







Stephanie Garcia Richard  
COMMISSIONER

*State of New Mexico*  
*Commissioner of Public Lands*

310 OLD SANTA FE TRAIL  
P.O. BOX 1148  
SANTA FE, NEW MEXICO 87504-1148

COMMISSIONER'S OFFICE

Phone (505) 827-5760

Fax (505) 827-5766

[www.nmstatelands.org](http://www.nmstatelands.org)

December 21, 2022

EOG Resources, Inc.  
Attn: Michael Yemm  
5509 Champions Drive  
Midland, TX 79706

Re: Assignment of State Business Lease No. **BL-2663** to BAM Permian Operating, LLC

Dear Lessee,

Enclosed please find one original executed copy of the above referenced Assignment of State Business Lease. All required documentation for this lease has now been received for the file.

If you have any questions or need any further assistance, please contact Francesca Fernandez at (505) 827-1252 or via email at [ffernandez@slo.state.nm.us](mailto:ffernandez@slo.state.nm.us).

Thank you for doing business with the New Mexico State Land Office.

Sincerely,

  
James Bordegaray  
Director, Commercial Resource Division



## Surface Owner and Operator Responsibility Letter

**Well Name:** Taco AUK State #003

**API:** 30-025-38288

**Location:** Being approximately 1.86 acres in total area in the SE/4.

Section: 10

Township: 10 South

Range: 34 East

County: Lea

**Surface owner:** New Mexico State Land Office  
310 Old Santa Fe Trail  
Santa Fe, NM 87501

BAM Permian Operating LLC is now the operator of the Merle BOK State #013 well and Taco/Merle tank battery located on the east and south sides of the well pad through Business Lease No. BL-2663. BAM Permian Operating LLC is accepting full responsibility for all the surface reclamation of well pad, access road and battery once the well and battery location is no longer active. So therefore, EOG Resources, Inc. will not be responsible for any reclamation work regarding this well pad. (See attached assignment and pictures.)

**Owner/Operator Name:** BAM Permian Operating LLC – Blake A. Morpew as Managing Member

**Owner/Operator Signature:** 

**Dated:** 06/15/23

**EOG Representative Name:** Keith Kistner

**EOG Representative Signature:** 

**Dated:** 6/15/2023



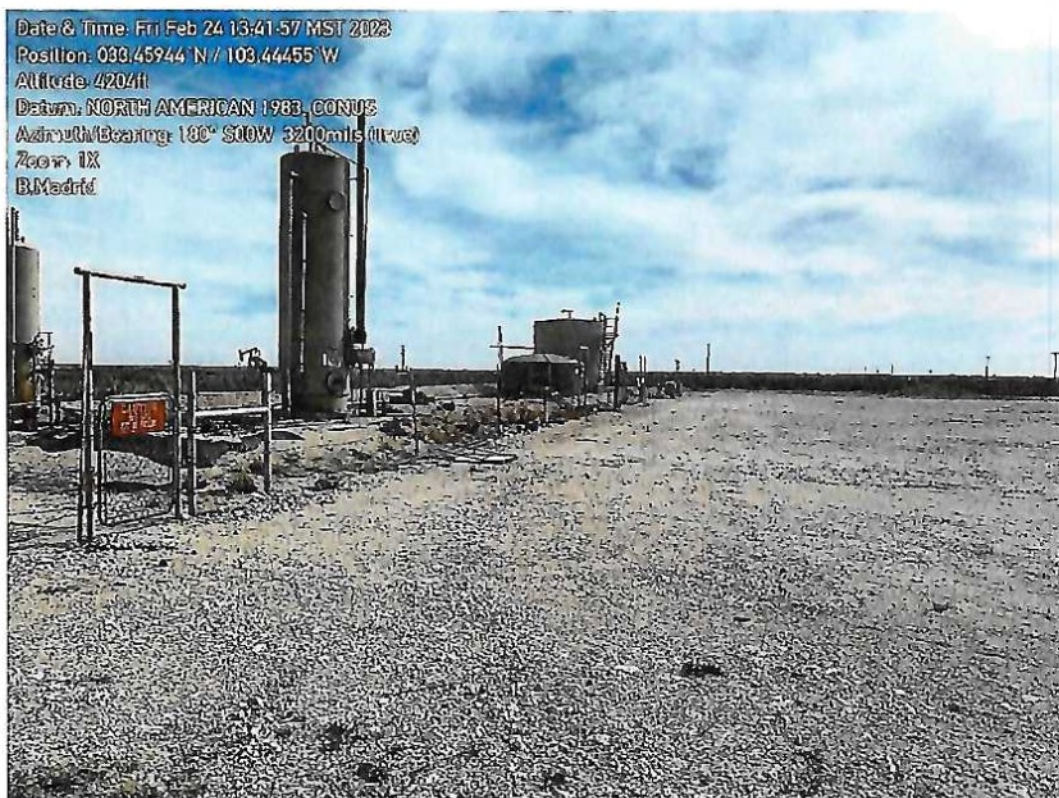
Date & Time: Fri Feb 24 13:34:48 MST 2024  
Position: 039.45701°N / 103.44542°W  
Altitude: 4200ft  
Datum: NORTH AMERICAN 1983 CONUS  
Azimuth/Bearing: 093° S97E 1430mils (True)  
Zoom: 1X  
BJMadrid



Date & Time: Fri Feb 24 13:34:50 MST 2024  
Position: 039.45933°N / 103.44542°W  
Altitude: 4200ft  
Datum: NORTH AMERICAN 1983 CONUS  
Azimuth/Bearing: 154° S24E 2730mils (True)  
Zoom: 1X  
BJMadrid











**Stephanie Garcia Richard**  
**Commissioner of Public Lands**  
**State of New Mexico**

**ASSIGNMENT OF STATE BUSINESS LEASE**

KNOW ALL PERSONS BY THESE PRESENTS:

That EOG Resources, Inc., hereinafter called the Assignor for good and valuable consideration of the sum of \$10.00, in hand paid, the receipt of which is hereby acknowledged, do hereby sell, assign, transfer and set over unto BAM Permian Operating, LLC,

(Name)

4416 Briarwood Ave PMB #53, Suite 110, Midland, Texas 79707, (432) 242-8851,  
 (Address) (City, State, Zip Code) (Phone Number) hereinafter

called the Assignee, that certain Business Lease No. BL- 2663 made and executed by the State of New Mexico, through its Commissioner of Public Lands as Lessor, unto BAM Permian Operating, LLC as Lessee. This Assignment will become effective 2/1/2022 ("Effective Date"). The same affects the following described lands:

☒ Base Short-Term Lease (\$200.00 Application Fee)

☒ Base Long-Term Lease (\$500.00 Application Fee)

The Assignee agrees to assume all obligations of the Assignor to the State of New Mexico insofar as said described lands are concerned and to pay such rentals and to perform such acts as are required by said lease, to the same extent and in the same manner as if the terms and provisions of said lease were fully set out herein. It is further agreed that the Assignee shall succeed to all rights, benefits and privileges granted the Lessee by the terms of said lease.

The Assignor further states and affirms that the consideration recited about is the true and sole consideration paid or promised for the purchase of the improvements on the lands hereinabove described and for the execution of this assignment. It is further understood and agreed that in case it is found that the consideration recited above is not the true and sole consideration or that a false statement has been made in the procurement and approval of this assignment, the master lease or the portion thereof sought to be assigned, shall be subject to cancellation at the option of the Commissioner

**Cultural Resource Protection:**

Please indicate that you (Applicant) have read the T&E and Cultural Resources Notice to Applicants and that you understand and agree to abide by the terms and conditions set forth therein. Yes ☒ No ☐

An Archaeological Survey is strongly recommended. If no survey is provided an Archaeological Records Management Section Inspection (ARMS Inspection) in accordance with NMAC 4.10.15.9 is required. If the ARMS Inspection is not provided by the applicant, the Land Office will provide the ARMS Inspection in the order applications are received.

An Archaeological Survey is attached with a cover page labeled:

Confidential Exhibit \_\_\_\_\_.

Yes ☐ No ☒

An ARMS Inspection is attached with a cover page labeled:

Confidential Exhibit \_\_\_\_\_.

1  
\$10.00

\$100.00  
\$1000.00  
\$10000.00

Yes      No     

The Applicant would like the NMSLO to provide the ARMS Inspection:

Yes ✓ No     **Shape Files:**

Shape Files are required with all applications.

Shape Files for this project are available: Yes ✓ No 80

If yes, the NMSLO lease analyst will contact you at the address you provide:

Applicant Shape File Custodian (email contact information): blake@bampersmian.com  
of Public Lands.IN WITNESS WHEREOF, the Assignor has hereto executed this assignment this 27<sup>th</sup> day of June, 20 22.[Signature]  
AssignorSTATE OF New MexicoCOUNTY OF Eddy (ss)SUBSCRIBED AND SWORN TO BEFORE ME this 27<sup>th</sup> day of June, 20 22, byAndrea Felix, Regulatory Manager of EOG Resources, Inc.

My Commission Expires: Notary Public

7/30/24PROVED THIS 15<sup>th</sup> DAY OF July, 20 22.[Signature]  
AssigneeSTATE OF TexasCOUNTY OF Mielland ) ss.SUBSCRIBED AND SWORN TO BEFORE ME this 15<sup>th</sup> day of July, 20 22, byBlake Morpheu - Managing Member BAM Permian Operating, LLC

My Commission Expires:

2-8-2025

Notary Public

[Signature]  
Stephanie Garcia Richard  
Commissioner of Public Lands

Date

01/05/2023**\$200.00 or \$500.00 NON-REFUNDABLE APPLICATION FEE\***

\* Please make checks payable to "Commissioner of Public Lands". When you provide a check as payment, you authorize the State of New Mexico to either use information from your check to make a one-time electronic fund transfer from your account or to process the payment as a check transaction.



Date & Time: Thu Apr 27 12:58:35 MDT 2023  
Position: 033.45942°N / 103.44486°W  
Altitude: 4196ft  
Datum: WGS-84  
Azimuth/Bearing: 110° S70E 1956mils (True)  
Zoom: 1X  
B.Madrid





**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**

DEFINITIONS  
  
Action 228881

DEFINITIONS

Operator: EOG RESOURCES INC P.O. Box 2267 Midland, TX 79702	OGRID: 7377
	Action Number: 228881
	Action Type: [C-103] Sub. Release After P&A (C-103Q)

DEFINITIONS

For the sake of brevity and completeness, please allow for the following in all groups of questions and for the rest of this application: <ul style="list-style-type: none"><li>• lease and well location, hereinafter "location";</li><li>• flowlines or pipelines, hereinafter "pipelines";</li><li>• and non-retrieved or abandoned, hereinafter "abandoned".</li></ul>
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QUESTIONS

Action 228881

**QUESTIONS**

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**QUESTIONS**

Subsequent Report of: Location Ready For OCD Inspection After P&A	
Was this the last remaining or only well on the location	Yes
Are there any abandoned pipelines that are going to remain on the location	No
Is there any production equipment or structure (not including steel marker, poured onsite concrete bases, or pipelines) that is going to remain on the location	Yes
If any production equipment or structure is to remain on the location, please specify	3rd party facility pad still in use

**Site Evaluation**

Please answer all the questions in this group.

Have all the required pits been remediated in compliance with OCD rules and the terms of the Operator's pit permit and closure plan	Yes
Have the rat hole and cellar been filled and leveled	Yes
Have the cathodic protection holes been properly abandoned	Yes
Has a steel marker, at least 4 inches in diameter and at least 4 feet above ground level, been set in concrete	Yes
The (concrete-set) steel marker shows: Must attach marker photograph(s). *	<b>THE OPERATOR NAME, LEASE NAME AND WELL NUMBER AND LOCATION, INCLUDING UNIT LETTER, SECTION, TOWNSHIP AND RANGE, SHALL BE WELDED, STAMPED OR OTHERWISE PERMANENTLY ENGRAVED INTO THE MARKER'S METAL.</b>
Has the location been leveled as nearly as possible to original ground contour	Yes
Have all the required pipelines and other production equipment been cleared	Yes
Has all the required junk and trash been cleared from the location	Yes
Have all the required anchors, dead men, tie downs and risers have been cut off at least two feet below ground level	Yes
Have all the required metal bolts and other materials have been removed	Yes

**Poured onsite concrete bases do not have to be removed.**

Have all the the required portable bases been removed	Yes
Have all other environmental concerns have been addressed as per OCD rules	Yes
If any environmental concerns remain on the location, please specify	Not answered.

\* Proof of the site marker (photograph) is required.

Please submit any other site photographs that would assist in documenting the above answers, site features, additional concerns, or other nearby / remaing structures and equipment.



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QUESTIONS, Page 2

Action 228881

**QUESTIONS (continued)**

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**QUESTIONS**

<b>Abandoned Pipelines</b>	
<i>Only need to provide answers in this group, if any pipelines have been abandoned (in accordance with 19.15.35.10 NMAC).</i>	
Have all fluids have been removed from any abandoned pipelines	<i>Not answered.</i>
Have all abandoned pipelines been confirmed to <b>NOT</b> contain additional regulated NORM, other than that which accumulated under normal operation	<i>Not answered.</i>
Have all accessible points of abandoned pipelines been permanently capped	<i>Not answered.</i>

<b>Last Remaining or Only Well on the Location</b>	
<i>Please answer all questions that apply in this group, specifically if there is no longer going to be any well or facility remaining at this location.</i>	
Have all electrical service poles and lines been removed from the location	<i>Not answered.</i>
Is there any electrical utility distribution infrastructure that is remaining on the location	<i>Not answered.</i>
Have all the battery and pit location(s) have been remediated in compliance with OCD rules and the terms of the Operator's pit permit and closure plan	<i>Not answered.</i>
Have all the retrievable pipelines, production equipment been removed from the location	<i>Not answered.</i>
Has all the junk and trash been removed from the location	<i>Not answered.</i>



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ACKNOWLEDGMENTS  
  
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ACKNOWLEDGMENTS

<input checked="" type="checkbox"/>	I hereby certify that all the work has been completed for this location and the site is ready for an OCD scheduled inspection.
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CONDITIONS  
  
Action 228881

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CONDITIONS

Created By	Condition	Condition Date
gcordero	None	7/6/2023