AMENDED APPLICATIONS OF FLAT CREEK RESOURCES, LLC
FOR COMPULSORY POOLING
EDDY COUNTY, NEW MEXICO
Case No. 24746 - 24749

### FLAT CREEK RESOURCES, LLC



#### NMOCD Case Nos. 24746-24749

Bombsite BS Fed Com #1H – Case No. 24746 Bombsite BS Fed Com #2H – Case No. 24747 Bombsite BS Fed Com #3H – Case No. 24748 Bombsite BS Fed Com #4H – Case No. 24749

October 31, 2024 Hearing

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Applications	& Proposed Notices of Hearing
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A-3	Unit Recap, Pooled Parties Highlighted
A-4	Sample Well Proposal Letter & AFEs
A-5	Detailed Summary of Chronology of Contact
Exhibit B: S	elf-Affirmed Statement of Geologist Thomas M. Anderson4
B-1	Location Map
B-2	Subsea Structure Map, Cross-Section Map
B-3	Stratigraphical Cross Section
B-4	Gunbarrel Diagram
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Exhibit C: S	elf-Affirmed Statement of Lawyer Sharon S. Shaheen5
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C-2	Chart of Notice to All Interested Parties
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### Tab 1

1	COMPULSORY POOLING	В
2	ALL INFORMATION IN THE APPLICATION MUST BE SUPPORTED BY SIGNED AFFIDAVITS	
3	Case: 24746	APPLICANT'S RESPONSE
4	Date	October 31, 2024
5	Applicant	Flat Creek Resources, LLC, obo FE Permian Operating I, LLC
6	Designated Operator & OGRID (affiliation if applicable)	Flat Creek Resources, LLC (374034)
7	Applicant's Counsel:	Sharon Shaheen (Spencer Fane LLP)
,	Case Title:	Amended Application of Flat Creek Resources, LLC for Compulsory Pooling, Eddy County, New Mexico
9	Entries of Appearance/Intervenors:	Coterra Energy, Inc., and subsidiaries, including Cimarex Energy Co. and Magnum Hunter Production, Inc. (Abadie & Schill)
10	Well Family	Bombsite
11	Formation/Pool	
12	Formation Name(s) or Vertical Extent:	Bone Spring formation down to 8,062' (being 300' above the top of the Wolfcamp Formation, or 8,362')
12	Primary Product (Oil or Gas):	Oil
14	Pooling this vertical extent:	Bone Spring formation down to 8,062' (being 300' above the top of the Wolfcamp Formation, or 8,362')
15	Pool Name and Pool Code (Only if NSP is requested):	
15	Well Location Setback Rules (Only if NSP is Requested):	
16		
17	Spacing Unit	
18	Type (Horizontal/Vertical)	Horizontal
19	Size (Acres)	240 acres
20	Building Blocks:	40-acre tracts
21	Orientation:	South to North
22	Description: TRS/County	E/2 NE/4 of Section 3, T25S, R26E and the E/2 E/2 of Section 34, T24S, R26E, in Eddy County, New Mexico
23	Standard Horizontal Well Spacing Unit (Y/N), If No, describe and is approval of non-standard unit requested in this application?	Yes
24	Other Situations	
25	Depth Severance: Y/N. If yes, description	No
26	Proximity Tracts: If yes, description	No
27	Proximity Defining Well: if yes, description	n/a
28	Applicant's Ownership in Each Tract	Tract 1: 45%; Tract 2: 19.6875%; Tract 3: 47.289443%; Tract 4:
29	Well(s)	
30	Name & API (if assigned), surface and bottom hole location, footages, completion target, orientation, completion status (standard or non-standard)	Add wells as needed

AE	ceived by OCD: 10/24/2024 4:35:26 PM	Page 5 of
21	Well #1	Bombsite BS Fed Com #1H well, SHL: ~1,885' FSL and 2,526' FEL of Section 3, T25S-R26E; BHL: ~100' FNL and 755' FEL of Section 34, T24S-R26E
32	Horizontal Well First and Last Take Points	FTP: ~ 2,581' FNL and 755' FEL of Section 3, T25S-R26E; LTP: ~100' FNL and 755' FEL of Section 34, T24S-R26E
33	Completion Target (Formation, TVD and MD)	Bone Spring (TVD: 7,021'; MD: 16,025')
34	AFE Capex and Operating Costs	
35	Drilling Supervision/Month \$	\$8000, see Exhibit A ¶ 20
36	Production Supervision/Month \$	\$800, see Exhibit A ¶ 20
37	Justification for Supervision Costs	See AFE attached to Exhibit A-4
38	Requested Risk Charge	200%, see Exhibit A ¶ 21
39	Notice of Hearing	
40	Proposed Notice of Hearing	Provided with filing of application
41	Proof of Mailed Notice of Hearing (20 days before hearing)	See Exhibit C, C-1, & C-2
42	Proof of Published Notice of Hearing (10 days before hearing)	See Exhibit C-3
43	Ownership Determination	
44	Land Ownership Schematic of the Spacing Unit	See Exhibit A-2
45	Tract List (including lease numbers and owners)  If approval of Non-Standard Spacing Unit is requested, Tract List (including lease numbers and owners) of Tracts subject to notice requirements.	Exhibit A-2
47	Pooled Parties (including ownership type)	Exhibit A-3
48	Unlocatable Parties to be Pooled	See Exhibit C-2
49	Ownership Depth Severance (including percentage above & below)	n/a
50	Joinder	
51	Sample Copy of Proposal Letter	Exhibit A-4
52	List of Interest Owners (ie Exhibit A of JOA)	Exhibit A-3
53	Chronology of Contact with Non-Joined Working Interests	Exhibit A-5
54	Overhead Rates In Proposal Letter	Exhibit A-4
55	Cost Estimate to Drill and Complete	See AFE attached to Exhibit A-4
56	Cost Estimate to Equip Well	See AFE attached to Exhibit A-4
57	Cost Estimate for Production Facilities	n/a
58	Geology	
59	Summary (including special considerations)	See Exhibit B ¶ 11
60	Spacing Unit Schematic	See Exhibits A-2, B-2
61	Gunbarrel/Lateral Trajectory Schematic	Exhibit B-4
62	Well Orientation (with rationale)	Exhibit B ¶ 12
63	Target Formation	Exhibits B-3 and B-4
64	HSU Cross Section	Exhibit B-5
65	Depth Severance Discussion	n/a
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eceived by OCD: 10/24/2024 4:35:26 PM	Page 6 of
, C-102	Exhibit A-1
Tracts	Exhibit A-2
Summary of Interests, Unit Recapitulation (Tracts)	Exhibit A-2
General Location Map (including basin)	Exhibit B-1
Well Bore Location Map	Exhibit B-2
Structure Contour Map - Subsea Depth	Exhibit B-2
Cross Section Location Map (including wells)	Exhibit B-2
Cross Section (including Landing Zone)	Exhibit B-3
Additional Information	
Special Provisions/Stipulations	
CERTIFICATION: I hereby certify that the information provided in this checklist is complete and accurate.	
Printed Name (Attorney or Party Representative):	Sharon T. Shaheen
Signed Name (Attorney or Party Representative):	/s/ Sharon T. Shaheen

10/24/2024

Date:

COMPULSORY POOLING	
ALL INFORMATION IN THE APPLICATION MUST BE SUPPORTED BY SIGNED AFFIDAVITS	
Case: 24747	APPLICANT'S RESPONSE
Date	October 31, 2024
Applicant	Flat Creek Resources, LLC, obo FE Permian Operating I, LLC
Designated Operator & OGRID (affiliation if applicable)	Flat Creek Resources, LLC (374034)
Applicant's Counsel:	Sharon Shaheen (Spencer Fane LLP)
Case Title:	Amended Application of Flat Creek Resources, LLC for Compulsory Pooling, Eddy County, New Mexico
Entries of Appearance/Intervenors:	Coterra Energy, Inc., and subsidiaries, including Cimarex Energy Co. and Magnum Hunter Production, Inc. (Abadie & Schill)
Well Family	Bombsite
Formation/Pool	
Formation Name(s) or Vertical Extent:	Bone Spring formation down to 8,062' (being 300' above the top of the Wolfcamp Formation, or 8,362')
Primary Product (Oil or Gas):	Oil
Pooling this vertical extent:	Bone Spring formation down to 8,062' (being 300' above the top of the Wolfcamp Formation, or 8,362')
Pool Name and Pool Code (Only if NSP is requested):	
Well Location Setback Rules (Only if NSP is Requested):	
, Spacing Unit	
Type (Horizontal/Vertical)	Horizontal
Size (Acres)	240 acres
Building Blocks:	40-acre tracts
Orientation:	South to North
Description: TRS/County	W/2 NE/4 of Section 3, T25S, R26E and the W/2 E/2 of Section 34, T24S, R26E, in Eddy County, New Mexico
Standard Horizontal Well Spacing Unit (Y/N), If No, describe and is approval of non-standard unit requested in this application?	Yes
Other Situations	
Depth Severance: Y/N. If yes, description	No
Proximity Tracts: If yes, description	No
Proximity Defining Well: if yes, description	n/a
Applicant's Ownership in Each Tract	Tract 1: 90%; Tract 2: 45%; Tract 3: 45%; Tract 4: 47.29%; Tract 5: 45%
, Well(s)	
Name & API (if assigned), surface and bottom hole location, footages, completion target, orientation, completion status (standard or non-standard)	Add wells as needed

Re	ceived by OCD: 10/24/2024 4:35:26 PM	Page 8 of
31	Well #1	Bombsite BS Fed Com #2H well, SHL: ~2,110' FSL and 2,556' FEL of Section 3, T25S-R26E; BHL: ~100' FNL and 1,990' FEL of Section 34, T24S-R26E
32	Horizontal Well First and Last Take Points	FTP: ~2,577' FNL and 1,990' FEL of Section 3, T25S-R26E; LTP: ~100' FNL and 1,990' FEL of Section 34, T24S-R26E
33	Completion Target (Formation, TVD and MD)	Bone Spring (TVD: 6,988'; MD: 15,337')
	AFE Capex and Operating Costs	
35	Drilling Supervision/Month \$	\$8000, see Exhibit A ¶ 20
36	Production Supervision/Month \$	\$800, see Exhibit A ¶ 20
37	Justification for Supervision Costs	See AFE attached to Exhibit A-4
38	Requested Risk Charge	200%, see Exhibit A ¶ 21
39	Notice of Hearing	
40	Proposed Notice of Hearing	Provided with filing of application
41	Proof of Mailed Notice of Hearing (20 days before hearing)	See Exhibit C, C-1, & C-2
42	Proof of Published Notice of Hearing (10 days before hearing)	See Exhibit C-3
43	Ownership Determination	
44	Land Ownership Schematic of the Spacing Unit	See Exhibit A-2
45	Tract List (including lease numbers and owners)	Exhibit A-2
46	If approval of Non-Standard Spacing Unit is requested, Tract List (including lease numbers and owners) of Tracts subject to notice requirements.	n/a
47	Pooled Parties (including ownership type)	Exhibit A-3
	Unlocatable Parties to be Pooled	See Exhibit C-2
40	Ownership Depth Severance (including percentage above &	
49	below)	n/a
50	Joinder	
51	Sample Copy of Proposal Letter	Exhibit A-4
52	List of Interest Owners (ie Exhibit A of JOA)	Exhibit A-3
53	Chronology of Contact with Non-Joined Working Interests	Exhibit A-5
54	Overhead Rates In Proposal Letter	Exhibit A-4
55	Cost Estimate to Drill and Complete	See AFE attached to Exhibit A-4
56	Cost Estimate to Equip Well	See AFE attached to Exhibit A-4
57	Cost Estimate for Production Facilities	n/a
58	Geology	
59	Summary (including special considerations)	See Exhibit B ¶ 11
60	Spacing Unit Schematic	See Exhibits A-2, B-2
61	Gunbarrel/Lateral Trajectory Schematic	Exhibit B-4
62	Well Orientation (with rationale)	Exhibit B ¶ 12
63	Target Formation	Exhibits B-3 and B-4
64	HSU Cross Section	Exhibit B-5
65	Depth Severance Discussion	n/a
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67	C-102	Exhibit A-1
	Tracts	Exhibit A-2
69	Summary of Interests, Unit Recapitulation (Tracts)	Exhibit A-2
70	General Location Map (including basin)	Exhibit B-1
71	Well Bore Location Map	Exhibit B-2
72	Structure Contour Map - Subsea Depth	Exhibit B-2
73	Cross Section Location Map (including wells)	Exhibit B-2
74	Cross Section (including Landing Zone)	Exhibit B-3
	Additional Information	
75	Special Provisions/Stipulations	
,,,	CERTIFICATION: I hereby certify that the information	
77	provided in this checklist is complete and accurate.	
78	Printed Name (Attorney or Party Representative):	Sharon T. Shaheen
79	Signed Name (Attorney or Party Representative):	/s/ Sharon T. Shaheen
80	Date:	10/24/2024

COMPULSORY POOLING	
ALL INFORMATION IN THE APPLICATION MUST BE SUPPORTED BY SIGNED AFFIDAVITS	
Case: 24748	APPLICANT'S RESPONSE
Date	October 31, 2024
Applicant	Flat Creek Resources, LLC, obo FE Permian Operating I, LLC
Designated Operator & OGRID (affiliation if applicable)	Flat Creek Resources, LLC (374034)
, Applicant's Counsel:	Sharon Shaheen (Spencer Fane LLP)
Case Title:	Amended Application of Flat Creek Resources, LLC for Compulsory Pooling, Eddy County, New Mexico
Entries of Appearance/Intervenors:	Coterra Energy, Inc., and subsidiaries, including Cimarex Energy Co. and Magnum Hunter Production, Inc. (Abadie & Schill)
Well Family	Bombsite
Formation/Pool	
Formation Name(s) or Vertical Extent:	Bone Spring formation down to 8,062' (being 300' above the top of the Wolfcamp Formation, or 8,362')
Primary Product (Oil or Gas):	Oil
Pooling this vertical extent:	Bone Spring formation down to 8,062' (being 300' above the top of the Wolfcamp Formation, or 8,362')
Pool Name and Pool Code (Only if NSP is requested):	
Well Location Setback Rules (Only if NSP is Requested):	
Spacing Unit	
Type (Horizontal/Vertical)	Horizontal
Size (Acres)	240 acres
Building Blocks:	40-acre tracts
Orientation:	South to North
Description: TRS/County	E/2 NW/4 of Section 3 of Section 3, T25S, R26E and the E/2 W/2 of Section 34, T24S, R26E, in Eddy County, New Mexico
Standard Horizontal Well Spacing Unit (Y/N), If No, describe and is approval of non-standard unit requested in this application?	Yes
Other Situations	
Depth Severance: Y/N. If yes, description	No
Proximity Tracts: If yes, description	No
Proximity Defining Well: if yes, description	n/a
Applicant's Ownership in Each Tract	Tract 1: 45%; Tract 2: 0%; Tract 3: 19.7%
Well(s)	
Name & API (if assigned), surface and bottom hole location, footages, completion target, orientation, completion status (standard or non-standard)	Add wells as needed

Re	ceived by OCD: 10/24/2024 4:35:26 PM	Page 11 of
31	Well #1	Bombsite BS Fed Com #3H well, SHL: ~2,075' FSL and 2,586' FEL of Section 3, T25S-R26E; BHL: ~100' FNL and 2,044' FWL of Section 34, T24S-R26E
32	Horizontal Well First and Last Take Points	FTP: ~2,573' FNL and 2,044' FWL of Section 3, T25S-R26E; LTP: ~100' FNL and 2,044' FWL of Section 34, T24S-R26E
33	Completion Target (Formation, TVD and MD)	Bone Spring (TVD: 6,948'; MD: 15,304')
34	AFE Capex and Operating Costs	
35	Drilling Supervision/Month \$	\$8000, see Exhibit A ¶ 20
36	Production Supervision/Month \$	\$800, see Exhibit A ¶ 20
37	Justification for Supervision Costs	See AFE attached to Exhibit A-4
38	Requested Risk Charge	200%, see Exhibit A ¶ 21
39	Notice of Hearing	
40	Proposed Notice of Hearing	Provided with filing of application
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42	Proof of Published Notice of Hearing (10 days before hearing)	See Exhibit C-3
43	Ownership Determination	
44	Land Ownership Schematic of the Spacing Unit	See Exhibit A-2
45	Tract List (including lease numbers and owners)	Exhibit A-2
	If approval of Non-Standard Spacing Unit is requested, Tract List (including lease numbers and owners) of Tracts subject to notice requirements.	n/a
47	Pooled Parties (including ownership type)	Exhibit A-3
48	Unlocatable Parties to be Pooled	See Exhibit C-2
	Ownership Depth Severance (including percentage above &	,
7,5	below)	n/a
	Joinder	
51	Sample Copy of Proposal Letter	Exhibit A-4
52	List of Interest Owners (ie Exhibit A of JOA)	Exhibit A-3
53	Chronology of Contact with Non-Joined Working Interests	Exhibit A-5
54	Overhead Rates In Proposal Letter	Exhibit A-4
55	Cost Estimate to Drill and Complete	See AFE attached to Exhibit A-4
56	Cost Estimate to Equip Well	See AFE attached to Exhibit A-4
57	Cost Estimate for Production Facilities	n/a
58	Geology	
59	Summary (including special considerations)	See Exhibit B ¶ 11
60	Spacing Unit Schematic	See Exhibits A-2, B-2
61	Gunbarrel/Lateral Trajectory Schematic	Exhibit B-4
62	Well Orientation (with rationale)	Exhibit B ¶ 12
63	Target Formation	Exhibits B-3 and B-4
64	HSU Cross Section	Exhibit B-5
65	Depth Severance Discussion	n/a
Re 66	િલ્ફાનીકા વર્ષા કાર્યા કોલ્ફાના તે વિસ્તાર કરવા કરતા કરતા કરતા કરતા કરતા કરતા કરતા કરત	

A	В
C-102	Exhibit A-1
68 Tracts	Exhibit A-2
Summary of Interests, Unit Recapitulation (Tracts)	Exhibit A-2
General Location Map (including basin)	Exhibit B-1
Well Bore Location Map	Exhibit B-2
Structure Contour Map - Subsea Depth	Exhibit B-2
Cross Section Location Map (including wells)	Exhibit B-2
Cross Section (including Landing Zone)	Exhibit B-3
Additional Information	
Special Provisions/Stipulations	
CERTIFICATION: I hereby certify that the information provided in this checklist is complete and accurate.	
Printed Name (Attorney or Party Representative):	Sharon T. Shaheen
Signed Name (Attorney or Party Representative):	/s/ Sharon T. Shaheen
Date:	10/24/2024

COMPULSORY POOLING	
ALL INFORMATION IN THE APPLICATION MUST BE SUPPORTED BY SIGNED AFFIDAVITS	
Case: 24749	APPLICANT'S RESPONSE
Date	October 31, 2024
<sub>5</sub> Applicant	Flat Creek Resources, LLC, obo FE Permian Operating I, LLC
Designated Operator & OGRID (affiliation if applicable)	Flat Creek Resources, LLC (374034)
Applicant's Counsel:	Sharon Shaheen (Spencer Fane LLP)
Case Title:	Amended Application of Flat Creek Resources, LLC for Compulsory Pooling, Eddy County, New Mexico
Entries of Appearance/Intervenors:	Coterra Energy, Inc., and subsidiaries, including Cimarex Energy Co. and Magnum Hunter Production, Inc. (Abadie & Schill)
Well Family	Bombsite
Formation/Pool	
Formation Name(s) or Vertical Extent:	Bone Spring formation down to 8,062' (being 300' above the top of the Wolfcamp Formation, or 8,362')
Primary Product (Oil or Gas):	Oil
Pooling this vertical extent:	Bone Spring formation down to 8,062' (being 300' above the top of the Wolfcamp Formation, or 8,362')
Pool Name and Pool Code (Only if NSP is requested):	
Well Location Setback Rules (Only if NSP is Requested):	
Spacing Unit	
Type (Horizontal/Vertical)	Horizontal
Size (Acres)	240 acres
Building Blocks:	40-acre tracts
Orientation:	South to North
Description: TRS/County	W/2 NW/4 of Section 3 of Section 3, T25S, R26E and the W/2 W/2 of Section 34, T24S, R26E, in Eddy County, New Mexico
Standard Horizontal Well Spacing Unit (Y/N), If No, describe and is approval of non-standard unit requested in this application?	Yes
Other Situations	
Depth Severance: Y/N. If yes, description	No
Proximity Tracts: If yes, description	No
Proximity Defining Well: if yes, description	n/a
Applicant's Ownership in Each Tract	Tract 1: 45%; Tract 2: 0%; Tract 3: 19.7%
Well(s)	
Name & API (if assigned), surface and bottom hole location, footages, completion target, orientation, completion status (standard or non-standard)	Add wells as needed

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	A	В
67	C-102	Exhibit A-1
68	Tracts	Exhibit A-2
69	Summary of Interests, Unit Recapitulation (Tracts)	Exhibit A-2
70	General Location Map (including basin)	Exhibit B-1
71	Well Bore Location Map	Exhibit B-2
72	Structure Contour Map - Subsea Depth	Exhibit B-2
73	Cross Section Location Map (including wells)	Exhibit B-2
74	Cross Section (including Landing Zone)	Exhibit B-3
	Additional Information	
75	Special Provisions/Stipulations	
/6	CERTIFICATION: I hereby certify that the information	
77	provided in this checklist is complete and accurate.	
78	Printed Name (Attorney or Party Representative):	Sharon T. Shaheen
	Signed Name (Attorney or Party Representative):	/s/ Sharon T. Shaheen
80	Date:	10/24/2024

### Tab 2

APPLICATION OF FLAT CREEK RESOURCES, LLC FOR COMPULSORY POOLING EDDY COUNTY, NEW MEXICO

Case No. 24746

#### AMENDED APPLICATION

Flat Creek Resources, LLC, OGRID No. 374034 ("Flat Creek" or "Applicant"), as operator and on behalf of FE Permian Owner I, LLC, as working interest owner, files this amended application with the Oil Conservation Division pursuant to the provisions of NMSA 1978, § 70-2-17, for an order pooling all mineral interests in the Bone Spring formation down to 8,062' (being 300' above the top of the Wolfcamp Formation, or 8,362') (Cottonwood Draw; Bone Spring (O) [97494]) in a standard 240-acre, more or less, horizontal spacing and proration unit ("HSU"), comprised of the E/2 NE/4 of Section 3, Township 25 South, Range 26 East and the E/2 E/2 of Section 34, Township 24 South, Range 26 East, in Eddy County, New Mexico. In support of its amended application, Flat Creek states as follows:

- 1. Flat Creek is the operator acting on behalf of FE Permian Owner I, LLC, a working interest owner in the proposed HSU, which has the right to drill thereon.
- 2. Flat Creek proposes to drill the following well in the HSU: **Bombsite Fed Com BS #1H** well, to be horizontally drilled from a surface hole location approximately 1,885' FSL and 2,526' FEL of Section 3, T25S-R26E to a bottom hole location approximately 100' FNL and 755' FEL of Section 34, T24S-R26E.
- 3. Flat Creek previously proposed a well by the same name in Case No. 24389, as a 2-mile well dedicated to a 320-acre spacing unit.

- 4. Through this application, Flat Creek is amending the previous application to clarify the depths to be pooled and to repropose the well as a 1.5 mile well dedicated to a 240-acre spacing unit.
- 5. The completed interval and first and last take points will meet the setback requirements set forth in the statewide rules for horizontal oil wells.
- 6. Flat Creek has in good faith sought and been unable to obtain voluntary agreement for the development of these lands from all of the mineral interest owners in the HSU.
- 7. Approval of the HSU and the pooling of all mineral interest owners in the Bone Spring formation underlying the HSU will avoid the drilling of unnecessary wells, prevent waste, and protect correlative rights.
- 8. In order to permit Flat Creek to obtain its just and fair share of the oil and gas underlying the subject lands, all uncommitted interests in this HSU should be pooled and Flat Creek should be designated the operator of the HSU.

WHEREFORE, Flat Creek requests that this amended application be set for hearing before an Examiner of the Oil Conservation Division on August 22, 2024 and that, after notice and hearing as required by law, the Division enter an order:

- A. Creating a standard 240-acre, more or less, HSU comprised of the E/2 NE/4 of Section 3, Township 25 South, Range 26 East and the E/2 E/2 of Section 34, Township 24 South, Range 26 East, in Eddy County, New Mexico.
- B. Pooling all mineral interests in the Bone Spring formation down to 8,062' (being 300' above the top of the Wolfcamp Formation, or 8,362') underlying the HSU;
  - C. Designating Flat Creek as operator of the HSU and the well to be drilled thereon;

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D. Authorizing Flat Creek to recover its costs of drilling, equipping and completing

the well;

E. Approving the operating charges and costs of supervision while drilling of

\$8,000/month and, after completion, \$800/month, together with a provision adjusting the rates

pursuant to the COPAS accounting procedures; and

F. Imposing a 200% penalty for the risk assumed by Flat Creek in drilling and

completing the well against any interest owner who does not voluntarily participate in the drilling

of the well.

Respectfully submitted,

MONTGOMERY & ANDREWS, P.A.

/s/ Sharon T. Shaheen

Sharon T. Shaheen

Post Office Box 2307

Santa Fe, NM 87504-2307

(505) 986-2678

sshaheen@montand.com

ec: wmcginnis@montand.com

Attorney for Flat Creek Resources, LLC

Amended Application of Flat Creek Resources, LLC for Compulsory Pooling, Eddy County, New Mexico. Applicant in the above-styled cause seeks an order from the Division pooling all uncommitted mineral interests in the Bone Spring formation (Cottonwood Draw; Bone Spring (O) [97494]) down to 8,062' (being 300' above the top of the Wolfcamp Formation, or 8,362') in a standard 240-acre, more or less, horizontal spacing and proration unit ("HSU"), comprised of the E/2 NE/4 of Section 3, Township 25 South, Range 26 East and the E/2 E/2 of Section 34, Township 24 South, Range 26 East, in Eddy County, New Mexico. Applicant proposes to drill the following 1.5-mile well in the HSU: Bombsite Fed Com BS #1H well, to be horizontally drilled from a surface hole location approximately 1,885' FSL and 2,526' FEL of Section 3, T25S-R26E to a bottom hole location approximately 100' FNL and 755' FEL of Section 34, T24S-R26E. The completed intervals and first and last take points will meet statewide setback requirements for horizontal oil wells. Also to be considered will be the cost of drilling and completing the well and the allocation of the costs, the designation of Applicant as Operator of the well, and a 200% charge for the risk involved in drilling and completing the well. The well and lands are approximately 6 miles Southeast of Whites City, New Mexico.

APPLICATION OF FLAT CREEK RESOURCES, LLC FOR COMPULSORY POOLING EDDY COUNTY, NEW MEXICO

Case No. 24747

#### AMENDED APPLICATION

Flat Creek Resources, LLC, OGRID No. 374034 ("Flat Creek" or "Applicant"), as operator and on behalf of FE Permian Owner I, LLC, as working interest owner, files this amended application with the Oil Conservation Division pursuant to the provisions of NMSA 1978, § 70-2-17, for an order pooling all mineral interests in the Bone Spring formation down to 8,062' (being 300' above the top of the Wolfcamp Formation, or 8,362') (Cottonwood Draw; Bone Spring (O) [97494]) in a standard 240-acre, more or less, horizontal spacing and proration unit ("HSU"), comprised of the W/2 NE/4 of Section 3, Township 25 South, Range 26 East and the W/2 E/2 of Section 34, Township 24 South, Range 26 East, in Eddy County, New Mexico. In support of its amended application, Flat Creek states as follows:

- 1. Flat Creek is the operator acting on behalf of FE Permian Owner I, LLC, a working interest owner in the proposed HSU, which has the right to drill thereon.
- 2. Flat Creek proposes to drill the following well in the HSU: **Bombsite Fed Com BS #2H** well, to be horizontally drilled from a surface hole location approximately 2,110' FSL and 2,556' FEL of Section 3, T25S-R26E to a bottom hole location approximately 100' FNL and 1,990' FEL of Section 34, T24S-R26E.
- 3. Flat Creek previously proposed a well by the same name in Case No. 24391, as a 2-mile well dedicated to a 320-acre spacing unit.

- 4. Through this application, Flat Creek is amending the previous application to clarify the depths to be pooled and to repropose the well as a 1.5 mile well dedicated to a 240-acre spacing unit.
- 5. The completed interval and first and last take points will meet the setback requirements set forth in the statewide rules for horizontal oil wells.
- 6. Flat Creek has in good faith sought and been unable to obtain voluntary agreement for the development of these lands from all of the mineral interest owners in the HSU.
- 7. Approval of the HSU and the pooling of all mineral interest owners in the Bone Spring formation underlying the HSU will avoid the drilling of unnecessary wells, prevent waste, and protect correlative rights.
- 8. In order to permit Flat Creek to obtain its just and fair share of the oil and gas underlying the subject lands, all uncommitted interests in this HSU should be pooled and Flat Creek should be designated the operator of the HSU.

WHEREFORE, Flat Creek requests that this amended application be set for hearing before an Examiner of the Oil Conservation Division on August 22, 2024 and that, after notice and hearing as required by law, the Division enter an order:

- A. Creating a standard 240-acre, more or less, HSU comprised of the W/2 NE/4 of Section 3, Township 25 South, Range 26 East and the W/2E/2 of Section 34, Township 24 South, Range 26 East, in Eddy County, New Mexico.
- B. Pooling all mineral interests in the Bone Spring formation down to 8,062' (being 300' above the top of the Wolfcamp Formation, or 8,362') underlying the HSU;
  - C. Designating Flat Creek as operator of the HSU and the well to be drilled thereon;

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D. Authorizing Flat Creek to recover its costs of drilling, equipping and completing

the well;

E. Approving the operating charges and costs of supervision while drilling of

\$8,000/month and, after completion, \$800/month, together with a provision adjusting the rates

pursuant to the COPAS accounting procedures; and

F. Imposing a 200% penalty for the risk assumed by Flat Creek in drilling and

completing the well against any interest owner who does not voluntarily participate in the drilling

of the well.

Respectfully submitted,

MONTGOMERY & ANDREWS, P.A.

/s/ Sharon T. Shaheen

Sharon T. Shaheen

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(505) 986-2678

sshaheen@montand.com

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Attorney for Flat Creek Resources, LLC

Amended Application of Flat Creek Resources, LLC for Compulsory Pooling, Eddy County, New Mexico. Applicant in the above-styled cause seeks an order from the Division pooling all uncommitted mineral interests in the Bone Spring formation (Cottonwood Draw; Bone Spring (O) [97494]) down to 8,062' (being 300' above the top of the Wolfcamp Formation, or 8,362') in a standard 240-acre, more or less, horizontal spacing and proration unit ("HSU"), comprised of the W/2 NE/4 of Section 3, Township 25 South, Range 26 East and the W/2 E/2 of Section 34, Township 24 South, Range 26 East, in Eddy County, New Mexico. Applicant proposes to drill the following 1.5-mile well in the HSU: Bombsite Fed Com BS #2H well, to be horizontally drilled from a surface hole location approximately 2,110' FSL and 2,556' FEL of Section 3, T25S-R26E to a bottom hole location approximately 100' FNL and 1,990' FEL of Section 34, T24S-R26E. The completed intervals and first and last take points will meet statewide setback requirements for horizontal oil wells. Also to be considered will be the cost of drilling and completing the well and the allocation of the costs, the designation of Applicant as Operator of the well, and a 200% charge for the risk involved in drilling and completing the well. The well and land are approximately 6 miles Southeast of Whites City, New Mexico.

APPLICATION OF FLAT CREEK RESOURCES, LLC FOR COMPULSORY POOLING EDDY COUNTY, NEW MEXICO

Case No. 24748

#### **AMENDED APPLICATION**

Flat Creek Resources, LLC, OGRID No. 374034 ("Flat Creek" or "Applicant"), as operator and on behalf of FE Permian Owner I, LLC, as working interest owner, files this amended application with the Oil Conservation Division pursuant to the provisions of NMSA 1978, § 70-2-17, for an order pooling all mineral interests in the Bone Spring formation down to 8,062' (being 300' above the top of the Wolfcamp Formation, or 8,362') (Cottonwood Draw; Bone Spring (O) [97494]) in a standard 240-acre, more or less, horizontal spacing and proration unit ("HSU"), comprised of the E/2 NW/4 of Section 3, Township 25 South, Range 26 East and the E/2 W/2 of Section 34, Township 24 South, Range 26 East, in Eddy County, New Mexico. In support of its amended application, Flat Creek states as follows:

- 1. Flat Creek is the operator acting on behalf of FE Permian Owner I, LLC, a working interest owner in the proposed HSU, which has the right to drill thereon.
- 2. Flat Creek proposes to drill the following well in the HSU: **Bombsite Fed Com BS #3H** well, to be horizontally drilled from a surface hole location approximately 2,075' FSL and 2,586' FEL of Section 3, T25S-R26E to a bottom hole location approximately 100' FNL and 2,044' FWL of Section 34, T24S-R26E.
- 3. Flat Creek previously proposed a well by the same name in Case No. 24392, as a 2-mile well dedicated to a 320-acre spacing unit.

- 4. Through this application, Flat Creek is amending the previous application to clarify the depths to be pooled and to repropose the well as a 1.5 mile well dedicated to a 240-acre spacing unit.
- 5. The completed interval and first and last take points will meet the setback requirements set forth in the statewide rules for horizontal oil wells.
- 6. Flat Creek has in good faith sought and been unable to obtain voluntary agreement for the development of these lands from all of the mineral interest owners in the HSU.
- 7. Approval of the HSU and the pooling of all mineral interest owners in the Bone Spring formation underlying the HSU will avoid the drilling of unnecessary wells, prevent waste, and protect correlative rights.
- 8. In order to permit Flat Creek to obtain its just and fair share of the oil and gas underlying the subject lands, all uncommitted interests in this HSU should be pooled and Flat Creek should be designated the operator of the HSU.

WHEREFORE, Flat Creek requests that this amended application be set for hearing before an Examiner of the Oil Conservation Division on August 22, 2024 and that, after notice and hearing as required by law, the Division enter an order:

- A. Creating a standard 240-acre, more or less, HSU comprised of the E/2 NW/4 of Section 3, Township 25 South, Range 26 East and the E/2 W/2 of Section 34, Township 24 South, Range 26 East, in Eddy County, New Mexico.
- B. Pooling all mineral interests in the Bone Spring formation down to 8,062' (being 300' above the top of the Wolfcamp Formation, or 8,362') underlying the HSU;
  - C. Designating Flat Creek as operator of the HSU and the well to be drilled thereon;

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D. Authorizing Flat Creek to recover its costs of drilling, equipping and completing

the well;

E. Approving the operating charges and costs of supervision while drilling of

\$8,000/month and, after completion, \$800/month, together with a provision adjusting the rates

pursuant to the COPAS accounting procedures; and

F. Imposing a 200% penalty for the risk assumed by Flat Creek in drilling and

completing the well against any interest owner who does not voluntarily participate in the drilling

of the well.

Respectfully submitted,

MONTGOMERY & ANDREWS, P.A.

/s/ Sharon T. Shaheen

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Attorneys for Flat Creek Resources, LLC

Amended Application of Flat Creek Resources, LLC for Compulsory Pooling, Eddy County, New Mexico. Applicant in the above-styled cause seeks an order from the Division pooling all uncommitted mineral interests in the Bone Spring formation down to 8,062' (being 300' above the top of the Wolfcamp Formation, or 8,362') (Cottonwood Draw; Bone Spring (O) [97494]) in a standard 320-acre, more or less, horizontal spacing and proration unit ("HSU"), comprised of the E/2 NW/4 of Section 3, Township 25 South, Range 26 East and the E/2 W/2 of Section 34, Township 24 South, Range 26 East, in Eddy County, New Mexico. Applicant proposes to drill the following 1.5-mile well in the HSU: Bombsite Fed Com BS #3H well, to be horizontally drilled from a surface hole location approximately 2,075' FSL and 2,586' FEL of Section 3, T25S-R26E to a bottom hole location approximately 100' FNL and 2,044' FWL of Section 34, T24S-R26E. The completed intervals and first and last take points will meet statewide setback requirements for horizontal oil wells. Also to be considered will be the cost of drilling and completing the well and the allocation of the costs, the designation of Applicant as Operator of the well, and a 200% charge for the risk involved in drilling and completing the well. The well and land are approximately 6 miles Southeast of Whites City, New Mexico.

APPLICATION OF FLAT CREEK RESOURCES, LLC FOR COMPULSORY POOLING EDDY COUNTY, NEW MEXICO

Case No. 24749

#### AMENDED APPLICATION

Flat Creek Resources, LLC, OGRID No. 374034 ("Flat Creek" or "Applicant"), as operator and on behalf of FE Permian Owner I, LLC, as working interest owner, files this amended application with the Oil Conservation Division pursuant to the provisions of NMSA 1978, § 70-2-17, for an order pooling all mineral interests in the Bone Spring formation down to 8,062' (being 300' above the top of the Wolfcamp Formation, or 8,362') (Cottonwood Draw; Bone Spring (O) [97494]) in a standard 240-acre, more or less, horizontal spacing and proration unit ("HSU"), comprised of the W/2 NW/4 of Section 3, Township 25 South, Range 26 East and the W/2 W/2 of Section 34, Township 24 South, Range 26 East, in Eddy County, New Mexico. In support of its amended application, Flat Creek states as follows:

- 1. Flat Creek is the operator acting on behalf of FE Permian Owner I, LLC, a working interest owner in the proposed HSU, which has the right to drill thereon.
- 2. Flat Creek proposes to drill the following well in the HSU: **Bombsite Fed Com BS #4H** well, to be horizontally drilled from a surface hole location approximately 2,075' FSL and 2,616' FEL of Section 3, T25S-R26E to a bottom hole location approximately 100' FNL and 590' FWL of Section 34, T24S-R26E.
- 3. Flat Creek previously proposed a well by the same name in Case No. 24393, as a 2-mile well dedicated to a 320-acre spacing unit.

- 4. Through this application, Flat Creek is amending the previous application to clarify the depths to be pooled and to repropose the well as a 1.5 mile well dedicated to a 240-acre spacing unit.
- 5. The completed interval and first and last take points will meet the setback requirements set forth in the statewide rules for horizontal oil wells.
- 6. Flat Creek has in good faith sought and been unable to obtain voluntary agreement for the development of these lands from all of the mineral interest owners in the HSU.
- 7. Approval of the HSU and the pooling of all mineral interest owners in the Bone Spring formation underlying the HSU will avoid the drilling of unnecessary wells, prevent waste, and protect correlative rights.
- 8. In order to permit Flat Creek to obtain its just and fair share of the oil and gas underlying the subject lands, all uncommitted interests in this HSU should be pooled and Flat Creek should be designated the operator of the HSU.

WHEREFORE, Flat Creek requests that this amended application be set for hearing before an Examiner of the Oil Conservation Division on August 22, 2024 and that, after notice and hearing as required by law, the Division enter an order:

- A. Creating a standard 240-acre, more or less, HSU comprised of the W/2 NW/4 of Section 3, Township 25 South, Range 26 East and the W/2 W/2 of Section 34, Township 24 South, Range 26 East, in Eddy County, New Mexico.
- B. Pooling all mineral interests in the Bone Spring formation down to 8,062' (being 300' above the top of the Wolfcamp Formation, or 8,362') underlying the HSU;
  - C. Designating Flat Creek as operator of the HSU and the well to be drilled thereon;

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D. Authorizing Flat Creek to recover its costs of drilling, equipping and completing

the well;

E. Approving the operating charges and costs of supervision while drilling of

\$8,000/month and, after completion, \$800/month, together with a provision adjusting the rates

pursuant to the COPAS accounting procedures; and

F. Imposing a 200% penalty for the risk assumed by Flat Creek in drilling and

completing the well against any interest owner who does not voluntarily participate in the drilling

of the well.

Respectfully submitted,

MONTGOMERY & ANDREWS, P.A.

/s/ Sharon T. Shaheen

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Attorneys for Flat Creek Resources, LLC

Amended Application of Flat Creek Resources, LLC for Compulsory Pooling, Eddy County, New Mexico. Applicant in the above-styled cause seeks an order from the Division pooling all uncommitted mineral interests in the Bone Spring formation down to 8,062' (being 300' above the top of the Wolfcamp Formation, or 8,362') (Cottonwood Draw; Bone Spring (O) [97494]) in a standard 320-acre, more or less, horizontal spacing and proration unit ("HSU"), comprised of the W/2 NW/4 of Section 3, Township 25 South, Range 26 East and the W/2 W/2 of Section 34, Township 24 South, Range 26 East, in Eddy County, New Mexico. Applicant proposes to drill the following 2-mile well in the HSU: Bombsite Fed Com BS #4H well, to be horizontally drilled from a surface hole location approximately 2,075' FSL and 2,616' FEL of Section 3, T25S-R26E to a bottom hole location approximately 100' FNL and 590' FWL of Section 34, T24S-R26E. The completed intervals and first and last take points will meet statewide setback requirements for horizontal oil wells. Also to be considered will be the cost of drilling and completing the well and the allocation of the costs, the designation of Applicant as Operator of the well, and a 200% charge for the risk involved in drilling and completing the well. The well and land are approximately 6 miles Southeast of Whites City, New Mexico.

Tab 3

AMENDED APPLICATIONS OF FLAT CREEK RESOURCES, LLC FOR COMPULSORY POOLING, EDDY COUNTY, NEW MEXICO

Case Nos. 24746 - 24749

#### **AFFIRMATION OF LANDMAN MICHAEL GREGORY**

- I, Michael Gregory, make the following self-affirmed statement:
- 1. I am over the age of 18, and have the capacity to execute this affirmation, which is based on my personal knowledge.
- 2. I am employed as the Vice President of Land for Flat Creek Resources, LLC ("Flat Creek" or "Applicant"), and I am familiar with the subject applications and the lands involved.
- 3. This affirmation is submitted in connection with the filing by Flat Creek of the above-referenced compulsory pooling applications pursuant to 19.15.4.12.A(1) NMAC.
- 4. I have previously testified before the New Mexico Oil Conservation Division as an expert witness in petroleum land matters. My education and work experience are as follows: I graduated from Texas Tech University with a bachelor's degree in Energy Commerce in 2008. After graduation, I worked as a Senior Landman at XTO Energy for approximately ten years. I have worked for Flat Creek since June 2018. I have worked on New Mexico land matters for approximately eight years.
- 5. Applicant filed these applications on behalf of its affiliate FE Permian Operating I, LLC. FE Permian Owner I, LLC ("FE Permian") is a partnership that Flat Creek manages whereby FE Permian is the record title owner of Flat Creek and FE Permian's leasehold and minerals. Flat Creek is the designated operator and manager of these assets pursuant to a Management Services Agreement between the parties.

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- 6. The purpose of these applications is to force pool working interest owners into the horizontal spacing units ("HSU") described below and in the wells to be drilled in the HSUs.
- 7. The interest owners being pooled have been contacted regarding the proposed wells, but have failed or refused to voluntarily commit their interest in the wells.
- 8. In Case No. 24746, seeks an order from the Division pooling all uncommitted mineral interests in the Bone Spring formation (Cottonwood Draw; Bone Spring (O) [97494]) down to 8,062' (being 300' above the top of the Wolfcamp Formation, or 8,362') in a standard 240-acre, more or less, horizontal spacing and proration unit ("HSU"), comprised of the E/2 NE/4 of Section 3, Township 25 South, Range 26 East and the E/2 E/2 of Section 34, Township 24 South, Range 26 East, in Eddy County, New Mexico. Applicant proposes to drill the following 1.5-mile well in the HSU: Bombsite BS Fed Com #1H well, to be horizontally drilled from a surface hole location approximately 1,885' FSL and 2,526' FEL of Section 3, T25S-R26E to a bottom hole location approximately 100' FNL and 755' FEL of Section 34, T24S-R26E. The first take point will be located approximately 2,581' FNL and 755' FEL of Section 3, T25S-R26E, and the last take point will be located approximately 100' FNL and 755' FEL of Section 34, T24S-R26E.
- 9. In Case No. 24747, seeks an order from the Division pooling all uncommitted mineral interests in the Bone Spring formation (Cottonwood Draw; Bone Spring (O) [97494]) down to 8,062' (being 300' above the top of the Wolfcamp Formation, or 8,362') in a standard 240-acre, more or less, horizontal spacing and proration unit ("HSU"), comprised of the W/2 NE/4 of Section 3, Township 25 South, Range 26 East and the W/2 E/2 of Section 34, Township 24 South, Range 26 East, in Eddy County, New Mexico. Applicant proposes to drill the following 1.5-mile well in the HSU: Bombsite BS Fed Com #2H well, to be horizontally drilled from a

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surface hole location approximately 2,110' FSL and 2,556' FEL of Section 3, T25S-R26E to a bottom hole location approximately 100' FNL and 1,990' FEL of Section 34, T24S-R26E. The first take point will be located approximately 2,577' FNL and 1,990' FEL of Section 3, T25S-R26E, and the last take point will be located approximately 100' FNL and 1,990' FEL of Section 34, T24S-R26E.

- 10. In Case No. 24748, Applicant seeks an order from the Division pooling all uncommitted mineral interests in the Bone Spring formation down to 8,062' (being 300' above the top of the Wolfcamp Formation, or 8,362') (Cottonwood Draw; Bone Spring (O) [97494]) in a standard 240-acre, more or less, horizontal spacing and proration unit ("HSU"), comprised of the E/2 NW/4 of Section 3, Township 25 South, Range 26 East and the E/2 W/2 of Section 34, Township 24 South, Range 26 East, in Eddy County, New Mexico. Applicant proposes to drill the following 1.5-mile well in the HSU: Bombsite BS Fed Com #3H well, to be horizontally drilled from a surface hole location approximately 2,075' FSL and 2,586' FEL of Section 3, T25S-R26E to a bottom hole location approximately 100' FNL and 2,044' FWL of Section 34, T24S-R26E. The first take point will be located approximately 100' FNL and 2,044' FWL of Section 3, T25S-R26E, and the last take point will be located approximately 100' FNL and 2,044' FWL of Section 34, T24S-R26E.
- 11. In Case No. 24749, Applicant seeks an order from the Division pooling all uncommitted mineral interests in the Bone Spring formation down to 8,062' (being 300' above the top of the Wolfcamp Formation, or 8,362') (Cottonwood Draw; Bone Spring (O) [97494]) in a standard 240-acre, more or less, horizontal spacing and proration unit ("HSU"), comprised of the W/2 NW/4 of Section 3, Township 25 South, Range 26 East and the W/2 W/2 of Section 34, Township 24 South, Range 26 East, in Eddy County, New Mexico. Applicant proposes to drill

the following 2-mile well in the HSU: **Bombsite BS Fed Com #4H** well, to be horizontally drilled from a surface hole location approximately 2,075' FSL and 2,616' FEL of Section 3, T25S-R26E to a bottom hole location approximately 100' FNL and 590' FWL of Section 34, T24S-R26E. The first take point will be located approximately 2,569' FNL and 590' FWL of Section 3, T25S-R26E, and the last take point will be located approximately 100' FNL and 590' FWL of Section 34, T24S-R26E.

- 12. The first and last take points and completed intervals for all proposed wells will meet the setback requirements set forth in the statewide rules for horizontal oil wells.
  - 13. C-102s are attached as **Exhibit A-1**.
- 14. The plats of tracts, tract ownership, and applicable lease numbers can be found in **Exhibit A-2**.
  - 15. The unit recap with parties to be pooled highlighted can be found in **Exhibit A-3**.
- 16. A sample well proposal letter and Authority for Expenditures ("AFEs") are included as **Exhibit A-4**. The estimated costs of the wells set forth in the AFEs are fair, reasonable, and comparable to the costs of other wells of similar depths and lengths drilled in this area of New Mexico.
- 17. A chronology of contacts with the non-joined working interest owners to be pooled is attached as **Exhibit A-5**.
- 18. Flat Creek conducted a diligent search of the public records in Eddy County, New Mexico, where the wells will be located, and conducted phone directory and computer searches to obtain contact information for parties entitled to notification.
- 19. Flat Creek has made a good faith effort to obtain voluntary joinder of the working interest owners in the proposed wells.

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- 20. Flat Creek requests the Division to approve operating charges and costs of supervision while drilling of \$8,000/month and, after completion, \$800/month, together with a provision adjusting the rates pursuant to the COPAS accounting procedures.
- 21. Flat Creek requests the maximum cost, plus 200% risk charge, be assessed against non-consenting working interest owners.
  - 22. Flat Creek requests that it be designated operator of the wells.
- 23. The exhibits hereto were prepared by me or compiled from Flat Creek's business records.
- 24. The granting of the Applications is in the interests of conservation, the prevention of waste, and the protection of correlative rights.
  - 25. The foregoing is correct and complete to the best of my knowledge and belief.

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I affirm under penalty of perjury under the laws of the State of New Mexico that this statement is true and correct.

Michael Gregory

10/22/2024 Date

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C-102	nally.		Energy		State of New ls & Natura		Department		Revis	ed July 9, 2024		
Submit Electronic Via OCD Permitt			(	OIL CON	NSERVAT	ION DIVIS	SION		Initial Submittal			
								Submittal Type:	Amended Report			
								1 ) pc.	As Drilled			
		W	ELL LC	CATIO	N AND AC	REAGE DE	EDICATION	PLAT				
API Number			Pool Code		Pool Na	ame						
Property Code			Property Name	1	BOMB SITE	E BS FED COM Well Number 1H						
OGRID No.			Operator Name	FLA	AT CREK RE	SOURCES	LLC		Ground Level Elev	ation XXX'		
Surface Owner:	State Fee	Tribal Federal				Mineral Owner:	State Fee Tribal	Federal				
					Surface	Location						
UL or lot no.	Section	Township	Range	Lot Idn	Feet from the N/S	Feet from the E/W	Latitude		Longitude	County		
0	3	25-S	26-E	-	1189' S	2575' E	N 32.15496	55 W 1	04.2808333	EDDY		
	~ .					le Location			*			
UL or lot no.	Section 34	Township 24-S	Range	Lot Idn	Feet from the N/S		Latitude	E4   W.4	Longitude	County		
A	34	24-3	26-E	-	I I O IN	755' E	N 32.18103	54   VV I	04.2745058	EDDY		
Dedicated Acres	Infill or Defi	ning Well Defin	ing Well API			Overlapping Spacing	Unit (Y/N)	Consolidat	ed Code			
240.20												
Order Numbers						Well Setbacks are un	der Common Ownership	: Yes N	0			
					Kick Off P	oint (KOP)						
UL or lot no.	Section	Township	Range	Lot Idn		Feet from the E/W	Latitude		Longitude	County		
I	3	25-S	26-E	-	2232' S	751' E	N 32.15774	57 W 1	04.2748705	EDDY		
					First Take	Point (FTP)						
UL or lot no.	Section	Township	Range	Lot Idn	Feet from the N/S	Feet from the E/W	Latitude		Longitude	County		
H	3	25-S	26-E	-	2598' N	755' E	N 32.15932	07   W 1	04.2748459	EDDY		
					Last Take l	Point (LTP)						
UL or lot no.	Section	Township	Range	Lot Idn	Feet from the N/S	Feet from the E/W	Latitude		Longitude	County		
Α	34	24-S	26-E	-	100' N	755' E	N 32.18080	16   W 1	04.2745094	EDDY		
		NC	TE: ALL L	OCATION	NS ARE APP	ROXIMATE	FOR PLANNIN	IG ONLY				
Unitized Area or A	rea of Uniform I	ntrest		Spacing Unity	Type Horizonta	al Vertical	Ground F	loor Elevation				
I hereby certi, best of my kn that this orga in the land ir well at this le or unleased m pooling order  If this well is received The culleased mine any part of the state of the control	OPERATOR CERTIFICATION  I hereby certify that the information contained herein is true and complete to the best of my knowledge and belief; and, if the well is a vertical or directional well, 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 a working interest or unleased mineral interest, or to a voluntary pooling agreement or a compulsory pooling order heretofore entered by the division.  If this well is a horizontal well, I further certify that this organization has received The consent of at least one lessee or owner of a working interest or unleased mineral interest in each tract (in the target pool or formation) in which any part of the well's completed interval will be located or obtained a compulsory											
positing order	pooling order from the division.											
Signature			Date			Signature and Seal	of Professional Surveyor	Date	•			
Print Name					-	Certificate Number	Date of	Survey XX/XX/XXX	×			
E-mail Address									^			

C-102 Submit Electronically			State of Natals & Nat	ural l	Resources			ent		Revised July 9, 2024
Via OCD Permitting	O]	L CC	NSERV.	ATI(	ON DIV	ISIO	N		Submittal	Initial Submittal
									Type:	Amended Report
Property Name and Well Number										As Drilled
Property Name and Wen Number		В	OMB SITI	E BS	FED CO	M 1H	l			
SURFACE LOCATION (SHL)  NEW MEXICO EAST NAD 1983  X=557584 Y=420116  LAT.: N 32.1549655  LONG.: W 104.2808333  NAD 1927  X=516402 Y=420058  LAT.: N 32.1548463  LONG.: W 104.2803343  1189' FSL 2575' FEL  KICK OFF POINT (KOP)	28	27		PPRC	CATIONS DXIMATE NNING ON X=558963.90 Y=429603.48		o BHL   - 755' -	X=5602 Y=4296	92.42 30.97	NEW MEXICO EAST NAD 1983 X=559536 Y=429515 LAT.: N 32.1808016 LONG.: W 104.2745094 NAD 1927 X=518354 Y=429458 LAT.: N 32.1806827 LONG.: W 104.2740100 100' FNL 755' FEL
NEW MEXICO EAST NAD 1983  X=559429 Y=421128 LAT.: N 32.1577457 LONG.: W 104.2748705 NAD 1927  X=518246 Y=421071 LAT.: N 32.1576264 LONG.: W 104.2743717 2232' FSL 751' FEL  FIRST PERF. POINT (FPP)  NEW MEXICO EAST NAD 1983  X=559436 Y=421701 LAT.: N 32.1593207 LONG.: W 104.2748459 NAD 1927 X=518254 Y=421644 LAT.: N 32.1592014	33	34	: : : : : : : : : : : : : : : : : : :		AZ = 0.73° 85.0'	Lép /	7 - 7 - 7 - 7 - 7 - 7 - 7 - 7 - 7 - 7 -	35		NEW MEXICO EAST NAD 1983 X=559537 Y=429600 LAT.: N 32.1810354 LONG.: W 104.2745058 NAD 1927 X=518355 Y=429543 LAT.: N 32.1809165 LONG.: W 104.2740064 15' FNL 755' FEL
LAT.: N 32. 1592014 LONG.: W 104.2743470 2598' FNL 755' FEL  Released to Imaging: 10/24/2024 4:	4	3 3 3 10	T-25-S, R-26-E :	HL 1188	X=558922.28 Y=424297.80  X=558876.54 Y=421606.93  Z=575'-	2232' 473 100' 100'		AZ = 0 573.1 X=56018 Y=42158	9.96  SUR I hereby plat wa made by same to XXXXX/ Date of Six Signature	

C-102 Submit Electronic	eally		Energy		State of New ls & Natura		Department		Revis	ed July 9, 2024
Via OCD Permitt				OIL CO	NSERVAT	ION DIVIS	SION		Initial Submittal	
								Submittal Type:	Amended Report	
								1) [5]	As Drilled	
		W	ELL LO	CATIO	N AND AC	REAGE DE	EDICATION	PLAT		
API Number			Pool Code		Pool Na	ame				
Property Code			Property Name		BOMB SITE	BS FED CO	М		Well Number	2H
OGRID No.			Operator Name	FL/	AT CREK RE	SOURCES	LLC		Ground Level Elev	ation XXX'
Surface Owner:	State Fee	Tribal Federal				Mineral Owner:	State Fee Tribal	Federal		
					Surface	Location				
UL or lot no.	Section	Township	Range	Lot Idn	Feet from the N/S	Feet from the E/W	Latitude		Longitude	County
0	3	25-S	26-E	-	1174' S	2600' E	N 32.15492	50   W 1	04.2809151	EDDY
III anlatina	C4:	T	D	T -4 T4	Bottom Ho		Y seites de		T - m - iden d -	Country
UL or lot no.	Section 34	Township	Range	Lot Idn	Feet from the N/S	Feet from the E/W	Latitude	20   W 1	Longitude	County
В	34	24-S	26-E	-	15' N	1990' E	N 32.18096	59   W I	04.2784986	EDDY
Dedicated Acres 240.12	Infill or Defi	ning Well Defin	ing Well API			Overlapping Spacing	Unit (Y/N)	Consolidat	ed Code	
Order Numbers		I				Well Setbacks are un	nder Common Ownership	: Yes No	)	
					Kick Off P	oint (VOD)				
UL or lot no.	Section	Township	Range	Lot Idn	Feet from the N/S	Feet from the E/W	Latitude		Longitude	County
J	3	25-S	26-E	-	2225' S	1986' E	N 32.15778	38 W 1	04.2788614	EDDY
					First Take	Point (FTP)				
UL or lot no.	Section	Township	Range	Lot Idn	Feet from the N/S	Feet from the E/W	Latitude		Longitude	County
G	3	25-S	26-E	-	2582' N	1990' E	N 32.15935	88   W 1	04.2788367	EDDY
					Last Take I	Point (LTP)				
UL or lot no.	Section	Township	Range	Lot Idn	Feet from the N/S	Feet from the E/W	Latitude		Longitude	County
В	34	24-S	26-E	-	100' N	1990' E	N 32.18073	32 W 1	04.2785023	EDDY
		NC	TE: ALL L	OCATION	NS ARE APP	ROXIMATE	FOR PLANNIN	IG ONLY		
Unitized Area or A	rea of Uniform I	ntrest		Spacing Unity	Type Horizonta	l Vertical	Ground F	loor Elevation		
OPERATO	OR CERTIF	FICATION		•		SURVEYOR	RS CERTIFICAT	TION		
I hereby certi- best of my kn that this orga in the land in well at this ld or unleased m pooling order If this well is	I hereby certify that the information contained herein is true and complete to the best of my knowledge and belief; and, if the well is a vertical or directional well, 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 a working interest or unleased mineral interest, or to a voluntary pooling agreement or a compulsory pooling order heretofore entered by the division.  If this well is a horizontal well, I further certify that this organization has received The consent of at least one lessee or owner of a working interest or unleased mineral interest in each tract (in the target pool or formation) in which any part of the well's completed interval will be located or obtained a compulsory									
any part of the	unleased mineral interest in each tract (in the target pool or formation) in wh any part of the well's completed interval will be located or obtained a compulse pooling order from the division.						\LLI	IVII	I <b>V/</b> \I	X I
Signature			Date			Signature and Seal of	of Professional Surveyor	Date	<del>,</del>	
Print Name						Certificate Number	Date of	Survey XX/XX/XXX	x	

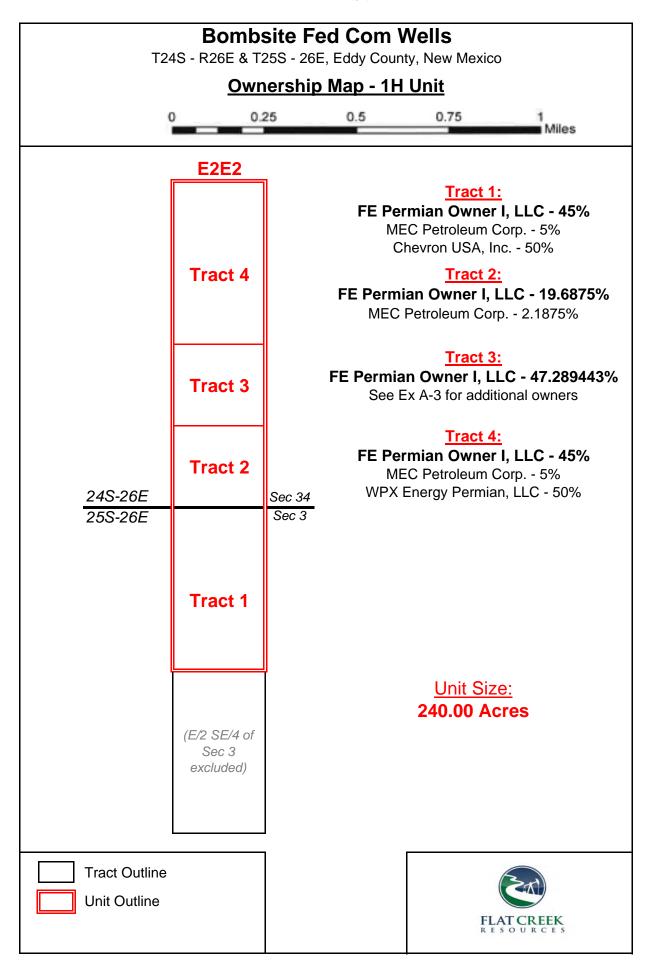
							1	
C-102 Submit Electronically	Energy,		tate of News & Natural		ces Departn	nent		Revised July 9, 2024
Via OCD Permitting	O]	L CON	SERVAT	ION DI	VISION			Initial Submittal
							Submittal Type:	Amended Report
							Type.	As Drilled
Property Name and Well Number		ВО	MB SITE B	S FED C	OM 2H			
	Τ	I				-		
SURFACE LOCATION (SHL)  NEW MEXICO EAST NAD 1983  X=557559 Y=420101  LAT.: N 32.1549250  LONG.: W 104.2809151 NAD 1927  X=516376 Y=420044  LAT.: N 32.1548058  LONG.: W 104.2804161  1174' FSL 2600' FEL  KICK OFF POINT (KOP)  NEW MEXICO EAST NAD 1983  X=558194 Y=421141  LAT.: N 32.1577838  LONG.: W 104.2788614 NAD 1927  X=517011 Y=421084  LAT.: N 32.1576646  LONG.: W 104.2783624  2225' FSL 1986' FEL  FIRST PERF. POINT (FPP)  NEW MEXICO EAST NAD 1983  X=558202 Y=421714  LAT.: N 32.1593588  LONG.: W 104.2788367 NAD 1927  X=517019 Y=421657  LAT.: N 32.1592396  LONG.: W 104.2783377  2582' FNL 1990' FEL		27 34 		ANNING (100, 100, 100, 100, 100, 100, 100, 100	Ty=258963.1  X=558963.1  Y=429603.4  1990'—  1990'—  X=558922.28  Y=424297.80  AZ = 0.73°		вотт	AST PERF. POINT (LPP)  NEW MEXICO EAST
Released to Imaging: 10/24/2024 4.	4 9 1 1 1 1 1 1 1 1 1 1 1 1 1 1 1 1 1 1	3	X=557563.59 Y=421620.98   AZ = 31.40° 1218.8'   SHL -	637 637 637 637 637 637 637 637 637 637	573.0'  X=558876.54  (OP Y=421606.93  1986'	+	I hereby plat was made by same is XX/XX/  Date of Su Signature a	

<u>C-102</u>					State of New		D		Revis	ed July 9, 2024
Submit Electronic Via OCD Permitt						l Resources : ION DIVIS				
	6		\	JIL COI	NOLICVAI	ION DIVIC	JIOIN	Submittal	Initial Submittal	
								Type:	As Drilled	
			VELL LC	CATIO	N AND AC	DEACE DE	DICATION	DIAT	As Drilled	
API Number			Pool Code	<u>CATIO</u>	Pool Na		<b>EDICATION</b>	PLAI		
Property Code			Property Name		BOMB SITE	BS FED CO	 М		Well Number	3H
OGRID No.			Operator Name						Ground Level Elev	vation
Surface Owner:	State Fee 7	Tribal Federal	<u></u>	FL/	AT CREK RE	SOURCES	LLC State Fee Tribal			XXX'
S										
UL or lot no.	Section	Township	Range	Lot Idn		Location Feet from the E/W	Latitude		Longitude	County
N	3	25-S	26-E	Lot Idii	1159' S	2595' W	N 32.15488	50 W 1	04.2810484	EDDY
		200				ole Location	11 02.10400	<u> </u>	04.2010404	LDD1
UL or lot no.	Section	Township	Range	Lot Idn	Feet from the N/S	Feet from the E/W	Latitude	$\overline{}$	Longitude	County
С	34	24-S	26-E	-	15' N	2044' W	N 32.18089	161 W 1	04.2826348	EDDY
					.1					
Dedicated Acres	Infill or Defi	ining Well Defini	ing Well API			Overlapping Spacing	Unit (Y/N)	Consolidat	ed Code	
240.04										
Order Numbers						Well Setbacks are und	der Common Ownership	p: Yes No	D	
					Kick Off P	Point (KOP)				
UL or lot no.	Section	Township	Range	Lot Idn	Feet from the N/S	Feet from the E/W	Latitude		Longitude	County
K	3	25-S	26-E	-	2217' S	2044' W	N 32.15782	:13   W 1	04.2828089	EDDY
					First Take	Point (FTP)				
UL or lot no.	Section	Township	Range	Lot Idn	Feet from the N/S	Feet from the E/W	Latitude		Longitude	County
F	3	25-S	26-E	-	2572' N	2044' W	N 32.15939	64 W 1	04.2827970	EDDY
					Last Take I	Point (LTP)				
UL or lot no.	Section	Township	Range	Lot Idn	Feet from the N/S		Latitude		Longitude	County
С	34	24-S	26-E		100' N	2044' W	N 32.18066	23   W 1	04.2826365	EDDY
		NC	)TE: ALL I	OCATIO	NS ARE APP	ROXIMATE	FOR PLANNIN	NG ONLY		
Unitized Area or A	rea of Uniform I	ntrest		Spacing Unity	Type Horizonta	al Vertical	Ground F	Floor Elevation		
OPERATO	OR CERTIF	FICATION				SURVEYOR	RS CERTIFICAT	ΓΙΟΝ		
I hereby certij best of my kn	fy that the in cowledge and i	nformation cont belief; and, if	the well is a	ı vertical or o	complete to the directional well,	I hereby certify	that the well locat	tion shown on	this plat was plotte y supervision, and	
that this orga- in the land in	nization eithe ncluding the p	er owns a work proposed botton	king interest n hole locatior	or unleased r n or has a ri	mineral interest ight to drill this		rect to the best of 1		y superocour, with	mu me same
or unleased m	ineral interes		untary pooling		orking interest or a compulsory					
If this well is	a horizontal	well, I furthe least one lessee	er certify that					I N / I	NIAE	
unleased mine	eral interest i he well's comp	n each tract (	in the target	pool or forme	ation) in which d a compulsory			IVII	NAF	71
pooling order	from the divi	sion.								
Signature			Date			Signature and Seal of	of Professional Surveyor	r Date	3	
Print Name						Certificate Number	Date of	f Survey		
								XX/XX/XXX	Χ	
T						1				

C-102 Submit Electronically	Energy,	State of New Mexico Minerals & Natural Resources Department	nt	Revised July 9, 2024
Via OCD Permitting		L CONSERVATION DIVISION		Initial Submittal
			Subn Type	A d - d   D d
			-71-	As Drilled
roperty Name and Well Number		BOMB SITE BS FED COM 3H		
SURFACE LOCATION (SHL)				LAST PERF POINT (LPP)
SURFACE LOCATION (SHL)  NEW MEXICO EAST NAD 1983  X=557518 Y=420086  LAT.: N 32.1548850  LONG.: W 104.2810484 NAD 1927  X=516335 Y=420029  LAT.: N 32.1547659  LONG.: W 104.2805494  1159' FSL 2595' FWL  KICK OFF POINT (KOP)  NEW MEXICO EAST NAD 1983  X=556973 Y=421154  LAT.: N 32.1578213  LONG.: W 104.2828089 NAD 1927  X=515790 Y=421097  LAT.: N 32.1577022  LONG.: W 104.2823098  2217' FSL 2044' FEL  FIRST PERF. POINT (FPP)  NEW MEXICO EAST NAD 1983  X=556976 Y=421727  LAT.: N 32.1593964  LONG.: W 104.2827970  NAD 1927  X=515793 Y=421670  LAT.: N 32.1592774  LONG.: W 104.2822978  2572' FNL 2044' FEL	$\frac{28}{33}$	X=556273.65 Y=424302.56 34 T-24-S, R-26-E 34 T-25-S, R-26-E 3 X=557500.86 Y=424295.65 Y=421635.05 Y=421635.05 X=557563.59 Y=421620.99 X=557563.59 Y=421620.99 Y=42	35 2 11 - 5 5	LAST PERF. POINT (LPP)  NEW MEXICO EAST NAD 1983  X=557022 Y=429463  LAT.: N 32.1806623  LONG.: W 104.2826365  NAD 1927  X=515839 Y=429406  LAT.: N 32.1805436  LONG.: W 104.2821369  100' FNL 2044' FEL  BOTTOM HOLE LOCATION (BHL)  NEW MEXICO EAST NAD 1983  X=557023 Y=429548  LAT.: N 32.1808961  LONG.: W 104.2826348  NAD 1927  X=515840 Y=429491  LAT.: N 32.1807773  LONG.: W 104.2821351  15' FNL 2044' FEL

C-102 Submit Electronic	polly		Energy		State of New ls & Natura		Department		Revis	ed July 9, 2024		
Via OCD Permitt			(	OIL CON	NSERVAT	ION DIVIS	SION		Initial Submittal			
								Submittal Type:	Amended Report			
								71	As Drilled			
		W		CATIO	N AND AC	REAGE DE	EDICATION	PLAT				
API Number			Pool Code		Pool Na	ame						
Property Code			Property Name	ı	BOMB SITE	E BS FED COM Well Number 4						
OGRID No.			Operator Name	FLA	AT CREK RE	SOURCES	LLC		Ground Level Elev	ation XXX'		
Surface Owner:	State Fee	Tribal Federal				Mineral Owner:	State Fee Tribal	Federal				
					Surface	Location						
UL or lot no.	Section	Township	Range	Lot Idn	Feet from the N/S	Feet from the E/W	Latitude		Longitude	County		
N	3	25-S	26-E	-	1144' S	2570' W	N 32.15484	46 W 1	04.2811295	EDDY		
UL or lot no.	Castion	Township	Dance	Lot Idn	Bottom Ho Feet from the N/S		Latitude		Longitude	Country		
D D	Section 34	Township 24-S	Range 26-E	Lot Idn	15' N	590' W	N 32.18081	56   \// 1	04.2873352	County EDDY		
	34	24-3	20-E	-	13 14	390 W	N 32.10001	30   W I	04.2073332	EDD1		
Dedicated Acres	Infill or Defi	ning Well Defin	ing Well API			Overlapping Spacing	Unit (Y/N)	Consolidat	ed Code			
239.96												
Order Numbers		<u> </u>				Well Setbacks are un	der Common Ownership	: Yes N	0			
					Kick Off P	oint (KOP)						
UL or lot no.	Section	Township	Range	Lot Idn		Feet from the E/W	Latitude		Longitude	County		
L	3	25-S	26-E	-	2209' S	590' W	N 32.15786	58 W 1	04.2875072	EDDY		
					First Take	e Point (FTP)						
UL or lot no.	Section	Township	Range	Lot Idn	Feet from the N/S	Feet from the E/W	Latitude		Longitude	County		
E	3	25-S	26-E	-	2564' N	590' W	N 32.15944	10   W 1	04.2874954	EDDY		
					Last Take l	Point (LTP)						
UL or lot no.	Section	Township	Range	Lot Idn	Feet from the N/S	Feet from the E/W	Latitude		Longitude	County		
D	34	24-S	26-E	-	100' N	590' W	N 32.18058	18   W 1	04.2873370	EDDY		
		NC	TE: ALL L	OCATION	NS ARE APP	ROXIMATE	FOR PLANNIN	IG ONLY				
Unitized Area or A	rea of Uniform I	ntrest		Spacing Unity	Type Horizonta	l Vertical	Ground F	loor Elevation				
				1								
OPERATOR CERTIFICATION  I hereby certify that the information contained herein is true and complete to the best of my knowledge and belief; and, if the well is a vertical or directional well, that this organization either owns a working interest or unleased mineral interest, or to a voluntary pooling order heretofore entered by the division.  SURVEYORS 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.  SURVEYORS 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.  SURVEYORS 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.  SURVEYORS 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.  SURVEYORS 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.												
Signature			Date			Signature and Seal of	of Professional Surveyor	Date	<del></del>			
Print Name						Certificate Number	Date of	Survey XX/XX/XXX	X			
E-mail Address								,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,	• •			

<u>C-102</u>	State of New Mexico Energy, Minerals & Natural Resources Department	Revised July 9, 2024
Submit Electronically Via OCD Permitting	OIL CONSERVATION DIVISION	Initial Submittal
		Submittal Amended Report
		Type: As Drilled
Property Name and Well Number	I	
	BOMB SITE BS FED COM 4H	
SURFACE LOCATION (SHL)  NEW MEXICO EAST NAD 1983  X=557493 Y=420072  LAT.: N 32.1548446  LONG.: W 104.2811295 NAD 1927  X=516310 Y=420014  LAT.: N 32.1547254  LONG.: W 104.2806304  1144' FSL 2570' FWL  KICK OFF POINT (KOP)  NEW MEXICO EAST NAD 1983  X=555519 Y=421170  LAT.: N 32.1578658  LONG.: W 104.2875072 NAD 1927  X=514336 Y=421113  LAT.: N 32.1577469  LONG.: W 104.2870079  2209' FSL 590' FEL  FIRST PERF. POINT (FPP)  NEW MEXICO EAST NAD 1983  X=555522 Y=421743  LAT.: N 32.1594410  LONG.: W 104.2874954 NAD 1927  X=514339 Y=421686  LAT.: N 32.1593220  LONG.: W 104.2869961  2564' FNL 590' FEL	NOTE: ALL LOCATIONS ARE APPROXIMATE FOR PLANNING ONLY  X=554978.33 Y=42952130 28 S90 AZ = 0.34* 85.0'  X=556973.55 Y=424300.48  X=556973.55 Y=424300.48  X=556973.55 Y=424300.56  X=556973.55 Y=424300.56  X=556973.55 Y=424300.56  X=556973.55 Y=424300.56  X=556973.55 Y=424300.56  X=556973.55 Y=421695.15 KOP X=556973.55 S90 X=556475.66 SPLANNING ONLY  X=556273.65 Y=424300.56 SPLANNING ONLY	LAST PERF. POINT (LPP)  NEW MEXICO EAST NAD 1983  X=555568 Y=429433 LAT: N 32.1805818 LONG:: W 104.2873370 NAD 1927  X=514385 Y=429376 LAT: N 32.1804632 LONG:: W 104.2868372 100' FEL 590' FEL  BOTTOM HOLE LOCATION (BHL)  NEW MEXICO EAST NAD 1983  X=555568 Y=429518 LAT: N 32.1808156 LONG:: W 104.2873352 NAD 1927  X=514386 Y=429461 LAT: N 32.1806969 LONG:: W 104.2868354 15' FNL 590' FEL
	$ \frac{4   3 }{9   10}                                  $	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.  XX/XX/XXX  Date of Survey Signature and Seal of Professional Surveyor:
Released to Imaging: 10/24/2024 4:	\$8:21 PM	PRELIMINARY

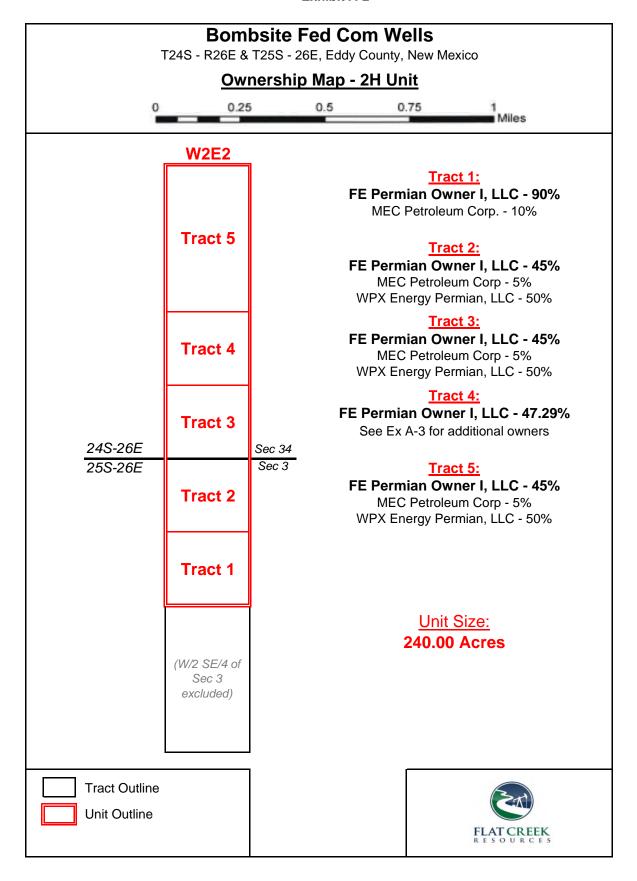


Page 1 of 16

#### Exhibit A-2

## **Lease Schedule - 1H Unit**

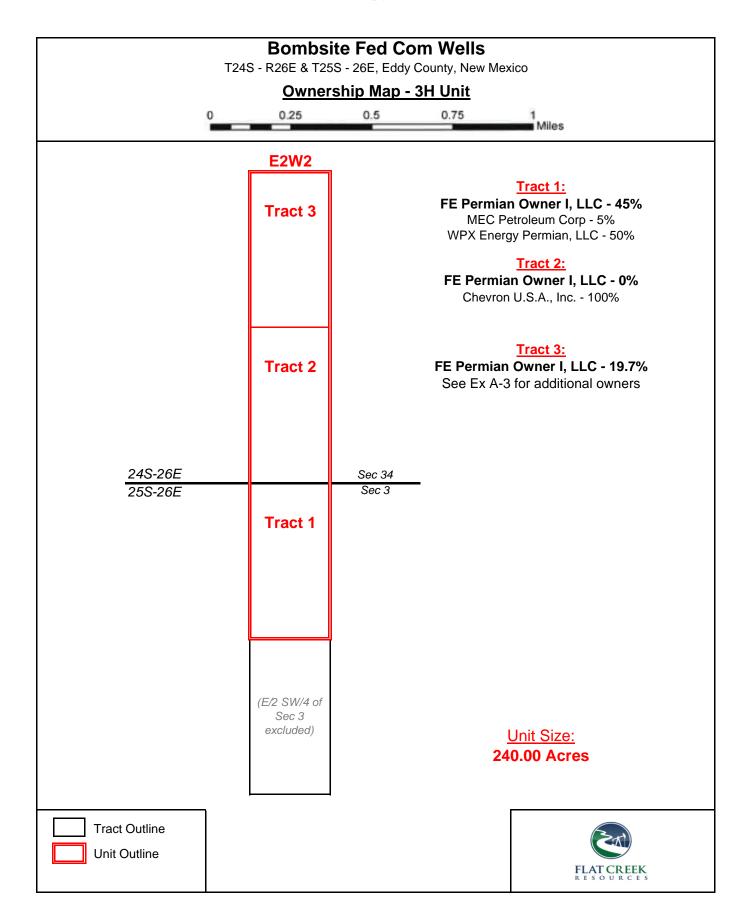
Lessor	Lessee	Effective Date	S, T, R	County, State	Unit Tract	Vol / Page
USA NMNM 19836	Morris W Newman	01/01/1974	3, 25S, 26E	Eddy, NM	1	n/a
USA NMNM 19593	Margaret Ann H Bond et al	12/01/1973	34, 24S, 26E	Eddy, NM	2	n/a
Wayne Moore and Jo Ann Moore, et al	Mesa Petroleum Company	09/16/1977	34, 24S, 26E	Eddy, NM	3	152 / 686
Wayne Moore, et al	Earl Whisnand	10/10/1972	34, 24S, 26E	Eddy, NM	4	91 / 766



#### Exhibit A-2

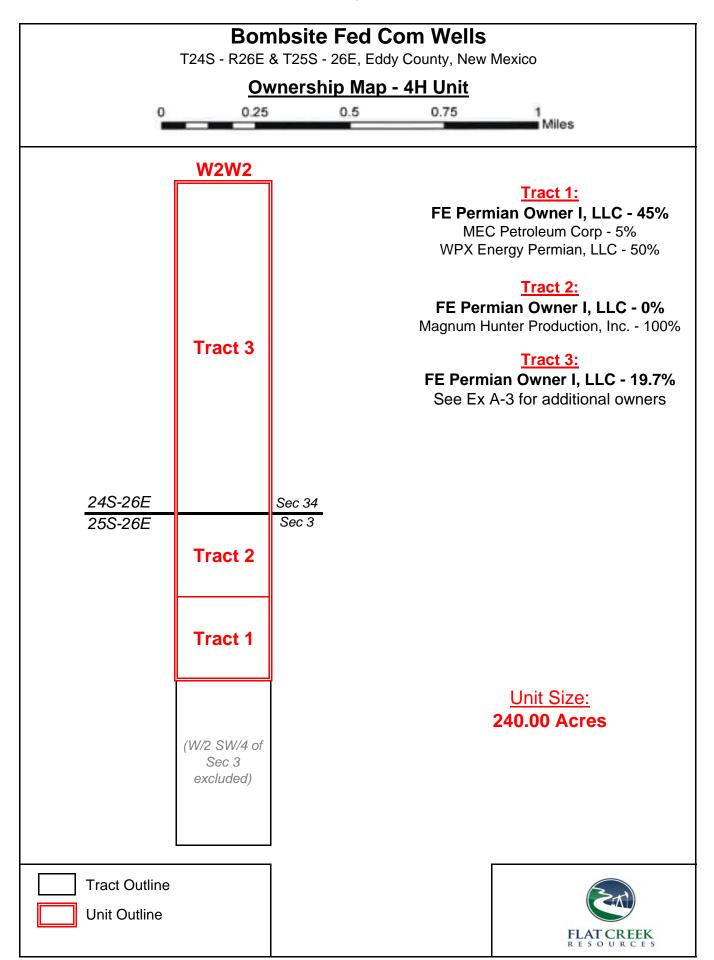
## Lease Schedule - 2H Unit

Lessor	Lessee	Effective Date	S, T, R	County, State	Unit Tract	Vol / Page
USA NMNM 15296	Robert C Moren	3/1/1972	3, 25S, 26E	Eddy, NM	1	n/a
Lester A Parks et al	Earl Whisnand	10/10/1972	3, 25S, 26E 34, 24S, 26E	Eddy, NM	2 3	90 / 926
Wayne Moore and Jo Ann Moore, et al	Mesa Petroleum Company	9/16/1977	34, 24S, 26E	Eddy, NM	4	152 / 686
Wayne Moore, et al	Earl Whisnand	10/10/1972	34, 24S, 26E	Eddy, NM	5	91 / 766



### Lease Schedule - 3H Unit

Lessor	Lessee	Effective Date	S, T, R	County, State	Unit Tract	Vol / Page
Lester A Parks et al	Earl Whisnand	10/10/1972	3, 25S, 26E	Eddy, NM	1	90 / 926
A J Crawford and wife Minnie	Union Oil Co of California	2/13/1957	34, 24S, 26E	Eddy, NM	2	82 / 317
USA NMNM 19593	Margaret Ann H Bond et al	12/1/1973	34, 24S, 26E	Eddy, NM	3	n/a



### Exhibit A-2

## **Lease Schedule - 4H Unit**

Lessor	Lessee	Effective Date	S, T, R	County, State	Unit Tract	Vol / Page
Lester A Parks et al	Earl Whisnand	10/10/1972	3, 25S, 26E	Eddy, NM	1	90 / 926
USA NMNM 554766	Robert V. Sibert	9/1/1964	3, 25S, 26E	Eddy, NM	2	130 / 788
USA NMNM 19593	Margaret Ann H Bond et al	12/1/1973	34, 24S, 26E	Eddy, NM	3	n/a

#### Ownership Breakdown - 1H Unit

NOTE: The parties being force pooled are highlighted in yellow.

Owner Name	Address	Ownership Type	Tract(s)	Unit Net Acres	Unit Working Interest	Unit ORRI
FE Permian Owner I, LLC	777 Main Street, Suite 3200 Fort Worth, TX 76102	Leasehold Interest	1, 2, 3, 4	98.79	41.1628%	
MEC Petroleum Corp.	PO Box 11265 Midland, Texas 79702-8265	Leasehold Interest	1, 2, 3, 4	10.98	4.5736%	
WPX Energy Production Company, LLC	333 West Sheridan Avenue Oklahoma City, OK 73102	Leasehold Interest	4	40.00	16.6667%	
Chevron U.S.A., Inc.	1400 Smith Street, Room 45137 Houston, TX 77002	Leasehold Interest	1	40.00	16.6667%	
CXA Oil & Gas Holdings, L.P.	1302 West Avenue Austin, TX 78701	Leasehold Interest	2	5.29	2.2021%	
Civitas Resources, Inc.	555 17th St, Suite 3700 Denver, CO 80202	Leasehold Interest	2, 3	34.21	14.2525%	
Apollo Minerals, LLC	1001 NW 63rd St., Ste. 100 Oklahoma City, OK 73116	Leasehold Interest	2	1.25	0.5208%	
Northern Oil & Gas, Inc.	4350 Baker Road, Suite 400 Minnetonka, MN 55343	Leasehold Interest	3	4.75	1.9773%	
James Thomas Moore Child's Trust	1401 Ventura Avenue Midland, TX 79705	Leasehold Interest	3	1.58	0.6591%	
Anne Moore Jensen Child's Trust	13721 Lindale Lane Santa Ana, CA 92705	Leasehold Interest	3	1.58	0.6591%	
Marilyn Moore Jackson Child's Trust	5909 Doone Valley Court Austin, TX 78731	Leasehold Interest	3	1.58	0.6591%	
Murchison Oil and Gas, LLC	7250 Dallas Pkwy, Ste 1400 Plano, Texas 75024	Overriding Royalty Interest	1, 2, 3, 4			0.4116%
Hatch Royalty, LLC	600 W 5th St. Suite 1250 Austin, TX 78701	Overriding Royalty Interest	2			0.0651%
Beverly H. Strong	709 Ocean Shore Blvd. Ormond Beach, FL 32176-4703	Overriding Royalty Interest	2			0.2279%
Sitio Permian, LP	1401 Lawrence Street, Suite 1750 Denver, Colorado 80202	Overriding Royalty Interest	2, 3			0.5183%
Post Oak Mavros II, L.L.C.	34 S. Wynden Drive, Suite 210 Houston, Texas 77056	Overriding Royalty Interest	2, 3			0.4343%
Sortida Resources, L.L.C.	PO Box 50820 Midland, TX 79710	Overriding Royalty Interest	2, 3			0.0322%
Oak Valley Mineral and Land, L.P.	PO Box 50820 Midland, TX 79710	Overriding Royalty Interest	2, 3			0.0518%
CXA Oil & Gas Holdings, L.P.	1302 West Avenue Austin, TX 78701	Overriding Royalty Interest	2			0.5124%
	·	·	TOTALS	240.00	100.0000%	2.2536%

#### Ownership Breakdown - 2H Unit

#### NOTE: The parties being force pooled are highlighted in yellow.

Owner Name	Address	Ownership Type	Tract(s)	Unit Net Acres	Unit Working Interest	Unit ORRI
FE Permian Owner I, LLC	777 Main Street, Suite 3200 Fort Worth, TX 76102	Leasehold Interest	1, 2, 3, 4, 5	126.92	52.8816%	
MEC Petroleum Corp.	PO Box 11265 Midland, Texas 79702-8265	Leasehold Interest	1, 2, 3, 4, 5	14.10	5.8757%	
WPX Energy Production Company, LLC	333 West Sheridan Avenue Oklahoma City, OK 73102	Leasehold Interest	2, 3, 5	80.00	33.3333%	
Civitas Resources, Inc.	555 17th St, Suite 3700 Denver, CO 80202	Leasehold Interest	4	9.49	3.9547%	
Northern Oil & Gas, Inc.	4350 Baker Road, Suite 400 Minnetonka, MN 55343	Leasehold Interest	4	4.75	1.9773%	
James Thomas Moore Child's Trust	1401 Ventura Avenue Midland, TX 79705	Leasehold Interest	4	1.58	0.6591%	
Anne Moore Jensen Child's Trust	13721 Lindale Lane Santa Ana, CA 92705	Leasehold Interest	4	1.58	0.6591%	
Marilyn Moore Jackson Child's Trust	5909 Doone Valley Court Austin, TX 78731	Leasehold Interest	4	1.58	0.6591%	
Murchison Oil and Gas, LLC	7250 Dallas Pkwy, Ste 1400 Plano, Texas 75024	Overriding Royalty Interest	1, 2, 3, 4, 5			0.5288%
Sitio Permian, LP	1401 Lawrence Street, Suite 1750 Denver, Colorado 80202	Overriding Royalty Interest	4			0.2472%
Post Oak Mavros II, L.L.C.	34 S. Wynden Drive, Suite 210 Houston, Texas 77056	Overriding Royalty Interest	4			0.2071%
Sortida Resources, L.L.C.	PO Box 50820 Midland, TX 79710	Overriding Royalty Interest	4			0.0153%
Oak Valley Mineral and Land, L.P.	PO Box 50820 Midland, TX 79710	Overriding Royalty Interest	4			0.0247%
AmeriPermian Holdings, LLC	1733 Woodstead CT, Suite 206 The Woodlands, TX 77380	Overriding Royalty Interest	1			0.8333%
			TOTALS	240.00	100.0000%	1.8565%

#### Ownership Breakdown - 3H Unit

#### NOTE: The parties being force pooled are highlighted in yellow.

Owner Name	Address	Ownership Type	Tract(s)	Unit Net Acres	Unit Working Interest	Unit ORRI
FE Permian Owner I, LLC	777 Main Street, Suite 3200 Fort Worth, TX 76102	Leasehold Interest	1, 3	51.75	21.5625%	
MEC Petroleum Corp.	PO Box 11265 Midland, Texas 79702-8265	Leasehold Interest	1, 3	5.75	2.3958%	
WPX Energy Production Company, LLC	333 West Sheridan Avenue Oklahoma City, OK 73102	Leasehold Interest	1	40.00	16.6667%	
Chevron U.S.A., Inc.	1400 Smith Street, Room 45137 Houston, TX 77002	Leasehold Interest	2	80.00	33.3333%	
CXA Oil & Gas Holdings, L.P.	1302 West Avenue Austin, TX 78701	Leasehold Interest	3	10.57	4.4043%	
Civitas Resources, Inc.	555 17th St, Suite 3700 Denver, CO 80202	Leasehold Interest	3	49.43	20.5957%	
Apollo Minerals, LLC	1001 NW 63rd St., Ste. 100 Oklahoma City, OK 73116	Leasehold Interest	3	2.50	1.0417%	
Murchison Oil & Gas, LLC	7250 Dallas Pkwy, Ste 1400 Plano, Texas 75024	Overriding Royalty Interest	1, 3			0.2156%
Hatch Royalty, LLC	600 W 5th St. Suite 1250 Austin, TX 78701	Overriding Royalty Interest	3			0.1302%
Beverly H. Strong	709 Ocean Shore Blvd. Ormond Beach, FL 32176-4703	Overriding Royalty Interest	3			0.4557%
Sitio Permian, LP	1401 Lawrence Street, Suite 1750 Denver, Colorado 80202	Overriding Royalty Interest	3			0.5423%
Post Oak Mavros II, L.L.C.	34 S. Wynden Drive, Suite 210 Houston, Texas 77056	Overriding Royalty Interest	3			0.4544%
Sortida Resources, L.L.C.	PO Box 50820 Midland, TX 79710	Overriding Royalty Interest	3			0.0337%
Oak Valley Mineral and Land, L.P.	PO Box 50820 Midland, TX 79710	Overriding Royalty Interest	3			0.0542%
CXA Oil & Gas Holdings, L.P.	1302 West Avenue Austin, TX 78701	Overriding Royalty Interest				1.0248%
		_	TOTALS	240.00	100.0000%	2.9109%

#### Ownership Breakdown - 4H Unit

#### NOTE: The parties being force pooled are highlighted in yellow.

Owner Name	Owner Address	Ownership Type	Tract(s)	Unit Net Acres	Unit Working Interest	Unit ORRI
FE Permian Owner I, LLC	777 Main Street, Suite 3200 Fort Worth, TX 76102	Leasehold Interest	1, 3	49.50	20.6250%	
MEC Petroleum Corp.	PO Box 11265 Midland, Texas 79702-8265	Leasehold Interest	1, 3	5.50	2.2917%	
WPX Energy Production Company, LLC	333 West Sheridan Avenue Oklahoma City, OK 73102	Leasehold Interest	1	20.00	8.3333%	
CXA Oil & Gas Holdings, L.P.	1302 West Avenue Austin, TX 78701	Leasehold Interest	3	21.14	8.8086%	
Civitas Resources, Inc.	555 17th St, Suite 3700 Denver, CO 80202	Leasehold Interest	3	98.86	41.1914%	
Magnum Hunter Production, Inc.	6001 Deauville Blvd, Ste N3.047 Midland, TX 79706	Leasehold Interest	2	40.00	16.6667%	
Apollo Minerals, LLC	1001 NW 63rd St., Ste. 100 Oklahoma City, OK 73116	Leasehold Interest	3	5.00	2.0833%	
Murchison Oil & Gas, LLC	7250 Dallas Pkwy, Ste 1400 Plano, Texas 75024	Overriding Royalty Interest	1, 3			0.2063%
Hatch Royalty, LLC	600 W 5th St. Suite 1250 Austin, TX 78701	Overriding Royalty Interest	3			0.2604%
Beverly H. Strong	709 Ocean Shore Blvd. Ormond Beach, FL 32176-4703	Overriding Royalty Interest	3			0.9115%
Sitio Permian, LP	1401 Lawrence Street, Suite 1750 Denver, Colorado 80202	Overriding Royalty Interest	3			1.0846%
Post Oak Mavros II, L.L.C.	34 S. Wynden Drive, Suite 210 Houston, Texas 77056	Overriding Royalty Interest	3			0.9088%
Sortida Resources, L.L.C.	PO Box 50820 Midland, TX 79710	Overriding Royalty Interest	3			0.0673%
Oak Valley Mineral and Land, L.P.	PO Box 50820 Midland, TX 79710	Overriding Royalty Interest	3			0.1085%
CXA Oil & Gas Holdings, L.P.	1302 West Avenue Austin, TX 78701	Overriding Royalty Interest	3			2.0496%
	_		TOTALS	240.00	100.0000%	5.5969%



June 20, 2024

#### SENT VIA CERTIFIED MAIL

Working Interest Owner

RE: Well Proposal

Bombsite Fed Com BS 1H (the "Well")

Section 34, 24S-26E & N/2 of Section 3, 25S-26E

Eddy County, New Mexico

Dear Working Interest Owner,

This Well Proposal shall supersede any prior Well Proposal(s) sent by Flat Creek Resources, LLC, as Operator and on behalf of FE Permian Owner I, LLC, as working interest owner (collectively "Flat Creek"), covering the Well. Flat Creek now proposes to horizontally drill and complete the Well, as further described below, to test the Bone Spring formation.

Surface Hole Location: 1,885' FSL and 2,526' FEL of Section 3, 25S-26E
First Take Point: 2,581' FNL and 755' FEL of Section 3, 25S-26E
Bottom Hole Location: 100' FNL and 755' FEL of Section 34, 24S-26E

Depth: 16,025' Measured Depth and 7,021' True Vertical Depth
Spacing Unit: E2E2 of Sec 34, 24S-26E & E2NE of Sec 3, 25S-26E

The estimated cost of drilling, completing and equipping the Well is \$8,050,135.31, as itemized on the enclosed Authorization for Expenditure ("AFE"). The proposed location and drilling plans described above are subject to change if permitting, surface or subsurface issues are encountered which necessitate a change.

In the event you elect to participate in the proposed well, please execute the enclosed AFE and return to Flat Creek within thirty (30) days. Flat Creek proposes the drilling of the Well under the terms of a modified 2015 AAPL form of Operating Agreement ("JOA"), which will be provided upon request. The JOA will have the following general provisions:

- Flat Creek Resources, LLC named as Operator
- Contract Area covering the E2E2 of Section 34, 24S-26E, and the E2NE of Section 3, 25S-26E, limited to the Bone Spring formation
- 100%/300% Non-Consenting Penalty
- \$8,000/\$800 Drilling and Production Rates

Flat Creek is also willing to discuss possible trades or other deal structures related to your interest in the Well and proration unit. If an agreement cannot be reached within thirty (30) days from the date of this letter, Flat Creek reserves the right to apply to the New Mexico Oil Conservation District for compulsory pooling of your interest into a spacing unit for the Well.

Bombsite Fed Com BS 1H June 20, 2024 Page 2 of 2

If you have any questions concerning this proposal, you may contact me at (817) 310-8572 or mike.gregory@flatcreekresources.com.

Sincerely,

Flat Creek Resources, LLC

Mile Gos

Mike Gregory, CPL Vice President - Land

Please select one of the following and return:

\_\_\_\_\_\_I/We hereby elect TO PARTICIPATE for our proportionate share of the costs detailed in the enclosed AFE associated with the Well.

\_\_\_\_\_\_I/We hereby elect NOT TO PARTICIPATE for our proportionate share of the costs detailed in the enclosed AFE associated with the Well.

\_\_\_\_\_\_I/We are interested in selling, trading, leasing or farming out our interest. Please contact to discuss further.

COMPANY/OWNER NAME:

\_\_\_\_\_\_\_\_

By:
\_\_\_\_\_\_\_\_\_

Name:
\_\_\_\_\_\_\_\_\_

Title:

Date:

WC24011

# FLAT CREEK RESOURCES, LLC AFE#: AUTHORIZATION FOR EXPENDITURE DRILL & COMPLETE HORIZONTAL BONE SPRING

Date: 06/17/2024 County/State: Eddy, NM

Lease: <u>Bombsite</u>

Surface Location: Sec 3, 25S-26E Proposed Depth: 17,000' <u>MD</u>

Objective: Drill Horizontal Well, Complete ~1-1/2-Mile Lateral, Production Facility

Objective: Drill Horizontal Well, Co	mplete ~1-1/2-Mile Lateral, Production Facility	•	
Account Code	Account Name	Д	AFE Amount
Intangible Driling Costs (310)			
310 / 1	LAND SERVICE & EXP	!	\$ 2,000.00
310 / 4	PERMITS - SURVEY - REGULATORY	:	\$ 2,000.00
310 / 5	LOCATION - DAMAGES - CLEAN UP	:	\$ 175,000.00
310 / 6	RIG - MOB/DEMOB	:	\$ 125,000.00
310 / 7	RIG - DAYWORK		\$ 442,000.00
310 / 8	RIG - FOOTAGE	:	\$ -
310 / 9	RIG - TURNKEY	:	\$ -
310 / 10	COILED TBG/SNUBBING/NITROGEN		\$ -
310 / 11	FUEL - POWER - WATER	:	\$ 90,750.00
310 / 12	COMMUNICATIONS	:	\$ 2,250.00
310 / 13	TRANSPORTATION	:	\$ 25,000.00
310 / 14	CONSULTING SERVICE/SUPERVISION		\$ 90,000.00
310 / 15	<b>CONTRACT LABOR &amp; SERVICES</b>	:	\$ 40,000.00
310 / 16	RENTALS - DOWNHOLE	9	\$ 37,500.00
310 / 17	RENTALS - SURFACE		\$ 112,500.00
310 / 18	BITS		, \$ 75,000.00
310 / 19	CASING CREW & EQUIPMENT		\$ 50,000.00
310 / 20	CEMENT & SERVICES		\$ 150,000.00
310 / 21	DIRECTIONAL TOOLS & SERVICES		\$ 130,000.00
310 / 22	FISHING TOOLS & SERVICE		, \$ -
310 / 23	MUD - CHEMICALS - FLUIDS		\$ 120,000.00
310 / 24	MUD LOGGING		\$ 15,600.00
310 / 25	OPENHOLE LOGGING - FT - SWC		\$ -
310 / 26	ELEC/WIRELINE & PERF SERVICE		\$ -
310 / 27	DRILL STEM TESTING - CORING		, ; -
310 / 28	TUBULAR TESTING & INSPECTION		\$ 10,000.00
310 / 29	CUTTINGS & FLUID DISPOSAL		\$ 150,000.00
310 / 23	66 T 111 (65 & T 2615 5151 657 )2	Subtotal	
310 / 30	MISC & CONTINGENCY		\$ 184,460.00
310 / 60	P&A COSTS		\$ -
310 / 70	NON-OP DRILLING - INTANG		\$ \$ -
310 / 70	NON-OF BRILLING - INTANG	•	-
		Total Intangibles For Operations Involving Drilling Rig	\$ 2,029,060.00
		Total mangibles for operations involving Drining Fig. 1	2,023,000.00
Tangible Drilling Costs (311)			
311 / 1	DRIVE PIPE - CONDUCTOR		\$ 45,000.00
311 / 2	CASING - SURFACE		\$ 18,500.00
311 / 3	CASING - INTERMEDIATE		\$ 78,000.00
311 / 4	CASING - PRODUCTION		\$ 323,000.00
311 / 5	CASING - LINER/TIEBACK		9 020,000.00
311 / 6	HANGER - CSG ACCESSORY		\$ 10,000.00
311 / 7	WELLHEAD EQPT		\$ 90,000.00
<i>, ,</i>		Subtotal S	
311 / 8	MISC & CONTINGENCY		\$ 56,450.00
311 / 70	NON-OP DRILLING - TANG	•	, 30,130.00
, , ,	NON OF BRILLING TANG		
		Total Tangibles For Operations Involving Drilling Rig	\$ 620,950
		Total Tangibles For Operations involving Drilling Nig	Ç 020,330
Total Drilling Cost			\$ 2,650,010
Total Dilling Cost			\$ 2,650,010

Intangible Completion Costs (320)				
320 / 1	LAND SERVICE & EXP		\$	15,000
320 / 2	LEGAL FEES & EXP		\$	-
320 / 3	INSURANCE		\$	-
320 / 4	PERMITS - SURVEY - REGULATORY		Ś	_
320 / 5	LOCATION - DAMAGES - CLEAN UP		Ś	15,000
320 / 6	RIG - DAYWORK		ς .	-
320 / 7	RIG - COMPLETION/WORKOVER		\$	_
320 / 8	COILED TBG/SNUBBING/NITROGEN		\$	139,500
320 / 9	FUEL - POWER - WATER		\$	475,897
320 / 10	COMMUNICATIONS		\$	5,000
320 / 11	TRANSPORTATION		\$	25,000
320 / 12	CONSULTING SERVICE/SUPERVISION		\$	55,000
320 / 13	CONTRACT LABOR & SERVICES		۶ \$	7,500
320 / 14			۶ \$	
	RENTALS - DOWNHOLE			25,000
320 / 15	RENTALS - SURFACE		\$	109,875
320 / 16	BITS		\$	5,000
320 / 17	CASING CREW & EQUIPMENT		\$	-
320 / 18	CEMENT & SERVICES		\$	-
320 / 19	FISHING TOOLS & SERVICE		\$	4
320 / 20	MUD - CHEMICALS - FLUIDS		\$	100,695
320 / 21	ELEC/WIRELINE & PERF SERVICE		\$	300,500
320 / 22	TUBULAR TESTING & INSPECTION		\$	-
320 / 23	GRAVEL PACKING		\$	-
320 / 24	FRAC & STIMULATION		\$	2,045,208
320 / 25	SWABBING & WELL TESTING		\$	113,970
320 / 26	CUTTINGS & FLUID DISPOSAL		\$	113,025
320 / 28	FRAC WATER		\$	205,500
320 / 29	FRAC POND		\$	-
320 / 30	WATER TRANSFER		\$	94,000
320 / 60	P&A COSTS		\$	-
		Subtotal	\$	3,850,670
320 / 70	NON-OP COMP - INTANG		\$	-
320 / 27	MISC & CONTINGENCY		\$	288,800
	Total Intangibles For Completion	ns Operations	\$	4,139,470
Tanaible Completion Costs (221)				
Tangible Completion Costs (321)	CASING - LINER/TIEBACK		ć	
321 / 1	•		\$	-
321 / 2	HANGER - CSG ACCESSORY		\$	125 000 00
321 / 3	PRODUCTION TUBING		\$ \$	125,000.00
321 / 4	TUBINGHEAD & TREE		\$	35,000.00
321 / 5	PACKERS - SUBSURFACE EQUIP		\$	-
321 / 6	RODS - PUMPS - ANCHORS ETC		\$	-
321 / 7	ART LIFT - SURFACE EQUIP		\$	-
321 / 8	PUMPING UNITS - SURFACE EQUIP		\$	<del>-</del>
321 / 9	VALVES - FITTING - MISC EQUIP		\$	10,000.00
321 / 10	SEPARATOR/HEAT TREATER/DEHY		\$	-
	GUN BBL/TANKS & RELATED EQUIP		\$	-
321 / 11			\$	-
321 / 12	COMPRESSOR & RELATED EQUIP			-
321 / 12 321 / 13	COMPRESSOR & RELATED EQUIP METERS - LACT UNIT		\$	
321 / 12 321 / 13 321 / 14			\$ \$	-
321 / 12 321 / 13 321 / 14	METERS - LACT UNIT		\$ \$ \$	
321 / 12 321 / 13	METERS - LACT UNIT SWD PUMPS & EQUIPMENT		\$ \$ \$ \$	- - -
321 / 12 321 / 13 321 / 14 321 / 15	METERS - LACT UNIT SWD PUMPS & EQUIPMENT PIPELINES - TIE-INS	Subtotal	\$ \$	- - - 170,000.00
321 / 12 321 / 13 321 / 14 321 / 15 321 / 16	METERS - LACT UNIT SWD PUMPS & EQUIPMENT PIPELINES - TIE-INS	Subtotal	\$ \$	
321 / 12 321 / 13 321 / 14 321 / 15	METERS - LACT UNIT SWD PUMPS & EQUIPMENT PIPELINES - TIE-INS PROD FACILITY - FAB & INSTALL	Subtotal	\$ \$	
321 / 12 321 / 13 321 / 14 321 / 15 321 / 16	METERS - LACT UNIT SWD PUMPS & EQUIPMENT PIPELINES - TIE-INS PROD FACILITY - FAB & INSTALL MISC & CONTINGENCY	Subtotal	\$ \$	
321 / 12 321 / 13 321 / 14 321 / 15 321 / 16 321 / 17 321 / 60	METERS - LACT UNIT SWD PUMPS & EQUIPMENT PIPELINES - TIE-INS PROD FACILITY - FAB & INSTALL  MISC & CONTINGENCY P&A COSTS	Subtotal	\$ \$	- - - 170,000.00 17,000.00 - -
321 / 12 321 / 13 321 / 14 321 / 15 321 / 16 321 / 17 321 / 60	METERS - LACT UNIT SWD PUMPS & EQUIPMENT PIPELINES - TIE-INS PROD FACILITY - FAB & INSTALL  MISC & CONTINGENCY P&A COSTS		\$ \$	
321 / 12 321 / 13 321 / 14 321 / 15 321 / 16 321 / 17 321 / 60	METERS - LACT UNIT SWD PUMPS & EQUIPMENT PIPELINES - TIE-INS PROD FACILITY - FAB & INSTALL  MISC & CONTINGENCY P&A COSTS NON-OP COMP - TANG		\$ \$ \$ \$ \$ \$	17,000.00 - - -

Intangible Facility Costs (330)	INTANGIBLE FACILITY COSTS		
330 / 1	LAND SERVICE & EXP	\$	4,800.00
330 / 2	LEGAL FEES & EXP	\$	-
330/3	CONSULTING SERVICE/SUPERVISION	\$	6,250.00
330 / 4	CONTRACT LABOR & SERVICES	\$	43,750.00
	Subtota	\$	54,800.00
330 / 5	MISC & CONTINGENCY	\$	5,480.00
330 / 70	NON-OP FAC - INTANG	\$	-
		\$	-
	Total Intangibles for Facility Construction	\$	60,280.00
Tangible Facility Costs (331)	TANGIBLE FACILITY COSTS		
331 / 1	ART LIFT - SURFACE EQUIP	\$	-
331 / 2	PUMPING UNITS - SURFACE EQUIP	\$	-
331/3	VALVES - FITTING - MISC EQUIP	\$	155,000.00
331 / 4	SEPARATOR/HEAT TREATER/DEHY	\$	100,000.00
331/5	GUN BBL/TANKS & RELATED EQUIP	\$	62,500.00
331 / 6	COMPRESSOR & RELATED EQUIP	\$	150,000.00
331 / 7	METERS - LACT UNIT	\$	43,750.00
331 / 8	SWD PUMPS & EQUIPMENT	\$	21,250.00
331/9	PIPELINES - TIE-INS	\$	295,000.00
331 / 10	PROD FACILITY - FAB & INSTALL	\$	93,750.00
	Subtota	\$	921,250.00
331 / 11	MISC & CONTINGENCY	\$	92,125.00
331 / 70	NON-OP FAC- TANG	\$	-
		\$	-
	Total Tangible for Facility Construction	\$	1,013,375.00
Total Facility Costs		\$	1,073,655.00
Total Estmated Well Cost		\$	8,050,135.31
Flat Creek Resources, LLC			
Approved By:	Title:	Date:	
Authorization Requested From: John Wierzowiecki	VP Completions & Production	6/20/2024	
PLEASE INDICATE YOUR APPROVAL AND AUTHOIZATION FOR YOUR PROPORTIONATE PARTE OF THE ESTIMATED EXPENDITURE AS DETAILED ABOVE BY SIGNING BELOW AND RETURNING ONE SIGNED COPY TO FLAT CREEK			
OWNERSHIP:	COST TO COMPLETE:		- <del></del>
DATE:	PARTICIPANTS ESTIMATED COST:		
APPROVED BY:	TITLE:		



June 20, 2024

#### SENT VIA CERTIFIED MAIL

Working Interest Owner

RE: Well Proposal

Bombsite Fed Com BS 2H (the "Well")

Section 34, 24S-26E & N/2 of Section 3, 25S-26E

Eddy County, New Mexico

Dear Working Interest Owner,

This Well Proposal shall supersede any prior Well Proposal(s) sent by Flat Creek Resources, LLC, as Operator and on behalf of FE Permian Owner I, LLC, as working interest owner (collectively "Flat Creek"), covering the Well. Flat Creek now proposes to horizontally drill and complete the Well, as further described below, to test the Bone Spring formation.

Surface Hole Location: 2,110' FSL and 2,556' FEL of Section 3, 25S-26E
First Take Point: 2,577' FNL and 1,990' FEL of Section 3, 25S-26E
Bottom Hole Location: 100' FNL and 1,990' FEL of Section 34, 24S-26E
Depth: 15,575' Measured Depth and 6,991' True Vertical Depth

• Spacing Unit: W2E2 of Sec 34, 24S-26E & W2NE of Sec 3, 25S-26E

The estimated cost of drilling, completing and equipping the Well is \$8,050,135.31, as itemized on the enclosed Authorization for Expenditure ("AFE"). The proposed location and drilling plans described above are subject to change if permitting, surface or subsurface issues are encountered which necessitate a change.

In the event you elect to participate in the proposed well, please execute the enclosed AFE and return to Flat Creek within thirty (30) days. Flat Creek proposes the drilling of the Well under the terms of a modified 2015 AAPL form of Operating Agreement ("JOA"), which will be provided upon request. The JOA will have the following general provisions:

- Flat Creek Resources, LLC named as Operator
- Contract Area covering the W2E2 of Section 34, 24S-26E, and the W2NE of Section 3, 25S-26E, limited to the Bone Spring formation
- 100%/300% Non-Consenting Penalty
- \$8,000/\$800 Drilling and Production Rates

Flat Creek is also willing to discuss possible trades or other deal structures related to your interest in the Well and proration unit. If an agreement cannot be reached within thirty (30) days from the date of this letter, Flat Creek reserves the right to apply to the New Mexico Oil Conservation District for compulsory pooling of your interest into a spacing unit for the Well.

Bombsite Fed Com BS 2H June 20, 2024 Page 2 of 2

If you have any questions concerning this proposal, you may contact me at (817) 310-8572 or mike.gregory@flatcreekresources.com.

Sincerely,

Flat Creek Resources, LLC

Mile Gos

Mike Gregory, CPL Vice President - Land

Please select one of the following and return:

\_\_\_\_\_\_I/We hereby elect TO PARTICIPATE for our proportionate share of the costs detailed in the enclosed AFE associated with the Well.

\_\_\_\_\_\_I/We hereby elect NOT TO PARTICIPATE for our proportionate share of the costs detailed in the enclosed AFE associated with the Well.

\_\_\_\_\_\_I/We are interested in selling, trading, leasing or farming out our interest. Please contact to discuss further.

COMPANY/OWNER NAME:

\_\_\_\_\_\_\_

\_\_\_\_

Name:

Date:

By:

WC24012

# FLAT CREEK RESOURCES, LLC AFE#: AUTHORIZATION FOR EXPENDITURE DRILL & COMPLETE HORIZONTAL BONE SPRING

Date: 06/17/2024 County/State: Eddy, NM

Lease: <u>Bombsite</u>

Surface Location: Sec 3, 25S-26E Proposed Depth: 17,000' <u>MD</u>

Objective: Drill Horizontal Well, Complete ~1-1/2-Mile Lateral, Production Facility

Objective: Drill Horizontal Well, Com	plete ~1-1/2-Mile Lateral, Production Facility	1		
Account Code	Account Name		AFE An	nount
Intangible Driling Costs (310)				
310 / 1	LAND SERVICE & EXP		\$	2,000.00
310 / 4	PERMITS - SURVEY - REGULATORY		\$	2,000.00
310/5	LOCATION - DAMAGES - CLEAN UP		\$	175,000.00
310 / 6	RIG - MOB/DEMOB		\$	125,000.00
310 / 7	RIG - DAYWORK		\$	442,000.00
310 / 8	RIG - FOOTAGE		\$	-
310 / 9	RIG - TURNKEY		\$	-
310 / 10	COILED TBG/SNUBBING/NITROGEN		\$	-
310 / 11	FUEL - POWER - WATER		\$	90,750.00
310 / 12	COMMUNICATIONS		\$	2,250.00
310 / 13	TRANSPORTATION		\$	25,000.00
310 / 14	CONSULTING SERVICE/SUPERVISION		\$	90,000.00
310 / 15	CONTRACT LABOR & SERVICES		\$	40,000.00
310 / 16	RENTALS - DOWNHOLE		\$	37,500.00
310 / 17	RENTALS - SURFACE		\$	112,500.00
310 / 18	BITS		\$	75,000.00
310 / 19	CASING CREW & EQUIPMENT		\$	50,000.00
310 / 20	CEMENT & SERVICES		\$	150,000.00
310 / 21	DIRECTIONAL TOOLS & SERVICES		\$	130,000.00
310 / 22	FISHING TOOLS & SERVICE		\$	-
310 / 23	MUD - CHEMICALS - FLUIDS		\$	120,000.00
310 / 24	MUD LOGGING		\$	15,600.00
310 / 25	OPENHOLE LOGGING - FT - SWC		\$	
310 / 26	ELEC/WIRELINE & PERF SERVICE		¢	_
310 / 27	DRILL STEM TESTING - CORING		¢	_
310 / 28	TUBULAR TESTING & INSPECTION		¢	10,000.00
310 / 29	CUTTINGS & FLUID DISPOSAL		ċ	150,000.00
310 / 23	COTTINGS & FEOID DISTOSAL	Subtotal	\$	1,844,600.00
310 / 30	MISC & CONTINGENCY	Subtotal	ب ذ	184,460.00
310 / 60	P&A COSTS		\$	104,400.00
310 / 70	NON-OP DRILLING - INTANG		۶ \$	-
310 / 70	NON-OF DRILLING - INTAING		Ş	-
		Total Intangibles For Operations Involving Drilling Rig	¢	2,029,060.00
		Total mangibles For Operations involving Drining Pag	Y	2,023,000.00
Tangible Drilling Costs (311)				
311 / 1	DRIVE PIPE - CONDUCTOR		\$	45,000.00
311 / 2	CASING - SURFACE		\$	18,500.00
311/3	CASING - INTERMEDIATE		\$	78,000.00
311/4	CASING - PRODUCTION		\$	323,000.00
311/5	CASING - LINER/TIEBACK		Y	323,000.00
311/6	HANGER - CSG ACCESSORY		\$	10,000.00
311 / 7	WELLHEAD EQPT		\$	90,000.00
511 / /	WELLIEAD EQLI	Subtotal		564,500.00
311 / 8	MISC & CONTINGENCY	Subtotal	\$ \$	56,450.00
311 / 70	NON-OP DRILLING - TANG		ې	30,430.00
311 / 70	NON-OF DRILLING - TAING			
		Total Tangibles For Operations Involving Drilling Rig	¢	620,950
		Total Taligibles For Operations involving Drilling Rig	ې	020,950
Total Drilling Cost			ć	2,650,010
Total Drilling Cost			\$	2,030,010

Intangible Completion Costs (320)				
320 / 1	LAND SERVICE & EXP		\$	15,000
320 / 2	LEGAL FEES & EXP		\$	-
320 / 3	INSURANCE		\$	-
320 / 4	PERMITS - SURVEY - REGULATORY		Ś	_
320 / 5	LOCATION - DAMAGES - CLEAN UP		Ś	15,000
320 / 6	RIG - DAYWORK		ς .	-
320 / 7	RIG - COMPLETION/WORKOVER		\$	_
320 / 8	COILED TBG/SNUBBING/NITROGEN		\$	139,500
320 / 9	FUEL - POWER - WATER		\$	475,897
320 / 10	COMMUNICATIONS		\$	5,000
320 / 11	TRANSPORTATION		\$	25,000
320 / 12	CONSULTING SERVICE/SUPERVISION		\$	55,000
320 / 13	CONTRACT LABOR & SERVICES		۶ \$	7,500
320 / 14			۶ \$	
	RENTALS - DOWNHOLE			25,000
320 / 15	RENTALS - SURFACE		\$	109,875
320 / 16	BITS		\$	5,000
320 / 17	CASING CREW & EQUIPMENT		\$	-
320 / 18	CEMENT & SERVICES		\$	-
320 / 19	FISHING TOOLS & SERVICE		\$	4
320 / 20	MUD - CHEMICALS - FLUIDS		\$	100,695
320 / 21	ELEC/WIRELINE & PERF SERVICE		\$	300,500
320 / 22	TUBULAR TESTING & INSPECTION		\$	-
320 / 23	GRAVEL PACKING		\$	-
320 / 24	FRAC & STIMULATION		\$	2,045,208
320 / 25	SWABBING & WELL TESTING		\$	113,970
320 / 26	CUTTINGS & FLUID DISPOSAL		\$	113,025
320 / 28	FRAC WATER		\$	205,500
320 / 29	FRAC POND		\$	-
320 / 30	WATER TRANSFER		\$	94,000
320 / 60	P&A COSTS		\$	-
		Subtotal	\$	3,850,670
320 / 70	NON-OP COMP - INTANG		\$	-
320 / 27	MISC & CONTINGENCY		\$	288,800
	Total Intangibles For Completion	ns Operations	\$	4,139,470
Tanaible Completion Costs (221)				
Tangible Completion Costs (321)	CASING - LINER/TIEBACK		ć	
321 / 1	•		\$	-
321 / 2	HANGER - CSG ACCESSORY		\$	125 000 00
321 / 3	PRODUCTION TUBING		\$ \$	125,000.00
321 / 4	TUBINGHEAD & TREE		\$	35,000.00
321 / 5	PACKERS - SUBSURFACE EQUIP		\$	-
321 / 6	RODS - PUMPS - ANCHORS ETC		\$	-
321 / 7	ART LIFT - SURFACE EQUIP		\$	-
321 / 8	PUMPING UNITS - SURFACE EQUIP		\$	<del>-</del>
321 / 9	VALVES - FITTING - MISC EQUIP		\$	10,000.00
321 / 10	SEPARATOR/HEAT TREATER/DEHY		\$	-
	GUN BBL/TANKS & RELATED EQUIP		\$	-
321 / 11			\$	-
321 / 12	COMPRESSOR & RELATED EQUIP			-
321 / 12 321 / 13	COMPRESSOR & RELATED EQUIP METERS - LACT UNIT		\$	
321 / 12 321 / 13 321 / 14			\$ \$	-
321 / 12 321 / 13 321 / 14	METERS - LACT UNIT		\$ \$ \$	
321 / 12 321 / 13	METERS - LACT UNIT SWD PUMPS & EQUIPMENT		\$ \$ \$ \$	- - -
321 / 12 321 / 13 321 / 14 321 / 15	METERS - LACT UNIT SWD PUMPS & EQUIPMENT PIPELINES - TIE-INS	Subtotal	\$ \$	- - - 170,000.00
321 / 12 321 / 13 321 / 14 321 / 15 321 / 16	METERS - LACT UNIT SWD PUMPS & EQUIPMENT PIPELINES - TIE-INS	Subtotal	\$ \$	
321 / 12 321 / 13 321 / 14 321 / 15	METERS - LACT UNIT SWD PUMPS & EQUIPMENT PIPELINES - TIE-INS PROD FACILITY - FAB & INSTALL	Subtotal	\$ \$	
321 / 12 321 / 13 321 / 14 321 / 15 321 / 16	METERS - LACT UNIT SWD PUMPS & EQUIPMENT PIPELINES - TIE-INS PROD FACILITY - FAB & INSTALL MISC & CONTINGENCY	Subtotal	\$ \$	
321 / 12 321 / 13 321 / 14 321 / 15 321 / 16 321 / 17 321 / 60	METERS - LACT UNIT SWD PUMPS & EQUIPMENT PIPELINES - TIE-INS PROD FACILITY - FAB & INSTALL  MISC & CONTINGENCY P&A COSTS	Subtotal	\$ \$	- - - 170,000.00 17,000.00 - -
321 / 12 321 / 13 321 / 14 321 / 15 321 / 16 321 / 17 321 / 60	METERS - LACT UNIT SWD PUMPS & EQUIPMENT PIPELINES - TIE-INS PROD FACILITY - FAB & INSTALL  MISC & CONTINGENCY P&A COSTS		\$ \$	
321 / 12 321 / 13 321 / 14 321 / 15 321 / 16 321 / 17 321 / 60	METERS - LACT UNIT SWD PUMPS & EQUIPMENT PIPELINES - TIE-INS PROD FACILITY - FAB & INSTALL  MISC & CONTINGENCY P&A COSTS NON-OP COMP - TANG		\$ \$ \$ \$ \$ \$	17,000.00 - - -

Intangible Facility Costs (330)	INTANGIBLE FACILITY COSTS			
330 / 1	LAND SERVICE & EXP		\$	4,800.00
330 / 2	LEGAL FEES & EXP		\$	-
330 / 3	CONSULTING SERVICE/SUPERVISION		\$	6,250.00
330 / 4	CONTRACT LABOR & SERVICES		\$	43,750.00
		Subtotal	\$	54,800.00
330 / 5	MISC & CONTINGENCY		\$	5,480.00
330 / 70	NON-OP FAC - INTANG		\$	-
			\$	-
	Total Intangib	les for Facility Construction	\$	60,280.00
Tangible Facility Costs (331)	TANGIBLE FACILITY COSTS			
331 / 1	ART LIFT - SURFACE EQUIP		\$	-
331 / 2	PUMPING UNITS - SURFACE EQUIP		\$	-
331 / 3	VALVES - FITTING - MISC EQUIP		\$	155,000.00
331 / 4	SEPARATOR/HEAT TREATER/DEHY		\$	100,000.00
331 / 5	GUN BBL/TANKS & RELATED EQUIP		\$	62,500.00
331 / 6	COMPRESSOR & RELATED EQUIP		\$	150,000.00
331 / 7	METERS - LACT UNIT		\$	43,750.00
331 / 8	SWD PUMPS & EQUIPMENT		\$	21,250.00
331 / 9	PIPELINES - TIE-INS		\$	295,000.00
331 / 10	PROD FACILITY - FAB & INSTALL		\$	93,750.00
		Subtotal	\$	921,250.00
331 / 11	MISC & CONTINGENCY		\$	92,125.00
331 / 70	NON-OP FAC- TANG		\$	-
			\$	-
	Total Tang	ible for Facility Construction	\$	1,013,375.00
Total Facility Costs			\$	1,073,655.00
Total Estmated Well Cost			\$	8,050,135.31
Flat Creek Resources, LLC				
Approved By:	Title:		Date:	
Authorization Requested From: John Wierzowiecki	VP Completions & Production		6/20/2024	
PIEASE INDICATE YOUR APPROVAL AND AUTHOIZATION FOR YOUR PROPORTIONATE PARTE OF THE ESTIMATED EXPENDITURE AS DETAILED ABOVE BY SIGNING BELOW AND RETURNING ONE SIGNED COPY TO FLAT CREEK				
OWNERSHIP:	COST TO COMPLETE:			
DATE:	PARTICIPANTS ESTIMATED COST:			
APPROVED BY:	TITLE:			



June 20, 2024

#### SENT VIA CERTIFIED MAIL

Working Interest Owner

RE: Well Proposal

Bombsite Fed Com BS 3H (the "Well")

Section 34, 24S-26E & N/2 of Section 3, 25S-26E

Eddy County, New Mexico

Dear Working Interest Owner,

This Well Proposal shall supersede any prior Well Proposal(s) sent by Flat Creek Resources, LLC, as Operator and on behalf of FE Permian Owner I, LLC, as working interest owner (collectively "Flat Creek"), covering the Well. Flat Creek now proposes to horizontally drill and complete the Well, as further described below, to test the Bone Spring formation.

Surface Hole Location: 2,075' FSL and 2,586' FEL of Section 3, 25S-26E
First Take Point: 2,573' FNL and 2,044' FWL of Section 3, 25S-26E
Bottom Hole Location: 100' FNL and 2,044' FWL of Section 34, 24S-26E
Depth: 15,590' Measured Depth and 6,936' True Vertical Depth
Spacing Unit: E2W2 of Sec 34, 24S-26E & E2NW of Sec 3, 25S-26E

The estimated cost of drilling, completing and equipping the Well is \$8,050,135.31, as itemized on the enclosed Authorization for Expenditure ("AFE"). The proposed location and drilling plans described above are subject to change if permitting, surface or subsurface issues are encountered which necessitate a change.

In the event you elect to participate in the proposed well, please execute the enclosed AFE and return to Flat Creek within thirty (30) days. Flat Creek proposes the drilling of the Well under the terms of a modified 2015 AAPL form of Operating Agreement ("JOA"), which will be provided upon request. The JOA will have the following general provisions:

- Flat Creek Resources, LLC named as Operator
- Contract Area covering the E2W2 of Section 34, 24S-26E, and the E2NW of Section 3, 25S-26E, limited to the Bone Spring formation
- 100%/300% Non-Consenting Penalty
- \$8,000/\$800 Drilling and Production Rates

Flat Creek is also willing to discuss possible trades or other deal structures related to your interest in the Well and proration unit. If an agreement cannot be reached within thirty (30) days from the date of this letter, Flat Creek reserves the right to apply to the New Mexico Oil Conservation District for compulsory pooling of your interest into a spacing unit for the Well.

Bombsite Fed Com BS 3H June 20, 2024 Page 2 of 2

If you have any questions concerning this proposal, you may contact me at (817) 310-8572 or mike.gregory@flatcreekresources.com.

Sincerely,

Flat Creek Resources, LLC

Mile Gos

Mike Gregory, CPL Vice President - Land

Please select one of the following and return:

\_\_\_\_\_\_I/We hereby elect TO PARTICIPATE for our proportionate share of the costs detailed in the enclosed AFE associated with the Well.

\_\_\_\_\_\_I/We hereby elect NOT TO PARTICIPATE for our proportionate share of the costs detailed in the enclosed AFE associated with the Well.

\_\_\_\_\_\_I/We are interested in selling, trading, leasing or farming out our interest. Please contact to discuss further.

COMPANY/OWNER NAME:

\_\_\_\_\_\_\_

\_\_\_\_

Name:

Date:

By:

WC24013

AFE#:

# FLAT CREEK RESOURCES, LLC AUTHORIZATION FOR EXPENDITURE DRILL & COMPLETE HORIZONTAL BONE SPRING

Date: 06/17/2024 County/State: Eddy, NM

Lease: <u>Bombsite</u>

Surface Location: Sec 3, 25S-26E Proposed Depth: 17,000' <u>MD</u>

Objective: Drill Horizontal Well, Complete ~1-1/2-Mile Lateral, Production Facility

Objective: Drill Horizontal Well, Com	plete ~1-1/2-Mile Lateral, Production Facility	1		
Account Code	Account Name		AFE An	nount
Intangible Driling Costs (310)				
310 / 1	LAND SERVICE & EXP		\$	2,000.00
310 / 4	PERMITS - SURVEY - REGULATORY		\$	2,000.00
310/5	LOCATION - DAMAGES - CLEAN UP		\$	175,000.00
310 / 6	RIG - MOB/DEMOB		\$	125,000.00
310 / 7	RIG - DAYWORK		\$	442,000.00
310 / 8	RIG - FOOTAGE		\$	-
310 / 9	RIG - TURNKEY		\$	-
310 / 10	COILED TBG/SNUBBING/NITROGEN		\$	-
310 / 11	FUEL - POWER - WATER		\$	90,750.00
310 / 12	COMMUNICATIONS		\$	2,250.00
310 / 13	TRANSPORTATION		\$	25,000.00
310 / 14	CONSULTING SERVICE/SUPERVISION		\$	90,000.00
310 / 15	CONTRACT LABOR & SERVICES		\$	40,000.00
310 / 16	RENTALS - DOWNHOLE		\$	37,500.00
310 / 17	RENTALS - SURFACE		\$	112,500.00
310 / 18	BITS		\$	75,000.00
310 / 19	CASING CREW & EQUIPMENT		\$	50,000.00
310 / 20	CEMENT & SERVICES		\$	150,000.00
310 / 21	DIRECTIONAL TOOLS & SERVICES		\$	130,000.00
310 / 22	FISHING TOOLS & SERVICE		\$	-
310 / 23	MUD - CHEMICALS - FLUIDS		\$	120,000.00
310 / 24	MUD LOGGING		\$	15,600.00
310 / 25	OPENHOLE LOGGING - FT - SWC		\$	
310 / 26	ELEC/WIRELINE & PERF SERVICE		¢	_
310 / 27	DRILL STEM TESTING - CORING		¢	_
310 / 28	TUBULAR TESTING & INSPECTION		¢	10,000.00
310 / 29	CUTTINGS & FLUID DISPOSAL		ċ	150,000.00
310 / 23	COTTINGS & FEOID DISTOSAL	Subtotal	\$	1,844,600.00
310 / 30	MISC & CONTINGENCY	Subtotal	ب ذ	184,460.00
310 / 60	P&A COSTS		\$	104,400.00
310 / 70	NON-OP DRILLING - INTANG		۶ \$	-
310 / 70	NON-OF DRILLING - INTAING		Ş	-
		Total Intangibles For Operations Involving Drilling Rig	¢	2,029,060.00
		Total mangibles For Operations involving Drining Pag	Y	2,023,000.00
Tangible Drilling Costs (311)				
311 / 1	DRIVE PIPE - CONDUCTOR		\$	45,000.00
311 / 2	CASING - SURFACE		\$	18,500.00
311/3	CASING - INTERMEDIATE		\$	78,000.00
311/4	CASING - PRODUCTION		\$	323,000.00
311/5	CASING - LINER/TIEBACK		Y	323,000.00
311/6	HANGER - CSG ACCESSORY		\$	10,000.00
311 / 7	WELLHEAD EQPT		\$	90,000.00
511 / /	WELLIEAD EQLI	Subtotal		564,500.00
311 / 8	MISC & CONTINGENCY	Subtotal	\$ \$	56,450.00
311 / 70	NON-OP DRILLING - TANG		ې	30,430.00
311, 70	NON-OF DRILLING - TAING			
		Total Tangibles For Operations Involving Drilling Rig	¢	620,950
		Total Taligibles For Operations involving Drilling Rig	ې	020,950
Total Drilling Cost			ć	2,650,010
Total Drilling Cost			\$	2,030,010

Intangible Completion Costs (320)				
320 / 1	LAND SERVICE & EXP		\$	15,000
320 / 2	LEGAL FEES & EXP		\$	-
320 / 3	INSURANCE		\$	_
320 / 4	PERMITS - SURVEY - REGULATORY		\$	_
320 / 5	LOCATION - DAMAGES - CLEAN UP		\$	15,000
320 / 6	RIG - DAYWORK		\$	-
320 / 7	RIG - COMPLETION/WORKOVER		\$	_
320 / 8	COILED TBG/SNUBBING/NITROGEN		\$	139,500
320 / 9	FUEL - POWER - WATER		\$	475,897
320 / 10	COMMUNICATIONS		\$	5,000
320 / 11	TRANSPORTATION		\$	25,000
320 / 12	CONSULTING SERVICE/SUPERVISION		\$	55,000
320 / 13	CONTRACT LABOR & SERVICES		\$	7,500
320 / 14			\$ \$	
·	RENTALS - DOWNHOLE		•	25,000
320 / 15	RENTALS - SURFACE		\$	109,875
320 / 16	BITS		\$	5,000
320 / 17	CASING CREW & EQUIPMENT		\$	-
320 / 18	CEMENT & SERVICES		\$	-
320 / 19	FISHING TOOLS & SERVICE		\$	-
320 / 20	MUD - CHEMICALS - FLUIDS		\$	100,695
320 / 21	ELEC/WIRELINE & PERF SERVICE		\$	300,500
320 / 22	TUBULAR TESTING & INSPECTION		\$	-
320 / 23	GRAVEL PACKING		\$	-
320 / 24	FRAC & STIMULATION			,045,208
320 / 25	SWABBING & WELL TESTING		\$	113,970
320 / 26	CUTTINGS & FLUID DISPOSAL		\$	113,025
320 / 28	FRAC WATER		\$	205,500
320 / 29	FRAC POND		\$	-
320 / 30	WATER TRANSFER		\$	94,000
320 / 60	P&A COSTS		\$	-
		Subtotal	\$ 3	,850,670
320 / 70	NON-OP COMP - INTANG		\$	-
320 / 27	MISC & CONTINGENCY		\$	288,800
	Total Inta	angibles For Completions Operations	\$ 4	,139,470
Tanaible Completion Costs (221)				
Tangible Completion Costs (321)	CASING - LINER/TIEBACK		ċ	
321 / 1	•		\$	-
321 / 2	HANGER - CSG ACCESSORY		\$	-
321 / 3	PRODUCTION TUBING		-	5,000.00
321 / 4	TUBINGHEAD & TREE			5,000.00
321 / 5	PACKERS - SUBSURFACE EQUIP		\$	-
321 / 6	RODS - PUMPS - ANCHORS ETC		\$	-
321 / 7	ART LIFT - SURFACE EQUIP		\$ \$	-
321 / 8	PUMPING UNITS - SURFACE EQUIP		\$	-
321 / 9	VALVES - FITTING - MISC EQUIP			0,000.00
321 / 10	SEPARATOR/HEAT TREATER/DEHY		\$	-
321 / 11	GUN BBL/TANKS & RELATED EQUIP		\$	-
	COMPRESSOR & RELATED EQUIP		\$	-
321 / 12			\$	-
321 / 13	METERS - LACT UNIT			
321 / 13 321 / 14	METERS - LACT UNIT SWD PUMPS & EQUIPMENT		\$	-
321 / 13 321 / 14			\$ \$	-
321 / 13 321 / 14 321 / 15	SWD PUMPS & EQUIPMENT		\$ \$ \$	- -
321 / 12 321 / 13 321 / 14 321 / 15 321 / 16	SWD PUMPS & EQUIPMENT PIPELINES - TIE-INS	Subtotal	\$	- - - 0,000.00
321 / 13 321 / 14 321 / 15 321 / 16	SWD PUMPS & EQUIPMENT PIPELINES - TIE-INS	Subtotal	\$ \$ \$ 17	
321 / 13 321 / 14 321 / 15	SWD PUMPS & EQUIPMENT PIPELINES - TIE-INS PROD FACILITY - FAB & INSTALL	Subtotal	\$ \$ \$ 17	
321 / 13 321 / 14 321 / 15 321 / 16 321 / 17	SWD PUMPS & EQUIPMENT PIPELINES - TIE-INS PROD FACILITY - FAB & INSTALL MISC & CONTINGENCY	Subtotal	\$ \$ \$ 17	
321 / 13 321 / 14 321 / 15 321 / 16 321 / 17 321 / 60	SWD PUMPS & EQUIPMENT PIPELINES - TIE-INS PROD FACILITY - FAB & INSTALL  MISC & CONTINGENCY P&A COSTS	Subtotal	\$ \$ \$ 17	- - 0,000.00 7,000.00 - - -
321 / 13 321 / 14 321 / 15 321 / 16 321 / 17 321 / 60	SWD PUMPS & EQUIPMENT PIPELINES - TIE-INS PROD FACILITY - FAB & INSTALL  MISC & CONTINGENCY P&A COSTS NON-OP COMP - TANG	Subtotal sub	\$ \$ \$ 17 \$ 1 \$ \$ \$	
321 / 13 321 / 14 321 / 15 321 / 16 321 / 17 321 / 60	SWD PUMPS & EQUIPMENT PIPELINES - TIE-INS PROD FACILITY - FAB & INSTALL  MISC & CONTINGENCY P&A COSTS NON-OP COMP - TANG		\$ \$ \$ \$ 17 \$ \$ 1 \$ \$ \$ \$ \$ \$ \$ \$ \$ \$ \$ \$	7,000.00 - - -

Intangible Facility Costs (330)	INTANGIBLE FACILITY COSTS			
330 / 1	LAND SERVICE & EXP		\$	4,800.00
330 / 2	LEGAL FEES & EXP		\$	-
330 / 3	CONSULTING SERVICE/SUPERVISION		\$	6,250.00
330 / 4	CONTRACT LABOR & SERVICES		\$	43,750.00
		Subtotal	\$	54,800.00
330 / 5	MISC & CONTINGENCY		\$	5,480.00
330 / 70	NON-OP FAC - INTANG		\$	-
			\$	-
	Total In	tangibles for Facility Construction	\$	60,280.00
Tangible Facility Costs (331)	TANGIBLE FACILITY COSTS			
331 / 1	ART LIFT - SURFACE EQUIP		\$	-
331 / 2	PUMPING UNITS - SURFACE EQUIP		\$	-
331/3	VALVES - FITTING - MISC EQUIP		\$	155,000.00
331 / 4	SEPARATOR/HEAT TREATER/DEHY		\$	100,000.00
331 / 5	GUN BBL/TANKS & RELATED EQUIP		\$	62,500.00
331 / 6	COMPRESSOR & RELATED EQUIP		\$	150,000.00
331 / 7	METERS - LACT UNIT		\$	43,750.00
331 / 8	SWD PUMPS & EQUIPMENT		\$	21,250.00
331 / 9	PIPELINES - TIE-INS		\$	295,000.00
331 / 10	PROD FACILITY - FAB & INSTALL		\$	93,750.00
		Subtotal	\$	921,250.00
331 / 11	MISC & CONTINGENCY		\$	92,125.00
331 / 70	NON-OP FAC- TANG		\$	-
			\$	-
	Tota	al Tangible for Facility Construction	\$	1,013,375.00
Total Facility Costs			\$	1,073,655.00
Total Estmated Well Cost			\$	8,050,135.31
Flat Creek Resources, LLC				
Approved By:	Title:		Date:	
Authorization Requested From: John	VD Completions & Duadration		0/00/0004	
Wierzowiecki	VP Completions & Production	'	6/20/2024	
PLEASE INDICATE YOUR APPROVAL AND AUTHOIZATION FOR YOUR PROPORTIONATE PARTE OF THE ESTIMATED EXPENDITURE AS DETAILED ABOVE BY SIGNING BELOW AND RETURNING ONE SIGNED COPY TO FLAT CREEK				
OWNERSHIP:	COST TO COMPLETE:			
DATE:	PARTICIPANTS ESTIMATED COST:			
APPROVED BY:	TITLE:			



June 20, 2024

#### SENT VIA CERTIFIED MAIL

Working Interest Owner

RE: Well Proposal

Bombsite Fed Com BS 4H (the "Well")

Section 34, 24S-26E & N/2 of Section 3, 25S-26E

Eddy County, New Mexico

Dear Working Interest Owner,

This Well Proposal shall supersede any prior Well Proposal(s) sent by Flat Creek Resources, LLC, as Operator and on behalf of FE Permian Owner I, LLC, as working interest owner (collectively "Flat Creek"), covering the Well. Flat Creek now proposes to horizontally drill and complete the Well, as further described below, to test the Bone Spring formation.

Surface Hole Location: 2,075' FSL and 2,616' FEL of Section 3, 25S-26E
First Take Point: 2,569' FNL and 590' FWL of Section 3, 25S-26E
Bottom Hole Location: 100' FNL and 590' FWL of Section 34, 24S-26E

Depth: 16,170' Measured Depth and 6,926' True Vertical Depth
Spacing Unit: W2W2 of Sec 34, 24S-26E & W2NW of Sec 3, 25S-26E

The estimated cost of drilling, completing and equipping the Well is \$8,050,135.31, as itemized on the enclosed Authorization for Expenditure ("AFE"). The proposed location and drilling plans described above are subject to change if permitting, surface or subsurface issues are encountered which necessitate a change.

In the event you elect to participate in the proposed well, please execute the enclosed AFE and return to Flat Creek within thirty (30) days. Flat Creek proposes the drilling of the Well under the terms of a modified 2015 AAPL form of Operating Agreement ("JOA"), which will be provided upon request. The JOA will have the following general provisions:

- Flat Creek Resources, LLC named as Operator
- Contract Area covering the W2W2 of Section 34, 24S-26E, and the W2NW of Section 3, 25S-26E, limited to the Bone Spring formation
- 100%/300% Non-Consenting Penalty
- \$8,000/\$800 Drilling and Production Rates

Flat Creek is also willing to discuss possible trades or other deal structures related to your interest in the Well and proration unit. If an agreement cannot be reached within thirty (30) days from the date of this letter, Flat Creek reserves the right to apply to the New Mexico Oil Conservation District for compulsory pooling of your interest into a spacing unit for the Well.

Bombsite Fed Com BS 4H June 20, 2024 Page 2 of 2

If you have any questions concerning this proposal, you may contact me at (817) 310-8572 or mike.gregory@flatcreekresources.com.

Sincerely,

Flat Creek Resources, LLC

Mile Gos

Mike Gregory, CPL Vice President - Land

Please select one of the following and return:

\_\_\_\_\_\_I/We hereby elect TO PARTICIPATE for our proportionate share of the costs detailed in the enclosed AFE associated with the Well.

\_\_\_\_\_\_I/We hereby elect NOT TO PARTICIPATE for our proportionate share of the costs detailed in the enclosed AFE associated with the Well.

\_\_\_\_\_\_I/We are interested in selling, trading, leasing or farming out our interest. Please contact to discuss further.

COMPANY/OWNER NAME:

\_\_\_\_\_\_\_
By: \_\_\_\_\_\_\_
Name: \_\_\_\_\_\_

Date:

WC24014

AFE#:

## **FLAT CREEK RESOURCES, LLC AUTHORIZATION FOR EXPENDITURE** DRILL & COMPLETE HORIZONTAL BONE SPRING

Date: 06/17/2024 County/State: Eddy, NM

Lease: <u>Bombsite</u>

Surface Location: Sec 3, 25S-26E Proposed Depth: 17,000' MD

SID	Objective: Drill Horizontal Well, C	complete ~1-1/2-Mile Lateral, Production Facility	1		
SID	Account Code	Account Name	А	AFE Amoun	t
310 / 4	Intangible Driling Costs (310)				
110,5	310 / 1	LAND SERVICE & EXP			2,000.00
310 / 6	310 / 4	PERMITS - SURVEY - REGULATORY	:	\$	2,000.00
310 / 7	310 / 5	LOCATION - DAMAGES - CLEAN UP	:	\$	175,000.00
310 / 8	310 / 6	RIG - MOB/DEMOB	:	\$	125,000.00
310 / 9	310 / 7	RIG - DAYWORK	:	\$	442,000.00
100	310/8	RIG - FOOTAGE	!	\$	-
SUBJECT   POWER - WATER   \$ 9,0750.00	310/9	RIG - TURNKEY	!	\$	-
310 / 12	310 / 10	COILED TBG/SNUBBING/NITROGEN	!	\$	-
131	310 / 11	FUEL - POWER - WATER	!	\$	90,750.00
310 / 14	310 / 12	COMMUNICATIONS	!	\$	2,250.00
310 / 15	310 / 13	TRANSPORTATION	:	\$	25,000.00
310 / 15	310 / 14	CONSULTING SERVICE/SUPERVISION	:	\$	90,000.00
Section   Sect	310 / 15	CONTRACT LABOR & SERVICES			40,000.00
Section   Sect	310 / 16	RENTALS - DOWNHOLE		\$	37,500.00
310 / 18	310 / 17	RENTALS - SURFACE			112,500.00
310 / 19		BITS		\$	75,000.00
SEMPLES   \$ 15,000.00		CASING CREW & EQUIPMENT			
310 / 21					
Since   Sinc					130,000.00
MUD - CHEMICALS - FLUIDS   \$ 120,000.00					, -
310 / 24   MUD LOGGING   \$   15,600.00					120.000.00
310 / 25					
Section   Sect					
Side					_
310 / 28		•			_
310 / 29 CUTTINGS & FLUID DISPOSAL \$ 150,000.00  310 / 30 MISC & CONTINGENCY \$ 184,460.00 310 / 60 P&A COSTS \$ 184,460.00 310 / 70 NON-OP DRILLING - INTANG \$ 2,029,060.00  Tangible Drilling Costs (311)  311 / 1 DRIVE PIPE - CONDUCTOR \$ 45,000.00 311 / 2 CASING - SURFACE \$ 18,500.00 311 / 3 CASING - INTERMEDIATE \$ 78,000.00 311 / 4 CASING - PRODUCTION \$ 323,000.00 311 / 5 CASING - LINER/TIEBACK 311 / 6 HANGER - CSG ACCESSORY \$ 10,000.00 311 / 7 WELLHEAD EQPT \$ 90,000.00 311 / 8 MISC & CONTINGENCY \$ 564,500.00 311 / 8 MISC & CONTINGENCY \$ 56,450.00 311 / 7 Total Tangibles For Operations Involving Drilling Rig \$ 620,950				٠ <	10 000 00
Subtotal   \$ 1,844,600.00   310 / 30   MISC & CONTINGENCY   \$ 184,460.00   310 / 60   P&A COSTS   \$ - 310 / 70   NON-OP DRILLING - INTANG   \$ 2,029,060.00   \$   184,460.00				٠ <	
MISC & CONTINGENCY   \$   184,460.00   310 / 60   P&A COSTS   \$   -	310 / 23	COTTINGS & FEOID DISTOSAE	Subtotal	۶ \$ 1	
Total Intangibles For Operations Involving Drilling Rig   \$ 2,029,060.00	310 / 30	MISC & CONTINGENCY			
Total Intangibles For Operations Involving Drilling Rig   \$ 2,029,060.00				٠ د	-
Total Intangibles For Operations Involving Drilling Rig \$ 2,029,060.00  Tangible Drilling Costs (311)  311 / 1				٠ د	_
Tangible Drilling Costs (311)   311	310 / 70	NON-OF BRILLING - INTAING	•	Y	
311			Total Intangibles For Operations Involving Drilling Rig	\$ 2	,029,060.00
311/2 CASING - SURFACE \$ 18,500.00 311/3 CASING - INTERMEDIATE \$ 78,000.00 311/4 CASING - PRODUCTION \$ 323,000.00 311/5 CASING - LINER/TIEBACK 311/6 HANGER - CSG ACCESSORY \$ 10,000.00 311/7 WELLHEAD EQPT \$ 90,000.00 311/8 MISC & CONTINGENCY \$ 564,500.00 311/7 NON-OP DRILLING - TANG  Total Tangibles For Operations Involving Drilling Rig \$ 620,950	Tangible Drilling Costs (311)				
311 / 3 CASING - INTERMEDIATE \$ 78,000.00 311 / 4 CASING - PRODUCTION \$ 323,000.00 311 / 5 CASING - LINER/TIEBACK 311 / 6 HANGER - CSG ACCESSORY \$ 10,000.00 311 / 7 WELLHEAD EQPT \$ 90,000.00 311 / 8 Subtotal \$ 564,500.00 311 / 8 MISC & CONTINGENCY \$ 56,450.00 311 / 70 NON-OP DRILLING - TANG  Total Tangibles For Operations Involving Drilling Rig \$ 620,950	311 / 1	DRIVE PIPE - CONDUCTOR		\$	45,000.00
311 / 4 CASING - PRODUCTION \$ 323,000.00 311 / 5 CASING - LINER/TIEBACK 311 / 6 HANGER - CSG ACCESSORY \$ 10,000.00 311 / 7 WELLHEAD EQPT \$ 90,000.00 311 / 8 Subtotal \$ 564,500.00 311 / 8 MISC & CONTINGENCY \$ 56,450.00 311 / 70 NON-OP DRILLING - TANG  Total Tangibles For Operations Involving Drilling Rig \$ 620,950	311 / 2	CASING - SURFACE	!	\$	18,500.00
311 / 5 CASING - LINER/TIEBACK 311 / 6 HANGER - CSG ACCESSORY \$ 10,000.00 311 / 7 WELLHEAD EQPT \$ 90,000.00 Subtotal \$ 564,500.00 311 / 8 MISC & CONTINGENCY \$ 56,450.00 311 / 70 NON-OP DRILLING - TANG  Total Tangibles For Operations Involving Drilling Rig \$ 620,950	311/3	CASING - INTERMEDIATE	:	\$	78,000.00
311 / 6 HANGER - CSG ACCESSORY \$ 10,000.00 311 / 7 WELLHEAD EQPT \$ 90,000.00 Subtotal \$ 564,500.00 311 / 8 MISC & CONTINGENCY \$ 56,450.00 311 / 70 NON-OP DRILLING - TANG  Total Tangibles For Operations Involving Drilling Rig \$ 620,950	311 / 4	CASING - PRODUCTION	:	\$	323,000.00
311 / 7 WELLHEAD EQPT \$ 90,000.00  Subtotal \$ 564,500.00  311 / 8 MISC & CONTINGENCY \$ 56,450.00  311 / 70 NON-OP DRILLING - TANG  Total Tangibles For Operations Involving Drilling Rig \$ 620,950	311/5	CASING - LINER/TIEBACK			
311 / 7 WELLHEAD EQPT \$ 90,000.00  Subtotal \$ 564,500.00  311 / 8 MISC & CONTINGENCY \$ 56,450.00  311 / 70 NON-OP DRILLING - TANG  Total Tangibles For Operations Involving Drilling Rig \$ 620,950	311 / 6	HANGER - CSG ACCESSORY	:	\$	10,000.00
Subtotal \$ 564,500.00 311 / 8 MISC & CONTINGENCY \$ 56,450.00 311 / 70 NON-OP DRILLING - TANG  Total Tangibles For Operations Involving Drilling Rig \$ 620,950	311 / 7	WELLHEAD EQPT	:	\$	90,000.00
311 / 8 MISC & CONTINGENCY \$ 56,450.00 311 / 70 NON-OP DRILLING - TANG  Total Tangibles For Operations Involving Drilling Rig \$ 620,950			Subtotal 5	\$	564,500.00
311 / 70 NON-OP DRILLING - TANG  Total Tangibles For Operations Involving Drilling Rig \$ 620,950	311 / 8	MISC & CONTINGENCY	:	\$	56,450.00
	311 / 70	NON-OP DRILLING - TANG			
Total Drilling Cost \$ 2,650,010			Total Tangibles For Operations Involving Drilling Rig	\$	620,950
	Total Drilling Cost			\$	2,650,010

Intangible Completion Costs (320)				
320 / 1	LAND SERVICE & EXP		\$	15,000
320 / 2	LEGAL FEES & EXP		\$	-
320 / 3	INSURANCE		\$	_
320 / 4	PERMITS - SURVEY - REGULATORY		Ś	-
320 / 5	LOCATION - DAMAGES - CLEAN UP		\$	15,000
320 / 6	RIG - DAYWORK		\$	
320 / 7	RIG - COMPLETION/WORKOVER		Ś	_
320 / 8	COILED TBG/SNUBBING/NITROGEN		\$	139,500
320 / 9	FUEL - POWER - WATER		\$	475,897
320 / 10	COMMUNICATIONS		\$	5,000
320 / 11	TRANSPORTATION		\$	25,000
320 / 12	CONSULTING SERVICE/SUPERVISION		\$	55,000
320 / 13	CONTRACT LABOR & SERVICES		\$	7,500
320 / 14	RENTALS - DOWNHOLE		\$	25,000
320 / 15	RENTALS - SURFACE		\$	109,875
320 / 16	BITS		\$	5,000
320 / 17	CASING CREW & EQUIPMENT		\$	-
320 / 18	CEMENT & SERVICES		\$	-
320 / 19	FISHING TOOLS & SERVICE		\$	-
320 / 20	MUD - CHEMICALS - FLUIDS		\$	100,695
320 / 21	ELEC/WIRELINE & PERF SERVICE		\$	300,500
320 / 22	TUBULAR TESTING & INSPECTION		\$	-
320 / 23	GRAVEL PACKING		\$	-
320 / 24	FRAC & STIMULATION		\$	2,045,208
320 / 25	SWABBING & WELL TESTING		\$	113,970
320 / 26	CUTTINGS & FLUID DISPOSAL		\$	113,025
320 / 28	FRAC WATER		\$	205,500
320 / 29	FRAC POND		\$	-
320 / 30	WATER TRANSFER		\$	94,000
320 / 60	P&A COSTS		\$	-
·		Subtotal	\$	3,850,670
320 / 70	NON-OP COMP - INTANG		\$	-
320 / 27	MISC & CONTINGENCY		\$	288,800
		Total Intangibles For Completions Operations	\$	4,139,470
Tangible Completion Costs (321)				
321 / 1	CASING - LINER/TIEBACK		\$	-
321 / 2	HANGER - CSG ACCESSORY		\$	-
321 / 3	PRODUCTION TUBING		\$	125,000.00
321 / 4	TUBINGHEAD & TREE		\$	35,000.00
321 / 5	PACKERS - SUBSURFACE EQUIP		\$	-
321 / 6	RODS - PUMPS - ANCHORS ETC		\$	-
321 / 7	ART LIFT - SURFACE EQUIP		\$	-
321 / 8	PUMPING UNITS - SURFACE EQUIP		\$	-
321 / 9	VALVES - FITTING - MISC EQUIP		\$	10,000.00
321 / 10	SEPARATOR/HEAT TREATER/DEHY		\$	-
321 / 11	GUN BBL/TANKS & RELATED EQUIP		\$	-
321 / 12	COMPRESSOR & RELATED EQUIP		\$	-
321 / 13	METERS - LACT UNIT		\$	-
321 / 14	SWD PUMPS & EQUIPMENT		\$	-
321 / 15	PIPELINES - TIE-INS		\$	-
321 / 16	PROD FACILITY - FAB & INSTALL		\$	-
		Subtotal	\$	170,000.00
	MISC & CONTINGENCY		\$	17,000.00
321 / 17			\$	-
321 / 60	P&A COSTS			
-	P&A COSTS NON-OP COMP - TANG		\$	-
321 / 60			\$	<del>-</del> -
321 / 60		Total Tangibles For Completions Operations	\$ \$ \$	- 187,000.00 <b>4,326,470.31</b>

Intangible Facility Costs (330)	INTANGIBLE FACILITY COSTS		
330 / 1	LAND SERVICE & EXP	\$	4,800.00
330 / 2	LEGAL FEES & EXP	\$	-
330 / 3	CONSULTING SERVICE/SUPERVISION	\$	6,250.00
330 / 4	CONTRACT LABOR & SERVICES	\$	43,750.00
	Subtotal	\$	54,800.00
330 / 5	MISC & CONTINGENCY	\$	5,480.00
330 / 70	NON-OP FAC - INTANG	\$	-
		\$	-
	Total Intangibles for Facility Construction	\$	60,280.00
Tangible Facility Costs (331)	TANGIBLE FACILITY COSTS		
331/1	ART LIFT - SURFACE EQUIP	\$	-
331 / 2	PUMPING UNITS - SURFACE EQUIP	\$	-
331/3	VALVES - FITTING - MISC EQUIP	\$	155,000.00
331 / 4	SEPARATOR/HEAT TREATER/DEHY	\$	100,000.00
331/5	GUN BBL/TANKS & RELATED EQUIP	\$	62,500.00
331 / 6	COMPRESSOR & RELATED EQUIP	\$	150,000.00
331 / 7	METERS - LACT UNIT	\$	43,750.00
331/8	SWD PUMPS & EQUIPMENT	\$	21,250.00
331 / 9	PIPELINES - TIE-INS	\$	295,000.00
331 / 10	PROD FACILITY - FAB & INSTALL	\$	93,750.00
	Subtotal	\$	921,250.00
331 / 11	MISC & CONTINGENCY	\$	92,125.00
331 / 70	NON-OP FAC- TANG	\$	-
		\$	-
	Total Tangible for Facility Construction	\$	1,013,375.00
Total Facility Costs		\$	1,073,655.00
Total Estmated Well Cost		\$	8,050,135.31
Flat Creek Resources, LLC			
Approved By:	Title:	Date:	
Authorization Requested From: John Wierzowiecki	VP Completions & Production	6/20/2024	
PLEASE INDICATE YOUR APPROVAL AND AUTHOIZATION FOR YOUR PROPORTIONATE PARTE OF THE ESTIMATED EXPENDITURE AS DETAILED ABOVE BY SIGNING BELOW AND RETURNING ONE SIGNED COPY TO FLAT CREEK			
OWNERSHIP:	COST TO COMPLETE:	<u> </u>	<u></u>
DATE:	PARTICIPANTS ESTIMATED COST:		
APPROVED BY:	TITLE:		

### **Chronology of Contacts - 1H Unit**

Owner Name	Owner Address	Ownership Type	Tract(s)	Contact Summary
MEC Petroleum Corp.	PO Box 11265 Midland, Texas 79702-8265	Leasehold Interest	1, 2, 3, 4	2/2024 - Mailed initial well proposal 5/20/2024 - Signed JOA designating Flat Creek Resources, LLC as Operator 6/20/2024 - Mailed revised well proposal to reflect amended spacing unit
WPX Energy Production Company, LLC	333 West Sheridan Avenue Oklahoma City, OK 73102	Leasehold Interest	4	2/2024 - Mailed initial well proposal 6/20/2024 - Mailed revised well proposal to reflect amended spacing unit
Chevron U.S.A., Inc.	1400 Smith Street, Room 45137 Houston, TX 77002	Leasehold Interest	1	2/2024 - Mailed initial well proposal 2/29/2024 - Chevron reached out via email with several development questions; Flat Creek responded 3/7/2024 - Email correspondence regarding ownership 6/20/2024 - Mailed revised well proposal to reflect amended spacing unit 6/27/2024 - Email correspondence regarding revised well proposals 8/22/2024 - Email correspondence regarding plans for Bone Spring and Wolfcamp formations
CXA Oil & Gas Holdings, L.P.	1302 West Avenue Austin, TX 78701	Leasehold Interest	2	2/2024 - Mailed initial well proposal 5/20/2024 - Signed JOA designating Flat Creek Resources, LLC as Operator 6/20/2024 - Mailed revised well proposal to reflect amended spacing unit
Civitas Resources, Inc.	555 17th St, Suite 3700 Denver, CO 80202	Leasehold Interest	2, 3	2/2024 - Mailed initial well proposal 4/23/2024 - Email correspondence regarding Flat Creek's well proposals 5/7/2024 - Email correspondence regarding a depth severance in ownership; parties got aligned on this so Civitas expressed supoprt in Flat Creek's development 6/20/2024 - Mailed revised well proposal to reflect amended spacing unit 8/2024 - Email and phone correspondence regarding a potential trade
Apollo Minerals, LLC	1001 NW 63rd St., Ste. 100 Oklahoma City, OK 73116	Leasehold Interest	2	11/17/2023 - Apollo notified Flat Creek that it acquired this interest from prior owner 1/2024 - Multiple emails requiring the potential to acquire Apollo's interest (did not end up acquiring) 2/2024 - Mailed initial well proposal 2/29/2024 - Responded to Apollo's development question via email 6/20/2024 - Mailed revised well proposal to reflect amended spacing unit 7/12/2024 - Apollo elected to participate pursuant to Flat Creek's well proposal
Northern Oil & Gas, Inc.	4350 Baker Road, Suite 400 Minnetonka, MN 55343	Leasehold Interest	3	8/13/2024 - Mailed well proposal 9/11/2024 - Email correspondence regarding ownership 9/17/2024 - Northern elected to participate pursuant to Flat Creek's well proposal
James Thomas Moore Child's Trust	1401 Ventura Avenue Midland, TX 79705	Leasehold Interest	3	8/13/2024 - Mailed well proposal
Anne Moore Jensen Child's Trust	13721 Lindale Lane Santa Ana, CA 92705	Leasehold Interest	3	8/13/2024 - Mailed well proposal
Marilyn Moore Jackson Child's Trust	5909 Doone Valley Court Austin, TX 78731	Leasehold Interest	3	8/13/2024 - Mailed well proposal

### **Chronology of Contacts - 2H Unit**

Owner Name	Owner Address	Ownership Type	Tract(s)	Contact Summary
MEC Petroleum Corp.	PO Box 11265 Midland, Texas 79702-8265	Leasehold Interest	1, 2, 3, 4, 5	2/2024 - Mailed initial well proposal 5/20/2024 - Signed JOA designating Flat Creek Resources. LLC as Operator 6/20/2024 - Mailed revised well proposal to reflect amended spacing unit
WPX Energy Production Company, LLC	333 West Sheridan Avenue Oklahoma City, OK 73102	Leasehold Interest	2, 3, 5	2/2024 - Mailed initial well proposal 6/20/2024 - Mailed revised well proposal to reflect amended spacing unit
Civitas Resources, Inc.	555 17th St, Suite 3700 Denver, CO 80202	Leasehold Interest	4	2/2024 - Mailed initial well proposal 4/23/2024 - Email correspondence regarding Flat Creek's well proposals 5/7/2024 - Email correspondence regarding a depth severance in ownership; parties got aligned on this so Civitas expressed supoprt in Flat Creek's development 6/20/2024 - Mailed revised well proposal to reflect amended spacing unit 8/2024 - Email and phone correspondence regarding a potential trade
Northern Oil & Gas, Inc.	4350 Baker Road, Suite 400 Minnetonka, MN 55343	Leasehold Interest	4	8/13/2024 - Mailed well proposal 9/11/2024 - Email correspondence regarding ownership 9/17/2024 - Northern elected to participate pursuant to Flat Creek's well proposal
James Thomas Moore Child's Trust	1401 Ventura Avenue Midland, TX 79705	Leasehold Interest	4	8/13/2024 - Mailed well proposal
Anne Moore Jensen Child's Trust	13721 Lindale Lane Santa Ana, CA 92705	Leasehold Interest	4	8/13/2024 - Mailed well proposal
Marilyn Moore Jackson Child's Trust	5909 Doone Valley Court Austin, TX 78731	Leasehold Interest	4	8/13/2024 - Mailed well proposal

### **Chronology of Contacts - 3H Unit**

Owner Name	Owner Address	Ownership Type	Tract(s)	Contact Summary
MEC Petroleum Corp.	PO Box 11265 Midland, Texas 79702-8265	Leasehold Interest	1, 3	2/2024 - Mailed initial well proposal 5/20/2024 - Signed JOA designating Flat Creek Resources, LLC as Operator 6/20/2024 - Mailed revised well proposal to reflect amended spacing unit
WPX Energy Production Company, LLC	333 West Sheridan Avenue Oklahoma City, OK 73102	Leasehold Interest	1	2/2024 - Mailed initial well proposal 6/20/2024 - Mailed revised well proposal to reflect amended spacing unit
Chevron U.S.A., Inc.	1400 Smith Street, Room 45137 Houston, TX 77002	Leasehold Interest	2	2/2024 - Mailed initial well proposal 2/29/2024 - Chevron reached out via email with several development questions; Flat Creek responded 3/7/2024 - Email correspondence regarding ownership 6/20/2024 - Mailed revised well proposal to reflect amended spacing unit 6/27/2024 - Email correspondence regarding revised well proposals 8/22/2024 - Email correspondence regarding plans for Bone Spring and Wolfcamp formations
CXA Oil & Gas Holdings, L.P.	1302 West Avenue Austin, TX 78701	Leasehold Interest	3	2/2024 - Mailed initial well proposal 5/20/2024 - Signed JOA designating Flat Creek Resources. LLC as Operator 6/20/2024 - Mailed revised well proposal to reflect amended spacing unit
Civitas Resources, Inc.	555 17th St, Suite 3700 Denver, CO 80202	Leasehold Interest	3	2/2024 - Mailed initial well proposal 4/23/2024 - Email correspondence regarding Flat Creek's well proposals 5/7/2024 - Email correspondence regarding a depth severance in ownership; parties got aligned on this so Civitas expressed supoprt in Flat Creek's development 6/20/2024 - Mailed revised well proposal to reflect amended spacing unit 8/2024 - Email and phone correspondence regarding a potential trade
Apollo Minerals, LLC	1001 NW 63rd St., Ste. 100 Oklahoma City, OK 73116	Leasehold Interest	3	11/17/2023 - Apollo notified Flat Creek that it acquired this interest from prior owner 1/2024 - Multiple emails requiring the potential to acquire Apollo's interest (did not end up acquiring) 2/2024 - Mailed initial well proposal 2/29/2024 - Responded to Apollo's development question via email 6/20/2024 - Mailed revised well proposal to reflect amended spacing unit 7/12/2024 - Apollo elected to participate pursuant to Flat Creek's well proposal

### **Chronology of Contacts - 4H Unit**

Owner Name	Owner Address	Ownership Type	Tract(s)	Contact Summary
MEC Petroleum Corp.	PO Box 11265 Midland, Texas 79702-8265	Leasehold Interest	1, 3	2/2024 - Mailed initial well proposal 5/20/2024 - Signed JOA designating Flat Creek Resources, LLC as Operator 6/20/2024 - Mailed revised well proposal to reflect amended spacing unit
WPX Energy Production Company, LLC	333 West Sheridan Avenue Oklahoma City, OK 73102	Leasehold Interest	1	2/2024 - Mailed initial well proposal 6/20/2024 - Mailed revised well proposal to reflect amended spacing unit
CXA Oil & Gas Holdings, L.P.	1302 West Avenue Austin, TX 78701	Leasehold Interest	3	2/2024 - Mailed initial well proposal 5/20/2024 - Signed JOA designating Flat Creek Resources, LLC as Operator 6/20/2024 - Mailed revised well proposal to reflect amended spacing unit
Civitas Resources, Inc.	555 17th St, Suite 3700 Denver, CO 80202	Leasehold Interest	3	2/2024 - Mailed initial well proposal 4/23/2024 - Email correspondence regarding Flat Creek's well proposals 5/7/2024 - Email correspondence regarding a depth severance in ownership: parties qot aligned on this so Civitas expressed supoprt in Flat Creek's development 6/20/2024 - Mailed revised well proposal to reflect amended spacing unit 8/2024 - Email and phone correspondence regarding a potential trade
Magnum Hunter Production, Inc.	6001 Deauville Blvd, Ste N3.047 Midland, TX 79706	Leasehold Interest	2	2/2024 - Mailed initial well proposal 2/20/2024 - Email correspondence regarding ownership 6/13/2024 - Magnum Hunter emailed their support of our development plans if we revised our spacing unit which we did in our 6/20/2024 well proposal 6/20/2024 - Mailed revised well proposal to reflect amended spacing unit 8/9/2024 - Email correspondence regarding surface location 10/16/2024 - Magnum Hunter inquired about ownership and development timing and Flat Creek responded
Apollo Minerals, LLC	1001 NW 63rd St., Ste. 100 Oklahoma City, OK 73116	Leasehold Interest	3	11/17/2023 - Apollo notified Flat Creek that it acquired this interest from prior owner 1/2024 - Multiple emails requiring the potential to acquire Apollo's interest (did not end up acquiring) 2/2024 - Mailed initial well proposal 2/29/2024 - Responded to Apollo's development question via email 6/20/2024 - Mailed revised well proposal to reflect amended spacing unit 7/12/2024 - Apollo elected to participate pursuant to Flat Creek's well proposal

Tab 4

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

AMENDED APPLICATIONS OF FLAT CREEK RESOURCES, LLC FOR COMPULSORY POOLING, EDDY COUNTY, NEW MEXICO Case Nos. 24746 - 24749

AFFIRMATION OF GEOLOGIST THOMAS M. ANDERSON

I, Thomas M. Anderson, make the following self-affirmed statement:

1. I am over the age of 18, and have the capacity to execute this affirmation, which is based on my personal knowledge.

2. I am employed as the geologist for Flat Creek Resources, LLC ("Flat Creek" or "Applicant"), and I am familiar with the subject applications and the lands involved.

3. This affirmation is submitted in connection with the filing by Flat Creek of the above-referenced compulsory pooling applications pursuant to 19.15.4.12.A(1) NMAC.

4. I have previously testified before the New Mexico Oil Conservation Division as an expert witness in petroleum land matters. My credentials as a petroleum geologist have been accepted by the Division and made a matter of record. My education and work experience are as follows: I have a bachelor's degree in geology from the University of South Florida and a master's degree in geology from Florida State University. I have been working continuously as a professional geologist since 1981. I worked at Exxon/ExxonMobil/XTO Energy for 37 years and have been at Flat Creek Resources, LLC for 6 years. Since 2011 I have worked fulltime in the Permian Basin, including the northern portion of the Delaware and the NW Shelf in New Mexico.

5. **Exhibit B-1** is a location map of the Delaware Basin highlighting the position of the project area.

Released to Imaging: 10/24/2024 4:38:21 PM

- 6. **Exhibit B-2** is a TVDSS structure map at the base of the Second Bone Spring Sand. Contour interval is 50'. The target interval is the "B" sand immediately overlaying the base. The proposed spacing unit is outlined by the black rectangle and the proposed horizontal wells are shown in blue. There is no evidence of faults, pinch-outs or other significant impediments to the horizontal development in either of the objectives. The line of the cross-section (exhibit B-3) is indicated on the map.
- 7. **Exhibit B-3** is a stratigraphic cross-section for the top of the Third Bone Spring. Log curves for each well on the section consist of a gamma ray/caliper, deep resistivity, and/or neutron/density porosity. The targeted interval for the proposed wells is shaded yellow.
  - 8. **Exhibit B-4** is a Gun Barrel Diagram.
- 9. **Exhibit B-5** is a gross interval Isochore for the Second Bone Spring Sand. The gross interval thickness is variable across the unit, ranging from 250-375'.
- 10. The measured depths and true vertical depths for each well are approximately as follows:

Case No.:		MD	TVD
24746	Bombsite BS Fed Com #1H	15,779'	7,023
24747	Bombsite BS Fed Com #2H	15,337'	6,988'
24748	Bombsite BS Fed Com #3H	15,304'	6,948'
24749	Bombsite BS Fed Com #4H	15,719'	6,913'

- 11. Based on my geologic study of the area, I conclude the following:
  - a. The horizontal spacing and proration units ("HSU") are justified from a geologic standpoint.

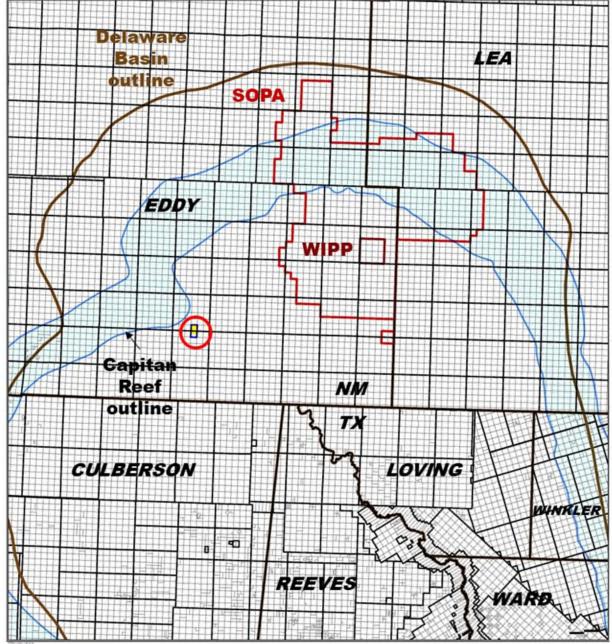
- b. There are no structural impediments or faults that will interfere with horizontal development.
- Each quarter-quarter section in the HSUs will contribute more or less equally to production.
- 12. The planned well orientation in this area is south-north to fit with most existing development in the immediate area.
- 13. The subject acreage represents a sizeable percentage of Flat Creek's total acreage and will have the complete attention of the company with the goal of optimizing and accelerating operations.
  - 14. The exhibits attached hereto were prepared by me.
- 15. The granting of the Applications is in the interests of conservation, the prevention of waste, and the protection of correlative rights.

I affirm under penalty of perjury under the laws of the State of New Mexico that this statement is true and correct.

Thomas M. Anderson

10/22/2024 Date

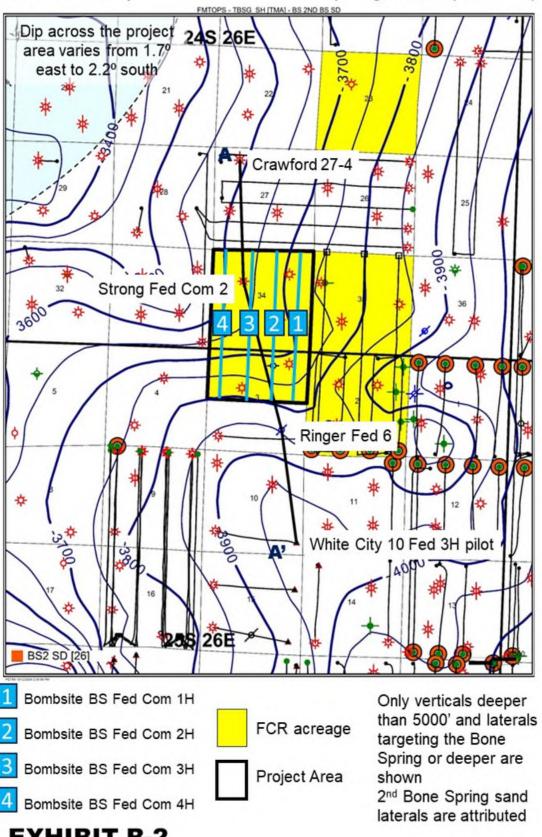
## General Location Map



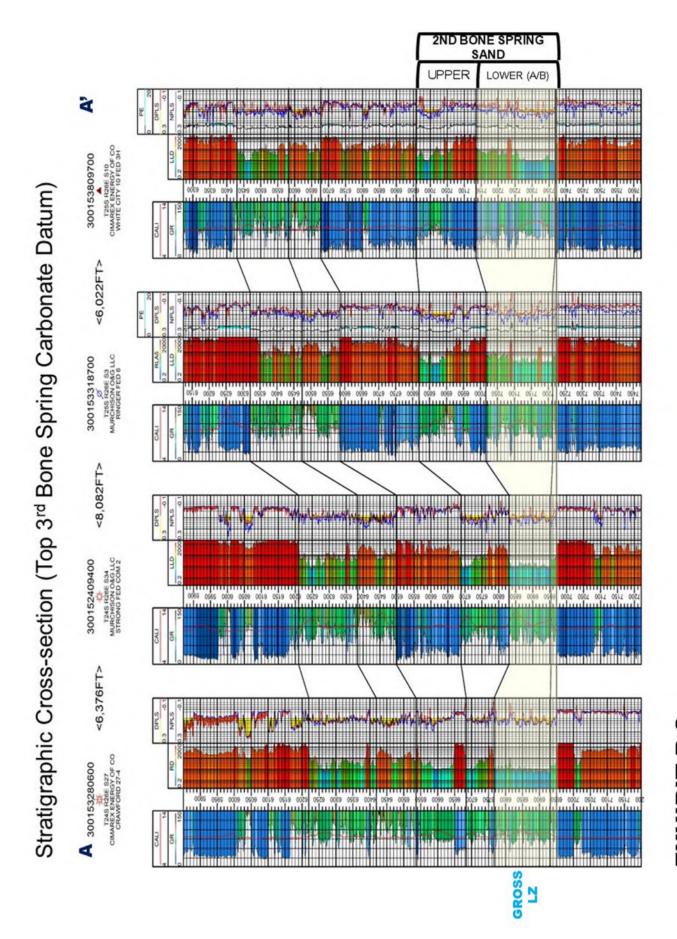
 Location of the Bombsite project is shown inside the red circle just to the east of the Capitan Reef in Eddy County

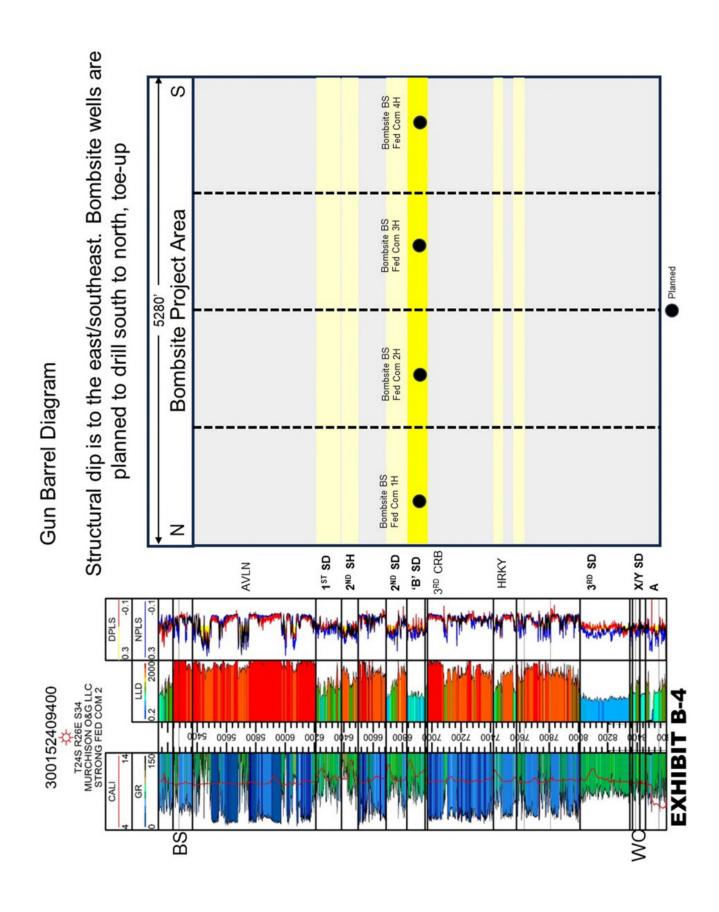
## **EXHIBIT B-1**

## Structure Map – Base 2<sup>nd</sup> Bone Spring Sand (TVDSS)

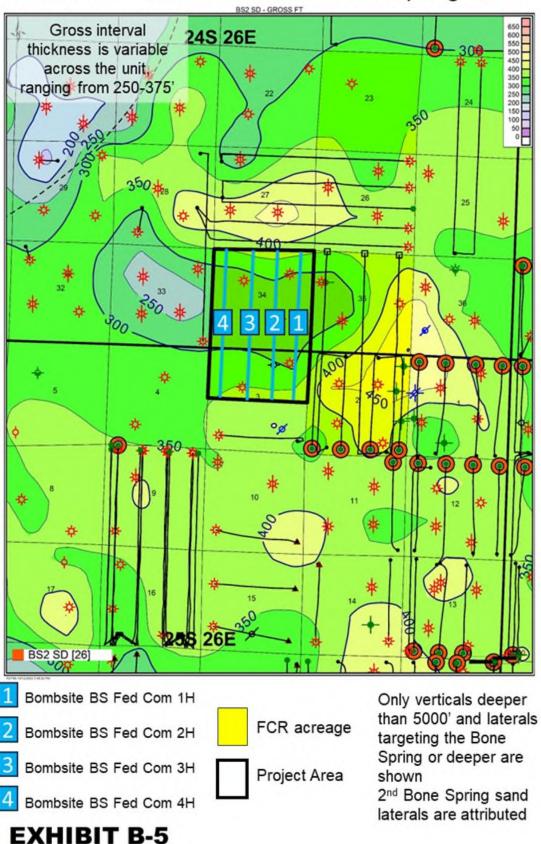


**EXHIBIT B-2** 





## Gross interval Isochore - 2nd Bone Spring Sand



## Tab 5

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

AMENDED APPLICATIONS OF FLAT CREEK RESOURCES, LLC FOR COMPULSORY POOLING EDDY COUNTY, NEW MEXICO Case No

Case No. 24746 - 24749

**AFFIRMATION OF NOTICE** 

I, Sharon T. Shaheen, attorney for FLAT CREEK RESOURCES, LLC ("Flat Creek"), the

Applicant in the above-captioned matters, state the following:

I caused notice of the applications to be sent by certified mail through the United States

Postal Service on October 11, 2024, to all interest owners sought to be pooled in these proceedings.

A sample notice letter to all interested parties is attached hereto as Exhibit C-1. A chart showing

the results of certified mailing of the notice letters to all interested parties is attached as Exhibits

C-2 and C-3. Notice was also directed to all interested parties by publication in the Carlsbad

Current Argus on October 17, 2024, as shown in the Affidavit of Publication attached hereto as

Exhibit C-4. The attached exhibits demonstrate to my satisfaction that all owners sought to be

pooled were properly served.

Flat Creek has conducted a good faith, diligent effort to find the names and correct

addresses for the interest owners entitled to receive notice of the Applications filed herein.

I affirm under penalty of perjury under the laws of the State of New Mexico that this

statement is true and correct.

/s/ Sharon T. Shaheen

SHARON T. SHAHEEN

October 24, 2024

Date

**EXHIBIT C** 

ı

Released to Imaging: 10/24/2024 4:38:21 PM



Sharon T. Shaheen Direct Dial: 505-986-2678 sshaheen@spencerfane.com

#### October 11, 2024

Via U.S. Certified Mail, Return Receipt Requested

#### TO: ALL INTEREST OWNERS ON ATTACHED LIST

**Re:** Case No. 24746 – Amended Application of Flat Creek Resources, LLC for Compulsory Pooling, Eddy County, New Mexico – Bombsite Fed Com BS #1H

Case No. 24747 – Amended Application of Flat Creek Resources, LLC for Compulsory Pooling, Eddy County, New Mexico – Bombsite Fed Com BS #2H

Case No. 24748 – Amended Application of Flat Creek Resources, LLC for Compulsory Pooling, Eddy County, New Mexico – Bombsite Fed Com BS #3H

Case No. 24749 – Amended Application of Flat Creek Resources, LLC for Compulsory Pooling, Eddy County, New Mexico – Bombsite Fed Com BS #4H

#### Dear Interest Owner:

This will advise that pursuant to NMSA 1978, § 70-2-17, Flat Creek Resources, LLC ("Flat Creek") has filed an application with the New Mexico Oil Conservation Division seeking compulsory pooling in Eddy County, New Mexico. You are receiving this notice because you may have an interest in one or more of these wells.

**Case No. 24746: Amended Application of Flat Creek Resources, LLC for Compulsory Pooling, Eddy County, New Mexico.** Applicant in the above-styled cause seeks an order from the Division pooling all uncommitted mineral interests in the Bone Spring formation (Cottonwood Draw; Bone Spring (O) [97494]) down to 8,062' (being 300' above the top of the Wolfcamp Formation, or 8,362') in a standard 240-acre, more or less, horizontal spacing and proration unit ("HSU"), comprised of the E/2 NE/4 of Section 3, Township 25 South, Range 26 East and the E/2 E/2 of Section 34, Township 24 South, Range 26 East, in Eddy County, New Mexico. Applicant proposes to drill the following 1.5-mile well in the HSU: **Bombsite Fed Com BS #1H** well, to be horizontally drilled from a surface hole location approximately 1,885' FSL and 2,526' FEL of Section 3, T25S-R26E to a bottom hole location approximately 100' FNL and 755' FEL of Section 34, T24S-R26E. The completed intervals and first and last take points will meet statewide setback requirements for horizontal oil wells. Also to be considered will be the cost of drilling and completing the well and the allocation of the costs, the designation of Applicant as Operator of the well,

All Uncommitted Interest Owners October 11, 2024 Page 2



and a 200% charge for the risk involved in drilling and completing the well. The well and lands are approximately 6 miles Southeast of Whites City, New Mexico.

Case No. 24747: Amended Application of Flat Creek Resources, LLC for Compulsory Pooling, Eddy County, New Mexico. Applicant in the above-styled cause seeks an order from the Division pooling all uncommitted mineral interests in the Bone Spring formation (Cottonwood Draw; Bone Spring (O) [97494]) down to 8,062' (being 300' above the top of the Wolfcamp Formation, or 8,362') in a standard 240-acre, more or less, horizontal spacing and proration unit ("HSU"), comprised of the W/2 NE/4 of Section 3, Township 25 South, Range 26 East and the W/2 E/2 of Section 34, Township 24 South, Range 26 East, in Eddy County, New Mexico. Applicant proposes to drill the following 1.5-mile well in the HSU: Bombsite Fed Com BS #2H well, to be horizontally drilled from a surface hole location approximately 2,110' FSL and 2,556' FEL of Section 3, T25S-R26E to a bottom hole location approximately 100' FNL and 1,990' FEL of Section 34, T24S-R26E. The completed intervals and first and last take points will meet statewide setback requirements for horizontal oil wells. Also to be considered will be the cost of drilling and completing the well and the allocation of the costs, the designation of Applicant as Operator of the well, and a 200% charge for the risk involved in drilling and completing the well. The well and land are approximately 6 miles Southeast of Whites City, New Mexico.

Case No. 24748: Amended Application of Flat Creek Resources, LLC for Compulsory Pooling, Eddy County, New Mexico. Applicant in the above-styled cause seeks an order from the Division pooling all uncommitted mineral interests in the Bone Spring formation down to 8,062' (being 300' above the top of the Wolfcamp Formation, or 8,362') (Cottonwood Draw; Bone Spring (O) [97494]) in a standard 320-acre, more or less, horizontal spacing and proration unit ("HSU"), comprised of the E/2 NW/4 of Section 3, Township 25 South, Range 26 East and the E/2 W/2 of Section 34, Township 24 South, Range 26 East, in Eddy County, New Mexico. Applicant proposes to drill the following 1.5-mile well in the HSU: Bombsite Fed Com BS #3H well, to be horizontally drilled from a surface hole location approximately 2,075' FSL and 2,586' FEL of Section 3, T25S-R26E to a bottom hole location approximately 100' FNL and 2,044' FWL of Section 34, T24S-R26E. The completed intervals and first and last take points will meet statewide setback requirements for horizontal oil wells. Also to be considered will be the cost of drilling and completing the well and the allocation of the costs, the designation of Applicant as Operator of the well, and a 200% charge for the risk involved in drilling and completing the well. The well and land are approximately 6 miles Southeast of Whites City, New Mexico.

Case No. 24749: Amended Application of Flat Creek Resources, LLC for Compulsory Pooling, Eddy County, New Mexico. Applicant in the above-styled cause seeks an order from the Division pooling all uncommitted mineral interests in the Bone Spring formation down to 8,062' (being 300' above the top of the Wolfcamp Formation, or 8,362') (Cottonwood Draw; Bone Spring (O) [97494]) in a standard 320-acre, more or less, horizontal spacing and proration unit ("HSU"), comprised of the W/2 NW/4 of Section 3, Township 25 South, Range 26 East and the W/2 W/2 of Section 34, Township 24 South, Range 26 East, in Eddy County, New Mexico. Applicant proposes to drill the following 2-mile well in the HSU: Bombsite Fed Com BS #4H well, to be horizontally drilled from a surface hole location approximately 2,075' FSL and 2,616' FEL of Section 3, T25S-R26E to a bottom hole location approximately 100' FNL and 590' FWL

All Uncommitted Interest Owners October 11, 2024 Page 3



of Section 34, T24S-R26E. The completed intervals and first and last take points will meet statewide setback requirements for horizontal oil wells. Also to be considered will be the cost of drilling and completing the well and the allocation of the costs, the designation of Applicant as Operator of the well, and a 200% charge for the risk involved in drilling and completing the well. The well and land are approximately 6 miles Southeast of Whites City, New Mexico.

The attached applications are set for hearing before a Division Examiner at the New Mexico Oil Conservation Division on **October 31, 2024**. Hearings are currently conducted in a hybrid fashion, both in-person at the Energy, Minerals, Natural Resources Department, Wendell Chino Building, Pecos Hall, 1220 South St. Francis Drive, 1st Floor, Santa Fe, NM 87505 and via the WebEx virtual meeting platform. To participate in the electronic hearing, see the instructions posted on the docket for the hearing date: <a href="https://www.emnrd.nm.gov/ocd/hearing-info/">https://www.emnrd.nm.gov/ocd/hearing-info/</a>. You are not required to attend this hearing, but as an owner of an interest that may be affected, you may appear and present testimony.

Failure to appear at that time and become a party of record will preclude you from challenging these applications at a later time. If you intend to present testimony or evidence at the hearing, you must enter your appearance **eight days prior to the hearing**, no later than October 23, 2024 and serve the Division, counsel for the Applicant, and other parties with a pre-hearing statement **seven days prior to the hearing**, no later than October 24, 2024, in accordance with Division Rule 19.15.4.13 NMAC.

You may review filings and confirm the date of the hearing by accessing case documents at <a href="https://ocdimage.emnrd.nm.gov/imaging/CaseFileCriteria.aspx">https://ocdimage.emnrd.nm.gov/imaging/CaseFileCriteria.aspx</a>.

Please feel free to contact me if you have any questions about these applications.

Very truly yours,

/s/ Sharon T. Shaheen
Sharon T. Shaheen

STS/dort

Enclosure(s)

cc: Flat Creek Resources, LLC, via email

## **WI OWNERS**

WPX Energy Permian, LLC 333 West Sheridan Avenue Oklahoma City, OK 73102-5015

Civitas Resources, Inc. 555 17th Street, Suite 3700 Denver, CO 80202

Apollo Minerals, LLC 1001 NW 63rd Street, Suite 100 Oklahoma City, OK 73116

James Thomas Moore Child's Trust 1401 Ventura Avenue Midland, TX 79705

Marilyn Moore Jackson Child's Trust 5909 Doone Valley Court Austin, TX 78731 Chevron U.S.A., Inc. 1400 Smith Street, Room 45137 Houston, TX 77002

Magnum Hunter Production, Inc. 6001 Deauville Boulevard, Ste N3.047 Midland, TX 79706

Northern Oil and Gas, Inc. 4350 Baker Road, Suite 400 Minnetonka, MN 55343

Anne Moore Jensen Child's Trust 13721 Lindale Lane Santa Ana, CA 92705

## **OVERRIDING INTEREST OWNERS:**

Murchison Oil & Gas, LLC 7250 Dallas Parkway, Suite 1400 Plano, Texas 75024

Beverly H. Strong 709 Ocean Shore Boulevard Ormond Beach, FL 32176-4703

Post Oak Mavros II, L.L.C 34 South Wynden Drive, Suite 210 Houston, Texas 77056

Oak Valley Mineral and Land, L.P. P.O. Box 50820 Midland, TX 79710

AmeriPermian Holdings, LLC 1733 Woodstead Court, Suite 206 The Woodlands, TX 77380 Hatch Royalty, LLC 600 West 5th Street, Suite 1250 Austin, TX 78701

Sitio Permian, LP 1401 Lawrence Street, Suite 1750 Denver, Colorado 80202

Sortida Resources, L.L.C. P.O. Box 50820 Midland, TX 79710

CXA Oil & Gas Holdings, L.P. 1302 West Avenue Austin, TX 78701

Morris W. Newman 147 Carondelet New Orleans, LA 70130

## **ADDITIONAL PARTY(IES):**

Bureau of Land Management 620 East Greene Street Carlsbad, NM 88220 Received by OCD: 10/24/2024 4:35:26 PM

## Flat Creek Resources, LLC

## Amended Application / Bombsite Fed Com BS#1H – Bombsite Fed Com BS#4H (NMOCD Case Nos. 24746 – 24749) October 31, 2024 Hearing

Entity	Date Notice Letter Mailed	Certified Mail Number	Status of Delivery	Date Received / Misc. Information
	W	ORKING INTERESTS	·	
WPX Energy Permian, LLC 333 West Sheridan Avenue Oklahoma City, OK 73102-5015	October 11, 2024	9314 7699 0430 0127 2689 60	Delivered	October 16, 2024
Chevron U.S.A., Inc. 1400 Smith Street, Room 45137 Houston, TX 77002	October 11, 2024	9314 7699 0430 0127 2689 77	Delivered	October 18, 2024
Civitas Resources, Inc. 555 17th Street, Suite 3700 Denver, CO 80202	October 11, 2024	9314 7699 0430 0127 2689 84	Delivered	October 15, 2024
Magnum Hunter Production, Inc. 6001 Deauville Boulevard, Ste N3.047 Midland, TX 79706	October 11, 2024	9314 7699 0430 0127 2689 91	Delivered	October 15, 2024
Apollo Minerals, LLC 1001 NW 63rd Street, Suite 100 Oklahoma City, OK 73116	October 11, 2024	9314 7699 0430 0127 2690 04	Delivered	October 15, 2024
Northern Oil and Gas, Inc. 4350 Baker Road, Suite 400 Minnetonka, MN 55343	October 11, 2024	9314 7699 0430 0127 2690 11	Delivered	October 15, 2024

EXHIBIT C-2

Flat Creek Resources, LLC

## Amended Application / Bombsite Fed Com BS#1H – Bombsite Fed Com BS#4H (NMOCD Case Nos. 24746 – 24749) October 31, 2024 Hearing

Entity	Date Notice Letter Mailed	Certified Mail Number	Status of Delivery	Date Received / Misc. Information
James Thomas Moore Child's Trust 1401 Ventura Avenue Midland, TX 79705	October 11, 2024	9314 7699 0430 0127 2690 28	Delivered	October 15, 2024
Anne Moore Jensen Child's Trust 13721 Lindale Lane Santa Ana, CA 92705	October 11, 2024	9314 7699 0430 0127 2690 35	Delivered	October 15, 2024
Marilyn Moore Jackson Child's Trust 5909 Doone Valley Court Austin, TX 78731	October 11, 2024	9314 7699 0430 0127 2690 42	Delivered	October 15, 2024
	OVERRII	DING ROYALTY INTERESTS	·	
Murchison Oil & Gas, LLC 7250 Dallas Parkway, Suite 1400 Plano, Texas 75024	October 11, 2024	9314 7699 0430 0127 2690 66	In Transit	October 23, 2024
Hatch Royalty, LLC 600 West 5th Street, Suite 1250 Austin, TX 78701	October 11, 2024	9314 7699 0430 0127 2690 73	In Transit	October 15, 2024
Beverly H. Strong 709 Ocean Shore Boulevard Ormond Beach, FL 32176-4703	October 11, 2024	9314 7699 0430 0127 2690 80	Return to Sender / Moved Left No Address	October 21, 2024

2 EXHIBIT C-2 Updated: October 23, 2024

STF 2787163.1

Received by OCD: 10/24/2024 4:35:26 PM

Flat Creek Resources, LLC

## Amended Application / Bombsite Fed Com BS#1H – Bombsite Fed Com BS#4H (NMOCD Case Nos. 24746 – 24749) October 31, 2024 Hearing

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Sitio Permian, LP 1401 Lawrence Street, Suite 1750 Denver, Colorado 80202	October 11, 2024	9314 7699 0430 0127 2690 97	Delivered	October 15, 2024
Post Oak Mavros II, L.L.C 34 South Wynden Drive, Suite 210 Houston, Texas 77056	October 11, 2024	9314 7699 0430 0127 2691 03	In Transit	October 20, 2024
Sortida Resources, L.L.C. P.O. Box 50820 Midland, TX 79710	October 11, 2024	9314 7699 0430 0127 2691 27	Delivered	October 15, 2024
Oak Valley Mineral and Land, L.P. P.O. Box 50820 Midland, TX 79710	October 11, 2024	9314 7699 0430 0127 2691 34	Delivered	October 15, 2024
CXA Oil & Gas Holdings, L.P. 1302 West Avenue Austin, TX 78701	October 11, 2024	9314 7699 0430 0127 2691 41	Delivered	October 16, 2024
AmeriPermian Holdings, LLC 1733 Woodstead Court, Suite 206 The Woodlands, TX 77380	October 11, 2024	9314 7699 0430 0127 2691 58	Delivered	October 15, 2024
Morris W. Newman 147 Carondelet New Orleans, LA 70130	October 11, 2024	9314 7699 0430 0127 2691 65	Return to Sender / Addressee Unknown	October 15, 2024

3 EXHIBIT C-2 Updated: October 23, 2024

STF 2787163.1

Received by OCD: 10/24/2024 4:35:26 PM

## Flat Creek Resources, LLC

## Amended Application / Bombsite Fed Com BS#1H – Bombsite Fed Com BS#4H (NMOCD Case Nos. 24746 – 24749) October 31, 2024 Hearing

Entity	Date Notice Letter Mailed	Certified Mail Number	Status of Delivery	Date Received / Misc. Information	
OTHER INTERESTED PARTIES					
Bureau of Land Management 620 East Greene Street Carlsbad, NM 88220	October 11, 2024	9314 7699 0430 0127 2691 72	Delivered	October 16, 2024	

4

# DELIVERED

**EXHIBIT C-3** 

### Transaction Details

#### Recipient:

WPX Energy Permina, LLC 333 West Sheridan Avenue Oklahoma City, OK 73102-5015

#### Sender:

Sharon T. Shaheen

Flat Creek (9015326,2402) Bombsite, #1H-4H

Spencer Fane, LLP 325 Paseo de Peralta Santa Fe, NM 87501-1860

Transaction created by: Dortiz

User ID:

Firm Mailing Book ID:

Batch ID:

32565

None

295022

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Certified Mail Mail Service: Certified Reference #: 003

Postage: \$2.31 Certified Mail Fees: \$8.95 Status: Delivered Sender: S. Shaheen

Contents: Notice Letter Custom Field 1: Flat Creek Custom Field 2:

Amended Bombsite Custom Field 3: Wells #1H-#4H

## **Transaction History**

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USPS® Certified Mail

USPS® Certified Mail

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**Event Date** 

10-16-2024 07:27 AM 10-16-2024 09:18 AM

#### Details

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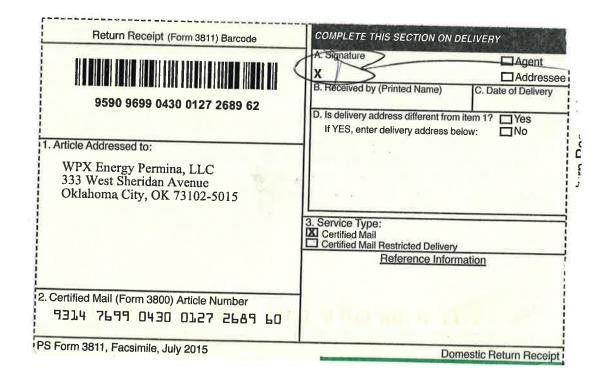
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[USPS] - PROCESSED THROUGH USPS FACILITY at OKLAHOMA CITY OK DISTRIBUTION C [USPS] - DEPARTED USPS REGIONAL FACILITY at OKLAHOMA CITY OK DISTRIBUTION C

[USPS] - ARRIVAL AT UNIT at OKLAHOMA CITY, OK

[USPS] - OUT FOR DELIVERY at OKLAHOMA CITY, OK

[USPS] - CERTIFIED MAIL DELIVERED INDIVIDUAL PICKED UP AT USPS at OKLAHOMA CITY, OK



Recipient:

Chevron U.S.A, Inc. 1400 Smith Street Room 45137 Houston, TX 77002

Sender:

Sharon T. Shaheen

Flat Creek (9015326.2402) Bombsite, #1H-4H

Spencer Fane, LLP 325 Paseo de Peralta Santa Fe, NM 87501-1860

Transaction created by: Dortiz User ID: 32565

Firm Mailing Book ID:

None Batch ID: 295022 Date Created:

USPS Article Number:

Return Receipt Article Number:

10/11/2024 10:26 AM

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Service Options:

Return Receipt Certified Mail

Certified

Mail Service: Reference #: Postage: Certified Mail Fees:

Status:

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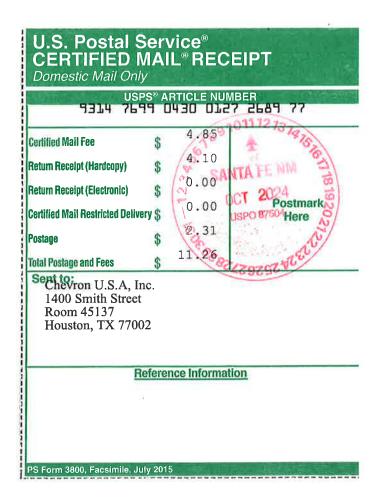
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Notice Letter Flat Creek

Amended Bombsite Custom Field 3: Wells #1H-#4H

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### **Transaction Details**

Recipient:

Civitas Resources, Inc. 555 17th Street Suite 3700 Denver, CO 80202

Sender:

Sharon T. Shaheen

Flat Creek (9015326.2402) Bombsite, #1H-4H

Spencer Fane, LLP 325 Paseo de Peralta Santa Fe, NM 87501-1860

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 10/11/2024 10:26 AM

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 10/15/2024 2:40 PM

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Service Options: Return Receipt

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 Certified Mail

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 Certified Mail Fees:
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 Status:
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 Sender:
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Custom Field 2: Amended Bombsite
Custom Field 3: Wells #1H-#4H

## **Transaction History**

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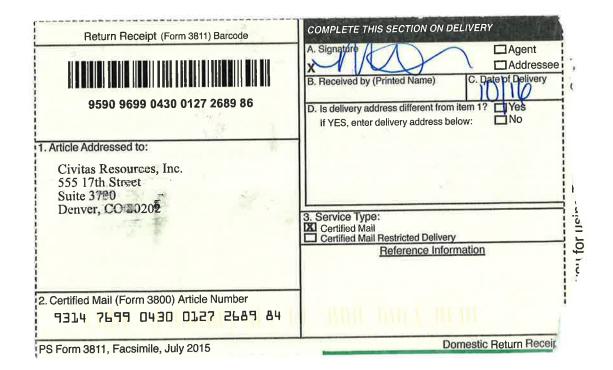
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[USPS] - PRESHIPMENT INFO SENT USPS AWAITS ITEM at SANTA FE,NM

[USPS] - ORIGIN ACCEPTANCE at SANTA FE,NM

[USPS] - PROCESSED THROUGH USPS FACILITY at DENVER CO DISTRIBUTION CENTER [USPS] - PROCESSED THROUGH USPS FACILITY at DENVER CO DISTRIBUTION CENTER

[USPS] - CERTIFIED MAIL DELIVERED FRONT DESKRECEPTIONMAIL ROOM at DENVER,CO



#### Recipient:

Magnum Hunter Production, Inc. 6001 Deauville Boulevard Suite N3.047

Sender:

Sharon T. Shaheen

Midland, TX 79706

Flat Creek (9015326 2402) Bombsite, #1H-4H

Spencer Fane, LLP 325 Paseo de Peralta Santa Fe, NM 87501-1860

Transaction created by: Dortiz

Firm Mailing Book ID:

Batch ID:

32565

None 295022

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Service Options:

Return Receipt

Certified Mail Mail Service: Certified

Reference #: 006 Postage: \$2.31 Certified Mail Fees: \$8.95 Status: Delivered

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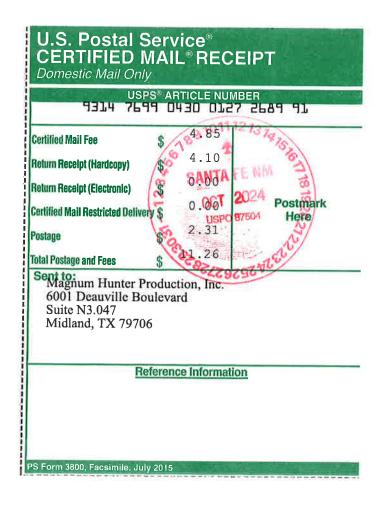
S. Shaheen Notice Letter Flat Creek

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Custom Field 3: Wells #1H-#4H

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USPS® Certified Mail	10-13-2024 09:22 PM	[USPS] - PROCESSED THROUGH USPS FACILITY at MIDLAND TX DISTRIBUTION CENTER
USPS® Certified Mail	10-14-2024 02:54 AM	[USPS] - PROCESSED THROUGH USPS FACILITY at MIDLAND TX DISTRIBUTION CENTER
USPS® Certified Mail	10-15-2024 01:06 PM	[USPS] - CERTIFIED MAIL DELIVERED LEFT WITH INDIVIDUAL at MIDLAND, TX



Recipient:

Apollo Minerals, LLC 1001 NW 63rd Street

Suite 100

Oklahoma City, OK 73116

Sender:

Sharon T. Shaheen

Flat Creek (9015326.2402) Bombsite, #1H-4H

Spencer Fane, LLP 325 Paseo de Peralta Santa Fe, NM 87501-1860

Transaction created by: Dortiz User ID: 32565 Firm Mailing Book ID: None

Firm Mailing Book II
Batch ID:

295022

 Date Created:
 10/11/2024 10:26 AM

 Date Mail Delivered:
 10/15/2024 4:40 PM

 USPS Article Number:
 9314769904300127269004

 Return Receipt Article Number:
 9590969904300127269006

Service Options: Return Receipt

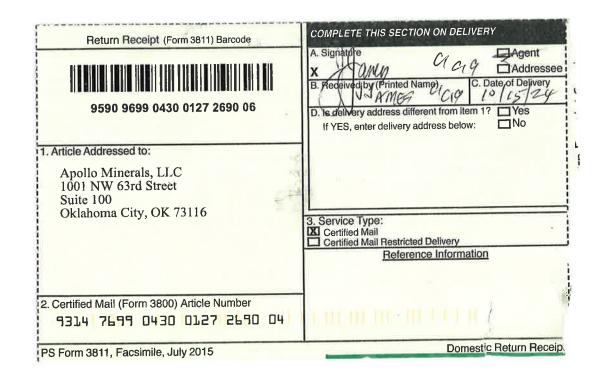
Mail Service: Certified Mail
Reference #: 007
Postage: \$2,31

Certified Mail Fees: \$8.95
Status: Delivered
Sender: S. Shaheen
Contents: Notice Letter
Custom Field 1: Flat Creek

Custom Field 2: Amended Bombsite
Custom Field 3: Wells #1H-#4H

## **Transaction History**

**Event Description Event Date** Details USPS® Return Receipt 10-11-2024 11:13 AM [USPS] - RETURN RECEIPT ASSOCIATED at SANTA FE, NM USPS® Certified Mail 10-11-2024 01:41 PM [USPS] - PRESHIPMENT INFO SENT USPS AWAITS ITEM at SANTA FE,NM [USPS] - ORIGIN ACCEPTANCE at SANTA FE,NM USPS® Certified Mail 10-11-2024 10:57 PM USPS® Certified Mail 10-12-2024 12:12 AM [USPS] - PROCESSED THROUGH USPS FACILITY at ALBUQUERQUE,NM USPS® Certified Mail 10-12-2024 10:22 AM [USPS] - DEPARTED USPS REGIONAL FACILITY at ALBUQUERQUE,NM [USPS] - PROCESSED THROUGH USPS FACILITY at OKLAHOMA CITY OK DISTRIBUTION C USPS® Certified Mail 10-13-2024 04:52 PM [USPS] - PROCESSED THROUGH USPS FACILITY at OKLAHOMA CITY OK DISTRIBUTION C USPS® Certified Mail 10-14-2024 06:58 PM [USPS] - DEPARTED USPS REGIONAL FACILITY at OKLAHOMA CITY OK DISTRIBUTION C USPS® Certified Mail 10-15-2024 08:29 AM [USPS] - CERTIFIED MAIL DELIVERED FRONT DESKRECEPTIONMAIL ROOM at OKLAHOMA USPS® Certified Mail 10-15-2024 04:40 PM CITY,OK



Recipient:

Northern Oil and Gas, Inc. 4350 Baker Road

Suite 400

Minnetonka, MN 55343

Sender:

Sharon T. Shaheen

Flat Creek (9015326.2402) Bombsite, #1H-4H

Spencer Fane, LLP 325 Paseo de Peralta Santa Fe, NM 87501-1860

Transaction created by: Dortiz User ID: 32565
Firm Mailing Book ID: None

Batch ID:

295022

 Date Created:
 10/11/2024 10:26 AM

 USPS Article Number:
 9314769904300127269011

 Return Receipt Article Number:
 9590969904300127269013

Service Options:

Return Receipt Certified Mail

 Mail Service:
 Certified

 Reference #:
 008

 Postage:
 \$2.31

 Certified Mail Fees:
 \$8.95

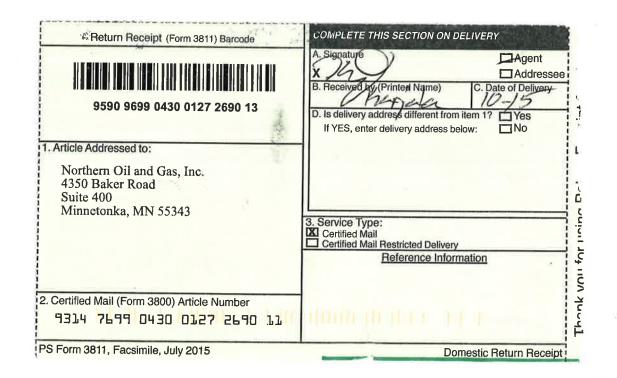
 Status:
 Delivered

Sender: Contents: Custom Field 1: S. Shaheen Notice Letter Flat Creek

Custom Field 2: Amended Bombsite Custom Field 3: Wells #1H-#4H

## **Transaction History**

Event Date	Details
10-11-2024 11:13 AM	[USPS] - RETURN RECEIPT ASSOCIATED at SANTA FE,NM
10-11-2024 01:41 PM	[USPS] - PRESHIPMENT INFO SENT USPS AWAITS ITEM at SANTA FE,NM
10-11-2024 10:51 PM	[USPS] - ORIGIN ACCEPTANCE at SANTA FE,NM
10-12-2024 12:06 AM	[USPS] - PROCESSED THROUGH USPS FACILITY at ALBUQUERQUE,NM
10-12-2024 10:22 AM	[USPS] - DEPARTED USPS REGIONAL FACILITY at ALBUQUERQUE,NM
10-14-2024 01:52 PM	[USPS] - PROCESSED THROUGH USPS FACILITY at MINNEAPOLIS MN DISTRIBUTION CEN
10-15-2024 01:03 AM	[USPS] - PROCESSED THROUGH USPS FACILITY at MINNEAPOLIS MN DISTRIBUTION CEN
10-15-2024 12:23 PM	[USPS] - PICKED UP at HOPKINS,MN
10-15-2024 12:27 PM	[USPS] - DELIVERED TO AGENT FRONT DESKMAIL ROOM at HOPKINS,MN
10-15-2024 06:05 PM	[USPS] - DEPART POST OFFICE at HOPKINS,MN
10-16-2024 05:22 AM	[USPS] - PROCESSED THROUGH USPS FACILITY at SAINT PAUL MN DISTRIBUTION CENT
	10-11-2024 11:13 AM 10-11-2024 01:41 PM 10-11-2024 10:51 PM 10-12-2024 12:06 AM 10-12-2024 10:22 AM 10-14-2024 01:52 PM 10-15-2024 01:03 AM 10-15-2024 12:23 PM 10-15-2024 12:27 PM 10-15-2024 06:05 PM



#### Recipient:

Marilyn Moore Jackson Child's Trust 5909 Doone Valley Court Austin, TX 78731

Sender:

Sharon T. Shaheen

Flat Creek (9015326.2402) Bombsite, #1H-4H

32565

Spencer Fane, LLP 325 Paseo de Peralta Santa Fe, NM 87501-1860

Transaction created by: Dortiz User ID:

Firm Mailing Book ID:

None Batch ID: 295022

Date Created: 10/11/2024 10:26 AM Date Mail Delivered: 10/15/2024 12:14 PM 9314769904300127269042 **USPS Article Number:** Return Receipt Article Number: 9590969904300127269044

Service Options:

Return Receipt Certified Mail

Notice Letter

Mail Service: Certified Reference #: 011 Postage: \$2.31 Certified Mail Fees: \$8.95 Status: Delivered Sender: S. Shaheen

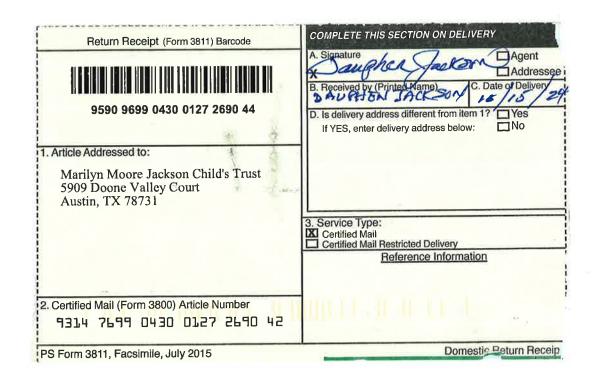
Contents: Custom Field 1:

Flat Creek Amended Bombsite Wells #1H-#4H

Custom Field 2: Custom Field 3:

## **Transaction History**

**Event Date Event Description Details** USPS® Return Receipt 10-11-2024 11:13 AM [USPS] - RETURN RECEIPT ASSOCIATED at SANTA FE, NM USPS® Certified Mail 10-11-2024 01:41 PM [USPS] - PRESHIPMENT INFO SENT USPS AWAITS ITEM at SANTA FE,NM USPS® Certified Mail 10-11-2024 10:51 PM [USPS] - ORIGIN ACCEPTANCE at SANTA FE,NM USPS® Certified Mail 10-12-2024 12:06 AM [USPS] - PROCESSED THROUGH USPS FACILITY at ALBUQUERQUE,NM USPS® Certified Mail 10-12-2024 10:22 AM [USPS] - DEPARTED USPS REGIONAL FACILITY at ALBUQUERQUE,NM USPS® Certified Mail 10-13-2024 12:02 PM [USPS] - PROCESSED THROUGH USPS FACILITY at AUSTIN TX DISTRIBUTION CENTER USPS® Certified Mail 10-13-2024 06:31 PM [USPS] - PROCESSED THROUGH USPS FACILITY at AUSTIN TX DISTRIBUTION CENTER USPS® Certified Mail 10-15-2024 12:14 PM [USPS] - CERTIFIED MAIL DELIVERED LEFT WITH INDIVIDUAL at AUSTIN, TX



Recipient:

James Thomas Moore Child's Trust

1401 Ventura Avenue Midland, TX 79705

Sender:

Sharon T. Shaheen

Flat Creek (9015326 2402) Bombsite, #1H-4H

Spencer Fane, LLP 325 Paseo de Peralta Santa Fe, NM 87501-1860

Transaction created by: Dortiz User ID: 32565 Firm Mailing Book ID: None

Batch ID: 295022 Date Created: 10/11/2024 10:26 AM Date Mail Delivered: 10/15/2024 11:45 AM **USPS Article Number:** 9314769904300127269028 Return Receipt Article Number: 9590969904300127269020

Service Options: Return Receipt

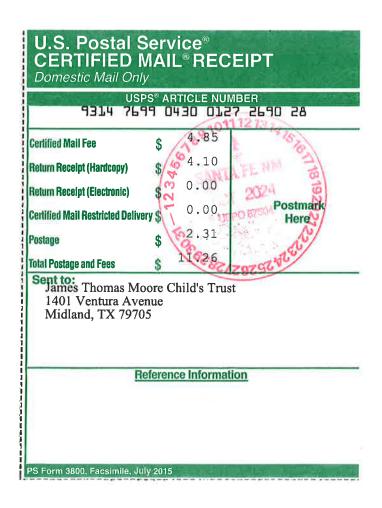
Certified Mail

Mail Service: Certified Reference #: 009 Postage: \$2.31 Certified Mail Fees: \$8.95 Status: Delivered Sender: S. Shaheen Contents: Notice Letter Custom Field 1: Flat Creek Custom Field 2:

Amended Bombsite Custom Field 3: Wells #1H-#4H

## **Transaction History**

**Event Description Event Date** Details USPS® Return Receipt 10-11-2024 11:13 AM [USPS] - RETURN RECEIPT ASSOCIATED at SANTA FE,NM USPS® Certified Mail 10-11-2024 01:41 PM [USPS] - PRESHIPMENT INFO SENT USPS AWAITS ITEM at SANTA FE, NM USPS® Certified Mail 10-13-2024 09:24 PM [USPS] - PROCESSED THROUGH USPS FACILITY at MIDLAND TX DISTRIBUTION CENTER USPS® Certified Mail 10-14-2024 02:05 AM [USPS] - PROCESSED THROUGH USPS FACILITY at MIDLAND TX DISTRIBUTION CENTER USPS® Certified Mail 10-15-2024 11:45 AM [USPS] - CERTIFIED MAIL DELIVERED LEFT WITH INDIVIDUAL at MIDLAND, TX



Recipient:

Anne Moore Jensen Child's Trust 13721 Lindale Lane Santa Ana, CA 92705

Sender:

Sharon T. Shaheen

Flat Creek (9015326.2402) Bombsite, #1H-4H

Spencer Fane, LLP 325 Paseo de Peralta Santa Fe, NM 87501-1860

Transaction created by: Dortiz User ID: Firm Mailing Book ID:

Batch ID:

None

295022

Date Created: 10/11/2024 10:26 AM Date Mail Delivered: 10/15/2024 9:15 PM USPS Article Number: 9314769904300127269035 Return Receipt Article Number: 9590969904300127269037

Service Options: Return Receipt

Certified Mail Mail Service: Certified 010 Reference #: Postage: \$2.31

Certified Mail Fees: \$8.95 Status: Delivered Sender: S. Shaheen Contents: Notice Letter Custom Field 1: Flat Creek

Custom Field 2: Amended Bombsite Custom Field 3: Wells #1H-#4H

## **Transaction History**

**Event Description** 

USPS® Return Receipt USPS® Certified Mail USPS® Certified Mail USPS® Certified Mail USPS® Certified Mail

**Event Date** 

10-11-2024 11:13 AM 10-11-2024 01:41 PM 10-13-2024 03:46 PM 10-14-2024 03:36 AM

10-15-2024 09:15 PM

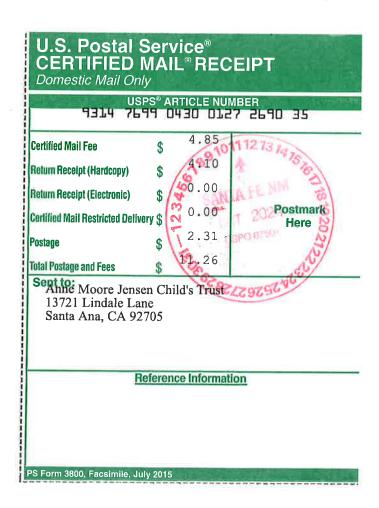
**Details** 

[USPS] - RETURN RECEIPT ASSOCIATED at SANTA FE,NM

[USPS] - PRESHIPMENT INFO SENT USPS AWAITS ITEM at SANTA FE,NM

[USPS] - PROCESSED THROUGH USPS FACILITY at ANAHEIM CA DISTRIBUTION CENTER [USPS] - PROCESSED THROUGH USPS FACILITY at SANTA ANA CA DISTRIBUTION CENTE

[USPS] - CERTIFIED MAIL DELIVERED LEFT WITH INDIVIDUAL at SANTA ANA, CA



#### Recipient:

Sitio Permian, LP 1401 Lawrence Street Suite 1750 Denver, CO 80202

#### Sender:

Sharon T. Shaheen

Flat Creek (9015326.2402) Bombsite, #1H-4H

Spencer Fane, LLP 325 Paseo de Peralta Santa Fe, NM 87501-1860

Transaction created by: Dortiz

User ID: Firm Mailing Book ID:

Batch ID:

295022

32565

None

Date Created: 10/11/2024 10:26 AM Date Mail Delivered: 10/15/2024 12:18 PM **USPS Article Number:** 9314769904300127269097 Return Receipt Article Number: 9590969904300127269099

Service Options:

Return Receipt Certified Mail

Mail Service: Certified Reference #: 015 \$2.31

Postage: Certified Mail Fees: Status:

Sender: Contents: Custom Field 1: Delivered S. Shaheen Notice Letter

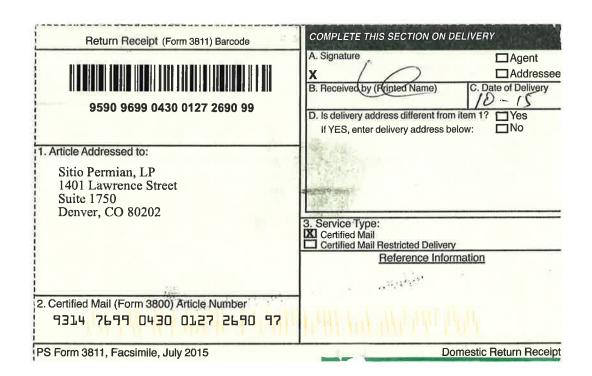
Flat Creek

\$8.95

Custom Field 2: Amended Bombsite Custom Field 3: Wells #1H-#4H

## **Transaction History**

**Event Description Event Date Details** USPS® Return Receipt 10-11-2024 11:13 AM [USPS] - RETURN RECEIPT ASSOCIATED at SANTA FE, NM USPS® Certified Mail 10-11-2024 01:41 PM [USPS] - PRESHIPMENT INFO SENT USPS AWAITS ITEM at SANTA FE, NM USPS® Certified Mail 10-11-2024 10:51 PM [USPS] - ORIGIN ACCEPTANCE at SANTA FE,NM USPS® Certified Mail 10-12-2024 12:06 AM [USPS] - PROCESSED THROUGH USPS FACILITY at ALBUQUERQUE, NM USPS® Certified Mail 10-12-2024 10:22 AM [USPS] - DEPARTED USPS REGIONAL FACILITY at ALBUQUERQUE, NM USPS® Certified Mail 10-13-2024 07:36 AM [USPS] - PROCESSED THROUGH USPS FACILITY at DENVER CO DISTRIBUTION CENTER USPS® Certified Mail 10-14-2024 02:00 AM [USPS] - PROCESSED THROUGH USPS FACILITY at DENVER CO DISTRIBUTION CENTER USPS® Certified Mail 10-15-2024 12:18 PM [USPS] - CERTIFIED MAIL DELIVERED LEFT WITH INDIVIDUAL at DENVER, CO



#### Recipient:

Sortida Resources, L.L.C. P.O. Box 50820 Midland, TX 79710

#### Sender:

Sharon T, Shaheen

Flat Creek (9015326 2402) Bombsite, #1H-4H

Spencer Fane, LLP 325 Paseo de Peralta Santa Fe, NM 87501-1860

Transaction created by: Dortiz User ID: 32565 Firm Mailing Book ID: None

Batch ID:

295022

 Date Created:
 10/11/2024 10:26 AM

 Date Mail Delivered:
 10/15/2024 12:51 PM

 USPS Article Number:
 9314769904300127269127

 Return Receipt Article Number:
 9590969904300127269129

Service Options: Return Receipt

 Mail Service:
 Certified Mail

 Reference #:
 017

 Postage:
 \$2.31

 Certified Mail Fees:
 \$8.95

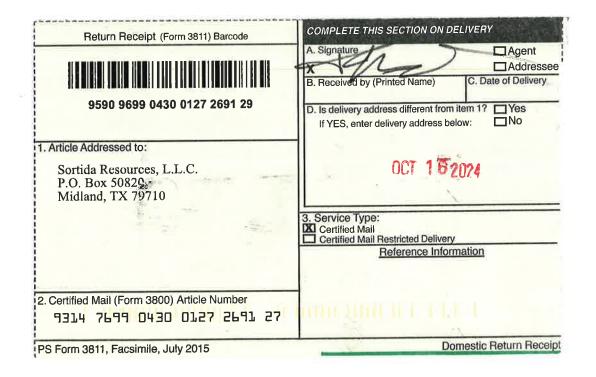
 Status:
 Delivered

Sender:S. ShaheenContents:Notice LetterCustom Field 1:Flat Creek

Custom Field 2: Amended Bombsite
Custom Field 3: Wells #1H-#4H

## **Transaction History**

**Event Description Event Date Details** USPS® Return Receipt 10-11-2024 11:13 AM [USPS] - RETURN RECEIPT ASSOCIATED at SANTA FE,NM USPS® Certified Mail 10-11-2024 01:41 PM [USPS] - PRESHIPMENT INFO SENT USPS AWAITS ITEM at SANTA FE,NM USPS® Certified Mail 10-13-2024 09:22 PM [USPS] - PROCESSED THROUGH USPS FACILITY at MIDLAND TX DISTRIBUTION CENTER USPS® Certified Mail 10-14-2024 02:03 AM [USPS] - PROCESSED THROUGH USPS FACILITY at MIDLAND TX DISTRIBUTION CENTER USPS® Certified Mail 10-15-2024 12:47 PM [USPS] - AVAILABLE FOR PICKUP at MIDLAND, TX USPS® Certified Mail [USPS] - CERTIFIED MAIL DELIVERED PO BOX at MIDLAND, TX 10-15-2024 12:51 PM



#### Recipient:

Oak Valley Mineral and Land, L.P. P.O. Box 50820 Midland, TX 79710

#### Sender:

Sharon T. Shaheen

Flat Creek (9015326.2402) Bombsite, #1H-4H

Spencer Fane, LLP 325 Paseo de Peralta Santa Fe, NM 87501-1860

Transaction created by: Dortiz User ID: 32565 Firm Mailing Book ID: None 295022

Batch ID:

Date Created: 10/11/2024 10:26 AM Date Mail Delivered: 10/15/2024 12:51 PM **USPS Article Number:** 9314769904300127269134 Return Receipt Article Number: 9590969904300127269136

Service Options: Return Receipt

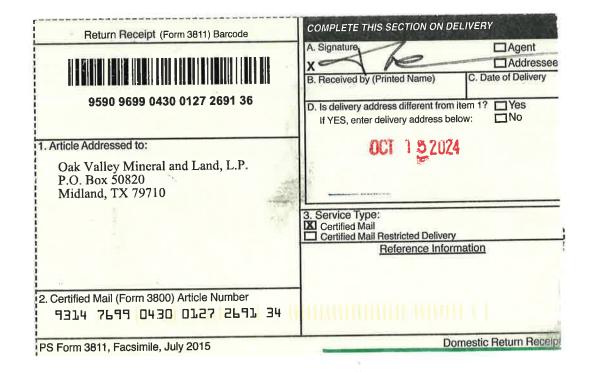
Certified Mail Mail Service: Certified Reference #: 018 Postage: \$2.31 Certified Mail Fees: \$8.95 Status: Delivered Sender: S. Shaheen Notice Letter

Contents: Custom Field 1: Flat Creek Custom Field 2:

Amended Bombsite Custom Field 3: Wells #1H-#4H

## **Transaction History**

**Event Description Event Date Details** USPS® Return Receipt 10-11-2024 11:13 AM [USPS] - RETURN RECEIPT ASSOCIATED at SANTA FE, NM USPS® Certified Mail 10-11-2024 01:41 PM [USPS] - PRESHIPMENT INFO SENT USPS AWAITS ITEM at SANTA FE,NM USPS® Certified Mail 10-13-2024 09:22 PM [USPS] - PROCESSED THROUGH USPS FACILITY at MIDLAND TX DISTRIBUTION CENTER USPS® Certified Mail 10-14-2024 02:03 AM [USPS] - PROCESSED THROUGH USPS FACILITY at MIDLAND TX DISTRIBUTION CENTER USPS® Certified Mail 10-15-2024 12:47 PM [USPS] - AVAILABLE FOR PICKUP at MIDLAND, TX USPS® Certified Mail [USPS] - CERTIFIED MAIL DELIVERED PO BOX at MIDLAND, TX 10-15-2024 12:51 PM



#### Recipient:

CXA Oil & Gas Holdings, L.P. 1302 West Avenue Austin, TX 78701

#### Sender:

Sharon T. Shaheen

Flat Creek (9015326.2402) Bombsite, #1H-4H

Spencer Fane, LLP 325 Paseo de Peralta Santa Fe, NM 87501-1860

Transaction created by: Dortiz User ID: 32565 Firm Mailing Book ID: None 295022

Batch ID:

Date Created: 10/11/2024 10:26 AM USPS Article Number: 9314769904300127269141 Return Receipt Article Number: 9590969904300127269143

Service Options:

Mail Service:

Return Receipt

Certified Mail Certified

019 Reference #: Postage: \$2.31 Certified Mail Fees: \$8.95 Status: Mailed

Sender: Contents: Custom Field 1:

Notice Letter **Flat Creek** 

S. Shaheen

Custom Field 2: Amended Bombsite Custom Field 3: Wells #1H-#4H

## **Transaction History**

#### **Event Description**

USPS® Return Receipt USPS® Certified Mail USPS® Certified Mail USPS® Certified Mail USPS® Return Receipt USPS® Return Receipt

#### **Event Date**

10-11-2024 11:13 AM 10-11-2024 01:41 PM 10-13-2024 12:02 PM 10-13-2024 05:00 PM 10-17-2024 10:55 PM 10-18-2024 09:35 AM

#### **Details**

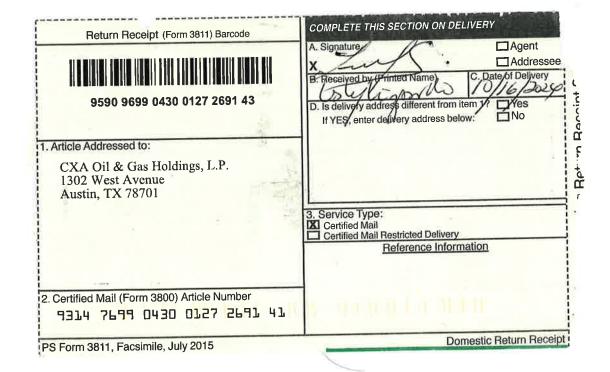
[USPS] - RETURN RECEIPT ASSOCIATED at SANTA FE,NM

[USPS] - PRESHIPMENT INFO SENT USPS AWAITS ITEM at SANTA FE, NM

JUSPS] - PROCESSED THROUGH USPS FACILITY at AUSTIN TX DISTRIBUTION CENTER [USPS] - PROCESSED THROUGH USPS FACILITY at AUSTIN TX DISTRIBUTION CENTER

[USPS] - PROCESSED THROUGH USPS FACILITY at AUSTIN TX DISTRIBUTION CENTER

[USPS] - DEPARTED USPS REGIONAL FACILITY at AUSTIN 1X DISTRIBUTION CENTER



#### Recipient:

AmeriPermian Holdings, LLC 1733 Woodstead Court

Suite 206

The Woodlands, TX 77380

#### Sender:

Sharon T. Shaheen

Flat Creek (9015326.2402) Bombsite, #1H-4H

Spencer Fane, LLP 325 Paseo de Peralta Santa Fe, NM 87501-1860

Transaction created by: Dortiz

User ID:

Firm Mailing Book ID:

Batch ID:

32565 None 295022

Date Created: 10/11/2024 10:26 AM Date Mail Delivered: 10/15/2024 1:43 PM USPS Article Number: 9314769904300127269158

Return Receipt Article Number: 9590969904300127269150

Service Options: Return Receipt

Certified Mail Mail Service: Certified

Reference #: 020 Postage: \$2,31 Certified Mail Fees: \$8.95 Status: Delivered Sender: S. Shaheen

Contents: Notice Letter Custom Field 1: Flat Creek

Custom Field 2: Amended Bombsite Custom Field 3: Wells #1H-#4H

## **Transaction History**

#### **Event Description**

**Event Date** USPS® Return Receipt 10-11-2024 11:13 AM USPS® Certified Mail 10-11-2024 01:41 PM USPS® Certified Mail 10-11-2024 10:51 PM USPS® Certified Mail 10-12-2024 12:06 AM USPS® Certified Mail 10-12-2024 10:22 AM USPS® Certified Mail 10-13-2024 06:30 PM USPS® Certified Mail 10-14-2024 03:41 PM USPS® Certified Mail 10-15-2024 01:43 PM

#### **Details**

[USPS] - RETURN RECEIPT ASSOCIATED at SANTA FE, NM

[USPS] - PRESHIPMENT INFO SENT USPS AWAITS ITEM at SANTA FE, NM

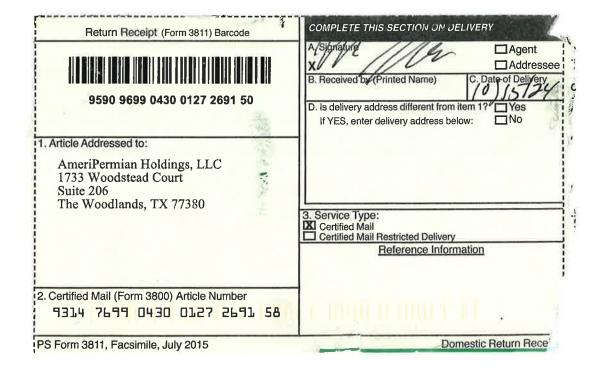
[USPS] - ORIGIN ACCEPTANCE at SANTA FE,NM

[USPS] - PROCESSED THROUGH USPS FACILITY at ALBUQUERQUE, NM [USPS] - DEPARTED USPS REGIONAL FACILITY at ALBUQUERQUE,NM

[USPS] - PROCESSED THROUGH USPS FACILITY at NORTH HOUSTON TX DISTRIBUTION C

[USPS] - PROCESSED THROUGH USPS FACILITY at NORTH HOUSTON TX DISTRIBUTION C

[USPS] - CERTIFIED MAIL DELIVERED LEFT WITH INDIVIDUAL at SPRING, TX



Recipient:

Bureau of Land Management 620 E. Greene Street Carlsbad, NM 88220

Sender:

Sharon T. Shaheen

Flat Creek (9015326.2402) Bombsite, #1H-4H

Spencer Fane, LLP 325 Paseo de Peralta Santa Fe, NM 87501-1860

Transaction created by: Dortiz
User ID: 32565
Firm Mailing Book ID: None
Batch ID: 295022

 Date Created:
 10/11/2024 10:26 AM

 Date Mail Delivered:
 10/16/2024 1:35 PM

 USPS Article Number:
 9314769904300127269172

 Return Receipt Article Number:
 9590969904300127269174

Service Options: Return Receipt

Mail Service: Certified Mail
Reference #: 022
Postage: \$2.31
Certified Mail Fees: \$8.95

Status: Delivered
Sender: S. Shaheen
Contents: Notice Letter
Custom Field 1: Flat Creek
Custom Field 2: Amended Rom

Custom Field 2:Amended BombsiteCustom Field 3:Wells #1H-#4H

## **Transaction History**

**Event Description Event Date Details** USPS® Return Receipt 10-11-2024 11:13 AM [USPS] - RETURN RECEIPT ASSOCIATED at SANTA FE,NM USPS® Certified Mail 10-11-2024 01:41 PM [USPS] - PRESHIPMENT INFO SENT USPS AWAITS ITEM at SANTA FE, NM USPS® Certified Mail 10-11-2024 10:55 PM [USPS] - ORIGIN ACCEPTANCE at SANTA FE,NM USPS® Certified Mail. 10-12-2024 12:10 AM [USPS] - PROCESSED THROUGH USPS FACILITY at ALBUQUERQUE, NM USPS® Certified Mail 10-12-2024 10:22 AM [USPS] - DEPARTED USPS REGIONAL FACILITY at ALBUQUERQUE,NM USPS® Certified Mail 10-12-2024 04:19 PM [USPS] - PROCESSED THROUGH USPS FACILITY at ALBUQUERQUE, NM USPS® Certified Mail 10-15-2024 06:15 PM [USPS] - PROCESSED THROUGH USPS FACILITY at LUBBOCK TX DISTRIBUTION CENTER USPS® Certified Mail [USPS] - PROCESSED THROUGH USPS FACILITY at LUBBOCK TX DISTRIBUTION CENTER 10-15-2024 08:09 PM USPS® Certified Mail 10-16-2024 06:10 AM [USPS] - DEPARTED USPS REGIONAL FACILITY at LUBBOCK TX DISTRIBUTION CENTER USPS® Certified Mail 10-16-2024 01:35 PM [USPS] - CERTIFIED MAIL DELIVERED FRONT DESKRECEPTIONMAIL ROOM at CARLSBAD, NM



# RETURNED TO SENDER

Recipient:

Beverly H. Strong 709 Ocean Shore Boulevard Ormond Beach, FL 32176-4703

Sender:

Sharon T. Shaheen

Flat Creek (9015326,2402) Bombsite, #1H-4H

Spencer Fane, LLP 325 Paseo de Peralta Santa Fe, NM 87501-1860

Transaction created by: Dortiz Firm Mailing Book ID: None

Batch ID:

32565

295022

10/11/2024 10:26 AM Date Created: **USPS Article Number:** 9314769904300127269080

9590969904300127269082 Return Receipt Article Number:

Service Options: Return Receipt

Certified Mail Certified

Mail Service: Reference #: 014 Postage: \$2.31 \$8.95 Certified Mail Fees:

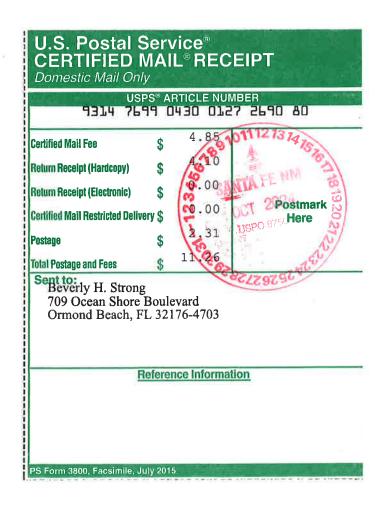
Status: To be Returned Sender: S. Shaheen Contents: Notice Letter

Custom Field 1: Flat Creek Custom Field 2:

Amended Bombsite Custom Field 3: Wells #1H-#4H

## **Transaction History**

Event Description	Event Date	Details
USPS® Return Receipt	10-11-2024 11:13 AM	[USPS] - RETURN RECEIPT ASSOCIATED at SANTA FE,NM
USPS® Certified Mail	10-11-2024 01:41 PM	[USPS] - PRESHIPMENT INFO SENT USPS AWAITS ITEM at SANTA FE,NM
USPS® Certified Mail	10-11-2024 10:51 PM <sup>1</sup>	[USPS] - ORIGIN ACCEPTANCE at SANTA FE,NM
USPS® Certified Mail	10-12-2024 12:06 AM	[USPS] - PROCESSED THROUGH USPS FACILITY at ALBUQUERQUE,NM
USPS® Certified Mail	10-12-2024 01:51 AM	[USPS] - PROCESSED THROUGH USPS FACILITY at ALBUQUERQUE,NM
USPS® Certified Mail	10-12-2024 10:22 AM	[USPS] - DEPARTED USPS REGIONAL FACILITY at ALBUQUERQUE,NM
USPS® Certified Mail	10-21-2024 06:29 AM	[USPS] - ARRIVAL AT UNIT at ORMOND BEACH,FL
USPS® Certified Mail	10-21-2024 12:27 PM	[USPS] - RETURN TO SENDER at ORMOND BEACH,FL



Recipient:

Morris W. Newman 147 Carondelet New Orleans, LA 70130

Sender:

Sharon T. Shaheen

Flat Creek (9015326.2402) Bombsite, #1H-4H

Spencer Fane, LLP 325 Paseo de Peralta Santa Fe, NM 87501-1860

Transaction created by: Dortiz
User ID: 32565
Firm Mailing Book ID: None
Batch ID: 295022

 Date Created:
 10/11/2024 10:26 AM

 USPS Article Number:
 9314769904300127269165

 Return Receipt Article Number:
 9590969904300127269167

Service Options: Return Receipt

Mail Service:

Reference #:

Certified Mail Fees:

Postage:

Certified Mail Certified 021 \$2.31 \$8.95

Status:To be ReturnedSender:S. ShaheenContents:Notice LetterCustom Field 1:Flat Creek

Custom Field 2: Amended Bombsite
Custom Field 3: Wells #1H-#4H

## **Transaction History**

Event Description	Event Date	Details
USPS® Return Receipt	10-11-2024 11:13 AM	[USPS] - RETURN RECEIPT ASSOCIATED at SANTA FE,NM
USPS® Certified Mail	10-11-2024 01:41 PM	[USPS] - PRESHIPMENT INFO SENT USPS AWAITS ITEM at SANTA FE,NM
USPS® Certified Mail	10-11-2024 10:55 PM	[USPS] - ORIGIN ACCEPTANCE at SANTA FE,NM
USPS® Certified Mail	10-12-2024 12:10 AM	[USPS] - PROCESSED THROUGH USPS FACILITY at ALBUQUERQUE, NM
USPS® Certified Mail	10-12-2024 10:22 AM	[USPS] - DEPARTED USPS REGIONAL FACILITY at ALBUQUERQUE,NM
USPS® Certified Mail	10-14-2024 11:37 AM	[USPS] - PROCESSED THROUGH USPS FACILITY at NEW ORLEANS LA DISTRIBUTION CEN
USPS® Certified Mail	10-14-2024 10:20 PM	[USPS] - PROCESSED THROUGH USPS FACILITY at NEW ORLEANS LA DISTRIBUTION CEN
USPS® Certified Mail	10-15-2024 10:25 AM	[USPS] - ADDRESSEE UNKNOWN at NEW ORLEANS, LA



# IN TRANSIT

# **USPS Tracking®**

FAQs >

**Tracking Number:** 

Remove X

## 9314769904300127269066

Copy

Add to Informed Delivery (https://informeddelivery.usps.com/)

## **Latest Update**

Your item arrived at our COPPELL TX DISTRIBUTION CENTER destination facility on October 23, 2024 at 12:37 pm. The item is currently in transit to the destination.

# Get More Out of USPS Tracking: USPS Tracking Plus®

Delivered

**Out for Delivery** 

**Preparing for Delivery** 

## **Processing at Destination**

Arrived at USPS Regional Destination Facility

COPPELL TX DISTRIBUTION CENTER October 23, 2024, 12:37 pm

Pre-Shipment, USPS Awaiting Item October 11, 2024

What Do USPS Tracking Statuses Mean? (https://faq.

## U.S. Postal Service® CERTIFIED MAIL® RECEIPT Domestic Mail Only USPS® ARTICLE NUMBER 9314 7699 0430 0127 2690 66 4.85 Certified Mail Fee 4.10 Return Receipt (Hardcopy) 0.00 Return Receipt (Electronic) Postmark 0.00 Certified Mail Restricted Delivery \$ Postage **Total Postage and Fees** Sent to: Murchison Oil & Gas, LLC 7250 Dallas Parkway **Suite 1400** Plano, TX 75024 Reference Information

PS Form 3800, Facsimile, July 2015

**Text & Email Updates** 

**USPS Tracking Plus®** 



# **USPS Tracking®**

FAQs >

**Tracking Number:** 

Remove X

## 9314769904300127269073

Copy

Add to Informed Delivery (https://informeddelivery.usps.com/)

## **Latest Update**

We were unable to deliver your package at 12:23 pm on October 15, 2024 in AUSTIN, TX 78701 because the business was closed. We will redeliver on the next business day. No action needed.

Get More Out of USPS Tracking:
USPS Tracking Plus®

## **Delivery Attempt**

Redelivery Scheduled for Next Business Day

AUSTIN, TX 78701 October 15, 2024, 12:23 pm

In Transit to Next Facility

October 14, 2024

See All Tracking History

What Do USPS Tracking Statuses Mean? (https://faq.usp

**Text & Email Updates** 

**USPS Tracking Plus®** 

Domestic Mail Only USPS® ARTICLE NUMBER 9314 7699 0430 0127 2690 73 4.85 **Certified Mail Fee** 4.10 Return Receipt (Hardcopy) 0:00 Return Receipt (Electronic) Postmark 0.00 Certified Mail Restricted Delivery Here Postage Total Postage and Fees Sent to: Hatch Royalty, LLC 600 West 5th Street **Suite 1250** Austin, TX 78701 Reference Information

U.S. Postal Service®

PS Form 3800, Facsimile, July 2015

CERTIFIED MAIL® RECEIPT

**Product Information** 

## **USPS Tracking®**

FAQs >

**Tracking Number:** 

Remove X

## 9314769904300127269103

Copy

Add to Informed Delivery (https://informeddelivery.usps.com/)

### **Latest Update**

Your package will arrive later than expected, but is still on its way. It is currently in transit to the next

facility.

Get More Out of USPS Tracking:
USPS Tracking Plus®

**Delivered** 

**Out for Delivery** 

Preparing for Delivery

**Moving Through Network** 

In Transit to Next Facility, Arriving Late

October 22, 2024

**Arrived at USPS Regional Destination Facility** 

SOUTH HOUSTON PROCESSING CENTER October 20, 2024, 5:56 am

See All Tracking History

U.S. Postal Service® CERTIFIED MAIL® RECEIPT Domestic Mail Only VSPS® ARTICLE NUMBER
769 0430 0127 2691 03 **Certified Mail Fee** Return Receipt (Hardcopy) .00 Return Receipt (Electronic) 0.00 Certified Mail Restricted Delivery \$ 2.31 Postage 11,26 Total Postage and Fees Sept to: Post Oak Mavros II, L.L.C. 34 S. Wynden Drive Suite 210 Houston, TX 77056 Reference Information PS Form 3800, Facsimile, July 2015

What Do USPS Tracking Statuses Mean? (https://faq.usps.com/s/article/Where-is-my-package)

**Text & Email Updates** 



AFFIDAVIT OF PUBLICATION

CARLSBAD CURRENT-ARGUS PO BOX 507 HUTCHINSON, KS 67504-0507

STATE OF NEW MEXICO } SS COUNTY OF EDDY }

Account Number: 1006 Ad Number: 17890

Description: Flat

Flat Creek Resources LLC

Ad Cost:

\$547.29

Sharon Groves, being first duly sworn, says:

That she is the Agent of the the Carlsbad Current-Argus, a Weekly newspaper of general circulation, printed and published in Carlsbad, Eddy County, New Mexico; that the publication, a copy of which is attached hereto, was published in said newspaper on the following dates:

October 17, 2024

That said newspaper was regularly issued and circulated on those dates.

SIGNED:

Acont

Subscribed to and sworn to me this  $24^{th}$  day of October 2024

2024

Latisha Romine, Notary Public

LATISHA ROMINE
Notary Public, State of New Mexico
Commission No. 1076338
My Commission Expires
05-12-2027

DAVID ORTIZ SPENCER FANE LLP 325 PASEO DE PERALTA SANTA FE, NM 87501-1860 dortiz@spencerfane.com

#### NOTICE

To the following entities, individuals, their heirs, personal representatives, trustees, successors or assigns, and any other uncommitted mineral owners:

WPX Energy Permian, LLC, Chevron U.S.A., Inc., Civitas Resources. Inc., Magnum Hunter Production. Inc., Apollo Minerals. LLC, Northern Oil and Gas, Inc., James Thomas Moore Child's Trust, Anne Moore Jensen Child's Trust, Marilyn Moore Jackson Child's Trust, Murchison Oil & Gas, LLC, Hatch Royalty, LLC, Beverly H. Strong, Sitio Permian. LP. Post Oak Mavros II, L.L.C., Sortida Resources, L.L.C., Oak Valley Mineral and Land, L.P., CXA Oil & Gas Holdings, L.P.. AmeriPermian Holdings, LLC, Morris W. Newman, and Bureau of Land Management.

Flat Creek Resources, LLC, has filed applications with the New Mexico Oil Conservation Division as follows:

Case No. 24746: Amended Application of Flat Creek Resources, LLC for Compulsory Pooling, Eddy County, New Mexico. Applicant in the above-styled cause seeks an order from the Division pooling all uncommitted mineral interests in the Bone Spring formation (Cottonwood Draw; Bone Spring (O) [97494]) down to 8.062' (being 300' above the top of the Wolfcamp Formation. or 8.362') in a standard 240-acre, more or less, horizontal spacing and proration unit ("HSU"). comprised of the E/2 NE/4 of Section 3, Township 25 South, Range 26 East and the E/2 E/2 of Section 34. Township 24 South, Range 26 East, in Eddy County, New Mexico. Applicant proposes to drill the following 1.5-mile well in the HSU: Bombsite Fed Com BS #1H well, to be horizontally drilled from a surface hole location approximately 1,885' FSL and 2,526' FEL of Section 3, T25S-R26E to a bottom hole location approximately 100' FNL and 755' FEL of Section 34, T24S-R26E.

Case No. 24747: Amended Application of Flat Creek Resources, LLC for Compulsory Pooling, Eddy County, New Mexico. Applicant in the above-styled cause seeks an order from the Division pooling all uncommitted mineral interests in the Bone Spring formation (Cottonwood Draw: Bone Spring (O) [97494]) down to 8,062' (being 300' above the top of the Wolfcamp Formation, or 8,362') in a standard 240-acre, more or less, horizontal spacing and proration unit ("HSU"), comprised of the W/2 NE/4 of Section 3, Township 25 South, Range 26 East and the W/2 E/2 of Section 34, Township 24 South, Range 26 East, in Eddy County. New Mexico. Applicant proposes to drill the following 1.5-mile well in the HSU: Bombsite Fed Com BS #2H well, to be horizontally drilled from a surface hole location approximately 2,110' FSL and 2,556' FEL of Section 3, T25S-R26E to a bottom hole location approximately 100' FNL and 1,990' FEL of Section 34, T24S-R26E.

Case No. 24748: Amended Application of Flat Creek Resources, LLC for Compulsory Pooling, Eddy County, New Mexico. Applicant in the above-styled cause seeks an order from the Division pooling all uncommitted mineral interests in the Bone Spring formation down to 8,062' (being 300' above the top of the Wolfcamp Formation. or 8,362') (Cottonwood Draw: Bone Spring (O) [97494]) in a standard 320-acre, more or less, horizontal spacing and proration unit ("HSU"), comprised of the E/2 NW/4 of Section 3, Township 25 South, Range 26 East and the

E/2 W/2 of Section 34, Township 24 South, Range 26 East, in Eddy County, New Mexico. Applicant proposes to drill the following 1.5-mile well in the HSU: Bombsite Fed Com BS #3H well, to be horizontally drilled from a surface hole location approximately 2,075' FSL and 2.586' FEL of Section 3, T25S-R26E to a bottom hole location approximately 100' FNL and 2,044' FWL of Section 34, T24S-R26E.

Case No. 24749: Amended Application of Flat Creek Resources, LLC for Compulsory Pooling, Eddy County, New Mexico. Applicant in the above-styled cause seeks an order from the Division pooling all uncommitted mineral interests in the Bone Spring formation down to 8.062' (being 300' above the top of the Wolfcamp Formation, or 8,362') (Cottonwood Draw; Bone Spring (O) [97494]) in a standard 320-acre, more or less, horizontal spacing and proration unit ("HSU"), comprised of the W/2 NW/4 of Section 3, Township 25 South, Range 26 East and the W/2 W/2 of Section 34, Township 24 South, Range 26 East, in Eddy County, New Mexico. Applicant proposes to drill the following 2-mile well in the HSU: Bombsite Fed Com BS #4H well, to be horizontally drilled from a surface hole location approximately 2.075' FSL and 2,616' FEL of Section 3, T25S-R26E to a bottom hole location approximately 100' FNL and 590' FWL of Section 34, T24S-R26E.

The completed interval and first and last take points of each well will meet statewide setback requirements for horizontal oil wells. Also to be considered will be the cost of drilling and completing the well and the allocation of the costs, the designation of Applicant as Operator of the well, and a 200% charge for the risk involved in drilling and completing the well. The wells and land are approximately 6 miles Southeast of Whites City, New Mexico.

These applications are set for hearing before a Division Examiner at the New Mexico Oil Conservation Division on October 31, 2024, beginning at 8:30 a.m. Hearings are currently conducted in a hybrid fashion, both in-person at the Energy, Minerals, Natural Resources Department, Wendell Chino Building, Pecos Hall, 1220 South St. Francis Drive, 1st Floor, Santa Fe, NM 87505 and via the WebEx virtual meeting platform. To participate in the electronic hearing, see the instructions posted on the docket for the hearing date: <a href="https://www.emnrd.nm.gov/ocd/hearing-info/">https://www.emnrd.nm.gov/ocd/hearing-info/</a>. You are not required to attend this hearing, but as an owner of an interest 'that may be affected, you may appear and present testimony, Failure to appear at that time and become a party of record will preclude you from challenging this application at a later time. If you intend to present testimony or evidence at the hearing, you must enter your appearance by October 23, 2024, eight (8) days before the hearing, and serve the Division, counsel for the Applicant, and other parties with a pre-hearing statement by October 24, 2024, seven (7) days before the hearing in accordance with Division Rule 19.15.4.13 NMAC. For further information, contact the applicant's attorney. Sharon T. Shaheen, Spencer Fane, LLP, 325 Paseo de Peralta, Santa Fe, New Mexico 87501, (505) 986-2678.

Published in the Carlsbad Current-Argus October 17, 2024 #17890