

ConocoPhillips 2208 West Main Street Artesia, New Mexico 88210 www.conocophillips.com

May 17, 2021

Attn: Dean McClure NM Oil Conservation Division 1220 South Saint Francis Drive Santa Fe, New Mexico 87505

Re:

Application for Administrative Approval Off-lease Measurement – Oil Only

Dear Mr. McClure,

COG Operating LLC respectfully requests approval for off-lease measurement – Oil only for the following wells:

Boo Radley Com 701H API# 30-015-47347 Purple Sage; Wolfcamp (Gas) Ut. O, Sec. 16-T26S-R28E Eddy County, NM

Boo Radley Com 703H API# 30-015-47349 Purple Sage; Wolfcamp (Gas) Ut. O, Sec. 16-T26S-R28E Eddy County, NM

Boo Radley Com 705H API# 30-015-47784 Purple Sage; Wolfcamp (Gas) Ut. N, Sec. 16-T26S-R28E Eddy County, NM Boo Radley Com 702H API# 30-015-47348 Purple Sage; Wolfcamp (Gas) Ut. O, Sec. 16-T26S-R28E Eddy County, NM

Boo Radley Com 704H API# 30-015-47785 Purple Sage; Wolfcamp (Gas) Ut. O, Sec. 16-T26S-R28E Eddy County, NM

Boo Radley Com 706H API# 30-015-47350 Purple Sage; Wolfcamp (Gas) Ut. N, Sec. 16-T26S-R28E Eddy County, NM

Oil Production:

The oil production from these wells may be transported by truck to either the Red Hills Offload Station, located in Unit O, Section 4-T26S-R32E, or the Jal Offload Station, located in Unit D, Section 4-T26S-R37E, Lea County in the event the CTB on lease is over capacity or in the case of battery or pipeline repairs. Oil will remain segregated and will be measured by lact meter when offloading at the Offload Stations.

Notifications have been sent to all working interest owners

Please see the enclosed Administrative Application Checklist, C-107-B Application for Off Lease Measurement, plats for referenced wells, site facility diagram, maps with lease boundaries showing wells and facility locations and communization agreement application.



Thank you for your attention to this matter. If you have questions or need further information, please email me at ibarron@conocophillips.com or call 575.748.6974.

Sincerely,

Jeanette Barron

Regulatory Technician II

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RECEIVED:	REVIEWER:	TYPE:	APP NO:					
		ABOVE THIS TABLE FOR OCD DIV	ISION USE ONLY					
	- Geologic	O OIL CONSERVA cal & Engineering ancis Drive, Santo	Bureau –					
	ADMINISTR	ATIVE APPLICATION	ON CHECKLIST					
THIS C	HECKLIST IS MANDATORY FOR ALL	. ADMINISTRATIVE APPLICA QUIRE PROCESSING AT THE (IONS FOR EXCEPTIONS TO DIVISION RULL	ES AND				
Applicant: COG Prod			OGRID Number	r: 217955				
	iley Com 701H & 5 others (see atta	ched)	API: 30-015-47347					
Purple Sage: Wolfe	amp (Gas)		Pool Code: 9822	<u> </u>				
SUBMIT ACCURA	TE AND COMPLETE INFO	ORMATION REQUIR	ED TO PROCESS THE TYPE OF	FAPPLICATION				
1) TYPE OF APPLIC A. Location	CATION: Check those v - Spacing Unit – Simulto SL NSP _{(PRO}	aneous Dedication	(PRORATION UNIT)					
[1] Comr [11] Inject 2) NOTIFICATION A. Offset of B. Royalty C. Applic D. Notifica E. Notifica F. Surface G. For all of H. No not	ice required	C PC OL e Increase – Enhai /D IPI EC nose which apply. lers rners, revenue owr d notice nt approval by SLC nt approval by BLA	ers App Con					
administrative of understand the	approval is accurate a	nd complete to the en on this applicat	mitted with this application e best of my knowledge. I c on until the required inform	also				
Not	e: Statement must be complete	d by an individual with m	anagerial and/or supervisory capaci	ity.				
Jeanette Barron			5/17/21 Date	·				
Print or Type Name								
Jeanth Barr	On		575-746-6974 Phone Number jbarron@conocophillips.com					
ignature			e-mail Address					

E-MAIL ADDRESS: jbarron@conocophillips.com

Received by OCD: 5/17/2021 3:06:37 PM

<u>District I</u> 1625 N French Drive, Hobbs, NM 88240 District II 811 S. First St., Artesia, NM 88210 <u>District III</u> 1000 Rio Brazos Road, Aztec, NM 87410 District IV 1220 S. St Francis Dr, Santa Fe, NM 87505

State of New Mexico Energy, Minerals and Natural Resources Department

OIL CONSERVATION DIVISION

1220 S. St Francis Drive Santa Fe, New Mexico 87505

Form C-107-B Revised August 1, 2011

Released to Imaging: 8/27/2021 10:41:50 AM

Submit the original application to the Santa Fe office with one copy to the appropriate District Office.

Cartella Transcal Rev. By Cartella Cart	ON FOR SURFACE	COMMINGLING	(DIVERSE	OWNERSHIP)	
	G Operating LLC	I M			
APPLICATION TYPE:	8 W Main Street, Artesia, N	New Mexico 88210			
	ningling Pool and Lease Co	mminalina MOFI casa	Storage and Manage	rement (Only if not Surface	- C
			Storage and Measu	ement (Only 11 not Surface	e Commingiea)
LEASE TYPE: Fee Is this an Amendment to existing	State Sede		the commonwists (Vedes No.	
Have the Bureau of Land Manage	ment (BLM) and State Land	d office (SLO) been no	tified in writing	of the proposed comm	ingling
		L COMMINGLIN is with the following in			
(1) Pool Names and Codes	Gravities / BTU of Non-Commingled Production	Calculated Gravities / BTU of Commingled Production		Calculated Value of Commingled Production	Volumes
		_			
		1			
(2) Are any wells producing at top a	Harriston Day Mar	L			<u>L</u>
(3) Has all interest owners been noti (4) Measurement type: Meteria (5) Will commingling decrease the	fied by certified mail of the pro		Yes No.	ng should be approved	
		SE COMMINGLIN			
(1) Pool Name and Code.	Please attach sheet	s with the following in	formation		
(2) Is all production from same sour	ce of supply? Thes Th	o			
(3) Has all interest owners been notif			□Yes □N	o	
	(C) POOL and	LEASE COMMIN	GLING		
(1) Complete Sections A and E.	Please attach sheet	s with the following in	formation		
	(D) OFF-LEASE ST				
(1) Is all production from same sour		ets with the following	information		
(2) Include proof of notice to all inte					
(E) ADDITIONAL INFO Please attach sheet	RMATION (for all swith the following in		pes)	
(1) A schematic diagram of facility,	including legal location.		·		
(2) A plat with lease boundaries sho(3) Lease Names, Lease and Well N	wing all well and facility locati umbers, and API Numbers.	ons. Include lease numbe	ers if Federal or Sta	ite lands are involved.	
I hereby certify that the information ab	ove is true and complete to the	best of my knowledge an	d belief.	.	
signature: Jeanth Bong		TLE: Regulatory Technic			17/21
TYPE OR PRINT NAME Jeanette Ba	ron TELEPHONE NO.:	<u>575.748.6974</u>			

DISTRICT I DISTRICT II 811 S. FIRST ST., ARTESIA, NM 88210 Phone: (875) 748-1283 Fax: (875) 748-9720

State of New Mexico Energy, Minerals & Natural Resources Department OIL CONSERVATION DIVISION

1220 SOUTH ST. FRANCIS DR. Santa Fe, New Mexico 87505

Form C-102 Revised August 1, 2011 Submit one copy to appropriate District Office

DISTRICT IV 1220 S. ST. FRANCIS DR., SANTA FE, NM 87605 Phone: (505) 476-3460 Fax: (505) 476-3462

DISTRICT III 1000 RIO BRAZOS RD., AZTEC, NM 87410 Phone: (505) 334-6178 Fax: (505) 334-6170

☐ AMENDED REPORT

WELL.	LOCATION	AND	ACREACE	DEDICATION	DIAT
W Cilib	LUCATION	AND	AUREAGE	DEDICATION	PLAI

30-015-47347	Pool Code 98220	Pool Name Purple Sage; Wolfcamp (Gas)	
Property Code	•	erty Name	Well Number
328970		DLEY COM	701H
ogrid No.	•	ator Name	Elevation
229137		RATING, LLC	2993.9

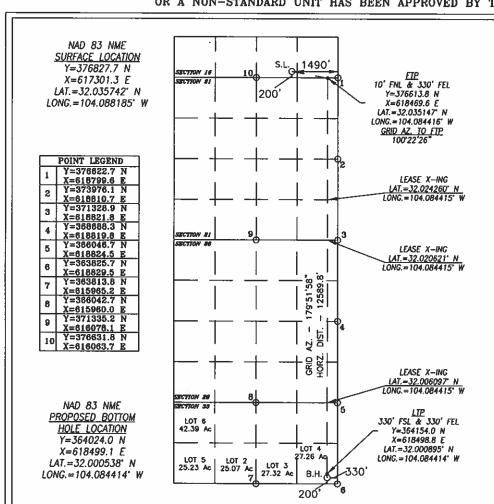
Surface Location

UL or lot No.	Section	Township	Range	Lot Idn	Feet from the	North/South line	Feet from the	East/West line	County
0	16	26-S	28-E		200	SOUTH	1490	EAST	EDDY

Bottom Hole Location If Different From Surface

UL or lot No.	Section	Township	Range	Lot ldn	Feet from the	North/South line	Feet from the	East/West line	County
4	33	26-S	28-E		200	SOUTH	330	EAST	EDDY
Dedicated Acre	s Joint o	r Infill Co	nsolidation (Code Or	der No.				

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



OPERATOR CERTIFICATION

I hereby certify that the information 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 mineral or working interest, or to a voluntary pooling agreement or a or to a voluntary pooling agreement or a compulsory pooling order heretofore entered by the division.

Deanette Barron

Printed Name

jeanette.barron@conocophillips.com

E-mail Address

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.

JULY 17, 2020

Date of Survey

Signature & Seal of Professional Surveyor



Released to Imaging: 8/27/2021 10:41:50 AM

Certificate No. CHAD HARCROW

17777 W.O. # 20-959 DRAWN BY: AH

DISTRICT I DISTRICT II 811 S. FIRST ST., ARTESIA, NM 88210 Phone: (676) 748-1283 Pag: (576) 748-2720

State of New Mexico 1825 N. FRENCH DR., HOBBS, NM 88240 Energy, Minerals & Natural Resources Department OIL CONSERVATION DIVISION

1220 SOUTH ST. FRANCIS DR. Santa Fe, New Mexico 87505

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DISTRICT III 1000 RIO BRAZOS RD., AZTEC, NM 87410 Phone: (605) 834-6178 Fax: (605) 834-6170

229137

☐ AMENDED REPORT

2994.7

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	WELL LUCATION AND	ACREAGE DEDICATION PLAT	
API Number 30-015-47348	Pool Code 98220	Purple Sage; Wolfcamp (Gas)	
Property Code 328970		perty Name ADLEY COM	Well Number 702H
OGRID No.	Ope	rator Name	Elevation

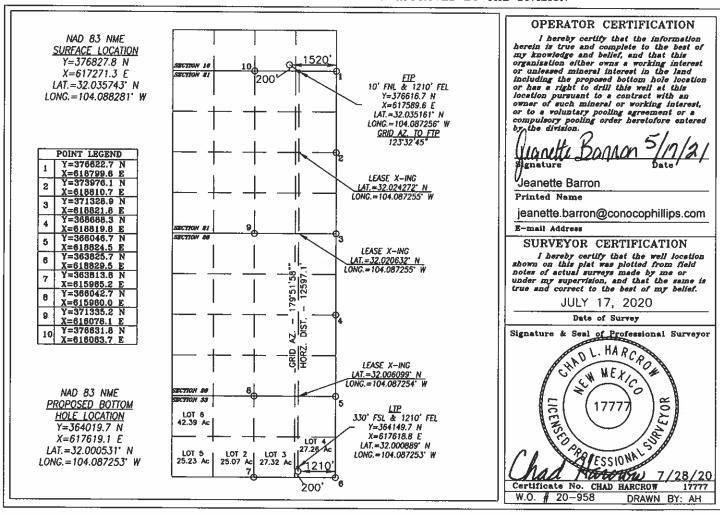
COG OPERATING, LLC Surface Location

UL or lot No.	Section	Township	Range	Lot Idn	Feet from the	North/South line	Feet from the	East/West line	County
0	16	26-S	28-E		200	SOUTH	1520	EAST	EDDY

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
4	33	26-S	28-E		200	SOUTH	1210	EAST	EDDY
Dedicated Ac 1547.27	res Joint o	or Infill Co	nsolidation	Code Or	der No.				

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



DISTRICT I 1825 N. FRENCH DR., HOBBS, NM 88240 Phone: (876) 893-6161 Pax: (676) 898-0720 DISTRICT II 811 S. FIRST ST., ARTESIA, NM 66210 Phone: (676) 746-1283 Far: (575) 748-9720

State of New Mexico Energy, Minerals & Natural Resources Department OIL CONSERVATION DIVISION

1220 SOUTH ST. FRANCIS DR. Santa Fe, New Mexico 87505

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DISTRICT III 1000 RIO BRAZOS RD., AZTEC, NM 87410 Phone: (505) 334-6176 Pax: (505) 334-6170 DISTRICT IV 1220 S. ST. FRANCIS DR., SANTA FR. NM 87605 Phone: (505) 476-3460 Fax: (505) 476-3462

☐ AMENDED REPORT

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	WELL LOCATION AND	ACREAGE DEDICATION PLAT	
API Number 30-015-47349	Pool Code 98220	Purple Sage; Wolfcamp (Gas)	
Property Code		perty Name	Well Number
328970		ADLEY COM	703H
OGRID No.	•	rator Name	Elevation
229137		ERATING, LLC	2995 O'

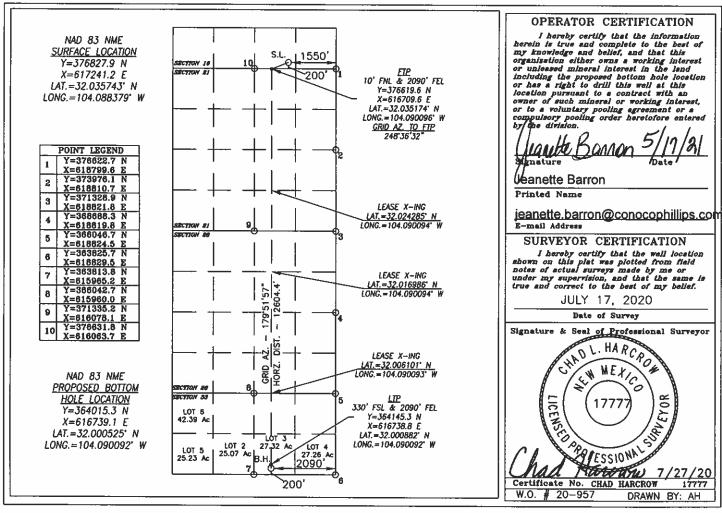
Surface Location

UL or lot No.	Section	Township	Range	Lot Idn	Feet from the	North/South line	Feet from the	East/West line	County
0	16	26-S	28-E		200	SOUTH	1550	EAST	EDDY

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
3	33	26-S	28-E		200	SOUTH	2090	EAST	EDDY
Dedicated Acres	Joint o	r Infill Co	nsolidation (Code Or	der No.				

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DISTRICT I

1825 N. FRENCH DR., HOBES, NM 58240

Energy, Minerals & Natural Resources Department

Note: (876) 585-6161 Fax: (876) 585-6720 State of New Mexico OIL CONSERVATION DIVISION

1220 SOUTH ST. FRANCIS DR. Santa Fe, New Mexico 87505

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DISTRICT IV 1220 S. ST. FRANCIS DR., SANTA FR. NM 87605 Phone: (505) 478-3480 Fax: (505) 478-3462

	WELL LOCATION AND	ACREAGE DEDICATION PLAT	
API Number 30-015-47785	Pool Code 98220	Pool Name Purple Sage; Wolfcamp (Gas)	
Property Code 328970		erty Name	Well Number 704H
OGRID No. 229137		ator Name RATING, LLC	Elevation 3034.1

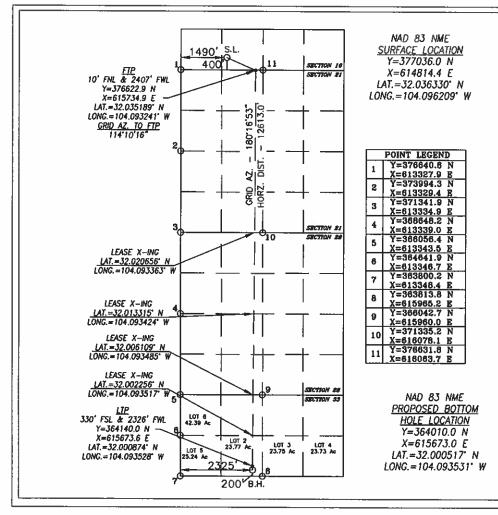
Surface Location

UL or lot No.	Section	Township	Range	Lot Idn	Feet from the	North/South line	Feet from the	East/West line	County
N	16	26-S	28-E		400	SOUTH	1490	WEST	EDDY

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
2	33	26-S	28-E		200	SOUTH	2325	WEST	EDDY
Dedicated Acres	Joint o	r Infill Con	asolidation (Code Or	der No.				

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OPERATOR CERTIFICATION

I hereby certify that the information herein is true and complete to the best of my knowledge and belief, and that this organization either owns a working interest or unlessed 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 mineral or working interest, or to a voluntary pooling agreement or a compulsory pooling order heretofore entered by the division.

Jeanette Barron

Printed Name

jeanette.barron@conocophillips.com

E~mail Address

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.

MARCH 10, 2021

Date of Survey

Signature & Seal of Professional Surveyor



Certificate No. CHAD HARCROW W.O. # 21-250

17777 DRAWN BY: DS

DISTRICT I 1625 N. FRENCH DR., HOBBS, NM 68240 Phone: (675) 593-6161 Pax: (676) 363-6720 DISTRICT II 811 S. FIRST ST., ARTESIA, NM 88210 Phone: (575) 748-1283 Fax: (576) 748-9720

State of New Mexico Energy, Minerals & Natural Resources Department OIL CONSERVATION DIVISION

1220 SOUTH ST. FRANCIS DR. Santa Fe, New Mexico 87505

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DISTRICT III 1000 RIO BRAZOS RD., AZTEC, NM 87410 Phone: (505) 334-8178 Fax: (505) 334-6170

□ AMENDED REPORT

WELL	LOCATION	AND	ACREAGE	DEDICATION	PLAT

API Number 30-015-47784	Pool Code 98220	Pool Na Purple Sage: Wolfcamp (Ga	
Property Code 328970		Porty Name ADLEY COM	Well Number 705H
OGRID No. 229137	•	RATING, LLC	Elevation 3034.4'

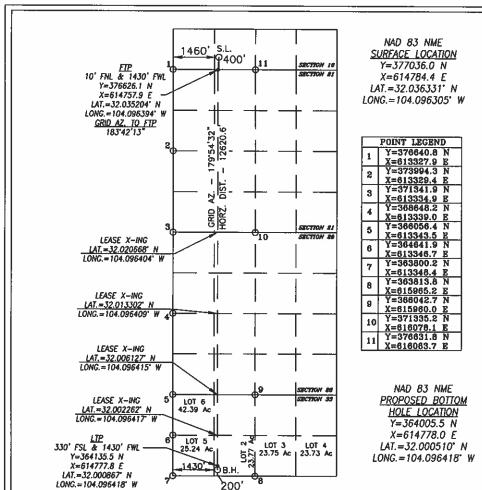
Surface Location

UL or lot No.	Section	Township	Range	Lot Idn	Feet from the	North/South line	Feet from the	East/West line	County
N	16	26-S	28-E		400	SOUTH	1460	WEST	EDDY

Bottom Hole Location If Different From Surface

1	UL or lot No.	Section	Townshi	p	Range	Lot Idn	Feet from the	North/South line	Feet from the	East/West line	County
	2	33	26-5	s	28-E		200	SOUTH	1430	WEST	EDDY
	Dedicated Acres	Joint o	r Infill	Con	solidation (Code Or	der No.				
	1535.04										

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or has a right to drill this well at this
location pursuant to a contract with an
owner of such mineral or working interest,
or to a voluntary pooling agreement or a
compulsory pooling order heretofore entered
by the division.

Øeanette Barron

Printed Name

jeanette.barron@conocophillips.com E-mail Address

SURVEYOR CERTIFICATION

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MARCH 10, 2021

Date of Survey

Signature & Seal of Professional Surveyor CHADL. HARCRO



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W.O. # 21-249 DRAWN BY: DS DISTRICT I DISTRICT II 811 S. FIRST ST., ARTESIA, NM 88210 Phone: (876) 748-1283 Fax: (876) 748-8720

State of New Mexico Energy, Minerals & Natural Resources Department OIL CONSERVATION DIVISION

1220 SOUTH ST. FRANCIS DR. Santa Fe, New Mexico 87505

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Elevation

3034.6

DISTRICT IV 1220 S. ST. FRANCIS DR., SANTA FE. NM 87505 Phone: (505) 478-3460 Fex: (505) 478-3462

328970 OGRID No.

229137

DISTRICT III 1000 RIO BRAZOS RD., AZTEC, NM 87410 Phone: (505) 334-6178 Fax: (505) 334-6170

□ AMENDED REPORT

	WELL LOCATION AND	ACREAGE DEDICATION PLAT	
API Number 30-015-47350	Pool Code 98220	Purple Sage; Wolfcamp (Gas)	
Property Code	Pro	perty Name	Well Number
328970	BOO RA	ADLEY COM	706H

COG OPERATING, LLC Surface Location

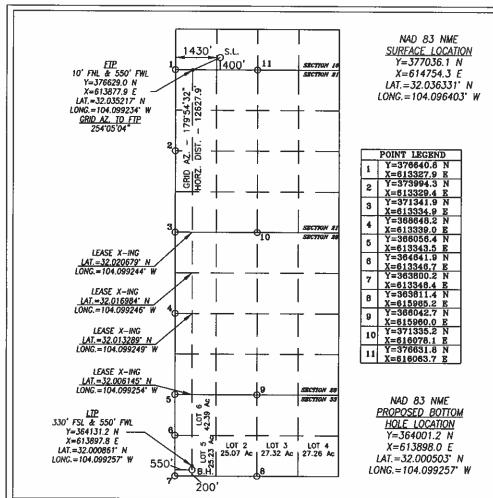
Operator Name

UL or lot No.	Section	Township	Range	Lot Idn	Feet from the	North/South line	Feet from the	East/West line	County
N	16	26-S	28-E		400	SOUTH	1430	WEST	EDDY

Bottom Hole Location If Different From Surface

UL or lot No.	Section	Townshi	p Range	Lot Idn	Feet from the	North/South line	Feet from the	East/West line	County
5	33	26-9	S 28-E		200	SOUTH	550	WEST	EDDY
Dedicated Acre	Joint o	r Infill	Consolidation	Code Or	der No.				
1535.04									

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OPERATOR CERTIFICATION

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or has a right to drill this well at this
location pursuant to a contract with an
owner of such mineral or working interest,
or to a voluntary pooling agreement or a
copipulsory pooling order heretofore entered
by the division.

Signature

Date

Jeanette Barron

Printed Name

jeanette.barron@conocophillips.com

Date

E-mail Address

SURVEYOR CERTIFICATION

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MARCH 10, 2021

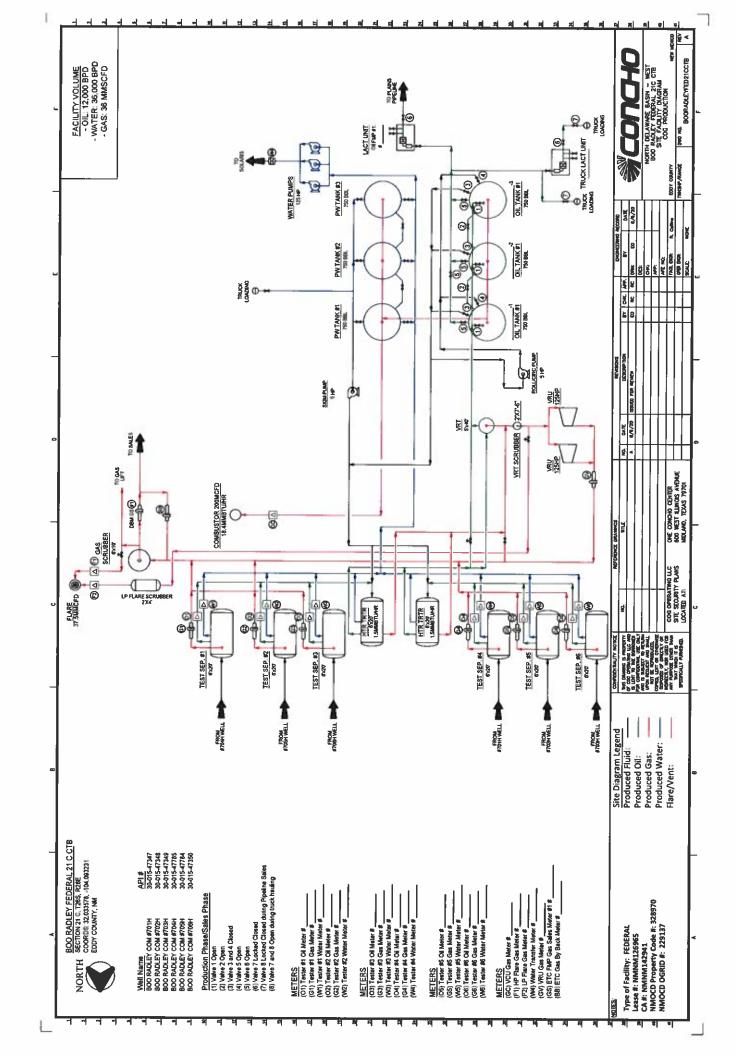
Date of Survey

Signature & Seal of Professional Surveyor



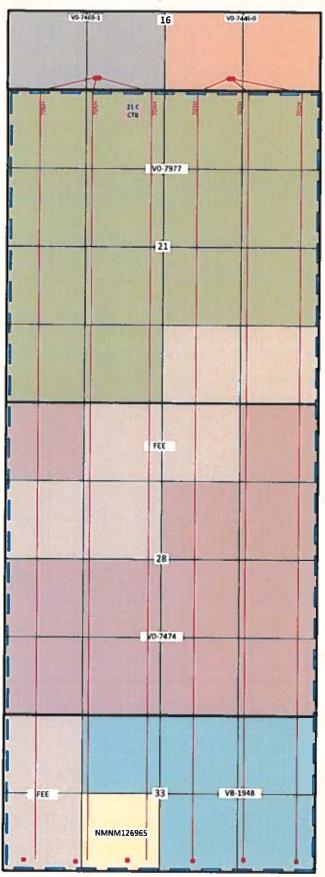
Certificate No. CHAD HARCROW W.O. # 21-248

DRAWN BY: DS

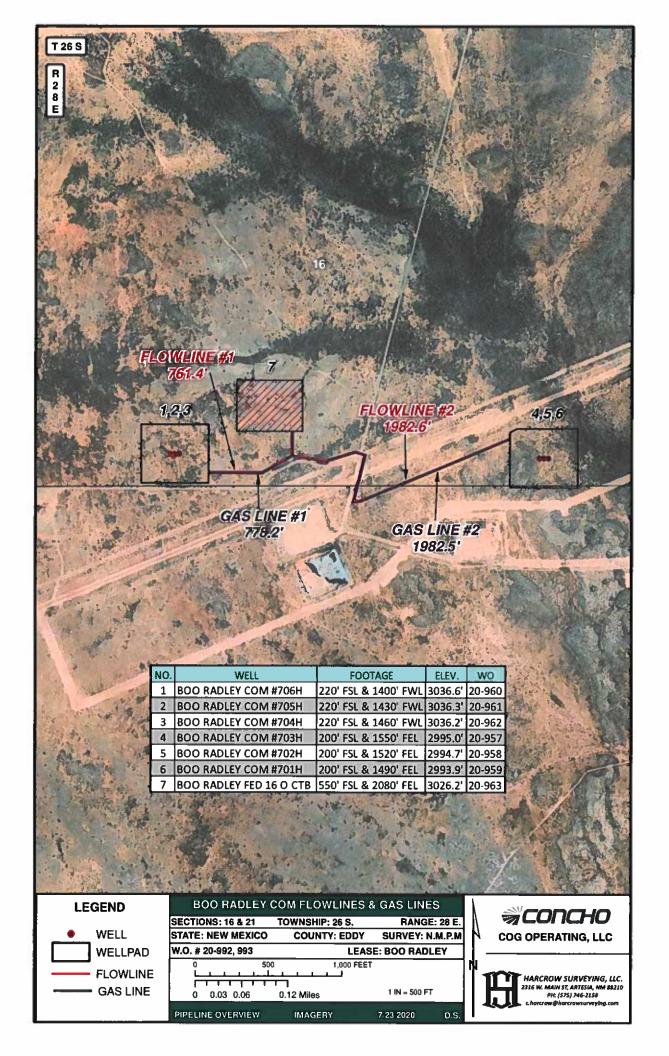


Boo Radley Com Wells

WFMP A Sand SHL
WFMP A Sand BHL
Wolfcamp CA NMNM142941



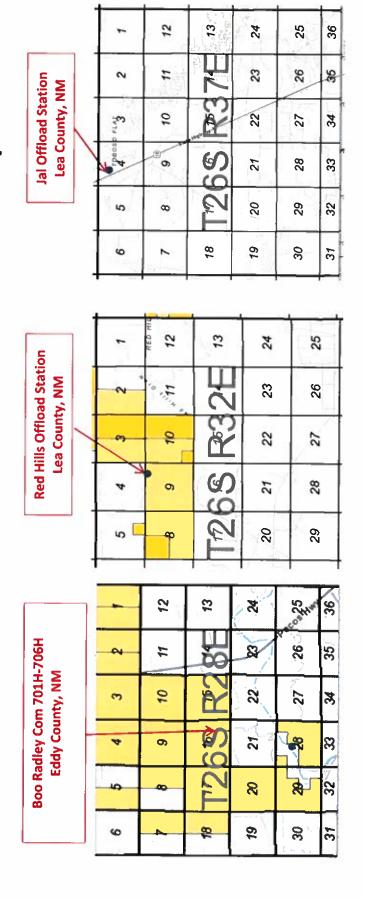
Sec. 21, 28, 33-T26S-R28E Eddy County, NM



Boo Radley Com 701H-706H

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Red Hills and Jal Offload Station Map



			Boo Radley Com 701H-706H OLM	5				
Date Sent	Initials	Name	Address	Cifty	State	State ZipCode	Certified Return Receipt No.	Delivered
05.17.21	JB	The Allar Company	PO Box 1567	Graham	×	76450	7017 3040 0000 1205 1449	
05.17.21	96	Chevron USA Inc.	6301 Deauville Blvd	Midland	ř		7017 3040 0000 1205 1456	
05.17.21	JB	OXY Y-1 Company	5 Greenway Plaza, Suite 110	Houston	¥	77046	7017 3040 0000 1205 1463	
05.17.21	JB	Sharbro Energy LLC	PO Box 840	Artesia	Σ	88211	7017 3040 0000 1205 1470	
05.17.21	18	OXY USA Inc.	S Greenway Plaza, Suite 110	Houston	ř	77046	7017 3040 0000 1205 1487	
05.17.21	JB	ВІМ	620 E Green Street	Carlsbad	NM 88220		7017 3040 0000 1205 1494	

NM State Land Office Oil, Gas, & Minerals Division STATE/STATE OR STATE/FEE Revised March 2017

COMMUNITIZATION AGREEMENT

KNOW ALL MEN BY THESE PRESENTS:	Well Name: Boo Radley Fed Com
STATE OF NEW MEXICO) ss)	API #: 30
COUNTY OF Eddy)	

THAT THIS AGREEMENT [which is NOT to be used for carbon dioxide or helium] is entered into as of June 1, 20 21, by and between the parties subscribing, ratifying or consenting hereto, such parties hereinafter being referred to as "Parties hereto";

WHEREAS, the Commissioner of Public Lands of the State of New Mexico is authorized by the Legislature, as set forth in Sec. 19-10-53, New Mexico Statutes, Annotated, 1978, in the interest of conservation of oil & gas and the prevention of waste to consent to and approve the development or operation of State Trust Lands under agreements made by lessees of oil & gas leases thereon, jointly or severally with other oil & gas lessees of State Trust Lands, or oil and gas lessees or mineral owners of privately owned or fee lands, for the purpose of pooling or communitizing such lands to form a proration unit or portion thereof, or well-spacing unit, pursuant to any order, rule or regulation of the New Mexico Oil Conservation Division of the New Mexico Energy, Minerals and Natural Resources Department where such agreement provides for the allocation of the production of oil or gas from such pools or communitized areas on an acreage or other basis found by the Commissioner of Public Lands to be fair and equitable.

WHEREAS, the parties hereto, own working, royalty, or other leasehold interests or operating rights under the oil and gas leases and lands subject to this agreement, which leases are more particularly described in the schedule attached hereto, marked Exhibit "A" and made a part hereof, for all purposes; and

WHEREAS, said leases, insofar as they cover the formation or pool as defined by the NMOCD, as further described on Exhibit "A" (hereinafter referred to as "said formation") in and under the land hereinafter described cannot be independently developed and operated in conformity with the well spacing program established for such formation in and under said lands; and

WHEREAS, the parties hereto desire to communitize and pool their respective interests in said leases subject to this agreement for the purpose of developing, operating and producing hydrocarbons in the said formation in and under the land hereinafter described subject to the terms hereof.

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State/State State/Fee NOW THEREFORE, in consideration of the premises and the mutual advantages to the parties hereto, it is mutually covenanted and agreed by and between the undersigned as follows:

1. The lands covered by this agreement (hereinafter referred to as the "communitized area") are described as follows:

Subdivisions All of Secs. 21, 28, 33

Of Sect(s) Twnshp **26S** Rng **NMPM** Eddy 28E County, NM containing 1538.88 acres, more or less. It is the judgment of the parties hereto that the communitization, pooling and consolidation of the aforesaid land into a single unit for the development and production of hydrocarbons from the said formation in and under said land is necessary and advisable in order to properly develop and produce the hydrocarbons in the said formation beneath the said land in accordance with the well spacing rules of the Oil Conservation Division of the New Mexico Energy, Minerals and Natural Resources Department, and in order to promote the conservation of the hydrocarbons in and that may be produced from said formation in and under said lands, and would be in the public interest;

AND, for the purposes aforesaid, the parties hereto do hereby communitize for proration or spacing purposes only the leases and/or depths described in Exhibit "A" hereto insofar as they cover hydrocarbons within and that may be produced from the said formation (hereinafter referred to as "communitized substances") beneath the above-described land, into a single communitization, for the development, production, operation and conservation of the hydrocarbons in said formation beneath said lands.

Attached hereto and made a part of this agreement for all purposes, is Exhibit A showing the acreage, depths communitized and ownership (Lessees of Record) of all leases within the communitized area.

- 2. The communitized area shall be developed and operated as an entirety with the understanding and agreement between the parties hereto that all communitized substances produced therefrom shall be allocated among the leases described in Exhibit "A" hereto in the proportion that the number of surface acres covered by each of such leases and included within the communitized area bears to the total number of acres contained in the communitized area.
- 3. Subject to Paragraph 4, the royalties payable on communitized substances allocated to the individual leases and the rentals provided for in said leases shall be determined and paid in the manner and on the basis prescribed in each of said leases. Except as provided for under the terms and provisions of the leases described in Exhibit "A" hereto or as herein provided to the contrary, the payment of rentals under the terms of said leases shall not be affected by this agreement; and except as herein modified and changed or heretofore amended, the oil and gas leases subject to this agreement shall remain in full force and effect as originally issued and amended.

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State/State

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- 4. COG Operating LLC shall be the Operator of the said communitized area and all matters of operation shall be determined and performed by COG Operating LLC.
- 5. The State of New Mexico hereafter is entitled to the right to take in kind its share for the communitized substances allocated to such tract, and Operator shall make deliveries of such royalty share taken in kind in conformity with applicable contracts, laws, and regulations.
- 6. There shall be no obligation upon the parties hereto to offset any well or wells situated on the tracts of land comprising the communitized area, nor shall the Operator be required to measure separately the communitized substances by reason of the diverse ownership of the separate tracts of land comprising the said communitized area; provided, however, that the parties hereto shall not be released from their obligation to protect the communitized area from drainage of communitized substances by wells which may be drilled within offset distance (as that term is defined) of the communitized area.
- 7. The commencement, completion, and continued operation or production of a well or wells of communitized substances on the communitized area shall be considered as the commencement, completion, continued operation or production as to each of the leases described in Exhibit "A" hereto.
- 8. The production of communitized substances and disposal thereof shall be in conformity with the allocations, allotments, and quotas made or fixed by any duly authorized person or regulatory body under applicable Federal or State laws. This agreement shall be subject to all applicable Federal and State laws, executive orders, rules and regulations affecting the performance of the provisions hereof, and no party hereto shall suffer a forfeiture or be liable in damages for failure to comply with any of the provisions of this agreement if compliance is prevented by or if such failure results from compliance with any such laws, orders, rules and regulations.
- 9. This agreement shall be effective as of the date hereinabove written upon execution by the necessary parties, notwithstanding the date of execution, and upon approval by the Commissioner of Public Lands, shall remain in full force and effect for a period of one year from the date hereof and as long thereafter as communitized substances are produced from the communitized area in paying quantities; provided, that this agreement shall not expire if there is a well capable of producing gas in paying quantities located upon some part of the communitized area, if such a well is shut-in due to the inability of the Operator to obtain a pipeline connection or to market the gas therefrom, and if either: (a) a shut-in royalty has been timely and properly paid pursuant to the provisions of one of the State of New Mexico oil and gas leases covering lands subject to this agreement so as to prevent the expiration of such lease; or (b) each of the State of New Mexico oil and gas leases covering lands subject to this agreement is in its primary term (if a five-year lease), or in its primary or secondary term (if a ten-year lease), or is held by production from another well. Provided further, however, that prior to production in paying quantities from the communitized area, and upon fulfillment of all requirements of the Commissioner of Public Lands with respect to any dry hole or abandoned well drilled upon the communitized area, this agreement may be

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State/State

State/Fee

terminated at any time by mutual agreement of the parties hereto. This agreement shall not terminate upon cessation of production of communitized substances if, within sixty (60) days thereafter, reworking or drilling operations on the communitized area are commenced and are thereafter conducted with reasonable diligence. As to State Trust Lands, written notice of intention to commence such operations shall be filed with the Commissioner of Public Lands within thirty (30) days after the cessation of such production, and a report of the status of such operations shall be made by the Operator to the Commissioner every thirty (30) days, and the cessation of such operations for more than twenty (20) consecutive days shall be considered as an abandonment of such operations as to any lease from the State of New Mexico included in this agreement.

- 10. Operator will furnish the Oil Conservation Division of the New Mexico Energy, Minerals and Natural Resources Department, and the Commissioner of Public Lands of the State of New Mexico, with any and all reports, statements, notices and well logs and records which may be required under the laws and regulations of the State of New Mexico.
- 11. It is agreed between the parties hereto that the Commissioner of Public Lands, or his duly authorized representatives, shall have the right of supervision over all operations under the communitized area to the same extent and degree as provided in the oil and gas leases described in Exhibit "A" hereto and in the applicable oil and gas regulations of the State of New Mexico.
- 12. If any order of the Oil Conservation Division of the New Mexico Energy Minerals and Natural Resources Department, upon which this agreement is predicated or based is in anyway changed or modified, then in such event said agreement is likewise modified to conform thereto.
- 13. This agreement may be executed in any number of counterparts, no one of which needs to be executed by all parties, or may be ratified or consented to by separate instruments, in writing, specifically referring hereto, and shall be binding upon all parties who have executed such a counterpart, ratification or consent hereto with the same force and effect as if all parties had signed the same document.
- 14. This agreement shall be binding upon the parties hereto and shall extend to and be binding upon their respective heirs, executors, administrators, successors and assigns.

IN WITNESS WHEREOF, the parties hereto have executed this agreement as of the day and year first above written.

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LIST OF PARTIES TO STATE COMMUNITIZATION AGREEMENT:

WORKING INTEREST OWNERS:

COG Operating LLC
COG Production LLC
COG Acreage LP
Concho Oil & Gas LLC
Signature provided herewith
Signature provided herewith
Signature provided herewith

OXY V-1 Company Pooling granted via Compulsory Pooling Order No. R-21490 OXY USA Inc. Pooling granted via Compulsory Pooling Order No. R-21490

Sharbro Energy LLC Signature provided herewith

The Allar Company Pooling granted via Compulsory Pooling Order No. R-21490 Chevron U.S.A. Inc. Pooling granted via Compulsory Pooling Order No. R-21490

TRACT 1 - V0-7997 LESSEE OF RECORD:

Mewbourne Oil Company Pooling granted via Compulsory Pooling Order No. R-21490

TRACT 2 – VO-7474
LESSEE OF RECORD:

EOG Resources Inc. Signature provided herewith

TRACT 3 – VB-1948 LESSEE OF RECORD:

COG Acreage LP Signature provided herewith

TRACT 4 - NMNM 126965 LESSEE OF RECORD:

COG Production LLC Signature provided herewith

TRACT 5 – FEE LEASES LESSEES OF RECORD:

Various Self-certification of consent to pool provided herewith

OPERATOR, LESSEE OF RECORD - TRACT 5 & SELF-CERTIFICATION FOR FEDERAL & FEE TRACTS:

As Operator of the Boo Radley Fed Com Unit (API No. 30-015-47347, etc.), Mark A. Carter, Attorney-in-Fact for COG Operating LLC, hereby certifies that all lessees and/or working interest owners that are parties to this Communitization Agreement, as shown on Exhibit A, have the legal rights and interests they claim to the private or federal or Tribal leases subject to this Communitization Agreement, and COG Operating LLC has obtained written consent and authority to enter into this Agreement on their behalf. Written consent/signatures of lessees and/or other interest owners will be made available to the State Land Office immediately upon request. Any misrepresentation or material omission by the Operator in this respect will be grounds to void the Communitization Agreement.

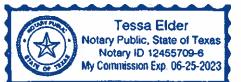
COG OPERATING LLC

Mark A. Carter

Attorney-in-Fact

STATE OF TEXAS
COUNTY OF MIDLAND

This instrument was acknowledged before me on 100. 2020, by Mark A. Carter, Attorney-in-Fact of COG OPERATING LLC, a Delaware limited liability company, on behalf of same.



Notary Public in and for the State of Texas

LESSEE OF RECORD - TRACT 2	
EOG RESOURCES INC.	
By:Title:	
STATE OF	
This instrument was acknowledge	ed before me on, 2020, by
EOG RESOURCES INC., on behalf of same.	
	Notary Public in and for the State of
LESSEE OF RECORD - TRACTS 3, 5	
COG ACREAGE LP	
By: Mary A. Carter Attorney-in-Fact	-
STATE OF TEXAS) COUNTY OF MIDLAND }	
This instrument was acknowledged b	pefore me on <u>Oo</u> 2020, by Mark A., a Texas limited partnership, on behalf of same.



Notary Public in and for the State of Texas

LESSEE OF RECORD - TRACTS 4, 5

COG PRODUCTION LLC

Mark A. Carter

Attorney-in-Fact

STATE OF TEXAS
COUNTY OF MIDLAND



Notary Public in and for the State of Texas

LESSEE OF RECORD - TRACT 5

CONCHO OIL & GAS LLC

Mark A. Carter
Attorney-in-Fact

STATE OF TEXAS
COUNTY OF MIDLAND

This instrument was acknowledged before me on Control 2020, by Mark A. Carter, Attorney-in-Fact of CONCHO OIL & GAS LLC, a Texas limited liability corporation, on behalf of same.



Notary Public in and for the State of Texas

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LESSEE OF RECORD - TRACT 5

LESSEE OF RECORD – TRACT 2

EOG RESOURCES INC.

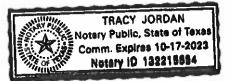
FOR OBSERVING

By: Wendy Dallon Title: 4 Horney in-Fact

STATE OF 1648)
COUNTY OF 164 Aland)

This instrument was acknowledged before men on September (7°, 2020, by as + 100 / 10

CAME T1984 A 1 1 to



LESSEE OF RECORD – TRACTS 3, 5

COG ACREAGE LP

By: ______ Mark A. Carter Attorney-in-Fact

STATE OF TEXAS)
COUNTY OF MIDLAND)

This instrument was acknowledged before me on _______, 2020, by Mark A. Carter, Attorney-in-Fact of COG ACREAGE LP, a Texas limited partnership, on behalf of same.

Notary Public in and for the State of Texas

EXHIBIT "A"

Plat of communitized area covering All of Sections 21, 28 & 33, T26S-R28E, Eddy County, New Mexico

BOO RADLEY FED COM UNIT

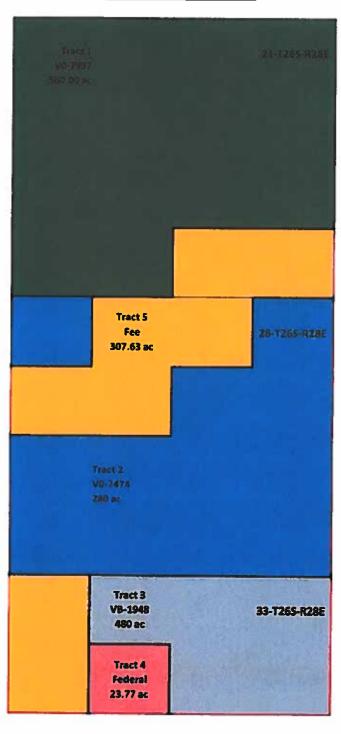


EXHIBIT "B"

Leases covering covering All of Sections 21, 28 & 33, T26S-R28E, Eddy County, New Mexico

Operator of Communitized Area:

COG Operating LLC

TRACT 1 (Sec. 21: N2, N2S2, S2SW)

560 acres

Date:

March 1, 2007

Lessor:

State of NM V0-7977-02 Mewbourne Oil Company

Current Lessee: Recorded:

N/A

Description:

Township 26 South, Range 28 East, N.M.P.M.

Section 21: N2, N2S2, S2SW

Eddy County, New Mexico

Royalty:

1/6th

TRACT 2 (Sec. 28: NWNW, NENE, S2NE, S2) 480 acres

Date:

July 1, 2005

Lessor:

State of NM V0-7474-01 EOG Resources Inc.

Current Lessee: Recorded:

N/A

Description:

Township 26 South, Range 28 East, N.M.P.M.

Section 28: NWNW, NENE, S2NE, S2

Eddy County, New Mexico

Royalty:

1/6th

TRACT 3 (Sec. 33: NENW, N2NE, Lots 3 & 4 (S2NE)) <u>167.48 acres</u>

Date:

December 1, 2010

Lessor:

State of NM VB-1948-00

Current Lessee:

COG Acreage LP

Recorded:

N/A

Description:

Township 26 South, Range 28 East, N.M.P.M.

Section 33: NENW, N2NE, Lots 3 & 4

Eddy County, New Mexico

Royalty:

3/16th

TRACT 4 (Sec. 33: Lot 2 [SENW]) 23.77 acres

Date:

September 1, 2011

Lessor:

USA NMNM 126965

Current Lessee:

COG Production LLC

Recorded:

N/A

Description:

Township 26 South, Range 28 East, N.M.P.M.

Section 33: Lot 2 (SENW)

Eddy County, New Mexico

Royalty:

1/8th

TRACT 5 (Sec. 21: S2SE4, Sec. 28: E2NW4, SW4NW4, NWNE, Sec. 33: NWNW, Lot 1 [SWNW]) 307.63 acres

Date:

January 12, 2009

Lessor:

Delaware Ranch, Inc.

Current Lessee:

COG Operating LLC / Concho Oil & Gas LLC

Recorded:

764 / 1217

Description:

Insofar and only insofar as to

Township 25 South, Range 28 East, N.M.P.M.

Section 21: S2SE

Section 28: E2NW4, SW4NW4, NW4NE4

Section 33: W2NW

Eddy County, New Mexico

Royalty:

1/5th

Date:

July 10, 2008

Lessor:

Wing Resources IV, LLC / Kathleen K. Moller / John M. Fowlkes /

Preston L. Fowlkes / Patrick K. Fowlkes

Current Lessee:

COG Acreage LP / COG Production LLC / OXY USA Inc. 747 / 5

Recorded: Description:

insofar and only insofar as to

Township 25 South, Range 28 East, N.M.P.M.

Section 21: SWSE, SESE

Section 28: NENW, SENW, SWNW, NWNE

Section 33: NWNW and Lot 1 Eddy County, New Mexico

Royalty:

1/4th

Date:

May 17, 2011

Lessor:

1836 Royalty Partners, LLC / Jubilee Royalty Holdings LLC /

Ranchito AD4, LP / Tundra AD3 LP / Wing Resources IV, LLC

Current Lessee:

COG Operating LLC

Recorded:

858 / 792

Description:

Insofar and only insofar as to

Township 25 South, Range 28 East, N.M.P.M.

Section 21: SWSE, SESE

Section 28: NENW, SENW, SWNW, NWNE

Section 33: NWNW and Lot 1 **Eddy County, New Mexico**

Royalty:

1/4th

Date:

August 1, 2011

Lessor:

Christine Speidel Fowlkes, as her sole and separate property, and

Christopher Clegg Fowlkes, as his sole and separate property

Current Lessee:

COG Acreage LP / COG Production LLC / OXY USA Inc.

Recorded:

866 / 1007

Description:

Insofar and only insofar as to

Township 25 South, Range 28 East, N.M.P.M.

Section 21: SWSE, SESE

Section 28: NENW, SENW, SWNW, NWNE

Section 33: NWNW and Lot 1 Eddy County, New Mexico

Royalty:

1/4th

Date:

July 2, 2012, but effective January 1, 2012

Lessor:

Edwin H. Fowlkes III (aka Trey Fowlkes), a single man dealing in his

sole and separate property, and

Janet Renee Fowlkes Murrey, a married woman dealing in her sole

and separate property

Current Lessee:

COG Operating LLC

Recorded:

901 / 702

Description:

Insofar and only insofar as to

Township 25 South, Range 28 East, N.M.P.M. Section 28: NENW, SENW, SWNW, NWNE

Section 33: NWNW and Lot 1
Eddy County, New Mexico

Royalty:

1/4th

Date:

August 1, 2016

Lessor:

1836 Royalty Partners, LLC / Jubilee Royalty Holdings LLC /

Ranchito AD4, LP / Tundra AD3 LP

Current Lessee:

COG Operating LLC

Recorded:

1088 / 135

Description:

Insofar and only insofar as to

Township 25 South, Range 28 East, N.M.P.M.

Section 21: SESE, SWSE

Section 28: NENW, SENW, SWNW, NWNE

Section 33: W2NW

Eddy County, New Mexico

Royalty:

1/4th

Date:

January 1, 2017

Lessor:

Wing Resources IV, LLC / Kathleen K. Moller / John M. Fowlkes /

Preston L. Fowlkes

Current Lessee:

COG Operating LLC

Recorded:

1091 / 506

Description:

Insofar and only insofar as to

Township 25 South, Range 28 East, N.M.P.M.

Section 21: SWSE, SESE

State Communitization Agreement - Boo Radley Fed Com unit All Secs. 21, 28, 33, T26S-R28E

Section 28: NENW, SENW, SWNW, NWNE

Section 33: W2NW

Eddy County, New Mexico

Royalty:

Date:

January 1, 2017

Lessor:

Edwin H. Fowlkes III (aka Trey Fowlkes) and Janet Renee Fowlkes

Murrey

1/4th

Current Lessee:

COG Operating LLC

Recorded:

1091 / 507

Description:

Insofar and only insofar as to

Township 25 South, Range 28 East, N.M.P.M.

Section 21: SWSE, SESE

Section 28: NENW, SENW, SWNW, NWNE

Section 33: W2NW

Eddy County, New Mexico

Royalty:

1/4th

Date:

January 1, 2017

Lessor:

Christopher Clegg Fowlkes and Christine Speidel Fowlkes

Current Lessee:

COG Operating LLC 1091 / 508

Recorded: Description:

Insofar and only insofar as to

Township 25 South, Range 28 East, N.M.P.M.

Section 21: SESE

Section 28: NENW, SENW Eddy County, New Mexico

Royalty:

1/4th

Date: Lessor:

January 25, 2017 Patrick K. Fowlkes COG Operating LLC

Current Lessee:

1091 / 723

Recorded: Description:

Insofar and only insofar as to

Township 25 South, Range 28 East, N.M.P.M.

Section 21: SWSE, SESE

Section 28: NENW, SENW, SWNW, NWNE

Section 33: W2NW

Eddy County, New Mexico

Royalty:

1/4th

RECAPULATION

TRACT NO.	NO. OF ACRES COMMITTED	PERCENT OF INTEREST IN COMMUNITIZED AREA
1	560.00	36.39%
2	480.00	31.19%
3	167.48	10.88%
4	23.77	1.54%
5	307.63	20.00%
TOTAL	1,538.88	100.00%

Federal Communitization Agreement

THIS AGREEMENT entered into as of the 1st of June, 2021, by and between the parties subscribing, ratifying, or consenting hereto, such parties being hereinafter referred to as "parties hereto."

WITNESSETH:

WHEREAS, the Act of February 25, 1920 (41 Stat. 437), as amended and supplemented, authorizes communitization or drilling agreements communitizing or pooling a Federal oil and gas lease, or any portion thereof, with other lands, whether or not owned by the United States, when separate tracts under such Federal lease cannot be independently developed and operated in conformity with an established well-spacing program for the field or area and such communitization or pooling is determined to be in the public interest; and

WHEREAS, the parties hereto own working, royalty or other leasehold interests, or operating rights under the oil and gas leases and lands subject to this agreement which cannot be independently developed and operated in conformity with the well-spacing program established for the field or area in which said lands are located; and

WHEREAS, the parties hereto desire to communitize and pool their respective mineral interests in lands subject to this agreement for the purpose of developing and producing communitized substances in accordance with the terms and conditions of this agreement:

NOW, THEREFORE, in consideration of the premises and the mutual advantages to the parties hereto, it is mutually covenanted and agreed by and between the parties hereto as follows:

1. The lands covered by this agreement (hereinafter referred to as "communitized area") are described as follows:

Township 26 South, Range 28 East, N.M.P.M. All of Sections 21, 28, and 33 Eddy County, New Mexico

Containing 1,538.88 acres, and this agreement shall include only the Wolfcamp Formation underlying said lands and the oil and gas hereafter referred to as "communitized substances," producible from such formation(s).

- 2. Attached hereto, and made a part of this agreement for all purposes is Exhibit "A", a plat designating the communitized area and, Exhibit "B", designating the operator of the communitized area and showing the acreage, percentage and ownership of oil and gas interests in all lands within the communitized area, and the authorization, if any, for communitizing or pooling any patented or fee lands within the communitized area.
- 3. The Operator of the communitized area shall be COG Operating LLC, 600 W. Illinois Avenue, Midland, TX 79701. All matters of operations shall be governed by the operator under and pursuant to the terms and provisions of this agreement. A successor operator may be designated by the owners of the working interest in the communitized area and four (4) executed copies of a designation of successor operator shall be filed with the Authorized Officer.

- 4. Operator shall furnish the Secretary of the Interior, or his authorized representative, with a log and history of any well drilled on the communitized area, monthly reports of operations, statements of oil and gas sales and royalties and such other reports as are deemed necessary to compute monthly the royalty due the United States, as specified in the applicable oil and gas operating regulations.
- The communitized area shall be developed and operated as an entirety, with the understanding and agreement between the parties hereto that all communitized substances produced there from shall be allocated among the leaseholds comprising said area in the proportion that the acreage interest of each leasehold bears to the entire acreage interest committed to this agreement.

All proceeds, 8/8ths, attributed to unleased Federal or Indian lands included within the CA area are to be paid into the appropriate Unleased Lands Account or Indian Trust Account by the designated operator until the land is leased or ownership is established.

- 6. The royalties payable on communitized substances allocated to the individual leases comprising the communitized area and the rentals provided for in said leases shall be determined and paid on the basis prescribed in each of the individual leases. Payments of rentals under the terms of leases subject to this agreement shall not be affected by this agreement except as provided for under the terms and provisions of said leases or as may herein be otherwise provided. Except as herein modified and changed, the oil and gas leases subject to this agreement shall remain in full force and effect as originally made and issued. It is agreed that for any Federal lease bearing a sliding- or step-scale rate of royalty, such rate shall be determined separately as to production from each communitization agreement to which such lease may be committed, and separately as to any noncommunitized lease production, provided, however, as to leases where the rate of royalty for gas is based on total lease production per day, such rate shall be determined by the sum of all communitized production allocated to such a lease plus any noncommunitized lease production.
- 7. There shall be no obligation on the lessees to offset any well or wells completed in the same formation as covered by this agreement on separate component tracts into which the communitized area is now or may hereafter be divided, nor shall any lessee be required to measure separately communitized substances by reason of the diverse ownership thereof, but the lessees hereto shall not be released from their obligation to protect said communitized area from drainage of communitized substances by a well or wells which may be drilled offsetting said area.
- 8. The commencement, completion, continued operation, or production of a well or wells for communitized substances on the communitized area shall be construed and considered as the commencement, completion, continued operation, or production on each and all of the lands within and comprising said communitized area, and operations or production pursuant to this agreement shall be deemed to be operations or production as to each lease committed hereto.
- 9. Production of communitized substances and disposal thereof shall be in conformity with allocation, allotments, and quotas made or fixed by any duly authorized person or regulatory body under applicable Federal or State statutes. This agreement shall be subject to all applicable Federal and State laws or executive orders, rules and regulations, and no party hereto shall suffer a forfeiture or be liable in damages for failure to comply with any of the provisions of

- this agreement if such compliance is prevented by, or if such failure results from, compliance with any such laws, orders, rules or regulations.
- 10. The date of this agreement is June 1, 2021, and it shall become effective as of this date or from the onset of production of communitized substances, whichever is earlier upon execution by the necessary parties, notwithstanding the date of execution, and upon approval by the Secretary of the Interior or by his duly authorized representative, and shall remain in force and effect for a period of 2 years and for as long as communitized substances are, or can be, produced from the communitized area in paying quantities: Provided, that prior to production in paying quantities from the communitized area and upon fulfillment of all requirements of the Secretary of the interior, or his duly authorized representative, with respect to any dry hole or abandoned well, this agreement may be terminated at any time by mutual agreement of the parties hereto. This agreement shall not terminate upon cessation of production if, within 60 days thereafter, reworking or drilling operations on the communitized area are commenced and are thereafter conducted with reasonable diligence during the period of nonproduction. The 2-year term of this agreement will not in itself serve to extend the term of any Federal lease which would otherwise expire during said period.
- 11. The covenants herein shall be construed to be covenants running with the land with respect to the communitized interests of the parties hereto and their successors in interests until this agreement terminates and any grant, transfer, or conveyance of any such land or interest subject hereto, whether voluntary or not, shall be and hereby is conditioned upon the assumption of all obligations hereunder by the grantee, transferee, or other successor in interest, and as to Federal land shall be subject to approval by the Secretary of the Interior, or his duly authorized representative.
- 12. It is agreed between the parties hereto that the Secretary of the Interior, or his duly authorized representative, shall have the right of supervision over all Fee and State mineral operations within the communitized area to the extent necessary to monitor production and measurement, and assure that no avoidable loss of hydrocarbons occur in which the United States has an interest pursuant to applicable oil and gas regulations of the Department of the Interior relating to such production and measurement.
- 13. This agreement shall be binding upon the parties hereto and shall extend to and be binding upon their respective heirs, executors, administrators, successors, and assigns.
- 14. This agreement may be executed in any number of counterparts, no one of which needs to be executed by all parties, or may be ratified or consented to by separate instrument, in writing, specifically referring hereto, and shall be binding upon all parties who have executed such a counterpart, ratification or consent hereto with the same force and effect as if all parties had signed the same document.
- 15. <u>Nondiscrimination.</u> In connection with the performance of work under this agreement, the operator agrees to comply with all the provisions of Section 202(1) to (7) inclusive, of Executive Order 11246 (30F.R. 12319), as amended, which are hereby incorporated by reference in this agreement.

IN WITNESS WHEREOF, the parties hereto have executed this agreement as of the day and year first above written and have set opposite their respective names the date of execution.

Statement of Written Consent by All Named Owners:

I, the undersigned, hereby certify, on behalf of COG Operating LLC, the Operator of the proposed Communitization Agreement, that all working interest owners (i.e., the lessees of record and operating rights owners) shown on Exhibit "B" attached to the Communitization Agreement are, to the best of my knowledge, the working interest owners of the Federal or Indian leases subject to the Communitization Agreement, and that the written consents of all the named owners have been obtained and will be made available to the BLM immediately upon request.

COG OPERATING LLC

By:_

Mark A Carter Attorney-in-Fact

STATE OF TEXAS

COUNTY OF MIDLAND

This instrument was acknowledged before me on <u>November 3</u>, 2020, by Mark A. Carter, Attorney-in-Fact of COG OPERATING LLC, a Delaware limited liability company, on behalf of same.

Tessa Elder
Notary Public, State of Texas
Notary ID 12455709-6
My Conumission Exp. 06-25-2023

Notary Public in and for the State of Texas

COG PRODUCTION LLC
By: Mark A. Carter Attorney-in-Fact
STATE OF TEXAS) COUNTY OF MIDLAND)
This instrument was acknowledged before me on 2000 200, by Mark A. Carter Attacks in Fact 100 PRODUCTION LLC, a Texas limited liability corporation, on behalf of same. Tessa Elder Notary Public. State of Texas Notary ID 12455709-6 My Commission Fxp. 06-25-2023 Notary Public in and for the State of Texas Notary Public in and for the State of Texas
By: Mark A. Carter Attorney-in-Fact
STATE OF TEXAS) COUNTY OF MIDLAND)
This instrument was acknowledged before me on Notary Public State of Texas Notary ID 12455709-6 My Commission Exp. 06-25-2023 This instrument was acknowledged before me on Notary State of Code Acrea State of Texas State of Texas State of Texas Notary ID 12455709-6 Notary Public in and for the State of Texas
CONCHO OIL & GAS LLC
By: Mark A. Carter Attorney-in-Fact
STATE OF TEXAS) COUNTY OF MIDLAND)
This instrument was acknowledged before me on Company, 2020, by Mark A. Carter, Attorney-in-Fact of Concho Oil & Gas LLC, a Texas limited liability company, on behalf of same.
Tessa Elder Notary Public in and for the State of Texas

Tessa Elder Notary Public, State of Texas Notary ID 12455709-6 My Commission Exp. 06-25-2023

Federal CA – Boo Radley Com unit All of Secs 21, 28, 33, T26S-R28E, Wolfcamp

MEWBOURNE OIL COMPANY

B		
By: Title:		
STATE OF		
COUNTY OF)		
This instrument was acknowledged before me on as	, 2020,	by of
MEWBOURNE OIL COMPANY, on behalf of same.		
	_	
Notary Public in and for the State of	•	
EOG RESOURCES INC.		
By: Winds Palton Title: A Thomas in Fact		
STATE OF ICVAS COUNTY OF WILLS		
This instrument was acknowledged before me on Splemble as	. 2020, of E	•
TRACY JORDAN TRACY JORDAN TRACY JORDAN		
Notary Public, State of Texas Notary Public in and for the State of IRO Notary Public in and for the State of IRO Notary Public in and for the State of IRO Notary Public in and for the State of IRO Notary Public in and for the State of IRO Notary Public in and for the State of IRO Notary Public in and for the State of IRO Notary Public in and for the State of IRO Notary Public in and for the State of IRO Notary Public in and for the State of IRO Notary Public in and for the State of IRO Notary Public in and for the State of IRO Notary Public in and for the State of IRO Notary Public in and for the State of IRO Notary Public in and for the State of IRO Notary Public in and for the State of IRO Notary Public in and for the State of IRO Notary Public in and for the State of IRO Notary Public in and IRO Notary Public in an	>	

SHARBRO ENERGY LLC		
Elmaldh Rabor By: Elizabeth Baker Title: Attorney-in-Fact		
STATE OF NM) COUNTY OF Eddy)		
This instrument was acknowledged Elizabeth Baker SHARBRO ENERGY LLC, on behalf of same.	before me on <u>August 27</u> as <u>Attornev-in-Fact</u>	2020, by of
OFFICIAL SEAL RAYSHELL KENNEDY NOTARY PUBLIC STATE OF NEW MEXICO My Commission Expires:IDY - ZOZ	Rauskell Kennedy Notary Public in and for the State of NM	>
THE ALLAR COMPANY		
By: Title:		
STATE OF		
This instrument was acknowledged	before me on,	2020, by of THE
ALLAR COMPANY, on behalf of same.		_
į	Notary Public in and for the State of	
·		

LIST OF PARTIES TO FEDERAL COMMUNITIZATION AGREEMENT:

Working Interest Owners:

COG Operating LLC Signature attached COG Production LLC Signature attached COG Acreage LP Signature attached

Concho Oil & Gas LLC Signature attached

OXY Y-1 Company Pooled via Compulsory Pooling Order No. R-21490 OXY USA Inc. Pooled via Compulsory Pooling Order No. R-21490

Sharbro Energy LLC Signature attached

The Allar Company Pooled via Compulsory Pooling Order No. R-21490 Chevron U.S.A. Inc. Pooled via Compulsory Pooling Order No. R-21490

TRACT 1 - NM126965

Lessee of Record per SRP: COG Production LLC Signature attached Operating Rights owner per SRP: COG Production LLC Signature attached

ORRI Owner: Phillip L. White

TRACT 2 - State Leases V0-7977, V0-7474, VB-1948

Lessees of Record: COG Acreage LP Signature attached herewith

Mewbourne Oil Company Pooled via Compulsory Pooling Order

No. R-21490

EOG Resources Inc. Signature attached herewith

ORRI: Chevron U.S.A. Inc., Nestegg Energy Corp., EG3, Inc., John Kyle Thoma as

Trustee of the Cornerstone Family Trust, CrownRock Minerals, LP, OGX

Royalty Fund, LP, Malaga Royalty, LLC, Malaga EF7, LLC

TRACT 3 - Multiple Fee Leases

Lessees of Record: COG Operating LLC Signature attached COG Production LLC Signature attached COG Acreage LP Signature attached

Concho Oil & Gas LLC Signature attached

OXY USA Inc. Pooled via Compulsory Pooling Order

No. R-21490

ORRI Owners: RFort Mineral Properties, LLC, Tommy L. Fort, Margi Fort Bruns aka

Marguerite Fort Bruns, Robert Mitchell Raindl, Penasco Petroleum LLC,

Rolla R. Hinkle, Debra Kay Primera, Ricky D. Raindl

EXHIBIT "A"

Plat of communitized area covering All of Sections 21, 28, 33, T26S-R28E, Eddy County, New Mexico

Boo Radley Fed Com unit Tract 3 Fee 307.63 ac 33-T26S-R28E Tract 1 Federal 23.77 ac

EXHIBIT "B"

Leases covering communitized area covering All of Sections 21, 28, 33, T26S-R28E, Eddy County, New Mexico

Operator of Communitized Area:

COG Operating LLC

TRACT 1 (Sec. 33: Lot 2 [SENW])

FEDERAL LEASE 23.77 acres

Date:

September 1, 2011

Lessor: Current Lessee: USA NMNM 126965 COG Production LLC

Recorded:

N/A

Description:

Township 26 South, Range 28 East, N.M.P.M.

Section 33: Lot 2 (SENW) Eddy County, New Mexico

Royalty:

1/8th

TRACT 2 (Sec. 21: N2, N2S2, S2SW, Sec. 28: NWNW, NENE, S2NE, S2, Sec. 33: NENW, N2NE, Lots 3 & 4 [S2NE])
STATE OF NEW MEXICO LEASES
AUTHORITY TO POOL GRANTED VIA STATE CA AND/OR POOLING ORDER
1207.48 acres

Date:

March 1, 2007

Lessor:

State of NM V0-7977-02 Mewbourne Oil Company

Recorded:

Current Lessee:

N/A

Description:

Township 26 South, Range 28 East, N.M.P.M.

Section 21: N2, N2S2, S2SW

Eddy County, New Mexico

Royalty:

1/6th

Date:

July 1, 2005

Lessor:

State of NM V0-7474-01

Current Lessee:

EOG Resources Inc.

Recorded:

N/A

Description:

Township 26 South, Range 28 East, N.M.P.M.

Section 28: NWNW, NENE, S2NE, S2

Eddy County, New Mexico

Royalty:

1/6th

Date:

December 1, 2010

Lessor:

State of NM VB-1948-00

Federal CA – Boo Radley Fed Com unit All of Secs 21, 28, 33, T26S-R28E, Wolfcamp

Current Lessee:

COG Acreage LP

Recorded:

N/A

Description:

Township 26 South, Range 28 East, N.M.P.M.

Section 33: NENW, N2NE, Lots 3 & 4

Eddy County, New Mexico

Royalty:

3/16th

TRACT 3 (Sec. 21: S2SE4, Sec. 28: E2NW4, SWNW, NWNE, Sec. 33: NWNW, Lot 1 [SWNW]) **FEE LEASES AUTHORITY TO POOL GRANTED VIA LEASE AND/OR POOLING UNIT DESIGNATION** 307.63 acres

Date:

January 12, 2009

Lessor:

Delaware Ranch, Inc.

Current Lessee:

COG Operating LLC / Concho Oil & Gas LLC

Recorded:

764 / 1217

Description:

Insofar and only insofar as to

Township 25 South, Range 28 East, N.M.P.M.

Section 21: S2SE

Section 28: E2NW4, SW4NW4, NW4NE4

Section 33: W2NW

Eddy County, New Mexico

Royalty:

1/5th

Date:

July 10, 2008

Lessor:

Wing Resources IV, LLC / Kathleen K. Moller / John M. Fowlkes /

Preston L. Fowlkes / Patrick K. Fowlkes

Current Lessee:

COG Acreage LP / COG Production LLC / OXY USA Inc.

Recorded:

747 / 5

Description:

Insofar and only insofar as to

Township 25 South, Range 28 East, N.M.P.M.

Section 21: SWSE, SESE

Section 28: NENW, SENW, SWNW, NWNE

Section 33: NWNW and Lot 1 **Eddy County, New Mexico**

Royalty:

1/4th

Date:

May 17, 2011

Lessor:

1836 Royalty Partners, LLC / Jubilee Royalty Holdings LLC /

Ranchito AD4, LP / Tundra AD3 LP / Wing Resources IV, LLC

Current Lessee:

COG Operating LLC

Recorded:

858 / 792

Description:

insofar and only insofar as to

Township 25 South, Range 28 East, N.M.P.M.

Section 21: SWSE, SESE

Section 28: NENW, SENW, SWNW, NWNE

Section 33: NWNW and Lot 1

Federal CA - Boo Radley Fed Com unit All of Secs 21, 28, 33, T26S-R28E, Wolfcamp

Royalty:

1/4th

Date:

August 1, 2011

Lessor:

Christine Speidel Fowlkes, as her sole and separate property,

and Christopher Clegg Fowlkes, as his sole and separate

property

Current Lessee:

COG Acreage LP / COG Production LLC / OXY USA Inc.

Recorded:

866 / 1007

Description:

Insofar and only insofar as to

Eddy County, New Mexico

Township 25 South, Range 28 East, N.M.P.M.

Section 21: SWSE, SESE

Section 28: NENW, SENW, SWNW, NWNE

Section 33: NWNW and Lot 1 **Eddy County, New Mexico**

Royalty:

1/4th

Date:

July 2, 2012, but effective January 1, 2012

Lessor:

Edwin H. Fowlkes III (aka Trey Fowlkes), a single man dealing in

his sole and separate property, and

Janet Renee Fowlkes Murrey, a married woman dealing in her

sole and separate property

Current Lessee:

COG Operating LLC

Recorded:

901 / 702

Description:

insofar and only insofar as to

Township 25 South, Range 28 East, N.M.P.M. Section 28: NENW, SENW, SWNW, NWNE

Section 33: NWNW and Lot 1 **Eddy County, New Mexico**

Royalty:

1/4th

Date:

August 1, 2016

Lessor:

1836 Royalty Partners, LLC / Jubilee Royalty Holdings LLC /

Ranchito AD4, LP / Tundra AD3 LP

Current Lessee:

COG Operating LLC

Recorded:

1088 / 135

Description:

Insofar and only insofar as to

Township 25 South, Range 28 East, N.M.P.M.

Section 21: SESE, SWSE

Section 28: NENW, SENW, SWNW, NWNE

Section 33: W2NW

Eddy County, New Mexico

Royalty:

1/4th

Federal CA - Boo Radley Fed Com unit All of Secs 21, 28, 33, T26S-R28E, Wolfcamp

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Date: January 1, 2017

Lessor: Wing Resources IV, LLC / Kathleen K. Moller / John M. Fowlkes /

Preston L. Fowlkes

Current Lessee: COG Operating LLC

Recorded: 1091 / 506

Description: Insofar and only insofar as to

Township 25 South, Range 28 East, N.M.P.M.

Section 21: SWSE, SESE

Section 28: NENW, SENW, SWNW, NWNE

Section 33: W2NW

Eddy County, New Mexico

Royalty: 1/4th

Date: January 1, 2017

Lessor: Edwin H. Fowlkes III (aka Trey Fowlkes) and Janet Renee

Fowlkes Murrey

Current Lessee: **COG Operating LLC**

Recorded: 1091 / 507

Description: Insofar and only insofar as to

Township 25 South, Range 28 East, N.M.P.M.

Section 21: SWSE, SESE

Section 28: NENW, SENW, SWNW, NWNE

Section 33: W2NW **Eddy County, New Mexico**

Royalty: 1/4th

Date: January 1, 2017

Lessor: Christopher Clegg Fowlkes and Christine Speidel Fowlkes

Current Lessee: COG Operating LLC

Recorded: 1091 / 508

Description: Insofar and only insofar as to

Township 25 South, Range 28 East, N.M.P.M.

Section 21: SESE

Section 28: NENW, SENW **Eddy County, New Mexico**

Royalty: 1/4th

Date: January 25, 2017

Lessor: Patrick K. Fowlkes Current Lessee: **COG Operating LLC**

Recorded: 1091 / 723

Description: Insofar and only insofar as to

Township 25 South, Range 28 East, N.M.P.M.

Section 21: SWSE, SESE

Section 28: NENW, SENW, SWNW, NWNE

Section 33: W2NW

Eddy County, New Mexico

Royalty: 1/4th

RECAPULATION

TRACT NO.	NO. OF ACRES COMMITTED	PERCENT OF INTEREST IN COMMUNITIZED AREA
1	23.77	1.54%
2	1207.48	78.46%
3	307.63	20.00%
TOTAL	1538.88	100.00%

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

IN THE MATTER OF APPLICATION FOR COMPULSORY POOLING SUBMITTED BY COG OPERATING, LLC

CASE NO. 21410 ORDER NO. R-21490

ORDER

The Director of the New Mexico Oil Conservation Division ("OCD"), having heard this matter through a Hearing Examiner on September 8, 2020, and after considering the testimony, evidence, and recommendation of the Hearing Examiner, issues the following Order.

FINDINGS OF FACT

- 1. COG Operating, LLC ("Operator"), submitted an application ("Application") to compulsorily 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.

ORDER

- 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 separately apply for and 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").

CASE NO. 21410 ORDER NO. R-21490

- 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 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.
- 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 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.

CASE NO. 21410 ORDER NO. R-21490

- 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 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.

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STATE OF NEW MEXICO
OIL CONSERVATION DIVISION

ADRIENNE SANDOVAL DIRECTOR AES/kms

Date: _____10/12/2020

CASE NO. 21410 ORDER NO. R-21490

Exhibit "A"

ALL INFORMATION IN THE APPLICATION MUS	T BE SUPPORTED BY SIGNED AFFIDAVITS
Case: 21410	APPLICANT'S RESPONSE
Date: September 8, 2020	
Applicant	COG Operating LLC
Designated Operator & OGRID (affiliation if applicable)	229137
Applicant's Counsel:	Holland & Hart
Case Title:	APPLICATION OF COG OPERATING LLC FOR COMPULSORY POOLING, EDDY COUNTY, NEW MEXICO.
Entries of Appearance/Intervenors:	None
Well Family	Boo Radiey Com wells
Formation/Pool	
Formation Name(s) or Vertical Extent	Wolfcamp
Primary Product (Oil or Gas):	OII
Pooling this vertical extent:	N/A
Pool Name and Pool Code:	Purple Sage; Wolfcamp (Gas) Pool (98220)
Well Location Setback Rules:	Standard
Spacing Unit Size:	1538.88-acres, more or less
Specing Unit	
Type (Horizontal/Vertical)	Horizontal
Size (Acres)	1538.88-acres, more or less
Building Blocks:	half sections
Orientation:	north-south
Description: TRS/County	All of Sections 21, 28, and 33, Township 26 South, Range 26 East, Eddy County, New Mexico
Standard Horizontal Well Spacing Unit (Y/N), If No, describe	No, FTPs for 701H-706H wells will be nonstandard.
Other Situations	
Depth Severance: Y/N: If yes, description	Yes, at 9,500'
Proximity Tracts: if yes, description	Yes, E/2 of Sections 21, 28, and 33
Proximity Defining Well: If yes, description	Boo Radier Com 704H well will be within 330° of the quarter-quarter line separating the W/2 and the E/2 of Sections 21, 28, and 33 to allow inclusion of the E/2 of Sections 21, 28, and 33 into a standard horizontal well spacing unit
opplicant's Ownership in Each Tract	Exhibit C-2, C-3
Well(s)	BEFORE THE OIL CONSERVATION DIVISION Senta Fe, New Medico Editor No. A Submitted by COS OPERATURS LLC

Exhibit No. A
Submitted by: COG OPERATING LLC
Hearing Date: September 10, 2020
Case No. 21410

CASE NO. 21410 ORDER NO. R-21490

Name & API (if assigned), surface and bottom hole location, footages, completion target, orientation, completion status	T
(standard or non-standard)	
Well #1	Boo Radley Com 701H well (API pending)
	SHL: 200' FSL and 1490' FEL (Unit O) of Section 16
	BHL: 200' FSL and 330' FEL (Lot 4) of Section 33,
	Township 26 South, Range 28 East
	Completion Target: Wolfcamp formation
	Well Orientation: north-south
40	Completion Location expected to be: nonstandard
Well #2	Boo Radley Com 702H well (API pending)
	SHL: 200' FSL and 1520' FEL (Unit O) of Section 16
	BHL: 200' FSL and 1210' FEL (Lot 4) of Section 33,
	Township 26 South, Range 28 East
	Completion Tantet: Wolfcamp formation
	Well Orientation: north-south
	Completion Location expected to be: nonstandard
Well#3	One South Care 9691 well fame
C# H3FI	Boo Radley Com 703H well (API pending)
	SHL: 200' FSL and 1550' FEL (Unit O) of Section 16
	BHL: 200' FSL and 2090' FEL (Lot 3) of Section 33,
	Township 26 South, Range 28 East
	Completion Target: Wolfcamp formation
	Well Orientation: north-south
	Completion Location expected to be: nonstandard
Well #4	Boo Radley Com 704H well (API pending)
	SHL: 220' FSL and 1460' FWL (Unit N) of Section 16
	BHL: 200' FSL and 2325' FWL (Lot 2) of Section 33,
	Township 26 South, Range 28 East
	Completion Target: Wolfcamp formation
	Well Orientation: north-south
	Completion Location expected to be: nonstandard
Veli #5	Boo Radley Com 705H well (API pending)
	SHL: 220' FSL and 1430' FWL (Unit N) of Section 16
	BHL: 200' FSL and 1430' FWL (Lot 2) of Section 33,
	Township 26 South, Range 28 East
	Completion Target: Wolfcamp formation
	Well Orientation: north-south
	Completion Location expected to be: nonstandard
Veli #6	Boo Radley Com 706H well (API pending)
	SHL: 220' FSL and 1400' FWL (Unit N) of Section 16
	BHL: 200' FSL and 550' FWL (Lot 5) of Section 33.
	Township 26 South, Range 28 East
	Completion Target: Wolfcamp formation
	Well Orientation: north-south Completion Location expected to be: nonstandard

CASE NO. 21410 ORDER NO. R-21490

Completion Target (Formation, TVD and MD)	Exhibit C-4
AFE Capex and Operating Costs	
Orilling Supervision/Month \$	\$8,000
Production Supervision/Month \$	\$800
Justification for Supervision Costs	Exhibit C, Exhibit C-4
Requested Risk Charge	200%
Notice of Hearing	
Proposed Notice of Hearing	Exhibit B
Proof of Mailed Notice of Hearing (20 days before hearing)	Exhibit E
Proof of Published Notice of Hearing (10 days before hearing)	Exhibit F
Ownership Determination	
Land Ownership Schematic of the Spacing Unit	Exhibit C-2
Tract List (including lease numbers and owners)	Exhibit C-2
Pooled Parties (including ownership type)	Exhibit C-2
A.A. A.A. B. A.A. B. A. B. A.	
Unlocatable Parties to be Pooled Ownership Depth Severance (including percentage above &	N/A
below)	Yes; Exhibit C-3
ioinder	
Sample Copy of Proposal Letter	Exhibit C-4
List of Interest Owners (ie Exhibit A of JDA)	Exhibit C-2
Chronology of Contact with Non-Joined Working Interests	Exhibit C-5
Overhead Rates in Proposal Letter	Exhibit C-4
Cost Estimate to Drill and Complete	Eshibit C-4
Cost Estimate to Equip Well	Exhibit C-4
Cost Estimate for Production Facilities	Exhibit C-4
Geology	
Summary (Including special considerations)	Exhibit D
Spacing Unit Schematic	Exhibit D-1
Gunbarrel/Lateral Trajectory Schematic	Exhibit D-1
Well Orientation (with rationale)	Exhibit D-1
Target Formation	Exhibit D-2
HSU Cross Section	Exhibit D-3, D-4
Depth Severance Discussion	N/A
Forms, Figures and Tables	
C-102	Exhibit C-1
Tracts	Exhibit C-2
Summary of Interests, Unit Recapitulation (Tracts)	Exhibit C-2
General Location Map (including basin)	Exhibit D-1
Well Bore Location Map	Exhibit D-2

CASE NO. 21410 ORDER NO. R-21490

Structure Contour Map - Subsee Depth	Exhibit D-2		
Cross Section Location Map (including wells)	Exhibit O-3, D-4		
Cross Section (including Landing Zone)	Exhibit D-3, D-4		
Additional Information			
Special Provisions/Stipulations	None		
CERTIFICATION: I hereby certify that the information pro	ovided in this checklist is complete and accurate.		
Printed Name (Attorney or Party Representative):	Kaitlyn A. Luck		
Signed Name (Attorney or Party Representative):	Should 111		
Date:	R-Sep-2		

 From:
 Dawson, Scott

 To:
 "Barron, Jeanette"

 Cc:
 McClure, Dean, EMNRD

Subject: RE: Boo Radley off lease measuring application OLM-247

Date: Wednesday, August 18, 2021 9:32:01 AM

Attachments: image001.jpg

image002.jpg image003.jpg image004.jpg

Good Morning Jeanette,

The State Land Office is in receipt of the below notification and does not object to your proposal for the Boo Radley wells.

Thanks Jeanette,

**Due to the Coronavirus, State Land Office facilities are closed to the public until further notice. Business operations remain open and our staff can be reached at (505) 827–5760 or https://www.nmstatelands.org/about/staff-directory/

Scott Dawson

Petroleum Specialist Advanced
Units Manager/Geologist
Oil, Gas and Minerals Division
505.827.5791
New Mexico State Land Office
310 Old Santa Fe Trail
P.O. Box 1148
Santa Fe, NM 87504-1148
sdawson@slo.state.nm.us
nmstatelands.org
@NMLandOffice

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From: Barron, Jeanette [mailto:Jeanette.Barron@conocophillips.com]

Sent: Thursday, August 12, 2021 10:02 AM

To: Dawson, Scott <sdawson@slo.state.nm.us>

Subject: [EXTERNAL] Boo Radley off lease measuring application OLM-247

Importance: High

Hello Scott,

I submitted an off lease measurement for oil to NMOCD and did not submit a copy to the SLO. Please except this copy for you records and let me know if the SLO office has any objections to this proposal. There is no state lease commingle this in purely for the SLO as an interest owner...thanks a million!

Thank you,

Jeanette Barron | Regulatory Coordinator, Delaware Basin NM Regulatory | ConocoPhillips O: 575-748-6974 | C: 575-703-7411 | 2208 W. Main Street, Artesia, New Mexico

From: McClure, Dean, EMNRD < Dean.McClure@state.nm.us>

Sent: Tuesday, August 10, 2021 4:07 PM

To: Barron, Jeanette < <u>Jeanette.Barron@conocophillips.com</u>> **Subject:** [EXTERNAL] off lease measuring application OLM-247

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.

Ms. Barron,

I am reviewing off lease measuring application OLM-247 which involves the Boo Radley Federal 21 C Central Tank Battery operated by COG Operating, LLC (229137).

Please confirm that the SLO has received notification of this application.

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

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From: Engineer, OCD, EMNRD

To: Barron, Jeanette

Cc: McClure, Dean, EMNRD; Simmons, Kurt, EMNRD; Bratcher, Mike, EMNRD; Hawkins, James, EMNRD; Powell, Brandon, EMNRD; lisa@rwbyram.com; Glover, James; Paradis, Kyle O; Walls, Christopher; Holm, Anchor E.; Dawson, Scott

Subject:Approved Administrative Order OLM-247Date:Friday, August 27, 2021 10:22:47 AM

Attachments: OLM247 Order.pdf

NMOCD has issued Administrative Order OLM-247 which authorizes COG Operating, LLC (229137) to surface commingle or off-lease measure, as applicable, the following wells:

Well API	Well Name	UL or Q/Q	S-T-R	Pool Code
		All	21-26S-28E	
30-015-47347	Boo Radley Federal Com #701H	All	28-26S-28E	98220
		All	33-26S-28E	
		All	21-26S-28E	
30-015-47348	Boo Radley Federal Com #702H	All	28-26S-28E	98220
		All	33-26S-28E	
		All	21-26S-28E	
30-015-47349	Boo Radley Federal Com #703H	All	28-26S-28E	98220
		All	33-26S-28E	
		All	21-26S-28E	
30-015-47785	Boo Radley Federal Com #704H	All	28-26S-28E	98220
		All	33-26S-28E	
		All	21-26S-28E	
30-015-47784	Boo Radley Federal Com #705H	All	28-26S-28E	98220
		All	33-26S-28E	
		All	21-26S-28E	
30-015-47350	Boo Radley Federal Com #706H	All	28-26S-28E	98220
		All	33-26S-28E	

The administrative order is attached to this email and can also be found online at OCD Imaging.

Please review the content of the order to ensure you are familiar with the authorities granted and any conditions of approval. If you have any questions regarding this matter, please contact me.

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

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

APPLICATION FOR OFF-LEASE MEASUREMENT SUBMITTED BY COG OPERATING, LLC

ORDER NO. OLM-247

ORDER

The Director of the New Mexico Oil Conservation Division ("OCD"), having considered the application and the recommendation of the Engineering Bureau, issues the following Order.

FINDINGS OF FACT

- 1. COG Operating, LLC ("Applicant") submitted a complete application to off-lease measure the oil production ("Application") from the wells, pool, and lease identified in Exhibit A.
- 2. Applicant provided notice of the Application to all persons owning a working interest in the oil production to be off-lease measured in accordance with 19.15.23.9(A)(5) NMAC, and those persons either submitted a written waiver or did not file an objection to the Application.
- 3. Applicant provided notice of the Application to the Bureau of Land Management or New Mexico State Land Office, as applicable.

CONCLUSIONS OF LAW

- 4. OCD has jurisdiction to issue this Order pursuant to the Oil and Gas Act, NMSA 1978, §§ 70-2-6, 70-2-11, 70-2-12, and 19.15.23 NMAC.
- 5. Applicant satisfied the notice requirements for the Application in accordance with 19.15.23.9(A)(5) NMAC.
- 6. By granting the Application with the conditions specified below, this Order prevents waste and protects correlative rights, public health, and the environment.

ORDER

- 1. Applicant is authorized to store and measure oil and gas production off-lease from the pools, leases, and wells identified in Exhibit A at a central tank battery described in Exhibit A.
- 2. The oil production from the wells identified in Exhibit A shall be physically separated from the oil production from other wells and no commingling of production from different leases shall occur in accordance with 19.15.23.9(A)(3) NMAC and 19.15.23.9(A)(4) NMAC, except as otherwise provided in order(s) issued by OCD.
- 3. Applicant shall measure the commingled oil at a central tank battery described in Exhibit A in accordance with 19.15.18.15 NMAC or 19.15.23.8 NMAC.

Order No. OLM-247 Page 1 of 2

- 4. Applicant shall calibrate the meters used to measure or allocate oil production in accordance with 19.15.12.10(C)(2) NMAC.
- 5. OCD retains jurisdiction of this matter and reserves the right to modify or revoke this Order as it deems necessary.

STATE OF NEW MEXICO OIL CONSERVATION DIVISION

Woul	DATE:	8/26/2021	
ADRIENNE SANDOVAL			
DIRECTOR			

Order No. OLM-247 Page 2 of 2

State of New Mexico Energy, Minerals and Natural Resources Department

Exhibit A

Order: OLM-247

Operator: COG Operating, LLC (229137)

Central Tank Battery: Boo Radley Federal 21 C Central Tank Battery

Central Tank Battery Location: Unit C, Section 21, Township 26 South, Range 28 East

Central Tank Battery: Red Hills Offload Station

Central Tank Battery Location: Unit O, Section 4, Township 26 South, Range 32 East

Central Tank Battery: Jal Offload Station

Central Tank Battery Location: Unit D, Section 4, Township 26 South, Range 37 East

Gas Title Transfer Meter Location:

Pools

Pool Name Pool Code
PURPLE SAGE; WOLFCAMP (GAS) 98220

Leases as defined in 19.15.12.7(C) NMAC

Lease	UL or Q/Q	S-T-R
CA Wolfcamp NMNM 142941	All	21-26S-28E
	All	28-26S-28E
	All	33-26S-28E

Wells				
Well API	Well Name	UL or Q/Q	S-T-R	Pool
		All	21-26S-28E	
30-015-47347	Boo Radley Federal Com #701H	All	28-26S-28E	98220
		All	33-26S-28E	
		All	21-26S-28E	
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		All	33-26S-28E	
		All	21-26S-28E	
30-015-47349	Boo Radley Federal Com #703H	All	28-26S-28E	98220
		All	33-26S-28E	
		All	21-26S-28E	
30-015-47785	Boo Radley Federal Com #704H	All	28-26S-28E	98220
		All	33-26S-28E	
		All	21-26S-28E	
30-015-47784	Boo Radley Federal Com #705H	All	28-26S-28E	98220
	All	33-26S-28E		
		All	21-26S-28E	
30-015-47350 Boo Rad	Boo Radley Federal Com #706H	All	28-26S-28E	98220
	·	All	33-26S-28E	

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

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 28496

CONDITIONS

Operator:	OGRID:	
COG OPERATING LLC	229137	
600 W Illinois Ave	Action Number:	
Midland, TX 79701	28496	
	Action Type:	
	[C-107] Surface Commingle or Off-Lease (C-107B)	

CONDITIONS

Created	Condition	Condition
Ву		Date
dmcclure	Please review the content of the order to ensure you are familiar with the authorities granted and any conditions of approval. If you have any questions regarding this matter, please contact me.	8/27/2021