

Devon Energy Production Company 333 W. Sheridan Avenue Oklahoma City, Oklahoma 73102

April 12, 2022

CERTIFIED MAIL RETURN RECEIPT REQUESTED

Interest Owners

Re:	Central Tank Battery MR POTATO HEAD 11 CTB 4:							
	Sec.,T, R:	SENE, S11, T24S, R29E						
	Lease:	NMNM088134 NMNM085892 NMNM096222						
	Pool:	[96473] PIERCE CROSSING; BONE SPRING, EAST						
		[98220] PURPLE SAGE; WOLFCAMP (GAS)						
	County:	Eddy Co., New Mexico						

To whom it may concern:

This is to advise you that Devon Energy Production Company, L.P., is filing an application with the New Mexico Oil Conservation Division ("NMOCD") seeking approval for a Central Tank Battery for the below mentioned wells.

WELL NAME	API	STR	POOL NAME	LEASE	LEASE	LEASE
				12.50%	12.50%	12.50%
MR POTATO HEAD		A-11-245-	[96473] PIERCE			
11-14 FED COM	3001546704	29E 300	CROSSING; BONE			
333H	5001546704	FNL 606 FEL	SPRING, EAST	NMNM088134	NMNM096222	
MR POTATO HEAD		A-11-24S-29E	[98220] PURPLE			
11-14 FED COM		300 FNL 636	SAGE; WOLFCAMP			
624H	3001546702	FEL	(GAS)	NMNM088134	NMNM085892	NMNM096222
MR POTATO HEAD		A-11-24S-29E	[98220] PURPLE			
11-14 FED COM		300 FNL 666	SAGE; WOLFCAMP			
713H	3001547270	FEL	(GAS)	NMNM088134	NMNM085892	NMNM096222

A copy of our application submitted to the Division is attached.

Any objections or requests that a hearing should be held regarding this application must be submitted to the New Mexico Oil Conservation Division Santa Fe office within 20 days from the date of this letter.

Subsequently drilled wells that produce from the subject pools within the project areas approved by this order may be added to this commingling authority by submittal of a Sundry Notice to the Engineering Bureau in Santa Fe.

Please contact the undersigned at (405) 552-6560 should you have any questions or need anything further.

Sincerely,

Jenny Harms Regulatory Compliance Professional Work Phone: (405)552-6560 Jennifer.harms@dvn.com Devon Energy Center-Tower 333 West Sheridan Avenue Oklahom 333 West Sheridan Avenue Oklahoma City OK 73102-5015

Enclosure

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RECE	IVED:		REVIEWER:	TYPE:		APP NO:	
					E FOR OCD DIVISION USI		
		1		CO OIL CON	ISERVATIO eering Bur	N DIVISION eau –	· · · · · · · · · · · · · · · · · · ·
			ADMINIST	RATIVE APPI		CHECKLIST	
	I .		T IS MANDATORY FOR . REGULATIONS WHICH I	REQUIRE PROCESSIN		ON LEVEL IN SANTA F	E
			ergy Production Chments for mu		and APIs	OGKII API:	D Number: <u>6137</u>
Pool:	iume.	<u> </u>					Code 40295
'		CURATE AND	COMPLETE INFOR	MATION REQU		CESS THE TYPE	OF APPLICATION INDICATED
•	A. Loc	ation – Spa NSL			dication	ation unit) S	D
	[]	Comminglin DHC Injection	ly for [1] or [11] g – Storage – Me CTB XI Disposal – Press	PLC PC Sure Increase		⊠OLM d Oil Recove □ PPR	FOR OCD ONLY
	A (B. X C D E. X F	Offset opera Royalty, ove Application Notification Notification Surface ow	e above, proof	olders owners, rever ned notice rent approvc rent approvc	iue owners Il by SLO Il by BLM	ition is attach	Notice Complete Application Content Complete
ap	proval	is accurate this applicat	and complete to	the best of my ired informatic	v knowledge n and notific	. I also underst cations are sub	ion for administrative and that no action will be omitted to the Division. ervisory capacity.

Jenny Harms	Date
Print or Type	
Name	405-552-6560
O llance o	Phone Number
Sonny Hannis	jenny.harms@dvn.com
Signature	e-mail Address

•

District I 1625 N. French Drive, Hobbs, NM 88240 District II		of New Mexico l Natural Resources D	epartment		Form C-107-B August 1, 2011						
District II 811 S. First St., Artesia, NM 88210 District III 1000 Rio Brazos Road, Aztec, NM 87410 District IV 1220 S. St Francis Dr, Santa Fe, NM 87505	OIL CONSERVATION DIVISION Submit the original application to the Same office with one conviluance office with on										
APPLICATION	APPLICATION FOR SURFACE COMMINGLING (DIVERSE OWNERSHIP)										
OPERATOR NAME: Devon E	nergy Production (Co., L.P.		o wr(Ensini)							
	heridan Avenue, C	Oklahoma City, OK	X 73102								
APPLICATION TYPE:			a		a						
	Pool and Lease Cor		Storage and Measur	ement (Only if not Surface	e Commingled)						
LEASE TYPE: Fee I Is this an Amendment to existing Order Have the Bureau of Land Management Yes No		"Yes", please include			ingling						
(A) POOL COMMINGLING Please attach sheets with the following information											
(1) Pool Names and Codes	Gravities / BTU of Non-Commingled Production	Calculated Gravities / BTU of Commingled Production		Calculated Value of Commingled Production	Volumes						
See attachments											
		-									
		-									
		-	-								
 (2) Are any wells producing at top allowa (3) Has all interest owners been notified b (4) Measurement type: A Metering [(5) Will commingling decrease the value of the value of	y certified mail of the pro		☐Yes ⊠No. ibe why commingli	ng should be approved							
		SE COMMINGLIN s with the following in									
 Pool Name and Code. Is all production from same source of a Has all interest owners been notified by Measurement type:	supply? XYes N	0	∑Yes □N	0							
		LEASE COMMIN s with the following in									
(1) Complete Sections A and E.											
[]	D) OFF-LEASE ST Please attached shee	ORAGE and MEA									
 Is all production from same source of a Include proof of notice to all interest of 	supply? XYes N	<u> </u>									
(E) AI	DDITIONAL INFO Please attach sheet	RMATION (for all s with the following i		/pes)							
 A schematic diagram of facility, includ A plat with lease boundaries showing Lease Names, Lease and Well Number 	ding legal location. all well and facility locati			te lands are involved.							
I hereby certify that the information above is SIGNATURE:		best of my knowledge ar <u>TITLE:</u> Regulatory Pro		Date: 4-12-2022							
TYPE OR PRINT NAME: Jenny Harms				EPHONE NO.:_ 405-55	2-6560						

E-MAIL ADDRESS:_ Jenny.harms@dvn.com__

APPLICATION FOR CENTRAL TANK BATTERY\OFF LEASE MEASUREMENT, SALES, & STORAGE 43 CFR 3173.14 (a)(1)(i-iv)

(1) The proposed commingling includes production from more than one:

(i) Federal lease, unit PA, or CA, where each lease, unit PA, or CA proposed for commingling has 100 percent Federal mineral interest, the same fixed royalty rate and, and the same revenue distribution;

Proposal amending for MR POTATO HEAD 11 CTB 4:

Devon Energy Production Company, LP is requesting approval for a Lease/Pool Commingle for the following wells:

WELL NAME	API	STR	POOL NAME	LEASE	LEASE	LEASE
				12.50%	12.50%	12.50%
MR POTATO HEAD		A-11-24S-	[96473] PIERCE			
11-14 FED COM	2001546704	29E 300	CROSSING; BONE			
333H	3001546704	FNL 606 FEL	SPRING, EAST	NMNM088134	NMNM096222	
MR POTATO HEAD		A-11-24S-29E	[98220] PURPLE			
11-14 FED COM		300 FNL 636	SAGE; WOLFCAMP			
624H	3001546702	FEL	(GAS)	NMNM088134	NMNM085892	NMNM096222
MR POTATO HEAD		A-11-24S-29E	[98220] PURPLE			
11-14 FED COM		300 FNL 666	SAGE; WOLFCAMP			
713H	3001547270	FEL	(GAS)	NMNM088134	NMNM085892	NMNM096222

CA's: 333- E/2 E/2 of Sections 1 1 & 1 4, T-24-S, R-29-E, Bone Spring 624 & 713 - All of Sections 11 & 14, T-24-S, R-29-E; WOLFCAMP

Oil & Gas metering:

The Mr. Potato Head 11 CTB 4 central tank battery is in SENE, S11, T24S, R29E in Eddy County, New Mexico.

Each well flows to its own 3-Phase Separator where the full well stream is separated into independent gas, oil, and water streams.

3-Phase gas flows through an independent and designated orifice meter for rate allocation. The gas then flows into a manifold where it is combined with gas from other 3-Phases. The combined stream flows into the 2-Phase Separator(s) for further conditioning. The conditioned gas stream flows through an orifice meter(s) for Federal Measurement Point/Sales/Royalty Payment.

3-Phase oil flows through an independent and designated Coriolis meter for rate allocation. The oil then flows into a manifold where it is combined with oil from other 3-Phases. The combined stream flows into the Heater Treater(s) and then ULPS(s) for further conditioning and then into one of the oil tanks for storage. The stored oil is pumped into a LACT unit for Federal Measurement Point/Sales/Royalty Payment.

Flash gas from oil conditioning is recovered using compression (VRU). The recovered gas flows through a designated orifice meter for rate allocation.

3-Phase water flows through an independent and designated magnetic meter for rate allocation. The water then flows into a manifold where it is combined with water from other 3-Phases. The combined stream flows into the Gun Barrel(s) for further conditioning and then into one of the water tanks for storage.

The central tank battery has three oil tanks and three water tanks that all wells utilize. All wells have one common gas delivery point(s) on location and one common oil delivery point(s) (LACT) on or directly adjacent to location.

Secondary recovery will utilize recycled or buyback gas for gas lift. The gas is compressed and flows through and individual orifice meter to each wellhead.

Well Name	Individual Meters						
vv en rvanie	Gas Allocation	Oil Allocation	Water Allocation				
MR. POTATO HEAD 11-14 FED COM 333H	DVN / *	DVN / *	DVN / *				
MR. POTATO HEAD 11-14 FED COM 624H	DVN / *	DVN / *	DVN / *				
MR. POTATO HEAD 11-14 FED COM 713H	DVN / *	DVN / *	DVN / *				
Common Meters							
VRU Allocation	DVN / *						
Gas FMP	DCP/ *						
Oil FMP	ENLINK/ *						

Meter Owner / Serial Number:

* Meter serial numbers to be provided after construction of facility.

Process and Flow Descriptions:

The flow of produced fluids is described above and shown in detail on the enclosed facility diagram, along with a description of each vessel and map which shows the lease boundaries, location of wells, facility, and gas sales meter.

The proposed commingling will maximize the ultimate recovery of oil and/or gas from the federal leases and will reduce environmental impacts by minimizing surface disturbance and emissions. The proposed commingling will reduce operating expenses, as well as, not adversely affect federal royalty income, production accountability, or the distribution of royalty.

Devon Energy Production Company, LP understands the requested approval will not constitute the granting of any right-of-way or construction rights not granted by the lease instrument.

Working, royalty, and overriding interest owners have been notified of this proposal via certified mail (see attached). NMOCD Notice Variance Requested: Devon Energy Production Company, LP request approval to add new leases and pools and/or new wells producing from the authorized leases and pools. Devon Energy Production Company, LP request approval to only notice the interest owners of new leases and pools to be added via amendment (reference rule 19.15.12.10(C)(4)(g) NMAC)





NOTES:				DRA	WING STAT	-US	DRAWN BY
				ISSUED FOR	DATE	BY	ENGINEERED BY
1. EQUIPMENT AND LAYOUT CONFIGURATIONS ARE ONLY REPRESENTATIVE				PHA			
S 2. MEASUREMENT POINTS SHOWN IN PROCESS FLOW DIAGRAM				BID CONSTRUCTION			APPROVED BY
				AS-BUILT			
				CO	NFIDENT		
				This drawing is the property of Devon Energy. Ar			PROJECT No.:
	REV DESCRIPTION	DATE	BY APPROVED	reproduction, conving or unauthorized use of this		ized use of this	
-	DRAWING REVISION				rt thereof, without t Devon Energy is p		DRAWING No.:

DATE DATE DATE ###### ST-120-02



Devon Energy Corporation 333 West Sheridan Avenue, Oklahoma City, OK 73102-5015 DBBU - SPINE DESIGN STANDARD PROCESS MAP

FILE NAME STD-120-02

Received by OCD: 4/20/2022 6:36	32 AM S W S W	S E S E	SWSW
	245 /		245 - 29E - 1 NWNW
		<u>A NMNM</u>	
296-10	245	<u>88134</u> -2 9 E 11	245 - 29E
SESE	s w s w <u>USA NMNM</u> <u>85892</u>	COM7(33H (DVU) COM7(33H (DVU) O HEAD (10-0(37 ED COM	SWSW
NE NE			
29E-15	245 -	EH CLYLOG EN CONSTRUCTION CONSTRUCTUON CONST	245 - 29.
MR POTATO HEAD 11-14 FED COM WELLS 333H,332H,624H,713H EDDY CO, NEW MEXICO		USA NMNM 96222 SES	
The map is for illustrative surpress only and the surpress of t	SWSW		E SWSW
 Surface Location Central Tank Battery Sales Meter Flow Line Proposed Comm. Agreement AGREEMENT NAME USA NMNM 85892 	NWNW 245		
USA NMNM 88134 Released Mod Infrazing: 10/14/2022	23:35 PM	Source: Esrl, Maxar, GeoEye, Earthsta USGS, AeroGRID, IGN, and the GIS U	r Geographics, CNES/Airbus DS, USDA. Ser Community

EXHIBIT "A"

Attached to and made a part of that Communitization Agreement dated September 1, 2021, embracing the E/2 E/2 of Sections 11 & 14, T-24-S, R-29-E, Eddy County, New Mexico, Bone Spring Formation

Operator of Communitized Area: Devon Energy Production Company, L.P.

Tract 1: USA NMNM-88134 (160.00 Acres)	11		•-•	
Tract 2: USA NMNM-96222 (160.00 Acres)	14			

Mr. Potato Head 11-14 Fed Com 333H SHL: Sec. 11-24S-29E 300' FNL & 606' FEL BHL: Sec. 14-24S-29E 20' FSL & 330' FEL

Mr. Potato Head 11-14 Fed Com 333H

EXHIBIT "A"

Attached to and made a part of that Communitization Agreement dated September 1, 2021, embracing All of Sections 11 & 14, T-24-S, R-29-E, Eddy County, New Mexico, Wolfcamp Formation

Operator of Communitized Area: Devon Energy Production Company, L.P.

Tract 1: USA NMNM-88134 (560 Acres)	•*	11
Tract 2: USA NMNM-85892 (80.00 Acres)		14
Tract 3: USA NMNM-96222 (640.00 Acres)		

Mr. Potato Head 11-14 Fed Com 623H SHL: Sec. 11-24S-29E 350' FNL & 2,016' FWL BHL: Sec. 14-24S-29E 20' FSL & 2,638' FWL

Mr. Potato Head 11-14 Fed Com 623H

Page 13 of 65

Economic Justification Report MR POTATO HEAD 11 CTB 4

Well Name & Number	Туре		Royalty Rate	Fed Lease 2 (if	Royalty Rate	Fed Lease	Royalty Rate	BOPD	Oil Gravity @ 60°	MCFPD	Dry BTU
				applicable)		3					
MR POTATO HEAD 11-14 FED COM 333H*	Sweet			ALL 12	2.5% SEE AT	TACHN	IENTS	1,370		3,025	1,464
MR POTATO HEAD 11-14 FED COM 624H*	Sweet							1,780		3,705	1,464
MR POTATO HEAD 11-14 FED COM 713H*	Sweet							1,695	46.4	3,800	1,460
	Sweet										
	Sweet										
	Sweet										
*Estimated production from offset wells											
Signed: Signed: Dat				4/4/2022				Eco	nomic Combin	ed Prod	uction
Printed Name: Jenny Harms			Title:	Regulatory (Compliance	Special	ist	BOPD	Oil Gravity @ 60°	MCFPD	Dry BTU
								4845.0	46.1	10530.0	1462.6

There are no material quality differences in oil production from the wells in this application, therefore there will be no impact on the royalty value from an oil marketing perspective.

Tracking # - USPS	STATUS	Vendor Name 1	Vendor Name 2	Address	City	District	State Cd	State	Postal Code
940550989864292114720		GEORGE G VAUGHT JR	Vendor Name 2	PO BOX 13557	DENVER	DENVER	CO	Colorado	80201-3557
940550989864292114778		MW OIL INVESTMENT COMPANY		PO BOX 13128	LAS CRUCES	DONA ANA	NM	New Mexico	
940550989864292114737		KINGDOM INVESTMENTS LIMITED		2101 CEDAR SPRINGS RD STE 600	DALLAS	DALLAS	тх	Texas	75201
940550989864292114738		LOWE ROYALTY PARTNERS LP		PO BOX 4887 DEPT 4	HOUSTON	HARRIS	тх	Texas	77210-4887
940550989864292114732		JAREED PARTNERS LTD	A TEXAS LIMITED PARTNERSHIP	PO BOX 51451	MIDLAND	MIDLAND	тх	Texas	79710-1451
940550989864292114695		FFF INC		PO BOX 20129	SARASOTA	SARASOTA	FL	Florida	34276-3129
940550989864292114711		FRANCES A HANNIFIN		PO BOX 350010	WESTMINSTER	ADAMS	co	Colorado	80035
940550989864292114828	8 DELIVERED	TKM RESOURCES LLC		1775 SHERMAN ST STE 2015	DENVER	DENVER	co	Colorado	80203
940550989864292114760	1 DELIVERED	MAP98B-NET	PATRICK K SMITH AIF	PO BOX 268984	OKLAHOMA CITY	OKLAHOMA	OK	Oklahoma	73126-8984
940550989864292114740	3 DELIVERED	MAP 98A-OK	PATRICK K SMITH AIF	PO BOX 268988	OKLAHOMA CITY	OKLAHOMA	OK	Oklahoma	73126-8988
940550989864292114788	5 DELIVERED	PAUL R BARWIS	% DUTTON HARRIS & CO	PO BOX 230	MIDLAND	MIDLAND	ТХ	Texas	79702
940550989864292114640	6 DELIVERED	ALAN R HANNIFIN		PO BOX 20129	SARASOTA	SARASOTA	FL	Florida	34276
940550989864292114811	0 DELIVERED	S & E ROYALTY LLC	LYLE GALLIVAN MANAGER	8470 W 4TH AVE	LAKEWOOD	JEFFERSON	со	Colorado	80226
940550989864292114817	2 DELIVERED	TAURUS ROYALTY LLC	% ROBERT B PAYNE JR	PO BOX 1477	LITTLE ELM	DENTON	ТΧ	Texas	75068-1477
940550989864292114784	7 DELIVERED	ONRR	ROYALTY MANAGEMENT PROGRAM	PO BOX 25627	DENVER	JEFFERSON	со	Colorado	80225-0627
940550989864292114762	5 DELIVERED	MICHELLE R SANDOVAL		PO BOX 131570	CARLSBAD	SAN DIEGO	CA	California	92013
940550989864292114697	0 DELIVERED	CROWNROCK MINERALS LP		PO BOX 51933	MIDLAND	MIDLAND	ТΧ	Texas	79710
940550989864292114687	1 DELIVERED	CORNERSTONE FAMILY TRUST	JOHN KYLE THOMA SUCC TTEE	PO BOX 558	PEYTON	EL PASO	со	Colorado	80831
940550989864292114672	7 DELIVERED	CHISOS MINERALS LLC		PO BOX 470788	FORT WORTH	TARRANT	ТХ	Texas	76147
940550989864292114802	8 DELIVERED	RUSK CAPITAL MANAGEMENT LLC		7600 W TIDWELL RD STE 800	HOUSTON	HARRIS	ТΧ	Texas	77040
940550989864292106076	4 DELIVERED	KIMBELL ROYALTY HOLDINGS LLC	% DUNCAN MANAGEMENT LLC	PO BOX 671099	DALLAS	DALLAS	ТΧ	Texas	75367-1099
940550989864292114834	9 DELIVERED	WEST BEND ENERGY PARTNERS III LLC		1320 S UNIVERSITY DR STE 701	FORT WORTH	TARRANT	ТХ	Texas	76107
940550989864292229837	1 DELIVERED	WAMBAUGH EXPLORATION LLC		4747 RESEARCH FRST DR SUITE 4	THE WOODLANDS	MONTGOMERY	ТХ	Texas	77381-4912

Harms, Jenny

From:AFMSS < blm-afmss-notifications@blm.gov>Sent:Tuesday, April 12, 2022 11:39 AM	
To: Harms, Jenny	
Subject: Well Name: Batch Sundry, Sundry Id: 2666525, Notification of Batch Sundry	lry Received

The Bureau of Land Management

Notice Of Intent Receipt

- Operator Name: DEVON ENERGY PRODUCTION COMPANY LP
- Well Name: Batch Sundry
- Well Number: Batch Sundry
- US Well Number: Batch Sundry
- Sundry ID: 2666525

The BLM received your Notice Of Intent, Commingling (Surface) sundry on 04/12/2022. This is to notify you that we are processing your sundry.

You may contact the field office if you have any questions.

If we need more information we will contact you. Thank you.

This notification is automatically generated. Please do not reply to this message as this account is not monitored.

U.S. Department of the Interior BUREAU OF LAND MANAGEMENT

Sundry	Print Reportes
	10/07/0000

10/07/202

Well Name	Well Number	US Well Number	Lease Number	Case Number	Operator
MR POTATO	624H	3001546702	NMNM088134	NMNM088134	DEVON
MR POTATO	713H	3001547270	NMNM088134	NMNM088134	DEVON
MR POTATO	333H	3001546704	NMNM088134	NMNM088134	DEVON

Notice of Intent

Sundry ID: 2666525

Type of Submission: Notice of Intent

Date Sundry Submitted: 04/12/2022

Date proposed operation will begin: 04/12/2022

Type of Action: Commingling (Surface)

Time Sundry Submitted: 10:38

Procedure Description: APPLICATION FOR CENTRAL TANK BATTERY\OFF LEASE MEASUREMENT, SALES, & STORAGE 43 CFR 3173.14 (a)(1)(i-iv) (1) The proposed commingling includes production from more than one: (i) Federal lease, unit PA, or CA, where each lease, unit PA, or CA proposed for commingling has 100 percent Federal mineral interest, the same fixed royalty rate and, and the same revenue distribution; Proposal amending for MR POTATO HEAD 11 CTB 4:

Surface Disturbance

Is any additional surface disturbance proposed?: No

NOI Attachments

Procedure Description

MR_POTATO_HEAD_11_CTB_4_BLM_ATTACHMENTS_4_12_2022_20220412103352.pdf

Conditions of Approval

Specialist Review

Surface_Commingling_COA_20220706134851.pdf

I certify that the foregoing is true and correct. Title 18 U.S.C. Section 1001 and Title 43 U.S.C. Section 1212, make it a crime for any person knowingly and willfully to make to any department or agency of the United States any false, fictitious or fraudulent statements or representations as to any matter within its jurisdiction. Electronic submission of Sundry Notices through this system satisfies regulations requiring a

Operator Electronic Signature: JENNY HARMS Name: DEVON ENERGY PRODUCTION COMPANY LP Title: Regulatory Compliance Professional Street Address: 333 West Sheridan Avenue City: Oklahoma City State: OK Phone: (405) 552-6560 Email address: jennifer.harms@dvn.com

Field

 Representative Name:

 Street Address:

 City:
 State:

 Phone:

 Email address:

BLM Point of Contact

BLM POC Name: Jonathon W Shepard BLM POC Phone: 5752345972 Disposition: Approved Signature: Jonathon Shepard BLM POC Title: Petroleum Engineer BLM POC Email Address: jshepard@blm.gov Disposition Date: 07/06/2022

Zip:

R	U.S. Department of the Interior BUREAU OF LAND MANAGEMENT		Sundry Print Report
	Well Name: MR POTATO HEAD 11-14 FED COM	Well Location: T24S / R29E / SEC 11 / NENW / 32.2384621 / -103.9572636	County or Parish/State: EDDY / NM
	Well Number: 623H	Type of Well: OIL WELL	Allottee or Tribe Name:
	Lease Number: NMNM088134, NMNM88134	Unit or CA Name:	Unit or CA Number:
	US Well Number: 3001546722	Well Status: Producing Oil Well	Operator: DEVON ENERGY PRODUCTION COMPANY LP

Notice of Intent

Sundry ID: 2666496 Type of Submission: Notice of Intent Date Sundry Submitted: 04/12/2022 Date proposed operation will begin: 04/12/2022

Type of Action: APD Change Time Sundry Submitted: 09:30 65

Procedure Description: Spacing change

NOI Attachments

Procedure Description

MR_POTATO_HEAD_11_14_FED_COM_623H_AS_DRILLED_20220412092644.pdf

ŀ	Vell Name: MR POTATO HEAD 11-14 FED COM	Well Location: T24S / R29E / SEC 11 / NENW / 32.2384621 / -103.9572636	County or Parish/State: EDD 19 of 65 NM
	Well Number: 623H	Type of Well: OIL WELL	Allottee or Tribe Name:
	Lease Number: NMNM088134, NMNM88134	Unit or CA Name:	Unit or CA Number:
	US Well Number: 3001546722	Well Status: Producing Oil Well	Operator: DEVON ENERGY PRODUCTION COMPANY LP

Operator

I certify that the foregoing is true and correct. Title 18 U.S.C. Section 1001 and Title 43 U.S.C. Section 1212, make it a crime for any person knowingly and willfully to make to any department or agency of the United States any false, fictitious or fraudulent statements or representations as to any matter within its jurisdiction. Electronic submission of Sundry Notices through this system satisfies regulations requiring a

Operator Electronic Signature: SHAYDA OMOUMI Name: DEVON ENERGY PRODUCTION COMPANY LP Title: Regulatory Compliance Associate 3

Street Address: 333 W SHERIDAN AVE

City: OKLAHOMA CITY State: OK

Phone: (405) 235-3611

Email address: SHAYDA.OMOUMI@DVN.COM

Field

Representative Name: Street Address: City: State: Phone: Email address:

Zip:

Signed on: APR 12, 2022 09:28 AM

Received by UCD:Sy20/2022 6:36:32 AM U.S. Department of the Interior BUREAU OF LAND MANAGEMENT		Sundry Print Repor
Well Name: MR POTATO HEAD 11-14 FED COM	Well Location: T24S / R29E / SEC 11 / NENE / 32.2386179 / -103.9486763	County or Parish/State: EDDY / NM
Well Number: 624H	Type of Well: OIL WELL	Allottee or Tribe Name:
Lease Number: NMNM088134, NMNM88134	Unit or CA Name:	Unit or CA Number:
US Well Number: 3001546702	Well Status: Producing Oil Well	Operator: DEVON ENERGY PRODUCTION COMPANY LP

Notice of Intent

Sundry ID: 2666503 Type of Submission: Notice of Intent Date Sundry Submitted: 04/12/2022 Date proposed operation will begin: 04/12/2022

Type of Action: APD Change Time Sundry Submitted: 09:48

Procedure Description: Spacing change; defining/infill well change

NOI Attachments

Procedure Description

MR_POTATO_HEAD_11_4_FED_COM_624H_AS_DRILLED_20220412093647.pdf

1	Received by OCD: 4/20/2022 6:36:32 AM Well Name: MR POTATO HEAD 11-14 FED COM	Well Location: T24S / R29E / SEC 11 / NENE / 32.2386179 / -103.9486763	County or Parish/State: EBB? 1, of 65 NM
	Well Number: 624H	Type of Well: OIL WELL	Allottee or Tribe Name:
	Lease Number: NMNM088134, NMNM88134	Unit or CA Name:	Unit or CA Number:
	US Well Number: 3001546702	Well Status: Producing Oil Well	Operator: DEVON ENERGY PRODUCTION COMPANY LP

Operator

I certify that the foregoing is true and correct. Title 18 U.S.C. Section 1001 and Title 43 U.S.C. Section 1212, make it a crime for any person knowingly and willfully to make to any department or agency of the United States any false, fictitious or fraudulent statements or representations as to any matter within its jurisdiction. Electronic submission of Sundry Notices through this system satisfies regulations requiring a

Operator Electronic Signature: SHAYDA OMOUMI Name: DEVON ENERGY PRODUCTION COMPANY LP Title: Regulatory Compliance Associate 3

Street Address: 333 W SHERIDAN AVE

City: OKLAHOMA CITY State: OK

Phone: (405) 235-3611

Email address: SHAYDA.OMOUMI@DVN.COM

Field

Representative Name: Street Address: City: State: Phone: Email address:

Zip:

Signed on: APR 12, 2022 09:48 AM

Received by WCD S/20/2022 6:36:32 AM U.S. Department of the Interior BUREAU OF LAND MANAGEMENT		Sundry Print Report
Well Name: MR POTATO HEAD 11-14 FED COM	Well Location: T24S / R29E / SEC 11 / NENE / 32.2386176 / -103.9487733	County or Parish/State: EDDY / NM
Well Number: 713H	Type of Well: OIL WELL	Allottee or Tribe Name:
Lease Number: NMNM088134, NMNM88134	Unit or CA Name:	Unit or CA Number:
US Well Number: 3001547270	Well Status: Producing Oil Well	Operator: DEVON ENERGY PRODUCTION COMPANY LP

Notice of Intent

Sundry ID: 2666501 Type of Submission: Notice of Intent Date Sundry Submitted: 04/12/2022 Date proposed operation will begin: 04/12/2022

Type of Action: APD Change Time Sundry Submitted: 09:35

Procedure Description: Spacing change

NOI Attachments

Procedure Description

MR_POTATO_HEAD_11_14_FED_COM_713H_AS_DRILLED_20220412093421.pdf

I	eceived by OCD: 4/20/2022 6:36:32 AM Well Name: MR POTATO HEAD 11-14 FED COM	Well Location: T24S / R29E / SEC 11 / NENE / 32.2386176 / -103.9487733	County or Parish/State: EDD ?? of 65 NM
	Well Number: 713H	Type of Well: OIL WELL	Allottee or Tribe Name:
	Lease Number: NMNM088134, NMNM88134	Unit or CA Name:	Unit or CA Number:
	US Well Number: 3001547270	Well Status: Producing Oil Well	Operator: DEVON ENERGY PRODUCTION COMPANY LP

Operator

I certify that the foregoing is true and correct. Title 18 U.S.C. Section 1001 and Title 43 U.S.C. Section 1212, make it a crime for any person knowingly and willfully to make to any department or agency of the United States any false, fictitious or fraudulent statements or representations as to any matter within its jurisdiction. Electronic submission of Sundry Notices through this system satisfies regulations requiring a

Operator Electronic Signature: SHAYDA OMOUMI Name: DEVON ENERGY PRODUCTION COMPANY LP Title: Regulatory Compliance Associate 3

Street Address: 333 W SHERIDAN AVE

City: OKLAHOMA CITY State: OK

Phone: (405) 235-3611

Email address: SHAYDA.OMOUMI@DVN.COM

Field

Representative Name: Street Address: City: State: Phone: Email address:

Zip:

Signed on: APR 12, 2022 09:35 AM

Phone: (505) 476-3460 Fax: (505) 476-3462

State of New Mexico Energy, Minerals & Natural Resources Department OIL CONSERVATION DIVISION 1220 South St. Francis Dr. Santa Fe, NM 87505 Page 24 of 65

X AMENDED REPORT

	WELL LOCATION AND ACREAGE DEDICATION PLAT									
¹ A	API Number	r		² Pool Code	de ³ Pool Name					
30-015-46702				98220	20 PURPLE SAGE;WOLFCAMP				Р	
⁴ Property C	Code				⁵ Property	Name			6	Well Number
32625	1			MR PC	TATO HEAD	11-14 FED CON	Ν		624H	
⁷ OGRID N	lo.				⁸ Operator	Name				⁹ Elevation
6137			DEV	ON ENEI	RGY PRODU	CTION COMPA	NY, L.P.			3077.1
						e Location				
UL or lot no.	Section	Township	Range	Lot Idn	Feet from the	North/South line	Feet from the	East/We	est line	County
Α	11	24 S	29 E		300	NORTH	636	EAS	ST	EDDY
			пE	Bottom H	Iole Location	If Different Fr	om Surface			
UL or lot no.	Section	Township	Range	Lot Idn	Feet from the	North/South line	Feet from the	East/We	est line	County
Р	14	24 S	29 E		116	SOUTH	869	EAS	ST	EDDY
¹² Dedicated Acres	¹³ Joint	or Infill	¹ Consolidation	n Code		•	¹⁵ Order No.			
1280										

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.

N89'43'58"E 2654.99 FT N89'37'38"E 2652.93 FT	1	17 OPERATOR CERTIFICATION
NW CORNER SEC. 11 N/4 CORNER SEC. 11 KOP	636' NE CORNER SEC. 11	I hereby certify that the information contained herein is true and complete
LAT. = 32.2394174'N L LONG. = 103.9637841'W L LONG. = 103.9551991'W LOCATION	$_{\infty}$ LONG. = 103.9466205'W	to the best of my knowledge and belief, and that this organization either
NMSP FAST (FT) VMSP EAST (FT)	N = 451059.78	owns a working interest or unleased mineral interest in the land including
	C E = 000501.00	the proposed bottom hole location or has a right to drill this well at this
⁵ 244' FNL, 949' FEL 11−14 FED COM	624H	location pursuant to a contract with an owner of such a mineral or working
™ LAT. = 32.2387691'N ELEV. = 3 W/4 CORNER SEC. 11 DNG. = 103.9496899'W LAT. = 32.2386179'N (077.1 은 AD83) 중 E/4 CORNER SEC. 11	interest, or to a voluntary pooling agreement or a compulsory pooling order
LAT. = 32.2321189 N		heretofore entered by the division.
LONG. = 103.9637714'W NMSP EAST (FT) 729 FNL, 909' FEL $ NMSP$ EAS	55.70 NMSP FAST (FT)	Shauda Omount 4/12/2022
N = 448375.07 LAT. = 32.2374375 N E = 6602 E = 655608.09 LONG. = 103.9495577 W	$^{(6/.15)}$ L N = 448402.62	
	6 E = 000313.40	Signature Date
	265.	Shayda Omoumi
≥	— — ш *	Printed Name
7.51	12,2	shayda.omoumi@dvn.com
SECTION CORNER LAT. = 32.2248207 N Z LAT. = 3212248366 N	SECTION CORNER	E-mail Address
LONG. = 103.9637576'W S89'40'31 W LONG. = 103.9551903'W S89'41'3	5"W LONG. = 103.9466130'W	
NMSP EAST (FT) 2649.90 FT NMSP EAST (FT) 2652.98 N = 445720.12	FT NMSP EAST (FT) ⊢ N = 445749.34	¹⁸ SURVEYOR CERTIFICATION
E = 655621.49 $E = 658270.76$	E = 660923.11	
AS - DRILLED	200	I hereby certify that the well location shown on this plat
	—— — — —	was plotted from field notes of actual surveys made by
5. 4. 4.	5,32	me or under my supervision, and that the same is true
W/4 CORNER SEC. 14	8 E/4 CORNER SEC. 14	and correct to the best of my belief.
LAT. = 32.2175269′N ⋛ LONG. = 103.9637524′W	^{CO} LÁT. = 32.2175659'N LONG. = 103.9466300'W	APRIL 6, 2022
NMSP EAST (FT) N = 443066.77 \vdash 146 SL, 870' FEL LAT. = 32.2105		Date of Survey
E = 655632.22 LAT. = 32.2106746'N LONG. = 103.94	94514W = 660927.38	Date of Survey
LONG. = 103.9494558 W NMSP EAST (FT) 5 N = 440559.55	50.7	
SW CORNER SEC. 14 ≥ S/4 CORNER SEC. 14 LTP LAT. = 32.2102312N 0 LAT. = 32.2102547N BOTTOM	SE CORNER SEC. 14 LAT. = 32.2102810'N	
LUNG. = 103.3037407 W M LUNG. = 103.3051948 W OF HOLE T O	8 LONG. = 103.9466437'W 8 NMSP EAST (FT)	Signature and Seal of Professional Surveyor:
N = 440412.71 2 $N = 440430.47$	0 N = 440449.43	Certificate Number: HE MAN S LAR AMILLO, LS 12797
E = 655642.49 E = 658288.01 S89'36'55'W 2646.17 FT S89'35'21'W 2645.3	869'	PROFESSIVE TOO. 7031F

Received by OCD: 4/20/2022 6:36:32 AM

ĺ	API #	

30-015-46702			
Operator Name:		Property Name:	Well Number
DEVON ENERGY P COMPANY, L.P.	RODUCTION	MR POTATO HEAD 11-14 FED COM	624H

Kick Off Point (KOP)

UL	Section	Township	Range	Lot	Feet	From N/S	Feet	From E/W	County
A	11	24S	29E		244	NORTH	949	EAST	EDDY
	Latitude 32.2387691				Longitude 103.9496	6899	NAD 83		

First Take Point (FTP)

UL	Section	Township	Range	Lot	Feet	From N/S	Feet	From E/W	County
A	11	24S	29E		729	NORTH	909	EAST	EDDY
	Latitude 32.2374375				Longitude 103.9495	5577			NAD 83

Last Take Point (LTP)

UL P	Section 14	Township 24S	Range 29E	Lot	Feet 146	From N/S SOUTH	Feet 870	From E/W EAST	County EDDY
Latitude				Longitud			NAD		
32.2106746			103.9	103.9494558			83		

Is this well the defining well for the Horizontal Spacing Unit? N

Is this well an infill well?

Y

If infill is yes please provide API if available, Operator Name and well number for Defining well for Horizontal Spacing Unit.

API #		
Operator Name:	Property Name:	Well Number
	•	

KZ 06/29/2018

<u>District I</u> 1625 N. French Dr., Hobbs, NM 88240 Phone: (575) 393-6161 Fax: (575) 393-0720 <u>District III</u> 811 S. First St., Artesia, NM 88210 Phone: (575) 748-1283 Fax: (575) 748-9720 <u>District III</u> 1000 Rio Brazos Road, Aztec, NM 87410 Phone: (505) 334-6178 Fax: (505) 334-6170 <u>District IV</u> 1220 S. St. Francis Dr., Santa Fe, NM 87505 Phone: (505) 476-3460 Fax: (505) 476-3462

State of New Mexico Energy, Minerals & Natural Resources Department OIL CONSERVATION DIVISION 1220 South St. Francis Dr. Santa Fe, NM 87505 Form C-102 Revised August 1, 2011 Submit one copy to appropriate District Office

X AMENDED REPORT

	WELL LOCATION AND ACREAGE DEDICATION PLAT									
¹ A	PI Number	r		² Pool Code	e ³ Pool Name					
30-0	015-467()4		96473		PIERCE CI	ROSSING; B	ONE SI	PRINC	6, EAST
⁴ Property C	Code				⁵ Property	Name			6	Well Number
326251	1			MR PO	TATO HEAD	11-14 FED CON	1			333H
⁷ OGRID N	lo.				⁸ Operator	Name				⁹ Elevation
6137			DEV	ON ENER	RGY PRODUC	CTION COMPA	NY, L.P.		3077.3	
					IN Surfac	e Location				
UL or lot no.	Section	Township	Range	Lot Idn	Feet from the	North/South line	Feet from the	East/We	est line	County
Α	11	24 S	29 E		300	NORTH	606	EAS	ST	EDDY
			пF	Bottom H	ole Location	If Different Fre	om Surface			
UL or lot no.	Section	Township	Range	Lot Idn	Feet from the	North/South line	Feet from the	East/We	est line	County
Р	14	24 S	29 E		102 SOUTH 309 EAST EDDY				EDDY	
¹² Dedicated Acres	¹³ Joint	or Infill ¹⁴	Consolidatio	n Code	¹⁵ Order No.					
320										

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.



Received by OCD: 4/20/2022 6:36:32 AM

Intent	t
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1		
	API #	

30-015-46704			
Operator Name:		Property Name:	Well Number
DEVON ENERGY P COMPANY, L.P.	RODUCTION	MR POTATO HEAD 11-14 FED COM	333H

Kick Off Point (KOP)

UL	Section	Township	Range	Lot	Feet	From N/S	Feet	From E/W	County
A	11	24S	29E		263	NORTH	314	EAST	EDDY
	Latitude 32.2387219				Longitude 103.9476	6352			NAD 83

First Take Point (FTP)

UL	Section	Township	Range	Lot	Feet	From N/S	Feet	From E/W	County
A	11	24S	29E		725	NORTH	308	EAST	EDDY
	Latitude 32.2374522				Longitude 103.9476	6140			NAD 83

Last Take Point (LTP)

UL P	Section 14	Township 24S	Range 29E	Lot	Feet 132	From N/S SOUTH	Feet 309	From E/W EAST	County EDDY
Latitude					Longitud	le		NAD	
32.2106418				103.9	476421		83		

Y

Is this well the defining well for the Horizontal Spacing Unit?

Is this well an infill well?

Ν

If infill is yes please provide API if available, Operator Name and well number for Defining well for Horizontal Spacing Unit.

API #		
Operator Name:	Property Name:	Well Number
	•	

KZ 06/29/2018

State of New Mexico Energy, Minerals & Natural Resources Department OIL CONSERVATION DIVISION 1220 South St. Francis Dr. Santa Fe, NM 87505

X AMENDED REPORT

Page 28 of 65

		W	ELL LC	DCATIO	N AND ACF	REAGE DEDIC	CATION PLA	T			
¹ A	PI Number	r		² Pool Cod	e		³ Pool Na				
30-	015-4727	70		98220	0 PURPLE SAGE;WOLF					CAMP	
⁴ Property C	ode				⁵ Property	Name			6	Well Number	
32625	1			MR PC	TATO HEAD	11-14 FED COM	Ν			713H	
⁷ OGRID N	lo.				⁸ Operator	Name				⁹ Elevation	
6137 DEVON H					RGY PRODUC		3076.8				
					[™] Surfac	e Location					
UL or lot no.	Section	Township	Range	Lot Idn	Feet from the	North/South line	Feet from the	East/W	est line	County	
Α	11	24 S	29 E		300	NORTH	666	EA	ST	EDDY	
			пF	Bottom H	Iole Location	If Different Fr	om Surface				
UL or lot no.	Section	Township	Range	Lot Idn	Feet from the	North/South line	Feet from the	East/W	est line	County	
Ο	14	24 S	29 E		20	SOUTH	1484	EA	ST	EDDY	
¹² Dedicated Acres	¹³ Joint	or Infill ¹⁴	Consolidatio	n Code	¹⁵ Order No.						
1280											

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.

	N89'43'58"E 2654.99 FT N89'37'38"E 2652.93 FT		17 OPERATOR CERTIFICATION
NW CORNER SEC. 11	N/4 CORNER SEC. 11 KOP → → → → → → → → → → → → → → → → → → →	NE CORNER SEC. 11 TAT. = 32.2394475'N	I hereby certify that the information contained herein is true and complete
LAT. = 32.2394174'N L LONG. = 103.9637841'W	LONG. = 103.9551991'W FTP	LONG. = 103.9466205'W	to the best of my knowledge and belief, and that this organization either
NMSP EAST (FT) ຜິ N = 451030.14 ຜູ້	NMSP EAST (FT) SURFACE / 👑 🔓	NMSP EAST (FT) N = 451059.78	owns a working interest or unleased mineral interest in the land including
E = 655595.01		P = 660901.66	the proposed bottom hole location or has a right to drill this well at this
W. 99	280' FNL, 1520' FEL 11-14 FED COM 713H	2	location pursuant to a contract with an owner of such a mineral or working
م W/4 CORNER SEC. 11	LAT. = 32.2386649'N LONG. = 103.9515355'W LAT. = 32.2386176'N (NAD83)	2 3 E/4 CORNER SEC. 11	interest, or to a voluntary pooling agreement or a compulsory pooling order
LAT. = 32.2321189'N LONG. = 103.9637714'W	LONG. = 103.9487733 W	0 LAT. = 32.2321433'N LONG. = 103.9466133'W	heretofore entered by the division.
NMSP EAST (FT)	612' FNL. 1531' FEL N = 450755.51	NMSP EAST (FT)	Shanda Omount 4/12/2022
N = 448375.07 E = 655608.09	LAT. = 32.2377523'N E = 660237.16 LONG. = 103.9515696'W	N = 448402.62 E = 660913.48	Signature Date
5.58		ő.	6
265		õ v	Shayda Omoumi
M. 1.	SEC 11	ם מ	Printed Name
2.21			shayda.omoumi@dvn.com
SECTION CORNER O LAT. = 32.2248207'N Z	QUARTER CORNER LAT. = 32!2248366'N		E-mail Address
LONG. = 103.9637576 W NMSP EAST (FT)	S89'40'31 W LONG. = 103.9551903'W S89'41'35"W 2649.90 FT NMSP EAST (FT) 2652.98 FT	LONG. = 103.9466130'W NMSP EAST (FT)	
N = 445720.12 E = 655621.49	N = 445735.13 E = 658270.76	N = 445749.34 E = 660923.11	¹⁸ SURVEYOR CERTIFICATION
E = 053021.49 (g		2 00002011	I hereby certify that the well location shown on this plat
265	AS-DRILLED		was plotted from field notes of actual surveys made by
4"V		2 L	1 0 0 0 0 0
13,5	SEC 14	,, 0	me or under my supervision, and that the same is true
W/4 CORNER SEC. 14 O LAT. = 32.2175269'N		3 E/4 CORNER SEC. 14 ^ LAT. = 32.2175659'N	and correct to the best of my belief.
LONG. = 103.9637524'W NMSP EAST (FT)	LAST TAKE POINT BOTTOM OF HOLE	LONG. = 103.9466300'W NMSP EAST (FT)	APRIL 6, 2022
N = 443066.77	148] FSL, 1486' FEL LAT. = 32.2105590'N	N = 443099.57	Date of Survey
E = 655632.22	LONG. = 103.9514459'W NMSP EAST (FT)	E = 660927.38	MEN MEN A
2654	N = 440545.27 E = 659445.24		XXXXXXXXXXXXXXXXXXXXXXXXXXXXXXXXXXXXXX
SW CORNER SEC. 14 ≥	S/4 CORNER SEC. 14	SE CORNER SEC. 14	
LAT. = 32.2102312'N or LONG. = 103.9637487'W or	LAT. = 32.2102547'N LONG. = 103.9551948'W C// OF HOLE	ň LAT. = 32.2102810'N 8 LONG. = 103.9466437'W	Signature and Seal of Protessional Surveyor:
NMSP EAST (FT) N = 440412.71	NMSP EAST (FT) N = 440430.47	8 NMSP EAST (FT) 0 N = 440449.43	Certificate Number: DETAINS LARAMILLO, LS 12797
E = 655642.49	E = 658288.01	E = 660932.70	PROFS558VPL 10, 7032F
	S89'36'55"W 2646.17 FT S89'35'21 W 2645.35 FT		-1. KOR VI - 1. (0. 70521

API #

30-015-47270			
Operator Name:		Property Name:	Well Number
DEVON ENERGY P COMPANY, L.P.	RODUCTION	MR POTATO HEAD 11-14 FED COM	713H

Kick Off Point (KOP)

UL	Section	Township	Range	Lot	Feet	From N/S	Feet	From E/W	County
B	11	24S	29E		280	NORTH	1520	EAST	EDDY
	Latitude 32.2386649				Longitude 103.9515	5355			NAD 83

First Take Point (FTP)

UL	Section	Township	Range	Lot	Feet	From N/S	Feet	From E/W	County
B	11	24S	29E		612	NORTH	1531	EAST	EDDY
	Latitude 32.2377523				Longitude 103.9515	5696	NAD 83		

Last Take Point (LTP)

UL O	Section 14	Township 24S	Range 29E	Lot	Feet 148	From N/S SOUTH	Feet 1486	From E/W EAST	County EDDY
Latitude					Longitud	le		NAD	
32.2106744				103.9	514459		83		

Ν

Is this well the defining well for the Horizontal Spacing Unit?

Is this well an infill well?

_		
	Υ	

If infill is yes please provide API if available, Operator Name and well number for Defining well for Horizontal Spacing Unit.

API #		
Operator Name:	Property Name:	Well Number

KZ 06/29/2018

<u>District I</u> 1625 N. French Dr., Hobbs, NM 88240 Phone: (575) 393-6161 Fax: (575) 393-0720 <u>District II</u> 811 S. First St., Artesia, NM 88210 Phone: (575) 748-1283 Fax: (575) 748-9720 <u>District III</u> 1000 Rio Brazos Road, Aztec, NM 87410 Phone: (505) 334-6178 Fax: (505) 334-6170 <u>District IV</u> 1220 S. St. Francis Dr., Santa Fe, NM 87505 Phone: (505) 476-3460 Fax: (505) 476-3462 State of New Mexico Energy, Minerals & Natural Resources Department OIL CONSERVATION DIVISION 1220 South St. Francis Dr. Santa Fe, NM 87505

WELL LOCATION AND ACREAGE DEDICATION PLAT

1	API Number	r		² Pool Code		³ Pool Name					
30-	015-4672	22		98220	20 PURPLE SAGE; WOLFCAMP						
⁴ Property C			•		⁵ Property 1	Name			⁶ Well Number		
32625	51			MR PO	TATO HEAD	11-14 FED CON	1		623H		
⁷ OGRID N	No.				⁸ Operator	Name			⁹ Elevation		
6137			3074.3								
¹⁰ Surface Location											
UL or lot no.	Section	Township	Range	Lot Idn	Feet from the	North/South line	Feet from the	East/West	line County		
С	11	24 S	29 E		350	NORTH	2016	WES'	T EDDY		
			пE	Bottom H	ole Location	If Different Fr	om Surface				
UL or lot no.	Section	Township	Range	Lot Idn	Feet from the	North/South line	Feet from the	East/West	line County		
Ν	14	24 S	29 E	29 E 100 SOUTH 2625 WH			WES	T EDDY			
12 Dedicated Acre	s ¹³ Joint	or Infill ¹⁴	Consolidation	n Code	¹⁵ Order No.						
1280											

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.

	N89'43'58"E 2654.99 FT N89'37'38"E 2652.93 FT		17 OPERATOR CERTIFICATION
NW CORNER SEC. 11 LAT. = 32.2394174′N ⊢		NE CORNER SEC. 11	I hereby certify that the information contained herein is true and complete
LONG. = 103.9637841'W	SUPEACE LONG. = 103.9551991'W	LONG. = 103.9466205'W	to the best of my knowledge and belief, and that this organization either
NMSP EAST (FT) N = 451030.14 E = 655595.01 N	LOCATION G N = 451042.47	\sim NMSP EAST (FT) \sim N = 451059.78 \sim F = 660901.66	owns a working interest or unleased mineral interest in the land including
E = 655595.01		о́Е = 660901.66 ш	the proposed bottom hole location or has a right to drill this well at this
۵. ۵	MR POTATO HEAD 11–14 FED COM 623H		location pursuant to a contract with an owner of such a mineral or working
من W/4 CORNER SEC. 11	ELEV. = $50/4.5$ RICK OFF FORM	9 E/4 CORNER SEC. 11	interest, or to a voluntary pooling agreement or a compulsory pooling order
LAT. = 32.2321189'N 2 LONG. = 103.9637714'W	LONG. = 103.9572636 W LAT. = 32.2388019 N	E/4 CORNER SEC. 11 LAT. = 32.2321433'N LONG. = 103.9466133'W	heretofore entered by the division.
NMSP EAST (FT)	N = 450689.63 — — — — — — — — — — —	NMSP EAST (FT)	Shanda Omount 4/12/2022
N = 448375.07 E = 655608.09	756' FNL, 2628' FWL	L N = 448402.62 E = 660913.48	Signature Date
22 22	LAT. = 32.2373474'N LONG. = 103.9552814'W	08. 29. 20. 20. 20. 20. 20. 20. 20. 20. 20. 20	Shara 1a One anna
265		2653.	Shayda Omoumi Printed Name
* *	SEC. 11	29"E	
L.			shayda.omoumi@dvn.com
SECTION CORNER 8 LAT. = 32.2248207'N 2	QUARTER CORNER LAT. = 32.2248366'N	8 SECTION CORNER 10 LAT. = 32.2248497'N	E-mail Address
LONG. = 103.9637576'W NMSP EAST (FT)	S89'40'31'W LONG. = 103.9551903'W S89'41'35'W 2649.90 FT NMSP EAST (FT) 2652.98 FT	LONG. = 103.9466130'W NMSP EAST (FT)	
N = 445720.12	N = 445735.13 E = 658270.76	L N = 445749.34 E = 660923.11	ISURVEYOR CERTIFICATION
L = 655621.49 س م		0.37	I hereby certify that the well location shown on this plat
265	AS-DRILLED	265	was plotted from field notes of actual surveys made by
54"W		32"E	me or under my supervision, and that the same is true
	SEC. 14		and correct to the best of my belief.
W/4 CORNER SEC. 14 0 LAT. = 32.2175269'N 2		E/4 CORNER SEC. 14 LAT. = 32.2175659'N	APRIL 5, 2022
LONG. = 103.9637524'W NMSP EAST (FT)		LONG. = 103.9466300'W NMSP EAST (FT)	
N = 443066.77 E = 655632.22	150' FSL, 2627' FWL LAT. = 32.2105298'N LAT. = 32.2106669'N LONG. = 103.9552638'W	L N = 443099.57 E = 660927.38	Date of Survey
6.	LONG. = 103.9552565'W NMSP EAST (FT) N = 440530.44	0.74	
265	E = 658266.32	265	
SW CORNER SEC. 14 ≱ LAT. = 32.2102312′N ∞		≝ SE CORNER SEC. 14 ∽ LAT. = 32.2102810′N	
LONG. = 103.9637487 W	BOTTOM BLAT. = 32.2102547'N BLONG. = 103.9551948'W	8 LONG. = 103.9466437'W	Signature and Seal of Professional Surveyor:
NMSP EAST (FT) & N = 440412.71 Z	OF HOLE NMSP EAST (FT) N = 440430.47	NMSP EAST (FT) N = 440449.43	Certificate Number: ARAMILLO, LS 12797
E = 655642.49	$2625'$ $\overrightarrow{E} = 658288.01 $ S89'36'55'W 2646.17 FT S89'35'21'W 2645.35 FT	E = 660932.70	PROFESSIVE NO. 7028D
	509 J0 JJ W 2040.17 FT 🛔 509 JJ ZT W 2045.35 FT		

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

X AMENDED REPORT

Received by OCD: 4/20/2022 6:36:32 AM

API #

30-015-46722			
Operator Name:		Property Name:	Well Number
DEVON ENERGY P COMPANY, L.P.	RODUCTION	MR POTATO HEAD 11-14 FED COM	623H

Kick Off Point (KOP)

UL	Section	Township	Range	Lot	Feet	From N/S	Feet	From E/W	County
C	11	24S	29E		227	NORTH	2600	WEST	EDDY
	Latitude 32.2388019					3746			NAD 83

First Take Point (FTP)

UL	Section	Township	Range	Lot	^{Feet}	From N/S	Feet	From E/W	County
C	11	24S	29E		756	NORTH	2628	WEST	EDDY
	Latitude 32.2373474					2814			NAD 83

Last Take Point (LTP)

UL N	Section 14	Township 24S	Range 29E	Lot	Feet 150	From N/S SOUTH	Feet 2627	From E/W WEST	County EDDY
Latitude					Longitud	le		NAD	
32.2106669				103.9	103.9552565			83	

Y

Is this well the defining well for the Horizontal Spacing Unit?

Is this well an infill well?

Ν

If infill is yes please provide API if available, Operator Name and well number for Defining well for Horizontal Spacing Unit.

API #		
Operator Name:	Property Name:	Well Number
	•	

KZ 06/29/2018

State of New Mexico Energy, Minerals & Natural Resources Department OIL CONSERVATION DIVISION 1220 South St. Francis Dr. Santa Fe, NM 87505

X AMENDED REPORT

	WELL LOCATION AND ACREAGE DEDICATION PLAT										
¹ A	PI Number	r		² Pool Cod	le ³ Pool Name						
30-	015-4727	70		98220		PUR	PLE SAGE;	WOLFO	CAMP		
⁴ Property C	ode				⁵ Property	Name			6	Well Number	
32625	1			MR PC	TATO HEAD	11-14 FED COM	Ν			713H	
⁷ OGRID N	lo.				⁸ Operator	Name				⁹ Elevation	
6137		DEVON ENERGY PRODUCTION COMPANY, L.P.							3076.8		
					[™] Surfac	e Location					
UL or lot no.	Section	Township	Range	Lot Idn	Feet from the	North/South line	Feet from the	East/W	est line	County	
Α	11	24 S	29 E		300	NORTH	666	EA	ST	EDDY	
			пF	Bottom H	Iole Location	If Different Fr	om Surface				
UL or lot no.	Section	Township	Range	Lot Idn	Feet from the	North/South line	Feet from the	East/W	East/West line County		
Ο	14	24 S	29 E 20 SOUTH 1484 EAST						EDDY		
¹² Dedicated Acres	¹³ Joint	or Infill ¹⁴	Consolidatio	n Code	e ¹⁵ Order No.						
1280											

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.

N89'-	43'58"E 2654.99 FT N89'37'38"E 2652.93 FT		17 OPERATOR CERTIFICATION
HI BOILIER BEDI II	N/4 CORNER SEC. 11 KOP	NE CORNER SEC. 11	I hereby certify that the information contained herein is true and complete
	DNG. = 103.9551991'W FTP	DONG. = 103.9466205'W	to the best of my knowledge and belief, and that this organization either
NMSP EAST (FT) 49 N = 451030.14	NMSP EAST (FT) SURFACE / N = 451042.47 LOCATION S	NMSP EAST (FT)	owns a working interest or unleased mineral interest in the land including
E = 655595.01 🖏	E = 608249.00	$\stackrel{0}{\sim}$ E = 660901.66	the proposed bottom hole location or has a right to drill this well at this
≥ <i>KICK</i> % 280' FN	VL, 1520' FEL 11-14 FED COM 713H		location pursuant to a contract with an owner of such a mineral or working
	32.2386649'N ELEV. = 3076.8' = 103.9515355'W LAT. = 32.2386176'N (NAD83)	2 8 E/4 CORNER SEC. 11	interest, or to a voluntary pooling agreement or a compulsory pooling order
LAT. = 32.2321189'N	LONG. = 103.9487733 W		heretofore entered by the division.
NMSP EAST (FT) 612' FN	$\frac{1}{1531}$, $\frac{1}{FEL}$ = + - N = 450755.51	LONG. = 103.9466133'W NMSP EAST (FT)	Shanda Omount 4/12/2022
	32.2377523'N E = 660237.16 = 103.9515696'W	N = 448402.62 E = 660913.48	Signature Date
0 20			č
265		265	Shayda Omoumi
	$= \overline{SEC}, \overline{11} = $	ш б	Printed Name
17'2		12'2	shayda.omoumi@dvn.com
SECTION CORNER 8	QUARTER CORNER LAT. = 32!2248366'N	8 SECTION CORNER 0 LAT. = 32.2248497'N	E-mail Address
LONG. = 103.9637576'W S8	39′40′311™ LONG. = 103.9551903′W S89′41'35″W S49.90 FT NMSP EAST (FT) 2652.98 FT	LONG. = 103.9466130'W NMSP EAST (FT)	
N = 445720.12	N = 445735.13 E = 658270.76	$K_{\rm MMSF}$ LAST (11) $K_{\rm MMSF}$ N = 445749.34 E = 660923.11	¹⁸ SURVEYOR CERTIFICATION
E = 655621.49		2 - 000323.11	<i>I hereby certify that the well location shown on this plat</i>
265.1	AS-DRILLED	265(was plotted from field notes of actual surveys made by
M.T.		32"E	1 0 0 0 0 0 0
3,5,	SEC 14	05'3	me or under my supervision, and that the same is true
W/4 CORNER SEC. 14 0 LAT. = 32.2175269'N	BECT 14	8 E/4 CORNER SEC. 14 LAT. = 32.2175659'N	and correct to the best of my belief.
LONG. = 103.9637524'W		LONG. = 103.9466300'W	APRIL 6, 2022
NMSP EAST (FT) N = 443066.77	LAST TAKE POINT BOTTOM OF HOLE 148 FSL, 1486' FEL LAT. = 32.2105590'N	NMSP EAST (FT)	Date of Survey
E = 655632.22	LAT. = 32.2106744'N LONG. = 103.9514519'W LONG. = 103.9514459'W NMSP EAST (FT)	E = 660927.38	ME
22 7	N = 440545.27 E = 659445.24	2650	ANN ANN ANTH
SW CORNER SEC. 14 🛓 🔤	S/4 CORNER SEC. 14	SE CORNER SEC. 14	
LAT. = 32.2102312'N ♀	LAT. = 32.2102547'N	5 LAT. = 32.2102810'N 9 LONG. = 103.9466437'W	Signature and Seal of Projectional Surveyor:
NMSP EAST (FT)	NMSP EAST (FT)	8 NMSP EAST (FT)	
N = 440412.71 ≥ E = 655642.49	E = 658288.01	\tilde{O} N = 440449.43 E = 660932.70	Certificate Number: DAMON CLAB 24 TILLO, LS 12797
5897	36'55"W 2646.17 FT S89'35'21 W 2645.35 FT		· · · / SIUR VELTIO. /032F

API #

30-015-47270		
Operator Name:	Property Name:	Well Number
DEVON ENERGY PRODUCTION COMPANY, L.P.	MR POTATO HEAD 11-14 FED COM	713H

Kick Off Point (KOP)

UL B	Section 11	Township 24S	Range 29E	Lot	Feet 280	From N/S NORTH	Feet 1520	From E/W EAST	County EDDY
Latitu 32.2	^{de} 238664	9			Longitude 103.9515	5355			NAD 83

First Take Point (FTP)

UL	Section	Township	Range	Lot	Feet	From N/S	Feet	From E/W	County
B	11	24S	29E		612	NORTH	1531	EAST	EDDY
Latitu 32.2	^{de} 37752	3			Longitude 103.9515	5696			NAD 83

Last Take Point (LTP)

UL O	Section 14	Township 24S	Range 29E	Lot	Feet 148	From N/S SOUTH	Feet 1486	From E/W EAST	County EDDY
Latitude					Longitud	le		NAD	
32.2106744				103.9	514459		83		

Ν

Is this well the defining well for the Horizontal Spacing Unit?

Is this well an infill well?

_		
	Υ	

If infill is yes please provide API if available, Operator Name and well number for Defining well for Horizontal Spacing Unit.

API #		
Operator Name:	Property Name:	Well Number
	•	

KZ 06/29/2018

1220 S. St. Francis Dr., Santa Fe, NM 87505 Phone: (505) 476-3460 Fax: (505) 476-3462 State of New Mexico Energy, Minerals & Natural Resources Department OIL CONSERVATION DIVISION 1220 South St. Francis Dr. Santa Fe, NM 87505

WELL LOCATION AND A CREACE DEDICATION DLAT

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

X AMENDED REPORT

Page 34 of 65

-	WELE EXCEPTION AND ACKEAGE DEDICATION TEAT										
1 A	API Number	r		² Pool Cod	e		³ Pool Na	me			
20	015 1670			WOLE	CAM)					
30-	015-4670	JZ		98220	,	PUI	RPLE SAGE	;wolf	CAM		
⁴ Property C	Code				⁵ Property	Name			6	⁶ Well Number	
32625	1			MR PC	OTATO HEAD	11-14 FED COM	N			624H	
⁷ OGRID N	No.				⁸ Operator	Name				⁹ Elevation	
6137			DEV	ON ENE	RGY PRODUC	CTION COMPA	NY, L.P.			3077.1	
	¹⁰ Surface Location										
UL or lot no.	Section	Township	o Range	Lot Idn	Feet from the	North/South line	Feet from the	East/We	est line	County	
Α	11	24 S	29 E		300	NORTH	636	EAS	ST	EDDY	
			пE	Bottom H	Iole Location	If Different Fr	om Surface				
UL or lot no.	Section	Township	o Range	Lot Idn	Feet from the	North/South line	Feet from the	East/We	est line	County	
Р	14	24 S 29 E 116 SOUTH 869 EA								EDDY	
¹² Dedicated Acres	s ¹³ Joint	or Infill ¹⁴ Consolidation Code ¹⁵ Order No.									
1280											

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.



Received by OCD: 4/20/2022 6:36:32 AM

ĺ	API #	

30-015-46702			
Operator Name:		Property Name:	Well Number
DEVON ENERGY P COMPANY, L.P.	RODUCTION	MR POTATO HEAD 11-14 FED COM	624H

Kick Off Point (KOP)

UL	Section	Township	Range	Lot	Feet	From N/S	Feet	From E/W	County
A	11	24S	29E		244	NORTH	949	EAST	EDDY
	Latitude 32.2387691				Longitude 103.9496	6899			NAD 83

First Take Point (FTP)

UL	Section	Township	Range	Lot	Feet	From N/S	Feet	From E/W	County
A	11	24S	29E		729	NORTH	909	EAST	EDDY
Latitu 32.2	^{de} 237437	5			Longitude 103.9495	5577			NAD 83

Last Take Point (LTP)

UL P	Section 14	Township 24S	Range 29E	Lot	Feet 146	From N/S SOUTH	Feet 870	From E/W EAST	County EDDY
Latitude				Longitud			NAD		
32.2106746				103.9	494558		83		

Is this well the defining well for the Horizontal Spacing Unit? N

Is this well an infill well?

Y

If infill is yes please provide API if available, Operator Name and well number for Defining well for Horizontal Spacing Unit.

API #		
Operator Name:	 Property Name:	Well Number

KZ 06/29/2018

Federal Communitization Agreement

Contract No. _____

THIS AGREEMENT entered into as of the 1st day of September 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 24 South, Range 29 East, N.M.P.M. Section 11: E/2 E/2 Section 14: E/2 E/2 Eddy County, New Mexico

Containing <u>320</u> acres, and this agreement shall include only the <u>Bone Spring</u> formation underlying said lands and the oil, natural gas and associated liquid hydrocarbons hereafter referred to as "communitized substances," producible from such formation(s).

Mr. Potato Head 11-14 Fed Com 333H
- 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 Devon Energy Production Company, L.P., 333 W. Sheridan Ave., Oklahoma City, OK 73102. 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.
- 5. 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 lands included within the CA area are to be paid into the appropriate Unleased Lands 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 September 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 2year 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.

> Devon Energy Production Company, L.P. (Operator, Record Title and Operating Rights Owner)

By Lindsey N. Miles Date Manager, Land

ACKNOWLEDGMENT IN A REPRESENTATIVE CAPACITY

STATE OF OKLAHOMA

)) SS

COUNTY OF OKLAHOMA

This instrument was acknowledged before me on <u>40,0572nl</u>, 2021, by Lindsey N. Miles, as Manger, Land of Devon Energy Production Company, L.P., an Oklahoma limited partnership, on behalf of said limited partnership.



l'it la

Signature of Notarial Officer

My Commission Expires:

EXHIBIT "A"

Attached to and made a part of that Communitization Agreement dated September 1, 2021, embracing the E/2 E/2 of Sections 11 & 14, T-24-S, R-29-E, Eddy County, New Mexico, Bone Spring Formation

Operator of Communitized Area: Devon Energy Production Company, L.P.

Tract 1: USA NMNM-88134 (160.00 Acres)	11		•-•
Tract 2: USA NMNM-96222 (160.00 Acres)	14		

Mr. Potato Head 11-14 Fed Com 333H SHL: Sec. 11-24S-29E 300' FNL & 606' FEL BHL: Sec. 14-24S-29E 20' FSL & 330' FEL

EXHIBIT "B"

Attached to and made a part of that Communitization Agreement dated September 1, 2021, covering **320** acres, E/2 E/2 of Sections 11 and 14, Township 24 South, Range 29 East, Eddy County, New Mexico, Bone Spring Formation

Operator of Communitized Area: Devon Energy Production Company, L.P.

DESCRIPTION OF LEASES COMMITTED

Tract No. 1

Lease Serial Number:	NMNM 88134
Lease Date:	March 1, 1992
Lease Term:	10 Years
Lessor:	United States of America
Original Lessee:	Maralo Inc.
Description of Land Committed:	Township 24 South, Range 29 East Insofar and only insofar as said lease covers: Section 11: E/2 E/2
Number of Acres:	160.00
Current Lessee of Record:	Devon Energy Production Company, L.P
Royalty Rate:	12.50%
Name of Working Interest Owners:	Devon Energy Production Company, L.P. 100%
ORRI Owners:	Cornerstone Family Trust-John Kyle Thoma, Trustee Crownrock Minerals, LP George Vaught, Jr. Kimbell Royalty Holdings, LLC Kingdom Investments, Ltd. Rave Energy, Inc. Rusk Capital Management, LLC Taurus Royalty, LLC Lowe Partners, LP Chisos Minerals, LLC Jareed Partners, Ltd. Paul R. Barwis

•

Tract No. 2

Lease Serial Number:	NMNM 96222
Lease Date:	March 1, 1996
Lease Term:	10 Years
Lessor:	United States of America
Original Lessee:	Penwell Energy Inc.
Description of Land Committed:	Township 24 South, Range 29 East Insofar and only insofar as said lease covers: Section 14: E/2 E/2
Number of Acres:	160.00
Current Lessee of Record:	Devon Energy Production Company, L.P.
Royalty Rate:	12.50%
Name of Working Interest Owners:	Devon Energy Production Company, L.P. 100%
ORRI Owners:	Alan R. Hannifin Michelle R. Hannifin Frances A. Hannifin S&E Royalty, LLC FFF, Inc. MW Oil Investment Company, Inc. Wambaugh Exploration, LLC CBT/MAP 1998-A TKM Resources, LLC Jared Partners, Ltd. Chisos Minerals, LLC

.

Recapitalization

Tract No.	No. of Acres Committed	Percentage of Interest In Communitized Area
1	160.00	50.00%
2	160.00	50.00%
Total	320.00	100.00%

Federal Communitization Agreement

Contract No. _____

THIS AGREEMENT entered into as of the 1st day of September 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 24 South, Range 29 East, N.M.P.M. Section 11: All Section 14: All Eddy County, New Mexico

Containing <u>1280</u> acres, and this agreement shall include only the <u>Wolfcamp</u> formation underlying said lands and the oil, natural gas and associated liquid hydrocarbons 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 Devon Energy Production Company, L.P., 333 W. Sheridan Ave., Oklahoma City, OK 73102. 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.
- 5. 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 lands included within the CA area are to be paid into the appropriate Unleased Lands 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 September 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 2year 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.

> Devon Energy Production Company, L.P. (Operator, Record Title and Operating Rights Owner)

Date

By: AM Lindsey N. Miles Manager, Land

ACKNOWLEDGMENT IN A REPRESENTATIVE CAPACITY

STATE OF OKLAHOMA

)) SS)

COUNTY OF OKLAHOMA

This instrument was acknowledged before me on August 2nd, 2021, by Lindsey N. Miles, as Manager, Land of Devon Energy Production Company, L.P., an Oklahoma limited partnership, on behalf of said limited partnership.

(Seal)



lint Oak

My Commission Expires:

Signature of Notarial Officer

EXHIBIT "A"

Attached to and made a part of that Communitization Agreement dated September 1, 2021, embracing All of Sections 11 & 14, T-24-S, R-29-E, Eddy County, New Mexico, Wolfcamp Formation

Operator of Communitized Area: Devon Energy Production Company, L.P.

Tract 1: USA NMNM-88134 (560 Acres)	•*	11
Tract 2: USA NMNM-85892 (80.00 Acres)		14
Tract 3: USA NMNM-96222 (640.00 Acres)		

Mr. Potato Head 11-14 Fed Com 623H SHL: Sec. 11-24S-29E 350' FNL & 2,016' FWL BHL: Sec. 14-24S-29E 20' FSL & 2,638' FWL

EXHIBIT "B"

Attached to and made a part of that Communitization Agreement dated September 1, 2021, covering **1280** acres, All of Sections 11 and 14, Township 24 South, Range 29 East, Eddy County, New Mexico, Wolfcamp Formation

Operator of Communitized Area: Devon Energy Production Company, L.P.

DESCRIPTION OF LEASES COMMITTED

Tract No. 1

Lease Serial Number:	NMNM 88134
Lease Date:	March 1, 1992
Lease Term:	10 Years
Lessor:	United States of America
Original Lessee:	Maralo Inc.
Description of Land Committed:	Township 24 South, Range 29 East Section 11: N/2, N/2 S/2, S/2 SE/4
Number of Acres:	560.00
Current Lessee of Record:	Devon Energy Production Company, L.P
Royalty Rate:	12.50%
Name of Working Interest Owners:	Devon Energy Production Company, L.P. 100%
ORRI Owners:	Cornerstone Family Trust-John Kyle Thoma, Trustee Crownrock Minerals, LP George Vaught, Jr. Kimbell Royalty Holdings, LLC Kingdom Investments, Ltd. Rave Energy, Inc. Rusk Capital Management, LLC Taurus Royalty, LLC Lowe Partners, LP Chisos Minerals, LLC Jareed Partners, Ltd. Paul R. Barwis

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Tract No. 2

Lease Serial Number:	NMNM 85892
Lease Date:	December 1, 1990
Lease Term:	10 Years
Lessor:	United States of America
Original Lessee:	Pacific Enterprises Oil Company (USA)
Description of Land Committed:	Township 24 South, Range 29 East Section 11: S/2 SW/4
Number of Acres:	80.00
Current Lessee of Record:	Devon Energy Production Company, L.P.
Royalty Rate:	12.50%
Name of Working Interest Owners:	Devon Energy Production Company, L.P. 100%
ORRI Owners:	Cornerstone Family Trust-John Kyle Thoma, Trustee Crownrock Minerals, LP George Vaught, Jr. Kimbell Royalty Holdings, LLC Kingdom Investments, Ltd. Rave Energy, Inc. Rusk Capital Management, LLC Taurus Royalty, LLC Lowe Partners, LP Chisos Minerals, LLC Jareed Partners, Ltd. Paul R. Barwis

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Tract No. 3

Lease Serial Number:	NMNM 96222
Lease Date:	March 1, 1996
Lease Term:	10 Years
Lessor:	United States of America
Original Lessee:	Penwell Energy Inc.
Description of Land Committed:	Township 24 South, Range 29 East Insofar and only insofar as said lease covers: Section 14: All
Number of Acres:	640.00
Current Lessee of Record:	Devon Energy Production Company, L.P.
Royalty Rate:	12.50%
Name of Working Interest Owners:	Devon Energy Production Company, L.P. 100%
ORRI Owners:	Alan R. Hannifin Michelle R. Hannifin Frances A. Hannifin S&E Royalty, LLC FFF, Inc. MW Oil Investment Company, Inc. Wambaugh Exploration, LLC CBT/MAP 1998-A TKM Resources, LLC Jared Partners, Ltd. Chisos Minerals, LLC

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Recapitalization

Tract No.	No. of Acres Committed	Percentage of Interest In Communitized Area
1	560.00	43.75%
2	80.00	6.25%
3	640.00	50.00%
Total	1280.00	100.0000%

From:	McClure, Dean, EMNRD on behalf of Engineer, OCD, EMNRD
To:	Harms, Jenny
Cc:	McClure, Dean, EMNRD; Wrinkle, Justin, EMNRD; Powell, Brandon, EMNRD; lisa@rwbyram.com; Paradis, Kyle O; Walls, Christopher
Subject:	Approved Administrative Order PLC-859
Date:	Friday, October 14, 2022 12:40:11 PM
Attachments:	PLC859 Order.pdf

NMOCD has issued Administrative Order PLC-859 which authorizes Devon Energy Production Company, LP (6137) to surface commingle or off-lease measure, as applicable, the following wells:

Well API	Well Name	UL or Q/Q	S-T-R	Pool
30-015-46704	Mr Potato Head 11 14 Federal Com	E/2 E/2	11-24S-29E	96473
30-015-40/04	#333H	E/2 E/2	14-24S-29E	904/3
30-015-46702	Mr Potato Head 11 14 Federal Com	All	11-24S-29E	98220
30-015-40/02	#624H	All	14-24S-29E	98220
30-015-47270	Mr Potato Head 11 14 Federal Com	All	11-24S-29E	00220
30-013-4/2/0	#713H	All	14-24S-29E	98220

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

From:	Harms, Jenny
To:	McClure, Dean, EMNRD
Subject:	RE: [EXTERNAL] surface commingling application PLC-859
Date:	Friday, October 7, 2022 8:36:00 AM
Attachments:	imaeeO01.png MR_POTATO_HEAD_11_CTB_4_BLM_ATTACHMENTS_4_12_2022_20220412103352.pdf Print_Report(1).pdf

I apologize, my mistake. Please see approved BLM commingle.

Thank you, Jenny

From: McClure, Dean, EMNRD <Dean.McClure@emnrd.nm.gov> Sent: Friday, October 7, 2022 9:04 AM To: Harms, Jenny <Jenny.Harms@dvn.com> Subject: RE: [EXTERNAL] surface commingling application PLC-859

Hello Jenny,

Actually what I am looking for is the print off for the commingling project. If memory serves, the document included with the application does not have enough information on it to show that the BLM has been notified of this project. Instead, there should be a page that can be printed off that shows a list of the wells included.

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

From: Harms, Jenny <<u>Jenny, Harms@dvn.com</u>> Sent: Friday, October 7, 2022 7:59 AM To: McClure, Dean, EMNRD <<u>Dean.McClure@emnrd.nm.gov</u>> Subject: RE: [EXTERNAL] surface commingling application PLC-859

Good morning Dean,

I have provided the attached sundries with their attachments for the spacing change. All three sundries are in "AO" status at the BLM, meaning they are in their final stage of approval.

Thank you,

Jenny Harms Surface Landman

Devon Energy Corporation 333 West Sheridan Ave Oklahoma City OK 73102-5015 (405)552-6560

From: McClure, Dean, EMNRD <<u>Dean.McClure@emnrd.nm.gov</u>> Sent: Tuesday, October 4, 2022 1:35 PM To: Harms, Jenny <<u>Jenny.Harms@dvn.com</u>> Subject: RE: [EXTERNAL] surface commingling application PLC-859

I'm unsure if there are different tiers of certified mail which may affect the USPS's retention of the tracking information, but I have run across this in the past.

While it is unusual for full delivery of notifications to be achieved when there are greater than 10 noticed persons, it does occur and what we have will be fine for this application. My primary concern is that the USPS will sometimes return mail and then mark it as delivered; I speculate because technically the mail was delivered even if not to the intended recipient. When you reference confirmation of delivery, I assume this was something digital you received rather than a signed green card and as such wonder if some confirmations were received for returned mail. The initial indicator that this may have occurred is a significantly later delivery date and then further review of the tracking history will confirm one way or the other. Regardless, as stated before we should be fine for this application, and if Devon is now adopting a position of providing public notice then it shouldn't be an issue in the future.

Regarding confirmation of notice to the BLM; please print off the page from the BLM's site for the sundry submitted to them which should include a list of the wells and current status of the sundry.

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

From: Harms, Jenny <<u>Jenny, Harms@dvn.com</u>> Sent: Tuesday, October 4, 2022 12:13 PM To: McClure, Dean, EMNRD <<u>Dean, McClure@emnrd.nm.gov</u>> Subject: RE: [EXTERNAL] surface commingling application PLC-859

Dean,

I will attached the sundries in a separate email.

I do not have a copy of the original report from the post office. I received confirmation of delivery and marked it on the spreadsheet and then submitted to the NMOCD. I have an email from anther internal Devon contact that also confirmed delivery in this email (I have attached the email). I am wondering if they are not keep the tracking after a certain amount of months? How would you me to proceed?

Thank you, Jenny From: McClure, Dean, EMNRD <<u>Dean.McClure@emnrd.nm.gov</u>> Sent: Tuesday, October 4, 2022 1:08 PM To: Harms, Jenny <<u>Jenny.Harms@dvn.com</u>> Subject: RE: [EXTERNAL] surface commingling application PLC-859

Hello Jenny,

Please print off the sundries which were submitted to the BLM and provide them.

Regarding notice, do you have a copy of the original report? After status, of most interest from it is the date of delivery. I currently receive the below error when attempting to receive a report now. Diversely, are the tracking numbers correct?

Tracking Number: 9405509898642921147205

Copy 🕺 🛠 Add to Informed Delivery

Label Created, not yet in system

A status update is not yet available on your Priority Mail[®] package. It will be available when the shipper provides an update or the package is delivered to USPS. Check back soon.

Sign up for Informed Delivery[®] to receive notifications for packages addressed to you.

If you'd like to see the tracking information for an item sent in the past, go to USPS Tracking Plus® Archives.

USPS Tracking Plus[™] Archives

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

From: Harms, Jenny <<u>Jenny, Harms@dvn.com</u>> Sent: Monday, October 3, 2022 6:09 AM To: McClure, Dean, EMNRD <<u>Dean.McClure@emnrd.nm.gov</u>> Subject: RE: [EXTERNAL] surface commingling application PLC-859

Good morning Dean,

After researching the below, the 624H and 713H had sundries submitted to the BLM for spacing changes that have not been approved yet, would you like me to provide you a submitted copy? I will reach out to the BLM and try to see they can be approved soon to help clear up the 1280 spacing. The 623H was drilled right down the middle of the section line expanding the spacing of the drilling section to become 1280 instead of two separate 640's.

I have attached the tracking for the owners that were notified of the commingle application. When the tracking came back all parties were a successful delivery status.

I appreciate your help working on these commingles.

Thank you,

Jenny Harms Surface Landman

Devon Energy Corporation 333 West Sheridan Ave Oklahoma City OK 73102-5015 (405)552-6560

From: McClure, Dean, EMNRD <<u>Dean.McClure@emnrd.nm.gov</u>> Sent: Friday, September 30, 2022 5:23 PM To: Harms, Jenny <<u>Jenny.Harms@dvn.com</u>> Subject: [EXTERNAL] surface commingling application PLC-859

Ms. Harms,

I am reviewing surface commingling application PLC-859 which involves a commingling project that includes the Mr Potato Head 11 CTB 4 and is operated by Devon Energy Production Company, LP (6137).

Please confirm the HSU for the wells below. Within the application, the HSU is the entirety of the sections, but they are currently assigned HSUs taking up only the E/2 of both sections.

30-015-46702	Mr Potato Head 11 14	E/2	/2 11-248-29E	98220
30-013-40/02	Federal Com #624H	E/2	14-24S-29E	98220
30-015-47270	Mr Potato Head 11 14	E/2	11-24S-29E	98220
30-015-4/2/0	Federal Com #713H	E/2	14-24S-29E	98220

Please print off the page from the BLM submittal which lists the wells included and provide to me.

Remove X

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Please confirm the tracking numbers for the notifications provided for this application. The tracking numbers included return errors within the USPS system.

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

Confidentiality Warning: This message and any attachments are intended only for the use of the intended recipient(s), are confidential, and may be privileged. If you are not the intended recipient, you are hereby notified that any review, retransmission, conversion to hard copy, copying, circulation or other use of all or any portion of this message and any attachments is strictly prohibited. If you are not the intended recipient, please notify the sender immediately by return e-mail, and delete this message and any attachments from your system.

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

APPLICATION FOR SURFACE COMMINGLING SUBMITTED BY DEVON ENERGY PRODUCTION COMPANY, LP

ORDER NO. PLC-859

<u>ORDER</u>

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

FINDINGS OF FACT

- 1. Devon Energy Production Company, LP ("Applicant") submitted a complete application to surface commingle the oil and gas production from the pools, leases, and wells identified in Exhibit A ("Application").
- 2. Applicant proposed a method to allocate the oil and gas production to the pools, leases, and wells to be commingled.
- 3. To the extent that ownership is identical, Applicant submitted a certification by a licensed attorney or qualified petroleum landman that the ownership in the pools, leases, and wells to be commingled is identical as defined in 19.15.12.7.B. NMAC.
- 4. To the extent that ownership is diverse, Applicant provided notice of the Application to all persons owning an interest in the oil and gas production to be commingled, including the owners of royalty and overriding royalty interests, regardless of whether they have a right or option to take their interests in kind, and those persons either submitted a written waiver or did not file an objection to the Application.
- 5. Applicant provided notice of the Application to the Bureau of Land Management ("BLM") or New Mexico State Land Office ("NMSLO"), as applicable.
- 6. Applicant certified the commingling of oil and gas production from the pools, leases, and wells will not in reasonable probability reduce the value of the oil and gas production to less than if it had remained segregated.
- 7. Applicant in the notice for the Application stated that it sought authorization to prospectively include additional pools, leases, and wells in accordance with 19.15.12.10.C.(4)(g) NMAC.
- 8. Applicant stated that it sought authorization to surface commingle and off-lease measure, as applicable, oil and gas production from wells which have not yet been approved to be drilled, but will produce from a pool and lease identified in Exhibit A.
- 9. Applicant submitted or intends to submit one or more proposed communitization agreement(s) ("Proposed Agreement(s)") to the BLM or NMSLO, as applicable, identifying

Order No. PLC-859

the acreage of each lease to be consolidated into a single pooled area ("Pooled Area"), as described in Exhibit B.

CONCLUSIONS OF LAW

- 10. 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, 70-2-16, and 70-2-17, 19.15.12. NMAC, and 19.15.23. NMAC.
- 11. Applicant satisfied the notice requirements for the Application in accordance with 19.15.12.10.A.(2) NMAC, 19.15.12.10.C.(4)(c) NMAC, and 19.15.12.10.C.(4)(e) NMAC, as applicable.
- 12. Applicant satisfied the notice requirements for the Application in accordance with 19.15.23.9.A.(5) NMAC and 19.15.23.9.A.(6) NMAC, as applicable.
- 13. Applicant's proposed method of allocation, as modified herein, complies with 19.15.12.10.B.(1) NMAC or 19.15.12.10.C.(1) NMAC, as applicable.
- 14. Commingling of oil and gas production from state, federal, or tribal leases shall not commence until approved by the BLM or NMSLO, as applicable, in accordance with 19.15.12.10.B.(3) NMAC and 19.15.12.10.C.(4)(h) NMAC.
- 15. Applicant satisfied the notice requirements for the subsequent addition of pools, leases, and wells in the notice for the Application, in accordance with 19.15.12.10.C.(4)(g) NMAC. Subsequent additions of pools, leases, and wells within Applicant's defined parameters, as modified herein, will not, in reasonable probability, reduce the commingled production's value or otherwise adversely affect the interest owners in the production to be added.
- 16. By granting the Application with the conditions specified below, this Order prevents waste and protects correlative rights, public health, and the environment.

<u>ORDER</u>

1. Applicant is authorized to surface commingle oil and gas production from the pools, leases, and wells identified in Exhibit A.

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 or gas title transfer meter described in Exhibit A.

Applicant is authorized to surface commingle oil and gas production from wells not included in Exhibit A but that produce from a pool and lease identified in Exhibit A.

Applicant is authorized to store and measure oil and gas production off-lease from wells not included in Exhibit A but that produce from a pool and lease identified in Exhibit A at a central tank battery or gas title transfer meter described in Exhibit A.

2. For each Pooled Area described in Exhibit B, Applicant shall submit a Proposed Agreement to the BLM or NMSLO, as applicable, prior to commencing oil and gas production. If

Order No. PLC-859

Applicant fails to submit the Proposed Agreement, this Order shall terminate on the following day.

No later than sixty (60) days after the BLM or NMSLO approves or denies a Proposed Agreement, Applicant shall submit a Form C-103 to OCD with a copy of the decision and a description of the approved lands, as applicable. If Applicant withdraws or the BLM or NMSLO denies a Proposed Agreement, this Order shall terminate on the date of such action, and Applicant shall cease commingling the production from the Pooled Area. If the BLM or NMSLO approves but modifies the Proposed Agreement(s), Applicant shall comply with the approved Agreement(s), and no later than sixty (60) days after such decision, Applicant shall submit a new surface commingling application to OCD to conform this Order with the approved Agreement(s). If Applicant fails to submit the new surface commingling application, this Order shall terminate on the date of such action.

Applicant shall allocate the oil and gas production to each lease within a Pooled Area in proportion to the acreage that each lease bears to the entire acreage of the Pooled Area described in Exhibit B until the Proposed Agreement which includes the Pooled Area is approved. After the Proposed Agreement is approved, the oil and gas production from the Pooled Area shall be allocated as required by the BLM's or NMSLO's, as applicable, approval of the Agreement, including any production that had been allocated previously in accordance with this Order.

- 3. The allocation of oil and gas production to wells not included in Exhibit A but that produce from a pool and lease identified in Exhibit A shall be determined in the same manner as to wells identified in Exhibit A that produce from that pool and lease, provided that if more than one allocation method is being used or if there are no wells identified in Exhibit A that produce from the pool and lease, then allocation of oil and gas production to each well not included in Exhibit A shall be determined by OCD prior to commingling production from it with the production from another well.
- 4. The oil and gas production for each well identified in Exhibit A shall be separated and metered prior to commingling it with production from another well.
- 5. Applicant shall measure and market the commingled oil at a central tank battery described in Exhibit A in accordance with this Order and 19.15.18.15. NMAC or 19.15.23.8. NMAC.
- 6. Applicant shall measure and market the commingled gas at a well pad, central delivery point, central tank battery, or gas title transfer meter described in Exhibit A in accordance with this Order and 19.15.19.9. NMAC, provided however that if the gas is vented or flared, and regardless of the reason or authorization pursuant to 19.15.28.8.B. NMAC for such venting or flaring, Applicant shall measure or estimate the gas in accordance with 19.15.28.8.E. NMAC.
- 7. Applicant shall calibrate the meters used to measure or allocate oil and gas production in accordance with 19.15.12.10.C.(2) NMAC.

Order No. PLC-859

- 8. If the commingling of oil and gas production from any pool, lease, or well reduces the value of the commingled oil and gas production to less than if it had remained segregated, no later than sixty (60) days after the decrease in value has occurred Applicant shall submit a new surface commingling application to OCD to amend this Order to remove the pool, lease, or well whose oil and gas production caused the decrease in value. If Applicant fails to submit a new application, this Order shall terminate on the following day, and if OCD denies the application, this Order shall terminate on the date of such action.
- 9. Applicant may submit an application to amend this Order to add pools, leases, and subsequently drilled wells with spacing units adjacent to or within the tracts commingled by this Order by submitting a Form C-107-B in accordance with 19.15.12.10.C.(4)(g) NMAC, provided the pools, leases, and subsequently drilled wells are within the identified parameters included in the Application.
- 10. If a well is not included in Exhibit A but produces from a pool and lease identified in Exhibit A, then Applicant shall submit Forms C-102 and C-103 to the OCD Engineering Bureau after the well has been approved to be drilled and prior to off-lease measuring or commingling oil or gas production from it with the production from another well. The Form C-103 shall reference this Order and identify the well, proposed method to determine the allocation of oil and gas production to it, and the location(s) that commingling of its production will occur.
- 11. Applicant shall not commence commingling oil or gas production from state, federal, or tribal leases until approved by the BLM or NMSLO, as applicable.
- 12. If OCD determines that Applicant has failed to comply with any provision of this Order, OCD may take any action authorized by the Oil and Gas Act or the New Mexico Administrative Code (NMAC).
- 13. 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

ADRIENNE E. SANDOVAL DIRECTOR

DATE: 10/13/2022

State of New Mexico Energy, Minerals and Natural Resources Department

Exhibit A

Order: PLC-859 Operator: Devon Energy Production Company, LP (6137) Central Tank Battery: Mr Potato Head 11 Central Tank Battery 4 Central Tank Battery Location: UL H, Section 11, Township 24 South, Range 29 East Gas Title Transfer Meter Location: UL H, Section 11, Township 24 South, Range 29 East

Pools	
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Pool Name	Pool Code
PIERCE CROSSING; BONE SPRING, EAST	96473
PURPLE SAGE; WOLFCAMP (GAS)	98220

Leases as defined in 19.15.12.7(C) NMAC				
Lease	UL or Q/Q	S-T-R		
NMNM 088134	All minus M N	11-24S-29E		
NMNM 085892	M N	11-24S-29E		
NMNM 096222	All	14-24S-29E		

Wells Well API Well Name UL or Q/Q S-T-R Pool Mr Potato Head 11 14 Federal Com E/2 E/2 11-24S-29E 30-015-46704 96473 #333H E/2 E/2 14-24S-29E Mr Potato Head 11 14 Federal Com All 11-24S-29E 30-015-46702 98220 #624H All 14-24S-29E Mr Potato Head 11 14 Federal Com All 11-24S-29E 30-015-47270 98220 #713H 14-24S-29E All

State of New Mexico Energy, Minerals and Natural Resources Department

Exhibit B

Order: PLC-859

Operator: Devon Energy Production Company, LP (6137)

Pooled Areas				
Pooled Area	UL or Q/Q	S-T-R	Acres	Pooled Area ID
CA Wolfcamp NMNM 105738380	All	11-24S-29E	1280	٨
CA woncamp rown in 105756560	All	14-24S-29E	1200	A
CA Bone Spring NMNM 105738379	E/2 E/2	11-24S-29E	320	В
CA bolle spring maintai 105/565/9	E/2 E/2	14-24S-29E	320	D

Leases Comprising Pooled Areas

Lease	UL or Q/Q	S-T-R	Acres	Pooled Area ID
NMNM 088134	All minus M N	11-24S-29E	560	Α
NMNM 085892	M N	11-24S-29E	80	Α
NMNM 096222	All	14-24S-29E	640	Α
NMNM 088134	E/2 E/2	11-24S-29E	160	B
NMNM 096222	E/2 E/2	14-24S-29E	160	В

District I 1625 N. French Dr., Hobbs, NM 88240 Phone:(575) 393-6161 Fax:(575) 393-0720 District II

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

District III

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

District IV

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

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

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Action 100061

CONDITIONS

Operator:	OGRID:	
DEVON ENERGY PRODUCTION COMPANY, LP	6137	
333 West Sheridan Ave.	Action Number:	
Oklahoma City, OK 73102	100061	
	Action Type:	
	[C-107] Surface Commingle or Off-Lease (C-107B)	

CONDITIONS				
Created By	Condition	Condition 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.	10/14/2022		