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

APPLICATION OF TEXAS STANDARD OPERATING LLC NM FOR COMPULSORY POOLING, LEA COUNTY, NEW MEXICO.

Case No. 23005

## NOTICE OF FILING CORRECTED EXHIBIT

Texas Standard Operating NM LLC hereby submits for filing Corrected Exhibit 6, which is needed because the property description on page 1 of original Exhibit 6 was wrong.

Respectfully submitted,

James Bruce

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Attorney for Texas Standard Operating NM LLC

## ALL INFORMATION IN THE APPLICATION MUST BE SUPPORTED BY SIGNED AFFIDAVITS

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|---|---|
| Case:   | 23005   |
| Date  | September 1, 2022   |
| Applicant   | Texas Standard Operating NM LLC   |
| Designated Operator & OGRID   |   |
| (affiliation if applicable)   | Texas Standard Operating NM LLC/OGRID No. 231429  |
| Applicant's Counsel:  | James Bruce   |
| Case Title:   | Application of Texas Standard Operating NM LLC for Compulsory Pooling, Lea County, New Mexico   |
| Entries of Appearance/Intervenors:  |   |
| Well Family   | 9-16 State Wells  |
| Formation/Pool  |   |
| Formation/Pool Formation Name(s) or Vertical Extent:  | Upper Penn Formation  |
| Primary Product (Oil or Gas):   | Oil   |
| Pooling this vertical extent:   | Upper Penn formation  |
| Pool Name and Pool Code:  | WC-025 S173615C; Upper Penn /Pool Code 98333  |
| Well Location Setback Rules:  | Statewide rules and current horizontal well rules   |
| Spacing Unit Size:  | Quarter-quarter Section/40 acres  |
| Spacing Unit  |   |
| Type (Horizontal/Vertical)  | Horizontal  |
| Size (Acres)  | 480 acres   |
| Building Blocks:  | 40 acres  |
| Orientation:  | South-North   |
| Description: TRS/County   | SW/4 §9 and W/2 §16-17S-36E, NMPM, Lea County   |
| Standard Horizontal Well Spacing Unit   | Yes   |
| (Y/N), If No, describe  |   |
| Other Situations  |   |
| Depth Severance: Y/N. If yes, description   | No Corrected  |
| Proximity Tracts: If yes, description   | Yes. See well described below. EXHIBIT  |
| Proximity Defining Well: if yes, description  |   |
| Applicant's Ownership in Each Tract   | Exhibits 2-A and 2-B  |
| Well(s)   |   |
| Name & API (if assigned), surface and bottom hole location, footages, completion target, orientation, completion status (standard or nonstandard) | 9-16 State Well No. 1H API No. 30-015-Pending SHL: 600 FNL & 1330 FWL §21-17S-36E BHL: 2648 FSL & 1330 FWL §9 FTP: 100 FSL & 1330 FWL §16 LTP: 2540 FSL & 1330 FWL §9 Upper Penn/TVD 11350-11725 feet/MD 19170-19545 feet The reason the TVD and MD vary is that the operator is trying to keep |
|   | the wellbore approximately 150 feet above the top of the Strawn formation, which varies in depth.   |

| Horseixed Well Pirst 21/2022 stotake 3 AM Points | See above                        | Page 3 of |
|--|----------------------------------|-----------|
| Completion Target (Formation, TVD and MD)        | See above                        |           |
| AFE Capex and Operating Costs                    |                                  |           |
| Drilling Supervision/Month \$                    | \$8000                           |           |
| Production Supervision/Month \$                  | \$800                            |           |
| Justification for Supervision Costs              | Exhibit 2, page 2                |           |
| Requested Risk Charge                            | Cost + 200%/Exhibit 2, page 2    |           |
| Notice of Hearing                                | COSt 1 20070) Eximilit 2, page 2 |           |
| Proposed Notice of Hearing                       | Exhibit 1                        |           |
| Proof of Mailed Notice of Hearing (20            | EXHIBIT I                        |           |
| days before hearing)                             | Exhibit 4                        |           |
| Proof of Published Notice of Hearing (10         | EXHIDIT 4                        |           |
| •  | Netwooded                        |           |
| days before hearing)                             | Not needed                       |           |
| Ownership Determination                          |                                  |           |
| Land Ownership Schematic of the                  | E 1 11 11 2 A                    |           |
| Spacing Unit                                     | Exhibit 2-A                      |           |
| Tract List (including lease numbers and          | 5.14                             |           |
| owners)  | Exhibit 2-B                      |           |
| Pooled Parties (including ownership              |                                  |           |
| type)  | Exhibits 2-A and 2-B             |           |
| Unlocatable Parties to be Pooled                 | Not applicable                   |           |
| Ownership Depth Severance (including             |                                  |           |
| percentage above & below)                        | None                             |           |
| Joinder  |                                  |           |
| Sample Copy of Proposal Letter                   | Exhibit 2-C                      |           |
| List of Interest Owners (i.e. Exhibit A of       |                                  |           |
| JOA)   | Exhibit 2-B                      |           |
|  |                                  |           |
| Chronology of Contact with Non-Joined            |                                  |           |
| Working Interests                                | Exhibit 2-C                      |           |
| Overhead Rates In Proposal Letter                |                                  |           |
| Cost Estimate to Drill and Complete              | Exhibit 2-D                      |           |
| Cost Estimate to Equip Well                      | Exhibit 2-D                      |           |
| Cost Estimate for Production Facilities          | Exhibit 2-D                      |           |
| Geology  |                                  |           |
| Summary (including special                       |                                  |           |
| considerations)                                  | Exhibit 3                        |           |
| Spacing Unit Schematic                           | Exhibit 3-A                      |           |
| Gunbarrel/Lateral Trajectory Schematic           | Exhibit 3-C                      |           |
| Well Orientation (with rationale)                | Standup/Exhibit 3                |           |
| Target Formation                                 | Upper Penn                       |           |
| HSU Cross Section                                | Exhibit 3-C                      |           |
| Depth Severance Discussion                       | Not Applicable                   |           |
| Forms, Figures and Tables                        |                                  |           |
| C-102  | Exhibit 2-A                      |           |
| Tracts   | Exhibit 2-A                      |           |
| Summary of Interests, Unit                       |                                  |           |
| Recapitulation (Tracts)                          | Exhibit 2-B                      |           |
| Released to Imaging: 9/21/2022 10:34:47 AM       |                                  |           |
|  |                                  |           |

| GEREFARELOWARDER IN 1871 ARCHURING BASAM  | Exhibit 2-A     | Page 4 of |
|---|-----------------|-----------|
| Well Bore Location Map                    | Exhibit 2-A     |           |
| Structure Contour Map - Subsea Depth      | Exhibit 3-A     |           |
| Cross Section Location Map (including     |                 |           |
| wells)                                    | Exhibit 3-C     |           |
| Cross Section (including Landing Zone)    | Exhibit 3-C     |           |
| Additional Information                    |                 |           |
| CERTIFICATION: I hereby certify that the  |                 |           |
| information provided in this checklist is |                 |           |
| complete and accurate.                    |                 |           |
| Printed Name (Attorney or Party           |                 |           |
| Representative):                          | James Bruce     |           |
| Signed Name (Attorney or Party            | 4. 6.           |           |
| Representative):                          | anus Mec        |           |
| Date:                                     | August 30, 2022 |           |