| Received by | 000 | S /1 | 7/2021 | 10:58:00 AM | |
|-------------|-----|-------------|--------|-------------|--|
| | | | | | |

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



| Well Name | Well Number | US Well Number | Lease Number | Case Number | Operator |
|---------------|-------------|----------------|--------------|-------------|----------|
| NORTH ALAMITO | 240H | 3004321267 | NMNM36943 | NMNM135229A | DJR |
| NORTH ALAMITO | 238H | 3004321211 | NMNM36943 | NMNM36943 | DJR |

Notice of Intent

Sundry ID: 1516828

Type of Submission: Notice of Intent

Date Sundry Submitted: 03/01/2021

Type of Action: Other

Time Sundry Submitted: 10:50

Date proposed operation will begin: 01/01/2021

Procedure Description: NOI to install/use Gas Lift, Coriolis, Magmeter & LACT Unit DJR received BLM approval for use of Coriolis Meters, Liquids Commingling and use of LACT Unit on 09/30/20. The subject well is one of two wells on a pad and is part of DJRs Chaco Trunk Gathering System. DJR intends to install Gas Lift and has assigned the following meter types. Wellhead, Injection/Gas Lift, Buyback, Sales into pipeline. For allocation purposes only, after separation, oil and produced water will be measured on Lease using a Coriolis Meter and Electromagnetic Flow Meter. Oil and produced water will be commingled in the well pad tank battery. Commingled oil and produced water will leave the tank battery and be measured midstream using a on lease Coriolis Meter. Natural gas and commingled liquids will be pumped from the well pad through a pipeline system to DJRs North Alamito Unit Central Liquids Facility where the oil and produced water will be received and separated. Custody transfer of oil sold directly to Marathon Petroleum Corporation will be measured at the LACT Meter. Natural gas will be measured and sold directly to Enterprise. DJR intends to dispose/inject produced water from this well into DJRs North Alamito Unit SWD #001, SWD-2255, API 30-045-38185. Gas meters will be calibrated in accordance with BLM Onshore Order 5 and LACT Unit will meet BLM requirements of Onshore Order 4 respectively. Attached is a schematic of the well pad showing process flow, placement of on lease Coriolis Meters, Magmeters. North Alamito Unit Central Liquids Facility block flow diagram, and initial LACT Meter Proving Data.

Surface Disturbance

Is any additional surface disturbance proposed?: No

NOI Attachments

Procedure Description

238H_240H_schematic_20210301105001.pdf

Conditions of Approval

Additional Reviews

1516828_238H_3004321267_et_al_KR_09172021_20210917081108.pdf

Operator Certification

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 submission of Form 3160-5 or a Sundry Notice.

Operator Electronic Signature: SHAW-MARIE FORD

Signed on: MAR 01, 2021 10:50 AM

Name: DJR OPERATING LLC

Title: Regulatory Specialist

Street Address: 1 Road 3263

State: NM

State:

Phone: (505) 632-3476

City: Aztec

Email address: sford@djrllc.com

Field Representative

Representative Name:

Street Address:

City:

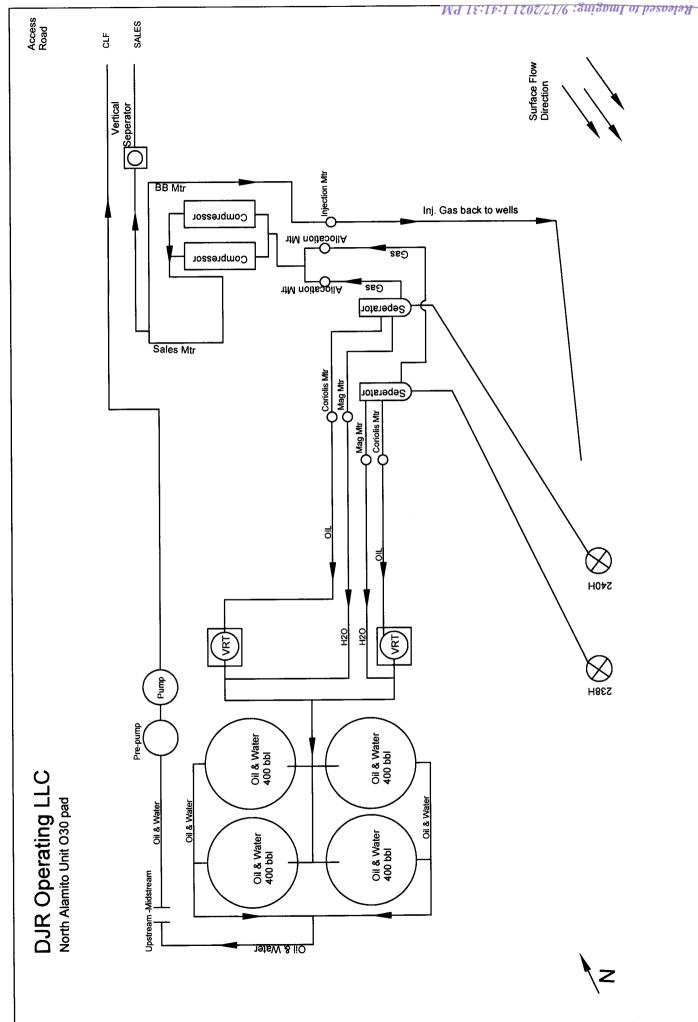
Phone:

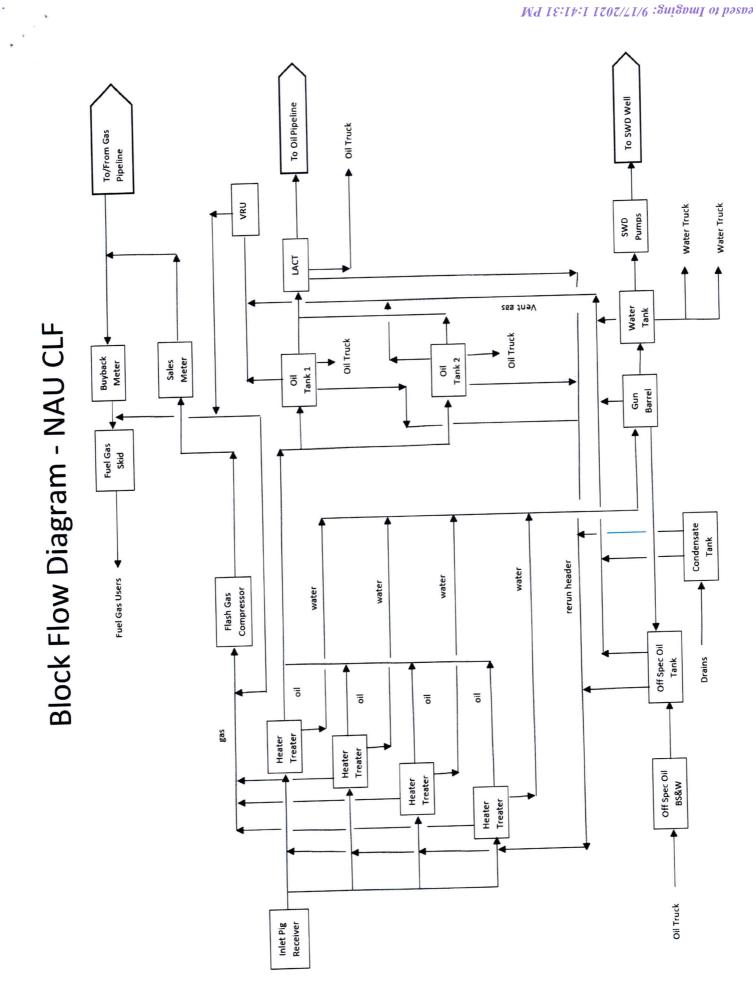
Email address:

BLM Point of Contact

BLM POC Name: KENNETH G RENNICK BLM POC Phone: 5055647742 Disposition: Approved Signature: Kenneth Rennick BLM POC Title: Petroleum Engineer BLM POC Email Address: krennick@blm.gov Disposition Date: 09/17/2021

Zip:





UNITED STATES DEPARTMENT OF THE INTERIOR BUREAU OF LAND MANAGEMENT FARMINGTON DISTRICT OFFICE

6251 COLLEGE BLVD. FARMINGTON, NEW MEXICO 87402

Application to Install/ Use Gas Lift, Coriolis, Magmeter, and LACT Unit:

CONDITIONS OF APPROVAL

1. This agency reserves the right to modify or rescind approval whenever it determines continued use of the described method may adversely affect environment and production allocation.

K. Rennick 9/17/2021

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

COMMENTS

| Operator: | OGRID: |
|--------------------|-------------------------------------|
| DJR OPERATING, LLC | 371838 |
| 1 Road 3263 | Action Number: |
| Aztec, NM 87410 | 49728 |
| | Action Type: |
| | [C-103] NOI General Sundry (C-103X) |

COMMENTS

| Created By | Comment | Comment Date |
|------------|---------------------|--------------|
| jagarcia | Accepted for record | 9/17/2021 |

COMMENTS

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Action 49728

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

CONDITIONS

| GRID: |
|-------------------------------------|
| 371838 |
| ction Number: |
| 49728 |
| ction Type: |
| [C-103] NOI General Sundry (C-103X) |
| |

CONDITIONS

| Created By | Condition | Condition Date |
|------------|-----------|----------------|
| jagarcia | None | 9/17/2021 |

CONDITIONS

Page 7 of 7

Action 49728