

Devon Energy Corporation 333 West Sheridan Avenue Oklahoma City, OK 73102-5010 Phone (405) 228-4800

April 6th, 2023

Dean McClure
Petroleum Specialist
New Mexico Energy, Minerals and Natural Resources Department
1220 South St. Francis Drive Santa Fe, New Mexico 87505
(505) 476-3471

Re: NORTH THISTLE 15 CTB 2

Sec.-T-R: 15-23S-33E

County: Lea Co., New Mexico

Wells: NORTH THISTLE 15-10 STATE COM 1H - 6H & PARSELTONGUE 15-10 STATE COM 20H - 22H, 24H,

25H, 29H, 31H & 32H

Lease: NMNM132066, NMNM129731, NMNM130602

Agreements: Pending Bone Spring & Wolfcamp CAs
Pool: [7320] BRINNINSTOOL; BONE SPRING

[5170] BELL LAKE; WOLFCAMP, NORTH

Dear Mr. McClure:

Please find attached the commingle application for the Central Tank Battery of the aforementioned wells. This is application is necessary due to multiple pools and multiple Communitization Agreements and Leases.

The working interest, royalty interest and overriding royalty interest owners are identical. An application will be submitted to the SLO.

Subsequently drilled wells that produce from the subject pools within the project areas approved by this order may be added to this commingling authority by submittal of a Sundry Notice to the Engineering Bureau in Santa Fe.

Should you have any questions or need further assistance, please do not hesitate to contact me at (405) 228-8429.

Sincerely,

Rebecca Deal

Regulatory Compliance Professional

Rebuch Deal

Enclosures

ceined by Opp P: Ap7/2023 9:39:05 AM Office	State of New Mexico	Form C-103 f 104
1625 N. French Dr., Hobbs, NM 88240	, Minerals and Natural Resources	Revised July 18, 2013 WELL API NO. 30-025-45392 (Multiple)
611 5. 1 list 5t., Altesia, 1101 66210	CONSERVATION DIVISION	5. Indicate Type of Lease
District III – (505) 334-6178 1000 Rio Brazos Rd., Aztec, NM 87410	220 South St. Francis Dr.	STATE FEE
<u>District IV</u> – (505) 476-3460 1220 S. St. Francis Dr., Santa Fe, NM	Santa Fe, NM 87505	6. State Oil & Gas Lease No.
87505 SUNDRY NOTICES AND RI	EPORTS ON WELLS	7. Lease Name or Unit Agreement Name
(DO NOT USE THIS FORM FOR PROPOSALS TO DRILL DIFFERENT RESERVOIR. USE "APPLICATION FOR PE PROPOSALS.)		NORTH THISTLE 15-10 STATE COM
1. Type of Well: Oil Well K Gas Well	Other	8. Well Number 1H (Multiple)
2. Name of Operator Devon Energy Product	ion Co. LP	9. OGRID Number 6137
3. Address of Operator	Non Go, El	10. Pool name or Wildcat
333 W. Sheridan Ave	OKC, OK 73102	[96776] JABALINA;WOLFCAMP, SW
4. Well Location Unit Letter M: 415 fe	et from the South line and	760 feet from the West line
	et from the South line and pwnship 23S Range 33E	760 feet from the West line NMPM Lea County
	on (Show whether DR, RKB, RT, GR, etc.	3
	3710.3'	
TEMPORARILY ABANDON	ABANDON	RILLING OPNS. P AND A not provide a stimulated date of properties. Attach wellbore diagram of mmingling at the North Thistle 15 and Communitization Agreements yalty interest owners are identical.
Spud Date:	Rig Release Date:	
I hereby certify that the information above is true a	and complete to the best of my knowled	ge and belief.
SIGNATURE Rebuch Deal	TITLE_Regulatory Analyst	DATE 4/6/2023
Type or print name Rebecca Deal For State Use Only	E-mail address: <u>rebecca.deal@</u>	@dvn.com PHONE: 405-228-8429
APPROVED BY:Conditions of Approval (if any):	TITLE	DATE

<u>District I</u> 1625 N. French Drive, Hobbs, NM 88240 <u>District II</u> 811 S. First St., Artesia, NM 88210 District III

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

OIL CONSERVATION DIVISION

1220 S. St Francis Drive Santa Fe, New Mexico 87505 Form C-107-B Revised August 1, 2011

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

	ATION FOR SURFACE		(DIVERSE	OWNERSHIP)	
OPERATOR NAME:	Devon Energy Production		-		
OPERATOR ADDRESS: 333 W Sheridan Avenue, Oklahoma City, OK 73102					
APPLICATION TYPE:					
☐ Pool Commingling ☐ Lease	e Commingling X Pool and Lease C	Commingling Off-Lease	Storage and Measur	ement (Only if not Surface	e Commingled)
LEASE TYPE:	ee 🗌 State 🗓 Fede	eral			
Is this an Amendment to exi		"Yes", please include t	he appropriate C	rder No	
Have the Bureau of Land Ma □ Yes □ No	anagement (BLM) and State Land	d office (SLO) been not	ified 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 attachments					
		1			
(4) Measurement type: X	en notified by certified mail of the production		☐Yes ☑No.	Identical Ownership ng should be approved	
		SE COMMINGLINGS with the following in			
	ne source of supply?		□Yes □N	0	
		LEASE COMMIN			
(1) Complete Sections A and		with the following in			
	(D) OFF-LEASE ST				
(1) Is all production from san		ets with the following	information		
(2) Include proof of notice to	— —				
	(E) ADDITIONAL INFO			rpes)	
(1) A schematic diagram of fa	Please attach sheet acility, including legal location.	s with the following in	กงเกลกงม		
	ies showing all well and facility locat	ions. Include lease number	ers if Federal or Sta	te lands are involved.	
	Well Numbers, and API Numbers.				
I hereby certify that the informa	tion above is true and complete to the	e best of my knowledge an	d belief.		
SIGNATURE: Rebelli	Deal T	ITLE: Regulatory Special	ist -	4/4/2023	
TYPE OR PRINT NAME_Rebe	ecca Deal		TEL	EPHONE NO.: <u>40</u> 5- <u>22</u> 8	3-8492
E-MAIL ADDRESS:_rebecca.d	eal@dvn.com				

Revised	March	23.	2017

RECEIVED:	REVIEWER:	TYPE:	APP NO:	
		ABOVE THIS TABLE FOR OCD I	DIVISION USE ONLY	
		CO OIL CONSERV		SUPE OF NEW MEXICO
	_	cal & Engineering	-	•
	1220 South St. Fr	ancis Drive, Sant	a Fe, NM 87505	S CONSERVATION OF STATE OF STA
Tille		RATIVE APPLICAT		
		EQUIRE PROCESSING AT THE		
	on Energy Productior		OGR	ID Number: <u>6137</u>
Vell Name: <u>se</u>	e attachments for mu	uliple wells and A	<u> </u>	
ool: <u>7320 BR</u>	<u>RINNINSTOOL; BONE SI</u>	PRING	Pool	Code:
	LL LAKE; WOLFCAMP,		IDED TO DDOOFEE	THE TYPE OF APPLICATION
208WII ACCOI	RAIE AND COMPLEIE IN	INDICATED BELO		THE TYPE OF APPLICATION
1) TYPE OF APPI	LICATION: Check those	which apply for [A	A]	
A. Location	n – Spacing Unit – Simul	taneous Dedicatio	on	
	NSL □ NSP _{(P}	ROJECT AREA)	SP(proration unit)	SD
D				
	one only for [1] or [11]	Maguramant		
[1] COI	nmingling – Storage – M □DHC □CTB □P	PLC PC D	ols Dolm	
[] Inje	ection – Disposal – Pressi			erv
] , ,	□wfx □pmx □s		OR PPR	,
				FOR OCD ONLY
•	N REQUIRED TO: Check		у.	Notice Complete
	et operators or lease ho alty, overriding royalty o		Mnore	
	lication requires publish		VIICIS	Application
	ication and/or concurr		_O	Content
	ication and/or concurr			Complete
	ice owner			
	Ill of the above, proof o	of notification or pu	ublication is attac	hed, and/or,
H. ☐ No n	otice required			
3) CERTIFICATIO	N: I hereby certify that	the information su	ihmitted with this :	application for
	e approval is accurate			
	hat no action will be ta	_	_	_
notifications	are submitted to the Div	vision.		
ı	Note: Statement must be comple	eted by an individual with	n managerial and/or sup	ervisory capacity.
			4/5/2023	
Pohocos Dosi			Date	
Rebecca Deal	<u> </u>			
Print or Type Name	;		405-228-8492	
			Phone Number	
Rebuch	D , , 0			
•	July 1		<u>rebecca.deal</u>	@dvn.com
Signature			e-mail Address	

APPLICATION FOR CENTRAL TANK BATTERY\OFF LEASE MEASUREMENT, SALES, & STORAGE

Proposal for NORTH THISTLE 15 CTB 2:

Devon Energy Production Company, LP is requesting approval for a Pool/Lease Commingle for the following wells:

WELL NAME	LOCATION	API	POOL CODE	POOL CODE DESCRIPTION	LEASE/CA/PA
NORTH THISTLE 15-10 STATE COM 1H	M-15-23S-33E	30-025-45392	7320	BRINNINSTOOL; BONE SPRING	STATE LEASE
NORTH THISTLE 15-10 STATE COM 2H	M-15-23S-33E	30-025-45393	7320	BRINNINSTOOL; BONE SPRING	STATE LEASE
NORTH THISTLE 15-10 STATE COM 3H	N-15-23S-33E	30-025-45394	7320	BRINNINSTOOL; BONE SPRING	STATE LEASE
NORTH THISTLE 15-10 STATE COM 4H	O-15-23S-33E	30-025-45395	7320	BRINNINSTOOL; BONE SPRING	STATE LEASE
NORTH THISTLE 15-10 STATE COM 5H	P-15-23S-33E	30-025-45396	7320	BRINNINSTOOL; BONE SPRING	STATE LEASE
NORTH THISTLE 15-10 STATE COM 6H	P-15-23S-33E	30-025-45397	7320	BRINNINSTOOL; BONE SPRING	STATE LEASE

WELL NAME	LOCATION	API	POOL CODE	POOL CODE DESCRIPTION	LEASE/CA/PA
PARSELTONGUE 15-10 STATE COM 20H	M-15-23S-33E	30-025-48503	5170	BELL LAKE; WOLFCAMP, NORTH	STATE LEASE
PARSELTONGUE 15-10 STATE COM 21H	N-15-23S-33E	30-025-48504	5170	BELL LAKE; WOLFCAMP, NORTH	STATE LEASE
PARSELTONGUE 15-10 STATE COM 22H	N-15-23S-33E	30-025-48505	5170	BELL LAKE; WOLFCAMP, NORTH	STATE LEASE
PARSELTONGUE 15-10 STATE COM 29H	N-15-23S-33E	30-025-49653	5170	BELL LAKE; WOLFCAMP, NORTH	STATE LEASE
PARSELTONGUE 15-10 STATE COM 24H	P-15-23S-33E	30-025-48469	5170	BELL LAKE;WOLFCAMP, NORTH	STATE LEASE
PARSELTONGUE 15-10 STATE COM 25H	P-15-23S-33E	30-025-48470	5170	BELL LAKE;WOLFCAMP, NORTH	STATE LEASE
PARSELTONGUE 15-10 STATE COM 31H	O-15-23S-33E	30-025-50831	5170	BELL LAKE;WOLFCAMP, NORTH	STATE LEASE
PARSELTONGUE 15-10 STATE COM 32H	O-15-23S-33E	30-025-50832	5170	BELL LAKE;WOLFCAMP, NORTH	STATE LEASE

CA:

- CA for Bone Spring E/2 of Sec 15, and E/2 of Section 10, all in T23S, R33Es N,M. P.M., Lea County, NM
- CA for Bone Spring W/2 of Sec 15, and W/2 of Section 10, all in T23S, R33Es N,M. P.M., Lea County, NM
- CA for Wolfcamp W/2 of Sec 15, and W/2 of Section 10, all in T23S, R33Es N,M. P.M., Lea County, NM
- CA for Wolfcamp E/2 of Sec 15, and E/2 of Section 10, all in T23S, R33Es N,M. P.M., Lea County, NM

Oil & Gas metering:

The North Thistle 15 CTB 2 central tank battery is in SW/4 & SE/4, S15, T23S, R33E in Lea County, New Mexico.

Each well flows to its own 3-Phase Separator where the full well stream is separated into independent gas, oil, and water streams.

3-Phase gas flows through an independent and designated orifice meter for rate allocation. The gas then flows into a manifold where it is combined with gas from other 3-Phases. The combined stream flows into the 2-Phase Separator(s) for further conditioning. The conditioned gas stream flows through an orifice meter(s) for Federal Measurement Point/Sales/Royalty Payment.

3-Phase oil flows through an independent and designated Coriolis meter for rate allocation. The oil then flows into a manifold where it is combined with oil from other 3-Phases. The combined stream flows into the Heater Treater(s) and then ULPS(s) for further conditioning and then into one of the oil tanks for storage. The stored oil is pumped into a LACT unit for Federal Measurement Point/Sales/Royalty Payment.

Flash gas from oil conditioning is recovered using compression (VRU). The recovered gas flows through a designated orifice meter for rate allocation.

3-Phase water flows through an independent and designated magnetic meter for rate allocation. The water then flows into a manifold where it is combined with water from other 3-Phases. The combined stream flows into the Gun Barrel(s) for further conditioning and then into one of the water tanks for storage.

The central tank battery has three oil tanks and three water tanks that all wells utilize. All wells have one common gas delivery point(s) on location and one common oil delivery point(s) (LACT) on or directly adjacent to location.

Secondary recovery will utilize recycled or buyback gas for gas lift. The gas is compressed and flows through and individual orifice meter to each wellhead.

Well Name	Individual Meters					
well Name	Gas Allocation	Oil Allocation	Water Allocation			
NORTH THISTLE 15-10 STATE COM 1H	DVN / *	DVN / *	DVN / *			
NORTH THISTLE 15-10 STATE COM 2H	DVN / *	DVN / *	DVN / *			
NORTH THISTLE 15-10 STATE COM 3H	DVN / *	DVN / *	DVN / *			
NORTH THISTLE 15-10 STATE COM 4H	DVN / *	DVN / *	DVN / *			
NORTH THISTLE 15-10 STATE COM 5H	DVN / *	DVN / *	DVN / *			
NORTH THISTLE 15-10 STATE COM 6H	DVN / *	DVN / *	DVN / *			
PARSELTONGUE 15-10 STATE COM 20H	DVN / *	DVN / *	DVN / *			
PARSELTONGUE 15-10 STATE COM 21H	DVN / *	DVN / *	DVN / *			
PARSELTONGUE 15-10 STATE COM 22H	DVN / *	DVN / *	DVN / *			
PARSELTONGUE 15-10 STATE COM 29H	DVN / *	DVN / *	DVN / *			
PARSELTONGUE 15-10 STATE COM 24H	DVN / *	DVN / *	DVN / *			
PARSELTONGUE 15-10 STATE COM 25H	DVN / *	DVN / *	DVN / *			
PARSELTONGUE 15-10 STATE COM 31H	DVN / *	DVN / *	DVN / *			
PARSELTONGUE 15-10 STATE COM 32H	DVN / *	DVN / *	DVN / *			
Common Meters						
VRU Allocation	DVN/*					
Gas FMP	DVN / *					
Oil FMP	EnLink					

Meter Owner / Serial Number:

The total of all oil sales meters will be allocated to each well based on the oil allocation meter located downstream of each well's 3-phase separator. The total of all gas sales meters will be allocated to each well based on the gas allocation meter located downstream of each well's 3-phase separator and the VRU allocation meter. The VRU allocation meter volumes will be allocated to each well based on the oil allocation meter of each well. The OCD will be notified of any future changes to the facilities.

Process and Flow Descriptions:

The flow of produced fluids is described above and shown in detail on the enclosed facility diagram, along with a description of each vessel and map which shows the lease boundaries, location of wells, facility, and gas sales meter.

The proposed commingling will maximize the ultimate recovery of oil and/or gas from the federal leases and will reduce environmental impacts by minimizing surface disturbance and emissions. The proposed

^{*} Meter serial numbers to be provided after construction of facility.

commingling will reduce operating expenses, as well as, not adversely affect federal royalty income, production accountability, or the distribution of royalty.

Devon Energy Production Company, LP understands the requested approval will not constitute the granting of any right-of-way or construction rights not granted by the lease instrument.

The proposed commingling is appropriate based on the BLM's guidance in IM NMPO 2013-02 & 43 CFR 3173.14. NMOCD Notice Variance Requested: Devon Energy Production Company, LP request approval to add new leases and pools and/or new wells producing from the authorized leases and pools. Devon Energy Production Company, LP request approval to only notice the interest owners of new leases and pools to be added via amendment (reference rule 19.15.12.10(C)(4)(g) NMAC)

Working, royalty, and overriding interest owners have been notified of this proposal via certified mail.

Date: 4/4/2023

Allocation Methodology

PRORATED ALLOCATION

GAS ALLOCATION

Each well has a Wellhead Allocation (WH ALLOC) meter and a Gas Lift Injection (GL INJ) meter. The CTB has a commingled gas Meter (BATT ALLOC or 3rd Party Sales) that measures the volume of gas that leaves the CTB, this meter would be considered the FMP. Any Buy Back meter that measures off-lease gas coming on lease used for gas lift injection from the gathering line would be considered an FMP.

- 1. Buyback is the volume of off-lease gas used for gas lift, compression fuel, and well injection.
- Net Well Production is base amount of production not used for gas lift and is calculated by subtracting gas lift injection (GL INJ) volume from the wellhead allocation (WH ALLOC) meter reading.
- 3. Lease use gas is allocated by theoretical % for each well * total amount of lease use volume.
- 4. Theoretical % used for the allocation of production/sales is calculated by dividing the Net Well Production volume for each well into the sum of the Net Well Production.
- 5. Net CTB Gas is Battery Allocation (BATT ALLOC) or 3rd Party Sales meter measuring commingled CTB gas less any Buy Back. All off lease Buy Back will be metered as an FMP and netted out of the BATT ALLOC FMP metered volume to derive both the Total Net FMP and total Net CTB production.
- 6. Theoretical % for each well is multiplied by the Net CTB Gas.
- 7. HP Flare is volume of gas flared from the CTB, allocated to wells by Theoretical % for each well * HP FL volume.
- 8. VRU measures the gas that flashes from the ultra-low-pressure separator (ULPS) and is piped in upstream of the commingled CTB BATT ALLOC meter. The VRU volume will be allocated based on the same allocation methodology applied for WH ALLOC allocated gas.
- 9. Allocated Production is all gas produced by CTB and is calculated by adding Total Net FMP Volumes+ HP Flare + Lease Use.

OIL ALLOCATION

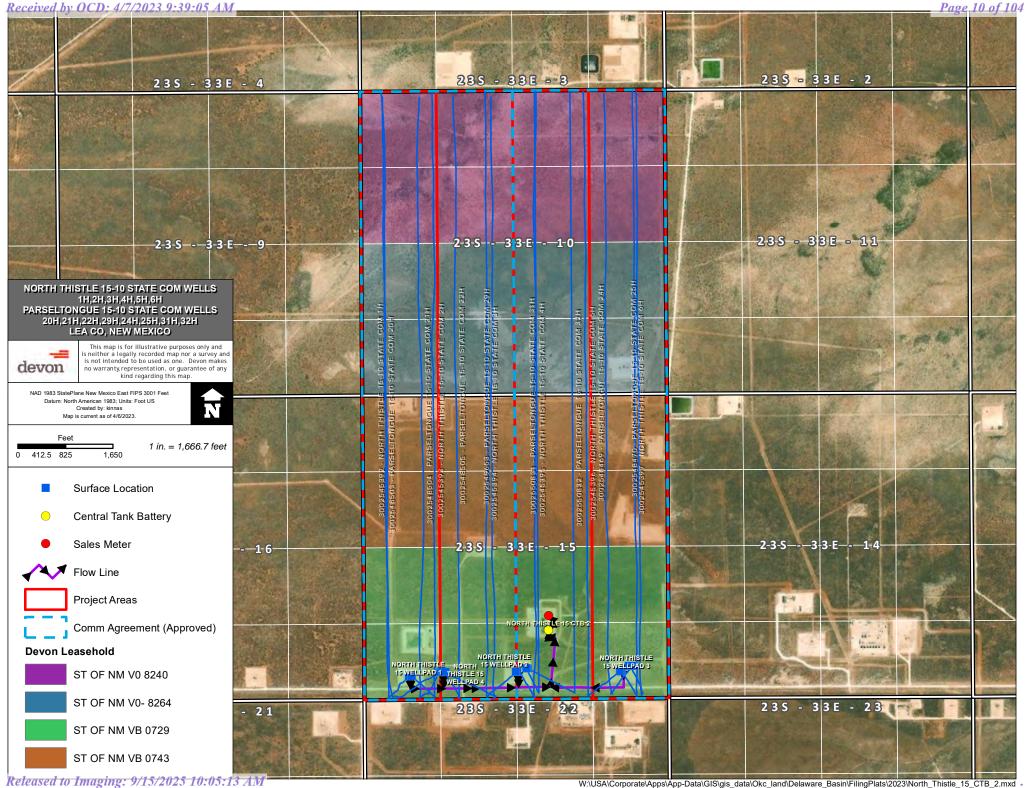
Each well has an oil meter measuring the volume of oil produced by the well. This volume is used as the allocation point to prorate Allocated Production and Total Sales Volume (FMP) back to each well.

- 1. Allocated production is volume of oil produced by the CTB and is calculated by Ending Tank Inventory + Pipeline LACT (FMP) Beginning Tank Inventory.
- 2. Available oil for sale is calculated by Pipeline LACT (FMP) + Beginning Tank Inventory.
- 3. Theoretical % is calculated by dividing each oil meter volume into the sum of oil meters.
- 4. The Theoretical % available for sale is the well sales available divided by the total available sales.
- 5. Total Sales Volume is the volume of oil sold through the FMP meter
- 6. Beginning Inventory comes from previous accounting period's Ending Inventory for each well.
- 7. Ending Inventory for each well is calculated by multiplying the theoretical production % by total ending inventory.

WATER ALLOCATION

Each well has a water meter measuring the volume of water produced by the well. This volume is used as the allocation point to prorate Allocated Production and Total Transferred Volume back to each well.

- 1. CTB Allocated production is volume of water produced by the CTB and is calculated by Ending Tank Inventory + Water Transfer Beginning Tank Inventory.
- 2. CTB Available Water to Transfer is calculated by Water Transfer + Tank Inventory.
- 3. Theoretical % is calculated by dividing each water meter volume into the sum of the water meters.
- 4. The Theoretical % available for transfer for each well is the well production available divided the total Available water.
- 5. Total Transfer Volume is the volume of water metered by the water transfer meter.
- 6. Beginning Inventory comes from previous accounting period's allocated Ending Inventory for each well.
- 7. Ending Inventory for each well is calculated by multiplying the theoretical production % by total ending inventory.



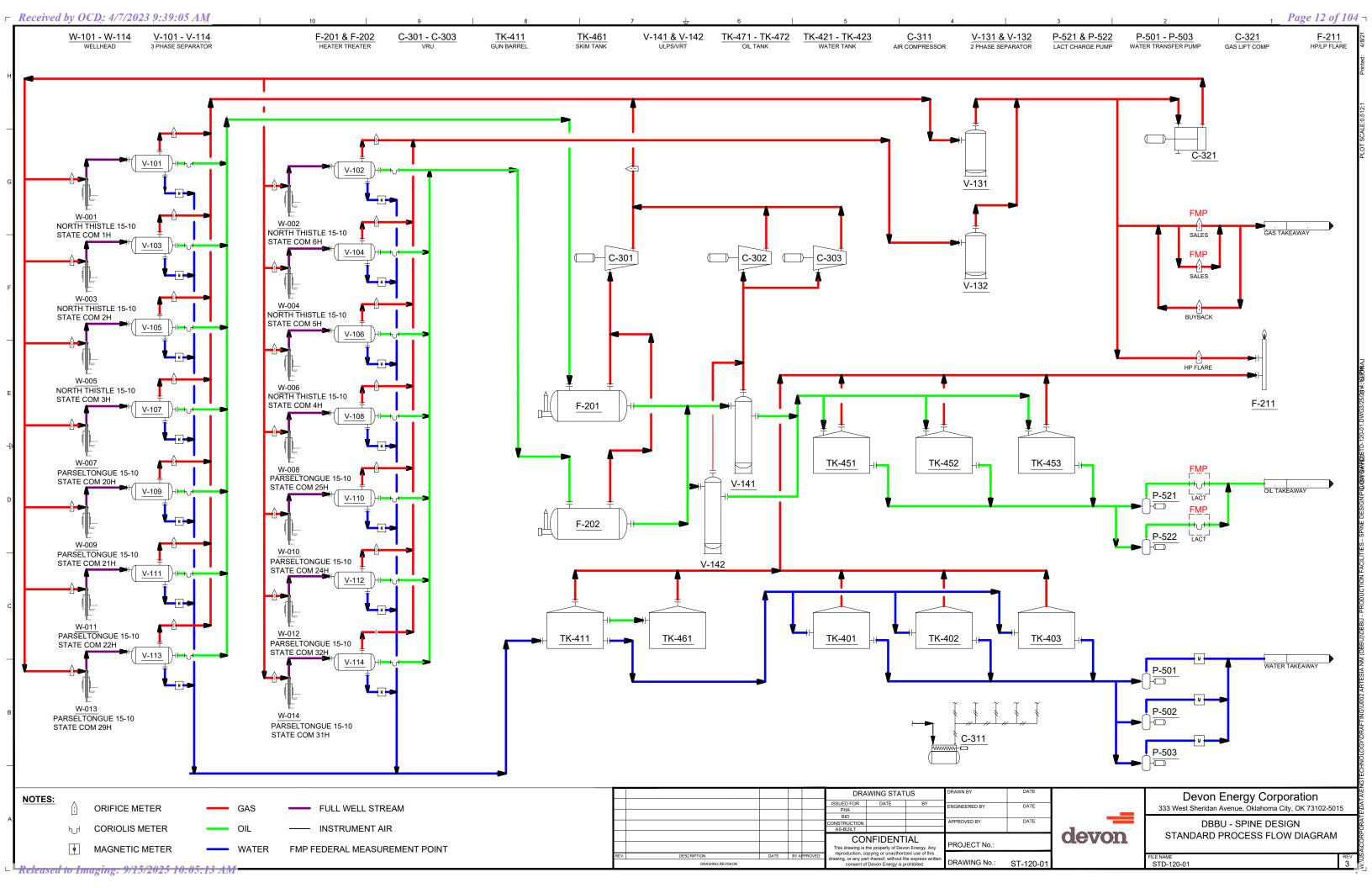
Economic Justification Report

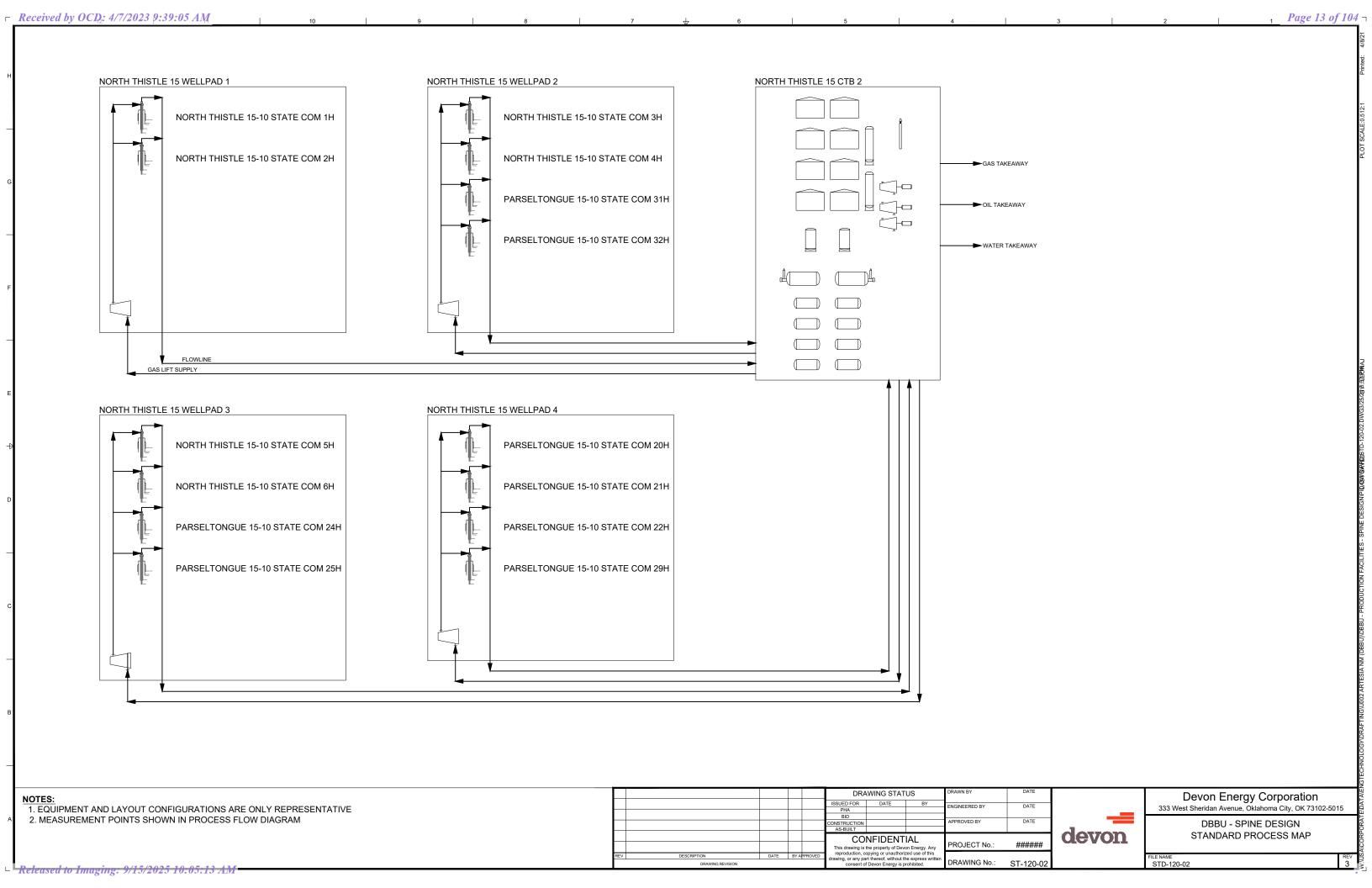
NORTH THISTLE 15 CTB 2

Well Name & Number	Туре	Fed Lease 1	Royalty Rate	Fed Lease 2 (if applicable)	Royalty Rate	Fed Lease 3 (if applicable)	Royalty Rate	BOPD	Oil Gravity @ 60°	MCFPD	Dry BTU
NORTH THISTLE 15-10 STATE COM 1H	Sweet	See attachmo	ents					124	42.7	1989	1170
NORTH THISTLE 15-10 STATE COM 2H	Sweet							54	42.7	1408	1170
NORTH THISTLE 15-10 STATE COM 3H	Sweet							47	42.7	1422	1170
NORTH THISTLE 15-10 STATE COM 4H	Sweet							45	42.7	1346	1170
NORTH THISTLE 15-10 STATE COM 5H	Sweet							46	42.7	1146	1170
NORTH THISTLE 15-10 STATE COM 6H	Sweet							82	42.7	1318	1170
PARSELTONGUE 15-10 STATE COM 20H	Sweet							2,363	44.8	4,583	1273
PARSELTONGUE 15-10 STATE COM 21H	Sweet							2,295	44.8	4,461	1273
PARSELTONGUE 15-10 STATE COM 22H	Sweet							1,873	44.8	3,658	1273
PARSELTONGUE 15-10 STATE COM 29H	Sweet							2,120	44.8	4,236	1273
PARSELTONGUE 15-10 STATE COM 24H*	Sweet							1,880	44.8	3,715	1273
PARSELTONGUE 15-10 STATE COM 25H*	Sweet							1,880	44.8	3,715	1273
PARSELTONGUE 15-10 STATE COM 31H*	Sweet							1,880	44.8	3,715	1273
PARSELTONGUE 15-10 STATE COM 32H*	Sweet							1,880	44.8	3,715	1273
*off set production used											

Signed: Rebella Deal	Date: 4/6/2023	Econom	ic Comb	ined Pro	duction
Printed Name: Rebecca Deal	Title: Regulatory Compliance Specialist	BOPD	Oil Gravity @ 60°	MCFPD	Dry BTU
		16569.0	24 4	40427.0	900 1

The combining of production between the wells above will not have any valuation impact due to any quality differences in the oil quality between the Bonespring and Wolfcamp formations.







Commissioner

Stephanie Garcia Richard

State of New Mexico Commissioner of Public Lands

310 OLD SANTA FE TRAIL P.O. BOX 1148 SANTA FE, NEW MEXICO 87504-1148 COMMISSIONER'S OFFICE

Phone (505) 827-5760 Fax (505) 827-5766 www.nmstatelands.org

February 27th, 2019

Donna Hatchett Devon Energy Production Company, LP 333 W. Sheridan Avenue Oklahoma City, OK 73102

Re:

Communitization Agreement Approval

North Thistle 15-10 State Com Well #1H

Vertical Extent: Bone Spring

Township: 23 South, Range 33 East, NMPM

Section 10: W2 Section 15: W2

Lea County, New Mexico

Dear Ms. Hatchett,

The Commissioner of Public Lands has this date approved the North Thistle 15-10 State Com Well #1H Communitization Agreement for the Bone Spring formation effective 12/6/2018. Enclosed are three Certificates of Approval.

The agreement shall remain in effect for One Year, and as long thereafter as communitized substances are produced from the communitized area in paying quantities.

If we may be of further service, please contact Niranjan Khalsa at (505) 827-6628.

Sincerely,

Stephanie Garcia Richard

COMMISSIONER OF PUBLIC LANDS

NEW MEXICO STATE LAND OFFICE

CERTIFICATE OF APPROVAL

COMMISSIONER OF PUBLIC LANDS, STATE OF NEW MEXICO

Devon Energy Production Company, LP
North Thistle 15-10 State Com Well #1H
Vertical Extent: Bone Spring
Township: 23 South, Range: 33 East, NMPM
Section 10: W2
Section 15: W2
Lea County, New Mexico

There having been presented to the undersigned Commissioner of Public Lands of the State on New Mexico for examination, a Communitization Agreement for the development and operation of acreage which is described within the referenced Agreement dated **December 6, 2018**, which has been executed, or is to be executed by parties owning and holding oil and gas leases and royalty interests in and under the property described, and upon examination of said Agreement, the Commissioner finds:

- (a) That such agreement will tend to promote the conservation of oil and gas and the better utilization of reservoir energy in said area.
- (b) That under the proposed agreement, the State of New Mexico will receive its fair share of the recoverable oil or gas in place under its lands in the area.
- (c) That each beneficiary Institution of the State of New Mexico will receive its fair and equitable share of the recoverable oil and gas under its lands within the area.
- (d) That such agreement is in other respects for the best interests of the State, with respect to state lands.

NOW, THEREFORE, by virtue of the authority conferred upon me under Sections 19-10-45, 19-10-46, 19-10-47, New Mexico Statutes Annotated, 1978 Compilation, I, the undersigned Commissioner of Public Lands of the State of New Mexico, for the purpose of more properly conserving the oil and gas resources of the State, do hereby consent to and approve the said Agreement, and any leases embracing lands of the State of New Mexico within the area shall be and the same are hereby amended to conform with the terms thereof, and shall remain in full force and effect according to the terms and conditions of said Agreement. This approval is subject to all of the provisions of the aforesaid statutes.

IN WITNESS WHEREOF, this Certificate of Approval is executed, with seal affixed, this 27th Day of February, 2019.

COMMISSIONER OF PUBLIC LANDS

of the State of New Mexico

Schance Garcia Vielerch

NM State Land Office Oil, Gas, & Minerals Division

STATE/STATE OR STATE/FEE Revised March 2017

COMMUNITIZATION AGREEMENT

KNOW ALL MEN BY T	HESE PRESENTS:	Well Name: North Thistle 15-10 State Com 1H
STATE OF NEW MEXIC	CO)	API #: 30-025-45392
	ss)	
COUNTY OF LEA)	

THAT THIS AGREEMENT [which is NOT to be used for carbon dioxide or helium] is entered into as of December 6, 2018, by and between the parties subscribing, ratifying or consenting hereto, such parties hereinafter being referred to as "Parties hereto";

WHEREAS, the Commissioner of Public Lands of the State of New Mexico is authorized by the Legislature, as set forth in Sec. 19-10-53, New Mexico Statutes, Annotated, 1978, in the interest of conservation of oil & gas and the prevention of waste to consent to and approve the development or operation of State Trust lands under agreements made by lessees of oil & gas leases thereon, jointly or severally with other oil & gas lessees of State Trust Lands, or oil and gas lessees or mineral owners of privately owned or fee lands, for the purpose of pooling or communitizing such lands to form a proration unit or portion thereof, or well-spacing unit, pursuant to any order, rule or regulation of the New Mexico Oil Conservation Division of the New Mexico Energy, Minerals and Natural Resources Department where such agreement provides for the allocation of the production of oil or gas from such pools or communitized areas on an acreage or other basis found by the Commissioner to be fair and equitable.

WHEREAS, the parties hereto, own working, royalty, or other leasehold interests or operating rights under the oil and gas leases and lands subject to this agreement, which leases are more particularly described in the schedule attached hereto, marked Exhibit "A" and made a part hereof, for all purposes; and

WHEREAS, said leases, insofar as they cover the Bone Spring formation or pool as defined by the NMOCD, as further described on Exhibit "A" (hereinafter referred to as "said formation") in and under the land hereinafter described cannot be independently developed and operated in conformity with the well spacing program established for such formation in and under said lands; and

WHEREAS, the parties hereto desire to communitize and pool their respective interests in said leases subject to this agreement for the purpose of developing, operating and producing hydrocarbons in the said formation in and under the land hereinafter described subject to the terms hereof.

NOW THEREFORE, in consideration of the premises and the mutual advantages to the parties hereto, it is mutually covenanted and agreed by and between the undersigned as follows:

ONLINE version March, 2017 State/State State/Fee



 The lands covered by this agreement (hereinafter referred to as the "communitized area") are described as follows:

Subdivisions: W/2 of Section 15, and W/2 of Section 10, all in Township 23 South, Range 33 East,

NMPM, Lea County, NM

containing 640.00 acres, more or less. It is the judgment of the parties hereto that the communitization, pooling and consolidation of the aforesaid land into a single unit for the development and production of hydrocarbons from the said formation in and under said land is necessary and advisable in order to properly develop and produce the hydrocarbons in the said formation beneath the said land in accordance with the well spacing rules of the Oil Conservation Division of the New Mexico Energy, Minerals and Natural Resources Department, and in order to promote the conservation of the hydrocarbons in and that may be produced from said formation in and under said lands, and would be in the public interest;

AND, for the purposes aforesaid, the parties hereto do hereby communitize for proration or spacing purposes only the leases and/or depths described in Exhibit "A" hereto insofar as they cover hydrocarbons within and that may be produced from the said formation (hereinafter referred to as "communitized substances") beneath the above-described land, into a single communitization, for the development, production, operation and conservation of the hydrocarbons in said formation beneath said lands.

Attached hereto and made a part of this agreement for all purposes, is Exhibit A showing the acreage, depths communitized and ownership (Lessees of Record) of all leases within the communitized area.

- 2. The communitized area shall be developed and operated as an entirety with the understanding and agreement between the parties hereto that all communitized substances produced therefrom shall be allocated among the leases described in Exhibit "A" hereto in the proportion that the number of surface acres covered by each of such leases and included within the communitized area bears to the total number of acres contained in the communitized area.
- 3. Subject to Paragraph 4, the royalties payable on communitized substances allocated to the individual leases and the rentals provided for in said leases shall be determined and paid in the manner and on the basis prescribed in each of said leases. Except as provided for under the terms and provisions of the leases described in Exhibit "A" hereto or as herein provided to the contrary, the payment of rentals under the terms of said leases shall not be affected by this agreement; and except as herein modified and changed or heretofore amended, the oil and gas leases subject to this agreement shall remain in full force and effect as originally issued and amended.
- Devon Energy Production Company, L.P. shall be the Operator of the said communitized area and all matters of operations shall be determined and performed by Devon Energy Production Company, L.P.

ONLINE version March, 2017 State/State State/Fee



- 5. The State of New Mexico hereafter is entitled to the right to take in kind its share for the communitized substances allocated to such tract, and Operator shall make deliveries of such royalty share taken in kind in conformity with applicable contracts, laws, and regulations.
- 6. There shall be no obligation upon the parties hereto to offset any well or wells situated on the tracts of land comprising the communitized area, nor shall the Operator be required to measure separately the communitized substances by reason of the diverse ownership of the separate tracts of land comprising the said communitized area; provided, however, that the parties hereto shall not be released from their obligation to protect the communitized area from drainage of communitized substances by wells which may be drilled within offset distance (as that term is defined) of the communitized area.
- 7. The commencement, completion, and continued operation or production of a well or wells of communitized substances on the communitized area shall be considered as the commencement, completion, continued operation or production as to each of the leases described in Exhibit "A" hereto.
- 8. The production of communitized substances and disposal thereof shall be in conformity with the allocations, allotments, and quotas made or fixed by any duly authorized person or regulatory body under applicable Federal or State laws. This agreement shall be subject to all applicable Federal and State laws, executive orders, rules and regulations affecting the performance of the provisions hereof, and no party hereto shall suffer a forfeiture or be liable in damages for failure to comply with any of the provisions of this agreement if compliance is prevented by or if such failure results from compliance with any such laws, orders, rules and regulations.
- 9. This agreement shall be effective as of the date hereinabove written upon execution by the necessary parties, notwithstanding the date of execution, and upon approval by the Commissioner of Public Lands, shall remain in full force and effect for a period of one year from the date hereof and as long thereafter as communitized substances are produced from the communitized area in paying quantities; provided, that this agreement shall not expire if there is a well capable of producing gas in paying quantities located upon some part of the communitized area, if such a well is shut-in due to the inability of the Operator to obtain a pipeline connection or to market the gas therefrom, and if either: (a) a shut-in royalty has been timely and properly paid pursuant to the provisions of one of the State of New Mexico oil and gas leases covering lands subject to this agreement so as to prevent the expiration of such lease; or (b) each of the State of New Mexico oil and gas leases covering lands subject to this agreement is in its primary term (if a five-year lease), or in its primary or secondary term (if a ten-year lease), or is held by production from another well. Provided further, however, that prior to production in paying quantities from the communitized area, and upon fulfillment of all requirements of the Commissioner of Public Lands with respect to any dry hole or abandoned well drilled upon the communitized area, this agreement may be terminated at any time by mutual agreement of the parties hereto. This agreement shall not terminate upon cessation of production of communitized substances if, within sixty (60) days thereafter, reworking or drilling operations on the communitized area are commenced and are thereafter conducted with reasonable diligence. As to State Trust Lands, written notice of intention to commence such operations shall be filed with the Commissioner of Public Lands within thirty (30) days after the cessation of such production, and a

ONLINE version March, 2017 State/State State/Fee W 10. 50

report of the status of such operations shall be made by the Operator to the Commissioner every thirty (30) days, and the cessation of such operations for more than twenty (20) consecutive days shall be considered as an abandonment of such operations as to any lease from the State of New Mexico included in this agreement.

- 10. Operator will furnish the Oil Conservation Division of the New Mexico Energy, Minerals and Natural Resources Department, and the Commissioner of Public Lands of the State of New Mexico, with any and all reports, statements, notices and well logs and records which may be required under the laws and regulations of the State of New Mexico.
- 11. It is agreed between the parties hereto that the Commissioner of Public Lands, or his duly authorized representatives, shall have the right of supervision over all operations under the communitized area to the same extent and degree as provided in the oil and gas leases described in Exhibit "A" hereto and in the applicable oil and gas regulations of the State of New Mexico.
- 12. If any order of the Oil Conservation Division of the New Mexico Energy Minerals and Natural Resources Department, upon which this agreement is predicated or based is in anyway changed or modified, then in such event said agreement is likewise modified to conform thereto.
- 13. This agreement may be executed in any number of counterparts, no one of which needs to be executed by all parties, or may be ratified or consented to by separate instruments, in writing, specifically referring hereto, and shall be binding upon all parties who have executed such a counterpart, ratification or consent hereto with the same force and effect as if all parties had signed the same document.
- 14. This agreement shall be binding upon the parties hereto and shall extend to and be binding upon their respective heirs, executors, administrators, successors and assigns.

105 JW L- NW 6107

ONLINE version March, 2017 State/State State/Fee IN WITNESS WHEREOF, the parties hereto have executed this agreement as of the day and year first above written.

OPERATOR AND LESSEE OF RECORD

DEVON ENERGY PRODUCTION COMPANY, L.P.

Catherine Lebsack, Vice President

18 Age

Acknowledgment in a Representative Capacity

State of Oklahoma) SS)

County of Oklahoma)

This instrument was acknowledged before me on this 13th day of <u>Neumber</u>, 2018, by Catherine Lebsack, Vice President for Devon Energy Production Company, L.P., an Oklahoma limited partnership, on behalf of said limited partnership.

OF ONLY
(Scal)

Signature of Notarial Officer

My commission expires: 1-24-702

ONLINE version March, 2017 State/State State/Fee 2019 JAN -7 AN 10: 20

AM IO

20

6

Exhibit "A"

Attached to and made a part of that Communitization Agreement dated December 6, 2018, embracing the W2 of Section 15 and W/2 of Section 10, all in Township 23 South, Range 33 East, N.M.P.M., Lea County, New Mexico

Operator of Communitized Area: Devon Energy Production Company, L.P.

DESCRIPTION OF LEASES COMMITTED

TRACT NO. 1

State of New Mexico, by and through Commissioner of Public Lessor:

Lands

Lessee of Record: Devon Energy Production Company, L.P.

Serial No. of Lease VO 8240

April 1, 2008 Date of Lease:

Description of Lands Committed: Insofar and only insofar as said lease covers the NW/4 of

Section 10, Township 23 South, Range 33 East

Number of Acres: 160 acres

Term of Lease: Five years

1/6th Royalty Rate:

100.00% Name and Percent WI Owners: Devon Energy Production Company, L.P.

Name and Percent ORRI Owners: None

TRACT NO. 2

Lessor: State of New Mexico, by and through Commissioner of Public

Lands

Lessee of Record: Devon Energy Production Company, L.P.

ONLINE version March, 2017

State/State

State/Fee

Serial No. of Lease VO 8264

Date of Lease: May 1, 2008

Description of Lands Committed: Insofar and only insofar as said lease covers the SW/4 of

Section 10, Township 23 South, Range 33 East

Number of Acres: 160 acres

Term of Lease: Five years

Royalty Rate: 1/6th

Name and Percent WI Owners: Devon Energy Production Company, L.P. 100.00%

Name and Percent ORRI Owners: None

TRACT NO. 3

Lessor: State of New Mexico, by and through Commissioner of Public

Lands

Lessee of Record: Devon Energy Production Company, L.P.

Serial No. of Lease VB-0743

Date of Lease: August 1, 2005

Description of Lands Committed: Insofar and only insofar as said lease covers the NW/4 of

Section 15, Township 23 South, Range 33 East

Number of Acres: 160 acres

Term of Lease: Five years

Royalty Rate: 3/16ths

Name and Percent WI Owners: Devon Energy Production Company, L.P. 100.00%

Name and Percent ORRI Owners: None

TRACT NO. 4

Lessor: State of New Mexico, by and through Commissioner of Public

Lands

Lessee of Record: Devon Energy Production Company, L.P.

Serial No. of Lease VB-0729

Date of Lease: August 1, 2005

Description of Lands Committed: Insofar and only insofar as said lease covers the SW/4 of

Section 15, Township 23 South, Range 33 East

Number of Acres: 160 acres

Term of Lease: Five years

Royalty Rate: 3/16ths

Name and Percent WI Owners: Devon Energy Production Company, L.P. 100.00%

Name and Percent ORRI Owners: Chevron U.S.A. Inc. – 3.25%

RECAPITULATION

No. of Acres Committed	Percentage of Interest in Communitized Area
160.00	25.00%
160.00	25.00%
160.00	25.00%
160.00	25.00%
640.00	100.00%
	Committed 160.00 160.00 160.00 160.00

ONLINE version March, 2017

State/State
State/Fee

Ö

Attached to and made a part of that Communitization Agreement dated December 6, 2018, embracing the W/2 of Section 15, and the W/2 of Section 10, all in T23S, R33E, N.M.P.M., Lea County, New Mexico.

Operator of Communitized Area: Devon Energy Production Company, L.P.

Tract 1 BHL VB-8240 160.00 acres	10
Tract 2 VB-8264 160.00 acres	
Tract 3 VB-0743 160.00 acres	15
Tract 4 VB-0729 160.00 acres	
SHL	

North Thistle 15-10 State Com 1H SHL 415' FSL & 760' FWL of Section 15-T23S-R33E BHL 20' FNL & 380' FWL of Section 10-T23S-R33E



Donna Hatchett Land Analysis Professional Devon Energy Corporation 333 West Sheridan Oklahoma City, Oklahoma 73102-5105 Office: (405) 552-4696 Fax: (405) 552-8113

January 4, 2019

VIA FED EX 7741-1445-8989

State of New Mexico Commissioner of Public Lands P. O. Box 1148 Santa Fe, New Mexico 87504-1148

Attn: Niranjan Khalsa

Re: Communitization Agreement

North Thistle 15-10 State Com 1H W/2 Section 10-T23S-R33E W/2 Section 15-T23S-R33E Lea County, New Mexico

Dear Ms. Khalsa:

Please find enclosed original Communitization Agreement, in duplicate, for State of New Mexico Leases V0-8240, V0-8264, VB-0743, and VB-0729 for the purpose of communitizing the North Thistle 15-10 State Com 1H well. Also enclosed is Devon's check in the amount of \$200.00 for your fee.

If additional information is required, please advise.

Yours very truly,

DEVON ENERGY PRODUCTION COMPANY, L.P.

Donna Hatchett

Land Analysis Professional

Donus Gatchert

:dh\nmstatenorththistle1510 1Hcomheck.doc Enclosures 80062359



Devon Energy Production Company, L.P. 333 West Sheridan Avenue Oklahoma City, OK 73102-5010

STATE OF NEW MEXICO NEW MEXICO STATE LAND OFFICE COMMISSIONER OF PUBLIC LANDS OIL AND GAS DIVISION PO BOX 1148 SANTA FE, NM 87504

Payment made on behalf of STATE OF NEW MEXICO & NEW MEXICO STATE LAND OFFICE

DATE 12/12/2018	405-228-4800	80062359	No. 0002463434	
YOUR REFERENCE			INV.DATE	NET AMOUNT
2018-12-12T07:51	Approval Fee		12/12/2018	200.00
			TOTAL	200.00

VERIFY THE AUTHENTICITY OF THIS MULTI-TONE SECURITY DOCUMENT.

CHECK BACKGROUND AREA CHANGES COLOR GRADUALLY FROM TOP TO BOTTOM.

devon

Devon Energy Production Company, L.P. 333 West Sheridan Avenue Oklahoma City, OK 73102-5010

****TWO HUNDRED AND ZERO CENTS

PAY TO THE ORDER OF STATE OF NEW MEXICO NEW MEXICO STATE LAND OFFICE COMMISSIONER OF PUBLIC LANDS OIL AND GAS DIVISION PO BOX 1148 SANTA FE, NM 87504

Bank of America National Association

Vendor No: 80062359

No. 0002463434

PAY THIS AMOUNT

64-1278

********\$200.00

12/12/2018

VOID AFTER 90 DAYS
ONLY NEGOTIABLE AT FINANCIAL INSTITUTIONS

devon
Authorized Signature

Void Over \$200.00

NM State Land Office Oil, Gas, & Minerals Division

STATE/STATE OR STATE/FEE Revised March 2017

COMMUNITIZATION AGREEMENT

KNOW ALL MEN BY THESE PRESENTS:		Well Name: North Thistle 15-10 State Com 4H		
STATE OF NEW MEXICO)	API #: 30-025-45395		
	ss)			
COUNTY OF LEA)			

THAT THIS AGREEMENT [which is NOT to be used for carbon dioxide or helium] is entered into as of December 6, 2018, by and between the parties subscribing, ratifying or consenting hereto, such parties hereinafter being referred to as "Parties hereto";

WHEREAS, the Commissioner of Public Lands of the State of New Mexico is authorized by the Legislature, as set forth in Sec. 19-10-53, New Mexico Statutes, Annotated, 1978, in the interest of conservation of oil & gas and the prevention of waste to consent to and approve the development or operation of State Trust lands under agreements made by lessees of oil & gas leases thereon, jointly or severally with other oil & gas lessees of State Trust Lands, or oil and gas lessees or mineral owners of privately owned or fee lands, for the purpose of pooling or communitizing such lands to form a proration unit or portion thereof, or well-spacing unit, pursuant to any order, rule or regulation of the New Mexico Oil Conservation Division of the New Mexico Energy, Minerals and Natural Resources Department where such agreement provides for the allocation of the production of oil or gas from such pools or communitized areas on an acreage or other basis found by the Commissioner to be fair and equitable.

WHEREAS, the parties hereto, own working, royalty, or other leasehold interests or operating rights under the oil and gas leases and lands subject to this agreement, which leases are more particularly described in the schedule attached hereto, marked Exhibit "A" and made a part hereof, for all purposes; and

WHEREAS, said leases, insofar as they cover the Bone Spring formation or pool as defined by the NMOCD, as further described on Exhibit "A" (hereinafter referred to as "said formation") in and under the land hereinafter described cannot be independently developed and operated in conformity with the well spacing program established for such formation in and under said lands; and

WHEREAS, the parties hereto desire to communitize and pool their respective interests in said leases subject to this agreement for the purpose of developing, operating and producing hydrocarbons in the said formation in and under the land hereinafter described subject to the terms hereof.

NOW THEREFORE, in consideration of the premises and the mutual advantages to the parties hereto, it is mutually covenanted and agreed by and between the undersigned as follows:

ONLINE version March, 2017

State/State
State/Fee

1

NMPM, Lea County, NM

and under said lands, and would be in the public interest:

1. The lands covered by this agreement (hereinafter referred to as the "communitized area") are described as follows:

Subdivisions: E/2 of Section 15, and E/2 of Section 10, all in Township 23 South, Range 33 East,

containing 640.00 acres, more or less. It is the judgment of the parties hereto that the communitization, pooling and consolidation of the aforesaid land into a single unit for the development and production of hydrocarbons from the said formation in and under said land is necessary and advisable in order to properly develop and produce the hydrocarbons in the said formation beneath the said land in accordance with the well spacing rules of the Oil Conservation Division of the New Mexico Energy, Minerals and Natural Resources Department, and in order to

promote the conservation of the hydrocarbons in and that may be produced from said formation in

AND, for the purposes aforesaid, the parties hereto do hereby communitize for proration or spacing purposes only the leases and/or depths described in Exhibit "A" hereto insofar as they cover hydrocarbons within and that may be produced from the said formation (hereinafter referred to as "communitized substances") beneath the above-described land, into a single communitization, for the development, production, operation and conservation of the hydrocarbons in said formation beneath said lands.

Attached hereto and made a part of this agreement for all purposes, is Exhibit A showing the acreage, depths communitized and ownership (Lessees of Record) of all leases within the communitized area.

- 2. The communitized area shall be developed and operated as an entirety with the understanding and agreement between the parties hereto that all communitized substances produced therefrom shall be allocated among the leases described in Exhibit "A" hereto in the proportion that the number of surface acres covered by each of such leases and included within the communitized area bears to the total number of acres contained in the communitized area.
- 3. Subject to Paragraph 4, the royalties payable on communitized substances allocated to the individual leases and the rentals provided for in said leases shall be determined and paid in the manner and on the basis prescribed in each of said leases. Except as provided for under the terms and provisions of the leases described in Exhibit "A" hereto or as herein provided to the contrary, the payment of rentals under the terms of said leases shall not be affected by this agreement; and except as herein modified and changed or heretofore amended, the oil and gas leases subject to this agreement shall remain in full force and effect as originally issued and amended.
- 4. Devon Energy Production Company, L.P. shall be the Operator of the said communitized area and all matters of operations shall be determined and performed by Devon Energy Production Company, L.P.

- 5. The State of New Mexico hereafter is entitled to the right to take in kind its share for the communitized substances allocated to such tract, and Operator shall make deliveries of such royalty share taken in kind in conformity with applicable contracts, laws, and regulations.
- 6. There shall be no obligation upon the parties hereto to offset any well or wells situated on the tracts of land comprising the communitized area, nor shall the Operator be required to measure separately the communitized substances by reason of the diverse ownership of the separate tracts of land comprising the said communitized area; provided, however, that the parties hereto shall not be released from their obligation to protect the communitized area from drainage of communitized substances by wells which may be drilled within offset distance (as that term is defined) of the communitized area.
- 7. The commencement, completion, and continued operation or production of a well or wells of communitized substances on the communitized area shall be considered as the commencement, completion, continued operation or production as to each of the leases described in Exhibit "A" hereto.
- 8. The production of communitized substances and disposal thereof shall be in conformity with the allocations, allotments, and quotas made or fixed by any duly authorized person or regulatory body under applicable Federal or State laws. This agreement shall be subject to all applicable Federal and State laws, executive orders, rules and regulations affecting the performance of the provisions hereof, and no party hereto shall suffer a forfeiture or be liable in damages for failure to comply with any of the provisions of this agreement if compliance is prevented by or if such failure results from compliance with any such laws, orders, rules and regulations.
- 9. This agreement shall be effective as of the date hereinabove written upon execution by the necessary parties, notwithstanding the date of execution, and upon approval by the Commissioner of Public Lands, shall remain in full force and effect for a period of one year from the date hereof and as long thereafter as communitized substances are produced from the communitized area in paying quantities; provided, that this agreement shall not expire if there is a well capable of producing gas in paying quantities located upon some part of the communitized area, if such a well is shut-in due to the inability of the Operator to obtain a pipeline connection or to market the gas therefrom, and if either: (a) a shut-in royalty has been timely and properly paid pursuant to the provisions of one of the State of New Mexico oil and gas leases covering lands subject to this agreement so as to prevent the expiration of such lease; or (b) each of the State of New Mexico oil and gas leases covering lands subject to this agreement is in its primary term (if a five-year lease), or in its primary or secondary term (if a ten-year lease), or is held by production from another well. Provided further, however, that prior to production in paying quantities from the communitized area, and upon fulfillment of all requirements of the Commissioner of Public Lands with respect to any dry hole or abandoned well drilled upon the communitized area, this agreement may be terminated at any time by mutual agreement of the parties hereto. This agreement shall not terminate upon cessation of production of communitized substances if, within sixty (60) days thereafter, reworking or drilling operations on the communitized area are commenced and are thereafter conducted with reasonable diligence. As to State Trust Lands, written notice of intention to commence such operations shall be filed with the Commissioner of Public Lands within thirty (30) days after the cessation of such production, and a

report of the status of such operations shall be made by the Operator to the Commissioner every thirty (30) days, and the cessation of such operations for more than twenty (20) consecutive days shall be considered as an abandonment of such operations as to any lease from the State of New Mexico included in this agreement.

- 10. Operator will furnish the Oil Conservation Division of the New Mexico Energy, Minerals and Natural Resources Department, and the Commissioner of Public Lands of the State of New Mexico, with any and all reports, statements, notices and well logs and records which may be required under the laws and regulations of the State of New Mexico.
- 11. It is agreed between the parties hereto that the Commissioner of Public Lands, or his duly authorized representatives, shall have the right of supervision over all operations under the communitized area to the same extent and degree as provided in the oil and gas leases described in Exhibit "A" hereto and in the applicable oil and gas regulations of the State of New Mexico.
- 12. If any order of the Oil Conservation Division of the New Mexico Energy Minerals and Natural Resources Department, upon which this agreement is predicated or based is in anyway changed or modified, then in such event said agreement is likewise modified to conform thereto.
- 13. This agreement may be executed in any number of counterparts, no one of which needs to be executed by all parties, or may be ratified or consented to by separate instruments, in writing, specifically referring hereto, and shall be binding upon all parties who have executed such a counterpart, ratification or consent hereto with the same force and effect as if all parties had signed the same document.
- 14. This agreement shall be binding upon the parties hereto and shall extend to and be binding upon their respective heirs, executors, administrators, successors and assigns.

IN WITNESS WHEREOF, the parties hereto have executed this agreement as of the day and year first above written.

OPERATOR AND LESSEE OF RECORD

DEVON ENERGY PRODUCTION COMPANY, L.P.

Acknowledgment in a Representative Capacity

State of Oklahoma

SS)

County of Oklahoma)

This instrument was acknowledged before me on this 13th day of December, 2018, by Catherine Lebsack, Vice President for Devon Energy Production Company, L.P., an Oklahoma limited partnership, on behalf of said limited partnership.

(Seal)

My commission expires: [7-24-202]

6

Exhibit "A"

Attached to and made a part of that Communitization Agreement dated December 6, 2018, embracing the E/2 of Section 15 and E/2 of Section 10, all in Township 23 South, Range 33 East, N.M.P.M., Lea County, New Mexico

Operator of Communitized Area: Devon Energy Production Company, L.P.

DESCRIPTION OF LEASES COMMITTED

TRACT NO. 1

Lessor: State of New Mexico, by and through Commissioner of Public

Lands

Lessee of Record: Devon Energy Production Company, L.P.

Serial No. of Lease VO 8240

Date of Lease: April 1, 2008

Description of Lands Committed: Insofar and only insofar as said lease covers the NE/4 of

Section 10, Township 23 South, Range 33 East

Number of Acres: 160 acres

Term of Lease: Five years

Royalty Rate: 1/6th

Name and Percent WI Owners: Devon Energy Production Company, L.P. 100.00%

Name and Percent ORRI Owners: None

TRACT NO. 2

Lessor: State of New Mexico, by and through Commissioner of Public

Lands

Lessee of Record: Devon Energy Production Company, L.P.

Serial No. of Lease VO 8264

ONLINE version State/State
March, 2017 State/Fee

Date of Lease: May 1, 2008

Description of Lands Committed: Insofar and only insofar as said lease covers the SE/4 of

Section 10, Township 23 South, Range 33 East

Number of Acres: 160 acres

Term of Lease: Five years

Royalty Rate: 1/6th

Name and Percent WI Owners: Devon Energy Production Company, L.P. 100.00%

Name and Percent ORRI Owners: None

TRACT NO. 3

Lessor: State of New Mexico, by and through Commissioner of Public

Lands

Lessee of Record: Devon Energy Production Company, L.P.

Serial No. of Lease VB-0743

Date of Lease: August 1, 2005

Description of Lands Committed: Insofar and only insofar as said lease covers the NE/4 of

Section 15, Township 23 South, Range 33 East

Number of Acres: 160 acres

Term of Lease: Five years

Royalty Rate: 3/16ths

Name and Percent WI Owners: Devon Energy Production Company, L.P. 100.00%

Name and Percent ORRI Owners: None

TRACT NO. 4

Lessor: State of New Mexico, by and through Commissioner of Public

Lands

Lessee of Record: Devon Energy Production Company, L.P.

Serial No. of Lease VB-0729

Date of Lease: August 1, 2005

Description of Lands Committed: Insofar and only insofar as said lease covers the SE/4 of

Section 15, Township 23 South, Range 33 East

Number of Acres: 160 acres

Term of Lease: Five years

Royalty Rate: 3/16ths

Name and Percent WI Owners: Devon Energy Production Company, L.P. 100.00%

Name and Percent ORRI Owners: Chevron U.S.A. Inc. – 3.25%

RECAPITULATION

Tract Number	No. of Acres Committed	Percentage of Interest in Communitized Area
Tract No. 1	160.00	25.00%
Tract No. 2	160.00	25.00%
Tract No. 3	160.00	25.00%
Tract No. 4	160.00	25.00%
	640.00	100.00%

uhjPLAT

Attached to and made a part of that Communitization Agreement dated December 6, 2018, embracing the E/2 of Section 15, and E/2 of Section 10, all in T23S, R33E, N.M.P.M.,Lea County, New Mexico

Operator of Communitized Area: Devon Energy Production Company, L.P.

Tract 1 10 V0-8240 160.00 acres BHL
Tract 2 V0-8264 160.00 acres
Tract 3 VB-0743 160.00 acres
Tract 4 VB-0729 160.00 acres
SHL

North Thistle 15-10 State Com 4H SHL 475' FSL & 2636' FEL of Section 15-T22S-R33E BHL 20' FNL & 2188' FEL of Section 10-T22S-R33E



COMMISSIONER

Stephanie Garcia Richard

State of New Mexico Commissioner of Public Lands

310 OLD SANTA FE TRAIL P.O. BOX 1148 SANTA FE, NEW MEXICO 87504-1148 COMMISSIONER'S OFFICE

Phone (505) 827-5760 Fax (505) 827-5766 www.nmstatelands.org

May 9th, 2022

Peggy Buller Devon Energy Production Company, LP 333 W. Sheridan Avenue Oklahoma City, OK 73102

Re:

Communitization Agreement Approval

Parseltongue 15 10 State Com #020H

Vertical Extent: Wolfcamp

Township: 23 South, Range 33 East, NMPM

Section 10: W2 Section 15: W2

Lea County, New Mexico

Dear Ms. Buller,

The Commissioner of Public Lands has this date approved the Parseltongue 15 10 State Com #020H Communitization Agreement for the Wolfcamp formation effective 2-1-2022. Enclosed are three Certificates of Approval.

The agreement shall remain in effect for One Year, and as long thereafter as communitized substances are produced from the communitized area in paying quantities.

Approval of this agreement does not warrant or certify that the operator and/or other working interest owners hold legal or equitable title to the leases which are committed hereto, nor does the Commissioner's approval constitute adjudication of any federal or private interests, or warrant or certify that the information supplied by the operator regarding federal or private interests is accurate.

If we may be of further service, please contact Baylen Lamkin at (505) 827-6628.

Sincerely,

Stephanie Garcia Richard Commissioner of Public Lands

Typin Cin Kirls/ w

CERTIFICATE OF APPROVAL

COMMISSIONER OF PUBLIC LANDS, STATE OF NEW MEXICO

Devon Energy Production Company, LP
Parseltongue 15 10 State Com #020H
Wolfcamp
Township: 23 South, Range: 33 East, NMPM
Section 10: W2
Section 15: W2

Lea County, New Mexico

There having been presented to the undersigned Commissioner of Public Lands of the State on New Mexico for examination, a Communitization Agreement for the development and operation of acreage which is described within the referenced Agreement dated **February 1, 2022**, which has been executed, or is to be executed by parties owning and holding oil and gas leases and royalty interests in and under the property described, and upon examination of said Agreement, the Commissioner finds:

- (a) That such agreement will tend to promote the conservation of oil and gas and the better utilization of reservoir energy in said area.
- (b) That under the proposed agreement, the State of New Mexico will receive its fair share of the recoverable oil or gas in place under its lands in the area.
- (c) That each beneficiary Institution of the State of New Mexico will receive its fair and equitable share of the recoverable oil and gas under its lands within the area.
- (d) That such agreement is in other respects for the best interests of the State, with respect to state lands.

NOW, THEREFORE, by virtue of the authority conferred upon me under Sections 19-10-45, 19-10-46, 19-10-47, New Mexico Statutes Annotated, 1978 Compilation, I, the undersigned Commissioner of Public Lands of the State of New Mexico, for the purpose of more properly conserving the oil and gas resources of the State, do hereby consent to and approve the said Agreement, and any leases embracing lands of the State of New Mexico within the area shall be and the same are hereby amended to conform with the terms thereof, and shall remain in full force and effect according to the terms and conditions of said Agreement. This approval is subject to all of the provisions of the aforesaid statutes.

IN WITNESS WHEREOF, this Certificate of Approval is executed, with seal affixed, this 9th day of May, 2022.

COMMISSIONER OF PUBLIC LANDS

CERTIFICATE OF APPROVAL

COMMISSIONER OF PUBLIC LANDS, STATE OF NEW MEXICO

Devon Energy Production Company, LP
Parseltongue 15 10 State Com #020H
Wolfcamp
Township: 23 South, Range: 33 East, NMPM
Section 10: W2
Section 15: W2

Lea County, New Mexico

There having been presented to the undersigned Commissioner of Public Lands of the State on New Mexico for examination, a Communitization Agreement for the development and operation of acreage which is described within the referenced Agreement dated **February 1, 2022**, which has been executed, or is to be executed by parties owning and holding oil and gas leases and royalty interests in and under the property described, and upon examination of said Agreement, the Commissioner finds:

- (a) That such agreement will tend to promote the conservation of oil and gas and the better utilization of reservoir energy in said area.
- (b) That under the proposed agreement, the State of New Mexico will receive its fair share of the recoverable oil or gas in place under its lands in the area.
- (c) That each beneficiary Institution of the State of New Mexico will receive its fair and equitable share of the recoverable oil and gas under its lands within the area.
- (d) That such agreement is in other respects for the best interests of the State, with respect to state lands.

NOW, THEREFORE, by virtue of the authority conferred upon me under Sections 19-10-45, 19-10-46, 19-10-47, New Mexico Statutes Annotated, 1978 Compilation, I, the undersigned Commissioner of Public Lands of the State of New Mexico, for the purpose of more properly conserving the oil and gas resources of the State, do hereby consent to and approve the said Agreement, and any leases embracing lands of the State of New Mexico within the area shall be and the same are hereby amended to conform with the terms thereof, and shall remain in full force and effect according to the terms and conditions of said Agreement. This approval is subject to all of the provisions of the aforesaid statutes.

IN WITNESS WHEREOF, this Certificate of Approval is executed, with seal affixed, this 9th day of May, 2022.

COMMISSIONER OF PUBLIC LANDS

Egen Cin Cont law

CERTIFICATE OF APPROVAL

COMMISSIONER OF PUBLIC LANDS, STATE OF NEW MEXICO

Devon Energy Production Company, LP
Parseltongue 15 10 State Com #020H
Wolfcamp
Township: 23 South, Range: 33 East, NMPM
Section 10: W2
Section 15: W2

Lea County, New Mexico

There having been presented to the undersigned Commissioner of Public Lands of the State on New Mexico for examination, a Communitization Agreement for the development and operation of acreage which is described within the referenced Agreement dated **February 1, 2022**, which has been executed, or is to be executed by parties owning and holding oil and gas leases and royalty interests in and under the property described, and upon examination of said Agreement, the Commissioner finds:

- (a) That such agreement will tend to promote the conservation of oil and gas and the better utilization of reservoir energy in said area.
- (b) That under the proposed agreement, the State of New Mexico will receive its fair share of the recoverable oil or gas in place under its lands in the area.
- (c) That each beneficiary Institution of the State of New Mexico will receive its fair and equitable share of the recoverable oil and gas under its lands within the area.
- (d) That such agreement is in other respects for the best interests of the State, with respect to state lands.

NOW, THEREFORE, by virtue of the authority conferred upon me under Sections 19-10-45, 19-10-46, 19-10-47, New Mexico Statutes Annotated, 1978 Compilation, I, the undersigned Commissioner of Public Lands of the State of New Mexico, for the purpose of more properly conserving the oil and gas resources of the State, do hereby consent to and approve the said Agreement, and any leases embracing lands of the State of New Mexico within the area shall be and the same are hereby amended to conform with the terms thereof, and shall remain in full force and effect according to the terms and conditions of said Agreement. This approval is subject to all of the provisions of the aforesaid statutes.

IN WITNESS WHEREOF, this Certificate of Approval is executed, with seal affixed, this 9th day of May, 2022.

COMMISSIONER OF PUBLIC LANDS

NM State Land Office Oil, Gas, & Minerals Division

STATE/STATE OR STATE/FEE

Revised December 2021

COMMUNITIZATION AGREEMENT

KNOW ALL PERSONS BY THESE PRESENTS:

API #: 30-0 25 - 48503

STATE OF NEW MEXICO) Well Name: Parseltongue 15-10 State Com 20H

COUNTY OF Lea)

THAT THIS AGREEMENT [which is NOT to be used for carbon dioxide or helium] is entered into as of (date before 1st production) February 1, 2022, by and between the parties subscribing, ratifying or consenting hereto, such parties hereinafter being referred to as "Parties hereto":

WHEREAS, the Commissioner of Public Lands of the State of New Mexico is authorized by the Legislature, as set forth in Sec. 19-10-53, New Mexico Statutes, Annotated, 1978, in the interest of conservation of oil & gas and the prevention of waste to consent to and approve the development or operation of State Trust Lands under agreements made by lessees of oil & gas leases thereon, jointly or severally with other oil & gas lessees of State Trust Lands, or oil and gas lessees or mineral owners of privately owned or fee lands, for the purpose of pooling or communitizing such lands to form a proration unit or portion thereof, or well-spacing unit, pursuant to any order, rule or regulation of the New Mexico Oil Conservation Division of the New Mexico Energy, Minerals and Natural Resources Department where such agreement provides for the allocation of the production of oil or gas from such pools or communitized areas on an acreage or other basis found by the Commissioner of Public Lands to be fair and equitable.

WHEREAS, the parties hereto, own working, royalty, or other leasehold interests or operating rights under the oil and gas leases and lands subject to this agreement, and all such State leases are required to remain in good standing and compliant with State laws, rules & regulations, which leases are more particularly described in the schedule attached hereto, marked Exhibit "A" and made a part hereof, for all purposes; and

WHEREAS, said leases, insofar as they cover the Wolfcamp formation or pool as defined by the NMOCD, as further described on Exhibit "A" (hereinafter referred to as "said formation") in and under the land hereinafter described cannot be independently developed and operated in conformity with the well spacing program established for such formation in and under said lands; and

WHEREAS, the parties hereto desire to communitize and pool their respective interests in said leases subject to this agreement for the purpose of developing, operating and producing hydrocarbons in the said formation in and under the land hereinafter described subject to the terms hereof.

ONLINE version December 9, 2021 State/State

1

NOW THEREFORE, in consideration of the premises and the mutual advantages to the parties hereto, it is mutually covenanted and agreed by and between the undersigned as follows:

 The lands covered by this agreement (hereinafter referred to as the "communitized area") are described as follows:

Subdivisions: W2	
0 f Sect (s): 15 & 10 Twp: 23S Rng: 33E NMPM Lea	County, NM
640.00	

Containing 640.00 acres, more or less. It is the judgment of the parties hereto that the communitization, pooling and consolidation of the aforesaid land into a single unit for the development and production of hydrocarbons from the said formation in and under said land is necessary and advisable in order to properly develop and produce the hydrocarbons in the said formation beneath the said land in accordance with the well spacing rules of the Oil Conservation Division of the New Mexico Energy, Minerals and Natural Resources Department, and in order to promote the conservation of the hydrocarbons in and that may be produced from said formation in and under said lands, and would be in the public interest;

AND, for the purposes aforesaid, the parties hereto do hereby communitize for proration or spacing purposes only the leases and depths described in Exhibit "A" hereto insofar as they cover hydrocarbons within and that may be produced from the said formation (hereinafter referred to as "communitized substances") beneath the above-described land, into a single communitization, for the development, production, operation and conservation of the hydrocarbons in said formation beneath said lands.

Attached hereto and made a part of this agreement for all purposes, is Exhibit A showing the acreage, depths communitized and ownership (Lessees of Record) of all leases within the communitized area.

- 2. The communitized area shall be developed and operated as an entirety with the understanding and agreement between the parties hereto that all communitized substances produced therefrom shall be allocated among the leases described in Exhibit "A" hereto in the proportion that the number of surface acres covered by each of such leases and included within the communitized area bears to the total number of acres contained in the communitized area.
- 3. Subject to Paragraph 5, the royalties payable on communitized substances allocated to the individual leases and the rentals provided for in said leases shall be determined and paid in the manner and on the basis prescribed in each of said leases. Except as provided for under the terms and provisions of the leases described in Exhibit "A" hereto or as herein provided to the contrary, the payment of rentals under the terms of said leases shall not be affected by this agreement; and except as herein modified and changed or heretofore amended, the oil and gas leases subject to this agreement shall remain in full force and effect as originally issued and amended.

ONLINE version December 9, 2021

- 4. Devon Energy Production Company, L.P. shall be the Operator of the said communitized area and all matters of operation shall be determined and performed by Devon Energy Production Company, L.P. . . .
- 5. The State of New Mexico hereafter is entitled to the right to take in kind its share for the communitized substances allocated to such tract, and Operator shall make deliveries of such royalty share taken in kind in conformity with applicable contracts, laws, and regulations.
- 6. There shall be no obligation upon the parties hereto to offset any well or wells situated on the tracts of land comprising the communitized area, nor shall the Operator be required to measure separately the communitized substances by reason of the diverse ownership of the separate tracts of land comprising the said communitized area; provided, however, that the parties hereto shall not be released from their obligation to protect the communitized area from drainage of communitized substances by wells which may be drilled within offset distance (as that term is defined) of the communitized area.
- 7. The commencement, completion, and continued operation or production of a well or wells of communitized substances on the communitized area shall be considered as the commencement, completion, continued operation or production as to each of the leases described in Exhibit "A" hereto.
- 8. The production of communitized substances and disposal thereof shall be in conformity with the allocations, allotments, and quotas made or fixed by any duly authorized person or regulatory body under applicable Federal or State laws. This agreement shall be subject to all applicable Federal and State laws, executive orders, rules and regulations affecting the performance of the provisions hereof, and no party hereto shall suffer a forfeiture or be liable in damages for failure to comply with any of the provisions of this agreement if compliance is prevented by or if such failure results from compliance with any such laws, orders, rules and regulations.
- 9. This agreement shall be effective as of the date hereinabove written upon execution by the necessary parties, notwithstanding the date of execution, and upon approval by the Commissioner of Public Lands, shall remain in full force and effect for a period of one year from the date hereof and as long thereafter as communitized substances are produced from the communitized area in paying quantities, and so long as all State leases remain in good standing with all State laws, rules, and regulations; provided, that this agreement shall not expire if there is a well capable of producing gas in paying quantities located upon some part of the communitized area, if such a well is shut-in due to the inability of the Operator to obtain a pipeline connection or to market the gas therefrom, and if either: (a) a shut-in royalty has been timely and properly paid pursuant to the provisions of one of the State of New Mexico oil and gas leases covering lands subject to this agreement so as to prevent the expiration of such lease; or (b) each of the State of New Mexico oil and gas leases covering lands subject to this agreement is in its primary term (if a five-year lease), or in its primary or secondary term (if a ten-year lease), or is held by production from another well. Provided further, however, that prior to production in paying quantities from the communitized

ONLINE version December 9, 2021

area, and upon fulfillment of all requirements of the Commissioner of Public Lands with respect to any dry hole or abandoned well drilled upon the communitized area, this agreement may be terminated at any time by mutual agreement of the parties hereto. This agreement shall not terminate upon cessation of production of communitized substances if, within sixty (60) days thereafter, reworking or drilling operations on the communitized area are commenced and are thereafter conducted with reasonable diligence. As to State Trust Lands, written notice of intention to commence such operations shall be filed with the Commissioner of Public Lands within thirty (30) days after the cessation of such production, and a report of the status of such operations shall be made by the Operator to the Commissioner every thirty (30) days, and the cessation of such operations for more than twenty (20) consecutive days shall be considered as an abandonment of such operations as to any lease from the State of New Mexico included in this agreement.

- 10. Operator will furnish the Oil Conservation Division of the New Mexico Energy, Minerals and Natural Resources Department, and the Commissioner of Public Lands of the State of New Mexico, with any and all reports, statements, notices and well logs and records which may be required under the laws and regulations of the State of New Mexico.
- 11. It is agreed between the parties hereto that the Commissioner of Public Lands, or his duly authorized representatives, shall have the right of supervision over all operations under the communitized area to the same extent and degree as provided in the oil and gas leases described in Exhibit "A" hereto and in the applicable oil and gas regulations of the State of New Mexico.
- 12. If any order of the Oil Conservation Division of the New Mexico Energy Minerals and Natural Resources Department, upon which this agreement is predicated or based is in anyway changed or modified, then in such event said agreement is likewise modified to conform thereto.
- 13. This agreement may be executed in any number of counterparts, no one of which needs to be executed by all parties, or may be ratified or consented to by separate instruments, in writing, specifically referring hereto, and shall be binding upon all parties who have executed such a counterpart, ratification or consent hereto with the same force and effect as if all parties had signed the same document.
- 14. This agreement shall be binding upon the parties hereto and shall extend to and be binding upon their respective heirs, executors, administrators, successors and assigns.

IN WITNESS WE	IEREOF, the parties	hereto have	executed this	agreement a	s of the day	and year
first above written			Devon E	nergy Production Comp	any, L.P.	
		OPE	RATOR:			

ONLINE version December 9, 2021

IN WITNESS WHEREOF, the parties hereto have executed this agreement as of the day and year first above written and have set opposite their respective names the date of execution.

Devon Energy Production Company, L.P.

ACKNOWLEDGEMENT IN A REPRESENTATIVE CAPACITY

STATE OF OKLAHOMA

SS

COUNTY OF DUMM

This instrument was acknowledged before me on Mach 3

Lindsey N. Miles, as Land Manager of Devon Energy Production Company, L.P., an Oklahoma limited partnership, on behalf of said limited partnership.

(Seal)

JENNIFER HARMS

Notary Public

State of Oklahoma

Commission #13010242 Exp: 11/06/25

EXHIBIT "A"

Attached to and made a part of that Communitization Agreement dated February 1, 2022, embracing the W2 of Section 15-23S-33E and W2 of Section 10-23S-33E, Lea County, New Mexico; Wolfcamp Formation

Operator of Communitized Area: Devon Energy Production Company, L.P.

DESCRIPTION OF LEASES COMMITTED

Tract No. 1

Lease Serial Number:

ST of NM VF 0729

Lease Date:

August 1, 2005

Lease Term:

5 Years

Lessor:

State of New Mexico

Original Lessee:

Chalfant Properties Inc.

Description of Land Committed:

Township 23 South, Range 33 East

Section 15: Insofar and only insofar as said lease

covers the SW/4

Number of Acres:

160.00

Current Lessee of Record:

Devon Energy Production Company, L.P.

Royalty Rate:

18.75%

Name of Working Interest Owners: Devon Energy Production Company, LP – 100.00%

Overriding Royalty Owners:

Chevron USA Inc.

Tract No. 2

Lease Serial Number:

ST of NM VB 0743

Lease Date:

August 1, 2005

Lease Term:

5 Years

Parseltongue 15-10 State Com

Lessor: State of New Mexico

Original Lessee: Devon Energy Production Co LP

Description of Land Committed: Township 23 South, Range 33 East

Section 15: Insofar and only insofar as said lease

covers NW/4

Number of Acres: 160.00

Current Lessee of Record: Devon Energy Production Company, L.P.

Royalty Rate: 18.75%

Name of Working Interest Owners: Devon Energy Production Company, LP - 100.00%

Overriding Royalty Owners: None

Tract No. 3

Lease Serial Number: ST of NM V0 8264

Lease Date: May 1, 2008

Lease Term: 5 Years

Lessor: State of New Mexico

Original Lessee: Devon Energy Production Co LP

Description of Land Committed: Township 23 South, Range 33 East

Section 10: Insofar and only insofar as said lease

covers SW/4

Number of Acres: 160.00

Current Lessee of Record: Devon Energy Production Company, L.P.

Royalty Rate: 16.667%

Name of Working Interest Owners: Devon Energy Production Company, LP – 100.00%

Parseltongue 15-10 State Com

Overriding Royalty Owners:

None

Tract No. 4

Lease Serial Number:

ST of NM V0 8240

Lease Date:

April 1, 2008

Lease Term:

5 Years

Lessor:

State of New Mexico

Original Lessee:

Devon Energy Production Co LP

Description of Land Committed:

Township 23 South, Range 33 East

Section 10: Insofar and only insofar as said lease

covers NW/4

Number of Acres:

160.00

Current Lessee of Record:

Devon Energy Production Company, L.P.

Royalty Rate:

16.667%

Name of Working Interest Owners: Devon Energy Production Company, LP – 100.00%

Overriding Royalty Owners:

None

Recapitalization

Tract No.	No. of Acres Committed	Percentage of Interest In Communitized Area
1	160.00	25.000000%
2	160.00	25.000000%
3	160.00	25.000000%
4	160.00	25.000000%
Total	640.00	100.000000%

Parseltongue 15-10 State Com



Devon Energy 333 West Sheridan Avenue Oklahoma City, OK 73102-5015 405 228 3044 Phone www.devonenergy.com

Memorandum

To:

David Korell

From:

Jake Nourse (x2856)

Date:

October 13, 2022

Subject:

Parseltongue 15-10 State Com WC (State CA)

E2 Sec. 15 & 10-23S-33E Lea County, New Mexico

Limited to the Wolfcamp formation

Attached for your review and execution are three (3) original State Communitization Agreements covering the Wolfcamp Formation in the E2 of Sections 15 & 10-23S-33E Lea County, New Mexico. This CAs allows the owners within the 640 acre unit to be communitized for payment.

Reviewed By:

Jake Nourse for Matthew Hoops

Executed By:

DMY

David Korell

Return To:

Jake Nourse



COMMISSIONER

Stephanie Garcia Richard

State of New Mexico Commissioner of Public Lands

310 OLD SANTA FE TRAIL P.O. BOX 1148 SANTA FE, NEW MEXICO 87504-1148 COMMISSIONER'S OFFICE

Phone (505) 827-5760 Fax (505) 827-5766 www.nmstatelands.org

October 31st, 2022

Peggy Buller Devon Energy Production Company, LP 333 West Sheridan Avenue Oklahoma City, OK 73102-5015

Re:

Communitization Agreement Approval

Parseltongue 15-10 State Com #024H

Vertical Extent: Wolfcamp

Township: 23 South, Range 33 East, NMPM

Section 15: E2 Section 10: E2

Lea County, New Mexico

Dear Ms. Buller,

The Commissioner of Public Lands has this date approved the Parseltongue 15-10 State Com #024H Communitization Agreement for the Wolfcamp formation effective 1-1-2023. Enclosed are three Certificates of Approval.

The agreement shall remain in effect for Two Years, and as long thereafter as communitized substances are produced from the communitized area in paying quantities.

Approval of this agreement does not warrant or certify that the operator and/or other working interest owners hold legal or equitable title to the leases which are committed hereto, nor does the Commissioner's approval constitute adjudication of any federal or private interests, or warrant or certify that the information supplied by the operator regarding federal or private interests is accurate.

If we may be of further service, please contact Baylen Lamkin at (505) 827-6628.

Sincerely,

Baylen Lamkin

B. Lamkin

Petroleum Specialist Supervisor

CERTIFICATE OF APPROVAL

COMMISSIONER OF PUBLIC LANDS, STATE OF NEW MEXICO

Devon Energy Production Company, LP
Parseltongue 15-10 State Com #024H
Wolfcamp
Township: 23 South, Range: 33 East, NMPM
Section 15: E2
Section 10: E2

Lea County, New Mexico

There having been presented to the undersigned Commissioner of Public Lands of the State on New Mexico for examination, a Communitization Agreement for the development and operation of acreage which is described within the referenced Agreement dated **January 01, 2023**, which has been executed, or is to be executed by parties owning and holding oil and gas leases and royalty interests in and under the property described, and upon examination of said Agreement, the Commissioner finds:

- (a) That such agreement will tend to promote the conservation of oil and gas and the better utilization of reservoir energy in said area.
- (b) That under the proposed agreement, the State of New Mexico will receive its fair share of the recoverable oil or gas in place under its lands in the area.
- (c) That each beneficiary Institution of the State of New Mexico will receive its fair and equitable share of the recoverable oil and gas under its lands within the area.
- (d) That such agreement is in other respects for the best interests of the State, with respect to state lands.

NOW, THEREFORE, by virtue of the authority conferred upon me under Sections 19-10-45, 19-10-46, 19-10-47, New Mexico Statutes Annotated, 1978 Compilation, I, the undersigned Commissioner of Public Lands of the State of New Mexico, for the purpose of more properly conserving the oil and gas resources of the State, do hereby consent to and approve the said Agreement, and any leases embracing lands of the State of New Mexico within the area shall be and the same are hereby amended to conform with the terms thereof, and shall remain in full force and effect according to the terms and conditions of said Agreement. This approval is subject to all of the provisions of the aforesaid statutes.

IN WITNESS WHEREOF, this Certificate of Approval is executed, with seal affixed, this 31st day of October, 2022.

OMMISSIONER OF PUBLIC LANDS

CERTIFICATE OF APPROVAL

COMMISSIONER OF PUBLIC LANDS, STATE OF NEW MEXICO

Devon Energy Production Company, LP
Parseltongue 15-10 State Com #024H
Wolfcamp
Township: 23 South, Range: 33 East, NMPM
Section 15: E2
Section 10: E2

Lea County, New Mexico

There having been presented to the undersigned Commissioner of Public Lands of the State on New Mexico for examination, a Communitization Agreement for the development and operation of acreage which is described within the referenced Agreement dated **January 01, 2023**, which has been executed, or is to be executed by parties owning and holding oil and gas leases and royalty interests in and under the property described, and upon examination of said Agreement, the Commissioner finds:

- (a) That such agreement will tend to promote the conservation of oil and gas and the better utilization of reservoir energy in said area.
- (b) That under the proposed agreement, the State of New Mexico will receive its fair share of the recoverable oil or gas in place under its lands in the area.
- (c) That each beneficiary Institution of the State of New Mexico will receive its fair and equitable share of the recoverable oil and gas under its lands within the area.
- (d) That such agreement is in other respects for the best interests of the State, with respect to state lands.

NOW, THEREFORE, by virtue of the authority conferred upon me under Sections 19-10-45, 19-10-46, 19-10-47, New Mexico Statutes Annotated, 1978 Compilation, I, the undersigned Commissioner of Public Lands of the State of New Mexico, for the purpose of more properly conserving the oil and gas resources of the State, do hereby consent to and approve the said Agreement, and any leases embracing lands of the State of New Mexico within the area shall be and the same are hereby amended to conform with the terms thereof, and shall remain in full force and effect according to the terms and conditions of said Agreement. This approval is subject to all of the provisions of the aforesaid statutes.

IN WITNESS WHEREOF, this Certificate of Approval is executed, with seal affixed, this 31st day of October, 2022.

COMMISSIONER OF PUBLIC LANDS

CERTIFICATE OF APPROVAL

COMMISSIONER OF PUBLIC LANDS, STATE OF NEW MEXICO

Devon Energy Production Company, LP
Parseltongue 15-10 State Com #024H
Wolfcamp
Township: 23 South, Range: 33 East, NMPM
Section 15: E2
Section 10: E2

Lea County, New Mexico

There having been presented to the undersigned Commissioner of Public Lands of the State on New Mexico for examination, a Communitization Agreement for the development and operation of acreage which is described within the referenced Agreement dated **January 01, 2023**, which has been executed, or is to be executed by parties owning and holding oil and gas leases and royalty interests in and under the property described, and upon examination of said Agreement, the Commissioner finds:

- (a) That such agreement will tend to promote the conservation of oil and gas and the better utilization of reservoir energy in said area.
- (b) That under the proposed agreement, the State of New Mexico will receive its fair share of the recoverable oil or gas in place under its lands in the area.
- (c) That each beneficiary Institution of the State of New Mexico will receive its fair and equitable share of the recoverable oil and gas under its lands within the area.
- (d) That such agreement is in other respects for the best interests of the State, with respect to state lands.

NOW, THEREFORE, by virtue of the authority conferred upon me under Sections 19-10-45, 19-10-46, 19-10-47, New Mexico Statutes Annotated, 1978 Compilation, I, the undersigned Commissioner of Public Lands of the State of New Mexico, for the purpose of more properly conserving the oil and gas resources of the State, do hereby consent to and approve the said Agreement, and any leases embracing lands of the State of New Mexico within the area shall be and the same are hereby amended to conform with the terms thereof, and shall remain in full force and effect according to the terms and conditions of said Agreement. This approval is subject to all of the provisions of the aforesaid statutes.

IN WITNESS WHEREOF, this Certificate of Approval is executed, with seal affixed, this 31st day of October, 2022.

COMMISSIONER OF PUBLIC LANDS

NM State Land Office Oil, Gas, & Minerals Division

STATE/STATE OR STATE/FEE

Revised December 2021

COMMUNITIZATION AGREEMENT

KNOW ALL PERSONS I	вү тн	Services and the Section of the Sect	TS:	API #: 30-0 25 _ 48469	
STATE OF NEW MEXIC	O)	Well Name:	PARSELTON	GUE 15-10 STATE COM 24H	_
COUNTY OF LEA)				
	Val. (11)	and the state of			

THAT THIS AGREEMENT [which is NOT to be used for carbon dioxide or helium] is entered into as of (date before 1st production) JANUARY 1, 2023, by and between the parties subscribing, ratifying or consenting hereto, such parties hereinafter being referred to as "Parties hereto";

WHEREAS, the Commissioner of Public Lands of the State of New Mexico is authorized by the Legislature, as set forth in Sec. 19-10-53, New Mexico Statutes, Annotated, 1978, in the interest of conservation of oil & gas and the prevention of waste to consent to and approve the development or operation of State Trust Lands under agreements made by lessees of oil & gas leases thereon, jointly or severally with other oil & gas lessees of State Trust Lands, or oil and gas lessees or mineral owners of privately owned or fee lands, for the purpose of pooling or communitizing such lands to form a proration unit or portion thereof, or well-spacing unit, pursuant to any order, rule or regulation of the New Mexico Oil Conservation Division of the New Mexico Energy, Minerals and Natural Resources Department where such agreement provides for the allocation of the production of oil or gas from such pools or communitized areas on an acreage or other basis found by the Commissioner of Public Lands to be fair and equitable.

WHEREAS, the parties hereto, own working, royalty, or other leasehold interests or operating rights under the oil and gas leases and lands subject to this agreement, and all such State leases are required to remain in good standing and compliant with State laws, rules & regulations, which leases are more particularly described in the schedule attached hereto, marked Exhibit "A" and made a part hereof, for all purposes; and

WHEREAS, said leases, insofar as they cover the WOLFCAMP formation or pool as defined by the NMOCD, as further described on Exhibit "A" (hereinafter referred to as "said formation") in and under the land hereinafter described cannot be independently developed and operated in conformity with the well spacing program established for such formation in and under said lands; and

WHEREAS, the parties hereto desire to communitize and pool their respective interests in said leases subject to this agreement for the purpose of developing, operating and producing hydrocarbons in the said formation in and under the land hereinafter described subject to the terms hereof.

DNLINE Version December 9, 2021

NOW THEREFORE, in consideration of the premises and the mutual advantages to the parties hereto, it is mutually covenanted and agreed by and between the undersigned as follows:

 The lands covered by this agreement (hereinafter referred to as the "communitized area") are described as follows:

 Subdivisions: E2

 0f Sect(s): 15 & 10
 Twp: 23S Rng: 33E NMPM LEA
 County, NM

Containing 640.00 acres, more or less. It is the judgment of the parties hereto that the communitization, pooling and consolidation of the aforesaid land into a single unit for the development and production of hydrocarbons from the said formation in and under said land is necessary and advisable in order to properly develop and produce the hydrocarbons in the said formation beneath the said land in accordance with the well spacing rules of the Oil Conservation Division of the New Mexico Energy, Minerals and Natural Resources Department, and in order to promote the conservation of the hydrocarbons in and that may be produced from said formation in and under said lands, and would be in the public interest;

AND, for the purposes aforesaid, the parties hereto do hereby communitize for proration or spacing purposes only the leases and depths described in Exhibit "A" hereto insofar as they cover hydrocarbons within and that may be produced from the said formation (hereinafter referred to as "communitized substances") beneath the above-described land, into a single communitization, for the development, production, operation and conservation of the hydrocarbons in said formation beneath said lands.

Attached hereto and made a part of this agreement for all purposes, is Exhibit A showing the acreage, depths communitized and ownership (Lessees of Record) of all leases within the communitized area.

- 2. The communitized area shall be developed and operated as an entirety with the understanding and agreement between the parties hereto that all communitized substances produced therefrom shall be allocated among the leases described in Exhibit "A" hereto in the proportion that the number of surface acres covered by each of such leases and included within the communitized area bears to the total number of acres contained in the communitized area.
- 3. Subject to Paragraph 5, the royalties payable on communitized substances allocated to the individual leases and the rentals provided for in said leases shall be determined and paid in the manner and on the basis prescribed in each of said leases. Except as provided for under the terms and provisions of the leases described in Exhibit "A" hereto or as herein provided to the contrary, the payment of rentals under the terms of said leases shall not be affected by this agreement; and except as herein modified and changed or heretofore amended, the oil and gas leases subject to this agreement shall remain in full force and effect as originally issued and amended.

State/State

December 9, 2021

- 4. DEVON ENERGY PRODUCTION COMPANY, LP. shall be the Operator of the said communitized area and all matters of operation shall be determined and performed by DEVON ENERGY PRODUCTION COMPANY, LP.
- 5. The State of New Mexico hereafter is entitled to the right to take in kind its share for the communitized substances allocated to such tract, and Operator shall make deliveries of such royalty share taken in kind in conformity with applicable contracts, laws, and regulations.
- 6. There shall be no obligation upon the parties hereto to offset any well or wells situated on the tracts of land comprising the communitized area, nor shall the Operator be required to measure separately the communitized substances by reason of the diverse ownership of the separate tracts of land comprising the said communitized area; provided, however, that the parties hereto shall not be released from their obligation to protect the communitized area from drainage of communitized substances by wells which may be drilled within offset distance (as that term is defined) of the communitized area.
- 7. The commencement, completion, and continued operation or production of a well or wells of communitized substances on the communitized area shall be considered as the commencement, completion, continued operation or production as to each of the leases described in Exhibit "A" hereto.
- 8. The production of communitized substances and disposal thereof shall be in conformity with the allocations, allotments, and quotas made or fixed by any duly authorized person or regulatory body under applicable Federal or State laws. This agreement shall be subject to all applicable Federal and State laws, executive orders, rules and regulations affecting the performance of the provisions hereof, and no party hereto shall suffer a forfeiture or be liable in damages for failure to comply with any of the provisions of this agreement if compliance is prevented by or if such failure results from compliance with any such laws, orders, rules and regulations.
- 9. This agreement shall be effective as of the date hereinabove written upon execution by the necessary parties, notwithstanding the date of execution, and upon approval by the Commissioner of Public Lands, shall remain in full force and effect for a period of one year from the date hereof and as long thereafter as communitized substances are produced from the communitized area in paying quantities, and so long as all State leases remain in good standing with all State laws, rules, and regulations; provided, that this agreement shall not expire if there is a well capable of producing gas in paying quantities located upon some part of the communitized area, if such a well is shut-in due to the inability of the Operator to obtain a pipeline connection or to market the gas therefrom, and if either: (a) a shut-in royalty has been timely and properly paid pursuant to the provisions of one of the State of New Mexico oil and gas leases covering lands subject to this agreement so as to prevent the expiration of such lease; or (b) each of the State of New Mexico oil and gas leases covering lands subject to this agreement is in its primary term (if a five-year lease), or in its primary or secondary term (if a ten-year lease), or is held by production from another well. Provided further, however, that prior to production in paying quantities from the communitized

ONLINE version December 9, 2021



area, and upon fulfillment of all requirements of the Commissioner of Public Lands with respect to any dry hole or abandoned well drilled upon the communitized area, this agreement may be terminated at any time by mutual agreement of the parties hereto. This agreement shall not terminate upon cessation of production of communitized substances if, within sixty (60) days thereafter, reworking or drilling operations on the communitized area are commenced and are thereafter conducted with reasonable diligence. As to State Trust Lands, written notice of intention to commence such operations shall be filed with the Commissioner of Public Lands within thirty (30) days after the cessation of such production, and a report of the status of such operations shall be made by the Operator to the Commissioner every thirty (30) days, and the cessation of such operations for more than twenty (20) consecutive days shall be considered as an abandonment of such operations as to any lease from the State of New Mexico included in this agreement.

- 10. Operator will furnish the Oil Conservation Division of the New Mexico Energy, Minerals and Natural Resources Department, and the Commissioner of Public Lands of the State of New Mexico, with any and all reports, statements, notices and well logs and records which may be required under the laws and regulations of the State of New Mexico.
- 11. It is agreed between the parties hereto that the Commissioner of Public Lands, or his duly authorized representatives, shall have the right of supervision over all operations under the communitized area to the same extent and degree as provided in the oil and gas leases described in Exhibit "A" hereto and in the applicable oil and gas regulations of the State of New Mexico.
- 12. If any order of the Oil Conservation Division of the New Mexico Energy Minerals and Natural Resources Department, upon which this agreement is predicated or based is in anyway changed or modified, then in such event said agreement is likewise modified to conform thereto.
- This agreement may be executed in any number of counterparts, no one of which needs to 13. be executed by all parties, or may be ratified or consented to by separate instruments, in writing, specifically referring hereto, and shall be binding upon all parties who have executed such a counterpart, ratification or consent hereto with the same force and effect as if all parties had signed the same document.
- This agreement shall be binding upon the parties hereto and shall extend to and be binding upon their respective heirs, executors, administrators, successors and assigns.

IN WITNESS WHEREOF, the parties hereto have executed this agreement as of the day and year OPERATOR: first above written.

State/State

December 9, 2021

IN WITNESS WHEREOF, the parties hereto have executed this agreement as of the day and year first above written and have set opposite their respective names the date of execution.

Devon Energy Production Company, L.P. (Operator, Record Title and Operating Rights Owner)

10-17-202Z Date

David M. Korell Land Manager

ACKNOWLEDGMENT IN A REPRESENTATIVE CAPACITY

STATE OF OKLAHOMA)
) SS
COUNTY OF OKLAHOMA)

This instrument was acknowledged before me on Ottober , 2022, by David M. Korell, as Land Manager of Devon Energy Production Company, L.P., an Oklahoma limited partnership, on behalf of said limited partnership.

(Seal)

SHE OOM 13010807 P. 11/25/25

Signature of Notarial Office

My Commission Expires: 16-25-2025

2022 OCT 20 AM ID: 50

EXHIBIT A

Attached to and made a part of that Communitization Agreement dated **January 1, 2023**, embracing the E2 of Section 15-23S-33E and E2 of Section 10-23S-33E, Lea County, New Mexico; Wolfcamp Formation

DESCRIPTION OF LEASES COMMITTED

Tract No. 1

Lease Serial Number: ST of NM VB 0729

Lease Date: August 1, 2005

Lease Term: 5 Years

Lessor: State of New Mexico

Original Lessee: Chalfant Properties Inc.

Description of Land Committed: Township 23 South, Range 33 East

Section 15: Insofar and only insofar as said lease

covers the SE/4

Number of Acres: 160.00

Current Lessee of Record: Devon Energy Production Company, L.P.

Royalty Rate: 18.75%

Name of Working Interest Owners: Devon Energy Production Company, L.P. - 100.00%

Overriding Royalty Owners: Chevron USA Inc.

Tract No. 2

Lease Serial Number: ST of NM VB 0743

Lease Date: August 1, 2005

Lease Term: 5 Years

PARSELTONGUE 15-10 STATE COM



Lessor:

State of New Mexico

Original Lessee:

Devon Energy Production Company, L.P.

Description of Land Committed:

Township 23 South, Range 33 East

Section 15: Insofar and only insofar as said lease

covers the NE/4

Number of Acres:

160.00

Current Lessee of Record:

Devon Energy Production Company, L.P.

Royalty Rate:

18.75%

Name of Working Interest Owners: Devon Energy Production Company, L.P. – 100.00%

Overriding Royalty Owners:

None

Tract No. 3

Lease Serial Number:

ST of NM V0 8264

Lease Date:

May 1, 2008

Lease Term:

5 Years

Lessor:

State of New Mexico

Original Lessee:

Devon Energy Production Company, L.P.

Description of Land Committed:

Township 23 South, Range 33 East

Section 10: Insofar and only insofar as said lease

covers the SE/4

Number of Acres:

160.00

Current Lessee of Record:

Devon Energy Production Company, L.P.

Royalty Rate:

16.667%

Name of Working Interest Owners: Devon Energy Production Company, L.P. - 100.00%

Overriding Royalty Owners:

None

PARSELTONGUE 15-10 STATE COM

Tract No. 4

Lease Serial Number:

ST of NM V0 8240

Lease Date:

April 1, 2008

Lease Term:

5 Years

Lessor:

State of New Mexico

Original Lessee:

Devon Energy Production Company, L.P.

Description of Land Committed:

Township 23 South, Range 33 East

Section 10: Insofar and only insofar as said lease

covers the NE/4

Number of Acres:

160.00

Current Lessee of Record:

Devon Energy Production Company, L.P.

Royalty Rate:

16.667%

Name of Working Interest Owners: Devon Energy Production Company, L.P. - 100.00%

Overriding Royalty Owners:

None

RECAPITULATION

Tract numbers	Number of Acres Committed	Percentage of Interest in Communitized Area
Tract No.1	160.00	25.000000%
Tract No.2	160.00	25.000000%
Tract No.3	160.00	25.000000%
Tract No.4	160.00	25.000000%
Total:	640.00	100.000000%

NM State Land Office Oil, Gas, & Minerals Division

STATE/STATE OR STATE/FEE

Revised December 2021

COMMUNITIZATION AGREEMENT

KNOW ALL PERSONS B	Y TH		NE Version TS:	API #: 30-0 25	_ 48469
STATE OF NEW MEXICO) (SS)	Well Name:	PARSELTON	IGUE 15-10 STATE COM	24H
COUNTY OF LEA)				

THAT THIS AGREEMENT [which is NOT to be used for carbon dioxide or helium] is entered into as of (date before 1st production) JANUARY 1, 2023, by and between the parties subscribing, ratifying or consenting hereto, such parties hereinafter being referred to as "Parties hereto";

WHEREAS, the Commissioner of Public Lands of the State of New Mexico is authorized by the Legislature, as set forth in Sec. 19-10-53, New Mexico Statutes, Annotated, 1978, in the interest of conservation of oil & gas and the prevention of waste to consent to and approve the development or operation of State Trust Lands under agreements made by lessees of oil & gas leases thereon, jointly or severally with other oil & gas lessees of State Trust Lands, or oil and gas lessees or mineral owners of privately owned or fee lands, for the purpose of pooling or communitizing such lands to form a proration unit or portion thereof, or well-spacing unit, pursuant to any order, rule or regulation of the New Mexico Oil Conservation Division of the New Mexico Energy, Minerals and Natural Resources Department where such agreement provides for the allocation of the production of oil or gas from such pools or communitized areas on an acreage or other basis found by the Commissioner of Public Lands to be fair and equitable.

WHEREAS, the parties hereto, own working, royalty, or other leasehold interests or operating rights under the oil and gas leases and lands subject to this agreement, and all such State leases are required to remain in good standing and compliant with State laws, rules & regulations, which leases are more particularly described in the schedule attached hereto, marked Exhibit "A" and made a part hereof, for all purposes; and

WHEREAS, said leases, insofar as they cover the WOLFCAMP formation or pool as defined by the NMOCD, as further described on Exhibit "A" (hereinafter referred to as "said formation") in and under the land hereinafter described cannot be independently developed and operated in conformity with the well spacing program established for such formation in and under said lands; and

WHEREAS, the parties hereto desire to communitize and pool their respective interests in said leases subject to this agreement for the purpose of developing, operating and producing hydrocarbons in the said formation in and under the land hereinafter described subject to the terms hereof.

ONLINE version December 9, 2021

NOW THEREFORE, in consideration of the premises and the mutual advantages to the parties hereto, it is mutually covenanted and agreed by and between the undersigned as follows:

The lands covered by this agreement (hereinafter referred to as the "communitized area") are described as follows:

 Subdivisions: E2

 0f Sect(s): 15 & 10
 Twp: 23S Rng: 33E NMPM
 LEA
 County, NM

Containing 640.00 acres, more or less. It is the judgment of the parties hereto that the communitization, pooling and consolidation of the aforesaid land into a single unit for the development and production of hydrocarbons from the said formation in and under said land is necessary and advisable in order to properly develop and produce the hydrocarbons in the said formation beneath the said land in accordance with the well spacing rules of the Oil Conservation Division of the New Mexico Energy, Minerals and Natural Resources Department, and in order to promote the conservation of the hydrocarbons in and that may be produced from said formation in and under said lands, and would be in the public interest;

AND, for the purposes aforesaid, the parties hereto do hereby communitize for proration or spacing purposes only the leases and depths described in Exhibit "A" hereto insofar as they cover hydrocarbons within and that may be produced from the said formation (hereinafter referred to as "communitized substances") beneath the above-described land, into a single communitization, for the development, production, operation and conservation of the hydrocarbons in said formation beneath said lands.

Attached hereto and made a part of this agreement for all purposes, is Exhibit A showing the acreage, depths communitized and ownership (Lessees of Record) of all leases within the communitized area.

- 2. The communitized area shall be developed and operated as an entirety with the understanding and agreement between the parties hereto that all communitized substances produced therefrom shall be allocated among the leases described in Exhibit "A" hereto in the proportion that the number of surface acres covered by each of such leases and included within the communitized area bears to the total number of acres contained in the communitized area.
- 3. Subject to Paragraph 5, the royalties payable on communitized substances allocated to the individual leases and the rentals provided for in said leases shall be determined and paid in the manner and on the basis prescribed in each of said leases. Except as provided for under the terms and provisions of the leases described in Exhibit "A" hereto or as herein provided to the contrary, the payment of rentals under the terms of said leases shall not be affected by this agreement; and except as herein modified and changed or heretofore amended, the oil and gas leases subject to this agreement shall remain in full force and effect as originally issued and amended.

State/State

December 9, 2021

- 4. DEVON ENERGY PRODUCTION COMPANY, L.P. shall be the Operator of the said communitized area and all matters of operation shall be determined and performed by DEVON ENERGY PRODUCTION COMPANY, L.P.
- 5. The State of New Mexico hereafter is entitled to the right to take in kind its share for the communitized substances allocated to such tract, and Operator shall make deliveries of such royalty share taken in kind in conformity with applicable contracts, laws, and regulations.
- 6. There shall be no obligation upon the parties hereto to offset any well or wells situated on the tracts of land comprising the communitized area, nor shall the Operator be required to measure separately the communitized substances by reason of the diverse ownership of the separate tracts of land comprising the said communitized area; provided, however, that the parties hereto shall not be released from their obligation to protect the communitized area from drainage of communitized substances by wells which may be drilled within offset distance (as that term is defined) of the communitized area.
- 7. The commencement, completion, and continued operation or production of a well or wells of communitized substances on the communitized area shall be considered as the commencement, completion, continued operation or production as to each of the leases described in Exhibit "A" hereto.
- 8. The production of communitized substances and disposal thereof shall be in conformity with the allocations, allotments, and quotas made or fixed by any duly authorized person or regulatory body under applicable Federal or State laws. This agreement shall be subject to all applicable Federal and State laws, executive orders, rules and regulations affecting the performance of the provisions hereof, and no party hereto shall suffer a forfeiture or be liable in damages for failure to comply with any of the provisions of this agreement if compliance is prevented by or if such failure results from compliance with any such laws, orders, rules and regulations.
- 9. This agreement shall be effective as of the date hereinabove written upon execution by the necessary parties, notwithstanding the date of execution, and upon approval by the Commissioner of Public Lands, shall remain in full force and effect for a period of one year from the date hereof and as long thereafter as communitized substances are produced from the communitized area in paying quantities, and so long as all State leases remain in good standing with all State laws, rules, and regulations; provided, that this agreement shall not expire if there is a well capable of producing gas in paying quantities located upon some part of the communitized area, if such a well is shut-in due to the inability of the Operator to obtain a pipeline connection or to market the gas therefrom, and if either: (a) a shut-in royalty has been timely and properly paid pursuant to the provisions of one of the State of New Mexico oil and gas leases covering lands subject to this agreement so as to prevent the expiration of such lease; or (b) each of the State of New Mexico oil and gas leases covering lands subject to this agreement is in its primary term (if a five-year lease), or in its primary or secondary term (if a ten-year lease), or is held by production from another well. Provided further, however, that prior to production in paying quantities from the communitized

OMLINE version December 9, 2021



area, and upon fulfillment of all requirements of the Commissioner of Public Lands with respect to any dry hole or abandoned well drilled upon the communitized area, this agreement may be terminated at any time by mutual agreement of the parties hereto. This agreement shall not terminate upon cessation of production of communitized substances if, within sixty (60) days thereafter, reworking or drilling operations on the communitized area are commenced and are thereafter conducted with reasonable diligence. As to State Trust Lands, written notice of intention to commence such operations shall be filed with the Commissioner of Public Lands within thirty (30) days after the cessation of such production, and a report of the status of such operations shall be made by the Operator to the Commissioner every thirty (30) days, and the cessation of such operations for more than twenty (20) consecutive days shall be considered as an abandonment of such operations as to any lease from the State of New Mexico included in this agreement.

- 10. Operator will furnish the Oil Conservation Division of the New Mexico Energy, Minerals and Natural Resources Department, and the Commissioner of Public Lands of the State of New Mexico, with any and all reports, statements, notices and well logs and records which may be required under the laws and regulations of the State of New Mexico.
- 11. It is agreed between the parties hereto that the Commissioner of Public Lands, or his duly authorized representatives, shall have the right of supervision over all operations under the communitized area to the same extent and degree as provided in the oil and gas leases described in Exhibit "A" hereto and in the applicable oil and gas regulations of the State of New Mexico.
- 12. If any order of the Oil Conservation Division of the New Mexico Energy Minerals and Natural Resources Department, upon which this agreement is predicated or based is in anyway changed or modified, then in such event said agreement is likewise modified to conform thereto.
- 13. This agreement may be executed in any number of counterparts, no one of which needs to be executed by all parties, or may be ratified or consented to by separate instruments, in writing, specifically referring hereto, and shall be binding upon all parties who have executed such a counterpart, ratification or consent hereto with the same force and effect as if all parties had signed the same document.
- 14. This agreement shall be binding upon the parties hereto and shall extend to and be binding upon their respective heirs, executors, administrators, successors and assigns.

IN WITNESS WHEREOF,	the parties hereto	have executed	this agreement	as of the	day ar	id year
first above written.			EVON ENERGY PRODUC	TION COMPANY	LP.	

	DEVON ENERGY PRODUCTION COMPANY, L.P.
OPERATOR:	

ONLINE version December 9, 2021 State/State

Parties Allins

IN WITNESS WHEREOF, the parties hereto have executed this agreement as of the day and year first above written and have set opposite their respective names the date of execution.

Devon Energy Production Company, L.P. (Operator, Record Title and Operating Rights Owner)

Date

David M. Korell Land Manager

ACKNOWLEDGMENT IN A REPRESENTATIVE CAPACITY

STATE OF OKLAHOMA)
SS
COUNTY OF OKLAHOMA)

This instrument was acknowledged before me on <u>Ottobul</u>, 2022, by David M. Korell, as Land Manager of Devon Energy Production Company, L.P., an Oklahoma limited partnership, on behalf of said limited partnership.

13010807

(Seal)

Signature of Notarial Office

My Commission Expires: 11.25.2025

25:01 No OZ L'OUTON

EXHIBIT A

Attached to and made a part of that Communitization Agreement dated January 1, 2023, embracing the E2 of Section 15-23S-33E and E2 of Section 10-23S-33E, Lea County, New Mexico; Wolfcamp Formation

DESCRIPTION OF LEASES COMMITTED

Tract No. 1

Lease Serial Number:

ST of NM VB 0729

Lease Date:

August 1, 2005

Lease Term:

5 Years

Lessor:

State of New Mexico

Original Lessee:

Chalfant Properties Inc.

Description of Land Committed:

Township 23 South, Range 33 East

Section 15: Insofar and only insofar as said lease

covers the SE/4

Number of Acres:

160.00

Current Lessee of Record:

Devon Energy Production Company, L.P.

Royalty Rate:

18.75%

Name of Working Interest Owners: Devon Energy Production Company, L.P. – 100.00%

Overriding Royalty Owners:

Chevron USA Inc.

Tract No. 2

Lease Serial Number:

ST of NM VB 0743

Lease Date:

August 1, 2005

Lease Term:

5 Years

PARSELTONGUE 15-10 STATE COM

Lessor:

State of New Mexico

Original Lessee:

Devon Energy Production Company, L.P.

Description of Land Committed:

Township 23 South, Range 33 East

Section 15: Insofar and only insofar as said lease

covers the NE/4

Number of Acres:

160.00

Current Lessee of Record:

Devon Energy Production Company, L.P.

Royalty Rate:

18.75%

Name of Working Interest Owners: Devon Energy Production Company, L.P. – 100.00%

Overriding Royalty Owners:

None

Tract No. 3

Lease Serial Number:

ST of NM V0 8264

Lease Date:

May 1, 2008

Lease Term:

5 Years

Lessor:

State of New Mexico

Original Lessee:

Devon Energy Production Company, L.P.

Description of Land Committed:

Township 23 South, Range 33 East

Section 10: Insofar and only insofar as said lease

covers the SE/4

Number of Acres:

160.00

Current Lessee of Record:

Devon Energy Production Company, L.P.

Royalty Rate:

16.667%

Name of Working Interest Owners: Devon Energy Production Company, L.P. – 100.00%

Overriding Royalty Owners:

None

PARSELTONGUE 15-10 STATE COM

Tract No. 4

Lease Serial Number:

ST of NM V0 8240

Lease Date:

April 1, 2008

Lease Term:

5 Years

Lessor:

State of New Mexico

Original Lessee:

Devon Energy Production Company, L.P.

Description of Land Committed:

Township 23 South, Range 33 East

Section 10: Insofar and only insofar as said lease

covers the NE/4

Number of Acres:

160.00

Current Lessee of Record:

Devon Energy Production Company, L.P.

Royalty Rate:

16.667%

Name of Working Interest Owners: Devon Energy Production Company, L.P. – 100.00%

Overriding Royalty Owners:

None

RECAPITULATION

Tract numbers	Number of Acres Committed	Percentage of Interest in Communitized Area
Tract No.1	160.00	25.000000%
Tract No.2	160.00	25.000000%
Tract No.3	160.00	25.000000%
Tract No.4	160.00	25.000000%
Total:	640.00	100.000000%

District.1
1625 N. French Dr., Hobbs. NM 88240
Phone: (575) 393-6161 Fax: (575) 393-0720
District.11
811 S. First St., Artesin, NM 88210
Phone: (575) 748-1283 Fax: (575) 748-9720
District.111
1000 Rio Brazos Road, Actoc, NM 87410
Phone: (505) 334-6178 Fax: (505) 334-6170
District.117
1220 S. St. Francis Dr., Santa Fo, NM 87505
Phone: (505) 476-3460 Fax: (503) 476-3462

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

CONSERVATION DIVISION
1220 South St. Francis Dr. AUG 2 9 2019
Santa Fe, NM 87505

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

RECEIVED | AMENDED REPORT

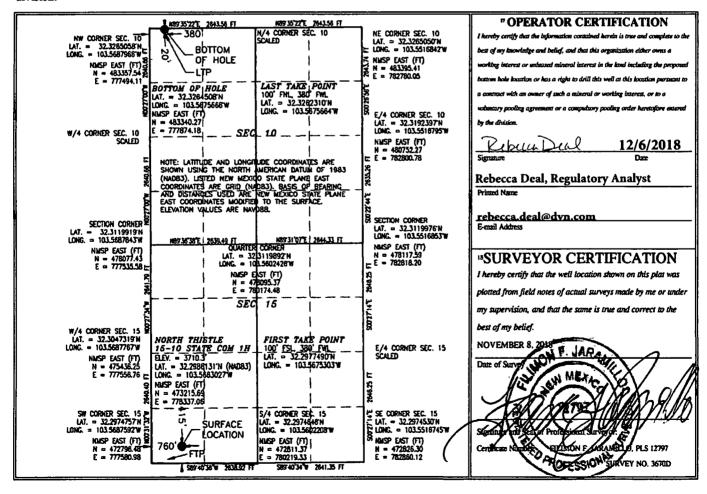
WELL LOCATION AND ACREAGE DEDICATION PLAT

¹ API Number	² Pool Code	Pool Name	
30-025-45392 7320		BRINNINSTOOL;BONE SPRING	
⁴ Property Code	⁵ Property Name		4 Well Number
	NORTH THISTLE 1	15-10 STATE COM	1H
'OGRID No.	¹ Operator Name		⁹ Elevation
6137	DEVON ENERGY PRODUCTION COMPANY, L.P.		3710.3

 Surface Location UL or lot no. Township Range Lot Idn Feet from the North/South line Feet from the East/West line County Section M 15 23 S 33 E 415 SOUTH 760 WEST LEA Bottom Hole Location If Different From Surface

UL or lot no. Section Township Lot Idn Feet from the North/South line Feet from the East/West line County Range 23 S 10 33 E 20 **NORTH** 380 WEST **LEA** ¹³ Joint or Infill La Consolidation Code Dedicated Acres Order No. 640

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.



HOBBS OCD

API # 30-025-45392	RECEIVED
Operator Name:	Property Name:
DEVON ENERGY PRODUCTION	NORTH THISTLE 15-10 STATE COM

HOBBS OCD

Well Number

1H

AUG 2 9 2019

Kick Off Point (KOP)

COMPANY, L.P.

RECEIVED

UL	Section	Township	Range	Lot	Feet	From N/S	Feet	From E/W	County
М	15	23S	33E		38	SOUTH	408	WEST	LEA
Latit	Latitude						NAD		
32.2	32.2975793				103.5674	4389	83		

First Take Point (FTP)

UL M	Section 15	Township 23S	Range 33E	Lot	Feet 591	From N/S SOUTH	Feet 420	From E/W WEST	County LEA
	Latitude					1027	NAD		
32.2	32.2990980					1037	83		

Last Take Point (LTP)

UL D	Section 10	Township 23S	Range 33E	Lot	Feet 150	From N/S NORTH	Feet 380	From E/W WEST	County LEA
Latitu	Latitude					le		NAD	
32.3	32.3260927					675671		83	

Is this well the defining well for the Horizontal Spacing Unit?

Is this well an infill well?

Υ

If infill is yes please provide API if available, Operator Name and well number for Defining well for Horizontal Spacing Unit.

API #
30-025-45393

Operator Name:
DEVON ENERGY PRODUCTION CO., L.P.

Property Name:
NORTH THISTLE 15-10 STATE COM
2H

KZ 06/29/2018

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

L LOCATION AND ACREAGE DEDICATION
1 Pool Code

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

☐ AMENDED REPORT

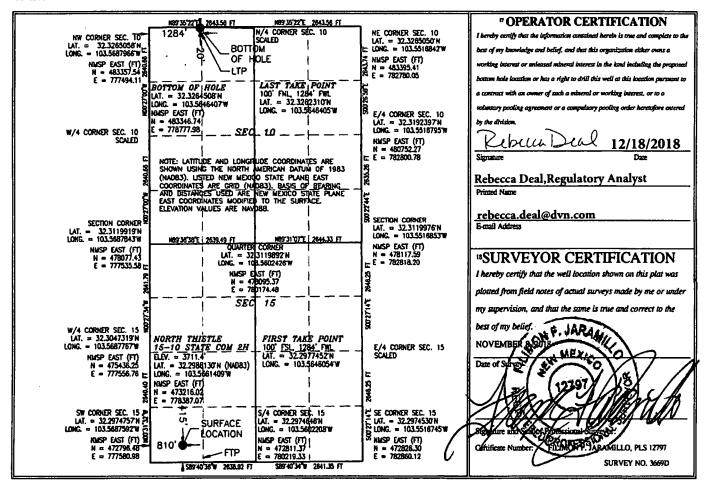
WELL LOCATION AND ACREAGE DEDICATION PLAT

¹ API Number 30-025-45393	¹ Pool Code 7320							
⁴ Property Code	•	⁵ Property Name						
OGRID No.		tor Name	2H * Elevation					
6137	•	DEVON ENERGY PRODUCTION COMPANY, L.P.						

Surface Location

UL or lot no. Section Township			Range	Lot Idn	Feet from the	North/South line	Feet from the	East/West line	County			
M	15	23 S	23 S 33 E		33 E		415 SOUTH		810	WEST	LEA	
Bottom Hole Location If Different From Surface												
UL or lot no.	Section	Township	Range	Lot Idn	Feet from the	from the North/South line Feet from the		East/West line	County			
D	10	23 S	23 S 33E		20 NORTH 1284		WEST	LEA				
12 Dedicated Acres 13 Joint or Infill 14 Consolidation Code 15 Order No.												
640												

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.



HOBBS OCD

AUG 2 9 2019

Inten		As Dril	llad [$\overline{}$						AU	U .4 3	2013		
API#			'''eu]		RECEIVED									
-	rator Na					Property Name: NORTH THISTLE 15-10 STATE COM							Well Number	
	/ON EN MPANY	N	NO	нін	HIS	ILE 1	5-10 S	IAIE	COM	2H				
						<u> </u>								
Kick C	Off Point	(KOP)												
UL	Section 15	Township 23S	Range 33E	Lot	Feet 50		From 1		Feet 1284		m E/W WL	County	LEA	
Latitu	<u> </u>	233	33E	L	Longite	ude	131		1204		***	NAD		
	32.2	97601				-1	103.564	616					83	
First 1	Take Poir	nt (FTP)												
ÜL	Section	Township	Range	Lot	Feet				Feet		m E/W	County		
M Latitu	15 de	235	33E		100					WE	ST	LEA NAD		
	297745	2			_	Longitude NAD 103.5646054 83								
					.1			,				<u> </u>		
Last T	ake Poin	t (LTP)												
UL	Section	Township	Range	Lot	Feet	Fro	m N/S	Feet	Fre	om E/W	Count	tv		
D	10	23S	33E		100	NO	RTH	128		EST	LEA			
Latitu	^{ide} 326231	n			Longitu 103.		8405				NAD 83			
<u> </u>					100.					·	100			
								_						
s this	well the	defining w	vell for the	e Horiz	ontal S	pacin	g Unit?	L	Y					
s this	well an i	infill well?	1	N]									
f infil	l is ves pl	ease provi	de API if :	vailah	le. One	rator	Name	and v	ell numi	her for	Definir	rø well fo	r Horizontal	
	ng Unit.	cuse provi			ю			J		JC: 101	J	.6		
API#			1				•							
Ope	rator Nar	ne:				Proj	perty N	ame:					Well Number	
,						<u> </u>								
													KZ 06/29/2018	

District. I
1625 N. French Dr., Hobbs, NM 88240
Phone: (575) 393-6161 Fax: (575) 393-0720
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 Pe, NM 87505
Phone: (505) 476-3460 Fax: (505) 476-3462

State of New Mexico
Energy, Minerals & Natural Resource Partment
OIL CONSERVATION DIVISION 2 9 2019
1220 South St. Francis Dr. AUG
Santa Fe, NM 87505

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

☐ AMENDED REPORT

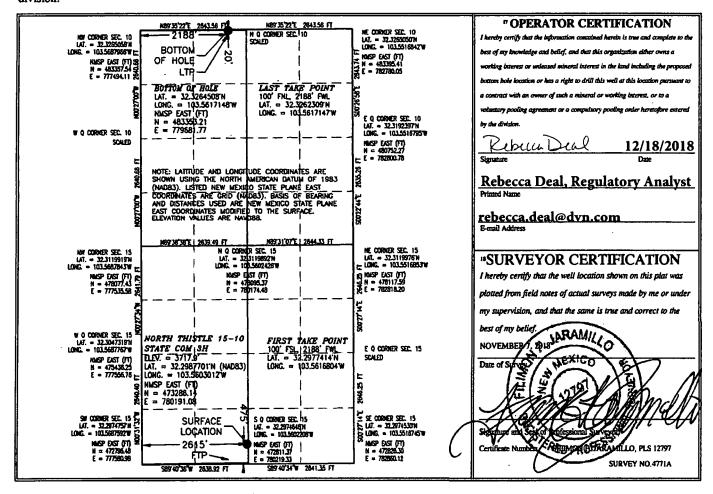
WELL LOCATION AND ACREAGE DEDICATION PLAT

¹ API Number 30-025-45394	² Pool Code 7320					
⁴ Property Code		⁵ Property Name NORTH THISTLE 15-10 STATE COM				
'OGRID No. 6137	•	erator Name DUCTION COMPANY, L.P.	* Elevation 3717.9			

□ Surface Location

UL or lot no.	Section	Township	Range	Lot Idn	Feet from the	North/South line	Feet from the	East/West line	County
N	15	23 S	33 E		475	SOUTH	2615	WEST	LEA
		•	" Bo	ttom Hol	e Location I	Different From	m Surface		
UL or lot no.	Section	Township	Range	Lot Ido	Feet from the	North/South line	Feet from the	East/West line	County
С	10	23 S	33 E		20	NORTH	2188	WEST	LEA
Dedicated Acres	Joint or	r Infill "C	onsolidation	Code La Or	der No.			<u> </u>	
640									

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.



HOBBS OCD

Inten	x						ı	4UG 2	9 2019				
API#]							F	RECI	EIVE)
DEV	rator Na ON EN MPANY	NERGY P	PODUC	TION	!		perty N					COM	Well Number 3H
Kick C	off Point	(KOP)											
UL	Section 15	Township 23S	Range 33E	Lot	Feet 50		From FS		Feet 21		om E/W FWL	County	LEA
Latitu		297611	Longitu		103.56		•	00		NAD 83			
First T	ake Poir	nt (FTP)			l								
UL N	Section 15	Township 23S	Range 33E	Lot	Feet 100		From N		Feet 2188		om E/W EST	County LEA	
Latitu 32.2	de 197741	4	<u> </u>		Longitu 103.5		804					NAD 83	
Last T	ake Poin	t (LTP)											
UL C	Section 10	Township 23S	Range 33E	Lot	Feet 100		m N/S PRTH	Feet 218		rom E/W VEST	Coun		
Latitu 32.3	de 26230	9			Longitu 103.5		7147				NAD 83		
		defining w	vell for the	e Horiz	ontal Sp	oacin	g Unit?		N		-		
	is yes pl g Unit.	ease provi	de API if a	ıvailab	le, Oper	rator	Name :	and w	vell nur	nber fo	Defini	ng well fo	r Horizontal
Oper	ator Nar	ne:				Pro	perty N	ame:					Well Number
DEVO	ON ENER	RGY PROD	UCTION	CO., L.	P.	NO	RTH T	HISTI	LE 15-10	O STAT	ЕСОМ		2Н
	_				,1								KZ 06/29/2018

District I 1625 N. French Dr., Hobbs, NM 88240 Phone: (575) 393-6161 Fax: (575) 393-0720 District II 811 S. First St., Artesia, NM 88210 Phone: (575) 748-1283 Fax: (575) 748-9720 District III 1000 Rio Brazos Road, Azrec. NM 87410 Phone: (505) 334-6178 Fax: (505) 334-6170 District (V 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 AUG 2 9 2019

1220 South St. Francis Dr. Santa Fe, NM 87505

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

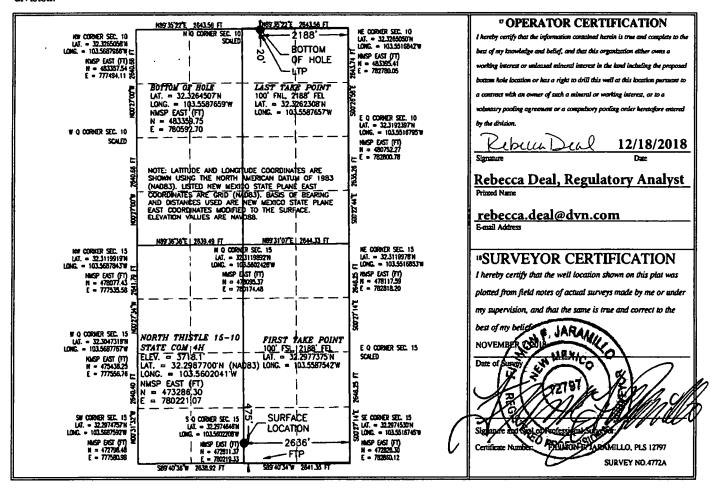
☐ AMENDED REPORT

District IV 1220 S. St. Francis Dr., Santa Fe, NM 87505 Phone: (505) 476-3460 Fax: (505) 476-3462	Santa Fe, F	Santa Fe, NM 87505 RECEIVED ELL LOCATION AND ACREAGE DEDICATION PLAT					
. ,	WELL LOCATION AND AC	REAGE DEDICATION PLAT					
¹ API Number 30-025-45395	² Pool Code 7320	³ Pool Name BRINNINSTOOL;BON					
¹ Property Code	'Propert NORTH THISTLE 1	•	* Well Number 4H				
⁷ OGRID No. 6137	Operato DEVON ENERGY PRODU		* Elevation 3718.1				

Surface Location

UL or lot no.	Section	Township	Range	Lot Idn	Feet from the	North/South line	Feet from the	East/West line	County
0	15	23 S	33 E		475	SOUTH	2636	EAST	LEA
			" Bo	ttom Hol	e Location If	f Different Fro	m Surface		
UL or lot no.	Section	Township	Range	Lot Idn	Feet from the	North/South line	Feet from the	East/West line	County
В	10	23 S	33 E		20	NORTH	2188	EAST	LEA
12 Dedicated Acres	Joint o	r Infill "C	onsolidation	Code 15 Or	der No.				•
640									

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.



HOBBS OCD

Inten	t X	As Dril	led									AU	G 2 9 2019
API#												RE	CEIVED
	natan Ma					Dranam	. Nome						Well Number
•	rator Na					Propert							
	VON EN MPANY	NERGY F ', L.P.	PODUC	CTION	1	NORTI	H THI	STLE	: 15-1	0 S1	ATE	COM	4H
<i></i>	2 M D . 1 . 1	(von)											
UL UL	Off Point Section	(KOP)	Bango	100	Feet		n N/S	Feet		T e-a-	n E/W	County	
UL	15	235	Range 33E	Lot	50	- 1	SL		260	1			LEA
Latitu	<u> </u>		33E		Longitu		3L	1 2.	200	l L	EL	NAD	
Court		97594			Longitu		.5590) 1				83	
irst T	Take Poir	nt (FTP)											
UL	Section	Township	Range	Lot	Feet		n N/S	Feet			ı E/W	County	
0	15	23S	33E		100		UTH	218	8	EAS	<u> </u>	LEA	
Latitu					Longitu		_					NAD	
32.2	297737	5			103.5	558754	2					83	
UL B	Section	Township 23S	Range 33E	Lot	Feet 100	From N/			From EAS		Count	ty	·
Latitu	ide				Longitu	de					NAD	*	
32.3	326230	8			103.5	558765	7				83		
s this	well the	defining w	vell for the	e Horiz	ontal Sp	pacing Un	it?	N]				
s this	well an i	infill well?		Y]		•						
	l is yes pl ng Unit.	ease provi	de API if a	vailab	le, Oper	ator Nam	e and	weli n	umbei	r for [Definir	ng well fo	r Horizontal
API#			:										
Ope	rator Nar	ne:	<u> </u>			Property	Name	: :					Well Number
DEV	ON ENER	GY PROD	UCTION (CO., L.	Р.	NORTH	гніѕт	LE 15-	10 ST	ATE (ОМ	i	5H
													KZ 06/29/201

District. I
1625 N. French Dr., Hobbs, NM 88240
Phone: (575) 393-6161 Fax: (575) 393-0720
District II
811 S. First St., Artesia, NM 88210
Phone: (575) 748-1283 Fax: (575) 748-9720
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

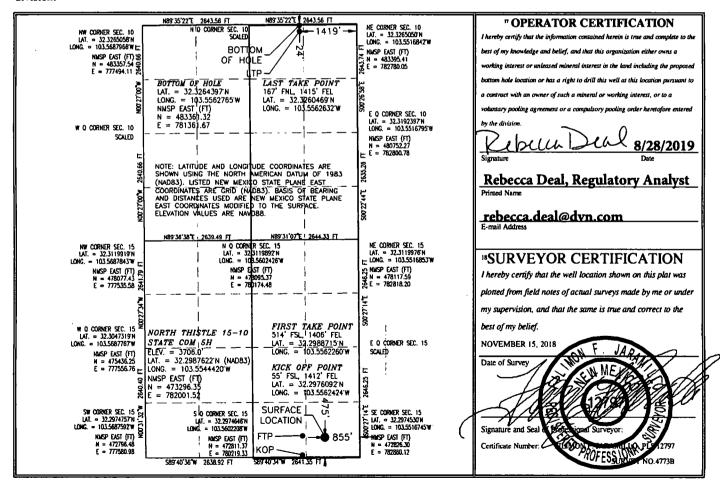
OISubmit one copy to appropriate
District Office

WELL LOCATION AND ACREAGE DEDICATION PLAT

'API Number	² Pool Code	3 Pool Name		1/	
30-025-45396	7320	BRINNINSTOOL;BONE SPRING			
⁴ Property Code	⁵ Proper	ty Name	6 Well Number	-	
314247	NORTH THISTLE	NORTH THISTLE 15-10 STATE COM			
OGRID No.	' Operat	or Name	° Elevation		
6137	DEVON ENERGY PRODU	JCTION COMPANY, L.P.	3706.0		

Surface Location UL or lot no. Section Township Lot Ida Feet from the North/South line Fast/West line Range Feet from the County P 15 23 S 33 E 475 SOUTH 855 **EAST LEA** 11 Bottom Hole Location If Different From Surface UL or lot no. Section Township Range Lot Idn Feet from the North/South line East/West line County R 10 23 S 33 E 24 **NORTH** 1419 **EAST** LEA Dedicated Acres Joint or Infill Consolidation Code Order No. 640

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.



														HOBBS O
Inten		As Dril	led <u>xx</u>											AUG 2 9 201
30-0)25-453	96												
Ope DE\	rator Na	me: NERGY F	PRODUC	CTIO	N	_	erty N			15-1	0 ST	ATE	СОМ	Well Number 5H
Kick C	Off Point	(KOP)												
UL O	Section 15	Township 23S	Range 33E	Lot	Feet 55		From N		Feet		From	E/W	County	
Latitu 32.2	1 1de 297609	2	L	1	Longitu 103.5	ıde			ı				NAD 83	
First 1	Take Poir	nt (FTP)												
UL O	Section 15	Township 23S	Range 33E	Lot	Feet 514		From N		Feet		From	E/W	County	
Latitu	<u> </u>	1	1	<u>I</u>	Longitu 103.5	ıqe			1	<u>-</u>			NAD 83	
Last T	ake Poin	t (LTP)	Range	Lot	Feet	Fron	n N/S	Feet		From	F/W	Coun	hv.	
В	10	23S	33E		167	NO	RTH	141		EAS		LEA	• 7	
32.3	^{ide} 326046	9			103.5		632					NAD 83		
ls this	well the	defining v	vell for th	e Hori	zontal Sp	pacing	Unit?	[Υ]				
ls this	well an	infill well?		N										
	l is yes p ng Unit.	lease prov	ide API if a	availal	ole, Oper	rator N	Name :	and v	vell n	umbei	for [Pefinii	ng well fo	or Horizontal
API#			}											
Ope	rator Na	me:	1			Prop	erty N	ame:						Well Number
														KZ 06/29/2018

Released to Imaging: 9/15/2025 10:05:13 AM

District 1
1625 N. French Dr., Hobbs, NM 88240
Phone: (575) 393-6161 Fax: (575) 393-0720
District II
811 S. First St., Artesia, NM 88210
Phone: (575) 748-1283 Fax: (575) 748-9720
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 PASSION
1220 South St. Francis Dr NG
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

'API Number 30-025-45397	² Pool Code 7320	' Pool Name BRINNINSTOOL;BO	NE SDDING	
1 Property Code		ty Name	° Well Number	۴
314247	NORTH THISTLE	15-10 STATE COM	6Н	
OGRID No.	¹ Operat	or Name	° Elevation	
6137	DEVON ENERGY PRODU	UCTION COMPANY, L.P.	3706.2	

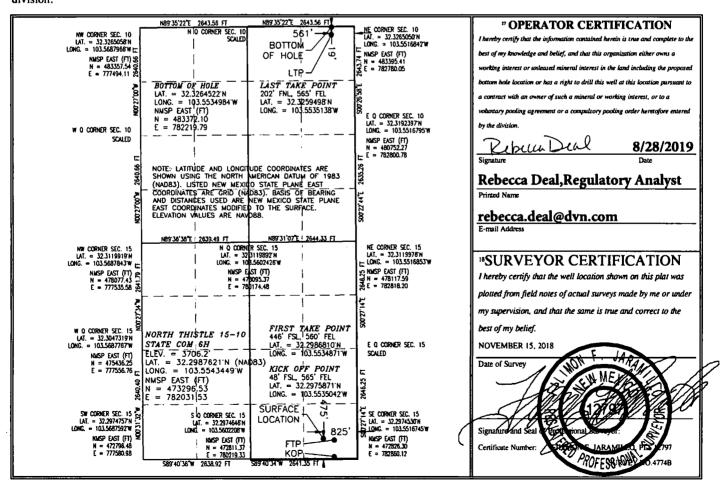
¹⁰ Surface Location

Į	P	15	23 S	33 E		475	SOUTH	825	EAST	LEA
ſ	UL or lot no.	Section	Township	Range	Lot Idn	Feet from the	North/South line	Feet from the	East/West line	County

"Bottom Hole Location If Different From Surface

UL or lot no.	Section 10	Township 23 S	Range 33 E	Lot Idn	Feet from the	North/South line NORTH	Feet from the 561	East/West line EAST	County LEA
¹² Dedicated Acre	s ¹³ Joint o	r Infill 14 C	Consolidation	Code 15 Or	der No.				

No allowable will be assigned to this completion until all interests have been consolidated or a non-standard unit has been approved by the division.



HORBS OCD

AUG 2 9 2019

RECEIVED

As Drilled Intent

API# 30-025-45397

Operator Name: DEVON ENERGY PRODUCTION COMPANY, L.P.

ХX

Property Name: NORTH THISTLE 15-10 STATE COM

Well Number 6H

Kick Off Point (KOP)

UL	Section	Township	Range	Lot	Feet	From N/S	Feet	From E/W	County
P	15	23S	33E		48	SOUTH	565	EAST	LEA
	Latitude 32.2975871				Longitude 103.553	5042			NAD 83

First Take Point (FTP)

UL P	Section 15	Township 23S	Range 33E	Lot	Feet 446	From N/S SOUTH	Feet 560	From E/W EAST	County LEA
	Latitude						NAD		
32.2	32.2986810					1871	83		

Last Take Point (LTP)

UL A	Section 10	Township 23S	Range 33E	Lot	Feet 202	From N/S NORTH	Feet 565	From E/W EAST	County LEA
Latitu	Latitude				Longitud	le		NAD	
32.3	32.3259498				103.5	535138		83	

Is this well the defining well for the Horizontal Spacing Unit? N

Is this well an infill well?

If infill is yes please provide API if available, Operator Name and well number for Defining well for Horizontal Spacing Unit.

API#

30-025-45396

Operator Name: DEVON ENERGY PRODUCTION CO., NORTH THISTLE 15-10 STATE COM L.P.

Property Name:

Well Number

5H

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

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

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

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

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

□ AMENDED REPORT

	WELL LOCATION AND	ACREAGE DEDICATION PLAT						
API Number	Pool Code	Pool Code Pool Name						
30-025-48503	5170	BELL LAKE;WOLFCAMP, NORTH						
Property Code	Proj	perty Name	Well Number					
330177	PARSELTONGUE	15-10 STATE COM	20H					
OGRID No.	Oper	rator Name	Elevation					
61.37	DEVON ENERGY PRO	DUCTION COMPANY, L.P.	3713 0'					

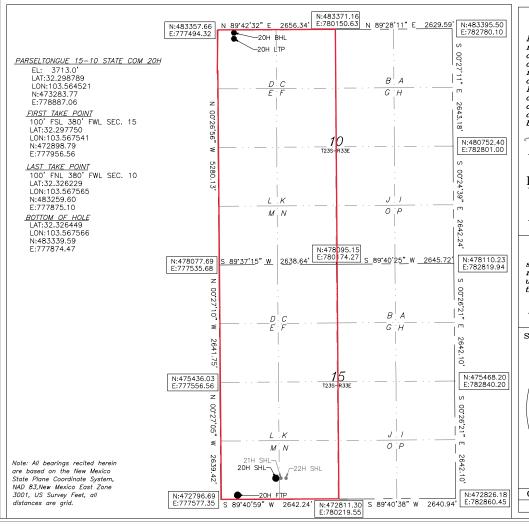
Surface Location

UL or lot No.	Section	Township	Range	Lot Idn	Feet from the	North/South line	Feet from the	East/West line	County
М	15	23-S	33-E		480	SOUTH	1314	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	10	23-S	33-E		20	NORTH	380	WEST	LEA
Dedicated Acres	s Joint o	r Infill Co	onsolidation (Code Or	der No.				
640									

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



OPERATOR CERTIFICATION

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

2/10/2021 ebelle Signature Date

Rebecca Deal, Regulatory Analyst Printed Name

rebecca.deal@dvn.com

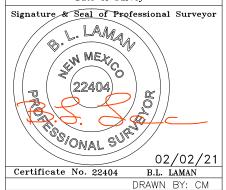
E-mail Address

SURVEYOR CERTIFICATION

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

01/30/2021

Date of Survey



Intent		As Drill	led									
API#												
Oper	rator Nar	ne:				Property I	Name:					Well Number
Kick C	Off Point ((KOP)				I						
UL	Section	Township	Range	Lot	Feet	From	N/S	Feet	Fro	m E/W	County	
Latitu	Latitude					ıde					NAD	
	ake Poin			1	Γ = .	l <u>-</u>			1-	- /		
UL	Section	Township	Range	Lot	Feet	From	N/S	Feet	Fro	m E/W	County	
Latitu	de				Longitude							
Last Ta	Section	t (LTP) Township	Range	Lot	Feet Longitu	From N/S	Feet		From E/W	Coun	ty	
		defining w	vell for th	e Hori	zontal Sp	oacing Unit	? []			
	ng Unit.	ease provi	de API if	availal	Dle, Ope	rator Name	and w	vell nu	umber foi	Defini	ng well fo	or Horizontal
Oper	rator Nar	ne:	<u> </u>			Property I	Jamo:					Well Number

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

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

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

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

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

□ AMENDED REPORT

WELL	LOCATION	AND	ACREAGE	DEDICATION	PLAT

API Number	Pool Code	Pool Code Pool Name					
30-025-48504	5170	BELL LAKE;WOLFCAMP,	NORTH				
Property Code	Prop	Property Name					
330177	PARSELTONGUE	15-10 STATE COM	21H				
OGRID No.	Opera	ator Name	Elevation				
6137	DEVON ENERGY PROI	DEVON ENERGY PRODUCTION COMPANY, L.P.					

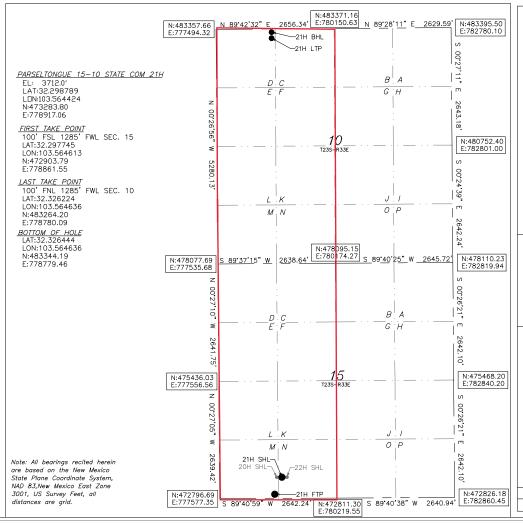
Surface Location

UL or lot No.	Section	Township	Range	Lot Idn	Feet from the	North/South line	Feet from the	East/West line	County
Ν	15	23-S	33-E		480	SOUTH	1344	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	10	23-5	33-E		20	NORTH	1285	WEST	LEA
Dedicated Acre	s Joint o	r Infill	Consolidation (Code Or	der No.				
640									

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



OPERATOR CERTIFICATION

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

eselle 2/10/2021 Signature Date

Rebecca Deal, Regulatory Analyst Printed Name

rebecca.deal@dvn.com E-mail Address

SURVEYOR CERTIFICATION

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

1/30/2021

Date of Survey Signature & Seal of Professional Surveyor LAMA WEX CO 22404 SONAL SUP 02/02/2021

Certificate No. 22404 B.L. LAMAN DRAWN BY: CM

Released to Imaging: 9/15/2025 10:05:13 AM

Inten	t X	As Dril	led											
API#	:													
DE\	rator Nai /ON EN MPANY	NERGY F	RODUC	CTION	1	-	erty Na SELT			≣ 15-′	10 S	TATE	ЕСОМ	Well Number 21H
						l								I
Kick (Off Point	(KOP)												
UL	Section 15	Township 23S	Range 33E	Lot	Feet 211		From N,	/S	Feet 129		Fron	n E/W	County LEA	
	Latitude						7						NAD 83	
Fi	rale o '	-+ /FTD'			•									
UL	Take Poir Section	Township	Range	Lot	Feet		From N	/S	Feet	:	Fron	n E/W	County	
М	15	100	5	SOUT		128		WE	ST	LEA NAD				
32.	2977	45			Longitu 103	.564	1613	3					83	
Last 1	āke Poin	it (LTP)												
UL D	Section 10	Township 23	Range 33	Lot	Feet 100	From		Feet 12 8		From		Count	ty	
Latit					Longitu					1	<u> </u>	NAD 83		
<u> </u>		· - ·			1.00									
Ic +bid	that	dofining	vall for th	o Uoriz	ontal Cr	nacina	11ni+2	Ī,	·					
is triis	s wen the	e defining v	ven for th	е попи	iontai Sf	pacing	Unite		Y					
Is this	s well an	infill well?		N]									
	ll is yes p ng Unit.	lease prov	de API if	availab	le, Opei	rator N	lame a	nd v	vell n	umbei	r for [Definir	ng well fo	r Horizontal
API #														
Ope	rator Nai	me:				Prope	erty Na	ame	:					Well Number

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

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

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

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

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

□ AMENDED REPORT

	WELL LOCATION AND .	ACREAGE DEDICATION PLAT						
API Number	Pool Code	Pool Name						
30-025-48505	5170	BELL LAKE;WOLFCAM	P, NORTH					
Property Code 330177	Prop	Property Name						
330177	PARSELTONGUE	PARSELTONGUE 15-10 STATE COM						
OGRID No.	Opera	Operator Name						
6137	DEVON ENERGY PRO	DUCTION COMPANY, L.P.	3713.8'					

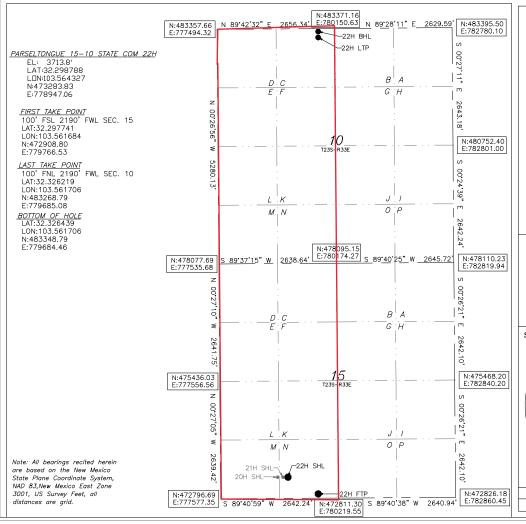
Surface Location

UL or lot No.	Section	Township	Range	Lot Idn	Feet from the	North/South line	Feet from the	East/West line	County
N	15	23-S	33-E		480	SOUTH	1374	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
С	10	23-S	33-E		20	NORTH	2190	WEST	LEA
Dedicated Acres	s Joint o	r Infill C	onsolidation (Code Or	der No.			•	
640									

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



OPERATOR CERTIFICATION

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

2/10/2021 eselle Signature Date

Rebecca Deal, Regulatory Analsyt Printed Name

rebecca.deal@dvn.com E-mail Address

SURVEYOR CERTIFICATION

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

01/30/2021

Date of Survey Signature & Seal of Professional Surveyor LAMAN AN MEY CO 22404 SONAL SUR 02/02/21

Certificate No. 22404 B.L. LAMAN DRAWN BY: CM

Intent	t x	As Dril	led											
API#														
DEV	rator Nar /ON EN MPANY	IERGY F	RODUC	CTION	I		erty N			≣ 15-	10 S	TATE	COM	Well Number 22H
Kick C	Off Point	(KOP)												
UL	Section 15	Township 23S	Range 33E	Lot	Feet 345		From N FSL	/S	Feet 211		Fron FWI	n E/W L	County LEA	
Latitu 32.2	ide 2983				Longitu		0				l		NAD 83	
First T	Take Poin	it (FTP)												
UL N	Section 15	Township 23	Range 33	Lot	Feet 100		From N SOUT	•	Feet 21 9			n E/W ST	County LEA	
Latitu 32.	2977	41			Longitu 103		1684	4	'		•		NAD 83	
Last T	ake Poin	t (LTP)												
C	Section 10	Township 23	Range 33	Lot	Feet 100		n N/S RTH	Feet 21 9		From WE		Count LEA	ЗУ	
32.	3262	19			Longitu 103		1706	3				NAD 83		
Is this	well the	defining v	vell for th	e Horiz	ontal S _l	pacing	; Unit?		N					
Is this	well an	infill well?		Υ]									
Spacir	ng Unit.	lease prov	ide API if	availab	le, Opei	rator N	Name a	and v	vell n	iumbe	r for I	Definir	ng well fo	r Horizontal
API#														
DEV	rator Nar /ON EN MPANY	IERGY F	RODUC	CTION	I		erty N RSELT			E 15-	10 S	TATE	СОМ	Well Number 21H

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

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

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

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

□ AMENDED REPORT

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

γ	VELL	LOCATION	AND	ACREAGE	DEDICATION	PLAT

API Number	Pool Code	Pool Code Pool Name					
30-025-49653	5170	BELL LAKE;WOLFCAM	IP, NORTH				
Property Code	Prop	Property Name					
330177	PARSELTONGUE	PARSELTONGUE 15-10 STATE COM					
OGRID No.	Opera	ator Name	Elevation				
6137	DEVON ENERGY PROI	DUCTION COMPANY, L.P.	3714.2'				

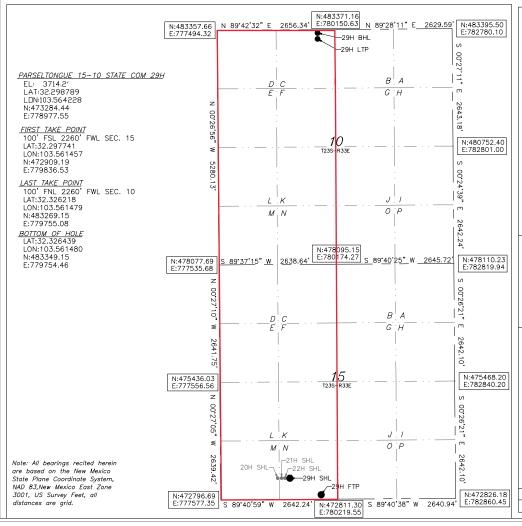
Surface Location

UL or lot No.	Section	Township	Range	Lot Idn	Feet from the	North/South line	Feet from the	East/West line	County
Ν	15	23-S	33-E		480	SOUTH	1404	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
С	10	23-S	33-E		20	NORTH	2260	WEST	LEA
Dedicated Acres Joint or Infil		r Infill Co	nsolidation (Code Or	der No.				
640									

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



OPERATOR CERTIFICATION

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

eal 12/8/2<u>021</u> epelle Date

Signature

Rebecca Deal, Regulatory Analyst Printed Name

rebecca.deal@dvn.com

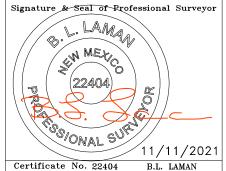
E-mail Address

SURVEYOR CERTIFICATION

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

11/08/2021

Date of Survey



DRAWN BY: JP

Intent	t x	As Dril	led											
API#														
DE\	rator Nar /ON EN MPANY	IERGY F	PRODUC	CTION	I		erty N			≣ 15-1	10 S	TATE	COM	Well Number 29H
Kick C	Off Point	(KOP)												
UL	Section 15	Township 23S	Range 33E	Lot	Feet 55		From N	I/S	Feet 226		Fron	n E/W L	County LEA	
132.2	ide 2975				Longitu		5		ı				NAD 83	
First 1	Γake Poir	it (FTP)												
UL N	Section 15	Township 23	Range	Lot	Feet 100		From N		Feet 226			s E/W	County LEA	
Latitu	ide 297741	-			Longitu 103.		.57		ı				NAD 83	
Last T	ake Poin	t (LTP)												
C	Section 10	Township 23	Range 33	Lot	Feet 100		n N/S RTH	Feet 226		From		Count LEA	У	
Latitu 32.3	ide 326218	3			Longitu 103.		79					NAD 83		
Is this	well the	defining v	vell for th	e Horiz	ontal Sp	pacing	Unit?		N					
Is this	well an	infill well?		Υ]									
	l is yes p ng Unit.	lease prov	ide API if	availab	le, Opeı	rator N	Name a	and v	vell n	umbe	r for I	Definir	ng well fo	r Horizontal
API#														
DEV	rator Nar /ON EN MPANY	IERGY F	PRODUC	CTION	I	1	erty N			E 15-1	10 S	TATE	COM	Well Number 21H

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

1220 SOUTH ST. FRANCIS DR.

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

DISTRICT III
1000 RIO BRAZOS RD., AZTEC, NM 87410
Phone: (505) 334-6178 Fax: (506) 334-6170
DISTRICT IV
1220 S. ST. FRANCIS DR., SANTA FE, NM 67505
Phone: (505) 476-3460 Fax: (506) 478-3462

Santa Fe, New Mexico 87505

□ AMENDED REPORT

		HOLDINGE DEDICHTION I MIL					
API Number	Pool Code	Pool Code Pool Name					
	5170	5170 BELL LAKE; WOLFCA					
Property Code	Pro	Property Name					
	PARSELTONGUE	PARSELTONGUE 15-10 STATE COM					
OGRID No.		Operator Name					
6137	DEVON ENERGY PRO	DUCTION COMPANY, L.P.	3707.8'				

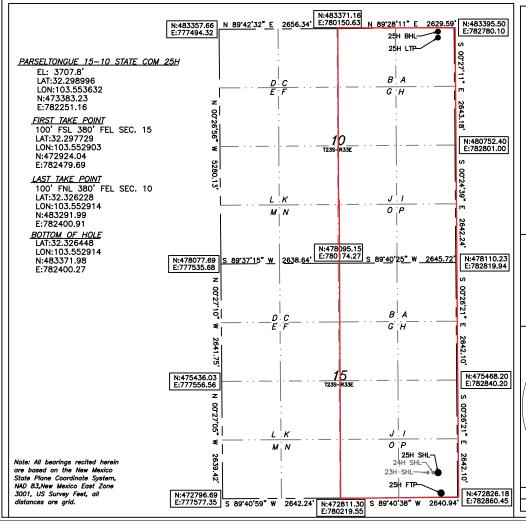
Surface Location

UL or lot No.	Section	Township	Range	Lot Idn	Feet from the	North/South line	Feet from the	East/West line	County
Р	15	23-S	33-E		560	SOUTH	605	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
A	10	23-S	33-E		20	NORTH	380	EAST	LEA
Dedicated Acres	s Joint o	r Infill Co	nsolidation (Code Or	der No.				
640									

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



OPERATOR CERTIFICATION

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

Signature Date 2/8/2021

Rebecca Deal, Regulatory Analyst
Printed Name

rebecca.deal@dvn.com
E-mail Address

SURVEYOR CERTIFICATION

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

12/09/2020

Date of Survey

Signature & Seal of Professional Surveyor

LAMAN

MEtro

22404

REV: 12/12/20

Certificate No. 22404 B.L. LAMAN
DRAWN BY: CM

Intent		As Dril	led											
API#]											
Oper	rator Nar	ne:				Prop	erty N	ame:						Well Number
Kick C	Off Point ((KOP)												
UL	Section	Township	Range	Lot	Feet		From N	/S	Feet		From	n E/W	County	
Latitu	de				Longitu	Longitude NAD								
	ake Poin			1				16	<u> </u>			- //-/-		
UL	Section	Township	Range	Lot	Feet		From N	/\$	Feet		From	n E/W	County	
Latitu	de				Longitu	ıde							NAD	
Last T UL Latitu	Section	t (LTP) Township	Range	Lot	Feet Longitu		n N/S	Feet		From E	:/W	Count	у	
Latitu	lde				Longitu	iae						NAD		
		defining w	vell for th	e Hori:	zontal Տր	pacing	; Unit?]				
If infil	l is yes pl ng Unit.		ide API if	availat	Jole, Opei	rator N	Name a	and w	vell n	umber	for [Definir	ng well fo	or Horizontal
Oper	rator Nar	ne:				Prop	erty N	ame:						Well Number

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

State of New Mexico Energy, Minerals & Natural Resources Department 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

□ AMENDED REPORT

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

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

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

WELL LOCATION AND ACREAGE DEDICATION PLAT API Number Pool Code 5170 30-025-48469 BELL LAKE; WOLFCAMP, NORTH Property Code Property Name Well Number PARSELTONGUE 15-10 STATE COM 24H 330177 OGRID No. Operator Name Elevation DEVON ENERGY PRODUCTION COMPANY, L.P. 6137 3707.8

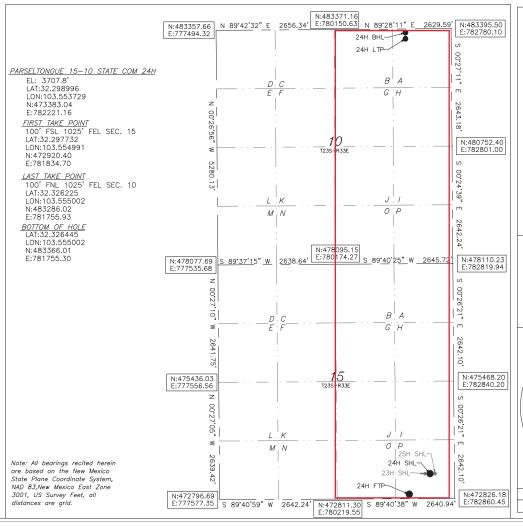
Surface Location

UL or lot No.	Section	Township	Range	Lot Idn	Feet from the	North/South line	Feet from the	East/West line	County
P	15	23-S	33-E		560	SOUTH	635	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
A	10	23-S	33-E		20	NORTH	1025	EAST	LEA
Dedicated Acre	s Joint o	r Infill Co	nsolidation	Code Or	der No.				
640									

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



OPERATOR CERTIFICATION

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

Signatur

01/11/23 Date

Chelsey Green Printed Name

chelsey.green@dvn.com

E-mail Address

SURVEYOR CERTIFICATION

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

12/09/2020

Date of Survey

Signature & Seal of Professional Surveyor LAMA W MEXIC SONAL SUR 22404 ŔEV: 01/25/22 B.L. LAMAN

Certificate No. 22404

DRAWN BY: CM

Intent	X	As Dril	led											
API #)25-484	169												
Ope DE\	rator Nai	me: NERGY F	RODUC	CTION	I		perty N			15-	10 S	TATE	COM	Well Number 24H
Kick C	Off Point	(KOP)												
UL P	Section 15	Township 23S	Range 33E	Lot	Feet 50		From N		Feet 1025	5	From	n E/W ST	County LEA	
Latitude Longitude NAD 32.2976021 -103.5550033 83														
First 1	ake Poir	nt (FTP)	Range	Lot	Feet		From N	I/S	Feet		From	n E/W	County	
P	15	23	33		100 Longitu	ıde	SOUT		1025	5	EAS		LEA NAD	
	297732	2			103.5		991						83	
Last T	ake Poin	t (LTP)												
UL A	Section 10	Township 23	Range	Lot	Feet 100		m N/S	Feet		From EAS		Count	ty .	
Latitu		1	00		Longitu 103.	ide		102	<u> </u>		•	NAD 83		
la thia	مط المس	dofining	uall far th	o Horis	antal Cr	aasin	~ ! !n:+?	[·	<u> </u>	1				
is triis	well the	e defining v	veil for th	е попи	ontai St	Jacin	gunitr	L	<u> </u>					
Is this	well an	infill well?		N]									
	l is yes p ng Unit.	lease prov	ide API if	availab	le, Oper	rator	Name	and w	vell nu	umbe	r for l	Definir	ng well fo	r Horizontal
API#														
Ope	rator Nai	me:	1			Prop	perty N	ame						Well Number

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

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

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

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

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

□ AMENDED REPORT

	WELL LOCATION AND	ACREAGE DEDICATION PLAT	
API Number	Pool Code	Pool Name	
	5170	BELL LAKE; WOLFCAMP, N	NORTH
Property Code	Prop	erty Name	Well Number
	PARSELTONGUE	15-10 STATE COM	32H
OGRID No.	0per	ator Name	Elevation
6137	DEVON ENERGY PRO	DUCTION COMPANY, L.P.	3719.1'

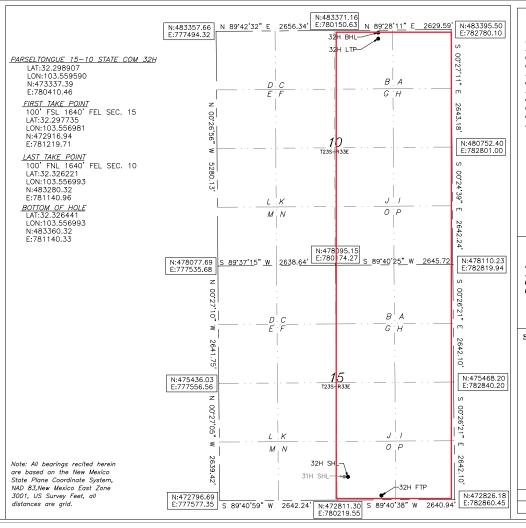
Surface Location

UL	or lot No.	Section	Township	Range	Lot Idn	Feet from the	North/South line	Feet from the	East/West line	County
	0	15	23-S	33-E		525	SOUTH	2446	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	10	23-S	33-E		20	NORTH	EAST	LEA	
Dedicated Acres	s Joint o	r Infill C	onsolidation (Code Or	der No.			•	
640									

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



OPERATOR CERTIFICATION

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

Julsey) 12/5/22 Signatu#e Date

Chelsey Green Printed Name

<u>chelsey.green@dvn.com</u> E-mail Address

SURVEYOR CERTIFICATION

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

12/02/2022 Date of Survey

Signature & Seal of Professional Surveyor LAMAN SAMEY CO

TO NAL SUR 12/04/2022 Certificate No. 22404 B.L. LAMAN

DRAWN BY: CM

Inten ⁻	t X	As Dril	led											
API#														
DE\	rator Nai /ON EN MPANY	IERGY F	PRODUC	CTION	I		perty N			E 15-′	10 S	TATE	COM	Well Number 32H
Kick (Off Point	(KOP)												
UL	Section	Township	Range	Lot	Feet		From N	I/S	Feet		Fron	n E/W	County	
0	15	23S	33E		71		SOUTH	1	164	0	EAS	Γ	LEA	
Latitu					Longitu	ide							NAD	
32.29	976				-103.5	571							83	
	Γake Poir		T				T						Γ.	
UL O	Section 15	Township 23	Range 33	Lot	Feet 100		From N		Feet 164		EAS	n E/W S T	County LEA	
Latitu		20	00		Longitu	ıde	000		104				NAD	
	297735	5			103.5		981						83	
UL B Latitu	Section 10	Township 23	Range 33	Lot	Feet 100 Longitu	NC	m N/S DRTH	Feet 164		From EAS		Count LEA NAD	·y	
	326221	I			103.		993					83		
Is this	s well the	defining v		Υ	contal Sp	oacin	g Unit?		N vell n	lumbei	r for I		ng well fo	r Horizontal
API#	ng Unit. -025-484	69												
	rator Nai		1			Pro	pertv N	lame						Well Number
•		RGY PRODU	JCTION CO	NY, LP	Property Name: PARSELTONGUE 15-10 STATE COM							24H		

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

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

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

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

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

□ AMENDED REPORT

	WELL LOCATION AND	ACREAGE DEDICATION PLAT	
API Number	Pool Code	Pool Name	
	5170	BELL LAKE; WOLFCAME	, NORTH
Property Code	Prop	perty Name	Well Number
	PARSELTONGUE	15-10 STATE COM	31H
OGRID No.	Oper	rator Name	Elevation
6137	DEVON ENERGY PRO	DUCTION COMPANY, L.P.	3719.0'

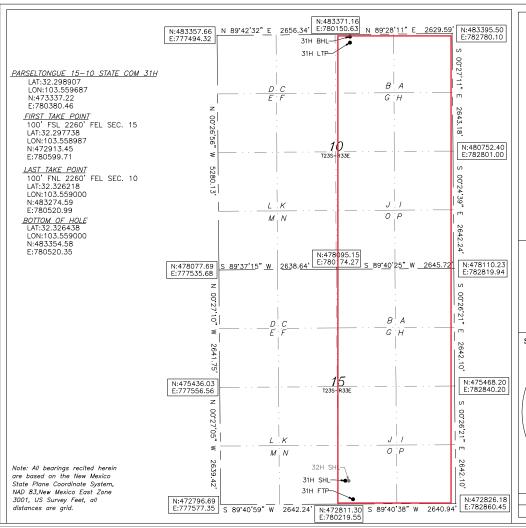
Surface Location

UL or lot No.	Section	Township	Range	Lot Idn	Feet from the	North/South line	Feet from the	East/West line	County
0	15	23-S	33-E		525	SOUTH	2476	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	10	23-S	33-E		20	NORTH	EAST	LEA	
Dedicated Acres	s Joint o	r Infill C	onsolidation (Code Or	der No.			•	
640									

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



OPERATOR CERTIFICATION

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

Julsey, 11/15/22 Signature Date

Chelsey Green Printed Name

chelsey.green@dvn.com

E-mail Address

SURVEYOR CERTIFICATION

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

12/2/2022 Date of Survey

Signature & Seal of Professional Surveyor LAMAN



DRAWN BY: CM

Inten	t X	As Dril	led										
API#													
DE\	rator Nai /ON EN MPANY	IERGY F	RODUC	OITS	١	Propert PARSE			≣ 15-1	10 S	TATE	СОМ	Well Number 31H
Kick (Off Point	(KOP)											
UL	Section	Township	Range	Lot	Feet	Fro	m N/S	Feet	İ.	From	ı E/W	County	
0	15	235	33E		55		UTH	22	61	EAS	Т	LEA	
Latitu					Longitu							NAD	
32.	2977				-103.	.5591						83	
First 1	Гake Poir	nt (FTP)											
ქ (Section 15	Township 23	Range 33	Lot	Feet 100		m N/S UTH	Feet 226		From	i E/W	County LEA	
O Latitu	_	23	33		Longitu		ОІП	220	0	EAS) I	NAD	
	 297738	3			_	558987	•					83	
Last T UL B	Section 10	t (LTP) Township 23	Range 33	Lot	Feet 100	From N/NORT			From EAS	•	Count	ту	
Latitu	ude 326218)			Longitu	de 559000	۱		L		NAD 83		
32.	320210	•			103.0	559000	,				03		
Is this	s well the	defining v	vell for the	e Horiz	zontal Sp	pacing Ur	iit?	N					
ls this	well an	infill well?		Υ									
	ll is yes p ng Unit.	lease prov	ide API if a	availab	ole, Oper	ator Nan	ne and	well n	umber	for [Definir	ng well fo	r Horizontal
API#													
<u>30-</u> 0)25-4846	9											
	rator Nai					Propert	y Name	2:					Well Number
DEV	ON ENER	GY PRODU	JCTION CO	IAPMC	NY, LP	PARSEL	TONGL	JE 15-	10 STA	TE C	MC		24H



Devon Energy 333 West Sheridan Avenue Oklahoma City, OK 73102-5015 405 228 3044 Phone www.devonenergy.com

April 5, 2023

New Mexico Oil Conversation Division 1120 South Saint Francis Drive Santa Fe, NM 87504

RE:

NORTH THISTLE 15 CTB 2 W2_Sections 15 & 10-23S-33E Lea County, New Mexico

Mr. McClure:

Devon Energy Production Company, L.P. ("Devon") desires to surface commingle the wells listed below. Upon review of the title information and Devon's records, please be advised that ownership in each well is identical.

Well Name	API Number	Pool	Spacing	Leases
NORTH THISTLE 15-10 STATE COM 1H	30-025-45392	Brinninstool; Bone Spring (7320)	W2 of Sec. 10 & 15-23S- 33E, Lea County, NM	ST OF NM V0-8240; ST OF NM V0-8264; ST OF NM VB-0743; ST OF NM VB-0729
NORTH THISTLE 15-10 STATE COM 2H	30-025-45393	Brinninstool; Bone Spring (7320)	W2 of Sec. 10 & 15-23S- 33E, Lea County, NM	ST OF NM V0-8240; ST OF NM V0-8264; ST OF NM VB-0743; ST OF NM VB-0729
NORTH THISTLE 15-10 STATE COM 3H	30-025-45394	Brinninstool; Bone Spring (7320)	W2 of Sec. 10 & 15-23S- 33E, Lea County, NM	ST OF NM V0-8240; ST OF NM V0-8264; ST OF NM VB-0743; ST OF NM VB-0729
NORTH THISTLE 15-10 STATE COM 4H	30-025-45395	Brinninstool; Bone Spring (7320)	E2 of Sec. 10 & 15-23S- 33E, Lea County, NM	ST OF NM V0-8240; ST OF NM V0-8264; ST OF NM VB-0743; ST OF NM VB-0729
NORTH THISTLE 15-10 STATE COM 5H	30-025-45396	Brinninstool; Bone Spring (7320)	E2 of Sec. 10 & 15-23S- 33E, Lea County, NM	ST OF NM V0-8240; ST OF NM V0-8264; ST OF NM VB-0743; ST OF NM VB-0729
NORTH THISTLE 15-10 STATE COM 6H	30-025-45397	Brinninstool; Bone Spring (7320)	E2 of Sec. 10 & 15-23S- 33E, Lea County, NM	ST OF NM V0-8240; ST OF NM V0-8264; ST OF NM VB-0743; ST OF NM VB-0729
PARSELTONGUE 15-10 STATE COM 20H	30-025-48503	Bell Lake; Wolfcamp, North (5170)	W2 of Sec. 10 & 15-23S 33E, Lea County, NM	-ST OF NM V0-8240; ST OF NM V0-8264; ST OF NM VB-0743; ST OF NM VB-0729

PARSELTONGUE 15-10 STATE COM 21H	30-025-48504	Bell Lake; Wolfcamp, North (5170)	Lea County, NM	ST OF NM V0-8240; ST OF NM V0-8264; ST OF NM VB-0743; ST OF NM VB-0729
PARSELTONGUE 15-10 STATE COM 22H	30-025-48505	Bell Lake; Wolfcamp, North (5170)	W2 of Sec. 10 & 15-23S- 33E, Lea County, NM	ST OF NM V0-8240; ST OF NM V0-8264; ST OF NM VB-0743; ST OF NM VB-0729
PARSELTONGUE 15-10 STATE COM 29H	30-025-49653	Bell Lake; Wolfcamp, North (5170)	W2 of Sec. 10 & 15-23S- 33E, Lea County, NM	ST OF NM V0-8240; ST OF NM V0-8264; ST OF NM VB-0743; ST OF NM VB-0729
PARSELTONGUE 15-10 STATE COM 24H	30-025-48469	Bell Lake; Wolfcamp, North (5170)	E2 of Sec. 10 & 15-23S- 33E, Lea County, NM	ST OF NM V0-8240; ST OF NM V0-8264; ST OF NM VB-0743; ST OF NM VB-0729
PARSELTONGUE 15-10 STATE COM 25H	30-025-48470	Bell Lake; Wolfcamp, North (5170)	E2 of Sec. 10 & 15-23S- 33E, Lea County, NM	ST OF NM V0-8240; ST OF NM V0-8264; ST OF NM VB-0743; ST OF NM VB-0729
PARSELTONGUE 15-10 STATE COM 31H	30-025-50831	Bell Lake; Wolfcamp, North (5170)	E2 of Sec. 10 & 15-23S- 33E, Lea County, NM	ST OF NM V0-8240; ST OF NM V0-8264; ST OF NM VB-0743; ST OF NM VB-0729
PARSELTONGUE 15-10 STATE COM 32H	30-025-50832	Bell Lake; Wolfcamp, North (5170)	E2 of Sec. 10 & 15-23S- 33E, Lea County, NM	ST OF NM V0-8240; ST OF NM V0-8264; ST OF NM VB-0743; ST OF NM VB-0729

If you have any questions, please feel free to contact me directly.

Sincerely,

DEVON ENERGY PRODUCTION COMPANY LP

Andrews. Wenzel

Senior Landman

(405) 228-4218

Andrew.Wenzel@dvn.com

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

APPLICATION FOR SURFACE COMMINGLING SUBMITTED BY DEVON ENERGY PRODUCTION COMPANY, LP

ORDER NO. PLC-1026

ORDER

The Director of the New Mexico Oil Conservation Division ("OCD"), having considered the application and the recommendation of the OCD Engineering Bureau, issues the following Order.

FINDINGS OF FACT

- 1. Devon Energy Production Company, LP ("Applicant") submitted a complete application to surface commingle the oil and gas production from the pools, leases, and wells as described in Exhibit A ("Application").
- 2. Applicant proposed a method to allocate the oil and gas production to the pools, leases, and wells to be commingled.
- 3. Applicant submitted a certification by a licensed attorney or qualified petroleum landman that the ownership in the pools, leases, and wells to be commingled is identical as defined in 19.15.12.7 B. NMAC.
- 4. Applicant provided notice of the Application to the Bureau of Land Management ("BLM") or New Mexico State Land Office ("NMSLO"), as applicable.
- 5. Applicant certified the commingling of oil and gas production from the pools, leases, and wells will not in reasonable probability reduce the value of the oil and gas production to less than if it had remained segregated.
- 6. Applicant in the notice for the Application stated that it sought authorization to prospectively include additional pools, leases, and wells in accordance with 19.15.12.10 C.(4)(g) NMAC.
- 7. Applicant stated that it sought authorization to surface commingle and off-lease measure, as applicable, oil and gas production from wells which have not yet been approved to be drilled, but will produce from a pool and lease as described in Exhibit A.

CONCLUSIONS OF LAW

- 8. OCD has jurisdiction to issue this Order pursuant to the Oil and Gas Act, NMSA 1978, §§ 70-2-6, 70-2-11, 70-2-12, 70-2-16, and 70-2-17, 19.15.12. NMAC, and 19.15.23. NMAC.
- 9. Applicant satisfied the notice requirements for the Application in accordance with 19.15.12.10 A.(2) NMAC, 19.15.12.10 C.(4)(c) NMAC, and 19.15.12.10 C.(4)(e) NMAC, as applicable.

Order No. PLC-1026 Page 1 of 3

- 10. Applicant satisfied the notice requirements for the Application in accordance with 19.15.23.9 A.(5) NMAC and 19.15.23.9 A.(6) NMAC, as applicable.
- 11. Applicant's proposed method of allocation, as modified herein, complies with 19.15.12.10 B.(1) NMAC or 19.15.12.10 C.(1) NMAC, as applicable.
- 12. Commingling of oil and gas production from state, federal, or tribal leases shall not commence until approved by the BLM or NMSLO, as applicable, in accordance with 19.15.12.10 B.(3) NMAC and 19.15.12.10 C.(4)(h) NMAC.
- 13. Applicant did not give adequate notice that it sought authorization to prospectively include additional pools, leases, or wells as required by 19.15.12.10 C.(4)(g) NMAC.
- 14. By granting the Application with the conditions specified below, this Order prevents waste and protects correlative rights, public health, and the environment.

ORDER

1. Applicant is authorized to surface commingle oil and gas production from the pools, leases, and wells as described in Exhibit A.

Applicant is authorized to store and measure oil and gas production off-lease from the pools, leases, and wells as described in Exhibit A at a central tank battery or gas title transfer meter described in Exhibit A.

Applicant is authorized to surface commingle oil and gas production from wells not included in Exhibit A but that produce from a pool and lease as described in Exhibit A.

Applicant is authorized to store and measure oil and gas production off-lease from wells not included in Exhibit A but that produce from a pool and lease as described in Exhibit A at a central tank battery or gas title transfer meter described in Exhibit A.

- 2. The allocation of oil and gas production to wells not included in Exhibit A but that produce from a pool and lease as described in Exhibit A shall be determined in the same manner as to wells identified in Exhibit A that produce from that pool and lease, provided that if more than one allocation method is being used or if there are no wells identified in Exhibit A that produce from the pool and lease, then allocation of oil and gas production to each well not included in Exhibit A shall be determined by OCD prior to commingling production from it with the production from another well.
- 3. The oil and gas production for each well identified in Exhibit A shall be separated and metered prior to commingling it with production from another well.
- 4. Applicant shall measure and market the commingled oil at a central tank battery described in Exhibit A in accordance with this Order and 19.15.18.15. NMAC or 19.15.23.8. NMAC.
- 5. Applicant shall measure and market the commingled gas at a well pad, central delivery point, central tank battery, or gas title transfer meter described in Exhibit A in accordance with this Order and 19.15.19.9. NMAC, provided however that if the gas is vented or flared, and

Order No. PLC-1026 Page 2 of 3

regardless of the reason or authorization pursuant to 19.15.28.8 B. NMAC for such venting or flaring, Applicant shall measure or estimate the gas in accordance with 19.15.28.8 E. NMAC.

- 6. Applicant shall calibrate the meters used to measure or allocate oil and gas production in accordance with 19.15.12.10 C.(2) NMAC.
- 7. If the commingling of oil and gas production from any pool, lease, or well reduces the value of the commingled oil and gas production to less than if it had remained segregated, no later than sixty (60) days after the decrease in value has occurred Applicant shall submit a new surface commingling application to OCD to amend this Order to remove the pool, lease, or well whose oil and gas production caused the decrease in value. If Applicant fails to submit a new application, this Order shall terminate on the following day, and if OCD denies the application, this Order shall terminate on the date of such action.
- 8. Applicant's request for authorization to add pools, leases, and wells prospectively pursuant to 19.15.12.10 C.(4)(g) NMAC is denied.
- 9. If a well is not included in Exhibit A but produces from a pool and lease as described in Exhibit A, then Applicant shall submit Forms C-102 and C-103 to the OCD Engineering Bureau after the well has been approved to be drilled and prior to off-lease measuring or commingling oil or gas production from it with the production from another well. The Form C-103 shall reference this Order and identify the well, proposed method to determine the allocation of oil and gas production to it, and the location(s) that commingling of its production will occur.
- 10. Applicant shall not commence commingling oil or gas production from state, federal, or tribal leases until approved by the BLM or NMSLO, as applicable.
- 11. If OCD determines that Applicant has failed to comply with any provision of this Order, OCD may take any action authorized by the Oil and Gas Act or the New Mexico Administrative Code (NMAC).
- 12. OCD retains jurisdiction of this matter and reserves the right to modify or revoke this Order as it deems necessary.

STATE OF NEW MEXICO
OIL CONSERVATION DIVISION

ALBERT C. S. CHANG

Albert Chang

DIRECTOR

DATE: 9/12/2025

Order No. PLC-1026 Page 3 of 3

State of New Mexico Energy, Minerals and Natural Resources Department

Exhibit A

Order: PLC-1026

Operator: Devon Energy Production Company, LP (6137)

Central Tank Battery: North Thistle 15 Central Tank Battery 2

Central Tank Battery Location: UL O, Section 15, Township 23 South, Range 33 East Gas Title Transfer Meter Location: UL J, Section 15, Township 23 South, Range 33 East

Pools

Pool Name Pool Code
BELL LAKE; WOLFCAMP, NORTH
BRINNINSTOOL; BONE SPRING 7320

Leases as defined in 19.15.12.7(C) NMAC

Leases as defined in 19:13:12:7(C) WHAC			
UL or Q/Q	S-T-R		
2 W2	10-23S-33E		
W2	15-23S-33E		
E2	10-23S-33E		
E2	15-23S-33E		
W2	10-23S-33E		
W2	15-23S-33E		
E2	10-23S-33E		
E2	15-23S-33E		
	UL or Q/Q W2 W2 E2 E2 W2 W2 E2		

Wells

Well API	Well Name	UL or Q/Q	S-T-R	Pool
30-025-45392	NORTH THISTLE 15 10 STATE COM	W2	10-23S-33E	7320
	# 001H	W2	15-23S-33E	7320
30-025-45393	NORTH THISTLE 15 10 STATE COM	W2	10-23S-33E	7320
30-025-45393	# 002 H	W2	15-23S-33E	7320
30-025-45394	NORTH THISTLE 15 10 STATE COM	W2	10-23S-33E	7320
30-023-43394	#003H	W2	15-23S-33E	7320
30-025-45395	NORTH THISTLE 15 10 STATE COM	E2	10-23S-33E	7320
30-023-43393	#004H	E2	15-23S-33E	7320
30-025-45396	NORTH THISTLE 15 10 STATE COM	E2	10-23S-33E	7320
30-023-43390	#005H	E2	15-23S-33E	
30-025-45397	NORTH THISTLE 15 10 STATE COM	E2	10-23S-33E	7320
30-025-45397	#006H	E2	15-23S-33E	
30-025-48503	PARSELTONGUE 15 10 STATE COM	W2	10-23S-33E	5170
	# 020 H	W2	15-23S-33E	
30-025-48504	PARSELTONGUE 15 10 STATE COM	W2	10-23S-33E	5170
	# 021 H	W2	15-23S-33E	
30-025-48505	PARSELTONGUE 15 10 STATE COM	W2	10-23S-33E	5170
30-025-48305	#022H	W2	15-23S-33E	31/0

30-025-49653	PARSELTONGUE 15 10 STATE COM	W2	10-23S-33E	5170	
	# 029 H	W2	15-23S-33E		
30-025-48469	PARSELTONGUE 15 10 STATE COM	E2	10-23S-33E	5170	
	# 024 H	E2	15-23S-33E	3170	
30-025-48470	PARSELTONGUE 15 10 STATE COM	E2	10-23S-33E	5170	
	# 025 H	E2	15-23S-33E		
30-025-50831	PARSELTONGUE 15 10 STATE COM	E2	10-23S-33E	5170	
	# 031 H	E2	15-23S-33E		
30-025-50832	PARSELTONGUE 15 10 STATE COM	E2	10-23S-33E	5170	
	#032H	E2	15-23S-33E	31/0	

Sante Fe Main Office Phone: (505) 476-3441

General Information Phone: (505) 629-6116

Online Phone Directory https://www.emnrd.nm.gov/ocd/contact-us

State of New Mexico Energy, Minerals and Natural Resources Oil Conservation Division 1220 S. St Francis Dr. Santa Fe, NM 87505

CONDITIONS

Action 205104

CONDITIONS

Operator:	OGRID:
DEVON ENERGY PRODUCTION COMPANY, LP	6137
333 West Sheridan Ave. Oklahoma City, OK 73102	Action Number: 205104
	Action Type: [C-107] Surface Commingle or Off-Lease (C-107B)

CONDITIONS

Created By		Condition Date
sarah.clelland	Please review the content of the order to ensure you are familiar with the authorities granted and any conditions of approval. If you have any questions regarding this matter, please email us at OCD.Engineer@emnrd.nm.gov.	9/15/2025