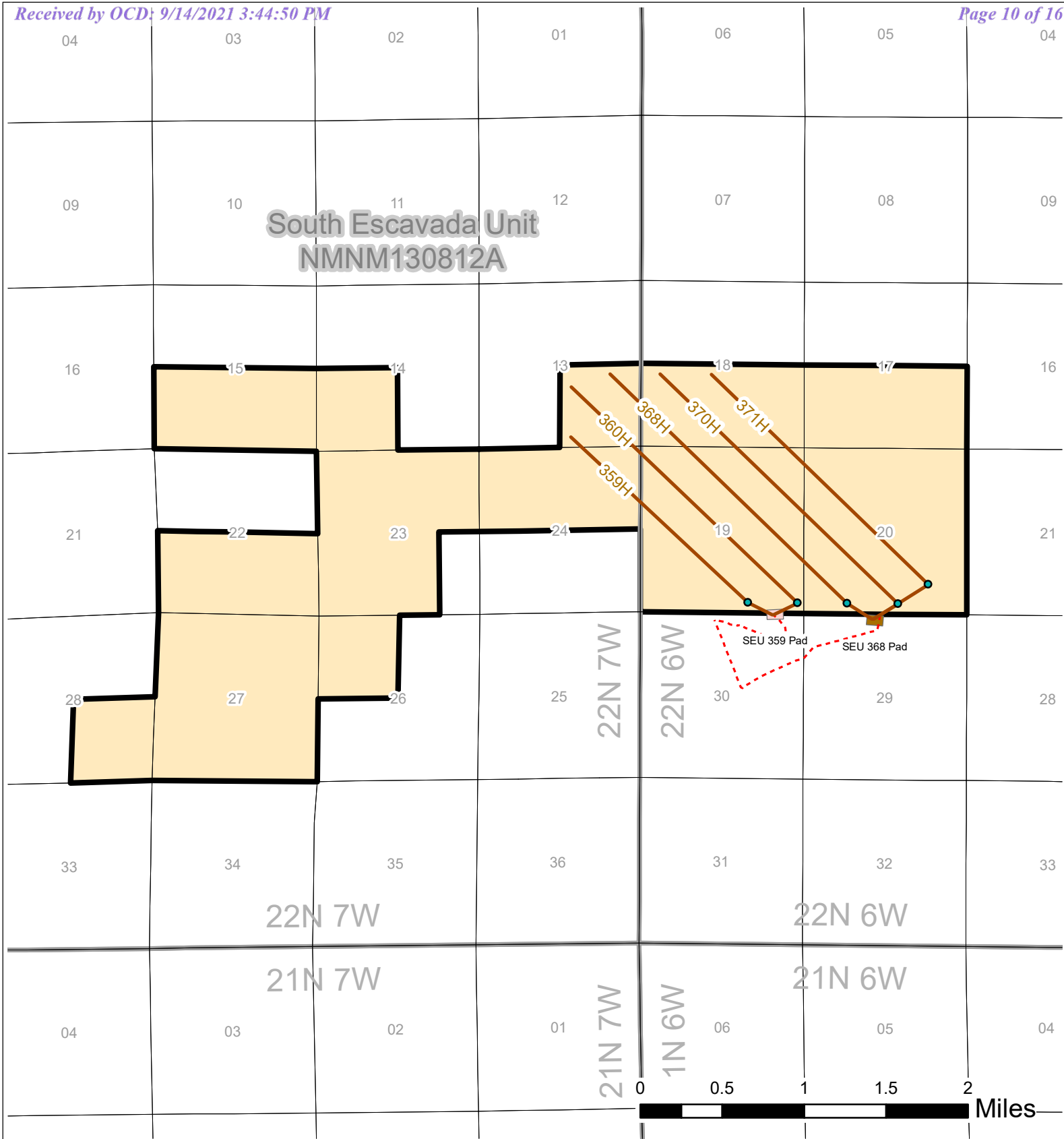
I hereby certify that the well location shown on this plat was plotted from field notes of actual surveys made by me or under my supervision, and that the same is true and correct to the best of my belief.

Date Revised: JANUARY 7, 2020
Survey Date: DECEMBER 12, 2018

Signature and Seal of Professional Surveyor



JASON C. EDWARDS
Certificate Number 15269



SEU 359 Pad Lease Plat Map

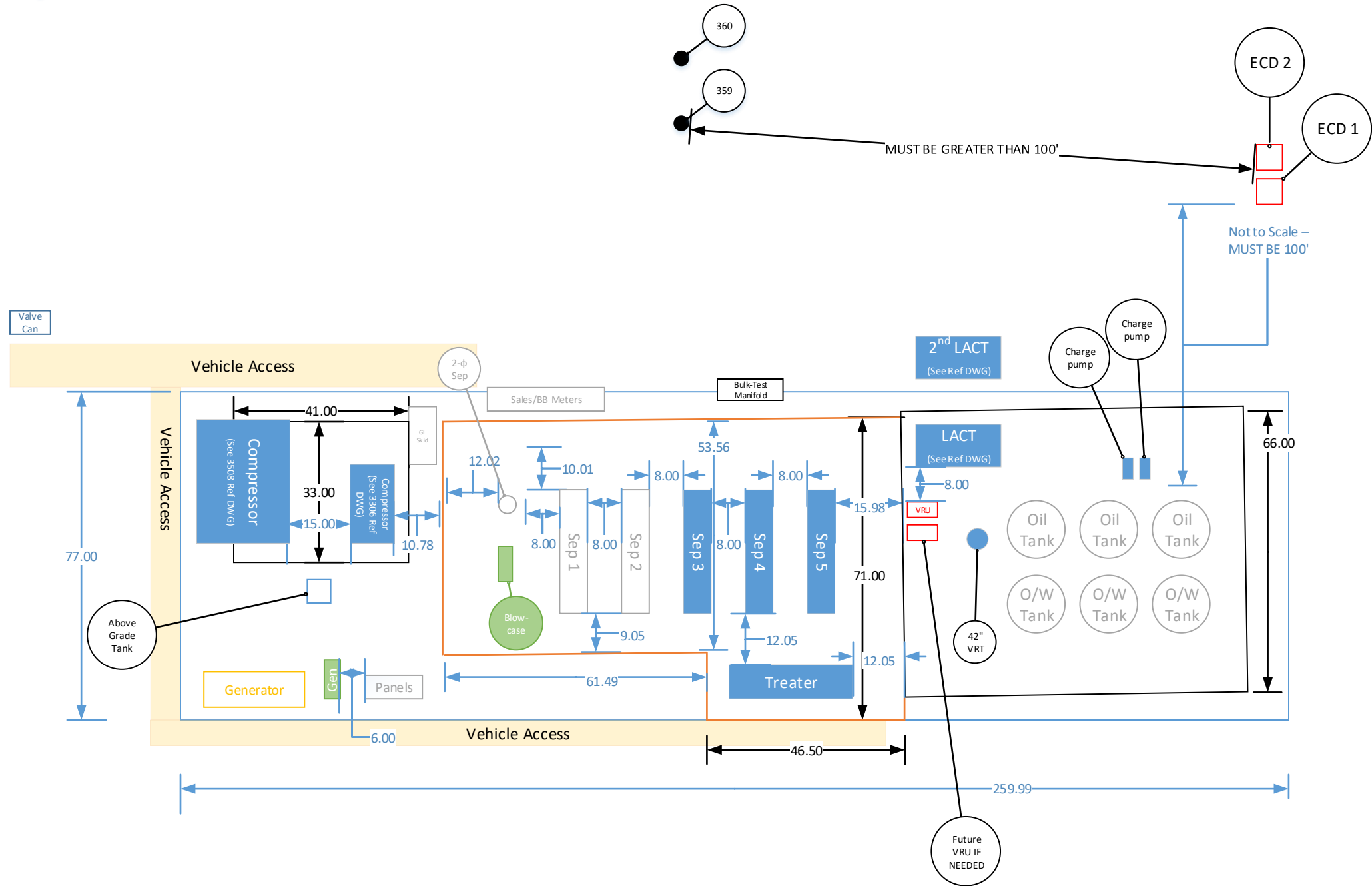
Sandoval
County, NM

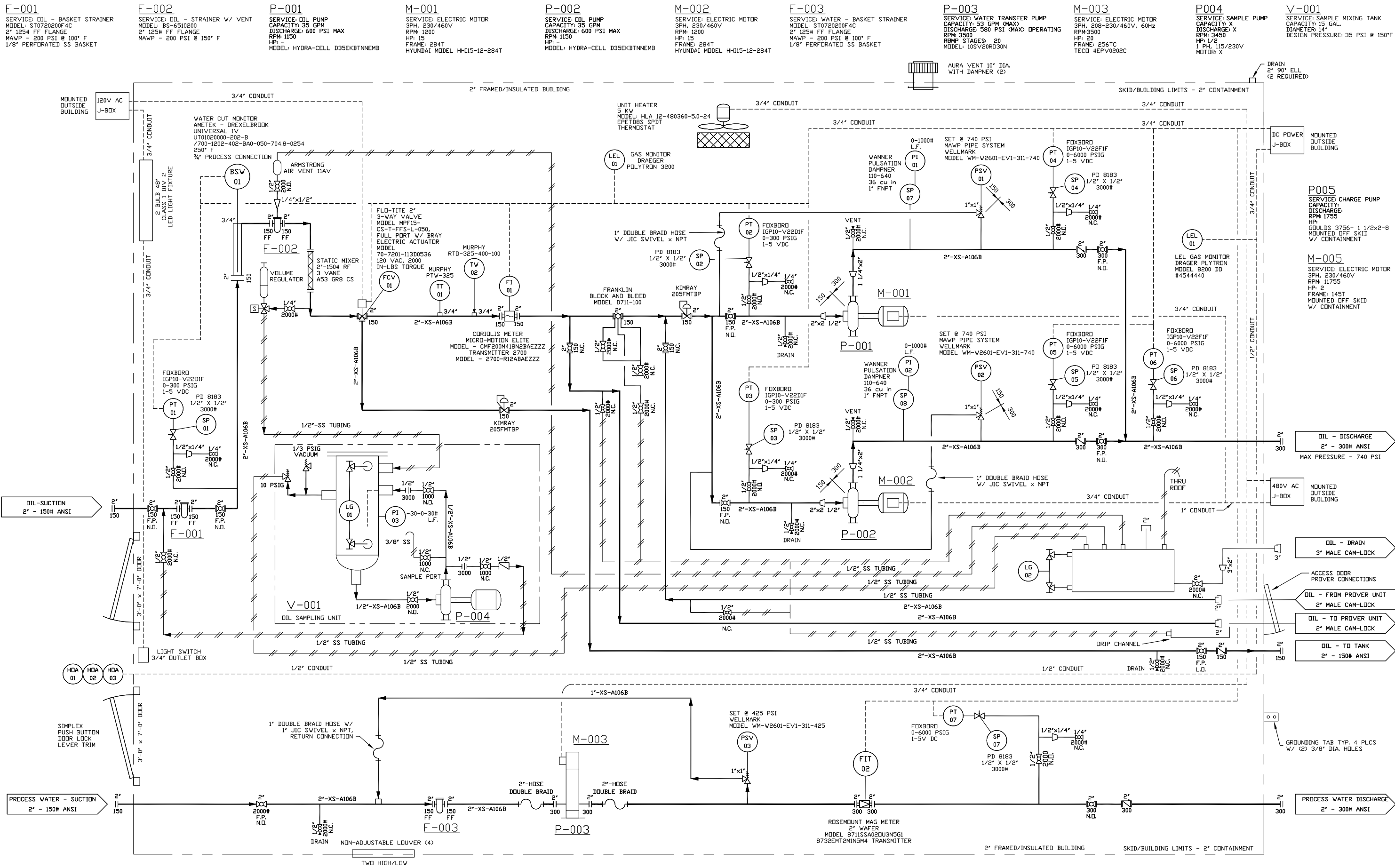
Scale (absolute) -
1:50,000



ENDURING
RESOURCES, LLC

Updated: 8/26/2021
By drogers





THIS DOCUMENT, WHETHER CONTAINING PATENTABLE OR NONPATENTABLE SUBJECT MATTER EMBODIES THE PROPRIETARY AND CONFIDENTIAL INFORMATION OF HENRY PRODUCTION INC. AND PUMPS AND SERVICE. IT IS LOANED IN CONFIDENCE WITH THE UNDERSTANDING THAT IT WILL NOT BE REPRODUCED, USED OR DISCLOSED FOR ANY PURPOSE EXCEPT THE LIMITED PURPOSE FOR WHICH IT IS LOANED. THIS DOCUMENT SHALL BE RETURNED TO HENRY PRODUCTION INC. OR PUMPS AND SERVICE UPON DEMAND.

8	OIL DRAIN SYSTEM ADDED	JKR	JKR	Drawn By:	JKR
7	OIL PSV OUTLET CHANGE	JKR	JKR	Date:	June 2015
6	SAMPLE POT UPDATE	JKR	JKR	Checked By:	JKR
5	UPDATE PART NUMBERS	JKR	JKR	Date:	Aug 1014
4	UPDATE	DT	JKR	Approved:	
3	REVISED CONDUIT SIZES	JKR	JKR	Date:	
2	CHGD LOW PRESS. TRANSMITTER	JKR	JKR		
REV.	DESCRIPTION	BY	CHKD.		



3440 Morning Star Drive, Farmington, NM 87401 (505) 327-0422

Drawing Name:	P & ID		
Project:	ENDURING TRIPLE PUMP TRANSFER - LACT		
Scale:	NTS	Drawing No.:	2222-06
		Rev.	8

From: [Mark Lokshin](#)
To: [Heather Huntington](#)
Cc: [Alex Campbell](#); [Bobby McCracken](#)
Subject: FW: [EXTERNAL] FW: Permission from Marathon LACT unit on S Escavada Unit 359H
Date: Thursday, September 9, 2021 7:34:22 AM
Attachments: [winmail.dat](#)

Hi Heather

Please see the below approval from Marathon.

Thank you

Mark

-----Original Message-----

From: White, Randy P. <RPWhite@Marathonpetroleum.com>
Sent: Thursday, September 9, 2021 7:33 AM
To: Mark Lokshin <MLokshin@enduringresources.com>
Cc: Webb, Marshall <MWebb@marathonpetroleum.com>
Subject: FW: [EXTERNAL] FW: Permission from Marathon LACT unit on S Escavada Unit 359H

Mark,

Good morning. Please see approval below.

Thank you and stay safe.

Randy P. White

Trader Specialist - Crude Oil Supply and Trading Marathon Petroleum Corporation | 15 Smith Road, Suite 1000,
Midland, TX 79705

Mobile: (505) 793-5313 | Office: (432) 848-5478

Email: rpwhite@marathonpetroleum.com <<mailto:rpwhite@marathonpetroleum.com>> | ICE: rwhite
[cid:image001.png@01D7A555.548981E0]

From: Webb, Marshall <MWebb@marathonpetroleum.com>
Sent: Wednesday, September 8, 2021 6:32 PM
To: White, Randy P. <RPWhite@Marathonpetroleum.com>; Marquez, Monica G
<MGMarquez@Marathonpetroleum.com>
Cc: SAT - Measurement <7satmeasurement@Marathonpetroleum.com>; Davis, Bruce D.
<BDDavis@Marathonpetroleum.com>
Subject: Re: [EXTERNAL] FW: Permission from Marathon LACT unit on S Escavada Unit 359H

Thanks Randy,

I approve

Get Outlook for iOS <<https://protect-us.mimecast.com/s/wHFXC0REBLHlm2wIwtmZI?domain=aka.ms>>

From: White, Randy P. <RPWhite@Marathonpetroleum.com<<mailto:RPWhite@Marathonpetroleum.com>>>
Sent: Friday, September 3, 2021 9:05 AM
To: Webb, Marshall; Marquez, Monica G
Cc: SAT - Measurement; Mark Lokshin
(MLokshin@enduringresources.com<<mailto:MLokshin@enduringresources.com>>)
Subject: RE: [EXTERNAL] FW: Permission from Marathon LACT unit on S Escavada Unit 359H

Mark,

Sorry for the delay. Looping in Marshall Webb and Monica Marquez on Enduring's request.

Thank you.

From: Mark Lokshin <MLokshin@enduringresources.com<<mailto:MLokshin@enduringresources.com>>>
Sent: Friday, September 3, 2021 8:11 AM
To: White, Randy P. <RPWhite@Marathonpetroleum.com<<mailto:RPWhite@Marathonpetroleum.com>>>
Cc: SAT - Measurement
<7satmeasurement@Marathonpetroleum.com<<mailto:7satmeasurement@Marathonpetroleum.com>>>
Subject: RE: [EXTERNAL] FW: Permission from Marathon LACT unit on S Escavada Unit 359H

Randy I have not heard back from anyone regarding the below. This is the last item that we need in order to file our paperwork with NMOCD. Thanks Mark -----Original Message----- From: White, Randy P.
<RPWhite@Marathonpetroleum.com<<mailto:RPWhite@Marathonpetroleum.com>>> Randy

I have not heard back from anyone regarding the below. This is the last item that we need in order to file our paperwork with NMOCD.
Thanks
Mark

-----Original Message-----
From: White, Randy P. <RPWhite@Marathonpetroleum.com<<mailto:RPWhite@Marathonpetroleum.com>>>
Sent: Monday, August 30, 2021 9:10 AM
To: Mark Lokshin <MLokshin@enduringresources.com<<mailto:MLokshin@enduringresources.com>>>
Cc: SAT - Measurement
<7satmeasurement@Marathonpetroleum.com<<mailto:7satmeasurement@Marathonpetroleum.com>>>
Subject: FW: [EXTERNAL] FW: Permission from Marathon LACT unit on S Escavada Unit 359H

Mark,
I'm looping in our Measurements group on the approval process.

From: Mark Lokshin <MLokshin@enduringresources.com<<mailto:MLokshin@enduringresources.com>>>
Sent: Monday, August 30, 2021 9:58 AM
To: White, Randy P. <RPWhite@Marathonpetroleum.com<<mailto:RPWhite@Marathonpetroleum.com>>>
Subject: [EXTERNAL] FW: Permission from Marathon LACT unit on S Escavada Unit 359H

HI Randy Please see below. Please reply with your approval, or if it's not you that needs to approve please direct me to the correct person. Thank you Mark From: Heather Huntington
<Hhuntington@enduringresources.com<<mailto:Hhuntington@enduringresources.com>>>>

[HI Randy](#)

[Please see below. Please reply with your approval, or if it's not you that needs to approve please direct me to the correct person.](#)

[Thank you](#)

[Mark](#)

From: Heather Huntington
<HHuntington@enduringresources.com<<mailto:HHuntington@enduringresources.com>>>>
Sent: Monday, August 30, 2021 8:53 AM
To: Mark Lokshin <MLokshin@enduringresources.com<<mailto:MLokshin@enduringresources.com>>>>
Cc: Alex Campbell <ACampbell@enduringresources.com<<mailto:ACampbell@enduringresources.com>>>>
Subject: Permission from Marathon LACT unit on S Escavada Unit 359H

Morning Mark,

As part of Enduring Resources IV, LLC's (Enduring) S Escavada 359H Pad Pipeline Transfer LACT Unit C-106 LACT application to the NMOCD Aztec office, Enduring needs an approval from the transporter, which in this case is Marathon Oil. Custody transfer will be at this LACT Unit and will be the official measurement point for sales with a Coriolis check meter downstream at tie-in for verification and pipeline monitoring. Pipeline Transfer LACT equipment for the below listed wells will be located on Enduring's S Escavada Unit 359H pad. LACT will be proved per regulatory requirements.

S ESCAVADA UNIT 359H/360H/368H/370H/371H PIPELINE LACT UNIT:

WELLS TO BE SERVED BY PIPELINE LACT UNIT:

• S ESCAVADA UNIT 359H/ API # 30-043-21329/ UNIT A Sec. 30, T22N, R6W, NMPM • S ESCAVADA UNIT 360H/ API # 30-043-21330/ UNIT A Sec. 30, T22N, R7W, NMPM • S ESCAVADA UNIT 368H/ API # 30-043-21331/ UNIT C Sec. 29, T22N, R6W, NMPM • S ESCAVADA UNIT 370H/ API # 30-043-21332/ UNIT C Sec. 29, T22N, R6W, NMPM • S ESCAVADA UNIT 371H/ API # 30-043-21346/ UNIT C Sec. 29, T22N, R6W, NMPM

Will you please reach out to Marathon and get permission for this LACT unit and forward me the response so I can include in required application documents?

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

Action 48765

CONDITIONS

Operator: ENDURING RESOURCES, LLC 6300 S Syracuse Way, Suite 525 Centennial, CO 80111	OGRID: 372286
	Action Number: 48765
	Action Type: [C-106] NOI Utilize ACTE (C-106)

CONDITIONS

Created By	Condition	Condition Date
dmccclure	Operation of the equipment shall be performed in compliance with 19.15.18.15 NMAC.	9/30/2021