This is an active Silverback pole used by a battery on the north side (see below email chain). All equipment has been removed and no riser on location.







Surface Reclamation Complete Report

&

Annual Surface Reclamation Monitoring Report

Well Name: CANNON FW #001

API: 30-015-21775

Well Location: C-21-18S-26E

Surface Owner: EOG RESOURCES/SILVERBACK

Reclamation Complete Date: 7/15/21

Reclamation Annual Monitoring Date: 9/1/22

Total Acres reclaimed: 0.5

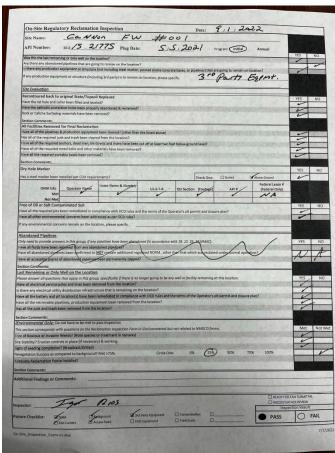
Seed Mix:

Mix	Species	lb/acre (Drilled)	lb/acre (Broadcast)
NMSLO - Loamy (L)	Black Grama	2.0	4.0
"	Blue Grama	2.0	4.0
	Sideoats Grama	2.0	4.0
	Sand Dropseed	1.0	2.0
	Alkali Sacaton	2.5	5.0
п	Little Bluestem	2.5	5.0
Weights should be as pounds of pure live seed.			

Note:

EOG will conduct an annual surface reclamation monitoring field visit in 2023 to determine if successful vegetation regrowth is established.







Surface Owner Approval of Reclamation completed with Well P&A

was a grant of the m

Well Name: Cannon-FW #001

API: 30-015-21775

Location: NE/4NW/4 being approximately 1,00 acres in total area.

Section: 21.
Township: 18 South
Range: 26 East
County: Eddy

Surface owner: Silverback New Mexico LLC
19707 IH 10 West Suite 201
San Antonio, TX 78257

Thereby agree that EOG Resources, Inc. has completed all surface reclamation activities to meet our requirements as surface owner for the above noted well.

Surface Owner Name: Bodge Euch for Silverback New Mexico LLC
Surface Owner Signature: The Advance of the Silverback New Mexico LLC

EOG Representative Name: Keith Kistner

Date Signed: 9/20/2022

EOG Representative Signature: ___

From: Bodee Eudy
To: Andrea Felix

Cc: Artesia Regulatory; Mark Ritchie; Rafael Alvizo; Stoney Harris

Subject: RE: Cannon FW 1 C-103Q Sub release after P&A (Reclamation) Denied

Date: Tuesday, October 18, 2022 3:06:31 PM

Attachments: <u>image001.png</u>

image002.png image003.png

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

Andrea,

After discussions with Mark, and going over the layout of the infrastructure we are comfortable confirming the responsibility of the power pole and associated infrastructure that goes to the Pearson well.

Thank You,

Bodee Eudy Surface Landman Silverback Exploration Cell: 940-733-6655

From: Andrea Felix < Andrea_Felix@eogresources.com>

Sent: Tuesday, October 18, 2022 3:37 PM **To:** Bodee Eudy <BEudy@silverbackexp.com>

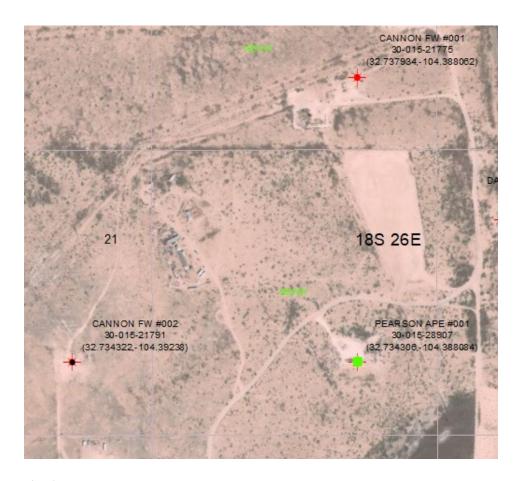
Cc: Artesia Regulatory <Artesia_Regulatory@eogresources.com>; Mark Ritchie <mritchie@silverbackexp.com>; Rafael Alvizo <ralvizo@silverbackexp.com>; Stoney Harris <sharris@silverbackexp.com>

Subject: RE: Cannon FW 1 C-103Q Sub release after P&A (Reclamation) Denied

Hi Bodee,

The facility serviced these wells: Cannon FW #001 (30-015-21775), Cannon FW #002 (30-015-21791), and the Pearson APE #001 (30-015-28907). The Cannon wells were plugged and the Pearson was sold to Silverback. In the image attached of the pole, there is a gray conduit that comes down and goes to the remaining facility.

API	Well Name	OGRID Name	Well Status *	1
30-015-28907	PEARSON APE #001	Silverback Operating II, LLC	Active	0



Thank you,

Andrea Felix

Regulatory & Tribal Relations Manager

EOG Resources, Inc. Office: (575)748-4196 Cell: (575)703-1267

Andrea_Felix@eogresources.com



From: Bodee Eudy < BEudy@silverbackexp.com>

Sent: Tuesday, October 18, 2022 2:34 PM

To: Andrea Felix < Andrea Felix@eogresources.com >

Cc: Artesia Regulatory < <u>Artesia_Regulatory@eogresources.com</u>>; Mark Ritchie

<mritchie@silverbackexp.com>; Rafael Alvizo <ralvizo@silverbackexp.com>; Stoney Harris

<sharris@silverbackexp.com>

Subject: RE: Cannon FW 1 C-103Q Sub release after P&A (Reclamation) Denied

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

Good Afternoon Andrea,

Have you located this information below yet ma'am?

Can ops help us determine what this services?

Can you please confirm that as surface owner of the property in which the well pad is situated the service pole, meter box, disconnect box and transformers that remain on location are Silverback's responsibility. EOG has no authority or responsibility to remove the equipment on your private surface and such removal will be handled by Silverback as the surface owner.

From: Andrea Felix < Andrea Felix@eogresources.com >

Sent: Friday, October 7, 2022 12:06 PM **To:** Bodee Eudy < <u>BEudy@silverbackexp.com</u>>

Cc: Artesia Regulatory < Artesia Regulatory@eogresources.com >

Subject: FW: Cannon FW 1 C-103Q Sub release after P&A (Reclamation) Denied

Importance: High

Hi Bodee,

As we discussed NMOCD is not accepting your signed landowner letter that EOG has satisfied all surface requirements for the Cannon FW #001 API 30-015-21775 for the reason highlighted in yellow below.

Can you please confirm that as surface owner of the property in which the well pad is situated the service pole, meter box, disconnect box and transformers that remain on location are Silverback's responsibility. EOG has no authority or responsibility to remove the equipment on your private surface and such removal will be handled by Silverback as the surface owner.

Appreciate your response to this request so we can re-submit our C-103 to NMOCD for this location.

Thank you,

Andrea Felix

Regulatory & Tribal Relations Manager EOG Resources, Inc. Office: (575)748-4196

Cell: (575)703-1267

Andrea_Felix@eogresources.com



From: Tina Huerta < Tina Huerta@eogresources.com >

Sent: Thursday, October 6, 2022 10:46 AM

To: Artesia Regulatory < <u>Artesia Regulatory@eogresources.com</u>>

Subject: Cannon FW 1 C-103Q Sub release after P&A (Reclamation) Denied

Good Morning,

Attached is the C-103Q that was denied for reason as noted below in bold.

Thank you.

From: OCDOnline@state.nm.us < OCDOnline@state.nm.us>

Sent: Thursday, October 6, 2022 8:06 AM

To: Tina Huerta < <u>Tina Huerta@eogresources.com</u>>

Subject: The Oil Conservation Division (OCD) has rejected the application, Application ID: 148493

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

To whom it may concern (c/o Tina Huerta for EOG RESOURCES INC),

The OCD has rejected the submitted *Subsequent Location After P&A* (C-103Q), for API number (30-#) 30-015-21775,

for the following reasons:

Not ready for release. Service pole, meter box, disconnect box and transformers not removed.

The rejected C-103Q can be found in the OCD Online: Permitting - Action Status, under the Application ID: 148493.

Please review and make the required correction(s) prior to resubmitting.

If you have any questions why this application was rejected or believe it was rejected in error, please contact me prior to submitting an additional C-103Q.

Thank you, Gilbert Cordero Staff Manager 575-626-0830 Gilbert.Cordero@emnrd.nm.gov

New Mexico Energy, Minerals and Natural Resources Department 1220 South St. Francis Drive Santa Fe, NM 87505

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

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

1220 S. St Francis Dr., Santa Fe, NM 87505 Phone:(505) 476-3470 Fax:(505) 476-3462

State of New Mexico Energy, Minerals and Natural Resources Oil Conservation Division 1220 S. St Francis Dr. **Santa Fe, NM 87505**

DEFINITIONS

Action 152608

DEFINITIONS

Operator:	OGRID:
EOG RESOURCES INC	7377
P.O. Box 2267	Action Number:
Midland, TX 79702	152608
	Action Type:
	[C-103] Sub. Release After P&A (C-103Q)

DEFINITIONS

For the sake of brevity and completeness, please allow for the following in all groups of questions and for the rest of this application:

- lease and well location, hereinafter "location";
- flowlines or pipelines, hereinafter "pipelines";
- and non-retrieved or abandoned, hereinafter "abandoned".

811 S. First St., Artesia, NM 88210 Phone:(575) 748-1283 Fax:(575) 748-9720 District III 1000 Rio Brazos Rd., Aztec, NM 87410

Phone:(505) 334-6178 Fax:(505) 334-6170 1220 S. St Francis Dr., Santa Fe, NM 87505 Phone:(505) 476-3470 Fax:(505) 476-3462

State of New Mexico Energy, Minerals and Natural Resources Oil Conservation Division 1220 S. St Francis Dr. **Santa Fe, NM 87505**

QUESTIONS

Action 152608

QUESTIONS

Operator:	OGRID:
EOG RESOURCES INC	7377
P.O. Box 2267	Action Number:
Midland, TX 79702	152608
	Action Type:
	[C-103] Sub. Release After P&A (C-103Q)
-	

QUESTIONS

Subsequent Report of: Location Ready For OCD Inspection After P&A		
Was this the last remaining or only well on the location	Yes	
Are there any abandoned pipelines that are going to remain on the location	No	
Is there any production equipment or structure (not including steel marker, poured onsite concrete bases, or pipelines) that is going to remain on the location	Yes	
If any production equipment or structure is to remain on the location, please specify	An active Silverback pole used by a battery on the north side is on location and an email chain with Silverback is attached. All equipment has been removed and no riser on location.	

Site Evaluation	
Please answer all the questions in this group.	
Have all the required pits been remediated in compliance with OCD rules and the terms of the Operator's pit permit and closure plan	Yes
Have the rat hole and cellar been filled and leveled	Yes
Have the cathodic protection holes been properly abandoned	Yes
Has a steel marker, at least 4 inches in diameter and at least 4 feet above ground level, been set in concrete	Yes
The (concrete-set) steel marker shows: Must attach marker photograph(s). *	THE OPERATOR NAME, LEASE NAME AND WELL NUMBER AND LOCATION, INCLUDING UNIT LETTER, SECTION, TOWNSHIP AND RANGE, SHALL BE WELDED, STAMPED OR OTHERWISE PERMANENTLY ENGRAVED INTO THE MARKER'S METAL.
Has the location been leveled as nearly as possible to original ground contour	Yes
Have all the required pipelines and other production equipment been cleared	Yes
Has all the required junk and trash been cleared from the location	Yes
Have all the required anchors, dead men, tie downs and risers have been cut off at least two feet below ground level	Yes
Have all the required metal bolts and other materials have been removed	Yes
Poured onsite concrete bases do not have to be removed.	
Have all the the required portable bases been removed	Yes
Have all other environmental concerns have been addressed as per OCD rules	Yes
If any environmental concerns remain on the location, please specify	Not answered.

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State of New Mexico Energy, Minerals and Natural Resources Oil Conservation Division 1220 S. St Francis Dr. **Santa Fe, NM 87505**

QUESTIONS, Page 2

Action 152608

QUESTIONS	(continued)
QUESTIONS:	COHUHUCU <i>i</i>

Operator:	OGRID:
EOG RESOURCES INC	7377
P.O. Box 2267	Action Number:
Midland, TX 79702	152608
	Action Type:
	[C-103] Sub. Release After P&A (C-103Q)

QUESTIONS

Abandoned Pipelines		
Only need to provide answers in this group, if any pipelines have been abandoned (in accordance with 19.15.35.10 NMAC).		
Have all fluids have been removed from any abandoned pipelines Not answered.		
Have all abandoned pipelines been confirmed to <u>NOT</u> contain additional regulated NORM, other than that which accumulated under normal operation	Not answered.	
Have all accessible points of abandoned pipelines been permanently capped	Not answered.	

Last Remaining or Only Well on the Location		
Please answer all questions that apply in this group, specifically if there is no longer going to be any well or facility remaining at this location.		
Have all electrical service poles and lines been removed from the location Yes		
Is there any electrical utility distribution infrastructure that is remaining on the location	Yes	
Have all the battery and pit location(s) have been remediated in compliance with OCD rules and the terms of the Operator's pit permit and closure plan	Yes	
Have all the retrievable pipelines, production equipment been removed from the location	Yes	
Has all the junk and trash been removed from the location	Yes	

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State of New Mexico Energy, Minerals and Natural Resources Oil Conservation Division 1220 S. St Francis Dr. **Santa Fe, NM 87505**

ACKNOWLEDGMENTS

Action 152608

ACKNOWLEDGMENTS

Operator:	OGRID:
EOG RESOURCES INC	7377
P.O. Box 2267	Action Number:
Midland, TX 79702	152608
	Action Type:
	[C-103] Sub. Release After P&A (C-103Q)

ACKNOWLEDGMENTS

I hereby certify that all the work has been completed for this location and the site is ready for an OCD scheduled inspection.

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

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State of New Mexico Energy, Minerals and Natural Resources Oil Conservation Division 1220 S. St Francis Dr. **Santa Fe, NM 87505**

CONDITIONS

Action 152608

CONDITIONS

Operator:	OGRID:
EOG RESOURCES INC	7377
P.O. Box 2267	Action Number:
Midland, TX 79702	152608
	Action Type:
	[C-103] Sub. Release After P&A (C-103Q)

CONDITIONS

Created By	Condition	Condition Date
gcordero	None	10/25/2022