K4XOX-200124-	C-107B 649		Revised March 23, 201
RECEIVED: 1/24/20	REVIEWER: DM	TYPE: PLC	APP NO: pDM2005660059
1		DIL CONSERVATIO  & Engineering Burc cis Drive, Santa Fe,	eau –
	ADMINISTRATI	VE APPLICATION O	CHECKLIST
	T IS MANDATORY FOR ALL AD REGULATIONS WHICH REQUIR		FOR EXCEPTIONS TO DIVISION RULES AND ON LEVEL IN SANTA FE
pplicant: XTO Permian (			OGRID Number: 373075
/ell Name: Multiple We		1A/-16	API: Multiple
ool: WC G-07 S223021G;	Bone Spring & Wildcat;	Wolfcamp	Pool Code: 97905
SUBMIT ACCURATE AN  1) TYPE OF APPLICATION	II	NDICATED BELOW	TO PROCESS THE TYPE OF APPLICATION
•	cing Unit – Simultane	eous Dedication	RATION UNIT) SD
DHC  [II] Injection –  WFX  2) NOTIFICATION REQUENTS  A. Offset operation B. Royalty, over the control of the c	Disposal – Pressure II  PMX SWD  SWD  SWD  SWD  SWD  SWD  SWD  SWD	PC OLS ncrease – Enhance IPI EOR  se which apply. sers, revenue owners notice approval by SLO approval by BLM tification or publica	FOR OCD ONLY  Notice Complete  Application Content Complete
administrative appro	oval is <b>accurate</b> and <b>action</b> will be taken	complete to the be on this application	ted with this application for est of my knowledge. I also until the required information and
Note: State	ement must be completed b	y an individual with manag	gerial and/or supervisory capacity.
Transia I Charry David to	· Coordinate	D	01/14/20
Tracie J. Cherry, Regulator	y Coordinator		
Print or Type Name		4	132-221-7379

Phone Number

tracie\_cherry@xtoenergy.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.

		COMMINGLING	(DIVERSE	OWNERSHIP)	
	mian Operating LLC		- 3%		
	oliday Hill Rd. Bldg	5 Midland, TX 797	'07		
APPLICATION TYPE:					
☐ Pool Commingling ☐ Lease Comminglia	ng ☑Pool and Lease Co	mmingling Off-Lease	Storage and Measur	rement (Only if not Surfac	c Commingled)
1	State    Fede				
Is this an Amendment to existing Order	r? □Yes ☑No If	"Yes", please include	the appropriate C	Order No.	
Have the Bureau of Land Management  ✓ Yes □ No	(BLM) and State Lan	d office (SLO) been no	tified in writing o	of the proposed comm	ingling
		OL COMMINGLIN ts with the following in			
(1) Pool Names and Codes	Gravities / BTU of Non-Commingled Production	Calculated Gravities / BTU of Commingled Production		Calculated Value of Commingled Production	Volumes
	See Attached				
WC G-07 S223021G; Bone Spring					
Wildcat; Wolfcamp					
(5) Will commingling decrease the value				ng should be approved	
		SE COMMINGLIN			
(1) P 1N 1G 1	Please attach sheet	s with the following in	nformation		
<ol> <li>Pool Name and Code.</li> <li>Is all production from same source of an interest owners been notified by</li> <li>Measurement type:  Metering </li> </ol>	certified mail of the proj		□Yes □N	0	
		LEASE COMMIN			
(1) Complete Sections A and E.	Ticase attach sheet	s with the following in	normation		
/1	OFF LEADE OF		CHIDED ANDROS		
(1	,	ORAGE and MEA ets with the following it			
(1) Is all production from same source of s					
(2) Include proof of notice to all interest o	wners.				
(E) AI	DITIONAL INFO	RMATION (for all	application to	nes)	
(2) 112		s with the following in		F-5)	
<ol> <li>A schematic diagram of facility, included</li> <li>A plat with lease boundaries showing at Lease Names, Lease and Well Number</li> </ol>	all well and facility locati	ons. Include lease numbe	rs if Federal or Sta	tc lands are involved.	
I hereby certify that the information above is	true and complete to the	best of my knowledge and	d belief.		1 1
SIGNATURE: STANKE STANKE		TLE: Regulatory Co	ordinator	DATE:	124/20
TYPE OR PRINT NAME Tracie J. Che	erry		TELI	EPHONE NO.: 432-22	21-7379
E-MAIL ADDRESS tracie cherry@x	toeneray.com				

XTO Permian Operating, LLP (XTO) respectfully request approval to commingle the wells to be produced to the new James Ranch Unit DI11 Battery.

Wells associated at this facility will be:

James Ranch Unit Whitlash 251H\* / 30-015-46377 / Wildcat; Wolfcamp

SHL: NESW Sec 17, 22S-30E BHL: NWSW Sec 13, 22S-29E

James Ranch Unit Whitlash (326113) #515H / 30-015-46283 / WC G-07S223021G; Bone Spring (97905)

SHL: NESW Sec 17 22S-30E BHL: NWSW Sec 13 22S-29E

James Ranch Unit Whitlash A (326099) #715H / 30-015-46284 / WC G-07S223021G; Bone Spring(97905)

SHL: NESW Sec 17 22S-30E BHL: NWSW Sec 13 22S-29E

\*Sundry to change name and pool submitted to BLM 12/17/19

Facility for these wells is located in SW/4 Sec 17, 22S-30E, (32.390726, -103.899102).

All wells will initially report on a unit basis (NMNM70965X) however, well #251H was drilled and will be completed in the Wolfcamp formation whereas the other two (2) wells are in the Bone Spring formation; two different Participating Areas (PA) will be created. All wells are situated in the same BLM and New Mexico State acreage with the same proportions of each.

Attached are a facility diagram and a map outlining the wells' locations along with a description of the separation process and allocation.

Each well will flow from its respective location to a header on the West side of the facility. The battery is configured at this time so that each well will be routed to a dedicated 3-phase metering separator. Oil production will be measured off of each separator using a Coriolis test meter. Gas will be measured using an Electronic Flow Meter and water will be measured using a mag meter. After separation, oil from all 3 wells will combine in a shared line and routed to a horizontal heater treater, through a vapor recovery tower and then directly into the pipeline via LACT unit. There are 3, 750 bbls oil storage tanks on location to be used if oil cannot ship directly into the pipeline due to equipment problems or in the event of pipeline force majeure. Production is allocated to each well based on the volume recorded on each well's Coriolis test meter and the volume recorded at the LACT unit. The LACT unit will be the FMP and custody transfer point for oil at this facility. The LACT unit will be installed and proven per 43 CFR 3174 requirement

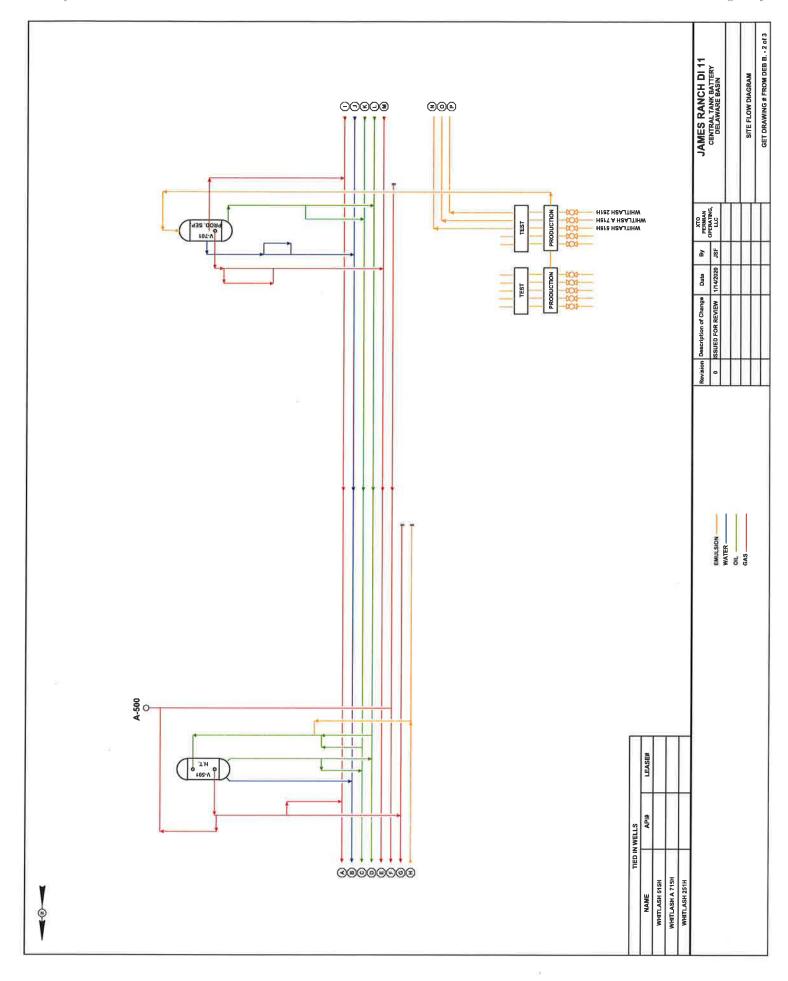
Gas from the separation equipment will flow to a shared gas line that is routed to either the gas sales line or, in the event of limited pipeline capacity or emergency, a metered flare on location. Production is allocated to each well based on the volume recorded at gas EFM test meter and the volume recorded at the sales meter. The gas sales meter will be the custody transfer point and FMP for gas at this facility. All EFM gas meters will be installed and calibrated per API and 43 CFR 3174 requirement.

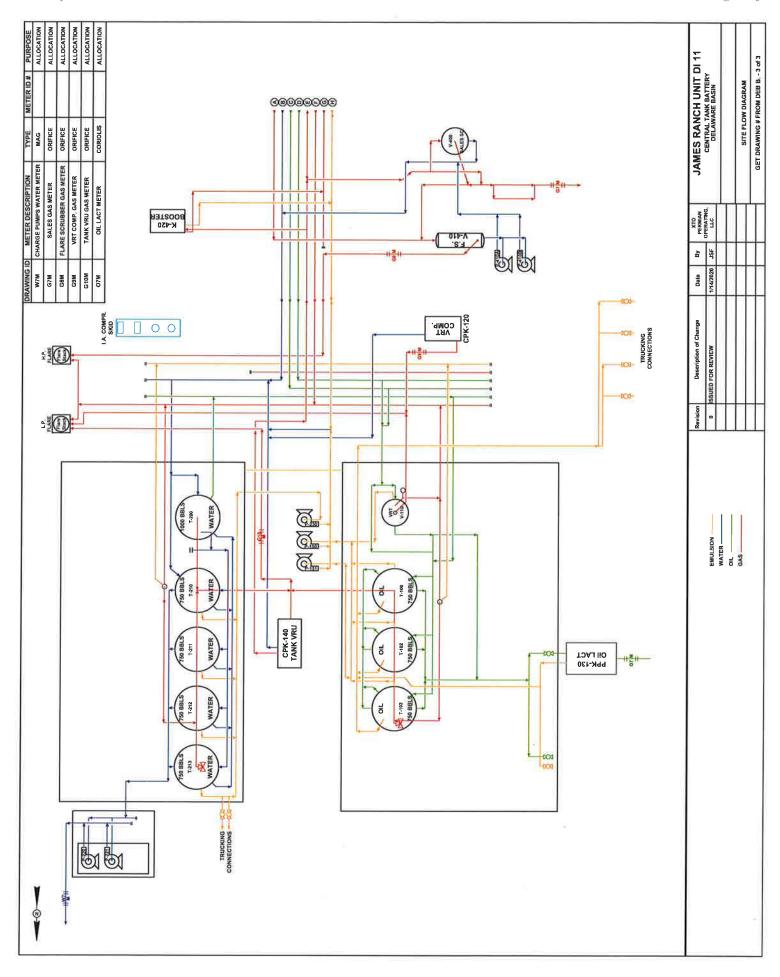
Water production from the wells is routed to a shared water line and flows to storage tanks on location. Water then enters a main SWD system pipeline.

The proposed commingle and allocation will not result in the mismeasurement of product or royalty paid.

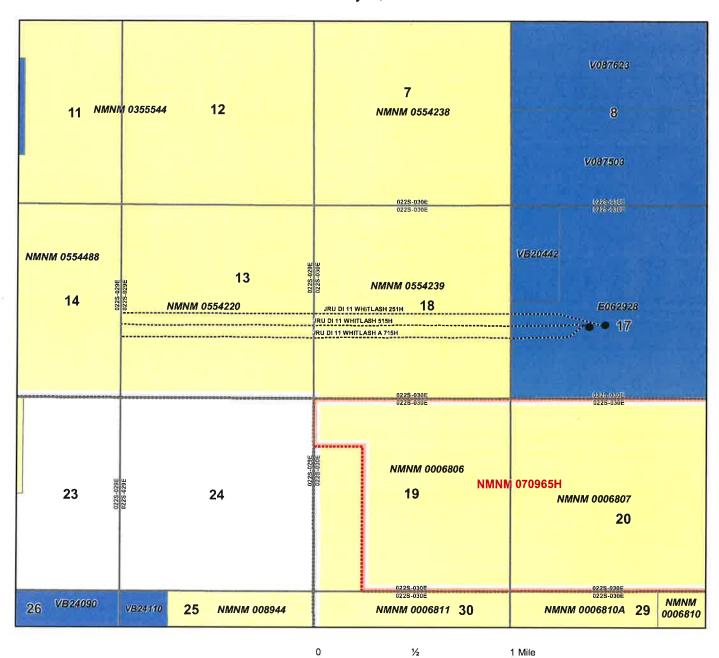
Concurrent approval is being requested from BLM and NMOCD

METER ORIFICE ALLOCATION METER ORIFICE ALLOCATION METER CORIOLIS ALLOCATION METER CORIOLIS ALLOCATION METER MAG ALLOCATION	JAMES RANCH DI 11 CENTRAL TANK BATTERY DELAWARE BASIN SITE FLOW DIAGRAM
GIM TEST SEP, GAS METER OIM TEST SEP, GAS METER OOM TEST SEP, GAL METER OOM TEST SEP, OIL METER OOM TEST SEP, WATER METER WZM TEST SEP, WATER METER WZM TEST SEP, WATER METER WJM TEST SEP, WATER METER	Change Date By PERMAN EVIEW 1/14/2020 JSF PERMAN
WATER TOTAL	EMULSION 0 INSUED FOR REVIEW WATER OIL OIL OIL OIL
© © © © © © © © © © © © © © © © © © ©	





### Received by OCD: 1/24/2020 10:10:19 AM Selected James Ranch Unit Whitlash wells Eddy Co., NM January 7, 2020



2,000

4,000

8,000 Feel



District I
1625 N. French Dr., Hobbs, NM 88240
Phone: (375) 393-6161 Fax: (575) 393-0720
District II
811 S. First St., Artesia, NM 88210
Phone: (375) 748-1283 Fax: (375) 748-9720
District III
1000 Rio Brazos Road, Aztec, NM 87410
Phone: (505) 334-6178 Fax: (505) 334-6170
District IV
1220 S. St. Francis Dr., Santa Fe, NM 87505

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

# State of New Mexico Energy, Minerals & Natural Resources Department OIL CONSERVATION DIVISION 1220 South St. Francis Dr. Santa Fe, NM 87505

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

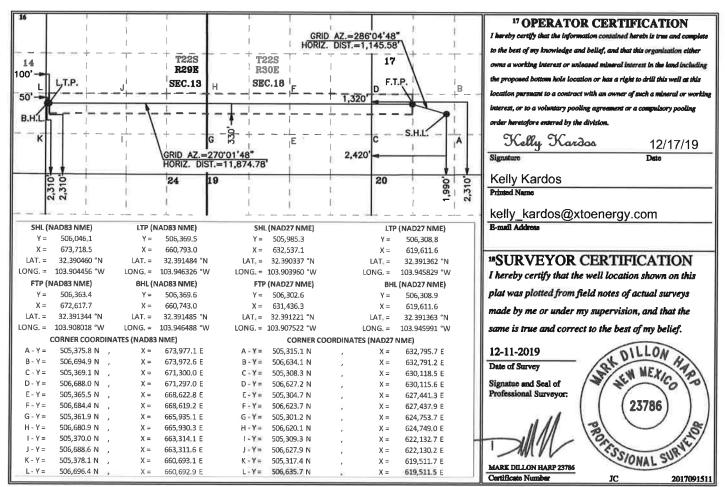
AMENDED REPORT

#### WELL LOCATION AND ACREAGE DEDICATION PLAT

1	API Numbe	r		<sup>2</sup> Pool Code			<sup>3</sup> Pool Name			
	<b>30-015</b> -4	6377			WILD	CAT; WOLFCAN	/IP			
<sup>4</sup> Property			<sup>5</sup> Property Name JAMES RANCH UNIT DI 11 WHITLASH					<sup>6</sup> Well Number 251H		
<sup>7</sup> OGRID No. 373075				ХТО Р		Operator Name  (IAN OPERATING, LLC.			* Elevation 3,115'	
				1	<sup>10</sup> Surface L	ocation				
UL or lot no.	Section	Section Township Range Lot Idn Feet from the North/South line Feet from the		n Township Range	ip Range Lot Idn Feet i	East/West line	County			
K	17	228	30 E		1,990	SOUTH	WEST	EDDY		
			11 Rott	om Hole I	ocation If	Different Erom	Surface	1.1		

			пВо	ttom Hol	le Location If	Different Fron	n Surface		
UL or lot no.	Section	Townskip	Range	Lot Idn	Feet from the	North/South line	Feet from the	East/West line	County
L	13	22 S	29 E		2,310	SOUTH	50	WEST	EDDY
<sup>12</sup> Dedicated Acres	<sup>13</sup> Joint or	r Infill 14 C	onsolidation	Code 15 Or	der No.	-			
360									

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.



District 1
1625 N. French Dr., Hubbs, NM 88240
Phone; (575) 393-6161 Fax; (575) 393-0720
District II
811 S. First St., Artesia, NM 88210
Phone; (575) 748-1283 Fax; (575) 748-9720
District III
1000 Rio Brazos Road, Aztec, NM 87410
Phone; (505) 334-6178 Fax; (505) 334-6170
District IV
1220 S. St. Francis Dr., Santa Fe, NM 87505
Phone; (505) 476-3460 Fax; (505) 476-1462

API Number

## State of New Mexico Energy, Minerals & Natural Resources Department OIL CONSERVATION DIVISION 1220 South St. Francis Dr. Santa Fe, NM 87505

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

AMENDED REPORT

WELL LOCATION AND ACREAGE DEDICATION PLAT

29 97905 Wildcat; Bone Spring WC G07 5 22 30 316

30-015- 4628 91905 Wildcat; Bone Spring WG GOT 52230316

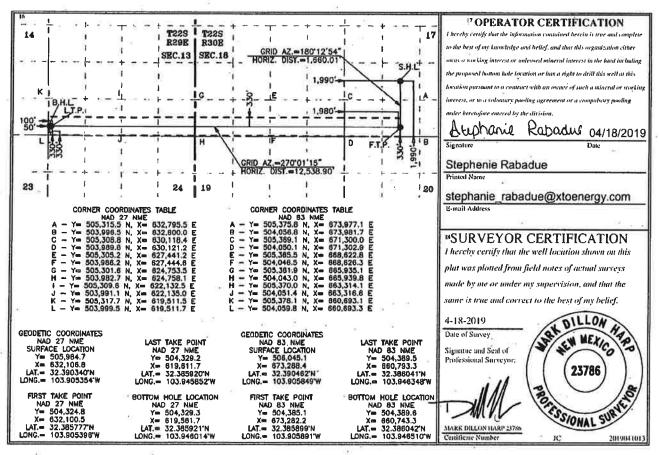
Property Code 3 Property Name 6 Well Number 515H

OGRID No. 8 Operator Name 7 Elevation 260737 XTO PERMIAN OPERATING, LLC. 3,102

Surface Location UL or lot no. Section Township Lot Idn Feet from the North/South line Range Feet from the East/West line County Κ 17 228 30 E 1,990 SOUTH 1,990 WEST EDDY

"Bottom Hole Location If Different From Surface UL or lot no. Section Township Lot Ide North/South Br East/West IIn County 13 22 S 29 E 330 SOUTH WEST **EDDY** 12 Dedicated Acres Joint or Infill Consolidation Code 5 Order No. 400

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.



Rul 9-18-19

District I 1625 N. French Dr., Hobbs, NM 88240 Phone: (575) 393-6161 Fax: (575) 393-0720 District II 811 S. First St., Artesia, NM 88210 Phone: (575) 748-1283 Pax: (575) 748-9720 District III 1000 Rio Brazos Road, Aztec, NM 87410 Phone: (505) 334-6178 Fax: (505) 334-6170 District IV 1220 S. St. Francis Dr., Santa Fe, NM 87505 Phone: (505) 476-3460 Fax: (505) 476-3462

400

### State of New Mexico Energy, Minerals & Natural Resources Department OIL CONSERVATION DIVISION 1220 South St. Francis Dr. Santa Fe, NM 87505

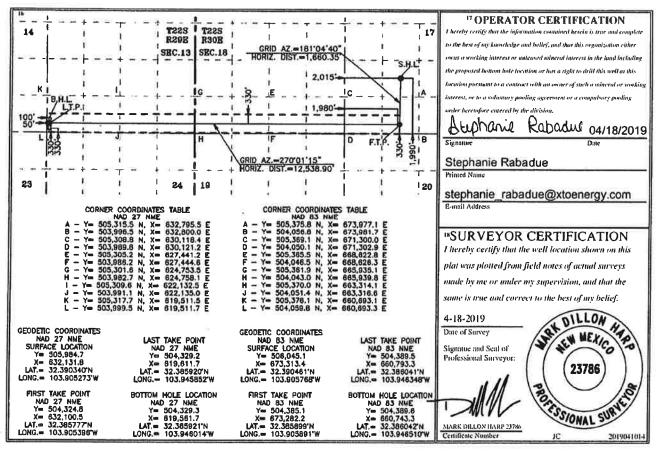
Form C-102 Revised August 1, 2011 Submit one copy to appropriate District Office

AMENDED REPORT

		WE	LL LOC	ATION A	ND ACRI	EAGE DEDICA	ATION PLAT	Γ	
	API Numbe 30-015-	46284	9	7905	Wildo	at; Bone Spring	Pool Nam	07.52230	216
326	Code 2099			JRU	<sup>5</sup> Property No DI     WHIT				Vell Number 715H
<sup>7</sup> OGRID <del>2607</del> 2	37			XTO PER	<sup>8</sup> Operator N MIAN OPEI	ome RATING, LLC.		,	Elevation 3,102'
3730	13			10	Surface L	ocation			
UL ar lat no. K	Section 17	Township 22S	Runge 30 E	Lot Idn - F	cet from the 1,990	North/South line SOUTH	Feet from the 2,015	Eust/West line WEST	County EDDY
			" Botto	m Hole Lo	cation If	Different From	Surface		
UL or lot no. M	Section 13	Township 22 S	Range 29 E	Lot Idn - B	cet from the 330	North/South line SOUTH	Feet from the 50	Eust/West line WEST	County EDDY
12 Dedicated Acre	s 13 Joint o	r Infill 14 Cons	solidation Cod	e 15 Order No.					ž.

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

51



RW 9-19-19

Form 3160-5 (June 2015)

### UNITED STATES

FORM APPROVED OMB NO. 1004-0137

Di g	Expires: Ja	nuary 31, 2018				
SUNDRY	UREAU OF LAND MANAGEM NOTICES AND REPORTS is form for proposals to dril	S ON WELLS	an		5. Lease Serial No. NMNM0554239	
abandoned we	6. If Indian, Allottee o	r Tribe Name				
SUBMIT IN	TRIPLICATE - Other instruc	tions on page	2		7. If Unit or CA/Agree NMNM70965X	ement, Name and/or No.
1. Type of Well  ☑ Oil Well ☐ Gas Well ☐ Oth	her				8. Well Name and No. JAMES RANCH U	INIT DI11 WHITLASH 251
Name of Operator     XTO PERMIAN OPERATING	Contact: TRA	ACIE J CHERRY	7		9. API Well No. 30-015-46377	
3a. Address	3b	Phone No. (included)	le area code)		10. Field and Pool or E	xploratory Area
6401 HOLIDAY HILL RD BLD MIDLAND, TX 79707	OG 5 Pt	n: 432-221-737	<b>∂</b>		WILDCAT; WOL	
4. Location of Well (Footage, Sec., 7	C., R., M., or Survey Description)				11. County or Parish, S	State
Sec 17 T22S R30E Mer NMP	NESW 1990FSL 2420FWL				EDDY COUNTY	, NM
12. CHECK THE A	PPROPRIATE BOX(ES) TO	INDICATE NA	TURE OF	NOTI	CE, REPORT, OR OTH	IER DATA
TYPE OF SUBMISSION	=		TYPE OF	ACTIO	N	
Notice of Intent	☐ Acidize	☐ Deepen		☐ Pro	duction (Start/Resume)	☐ Water Shut-Off
☐ Subsequent Report	☐ Alter Casing	☐ Hydraulic l	racturing	☐ Rec	clamation	■ Well Integrity
	☐ Casing Repair	□ New Const		_	complete	Onshore Order Varian
☐ Final Abandonment Notice	☐ Change Plans ☐ Convert to Injection	☐ Plug and A☐ Plug Back☐	bandon		nporarily Abandon ter Disposal	ce
If the proposal is to deepen directions Attach the Bond under which the wo following completion of the involved testing has been completed. Final Attach the steen completed. Final Attach the steen is ready for form of the involved testing has been completed. Final Attachment that the site is ready for form of the involved testing has been completed. Final Attachment that the site is ready for for the several transfer of the involved that the June 1997 and th	rk will be performed or provide the I operations. If the operation results bandonment Notices must be filed on inal inspection.  (XTOPO) respectfully reques lames Ranch Unit DI11 Batter will be: 51H / 30-015-46377 15H / 30-015-46283 715H / 30-015-46284	Bond No. on file with in a multiple comploid after all requirent approval for tery.	th BLM/BIA. etion or recoments, includir	Require appletion ag reclan amming	ed subsequent reports must be in a new interval, a Form 3166 nation, have been completed an gle for the	filed within 30 days 0-4 must be filed once
14. I hereby certify that the foregoing is	true and correct Electronic Submission #5004 For XTO PERMIAN C	85 verified by the	BLM Well sent to the	Informa e Carls	ation System bad	
Name (Printed/Typed) TRACIE J	CHERRY	Title	REGULA	TORY	COORDINATOR	
Signature (Electronic S	Submission)	Date	01/23/202	20		
	THIS SPACE FOR F	EDERAL OR	STATE O	FFICE	USE	
Assessed D				$\sim$		Dei
Approved By	d Approval of this nation days - 1	Title			COPY	Date
Conditions of approval, if any, are attached certify that the applicant holds legal or equivalent would entitle the applicant to condu-	uitable title to those rights in the subject operations thereon.	ect lease Office				
Fitle 18 U.S.C. Section 1001 and Title 43	U.S.C. Section 1212, make it a crime	e for any person kno	wingly and w	illfully t	to make to any department or a	agency of the United

States any false, fictitious or fraudulent statements or representations as to any matter within its jurisdiction.

(Instructions on page 2)

All wells will report on a unit basis NMNM70965X however, well #251H was drilled and will be completed in the Wolfcamp formation whereas the other two (2) wells are in the Bone Spring formation. All wells are situated in the same BLM and New Mexico State acreage with the same proportions of each.

Currently, the 6th Revised Bone Spring Participating Area "B" (PA) NMNM70965H was approved by BLM and the State Land Office effective 1 MAR 2019. Once the Bone Spring wells (515H and 715H) are completed, the expectation is that commercial determinations will show both wells as capable of producing in paying quantities supporting a 7<sup>th</sup> Revised Bone Spring PA inclusive of then defined acreage around said wells.

The establishment of an Initial Wolfcamp Participating Area "A" will be supported by completion of the 251H well defined above. The expectation is that a commercial determination for this well will show its capability to produce in paying quantities. Such a determination, when taken into account with the James Ranch Unit 191H and 146H Wolfcamp completions will support a Wolfcamp PA overlapping the same surface area as the 7<sup>th</sup> Revised Bone Spring PA.

XTO is requesting the approval to temporarily commingle the production of the three (3) wells referenced above until XTO submission, and BLM approval, of commercial determinations for each well resulting in a 7<sup>th</sup> Revised Bone Spring, and Initial Wolfcamp, PA.

Attached to this sundry are a facility diagram and a map outlining the wells' locations along with a description of the separation process and allocation.

Each well will flow from its respective location to a header on the West side of the facility. The battery is configured at this time so that each well will be routed to a dedicated 3-phase metering separator. Oil production will be measured off of each separator using a Coriolis test meter. Gas will be measured using an Electronic Flow Meter and water will be measured using a mag meter. After separation, oil from all 3 wells will combine in a shared line and routed to a horizontal heater treater, through a vapor recovery tower and then directly into the pipeline via LACT unit. There are 3, 750 bbls oil storage tanks on location to be used if oil cannot ship directly into the pipeline due to equipment problems or in the event of pipeline force majeure. Production is allocated to each well based on the volume recorded on each well's Coriolis test meter and the volume recorded at the LACT unit. The LACT unit will be the FMP for oil at this facility. The LACT unit will be installed and proven per 43 CFR 3174 requirement

Gas from the separation equipment will flow to a shared gas line that is routed to either the gas sales line or, in the event of limited pipeline capacity or emergency, a metered flare on location. Production is allocated to each well based on the volume recorded at gas EFM test meter and the volume recorded at the sales meter. The gas sales meter will be the FMP for gas at this facility. All EFM gas meters will be installed and calibrated per API and 43 CFR 3174 requirement.

Water production from the wells is routed to a shared water line and flows to storage tanks on location. Water then enters a main SWD system pipeline.

The commingle of the wells' production at this time will avoid the need for multiple revisions to the CAA while awaiting approval of the Bone Spring and Wolfcamp PAs. If the formation of a matching Wolfcamp PA is not approved, a CAA will be submitted to commingle production from the two PAs.

The proposed temporary commingle and allocation will not result in the mismeasurement of product or royalty paid.

## CERTIFIED MAILING LIST XTO PERMIAN OPERATING LLC JAMES RANCH UNIT DI11 BATTERY

Cert. Mail No.	Name	Address	City	State	Zip
7016 2070 0000 2967 9914	STATE OF NEW MEXICO	310 OLD SANTA FE TRAIL	SANTA FE	NM	87504
7016 2070 0000 2967 9921	UNITED STATES OF AMERICA	1407 N CANAL STREET	CARLSBAD	NM	88220
7016 2070 0000 2967 9938	LU ANN SOCHOR	85 MANINO CIRCLE #102	KIHEI MAUI	HI	96753
7016 2070 0000 2967 9945	ROY G BARTON JR AND CLAUDIA R BARTON	1919 N TURNER ST	HOBBS	NM	88240
7016 2070 0000 2967 9952	DANIEL E GONZALES AND ILIANA S GONZALES	PO BOX 2475	SANTA FE	NM	87504
7016 2070 0000 2967 9976	DAVID M PARSONS AND NANCY PARSONS	607 GOLONDRINA DR	ROSWELL	NM	88201
7018 2290 0001 1289 3692	PLATFORM ENERGY III, LLC	PO BOX 2078	ABILENE	TX	79604
7018 2290 0001 1289 3685	MORRIS E SCHERTZ & HOLLY K SCHERTZ	PO BOX 2588	ROSWELL	NM	88202
7018 2290 0001 1289 3678	NUEVO SEIS LIMITED PARTNERSHIP	PO BOX 2588	ROSWELL	NM	88202
7016 2070 0000 2967 9969	BEPCO, LP, MR HUGH C MONTGOMERY	201 MAIN STREET SUITE 3100	FT WORTH	TX	76102

Per the attached letter, each of the entities listed below have chosen to have notifications sent to one point of contact, Mr. Hugh C. Montgomery, BEPCO, LP

CTV-LMB I BPEOR NM, LLC
CTV-LMB II BPEOR NM, LLC
CTV-CTAM BPEOR NM, LLC
CTV-SRB I BPEOR NM, LLC
CTV-SRB II BPEOR NM, LLC
THRU LINE BPEOR NM, LLC
SRBI II BPEOR NM, LLC
SRBI II BPEOR NM, LLC
CMB BPEOR NM, LLC
TRB BPEOR NM, LLC
ACB BPEOR NM, LLC
MLB BPEOR NM, LLC
CADITAL BARTHERSHIP II (CA

CAPITAL PARTNERSHIP II (CTAM) BPEOR NM, LLC

LMBI I BPEOR NM, LLC LMBI II BPEOR NM, LLC

I, Tracie J Cherry, do hereby certify the interest owners for the wells in the Jame Ranch Unit DI11Battery were notified by certified mail, on the date signed below, of XTO Energy's application to commingle production.

Signea

Tracie J. Cherry

Title: Regulatory Coordinator

Date: 01/24/20