

RECEIVED: <u>1/23/2018</u>	REVIEWER: <u>LA AM</u>	TYPE: <u>CTB</u>	APP NO: <u>PMAM 1802358049</u>
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ABOVE THIS TABLE FOR OCD DIVISION USE ONLY

**NEW MEXICO OIL CONSERVATION DIVISION**  
 - Geological & Engineering Bureau -  
 1220 South St. Francis Drive, Santa Fe, NM 87505

**ADMINISTRATIVE APPLICATION CHECKLIST**

THIS CHECKLIST IS MANDATORY FOR ALL ADMINISTRATIVE APPLICATIONS FOR EXCEPTIONS TO DIVISION RULES AND REGULATIONS WHICH REQUIRE PROCESSING AT THE DIVISION LEVEL IN SANTA FE

Applicant: Chisholm Energy Operating, LLC

OGRID Number: \_\_\_\_\_

Well Name: Buffalo West 2 State Com 2BS 2H, 3H, & 4HAPI: 30-025-43829, 30-025-43830, 30-025-43831Pool: Buffalo; Bone Spring, SoutheastPool Code: 08146

**SUBMIT ACCURATE AND COMPLETE INFORMATION REQUIRED TO PROCESS THE TYPE OF APPLICATION INDICATED BELOW**

1) **TYPE OF APPLICATION:** Check those which apply for [A]

A. Location - Spacing Unit - Simultaneous Dedication

☐ NSL☐ NSP (PROJECT AREA)☐ NSP (PRORATION UNIT)☐ SD

B. Check one only for [I] or [II]

[I] Commingling - Storage - Measurement

☐ DHC☒ CTB☐ PLC☐ PC☐ OLS☐ OLM

[II] Injection - Disposal - Pressure Increase - Enhanced Oil Recovery

☐ WFX☐ PMX☐ SWD☐ IPI☐ EOR☐ PPR2) **NOTIFICATION REQUIRED TO:** Check those which apply.A. ☐ Offset operators or lease holdersB. ☒ Royalty, overriding royalty owners, revenue ownersC. ☐ Application requires published noticeD. ☐ Notification and/or concurrent approval by SLOE. ☐ Notification and/or concurrent approval by BLMF. ☐ Surface ownerG. ☐ For all of the above, proof of notification or publication is attached, and/or,H. ☐ No notice required**FOR OCD ONLY**☐ Notice Complete
☐ Application  
 Content  
 Complete

3) **CERTIFICATION:** I hereby certify that the information submitted with this application for administrative approval is **accurate and complete** to the best of my knowledge. I also understand that **no action** will be taken on this application until the required information and notifications are submitted to the Division.

**Note:** Statement must be completed by an individual with managerial and/or supervisory capacity.

Bettie Watson

Print or Type Name

Signature

01-23-2018

Date

972-979-012

Phone Number

bwatson@chisholmenergy.com

e-mail Address

District I  
1625 N. French Drive, Hobbs, NM 88240  
District II  
811 S. First St., Artesia, NM 88210  
District III  
1000 Rio Brazos Road, Aztec, NM 87410  
District IV  
1220 S. St Francis Dr, Santa Fe, NM  
87505

State of New Mexico  
Energy, Minerals and Natural Resources Department

Form C-107-B  
Revised August 1, 2011

**OIL CONSERVATION DIVISION**  
1220 S. St Francis Drive  
Santa Fe, New Mexico 87505

Submit the original  
application to the Santa Fe  
office with one copy to the  
appropriate District Office.

**APPLICATION FOR SURFACE COMMINGLING (DIVERSE OWNERSHIP)**

OPERATOR NAME: CHISHOLM ENERGY OPERATING, LLC  
OPERATOR ADDRESS: 801 CHERRY STREET, K SUITE 1200-UNIT 20 - FORT WORTH, TX 76102  
APPLICATION TYPE:

☐ Pool Commingling ☒ Lease Commingling ☐ Pool and Lease Commingling ☐ Off-Lease Storage and Measurement (Only if not Surface Commingled)

LEASE TYPE: ☐ Fee ☒ State ☐ Federal

Is this an Amendment to existing Order? ☐ Yes ☒ No If "Yes", please include the appropriate Order No. \_\_\_\_\_  
Have the Bureau of Land Management (BLM) and State Land office (SLO) been notified in writing of the proposed commingling  
☒ Yes ☐ No

**(A) POOL COMMINGLING**

Please attach sheets with the following information

(1) Pool Names and Codes	Gravities / BTU of Non-Commingled Production	Calculated Gravities / BTU of Commingled Production		Calculated Value of Commingled Production	Volumes

- (2) Are any wells producing at top allowables? ☐ Yes ☐ No  
(3) Has all interest owners been notified by certified mail of the proposed commingling? ☐ Yes ☐ No.  
(4) Measurement type: ☐ Metering ☐ Other (Specify)  
(5) Will commingling decrease the value of production? ☐ Yes ☐ No If "yes", describe why commingling should be approved

**(B) LEASE COMMINGLING**

Please attach sheets with the following information

- (1) Pool Name and Code. BUFFALO; BONES SPRING, SOUTHEAST (08146)  
(2) Is all production from same source of supply? ☒ Yes ☐ No  
(3) Has all interest owners been notified by certified mail of the proposed commingling? ☒ Yes ☐ No  
(4) Measurement type: ☒ Metering ☐ Other (Specify)

**(C) POOL and LEASE COMMINGLING**

Please attach sheets with the following information

- (1) Complete Sections A and E.

**(D) OFF-LEASE STORAGE and MEASUREMENT**

Please attached sheets with the following information

- (1) Is all production from same source of supply? ☐ Yes ☐ No  
(2) Include proof of notice to all interest owners.

**(E) ADDITIONAL INFORMATION (for all application types)**

Please attach sheets with the following information

- (1) A schematic diagram of facility, including legal location. See Attached  
(2) A plat with lease boundaries showing all well and facility locations. Include lease numbers if Federal or State lands are involved. See Attached  
(3) Lease Names, Lease and Well Numbers, and API Numbers. Buffalo West 2 State Com 2BS 2H (30-025-43829), 3H (30-025-43830), & 4H (30-025-43831)/

I hereby certify that the information above is true and complete to the best of my knowledge and belief.

SIGNATURE: Bettie Watson TITLE: Regulatory Consultant DATE: 01-23-2018

TYPE OR PRINT NAME Bettie Watson TELEPHONE NO.: 817-864-1104

E-MAIL ADDRESS: Bwatson@chisholmenergy.com





January 23, 2018

VIA E-mail to Michael.McMillan.state.nm.us

New Mexico Oil Conservation Division  
1220 S. St. Francis Dr.  
Santa Fe, New Mexico 87505

Attn: Mr. Michael McMillan

RE: Commingle Application  
Buffalo West 2 State Com 2BS 2H, 3H, & 4H  
API 30-025-43829, API 30-025-43830, & API 30-025-43831  
S2, T19S, R33E  
Lea County, New Mexico

Mr. McMillan,

Pursuant to Division Rule 19.15.12.10, Chisholm Energy Operating, LLC respectfully requests administrative approval to surface commingle and store in a common storage facility production from the Buffalo West 2 State Com 2BS 2H, 3H, 4H wells located in Lea County, New Mexico. Each well will be metered individually. This action will prevent waste, promote conservation, and protect correlative rights.

The Buffalo West 2 State Com 2BS 2H, 3H, & 4H are operated by Chisholm Energy Operating, LLC. These wells are covered in the same leases. The interest owners are the same but have diverse interest percentages. Pursuant Division Rule 19.15.12.10 the Interest owners to be notified and State Land office are listed on Exhibit A and are being sent a copy of this application by certified mail, return receipt. Also, attached:

- 1) Facility Schematic
- 2) Lease Boundaries, wells, and location of facility map
- 3) Description of request and relevant data
- 4) Interest Ownership %'s
- 5) Plats for each well – Form C-102 and associated plats
- 6) Exhibit A shows mailing addresses of interest owners to be notified
- 7) Certified stubs of mailing notice

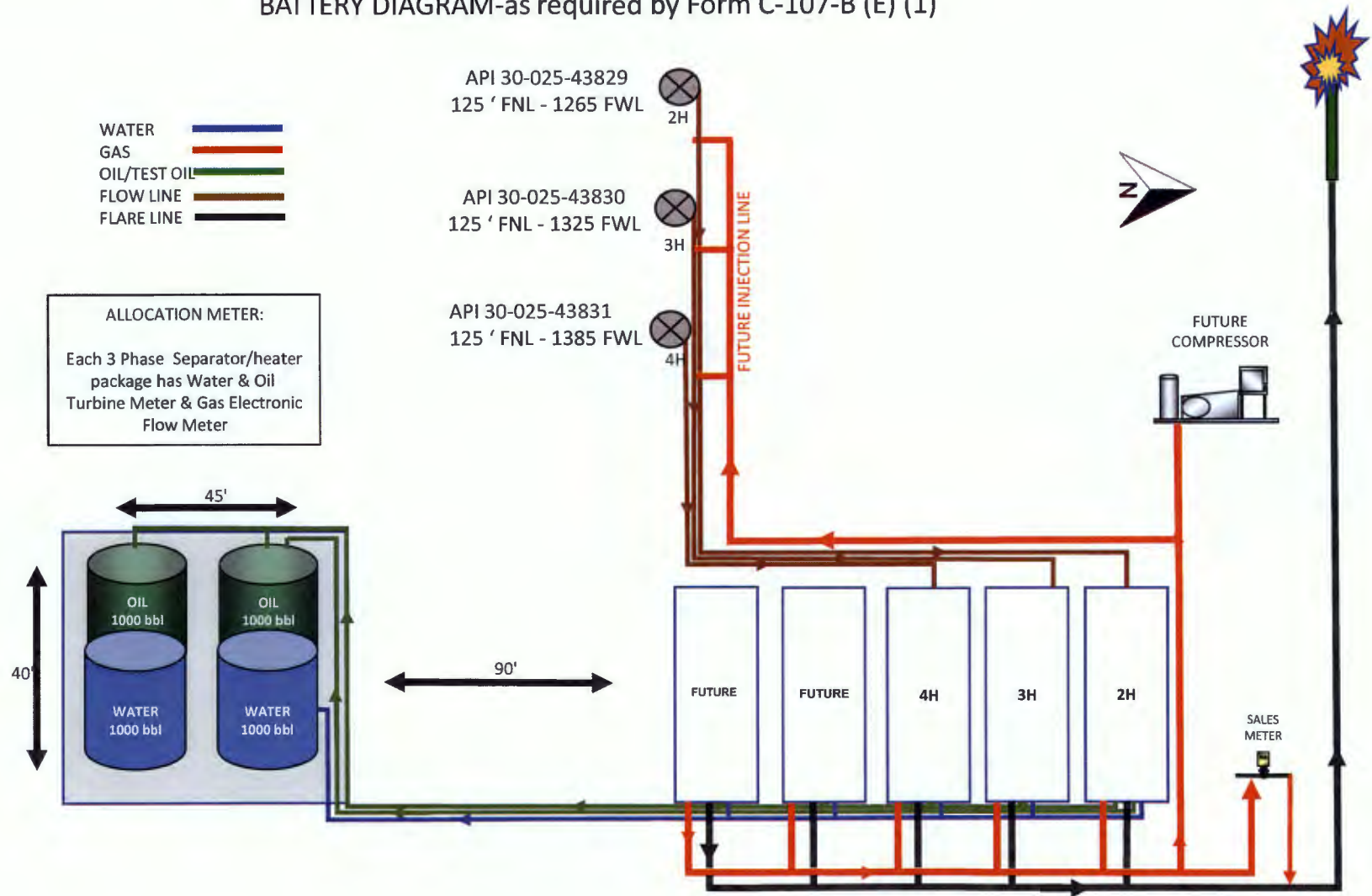
For future addition of wells, leases, and pools to this commingling operation, notice shall only be given to those interest owners in the wells, leases or pools to be added, in accordance with the Division Rule 19.15.12.10 C (4)(g) NMAC.

If you should have any questions, please call me at (972)979-0132 or Jennifer Elrod at (817) 953-3728.

Sincerely,

Bettie Watson,  
Regulatory Consultant

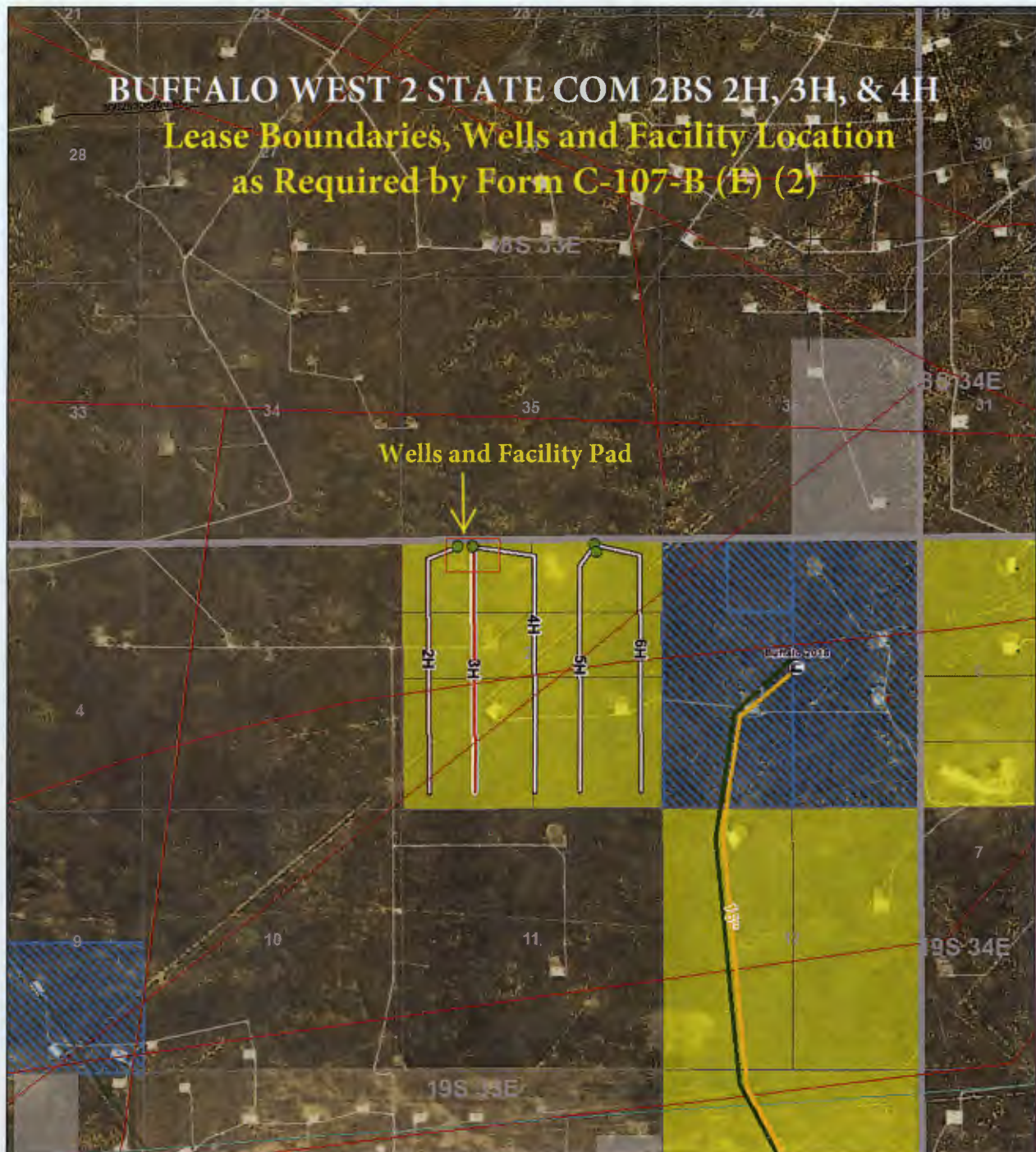
BUFFALO WEST 2 STATE COM 2H, 3H & 4H  
 Sec 2, T19S, R33E Lea Co., NM  
 BATTERY DIAGRAM-as required by Form C-107-B (E) (1)





# BUFFALO WEST 2 STATE COM 2BS 2H, 3H, & 4H Lease Boundaries, Wells and Facility Location as Required by Form C-107-B (F) (2)

Wells and Facility Pad



**CHISHOLM  
ENERGY**

**Buffalo West 2 State Com 2BS  
Lea County, NM**

## 3Bear Facilities COMMODITY

### 3Bear Pipelines

#### Commodity

— CRUDE

— GAS

— PHASE 2 - CRUDE

— PHASE 2 - GAS

— Crude Oil

— LPG/NGL

— Natural Gas

● CHISHOLM SHL

## DEVELOPMENT\_PLAN

— Buffalo West 2 State Com 2BS

— Buffalo West 2 State Com 2BS #3H

## Drill Island Status

— Approved

— Nominated

## Nearburg

— Assumed

— Non-Operated

— Operated

— Unknown







## APPLICATION FOR COMMINGLE PERMIT AT A CENTRAL TANK BATTERY, LEASE COMMINGLE & STORAGE

Commingle Proposal for Buffalo West 2 State Com 2BS 2H, 3H, & 4H

Chisholm Energy Operating, LLC is requesting approval for a Central Tank Battery, Lease Commingle & Storage of the following wells:

State Leases:

Well #2H: V-1392-5; V-1265-5; V-1267-5

Wells #3H & 4H: V-1392-5; V-1265-5; V-3389-5

Well Names	Location - Lea Co.	API #	Pool
Buffalo West 2 State Com 2BS 2H	NWNW, S2, T19S, R33E	30-025-43829	BUFFALO; BONE SPRING, SOUTHEAST/08146
Buffalo West 2 State Com 2BS 3H	NENW, S2, T19S, R33E	30-025-43830	BUFFALO; BONE SPRING, SOUTHEAST/08146
Buffalo West 2 State Com 2BS 4H	NENW, S2, T19S, R33E	30-025-43831	BUFFALO; BONE SPRING, SOUTHEAST/08146

### Economic Justification Worksheet<sup>1</sup>

Individual Wells	Current BOPD-est	Oil Gravity	Value/ BBL	Current MCFPD-est	DRY BTU	Value/ MCF
Buffalo West 2 State Com 2BS 2H	1,000	50.0	\$48.00	1,000		2.50
Buffalo West 2 State Com 2BS 3H	1,000	50.0	\$48.00	1,000		2.50
Buffalo West 2 State Com 2BS 4H	1,000	50.0	\$48.00	1,000		2.50

Economic combined production	BOPD	Oil Gravity	Value/ BBL	MCFPD	DRY BTU	Value/ MCF
	3,000	50.0	\$48.00	3,000		2.50

<sup>1</sup>This form is used to indicate that no production and commodity value will be lost by the commingling.

### Process and Flow Description:

The central tank battery is located on the leases in Sec 2, T19S, R33E. Each well will be metered individually. The fluid/gas enters the production unit where it is separated into the three components, gas, water and oil. The gas flows through a check meter on the production skid and then to the pipeline sales meter. The oil exits the vessel and flows through a turbine meter and then to the oil production tank. The water exits the vessel and flows through a turbine meter and then to the water production tank.

# COMMINGLE APPLICATION FOR

## Chisholm Energy Operating, LLC

Buffalo West 2 State Com 2BS 2H NWNW Sec 2, T29S, R33E (30-025-43829)  
 & Buffalo West 2 State Com 2BS 3H NENW Sec 2, T29S, R33E (30-025-43830)  
 & Buffalo West 2 State Com 2BS 4H NENW Sec 2, T29S, R33E (30-025-43831)

Buffalo; Bone Spring, Southeast (08146)  
 Lea County, New Mexico

INTEREST OWNERS	Gross	Net	Gross	Net
	<u>Well # 2H Interest %</u>		<u>Well # 3H &amp; 4H Interest %</u>	
<b><u>Working Interest</u></b>				
Chisholm Energy Operating, LLC	100.00	80.801505	100.00	80.801842
<b><u>Royalty</u></b>				
State of New Mexico	- 0 -	16.666667	- 0 -	16.666667
<b><u>Overriding Royalty</u></b>				
Nearburg Producing Co F/B/O The Nearburg Producing Company Employee Fund P.O. Box 823085 Dallas, TX 75382	- 0 -	1.000000	- 0 -	1.000000
Nearburg Exploration Company, LLC P.O. Box 823085 Dallas, TX 75382	- 0 -	1.531828	- 0 -	1.531491

January 23, 2018



DISTRICT I  
1625 N. French Dr., Hobbs, NM 88240  
Phone (505) 393-5161 Fax: (505) 393-0720

DISTRICT II  
811 S. First St., Artesia, NM 88210  
Phone (505) 745-1893 Fax: (505) 745-0720

DISTRICT III  
1000 Rio Brazos Rd., Aztec, NM 87410  
Phone (505) 354-4176 Fax: (505) 354-4170

DISTRICT IV  
1226 S. St. Francis Dr., Santa Fe, NM 87505  
Phone (505) 476-3460 Fax: (505) 476-3468

State of New Mexico  
Energy, Minerals and Natural Resources Department

OIL CONSERVATION DIVISION  
1226 South St. Francis Dr.  
Santa Fe, New Mexico 87505

Form C-102  
Revised August 1, 2011

Submit one copy to appropriate  
District Office

WELL LOCATION AND ACREAGE DEDICATION PLAT

☒ AMENDED REPORT

API Number 30-025-43829	Pool Code 8146	Pool Name Buffalo; Bone Spring, Southeast
Property Code 317783	Property Name BUFFALO WEST 2 STATE COM 2BS	Well Number 2H
OGRID No. 327137	Operator Name CHISHOLM ENERGY OPERATING, LLC	Elevation 3764'

Surface Location

UL or lot No.	Section	Township	Range	Lot Idn	FEET from the	North/South line	FEET from the	East/West line	County
LOT 4	2	19 S	33 E		125	NORTH	1265	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
M	2	19 S	33 E		330	SOUTH	428	WEST	LEA

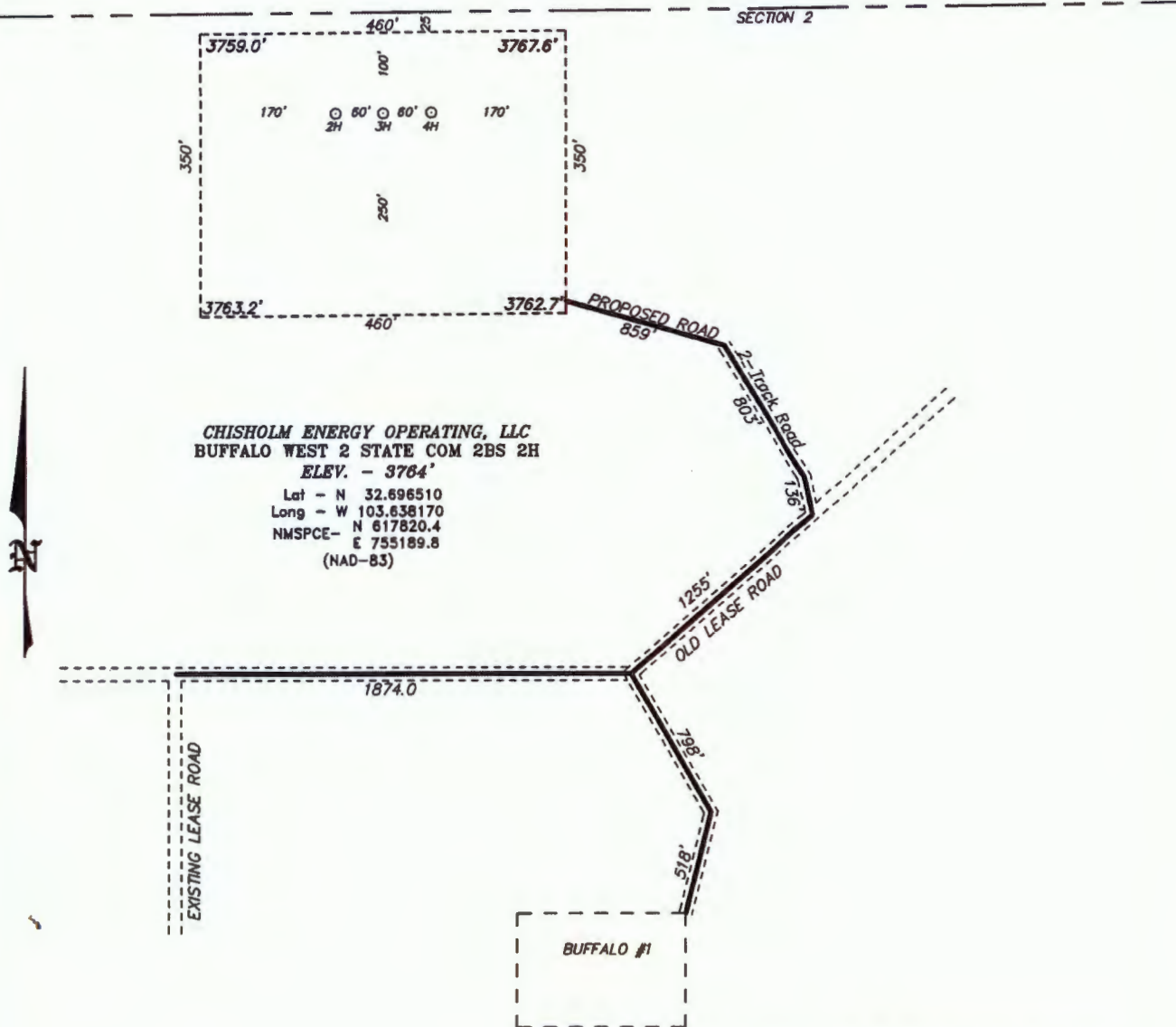
Dedicated Acres 163.86	Joint or Infill	Consolidation Code	Order No.
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NO ALLOWABLE WILL BE ASSIGNED TO THIS COMPLETION UNTIL ALL INTERESTS HAVE BEEN CONSOLIDATED  
OR A NON-STANDARD UNIT HAS BEEN APPROVED BY THE DIVISION

<p>N: 617832.1 E: 753924.5 (NAD 83)</p> <p>1265'</p> <p>863'</p> <p>SL</p> <p>LP.FTP</p> <p><b>SURFACE LOCATION</b> Lat - N 32.696510 Long - W 103.638170 NMSPCE- N 617820.4 E 755189.8 (NAD-83)</p> <p>LOT 4</p> <p>LOT 3</p> <p>LOT 2</p> <p>LOT 1</p> <p><b>LANDING POINT</b> 330 FNL &amp; 428 FWL Lat - N 32.695932 Long - W 103.640881 NMSPCE- N 617607.8 E 754454.4 (NAD-83)</p> <p><b>PROPOSED BOTTOM HOLE LOCATION</b> Lat - N 32.682896 Long - W 103.640864 NMSPCE- N 612864.7 E 754490.7 (NAD-83)</p> <p>428'</p> <p>B.H. LTP</p> <p>N: 612531.1 E: 753965.9 (NAD 83)</p> <p>330'</p> <p>N: 612549.3 E: 756612.6 (NAD 83)</p> <p>N: 612568.2 E: 758245.1 (NAD 83)</p> <p>Project Area</p>	<p>N: 617987.6 E: 756202.4 (NAD 83)</p> <p><b>OPERATOR CERTIFICATION</b> I hereby certify that the information contained 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 a mineral or working interest, or to a voluntary pooling agreement or a compulsory pooling order heretofore entered by the division.</p> <p><i>Bettie Watson</i> 8/28/17 Signature Date</p> <p>Bettie Watson Printed Name</p> <p>Bettie@watsonreg.com Email Address</p> <p><b>SURVEYOR CERTIFICATION</b> 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.</p> <p>Date Surveyed Signature &amp; Seal of Professional Surveyor</p> <p>Certification Number 7977 BASIN SURVEYS</p> <p>0' 1000' 2000' 3000' 4000' SCALE: 1" = 2000' WO Num.: 33236</p>
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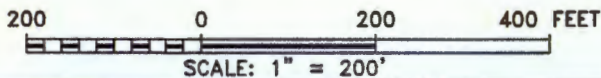
SECTION 2, TOWNSHIP 19 SOUTH, RANGE 33 EAST, N.M.P.M.,  
LEA COUNTY, NEW MEXICO.



HOBBS, NM IS ±28 MILES TO THE EAST OF LOCATION.

Directions to Location:

AT THE INTERSECTION OF 62-180 AND SMITH RANCH ROAD, GO NORTH ON SMITH RANCH ROAD 2.2 MILES THEN GO WEST 0.5 MILES, THEN NORTH 4.7 MILES.



**CHISHOLM ENERGY OPERATING, LLC**

REF: BUFFALO WEST 2 STATE COM 2BS 2H / WELL PAD TOPO

THE BUFFALO WEST 2 STATE COM 2BS 2H LOCATED 125' FROM

THE NORTH LINE AND 1265' FROM THE WEST LINE OF

SECTION 2, TOWNSHIP 19 SOUTH, RANGE 33 EAST,

N.M.P.M., LEA COUNTY, NEW MEXICO.



P.O. Box 1786 (575) 393-7316 - Office  
1120 N. West County Rd. (575) 392-2206 - Fax  
Hobbs, New Mexico 88241 basinsurveys.com

DISTRICT I  
1825 N. French Dr., Hobbs, NM 88240  
Phone (505) 393-6161 Fax: (505) 393-0720

DISTRICT II  
811 S. First St., Artesia, NM 88210  
Phone (505) 746-1253 Fax: (505) 746-0720

DISTRICT III  
1000 Rio Brazos Rd., Aztec, NM 87410  
Phone (505) 334-6178 Fax: (505) 334-6176

DISTRICT IV  
1226 S. St. Francis Dr., Santa Fe, NM 87505  
Phone (505) 476-3460 Fax: (505) 476-3462

State of New Mexico  
Energy, Minerals and Natural Resources Department

OIL CONSERVATION DIVISION  
1226 South St. Francis Dr.  
Santa Fe, New Mexico 87505

Form C-102  
Revised August 1, 2011

Submit one copy to appropriate  
District Office

WELL LOCATION AND ACREAGE DEDICATION PLAT

☒ AMENDED REPORT

API Number 30-025-43830	Pool Code 8146	Pool Name Buffalo; Bone Spring, Southwest
Property Code 317783	Property Name BUFFALO WEST 2 STATE COM 2BS	Well Number 3H
OGRID No. 327137	Operator Name CHISHOLM ENERGY OPERATING, LLC	Elevation 3766'

Surface Location

UL or lot No.	Section	Township	Range	Lot Idn	FEET from the	North/South line	FEET from the	East/West line	County
LOT 3	2	19 S	33 E		125	NORTH	1325	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
N	2	19 S	33 E		330	SOUTH	1484	WEST	LEA

Dedicated Acres 163.86	Joint or Infill	Consolidation Code	Order No.
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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

<p>N: 617932.1 E: 753924.5 (NAD 83)</p> <p>1325'</p> <p>SL</p> <p>125'</p> <p>Q.L.P. FTP</p> <p>LOT 4</p> <p>LOT 3</p> <p>LOT 2</p> <p>LOT 1</p> <p>N: 615171.1 E: 753941.4 (NAD 83)</p> <p>4477'</p> <p>1484'</p> <p>B.H. LTP</p> <p>N: 612531.1 E: 753965.9 (NAD 83)</p> <p>N: 612549.3 E: 756612.6 (NAD 83)</p> <p>N: 612568.2 E: 759245.1 (NAD 83)</p>	<p><b>SURFACE LOCATION</b> Lat - N 32.696511 Long - W 103.637975 NMSPCE- N 617821.1 E 755249.9 (NAD-83)</p> <p><b>LANDING POINT</b> 600 FNL &amp; 1484 FWL Lat - N 32.695201' Long - W 103.637449' NMSPCE- N 617347.7 E 755412.1 (NAD-83)</p> <p><b>PROPOSED BOTTOM HOLE LOCATION</b> Lat - N 32.682897' Long - W 103.637432' NMSPCE- N 612871.3 E 755446.8 (NAD-83)</p> <p>← Project Area</p>	<p><b>OPERATOR CERTIFICATION</b> I hereby certify that the information contained 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 a mineral or working interest, or to a voluntary pooling agreement or a compulsory pooling order heretofore entered by the division.</p> <p><i>Bettie Watson</i> 8/28/17 Signature Date Bettie Watson Printed Name Bettie@watsonreg.com Email Address</p> <p><b>SURVEYOR CERTIFICATION</b> 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.</p> <p>Date Surveyed Signature &amp; Seal of Professional Surveyor Certificate No. 7977 Scale: 1" = 2000' WO Num.: 33236</p>
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**DISTRICT I**  
1626 N. French Dr., Hobbs, NM 88240  
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1226 South St. Francis Dr.  
Santa Fe, New Mexico 87505

**WELL LOCATION AND ACREAGE DEDICATION PLAT**

☒ AMENDED REPORT

API Number 30-025-43831	Pool Code 8146	Pool Name Buffalo; Bone Spring, Southeast
Property Code 317783	Property Name BUFFALO WEST 2 STATE COM 2BS	Well Number 4H
OGRID No. 327137	Operator Name CHISHOLM ENERGY OPERATING, LLC	Elevation 3766'

**Surface Location**

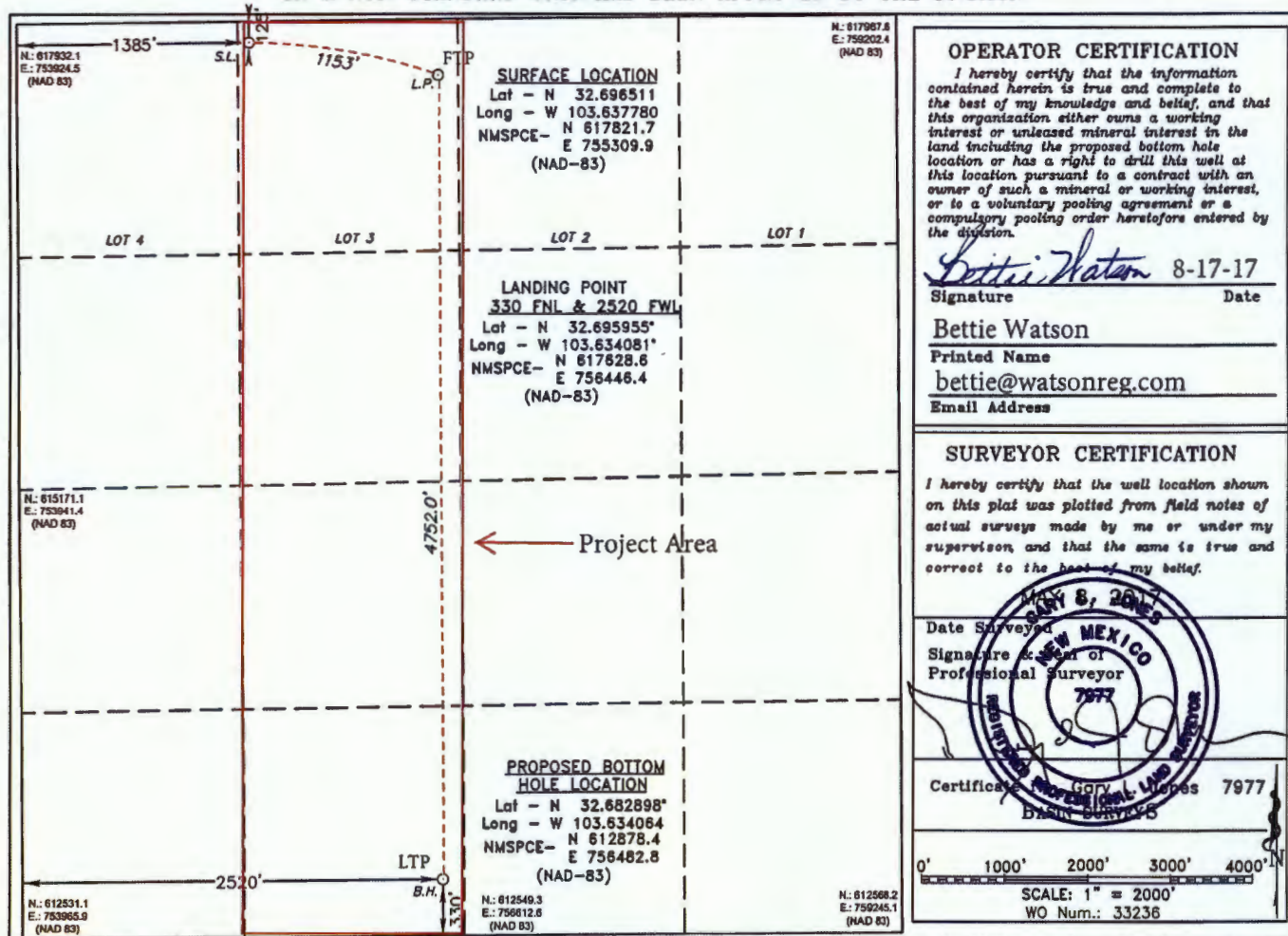
UL or lot No.	Section	Township	Range	Lot Idn	FEET from the	North/South line	FEET from the	East/West line	County
LOT 3	2	19 S	33 E		125	NORTH	1385	WEST	LEA

**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
N	2	19 S	33 E		330	SOUTH	2520	WEST	LEA

Dedicated Acres 163.98	Joint or Infill	Consolidation Code	Order No.
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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 contained 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 a mineral or working interest, or to a voluntary pooling agreement or a compulsory pooling order heretofore entered by the division.

*Bettie Watson* 8-17-17  
Signature Date  
Bettie Watson  
Printed Name  
bettie@watsonreg.com  
Email Address

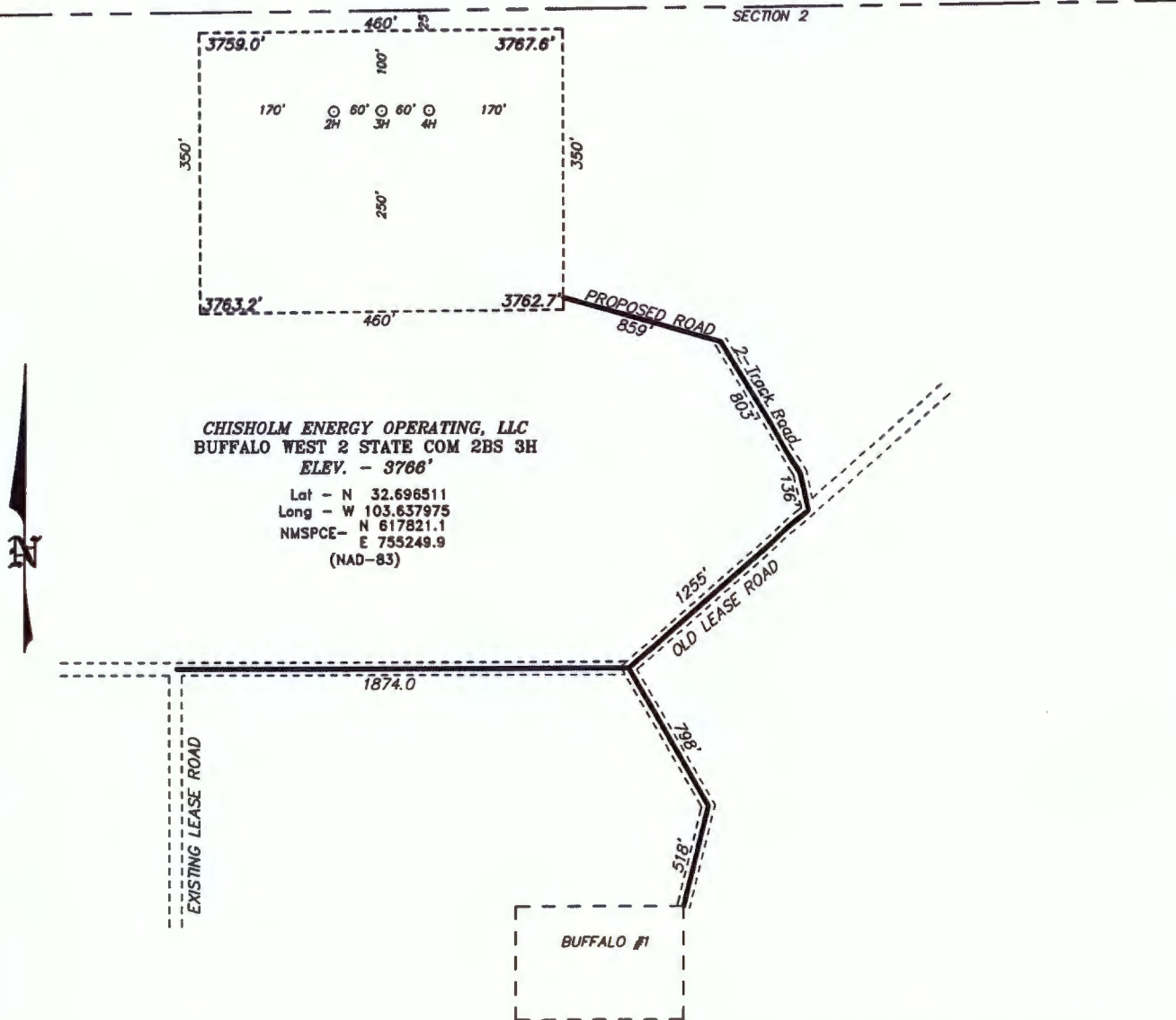
**SURVEYOR CERTIFICATION**

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.

DATE SURVEYED MAY 8, 2012  
Signature & Seal of Professional Surveyor  
Certificate No. 7977  
Bettie Watson

0' 1000' 2000' 3000' 4000'  
SCALE: 1" = 2000'  
WO Num.: 33236

SECTION 2, TOWNSHIP 19 SOUTH, RANGE 33 EAST, N.M.P.M.,  
LEA COUNTY, NEW MEXICO.



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**CHISHOLM ENERGY OPERATING, LLC**

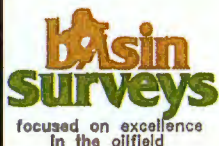
REF: BUFFALO WEST 2 STATE COM 2BS 3H / WELL PAD TOPO

THE BUFFALO WEST 2 STATE COM 2BS 3H LOCATED 125' FROM

THE NORTH LINE AND 1325' FROM THE WEST LINE OF

SECTION 2, TOWNSHIP 19 SOUTH, RANGE 33 EAST,

N.M.P.M., LEA COUNTY, NEW MEXICO.

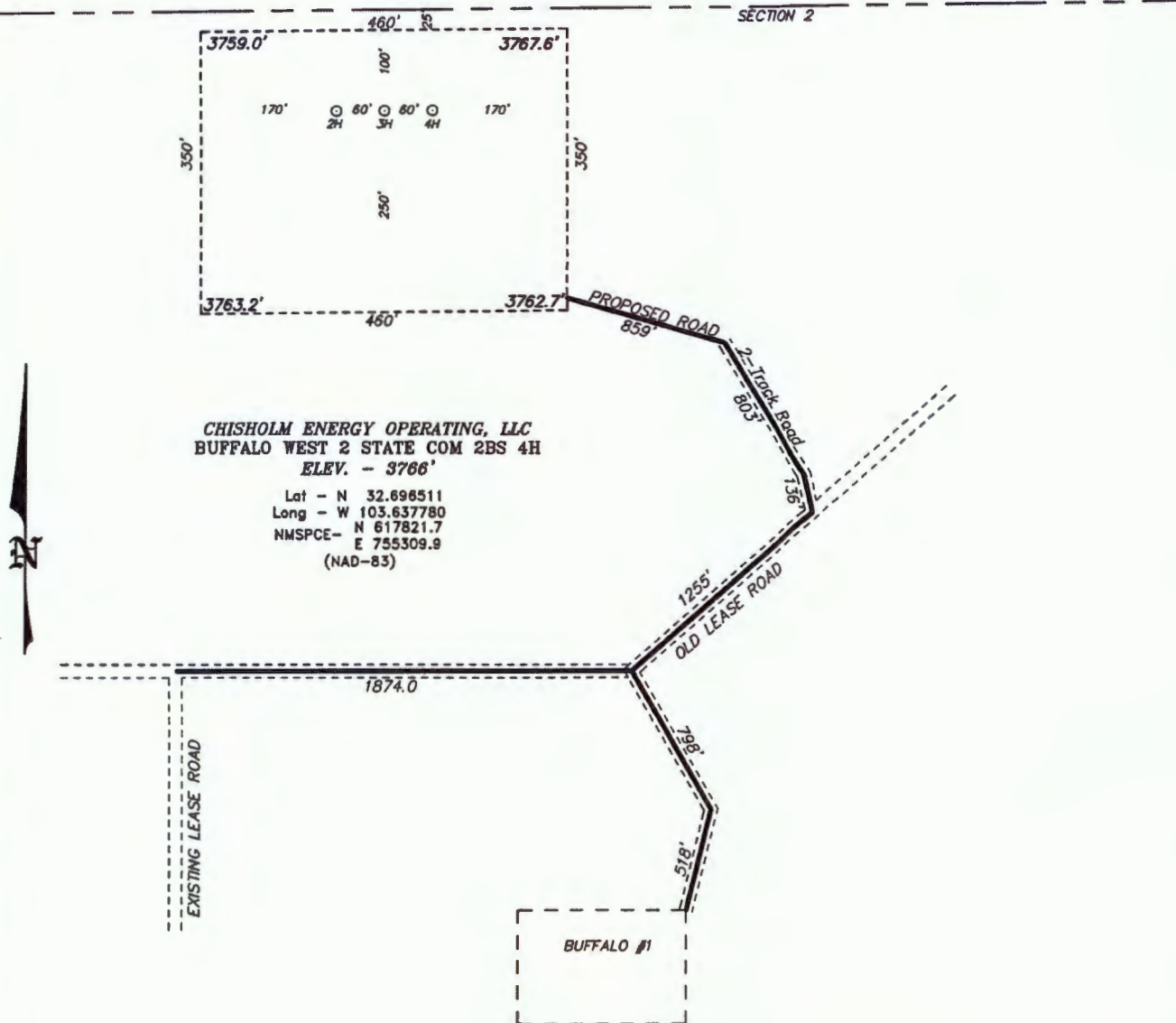


P.O. Box 1786 (575) 393-7316 - Office  
1120 N. West County Rd. (575) 392-2206 - Fax  
Hobbs, New Mexico 88241 basin-surveys.com

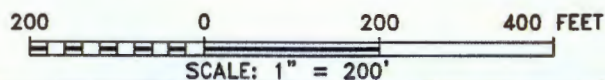
W.O. Number: 33236 Drawn By: K GOAD Date: 08-24-2017 Survey Date: 5-3-2017 Sheet 1 of 1 Sheets



SECTION 2, TOWNSHIP 19 SOUTH, RANGE 33 EAST, N.M.P.M.,  
LEA COUNTY, NEW MEXICO.



HOBBS, NM IS ±28 MILES TO THE EAST OF LOCATION.



Directions to Location:

AT THE INTERSECTION OF 62-180 AND SMITH RANCH ROAD, GO NORTH ON SMITH RANCH ROAD 2.2 MILES THEN GO WEST 0.5 MILES, THEN NORTH 4.7 MILES.

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**CHISHOLM ENERGY OPERATING, LLC**

REF: BUFFALO WEST 2 STATE COM 2BS 4H / WELL PAD TOPO

THE BUFFALO WEST 2 STATE COM 2BS 4H LOCATED 125' FROM

THE NORTH LINE AND 1385' FROM THE WEST LINE OF

SECTION 2, TOWNSHIP 19 SOUTH, RANGE 33 EAST,

N.M.P.M., LEA COUNTY, NEW MEXICO.

W.O. Number: 33236

Drawn By: K GOAD

Date: 08-24-2017

Survey Date: 5-3-2017

Sheet 1 of 1 Sheets



EXHIBIT "A"

Application of Chisholm Energy Operating, LLC  
for approval of Diverse Interest Lease Surface Commingle

WELLS: Buffalo West 2 State Com 2BS 2H, 3H, & 4H  
Section 2, T19S, R33E  
Lea County, New Mexico

Owners to be Served Notice of this Filing

New Mexico State Land Office  
Oil, Gas, And Minerals Division  
Attn: Marilyn Gruebel  
310 Old Santa Fe Trail  
Santa Fe, New Mexico 87501-2708

Nearburg Producing Company F/B/O  
The Nearburg Producing Company Employee Fund  
Attn: Kathie Craft  
P. O. Box 823085  
Dallas, Texas 75382

Nearburg Exploration Company, LLC  
Attn: Kathie Craft  
P.O. Box 823085  
Dallas, Texas 75382



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<input type="checkbox"/> Adult Signature Required	\$
<input type="checkbox"/> Adult Signature Restricted Delivery	\$
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 Santa Fe, NM 87501-2708

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 City, State, ZIP+4®  
 Dallas, TX 75382

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## McMillan, Michael, EMNRD

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**From:** Bettie Watson <bwatson@chisholmenergy.com>  
**Sent:** Monday, February 12, 2018 9:34 AM  
**To:** McMillan, Michael, EMNRD  
**Subject:** Buffalo West 2 State Com 2BS 2H, 3H, 4H Adm Appl for Commingle

Michael,

In response to your request for location of the facility pad for the subject application, I find that the pad crosses the Qtr/Qtr sec line of Lot 4 and Lot 3 which is between the NWNW/NENW Qtr/Qtr of Section 2. Hope this answers your question.

Bettie Watson, Regulatory Consultant  
Chisholm Energy Operating, LLC  
817-864-1104 Desk  
972-979-0132 Cell