CASE NO. 23330

APPLICATION OF E.G.L RESOURCES, INC. FOR COMPULSORY POOLING, LEA COUNTY, NEW MEXICO

EXHIBIT LIST

- 1. Application and Proposed Notice
- 2. Landman's Affidavit
- 3. Geologist's Affidavit
- 4. Affidavit of Mailing
- 5. Affidavit of Publication
- 6. Pooling Checklist
- 7. Certified Notice Spreadsheet

BEFORE THE NEW MEXICO OIL CONSERVATION DIVISION

APPLICATION OF E.G.L. RESOURCES, INC. FOR COMPULSORY POOLING, LEA COUNTY, NEW MEXICO.

Case No. 22330

APPLICATION

E.G.L. Resources, Inc. applies for an order pooling all uncommitted mineral interest owners in the Bone Spring formation underlying a horizontal spacing unit comprised of the E/2W2 of Section 13 and the E/2W/2 of Section 24, Township 19 South, Range 33 East, N.M.P.M., Lea County, New Mexico, and in support thereof, states:

- 1. Applicant is an operator in the E/2W/2 of Section 13 and the E/2W/2 of Section 24 (containing 320 acres), and has the right to drill a well or wells thereon.
- 2. Applicant proposes to drill the Millie Mile 13-24 Fed. Com. Well Nos. 102H and 202H to depths sufficient to test the Bone Spring formation, and to dedicate the E/2W2 of Section 13 and the E/2W/2 of Section 24 to the wells. The wells have first take points in the NE/4NW/4 of Section 13 and last take points in the SE/4SW/4 of Section 24.
- 3. Applicant has in good faith sought to obtain the voluntary joinder of all other mineral interest owners in the E/2W/2 of Section 13 and the E/2W/2 of Section 24 for the purposes set forth herein.
- 4. Although applicant attempted to obtain voluntary agreements from all mineral interest owners to participate in the drilling of the wells or to otherwise commit their interests to the wells, certain mineral interest owners have failed or refused to join in dedicating their interests. Therefore, applicant seeks an order pooling all uncommitted mineral interest owners in

EXHIBIT

the Bone Spring formation underlying the E/2W/2 of Section 13 and the E/2W/2 of Section 24, pursuant to NMSA 1978 §70-2-17.

5. The pooling of all uncommitted mineral interest owners in the Bone Spring formation underlying the E/2W/2 of Section 13 and the E/2W/2 of Section 24 will prevent the drilling of unnecessary wells, prevent waste, and protect correlative rights.

WHEREFORE, applicant requests that, after notice and hearing, the Division enter its order:

- A. Pooling all uncommitted mineral interest owners in the Bone Spring formation (Gem; Bone Spring, East Pool/Pool Code 27230) underlying the E/2W/2 of Section 13 and the E/2W/2 of Section 24;
- B. Designating applicant as operator of the wells;
- C. Considering the cost of drilling, completing, testing, and equipping the wells, and allocating the cost among the wells' working interest owners;
- D. Approving actual operating charges and costs charged for supervision, together with a provision adjusting the rates pursuant to the COPAS accounting procedure; and
- E. Setting a 200% charge for the risk involved in drilling, completing, resting, and equipping the wells in the event a working interest owner elects not to participate in the wells.

Respectfully submitted,

James Bruce

Post Office Box 1056

Santa Fe, New Mexico 87504

(505) 982-2043

Attorney for E.G.L. Resources, Inc.

Application of E.G.L. Resources, Inc. for compulsory pooling, Lea County, New Mexico. E.G.L. Resources, Inc. seeks an order pooling all uncommitted mineral interest owners in the Bone Spring formation in a horizontal spacing unit comprised of the E/2W/2 of Section 13 and the E/2W/2 of Section 24, Township 19 South, Range 33 East, NMPM. The unit will be dedicated to the Millie Mile 13-24 Fed. Com. Well Nos. 102H and 202H, with first take points in the NE/4NW/4 of Section 13 and last take points in the SE/4SW/4 of Section 24. Also to be considered will be the cost of drilling, completing, testing, and equipping the wells and the allocation of the cost thereof, as well as actual operating costs and charges for supervision, designation of applicant as operator of the wells, and a 200% charge for the risk involved in drilling, completing, testing, and equipping the wells. The unit is located approximately 7 miles east-northeast of Halfway, New Mexico.

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

IN THE MATTER OF THE HEARING CALLED BY THE OIL CONSERVATION DIVISION FOR THE PURPOSE OF CONSIDERING:

APPLICATIONS OF E.G.L. RESOURCES, INC. FOR COMPULSORY POOLING, LEA COUNTY, NEW MEXICO.

Case Nos. 23329 - 23332

SELF-AFFIRMED STATEMENT OF MATTHEW LANGHOFF

Matthew Langhoff deposes and states:

- 1. I am a landman for E.G.L. Resources, Inc. ("E.G.L."), and have personal knowledge of the matters stated herein. I have been qualified by the Division as an expert petroleum landman.
- 2. E.G.L. submits the following information in support of the compulsory pooling applications filed herein:
- 3. The purpose of these applications to force pool working interest owners into the Bone Spring and Wolfcamp horizontal spacing units described below, and in the wells to be drilled in the units:
 - (a) Case No. 23329: E.G.L. Resources, Inc. seeks an order pooling all uncommitted mineral interest owners in the Bone Spring formation underlying a horizontal spacing unit comprised of the W/2W/2 of Section 13 and the W/2W/2 of Section 24, Township 19 South, Range 33 East, NMPM. The unit will be dedicated to the Millie Mile 13-24 Fed. Com. Well Nos. 101H and 201H, with first take points in the NW/4NW/4 of Section 13 and last take points in the SW/4SW/4 of Section 24.
 - (b) Case No. 23330: E.G.L. Resources, Inc. seeks an order pooling all uncommitted mineral interest owners in the Bone Spring formation in a horizontal spacing unit comprised of the E/2W/2 of Section 13 and the E/2W/2 of Section 24, Township 19 South, Range 33 East, NMPM. The unit will be dedicated to the Millie Mile 13-24 Fed. Com. Well Nos. 102H and 202H, with first take points in the NE/4NW/4 of Section 13 and last take points in the SE/4SW/4 of Section 24.
 - (c) Case No. 23331: E.G.L. Resources, Inc. seeks an order pooling all uncommitted mineral interest owners in the Wolfcamp formation in a horizontal spacing unit comprised of the W/2W/2 of Section 13 and the W/2W/2 of Section 24, Township 19

EXHIBIT 2

South, Range 33 East, NMPM. The unit will be dedicated to the Millie Mile 13-24 Fed. Com. Well No. 401H, with a first take point in the NW/4NW/4 of Section 13 and a last take point in the SW/4SW/4 of Section 24.

- (d) Case No. 23332: E.G.L. Resources, Inc. seeks an order pooling all uncommitted mineral interest owners in the Wolfcamp formation in a horizontal spacing unit comprised of the E/2W/2 of Section 13 and the E/2W/2 of Section 24, Township 19 South, Range 33 East, NMPM. The unit will be dedicated to the Millie Mile 13-24 Fed. Com. Well No. 402H, with a first take point in the NE/4NW/4 of Section 13 and a last take point in the SE/4SW/4 of Section 24.
- 5. A plat outlining the unit being pooled, and the working interest owners and percentage interests in each tract in a well unit, is submitted as Attachment A. A Form C-102 for the well is also part of Attachment A.
 - 6. There is no depth severance in the Bone Spring or Wolfcamp formations.
- 7. Attachment B contains a detailed summary of contacts with the pooled parties, as well as a sample copy of the proposal letter. A short summary of those contacts is as follows: E.G.L. proposed the wells in August 2022. E.G.L. has had follow-up phone calls and e-mails with the parties. In addition, E.G.L. has a BLM-approved Development Area for its prospect.
- E.G.L. has made a good faith effort to obtain voluntary joinder of the interest owners in the proposed wells.
- 8. Attachment C contains an Authorization for Expenditure for each of the proposed wells. The estimated cost of the well set forth therein is fair and reasonable, and comparable to the cost of other wells of similar depth and length drilled in this area of Lea County.
- 9. E.G.L. requests overhead and administrative rates of \$8500/month for a drilling well and \$800/month for a producing well. These rates are fair, and comparable to the rates charged by other operators for wells of this type in this portion of Lea County. They are also the rates set forth in the Joint Operating Agreement prepared by E.G.L. for the well units. E.G.L. requests that these rates be adjusted periodically as provided in the COPAS Accounting Procedure.
- 10 E.G.L. requests that the maximum cost plus 200% risk charge be assessed against non-consenting working interest owners.
 - 11. E.G.L. requests that it be designated operator of the wells.
- 12. The attachments to this affidavit were prepared by me or under my supervision, or compiled from company business records.

- 13. E.G.L. provided the names and addresses of the pooled parties to its attorney, James Bruce. The addresses are the correct and current addresses for the interest owners.
- 14. The granting of E.G.L.'s applications is in the interests of conservation and the prevention of waste.

I understand that this Self-Affirmed Statement will be used as written testimony in this case. I affirm that my testimony in paragraphs 1 through 14 above is true and correct and is made under penalty of perjury under the laws of the State of New Mexico. My testimony is made as of the date handwritten next to my signature below.

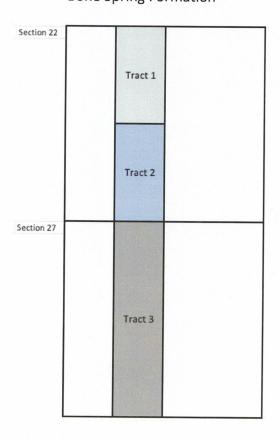
Date: May 75, 2073

ATTACHMENT



Section Plat

Millie Mile 13-24 Fed Com Unit E2W2 Sections 13 & 24 T19S-33E, Lea Count, NM **Bone Spring Formation**



Tract 1: E2NW4 of Section 13

PBEX, LLC -71.76% DSD Energy-1.76%

Earthstone Permian, LLC-20.24%

Williamson ENT.-0.44%

Nuevo Seis, LLC-0.14%

Timothy R. McDonald-0.002%

The DJS Trust-2.82%

Stephen Mitchell-0.42%

COG Operating-2.41%

Tract 2: E2SW4 of Section 13

PBEX, LLC-71.76%

Earthstone Permian, LLC-16.79%

DSD Energy-1.76%

SITL Energy, LLC-0.88%

Nuevo Seis, LLC-0.24%

DJS Trust-2.82% Western Oil-0.84% COG Operating-1.71% Williamson ENT.-0.74%

Timothy R. McDonald-0.004%

Tract 4: E2W2 of Section 24 Coterra Operating-100.00%

Stephen Mitchell-0.71%

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 Submit one copy to appropriate District Office

AMENDED REPORT

WELL LOCATION AND ACREAGE DEDICATION PLAT

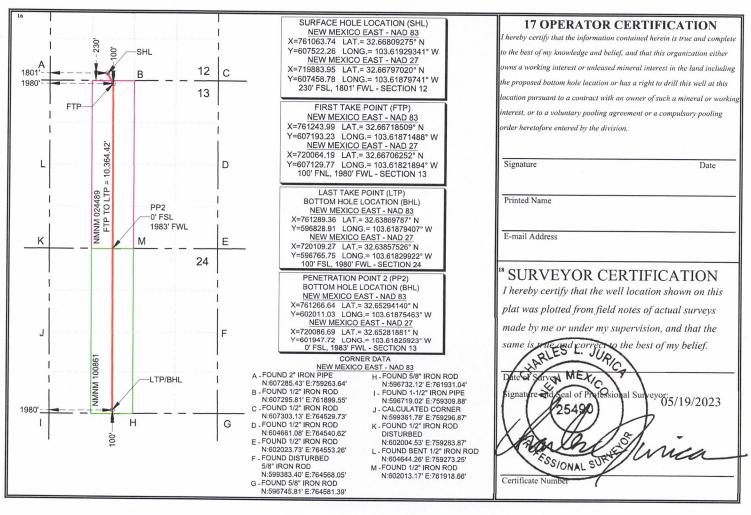
1 API Numb	ing.	2 Pool Code 27230	3 Pool Name GEM; BONE SPRING, EA	EAST		
4 Property Code	0		roperty Name ILE 13-24 FED COM	6 Well Number 102H		
7 OGRID No. 192373			perator Name ESOURCES INC.	9 Elevation 3716'		
III or lot no Castion	I Tananakia I		face Location			

Section Township Range Lot Idn Feet from the North/South line Feet from the East/West line County N 12 19-S 33-E 230' SOUTH 1801 WEST LEA

11 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 19-S 33-E SOUTH 100' 1980 WEST

12 Dedicated Acres | 13 Joint or Infill | 14 Consolidation Code | 15 Order 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.



UL or lot no. | Section | Township | Range | Lot Idn

District. J
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 Submit one copy to appropriate District Office

☐ AMENDED REPORT

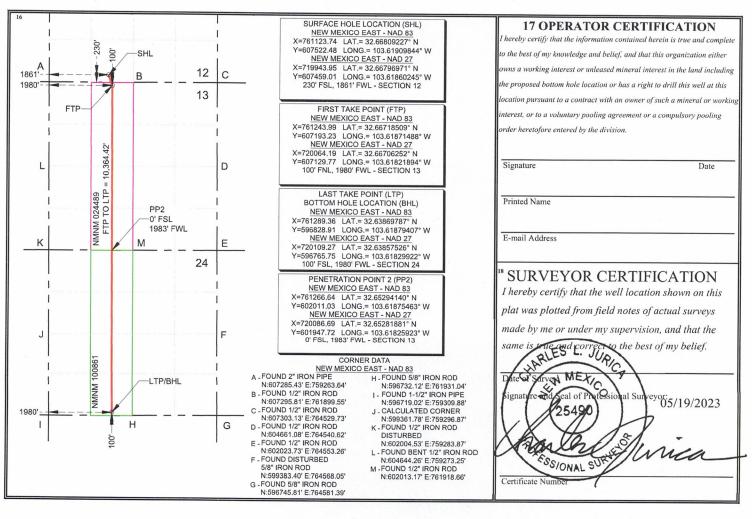
WELL LOCATION AND ACREAGE DEDICATION PLAT

Papi Number	2 Pool Code 27230	3 Pool Name GEM; BONE SPRING, EAST
4 Property Code	5 Property N MILLIE MILE 13-2	o wen rumber
7 OGRID No. 192373	8 Operator N EGL RESOURC	Elevation

¹⁰ Surface Location

N	12	19-S	33-E	Lot Iun	230'	SOUTH	Feet from the 1861'	East/West line WEST	County LEA			
"Bottom Hole Location If Different From Surface UL or lot no. Section Township Range Lot Idn Feet from the North Section From Surface												
UL or lot no.	Section	Township	Range	Lot Idn	Feet from the	North/South line	Feet from the	East/West line	County			
N	24	19-S	33-E		100'	SOUTH	1980'	WEST	LEA			
12 Dedicated Acres		or Infill 14 (Consolidation	Code 15 O	rder No.				7			

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.



Company	Email Contact	Phone Contact
	8/25/2022	
	9/7/2022	
Estate of David Sorenson	9/8/2022	
	11/2/2022	
	11/3/2022	
	11/7/2022	
Stephen Mitchell	11/8/2022	
	2/17/2023	1
	2/20/2022	
	3/2/2023	
	3/3/2023	
	4/6/2023	
Earthstone Energy, Inc.	5/12/2023	3/2/23
	4/12/2023	
	4/13/2023	
	4/17/2023	
	4/24/2023	
	4/26/2023	
	5/4/2023	
	5/16/2023	
	5/17/2023	
Coterra Energy	5/22/2023	5/12/23
imothy MacDonalន់		8/23/22
	3/2/2023	
ConocoPhillips	3/6/2023	
ITL Energy, LLC (Successor to	3/21/23	

Clarahouse Ritch

ATTACHMENT B

August 11, 2022



Re:

Millie Mile 13-24 Fed Com #101H, #102H, #201H, #202H, #401H, and #402H W2 of Sections 13 and 24, Township 19 South, Range 33 East Lea County, New Mexico

Dear Coterra Energy,

EGL Resources, INC ("EGL") on behalf of PBEX, LLC ("PBEX") hereby proposes the drilling of the Millie Mile 13-24 Fed Com #101H, Millie Mile 13-24 Fed Com #201H, and Millie Mile 13-24 Fed Com #202H, Millie Mile 13-24 Fed Com #402H wells in Sections 13 and 24, Township 19 South, Range 33 East, Lea County, New Mexico. These wells will have target zone(s) within the Bone Spring and Wolfcamp Formations. Please review the attached Authority for Expenditure ("AFE") with the gross estimated total cost to drill and complete each of the referenced wells.

- Millie Mile 13-24 Fed Com #101H: To be drilled from a proposed surface hole location in the SW4SW4 of Section 12-19S-33E and a proposed bottom hole location in the SW4SW4 of Section 24-19S-33E. The well will have a target interval within the Bone Spring formation, drilled horizontally with a Total Vertical Depth of ~9,350' to a Measured Depth of approximately ~20,400'.
- Millie Mile 13-24 Fed Com #102H: To be drilled from a proposed surface hole location in the SW4SW4 of Section 12-19S-33E and a proposed bottom hole location in the SE4SW4 of Section 24-19S-33E. The well will have a target interval within the Bone Spring formation, drilled horizontally with a Total Vertical Depth of ~9,350' to a Measured Depth of approximately ~20,400'.
- o Millie Mile 13-24 Fed Com #201H: To be drilled from a proposed surface hole location in the SW4SW4 of Section 12-19S-33E and a proposed bottom hole location in the SW4SW4 of Section 24-19S-33E. The well will have a target interval within the Bone Spring formation, drilled horizontally with a Total Vertical Depth of ~10,150' to a Measured Depth of approximately ~21,200'.
- Millie Mile 13-24 Fed Com #202H: To be drilled from a proposed surface hole location in the SW4SW4 of Section 12-19S-33E and a proposed bottom hole location in the SE4SW4 of Section 24-19S-33E. The well will have a target interval within the Bone Spring formation, drilled horizontally with a Total Vertical Depth of ~10,150' to a Measured Depth of approximately ~21,200'.
- o Millie Mile 13-24 Fed Com #401H: To be drilled from a proposed surface hole location in the SW4SW4 of Section 12-19S-33E and a proposed bottom hole location in the SW4SW4 of Section 24-19S-33E. The well will have a target interval within the Wolfcamp formation, drilled horizontally with a Total Vertical Depth of ∼10,750' to a Measured Depth of approximately ∼21,800'.
- Millie Mile 13-24 Fed Com #402H: To be drilled from a proposed surface hole location in the SW4SW4 of Section 12-19S-33E and a proposed bottom hole location in the SE4SW4 of Section 24-19S-33E. The well will have a target interval within the Wolfcamp formation, drilled horizontally with a Total Vertical Depth of ~10,750' to a Measured Depth of approximately ~21,800'.

EGL and PBEX reserve the right to modify the locations and drilling plans described above in order to address topography, environmental concerns, regulatory conflicts, technical advantages, among other reasons. EGL and/or PBEX shall, however, advise of such modifications. EGL has proposed these wells under the terms of a new modified

2015 AAPL form of Operating Agreement, dated May 27, 2021, by and between EGL Resources, Inc, as Operator and PBEX, LLC, et al as Non-Operators which will follow this letter in a separate packet. The following provisions will be included:

- 100/300 Non-consent Penalty
- \$8,000/\$800 Overhead Rates
- EGL Resources, INC named as Operator
- Initial Well Millie Mile 13-24 Fed Com #101H

According to a cursory title review, you could be the owner of a certain working interest in the wells, the amount of which will be subject to title verification. Please indicate your election in the area marked below, sign and return one (1) copy of this letter, along with one (1) signed copy of the enclosed AFE and a copy of your geological well requirements, to my attention at the letterhead address above. If your election is to participate in the drilling and completion of the wells referenced above, please sign and return a copy of the enclosed AFE(s) within thirty (30) days of receipt of this notice. As an alternative to participation, EGL would be open to discussing Sale/Assignment options, subject to mutually agreeable terms, execution of a mutually acceptable form of Assignment and verification of your interest.

If a sale/assignment is the preferred choice, please contact us to discuss the details of this option at your earliest convenience. If you prefer to email, feel free to do so to mlanghoff@pbex.com, or feel free to call me with any questions you may have at (432) 894-0967. However, if we do not reach an agreement within thirty (30) days from the date of this letter, EGL/PBEX will apply to the New Mexico Oil Conservation Division for compulsory pooling of your interest into a spacing unit for the proposed wells.

We look forward to working with you,

Matthew C. Langhoff

EGL Resources, INC

Matthew Langhoff Landman III

August 3, 2022

	I/We hereby elect to participate in the Millie Mile 13-24 Fed Com #101H for its proportionate share of the costsI/We hereby elect NOT to participate in the Millie Mile 13-24 Fed Com #101H for its proportionate share of the costs
	I/We hereby elect to participate in the Millie Mile 13-24 Fed Com #102H for its proportionate share of the costsI/We hereby elect NOT to participate in the Millie Mile 13-24 Fed Com #102H for its proportionate share of the costs
	I/We hereby elect to participate in the Millie Mile 13-24 Fed Com #201H for its proportionate share of the costsI/We hereby elect NOT to participate in the Millie Mile 13-24 Fed Com #201H for its proportionate share of the costs
	_ I/We hereby elect to participate in the Millie Mile 13-24 Fed Com #202H for its proportionate share of the costs _ I/We hereby elect NOT to participate in the Millie Mile 13-24 Fed Com #202H for its proportionate share of the costs
	_I/We hereby elect to participate in the Millie Mile 13-24 Fed Com #401H for its proportionate share of the costs _I/We hereby elect NOT to participate in the Millie Mile 13-24 Fed Com #401H for its proportionate share of the costs
	_ I/We hereby elect to participate in the Millie Mile 13-24 Fed Com #402H for its proportionate share of the costs _ I/We hereby elect NOT to participate in the Millie Mile 13-24 Fed Com #402H for its proportionate share of the costs
By: Name: Date:	

TD (MD): TVD: 9,350 Drilled Lateral Length: 10,960 ft VS Completed Lateral Length: 10,360 ft 1st Bone Spring Target:

Field: [27230] GEM, BONE SPRING; EAST Well: Millie Mile 13-24 Fed Com #102H

Millie Mile 13-24 Fed Com #102H SHL SW/4 SW/4 of Section 12 T19S-R33E (±500' off-lease) BHL SE/4 SW/4 of Section 24 T19S-R33E

Lea County, New Mexico

Prognosis: 2 mi lateral. Completion: 10,360' perf interval x 2500 lb/ft (25.9MM lb), 2000 gal/ft (493kk bbl), 80 bpm. 203' stages = 51 stages, plug & perf frac. Rigless prep w/ acid crew. ESP for artifical lift.	Code	Drilling Intangibles	Code	Completion Intangibles	Code	Production Intangibles	Code	Facilities Intangibles	Total Cos
Permits/ Well Signs		15,000	-	- Branca	Code	mangibies	Code	intaligibles	
Damages/ Right of Way		10,000			\vdash		\vdash		15,00
Title & Abstracts, Drilling Title Opinion			-		\vdash		\vdash	-	
Survey and Stake Location		10,000	\vdash		-		\vdash		
Locations and Roads - shared with 6 wells		33,333	\vdash				\vdash		10,00
Frac Pit Shared w/ 6 wells		30,000	-	E0.000			\vdash		33,33
Conductor (drilled & set)		20,000	\vdash	50,000	-		\vdash		50,00
Mobilization / Demobilization 7 days pre-spud + trucks & cranes / shared w/ 6 wells		50,000			\vdash			-	20,00
Drilling (Day Work) 16 days spud - RR \$27,000 per day			\vdash						50,00
Bits		432,000	\vdash						432,00
Downhole drilling tools & stabilization, survey tool	- 1	75,000	-	3,000					78,00
Mud Logging 11 days \$1,500 per day		50,000	\vdash						50,00
Open Hole Surveys/ Gyro		16,500	\vdash						16,50
Nater well, pump & line, water transfer									
Nater/Brine/Mud Hauling	_	5,000		100,000					105,00
		10,000		20,000					30,00
-resh Water \$ 1.50 10,000 bbl drilling 264,000 bbl complin (20% excess) Brine Water		15,000		396,000					411,00
Fuel \$ 4.50 2,200 gal/day		10,000							10,00
Mud & Chemicals Water based mud in lateral,		158,400		500,000					658,40
The state of the s		250,000		25,000					275,00
Fubular Inspection DP: Cat IV on 1 strings, repairs. Casing: clean, drift, visual 3 strings. Drill string rental		25,000							25,00
Casing Crew & LD Machine, CRT									
Velding		50,000	11 11						50,00
		1,500							1,50
Cementing Directional Drilling 16 days spuid - RR \$15,000 per day		225,000							225,00
		240,000							240,00
Vellsite Supervisor OA Overhead 8500/mp		40,000		40,000					80,00
		8,500		8,500					17,00
Open Hole Logs									
Solids Control Equipment \$4,000 per day		64,000							64,00
Cuttings Haul-off & Disposal		80,000							80,00
Surface Rental Equipment \$10,000 /d Drilling. Frac stack, light towers, generators, housing.		160,000		280,000					440,00
SOP Rental, stripper head									
Pulling Unit 5 days, 4000/d						20,000			20,00
cidizing Acid crew to prep toe.				20,000					20,00
rac Frac: see Prognosis above.				2,500,000					2,500,00
Vater Transfer				45,000				1	45,00
Completion Tools 50 frac plugs				75,000					75,00
ased Hole Wireline & Perforating 51 stages, 10k lube.				377,000		15,000			392,000
rac Plug drill-out				250,000					250,000
lowback & Well Testing						75,000			75,000
rucking		30,000		30,000		. 5,550	\neg		60,000
nvironmental				10,000					10,000
laterials & Supplies		5,000		,					5,000
ontract Labor, Roustabouts Wellhead field service, NU crews, pit cleaning, battery construction		30,000		30,000	\neg		-	66,667	126,667
surance: Control of Well		25,000		22,230				00,007	25,000
ontingencies 10%		213,423		475,950		11,000		6,667	707,040
OTAL INTANGIBLES		2,347,657	_	5,235,450		121,000		73,333	7,777,440

Prognosis: 3 string ca	ising program. Tank b	attery allocated for 6 wells.		Code	Drilling Tangibles	Code	Completion Tangibles	Code	Production Tangibles	Code	Facilities Tangibles	Total Cost
<u>Tubulars</u>	Length Size	Description	Price/ft FOB Loc			MAN EX			ROUGH LINES	The same	2038070	Number of the state of
Surface	1,700 13 3/	8 54.5# J55 BTC	\$78.86		134,062							134,062
1st Intermediate	5,700 9 5/8	40# L80 BTC	\$77.54		441,978							441,978
2nd Intermediate					-							0
Production					-							0
Production	20,400 5 1/2	20# P110 Semi-Prem	\$49,50		1,009,800							1,009,800
Tubing	8,750 2 7/8	6.5# L80 EUE	\$12.00						105,000	\Box		105,000
Wellhead Equipment					35,000		30,000		,			65,000
Float Equipment & Ce	entralizers, Wet Shoe.				75,000							75,000
Liner hanger, Packer,	TAC, other Tools						7. 7.		20,000			20,000
Flowlines, Valves, Fitt	tings, pipeline								20,000		16,667	36,667
Tanks	4 oil, 4 water (75	0 bbl)				-	_			\vdash	66,667	66,667
Battery: Pumps /Valve	es/Connections									\vdash	91,667	91,667
Battery: Meters, Autor	mation										41.667	41,667
Separation Equipment	t: Tester, (2) 8x20' Hz	HT's.						\vdash	130.000		25,000	155,000
Compressors/Dehydra	ators							\vdash	.00,000		0	0
Gas Meter Run, flare,	VRU, Combustor				7			\vdash	20,000		33,333	53,333
LACT	Pipeline LACT s	applied by oil buyer.									0	0
Spill Containment											8,333	8,333
Artificial Lift	ESP purchase, r	ental drive.							250,000		0	250,000
Electrical Installation									16,667		16,667	33,333
											0	0
Contingencies, taxes	10%				169,584		3,000		56,167		30,000	258,751
TOTAL TANGIBLES					1,865,424		33,000		617,833		330,000	2,846,257
TOTAL WELL COST					Drilling 4,213,081		Completion 5,268,450		Production 738,833		Facilities 403,333	Total 10,623,697

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TOTAL WELL COST				4,213,081	5,268,450	738,833	403,333	10,623,697
repared By:	Kelvin Fisher	Date:	8/2/2022	Drill & Complete	e 9,481,531			-
Approval:	Kelvin Fisher	Date:						
artner Approval				Amo	unt:			
Vorking Interest:				Joint Owner Appro	oval:			

By execution of this AFE, the above signee is agreeing to be covered by the Operator's well control insurance and agreeing to the limits within and carrier of such insurance, neither of which is guaranteed as sufficient by Operator. In order to decline coverage by Operator's well control insurance, you must sign below and provide a Certificate of Insurance with waiver of subtrogation prior to sput date and agree to hold Operator harmless for any loss to your interest not covered by your insurance or as otherwise set forth in Exhibit D of the Joint Operating Agreement.

Agree to decline coverage, provide proof, and hold harmless:

SHL SW/4 SW/4 of Section 12 T19S-R33E (±500' off-lease) BHL SE/4 SW/4 of Section 24 T19S-R33E

TD (MD): 21,200 ft MD TVD: 10,150 ft 10,960 ft VS Drilled Lateral Length: Completed Lateral Length: 10,360 ft Target: 2nd Bone Spring

Lea County, New Mexico
Surface location is approximate and may be moved to find a suitable legal location free of terrain/obstacles/habitat/cultural/regulatory or any other surface use contr

Prognosis: 2 mi lateral. Completion: 10,360' perf interval x 2500 lb/ft (25.9MM lb), 2000 gal/ft (493kk									
bbl), 80 bpm. 203' stages = 51 stages, plug & perf frac. Rigless prep w/ acid crew. ESP for artifical lift.	Code	Drilling Intangibles	Code	Completion Intangibles	Code	Production Intangibles	Code	Facilities Intangibles	Total Cost
Permits/ Well Signs		15,000							15,00
Damages/ Right of Way		and the							10,00
Title & Abstracts, Drilling Title Opinion									
Survey and Stake Location		10,000							10,00
Locations and Roads - shared with 6 wells		33,333					\vdash		33,33
Frac Pit Shared w/ 6 wells		00,000		50,000			\vdash		50,00
Conductor (drilled & set)		20,000		50,000	\vdash		\vdash		20,00
Mobilization / Demobilization 7 days pre-spud + trucks & cranes / shared w/ 6 wells		50,000	140		-		\vdash		50,00
Drilling (Day Work) 17 days spud - RR \$27,000 per day		459,000	\vdash				\vdash		459,00
Bits		75,000		3,000	\vdash				78,00
Downhole drilling tools & stabilization, survey tool		50,000	-	3,000			-		-
Mud Logging 12 days \$1,500 per day		18,000			-		-		50,00
Open Hole Surveys/ Gyro		10,000			\vdash				18,00
Water well, pump & line, water transfer		F 000							
Water/Brine/Mud Hauling		5,000		100,000					105,000
	-	10,000		20,000					30,000
Fresh Water \$ 1.50 10,000 bbl drilling 264,000 bbl complin (20% excess) Brine Water		15,000		396,000					411,000
Fuel \$ 4.50 2,200 gal/day	-	10,000							10,000
Mud & Chemicals Water based mud in lateral,		168,300		500,000					668,300
		250,000		25,000					275,000
Tubular Inspection DP: Cat IV on 1 strings, repairs. Casing: clean, drift, visual 3 strings. Drill string rental		25,000							25,000
Casing Crew & LD Machine, CRT									(
Welding		50,000							50,000
Cementing		1,500							1,500
		225,000							225,000
		255,000							255,000
Wellsite Supervisor JOA Overhead 8500/mo		42,500		40,000					82,500
		8,500		8,500					17,000
Open Hole Logs									C
Solids Control Equipment \$4,000 per day		68,000							68,000
Cuttings Haul-off & Disposal	- 1	80,000							80,000
Surface Rental Equipment \$10,000 /d Drilling. Frac stack, light towers, generators, housing.		170,000		280,000					450,000
BOP Rental, stripper head				2					0
Pulling Unit 5 days, 4000/d						20,000			20,000
Acidizing Acid crew to prep toe.				20,000					20,000
Frac Frac: see Prognosis above.				2,500,000					2,500,000
Water Transfer				45,000					45,000
Completion Tools 50 frac plugs				75,000					75,000
Cased Hole Wireline & Perforating 51 stages, 10k lube.				377,000		15,000			392,000
Frac Plug drill-out				250,000					250,000
Flowback & Well Testing						75,000			75,000
Trucking		30,000		30,000					60,000
Environmental				10,000					10,000
Materials & Supplies		5,000							5,000
Contract Labor, Roustabouts Wellhead field service, NU crews, pit cleaning, battery construction		30,000		30,000				66,667	126,667
Insurance: Control of Well		25,000					\neg	55,537	25,000
Contingencies 10%		220,413		475,950		11,000		6,667	714,030
TOTAL INTANGIBLES		2,424,547		5,235,450		121,000		73,333	7,854,330

Prognosis: 3 string cas	sing program.	Tank bat	ttery allocated for 6 wells.		Code	Drilling Tangibles	Code	Completion Tangibles	Code	Production Tangibles	Code	Facilities Tangibles	Total Cost
<u>Tubulars</u>	Length	Size	Description	Price/ft FOB Loc	M0.85								
Surface	1,700	13 3/8	54.5# J55 BTC	\$78.86		134,062							134,062
1st Intermediate	5,700	9 5/8	40# L80 BTC	\$77.54		441,978							441,978
2nd Intermediate													
Production						-							(
Production	21,200	5 1/2	20# P110 Semi-Prem	\$49.50		1,049,400							1,049,400
Tubing	9,550	2 7/8	6.5# L80 EUE	\$12.00						114.600	\vdash	19-11-11	114,600
Wellhead Equipment						35,000		30,000		,			65,000
Float Equipment & Cer	ntralizers, Wet	Shoe.				75,000							75,000
Liner hanger, Packer,	TAC, other To	ols								20,000			20,000
Flowlines, Valves, Fitti	ngs, pipeline									20,000		16,667	36,667
Tanks	4 oil, 4 wa		bbl)									66,667	66,667
Battery: Pumps /Valves												91,667	91,667
Battery: Meters, Autom												41,667	41,667
Separation Equipment:		20' Hz F	HT's.							130,000		25,000	155,000
Compressors/Dehydra	tors											0	0
Gas Meter Run, flare, \	/RU, Combus	tor								20,000		33,333	53,333
LACT	Pipeline L	ACT sup	pplied by oil buyer.									0	0
Spill Containment												8,333	8,333
Artificial Lift	ESP purch	nase, rer	ntal drive.							250,000		0	250,000
Electrical Installation										16,667		16,667	33,333
Contingencies, taxes	10%					173,544		3,000		57.127		30,000	263,671
TOTAL TANGIBLES						1,908,984		33,000		628,393		330,000	2,900,377
TOTAL WELL COST						Drilling 4,333,531		Completion 5,268,450		Production 749,393		Facilities	Total 10,754,707

Partner Approval Joint Owner:				nt:				
Approval:	Kelvin Fisher	Date:						
Prepared By:	Kelvin Fisher	Date:	8/2/2022	Drill & Complete	9,601,981			
TOTAL WELL COST				Drilling 4,333,531	Completion 5,268,450	Production 749,393	Facilities 403,333	Total 10,754,70
TOTAL TANGIBLES				1,908,984	33,000	628,393	330,000	2,900,3

By execution of this AFE, the above signee is agreeing to be covered by the Operator's well control insurance and agreeing to the limits within and carrier of such insurance, neither of which is guaranteed as sufficient by Operator. In order to decline coverage by Operator's well control insurance, you must sign below and provide a Certificate of Insurance with waiver of subrogation prior to spud date and agree to hold Operator harmless for any loss to your interest not covered by your insurance or as otherwise set forth in Exhibit D of the Joint Operating Agreement.

Agree to decline coverage, provide proof, and hold harmless:

Released to Imaging: 6/13/2023 8:01:37 AM

Joint Owner Approval:

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

IN THE MATTER OF THE HEARING CALLED BY THE OIL CONSERVATION DIVISION FOR THE PURPOSE OF CONSIDERING:

APPLICATION OF E.G.L. RESOURCES, INC. FOR COMPULSORY POOLING, LEA COUNTY, NEW MEXICO.

Case Nos. 23329 - 23332

SELF-AFFIRMED STATEMENT OF MATTHEW PARDEE

Matthew Pardee deposes and states:

- 1. I am over the age of 18, and have personal knowledge of the matters stated herein.
- 2. I am a geologist for E.G.L. Resources, Inc. ("E.G.L."), and have personal knowledge of the matters stated herein. I have been qualified by the Division as an expert petroleum geologist.
- 3. The following Bone Spring geological plats are attached hereto:
 - (a) Attachment A is an area base map of the top of the Second Bone Spring Sand in around Sections 13 and 24, Township 19 South, Range 33 East, N.M.P.M, which also identifies the Millie Mile area of interest. It shows that structure dips to the South.
 - (b) Attachment B is a Second Bone Spring Sand net pay map. The target zone is continuous and uniformly thick across the well units.
- 4. The following Wolfcamp geological plats are attached hereto:
 - (a) Attachment C is a structure map on the top of Wolfcamp formation in the area around Sections 13 and 24, Township 19 South, Range 33 East, N.M.P.M. It shows that structure dips to the South.
 - (b) Attachment D is a Wolfcamp XY net pay map. The target zone is continuous and uniformly thick across the well units.
- 5. I conclude from the maps that, in both the Bone Spring and Wolfcamp:
 - (a) The horizontal spacing units are justified from a geologic standpoint.

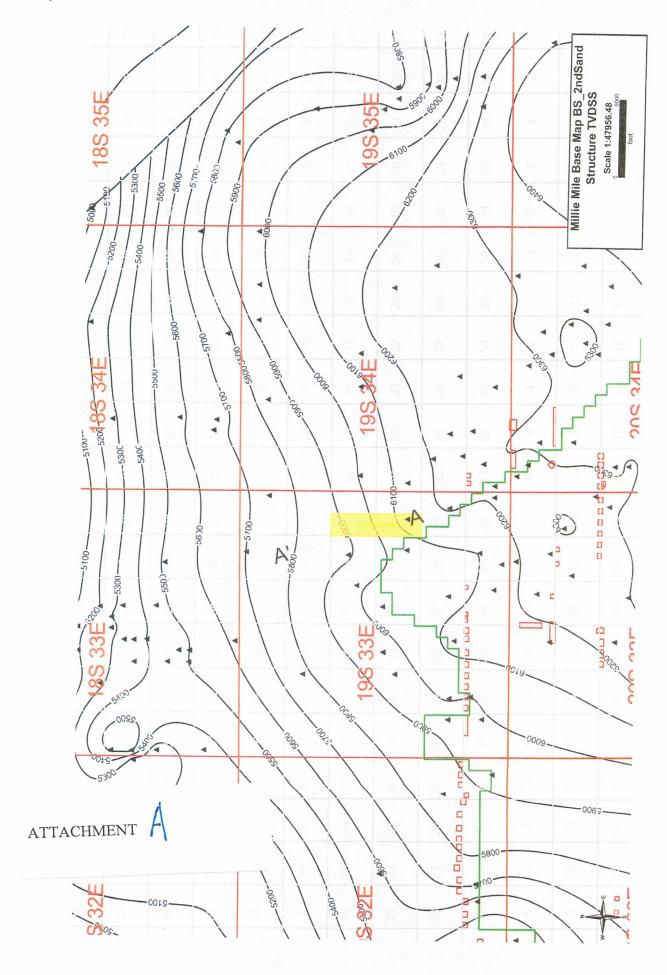
3

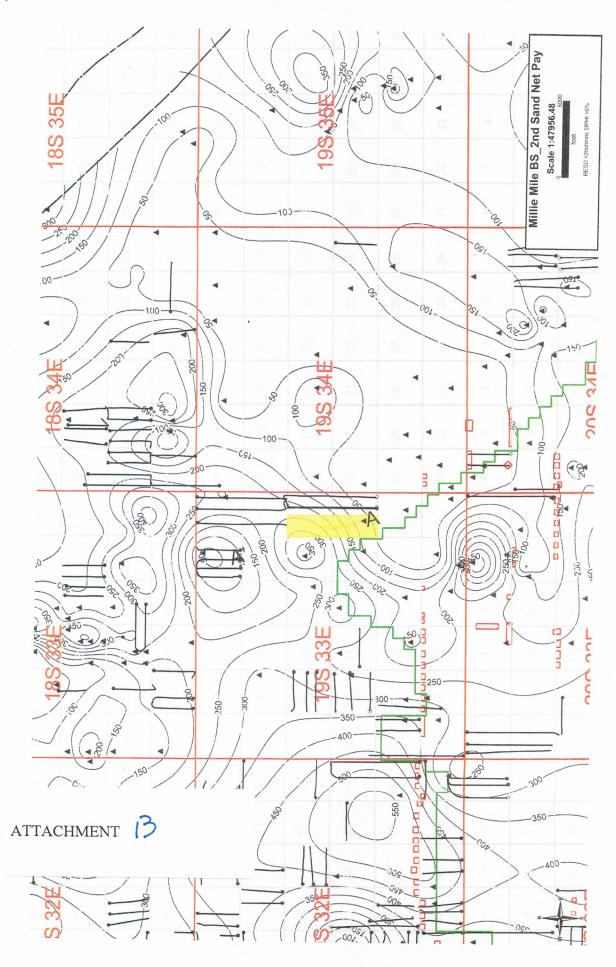
- (b) The target zones are continuous and of relatively uniform thickness across the well units.
- (c) Each quarter-quarter section in the well units will contribute more or less equally to production from the Bone Spring or Wolfcamp formations.
- (d) There is no faulting or other geologic impediment in this area which will affect the drilling of the subject wells.
- 6. There are both standup and laydown Bone Spring and Wolfcamp wells in this area, but with a preference for standup wells.
- 7. Attachment D containsHorizontal Planning Reports for the proposed wells. The producing intervals of thewells will be orthodox.

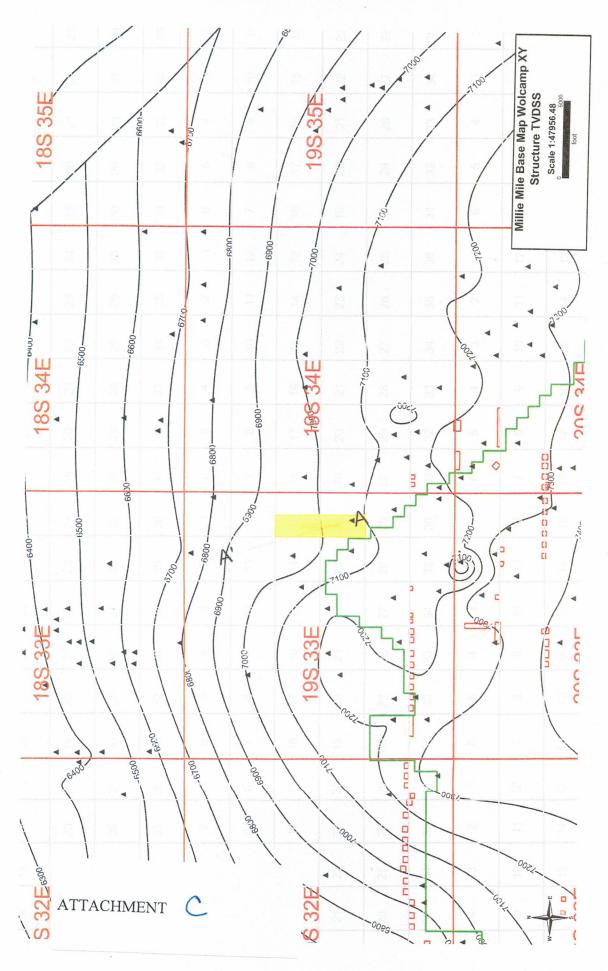
I understand that this Self-Affirmed Statement will be used as written testimony in these cases. I affirm that my testimony in paragraphs 1 through 7 above is true and correct and is made under penalty of perjury under the laws of the State of New Mexico. My testimony is made as of the date handwritten next to my signature below.

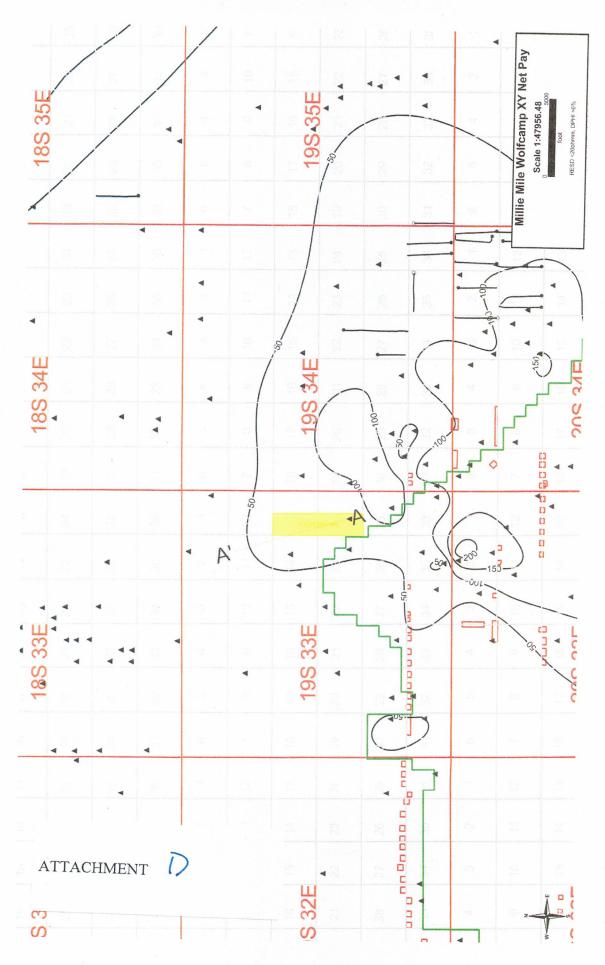
Date: 02 (23/2073)

Matthew Pardee









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

APPLICATIONS OF E.G.L. RESOURCES, INC. FOR COMPULSORY POOLING, LEA COUNTY, NEW MEXICO.

Case Nos. 23329 - 23332

SELF-AFFIRMED STATEMENT OF NOTICE

COUNTY OF SANTA FE)	
) s	S
STATE OF NEW MEXICO)	

James Bruce deposes and states:

- 1. I am over the age of 18, and have personal knowledge of the matters stated herein.
- 2. I am an attorney for E.G.L. Resources, Inc.
- 3. E.G.L. Resources, Inc. has conducted a good faith, diligent effort to find the names and correct addresses of the interest owners entitled to receive notice of the applications filed herein.
- 4. Notice of the applications was provided to the interest owners, at their last known addresses, by certified mail. Copies of the notice letter and certified return receipts are attached hereto as Attachment A.
 - 5. Applicant has complied with the notice provisions of Division Rules.
- 6. I understand that this Self-Affirmed Statement will be used as written testimony in this case. I affirm that my testimony in paragraphs 1 through 5 above is true and correct and is made under penalty of perjury under the laws of the State of New Mexico. My testimony is made as of the date handwritten next to my signature below.

Date: 6/12/23

ames Bruce

EXHIBIT

JAMES BRUCE ATTORNEY AT LAW

POST OFFICE BOX 1056 SANTA FE, NEW MEXICO 87504

369 MONTEZUMA, NO. 213 SANTA FE, NEW MEXICO 87501

(505) 982-2043 (Phone) (505) 660-6612 (Cell) (505) 982-2151 (Fax)

jamesbruc@aol.com

February 8, 2023

CERTIFIED MAIL - RETURN RECEIPT REQUESTED

To: Persons listed on Exhibit A

Ladies and gentlemen:

Enclosed are copies of the following applications for compulsory pooling of the Bone Spring and Wolfcamp formations, filed with the New Mexico Oil Conservation Division by E.G.L. Resources, Inc.:

- (a) Case No. 23329: E.G.L. Resources, Inc. seeks an order pooling all uncommitted mineral interest owners in the Bone Spring formation underlying a horizontal spacing unit comprised of the W/2W/2 of Section 13 and the W/2W/2 of Section 24, Township 19 South, Range 33 East, NMPM. The unit will be dedicated to the Millie Mile 13-24 Fed. Com. Well Nos. 101H and 201H, with first take points in the NW/4NW/4 of Section 13 and last take points in the SW/4SW/4 of Section 24.
- (b) Case No. 23330: E.G.L. Resources, Inc. seeks an order pooling all uncommitted mineral interest owners in the Bone Spring formation in a horizontal spacing unit comprised of the E/2W/2 of Section 13 and the E/2W/2 of Section 24, Township 19 South, Range 33 East, NMPM. The unit will be dedicated to the Millie Mile 13-24 Fed. Com. Well Nos. 102H and 202H, with first take points in the NE/4NW/4 of Section 13 and last take points in the SE/4SW/4 of Section 24.
- (c) Case No. 23331: E.G.L. Resources, Inc. seeks an order pooling all uncommitted mineral interest owners in the Wolfcamp formation in a horizontal spacing unit comprised of the W/2W/2 of Section 13 and the W/2W/2 of Section 24, Township 19 South, Range 33 East, NMPM. The unit will be dedicated to the Millie Mile 13-24 Fed. Com. Well No. 401H, with a first take point in the NW/4NW/4 of Section 13 and a last take point in the SW/4SW/4 of Section 24.

ATTACHMENT

(d) Case No. 23332: E.G.L. Resources, Inc. seeks an order pooling all uncommitted mineral interest owners in the Wolfcamp formation in a horizontal spacing unit comprised of the E/2W/2 of Section 13 and the E/2W/2 of Section 24, Township 19 South, Range 33 East, NMPM. The unit will be dedicated to the Millie Mile 13-24 Fed. Com. Well No. 402H, with a first take point in the NE/4NW/4 of Section 13 and a last take point in the SE/4SW/4 of Section 24.

These matters are scheduled for hearing at 8:15 a.m. on Thursday, March 2, 2023. During the current circumstances, state buildings are closed to the public and the hearing will be conducted remotely. To view the hearing docket and to determine how to participate in an electronic hearing, go to https://www.emnrd.nm.gov/ocd/hearing-info/, or contact Marlene Salvidrez at Marlene.Salvidrez@emnrd.nm.gov. You are not required to attend this hearing, but as an owner of an interest who may be affected by the applications, you may appear and present testimony. Failure to appear at that time and become a party of record will preclude you from contesting this matter at a later date. A party appearing in a Division case is required by Division Rules to file a Pre-Hearing Statement no later than five business days before the hearing date. This statement may be filed online with the Division at ocd.hearings@emnrd.nm.gov, and should include: The name of the party and his or her attorney; a concise statement of the case; the name(s) of the witness(es) the party will call to testify at the hearing; the approximate time the party will need to present his or her case; and identification of any procedural matters that need to be resolved prior to the hearing. The Pre-Hearing Statement must also be provided to the undersigned.

Very truly yours,

James Bruce

Attorney for E.G.L Resources, Inc.

EXHIBIT A

Linda Sue Henry Dallas County, Texas

Earthstone Permian LLC
1400 Woodloch Forest Drive
Suite 300
The Woodlands, Texas 77380

COG Operating LLC 600 West Illinois Midland, Texas 79701

DSD Energy Resources, LLC 1150 N. Kimball Ave., Suite 100 Southlake, Texas 76092

Western Oil Producers P.O. Box 1498 Roswell, New Mexico 88202-1498

Williamson Enterprises
P.O. Box 32570
Santa Fe, New Mexico 87594

Stephen Mitchell P.O. Box 2415 Midland, Texas 79702-2415

Nuevo Seis Limited Partnership P.O. Box 2588 Roswell, New Mexico 88202-2588 Timothy R. MacDonald 3017 Avenue O Galveston, Texas 77550-6847

Clara Louise Ritch 2715 North Kentucky Ave., Unit 24 Roswell, New Mexico 88201

The DJS Trust, by Gregory J. Nibert and Carolyn S. Nibert, Co-Trustees P.O. Box 1453
Roswell, New Mexico 88202-1453

Coterra Energy Inc. Attn: Land Department 600 N. Marienfield St., Suite 600 Midland, TX 79701

CERTIFIED MAIL® RECEIPT COMPostic Mail Only For delivery information, visit our website at www.usps.com** Contilied Mail Fee	Skira Services & Fees (check bod, add fee as appropriate)	City, State, ZIP+4* PS Form 3800, April 2015 PSN 7530-02-000-5047
SENDER: COMPLETE THIS SECTION Complete items 1, 2, 2 3. Print your name and address on the reverse so that we can return the card to you. Attach this card to the back of the mailpiece, or on the front if space permits. Attach this card to the back of the mailpiece, or on the front if space permits. The DJS Trust, by Gregory J. Nibert The DJS Trust, by Gregory J. Nibert The DJS Trust, by Gregory J. Nibert The DJS Trust is the different from item 1? In Yes if YES, enter delivery address below: In No	Roswell, New Mexico 88202-1453	

SENDER: COMPLETE THIS SECTION Complete items 1, 2, 2, 3. Print vour name and address on the		Stephen Mic.	P.O. BOX 2415 Midland, Texas 79702-2415		9590 9402 7543 2098 9622 12 Definition Mail@ Prestricted Delivery Profity Mail Express® Priority Mail Express Prio	Collect on Delivery Collect on Delivery Nery Restricted Delivery	lestricted Delivery
IFIED MAIL® RECEIPT	r information, visitour website at www.usps.com*.	& Fees (check box, add feess appropriate) pt (elactopy) \$	Restricted Delivery \$ Here re Required \$	The DJS Trust, by Gregory J. Nibert	P.O. Box 1453 Roswell, New Mexico 88202-1453	2.	5, April 2015 PSN 7530-02-000-9047 See Reverse for Instructions

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Postmark

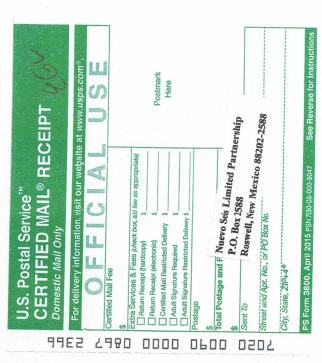
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Domestic Return Receipt

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Delivery
☐ Signature Confirmation™
☐ Signature Confirmation
☐ Restricted Delivery

3. Service Type

| Adult Signature | Control of the Control of the

*hor (Transfer from service label)

2. A

COG Operating LLC Midland, Texas 79701

Total Postage and Fees

0000 0600

600 West Illinois

Street and Apt. No. City, State, ZIP+48

0507

PS Form 3811, July 2020 PSN 7530-02-000-9053

See Reverse for Instructions

PS Form 3800, April 2015 PSN 7530-02-000-9047

Posta RTIFII Setic Mail Setic Mail Silvery into Mail Fee Nices & Fees Nices & Fees Nices & Fees Nices & Recolpt (leard of Mail Restrict (elect of Mail Restrict Signature Require Signature Restrict Signat	Earthstone Permian LLC. 1400 Woodloch Forest Drive 1400 Woodloch Forest Drive Sinte 300 The Woodlands, Texas 77380 The Woodlands, Texas 77380 City, State, ZIP+4* PS Form 3800, April 2015 PSN 7530-02-000-8047 See Reverse for Instructions	COMPLETE THIS SECTION ON DELIVERY A. Signature X. M. Addressee B. Received by Printed Name) C. Date of Delivery C. Date of Delivery D. Is delivery address different from item 1? D. Is delivery address below:
Q 0	D Priority Mail Express® The Registered Mail matriced Mail Restricted Signature Confirmation Signature Confirmation Restricted Delivery Domestic Return Receipt	SENDER: COMPLETE T''S SECTION Complete items 1, 2, an. 3. Print your name and address on the reverse so that we can return the card to you. Attach this card to the back of the mailpiece, or on the front if space permits. 1. Article Addressed to: Earthstone Permian LLC 1400 Woodloch Forest Drive Suite 300 The Woodlands, Texas 77380
SENDER: COMPLETE THIS SECTION Complete items 1, 2, and 3. Complete items 1, 2, and 3. Print your name and address on the reverse so that we can return the card to you. Attach this card to the back of the mailpiece, Attach this font if space permits. Article Addressed to: COG Operating LLC 600 West Illinois Midland, Texas 79701	8. Service Type 9590 9402 7635 2122 8610 92 Poetric Alimstan Transaction Collect on Delivery 7020 0191 0191 0191 0181 2020 PSN 7530-02-000-9053	U.S. Postal Service" CERTIFIED MAIL® RECEIPT Domestic Mail Only For delivery information, visit ourwebsite at www.usps.com*. Certified Mail Fee Stra Services & Fees (check box, add fee as apropriate) Return Receipt (electronic) Return Receipt (electronic) Return Receipt (electronic) Adult Signature Required Adult Signa

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CERTIFIED MAIL® RECEIPT CERTIFIED MAIL® RECEIPT Corflided Mail Fee Corflided Mail Feet Corflided Mail F	Sirest and April 2015 PSN 7539-02-000-9047 See Reverse for Instruct
A. Signature A. Addressee B. Reselved by (Printed Name) B. Reselved by (Printed Name) B. Is delivery address different from item 1? B. Is delivery address below: If YES, enter delivery address below: If YES, and A.	3. Service Type 1. Adult Signature Restricted Delivery 2. Certified Mail@ 2. Collect on Delivery 2. Corfied Mail Restricted Delivery 3. Service Type 4. Restricted Delivery 5. Signature Confirmation 7. Restricted Delivery 6. Signature Confirmation 7. Restricted Delivery 8. Signature Confirmation 7. Restricted Delivery 8. Signature Confirmation 9. Restricted Delivery 1. Collect on Delivery 2. Collect on Delivery 3. Collect on Delivery 4. Collect on Delivery 6. Collect on Delivery 8. Collect on Delivery 9. Collect on Delivery 1. Collect on Delivery 2. Collect on Delivery 3. Collect on Delivery 4. Collect on Delivery 6. Collect on Delivery 7. Collect on Delivery 8. Collect on Delivery 9. Collect on Delivery 1. Coll
SENDER: COMPLETE Trus SECTION Complete items 1, 2, and 3. Print your name and address on the reverse so that we can return the card to you. Attach this card to the back of the mailpiece, or on the front if space permits. Article Addressed to: Coterra Energy Inc. Atta: Land Department 600 N. Marienfield St., Suite 600	2. Art 7022 1670 0002 1383 PS Form 3811, July 2020 PSN 7530-02-000-9053

Print your name and address on the reverse so that we can return the card to you. Attach this card to the back of the mailpiece, or on the front if space permits. 1. Article Addressed to: BSD Energy Resources, LLC 1. Article Addressed to: Southlake, Texas 76092 2. Article Number (Transfer from service label) 7 D 2 D D D D D D D D D D D D D D D D D	ostal Service TIFIED MAIL® RECEIPT	SENDER: COMPLETE THIS SECTION Complete items 1, 2, and 3.	COMPLETE THIS SECTION ON DELIVERY
1150 N. Kimball Ave., Suite 100 Southlake, Texas 76092 Southlake, Texas 76092	ation, visit our website at www.usps.com*.	 Print your name and address on the reverse so that we can return the card to you. Attach this card to the back of the mailpiece, or on the front if space permits. Article Addressed to: DSD Energy Resources, LLC 	B. Feceived by (Printed Name) C. Date of Delivery B Jevi MS 2.23-10.13 b. is delivery address different from item 1? If YES, enter delivery address below: If No
2. Article Number (Transfer from service label)	gy Inc.		2 Configs Tree
2. Article Number <i>Transfer from service labell</i>	.and Department Marienfield St., Suite 600 id, TX 79701	9590 9402 7635 2122 8610 85	SetVice Lype Auth Signature Auth Signature Restricted Delivery Certified Mail® Restricted Delivery Certified Mail Restricted Delivery Certified Mail Restricted Delivery Certified Mail Restricted Delivery
See Reverse for Instructions	P+46 00, April 2015 FSN 7530/2-000-9047 See Reverse for Instructions	2. Article Number fransfer from service labelt U Collection U	t on Delivery t on Delivery Restricted Delivery tricted Delivery

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PS Form 3800, April 2015 PSN 7530-02-000



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7020	Timothy R. MacDonald Sent To Galveston, Texas 77550-6847 City, State, ZIP+4* PS Form 3800, April 2015 PSN 7530-02-000-9047	See Reverse for Instructions

80	U.S. Postal Service [™] CERTIFIED MAIL [®] RECE Domestic Mail Only	EIPT/OV
m	For delivery information, visit our website a	t www.usps.com®.
2980 0000 0600	Certified Mail Fee \$ Extra Services & Fees (check box, add fee as appropriate) Return Receipt (hardcopy) Return Receipt (electronic) Certified Mail Restricted Delivery Adult Signature Required Adult Signature Restricted Delivery Postage	Postmark Here
	Total Postage and Fees	
	\$ Williamson Enterprises P.O. Box 32570 Street and Apt. No. Santa Fe, New Mexico 87594 City, State, ZIP+4*	
	PS Form 3800, April 2015 PSN 7530-02-000-9047	See Reverse for Instructions

Affidavit of Publication

STATE OF NEW MEXICO COUNTY OF LEA

I, Daniel Russell, Publisher of the Hobbs News-Sun, a newspaper published at Hobbs, New Mexico, solemnly swear that the clipping attached hereto was published in the regular and entire issue of said newspaper, and not a supplement thereof for a period of 1 issue(s).

> Beginning with the issue dated February 09, 2023 and ending with the issue dated February 09, 2023.

Publisher

Sworn and subscribed to before me this 9th day of February 2023.

Gustiekuth Black
Business Manager

My commission expires January 29, 2027

(Seal)

STATE OF NEW MEXICO
NOTARY PUBLIC
GUSSIE RUTH BLACK
COMMISSION # 1087526
COMMISSION EXPIRES 01/29/2027

This newspaper is duly qualified to publish legal notices or advertisements within the meaning of Section 3, Chapter 167, Laws of 1937 and payment of fees for said

LEGAL NOTICE February 9, 2023

To: Linda Sue Henry, Earthstone Permian LLC, COG Operating LLC, DSD Energy Resources, LLC Western Oil Producers, Williamson Enterprises, Stephen Mitchell, Nuevo Seis Limited Partnership, Timothy R. MacDonald, Clara Louise Ritch, Gregory J. Nibert and Carolyn S. Nibert as Trustees of The DJS Trust, and Coterra Energy Inc., or your heirs, devisees, successors, or assigns: Mewbourne Oil Company has filed the following four applications with the New Mexico Oil Conservation Division, seeking orders pooling the following horizontal spacing units:

- (a) Case No. 23329: E.G.L. Resources, Inc. seeks an order pooling all uncommitted mineral interest owners in the Bone Spring formation underlying a horizontal spacing unit comprised of the W/2W/2 of Section 13 and the W/2W/2 of Section 24, Township 19 South, Range 33 East, NMPM. The unit will be dedicated to the Millie Mile 13-24 Fed. Com. Well Nos. 101H and 201H, with first take points in the NW/4NW/4 of Section 13 and last take points in the SW/4SW/4 of Section 24.
- (b) Case No. 23330: E.G.L. Resources, Inc. seeks an order pooling all uncommitted mineral interest owners in the Bone Spring formation in a horizontal spacing unit comprised of the E/2W/2 of Section 13 and the E/2W/2 of Section 24, Township 19 South, Range 33 East, NMPM. The unit will be dedicated to the Millie Mile 13-24 Fed. Com. Well Nos. 102H and 202H, with first take points in the NE/4NW/4 of Section 13 and last take points in the SE/4SW/4 of Section 24.
- (c) Case No. 23331: E.G.L. Resources, Inc. seeks an order pooling all uncommitted mineral interest owners in the Wolfcamp formation in a horizontal spacing unit comprised of the W/2W/2 of Section 13 and the W/2W/2 of Section 24, Township 19 South, Range 33 East, NMPM. The unit will be dedicated to the Millie Mile 13-24 Fed. Com. Well No. 401H, with a first take point in the NW/4NW/4 of Section 13 and a last take point in the SW/4SW/4 of Section 24.
- (d) Case No. 23332: E.G.L. Resources, Inc. seeks an order pooling all uncommitted mineral interest owners in the Wolfcamp formation in a horizontal spacing unit comprised of the E/2W/2 of Section 13 and the E/2W/2 of Section 24, Township 19 South, Range 33 East, NMPM. The unit will be dedicated to the Millie Mile 13-24 Fed. Com. Well No. 402H, with a first take point in the NE/4NW/4 of Section 13 and a last take point in the SE/4SW/4 of Section 24.

Also to be considered will be the cost of drilling, completing, testing, and equipping the wells and the allocation of the cost thereof, as well as actual operating costs and charges for supervision, designation of applicant as operator of the wells, and a 200% charge for the risk involved in drilling, completing, testing, and equipping the wells. These matters are scheduled for hearing on March 2, 2023 at 8:15 a.m. During the current circumstances, state buildings are closed to the public and the hearing will be conducted remotely. To view the hearing docket and to determine how to participate in an electronic hearing, go to https://www.emnrd.nm.gov/ocd/hearing-info/, or contact Marlene Salvidrez at Marlene.Salvidrez@emnrd.nm.gov/ocd/hearing-info/, or contact Marlene Salvidrez at Marlene.Salvidrez@emnrd.nm.gov. You are not required to attend this hearing, but as an owner of an interest who may be affected by the applications, you may appear and present testimony. Failure to appear at that time and become a party of record will preclude you from contesting these matters at a later date. A party appearing in a Division case is required by Division Rules to file a Pre-Hearing Statement may be filed online with the Division at ocd.hearings@emnrd.nm.gov, and should include: The name of the party and his or her attorney; a concise statement of the case; the name(s) of the witness(es) the party will call to testify at the hearing; the approximate time the party will need to present his or her case; and identification of any procedural matters that need to be resolved prior to the hearing. The Pre-Hearing Statement must also be provided to the attorney for applicant, James Bruce, P. O. Box 1056, Santa Fe, New Mexico 87504, jamesbruc@aol.com. The units are located approximately 7 miles east-northeast of Halfway, New Mexico.

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JAMES BRUCE JAMES BRUCE, ATTORNEY AT LAW P.O. BOX 1056 SANTA FE, NM 87504

EXHIBIT 5

CASE NOS. 23329 - 23332

STATUS OF CERTIFIED NOTICE

INTEREST OWNER	MAILING DATE	RECEIPT DATE	CARD RETURNED
Earthstone Permian LLC	2/8/23	2/15/23	Yes
ConocoPhillips Company COG Operating LLC	"	Unknown	Yes
DSD Energy Resources, LLC	"	2/23/23	Yes
Western Oil Producers	"	Unclaimed	No
Williamson Enterprises	44	Not Returned	No
Stephen Mitchell	46	Unknown	Yes
Nuevo Seis Limited Partnership	46	2/13/23	Yes
Timothy R. MacDonald	66	Not Returned	No
Clara Louise Ritch	46	2/22/23	Yes
Gregory J. Nibert and Carolyn S. Nibert as Trustees of The DJS Trust		2/14/23	Yes
Coterra Energy Inc.	46	2/13/23	Yes
Linda Sue Henry (Unlocatable)			

Other entities notified of the hearing but not listed herein are not being pooled.

EXHIBIT 1