

District I (575) 393-6161  
 1625 N. French Dr., Hobbs, NM 88240  
 District II (575) 748-1283  
 811 S. First St., Artesia, NM 88210  
 District III (505) 334-6178  
 1000 Rio Brazos Road, Aztec, NM 87410  
 District IV (505) 827-8198  
 1220 S. St. Francis Dr., Santa Fe, NM 87505

State of New Mexico  
 Energy Minerals and Natural Resources

Oil Conservation Division  
 1220 South St. Francis Dr.  
 Santa Fe, NM 87505

Form C-106  
 Revised August 1, 2011

C106-907

ACT Permit No.

**NOTICE OF INTENTION TO UTILIZE AUTOMATIC CUSTODY TRANSFER EQUIPMENT**Operator Franklin Mountain Energy, LLCAddress 44 Cook Street, Suite 1000, Denver, CO 80206 County DenverLease(s) to be served by this ACT Unit NM-45706, NM-NM-138897 and Fee \_\_\_\_\_

Pool(s) to be served by this ACT Unit:

[98185] WC-025 G-09 S253502B; LWR BONE SPRING; BONE SPRING [98187] WC-025 G-09 S253502D; UPR WOLFCAMPLocation of ACT System: Unit B Section 1 Township 25S Range 35E

Order No. authorizing commingling between leases if more than one lease is to be served by this system.

PLC-791 Date 12/22/2021

Order No. authorizing commingling between pools if more than one pool is to be served by this system

PLC-791 Date 12/22/2021Authorized transporter of oil from this system SCM Crude, LLC.Transporter's address 5825 N Sam Houston Pkwy W. Ste. 150, Houston TX 77070

Maximum expected daily through-put for this system: 3 LACTS; for max capacity of 32,000 BPD. Expected peak production of 22,500BPD

If system fails to transfer oil due to malfunction or otherwise, waste by overflow will be averted by:

CHECK ONE: A. ☒ Automatic shut-down facilities as required by 19.15.18.15.C(8) NMAC B. ☐ Providing adequate available capacity to receive production during maximum unattended time of lease operation 19.15.18.15.C(9) NMAC

If "A" above is checked, will flowing wells be shut-in at the header manifold or at the wellhead?

Wellhead Maximum well-head shut-in pressure 5000 PSI

If "B" above is checked, how much storage capacity is available above the normal high working level of the surge tank BBLS.  
 What is the normal maximum unattended time of lease operation? Hours.

What device will be used for measuring oil in this ACT unit?

CHECK ONE: ☐ Positive displacement meter ☐ Weir-type measuring vessel  
☐ Positive volume metering chamber ☒ Other; describe \_\_\_\_\_

Remarks: In the event of a malfunction, Operator has the ability to utilize either option A or B to manage volumes, the LACT's will sell to pipeline.

**OPERATOR:**

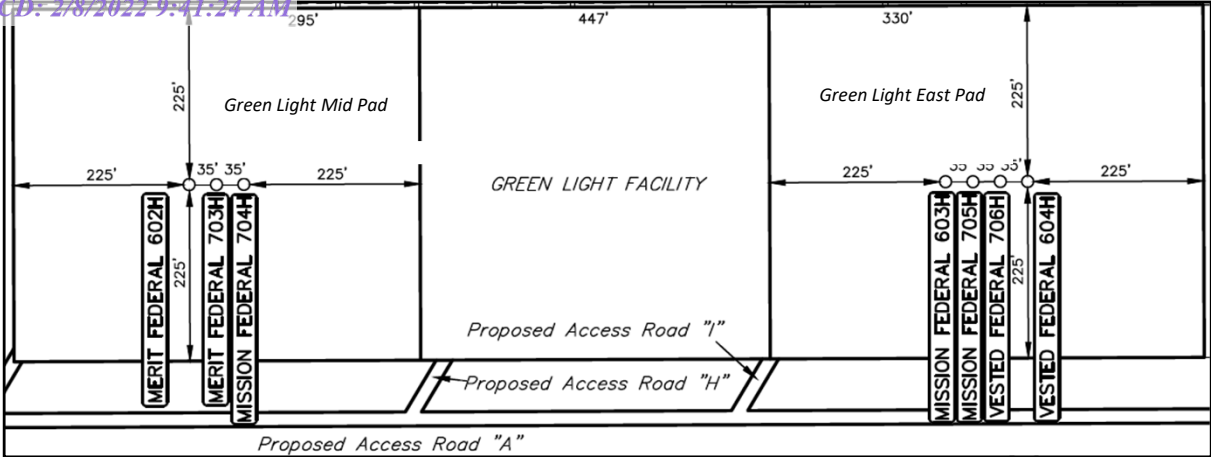
I hereby certify above information is true and complete to best of my knowledge and subject ACT system will be installed and operated in accordance with Rule 19.15.18.15 NMAC. Approval of this Form C-106 does not eliminate necessity of an approved C-104 prior to running any oil or gas from this system.

Signature [Signature]Printed Name & Title Dir Ops Planning & RegulatoryE-mail Address roverbey@fmelle.comDate 2/7/2022 Telephone 720-414-7868**OIL CONSERVATION DIVISION**Approved by: Dean R McClureTitle: Petroleum EngineerDate: 03/07/2022

**Operation of the equipment shall be performed in compliance with 19.15.18.15 NMAC.**

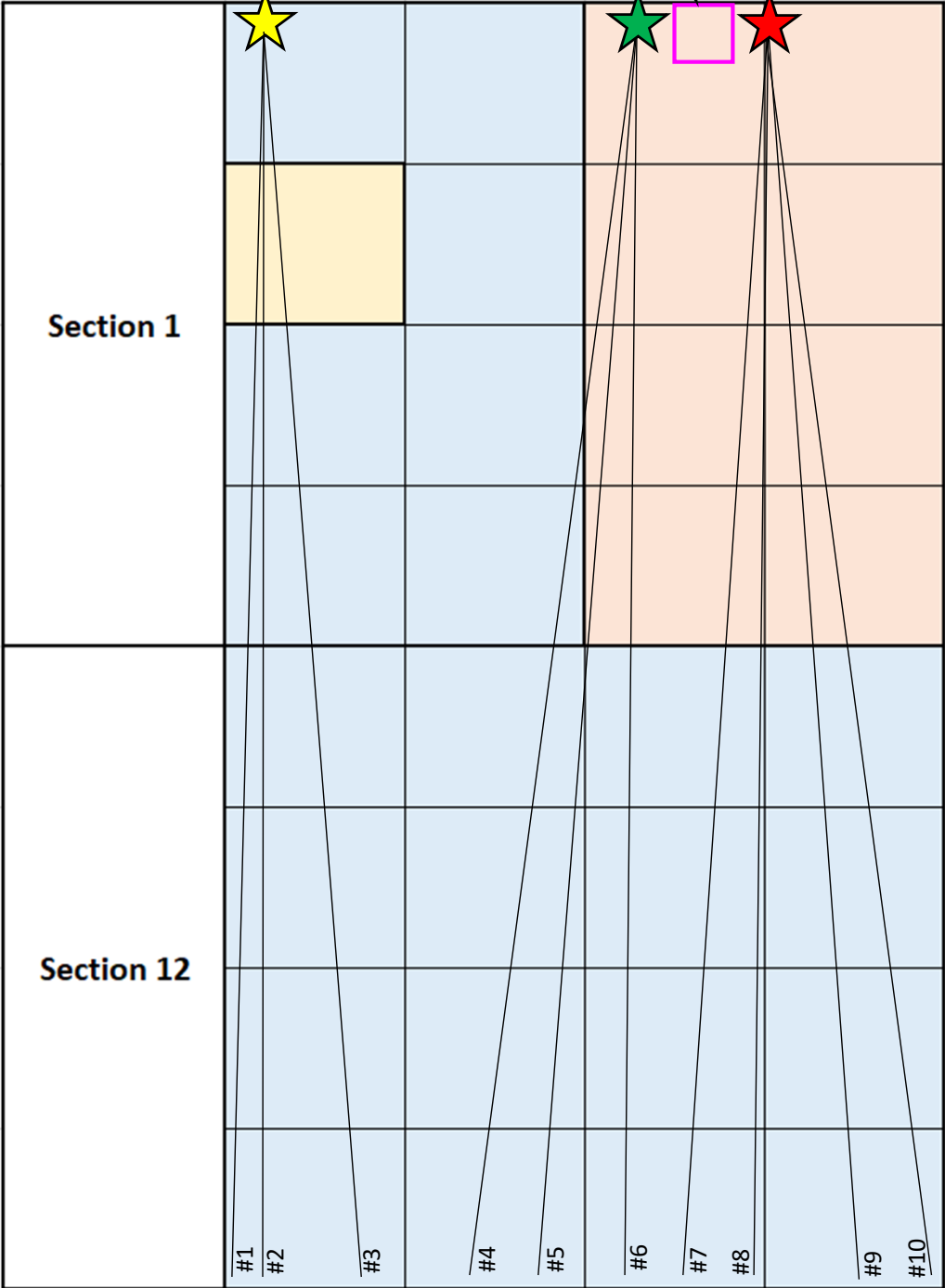
**INSTRUCTIONS:** Submit one copy of Form C-106 with following attachments to appropriate district office.

- 1) Lease plat showing all wells which will be produced in ACT system.
- 2) Schematic diagram of battery and ACT equipment showing all major components and means employed to prove accuracy of measuring device.
- 3) Letter from transporter agreeing to utilization of ACT system as shown on schematic diagram.



- ★ Green Light West Pad
  - Clincher Fed Com 601H
  - Clincher Fed Com 701H
  - Clincher Fed Com 702H
- ★ Green Light Mid Pad
  - Merit Federal 602H
  - Merit Federal 703H
  - Mission Fed Com 704H
- ★ Green Light East Pad
  - Mission Fed Com 603H
  - Mission Fed Com 705H
  - Vested Fed Com 604H
  - Vested Fed Com 706H
- Green Light CTB

|                |           |
|----------------|-----------|
| Section 1      | FEE       |
| Section 12     | NM-45706  |
| Section 1 & 12 | NM-138897 |



| Plat No. | Well Names            | Formation   | Unit Description                                                                                                                       | Unit Acres | NMOCD Pooling Order |
|----------|-----------------------|-------------|----------------------------------------------------------------------------------------------------------------------------------------|------------|---------------------|
| 1        | Clincher Fed Com 701H | Wolfcamp    | Lot 4, SW/4NW/4, W/2SW/4 Sec 1, 25S-35E<br>Lot 1, SE/4NE/4, E/2SE/4 Sec 2, 25S-35E<br>E/2E/2 Sec 11, 25S-35E<br>W/2W/2 Sec 12, 25S-35E | 641.51     | R-21646             |
| 2        | Clincher Fed Com 601H | Bone Spring | Lot 4, SW/4NW/4, W/2SW/4 Sec 1, 25S-35E<br>W/2W/2 Sec 12, 25S-35E                                                                      | 320.7      | R-21645             |
| 3        | Clincher Fed Com 702H | Wolfcamp    | Lots 3 & 4, S/2NW/4, SW/4 Sec 1, 25S-35E<br>W/2 Sec 12, 25S-35E                                                                        | 641.2      | R-21647             |
| 4        | Merit Federal 602H    | Bone Spring | Lot 3, SE/4NW/4, E/2SW/4 Sec 1, 25S-35E<br>E/2W/2 Sec 12, 25S-35E                                                                      | 320.5      | N/A                 |
| 5        | Merit Federal 703H    | Wolfcamp    | Lots 3 & 4, S/2NW/4, SW/4 Sec 1, 25S-35E<br>W/2 Sec 12, 25S-35E                                                                        | 641.2      | R-21647             |
| 6        | Mission Fed Com 704H  | Wolfcamp    | Lots 1 & 2, S/2NE/4, SE/4 Sec 1, 25S-35E<br>E/2 Sec 12, 25S-35E                                                                        | 640.4      | R-21714             |
| 7        | Mission Fed Com 603H  | Bone Spring | Lot 2, SW/4NE/4, W/2SE/4 Sec 1, 25S-35E<br>W/2E/2 Sec 12, 25S-35E                                                                      | 320.3      | R-21715             |
| 8        | Mission Fed Com 705H  | Wolfcamp    | Lots 1 & 2, S/2NE/4, SE/4 Sec 1, 25S-35E<br>E/2 Sec 12, 25S-35E                                                                        | 640.4      | R-21714             |
| 9        | Vested Fed Com 706H   | Wolfcamp    | Lots 1 & 2, S/2NE/4, SE/4 Sec 1, 25S-35E<br>E/2 Sec 12, 25S-35E                                                                        | 640.4      | R-21714             |
| 10       | Vested Fed Com 604H   | Bone Spring | Lot 1, SE/4NE/4, E/2SE/4 Sec 1, 25S-35E<br>E/2E/2 Sec 12, 25S-35E                                                                      | 320.1      | R-21713             |



Well Name: CLINCHER FED COM 701H  
Pool: WC-025 G-09 S253502D; UPR WOLFCAMP [98187]  
API: 30-025-48809  
Location: SHL: D- Section 1-25S-35E, BHL: M-Section 12-25S-35E

Well Name: CLINCHER FED COM 601H  
Pool: WC-025 G-09 S253502B; LWR BONE SPRING [98185]  
API: 30-025-48808  
Location: SHL: D- Section 1-25S-35E, BHL: M-Section 12-25S-35E

Well Name: CLINCHER FED COM 702H  
Pool: WC-025 G-09 S253502D; UPR WOLFCAMP [98187]  
API: 30-025-48810  
Location: SHL: D- Section 1-25S-35E, BHL: M-Section 12-25S-35E

Well Name: MERIT FEDERAL 602H  
Pool: WC-025 G-09 S253502B; LWR BONE SPRING [98185]  
API: 30-025-48619  
Location: SHL: B- Section 1-25S-35E, BHL: N-Section 12-25S-35E

Well Name: MERIT FEDERAL 703H  
Pool: WC-025 G-09 S253502D; UPR WOLFCAMP [98187]  
API: 30-025-48620  
Location: SHL: B- Section 1-25S-35E, BHL: N-Section 12-25S-35E

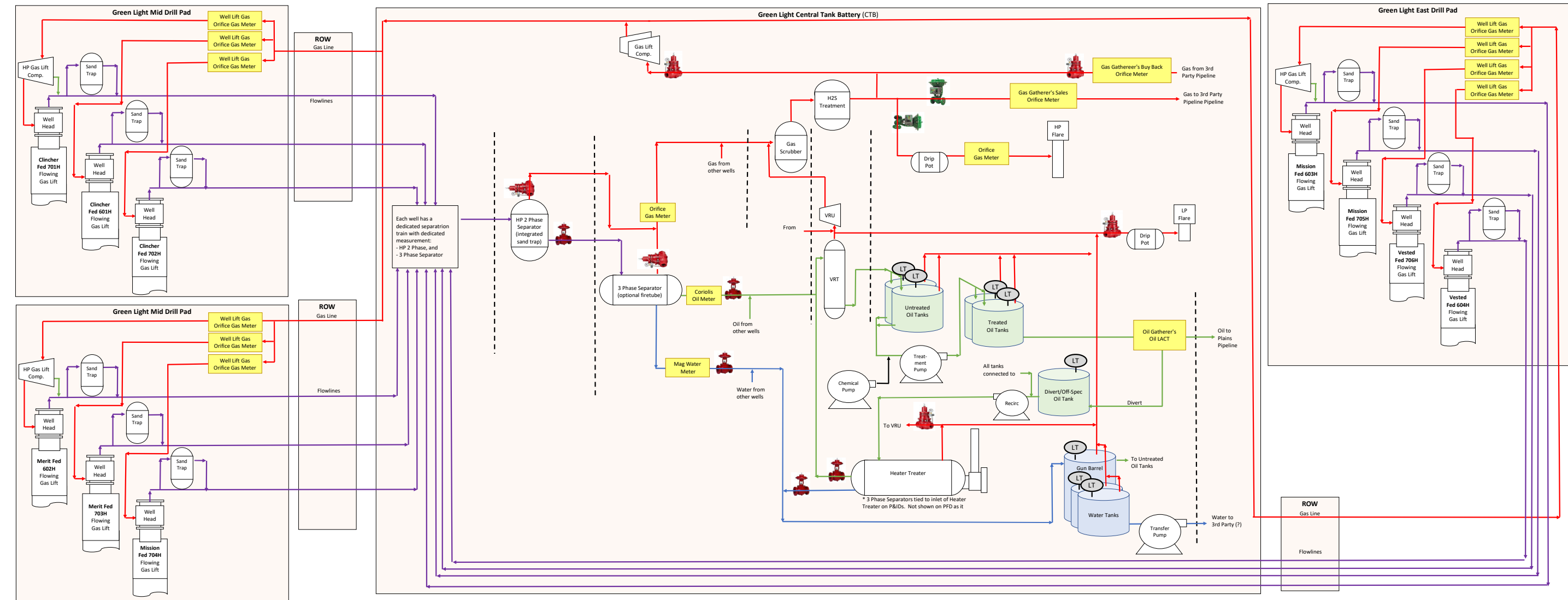
Well Name: MISSION FED COM 704H  
Pool: WC-025 G-09 S253502D; UPR WOLFCAMP [98187]  
API: 30-025-48622  
Location: SHL: B- Section 1-25S-35E, BHL: O-Section 12-25S-35E

Well Name: MISSION FED COM 603H  
Pool: WC-025 G-09 S253502B; LWR BONE SPRING [98185]  
API: 30-025-48621  
Location: SHL: B- Section 1-25S-35E, BHL: O-Section 12-25S-35E

Well Name: MISSION FED COM 705H  
Pool: WC-025 G-09 S253502D; UPR WOLFCAMP [98187]  
API: 30-025-48623  
Location: SHL: B- Section 1-25S-35E, BHL: O-Section 12-25S-35E

Well Name: VESTED FED COM 706H  
Pool: WC-025 G-09 S253502D; UPR WOLFCAMP [98187]  
API: 30-025-48624  
Location: SHL: B- Section 1-25S-35E, BHL: P-Section 12-25S-35E

Well Name: VESTED FED COM 604H  
Pool: WC-025 G-09 S253502B; LWR BONE SPRING [98185]  
API: 30-025-48812  
Location: SHL: B- Section 1-25S-35E, BHL: P-Section 12-25S-35E



**Date:** February 3, 2022 at 08:22:01 MST

**To:** Travis Hutchinson <[thutchinson@fmelc.com](mailto:thutchinson@fmelc.com)>

**Cc:** [roverby@fmelc.com](mailto:roverby@fmelc.com), "Walter, Mark" <[Mark.Walter@scmid.com](mailto:Mark.Walter@scmid.com)>

**Subject:** [External] SCM Confirmation to Utilize LACTs at Green Light CTB

Travis,

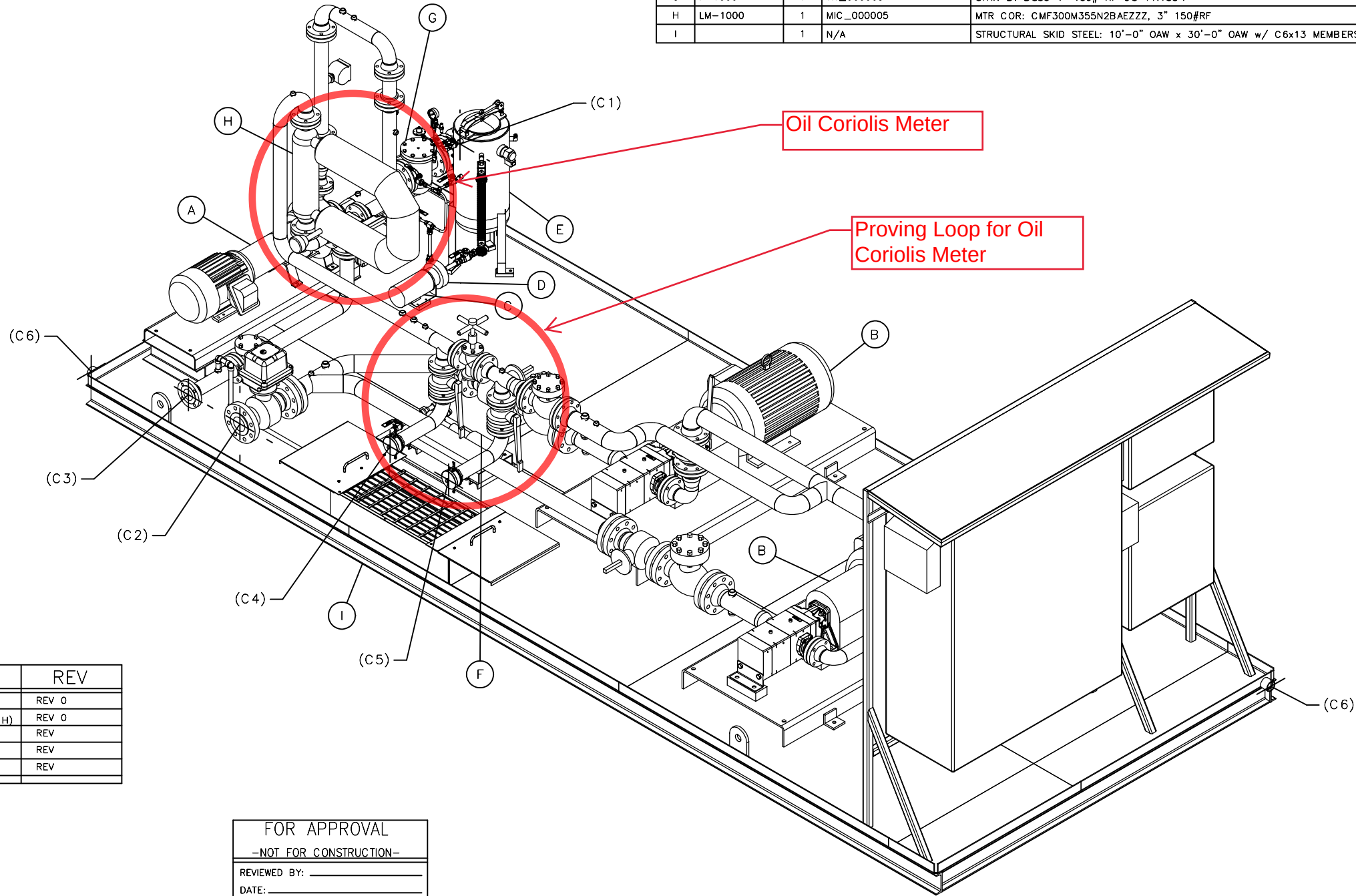
Salt Creek Midstream [OGRID 330368] approves of the Automatic Custody Transfer system installation and utilization at FME's Green Light CTB Facility [ID fAPP2125750904] located in Lot 2, Section 1, T25S, R35E.

Andrew



Andrew Lee | Commercial Lead  
5825 N. Sam Houston Pkwy. W #150  
Houston, Texas 77086  
713.446.9643 (mobile)  
[andrew.lee@scmid.com](mailto:andrew.lee@scmid.com)

| LEGEND |             |     |                     |                                                                 |                      |                  |
|--------|-------------|-----|---------------------|-----------------------------------------------------------------|----------------------|------------------|
| ITEM   | TAG#        | QTY | ERP NUMBER          | DESCRIPTION                                                     | VENDOR               | STOCK NUMBER     |
| A      | P-1000      | 1   | TBD                 | PUMP: 3x2-13 A30 20HP, 1800 RPM, 460/3/60, 256T                 | GRISWOLD             | 3x2-13 A30       |
| B      | P-1100/1200 | 2   | UVIK_000100         | GP-41445, 100HP, 1775RPM, 230/460V, PKG                         | VIKING               | GB-41445         |
| C      | M-2000      | 1   | UMAR_000002         | MOTOR: ELEC 56C 1/2 HP 1800 115/230/1/60                        | DYKEMAN ELECTRICAL   | 56C              |
| D      | P-2000      | 1   | UFLO_000083         | PMP: SMP 1.25X1X4 BLK IRON/VITON                                | FLOWSERVE            | SMP 1.25x1x4     |
| E      | V-2000      | 1   | UPSIV-14-2-VST-30-A | VST: 14"OD, 2'-0"L S/S, 156AL                                   | PS-ASME              | 14-2-VST-30-A    |
| F      | P-3000      | 1   | UROP_000023         | PUMP GEAR: 2AM03 1HP 1800RPM 115/230V                           | ODESSA               | 2AM03            |
| G      | F-1000      | 1   | TIT_000003          | STRN B: BS85 4" 150# RF CS 11.188"F                             | TITAN                | BS85-CS          |
| H      | LM-1000     | 1   | MIC_000005          | MTR COR: CMF300M355N2BAEZZZ, 3" 150#RF                          | EMERSON_MICRO-MOTION | CMF300           |
| I      |             | 1   | N/A                 | STRUCTURAL SKID STEEL: 10'-0" OAW x 30'-0" OAW w/ C6x13 MEMBERS | PS                   | SCMC-PLACT-STL-1 |



| SWO # | LOG                        | REV   |
|-------|----------------------------|-------|
| SWO#1 | 354xx004-0001 THRU         | REV 0 |
| SWO#2 | 354xx004-0006 (QTY 1 EACH) | REV 0 |
| SWO#3 |                            | REV   |
| SWO#4 |                            | REV   |
| SWO#5 |                            | REV   |

CONNECTION SCHEDULE

- (C1) 4" 150# RF, INLET  
(C2) 4" 150# RF, OUTLET  
(C3) 3" 150# RF, DIVERT OUTLET  
(C4) 3" CAMLOCK, OUTLET TO PROVER  
(C5) 3" CAMLOCK, INLET FROM PROVER  
(C6) 2" FNPT, SKID DRAIN (TYP. 2 PLACES)  
(C7)

GENERAL NOTES

- 1.) TOTAL PACKAGE WEIGHT APPROX. ~ TBD @ REV: 0  
2.) INTERIOR BUILDING COLOR: N/A  
3.) EXTERIOR SKID AND BUILDING COLOR: N/A  
4.) DECK PLATE COLOR: TBD  
5.) PIPING COLOR: TBD  
6.) INSULATION TO BE: N/A  
7.) PAINT:  
-VESSEL INTERIOR: N/A  
-VESSEL EXTERIOR: N/A  
-SKID: TBD @ REV: 0  
-PIPING TBD @ REV: 0

|                                              |
|----------------------------------------------|
| FOR APPROVAL                                 |
| -NOT FOR CONSTRUCTION-                       |
| REVIEWED BY: _____                           |
| DATE: _____                                  |
| <input type="checkbox"/> REVISE AND RESUBMIT |
| <input type="checkbox"/> APPROVED            |

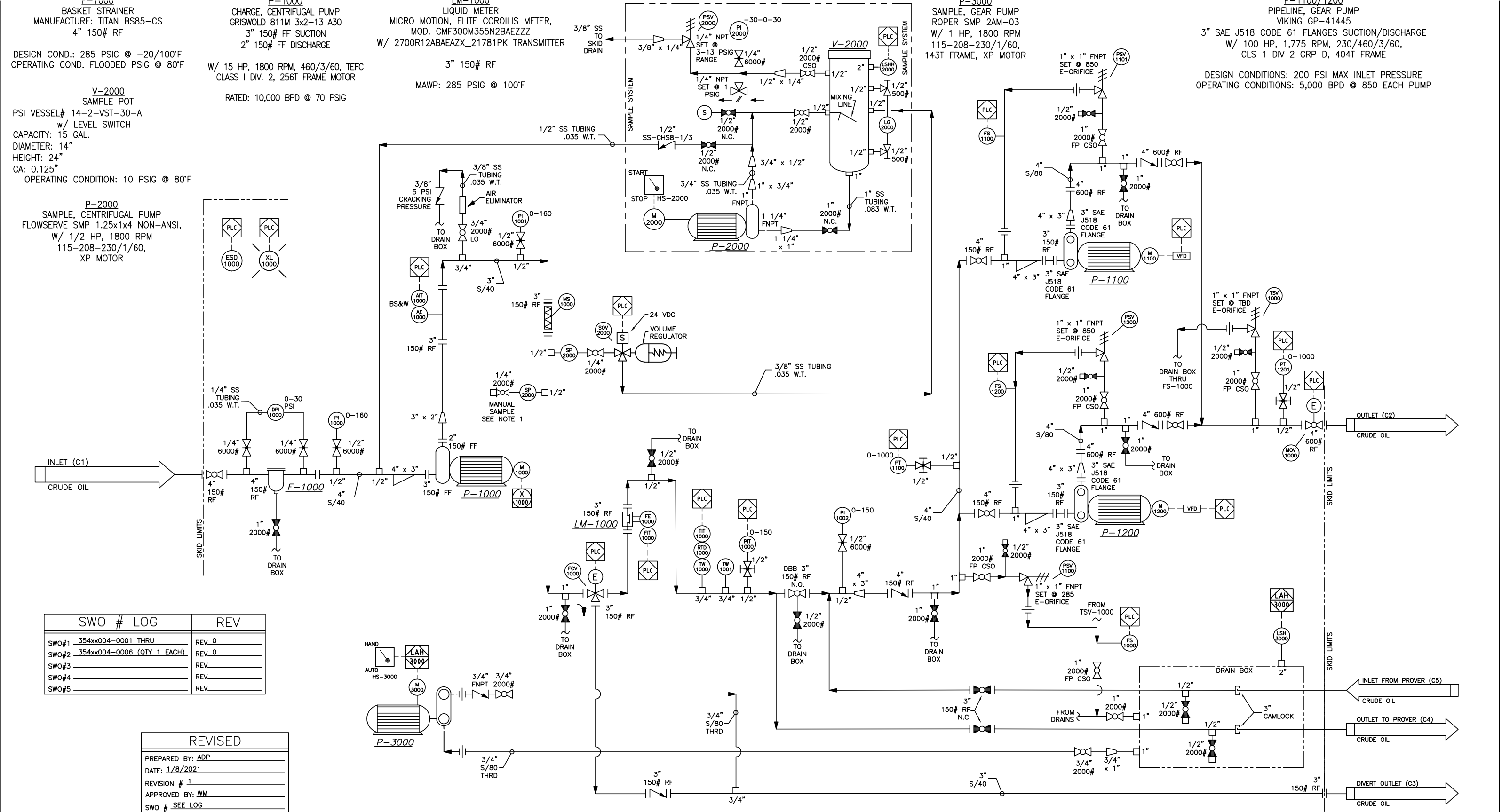
| REVISION HISTORY |            |        |                                   |       |        |
|------------------|------------|--------|-----------------------------------|-------|--------|
| REV              | DATE       | DESIGN | DESCRIPTION                       | CHECK | APPROV |
| C                | 11/24/2020 | ADP    | UPDATED PER PM FOR APPROVAL       | CLC   | CD     |
| B                | 11/23/2020 | ADP    | UPDATED PER CUSTOMER FOR APPROVAL | CLC   | CD     |
| A                | 11/18/2020 | ADP    | FOR APPROVAL                      | CLC   | CD     |

NOTICE: This drawing has not been published but rather has been prepared for  
SCM CRUDE  
by Power Service solely in respect of the design, review, and approval of the facility named in the title block and shall not be used for any other purpose or furnished to any other party, without the express written consent of Power Service.

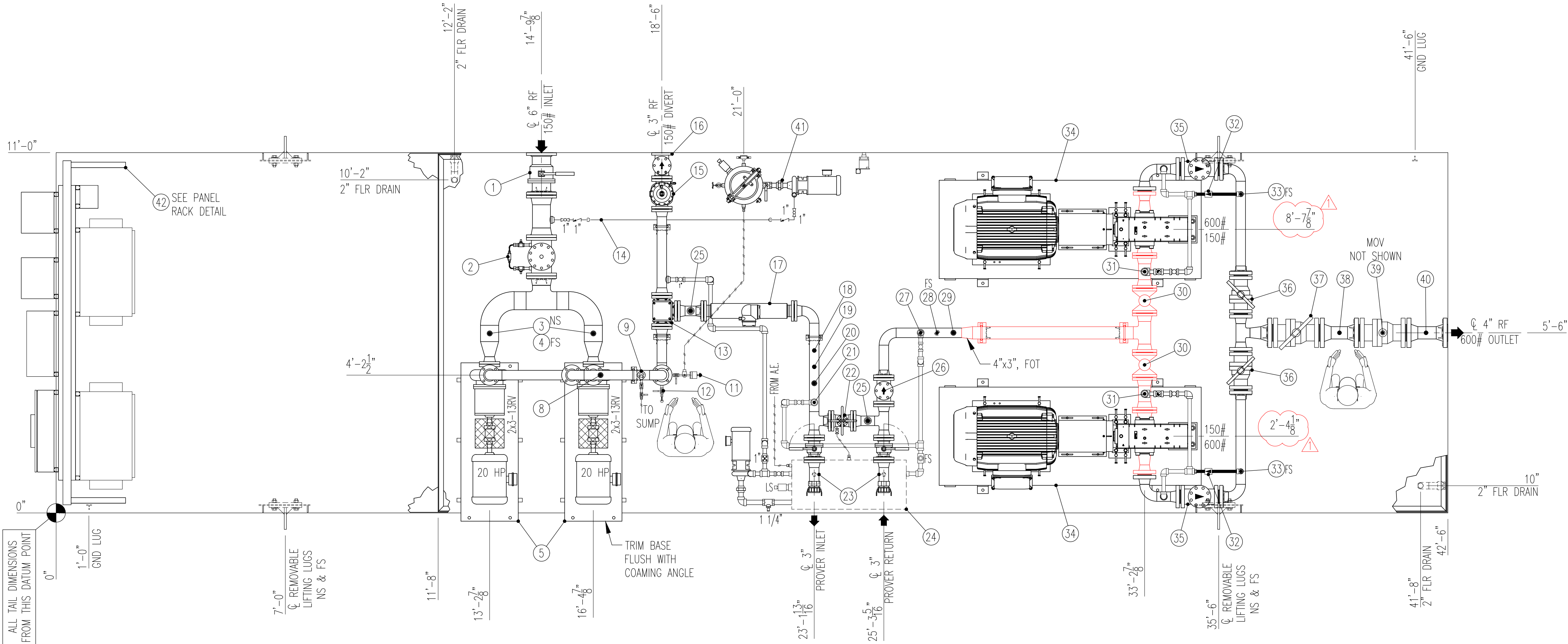
|                  |                 |
|------------------|-----------------|
| SCMC-PLACT-PID-1 | PROCESS DIAGRAM |
| DWG NO.          | TITLE           |
| REFERENCE        | DRAWINGS        |



|                                                                                                                                        |               |                     |                          |      |  |  |  |  |  |
|----------------------------------------------------------------------------------------------------------------------------------------|---------------|---------------------|--------------------------|------|--|--|--|--|--|
| THIS DRAWING IS THE PROPERTY OF POWER SERVICE, A DISTRIBUTIONNOW COMPANY. CASPER, WYOMING, USA.                                        |               |                     |                          |      |  |  |  |  |  |
| CUSTOMER                                                                                                                               |               |                     |                          |      |  |  |  |  |  |
| SCM CRUDE                                                                                                                              |               |                     |                          |      |  |  |  |  |  |
| GENERAL ARRANGEMENT                                                                                                                    |               |                     |                          |      |  |  |  |  |  |
| 10K BPD 3in DUAL VIKING PIPELINE LACT CRUDE OIL, .82 SG, 4 cP, COS: 10K BPD (5K/PMP) @ 850PSIG 10'-0" OAW x 30'-0" OAL x 9'-1 3/8" OAH |               |                     |                          |      |  |  |  |  |  |
| SCALE: ref. VIEW                                                                                                                       | SHEET: 1 of 3 | PROJECT NO. SEE LOG | DWG. NO. SCMC-PLACT-L0-1 | REV. |  |  |  |  |  |



|                                                                                                         |          |                                                                                                                                                                                                                                    |                                   |                                                                                                                                                                                                                                                                                                                                                                      |        |                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                     |                  |                  |      |  |  |  |  |  |  |  |  |  |  |  |  |  |  |  |  |  |  |   |        |     |                         |     |    |  |  |  |  |   |         |     |                  |     |    |   |   |  |  |   |          |     |                             |     |    |   |   |  |  |   |          |     |                                   |     |    |                  |                  |  |  |   |          |     |              |     |    |                 |                  |  |  |     |      |    |             |       |       |         |       |  |  |           |  |  |  |                    |  |  |  |  |  |                                                                                                                                                                          |  |                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                           |  |          |  |                       |  |                 |  |                                                                                                           |  |        |          |          |          |          |       |       |         |         |      |     |     |    |   |          |        |        |         |                  |   |
|---------------------------------------------------------------------------------------------------------|----------|------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------|-----------------------------------|----------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------|--------|-------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------|------------------|------------------|------|--|--|--|--|--|--|--|--|--|--|--|--|--|--|--|--|--|--|---|--------|-----|-------------------------|-----|----|--|--|--|--|---|---------|-----|------------------|-----|----|---|---|--|--|---|----------|-----|-----------------------------|-----|----|---|---|--|--|---|----------|-----|-----------------------------------|-----|----|------------------|------------------|--|--|---|----------|-----|--------------|-----|----|-----------------|------------------|--|--|-----|------|----|-------------|-------|-------|---------|-------|--|--|-----------|--|--|--|--------------------|--|--|--|--|--|--------------------------------------------------------------------------------------------------------------------------------------------------------------------------|--|-----------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------|--|----------|--|-----------------------|--|-----------------|--|-----------------------------------------------------------------------------------------------------------|--|--------|----------|----------|----------|----------|-------|-------|---------|---------|------|-----|-----|----|---|----------|--------|--------|---------|------------------|---|
| <b>GENERAL NOTES:</b><br>1. MANUAL SAMPLE INSTALLED WITH PLUG TO PREVENT UNINTENTIONAL OPENING OF VALVE |          | <b>CONNECTION SCHEDULE</b><br>C1) 4" 150# RF, INLET<br>C2) 4" 600# RF, OUTLET<br>C3) 3" 150# RF, DIVERT OUTLET<br>C4) 3" CAMLOCK, OUTLET TO PROVER<br>C5) 3" CAMLOCK, INLET FROM PROVER<br>C6) 2" FNPT, SKID DRAIN (TYP. 2 PLACES) |                                   | NOTICE: This drawing has not been published but rather has been prepared for<br><br>SCM CRUDE, LLC<br>by Power Service solely in respect of the construction, operation, and maintenance of the facility named in the title block and shall not be used for any other purpose or furnished to any other party, without the express written consent of Power Service. |        | <table><tr><td></td><td></td><td></td><td></td><td></td><td></td><td></td><td></td><td></td><td></td></tr><tr><td></td><td></td><td></td><td></td><td></td><td></td><td></td><td></td><td></td><td></td></tr><tr><td>1</td><td>1/8/21</td><td>ADP</td><td>ADDED REFERENCE DWG -1A</td><td>CLC</td><td>CD</td><td></td><td></td><td></td><td></td></tr><tr><td>0</td><td>12/8/20</td><td>ADP</td><td>FOR CONSTRUCTION</td><td>CLC</td><td>CD</td><td>-</td><td>-</td><td></td><td></td></tr><tr><td>C</td><td>11/24/20</td><td>ADP</td><td>UPDATED PER PM FOR APPROVAL</td><td>CLC</td><td>CD</td><td>-</td><td>-</td><td></td><td></td></tr><tr><td>B</td><td>11/23/20</td><td>ADP</td><td>UPDATED PER CUSTOMER FOR APPROVAL</td><td>CLC</td><td>CD</td><td>SCMC-PLACT-LO-1A</td><td>GEN. ARRANGEMENT</td><td></td><td></td></tr><tr><td>A</td><td>11/18/20</td><td>CLC</td><td>FOR APPROVAL</td><td>CLC</td><td>CD</td><td>SCMC-PLACT-LO-1</td><td>GEN. ARRANGEMENT</td><td></td><td></td></tr><tr><td>NO.</td><td>DATE</td><td>BY</td><td>DESCRIPTION</td><td>CHK'D</td><td>APPR.</td><td>DWG NO.</td><td>TITLE</td><td></td><td></td></tr><tr><td colspan="4">REVISIONS</td><td colspan="6">REFERENCE DRAWINGS</td></tr></table> |                  |                  |      |  |  |  |  |  |  |  |  |  |  |  |  |  |  |  |  |  |  | 1 | 1/8/21 | ADP | ADDED REFERENCE DWG -1A | CLC | CD |  |  |  |  | 0 | 12/8/20 | ADP | FOR CONSTRUCTION | CLC | CD | - | - |  |  | C | 11/24/20 | ADP | UPDATED PER PM FOR APPROVAL | CLC | CD | - | - |  |  | B | 11/23/20 | ADP | UPDATED PER CUSTOMER FOR APPROVAL | CLC | CD | SCMC-PLACT-LO-1A | GEN. ARRANGEMENT |  |  | A | 11/18/20 | CLC | FOR APPROVAL | CLC | CD | SCMC-PLACT-LO-1 | GEN. ARRANGEMENT |  |  | NO. | DATE | BY | DESCRIPTION | CHK'D | APPR. | DWG NO. | TITLE |  |  | REVISIONS |  |  |  | REFERENCE DRAWINGS |  |  |  |  |  | <div><br/>A DISTRIBUTION COMPANY</div> <div>CASPER, WYOMING<br/>(307)472-7722</div> |  | <table><tr><td colspan="2">CUSTOMER</td><td colspan="2"><b>SCM CRUDE, LLC</b></td></tr><tr><td colspan="2">PROCESS DIAGRAM</td><td colspan="2">10K BPD 3in DUAL VIKING PIPELINE LACT<br/>CRUDE OIL, .82 SG, 4cP<br/>COS: 10,000 BPD (5,000/PMP) @ 850 PSIG</td></tr><tr><td>DWN BY</td><td>CHK'D BY</td><td>APP'D BY</td><td>ENGINEER</td><td>DATE DWN</td><td>SCALE</td><td>SHEET</td><td>JOB NO.</td><td>DWG NO.</td><td>REV.</td></tr><tr><td>CLC</td><td>CLC</td><td>CD</td><td>-</td><td>11/18/20</td><td>N.T.S.</td><td>1 OF 1</td><td>SEE_LOG</td><td>SCMC-PLACT-PID-1</td><td>1</td></tr></table> |  | CUSTOMER |  | <b>SCM CRUDE, LLC</b> |  | PROCESS DIAGRAM |  | 10K BPD 3in DUAL VIKING PIPELINE LACT<br>CRUDE OIL, .82 SG, 4cP<br>COS: 10,000 BPD (5,000/PMP) @ 850 PSIG |  | DWN BY | CHK'D BY | APP'D BY | ENGINEER | DATE DWN | SCALE | SHEET | JOB NO. | DWG NO. | REV. | CLC | CLC | CD | - | 11/18/20 | N.T.S. | 1 OF 1 | SEE_LOG | SCMC-PLACT-PID-1 | 1 |
|                                                                                                         |          |                                                                                                                                                                                                                                    |                                   |                                                                                                                                                                                                                                                                                                                                                                      |        |                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                     |                  |                  |      |  |  |  |  |  |  |  |  |  |  |  |  |  |  |  |  |  |  |   |        |     |                         |     |    |  |  |  |  |   |         |     |                  |     |    |   |   |  |  |   |          |     |                             |     |    |   |   |  |  |   |          |     |                                   |     |    |                  |                  |  |  |   |          |     |              |     |    |                 |                  |  |  |     |      |    |             |       |       |         |       |  |  |           |  |  |  |                    |  |  |  |  |  |                                                                                                                                                                          |  |                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                           |  |          |  |                       |  |                 |  |                                                                                                           |  |        |          |          |          |          |       |       |         |         |      |     |     |    |   |          |        |        |         |                  |   |
|                                                                                                         |          |                                                                                                                                                                                                                                    |                                   |                                                                                                                                                                                                                                                                                                                                                                      |        |                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                     |                  |                  |      |  |  |  |  |  |  |  |  |  |  |  |  |  |  |  |  |  |  |   |        |     |                         |     |    |  |  |  |  |   |         |     |                  |     |    |   |   |  |  |   |          |     |                             |     |    |   |   |  |  |   |          |     |                                   |     |    |                  |                  |  |  |   |          |     |              |     |    |                 |                  |  |  |     |      |    |             |       |       |         |       |  |  |           |  |  |  |                    |  |  |  |  |  |                                                                                                                                                                          |  |                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                           |  |          |  |                       |  |                 |  |                                                                                                           |  |        |          |          |          |          |       |       |         |         |      |     |     |    |   |          |        |        |         |                  |   |
| 1                                                                                                       | 1/8/21   | ADP                                                                                                                                                                                                                                | ADDED REFERENCE DWG -1A           | CLC                                                                                                                                                                                                                                                                                                                                                                  | CD     |                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                     |                  |                  |      |  |  |  |  |  |  |  |  |  |  |  |  |  |  |  |  |  |  |   |        |     |                         |     |    |  |  |  |  |   |         |     |                  |     |    |   |   |  |  |   |          |     |                             |     |    |   |   |  |  |   |          |     |                                   |     |    |                  |                  |  |  |   |          |     |              |     |    |                 |                  |  |  |     |      |    |             |       |       |         |       |  |  |           |  |  |  |                    |  |  |  |  |  |                                                                                                                                                                          |  |                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                           |  |          |  |                       |  |                 |  |                                                                                                           |  |        |          |          |          |          |       |       |         |         |      |     |     |    |   |          |        |        |         |                  |   |
| 0                                                                                                       | 12/8/20  | ADP                                                                                                                                                                                                                                | FOR CONSTRUCTION                  | CLC                                                                                                                                                                                                                                                                                                                                                                  | CD     | -                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                   | -                |                  |      |  |  |  |  |  |  |  |  |  |  |  |  |  |  |  |  |  |  |   |        |     |                         |     |    |  |  |  |  |   |         |     |                  |     |    |   |   |  |  |   |          |     |                             |     |    |   |   |  |  |   |          |     |                                   |     |    |                  |                  |  |  |   |          |     |              |     |    |                 |                  |  |  |     |      |    |             |       |       |         |       |  |  |           |  |  |  |                    |  |  |  |  |  |                                                                                                                                                                          |  |                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                           |  |          |  |                       |  |                 |  |                                                                                                           |  |        |          |          |          |          |       |       |         |         |      |     |     |    |   |          |        |        |         |                  |   |
| C                                                                                                       | 11/24/20 | ADP                                                                                                                                                                                                                                | UPDATED PER PM FOR APPROVAL       | CLC                                                                                                                                                                                                                                                                                                                                                                  | CD     | -                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                   | -                |                  |      |  |  |  |  |  |  |  |  |  |  |  |  |  |  |  |  |  |  |   |        |     |                         |     |    |  |  |  |  |   |         |     |                  |     |    |   |   |  |  |   |          |     |                             |     |    |   |   |  |  |   |          |     |                                   |     |    |                  |                  |  |  |   |          |     |              |     |    |                 |                  |  |  |     |      |    |             |       |       |         |       |  |  |           |  |  |  |                    |  |  |  |  |  |                                                                                                                                                                          |  |                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                           |  |          |  |                       |  |                 |  |                                                                                                           |  |        |          |          |          |          |       |       |         |         |      |     |     |    |   |          |        |        |         |                  |   |
| B                                                                                                       | 11/23/20 | ADP                                                                                                                                                                                                                                | UPDATED PER CUSTOMER FOR APPROVAL | CLC                                                                                                                                                                                                                                                                                                                                                                  | CD     | SCMC-PLACT-LO-1A                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                    | GEN. ARRANGEMENT |                  |      |  |  |  |  |  |  |  |  |  |  |  |  |  |  |  |  |  |  |   |        |     |                         |     |    |  |  |  |  |   |         |     |                  |     |    |   |   |  |  |   |          |     |                             |     |    |   |   |  |  |   |          |     |                                   |     |    |                  |                  |  |  |   |          |     |              |     |    |                 |                  |  |  |     |      |    |             |       |       |         |       |  |  |           |  |  |  |                    |  |  |  |  |  |                                                                                                                                                                          |  |                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                           |  |          |  |                       |  |                 |  |                                                                                                           |  |        |          |          |          |          |       |       |         |         |      |     |     |    |   |          |        |        |         |                  |   |
| A                                                                                                       | 11/18/20 | CLC                                                                                                                                                                                                                                | FOR APPROVAL                      | CLC                                                                                                                                                                                                                                                                                                                                                                  | CD     | SCMC-PLACT-LO-1                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                     | GEN. ARRANGEMENT |                  |      |  |  |  |  |  |  |  |  |  |  |  |  |  |  |  |  |  |  |   |        |     |                         |     |    |  |  |  |  |   |         |     |                  |     |    |   |   |  |  |   |          |     |                             |     |    |   |   |  |  |   |          |     |                                   |     |    |                  |                  |  |  |   |          |     |              |     |    |                 |                  |  |  |     |      |    |             |       |       |         |       |  |  |           |  |  |  |                    |  |  |  |  |  |                                                                                                                                                                          |  |                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                           |  |          |  |                       |  |                 |  |                                                                                                           |  |        |          |          |          |          |       |       |         |         |      |     |     |    |   |          |        |        |         |                  |   |
| NO.                                                                                                     | DATE     | BY                                                                                                                                                                                                                                 | DESCRIPTION                       | CHK'D                                                                                                                                                                                                                                                                                                                                                                | APPR.  | DWG NO.                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                             | TITLE            |                  |      |  |  |  |  |  |  |  |  |  |  |  |  |  |  |  |  |  |  |   |        |     |                         |     |    |  |  |  |  |   |         |     |                  |     |    |   |   |  |  |   |          |     |                             |     |    |   |   |  |  |   |          |     |                                   |     |    |                  |                  |  |  |   |          |     |              |     |    |                 |                  |  |  |     |      |    |             |       |       |         |       |  |  |           |  |  |  |                    |  |  |  |  |  |                                                                                                                                                                          |  |                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                           |  |          |  |                       |  |                 |  |                                                                                                           |  |        |          |          |          |          |       |       |         |         |      |     |     |    |   |          |        |        |         |                  |   |
| REVISIONS                                                                                               |          |                                                                                                                                                                                                                                    |                                   | REFERENCE DRAWINGS                                                                                                                                                                                                                                                                                                                                                   |        |                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                     |                  |                  |      |  |  |  |  |  |  |  |  |  |  |  |  |  |  |  |  |  |  |   |        |     |                         |     |    |  |  |  |  |   |         |     |                  |     |    |   |   |  |  |   |          |     |                             |     |    |   |   |  |  |   |          |     |                                   |     |    |                  |                  |  |  |   |          |     |              |     |    |                 |                  |  |  |     |      |    |             |       |       |         |       |  |  |           |  |  |  |                    |  |  |  |  |  |                                                                                                                                                                          |  |                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                           |  |          |  |                       |  |                 |  |                                                                                                           |  |        |          |          |          |          |       |       |         |         |      |     |     |    |   |          |        |        |         |                  |   |
| CUSTOMER                                                                                                |          | <b>SCM CRUDE, LLC</b>                                                                                                                                                                                                              |                                   |                                                                                                                                                                                                                                                                                                                                                                      |        |                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                     |                  |                  |      |  |  |  |  |  |  |  |  |  |  |  |  |  |  |  |  |  |  |   |        |     |                         |     |    |  |  |  |  |   |         |     |                  |     |    |   |   |  |  |   |          |     |                             |     |    |   |   |  |  |   |          |     |                                   |     |    |                  |                  |  |  |   |          |     |              |     |    |                 |                  |  |  |     |      |    |             |       |       |         |       |  |  |           |  |  |  |                    |  |  |  |  |  |                                                                                                                                                                          |  |                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                           |  |          |  |                       |  |                 |  |                                                                                                           |  |        |          |          |          |          |       |       |         |         |      |     |     |    |   |          |        |        |         |                  |   |
| PROCESS DIAGRAM                                                                                         |          | 10K BPD 3in DUAL VIKING PIPELINE LACT<br>CRUDE OIL, .82 SG, 4cP<br>COS: 10,000 BPD (5,000/PMP) @ 850 PSIG                                                                                                                          |                                   |                                                                                                                                                                                                                                                                                                                                                                      |        |                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                     |                  |                  |      |  |  |  |  |  |  |  |  |  |  |  |  |  |  |  |  |  |  |   |        |     |                         |     |    |  |  |  |  |   |         |     |                  |     |    |   |   |  |  |   |          |     |                             |     |    |   |   |  |  |   |          |     |                                   |     |    |                  |                  |  |  |   |          |     |              |     |    |                 |                  |  |  |     |      |    |             |       |       |         |       |  |  |           |  |  |  |                    |  |  |  |  |  |                                                                                                                                                                          |  |                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                           |  |          |  |                       |  |                 |  |                                                                                                           |  |        |          |          |          |          |       |       |         |         |      |     |     |    |   |          |        |        |         |                  |   |
| DWN BY                                                                                                  | CHK'D BY | APP'D BY                                                                                                                                                                                                                           | ENGINEER                          | DATE DWN                                                                                                                                                                                                                                                                                                                                                             | SCALE  | SHEET                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                               | JOB NO.          | DWG NO.          | REV. |  |  |  |  |  |  |  |  |  |  |  |  |  |  |  |  |  |  |   |        |     |                         |     |    |  |  |  |  |   |         |     |                  |     |    |   |   |  |  |   |          |     |                             |     |    |   |   |  |  |   |          |     |                                   |     |    |                  |                  |  |  |   |          |     |              |     |    |                 |                  |  |  |     |      |    |             |       |       |         |       |  |  |           |  |  |  |                    |  |  |  |  |  |                                                                                                                                                                          |  |                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                           |  |          |  |                       |  |                 |  |                                                                                                           |  |        |          |          |          |          |       |       |         |         |      |     |     |    |   |          |        |        |         |                  |   |
| CLC                                                                                                     | CLC      | CD                                                                                                                                                                                                                                 | -                                 | 11/18/20                                                                                                                                                                                                                                                                                                                                                             | N.T.S. | 1 OF 1                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                              | SEE_LOG          | SCMC-PLACT-PID-1 | 1    |  |  |  |  |  |  |  |  |  |  |  |  |  |  |  |  |  |  |   |        |     |                         |     |    |  |  |  |  |   |         |     |                  |     |    |   |   |  |  |   |          |     |                             |     |    |   |   |  |  |   |          |     |                                   |     |    |                  |                  |  |  |   |          |     |              |     |    |                 |                  |  |  |     |      |    |             |       |       |         |       |  |  |           |  |  |  |                    |  |  |  |  |  |                                                                                                                                                                          |  |                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                           |  |          |  |                       |  |                 |  |                                                                                                           |  |        |          |          |          |          |       |       |         |         |      |     |     |    |   |          |        |        |         |                  |   |
| <b>Released to Imaging: 3/7/2022 3:44:28 PM</b>                                                         |          |                                                                                                                                                                                                                                    |                                   |                                                                                                                                                                                                                                                                                                                                                                      |        |                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                     |                  |                  |      |  |  |  |  |  |  |  |  |  |  |  |  |  |  |  |  |  |  |   |        |     |                         |     |    |  |  |  |  |   |         |     |                  |     |    |   |   |  |  |   |          |     |                             |     |    |   |   |  |  |   |          |     |                                   |     |    |                  |                  |  |  |   |          |     |              |     |    |                 |                  |  |  |     |      |    |             |       |       |         |       |  |  |           |  |  |  |                    |  |  |  |  |  |                                                                                                                                                                          |  |                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                           |  |          |  |                       |  |                 |  |                                                                                                           |  |        |          |          |          |          |       |       |         |         |      |     |     |    |   |          |        |        |         |                  |   |



**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**

CONDITIONS  
  
Action 79517

CONDITIONS

|                                                                                     |                                                      |
|-------------------------------------------------------------------------------------|------------------------------------------------------|
| Operator:<br><br>Franklin Mountain Energy LLC<br>44 Cook Street<br>Denver, CO 80206 | OGRID:<br><br>373910                                 |
|                                                                                     | Action Number:<br><br>79517                          |
|                                                                                     | Action Type:<br><br>[C-106] NOI Utilize ACTE (C-106) |

CONDITIONS

| Created By | Condition                                                                          | Condition Date |
|------------|------------------------------------------------------------------------------------|----------------|
| dmcclure   | Operation of the equipment shall be performed in compliance with 19.15.18.15 NMAC. | 3/7/2022       |