# BEFORE THE OIL CONSERVATION DIVISION EXAMINER HEARING DECEMBER 15, 2022

# APPLICATIONS OF DEVON ENERGY PRODUCTION COMPANY, L.P., FOR HORIZONTAL SPACING UNITS AND COMPULSORY POOLING, LEA COUNTY, NEW MEXICO

Case No. 23192:

Arena Roja 28-33 Fed Com 701H Well Arena Roja 28-33 Fed Com 801H Well

Case No. 23193:

Arena Roja 28-33 Fed Com 702H Well Arena Roja 28-33 Fed Com 802H Well

Devon Energy Production Company, L.P.

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## **TAB 1**

Reference for Case No. 23192

Application Case No. 23192: Arena

Arena Roja 28-33 Fed Com 701H Well

Arena Roja 28-33 Fed Com 801H Well

NMOCD Checklist Case No. 23192

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

APPLICATION OF DEVON ENERGY PRODUCTION COMPANY, L.P., FOR A HORIZONTAL SPACING UNIT AND COMPULSORY POOLING, LEA COUNTY, NEW MEXICO

Case No.	23192	

#### **APPLICATION**

Devon Energy Production Company, L.P. ("Devon"), OGRID No. 6137, through its undersigned attorneys, hereby files this Application with the Oil Conservation Division ("Division") pursuant to the provisions of NMSA 1978, Section 70-2-17, seeking an order (1) establishing a standard 233.58-acre, more or less, spacing and proration unit comprised of the W/2 W/2 of Section 28 and the NW/4 NW/4 and Lot 4 of Section 33, Township 26 South, Range 35 East, NMPM, Lea County, New Mexico, and (2) pooling all uncommitted mineral interests in the Wolfcamp formation, designated as an oil pool, underlying said unit. Section 33 is an irregular section with correction lots along the New Mexico-Texas state line.

In support of its Application, Devon states the following:

- 1. Devon is a working interest owner in the proposed horizontal spacing and proration unit ("HSU") and has a right to drill a well thereon.
- 2. Devon dedicates to the HSU the **Arena Roja 28-33 Fed Com 701H Well** and the **Arena Roja 28-33 Fed Com 801H Well**, as initial wells, to be drilled to a sufficient depth to test the Wolfcamp formation.

- 3. Devon proposes the **Arena Roja 28-33 Fed Com 701H Well,** an oil well, to be horizontally drilled from a surface location in the NW/4 NW/4 (Unit D) of Section 28 to a bottom hole location in Lot 4 of Section 33.
- 4. Devon proposes the **Arena Roja 28-33 Fed Com 801H Well,** an oil well, to be horizontally drilled from a surface location in the NW/4 NW/4 (Unit D) of Section 28 to a bottom hole location in Lot 4 of Section 33.
- 5. The proposed wells are orthodox in their location, and the take points and completed intervals comply with setback requirements under the statewide rules.
- 6. Devon has sought in good faith, but has been unable to obtain, voluntary agreement from all interest owners to participate in the drilling of the wells or the commitment of their interests to the wells for their development within the proposed HSU.
- 7. The pooling of all interests in the Wolfcamp formation within the proposed HSU will avoid the drilling of unnecessary wells, prevent waste, and protect correlative rights.
- 8. In order to provide for its just and fair share of the oil and gas underlying the subject lands, Devon requests that all uncommitted interests in this HSU be pooled and that Devon be designated the operator of the proposed horizontal wells and HSU.

WHEREFORE, Devon requests that this Application be set for hearing on December 1, 2022, before an Examiner of the Oil Conservation Division, and after notice and hearing as required by law, the Division enter an order:

A. Establishing a standard 233.58-acre, more or less, spacing and proration unit comprised of the W/2 W/2 of Section 28 and the NW/4 NW/4 and Lot 4 of Section 33, Township 26 South, Range 35 East, NMPM, Lea County, New Mexico;

- B. Pooling all uncommitted mineral interests in the Wolfcamp formation underlying the proposed HSU;
- Approving the Arena Roja 28-33 Fed Com 701H Well and the Arena Roja 28-C. 33 Fed Com 801H Well as the wells for the HSU;
- D. Designating Devon as operator of this HSU and the horizontal wells to be drilled thereon:
- E. Authorizing Devon to recover its costs of drilling, equipping, and completing the wells;
- F. Approving actual operating charges and costs of supervision, to the maximum extent allowable, while drilling and after completion, together with a provision adjusting the rates pursuant to the COPAS accounting procedures; and
- G. Setting a 200% charge for the risk assumed by Devon in drilling and completing the wells in the event a working interest owner elects not to participate in the wells.

Respectfully submitted,

ABADIE & SCHILL, PC

/s/ Darin C. Savage

Darin C. Savage

William E. Zimsky

Andrew D. Schill

214 McKenzie Street

Santa Fe, New Mexico 87501

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**Attorneys for Devon Energy Production** Company, L.P.

Application of Devon Energy Production Company, L.P., for a Horizontal Spacing and Proration Unit and Compulsory Pooling, Lea County, New Mexico. Applicant in the abovestyled cause seeks an order from the Division: (1) establishing a standard 233.58-acre, more or less, horizontal spacing and proration unit comprised of the W/2 W/2 of Section 28 and the NW/4 NW/4 and Lot 4 of Section 33, Township 26 South, Range 35 East, NMPM, Lea County, New Mexico, and (2) pooling all mineral interests in the Wolfcamp formation, designated as an oil pool, underlying the unit. Section 33 is an irregular section with correction lots. The proposed wells to be dedicated to the horizontal spacing unit are the Arena Roja 28-33 Fed Com 701H Well, an oil well, to be horizontally drilled from a surface location in the NW/4 NW/4 (Unit D) of Section 28 to a bottom hole location in Lot 4 of Section 33; and the Arena Roja 28-33 Fed Com 801H Well, an oil well, to be horizontally drilled from a surface location in the NW/4 NW/4 (Unit D) of Section 28 to a bottom hole location in Lot 4 of Section 33. The wells will be orthodox, and the take points and completed intervals will comply with the setback requirements under the statewide Rules; also to be considered will be the cost of drilling and completing the wells and the allocation of the costs thereof; actual operating costs and charges for supervision; the designation of the Applicant as Operator of the wells and unit; and a 200% charge for the risk involved in drilling and completing the wells. The wells and lands are located approximately 12.5 miles southwest of Jal City, New Mexico, and adjacent to the New Mexico state line.

# **COMPULSORY POOLING APPLICATION CHECKLIST**

ALL INFORMATION IN THE APPLICATION MU	IST BE SUPPORTED BY SIGNED AFFIDAVITS
Case: 23192	APPLICANT'S RESPONSE
Date	December 15, 2022
Applicant	Devon Energy Production Company, L.P.
Designated Operator & OGRID (affiliation if applicable)	6137
Applicant's Counsel:	Darin C. Savage - Abadie & Schill, PC
Case Title:	Application of Devon Energy Production Company, L.P., for a Horizontal Spacing Unit and Compulsory Pooling, Lea County, New Mexico
Entries of Appearance/Intervenors:	Tap Rock Operating, LLC
Well Family	Arena Roja
Formation/Pool	
Formation Name(s) or Vertical Extent:	Wolfcamp
Primary Product (Oil or Gas):	Oil
Pooling this vertical extent:	Ex. A, Paras. 7 & 8; 701H Well: TVD apprx. 12,530'; 802H Well: TVD apprx. 12,900'
Pool Name and Pool Code:	Jabalina; Wolfcamp, Southwest [Code: 96776]
Well Location Setback Rules:	Statewide Division Rules
Spacing Unit	
Type (Horizontal/Vertical)	Horizontal
Size (Acres)	233.58
Building Blocks:	quarter-quarter sections (40 ac tracts)
Orientation:	north-south
Description: TRS/County	W/2 W/2 of Section 28 and the NW/4 NW/4 and Lot 4 of Section 33, Township 26 South, Range 35 East, NMPM, Lea County, New Mexico
Standard Horizontal Well Spacing Unit (Y/N), If No, describe and is approval of non-standard unit requested in this application?	Yes
Other Situations	
Depth Severance: Y/N. If yes, description	No
Proximity Tracts: If yes, description	No
Proximity Defining Well: if yes, description	N/A
Applicant's Ownership in Each Tract	See Landman Exhibit A-2
Well(s)	
Name & API (if assigned), surface and bottom hole location, footages, completion target, orientation, completion status (standard or non-standard)	Add wells as needed

Well #1	Arena Roja 28-33 Fed Com 701H Well (API No. 30-015-
	pending), SHL: Unit D, 250' FNL, 318' FWL, Section 28,
	T26S-R35E, NMPM, BHL: Lot 4, 20' FSL, 1030' FWL, Section 33, T26S-R35E, standup, standard location
Horizontal Well First and Last Take Points	Arena Roja 28-33 Fed Com 701H Well: FTP 100' FNL,
	1030' FWL, Section 28; LTP 100' FSL, 1030 FWL, Section 33
Completion Target (Formation, TVD and MD)	Jabalina; Wolfcamp, Southwest [Code: 96776]; TVD:
Well #2	apprx. 12,530'; TMD: apprx. 20,030'.
Well #2	Arena Roja 28-33 Fed Com 801H Well (API No. 30-015-pending), SHL: Unit D, 250' FNL, 288' FWL, Section 28,
	T26S-R35E, NMPM, BHL: Lot 4, 20' FSL, 380' FWL, Section
	33, T26S, R35E, standup, standard location
Horizontal Well First and Last Take Points	Arena Roja 28-33 Fed Com 801H Well: FTP 100' FNL, 380'
	FWL, Section 28; LTP 100' FSL, 380' FWL, Section 33
Completion Target (Formation, TVD and MD)	Jabalina; Wolfcamp, Southwest [Code: 96776]; TVD:
completion ranger (Formation, 170 and 1910)	apprx. 12,900'; TMD: apprx. 20,400'.
AFE Capex and Operating Costs	
Drilling Supervision/Month \$	\$6,000, Exhibit A
Production Supervision/Month \$	\$600, Exhibit A
Justification for Supervision Costs	Exhibit A
Requested Risk Charge	200%, Exhibit A
Notice of Hearing	
Proposed Notice of Hearing	Exhibit C, C-1
Proof of Mailed Notice of Hearing (20 days before hearing	Exhibit C-2
Proof of Published Notice of Hearing (10 days before hearing	Exhibit C-3
Ownership Determination	
Land Ownership Schematic of the Spacing Unit	Exhibit A-2
Tract List (including lease numbers and owners)	Exhibit A-2
If approval of Non-Standard Spacing Unit is requested,	
Tract List (including lease numbers and owners) of	
Tracts subject to notice requirements.	N/A
Pooled Parties (including ownership type)	Exhibit A-2
Unlocatable Parties to be Pooled	Exhibit A, Para. 13
Ownership Depth Severance (including percentage above & below)	N/A
Joinder	19/1
Sample Copy of Proposal Letter	Exhibit A-3
List of Interest Owners (ie Exhibit A of JOA)	Exhibit A-2
Chronology of Contact with Non-Joined Working Interes	
Overhead Rates In Proposal Letter	Exhibit A-3
Cost Estimate to Drill and Complete	Exhibit A-3
· · · · · · · · · · · · · · · · · · ·	1

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Cost Estimate to Equip Well	Exhibit A-3
Cost Estimate for Production Facilities	Exhibit A-3
Geology	
Summary (including special considerations)	Exhibit B
Spacing Unit Schematic	Exhibits B-1, B-2, B-3
Gunbarrel/Lateral Trajectory Schematic	Exhibit B-5
Well Orientation (with rationale)	Exhibits B, B-1, B-2, B-3
Target Formation	Exhibits B, B-4
HSU Cross Section	Exhibit B-4
Depth Severance Discussion	N/A
Forms, Figures and Tables	
C-102	Exhibit A-1
Tracts	Exhibits A-1, A-2, B-1
Summary of Interests, Unit Recapitulation (Tracts)	Exhibit A-2
General Location Map (including basin)	Exhibit A-2
Well Bore Location Map	Exhibits A-1, B-1, B-4, B-5
Structure Contour Map - Subsea Depth	Exhibit B-1
Cross Section Location Map (including wells)	Exhibits B-4, B-5
Cross Section (including Landing Zone)	Exhibit B-4
Additional Information	
Special Provisions/Stipulations	N/A
CERTIFICATION: I hereby certify that the information	provided in this checklist is complete and accurate.
<b>Printed Name</b> (Attorney or Party Representative):	Darin C. Savage
Signed Name (Attorney or Party Representative):	/s/ Darin C. Savage
Date:	12.13.2022

## **TAB 2**

Case No. 23192

Exhibit A: Self-Affirmed Statement of Andrew Wenzel, Landman

Exhibit A-1: C-102 Forms

Exhibit A-2: Ownership and Sectional Map Exhibit A-3: Well Proposal Letters and AFEs

Exhibit A-4: Chronology of Contacts with Uncommitted Owners

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

APPLICATION OF DEVON ENERGY PRODUCTION COMPANY, L.P., FOR A HORIZONTAL SPACING UNIT AND COMPULSORY POOLING, LEA COUNTY, NEW MEXICO

Case No. 23192

#### SELF-AFFIRMED STATEMENT OF ANDREW WENZEL

I, being duly sworn on oath, state the following:

- 1. I am over the age of eighteen years and have the capacity to execute this Self-affirmed Statement, which is based on my personal knowledge.
- 2. I am employed as a Senior Landman with Devon Energy Production Company, L.P. ("Devon"), and I am familiar with the subject application and the lands involved.
- 3. I graduated from the University of Oklahoma with a bachelor's degree in Energy Management in 2014, etc. I have previously testified before the New Mexico Oil Conservation Division ("Division") as an expert witness as a petroleum landman. My credentials as a petroleum landman have been accepted by the Division and made a matter of record.
- 4. This affidavit is submitted in connection with the filing by Devon of the above-referenced spacing and compulsory pooling application pursuant to 19.15.4.12.A(1).
- 5. Devon seeks an order pooling all uncommitted mineral interest in the Wolfcamp formation (JABALINA WOLFCAMP, SOUTHWEST; Pool Code: [96776]) underlying a standard 233.58-acre, more or less, horizontal spacing and proration unit comprised of the W/2 W/2 of Section 28 and the NW/4 NW/4 and Lot 4 of Section 33, Township 26 South, Range 35 East, NMPM, Lea County, New Mexico. Section 33 is an irregular section with correction lots along the New

EXHIBIT A

Mexico-Texas state line.

in Section 33: 100' FSL, 1,030' FWL.

- 6. Under <u>Case No. 23192</u>, Devon seeks to dedicate to the unit two initial oil wells, the **Arena Roja 28-33 Fed Com 701H Well** and the **Arena Roja 28-33 Fed Com 801H Well**.
- 7. The **Arena Roja 28-33 Fed Com 701H Well,** an oil well, API No. pending, is to be horizontally drilled from a surface location in the NW/4 NW/4 (Unit D) (250' FNL, 318' FWL) of Section 28 to a bottom hole location in Lot 4 (20' FSL, 1,030' FWL) of Section 33; approximate TVD of 12,530'; approximate TMD of 20,030'; FTP in Section 28: 100' FNL, 1,030' FWL; LTP
- 8. The **Arena Roja 28-33 Fed Com 801H Well**, an oil well, API No. pending, is to be horizontally drilled from a surface location in the NW/4 NW/4 (Unit D) (250' FNL, 288' FWL) of Section 28 to a bottom hole location in Lot 4 (20' FSL, 380' FWL) of Section 33; approximate TVD of 12,900'; approximate TMD of 20,400'; FTP in Section 28: 100' FNL, 380' FWL; LTP in Section 33: 100' FSL, 380' FWL.
  - 9. The proposed C-102s for the wells are attached as **Exhibit A-1**.
- 10. A general location plat and a plat outlining the unit being pooled is attached hereto as **Exhibit A-2**, which shows the location of the proposed wells within the unit. The locations of the wells are orthodox and meet the Division's offset requirements.
- 11. The parties being pooled, the nature of their interests, and their last known addresses are listed on **Exhibit A-2** attached hereto. **Exhibit A-2** includes information regarding working interest (WI) owners, overriding royalty interest (ORRI) owners, and record title (RT) owners.
  - 12. There are no depth severances in the Wolfcamp formation in this acreage.

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13. I provided the law firm of Abadie & Schill P.C. a list of names and addresses for the

uncommitted interest owners shown on **Exhibit A-2**. In compiling these addresses, I conducted a

diligent search of the public records in Lea County, New Mexico, where the wells are located,

and of phone directories and did computer searches to locate the contact information for parties

entitled to notification. All of the working interest owners were locatable. Two of the mailings to

working interest owners are listed as in-transit: Chanas Partners, LLC (f/k/a TLW Investments,

LLC) and Tap Rock Resources, LLC. Both parties have been in ongoing communications and

negotiations with Devon, as described in the Chronology of Communications, Exhibit A-4. There

were four parties with unlocatable addresses all of whom were overriding interest owners: Thomas

James Waller & Barbara Decareaux Waller, Trustees of the Thomas & Barbara Waller Revocable

Trust, Larry Frank & Mildred Lawrence Roden, Van T. Tettleton and Cornerstone Family Trust.

14. Devon submitted notice by publication to the Hobbs News-Sun, a newspaper of general

circulation in Lea County, New Mexico, to account for any unlocatable parties and cover any

contingencies regarding notice. Notice by publication was timely.

15. Devon has made a good faith effort to negotiate with the interest owners but has been

unable to obtain voluntary agreement from all interest owners to participate in the drilling of the

wells or in the commitment of their interests to the wells for their development within the proposed

horizontal spacing unit. Exhibit A-4 provides a chronology and history of contacts with the

owners.

16. The interest owners being pooled have been contacted regarding the proposed wells but

have failed or refused to voluntarily commit their interest in the wells. However, Devon has been

in ongoing discussions with some of the interest owners to voluntarily enter into a Joint Operating

Agreement. If a mutually agreeable Joint Operating Agreement is reached between Devon and

another interest owner or owners, Devon requests that the voluntary agreement become operative

and supersede the Division's order for said parties, except to the extent the Division may deem it

necessary to maintain spacing criteria for the purpose of conservation, the prevention of waste,

and protection of correlative rights.

17. Exhibit A-3 is a sample proposal letter and the AFEs for each proposed well. The

estimated cost of the wells set forth in the AFEs is fair, reasonable, and comparable to the costs of

other wells of similar depths and lengths drilled in this area of New Mexico.

18. Devon requests overhead and administrative rates of \$6,000/month for drilling each well

and \$600/month for producing each well. These rates are fair and comparable to the rates charged

by other operators for wells of this type in this area of New Mexico. Devon requests that these

rates be adjusted periodically as provided in the COPAS Accounting Procedure.

19. Devon requests the maximum costs recoverable, plus a 200% risk charge be assessed

against the working interest owners who elect not to participate in the wells.

20. Devon requests that it be designated operator of the unit and wells.

21. The Exhibits to this Self-affirmed Statement were prepared by me or compiled from

Devon's company business records under my direct supervision.

22. The granting of this Application is in the best interests of conservation, the prevention of

waste, and the protection of correlative rights, and will avoid the drilling of unnecessary wells.

23. The foregoing is correct and complete to the best of my knowledge and belief.

[Signature page follows]

Signature page of Self-Affirmed Statement of Andrew Wenzel:

I understand that this Self-Affirmed Statement will be used as written testimony before the Division in Case No. 23192 and affirm that my testimony herein is true and correct, to the best of my knowledge, belief and intent, and made under penalty of perjury under the laws of the State of New Mexico.

Andrew Wenzel

12/4/22

Date Signed

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

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

1220 SOUTH ST. FRANCIS DR.

Santa Fe, New Mexico 87505

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

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

□ AMENDED REPORT

	WELL LOCATION AND ACREAGE DEDICATION PLAT	
API Number	Pool Code Pool Name	
Property Code	Property Name	Well Number
	ARENA ROJA 28-33 FED COM	701H
OGRID No.	Operator Name	Elevation
6137	DEVON ENERGY PRODUCTION COMPANY, L.P.	3168.4

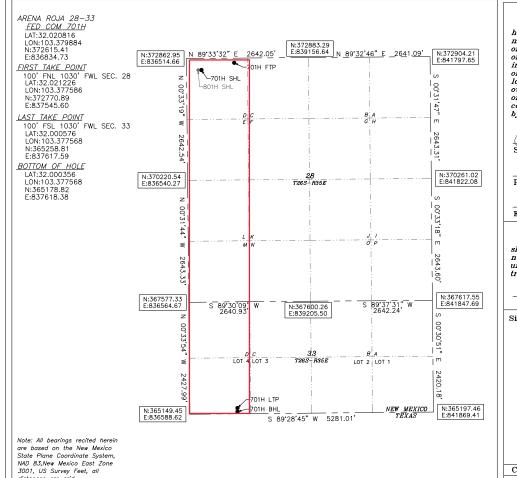
#### Surface Location

Γ	UL or lot No.	Section	Township	Range	Lot Idn	Feet from the	North/South line	North/South line Feet from the		County
	D	28	26-S	35-E		250	NORTH	318	WEST	LEA

#### Bottom Hole Location If Different From Surface

UL or lot No.	Section	Township	Range	Lot Idn	Feet from the	North/South line	Feet from the	East/West line	County		
4	33	26-S	35-E		20	SOUTH	1030 WEST LE				
Dedicated Acre	r Infill Co	nsolidation (	Code Or	der No.							

#### NO ALLOWABLE WILL BE ASSIGNED TO THIS COMPLETION UNTIL ALL INTERESTS HAVE BEEN CONSOLIDATED OR A NON-STANDARD UNIT HAS BEEN APPROVED BY THE DIVISION



#### OPERATOR CERTIFICATION

I hereby certify that the information herein is true and complete to the best of my knowledge and belief, and that this organization either owns a working interest or unleased mineral interest in the land including the proposed bottom hole location or has a right to drill this well at this location pursuant to a contract with an owner of such mineral or working interest, or to a voluntary pooling agreement or a compulsory pooling order heretofore entered by the division.

Date

Julsey Drein Signature

Printed Name

E-mail Address

#### SURVEYOR CERTIFICATION

I hereby certify that the well location shown on this plat was plotted from field notes of actual surveys made by me or under my supervision, and that the same is true and correct to the best of my belief.

11/12/2022

Date of Survey



distances are grid.

Inten		As Dril	led										
API#													
DE\	rator Nai /ON EN MPANY	IERGY F	RODU	I	Property ARENA			-33 F	ED (	СОМ		Well Number 701H	
Kick (	Off Point	(KOP)											
UL D	Section 28	Township 26S	Range 35E	Lot	Feet 65	From NOF		Feet		From	n E/W ST	County LEA	
Latitu		1200			Longitu -103.	ıde		1.0-				NAD 83	
First 1	Гаke Poir	nt (FTP)											
D D	Section 28	Township 26-S	Range 35-E	Lot	Feet 100	From NO	N/S RTH	Feet 103			n E/W EST	County LEA	
132.	ode 0212	26			Longitu 103	.37758	36			l		NAD 83	
Last T	āke Poin	t (LTP)											
UL	Section 33	Township 26-S	Range 35-E	Lot 4	Feet 100	From N/S SOUTI	Feet 10		From WE		Count LEA		
132.	<sup>ide</sup> 0005	76			Longitu 103	.37756	86				NAD <b>83</b>		
Is this	s well the	defining v	vell for th	ie Horiz	ontal Sp	pacing Uni	:? [	Υ					
Is this	s well an	infill well?		N	]								
	ll is yes p ng Unit.	lease prov	ide API if	availab	le, Opeı	rator Namo	e and v	well n	iumbe	r for I	Definir	ng well fo	or Horizontal
API#													
Ope	Operator Name:						Property Name:						Well Number
													KZ 06/29/2018

DISTRICT I 1625 N. FRENCH DR., HOBBS, NM 88240 Phone: (575) 393-6161 Fax: (575) 393-0720

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

DISTRICT II 811 S. FIRST ST., ARTESIA, NM 88210 Phone: (575) 748-1283 Fax: (575) 748-9720 1220 SOUTH ST. FRANCIS DR. Santa Fe, New Mexico 87505

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

□ AMENDED REPORT

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

WELL LOCATION AND ACREAGE DEDICATION PLAT API Number Pool Code Pool Name JABALINA; WOLFCAMP, SOUTHWEST 96776 Property Code Property Name Well Number ARENA ROJA 28-33 FED COM 801H OGRID No. Operator Name Elevation DEVON ENERGY PRODUCTION COMPANY, L.P. 3168.7 6137

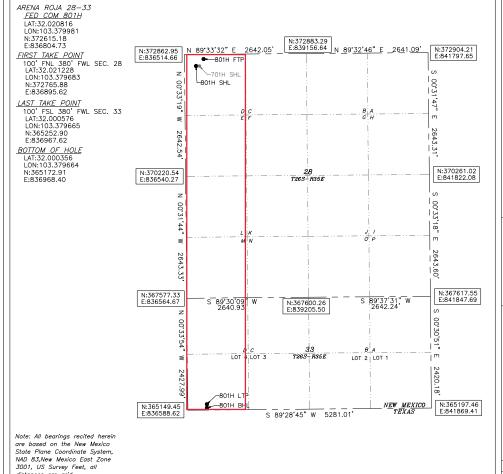
#### Surface Location

UL or lot No.	Section	Township	Range	Lot Idn	Feet from the	North/South line	Feet from the	East/West line	County
D	28	26-S	35-E		250	NORTH	288	WEST	LEA

#### Bottom Hole Location If Different From Surface

UL or lot No.	Section	Township	Range	Lot Idn	Feet from the	North/South line	Feet from the	East/West line	County
4	33	26-S	35-E		20	SOUTH	380	WEST	LEA
Dedicated Acres   Joint or Infill   Consolidation Code					der No.				
233.58									

#### NO ALLOWABLE WILL BE ASSIGNED TO THIS COMPLETION UNTIL ALL INTERESTS HAVE BEEN CONSOLIDATED OR A NON-STANDARD UNIT HAS BEEN APPROVED BY THE DIVISION



#### OPERATOR CERTIFICATION

I hereby certify that the information I hereby certify that the information herein is true and complete to the best of my knowledge and belief, and that this organization either owns a working interest or unleased mineral interest in the land including the proposed bottom hole location or has a right to drill this well at this location pursuant to a contract with an owner of such mineral or working interest, or to a voluntary pooling agreement or a compulsory pooling order heretofore entered by the division.

12/3/22

Date

Signature Chelsey Green

Julsey Drein

Printed Name

chelsey.green@dvn.com

E-mail Address

#### SURVEYOR CERTIFICATION

I hereby certify that the well location shown on this plat was plotted from field notes of actual surveys made by me or under my supervision, and that the same is true and correct to the best of my belief.

11/12/2022

Date of Survey

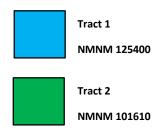
& Seal of Professional Surveyor LAMAN **%** WEX CO 0 STONAL SUP 11/14/22 Certificate No. 22404 B.L. LAMAN

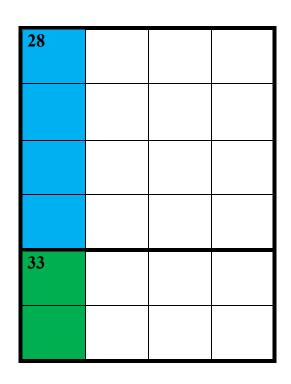
DRAWN BY: CM

distances are grid.

Inten	t X	As oo											
API#													
DE۱	rator Nar /ON EN MPANY	IERGY P	RODUC	J		perty Name ENA ROJ		-33 FE	ED (	СОМ		Well Number 801H	
Kick C	Off Point (	(KOP)											
UL D	Section 28	Township 26S	Range 35E	Lot	Feet <b>49</b>		From N/S NORTH	Feet <b>379</b>		From WE	n E/W	County <b>LEA</b>	
Latitu	<u> </u>	203	33E		Longitu	ıde	INOINTI	313	,	V V L	31	NAD	
32.0	213				10.98							83	
First 7	Γake Poin	t (FTP)	Range	Lot	Feet		From N/S	Feet		From	n E/W	County	
Ď	28	26-S	35-E	200	100		NORTH				ST	LEA	
Latitu 32.	0212	28			Longitu 103		9683		•			NAD 83	
Last T	ake Poin	t (LTP)											
UL	Section 33	Township 26-S	Range 35-E	Lot 4	Feet 100		m N/S Feet DUTH 380		From E		Count LEA		
Latitu 32.	ude 0005	76			Longitu 103		9665		•		NAD <b>83</b>		
Is this well the defining well for the Horizontal Spacing Unit?  Is this well an infill well?  If infill is yes please provide API if available, Operator Name and well number for Defining well for Horizontal Spacing Unit.  API#													
	rator Nar /ON EN	<sub>ne:</sub> IERGY P	RODUC	CTION	I CO,		perty Name ENA ROJ		-33 FE	ED (	СОМ		Well Number 701H

KZ 06/29/2018





Tract 1 WI	W/2 W/2 Sec. 28, Township 26 South, Range 35 East	
50.00%	Devon Energy Production Company, L.P.	Committed
50.00%	Chevron U.S.A. Inc.	Committed
100.00%	Total 50.00% Total Uncommitted 50.00%	
	Committed Interest	
	Interest	
Tract 1 ORRI	W/2 W/2 Sec. 28, Township 26 South, Range 35 East	
	C. Mark Wheeler	
	Paul R. Barwis	
	Jareed Partners, Ltd.	
	Cornerstone Family Trust, John Kyle Thoma Successor Trustee	
	Crownrock Minerals LP	
	Penwell Employee Royalty Pool	
	Devon Energy Production Company, L.P.	
Tract 1 RT	W/2 W/2 Sec. 28, Township 26 South, Range 35 East	

Devon Energy Production Company, L.P. (100%)



Tract 2 WI/RT	NW/4 NW/4 & Lot East	4 Sec. 33, Town	ship 26 South, Ra	inge 35	
50.22%	Devon Energy Prod	uction Company	, L.P.		Committed
48.47%	Chevron U.S.A. Inc.	, ,			Uncommitted
00.80%	McCombs Energy, L	.LC			Uncommitted
00.40%	Tap Rock Resources				Uncommitted
00.11%	NHPP Permian, LLC		artners, LLC, f/k/a	TIW	Uncommitted
	Investments, LLC)	(1,14,0,0,0)			
100.00%	Total 50	0.22%	Total	49.78%	
	Committed		Uncommitted		
	Interest		Interest		
	niter est		meer est		
Tract 2	NW/4 NW/4 & Lot	4 Sec. 33, Town	ship 26 South, Ra	inge 35	
ORRI	East				
	Margaret Ann Mitcl	hell			
	Van T. Tettleton				
	Sean K. Roden				
	Richard W. Fairchild				
	Thomas James Wall		-		
	Trustees of the Tho	mas & Larry Fra	nk Roden & Mildr	ed	
	Lawrence Roden				
	Marium Roden				
	Gerald J. Hertel, Tru		iam F. Roden Byp	ass Trust	
	u/w/o William F. Ro	oden, Deceased			
Tract 2 RT	NW/4 NW/4 & Lot	4 Sec. 33, Town	ship 26 South, Ra	inge 35	
	East				
	Devon Energy Prod	uction Company	, L.P. (45%)		
	Chevron U.S.A. Inc.	(45%)			
	McCombs Energy, L	LC (10%)			
Unit WI	W/2 W/2 Sec. 28, N	IW/4 NW/4 & L	ot 4 Sec. 33, Tow	nship 26	
	South, Range 35 Ea	st (Recapitulatio	on)		
50.07%	Devon Energy Produ	uction Company	, L.P.,		Committed
49.52%	Chevron U.S.A. Inc.				Uncommitted
00.25%	McCombs Energy, L	LC			Uncommitted
00.13%	Tap Rock Resources	, LLC			Uncommitted
00.03%	NHPP Permian, LLC	(f/k/a Chanas Pa	artners, LLC, f/k/a	TLW	Uncommitted
	Investments, LLC)				
100.00%	Total 50	0.07%	Total	49.93%	
	Committed		Uncommitted		

Interest

Interest



Devon Energy Production Company LP 333 West Sheridan Avenue Oklahoma City, OK 73102 405 552 8002 Phone www.devonenergy.com

September 29, 2022

Sent via email to bw@leggettventures.com

Chanas Partners, LLC

RE: Well Proposals- Arena Roja 28-33 701H, 702H, 801H, 802H

W2 of Section 28, N/2 NW/4 and Lots 3 & 4 of Section 33 Township 26 South, Range 35 East Lea County, New Mexico

To whom it may concern,

Devon Energy Production Company, L.P. ("Devon"), as Operator, proposes to drill and complete the following four (4) wells:

- Arena Roja 28-33 Fed Com 701H as a horizontal well to an approximate landing TVD of 12,530', bottom hole TVD' of 12,530', and approximate TMD of 20,030' into the Wolfcamp formation at an approximate SHL of 250' FNL and 288' FWL of Section 28-T26S-R35E and an approximate BHL of 20' FSL and 330' FWL of Section 33-T26S-R35E, Lea County, New Mexico (collectively with all four proposed wells, the "Wells"). Enclosed for your review is Devon's AFE, indicating drilling costs, completion costs, and overall completed well costs.
- Arena Roja 28-33 Fed Com 702H as a horizontal well to an approximate landing TVD of 12,530', bottom hole TVD' of 12,530', and approximate TMD of 20,030' into the Wolfcamp formation at an approximate SHL of 250' FNL and 1,385' FWL of Section 28-T26S-R35E and an approximate BHL of 20' FSL and 1,650' FWL of Section 33-T26S-R35E, Lea County, New Mexico (collectively with all four proposed wells, the "Wells"). Enclosed for your review is Devon's AFE, indicating drilling costs, completion costs, and overall completed well costs.
- Arena Roja 28-33 Fed Com 801H as a horizontal well to an approximate landing TVD of 12,900', bottom hole TVD' of 12,900', and approximate TMD of 20,400' into the Wolfcamp formation at an approximate SHL of 250' FNL and 318' FWL of Section 28-T26S-R35E and an approximate BHL of 20' FSL and 990' FWL of Section 33-T26S-R35E, Lea County, New Mexico (collectively with all four proposed wells, the "Wells"). Enclosed for your review is Devon's AFE, indicating drilling costs, completion costs, and overall completed well costs.
- Arena Roja 28-33 Fed Com 802H as a horizontal well to an approximate landing TVD of 12,900', bottom hole TVD' of 12,900', and approximate TMD of 20,400' into the Wolfcamp formation at an approximate SHL of 250' FNL and 1,415' FWL of Section 28-T26S-R35E and an approximate BHL of 20' FSL and 2,310' FWL of Section 33-T26S-R35E, Lea County, New Mexico (collectively with all four proposed wells, the "Wells"). Enclosed for your review is Devon's AFE, indicating drilling costs, completion costs, and overall completed well costs.

EXHIBIT A-3

Page 2

Devon reserves the right to modify the locations and drilling plans described above in order to address surface and subsurface concerns. Devon will advise of any such modifications.

Devon is proposing to drill the Wells under an amended version of the modified 610-1982 AAPL form of Operating Agreement ("JOA") dated effective as of March 1, 2005, between Devon Energy Production Company, LP, as Operator, and Chesapeake Exploration Limited Partnership, as Non-Operator. A copy of the proposed Amendment, which adds the W/2 of Sec. 28 to the Contract Area of the JOA is enclosed with this letter. The JOA will be supplied to those parties interested in participating and contains the following general provisions:

- Devon Energy Production Company, L.P. named as Operator
- Contract Area: W/2 of Section 28 and the N/2 NW/4 and Lots 3 & 4 of T26S-R35E, Lea County
- 100%/400% Non-Consenting Penalty
- Overhead rates of \$6,000 DWR/\$600 PWR

Please indicate your election to participate in the drilling and completion of the Wells in the spaces provided below, within 30 days of receipt, by signing and returning one (1) copy of this letter and AFE, along with your well data requirements sheet. A Communization Agreement for said Wells will be supplied for your review and execution at a later date.

If your election is to participate, a cash call invoice will be sent following receipt of a timely election.

If an agreement cannot be reached within 30 days of receipt of this letter by all parties, Devon will apply to the New Mexico Oil Conversation Division for compulsory pooling of your interest into a spacing unit for the Wells, if uncommitted at such time.

Please do not hesitate to contact me at (405) 228-4218 or via email at Andrew.Wenzel@dvn.com if you have any questions concerning this proposal.

Very truly yours,

Devon Energy Production Company, L.P.

Andrew Wenzel Senior Landman

Page 3

Chanas Partners, LLC:
<b>To Participate</b> in the proposal of the Arena Roja 28-33 Fed Com 701H
Not To Participate in the proposal of the Arena Roja 28-33 Fed Com 701H
To Participate in the proposal of the Arena Roja 28-33 Fed Com 702H
Not To Participate in the proposal of the Arena Roja 28-33 Fed Com 702H
To Participate in the proposal of the Arena Roja 28-33 Fed Com 801H
Not To Participate in the proposal of the Arena Roja 28-33 Fed Com 801H
<b>To Participate</b> in the proposal of the Arena Roja 28-33 Fed Com 802H
Not To Participate in the proposal of the Arena Roja 28-33 Fed Com 802H
Agreed to and Accepted this day of, 2022.
Chanas Partners, LLC:
By:
Title:



AFE # XX-149189.01

Well Name: ARENA ROJA 28-33 FED COM 701H

Cost Center Number: 1094669401 Legal Description: 28-26S-35E

Revision:

AFE Date: State:

9-6-2022 NM County/Parish: LEA

#### **Explanation and Justification:**

#### AFE TO DRILL & COMPLETE THE ARENA ROJA 28-33 FED COM 701H

Intangible Code Description	Drilling Costs	Completion Costs	Dry Hole Costs	Total Costs
6040110 CHEMICALS - OTHER	0.00	121,597.00	0.00	121,597.00
6060100 DYED LIQUID FUELS	114,125.00	417,338.00	0.00	531,463.00
6060130 GASEOUS FUELS	0.00	71,047.80	0.00	71,047.80
6080100 DISPOSAL - SOLIDS	103,412.00	2,124.87	0.00	105,536.87
6080110 DISP-SALTWATER & OTH	0.00	10,361.91	0.00	10,361.91
6080115 DISP VIA PIPELINE SW	0.00	98,400.00	0.00	98,400.00
6090100 FLUIDS - WATER	20,400.00	36,640.10	0.00	57,040.10
6090120 RECYC TREAT&PROC-H20	0.00	180,601.00	0.00	180,601.00
6100100 PERMIT SURVEY&TITLE	30,000.00	0.00	0.00	30,000.00
6100110 RIGHT OF WAY	25,000.00	0.00	0.00	25,000.00
6110130 ROAD&SITE PREP SVC	45,000.00	36,179.20	0.00	81,179.20
6110170 DAMAGE & REMEDIATION	5,000.00	0.00	0.00	5,000.00
6120100 I & C SERVICES	0.00	40,070.63	0.00	40,070.63
6130170 COMM SVCS - WAN	4,669.00	0.00	0.00	4,669.00
6130360 RTOC - ENGINEERING	0.00	16,833.00	0.00	16,833.00
6130370 RTOC - GEOSTEERING	5,796.00	0.00	0.00	5,796.00
6140160 ENV-SERVICES	1,000.00	0.00	0.00	1,000.00
6150100 CH LOG PERFRTG&WL SV	0.00	225,333.00	0.00	225,333.00
6160100 MATERIALS & SUPPLIES	6,225.00	0.00	0.00	6,225.00
6170100 PULLING&SWABBING SVC	0.00	6,900.00	0.00	6,900.00
6170110 SNUBBG&COIL TUBG SVC	0.00	88,415.80	0.00	88,415.80
6190100 TRCKG&HL-SOLID&FLUID	102,500.00	0.00	0.00	102,500.00
6190110 TRUCKING&HAUL OF EQP	47,700.00	34,047.75	0.00	81,747.75
6200130 CONSLT & PROJECT SVC	109,000.00	79,974.70	0.00	188,974.70
6230120 SAFETY SERVICES	31,125.00	0.00	0.00	31,125.00
6300270 SOLIDS CONTROL SRVCS	61,500.00	0.00	0.00	61,500.00
6310120 STIMULATION SERVICES	0.00	960,192.00	0.00	960,192.00
6310190 PROPPANT PURCHASE	0.00	579,830.00	0.00	579,830.00
6310200 CASING & TUBULAR SVC	83,500.00	0.00	0.00	83,500.00
6310250 CASING & TOBOLATION 6310250 CEMENTING SERVICES	190,000.00	0.00	0.00	190,000.00
6310280 DAYWORK COSTS	524,750.00	0.00	0.00	524,750.00
6310300 DIRECTIONAL SERVICES	244,000.00	0.00	0.00	244,000.00
6310300 DIRECTIONAL SERVICES	94,500.00	0.00	0.00	94,500.00
6310330 DRILL&COMP FLUID&SVC	264,554.00	8,366.67	0.00	272,920.67
	11,000.00	0.00	0.00	11,000.00
6310380 OPEN HOLE EVALUATION	ŕ		0.00	
6310480 TSTNG-WELL, PL & OTH	0.00	136,389.90	0.00	136,389.90
6310600 MISC PUMPING SERVICE		26,048.80		26,048.80
6320100 EQPMNT SVC-SRF RNTL	102,388.00	149,719.00	0.00	252,107.00
6320110 EQUIP SVC - DOWNHOLE	98,210.00	27,490.50	0.00	125,700.50
6320160 WELDING SERVICES	1,500.00	0.00	0.00	1,500.00
6320190 WATER TRANSFER	0.00	81,754.20	0.00	81,754.20
6350100 CONSTRUCTION SVC	0.00	146,975.33	0.00	146,975.33
6520100 LEGAL FEES	10,000.00	0.00	0.00	10,000.00
6550100 MISCS COSTS & SERVS	0.00	11,242.15	0.00	11,242.15



AFE # XX-149189.01

Well Name: ARENA ROJA 28-33 FED COM 701H

Cost Center Number: 1094669401 Legal Description: 28-26S-35E

TOTAL ESTIMATED COST

Revision:

AFE Date: State: 9-6-2022 NM

0.00

8,873,279.79

State: NM County/Parish: LEA

Code	Intangible Description	Drilling Costs	Completion Costs	Dry Hole Costs	Total Costs
6550110	MISCELLANEOUS SVC	31,500.00	0.00	0.00	31,500.00
6550120	OTHER ROUSTABOUT SER	0.00	5,000.00	0.00	5,000.00
6630110	CAPITAL OVERHEAD	6,225.00	36,223.90	0.00	42,448.90
6740340	TAXES OTHER	331.00	33,656.58	0.00	33,987.58
	Total Intangibles	2,374,910.00	3,668,753.79	0.00	6,043,663.79
	Tanaible	Deilling	Completion	Dur Hala	Total

	Tangible	Drilling	Completion	Dry Hole	Total
Code	Description	Costs	Costs	Costs	Costs
6120110	I&C EQUIPMENT	0.00	64,925.21	0.00	64,925.21
6120120	MEASUREMENT EQUIP	0.00	31,259.34	0.00	31,259.34
6150110	LOG PERFORATG&WL EQP	0.00	11,250.00	0.00	11,250.00
6230130	SAFETY EQUIPMENT	4,669.00	0.00	0.00	4,669.00
6300150	SEPARATOR EQUIPMENT	321,501.15	0.00	0.00	321,501.15
6300220	STORAGE VESSEL&TANKS	0.00	35,864.83	0.00	35,864.83
6300230	PUMPS - SURFACE	0.00	9,430.58	0.00	9,430.58
6310130	ARTIFICIAL LIFT EQP	0.00	30,000.00	0.00	30,000.00
6310150	CASG-COND&DRIVE PIPE	20,000.00	0.00	0.00	20,000.00
6310420	TUBING & COMPONENTS	0.00	150,101.11	0.00	150,101.11
6310460	WELLHEAD EQUIPMENT	50,000.00	118,473.00	0.00	168,473.00
6310530	SURFACE CASING	145,710.00	0.00	0.00	145,710.00
6310540	INTERMEDIATE CASING	851,875.00	0.00	0.00	851,875.00
6310550	PRODUCTION CASING	780,840.00	0.00	0.00	780,840.00
6310580	CASING COMPONENTS	28,510.00	0.00	0.00	28,510.00
6330100	PIPE,FIT,FLANG,CPLNG	0.00	175,206.78	0.00	175,206.78
	Total Tangibles	2,203,105.15	626,510.85	0.00	2,829,616.00

WORKING INTEREST OWNER A	VORKING INTEREST OWNER APPROVAL				
Company Name:					
Signature:	Print Name:				
Title:					
Date:					
Email:					

4,578,015.15

4,295,264.64

Note: Please include/attach well requirement data with ballot.



AFE # XX-149251.01

Well Name: ARENA ROJA 28-33 FED COM 702H

Cost Center Number: 1094669601 Legal Description: 28-26S-35E

Revision:

AFE Date: State: 9-6-2022 NM LEA

County/Parish:

#### **Explanation and Justification:**

#### AFE TO DRILL & COMPLETE THE ARENA ROJA 28-33 FED COM 702H

Intangible Code Description	Drilling Costs	Completion Costs	Dry Hole Costs	Total Costs
6040110 CHEMICALS - OTHER	0.00	121,597.00	0.00	121,597.00
6060100 DYED LIQUID FUELS	114,125.00	417,338.00	0.00	531,463.00
6060130 GASEOUS FUELS	0.00	71,047.80	0.00	71,047.80
6080100 DISPOSAL - SOLIDS	103,412.00	2,124.87	0.00	105,536.87
6080110 DISP-SALTWATER & OTH	0.00	10,361.91	0.00	10,361.91
6080115 DISP VIA PIPELINE SW	0.00	98,400.00	0.00	98,400.00
6090100 FLUIDS - WATER	20,400.00	36,640.10	0.00	57,040.10
6090120 RECYC TREAT&PROC-H20	0.00	180,601.00	0.00	180,601.00
6100100 PERMIT SURVEY&TITLE	30,000.00	0.00	0.00	30,000.00
6100110 RIGHT OF WAY	25,000.00	0.00	0.00	25,000.00
6110130 ROAD&SITE PREP SVC	45,000.00	36,179.20	0.00	81,179.20
6110170 DAMAGE & REMEDIATION	5,000.00	0.00	0.00	5,000.00
6120100 I & C SERVICES	0.00	40,070.63	0.00	40,070.63
6130170 COMM SVCS - WAN	4,669.00	0.00	0.00	4,669.00
6130360 RTOC - ENGINEERING	0.00	16,833.00	0.00	16,833.00
6130370 RTOC - GEOSTEERING	5,796.00	0.00	0.00	5,796.00
6140160 ENV-SERVICES	1,000.00	0.00	0.00	1,000.00
6150100 CH LOG PERFRTG&WL SV	0.00	225,333.00	0.00	225,333.00
6160100 MATERIALS & SUPPLIES	6,225.00	0.00	0.00	6,225.00
6170100 PULLING&SWABBING SVC	0.00	6,900.00	0.00	6,900.00
6170110 SNUBBG&COIL TUBG SVC	0.00	88,415.80	0.00	88,415.80
6190100 TRCKG&HL-SOLID&FLUID	102,500.00	0.00	0.00	102,500.00
6190110 TRUCKING&HAUL OF EQP	47,700.00	34,047.75	0.00	81,747.75
6200130 CONSLT & PROJECT SVC	109,000.00	79,974.70	0.00	188,974.70
6230120 SAFETY SERVICES	31,125.00	0.00	0.00	31,125.00
6300270 SOLIDS CONTROL SRVCS	61,500.00	0.00	0.00	61,500.00
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6310200 CASING & TUBULAR SVC	83,500.00	0.00	0.00	83,500.00
6310250 CASING & TOBOLATION 6310250 CEMENTING SERVICES	190,000.00	0.00	0.00	190,000.00
6310280 DAYWORK COSTS	524,750.00	0.00	0.00	524,750.00
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6310330 DRILL&COMP FLUID&SVC	264,554.00	8,366.67	0.00	272,920.67
	11,000.00	0.00	0.00	11,000.00
6310380 OPEN HOLE EVALUATION	ŕ		0.00	
6310480 TSTNG-WELL, PL & OTH	0.00	136,389.90	0.00	136,389.90
6310600 MISC PUMPING SERVICE		26,048.80		26,048.80
6320100 EQPMNT SVC-SRF RNTL	102,388.00	149,719.00	0.00	252,107.00
6320110 EQUIP SVC - DOWNHOLE	98,210.00	27,490.50	0.00	125,700.50
6320160 WELDING SERVICES	1,500.00	0.00	0.00	1,500.00
6320190 WATER TRANSFER	0.00	81,754.20	0.00	81,754.20
6350100 CONSTRUCTION SVC	0.00	146,975.33	0.00	146,975.33
6520100 LEGAL FEES	10,000.00	0.00	0.00	10,000.00
6550100 MISCS COSTS & SERVS	0.00	11,242.15	0.00	11,242.15



AFE # XX-149251.01

Well Name: ARENA ROJA 28-33 FED COM 702H

Cost Center Number: 1094669601 Legal Description: 28-26S-35E

TOTAL ESTIMATED COST

Revision:

AFE Date: State: 9-6-2022 NM

0.00

8,873,279.79

State: NM County/Parish: LEA

Code	Intangible Description	Drilling Costs	Completion Costs	Dry Hole Costs	Total Costs
6550110	MISCELLANEOUS SVC	31,500.00	0.00	0.00	31,500.00
6550120	OTHER ROUSTABOUT SER	0.00	5,000.00	0.00	5,000.00
6630110	CAPITAL OVERHEAD	6,225.00	36,223.90	0.00	42,448.90
6740340	TAXES OTHER	331.00	33,656.58	0.00	33,987.58
	Total Intangibles	2,374,910.00	3,668,753.79	0.00	6,043,663.79

Code	Tangible Description	Drilling Costs	Completion Costs	Dry Hole Costs	Total Costs
6120110	I&C EQUIPMENT	0.00	64,925.21	0.00	64,925.21
6120120	MEASUREMENT EQUIP	0.00	31,259.34	0.00	31,259.34
6150110	LOG PERFORATG&WL EQP	0.00	11,250.00	0.00	11,250.00
6230130	SAFETY EQUIPMENT	4,669.00	0.00	0.00	4,669.00
6300150	SEPARATOR EQUIPMENT	321,501.15	0.00	0.00	321,501.15
6300220	STORAGE VESSEL&TANKS	0.00	35,864.83	0.00	35,864.83
6300230	PUMPS - SURFACE	0.00	9,430.58	0.00	9,430.58
6310130	ARTIFICIAL LIFT EQP	0.00	30,000.00	0.00	30,000.00
6310150	CASG-COND&DRIVE PIPE	20,000.00	0.00	0.00	20,000.00
6310420	TUBING & COMPONENTS	0.00	150,101.11	0.00	150,101.11
6310460	WELLHEAD EQUIPMENT	50,000.00	118,473.00	0.00	168,473.00
6310530	SURFACE CASING	145,710.00	0.00	0.00	145,710.00
6310540	INTERMEDIATE CASING	851,875.00	0.00	0.00	851,875.00
6310550	PRODUCTION CASING	780,840.00	0.00	0.00	780,840.00
6310580	CASING COMPONENTS	28,510.00	0.00	0.00	28,510.00
6330100	PIPE,FIT,FLANG,CPLNG	0.00	175,206.78	0.00	175,206.78
	Total Tangibles	2,203,105.15	626,510.85	0.00	2,829,616.00

VORKING INTEREST OWNER APPROVAL					
Company Name:	Company Name:				
Signature:	Print Name:				
Title:					
Date:					
Email:					

4,578,015.15

4,295,264.64

Note: Please include/attach well requirement data with ballot.



AFE # XX-149250.01

Well Name: ARENA ROJA 28-33 FED COM 801H

Cost Center Number: 1094669501 Legal Description: 28-26S-35E

Revision:

AFE Date: State: County/Parish:

9-6-2022 NM

: LEA

#### **Explanation and Justification:**

#### AFE TO DRILL & COMPLETE THE ARENA ROJA 28-33 FED COM 801H

Code	Intangible Description	Drilling Costs	Completion Costs	Dry Hole Costs	Total Costs
6040110	CHEMICALS - OTHER	0.00	121,597.00	0.00	121,597.00
6060100	DYED LIQUID FUELS	176,000.00	417,338.00	0.00	593,338.00
6060130	GASEOUS FUELS	0.00	71,047.80	0.00	71,047.80
6080100	DISPOSAL - SOLIDS	104,794.00	2,124.87	0.00	106,918.87
6080110	DISP-SALTWATER & OTH	0.00	10,361.91	0.00	10,361.91
6080115	DISP VIA PIPELINE SW	0.00	98,400.00	0.00	98,400.00
6090100	FLUIDS - WATER	20,400.00	36,640.10	0.00	57,040.10
6090120	RECYC TREAT&PROC-H20	0.00	180,601.00	0.00	180,601.00
6100100	PERMIT SURVEY&TITLE	30,000.00	0.00	0.00	30,000.00
6100110	RIGHT OF WAY	25,000.00	0.00	0.00	25,000.00
6110130	ROAD&SITE PREP SVC	45,000.00	36,179.20	0.00	81,179.20
6110170	DAMAGE & REMEDIATION	5,000.00	0.00	0.00	5,000.00
6120100	& C SERVICES	0.00	40,070.63	0.00	40,070.63
6130170	COMM SVCS - WAN	7,200.00	0.00	0.00	7,200.00
6130360	RTOC - ENGINEERING	0.00	16,833.00	0.00	16,833.00
	RTOC - GEOSTEERING	10,350.00	0.00	0.00	10,350.00
6140160	ENV-SERVICES	1,000.00	0.00	0.00	1,000.00
6150100	CH LOG PERFRTG&WL SV	0.00	225,333.00	0.00	225,333.00
6160100	MATERIALS & SUPPLIES	9,600.00	0.00	0.00	9,600.00
6170100	PULLING&SWABBING SVC	0.00	6,900.00	0.00	6,900.00
6170110	SNUBBG&COIL TUBG SVC	0.00	88,415.80	0.00	88,415.80
6190100	TRCKG&HL-SOLID&FLUID	140,000.00	0.00	0.00	140,000.00
6190110	TRUCKING&HAUL OF EQP	47,700.00	34,047.75	0.00	81,747.75
6200130	CONSLT & PROJECT SVC	165,250.00	79,974.70	0.00	245,224.70
6230120	SAFETY SERVICES	48,000.00	0.00	0.00	48,000.00
6300270	SOLIDS CONTROL SRVCS	84,000.00	0.00	0.00	84,000.00
6310120	STIMULATION SERVICES	0.00	960,192.00	0.00	960,192.00
6310190	PROPPANT PURCHASE	0.00	579,830.00	0.00	579,830.00
6310200	CASING & TUBULAR SVC	83,500.00	0.00	0.00	83,500.00
6310250	CEMENTING SERVICES	190,000.00	0.00	0.00	190,000.00
6310280	DAYWORK COSTS	809,300.00	0.00	0.00	809,300.00
6310300	DIRECTIONAL SERVICES	244,000.00	0.00	0.00	244,000.00
6310310	DRILL BITS	94,500.00	0.00	0.00	94,500.00
6310330	DRILL&COMP FLUID&SVC	264,756.00	8,366.67	0.00	273,122.67
6310370	MOB & DEMOBILIZATION	462,000.00	0.00	0.00	462,000.00
6310380	OPEN HOLE EVALUATION	17,050.00	0.00	0.00	17,050.00
6310480	TSTNG-WELL, PL & OTH	0.00	136,389.90	0.00	136,389.90
6310600	MISC PUMPING SERVICE	0.00	26,048.80	0.00	26,048.80
6320100	EQPMNT SVC-SRF RNTL	150,325.00	149,719.00	0.00	300,044.00
6320110	EQUIP SVC - DOWNHOLE	124,460.00	27,490.50	0.00	151,950.50
6320160	WELDING SERVICES	1,500.00	0.00	0.00	1,500.00
6320190	WATER TRANSFER	0.00	81,754.20	0.00	81,754.20
6350100	CONSTRUCTION SVC	0.00	146,975.33	0.00	146,975.33
6520100	LEGAL FEES	10,000.00	0.00	0.00	10,000.00



AFE # XX-149250.01

Well Name: ARENA ROJA 28-33 FED COM 801H

Cost Center Number: 1094669501 Legal Description: 28-26S-35E

TOTAL ESTIMATED COST

Revision:

AFE Date: State: 9-6-2022 NM

State: NM County/Parish: LEA

Code	Intangible Description	Drilling Costs	Completion Costs	Dry Hole Costs	Total Costs
6550100	MISCS COSTS & SERVS	0.00	11,364.15	0.00	11,364.15
6550110	MISCELLANEOUS SVC	31,500.00	0.00	0.00	31,500.00
6550120	OTHER ROUSTABOUT SER	0.00	5,000.00	0.00	5,000.00
6630110	CAPITAL OVERHEAD	9,600.00	36,223.90	0.00	45,823.90
6740340	TAXES OTHER	510.00	33,802.98	0.00	34,312.98
	Total Intangibles	3,412,295.00	3,669,022.19	0.00	7,081,317.19

Code	Tangible Description	Drilling Costs	Completion Costs	Dry Hole Costs	Total Costs
6120110	I&C EQUIPMENT	0.00	64,925.21	0.00	64,925.21
6120120	MEASUREMENT EQUIP	0.00	31,259.34	0.00	31,259.34
6150110	LOG PERFORATG&WL EQP	0.00	11,250.00	0.00	11,250.00
6230130	SAFETY EQUIPMENT	7,200.00	0.00	0.00	7,200.00
6300150	SEPARATOR EQUIPMENT	321,501.15	0.00	0.00	321,501.15
6300220	STORAGE VESSEL&TANKS	0.00	35,864.83	0.00	35,864.83
6300230	PUMPS - SURFACE	0.00	9,430.58	0.00	9,430.58
6310130	ARTIFICIAL LIFT EQP	0.00	30,000.00	0.00	30,000.00
6310150	CASG-COND&DRIVE PIPE	20,000.00	0.00	0.00	20,000.00
6310420	TUBING & COMPONENTS	0.00	152,541.11	0.00	152,541.11
6310460	WELLHEAD EQUIPMENT	50,000.00	118,473.00	0.00	168,473.00
6310530	SURFACE CASING	145,710.00	0.00	0.00	145,710.00
6310540	INTERMEDIATE CASING	877,250.00	0.00	0.00	877,250.00
6310550	PRODUCTION CASING	800,120.00	0.00	0.00	800,120.00
6310580	CASING COMPONENTS	28,510.00	0.00	0.00	28,510.00
6330100	PIPE,FIT,FLANG,CPLNG	0.00	175,206.78	0.00	175,206.78
	Total Tangibles	2,250,291.15	628,950.85	0.00	2,879,242.00

WORKING INTEREST OWNER APPROVAL	

4,297,973.04

0.00

9,960,559.19

5,662,586.15

Company Name:				
Signature:	Print Name:			
Title:				
Date:				
Email:				

Note: Please include/attach well requirement data with ballot.



AFE # XX-149252.01

Well Name: ARENA ROJA 28-33 FED COM 802H

Cost Center Number: 1094669701 Legal Description: 28-26S-35E

Revision:

AFE Date: State: 9-6-2022 NM

County/Parish: LEA

#### **Explanation and Justification:**

#### AFE TO DRILL & COMPLETE THE ARENA ROJA 28-33 FED COM 802H

Code	Intangible Description	Drilling Costs	Completion Costs	Dry Hole Costs	Total Costs
6040110	CHEMICALS - OTHER	0.00	121,597.00	0.00	121,597.00
6060100	DYED LIQUID FUELS	176,000.00	417,338.00	0.00	593,338.00
6060130	GASEOUS FUELS	0.00	71,047.80	0.00	71,047.80
6080100	DISPOSAL - SOLIDS	104,794.00	2,124.87	0.00	106,918.87
6080110	DISP-SALTWATER & OTH	0.00	10,361.91	0.00	10,361.91
	DISP VIA PIPELINE SW	0.00	98,400.00	0.00	98,400.00
	FLUIDS - WATER	20,400.00	36,640.10	0.00	57,040.10
6090120	RECYC TREAT&PROC-H20	0.00	180,601.00	0.00	180,601.00
6100100	PERMIT SURVEY&TITLE	30,000.00	0.00	0.00	30,000.00
6100110	RIGHT OF WAY	25,000.00	0.00	0.00	25,000.00
6110130	ROAD&SITE PREP SVC	45,000.00	36,179.20	0.00	81,179.20
6110170	DAMAGE & REMEDIATION	5,000.00	0.00	0.00	5,000.00
	& C SERVICES	0.00	40,070.63	0.00	40,070.63
	COMM SVCS - WAN	7,200.00	0.00	0.00	7,200.00
	RTOC - ENGINEERING	0.00	16,833.00	0.00	16,833.00
	RTOC - GEOSTEERING	10,350.00	0.00	0.00	10,350.00
	ENV-SERVICES	1,000.00	0.00	0.00	1,000.00
	CH LOG PERFRTG&WL SV	0.00	225,333.00	0.00	225,333.0
	MATERIALS & SUPPLIES	9,600.00	0.00	0.00	9,600.00
	PULLING&SWABBING SVC	0.00	6,900.00	0.00	6,900.00
	SNUBBG&COIL TUBG SVC	0.00	88,415.80	0.00	88,415.80
	TRCKG&HL-SOLID&FLUID	140,000.00	0.00	0.00	140,000.0
	TRUCKING&HAUL OF EQP	47,700.00	34,047.75	0.00	81,747.75
	CONSLT & PROJECT SVC	165,250.00	79,974.70	0.00	245,224.7
	SAFETY SERVICES	48,000.00	0.00	0.00	48,000.00
	SOLIDS CONTROL SRVCS	84,000.00	0.00	0.00	84,000.00
	STIMULATION SERVICES	0.00	960,192.00	0.00	960,192.0
	PROPPANT PURCHASE	0.00	579,830.00	0.00	579,830.0
	CASING & TUBULAR SVC	83,500.00	0.00	0.00	83,500.00
	CEMENTING SERVICES	190,000.00	0.00	0.00	190,000.0
	DAYWORK COSTS	809,300.00	0.00	0.00	809,300.0
	DIRECTIONAL SERVICES	244,000.00	0.00	0.00	244,000.0
	DRILL BITS	94,500.00	0.00	0.00	94,500.00
	DRILL&COMP FLUID&SVC	264,756.00	8,366.67	0.00	273,122.6
	MOB & DEMOBILIZATION	462,000.00	0.00	0.00	462,000.00
	OPEN HOLE EVALUATION	17,050.00	0.00	0.00	17,050.00
	TSTNG-WELL, PL & OTH	0.00	136,389.90	0.00	136,389.9
	MISC PUMPING SERVICE	0.00	26,048.80	0.00	26,048.80
	EQPMNT SVC-SRF RNTL	150,325.00	149,719.00	0.00	300,044.0
	EQUIP SVC - DOWNHOLE	124,460.00	27,490.50	0.00	151,950.50
	WELDING SERVICES	1,500.00	0.00	0.00	1,500.00
	WATER TRANSFER	0.00	81,754.20	0.00	81,754.20
	CONSTRUCTION SVC	0.00	146,975.33	0.00	146,975.3
	LEGAL FEES	10,000.00	0.00	0.00	10,000.00



AFE # XX-149252.01

Well Name: ARENA ROJA 28-33 FED COM 802H

Cost Center Number: 1094669701 Legal Description: 28-26S-35E

TOTAL ESTIMATED COST

Revision:

AFE Date: State: 9-6-2022 NM

State: NM County/Parish: LEA

Code	Intangible Description	Drilling Costs	Completion Costs	Dry Hole Costs	Total Costs
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6550120	OTHER ROUSTABOUT SER	0.00	5,000.00	0.00	5,000.00
6630110	CAPITAL OVERHEAD	9,600.00	36,223.90	0.00	45,823.90
6740340	TAXES OTHER	510.00	33,802.98	0.00	34,312.98
	Total Intangibles	3,412,295.00	3,669,022.19	0.00	7,081,317.19

Code	Tangible Description	Drilling Costs	Completion Costs	Dry Hole Costs	Total Costs
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6120120	MEASUREMENT EQUIP	0.00	31,259.34	0.00	31,259.34
6150110	LOG PERFORATG&WL EQP	0.00	11,250.00	0.00	11,250.00
6230130	SAFETY EQUIPMENT	7,200.00	0.00	0.00	7,200.00
6300150	SEPARATOR EQUIPMENT	321,501.15	0.00	0.00	321,501.15
6300220	STORAGE VESSEL&TANKS	0.00	35,864.83	0.00	35,864.83
6300230	PUMPS - SURFACE	0.00	9,430.58	0.00	9,430.58
6310130	ARTIFICIAL LIFT EQP	0.00	30,000.00	0.00	30,000.00
6310150	CASG-COND&DRIVE PIPE	20,000.00	0.00	0.00	20,000.00
6310420	TUBING & COMPONENTS	0.00	152,541.11	0.00	152,541.11
6310460	WELLHEAD EQUIPMENT	50,000.00	118,473.00	0.00	168,473.00
6310530	SURFACE CASING	145,710.00	0.00	0.00	145,710.00
6310540	INTERMEDIATE CASING	877,250.00	0.00	0.00	877,250.00
6310550	PRODUCTION CASING	800,120.00	0.00	0.00	800,120.00
6310580	CASING COMPONENTS	28,510.00	0.00	0.00	28,510.00
6330100	PIPE,FIT,FLANG,CPLNG	0.00	175,206.78	0.00	175,206.78
	Total Tangibles	2,250,291.15	628,950.85	0.00	2,879,242.00

WORKING INTEREST OWNER APPROVAL

4,297,973.04

0.00

9,960,559.19

5,662,586.15

# Company Name: Signature: Print Name: Title: Date: Email:

Note: Please include/attach well requirement data with ballot.



Devon Energy Production Company LP 333 West Sheridan Avenue Oklahoma City, OK 73102 405 552 8002 Phone www.devonenergy.com

November 21, 2022

Sent via email to bw@leggettventures.com

Chanas Partners, LLC

Re: Supplement to Well Proposal dated September 29, 2022

Arena Roja 28-33 Fed Com Wells Sections 28 & 33, T26S-R35E Lea County, New Mexico

Dear Working Interest Owner:

Devon Energy Production Company, L.P. ("Devon") is providing this Supplemental Letter ("Supplement") to be incorporated into the Well Proposal for the Arena Roja 28-33 Fed Com Wells dated September 29, 2022 ("Well Proposal"), in order to update the wells with certain adjustments pursuant the sixth paragraph of the Well Proposal in which Devon reserved the right to modify locations and drilling plans.

Devon adjusts the specifications of the wells as follows:

- Arena Roja 28-33 Fed Com 701H at an approximate SHL of 250' FNL and 318' FWL of Section 28-T26S-R35E and an approximate BHL of 20' FSL and 1030' FWL of Section 33-T26S-R35E, Lea County, New Mexico.
- Arena Roja 28-33 Fed Com 702H at an approximate SHL of 250' FNL and 1,415' FWL of Section 28-T26S-R35E and an approximate BHL of 20' FSL and 2,330' FWL of Section 33-T26S-R35E, Lea County, New Mexico.
- Arena Roja 28-33 Fed Com 801H at an approximate SHL of 250' FNL and 288' FWL of Section 28-T26S-R35E and an approximate BHL of 20' FSL and 380' FWL of Section 33-T26S-R35E, Lea County, New Mexico.
- Arena Roja 28-33 Fed Com 802H at an approximate SHL of 250' FNL and 1,385' FWL of Section 28-T26S-R35E and an approximate BHL of 20' FSL and 1,680' FWL of Section 33-T26S-R35E, Lea County, New Mexico.

The SHLs & BHLs remain in the same quarter-quarter sections as originally described in the Well Proposal. This change, and no other change, is made to the Well Proposal to optimize the development in the proposed horizontal spacing unit and prevent waste. The estimated depths, Authority for Expenditure, and all other specifications remain unchanged for the wells proposed, and the original Well Proposal dated September 29, 2022, remains in effect subject to this Supplement.

Page 2

Please do not hesitate to contact me at (405) 228-4218 or via email at Andrew.Wenzel@dvn.com if you have any questions concerning this Supplement or the Well Proposal.

Very truly yours,

Devon Energy Production Company, L.P.

Andrew J. Wenzel Senior Landman



Devon Energy Production Company LP 333 West Sheridan Avenue Oklahoma City, OK 73102 405 552 8002 Phone www.devonenergy.com

December 8, 2022

Tap Rock Resources LLC 523 Park Point Dr., STE 200 Golden, CO 80401

Re: Second Supplement to Well Proposal dated September 14, 2022

Arena Roja 28-33 Fed Com Wells Sections 28 & 33, T26S-R35E Lea County, New Mexico

Dear Working Interest Owner:

Devon Energy Production Company, L.P. ("Devon") is providing this Second Supplemental Letter ("Supplement") to be incorporated into the Well Proposal for the Arena Roja 28-33 Fed Com Wells dated September 14, 2022 and supplemented by letter dated November 21, 2022("Well Proposal"), in order to update the wells with certain adjustments pursuant the sixth paragraph of the Well Proposal in which Devon reserved the right to modify locations and drilling plans.

Devon adjusts the SHL specifications of the following wells as follows:

- Arena Roja 28-33 Fed Com 702H at an approximate SHL of 250' FNL and 1,385' FWL of Section 28-T26S-R35E Lea County, New Mexico.
- Arena Roja 28-33 Fed Com 802H at an approximate SHL of 250' FNL and 1,415' FWL of Section 28-T26S-R35E, Lea County, New Mexico.

The SHLs & BHLs remain in the same quarter-quarter sections as originally described in the Well Proposal. This change, and no other change, is made to the Well Proposal to optimize the development in the proposed horizontal spacing unit and prevent waste. The estimated depths, Authority for Expenditure, and all other specifications remain unchanged for the wells proposed, and the original Well Proposal dated September 14, 2022 and November 21, 2022, remains in effect subject to this Supplement.

Please do not hesitate to contact me at (405) 228-4218 or via email at Andrew.Wenzel@dvn.com if you have any questions concerning this Supplement or the Well Proposal.

Very truly yours,

Devon Energy Production Company, L.P.

Andrew J. Wenzel Senior Landman

# **Chronology of Contact with Non-Joined Working Interests**

## Chevron U.S.A. Inc.

- 9/6/22 Emailed Scott Sabrsula to discuss need to discuss JOA options ahead of upcoming well proposals
- 9/14/22 Emailed well proposals to Scott Sabrsula & discussed need for agreement on JOA
- 9/15/22 Discussed well proposals with Scott Sabrsula via e-mail and agreed to set time to discuss over the phone.
- 9/16/22 Received e-mail from Scott Sabrsula setting out general JOA terms Chevron would be agreeable to
- 9/26/22 Spoke with Candace LaBron-Howard over the phone about proposed wells & JOA terms
- 9/27/22 Discussed well proposals with Chevron representatives at a regular monthly collaboration meeting held between representatives of Devon & Chevron
- 10/3/22 Provided Candace LaBron-Howard with additional paperwork/title information related to well proposals via online shared folder
- 10/12/22 Followed up with Candace LaBron-Howard to see if Chevron had reviewed the documentation provided
- 10/13/22 Phone call with Candace LaBron-Howard to discuss well proposals and JOA
- 10/14/22 Emailed Candace LaBron-Howard a proposed form of Agreement for Operations to outline JOA for proposed wells
- 11/1/22 Discussed well proposals with Chevron representatives at a regular monthly collaboration meeting held between representatives of Devon & Chevron
- 11/4/22 Received email from Candace LaBron-Howard requesting a call to discuss outstanding questions regarding JOA
- 11/8/22 Held phone call with Candace LaBron-Howard to discuss Chevron's requested changes to the proposed JOA & received summary of requested changes via e-mail from Chevron same day
- 11/14/22 Provided written follow up to Chevron's requested JOA changes by e-mail and discussed over the phone with Candace LaBron-Howard
- 11/21/22 Provided Candace LaBron-Howard with revised well proposals reflecting minor change to location footages via e-mail
- 12/2/22 Received questions about the proposal via e-mail from Candace LaBron-Howard
- 12/5/22 Responded with additional information regarding well proposals to Candace LaBron-Howard via e-mail.

12/8/22 - Provided 2<sup>nd</sup> Supplemental Well Proposal to Candace LaBron-Howard via e-mail

### McCombs Energy, LLC

- 9/19/22 Received e-mail from Sarah O'Shaughnessy indicating receipt of well proposals & requesting WI/NRI information
- 9/26/22 Received follow up e-mail from Sarah O'Shaughnessy regarding WI/NRI information & provided estimated WI/NRI same day
- 9/28/22 Received e-mail from Sarah O'Shaughnessy regarding commercial options in lieu of an election to participate in the proposed wells
- 9/28/22 Discussed general terms for commercial options via e-mail with Sarah O'Shaughnessy
- 9/29/22 Discussed general terms for commercial options via e-mail with Sarah O'Shaughnessy
- 9/30/22 Discussed general terms for commercial options via e-mail with Sarah O'Shaughnessy
- 10/3/22 Discussed general terms for commercial options via e-mail with Sarah O'Shaughnessy
- 10/12/22 Discussed general terms for commercial options via e-mail with Sarah O'Shaughnessy
- 10/17/22 Discussed general terms for commercial options via e-mail with Sarah O'Shaughnessy
- 10/27/22 Informed Sarah O'Shaughnessy via e-mail that Devon would not be able to proceed with commercial option in lieu of election to participate and provided list of additional options
- 10/31/22 Received e-mail from Sarah O' Shaughnessy requesting additional information regarding proposed wells.
- 11/1/22 Provided additional information regarding proposed wells via e-mail to Sarah O'Shaughnessy
- 11/4/22 Provided additional information regarding proposed wells via e-mail to Sarah O'Shaughnessy
- 11/21/22 Provided proposed Agreement for Operations to outline JOA for proposed wells along with revised well proposals reflecting minor change to location footages via e-mail
- 11/28/22 11/28/29 Discussed estimated WI/NRI with Sarah O' Shaughnessy via e-mail
- 12/6/22 Followed up with Sarah O'Shaughnessy via e-mail to see if any additional information was necessary to review the well proposals
- 12/8/22 Provided 2<sup>nd</sup> Supplemental Well Proposal to Sarah O'Shaughnessy via e-mail

## **Tap Rock Resources, LLC**

- 9/14/22 Provided digital copies of well proposals via e-mail to Taylor Ford McVean
- 9/30/22 Followed with Tap Rock via e-mail with Taylor Ford McVean to confirm receipt of well proposals & discussed general information regarding the proposed wells, estimated WI/NRI, and JOA

- 10/3/22 Confirmed additional via e-mail to Taylor Ford McVean that additional hard copies of the well proposals were mailed to Tap Rock
- 11/18/22 Received e-mail correspondence from Taylor Ford McVean requesting proposed Agreement for Operations to JOA & additional information related to the hearing. Provided copy of the proposed Agreement for Operations and responses to hearing questions same day.
- 11/21/22 Discussed well proposals over the phone and provided Taylor Ford McVean with revised well proposals reflecting minor change to location footages via e-mail. Provided additional details regarding timing/well plans via e-mail as well.
- 11/22/22 Notified Taylor Ford McVean via e-mail that Devon would seek to continue the hearing to December 15<sup>th</sup>
- 11/29/22 11/30/22 Discussed the well proposals and proposed Agreement for Operations via e-mail with Taylor Ford McVean
- 12/5/22 Received questions and proposed changes to Agreement for Operations via e-mail from Taylor Ford
- 12/6/22 Provided Taylor Ford McVean with additional details requested regarding the well proposals
- 12/8/22 Provided 2<sup>nd</sup> Supplemental Well Proposal to Taylor Ford McVean via e-mail
- 12/12/22 E-mail correspondence with Taylor Ford McVean regarding Agreement for Operations

### NHPP Permian, LLC (f/ka Chanas Partners, LLC and f/k/a TLW Investments LLC)

- 9/29/22 Received notice via e-mail from Brian Weinberg that Chanas Partners, LLC had acquired all interest formerly owned by TLW Investments LLC. Provided updated well proposals addressed to Chanas Partners, LLC and WI/NRI information same day.
- 10/7/22– Received e-mail from Brian Weinberg seeking direction on how to indicate election to participate
- 10/11/22 Responded to Brian via e-mail to request signed copies of well proposal AFEs
- 10/14/22 Received signed AFEs indicating Chanas Partners, LLCs intent to participate via e-mail.
- 11/21/22 Provided Brian with proposed Agreement for Operations to outline JOA for proposed wells along with revised well proposals reflecting minor change to location footages via e-mail. Received notice same day from Aaron Tenenholz that NHPP Permian, LLC had just acquired all interest previously owned by Chanas Partners, LLC in the proposed wells.
- 11/22/22 Provided Aaron Tenenholz with copies of the well proposals, AFEs, and the proposed Agreement for Operations and discussed the proposals via e-mail
- 11/28/22 Discussed well proposals with Aaron Tenenholz over the phone

12/6/22 – Followed up with Aaron Tenenholz to see if any additional information was necessary to review the well proposals

12/8/22 – Provided 2<sup>nd</sup> Supplemental Well Proposal to Aaron Tenenholz via e-mail

# **TAB 3**

Case No. 23192

Exhibit B: Self-Affirmed Statement of Derek Ohl, Geologist

Exhibit B-1: Structure Map Exhibit B-2: Isochore Maps Exhibit B-3: Base Map

Exhibit B-4: Cross Section A-A

Exhibit B-5: Gunbarrel Diagram & Lateral Trajectory

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

APPLICATIONS OF DEVON ENERGY PRODUCTION COMPANY, L.P., FOR HORIZONTAL SPACING UNITS AND COMPULSORY POOLING, LEA COUNTY, NEW MEXICO

Case Nos. 23192 & 23193

# SELF-AFFIRMED STATEMENT OF DEREK OHL

Derek Ohl, of lawful age and being first duly sworn, declares as follows:

- My name is Derek Ohl, and I am employed by Devon Energy Production Company,
   L.P. ("Devon") as a petroleum geologist.
- 2. I have previously testified before the Oil Conservation Division ("Division") as an expert witness in petroleum geology. My credentials have been made a matter of record and I have been recognized by the Division as an expert witness.
- 3. I am familiar with the applications filed by Devon in these consolidated cases, and I have conducted a geologic study of the Wolfcamp formation underlying the subject area.
- 4. The initial targets for Devon's proposed Arena Roja wells in Sections 28 and 33 of T26S-R35E are intervals within the Wolfcamp formation.
- 5. **Devon Exhibit B-1** is a structure map at the top of the Wolfcamp formation with subsea depths marked by contour intervals every 25 feet. I have outlined the proposed spacing units and identified the orientation of the initial wellbores in the Wolfcamp formation. This exhibit shows that the Wolfcamp formation is gently dipping to the west in this area. I do not observe any faulting, pinch outs, or other geologic impediments to developing the targeted Wolfcamp intervals with horizontal wells.



- 6. **Devon Exhibit B-2** are isochore thickness maps for the Wolfcamp Formation targeted intervals with 10' contour intervals. This exhibit shows that the reservoir intervals targeted by Devon's development plan is of consistent thickness across the proposed unit.
- 7. **Devon Exhibit B-3** identifies the wells penetrating the Wolfcamp formation that I have used to create a stratigraphic cross-section. I utilized these well logs because they penetrate the targeted intervals and are of good quality. In my opinion, these well logs are representative of the geology in the area.
- 8. **Devon Exhibit B-4** is a stratigraphic cross-section for the Wolfcamp formation using the representative wells depicted on Exhibit B-3. Each well log contains gamma ray, resistivity, and porosity logs. The target intervals for the initial wells are depicted on the exhibit. The cross-section demonstrates that the targeted interval is continuous across the proposed spacing units.
- 9. **Devon Exhibit B-5** is a west-to-east cross-section view with wellbore placement identified ("gunbarrel diagram") and a north-south lateral trajectory cross-section.
- 10. In my opinion, the north-south orientation of the proposed wells is the preferred orientation for horizontal well development in the targeted intervals in this area. This standup orientation will efficiently and effectively develop the subject acreage.
- 11. In my opinion, the granting of Devon's applications is in the best interest of conservation, the prevention of waste, and protection of correlative rights.
- 12. **Devon Exhibits B-1** through **B-5** were either prepared by me or compiled under my direction and supervision.
  - 13. The foregoing is true to the best of my knowledge and belief.

[Signature page follows]

Signature page of Self-Affirmed Statement of Derek Ohl:

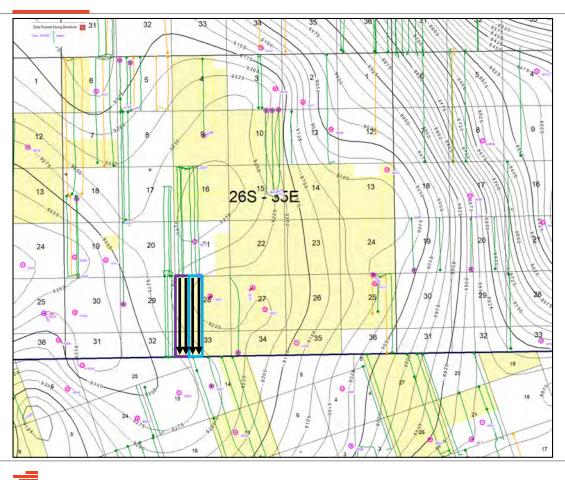
I understand that this Self-Affirmed Statement will be used as written testimony before the Division in Case No. 23192 & 23193 and affirm that my testimony herein is true and correct, to the best of my knowledge and belief and made under penalty of perjury under the laws of the State of New Mexico.

Derek Ohl

12 - 6 - 2022 Date Signed

# used to Imaging: 12/13/2022 3:41:43 PM

# Structure Map



Structure Map WFMP (top of WFMP interval) C.I. = 25 feet

# **Horizontal Locations:**

ARENA ROJA 28-33 FED COM 801H

ARENA ROJA 28-33 FED COM 701H

ARENA ROJA 28-33 FED COM 802H

ARENA ROJA 28-33 FED COM 702H



Control Points

3BSSS Horizontal Wells

WFMP Horizontal Wells

ехнівіт **В-1** 

Devon - General

# Received by OCD: 12/13/2022 3:32:16 PM

**Spacing Units** 

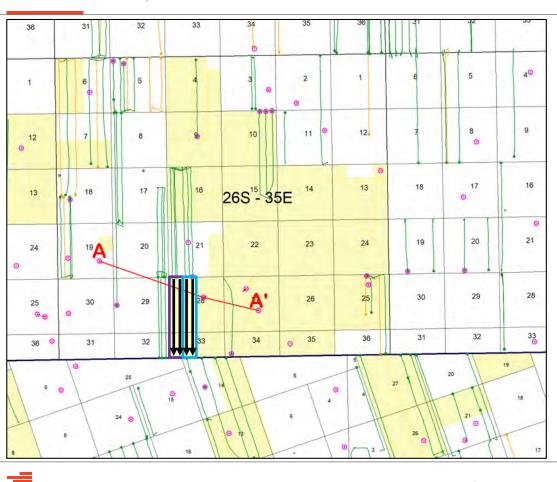


**Control Points** 



# Received by OCD: 12/13/2022 3:32:16 PM

# Base Map



Cross Section A – A'

# **Horizontal Locations:**

ARENA ROJA 28-33 FED COM 801H ARENA ROJA 28-33 FED COM 701H

ARENA ROJA 28-33 FED COM 802H

ARENA ROJA 28-33 FED COM 702H -

Spacing Units

Control Points

3BSSS Horizontal Wells

WFMP Horizontal Wells

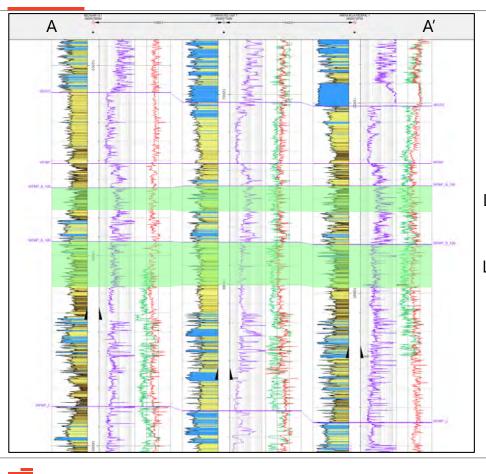
EXHIBIT R\_3

Devon - General

d to Imaging: 12/13/2022 3:41:43

# ocoived by OCD- 12/13/2022 3-32-16 PM

# Cross Section A-A'

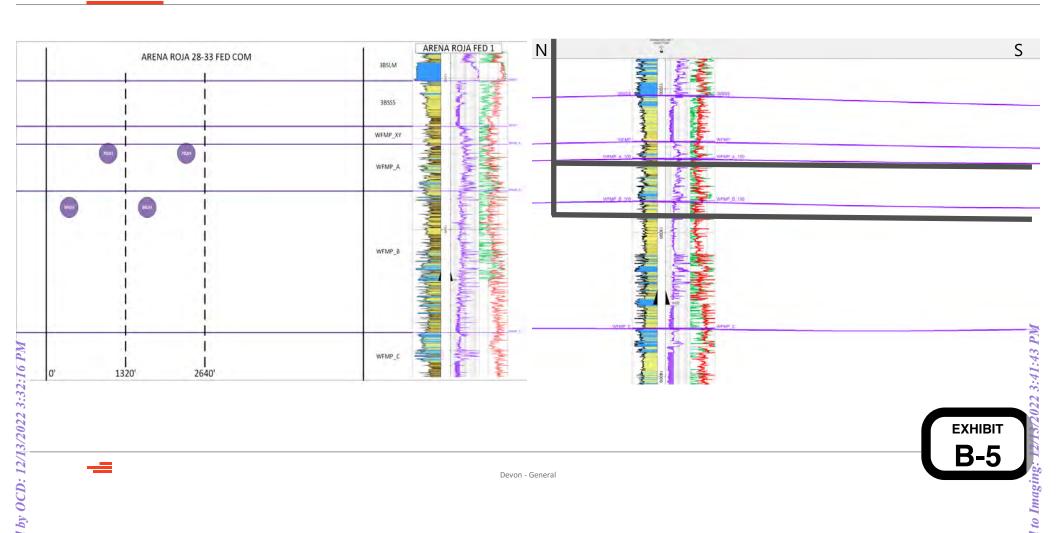


Landing Zone

Landing Zone



# Gunbarrel Diagram & Lateral Trajectory



# **TAB 4**

Case No. 23192

Exhibit C: Affidavit of Notice, Darin C. Savage

Exhibit C-1: Notice Letters Exhibit C-2: Mailing List Exhibit C-3: Affidavit of Publication

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

APPLICATIONS OF DEVON ENERGY PRODUCTION COMPANY, L.P., FOR HORIZONTAL SPACING UNITS AND COMPULSORY POOLING, LEA COUNTY, NEW MEXICO

Case Nos. 23192 & 23193

# AFFIDAVIT OF NOTICE

STATE OF NEW MEXICO	)	
	)	SS.
COUNTY OF SANTA FE	)	

- I, Darin C. Savage, attorney and authorized representative of Devon Energy Production Company, L.P. ("Devon"), the Applicant herein, being first duly sworn, upon oath, states the following:
- 1. Notice of the applications and hearing in the above-reference cases was timely sent by certified mail, return receipt requested, through the United States Postal Service on November 10, 2022, to all uncommitted interest owners sought to be pooled in this proceeding. *See* Exhibit C-2, attached hereto. Copies of notice letters and evidence of mailing to parties are attached hereto as Exhibits C-1 and C-2.
- 2. Notice was sent to the Hobbs News-Sun, a newspaper of general circulation in Lea County, New Mexico, and timely published in said newspaper on November 11, 2022. *See* Exhibit C-3.
- 3. It is my understanding that Devon has made a reasonably diligent effort to find the names and addresses for the interest owners entitled to receive notice of the application and case herein.

Darin C. Savage

EXHIBIT C

SUBSCRIBED AND SWORN to before me this 13th day of December, 2022, by Darin C. Savage.

Notary Public

My Commission Expires:

02/10/2026

STATE OF NEW MEXICO
NOTARY PUBLIC
MARSHA DALTON COUCH
COMMISSION #1077509
COMMISSION EXPIRES 02/10/2026



### ABADIE I SCHILL PC

Colorado New Mexico
Louisiana Texas
Nebraska Kansas
Montana Wyoming
Oklahoma California
North Dakota

November 10, 2022

VIA CERTIFIED MAIL RETURN RECEIPT REQUESTED

TO: ALL INTEREST OWNERS SUBJECT TO POOLING PROCEEDINGS

Re: Application of Devon Energy Production Company, L.P., for a

horizontal spacing unit and compulsory pooling, Lea County, New

Mexico

Arena Roja 28-33 Fed Com 701H Well (Case No. 23192) Arena Roja 28-33 Fed Com 801H Well (Case No. 23192)

Case Nos. 23192:

## Dear Interest Owners:

This letter is to advise you that Devon Energy Production Company, L.P. ("Devon") has filed the enclosed application, Case No. 23192, with the New Mexico Oil Conservation Division ("Division") for the compulsory pooling of units in the Wolfcamp formation.

In Case No. 23192, Devon seeks to pool the Wolfcamp formation underlying the W/2 W/2 of Section 28 and the NW/4 NW/4 and Lot 4 of Section 33, Township 26 South, Range 35 East, NMPM, Lea County, New Mexico, a standard unit encompassing 233.58 acres, more or less, dedicated to the above-referenced 701H and 801H Wells.

A hearing has been requested before a Division Examiner on December 1, 2022, and the status of the hearing can be monitored through the Division's website. Division hearings will commence at 8:15 a.m., traditionally in Porter Hall at the Oil Conservation Division's Santa Fe Offices located at 1220 South Saint Francis Drive, Santa Fe, New Mexico 87505. However, under current Division policies, the hearing will be conducted remotely online. For information about remote access and status of the case, you can visit the Division's website at: https://www.emnrd.nm.gov/ocd/hearing-info/ or call (505) 476-3441.

abadieschill.com

214 McKenzie Street, Santa Fe, New Mexico, 87501

O: 970.385.4401 • F: 970.385.4901

EXHIBIT C-1

You are being notified as an owner of Record Title (subject to title examination), not a Working Interest owner with operating rights, and are not required to attend this hearing, but as an owner of an interest that may be affected by this application, you may appear and present testimony. Failure to appear at that time and become a party of record will preclude you from challenging the matter at a later date.

Parties appearing in cases are required by Division Rule 19.15.4.13.B NMAC to file a Prehearing Statement at least four business days in advance of a scheduled hearing, but in no event later than 5 p.m. mountain time on the Thursday preceding the scheduled hearing date. This statement must be filed at the Division's Santa Fe office at the above specified address and should include: The names of the parties and their attorneys; a concise statement of the case; the names of all witnesses the party will call to testify at the hearing; the approximate time the party will need to present its case; and identification of any procedural matters that are to be resolved prior to the hearing.

If you have any questions about this matter, please contact Andrew J. Wenzel at (405) 228-4218 or at andrew.wenzel@dvn.com.

Sincerely,

Darin C. Savage

Attorney for Devon Energy Production Company, L.P.



## **ABADIE I SCHILL PC**

Colorado New Mexico
Louisiana Texas
Nebraska Kansas
Montana Wyoming
Oklahoma California
North Dakota

November 10, 2022

VIA CERTIFIED MAIL RETURN RECEIPT REQUESTED

TO: ALL INTEREST OWNERS SUBJECT TO POOLING PROCEEDINGS

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Arena Roja 28-33 Fed Com 701H Well (Case No. 23192)

Arena Roja 28-33 Fed Com 801H Well (Case No. 23192)

Case Nos. 23192:

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abadieschill.com

214 McKenzie Street, Santa Fe, New Mexico, 87501

O: 970.385.4401 • F: 970.385.4901

You are being notified as an interest owner (subject to title examination) and are not required to attend this hearing, but as an owner of an interest that may be affected by this application, you may appear and present testimony. Failure to appear at that time and become a party of record will preclude you from challenging the matter at a later date.

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Sincerely,

Darin C. Savage

Attorney for Devon Energy Production Company, L.P.

			Mailed from User	y Report - CertifiedPro.net 11/1/2022 to 12/12/2022 Name: abadieschill : 12/12/2022 6:59:53 AM							
USPS Article Number	Date Mailed	Туре	Name 1	Name 2	Address 1	Address 2	City	State	Zip	Mailing Status	Service Options
9314869904300101375490	11/10/2022	WI/RT	Chevron U.S.A., Inc.		1400 Smith St		Houston	TX	73102	Delivered	Return Receipt - Electronic, Certified Mail
9314869904300101375506	11/10/2022	WI	McCombs Energy, LLC		750 E. Mulberry Ave	Suite 403	San Antonio	TX	78212	Delivered	Return Receipt - Electronic, Certified Mail
9314869904300101375513	11/10/2022	WI	Chanas Partners, LLC	(f/k/a TLW Investments, LLC)	1415 S. Voss	Suite 110-541	Houston	TX	77057	In Transit	Return Receipt - Electronic, Certified Mail
9314869904300101375520	11/10/2022	WI	Tap Rock Resources, LLC		523 Park Point Dr	Suite 200	Golden	CO	80401	In Transit	Return Receipt - Electronic, Certified Mail
9314869904300101375537	11/10/2022	ORRI	C. Mark Wheeler		PO Box 248		Round Rock	TX	78680	Delivered	Return Receipt - Electronic, Certified Mail
9314869904300101375551	11/10/2022	ORRI	Crownrock Minerals LP		PO Box 51933		Midland	TX	79710	Delivered	Return Receipt - Electronic, Certified Mail
9314869904300101375568	11/10/2022	ORRI	Jareed Partners, Ltd.		PO BOX 51451		MIDLAND	TX	79710	Delivered	Return Receipt - Electronic, Certified Mail
9314869904300101375582	11/10/2022	ORRI	Penwell Employee Royalty Pool		2201 Winfield Rd		Midland	TX	79705-8672	Delivered	Return Receipt - Electronic, Certified Mail
9314869904300101375636	11/10/2022	ORRI	Thomas James Waller & Barbara Decareaux Waller,	Thomas & Barbara Waller Revocable Trust	600 Chippewa Way		Aubrey	TX	76227	Undelivered - Forwarded	Return Receipt - Electronic, Certified Mail
9314869904300101375643	11/10/2022	ORRI	Larry Frank & Mildred Lawrence Roden		4213 Bamford Dr		Austin	TX	79731-1347	Undelivered - To Be Returned	Return Receipt - Electronic, Certified Mail
9314869904300101375650		ORRI	Marium Roden		4240 Prescott Ave	Apt 3B	Dallas	TX		Delivered	Return Receipt - Electronic, Certified Mail
9314869904300101375667	11/10/2022	ORRI	Gerald J. Hertel, Trustee	William F. Roden Bypass Trust	16737 Marsala Springs Dr		Round Rock	TX	78681	Delivered	Return Receipt - Electronic, Certified Mail
	11/10/2022		Bureau of Land Management		414 W Taylor St		Hobbs	NM		Delivered	Return Receipt - Electronic, Certified Mail
9314869904300101375605		ORRI	Van T. Tettleton		PO Box 10909		Midland	TX			Return Receipt - Electronic, Certified Mail
9314869904300101375544		ORRI		John Kyle Thomas Successor Trustee	PO Box 558		Peyton	CO			Return Receipt - Electronic, Certified Mail
9314869904300101375575	11/10/2022	ORRI	Paul R. Barwis		PO Box 230		Midland	TX		Delivered	Return Receipt - Electronic, Certified Mail
		ORRI	Margaret Ann Mitchell		8523 Thackery St	#6202	Dallas	TX		Delivered	Return Receipt - Electronic, Certified Mail
9314869904300101375612		ORRI	Sean K. Roden		2951 Marina Bay Dr	#130-470				Delivered	Return Receipt - Electronic, Certified Mail
9314869904300101375629	11/10/2022	ORRI	Richard W. Fairchild, Jr.		131 Bootlegger Ln		Kerrville	TX	78028	Delivered	Return Receipt - Electronic, Certified Mail





November 16, 2022

Dear WALZ GROUP:

The following is in response to your request for proof of delivery on your item with the tracking number: 9314 8699 0430 0101 3756 98.

Item Details

Status: Delivered, Front Desk/Reception/Mail Room

Status Date / Time: November 15, 2022, 11:18 a.m.

Location:HOBBS, NM 88240Postal Product:First-Class Mail®Extra Services:Certified Mail™

Return Receipt Electronic

Recipient Name: Bureau of Land Management

**Shipment Details** 

Weight: 3.0oz

**Destination Delivery Address** 

Street Address: 414 W TAYLOR ST

City, State ZIP Code: HOBBS, NM 88240-6054

Recipient Signature

Signature of Recipient:

Address of Recipient:

Jan SINtan

414 W TAYLOR ST HOBBS,

NM 88240

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Dear WALZ GROUP:

The following is in response to your request for proof of delivery on your item with the tracking number: 9314 8699 0430 0101 3756 67.

Item Details Status: Delivered, Left with Individual Status Date / Time: November 14, 2022, 02:22 p.m. Location: **ROUND ROCK, TX 78681 Postal Product:** First-Class Mail® **Extra Services:** Certified Mail™ Return Receipt Electronic **Recipient Name:** Gerald J Hertel Trustee William F Roden Bypas **Shipment Details** Weight: 3.0oz **Destination Delivery Address Street Address:** 16737 MARSALA SPRINGS DR City, State ZIP Code: ROUND ROCK, TX 78681-5322 Recipient Signature Signature of Recipient: Address of Recipient:

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Item Details

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Status Date / Time: November 14, 2022, 01:11 p.m.

Location:DALLAS, TX 75219Postal Product:First-Class Mail®Extra Services:Certified Mail™

Return Receipt Electronic

Recipient Name: Marium Roden

**Shipment Details** 

Weight: 3.0oz

**Destination Delivery Address** 

Street Address: 4240 PRESCOTT AVE APT 3B
City, State ZIP Code: DALLAS, TX 75219-2377

Recipient Signature

Signature of Recipient:

Address of Recipient:

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November 22, 2022

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Item Details

Status: Delivered, Individual Picked Up at Post Office

Status Date / Time: November 21, 2022, 02:06 p.m.

**Location:** KERRVILLE, TX 78028

Postal Product: First-Class Mail®
Extra Services: Certified Mail™

Return Receipt Electronic

Recipient Name: Richard W Fairchild Jr

**Shipment Details** 

Weight: 3.0oz

**Destination Delivery Address** 

Street Address: 131 BOOTLEGGER LN
City, State ZIP Code: KERRVILLE, TX 78028-7597

Recipient Signature

Signature of Recipient:

Rufeum

RICHARD FAIRCH ILA

Address of Recipient:

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November 15, 2022

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The following is in response to your request for proof of delivery on your item with the tracking number: 9314 8699 0430 0101 3756 12.

Item Details

Status:Delivered, Left with IndividualStatus Date / Time:November 14, 2022, 11:29 a.m.Location:LEAGUE CITY, TX 77573

Postal Product: First-Class Mail®
Extra Services: Certified Mail™

Return Receipt Electronic

Recipient Name: Sean K Roden

**Shipment Details** 

Weight: 3.0oz

**Destination Delivery Address** 

Street Address: 2951 MARINA BAY DR

City, State ZIP Code: LEAGUE CITY, TX 77573-2735

Recipient Signature

Signature of Recipient:

Address of Recipient:

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November 23, 2022

Dear WALZ GROUP:

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Item Details

Status: Delivered, Front Desk/Reception/Mail Room

Status Date / Time: November 14, 2022, 08:41 p.m.

Location:DALLAS, TX 75225Postal Product:First-Class Mail®Extra Services:Certified Mail™

Return Receipt Electronic

Recipient Name: Margaret Ann Mitchell

**Shipment Details** 

Weight: 3.0oz

**Destination Delivery Address** 

Street Address: 8523 THACKERY ST
City, State ZIP Code: DALLAS, TX 75225-3903

Recipient Signature

Signature of Recipient:

Deetha Paris

Address of Recipient:

3523 Thackery De

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Information in this section provided by Covius Document Services, LLC.



November 15, 2022

Dear WALZ GROUP:

The following is in response to your request for proof of delivery on your item with the tracking number: 9314 8699 0430 0101 3755 82.

Item Details

Status: Delivered to Agent for Final Delivery

Status Date / Time: November 14, 2022, 02:17 p.m.

Location:MIDLAND, TX 79705Postal Product:First-Class Mail®Extra Services:Certified Mail™

Return Receipt Electronic

Recipient Name: Penwell Employee Royalty Pool

**Shipment Details** 

Weight: 2.0oz

Recipient Signature

Signature of Recipient: (Authorized Agent)

Address of Recipient:

Jeryan Duto show

2201 Vinful

Note: Scanned image may reflect a different destination address due to Intended Recipient's delivery instructions on file.

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Information in this section provided by Covius Document Services, LLC.



November 15, 2022

Dear WALZ GROUP:

The following is in response to your request for proof of delivery on your item with the tracking number: 9314 8699 0430 0101 3755 75.

Item Details

Status: Delivered, Individual Picked Up at Postal Facility

Status Date / Time: November 14, 2022, 11:42 a.m.

Location:MIDLAND, TX 79701Postal Product:First-Class Mail®Extra Services:Certified Mail™

Return Receipt Electronic

Recipient Name: Paul R Barwis

**Shipment Details** 

Weight: 2.0oz

Recipient Signature

Signature of Recipient:

Address of Recipient:



Note: Scanned image may reflect a different destination address due to Intended Recipient's delivery instructions on file.

Thank you for selecting the United States Postal Service® for your mailing needs. If you require additional assistance, please contact your local Post Office™ or a Postal representative at 1-800-222-1811.

Sincerely, United States Postal Service® 475 L'Enfant Plaza SW Washington, D.C. 20260-0004

Information in this section provided by Covius Document Services, LLC.



November 16, 2022

Dear WALZ GROUP:

The following is in response to your request for proof of delivery on your item with the tracking number: 9314 8699 0430 0101 3755 68.

# Item Details

Status: Delivered

Status Date / Time: November 15, 2022, 10:56 a.m.

Location:MIDLAND, TX 79705Postal Product:First-Class Mail®Extra Services:Certified Mail™

Return Receipt Electronic

Recipient Name: Jareed Partners Ltd

**Shipment Details** 

Weight: 2.0oz

# Recipient Signature

Signature of Recipient:

Address of Recipient:

Note: Scanned image may reflect a different destination address due to Intended Recipient's delivery instructions on file.

Thank you for selecting the United States Postal Service® for your mailing needs. If you require additional assistance, please contact your local Post Office™ or a Postal representative at 1-800-222-1811.

Sincerely, United States Postal Service® 475 L'Enfant Plaza SW Washington, D.C. 20260-0004

Information in this section provided by Covius Document Services, LLC.



November 18, 2022

Dear WALZ GROUP:

The following is in response to your request for proof of delivery on your item with the tracking number: 9314 8699 0430 0101 3755 51.

# Item Details

Status: Delivered, Individual Picked Up at Postal Facility

Status Date / Time: November 17, 2022, 11:19 a.m.

Location:MIDLAND, TX 79705Postal Product:First-Class Mail®Extra Services:Certified Mail™

Return Receipt Electronic

Recipient Name: Crownrock Minerals LP

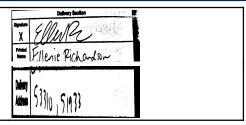
**Shipment Details** 

Weight: 2.0oz

# Recipient Signature

Signature of Recipient:

Address of Recipient:



Note: Scanned image may reflect a different destination address due to Intended Recipient's delivery instructions on file.

Thank you for selecting the United States Postal Service® for your mailing needs. If you require additional assistance, please contact your local Post Office™ or a Postal representative at 1-800-222-1811.

Sincerely, United States Postal Service® 475 L'Enfant Plaza SW Washington, D.C. 20260-0004

Information in this section provided by Covius Document Services, LLC.



November 24, 2022

Dear WALZ GROUP:

The following is in response to your request for proof of delivery on your item with the tracking number: 9314 8699 0430 0101 3755 37.

Item Details

Status: Delivered, Individual Picked Up at Post Office

Status Date / Time: November 23, 2022, 03:03 p.m. Location: ROUND ROCK, TX 78681

Postal Product: First-Class Mail®
Extra Services: Certified Mail™

Return Receipt Electronic

Recipient Name: C Mark Wheeler

**Shipment Details** 

Weight: 2.0oz

Recipient Signature

Signature of Recipient:

PO BOX 248

Address of Recipient:

Note: Scanned image may reflect a different destination address due to Intended Recipient's delivery instructions on file.

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Sincerely, United States Postal Service® 475 L'Enfant Plaza SW Washington, D.C. 20260-0004

Information in this section provided by Covius Document Services, LLC.



November 16, 2022

Dear WALZ GROUP:

The following is in response to your request for proof of delivery on your item with the tracking number: **9314 8699 0430 0101 3755 06**.

Item Details

Status:Delivered, Left with IndividualStatus Date / Time:November 15, 2022, 08:13 a.m.Location:SAN ANTONIO, TX 78212

Postal Product: First-Class Mail®
Extra Services: Certified Mail™

Return Receipt Electronic

Recipient Name: McCombs Energy LLC

**Shipment Details** 

Weight: 3.0oz

**Destination Delivery Address** 

**Street Address:** 750 E MULBERRY AVE STE 403 **City, State ZIP Code:** SAN ANTONIO, TX 78212-3105

Recipient Signature

Signature of Recipient:

Address of Recipient:

Note: Scanned image may reflect a different destination address due to Intended Recipient's delivery instructions on file.

Thank you for selecting the United States Postal Service® for your mailing needs. If you require additional assistance, please contact your local Post Office™ or a Postal representative at 1-800-222-1811.

Sincerely, United States Postal Service® 475 L'Enfant Plaza SW Washington, D.C. 20260-0004

Information in this section provided by Covius Document Services, LLC.



November 18, 2022

Dear WALZ GROUP:

The following is in response to your request for proof of delivery on your item with the tracking number: 9314 8699 0430 0101 3754 90.

# Item Details

Status: Delivered, Individual Picked Up at Postal Facility

Status Date / Time: November 17, 2022, 02:55 p.m.

**Location:** HOUSTON, TX 77002

Postal Product: First-Class Mail®
Extra Services: Certified Mail™

Return Receipt Electronic

Recipient Name: Chevron U S A Inc

**Shipment Details** 

Weight: 4.0oz

**Destination Delivery Address** 

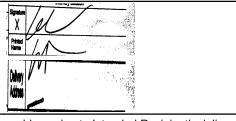
Street Address: 1400 SMITH ST

City, State ZIP Code: HOUSTON, TX 77002-7327

# Recipient Signature

Signature of Recipient:

Address of Recipient:



Note: Scanned image may reflect a different destination address due to Intended Recipient's delivery instructions on file.

Thank you for selecting the United States Postal Service® for your mailing needs. If you require additional assistance, please contact your local Post Office™ or a Postal representative at 1-800-222-1811.

Sincerely, United States Postal Service® 475 L'Enfant Plaza SW Washington, D.C. 20260-0004

Information in this section provided by Covius Document Services, LLC.

# **Affidavit of Publication**

STATE OF NEW MEXICO COUNTY OF LEA

I. Daniel Russell. Publisher of the Hobbs News-Sun, a newspaper published at Hobbs, New Mexico, solemnly swear that the clipping attached hereto was published in the regular and entire issue of said newspaper, and not a supplement thereof for a period of 1 issue(s).

> Beginning with the issue dated November 11, 2022 and ending with the issue dated November 11, 2022.

Publisher

Sworn and subscribed to before me this 11th day of November 2022.

**Business Manager** 

My commission expires January 29, 2023

(Seal)

GUSSIE BLACK Notary Public - State of New Mexico Commission # 1087526 My Comm. Expires Jan 29, 2023

This newspaper is duly qualified to publish legal notices or advertisements within the meaning of Section 3, Chapter 167, Laws of 1937 and payment of fees for said

LEGAL NOTICE November 11, 2022

LEGAL NOTICE November 11, 2022

CASE No. 23192: Notice to all affected parties and persons having any right, title, interest or claim to this case, including owners of working interest, overriding royalty interest, and record title, among others, as well as the known and unknown heirs, devisees, assigns and successors of CHEVRON U.S.A., INC., MCCOMBS ENERGY, LLC, CHANAS PARTNERS, LLC (FIKA T-LW INVESTMENTS, LLC), TAP ROCK RESOURCES, LLC, C. MARK WHEELER, CORNERSTONE FAMILY TRUST, JOHN KYLE THOMAS SUCCESSOR TRUSTEE, CROWNROCK MINERALS LP, JAREED PARTNERS, LTD., PAUL R. BARWIS, PENWELL EMPLOYEE ROYALTY POOL, MARGARET ANN MITCHELL, VAN T. TETTLETON, SEAN K. RODEN, RICHARD W. FAIRCHILD, JR., THOMAS JAMES WALLER & BARBARA DECAREAUX WALLER, CO-TRUSTEES OF THE THOMAS & BARBARA WALLER REVOCABLE TRUST, LARRY FRANK RODEN & MILDRED LAWRENCE RODEN, MARIUM RODEN, GERALD J. HERTEL, TRUSTEE OF THE WILLIAM F. RODEN BYPASS TRUST U/W/O WILLIAM F. RODEN, DECEASED, of Devon Energy Production Company, L.P.'s application for approval of a spacing unit and compulsory pooling, Lea County, New Mexico. The State of New Mexico, through its Oil Conservation Division, hereby gives notice that the Division Examiner will conduct a public hearing at 8:15 a.m. on December 1, 2022, traditionally held at 1220 S. St. Francis, Santa Fe, New Mexico, 87505. However, under current Division policies, the hearing will be conducted remotely online. For information about remote access and the status of the case, you can visit the Division: (1) establishing a standard 233.58-acre, more or less, spacing and proration unit comprised of the W/2 W/2 of Section 28 and the NW/4 NW/4 and Lot 4 of Section 33, Township 26 South, Range 35 East, NMPM, Lea County, New Mexico, and (2) pooling all uncommitted mineral interests in the Wolfcamp formation, designated as an oil pool, underlying the unit. Section 33 is an irregular section with correction lots. Said horizontal spacing unit is to be dedicated to the Arena Roja 28-33 Fed Com 701H Well, an oil well, to be hori miles southwest of Jal City, New Mexico, and adjacent to the state line.

67115820

00272975

KAIYA TOOP ABADIE SCHILL 555 RIVERGATE LANE 84-180 DURANGO, CO 81301

# **TAB 1**

Reference for Case No. 23193

Application Case No. 23193: Arena Roja 28-33 Fed Com 702H Well

Arena Roja 28-33 Fed Com 802H Well

NMOCD Checklist Case No. 23193

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

APPLICATION OF DEVON ENERGY PRODUCTION COMPANY, L.P., FOR A HORIZONTAL SPACING UNIT AND COMPULSORY POOLING, LEA COUNTY, NEW MEXICO

Case No.	23193
----------	-------

### **APPLICATION**

Devon Energy Production Company, L.P. ("Devon"), OGRID No. 6137, through its undersigned attorneys, hereby files this Application with the Oil Conservation Division ("Division") pursuant to the provisions of NMSA 1978, Section 70-2-17, seeking an order (1) establishing a standard 233.54-acre, more or less, spacing and proration unit comprised of the E/2 W/2 of Section 28 and the NE/4 NW/4 and Lot 3 of Section 33, Township 26 South, Range 35 East, NMPM, Lea County, New Mexico, and (2) pooling all uncommitted mineral interests in the Wolfcamp formation, designated as an oil pool, underlying said unit. Section 33 is an irregular section with correction lots along the New Mexico-Texas state line.

In support of its Application, Devon states the following:

- 1. Devon is a working interest owner in the proposed horizontal spacing and proration unit ("HSU") and has a right to drill a well thereon.
- 2. Devon dedicates to the HSU the **Arena Roja 28-33 Fed Com 702H Well** and the **Arena Roja 28-33 Fed Com 802H Well**, as initial wells, to be drilled to a sufficient depth to test the Wolfcamp formation.

- 3. Devon proposes the **Arena Roja 28-33 Fed Com 702H Well,** an oil well, to be horizontally drilled from a surface location in the NE/4 NW/4 (Unit C) of Section 28 to a bottom hole location in Lot 3 of Section 33.
- 4. Devon proposes the **Arena Roja 28-33 Fed Com 802H Well,** an oil well, to be horizontally drilled from a surface location in the NE/4 NW/4 (Unit C) of Section 28 to a bottom hole location in Lot 3 of Section 33.
- 5. The proposed wells are orthodox in their location, and the take points and completed intervals comply with setback requirements under the statewide rules.
- 6. Devon has sought in good faith, but has been unable to obtain, voluntary agreement from all interest owners to participate in the drilling of the wells or the commitment of their interests to the wells for their development within the proposed HSU.
- 7. The pooling of all interests in the Wolfcamp formation within the proposed HSU will avoid the drilling of unnecessary wells, prevent waste, and protect correlative rights.
- 8. In order to provide for its just and fair share of the oil and gas underlying the subject lands, Devon requests that all uncommitted interests in this HSU be pooled and that Devon be designated the operator of the proposed horizontal wells and HSU.

WHEREFORE, Devon requests that this Application be set for hearing on December 1, 2022, before an Examiner of the Oil Conservation Division, and after notice and hearing as required by law, the Division enter an order:

A. Establishing a standard 233.54-acre, more or less, spacing and proration unit comprised of the E/2 W/2 of Section 28 and the NE/4 NW/4 and Lot 3 of Section 33, Township 26 South, Range 35 East, NMPM, Lea County, New Mexico;

- B. Pooling all uncommitted mineral interests in the Wolfcamp formation underlying the proposed HSU;
- C. Approving the Arena Roja 28-33 Fed Com 702H Well and the Arena Roja 28-33 Fed Com 802H Well as the wells for the HSU;
- D. Designating Devon as operator of this HSU and the horizontal wells to be drilled thereon;
- E. Authorizing Devon to recover its costs of drilling, equipping, and completing the wells;
- F. Approving actual operating charges and costs of supervision, to the maximum extent allowable, while drilling and after completion, together with a provision adjusting the rates pursuant to the COPAS accounting procedures; and
- G. Setting a 200% charge for the risk assumed by Devon in drilling and completing the wells in the event a working interest owner elects not to participate in the wells.

Respectfully submitted,

ABADIE & SCHILL, PC

/s/ Darin C. Savage

Darin C. Savage

William E. Zimsky

Andrew D. Schill

214 McKenzie Street

Santa Fe, New Mexico 87501

Telephone: 970.385.4401

Facsimile: 970.385.4901

darin@abadieschill.com

bill@abadieschill.com

andrew@abadieschill.com

Attorneys for Devon Energy Production Company, L.P.

Application of Devon Energy Production Company, L.P., for a Horizontal Spacing and Proration Unit and Compulsory Pooling, Lea County, New Mexico. Applicant in the abovestyled cause seeks an order from the Division: (1) establishing a standard 233.54-acre, more or less, horizontal spacing and proration unit comprised of the E/2 W/2 of Section 28 and the NE/4 NW/4 and Lot 3 of Section 33, Township 26 South, Range 35 East, NMPM, Lea County, New Mexico, and (2) pooling all mineral interests in the Wolfcamp formation, designated as an oil pool, underlying the unit. Section 33 is an irregular section with correction lots. The proposed wells to be dedicated to the horizontal spacing unit are the Arena Roja 28-33 Fed Com 702H Well, an oil well, to be horizontally drilled from a surface location in the NE/4 NW/4 (Unit C) of Section 28 to a bottom hole location in Lot 3 of Section 33; and the Arena Roja 28-33 Fed Com 802H Well, an oil well, to be horizontally drilled from a surface location in the NE/4 NW/4 (Unit C) of Section 28 to a bottom hole location in Lot 3 of Section 33. The wells will be orthodox, and the take points and completed intervals will comply with the setback requirements under the statewide Rules; also to be considered will be the cost of drilling and completing the wells and the allocation of the costs thereof; actual operating costs and charges for supervision; the designation of the Applicant as Operator of the wells and unit; and a 200% charge for the risk involved in drilling and completing the wells. The wells and lands are located approximately 12.5 miles southwest of Jal City, New Mexico, and adjacent to the New Mexico state line.

# COMPULSORY POOLING APPLICATION CHECKLIST ALL INFORMATION IN THE APPLICATION MUST BE SUPPORTED BY SIGNED AFFIDAVITS Case: 23193 **APPLICANT'S RESPONSE Date December 15, 2022** Devon Energy Production Company, L.P. Applicant 6137 Darin C. Savage - Abadie & Schill, PC

Well #1	Arena Roja 28-33 Fed Com 702H Well (API No. 30-015-
	pending), SHL: Unit C, 250' FNL, 1385' FWL, Section 28,
	T26S-R35E, NMPM, BHL: Lot 3, 20' FSL, 1650' FWL, Section
	33, T26S-R35E, standup, standard location
Horizontal Well First and Last Take Points	Arena Roja 28-33 Fed Com 702H Well: FTP 100' FNL,
	1650' FWL, Section 28; LTP 100' FSL, 1650 FWL, Section 33
Completion Target (Formation, TVD and MD)	Jabalina; Wolfcamp, Southwest [Code: 96776]; TVD:
	apprx. 12,530'; TMD: apprx. 20,030'.
Well #2	Arena Roja 28-33 Fed Com 802H Well (API No. 30-015-
	pending), SHL: Unit C, 250' FNL, 1415' FWL, Section 28,
	T26S-R35E, NMPM, BHL: Lot 3, 20' FSL, 2310' FWL, Section 33, T26S, R35E, standup, standard location
Horizontal Well First and Last Take Points	Arena Roja 28-33 Fed Com 802H Well: FTP 100' FNL,
THORIZONIAN WENT INSEANA EASE TAKE FORMS	2310' FWL, Section 28; LTP 100' FSL, 2310' FWL, Section
	33
Completion Target (Formation, TVD and MD)	Jabalina; Wolfcamp, Southwest [Code: 96776]; TVD:
	apprx. 12,900'; TMD: apprx. 20,400'.
AFE Capex and Operating Costs	
Drilling Supervision/Month \$	\$6,000, Exhibit A
Production Supervision/Month \$	\$600, Exhibit A
Justification for Supervision Costs	Exhibit A
Requested Risk Charge	200%, Exhibit A
Notice of Hearing	
Proposed Notice of Hearing	Exhibit C, C-1
Proof of Mailed Notice of Hearing (20 days before hearing	Exhibit C-2
Proof of Published Notice of Hearing (10 days before hearing	Exhibit C-3
Ownership Determination	
Land Ownership Schematic of the Spacing Unit	Exhibit A-2
Tract List (including lease numbers and owners)	Exhibit A-2
If approval of Non-Standard Spacing Unit is requested,	
Tract List (including lease numbers and owners) of	
Tracts subject to notice requirements.	N/A
Pooled Parties (including ownership type)	Exhibit A-2
Unlocatable Parties to be Pooled	Exhibit A
Ownership Depth Severance (including percentage above & below)	N/A
Joinder	. 4
Sample Copy of Proposal Letter	Exhibit A-3
List of Interest Owners (ie Exhibit A of JOA)	Exhibit A-2
Chronology of Contact with Non-Joined Working Interes	Exhibit A-4
Overhead Rates In Proposal Letter	Exhibit A-3
Cost Estimate to Drill and Complete	Exhibit A-3

Cost Estimate to Equip Well	Exhibit A-3
Cost Estimate for Production Facilities	Exhibit A-3
Geology	
Summary (including special considerations)	Exhibit B
Spacing Unit Schematic	Exhibits B-1, B-2, B-3
Gunbarrel/Lateral Trajectory Schematic	Exhibit B-5
Well Orientation (with rationale)	Exhibits B, B-1, B-2, B-3
Target Formation	Exhibits B, B-4
HSU Cross Section	Exhibit B-4
Depth Severance Discussion	N/A
Forms, Figures and Tables	
C-102	Exhibit A-1
Tracts	Exhibits A-1, A-2, B-1
Summary of Interests, Unit Recapitulation (Tracts)	Exhibit A-2
General Location Map (including basin)	Exhibit A-2
Well Bore Location Map	Exhibits A-1, B-1, B-4, B-5
Structure Contour Map - Subsea Depth	Exhibit B-1
Cross Section Location Map (including wells)	Exhibits B-4,B-5
Cross Section (including Landing Zone)	Exhibit B-4
Additional Information	
Special Provisions/Stipulations	N/A
CERTIFICATION: I hereby certify that the information p	provided in this checklist is complete and accurate.
Printed Name (Attorney or Party Representative):	Darin C. Savage
Signed Name (Attorney or Party Representative):	/s/ Darin C. Savage
Date:	12.13.2022

# **TAB 2**

Case No. 23193

Exhibit A: Self-Affirmed Statement of Andrew Wenzel, Landman

Exhibit A-1: C-102 Forms

Exhibit A-2: Ownership and Sectional Map Exhibit A-3: Well Proposal Letters and AFEs

Exhibit A-4: Chronology of Contacts with Uncommitted Owners

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

APPLICATION OF DEVON ENERGY PRODUCTION COMPANY, L.P., FOR A HORIZONTAL SPACING UNIT AND COMPULSORY POOLING, LEA COUNTY, NEW MEXICO

Case No. 23193

## SELF-AFFIRMED STATEMENT OF ANDREW WENZEL

I, being duly sworn on oath, state the following:

- 1. I am over the age of eighteen years and have the capacity to execute this Self-affirmed Statement, which is based on my personal knowledge.
- 2. I am employed as a Senior Landman with Devon Energy Production Company, L.P. ("Devon"), and I am familiar with the subject application and the lands involved.
- 3. I graduated from the University of Oklahoma with a bachelor's degree in Energy Management in 2014, etc. I have previously testified before the New Mexico Oil Conservation Division ("Division") as an expert witness as a petroleum landman. My credentials as a petroleum landman have been accepted by the Division and made a matter of record.
- 4. This affidavit is submitted in connection with the filing by Devon of the above-referenced spacing and compulsory pooling application pursuant to 19.15.4.12.A(1).
- 5. Devon seeks an order pooling all uncommitted mineral interest in the Wolfcamp formation (JABALINA WOLFCAMP, SOUTHWEST; Pool Code: [96776]) underlying a standard 233.54-acre, more or less, horizontal spacing and proration unit comprised of the E/2 W/2 of Section 28 and the NE/4 NW/4 and Lot 3 of Section 33, Township 26 South, Range 35 East, NMPM, Lea County, New Mexico. Section 33 is an irregular section with correction lots along the New

EXHIBIT A

Mexico-Texas state line.

- 6. Under <u>Case No. 23193</u>, Devon seeks to dedicate to the unit two initial oil wells, the **Arena Roja 28-33 Fed Com 702H Well** and the **Arena Roja 28-33 Fed Com 802H Well**.
- 7. The **Arena Roja 28-33 Fed Com 702H Well**, an oil well, API No. pending, is to be horizontally drilled from a surface location in the NE/4 NW/4 (Unit C) (250' FNL, 1,385' FWL) of Section 28 to a bottom hole location in Lot 3 (20' FSL, 1,650' FWL) of Section 33; approximate TVD of 12,530'; approximate TMD of 20,030'; FTP in Section 28: 100' FNL, 1,650' FWL; LTP in Section 33: 100' FSL, 1,650' FWL.
- 8. The **Arena Roja 28-33 Fed Com 802H Well**, an oil well, API No. pending, is to be horizontally drilled from a surface location in the NE/4 NW/4 (Unit C) (250' FNL, 1,415' FWL) of Section 28 to a bottom hole location in Lot 3 (20' FSL, 2,310' FWL) of Section 33; approximate TVD of 12,900'; approximate TMD of 20,400'; FTP in Section 28: 100' FNL, 2,310' FWL; LTP in Section 33: 100' FSL, 2,310' FWL.
  - 9. The proposed C-102s for the wells are attached as **Exhibit A-1**.
- 10. A general location plat and a plat outlining the unit being pooled is attached hereto as **Exhibit A-2**, which shows the location of the proposed wells within the unit. The locations of the wells are orthodox and meet the Division's offset requirements.
- 11. The parties being pooled, the nature of their interests, and their last known addresses are listed on **Exhibit A-2** attached hereto. **Exhibit A-2** includes information regarding working interest (WI) owners, overriding royalty interest (ORRI) owners, and record title (RT) owners.
  - 12. There are no depth severances in the Wolfcamp formation in this acreage.

Received by OCD: 12/13/2022 3:32:16 PM

Page 83 of 137

13. I provided the law firm of Abadie & Schill P.C. a list of names and addresses for the

uncommitted interest owners shown on **Exhibit A-2**. In compiling these addresses, I conducted a

diligent search of the public records in Lea County, New Mexico, where the wells are located,

and of phone directories and did computer searches to locate the contact information for parties

entitled to notification. All of the working interest owners were locatable. Two of the mailings to

working interest owners are listed as in-transit: Chanas Partners, LLC (f/k/a TLW Investments,

LLC) and Tap Rock Resources, LLC. Both parties have been in ongoing communications and

negotiations with Devon, as described in the Chronology of Communications, Exhibit A-4. There

were three parties with unlocatable addresses all of whom were overriding interest owners:

Thomas James Waller & Barbara Decareaux Waller, Trustees of the Thomas & Barbara Waller

Revocable Trust, Larry Frank & Mildred Lawrence Roden and Van T. Tettleton.

14. Devon submitted notice by publication to the Hobbs News-Sun, a newspaper of general

circulation in Lea County, New Mexico, to account for any unlocatable parties and cover any

contingencies regarding notice. Notice by publication was timely.

15. Devon has made a good faith effort to negotiate with the interest owners but has been

unable to obtain voluntary agreement from all interest owners to participate in the drilling of the

wells or in the commitment of their interests to the wells for their development within the proposed

horizontal spacing unit. Exhibit A-4 provides a chronology and history of contacts with the

owners.

16. The interest owners being pooled have been contacted regarding the proposed wells but

have failed or refused to voluntarily commit their interest in the wells. However, Devon has been

in ongoing discussions with some of the interest owners to voluntarily enter into a Joint Operating

Agreement. If a mutually agreeable Joint Operating Agreement is reached between Devon and

another interest owner or owners, Devon requests that the voluntary agreement become operative

and supersede the Division's order for said parties, except to the extent the Division may deem it

necessary to maintain spacing criteria for the purpose of conservation, the prevention of waste,

and protection of correlative rights.

17. Exhibit A-3 is a sample proposal letter and the AFEs for each proposed well. The

estimated cost of the wells set forth in the AFEs is fair, reasonable, and comparable to the costs of

other wells of similar depths and lengths drilled in this area of New Mexico.

18. Devon requests overhead and administrative rates of \$6,000/month for drilling each well

and \$600/month for producing each well. These rates are fair and comparable to the rates charged

by other operators for wells of this type in this area of New Mexico. Devon requests that these

rates be adjusted periodically as provided in the COPAS Accounting Procedure.

19. Devon requests the maximum costs recoverable, plus a 200% risk charge be assessed

against the working interest owners who elect not to participate in the wells.

20. Devon requests that it be designated operator of the unit and wells.

21. The Exhibits to this Self-affirmed Statement were prepared by me or compiled from

Devon's company business records under my direct supervision.

22. The granting of this Application is in the best interests of conservation, the prevention of

waste, and the protection of correlative rights, and will avoid the drilling of unnecessary wells.

23. The foregoing is correct and complete to the best of my knowledge and belief.

[Signature page follows]

Signature page of Self-Affirmed Statement of Andrew Wenzel:

I understand that this Self-Affirmed Statement will be used as written testimony before the Division in Case No. 23193 and affirm that my testimony herein is true and correct, to the best of my knowledge, belief and intent, and made under penalty of perjury under the laws of the State of New Mexico.

Andrew Wenzel

12/Ce/22

Date Signed

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

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

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

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

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

□ AMENDED REPORT

DISTRICT IV 1220 S. ST. FRANCIS DR., SANTA FE, NM 87505 Phone: (505) 476-3460 Fax: (505) 476-3462

1	API Number	WELL LOCATION AND Pool Code	ACREAGE DEDICATION PLAT Pool Name					
		96776	JABALINA; WOLFCAMP, SOUTHWEST					
	Property Code	Pro	perty Name	Well Number				
		ARENA ROJA	28-33 FED COM	702H				
Ī	OGRID No.	0pe	rator Name	Elevation				
	6137	DEVON ENERGY PRO	DUCTION COMPANY, L.P.	3166.1'				

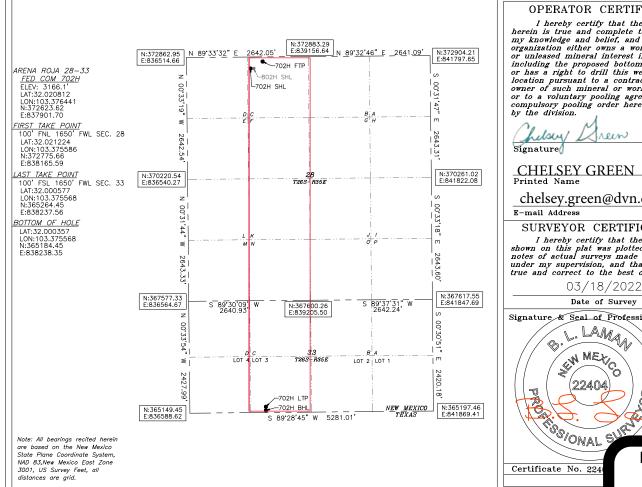
#### Surface Location

UL or lot No.	Section	Township	Range	Lot Idn	Feet from the	North/South line	Feet from the	East/West line	County
С	28	26-S	35-E		250	NORTH	1385	WEST	LEA

#### Bottom Hole Location If Different From Surface

UL or lot No.	Section	Township	p Rang	Lot Idn		Feet from the	North/South line	Feet from the	East/West line	County
3	33	26-5	35-	E		20	SOUTH	1650	WEST	LEA
Dedicated Acres   Joint or Infill   Consolidation Code		0r	der No.							
233.54										

NO ALLOWABLE WILL BE ASSIGNED TO THIS COMPLETION UNTIL ALL INTERESTS HAVE BEEN CONSOLIDATED OR A NON-STANDARD UNIT HAS BEEN APPROVED BY THE DIVISION



#### OPERATOR CERTIFICATION

I hereby certify that the information herein is true and complete to the best of my knowledge and belief, and that this organization either owns a working interest or unleased mineral interest in the land including the proposed bottom hole location or has a right to drill this well at this location pursuant to a contract with an owner of such mineral or working interest, or to a voluntary pooling agreement or a compulsory pooling order heretofore entered by the division.

4/22/22

chelsey.green@dvn.com

#### SURVEYOR CERTIFICATION

I hereby certify that the well location shown on this plat was plotted from field notes of actual surveys made by me or under my supervision, and that the same is true and correct to the best of my belief.

Signature & Seal of Professional Surveyor

STONAL SURFINE **EXHIBIT** 

Inten	t X	As Dril	led										
API#	!												
DE\	rator Na VON EN MPANY	NERGY F	PRODUC	CTION	I		erty Nan		8-33 F	ED (	СОМ		Well Number 702H
Kick (	Off Point	(KOP)											
UL C	Section 28	Township 26S	Range 35E	Lot	Feet 47		From N/S NORTH	Fe 16	et 649	Fron	n E/W ST	County LEA	
132.0	ude 021275	53		<u>                                     </u>	Longitu 103.3		735					NAD 83	
First <sup>-</sup>	Take Poir	nt (FTP)											
C	Section 28	Township 26-S	Range 35-E	Lot	Feet 100		From N/S	Fe H 16			n E/W EST	County LEA	
132.	.0212	24		-	Longitu 103		5586	•		•		NAD 83	
Last T	Take Poin	it (LTP)											
UL	Section 33	Township 26-S	Range 35-E	3	Feet 100		n N/S F	eet 650	From WE	E/W ST	Count		
132.	.de .0005	577			Longitu 103		5568				NAD <b>83</b>		
					•						•		
Is this	s well the	e defining v	vell for th	e Horiz	ontal Sp	pacing	Unit?	YES					
Is this	s well an	infill well?		NO	]								
	ll is yes p ng Unit.	lease prov	ide API if	availab	le, Opei	rator N	Name and	d well	numbe	r for I	Definir	ng well fo	or Horizontal
API#	ŧ												
Ope	rator Na	me:				Prop	erty Nan	ne:					Well Number
						<u> </u>							KZ 06/29/2018

DISTRICT I 1625 N. FRENCH DR., HOBBS, NM 88240 Phone: (575) 393-6161 Fax: (575) 393-0720

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

DISTRICT II 811 S. FIRST ST., ARTESIA, NM 88210 Phone: (575) 748-1283 Fax: (575) 748-9720

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

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

□ AMENDED REPORT

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

WELL LOCATION AND ACREAGE DEDICATION PLAT API Number Pool Code Pool Name 96776 JABALINA; WOLFCAMP, SOUTHWEST Property Code Property Name Well Number ARENA ROJA 28-33 FED COM 802H OGRID No. Operator Name Elevation DEVON ENERGY PRODUCTION COMPANY, L.P. 3165.3 6137

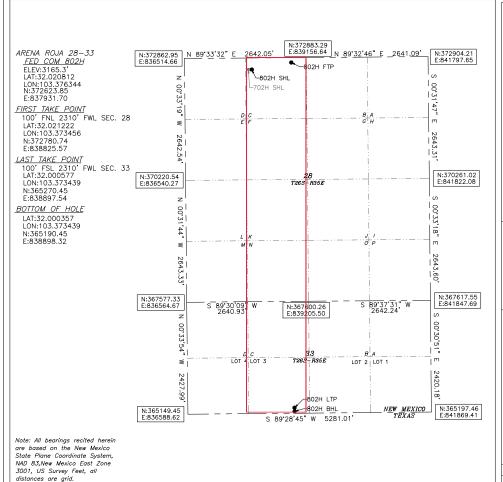
#### Surface Location

UL or lot No.	Section	Township	Range	Lot Idn	Feet from the	North/South line	Feet from the	East/West line	County
С	28	26-S	35-E		250	NORTH	1415	WEST	LEA

#### Bottom Hole Location If Different From Surface

UL or lot No.	Section	Township	Range	Lot Idn	Feet from the	North/South line	Feet from the	East/West line	County
3	33	26-S	35-E		20	SOUTH	2310	WEST	LEA
Dedicated Acres   Joint or Infill   Consolidation Code		Code Or	ler No.						
233.54									

NO ALLOWABLE WILL BE ASSIGNED TO THIS COMPLETION UNTIL ALL INTERESTS HAVE BEEN CONSOLIDATED OR A NON-STANDARD UNIT HAS BEEN APPROVED BY THE DIVISION



#### OPERATOR CERTIFICATION

I hereby certify that the information I hereby certify that the information herein is true and complete to the best of my knowledge and belief, and that this organization either owns a working interest or unleased mineral interest in the land including the proposed bottom hole location or has a right to drill this well at this location pursuant to a contract with an owner of such mineral or working interest, or to a voluntary pooling agreement or a compulsory pooling order heretofore entered by the division.

reen 4/22/22 helsey Signature / Date

## CHELSEY GREEN

Printed Name

chelsey.green@dvn.com E-mail Address

#### SURVEYOR CERTIFICATION

I hereby certify that the well location shown on this plat was plotted from field notes of actual surveys made by me or under my supervision, and that the same is true and correct to the best of my belief.

03/18/2022 Date of Survey

Signature & Seal of Professional Surveyor

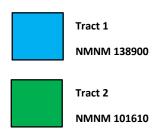


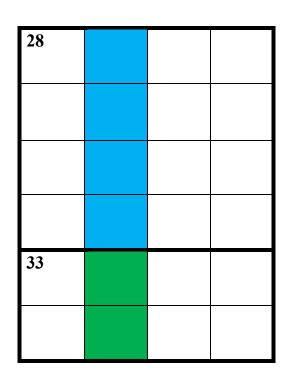
Certificate No. 22404 B.L. LAMAN

DRAWN BY: JP

Intent	x	As Dril	led									
DEV	rator Nar ON EN IPANY	IERGY P	RODUC	CTION	I		perty Name ENA ROJ		ED (	COM		Well Number 802H
Kick C	Off Point (	(KOP)										
UL	Section	Township 26S	Range	Lot	Feet		From N/S	Feet	Fron	n E/W	County	
C Latitu	28 de	205	35E		51 Longitu	ıde	NORTH	2309	VVE	<u> </u>	LEA NAD	
32.0	21263	334			103.	373	5441				83	
First T	ake Poin	it (FTP)										
UL C	Section 28	Township 26-S	Range 35-E	Lot	Feet 100		From N/S NORTH	Feet 2310		n E/W EST	County LEA	
Latitu	de		<u>                                      </u>		Longitu		L		1		NAD	
32.0	)21222	<u> </u>			103.	3/3	456				83	
Last T	ake Poin	t (LTP)										
UL	Section 33	Township 26-S	Range 35-E	Lot 3	Feet 100		m N/S Fee OUTH 231		ST	Count LEA	ty <b>\</b>	
Latitu	de 0005	77			Longitu		439			NAD 83		
		defining v	vell for th	e Horiz	zontal S <sub>l</sub>	pacin	g Unit? [	NO				
Is this	well an i	infill well?		YES	]							
	l is yes pl ng Unit.	lease prov	ide API if	availab	le, Ope	rator	Name and	well numbe	er for I	Definir	ng well fo	r Horizontal
API#												
-	rator Nar <b>′ON EN</b>	<sup>ne:</sup> IERGY F	PRODUC	CTION	l CO,	1	perty Name EAN ROJ		ED (	СОМ		Well Number 702H

KZ 06/29/2018





Tract 1 WI 100.00%		<b>8, Township 26 S</b> Production Comp	South, Range 35 East		Committed
100.00%	Total Committed Interest	100.00%	Total Uncommitted Interest	0.00%	Committee
Tract 1 ORRI	E/2 W/2 Sec. 2	8, Township 26 S	South, Range 35 East		
Tract 1 RT		<b>8, Township 26 S</b> cain Energy, LLC (			
Tract 2 WI/RT	NE/4 NW/4 &	Lot 3 Sec. 33, Tov	vnship 26 South, Rar	nge 35	
50.22%		Production Comp	anv. L.P.		Committed
48.47%	Chevron U.S.A.		,, =		Uncommitted
00.80%	McCombs Ener	gy, LLC			Uncommitted
00.40%	Tap Rock Resou	irces, LLC			Uncommitted
00.11%	NHPP Permian,	LLC (f/k/a Chana	s Partners, LLC, f/k/a	a TLW	Uncommitted
	Investments, LI	<u>-C)</u>			
100.00%	Total	50.22%	Total	49.78%	
	Committed		Uncommitted		
	Interest		Interest		



## Tract 2 NE/4 NW/4 & Lot 3 Sec. 33, Township 26 South, Range 35

ORRI East

Margaret Ann Mitchell

Van T. Tettleton Sean K. Roden

Richard W. Fairchild, Jr.

Thomas James Waller & Barbara Decareaux Waller, Co-Trustees of the Thomas & Larry Frank Roden & Mildred

Lawrence Roden Marium Roden

Gerald J. Hertel, Trustee of the William F. Roden Bypass Trust

u/w/o William F. Roden, Deceased

### Tract 2 RT NE/4 NW/4 & Lot 3 Sec. 33, Township 26 South, Range 35

East

Devon Energy Production Company, L.P. (45.00%)

Chevron U.S.A. Inc. (45.00%) McCombs Energy, LLC (10.00%)

Unit WI	E/2 W/2 S	ec. 28, NE/4 NW/4 &	Lot 3 Sec. 33, To	wnship 26		
	South, Rai	nge 35 East (Recapitul	lation)			
84.33%	Devon Ene	ergy Production Comp	any, L.P.		Committed	
15.26%	Chevron U	J.S.A. Inc.			Uncommitted	
00.25%	McCombs	Energy, LLC			Uncommitted	
00.13%	Tap Rock F	Resources, LLC			Uncommitted	
00.03%	NHPP Perr	mian, LLC (f/k/a Chana	<mark>is Partners, LLC, f</mark>	f/k/a TLW	Uncommitted	
	Investmen	nts, LLC)				
100.00%	Total	84.33%	Total	15.67%		

Committed Uncommitted Interest Interest



Devon Energy Production Company LP 333 West Sheridan Avenue Oklahoma City, OK 73102 405 552 8002 Phone www.devonenergy.com

September 29, 2022

Sent via email to bw@leggettventures.com

Chanas Partners, LLC

RE: Well Proposals- Arena Roja 28-33 701H, 702H, 801H, 802H

W2 of Section 28, N/2 NW/4 and Lots 3 & 4 of Section 33 Township 26 South, Range 35 East Lea County, New Mexico

To whom it may concern,

Devon Energy Production Company, L.P. ("Devon"), as Operator, proposes to drill and complete the following four (4) wells:

- Arena Roja 28-33 Fed Com 701H as a horizontal well to an approximate landing TVD of 12,530', bottom hole TVD' of 12,530', and approximate TMD of 20,030' into the Wolfcamp formation at an approximate SHL of 250' FNL and 288' FWL of Section 28-T26S-R35E and an approximate BHL of 20' FSL and 330' FWL of Section 33-T26S-R35E, Lea County, New Mexico (collectively with all four proposed wells, the "Wells"). Enclosed for your review is Devon's AFE, indicating drilling costs, completion costs, and overall completed well costs.
- Arena Roja 28-33 Fed Com 702H as a horizontal well to an approximate landing TVD of 12,530', bottom hole TVD' of 12,530', and approximate TMD of 20,030' into the Wolfcamp formation at an approximate SHL of 250' FNL and 1,385' FWL of Section 28-T26S-R35E and an approximate BHL of 20' FSL and 1,650' FWL of Section 33-T26S-R35E, Lea County, New Mexico (collectively with all four proposed wells, the "Wells"). Enclosed for your review is Devon's AFE, indicating drilling costs, completion costs, and overall completed well costs.
- Arena Roja 28-33 Fed Com 801H as a horizontal well to an approximate landing TVD of 12,900', bottom hole TVD' of 12,900', and approximate TMD of 20,400' into the Wolfcamp formation at an approximate SHL of 250' FNL and 318' FWL of Section 28-T26S-R35E and an approximate BHL of 20' FSL and 990' FWL of Section 33-T26S-R35E, Lea County, New Mexico (collectively with all four proposed wells, the "Wells"). Enclosed for your review is Devon's AFE, indicating drilling costs, completion costs, and overall completed well costs.
- Arena Roja 28-33 Fed Com 802H as a horizontal well to an approximate landing TVD of 12,900', bottom hole TVD' of 12,900', and approximate TMD of 20,400' into the Wolfcamp formation at an approximate SHL of 250' FNL and 1,415' FWL of Section 28-T26S-R35E and an approximate BHL of 20' FSL and 2,310' FWL of Section 33-T26S-R35E, Lea County, New Mexico (collectively with all four proposed wells, the "Wells"). Enclosed for your review is Devon's AFE, indicating drilling costs, completion costs, and overall completed well costs.

EXHIBIT A-3

Page 2

Devon reserves the right to modify the locations and drilling plans described above in order to address surface and subsurface concerns. Devon will advise of any such modifications.

Devon is proposing to drill the Wells under an amended version of the modified 610-1982 AAPL form of Operating Agreement ("JOA") dated effective as of March 1, 2005, between Devon Energy Production Company, LP, as Operator, and Chesapeake Exploration Limited Partnership, as Non-Operator. A copy of the proposed Amendment, which adds the W/2 of Sec. 28 to the Contract Area of the JOA is enclosed with this letter. The JOA will be supplied to those parties interested in participating and contains the following general provisions:

- Devon Energy Production Company, L.P. named as Operator
- Contract Area: W/2 of Section 28 and the N/2 NW/4 and Lots 3 & 4 of T26S-R35E, Lea County
- 100%/400% Non-Consenting Penalty
- Overhead rates of \$6,000 DWR/\$600 PWR

Please indicate your election to participate in the drilling and completion of the Wells in the spaces provided below, within 30 days of receipt, by signing and returning one (1) copy of this letter and AFE, along with your well data requirements sheet. A Communization Agreement for said Wells will be supplied for your review and execution at a later date.

If your election is to participate, a cash call invoice will be sent following receipt of a timely election.

If an agreement cannot be reached within 30 days of receipt of this letter by all parties, Devon will apply to the New Mexico Oil Conversation Division for compulsory pooling of your interest into a spacing unit for the Wells, if uncommitted at such time.

Please do not hesitate to contact me at (405) 228-4218 or via email at Andrew.Wenzel@dvn.com if you have any questions concerning this proposal.

Very truly yours,

Devon Energy Production Company, L.P.

Andrew Wenzel Senior Landman

Page 3

Chanas Partners, LLC:			
To Participate in the propos	al of the Aren	na Roja 28-33 Fed Com 701H	
Not To Participate in the pr	oposal of the A	Arena Roja 28-33 Fed Com 7011	Н
To Participate in the propos	al of the Aren	na Roja 28-33 Fed Com 702H	
Not To Participate in the pr	oposal of the A	Arena Roja 28-33 Fed Com 702I	Н
To Participate in the propos	sal of the Aren	na Roja 28-33 Fed Com 801H	
Not To Participate in the pr	oposal of the A	Arena Roja 28-33 Fed Com 8011	Н
To Participate in the propos	al of the Aren	na Roja 28-33 Fed Com 802H	
Not To Participate in the pr	oposal of the A	Arena Roja 28-33 Fed Com 802I	Н
Agreed to and Accepted this	day of	, 2022.	
Chanas Partners, LLC:			
Ву:			
Title:			



AFE # XX-149189.01

Well Name: ARENA ROJA 28-33 FED COM 701H

Cost Center Number: 1094669401 Legal Description: 28-26S-35E

Revision:

AFE Date: State: 9-6-2022 NM

County/Parish: LEA

#### **Explanation and Justification:**

#### AFE TO DRILL & COMPLETE THE ARENA ROJA 28-33 FED COM 701H

Code	Intangible Description	Drilling Costs	Completion Costs	Dry Hole Costs	Total Costs
6040110	CHEMICALS - OTHER	0.00	121,597.00	0.00	121,597.00
6060100	DYED LIQUID FUELS	114,125.00	417,338.00	0.00	531,463.00
	GASEOUS FUELS	0.00	71,047.80	0.00	71,047.80
	DISPOSAL - SOLIDS	103,412.00	2,124.87	0.00	105,536.87
6080110	DISP-SALTWATER & OTH	0.00	10,361.91	0.00	10,361.91
6080115	DISP VIA PIPELINE SW	0.00	98,400.00	0.00	98,400.00
6090100	FLUIDS - WATER	20,400.00	36,640.10	0.00	57,040.10
6090120	RECYC TREAT&PROC-H20	0.00	180,601.00	0.00	180,601.00
	PERMIT SURVEY&TITLE	30,000.00	0.00	0.00	30,000.00
6100110	RIGHT OF WAY	25,000.00	0.00	0.00	25,000.00
6110130	ROAD&SITE PREP SVC	45,000.00	36,179.20	0.00	81,179.20
	DAMAGE & REMEDIATION	5,000.00	0.00	0.00	5,000.00
	I & C SERVICES	0.00	40,070.63	0.00	40,070.63
	COMM SVCS - WAN	4,669.00	0.00	0.00	4,669.00
	RTOC - ENGINEERING	0.00	16,833.00	0.00	16,833.00
	RTOC - GEOSTEERING	5,796.00	0.00	0.00	5,796.00
	ENV-SERVICES	1,000.00	0.00	0.00	1,000.00
	CH LOG PERFRTG&WL SV	0.00	225,333.00	0.00	225,333.00
	MATERIALS & SUPPLIES	6,225.00	0.00	0.00	6,225.00
	PULLING&SWABBING SVC	0.00	6,900.00	0.00	6,900.00
	SNUBBG&COIL TUBG SVC	0.00	88,415.80	0.00	88,415.80
	TRCKG&HL-SOLID&FLUID	102,500.00	0.00	0.00	102,500.00
	TRUCKING&HAUL OF EQP	47,700.00	34,047.75	0.00	81,747.75
	CONSLT & PROJECT SVC	109,000.00	79,974.70	0.00	188,974.70
	SAFETY SERVICES	31,125.00	0.00	0.00	31,125.00
	SOLIDS CONTROL SRVCS	61,500.00	0.00	0.00	61,500.00
	STIMULATION SERVICES	0.00	960,192.00	0.00	960,192.00
	PROPPANT PURCHASE	0.00	579,830.00	0.00	579,830.00
	CASING & TUBULAR SVC	83,500.00	0.00	0.00	83,500.00
	CEMENTING SERVICES	190,000.00	0.00	0.00	190,000.00
	DAYWORK COSTS	524,750.00	0.00	0.00	524,750.00
	DIRECTIONAL SERVICES	244.000.00	0.00	0.00	244.000.00
	DRILL BITS	94,500.00	0.00	0.00	94,500.00
	DRILL&COMP FLUID&SVC	264,554.00	8,366.67	0.00	272,920.67
	OPEN HOLE EVALUATION	11,000.00	0.00	0.00	11,000.00
	TSTNG-WELL, PL & OTH	0.00	136,389.90	0.00	136,389.90
	MISC PUMPING SERVICE	0.00	26,048.80	0.00	26,048.80
	EQPMNT SVC-SRF RNTL	102,388.00	149,719.00	0.00	252,107.00
	EQUIP SVC - DOWNHOLE	98,210.00	27,490.50	0.00	125,700.50
	WELDING SERVICES	1,500.00	0.00	0.00	1,500.00
	WATER TRANSFER	0.00	81,754.20	0.00	81,754.20
	CONSTRUCTION SVC	0.00	146,975.33	0.00	146,975.33
	LEGAL FEES	10,000.00	0.00	0.00	10,000.00
	MISCS COSTS & SERVS	0.00	11,242.15	0.00	11,242.15
3000100		0.00	11,272.10	0.00	. 1,272.10



AFE # XX-149189.01

Well Name: ARENA ROJA 28-33 FED COM 701H

Cost Center Number: 1094669401 Legal Description: 28-26S-35E

TOTAL ESTIMATED COST

Revision:

AFE Date: State: 9-6-2022 NM

0.00

8,873,279.79

State: NM County/Parish: LEA

Costs	Costs
0.00	31,500.00
0.00	5,000.00
0.00	42,448.90
0.00	33,987.58
0.00	6,043,663.79
	0.00 0.00 0.00

Code	Tangible Description	Drilling Costs	Completion Costs	Dry Hole Costs	Total Costs
6120110	I&C EQUIPMENT	0.00	64,925.21	0.00	64,925.21
6120120	MEASUREMENT EQUIP	0.00	31,259.34	0.00	31,259.34
6150110	LOG PERFORATG&WL EQP	0.00	11,250.00	0.00	11,250.00
6230130	SAFETY EQUIPMENT	4,669.00	0.00	0.00	4,669.00
6300150	SEPARATOR EQUIPMENT	321,501.15	0.00	0.00	321,501.15
6300220	STORAGE VESSEL&TANKS	0.00	35,864.83	0.00	35,864.83
6300230	PUMPS - SURFACE	0.00	9,430.58	0.00	9,430.58
6310130	ARTIFICIAL LIFT EQP	0.00	30,000.00	0.00	30,000.00
6310150	CASG-COND&DRIVE PIPE	20,000.00	0.00	0.00	20,000.00
6310420	TUBING & COMPONENTS	0.00	150,101.11	0.00	150,101.11
6310460	WELLHEAD EQUIPMENT	50,000.00	118,473.00	0.00	168,473.00
6310530	SURFACE CASING	145,710.00	0.00	0.00	145,710.00
6310540	INTERMEDIATE CASING	851,875.00	0.00	0.00	851,875.00
6310550	PRODUCTION CASING	780,840.00	0.00	0.00	780,840.00
6310580	CASING COMPONENTS	28,510.00	0.00	0.00	28,510.00
6330100	PIPE,FIT,FLANG,CPLNG	0.00	175,206.78	0.00	175,206.78
	Total Tangibles	2,203,105.15	626,510.85	0.00	2,829,616.00

WORKING INTEREST OWNER A	VORKING INTEREST OWNER APPROVAL					
Company Name:						
Signature:	Print Name:					
Title:						
Date:						
Email:						

4,578,015.15

4,295,264.64

Note: Please include/attach well requirement data with ballot.



AFE # XX-149251.01

Well Name: ARENA ROJA 28-33 FED COM 702H

Cost Center Number: 1094669601 Legal Description: 28-26S-35E

Revision:

AFE Date: State: County/Parish:

9-6-2022 NM

h: LEA

### **Explanation and Justification:**

#### AFE TO DRILL & COMPLETE THE ARENA ROJA 28-33 FED COM 702H

Intangible Code Description	Drilling Costs	Completion Costs	Dry Hole Costs	Total Costs
6040110 CHEMICALS - OTHER	0.00	121,597.00	0.00	121,597.00
6060100 DYED LIQUID FUELS	114,125.00	417,338.00	0.00	531,463.00
6060130 GASEOUS FUELS	0.00	71,047.80	0.00	71,047.80
6080100 DISPOSAL - SOLIDS	103,412.00	2,124.87	0.00	105,536.87
6080110 DISP-SALTWATER & OTH	0.00	10,361.91	0.00	10,361.91
6080115 DISP VIA PIPELINE SW	0.00	98,400.00	0.00	98,400.00
6090100 FLUIDS - WATER	20,400.00	36,640.10	0.00	57,040.10
6090120 RECYC TREAT&PROC-H20	0.00	180,601.00	0.00	180,601.00
6100100 PERMIT SURVEY&TITLE	30,000.00	0.00	0.00	30,000.00
6100110 RIGHT OF WAY	25,000.00	0.00	0.00	25,000.00
6110130 ROAD&SITE PREP SVC	45,000.00	36,179.20	0.00	81,179.20
6110170 DAMAGE & REMEDIATION	5,000.00	0.00	0.00	5,000.00
6120100 I & C SERVICES	0.00	40,070.63	0.00	40,070.63
6130170 COMM SVCS - WAN	4,669.00	0.00	0.00	4,669.00
6130360 RTOC - ENGINEERING	0.00	16,833.00	0.00	16,833.00
6130370 RTOC - GEOSTEERING	5,796.00	0.00	0.00	5,796.00
6140160 ENV-SERVICES	1,000.00	0.00	0.00	1,000.00
6150100 CH LOG PERFRTG&WL SV	0.00	225,333.00	0.00	225,333.00
6160100 MATERIALS & SUPPLIES	6,225.00	0.00	0.00	6,225.00
6170100 PULLING&SWABBING SVC	0.00	6,900.00	0.00	6,900.00
6170110 SNUBBG&COIL TUBG SVC	0.00	88,415.80	0.00	88,415.80
6190100 TRCKG&HL-SOLID&FLUID	102,500.00	0.00	0.00	102,500.00
6190110 TRUCKING&HAUL OF EQP	47,700.00	34,047.75	0.00	81,747.75
6200130 CONSLT & PROJECT SVC	109,000.00	79,974.70	0.00	188,974.70
6230120 SAFETY SERVICES	31,125.00	0.00	0.00	31,125.00
6300270 SOLIDS CONTROL SRVCS	61,500.00	0.00	0.00	61,500.00
6310120 STIMULATION SERVICES	0.00	960,192.00	0.00	960,192.00
6310190 PROPPANT PURCHASE	0.00	579,830.00	0.00	579,830.00
6310200 CASING & TUBULAR SVC	83,500.00	0.00	0.00	83,500.00
6310250 CASING & TOBOLATION 6310250 CEMENTING SERVICES	190,000.00	0.00	0.00	190,000.00
6310280 DAYWORK COSTS	524,750.00	0.00	0.00	524,750.00
6310300 DIRECTIONAL SERVICES	244,000.00	0.00	0.00	244,000.00
6310300 DIRECTIONAL SERVICES	94,500.00	0.00	0.00	94,500.00
6310330 DRILL&COMP FLUID&SVC	264,554.00	8,366.67	0.00	272,920.67
	11,000.00	0.00	0.00	11,000.00
6310380 OPEN HOLE EVALUATION	ŕ		0.00	
6310480 TSTNG-WELL, PL & OTH	0.00	136,389.90	0.00	136,389.90
6310600 MISC PUMPING SERVICE		26,048.80		26,048.80
6320100 EQPMNT SVC-SRF RNTL	102,388.00	149,719.00	0.00	252,107.00
6320110 EQUIP SVC - DOWNHOLE	98,210.00	27,490.50	0.00	125,700.50
6320160 WELDING SERVICES	1,500.00	0.00	0.00	1,500.00
6320190 WATER TRANSFER	0.00	81,754.20	0.00	81,754.20
6350100 CONSTRUCTION SVC	0.00	146,975.33	0.00	146,975.33
6520100 LEGAL FEES	10,000.00	0.00	0.00	10,000.00
6550100 MISCS COSTS & SERVS	0.00	11,242.15	0.00	11,242.15



AFE # XX-149251.01

Well Name: ARENA ROJA 28-33 FED COM 702H

Cost Center Number: 1094669601 Legal Description: 28-26S-35E

TOTAL ESTIMATED COST

Revision:

AFE Date: State: 9-6-2022 NM

0.00

8,873,279.79

County/Parish: LEA

	Intangible	Drilling	Completion	Dry Hole	Total
Code	Description	Costs	Costs	Costs	Costs
6550110	MISCELLANEOUS SVC	31,500.00	0.00	0.00	31,500.00
6550120	OTHER ROUSTABOUT SER	0.00	5,000.00	0.00	5,000.00
6630110	CAPITAL OVERHEAD	6,225.00	36,223.90	0.00	42,448.90
6740340	TAXES OTHER	331.00	33,656.58	0.00	33,987.58
	Total Intangibles	2,374,910.00	3,668,753.79	0.00	6,043,663.79
	Tangible	Drilling	Completion	Dry Hole	Total
Code	Description	Costs	Costs	Costs	Costs

	Tangible	Drilling	Completion	Dry Hole	Total
Code	Description	Costs	Costs	Costs	Costs
6120110	I&C EQUIPMENT	0.00	64,925.21	0.00	64,925.21
6120120	MEASUREMENT EQUIP	0.00	31,259.34	0.00	31,259.34
6150110	LOG PERFORATG&WL EQP	0.00	11,250.00	0.00	11,250.00
6230130	SAFETY EQUIPMENT	4,669.00	0.00	0.00	4,669.00
6300150	SEPARATOR EQUIPMENT	321,501.15	0.00	0.00	321,501.15
6300220	STORAGE VESSEL&TANKS	0.00	35,864.83	0.00	35,864.83
6300230	PUMPS - SURFACE	0.00	9,430.58	0.00	9,430.58
6310130	ARTIFICIAL LIFT EQP	0.00	30,000.00	0.00	30,000.00
6310150	CASG-COND&DRIVE PIPE	20,000.00	0.00	0.00	20,000.00
6310420	TUBING & COMPONENTS	0.00	150,101.11	0.00	150,101.11
6310460	WELLHEAD EQUIPMENT	50,000.00	118,473.00	0.00	168,473.00
6310530	SURFACE CASING	145,710.00	0.00	0.00	145,710.00
6310540	INTERMEDIATE CASING	851,875.00	0.00	0.00	851,875.00
6310550	PRODUCTION CASING	780,840.00	0.00	0.00	780,840.00
6310580	CASING COMPONENTS	28,510.00	0.00	0.00	28,510.00
6330100	PIPE,FIT,FLANG,CPLNG	0.00	175,206.78	0.00	175,206.78
	Total Tangibles	2,203,105.15	626,510.85	0.00	2,829,616.00

WORKING INTEREST OWNER APPROVAL				
Company Name:				
Signature:	Print Name:			
Title:				
Date:				
Email:				

4,578,015.15

4,295,264.64

Note: Please include/attach well requirement data with ballot.



AFE # XX-149250.01

Well Name: ARENA ROJA 28-33 FED COM 801H

Cost Center Number: 1094669501 Legal Description: 28-26S-35E

Revision:

AFE Date: State: County/Parish:

9-6-2022 NM : LEA

**Explanation and Justification:** 

#### AFE TO DRILL & COMPLETE THE ARENA ROJA 28-33 FED COM 801H

Intangible Code Description	Drilling Costs	Completion Costs	Dry Hole Costs	Total Costs
6040110 CHEMICALS - OTHER	0.00	121,597.00	0.00	121,597.00
6060100 DYED LIQUID FUELS	176,000.00	417,338.00	0.00	593,338.00
6060130 GASEOUS FUELS	0.00	71,047.80	0.00	71,047.80
6080100 DISPOSAL - SOLIDS	104,794.00	2,124.87	0.00	106,918.87
6080110 DISP-SALTWATER & C	TH 0.00	10,361.91	0.00	10,361.91
6080115 DISP VIA PIPELINE SW		98,400.00	0.00	98,400.00
6090100 FLUIDS - WATER	20,400.00	36,640.10	0.00	57,040.10
6090120 RECYC TREAT&PROC	·H20 0.00	180,601.00	0.00	180,601.00
6100100 PERMIT SURVEY&TITL	.E 30,000.00	0.00	0.00	30,000.00
6100110 RIGHT OF WAY	25,000.00	0.00	0.00	25,000.00
6110130 ROAD&SITE PREP SVO	45,000.00	36,179.20	0.00	81,179.20
6110170 DAMAGE & REMEDIAT	ION 5,000.00	0.00	0.00	5,000.00
6120100 I & C SERVICES	0.00	40,070.63	0.00	40,070.63
6130170 COMM SVCS - WAN	7,200.00	0.00	0.00	7,200.00
6130360 RTOC - ENGINEERING	0.00	16,833.00	0.00	16,833.00
6130370 RTOC - GEOSTEERING	10,350.00	0.00	0.00	10,350.00
6140160 ENV-SERVICES	1,000.00	0.00	0.00	1,000.00
6150100 CH LOG PERFRTG&WI		225,333.00	0.00	225,333.0
6160100 MATERIALS & SUPPLI		0.00	0.00	9,600.00
6170100 PULLING&SWABBING		6,900.00	0.00	6,900.00
6170110 SNUBBG&COIL TUBG		88,415.80	0.00	88,415.80
6190100 TRCKG&HL-SOLID&FL		0.00	0.00	140,000.00
6190110 TRUCKING&HAUL OF		34,047.75	0.00	81,747.75
6200130 CONSLT & PROJECT S		79,974.70	0.00	245,224.70
6230120 SAFETY SERVICES	48,000.00	0.00	0.00	48,000.00
6300270 SOLIDS CONTROL SR		0.00	0.00	84,000.00
6310120 STIMULATION SERVIC		960,192.00	0.00	960,192.0
6310190 PROPPANT PURCHAS		579,830.00	0.00	579,830.0
6310200 CASING & TUBULAR S	VC 83,500.00	0.00	0.00	83,500.00
6310250 CEMENTING SERVICE	S 190,000.00	0.00	0.00	190,000.0
6310280 DAYWORK COSTS	809,300.00	0.00	0.00	809,300.0
6310300 DIRECTIONAL SERVIC	ES 244,000.00	0.00	0.00	244,000.0
6310310 DRILL BITS	94,500.00	0.00	0.00	94,500.00
6310330 DRILL&COMP FLUID&S	SVC 264,756.00	8,366.67	0.00	273,122.6
6310370 MOB & DEMOBILIZATION		0.00	0.00	462,000.00
6310380 OPEN HOLE EVALUAT		0.00	0.00	17,050.00
6310480 TSTNG-WELL, PL & O1		136,389.90	0.00	136,389.90
6310600 MISC PUMPING SERVI		26,048.80	0.00	26,048.80
6320100 EQPMNT SVC-SRF RN		149,719.00	0.00	300,044.00
6320110 EQUIP SVC - DOWNHO		27,490.50	0.00	151,950.50
6320160 WELDING SERVICES	1,500.00	0.00	0.00	1,500.00
6320190 WATER TRANSFER	0.00	81,754.20	0.00	81,754.20
6350100 CONSTRUCTION SVC	0.00	146,975.33	0.00	146,975.33
6520100 LEGAL FEES	10,000.00	0.00	0.00	10,000.00



AFE # XX-149250.01

Well Name: ARENA ROJA 28-33 FED COM 801H

Cost Center Number: 1094669501 Legal Description: 28-26S-35E

TOTAL ESTIMATED COST

Revision:

AFE Date: State: 9-6-2022 NM

State: NM County/Parish: LEA

Code	Intangible Description	Drilling Costs	Completion Costs	Dry Hole Costs	Total Costs
6550100	MISCS COSTS & SERVS	0.00	11,364.15	0.00	11,364.15
6550110	MISCELLANEOUS SVC	31,500.00	0.00	0.00	31,500.00
6550120	OTHER ROUSTABOUT SER	0.00	5,000.00	0.00	5,000.00
6630110	CAPITAL OVERHEAD	9,600.00	36,223.90	0.00	45,823.90
6740340	TAXES OTHER	510.00	33,802.98	0.00	34,312.98
	Total Intangibles	3,412,295.00	3,669,022.19	0.00	7,081,317.19

Code	Tangible Description	Drilling Costs	Completion Costs	Dry Hole Costs	Total Costs
6120110	I&C EQUIPMENT	0.00	64,925.21	0.00	64,925.21
6120120	MEASUREMENT EQUIP	0.00	31,259.34	0.00	31,259.34
6150110	LOG PERFORATG&WL EQP	0.00	11,250.00	0.00	11,250.00
6230130	SAFETY EQUIPMENT	7,200.00	0.00	0.00	7,200.00
6300150	SEPARATOR EQUIPMENT	321,501.15	0.00	0.00	321,501.15
6300220	STORAGE VESSEL&TANKS	0.00	35,864.83	0.00	35,864.83
6300230	PUMPS - SURFACE	0.00	9,430.58	0.00	9,430.58
6310130	ARTIFICIAL LIFT EQP	0.00	30,000.00	0.00	30,000.00
6310150	CASG-COND&DRIVE PIPE	20,000.00	0.00	0.00	20,000.00
6310420	TUBING & COMPONENTS	0.00	152,541.11	0.00	152,541.11
6310460	WELLHEAD EQUIPMENT	50,000.00	118,473.00	0.00	168,473.00
6310530	SURFACE CASING	145,710.00	0.00	0.00	145,710.00
6310540	INTERMEDIATE CASING	877,250.00	0.00	0.00	877,250.00
6310550	PRODUCTION CASING	800,120.00	0.00	0.00	800,120.00
6310580	CASING COMPONENTS	28,510.00	0.00	0.00	28,510.00
6330100	PIPE,FIT,FLANG,CPLNG	0.00	175,206.78	0.00	175,206.78
	Total Tangibles	2,250,291.15	628,950.85	0.00	2,879,242.00

WORKING INTEREST OWNER APPROVAL
Company Name:

4,297,973.04

0.00

9,960,559.19

5,662,586.15

Company Name:		
Signature:	Print Name:	
Title:		
Date:		
Email:		

Note: Please include/attach well requirement data with ballot.



AFE # XX-149252.01

Well Name: ARENA ROJA 28-33 FED COM 802H

Cost Center Number: 1094669701 Legal Description: 28-26S-35E

Revision:

AFE Date: State: County/Parish:

9-6-2022 NM LEA

**Explanation and Justification:** 

AFE TO DRILL & COMPLETE THE ARENA ROJA 28-33 FED COM 802H

Code	Intangible Description	Drilling Costs	Completion Costs	Dry Hole Costs	Total Costs
6040110	CHEMICALS - OTHER	0.00	121,597.00	0.00	121,597.00
6060100	DYED LIQUID FUELS	176,000.00	417,338.00	0.00	593,338.00
6060130	GASEOUS FUELS	0.00	71,047.80	0.00	71,047.80
6080100	DISPOSAL - SOLIDS	104,794.00	2,124.87	0.00	106,918.87
6080110	DISP-SALTWATER & OTH	0.00	10,361.91	0.00	10,361.91
6080115	DISP VIA PIPELINE SW	0.00	98,400.00	0.00	98,400.00
6090100	FLUIDS - WATER	20,400.00	36,640.10	0.00	57,040.10
6090120	RECYC TREAT&PROC-H20	0.00	180,601.00	0.00	180,601.00
6100100	PERMIT SURVEY&TITLE	30,000.00	0.00	0.00	30,000.00
6100110	RIGHT OF WAY	25,000.00	0.00	0.00	25,000.00
6110130	ROAD&SITE PREP SVC	45,000.00	36,179.20	0.00	81,179.20
	DAMAGE & REMEDIATION	5,000.00	0.00	0.00	5,000.00
	I & C SERVICES	0.00	40,070.63	0.00	40,070.63
	COMM SVCS - WAN	7,200.00	0.00	0.00	7,200.00
	RTOC - ENGINEERING	0.00	16,833.00	0.00	16,833.00
	RTOC - GEOSTEERING	10,350.00	0.00	0.00	10,350.00
	ENV-SERVICES	1,000.00	0.00	0.00	1,000.00
	CH LOG PERFRTG&WL SV	0.00	225,333.00	0.00	225,333.00
	MATERIALS & SUPPLIES	9,600.00	0.00	0.00	9,600.00
	PULLING&SWABBING SVC	0.00	6,900.00	0.00	6,900.00
	SNUBBG&COIL TUBG SVC	0.00	88,415.80	0.00	88,415.80
	TRCKG&HL-SOLID&FLUID	140,000.00	0.00	0.00	140,000.00
	TRUCKING&HAUL OF EQP	47,700.00	34,047.75	0.00	81,747.75
	CONSLT & PROJECT SVC	165,250.00	79,974.70	0.00	245,224.70
	SAFETY SERVICES	48,000.00	0.00	0.00	48,000.00
	SOLIDS CONTROL SRVCS	84,000.00	0.00	0.00	84,000.00
	STIMULATION SERVICES	0.00	960,192.00	0.00	960,192.00
	PROPPANT PURCHASE	0.00	579,830.00	0.00	579,830.00
	CASING & TUBULAR SVC	83,500.00	0.00	0.00	83,500.00
	CEMENTING SERVICES	190,000.00	0.00	0.00	190,000.00
	DAYWORK COSTS	809,300.00	0.00	0.00	809,300.00
	DIRECTIONAL SERVICES	244.000.00	0.00	0.00	244,000.00
	DRILL BITS	94,500.00	0.00	0.00	94,500.00
	DRILL&COMP FLUID&SVC	264,756.00	8,366.67	0.00	273,122.67
	MOB & DEMOBILIZATION	462,000.00	0.00	0.00	462,000.00
	OPEN HOLE EVALUATION	17,050.00	0.00	0.00	17,050.00
	TSTNG-WELL, PL & OTH	0.00	136,389.90	0.00	136,389.90
	MISC PUMPING SERVICE	0.00	26,048.80	0.00	26,048.80
	EQPMNT SVC-SRF RNTL	150,325.00	149,719.00	0.00	300,044.00
	EQUIP SVC - DOWNHOLE	124,460.00	27,490.50	0.00	151,950.50
	WELDING SERVICES	1,500.00	0.00	0.00	1,500.00
	WATER TRANSFER	0.00	81,754.20	0.00	81,754.20
	CONSTRUCTION SVC	0.00	146,975.33	0.00	146,975.33
	LEGAL FEES	10,000.00	0.00	0.00	10,000.00
3020100	ELORE I ELO	10,000.00	0.00	0.00	10,000.00



AFE # XX-149252.01

Well Name: ARENA ROJA 28-33 FED COM 802H

Cost Center Number: 1094669701 Legal Description: 28-26S-35E

TOTAL ESTIMATED COST

Revision:

AFE Date: State: 9-6-2022 NM

State: NM County/Parish: LEA

Code	Intangible Description	Drilling Costs	Completion Costs	Dry Hole Costs	Total Costs
6550100	MISCS COSTS & SERVS	0.00	11,364.15	0.00	11,364.15
6550110	MISCELLANEOUS SVC	31,500.00	0.00	0.00	31,500.00
6550120	OTHER ROUSTABOUT SER	0.00	5,000.00	0.00	5,000.00
6630110	CAPITAL OVERHEAD	9,600.00	36,223.90	0.00	45,823.90
6740340	TAXES OTHER	510.00	33,802.98	0.00	34,312.98
	Total Intangibles	3,412,295.00	3,669,022.19	0.00	7,081,317.19

Code	Tangible Description	Drilling Costs	Completion Costs	Dry Hole Costs	Total Costs
6120110	I&C EQUIPMENT	0.00	64,925.21	0.00	64,925.21
6120120	MEASUREMENT EQUIP	0.00	31,259.34	0.00	31,259.34
6150110	LOG PERFORATG&WL EQP	0.00	11,250.00	0.00	11,250.00
6230130	SAFETY EQUIPMENT	7,200.00	0.00	0.00	7,200.00
6300150	SEPARATOR EQUIPMENT	321,501.15	0.00	0.00	321,501.15
6300220	STORAGE VESSEL&TANKS	0.00	35,864.83	0.00	35,864.83
6300230	PUMPS - SURFACE	0.00	9,430.58	0.00	9,430.58
6310130	ARTIFICIAL LIFT EQP	0.00	30,000.00	0.00	30,000.00
6310150	CASG-COND&DRIVE PIPE	20,000.00	0.00	0.00	20,000.00
6310420	TUBING & COMPONENTS	0.00	152,541.11	0.00	152,541.11
6310460	WELLHEAD EQUIPMENT	50,000.00	118,473.00	0.00	168,473.00
6310530	SURFACE CASING	145,710.00	0.00	0.00	145,710.00
6310540	INTERMEDIATE CASING	877,250.00	0.00	0.00	877,250.00
6310550	PRODUCTION CASING	800,120.00	0.00	0.00	800,120.00
6310580	CASING COMPONENTS	28,510.00	0.00	0.00	28,510.00
6330100	PIPE,FIT,FLANG,CPLNG	0.00	175,206.78	0.00	175,206.78
	Total Tangibles	2,250,291.15	628,950.85	0.00	2,879,242.00

WORKING INTEREST OWNER APPROVAL	

4,297,973.04

0.00

9,960,559.19

5,662,586.15

Company Name:				
Signature:	Print Name:			
Title:				
Date:				
Email:				

Note: Please include/attach well requirement data with ballot.



Devon Energy Production Company LP 333 West Sheridan Avenue Oklahoma City, OK 73102 405 552 8002 Phone www.devonenergy.com

November 21, 2022

Sent via email to bw@leggettventures.com

Chanas Partners, LLC

Re: Supplement to Well Proposal dated September 29, 2022

Arena Roja 28-33 Fed Com Wells Sections 28 & 33, T26S-R35E Lea County, New Mexico

Dear Working Interest Owner:

Devon Energy Production Company, L.P. ("Devon") is providing this Supplemental Letter ("Supplement") to be incorporated into the Well Proposal for the Arena Roja 28-33 Fed Com Wells dated September 29, 2022 ("Well Proposal"), in order to update the wells with certain adjustments pursuant the sixth paragraph of the Well Proposal in which Devon reserved the right to modify locations and drilling plans.

Devon adjusts the specifications of the wells as follows:

- Arena Roja 28-33 Fed Com 701H at an approximate SHL of 250' FNL and 318' FWL of Section 28-T26S-R35E and an approximate BHL of 20' FSL and 1030' FWL of Section 33-T26S-R35E, Lea County, New Mexico.
- Arena Roja 28-33 Fed Com 702H at an approximate SHL of 250' FNL and 1,415' FWL of Section 28-T26S-R35E and an approximate BHL of 20' FSL and 2,330' FWL of Section 33-T26S-R35E, Lea County, New Mexico.
- Arena Roja 28-33 Fed Com 801H at an approximate SHL of 250' FNL and 288' FWL of Section 28-T26S-R35E and an approximate BHL of 20' FSL and 380' FWL of Section 33-T26S-R35E, Lea County, New Mexico.
- Arena Roja 28-33 Fed Com 802H at an approximate SHL of 250' FNL and 1,385' FWL of Section 28-T26S-R35E and an approximate BHL of 20' FSL and 1,680' FWL of Section 33-T26S-R35E, Lea County, New Mexico.

The SHLs & BHLs remain in the same quarter-quarter sections as originally described in the Well Proposal. This change, and no other change, is made to the Well Proposal to optimize the development in the proposed horizontal spacing unit and prevent waste. The estimated depths, Authority for Expenditure, and all other specifications remain unchanged for the wells proposed, and the original Well Proposal dated September 29, 2022, remains in effect subject to this Supplement.

Page 2

Please do not hesitate to contact me at (405) 228-4218 or via email at Andrew.Wenzel@dvn.com if you have any questions concerning this Supplement or the Well Proposal.

Very truly yours,

Devon Energy Production Company, L.P.

Andrew J. Wenzel Senior Landman



Devon Energy Production Company LP 333 West Sheridan Avenue Oklahoma City, OK 73102 405 552 8002 Phone www.devonenergy.com

December 8, 2022

Tap Rock Resources LLC 523 Park Point Dr., STE 200 Golden, CO 80401

Re: Second Supplement to Well Proposal dated September 14, 2022

Arena Roja 28-33 Fed Com Wells Sections 28 & 33, T26S-R35E Lea County, New Mexico

Dear Working Interest Owner:

Devon Energy Production Company, L.P. ("Devon") is providing this Second Supplemental Letter ("Supplement") to be incorporated into the Well Proposal for the Arena Roja 28-33 Fed Com Wells dated September 14, 2022 and supplemented by letter dated November 21, 2022("Well Proposal"), in order to update the wells with certain adjustments pursuant the sixth paragraph of the Well Proposal in which Devon reserved the right to modify locations and drilling plans.

Devon adjusts the SHL specifications of the following wells as follows:

- Arena Roja 28-33 Fed Com 702H at an approximate SHL of 250' FNL and 1,385' FWL of Section 28-T26S-R35E Lea County, New Mexico.
- Arena Roja 28-33 Fed Com 802H at an approximate SHL of 250' FNL and 1,415' FWL of Section 28-T26S-R35E, Lea County, New Mexico.

The SHLs & BHLs remain in the same quarter-quarter sections as originally described in the Well Proposal. This change, and no other change, is made to the Well Proposal to optimize the development in the proposed horizontal spacing unit and prevent waste. The estimated depths, Authority for Expenditure, and all other specifications remain unchanged for the wells proposed, and the original Well Proposal dated September 14, 2022 and November 21, 2022, remains in effect subject to this Supplement.

Please do not hesitate to contact me at (405) 228-4218 or via email at Andrew.Wenzel@dvn.com if you have any questions concerning this Supplement or the Well Proposal.

Very truly yours,

Devon Energy Production Company, L.P.

Andrew J. Wenzel Senior Landman

## **Chronology of Contact with Non-Joined Working Interests**

#### Chevron U.S.A. Inc.

- 9/6/22 Emailed Scott Sabrsula to discuss need to discuss JOA options ahead of upcoming well proposals
- 9/14/22 Emailed well proposals to Scott Sabrsula & discussed need for agreement on JOA
- 9/15/22 Discussed well proposals with Scott Sabrsula via e-mail and agreed to set time to discuss over the phone.
- 9/16/22 Received e-mail from Scott Sabrsula setting out general JOA terms Chevron would be agreeable to
- 9/26/22 Spoke with Candace LaBron-Howard over the phone about proposed wells & JOA terms
- 9/27/22 Discussed well proposals with Chevron representatives at a regular monthly collaboration meeting held between representatives of Devon & Chevron
- 10/3/22 Provided Candace LaBron-Howard with additional paperwork/title information related to well proposals via online shared folder
- 10/12/22 Followed up with Candace LaBron-Howard to see if Chevron had reviewed the documentation provided
- 10/13/22 Phone call with Candace LaBron-Howard to discuss well proposals and JOA
- 10/14/22 Emailed Candace LaBron-Howard a proposed form of Agreement for Operations to outline JOA for proposed wells
- 11/1/22 Discussed well proposals with Chevron representatives at a regular monthly collaboration meeting held between representatives of Devon & Chevron
- 11/4/22 Received email from Candace LaBron-Howard requesting a call to discuss outstanding questions regarding JOA
- 11/8/22 Held phone call with Candace LaBron-Howard to discuss Chevron's requested changes to the proposed JOA & received summary of requested changes via e-mail from Chevron same day
- 11/14/22 Provided written follow up to Chevron's requested JOA changes by e-mail and discussed over the phone with Candace LaBron-Howard
- 11/21/22 Provided Candace LaBron-Howard with revised well proposals reflecting minor change to location footages via e-mail
- 12/2/22 Received questions about the proposal via e-mail from Candace LaBron-Howard
- 12/5/22 Responded with additional information regarding well proposals to Candace LaBron-Howard via e-mail.

12/8/22 - Provided 2<sup>nd</sup> Supplemental Well Proposal to Candace LaBron-Howard via e-mail

#### **McCombs Energy, LLC**

- 9/19/22 Received e-mail from Sarah O'Shaughnessy indicating receipt of well proposals & requesting WI/NRI information
- 9/26/22 Received follow up e-mail from Sarah O'Shaughnessy regarding WI/NRI information & provided estimated WI/NRI same day
- 9/28/22 Received e-mail from Sarah O'Shaughnessy regarding commercial options in lieu of an election to participate in the proposed wells
- 9/28/22 Discussed general terms for commercial options via e-mail with Sarah O'Shaughnessy
- 9/29/22 Discussed general terms for commercial options via e-mail with Sarah O'Shaughnessy
- 9/30/22 Discussed general terms for commercial options via e-mail with Sarah O'Shaughnessy
- 10/3/22 Discussed general terms for commercial options via e-mail with Sarah O'Shaughnessy
- 10/12/22 Discussed general terms for commercial options via e-mail with Sarah O'Shaughnessy
- 10/17/22 Discussed general terms for commercial options via e-mail with Sarah O'Shaughnessy
- 10/27/22 Informed Sarah O'Shaughnessy via e-mail that Devon would not be able to proceed with commercial option in lieu of election to participate and provided list of additional options
- 10/31/22 Received e-mail from Sarah O' Shaughnessy requesting additional information regarding proposed wells.
- 11/1/22 Provided additional information regarding proposed wells via e-mail to Sarah O'Shaughnessy
- 11/4/22 Provided additional information regarding proposed wells via e-mail to Sarah O'Shaughnessy
- 11/21/22 Provided proposed Agreement for Operations to outline JOA for proposed wells along with revised well proposals reflecting minor change to location footages via e-mail
- 11/28/22 11/28/29 Discussed estimated WI/NRI with Sarah O' Shaughnessy via e-mail
- 12/6/22 Followed up with Sarah O'Shaughnessy via e-mail to see if any additional information was necessary to review the well proposals
- 12/8/22 Provided 2<sup>nd</sup> Supplemental Well Proposal to Sarah O'Shaughnessy via e-mail

#### **Tap Rock Resources, LLC**

- 9/14/22 Provided digital copies of well proposals via e-mail to Taylor Ford McVean
- 9/30/22 Followed with Tap Rock via e-mail with Taylor Ford McVean to confirm receipt of well proposals & discussed general information regarding the proposed wells, estimated WI/NRI, and JOA

- 10/3/22 Confirmed additional via e-mail to Taylor Ford McVean that additional hard copies of the well proposals were mailed to Tap Rock
- 11/18/22 Received e-mail correspondence from Taylor Ford McVean requesting proposed Agreement for Operations to JOA & additional information related to the hearing. Provided copy of the proposed Agreement for Operations and responses to hearing questions same day.
- 11/21/22 Discussed well proposals over the phone and provided Taylor Ford McVean with revised well proposals reflecting minor change to location footages via e-mail. Provided additional details regarding timing/well plans via e-mail as well.
- 11/22/22 Notified Taylor Ford McVean via e-mail that Devon would seek to continue the hearing to December 15<sup>th</sup>
- 11/29/22 11/30/22 Discussed the well proposals and proposed Agreement for Operations via e-mail with Taylor Ford McVean
- 12/5/22 Received questions and proposed changes to Agreement for Operations via e-mail from Taylor Ford
- 12/6/22 Provided Taylor Ford McVean with additional details requested regarding the well proposals
- 12/8/22 Provided 2<sup>nd</sup> Supplemental Well Proposal to Taylor Ford McVean via e-mail
- 12/12/22 E-mail correspondence with Taylor Ford McVean regarding Agreement for Operations

#### NHPP Permian, LLC (f/ka Chanas Partners, LLC and f/k/a TLW Investments LLC)

- 9/29/22 Received notice via e-mail from Brian Weinberg that Chanas Partners, LLC had acquired all interest formerly owned by TLW Investments LLC. Provided updated well proposals addressed to Chanas Partners, LLC and WI/NRI information same day.
- 10/7/22– Received e-mail from Brian Weinberg seeking direction on how to indicate election to participate
- 10/11/22 Responded to Brian via e-mail to request signed copies of well proposal AFEs
- 10/14/22 Received signed AFEs indicating Chanas Partners, LLCs intent to participate via e-mail.
- 11/21/22 Provided Brian with proposed Agreement for Operations to outline JOA for proposed wells along with revised well proposals reflecting minor change to location footages via e-mail. Received notice same day from Aaron Tenenholz that NHPP Permian, LLC had just acquired all interest previously owned by Chanas Partners, LLC in the proposed wells.
- 11/22/22 Provided Aaron Tenenholz with copies of the well proposals, AFEs, and the proposed Agreement for Operations and discussed the proposals via e-mail
- 11/28/22 Discussed well proposals with Aaron Tenenholz over the phone

12/6/22 – Followed up with Aaron Tenenholz to see if any additional information was necessary to review the well proposals

12/8/22 – Provided 2<sup>nd</sup> Supplemental Well Proposal to Aaron Tenenholz via e-mail

## **TAB 3**

Case No. 23193

Exhibit B: Self-Affirmed Statement of Derek Ohl, Geologist

Exhibit B-1: Structure Map Exhibit B-2: Isochore Maps Exhibit B-3: Base Map

Exhibit B-4: Cross Section A-A

Exhibit B-5: Gunbarrel Diagram & Lateral Trajectory

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

APPLICATIONS OF DEVON ENERGY PRODUCTION COMPANY, L.P., FOR HORIZONTAL SPACING UNITS AND COMPULSORY POOLING, LEA COUNTY, NEW MEXICO

Case Nos. 23192 & 23193

### SELF-AFFIRMED STATEMENT OF DEREK OHL

Derek Ohl, of lawful age and being first duly sworn, declares as follows:

- My name is Derek Ohl, and I am employed by Devon Energy Production Company,
   L.P. ("Devon") as a petroleum geologist.
- 2. I have previously testified before the Oil Conservation Division ("Division") as an expert witness in petroleum geology. My credentials have been made a matter of record and I have been recognized by the Division as an expert witness.
- 3. I am familiar with the applications filed by Devon in these consolidated cases, and I have conducted a geologic study of the Wolfcamp formation underlying the subject area.
- 4. The initial targets for Devon's proposed Arena Roja wells in Sections 28 and 33 of T26S-R35E are intervals within the Wolfcamp formation.
- 5. **Devon Exhibit B-1** is a structure map at the top of the Wolfcamp formation with subsea depths marked by contour intervals every 25 feet. I have outlined the proposed spacing units and identified the orientation of the initial wellbores in the Wolfcamp formation. This exhibit shows that the Wolfcamp formation is gently dipping to the west in this area. I do not observe any faulting, pinch outs, or other geologic impediments to developing the targeted Wolfcamp intervals with horizontal wells.



- 6. **Devon Exhibit B-2** are isochore thickness maps for the Wolfcamp Formation targeted intervals with 10' contour intervals. This exhibit shows that the reservoir intervals targeted by Devon's development plan is of consistent thickness across the proposed unit.
- 7. **Devon Exhibit B-3** identifies the wells penetrating the Wolfcamp formation that I have used to create a stratigraphic cross-section. I utilized these well logs because they penetrate the targeted intervals and are of good quality. In my opinion, these well logs are representative of the geology in the area.
- 8. **Devon Exhibit B-4** is a stratigraphic cross-section for the Wolfcamp formation using the representative wells depicted on Exhibit B-3. Each well log contains gamma ray, resistivity, and porosity logs. The target intervals for the initial wells are depicted on the exhibit. The cross-section demonstrates that the targeted interval is continuous across the proposed spacing units.
- 9. **Devon Exhibit B-5** is a west-to-east cross-section view with wellbore placement identified ("gunbarrel diagram") and a north-south lateral trajectory cross-section.
- 10. In my opinion, the north-south orientation of the proposed wells is the preferred orientation for horizontal well development in the targeted intervals in this area. This standup orientation will efficiently and effectively develop the subject acreage.
- 11. In my opinion, the granting of Devon's applications is in the best interest of conservation, the prevention of waste, and protection of correlative rights.
- 12. **Devon Exhibits B-1** through **B-5** were either prepared by me or compiled under my direction and supervision.
  - 13. The foregoing is true to the best of my knowledge and belief.

[Signature page follows]

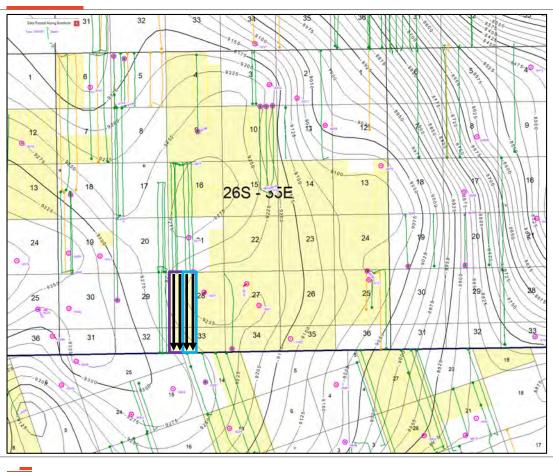
Signature page of Self-Affirmed Statement of Derek Ohl:

I understand that this Self-Affirmed Statement will be used as written testimony before the Division in Case No. 23192 & 23193 and affirm that my testimony herein is true and correct, to the best of my knowledge and belief and made under penalty of perjury under the laws of the State of New Mexico.

Derek Ohl

12 - 6 - 2022 Date Signed

## Structure Map



Structure Map WFMP (top of WFMP interval) C.I. = 25 feet

### **Horizontal Locations:**

ARENA ROJA 28-33 FED COM 801H ARENA ROJA 28-33 FED COM 701H ARENA ROJA 28-33 FED COM 802H ARENA ROJA 28-33 FED COM 702H



Control Points

3BSSS Horizontal Wells

WFMP Horizontal Wells

ехнівіт **В-1** 

Received by OCD: 12/13/2022 3:32:16 PM

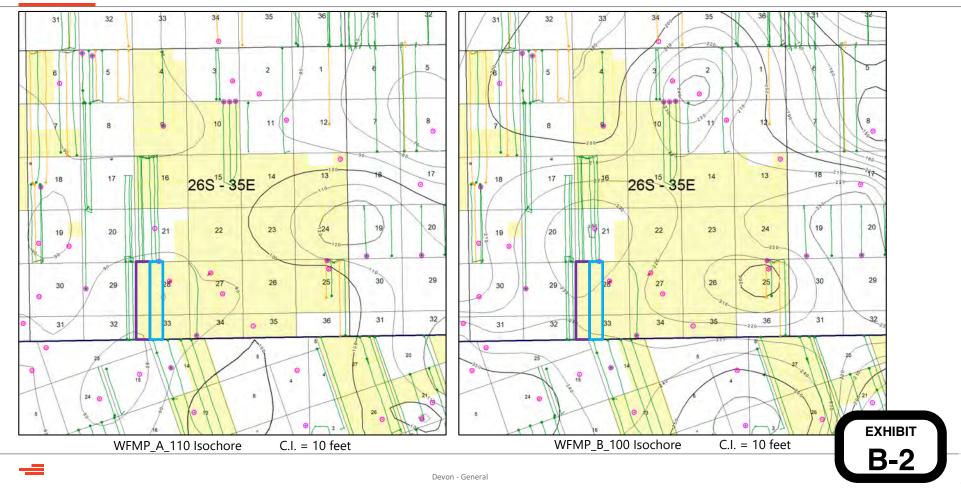
Devon - General

**Spacing Units** 



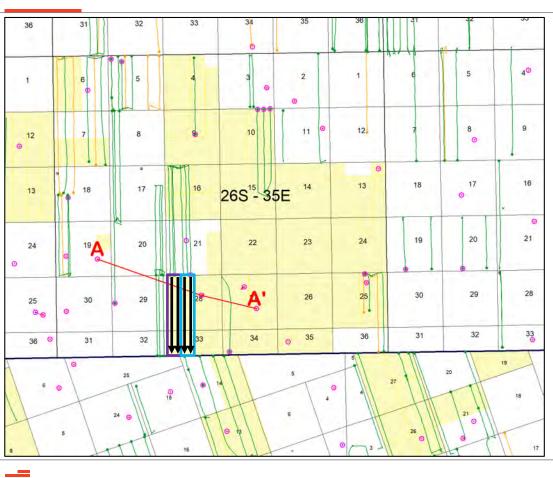
**Control Points** 





Released to Imaging: 12/13/2022 3:41:43 PM

## Base Map



Cross Section A – A'

### **Horizontal Locations:**

ARENA ROJA 28-33 FED COM 801H →

ARENA ROJA 28-33 FED COM 701H → ARENA ROJA 28-33 FED COM 802H →

ARENA ROJA 28-33 FED COM 702H →

**Spacing Units** 

**Control Points** 

**3BSSS Horizontal Wells** 

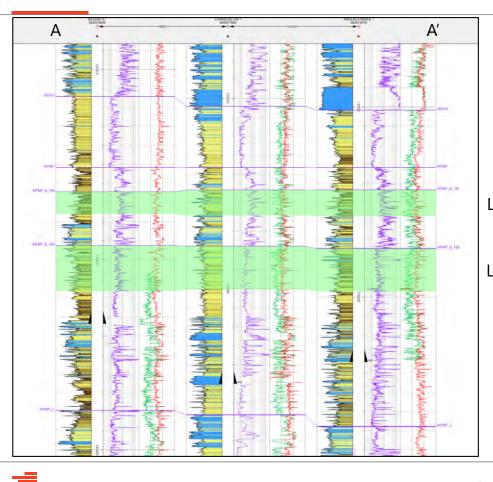
WFMP Horizontal Wells

**EXHIBIT** 

Received by OCD: 12/13/2022 3:32:16 PM

Devon - General

## Cross Section A-A'

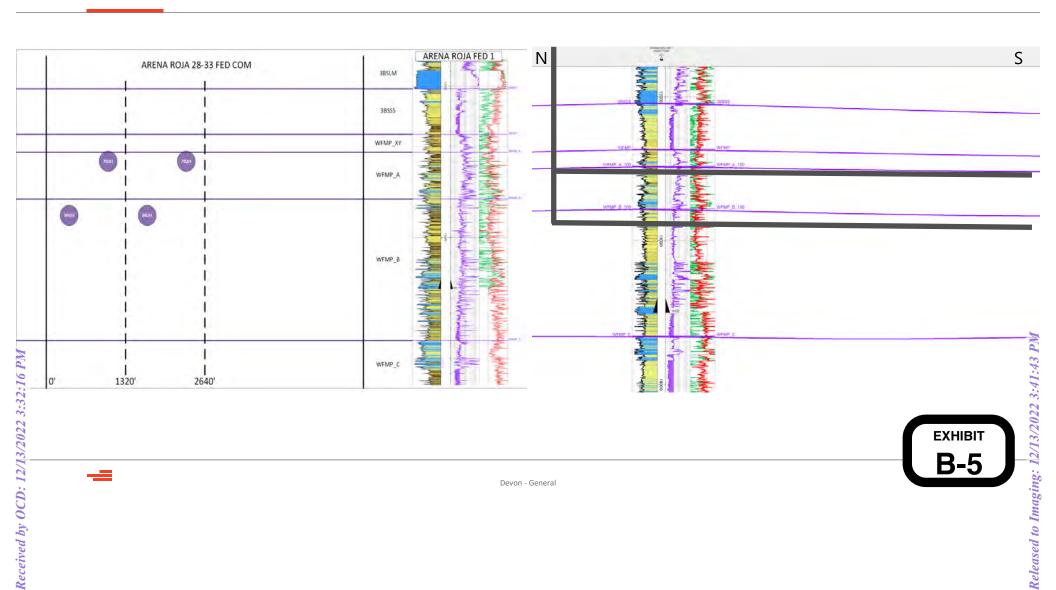


Landing Zone

Landing Zone

**В-4** 

## Gunbarrel Diagram & Lateral Trajectory



## **TAB 4**

Case No. 23193

Exhibit C: Affidavit of Notice, Darin C. Savage

Exhibit C-1: Notice Letters Exhibit C-2: Mailing List Exhibit C-3: Affidavit of Publication

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

APPLICATIONS OF DEVON ENERGY PRODUCTION COMPANY, L.P., FOR HORIZONTAL SPACING UNITS AND COMPULSORY POOLING, LEA COUNTY, NEW MEXICO

Case Nos. 23192 & 23193

### AFFIDAVIT OF NOTICE

STATE OF NEW MEXICO	)	
	)	SS
COUNTY OF SANTA FE	)	

- I, Darin C. Savage, attorney and authorized representative of Devon Energy Production Company, L.P. ("Devon"), the Applicant herein, being first duly sworn, upon oath, states the following:
- 1. Notice of the applications and hearing in the above-reference cases was timely sent by certified mail, return receipt requested, through the United States Postal Service on November 10, 2022, to all uncommitted interest owners sought to be pooled in this proceeding. *See* Exhibit C-2, attached hereto. Copies of notice letters and evidence of mailing to parties are attached hereto as Exhibits C-1 and C-2.
- 2. Notice was sent to the Hobbs News-Sun, a newspaper of general circulation in Lea County, New Mexico, and timely published in said newspaper on November 11, 2022. *See* Exhibit C-3.
- 3. It is my understanding that Devon has made a reasonably diligent effort to find the names and addresses for the interest owners entitled to receive notice of the application and case herein.

Darin C. Savage



SUBSCRIBED AND SWORN to before me this 13th day of December, 2022, by Darin C. Savage.

Notary Public

My Commission Expires:

02/0/2026

STATE OF NEW MEXICO
NOTARY PUBLIC
MARSHA DALTON COUCH
COMMISSION #1077509
COMMISSION EXPIRES 02/10/2026



#### ABADIE I SCHILL PC

Colorado New Mexico
Louisiana Texas
Nebraska Kansas
Montana Wyoming
Oklahoma California
North Dakota

November 10, 2022

VIA CERTIFIED MAIL RETURN RECEIPT REQUESTED

TO: ALL INTEREST OWNERS SUBJECT TO POOLING PROCEEDINGS

Re: Application of Devon Energy Production Company, L.P., for a

horizontal spacing unit and compulsory pooling, Lea County, New

Mexico

Arena Roja 28-33 Fed Com 702H Well (Case No. 23193)

Arena Roja 28-33 Fed Com 802H Well (Case No. 23193)

Case Nos. 23193:

### Dear Interest Owners:

This letter is to advise you that Devon Energy Production Company, L.P. ("Devon") has filed the enclosed application, Case No. 23193, with the New Mexico Oil Conservation Division ("Division") for the compulsory pooling of units in the Wolfcamp formation.

In Case No. 23193, Devon seeks to pool the Wolfcamp formation underlying the E/2 W/2 of Section 28 and the NE/4 NW/4 and Lot 3 of Section 33, Township 26 South, Range 35 East, NMPM, Lea County, New Mexico, a standard unit encompassing 233.54 acres, more or less, dedicated to the above-referenced 702H and 802H Wells.

A hearing has been requested before a Division Examiner on December 1, 2022, and the status of the hearing can be monitored through the Division's website. Division hearings will commence at 8:15 a.m., traditionally in Porter Hall at the Oil Conservation Division's Santa Fe Offices located at 1220 South Saint Francis Drive, Santa Fe, New Mexico 87505. However, under current Division policies, the hearing will be conducted remotely online. For information about remote access and status of the case, you can visit the Division's website at: https://www.emnrd.nm.gov/ocd/hearing-info/ or call (505) 476-3441.

abadieschill.com

214 McKenzie Street, Santa Fe, New Mexico, 87501

O: 970.385.4401 • F: 970.385.4901

EXHIBIT C-1

You are being notified as an interest owner (subject to title examination) and are not required to attend this hearing, but as an owner of an interest that may be affected by this application, you may appear and present testimony. Failure to appear at that time and become a party of record will preclude you from challenging the matter at a later date.

Parties appearing in cases are required by Division Rule 19.15.4.13.B NMAC to file a Prehearing Statement at least four business days in advance of a scheduled hearing, but in no event later than 5 p.m. mountain time on the Thursday preceding the scheduled hearing date. This statement must be filed at the Division's Santa Fe office at the above specified address and should include: The names of the parties and their attorneys; a concise statement of the case; the names of all witnesses the party will call to testify at the hearing; the approximate time the party will need to present its case; and identification of any procedural matters that are to be resolved prior to the hearing.

If you have any questions about this matter, please contact Andrew J. Wenzel at (405) 228-4218 or at andrew.wenzel@dvn.com.

Sincerely,

Darin C. Savage

Attorney for Devon Energy Production Company, L.P.



#### ABADIE I SCHILL PC

Colorado New Mexico
Louisiana Texas
Nebraska Kansas
Montana Wyoming
Oklahoma California
North Dakota

November 10, 2022

VIA CERTIFIED MAIL RETURN RECEIPT REQUESTED

TO: ALL INTEREST OWNERS SUBJECT TO POOLING PROCEEDINGS

Re: Application of Devon Energy Production Company, L.P., for a

horizontal spacing unit and compulsory pooling, Lea County, New

Mexico

Arena Roja 28-33 Fed Com 702H Well (Case No. 23193)

Arena Roja 28-33 Fed Com 802H Well (Case No. 23193)

Case Nos. 23193:

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abadieschill.com

214 McKenzie Street, Santa Fe, New Mexico, 87501

O: 970.385.4401 • F: 970.385.4901

You are being notified as an owner of Record Title (subject to title examination), not a Working Interest owner with operating rights, and are not required to attend this hearing, but as an owner of an interest that may be affected by this application, you may appear and present testimony. Failure to appear at that time and become a party of record will preclude you from challenging the matter at a later date.

Parties appearing in cases are required by Division Rule 19.15.4.13.B NMAC to file a Prehearing Statement at least four business days in advance of a scheduled hearing, but in no event later than 5 p.m. mountain time on the Thursday preceding the scheduled hearing date. This statement must be filed at the Division's Santa Fe office at the above specified address and should include: The names of the parties and their attorneys; a concise statement of the case; the names of all witnesses the party will call to testify at the hearing; the approximate time the party will need to present its case; and identification of any procedural matters that are to be resolved prior to the hearing.

If you have any questions about this matter, please contact Andrew J. Wenzel at (405) 228-4218 or at andrew.wenzel@dvn.com.

Sincerely,

Darin C. Savage

Attorney for Devon Energy Production Company, L.P.

Mail Activity Report - CertifiedPro.net Mailed from 11/1/2022 to 12/1/2022 User Name: bandieschill Generated: 12/12/2022 6:5953 AM											
USPS Article Number	Date Mailed Type	Name 1	Name 2	Address 1	Address 2	City	State	Zip	Mailing Status	Service Options	
9314869904300101375490	11/10/2022 WI	Chevron U.S.A., Inc.		1400 Smith St		Houston	TX	73102	Delivered	Return Receipt - Electronic, Certified Mail	
9314869904300101375506	11/10/2022 WI	McCombs Energy, LLC		750 E. Mulberry Ave	Suite 403	San Antonio	TX	78212	Delivered	Return Receipt - Electronic, Certified Mail	
9314869904300101375513	11/10/2022 WI	Chanas Partners, LLC	(f/k/a TLW Investments, LLC)	1415 S. Voss	Suite 110-541	Houston	TX	77057	In transit	Return Receipt - Electronic, Certified Mail	
9314869904300101375520	11/10/2022 WI	Tap Rock Resources, LLC		523 Park Point Dr	Suite 200	Golden	CO	80401	In transit	Return Receipt - Electronic, Certified Mail	
9314869904300101375636	11/10/2022 ORRI	Thomas James Waller & Barbara Decareaux Waller	, Thomas & Barbara Waller Revocable Trust	600 Chippewa Way		Aubrey	TX	76227	Undelivered - Forwarded	Return Receipt - Electronic, Certified Mail	
9314869904300101375643	11/10/2022 ORRI	Larry Frank & Mildred Lawrence Roden		4213 Bamford Dr		Austin	TX	79731-1347	Undelivered - To Be Returned	Return Receipt - Electronic, Certified Mail	
9314869904300101375650	11/10/2022 ORRI	Marium Roden		4240 Prescott Ave	Apt 3B	Dallas	TX	75219	Delivered	Return Receipt - Electronic, Certified Mail	
9314869904300101375667	11/10/2022 ORRI	Gerald J. Hertel, Trustee	William F. Roden Bypass Trust	16737 Marsala Springs Dr		Round Rock	TX	78681	Delivered	Return Receipt - Electronic, Certified Mail	
9314869904300101375674	11/10/2022 RT	Franklin Mountain Energy, LLC		44 Cook St	Suite 1000	Denver	CO	80206	Delivered	Return Receipt - Electronic, Certified Mail	
9314869904300101375681	11/10/2022 RT	Franklin Mountain Energy, LLC		PO Box 6977		Denver	CO	80206	Delivered	Return Receipt - Electronic, Certified Mail	
9314869904300101375698	11/10/2022 ORRI	Bureau of Land Management		414 W Taylor St		Hobbs	NM	88240	Delivered	Return Receipt - Electronic, Certified Mail	
9314869904300101375605	11/10/2022 ORRI	Van T. Tettleton		PO Box 10909		Midland	TX		Undelivered - To Be Returned	Return Receipt - Electronic, Certified Mail	
9314869904300101375599	11/10/2022 ORRI	Margaret Ann Mitchell		8523 Thackery St	#6202	Dallas	TX	75225	Delivered	Return Receipt - Electronic, Certified Mail	
9314869904300101375612	11/10/2022 ORRI	Sean K. Roden		2951 Marina Bay Dr	#130-470	League City	TX	77573	Delivered	Return Receipt - Electronic, Certified Mail	
9314869904300101375629	11/10/2022 ORRI	Richard W. Fairchild, Jr.		131 Bootlegger Ln		Kerrville	TX	78028	Delivered	Return Receipt - Electronic, Certified Mail	





November 16, 2022

Dear WALZ GROUP:

The following is in response to your request for proof of delivery on your item with the tracking number: 9314 8699 0430 0101 3756 98.

Item Details

Status: Delivered, Front Desk/Reception/Mail Room

Status Date / Time: November 15, 2022, 11:18 a.m.

Location:HOBBS, NM 88240Postal Product:First-Class Mail®Extra Services:Certified Mail™

Return Receipt Electronic

Recipient Name: Bureau of Land Management

**Shipment Details** 

Weight: 3.0oz

**Destination Delivery Address** 

Street Address: 414 W TAYLOR ST

City, State ZIP Code: HOBBS, NM 88240-6054

Recipient Signature

Signature of Recipient:

Jan STUTON

414 W TAYLOR ST HOBBS,

NM 88240

Address of Recipient:

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Item Details

Status: Delivered, Individual Picked Up at Post Office

Status Date / Time: November 30, 2022, 03:57 p.m.

Location:DENVER, CO 80206Postal Product:First-Class Mail®Extra Services:Certified Mail™

Return Receipt Electronic

Recipient Name: Franklin Mountain Energy LLC

**Shipment Details** 

Weight: 3.0oz

**Destination Delivery Address** 

Street Address: PO BOX 6977

City, State ZIP Code: DENVER, CO 80206-0977

Recipient Signature

Signature of Recipient:

Address of Recipient:

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November 16, 2022

Dear WALZ GROUP:

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Item Details

Status: Delivered, Front Desk/Reception/Mail Room

Status Date / Time: November 15, 2022, 05:33 p.m.

Location:DENVER, CO 80206Postal Product:First-Class Mail®Extra Services:Certified Mail™

Return Receipt Electronic

Recipient Name: Franklin Mountain Energy LLC

**Shipment Details** 

Weight: 3.0oz

**Destination Delivery Address** 

Street Address: 44 COOK ST STE 1000
City, State ZIP Code: DENVER, CO 80206-5827

Recipient Signature

Signature of Recipient:

Address of Recipient:

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November 15, 2022

Dear WALZ GROUP:

The following is in response to your request for proof of delivery on your item with the tracking number: 9314 8699 0430 0101 3756 67.

Item Details Status: Delivered, Left with Individual Status Date / Time: November 14, 2022, 02:22 p.m. Location: **ROUND ROCK, TX 78681 Postal Product:** First-Class Mail® **Extra Services:** Certified Mail™ Return Receipt Electronic **Recipient Name:** Gerald J Hertel Trustee William F Roden Bypas **Shipment Details** Weight: 3.0oz **Destination Delivery Address Street Address:** 16737 MARSALA SPRINGS DR City, State ZIP Code: ROUND ROCK, TX 78681-5322 Recipient Signature Signature of Recipient: Address of Recipient:

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November 15, 2022

Dear WALZ GROUP:

The following is in response to your request for proof of delivery on your item with the tracking number: 9314 8699 0430 0101 3756 50.

Item Details

Status: Delivered, Front Desk/Reception/Mail Room

Status Date / Time: November 14, 2022, 01:11 p.m.

Location:DALLAS, TX 75219Postal Product:First-Class Mail®Extra Services:Certified Mail™

Return Receipt Electronic

Recipient Name: Marium Roden

**Shipment Details** 

Weight: 3.0oz

**Destination Delivery Address** 

Street Address: 4240 PRESCOTT AVE APT 3B
City, State ZIP Code: DALLAS, TX 75219-2377

Recipient Signature

Signature of Recipient:

Address of Recipient:

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November 22, 2022

Dear WALZ GROUP:

The following is in response to your request for proof of delivery on your item with the tracking number: 9314 8699 0430 0101 3756 29.

Item Details

Status: Delivered, Individual Picked Up at Post Office

Status Date / Time: November 21, 2022, 02:06 p.m.

**Location:** KERRVILLE, TX 78028

Postal Product: First-Class Mail®
Extra Services: Certified Mail™

Return Receipt Electronic

Recipient Name: Richard W Fairchild Jr

**Shipment Details** 

Weight: 3.0oz

**Destination Delivery Address** 

Street Address: 131 BOOTLEGGER LN
City, State ZIP Code: KERRVILLE, TX 78028-7597

Recipient Signature

Signature of Recipient:

Ruferm

RICHARD FAIRCH ILA

Address of Recipient:

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Information in this section provided by Covius Document Services, LLC.



November 15, 2022

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The following is in response to your request for proof of delivery on your item with the tracking number: 9314 8699 0430 0101 3756 12.

Item Details

Status:Delivered, Left with IndividualStatus Date / Time:November 14, 2022, 11:29 a.m.Location:LEAGUE CITY, TX 77573

Postal Product: First-Class Mail®
Extra Services: Certified Mail™

Return Receipt Electronic

Recipient Name: Sean K Roden

**Shipment Details** 

Weight: 3.0oz

**Destination Delivery Address** 

Street Address: 2951 MARINA BAY DR

City, State ZIP Code: LEAGUE CITY, TX 77573-2735

Recipient Signature

Signature of Recipient:

Address of Recipient:

Note: Scanned image may reflect a different destination address due to Intended Recipient's delivery instructions on file.

Thank you for selecting the United States Postal Service® for your mailing needs. If you require additional assistance, please contact your local Post Office™ or a Postal representative at 1-800-222-1811.

Sincerely, United States Postal Service® 475 L'Enfant Plaza SW Washington, D.C. 20260-0004

Information in this section provided by Covius Document Services, LLC.



November 23, 2022

Dear WALZ GROUP:

The following is in response to your request for proof of delivery on your item with the tracking number: 9314 8699 0430 0101 3755 99.

Item Details

Status: Delivered, Front Desk/Reception/Mail Room

Status Date / Time: November 14, 2022, 08:41 p.m.

Location:DALLAS, TX 75225Postal Product:First-Class Mail®Extra Services:Certified Mail™

Return Receipt Electronic

Recipient Name: Margaret Ann Mitchell

**Shipment Details** 

Weight: 3.0oz

**Destination Delivery Address** 

Street Address: 8523 THACKERY ST
City, State ZIP Code: DALLAS, TX 75225-3903

Recipient Signature

Signature of Recipient:

Detha Puris

Address of Recipient:

8523 Thackery De

Note: Scanned image may reflect a different destination address due to Intended Recipient's delivery instructions on file.

Thank you for selecting the United States Postal Service® for your mailing needs. If you require additional assistance, please contact your local Post Office™ or a Postal representative at 1-800-222-1811.

Sincerely, United States Postal Service® 475 L'Enfant Plaza SW Washington, D.C. 20260-0004

Information in this section provided by Covius Document Services, LLC.



November 16, 2022

Dear WALZ GROUP:

The following is in response to your request for proof of delivery on your item with the tracking number: **9314 8699 0430 0101 3755 06**.

Item Details

Status:Delivered, Left with IndividualStatus Date / Time:November 15, 2022, 08:13 a.m.Location:SAN ANTONIO, TX 78212

Postal Product: First-Class Mail®
Extra Services: Certified Mail™

Return Receipt Electronic

Recipient Name: McCombs Energy LLC

**Shipment Details** 

Weight: 3.0oz

**Destination Delivery Address** 

**Street Address:** 750 E MULBERRY AVE STE 403 **City, State ZIP Code:** SAN ANTONIO, TX 78212-3105

Recipient Signature

Signature of Recipient:

Address of Recipient:

Note: Scanned image may reflect a different destination address due to Intended Recipient's delivery instructions on file.

Thank you for selecting the United States Postal Service® for your mailing needs. If you require additional assistance, please contact your local Post Office™ or a Postal representative at 1-800-222-1811.

Sincerely, United States Postal Service® 475 L'Enfant Plaza SW Washington, D.C. 20260-0004

Information in this section provided by Covius Document Services, LLC.



November 18, 2022

Dear WALZ GROUP:

The following is in response to your request for proof of delivery on your item with the tracking number: 9314 8699 0430 0101 3754 90.

### Item Details

Status: Delivered, Individual Picked Up at Postal Facility

Status Date / Time: November 17, 2022, 02:55 p.m.

**Location:** HOUSTON, TX 77002

Postal Product: First-Class Mail®
Extra Services: Certified Mail™

Return Receipt Electronic

Recipient Name: Chevron U S A Inc

**Shipment Details** 

Weight: 4.0oz

**Destination Delivery Address** 

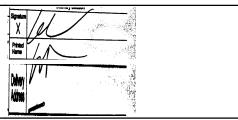
Street Address: 1400 SMITH ST

City, State ZIP Code: HOUSTON, TX 77002-7327

### Recipient Signature

Signature of Recipient:

Address of Recipient:



Note: Scanned image may reflect a different destination address due to Intended Recipient's delivery instructions on file.

Thank you for selecting the United States Postal Service® for your mailing needs. If you require additional assistance, please contact your local Post Office™ or a Postal representative at 1-800-222-1811.

Sincerely, United States Postal Service® 475 L'Enfant Plaza SW Washington, D.C. 20260-0004

Information in this section provided by Covius Document Services, LLC.

### **Affidavit of Publication**

STATE OF NEW MEXICO COUNTY OF LEA

I, Daniel Russell, Publisher of the Hobbs News-Sun, a newspaper published at Hobbs, New Mexico, solemnly swear that the clipping attached hereto was published in the regular and entire issue of said newspaper, and not a supplement thereof for a period of 1 issue(s).

> Beginning with the issue dated November 11, 2022 and ending with the issue dated November 11, 2022.

Sworn and subscribed to before me this 11th day of November 2022.

Business Manager

My commission expires January 29, 2023

(Seal)

GUSSIE BLACK Notary Public - State of New Mexico Commission # 1087526 My Comm, Expires Jan 29, 2023

This newspaper is duly qualified to publish legal notices or advertisements within the meaning of Section 3, Chapter 167, Laws of 1937 and payment of fees for said

LEGAL NOTICE November 11, 2022

CASE No. 23193: Notice to all affected parties and persons having any right, title, interest or claim to this case, including owners of working interest, overriding royalty interest, and record title, among others, as well as the known and unknown heirs, devisees, assigns and successors of CHEVRON U.S.A., INC., MCCOMBS ENERGY, LLC, CHANAS PARTNERS, LLC, FILL, TAP ROCK RESOURCES, LLC, MARGARET ANN MITCHELL, VAN T. TETTLETON, SEAN K. RODEN, RICHARD W. FAIRCHILD, JR., THOMAS JAMES WALLER & BARBARA WALLER REVOCABLE TRUST, LARRY FRANK RODEN & MILDRED LAWRENCE RODEN, MARIUM RODEN, GERALD J. HERTEL, TRUSTE OF THE WILLIAM F. RODEN BYPASS TRUST U/W/O WILLIAM F. RODEN, Production Company, L.P.'s application for approval of a spacing unit and through its Oil Conservation Division, hereby gives notice that the Division Examiner will conduct a public hearing at 8:15 a.m. on December 1, 2022, traditionally held at 1220 S. St. Francis, Santa Fe, New Mexico, 87505. However, under current Division policies, the hearing will be conducted remotely online. Examiner will conduct a public hearing at 8:15 a.m. on December 1, 2022, traditionally held at 1220 S. St. Francis, Santa Fe, New Mexico, 87505. However, under current Division policies, the hearing will be conducted remotely online. For information about remote access and the status of the case, you can visit the Division's website at: https://www.emnrd.nm.gov/ocd/hearing-info/ or call (505) 476-3441. Devon Energy Production Company, L.P., at 333 W. Sheridan Ave, Oklahoma City, Ok 73102, seeks an order from the Division: (1) establishing a standard 233.54-acre, more or less, spacing and proration unit comprised of the South, Range 35 East, NMPM, Lea County, New Mexico, and (2) pooling all uncommitted mineral interests in the Wolfcamp formation, designated as an oil pool, underlying the unit. Section 33 is an irregular section with correction lots. Said horizontal spacing unit is to be dedicated to the Arena Roja 28-33 Fed Com 702H Well, an oil well, to be horizontally drilled from a surface location in Section 33; and the Arena Roja 28-33 Fed Com 802H Well, an oil well, to be horizontally drilled from a surface location in Lot 3 of Section 33; and the Arena Roja 28-33 Fed Com 802H Well, an oil well, to be horizontally drilled from a surface location in the NE/4 NW/4 (Unit C) of Section 28 to a bottom hole location in Lot 3 of Section 33. The wells will be orthodox, requirements under the statewide Rules. Also to be considered will be the cost of drilling and completing the wells and the allocation of the costs thereof; actual operating costs and charges for supervision; the designation of the Applicant as Constants of the wells and unit and a 200% charge for the risk involved in drilling operating costs and charges for supervision; the designation of the Applicant as Operator of the wells and unit; and a 200% charge for the risk involved in drilling and completing the wells. The wells and lands are located approximately 12.5 miles southwest of Jal City, New Mexico, and adjacent to the state line.

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KAIYA TOOP ABADIE SCHILL 555 RIVERGATE LANE 84-180 DURANGO, CO 81301