Mr. McClure,

Please see attached for the statement from our landman on identical ownership.

Based on the BTU values of our current sales gas at the AR #6, we are confident that we will see a BTU value of around 1.395 for both pools.

Thank you for your time and attention to this application!

Marshall Bates Forty Acres Energy 11757 Katy Fwy. Ste. 1000 Houston, TX 77079

From: McClure, Dean, EMNRD
Sent: Wednesday, November 25, 2020 4:13 PM
To: Marshall Bates
Subject: downhole commingling application DHC-5088

Mr. Bates,

I am reviewing the downhole commingling application for the Arnott Ramsay NCT B #6 (30-025-26278) operated by FAE II Operating, LLC (329326).

Please provide a BTU value of the gas from pool 33820 and an estimated BTU value of the gas from pool 37240.

Please submit a statement from your landman confirming that ownership between these two pools is identical.

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