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

AMENDED APPLICATION OF PRIDE ENERGY COMPANY FOR COMPULSORY POOLING, EDDY COUNTY, NEW MEXICO

Case No. 23327

PRIDE ENERGY COMPANY

Tonto 16-21 Fed Com. Well No. 201H

Amended Due to Typo on Cover Page

February 15, 2024

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Tab 1.

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APPLICATION CHECKLIST	
ALL INFORMATION IN THE APPLICATION MUST BE SUPPORTED BY SIGNED AFFIDAVITS	
Case:	23327
Date	February 15, 2024
Applicant	Pride Energy Company
Designated Operator & OGRID (affiliation if applicable)	151323
Applicant's Counsel:	Montomery & Andrews, P.A. (Sharon T. Shaheen and Samantha H. Catalano)
Case Title:	Amended Application of Pride Energy Company for Compulsory Pooling, Lea County New Mexico
Entries of Appearance/Intervenors:	Earthstone, Mewbourne, Yates, Jalapeno, MRC, and XTO
Well Family	Tonto 16-21
Formation/Pool	
Formation Name(s) or Vertical Extent:	Bone Spring
Primary Product (Oil or Gas):	Oil
Pooling this vertical extent:	Bone Spring
Pool Name and Pool Code:	Tonto; Bone Spring [59475]
Well Location Setback Rules:	Statewide rules
Spacing Unit	
Type (Horizontal/Vertical)	Horizontal
Size (Acres)	240 acres, more or less
Building Blocks:	Quarter-quarter section (40 ac)
Orientation:	South-North
Description: TRS/County	W/2 E/2 of Section 16 and the W/2 NE/4 of Section 21, all in Township 19 South, Range 33 East, 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	Tract 1: 0%; Tract 2: 100%; Tract 3: 0%

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Well(s) Well(s	
Name & API (if assigned), surface and bottom hole location, footages, completion target, orientation, completion status (standard or non-standard)	
Well #1	'Tonto 16-21 Fed Com #201H, API 30-025-PENDING, SHL: 2412' FSL and 1625' FEL of Section 21, T19S- R33E, BHL: 100' FNL and 1980' FEL of Section 16, T19S-R33E, Completion Target: Second Bone Spring at approximately 10,056' Well Orientation: South to North, Completion location expected to be standard
Horizontal Well First and Last Take Points	FTP: 2740' FSL and 1980' FEL of Section 21, T19S- R33E, LTP: 100' FNL and 1980' FEL of Section 16, T19S-R33E
Completion Target (Formation, TVD and MD)	Second Bone Spring - TVD (10,056'), MD (17,876')
AFE Capex and Operating Costs	
Drilling Supervision/Month \$	\$8000; see Exhibit A, ¶ 20
Production Supervision/Month \$	\$800; <i>see</i> Exhibit A, ¶ 20
Justification for Supervision Costs	Please see AFE at Exhibit A-7
Requested Risk Charge	200%; see Exhibit A, ¶ 21
Notice of Hearing	
Proposed Notice of Hearing	Submitted with online filing of application
Proof of Mailed Notice of Hearing (20 days before hearing)	See Exhibit C; see also Exhibit A-8
Proof of Published Notice of Hearing (10 days before hearing)	See Exhibit C
Ownership Determination	
Land Ownership Schematic of the Spacing Unit	See Exhibits A-2 and A-3
Tract List (including lease numbers and owners)	See Exhibit A-2; Exhibit A-4 at page 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)	See Exhibits A-2 and A-4; see also Exhibit A, ¶ 14
Unlocatable Parties to be Pooled	None
Ownership Depth Severance (including percentage above & below)	N/A
Joinder	
Sample Copy of Proposal Letter	Exhibit A-7
List of Interest Owners (ie Exhibit A of JOA)	Exhibit A-4
Chronology of Contact with Non-Joined Working Interests	Exhibit A-5

Overhead Rates in Proposal Letter	N/A
Cost Estimate to Drill and Complete	See AFE at Exhibit A-7
Cost Estimate to Equip Well	See AFE at Exhibit A-7
Cost Estimate for Production Facilities	See AFE at Exhibit A-7
Geology	
Summary (including special considerations)	See Exhibit B, ¶¶ 5-13; see Exhibits B-1 through B-7
Spacing Unit Schematic	See Exhibits B-5 and B-6
Gunbarrel/Lateral Trajectory Schematic	Exhibit B-8
Well Orientation (with rationale)	Exhibit B, ¶ 13(d)
Target Formation	Exhibits B-2 and B-7
HSU Cross Section	Exhibit B-4
Depth Severance Discussion	N/A
Forms, Figures and Tables	
C-102	Exhibit A-6
Tracts	Exhibits A-2 and A-4
Summary of Interests, Unit Recapitulation (Tracts)	Exhibit A-3
General Location Map (including basin)	Exhibits A-1 and B-1
Well Bore Location Map	Exhibits B-5 and B-6; see Exhibit A-6
Structure Contour Map - Subsea Depth	Exhibits B-3 and B-5
Cross Section Location Map (including wells)	Exhibit B-3
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.	
Printed Name (Attorney or Party Representative):	Sharon T. Shaheen
Signed Name (Attorney or Party Representative):	Sharon T. Shaheen
Date:	8-Feb-24

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Tab 2.

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

AMENDED APPLICATION OF PRIDE ENERGY COMPANY FOR COMPULSORY POOLING, LEA COUNTY, NEW MEXICO

Case No. 23327

AMENDED APPLICATION

Pride Energy Company, ("Pride"), OGRID No. 151323, through its undersigned counsel Montgomery & Andrews, P.A. (Sharon T. Shaheen and Samantha H. Catalano), hereby files this application with the Oil Conservation Division pursuant to the provisions of NMSA 1978, § 70-2-17 (1977), seeking an order pooling all uncommitted mineral interests in the Bone Spring formation (Tonto; Bone Spring [59475]) in a standard 240-acre, more or less, horizontal spacing unit ("HSU") comprised of the W/2 E/2 of Section 16 and the W/2 NE/4 of Section 21, all in Township 19 South, Range 33 East, Lea County, New Mexico. In support of its application, Pride states as follows:

1. In Case No. 22879, Pride previously filed an application seeking to pool the uncommitted mineral interest owners in a 160-acre HSU comprised of the W/2 E/2 of Section 16, Township 19 South, Range 33 East, Lea County, New Mexico. Case No. 22879 is currently set for a contested hearing on March 16, 2023, along with Pride's companion application in Case No. 22880 and competing applications filed by Mewbourne Oil Company in Case Nos. 23176-23179. *See generally* Amended Pre-Hearing Order, Nos. 22879-22880, 23176-23179 (Dec. 2, 2022) ("Amended Pre-Hearing Order"). Pride files this amended application now seeking to pool uncommitted interests in the 240-acre HSU proposed herein.

2. Pride is a working interest owner in the proposed HSU and has the right to drill thereon.

3. Pride proposes to drill the **Tonto 16-21 State Federal Com. Well No. 201H** to a depth sufficient to test the Bone Spring formation and to dedicate the HSU thereto. The well will have a first take point in the NW/4 NE/4 of Section 16 and a last take point in the SW/4 NE/4 of Section 21, all in Township 19 South, Range 33 East.

4. Pride has in good faith sought and been unable to obtain the voluntary joinder of all other mineral interest owners in the HSU for the development of these minerals.

5. The pooling of all uncommitted mineral interest owners in the proposed HSU will prevent the drilling of unnecessary wells, prevent waste, and protect correlative rights.

6. In order to permit Pride to obtain its just and fair share of the oil and gas underlying the subject lands, all uncommitted interests in this HSU should be pooled and Pride should be designated the operator of the HSU.

WHEREFORE, Pride requests that this amended application be set for hearing before an examiner of the Oil Conservation Division on the March 2, 2023 docket. Pride will file a motion to substitute and a motion for continuance to add this amended application to the Pre-Hearing Order for hearing on March 16, 2023. *See generally* Amended Pre-Hearing Order. Pride further requests that, after notice and hearing as required by law, the Division enter an order:

A. Creating a standard 240-acre, more or less, horizontal spacing and proration unit comprised of the W/2 E/2 of Section 16 and the W/2 NE/4 of Section 21, all in Township 19 South, Range 33 East, in Lea County, New Mexico;

B. Pooling all uncommitted mineral interests in the Bone Spring formation underlying the HSU;

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C. Allowing the drilling of the **Tonto 16-21 State Federal Com. Well No. 201H** in the proposed HSU;

D. Designating Pride as operator of the HSU and the well(s) to be drilled thereon;

E. Authorizing Pride to recover its costs of drilling, equipping, and completing;

F. Approving actual operating charges and costs charged for supervision, together

with a provision adjusting the rates pursuant to the COPAS accounting procedure; and

G. Setting a 200% charge for the risk assumed by Pride in drilling, completing, and

equipping the well in the event a working interest owner elects not to participate in the well.

Respectfully submitted,

MONTGOMERY & ANDREWS, P.A.

<u>/s/ Sharon T. Shaheen</u> Sharon T. Shaheen Samantha H. Catalano Post Office Box 2307 Santa Fe, NM 87504-2307 (505) 986-2678 <u>sshaheen@montand.com</u> <u>scatalano@montand.com</u>

Attorneys for Pride Energy Company

Application of Pride Energy Company for compulsory pooling, Lea County, New Mexico. Pride Energy Company seeks an order pooling all uncommitted mineral interest owners in the Bone Spring formation (Tonto; Bone Spring [59475]) in a horizontal spacing unit underlying the W/2 E/2 of Section 16 and the W/2 NE/4 of Section 21, all in Township 19 South, Range 33 East, NMPM, Lea County, New Mexico. The unit will be dedicated to the Tonto 16-21 State Federal Com. Well No. 201H, a horizontal well with a first take point in the NW/4 NE/4 of Section 16 and a last take point in the SW/4 NE/4 of Section 21, all in Township 19 South, Range 33 East. Also to be considered will be the cost of drilling, completing, and equipping the well and the allocation of the cost thereof, as well as actual operating costs and charges for supervision, designation of applicant as operator of the well, and a 200% charge for the risk involved in drilling, completing, and equipping the well. The unit is located approximately 9 miles northeast of Halfway, New Mexico.

CERTIFICATE OF SERVICE

I hereby certify that a true and correct copy of the foregoing was served on counsel of record, by electronic mail on January 11, 2023:

Dana S. Hardy Jaclyn M. McClean Jeremy I. Martin Yarithza Pena Hinkle Shanor LLP P.O. Box 2068 Santa Fe, NM 87504-2068 <u>dhardy@hinklelawfirm.com</u> <u>jmclean@hinklelawfirm.com</u> jmartin@hinklelawfirm

Attorneys for Mewbourne Oil Co., Earthstone Permian, LLC; and Earthstone Operating, LLC

Mathew M. Beck Pfeifer, Hanson, Mullins & Baker, P.A. P.O. Box 25245 Albuquerque, NM 87125-5245 <u>mbeck@peiferlaw.com</u>

Attorneys for Yates Energy Corporation and Jalapeno Corporation

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Attorneys for MRC Explorers Resources, LLC, MRC Spiral Resources, LLC, MRC Delaware Resources, LLC and XTO

Deana M. Bennett Bryce H. Smith Modrall, Sperling, Roehl, Harris & Sisk Post Office Box 2168 500 Fourth Street NW, Suite 1000 Albuquerque, New Mexico 87103-2168 <u>deana.bennett@modrall.com</u> <u>Bryce.smith@modrall.com</u>

Attorneys for Marathon Oil Permian LLC

/s/Sharon T. Shaheen

Sharon T. Shaheen

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Tab 3.

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

AMENDED APPLICATION OF PRIDE ENERGY COMPANY FOR COMPULSORY POOLING, EDDY COUNTY, NEW MEXICO

Case No. 23327

AMENDED APPLICATION OF PRIDE ENERGY COMPANY FOR COMPULSORY POOLING, EDDY COUNTY, NEW MEXICO

Case No. 23328

AFFIRMATION OF LANDMAN MATTHEW PRIDE

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

1. I am over the age of 18, and have the capacity to execute this Affirmation, which is based on my personal knowledge.

2. This affirmation is submitted in connection with the filing by Pride of the abovereferenced compulsory pooling applications pursuant to 19.15.4.12.A(1) NMAC.

3. I am the land manager for Pride Energy Company ("Pride"). I am familiar with the subject applications and the lands involved.

4. I have previously testified before the New Mexico Oil Conservation Division as an expert witness in petroleum land matters. My credentials as a petroleum landman have been accepted by the Division and made a matter of record. A brief summary of my education and work experience is as follows: I graduated from Oral Roberts University with a bachelor's degree in Accounting. After graduation, I worked as a Landman in excess of 25 years obtaining oil and gas leases, reviewing tittle and legal matters, overseeing regulatory land matters among other various land related duties. I have worked on New Mexico land matters for approximately 25 years.

5. The purpose of this application is to force pool working interest owners into the horizontal spacing units ("HSU") described below and in the wells to be drilled in the HSUs.

Exhibit A Pride Energy Company NM OCD Case No. 23327 February 15, 2024

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6. In **Case No. 23327**, Applicant seeks an order from the Division pooling all uncommitted mineral interests in the Bone Spring formation (Tonto; Bone Spring [59475]) in a standard 240-acre, more or less, horizontal spacing unit ("HSU") comprised of the W/2 E/2 of Section 16 and the W/2 NE/4 of Section 21, all in Township 19 South, Range 33 East, Lea County, New Mexico. Applicant proposes to dedicate the HSU to the **Tonto 16-21 Fed Com. Well No. 201H**, to be horizontally drilled from an approximate surface hole location 2412' FSL and 1625' FEL of Section 21, T19S-R33E, to an approximate bottom hole location 100' FNL and 1980' FEL of Section 21, T19S-R33E. The last take point will be located at approximately 100' FNL and 1980' FEL of Section 21, T19S-R33E.

7. In **Case No. 23328**, Applicant seeks an order from the Division pooling all uncommitted mineral interests in the Bone Spring formation (Tonto; Bone Spring [59475]) in a standard 240-acre, more or less, horizontal spacing unit ("HSU") comprised of the E/2 E/2 of Section 16, and the E/2 NE/4 of Section 21, all in Township 19 South, Range 33 East, Lea County, New Mexico. Applicant proposes to dedicate the HSU to the **Tonto 16-21 Fed Com. Well No. 202H**, to be horizontally drilled from an approximate surface hole location 2412' FSL and 1605' FEL of Section 21, T19S-R33E, to an approximate bottom hole location 100' FNL and 660' FEL of Section 16, T19S-R33E. The first take point will be located at approximately 2740' FSL and 660' FEL of Section 21, T19S-R33E. The last take point will be located at approximately 100' FNL and 660' FEL of Section 16, T19S-R33E.

8. The first and last take points and completed intervals for all proposed wells will meet the setback requirements set forth in the statewide rules for horizontal oil wells.

9. A general location map is attached as **Exhibits A-1**.

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10. Maps illustrating the tracts in the proposed HSUs and the ownership of each individual tract are attached as **Exhibits A-2**.

11. Maps illustrating the unit ownership are attached as **Exhibits A-3**.

12. The ownership breakdowns of interests, the parties to be pooled, and lists of pertinent leases are attached as **Exhibits A-4**. There are no depth severances in the formation being pooled.

13. A chronology of contacts with the interest owners to be pooled is attached as **Exhibits A-5**.

14. In Case No. 23327, upon information and belief, Mewbourne Oil Company ("Mewbourne") will have transferred its interest in Tract 3 to Yates Energy Company ("Yates") and Jalapeno Corporation ("Jalapeno") by the time of hearing, and Mewbourne will no longer have a working interest in the proposed unit.¹ Consequently, Pride anticipates that Mewbourne will dismiss its competing application in Case No. 23177 and that Mewbourne will be pooled as an overriding royalty owner and not a working interest owner. Mewbourne has no interest in Case No. 23328.

15. The locations of the proposed wells within the respective HSUs are depicted in the C-102 forms attached as **Exhibits A-6 and in Exhibits B-6**. The C-102 forms also indicate the locations of each surface hole, bottom hole, and the first and last take points.

16. Pride conducted a diligent search of the public records in Lea County, New Mexico, where the wells will be located, and conducted phone directory and computer searches to obtain contact information for parties entitled to notification. Pride mailed all parties well proposals, including an Authorization for Expenditure ("AFE") for each well.

¹ Both Yates and Jalapeno are voluntarily participating under a joint operating agreement.

17. **Exhibits A-7** include copies of the well proposal letter and AFEs for the proposed wells. The estimated costs of the wells set forth in the AFEs are fair, reasonable, and comparable to the costs of other wells of similar depths and lengths drilled in this area of New Mexico.

18. **Exhibits A-8** include copies of sample notice letters that were sent to all interested parties.

19. Pride has made a good faith effort to obtain voluntary joinder of all interest owners in the proposed wells.

20. Pride requests the Division to approve operating charges and costs of supervision while drilling of \$8,000/month and, after completion, \$800/month, together with a provision adjusting the rates pursuant to the COPAS accounting procedures.

21. Pride requests the maximum cost, plus 200% risk charge, be assessed against nonconsenting working interest owners.

22. Pride requests that it be designated operator of the wells.

23. The Exhibits hereto were prepared by me, or compiled from Pride's business records.

24. The granting of the Applications is in the interests of conservation, the prevention of waste, and the protection of correlative rights.

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

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I affirm under penalty of perjury under the laws of the State of New Mexico that this

statement is true and correct.

motthen Pride MATTHEW PRIDE

February 7,2034

DATE

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Tab 4.

Exhibit A-1 General Location Map

NMOCD Case Secti	o 16-21 Fed Com #20 No. 23327 (Compulso ions 16-19S-33E: W2 E 21-19S-33E: W2 NE4 ca County, New Mexico	pry Pooling) E2	NMOCD Case Sectio & 2	16-21 Fed Com #202 No. 23328 (Compulso ons 16-19S-33E: E2 E 21-19S-33E: E2 NE4 County, New Mexico	ry Pooling)						
				<u>^</u>			-				
T17S R28E	T17S R29E	T17S R30E	T17S R31E	T17S R32E	T17S R33E	- 	- T17S R34E	T17S R35E	T17S R36E	Гім 16 Т175 R37E	T17S R38E
			NIM 520								
											S
T18S R28E	T18S R29E	T18S R30E	T18S R31E	T18S R32E	T18S R33E		T18S R34E	T18S R35E	T18S R36E	T18S R37E	III8S R38E
						Tonto 16-21	Fed Com #202H				Hotbs
			EDDY	LEA		T19S R33E		111 26.2		Lea County Regional	CR 61
T19S R28E	T19S R29E	T19S R30E	T19S R31E	T19S R32E	Į Į		T19S R34E	T19S R35E	T19S R36E	T195 R37E	T19S R38E
				LEA		Tonto 16-21	Fed Com #201H				
											NN 10
T20S R28E	T20S R29E	T20S	T20S R31E	T20S R32E	T20S R33E		T20S R34E	T20S R35E	T20S R36E	T20S R37E	T20S R38E
		US 62							E		
								NIA 176		24	NM 248
T21S R27E	T21S R28E	T21S R29E	T21S R30E	T21S R31E	T21S R32E		T21S R33E	T21S R34E	T21S R35E	T21S R36E	T21S R37E
						1					Eunice

Pride Energy Company PO Box 701950, Tulsa, OK 74170-1950 Phone : (918) 524-9200

Exhibit A-1

Pride Energy Company

NM OCD Case No. 23327

Date: 2/5/24 mp18647.rs

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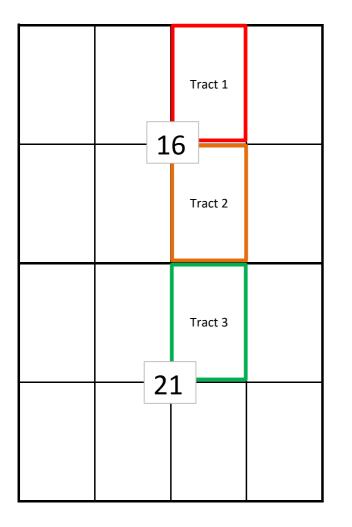
February 15, 2024

Date: 2/8/24

EXHIBIT A-2

Tract Plat with Leasehold Owners

Tonto 16-21 Fed Com Well No. 201H Compulsory Pooling: NMOCD Case No. 23327 Section 16-T19S-R33E: W/2 E/2 and Section 21-T19S-R33E: W/2 NE/4 Lea County, New Mexico



Tract 1: W/2 NE/4 of Section 16 - State Lease BO-1581-0013 Earthstone Permian, LLC * Jalapeno Corporation ** Maverick Oil & Gas Corporation * MRC Delaware Resources, LLC * MRC Explorers Resources, LLC * MRC Spiral Resources, LLC * Nadel & Gussman Capitan, LLC * Oxy USA WTP Limited Partnership * Occidental Permian Limited Partnership * Oxy USA, Inc. * Oxy Y-1 Company * Timothy R. MacDonald * Yates Energy Company ** ZPZ Delaware I, LLC * Apache Corporation *

Tract 2: W/2 SE/4 of Section 16 - State Lease VO-6674-0000 Pride Energy Company

Tract 3: W/2 NE/4 of Section 21 - BLM Lease NM 053992 Mewbourne Oil Company *

* Indicates parties being pooled.

** Indicates parties who have elected to participate & who have signed a Joint Operating Agreement.

Exhibit A-2 Pride Energy Company NM OCD Case No. 23327 February 15, 2024

PRIDE ENERGY COMPANY

Office (918) 524-9200 • Fax (918) 524-9292 • www.pride-energy.com Mailing Address: P.O. Box 701950, Tulsa OK 74170-1950

mp18648.sa

Date: 2/5/24

EXHIBIT A-3

Tract Plat with Proration Unit Working Interest Percentages

Tonto 16-21 Fed Com Well No. 201H Compulsory Pooling: NMOCD Case No. 23327 Section 16-T19S-R33E: W2 E2 and Section 21-T19S-R33E: W2 NE Lea County, New Mexico

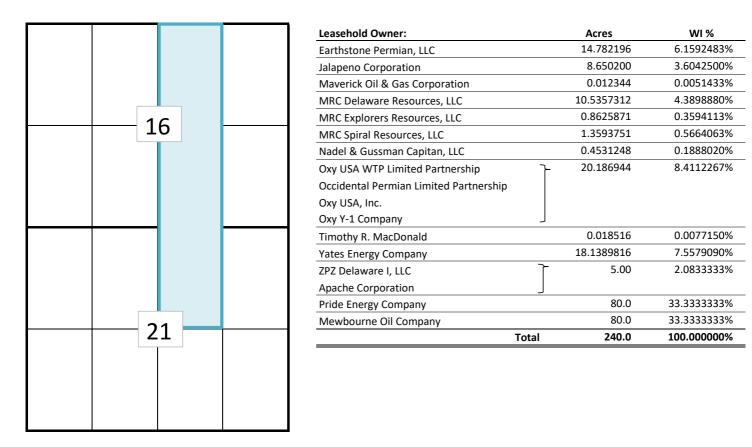


Exhibit A-3 Pride Energy Company NM OCD Case No. 23327 February 15, 2024

PRIDE ENERGY COMPANY Office (918) 524-9200 • Fax (918) 524-9292 • www.pride-energy.com Mailing Address: P.O. Box 701950, Tulsa OK 74170-1950

mp18650.sa

EXHIBIT A-4

Ownership Breakdown and List of Oil and Gas Leases

Tonto 16-21 Fed Com Well No. 201H Compulsory Pooling: NMOCD Case No. 23327 Section 16-T19S-R33E: W2 E2 and Section 21-T19S-R33E: W2 NE Containing 240 Acres, more or less Lea County, New Mexico

UNIT INTEREST OF THE PARTIES:

Leasehold Owners:		Acres	WI %
Earthstone Permian, LLC *		14.782196	6.1592483%
Jalapeno Corporation **		8.650200	3.6042500%
Maverick Oil & Gas Corporation *		0.012344	0.0051433%
MRC Delaware Resources, LLC *		10.5357312	4.3898880%
MRC Explorers Resources, LLC *		0.8625871	0.3594113%
MRC Spiral Resources, LLC *		1.3593751	0.5664063%
Nadel & Gussman Capitan, LLC *		0.4531248	0.1888020%
Oxy USA WTP Limited Partnership *	\rightarrow	20.186944	8.4112267%
Occidental Permian Limited Partnership			
Oxy USA, Inc.			
Oxy Y-1 Company			
Timothy R. MacDonald *		0.018516	0.0077150%
Yates Energy Company **		18.1389816	7.5579090%
ZPZ Delaware I, LLC *	$\overline{}$	5.00	2.0833333%
Apache Corporation			
Pride Energy Company		80.0	33.3333333%
Mewbourne Oil Company *		80.0	33.3333333%
	Total	240.0	100.00000%

* Indicates parties being pooled

** Indicates parties who have elected to participate & who have signed a Joint Operating Agreement

Exhibit A-4

Pride Energy Company NM OCD Case No. 23327

February 15, 2024

PRIDE ENERGY COMPANY

EXHIBIT A-4

Ownership Breakdown and List of Oil and Gas Leases

TRACT INTEREST OF THE PARTIES:

Tract 1 (W2 NE of Section 16-T19S-R33E, 80.0 Acres, more or less

Leasehold Owners:	Acres	WI %
Earthstone Permian, LLC	14.782196	18.48%
Jalapeno Corporation	8.650200	10.81%
Maverick Oil & Gas Corporation	0.012344	0.02%
MRC Delaware Resources, LLC	10.5357312	13.17%
MRC Explorers Resources, LLC	0.8625871	1.08%
MRC Spiral Resources, LLC	1.3593751	1.70%
Nadel & Gussman Capitan, LLC	0.4531248	0.57%
Oxy USA WTP Limited Partnership	_ 20.186944	25.23%
Occidental Permian Limited Partnership		
Oxy USA, Inc.		
Oxy Y-1 Company		
Timothy R. MacDonald	0.018516	0.02%
Yates Energy Company	18.1389816	22.67%
ZPZ Delaware I, LLC	- 5.00	6.25%
Apache Corporation		
Tota	al 80.0	100.00%

Tract 2 (W2 SE of Section 16-T19S-R33E, 80.0 Acres, more or less

Leasehold Owner:		Acres	WI %
Pride Energy Company		80.0	100.00%
	Total	80.0	100.00%

Tract 3 (W2 NE of Section 21-T19S-R33E, 80.0 Acres, more or less

Leasehold Owner:		Acres	WI %
Mewbourne Oil Company		80.0	100.00%
	Total	80.0	100.00%

PRIDE ENERGY COMPANY

EXHIBIT A-4

Ownership Breakdown and List of Oil and Gas Leases

OIL AND GAS LEASES SUBJECT TO THIS AGREEMENT:

<u>Tract 1:</u>

Lessor: State of New Mexico, Commissioner of Public Lands Lessee: Pueblo Oil Company Serial No.: BO-1581-0013 Date: November 1, 1933 Description: W2 NE of Section 16-T19S-R33E, 80.00 acres, more or less

Tract 2:

Lessor: State of New Mexico, Commissioner of Public Lands Lessee: Pride Energy Company Serial No.: VO-6674-0000 Date: August 19, 2002 Description: W2 SE of Section 16-T19S-R33E, 80.00 acres, more or less

Tract 3:

Lessor: State of New Mexico, Commissioner of Public Lands Lessee: Marshall & Winston, Inc. Serial No.: NMNM 128364 Date: June 22, 2012 Description: W2 NE of Section 21-T19S-R33E, 80.00 acres, more or less

PRIDE ENERGY COMPANY

EXHIBIT A-5 Chronology of Contacts with All Parties being Pooled

Section 16-19S-34E: W/2 E/2 and Section 21-19S-33E: W/2 NE/4 Lea County, New Mexico Tonto 16-21 Fed Com #201H Compulsory Pooling: Case No. 23327 Exhibit A-5 Pride Energy Company NM OCD Case No. 23327 February 15, 2024

			Date Well Proposal		
	Party Being Pooled	Contact Name	Letter was mailed	Date of Follow-up E-mail	s or Phone Calls
1.	Earthstone Permian, LLC	Derek Webb	5/3/22	5/16/22 – Phone Call	
		Matthew Solomon	&	5/18/22 – Phone Call	
			12/9/22	7/27/22 – Phone Call	
				1/5/23 – E-mail	
					thstone Permian, LLC merged into
				Permian Resources Corpo	pration.
2.	Jalapeno Corporation	Emmons Yates	5/3/22	1/27/22 – E-mail	1/3/24 – E-mail
			&	1/28/22 – E-mail	1/5/24 – E-mail
			12/9/22	5/12/22 – E-mail	1/9/24 – E-mail
			&	3/13/22 – Email	1/10/24 – E-mail
			1/5/24	3/20/22 – E-mail	1/12/24 – E-mail
				3/23/23 – E-mail	1/19/24 – E-mail
				3/31/23 – E-mail	1/15/24 – E-mail
				4/20/23 – E-mail	1/25/24 – E-mail
				4/25/23 – E-mail	2/5/24 – E-mail
				12/21/23 – E-mail	
				12/22/23 – E-mail	
				12/26/23 – E-mail	
				* Jalapeno Corporation h	as elected to participate & has signed
				a Joint Operating Agreem	ient.

Page 1 of 5

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EXHIBIT A-5 Chronology of Contacts with All Parties being Pooled

Section 16-19S-34E: W/2 E/2 and Section 21-19S-33E: W/2 NE/4 Lea County, New Mexico Tonto 16-21 Fed Com #201H Compulsory Pooling: Case No. 23327

	Party Being Pooled	Contact Name	Date Well Proposal Letter was mailed	Date of Follow-up E-mails or Phone Calls
3.	Maverick Oil & Gas Corporation	Ben Kimbrough	5/3/22	5/13/22 – Email
		Lisa Builta	&	12/20/22
			12/9/22	
4.	MRC Delaware Resources, LLC	Land Department	5/3/22	12/16/22 – Phone Call
			&	
			12/9/22	
5.	MRC Explorers Resources, LLC	Land Department	5/3/22	12/16/22 – Phone Call
			&	* Effective 3/22/22, MRC Explorers Resources, LLC merged into
			12/9/22	MRC Delaware Resources, LLC
6.	MRC Spiral Resources, LLC	Land Department	5/3/22	12/16/22 – Phone Call
			&	* Effective 3/22/22, MRC Spiral Resources, LLC merged into
			12/9/22	MRC Delaware Resources, LLC
_			- /2 /22	
7.	Nadel & Gussman Capitan, LLC	Jim Adelson	5/3/22	5/15/22 – Email
			&	12/13/22 – E-mail
			12/9/22	* Effective 4/25/23, Nadel & Gussman Capitan, LLC converted
				into NexGen Capital Resources, LLC

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EXHIBIT A-5 Chronology of Contacts with All Parties being Pooled

Section 16-19S-34E: W/2 E/2 and Section 21-19S-33E: W/2 NE/4 Lea County, New Mexico Tonto 16-21 Fed Com #201H Compulsory Pooling: Case No. 23327

	Party Being Pooled	Contact Name	Date Well Proposal Letter was mailed	Date of Follow-up E-ma	ils or Phone Calls
8.	Oxy USA WTP Limited Partnership Occidental Permian Limited Partnership Oxy USA, Inc. Oxy Y-1 Company	Clay Carroll	5/3/22 & 12/9/22	5/10/22 – Phone Call	
9.	Timothy R. MacDonald	Timothy R. MacDonald	5/3/22 & 12/9/22	5/20/22 – Mail	
10.	Yates Energy Company	Becky Pemberton	5/3/22 & 12/9/22 & 1/9/24	1/27/22 – E-mail 1/28/22 – E-mail 5/12/22 – E-mail 3/13/22 – Email 3/20/22 – E-mail 3/23/23 – E-mail 3/31/23 – E-mail 4/20/23 – E-mail * Yates Energy Company signed a Joint Operating	4/25/23 – E-mail 12/21/23 – E-mail 12/22/23 – E-mail 1/5/24 – E-mail 1/9/24 – E-mail 1/10/24 – E-mail 1/19/24 – E-mail 1/15/24 – E-mail 1/15/24 – E-mail

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EXHIBIT A-5 Chronology of Contacts with All Parties being Pooled

Section 16-19S-34E: W/2 E/2 and Section 21-19S-33E: W/2 NE/4 Lea County, New Mexico Tonto 16-21 Fed Com #201H Compulsory Pooling: Case No. 23327

			Date Well Proposal						
	Party Being Pooled	Contact Name	Letter was mailed	Date of Follow-up E-mails or Phone Calls					
11.	Mewbourne Oil Company	Tyler Jolly	12/9/22	6/14/22 – E-mail &	5/25/23 – E-mail	9/11/23 – E-mail			
				Phone Call	6/5/23 – E-mail	10/17/23 – E-mail			
				7/20/22 – E-mail	6/6/23 – E-mail	10/23/23 – E-mail			
				8/17/22 – E-mail	6/19/23 – E-mail	11/1/23 – E-mail			
				10/21/22 – Phone	7/5/23 – Phone	11/2/23 – E-mail			
				Call	Call	11/15/23 – E-mail			
				12/9/22 – E-mail	7/11/23 – E-mail	11/22/23 – E-mail			
				12/21/22 – E-mail	7/14/23 – E-mail	11/28/23 – E-mail			
				1/24/23 – E-mail	7/21/23 – E-mail	12/19/23 – E-mail			
				2/8/23 – E-mail	7/24/23 – E-mail	12/21/23 - Phone			
				2/9/23 – E-mail	7/26/23 – E-mail	Call			
				2/21/23 – E-mail	7/27/23 – E-mail	12/28/23 – E-mail			
				2/24/23 – E-mail	8/1/23 – E-mail	1/16/24 – E-mail			
				4/26/23 – E-mail	8/8/23 – E-mail	1/29/24 – E-mail			
				4/27/23 – E-mail	9/5/23 – E-mail	1/30/24 – Email			
				5/17/23 – E-mail					
				5/24/23 – E-mail					
				* Effective 2/1/24, N	Newbourne Oil Comp	any Assigned 37.5% of			
				its interest to Jalape	no Corporation & 62.	5% of its interest to			
				Yates Energy Compa	Yates Energy Company. Both Jalapeno and Yates previously owned an interest in the subject lands.				
				owned an interest in					

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EXHIBIT A-5 Chronology of Contacts with All Parties being Pooled

Section 16-19S-34E: W/2 E/2 and Section 21-19S-33E: W/2 NE/4 Lea County, New Mexico Tonto 16-21 Fed Com #201H Compulsory Pooling: Case No. 23327

	Party Being Pooled	Contact Name	Date Well Proposal Letter was mailed	Date of Follow-up E-mails or Phone Calls
12.	ZPZ Delaware I, LLC Apache Corporation c/o Apache Corporation	Leslie Mullin	4/29/22 & 12/9/22	2/2/22 – E-mail 2/24/22 – E-mail 3/18/22 – Email

Page 5 of 5

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Received by OCD <u>DISTRICT 1</u> 1625 N. French Dr., Hob Phone: (575) 393-6161 <u>DISTRICT II</u> 811 S. First St., Artesia, 1 Phone: (575) 748-1283 F <u>DISTRICT III</u> 1000 Rio Brazos Road, A Phone: (505) 334-6178 F <u>DISTRICT IV</u> 1220 S. St. Francis Dr., S Phone: (505) 476-3460 F	bs, NM 88240 Fax: (575) 393-(NM 88210 Fax: (575) 748-9 Aztec, NM 8741 Fax: (505) 334-6	0720 0720 0 5170 7505 7462	Energ	OIL	erals CON 1220 anta	ate of New & Natural SERVATIO South St. F Fe, New Me	Resour ON DI Francis exico 8	rces Dey VISION Dr. 37505	Ň		Submit of	l evised A ne copy t E	Page 31 of 6 Form C-102 ugust 1, 2011 to appropriate District Office D REPORT
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UL or lot No.	Section	Townsh	nip Rang		om Hol ot Idn	e Location If Diff		m Surface South line	Feet from the	Fas	st/West line		County
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Dedicated Acres	Joint or	Infill	Consolidat	ion Code	Ord	ler No.							
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NAD 2 Y= 599 X= 705 LAT.=32.0	ON POINT 1 27 NME 2238.9 N 5680.7 E 645631° N 3.665118° W		FNL–SEC. 21 FEL–SEC. 21	NAL Y= S X=	ATION P 0 83 NN 599302.0 746860.0 32.64575 103.6656	ME D N 6 E 53° N	20	NMNM-1283		2540.9		7.=359°4 DIST.=25 ——	
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NAD 2 SURFACE Y= 599 X= 705 LAT.=32.0	COORDINATES 27 NME LOCATION 9011.4 N 5928.9 E 645001° N 8.664316° W		FSL–SEC. 21 FEL–SEC. 21	SURFA Y= S X=) 83 NM CE LOCA 599074.4 747108.8 32.64512	ME ATION 4 N 8 E 23° N	20		D AZ.=312°30'35" RIZ. DIST.=483.1' NMNN		2412, 		22
OPERATOR CE I hereby certify that the ind complete to the best of my that this organization eithe unleased mineral interest in proposed bottom hole loca well at this location pursua of such mineral or working pooling agreement or a cor	formation herein knowledge and r owns a workin n the land incluu tion or has a rig nt to a contract g interest, or to a	n is true and I belief, and ng interest or ding the ght to drill thi with an own a voluntary	$A - Y^{2}$ $B - Y^{2}$ $C - Y^{2}$ $D - Y^{2}$ $E - Y^{2}$ $F - Y^{2}$ $G - Y^{2}$	= 607146.3 = 607155.3 = 607165.3 = 604505.6 = 604526.6 = 601864.4 = 601875.0	27 NME N, X= N, X= N, X= N, X= N, X= N, X= N, X=	702245.6 E A 704881.3 E B 70753.9 E C 702250.7 E D 707534.0 E E 702261.2 E F 704903.1 E G	NA - Y= 6072 - Y= 6072 - Y= 6072 - Y= 6045 - Y= 6045 - Y= 6019 - Y= 6019	28 COORDINATES AD 83 NME 09.5 N, X= 18.6 N, X= 28.6 N, X= 68.7 N, X= 89.9 N, X= 27.5 N, X= 38.2 N, X=	743425.2 E 746061.0 E 748703.6 E 743430.4 E 743430.7 E 74341.0 E 743441.0 E 746082.9 E	hereby certif vas plotted fr ne or under n nd correct of	EYOR CER fy that the well we on itself mores of the best of the b EEROAR rey 1264	acation sho donal shu nd that the glief.	own on this plat rveys made by same is true
Signature Printed Name	livision.	Date	$ \begin{array}{c} I - Y = \\ J - Y = \\ K - Y = \\ L - Y = \\ M - Y = \\ N - Y = \\ 0 - Y = \\ P - Y = \end{array} $	= 599224.3 = 599247.0 = 596584.0 = 596595.6 = 596607.0 = 607160.3 = 601881.0 = 597915.6	N, X= N, X= N, X= N, X= N, X= N, X= N, X= N, X=	702271.0 E I 707552.8 E J 702281.0 E K 704920.7 E L 707562.2 E M 706202.6 E N 706223.2 E O 704916.3 E P	- Y= 59928 - Y= 5993 - Y= 5966 - Y= 5966 - Y= 5966 - Y= 6072 - Y= 6019 - Y= 5979	50.1 N, X= 37.3 N, X= 10.1 N, X= 47.0 N, X= 58.6 N, X= 70.0 N, X= 23.6 N, X= 44.2 N, X= 78.6 N, X= 84.3 N, X=	743450.9 E 748732.7 E 743460.9 E 74610.6 E 748742.2 E 747382.3 E 747403.0 E 746096.2 E 747416.8 E	ignature	Seal of Profess	sional St	02/08/2024

Signature Date Printed Name E-mail Address

Released to Imaging: 2/13/2024 2:02:36 PM

Dary Certificate Number

12641

Gary G. Eidson

ACK REL. W.O.:22110182 JWSC W.O.: 24.11.0035

ride Energy Compan

4641 E. 91st Street **Physical Address:** Tulsa, OK 74137

December 9, 2022

(918) 524-9200 + Fax (918) 524-9292 + www.pride-energy.com

P.O. Box 701950 Mailing Address: Email Address:

Tulsa OK, 74170-1950 mattp@pride-energy.com

Sent Via Certified Mail, Return Receipt # 91 7199 9991 7039 9243 4494

Mewbourne Oil Company 500 West Texas, Suite 1020 Midland, TX 79701

Exhibit A-7 Pride Energy Company NM OCD Case No. 23327 February 15, 2024

ATTN: Tyler Jolly Land Department

RE: Tonto 16-21 State Federal Com #201H Section 16, Township 19 South, Range 33 East: W/2 E/2 and Section 21-19S-33E: W/2 NE/4 No closer than 2,970' from the West line and 1,650' from the East line of Section 16 and 21-19S-33E, No closer than 100' from the South line of W/2 NE/4 of Section 21-19S-33E and No closer than 100' from the North line of Section 16. Lea County, New Mexico

Dear Mr. Jolly,

In reference to the above, this well proposal and AFE amends the well proposal and AFE for the Tonto 16-21 State Com #201H Well that was originally located in the W/2 E/2 of Section 16, Township 19 South, Range 33 East. Pride Energy Company ("Pride") hereby proposes to drill the Tonto 16-21 State Federal Com #201H well, a horizontal well to be located in the W/2 E/2 of Section 16, Township 19 South, Range 33 East and W/2 NE/4 of Section 21-19S-33E, Lea County, New Mexico, to a depth sufficient to test the 2nd Bone Spring formation. This well will be drilled from a surface location in the NW/4 NE/4 of Section 16, Township 19 South, Range 33 East to a bottom-hole location in the SW/4 NE/4 of Section 21-19S-33E, with an estimated True Vertical Depth (TVD) of 10,056', and projected 7,820' horizontal lateral across the W/2 E/2 of Section 16-19S-33E and the W/2 NE/4 of Section 21-19S-33E, approximately 17,876' Total Measured Depth (TMD).

Our records indicate you own, or may claim to own, an oil and gas leasehold interest in the W/2 E/2 of Section 16-19S-33E and/or W/2 NE/4 of Section 21-19S-33E. Pride respectfully requests that you elect one of the following options:

1. Participate in drilling the proposed Tonto 16-21 State Federal Com #201H well to the full extent of your interest. Our AFE is enclosed with an estimated dry hole cost of \$2,525,665, and total completed well cost of \$8,413,663. Your proportionate share of well costs will be based upon your actual ownership interest in the spacing unit (being a 240-acre spacing unit).

- Assign all of your oil and gas leasehold rights in the W/2 E/2 of Section 16, Township 19 South, Range 33 East and/or W/2 NE/4 of Section 21, Township 19 South, Range 33 East, Lea County, New Mexico to Pride for \$1,000.00 (one thousand dollars) per net acre and delivering to Pride an 81.25% (eighty-one and one-fourth percent) Net Revenue Interest.
- 3. No cash bonus with a 1/4th royalty (delivering to Pride a 75.00% (seventy-five percent) net revenue interest).

Please indicate your election in the space provided below and return (1) copy of this letter to my attention. This offer is subject to our verification of your title and that you own an oil and gas leasehold interest within the subject tract of land (outside of any existing wellbores), and have the right to participate in the proposed well.

Thank you, and if there are any questions, please feel free to contact me at (918) 524-9200.

Sincerely,

Pride Energy Company

mothen L. Pride

Matthew L. Pride

AGREED TO AND ACCEPTED THIS _____ DAY OF _____, 2022.

- 1._____ The undersigned hereby elects Option No. 1, which is to participate in the drilling and completion of the subject well.
- 2. _____ The undersigned hereby elects Option No. 2, which is to assign all of the oil and gas leasehold rights in the W/2 E/2 of Section 16, Township 19 South, Range 33 East and W/2 NE/4 of Section 21, Township 19 South, Range 33 East, Lea County, New Mexico to Pride for \$1,000.00 (one thousand dollars) per net acre and delivering to Pride an 81.25% (eighty-one and one-fourth percent) Net Revenue Interest.
- 3. _____ The undersigned hereby elects Option No. 3, which is to not participate in the drilling and completion of the subject well, and in lieu thereof, to accept a no cash bonus and delivering Pride a 75.0% (seventy-five percent) Net Revenue Interest on the leasehold interest owned in the W/2 E/2 of Section 16, Township 19 South, Range 33 East and W/2 NE/4 of Section 21, Township 19 South, Range 33 East.

Mewbourne Oil Company

X	
Ву:	
Title:	
E-mail Address:	
Phone #:	
Fax #:	
Date:	

•

WELL NAME & NUMBER

.



Date 12/5/2022 PROSPECT

Tonto-Bone Spring

FKIDE ENERGY COMPANY

AFE #

378

PROJECT

PROPOSED DEPTH (ft)

17,876

AUTHORITY FOR EXPENDITURE WELL COST ESTIMATE

Tonto 16-21 State Federal Com #201-H

Pride Energy Company OBJECTIVE: Drill and Complete horizont:				cou	INTY OR P	ARISH	STATE NM		CATION (SEC / TOW E: Sec. 16 W2 E2 & S	
Drill and Complete horizont					Lea			193-331	2. Set. 10 W2 L2 & 3	ec. 21 W2
	al well to the	2nd Bor	ne Spring	Sand, TVI	0 10,056',	TMD 17,8	76' estir	mated.		
REMARKS Surface Hole Location to be Bottom Hole Location to be										
	INT	NGIBLES						DRILLING Ś	COMPLETION \$	тс
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Rig Fuel - 30 days at 1,500 gallons p Drill Bits	ier day @ \$5.00	J/gallon						225,000.00	the state of the second state of the second s	
Clean, Drift, Tally Casing								10,000.00		
On-Site Consultants - 30 Days @ \$3	,200/day - (2,9	00/day fo	r on-site co	nsultants a	and \$300/d	ay for				
Supervisor) Cellar, Conductor, and Mousehole								96,000.00		
Directional Drilling								210,000.00		
Solids Control - 30 Days @ \$1,800/c	day							54,000.00		
Water @ \$0.75 per barrel Water Transfer								16,875.00		and the second s
Casing Crew								8,000.00	14,250.00	
Cement Cellar Pumps to Drill Surface Hole								39,000.00	and the second se	
Centralizers and Float Equipment								3,665.00		
Frac Plugs - 30 @ 550								0.00	a set to a set of the	and the second second second second
Casing Thread Representative Location								0.00		
Solids Haul Off and Disposal	*							24,000.00	the second se	
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Drilling Instrumentation Drill Pipe Inspection			_					11,250.00		
Miscellaneous Equipment Rental (P	ortable Toilets	, Forklift,	etc.)	~~~~				5,000.00		
Frac Tanks			D'- D					5,000.00	5,000.00	
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Flowback Equipment								0.00		
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	TAI	NGIBLES						DRILLING	COMPLETION	1
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Production Casing	17,876	5.5	20	HCP-110	GBCD	43.89		0.00	784,577.64	
Tubing Wellhead	10,200	2.875	6.5	L-80	8rd	15		0.00	153,000.00	
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Tank Battery								0.00	500,000.00	
Contingency at 10%								34,404.90	149,057.76	
			ТО	TAL INTAN	GIBLES		\$	378,453.90	\$ 1,639,635.40	\$ 2
			r	OTAL W	ELL COST	rs		DRILLING	COMPLETION	TO
							\$	2,525,664.90	\$ 5,887,998.20	\$ 8,4
Approval: PRIDE ENERGY COMPA	NY,									
		SHIP) _			I				Working Int
PRIDE ENERGY COMPA AN OKLAHOMA GENER TAX ID: 73-1420240 X			Inde				8/8 \$	ths AFE Amount 8,413,663.10	WI Decimal	
PRIDE ENERGY COMPA AN OKLAHOMA GENER TAX ID: 73-1420240 X By: Pride Oli & Gas Co., Inc.	P.O. Box 701950	ļ (.	Phone # (918) Fax # (918) 5				\$ App	8,413,663.10		
PRIDE ENERGY COMPA AN OKLAHOMA GENER TAX ID: 73-1420240 X By: Pride Oll & Gas Co., Inc. Title: General Partner By: John W. Pride		1950	Fax # (918) 5				\$ App	8,413,663.10 proved By: Signature:		Proportio
PRIDE ENERGY COMPA AN OKLAHOMA GENER TAX ID: 73-1420240 X By: Pride Oll & Gas Co., Inc. Title: General Partner By: John W. Pride	P.O. Box 701950 Tulsa, OK 74170-	1950	Fax # (918) 5				\$ App	8,413,663.10 proved By: Signature:		Proportio
PRIDE ENERGY COMPA AN OKLAHOMA GENER TAX ID: 73-1420240 X By: Pride Oll & Gas Co., Inc. Title: General Partner By: John W. Pride Title: President Date: 12/5/2022	P.O. Box 701950 Tulsa, OK 74170- E-mail: Johnp@pt	1950 ride-energy	Fax # (918) 5 .com	24-9292			S Apr	8,413,663.10 proved By: Signature: Date:		Proportie
PRIDE ENERGY COMPA AN OKLAHOMA GENER TAX ID: 73-1420240 X By: Pride Oli & Gas Co., Inc. Title: General Partner By: John W. Pride Title: President	P.O. Box 701950 Tulsa, OK 74170- E-mail: Johnp@pi	1950 ride-energy ot be cons	Fax # (918) 5 .com	24-9292 illings on ar	ny specific it gulatorv. br	em or the to	S Apr S Dtal cost of	8,413,663.10 proved By: Signature: Date: of the project. In e	xecuting this AFE, the r	Proport



SHARON T. SHAHEEN Direct: (505) 986-2678 Email: <u>sshaheen@montand.com</u> www.montand.com

February 10, 2023

Via U.S. Certified Mail, return receipt requested

TO: ALL INTEREST OWNERS ON ATTACHED LIST

Re: Case No. 23327 – Amended Application of Pride Energy Company, ("Pride") for Compulsory Pooling, Lea County, New Mexico – Tonto 16-21 State Federal Com. Well No. 201H.

Dear Interest Owner:

This will advise that pursuant to NMSA 1978, § 70-2-17, Pride has filed an amended application with the New Mexico Oil Conservation Division for an order regarding the proposed well described below. You are receiving this notice because you may have an interest in this well.

Case No. 23327. *Amended Application of Pride Energy Company for Compulsory Pooling, Lea County, New Mexico.* Case No. 23327 replaces previous Case No. 22879, *Application of Pride Energy Company for Compulsory Pooling*, Lea County, New Mexico. Applicant in the above-styled case seeks an order from the Division pooling all uncommitted interests in the Bone Spring formation (Tonto; Bone Spring [59475]) in a standard 240-acre, more or less, horizontal spacing unit ("HSU") comprised of the W/2 E/2 of Section 16 and the W/2 NE/4 of Section 21, all in Township 19 South, Range 33 East, Lea County, New Mexico. The HSU is to be dedicated to the following well: **Tonto 16-21 State Federal Com. Well No. 201H** well, to be horizontally drilled from a first take point in the NW/4 NE/4 of Section 16, to a last take point in the SW/4 NE/4 of Section 21, all in Township 19 South, Range 33 East.

Also to be considered are the costs of drilling, completing, and equipping the well and the allocation of the costs thereof, as well as actual operating costs and charges for supervision, designation of Applicant as operator of the well, and a 200% charge for the risk involved in drilling, completing, and equipping the well. The unit is located approximately 9 miles northeast of Halfway, New Mexico.

The attached amended application will be set for hearing before a Division Examiner at the New Mexico Oil Conservation Division. During the COVID-19 Public Health Emergency, state

REPLY TO:

325 Paseo de Peralta Santa Fe, New Mexico 87501 Telephone (505) 982-3873 • Fax (505) 982-4289

Post Office Box 2307 Santa Fe, New Mexico 87504-2307 Released to Imaging: 2/13/2024 2:02:36 PM Exhibit A-8 Pride Energy Company NM OCD Case No. 23327 February 15, 2024 All Interest Owners Feb. 10, 2023 Page 2

buildings are closed to the public and hearings will be conducted remotely. The hearing will be conducted on **March 16, 2023**, beginning at 8:15 a.m. To participate in the electronic hearing, see the instructions posted on the docket for the hearing date: http://www.emnrd.state.nm.us/OCD/hearings.html. You are not required to attend this hearing, but as an owner of an interest that may be affected, you may appear and present testimony.

Failure to appear at that time and become a party of record will preclude you from challenging this amended application at a later time. If you intend to present testimony or evidence at the hearing, you must enter your appearance by **February 22, 2023**, and serve the Division, counsel for the Applicant, and other parties with a pre-hearing statement by **February 23, 2023** by **5:00 p.m.**, in accordance with Division Rule 19.15.4.13 NMAC.

Please feel free to contact me if you have any questions about this Amended Application.

Very truly yours,

<u>/s/ Sharon T. Shaheen</u> Sharon T. Shaheen

STS/shc

Enclosure

EXHIBIT A

INTEREST OWNERS

Earthstone Permian, LLC 1400 Woodloch Forest Drive, Ste. 300 The Woodlands, TX 77380

MRC Delaware Resources, LLC 5400 LBJ Freeway, Ste. 1500 Dallas, TX 75240

Nadel & Gussman Capitan, LLC 15 East 5th Street, Ste. 3200 Tulsa, OK 74103

Yates Energy Company 400 North Pennsylvania Avenue Roswell, NM 88201

Additional Interested Party(ies):

Bureau of Land Management 620 E. Greene Street Carlsbad, NM 88220-6292 Jalapeno Corporation 1429 Central Avenue NW, Ste. 3 Albuquerque, NM 87104

MRC Explorers Resources, LLC 5400 LBJ Freeway, Ste. 1500 Dallas, TX 75240

Oxy USA WTP Limited Partnership Occidental Permian Limited Partnership Oxy USA, Inc. Oxy Y-1 Company 5 Greenway Plaza, Suite 110 Houston, TX 77046-0521

ZPZ Delaware I, LLC Apache Corporation c/o Apache Corporation 2000 Post Oak Blvd., Suite 100 Houston, TX 77056-4400

State Land Office 310 Old Santa Fe Trail Santa Fe, NM 87501 Maverick Oil & Gas Corporation 1001 West Wall Street Midland, TX 79701

MRC Spiral Resources, LLC 5400 LBJ Freeway, Ste. 1500 Dallas, TX 75240

Timothy R. MacDonald 3003 Paleo Pt. College. Station, TX 77845-6153

Mewbourne Oil Company Attn: Tyler Jolly 500 West Texas, Suite 1020 Midland, TX 79701

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Tab 5.

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

AMENDED APPLICATION OF PRIDE ENERGY COMPANY FOR COMPULSORY POOLING, LEA COUNTY, NEW MEXICO

Case No. 23327

AMENDED APPLICATION OF PRIDE ENERGY COMPANY FOR COMPULSORY POOLING, LEA COUNTY, NEW MEXICO

Case No. 23328

AFFIRMATION OF GEOLOGIST HARVIN L. BROUGHTON

I, Harvin Broughton, being first duly sworn on oath, state the following:

1. I am over the age of 18, and have the capacity to execute this affirmation, which is based on my personal knowledge.

2. This affirmation is submitted in connection with the filing by Pride of the abovereferenced compulsory pooling applications pursuant to 19.15.4.12.A(1) NMAC.

3. I am employed as a contract geologist for Pride Energy Company ("Pride" or "Applicant"), and I am familiar with the subject applications and the lands involved.

4. I have previously testified before the New Mexico Oil Conservation Division as an expert witness in petroleum geology matters. My credentials as a petroleum geologist have previously been accepted by the Division and made a matter of record. My education and work experience are as follows: I have a Bachelor's Degree in Petroleum Engineering Technology from Oklahoma State University and a Master's Degree in Geology from the University of Texas of the Permian Basin. I have been working continuously as a professional geologist since 2000, first with Schlumberger Oilfield Services ("Schlumberger") and thereafter with Concho Resources, until 2019. Prior to 2000, I worked for Schlumberger as a field engineer for seventeen years. Since

1

2019, I have worked with various companies as an independent consultant on petroleum geology matters.

5. **Exhibits B-1** show the regional setting for the proposed wells.

6. **Exhibits B-2** include a general stratigraphic column showing the target zone.

7. **Exhibits B-3** are subregional structure maps with 50' contour intervals, which illustrate the cross-section reference line and structural data points for the Second Bone Spring interval.

8. **Exhibits B-4** are a structural cross section indicating that the horizontal section of these wells that will be placed in a primary sand body that has an estimated gross interval thickness of approximately 200'. This gross thickness is being calculated from the top of that sand body to the base of the that sand body. The total thickness of the Second Bone Spring interval in this area is approximately 600'.

9. **Exhibits B-5** are structural maps indicating the location of the proposed wells and spacing units, in addition to nearby existing Bone Spring wells.

10. **Exhibits B-6** include the acreage of interest detail and locations of the surface and bottom holes for the proposed wells.

11. **Exhibits B-7** include a type log with the target landing interval.

12. **Exhibits B-8** are gunbarrel views with a wellbore profile.

13. The measured depths and true vertical depths for each well are approximately as follows:

Case No.		MD	TVD
23327:	Tonto 16-21 Fed Com 201H	17,876'	10,056'
23328:	Tonto 16-21 Fed Com 202H	17,876'	10,056'

- 14. Based on my geologic study of the area, I conclude the following:
 - a. The horizontal spacing and proration units are justified from a geologic standpoint.
 - b. There are no structural impediments or faults that will interfere with horizontal development.
 - c. Each quarter-quarter section in the HSU will contribute more or less equally to production.
 - d. The most efficient way to develop the acreage in each case is as proposed. There is no known and generally accepted preferential drilling orientation based on present-day stress regime or other geological factors that would counter the proposed South-North well orientation. Successfully developed Bone Spring formation horizontal wells oriented South-North have been drilled in the region, so an established trend is present. This orientation also fits our lease boundaries and aligns with the remainder of Pride's planned development in the adjoining tracts. This preferred well orientation does not strand any acreage or reserves.

15. The exhibits attached hereto were prepared by me or compiled from Pride's business records.

16. The granting of the applications is in the interests of conservation, the prevention of waste, and the protection of correlative rights.

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

3

I affirm under penalty of perjury under the laws of the State of New Mexico that this

statement is true and correct. Jour Harvin L. Broughton

2/8/2024 Date

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Tab 6.

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PRIDE ENERGY COMPANY TONTO 16-21 FED COM 201H

GEOLOGIC PRESENTATION

COMPULSORY POOLING HEARING

FEBRUARY 15, 2024

GREATER PERMIAN BASIN

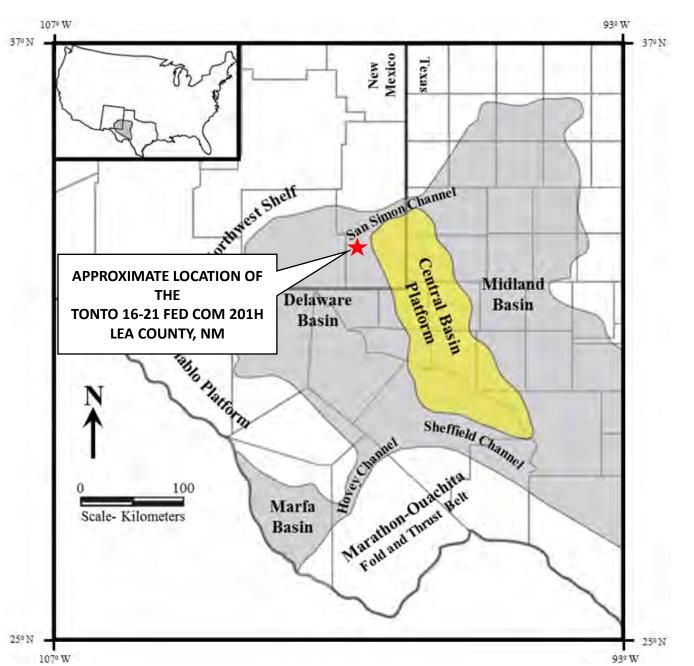


Exhibit B-1 Pride Energy Company NM OCD Case No. 23327 February 15, 2024

DELAWARE BASIN STRATIGRAPHIC COLUMN

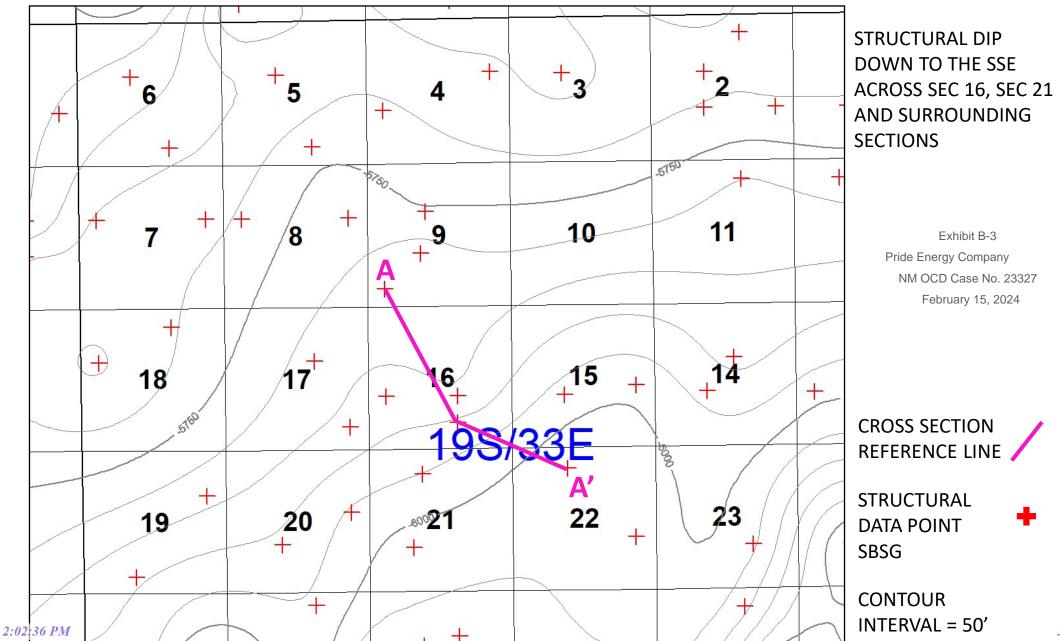
DELAWARE BASIN					
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Triassic		Chinle			
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	Ochoon		ewey Lake ustler		
	Ochoan	Sa	alado		
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nian	Guadalupian	ain Group	Bell Canyon		
Permian		laware Mountain Group	Cherry Canyon	Delaware Mountain Group Basinal Sandstone	
		-	Brushy Canyon		
		ă			
	Leonardian				
			Bone Spring	Bone Spring Basinal Sandstone and Carbonate	
	Wolfcampian	Hu	eco ("Wolfcamp")	Wolfcamp/Leonard Basinal Carbonate	
an	Virgilian		Cisco		
Pennsylvanian	Missourian		Canyon		
syl	Des Moinesian	Strawn Atoka Morrow			
enn	Atokan				
٩	Morrowan				
Miss.			Barnett		
	Line	und	ivided limestones		
	Upper		Woodford		
Dev.	Middle				
	Lower		Thirtyone	Devonian Thirtyone Deepwater Chert	
Sil.	Upper		Wristen	Wristen Buildups and Platform Carbonate	
511.	Middle				
	Lower		Fusselman	Fusselman Shallow Platform Carbonate	
Ord.	Upper		Montoya		
oru.	Middle		Simpson	Simpson Cratonic Sandstone	
	Lower		Ellenburger	Ellenburger Karst-Modified Restricted Ramp Carbonate	
Con			Bliss	Contraction rounds call burnate	
Can	nbrian				
Precambrian		igneous, metamorphics volcanics			

TARGET INTERVAL 2nd BONE SPRING SAND

Exhibit B-2 Pride Energy Company NM OCD Case No. 23327 February 15, 2024

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SUBREGIONAL STRUCTURE MAP, SECOND BONE SPRING TOP (SBSG)



Page 48 of 68

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NW IO SE STRUCTURAL CROSS SECTION

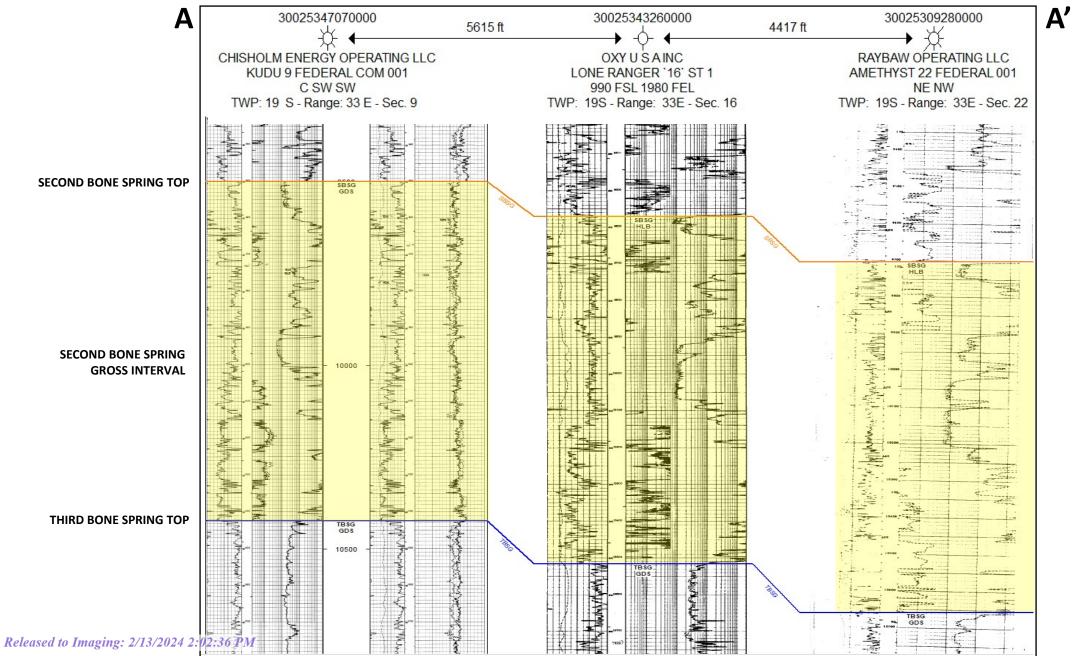
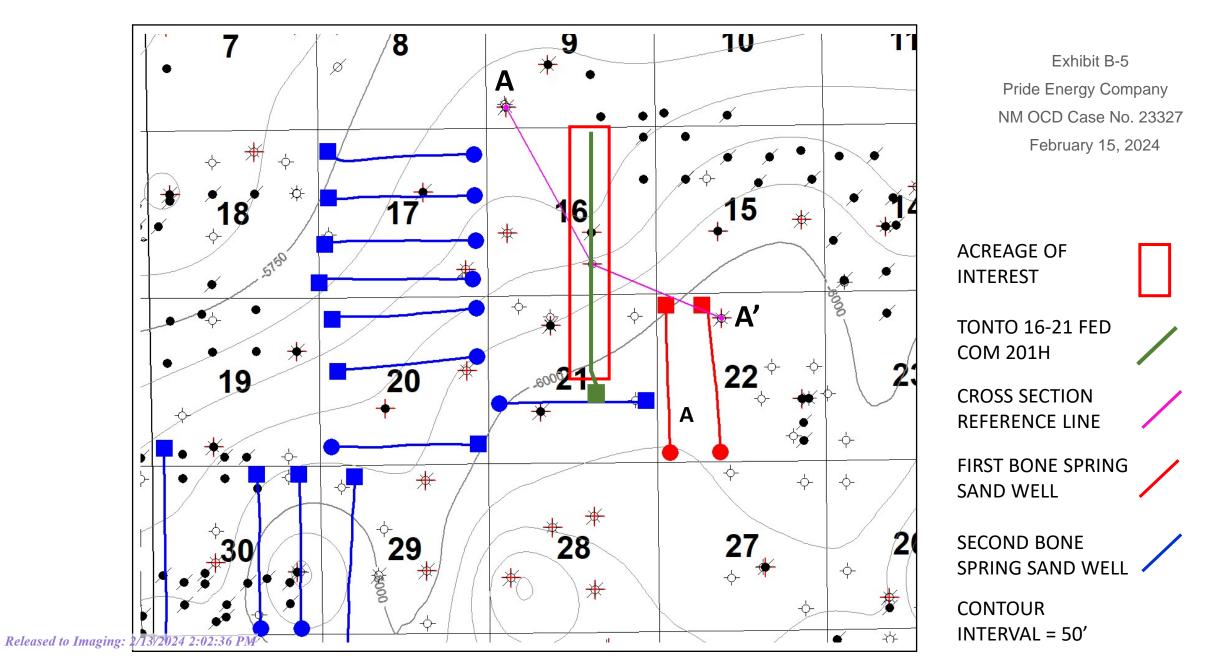


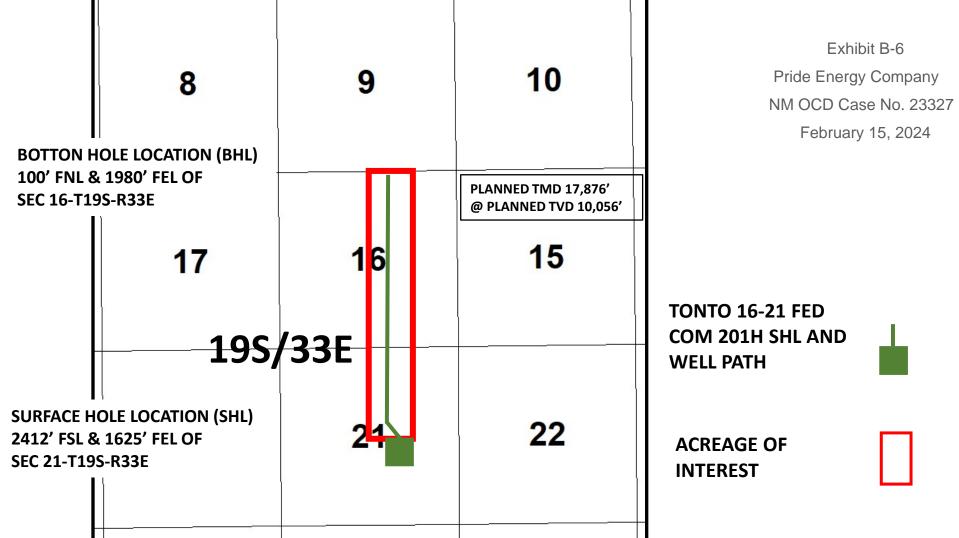
Exhibit B-4 Pride Energy Company NM OCD Case No. 23327 February 15, 2024

ACREAGE OF INTEREST WITH PROPOSED TONTO 16-21 FED COM 201H



ACREAGE OF INTEREST DETAIL, W/2 E/2 OF SEC 16-T19S-R33E & W/2 NE/4 OF SEC 21-T19S-R33E, LEA COUNTY, NM

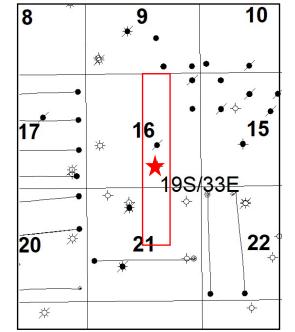
TONTO 16-21 FED COM 201H



TYPE LOG WITH TARGET LANDING INTERVAL

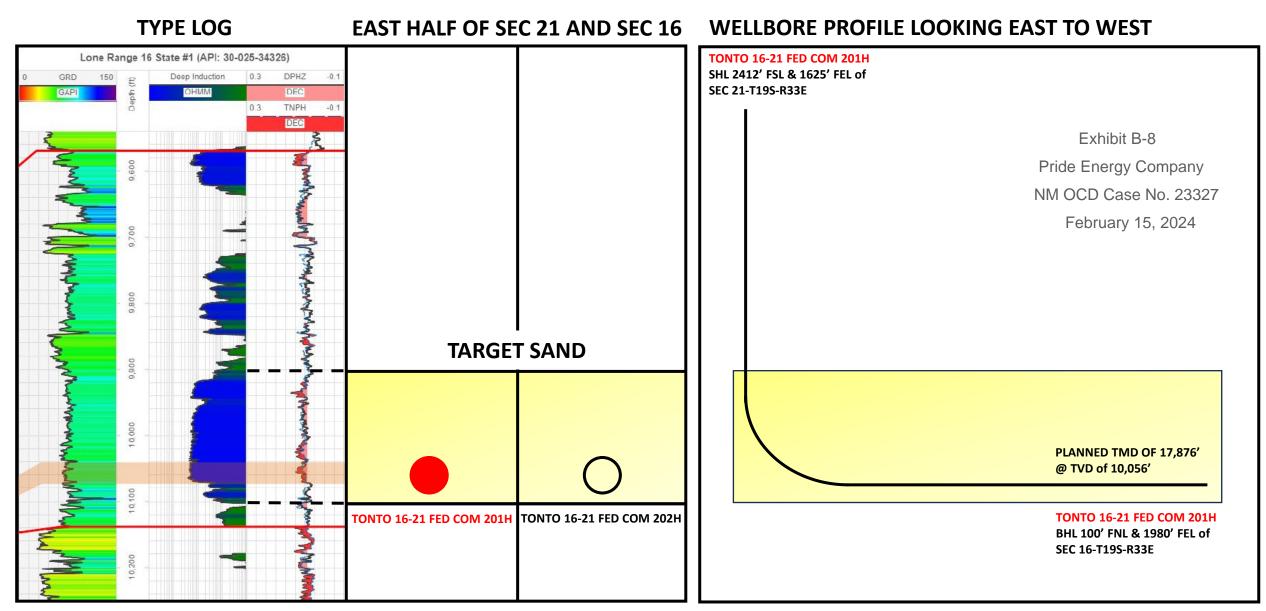
Lone Range 16 State #1 (API: 30-025-34326) DPHZ GRD Deep Induction 0.3 -0.1 150 DEC õ 0.3 TNPH -0.1 DEC SECOND BONE SPRING INTERVAL TOP S С 9,700 0 Ν D 9,800 9 8 В 0 Ν 尞 006'6 E S 17 16 Ρ 10,000 200' 举 R TARGET LANDING WINDOW **REFERENCED TO TYPE LOG** 10,040 to 10,075 MD Ν -¢-10,100 G -6379 to -6413 SUBSEA 茶 20 24 SECOND BONE SPRING INTERVAL BASE 0,200 ₩

Exhibit B-7 Pride Energy Company NM OCD Case No. 23327 February 15, 2024



TYPE LOG 30-025-34326 **OXY USA, INC** LONE RANGER 16 STATE 1 990' FSL & 1980' FEL OF SEC 16, T19S R33E

GUN BARREL VIEW AND WELLBORE PROFILE



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Tab 7.

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

AMENDED APPLICATION OF PRIDE ENERGY COMPANY FOR COMPULSORY POOLING, LEA COUNTY, NEW MEXICO

Case No. 23327

AFFIRMATION OF NOTICE

I, Sharon T. Shaheen, attorney for Applicant in the above-captioned matters, state the following:

I caused notice of the applications to be sent by certified mail through the United States Postal Service on February 10, 2023, to all interest owners sought to be pooled in this proceeding. Evidence of mailing to all such owners is attached hereto as Exhibit A. Notice was also directed to all such owners by publication in the Hobbs News-Sun on February 15, 2023, which is reflected in the Affidavit of Publication attached hereto as Exhibit B. Exhibit B demonstrates to my satisfaction that those owners who did not receive personal notice through the certified mailing were properly served by publication.

Pride has conducted a good faith, diligent effort to find the names and correct addresses for the interest owners entitled to receive notice of the Application filed herein.

I affirm under penalty of perjury under the laws of the State of New Mexico that this statement is true and correct.

<u>/s/ Sharon T. Shaheen</u> Sharon T. Shaheen <u>2/8/2024</u> Date

> Exhibit C Pride Energy Company NM OCD Case No. 23327 February 15, 2024

Pride Energy Company

Tonto 16 State Com. Well No 201H (Case No. 23327)

Entity	Date Letter Mailed	Certified Mail Number	Status of Delivery	Date Received
]	Interest Owners		
Earthstone Permian, LLC 1400 Woodloch Forest Drive, Ste. 300 The Woodlands, TX 77380	February 10, 2023	7015 1730 0000 9774 7842	Delivered	February 15, 2023
Jalapeno Corporation 1429 Central Avenue Northwest, Ste. 3 Albuquerque, NM 87104	February 10, 2023	7015 1730 0000 9774 7828	Delivered	February 13, 2023
Maverick Oil & Gas Corporation 1001 West Wall Street Midland, TX 79701	February 10, 2023	7015 1730 0000 9774 7811	Delivered	February 13, 2023
Mewbourne Oil Company Attn: Tyler Jolly 500 West Texas, Suite 1020 Midland, TX 79701	February 10, 2023	7015 1730 0000 9774 7620	Delivered	February 21, 2023
MRC Delaware Resources, LLC 5400 LBJ Freeway, Ste. 1500 Dallas, TX 75240	February 10, 2023	7015 1730 0000 9774 7804	Delivered	February 14, 2023
MRC Explorers Resources, LLC 5400 LBJ Freeway, Ste. 1500 Dallas, TX 75240	February 10, 2023	7015 1730 0000 9774 7798	Delivered	February 14, 2023
MRC Spiral Resources, LLC 5400 LBJ Freeway, Ste. 1500 Dallas, TX 75240	February 10, 2023	7015 1730 0000 9774 7781	Delivered	February 14, 2023
Nadel & Gussman Capitan, LLC 15 East 5th Street, Ste. 3200 Tulsa, OK 74103	February 10, 2023	7015 1730 0000 9774 7774	Delivered	February 15, 2023

Exhibit A to Affirmation of Notice

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Entity	Date Letter Mailed	Certified Mail Number	Status of Delivery	Date Received
Oxy USA WTP Limited Partnership Occidental Permian Limited Partnership Oxy USA, Inc. Oxy Y-1 Company 5 Greenway Plaza, Suite 110 Houston, TX 77046-0521	February 10, 2023	7015 1730 0000 9774 7767	Delivered	February 14, 2023
Timothy R. MacDonald 3003 Paleo Pt. College. Station, TX 77845-6153	February 10, 2023	7015 1730 0000 9774 7750	Delivered	Unknown
Yates Energy Company 400 North Pennsylvania Avenue Roswell, NM 88201	February 10, 2023	7015 1730 0000 9774 7743	Delivered	February 14, 2023
ZPZ Delaware I, LLC Apache Corporation c/o Apache Corporation 2000 Post Oak Blvd., Suite 100 Houston, TX 77056-4400	February 10, 2023	7015 1730 0000 9774 7736	Delivered	February 15, 2023
	Additio	on Interested Party(ies)		
Bureau of Land Management 620 E. Greene Street Carlsbad, NM 88220-6292	February 10, 2023	7015 1730 0000 9774 7729	Delivered	February 14, 2023
State Land Office 310 Old Santa Fe Trail Santa Fe, NM 87501	February 10, 2023	7015 1730 0000 9774 7712	Delivered	February 14, 2023

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	Page 58 of 62
SENDER: COMPLETE THIS SECTION	COMPLETE THIS SECTION ON DELIVERY
 Complete items 1, 2, and 3. Print your name and address on the reverse so that we can return the card to you. Attach this card to the back of the mailplece, or on the front if space permits. Article Addressed to: Earthstone Permian, LLC 1400 Woodloch Forest Drive, Ste. 300 The Woodlands, TX 77380 	A. Signature X Addressee Princeived by (Printed Name) C. Date of Delivery OHIS Delivery D. Is delivery address different from Item 1? If YES, enter delivery address below: No
9590 9402 6810 1074 3306 27 2. Article Number (Transfer from service label) 7015 1730 0000 9774 784	3. Service Type □ Priority Mail Express® □ Aduit Signature Restricted Delivery □ Registered Mail™ □ Aduit Signature Restricted Delivery □ Registered Mail™ □ Certified Mail Restricted Delivery □ Signature Confirmation™ □ Collect on Delivery □ Signature Confirmation™ □ Collect on Delivery □ Signature Confirmation™ □ Collect on Delivery □ Signature Confirmation □ Divery □ Signature Confirmation □ Divery □ Signature Confirmation □ Signature □ Signature Confirmation □ Signature □ Signature □ No □ Signature
PS Form 3811, July 2020 PSN 7530-02-000-9053	Domestic Return Receipt
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Delivered, Left with Individual MIDLAND, TX 79701 February 13, 2023, 10:27 am

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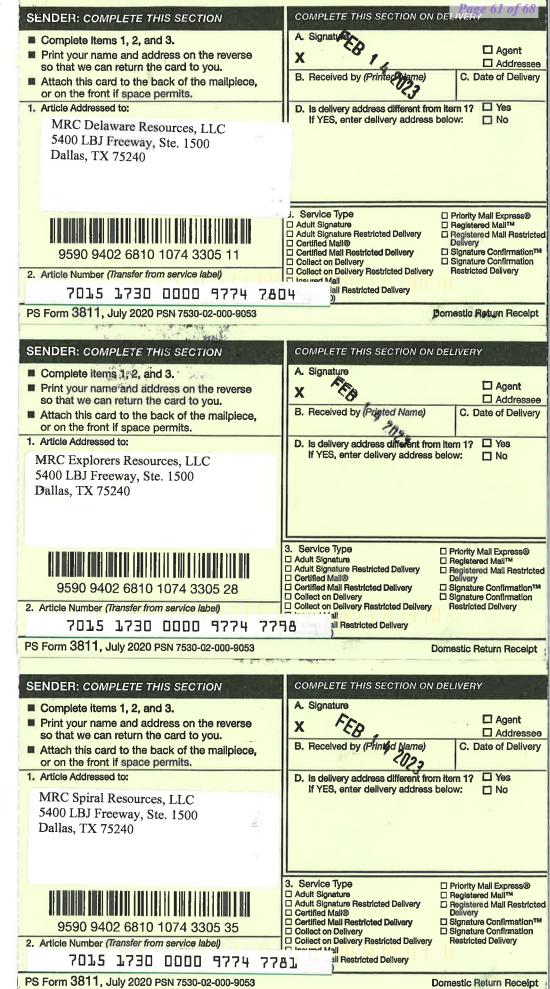
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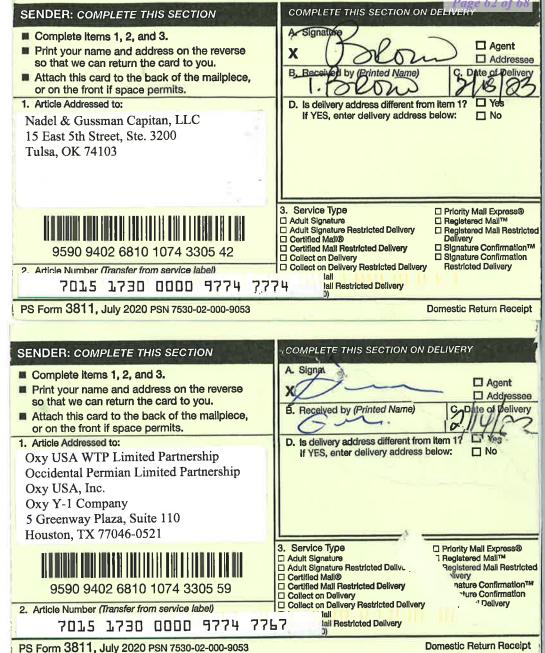
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MIDLAND, TX 79701 February 21, 2023, 11:29 am

Domestic Mail Only For delivery information, visit our website a		ps://faq.usps.com/s/article/Where-is-my-package)
artified Mail Fee	t www.usps.com*.	
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Miewbourne Oil Company Attn: Tyler Jolly 500 West Texas, Suite 1020 Midland, TX 707070		
Midland, TX 79701		See Less 🔨
Track Another Package	or Instructions	





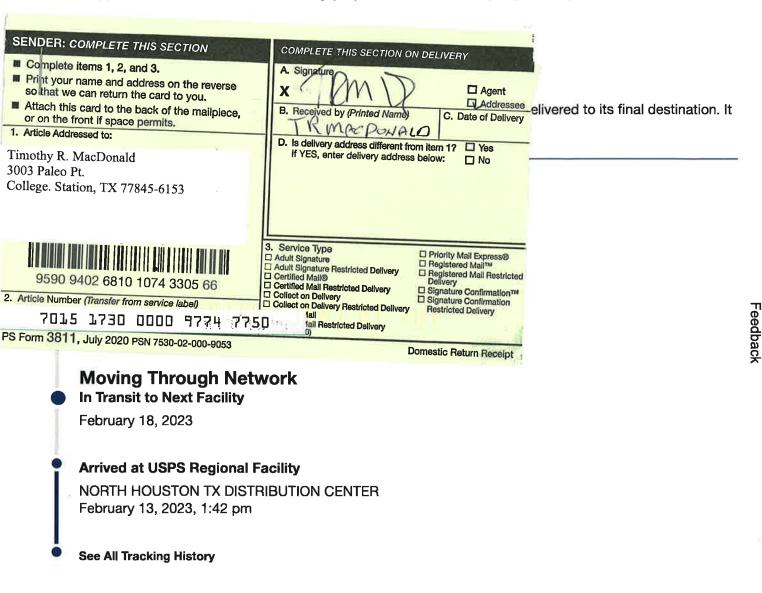


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HOUSTON, TX 77056 February 15, 2023, 11:15 am

Domestic Mail Only For delivery information, visit our website at	www.usps.com®.	ttps://faq.usps.com/s/article/Where-is-my-package)
ertified Mail Fee	USE	
Return Receipt (hardcopy) \$	Postmark Here	
ZPZ Delaware I, LLC Apache Corporation		
c/o Apache Corporation 2000 Post Oak Blvd., Suite 100	-	
Houston, TX 77056-4400		See Less 🔨
S Form 3800, April 2015 PSN 7530-02-000-9047 S	ee Reverse for Instructions	
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FAQs >

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Tracking Number:

Add to Informed Delivery (https://informeddelivery.usps.com/)

Latest Update

Your item was delivered to an individual at the address at 3:58 pm on February 14, 2023 in CARLSBAD, NM 88220.

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USPS Tracking Plus[®]

Delivered

Delivered, Left with Individual

CARLSBAD, NM 88220 February 14, 2023, 3:58 pm

Domestic Mail Only For delivery information, visit our website a	www.usps.com*.	tps://faq.usps.com/s/article/Where	, is my puckage,
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Bureau of Land Management 620 E. Greene Street Carlsbad, NM 88220-6292			\sim
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orm 3800, April 2015 PSN 7530-02-000-9047 See Track Another Package	Reverse for Instructions		

FAQs >

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Сору

Tracking Number:

Add to Informed Delivery (https://informeddelivery.usps.com/)

Latest Update

Your item was picked up at a postal facility at 7:56 am on February 14, 2023 in SANTA FE, NM 87501.

Get More Out of USPS Tracking:

USPS Tracking Plus®

Delivered

Delivered, Individual Picked Up at Postal Facility

SANTA FE, NM 87501 February 14, 2023, 7:56 am

SENDER: COMPLETE THIS SECTION	COMPLETE THIS SECTION ON DELIVERY	
 Complete items 1, 2, and 3. Print your name and address on the reverse so that we can return the card to you. 	A. Signature	e/Where-is-my-package)
Attach this card to the back of the mailplece, or on the front if space permits.	B. Received by (Printed Name) C. Date of Delivery	\checkmark
1. Article Addressed to: State Land Office	D. Is delivery address different from item 1? Yes If YES, enter delivery address below: No	
310 Old Santa Fe Trail Santa Fe, NM 87501		\checkmark
River.	3. Service Type Priority Mail Express®	\checkmark
	Adult Signature Adult Signature Adult Signature Restricted Delivery Certified Mail Certified Mail Delivery	
9590 9402 6810 1074 3306 03	Contribute Confirmation™ Collect on Delivery Collect on Delivery	
2. Article Number (Transfer from service label) 701517300000977477		
PS Form 3811, July 2020 PSN 7530-02-000-9053	Z-14-23 Domestic Return Receipt	
Enter tracking or barcode numb	ers	

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 February 15, 2023 and ending with the issue dated February 15, 2023.

Juss V

Publisher

Sworn and subscribed to before me this 15th day of February 2023.

Business Manager

My commission expires January 29, 2027 Seal) STATE OF NEW MEXICO NOTARY PUBLIC GUSSIE RUTH BLACK COMMISSION # 1087526 COMMISSION EXPIRES 01/29/2027

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 February 15, 2023

To the following entities, individuals, their heirs, personal representatives, trustees, successors or assigns, and any other uncommitted interest owners:

ZPZ Delaware I, LLC; Apache Corporation; Earthstone Permian, LLC; Timothy R. MacDonald; Maverick Oil & Gas Corporation; Oxy USA WTP Limited Partnership; Occidental Permian Limited Partnership; Oxy USA, Inc.; Oxy Y-1 Company; Yates Energy Company; Jalapeno Corporation; MRC Delaware Resources, LLC; MRC Spiral Resources, LLC; MRC Explorers Resources, LLC; Nadel & Gussman Capitan, LLC; Mewbourne Oil Company; New Mexico State Land Office; and Bureau of Land Management.

Pride Energy Company, has filed an application with the New Mexico Oil - Conservation Division as follows:

Case No. 23327. Amended Application of Pride Energy Company for Compulsory Pooling, Lea County, New Mexico. Case No. 23327 replaces previous Case No. 22879, Application of Pride Energy Company for Compulsory Pooling, Lea County, New Mexico. Applicant in the above-styled case seeks an order from the Division pooling all uncommitted interests in the Bone Spring formation (Tonto; Bone Spring [59475]) in a standard 240-acre, more or less, horizontal spacing unit ("HSU") comprised of the W/2 E/2 of Section 16 and the W/2 NE/4 of Section 21, all in Township 19 South, Range 33 East, Lea County, New Mexico. Applicant proposes to drill the following well: **Tonto 16-21 State Federal Com. Well No. 201H** well, to be horizontally drilled from a first take point in the NW/4 NE/4 of Section 16, to a last take point in the SW/4 NE/4 of Section 21, all in Township 19 South, Range 33 East. The completed intervals and first and last take points for the well will meet the setback requirements set forth in the statewide rules for horizontal oil wells. Also to be considered are the costs of drilling, completing, and equipping the well and the allocation of the cost thereof, as well as actual operating costs and charges for supervision, designation of applicant as operator of the well, and a 200% charge for the risk involved in drilling, completing, and equipping the well. The unit is located approximately 9 miles northeast of Halfway, New Mexico.

This amended application will be set for hearing before a Division Examiner at the New Mexico Oil Conservation Division in Santa Fe, New Mexico on March 2, 2023, at 8:15 a.m. During the COVID-19 Public Health Emergency, state buildings are closed to the public and hearings will be conducted remotely. To participate in the electronic hearing, see the instructions posted on the docket for the hearing date: http://www.emnrd.state.nm.us/OCD/hearings.html. You are not required to attend this hearing, but as an owner of an interest that may be affected, you may appear and present testimony. Failure to appear at that time and become a party of record will preclude you from challenging this application at a later time. If you intend to attend the hearing and present testimony or evidence, you must enter your appearance by February 22, 2023, and serve the Division, counsel for the Applicant, and other parties with a pre-hearing statement by February 23, 2023 by 5:00 p.m., in accordance with Division Rule 19.15.4.13 NMAC. For further information, contact the applicant's attorney, Sharon T. Shaheen, Montgomery & Andrews, P.A., 325 Paseo de Peralta, Santa Fe, New Mexico 87501, (505) 986-2678.

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SHARON T. SHAHEEN MONTGOMERY & ANDREWS, P.A. P.O. BOX OFFICE BOX 2307 A/C 451986 SANTA FE,, NM 87504-2307