RECEIVED: 05/01/2019 REVIEWER: MAM TYPE: CTB APP NO: PMAM1912137017

ABOVE THIS TABLE FOR OCD DIVISION USE ONLY

NEW MEXICO OIL CON - Geological & Engine 1220 South St. Francis Drive,	eering Bureau – (🔑 🛁
ADMINISTRATIVE APPL	ICATION CHECKLIST
THIS CHECKLIST IS MANDATORY FOR ALL ADMINISTRATIVE REGULATIONS WHICH REQUIRE PROCESSING	APPLICATIONS FOR EXCEPTIONS TO DIVISION RULES AND G AT THE DIVISION LEVEL IN SANTA FE
Applicant: COG Operating LLC	OGRID Number: 229137
Well Name: Huckleberry State Com 501H & others	API: 30-025-45231 & others
Pool: WC-025 G-08 S213304D; Bone Spring	Pool Code: 97895
SUBMIT ACCURATE AND COMPLETE INFORMATION INDICATES 1) TYPE OF APPLICATION: Check those which apply	D BELOW CTB-899
A. Location – Spacing Unit – Simultaneous Ded	lication NSP(PRORATION UNIT) SD
B. Check one only for [1] or [1] [1] Commingling – Storage – Measurement DHC TB PLC PC [II] Injection – Disposal – Pressure Increase WFX PMX SWD IPI 2) NOTIFICATION REQUIRED TO: Check those which A. Offset operators or lease holders B. Royalty, overriding royalty owners, reven C. Application requires published notice D. Notification and/or concurrent approva E. Notification and/or concurrent approva F. Surface owner G. For all of the above, proof of notification H. No notice required 3) CERTIFICATION: I hereby certify that the informat administrative approval is accurate and comple understand that no action will be taken on this a notifications are submitted to the Division.	OLS OLM Enhanced Oil Recovery EOR PPR Application Content Complete Complete or publication is attached, and/or, ion submitted with this application for the to the best of my knowledge. I also
	dual with managerial and/or supervisory capacity.
	4/30/19
Debora L. Wilbourn	Date
Print or Type Name	575-748-6958 Phone Number
Nelson S. Elebourn Signature	dwilboum@concho.com e-mail Address

McMillan, Michael, EMNRD

From: Debora Wilbourn < DWilbourn@concho.com>

Sent: Wednesday, May 1, 2019 8:52 AM

To: McMillan, Michael, EMNRD
Cc: Cody Blair; Debora Wilbourn

Subject: [EXT] Huckleberry Sate Com 501H-507H CTB & OLM Application **Attachments:** Huckleberry State Com 501H-507H CTB - NMOCD Application.pdf

Good morning Mike,

Attached is COG's application for CTB & OLM for the referenced wells. Please let me know if you need anything further.

Thanks,

Debora L. Wilbourn

Production Compliance Lead dwilbourn@concho.com O - 575.748.6958 C - 575-513-0168

Concho - Artesia West I 2208 W Main St I Artesia, NM I 88210-3720 I 575.748.6940





Attn: Michael McMillan NM Oil Conservation Division 1220 South Saint Francis Drive Santa Fe, New Mexico 87505

RE: Application for CTB and Off-lease Measurement

Huckleberry State Com 501H, API# 30-025-45231, Ut. A, Sec. 27-T21S-R33E, Lea County, NM Huckleberry State Com 502H, API# 30-025-45232, Ut. B, Sec. 27-T21S-R33E, Lea County, NM Huckleberry State Com 503H, API# 30-025-45233, Ut. B, Sec. 27-T21S-R33E, Lea County, NM Huckleberry State Com 504H, API# 30-025-45234, Ut. C, Sec. 27-T21S-R33E, Lea County, NM Huckleberry State Com 505H, API# 30-025-45207, Ut. D, Sec. 27-T21S-R33E, Lea County, NM Huckleberry State Com 506H, API# 30-025-45208, Ut. D, Sec. 27-T21S-R33E, Lea County, NM Huckleberry State Com 507H, API# 30-025-45209, Ut. D, Sec. 27-T21S-R33E, Lea County, NM

Dear Mr. McMillan,

COG Operating LLC (COG), respectfully requests approval for surface lease commingling (CTB) and off-lease measurement of oil and gas for the referenced wells.

All owners of interest have been notified by certified mail that should they have an objection to this off-lease measurement and surface commingling, they must file a formal protest with the NMOCD within 20 days of the date of this application. Proof of owner notification is enclosed.

Please see the following enclosed documents: Administrative Application Checklist, C-107B Application for Surface Commingling, C-102 plats for referenced wells, lease map depicting communitization agreement boundaries with associated wellbores, facility imagery map, oil offload station map, and expected rate of decline data.

Facility Information:

COG proposes to construct the Huckleberry State Com 22 "N" CTB, which will utilize a bulk production separator and two test separators. This facility, as indicated by its name, is located in Section 22, Unit "N" of T21S-R33E. Automated periodic well tests will be used to allocate production back to diversely owned wells feeding into the facility. COG is proposing this facility plan due to the considerable cost

April 30,2019

NM Oil Conservation Division

for the additional separators or multiphase meters that would be required to provide constant metering for the diverse ownership wells.

Meeting our design criteria at peak production rates for individual wells would require an over-designed facility that would only be fully utilized for a few months, due to the expected rapid decline of production. The wells would, in most cases, begin production at staggered intervals, therefore production equipment designed around the concept of well testing is most efficient. This testing method will increase the likelihood of proper design and utilization of the Coriolis and gas meters. The sizing and application of COG's proposed design will accommodate slug flow and sand production which is common in the early life of Bone Spring horizontal wells.

COG's proposed well testing methodology exceeds API MPMS 20.1 standards in both frequency and accuracy. Well testing frequency will be defined by the peak production case and will be maintained throughout the life of the wells by utilizing an automated test header.

Oil Production:

Oil production will be measured at each test vessel using Coriolis meters, then all oil streams will be combined to go to the facility's storage tanks. The oil in the tanks will be inventoried, then sold using a Coriolis pipeline LACT owned by Plains Pipeline that is located at the facility. Coriolis meters will be utilized for both custody transfer and allocation of the oil from the diverse ownership wells. In addition to the on-lease measurement, the oil production from these wells may also be transported by truck to either the Red Hills Offload Station, located in Unit O, Section 4-T26S-R32E, or the Jal Offload Station, located in Unit D, Section 4-T26S-R37E, Lea County in the event the on-lease tanks are over capacity or in the case of battery or pipeline repairs. In this case the oil will remain segregated and will be measured by LACT meter when offloading at said stations.

Gas Production:

Gas production will be measured at each test vessel using orifice plate gas allocation meters, then all gas streams will be combined to go to the gas sales meter owned by Targa Resources. Orifice meters will be utilized for both custody transfer and allocation of the gas from the diverse ownership wells.

Production Decline Data:

The decline life cycle of these Bone Spring Horizontal wells would be partitioned into four stages beginning with the flowback after fracturing to shortly after peak production rate. Testing based on API MPMS 20.1 for each of these stages would require wells be tested at differing frequencies for optimum accuracy. For example, the early time stage could need more frequent testing of that well to accurately

Page 3

April 30, 2019

NM Oil Conservation Division

utilize well tests to allocate monthly production volumes among all wells being commingled prior to sales.

The wells included in this commingle application consist of hyperbolically declining horizontally drilled Bone Spring wells. Concho Resources is proposing Range 1 as the period during initial flowback until shortly after peak production rate. Range 2 would be from shortly after peak production until the end of month 3. Range 3 would be months 4-12, and range four would be the remaining life of the well. Based on production rates, the frequency of the tests could be decreased as the well progressed through the ranges, with Range 1 requiring the most frequent testing and Range 4 requiring the least. However, by taking advantage of our automated test header equipment, COG plans to maintain the highest well test frequency throughout the life of the well to ensure well test accuracy.

Thank you for your attention to this matter. If you have questions or need further information, please email me at dwilbourn@concho.com or call 575.748.6958.

Sincerely,

Debora L. Wilbourn

Production Compliance Lead

Debora L. Gelelhourn

Enclosures

xc: Hobbs OCD

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		COMMININGLING	(DIVERSE	OWNERSHIP)							
	erating LLC										
	Main St, Artesia, NM	88210		. <u>-</u> .							
APPLICATION TYPE:	_	_									
☐ Pool Commingling ☐ Lease Comminglin	g Pool and Lease Cor	nmingling Off-Lease	Storage and Measur	rement (Only if not Surfac	e Commingled)						
LEASE TYPE:	State	ral									
Is this an Amendment to existing Order											
Have the Bureau of Land Management (BLM) and State Land office (SLO) been notified in writing of the proposed commingling											
⊠Yes □No											
C	(A) POOL COMMINGLING Please attach sheets with the following information										
	Gravities / BTU of	Calculated Gravities /		Calculated Value of							
(1) Pool Names and Codes	Non-Commingled	BTU of Commingled		Commingled	Volumes						
	Production	Production		Production							
]									
]									
(2) Are any wells producing at top allowal	bles? Yes No			<u>. </u>							
(3) Have all interest owners been notified		roposed commingling?	☐Yes ☐No).							
(4) Measurement type: Metering [□N7. 16%? 4									
(5) Will commingling decrease the value of	of production? \(\sum \cdot	□No II "yes", descrit	e why commingli	ng should be approved							
		SE COMMINGLINGS with the following in									
(1) Pool Name and Code											
(2) Is all production from same source of st											
(3) Have all interest owners been notified b			⊠Yes □	No							
(4) Measurement type: Metering	Other (Specify) Well 16	esus									
	(C) POOL and	LEASE COMMIN	GLING								
		s with the following in									
(1) Complete Sections A and E											
1)		ORAGE and MEA									
		ets with the following	information								
(1) Is all production from same source of	—	0									
(2) Include proof of notice to all interest of	wners.										
(E) AI	DITIONAL INFO	RMATION (for all	annlication to	vnes)							
(E) AI		s with the following in		(pes)							
(1) A schematic diagram of facility, include											
(2) A plat with lease boundaries showing		ions, Include lease numbe	ers if Federal or Sta	ate lands are involved.							
(3) Lease Names, Lease and Well Numbe	rs, and API Numbers.										
I have been a second of the se	. 4	1 1	11.11.6								
I hereby certify that the information above is		best of my knowledge an	a bellet.								
SIGNATURE: Delicis of Electronian TITLE: REGULATORY ANALYST DATE: 4/30/19											

State of New Mexico DISTRICT I

1885 N. FYRENCE DE., BORDS, No. 582440 Energy, Minerals & Natural Resources Department

France (575) 203-2151 Fall (575) 203-2750 OIL CONSERVATION DIVISION

DISTRICT II 511 S. FIRST ST., ARTESIA, NM 88210 Phone: (875) 748-1283 Fax: (875) 748-9720

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

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

DISTRICT III 1990 RIO BRAZOS RD., AZTEC, NM 87410 Phone: (506) 334-0178 Fax: (508) 334-0170

☐ AMENDED REPORT

DISTRICT IV 1880 S. ST. FRANCIS DR., SANTA FR. NA 87806 Phope: (608) 478-3460 Fax: (508) 476-3462

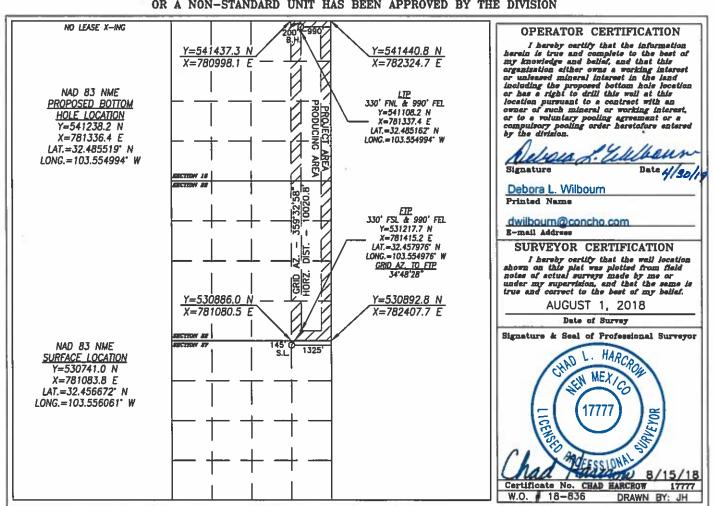
	WELL LOCATION AND	ACREAGE DEDICATION PLAT					
API Number	Pool Code	Pool Name					
30-025-45231	97895	WC-025 G-08 S213304D; Bone Spring					
Property Code	Prop	erty Name	Well Number				
322447	HUCKLEBER	HUCKLEBERRY STATE COM					
OGRID No.		ator Name	Elevation 3766.4				
229137	COG OPE	COG OPERATING, LLC					

Surface Location

ſ	UL or lot No.	Section	Township	Range	Lot Idn	Feet from the	North/South line	Feet from the	East/West line	County
	Α	27	21-5	33-E		145	NORTH	1325	EAST	LEA

Bottom Hole Location If Different From Surface

ſ	UL or lot No.	Section	Township	Range	Lot Idn	Feet from the	North/South line	Feet from the	East/West line	County
	Α	15	21-S	33-E		200	NORTH	990	EAST	LEA
Ī	Dedicated Acres Joint or Infill Consolidation Code				Code Or	Order No.				
	320									



DISTRICT I

State of New Mexico PRINCE DE., HOURS, NE BORS, NE OIL CONSERVATION DIVISION

DISTRICT II 511 S. FIRST ST., ARTESIA, NM 86210 Phone: (575) 748-1283 Pag: (575) 748-9720

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

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

☐ AMENDED REPORT

DISTRICT IV 1220 S. ST. FRANCIS DE., SANTA FR. RM 87806 Phone: (505) 475-5460 Fazz (508) 476-5462

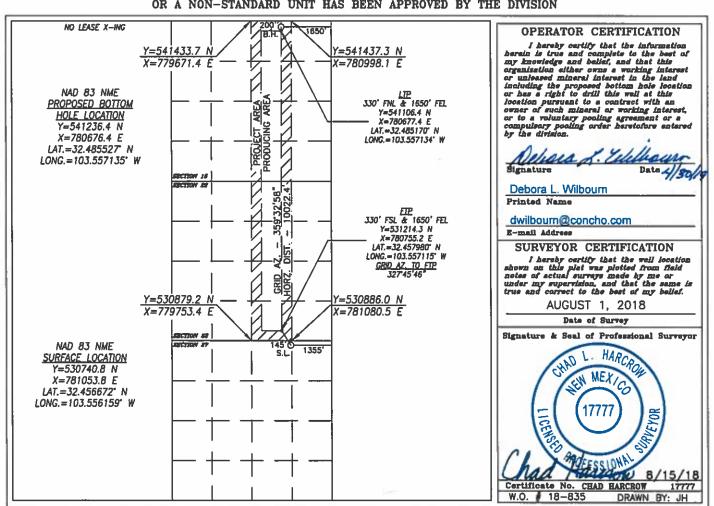
	WELL LOCATION AND	ACREAGE DEDICATION PLAT			
API Number	Pool Code	Pool Name WC-025 G-08 S213304D; Bone Spring			
30-025-45232	97895				
Property Code	Prog	erty Name	Well Number		
322447	HUCKLEBER	RY STATE COM	502H		
OGRID No.		ator Name	Elevation		
229137	COG OPE	RATING, LLC	3764.8'		

Surface Location

UL or lot No.	Section	Township	Range	Lot Idn	Feet from the	North/South line	Feet from the	East/West line	County
В	27	21-5	33-E		145	NORTH	1355	EAST	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
В	15	21-S	33-E		200	NORTH	1650	EAST	LEA
Dedicated Acres	Dedicated Acres Joint or Infill Consolidation				der No.				
320									



DISTRICT I

State of New Mexico 1953 N. FRENCE DR., BOBBS, No. 86840 Energy, Minerals & Natural Resources Department OIL CONSERVATION DIVISION

DISTRICT II 511 S. FEST ST., ARTESIA, NO. 88210 Phone: (878) 748-1283 Pag: (878) 748-9720

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

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

DISTRICT III 1000 RIO BRAZOS RD., AZTEC, NM 87410 Phone: (605) 334-6178 Fax: (505) 334-6170 DISTRICT IV 1230 S. ST. FARNUS DR., SANTA FR. NM 87606 Phone: (606) 476-3460 FRE: (505) 478-3468

☐ AMENDED REPORT

WELL.	LOCATION	AND	ACREAGE	DEDICATION	PLAT
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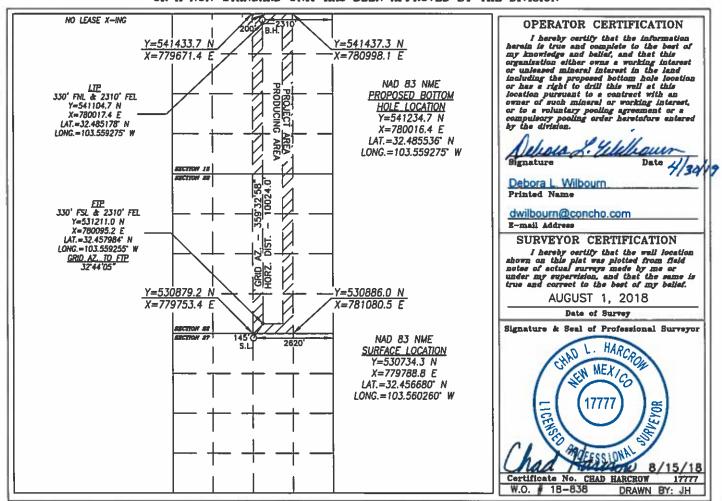
API Number	Pool Code	Pool Name			
30-025-45233	97895	97895 WC-025 G-08 S213304D; I			
Property Code	Pr	Property Name			
322447	HUCKLEBE	RRY STATE COM	503H		
OGRID No.		erator Name	Elevation		
229137	COG OP	ERATING, LLC	3743.9'		

Surface Location

UL or lot	No. Section	Township	Range	Lot Idn	Feet from the	North/South line	Feet from the	East/West line	County
В	27	21 - S	33-E		145	NORTH	2620	EAST	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
В	15	21-S	33-E		200	NORTH	2310	EAST	LEA
Dedicated Acres Joint or Infill Consolidation Code			Code Oro	ler No.					
320									



State of New Mexico DISTRICT I State of New Mexico
1935 N. FEBRURE DR., BOBBS, No. 86840 Energy, Minerals & Natural Resources Department
Planner (1871) 3850-4761 Fair (1872) 3850-47780

DISTRICT II 511 S. FIRST ST., ARTESIA, NM 88210 Phone: (575) 748-1883 Pax: (575) 748-5780

DISTRICT III 1000 RIO BRAZOS ED., AZTEC, NM 87410 Phone: (606) 334-6178 Fax: (606) 334-6170

DISTRICT IV 1830 S. ST. FRANCIS DR., SANTA FR. 104 87606 Phone: (505) 478-3460 Faz: (505) 476-3468

OIL CONSERVATION DIVISION

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

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

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WELL LOCATION AND ACREAGE DEDICATION PLA	WELL	LOCATION	AND	ACREAGE	DEDICATION	PLAT
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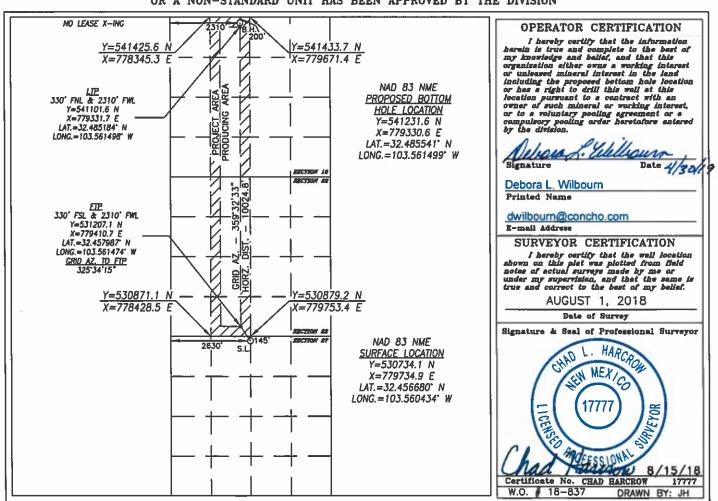
	II DELL DOULTEUR IN INC.	IONELIGE BEDICHTION I ELI		_
API Number	Pool Code	Pool Name		7
30-025-45234	97895	WC-025 G-08 S213304D, B	ione Spring	
Property Code	Prop	erty Name	Well Number	7
322447	HUCKLEBER	RY STATE COM	504H	
OGRID No.		ator Name	Elevation	1
229137	COG OPE	RATING, LLC	3741.6'	

Surface Location

UL or lot No.	Section	Township	Range	Lot Idn	Feet from the	North/South line	Feet from the	East/West line	County
С	27	21-S	33-E		145	NORTH	2630	WEST	LEA

Bottom Hole Location If Different From Surface

Γ	JL or lot No.	Section	Township	Range	Lot Idn	Feet from the	North/South line	Feet from the	East/West line	County
	С	15	21-S	33-E		200	NORTH	2310	WEST	LEA
Г	Dedicated Acres Joint or Infill Con		onsolidation	ode Or	der No.		·			
	320				- 1					



State of New Mexico DISTRICT I
1825 N. FIRMUR DR., ROBBS, No. 88240 Energy, Minerals & Natural Resources Department
France (678) 302-6161 Faz: (678) 302-6720 OIL CONSERVATION DIVISION

DISTRICT II 511 S. PIRST ST., ARTESIA, NM 05210 Phone: (575) 748-1233 Paz: (575) 748-9720

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

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DISTRICT III 1000 RIO BRAZOS RD., AZTEC, NM 87410 Phone: (505) 334-6178 Fax: (505) 334-6170 DISTRICT IV 1220 S. ST. FRANCIS DR., SANTA FR. NM 67506 Phone: (605) 476-3460 Fax: (605) 476-3462

☐ AMENDED REPORT

WELL.	LOCATION	AND	ACREAGE	DEDICATION	PI.AT
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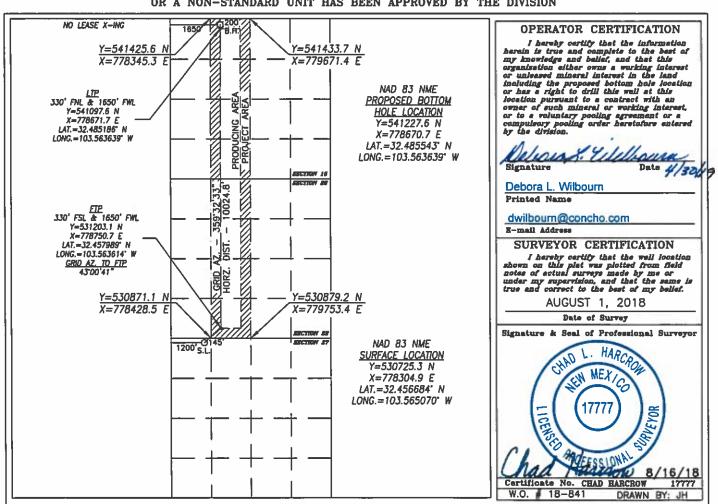
API Number	Pool Code	Pool Name	T =	
30-025-45207	97895	WC-025 G-08 S213304D; Bor	ne Spring	
Property Code	Pro	perty Name	Well Number	
322447	HUCKLEBEI	RRY STATE COM	505H	
OGRID No.		rator Name	Elevation	
229137	COG OP	ERATING, LLC	3716.1'	

Surface Location

UL or lot No.	Section	Township	Range	Lot Idn	Feet from the	North/South line	Feet from the	East/West line	County
D	27	21-S	33-E		145	NORTH	1200	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
C	15	21-S	33-E		200	NORTH	1650	WEST	LEA
Dedicated Acres	Joint o	r Infill Co	nsolidation	Code Or	der No.		<u>- </u>		
320									



DISTRICT I

State of New Mexico PROBLE (577) 250-4151 Pag. ROBES. NM 88840 Energy, Minerals & Natural Resources Department OIL CONSERVATION DIVISION

DISTRICT II 511 S. Viest St., artesia, nm 65210 Prege: (575) 748-1263 Fre: (575) 748-9720

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

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DISTRICT III 1000 RIO BRAZOS RD., AZTEC, NM 87410 Phome: (805) 334-6178 Fax: (806) 334-6170 DISTRICT IV 1220 S. ST. FRANCIS DR., SANTA FR. FOI 87606 Phone: (506) 476-3460 Fax: (505) 476-3462

☐ AMENDED REPORT

WELL LOCATION AND ACREAGE DEDICATION PLAT

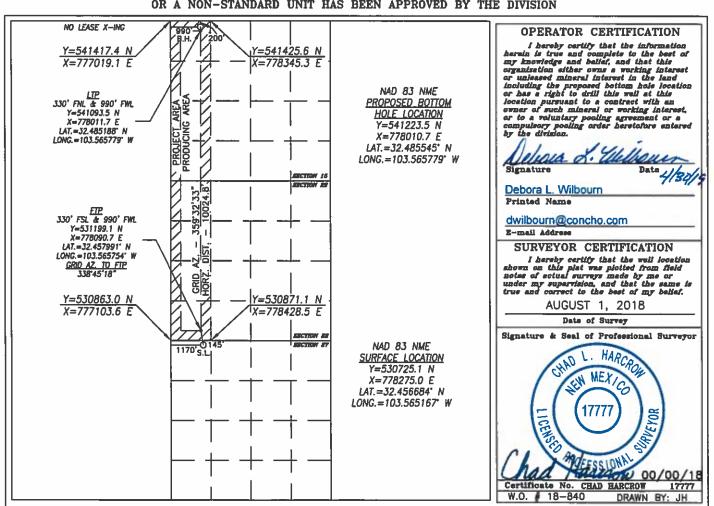
API Number	Pool Code	Pool Name	
30-025-45208	97895	WC-025 G-08 S213304D; Bond	e Spring
Property Code		Property Name	Well Number
322447	HUCKLEB	506H	
OGRID No.		Operator Name	Elevation
229137	COG O	PERATING, LLC	3715.5'

Surface Location

UL or lot No.	Section	Township	Range	Lot Idn	Feet from the	North/South line	Feet from the	East/West line	County
D	27	21-S	33-E		145	NORTH	1170	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
D	15	21-S	33-E		200	NORTH	990	WEST	LEA
Dedicated Acres	Joint o	r Infill Co	nsolidation (Code Or	der No.				
320									



DISTRICT II 811 S. FIRST ST., ARTESIA, NM 86210 Phone: (675) 746-1283 Faz: (678) 746-8720

DISTRICT I 10815 N. FRENCE DR. HORRS. NO 88840 Energy, Minerals & Natural Resources Department Phone (878) 888-4089 PAR (878) PAR (87 State of New Mexico OIL CONSERVATION DIVISION

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

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

DISTRICT III 1000 RIO BRAZOS RD., AZIEC, NM 87410 Phone: (505) 334-6178 Faz: (505) 334-6170 DISTRICT IV 1220 S. ST. FRANCIS DR., SANTA FR. NM 87806 Phone: (505) 478-3460 Faz: (505) 478-3462

□ AMENDED REPORT

WELL.	LOCATION	AND	ACREAGE	DEDICATION	PI.AT
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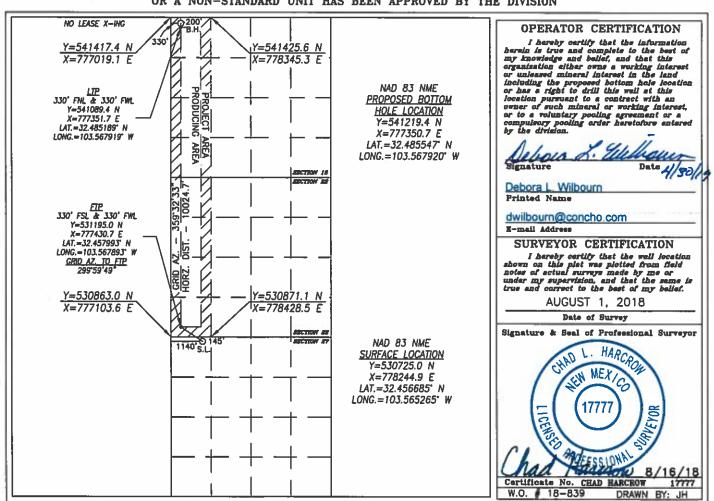
API Number	Pool Code	Pool Name				
30-025-45209	97895	WC-025 G-08 S213304D; Bone	Bone Spring			
Property Code	Prop	Property Name				
322447	HUCKLEBER	507H				
OGRID No.		ator Name	Elevation			
229137	COG OPE	RATING, LLC	3714.8'			

Surface Location

UL or lot No.	Section	Township	Range	Lot Idn	Feet from the	North/South line	Feet from the	East/West line	County
D	27	21-S	33-E		145	NORTH	1140	WEST	LEA

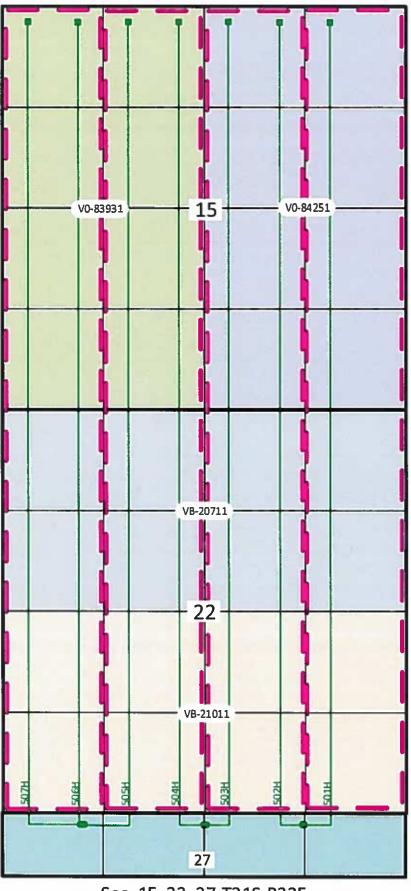
Bottom Hole Location If Different From Surface

	UL or lot No.	Section	Township	Range	Lot Idn	Feet from the	North/South line	Feet from the	East/West line	County
	D	15	21-\$	33-E		200	NORTH	330	WEST	LEA
Dedicated Acres Joint or Infill Consolidation Code Order No.										
	320									

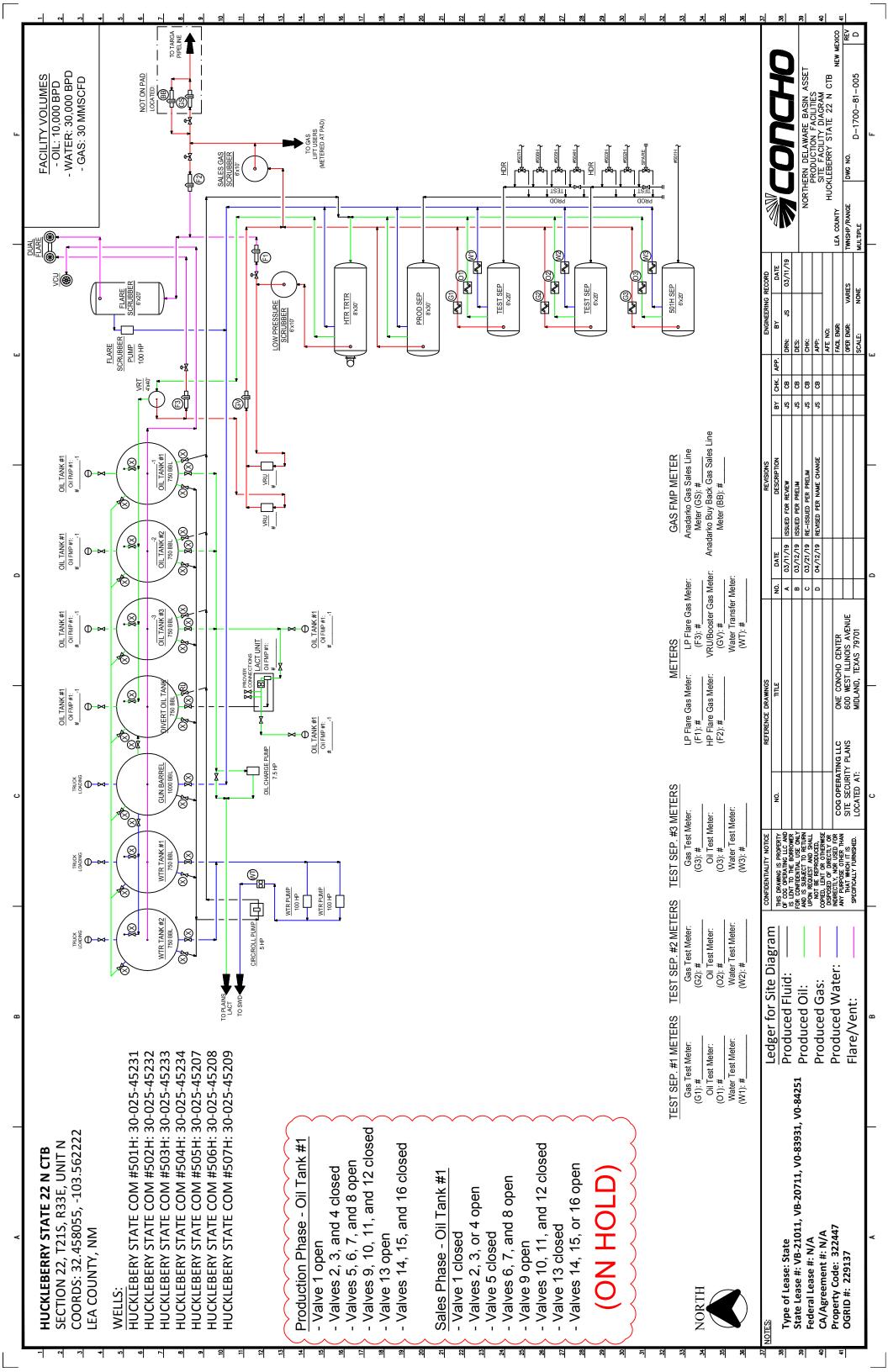


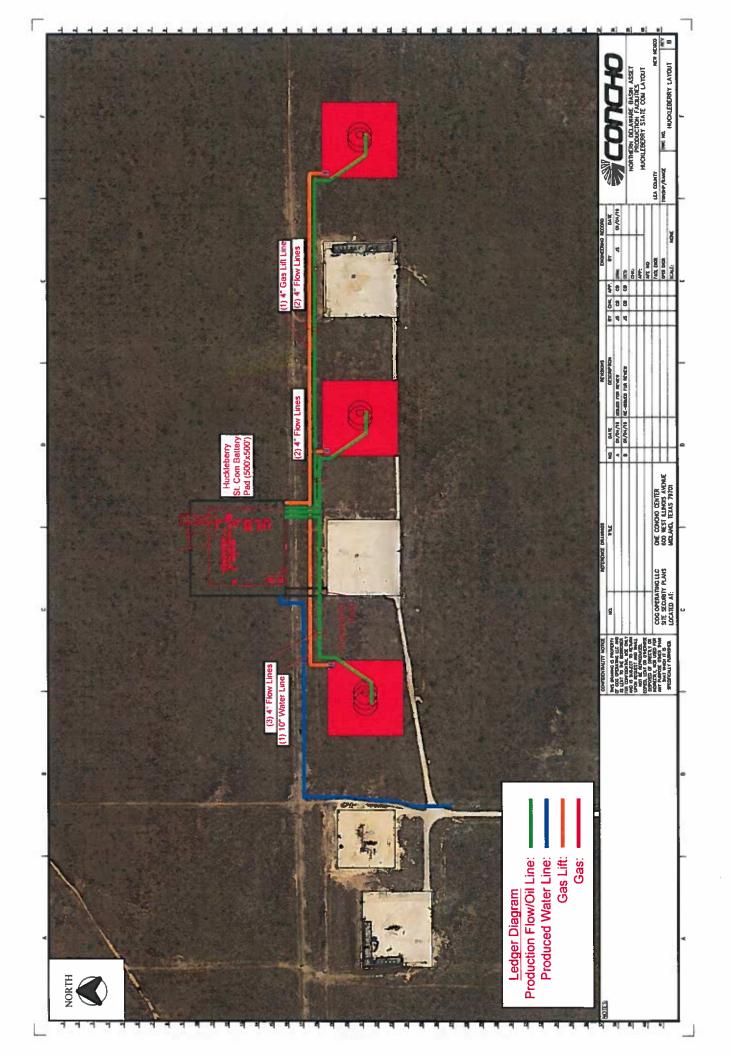
Huckleberry State Com Wells

2nd Bone Spring SHL
 2nd Bone Spring BHL
 Bone Spring CAs



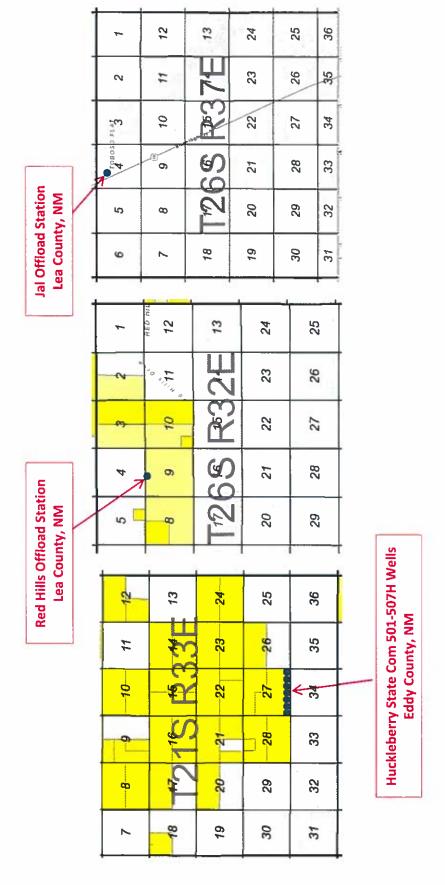
Sec. 15, 22, 27-T21S-R33E Lea County, NM





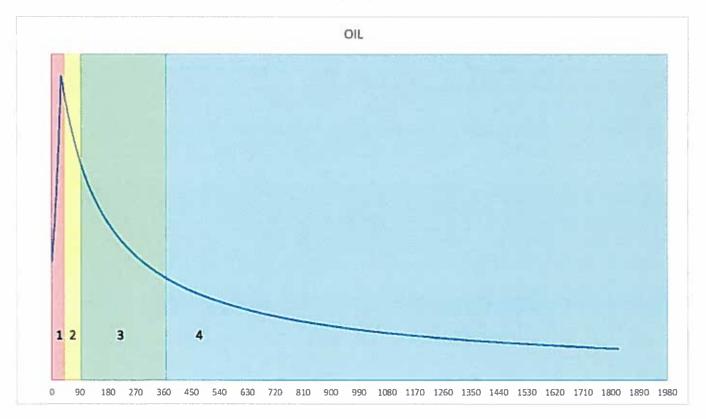
Huckleberry State Com 501H-507H Wells Ø

Red Hills and Jal Offload Station Map



EXPECTED RATE OF DECLINE

COG's reservoir team generated "type curves" for production from the various Bone Spring zones using available production "Rate vs Time" data and volumetric estimates of recoverable oil. The generated Rate vs Time plots were supplied to the facility engineer for properly designing production equipment.



Range 1 (red): This is the flowback period and occurs from first production until shortly after peak. During this stage we will have a third party flowback company on location measuring rates and volumes hourly and reporting daily well tests via meters and equipment that are proven regularly in accordance with API MPMS 20.1. Rates will be ramped up until peak production is reached and the well begins to decline. Daily volume changes of 3-5% per day are typical.

Range 2 (yellow): This is the period of highest decline, early in the life of the well. It is recommended that well tests through the battery separator are conducted twice weekly. Changes of 0.5-1.0% per day are typical.

Range 3 (green): The well is still in hyperbolic decline, though daily decline percentages have dropped. Monthly well tests are recommended at this point. Changes of 0.2-0.5% per day are typical.

Range 4 (blue): The well is approaching exponential decline and fluctuations in daily rates have minimized. Semiannual well tests are recommended at this stage and for the remaining life of the well. Changes of 0.0-0.2% per day are typical.

Huckleberry State Com 501H-507H – Owner Notification List

<u>Owner</u>	Certified Return Receipt No.	<u>Delivered</u>
Centennial Resource Production 1001 17 th St., Ste. 1800 Denver, CO 80202	7017 3040 0000 2540 4140	
EOG A Resources Inc. EOG Y Resources Inc. EOG M Resources Inc. 5509 Champions Dr. Midland, TX 79706	7017 3040 0000 2540 4133	
The Allar Company 735 Elm St. Graham, TX 76450	7017 3040 0000 2540 4126	
Charis Royalty F, LP 1401 Rainbow St. Southlake, TX 76092	7017 3040 0000 2540 4119	
DG Royalty, LLC 110 N. Marienfeld, Ste. 200 Midland, TX 79701	7017 3040 0000 2540 4102	
GMT New Mexico Royalty Company, LLC 1560 Broadway, Ste. 2000 Denver, CO 80202	7017 3040 0000 2540 4096	



CERTIFIED MAIL RECEIPT REQUESTED 7017 3040 0000 2540 4140

Centennial Resource Production 1001 17th St, Ste. 1800 Denver, CO 80202

Re: Surface Lease Commingling (CTB) and Off-Lease Measurement

Gentlemen:

Attached is a copy of COG Operating LLC's application for surface lease commingling (CTB) and off-lease measurement of production from the Huckleberry State Com 501H-507H wells. These wells are located in Section 27-T21S-R33E, Lea County, NM.

You are receiving this information per NMOCD's requirement to notify all parties owning an interest in the minerals affected by this application. Any objections to these proposals should be registered with the NMOCD within 20 days of the date of this letter.

If you have any questions regarding this application, please contact me at 575-748-6958 or by email at dwilbourn@concho.com.

Sincerely,

Debora L. Wilbourn

Production Compliance Lead

Debois L. Willem



CERTIFIED MAIL RECEIPT REQUESTED 7017 3040 0000 2540 4133

EOG A Resources Inc. EOG M Resources Inc. **EOG Y Resources Inc.** 5509 Champions Dr. Midland, TX 79706

Re: Surface Lease Commingling (CTB) and Off-Lease Measurement

Gentlemen:

Attached is a copy of COG Operating LLC's application for surface lease commingling (CTB) and off-lease measurement of production from the Huckleberry State Com 501H-507H wells. These wells are located in Section 27-T21S-R33E, Lea County, NM.

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If you have any questions regarding this application, please contact me at 575-748-6958 or by email at dwilbourn@concho.com.

Sincerely.

Debora L. Wilbourn

Production Compliance Lead

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Enclosures

P 432.683.7443 | F 432.683.7441



CERTIFIED MAIL RECEIPT REQUESTED 7017 3040 0000 2540 4126

The Allar Company P. O. Box 1576 Graham, TX 76450-1567

Re: Surface Lease Commingling (CTB) and Off-Lease Measurement

Gentlemen:

Attached is a copy of COG Operating LLC's application for surface lease commingling (CTB) and off-lease measurement of production from the Huckleberry State Com 501H-507H wells. These wells are located in Section 27-T21S-R33E, Lea County, NM.

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If you have any questions regarding this application, please contact me at 575-748-6958 or by email at dwilbourn@concho.com.

Sincerely,

Debora L. Wilbourn

Production Compliance Lead

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CERTIFIED MAIL RECEIPT REQUESTED 7017 3040 0000 2540 4119

Charis Royalty F, LP 1401 Rainbow St. Southlake, TX 76092

Re: Surface Lease Commingling (CTB) and Off-Lease Measurement

Gentlemen:

Attached is a copy of COG Operating LLC's application for surface lease commingling (CTB) and off-lease measurement of production from the Huckleberry State Com 501H-507H wells. These wells are located in Section 27-T21S-R33E, Lea County, NM.

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If you have any questions regarding this application, please contact me at 575-748-6958 or by email at dwilbourn@concho.com.

Sincerely.

Debora L. Wilbourn

Production Compliance Lead

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CERTIFIED MAIL RECEIPT REQUESTED 7017 3040 0000 2540 4102

DG Royalty, LLC 110 N. Marienfeld, Ste. 200 Midland, TX 79701

Re: Surface Lease Commingling (CTB) and Off-Lease Measurement

Gentlemen:

Attached is a copy of COG Operating LLC's application for surface lease commingling (CTB) and off-lease measurement of production from the Huckleberry State Com 501H-507H wells. These wells are located in Section 27-T21S-R33E, Lea County, NM.

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If you have any questions regarding this application, please contact me at 575-748-6958 or by email at dwilbourn@concho.com.

Sincerely,

Debora L. Wilbourn

Production Compliance Lead

Nebora L. Elelbourn



CERTIFIED MAIL RECEIPT REQUESTED 7017 3040 0000 2540 4096

GMT New Mexico Royalty Company, LLC 1560 Broadway, Ste. 2000 Denver, CO 80202

Re: Surface Lease Commingling (CTB) and Off-Lease Measurement

Gentlemen:

Attached is a copy of COG Operating LLC's application for surface lease commingling (CTB) and off-lease measurement of production from the Huckleberry State Com 501H-507H wells. These wells are located in Section 27-T21S-R33E, Lea County, NM.

You are receiving this information per NMOCD's requirement to notify all parties owning an interest in the minerals affected by this application. Any objections to these proposals should be registered with the NMOCD within 20 days of the date of this letter.

If you have any questions regarding this application, please contact me at 575-748-6958 or by email at dwilbourn@concho.com.

Sincerely.

Debora L. Wilbourn

Production Compliance Lead

Enclosures

P 432.683.7443 | F 432.683.7441



Commissioner of Public Lands NM State Land Office P. O. Box 1148 Santa Fe, NM 87504-1148

RE: Application for CTB and Off-lease Measurement

Huckleberry State Com 501H, API# 30-025-45231, Ut. A, Sec. 27-T21S-R33E, Lea County, NM Huckleberry State Com 502H, API# 30-025-45232, Ut. B, Sec. 27-T21S-R33E, Lea County, NM Huckleberry State Com 503H, API# 30-025-45233, Ut. B, Sec. 27-T21S-R33E, Lea County, NM Huckleberry State Com 504H, API# 30-025-45234, Ut. C, Sec. 27-T21S-R33E, Lea County, NM Huckleberry State Com 505H, API# 30-025-45207, Ut. D, Sec. 27-T21S-R33E, Lea County, NM Huckleberry State Com 506H, API# 30-025-45208, Ut. D, Sec. 27-T21S-R33E, Lea County, NM Huckleberry State Com 507H, API# 30-025-45209, Ut. D, Sec. 27-T21S-R33E, Lea County, NM

To Whom it May Concern:

Please find enclosed check in the amount of \$150.00, which constitutes payment of the required fee for the referenced Surface Commingling and Off-lease Measurement application.

If you have any questions, please do not hesitate to contact me at dwilbourn@concho.com or 575-748-6958.

Sincerely,

Debora L. Wilbourn

Production Compliance Lead

Debora L. Elelbourn

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