

### **Exhibit "A"**

Applicant: Novo Oil & Gas Northern Delaware, LLC  
Operator: Novo Oil & Gas Northern Delaware, LLC (OGRID 372920)

Spacing Unit: Horizontal Oil  
Building Blocks: quarter-quarter section equivalents  
Spacing Unit Size: 320 acres (more or less)  
Orientation of Unit: North/South

Spacing Unit Description:  
W/2 Equivalent of Section 4,  
Township 23 South, Range 28 East, NMPM, Eddy County, New Mexico

Pooling this Vertical Extent: Bone Spring Formation  
Depth Severance? (Yes/No): No

Pool: Culebra Bluff; Bone Spring, South (Pool code 15011)  
Pool Spacing Unit Size: quarter-quarter sections  
Governing Well Setbacks: Horizontal Oil Well Rules  
Pool Rules: Latest Horizontal Rules Apply.

Proximity Tracts: Yes  
Proximity Defining Well: Well No. 132H is to be drilled closer than 330 feet from the Proximity Tracts and therefore defines the Horizontal Spacing Unit.

Monthly charge for supervision: While drilling: \$8000 While producing: \$800  
As the charge for risk, 200 percent of reasonable well costs.

### **Proposed Wells:**

#### **Goonch Fed Com 04 Well No. 131H, API No. 30-015-Pending**

SHL: 1140 feet from the South line and 980 feet from the West line,  
(Unit M) of Section 4, Township 23 South, Range 28 East, NMPM.  
BHL: 10 feet from the North line and 726 feet from the West line,  
(Lot 4) of Section 4, Township 23 South, Range 28 East, NMPM.

Completion Target: 3rd Bone Spring Sand at approx 9305 feet TVD.  
Well Orientation: South to North  
Completion Location expected to be: standard

#### **Goonch Fed Com 04 Well No. 132H, API No. 30-015-Pending**

SHL: 1140 feet from the South line and 1180 feet from the West line,  
(Unit M) of Section 4, Township 23 South, Range 28 East, NMPM.  
BHL: 10 feet from the North line and 1122 feet from the West line,

(Lot 4) of Section 4, Township 23 South, Range 28 East, NMPM.

Completion Target: 3rd Bone Spring Sand at approx 9396 feet TVD.

Well Orientation: South to North

Completion Location expected to be: standard

**Goonch Fed Com 04 Well No. 135H, API No. 30-015-Pending**

SHL: 592 feet from the North line and 1494 feet from the East line,  
(Lot 2) of Section 4, Township 23 South, Range 28 East, NMPM.

BHL: 10 feet from the South line and 1914 feet from the West line,  
(Unit N) of Section 4, Township 23 South, Range 28 East, NMPM.

Completion Target: 3rd Bone Spring Sand at approx 9376 feet TVD.

Well Orientation: North to South

Completion Location expected to be: standard