



Case No. 25827

All of Section 23, N2 of Section 26 T20S-R32E (960-acre Unit, Bone Spring)

Wells: Spicy Chicken 23 26 Fed Com #201H
 Spicy Chicken 23 26 Fed Com #202H
 Spicy Chicken 23 26 Fed Com #203H
 Spicy Chicken 23 26 Fed Com #204H
 Spicy Chicken 23 26 Fed Com #205H
 Spicy Chicken 23 26 Fed Com #301H
 Spicy Chicken 23 26 Fed Com #302H
 Spicy Chicken 23 26 Fed Com #303H
 Spicy Chicken 23 26 Fed Com #304H
 Spicy Chicken 23 26 Fed Com #305H

Case No. 25829

All of Section 23 T20S-R32E (640-acre Unit, Bone Spring)

Wells: Spicy Chicken 23 26 Fed Com #501H
 Spicy Chicken 23 26 Fed Com #502H
 Spicy Chicken 23 26 Fed Com #503H
 Spicy Chicken 23 26 Fed Com #504H
 Spicy Chicken 23 26 Fed Com #505H

Case No. 25831

All of Section 23, N2 of Section 26 T20S-R32E (960-acre Unit, Bone Spring)

Wells: Spicy Chicken 23 26 Fed Com #601H
 Spicy Chicken 23 26 Fed Com #602H
 Spicy Chicken 23 26 Fed Com #603H

Case No. 25832

All of Section 23, N2 of Section 26 T20S-R32E (960-acre Unit, Wolfcamp)

Wells: Spicy Chicken 23 26 Fed Com #701H
 Spicy Chicken 23 26 Fed Com #702H
 Spicy Chicken 23 26 Fed Com #751H
 Spicy Chicken 23 26 Fed Com #752H
 Spicy Chicken 23 26 Fed Com #753H
 Spicy Chicken 23 26 Fed Com #754H

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

**APPLICATION OF AVANT OPERATING II, LLC
FOR APPROVAL OF A NON-STANDARD UNIT,
COMPULSORY POOLING, AND,
TO THE EXTENT NECESSARY, APPROVAL
OF AN OVERLAPPING SPACING UNIT
LEA COUNTY, NEW MEXICO**

CASE NO. 25827, 25829, 25831

**APPLICATION OF AVANT OPERATING II, LLC
FOR APPROVAL OF A NON-STANDARD UNIT
AND COMPULSORY POOLING,
LEA COUNTY, NEW MEXICO.**

CASE NO. 25832

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CASE NO. 25827 SPECIFIC EXHIBITS

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CASE NO. 25829 SPECIFIC EXHIBITS

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- Exhibit A.14: ORRI to Be Pooled

- Exhibit A.15: NSU Exhibits

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- Exhibit A.16: C-102s
- Exhibit A.17 Lease Tract Map/Summary of Interests/Working Interest Owners to Be Pooled
- Exhibit A.18: ORRI to Be Pooled
- Exhibit A.19: NSU Exhibits

CASE NO. 25832 SPECIFIC EXHIBITS

- Exhibit A.20: C-102s
- Exhibit A.21 Lease Tract Map/Summary of Interests/Working Interest Owners to Be Pooled
- Exhibit A.22: ORRI to Be Pooled
- Exhibit A.23: NSU Exhibits

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CASE NO. 25827 SPECIFIC EXHIBITS

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CASE NO. 25829 SPECIFIC EXHIBITS

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CASE NO. 25831 SPECIFIC EXHIBITS

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CASE NO. 25832 SPECIFIC EXHIBITS

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- Exhibit C.4: Third-Party Takeaway and Water Takeaway
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- Exhibit D.1: Sample Notice Letter, dated February 17, 2026
- Exhibit D.2: Mailing List of Parties
- Exhibit D.3: Certified Mailing Tracking List
- Exhibit D.4: Affidavit of Publication for February 22, 2026

COMPULSORY POOLING APPLICATION CHECKLIST**ALL INFORMATION IN THE APPLICATION MUST BE SUPPORTED BY SIGNED AFFIDAVITS**

Case: 25827	APPLICANT'S RESPONSE
Hearing Date:	April 21, 2026
Applicant	Avant Operating II, LLC
Designated Operator & OGRID (affiliation if applicable)	Avant Operating II, LLC (332947)
Applicant's Counsel:	Modrall Sperling
Case Title:	APPLICATION OF AVANT OPERATING II, LLC FOR APPROVAL OF A NON-STANDARD UNIT, COMPULSORY POOLING, AND, TO THE EXTENT NECESSARY, APPROVAL OF AN OVERLAPPING SPACING UNIT
Entries of Appearance/Intervenors:	WR Non-Op LLC; Permian Resources; EOG Resources, Inc.
Well Family	Spicy Chicken 23-26 Fed Com
Formation/Pool	
Formation Name(s) or Vertical Extent:	Bone Spring
Primary Product (Oil or Gas):	Oil
Pooling this vertical extent:	Avalon/First Bone Spring defined as the stratigraphic equivalent of 7,894' to 9,221' found on the gamma ray log of the Sam H Snoddy Federal #1 (30-025-27812)
Pool Name and Pool Code:	Salt Lake; Bone Spring pool (Pool Code 53560)
Well Location Setback Rules:	Statewide rules
Spacing Unit	
Type (Horizontal/Vertical)	Horizontal
Size (Acres)	960
Building Blocks:	40
Orientation:	North-South
Description: TRS/County	Section 23 and the N/2 of Section 26, Township 20 South, Range 32 East, N.M.P.M., Lea County, New Mexico
Standard Horizontal Well Spacing Unit (Y/N), If No, describe <u>and is approval of non-standard unit requested in this application?</u>	N: AO II seeks approval of a 960-acre non-standard spacing unit to allow efficiently locate surface facilities, reduce surface disturbance, consolidate roads, tanks, and pipelines, and promote effective well spacing, which is consistent with Division rules. See, e.g., Rule 19.15.167(P) NMAC; Rule 19.15.16.15(B)(8) NMAC; Rule 19.15.16.15(C)(7)(NMAC).
Other Situations	
Depth Severance: Y/N. If yes, description	Y: AO II seeks an order from the Division approving a non-standard 960-acre, more or less, Avalon/First Bone Spring horizontal spacing unit defined as the stratigraphic equivalent of 7,894' to 9,221' found on the gamma ray log of the Sam H Snoddy Federal #1 (30-025-27812)
Proximity Tracts: If yes, description	N
Proximity Defining Well: if yes, description	N
Applicant's Ownership in Each Tract	See Exhibit A.9
Events	

Name & API (if assigned), surface and bottom hole location, footages, completion target, orientation, completion status (standard or non-standard)	Add wells as needed
Well #1: Spicy Chicken 23 26 Fed Com #201H	<p>API No. Pending SHL: 330' FNL & 2141' FWL, (Unit C), Section 23, T20S, R32E BHL: 2536' FNL & 990' FWL, (Unit E), Section 26, T20S, R32E FTP: 100' FNL & 990' FWL, Section 23, T20S, R32E LTP: 2536' FNL & 990' FWL, Section 26, T20S, R32E</p> <p>Completion Target: Avalon (Approx. 8,250' TVD) Orientation: North/South</p>
Well #2: Spicy Chicken 23 26 Fed Com #202H	<p>API No. Pending SHL: 330' FNL & 2201' FWL, (Unit C), Section 23, T20S, R32E BHL: 2536' FNL & 1980' FWL, (Unit F), Section 26, T20S, R32E FTP: 100' FNL & 1980' FWL, Section 23, T20S, R32E LTP: 2536' FNL & 1980' FWL, Section 22, T20S, R32E</p> <p>Completion Target: Avalon (Approx. 8,250' TVD) Orientation: North/South</p>
Well #3: Spicy Chicken 23 26 Fed Com #203H	<p>API No. Pending SHL: 330' FNL & 2236' FEL, (Unit B), Section 23, T20S, R32E BHL: 2536' FNL & 2310' FEL, (Unit G), Section 26, T20S, R32E FTP: 100' FNL & 2310' FEL, Section 23, T20S, R32E LTP: 2536' FNL & 2310' FEL, Section 23, T20S, R32E</p> <p>Completion Target: Avalon (Approx. 8,250' TVD) Orientation: North/South</p>
Well #4: Spicy Chicken 23 26 Fed Com #204H	<p>API No. Pending SHL: 330' FNL & 2176' FEL, (Unit B), Section 23, T20S, R32E BHL: 2536' FNL & 1320' FEL, (Unit H), Section 26, T20S, R32E FTP: 100' FNL & 1320' FEL, Section 23, T20S, R32E LTP: 2536' FNL & 1320' FEL, Section 23, T20S, R32E</p> <p>Completion Target: Avalon (Approx. 8,250' TVD) Orientation: North/South</p>
Well #5: Spicy Chicken 23 26 Fed Com #205H	<p>API No. Pending SHL: 330' FNL & 2116' FEL, (Unit B), Section 23, T20S, R32E BHL: 2536' FNL & 330' FEL, (Unit H), Section 26, T20S, R32E FTP: 100' FNL & 330' FEL, Section 23, T20S, R32E LTP: 2536' FNL & 330' FEL, Section 23, T20S, R32E</p> <p>Completion Target: Avalon (Approx. 8,250' TVD) Orientation: North/South</p>

Well #6: Spicy Chicken 23 26 Fed Com #301H	<p>API No. Pending SHL: 330' FNL & 2101' FWL, (Unit C), Section 23, T20S, R32E BHL: 2536' FNL & 330' FWL, (Unit E), Section 26, T20S, R32E FTP: 100' FNL & 330' FWL, Section 23, T20S, R32E LTP: 2536' FNL & 330' FWL, Section 23, T20S, R32E</p> <p>Completion Target: First Bone Spring (Approx. 8,900' TVD) Orientation: North/South</p>
Well #7: Spicy Chicken 23 26 Fed Com #302H	<p>API No. Pending SHL: 330' FNL & 2161' FWL, (Unit C), Section 23, T20S, R32E BHL: 2536' FNL & 1320' FWL, (Unit E), Section 26, T20S, R32E FTP: 100' FNL & 1320' FWL, Section 23, T20S, R32E LTP: 2536' FNL & 1320' FWL, Section 23, T20S, R32E</p> <p>Completion Target: First Bone Spring (Approx. 8,900' TVD) Orientation: North/South</p>
Well #8: Spicy Chicken 23 26 Fed Com #303H	<p>API No. Pending SHL: 330' FNL & 2221' FWL, (Unit C), Section 23, T20S, R32E BHL: 2536' FNL & 2310' FWL, (Unit F), Section 26, T20S, R32E FTP: 100' FNL & 2310' FWL, Section 23, T20S, R32E LTP: 2536' FNL & 2310' FWL, Section 23, T20S, R32E</p> <p>Completion Target: First Bone Spring (Approx. 8,900' TVD) Orientation: North/South</p>
Well #9: Spicy Chicken 23 26 Fed Com #304H	<p>API No. Pending SHL: 330' FNL & 2216' FEL, (Unit B), Section 23, T20S, R32E BHL: 2536' FNL & 1980' FEL, (Unit G), Section 26, T20S, R32E FTP: 100' FNL & 1980' FEL, Section 23, T20S, R32E LTP: 2536' FNL & 1980' FEL, Section 23, T20S, R32E</p> <p>Completion Target: First Bone Spring (Approx. 8,900' TVD) Orientation: North/South</p>
Well #10: Spicy Chicken 23 26 Fed Com #305H	<p>API No. Pending SHL: 330' FNL & 2156' FEL, (Unit B), Section 23, T20S, R32E BHL: 2536' FNL & 990' FEL, (Unit H), Section 26, T20S, R32E FTP: 100' FNL & 990' FEL, Section 23, T20S, R32E LTP: 2536' FNL & 990' FEL, Section 23, T20S, R32E</p> <p>Completion Target: First Bone Spring (Approx. 8,900' TVD) Orientation: North/South</p>
Horizontal Well First and Last Take Points	Exhibit A.8
Completion Target (Formation, TVD and MD)	Exhibit A.24 (Proposal Letter)
AFE Capex and Operating Costs	
Drilling Supervision/Month \$	\$10,000. See Exhibit A.24 (Proposal Letter)
Production Supervision/Month \$	\$1,000. See Exhibit A. 24 (Proposal Letter)
Justification for Supervision Costs	See Exhibit A.2, Paragraph 74
Requested Risk Charge	200%. See Exhibit A.24 (Proposal Letter)
Released to Imaging: 4/15/2026 4:42:27 PM	
Notice of Hearing	

Proposed Notice of Hearing	Exhibits A.1; D.1
Proof of Mailed Notice of Hearing (20 days before hearing)	Exhibit D.2 and D.3
Proof of Published Notice of Hearing (10 days before hearing)	Exhibit D.4
Ownership Determination	
Land Ownership Schematic of the Spacing Unit	Exhibit A.9
Tract List (including lease numbers and owners)	Exhibit A.9
If approval of Non-Standard Spacing Unit is requested, Tract List (including lease numbers and owners) of Tracts subject to notice	A.11
Pooled Parties (including ownership type)	Exhibit A.9/A.10
Unlocatable Parties to be Pooled	N/A
Ownership Depth Severance (including percentage above & below)	N/A
Joinder	
Sample Copy of Proposal Letter	Exhibit A.24 (Proposal Letter)
List of Interest Owners (ie Exhibit A of JOA)	Exhibit A.9/A.10
Chronology of Contact with Non-Joined Working Interests	Exhibit A.6/A.7
Overhead Rates In Proposal Letter	Exhibit A.24 (Proposal Letter)
Cost Estimate to Drill and Complete	Exhibit A.24
Cost Estimate to Equip Well	Exhibit A.24
Cost Estimate for Production Facilities	Exhibit A.24
Geology	
Summary (including special considerations)	Exhibit B
Spacing Unit Schematic	Exhibit B.2, Exhibit B.3
Gunbarrel/Lateral Trajectory Schematic	Exhibit B.2, Exhibit B.3
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Target Formation	Exhibit B.6
HSU Cross Section	Exhibit B.7 & B.8
Depth Severance Discussion	Exhibit B, Para. 8
Forms, Figures and Tables	
C-102	Exhibit A.8
Tracts	Exhibit A.9
Summary of Interests, Unit Recapitulation (Tracts)	Exhibit A.9
General Location Map (including basin)	Exhibit B.1
Well Bore Location Map	Exhibit B.1
Structure Contour Map - Subsea Depth	Exhibit B.6
Cross Section Location Map (including wells)	Exhibit B.5
Cross Section (including Landing Zone)	Exhibit B.7 & B.8
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):	Deana M. Bennett
Signed Name (Attorney or Party Representative):	<i>Deana M. Bennett</i>
Date:	4/14/2026

COMPULSORY POOLING APPLICATION CHECKLIST**ALL INFORMATION IN THE APPLICATION MUST BE SUPPORTED BY SIGNED AFFIDAVITS**

Case: 25829	APPLICANT'S RESPONSE
Hearing Date:	April 21, 2026
Applicant	Avant Operating II, LLC
Designated Operator & OGRID (affiliation if applicable)	Avant Operating II, LLC (332947)
Applicant's Counsel:	Modrall Sperling
Case Title:	APPLICATION OF AVANT OPERATING II, LLC FOR APPROVAL OF A NON-STANDARD UNIT, COMPULSORY POOLING, AND, TO THE EXTENT NECESSARY, APPROVAL OF AN OVERLAPPING SPACING UNIT
Entries of Appearance/Intervenors:	WR Non-Op LLC; Permian Resources; EOG Resources, Inc.
Well Family	Spicy Chicken 23-26 Fed Com
Formation/Pool	
Formation Name(s) or Vertical Extent:	Bone Spring
Primary Product (Oil or Gas):	Oil
Pooling this vertical extent:	Second Bone Spring defined as the stratigraphic equivalent of 9,519' to 10,172' found on the gamma ray log of the Sam H Snoddy Federal #1 (30-025-27812)
Pool Name and Pool Code:	Salt Lake; Bone Spring pool (Pool Code 53560)
Well Location Setback Rules:	Statewide rules
Spacing Unit	
Type (Horizontal/Vertical)	Horizontal
Size (Acres)	640
Building Blocks:	40
Orientation:	North-South
Description: TRS/County	Section 23, Township 20 South, Range 32 East, N.M.P.M., Lea County, New Mexico
Standard Horizontal Well Spacing Unit (Y/N), If No, describe <u>and is approval of non-standard unit requested in this application?</u>	N: AO II seeks approval of a 640-acre non-standard spacing unit to allow efficiently locate surface facilities, reduce surface disturbance, consolidate roads, tanks, and pipelines, and promote effective well spacing, which is consistent with Division rules. See, e.g., Rule 19.15.167(P) NMAC; Rule 19.15.16.15(B)(8) NMAC; Rule 19.15.16.15(C)(7)(NMAC).
Other Situations	
Depth Severance: Y/N. If yes, description	Y: AO II seeks an order from the Division approving a non-standard 640-acre, more or less, Second Bone Spring horizontal spacing unit defined as the stratigraphic equivalent of 9,519' to 10,172' found on the gamma ray log of the Sam H Snoddy Federal #1 (30-025-27812)
Proximity Tracts: If yes, description	N
Proximity Defining Well: if yes, description	N
Applicant's Ownership in Each Tract	See Exhibit A.13
Related to Imaging: 4/15/2026 4:42:27 PM	

Name & API (if assigned), surface and bottom hole location, footages, completion target, orientation, completion status (standard or non-standard)	Add wells as needed
Well #1: Spicy Chicken 23 26 Fed Com #501H	API No. Pending SHL: 330' FNL & 2121' FWL, (Unit C), Section 23, T20S, R32E BHL: 100' FSL & 330' FWL, (Unit M), Section 23, T20S, R32E FTP: 100' FNL & 330' FWL, Section 23, T20S, R32E LTP: 100' FSL & 330' FWL, Section 23, T20S, R32E Completion Target: Second Bone Spring (Approx. 8,250' TVD) Orientation: North/South
Well #2: Spicy Chicken 23 26 Fed Com #502H	API No. Pending SHL: 330' FNL & 2181' FWL, (Unit C), Section 23, T20S, R32E BHL: 100' FSL & 1485' FWL, (Unit N), Section 23, T20S, R32E FTP: 100' FNL & 1485' FWL, Section 23, T20S, R32E LTP: 100' FSL & 1485' FWL, Section 23, T20S, R32E Completion Target: Second Bone Spring (Approx. 9700' TVD) Orientation: North/South
Well #3: Spicy Chicken 23 26 Fed Com #503H	API No. Pending SHL: 330' FNL & 2256' FEL, (Unit B), Section 23, T20S, R32E BHL: 100' FSL & 2640' FWL, (Unit N), Section 23, T20S, R32E FTP: 100' FNL & 2640' FWL, Section 23, T20S, R32E LTP: 100' FSL & 2640' FWL, Section 23, T20S, R32E Completion Target: Second Bone Spring (Approx. 9700' TVD) Orientation: North/South
Well #4: Spicy Chicken 23 26 Fed Com #504H	API No. Pending SHL: 330' FNL & 2196' FEL, (Unit B), Section 23, T20S, R32E BHL: 100' FSL & 1485' FEL, (Unit O), Section 23, T20S, R32E FTP: 100' FNL & 1485' FEL, Section 23, T20S, R32E LTP: 100' FSL & 1485' FEL, Section 26, T20S, R32E Completion Target: Second Bone Spring (Approx. 9700' TVD) Orientation: North/South
Horizontal Well First and Last Take Points	Exhibit A.12
Completion Target (Formation, TVD and MD)	Exhibit A.24 (Proposal Letter)
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Drilling Supervision/Month \$	\$10,000. See Exhibit A.24 (Proposal Letter)
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Summary (including special considerations)	Exhibit B
Spacing Unit Schematic	Exhibit B.2, Exhibit B.3
Gunbarrel/Lateral Trajectory Schematic	Exhibit B.2, Exhibit B.3
Well Orientation (with rationale)	Exhibit B, Para. 24
Target Formation	Exhibit B.9
HSU Cross Section	Exhibit B.10
Depth Severance Discussion	Exhibit B, Para. 8
Forms, Figures and Tables	
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Tracts	Exhibit A.13
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General Location Map (including basin)	Exhibit B.1
Well Bore Location Map	Exhibit B.1
Structure Contour Map - Subsea Depth	Exhibit B.9
Cross Section Location Map (including wells)	Exhibit B.5
Cross Section (including Landing Zone)	Exhibit B.10
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):	Deana M. Bennett
Signed Name (Attorney or Party Representative):	<i>Deana M. Bennett</i>
Date:	4/14/2026

COMPULSORY POOLING APPLICATION CHECKLIST**ALL INFORMATION IN THE APPLICATION MUST BE SUPPORTED BY SIGNED AFFIDAVITS**

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Hearing Date:	April 21, 2026
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Designated Operator & OGRID (affiliation if applicable)	Avant Operating II, LLC (332947)
Applicant's Counsel:	Modrall Sperling
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Well Family	Spicy Chicken 23-26 Fed Com
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Formation Name(s) or Vertical Extent:	Bone Spring
Primary Product (Oil or Gas):	Oil
Pooling this vertical extent:	Third Bone Spring defined as the stratigraphic equivalent of 10,172' to 10,971' found on the gamma ray log of the Sam H Snoddy Federal #1 (30-025-27812)
Pool Name and Pool Code:	Salt Lake; Bone Spring pool (Pool Code 53560)
Well Location Setback Rules:	Statewide rules
Spacing Unit	
Type (Horizontal/Vertical)	Horizontal
Size (Acres)	960
Building Blocks:	40
Orientation:	North-South
Description: TRS/County	Section 23 and the N/2 of Section 26, Township 20 South, Range 32 East, N.M.P.M., Lea County, New Mexico
Standard Horizontal Well Spacing Unit (Y/N), If No, describe <u>and is approval of non-standard unit requested in this application?</u>	N: AO II seeks approval of a 960-acre non-standard spacing unit to allow efficiently locate surface facilities, reduce surface disturbance, consolidate roads, tanks, and pipelines, and promote effective well spacing, which is consistent with Division rules. See, e.g., Rule 19.15.167(P) NMAC; Rule 19.15.16.15(B)(8) NMAC; Rule 19.15.16.15(C)(7)(NMAC).
Other Situations	
Depth Severance: Y/N. If yes, description	Y: AO II seeks an order from the Division approving a non-standard 960-acre, more or less, Third Bone Spring horizontal spacing unit defined as the stratigraphic equivalent of 10,172' to 10,971' found on the gamma ray log of the Sam H Snoddy Federal #1 (30-025-27812)
Proximity Tracts: If yes, description	N
Proximity Defining Well: if yes, description	N
Applicant's Ownership in Each Tract	See Exhibit A.17
Reviewed to Imaging: 4/15/2026 4:42:27 PM	

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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Well #2: Spicy Chicken 23 26 Fed Com #602H	API No. Pending SHL: 180' FNL & 2222' FWL, (Unit C), Section 23, T20S, R32E BHL: 2536' FNL & 2310' FWL, (Unit F), Section 26, T20S, R32E FTP: 100' FNL & 2310' FWL, Section 23, T20S, R32E LTP: 2536' FNL & 2310' FWL, Section 26, T20S, R32E Completion Target: Third Bone Spring (Approx. 10,700' TVD) Orientation: North/South
Well #3: Spicy Chicken 23 26 Fed Com #603H	API No. Pending SHL: 180' FNL & 2196' FEL, (Unit B), Section 23, T20S, R32E BHL: 2536' FNL & 770' FEL, (Unit H), Section 26, T20S, R32E FTP: 100' FNL & 770' FWL, Section 23, T20S, R32E LTP: 2536' FNL & 770' FWL, Section 22, T20S, R32E Completion Target: Third Bone Spring (Approx. 10,700' TVD) Orientation: North/South
Horizontal Well First and Last Take Points	Exhibit A.16
Completion Target (Formation, TVD and MD)	Exhibit A.24 (Proposal Letter)
AFE Capex and Operating Costs	
Drilling Supervision/Month \$	\$10,000. See Exhibit A.24 (Proposal Letter)
Production Supervision/Month \$	\$1,000. See Exhibit A. 24 (Proposal Letter)
Justification for Supervision Costs	See Exhibit A.2, Paragraph 74
Requested Risk Charge	200%. See Exhibit A.24 (Proposal Letter)
Notice of Hearing	
Proposed Notice of Hearing	Exhibits A.1; D.1
Proof of Mailed Notice of Hearing (20 days before hearing)	Exhibit D.2 and D.3
Proof of Published Notice of Hearing (10 days before hearing)	Exhibit D.4
Ownership Determination	
Land Ownership Schematic of the Spacing Unit	Exhibit A.17
Tract List (including lease numbers and owners)	Exhibit A.17
If approval of Non-Standard Spacing Unit is requested, Tract List (including lease numbers and owners) of Tracts subject to notice	Exhibit A.19

Pooled Parties (including ownership type)	Exhibit A.17/A.18
Unlocatable Parties to be Pooled	N/A
Ownership Depth Severance (including percentage above & below)	N/A
Joinder	
Sample Copy of Proposal Letter	Exhibit A.24 (Proposal Letter)
List of Interest Owners (ie Exhibit A of JOA)	Exhibit A.17
Chronology of Contact with Non-Joined Working Interests	Exhibit A.6/A.7
Overhead Rates In Proposal Letter	Exhibit A.24 (Proposal Letter)
Cost Estimate to Drill and Complete	Exhibit A.24
Cost Estimate to Equip Well	Exhibit A.24
Cost Estimate for Production Facilities	Exhibit A.24
Geology	
Summary (including special considerations)	Exhibit B
Spacing Unit Schematic	Exhibit B.2, Exhibit B.3
Gunbarrel/Lateral Trajectory Schematic	Exhibit B.2, Exhibit B.3
Well Orientation (with rationale)	Exhibit B, Para. 24
Target Formation	Exhibit B.11
HSU Cross Section	Exhibit B.12
Depth Severance Discussion	Exhibit B, Para. 8
Forms, Figures and Tables	
C-102	Exhibit A.16
Tracts	Exhibit A.17
Summary of Interests, Unit Recapitulation (Tracts)	Exhibit A.17/A.18
General Location Map (including basin)	Exhibit B.1
Well Bore Location Map	Exhibit B.1
Structure Contour Map - Subsea Depth	Exhibit B.11
Cross Section Location Map (including wells)	Exhibit B.5
Cross Section (including Landing Zone)	Exhibit B.12
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):	Deana M. Bennett
Signed Name (Attorney or Party Representative):	<i>Deana M. Bennett</i>
Date:	4/14/2026

COMPULSORY POOLING APPLICATION CHECKLIST**ALL INFORMATION IN THE APPLICATION MUST BE SUPPORTED BY SIGNED AFFIDAVITS**

Case: 25832	APPLICANT'S RESPONSE
Hearing Date:	April 21, 2026
Applicant	Avant Operating II, LLC
Designated Operator & OGRID (affiliation if applicable)	Avant Operating II, LLC (332947)
Applicant's Counsel:	Modrall Sperling
Case Title:	APPLICATION OF AVANT OPERATING II, LLC FOR APPROVAL OF A NON-STANDARD UNIT AND COMPULSORY POOLING, LEA COUNTY, NEW MEXICO
Entries of Appearance/Intervenors:	WR Non-Op LLC; Permian Resources; EOG Resources, Inc.
Well Family	Spicy Chicken 23-26 Fed Com
Formation/Pool	
Formation Name(s) or Vertical Extent:	Wolfcamp
Primary Product (Oil or Gas):	Oil
Pooling this vertical extent:	Wolfcamp
Pool Name and Pool Code:	Hat Mesa; Wolfcamp (Pool Code 96438)
Well Location Setback Rules:	Statewide rules
Spacing Unit	
Type (Horizontal/Vertical)	Horizontal
Size (Acres)	960
Building Blocks:	40
Orientation:	North-South
Description: TRS/County	Section 23 and the N/2 of Section 26, Township 20 South, Range 32 East, N.M.P.M., Lea County, New Mexico
Standard Horizontal Well Spacing Unit (Y/N), If No, describe <u>and is approval of non-standard unit requested in this application?</u>	N: AO II seeks approval of a 960-acre non-standard spacing unit to allow efficiently locate surface facilities, reduce surface disturbance, consolidate roads, tanks, and pipelines, and promote effective well spacing, which is consistent with Division rules. See, e.g., Rule 19.15.167(P) NMAC; Rule 19.15.16.15(B)(8) NMAC; Rule 19.15.16.15(C)(7)(NMAC).
Other Situations	
Depth Severance: Y/N. If yes, description	N
Proximity Tracts: If yes, description	N
Proximity Defining Well: if yes, description	N
Applicant's Ownership in Each Tract	See Exhibit A.21
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

Well #1: Spicy Chicken 23 26 Fed Com #701H	<p>API No. Pending SHL: 180' FNL & 2162' FWL, (Unit C), Section 23, T20S, R32E BHL: 2536' FNL & 1650' FWL, (Unit F), Section 26, T20S, R32E FTP: 100' FNL & 1650' FWL, Section 23, T20S, R32E LTP: 2536' FNL & 1650' FWL, Section 26, T20S, R32E</p> <p>Completion Target: Wolfcamp (Approx. 10,800' TVD) Orientation: North/South</p>
Well #2: Spicy Chicken 23 26 Fed Com #702H	<p>API No. Pending SHL: 180' FNL & 2216' FEL, (Unit B), Section 23, T20S, R32E BHL: 2536' FNL & 1650' FEL, (Unit G), Section 26, T20S, R32E FTP: 100' FNL & 1650' FEL, Section 23, T20S, R32E LTP: 2536' FNL & 1650' FEL, Section 26, T20S, R32E</p> <p>Completion Target: Wolfcamp (Approx. 10,800' TVD) Orientation: North/South</p>
Well #3: Spicy Chicken 23 26 Fed Com #751H	<p>API No. Pending SHL: 180' FNL & 2212' FWL, (Unit C), Section 23, T20S, R32E BHL: 2536' FNL & 990' FWL, (Unit E), Section 26, T20S, R32E FTP: 100' FNL & 990' FWL, Section 23, T20S, R32E LTP: 2536' FNL & 990' FWL, Section 26, T20S, R32E</p> <p>Completion Target: Wolfcamp (Approx. 11,200' TVD) Orientation: North/South</p>
Well #3: Spicy Chicken 23 26 Fed Com #752H	<p>API No. Pending SHL: 180' FNL & 2202' FWL, (Unit C), Section 23, T20S, R32E BHL: 2536' FNL & 2310' FWL, (Unit F), Section 26, T20S, R32E FTP: 100' FNL & 2310' FWL, Section 23, T20S, R32E LTP: 2536' FNL & 2310' FWL, Section 26, T20S, R32E</p> <p>Completion Target: Wolfcamp (Approx. 11,200' TVD) Orientation: North/South</p>
Well #3: Spicy Chicken 23 26 Fed Com #753H	<p>API No. Pending SHL: 180' FNL & 2236' FEL, (Unit B), Section 23, T20S, R32E BHL: 2536' FNL & 1650' FEL, (Unit G), Section 26, T20S, R32E FTP: 100' FNL & 1650' FEL, Section 23, T20S, R32E LTP: 2536' FNL & 1650' FEL, Section 26, T20S, R32E</p> <p>Completion Target: Wolfcamp (Approx. 11,200' TVD) Orientation: North/South</p>
Well #3: Spicy Chicken 23 26 Fed Com #754H	<p>API No. Pending SHL: 180' FNL & 2156' FEL, (Unit B), Section 23, T20S, R32E BHL: 2536' FNL & 330' FEL, (Unit H), Section 26, T20S, R32E FTP: 100' FNL & 330' FEL, Section 23, T20S, R32E LTP: 2536' FNL & 330' FEL, Section 26, T20S, R32E</p> <p>Completion Target: Wolfcamp (Approx. 11,200' TVD) Orientation: North/South</p>
Horizontal Well First and Last Take Points	Exhibit A.20
Completion Target (Formation, TVD and MD)	Exhibit A.24 (Proposal Letter)

AFE Capex and Operating Costs	
Drilling Supervision/Month \$	\$10,000. See Exhibit A.24 (Proposal Letter)
Production Supervision/Month \$	\$1,000. See Exhibit A. 24 (Proposal Letter)
Justification for Supervision Costs	See Exhibit A.2, Paragraph 74
Requested Risk Charge	200%. See Exhibit A.24 (Proposal Letter)
Notice of Hearing	
Proposed Notice of Hearing	Exhibits A.1; D.1
Proof of Mailed Notice of Hearing (20 days before hearing)	Exhibit D.2 and D.3
Proof of Published Notice of Hearing (10 days before hearing)	Exhibit D.4
Ownership Determination	
Land Ownership Schematic of the Spacing Unit	Exhibit A.21
Tract List (including lease numbers and owners)	Exhibit A.21
If approval of Non-Standard Spacing Unit is requested, Tract List (including lease numbers and owners) of Tracts subject to notice	Exhibit A.23
Pooled Parties (including ownership type)	Exhibit A.21/A.22
Unlocatable Parties to be Pooled	N/A
Ownership Depth Severance (including percentage above & below)	N/A
Joinder	
Sample Copy of Proposal Letter	Exhibit A.24 (Proposal Letter)
List of Interest Owners (ie Exhibit A of JOA)	Exhibit A.21
Chronology of Contact with Non-Joined Working Interests	Exhibit A.6/A.7
Overhead Rates In Proposal Letter	Exhibit A.24 (Proposal Letter)
Cost Estimate to Drill and Complete	Exhibit A.24
Cost Estimate to Equip Well	Exhibit A.24
Cost Estimate for Production Facilities	Exhibit A.24
Geology	
Summary (including special considerations)	Exhibit B
Spacing Unit Schematic	Exhibit B.2, Exhibit B.3
Gunbarrel/Lateral Trajectory Schematic	Exhibit B.2, Exhibit B.3
Well Orientation (with rationale)	Exhibit B, Para. 24
Target Formation	Exhibit B.13
HSU Cross Section	Exhibit B.14 & B.15
Depth Severance Discussion	NA
Forms, Figures and Tables	
C-102	Exhibit A.20
Tracts	Exhibit A.21

Summary of Interests, Unit Recapitulation (Tracts)	Exhibit A.21/A.22
General Location Map (including basin)	Exhibit B.1
Well Bore Location Map	Exhibit B.1
Structure Contour Map - Subsea Depth	Exhibit B.13
Cross Section Location Map (including wells)	Exhibit B.5
Cross Section (including Landing Zone)	Exhibit B.14 & B.15
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):	Deana M. Bennett
Signed Name (Attorney or Party Representative):	<i>Deana M. Bennett</i>
Date:	4/14/2026

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

**APPLICATION OF AVANT OPERATING II, LLC
FOR APPROVAL OF A NON-STANDARD UNIT,
COMPULSORY POOLING, AND,
TO THE EXTENT NECESSARY, APPROVAL
OF AN OVERLAPPING SPACING UNIT
LEA COUNTY, NEW MEXICO**

CASE NO. 25827

APPLICATION

Avant Operating II, LLC (“AO II”), OGRID Number 332947, through its undersigned attorneys, hereby files this application with the Oil Conservation Division (“Division”) pursuant to the provisions of NMSA 1978, § 70-2-17, for an order (1) approving a non-standard unit, (2) pooling all uncommitted interests within a non-standard 960-acre, more or less, Avalon/First Bone Spring horizontal spacing unit defined as the stratigraphic equivalent of 7,894’ to 9,221’ found on the gamma ray log of the Sam H Snoddy Federal #1 (30-025-27812), underlying all of Section 23 and the N/2 of Section 26, Township 20 South, Range 32 East, N.M.P.M., Lea County, New Mexico, and (3) approving, to the extent necessary, an overlapping spacing unit. In support of this application, AO II states as follows:

1. AO II has an interest in the subject lands and has a right to drill and operate a well thereon.
2. AO II seeks to dedicate all of Section 23 and the N/2 of Section 26, Township 20 South, Range 32 East, N.M.P.M., Lea County, New Mexico to form a non-standard 960-acre, more or less, Avalon/First Bone Spring horizontal spacing unit, defined as the stratigraphic equivalent of 7,894’ to 9,221’ found on the gamma ray log of the Sam H Snoddy Federal #1 (30-025-27812), in the Salt Lake; Bone Spring pool (Pool code 53560) (the “Unit”).

3. AO II seeks approval of the 960-acre non-standard spacing Unit to allow AO II to efficiently locate surface facilities, reduce surface disturbances, consolidate roads, tracks, and pipelines, and promote effective well spacing.

4. AO II seeks to dedicate the Unit to the following wells:

- a. **Spicy Chicken 23-26 Fed Com #201H, Spicy Chicken 23-26 Fed Com #301H, Spicy Chicken 23-26 Fed Com #302H** wells with proposed surface hole locations in the NE/4 NW/4 (Unit C) of Section 23, and proposed last take points in the SW/4 NW/4 (Unit E) of Section 26;
- b. **Spicy Chicken 23-26 Fed Com #202H, Spicy Chicken 23-26 Fed Com #303H** wells with proposed surface hole locations in the NE/4 NW/4 (Unit C) of Section 23, and proposed last take points in the SE/4 NW/4 (Unit F) of Section 26;
- c. **Spicy Chicken 23-26 Fed Com #203H, Spicy Chicken 23-26 Fed Com #204H, Spicy Chicken 23-26 Fed Com #304H** wells with proposed surface hole locations in the NW/4 NE/4 (Unit B) of Section 23, and proposed last take points in the SW/4 NE/4 (Unit G) of Section 26; and
- d. **Spicy Chicken 23-26 Fed Com #205H, Spicy Chicken 23-26 Fed Com #305H** wells with proposed surface hole locations in the NW/4 NE/4 (Unit B) of Section 23, and proposed last take points in the SE/4 NE/4 (Unit H) of Section 26.

5. The wells will be horizontally drilled, and the producing areas of the wells are expected to be orthodox.

6. This proposed Unit will partially overlap the following spacing units:

- a. A 40-acre spacing unit dedicated to the Baetz 23 Federal #001 well (API 30-025-26414) located in the NE/SW of Section 23 operated by Fasken Oil & Ranch LTD; and
 - b. A 640-acre spacing unit comprised of Section 26 dedicated to the Snoddy Federal #20H (30-025-40447); Snoddy Federal #21H (API 30-025-40838), and Snoddy Federal #23H (API 30-025-40837) operated by Cimarex Energy Co. of Colorado (the Baetz 23 Federal #001 well and the Snoddy Federal #20H to # 23H wells are collectively the “Existing Wells”).
7. The Existing Wells are completed in the Second Bone Spring interval, being described as the stratigraphic equivalent of 9,221’ to 10,172’ found on the gamma ray log of the Sam H Snoddy Federal #1 (30-025-27812). In this application, AO II does not seek to pool the depths associated with the Existing Wells.
8. AO II sought, but has been unable to obtain, a voluntary agreement from all interested owners in the Unit to participate in the drilling of the wells or to otherwise commit their interests to the wells.
9. The pooling of all interests in the Unit will prevent the drilling of unnecessary wells, prevent waste and protect correlative rights.
10. Approval of a non-standard spacing unit will allow AO II to efficiently locate surface facilities for the recovery of oil and gas underlying the subject lands and reduce surface disturbance.

WHEREFORE, AO II requests this application be set for hearing before an Examiner of the Oil Conservation Division on January 8, 2026, and after notice and hearing as required by law, the Division enter its order:

- A. Approving the non-standard spacing Unit;
- B. Pooling all uncommitted interests in the Unit;
- C. Approving, to the extent necessary, the proposed overlapping spacing unit;
- D. Designating AO II as operator of the Unit and the wells to be drilled thereon;
- E. Authorizing AO II to recover its costs of drilling, equipping and completing the wells;
- F. Approving actual operating charges and costs charged for supervision, together with a provision adjusting the rates pursuant to the COPAS accounting procedure; and
- G. Setting a 200% charge for the risk involved in drilling completing the wells in the event a working interest owner elects not to participate in the wells.

Respectfully submitted,

MODRALL SPERLING, ROEHL, HARRIS, &
SISK, P.A.

By: /s/ Deana M. Bennett

Earl E. DeBrine, Jr.

Deana M. Bennett

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Attorneys for Avant Operating II, LLC

CASE NO. 25827 : **Application of Avant Operating II, LLC for approval of a non-standard spacing unit, compulsory pooling, and, to the extent necessary, approval of an overlapping spacing unit, Lea County, New Mexico.** Applicant seeks an order from the Division approving a non-standard 960-acre, more or less, Avalon/First Bone Spring horizontal spacing unit defined as the stratigraphic equivalent of 7,894' to 9,221' found on the gamma ray log of the Sam H Snoddy Federal #1 (30-025-27812) and pooling all uncommitted interests in all of Section 23 and the N/2 of Section 26, Township 20 South, Range 32 East, N.M.P.M., Lea County, New Mexico in the Salt Lake; Bone Spring pool (Pool code 53560). This spacing unit will be dedicated to the following wells: **Spicy Chicken 23-26 Fed Com #201H, Spicy Chicken 23-26 Fed Com #301H, Spicy Chicken 23-26 Fed Com #302H** wells with proposed surface hole locations in the NE/4 NW/4 (Unit C) of Section 23, and proposed last take points in the SW/4 NW/4 (Unit E) of Section 26; **Spicy Chicken 23-26 Fed Com #202H, Spicy Chicken 23-26 Fed Com #303H** wells with proposed surface hole locations in the NE/4 NW/4 (Unit C) of Section 23, and proposed last take points in the SE/4 NW/4 (Unit F) of Section 26; **Spicy Chicken 23-26 Fed Com #203H, Spicy Chicken 23-26 Fed Com #204H, Spicy Chicken 23-26 Fed Com #304H** wells with proposed surface hole locations in the NW/4 NE/4 (Unit B) of Section 23, and proposed last take points in the SW/4 NE/4 (Unit G) of Section 26; and **Spicy Chicken 23-26 Fed Com #205H, Spicy Chicken 23-26 Fed Com #305H** wells with proposed surface hole locations in the NW/4 NE/4 (Unit B) of Section 23, and proposed last take points in the SE/4 NE/4 (Unit H) of Section 26. The wells will be drilled at orthodox locations. Applicant also seeks approval of an overlapping spacing unit, to the extent necessary. This proposed Unit will partially overlap the following spacing units: A 40-acre spacing unit dedicated to the Baetz 23 Federal #001 well (API 30-025-26414) located in the NE/SW of Section 23 operated by Fasken Oil & Ranch LTD; and a 640-acre spacing unit comprised of Section 26 dedicated to the Snoddy Federal #20H (30-025-40447); Snoddy Federal #21H (API 30-025-40838), and Snoddy Federal #23H (API 30-025-40837) operated by Cimarex Energy Co. of Colorado. Also to be considered will be the cost of drilling and completing said wells, the allocation of these costs as well as the actual operating costs and charges for supervision, designation of Avant Operating II, LLC as operator of the wells, and a 200% charge for the risk involved in drilling said wells. Said area is located approximately 36 miles southwest of Hobbs, New Mexico.

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

**APPLICATION OF AVANT OPERATING II, LLC
FOR APPROVAL OF A NON-STANDARD UNIT,
COMPULSORY POOLING, AND,
TO THE EXTENT NECESSARY, APPROVAL
OF AN OVERLAPPING SPACING UNIT
LEA COUNTY, NEW MEXICO**

CASE NO. 25829

APPLICATION

Avant Operating II, LLC (“AO II”), OGRID Number 332947, through its undersigned attorneys, hereby files this application with the Oil Conservation Division (“Division”) pursuant to the provisions of NMSA 1978, § 70-2-17, for an order (1) approving a non-standard unit, and (2) pooling all uncommitted interests within a non-standard 640-acre, more or less, Second Bone Spring horizontal spacing unit defined as the stratigraphic equivalent of 9,519’ to 10,172’ found on the gamma ray log of the Sam H Snoddy Federal #1 (30-025-27812), underlying all of Section 23, Township 20 South, Range 32 East, N.M.P.M., Lea County, New Mexico, and (3) approving, to the extent necessary, an overlapping spacing unit. In support of this application, AO II states as follows:

1. AO II has an interest in the subject lands and has a right to drill and operate a well thereon.
2. AO II seeks to dedicate all of Section 23, Township 20 South, Range 32 East, N.M.P.M., Lea County New Mexico to form a non-standard 640-acre, more or less, Second Bone Spring horizontal spacing unit defined as the stratigraphic equivalent of 9,519’ to 10,172’ found on the gamma ray log of the Sam H Snoddy Federal #1 (30-025-27812) in the Salt Lake; Bone Spring pool (Pool code 53560) (the “Unit”).

3. AO II seeks approval of the 640-acre non-standard spacing Unit to allow AO II to efficiently locate surface facilities, reduce surface disturbances, consolidate roads, tracks, and pipelines, and promote effective well spacing.

4. AO II seeks to dedicate the Unit to the following wells:

- **Spicy Chicken 23 Fed Com #501H** well with a proposed surface hole location in the NE/4 NW/4 (Unit C) of Section 23, and a proposed last take point in the SW/4 SW/4 (Unit M) of Section 23;
- **Spicy Chicken 23 Fed Com #502H and Spicy Chicken 23 Fed Com #503H** wells with proposed surface hole locations in the NE/4 NW/4 (Unit C) of Section 23, and proposed last take points in the SE/4 SW/4 (Unit N) of Section 23;
- **Spicy Chicken 23 Fed Com #504H** well with a proposed surface hole location in the NW/4 NE/4 (Unit B) of Section 23, and a proposed last take point in the SW/4 SE/4 (Unit O) of Section 23; and
- **Spicy Chicken 23 Fed Com #505H** well with a proposed surface hole location in the NW/4 NE/4 (Unit B) of Section 23, and a proposed last take point in the SE/4 SE/4 (Unit P) of Section 23.

5. The wells will be horizontally drilled, and the producing areas of the wells are expected to be orthodox.

6. This proposed Unit will partially overlap a 40-acre spacing unit dedicated to the Baetz 23 Federal #001 well (API 30-025-26414) located in the NE/SW of Section 23 operated by Fasken Oil & Ranch LTD.

7. AO II sought, but has been unable to obtain, a voluntary agreement from all interested owners in the Unit to participate in the drilling of the wells or to otherwise commit their interests to the wells.

8. The pooling of all interests in the Unit will prevent the drilling of unnecessary wells, prevent waste and protect correlative rights.

9. Approval of a non-standard spacing unit will allow AO II to efficiently locate surface facilities for the recovery of oil and gas underlying the subject lands and reduce surface disturbance.

WHEREFORE, AO II requests this application be set for hearing before an Examiner of the Oil Conservation Division on January 8, 2026, and after notice and hearing as required by law, the Division enter its order:

- A. Approving the non-standard spacing Unit;
- B. Pooling all uncommitted interests in the Unit;
- C. Approving, to the extent necessary, the proposed overlapping spacing unit;
- D. Designating AO II as operator of the Unit and the wells to be drilled thereon;
- E. Authorizing AO II to recover its costs of drilling, equipping and completing the wells;
- F. Approving actual operating charges and costs charged for supervision, together with a provision adjusting the rates pursuant to the COPAS accounting procedure; and
- G. Setting a 200% charge for the risk involved in drilling completing the wells in the event a working interest owner elects not to participate in the wells.

Respectfully submitted,

MODRALL SPERLING, ROEHL, HARRIS, &
SISK, P.A.

By: /s/ Deana M. Bennett

Earl E. DeBrine, Jr.

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jeff.goodwin@modrall.com

Attorneys for Avant Operating II, LLC

CASE NO. 25829 : **Application of Avant Operating II, LLC for approval of a non-standard spacing unit, compulsory pooling, and, to the extent necessary, approval of an overlapping spacing unit, Lea County, New Mexico.** Applicant seeks an order from the Division approving a non-standard 640-acre, more or less, Second Bone Spring horizontal spacing unit defined as the stratigraphic equivalent of 9,519' to 10,172' found on the gamma ray log of the Sam H Snoddy Federal #1 (30-025-27812) in the Salt Lake; Bone Spring pool (Pool code 53560) and pooling all uncommitted interests in all of Section 23, Township 20 South, Range 32 East, N.M.P.M., Lea County, New Mexico in the Salt Lake; Bone Spring pool (Pool code 53560). This spacing unit will be dedicated to the following wells: **Spicy Chicken 23 Fed Com #501H** well with a proposed surface hole location in the NE/4 NW/4 (Unit C) of Section 23, and a proposed last take point in the SW/4 SW/4 (Unit M) of Section 23; **Spicy Chicken 23 Fed Com #502H and Spicy Chicken 23 Fed Com #503H** wells with proposed surface hole locations in the NE/4 NW/4 (Unit C) of Section 23, and proposed last take points in the SE/4 SW/4 (Unit N) of Section 23; **Spicy Chicken 23 Fed Com #504H** well with a proposed surface hole location in the NW/4 NE/4 (Unit B) of Section 23, and a proposed last take point in the SW/4 SE/4 (Unit O) of Section 23; and **Spicy Chicken 23 Fed Com #505H** well with a proposed surface hole location in the NW/4 NE/4 (Unit B) of Section 23, and a proposed last take point in the SE/4 SE/4 (Unit P) of Section 23. The wells will be drilled at orthodox locations. Applicant also seeks approval of an overlapping spacing unit, to the extent necessary. This proposed Unit will partially overlap a 40-acre spacing unit dedicated to the Baetz 23 Federal #001 well (API 30-025-26414) located in the NE/SW of Section 23 operated by Fasken Oil & Ranch LTD. Also to be considered will be the cost of drilling and completing said wells, the allocation of these costs as well as the actual operating costs and charges for supervision, designation of Avant Operating II, LLC as operator of the wells, and a 200% charge for the risk involved in drilling said wells. Said area is located approximately 36 miles southwest of Hobbs, New Mexico.

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

**APPLICATION OF AVANT OPERATING II, LLC
FOR APPROVAL OF A NON-STANDARD UNIT
AND COMPULSORY POOLING, AND,
TO THE EXTENT NECESSARY, APPROVAL
OF AN OVERLAPPING SPACING UNIT
LEA COUNTY, NEW MEXICO**

CASE NO. 25831

APPLICATION

Avant Operating II, LLC (“AO II”), OGRID Number 332947, through its undersigned attorneys, hereby files this application with the Oil Conservation Division (“Division”) pursuant to the provisions of NMSA 1978, § 70-2-17, for an order (1) approving a non-standard unit, and (2) pooling all uncommitted interests within a non-standard 960-acre, more or less, Third Bone Spring horizontal spacing unit defined as the stratigraphic equivalent of 10,172’ to 10,971’ found on the gamma ray log of the Sam H Snoddy Federal #1 (30-025-27812), underlying all of Section 23 and the N/2 of Section 26, Township 20 South, Range 32 East, N.M.P.M., Lea County, New Mexico, and (3) approving, to the extent necessary, an overlapping spacing unit. In support of this application, AO II states as follows:

1. AO II has an interest in the subject lands and has a right to drill and operate a well thereon.
2. AO II seeks to dedicate all of Section 23 and the N/2 of Section 26, Township 20 South, Range 32 East, N.M.P.M., Lea County, New Mexico to form a non-standard 960-acre, more or less, Third Bone Spring horizontal spacing unit, defined as the stratigraphic equivalent of 10,172’ to 10,971’ found on the gamma ray log of the Sam H Snoddy Federal #1 (30-025-27812), in the Salt Lake; Bone Spring pool (Pool code 53560) (the “Unit”).

3. AO II seeks approval of the 960-acre non-standard spacing Unit to allow AO II to efficiently locate surface facilities, reduce surface disturbances, consolidate roads, tracks, and pipelines, and promote effective well spacing.

4. AO II seeks to dedicate the Unit to the following wells:

- a. **Spicy Chicken 23-26 Fed Com #601H** well with a proposed surface hole location in the NE/4 NW/4 (Unit C) of Section 23, and a proposed last take point in the SW/4 NW/4 (Unit E) of Section 26;
- b. **Spicy Chicken 23-26 Fed Com #602H** well with a proposed surface hole location in the NE/4 NW/4 (Unit C) of Section 23, and a proposed last take point in the SW/4 NE/4 (Unit G) of Section 26; and
- c. **Spicy Chicken 23-26 Fed Com #603H** well with a proposed surface hole location in the NW/4 NE/4 (Unit B) of Section 23, and a proposed last take point in the SE/4 NE/4 (Unit H) of Section 26.

5. The wells will be horizontally drilled, and the producing areas of the wells are expected to be orthodox.

6. This proposed Unit will partially overlap the following spacing units:

- a. A 40-acre spacing unit dedicated to the Baetz 23 Federal #001 well (API 30-025-26414) located in the NE/SW of Section 23 operated by Fasken Oil & Ranch LTD; and
- b. A 640-acre spacing unit comprised of Section 26 dedicated to the Snoddy Federal #20H (30-025-40447); Snoddy Federal #21H (API 30-025-40838), and Snoddy Federal #23H (API 30-025-40837) operated by Cimarex Energy Co. of

Colorado (the Baetz 23 Federal #001 well and the Snoddy Federal #20H to #23H wells are collectively the “Existing Wells”).

7. The Existing Wells are completed in the Second Bone Spring interval, being described as the stratigraphic equivalent of 9,221’ to 10,172’ found on the gamma ray log of the Sam H Snoddy Federal #1 (30-025-27812). In this application, AO II does not seek to pool the depths associated with the Existing Wells.

8. AO II sought, but has been unable to obtain, a voluntary agreement from all interested owners in the Unit to participate in the drilling of the wells or to otherwise commit their interests to the wells.

9. The pooling of all interests in the Unit will prevent the drilling of unnecessary wells, prevent waste and protect correlative rights.

10. Approval of a non-standard spacing unit will allow AO II to efficiently locate surface facilities for the recovery of oil and gas underlying the subject lands and reduce surface disturbance.

WHEREFORE, AO II requests this application be set for hearing before an Examiner of the Oil Conservation Division on January 8, 2026, and after notice and hearing as required by law, the Division enter its order:

- A. Approving the non-standard spacing Unit;
- B. Pooling all uncommitted interests in the Unit;
- C. Approving, to the extent necessary, the proposed overlapping spacing unit;
- D. Designating AO II as operator of the Unit and the wells to be drilled thereon;
- E. Authorizing AO II to recover its costs of drilling, equipping and completing the wells;

F. Approving actual operating charges and costs charged for supervision, together with a provision adjusting the rates pursuant to the COPAS accounting procedure; and

G. Setting a 200% charge for the risk involved in drilling completing the wells in the event a working interest owner elects not to participate in the wells.

Respectfully submitted,

MODRALL SPERLING, ROEHL, HARRIS, &
SISK, P.A.

By: /s/ Deana M. Bennett

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Attorneys for Avant Operating II, LLC

CASE NO. 25831 : **Application of Avant Operating II, LLC for approval of a non-standard spacing unit, compulsory pooling, and, to the extent necessary, approval of an overlapping spacing unit, Lea County, New Mexico.** Applicant seeks an order from the Division approving a non-standard 960-acre, more or less, Third Bone Spring horizontal spacing unit defined as the stratigraphic equivalent of 10,172' to 10,971' found on the gamma ray log of the Sam H Snoddy Federal #1 (30-025-27812) and pooling all uncommitted interests in all of Section 23 and the N/2 of Section 26, Township 20 South, Range 32 East, N.M.P.M., Lea County, New Mexico in the Salt Lake; Bone Spring pool (Pool code 53560). This spacing unit will be dedicated to the following wells: **Spicy Chicken 23-26 Fed Com #601H** well with a proposed surface hole location in the NE/4 NW/4 (Unit C) of Section 23, and a proposed last take point in the SW/4 NW/4 (Unit E) of Section 26; **Spicy Chicken 23-26 Fed Com #602H** well with a proposed surface hole location in the NE/4 NW/4 (Unit C) of Section 23, and a proposed last take point in the SE/4 NW/4 (Unit F) of Section 26; and **Spicy Chicken 23-26 Fed Com #603H** well with a proposed surface hole location in the NW/4 NE/4 (Unit B) of Section 23, and a proposed last take point in the SE/4 NE/4 (Unit H) of Section 26. The wells will be drilled at orthodox locations. Applicant also seeks approval of an overlapping spacing unit, to the extent necessary. This proposed Unit will partially overlap the following spacing units: A 40-acre spacing unit dedicated to the Baetz 23 Federal #001 well (API 30-025-26414) located in the NE/SW of Section 23 operated by Fasken Oil & Ranch LTD; and a 640-acre spacing unit comprised of Section 26 dedicated to the Snoddy Federal #20H (30-025-40447); Snoddy Federal #21H (API 30-025-40838), and Snoddy Federal #23H (API 30-025-40837) operated by Cimarex Energy Co. of Colorado. Also to be considered will be the cost of drilling and completing said wells, the allocation of these costs as well as the actual operating costs and charges for supervision, designation of Avant Operating II, LLC as operator of the wells, and a 200% charge for the risk involved in drilling said wells. Said area is located approximately 36 miles southwest of Hobbs, New Mexico.

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

**APPLICATION OF AVANT OPERATING II, LLC
FOR APPROVAL OF A NON-STANDARD UNIT
AND COMPULSORY POOLING,
LEA COUNTY, NEW MEXICO.**

CASE NO. 25832

APPLICATION

Avant Operating II, LLC (“AO II”), OGRID Number 332947, through its undersigned attorneys, hereby files this application with the Oil Conservation Division (“Division”) pursuant to the provisions of NMSA 1978, § 70-2-17, for an order (1) approving a non-standard unit to the extent necessary, and (2) pooling all uncommitted interests within a non-standard 960-acre, more or less Wolfcamp horizontal spacing unit comprised of all of Section 23 and the N/2 of Section 26, Township 20 South, Range 32 East, N.M.P.M., Lea County, New Mexico. In support of this application, AO II states as follows:

1. AO II has an interest in the subject lands and has a right to drill and operate a well thereon.
2. AO II seeks to dedicate all of Section 23 and the N/2 of Section 26, Township 20 South, Range 32 East, Lea County, New Mexico to form a 960-acre, more or less, Wolfcamp horizontal spacing unit in the Salt Lake; Wolfcamp pool (Pool code 53570) (the “Unit”).
3. AO II seeks approval of the 960-acre non-standard spacing unit because approval of this application will allow AO II to efficiently locate surface facilities, reduce surface disturbance, consolidate roads, tanks, and pipelines, and promote effective well spacing.
4. AO II seeks to dedicate the Unit to the following wells:
 - **Spicy Chicken 23-26 Fed Com #751H, Spicy Chicken 23-26 Fed Com #801H** wells with proposed surface hole locations in the NE/4 NW/4 (Unit C)

of Section 23, and proposed last take points in the SW/4 NW/4 (Unit E) of Section 26;

- **Spicy Chicken 23-26 Fed Com #701H, Spicy Chicken 23-26 Fed Com #752H, Spicy Chicken 23-26 Fed Com #802H** wells with proposed surface hole locations in the NE/4 NW/4 (Unit C) of Section 23, and proposed last take points in the SE/4 NW/4 (Unit F) of Section 26;
- **Spicy Chicken 23-26 Fed Com #702H, Spicy Chicken 23-26 Fed Com #753H, Spicy Chicken 23-26 Fed Com #803H** wells with a proposed surface hole location in the NW/4 NE/4 (Unit B) of Section 23, and a proposed last take points in the SW/4 NE/4 (Unit G) of Section 26; and
- **Spicy Chicken 23-26 Fed Com #754H, Spicy Chicken 23-26 Fed Com #804H** wells with proposed surface hole locations in the NE/4 NE/4 (Unit B) of Section 23, and proposed last take points in the SE/4 NE/4 (Unit H) of Section 26.

5. The wells will be horizontally drilled, and the producing areas for the wells are expected to be orthodox.

6. AO II sought, but has been unable to obtain, a voluntary agreement from all interest owners in the Unit to participate in the drilling of the wells or to otherwise commit their interests to the wells.

7. The pooling of all interests in the Unit will prevent the drilling of unnecessary wells, prevent waste and protect correlative rights.

8. Approval of a non-standard spacing unit will allow AO II to efficiently locate surface facilities for the recovery of oil and gas underlying the subject lands and reduce surface disturbance.

WHEREFORE, AO II requests this application be set for hearing before an Examiner of the Oil Conservation Division on January 8, 2026, and after notice and hearing as required by law, the Division enter its order:

- A. Approving the non-standard spacing Unit;
- B. Pooling all uncommitted interests in the Unit;
- C. Designating AO II as operator of the Unit and the wells to be drilled thereon;
- D. Authorizing AO II to recover its costs of drilling, equipping and completing the wells;
- E. Approving actual operating charges and costs charged for supervision, together with a provision adjusting the rates pursuant to the COPAS accounting procedure; and
- F. Setting a 200% charge for the risk involved in drilling and completing the wells in the event a working interest owner elects not to participate in the wells.

Respectfully submitted,

MODRALL SPERLING, ROEHL,
HARRIS, & SISK, P.A.

By: /s/ Deana M. Bennett

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CASE NO. 25832 : **Application of Avant Operating II, LLC for approval of a non-standard spacing unit, compulsory pooling, and, to the extent necessary, approval of an overlapping spacing unit, Lea County, New Mexico.** Applicant seeks an order from the Division approving a non-standard 960-acre, more or less, Wolfcamp horizontal spacing unit and pooling all uncommitted interests in all of Section 23 and the N/2 of Section 26, Township 20 South, Range 32 East, N.M.P.M., Lea County, New Mexico, in the Salt Lake; Wolfcamp pool (Pool code 53570). This spacing unit will be dedicated to the following wells: **Spicy Chicken 23-26 Fed Com #751H, Spicy Chicken 23-26 Fed Com #801H** wells with proposed surface hole locations in the NE/4 NW/4 (Unit C) of Section 23, and proposed last take points in the SW/4 NW/4 (Unit E) of Section 26; **Spicy Chicken 23-26 Fed Com #701H, Spicy Chicken 23-26 Fed Com #752H, Spicy Chicken 23-26 Fed Com #802H** wells with proposed surface hole locations in the NE/4 NW/4 (Unit C) of Section 23, and proposed last take points in the SE/4 NW/4 (Unit F) of Section 26; **Spicy Chicken 23-26 Fed Com #702H, Spicy Chicken 23-26 Fed Com #753H, Spicy Chicken 23-26 Fed Com #803H** wells with a proposed surface hole location in the NW/4 NE/4 (Unit B) of Section 23, and a proposed last take points in the SW/4 NE/4 (Unit G) of Section 26; and **Spicy Chicken 23-26 Fed Com #754H, Spicy Chicken 23-26 Fed Com #804H** wells with proposed surface hole locations in the NE/4 NE/4 (Unit B) of Section 23, and proposed last take points in the SE/4 NE/4 (Unit H) of Section 26. The wells will be drilled at orthodox locations. Also to be considered will be the cost of drilling and completing said wells, the allocation of these costs as well as the actual operating costs and charges for supervision, designation of Avant Operating II, LLC as operator of the wells, and a 200% charge for risk involved in drilling said wells. Said area is located approximately 36 miles southwest of Hobbs, New Mexico.

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

**APPLICATION OF AVANT OPERATING II, LLC
FOR APPROVAL OF A NON-STANDARD UNIT,
COMPULSORY POOLING, AND,
TO THE EXTENT NECESSARY, APPROVAL
OF AN OVERLAPPING SPACING UNIT
LEA COUNTY, NEW MEXICO**

CASE NO. 25827, 25829, 25831

**APPLICATION OF AVANT OPERATING II, LLC
FOR APPROVAL OF A NON-STANDARD UNIT
AND COMPULSORY POOLING,
LEA COUNTY, NEW MEXICO.**

CASE NO. 25832

SELF-AFFIRMED STATEMENT OF TIFFANY SARANTINOS

Tiffany Sarantinos hereby states and declares as follows:

BACKGROUND

1. I am a Landman for Avant Operating II, LLC (“AO II”), over the age of 18, and have personal knowledge of the matters stated herein.
2. I have testified before the New Mexico Oil Conservation Division (the “Division”) and my credentials as an expert petroleum landman were accepted as a matter of record.
3. My work for AO II includes the area of Lea County in New Mexico. I am involved in title, ownership, and leasing. I submit the following information pursuant to NMAC 19.15.4.12.A(1) in support of AO IIs compulsory pooling applications.
4. I am familiar with the applications AO II filed in Case Nos. 25827, 25829, 25831, and 25832, which are included in the exhibit packet as **Exhibit A.1**. I am also familiar with the applications filed by Permian Resources (“Permian”) in Case Nos. 25833-25845. I am familiar with the land matters involved in these cases.

EXHIBIT A.2

5. My testimony and exhibits address the information common to all cases and then address case specific information on a case-by-case basis.

TESTIMONY AND EXHIBITS APPLICABLE TO ALL CASES

6. These cases involve overlapping competing applications. Both Avant and Permian seek to develop the Bone Spring and Wolfcamp formations underlying Section 23 and the N/2 of Section 26, Township 20 South, Range 32 East, N.M.P.M., Lea County, New Mexico.

7. AO II seeks to dedicate this acreage to its proposed Spicy Chicken 23-26 Fed Com wells (the AO II Spicy Chicken Wells).

8. AO II filed four total applications. Three of AO II's cases, Case Nos. 25827, 25831, and 25832, cover all of Section 23 and the N/2 of Section 26, and those cases involve the First Bone Spring, the Third Bone Spring, and the Wolfcamp. AO II Case No. 25829 covers all of Section 23 and involves the Second Bone Spring. In Case No. 25829, AO II proposes one-mile wells in Section 23 due to existing wells in Section 26.

9. In its applications, Permian seeks to dedicate this acreage to its proposed Spicy Chicken Fed Com wells (the PR Spicy Chicken Wells).

10. Permian's Case Nos. 25833 to 25835 and 25838 to 25845 together cover all of Section 23 and the N/2 of Section 26. Permian's remaining two cases, Case Nos. 25836 and 25837, cover all of Section 23 and involve the Second Bone Spring.

11. Thus, each party is proposing units that include Section 23 and the N/2 of Section 26 and also proposing units that include only Section 23.

12. To orient the Division, **Exhibit A.3** is a map showing the general location of the Spicy Chicken development area.

EXHIBIT A.2

13. There are several reasons, from a land perspective, that AO II's applications should be granted and Permian's denied. First, AO II has the highest working interest in the proposed units. Second, AO II has worked with other interest owners and thus has an even higher working interest control than Permian. Finally, AO II's plan reduces surface impacts and reduces economic waste, while efficiently developing the acreage at issue and AO II is planning to develop this acreage in the near term.

A. Working Interest: AO II Has the Highest and Majority Working Interest

14. As shown on **Exhibit A.4**, AO II is the majority interest owner in the acreage at issue in these cases.

15. With respect to the competing cases covering only Section 23, AO II has 80.28% of the working interest in Section 23 **and 93.07% working interest control** and Permian has only 1.74% in Section 23.

16. For the competing cases covering Section 23 and the N/2 of Section 26, AO II has 62.88% working interest control and 53.52% working interest. Permian owns 32.99%.

17. Granting Permian's applications would prevent AO II from drilling wells in Section 23 where AO II has 93.07% working interest control. In my opinion, it would make no sense for Permian to move forward with its development plan that includes drilling wells in acreage where AO II has 93.07% working interest control and Permian has only 1.74%, especially when, as here, AO II is proposing its own development plan to develop its acreage. In my opinion, allowing Permian to move forward with its development plan would be contrary to the Division's goal of protecting correlative rights under these circumstances because it would completely undermine AO II's significant majority interest in the Section 23.

EXHIBIT A.2

18. Nor would it make any sense to grant Permian's other competing applications when Permian's ownership in its 1.5 mile Spicy Chicken proposed units is significantly lower than AO II's ownership and control in its proposed 1.5 mile Spicy Chicken units. As discussed above, AO II has 62.88% working interest control and 53.52% working interest. Permian owns 32.99%.

19. In my opinion, allowing AO II to move forward with this development plans is consistent with my understanding that the Division's preference is to allow operators to develop acreage where they own the majority interest in order to protect correlative rights.

B. AO II's Spicy Chicken Wells Are On AO II's Drilling Schedule and AO II Has Undertaken Steps Necessary to Drill the Wells

20. As shown on **Exhibit A.5**, AO II's Spicy Chicken wells are on AO II's near term drilling schedule.

21. AO II had an onsite with the BLM in September 2025.

22. AO II also has an established relationship with the federal grazing permittee.

23. AO II has a surface use agreement in place effective September 1, 2025.

24. In addition, in December 2025, AO II has submitted APDs to BLM for approval.

25. Once the APDs are approved, AO II intends to move forward with drilling the wells as outlined on Exhibit A.5.

C. Communications with Permian Resources

26. In my opinion, AO II has negotiated with Permian in good faith. **Exhibit A.6** includes a communication timeline as well as a summary of contacts.

27. AO II closed on its acquisition of its interests in the Spicy Chicken Development Area in September 2025.

28. AO II and Permian have been in trade discussions about various acreage for the past several months.

EXHIBIT A.2

29. AO II sent Permian proposals for the Spicy Chicken Development Area on October 1, 2025.

30. Since that time, AO II has had multiple communications with Permian regarding potential trades to include the Spicy Chicken Development Area acreage.

31. To date, AOII and Permian have not reached a resolution in regard to the Spicy Chicken acreage.

32. In sum, in my opinion, AO II has negotiated with Permian in good faith.

D. Communications with Other Working Interest Owners

33. I have conducted a diligent search of the public records in the county where the wells are located, and conducted phone directory and computer searches to locate contact information for parties entitled to notification, and mailed the working interest owners well proposals.

34. In my opinion, AO II has negotiated with the other working interest owners in good faith. **Exhibit A.7** includes a communication timeline as well as a summary of contacts.

CASE NO. 25827 SPECIFIC TESTIMONY AND EXHIBITS

35. Below is a brief description of the facts and exhibits for Case No. 25827.

36. In Case No. **25827**, Avant Operating II LLC seeks an order from the Division approving a non-standard 960-acre, more or less, Avalon/First Bone Spring horizontal spacing unit defined as the stratigraphic equivalent of 7,894' to 9,221' found on the gamma ray log of the Sam H Snoddy Federal #1 (30-025-27812) and pooling all uncommitted interests in all of Section 23 and the N/2 of Section 26, Township 20 South, Range 32 East, N.M.P.M., Lea County, New Mexico in the Salt Lake; Bone Spring pool (Pool code 53560). This spacing unit will be dedicated to the following wells: **Spicy Chicken 23-26 Fed Com #201H, Spicy Chicken 23-26 Fed Com**

EXHIBIT A.2

#301H, Spicy Chicken 23-26 Fed Com #302H wells with proposed surface hole locations in the NE/4 NW/4 (Unit C) of Section 23, and proposed last take points in the SW/4 NW/4 (Unit E) of Section 26; **Spicy Chicken 23-26 Fed Com #202H, Spicy Chicken 23-26 Fed Com #303H** wells with proposed surface hole locations in the NE/4 NW/4 (Unit C) of Section 23, and proposed last take points in the SE/4 NW/4 (Unit F) of Section 26; **Spicy Chicken 23-26 Fed Com #203H, Spicy Chicken 23-26 Fed Com #204H, Spicy Chicken 23-26 Fed Com #304H** wells with proposed surface hole locations in the NW/4 NE/4 (Unit B) of Section 23, and proposed last take points in the SW/4 NE/4 (Unit G) of Section 26; and **Spicy Chicken 23-26 Fed Com #205H, Spicy Chicken 23-26 Fed Com #305H** wells with proposed surface hole locations in the NW/4 NE/4 (Unit B) of Section 23, and proposed last take points in the SE/4 NE/4 (Unit H) of Section 26.

37. AO II seeks approval of the non-standard spacing unit to allow efficiently locate surface facilities, reduce surface disturbance, consolidate roads, tanks, and pipelines, and promote effective well spacing, which is consistent with Division rules. *See, e.g.*, Rule 19.15.167(P) NMAC; Rule 19.15.16.15(B)(8) NMAC; Rule 19.15.16.15(C)(7)(NMAC).

38. Attached as **Exhibit A.8** are the proposed C-102s for these wells. The wells will develop the Salt Lake; Bone Spring pool (Pool Code 53560).

39. This pool is an oil pool with 40-acre building blocks.

40. This pool is governed by the state-wide horizontal well rules.

41. The producing area for the wells will be orthodox.

42. Attached as **Exhibit A.9** is a lease tract map for Case No. 25827. The second page of this exhibit shows the ownership breakdown by lease tract and within the unit and again confirms that AO II has higher working interest ownership than Permian. AO II has 53.52%

EXHIBIT A.2

working interest. Permian only has 32.99 % (Earthstone). Exhibit A.9 also identifies the working interest owners to be pooled by yellow highlighting.

43. **Exhibit A.10** is a list of the overriding royalty owners to be pooled in this case.

44. **Exhibit A.11** includes a map comparing standard units to the proposed non-standard unit scenario and also includes maps identifying the offset notice parties and a list of notice parties for those tracts where AO II is the operator.

45. AO II also seeks approval of an overlapping spacing unit, to the extent necessary. This proposed Unit will partially overlap the following spacing units: A 40-acre spacing unit dedicated to the Baetz 23 Federal #001 well (API 30-025-26414) located in the NE/SW of Section 23 operated by Avant Operating II, LLC;¹ and a 640-acre spacing unit comprised of Section 26 dedicated to the Snoddy Federal #20H (30-025-40447); Snoddy Federal #21H (API 30-025-40838), and Snoddy Federal #23H (API 30-025-40837) operated by Cimarex Energy Co. of Colorado.

CASE NO. 25829 SPECIFIC TESTIMONY AND EXHIBITS

46. Below is a brief description of the facts and exhibits for Case No. 25829.

47. In Case No. **25829**, Avant Operating II LLC seeks an order from the Division approving a non-standard 640-acre, more or less, Second Bone Spring horizontal spacing unit defined as the stratigraphic equivalent of 9,519' to 10,172' found on the gamma ray log of the Sam H Snoddy Federal #1 (30-025-27812) in the Salt Lake; Bone Spring pool (Pool code 53560) and pooling all uncommitted interests in all of Section 23, Township 20 South, Range 32 East, N.M.P.M., Lea County, New Mexico in the Salt Lake; Bone Spring pool (Pool code 53560). This spacing unit will be dedicated to the following wells: **Spicy Chicken 23 Fed Com #501H** well

¹ Shortly after AO II submitted its pooling applications in these cases, operatorship of this well was transferred to AO II.

EXHIBIT A.2

with a proposed surface hole location in the NE/4 NW/4 (Unit C) of Section 23, and a proposed last take point in the SW/4 SW/4 (Unit M) of Section 23; **Spicy Chicken 23 Fed Com #502H and Spicy Chicken 23 Fed Com #503H** wells with proposed surface hole locations in the NE/4 NW/4 (Unit C) of Section 23, and proposed last take points in the SE/4 SW/4 (Unit N) of Section 23; **Spicy Chicken 23 Fed Com #504H** well with a proposed surface hole location in the NW/4 NE/4 (Unit B) of Section 23, and a proposed last take point in the SW/4 SE/4 (Unit O) of Section 23; and **Spicy Chicken 23 Fed Com #505H** well with a proposed surface hole location in the NW/4 NE/4 (Unit B) of Section 23, and a proposed last take point in the SE/4 SE/4 (Unit P) of Section 23.

48. AO II seeks approval of the non-standard spacing unit to allow efficiently locate surface facilities, reduce surface disturbance, consolidate roads, tanks, and pipelines, and promote effective well spacing, which is consistent with Division rules. *See, e.g.*, Rule 19.15.167(P) NMAC; Rule 19.15.16.15(B)(8) NMAC; Rule 19.15.16.15(C)(7)(NMAC).

49. Attached as **Exhibit A.12** are the proposed C-102s for these wells. The wells will develop the Salt Lake; Bone Spring pool (Pool code 53560).

50. The producing area for the wells will be orthodox.

51. Attached as **Exhibit A.13** is a lease tract map for Case No. 25829. The second page of this exhibit shows the ownership breakdown and again confirms that AO II has higher working interest ownership than Permian. AO II has 80.28% working interest. Permian only has 1.74% (Earthstone). Exhibit A.13 also identifies the working interest owners to be pooled by yellow highlighting.

52. **Exhibit A.14** is a list of the overriding royalty owners to be pooled in this case

EXHIBIT A.2

53. **Exhibit A.15** includes a map comparing standard units to the proposed non-standard unit scenario and also includes maps identifying the offset notice parties and a list of notice parties for those tracts where AO II is the operator.

54. AO II also seeks approval of an overlapping spacing unit, to the extent necessary. This proposed Unit will partially overlap a 40-acre spacing unit dedicated to the Baetz 23 Federal #001 well (API 30-025-26414) located in the NE/SW of Section 23 operated by Avant Operating II, LLC. Also to be considered will be the cost of drilling and completing said wells, the allocation of these costs as well as the actual operating costs and charges for supervision, designation of Avant Operating II, LLC as operator of the wells, and a 200% charge for the risk involved in drilling said wells. Said area is located approximately 36 miles southwest of Hobbs, New Mexico.

CASE NO. 25831 SPECIFIC TESTIMONY AND EXHIBITS

55. Below is a brief description of the facts and exhibits for Case No. 25831.

56. In Case No. **25831**, Avant Operating II LLC seeks an order from the Division approving a non-standard 960-acre, more or less, Third Bone Spring horizontal spacing unit defined as the stratigraphic equivalent of 10,172' to 10,971' found on the gamma ray log of the Sam H Snoddy Federal #1 (30-025-27812) and pooling all uncommitted interests in all of Section 23 and the N/2 of Section 26, Township 20 South, Range 32 East, N.M.P.M., Lea County, New Mexico in the Salt Lake; Bone Spring pool (Pool code 53560). This spacing unit will be dedicated to the following wells: **Spicy Chicken 23-26 Fed Com #601H** well with a proposed surface hole location in the NE/4 NW/4 (Unit C) of Section 23, and a proposed last take point in the SW/4 NW/4 (Unit E) of Section 26; **Spicy Chicken 23-26 Fed Com #602H** well with a proposed surface hole location in the NE/4 NW/4 (Unit C) of Section 23, and a proposed last take point in the SE/4 NW/4 (Unit F) of Section 26; and **Spicy Chicken 23-26 Fed Com #603H** well with a proposed

EXHIBIT A.2

surface hole location in the NW/4 NE/4 (Unit B) of Section 23, and a proposed last take point in the SE/4 NE/4 (Unit H) of Section 26.

57. AO II seeks approval of the non-standard spacing unit to allow efficiently locate surface facilities, reduce surface disturbance, consolidate roads, tanks, and pipelines, and promote effective well spacing, which is consistent with Division rules. *See, e.g.*, Rule 19.15.167(P) NMAC; Rule 19.15.16.15(B)(8) NMAC; Rule 19.15.16.15(C)(7)(NMAC).

58. Attached as **Exhibit A.16** are the proposed C-102s for these wells. The wells will develop the Salt Lake; Bone Spring pool (Pool code 53560).

59. The producing area for the wells will be orthodox.

60. Attached as **Exhibit A.17** is a lease tract map for Case No. 25831. The second page of this exhibit shows the ownership breakdown by lease tract and within the unit and again confirms that AO II has higher working interest ownership than Permian. AO II has 53.52% working interest. Permian only has 32.99 % (Earthstone). Exhibit A.17 also identifies the working interest owners to be pooled by yellow highlighting.

61. **Exhibit A.18** is a list of the overriding royalty owners to be pooled in this case

62. **Exhibit A.19** includes a map comparing standard units to the proposed non-standard unit scenario and also includes maps identifying the offset notice parties and a list of notice parties for those tracts where AO II is the operator.

63. AO II also seeks approval of an overlapping spacing unit, to the extent necessary. This proposed Unit will partially overlap the following spacing units: A 40-acre spacing unit dedicated to the Baetz 23 Federal #001 well (API 30-025-26414) located in the NE/SW of Section 23 operated by Avant Operating II, LLC; and a 640-acre spacing unit comprised of Section 26 dedicated to the Snoddy Federal #20H (30-025-40447); Snoddy Federal #21H (API 30-025-

EXHIBIT A.2

40838), and Snoddy Federal #23H (API 30-025-40837) operated by Cimarex Energy Co. of Colorado.

CASE NO. 25832 SPECIFIC TESTIMONY AND EXHIBITS

64. Below is a brief description of the facts and exhibits for Case No. 25831.

65. In Case No. **25832**, Avant Operating II LLC seeks an order from the Division approving a non-standard 960-acre, more or less, Wolfcamp horizontal spacing unit and pooling all uncommitted interests in all of Section 23 and the N/2 of Section 26, Township 20 South, Range 32 East, N.M.P.M., Lea County, New Mexico, in the Hat Mesa; Wolfcamp pool (Pool code 96438). This spacing unit will be dedicated to the following wells: **Spicy Chicken 23-26 Fed Com #751H** well with a proposed surface hole location in the NE/4 NW/4 (Unit C) of Section 23, and a proposed last take point in the SW/4 NW/4 (Unit E) of Section 26; **Spicy Chicken 23-26 Fed Com #701H, Spicy Chicken 23-26 Fed Com #752H** wells with proposed surface hole locations in the NE/4 NW/4 (Unit C) of Section 23, and proposed last take points in the SE/4 NW/4 (Unit F) of Section 26; **Spicy Chicken 23-26 Fed Com #702H, Spicy Chicken 23-26 Fed Com #753H** wells with a proposed surface hole location in the NW/4 NE/4 (Unit B) of Section 23, and a proposed last take points in the SW/4 NE/4 (Unit G) of Section 26; and **Spicy Chicken 23-26 Fed Com #754H** well with a proposed surface hole location in the NE/4 NE/4 (Unit B) of Section 23, and a proposed last take point in the SE/4 NE/4 (Unit H) of Section 26.²

66. AO II seeks approval of the non-standard spacing unit to allow efficiently locate surface facilities, reduce surface disturbance, consolidate roads, tanks, and pipelines, and promote effective well spacing, which is consistent with Division rules. *See, e.g.*, Rule 19.15.167(P) NMAC; Rule 19.15.16.15(B)(8) NMAC; Rule 19.15.16.15(C)(7)(NMAC).

² On April 14, 2026, AO II filed a motion dismissing the Spicy Chicken 800 series wells based on the OCD's recent guidance in AO II's Triple Stamp cases regarding wells of similar depths.

EXHIBIT A.2

67. Attached as **Exhibit A.20** are the proposed C-102s for these wells. The wells will develop the Hat Mesa; Wolfcamp pool (Pool code 93438).

68. The producing area for the wells will be orthodox.

69. Attached as **Exhibit A.21** is a lease tract map for Case No. 25832. The second page of this exhibit shows the ownership breakdown by lease tract and within the unit and again confirms that AO II has higher working interest ownership than Permian. AO II has 53.52% working interest. Permian only has 32.99 % (Earthstone). Exhibit A.21 also identifies the working interest owners to be pooled by yellow highlighting.

70. **Exhibit A.22** is a list of the overriding royalty owners to be pooled in this case

71. **Exhibit A.23** includes a map comparing standard units to the proposed non-standard unit scenario and also includes maps identifying the offset notice parties and a list of notice parties for those tracts where AO II is the operator.

ADDITIONAL TESTIMONY APPLICABLE TO ALL CASES

72. **Exhibit A.24** contains a sample well proposal letter and Authorizations for Expenditure (“AFEs”) sent to all working interest owners. The estimated cost of the wells set forth in the AFEs are fair and reasonable and comparable to the costs of other wells of similar depths and length drilled in this area of New Mexico.

73. AO II requests overhead and administrative rates of \$10,000/month during drilling and \$1000/month while producing. These rates are fair and comparable to the rates charged by other operators for wells of this type in this area of Southeastern, New Mexico and consistent with the rates awarded by the Division in recent compulsory pooling orders. AO II requests that these rates be adjusted periodically as provided in the COPAS Accounting Procedure.

EXHIBIT A.2

74. AO II requests the maximum cost plus 200% risk charge be assessed against non-consenting pooled working interest owners.

75. The parties AO II is seeking to pool were notified of this hearing. AO II seeks to pool overriding royalty interest owners, and they were also provided notice of this hearing.

76. **Exhibit A.25** identifies the owners in the proposed units, whether they are committed or uncommitted, and, if uncommitted, the date notice was provided. The information regarding the method and date of notice was provided by counsel for AO II.

77. AO II requests that it be designated operator of the wells.

78. Based upon my knowledge of the land matters involved in these cases, education and training, it is my expert opinion that AO II's development plan will protect correlative rights and prevent waste.

79. AO II requests that the Division deny Permian's pooling applications.

80. The attachments to my Self-Affirmed Statement were prepared by me, or under my direction, or compiled from company business records.

81. Pursuant to Rule 1-011 NMRA, I declare and affirm under penalty of perjury under the laws of the State of New Mexico that the foregoing statements are true and correct to the best of my knowledge and belief.

[Signature page follows]

EXHIBIT A.2

Dated: April 13th, 2026



Tiffany Sarantinos

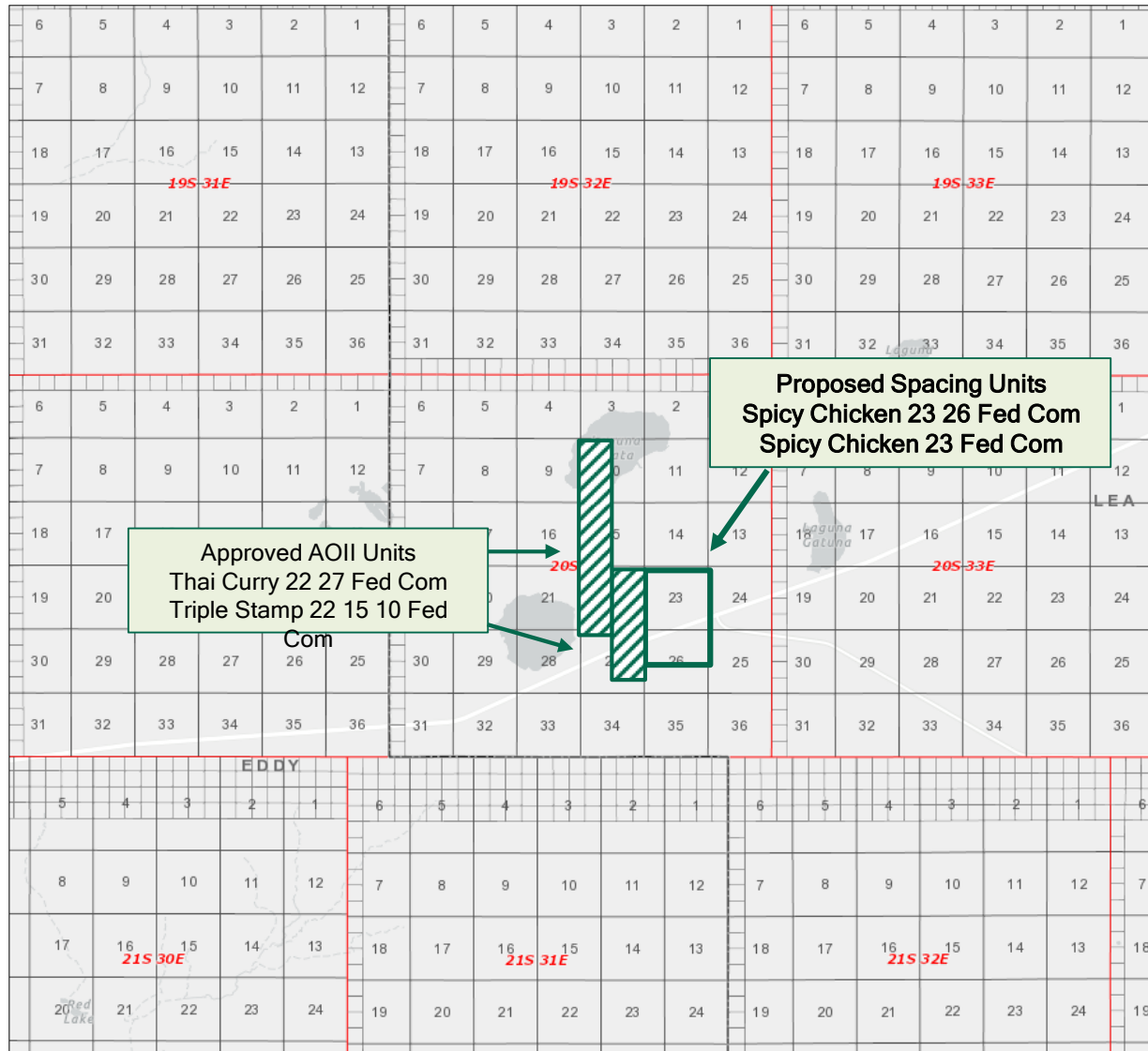
EXHIBIT A.2

GENERAL LOCATION MAP

Spicy Chicken 23 26 Fed Com #201H - #205H, #301H - #305H, #601H - #603H, #701H - #702H, #751H - #754H,
Spicy Chicken 23 Fed Com #501H - #505H



All of Section 23 and N2 of Section 26, Township 20 South, Range 32 East, N.M.P.M, Lea County, New Mexico



AO II
Case No. 25827, 25829, 25831, 25832

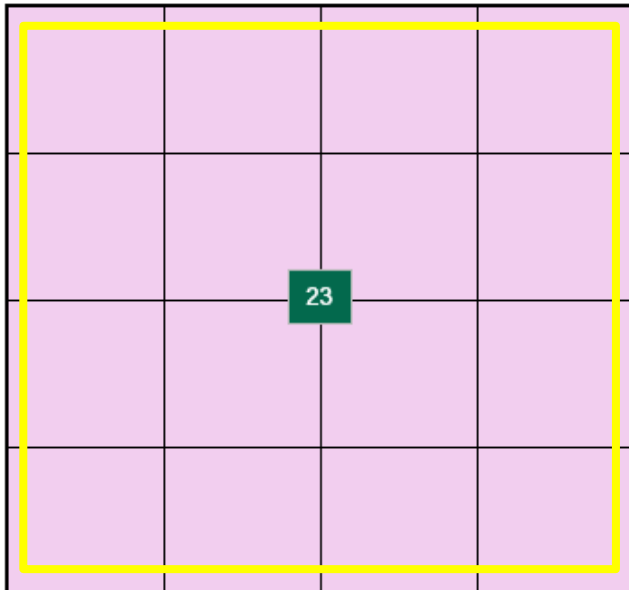
AVANT OPERATING II, | 3
LLC

Working Interest Ownership in Favor of AOII

Spicy Chicken 23 Fed Com #501H - #505H



AO II holds majority working interest in the unit



Tract 1		FED	NMNM 033955	640.00
UNIT TOTAL:				640.00

AO II SPICY CHICKEN UNIT

Majority WI and WI Control



Unit Breakout by Owner	Owner Type	NMA	Unit WI	Unit WIC
AVANT OPERATING II, LLC	WI	513.77	80.28%	93.07%
Earthstone Permian LLC	WI	11.15	1.74%	

AOII = 80.2%

AOII Working Interest Control = 93.07%

Earthstone (PR) = 1.74%

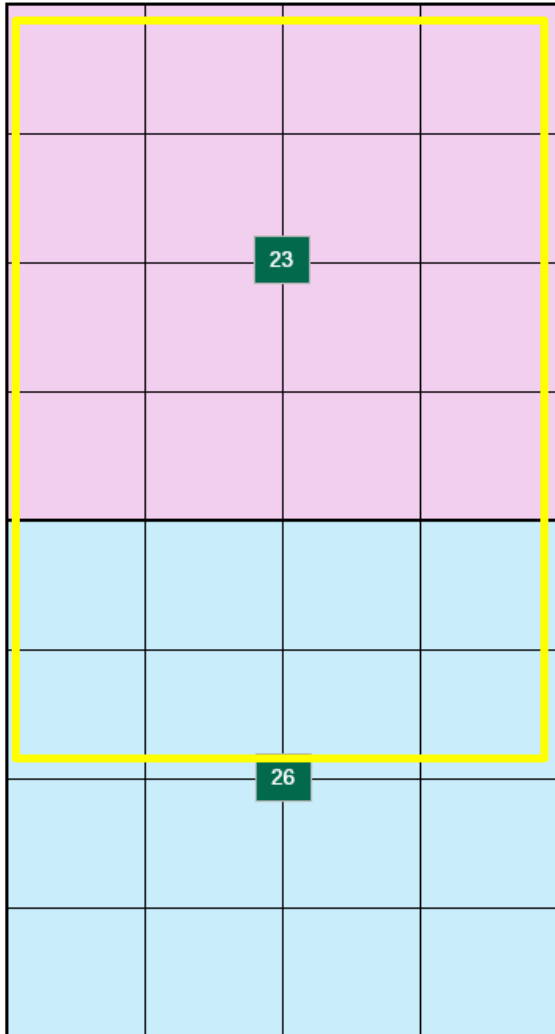


Working Interest Ownership in Favor of AOII

Spicy Chicken 23 26 Fed Com #201H - #205H, #301H - #305H, #601H - #603H, #701H - #702H, #751H - #754H



AO II controls the Majority Working Interest in the unit



Majority WI and WI Control



Unit Breakout by Owner	Owner Type	NMA	Unit WI	Unit WIC
AVANT OPERATING II, LLC	WI	513.77	53.52%	62.88%
Earthstone Permian LLC	WI	316.75	32.99%	

AOII = 53.52%

AO II Working Interest Control = 62.88%

Earthstone (PR) = 32.99%

Tract 1		FED	NMNM 033955	640.00
Tract 2		FED	NMNM 015906	320.00
UNIT TOTAL:				960.00

AO II SPICY CHICKEN UNIT

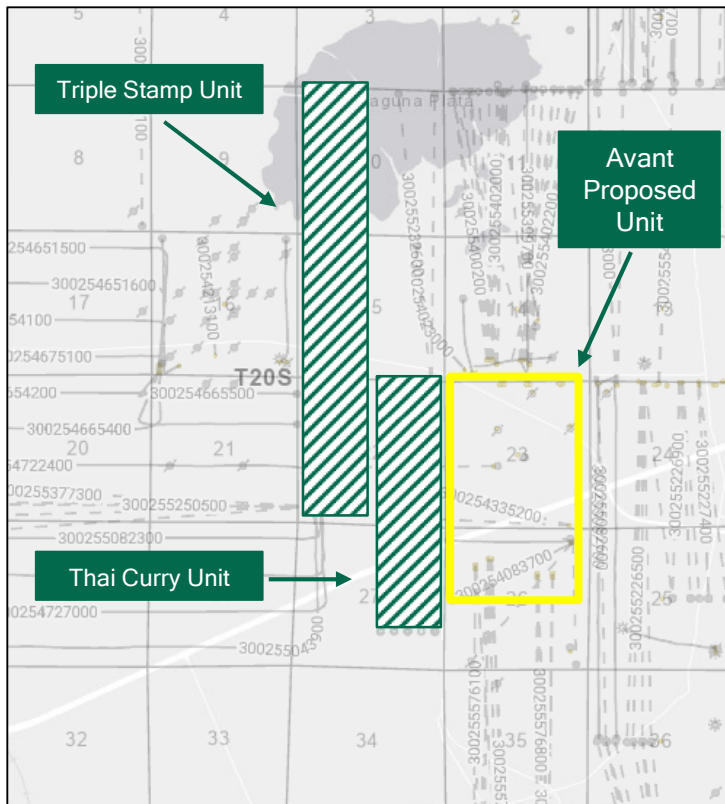


DEVELOPMENT SCHEDULE AND PERMITTING STATUS

Spicy Chicken 23 26 Fed Com #201H - #205H, #301H - #305H, #601H - #603H, #701H - #702H, #751H - #754H
 Spicy Chicken 23 26 Fed Com #501H - #505H



Near-term permit approval and development timing with AO II Development Plan



 AO II Operated Units

* Spicy Chicken 23 26 Fed Com 800's pending dismissal from Case No. 25832 to correct the Pool Code; however, they are included in these exhibits for purposes of illustrating the full development plan.

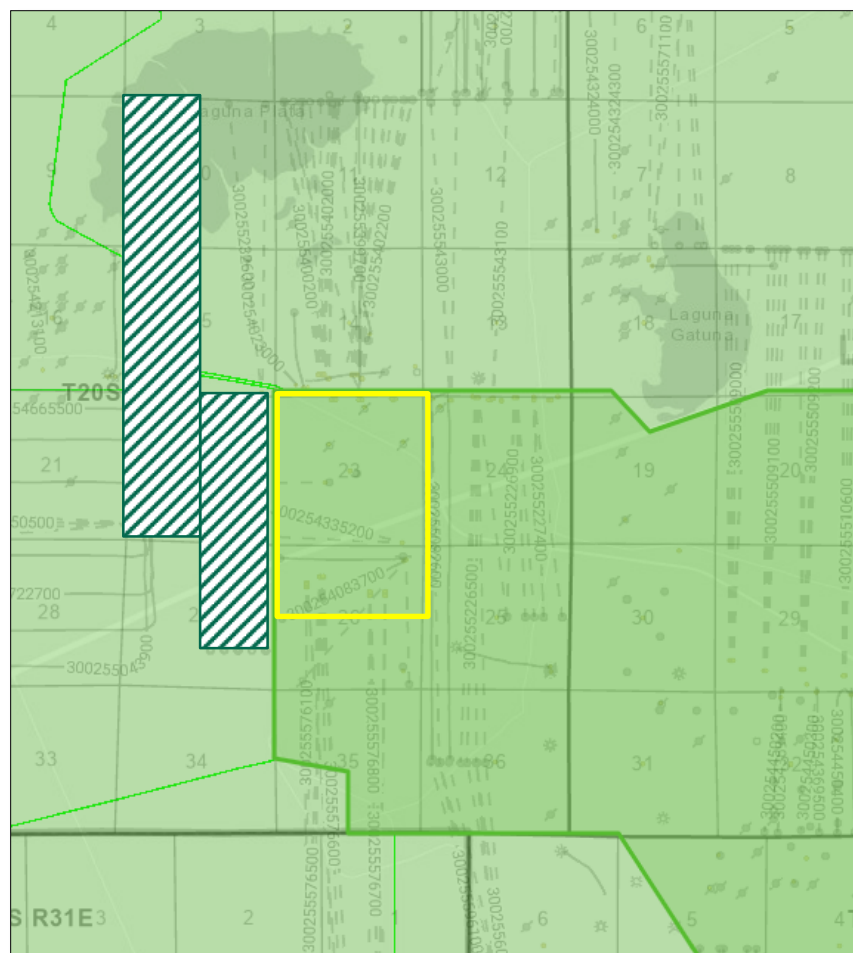
Well Name	Submittal Date	Approval Date	Spud Date
Spicy Chicken 23 26 Fed Com 201H	12/23/2025	Estimated May-26	October-26
Spicy Chicken 23 26 Fed Com 202H	12/23/2025	Estimated May-26	October-26
Spicy Chicken 23 26 Fed Com 203H	12/23/2025	Estimated May-26	October-26
Spicy Chicken 23 26 Fed Com 204H	12/23/2025	Estimated May-26	October-26
Spicy Chicken 23 26 Fed Com 205H	12/23/2025	Estimated May-26	October-26
Spicy Chicken 23 26 Fed Com 301H	12/23/2025	Estimated May-26	October-26
Spicy Chicken 23 26 Fed Com 302H	12/23/2025	Estimated May-26	October-26
Spicy Chicken 23 26 Fed Com 303H	12/23/2025	Estimated May-26	October-26
Spicy Chicken 23 26 Fed Com 304H	12/23/2025	Estimated May-26	October-26
Spicy Chicken 23 26 Fed Com 305H	12/23/2025	Estimated May-26	October-26
Spicy Chicken 23 26 Fed Com 501H	12/23/2025	Estimated May-26	October-26
Spicy Chicken 23 26 Fed Com 502H	12/23/2025	Estimated May-26	October-26
Spicy Chicken 23 26 Fed Com 503H	12/23/2025	Estimated May-26	October-26
Spicy Chicken 23 26 Fed Com 504H	12/23/2025	Estimated May-26	October-26
Spicy Chicken 23 26 Fed Com 505H	12/23/2025	Estimated May-26	October-26
Spicy Chicken 23 26 Fed Com 601H	12/23/2025	Estimated May-26	March-27
Spicy Chicken 23 26 Fed Com 602H	12/23/2025	Estimated May-26	March-27
Spicy Chicken 23 26 Fed Com 603H	12/23/2025	Estimated May-26	March-27
Spicy Chicken 23 26 Fed Com 701H	12/28/2025	Estimated May-26	March-27
Spicy Chicken 23 26 Fed Com 702H	12/28/2025	Estimated May-26	March-27
Spicy Chicken 23 26 Fed Com 751H	12/28/2025	Estimated May-26	March-27
Spicy Chicken 23 26 Fed Com 752H	12/28/2025	Estimated May-26	March-27
Spicy Chicken 23 26 Fed Com 753H	12/28/2025	Estimated May-26	March-27
Spicy Chicken 23 26 Fed Com 754H	12/28/2025	Estimated May-26	March-27
Spicy Chicken 23 26 Fed Com 801H*	12/28/2025	Estimated May-26	March-27
Spicy Chicken 23 26 Fed Com 802H*	12/28/2025	Estimated May-26	March-27
Spicy Chicken 23 26 Fed Com 803H*	12/28/2025	Estimated May-26	March-27
Spicy Chicken 23 26 Fed Com 804H*	12/28/2025	Estimated May-26	March-27



AO II
 Case No. 25827, 25829, 25831, 25832
 Exhibit A.5

Surface Owner

Spicy Chicken 23 26 Fed Com #201H - #205H, #301H - #305H, #601H - #603H, #701H - #702H, #751H - #754H
Spicy Chicken 23 Fed Com #501H - #505H



- All surface disturbance is FED
- AO II has established relationship with Federal grazing owner
- Representative for the ranch was in attendance for the AO II Spicy Chicken unit BLM onsite 9/2025
- Surface Use Agreement in place effective 9/1/2025

- Halfway Grazing Allotment
- AO II SPICY CHICKEN UNIT
- AO II Approved Units



AO II
Case No. 25827, 25829, 25831, 25832
Exhibit A 5 (cont)

Summary of Contacts with PR

Spicy Chicken 23 26 Fed Com #201H - #205H, #301H - #305H, #601H - #603H, #701H - #702H, #751H - #754H

Spicy Chicken 23 Fed Com #501H - #505H



AO II has been proactive and consistently engaged with PR to reach an agreement, showing intent to be prudent operator.

- 10/1/2025 AO II sent Well Proposal and AFEs to PR
- 11/18/2025 - Permian Resources sent Avant a trade proposal
- 12/2/2025 - Chris Leyendecker ("CL") at Avant requests phone call with Brian Pond ("BP") at Permian Resources
- 12/3/2025 - CL sent PR request for information regarding trade
- 12/4/2025 - CL followed up with BP on prior request
- 12/4/2025 - BP sent answer to questions/information request
- 12/9/2025 - CL phone call to BP to discuss trade
- 12/9/2025 - CL sent BP follow up question regarding lateral lengths
- 12/9/2025 - BP responded with answers to question
- 12/9/2025 - CL sent follow up question regarding acreage amounts
- 12/9/2025 - BP responded with answers to question
- 12/16/2026 - BP follows up with CL for feedback on trade proposal
- 12/16/2025 - CL confirms Avant is evaluating trade proposal
- 12/18/2025 - CL and BP phone call to discuss trade
- 1/5/2026 - CL and BP phone call to discuss trade
- 1/7/2026 - CL and BP phone call to discuss trade
- 1/8/2026 - CL delivered counter-offer to BP
- 1/12/2026 - BP confirms PR is reviewing AO II trade proposal
- 1/14/2026 - CL and BP phone call to discuss trade
- 1/15/2026 - CL and BP phone call to discuss trade
- 1/16/2026 - CL and BP phone call to discuss trade
- 1/21/2026 - CL follows up to see if PR has response to AO trade proposal
- 1/21/2026 - BP tells CL PR is having meeting to review trade but that he thinks we're close to verbal agreement on trade, might need to add something small to balance values but probably not much.
- 1/22/2026 - CL asks BP for feedback on trade proposal
- 1/22/2026 - BP says trade meeting was pushed
- 1/23/2026 - CL follows up for feedback on trade proposal



AO II

Case No. 25827, 25829, 25831, 25832

Exhibit A.6

Summary of Contacts with PR

Spicy Chicken 23 26 Fed Com #201H - #205H, #301H - #305H, #601H - #603H, #701H - #702H, #751H - #754H

Spicy Chicken 23 Fed Com #501H - #505H



AO II has been proactive and consistently engaged with PR to reach an agreement, showing intent to be prudent operator.

- 1/23/2026 - CL and BP phone call to discuss trade - BP informs CL that multiple high value tracts have been pulled out of trade and are instead being traded to another party.
- 1/23/2026 - CL asks BP about PR ownership in new lands to incorporate into trade.
- 1/29/2026 - CL and BP phone call to discuss trade
- 2/10/2026 - CL and BP phone call to discuss trade
- 2/10/2026 - BP sent over revised trade menu - with considerably less acreage and multiple high value units removed
- 3/3/2026 - CL and BP phone call to discuss trade
- 3/17/2026 - CL and BP phone call to discuss trade
- 4/9/2026 - CL delivered new trade offer
- 4/9/2026 - PR confirms receipt, will follow-up

AO II consistently worked in good faith with PR to advance a trade, engaging in extensive discussions and refining proposals over multiple months. PR indicated the parties were near agreement in late January. Despite this, PR later removed core assets from the deal after allocating them to another transaction, materially changing the agreed upon terms and delaying progress toward a finalized trade.



AO II

Case No. 25827, 25829, 25831, 25832

Exhibit A.6 (cont)

Summary of Contacts with Uncommitted WI Owners

Spicy Chicken 23 26 Fed Com #201H - #205H, #301H - #305H, #601H - #603H, #701H - #702H, #751H - #754H
 Spicy Chicken 23 Fed Com #501H - #505H



AO II has been proactive and consistently engaged with all working interest owners.

Owner Name	Follow-up / Comments
Andrew H. Jackson	Well proposal package received 11/24/25 - Call with Sandra; confirmed interest and potential openness to a deal 12/15/25 - JOA and offer sent 1/12/26 - Followed up on offer 1/16/26 - Owner indicated no longer interested in selling
Trainer Partners Ltd	Well proposal package received 11/20/25 - Owner provided initial ask price 2/9/26 - AO II delivered updated offer No further correspondence
MRC Permian Company	Well proposal package received 3/18/26 - AO II reached out regarding JOA participation; no response 3/24/26 - Follow-up; no response 3/30/26 - Additional follow-up 4/7/26 - MRC confirmed they are still evaluating which party to support, if any
WR Non-Op, LLC	Well proposal package received 12/15/25 - Proposals and AFEs sent via email 1/20/26 - JOA sent 4/6/26 - AO II followed up regarding JOA participation 4/9/26 - WR responded they are "still figuring out next steps"



Summary of Contacts

Spicy Chicken 23 26 Fed Com #201H - #205H, #301H - #305H, #601H - #603H, #701H - #702H, #751H - #754H
Spicy Chicken 23 Fed Com #501H - #505H



AO II reached out to all locatable owners to reach joinder agreements and ~ % of owners have committed to AO II Unit

- AO II retained a broker who conducted extensive title work to determine the working interest owners and other interest owners.
- AO II searched public records, phone directory, LexisNexis subscription and conducted various internet searches.
- AOII sent well proposals on or around October 1, 2025.
- AO II proposed general terms of a Joint Operating Agreement (JOA) within the well proposal letters sent to all working interest owners.
- AO II sent working interest owners a JOA upon request.
- AOII had multiple communications with uncommitted working interest owners, outlined in the following slides.
- AO II counsel sent notices of force pooling applications to the address of record for uncommitted interest owners and overriding royalty owners.
- AO II counsel published notice in a newspaper of general circulation in the County where the wells will be located.



C-102 Submit Electronically Via OCD Permitting	State of New Mexico Energy, Minerals & Natural Resources Department OIL CONSERVATION DIVISION		Revised July 9, 2024	
	Submittal Type:	<input checked="" type="checkbox"/> Initial Submittal		
		<input type="checkbox"/> Amended Report		
<input type="checkbox"/> As Drilled				

WELL LOCATION INFORMATION

API Number	Pool Code 53560	Pool Name SALT LAKE;BONE SPRING
Property Code	Property Name SPICY CHICKEN 23 26 FED COM	Well Number #201H
OGRID No. 332947	Operator Name AVANT OPERATING II, LLC	Ground Level Elevation 3536'
Surface Owner: <input type="checkbox"/> State <input type="checkbox"/> Fee <input type="checkbox"/> Tribal <input checked="" type="checkbox"/> Federal		Mineral Owner: <input type="checkbox"/> State <input type="checkbox"/> Fee <input type="checkbox"/> Tribal <input checked="" type="checkbox"/> Federal

Surface Location

UL	Section	Township	Range	Lot	Ft. from N/S	Ft. from E/W	Latitude	Longitude	County
C	23	20 S	32 E		330' FNL	2141' FWL	32.565021°	-103.738518°	LEA

Bottom Hole Location

UL	Section	Township	Range	Lot	Ft. from N/S	Ft. from E/W	Latitude	Longitude	County
E	26	20 S	32 E		2536' FNL	990' FWL	32.544459°	-103.742275°	LEA

Dedicated Acres 960.00	Infill or Defining Well	Defining Well API	Overlapping Spacing Unit (Y/N)	Consolidation Code
----------------------------------	-------------------------	-------------------	--------------------------------	--------------------

Order Numbers.	Well setbacks are under Common Ownership: <input type="checkbox"/> Yes <input type="checkbox"/> No
----------------	--

Kick Off Point (KOP)

UL	Section	Township	Range	Lot	Ft. from N/S	Ft. from E/W	Latitude	Longitude	County
C	23	20 S	32 E		330' FNL	2141' FWL	32.565021°	-103.738518°	LEA


First Take Point (FTP)

UL	Section	Township	Range	Lot	Ft. from N/S	Ft. from E/W	Latitude	Longitude	County
D	23	20 S	32 E		100' FNL	990' FWL	32.565659°	-103.742255°	LEA

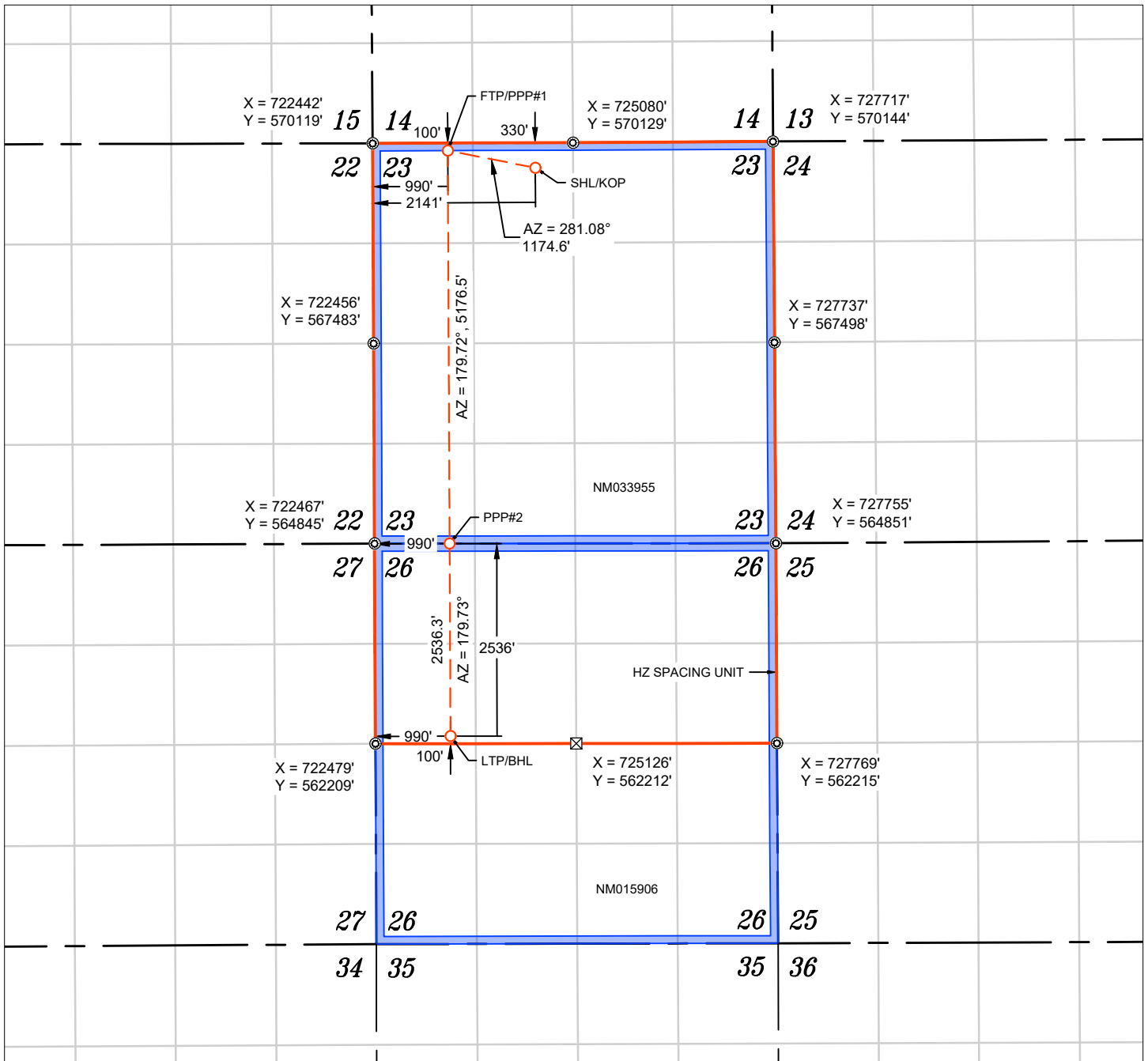
Last Take Point (LTP)

UL	Section	Township	Range	Lot	Ft. from N/S	Ft. from E/W	Latitude	Longitude	County
E	26	20 S	32 E		2536' FNL	990' FWL	32.544459°	-103.742275°	LEA

Unitized Area or Area of Uniform Interest	Spacing Unit Type <input checked="" type="checkbox"/> Horizontal <input type="checkbox"/> Vertical	Ground Floor Elevation: 3536'
---	--	---

<p>OPERATOR CERTIFICATIONS</p> <p><i>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.</i></p> <p><i>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 pooling order from the division.</i></p>		<p>SURVEYOR CERTIFICATIONS</p> <p><i>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.</i></p> <div style="text-align: right;">  </div>	
Signature	Date	Signature and Seal of Professional Surveyor	
Printed Name		23203	DECEMBER 6, 2025
Email Address		Certificate Number	Date of Survey

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



WELL NAME: SPICY CHICKEN 23 26 FED COM #201H
 ELEVATION: 3536'

NAD 83 (SHL/KOP) 330' FNL & 2141' FWL
LATITUDE = 32.565021°
LONGITUDE = -103.738518°
NAD 27 (SHL/KOP)
LATITUDE = 32.564900°
LONGITUDE = -103.738020°
STATE PLANE NAD 83 (N.M. EAST)
N: 569797.19' E: 724584.88'
STATE PLANE NAD 27 (N.M. EAST)
N: 569735.49' E: 683405.02'

NAD 83 (FTP/PPP#1) 100' FNL & 990' FWL
LATITUDE = 32.565659°
LONGITUDE = -103.742255°
NAD 27 (FTP/PPP#1)
LATITUDE = 32.565538°
LONGITUDE = -103.741757°
STATE PLANE NAD 83 (N.M. EAST)
N: 570022.92' E: 723432.21'
STATE PLANE NAD 27 (N.M. EAST)
N: 569961.20' E: 682252.38'

APPROXIMATE WELL BORE DISTANCE FROM FTP TO LTP	
NMO033955	5176.51'
NMO15906	2536.28'
TOTAL	7712.79'

NAD 83 (PPP#2) 990' FWL
LATITUDE = 32.551430°
LONGITUDE = -103.742268°
NAD 27 (PPP#2)
LATITUDE = 32.551310°
LONGITUDE = -103.741770°
STATE PLANE NAD 83 (N.M. EAST)
N: 564846.47' E: 723457.11'
STATE PLANE NAD 27 (N.M. EAST)
N: 564784.84' E: 682277.09'

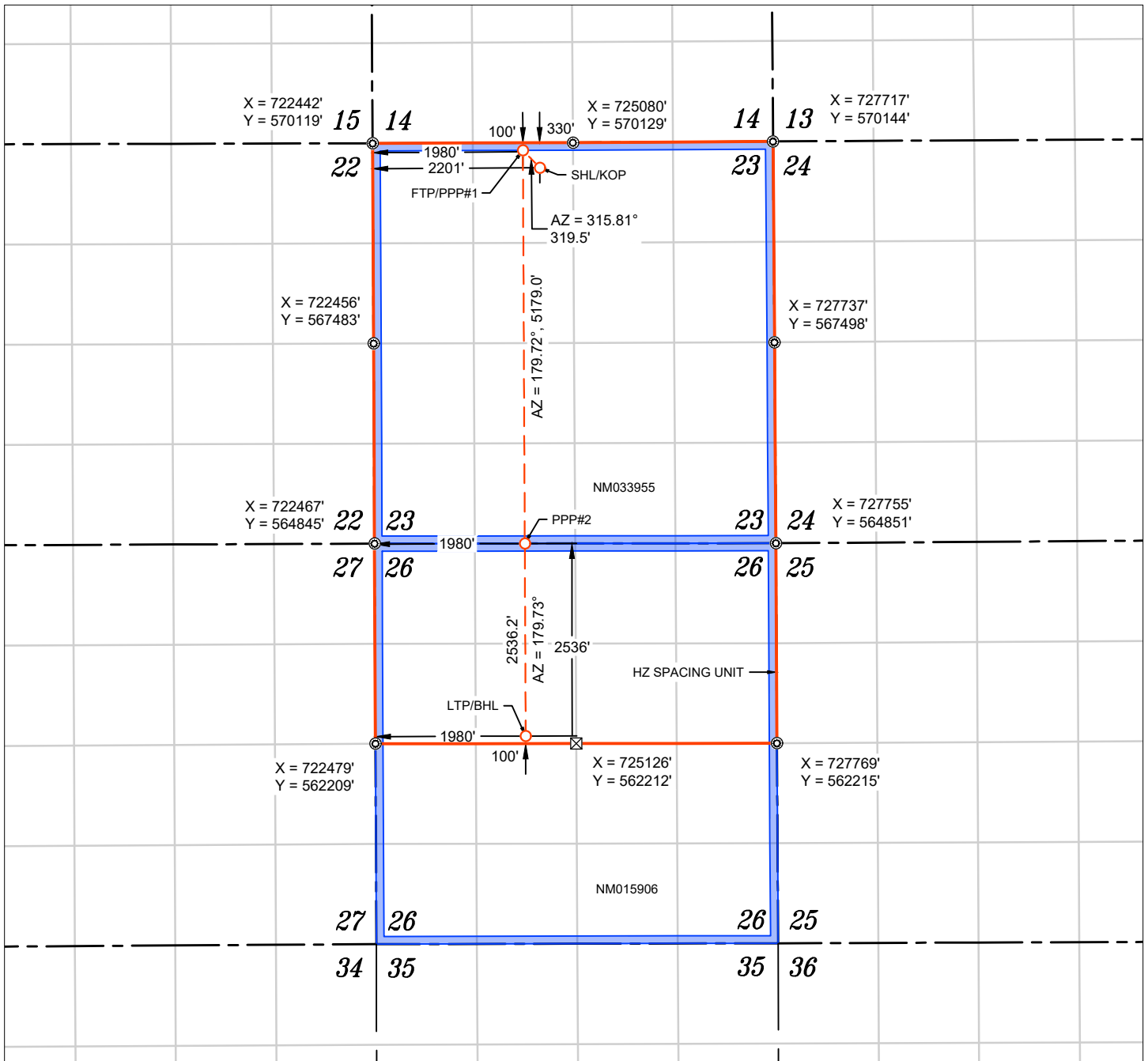
NAD 83 (LTP/BHL) 2536' FNL & 990' FWL
LATITUDE = 32.544459°
LONGITUDE = -103.742275°
NAD 27 (LTP/BHL)
LATITUDE = 32.544338°
LONGITUDE = -103.741778°
STATE PLANE NAD 83 (N.M. EAST)
N: 562310.22' E: 723469.00'
STATE PLANE NAD 27 (N.M. EAST)
N: 562248.63' E: 682288.90'

FOUND MONUMENT
 CALC. CORNER
 SHL/ KOP/ FTP / PPP / LTP / BHL
 WELLBORE
 HORIZONTAL SPACING UNIT
 STATE OIL & GAS LEASE
 BLM OIL & GAS LEASE

NOTES

- ALL COORDINATES, BEARINGS, AND DISTANCES CONTAINED HEREIN ARE GRID, BASED UPON THE NEW MEXICO STATE PLANE COORDINATES SYSTEM, NORTH AMERICAN DATUM 83, NEW MEXICO EAST (3001).
- THIS DOCUMENT IS BASED UPON AN ON THE GROUND SURVEY PERFORMED DURING DECEMBER, 2025. CERTIFICATION OF THIS DOCUMENT IS ONLY TO THE LOCATION OF THIS INFORMATION IN RELATION TO RECORDED MONUMENT OF DEEDS PROVIDED BY THE CLIENT.
- ELEVATIONS MSL, DERIVED FROM G.N.S.S. OBSERVATION AND DERIVED FROM SAID ON-THE-GROUND SURVEY.





WELL NAME: SPICY CHICKEN 23 26 FED COM #202H
 ELEVATION: 3536'

NAD 83 (SHL/KOP) 330' FNL & 2201' FWL
LATITUDE = 32.565021°
LONGITUDE = -103.738323°
NAD 27 (SHL/KOP)
LATITUDE = 32.564900°
LONGITUDE = -103.737825°
STATE PLANE NAD 83 (N.M. EAST)
N: 569797.47' E: 724644.88'
STATE PLANE NAD 27 (N.M. EAST)
N: 569735.58' E: 683465.02'

NAD 83 (FTP/PPP#1) 100' FNL & 1980' FWL
LATITUDE = 32.565654°
LONGITUDE = -103.739042°
NAD 27 (FTP/PPP#1)
LATITUDE = 32.565533°
LONGITUDE = -103.738544°
STATE PLANE NAD 83 (N.M. EAST)
N: 570026.56' E: 724422.20'
STATE PLANE NAD 27 (N.M. EAST)
N: 569964.85' E: 683242.35'

APPROXIMATE WELL BORE DISTANCE FROM FTP TO LTP	
NM033955	5179.01'
NM015906	2536.23'
TOTAL	7715.24'

NAD 83 (PPP#2) 1980' FWL
LATITUDE = 32.551418°
LONGITUDE = -103.739055°
NAD 27 (PPP#2)
LATITUDE = 32.551298°
LONGITUDE = -103.738557°
STATE PLANE NAD 83 (N.M. EAST)
N: 564847.61' E: 724447.11'
STATE PLANE NAD 27 (N.M. EAST)
N: 564785.99' E: 683267.08'

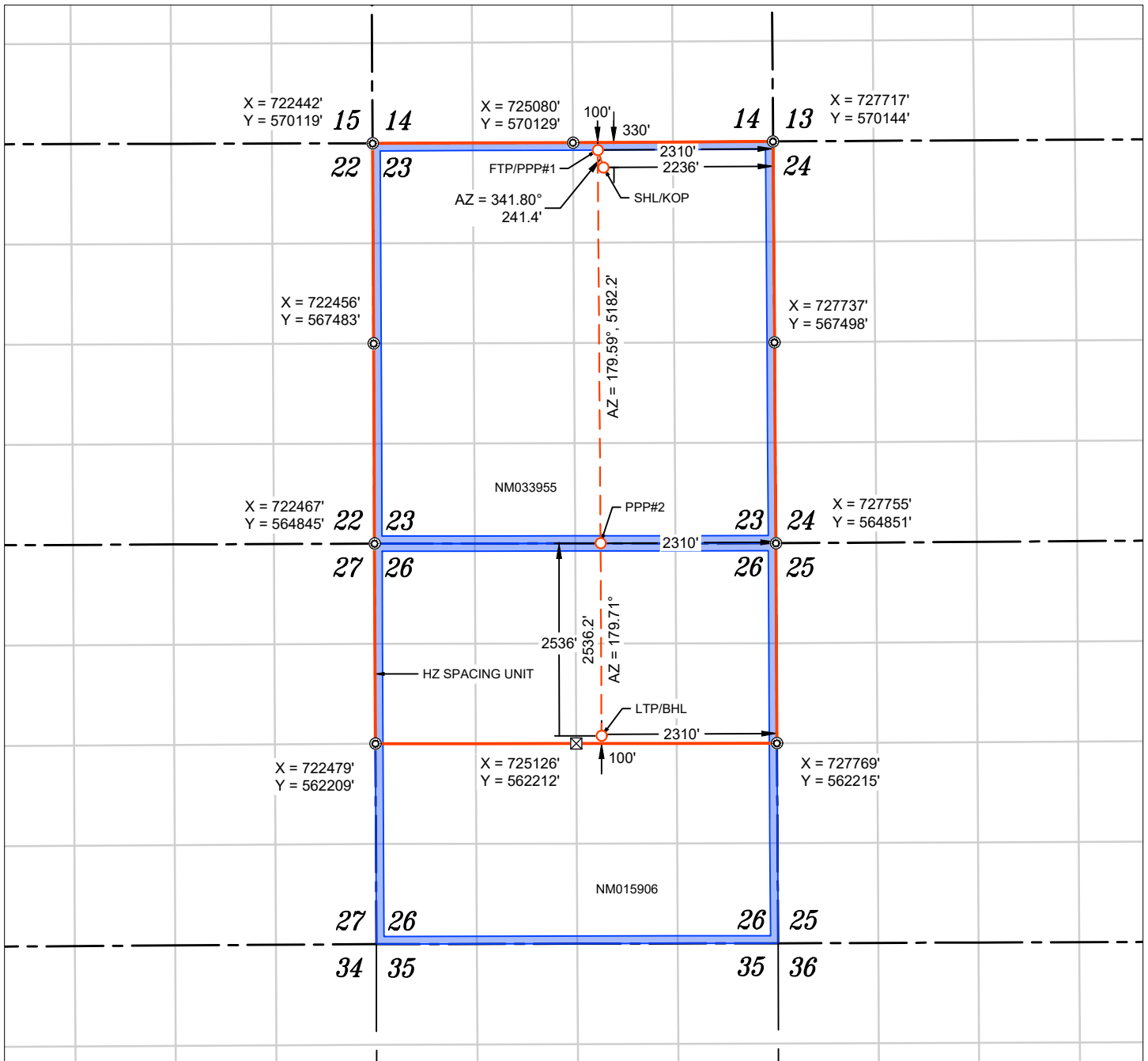
NAD 83 (LTP/BHL) 2536' FNL & 1980' FWL
LATITUDE = 32.544447°
LONGITUDE = -103.739062°
NAD 27 (LTP/BHL)
LATITUDE = 32.544326°
LONGITUDE = -103.738565°
STATE PLANE NAD 83 (N.M. EAST)
N: 562311.41' E: 724459.01'
STATE PLANE NAD 27 (N.M. EAST)
N: 562249.83' E: 683278.88'

FOUND MONUMENT
 CALC. CORNER
 SHL/ KOP/ FTP / PPP / LTP / BHL
 WELLBORE
 HORIZONTAL SPACING UNIT
 STATE OIL & GAS LEASE
 BLM OIL & GAS LEASE

NOTES

- ALL COORDINATES, BEARINGS, AND DISTANCES CONTAINED HEREIN ARE GRID, BASED UPON THE NEW MEXICO STATE PLANE COORDINATES SYSTEM, NORTH AMERICAN DATUM 83, NEW MEXICO EAST (3001).
- THIS DOCUMENT IS BASED UPON AN ON THE GROUND SURVEY PERFORMED DURING DECEMBER, 2025. CERTIFICATION OF THIS DOCUMENT IS ONLY TO THE LOCATION OF THIS INFORMATION IN RELATION TO RECORDED MONUMENT OF DEEDS PROVIDED BY THE CLIENT.
- ELEVATIONS MSL, DERIVED FROM G.N.S.S. OBSERVATION AND DERIVED FROM SAID ON-THE-GROUND SURVEY.





WELL NAME: SPICY CHICKEN 23 26 FED COM #203H
 ELEVATION: 3536'

NAD 83 (SHL/KOP) 330' FNL & 2236' FEL
LATITUDE = 32.565019°
LONGITUDE = -103.735602°
NAD 27 (SHL/KOP)
LATITUDE = 32.564898°
LONGITUDE = -103.735104°
STATE PLANE NAD 83 (N.M. EAST)
N: 569801.45' E: 725483.38'
STATE PLANE NAD 27 (N.M. EAST)
N: 569739.76' E: 684303.50'

NAD 83 (FTP/PPP#1) 100' FNL & 2310' FEL
LATITUDE = 32.565650°
LONGITUDE = -103.735842°
NAD 27 (FTP/PPP#1)
LATITUDE = 32.565530°
LONGITUDE = -103.735344°
STATE PLANE NAD 83 (N.M. EAST)
N: 570030.83' E: 725407.99'
STATE PLANE NAD 27 (N.M. EAST)
N: 569969.13' E: 684228.12'

APPROXIMATE WELL BORE DISTANCE FROM FTP TO LTP	
NM033955	5182.21'
NMO15906	2536.19'
TOTAL	7718.40'

NAD 83 (PPP#2) 2310' FEL
LATITUDE = 32.551406°
LONGITUDE = -103.735815°
NAD 27 (PPP#2)
LATITUDE = 32.551285°
LONGITUDE = -103.735318°
STATE PLANE NAD 83 (N.M. EAST)
N: 564848.75' E: 725445.41'
STATE PLANE NAD 27 (N.M. EAST)
N: 564787.15' E: 684265.36'

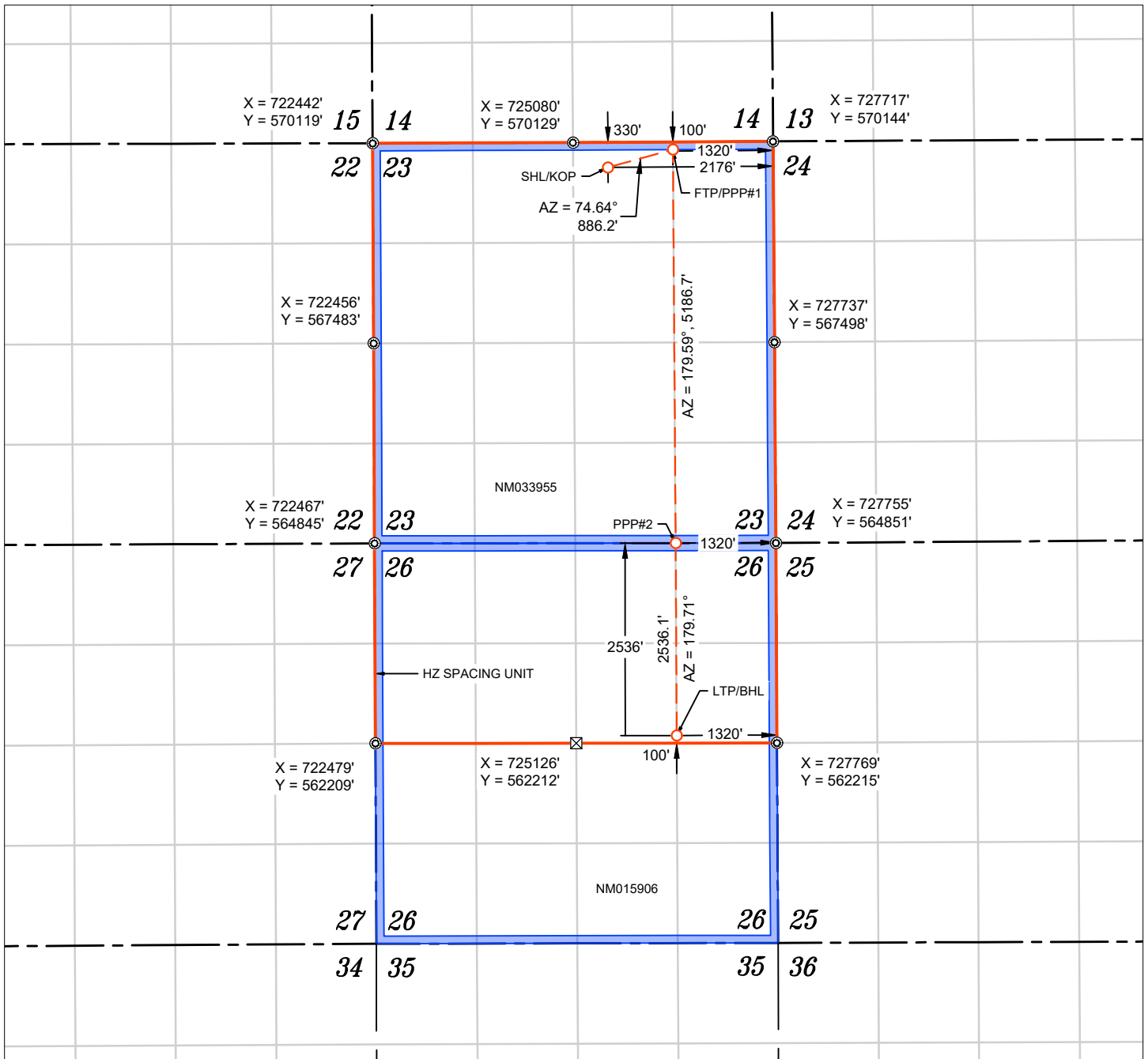
NAD 83 (LTP/BHL) 2536' FNL & 2310' FEL
LATITUDE = 32.544435°
LONGITUDE = -103.735819°
NAD 27 (LTP/BHL)
LATITUDE = 32.544314°
LONGITUDE = -103.735322°
STATE PLANE NAD 83 (N.M. EAST)
N: 562312.60' E: 725458.31'
STATE PLANE NAD 27 (N.M. EAST)
N: 562251.04' E: 684278.18'

FOUND MONUMENT
 CALC. CORNER
 SHL/ KOP/ FTP / PPP / LTP / BHL
 WELLBORE
 HORIZONTAL SPACING UNIT
 STATE OIL & GAS LEASE
 BLM OIL & GAS LEASE

NOTES

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WELL NAME: SPICY CHICKEN 23 26 FED COM #204H
 ELEVATION: 3536'

NAD 83 (SHL/KOP) 330' FNL & 2176' FEL
LATITUDE = 32.565018°
LONGITUDE = -103.735407°
NAD 27 (SHL/KOP)
LATITUDE = 32.564898°
LONGITUDE = -103.734909°
STATE PLANE NAD 83 (N.M. EAST)
N: 569801.74' E: 725543.38'
STATE PLANE NAD 27 (N.M. EAST)
N: 569740.05' E: 684363.50'

NAD 83 (FTP/PPP#1) 100' FNL & 1320' FEL
LATITUDE = 32.565650°
LONGITUDE = -103.732629°
NAD 27 (FTP/PPP#1)
LATITUDE = 32.565530°
LONGITUDE = -103.732131°
STATE PLANE NAD 83 (N.M. EAST)
N: 570036.44' E: 726397.97'
STATE PLANE NAD 27 (N.M. EAST)
N: 569974.76' E: 685218.08'

APPROXIMATE WELL BORE DISTANCE FROM FTP TO LTP	
NMO033955	5186.69'
NMO15906	2536.14'
TOTAL	7722.83'

NAD 83 (PPP#2) 1320' FEL
LATITUDE = 32.551394°
LONGITUDE = -103.732602°
NAD 27 (PPP#2)
LATITUDE = 32.551273°
LONGITUDE = -103.732105°
STATE PLANE NAD 83 (N.M. EAST)
N: 564849.89' E: 726435.41'
STATE PLANE NAD 27 (N.M. EAST)
N: 564788.30' E: 685255.34'

NAD 83 (LTP/BHL) 2536' FNL & 1320' FEL
LATITUDE = 32.544423°
LONGITUDE = -103.732607°
NAD 27 (LTP/BHL)
LATITUDE = 32.544302°
LONGITUDE = -103.732110°
STATE PLANE NAD 83 (N.M. EAST)
N: 562313.79' E: 726448.32'
STATE PLANE NAD 27 (N.M. EAST)
N: 562252.23' E: 685268.16'

FOUND MONUMENT
 CALC. CORNER
 SHL/ KOP/ FTP / PPP / LTP / BHL
 WELLBORE
 HORIZONTAL SPACING UNIT
 STATE OIL & GAS LEASE
 BLM OIL & GAS LEASE

NOTES

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- ELEVATIONS MSL, DERIVED FROM G.N.S.S. OBSERVATION AND DERIVED FROM SAID ON-THE-GROUND SURVEY.



C-102 Submit Electronically Via OCD Permitting	State of New Mexico Energy, Minerals & Natural Resources Department OIL CONSERVATION DIVISION	Revised July 9, 2024
		Submittal Type: <input checked="" type="checkbox"/> Initial Submittal <input type="checkbox"/> Amended Report <input type="checkbox"/> As Drilled

WELL LOCATION INFORMATION

API Number	Pool Code 53560	Pool Name SALT LAKE;BONE SPRING
Property Code	Property Name SPICY CHICKEN 23 26 FED COM	Well Number #205H
OGRID No. 332947	Operator Name AVANT OPERATING II, LLC	Ground Level Elevation 3536'
Surface Owner: <input type="checkbox"/> State <input type="checkbox"/> Fee <input type="checkbox"/> Tribal <input checked="" type="checkbox"/> Federal		Mineral Owner: <input type="checkbox"/> State <input type="checkbox"/> Fee <input type="checkbox"/> Tribal <input checked="" type="checkbox"/> Federal

Surface Location

UL	Section	Township	Range	Lot	Ft. from N/S	Ft. from E/W	Latitude	Longitude	County
B	23	20 S	32 E		330' FNL	2116' FEL	32.565018°	-103.735212°	LEA

Bottom Hole Location

UL	Section	Township	Range	Lot	Ft. from N/S	Ft. from E/W	Latitude	Longitude	County
H	26	20 S	32 E		2536' FNL	330' FEL	32.544411°	-103.729394°	LEA

Dedicated Acres 960.00	Infill or Defining Well	Defining Well API	Overlapping Spacing Unit (Y/N)	Consolidation Code
Order Numbers.			Well setbacks are under Common Ownership: <input type="checkbox"/> Yes <input type="checkbox"/> No	

Kick Off Point (KOP)

UL	Section	Township	Range	Lot	Ft. from N/S	Ft. from E/W	Latitude	Longitude	County
B	23	20 S	32 E		330' FNL	2116' FEL	32.565018°	-103.735212°	LEA


First Take Point (FTP)

UL	Section	Township	Range	Lot	Ft. from N/S	Ft. from E/W	Latitude	Longitude	County
A	23	20 S	32 E		100' FNL	330' FEL	32.565650°	-103.729415°	LEA

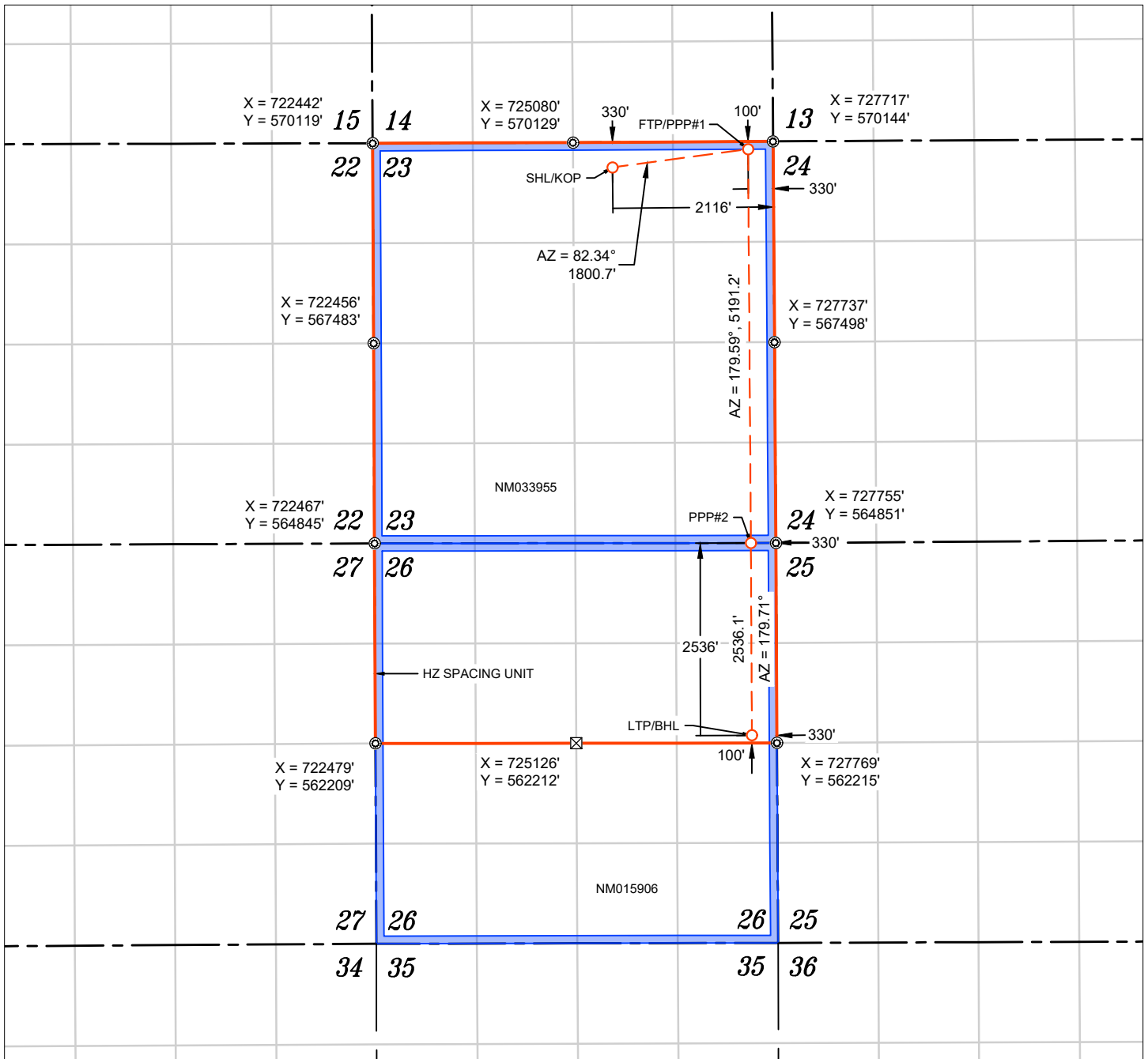
Last Take Point (LTP)

UL	Section	Township	Range	Lot	Ft. from N/S	Ft. from E/W	Latitude	Longitude	County
H	26	20 S	32 E		2536' FNL	330' FEL	32.544411°	-103.729394°	LEA

Unitized Area or Area of Uniform Interest	Spacing Unit Type <input checked="" type="checkbox"/> Horizontal <input type="checkbox"/> Vertical	Ground Floor Elevation: 3536'
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<p>OPERATOR CERTIFICATIONS</p> <p><i>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.</i></p> <p><i>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 pooling order from the division.</i></p>	<p>SURVEYOR CERTIFICATIONS</p> <p><i>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.</i></p> <div style="text-align: right;">  </div>
Signature _____ Date _____	Signature and Seal of Professional Surveyor
Printed Name _____	23203 DECEMBER 6, 2025
Email Address _____	Certificate Number _____ Date of Survey _____

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



WELL NAME: SPICY CHICKEN 23 26 FED COM #205H
 ELEVATION: 3536'

NAD 83 (SHL/KOP) 330' FNL & 2116' FEL
LATITUDE = 32.565018°
LONGITUDE = -103.735212°
NAD 27 (SHL/KOP)
LATITUDE = 32.564898°
LONGITUDE = -103.734714°
STATE PLANE NAD 83 (N.M. EAST)
N: 569802.02' E: 725603.38'
STATE PLANE NAD 27 (N.M. EAST)
N: 569740.34' E: 684423.50'

NAD 83 (FTP/PPP#1) 100' FNL & 330' FEL
LATITUDE = 32.565650°
LONGITUDE = -103.729415°
NAD 27 (FTP/PPP#1)
LATITUDE = 32.565530°
LONGITUDE = -103.728918°
STATE PLANE NAD 83 (N.M. EAST)
N: 570042.06' E: 727387.96'
STATE PLANE NAD 27 (N.M. EAST)
N: 569980.39' E: 686208.05'

APPROXIMATE WELL BORE DISTANCE FROM FTP TO LTP	
NM033955	5191.17'
NM015906	2536.09'
TOTAL	7727.26'

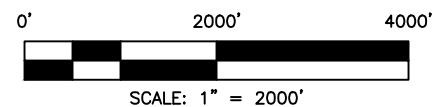
NAD 83 (PPP#2) 330' FEL
LATITUDE = 32.551382°
LONGITUDE = -103.729389°
NAD 27 (PPP#2)
LATITUDE = 32.551261°
LONGITUDE = -103.728892°
STATE PLANE NAD 83 (N.M. EAST)
N: 564851.03' E: 727425.41'
STATE PLANE NAD 27 (N.M. EAST)
N: 564789.45' E: 686245.33'

NAD 83 (LTP/BHL) 2536' FNL & 330' FEL
LATITUDE = 32.544411°
LONGITUDE = -103.729394°
NAD 27 (LTP/BHL)
LATITUDE = 32.544290°
LONGITUDE = -103.728897°
STATE PLANE NAD 83 (N.M. EAST)
N: 562314.97' E: 727438.33'
STATE PLANE NAD 27 (N.M. EAST)
N: 562253.43' E: 686258.15'

FOUND MONUMENT
 CALC. CORNER
 SHL/ KOP/ FTP / PPP / LTP / BHL
 WELLBORE
 HORIZONTAL SPACING UNIT
 STATE OIL & GAS LEASE
 BLM OIL & GAS LEASE

NOTES

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C-102 Submit Electronically Via OCD Permitting	State of New Mexico Energy, Minerals & Natural Resources Department OIL CONSERVATION DIVISION	Revised July 9, 2024			
		Submittal Type: <table border="1" style="width:100%; border-collapse: collapse;"> <tr> <td><input checked="" type="checkbox"/> Initial Submittal</td> </tr> <tr> <td><input type="checkbox"/> Amended Report</td> </tr> <tr> <td><input type="checkbox"/> As Drilled</td> </tr> </table>	<input checked="" type="checkbox"/> Initial Submittal	<input type="checkbox"/> Amended Report	<input type="checkbox"/> As Drilled
<input checked="" type="checkbox"/> Initial Submittal					
<input type="checkbox"/> Amended Report					
<input type="checkbox"/> As Drilled					

WELL LOCATION INFORMATION

API Number	Pool Code 53560	Pool Name SALT LAKE;BONE SPRING
Property Code	Property Name SPICY CHICKEN 23 26 FED COM	Well Number #301H
OGRID No. 332947	Operator Name AVANT OPERATING II, LLC	Ground Level Elevation 3536'
Surface Owner: <input type="checkbox"/> State <input type="checkbox"/> Fee <input type="checkbox"/> Tribal <input checked="" type="checkbox"/> Federal		Mineral Owner: <input type="checkbox"/> State <input type="checkbox"/> Fee <input type="checkbox"/> Tribal <input checked="" type="checkbox"/> Federal

Surface Location

UL	Section	Township	Range	Lot	Ft. from N/S	Ft. from E/W	Latitude	Longitude	County
C	23	20 S	32 E		330' FNL	2101' FWL	32.565021°	-103.738648°	LEA

Bottom Hole Location

UL	Section	Township	Range	Lot	Ft. from N/S	Ft. from E/W	Latitude	Longitude	County
E	26	20 S	32 E		2536' FNL	330' FWL	32.544467°	-103.744417°	LEA

Dedicated Acres 960.00	Infill or Defining Well	Defining Well API	Overlapping Spacing Unit (Y/N)	Consolidation Code
Order Numbers.			Well setbacks are under Common Ownership: <input type="checkbox"/> Yes <input type="checkbox"/> No	

Kick Off Point (KOP)

UL	Section	Township	Range	Lot	Ft. from N/S	Ft. from E/W	Latitude	Longitude	County
C	23	20 S	32 E		330' FNL	2101' FWL	32.565021°	-103.738648°	LEA


First Take Point (FTP)

UL	Section	Township	Range	Lot	Ft. from N/S	Ft. from E/W	Latitude	Longitude	County
D	23	20 S	32 E		100' FNL	330' FWL	32.565662°	-103.744398°	LEA

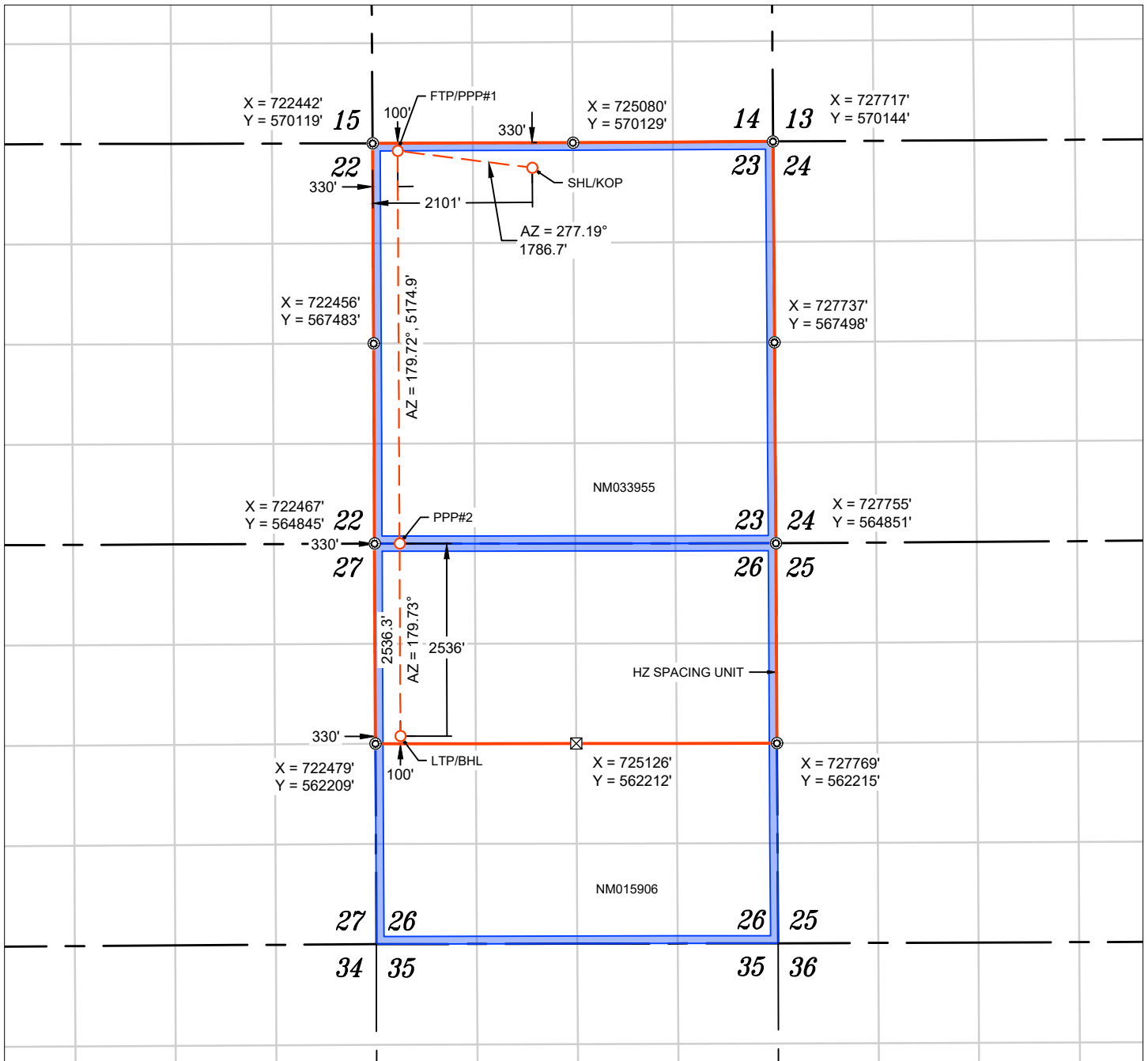
Last Take Point (LTP)

UL	Section	Township	Range	Lot	Ft. from N/S	Ft. from E/W	Latitude	Longitude	County
E	26	20 S	32 E		2536' FNL	330' FWL	32.544467°	-103.744417°	LEA

Unitized Area or Area of Uniform Interest	Spacing Unit Type <input checked="" type="checkbox"/> Horizontal <input type="checkbox"/> Vertical	Ground Floor Elevation: 3536'
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<p>OPERATOR CERTIFICATIONS</p> <p><i>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.</i></p> <p><i>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 pooling order from the division.</i></p>	<p>SURVEYOR CERTIFICATIONS</p> <p><i>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.</i></p> <div style="text-align: right;">  </div>	
Signature	Date	Signature and Seal of Professional Surveyor
Printed Name	Email Address	Certificate Number 23203
		Date of Survey DECEMBER 6, 2025

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



WELL NAME: SPICY CHICKEN 23 26 FED COM #301H
 ELEVATION: 3536'

NAD 83 (SHL/KOP) 330' FNL & 2101' FWL
LATITUDE = 32.565021°
LONGITUDE = -103.738648°
NAD 27 (SHL/KOP)
LATITUDE = 32.564900°
LONGITUDE = -103.738150°
STATE PLANE NAD 83 (N.M. EAST)
N: 569797.00' E: 724544.88'
STATE PLANE NAD 27 (N.M. EAST)
N: 569735.30' E: 683365.02'

NAD 83 (FTP/PPP#1) 100' FNL & 330' FWL
LATITUDE = 32.565662°
LONGITUDE = -103.744398°
NAD 27 (FTP/PPP#1)
LATITUDE = 32.565542°
LONGITUDE = -103.743899°
STATE PLANE NAD 83 (N.M. EAST)
N: 570020.50' E: 722772.21'
STATE PLANE NAD 27 (N.M. EAST)
N: 569958.78' E: 681592.39'

APPROXIMATE WELL BORE DISTANCE FROM FTP TO LTP	
NM033955	5174.85'
NM015906	2536.31'
TOTAL	7711.16'

NAD 83 (PPP#2) 330' FWL
LATITUDE = 32.551438°
LONGITUDE = -103.744410°
NAD 27 (PPP#2)
LATITUDE = 32.551318°
LONGITUDE = -103.743912°
STATE PLANE NAD 83 (N.M. EAST)
N: 564845.71' E: 722797.11'
STATE PLANE NAD 27 (N.M. EAST)
N: 564784.07' E: 681617.11'

NAD 83 (LTP/BHL) 2536' FNL & 330' FWL
LATITUDE = 32.544467°
LONGITUDE = -103.744417°
NAD 27 (LTP/BHL)
LATITUDE = 32.544346°
LONGITUDE = -103.743919°
STATE PLANE NAD 83 (N.M. EAST)
N: 562309.43' E: 722809.00'
STATE PLANE NAD 27 (N.M. EAST)
N: 562247.84' E: 681628.91'

- ⊙ FOUND MONUMENT
- ⊠ CALC. CORNER
- SHL/ KOP/ FTP / PPP / LTP / BHL
- - - WELLBORE
- HORIZONTAL SPACING UNIT
- STATE OIL & GAS LEASE
- BLM OIL & GAS LEASE

NOTES

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C-102 Submit Electronically Via OCD Permitting	State of New Mexico Energy, Minerals & Natural Resources Department OIL CONSERVATION DIVISION	Revised July 9, 2024 Submittal Type: <input checked="" type="checkbox"/> Initial Submittal <input type="checkbox"/> Amended Report <input type="checkbox"/> As Drilled
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WELL LOCATION INFORMATION

API Number	Pool Code 53560	Pool Name SALT LAKE;BONE SPRING
Property Code	Property Name SPICY CHICKEN 23 26 FED COM	Well Number #302H
OGRID No. 332947	Operator Name AVANT OPERATING II, LLC	Ground Level Elevation 3536'
Surface Owner: <input type="checkbox"/> State <input type="checkbox"/> Fee <input type="checkbox"/> Tribal <input checked="" type="checkbox"/> Federal		Mineral Owner: <input type="checkbox"/> State <input type="checkbox"/> Fee <input type="checkbox"/> Tribal <input checked="" type="checkbox"/> Federal

Surface Location

UL	Section	Township	Range	Lot	Ft. from N/S	Ft. from E/W	Latitude	Longitude	County
C	23	20 S	32 E		330' FNL	2161' FWL	32.565021°	-103.738453°	LEA

Bottom Hole Location

UL	Section	Township	Range	Lot	Ft. from N/S	Ft. from E/W	Latitude	Longitude	County
E	26	20 S	32 E		2536' FNL	1320' FWL	32.544455°	-103.741204°	LEA

Dedicated Acres 960.00	Infill or Defining Well	Defining Well API	Overlapping Spacing Unit (Y/N)	Consolidation Code
Order Numbers.			Well setbacks are under Common Ownership: <input type="checkbox"/> Yes <input type="checkbox"/> No	

Kick Off Point (KOP)

UL	Section	Township	Range	Lot	Ft. from N/S	Ft. from E/W	Latitude	Longitude	County
C	23	20 S	32 E		330' FNL	2161' FWL	32.565021°	-103.738453°	LEA

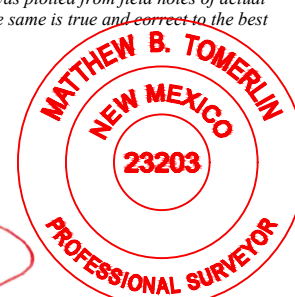
First Take Point (FTP)

UL	Section	Township	Range	Lot	Ft. from N/S	Ft. from E/W	Latitude	Longitude	County
C	23	20 S	32 E		100' FNL	1320' FWL	32.565657°	-103.741184°	LEA

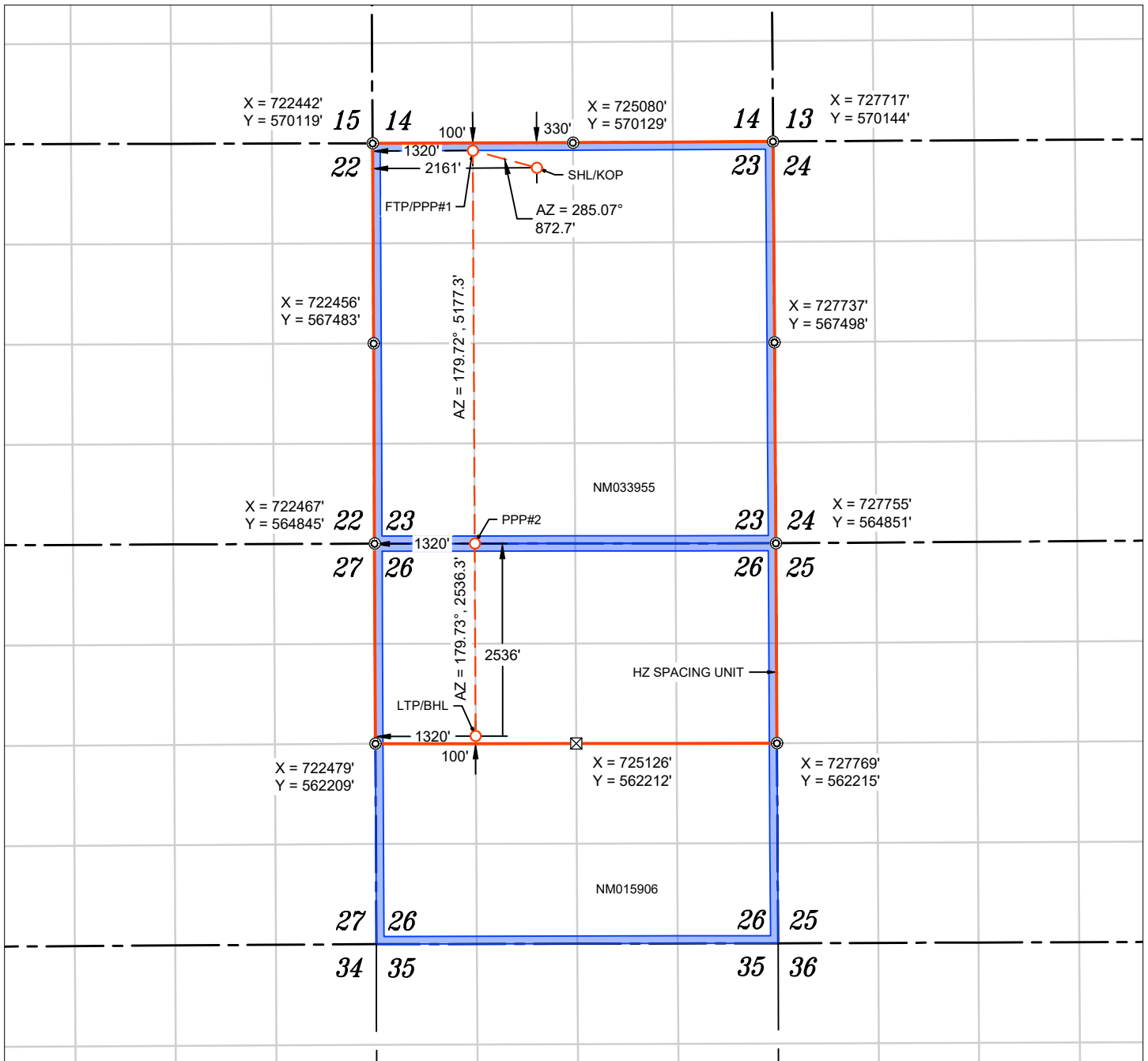
Last Take Point (LTP)

UL	Section	Township	Range	Lot	Ft. from N/S	Ft. from E/W	Latitude	Longitude	County
E	26	20 S	32 E		2536' FNL	1320' FWL	32.544455°	-103.741204°	LEA

Unitized Area or Area of Uniform Interest	Spacing Unit Type <input checked="" type="checkbox"/> Horizontal <input type="checkbox"/> Vertical	Ground Floor Elevation: 3536'
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<p>OPERATOR CERTIFICATIONS</p> <p><i>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.</i></p> <p><i>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 pooling order from the division.</i></p>	<p>SURVEYOR CERTIFICATIONS</p> <p><i>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.</i></p> <div style="text-align: right;">  </div>
Signature _____ Date _____	Signature and Seal of Professional Surveyor
Printed Name _____	23203 DECEMBER 6, 2025
Email Address _____	Certificate Number _____ Date of Survey _____

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



WELL NAME: SPICY CHICKEN 23 26 FED COM #302H
 ELEVATION: 3536'

NAD 83 (SHL/KOP) 330' FNL & 2161' FWL
LATITUDE = 32.565021°
LONGITUDE = -103.738453°
NAD 27 (SHL/KOP)
LATITUDE = 32.564900°
LONGITUDE = -103.737955°
STATE PLANE NAD 83 (N.M. EAST)
N: 569797.28' E: 724604.88'
STATE PLANE NAD 27 (N.M. EAST)
N: 569735.59' E: 683425.02'

NAD 83 (FTP/PPP#1) 100' FNL & 1320' FWL
LATITUDE = 32.565657°
LONGITUDE = -103.741184°
NAD 27 (FTP/PPP#1)
LATITUDE = 32.565537°
LONGITUDE = -103.740686°
STATE PLANE NAD 83 (N.M. EAST)
N: 570024.14' E: 723762.20'
STATE PLANE NAD 27 (N.M. EAST)
N: 569962.43' E: 682582.36'

APPROXIMATE WELL BORE DISTANCE FROM FTP TO LTP	
NMO33955	5177.35'
NMO15906	2536.26'
TOTAL	7713.61'

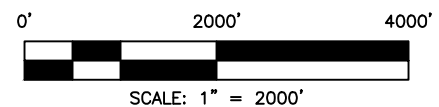
NAD 83 (PPP#2) 1320' FWL
LATITUDE = 32.551426°
LONGITUDE = -103.741197°
NAD 27 (PPP#2)
LATITUDE = 32.551306°
LONGITUDE = -103.740699°
STATE PLANE NAD 83 (N.M. EAST)
N: 564846.85' E: 723787.11'
STATE PLANE NAD 27 (N.M. EAST)
N: 564785.22' E: 682607.09'

NAD 83 (LTP/BHL) 2536' FNL & 1320' FWL
LATITUDE = 32.544455°
LONGITUDE = -103.741204°
NAD 27 (LTP/BHL)
LATITUDE = 32.544334°
LONGITUDE = -103.740707°
STATE PLANE NAD 83 (N.M. EAST)
N: 562310.62' E: 723799.00'
STATE PLANE NAD 27 (N.M. EAST)
N: 562249.04' E: 682618.89'

- ⊙ FOUND MONUMENT
- ⊠ CALC. CORNER
- SHL/ KOP/ FTP / PPP / LTP / BHL
- - - WELLBORE
- HORIZONTAL SPACING UNIT
- STATE OIL & GAS LEASE
- BLM OIL & GAS LEASE

NOTES

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2. THIS DOCUMENT IS BASED UPON AN ON THE GROUND SURVEY PERFORMED DURING DECEMBER, 2025. CERTIFICATION OF THIS DOCUMENT IS ONLY TO THE LOCATION OF THIS INFORMATION IN RELATION TO RECORDED MONUMENT OF DEEDS PROVIDED BY THE CLIENT.
3. ELEVATIONS MSL, DERIVED FROM G.N.S.S. OBSERVATION AND DERIVED FROM SAID ON-THE-GROUND SURVEY.



C-102 Submit Electronically Via OCD Permitting	State of New Mexico Energy, Minerals & Natural Resources Department OIL CONSERVATION DIVISION	Revised July 9, 2024
		<input checked="" type="checkbox"/> Initial Submittal <input type="checkbox"/> Amended Report <input type="checkbox"/> As Drilled
	Submittal Type:	

WELL LOCATION INFORMATION

API Number	Pool Code 53560	Pool Name SALT LAKE;BONE SPRING
Property Code	Property Name SPICY CHICKEN 23 26 FED COM	Well Number #303H
OGRID No. 332947	Operator Name AVANT OPERATING II, LLC	Ground Level Elevation 3536'
Surface Owner: <input type="checkbox"/> State <input type="checkbox"/> Fee <input type="checkbox"/> Tribal <input checked="" type="checkbox"/> Federal		Mineral Owner: <input type="checkbox"/> State <input type="checkbox"/> Fee <input type="checkbox"/> Tribal <input checked="" type="checkbox"/> Federal

Surface Location

UL	Section	Township	Range	Lot	Ft. from N/S	Ft. from E/W	Latitude	Longitude	County
C	23	20 S	32 E		330' FNL	2221' FWL	32.565020°	-103.738258°	LEA

Bottom Hole Location

UL	Section	Township	Range	Lot	Ft. from N/S	Ft. from E/W	Latitude	Longitude	County
F	26	20 S	32 E		2536' FNL	2310' FWL	32.544443°	-103.737991°	LEA

Dedicated Acres 960.00	Infill or Defining Well	Defining Well API	Overlapping Spacing Unit (Y/N)	Consolidation Code
Order Numbers.			Well setbacks are under Common Ownership: <input type="checkbox"/> Yes <input type="checkbox"/> No	

Kick Off Point (KOP)

UL	Section	Township	Range	Lot	Ft. from N/S	Ft. from E/W	Latitude	Longitude	County
C	23	20 S	32 E		330' FNL	2221' FWL	32.565020°	-103.738258°	LEA



First Take Point (FTP)

UL	Section	Township	Range	Lot	Ft. from N/S	Ft. from E/W	Latitude	Longitude	County
C	23	20 S	32 E		100' FNL	2310' FWL	32.565652°	-103.737971°	LEA

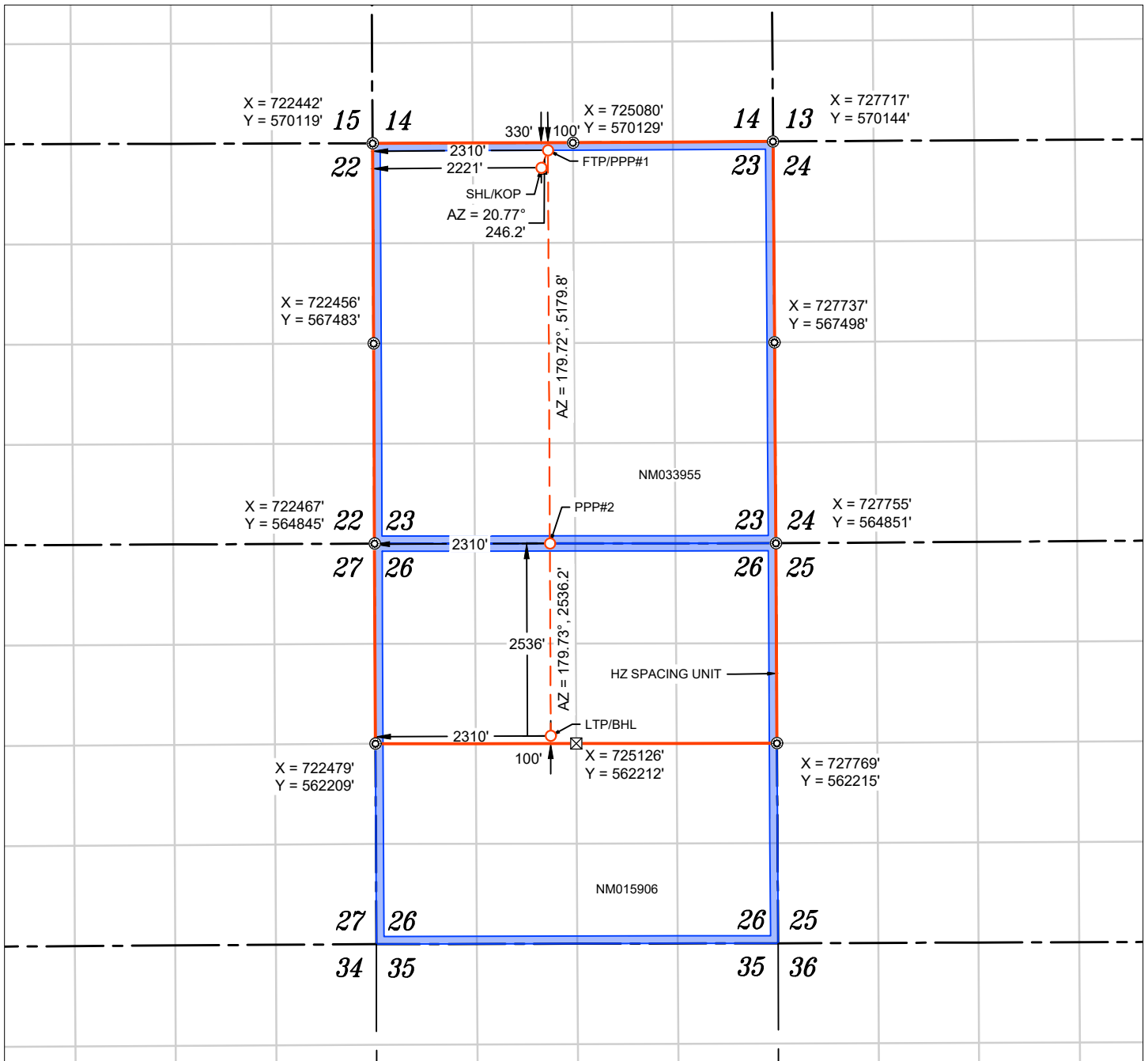
Last Take Point (LTP)

UL	Section	Township	Range	Lot	Ft. from N/S	Ft. from E/W	Latitude	Longitude	County
F	26	20 S	32 E		2536' FNL	2310' FWL	32.544443°	-103.737991°	LEA

Unitized Area or Area of Uniform Interest	Spacing Unit Type <input checked="" type="checkbox"/> Horizontal <input type="checkbox"/> Vertical	Ground Floor Elevation: 3536'
---	--	---

<p>OPERATOR CERTIFICATIONS</p> <p><i>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.</i></p> <p><i>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 pooling order from the division.</i></p>	<p>SURVEYOR CERTIFICATIONS</p> <p><i>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.</i></p> <div style="text-align: right;">   </div>
Signature _____ Date _____	Signature and Seal of Professional Surveyor 23203 DECEMBER 3, 2025
Printed Name _____ Email Address _____	Certificate Number _____ Date of Survey _____

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



WELL NAME: SPICY CHICKEN 23 26 FED COM #303H
 ELEVATION: 3536'

NAD 83 (SHL/KOP) 330' FNL & 2221' FWL
LATITUDE = 32.565020°
LONGITUDE = -103.738258°
NAD 27 (SHL/KOP)
LATITUDE = 32.564900°
LONGITUDE = -103.737760°
STATE PLANE NAD 83 (N.M. EAST)
N: 569797.57' E: 724664.88'
STATE PLANE NAD 27 (N.M. EAST)
N: 569735.87' E: 683485.02'

NAD 83 (FTP/PPP#1) 100' FNL & 2310' FWL
LATITUDE = 32.565652°
LONGITUDE = -103.737971°
NAD 27 (FTP/PPP#1)
LATITUDE = 32.565531°
LONGITUDE = -103.737473°
STATE PLANE NAD 83 (N.M. EAST)
N: 570027.77' E: 724752.20'
STATE PLANE NAD 27 (N.M. EAST)
N: 569966.07' E: 683572.34'

APPROXIMATE WELL BORE DISTANCE FROM FTP TO LTP	
NMO33955	5179.84'
NMO15906	2536.21'
TOTAL	7716.05'

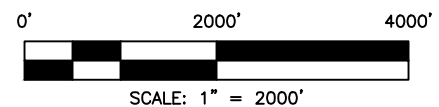
NAD 83 (PPP#2) 2310' FWL
LATITUDE = 32.551414°
LONGITUDE = -103.737984°
NAD 27 (PPP#2)
LATITUDE = 32.551294°
LONGITUDE = -103.737487°
STATE PLANE NAD 83 (N.M. EAST)
N: 564847.99' E: 724777.11'
STATE PLANE NAD 27 (N.M. EAST)
N: 564786.38' E: 683597.07'

NAD 83 (LTP/BHL) 2536' FNL & 2310' FWL
LATITUDE = 32.544443°
LONGITUDE = -103.737991°
NAD 27 (LTP/BHL)
LATITUDE = 32.544322°
LONGITUDE = -103.737494°
STATE PLANE NAD 83 (N.M. EAST)
N: 562311.80' E: 724789.01'
STATE PLANE NAD 27 (N.M. EAST)
N: 562250.23' E: 683608.88'

- ⊙ FOUND MONUMENT
- ⊠ CALC. CORNER
- SHL/ KOP/ FTP / PPP / LTP / BHL
- - - WELLBORE
- HORIZONTAL SPACING UNIT
- STATE OIL & GAS LEASE
- BLM OIL & GAS LEASE

NOTES

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C-102 Submit Electronically Via OCD Permitting	State of New Mexico Energy, Minerals & Natural Resources Department OIL CONSERVATION DIVISION	Revised July 9, 2024
		Submittal Type: <input checked="" type="checkbox"/> Initial Submittal <input type="checkbox"/> Amended Report <input type="checkbox"/> As Drilled

WELL LOCATION INFORMATION

API Number	Pool Code 53560	Pool Name SALT LAKE;BONE SPRING
Property Code	Property Name SPICY CHICKEN 23 26 FED COM	Well Number #304H
OGRID No. 332947	Operator Name AVANT OPERATING II, LLC	Ground Level Elevation 3536'
Surface Owner: <input type="checkbox"/> State <input type="checkbox"/> Fee <input type="checkbox"/> Tribal <input checked="" type="checkbox"/> Federal		Mineral Owner: <input type="checkbox"/> State <input type="checkbox"/> Fee <input type="checkbox"/> Tribal <input checked="" type="checkbox"/> Federal

Surface Location

UL	Section	Township	Range	Lot	Ft. from N/S	Ft. from E/W	Latitude	Longitude	County
B	23	20 S	32 E		330' FNL	2216' FEL	32.565018°	-103.735537°	LEA

Bottom Hole Location

UL	Section	Township	Range	Lot	Ft. from N/S	Ft. from E/W	Latitude	Longitude	County
G	26	20 S	32 E		2536' FNL	1980' FEL	32.544431°	-103.734748°	LEA

Dedicated Acres 960.00	Infill or Defining Well	Defining Well API	Overlapping Spacing Unit (Y/N)	Consolidation Code
Order Numbers.			Well setbacks are under Common Ownership: <input type="checkbox"/> Yes <input type="checkbox"/> No	

Kick Off Point (KOP)

UL	Section	Township	Range	Lot	Ft. from N/S	Ft. from E/W	Latitude	Longitude	County
B	23	20 S	32 E		330' FNL	2216' FEL	32.565018°	-103.735537°	LEA


First Take Point (FTP)

UL	Section	Township	Range	Lot	Ft. from N/S	Ft. from E/W	Latitude	Longitude	County
B	23	20 S	32 E		100' FNL	1980' FEL	32.565650°	-103.734771°	LEA

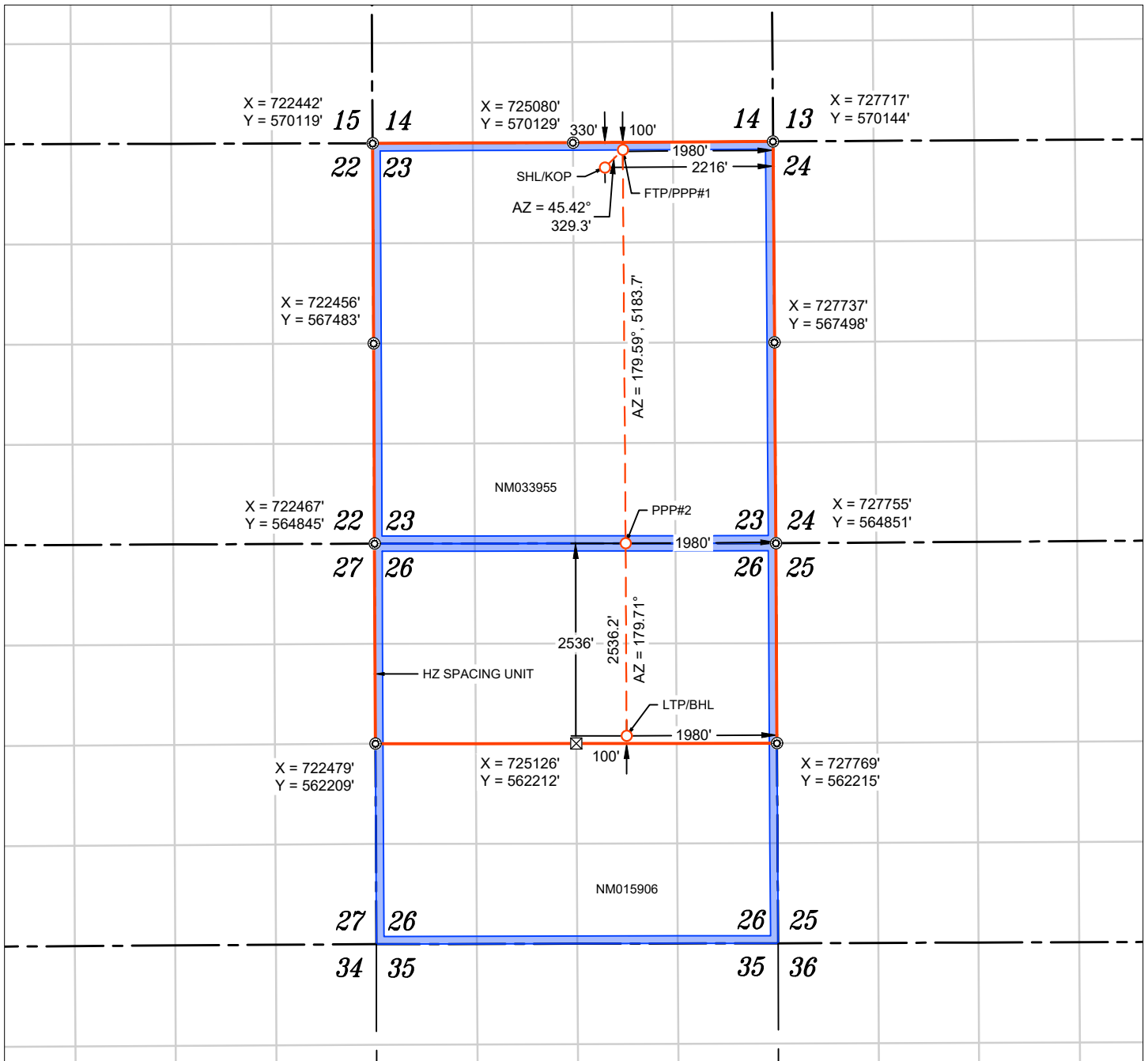
Last Take Point (LTP)

UL	Section	Township	Range	Lot	Ft. from N/S	Ft. from E/W	Latitude	Longitude	County
G	26	20 S	32 E		2536' FNL	1980' FEL	32.544431°	-103.734748°	LEA

Unitized Area or Area of Uniform Interest	Spacing Unit Type <input checked="" type="checkbox"/> Horizontal <input type="checkbox"/> Vertical	Ground Floor Elevation: 3536'
---	--	--------------------------------------

<p>OPERATOR CERTIFICATIONS</p> <p><i>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.</i></p> <p><i>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 pooling order from the division.</i></p>	<p>SURVEYOR CERTIFICATIONS</p> <p><i>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.</i></p> <div style="text-align: right;">  </div>
Signature _____ Date _____	Signature and Seal of Professional Surveyor
Printed Name _____	23203 DECEMBER 6, 2025
Email Address _____	Certificate Number _____ Date of Survey _____

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



WELL NAME: SPICY CHICKEN 23 26 FED COM #304H
 ELEVATION: 3536'

NAD 83 (SHL/KOP) 330' FNL & 2216' FEL
LATITUDE = 32.565018°
LONGITUDE = -103.735537°
NAD 27 (SHL/KOP)
LATITUDE = 32.564898°
LONGITUDE = -103.735039°
STATE PLANE NAD 83 (N.M. EAST)
N: 569801.55' E: 725503.38'
STATE PLANE NAD 27 (N.M. EAST)
N: 569739.86' E: 684323.50'

NAD 83 (FTP/PPP#1) 100' FNL & 1980' FEL
LATITUDE = 32.565650°
LONGITUDE = -103.734771°
NAD 27 (FTP/PPP#1)
LATITUDE = 32.565530°
LONGITUDE = -103.734273°
STATE PLANE NAD 83 (N.M. EAST)
N: 570032.70' E: 725737.98'
STATE PLANE NAD 27 (N.M. EAST)
N: 569971.01' E: 684558.11'

APPROXIMATE WELL BORE DISTANCE FROM FTP TO LTP	
NM033955	5183.70'
NMO15906	2536.17'
TOTAL	7719.87'

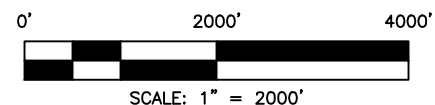
NAD 83 (PPP#2) 1980' FEL
LATITUDE = 32.551402°
LONGITUDE = -103.734744°
NAD 27 (PPP#2)
LATITUDE = 32.551281°
LONGITUDE = -103.734247°
STATE PLANE NAD 83 (N.M. EAST)
N: 564849.13' E: 725775.41'
STATE PLANE NAD 27 (N.M. EAST)
N: 564787.53' E: 684595.36'

NAD 83 (LTP/BHL) 2536' FNL & 1980' FEL
LATITUDE = 32.544431°
LONGITUDE = -103.734748°
NAD 27 (LTP/BHL)
LATITUDE = 32.544310°
LONGITUDE = -103.734252°
STATE PLANE NAD 83 (N.M. EAST)
N: 562313.00' E: 725788.32'
STATE PLANE NAD 27 (N.M. EAST)
N: 562251.44' E: 684608.17'

FOUND MONUMENT
 CALC. CORNER
 SHL/ KOP/ FTP / PPP / LTP / BHL
 WELLBORE
 HORIZONTAL SPACING UNIT
 STATE OIL & GAS LEASE
 BLM OIL & GAS LEASE

NOTES

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C-102 Submit Electronically Via OCD Permitting	State of New Mexico Energy, Minerals & Natural Resources Department OIL CONSERVATION DIVISION		Revised July 9, 2024
	Submittal Type:	<input checked="" type="checkbox"/> Initial Submittal	
		<input type="checkbox"/> Amended Report <input type="checkbox"/> As Drilled	

WELL LOCATION INFORMATION

API Number	Pool Code 53560	Pool Name SALT LAKE;BONE SPRING
Property Code	Property Name SPICY CHICKEN 23 26 FED COM	Well Number #305H
OGRID No. 332947	Operator Name AVANT OPERATING II, LLC	Ground Level Elevation 3536'
Surface Owner: <input type="checkbox"/> State <input type="checkbox"/> Fee <input type="checkbox"/> Tribal <input checked="" type="checkbox"/> Federal		Mineral Owner: <input type="checkbox"/> State <input type="checkbox"/> Fee <input type="checkbox"/> Tribal <input checked="" type="checkbox"/> Federal

Surface Location

UL	Section	Township	Range	Lot	Ft. from N/S	Ft. from E/W	Latitude	Longitude	County
B	23	20 S	32 E		330' FNL	2156' FEL	32.565018°	-103.735342°	LEA

Bottom Hole Location

UL	Section	Township	Range	Lot	Ft. from N/S	Ft. from E/W	Latitude	Longitude	County
H	26	20 S	32 E		2536' FNL	990' FEL	32.544419°	-103.731536°	LEA

Dedicated Acres 960.00	Infill or Defining Well	Defining Well API	Overlapping Spacing Unit (Y/N)	Consolidation Code
Order Numbers.			Well setbacks are under Common Ownership: <input type="checkbox"/> Yes <input type="checkbox"/> No	

Kick Off Point (KOP)

UL	Section	Township	Range	Lot	Ft. from N/S	Ft. from E/W	Latitude	Longitude	County
B	23	20 S	32 E		330' FNL	2156' FEL	32.565018°	-103.735342°	LEA


First Take Point (FTP)

UL	Section	Township	Range	Lot	Ft. from N/S	Ft. from E/W	Latitude	Longitude	County
A	23	20 S	32 E		100' FNL	990' FEL	32.565650°	-103.731557°	LEA

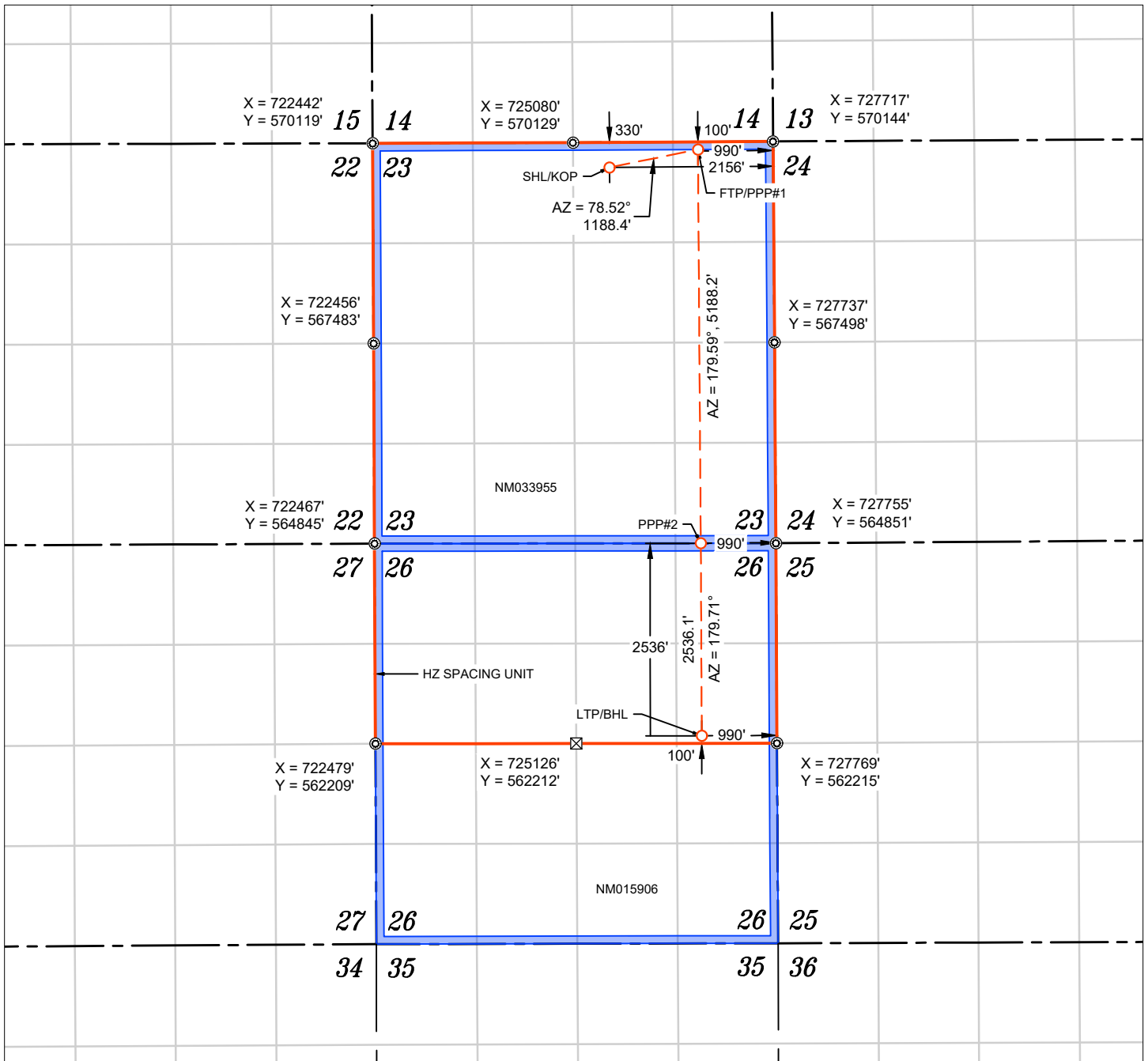
Last Take Point (LTP)

UL	Section	Township	Range	Lot	Ft. from N/S	Ft. from E/W	Latitude	Longitude	County
H	26	20 S	32 E		2536' FNL	990' FEL	32.544419°	-103.731536°	LEA

Unitized Area or Area of Uniform Interest	Spacing Unit Type <input type="checkbox"/> Horizontal <input type="checkbox"/> Vertical	Ground Floor Elevation: 3536'
---	---	--------------------------------------

OPERATOR CERTIFICATIONS <i>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.</i> <i>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 pooling order from the division.</i>		SURVEYOR CERTIFICATIONS <i>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.</i>	
Signature	Date		
Printed Name			
Email Address		Certificate Number	Date of Survey

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



WELL NAME: SPICY CHICKEN 23 26 FED COM #305H
 ELEVATION: 3536'

NAD 83 (SHL/KOP) 330' FNL & 2156' FEL
LATITUDE = 32.565018° LONGITUDE = -103.735342°
NAD 27 (SHL/KOP)
LATITUDE = 32.564898° LONGITUDE = -103.734844°
STATE PLANE NAD 83 (N.M. EAST)
N: 569801.83' E: 725563.38'
STATE PLANE NAD 27 (N.M. EAST)
N: 569740.15' E: 684383.50'

NAD 83 (FTP/PPP#1) 100' FNL & 990' FEL
LATITUDE = 32.565650° LONGITUDE = -103.731557°
NAD 27 (FTP/PPP#1)
LATITUDE = 32.565530° LONGITUDE = -103.731060°
STATE PLANE NAD 83 (N.M. EAST)
N: 570038.32' E: 726727.97'
STATE PLANE NAD 27 (N.M. EAST)
N: 569976.64' E: 685548.07'

APPROXIMATE WELL BORE DISTANCE FROM FTP TO LTP	
NMO33955	5188.18'
NMO15906	2536.12'
TOTAL	7724.30'

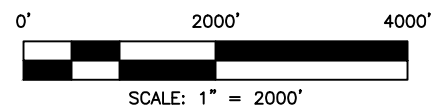
NAD 83 (PPP#2) 990' FEL
LATITUDE = 32.551390° LONGITUDE = -103.731531°
NAD 27 (PPP#2)
LATITUDE = 32.551269° LONGITUDE = -103.731034°
STATE PLANE NAD 83 (N.M. EAST)
N: 564850.27' E: 726765.41'
STATE PLANE NAD 27 (N.M. EAST)
N: 564788.68' E: 685585.34'

NAD 83 (LTP/BHL) 2536' FNL & 990' FEL
LATITUDE = 32.544419° LONGITUDE = -103.731536°
NAD 27 (LTP/BHL)
LATITUDE = 32.544298° LONGITUDE = -103.731039°
STATE PLANE NAD 83 (N.M. EAST)
N: 562314.18' E: 726778.32'
STATE PLANE NAD 27 (N.M. EAST)
N: 562252.63' E: 685598.16'

FOUND MONUMENT
 CALC. CORNER
 WELLBORE
 SHL/ KOP/ FTP / PPP / LTP / BHL
 HORIZONTAL SPACING UNIT
 STATE OIL & GAS LEASE
 BLM OIL & GAS LEASE

NOTES

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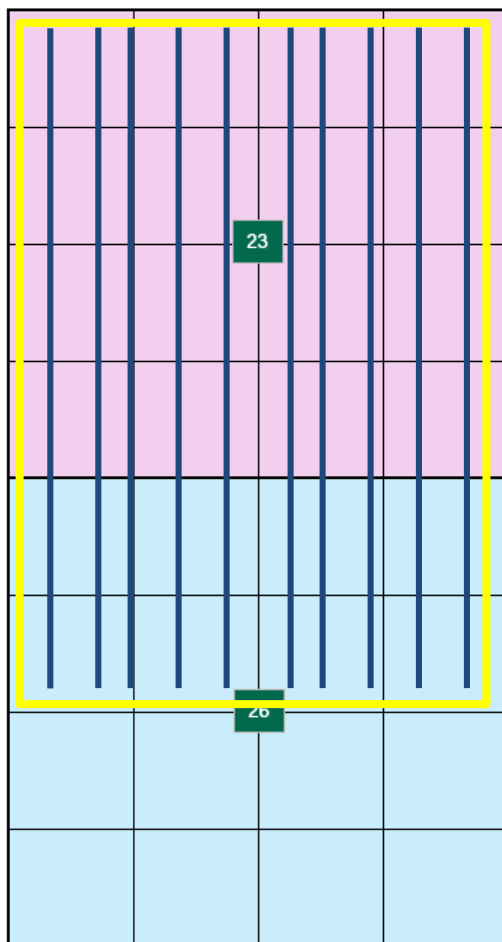


Lease Tract Map w/locations

Spicy Chicken 23 26 Fed Com #201H - #205H, #301H - #305H



AO II plans to fully develop all tracts and prospective zones



AVALON / FIRST BONE SPRING

Well Name	Pool Code
Spicy Chicken 23 26 Fed Com #201H	53560 / Salt Lake; Bone Spring
Spicy Chicken 23 26 Fed Com #202H	53560 / Salt Lake; Bone Spring
Spicy Chicken 23 26 Fed Com #203H	53560 / Salt Lake; Bone Spring
Spicy Chicken 23 26 Fed Com #204H	53560 / Salt Lake; Bone Spring
Spicy Chicken 23 26 Fed Com #205H	53560 / Salt Lake; Bone Spring
Spicy Chicken 23 26 Fed Com #301H	53560 / Salt Lake; Bone Spring
Spicy Chicken 23 26 Fed Com #302H	53560 / Salt Lake; Bone Spring
Spicy Chicken 23 26 Fed Com #303H	53560 / Salt Lake; Bone Spring
Spicy Chicken 23 26 Fed Com #304H	53560 / Salt Lake; Bone Spring
Spicy Chicken 23 26 Fed Com #305H	53560 / Salt Lake; Bone Spring

Tract 1		FED	NMNM 033955	640.00
Tract 2		FED	NMNM 015906	320.00
UNIT TOTAL:				960.00

Unit Breakout by Owner	NMA	Unit WI
AVANT OPERATING II, LLC	513.77	53.52%
Earthstone Permian LLC	316.75	32.99%



Summary of Working Interest Owners
 Spicy Chicken 23 26 Fed Com #201H - #205H, #301H - #305H



All of Section 23 and N2 of Section 26, Township 20 South, Range 32 East, N.M.P.M., Lea County, New Mexico

Summary of Working Interest Owners:

Unit Breakout by Owner	Owner Type	NMA	Unit WI	Tract No.	Tract WI	Status
AVANT OPERATING II, LLC	WI	513.7672	53.52%	1	80.28%	OPERATOR
Diaga Mineral Group	WI	3.0987	0.32%	1	0.48%	JOA - Committed
Andrew H. Jackson	WI	3.0987	0.32%	1	0.48%	Uncommitted - Compulsary Pool
Chief Capital (O&G) II LLC	WI	58.4873	6.09%	1	9.14%	JOA - Committed
WR Non-Op LLC	WI	18.9793	1.98%	1	2.97%	Uncommitted - Compulsary Pool
Trainer Partners Ltd	WI	11.1510	1.16%	1	1.74%	Uncommitted - Compulsary Pool
Earthstone Permian LLC	WI	11.1510	1.16%	1	1.74%	Uncommitted - Compulsary Pool
TD Minerals, LLC	WI	20.2667	2.11%	1	3.17%	JOA - Committed
Earthstone Permian LLC	WI	305.6000	31.83%	2	95.50%	Uncommitted - Compulsary Pool
Petrolux, Inc.	WI	8.0000	0.83%	2	2.50%	Under Contract - Committed
MRC Permian Company	WI	6.4000	0.67%	2	2.00%	Uncommitted - Compulsary Pool
		960.00	100.00%			

62.88%	AO II Working Interest Control
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Highlighted = Parties to be Pooled



ORRI Ownership

Spicy Chicken 23 26 Fed Com #201H - #205H, #301H - #305H, #601H - #603H, #701H - #702H, #751H - #754H
 Spicy Chicken 23 Fed Com #501H - #505H

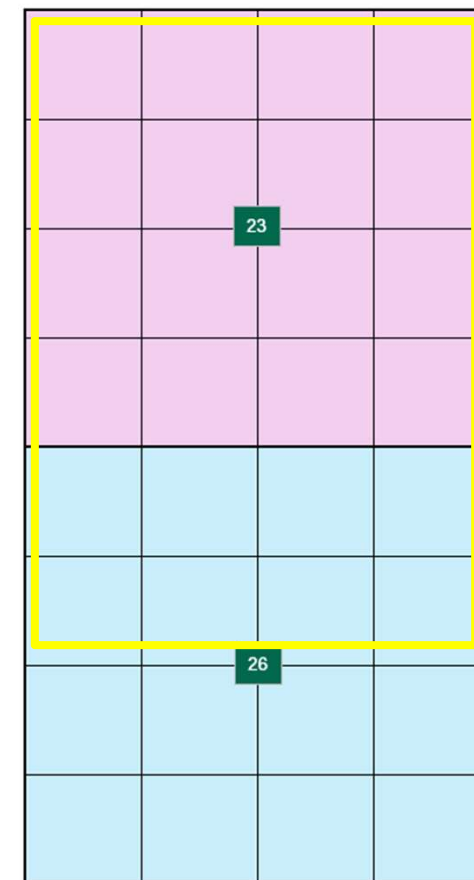


All of Section 23 and N2 of Section 26, Township 20 South, Range 32 East, N.M.P.M., Lea County, New Mexico

Summary of ORRI Owners to be Pooled:

ORRI Owners to Pool	Tract No
Marie I. Baetz, Trustee of the Marie I. Baetz Family 2012 Trust	1
Barbara Shelby Baetz Shipper a/k/a Barbara B. Shipper	1
CSC3 Holdings, Ltd.	1
Trainer Partners LTD.	1
Earthstone Permian LLC	1
SITL Energy, LLC	1
Ventura Oil & Gas, LLC	1
PBC Resources, LLC	1
TD Minerals, LLC	1
Blue Star Royalty, LLC	1
AO II Permian, LLC	1
Earthstone Permian LLC	1
Brigham Royalties Fund I Holdco, LLC	1
John R. Lewis	1
WRH I, LP	1
Kimbell Royalty Holdings, LLC	1
David Charles Lougee, Kipp Lougee Frederiksen and Fred Frederiksen, Trustees of the Lougee Oil & Gas Trust	1

ORRI Owners to Pool	Tract No
Patricia Owens Preston, Trustee of the Charles Dean Preston Revocable Trust Dated August 4, 2011	2
DNR Oil & Gas, Inc	2
Sydney Investments LP	2
Hidden Hills Minerals, LLC	2
Topsey, LLC	2
Hatch Royalty, LLC	2
James C. Whitten, Trustee of the Whitten Management Trust	2
Brigham Royalties Fund I Holdco, LLC	2
Milestone Oil, LLC	2
Mustang Mud, Inc	22
Lario Oil & Gas Company	2
Harken Exploration Company	2
Mark B. Murphy, Trustee of the Mark B, Murphy Irrevocable Trust, UTA dated December 12, 2012	2
Susan S. Murphy, Trustee of the Susan S. Murphy Marital Trust, UTA dated November 12, 2012	2
Robin L. Morgan, a widow	2
Hutchings Oil Company	2



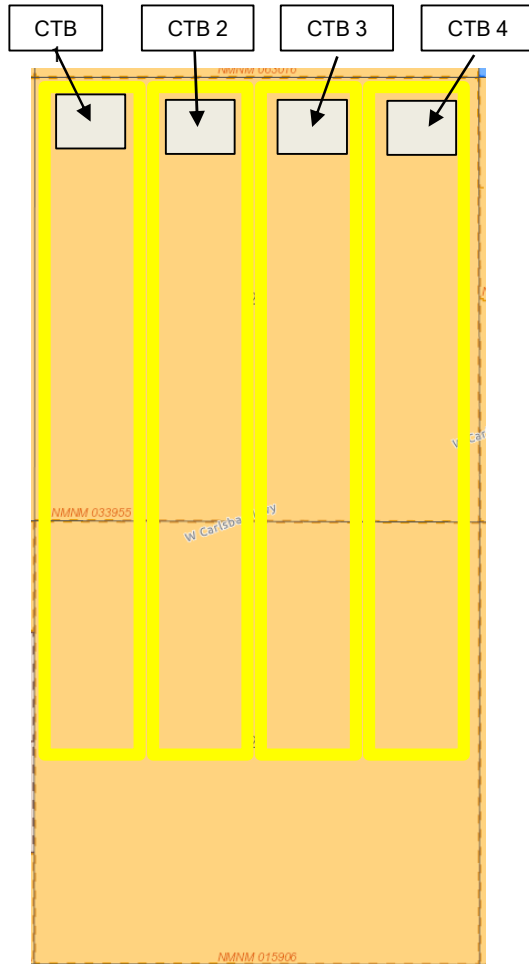
Tract 1		FED	NMNM 033955	640.00
Tract 2		FED	NMNM 015906	320.00
UNIT TOTAL:				960.00



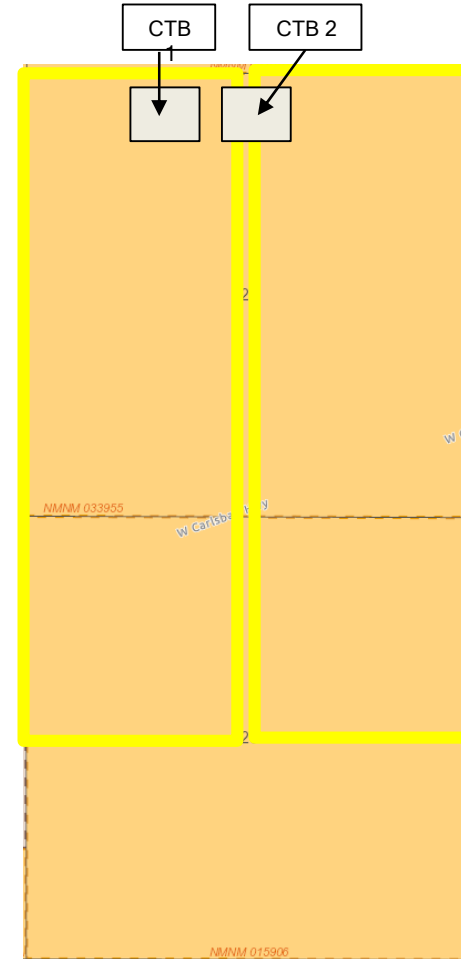


NSSU reduces surface facilities and surface impacts

Standard Unit Development

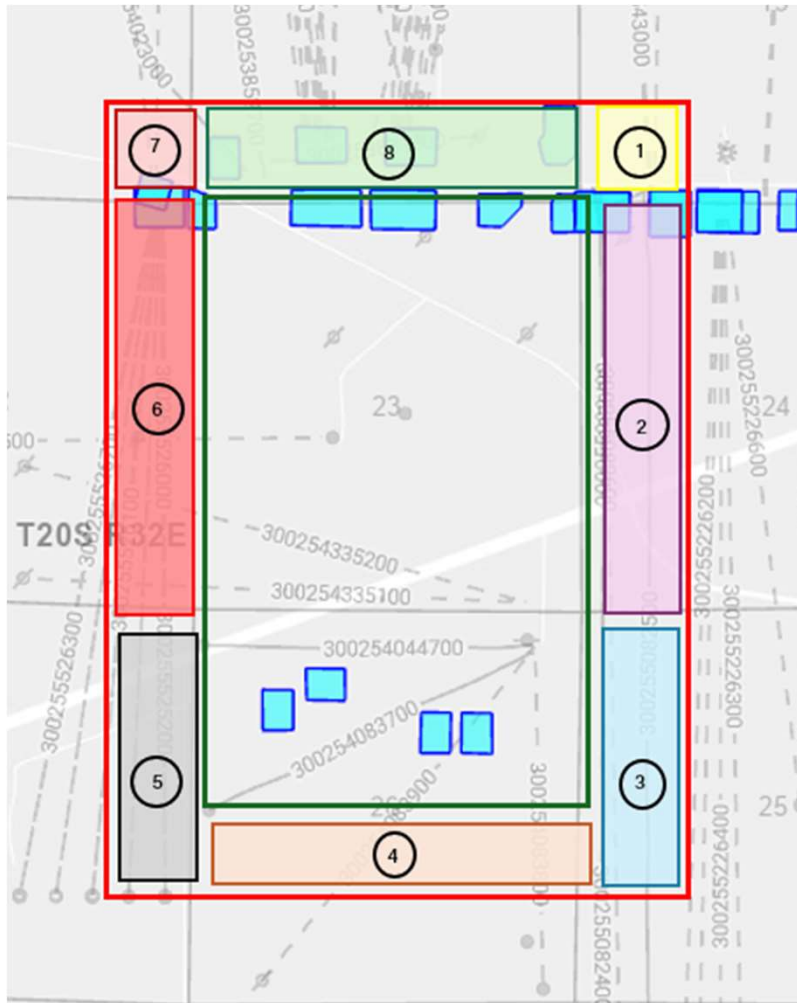


Non-Standard Unit Development





NSU Notice Information

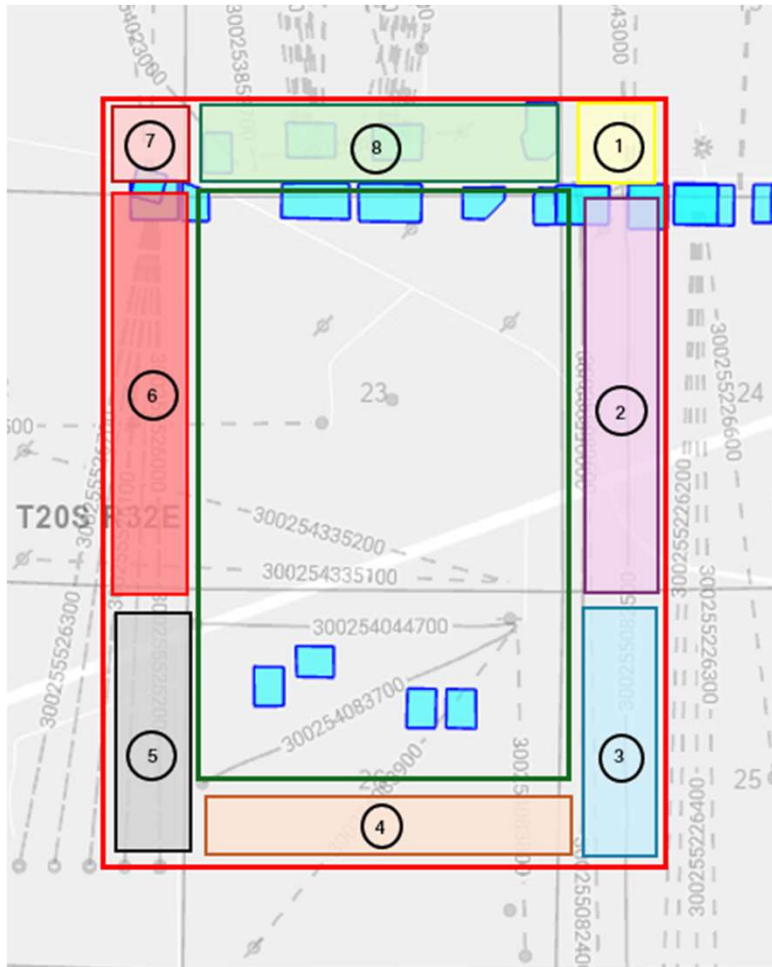


Tract	Description	Notice Party Name	Address
8	14-20S-32E, Fed Lease RT Owner NMNM 063016	EOG Resources Inc	5509 Champions Drive Midland, TX 79706
8	14-20S-32E, Fed Lease RT Owner NMNM 063016	Tap Rock Resources II LLC	523 Park Point Drive, Suite #200 Golden, CO 80401
1	13-20S-32E, SLO Lease RT Owner	COG Operating LLC	925 N. Eldridge Parkway Houston, TX 77079-2703
2	24-20S-32E, Fed Lease RT Owner NMNM 016640B	Gross Family LTD	PO Box 358 Roswell, NM 3788
2	24-20S-32E, Fed Lease RT Owner NMNM 016640B	Trainer Partners LTD	2925 Richmond Ave, Ste 1200 Houston, TX 77098
2	24-20S-32E, Fed Lease RT Owner NMNM 016640B	Earthstone Permian LLC c/o Permian Resources	300 N Marienfeld Street, #100 Midland, TX 79707
2	24-20S-32E, Fed Lease RT Owner NMNM 016640A	EOG Resources Inc	5509 Champions Drive Midland, TX 79706
3	25-20S-32E, Fed Lease RT Owner NMNM 015907	COG Operating LLC	925 N. Eldridge Parkway Houston, TX 77079-2703
5	27-20S-32E, Fed Lease RT Owner and Unit Operator	XTO Delaware Basin LLC	22777 Springwoods Village Pkwy Spring, TX 77389-1425
5	27-20S-32E, FEE Leases WI Owners	Chief Capital O&G II LLC	8111 Westchester Drive, Suite #900 Dallas, TX 75225
5	27-20S-32E, FEE Leases WI Owners	MRC	5400 LBJ Freeway, Suite 1500 Dallas, TX 75240
5	27-20S-32E, FEE Leases WI Owners	Paloma Permian Assets LLC	1100 Louisiana, Suite 5100 Houston, TX 77002
5	27-20S-32E, FEE Leases WI Owners	WR Non-Op LLC	200 North Loraine, Suite 1260 Midland, Texas 79701
5	27-20S-32E, FEE Leases WI Owners	Southpaw Land and Timber LLC	4300 Macarthur Ave, Ste. 235 Dallas, Texas 75209
5	27-20S-32E, Fed Lease RT Owner NMNM 015024	Chevron USA Inc	1400 Smith Street Houston, TX 77002





NSU Notice Information Cont.



Tract	Description	Notice Party Name	Address
6	22-20S-32E, Fed Lease RT Owner NMNM 033955	AOII	1515 Wynkoop Street, Suite #700 Denver, CO 80202
7	15-20S-32E, fed Lease RT Owners NMNM 112275	Marathon Oil (ConocoPhillips)	925 N. Eldridge Parkway Houston, TX 77079-2703
8	14-20S-32E, Operator (APDs)	Civitas Resources	9950 Woodloch Forest Drive, Suite #1400 The Woodlands, TX 77380
7	15-20S-32E, Operator (APDs)	ConocoPhillips	925 N. Eldridge Parkway Houston, TX 77079-2703
6	22-20S-32E, Operator (APDs)	AOII	1515 Wynkoop Street, Suite #700 Denver, CO 80202
5	27-20S-32E, Operator (APDs)	AOII	1515 Wynkoop Street, Suite #700 Denver, CO 80202
4	26-20S-32E, Operator	Coterra Energy	6001 Deauville Blvd. Midland, TX 79706
3	25-20S-32E, Operator	Permian Resources	300 N Marienfeld Street, #100 Midland, TX 79707
1	13-20S-32E, Operator	EOG Resources Inc	5509 Champions Drive Midland, TX 79706
1	24-20S-32E, Operator	EOG Resources Inc	5509 Champions Drive Midland, TX 79706



NSU Notice Parties for Tracts Where AO II Is Operator

Tract 5:

5	XTO Delaware Basin LLC	22777 Springwoods Village Pkwy Spring, TX 77389-1425
5	Chief Capital O&G II LLC	8111 Westchester Drive, Suite #900 Dallas, TX 75225
5	MRC	5400 LBJ Freeway, Suite 1500 Dallas, TX 75240
5	Paloma Permian Assets LLC	1100 Louisiana, Suite 5100 Houston, TX 77002
5	WR Non-Op LLC	200 North Loraine, Suite 1260 Midland, Texas 79701
5	Southpaw Land and Timber LLC	4300 Macarthur Ave, Ste. 235 Dallas, Texas 75209
5	Chevron USA Inc	1400 Smith Street Houston, TX 77002

Tract 6:

6	Chief Capital O&G II LLC	8111 Westchester Drive, Suite #900 Dallas, TX 75225
6	Earthstone Permian, LLC	300 M. Marienfeld Street #100 Midland, TX 79707
6	Trainer Partners LTD	2925 Richmond Ave, Ste 1200 Houston, TX 77098
6	WR Non-Op LLC	200 North Loraine, Suite 1260 Midland, Texas 79701
6	SITL Energy, LLC	308 North Colorado Avenue, Suite 200

		Midland, TX 79701
6	Chevron USA Inc	1400 Smith Street Houston, TX 77002
6	Paloma Permian Assets LLC	1100 Louisiana, Suite 5100 Houston, TX 77002
6	WR Non-Op LLC	200 North Loraine, Suite 1260 Midland, Texas 79701
6	BEXP II Omega Misc./BEXP II Alpha LLC	5914 W. Courtyard Drive, Suite 200 Austin, TX 78730/Waiver Pending
6	Diaga Mineral Group	901 West Missouri Avenue Midland, TX 79707
6	Andrew H. Jackson	1905 North Midkiff Road Midland, TX 79705

C-102 Submit Electronically Via OCD Permitting	State of New Mexico Energy, Minerals & Natural Resources Department OIL CONSERVATION DIVISION	Revised July 9, 2024 Submittal Type: <input checked="" type="checkbox"/> Initial Submittal <input type="checkbox"/> Amended Report <input type="checkbox"/> As Drilled
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WELL LOCATION INFORMATION

API Number	Pool Code 53560	Pool Name SALT LAKE;BONE SPRING
Property Code	Property Name SPICY CHICKEN 23 26 FED COM	Well Number #501H
OGRID No. 332947	Operator Name AVANT OPERATING II, LLC	Ground Level Elevation 3536'
Surface Owner: <input type="checkbox"/> State <input type="checkbox"/> Fee <input type="checkbox"/> Tribal <input checked="" type="checkbox"/> Federal		Mineral Owner: <input type="checkbox"/> State <input type="checkbox"/> Fee <input type="checkbox"/> Tribal <input checked="" type="checkbox"/> Federal

Surface Location

UL	Section	Township	Range	Lot	Ft. from N/S	Ft. from E/W	Latitude	Longitude	County
C	23	20 S	32 E		330' FNL	2121' FWL	32.565021°	-103.738583°	LEA

Bottom Hole Location

UL	Section	Township	Range	Lot	Ft. from N/S	Ft. from E/W	Latitude	Longitude	County
M	23	20 S	32 E		100' FSL	330' FWL	32.551713°	-103.744409°	LEA

Dedicated Acres 640.00	Infill or Defining Well	Defining Well API	Overlapping Spacing Unit (Y/N)	Consolidation Code
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Order Numbers.	Well setbacks are under Common Ownership: <input type="checkbox"/> Yes <input type="checkbox"/> No
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Kick Off Point (KOP)

UL	Section	Township	Range	Lot	Ft. from N/S	Ft. from E/W	Latitude	Longitude	County
C	23	20 S	32 E		330' FNL	2121' FWL	32.565021°	-103.738583°	LEA

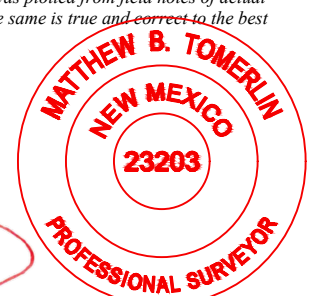
First Take Point (FTP)

UL	Section	Township	Range	Lot	Ft. from N/S	Ft. from E/W	Latitude	Longitude	County
D	23	20 S	32 E		100' FNL	330' FWL	32.565662°	-103.744398°	LEA

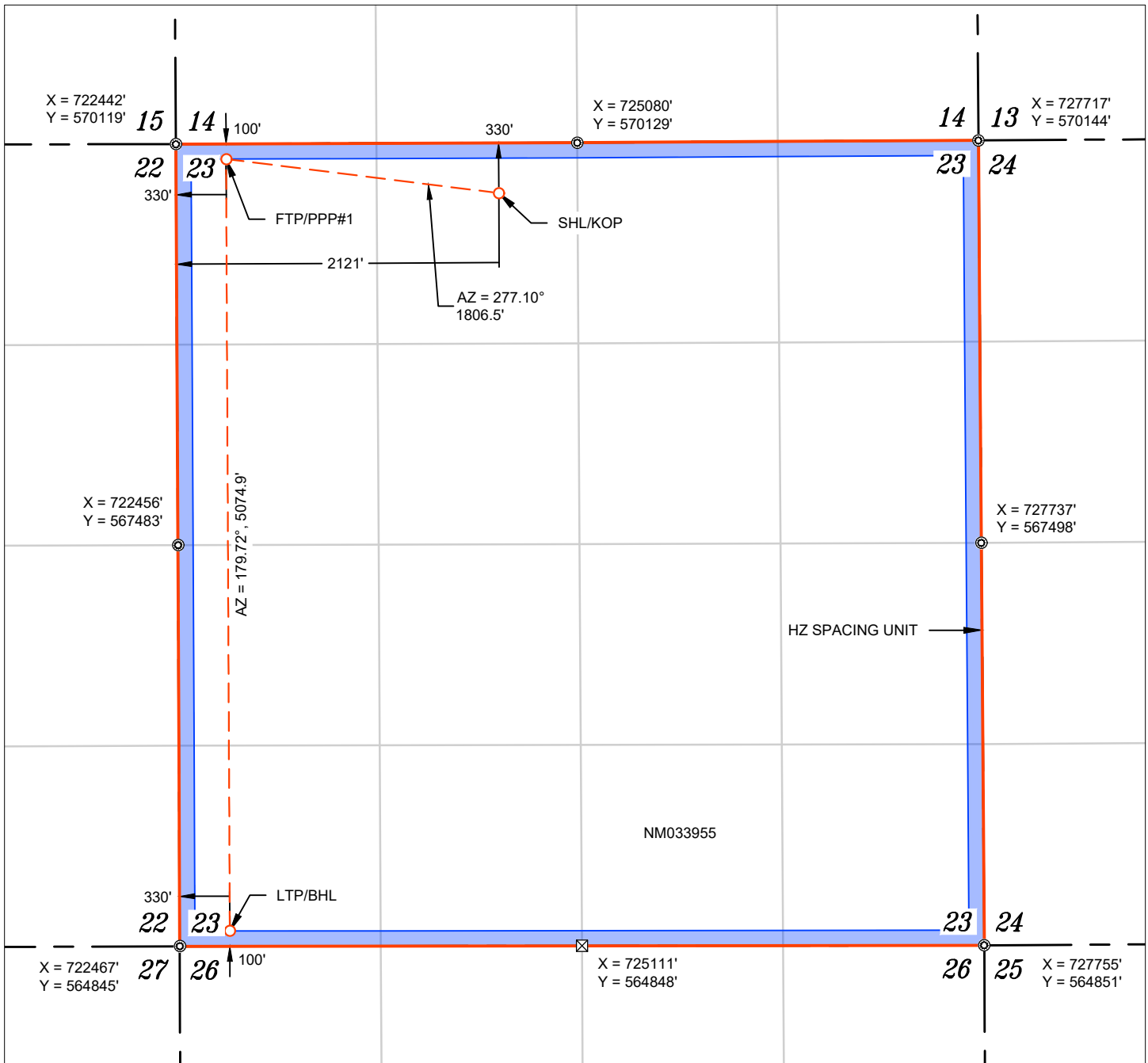
Last Take Point (LTP)

UL	Section	Township	Range	Lot	Ft. from N/S	Ft. from E/W	Latitude	Longitude	County
M	23	20 S	32 E		100' FSL	330' FWL	32.551713°	-103.744409°	LEA

Unitized Area or Area of Uniform Interest	Spacing Unit Type <input checked="" type="checkbox"/> Horizontal <input type="checkbox"/> Vertical	Ground Floor Elevation: 3536'
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<p>OPERATOR CERTIFICATIONS</p> <p><i>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.</i></p> <p><i>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 pooling order from the division.</i></p>	<p>SURVEYOR CERTIFICATIONS</p> <p><i>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.</i></p> <div style="text-align: right;">  </div>
Signature _____ Date _____	Signature and Seal of Professional Surveyor
Printed Name _____	23203 DECEMBER 6, 2025
Email Address _____	Certificate Number _____ Date of Survey _____

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



WELL NAME: SPICY CHICKEN 23 26 FED COM #501H
 ELEVATION: 3536'

NAD 83 (SHL/KOP) 330' FNL & 2121' FWL
LATITUDE = 32.565021°
LONGITUDE = -103.738583°
NAD 27 (SHL/KOP)
LATITUDE = 32.564900°
LONGITUDE = -103.738085°
STATE PLANE NAD 83 (N.M. EAST)
N: 569797.09' E: 724564.88'
STATE PLANE NAD 27 (N.M. EAST)
N: 569735.39' E: 683385.02'

NAD 83 (FTP/PPP#1) 100' FNL & 330' FWL
LATITUDE = 32.565662°
LONGITUDE = -103.744398°
NAD 27 (FTP/PPP#1)
LATITUDE = 32.565542°
LONGITUDE = -103.743899°
STATE PLANE NAD 83 (N.M. EAST)
N: 570020.50' E: 722772.21'
STATE PLANE NAD 27 (N.M. EAST)
N: 569958.78' E: 681592.39'

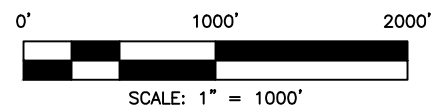
NAD 83 (LTP/BHL) 100' FSL & 330' FWL
LATITUDE = 32.551713°
LONGITUDE = -103.744409°
NAD 27 (LTP/BHL)
LATITUDE = 32.551592°
LONGITUDE = -103.743912°
STATE PLANE NAD 83 (N.M. EAST)
N: 564945.71' E: 722796.69'
STATE PLANE NAD 27 (N.M. EAST)
N: 564884.07' E: 681616.69'

APPROXIMATE WELL BORE DISTANCE FROM FTP TO LTP	
NM033955	5074.85'
TOTAL	5074.85'

- ⊙ FOUND MONUMENT
- ⊠ CALC. CORNER
- SHL/ KOP/ FTP / PPP/ LTP / BHL
- WELLBORE
- HORIZONTAL SPACING UNIT
- ▨ STATE OIL & GAS LEASE
- ▨ BLM OIL & GAS LEASE

NOTES

- ALL COORDINATES, BEARINGS, AND DISTANCES CONTAINED HEREIN ARE GRID, BASED UPON THE NEW MEXICO STATE PLANE COORDINATES SYSTEM, NORTH AMERICAN DATUM 83, NEW MEXICO EAST (3001).
- THIS DOCUMENT IS BASED UPON AN ON THE GROUND SURVEY PERFORMED DURING DECEMBER, 2025. CERTIFICATION OF THIS DOCUMENT IS ONLY TO THE LOCATION OF THIS INFORMATION IN RELATION TO RECORDED MONUMENT OF DEEDS PROVIDED BY THE CLIENT.
- ELEVATIONS MSL, DERIVED FROM G.N.S.S. OBSERVATION AND DERIVED FROM SAID ON-THE-GROUND SURVEY.



C-102 Submit Electronically Via OCD Permitting	State of New Mexico Energy, Minerals & Natural Resources Department OIL CONSERVATION DIVISION	Revised July 9, 2024			
		Submittal Type: <table border="1" style="width:100%; border-collapse: collapse;"> <tr> <td><input checked="" type="checkbox"/> Initial Submittal</td> </tr> <tr> <td><input type="checkbox"/> Amended Report</td> </tr> <tr> <td><input type="checkbox"/> As Drilled</td> </tr> </table>	<input checked="" type="checkbox"/> Initial Submittal	<input type="checkbox"/> Amended Report	<input type="checkbox"/> As Drilled
<input checked="" type="checkbox"/> Initial Submittal					
<input type="checkbox"/> Amended Report					
<input type="checkbox"/> As Drilled					

WELL LOCATION INFORMATION

API Number	Pool Code 53560	Pool Name SALT LAKE;BONE SPRING
Property Code	Property Name SPICY CHICKEN 23 26 FED COM	Well Number #502H
OGRID No. 332947	Operator Name AVANT OPERATING II, LLC	Ground Level Elevation 3536'
Surface Owner: <input type="checkbox"/> State <input type="checkbox"/> Fee <input type="checkbox"/> Tribal <input checked="" type="checkbox"/> Federal		Mineral Owner: <input type="checkbox"/> State <input type="checkbox"/> Fee <input type="checkbox"/> Tribal <input checked="" type="checkbox"/> Federal

Surface Location

UL	Section	Township	Range	Lot	Ft. from N/S	Ft. from E/W	Latitude	Longitude	County
C	23	20 S	32 E		330' FNL	2181' FWL	32.565021°	-103.738388°	LEA

Bottom Hole Location

UL	Section	Township	Range	Lot	Ft. from N/S	Ft. from E/W	Latitude	Longitude	County
N	23	20 S	32 E		100' FSL	1485' FWL	32.551699°	-103.740661°	LEA

Dedicated Acres 640.00	Infill or Defining Well	Defining Well API	Overlapping Spacing Unit (Y/N)	Consolidation Code
Order Numbers.			Well setbacks are under Common Ownership: <input type="checkbox"/> Yes <input type="checkbox"/> No	

Kick Off Point (KOP)

UL	Section	Township	Range	Lot	Ft. from N/S	Ft. from E/W	Latitude	Longitude	County
C	23	20 S	32 E		330' FNL	2181' FWL	32.565021°	-103.738388°	LEA


First Take Point (FTP)

UL	Section	Township	Range	Lot	Ft. from N/S	Ft. from E/W	Latitude	Longitude	County
C	23	20 S	32 E		100' FNL	1485' FWL	32.565656°	-103.740649°	LEA

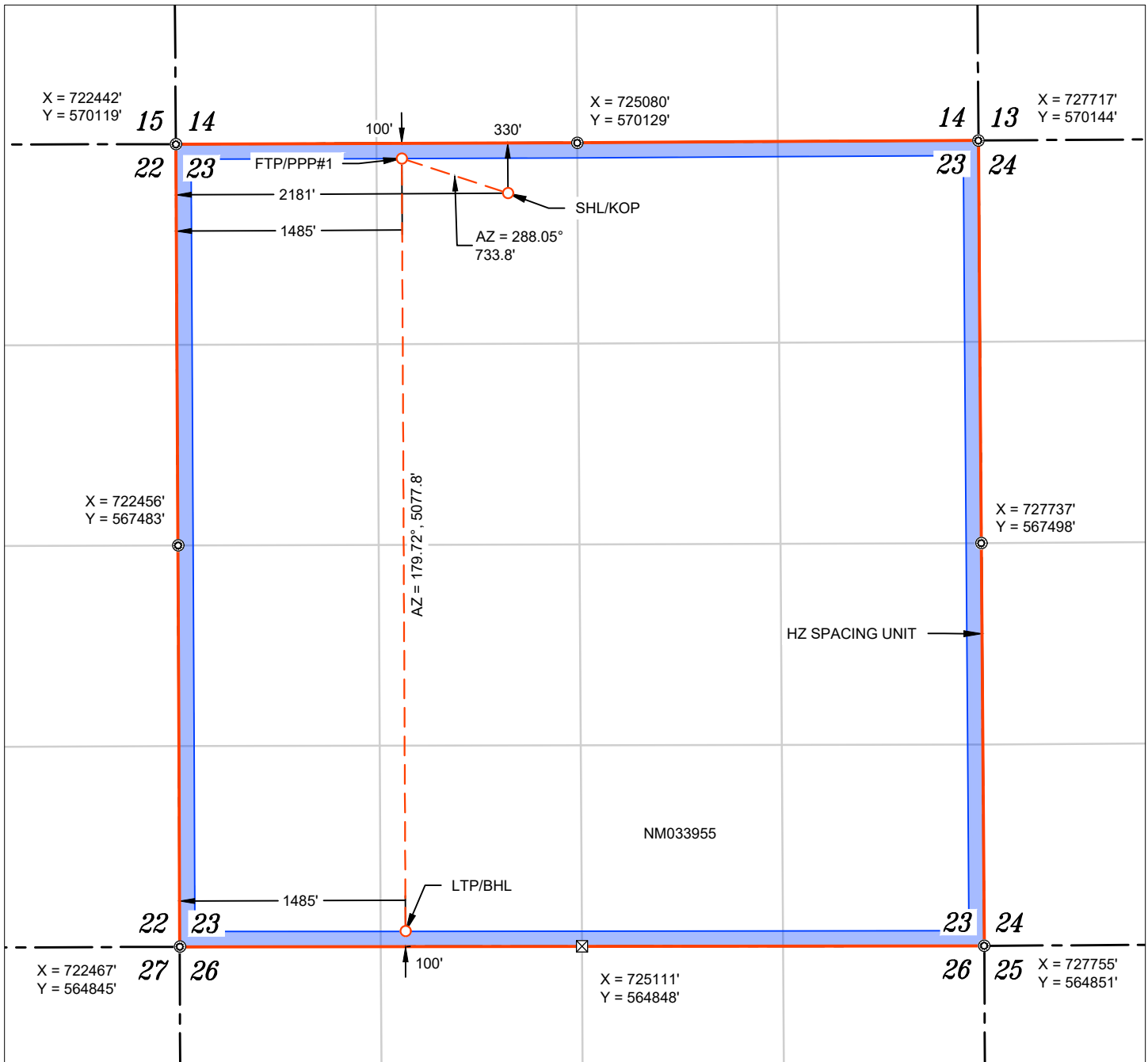
Last Take Point (LTP)

UL	Section	Township	Range	Lot	Ft. from N/S	Ft. from E/W	Latitude	Longitude	County
N	23	20 S	32 E		100' FSL	1485' FWL	32.551699°	-103.740661°	LEA

Unitized Area or Area of Uniform Interest	Spacing Unit Type <input checked="" type="checkbox"/> Horizontal <input type="checkbox"/> Vertical	Ground Floor Elevation: 3536'
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<p>OPERATOR CERTIFICATIONS</p> <p><i>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.</i></p> <p><i>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 pooling order from the division.</i></p>	<p>SURVEYOR CERTIFICATIONS</p> <p><i>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.</i></p> <div style="text-align: right;">  </div>	
Signature	Date	Signature and Seal of Professional Surveyor
Printed Name	Email Address	Certificate Number 23203
		Date of Survey DECEMBER 6, 2025

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



WELL NAME: SPICY CHICKEN 23 26 FED COM #502H
 ELEVATION: 3536'

NAD 83 (SHL/KOP) 330' FNL & 2181' FWL
LATITUDE = 32.565021°
LONGITUDE = -103.738388°
NAD 27 (SHL/KOP)
LATITUDE = 32.564900°
LONGITUDE = -103.737890°
STATE PLANE NAD 83 (N.M. EAST)
N: 569797.38' E: 724624.88'
STATE PLANE NAD 27 (N.M. EAST)
N: 569735.68' E: 683445.02'

NAD 83 (FTP/PPP#1) 100' FNL & 1485' FWL
LATITUDE = 32.565656°
LONGITUDE = -103.740649°
NAD 27 (FTP/PPP#1)
LATITUDE = 32.565536°
LONGITUDE = -103.740150°
STATE PLANE NAD 83 (N.M. EAST)
N: 570024.74' E: 723927.20'
STATE PLANE NAD 27 (N.M. EAST)
N: 569963.03' E: 682747.36'

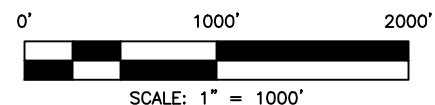
NAD 83 (LTP/BHL) 100' FSL & 1485' FWL
LATITUDE = 32.551699°
LONGITUDE = -103.740661°
NAD 27 (LTP/BHL)
LATITUDE = 32.551578°
LONGITUDE = -103.740163°
STATE PLANE NAD 83 (N.M. EAST)
N: 564947.04' E: 723951.69'
STATE PLANE NAD 27 (N.M. EAST)
N: 564885.41' E: 682771.67'

APPROXIMATE WELL BORE DISTANCE FROM FTP TO LTP	
NM033955	5077.76'
TOTAL	5077.76'

FOUND MONUMENT
 CALC. CORNER
 SHL/ KOP/ FTP / PPP/ LTP / BHL
 WELLBORE
 HORIZONTAL SPACING UNIT
 STATE OIL & GAS LEASE
 BLM OIL & GAS LEASE

NOTES

- ALL COORDINATES, BEARINGS, AND DISTANCES CONTAINED HEREIN ARE GRID, BASED UPON THE NEW MEXICO STATE PLANE COORDINATES SYSTEM, NORTH AMERICAN DATUM 83, NEW MEXICO EAST (3001).
- THIS DOCUMENT IS BASED UPON AN ON THE GROUND SURVEY PERFORMED DURING DECEMBER, 2025. CERTIFICATION OF THIS DOCUMENT IS ONLY TO THE LOCATION OF THIS INFORMATION IN RELATION TO RECORDED MONUMENT OF DEEDS PROVIDED BY THE CLIENT.
- ELEVATIONS MSL, DERIVED FROM G.N.S.S. OBSERVATION AND DERIVED FROM SAID ON-THE-GROUND SURVEY.



C-102 Submit Electronically Via OCD Permitting	State of New Mexico Energy, Minerals & Natural Resources Department OIL CONSERVATION DIVISION		Revised July 9, 2024
	Submittal Type:	<input checked="" type="checkbox"/> Initial Submittal	
		<input type="checkbox"/> Amended Report <input type="checkbox"/> As Drilled	

WELL LOCATION INFORMATION

API Number	Pool Code 53560	Pool Name SALT LAKE;BONE SPRING
Property Code	Property Name SPICY CHICKEN 23 26 FED COM	Well Number #503H
OGRID No. 332947	Operator Name AVANT OPERATING II, LLC	Ground Level Elevation 3536'
Surface Owner: <input type="checkbox"/> State <input type="checkbox"/> Fee <input type="checkbox"/> Tribal <input checked="" type="checkbox"/> Federal		Mineral Owner: <input type="checkbox"/> State <input type="checkbox"/> Fee <input type="checkbox"/> Tribal <input checked="" type="checkbox"/> Federal

Surface Location

UL	Section	Township	Range	Lot	Ft. from N/S	Ft. from E/W	Latitude	Longitude	County
B	23	20 S	32 E		330' FNL	2256' FEL	32.565019°	-103.735666°	LEA

Bottom Hole Location

UL	Section	Township	Range	Lot	Ft. from N/S	Ft. from E/W	Latitude	Longitude	County
N	23	20 S	32 E		100' FSL	2640' FWL	32.551685°	-103.736912°	LEA

Dedicated Acres 640.00	Infill or Defining Well	Defining Well API	Overlapping Spacing Unit (Y/N)	Consolidation Code
Order Numbers.			Well setbacks are under Common Ownership: <input type="checkbox"/> Yes <input type="checkbox"/> No	

Kick Off Point (KOP)

UL	Section	Township	Range	Lot	Ft. from N/S	Ft. from E/W	Latitude	Longitude	County
B	23	20 S	32 E		330' FNL	2256' FEL	32.565019°	-103.735666°	LEA


First Take Point (FTP)

UL	Section	Township	Range	Lot	Ft. from N/S	Ft. from E/W	Latitude	Longitude	County
B	23	20 S	32 E		100' FNL	2640' FWL	32.565650°	-103.736900°	LEA

Last Take Point (LTP)

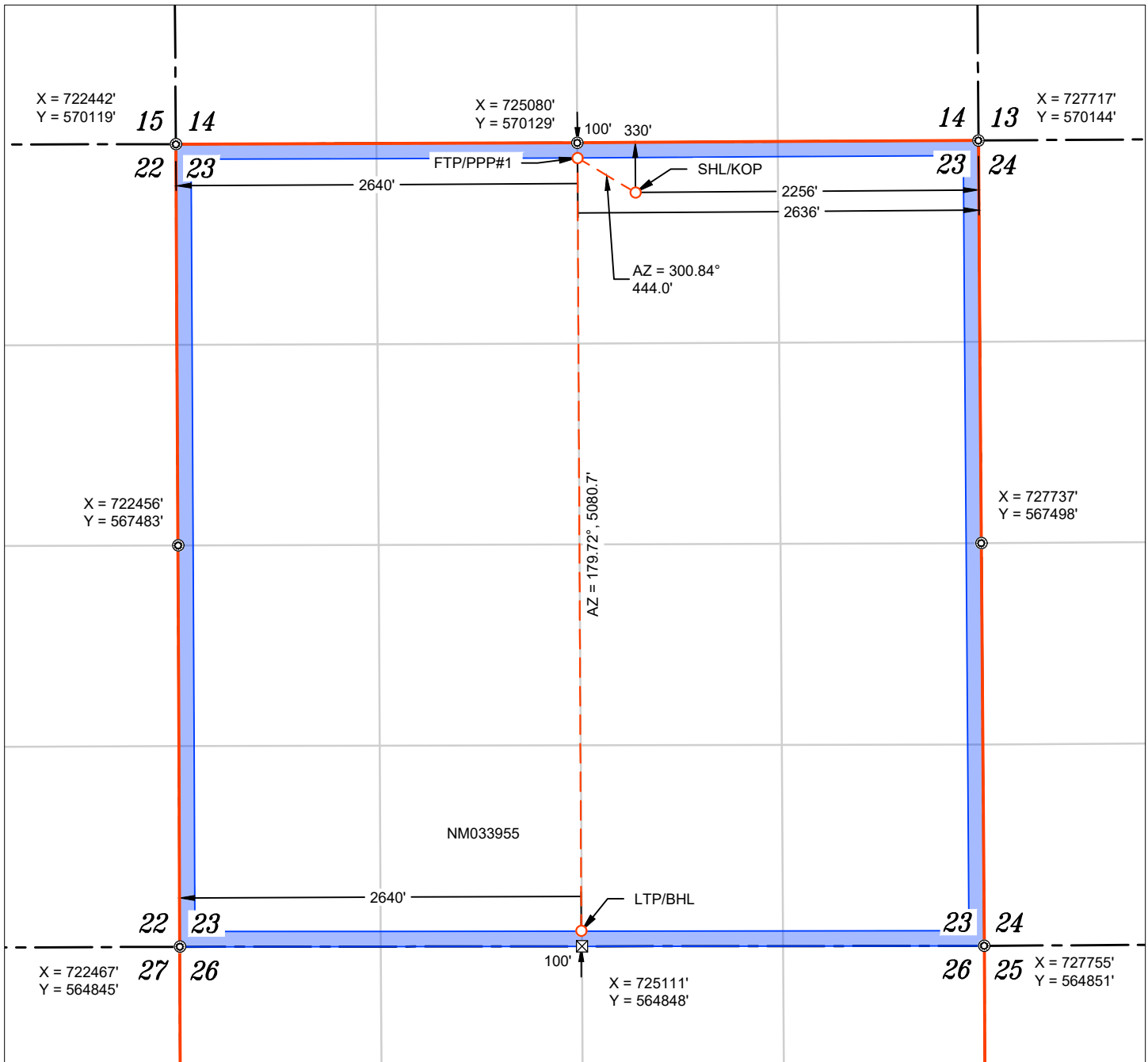
UL	Section	Township	Range	Lot	Ft. from N/S	Ft. from E/W	Latitude	Longitude	County
N	23	20 S	32 E		100' FSL	2640' FWL	32.551685°	-103.736912°	LEA

Unitized Area or Area of Uniform Interest	Spacing Unit Type <input checked="" type="checkbox"/> Horizontal <input type="checkbox"/> Vertical	Ground Floor Elevation: 3536'
---	--	--------------------------------------

OPERATOR CERTIFICATIONS 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 pooling order from the division.		SURVEYOR CERTIFICATIONS 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 Professional Surveyor 	
Printed Name		23203	DECEMBER 3, 2025
Email Address		Certificate Number	Date of Survey



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



WELL NAME: SPICY CHICKEN 23 26 FED COM #503H
 ELEVATION: 3536'

NAD 83 (SHL/KOP) 330' FNL & 2256' FEL
LATITUDE = 32.565019°
LONGITUDE = -103.735666°
NAD 27 (SHL/KOP)
LATITUDE = 32.564898°
LONGITUDE = -103.735169°
STATE PLANE NAD 83 (N.M. EAST)
N: 569801.36' E: 725463.38'
STATE PLANE NAD 27 (N.M. EAST)
N: 569739.67' E: 684283.50'

NAD 83 (FTP/PPP#1) 100' FNL & 2640' FWL
LATITUDE = 32.565650°
LONGITUDE = -103.736900°
NAD 27 (FTP/PPP#1)
LATITUDE = 32.565530°
LONGITUDE = -103.736402°
STATE PLANE NAD 83 (N.M. EAST)
N: 570028.98' E: 725082.20'
STATE PLANE NAD 27 (N.M. EAST)
N: 569967.28' E: 683902.33'

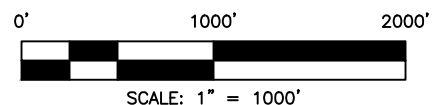
NAD 83 (LTP/BHL) 100' FSL & 2640' FWL
LATITUDE = 32.551685°
LONGITUDE = -103.736912°
NAD 27 (LTP/BHL)
LATITUDE = 32.551564°
LONGITUDE = -103.736415°
STATE PLANE NAD 83 (N.M. EAST)
N: 564948.37' E: 725106.70'
STATE PLANE NAD 27 (N.M. EAST)
N: 564886.75' E: 683926.65'

APPROXIMATE WELL BORE DISTANCE FROM FTP TO LTP	
NM033955	5080.67'
TOTAL	5080.67'

- ⊙ FOUND MONUMENT
- ⊠ CALC. CORNER
- SHL/ KOP/ FTP / PPP/ LTP / BHL
- WELLBORE
- HORIZONTAL SPACING UNIT
- STATE OIL & GAS LEASE
- BLM OIL & GAS LEASE

NOTES

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- THIS DOCUMENT IS BASED UPON AN ON THE GROUND SURVEY PERFORMED DURING NOVEMBER, 2025. CERTIFICATION OF THIS DOCUMENT IS ONLY TO THE LOCATION OF THIS INFORMATION IN RELATION TO RECORDED MONUMENT OF DEEDS PROVIDED BY THE CLIENT.
- ELEVATIONS MSL, DERIVED FROM G.N.S.S. OBSERVATION AND DERIVED FROM SAID ON-THE-GROUND SURVEY.



C-102 Submit Electronically Via OCD Permitting	State of New Mexico Energy, Minerals & Natural Resources Department OIL CONSERVATION DIVISION		Revised July 9, 2024
	Submittal Type:	<input checked="" type="checkbox"/> Initial Submittal	
		<input type="checkbox"/> Amended Report <input type="checkbox"/> As Drilled	

WELL LOCATION INFORMATION

API Number	Pool Code 53560	Pool Name SALT LAKE;BONE SPRING
Property Code	Property Name SPICY CHICKEN 23 26 FED COM	Well Number #504H
OGRID No. 332947	Operator Name AVANT OPERATING II, LLC	Ground Level Elevation 3536'
Surface Owner: <input type="checkbox"/> State <input type="checkbox"/> Fee <input type="checkbox"/> Tribal <input checked="" type="checkbox"/> Federal		Mineral Owner: <input type="checkbox"/> State <input type="checkbox"/> Fee <input type="checkbox"/> Tribal <input checked="" type="checkbox"/> Federal

Surface Location

UL	Section	Township	Range	Lot	Ft. from N/S	Ft. from E/W	Latitude	Longitude	County
B	23	20 S	32 E		330' FNL	2196' FEL	32.565018°	-103.735472°	LEA

Bottom Hole Location

UL	Section	Township	Range	Lot	Ft. from N/S	Ft. from E/W	Latitude	Longitude	County
O	23	20 S	32 E		100' FSL	1485' FEL	32.551671°	-103.733138°	LEA

Dedicated Acres 640.00	Infill or Defining Well	Defining Well API	Overlapping Spacing Unit (Y/N)	Consolidation Code
Order Numbers.			Well setbacks are under Common Ownership: <input type="checkbox"/> Yes <input type="checkbox"/> No	

Kick Off Point (KOP)

UL	Section	Township	Range	Lot	Ft. from N/S	Ft. from E/W	Latitude	Longitude	County
B	23	20 S	32 E		330' FNL	2196' FEL	32.565018°	-103.735472°	LEA


First Take Point (FTP)

UL	Section	Township	Range	Lot	Ft. from N/S	Ft. from E/W	Latitude	Longitude	County
B	23	20 S	32 E		100' FNL	1485' FEL	32.565650°	-103.733164°	LEA

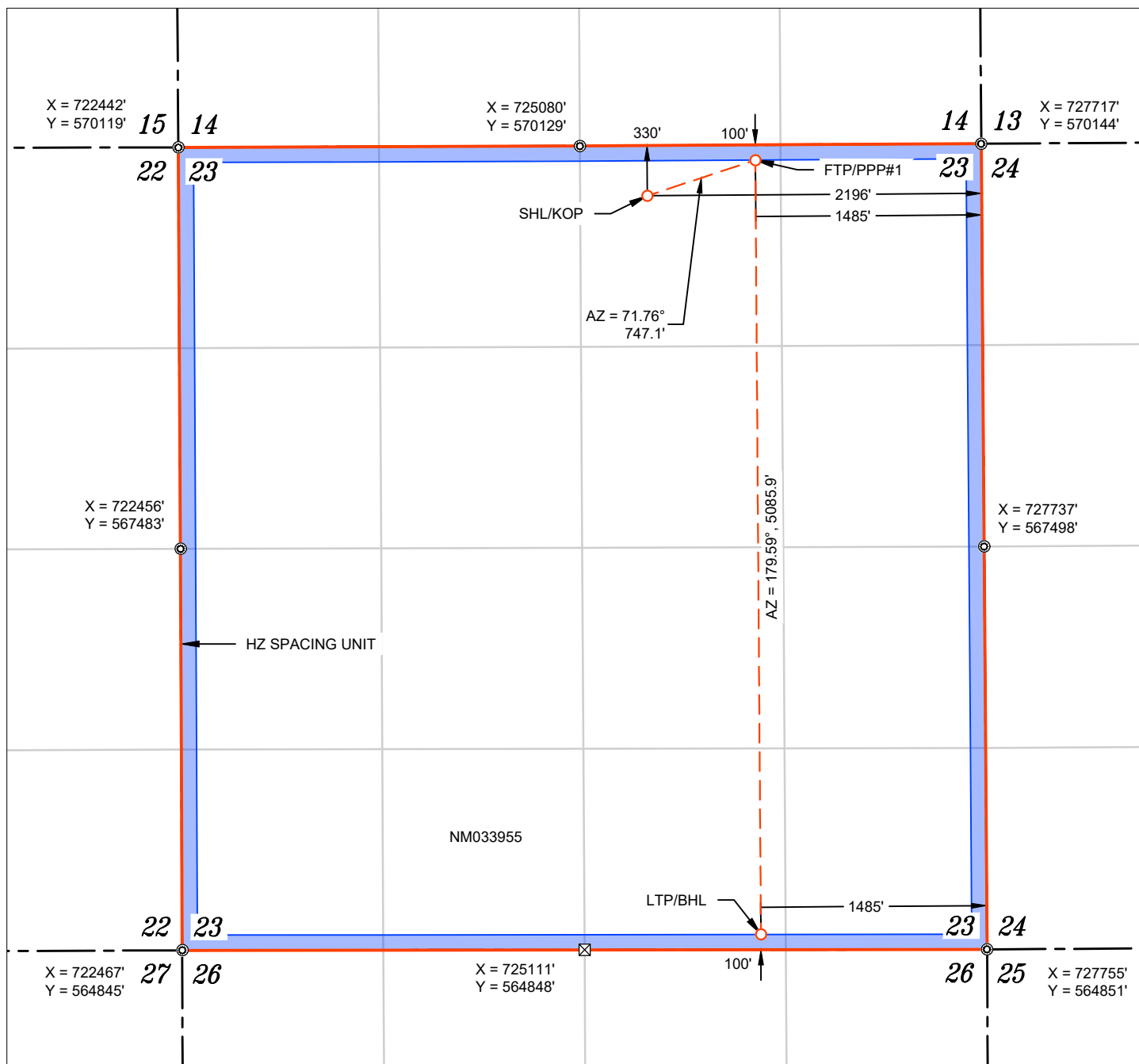
Last Take Point (LTP)

UL	Section	Township	Range	Lot	Ft. from N/S	Ft. from E/W	Latitude	Longitude	County
O	23	20 S	32 E		100' FSL	1485' FEL	32.551671°	-103.733138°	LEA

Unitized Area or Area of Uniform Interest	Spacing Unit Type <input checked="" type="checkbox"/> Horizontal <input type="checkbox"/> Vertical	Ground Floor Elevation: 3536'
---	--	---

OPERATOR CERTIFICATIONS 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 pooling order from the division.		SURVEYOR CERTIFICATIONS 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 _____			
Printed Name _____			
Email Address _____		Signature and Seal of Professional Surveyor 23203	Date of Survey DECEMBER 6, 2025
		Certificate Number _____	Date of Survey _____

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



WELL NAME: SPICY CHICKEN 23 26 FED COM #504H
 ELEVATION: 3536'

NAD 83 (SHL/KOP) 330' FNL & 2196' FEL
LATITUDE = 32.565018°
LONGITUDE = -103.735472°
NAD 27 (SHL/KOP)
LATITUDE = 32.564898°
LONGITUDE = -103.734974°
STATE PLANE NAD 83 (N.M. EAST)
N: 569801.64' E: 725523.38'
STATE PLANE NAD 27 (N.M. EAST)
N: 569739.95' E: 684343.50'

NAD 83 (FTP/PPP#1) 100' FNL & 1485' FEL
LATITUDE = 32.565650°
LONGITUDE = -103.733164°
NAD 27 (FTP/PPP#1)
LATITUDE = 32.565530°
LONGITUDE = -103.732666°
STATE PLANE NAD 83 (N.M. EAST)
N: 570035.51' E: 726232.97'
STATE PLANE NAD 27 (N.M. EAST)
N: 569973.82' E: 685053.09'

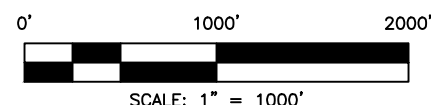
NAD 83 (LTP/BHL) 100' FNL & 1485' FEL
LATITUDE = 32.551671°
LONGITUDE = -103.733138°
NAD 27 (LTP/BHL)
LATITUDE = 32.551550°
LONGITUDE = -103.732641°
STATE PLANE NAD 83 (N.M. EAST)
N: 564949.70' E: 726269.68'
STATE PLANE NAD 27 (N.M. EAST)
N: 564888.10' E: 685089.61'

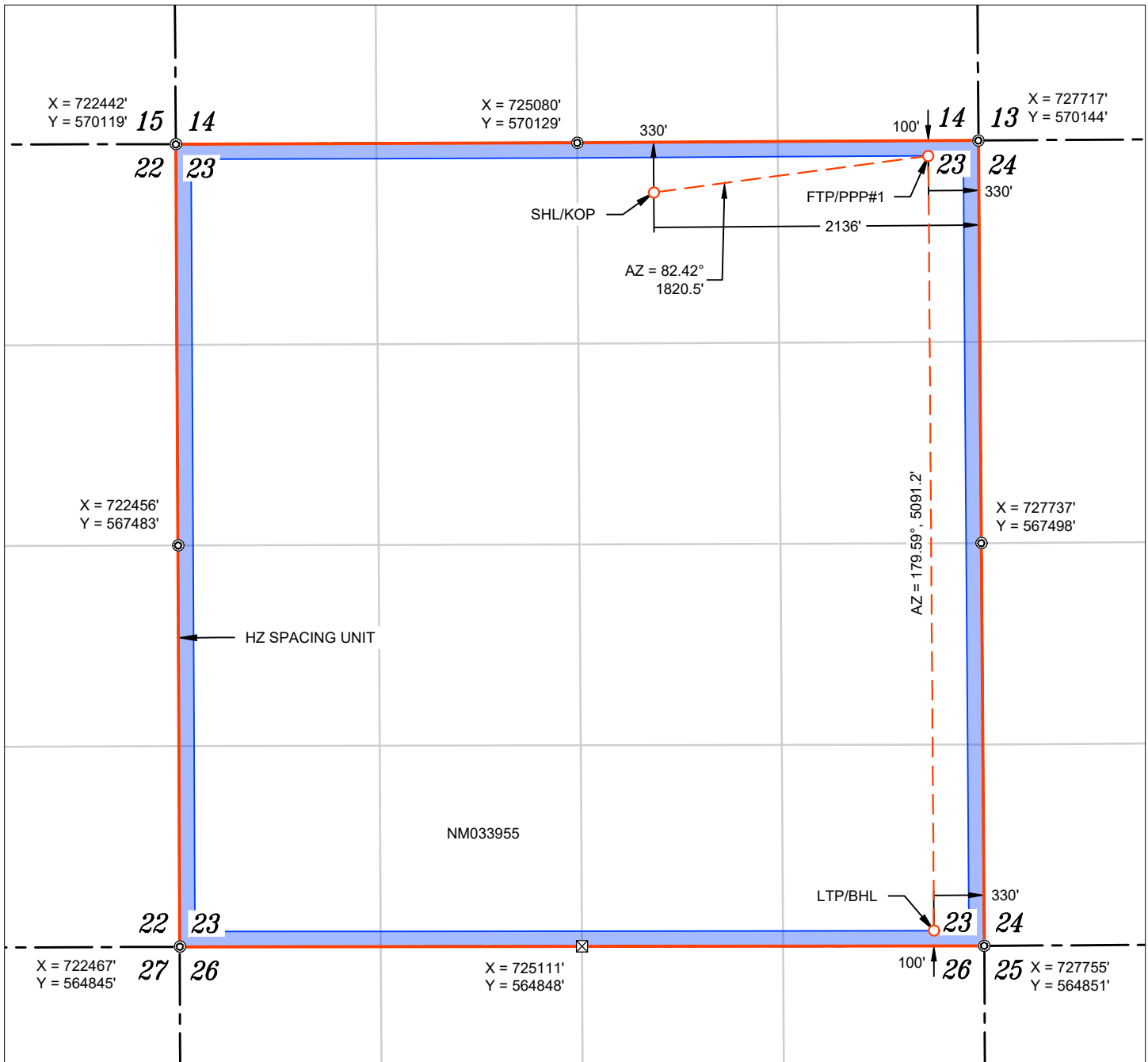
APPROXIMATE WELL BORE DISTANCE FROM FTP TO LTP	
NM033955	5085.94'
TOTAL	5085.94'

- ⊙ FOUND MONUMENT
- ⊠ CALC. CORNER
- SHL/ KOP/ FTP / PPP/ LTP / BHL
- - - WELLBORE
- - - HORIZONTAL SPACING UNIT
- ▭ STATE OIL & GAS LEASE
- ▭ BLM OIL & GAS LEASE

NOTES

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- ELEVATIONS MSL, DERIVED FROM G.N.S.S. OBSERVATION AND DERIVED FROM SAID ON-THE-GROUND SURVEY.





WELL NAME: SPICY CHICKEN 23 26 FED COM #505H
 ELEVATION: 3536'

NAD 83 (SHL/KOP) 330' FNL & 2136' FEL
LATITUDE = 32.565018°
LONGITUDE = -103.735277°
NAD 27 (SHL/KOP)
LATITUDE = 32.564898°
LONGITUDE = -103.734779°
STATE PLANE NAD 83 (N.M. EAST)
N: 569801.93' E: 725583.38'
STATE PLANE NAD 27 (N.M. EAST)
N: 569740.24' E: 684403.50'

NAD 83 (FTP/PPP#1) 100' FNL & 330' FEL
LATITUDE = 32.565650°
LONGITUDE = -103.729415°
NAD 27 (FTP/PPP#1)
LATITUDE = 32.565530°
LONGITUDE = -103.728918°
STATE PLANE NAD 83 (N.M. EAST)
N: 570042.06' E: 727387.96'
STATE PLANE NAD 27 (N.M. EAST)
N: 569980.39' E: 686208.05'

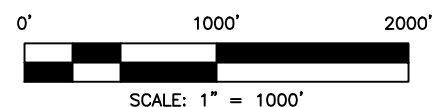
NAD 83 (LTP/BHL) 100' FSL & 330' FEL
LATITUDE = 32.551656°
LONGITUDE = -103.729390°
NAD 27 (LTP/BHL)
LATITUDE = 32.551536°
LONGITUDE = -103.728893°
STATE PLANE NAD 83 (N.M. EAST)
N: 564951.03' E: 727424.70'
STATE PLANE NAD 27 (N.M. EAST)
N: 564889.44' E: 686244.61'

APPROXIMATE WELL BORE DISTANCE FROM FTP TO LTP	
NM033955	5091.16'
TOTAL	5091.16'

- ⊙ FOUND MONUMENT
- ⊠ CALC. CORNER
- SHL/ KOP/ FTP / PPP/ LTP / BHL
- - - - - WELLBORE
- HORIZONTAL SPACING UNIT
- STATE OIL & GAS LEASE
- BLM OIL & GAS LEASE

NOTES

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- ELEVATIONS MSL, DERIVED FROM G.N.S.S. OBSERVATION AND DERIVED FROM SAID ON-THE-GROUND SURVEY.

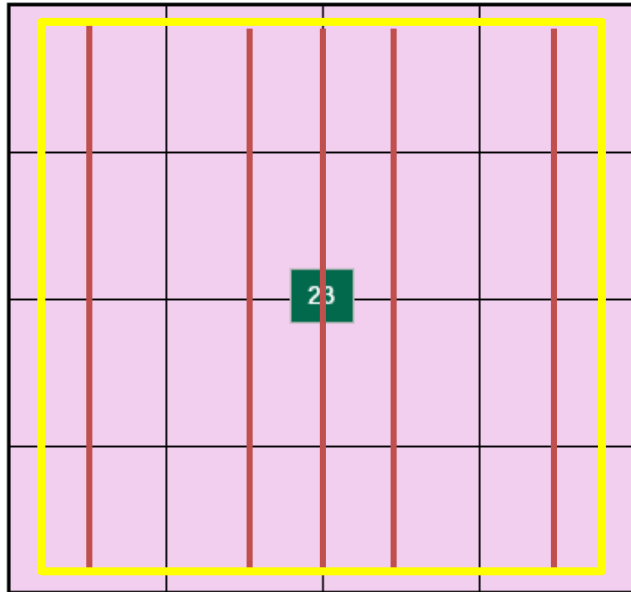


Lease Tract Map w/locations

Spicy Chicken 23 Fed Com #501H - #505H



AO II plans to fully develop all tracts and prospective zones



SECOND BONE SPRING

Well Name	Pool Code
Spicy Chicken 23 Fed Com #501H	53560 / Salt Lake; Bone Spring
Spicy Chicken 23 Fed Com #502H	53560 / Salt Lake; Bone Spring
Spicy Chicken 23 Fed Com #503H	53560 / Salt Lake; Bone Spring
Spicy Chicken 23 Fed Com #504H	53560 / Salt Lake; Bone Spring
Spicy Chicken 23 Fed Com #505H	53560 / Salt Lake; Bone Spring

Tract 1	FED	NMNM 033955	640.00
UNIT TOTAL:			640.00

Unit Breakout by Owner	NMA	Unit WI
AVANT OPERATING II, LLC	513.77	80.28%
Earthstone Permian LLC	11.15	1.74%



Summary of Working Interest Owners

Spicy Chicken 23 Fed Com #501H - #505H



All of Section 23, Township 20 South, Range 32 East, N.M.P.M., Lea County, New Mexico

Summary of Working Interest Owners:

Unit Breakout by Owner	Owner Type	NMA	Unit WI	Tract No.	Status
AVANT OPERATING II, LLC	WI	513.7672	80.28%	1	OPERATOR
Diaga Mineral Group	WI	3.0987	0.48%	1	JOA - Committed
Andrew H. Jackson	WI	3.0987	0.48%	1	Uncommitted - Compulsary Pool
Chief Capital (O&G) II LLC	WI	58.4873	9.14%	1	JOA - Committed
WR Non-Op LLC	WI	18.9793	2.97%	1	Uncommitted - Compulsary Pool
Trainer Partners Ltd	WI	11.1510	1.74%	1	Uncommitted - Compulsary Pool
Earthstone Permian LLC	WI	11.1510	1.74%	1	Uncommitted - Compulsary Pool
TD Minerals, LLC	WI	20.2667	3.17%	1	JOA - Committed
		640.00	100.00%		

93.07%	AO II Working Interest Control
---------------	---------------------------------------

Highlighted = Parties to be Pooled



ORRI Ownership

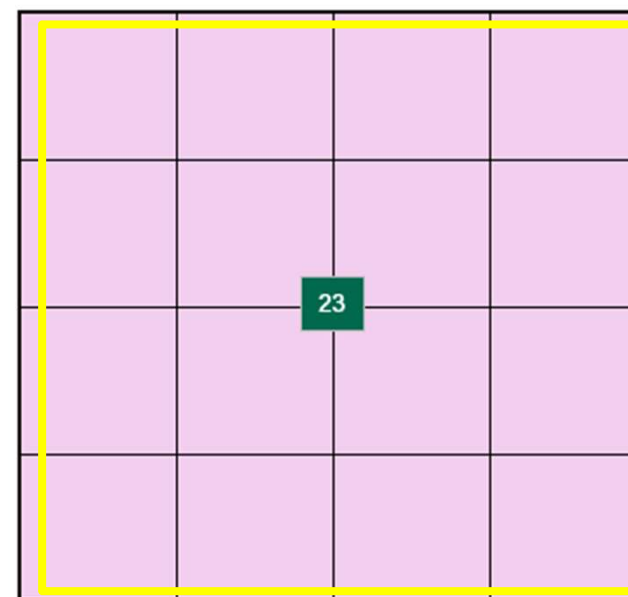
Spicy Chicken 23 Fed Com #501H - #505H



All of Section 23 and N2 of Section 26, Township 20 South, Range 32 East, N.M.P.M., Lea County, New Mexico

Summary of ORRI Owners to be Pooled:

ORRI Owners to Pool	Tract No
Marie I. Baetz, Trustee of the Marie I. Baetz Family 2012 Trust	1
Barbara Shelby Baetz Shipper a/k/a Barbara B. Shipper	1
CSC3 Holdings, Ltd.	1
Trainer Partners LTD.	1
Earthstone Permian LLC	1
SITL Energy, LLC	1
Ventura Oil & Gas, LLC	1
PBC Resources, LLC	1
TD Minerals, LLC	1
Blue Star Royalty, LLC	1
AO II Permian, LLC	1
Earthstone Permian LLC	1
Brigham Royalties Fund I Holdco, LLC	1
John R. Lewis	1
WRH I, LP	1
Kimbell Royalty Holdings, LLC	1
David Charles Lougee, Kipp Lougee Frederiksen and Fred Frederiksen, Trustees of the Lougee Oil & Gas Trust	1



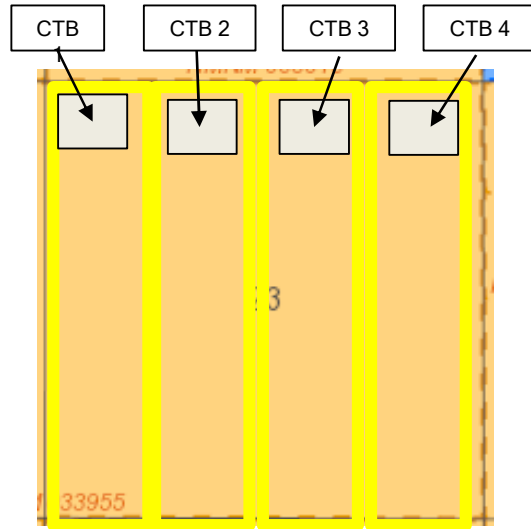
Tract 1		FED	NMNM 033955	640.00
UNIT TOTAL:				640.00



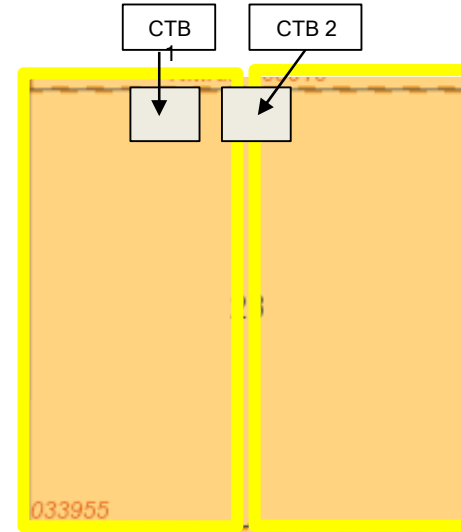


NSSU reduces surface facilities and surface impacts

Standard Unit Development

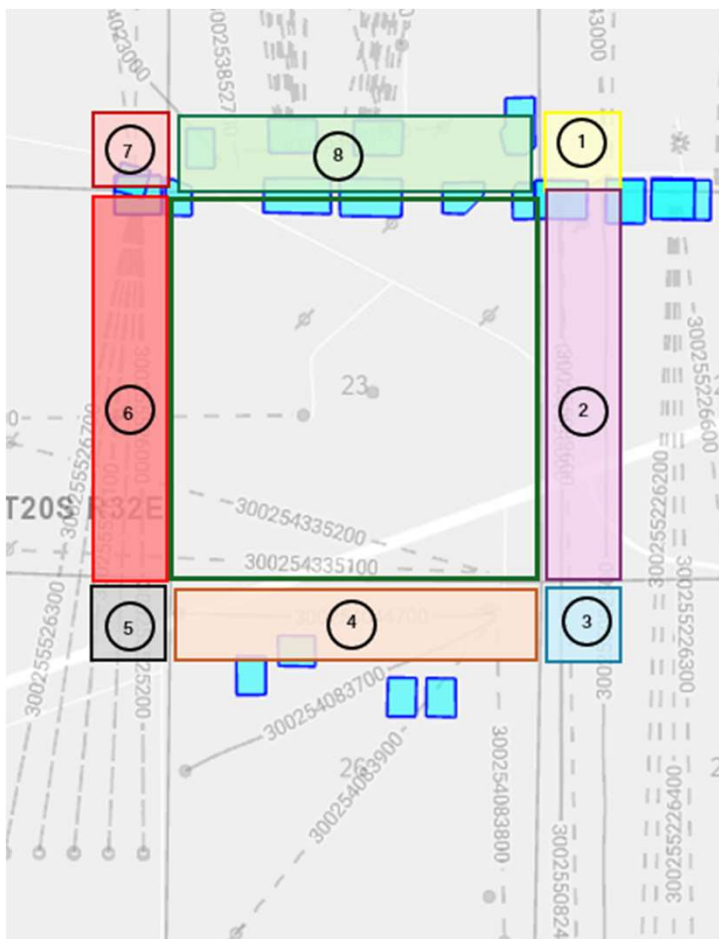


Non-Standard Unit Development



NSU Notice

Spicy Chicken 23 Fed Com #501H - #505H



Tract	Description	Notice Party Name	Address
8	14-20S-32E, Fed Lease RT Owner NMNM 063016	EOG Resources Inc	5509 Champions Drive Midland, TX 79706
8	14-20S-32E, Fed Lease RT Owner NMNM 063016	Tap Rock Resources II LLC	523 Park Point Drive, Suite #200 Golden, CO 80401
1	13-20S-32E, SLO Lease RT Owner	COG Operating LLC	925 N. Eldridge Parkway Houston, TX 77079-2703
2	24-20S-32E, Fed Lease RT Owner NMNM 016640B	Gross Family LTD	PO Box 358 Roswell, NM 3788
2	24-20S-32E, Fed Lease RT Owner NMNM 016640B	Trainer Partners LTD	2925 Richmond Ave, Ste 1200 Houston, TX 77098
2	24-20S-32E, Fed Lease RT Owner NMNM 016640B	Earthstone Permian LLC c/o Permian Resources	300 N Marienfeld Street, #100 Midland, TX 79707
2	24-20S-32E, Fed Lease RT Owner NMNM 016640A	EOG Resources Inc	5509 Champions Drive Midland, TX 79706
3	25-20S-32E, Fed Lease RT Owner NMNM 015907	COG Operating LLC	925 N. Eldridge Parkway Houston, TX 77079-2703
5	27-20S-32E, Fed Lease RT Owner and Unit Operator	XTO Delaware Basin LLC	22777 Springwoods Village Pkwy Spring, TX 77389-1425
5	27-20S-32E, FEE Leases WI Owners	Chief Capital O&G II LLC	8111 Westchester Drive, Suite #900 Dallas, TX 75225
5	27-20S-32E, FEE Leases WI Owners	MRC	5400 LBJ Freeway, Suite 1500 Dallas, TX 75240
5	27-20S-32E, FEE Leases WI Owners	Paloma Permian Assets LLC	1100 Louisiana, Suite 5100 Houston, TX 77002
5	27-20S-32E, FEE Leases WI Owners	WR Non-Op LLC	200 North Loraine, Suite 1260 Midland, Texas 79701
5	27-20S-32E, FEE Leases WI Owners	Southpaw Land and Timber LLC	4300 Macarthur Ave, Ste. 235 Dallas, Texas 75209
5	27-20S-32E, Fed Lease RT Owner NMNM 015024	Chevron USA Inc	1400 Smith Street Houston, TX 77002

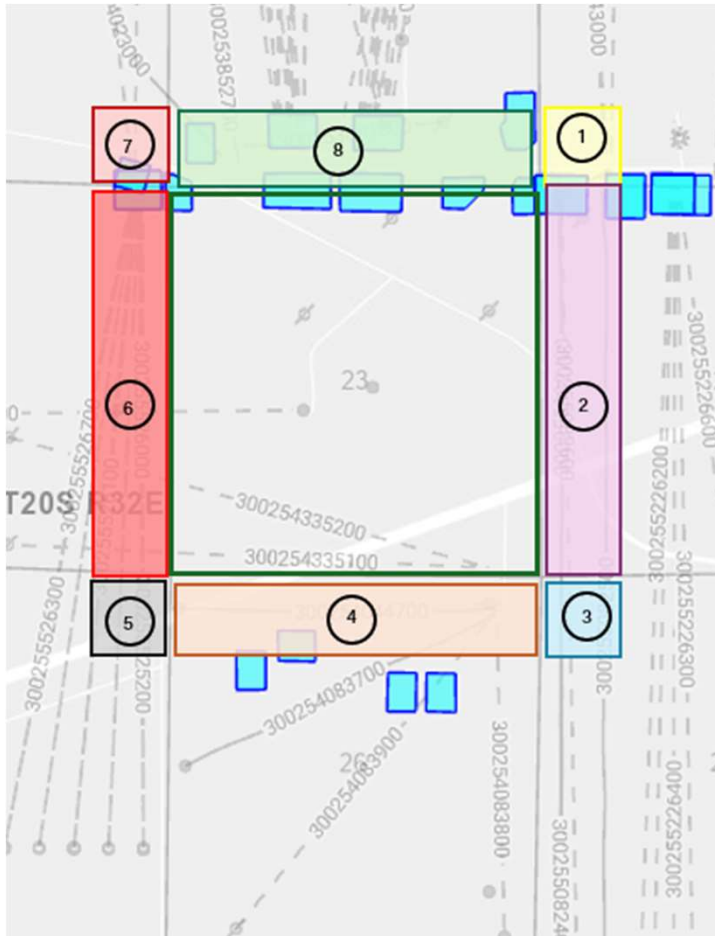


AO II
Case No. 25829

Exhibit A-15(cont)

NSU Notice

Spicy Chicken 23 Fed Com #501H - #505H



Tract	Description	Notice Party Name	Address
6	22-20S-32E, Fed Lease RT Owner NMNM 033955	AOII	1515 Wynkoop Street, Suite #700 Denver, CO 80202
7	15-20S-32E, fed Lease RT Owners NMNM 112275	Marathon Oil (ConocoPhillips)	925 N. Eldridge Parkway Houston, TX 77079-2703
8	14-20S-32E, Operator (APDs)	Civitas Resources	9950 Woodloch Forest Drive, Suite #1400 The Woodlands, TX 77380
7	15-20S-32E, Operator (APDs)	ConocoPhillips	925 N. Eldridge Parkway Houston, TX 77079-2703
6	22-20S-32E, Operator (APDs)	AOII	1515 Wynkoop Street, Suite #700 Denver, CO 80202
5	27-20S-32E, Operator (APDs)	AOII	1515 Wynkoop Street, Suite #700 Denver, CO 80202
4	26-20S-32E, Operator	Coterra Energy	6001 Deauville Blvd. Midland, TX 79706
3	25-20S-32E, Operator	Permian Resources	300 N Marienfeld Street, #100 Midland, TX 79707
1	13-20S-32E, Operator	EOG Resources Inc	5509 Champions Drive Midland, TX 79706
1	24-20S-32E, Operator	EOG Resources Inc	5509 Champions Drive Midland, TX 79706



AO II
Case No. 25829
Exhibit A 15 (cont)

NSU Notice Parties for Tracts Where AO II Is Operator

Tract 5:

5	XTO Delaware Basin LLC	22777 Springwoods Village Pkwy Spring, TX 77389-1425
5	Chief Capital O&G II LLC	8111 Westchester Drive, Suite #900 Dallas, TX 75225
5	MRC	5400 LBJ Freeway, Suite 1500 Dallas, TX 75240
5	Paloma Permian Assets LLC	1100 Louisiana, Suite 5100 Houston, TX 77002
5	WR Non-Op LLC	200 North Loraine, Suite 1260 Midland, Texas 79701
5	Southpaw Land and Timber LLC	4300 Macarthur Ave, Ste. 235 Dallas, Texas 75209
5	Chevron USA Inc	1400 Smith Street Houston, TX 77002

Tract 6:

6	Chief Capital O&G II LLC	8111 Westchester Drive, Suite #900 Dallas, TX 75225
6	Earthstone Permian, LLC	300 M. Marienfeld Street #100 Midland, TX 79707
6	Trainer Partners LTD	2925 Richmond Ave, Ste 1200 Houston, TX 77098
6	WR Non-Op LLC	200 North Loraine, Suite 1260 Midland, Texas 79701
6	SITL Energy, LLC	308 North Colorado Avenue, Suite 200

		Midland, TX 79701
6	Chevron USA Inc	1400 Smith Street Houston, TX 77002
6	Paloma Permian Assets LLC	1100 Louisiana, Suite 5100 Houston, TX 77002
6	WR Non-Op LLC	200 North Loraine, Suite 1260 Midland, Texas 79701
6	BEXP II Omega Misc./BEXP II Alpha LLC	5914 W. Courtyard Drive, Suite 200 Austin, TX 78730/Waiver Pending
6	Diaga Mineral Group	901 West Missouri Avenue Midland, TX 79707
6	Andrew H. Jackson	1905 North Midkiff Road Midland, TX 79705

C-102 Submit Electronically Via OCD Permitting	State of New Mexico Energy, Minerals & Natural Resources Department OIL CONSERVATION DIVISION	Revised July 9, 2024 Submittal Type: <input checked="" type="checkbox"/> Initial Submittal <input type="checkbox"/> Amended Report <input type="checkbox"/> As Drilled
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WELL LOCATION INFORMATION

API Number	Pool Code 53560	Pool Name SALT LAKE;BONE SPRING
Property Code	Property Name SPICY CHICKEN 23 26 FED COM	Well Number #601H
OGRID No. 332947	Operator Name AVANT OPERATING II, LLC	Ground Level Elevation 3536'
Surface Owner: <input type="checkbox"/> State <input type="checkbox"/> Fee <input type="checkbox"/> Tribal <input checked="" type="checkbox"/> Federal		Mineral Owner: <input type="checkbox"/> State <input type="checkbox"/> Fee <input type="checkbox"/> Tribal <input checked="" type="checkbox"/> Federal

Surface Location

UL	Section	Township	Range	Lot	Ft. from N/S	Ft. from E/W	Latitude	Longitude	County
C	23	20 S	32 E		180' FNL	2102' FWL	32.565433°	-103.738647°	LEA

Bottom Hole Location

UL	Section	Township	Range	Lot	Ft. from N/S	Ft. from E/W	Latitude	Longitude	County
E	26	20 S	32 E		2536' FNL	990' FWL	32.544459°	-103.742275°	LEA

Dedicated Acres 960.00	Infill or Defining Well	Defining Well API	Overlapping Spacing Unit (Y/N)	Consolidation Code
Order Numbers.			Well setbacks are under Common Ownership: <input type="checkbox"/> Yes <input type="checkbox"/> No	

Kick Off Point (KOP)

UL	Section	Township	Range	Lot	Ft. from N/S	Ft. from E/W	Latitude	Longitude	County
C	23	20 S	32 E		180' FNL	2102' FWL	32.565433°	-103.738647°	LEA


First Take Point (FTP)

UL	Section	Township	Range	Lot	Ft. from N/S	Ft. from E/W	Latitude	Longitude	County
D	23	20 S	32 E		100' FNL	990' FWL	32.565659°	-103.742255°	LEA

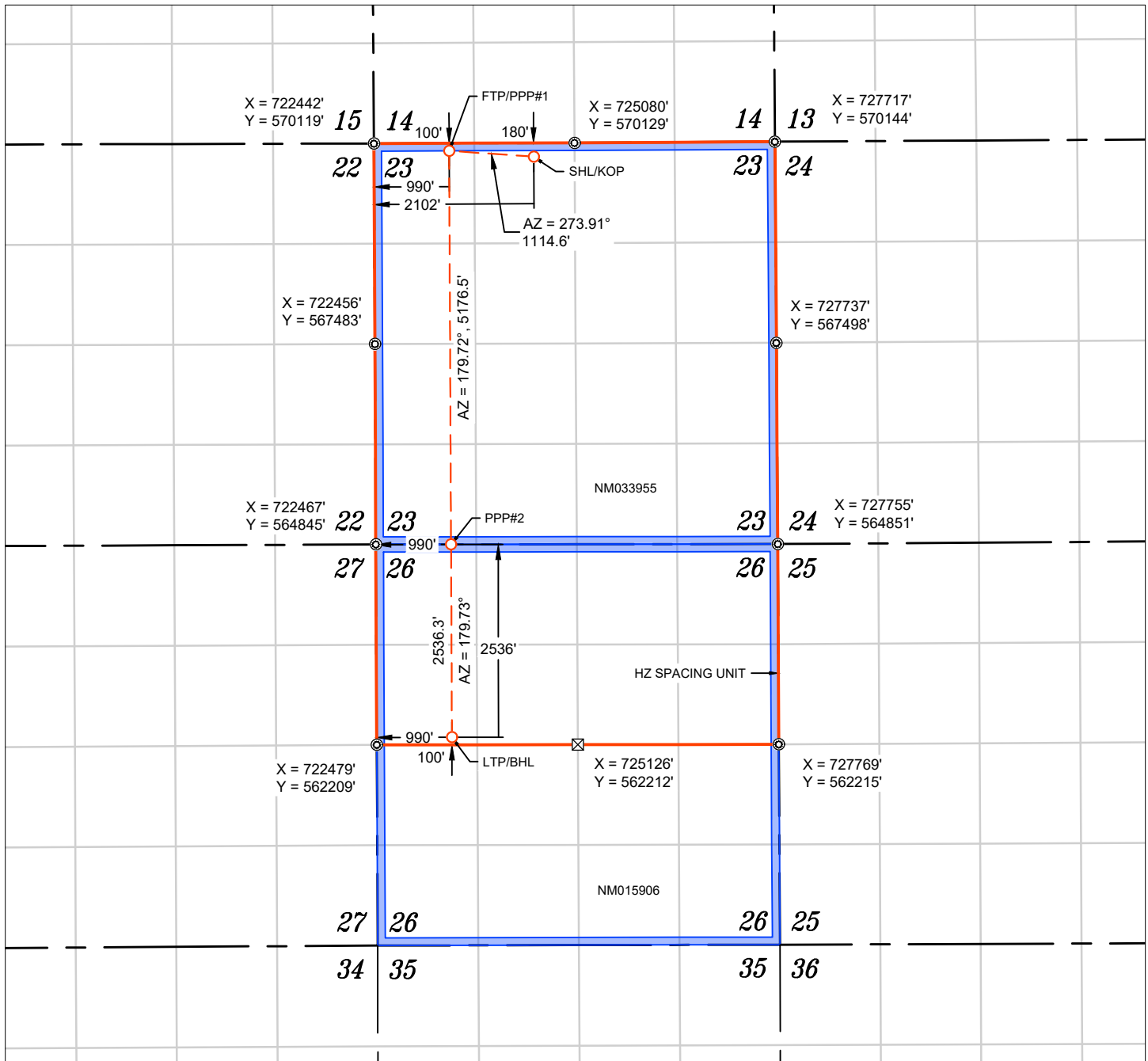
Last Take Point (LTP)

UL	Section	Township	Range	Lot	Ft. from N/S	Ft. from E/W	Latitude	Longitude	County
E	26	20 S	32 E		2536' FNL	990' FWL	32.544459°	-103.742275°	LEA

Unitized Area or Area of Uniform Interest	Spacing Unit Type <input checked="" type="checkbox"/> Horizontal <input type="checkbox"/> Vertical	Ground Floor Elevation: 3536'
---	--	---

<p>OPERATOR CERTIFICATIONS</p> <p><i>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.</i></p> <p><i>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 pooling order from the division.</i></p>	<p>SURVEYOR CERTIFICATIONS</p> <p><i>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.</i></p> <div style="text-align: right;">  </div>
Signature _____ Date _____	Signature and Seal of Professional Surveyor 23203 DECEMBER 3, 2025
Printed Name _____	Certificate Number _____ Date of Survey _____
Email Address _____	

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



WELL NAME: SPICY CHICKEN 23 26 FED COM #601H
 ELEVATION: 3536'

NAD 83 (SHL/KOP) 180' FNL & 2102' FWL
LATITUDE = 32.565433°
LONGITUDE = -103.738647°
NAD 27 (SHL/KOP)
LATITUDE = 32.565313°
LONGITUDE = -103.738149°
STATE PLANE NAD 83 (N.M. EAST)
N: 569947.00' E: 724544.17'
STATE PLANE NAD 27 (N.M. EAST)
N: 569885.30' E: 683384.31'

NAD 83 (FTP/PPP#1) 100' FNL & 990' FWL
LATITUDE = 32.565659°
LONGITUDE = -103.742255°
NAD 27 (FTP/PPP#1)
LATITUDE = 32.565538°
LONGITUDE = -103.741757°
STATE PLANE NAD 83 (N.M. EAST)
N: 570022.92' E: 723432.21'
STATE PLANE NAD 27 (N.M. EAST)
N: 569961.20' E: 682252.38'

APPROXIMATE WELL BORE DISTANCE FROM FTP TO LTP	
NM033955	5176.51'
NM015906	2536.28'
TOTAL	7712.79'

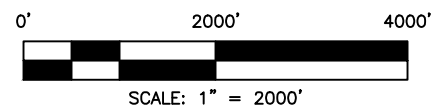
NAD 83 (PPP#2) 990' FWL
LATITUDE = 32.551430°
LONGITUDE = -103.742268°
NAD 27 (PPP#2)
LATITUDE = 32.551310°
LONGITUDE = -103.741770°
STATE PLANE NAD 83 (N.M. EAST)
N: 564846.47' E: 723457.11'
STATE PLANE NAD 27 (N.M. EAST)
N: 564784.84' E: 682277.09'

NAD 83 (LTP/BHL) 2536' FNL & 990' FWL
LATITUDE = 32.544459°
LONGITUDE = -103.742275°
NAD 27 (LTP/BHL)
LATITUDE = 32.544338°
LONGITUDE = -103.741778°
STATE PLANE NAD 83 (N.M. EAST)
N: 562310.22' E: 723469.00'
STATE PLANE NAD 27 (N.M. EAST)
N: 562248.63' E: 682288.90'

- ⊙ FOUND MONUMENT
- ⊠ CALC. CORNER
- SHL/ KOP/ FTP / PPP / LTP / BHL
- - - WELLBORE
- HORIZONTAL SPACING UNIT
- STATE OIL & GAS LEASE
- BLM OIL & GAS LEASE

NOTES

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2. THIS DOCUMENT IS BASED UPON AN ON THE GROUND SURVEY PERFORMED DURING NOVEMBER, 2025. CERTIFICATION OF THIS DOCUMENT IS ONLY TO THE LOCATION OF THIS INFORMATION IN RELATION TO RECORDED MONUMENT OF DEEDS PROVIDED BY THE CLIENT.
3. ELEVATIONS MSL, DERIVED FROM G.N.S.S. OBSERVATION AND DERIVED FROM SAID ON-THE-GROUND SURVEY.



C-102 Submit Electronically Via OCD Permitting	State of New Mexico Energy, Minerals & Natural Resources Department OIL CONSERVATION DIVISION	Revised July 9, 2024
		Submittal Type: <input checked="" type="checkbox"/> Initial Submittal <input type="checkbox"/> Amended Report <input type="checkbox"/> As Drilled

WELL LOCATION INFORMATION

API Number	Pool Code 53560	Pool Name SALT LAKE;BONE SPRING
Property Code	Property Name SPICY CHICKEN 23 26 FED COM	Well Number #602H
OGRID No. 332947	Operator Name AVANT OPERATING II, LLC	Ground Level Elevation 3536'
Surface Owner: <input type="checkbox"/> State <input type="checkbox"/> Fee <input type="checkbox"/> Tribal <input checked="" type="checkbox"/> Federal		Mineral Owner: <input type="checkbox"/> State <input type="checkbox"/> Fee <input type="checkbox"/> Tribal <input checked="" type="checkbox"/> Federal

Surface Location

UL	Section	Township	Range	Lot	Ft. from N/S	Ft. from E/W	Latitude	Longitude	County
C	23	20 S	32 E		180' FNL	2222' FWL	32.565433°	-103.738258°	LEA

Bottom Hole Location

UL	Section	Township	Range	Lot	Ft. from N/S	Ft. from E/W	Latitude	Longitude	County
F	26	20 S	32 E		2536' FNL	2310' FWL	32.544443°	-103.737991°	LEA

Dedicated Acres 960.00	Infill or Defining Well	Defining Well API	Overlapping Spacing Unit (Y/N)	Consolidation Code
Order Numbers.			Well setbacks are under Common Ownership: <input type="checkbox"/> Yes <input type="checkbox"/> No	

Kick Off Point (KOP)

UL	Section	Township	Range	Lot	Ft. from N/S	Ft. from E/W	Latitude	Longitude	County
C	23	20 S	32 E		180' FNL	2222' FWL	32.565433°	-103.738258°	LEA

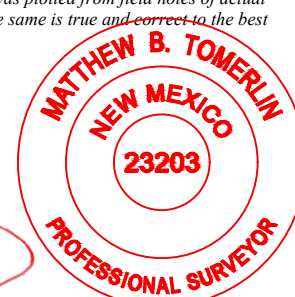
First Take Point (FTP)

UL	Section	Township	Range	Lot	Ft. from N/S	Ft. from E/W	Latitude	Longitude	County
C	23	20 S	32 E		100' FNL	2310' FWL	32.565652°	-103.737971°	LEA

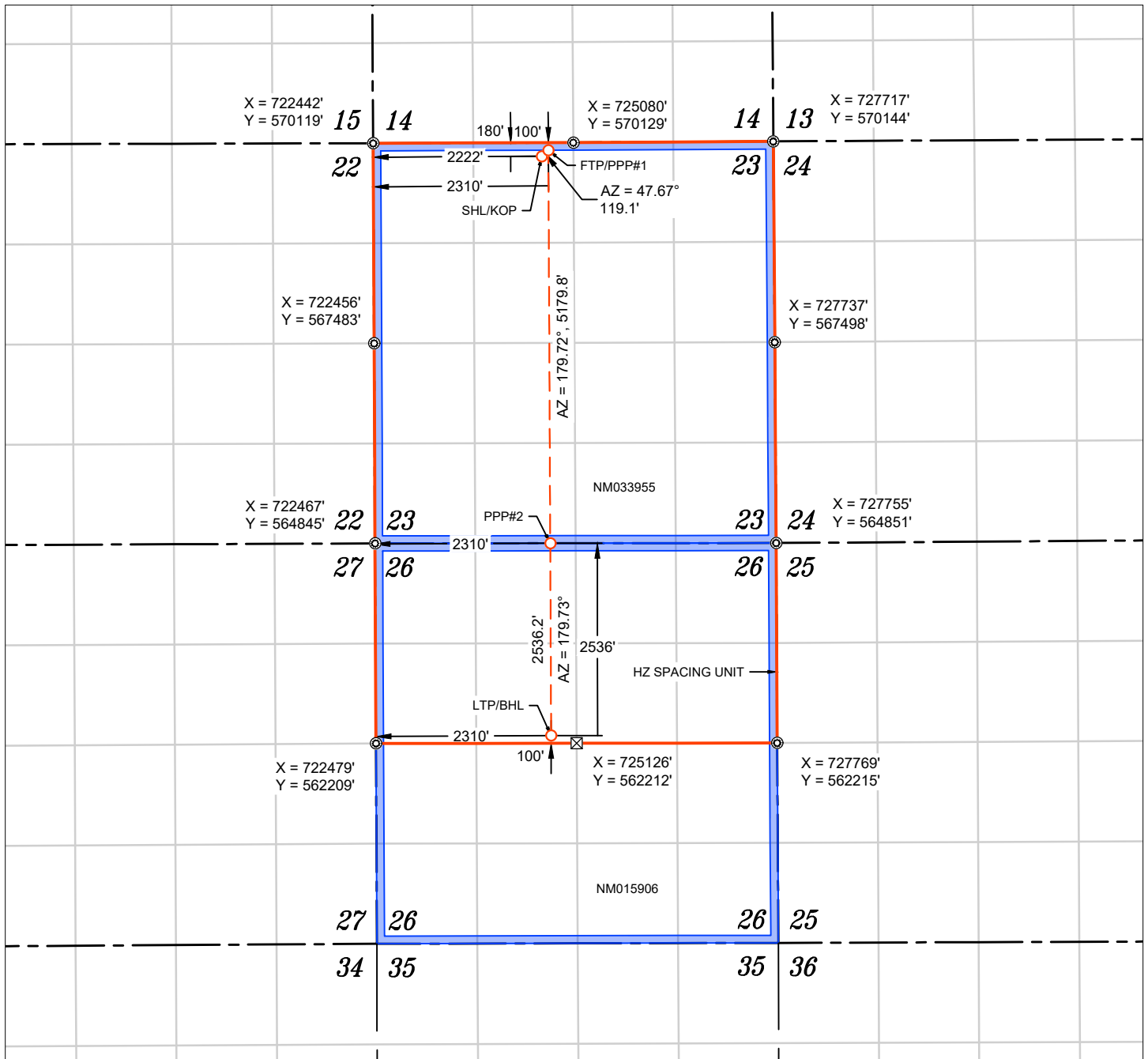
Last Take Point (LTP)

UL	Section	Township	Range	Lot	Ft. from N/S	Ft. from E/W	Latitude	Longitude	County
F	26	20 S	32 E		2536' FNL	2310' FWL	32.544443°	-103.737991°	LEA

Unitized Area or Area of Uniform Interest	Spacing Unit Type <input checked="" type="checkbox"/> Horizontal <input type="checkbox"/> Vertical	Ground Floor Elevation: 3536'
---	--	---

<p>OPERATOR CERTIFICATIONS</p> <p><i>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.</i></p> <p><i>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 pooling order from the division.</i></p>	<p>SURVEYOR CERTIFICATIONS</p> <p><i>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.</i></p> <div style="text-align: right;">  </div>	
Signature	Date	Signature and Seal of Professional Surveyor
Printed Name	Email Address	23203 DECEMBER 3, 2025
		Certificate Number Date of Survey

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



WELL NAME: SPICY CHICKEN 23 26 FED COM #602H
 ELEVATION: 3536'

NAD 83 (SHL/KOP) 180' FNL & 2222' FWL
LATITUDE = 32.565433°
LONGITUDE = -103.738258°
NAD 27 (SHL/KOP)
LATITUDE = 32.565312°
LONGITUDE = -103.737760°
STATE PLANE NAD 83 (N.M. EAST)
N: 569947.57' E: 724664.17'
STATE PLANE NAD 27 (N.M. EAST)
N: 569885.87' E: 683484.31'

NAD 83 (FTP/PPP#1) 100' FNL & 2310' FWL
LATITUDE = 32.565652°
LONGITUDE = -103.737971°
NAD 27 (FTP/PPP#1)
LATITUDE = 32.565531°
LONGITUDE = -103.737473°
STATE PLANE NAD 83 (N.M. EAST)
N: 570027.77' E: 724752.20'
STATE PLANE NAD 27 (N.M. EAST)
N: 569966.06' E: 683572.34'

APPROXIMATE WELL BORE DISTANCE FROM FTP TO LTP	
NM033955	5179.84'
NM015906	2536.21'
TOTAL	7716.05'

NAD 83 (PPP#2) 2310' FWL
LATITUDE = 32.551414°
LONGITUDE = -103.737984°
NAD 27 (PPP#2)
LATITUDE = 32.551294°
LONGITUDE = -103.737487°
STATE PLANE NAD 83 (N.M. EAST)
N: 564847.99' E: 724777.11'
STATE PLANE NAD 27 (N.M. EAST)
N: 564786.37' E: 683597.07'

NAD 83 (LTP/BHL) 2536' FNL & 2310' FWL
LATITUDE = 32.544443°
LONGITUDE = -103.737991°
NAD 27 (LTP/BHL)
LATITUDE = 32.544322°
LONGITUDE = -103.737494°
STATE PLANE NAD 83 (N.M. EAST)
N: 562311.80' E: 724789.01'
STATE PLANE NAD 27 (N.M. EAST)
N: 562250.23' E: 683608.88'

FOUND MONUMENT
 CALC. CORNER
 SHL/ KOP/ FTP / PPP / LTP / BHL
 WELLBORE
 HORIZONTAL SPACING UNIT
 STATE OIL & GAS LEASE
 BLM OIL & GAS LEASE

NOTES

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- ELEVATIONS MSL, DERIVED FROM G.N.S.S. OBSERVATION AND DERIVED FROM SAID ON-THE-GROUND SURVEY.



C-102 Submit Electronically Via OCD Permitting	State of New Mexico Energy, Minerals & Natural Resources Department OIL CONSERVATION DIVISION	Revised July 9, 2024
		Submittal Type: <input checked="" type="checkbox"/> Initial Submittal <input type="checkbox"/> Amended Report <input type="checkbox"/> As Drilled

WELL LOCATION INFORMATION

API Number	Pool Code 53560	Pool Name SALT LAKE;BONE SPRING
Property Code	Property Name SPICY CHICKEN 23 26 FED COM	Well Number #603H
OGRID No. 332947	Operator Name AVANT OPERATING II, LLC	Ground Level Elevation 3536'
Surface Owner: <input type="checkbox"/> State <input type="checkbox"/> Fee <input type="checkbox"/> Tribal <input checked="" type="checkbox"/> Federal		Mineral Owner: <input type="checkbox"/> State <input type="checkbox"/> Fee <input type="checkbox"/> Tribal <input checked="" type="checkbox"/> Federal

Surface Location

UL	Section	Township	Range	Lot	Ft. from N/S	Ft. from E/W	Latitude	Longitude	County
B	23	20 S	32 E		180' FNL	2196' FEL	32.565431°	-103.735471°	LEA

Bottom Hole Location

UL	Section	Township	Range	Lot	Ft. from N/S	Ft. from E/W	Latitude	Longitude	County
H	26	20 S	32 E		2536' FNL	770' FEL	32.544416°	-103.730822°	LEA

Dedicated Acres 960.00	Infill or Defining Well	Defining Well API	Overlapping Spacing Unit (Y/N)	Consolidation Code
Order Numbers.			Well setbacks are under Common Ownership: <input type="checkbox"/> Yes <input type="checkbox"/> No	

Kick Off Point (KOP)

UL	Section	Township	Range	Lot	Ft. from N/S	Ft. from E/W	Latitude	Longitude	County
B	23	20 S	32 E		180' FNL	2196' FEL	32.565431°	-103.735471°	LEA


First Take Point (FTP)

UL	Section	Township	Range	Lot	Ft. from N/S	Ft. from E/W	Latitude	Longitude	County
A	23	20 S	32 E		100' FNL	770' FEL	32.565650°	-103.730843°	LEA

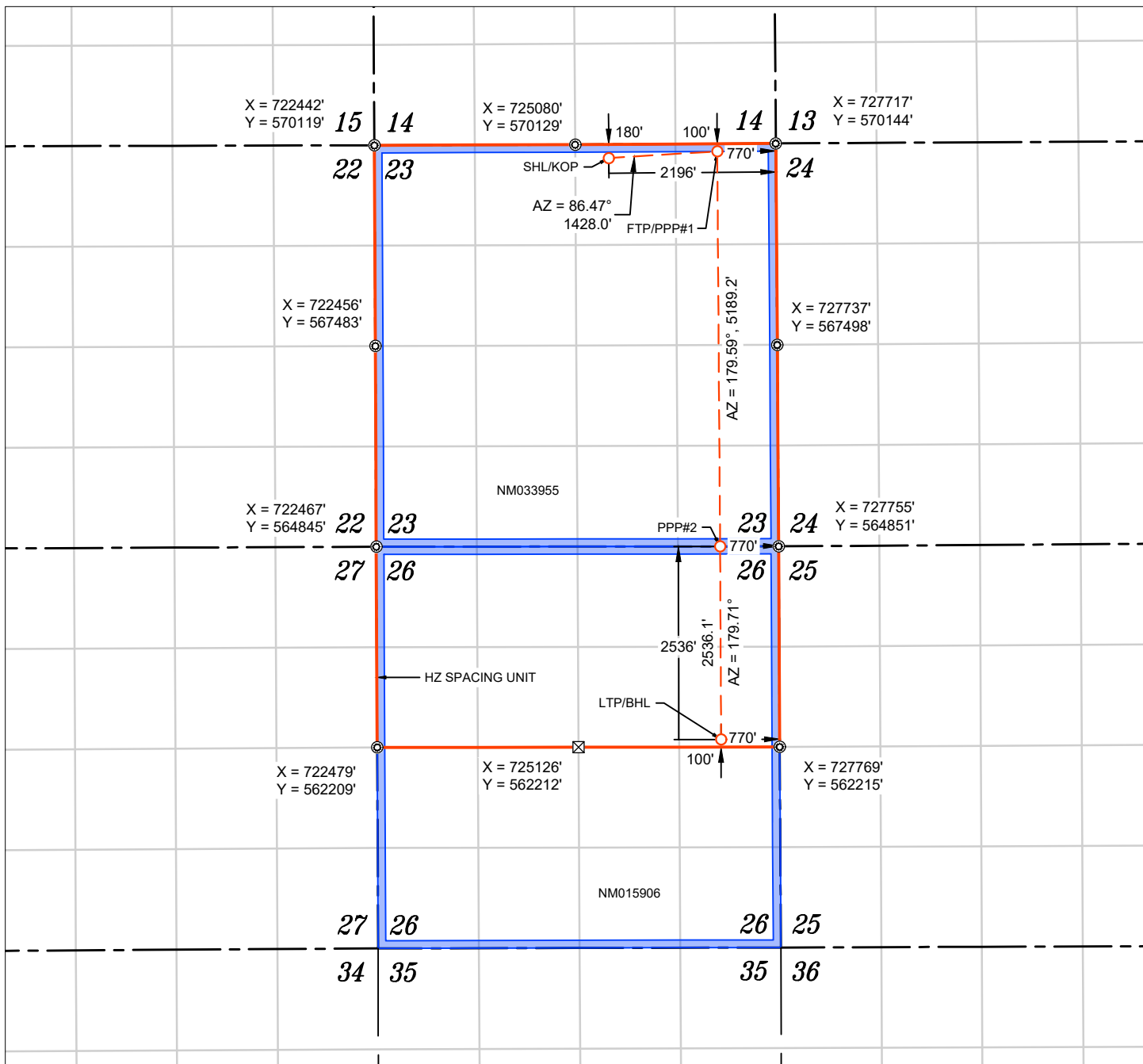
Last Take Point (LTP)

UL	Section	Township	Range	Lot	Ft. from N/S	Ft. from E/W	Latitude	Longitude	County
H	26	20 S	32 E		2536' FNL	770' FEL	32.544416°	-103.730822°	LEA

Unitized Area or Area of Uniform Interest	Spacing Unit Type <input checked="" type="checkbox"/> Horizontal <input type="checkbox"/> Vertical	Ground Floor Elevation: 3536'
---	--	---

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Signature	Date	Signature and Seal of Professional Surveyor
Printed Name		23203 DECEMBER 3, 2025
Email Address		Certificate Number Date of Survey

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



WELL NAME: SPICY CHICKEN 23 26 FED COM #603H
 ELEVATION: 3536'

NAD 83 (SHL/KOP) 180' FNL & 2196' FEL
LATITUDE = 32.565431°
LONGITUDE = -103.735471°
NAD 27 (SHL/KOP)
LATITUDE = 32.565310°
LONGITUDE = -103.734973°
STATE PLANE NAD 83 (N.M. EAST)
N: 569951.64' E: 725522.67'
STATE PLANE NAD 27 (N.M. EAST)
N: 569889.95' E: 684342.79'

NAD 83 (FTP/PPP#1) 100' FNL & 770' FEL
LATITUDE = 32.565650°
LONGITUDE = -103.730843°
NAD 27 (FTP/PPP#1)
LATITUDE = 32.565530°
LONGITUDE = -103.730346°
STATE PLANE NAD 83 (N.M. EAST)
N: 570039.56' E: 726947.96'
STATE PLANE NAD 27 (N.M. EAST)
N: 569977.89' E: 685768.07'

APPROXIMATE WELL BORE DISTANCE FROM FTP TO LTP	
NMO33955	5189.18'
NMO15906	2536.11'
TOTAL	7725.29'

NAD 83 (PPP#2) 770' FEL
LATITUDE = 32.551387°
LONGITUDE = -103.730817°
NAD 27 (PPP#2)
LATITUDE = 32.551266°
LONGITUDE = -103.730320°
STATE PLANE NAD 83 (N.M. EAST)
N: 564850.52' E: 726985.41'
STATE PLANE NAD 27 (N.M. EAST)
N: 564788.94' E: 685805.33'

NAD 83 (LTP/BHL) 2536' FNL & 770' FEL
LATITUDE = 32.544416°
LONGITUDE = -103.730822°
NAD 27 (LTP/BHL)
LATITUDE = 32.544295°
LONGITUDE = -103.730325°
STATE PLANE NAD 83 (N.M. EAST)
N: 562314.44' E: 726998.33'
STATE PLANE NAD 27 (N.M. EAST)
N: 562252.90' E: 685818.16'

FOUND MONUMENT
 CALC. CORNER
 SHL/ KOP/ FTP / PPP / LTP / BHL
 WELLBORE
 HORIZONTAL SPACING UNIT
 STATE OIL & GAS LEASE
 BLM OIL & GAS LEASE

NOTES

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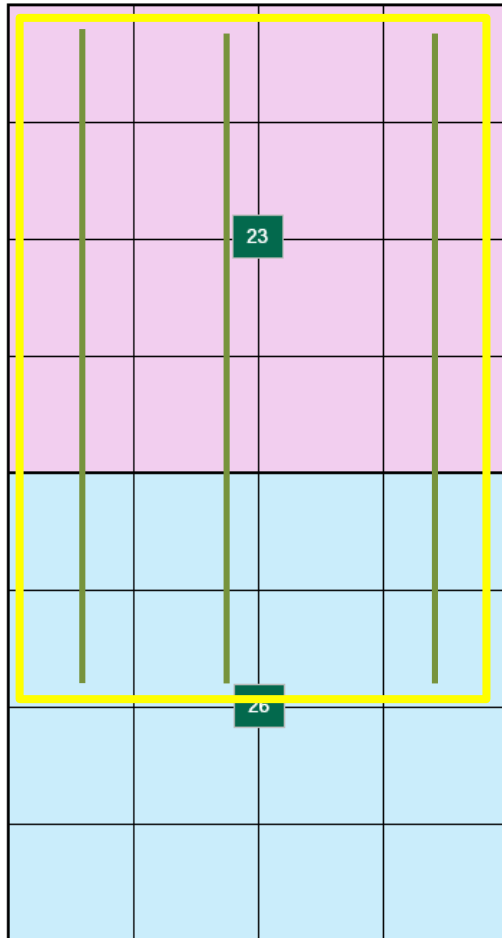


Lease Tract Map w/locations

Spicy Chicken 23 26 Fed Com #601H - #603H



AO II plans to fully develop all tracts and prospective zones



THIRD BONE SPRING

Well Name	Pool Code
Spicy Chicken 23 26 Fed Com #601H	53560 / Salt Lake; Bone Spring
Spicy Chicken 23 26 Fed Com #602H	53560 / Salt Lake; Bone Spring
Spicy Chicken 23 26 Fed Com #603H	53560 / Salt Lake; Bone Spring

Unit Breakout by Owner	NMA	Unit WI
AVANT OPERATING II, LLC	513.77	53.52%
Earthstone Permian LLC	316.75	32.99%



Summary of Working Interest Owners

Spicy Chicken 23 26 Fed Com #601H - #603H



All of Section 23 and N2 of Section 26, Township 20 South, Range 32 East, N.M.P.M., Lea County, New Mexico

Summary of Working Interest Owners:

Unit Breakout by Owner	Owner Type	NMA	Unit WI	Tract No.	Tract WI	Status
AVANT OPERATING II, LLC	WI	513.7672	53.52%	1	80.28%	OPERATOR
Diaga Mineral Group	WI	3.0987	0.32%	1	0.48%	JOA - Committed
Andrew H. Jackson	WI	3.0987	0.32%	1	0.48%	Uncommitted - Compulsary Pool
Chief Capital (O&G) II LLC	WI	58.4873	6.09%	1	9.14%	JOA - Committed
WR Non-Op LLC	WI	18.9793	1.98%	1	2.97%	Uncommitted - Compulsary Pool
Trainer Partners Ltd	WI	11.1510	1.16%	1	1.74%	Uncommitted - Compulsary Pool
Earthstone Permian LLC	WI	11.1510	1.16%	1	1.74%	Uncommitted - Compulsary Pool
TD Minerals, LLC	WI	20.2667	2.11%	1	3.17%	JOA - Committed
Earthstone Permian LLC	WI	305.6000	31.83%	2	95.50%	Uncommitted - Compulsary Pool
Petrolux, Inc.	WI	8.0000	0.83%	2	2.50%	Under Contract - Committed
MRC Permian Company	WI	6.4000	0.67%	2	2.00%	Uncommitted - Compulsary Pool
		960.00	100.00%			

62.88%	AO II Working Interest Control
--------	--------------------------------

Highlighted = Parties to be Pooled



ORRI Ownership

Spicy Chicken 23 26 Fed Com #201H - #205H, #301H - #305H, #601H - #603H, #701H - #702H, #751H - #754H
 Spicy Chicken 23 Fed Com #501H - #505H

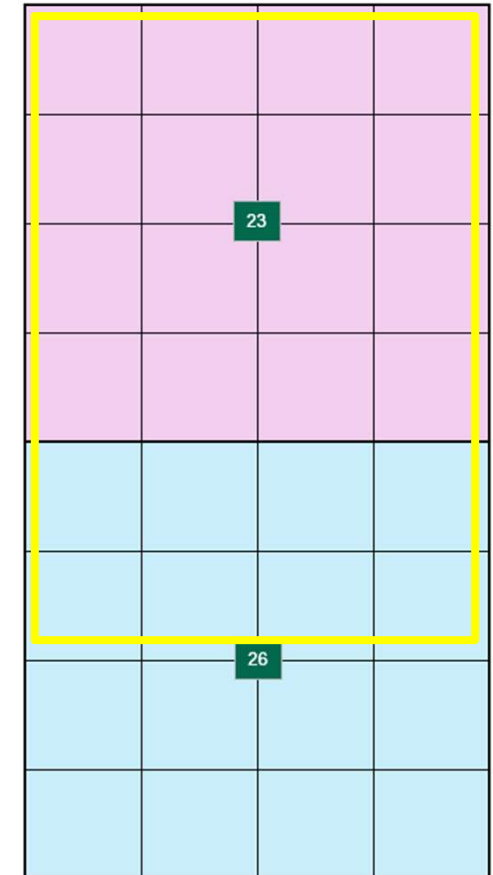


All of Section 23 and N2 of Section 26, Township 20 South, Range 32 East, N.M.P.M., Lea County, New Mexico

Summary of ORRI Owners to be Pooled:

ORRI Owners to Pool	Tract No
Marie I. Baetz, Trustee of the Marie I. Baetz Family 2012 Trust	1
Barbara Shelby Baetz Shipper a/k/a Barbara B. Shipper	1
CSC3 Holdings, Ltd.	1
Trainer Partners LTD.	1
Earthstone Permian LLC	1
SITL Energy, LLC	1
Ventura Oil & Gas, LLC	1
PBC Resources, LLC	1
TD Minerals, LLC	1
Blue Star Royalty, LLC	1
AO II Permian, LLC	1
Earthstone Permian LLC	1
Brigham Royalties Fund I Holdco, LLC	1
John R. Lewis	1
WRH I, LP	1
Kimbell Royalty Holdings, LLC	1
David Charles Lougee, Kipp Lougee Frederiksen and Fred Frederiksen, Trustees of the Lougee Oil & Gas Trust	1

ORRI Owners to Pool	Tract No
Patricia Owens Preston, Trustee of the Charles Dean Preston Revocable Trust Dated August 4, 2011	2
DNR Oil & Gas, Inc	2
Sydney Investments LP	2
Hidden Hills Minerals, LLC	2
Topsey, LLC	2
Hatch Royalty, LLC	2
James C. Whitten, Trustee of the Whitten Management Trust	2
Brigham Royalties Fund I Holdco, LLC	2
Milestone Oil, LLC	2
Mustang Mud, Inc	22
Lario Oil & Gas Company	2
Harken Exploration Company	2
Mark B. Murphy, Trustee of the Mark B, Murphy Irrevocable Trust, UTA dated December 12, 2012	2
Susan S. Murphy, Trustee of the Susan S. Murphy Marital Trust, UTA dated November 12, 2012	2
Robin L. Morgan, a widow	2
Hutchings Oil Company	2



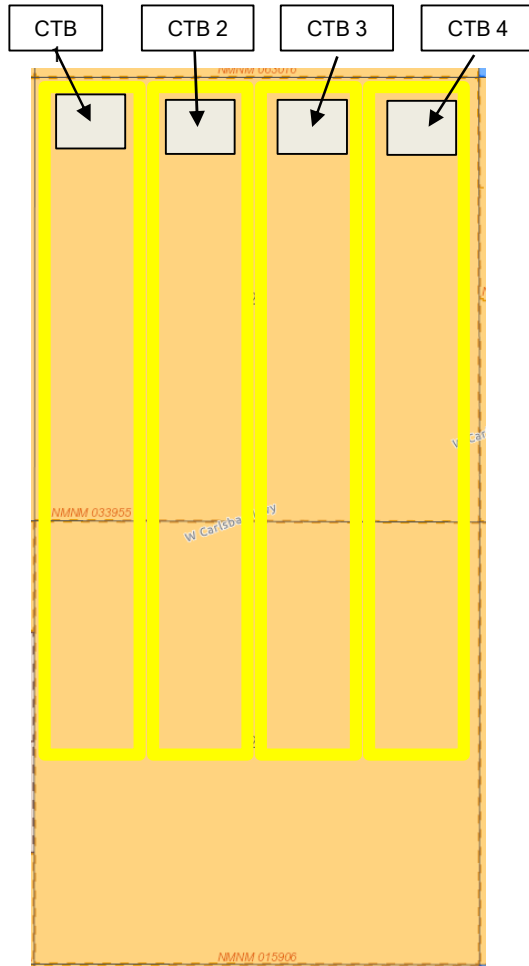
Tract 1		FED	NMNM 033955	640.00
Tract 2		FED	NMNM 015906	320.00
UNIT TOTAL:				960.00



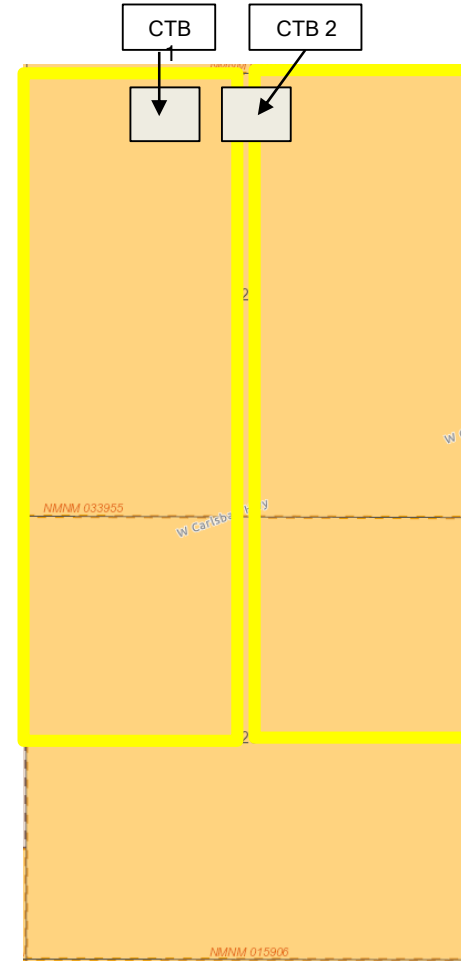


NSSU reduces surface facilities and surface impacts

Standard Unit Development

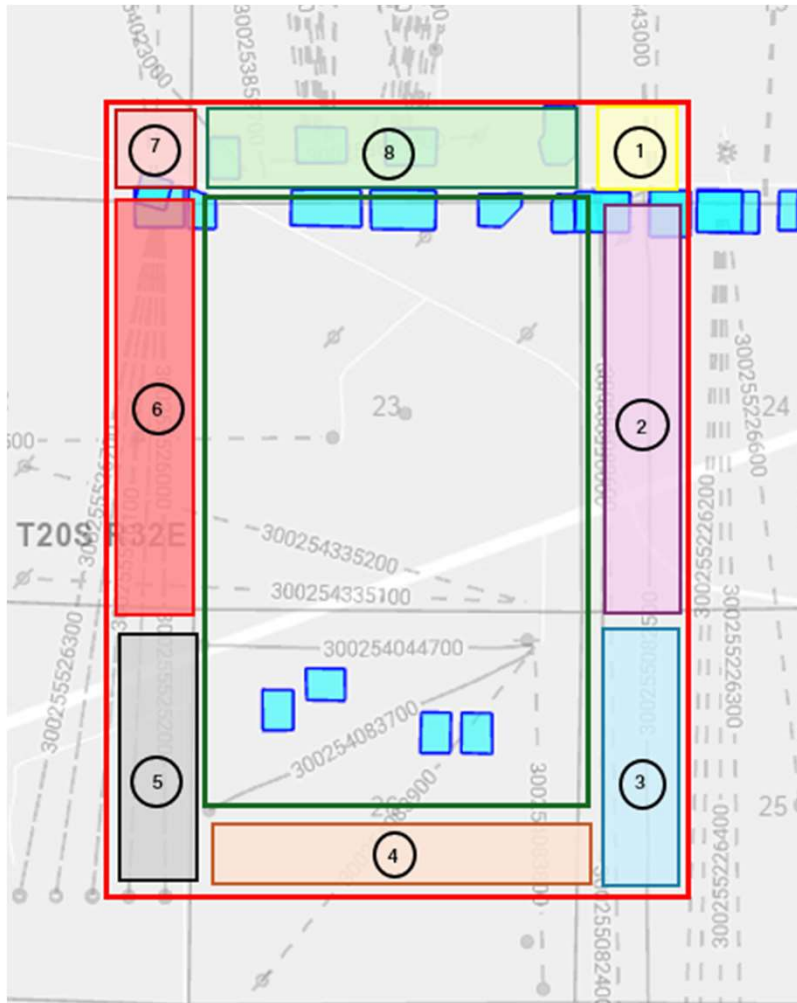


Non-Standard Unit Development





NSU Notice Information

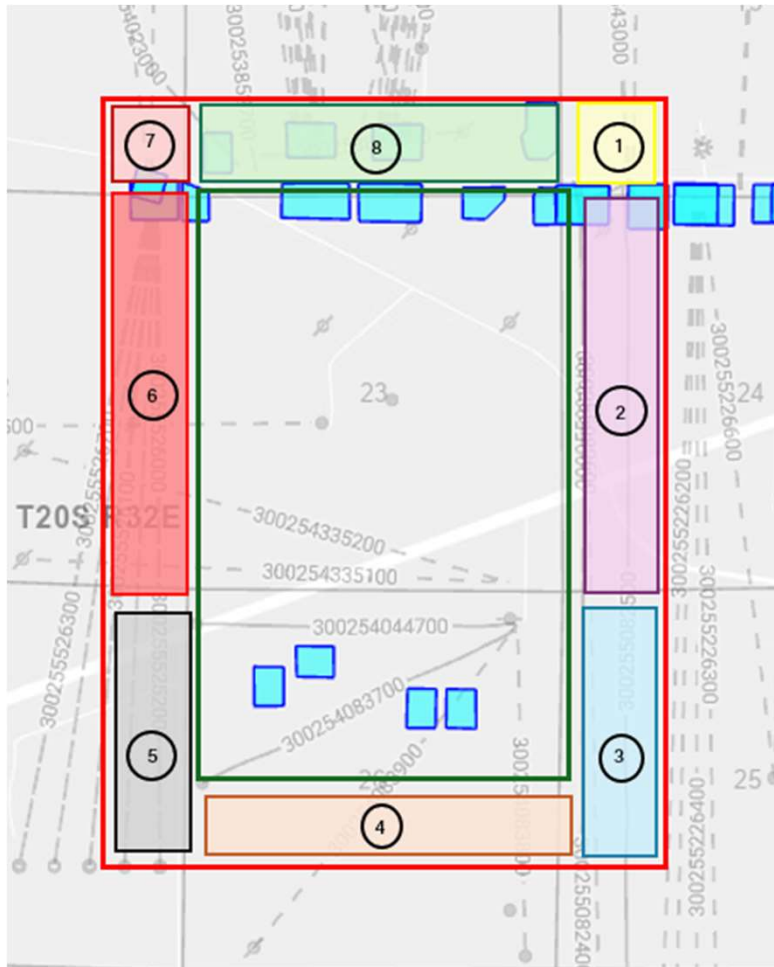


Tract	Description	Notice Party Name	Address
8	14-20S-32E, Fed Lease RT Owner NMNM 063016	EOG Resources Inc	5509 Champions Drive Midland, TX 79706
8	14-20S-32E, Fed Lease RT Owner NMNM 063016	Tap Rock Resources II LLC	523 Park Point Drive, Suite #200 Golden, CO 80401
1	13-20S-32E, SLO Lease RT Owner	COG Operating LLC	925 N. Eldridge Parkway Houston, TX 77079-2703
2	24-20S-32E, Fed Lease RT Owner NMNM 016640B	Gross Family LTD	PO Box 358 Roswell, NM 3788
2	24-20S-32E, Fed Lease RT Owner NMNM 016640B	Trainer Partners LTD	2925 Richmond Ave, Ste 1200 Houston, TX 77098
2	24-20S-32E, Fed Lease RT Owner NMNM 016640B	Earthstone Permian LLC c/o Permian Resources	300 N Marienfeld Street, #100 Midland, TX 79707
2	24-20S-32E, Fed Lease RT Owner NMNM 016640A	EOG Resources Inc	5509 Champions Drive Midland, TX 79706
3	25-20S-32E, Fed Lease RT Owner NMNM 015907	COG Operating LLC	925 N. Eldridge Parkway Houston, TX 77079-2703
5	27-20S-32E, Fed Lease RT Owner and Unit Operator	XTO Delaware Basin LLC	22777 Springwoods Village Pkwy Spring, TX 77389-1425
5	27-20S-32E, FEE Leases WI Owners	Chief Capital O&G II LLC	8111 Westchester Drive, Suite #900 Dallas, TX 75225
5	27-20S-32E, FEE Leases WI Owners	MRC	5400 LBJ Freeway, Suite 1500 Dallas, TX 75240
5	27-20S-32E, FEE Leases WI Owners	Paloma Permian Assets LLC	1100 Louisiana, Suite 5100 Houston, TX 77002
5	27-20S-32E, FEE Leases WI Owners	WR Non-Op LLC	200 North Loraine, Suite 1260 Midland, Texas 79701
5	27-20S-32E, FEE Leases WI Owners	Southpaw Land and Timber LLC	4300 Macarthur Ave, Ste. 235 Dallas, Texas 75209
5	27-20S-32E, Fed Lease RT Owner NMNM 015024	Chevron USA Inc	1400 Smith Street Houston, TX 77002





NSU Notice Information Cont.



Tract	Description	Notice Party Name	Address
6	22-20S-32E, Fed Lease RT Owner NMNM 033955	AOII	1515 Wynkoop Street, Suite #700 Denver, CO 80202
7	15-20S-32E, fed Lease RT Owners NMNM 112275	Marathon Oil (ConocoPhillips)	925 N. Eldridge Parkway Houston, TX 77079-2703
8	14-20S-32E, Operator (APDs)	Civitas Resources	9950 Woodloch Forest Drive, Suite #1400 The Woodlands, TX 77380
7	15-20S-32E, Operator (APDs)	ConocoPhillips	925 N. Eldridge Parkway Houston, TX 77079-2703
6	22-20S-32E, Operator (APDs)	AOII	1515 Wynkoop Street, Suite #700 Denver, CO 80202
5	27-20S-32E, Operator (APDs)	AOII	1515 Wynkoop Street, Suite #700 Denver, CO 80202
4	26-20S-32E, Operator	Coterra Energy	6001 Deauville Blvd. Midland, TX 79706
3	25-20S-32E, Operator	Permian Resources	300 N Marienfeld Street, #100 Midland, TX 79707
1	13-20S-32E, Operator	EOG Resources Inc	5509 Champions Drive Midland, TX 79706
1	24-20S-32E, Operator	EOG Resources Inc	5509 Champions Drive Midland, TX 79706



NSU Notice Parties for Tracts Where AO II Is Operator

Tract 5:

5	XTO Delaware Basin LLC	22777 Springwoods Village Pkwy Spring, TX 77389-1425
5	Chief Capital O&G II LLC	8111 Westchester Drive, Suite #900 Dallas, TX 75225
5	MRC	5400 LBJ Freeway, Suite 1500 Dallas, TX 75240
5	Paloma Permian Assets LLC	1100 Louisiana, Suite 5100 Houston, TX 77002
5	WR Non-Op LLC	200 North Loraine, Suite 1260 Midland, Texas 79701
5	Southpaw Land and Timber LLC	4300 Macarthur Ave, Ste. 235 Dallas, Texas 75209
5	Chevron USA Inc	1400 Smith Street Houston, TX 77002

Tract 6:

6	Chief Capital O&G II LLC	8111 Westchester Drive, Suite #900 Dallas, TX 75225
6	Earthstone Permian, LLC	300 M. Marienfeld Street #100 Midland, TX 79707
6	Trainer Partners LTD	2925 Richmond Ave, Ste 1200 Houston, TX 77098
6	WR Non-Op LLC	200 North Loraine, Suite 1260 Midland, Texas 79701
6	SITL Energy, LLC	308 North Colorado Avenue, Suite 200

		Midland, TX 79701
6	Chevron USA Inc	1400 Smith Street Houston, TX 77002
6	Paloma Permian Assets LLC	1100 Louisiana, Suite 5100 Houston, TX 77002
6	WR Non-Op LLC	200 North Loraine, Suite 1260 Midland, Texas 79701
6	BEXP II Omega Misc./BEXP II Alpha LLC	5914 W. Courtyard Drive, Suite 200 Austin, TX 78730/Waiver Pending
6	Diaga Mineral Group	901 West Missouri Avenue Midland, TX 79707
6	Andrew H. Jackson	1905 North Midkiff Road Midland, TX 79705

C-102 Submit Electronically Via OCD Permitting	State of New Mexico Energy, Minerals & Natural Resources Department OIL CONSERVATION DIVISION		Revised July 9, 2024	
	Submittal Type:	<input checked="" type="checkbox"/> Initial Submittal		
		<input type="checkbox"/> Amended Report		
			<input type="checkbox"/> As Drilled	

WELL LOCATION INFORMATION

API Number	Pool Code 96438	Pool Name HAT MESA;WOLFCAMP
Property Code	Property Name SPICY CHICKEN 23 26 FED COM	Well Number #701H
OGRID No. 332947	Operator Name AVANT OPERATING II, LLC	Ground Level Elevation 3536'
Surface Owner: <input type="checkbox"/> State <input type="checkbox"/> Fee <input type="checkbox"/> Tribal <input checked="" type="checkbox"/> Federal		Mineral Owner: <input type="checkbox"/> State <input type="checkbox"/> Fee <input type="checkbox"/> Tribal <input checked="" type="checkbox"/> Federal

Surface Location

UL	Section	Township	Range	Lot	Ft. from N/S	Ft. from E/W	Latitude	Longitude	County
C	23	20 S	32 E		180' FNL	2162' FWL	32.565433°	-103.738453°	LEA

Bottom Hole Location

UL	Section	Township	Range	Lot	Ft. from N/S	Ft. from E/W	Latitude	Longitude	County
F	26	20 S	32 E		2536' FNL	1650' FWL	32.544451°	-103.740133°	LEA

Dedicated Acres 960.00	Infill or Defining Well	Defining Well API	Overlapping Spacing Unit (Y/N)	Consolidation Code
Order Numbers.			Well setbacks are under Common Ownership: <input type="checkbox"/> Yes <input type="checkbox"/> No	

Kick Off Point (KOP)

UL	Section	Township	Range	Lot	Ft. from N/S	Ft. from E/W	Latitude	Longitude	County
C	23	20 S	32 E		180' FNL	2162' FWL	32.565433°	-103.738453°	LEA

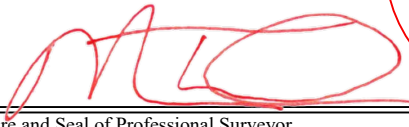
First Take Point (FTP)

UL	Section	Township	Range	Lot	Ft. from N/S	Ft. from E/W	Latitude	Longitude	County
C	23	20 S	32 E		100' FNL	1650' FWL	32.565655°	-103.740113°	LEA

Last Take Point (LTP)

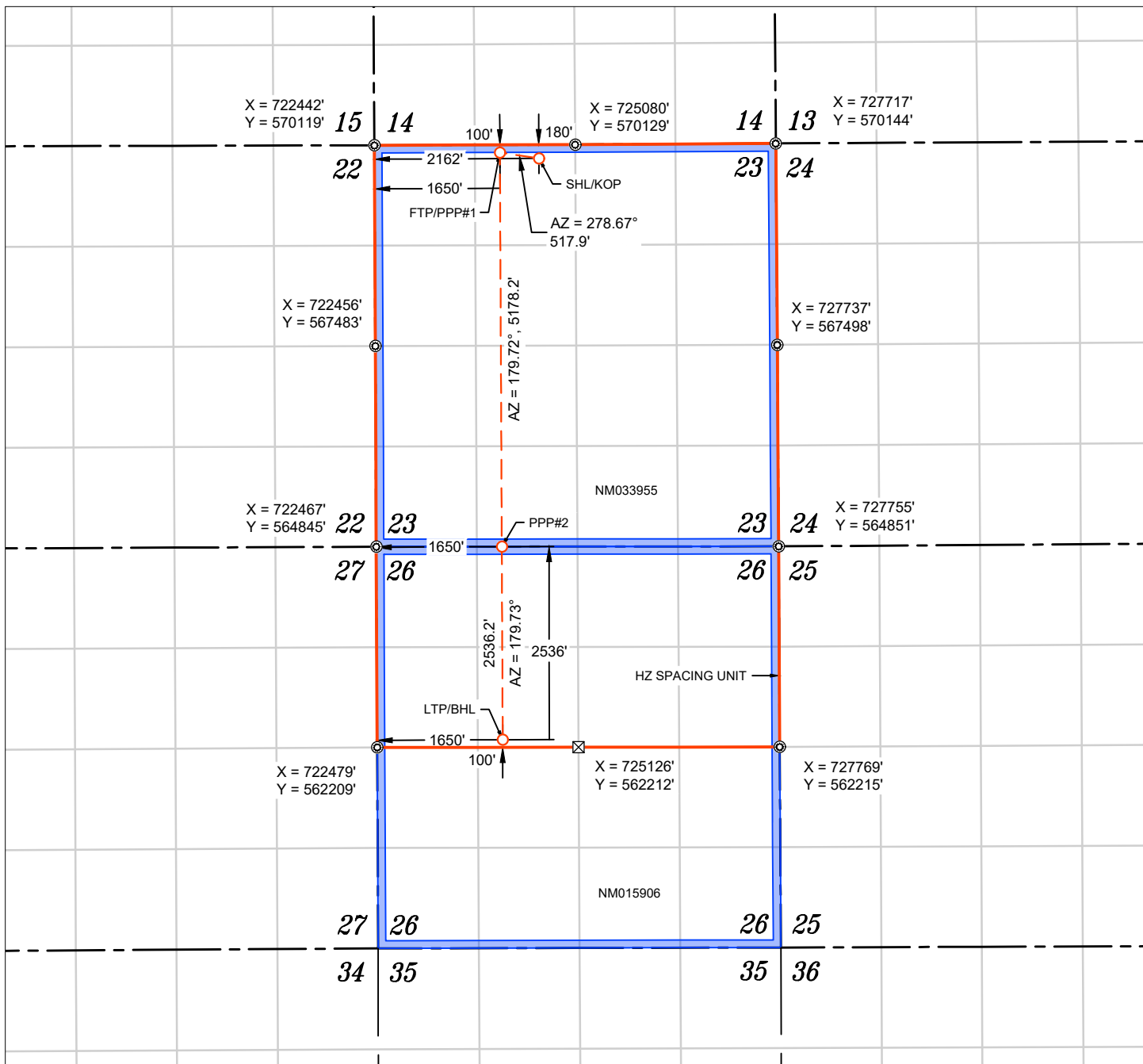
UL	Section	Township	Range	Lot	Ft. from N/S	Ft. from E/W	Latitude	Longitude	County
F	26	20 S	32 E		2536' FNL	1650' FWL	32.544451°	-103.740133°	LEA

Unitized Area or Area of Uniform Interest	Spacing Unit Type <input checked="" type="checkbox"/> Horizontal <input type="checkbox"/> Vertical	Ground Floor Elevation: 3536'
---	--	---

OPERATOR CERTIFICATIONS <i>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.</i> <i>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 pooling order from the division.</i>		SURVEYOR CERTIFICATIONS <i>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.</i>	
Signature	Date	 Signature and Seal of Professional Surveyor	
Printed Name		23203	DECEMBER 3, 2025
Email Address		Certificate Number	Date of Survey



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



WELL NAME: SPICY CHICKEN 23 26 FED COM #701H
 ELEVATION: 3536'

NOTES

1. ALL COORDINATES, BEARINGS, AND DISTANCES CONTAINED HEREIN ARE GRID, BASED UPON THE NEW MEXICO STATE PLANE COORDINATES SYSTEM, NORTH AMERICAN DATUM 83, NEW MEXICO EAST (3001).
2. THIS DOCUMENT IS BASED UPON AN ON THE GROUND SURVEY PERFORMED DURING OCTOBER, 2025. CERTIFICATION OF THIS DOCUMENT IS ONLY TO THE LOCATION OF THIS INFORMATION IN RELATION TO RECORDED MONUMENT OF DEEDS PROVIDED BY THE CLIENT.
3. ELEVATIONS MSL, DERIVED FROM G.N.S.S. OBSERVATION AND DERIVED FROM SAID ON-THE-GROUND SURVEY.

NAD 83 (SHL/KOP) 180' FNL & 2162' FWL
LATITUDE = 32.565433°
LONGITUDE = -103.738453°
NAD 27 (SHL/KOP)
LATITUDE = 32.565312°
LONGITUDE = -103.737955°
STATE PLANE NAD 83 (N.M. EAST)
N: 569947.28' E: 724604.17'
STATE PLANE NAD 27 (N.M. EAST)
N: 569885.58' E: 683424.31'

NAD 83 (FTP/PPP#1) 100' FNL & 1650' FWL
LATITUDE = 32.565655°
LONGITUDE = -103.740113°
NAD 27 (FTP/PPP#1)
LATITUDE = 32.565535°
LONGITUDE = -103.739615°
STATE PLANE NAD 83 (N.M. EAST)
N: 570025.35' E: 724092.20'
STATE PLANE NAD 27 (N.M. EAST)
N: 569963.64' E: 682912.36'

APPROXIMATE WELL BORE DISTANCE FROM FTP TO LTP	
NM033955	5178.18'
NM015906	2536.25'
TOTAL	7714.43'

NAD 83 (PPP#2) 1650' FWL
LATITUDE = 32.551422°
LONGITUDE = -103.740126°
NAD 27 (PPP#2)
LATITUDE = 32.551302°
LONGITUDE = -103.739628°
STATE PLANE NAD 83 (N.M. EAST)
N: 564847.23' E: 724117.11'
STATE PLANE NAD 27 (N.M. EAST)
N: 564785.61' E: 682937.08'

NAD 83 (LTP/BHL) 2536' FNL & 1650' FWL
LATITUDE = 32.544451°
LONGITUDE = -103.740133°
NAD 27 (LTP/BHL)
LATITUDE = 32.544330°
LONGITUDE = -103.739636°
STATE PLANE NAD 83 (N.M. EAST)
N: 562311.01' E: 724129.00'
STATE PLANE NAD 27 (N.M. EAST)
N: 562249.43' E: 682948.89'

FOUND MONUMENT
 CALC. CORNER
 WELLBORE
 HORIZONTAL SPACING UNIT
 STATE OIL & GAS LEASE
 BLM OIL & GAS LEASE



C-102 Submit Electronically Via OCD Permitting	State of New Mexico Energy, Minerals & Natural Resources Department OIL CONSERVATION DIVISION	Revised July 9, 2024
		Submittal Type:
		<input checked="" type="checkbox"/> Initial Submittal <input type="checkbox"/> Amended Report <input type="checkbox"/> As Drilled

WELL LOCATION INFORMATION

API Number	Pool Code 96438	Pool Name HAT MESA;WOLFCAMP
Property Code	Property Name SPICY CHICKEN 23 26 FED COM	Well Number #702H
OGRID No. 332947	Operator Name AVANT OPERATING II, LLC	Ground Level Elevation 3536'
Surface Owner: <input type="checkbox"/> State <input type="checkbox"/> Fee <input type="checkbox"/> Tribal <input checked="" type="checkbox"/> Federal		Mineral Owner: <input type="checkbox"/> State <input type="checkbox"/> Fee <input type="checkbox"/> Tribal <input checked="" type="checkbox"/> Federal

Surface Location

UL	Section	Township	Range	Lot	Ft. from N/S	Ft. from E/W	Latitude	Longitude	County
B	23	20 S	32 E		180' FNL	2216' FEL	32.565431°	-103.735536°	LEA

Bottom Hole Location

UL	Section	Township	Range	Lot	Ft. from N/S	Ft. from E/W	Latitude	Longitude	County
G	26	20 S	32 E		2536' FNL	1650' FEL	32.544427°	-103.733678°	LEA

Dedicated Acres 960.00	Infill or Defining Well	Defining Well API	Overlapping Spacing Unit (Y/N)	Consolidation Code
Order Numbers.			Well setbacks are under Common Ownership: <input type="checkbox"/> Yes <input type="checkbox"/> No	

Kick Off Point (KOP)

UL	Section	Township	Range	Lot	Ft. from N/S	Ft. from E/W	Latitude	Longitude	County
B	23	20 S	32 E		180' FNL	2216' FEL	32.565431°	-103.735536°	LEA



First Take Point (FTP)

UL	Section	Township	Range	Lot	Ft. from N/S	Ft. from E/W	Latitude	Longitude	County
B	23	20 S	32 E		100' FNL	1650' FEL	32.565650°	-103.733700°	LEA

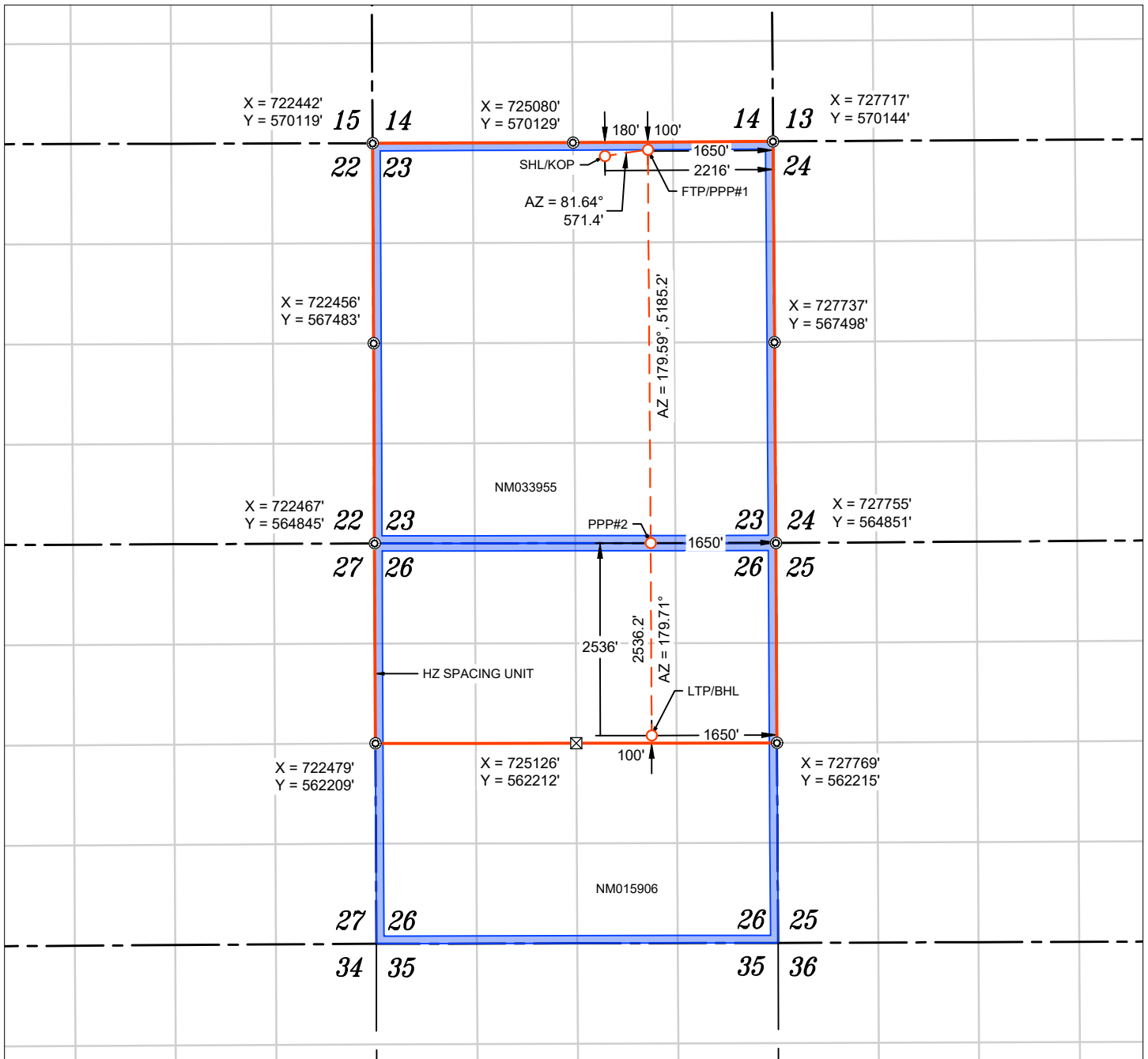
Last Take Point (LTP)

UL	Section	Township	Range	Lot	Ft. from N/S	Ft. from E/W	Latitude	Longitude	County
G	26	20 S	32 E		2536' FNL	1650' FEL	32.544427°	-103.733678°	LEA

Unitized Area or Area of Uniform Interest	Spacing Unit Type <input checked="" type="checkbox"/> Horizontal <input type="checkbox"/> Vertical	Ground Floor Elevation: 3536'
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<p>OPERATOR CERTIFICATIONS</p> <p><i>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.</i></p> <p><i>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 pooling order from the division.</i></p>	<p>SURVEYOR CERTIFICATIONS</p> <p><i>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.</i></p> <div style="text-align: center;">  </div> <div style="text-align: right;">  </div>		
Signature	Date	Signature and Seal of Professional Surveyor	
Printed Name	Email Address	23203	DECEMBER 3, 2025
Certificate Number		Date of Survey	

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



WELL NAME: SPICY CHICKEN 23 26 FED COM #702H
 ELEVATION: 3536'

NAD 83 (SHL/KOP) 180' FNL & 2216' FEL
LATITUDE = 32.565431°
LONGITUDE = -103.735536°
NAD 27 (SHL/KOP)
LATITUDE = 32.565310°
LONGITUDE = -103.735038°
STATE PLANE NAD 83 (N.M. EAST)
N: 569951.55' E: 725502.67'
STATE PLANE NAD 27 (N.M. EAST)
N: 569889.86' E: 684322.79'

NAD 83 (FTP/PPP#1) 100' FNL & 1650' FEL
LATITUDE = 32.565650°
LONGITUDE = -103.733700°
NAD 27 (FTP/PPP#1)
LATITUDE = 32.565530°
LONGITUDE = -103.733202°
STATE PLANE NAD 83 (N.M. EAST)
N: 570034.57' E: 726067.98'
STATE PLANE NAD 27 (N.M. EAST)
N: 569972.89' E: 684888.09'

APPROXIMATE WELL BORE DISTANCE FROM FTP TO LTP	
NM033955	5185.19'
NM015906	2536.15'
TOTAL	7721.34'

NAD 83 (PPP#2) 1650' FEL
LATITUDE = 32.551398°
LONGITUDE = -103.733673°
NAD 27 (PPP#2)
LATITUDE = 32.551277°
LONGITUDE = -103.733176°
STATE PLANE NAD 83 (N.M. EAST)
N: 564849.51' E: 726105.41'
STATE PLANE NAD 27 (N.M. EAST)
N: 564787.91' E: 684925.35'

NAD 83 (LTP/BHL) 2536' FNL & 1650' FEL
LATITUDE = 32.544427°
LONGITUDE = -103.733678°
NAD 27 (LTP/BHL)
LATITUDE = 32.544306°
LONGITUDE = -103.733181°
STATE PLANE NAD 83 (N.M. EAST)
N: 562313.39' E: 726118.32'
STATE PLANE NAD 27 (N.M. EAST)
N: 562251.83' E: 684938.17'

- ⊙ FOUND MONUMENT
- ⊠ CALC. CORNER
- SHL/ KOP/ FTP / PPP / LTP / BHL
- - - WELLBORE
- HORIZONTAL SPACING UNIT
- STATE OIL & GAS LEASE
- BLM OIL & GAS LEASE

NOTES

1. ALL COORDINATES, BEARINGS, AND DISTANCES CONTAINED HEREIN ARE GRID, BASED UPON THE NEW MEXICO STATE PLANE COORDINATES SYSTEM, NORTH AMERICAN DATUM 83, NEW MEXICO EAST (3001).
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3. ELEVATIONS MSL, DERIVED FROM G.N.S.S. OBSERVATION AND DERIVED FROM SAID ON-THE-GROUND SURVEY.



C-102 Submit Electronically Via OCD Permitting	State of New Mexico Energy, Minerals & Natural Resources Department OIL CONSERVATION DIVISION		Revised July 9, 2024
	Submittal Type:	<input checked="" type="checkbox"/> Initial Submittal <input type="checkbox"/> Amended Report <input type="checkbox"/> As Drilled	

WELL LOCATION INFORMATION

API Number	Pool Code 96438	Pool Name HAT MESA;WOLFCAMP
Property Code	Property Name SPICY CHICKEN 23 26 FED COM	Well Number #751H
OGRID No. 332947	Operator Name AVANT OPERATING II, LLC	Ground Level Elevation 3536'
Surface Owner: <input type="checkbox"/> State <input type="checkbox"/> Fee <input type="checkbox"/> Tribal <input checked="" type="checkbox"/> Federal		Mineral Owner: <input type="checkbox"/> State <input type="checkbox"/> Fee <input type="checkbox"/> Tribal <input checked="" type="checkbox"/> Federal

Surface Location

UL	Section	Township	Range	Lot	Ft. from N/S	Ft. from E/W	Latitude	Longitude	County
C	23	20 S	32 E		180' FNL	2122' FWL	32.565433°	-103.738582°	LEA

Bottom Hole Location

UL	Section	Township	Range	Lot	Ft. from N/S	Ft. from E/W	Latitude	Longitude	County
E	26	20 S	32 E		2536' FNL	990' FWL	32.544459°	-103.742275°	LEA

Dedicated Acres 960.00	Infill or Defining Well	Defining Well API	Overlapping Spacing Unit (Y/N)	Consolidation Code
Order Numbers.			Well setbacks are under Common Ownership: <input type="checkbox"/> Yes <input type="checkbox"/> No	

Kick Off Point (KOP)

UL	Section	Township	Range	Lot	Ft. from N/S	Ft. from E/W	Latitude	Longitude	County
C	23	20 S	32 E		180' FNL	2122' FWL	32.565433°	-103.738582°	LEA


First Take Point (FTP)

UL	Section	Township	Range	Lot	Ft. from N/S	Ft. from E/W	Latitude	Longitude	County
D	23	20 S	32 E		100' FNL	990' FWL	32.565659°	-103.742255°	LEA

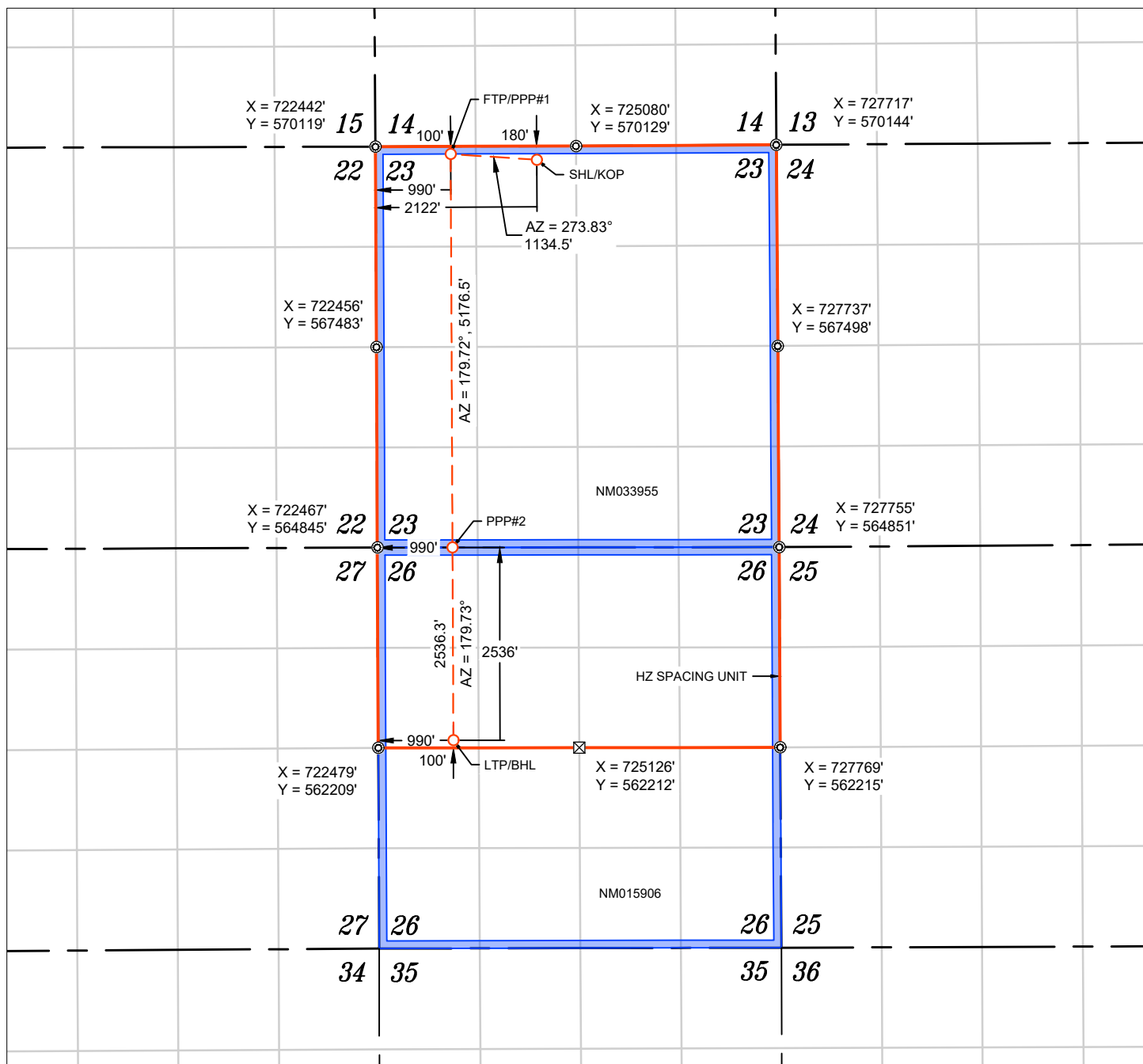
Last Take Point (LTP)

UL	Section	Township	Range	Lot	Ft. from N/S	Ft. from E/W	Latitude	Longitude	County
E	26	20 S	32 E		2536' FNL	990' FWL	32.544459°	-103.742275°	LEA

Unitized Area or Area of Uniform Interest	Spacing Unit Type <input checked="" type="checkbox"/> Horizontal <input type="checkbox"/> Vertical	Ground Floor Elevation: 3536'
---	--	---

<p>OPERATOR CERTIFICATIONS</p> <p><i>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.</i></p> <p><i>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 pooling order from the division.</i></p>	<p>SURVEYOR CERTIFICATIONS</p> <p><i>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.</i></p> <div style="text-align: right;">  </div>
Signature _____ Date _____	Signature and Seal of Professional Surveyor 23203 DECEMBER 3, 2025
Printed Name _____	Certificate Number _____ Date of Survey _____
Email Address _____	

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



WELL NAME: SPICY CHICKEN 23 26 FED COM #751H
 ELEVATION: 3536'

NAD 83 (SHL/KOP) 180' FNL & 2122' FWL
LATITUDE = 32.565433°
LONGITUDE = -103.738582°
NAD 27 (SHL/KOP)
LATITUDE = 32.565313°
LONGITUDE = -103.738084°
STATE PLANE NAD 83 (N.M. EAST)
N: 569947.09' E: 724564.17'
STATE PLANE NAD 27 (N.M. EAST)
N: 569885.39' E: 683384.31'

NAD 83 (FTP/PPP#1) 100' FNL & 990' FWL
LATITUDE = 32.565659°
LONGITUDE = -103.742255°
NAD 27 (FTP/PPP#1)
LATITUDE = 32.565538°
LONGITUDE = -103.741757°
STATE PLANE NAD 83 (N.M. EAST)
N: 570022.92' E: 723432.21'
STATE PLANE NAD 27 (N.M. EAST)
N: 569961.20' E: 682252.38'

APPROXIMATE WELL BORE DISTANCE FROM FTP TO LTP	
NM033955	5176.51'
NM015906	2536.28'
TOTAL	7712.79'

NAD 83 (PPP#2) 990' FWL
LATITUDE = 32.551430°
LONGITUDE = -103.742268°
NAD 27 (PPP#2)
LATITUDE = 32.551310°
LONGITUDE = -103.741770°
STATE PLANE NAD 83 (N.M. EAST)
N: 564846.47' E: 723457.11'
STATE PLANE NAD 27 (N.M. EAST)
N: 564784.84' E: 682277.09'

NAD 83 (LTP/BHL) 2536' FNL & 990' FWL
LATITUDE = 32.544459°
LONGITUDE = -103.742275°
NAD 27 (LTP/BHL)
LATITUDE = 32.544338°
LONGITUDE = -103.741778°
STATE PLANE NAD 83 (N.M. EAST)
N: 562310.22' E: 723469.00'
STATE PLANE NAD 27 (N.M. EAST)
N: 562248.63' E: 682288.90'

- ⊙ FOUND MONUMENT
- ⊠ CALC. CORNER
- SHL/ KOP/ FTP / PPP / LTP / BHL
- - - WELLBORE
- ▭ HORIZONTAL SPACING UNIT
- ▭ STATE OIL & GAS LEASE
- ▭ BLM OIL & GAS LEASE

NOTES

1. ALL COORDINATES, BEARINGS, AND DISTANCES CONTAINED HEREIN ARE GRID, BASED UPON THE NEW MEXICO STATE PLANE COORDINATES SYSTEM, NORTH AMERICAN DATUM 83, NEW MEXICO EAST (3001).
2. THIS DOCUMENT IS BASED UPON AN ON THE GROUND SURVEY PERFORMED DURING OCTOBER, 2025. CERTIFICATION OF THIS DOCUMENT IS ONLY TO THE LOCATION OF THIS INFORMATION IN RELATION TO RECORDED MONUMENT OF DEEDS PROVIDED BY THE CLIENT.
3. ELEVATIONS MSL, DERIVED FROM G.N.S.S. OBSERVATION AND DERIVED FROM SAID ON-THE-GROUND SURVEY.



C-102 Submit Electronically Via OCD Permitting	State of New Mexico Energy, Minerals & Natural Resources Department OIL CONSERVATION DIVISION	Revised July 9, 2024
	Submittal Type: <input checked="" type="checkbox"/> Initial Submittal <input type="checkbox"/> Amended Report <input type="checkbox"/> As Drilled	

WELL LOCATION INFORMATION

API Number	Pool Code 96438	Pool Name HAT MESA;WOLFCAMP
Property Code	Property Name SPICY CHICKEN 23 26 FED COM	Well Number #752H
OGRID No. 332947	Operator Name AVANT OPERATING II, LLC	Ground Level Elevation 3536'
Surface Owner: <input type="checkbox"/> State <input type="checkbox"/> Fee <input type="checkbox"/> Tribal <input checked="" type="checkbox"/> Federal		Mineral Owner: <input type="checkbox"/> State <input type="checkbox"/> Fee <input type="checkbox"/> Tribal <input checked="" type="checkbox"/> Federal

Surface Location

UL	Section	Township	Range	Lot	Ft. from N/S	Ft. from E/W	Latitude	Longitude	County
C	23	20 S	32 E		180' FNL	2202' FWL	32.565433°	-103.738323°	LEA

Bottom Hole Location

UL	Section	Township	Range	Lot	Ft. from N/S	Ft. from E/W	Latitude	Longitude	County
F	26	20 S	32 E		2536' FNL	2310' FWL	32.544443°	-103.737991°	LEA

Dedicated Acres 960.00	Infill or Defining Well	Defining Well API	Overlapping Spacing Unit (Y/N)	Consolidation Code
Order Numbers.			Well setbacks are under Common Ownership: <input type="checkbox"/> Yes <input type="checkbox"/> No	

Kick Off Point (KOP)

UL	Section	Township	Range	Lot	Ft. from N/S	Ft. from E/W	Latitude	Longitude	County
C	23	20 S	32 E		180' FNL	2202' FWL	32.565433°	-103.738323°	LEA

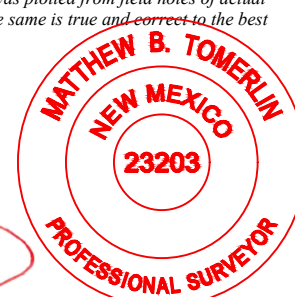
First Take Point (FTP)

UL	Section	Township	Range	Lot	Ft. from N/S	Ft. from E/W	Latitude	Longitude	County
C	23	20 S	32 E		100' FNL	2310' FWL	32.565652°	-103.737971°	LEA

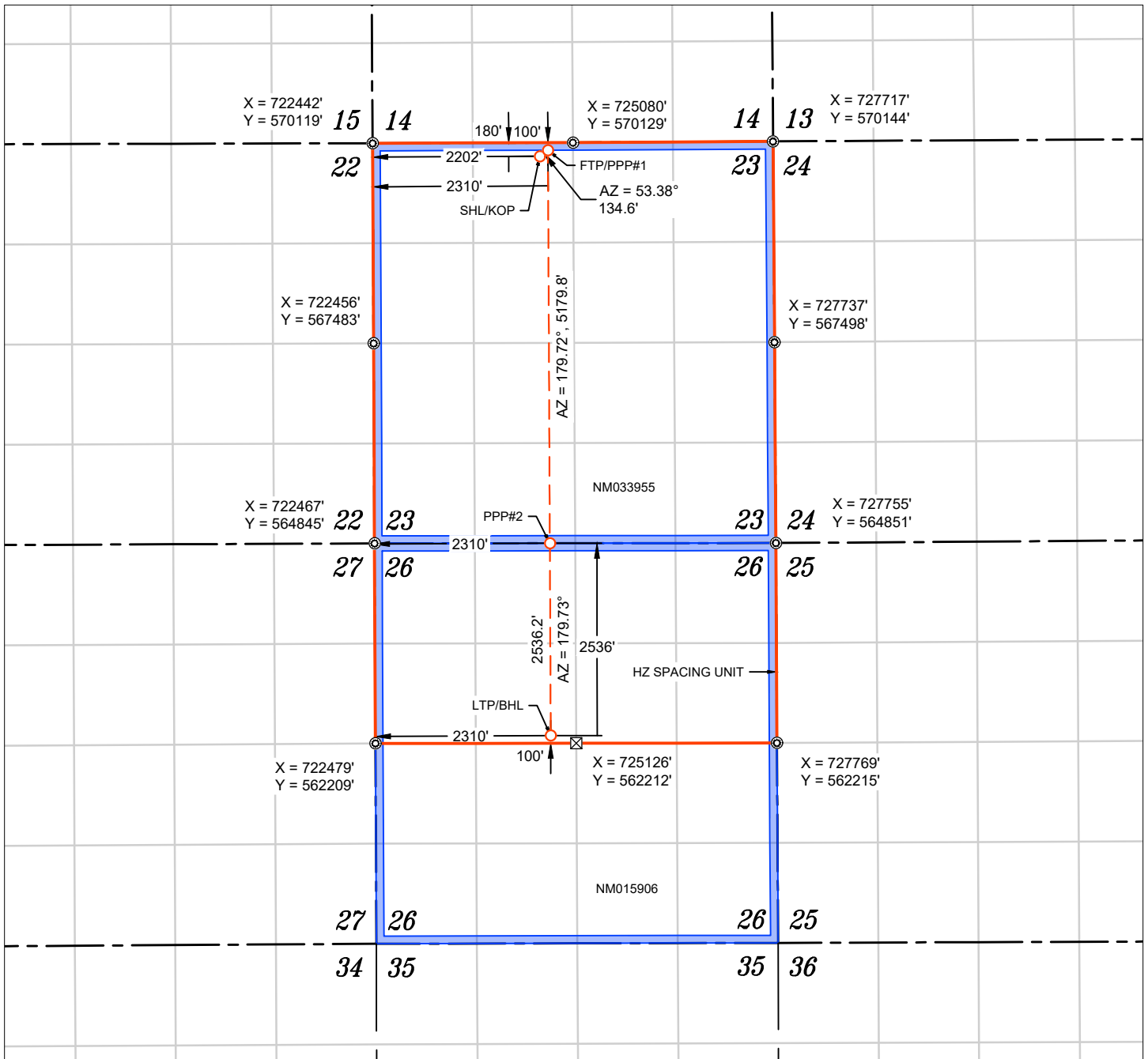
Last Take Point (LTP)

UL	Section	Township	Range	Lot	Ft. from N/S	Ft. from E/W	Latitude	Longitude	County
F	26	20 S	32 E		2536' FNL	2310' FWL	32.544443°	-103.737991°	LEA

Unitized Area or Area of Uniform Interest	Spacing Unit Type <input checked="" type="checkbox"/> Horizontal <input type="checkbox"/> Vertical	Ground Floor Elevation: 3536'
---	--	---

<p>OPERATOR CERTIFICATIONS</p> <p><i>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.</i></p> <p><i>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 pooling order from the division.</i></p>	<p>SURVEYOR CERTIFICATIONS</p> <p><i>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.</i></p> <div style="text-align: right;">  </div>
Signature _____ Date _____	Signature and Seal of Professional Surveyor 23203 DECEMBER 3, 2025
Printed Name _____	Certificate Number _____ Date of Survey _____
Email Address _____	

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



WELL NAME: SPICY CHICKEN 23 26 FED COM #752H
 ELEVATION: 3536'

NOTES

1. ALL COORDINATES, BEARINGS, AND DISTANCES CONTAINED HEREIN ARE GRID, BASED UPON THE NEW MEXICO STATE PLANE COORDINATES SYSTEM, NORTH AMERICAN DATUM 83, NEW MEXICO EAST (3001).
2. THIS DOCUMENT IS BASED UPON AN ON THE GROUND SURVEY PERFORMED DURING OCTOBER, 2025. CERTIFICATION OF THIS DOCUMENT IS ONLY TO THE LOCATION OF THIS INFORMATION IN RELATION TO RECORDED MONUMENT OF DEEDS PROVIDED BY THE CLIENT.
3. ELEVATIONS MSL, DERIVED FROM G.N.S.S. OBSERVATION AND DERIVED FROM SAID ON-THE-GROUND SURVEY.

NAD 83 (SHL/KOP) 180' FNL & 2202' FWL
LATITUDE = 32.565433°
LONGITUDE = -103.738323°
NAD 27 (SHL/KOP)
LATITUDE = 32.565312°
LONGITUDE = -103.737825°
STATE PLANE NAD 83 (N.M. EAST)
N: 569947.47' E: 724644.17'
STATE PLANE NAD 27 (N.M. EAST)
N: 569885.77' E: 683464.31'

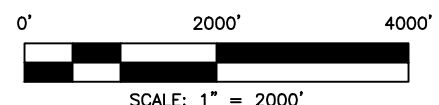
NAD 83 (FTP/PPP#1) 100' FNL & 2310' FWL
LATITUDE = 32.565652°
LONGITUDE = -103.737971°
NAD 27 (FTP/PPP#1)
LATITUDE = 32.565531°
LONGITUDE = -103.737473°
STATE PLANE NAD 83 (N.M. EAST)
N: 570027.77' E: 724752.20'
STATE PLANE NAD 27 (N.M. EAST)
N: 569966.06' E: 683572.34'

APPROXIMATE WELL BORE DISTANCE FROM FTP TO LTP	
NM033955	5179.84'
NMO15906	2536.21'
TOTAL	7716.05'

NAD 83 (PPP#2) 2310' FWL
LATITUDE = 32.551414°
LONGITUDE = -103.737984°
NAD 27 (PPP#2)
LATITUDE = 32.551294°
LONGITUDE = -103.737487°
STATE PLANE NAD 83 (N.M. EAST)
N: 564847.99' E: 724777.11'
STATE PLANE NAD 27 (N.M. EAST)
N: 564786.37' E: 683597.07'

NAD 83 (LTP/BHL) 2536' FNL & 2310' FWL
LATITUDE = 32.544443°
LONGITUDE = -103.737991°
NAD 27 (LTP/BHL)
LATITUDE = 32.544322°
LONGITUDE = -103.737494°
STATE PLANE NAD 83 (N.M. EAST)
N: 562311.80' E: 724789.01'
STATE PLANE NAD 27 (N.M. EAST)
N: 562250.23' E: 683608.88'

FOUND MONUMENT
 CALC. CORNER
 SHL/ KOP/ FTP / PPP / LTP / BHL
 WELLBORE
 HORIZONTAL SPACING UNIT
 STATE OIL & GAS LEASE
 BLM OIL & GAS LEASE



C-102 Submit Electronically Via OCD Permitting	State of New Mexico Energy, Minerals & Natural Resources Department OIL CONSERVATION DIVISION	Revised July 9, 2024
	Submittal Type: <input checked="checked" type="checkbox"/> Initial Submittal <input type="checkbox"/> Amended Report <input type="checkbox"/> As Drilled	

WELL LOCATION INFORMATION

API Number	Pool Code 96438	Pool Name HAT MESA;WOLFCAMP
Property Code	Property Name SPICY CHICKEN 23 26 FED COM	Well Number #753H
OGRID No. 332947	Operator Name AVANT OPERATING II, LLC	Ground Level Elevation 3536'
Surface Owner: <input type="checkbox"/> State <input type="checkbox"/> Fee <input type="checkbox"/> Tribal <input checked="checked" type="checkbox"/> Federal		Mineral Owner: <input type="checkbox"/> State <input type="checkbox"/> Fee <input type="checkbox"/> Tribal <input checked="checked" type="checkbox"/> Federal

Surface Location

UL	Section	Township	Range	Lot	Ft. from N/S	Ft. from E/W	Latitude	Longitude	County
B	23	20 S	32 E		180' FNL	2236' FEL	32.565431°	-103.735601°	LEA

Bottom Hole Location

UL	Section	Township	Range	Lot	Ft. from N/S	Ft. from E/W	Latitude	Longitude	County
G	26	20 S	32 E		2536' FNL	1650' FEL	32.544427°	-103.733678°	LEA

Dedicated Acres 960.00	Infill or Defining Well	Defining Well API	Overlapping Spacing Unit (Y/N)	Consolidation Code
Order Numbers.			Well setbacks are under Common Ownership: <input type="checkbox"/> Yes <input type="checkbox"/> No	

Kick Off Point (KOP)

UL	Section	Township	Range	Lot	Ft. from N/S	Ft. from E/W	Latitude	Longitude	County
B	23	20 S	32 E		180' FNL	2236' FEL	32.565431°	-103.735601°	LEA



First Take Point (FTP)

UL	Section	Township	Range	Lot	Ft. from N/S	Ft. from E/W	Latitude	Longitude	County
B	23	20 S	32 E		100' FNL	1650' FEL	32.565650°	-103.733700°	LEA

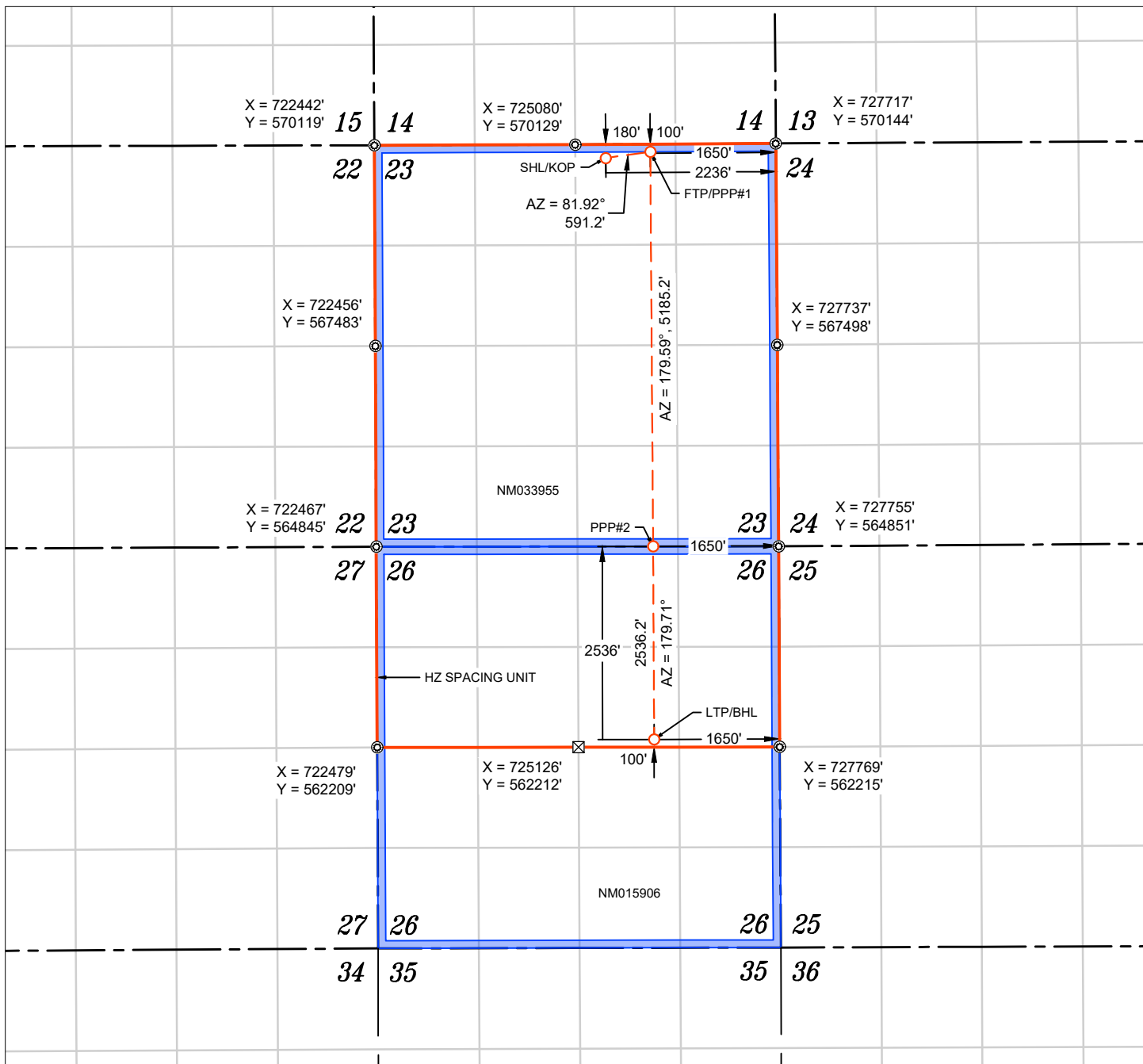
Last Take Point (LTP)

UL	Section	Township	Range	Lot	Ft. from N/S	Ft. from E/W	Latitude	Longitude	County
G	26	20 S	32 E		2536' FNL	1650' FEL	32.544427°	-103.733678°	LEA

Unitized Area or Area of Uniform Interest	Spacing Unit Type <input checked="checked" type="checkbox"/> Horizontal <input type="checkbox"/> Vertical	Ground Floor Elevation: 3536'
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<p>OPERATOR CERTIFICATIONS</p> <p><i>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.</i></p> <p><i>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 pooling order from the division.</i></p>	<p>SURVEYOR CERTIFICATIONS</p> <p><i>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.</i></p> <div style="text-align: right;">   </div>	
Signature _____ Date _____	Signature and Seal of Professional Surveyor	
Printed Name _____	23203	DECEMBER 3, 2025
Email Address _____	Certificate Number _____	Date of Survey _____

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



WELL NAME: SPICY CHICKEN 23 26 FED COM #753H
 ELEVATION: 3536'

NAD 83 (SHL/KOP) 180' FNL & 2236' FEL
LATITUDE = 32.565431°
LONGITUDE = -103.735601°
NAD 27 (SHL/KOP)
LATITUDE = 32.565310°
LONGITUDE = -103.735103°
STATE PLANE NAD 83 (N.M. EAST)
N: 569951.45' E: 725482.67'
STATE PLANE NAD 27 (N.M. EAST)
N: 569889.76' E: 684302.79'

NAD 83 (FTP/PPP#1) 100' FNL & 1650' FEL
LATITUDE = 32.565650°
LONGITUDE = -103.733700°
NAD 27 (FTP/PPP#1)
LATITUDE = 32.565530°
LONGITUDE = -103.733202°
STATE PLANE NAD 83 (N.M. EAST)
N: 570034.57' E: 726067.98'
STATE PLANE NAD 27 (N.M. EAST)
N: 569972.89' E: 684888.09'

APPROXIMATE WELL BORE DISTANCE FROM FTP TO LTP	
NM033955	5185.19'
NM015906	2536.15'
TOTAL	7721.34'

NAD 83 (PPP#2) 1650' FEL
LATITUDE = 32.551398°
LONGITUDE = -103.733673°
NAD 27 (PPP#2)
LATITUDE = 32.551277°
LONGITUDE = -103.733176°
STATE PLANE NAD 83 (N.M. EAST)
N: 564849.51' E: 726105.41'
STATE PLANE NAD 27 (N.M. EAST)
N: 564787.91' E: 684925.35'

NAD 83 (LTP/BHL) 2536' FNL & 1650' FEL
LATITUDE = 32.544427°
LONGITUDE = -103.733678°
NAD 27 (LTP/BHL)
LATITUDE = 32.544306°
LONGITUDE = -103.733181°
STATE PLANE NAD 83 (N.M. EAST)
N: 562313.39' E: 726118.32'
STATE PLANE NAD 27 (N.M. EAST)
N: 562251.83' E: 684938.17'

- ⊙ FOUND MONUMENT
- ⊠ CALC. CORNER
- SHL/ KOP/ FTP / PPP / LTP / BHL
- - - WELLBORE
- HORIZONTAL SPACING UNIT
- STATE OIL & GAS LEASE
- BLM OIL & GAS LEASE

NOTES

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C-102 Submit Electronically Via OCD Permitting	State of New Mexico Energy, Minerals & Natural Resources Department OIL CONSERVATION DIVISION	Revised July 9, 2024
		Submittal Type:
		<input checked="" type="checkbox"/> Initial Submittal <input type="checkbox"/> Amended Report <input type="checkbox"/> As Drilled

WELL LOCATION INFORMATION

API Number	Pool Code 96438	Pool Name HAT MESA;WOLFCAMP
Property Code	Property Name SPICY CHICKEN 23 26 FED COM	Well Number #754H
OGRID No. 332947	Operator Name AVANT OPERATING II, LLC	Ground Level Elevation 3536'
Surface Owner: <input type="checkbox"/> State <input type="checkbox"/> Fee <input type="checkbox"/> Tribal <input checked="" type="checkbox"/> Federal		Mineral Owner: <input type="checkbox"/> State <input type="checkbox"/> Fee <input type="checkbox"/> Tribal <input checked="" type="checkbox"/> Federal

Surface Location

UL	Section	Township	Range	Lot	Ft. from N/S	Ft. from E/W	Latitude	Longitude	County
B	23	20 S	32 E		180' FNL	2156' FEL	32.565431°	-103.735341°	LEA

Bottom Hole Location

UL	Section	Township	Range	Lot	Ft. from N/S	Ft. from E/W	Latitude	Longitude	County
H	26	20 S	32 E		2536' FNL	330' FEL	32.544411°	-103.729394°	LEA

Dedicated Acres 960.00	Infill or Defining Well	Defining Well API	Overlapping Spacing Unit (Y/N)	Consolidation Code
Order Numbers.			Well setbacks are under Common Ownership: <input type="checkbox"/> Yes <input type="checkbox"/> No	

Kick Off Point (KOP)

UL	Section	Township	Range	Lot	Ft. from N/S	Ft. from E/W	Latitude	Longitude	County
B	23	20 S	32 E		180' FNL	2156' FEL	32.565431°	-103.735341°	LEA

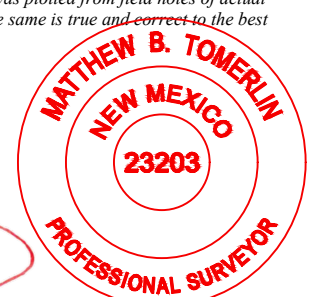
First Take Point (FTP)

UL	Section	Township	Range	Lot	Ft. from N/S	Ft. from E/W	Latitude	Longitude	County
A	23	20 S	32 E		100' FNL	330' FEL	32.565650°	-103.729415°	LEA

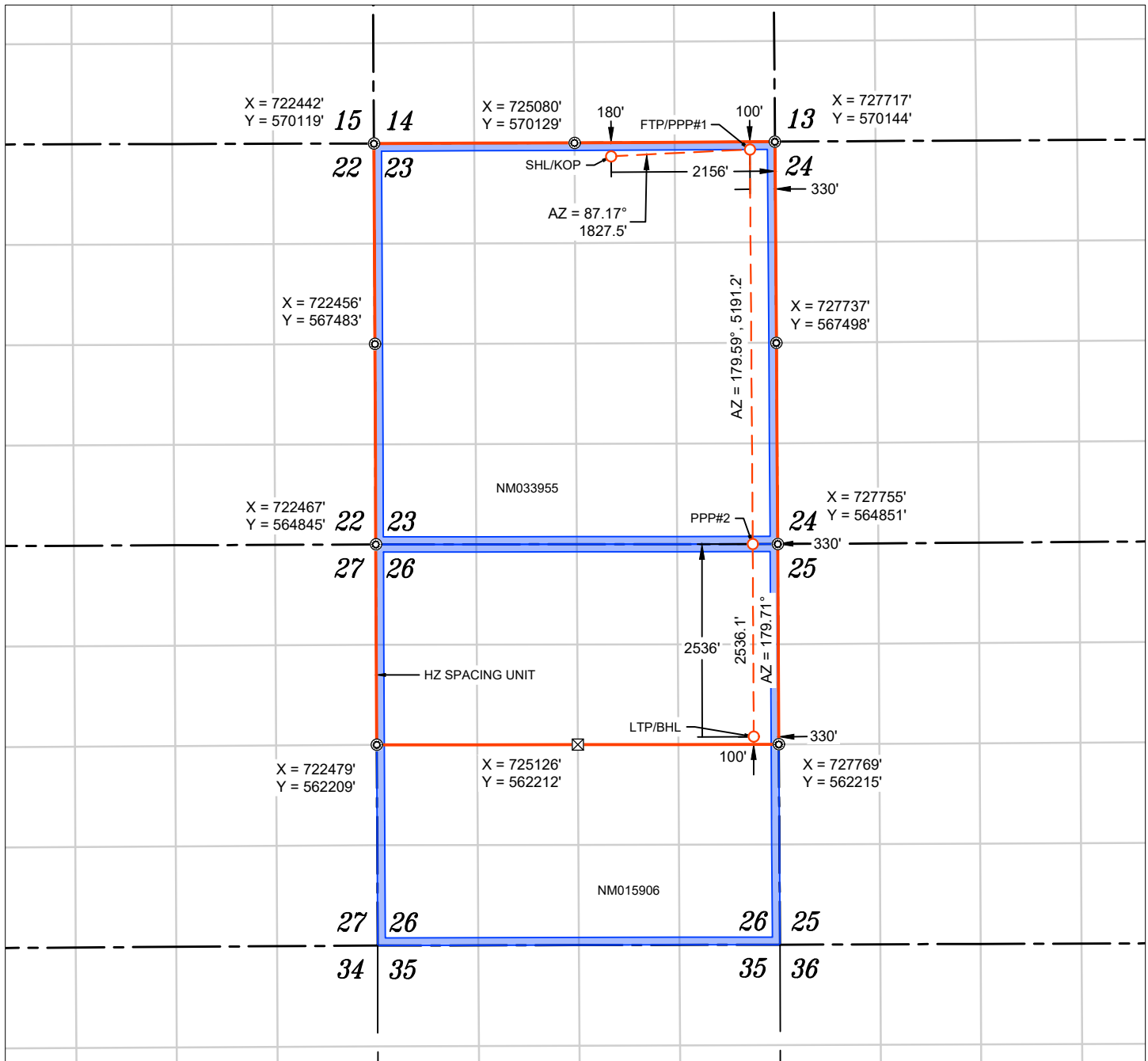
Last Take Point (LTP)

UL	Section	Township	Range	Lot	Ft. from N/S	Ft. from E/W	Latitude	Longitude	County
H	26	20 S	32 E		2536' FNL	330' FEL	32.544411°	-103.729394°	LEA

Unitized Area or Area of Uniform Interest	Spacing Unit Type <input checked="" type="checkbox"/> Horizontal <input type="checkbox"/> Vertical	Ground Floor Elevation: 3536'
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Signature	Date	Signature and Seal of Professional Surveyor
Printed Name	Email Address	Certificate Number 23203
		Date of Survey DECEMBER 3, 2025

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



WELL NAME: SPICY CHICKEN 23 26 FED COM #754H
 ELEVATION: 3536'

NAD 83 (SHL/KOP) 180' FNL & 2156' FEL
LATITUDE = 32.565431°
LONGITUDE = -103.735341°
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LATITUDE = 32.565310°
LONGITUDE = -103.734844°
STATE PLANE NAD 83 (N.M. EAST)
N: 569951.83' E: 725562.67'
STATE PLANE NAD 27 (N.M. EAST)
N: 569890.14' E: 684382.79'

NAD 83 (FTP/PPP#1) 100' FNL & 330' FEL
LATITUDE = 32.565650°
LONGITUDE = -103.729415°
NAD 27 (FTP/PPP#1)
LATITUDE = 32.565530°
LONGITUDE = -103.728918°
STATE PLANE NAD 83 (N.M. EAST)
N: 570042.06' E: 727387.96'
STATE PLANE NAD 27 (N.M. EAST)
N: 569980.39' E: 686208.05'

APPROXIMATE WELL BORE DISTANCE FROM FTP TO LTP	
NM033955	5191.17'
NM015906	2536.09'
TOTAL	7727.26'

NAD 83 (PPP#2) 330' FEL
LATITUDE = 32.551382°
LONGITUDE = -103.729389°
NAD 27 (PPP#2)
LATITUDE = 32.551261°
LONGITUDE = -103.728892°
STATE PLANE NAD 83 (N.M. EAST)
N: 564851.03' E: 727425.41'
STATE PLANE NAD 27 (N.M. EAST)
N: 564789.45' E: 686245.33'

NAD 83 (LTP/BHL) 2536' FNL & 330' FEL
LATITUDE = 32.544411°
LONGITUDE = -103.729394°
NAD 27 (LTP/BHL)
LATITUDE = 32.544290°
LONGITUDE = -103.728897°
STATE PLANE NAD 83 (N.M. EAST)
N: 562314.97' E: 727438.33'
STATE PLANE NAD 27 (N.M. EAST)
N: 562253.43' E: 686258.15'

- ⊙ FOUND MONUMENT
- ⊠ CALC. CORNER
- SHL/ KOP/ FTP / PPP / LTP / BHL
- - - WELLBORE
- HORIZONTAL SPACING UNIT
- STATE OIL & GAS LEASE
- BLM OIL & GAS LEASE

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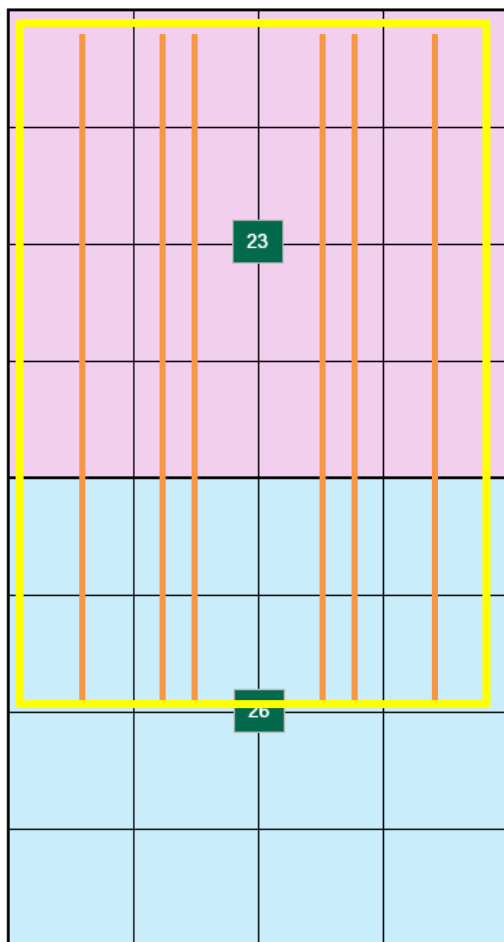


Lease Tract Map w/locations

Spicy Chicken 23 26 Fed Com #701H - #702H, #751H - #754H



AO II plans to fully develop all tracts and prospective zones



WOLFCAMP/CISCO

Well Name	Pool Code
Spicy Chicken 23 26 Fed Com #701H	96438 / Hat Mesa; Wolfcamp
Spicy Chicken 23 26 Fed Com #702H	96438 / Hat Mesa; Wolfcamp
Spicy Chicken 23 26 Fed Com #751H	96438 / Hat Mesa; Wolfcamp
Spicy Chicken 23 26 Fed Com #752H	96438 / Hat Mesa; Wolfcamp
Spicy Chicken 23 26 Fed Com #753H	96438 / Hat Mesa; Wolfcamp
Spicy Chicken 23 26 Fed Com #754H	96438 / Hat Mesa; Wolfcamp
Spicy Chicken 23 26 Fed Com #801H *	WC-025 G-08 S203222N; Cisco-Canyon
Spicy Chicken 23 26 Fed Com #802H *	WC-025 G-08 S203222N; Cisco-Canyon
Spicy Chicken 23 26 Fed Com #803H *	WC-025 G-08 S203222N; Cisco-Canyon
Spicy Chicken 23 26 Fed Com #804H *	WC-025 G-08 S203222N; Cisco-Canyon

Unit Breakout by Owner	NMA	Unit WI
AVANT OPERATING II, LLC	513.77	53.52%
Earthstone Permian LLC	316.75	32.99%

Tract 1		FED	NMNM 033955	640.00
Tract 2		FED	NMNM 015906	320.00
UNIT TOTAL:				960.00

* Spicy Chicken 23 26 Fed Com 800's pending dismissal from Case No. 25832 to correct the Pool Code; however, they are included in these exhibits for purposes of illustrating the full development plan.



Summary of Working Interest Owners

Spicy Chicken 23 26 Fed Com #701H - #702H, #751H - #754H



All of Section 23 and N2 of Section 26, Township 20 South, Range 32 East, N.M.P.M., Lea County, New Mexico

Summary of Working Interest Owners:

Unit Breakout by Owner	Owner Type	NMA	Unit WI	Tract No.	Tract WI	Status
AVANT OPERATING II, LLC	WI	513.7672	53.52%	1	80.28%	OPERATOR
Diaga Mineral Group	WI	3.0987	0.32%	1	0.48%	JOA - Committed
Andrew H. Jackson	WI	3.0987	0.32%	1	0.48%	Uncommitted - Compulsary Pool
Chief Capital (O&G) II LLC	WI	58.4873	6.09%	1	9.14%	JOA - Committed
WR Non-Op LLC	WI	18.9793	1.98%	1	2.97%	Uncommitted - Compulsary Pool
Trainer Partners Ltd	WI	11.1510	1.16%	1	1.74%	Uncommitted - Compulsary Pool
Earthstone Permian LLC	WI	11.1510	1.16%	1	1.74%	Uncommitted - Compulsary Pool
TD Minerals, LLC	WI	20.2667	2.11%	1	3.17%	JOA - Committed
Earthstone Permian LLC	WI	305.6000	31.83%	2	95.50%	Uncommitted - Compulsary Pool
Petrolux, Inc.	WI	8.0000	0.83%	2	2.50%	Under Contract - Committed
MRC Permian Company	WI	6.4000	0.67%	2	2.00%	Uncommitted - Compulsary Pool
		960.00	100.00%			

62.88%	AO II Working Interest Control
---------------	---------------------------------------

Highlighted = Parties to be Pooled



ORRI Ownership

Spicy Chicken 23 26 Fed Com #201H - #205H, #301H - #305H, #601H - #603H, #701H - #702H, #751H - #754H
 Spicy Chicken 23 Fed Com #501H - #505H

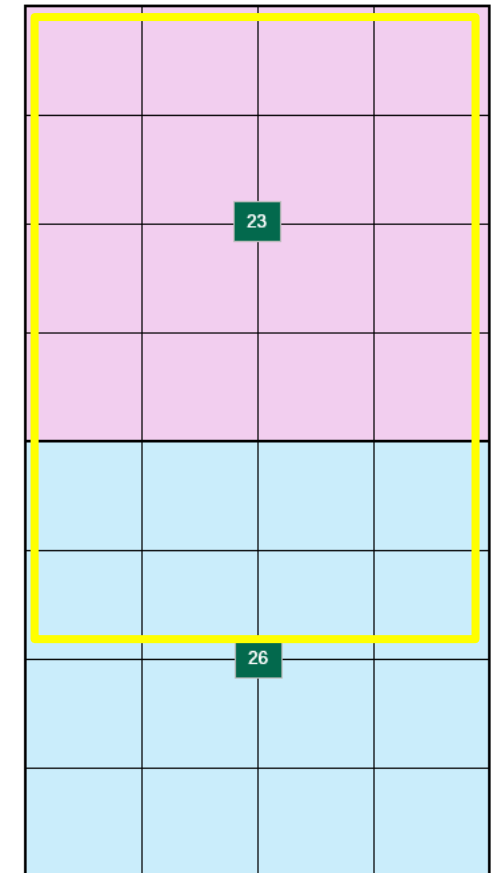


All of Section 23 and N2 of Section 26, Township 20 South, Range 32 East, N.M.P.M., Lea County, New Mexico

Summary of ORRI Owners to be Pooled:

ORRI Owners to Pool	Tract No
Marie I. Baetz, Trustee of the Marie I. Baetz Family 2012 Trust	1
Barbara Shelby Baetz Shipper a/k/a Barbara B. Shipper	1
CSC3 Holdings, Ltd.	1
Trainer Partners LTD.	1
Earthstone Permian LLC	1
SITL Energy, LLC	1
Ventura Oil & Gas, LLC	1
PBC Resources, LLC	1
TD Minerals, LLC	1
Blue Star Royalty, LLC	1
AO II Permian, LLC	1
Earthstone Permian LLC	1
Brigham Royalties Fund I Holdco, LLC	1
John R. Lewis	1
WRH I, LP	1
Kimbell Royalty Holdings, LLC	1
David Charles Lougee, Kipp Lougee Frederiksen and Fred Frederiksen, Trustees of the Lougee Oil & Gas Trust	1

ORRI Owners to Pool	Tract No
Patricia Owens Preston, Trustee of the Charles Dean Preston Revocable Trust Dated August 4, 2011	2
DNR Oil & Gas, INC	2
Sydney Investments LP	2
Hidden Hills Minerals, LLC	2
Topsey, LLC	2
Hatch Royalty, LLC	2
James C. Whitten, Trustee of the Whitten Management Trust	2
Brigham Royalties Fund I Holdco, LLC	2
Milestone Oil, LLC	2
Mustang Mud, Inc	22
Lario Oil & Gas Company	2
Harken Exploration Company	2
Mark B. Murphy, Trustee of the Mark B, Murphy Irrevocable Trust, UTA dated December 12, 2012	2
Susan S. Murphy, Trustee of the Susan S. Murphy Marital Trust, UTA dated November 12, 2012	2
Robin L. Morgan, a widow	2
Hutchings Oil Company	2



Tract 1		FED	NMNM 033955	640.00
Tract 2		FED	NMNM 015906	320.00
UNIT TOTAL:				960.00



AO II
 Case No. 25832

AVANT OPERATING II, | 21
 LLC

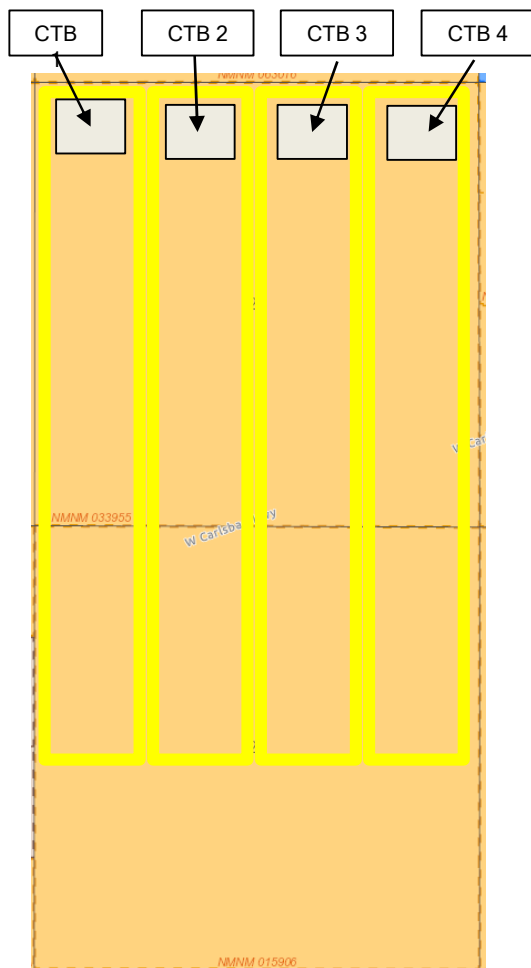
Surface Owner

Spicy Chicken 23 26 Fed Com #201H - #205H, #301H - #305H, #601H - #603H, #701H - #702H, #751H - #754H

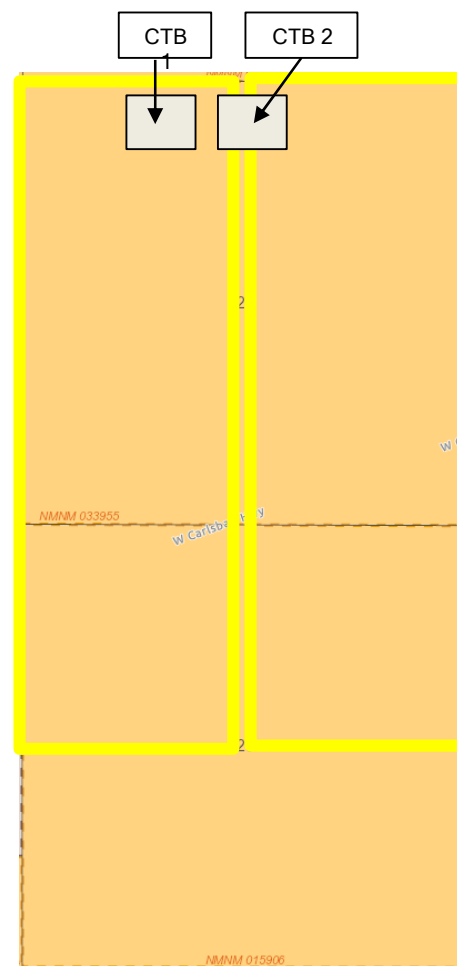


NSSU reduces surface facilities and surface impacts

Standard Unit Development

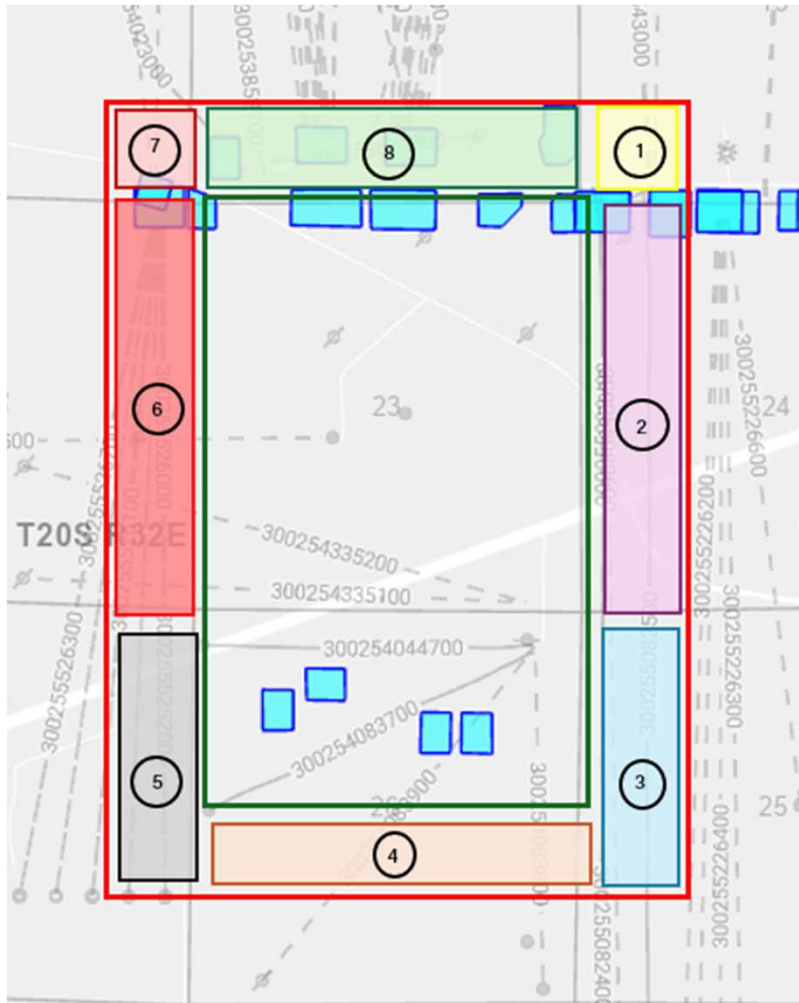


Non-Standard Unit Development





NSU Notice Information



Tract	Description	Notice Party Name	Address
8	14-20S-32E, Fed Lease RT Owner NMNM 063016	EOG Resources Inc	5509 Champions Drive Midland, TX 79706
8	14-20S-32E, Fed Lease RT Owner NMNM 063016	Tap Rock Resources II LLC	523 Park Point Drive, Suite #200 Golden, CO 80401
1	13-20S-32E, SLO Lease RT Owner	COG Operating LLC	925 N. Eldridge Parkway Houston, TX 77079-2703
2	24-20S-32E, Fed Lease RT Owner NMNM 016640B	Gross Family LTD	PO Box 358 Roswell, NM 3788
2	24-20S-32E, Fed Lease RT Owner NMNM 016640B	Trainer Partners LTD	2925 Richmond Ave, Ste 1200 Houston, TX 77098
2	24-20S-32E, Fed Lease RT Owner NMNM 016640B	Earthstone Permian LLC c/o Permian Resources	300 N Marienfeld Street, #100 Midland, TX 79707
2	24-20S-32E, Fed Lease RT Owner NMNM 016640A	EOG Resources Inc	5509 Champions Drive Midland, TX 79706
3	25-20S-32E, Fed Lease RT Owner NMNM 015907	COG Operating LLC	925 N. Eldridge Parkway Houston, TX 77079-2703
5	27-20S-32E, Fed Lease RT Owner and Unit Operator	XTO Delaware Basin LLC	22777 Springwoods Village Pkwy Spring, TX 77389-1425
5	27-20S-32E, FEE Leases WI Owners	Chief Capital O&G II LLC	8111 Westchester Drive, Suite #900 Dallas, TX 75225
5	27-20S-32E, FEE Leases WI Owners	MRC	5400 LBJ Freeway, Suite 1500 Dallas, TX 75240
5	27-20S-32E, FEE Leases WI Owners	Paloma Permian Assets LLC	1100 Louisiana, Suite 5100 Houston, TX 77002
5	27-20S-32E, FEE Leases WI Owners	WR Non-Op LLC	200 North Loraine, Suite 1260 Midland, Texas 79701
5	27-20S-32E, FEE Leases WI Owners	Southpaw Land and Timber LLC	4300 Macarthur Ave, Ste. 235 Dallas, Texas 75209
5	27-20S-32E, Fed Lease RT Owner NMNM 015024	Chevron USA Inc	1400 Smith Street Houston, TX 77002

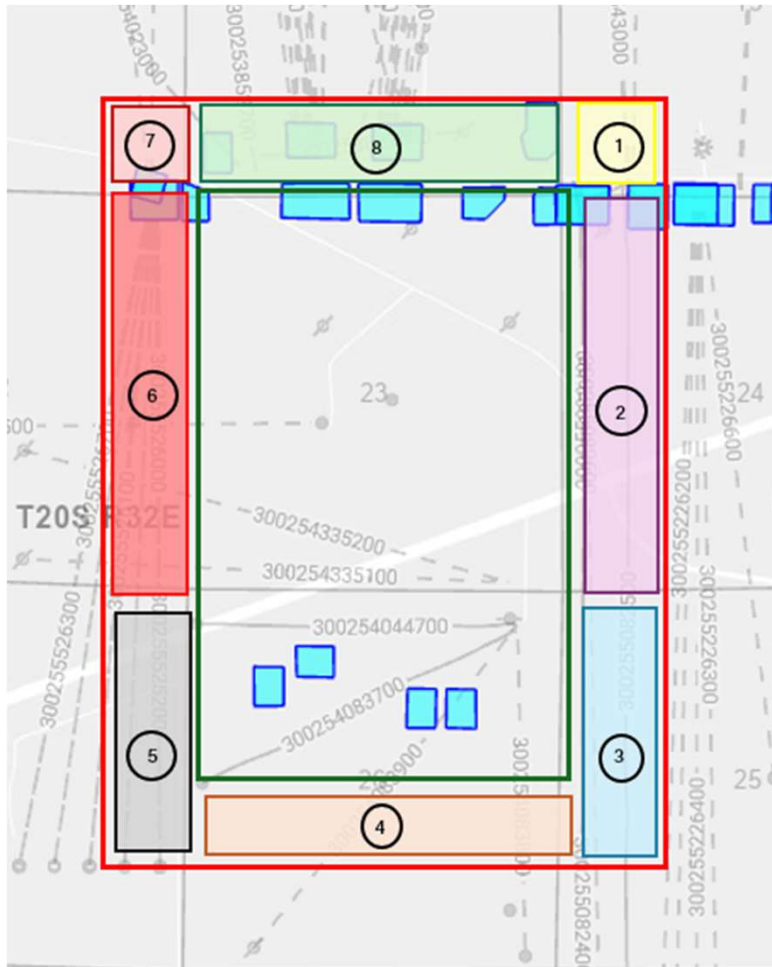


AO II
Case No. 25832

Exhibit A 23 (cont)



NSU Notice Information Cont.



Tract	Description	Notice Party Name	Address
6	22-20S-32E, Fed Lease RT Owner NMNM 033955	AOII	1515 Wynkoop Street, Suite #700 Denver, CO 80202
7	15-20S-32E, fed Lease RT Owners NMNM 112275	Marathon Oil (ConocoPhillips)	925 N. Eldridge Parkway Houston, TX 77079-2703
8	14-20S-32E, Operator (APDs)	Civitas Resources	9950 Woodloch Forest Drive, Suite #1400 The Woodlands, TX 77380
7	15-20S-32E, Operator (APDs)	ConocoPhillips	925 N. Eldridge Parkway Houston, TX 77079-2703
6	22-20S-32E, Operator (APDs)	AOII	1515 Wynkoop Street, Suite #700 Denver, CO 80202
5	27-20S-32E, Operator (APDs)	AOII	1515 Wynkoop Street, Suite #700 Denver, CO 80202
4	26-20S-32E, Operator	Coterra Energy	6001 Deauville Blvd. Midland, TX 79706
3	25-20S-32E, Operator	Permian Resources	300 N Marienfeld Street, #100 Midland, TX 79707
1	13-20S-32E, Operator	EOG Resources Inc	5509 Champions Drive Midland, TX 79706
1	24-20S-32E, Operator	EOG Resources Inc	5509 Champions Drive Midland, TX 79706



NSU Notice Parties for Tracts Where AO II Is Operator

Tract 5:

5	XTO Delaware Basin LLC	22777 Springwoods Village Pkwy Spring, TX 77389-1425
5	Chief Capital O&G II LLC	8111 Westchester Drive, Suite #900 Dallas, TX 75225
5	MRC	5400 LBJ Freeway, Suite 1500 Dallas, TX 75240
5	Paloma Permian Assets LLC	1100 Louisiana, Suite 5100 Houston, TX 77002
5	WR Non-Op LLC	200 North Loraine, Suite 1260 Midland, Texas 79701
5	Southpaw Land and Timber LLC	4300 Macarthur Ave, Ste. 235 Dallas, Texas 75209
5	Chevron USA Inc	1400 Smith Street Houston, TX 77002

Tract 6:

6	Chief Capital O&G II LLC	8111 Westchester Drive, Suite #900 Dallas, TX 75225
6	Earthstone Permian, LLC	300 M. Marienfeld Street #100 Midland, TX 79707
6	Trainer Partners LTD	2925 Richmond Ave, Ste 1200 Houston, TX 77098
6	WR Non-Op LLC	200 North Loraine, Suite 1260 Midland, Texas 79701
6	SITL Energy, LLC	308 North Colorado Avenue, Suite 200

		Midland, TX 79701
6	Chevron USA Inc	1400 Smith Street Houston, TX 77002
6	Paloma Permian Assets LLC	1100 Louisiana, Suite 5100 Houston, TX 77002
6	WR Non-Op LLC	200 North Loraine, Suite 1260 Midland, Texas 79701
6	BEXP II Omega Misc./BEXP II Alpha LLC	5914 W. Courtyard Drive, Suite 200 Austin, TX 78730/Waiver Pending
6	Diaga Mineral Group	901 West Missouri Avenue Midland, TX 79707
6	Andrew H. Jackson	1905 North Midkiff Road Midland, TX 79705



October 1, 2025

Blue Star Royalty, LLC

607 Bailey Avenue
Fort Worth, Texas 76107

RE: Spicy Chicken 23 26 Fed Com #201H - #205H, #301H - #302H
#401H - #402H, #601H - #603H, #701H - #702H
#751H - #754H and #801H - #804H
All of Section 23 and N2 of Section 26, Township 20 South, Range 32 East
Lea County, New Mexico

Ladies and Gentlemen:

AO II Permian, LLC, through its operating affiliate, Avant Operating II, LLC ("Avant") hereby proposes to drill and complete the Spicy Chicken 23 26 Fed Com #201H - #205H, #301H - #302H, #401H - #402H, #601H - #603H, #701H - #702H, #751H - #754H and #801H - #804H wells in All of Section 23 and N2 of Section 26, Township 20 South, Range 32 East, Lea County, New Mexico, to test portions of the Bone Spring and Wolfcamp Formations. Please note, Avant is finalizing reports and preliminary title shows you may have an interest in the referenced lands.

In connection with the above, please note the following:

- The estimated cost of drilling, testing, completing, and equipping of each well and CTB is itemized on the enclosed Authority for Expenditure ("AFE") dated July 23rd, 2025.
- **Spicy Chicken 23 26 Fed Com #201H:** to be drilled from a legal location with a proposed surface hole location of Section 23 of T20S-R32E at 350' FNL and 1,750' FWL and a proposed last take point and bottom hole location of Section 26 of T20S-R32E at 2,540' FNL and 990' FWL. The Well will have a targeted interval within the Bone Spring formation at a depth of approximately 8,250' TVD and will be drilled horizontally to a Measured Depth of approximately 16,173'.
- **Spicy Chicken 23 26 Fed Com #202H:** to be drilled from a legal location with a proposed surface hole location of Section 23 of T20S-R32E at 350' FNL and 1,770' FWL and a proposed last take point and bottom hole location of Section 26 of T20S-R32E at 2,540' FNL and 1,980' FWL. The Well will have a targeted interval within the Bone Spring formation at a depth of approximately 8,250' TVD and will be drilled horizontally to a Measured Depth of approximately 16,173'.
- **Spicy Chicken 23 26 Fed Com #203H:** to be drilled from a legal location with a proposed surface hole location of Section 23 of T20S-R32E at 350' FNL and 1,580' FEL and a proposed last take point and bottom hole location of Section 26 of T20S-R32E at 2,540' FNL and 2,310' FEL. The Well will have a targeted interval within the Bone Spring formation at a depth of approximately 8,250' TVD and will be drilled horizontally to a Measured Depth of approximately 16,173'.

Avant Operating II, LLC | 1515 Wynkoop Street, Suite #700 | Land Department | Denver, CO 80202



- **Spicy Chicken 23 26 Fed Com #204H:** to be drilled from a legal location with a proposed surface hole location of Section 23 of T20S-R32E at 350' FNL and 1,520' FEL and a proposed last take point and bottom hole location of Section 26 of T20S-R32E at 2,540' FNL and 1,320' FEL. The Well will have a targeted interval within the Bone Spring formation at a depth of approximately 8,250' TVD and will be drilled horizontally to a Measured Depth of approximately 16,173'.
- **Spicy Chicken 23 26 Fed Com #205H:** to be drilled from a legal location with a proposed surface hole location of Section 23 of T20S-R32E at 350' FNL and 1,480' FEL and a proposed last take point and bottom hole location of Section 26 of T20S-R32E at 2,540' FNL and 330' FEL. The Well will have a targeted interval within the Bone Spring formation at a depth of approximately 8,250' TVD and will be drilled horizontally to a Measured Depth of approximately 16,417'.
- **Spicy Chicken 23 26 Fed Com #301H:** to be drilled from a legal location with a proposed surface hole location of Section 23 of T20S-R32E at 350' FNL and 1,730' FWL and a proposed last take point and bottom hole location of Section 26 of T20S-R32E at 2,540' FNL and 990' FWL. The Well will have a targeted interval within the Bone Spring formation at a depth of approximately 8,900' TVD and will be drilled horizontally to a Measured Depth of approximately 16,823'.
- **Spicy Chicken 23 26 Fed Com #302H:** to be drilled from a legal location with a proposed surface hole location of Section 23 of T20S-R32E at 350' FNL and 1,560' FEL and a proposed last take point and bottom hole location of Section 26 of T20S-R32E at 2,540' FNL and 2,090' FEL. The Well will have a targeted interval within the Bone Spring formation at a depth of approximately 8,900' TVD and will be drilled horizontally to a Measured Depth of approximately 16,823'.
- **Spicy Chicken 23 26 Fed Com #401H:** to be drilled from a legal location with a proposed surface hole location of Section 23 of T20S-R32E at 350' FNL and 1,790' FWL and a proposed last take point and bottom hole location of Section 26 of T20S-R32E at 2,540' FNL and 2,090' FWL. The Well will have a targeted interval within the Bone Spring formation at a depth of approximately 9,080' TVD and will be drilled horizontally to a Measured Depth of approximately 17,003'.
- **Spicy Chicken 23 26 Fed Com #402H:** to be drilled from a legal location with a proposed surface hole location of Section 23 of T20S-R32E at 350' FNL and 1,500' FEL and a proposed last take point and bottom hole location of Section 26 of T20S-R32E at 2,540' FNL and 990' FEL. The Well will have a targeted interval within the Bone Spring formation at a depth of approximately 9,080' TVD and will be drilled horizontally to a Measured Depth of approximately 17,003'.
- **Spicy Chicken 23 26 Fed Com #601H:** to be drilled from a legal location with a proposed surface hole location of Section 23 of T20S-R32E at 200' FNL and 1,740' FWL and a proposed last take point and bottom hole location of Section 26 of T20S-R32E at 2,540' FNL and 990' FWL. The Well will have a targeted interval within the Bone Spring formation at a depth of approximately 10,700' TVD and will be drilled horizontally to a Measured Depth of approximately 18,623'.



- **Spicy Chicken 23 26 Fed Com #602H:** to be drilled from a legal location with a proposed surface hole location of Section 23 of T20S-R32E at 200' FNL and 1,820' FWL and a proposed last take point and bottom hole location of Section 26 of T20S-R32E at 2,540' FNL and 2,310' FWL. The Well will have a targeted interval within the Bone Spring formation at a depth of approximately 10,700' TVD and will be drilled horizontally to a Measured Depth of approximately 18,623'.
- **Spicy Chicken 23 26 Fed Com #603H:** to be drilled from a legal location with a proposed surface hole location of Section 23 of T20S-R32E at 200' FNL and 1,540' FEL and a proposed last take point and bottom hole location of Section 26 of T20S-R32E at 2,540' FNL and 770' FEL. The Well will have a targeted interval within the Bone Spring formation at a depth of approximately 10,700' TVD and will be drilled horizontally to a Measured Depth of approximately 18,623'.
- **Spicy Chicken 23 26 Fed Com #701H:** to be drilled from a legal location with a proposed surface hole location of Section 23 of T20S-R32E at 200' FNL and 1,760' FWL and a proposed last take point and bottom hole location of Section 26 of T20S-R32E at 2,540' FNL and 1,650' FWL. The Well will have a targeted interval within the Wolfcamp formation at a depth of approximately 10,800' TVD and will be drilled horizontally to a Measured Depth of approximately 18,723'.
- **Spicy Chicken 23 26 Fed Com #702H:** to be drilled from a legal location with a proposed surface hole location of Section 23 of T20S-R32E at 200' FNL and 1,560' FEL and a proposed last take point and bottom hole location of Section 26 of T20S-R32E at 2,540' FNL and 1,650' FEL. The Well will have a targeted interval within the Wolfcamp formation at a depth of approximately 10,800' TVD and will be drilled horizontally to a Measured Depth of approximately 18,723'.
- **Spicy Chicken 23 26 Fed Com #751H:** to be drilled from a legal location with a proposed surface hole location of Section 23 of T20S-R32E at 200' FNL and 1,720' FWL and a proposed last take point and bottom hole location of Section 26 of T20S-R32E at 2,540' FNL and 990' FWL. The Well will have a targeted interval within the Wolfcamp formation at a depth of approximately 11,200' TVD and will be drilled horizontally to a Measured Depth of approximately 19,123'.
- **Spicy Chicken 23 26 Fed Com #752H:** to be drilled from a legal location with a proposed surface hole location of Section 23 of T20S-R32E at 200' FNL and 1,800' FWL and a proposed last take point and bottom hole location of Section 26 of T20S-R32E at 2,540' FNL and 2,310' FWL. The Well will have a targeted interval within the Wolfcamp formation at a depth of approximately 11,200' TVD and will be drilled horizontally to a Measured Depth of approximately 19,123'.
- **Spicy Chicken 23 26 Fed Com #753H:** to be drilled from a legal location with a proposed surface hole location of Section 23 of T20S-R32E at 200' FNL and 1,580' FEL and a proposed last take point and bottom hole location of Section 26 of T20S-R32E at 2,540' FNL and 1,650' FEL. The Well will have a targeted interval within the Wolfcamp formation at a depth of approximately 11,200' TVD and will be drilled horizontally to a Measured Depth of approximately 19,123'.



- **Spicy Chicken 23 26 Fed Com #754H:** to be drilled from a legal location with a proposed surface hole location of Section 23 of T20S-R32E at 200' FNL and 1,520' FEL and a proposed last take point and bottom hole location of Section 26 of T20S-R32E at 2,540' FNL and 330' FEL. The Well will have a targeted interval within the Wolfcamp formation at a depth of approximately 11,200' TVD and will be drilled horizontally to a Measured Depth of approximately 19,123'.
- **Spicy Chicken 23 26 Fed Com #801H:** to be drilled from a legal location with a proposed surface hole location of Section 23 of T20S-R32E at 200' FNL and 1,700' FWL and a proposed last take point and bottom hole location of Section 26 of T20S-R32E at 2,540' FNL and 990' FWL. The Well will have a targeted interval within the Wolfcamp formation at a depth of approximately 11,700' TVD and will be drilled horizontally to a Measured Depth of approximately 19,623'.
- **Spicy Chicken 23 26 Fed Com #802H:** to be drilled from a legal location with a proposed surface hole location of Section 23 of T20S-R32E at 200' FNL and 1,780' FWL and a proposed last take point and bottom hole location of Section 26 of T20S-R32E at 2,540' FNL and 2,310' FWL. The Well will have a targeted interval within the Wolfcamp formation at a depth of approximately 11,700' TVD and will be drilled horizontally to a Measured Depth of approximately 19,623'.
- **Spicy Chicken 23 26 Fed Com #803H:** to be drilled from a legal location with a proposed surface hole location of Section 23 of T20S-R32E at 200' FNL and 1,600' FEL and a proposed last take point and bottom hole location of Section 26 of T20S-R32E at 2,540' FNL and 1,650' FEL. The Well will have a targeted interval within the Wolfcamp formation at a depth of approximately 11,700' TVD and will be drilled horizontally to a Measured Depth of approximately 19,623'.
- **Spicy Chicken 23 26 Fed Com #804H:** to be drilled from a legal location with a proposed surface hole location of Section 23 of T20S-R32E at 200' FNL and 1,500' FEL and a proposed last take point and bottom hole location of Section 26 of T20S-R32E at 2,540' FNL and 330' FEL. The Well will have a targeted interval within the Wolfcamp formation at a depth of approximately 11,700' TVD and will be drilled horizontally to a Measured Depth of approximately 19,623'.

Avant reserves the right to modify the locations and drilling plans described above to address topography, cultural or environmental concerns, among other reasons.

Avant is proposing to drill the proposed wells under the terms of a modified 1989 AAPL form of Operating Agreement ("JOA") with the below general provisions, which will be provided at a later date.

- 100%/300%/300% non-consent penalty
- \$10,000/\$1000 drilling and producing monthly overhead rates
- Contract Area of All of Section 23 and N2 of Section 26, Township 20 South, Range 32
 - Less and except the Second Bone Spring Sand is defined as the depths between the stratigraphic equivalent intervals of 9,519' TVD and 10,172' TVD based upon the Gamma Ray Log of the Sam H Snoddy Federal #1 (API: 30025278120000) located in section 26 of T20S R32E.



- Avant Operating II, LLC named as Operator
- This proposed Operating Agreement will supersede any and all existing Operating Agreements as to all depths on all horizontal wells drilled after the effective date of the JOA.

If your election is to participate in the drilling and completion of the wells, please sign and return a copy of the enclosed AFEs within thirty (30) days of receipt of this notice. Please be aware that the enclosed AFEs are only an estimate of costs to be incurred and by electing to participate in the wells, each working interest owner shall be responsible for its proportionate share of all costs incurred.

If you would like to discuss a farmout, an assignment of interest, an acreage trade or other form of agreement for your interests in the Subject Lands, please contact the undersigned. If we do not reach an agreement within thirty (30) days of receipt of these well proposals, Avant will file an application(s) with the New Mexico Oil Conservation Division to compulsory pool your interest into a spacing unit(s) for the proposed wells to promote the development of these lands.

Should you have any questions, please feel free to contact me at tiffany@avantnr.com or 720-746-5048.

Sincerely,

Tiffany Sarantinos
Senior Landman
Enclosures

Blue Star Royalty, LLC hereby elects to:

_____ Participate for its proportionate share of the costs detailed in the enclosed AFE associated with Avant Operating II, LLC's **Spicy Chicken 23 26 Fed Com #201H** well.

_____ Not to participate in **Spicy Chicken 23 26 Fed Com #201H** well.

_____ Participate for its proportionate share of the costs detailed in the enclosed AFE associated with Avant Operating II, LLC's **Spicy Chicken 23 26 Fed Com #202H** well.

_____ Not to participate in **Spicy Chicken 23 26 Fed Com #202H** well.

_____ Participate for its proportionate share of the costs detailed in the enclosed AFE associated with Avant Operating II, LLC's **Spicy Chicken 23 26 Fed Com #203H** well.

_____ Not to participate in **Spicy Chicken 23 26 Fed Com #203H** well.

_____ Participate for its proportionate share of the costs detailed in the enclosed AFE associated with Avant Operating II, LLC's **Spicy Chicken 23 26 Fed Com #204H** well.

_____ Not to participate in **Spicy Chicken 23 26 Fed Com #204H** well.

Avant Operating II, LLC | 1515 Wynkoop Street, Suite #700 | Land Department | Denver, CO 80202



_____ Participate for its proportionate share of the costs detailed in the enclosed AFE associated with Avant Operating II, LLC's **Spicy Chicken 23 26 Fed Com #205H** well.

_____ Not to participate in **Spicy Chicken 23 26 Fed Com #205H** well.

_____ Participate for its proportionate share of the costs detailed in the enclosed AFE associated with Avant Operating II, LLC's **Spicy Chicken 23 26 Fed Com #301H** well.

_____ Not to participate in **Spicy Chicken 23 26 Fed Com #301H** well.

_____ Participate for its proportionate share of the costs detailed in the enclosed AFE associated with Avant Operating II, LLC's **Spicy Chicken 23 26 Fed Com #302H** well.

_____ Not to participate in **Spicy Chicken 23 26 Fed Com #302H** well.

_____ Participate for its proportionate share of the costs detailed in the enclosed AFE associated with Avant Operating II, LLC's **Spicy Chicken 23 26 Fed Com #401H** well.

_____ Not to participate in **Spicy Chicken 23 26 Fed Com #401H** well.

_____ Participate for its proportionate share of the costs detailed in the enclosed AFE associated with Avant Operating II, LLC's **Spicy Chicken 23 26 Fed Com #402H** well.

_____ Not to participate in **Spicy Chicken 23 26 Fed Com #402H** well.

_____ Participate for its proportionate share of the costs detailed in the enclosed AFE associated with Avant Operating II, LLC's **Spicy Chicken 23 26 Fed Com #601H** well.

_____ Not to participate in **Spicy Chicken 23 26 Fed Com #601H** well.

_____ Participate for its proportionate share of the costs detailed in the enclosed AFE associated with Avant Operating II, LLC's **Spicy Chicken 23 26 Fed Com #602H** well.

_____ Not to participate in **Spicy Chicken 23 26 Fed Com #602H** well.

_____ Participate for its proportionate share of the costs detailed in the enclosed AFE associated with Avant Operating II, LLC's **Spicy Chicken 23 26 Fed Com #603H** well.

_____ Not to participate in **Spicy Chicken 23 26 Fed Com #603H** well.

_____ Participate for its proportionate share of the costs detailed in the enclosed AFE associated with Avant Operating II, LLC's **Spicy Chicken 23 26 Fed Com #701H** well.

_____ Not to participate in **Spicy Chicken 23 26 Fed Com #701H** well.

_____ Participate for its proportionate share of the costs detailed in the enclosed AFE associated with Avant Operating II, LLC's **Spicy Chicken 23 26 Fed Com #702H** well.

_____ Not to participate in **Spicy Chicken 23 26 Fed Com #702H** well.

_____ Participate for its proportionate share of the costs detailed in the enclosed AFE associated with Avant Operating II, LLC's **Spicy Chicken 23 26 Fed Com #751H** well.

_____ Not to participate in **Spicy Chicken 23 26 Fed Com #751H** well.



_____ Participate for its proportionate share of the costs detailed in the enclosed AFE associated with Avant Operating II, LLC's **Spicy Chicken 23 26 Fed Com #752H** well.

_____ Not to participate in **Spicy Chicken 23 26 Fed Com #752H** well.

_____ Participate for its proportionate share of the costs detailed in the enclosed AFE associated with Avant Operating II, LLC's **Spicy Chicken 23 26 Fed Com #753H** well.

_____ Not to participate in **Spicy Chicken 23 26 Fed Com #753H** well.

_____ Participate for its proportionate share of the costs detailed in the enclosed AFE associated with Avant Operating II, LLC's **Spicy Chicken 23 26 Fed Com #754H** well.

_____ Not to participate in **Spicy Chicken 23 26 Fed Com #754H** well.

_____ Participate for its proportionate share of the costs detailed in the enclosed AFE associated with Avant Operating II, LLC's **Spicy Chicken 23 26 Fed Com #801H** well.

_____ Not to participate in **Spicy Chicken 23 26 Fed Com #801H** well.

_____ Participate for its proportionate share of the costs detailed in the enclosed AFE associated with Avant Operating II, LLC's **Spicy Chicken 23 26 Fed Com #802H** well.

_____ Not to participate in **Spicy Chicken 23 26 Fed Com #802H** well.

_____ Participate for its proportionate share of the costs detailed in the enclosed AFE associated with Avant Operating II, LLC's **Spicy Chicken 23 26 Fed Com #803H** well.

_____ Not to participate in **Spicy Chicken 23 26 Fed Com #803H** well.

_____ Participate for its proportionate share of the costs detailed in the enclosed AFE associated with Avant Operating II, LLC's **Spicy Chicken 23 26 Fed Com #804H** well.

_____ Not to participate in **Spicy Chicken 23 26 Fed Com #804H** well.

BLUE STAR ROYALTY, LLC

By: _____

Printed Name: _____

Title: _____

Date: _____



October 1, 2025

Blue Star Royalty, LLC

607 Bailey Avenue
Fort Worth, Texas 76107

RE: Spicy Chicken 23 Fed Com #501H, #502H, #503H and #504H
All of Section 23, Township 20 South, Range 32 East
Lea County, New Mexico

Ladies and Gentlemen:

AO II Permian, LLC, through its operating affiliate, Avant Operating II, LLC ("Avant") hereby proposes to drill and complete the Spicy Chicken 23 Fed Com #501H – #504H wells in All of Section 23, Township 20 South, Range 32 East, Lea County, New Mexico, to test the Second Bone Spring Sand Formation. Please note, Avant is finalizing reports and preliminary title shows you may have an interest in the referenced lands.

In connection with the above, please note the following:

- The estimated cost of drilling, testing, completing, and equipping of each well and CTB is itemized on the enclosed Authority for Expenditure ("AFE") dated October 1, 2025.
- **Spicy Chicken 23 Fed Com #501H:** to be drilled from a legal location with a proposed surface hole location of Section 23 of T20S-R32E at 350' FNL and 1,710' FWL and a proposed last take point and bottom hole location of Section 23 of T20S-R32E at 100' FSL and 990' FWL. The Well will have a targeted interval within the Bone Spring formation at a depth of approximately 9,700' TVD and will be drilled horizontally to a Measured Depth of approximately 15,123'.
- **Spicy Chicken 23 Fed Com #502H:** to be drilled from a legal location with a proposed surface hole location of Section 23 of T20S-R32E at 350' FNL and 1,810' FWL and a proposed last take point and bottom hole location of Section 23 of T20S-R32E at 100' FSL and 2,310' FWL. The Well will have a targeted interval within the Bone Spring formation at a depth of approximately 9,700' TVD and will be drilled horizontally to a Measured Depth of approximately 15,123'.
- **Spicy Chicken 23 Fed Com #503H:** to be drilled from a legal location with a proposed surface hole location of Section 23 of T20S-R32E at 350' FNL and 1,540' FEL and a proposed last take point and bottom hole location of Section 23 of T20S-R32E at 100' FSL and 1,650' FEL. The Well will have a targeted interval within the Bone Spring formation at a depth of approximately 9,700' TVD and will be drilled horizontally to a Measured Depth of approximately 15,123'.



- **Spicy Chicken 23 Fed Com #504H:** to be drilled from a legal location with a proposed surface hole location of Section 23 of T20S-R32E at 350' FNL and 1,480' FEL and a proposed last take point and bottom hole location of Section 23 of T20S-R32E at 100' FSL and 330' FEL. The Well will have a targeted interval within the Bone Spring formation at a depth of approximately 9,700' TVD and will be drilled horizontally to a Measured Depth of approximately 15,123'.

Avant reserves the right to modify the locations and drilling plans described above to address topography, cultural or environmental concerns, among other reasons.

Avant is proposing to drill the proposed wells under the terms of a modified 1989 AAPL form of Operating Agreement ("JOA") with the below general provisions, which will be provided at a later date.

- 100%/300%/300% non-consent penalty
- \$10,000/\$1000 drilling and producing monthly overhead rates
- Contract Area of All of Section 23, Township 20 South, Range 32
 - Covering only the Second Bone Spring Sand is defined as the depths between the stratigraphic equivalent intervals of **9,519' TVD and 10,172' TVD** based upon the Gamma Ray Log of the Sam H Snoddy Federal #1 (API: 30025278120000) located in Section 26 of T20S R32E.
- Avant Operating II, LLC named as Operator
- This proposed Operating Agreement will supersede any and all existing Operating Agreements as to all depths on all horizontal wells drilled after the effective date of the JOA.

If your election is to participate in the drilling and completion of the wells, please sign and return a copy of the enclosed AFEs within thirty (30) days of receipt of this notice. Please be aware that the enclosed AFEs are only an estimate of costs to be incurred and by electing to participate in the wells, each working interest owner shall be responsible for its proportionate share of all costs incurred.

If you would like to discuss a farmout, an assignment of interest, an acreage trade or other form of agreement for your interests in the Subject Lands, please contact the undersigned. If we do not reach an agreement within thirty (30) days of receipt of these well proposals, Avant will file an application(s) with the New Mexico Oil Conservation Division to compulsory pool your interest into a spacing unit(s) for the proposed wells to promote the development of these lands.

Should you have any questions, please feel free to contact me at tiffany@avantnr.com or 720-746-5048.

Sincerely,

A handwritten signature in blue ink that reads "Tiffany Sarantinos".

Tiffany Sarantinos
Senior Landman
Enclosures



BLUE STAR ROYALTY, LLC elects to:

_____ Participate for its proportionate share of the costs detailed in the enclosed AFE associated with Avant Operating II, LLC's **Spicy Chicken 23 Fed Com #501H** well.

_____ Not to participate in **Spicy Chicken 23 Fed Com #501H** well.

_____ Participate for its proportionate share of the costs detailed in the enclosed AFE associated with Avant Operating II, LLC's **Spicy Chicken 23 Fed Com #502H** well.

_____ Not to participate in **Spicy Chicken 23 Fed Com #502H** well.

_____ Participate for its proportionate share of the costs detailed in the enclosed AFE associated with Avant Operating II, LLC's **Spicy Chicken 23 Fed Com #503H** well.

_____ Not to participate in **Spicy Chicken 23 Fed Com #503H** well.

_____ Participate for its proportionate share of the costs detailed in the enclosed AFE associated with Avant Operating II, LLC's **Spicy Chicken 23 Fed Com #504H** well.

_____ Not to participate in **Spicy Chicken 23 Fed Com #504H** well.

BLUE STAR ROYALTY, LLC

By: _____

Printed Name: _____

Title: _____

Date: _____



AUTHORIZATION FOR EXPENDITURE

AFE: NM1411

Date: November 04, 2025

Well Name: Spicy Chicken 23 26 Fed
Com #201H

Projected MD/TVD: 16173/8250

Target: Avalon

SHL: S23-T20S-R32E 350' FNL, 1750' FWL

County: Lea

BHL: S26-T20S-R32E 2540' FNL, 990' FWL

State: NM

PROJECT DESCRIPTION:

The proposed AFE is for the Spicy Chicken 23 26 Fed Com #201H, a 1.5 section Avalon horizontal well to be drilled in Lea County, NM.

	<u>TOTAL</u>
DRILLING:	\$3,484,003
COMPLETIONS:	\$4,743,579
FACILITIES:	\$1,592,965
COMPLETED WELL COST:	\$9,820,548

OPERATOR APPROVAL:

AVANT

NATURAL RESOURCES

AUTHORIZATION FOR EXPENDITURE

AFE: NM1411

Date: November 04, 2025

Well Name: Spicy Chicken 23 26 Fed
Com #201H

Projected MD/TVD: 16173/8250

Target: Avalon

SHL: S23-T20S-R32E 350' FNL, 1750' FWL

County: Lea

BHL: S26-T20S-R32E 2540' FNL, 990' FWL

State: NM

TANGIBLE COSTS			Drilling	Completion	Facility	Total
Tangible Drilling			\$ 799,399	\$ -	\$ -	\$ 799,399
8400.301	Surface Casing	\$ 72,028	\$ -	\$ -	\$ 72,028	
8400.302	Intermediate 1 Casing	\$ 99,924	\$ -	\$ -	\$ 99,924	
8400.303	Production Casing	\$ 360,621	\$ -	\$ -	\$ 360,621	
8400.312	Intermediate 2 Casing	\$ 201,571	\$ -	\$ -	\$ 201,571	
8400.340	Wellhead	\$ 65,255	\$ -	\$ -	\$ 65,255	
Tangible Completion			\$ -	\$ 21,050	\$ -	\$ 21,050
8400.352	Wellhead & Equipment	\$ -	\$ 21,050	\$ -	\$ 21,050	
Tangible Workover			\$ -	\$ 543,508	\$ -	\$ 543,508
8325.702	Tubing	\$ -	\$ 90,000	\$ -	\$ 90,000	
8325.704	Downhole Artificial Lift Eqpt	\$ -	\$ 350,000	\$ -	\$ 350,000	
8325.705	ESP Equipment/Install	\$ -	\$ 40,000	\$ -	\$ 40,000	
8325.711	Wellhead Equipment	\$ -	\$ 63,508	\$ -	\$ 63,508	
Tangible Facility			\$ -	\$ -	\$ 947,399	\$ 947,399
8355.500	Vessels	\$ -	\$ -	\$ 213,100	\$ 213,100	
8355.510	Tanks	\$ -	\$ -	\$ 164,033	\$ 164,033	
8355.515	Flare	\$ -	\$ -	\$ 30,733	\$ 30,733	
8355.520	PVF	\$ -	\$ -	\$ 152,733	\$ 152,733	
8355.525	Containment	\$ -	\$ -	\$ 26,900	\$ 26,900	
8355.530	Compressors	\$ -	\$ -	\$ 10,700	\$ 10,700	
8355.535	Instrumentation / Meters	\$ -	\$ -	\$ 61,533	\$ 61,533	
8355.540	Electrical Supplies	\$ -	\$ -	\$ 88,367	\$ 88,367	
8355.550	Overhead Power Material	\$ -	\$ -	\$ 81,667	\$ 81,667	
8355.555	Pump / Supplies	\$ -	\$ -	\$ 50,733	\$ 50,733	
8355.560	Pipeline	\$ -	\$ -	\$ 15,367	\$ 15,367	
8355.565	Flowline	\$ -	\$ -	\$ 51,533	\$ 51,533	
TOTAL TANGIBLE COSTS >>>			\$ 799,399	\$ 564,558	\$ 947,399	\$ 2,311,356

INTANGIBLE COSTS			Drilling	Completion	Facility	Total
Intangible Drilling			\$ 2,684,604	\$ -	\$ -	\$ 2,684,604
8200.102	Drilling - Daywork	\$ 615,070	\$ -	\$ -	\$ 615,070	
8200.103	Drilling - Rig Move	\$ 96,830	\$ -	\$ -	\$ 96,830	
8200.104	Fuel - Rig	\$ 136,764	\$ -	\$ -	\$ 136,764	
8200.106	Transportation	\$ 77,316	\$ -	\$ -	\$ 77,316	
8200.111	Survey, Stake/Permit	\$ 5,263	\$ -	\$ -	\$ 5,263	
8200.112	Location & Roads, Conductor	\$ 152,481	\$ -	\$ -	\$ 152,481	
8200.113	Damages/Row	\$ 7,894	\$ -	\$ -	\$ 7,894	
8200.114	Disposal	\$ 174,783	\$ -	\$ -	\$ 174,783	
8200.115	Mud-Drill Water	\$ 4,998	\$ -	\$ -	\$ 4,998	
8200.116	Drill Bits & BHA	\$ 104,100	\$ -	\$ -	\$ 104,100	
8200.117	Mud & Chemicals	\$ 129,800	\$ -	\$ -	\$ 129,800	
8200.119	Mud-Auxiliary	\$ 26,047	\$ -	\$ -	\$ 26,047	
8200.124	Equipment Rental	\$ 145,072	\$ -	\$ -	\$ 145,072	
8200.125	Inspection	\$ 77,359	\$ -	\$ -	\$ 77,359	
8200.127	Contract Labor	\$ 23,045	\$ -	\$ -	\$ 23,045	
8200.128	Drilling - Directional	\$ 205,219	\$ -	\$ -	\$ 205,219	
8200.136	Mudlogging	\$ 12,907	\$ -	\$ -	\$ 12,907	
8200.137	Casing Services	\$ 101,612	\$ -	\$ -	\$ 101,612	
8200.138	Cementing Services	\$ 216,640	\$ -	\$ -	\$ 216,640	
8200.143	Geological Services	\$ 13,720	\$ -	\$ -	\$ 13,720	
8200.144	Company Supervision	\$ 2,400	\$ -	\$ -	\$ 2,400	
8200.147	Drilling Overhead	\$ 3,790	\$ -	\$ -	\$ 3,790	
8200.149	Legal, Title, Etc	\$ 10,525	\$ -	\$ -	\$ 10,525	
8200.152	Well Control Ins.	\$ 7,894	\$ -	\$ -	\$ 7,894	
8200.162	Mancamp	\$ 35,618	\$ -	\$ -	\$ 35,618	



AUTHORIZATION FOR EXPENDITURE

	8200,164	Solids Control & Closed Loop	\$ 78,158	\$ -	\$ -	\$ 78,158
	8200,165	Safety/Environmental	\$ 1,675	\$ -	\$ -	\$ 1,675
	8200,167	Consulting Services	\$ 124,153	\$ -	\$ -	\$ 124,153
	8200,168	Roustabout Services	\$ 2,388	\$ -	\$ -	\$ 2,388
	8200,169	Mud-Brine	\$ 19,654	\$ -	\$ -	\$ 19,654
	8200,170	Mud-Diesel	\$ 71,432	\$ -	\$ -	\$ 71,432
Intangible Completion			\$ -	\$ 3,612,159	\$ -	\$ 3,612,159
	8300,203	Fuel	\$ -	\$ 413,106	\$ -	\$ 413,106
	8300,205	Location & Roads	\$ -	\$ 5,288	\$ -	\$ 5,288
	8300,207	Fresh Water	\$ -	\$ 447,001	\$ -	\$ 447,001
	8300,209	Chemicals	\$ -	\$ 187,347	\$ -	\$ 187,347
	8300,210	Surface Rental Equip	\$ -	\$ 246,609	\$ -	\$ 246,609
	8300,212	Contract Labor	\$ -	\$ 12,783	\$ -	\$ 12,783
	8300,214	Perforating & Plugs	\$ -	\$ 233,208	\$ -	\$ 233,208
	8300,220	Engineering & Supervision	\$ -	\$ 5,052	\$ -	\$ 5,052
	8300,229	Transportation	\$ -	\$ 5,263	\$ -	\$ 5,263
	8300,232	Disposal	\$ -	\$ 19,004	\$ -	\$ 19,004
	8300,240	Pump Down Services	\$ -	\$ 67,886	\$ -	\$ 67,886
	8300,248	Mancamp	\$ -	\$ 27,428	\$ -	\$ 27,428
	8300,250	Downhole Rental Equip	\$ -	\$ 41,588	\$ -	\$ 41,588
	8300,270	Frac - Equipment	\$ -	\$ 987,666	\$ -	\$ 987,666
	8300,271	Coil Tubing	\$ -	\$ 98,913	\$ -	\$ 98,913
	8300,273	Flowback	\$ -	\$ 26,891	\$ -	\$ 26,891
	8300,274	Water Transfer	\$ -	\$ 88,029	\$ -	\$ 88,029
	8300,275	Frac - Sand	\$ -	\$ 588,684	\$ -	\$ 588,684
	8300,276	Safety & Environmental	\$ -	\$ 3,473	\$ -	\$ 3,473
	8300,277	Consulting Services	\$ -	\$ 103,145	\$ -	\$ 103,145
	8300,278	Roustabouts	\$ -	\$ 1,579	\$ -	\$ 1,579
	8300,279	Completions Overhead	\$ -	\$ 2,217	\$ -	\$ 2,217
Intangible Workover			\$ -	\$ 110,150	\$ -	\$ 110,150
	8320,602	Workover Rig	\$ -	\$ 30,000	\$ -	\$ 30,000
	8320,605	Fuel / Power	\$ -	\$ 5,263	\$ -	\$ 5,263
	8320,610	Inspection & Testing	\$ -	\$ 4,000	\$ -	\$ 4,000
	8320,611	Trucking/Vacuum/Transportation	\$ -	\$ 10,000	\$ -	\$ 10,000
	8320,612	Kill Truck	\$ -	\$ 5,000	\$ -	\$ 5,000
	8320,617	Contract Labor/Roustabout	\$ -	\$ 30,887	\$ -	\$ 30,887
	8320,621	Rental Equipment	\$ -	\$ 15,000	\$ -	\$ 15,000
	8320,625	Wellsite Supervision	\$ -	\$ 5,000	\$ -	\$ 5,000
	8320,628	Chemicals	\$ -	\$ 5,000	\$ -	\$ 5,000
Intangible Flowback			\$ -	\$ 456,712	\$ -	\$ 456,712
	8360,805	Trucked Water Disposal	\$ -	\$ 21,464	\$ -	\$ 21,464
	8360,810	Frac Water Recovery	\$ -	\$ 115,368	\$ -	\$ 115,368
	8360,815	Trucking/Vacuum/Transp	\$ -	\$ 14,334	\$ -	\$ 14,334
	8360,820	Well Testing / Flowback	\$ -	\$ 60,746	\$ -	\$ 60,746
	8360,825	Rental Equipment	\$ -	\$ 190,000	\$ -	\$ 190,000
	8360,845	Wellsite Supervision	\$ -	\$ 50,400	\$ -	\$ 50,400
	8360,850	Safety / Environmental	\$ -	\$ 4,400	\$ -	\$ 4,400
Intangible Facility			\$ -	\$ -	\$ 645,566	\$ 645,566
	8350,403	Roads/Location	\$ -	\$ -	\$ 76,833	\$ 76,833
	8350,404	Equipment Rental	\$ -	\$ -	\$ 29,200	\$ 29,200
	8350,410	Transportation/Trucking	\$ -	\$ -	\$ 15,367	\$ 15,367
	8350,411	Safety & Environmental	\$ -	\$ -	\$ 17,300	\$ 17,300
	8350,415	Engineering / Technical	\$ -	\$ -	\$ 55,733	\$ 55,733
	8350,416	Supervision	\$ -	\$ -	\$ 26,900	\$ 26,900
	8350,417	Overhead Power Labor	\$ -	\$ -	\$ 43,233	\$ 43,233
	8350,418	Mechanical Labor	\$ -	\$ -	\$ 157,000	\$ 157,000
	8350,419	Automation Labor	\$ -	\$ -	\$ 29,600	\$ 29,600
	8350,420	Electrical Labor	\$ -	\$ -	\$ 87,400	\$ 87,400
	8350,421	Commissioning	\$ -	\$ -	\$ 3,267	\$ 3,267
	8350,422	Flowline Labor	\$ -	\$ -	\$ 103,733	\$ 103,733
TOTAL INTANGIBLE COSTS >>>			\$ 2,684,604	\$ 4,179,021	\$ 645,566	\$ 7,509,192
TOTAL PROJECT COSTS >>>			\$ 3,484,003	\$ 4,743,579	\$ 1,592,965	\$ 9,820,548
				Drilling	Completion	Facility
						Total



AUTHORIZATION FOR EXPENDITURE

This Authority for Expenditure is based on cost estimates. Billing will reflect your proportionate share of the actual invoice costs.

JOINT INTEREST APPROVAL:

Company: _____

Working Interest: _____

Signature: _____

Date: _____

By: _____



AUTHORIZATION FOR EXPENDITURE

AFE: NM1412

Date: November 04, 2025

Well Name: Spicy Chicken 23 26 Fed
Com #202H

Projected MD/TVD: 16173/8250

Target: Avalon

SHL: S23-T20S-R32E 350' FNL, 1770' FWL

County: Lea

BHL: S26-T20S-R32E 2540' FNL, 1980' FWL

State: NM

PROJECT DESCRIPTION:

The proposed AFE is for the Spicy Chicken 23 26 Fed Com #202H, a 1.5 section Avalon horizontal well to be drilled in Lea County, NM.

	<u>TOTAL</u>
DRILLING:	\$3,484,003
COMPLETIONS:	\$4,743,579
FACILITIES:	\$1,592,965
COMPLETED WELL COST:	\$9,820,548

OPERATOR APPROVAL:



AUTHORIZATION FOR EXPENDITURE

AFE: NM1412

Date: November 04, 2025

Well Name: Spicy Chicken 23 26 Fed
Com #202H

Projected MD/TVD: 16173/8250

Target: Avalon

SHL: S23-T20S-R32E 350' FNL, 1770' FWL

County: Lea

BHL: S26-T20S-R32E 2540' FNL, 1980' FWL

State: NM

TANGIBLE COSTS			Drilling	Completion	Facility	Total
Tangible Drilling			\$ 799,399	\$ -	\$ -	\$ 799,399
8400.301	Surface Casing	\$ 72,028	\$ -	\$ -	\$ 72,028	
8400.302	Intermediate 1 Casing	\$ 99,924	\$ -	\$ -	\$ 99,924	
8400.303	Production Casing	\$ 360,621	\$ -	\$ -	\$ 360,621	
8400.312	Intermediate 2 Casing	\$ 201,571	\$ -	\$ -	\$ 201,571	
8400.340	Wellhead	\$ 65,255	\$ -	\$ -	\$ 65,255	
Tangible Completion			\$ -	\$ 21,050	\$ -	\$ 21,050
8400.352	Wellhead & Equipment	\$ -	\$ 21,050	\$ -	\$ 21,050	
Tangible Workover			\$ -	\$ 543,508	\$ -	\$ 543,508
8325.702	Tubing	\$ -	\$ 90,000	\$ -	\$ 90,000	
8325.704	Downhole Artificial Lift Eqpt	\$ -	\$ 350,000	\$ -	\$ 350,000	
8325.705	ESP Equipment/Install	\$ -	\$ 40,000	\$ -	\$ 40,000	
8325.711	Wellhead Equipment	\$ -	\$ 63,508	\$ -	\$ 63,508	
Tangible Facility			\$ -	\$ -	\$ 947,399	\$ 947,399
8355.500	Vessels	\$ -	\$ -	\$ 213,100	\$ 213,100	
8355.510	Tanks	\$ -	\$ -	\$ 164,033	\$ 164,033	
8355.515	Flare	\$ -	\$ -	\$ 30,733	\$ 30,733	
8355.520	PVF	\$ -	\$ -	\$ 152,733	\$ 152,733	
8355.525	Containment	\$ -	\$ -	\$ 26,900	\$ 26,900	
8355.530	Compressors	\$ -	\$ -	\$ 10,700	\$ 10,700	
8355.535	Instrumentation / Meters	\$ -	\$ -	\$ 61,533	\$ 61,533	
8355.540	Electrical Supplies	\$ -	\$ -	\$ 88,367	\$ 88,367	
8355.550	Overhead Power Material	\$ -	\$ -	\$ 81,667	\$ 81,667	
8355.555	Pump / Supplies	\$ -	\$ -	\$ 50,733	\$ 50,733	
8355.560	Pipeline	\$ -	\$ -	\$ 15,367	\$ 15,367	
8355.565	Flowline	\$ -	\$ -	\$ 51,533	\$ 51,533	
TOTAL TANGIBLE COSTS >>>			\$ 799,399	\$ 564,558	\$ 947,399	\$ 2,311,356

INTANGIBLE COSTS			Drilling	Completion	Facility	Total
Intangible Drilling			\$ 2,684,604	\$ -	\$ -	\$ 2,684,604
8200.102	Drilling - Daywork	\$ 615,070	\$ -	\$ -	\$ 615,070	
8200.103	Drilling - Rig Move	\$ 96,830	\$ -	\$ -	\$ 96,830	
8200.104	Fuel - Rig	\$ 136,764	\$ -	\$ -	\$ 136,764	
8200.106	Transportation	\$ 77,316	\$ -	\$ -	\$ 77,316	
8200.111	Survey, Stake/Permit	\$ 5,263	\$ -	\$ -	\$ 5,263	
8200.112	Location & Roads, Conductor	\$ 152,481	\$ -	\$ -	\$ 152,481	
8200.113	Damages/Row	\$ 7,894	\$ -	\$ -	\$ 7,894	
8200.114	Disposal	\$ 174,783	\$ -	\$ -	\$ 174,783	
8200.115	Mud-Drill Water	\$ 4,998	\$ -	\$ -	\$ 4,998	
8200.116	Drill Bits & BHA	\$ 104,100	\$ -	\$ -	\$ 104,100	
8200.117	Mud & Chemicals	\$ 129,800	\$ -	\$ -	\$ 129,800	
8200.119	Mud-Auxiliary	\$ 26,047	\$ -	\$ -	\$ 26,047	
8200.124	Equipment Rental	\$ 145,072	\$ -	\$ -	\$ 145,072	
8200.125	Inspection	\$ 77,359	\$ -	\$ -	\$ 77,359	
8200.127	Contract Labor	\$ 23,045	\$ -	\$ -	\$ 23,045	
8200.128	Drilling - Directional	\$ 205,219	\$ -	\$ -	\$ 205,219	
8200.136	Mudlogging	\$ 12,907	\$ -	\$ -	\$ 12,907	
8200.137	Casing Services	\$ 101,612	\$ -	\$ -	\$ 101,612	
8200.138	Cementing Services	\$ 216,640	\$ -	\$ -	\$ 216,640	
8200.143	Geological Services	\$ 13,720	\$ -	\$ -	\$ 13,720	
8200.144	Company Supervision	\$ 2,400	\$ -	\$ -	\$ 2,400	
8200.147	Drilling Overhead	\$ 3,790	\$ -	\$ -	\$ 3,790	
8200.149	Legal, Title, Etc	\$ 10,525	\$ -	\$ -	\$ 10,525	
8200.152	Well Control Ins.	\$ 7,894	\$ -	\$ -	\$ 7,894	
8200.162	Mancamp	\$ 35,618	\$ -	\$ -	\$ 35,618	



AUTHORIZATION FOR EXPENDITURE

	8200,164	Solids Control & Closed Loop	\$ 78,158	\$ -	\$ -	\$ 78,158
	8200,165	Safety/Environmental	\$ 1,675	\$ -	\$ -	\$ 1,675
	8200,167	Consulting Services	\$ 124,153	\$ -	\$ -	\$ 124,153
	8200,168	Roustabout Services	\$ 2,388	\$ -	\$ -	\$ 2,388
	8200,169	Mud-Brine	\$ 19,654	\$ -	\$ -	\$ 19,654
	8200,170	Mud-Diesel	\$ 71,432	\$ -	\$ -	\$ 71,432
Intangible Completion			\$ -	\$ 3,612,159	\$ -	\$ 3,612,159
	8300,203	Fuel	\$ -	\$ 413,106	\$ -	\$ 413,106
	8300,205	Location & Roads	\$ -	\$ 5,288	\$ -	\$ 5,288
	8300,207	Fresh Water	\$ -	\$ 447,001	\$ -	\$ 447,001
	8300,209	Chemicals	\$ -	\$ 187,347	\$ -	\$ 187,347
	8300,210	Surface Rental Equip	\$ -	\$ 246,609	\$ -	\$ 246,609
	8300,212	Contract Labor	\$ -	\$ 12,783	\$ -	\$ 12,783
	8300,214	Perforating & Plugs	\$ -	\$ 233,208	\$ -	\$ 233,208
	8300,220	Engineering & Supervision	\$ -	\$ 5,052	\$ -	\$ 5,052
	8300,229	Transportation	\$ -	\$ 5,263	\$ -	\$ 5,263
	8300,232	Disposal	\$ -	\$ 19,004	\$ -	\$ 19,004
	8300,240	Pump Down Services	\$ -	\$ 67,886	\$ -	\$ 67,886
	8300,248	Mancamp	\$ -	\$ 27,428	\$ -	\$ 27,428
	8300,250	Downhole Rental Equip	\$ -	\$ 41,588	\$ -	\$ 41,588
	8300,270	Frac - Equipment	\$ -	\$ 987,666	\$ -	\$ 987,666
	8300,271	Coil Tubing	\$ -	\$ 98,913	\$ -	\$ 98,913
	8300,273	Flowback	\$ -	\$ 26,891	\$ -	\$ 26,891
	8300,274	Water Transfer	\$ -	\$ 88,029	\$ -	\$ 88,029
	8300,275	Frac - Sand	\$ -	\$ 588,684	\$ -	\$ 588,684
	8300,276	Safety & Environmental	\$ -	\$ 3,473	\$ -	\$ 3,473
	8300,277	Consulting Services	\$ -	\$ 103,145	\$ -	\$ 103,145
	8300,278	Roustabouts	\$ -	\$ 1,579	\$ -	\$ 1,579
	8300,279	Completions Overhead	\$ -	\$ 2,217	\$ -	\$ 2,217
Intangible Workover			\$ -	\$ 110,150	\$ -	\$ 110,150
	8320,602	Workover Rig	\$ -	\$ 30,000	\$ -	\$ 30,000
	8320,605	Fuel / Power	\$ -	\$ 5,263	\$ -	\$ 5,263
	8320,610	Inspection & Testing	\$ -	\$ 4,000	\$ -	\$ 4,000
	8320,611	Trucking/Vacuum/Transportation	\$ -	\$ 10,000	\$ -	\$ 10,000
	8320,612	Kill Truck	\$ -	\$ 5,000	\$ -	\$ 5,000
	8320,617	Contract Labor/Roustabout	\$ -	\$ 30,887	\$ -	\$ 30,887
	8320,621	Rental Equipment	\$ -	\$ 15,000	\$ -	\$ 15,000
	8320,625	Wellsite Supervision	\$ -	\$ 5,000	\$ -	\$ 5,000
	8320,628	Chemicals	\$ -	\$ 5,000	\$ -	\$ 5,000
Intangible Flowback			\$ -	\$ 456,712	\$ -	\$ 456,712
	8360,805	Trucked Water Disposal	\$ -	\$ 21,464	\$ -	\$ 21,464
	8360,810	Frac Water Recovery	\$ -	\$ 115,368	\$ -	\$ 115,368
	8360,815	Trucking/Vacuum/Transp	\$ -	\$ 14,334	\$ -	\$ 14,334
	8360,820	Well Testing / Flowback	\$ -	\$ 60,746	\$ -	\$ 60,746
	8360,825	Rental Equipment	\$ -	\$ 190,000	\$ -	\$ 190,000
	8360,845	Wellsite Supervision	\$ -	\$ 50,400	\$ -	\$ 50,400
	8360,850	Safety / Environmental	\$ -	\$ 4,400	\$ -	\$ 4,400
Intangible Facility			\$ -	\$ -	\$ 645,566	\$ 645,566
	8350,403	Roads/Location	\$ -	\$ -	\$ 76,833	\$ 76,833
	8350,404	Equipment Rental	\$ -	\$ -	\$ 29,200	\$ 29,200
	8350,410	Transportation/Trucking	\$ -	\$ -	\$ 15,367	\$ 15,367
	8350,411	Safety & Environmental	\$ -	\$ -	\$ 17,300	\$ 17,300
	8350,415	Engineering / Technical	\$ -	\$ -	\$ 55,733	\$ 55,733
	8350,416	Supervision	\$ -	\$ -	\$ 26,900	\$ 26,900
	8350,417	Overhead Power Labor	\$ -	\$ -	\$ 43,233	\$ 43,233
	8350,418	Mechanical Labor	\$ -	\$ -	\$ 157,000	\$ 157,000
	8350,419	Automation Labor	\$ -	\$ -	\$ 29,600	\$ 29,600
	8350,420	Electrical Labor	\$ -	\$ -	\$ 87,400	\$ 87,400
	8350,421	Commissioning	\$ -	\$ -	\$ 3,267	\$ 3,267
	8350,422	Flowline Labor	\$ -	\$ -	\$ 103,733	\$ 103,733
TOTAL INTANGIBLE COSTS >>>			\$ 2,684,604	\$ 4,179,021	\$ 645,566	\$ 7,509,192
TOTAL PROJECT COSTS >>>			\$ 3,484,003	\$ 4,743,579	\$ 1,592,965	\$ 9,820,548
				Drilling	Completion	Facility
						Total



AUTHORIZATION FOR EXPENDITURE

This Authority for Expenditure is based on cost estimates. Billing will reflect your proportionate share of the actual invoice costs.

JOINT INTEREST APPROVAL:

Company: _____

Working Interest: _____

Signature: _____

Date: _____

By: _____



AUTHORIZATION FOR EXPENDITURE

AFE: NM1413

Date: November 04, 2025

Well Name: Spicy Chicken 23 26 Fed
Com #203H

Projected MD/TVD: 16173/8250

Target: Avalon

SHL: S23-T20S-R32E 350' FNL, 1560' FEL

County: Lea

BHL: S26-T20S-R32E 2540' FNL, 2310' FEL

State: NM

PROJECT DESCRIPTION:

The proposed AFE is for the Spicy Chicken 23 26 Fed Com #203H, a 1.5 section Avalon horizontal well to be drilled in Lea County, NM.

	<u>TOTAL</u>
DRILLING:	\$3,484,003
COMPLETIONS:	\$4,743,579
FACILITIES:	\$1,592,965
COMPLETED WELL COST:	\$9,820,548

OPERATOR APPROVAL:



AUTHORIZATION FOR EXPENDITURE

AFE: NM1413

Date: November 04, 2025

Well Name: Spicy Chicken 23 26 Fed
Com #203H

Projected MD/TVD: 16173/8250

Target: Avalon

SHL: S23-T20S-R32E 350' FNL, 1560' FEL

County: Lea

BHL: S26-T20S-R32E 2540' FNL, 2310' FEL

State: NM

TANGIBLE COSTS			Drilling	Completion	Facility	Total
Tangible Drilling			\$ 799,399	\$ -	\$ -	\$ 799,399
8400.301	Surface Casing	\$ 72,028	\$ -	\$ -	\$ 72,028	
8400.302	Intermediate 1 Casing	\$ 99,924	\$ -	\$ -	\$ 99,924	
8400.303	Production Casing	\$ 360,621	\$ -	\$ -	\$ 360,621	
8400.312	Intermediate 2 Casing	\$ 201,571	\$ -	\$ -	\$ 201,571	
8400.340	Wellhead	\$ 65,255	\$ -	\$ -	\$ 65,255	
Tangible Completion			\$ -	\$ 21,050	\$ -	\$ 21,050
8400.352	Wellhead & Equipment	\$ -	\$ 21,050	\$ -	\$ 21,050	
Tangible Workover			\$ -	\$ 543,508	\$ -	\$ 543,508
8325.702	Tubing	\$ -	\$ 90,000	\$ -	\$ 90,000	
8325.704	Downhole Artificial Lift Eqpt	\$ -	\$ 350,000	\$ -	\$ 350,000	
8325.705	ESP Equipment/Install	\$ -	\$ 40,000	\$ -	\$ 40,000	
8325.711	Wellhead Equipment	\$ -	\$ 63,508	\$ -	\$ 63,508	
Tangible Facility			\$ -	\$ -	\$ 947,399	\$ 947,399
8355.500	Vessels	\$ -	\$ -	\$ 213,100	\$ 213,100	
8355.510	Tanks	\$ -	\$ -	\$ 164,033	\$ 164,033	
8355.515	Flare	\$ -	\$ -	\$ 30,733	\$ 30,733	
8355.520	PVF	\$ -	\$ -	\$ 152,733	\$ 152,733	
8355.525	Containment	\$ -	\$ -	\$ 26,900	\$ 26,900	
8355.530	Compressors	\$ -	\$ -	\$ 10,700	\$ 10,700	
8355.535	Instrumentation / Meters	\$ -	\$ -	\$ 61,533	\$ 61,533	
8355.540	Electrical Supplies	\$ -	\$ -	\$ 88,367	\$ 88,367	
8355.550	Overhead Power Material	\$ -	\$ -	\$ 81,667	\$ 81,667	
8355.555	Pump / Supplies	\$ -	\$ -	\$ 50,733	\$ 50,733	
8355.560	Pipeline	\$ -	\$ -	\$ 15,367	\$ 15,367	
8355.565	Flowline	\$ -	\$ -	\$ 51,533	\$ 51,533	
TOTAL TANGIBLE COSTS >>>			\$ 799,399	\$ 564,558	\$ 947,399	\$ 2,311,356

INTANGIBLE COSTS			Drilling	Completion	Facility	Total
Intangible Drilling			\$ 2,684,604	\$ -	\$ -	\$ 2,684,604
8200.102	Drilling - Daywork	\$ 615,070	\$ -	\$ -	\$ 615,070	
8200.103	Drilling - Rig Move	\$ 96,830	\$ -	\$ -	\$ 96,830	
8200.104	Fuel - Rig	\$ 136,764	\$ -	\$ -	\$ 136,764	
8200.106	Transportation	\$ 77,316	\$ -	\$ -	\$ 77,316	
8200.111	Survey, Stake/Permit	\$ 5,263	\$ -	\$ -	\$ 5,263	
8200.112	Location & Roads, Conductor	\$ 152,481	\$ -	\$ -	\$ 152,481	
8200.113	Damages/Row	\$ 7,894	\$ -	\$ -	\$ 7,894	
8200.114	Disposal	\$ 174,783	\$ -	\$ -	\$ 174,783	
8200.115	Mud-Drill Water	\$ 4,998	\$ -	\$ -	\$ 4,998	
8200.116	Drill Bits & BHA	\$ 104,100	\$ -	\$ -	\$ 104,100	
8200.117	Mud & Chemicals	\$ 129,800	\$ -	\$ -	\$ 129,800	
8200.119	Mud-Auxiliary	\$ 26,047	\$ -	\$ -	\$ 26,047	
8200.124	Equipment Rental	\$ 145,072	\$ -	\$ -	\$ 145,072	
8200.125	Inspection	\$ 77,359	\$ -	\$ -	\$ 77,359	
8200.127	Contract Labor	\$ 23,045	\$ -	\$ -	\$ 23,045	
8200.128	Drilling - Directional	\$ 205,219	\$ -	\$ -	\$ 205,219	
8200.136	Mudlogging	\$ 12,907	\$ -	\$ -	\$ 12,907	
8200.137	Casing Services	\$ 101,612	\$ -	\$ -	\$ 101,612	
8200.138	Cementing Services	\$ 216,640	\$ -	\$ -	\$ 216,640	
8200.143	Geological Services	\$ 13,720	\$ -	\$ -	\$ 13,720	
8200.144	Company Supervision	\$ 2,400	\$ -	\$ -	\$ 2,400	
8200.147	Drilling Overhead	\$ 3,790	\$ -	\$ -	\$ 3,790	
8200.149	Legal, Title, Etc	\$ 10,525	\$ -	\$ -	\$ 10,525	
8200.152	Well Control Ins.	\$ 7,894	\$ -	\$ -	\$ 7,894	
8200.162	Mancamp	\$ 35,618	\$ -	\$ -	\$ 35,618	



AUTHORIZATION FOR EXPENDITURE

	8200,164	Solids Control & Closed Loop	\$ 78,158	\$ -	\$ -	\$ 78,158
	8200,165	Safety/Environmental	\$ 1,675	\$ -	\$ -	\$ 1,675
	8200,167	Consulting Services	\$ 124,153	\$ -	\$ -	\$ 124,153
	8200,168	Roustabout Services	\$ 2,388	\$ -	\$ -	\$ 2,388
	8200,169	Mud-Brine	\$ 19,654	\$ -	\$ -	\$ 19,654
	8200,170	Mud-Diesel	\$ 71,432	\$ -	\$ -	\$ 71,432
Intangible Completion			\$ -	\$ 3,612,159	\$ -	\$ 3,612,159
	8300,203	Fuel	\$ -	\$ 413,106	\$ -	\$ 413,106
	8300,205	Location & Roads	\$ -	\$ 5,288	\$ -	\$ 5,288
	8300,207	Fresh Water	\$ -	\$ 447,001	\$ -	\$ 447,001
	8300,209	Chemicals	\$ -	\$ 187,347	\$ -	\$ 187,347
	8300,210	Surface Rental Equip	\$ -	\$ 246,609	\$ -	\$ 246,609
	8300,212	Contract Labor	\$ -	\$ 12,783	\$ -	\$ 12,783
	8300,214	Perforating & Plugs	\$ -	\$ 233,208	\$ -	\$ 233,208
	8300,220	Engineering & Supervision	\$ -	\$ 5,052	\$ -	\$ 5,052
	8300,229	Transportation	\$ -	\$ 5,263	\$ -	\$ 5,263
	8300,232	Disposal	\$ -	\$ 19,004	\$ -	\$ 19,004
	8300,240	Pump Down Services	\$ -	\$ 67,886	\$ -	\$ 67,886
	8300,248	Mancamp	\$ -	\$ 27,428	\$ -	\$ 27,428
	8300,250	Downhole Rental Equip	\$ -	\$ 41,588	\$ -	\$ 41,588
	8300,270	Frac - Equipment	\$ -	\$ 987,666	\$ -	\$ 987,666
	8300,271	Coil Tubing	\$ -	\$ 98,913	\$ -	\$ 98,913
	8300,273	Flowback	\$ -	\$ 26,891	\$ -	\$ 26,891
	8300,274	Water Transfer	\$ -	\$ 88,029	\$ -	\$ 88,029
	8300,275	Frac - Sand	\$ -	\$ 588,684	\$ -	\$ 588,684
	8300,276	Safety & Environmental	\$ -	\$ 3,473	\$ -	\$ 3,473
	8300,277	Consulting Services	\$ -	\$ 103,145	\$ -	\$ 103,145
	8300,278	Roustabouts	\$ -	\$ 1,579	\$ -	\$ 1,579
	8300,279	Completions Overhead	\$ -	\$ 2,217	\$ -	\$ 2,217
Intangible Workover			\$ -	\$ 110,150	\$ -	\$ 110,150
	8320,602	Workover Rig	\$ -	\$ 30,000	\$ -	\$ 30,000
	8320,605	Fuel / Power	\$ -	\$ 5,263	\$ -	\$ 5,263
	8320,610	Inspection & Testing	\$ -	\$ 4,000	\$ -	\$ 4,000
	8320,611	Trucking/Vacuum/Transportation	\$ -	\$ 10,000	\$ -	\$ 10,000
	8320,612	Kill Truck	\$ -	\$ 5,000	\$ -	\$ 5,000
	8320,617	Contract Labor/Roustabout	\$ -	\$ 30,887	\$ -	\$ 30,887
	8320,621	Rental Equipment	\$ -	\$ 15,000	\$ -	\$ 15,000
	8320,625	Wellsite Supervision	\$ -	\$ 5,000	\$ -	\$ 5,000
	8320,628	Chemicals	\$ -	\$ 5,000	\$ -	\$ 5,000
Intangible Flowback			\$ -	\$ 456,712	\$ -	\$ 456,712
	8360,805	Trucked Water Disposal	\$ -	\$ 21,464	\$ -	\$ 21,464
	8360,810	Frac Water Recovery	\$ -	\$ 115,368	\$ -	\$ 115,368
	8360,815	Trucking/Vacuum/Transp	\$ -	\$ 14,334	\$ -	\$ 14,334
	8360,820	Well Testing / Flowback	\$ -	\$ 60,746	\$ -	\$ 60,746
	8360,825	Rental Equipment	\$ -	\$ 190,000	\$ -	\$ 190,000
	8360,845	Wellsite Supervision	\$ -	\$ 50,400	\$ -	\$ 50,400
	8360,850	Safety / Environmental	\$ -	\$ 4,400	\$ -	\$ 4,400
Intangible Facility			\$ -	\$ -	\$ 645,566	\$ 645,566
	8350,403	Roads/Location	\$ -	\$ -	\$ 76,833	\$ 76,833
	8350,404	Equipment Rental	\$ -	\$ -	\$ 29,200	\$ 29,200
	8350,410	Transportation/Trucking	\$ -	\$ -	\$ 15,367	\$ 15,367
	8350,411	Safety & Environmental	\$ -	\$ -	\$ 17,300	\$ 17,300
	8350,415	Engineering / Technical	\$ -	\$ -	\$ 55,733	\$ 55,733
	8350,416	Supervision	\$ -	\$ -	\$ 26,900	\$ 26,900
	8350,417	Overhead Power Labor	\$ -	\$ -	\$ 43,233	\$ 43,233
	8350,418	Mechanical Labor	\$ -	\$ -	\$ 157,000	\$ 157,000
	8350,419	Automation Labor	\$ -	\$ -	\$ 29,600	\$ 29,600
	8350,420	Electrical Labor	\$ -	\$ -	\$ 87,400	\$ 87,400
	8350,421	Commissioning	\$ -	\$ -	\$ 3,267	\$ 3,267
	8350,422	Flowline Labor	\$ -	\$ -	\$ 103,733	\$ 103,733
TOTAL INTANGIBLE COSTS >>>			\$ 2,684,604	\$ 4,179,021	\$ 645,566	\$ 7,509,192
TOTAL PROJECT COSTS >>>			\$ 3,484,003	\$ 4,743,579	\$ 1,592,965	\$ 9,820,548
				Drilling	Completion	Facility
						Total



AUTHORIZATION FOR EXPENDITURE

This Authority for Expenditure is based on cost estimates. Billing will reflect your proportionate share of the actual invoice costs.

JOINT INTEREST APPROVAL:

Company: _____

Working Interest: _____

Signature: _____

Date: _____

By: _____



AUTHORIZATION FOR EXPENDITURE

AFE: NM1414

Date: November 04, 2025

Well Name: Spicy Chicken 23 26 Fed
Com #204H

Projected MD/TVD: 16173/8250

Target: Avalon

SHL: S23-T20S-R32E 350' FNL, 1520' FEL

County: Lea

BHL: S26-T20S-R32E 2540' FNL, 1320' FEL

State: NM

PROJECT DESCRIPTION:

The proposed AFE is for the Spicy Chicken 23 26 Fed Com #204H, a 1.5 section Avalon horizontal well to be drilled in Lea County, NM.

	<u>TOTAL</u>
DRILLING:	\$3,484,003
COMPLETIONS:	\$4,743,579
FACILITIES:	\$1,592,965
COMPLETED WELL COST:	\$9,820,548

OPERATOR APPROVAL:

AVANT

NATURAL RESOURCES

AUTHORIZATION FOR EXPENDITURE

AFE: NM1414

Date: November 04, 2025

Well Name: Spicy Chicken 23 26 Fed
Com #204H

Projected MD/TVD: 16173/8250

Target: Avalon

SHL: S23-T20S-R32E 350' FNL, 1520' FEL

County: Lea

BHL: S26-T20S-R32E 2540' FNL, 1320' FEL

State: NM

TANGIBLE COSTS			Drilling	Completion	Facility	Total
Tangible Drilling			\$ 799,399	\$ -	\$ -	\$ 799,399
	8400.301	Surface Casing	\$ 72,028	\$ -	\$ -	\$ 72,028
	8400.302	Intermediate 1 Casing	\$ 99,924	\$ -	\$ -	\$ 99,924
	8400.303	Production Casing	\$ 360,621	\$ -	\$ -	\$ 360,621
	8400.312	Intermediate 2 Casing	\$ 201,571	\$ -	\$ -	\$ 201,571
	8400.340	Wellhead	\$ 65,255	\$ -	\$ -	\$ 65,255
Tangible Completion			\$ -	\$ 21,050	\$ -	\$ 21,050
	8400.352	Wellhead & Equipment	\$ -	\$ 21,050	\$ -	\$ 21,050
Tangible Workover			\$ -	\$ 543,508	\$ -	\$ 543,508
	8325.702	Tubing	\$ -	\$ 90,000	\$ -	\$ 90,000
	8325.704	Downhole Artificial Lift Eqpt	\$ -	\$ 350,000	\$ -	\$ 350,000
	8325.705	ESP Equipment/Install	\$ -	\$ 40,000	\$ -	\$ 40,000
	8325.711	Wellhead Equipment	\$ -	\$ 63,508	\$ -	\$ 63,508
Tangible Facility			\$ -	\$ -	\$ 947,399	\$ 947,399
	8355.500	Vessels	\$ -	\$ -	\$ 213,100	\$ 213,100
	8355.510	Tanks	\$ -	\$ -	\$ 164,033	\$ 164,033
	8355.515	Flare	\$ -	\$ -	\$ 30,733	\$ 30,733
	8355.520	PVF	\$ -	\$ -	\$ 152,733	\$ 152,733
	8355.525	Containment	\$ -	\$ -	\$ 26,900	\$ 26,900
	8355.530	Compressors	\$ -	\$ -	\$ 10,700	\$ 10,700
	8355.535	Instrumentation / Meters	\$ -	\$ -	\$ 61,533	\$ 61,533
	8355.540	Electrical Supplies	\$ -	\$ -	\$ 88,367	\$ 88,367
	8355.550	Overhead Power Material	\$ -	\$ -	\$ 81,667	\$ 81,667
	8355.555	Pump / Supplies	\$ -	\$ -	\$ 50,733	\$ 50,733
	8355.560	Pipeline	\$ -	\$ -	\$ 15,367	\$ 15,367
	8355.565	Flowline	\$ -	\$ -	\$ 51,533	\$ 51,533
TOTAL TANGIBLE COSTS >>>			\$ 799,399	\$ 564,558	\$ 947,399	\$ 2,311,356

INTANGIBLE COSTS			Drilling	Completion	Facility	Total
Intangible Drilling			\$ 2,684,604	\$ -	\$ -	\$ 2,684,604
	8200.102	Drilling - Daywork	\$ 615,070	\$ -	\$ -	\$ 615,070
	8200.103	Drilling - Rig Move	\$ 96,830	\$ -	\$ -	\$ 96,830
	8200.104	Fuel - Rig	\$ 136,764	\$ -	\$ -	\$ 136,764
	8200.106	Transportation	\$ 77,316	\$ -	\$ -	\$ 77,316
	8200.111	Survey, Stake/Permit	\$ 5,263	\$ -	\$ -	\$ 5,263
	8200.112	Location & Roads, Conductor	\$ 152,481	\$ -	\$ -	\$ 152,481
	8200.113	Damages/Row	\$ 7,894	\$ -	\$ -	\$ 7,894
	8200.114	Disposal	\$ 174,783	\$ -	\$ -	\$ 174,783
	8200.115	Mud-Drill Water	\$ 4,998	\$ -	\$ -	\$ 4,998
	8200.116	Drill Bits & BHA	\$ 104,100	\$ -	\$ -	\$ 104,100
	8200.117	Mud & Chemicals	\$ 129,800	\$ -	\$ -	\$ 129,800
	8200.119	Mud-Auxiliary	\$ 26,047	\$ -	\$ -	\$ 26,047
	8200.124	Equipment Rental	\$ 145,072	\$ -	\$ -	\$ 145,072
	8200.125	Inspection	\$ 77,359	\$ -	\$ -	\$ 77,359
	8200.127	Contract Labor	\$ 23,045	\$ -	\$ -	\$ 23,045
	8200.128	Drilling - Directional	\$ 205,219	\$ -	\$ -	\$ 205,219
	8200.136	Mudlogging	\$ 12,907	\$ -	\$ -	\$ 12,907
	8200.137	Casing Services	\$ 101,612	\$ -	\$ -	\$ 101,612
	8200.138	Cementing Services	\$ 216,640	\$ -	\$ -	\$ 216,640
	8200.143	Geological Services	\$ 13,720	\$ -	\$ -	\$ 13,720
	8200.144	Company Supervision	\$ 2,400	\$ -	\$ -	\$ 2,400
	8200.147	Drilling Overhead	\$ 3,790	\$ -	\$ -	\$ 3,790
	8200.149	Legal, Title, Etc	\$ 10,525	\$ -	\$ -	\$ 10,525
	8200.152	Well Control Ins.	\$ 7,894	\$ -	\$ -	\$ 7,894
	8200.162	Mancamp	\$ 35,618	\$ -	\$ -	\$ 35,618



AUTHORIZATION FOR EXPENDITURE

	8200,164	Solids Control & Closed Loop	\$ 78,158	\$ -	\$ -	\$ 78,158
	8200,165	Safety/Environmental	\$ 1,675	\$ -	\$ -	\$ 1,675
	8200,167	Consulting Services	\$ 124,153	\$ -	\$ -	\$ 124,153
	8200,168	Roustabout Services	\$ 2,388	\$ -	\$ -	\$ 2,388
	8200,169	Mud-Brine	\$ 19,654	\$ -	\$ -	\$ 19,654
	8200,170	Mud-Diesel	\$ 71,432	\$ -	\$ -	\$ 71,432
Intangible Completion			\$ -	\$ 3,612,159	\$ -	\$ 3,612,159
	8300,203	Fuel	\$ -	\$ 413,106	\$ -	\$ 413,106
	8300,205	Location & Roads	\$ -	\$ 5,288	\$ -	\$ 5,288
	8300,207	Fresh Water	\$ -	\$ 447,001	\$ -	\$ 447,001
	8300,209	Chemicals	\$ -	\$ 187,347	\$ -	\$ 187,347
	8300,210	Surface Rental Equip	\$ -	\$ 246,609	\$ -	\$ 246,609
	8300,212	Contract Labor	\$ -	\$ 12,783	\$ -	\$ 12,783
	8300,214	Perforating & Plugs	\$ -	\$ 233,208	\$ -	\$ 233,208
	8300,220	Engineering & Supervision	\$ -	\$ 5,052	\$ -	\$ 5,052
	8300,229	Transportation	\$ -	\$ 5,263	\$ -	\$ 5,263
	8300,232	Disposal	\$ -	\$ 19,004	\$ -	\$ 19,004
	8300,240	Pump Down Services	\$ -	\$ 67,886	\$ -	\$ 67,886
	8300,248	Mancamp	\$ -	\$ 27,428	\$ -	\$ 27,428
	8300,250	Downhole Rental Equip	\$ -	\$ 41,588	\$ -	\$ 41,588
	8300,270	Frac - Equipment	\$ -	\$ 987,666	\$ -	\$ 987,666
	8300,271	Coil Tubing	\$ -	\$ 98,913	\$ -	\$ 98,913
	8300,273	Flowback	\$ -	\$ 26,891	\$ -	\$ 26,891
	8300,274	Water Transfer	\$ -	\$ 88,029	\$ -	\$ 88,029
	8300,275	Frac - Sand	\$ -	\$ 588,684	\$ -	\$ 588,684
	8300,276	Safety & Environmental	\$ -	\$ 3,473	\$ -	\$ 3,473
	8300,277	Consulting Services	\$ -	\$ 103,145	\$ -	\$ 103,145
	8300,278	Roustabouts	\$ -	\$ 1,579	\$ -	\$ 1,579
	8300,279	Completions Overhead	\$ -	\$ 2,217	\$ -	\$ 2,217
Intangible Workover			\$ -	\$ 110,150	\$ -	\$ 110,150
	8320,602	Workover Rig	\$ -	\$ 30,000	\$ -	\$ 30,000
	8320,605	Fuel / Power	\$ -	\$ 5,263	\$ -	\$ 5,263
	8320,610	Inspection & Testing	\$ -	\$ 4,000	\$ -	\$ 4,000
	8320,611	Trucking/Vacuum/Transportation	\$ -	\$ 10,000	\$ -	\$ 10,000
	8320,612	Kill Truck	\$ -	\$ 5,000	\$ -	\$ 5,000
	8320,617	Contract Labor/Roustabout	\$ -	\$ 30,887	\$ -	\$ 30,887
	8320,621	Rental Equipment	\$ -	\$ 15,000	\$ -	\$ 15,000
	8320,625	Wellsite Supervision	\$ -	\$ 5,000	\$ -	\$ 5,000
	8320,628	Chemicals	\$ -	\$ 5,000	\$ -	\$ 5,000
Intangible Flowback			\$ -	\$ 456,712	\$ -	\$ 456,712
	8360,805	Trucked Water Disposal	\$ -	\$ 21,464	\$ -	\$ 21,464
	8360,810	Frac Water Recovery	\$ -	\$ 115,368	\$ -	\$ 115,368
	8360,815	Trucking/Vacuum/Transp	\$ -	\$ 14,334	\$ -	\$ 14,334
	8360,820	Well Testing / Flowback	\$ -	\$ 60,746	\$ -	\$ 60,746
	8360,825	Rental Equipment	\$ -	\$ 190,000	\$ -	\$ 190,000
	8360,845	Wellsite Supervision	\$ -	\$ 50,400	\$ -	\$ 50,400
	8360,850	Safety / Environmental	\$ -	\$ 4,400	\$ -	\$ 4,400
Intangible Facility			\$ -	\$ -	\$ 645,566	\$ 645,566
	8350,403	Roads/Location	\$ -	\$ -	\$ 76,833	\$ 76,833
	8350,404	Equipment Rental	\$ -	\$ -	\$ 29,200	\$ 29,200
	8350,410	Transportation/Trucking	\$ -	\$ -	\$ 15,367	\$ 15,367
	8350,411	Safety & Environmental	\$ -	\$ -	\$ 17,300	\$ 17,300
	8350,415	Engineering / Technical	\$ -	\$ -	\$ 55,733	\$ 55,733
	8350,416	Supervision	\$ -	\$ -	\$ 26,900	\$ 26,900
	8350,417	Overhead Power Labor	\$ -	\$ -	\$ 43,233	\$ 43,233
	8350,418	Mechanical Labor	\$ -	\$ -	\$ 157,000	\$ 157,000
	8350,419	Automation Labor	\$ -	\$ -	\$ 29,600	\$ 29,600
	8350,420	Electrical Labor	\$ -	\$ -	\$ 87,400	\$ 87,400
	8350,421	Commissioning	\$ -	\$ -	\$ 3,267	\$ 3,267
	8350,422	Flowline Labor	\$ -	\$ -	\$ 103,733	\$ 103,733
TOTAL INTANGIBLE COSTS >>>			\$ 2,684,604	\$ 4,179,021	\$ 645,566	\$ 7,509,192
TOTAL PROJECT COSTS >>>			\$ 3,484,003	\$ 4,743,579	\$ 1,592,965	\$ 9,820,548
				Drilling	Completion	Facility
						Total



AUTHORIZATION FOR EXPENDITURE

This Authority for Expenditure is based on cost estimates. Billing will reflect your proportionate share of the actual invoice costs.

JOINT INTEREST APPROVAL:

Company: _____

Working Interest: _____

Signature: _____

Date: _____

By: _____



AUTHORIZATION FOR EXPENDITURE

AFE: NM1415

Date: November 04, 2025

Well Name: Spicy Chicken 23 26 Fed
Com #205H

Projected MD/TVD: 16417/8250

Target: Avalon

SHL: S23-T20S-R32E 350' FNL, 1480' FEL

County: Lea

BHL: S26-T20S-R32E 2540' FNL, 330' FEL

State: NM

PROJECT DESCRIPTION:

The proposed AFE is for the Spicy Chicken 23 26 Fed Com #205H, a 1.5 section Avalon horizontal well to be drilled in Lea County, NM.

	<u>TOTAL</u>
DRILLING:	\$3,484,003
COMPLETIONS:	\$4,743,579
FACILITIES:	\$1,592,965
COMPLETED WELL COST:	\$9,820,548

OPERATOR APPROVAL:



AUTHORIZATION FOR EXPENDITURE

AFE: NM1415

Date: November 04, 2025

Well Name: Spicy Chicken 23 26 Fed
Com #205H

Projected MD/TVD: 16417/8250

Target: Avalon

SHL: S23-T20S-R32E 350' FNL, 1480' FEL

County: Lea

BHL: S26-T20S-R32E 2540' FNL, 330' FEL

State: NM

TANGIBLE COSTS			Drilling	Completion	Facility	Total
Tangible Drilling			\$ 799,399	\$ -	\$ -	\$ 799,399
8400.301	Surface Casing	\$ 72,028	\$ -	\$ -	\$ 72,028	
8400.302	Intermediate 1 Casing	\$ 99,924	\$ -	\$ -	\$ 99,924	
8400.303	Production Casing	\$ 360,621	\$ -	\$ -	\$ 360,621	
8400.312	Intermediate 2 Casing	\$ 201,571	\$ -	\$ -	\$ 201,571	
8400.340	Wellhead	\$ 65,255	\$ -	\$ -	\$ 65,255	
Tangible Completion			\$ -	\$ 21,050	\$ -	\$ 21,050
8400.352	Wellhead & Equipment	\$ -	\$ 21,050	\$ -	\$ 21,050	
Tangible Workover			\$ -	\$ 543,508	\$ -	\$ 543,508
8325.702	Tubing	\$ -	\$ 90,000	\$ -	\$ 90,000	
8325.704	Downhole Artificial Lift Eqpt	\$ -	\$ 350,000	\$ -	\$ 350,000	
8325.705	ESP Equipment/Install	\$ -	\$ 40,000	\$ -	\$ 40,000	
8325.711	Wellhead Equipment	\$ -	\$ 63,508	\$ -	\$ 63,508	
Tangible Facility			\$ -	\$ -	\$ 947,399	\$ 947,399
8355.500	Vessels	\$ -	\$ -	\$ 213,100	\$ 213,100	
8355.510	Tanks	\$ -	\$ -	\$ 164,033	\$ 164,033	
8355.515	Flare	\$ -	\$ -	\$ 30,733	\$ 30,733	
8355.520	PVF	\$ -	\$ -	\$ 152,733	\$ 152,733	
8355.525	Containment	\$ -	\$ -	\$ 26,900	\$ 26,900	
8355.530	Compressors	\$ -	\$ -	\$ 10,700	\$ 10,700	
8355.535	Instrumentation / Meters	\$ -	\$ -	\$ 61,533	\$ 61,533	
8355.540	Electrical Supplies	\$ -	\$ -	\$ 88,367	\$ 88,367	
8355.550	Overhead Power Material	\$ -	\$ -	\$ 81,667	\$ 81,667	
8355.555	Pump / Supplies	\$ -	\$ -	\$ 50,733	\$ 50,733	
8355.560	Pipeline	\$ -	\$ -	\$ 15,367	\$ 15,367	
8355.565	Flowline	\$ -	\$ -	\$ 51,533	\$ 51,533	
TOTAL TANGIBLE COSTS >>>			\$ 799,399	\$ 564,558	\$ 947,399	\$ 2,311,356

INTANGIBLE COSTS			Drilling	Completion	Facility	Total
Intangible Drilling			\$ 2,684,604	\$ -	\$ -	\$ 2,684,604
8200.102	Drilling - Daywork	\$ 615,070	\$ -	\$ -	\$ 615,070	
8200.103	Drilling - Rig Move	\$ 96,830	\$ -	\$ -	\$ 96,830	
8200.104	Fuel - Rig	\$ 136,764	\$ -	\$ -	\$ 136,764	
8200.106	Transportation	\$ 77,316	\$ -	\$ -	\$ 77,316	
8200.111	Survey, Stake/Permit	\$ 5,263	\$ -	\$ -	\$ 5,263	
8200.112	Location & Roads, Conductor	\$ 152,481	\$ -	\$ -	\$ 152,481	
8200.113	Damages/Row	\$ 7,894	\$ -	\$ -	\$ 7,894	
8200.114	Disposal	\$ 174,783	\$ -	\$ -	\$ 174,783	
8200.115	Mud-Drill Water	\$ 4,998	\$ -	\$ -	\$ 4,998	
8200.116	Drill Bits & BHA	\$ 104,100	\$ -	\$ -	\$ 104,100	
8200.117	Mud & Chemicals	\$ 129,800	\$ -	\$ -	\$ 129,800	
8200.119	Mud-Auxiliary	\$ 26,047	\$ -	\$ -	\$ 26,047	
8200.124	Equipment Rental	\$ 145,072	\$ -	\$ -	\$ 145,072	
8200.125	Inspection	\$ 77,359	\$ -	\$ -	\$ 77,359	
8200.127	Contract Labor	\$ 23,045	\$ -	\$ -	\$ 23,045	
8200.128	Drilling - Directional	\$ 205,219	\$ -	\$ -	\$ 205,219	
8200.136	Mudlogging	\$ 12,907	\$ -	\$ -	\$ 12,907	
8200.137	Casing Services	\$ 101,612	\$ -	\$ -	\$ 101,612	
8200.138	Cementing Services	\$ 216,640	\$ -	\$ -	\$ 216,640	
8200.143	Geological Services	\$ 13,720	\$ -	\$ -	\$ 13,720	
8200.144	Company Supervision	\$ 2,400	\$ -	\$ -	\$ 2,400	
8200.147	Drilling Overhead	\$ 3,790	\$ -	\$ -	\$ 3,790	
8200.149	Legal, Title, Etc	\$ 10,525	\$ -	\$ -	\$ 10,525	
8200.152	Well Control Ins.	\$ 7,894	\$ -	\$ -	\$ 7,894	
8200.162	Mancamp	\$ 35,618	\$ -	\$ -	\$ 35,618	



AUTHORIZATION FOR EXPENDITURE

	8200,164	Solids Control & Closed Loop	\$ 78,158	\$ -	\$ -	\$ 78,158	
	8200,165	Safety/Environmental	\$ 1,675	\$ -	\$ -	\$ 1,675	
	8200,167	Consulting Services	\$ 124,153	\$ -	\$ -	\$ 124,153	
	8200,168	Roustabout Services	\$ 2,388	\$ -	\$ -	\$ 2,388	
	8200,169	Mud-Brine	\$ 19,654	\$ -	\$ -	\$ 19,654	
	8200,170	Mud-Diesel	\$ 71,432	\$ -	\$ -	\$ 71,432	
Intangible Completion			\$ -	\$ 3,612,159	\$ -	\$ 3,612,159	
	8300,203	Fuel	\$ -	\$ 413,106	\$ -	\$ 413,106	
	8300,205	Location & Roads	\$ -	\$ 5,288	\$ -	\$ 5,288	
	8300,207	Fresh Water	\$ -	\$ 447,001	\$ -	\$ 447,001	
	8300,209	Chemicals	\$ -	\$ 187,347	\$ -	\$ 187,347	
	8300,210	Surface Rental Equip	\$ -	\$ 246,609	\$ -	\$ 246,609	
	8300,212	Contract Labor	\$ -	\$ 12,783	\$ -	\$ 12,783	
	8300,214	Perforating & Plugs	\$ -	\$ 233,208	\$ -	\$ 233,208	
	8300,220	Engineering & Supervision	\$ -	\$ 5,052	\$ -	\$ 5,052	
	8300,229	Transportation	\$ -	\$ 5,263	\$ -	\$ 5,263	
	8300,232	Disposal	\$ -	\$ 19,004	\$ -	\$ 19,004	
	8300,240	Pump Down Services	\$ -	\$ 67,886	\$ -	\$ 67,886	
	8300,248	Mancamp	\$ -	\$ 27,428	\$ -	\$ 27,428	
	8300,250	Downhole Rental Equip	\$ -	\$ 41,588	\$ -	\$ 41,588	
	8300,270	Frac - Equipment	\$ -	\$ 987,666	\$ -	\$ 987,666	
	8300,271	Coil Tubing	\$ -	\$ 98,913	\$ -	\$ 98,913	
	8300,273	Flowback	\$ -	\$ 26,891	\$ -	\$ 26,891	
	8300,274	Water Transfer	\$ -	\$ 88,029	\$ -	\$ 88,029	
	8300,275	Frac - Sand	\$ -	\$ 588,684	\$ -	\$ 588,684	
	8300,276	Safety & Environmental	\$ -	\$ 3,473	\$ -	\$ 3,473	
	8300,277	Consulting Services	\$ -	\$ 103,145	\$ -	\$ 103,145	
	8300,278	Roustabouts	\$ -	\$ 1,579	\$ -	\$ 1,579	
	8300,279	Completions Overhead	\$ -	\$ 2,217	\$ -	\$ 2,217	
Intangible Workover			\$ -	\$ 110,150	\$ -	\$ 110,150	
	8320,602	Workover Rig	\$ -	\$ 30,000	\$ -	\$ 30,000	
	8320,605	Fuel / Power	\$ -	\$ 5,263	\$ -	\$ 5,263	
	8320,610	Inspection & Testing	\$ -	\$ 4,000	\$ -	\$ 4,000	
	8320,611	Trucking/Vacuum/Transportation	\$ -	\$ 10,000	\$ -	\$ 10,000	
	8320,612	Kill Truck	\$ -	\$ 5,000	\$ -	\$ 5,000	
	8320,617	Contract Labor/Roustabout	\$ -	\$ 30,887	\$ -	\$ 30,887	
	8320,621	Rental Equipment	\$ -	\$ 15,000	\$ -	\$ 15,000	
	8320,625	Wellsite Supervision	\$ -	\$ 5,000	\$ -	\$ 5,000	
	8320,628	Chemicals	\$ -	\$ 5,000	\$ -	\$ 5,000	
Intangible Flowback			\$ -	\$ 456,712	\$ -	\$ 456,712	
	8360,805	Trucked Water Disposal	\$ -	\$ 21,464	\$ -	\$ 21,464	
	8360,810	Frac Water Recovery	\$ -	\$ 115,368	\$ -	\$ 115,368	
	8360,815	Trucking/Vacuum/Transp	\$ -	\$ 14,334	\$ -	\$ 14,334	
	8360,820	Well Testing / Flowback	\$ -	\$ 60,746	\$ -	\$ 60,746	
	8360,825	Rental Equipment	\$ -	\$ 190,000	\$ -	\$ 190,000	
	8360,845	Wellsite Supervision	\$ -	\$ 50,400	\$ -	\$ 50,400	
	8360,850	Safety / Environmental	\$ -	\$ 4,400	\$ -	\$ 4,400	
Intangible Facility			\$ -	\$ -	\$ 645,566	\$ 645,566	
	8350,403	Roads/Location	\$ -	\$ -	\$ 76,833	\$ 76,833	
	8350,404	Equipment Rental	\$ -	\$ -	\$ 29,200	\$ 29,200	
	8350,410	Transportation/Trucking	\$ -	\$ -	\$ 15,367	\$ 15,367	
	8350,411	Safety & Environmental	\$ -	\$ -	\$ 17,300	\$ 17,300	
	8350,415	Engineering / Technical	\$ -	\$ -	\$ 55,733	\$ 55,733	
	8350,416	Supervision	\$ -	\$ -	\$ 26,900	\$ 26,900	
	8350,417	Overhead Power Labor	\$ -	\$ -	\$ 43,233	\$ 43,233	
	8350,418	Mechanical Labor	\$ -	\$ -	\$ 157,000	\$ 157,000	
	8350,419	Automation Labor	\$ -	\$ -	\$ 29,600	\$ 29,600	
	8350,420	Electrical Labor	\$ -	\$ -	\$ 87,400	\$ 87,400	
	8350,421	Commissioning	\$ -	\$ -	\$ 3,267	\$ 3,267	
	8350,422	Flowline Labor	\$ -	\$ -	\$ 103,733	\$ 103,733	
TOTAL INTANGIBLE COSTS >>>			\$ 2,684,604	\$ 4,179,021	\$ 645,566	\$ 7,509,192	
TOTAL PROJECT COSTS >>>			\$ 3,484,003	\$ 4,743,579	\$ 1,592,965	\$ 9,820,548	
				Drilling	Completion	Facility	Total



AUTHORIZATION FOR EXPENDITURE

This Authority for Expenditure is based on cost estimates. Billing will reflect your proportionate share of the actual invoice costs.

JOINT INTEREST APPROVAL:

Company: _____

Working Interest: _____

Signature: _____

Date: _____

By: _____



AUTHORIZATION FOR EXPENDITURE

AFE: NM1416

Date: November 04, 2025

Well Name: Spicy Chicken 23 26 Fed
Com #301H

Projected MD/TVD: 16823/8900

Target: 1BS

SHL: S23-T20S-R32E 350' FNL, 1730' FWL

County: Lea

BHL: S26-T20S-R32E 2540' FNL, 330' FWL

State: NM

PROJECT DESCRIPTION:

The proposed AFE is for the Spicy Chicken 23 26 Fed Com #301H, a 1.5 section Bone Spring horizontal well to be drilled in Lea County, NM.

	<u>TOTAL</u>
DRILLING:	\$3,534,245
COMPLETIONS:	\$5,156,931
FACILITIES:	\$1,592,965
COMPLETED WELL COST:	\$10,284,141

OPERATOR APPROVAL:



AUTHORIZATION FOR EXPENDITURE

AFE: NM1416

Date: November 04, 2025

Well Name: Spicy Chicken 23 26 Fed
Com #301H

Projected MD/TVD: 16823/8900

Target: 1BS

SHL: S23-T20S-R32E 350' FNL, 1730' FWL

County: Lea

BHL: S26-T20S-R32E 2540' FNL, 330' FWL

State: NM

TANGIBLE COSTS			Drilling	Completion	Facility	Total
Tangible Drilling			\$ 813,766	\$ -	\$ -	\$ 813,766
8400.301	Surface Casing	\$ 72,028	\$ -	\$ -	\$ 72,028	
8400.302	Intermediate 1 Casing	\$ 99,924	\$ -	\$ -	\$ 99,924	
8400.303	Production Casing	\$ 374,988	\$ -	\$ -	\$ 374,988	
8400.312	Intermediate 2 Casing	\$ 201,571	\$ -	\$ -	\$ 201,571	
8400.340	Wellhead	\$ 65,255	\$ -	\$ -	\$ 65,255	
Tangible Completion			\$ -	\$ 21,050	\$ -	\$ 21,050
8400.352	Wellhead & Equipment	\$ -	\$ 21,050	\$ -	\$ 21,050	
Tangible Workover			\$ -	\$ 543,508	\$ -	\$ 543,508
8325.702	Tubing	\$ -	\$ 90,000	\$ -	\$ 90,000	
8325.704	Downhole Artificial Lift Eqpt	\$ -	\$ 350,000	\$ -	\$ 350,000	
8325.705	ESP Equipment/Install	\$ -	\$ 40,000	\$ -	\$ 40,000	
8325.711	Wellhead Equipment	\$ -	\$ 63,508	\$ -	\$ 63,508	
Tangible Facility			\$ -	\$ -	\$ 947,399	\$ 947,399
8355.500	Vessels	\$ -	\$ -	\$ 213,100	\$ 213,100	
8355.510	Tanks	\$ -	\$ -	\$ 164,033	\$ 164,033	
8355.515	Flare	\$ -	\$ -	\$ 30,733	\$ 30,733	
8355.520	PVF	\$ -	\$ -	\$ 152,733	\$ 152,733	
8355.525	Containment	\$ -	\$ -	\$ 26,900	\$ 26,900	
8355.530	Compressors	\$ -	\$ -	\$ 10,700	\$ 10,700	
8355.535	Instrumentation / Meters	\$ -	\$ -	\$ 61,533	\$ 61,533	
8355.540	Electrical Supplies	\$ -	\$ -	\$ 88,367	\$ 88,367	
8355.550	Overhead Power Material	\$ -	\$ -	\$ 81,667	\$ 81,667	
8355.555	Pump / Supplies	\$ -	\$ -	\$ 50,733	\$ 50,733	
8355.560	Pipeline	\$ -	\$ -	\$ 15,367	\$ 15,367	
8355.565	Flowline	\$ -	\$ -	\$ 51,533	\$ 51,533	
TOTAL TANGIBLE COSTS >>>			\$ 813,766	\$ 564,558	\$ 947,399	\$ 2,325,723

INTANGIBLE COSTS			Drilling	Completion	Facility	Total
Intangible Drilling			\$ 2,720,479	\$ -	\$ -	\$ 2,720,479
8200.102	Drilling - Daywork	\$ 630,138	\$ -	\$ -	\$ 630,138	
8200.103	Drilling - Rig Move	\$ 96,830	\$ -	\$ -	\$ 96,830	
8200.104	Fuel - Rig	\$ 140,678	\$ -	\$ -	\$ 140,678	
8200.106	Transportation	\$ 78,342	\$ -	\$ -	\$ 78,342	
8200.111	Survey, Stake/Permit	\$ 5,263	\$ -	\$ -	\$ 5,263	
8200.112	Location & Roads, Conductor	\$ 152,481	\$ -	\$ -	\$ 152,481	
8200.113	Damages/Row	\$ 7,894	\$ -	\$ -	\$ 7,894	
8200.114	Disposal	\$ 175,465	\$ -	\$ -	\$ 175,465	
8200.115	Mud-Drill Water	\$ 5,097	\$ -	\$ -	\$ 5,097	
8200.116	Drill Bits & BHA	\$ 104,619	\$ -	\$ -	\$ 104,619	
8200.117	Mud & Chemicals	\$ 130,948	\$ -	\$ -	\$ 130,948	
8200.119	Mud-Auxiliary	\$ 26,278	\$ -	\$ -	\$ 26,278	
8200.124	Equipment Rental	\$ 148,213	\$ -	\$ -	\$ 148,213	
8200.125	Inspection	\$ 77,359	\$ -	\$ -	\$ 77,359	
8200.127	Contract Labor	\$ 23,045	\$ -	\$ -	\$ 23,045	
8200.128	Drilling - Directional	\$ 208,990	\$ -	\$ -	\$ 208,990	
8200.136	Mudlogging	\$ 12,909	\$ -	\$ -	\$ 12,909	
8200.137	Casing Services	\$ 101,759	\$ -	\$ -	\$ 101,759	
8200.138	Cementing Services	\$ 216,640	\$ -	\$ -	\$ 216,640	
8200.143	Geological Services	\$ 14,289	\$ -	\$ -	\$ 14,289	
8200.144	Company Supervision	\$ 2,400	\$ -	\$ -	\$ 2,400	
8200.147	Drilling Overhead	\$ 3,884	\$ -	\$ -	\$ 3,884	
8200.149	Legal, Title, Etc	\$ 10,525	\$ -	\$ -	\$ 10,525	
8200.152	Well Control Ins.	\$ 7,894	\$ -	\$ -	\$ 7,894	
8200.162	Mancamp	\$ 36,048	\$ -	\$ -	\$ 36,048	



AUTHORIZATION FOR EXPENDITURE

	8200,164	Solids Control & Closed Loop	\$ 80,009	\$ -	\$ -	\$ 80,009
	8200,165	Safety/Environmental	\$ 1,713	\$ -	\$ -	\$ 1,713
	8200,167	Consulting Services	\$ 127,290	\$ -	\$ -	\$ 127,290
	8200,168	Roustabout Services	\$ 2,394	\$ -	\$ -	\$ 2,394
	8200,169	Mud-Brine	\$ 19,654	\$ -	\$ -	\$ 19,654
	8200,170	Mud-Diesel	\$ 71,432	\$ -	\$ -	\$ 71,432
Intangible Completion			\$ -	\$ 3,612,570	\$ -	\$ 3,612,570
	8300,203	Fuel	\$ -	\$ 413,106	\$ -	\$ 413,106
	8300,205	Location & Roads	\$ -	\$ 5,288	\$ -	\$ 5,288
	8300,207	Fresh Water	\$ -	\$ 447,001	\$ -	\$ 447,001
	8300,209	Chemicals	\$ -	\$ 187,347	\$ -	\$ 187,347
	8300,210	Surface Rental Equip	\$ -	\$ 246,609	\$ -	\$ 246,609
	8300,212	Contract Labor	\$ -	\$ 12,783	\$ -	\$ 12,783
	8300,214	Perforating & Plugs	\$ -	\$ 233,208	\$ -	\$ 233,208
	8300,220	Engineering & Supervision	\$ -	\$ 5,052	\$ -	\$ 5,052
	8300,229	Transportation	\$ -	\$ 5,263	\$ -	\$ 5,263
	8300,232	Disposal	\$ -	\$ 19,004	\$ -	\$ 19,004
	8300,240	Pump Down Services	\$ -	\$ 67,886	\$ -	\$ 67,886
	8300,248	Mancamp	\$ -	\$ 27,428	\$ -	\$ 27,428
	8300,250	Downhole Rental Equip	\$ -	\$ 41,588	\$ -	\$ 41,588
	8300,270	Frac - Equipment	\$ -	\$ 987,666	\$ -	\$ 987,666
	8300,271	Coil Tubing	\$ -	\$ 99,323	\$ -	\$ 99,323
	8300,273	Flowback	\$ -	\$ 26,891	\$ -	\$ 26,891
	8300,274	Water Transfer	\$ -	\$ 88,029	\$ -	\$ 88,029
	8300,275	Frac - Sand	\$ -	\$ 588,684	\$ -	\$ 588,684
	8300,276	Safety & Environmental	\$ -	\$ 3,473	\$ -	\$ 3,473
	8300,277	Consulting Services	\$ -	\$ 103,145	\$ -	\$ 103,145
	8300,278	Roustabouts	\$ -	\$ 1,579	\$ -	\$ 1,579
	8300,279	Completions Overhead	\$ -	\$ 2,217	\$ -	\$ 2,217
Intangible Workover			\$ -	\$ 110,150	\$ -	\$ 110,150
	8320,602	Workover Rig	\$ -	\$ 30,000	\$ -	\$ 30,000
	8320,605	Fuel / Power	\$ -	\$ 5,263	\$ -	\$ 5,263
	8320,610	Inspection & Testing	\$ -	\$ 4,000	\$ -	\$ 4,000
	8320,611	Trucking/Vacuum/Transportation	\$ -	\$ 10,000	\$ -	\$ 10,000
	8320,612	Kill Truck	\$ -	\$ 5,000	\$ -	\$ 5,000
	8320,617	Contract Labor/Roustabout	\$ -	\$ 30,887	\$ -	\$ 30,887
	8320,621	Rental Equipment	\$ -	\$ 15,000	\$ -	\$ 15,000
	8320,625	Wellsite Supervision	\$ -	\$ 5,000	\$ -	\$ 5,000
	8320,628	Chemicals	\$ -	\$ 5,000	\$ -	\$ 5,000
Intangible Flowback			\$ -	\$ 869,653	\$ -	\$ 869,653
	8360,805	Trucked Water Disposal	\$ -	\$ 21,464	\$ -	\$ 21,464
	8360,810	Frac Water Recovery	\$ -	\$ 528,309	\$ -	\$ 528,309
	8360,815	Trucking/Vacuum/Transp	\$ -	\$ 14,334	\$ -	\$ 14,334
	8360,820	Well Testing / Flowback	\$ -	\$ 60,746	\$ -	\$ 60,746
	8360,825	Rental Equipment	\$ -	\$ 190,000	\$ -	\$ 190,000
	8360,845	Wellsite Supervision	\$ -	\$ 50,400	\$ -	\$ 50,400
	8360,850	Safety / Environmental	\$ -	\$ 4,400	\$ -	\$ 4,400
Intangible Facility			\$ -	\$ -	\$ 645,566	\$ 645,566
	8350,403	Roads/Location	\$ -	\$ -	\$ 76,833	\$ 76,833
	8350,404	Equipment Rental	\$ -	\$ -	\$ 29,200	\$ 29,200
	8350,410	Transportation/Trucking	\$ -	\$ -	\$ 15,367	\$ 15,367
	8350,411	Safety & Environmental	\$ -	\$ -	\$ 17,300	\$ 17,300
	8350,415	Engineering / Technical	\$ -	\$ -	\$ 55,733	\$ 55,733
	8350,416	Supervision	\$ -	\$ -	\$ 26,900	\$ 26,900
	8350,417	Overhead Power Labor	\$ -	\$ -	\$ 43,233	\$ 43,233
	8350,418	Mechanical Labor	\$ -	\$ -	\$ 157,000	\$ 157,000
	8350,419	Automation Labor	\$ -	\$ -	\$ 29,600	\$ 29,600
	8350,420	Electrical Labor	\$ -	\$ -	\$ 87,400	\$ 87,400
	8350,421	Commissioning	\$ -	\$ -	\$ 3,267	\$ 3,267
	8350,422	Flowline Labor	\$ -	\$ -	\$ 103,733	\$ 103,733
TOTAL INTANGIBLE COSTS >>>			\$ 2,720,479	\$ 4,592,373	\$ 645,566	\$ 7,958,418
TOTAL PROJECT COSTS >>>			\$ 3,534,245	\$ 5,156,931	\$ 1,592,965	\$ 10,284,141
			Drilling	Completion	Facility	Total



AUTHORIZATION FOR EXPENDITURE

This Authority for Expenditure is based on cost estimates. Billing will reflect your proportionate share of the actual invoice costs.

JOINT INTEREST APPROVAL:

Company: _____

Working Interest: _____

Signature: _____

Date: _____

By: _____



AUTHORIZATION FOR EXPENDITURE

AFE: NM1417

Date: November 04, 2025

Well Name: Spicy Chicken 23 26 Fed
Com #302H

Projected MD/TVD: 16823/8900

Target: 1BS

SHL: S23-T20S-R32E 350' FNL, 1790' FWL

County: Lea

BHL: S26-T20S-R32E 2540' FNL, 1320' FWL

State: NM

PROJECT DESCRIPTION:

The proposed AFE is for the Spicy Chicken 23 26 Fed Com #302H, a 1.5 section Bone Spring horizontal well to be drilled in Lea County, NM.

	<u>TOTAL</u>
DRILLING:	\$3,534,245
COMPLETIONS:	\$5,156,931
FACILITIES:	\$1,592,965
COMPLETED WELL COST:	\$10,284,141

OPERATOR APPROVAL:

AVANT

NATURAL RESOURCES

AUTHORIZATION FOR EXPENDITURE

AFE: NM1417

Date: November 04, 2025

Well Name: Spicy Chicken 23 26 Fed
Com #302H

Projected MD/TVD: 16823/8900

Target: 1BS

SHL: S23-T20S-R32E 350' FNL, 1790' FWL

County: Lea

BHL: S26-T20S-R32E 2540' FNL, 1320' FWL

State: NM

TANGIBLE COSTS			Drilling	Completion	Facility	Total
Tangible Drilling			\$ 813,766	\$ -	\$ -	\$ 813,766
8400.301	Surface Casing	\$ 72,028	\$ -	\$ -	\$ 72,028	
8400.302	Intermediate 1 Casing	\$ 99,924	\$ -	\$ -	\$ 99,924	
8400.303	Production Casing	\$ 374,988	\$ -	\$ -	\$ 374,988	
8400.312	Intermediate 2 Casing	\$ 201,571	\$ -	\$ -	\$ 201,571	
8400.340	Wellhead	\$ 65,255	\$ -	\$ -	\$ 65,255	
Tangible Completion			\$ -	\$ 21,050	\$ -	\$ 21,050
8400.352	Wellhead & Equipment	\$ -	\$ 21,050	\$ -	\$ 21,050	
Tangible Workover			\$ -	\$ 543,508	\$ -	\$ 543,508
8325.702	Tubing	\$ -	\$ 90,000	\$ -	\$ 90,000	
8325.704	Downhole Artificial Lift Eqpt	\$ -	\$ 350,000	\$ -	\$ 350,000	
8325.705	ESP Equipment/Install	\$ -	\$ 40,000	\$ -	\$ 40,000	
8325.711	Wellhead Equipment	\$ -	\$ 63,508	\$ -	\$ 63,508	
Tangible Facility			\$ -	\$ -	\$ 947,399	\$ 947,399
8355.500	Vessels	\$ -	\$ -	\$ 213,100	\$ 213,100	
8355.510	Tanks	\$ -	\$ -	\$ 164,033	\$ 164,033	
8355.515	Flare	\$ -	\$ -	\$ 30,733	\$ 30,733	
8355.520	PVF	\$ -	\$ -	\$ 152,733	\$ 152,733	
8355.525	Containment	\$ -	\$ -	\$ 26,900	\$ 26,900	
8355.530	Compressors	\$ -	\$ -	\$ 10,700	\$ 10,700	
8355.535	Instrumentation / Meters	\$ -	\$ -	\$ 61,533	\$ 61,533	
8355.540	Electrical Supplies	\$ -	\$ -	\$ 88,367	\$ 88,367	
8355.550	Overhead Power Material	\$ -	\$ -	\$ 81,667	\$ 81,667	
8355.555	Pump / Supplies	\$ -	\$ -	\$ 50,733	\$ 50,733	
8355.560	Pipeline	\$ -	\$ -	\$ 15,367	\$ 15,367	
8355.565	Flowline	\$ -	\$ -	\$ 51,533	\$ 51,533	
TOTAL TANGIBLE COSTS >>>			\$ 813,766	\$ 564,558	\$ 947,399	\$ 2,325,723

INTANGIBLE COSTS			Drilling	Completion	Facility	Total
Intangible Drilling			\$ 2,720,479	\$ -	\$ -	\$ 2,720,479
8200.102	Drilling - Daywork	\$ 630,138	\$ -	\$ -	\$ 630,138	
8200.103	Drilling - Rig Move	\$ 96,830	\$ -	\$ -	\$ 96,830	
8200.104	Fuel - Rig	\$ 140,678	\$ -	\$ -	\$ 140,678	
8200.106	Transportation	\$ 78,342	\$ -	\$ -	\$ 78,342	
8200.111	Survey, Stake/Permit	\$ 5,263	\$ -	\$ -	\$ 5,263	
8200.112	Location & Roads, Conductor	\$ 152,481	\$ -	\$ -	\$ 152,481	
8200.113	Damages/Row	\$ 7,894	\$ -	\$ -	\$ 7,894	
8200.114	Disposal	\$ 175,465	\$ -	\$ -	\$ 175,465	
8200.115	Mud-Drill Water	\$ 5,097	\$ -	\$ -	\$ 5,097	
8200.116	Drill Bits & BHA	\$ 104,619	\$ -	\$ -	\$ 104,619	
8200.117	Mud & Chemicals	\$ 130,948	\$ -	\$ -	\$ 130,948	
8200.119	Mud-Auxiliary	\$ 26,278	\$ -	\$ -	\$ 26,278	
8200.124	Equipment Rental	\$ 148,213	\$ -	\$ -	\$ 148,213	
8200.125	Inspection	\$ 77,359	\$ -	\$ -	\$ 77,359	
8200.127	Contract Labor	\$ 23,045	\$ -	\$ -	\$ 23,045	
8200.128	Drilling - Directional	\$ 208,990	\$ -	\$ -	\$ 208,990	
8200.136	Mudlogging	\$ 12,909	\$ -	\$ -	\$ 12,909	
8200.137	Casing Services	\$ 101,759	\$ -	\$ -	\$ 101,759	
8200.138	Cementing Services	\$ 216,640	\$ -	\$ -	\$ 216,640	
8200.143	Geological Services	\$ 14,289	\$ -	\$ -	\$ 14,289	
8200.144	Company Supervision	\$ 2,400	\$ -	\$ -	\$ 2,400	
8200.147	Drilling Overhead	\$ 3,884	\$ -	\$ -	\$ 3,884	
8200.149	Legal, Title, Etc	\$ 10,525	\$ -	\$ -	\$ 10,525	
8200.152	Well Control Ins.	\$ 7,894	\$ -	\$ -	\$ 7,894	
8200.162	Mancamp	\$ 36,048	\$ -	\$ -	\$ 36,048	



AUTHORIZATION FOR EXPENDITURE

	8200,164	Solids Control & Closed Loop	\$ 80,009	\$ -	\$ -	\$ 80,009
	8200,165	Safety/Environmental	\$ 1,713	\$ -	\$ -	\$ 1,713
	8200,167	Consulting Services	\$ 127,290	\$ -	\$ -	\$ 127,290
	8200,168	Roustabout Services	\$ 2,394	\$ -	\$ -	\$ 2,394
	8200,169	Mud-Brine	\$ 19,654	\$ -	\$ -	\$ 19,654
	8200,170	Mud-Diesel	\$ 71,432	\$ -	\$ -	\$ 71,432
Intangible Completion			\$ -	\$ 3,612,570	\$ -	\$ 3,612,570
	8300,203	Fuel	\$ -	\$ 413,106	\$ -	\$ 413,106
	8300,205	Location & Roads	\$ -	\$ 5,288	\$ -	\$ 5,288
	8300,207	Fresh Water	\$ -	\$ 447,001	\$ -	\$ 447,001
	8300,209	Chemicals	\$ -	\$ 187,347	\$ -	\$ 187,347
	8300,210	Surface Rental Equip	\$ -	\$ 246,609	\$ -	\$ 246,609
	8300,212	Contract Labor	\$ -	\$ 12,783	\$ -	\$ 12,783
	8300,214	Perforating & Plugs	\$ -	\$ 233,208	\$ -	\$ 233,208
	8300,220	Engineering & Supervision	\$ -	\$ 5,052	\$ -	\$ 5,052
	8300,229	Transportation	\$ -	\$ 5,263	\$ -	\$ 5,263
	8300,232	Disposal	\$ -	\$ 19,004	\$ -	\$ 19,004
	8300,240	Pump Down Services	\$ -	\$ 67,886	\$ -	\$ 67,886
	8300,248	Mancamp	\$ -	\$ 27,428	\$ -	\$ 27,428
	8300,250	Downhole Rental Equip	\$ -	\$ 41,588	\$ -	\$ 41,588
	8300,270	Frac - Equipment	\$ -	\$ 987,666	\$ -	\$ 987,666
	8300,271	Coil Tubing	\$ -	\$ 99,323	\$ -	\$ 99,323
	8300,273	Flowback	\$ -	\$ 26,891	\$ -	\$ 26,891
	8300,274	Water Transfer	\$ -	\$ 88,029	\$ -	\$ 88,029
	8300,275	Frac - Sand	\$ -	\$ 588,684	\$ -	\$ 588,684
	8300,276	Safety & Environmental	\$ -	\$ 3,473	\$ -	\$ 3,473
	8300,277	Consulting Services	\$ -	\$ 103,145	\$ -	\$ 103,145
	8300,278	Roustabouts	\$ -	\$ 1,579	\$ -	\$ 1,579
	8300,279	Completions Overhead	\$ -	\$ 2,217	\$ -	\$ 2,217
Intangible Workover			\$ -	\$ 110,150	\$ -	\$ 110,150
	8320,602	Workover Rig	\$ -	\$ 30,000	\$ -	\$ 30,000
	8320,605	Fuel / Power	\$ -	\$ 5,263	\$ -	\$ 5,263
	8320,610	Inspection & Testing	\$ -	\$ 4,000	\$ -	\$ 4,000
	8320,611	Trucking/Vacuum/Transportation	\$ -	\$ 10,000	\$ -	\$ 10,000
	8320,612	Kill Truck	\$ -	\$ 5,000	\$ -	\$ 5,000
	8320,617	Contract Labor/Roustabout	\$ -	\$ 30,887	\$ -	\$ 30,887
	8320,621	Rental Equipment	\$ -	\$ 15,000	\$ -	\$ 15,000
	8320,625	Wellsite Supervision	\$ -	\$ 5,000	\$ -	\$ 5,000
	8320,628	Chemicals	\$ -	\$ 5,000	\$ -	\$ 5,000
Intangible Flowback			\$ -	\$ 869,653	\$ -	\$ 869,653
	8360,805	Trucked Water Disposal	\$ -	\$ 21,464	\$ -	\$ 21,464
	8360,810	Frac Water Recovery	\$ -	\$ 528,309	\$ -	\$ 528,309
	8360,815	Trucking/Vacuum/Transp	\$ -	\$ 14,334	\$ -	\$ 14,334
	8360,820	Well Testing / Flowback	\$ -	\$ 60,746	\$ -	\$ 60,746
	8360,825	Rental Equipment	\$ -	\$ 190,000	\$ -	\$ 190,000
	8360,845	Wellsite Supervision	\$ -	\$ 50,400	\$ -	\$ 50,400
	8360,850	Safety / Environmental	\$ -	\$ 4,400	\$ -	\$ 4,400
Intangible Facility			\$ -	\$ -	\$ 645,566	\$ 645,566
	8350,403	Roads/Location	\$ -	\$ -	\$ 76,833	\$ 76,833
	8350,404	Equipment Rental	\$ -	\$ -	\$ 29,200	\$ 29,200
	8350,410	Transportation/Trucking	\$ -	\$ -	\$ 15,367	\$ 15,367
	8350,411	Safety & Environmental	\$ -	\$ -	\$ 17,300	\$ 17,300
	8350,415	Engineering / Technical	\$ -	\$ -	\$ 55,733	\$ 55,733
	8350,416	Supervision	\$ -	\$ -	\$ 26,900	\$ 26,900
	8350,417	Overhead Power Labor	\$ -	\$ -	\$ 43,233	\$ 43,233
	8350,418	Mechanical Labor	\$ -	\$ -	\$ 157,000	\$ 157,000
	8350,419	Automation Labor	\$ -	\$ -	\$ 29,600	\$ 29,600
	8350,420	Electrical Labor	\$ -	\$ -	\$ 87,400	\$ 87,400
	8350,421	Commissioning	\$ -	\$ -	\$ 3,267	\$ 3,267
	8350,422	Flowline Labor	\$ -	\$ -	\$ 103,733	\$ 103,733
TOTAL INTANGIBLE COSTS >>>			\$ 2,720,479	\$ 4,592,373	\$ 645,566	\$ 7,958,418
TOTAL PROJECT COSTS >>>			\$ 3,534,245	\$ 5,156,931	\$ 1,592,965	\$ 10,284,141
			Drilling	Completion	Facility	Total



AUTHORIZATION FOR EXPENDITURE

This Authority for Expenditure is based on cost estimates. Billing will reflect your proportionate share of the actual invoice costs.

JOINT INTEREST APPROVAL:

Company: _____

Working Interest: _____

Signature: _____

Date: _____

By: _____



AUTHORIZATION FOR EXPENDITURE

AFE: NM1574

Date: November 06, 2025

Well Name: Spicy Chicken 23 26 Fed Com #303H

Projected MD/TVD: 16823/8900

Target: 1BS

SHL: S23-T20S-R32E 350' FNL, 1830' FWL

County: Lea

BHL: S26-T20S-R32E 2540' FNL, 2310' FWL

State: NM

PROJECT DESCRIPTION:

The proposed AFE is for the Spicy Chicken 23 26 Fed Com #303H, a 1.5 section Bone Spring horizontal well to be drilled in Lea County, NM.

	<u>TOTAL</u>
DRILLING:	\$3,534,245
COMPLETIONS:	\$5,156,931
FACILITIES:	\$1,592,965
COMPLETED WELL COST:	\$10,284,141

OPERATOR APPROVAL:

AVANT NATURAL RESOURCES

AUTHORIZATION FOR EXPENDITURE

AFE: NM1574

Date: November 06, 2025

Well Name: Spicy Chicken 23 26 Fed Com #303H

Projected MD/TVD: 16823/8900

Target: 1BS

SHL: S23-T20S-R32E 350' FNL, 1830' FWL

County: Lea

BHL: S26-T20S-R32E 2540' FNL, 2310' FWL

State: NM

TANGIBLE COSTS		Drilling	Completion	Facility	Total
Tangible Drilling		\$ 813,766	\$ -	\$ -	\$ 813,766
8400.301	Surface Casing	\$ 72,028	\$ -	\$ -	\$ 72,028
8400.302	Intermediate 1 Casing	\$ 99,924	\$ -	\$ -	\$ 99,924
8400.303	Production Casing	\$ 374,988	\$ -	\$ -	\$ 374,988
8400.312	Intermediate 2 Casing	\$ 201,571	\$ -	\$ -	\$ 201,571
8400.340	Wellhead	\$ 65,255	\$ -	\$ -	\$ 65,255
Tangible Completion		\$ -	\$ 21,050	\$ -	\$ 21,050
8400.352	Wellhead & Equipment	\$ -	\$ 21,050	\$ -	\$ 21,050
Tangible Workover		\$ -	\$ 543,508	\$ -	\$ 543,508
8325.702	Tubing	\$ -	\$ 90,000	\$ -	\$ 90,000
8325.704	Downhole Artificial Lift Eqpt	\$ -	\$ 350,000	\$ -	\$ 350,000
8325.705	ESP Equipment/Install	\$ -	\$ 40,000	\$ -	\$ 40,000
8325.711	Wellhead Equipment	\$ -	\$ 63,508	\$ -	\$ 63,508
Tangible Facility		\$ -	\$ -	\$ 947,399	\$ 947,399
8355.500	Vessels	\$ -	\$ -	\$ 213,100	\$ 213,100
8355.510	Tanks	\$ -	\$ -	\$ 164,033	\$ 164,033
8355.515	Flare	\$ -	\$ -	\$ 30,733	\$ 30,733
8355.520	PVF	\$ -	\$ -	\$ 152,733	\$ 152,733
8355.525	Containment	\$ -	\$ -	\$ 26,900	\$ 26,900
8355.530	Compressors	\$ -	\$ -	\$ 10,700	\$ 10,700
8355.535	Instrumentation / Meters	\$ -	\$ -	\$ 61,533	\$ 61,533
8355.540	Electrical Supplies	\$ -	\$ -	\$ 88,367	\$ 88,367
8355.550	Overhead Power Material	\$ -	\$ -	\$ 81,667	\$ 81,667
8355.555	Pump / Supplies	\$ -	\$ -	\$ 50,733	\$ 50,733
8355.560	Pipeline	\$ -	\$ -	\$ 15,367	\$ 15,367
8355.565	Flowline	\$ -	\$ -	\$ 51,533	\$ 51,533
TOTAL TANGIBLE COSTS >>>		\$ 813,766	\$ 564,558	\$ 947,399	\$ 2,325,723

INTANGIBLE COSTS		Drilling	Completion	Facility	Total
Intangible Drilling		\$ 2,720,479	\$ -	\$ -	\$ 2,720,479
8200.102	Drilling - Daywork	\$ 630,138	\$ -	\$ -	\$ 630,138
8200.103	Drilling - Rig Move	\$ 96,830	\$ -	\$ -	\$ 96,830
8200.104	Fuel - Rig	\$ 140,678	\$ -	\$ -	\$ 140,678
8200.106	Transportation	\$ 78,342	\$ -	\$ -	\$ 78,342
8200.111	Survey, Stake/Permit	\$ 5,263	\$ -	\$ -	\$ 5,263
8200.112	Location & Roads, Conductor	\$ 152,481	\$ -	\$ -	\$ 152,481
8200.113	Damages/Row	\$ 7,894	\$ -	\$ -	\$ 7,894
8200.114	Disposal	\$ 175,465	\$ -	\$ -	\$ 175,465
8200.115	Mud-Drill Water	\$ 5,097	\$ -	\$ -	\$ 5,097
8200.116	Drill Bits & BHA	\$ 104,619	\$ -	\$ -	\$ 104,619
8200.117	Mud & Chemicals	\$ 130,948	\$ -	\$ -	\$ 130,948
8200.119	Mud-Auxiliary	\$ 26,278	\$ -	\$ -	\$ 26,278
8200.124	Equipment Rental	\$ 148,213	\$ -	\$ -	\$ 148,213
8200.125	Inspection	\$ 77,359	\$ -	\$ -	\$ 77,359
8200.127	Contract Labor	\$ 23,045	\$ -	\$ -	\$ 23,045
8200.128	Drilling - Directional	\$ 208,990	\$ -	\$ -	\$ 208,990
8200.136	Mudlogging	\$ 12,909	\$ -	\$ -	\$ 12,909
8200.137	Casing Services	\$ 101,759	\$ -	\$ -	\$ 101,759
8200.138	Cementing Services	\$ 216,640	\$ -	\$ -	\$ 216,640
8200.143	Geological Services	\$ 14,289	\$ -	\$ -	\$ 14,289
8200.144	Company Supervision	\$ 2,400	\$ -	\$ -	\$ 2,400
8200.147	Drilling Overhead	\$ 3,884	\$ -	\$ -	\$ 3,884
8200.149	Legal, Title, Etc	\$ 10,525	\$ -	\$ -	\$ 10,525
8200.152	Well Control Ins.	\$ 7,894	\$ -	\$ -	\$ 7,894
8200.162	Mancamp	\$ 36,048	\$ -	\$ -	\$ 36,048



AUTHORIZATION FOR EXPENDITURE

	8200,164	Solids Control & Closed Loop	\$ 80,009	\$ -	\$ -	\$ 80,009
	8200,165	Safety/Environmental	\$ 1,713	\$ -	\$ -	\$ 1,713
	8200,167	Consulting Services	\$ 127,290	\$ -	\$ -	\$ 127,290
	8200,168	Roustabout Services	\$ 2,394	\$ -	\$ -	\$ 2,394
	8200,169	Mud-Brine	\$ 19,654	\$ -	\$ -	\$ 19,654
	8200,170	Mud-Diesel	\$ 71,432	\$ -	\$ -	\$ 71,432
Intangible Completion			\$ -	\$ 3,612,570	\$ -	\$ 3,612,570
	8300,203	Fuel	\$ -	\$ 413,106	\$ -	\$ 413,106
	8300,205	Location & Roads	\$ -	\$ 5,288	\$ -	\$ 5,288
	8300,207	Fresh Water	\$ -	\$ 447,001	\$ -	\$ 447,001
	8300,209	Chemicals	\$ -	\$ 187,347	\$ -	\$ 187,347
	8300,210	Surface Rental Equip	\$ -	\$ 246,609	\$ -	\$ 246,609
	8300,212	Contract Labor	\$ -	\$ 12,783	\$ -	\$ 12,783
	8300,214	Perforating & Plugs	\$ -	\$ 233,208	\$ -	\$ 233,208
	8300,220	Engineering & Supervision	\$ -	\$ 5,052	\$ -	\$ 5,052
	8300,229	Transportation	\$ -	\$ 5,263	\$ -	\$ 5,263
	8300,232	Disposal	\$ -	\$ 19,004	\$ -	\$ 19,004
	8300,240	Pump Down Services	\$ -	\$ 67,886	\$ -	\$ 67,886
	8300,248	Mancamp	\$ -	\$ 27,428	\$ -	\$ 27,428
	8300,250	Downhole Rental Equip	\$ -	\$ 41,588	\$ -	\$ 41,588
	8300,270	Frac - Equipment	\$ -	\$ 987,666	\$ -	\$ 987,666
	8300,271	Coil Tubing	\$ -	\$ 99,323	\$ -	\$ 99,323
	8300,273	Flowback	\$ -	\$ 26,891	\$ -	\$ 26,891
	8300,274	Water Transfer	\$ -	\$ 88,029	\$ -	\$ 88,029
	8300,275	Frac - Sand	\$ -	\$ 588,684	\$ -	\$ 588,684
	8300,276	Safety & Environmental	\$ -	\$ 3,473	\$ -	\$ 3,473
	8300,277	Consulting Services	\$ -	\$ 103,145	\$ -	\$ 103,145
	8300,278	Roustabouts	\$ -	\$ 1,579	\$ -	\$ 1,579
	8300,279	Completions Overhead	\$ -	\$ 2,217	\$ -	\$ 2,217
Intangible Workover			\$ -	\$ 110,150	\$ -	\$ 110,150
	8320,602	Workover Rig	\$ -	\$ 30,000	\$ -	\$ 30,000
	8320,605	Fuel / Power	\$ -	\$ 5,263	\$ -	\$ 5,263
	8320,610	Inspection & Testing	\$ -	\$ 4,000	\$ -	\$ 4,000
	8320,611	Trucking/Vacuum/Transportation	\$ -	\$ 10,000	\$ -	\$ 10,000
	8320,612	Kill Truck	\$ -	\$ 5,000	\$ -	\$ 5,000
	8320,617	Contract Labor/Roustabout	\$ -	\$ 30,887	\$ -	\$ 30,887
	8320,621	Rental Equipment	\$ -	\$ 15,000	\$ -	\$ 15,000
	8320,625	Wellsite Supervision	\$ -	\$ 5,000	\$ -	\$ 5,000
	8320,628	Chemicals	\$ -	\$ 5,000	\$ -	\$ 5,000
Intangible Flowback			\$ -	\$ 869,653	\$ -	\$ 869,653
	8360,805	Trucked Water Disposal	\$ -	\$ 21,464	\$ -	\$ 21,464
	8360,810	Frac Water Recovery	\$ -	\$ 528,309	\$ -	\$ 528,309
	8360,815	Trucking/Vacuum/Transp	\$ -	\$ 14,334	\$ -	\$ 14,334
	8360,820	Well Testing / Flowback	\$ -	\$ 60,746	\$ -	\$ 60,746
	8360,825	Rental Equipment	\$ -	\$ 190,000	\$ -	\$ 190,000
	8360,845	Wellsite Supervision	\$ -	\$ 50,400	\$ -	\$ 50,400
	8360,850	Safety / Environmental	\$ -	\$ 4,400	\$ -	\$ 4,400
Intangible Facility			\$ -	\$ -	\$ 645,566	\$ 645,566
	8350,403	Roads/Location	\$ -	\$ -	\$ 76,833	\$ 76,833
	8350,404	Equipment Rental	\$ -	\$ -	\$ 29,200	\$ 29,200
	8350,410	Transportation/Trucking	\$ -	\$ -	\$ 15,367	\$ 15,367
	8350,411	Safety & Environmental	\$ -	\$ -	\$ 17,300	\$ 17,300
	8350,415	Engineering / Technical	\$ -	\$ -	\$ 55,733	\$ 55,733
	8350,416	Supervision	\$ -	\$ -	\$ 26,900	\$ 26,900
	8350,417	Overhead Power Labor	\$ -	\$ -	\$ 43,233	\$ 43,233
	8350,418	Mechanical Labor	\$ -	\$ -	\$ 157,000	\$ 157,000
	8350,419	Automation Labor	\$ -	\$ -	\$ 29,600	\$ 29,600
	8350,420	Electrical Labor	\$ -	\$ -	\$ 87,400	\$ 87,400
	8350,421	Commissioning	\$ -	\$ -	\$ 3,267	\$ 3,267
	8350,422	Flowline Labor	\$ -	\$ -	\$ 103,733	\$ 103,733
TOTAL INTANGIBLE COSTS >>>			\$ 2,720,479	\$ 4,592,373	\$ 645,566	\$ 7,958,418
TOTAL PROJECT COSTS >>>			\$ 3,534,245	\$ 5,156,931	\$ 1,592,965	\$ 10,284,141
				Drilling	Completion	Facility
						Total



AUTHORIZATION FOR EXPENDITURE

This Authority for Expenditure is based on cost estimates. Billing will reflect your proportionate share of the actual invoice costs.

JOINT INTEREST APPROVAL:

Company: _____

Working Interest: _____

Signature: _____

Date: _____

By: _____



AUTHORIZATION FOR EXPENDITURE

AFE: NM1575

Date: November 04, 2025

Well Name: Spicy Chicken 23 26 Fed
Com #304H

Projected MD/TVD: 16823/8900

Target: 1BS

SHL: S23-T20S-R32E 350' FNL, 1500' FEL

County: Lea

BHL: S26-T20S-R32E 2540' FNL, 1980' FEL

State: NM

PROJECT DESCRIPTION:

The proposed AFE is for the Spicy Chicken 23 26 Fed Com #304H, a 1.5 section Bone Spring horizontal well to be drilled in Lea County, NM.

	<u>TOTAL</u>
DRILLING:	\$3,534,245
COMPLETIONS:	\$5,156,931
FACILITIES:	\$1,592,965
COMPLETED WELL COST:	\$10,284,141

OPERATOR APPROVAL:



AUTHORIZATION FOR EXPENDITURE

AFE: NM1575

Date: November 04, 2025

Well Name: Spicy Chicken 23 26 Fed
Com #304H

Projected MD/TVD: 16823/8900

Target: 1BS

SHL: S23-T20S-R32E 350' FNL, 1500' FEL

County: Lea

BHL: S26-T20S-R32E 2540' FNL, 1980' FEL

State: NM

TANGIBLE COSTS			Drilling	Completion	Facility	Total
Tangible Drilling			\$ 813,766	\$ -	\$ -	\$ 813,766
8400.301	Surface Casing	\$ 72,028	\$ -	\$ -	\$ 72,028	
8400.302	Intermediate 1 Casing	\$ 99,924	\$ -	\$ -	\$ 99,924	
8400.303	Production Casing	\$ 374,988	\$ -	\$ -	\$ 374,988	
8400.312	Intermediate 2 Casing	\$ 201,571	\$ -	\$ -	\$ 201,571	
8400.340	Wellhead	\$ 65,255	\$ -	\$ -	\$ 65,255	
Tangible Completion			\$ -	\$ 21,050	\$ -	\$ 21,050
8400.352	Wellhead & Equipment	\$ -	\$ 21,050	\$ -	\$ 21,050	
Tangible Workover			\$ -	\$ 543,508	\$ -	\$ 543,508
8325.702	Tubing	\$ -	\$ 90,000	\$ -	\$ 90,000	
8325.704	Downhole Artificial Lift Eqpt	\$ -	\$ 350,000	\$ -	\$ 350,000	
8325.705	ESP Equipment/Install	\$ -	\$ 40,000	\$ -	\$ 40,000	
8325.711	Wellhead Equipment	\$ -	\$ 63,508	\$ -	\$ 63,508	
Tangible Facility			\$ -	\$ -	\$ 947,399	\$ 947,399
8355.500	Vessels	\$ -	\$ -	\$ 213,100	\$ 213,100	
8355.510	Tanks	\$ -	\$ -	\$ 164,033	\$ 164,033	
8355.515	Flare	\$ -	\$ -	\$ 30,733	\$ 30,733	
8355.520	PVF	\$ -	\$ -	\$ 152,733	\$ 152,733	
8355.525	Containment	\$ -	\$ -	\$ 26,900	\$ 26,900	
8355.530	Compressors	\$ -	\$ -	\$ 10,700	\$ 10,700	
8355.535	Instrumentation / Meters	\$ -	\$ -	\$ 61,533	\$ 61,533	
8355.540	Electrical Supplies	\$ -	\$ -	\$ 88,367	\$ 88,367	
8355.550	Overhead Power Material	\$ -	\$ -	\$ 81,667	\$ 81,667	
8355.555	Pump / Supplies	\$ -	\$ -	\$ 50,733	\$ 50,733	
8355.560	Pipeline	\$ -	\$ -	\$ 15,367	\$ 15,367	
8355.565	Flowline	\$ -	\$ -	\$ 51,533	\$ 51,533	
TOTAL TANGIBLE COSTS >>>			\$ 813,766	\$ 564,558	\$ 947,399	\$ 2,325,723

INTANGIBLE COSTS			Drilling	Completion	Facility	Total
Intangible Drilling			\$ 2,720,479	\$ -	\$ -	\$ 2,720,479
8200.102	Drilling - Daywork	\$ 630,138	\$ -	\$ -	\$ 630,138	
8200.103	Drilling - Rig Move	\$ 96,830	\$ -	\$ -	\$ 96,830	
8200.104	Fuel - Rig	\$ 140,678	\$ -	\$ -	\$ 140,678	
8200.106	Transportation	\$ 78,342	\$ -	\$ -	\$ 78,342	
8200.111	Survey, Stake/Permit	\$ 5,263	\$ -	\$ -	\$ 5,263	
8200.112	Location & Roads, Conductor	\$ 152,481	\$ -	\$ -	\$ 152,481	
8200.113	Damages/Row	\$ 7,894	\$ -	\$ -	\$ 7,894	
8200.114	Disposal	\$ 175,465	\$ -	\$ -	\$ 175,465	
8200.115	Mud-Drill Water	\$ 5,097	\$ -	\$ -	\$ 5,097	
8200.116	Drill Bits & BHA	\$ 104,619	\$ -	\$ -	\$ 104,619	
8200.117	Mud & Chemicals	\$ 130,948	\$ -	\$ -	\$ 130,948	
8200.119	Mud-Auxiliary	\$ 26,278	\$ -	\$ -	\$ 26,278	
8200.124	Equipment Rental	\$ 148,213	\$ -	\$ -	\$ 148,213	
8200.125	Inspection	\$ 77,359	\$ -	\$ -	\$ 77,359	
8200.127	Contract Labor	\$ 23,045	\$ -	\$ -	\$ 23,045	
8200.128	Drilling - Directional	\$ 208,990	\$ -	\$ -	\$ 208,990	
8200.136	Mudlogging	\$ 12,909	\$ -	\$ -	\$ 12,909	
8200.137	Casing Services	\$ 101,759	\$ -	\$ -	\$ 101,759	
8200.138	Cementing Services	\$ 216,640	\$ -	\$ -	\$ 216,640	
8200.143	Geological Services	\$ 14,289	\$ -	\$ -	\$ 14,289	
8200.144	Company Supervision	\$ 2,400	\$ -	\$ -	\$ 2,400	
8200.147	Drilling Overhead	\$ 3,884	\$ -	\$ -	\$ 3,884	
8200.149	Legal, Title, Etc	\$ 10,525	\$ -	\$ -	\$ 10,525	
8200.152	Well Control Ins.	\$ 7,894	\$ -	\$ -	\$ 7,894	
8200.162	Mancamp	\$ 36,048	\$ -	\$ -	\$ 36,048	



AUTHORIZATION FOR EXPENDITURE

	8200,164	Solids Control & Closed Loop	\$ 80,009	\$ -	\$ -	\$ 80,009
	8200,165	Safety/Environmental	\$ 1,713	\$ -	\$ -	\$ 1,713
	8200,167	Consulting Services	\$ 127,290	\$ -	\$ -	\$ 127,290
	8200,168	Roustabout Services	\$ 2,394	\$ -	\$ -	\$ 2,394
	8200,169	Mud-Brine	\$ 19,654	\$ -	\$ -	\$ 19,654
	8200,170	Mud-Diesel	\$ 71,432	\$ -	\$ -	\$ 71,432
Intangible Completion			\$ -	\$ 3,612,570	\$ -	\$ 3,612,570
	8300,203	Fuel	\$ -	\$ 413,106	\$ -	\$ 413,106
	8300,205	Location & Roads	\$ -	\$ 5,288	\$ -	\$ 5,288
	8300,207	Fresh Water	\$ -	\$ 447,001	\$ -	\$ 447,001
	8300,209	Chemicals	\$ -	\$ 187,347	\$ -	\$ 187,347
	8300,210	Surface Rental Equip	\$ -	\$ 246,609	\$ -	\$ 246,609
	8300,212	Contract Labor	\$ -	\$ 12,783	\$ -	\$ 12,783
	8300,214	Perforating & Plugs	\$ -	\$ 233,208	\$ -	\$ 233,208
	8300,220	Engineering & Supervision	\$ -	\$ 5,052	\$ -	\$ 5,052
	8300,229	Transportation	\$ -	\$ 5,263	\$ -	\$ 5,263
	8300,232	Disposal	\$ -	\$ 19,004	\$ -	\$ 19,004
	8300,240	Pump Down Services	\$ -	\$ 67,886	\$ -	\$ 67,886
	8300,248	Mancamp	\$ -	\$ 27,428	\$ -	\$ 27,428
	8300,250	Downhole Rental Equip	\$ -	\$ 41,588	\$ -	\$ 41,588
	8300,270	Frac - Equipment	\$ -	\$ 987,666	\$ -	\$ 987,666
	8300,271	Coil Tubing	\$ -	\$ 99,323	\$ -	\$ 99,323
	8300,273	Flowback	\$ -	\$ 26,891	\$ -	\$ 26,891
	8300,274	Water Transfer	\$ -	\$ 88,029	\$ -	\$ 88,029
	8300,275	Frac - Sand	\$ -	\$ 588,684	\$ -	\$ 588,684
	8300,276	Safety & Environmental	\$ -	\$ 3,473	\$ -	\$ 3,473
	8300,277	Consulting Services	\$ -	\$ 103,145	\$ -	\$ 103,145
	8300,278	Roustabouts	\$ -	\$ 1,579	\$ -	\$ 1,579
	8300,279	Completions Overhead	\$ -	\$ 2,217	\$ -	\$ 2,217
Intangible Workover			\$ -	\$ 110,150	\$ -	\$ 110,150
	8320,602	Workover Rig	\$ -	\$ 30,000	\$ -	\$ 30,000
	8320,605	Fuel / Power	\$ -	\$ 5,263	\$ -	\$ 5,263
	8320,610	Inspection & Testing	\$ -	\$ 4,000	\$ -	\$ 4,000
	8320,611	Trucking/Vacuum/Transportation	\$ -	\$ 10,000	\$ -	\$ 10,000
	8320,612	Kill Truck	\$ -	\$ 5,000	\$ -	\$ 5,000
	8320,617	Contract Labor/Roustabout	\$ -	\$ 30,887	\$ -	\$ 30,887
	8320,621	Rental Equipment	\$ -	\$ 15,000	\$ -	\$ 15,000
	8320,625	Wellsite Supervision	\$ -	\$ 5,000	\$ -	\$ 5,000
	8320,628	Chemicals	\$ -	\$ 5,000	\$ -	\$ 5,000
Intangible Flowback			\$ -	\$ 869,653	\$ -	\$ 869,653
	8360,805	Trucked Water Disposal	\$ -	\$ 21,464	\$ -	\$ 21,464
	8360,810	Frac Water Recovery	\$ -	\$ 528,309	\$ -	\$ 528,309
	8360,815	Trucking/Vacuum/Transp	\$ -	\$ 14,334	\$ -	\$ 14,334
	8360,820	Well Testing / Flowback	\$ -	\$ 60,746	\$ -	\$ 60,746
	8360,825	Rental Equipment	\$ -	\$ 190,000	\$ -	\$ 190,000
	8360,845	Wellsite Supervision	\$ -	\$ 50,400	\$ -	\$ 50,400
	8360,850	Safety / Environmental	\$ -	\$ 4,400	\$ -	\$ 4,400
Intangible Facility			\$ -	\$ -	\$ 645,566	\$ 645,566
	8350,403	Roads/Location	\$ -	\$ -	\$ 76,833	\$ 76,833
	8350,404	Equipment Rental	\$ -	\$ -	\$ 29,200	\$ 29,200
	8350,410	Transportation/Trucking	\$ -	\$ -	\$ 15,367	\$ 15,367
	8350,411	Safety & Environmental	\$ -	\$ -	\$ 17,300	\$ 17,300
	8350,415	Engineering / Technical	\$ -	\$ -	\$ 55,733	\$ 55,733
	8350,416	Supervision	\$ -	\$ -	\$ 26,900	\$ 26,900
	8350,417	Overhead Power Labor	\$ -	\$ -	\$ 43,233	\$ 43,233
	8350,418	Mechanical Labor	\$ -	\$ -	\$ 157,000	\$ 157,000
	8350,419	Automation Labor	\$ -	\$ -	\$ 29,600	\$ 29,600
	8350,420	Electrical Labor	\$ -	\$ -	\$ 87,400	\$ 87,400
	8350,421	Commissioning	\$ -	\$ -	\$ 3,267	\$ 3,267
	8350,422	Flowline Labor	\$ -	\$ -	\$ 103,733	\$ 103,733
TOTAL INTANGIBLE COSTS >>>			\$ 2,720,479	\$ 4,592,373	\$ 645,566	\$ 7,958,418
TOTAL PROJECT COSTS >>>			\$ 3,534,245	\$ 5,156,931	\$ 1,592,965	\$ 10,284,141
			Drilling	Completion	Facility	Total



AUTHORIZATION FOR EXPENDITURE

This Authority for Expenditure is based on cost estimates. Billing will reflect your proportionate share of the actual invoice costs.

JOINT INTEREST APPROVAL:

Company: _____

Working Interest: _____

Signature: _____

Date: _____

By: _____



AUTHORIZATION FOR EXPENDITURE

AFE: NM1578

Date: November 04, 2025

Well Name: Spicy Chicken 23 26 Fed
Com #305H

Projected MD/TVD: 16823/8900

Target: 1BS

SHL: S23-T20S-R32E 350' FNL, 1440' FEL

County: Lea

BHL: S26-T20S-R32E 2540' FNL, 990' FEL

State: NM

PROJECT DESCRIPTION:

The proposed AFE is for the Spicy Chicken 23 26 Fed Com #305H, a 1.5 section Bone Spring horizontal well to be drilled in Lea County, NM.

	<u>TOTAL</u>
DRILLING:	\$3,534,245
COMPLETIONS:	\$5,156,931
FACILITIES:	\$1,592,965
COMPLETED WELL COST:	\$10,284,141

OPERATOR APPROVAL:



AUTHORIZATION FOR EXPENDITURE

AFE: NM1578

Date: November 04, 2025

Well Name: Spicy Chicken 23 26 Fed
Com #305H

Projected MD/TVD: 16823/8900

Target: 1BS

SHL: S23-T20S-R32E 350' FNL, 1440' FEL

County: Lea

BHL: S26-T20S-R32E 2540' FNL, 990' FEL

State: NM

TANGIBLE COSTS			Drilling	Completion	Facility	Total
Tangible Drilling			\$ 813,766	\$ -	\$ -	\$ 813,766
8400.301	Surface Casing	\$ 72,028	\$ -	\$ -	\$ 72,028	
8400.302	Intermediate 1 Casing	\$ 99,924	\$ -	\$ -	\$ 99,924	
8400.303	Production Casing	\$ 374,988	\$ -	\$ -	\$ 374,988	
8400.312	Intermediate 2 Casing	\$ 201,571	\$ -	\$ -	\$ 201,571	
8400.340	Wellhead	\$ 65,255	\$ -	\$ -	\$ 65,255	
Tangible Completion			\$ -	\$ 21,050	\$ -	\$ 21,050
8400.352	Wellhead & Equipment	\$ -	\$ 21,050	\$ -	\$ 21,050	
Tangible Workover			\$ -	\$ 543,508	\$ -	\$ 543,508
8325.702	Tubing	\$ -	\$ 90,000	\$ -	\$ 90,000	
8325.704	Downhole Artificial Lift Eqpt	\$ -	\$ 350,000	\$ -	\$ 350,000	
8325.705	ESP Equipment/Install	\$ -	\$ 40,000	\$ -	\$ 40,000	
8325.711	Wellhead Equipment	\$ -	\$ 63,508	\$ -	\$ 63,508	
Tangible Facility			\$ -	\$ -	\$ 947,399	\$ 947,399
8355.500	Vessels	\$ -	\$ -	\$ 213,100	\$ 213,100	
8355.510	Tanks	\$ -	\$ -	\$ 164,033	\$ 164,033	
8355.515	Flare	\$ -	\$ -	\$ 30,733	\$ 30,733	
8355.520	PVF	\$ -	\$ -	\$ 152,733	\$ 152,733	
8355.525	Containment	\$ -	\$ -	\$ 26,900	\$ 26,900	
8355.530	Compressors	\$ -	\$ -	\$ 10,700	\$ 10,700	
8355.535	Instrumentation / Meters	\$ -	\$ -	\$ 61,533	\$ 61,533	
8355.540	Electrical Supplies	\$ -	\$ -	\$ 88,367	\$ 88,367	
8355.550	Overhead Power Material	\$ -	\$ -	\$ 81,667	\$ 81,667	
8355.555	Pump / Supplies	\$ -	\$ -	\$ 50,733	\$ 50,733	
8355.560	Pipeline	\$ -	\$ -	\$ 15,367	\$ 15,367	
8355.565	Flowline	\$ -	\$ -	\$ 51,533	\$ 51,533	
TOTAL TANGIBLE COSTS >>>			\$ 813,766	\$ 564,558	\$ 947,399	\$ 2,325,723

INTANGIBLE COSTS			Drilling	Completion	Facility	Total
Intangible Drilling			\$ 2,720,479	\$ -	\$ -	\$ 2,720,479
8200.102	Drilling - Daywork	\$ 630,138	\$ -	\$ -	\$ 630,138	
8200.103	Drilling - Rig Move	\$ 96,830	\$ -	\$ -	\$ 96,830	
8200.104	Fuel - Rig	\$ 140,678	\$ -	\$ -	\$ 140,678	
8200.106	Transportation	\$ 78,342	\$ -	\$ -	\$ 78,342	
8200.111	Survey, Stake/Permit	\$ 5,263	\$ -	\$ -	\$ 5,263	
8200.112	Location & Roads, Conductor	\$ 152,481	\$ -	\$ -	\$ 152,481	
8200.113	Damages/Row	\$ 7,894	\$ -	\$ -	\$ 7,894	
8200.114	Disposal	\$ 175,465	\$ -	\$ -	\$ 175,465	
8200.115	Mud-Drill Water	\$ 5,097	\$ -	\$ -	\$ 5,097	
8200.116	Drill Bits & BHA	\$ 104,619	\$ -	\$ -	\$ 104,619	
8200.117	Mud & Chemicals	\$ 130,948	\$ -	\$ -	\$ 130,948	
8200.119	Mud-Auxiliary	\$ 26,278	\$ -	\$ -	\$ 26,278	
8200.124	Equipment Rental	\$ 148,213	\$ -	\$ -	\$ 148,213	
8200.125	Inspection	\$ 77,359	\$ -	\$ -	\$ 77,359	
8200.127	Contract Labor	\$ 23,045	\$ -	\$ -	\$ 23,045	
8200.128	Drilling - Directional	\$ 208,990	\$ -	\$ -	\$ 208,990	
8200.136	Mudlogging	\$ 12,909	\$ -	\$ -	\$ 12,909	
8200.137	Casing Services	\$ 101,759	\$ -	\$ -	\$ 101,759	
8200.138	Cementing Services	\$ 216,640	\$ -	\$ -	\$ 216,640	
8200.143	Geological Services	\$ 14,289	\$ -	\$ -	\$ 14,289	
8200.144	Company Supervision	\$ 2,400	\$ -	\$ -	\$ 2,400	
8200.147	Drilling Overhead	\$ 3,884	\$ -	\$ -	\$ 3,884	
8200.149	Legal, Title, Etc	\$ 10,525	\$ -	\$ -	\$ 10,525	
8200.152	Well Control Ins.	\$ 7,894	\$ -	\$ -	\$ 7,894	
8200.162	Mancamp	\$ 36,048	\$ -	\$ -	\$ 36,048	



AUTHORIZATION FOR EXPENDITURE

	8200,164	Solids Control & Closed Loop	\$ 80,009	\$ -	\$ -	\$ 80,009
	8200,165	Safety/Environmental	\$ 1,713	\$ -	\$ -	\$ 1,713
	8200,167	Consulting Services	\$ 127,290	\$ -	\$ -	\$ 127,290
	8200,168	Roustabout Services	\$ 2,394	\$ -	\$ -	\$ 2,394
	8200,169	Mud-Brine	\$ 19,654	\$ -	\$ -	\$ 19,654
	8200,170	Mud-Diesel	\$ 71,432	\$ -	\$ -	\$ 71,432
Intangible Completion			\$ -	\$ 3,612,570	\$ -	\$ 3,612,570
	8300,203	Fuel	\$ -	\$ 413,106	\$ -	\$ 413,106
	8300,205	Location & Roads	\$ -	\$ 5,288	\$ -	\$ 5,288
	8300,207	Fresh Water	\$ -	\$ 447,001	\$ -	\$ 447,001
	8300,209	Chemicals	\$ -	\$ 187,347	\$ -	\$ 187,347
	8300,210	Surface Rental Equip	\$ -	\$ 246,609	\$ -	\$ 246,609
	8300,212	Contract Labor	\$ -	\$ 12,783	\$ -	\$ 12,783
	8300,214	Perforating & Plugs	\$ -	\$ 233,208	\$ -	\$ 233,208
	8300,220	Engineering & Supervision	\$ -	\$ 5,052	\$ -	\$ 5,052
	8300,229	Transportation	\$ -	\$ 5,263	\$ -	\$ 5,263
	8300,232	Disposal	\$ -	\$ 19,004	\$ -	\$ 19,004
	8300,240	Pump Down Services	\$ -	\$ 67,886	\$ -	\$ 67,886
	8300,248	Mancamp	\$ -	\$ 27,428	\$ -	\$ 27,428
	8300,250	Downhole Rental Equip	\$ -	\$ 41,588	\$ -	\$ 41,588
	8300,270	Frac - Equipment	\$ -	\$ 987,666	\$ -	\$ 987,666
	8300,271	Coil Tubing	\$ -	\$ 99,323	\$ -	\$ 99,323
	8300,273	Flowback	\$ -	\$ 26,891	\$ -	\$ 26,891
	8300,274	Water Transfer	\$ -	\$ 88,029	\$ -	\$ 88,029
	8300,275	Frac - Sand	\$ -	\$ 588,684	\$ -	\$ 588,684
	8300,276	Safety & Environmental	\$ -	\$ 3,473	\$ -	\$ 3,473
	8300,277	Consulting Services	\$ -	\$ 103,145	\$ -	\$ 103,145
	8300,278	Roustabouts	\$ -	\$ 1,579	\$ -	\$ 1,579
	8300,279	Completions Overhead	\$ -	\$ 2,217	\$ -	\$ 2,217
Intangible Workover			\$ -	\$ 110,150	\$ -	\$ 110,150
	8320,602	Workover Rig	\$ -	\$ 30,000	\$ -	\$ 30,000
	8320,605	Fuel / Power	\$ -	\$ 5,263	\$ -	\$ 5,263
	8320,610	Inspection & Testing	\$ -	\$ 4,000	\$ -	\$ 4,000
	8320,611	Trucking/Vacuum/Transportation	\$ -	\$ 10,000	\$ -	\$ 10,000
	8320,612	Kill Truck	\$ -	\$ 5,000	\$ -	\$ 5,000
	8320,617	Contract Labor/Roustabout	\$ -	\$ 30,887	\$ -	\$ 30,887
	8320,621	Rental Equipment	\$ -	\$ 15,000	\$ -	\$ 15,000
	8320,625	Wellsite Supervision	\$ -	\$ 5,000	\$ -	\$ 5,000
	8320,628	Chemicals	\$ -	\$ 5,000	\$ -	\$ 5,000
Intangible Flowback			\$ -	\$ 869,653	\$ -	\$ 869,653
	8360,805	Trucked Water Disposal	\$ -	\$ 21,464	\$ -	\$ 21,464
	8360,810	Frac Water Recovery	\$ -	\$ 528,309	\$ -	\$ 528,309
	8360,815	Trucking/Vacuum/Transp	\$ -	\$ 14,334	\$ -	\$ 14,334
	8360,820	Well Testing / Flowback	\$ -	\$ 60,746	\$ -	\$ 60,746
	8360,825	Rental Equipment	\$ -	\$ 190,000	\$ -	\$ 190,000
	8360,845	Wellsite Supervision	\$ -	\$ 50,400	\$ -	\$ 50,400
	8360,850	Safety / Environmental	\$ -	\$ 4,400	\$ -	\$ 4,400
Intangible Facility			\$ -	\$ -	\$ 645,566	\$ 645,566
	8350,403	Roads/Location	\$ -	\$ -	\$ 76,833	\$ 76,833
	8350,404	Equipment Rental	\$ -	\$ -	\$ 29,200	\$ 29,200
	8350,410	Transportation/Trucking	\$ -	\$ -	\$ 15,367	\$ 15,367
	8350,411	Safety & Environmental	\$ -	\$ -	\$ 17,300	\$ 17,300
	8350,415	Engineering / Technical	\$ -	\$ -	\$ 55,733	\$ 55,733
	8350,416	Supervision	\$ -	\$ -	\$ 26,900	\$ 26,900
	8350,417	Overhead Power Labor	\$ -	\$ -	\$ 43,233	\$ 43,233
	8350,418	Mechanical Labor	\$ -	\$ -	\$ 157,000	\$ 157,000
	8350,419	Automation Labor	\$ -	\$ -	\$ 29,600	\$ 29,600
	8350,420	Electrical Labor	\$ -	\$ -	\$ 87,400	\$ 87,400
	8350,421	Commissioning	\$ -	\$ -	\$ 3,267	\$ 3,267
	8350,422	Flowline Labor	\$ -	\$ -	\$ 103,733	\$ 103,733
TOTAL INTANGIBLE COSTS >>>			\$ 2,720,479	\$ 4,592,373	\$ 645,566	\$ 7,958,418
TOTAL PROJECT COSTS >>>			\$ 3,534,245	\$ 5,156,931	\$ 1,592,965	\$ 10,284,141
			Drilling	Completion	Facility	Total



AUTHORIZATION FOR EXPENDITURE

This Authority for Expenditure is based on cost estimates. Billing will reflect your proportionate share of the actual invoice costs.

JOINT INTEREST APPROVAL:

Company: _____

Working Interest: _____

Signature: _____

Date: _____

By: _____



AUTHORIZATION FOR EXPENDITURE

AFE: NM1420

Date: November 04, 2025

Well Name: Spicy Chicken 23 Fed
Com #501H

Projected MD/TVD: 15123/9700

Target: 2BS

SHL: S23-T20S-R32E 350' FNL, 1710' FWL

County: Lea

BHL: S23-T20S-R32E 100' FSL, 330' FWL

State: NM

PROJECT DESCRIPTION:

The proposed AFE is for the Spicy Chicken 23 Fed Com #501H, a 1 section Bone Spring horizontal well to be drilled in Lea County, NM.

	<u>TOTAL</u>
DRILLING:	\$3,334,229
COMPLETIONS:	\$3,810,513
FACILITIES:	\$1,592,965
COMPLETED WELL COST:	\$8,737,707

OPERATOR APPROVAL:

AVANT

NATURAL RESOURCES

AUTHORIZATION FOR EXPENDITURE

AFE: NM1420

Date: November 04, 2025

Well Name: Spicy Chicken 23 Fed
Com #501H

Projected MD/TVD: 15123/9700

Target: 2BS

SHL: S23-T20S-R32E 350' FNL, 1710' FWL

County: Lea

BHL: S23-T20S-R32E 100' FSL, 330' FWL

State: NM

TANGIBLE COSTS			Drilling	Completion	Facility	Total
Tangible Drilling			\$ 776,191	\$ -	\$ -	\$ 776,191
	8400.301	Surface Casing	\$ 72,028	\$ -	\$ -	\$ 72,028
	8400.302	Intermediate 1 Casing	\$ 99,924	\$ -	\$ -	\$ 99,924
	8400.303	Production Casing	\$ 337,414	\$ -	\$ -	\$ 337,414
	8400.312	Intermediate 2 Casing	\$ 201,571	\$ -	\$ -	\$ 201,571
	8400.340	Wellhead	\$ 65,255	\$ -	\$ -	\$ 65,255
Tangible Completion			\$ -	\$ 21,050	\$ -	\$ 21,050
	8400.352	Wellhead & Equipment	\$ -	\$ 21,050	\$ -	\$ 21,050
Tangible Workover			\$ -	\$ 543,508	\$ -	\$ 543,508
	8325.702	Tubing	\$ -	\$ 90,000	\$ -	\$ 90,000
	8325.704	Downhole Artificial Lift Eqpt	\$ -	\$ 350,000	\$ -	\$ 350,000
	8325.705	ESP Equipment/Install	\$ -	\$ 40,000	\$ -	\$ 40,000
	8325.711	Wellhead Equipment	\$ -	\$ 63,508	\$ -	\$ 63,508
Tangible Facility			\$ -	\$ -	\$ 947,399	\$ 947,399
	8355.500	Vessels	\$ -	\$ -	\$ 213,100	\$ 213,100
	8355.510	Tanks	\$ -	\$ -	\$ 164,033	\$ 164,033
	8355.515	Flare	\$ -	\$ -	\$ 30,733	\$ 30,733
	8355.520	PVF	\$ -	\$ -	\$ 152,733	\$ 152,733
	8355.525	Containment	\$ -	\$ -	\$ 26,900	\$ 26,900
	8355.530	Compressors	\$ -	\$ -	\$ 10,700	\$ 10,700
	8355.535	Instrumentation / Meters	\$ -	\$ -	\$ 61,533	\$ 61,533
	8355.540	Electrical Supplies	\$ -	\$ -	\$ 88,367	\$ 88,367
	8355.550	Overhead Power Material	\$ -	\$ -	\$ 81,667	\$ 81,667
	8355.555	Pump / Supplies	\$ -	\$ -	\$ 50,733	\$ 50,733
	8355.560	Pipeline	\$ -	\$ -	\$ 15,367	\$ 15,367
	8355.565	Flowline	\$ -	\$ -	\$ 51,533	\$ 51,533
TOTAL TANGIBLE COSTS >>>			\$ 776,191	\$ 564,558	\$ 947,399	\$ 2,288,148

INTANGIBLE COSTS			Drilling	Completion	Facility	Total
Intangible Drilling			\$ 2,558,037	\$ -	\$ -	\$ 2,558,037
	8200.102	Drilling - Daywork	\$ 577,080	\$ -	\$ -	\$ 577,080
	8200.103	Drilling - Rig Move	\$ 96,830	\$ -	\$ -	\$ 96,830
	8200.104	Fuel - Rig	\$ 126,826	\$ -	\$ -	\$ 126,826
	8200.106	Transportation	\$ 75,658	\$ -	\$ -	\$ 75,658
	8200.111	Survey, Stake/Permit	\$ 5,263	\$ -	\$ -	\$ 5,263
	8200.112	Location & Roads, Conductor	\$ 152,481	\$ -	\$ -	\$ 152,481
	8200.113	Damages/Row	\$ 7,894	\$ -	\$ -	\$ 7,894
	8200.114	Disposal	\$ 173,769	\$ -	\$ -	\$ 173,769
	8200.115	Mud-Drill Water	\$ 5,219	\$ -	\$ -	\$ 5,219
	8200.116	Drill Bits & BHA	\$ 102,818	\$ -	\$ -	\$ 102,818
	8200.117	Mud & Chemicals	\$ 126,966	\$ -	\$ -	\$ 126,966
	8200.119	Mud-Auxiliary	\$ 25,477	\$ -	\$ -	\$ 25,477
	8200.124	Equipment Rental	\$ 136,933	\$ -	\$ -	\$ 136,933
	8200.125	Inspection	\$ 77,359	\$ -	\$ -	\$ 77,359
	8200.127	Contract Labor	\$ 23,045	\$ -	\$ -	\$ 23,045
	8200.128	Drilling - Directional	\$ 196,678	\$ -	\$ -	\$ 196,678
	8200.136	Mudlogging	\$ 12,912	\$ -	\$ -	\$ 12,912
	8200.137	Casing Services	\$ 99,795	\$ -	\$ -	\$ 99,795
	8200.138	Cementing Services	\$ 203,483	\$ -	\$ -	\$ 203,483
	8200.143	Geological Services	\$ 12,274	\$ -	\$ -	\$ 12,274
	8200.144	Company Supervision	\$ 2,400	\$ -	\$ -	\$ 2,400
	8200.147	Drilling Overhead	\$ 3,558	\$ -	\$ -	\$ 3,558
	8200.149	Legal, Title, Etc	\$ 10,525	\$ -	\$ -	\$ 10,525
	8200.152	Well Control Ins.	\$ 7,894	\$ -	\$ -	\$ 7,894
	8200.162	Mancamp	\$ 34,554	\$ -	\$ -	\$ 34,554



AUTHORIZATION FOR EXPENDITURE

	8200,164	Solids Control & Closed Loop	\$ 73,585	\$ -	\$ -	\$ 73,585
	8200,165	Safety/Environmental	\$ 1,580	\$ -	\$ -	\$ 1,580
	8200,167	Consulting Services	\$ 117,075	\$ -	\$ -	\$ 117,075
	8200,168	Roustabout Services	\$ 2,374	\$ -	\$ -	\$ 2,374
	8200,169	Mud-Brine	\$ 18,111	\$ -	\$ -	\$ 18,111
	8200,170	Mud-Diesel	\$ 47,622	\$ -	\$ -	\$ 47,622
Intangible Completion			\$ -	\$ 2,616,986	\$ -	\$ 2,616,986
	8300,203	Fuel	\$ -	\$ 275,229	\$ -	\$ 275,229
	8300,205	Location & Roads	\$ -	\$ 5,288	\$ -	\$ 5,288
	8300,207	Fresh Water	\$ -	\$ 298,001	\$ -	\$ 298,001
	8300,209	Chemicals	\$ -	\$ 124,898	\$ -	\$ 124,898
	8300,210	Surface Rental Equip	\$ -	\$ 208,389	\$ -	\$ 208,389
	8300,212	Contract Labor	\$ -	\$ 12,783	\$ -	\$ 12,783
	8300,214	Perforating & Plugs	\$ -	\$ 156,165	\$ -	\$ 156,165
	8300,220	Engineering & Supervision	\$ -	\$ 5,052	\$ -	\$ 5,052
	8300,229	Transportation	\$ -	\$ 5,263	\$ -	\$ 5,263
	8300,232	Disposal	\$ -	\$ 19,004	\$ -	\$ 19,004
	8300,240	Pump Down Services	\$ -	\$ 48,941	\$ -	\$ 48,941
	8300,248	Mancamp	\$ -	\$ 25,955	\$ -	\$ 25,955
	8300,250	Downhole Rental Equip	\$ -	\$ 36,838	\$ -	\$ 36,838
	8300,270	Frac - Equipment	\$ -	\$ 735,908	\$ -	\$ 735,908
	8300,271	Coil Tubing	\$ -	\$ 90,066	\$ -	\$ 90,066
	8300,273	Flowback	\$ -	\$ 26,681	\$ -	\$ 26,681
	8300,274	Water Transfer	\$ -	\$ 71,726	\$ -	\$ 71,726
	8300,275	Frac - Sand	\$ -	\$ 392,456	\$ -	\$ 392,456
	8300,276	Safety & Environmental	\$ -	\$ 3,473	\$ -	\$ 3,473
	8300,277	Consulting Services	\$ -	\$ 71,570	\$ -	\$ 71,570
	8300,278	Roustabouts	\$ -	\$ 1,579	\$ -	\$ 1,579
	8300,279	Completions Overhead	\$ -	\$ 1,724	\$ -	\$ 1,724
Intangible Workover			\$ -	\$ 110,150	\$ -	\$ 110,150
	8320,602	Workover Rig	\$ -	\$ 30,000	\$ -	\$ 30,000
	8320,605	Fuel / Power	\$ -	\$ 5,263	\$ -	\$ 5,263
	8320,610	Inspection & Testing	\$ -	\$ 4,000	\$ -	\$ 4,000
	8320,611	Trucking/Vacuum/Transportation	\$ -	\$ 10,000	\$ -	\$ 10,000
	8320,612	Kill Truck	\$ -	\$ 5,000	\$ -	\$ 5,000
	8320,617	Contract Labor/Roustabout	\$ -	\$ 30,887	\$ -	\$ 30,887
	8320,621	Rental Equipment	\$ -	\$ 15,000	\$ -	\$ 15,000
	8320,625	Wellsite Supervision	\$ -	\$ 5,000	\$ -	\$ 5,000
	8320,628	Chemicals	\$ -	\$ 5,000	\$ -	\$ 5,000
Intangible Flowback			\$ -	\$ 518,819	\$ -	\$ 518,819
	8360,805	Trucked Water Disposal	\$ -	\$ 21,464	\$ -	\$ 21,464
	8360,810	Frac Water Recovery	\$ -	\$ 177,475	\$ -	\$ 177,475
	8360,815	Trucking/Vacuum/Transp	\$ -	\$ 14,334	\$ -	\$ 14,334
	8360,820	Well Testing / Flowback	\$ -	\$ 60,746	\$ -	\$ 60,746
	8360,825	Rental Equipment	\$ -	\$ 190,000	\$ -	\$ 190,000
	8360,845	Wellsite Supervision	\$ -	\$ 50,400	\$ -	\$ 50,400
	8360,850	Safety / Environmental	\$ -	\$ 4,400	\$ -	\$ 4,400
Intangible Facility			\$ -	\$ -	\$ 645,566	\$ 645,566
	8350,403	Roads/Location	\$ -	\$ -	\$ 76,833	\$ 76,833
	8350,404	Equipment Rental	\$ -	\$ -	\$ 29,200	\$ 29,200
	8350,410	Transportation/Trucking	\$ -	\$ -	\$ 15,367	\$ 15,367
	8350,411	Safety & Environmental	\$ -	\$ -	\$ 17,300	\$ 17,300
	8350,415	Engineering / Technical	\$ -	\$ -	\$ 55,733	\$ 55,733
	8350,416	Supervision	\$ -	\$ -	\$ 26,900	\$ 26,900
	8350,417	Overhead Power Labor	\$ -	\$ -	\$ 43,233	\$ 43,233
	8350,418	Mechanical Labor	\$ -	\$ -	\$ 157,000	\$ 157,000
	8350,419	Automation Labor	\$ -	\$ -	\$ 29,600	\$ 29,600
	8350,420	Electrical Labor	\$ -	\$ -	\$ 87,400	\$ 87,400
	8350,421	Commissioning	\$ -	\$ -	\$ 3,267	\$ 3,267
	8350,422	Flowline Labor	\$ -	\$ -	\$ 103,733	\$ 103,733
TOTAL INTANGIBLE COSTS >>>			\$ 2,558,037	\$ 3,245,955	\$ 645,566	\$ 6,449,559
TOTAL PROJECT COSTS >>>			\$ 3,334,229	\$ 3,810,513	\$ 1,592,965	\$ 8,737,707
			Drilling	Completion	Facility	Total



AUTHORIZATION FOR EXPENDITURE

This Authority for Expenditure is based on cost estimates. Billing will reflect your proportionate share of the actual invoice costs.

JOINT INTEREST APPROVAL:

Company: _____

Working Interest: _____

Signature: _____

Date: _____

By: _____



AUTHORIZATION FOR EXPENDITURE

AFE: NM1421

Date: November 04, 2025

Well Name: Spicy Chicken 23 Fed
Com #502H

Projected MD/TVD: 15123/9700

Target: 2BS

SHL: S23-T20S-R32E 350' FNL, 1810' FWL

County: Lea

BHL: S23-T20S-R32E 100' FSL, 1485' FWL

State: NM

PROJECT DESCRIPTION:

The proposed AFE is for the Spicy Chicken 23 Fed Com #502H, a 1 section Bone Spring horizontal well to be drilled in Lea County, NM.

	<u>TOTAL</u>
DRILLING:	\$3,334,229
COMPLETIONS:	\$3,810,513
FACILITIES:	\$1,592,965
COMPLETED WELL COST:	\$8,737,707

OPERATOR APPROVAL:



AUTHORIZATION FOR EXPENDITURE

AFE: NM1421

Date: November 04, 2025

Well Name: Spicy Chicken 23 Fed
Com #502H

Projected MD/TVD: 15123/9700

Target: 2BS

SHL: S23-T20S-R32E 350' FNL, 1810' FWL

County: Lea

BHL: S23-T20S-R32E 100' FSL, 1485' FWL

State: NM

TANGIBLE COSTS			Drilling	Completion	Facility	Total
Tangible Drilling			\$ 776,191	\$ -	\$ -	\$ 776,191
8400.301	Surface Casing	\$ 72,028	\$ -	\$ -	\$ 72,028	
8400.302	Intermediate 1 Casing	\$ 99,924	\$ -	\$ -	\$ 99,924	
8400.303	Production Casing	\$ 337,414	\$ -	\$ -	\$ 337,414	
8400.312	Intermediate 2 Casing	\$ 201,571	\$ -	\$ -	\$ 201,571	
8400.340	Wellhead	\$ 65,255	\$ -	\$ -	\$ 65,255	
Tangible Completion			\$ -	\$ 21,050	\$ -	\$ 21,050
8400.352	Wellhead & Equipment	\$ -	\$ 21,050	\$ -	\$ 21,050	
Tangible Workover			\$ -	\$ 543,508	\$ -	\$ 543,508
8325.702	Tubing	\$ -	\$ 90,000	\$ -	\$ 90,000	
8325.704	Downhole Artificial Lift Eqpt	\$ -	\$ 350,000	\$ -	\$ 350,000	
8325.705	ESP Equipment/Install	\$ -	\$ 40,000	\$ -	\$ 40,000	
8325.711	Wellhead Equipment	\$ -	\$ 63,508	\$ -	\$ 63,508	
Tangible Facility			\$ -	\$ -	\$ 947,399	\$ 947,399
8355.500	Vessels	\$ -	\$ -	\$ 213,100	\$ 213,100	
8355.510	Tanks	\$ -	\$ -	\$ 164,033	\$ 164,033	
8355.515	Flare	\$ -	\$ -	\$ 30,733	\$ 30,733	
8355.520	PVF	\$ -	\$ -	\$ 152,733	\$ 152,733	
8355.525	Containment	\$ -	\$ -	\$ 26,900	\$ 26,900	
8355.530	Compressors	\$ -	\$ -	\$ 10,700	\$ 10,700	
8355.535	Instrumentation / Meters	\$ -	\$ -	\$ 61,533	\$ 61,533	
8355.540	Electrical Supplies	\$ -	\$ -	\$ 88,367	\$ 88,367	
8355.550	Overhead Power Material	\$ -	\$ -	\$ 81,667	\$ 81,667	
8355.555	Pump / Supplies	\$ -	\$ -	\$ 50,733	\$ 50,733	
8355.560	Pipeline	\$ -	\$ -	\$ 15,367	\$ 15,367	
8355.565	Flowline	\$ -	\$ -	\$ 51,533	\$ 51,533	
TOTAL TANGIBLE COSTS >>>			\$ 776,191	\$ 564,558	\$ 947,399	\$ 2,288,148

INTANGIBLE COSTS			Drilling	Completion	Facility	Total
Intangible Drilling			\$ 2,558,037	\$ -	\$ -	\$ 2,558,037
8200.102	Drilling - Daywork	\$ 577,080	\$ -	\$ -	\$ 577,080	
8200.103	Drilling - Rig Move	\$ 96,830	\$ -	\$ -	\$ 96,830	
8200.104	Fuel - Rig	\$ 126,826	\$ -	\$ -	\$ 126,826	
8200.106	Transportation	\$ 75,658	\$ -	\$ -	\$ 75,658	
8200.111	Survey, Stake/Permit	\$ 5,263	\$ -	\$ -	\$ 5,263	
8200.112	Location & Roads, Conductor	\$ 152,481	\$ -	\$ -	\$ 152,481	
8200.113	Damages/Row	\$ 7,894	\$ -	\$ -	\$ 7,894	
8200.114	Disposal	\$ 173,769	\$ -	\$ -	\$ 173,769	
8200.115	Mud-Drill Water	\$ 5,219	\$ -	\$ -	\$ 5,219	
8200.116	Drill Bits & BHA	\$ 102,818	\$ -	\$ -	\$ 102,818	
8200.117	Mud & Chemicals	\$ 126,966	\$ -	\$ -	\$ 126,966	
8200.119	Mud-Auxiliary	\$ 25,477	\$ -	\$ -	\$ 25,477	
8200.124	Equipment Rental	\$ 136,933	\$ -	\$ -	\$ 136,933	
8200.125	Inspection	\$ 77,359	\$ -	\$ -	\$ 77,359	
8200.127	Contract Labor	\$ 23,045	\$ -	\$ -	\$ 23,045	
8200.128	Drilling - Directional	\$ 196,678	\$ -	\$ -	\$ 196,678	
8200.136	Mudlogging	\$ 12,912	\$ -	\$ -	\$ 12,912	
8200.137	Casing Services	\$ 99,795	\$ -	\$ -	\$ 99,795	
8200.138	Cementing Services	\$ 203,483	\$ -	\$ -	\$ 203,483	
8200.143	Geological Services	\$ 12,274	\$ -	\$ -	\$ 12,274	
8200.144	Company Supervision	\$ 2,400	\$ -	\$ -	\$ 2,400	
8200.147	Drilling Overhead	\$ 3,558	\$ -	\$ -	\$ 3,558	
8200.149	Legal, Title, Etc	\$ 10,525	\$ -	\$ -	\$ 10,525	
8200.152	Well Control Ins.	\$ 7,894	\$ -	\$ -	\$ 7,894	
8200.162	Mancamp	\$ 34,554	\$ -	\$ -	\$ 34,554	



AUTHORIZATION FOR EXPENDITURE

	8200,164	Solids Control & Closed Loop	\$ 73,585	\$ -	\$ -	\$ 73,585
	8200,165	Safety/Environmental	\$ 1,580	\$ -	\$ -	\$ 1,580
	8200,167	Consulting Services	\$ 117,075	\$ -	\$ -	\$ 117,075
	8200,168	Roustabout Services	\$ 2,374	\$ -	\$ -	\$ 2,374
	8200,169	Mud-Brine	\$ 18,111	\$ -	\$ -	\$ 18,111
	8200,170	Mud-Diesel	\$ 47,622	\$ -	\$ -	\$ 47,622
Intangible Completion			\$ -	\$ 2,616,986	\$ -	\$ 2,616,986
	8300,203	Fuel	\$ -	\$ 275,229	\$ -	\$ 275,229
	8300,205	Location & Roads	\$ -	\$ 5,288	\$ -	\$ 5,288
	8300,207	Fresh Water	\$ -	\$ 298,001	\$ -	\$ 298,001
	8300,209	Chemicals	\$ -	\$ 124,898	\$ -	\$ 124,898
	8300,210	Surface Rental Equip	\$ -	\$ 208,389	\$ -	\$ 208,389
	8300,212	Contract Labor	\$ -	\$ 12,783	\$ -	\$ 12,783
	8300,214	Perforating & Plugs	\$ -	\$ 156,165	\$ -	\$ 156,165
	8300,220	Engineering & Supervision	\$ -	\$ 5,052	\$ -	\$ 5,052
	8300,229	Transportation	\$ -	\$ 5,263	\$ -	\$ 5,263
	8300,232	Disposal	\$ -	\$ 19,004	\$ -	\$ 19,004
	8300,240	Pump Down Services	\$ -	\$ 48,941	\$ -	\$ 48,941
	8300,248	Mancamp	\$ -	\$ 25,955	\$ -	\$ 25,955
	8300,250	Downhole Rental Equip	\$ -	\$ 36,838	\$ -	\$ 36,838
	8300,270	Frac - Equipment	\$ -	\$ 735,908	\$ -	\$ 735,908
	8300,271	Coil Tubing	\$ -	\$ 90,066	\$ -	\$ 90,066
	8300,273	Flowback	\$ -	\$ 26,681	\$ -	\$ 26,681
	8300,274	Water Transfer	\$ -	\$ 71,726	\$ -	\$ 71,726
	8300,275	Frac - Sand	\$ -	\$ 392,456	\$ -	\$ 392,456
	8300,276	Safety & Environmental	\$ -	\$ 3,473	\$ -	\$ 3,473
	8300,277	Consulting Services	\$ -	\$ 71,570	\$ -	\$ 71,570
	8300,278	Roustabouts	\$ -	\$ 1,579	\$ -	\$ 1,579
	8300,279	Completions Overhead	\$ -	\$ 1,724	\$ -	\$ 1,724
Intangible Workover			\$ -	\$ 110,150	\$ -	\$ 110,150
	8320,602	Workover Rig	\$ -	\$ 30,000	\$ -	\$ 30,000
	8320,605	Fuel / Power	\$ -	\$ 5,263	\$ -	\$ 5,263
	8320,610	Inspection & Testing	\$ -	\$ 4,000	\$ -	\$ 4,000
	8320,611	Trucking/Vacuum/Transportation	\$ -	\$ 10,000	\$ -	\$ 10,000
	8320,612	Kill Truck	\$ -	\$ 5,000	\$ -	\$ 5,000
	8320,617	Contract Labor/Roustabout	\$ -	\$ 30,887	\$ -	\$ 30,887
	8320,621	Rental Equipment	\$ -	\$ 15,000	\$ -	\$ 15,000
	8320,625	Wellsite Supervision	\$ -	\$ 5,000	\$ -	\$ 5,000
	8320,628	Chemicals	\$ -	\$ 5,000	\$ -	\$ 5,000
Intangible Flowback			\$ -	\$ 518,819	\$ -	\$ 518,819
	8360,805	Trucked Water Disposal	\$ -	\$ 21,464	\$ -	\$ 21,464
	8360,810	Frac Water Recovery	\$ -	\$ 177,475	\$ -	\$ 177,475
	8360,815	Trucking/Vacuum/Transp	\$ -	\$ 14,334	\$ -	\$ 14,334
	8360,820	Well Testing / Flowback	\$ -	\$ 60,746	\$ -	\$ 60,746
	8360,825	Rental Equipment	\$ -	\$ 190,000	\$ -	\$ 190,000
	8360,845	Wellsite Supervision	\$ -	\$ 50,400	\$ -	\$ 50,400
	8360,850	Safety / Environmental	\$ -	\$ 4,400	\$ -	\$ 4,400
Intangible Facility			\$ -	\$ -	\$ 645,566	\$ 645,566
	8350,403	Roads/Location	\$ -	\$ -	\$ 76,833	\$ 76,833
	8350,404	Equipment Rental	\$ -	\$ -	\$ 29,200	\$ 29,200
	8350,410	Transportation/Trucking	\$ -	\$ -	\$ 15,367	\$ 15,367
	8350,411	Safety & Environmental	\$ -	\$ -	\$ 17,300	\$ 17,300
	8350,415	Engineering / Technical	\$ -	\$ -	\$ 55,733	\$ 55,733
	8350,416	Supervision	\$ -	\$ -	\$ 26,900	\$ 26,900
	8350,417	Overhead Power Labor	\$ -	\$ -	\$ 43,233	\$ 43,233
	8350,418	Mechanical Labor	\$ -	\$ -	\$ 157,000	\$ 157,000
	8350,419	Automation Labor	\$ -	\$ -	\$ 29,600	\$ 29,600
	8350,420	Electrical Labor	\$ -	\$ -	\$ 87,400	\$ 87,400
	8350,421	Commissioning	\$ -	\$ -	\$ 3,267	\$ 3,267
	8350,422	Flowline Labor	\$ -	\$ -	\$ 103,733	\$ 103,733
TOTAL INTANGIBLE COSTS >>>			\$ 2,558,037	\$ 3,245,955	\$ 645,566	\$ 6,449,559
TOTAL PROJECT COSTS >>>			\$ 3,334,229	\$ 3,810,513	\$ 1,592,965	\$ 8,737,707
			Drilling	Completion	Facility	Total



AUTHORIZATION FOR EXPENDITURE

This Authority for Expenditure is based on cost estimates. Billing will reflect your proportionate share of the actual invoice costs.

JOINT INTEREST APPROVAL:

Company: _____

Working Interest: _____

Signature: _____

Date: _____

By: _____



AUTHORIZATION FOR EXPENDITURE

AFE: NM1422

Date: November 04, 2025

Well Name: Spicy Chicken 23 Fed
Com #503H

Projected MD/TVD: 15123/9700

Target: 2BS

SHL: S23-T20S-R32E 350' FNL, 1540' FEL

County: Lea

BHL: S23-T20S-R32E 100' FSL, 2640' FWL

State: NM

PROJECT DESCRIPTION:

The proposed AFE is for the Spicy Chicken 23 Fed Com #503H, a 1 section Bone Spring horizontal well to be drilled in Lea County, NM.

	<u>TOTAL</u>
DRILLING:	\$3,334,229
COMPLETIONS:	\$3,810,513
FACILITIES:	\$1,592,965
COMPLETED WELL COST:	\$8,737,707

OPERATOR APPROVAL:



AUTHORIZATION FOR EXPENDITURE

AFE: NM1422

Date: November 04, 2025

Well Name: Spicy Chicken 23 Fed
Com #503H

Projected MD/TVD: 15123/9700

Target: 2BS

SHL: S23-T20S-R32E 350' FNL, 1540' FEL

County: Lea

BHL: S23-T20S-R32E 100' FSL, 2640' FWL

State: NM

TANGIBLE COSTS			Drilling	Completion	Facility	Total
Tangible Drilling			\$ 776,191	\$ -	\$ -	\$ 776,191
8400.301	Surface Casing	\$ 72,028	\$ -	\$ -	\$ 72,028	
8400.302	Intermediate 1 Casing	\$ 99,924	\$ -	\$ -	\$ 99,924	
8400.303	Production Casing	\$ 337,414	\$ -	\$ -	\$ 337,414	
8400.312	Intermediate 2 Casing	\$ 201,571	\$ -	\$ -	\$ 201,571	
8400.340	Wellhead	\$ 65,255	\$ -	\$ -	\$ 65,255	
Tangible Completion			\$ -	\$ 21,050	\$ -	\$ 21,050
8400.352	Wellhead & Equipment	\$ -	\$ 21,050	\$ -	\$ 21,050	
Tangible Workover			\$ -	\$ 543,508	\$ -	\$ 543,508
8325.702	Tubing	\$ -	\$ 90,000	\$ -	\$ 90,000	
8325.704	Downhole Artificial Lift Eqpt	\$ -	\$ 350,000	\$ -	\$ 350,000	
8325.705	ESP Equipment/Install	\$ -	\$ 40,000	\$ -	\$ 40,000	
8325.711	Wellhead Equipment	\$ -	\$ 63,508	\$ -	\$ 63,508	
Tangible Facility			\$ -	\$ -	\$ 947,399	\$ 947,399
8355.500	Vessels	\$ -	\$ -	\$ 213,100	\$ 213,100	
8355.510	Tanks	\$ -	\$ -	\$ 164,033	\$ 164,033	
8355.515	Flare	\$ -	\$ -	\$ 30,733	\$ 30,733	
8355.520	PVF	\$ -	\$ -	\$ 152,733	\$ 152,733	
8355.525	Containment	\$ -	\$ -	\$ 26,900	\$ 26,900	
8355.530	Compressors	\$ -	\$ -	\$ 10,700	\$ 10,700	
8355.535	Instrumentation / Meters	\$ -	\$ -	\$ 61,533	\$ 61,533	
8355.540	Electrical Supplies	\$ -	\$ -	\$ 88,367	\$ 88,367	
8355.550	Overhead Power Material	\$ -	\$ -	\$ 81,667	\$ 81,667	
8355.555	Pump / Supplies	\$ -	\$ -	\$ 50,733	\$ 50,733	
8355.560	Pipeline	\$ -	\$ -	\$ 15,367	\$ 15,367	
8355.565	Flowline	\$ -	\$ -	\$ 51,533	\$ 51,533	
TOTAL TANGIBLE COSTS >>>			\$ 776,191	\$ 564,558	\$ 947,399	\$ 2,288,148

INTANGIBLE COSTS			Drilling	Completion	Facility	Total
Intangible Drilling			\$ 2,558,037	\$ -	\$ -	\$ 2,558,037
8200.102	Drilling - Daywork	\$ 577,080	\$ -	\$ -	\$ 577,080	
8200.103	Drilling - Rig Move	\$ 96,830	\$ -	\$ -	\$ 96,830	
8200.104	Fuel - Rig	\$ 126,826	\$ -	\$ -	\$ 126,826	
8200.106	Transportation	\$ 75,658	\$ -	\$ -	\$ 75,658	
8200.111	Survey, Stake/Permit	\$ 5,263	\$ -	\$ -	\$ 5,263	
8200.112	Location & Roads, Conductor	\$ 152,481	\$ -	\$ -	\$ 152,481	
8200.113	Damages/Row	\$ 7,894	\$ -	\$ -	\$ 7,894	
8200.114	Disposal	\$ 173,769	\$ -	\$ -	\$ 173,769	
8200.115	Mud-Drill Water	\$ 5,219	\$ -	\$ -	\$ 5,219	
8200.116	Drill Bits & BHA	\$ 102,818	\$ -	\$ -	\$ 102,818	
8200.117	Mud & Chemicals	\$ 126,966	\$ -	\$ -	\$ 126,966	
8200.119	Mud-Auxiliary	\$ 25,477	\$ -	\$ -	\$ 25,477	
8200.124	Equipment Rental	\$ 136,933	\$ -	\$ -	\$ 136,933	
8200.125	Inspection	\$ 77,359	\$ -	\$ -	\$ 77,359	
8200.127	Contract Labor	\$ 23,045	\$ -	\$ -	\$ 23,045	
8200.128	Drilling - Directional	\$ 196,678	\$ -	\$ -	\$ 196,678	
8200.136	Mudlogging	\$ 12,912	\$ -	\$ -	\$ 12,912	
8200.137	Casing Services	\$ 99,795	\$ -	\$ -	\$ 99,795	
8200.138	Cementing Services	\$ 203,483	\$ -	\$ -	\$ 203,483	
8200.143	Geological Services	\$ 12,274	\$ -	\$ -	\$ 12,274	
8200.144	Company Supervision	\$ 2,400	\$ -	\$ -	\$ 2,400	
8200.147	Drilling Overhead	\$ 3,558	\$ -	\$ -	\$ 3,558	
8200.149	Legal, Title, Etc	\$ 10,525	\$ -	\$ -	\$ 10,525	
8200.152	Well Control Ins.	\$ 7,894	\$ -	\$ -	\$ 7,894	
8200.162	Mancamp	\$ 34,554	\$ -	\$ -	\$ 34,554	



AUTHORIZATION FOR EXPENDITURE

	8200,164	Solids Control & Closed Loop	\$ 73,585	\$ -	\$ -	\$ 73,585
	8200,165	Safety/Environmental	\$ 1,580	\$ -	\$ -	\$ 1,580
	8200,167	Consulting Services	\$ 117,075	\$ -	\$ -	\$ 117,075
	8200,168	Roustabout Services	\$ 2,374	\$ -	\$ -	\$ 2,374
	8200,169	Mud-Brine	\$ 18,111	\$ -	\$ -	\$ 18,111
	8200,170	Mud-Diesel	\$ 47,622	\$ -	\$ -	\$ 47,622
Intangible Completion			\$ -	\$ 2,616,986	\$ -	\$ 2,616,986
	8300,203	Fuel	\$ -	\$ 275,229	\$ -	\$ 275,229
	8300,205	Location & Roads	\$ -	\$ 5,288	\$ -	\$ 5,288
	8300,207	Fresh Water	\$ -	\$ 298,001	\$ -	\$ 298,001
	8300,209	Chemicals	\$ -	\$ 124,898	\$ -	\$ 124,898
	8300,210	Surface Rental Equip	\$ -	\$ 208,389	\$ -	\$ 208,389
	8300,212	Contract Labor	\$ -	\$ 12,783	\$ -	\$ 12,783
	8300,214	Perforating & Plugs	\$ -	\$ 156,165	\$ -	\$ 156,165
	8300,220	Engineering & Supervision	\$ -	\$ 5,052	\$ -	\$ 5,052
	8300,229	Transportation	\$ -	\$ 5,263	\$ -	\$ 5,263
	8300,232	Disposal	\$ -	\$ 19,004	\$ -	\$ 19,004
	8300,240	Pump Down Services	\$ -	\$ 48,941	\$ -	\$ 48,941
	8300,248	Mancamp	\$ -	\$ 25,955	\$ -	\$ 25,955
	8300,250	Downhole Rental Equip	\$ -	\$ 36,838	\$ -	\$ 36,838
	8300,270	Frac - Equipment	\$ -	\$ 735,908	\$ -	\$ 735,908
	8300,271	Coil Tubing	\$ -	\$ 90,066	\$ -	\$ 90,066
	8300,273	Flowback	\$ -	\$ 26,681	\$ -	\$ 26,681
	8300,274	Water Transfer	\$ -	\$ 71,726	\$ -	\$ 71,726
	8300,275	Frac - Sand	\$ -	\$ 392,456	\$ -	\$ 392,456
	8300,276	Safety & Environmental	\$ -	\$ 3,473	\$ -	\$ 3,473
	8300,277	Consulting Services	\$ -	\$ 71,570	\$ -	\$ 71,570
	8300,278	Roustabouts	\$ -	\$ 1,579	\$ -	\$ 1,579
	8300,279	Completions Overhead	\$ -	\$ 1,724	\$ -	\$ 1,724
Intangible Workover			\$ -	\$ 110,150	\$ -	\$ 110,150
	8320,602	Workover Rig	\$ -	\$ 30,000	\$ -	\$ 30,000
	8320,605	Fuel / Power	\$ -	\$ 5,263	\$ -	\$ 5,263
	8320,610	Inspection & Testing	\$ -	\$ 4,000	\$ -	\$ 4,000
	8320,611	Trucking/Vacuum/Transportation	\$ -	\$ 10,000	\$ -	\$ 10,000
	8320,612	Kill Truck	\$ -	\$ 5,000	\$ -	\$ 5,000
	8320,617	Contract Labor/Roustabout	\$ -	\$ 30,887	\$ -	\$ 30,887
	8320,621	Rental Equipment	\$ -	\$ 15,000	\$ -	\$ 15,000
	8320,625	Wellsite Supervision	\$ -	\$ 5,000	\$ -	\$ 5,000
	8320,628	Chemicals	\$ -	\$ 5,000	\$ -	\$ 5,000
Intangible Flowback			\$ -	\$ 518,819	\$ -	\$ 518,819
	8360,805	Trucked Water Disposal	\$ -	\$ 21,464	\$ -	\$ 21,464
	8360,810	Frac Water Recovery	\$ -	\$ 177,475	\$ -	\$ 177,475
	8360,815	Trucking/Vacuum/Transp	\$ -	\$ 14,334	\$ -	\$ 14,334
	8360,820	Well Testing / Flowback	\$ -	\$ 60,746	\$ -	\$ 60,746
	8360,825	Rental Equipment	\$ -	\$ 190,000	\$ -	\$ 190,000
	8360,845	Wellsite Supervision	\$ -	\$ 50,400	\$ -	\$ 50,400
	8360,850	Safety / Environmental	\$ -	\$ 4,400	\$ -	\$ 4,400
Intangible Facility			\$ -	\$ -	\$ 645,566	\$ 645,566
	8350,403	Roads/Location	\$ -	\$ -	\$ 76,833	\$ 76,833
	8350,404	Equipment Rental	\$ -	\$ -	\$ 29,200	\$ 29,200
	8350,410	Transportation/Trucking	\$ -	\$ -	\$ 15,367	\$ 15,367
	8350,411	Safety & Environmental	\$ -	\$ -	\$ 17,300	\$ 17,300
	8350,415	Engineering / Technical	\$ -	\$ -	\$ 55,733	\$ 55,733
	8350,416	Supervision	\$ -	\$ -	\$ 26,900	\$ 26,900
	8350,417	Overhead Power Labor	\$ -	\$ -	\$ 43,233	\$ 43,233
	8350,418	Mechanical Labor	\$ -	\$ -	\$ 157,000	\$ 157,000
	8350,419	Automation Labor	\$ -	\$ -	\$ 29,600	\$ 29,600
	8350,420	Electrical Labor	\$ -	\$ -	\$ 87,400	\$ 87,400
	8350,421	Commissioning	\$ -	\$ -	\$ 3,267	\$ 3,267
	8350,422	Flowline Labor	\$ -	\$ -	\$ 103,733	\$ 103,733
TOTAL INTANGIBLE COSTS >>>			\$ 2,558,037	\$ 3,245,955	\$ 645,566	\$ 6,449,559
TOTAL PROJECT COSTS >>>			\$ 3,334,229	\$ 3,810,513	\$ 1,592,965	\$ 8,737,707
			Drilling	Completion	Facility	Total



AUTHORIZATION FOR EXPENDITURE

This Authority for Expenditure is based on cost estimates. Billing will reflect your proportionate share of the actual invoice costs.

JOINT INTEREST APPROVAL:

Company: _____

Working Interest: _____

Signature: _____

Date: _____

By: _____



AUTHORIZATION FOR EXPENDITURE

AFE: NM1423

Date: November 04, 2025

Well Name: Spicy Chicken 23 Fed
Com #504H

Projected MD/TVD: 15123/9700

Target: 2BS

SHL: S23-T20S-R32E 350' FNL, 1460' FEL

County: Lea

BHL: S23-T20S-R32E 100' FSL, 1485' FEL

State: NM

PROJECT DESCRIPTION:

The proposed AFE is for the Spicy Chicken 23 Fed Com #504H, a 1 section Bone Spring horizontal well to be drilled in Lea County, NM.

	<u>TOTAL</u>
DRILLING:	\$3,334,229
COMPLETIONS:	\$3,810,513
FACILITIES:	\$1,592,965
COMPLETED WELL COST:	\$8,737,707

OPERATOR APPROVAL:



AUTHORIZATION FOR EXPENDITURE

AFE: NM1423

Date: November 04, 2025

Well Name: Spicy Chicken 23 Fed
Com #504H

Projected MD/TVD: 15123/9700

Target: 2BS

SHL: S23-T20S-R32E 350' FNL, 1460' FEL

County: Lea

BHL: S23-T20S-R32E 100' FSL, 1485' FEL

State: NM

TANGIBLE COSTS			Drilling	Completion	Facility	Total
Tangible Drilling			\$ 776,191	\$ -	\$ -	\$ 776,191
8400.301	Surface Casing	\$ 72,028	\$ -	\$ -	\$ 72,028	
8400.302	Intermediate 1 Casing	\$ 99,924	\$ -	\$ -	\$ 99,924	
8400.303	Production Casing	\$ 337,414	\$ -	\$ -	\$ 337,414	
8400.312	Intermediate 2 Casing	\$ 201,571	\$ -	\$ -	\$ 201,571	
8400.340	Wellhead	\$ 65,255	\$ -	\$ -	\$ 65,255	
Tangible Completion			\$ -	\$ 21,050	\$ -	\$ 21,050
8400.352	Wellhead & Equipment	\$ -	\$ 21,050	\$ -	\$ 21,050	
Tangible Workover			\$ -	\$ 543,508	\$ -	\$ 543,508
8325.702	Tubing	\$ -	\$ 90,000	\$ -	\$ 90,000	
8325.704	Downhole Artificial Lift Eqpt	\$ -	\$ 350,000	\$ -	\$ 350,000	
8325.705	ESP Equipment/Install	\$ -	\$ 40,000	\$ -	\$ 40,000	
8325.711	Wellhead Equipment	\$ -	\$ 63,508	\$ -	\$ 63,508	
Tangible Facility			\$ -	\$ -	\$ 947,399	\$ 947,399
8355.500	Vessels	\$ -	\$ -	\$ 213,100	\$ 213,100	
8355.510	Tanks	\$ -	\$ -	\$ 164,033	\$ 164,033	
8355.515	Flare	\$ -	\$ -	\$ 30,733	\$ 30,733	
8355.520	PVF	\$ -	\$ -	\$ 152,733	\$ 152,733	
8355.525	Containment	\$ -	\$ -	\$ 26,900	\$ 26,900	
8355.530	Compressors	\$ -	\$ -	\$ 10,700	\$ 10,700	
8355.535	Instrumentation / Meters	\$ -	\$ -	\$ 61,533	\$ 61,533	
8355.540	Electrical Supplies	\$ -	\$ -	\$ 88,367	\$ 88,367	
8355.550	Overhead Power Material	\$ -	\$ -	\$ 81,667	\$ 81,667	
8355.555	Pump / Supplies	\$ -	\$ -	\$ 50,733	\$ 50,733	
8355.560	Pipeline	\$ -	\$ -	\$ 15,367	\$ 15,367	
8355.565	Flowline	\$ -	\$ -	\$ 51,533	\$ 51,533	
TOTAL TANGIBLE COSTS >>>			\$ 776,191	\$ 564,558	\$ 947,399	\$ 2,288,148

INTANGIBLE COSTS			Drilling	Completion	Facility	Total
Intangible Drilling			\$ 2,558,037	\$ -	\$ -	\$ 2,558,037
8200.102	Drilling - Daywork	\$ 577,080	\$ -	\$ -	\$ 577,080	
8200.103	Drilling - Rig Move	\$ 96,830	\$ -	\$ -	\$ 96,830	
8200.104	Fuel - Rig	\$ 126,826	\$ -	\$ -	\$ 126,826	
8200.106	Transportation	\$ 75,658	\$ -	\$ -	\$ 75,658	
8200.111	Survey, Stake/Permit	\$ 5,263	\$ -	\$ -	\$ 5,263	
8200.112	Location & Roads, Conductor	\$ 152,481	\$ -	\$ -	\$ 152,481	
8200.113	Damages/Row	\$ 7,894	\$ -	\$ -	\$ 7,894	
8200.114	Disposal	\$ 173,769	\$ -	\$ -	\$ 173,769	
8200.115	Mud-Drill Water	\$ 5,219	\$ -	\$ -	\$ 5,219	
8200.116	Drill Bits & BHA	\$ 102,818	\$ -	\$ -	\$ 102,818	
8200.117	Mud & Chemicals	\$ 126,966	\$ -	\$ -	\$ 126,966	
8200.119	Mud-Auxiliary	\$ 25,477	\$ -	\$ -	\$ 25,477	
8200.124	Equipment Rental	\$ 136,933	\$ -	\$ -	\$ 136,933	
8200.125	Inspection	\$ 77,359	\$ -	\$ -	\$ 77,359	
8200.127	Contract Labor	\$ 23,045	\$ -	\$ -	\$ 23,045	
8200.128	Drilling - Directional	\$ 196,678	\$ -	\$ -	\$ 196,678	
8200.136	Mudlogging	\$ 12,912	\$ -	\$ -	\$ 12,912	
8200.137	Casing Services	\$ 99,795	\$ -	\$ -	\$ 99,795	
8200.138	Cementing Services	\$ 203,483	\$ -	\$ -	\$ 203,483	
8200.143	Geological Services	\$ 12,274	\$ -	\$ -	\$ 12,274	
8200.144	Company Supervision	\$ 2,400	\$ -	\$ -	\$ 2,400	
8200.147	Drilling Overhead	\$ 3,558	\$ -	\$ -	\$ 3,558	
8200.149	Legal, Title, Etc	\$ 10,525	\$ -	\$ -	\$ 10,525	
8200.152	Well Control Ins.	\$ 7,894	\$ -	\$ -	\$ 7,894	
8200.162	Mancamp	\$ 34,554	\$ -	\$ -	\$ 34,554	



AUTHORIZATION FOR EXPENDITURE

	8200,164	Solids Control & Closed Loop	\$ 73,585	\$ -	\$ -	\$ 73,585	
	8200,165	Safety/Environmental	\$ 1,580	\$ -	\$ -	\$ 1,580	
	8200,167	Consulting Services	\$ 117,075	\$ -	\$ -	\$ 117,075	
	8200,168	Roustabout Services	\$ 2,374	\$ -	\$ -	\$ 2,374	
	8200,169	Mud-Brine	\$ 18,111	\$ -	\$ -	\$ 18,111	
	8200,170	Mud-Diesel	\$ 47,622	\$ -	\$ -	\$ 47,622	
Intangible Completion			\$ -	\$ 2,616,986	\$ -	\$ 2,616,986	
	8300,203	Fuel	\$ -	\$ 275,229	\$ -	\$ 275,229	
	8300,205	Location & Roads	\$ -	\$ 5,288	\$ -	\$ 5,288	
	8300,207	Fresh Water	\$ -	\$ 298,001	\$ -	\$ 298,001	
	8300,209	Chemicals	\$ -	\$ 124,898	\$ -	\$ 124,898	
	8300,210	Surface Rental Equip	\$ -	\$ 208,389	\$ -	\$ 208,389	
	8300,212	Contract Labor	\$ -	\$ 12,783	\$ -	\$ 12,783	
	8300,214	Perforating & Plugs	\$ -	\$ 156,165	\$ -	\$ 156,165	
	8300,220	Engineering & Supervision	\$ -	\$ 5,052	\$ -	\$ 5,052	
	8300,229	Transportation	\$ -	\$ 5,263	\$ -	\$ 5,263	
	8300,232	Disposal	\$ -	\$ 19,004	\$ -	\$ 19,004	
	8300,240	Pump Down Services	\$ -	\$ 48,941	\$ -	\$ 48,941	
	8300,248	Mancamp	\$ -	\$ 25,955	\$ -	\$ 25,955	
	8300,250	Downhole Rental Equip	\$ -	\$ 36,838	\$ -	\$ 36,838	
	8300,270	Frac - Equipment	\$ -	\$ 735,908	\$ -	\$ 735,908	
	8300,271	Coil Tubing	\$ -	\$ 90,066	\$ -	\$ 90,066	
	8300,273	Flowback	\$ -	\$ 26,681	\$ -	\$ 26,681	
	8300,274	Water Transfer	\$ -	\$ 71,726	\$ -	\$ 71,726	
	8300,275	Frac - Sand	\$ -	\$ 392,456	\$ -	\$ 392,456	
	8300,276	Safety & Environmental	\$ -	\$ 3,473	\$ -	\$ 3,473	
	8300,277	Consulting Services	\$ -	\$ 71,570	\$ -	\$ 71,570	
	8300,278	Roustabouts	\$ -	\$ 1,579	\$ -	\$ 1,579	
	8300,279	Completions Overhead	\$ -	\$ 1,724	\$ -	\$ 1,724	
Intangible Workover			\$ -	\$ 110,150	\$ -	\$ 110,150	
	8320,602	Workover Rig	\$ -	\$ 30,000	\$ -	\$ 30,000	
	8320,605	Fuel / Power	\$ -	\$ 5,263	\$ -	\$ 5,263	
	8320,610	Inspection & Testing	\$ -	\$ 4,000	\$ -	\$ 4,000	
	8320,611	Trucking/Vacuum/Transportation	\$ -	\$ 10,000	\$ -	\$ 10,000	
	8320,612	Kill Truck	\$ -	\$ 5,000	\$ -	\$ 5,000	
	8320,617	Contract Labor/Roustabout	\$ -	\$ 30,887	\$ -	\$ 30,887	
	8320,621	Rental Equipment	\$ -	\$ 15,000	\$ -	\$ 15,000	
	8320,625	Wellsite Supervision	\$ -	\$ 5,000	\$ -	\$ 5,000	
	8320,628	Chemicals	\$ -	\$ 5,000	\$ -	\$ 5,000	
Intangible Flowback			\$ -	\$ 518,819	\$ -	\$ 518,819	
	8360,805	Trucked Water Disposal	\$ -	\$ 21,464	\$ -	\$ 21,464	
	8360,810	Frac Water Recovery	\$ -	\$ 177,475	\$ -	\$ 177,475	
	8360,815	Trucking/Vacuum/Transp	\$ -	\$ 14,334	\$ -	\$ 14,334	
	8360,820	Well Testing / Flowback	\$ -	\$ 60,746	\$ -	\$ 60,746	
	8360,825	Rental Equipment	\$ -	\$ 190,000	\$ -	\$ 190,000	
	8360,845	Wellsite Supervision	\$ -	\$ 50,400	\$ -	\$ 50,400	
	8360,850	Safety / Environmental	\$ -	\$ 4,400	\$ -	\$ 4,400	
Intangible Facility			\$ -	\$ -	\$ 645,566	\$ 645,566	
	8350,403	Roads/Location	\$ -	\$ -	\$ 76,833	\$ 76,833	
	8350,404	Equipment Rental	\$ -	\$ -	\$ 29,200	\$ 29,200	
	8350,410	Transportation/Trucking	\$ -	\$ -	\$ 15,367	\$ 15,367	
	8350,411	Safety & Environmental	\$ -	\$ -	\$ 17,300	\$ 17,300	
	8350,415	Engineering / Technical	\$ -	\$ -	\$ 55,733	\$ 55,733	
	8350,416	Supervision	\$ -	\$ -	\$ 26,900	\$ 26,900	
	8350,417	Overhead Power Labor	\$ -	\$ -	\$ 43,233	\$ 43,233	
	8350,418	Mechanical Labor	\$ -	\$ -	\$ 157,000	\$ 157,000	
	8350,419	Automation Labor	\$ -	\$ -	\$ 29,600	\$ 29,600	
	8350,420	Electrical Labor	\$ -	\$ -	\$ 87,400	\$ 87,400	
	8350,421	Commissioning	\$ -	\$ -	\$ 3,267	\$ 3,267	
	8350,422	Flowline Labor	\$ -	\$ -	\$ 103,733	\$ 103,733	
TOTAL INTANGIBLE COSTS >>>			\$ 2,558,037	\$ 3,245,955	\$ 645,566	\$ 6,449,559	
TOTAL PROJECT COSTS >>>			\$ 3,334,229	\$ 3,810,513	\$ 1,592,965	\$ 8,737,707	
				Drilling	Completion	Facility	Total



AUTHORIZATION FOR EXPENDITURE

This Authority for Expenditure is based on cost estimates. Billing will reflect your proportionate share of the actual invoice costs.

JOINT INTEREST APPROVAL:

Company: _____

Working Interest: _____

Signature: _____

Date: _____

By: _____



AUTHORIZATION FOR EXPENDITURE

AFE: NM1579

Date: November 04, 2025

Well Name: Spicy Chicken 23 Fed
Com #505H

Projected MD/TVD: 15123/9700

Target: 2BS

SHL: S23-T20S-R32E 350' FNL, 1420' FEL

County: Lea

BHL: S23-T20S-R32E 100' FSL, 330' FEL

State: NM

PROJECT DESCRIPTION:

The proposed AFE is for the Spicy Chicken 23 Fed Com #505H, a 1 section Bone Spring horizontal well to be drilled in Lea County, NM.

	<u>TOTAL</u>
DRILLING:	\$3,334,229
COMPLETIONS:	\$3,810,513
FACILITIES:	\$1,592,965
COMPLETED WELL COST:	\$8,737,707

OPERATOR APPROVAL:

AVANT

NATURAL RESOURCES

AUTHORIZATION FOR EXPENDITURE

AFE: NM1579

Date: November 04, 2025

Well Name: Spicy Chicken 23 Fed
Com #505H

Projected MD/TVD: 15123/9700

Target: 2BS

SHL: S23-T20S-R32E 350' FNL, 1420' FEL

County: Lea

BHL: S23-T20S-R32E 100' FSL, 330' FEL

State: NM

TANGIBLE COSTS			Drilling	Completion	Facility	Total
Tangible Drilling			\$ 776,191	\$ -	\$ -	\$ 776,191
	8400.301	Surface Casing	\$ 72,028	\$ -	\$ -	\$ 72,028
	8400.302	Intermediate 1 Casing	\$ 99,924	\$ -	\$ -	\$ 99,924
	8400.303	Production Casing	\$ 337,414	\$ -	\$ -	\$ 337,414
	8400.312	Intermediate 2 Casing	\$ 201,571	\$ -	\$ -	\$ 201,571
	8400.340	Wellhead	\$ 65,255	\$ -	\$ -	\$ 65,255
Tangible Completion			\$ -	\$ 21,050	\$ -	\$ 21,050
	8400.352	Wellhead & Equipment	\$ -	\$ 21,050	\$ -	\$ 21,050
Tangible Workover			\$ -	\$ 543,508	\$ -	\$ 543,508
	8325.702	Tubing	\$ -	\$ 90,000	\$ -	\$ 90,000
	8325.704	Downhole Artificial Lift Eqpt	\$ -	\$ 350,000	\$ -	\$ 350,000
	8325.705	ESP Equipment/Install	\$ -	\$ 40,000	\$ -	\$ 40,000
	8325.711	Wellhead Equipment	\$ -	\$ 63,508	\$ -	\$ 63,508
Tangible Facility			\$ -	\$ -	\$ 947,399	\$ 947,399
	8355.500	Vessels	\$ -	\$ -	\$ 213,100	\$ 213,100
	8355.510	Tanks	\$ -	\$ -	\$ 164,033	\$ 164,033
	8355.515	Flare	\$ -	\$ -	\$ 30,733	\$ 30,733
	8355.520	PVF	\$ -	\$ -	\$ 152,733	\$ 152,733
	8355.525	Containment	\$ -	\$ -	\$ 26,900	\$ 26,900
	8355.530	Compressors	\$ -	\$ -	\$ 10,700	\$ 10,700
	8355.535	Instrumentation / Meters	\$ -	\$ -	\$ 61,533	\$ 61,533
	8355.540	Electrical Supplies	\$ -	\$ -	\$ 88,367	\$ 88,367
	8355.550	Overhead Power Material	\$ -	\$ -	\$ 81,667	\$ 81,667
	8355.555	Pump / Supplies	\$ -	\$ -	\$ 50,733	\$ 50,733
	8355.560	Pipeline	\$ -	\$ -	\$ 15,367	\$ 15,367
	8355.565	Flowline	\$ -	\$ -	\$ 51,533	\$ 51,533
TOTAL TANGIBLE COSTS >>>			\$ 776,191	\$ 564,558	\$ 947,399	\$ 2,288,148

INTANGIBLE COSTS			Drilling	Completion	Facility	Total
Intangible Drilling			\$ 2,558,037	\$ -	\$ -	\$ 2,558,037
	8200.102	Drilling - Daywork	\$ 577,080	\$ -	\$ -	\$ 577,080
	8200.103	Drilling - Rig Move	\$ 96,830	\$ -	\$ -	\$ 96,830
	8200.104	Fuel - Rig	\$ 126,826	\$ -	\$ -	\$ 126,826
	8200.106	Transportation	\$ 75,658	\$ -	\$ -	\$ 75,658
	8200.111	Survey, Stake/Permit	\$ 5,263	\$ -	\$ -	\$ 5,263
	8200.112	Location & Roads, Conductor	\$ 152,481	\$ -	\$ -	\$ 152,481
	8200.113	Damages/Row	\$ 7,894	\$ -	\$ -	\$ 7,894
	8200.114	Disposal	\$ 173,769	\$ -	\$ -	\$ 173,769
	8200.115	Mud-Drill Water	\$ 5,219	\$ -	\$ -	\$ 5,219
	8200.116	Drill Bits & BHA	\$ 102,818	\$ -	\$ -	\$ 102,818
	8200.117	Mud & Chemicals	\$ 126,966	\$ -	\$ -	\$ 126,966
	8200.119	Mud-Auxiliary	\$ 25,477	\$ -	\$ -	\$ 25,477
	8200.124	Equipment Rental	\$ 136,933	\$ -	\$ -	\$ 136,933
	8200.125	Inspection	\$ 77,359	\$ -	\$ -	\$ 77,359
	8200.127	Contract Labor	\$ 23,045	\$ -	\$ -	\$ 23,045
	8200.128	Drilling - Directional	\$ 196,678	\$ -	\$ -	\$ 196,678
	8200.136	Mudlogging	\$ 12,912	\$ -	\$ -	\$ 12,912
	8200.137	Casing Services	\$ 99,795	\$ -	\$ -	\$ 99,795
	8200.138	Cementing Services	\$ 203,483	\$ -	\$ -	\$ 203,483
	8200.143	Geological Services	\$ 12,274	\$ -	\$ -	\$ 12,274
	8200.144	Company Supervision	\$ 2,400	\$ -	\$ -	\$ 2,400
	8200.147	Drilling Overhead	\$ 3,558	\$ -	\$ -	\$ 3,558
	8200.149	Legal, Title, Etc	\$ 10,525	\$ -	\$ -	\$ 10,525
	8200.152	Well Control Ins.	\$ 7,894	\$ -	\$ -	\$ 7,894
	8200.162	Mancamp	\$ 34,554	\$ -	\$ -	\$ 34,554



AUTHORIZATION FOR EXPENDITURE

	8200.164	Solids Control & Closed Loop	\$ 73,585	\$ -	\$ -	\$ 73,585	
	8200.165	Safety/Environmental	\$ 1,580	\$ -	\$ -	\$ 1,580	
	8200.167	Consulting Services	\$ 117,075	\$ -	\$ -	\$ 117,075	
	8200.168	Roustabout Services	\$ 2,374	\$ -	\$ -	\$ 2,374	
	8200.169	Mud-Brine	\$ 18,111	\$ -	\$ -	\$ 18,111	
	8200.170	Mud-Diesel	\$ 47,622	\$ -	\$ -	\$ 47,622	
Intangible Completion			\$ -	\$ 2,616,986	\$ -	\$ 2,616,986	
	8300.203	Fuel	\$ -	\$ 275,229	\$ -	\$ 275,229	
	8300.205	Location & Roads	\$ -	\$ 5,288	\$ -	\$ 5,288	
	8300.207	Fresh Water	\$ -	\$ 298,001	\$ -	\$ 298,001	
	8300.209	Chemicals	\$ -	\$ 124,898	\$ -	\$ 124,898	
	8300.210	Surface Rental Equip	\$ -	\$ 208,389	\$ -	\$ 208,389	
	8300.212	Contract Labor	\$ -	\$ 12,783	\$ -	\$ 12,783	
	8300.214	Perforating & Plugs	\$ -	\$ 156,165	\$ -	\$ 156,165	
	8300.220	Engineering & Supervision	\$ -	\$ 5,052	\$ -	\$ 5,052	
	8300.229	Transportation	\$ -	\$ 5,263	\$ -	\$ 5,263	
	8300.232	Disposal	\$ -	\$ 19,004	\$ -	\$ 19,004	
	8300.240	Pump Down Services	\$ -	\$ 48,941	\$ -	\$ 48,941	
	8300.248	Mancamp	\$ -	\$ 25,955	\$ -	\$ 25,955	
	8300.250	Downhole Rental Equip	\$ -	\$ 36,838	\$ -	\$ 36,838	
	8300.270	Frac - Equipment	\$ -	\$ 735,908	\$ -	\$ 735,908	
	8300.271	Coil Tubing	\$ -	\$ 90,066	\$ -	\$ 90,066	
	8300.273	Flowback	\$ -	\$ 26,681	\$ -	\$ 26,681	
	8300.274	Water Transfer	\$ -	\$ 71,726	\$ -	\$ 71,726	
	8300.275	Frac - Sand	\$ -	\$ 392,456	\$ -	\$ 392,456	
	8300.276	Safety & Environmental	\$ -	\$ 3,473	\$ -	\$ 3,473	
	8300.277	Consulting Services	\$ -	\$ 71,570	\$ -	\$ 71,570	
	8300.278	Roustabouts	\$ -	\$ 1,579	\$ -	\$ 1,579	
	8300.279	Completions Overhead	\$ -	\$ 1,724	\$ -	\$ 1,724	
Intangible Workover			\$ -	\$ 110,150	\$ -	\$ 110,150	
	8320.602	Workover Rig	\$ -	\$ 30,000	\$ -	\$ 30,000	
	8320.605	Fuel / Power	\$ -	\$ 5,263	\$ -	\$ 5,263	
	8320.610	Inspection & Testing	\$ -	\$ 4,000	\$ -	\$ 4,000	
	8320.611	Trucking/Vacuum/Transportation	\$ -	\$ 10,000	\$ -	\$ 10,000	
	8320.612	Kill Truck	\$ -	\$ 5,000	\$ -	\$ 5,000	
	8320.617	Contract Labor/Roustabout	\$ -	\$ 30,887	\$ -	\$ 30,887	
	8320.621	Rental Equipment	\$ -	\$ 15,000	\$ -	\$ 15,000	
	8320.625	Wellsite Supervision	\$ -	\$ 5,000	\$ -	\$ 5,000	
	8320.628	Chemicals	\$ -	\$ 5,000	\$ -	\$ 5,000	
Intangible Flowback			\$ -	\$ 518,819	\$ -	\$ 518,819	
	8360.805	Trucked Water Disposal	\$ -	\$ 21,464	\$ -	\$ 21,464	
	8360.810	Frac Water Recovery	\$ -	\$ 177,475	\$ -	\$ 177,475	
	8360.815	Trucking/Vacuum/Transp	\$ -	\$ 14,334	\$ -	\$ 14,334	
	8360.820	Well Testing / Flowback	\$ -	\$ 60,746	\$ -	\$ 60,746	
	8360.825	Rental Equipment	\$ -	\$ 190,000	\$ -	\$ 190,000	
	8360.845	Wellsite Supervision	\$ -	\$ 50,400	\$ -	\$ 50,400	
	8360.850	Safety / Environmental	\$ -	\$ 4,400	\$ -	\$ 4,400	
Intangible Facility			\$ -	\$ -	\$ 645,566	\$ 645,566	
	8350.403	Roads/Location	\$ -	\$ -	\$ 76,833	\$ 76,833	
	8350.404	Equipment Rental	\$ -	\$ -	\$ 29,200	\$ 29,200	
	8350.410	Transportation/Trucking	\$ -	\$ -	\$ 15,367	\$ 15,367	
	8350.411	Safety & Environmental	\$ -	\$ -	\$ 17,300	\$ 17,300	
	8350.415	Engineering / Technical	\$ -	\$ -	\$ 55,733	\$ 55,733	
	8350.416	Supervision	\$ -	\$ -	\$ 26,900	\$ 26,900	
	8350.417	Overhead Power Labor	\$ -	\$ -	\$ 43,233	\$ 43,233	
	8350.418	Mechanical Labor	\$ -	\$ -	\$ 157,000	\$ 157,000	
	8350.419	Automation Labor	\$ -	\$ -	\$ 29,600	\$ 29,600	
	8350.420	Electrical Labor	\$ -	\$ -	\$ 87,400	\$ 87,400	
	8350.421	Commissioning	\$ -	\$ -	\$ 3,267	\$ 3,267	
	8350.422	Flowline Labor	\$ -	\$ -	\$ 103,733	\$ 103,733	
TOTAL INTANGIBLE COSTS >>>			\$ 2,558,037	\$ 3,245,955	\$ 645,566	\$ 6,449,559	
TOTAL PROJECT COSTS >>>			\$ 3,334,229	\$ 3,810,513	\$ 1,592,965	\$ 8,737,707	
				Drilling	Completion	Facility	Total



AUTHORIZATION FOR EXPENDITURE

This Authority for Expenditure is based on cost estimates. Billing will reflect your proportionate share of the actual invoice costs.

JOINT INTEREST APPROVAL:

Company: _____

Working Interest: _____

Signature: _____

Date: _____

By: _____



AUTHORIZATION FOR EXPENDITURE

AFE: NM1428

Date: November 04, 2025

Well Name: Spicy Chicken 23 26 Fed
Com #601H

Projected MD/TVD: 18623/10700

Target: 3BS

SHL: S23-T20S-R32E 200' FNL, 1740' FWL

County: Lea

BHL: S26-T20S-R32E 2540' FNL, 990' FWL

State: NM

PROJECT DESCRIPTION:

The proposed AFE is for the Spicy Chicken 23 26 Fed Com #601H, a 1.5 section Bone Spring horizontal well to be drilled in Lea County, NM.

	<u>TOTAL</u>
DRILLING:	\$3,671,624
COMPLETIONS:	\$4,843,359
FACILITIES:	\$1,592,965
COMPLETED WELL COST:	\$10,107,949

OPERATOR APPROVAL:



AUTHORIZATION FOR EXPENDITURE

AFE: NM1428

Date: November 04, 2025

Well Name: Spicy Chicken 23 26 Fed
Com #601H

Projected MD/TVD: 18623/10700

Target: 3BS

SHL: S23-T20S-R32E 200' FNL, 1740' FWL

County: Lea

BHL: S26-T20S-R32E 2540' FNL, 990' FWL

State: NM

TANGIBLE COSTS			Drilling	Completion	Facility	Total
Tangible Drilling			\$ 853,550	\$ -	\$ -	\$ 853,550
8400.301	Surface Casing	\$ 72,028	\$ -	\$ -	\$ 72,028	
8400.302	Intermediate 1 Casing	\$ 99,924	\$ -	\$ -	\$ 99,924	
8400.303	Production Casing	\$ 414,772	\$ -	\$ -	\$ 414,772	
8400.312	Intermediate 2 Casing	\$ 201,571	\$ -	\$ -	\$ 201,571	
8400.340	Wellhead	\$ 65,255	\$ -	\$ -	\$ 65,255	
Tangible Completion			\$ -	\$ 21,050	\$ -	\$ 21,050
8400.352	Wellhead & Equipment	\$ -	\$ 21,050	\$ -	\$ 21,050	
Tangible Workover			\$ -	\$ 543,508	\$ -	\$ 543,508
8325.702	Tubing	\$ -	\$ 90,000	\$ -	\$ 90,000	
8325.704	Downhole Artificial Lift Eqpt	\$ -	\$ 350,000	\$ -	\$ 350,000	
8325.705	ESP Equipment/Install	\$ -	\$ 40,000	\$ -	\$ 40,000	
8325.711	Wellhead Equipment	\$ -	\$ 63,508	\$ -	\$ 63,508	
Tangible Facility			\$ -	\$ -	\$ 947,399	\$ 947,399
8355.500	Vessels	\$ -	\$ -	\$ 213,100	\$ 213,100	
8355.510	Tanks	\$ -	\$ -	\$ 164,033	\$ 164,033	
8355.515	Flare	\$ -	\$ -	\$ 30,733	\$ 30,733	
8355.520	PVF	\$ -	\$ -	\$ 152,733	\$ 152,733	
8355.525	Containment	\$ -	\$ -	\$ 26,900	\$ 26,900	
8355.530	Compressors	\$ -	\$ -	\$ 10,700	\$ 10,700	
8355.535	Instrumentation / Meters	\$ -	\$ -	\$ 61,533	\$ 61,533	
8355.540	Electrical Supplies	\$ -	\$ -	\$ 88,367	\$ 88,367	
8355.550	Overhead Power Material	\$ -	\$ -	\$ 81,667	\$ 81,667	
8355.555	Pump / Supplies	\$ -	\$ -	\$ 50,733	\$ 50,733	
8355.560	Pipeline	\$ -	\$ -	\$ 15,367	\$ 15,367	
8355.565	Flowline	\$ -	\$ -	\$ 51,533	\$ 51,533	
TOTAL TANGIBLE COSTS >>>			\$ 853,550	\$ 564,558	\$ 947,399	\$ 2,365,507

INTANGIBLE COSTS			Drilling	Completion	Facility	Total
Intangible Drilling			\$ 2,818,074	\$ -	\$ -	\$ 2,818,074
8200.102	Drilling - Daywork	\$ 671,866	\$ -	\$ -	\$ 671,866	
8200.103	Drilling - Rig Move	\$ 96,830	\$ -	\$ -	\$ 96,830	
8200.104	Fuel - Rig	\$ 151,519	\$ -	\$ -	\$ 151,519	
8200.106	Transportation	\$ 81,184	\$ -	\$ -	\$ 81,184	
8200.111	Survey, Stake/Permit	\$ 5,263	\$ -	\$ -	\$ 5,263	
8200.112	Location & Roads, Conductor	\$ 152,481	\$ -	\$ -	\$ 152,481	
8200.113	Damages/Row	\$ 7,894	\$ -	\$ -	\$ 7,894	
8200.114	Disposal	\$ 177,103	\$ -	\$ -	\$ 177,103	
8200.115	Mud-Drill Water	\$ 5,371	\$ -	\$ -	\$ 5,371	
8200.116	Drill Bits & BHA	\$ 106,056	\$ -	\$ -	\$ 106,056	
8200.117	Mud & Chemicals	\$ 134,125	\$ -	\$ -	\$ 134,125	
8200.119	Mud-Auxiliary	\$ 26,916	\$ -	\$ -	\$ 26,916	
8200.124	Equipment Rental	\$ 156,909	\$ -	\$ -	\$ 156,909	
8200.125	Inspection	\$ 77,359	\$ -	\$ -	\$ 77,359	
8200.127	Contract Labor	\$ 23,045	\$ -	\$ -	\$ 23,045	
8200.128	Drilling - Directional	\$ 217,975	\$ -	\$ -	\$ 217,975	
8200.136	Mudlogging	\$ 12,916	\$ -	\$ -	\$ 12,916	
8200.137	Casing Services	\$ 102,127	\$ -	\$ -	\$ 102,127	
8200.138	Cementing Services	\$ 216,640	\$ -	\$ -	\$ 216,640	
8200.143	Geological Services	\$ 15,866	\$ -	\$ -	\$ 15,866	
8200.144	Company Supervision	\$ 2,400	\$ -	\$ -	\$ 2,400	
8200.147	Drilling Overhead	\$ 4,144	\$ -	\$ -	\$ 4,144	
8200.149	Legal, Title, Etc	\$ 10,525	\$ -	\$ -	\$ 10,525	
8200.152	Well Control Ins.	\$ 7,894	\$ -	\$ -	\$ 7,894	
8200.162	Mancamp	\$ 37,241	\$ -	\$ -	\$ 37,241	



AUTHORIZATION FOR EXPENDITURE

	8200,164	Solids Control & Closed Loop	\$ 85,135	\$ -	\$ -	\$ 85,135
	8200,165	Safety/Environmental	\$ 1,820	\$ -	\$ -	\$ 1,820
	8200,167	Consulting Services	\$ 135,979	\$ -	\$ -	\$ 135,979
	8200,168	Roustabout Services	\$ 2,407	\$ -	\$ -	\$ 2,407
	8200,169	Mud-Brine	\$ 19,654	\$ -	\$ -	\$ 19,654
	8200,170	Mud-Diesel	\$ 71,432	\$ -	\$ -	\$ 71,432
Intangible Completion			\$ -	\$ 3,613,706	\$ -	\$ 3,613,706
	8300,203	Fuel	\$ -	\$ 413,106	\$ -	\$ 413,106
	8300,205	Location & Roads	\$ -	\$ 5,288	\$ -	\$ 5,288
	8300,207	Fresh Water	\$ -	\$ 447,001	\$ -	\$ 447,001
	8300,209	Chemicals	\$ -	\$ 187,347	\$ -	\$ 187,347
	8300,210	Surface Rental Equip	\$ -	\$ 246,609	\$ -	\$ 246,609
	8300,212	Contract Labor	\$ -	\$ 12,783	\$ -	\$ 12,783
	8300,214	Perforating & Plugs	\$ -	\$ 233,208	\$ -	\$ 233,208
	8300,220	Engineering & Supervision	\$ -	\$ 5,052	\$ -	\$ 5,052
	8300,229	Transportation	\$ -	\$ 5,263	\$ -	\$ 5,263
	8300,232	Disposal	\$ -	\$ 19,004	\$ -	\$ 19,004
	8300,240	Pump Down Services	\$ -	\$ 67,886	\$ -	\$ 67,886
	8300,248	Mancamp	\$ -	\$ 27,428	\$ -	\$ 27,428
	8300,250	Downhole Rental Equip	\$ -	\$ 41,588	\$ -	\$ 41,588
	8300,270	Frac - Equipment	\$ -	\$ 987,666	\$ -	\$ 987,666
	8300,271	Coil Tubing	\$ -	\$ 100,460	\$ -	\$ 100,460
	8300,273	Flowback	\$ -	\$ 26,891	\$ -	\$ 26,891
	8300,274	Water Transfer	\$ -	\$ 88,029	\$ -	\$ 88,029
	8300,275	Frac - Sand	\$ -	\$ 588,684	\$ -	\$ 588,684
	8300,276	Safety & Environmental	\$ -	\$ 3,473	\$ -	\$ 3,473
	8300,277	Consulting Services	\$ -	\$ 103,145	\$ -	\$ 103,145
	8300,278	Roustabouts	\$ -	\$ 1,579	\$ -	\$ 1,579
	8300,279	Completions Overhead	\$ -	\$ 2,217	\$ -	\$ 2,217
Intangible Workover			\$ -	\$ 110,150	\$ -	\$ 110,150
	8320,602	Workover Rig	\$ -	\$ 30,000	\$ -	\$ 30,000
	8320,605	Fuel / Power	\$ -	\$ 5,263	\$ -	\$ 5,263
	8320,610	Inspection & Testing	\$ -	\$ 4,000	\$ -	\$ 4,000
	8320,611	Trucking/Vacuum/Transportation	\$ -	\$ 10,000	\$ -	\$ 10,000
	8320,612	Kill Truck	\$ -	\$ 5,000	\$ -	\$ 5,000
	8320,617	Contract Labor/Roustabout	\$ -	\$ 30,887	\$ -	\$ 30,887
	8320,621	Rental Equipment	\$ -	\$ 15,000	\$ -	\$ 15,000
	8320,625	Wellsite Supervision	\$ -	\$ 5,000	\$ -	\$ 5,000
	8320,628	Chemicals	\$ -	\$ 5,000	\$ -	\$ 5,000
Intangible Flowback			\$ -	\$ 554,945	\$ -	\$ 554,945
	8360,805	Trucked Water Disposal	\$ -	\$ 21,464	\$ -	\$ 21,464
	8360,810	Frac Water Recovery	\$ -	\$ 213,601	\$ -	\$ 213,601
	8360,815	Trucking/Vacuum/Transp	\$ -	\$ 14,334	\$ -	\$ 14,334
	8360,820	Well Testing / Flowback	\$ -	\$ 60,746	\$ -	\$ 60,746
	8360,825	Rental Equipment	\$ -	\$ 190,000	\$ -	\$ 190,000
	8360,845	Wellsite Supervision	\$ -	\$ 50,400	\$ -	\$ 50,400
	8360,850	Safety / Environmental	\$ -	\$ 4,400	\$ -	\$ 4,400
Intangible Facility			\$ -	\$ -	\$ 645,566	\$ 645,566
	8350,403	Roads/Location	\$ -	\$ -	\$ 76,833	\$ 76,833
	8350,404	Equipment Rental	\$ -	\$ -	\$ 29,200	\$ 29,200
	8350,410	Transportation/Trucking	\$ -	\$ -	\$ 15,367	\$ 15,367
	8350,411	Safety & Environmental	\$ -	\$ -	\$ 17,300	\$ 17,300
	8350,415	Engineering / Technical	\$ -	\$ -	\$ 55,733	\$ 55,733
	8350,416	Supervision	\$ -	\$ -	\$ 26,900	\$ 26,900
	8350,417	Overhead Power Labor	\$ -	\$ -	\$ 43,233	\$ 43,233
	8350,418	Mechanical Labor	\$ -	\$ -	\$ 157,000	\$ 157,000
	8350,419	Automation Labor	\$ -	\$ -	\$ 29,600	\$ 29,600
	8350,420	Electrical Labor	\$ -	\$ -	\$ 87,400	\$ 87,400
	8350,421	Commissioning	\$ -	\$ -	\$ 3,267	\$ 3,267
	8350,422	Flowline Labor	\$ -	\$ -	\$ 103,733	\$ 103,733
TOTAL INTANGIBLE COSTS >>>			\$ 2,818,074	\$ 4,278,801	\$ 645,566	\$ 7,742,442
TOTAL PROJECT COSTS >>>			\$ 3,671,624	\$ 4,843,359	\$ 1,592,965	\$ 10,107,949
			Drilling	Completion	Facility	Total



AUTHORIZATION FOR EXPENDITURE

This Authority for Expenditure is based on cost estimates. Billing will reflect your proportionate share of the actual invoice costs.

JOINT INTEREST APPROVAL:

Company: _____

Working Interest: _____

Signature: _____

Date: _____

By: _____



AUTHORIZATION FOR EXPENDITURE

AFE: NM1429

Date: November 06, 2025

Well Name: Spicy Chicken 23 26 Fed Com #602H

Projected MD/TVD: 18623/10700

Target: 3BS

SHL: S23-T20S-R32E 200' FNL, 1820' FWL

County: Lea

BHL: S26-T20S-R32E 2540' FNL, 2530' FEL

State: NM

PROJECT DESCRIPTION:

The proposed AFE is for the Spicy Chicken 23 26 Fed Com #602H, a 1.5 section Bone Spring horizontal well to be drilled in Lea County, NM.

	<u>TOTAL</u>
DRILLING:	\$3,671,624
COMPLETIONS:	\$4,843,359
FACILITIES:	\$1,592,965
COMPLETED WELL COST:	\$10,107,949

OPERATOR APPROVAL:



AUTHORIZATION FOR EXPENDITURE

AFE: NM1429

Date: November 06, 2025

Well Name: Spicy Chicken 23 26 Fed Com #602H

Projected MD/TVD: 18623/10700

Target: 3BS

SHL: S23-T20S-R32E 200' FNL, 1820' FWL

County: Lea

BHL: S26-T20S-R32E 2540' FNL, 2530' FEL

State: NM

TANGIBLE COSTS		Drilling	Completion	Facility	Total
Tangible Drilling		\$ 853,550	\$ -	\$ -	\$ 853,550
8400.301	Surface Casing	\$ 72,028	\$ -	\$ -	\$ 72,028
8400.302	Intermediate 1 Casing	\$ 99,924	\$ -	\$ -	\$ 99,924
8400.303	Production Casing	\$ 414,772	\$ -	\$ -	\$ 414,772
8400.312	Intermediate 2 Casing	\$ 201,571	\$ -	\$ -	\$ 201,571
8400.340	Wellhead	\$ 65,255	\$ -	\$ -	\$ 65,255
Tangible Completion		\$ -	\$ 21,050	\$ -	\$ 21,050
8400.352	Wellhead & Equipment	\$ -	\$ 21,050	\$ -	\$ 21,050
Tangible Workover		\$ -	\$ 543,508	\$ -	\$ 543,508
8325.702	Tubing	\$ -	\$ 90,000	\$ -	\$ 90,000
8325.704	Downhole Artificial Lift Eqpt	\$ -	\$ 350,000	\$ -	\$ 350,000
8325.705	ESP Equipment/Install	\$ -	\$ 40,000	\$ -	\$ 40,000
8325.711	Wellhead Equipment	\$ -	\$ 63,508	\$ -	\$ 63,508
Tangible Facility		\$ -	\$ -	\$ 947,399	\$ 947,399
8355.500	Vessels	\$ -	\$ -	\$ 213,100	\$ 213,100
8355.510	Tanks	\$ -	\$ -	\$ 164,033	\$ 164,033
8355.515	Flare	\$ -	\$ -	\$ 30,733	\$ 30,733
8355.520	PVF	\$ -	\$ -	\$ 152,733	\$ 152,733
8355.525	Containment	\$ -	\$ -	\$ 26,900	\$ 26,900
8355.530	Compressors	\$ -	\$ -	\$ 10,700	\$ 10,700
8355.535	Instrumentation / Meters	\$ -	\$ -	\$ 61,533	\$ 61,533
8355.540	Electrical Supplies	\$ -	\$ -	\$ 88,367	\$ 88,367
8355.550	Overhead Power Material	\$ -	\$ -	\$ 81,667	\$ 81,667
8355.555	Pump / Supplies	\$ -	\$ -	\$ 50,733	\$ 50,733
8355.560	Pipeline	\$ -	\$ -	\$ 15,367	\$ 15,367
8355.565	Flowline	\$ -	\$ -	\$ 51,533	\$ 51,533
TOTAL TANGIBLE COSTS >>>		\$ 853,550	\$ 564,558	\$ 947,399	\$ 2,365,507

INTANGIBLE COSTS		Drilling	Completion	Facility	Total
Intangible Drilling		\$ 2,818,074	\$ -	\$ -	\$ 2,818,074
8200.102	Drilling - Daywork	\$ 671,866	\$ -	\$ -	\$ 671,866
8200.103	Drilling - Rig Move	\$ 96,830	\$ -	\$ -	\$ 96,830
8200.104	Fuel - Rig	\$ 151,519	\$ -	\$ -	\$ 151,519
8200.106	Transportation	\$ 81,184	\$ -	\$ -	\$ 81,184
8200.111	Survey, Stake/Permit	\$ 5,263	\$ -	\$ -	\$ 5,263
8200.112	Location & Roads, Conductor	\$ 152,481	\$ -	\$ -	\$ 152,481
8200.113	Damages/Row	\$ 7,894	\$ -	\$ -	\$ 7,894
8200.114	Disposal	\$ 177,103	\$ -	\$ -	\$ 177,103
8200.115	Mud-Drill Water	\$ 5,371	\$ -	\$ -	\$ 5,371
8200.116	Drill Bits & BHA	\$ 106,056	\$ -	\$ -	\$ 106,056
8200.117	Mud & Chemicals	\$ 134,125	\$ -	\$ -	\$ 134,125
8200.119	Mud-Auxiliary	\$ 26,916	\$ -	\$ -	\$ 26,916
8200.124	Equipment Rental	\$ 156,909	\$ -	\$ -	\$ 156,909
8200.125	Inspection	\$ 77,359	\$ -	\$ -	\$ 77,359
8200.127	Contract Labor	\$ 23,045	\$ -	\$ -	\$ 23,045
8200.128	Drilling - Directional	\$ 217,975	\$ -	\$ -	\$ 217,975
8200.136	Mudlogging	\$ 12,916	\$ -	\$ -	\$ 12,916
8200.137	Casing Services	\$ 102,127	\$ -	\$ -	\$ 102,127
8200.138	Cementing Services	\$ 216,640	\$ -	\$ -	\$ 216,640
8200.143	Geological Services	\$ 15,866	\$ -	\$ -	\$ 15,866
8200.144	Company Supervision	\$ 2,400	\$ -	\$ -	\$ 2,400
8200.147	Drilling Overhead	\$ 4,144	\$ -	\$ -	\$ 4,144
8200.149	Legal, Title, Etc	\$ 10,525	\$ -	\$ -	\$ 10,525
8200.152	Well Control Ins.	\$ 7,894	\$ -	\$ -	\$ 7,894
8200.162	Mancamp	\$ 37,241	\$ -	\$ -	\$ 37,241



AUTHORIZATION FOR EXPENDITURE

	8200,164	Solids Control & Closed Loop	\$ 85,135	\$ -	\$ -	\$ 85,135
	8200,165	Safety/Environmental	\$ 1,820	\$ -	\$ -	\$ 1,820
	8200,167	Consulting Services	\$ 135,979	\$ -	\$ -	\$ 135,979
	8200,168	Roustabout Services	\$ 2,407	\$ -	\$ -	\$ 2,407
	8200,169	Mud-Brine	\$ 19,654	\$ -	\$ -	\$ 19,654
	8200,170	Mud-Diesel	\$ 71,432	\$ -	\$ -	\$ 71,432
Intangible Completion			\$ -	\$ 3,613,706	\$ -	\$ 3,613,706
	8300,203	Fuel	\$ -	\$ 413,106	\$ -	\$ 413,106
	8300,205	Location & Roads	\$ -	\$ 5,288	\$ -	\$ 5,288
	8300,207	Fresh Water	\$ -	\$ 447,001	\$ -	\$ 447,001
	8300,209	Chemicals	\$ -	\$ 187,347	\$ -	\$ 187,347
	8300,210	Surface Rental Equip	\$ -	\$ 246,609	\$ -	\$ 246,609
	8300,212	Contract Labor	\$ -	\$ 12,783	\$ -	\$ 12,783
	8300,214	Perforating & Plugs	\$ -	\$ 233,208	\$ -	\$ 233,208
	8300,220	Engineering & Supervision	\$ -	\$ 5,052	\$ -	\$ 5,052
	8300,229	Transportation	\$ -	\$ 5,263	\$ -	\$ 5,263
	8300,232	Disposal	\$ -	\$ 19,004	\$ -	\$ 19,004
	8300,240	Pump Down Services	\$ -	\$ 67,886	\$ -	\$ 67,886
	8300,248	Mancamp	\$ -	\$ 27,428	\$ -	\$ 27,428
	8300,250	Downhole Rental Equip	\$ -	\$ 41,588	\$ -	\$ 41,588
	8300,270	Frac - Equipment	\$ -	\$ 987,666	\$ -	\$ 987,666
	8300,271	Coil Tubing	\$ -	\$ 100,460	\$ -	\$ 100,460
	8300,273	Flowback	\$ -	\$ 26,891	\$ -	\$ 26,891
	8300,274	Water Transfer	\$ -	\$ 88,029	\$ -	\$ 88,029
	8300,275	Frac - Sand	\$ -	\$ 588,684	\$ -	\$ 588,684
	8300,276	Safety & Environmental	\$ -	\$ 3,473	\$ -	\$ 3,473
	8300,277	Consulting Services	\$ -	\$ 103,145	\$ -	\$ 103,145
	8300,278	Roustabouts	\$ -	\$ 1,579	\$ -	\$ 1,579
	8300,279	Completions Overhead	\$ -	\$ 2,217	\$ -	\$ 2,217
Intangible Workover			\$ -	\$ 110,150	\$ -	\$ 110,150
	8320,602	Workover Rig	\$ -	\$ 30,000	\$ -	\$ 30,000
	8320,605	Fuel / Power	\$ -	\$ 5,263	\$ -	\$ 5,263
	8320,610	Inspection & Testing	\$ -	\$ 4,000	\$ -	\$ 4,000
	8320,611	Trucking/Vacuum/Transportation	\$ -	\$ 10,000	\$ -	\$ 10,000
	8320,612	Kill Truck	\$ -	\$ 5,000	\$ -	\$ 5,000
	8320,617	Contract Labor/Roustabout	\$ -	\$ 30,887	\$ -	\$ 30,887
	8320,621	Rental Equipment	\$ -	\$ 15,000	\$ -	\$ 15,000
	8320,625	Wellsite Supervision	\$ -	\$ 5,000	\$ -	\$ 5,000
	8320,628	Chemicals	\$ -	\$ 5,000	\$ -	\$ 5,000
Intangible Flowback			\$ -	\$ 554,945	\$ -	\$ 554,945
	8360,805	Trucked Water Disposal	\$ -	\$ 21,464	\$ -	\$ 21,464
	8360,810	Frac Water Recovery	\$ -	\$ 213,601	\$ -	\$ 213,601
	8360,815	Trucking/Vacuum/Transp	\$ -	\$ 14,334	\$ -	\$ 14,334
	8360,820	Well Testing / Flowback	\$ -	\$ 60,746	\$ -	\$ 60,746
	8360,825	Rental Equipment	\$ -	\$ 190,000	\$ -	\$ 190,000
	8360,845	Wellsite Supervision	\$ -	\$ 50,400	\$ -	\$ 50,400
	8360,850	Safety / Environmental	\$ -	\$ 4,400	\$ -	\$ 4,400
Intangible Facility			\$ -	\$ -	\$ 645,566	\$ 645,566
	8350,403	Roads/Location	\$ -	\$ -	\$ 76,833	\$ 76,833
	8350,404	Equipment Rental	\$ -	\$ -	\$ 29,200	\$ 29,200
	8350,410	Transportation/Trucking	\$ -	\$ -	\$ 15,367	\$ 15,367
	8350,411	Safety & Environmental	\$ -	\$ -	\$ 17,300	\$ 17,300
	8350,415	Engineering / Technical	\$ -	\$ -	\$ 55,733	\$ 55,733
	8350,416	Supervision	\$ -	\$ -	\$ 26,900	\$ 26,900
	8350,417	Overhead Power Labor	\$ -	\$ -	\$ 43,233	\$ 43,233
	8350,418	Mechanical Labor	\$ -	\$ -	\$ 157,000	\$ 157,000
	8350,419	Automation Labor	\$ -	\$ -	\$ 29,600	\$ 29,600
	8350,420	Electrical Labor	\$ -	\$ -	\$ 87,400	\$ 87,400
	8350,421	Commissioning	\$ -	\$ -	\$ 3,267	\$ 3,267
	8350,422	Flowline Labor	\$ -	\$ -	\$ 103,733	\$ 103,733
TOTAL INTANGIBLE COSTS >>>			\$ 2,818,074	\$ 4,278,801	\$ 645,566	\$ 7,742,442
TOTAL PROJECT COSTS >>>			\$ 3,671,624	\$ 4,843,359	\$ 1,592,965	\$ 10,107,949
				Drilling	Completion	Facility
						Total



AUTHORIZATION FOR EXPENDITURE

This Authority for Expenditure is based on cost estimates. Billing will reflect your proportionate share of the actual invoice costs.

JOINT INTEREST APPROVAL:

Company: _____

Working Interest: _____

Signature: _____

Date: _____

By: _____



AUTHORIZATION FOR EXPENDITURE

AFE: NM1434

Date: November 04, 2025

Well Name: Spicy Chicken 23 26 Fed
Com #603H

Projected MD/TVD: 18623/10700

Target: 3BS

SHL: S23-T20S-R32E 200' FNL, 1540' FEL

County: Lea

BHL: S26-T20S-R32E 2540' FNL, 770' FEL

State: NM

PROJECT DESCRIPTION:

The proposed AFE is for the Spicy Chicken 23 26 Fed Com #603H, a 1.5 section Bone Spring horizontal well to be drilled in Lea County, NM.

	<u>TOTAL</u>
DRILLING:	\$3,671,624
COMPLETIONS:	\$4,843,359
FACILITIES:	\$1,592,965
COMPLETED WELL COST:	\$10,107,949

OPERATOR APPROVAL:



AUTHORIZATION FOR EXPENDITURE

AFE: NM1434

Date: November 04, 2025

Well Name: Spicy Chicken 23 26 Fed
Com #603H

Projected MD/TVD: 18623/10700

Target: 3BS

SHL: S23-T20S-R32E 200' FNL, 1540' FEL

County: Lea

BHL: S26-T20S-R32E 2540' FNL, 770' FEL

State: NM

TANGIBLE COSTS			Drilling	Completion	Facility	Total
Tangible Drilling			\$ 853,550	\$ -	\$ -	\$ 853,550
8400.301	Surface Casing	\$ 72,028	\$ -	\$ -	\$ 72,028	
8400.302	Intermediate 1 Casing	\$ 99,924	\$ -	\$ -	\$ 99,924	
8400.303	Production Casing	\$ 414,772	\$ -	\$ -	\$ 414,772	
8400.312	Intermediate 2 Casing	\$ 201,571	\$ -	\$ -	\$ 201,571	
8400.340	Wellhead	\$ 65,255	\$ -	\$ -	\$ 65,255	
Tangible Completion			\$ -	\$ 21,050	\$ -	\$ 21,050
8400.352	Wellhead & Equipment	\$ -	\$ 21,050	\$ -	\$ 21,050	
Tangible Workover			\$ -	\$ 543,508	\$ -	\$ 543,508
8325.702	Tubing	\$ -	\$ 90,000	\$ -	\$ 90,000	
8325.704	Downhole Artificial Lift Eqpt	\$ -	\$ 350,000	\$ -	\$ 350,000	
8325.705	ESP Equipment/Install	\$ -	\$ 40,000	\$ -	\$ 40,000	
8325.711	Wellhead Equipment	\$ -	\$ 63,508	\$ -	\$ 63,508	
Tangible Facility			\$ -	\$ -	\$ 947,399	\$ 947,399
8355.500	Vessels	\$ -	\$ -	\$ 213,100	\$ 213,100	
8355.510	Tanks	\$ -	\$ -	\$ 164,033	\$ 164,033	
8355.515	Flare	\$ -	\$ -	\$ 30,733	\$ 30,733	
8355.520	PVF	\$ -	\$ -	\$ 152,733	\$ 152,733	
8355.525	Containment	\$ -	\$ -	\$ 26,900	\$ 26,900	
8355.530	Compressors	\$ -	\$ -	\$ 10,700	\$ 10,700	
8355.535	Instrumentation / Meters	\$ -	\$ -	\$ 61,533	\$ 61,533	
8355.540	Electrical Supplies	\$ -	\$ -	\$ 88,367	\$ 88,367	
8355.550	Overhead Power Material	\$ -	\$ -	\$ 81,667	\$ 81,667	
8355.555	Pump / Supplies	\$ -	\$ -	\$ 50,733	\$ 50,733	
8355.560	Pipeline	\$ -	\$ -	\$ 15,367	\$ 15,367	
8355.565	Flowline	\$ -	\$ -	\$ 51,533	\$ 51,533	
TOTAL TANGIBLE COSTS >>>			\$ 853,550	\$ 564,558	\$ 947,399	\$ 2,365,507

INTANGIBLE COSTS			Drilling	Completion	Facility	Total
Intangible Drilling			\$ 2,818,074	\$ -	\$ -	\$ 2,818,074
8200.102	Drilling - Daywork	\$ 671,866	\$ -	\$ -	\$ 671,866	
8200.103	Drilling - Rig Move	\$ 96,830	\$ -	\$ -	\$ 96,830	
8200.104	Fuel - Rig	\$ 151,519	\$ -	\$ -	\$ 151,519	
8200.106	Transportation	\$ 81,184	\$ -	\$ -	\$ 81,184	
8200.111	Survey, Stake/Permit	\$ 5,263	\$ -	\$ -	\$ 5,263	
8200.112	Location & Roads, Conductor	\$ 152,481	\$ -	\$ -	\$ 152,481	
8200.113	Damages/Row	\$ 7,894	\$ -	\$ -	\$ 7,894	
8200.114	Disposal	\$ 177,103	\$ -	\$ -	\$ 177,103	
8200.115	Mud-Drill Water	\$ 5,371	\$ -	\$ -	\$ 5,371	
8200.116	Drill Bits & BHA	\$ 106,056	\$ -	\$ -	\$ 106,056	
8200.117	Mud & Chemicals	\$ 134,125	\$ -	\$ -	\$ 134,125	
8200.119	Mud-Auxiliary	\$ 26,916	\$ -	\$ -	\$ 26,916	
8200.124	Equipment Rental	\$ 156,909	\$ -	\$ -	\$ 156,909	
8200.125	Inspection	\$ 77,359	\$ -	\$ -	\$ 77,359	
8200.127	Contract Labor	\$ 23,045	\$ -	\$ -	\$ 23,045	
8200.128	Drilling - Directional	\$ 217,975	\$ -	\$ -	\$ 217,975	
8200.136	Mudlogging	\$ 12,916	\$ -	\$ -	\$ 12,916	
8200.137	Casing Services	\$ 102,127	\$ -	\$ -	\$ 102,127	
8200.138	Cementing Services	\$ 216,640	\$ -	\$ -	\$ 216,640	
8200.143	Geological Services	\$ 15,866	\$ -	\$ -	\$ 15,866	
8200.144	Company Supervision	\$ 2,400	\$ -	\$ -	\$ 2,400	
8200.147	Drilling Overhead	\$ 4,144	\$ -	\$ -	\$ 4,144	
8200.149	Legal, Title, Etc	\$ 10,525	\$ -	\$ -	\$ 10,525	
8200.152	Well Control Ins.	\$ 7,894	\$ -	\$ -	\$ 7,894	
8200.162	Mancamp	\$ 37,241	\$ -	\$ -	\$ 37,241	



AUTHORIZATION FOR EXPENDITURE

	8200,164	Solids Control & Closed Loop	\$ 85,135	\$ -	\$ -	\$ 85,135
	8200,165	Safety/Environmental	\$ 1,820	\$ -	\$ -	\$ 1,820
	8200,167	Consulting Services	\$ 135,979	\$ -	\$ -	\$ 135,979
	8200,168	Roustabout Services	\$ 2,407	\$ -	\$ -	\$ 2,407
	8200,169	Mud-Brine	\$ 19,654	\$ -	\$ -	\$ 19,654
	8200,170	Mud-Diesel	\$ 71,432	\$ -	\$ -	\$ 71,432
Intangible Completion			\$ -	\$ 3,613,706	\$ -	\$ 3,613,706
	8300,203	Fuel	\$ -	\$ 413,106	\$ -	\$ 413,106
	8300,205	Location & Roads	\$ -	\$ 5,288	\$ -	\$ 5,288
	8300,207	Fresh Water	\$ -	\$ 447,001	\$ -	\$ 447,001
	8300,209	Chemicals	\$ -	\$ 187,347	\$ -	\$ 187,347
	8300,210	Surface Rental Equip	\$ -	\$ 246,609	\$ -	\$ 246,609
	8300,212	Contract Labor	\$ -	\$ 12,783	\$ -	\$ 12,783
	8300,214	Perforating & Plugs	\$ -	\$ 233,208	\$ -	\$ 233,208
	8300,220	Engineering & Supervision	\$ -	\$ 5,052	\$ -	\$ 5,052
	8300,229	Transportation	\$ -	\$ 5,263	\$ -	\$ 5,263
	8300,232	Disposal	\$ -	\$ 19,004	\$ -	\$ 19,004
	8300,240	Pump Down Services	\$ -	\$ 67,886	\$ -	\$ 67,886
	8300,248	Mancamp	\$ -	\$ 27,428	\$ -	\$ 27,428
	8300,250	Downhole Rental Equip	\$ -	\$ 41,588	\$ -	\$ 41,588
	8300,270	Frac - Equipment	\$ -	\$ 987,666	\$ -	\$ 987,666
	8300,271	Coil Tubing	\$ -	\$ 100,460	\$ -	\$ 100,460
	8300,273	Flowback	\$ -	\$ 26,891	\$ -	\$ 26,891
	8300,274	Water Transfer	\$ -	\$ 88,029	\$ -	\$ 88,029
	8300,275	Frac - Sand	\$ -	\$ 588,684	\$ -	\$ 588,684
	8300,276	Safety & Environmental	\$ -	\$ 3,473	\$ -	\$ 3,473
	8300,277	Consulting Services	\$ -	\$ 103,145	\$ -	\$ 103,145
	8300,278	Roustabouts	\$ -	\$ 1,579	\$ -	\$ 1,579
	8300,279	Completions Overhead	\$ -	\$ 2,217	\$ -	\$ 2,217
Intangible Workover			\$ -	\$ 110,150	\$ -	\$ 110,150
	8320,602	Workover Rig	\$ -	\$ 30,000	\$ -	\$ 30,000
	8320,605	Fuel / Power	\$ -	\$ 5,263	\$ -	\$ 5,263
	8320,610	Inspection & Testing	\$ -	\$ 4,000	\$ -	\$ 4,000
	8320,611	Trucking/Vacuum/Transportation	\$ -	\$ 10,000	\$ -	\$ 10,000
	8320,612	Kill Truck	\$ -	\$ 5,000	\$ -	\$ 5,000
	8320,617	Contract Labor/Roustabout	\$ -	\$ 30,887	\$ -	\$ 30,887
	8320,621	Rental Equipment	\$ -	\$ 15,000	\$ -	\$ 15,000
	8320,625	Wellsite Supervision	\$ -	\$ 5,000	\$ -	\$ 5,000
	8320,628	Chemicals	\$ -	\$ 5,000	\$ -	\$ 5,000
Intangible Flowback			\$ -	\$ 554,945	\$ -	\$ 554,945
	8360,805	Trucked Water Disposal	\$ -	\$ 21,464	\$ -	\$ 21,464
	8360,810	Frac Water Recovery	\$ -	\$ 213,601	\$ -	\$ 213,601
	8360,815	Trucking/Vacuum/Transp	\$ -	\$ 14,334	\$ -	\$ 14,334
	8360,820	Well Testing / Flowback	\$ -	\$ 60,746	\$ -	\$ 60,746
	8360,825	Rental Equipment	\$ -	\$ 190,000	\$ -	\$ 190,000
	8360,845	Wellsite Supervision	\$ -	\$ 50,400	\$ -	\$ 50,400
	8360,850	Safety / Environmental	\$ -	\$ 4,400	\$ -	\$ 4,400
Intangible Facility			\$ -	\$ -	\$ 645,566	\$ 645,566
	8350,403	Roads/Location	\$ -	\$ -	\$ 76,833	\$ 76,833
	8350,404	Equipment Rental	\$ -	\$ -	\$ 29,200	\$ 29,200
	8350,410	Transportation/Trucking	\$ -	\$ -	\$ 15,367	\$ 15,367
	8350,411	Safety & Environmental	\$ -	\$ -	\$ 17,300	\$ 17,300
	8350,415	Engineering / Technical	\$ -	\$ -	\$ 55,733	\$ 55,733
	8350,416	Supervision	\$ -	\$ -	\$ 26,900	\$ 26,900
	8350,417	Overhead Power Labor	\$ -	\$ -	\$ 43,233	\$ 43,233
	8350,418	Mechanical Labor	\$ -	\$ -	\$ 157,000	\$ 157,000
	8350,419	Automation Labor	\$ -	\$ -	\$ 29,600	\$ 29,600
	8350,420	Electrical Labor	\$ -	\$ -	\$ 87,400	\$ 87,400
	8350,421	Commissioning	\$ -	\$ -	\$ 3,267	\$ 3,267
	8350,422	Flowline Labor	\$ -	\$ -	\$ 103,733	\$ 103,733
TOTAL INTANGIBLE COSTS >>>			\$ 2,818,074	\$ 4,278,801	\$ 645,566	\$ 7,742,442
TOTAL PROJECT COSTS >>>			\$ 3,671,624	\$ 4,843,359	\$ 1,592,965	\$ 10,107,949
				Drilling	Completion	Facility
						Total



AUTHORIZATION FOR EXPENDITURE

This Authority for Expenditure is based on cost estimates. Billing will reflect your proportionate share of the actual invoice costs.

JOINT INTEREST APPROVAL:

Company: _____

Working Interest: _____

Signature: _____

Date: _____

By: _____



AUTHORIZATION FOR EXPENDITURE

AFE: NM1435

Date: November 06, 2025

Well Name: Spicy Chicken 23 26 Fed Com #701H

Projected MD/TVD: 18723/10800

Target: Wolfcamp

SHL: S23-T20S-R32E 200' FNL, 1760' FWL

County: Lea

BHL: S26-T20S-R32E 2540' FNL, 1870' FWL

State: NM

PROJECT DESCRIPTION:

The proposed AFE is for the Spicy Chicken 23 26 Fed Com #701H, a 1.5 section Wolfcamp horizontal well to be drilled in Lea County, NM.

	<u>TOTAL</u>
DRILLING:	\$3,679,407
COMPLETIONS:	\$5,085,011
FACILITIES:	\$1,592,965
COMPLETED WELL COST:	\$10,357,383

OPERATOR APPROVAL:



AUTHORIZATION FOR EXPENDITURE

AFE: NM1435

Date: November 06, 2025

Well Name: Spicy Chicken 23 26 Fed Com #701H

Projected MD/TVD: 18723/10800

Target: Wolfcamp

SHL: S23-T20S-R32E 200' FNL, 1760' FWL

County: Lea

BHL: S26-T20S-R32E 2540' FNL, 1870' FWL

State: NM

TANGIBLE COSTS		Drilling	Completion	Facility	Total
Tangible Drilling		\$ 855,760	\$ -	\$ -	\$ 855,760
8400.301	Surface Casing	\$ 72,028	\$ -	\$ -	\$ 72,028
8400.302	Intermediate 1 Casing	\$ 99,924	\$ -	\$ -	\$ 99,924
8400.303	Production Casing	\$ 416,983	\$ -	\$ -	\$ 416,983
8400.312	Intermediate 2 Casing	\$ 201,571	\$ -	\$ -	\$ 201,571
8400.340	Wellhead	\$ 65,255	\$ -	\$ -	\$ 65,255
Tangible Completion		\$ -	\$ 21,050	\$ -	\$ 21,050
8400.352	Wellhead & Equipment	\$ -	\$ 21,050	\$ -	\$ 21,050
Tangible Workover		\$ -	\$ 543,508	\$ -	\$ 543,508
8325.702	Tubing	\$ -	\$ 90,000	\$ -	\$ 90,000
8325.704	Downhole Artificial Lift Eqpt	\$ -	\$ 350,000	\$ -	\$ 350,000
8325.705	ESP Equipment/Install	\$ -	\$ 40,000	\$ -	\$ 40,000
8325.711	Wellhead Equipment	\$ -	\$ 63,508	\$ -	\$ 63,508
Tangible Facility		\$ -	\$ -	\$ 947,399	\$ 947,399
8355.500	Vessels	\$ -	\$ -	\$ 213,100	\$ 213,100
8355.510	Tanks	\$ -	\$ -	\$ 164,033	\$ 164,033
8355.515	Flare	\$ -	\$ -	\$ 30,733	\$ 30,733
8355.520	PVF	\$ -	\$ -	\$ 152,733	\$ 152,733
8355.525	Containment	\$ -	\$ -	\$ 26,900	\$ 26,900
8355.530	Compressors	\$ -	\$ -	\$ 10,700	\$ 10,700
8355.535	Instrumentation / Meters	\$ -	\$ -	\$ 61,533	\$ 61,533
8355.540	Electrical Supplies	\$ -	\$ -	\$ 88,367	\$ 88,367
8355.550	Overhead Power Material	\$ -	\$ -	\$ 81,667	\$ 81,667
8355.555	Pump / Supplies	\$ -	\$ -	\$ 50,733	\$ 50,733
8355.560	Pipeline	\$ -	\$ -	\$ 15,367	\$ 15,367
8355.565	Flowline	\$ -	\$ -	\$ 51,533	\$ 51,533
TOTAL TANGIBLE COSTS >>>		\$ 855,760	\$ 564,558	\$ 947,399	\$ 2,367,717

INTANGIBLE COSTS		Drilling	Completion	Facility	Total
Intangible Drilling		\$ 2,823,647	\$ -	\$ -	\$ 2,823,647
8200.102	Drilling - Daywork	\$ 674,184	\$ -	\$ -	\$ 674,184
8200.103	Drilling - Rig Move	\$ 96,830	\$ -	\$ -	\$ 96,830
8200.104	Fuel - Rig	\$ 152,121	\$ -	\$ -	\$ 152,121
8200.106	Transportation	\$ 81,342	\$ -	\$ -	\$ 81,342
8200.111	Survey, Stake/Permit	\$ 5,263	\$ -	\$ -	\$ 5,263
8200.112	Location & Roads, Conductor	\$ 152,481	\$ -	\$ -	\$ 152,481
8200.113	Damages/Row	\$ 7,894	\$ -	\$ -	\$ 7,894
8200.114	Disposal	\$ 177,328	\$ -	\$ -	\$ 177,328
8200.115	Mud-Drill Water	\$ 5,386	\$ -	\$ -	\$ 5,386
8200.116	Drill Bits & BHA	\$ 106,136	\$ -	\$ -	\$ 106,136
8200.117	Mud & Chemicals	\$ 134,302	\$ -	\$ -	\$ 134,302
8200.119	Mud-Auxiliary	\$ 26,952	\$ -	\$ -	\$ 26,952
8200.124	Equipment Rental	\$ 157,392	\$ -	\$ -	\$ 157,392
8200.125	Inspection	\$ 77,359	\$ -	\$ -	\$ 77,359
8200.127	Contract Labor	\$ 23,045	\$ -	\$ -	\$ 23,045
8200.128	Drilling - Directional	\$ 218,474	\$ -	\$ -	\$ 218,474
8200.136	Mudlogging	\$ 12,916	\$ -	\$ -	\$ 12,916
8200.137	Casing Services	\$ 102,164	\$ -	\$ -	\$ 102,164
8200.138	Cementing Services	\$ 216,640	\$ -	\$ -	\$ 216,640
8200.143	Geological Services	\$ 15,954	\$ -	\$ -	\$ 15,954
8200.144	Company Supervision	\$ 2,400	\$ -	\$ -	\$ 2,400
8200.147	Drilling Overhead	\$ 4,158	\$ -	\$ -	\$ 4,158
8200.149	Legal, Title, Etc	\$ 10,525	\$ -	\$ -	\$ 10,525
8200.152	Well Control Ins.	\$ 7,894	\$ -	\$ -	\$ 7,894
8200.162	Mancamp	\$ 37,307	\$ -	\$ -	\$ 37,307



AUTHORIZATION FOR EXPENDITURE

	8200,164	Solids Control & Closed Loop	\$ 85,419	\$ -	\$ -	\$ 85,419
	8200,165	Safety/Environmental	\$ 1,826	\$ -	\$ -	\$ 1,826
	8200,167	Consulting Services	\$ 136,462	\$ -	\$ -	\$ 136,462
	8200,168	Roustabout Services	\$ 2,408	\$ -	\$ -	\$ 2,408
	8200,169	Mud-Brine	\$ 19,654	\$ -	\$ -	\$ 19,654
	8200,170	Mud-Diesel	\$ 71,432	\$ -	\$ -	\$ 71,432
Intangible Completion			\$ -	\$ 3,613,770	\$ -	\$ 3,613,770
	8300,203	Fuel	\$ -	\$ 413,106	\$ -	\$ 413,106
	8300,205	Location & Roads	\$ -	\$ 5,288	\$ -	\$ 5,288
	8300,207	Fresh Water	\$ -	\$ 447,001	\$ -	\$ 447,001
	8300,209	Chemicals	\$ -	\$ 187,347	\$ -	\$ 187,347
	8300,210	Surface Rental Equip	\$ -	\$ 246,609	\$ -	\$ 246,609
	8300,212	Contract Labor	\$ -	\$ 12,783	\$ -	\$ 12,783
	8300,214	Perforating & Plugs	\$ -	\$ 233,208	\$ -	\$ 233,208
	8300,220	Engineering & Supervision	\$ -	\$ 5,052	\$ -	\$ 5,052
	8300,229	Transportation	\$ -	\$ 5,263	\$ -	\$ 5,263
	8300,232	Disposal	\$ -	\$ 19,004	\$ -	\$ 19,004
	8300,240	Pump Down Services	\$ -	\$ 67,886	\$ -	\$ 67,886
	8300,248	Mancamp	\$ -	\$ 27,428	\$ -	\$ 27,428
	8300,250	Downhole Rental Equip	\$ -	\$ 41,588	\$ -	\$ 41,588
	8300,270	Frac - Equipment	\$ -	\$ 987,666	\$ -	\$ 987,666
	8300,271	Coil Tubing	\$ -	\$ 100,523	\$ -	\$ 100,523
	8300,273	Flowback	\$ -	\$ 26,891	\$ -	\$ 26,891
	8300,274	Water Transfer	\$ -	\$ 88,029	\$ -	\$ 88,029
	8300,275	Frac - Sand	\$ -	\$ 588,684	\$ -	\$ 588,684
	8300,276	Safety & Environmental	\$ -	\$ 3,473	\$ -	\$ 3,473
	8300,277	Consulting Services	\$ -	\$ 103,145	\$ -	\$ 103,145
	8300,278	Roustabouts	\$ -	\$ 1,579	\$ -	\$ 1,579
	8300,279	Completions Overhead	\$ -	\$ 2,217	\$ -	\$ 2,217
Intangible Workover			\$ -	\$ 110,150	\$ -	\$ 110,150
	8320,602	Workover Rig	\$ -	\$ 30,000	\$ -	\$ 30,000
	8320,605	Fuel / Power	\$ -	\$ 5,263	\$ -	\$ 5,263
	8320,610	Inspection & Testing	\$ -	\$ 4,000	\$ -	\$ 4,000
	8320,611	Trucking/Vacuum/Transportation	\$ -	\$ 10,000	\$ -	\$ 10,000
	8320,612	Kill Truck	\$ -	\$ 5,000	\$ -	\$ 5,000
	8320,617	Contract Labor/Roustabout	\$ -	\$ 30,887	\$ -	\$ 30,887
	8320,621	Rental Equipment	\$ -	\$ 15,000	\$ -	\$ 15,000
	8320,625	Wellsite Supervision	\$ -	\$ 5,000	\$ -	\$ 5,000
	8320,628	Chemicals	\$ -	\$ 5,000	\$ -	\$ 5,000
Intangible Flowback			\$ -	\$ 796,533	\$ -	\$ 796,533
	8360,805	Trucked Water Disposal	\$ -	\$ 21,464	\$ -	\$ 21,464
	8360,810	Frac Water Recovery	\$ -	\$ 455,189	\$ -	\$ 455,189
	8360,815	Trucking/Vacuum/Transp	\$ -	\$ 14,334	\$ -	\$ 14,334
	8360,820	Well Testing / Flowback	\$ -	\$ 60,746	\$ -	\$ 60,746
	8360,825	Rental Equipment	\$ -	\$ 190,000	\$ -	\$ 190,000
	8360,845	Wellsite Supervision	\$ -	\$ 50,400	\$ -	\$ 50,400
	8360,850	Safety / Environmental	\$ -	\$ 4,400	\$ -	\$ 4,400
Intangible Facility			\$ -	\$ -	\$ 645,566	\$ 645,566
	8350,403	Roads/Location	\$ -	\$ -	\$ 76,833	\$ 76,833
	8350,404	Equipment Rental	\$ -	\$ -	\$ 29,200	\$ 29,200
	8350,410	Transportation/Trucking	\$ -	\$ -	\$ 15,367	\$ 15,367
	8350,411	Safety & Environmental	\$ -	\$ -	\$ 17,300	\$ 17,300
	8350,415	Engineering / Technical	\$ -	\$ -	\$ 55,733	\$ 55,733
	8350,416	Supervision	\$ -	\$ -	\$ 26,900	\$ 26,900
	8350,417	Overhead Power Labor	\$ -	\$ -	\$ 43,233	\$ 43,233
	8350,418	Mechanical Labor	\$ -	\$ -	\$ 157,000	\$ 157,000
	8350,419	Automation Labor	\$ -	\$ -	\$ 29,600	\$ 29,600
	8350,420	Electrical Labor	\$ -	\$ -	\$ 87,400	\$ 87,400
	8350,421	Commissioning	\$ -	\$ -	\$ 3,267	\$ 3,267
	8350,422	Flowline Labor	\$ -	\$ -	\$ 103,733	\$ 103,733
TOTAL INTANGIBLE COSTS >>>			\$ 2,823,647	\$ 4,520,453	\$ 645,566	\$ 7,989,665
TOTAL PROJECT COSTS >>>			\$ 3,679,407	\$ 5,085,011	\$ 1,592,965	\$ 10,357,383
				Drilling	Completion	Facility
						Total



AUTHORIZATION FOR EXPENDITURE

This Authority for Expenditure is based on cost estimates. Billing will reflect your proportionate share of the actual invoice costs.

JOINT INTEREST APPROVAL:

Company: _____

Working Interest: _____

Signature: _____

Date: _____

By: _____



AUTHORIZATION FOR EXPENDITURE

AFE: NM1436

Date: November 04, 2025

Well Name: Spicy Chicken 23 26 Fed
Com #702H

Projected MD/TVD: 18723/10800

Target: Wolfcamp

SHL: S23-T20S-R32E 200' FNL, 1560' FEL

County: Lea

BHL: S26-T20S-R32E 2540' FNL, 1650' FEL

State: NM

PROJECT DESCRIPTION:

The proposed AFE is for the Spicy Chicken 23 26 Fed Com #702H, a 1.5 section Wolfcamp horizontal well to be drilled in Lea County, NM.

	<u>TOTAL</u>
DRILLING:	\$3,679,407
COMPLETIONS:	\$5,085,011
FACILITIES:	\$1,592,965
COMPLETED WELL COST:	\$10,357,383

OPERATOR APPROVAL:



AUTHORIZATION FOR EXPENDITURE

AFE: NM1436

Date: November 04, 2025

Well Name: Spicy Chicken 23 26 Fed
Com #702H

Projected MD/TVD: 18723/10800

Target: Wolfcamp

SHL: S23-T20S-R32E 200' FNL, 1560' FEL

County: Lea

BHL: S26-T20S-R32E 2540' FNL, 1650' FEL

State: NM

TANGIBLE COSTS			Drilling	Completion	Facility	Total
Tangible Drilling			\$ 855,760	\$ -	\$ -	\$ 855,760
8400.301	Surface Casing	\$ 72,028	\$ -	\$ -	\$ 72,028	
8400.302	Intermediate 1 Casing	\$ 99,924	\$ -	\$ -	\$ 99,924	
8400.303	Production Casing	\$ 416,983	\$ -	\$ -	\$ 416,983	
8400.312	Intermediate 2 Casing	\$ 201,571	\$ -	\$ -	\$ 201,571	
8400.340	Wellhead	\$ 65,255	\$ -	\$ -	\$ 65,255	
Tangible Completion			\$ -	\$ 21,050	\$ -	\$ 21,050
8400.352	Wellhead & Equipment	\$ -	\$ 21,050	\$ -	\$ 21,050	
Tangible Workover			\$ -	\$ 543,508	\$ -	\$ 543,508
8325.702	Tubing	\$ -	\$ 90,000	\$ -	\$ 90,000	
8325.704	Downhole Artificial Lift Eqpt	\$ -	\$ 350,000	\$ -	\$ 350,000	
8325.705	ESP Equipment/Install	\$ -	\$ 40,000	\$ -	\$ 40,000	
8325.711	Wellhead Equipment	\$ -	\$ 63,508	\$ -	\$ 63,508	
Tangible Facility			\$ -	\$ -	\$ 947,399	\$ 947,399
8355.500	Vessels	\$ -	\$ -	\$ 213,100	\$ 213,100	
8355.510	Tanks	\$ -	\$ -	\$ 164,033	\$ 164,033	
8355.515	Flare	\$ -	\$ -	\$ 30,733	\$ 30,733	
8355.520	PVF	\$ -	\$ -	\$ 152,733	\$ 152,733	
8355.525	Containment	\$ -	\$ -	\$ 26,900	\$ 26,900	
8355.530	Compressors	\$ -	\$ -	\$ 10,700	\$ 10,700	
8355.535	Instrumentation / Meters	\$ -	\$ -	\$ 61,533	\$ 61,533	
8355.540	Electrical Supplies	\$ -	\$ -	\$ 88,367	\$ 88,367	
8355.550	Overhead Power Material	\$ -	\$ -	\$ 81,667	\$ 81,667	
8355.555	Pump / Supplies	\$ -	\$ -	\$ 50,733	\$ 50,733	
8355.560	Pipeline	\$ -	\$ -	\$ 15,367	\$ 15,367	
8355.565	Flowline	\$ -	\$ -	\$ 51,533	\$ 51,533	
TOTAL TANGIBLE COSTS >>>			\$ 855,760	\$ 564,558	\$ 947,399	\$ 2,367,717

INTANGIBLE COSTS			Drilling	Completion	Facility	Total
Intangible Drilling			\$ 2,823,647	\$ -	\$ -	\$ 2,823,647
8200.102	Drilling - Daywork	\$ 674,184	\$ -	\$ -	\$ 674,184	
8200.103	Drilling - Rig Move	\$ 96,830	\$ -	\$ -	\$ 96,830	
8200.104	Fuel - Rig	\$ 152,121	\$ -	\$ -	\$ 152,121	
8200.106	Transportation	\$ 81,342	\$ -	\$ -	\$ 81,342	
8200.111	Survey, Stake/Permit	\$ 5,263	\$ -	\$ -	\$ 5,263	
8200.112	Location & Roads, Conductor	\$ 152,481	\$ -	\$ -	\$ 152,481	
8200.113	Damages/Row	\$ 7,894	\$ -	\$ -	\$ 7,894	
8200.114	Disposal	\$ 177,328	\$ -	\$ -	\$ 177,328	
8200.115	Mud-Drill Water	\$ 5,386	\$ -	\$ -	\$ 5,386	
8200.116	Drill Bits & BHA	\$ 106,136	\$ -	\$ -	\$ 106,136	
8200.117	Mud & Chemicals	\$ 134,302	\$ -	\$ -	\$ 134,302	
8200.119	Mud-Auxiliary	\$ 26,952	\$ -	\$ -	\$ 26,952	
8200.124	Equipment Rental	\$ 157,392	\$ -	\$ -	\$ 157,392	
8200.125	Inspection	\$ 77,359	\$ -	\$ -	\$ 77,359	
8200.127	Contract Labor	\$ 23,045	\$ -	\$ -	\$ 23,045	
8200.128	Drilling - Directional	\$ 218,474	\$ -	\$ -	\$ 218,474	
8200.136	Mudlogging	\$ 12,916	\$ -	\$ -	\$ 12,916	
8200.137	Casing Services	\$ 102,164	\$ -	\$ -	\$ 102,164	
8200.138	Cementing Services	\$ 216,640	\$ -	\$ -	\$ 216,640	
8200.143	Geological Services	\$ 15,954	\$ -	\$ -	\$ 15,954	
8200.144	Company Supervision	\$ 2,400	\$ -	\$ -	\$ 2,400	
8200.147	Drilling Overhead	\$ 4,158	\$ -	\$ -	\$ 4,158	
8200.149	Legal, Title, Etc	\$ 10,525	\$ -	\$ -	\$ 10,525	
8200.152	Well Control Ins.	\$ 7,894	\$ -	\$ -	\$ 7,894	
8200.162	Mancamp	\$ 37,307	\$ -	\$ -	\$ 37,307	



AUTHORIZATION FOR EXPENDITURE

	8200,164	Solids Control & Closed Loop	\$ 85,419	\$ -	\$ -	\$ 85,419
	8200,165	Safety/Environmental	\$ 1,826	\$ -	\$ -	\$ 1,826
	8200,167	Consulting Services	\$ 136,462	\$ -	\$ -	\$ 136,462
	8200,168	Roustabout Services	\$ 2,408	\$ -	\$ -	\$ 2,408
	8200,169	Mud-Brine	\$ 19,654	\$ -	\$ -	\$ 19,654
	8200,170	Mud-Diesel	\$ 71,432	\$ -	\$ -	\$ 71,432
Intangible Completion			\$ -	\$ 3,613,770	\$ -	\$ 3,613,770
	8300,203	Fuel	\$ -	\$ 413,106	\$ -	\$ 413,106
	8300,205	Location & Roads	\$ -	\$ 5,288	\$ -	\$ 5,288
	8300,207	Fresh Water	\$ -	\$ 447,001	\$ -	\$ 447,001
	8300,209	Chemicals	\$ -	\$ 187,347	\$ -	\$ 187,347
	8300,210	Surface Rental Equip	\$ -	\$ 246,609	\$ -	\$ 246,609
	8300,212	Contract Labor	\$ -	\$ 12,783	\$ -	\$ 12,783
	8300,214	Perforating & Plugs	\$ -	\$ 233,208	\$ -	\$ 233,208
	8300,220	Engineering & Supervision	\$ -	\$ 5,052	\$ -	\$ 5,052
	8300,229	Transportation	\$ -	\$ 5,263	\$ -	\$ 5,263
	8300,232	Disposal	\$ -	\$ 19,004	\$ -	\$ 19,004
	8300,240	Pump Down Services	\$ -	\$ 67,886	\$ -	\$ 67,886
	8300,248	Mancamp	\$ -	\$ 27,428	\$ -	\$ 27,428
	8300,250	Downhole Rental Equip	\$ -	\$ 41,588	\$ -	\$ 41,588
	8300,270	Frac - Equipment	\$ -	\$ 987,666	\$ -	\$ 987,666
	8300,271	Coil Tubing	\$ -	\$ 100,523	\$ -	\$ 100,523
	8300,273	Flowback	\$ -	\$ 26,891	\$ -	\$ 26,891
	8300,274	Water Transfer	\$ -	\$ 88,029	\$ -	\$ 88,029
	8300,275	Frac - Sand	\$ -	\$ 588,684	\$ -	\$ 588,684
	8300,276	Safety & Environmental	\$ -	\$ 3,473	\$ -	\$ 3,473
	8300,277	Consulting Services	\$ -	\$ 103,145	\$ -	\$ 103,145
	8300,278	Roustabouts	\$ -	\$ 1,579	\$ -	\$ 1,579
	8300,279	Completions Overhead	\$ -	\$ 2,217	\$ -	\$ 2,217
Intangible Workover			\$ -	\$ 110,150	\$ -	\$ 110,150
	8320,602	Workover Rig	\$ -	\$ 30,000	\$ -	\$ 30,000
	8320,605	Fuel / Power	\$ -	\$ 5,263	\$ -	\$ 5,263
	8320,610	Inspection & Testing	\$ -	\$ 4,000	\$ -	\$ 4,000
	8320,611	Trucking/Vacuum/Transportation	\$ -	\$ 10,000	\$ -	\$ 10,000
	8320,612	Kill Truck	\$ -	\$ 5,000	\$ -	\$ 5,000
	8320,617	Contract Labor/Roustabout	\$ -	\$ 30,887	\$ -	\$ 30,887
	8320,621	Rental Equipment	\$ -	\$ 15,000	\$ -	\$ 15,000
	8320,625	Wellsite Supervision	\$ -	\$ 5,000	\$ -	\$ 5,000
	8320,628	Chemicals	\$ -	\$ 5,000	\$ -	\$ 5,000
Intangible Flowback			\$ -	\$ 796,533	\$ -	\$ 796,533
	8360,805	Trucked Water Disposal	\$ -	\$ 21,464	\$ -	\$ 21,464
	8360,810	Frac Water Recovery	\$ -	\$ 455,189	\$ -	\$ 455,189
	8360,815	Trucking/Vacuum/Transp	\$ -	\$ 14,334	\$ -	\$ 14,334
	8360,820	Well Testing / Flowback	\$ -	\$ 60,746	\$ -	\$ 60,746
	8360,825	Rental Equipment	\$ -	\$ 190,000	\$ -	\$ 190,000
	8360,845	Wellsite Supervision	\$ -	\$ 50,400	\$ -	\$ 50,400
	8360,850	Safety / Environmental	\$ -	\$ 4,400	\$ -	\$ 4,400
Intangible Facility			\$ -	\$ -	\$ 645,566	\$ 645,566
	8350,403	Roads/Location	\$ -	\$ -	\$ 76,833	\$ 76,833
	8350,404	Equipment Rental	\$ -	\$ -	\$ 29,200	\$ 29,200
	8350,410	Transportation/Trucking	\$ -	\$ -	\$ 15,367	\$ 15,367
	8350,411	Safety & Environmental	\$ -	\$ -	\$ 17,300	\$ 17,300
	8350,415	Engineering / Technical	\$ -	\$ -	\$ 55,733	\$ 55,733
	8350,416	Supervision	\$ -	\$ -	\$ 26,900	\$ 26,900
	8350,417	Overhead Power Labor	\$ -	\$ -	\$ 43,233	\$ 43,233
	8350,418	Mechanical Labor	\$ -	\$ -	\$ 157,000	\$ 157,000
	8350,419	Automation Labor	\$ -	\$ -	\$ 29,600	\$ 29,600
	8350,420	Electrical Labor	\$ -	\$ -	\$ 87,400	\$ 87,400
	8350,421	Commissioning	\$ -	\$ -	\$ 3,267	\$ 3,267
	8350,422	Flowline Labor	\$ -	\$ -	\$ 103,733	\$ 103,733
TOTAL INTANGIBLE COSTS >>>			\$ 2,823,647	\$ 4,520,453	\$ 645,566	\$ 7,989,665
TOTAL PROJECT COSTS >>>			\$ 3,679,407	\$ 5,085,011	\$ 1,592,965	\$ 10,357,383
				Drilling	Completion	Facility
						Total



AUTHORIZATION FOR EXPENDITURE

This Authority for Expenditure is based on cost estimates. Billing will reflect your proportionate share of the actual invoice costs.

JOINT INTEREST APPROVAL:

Company: _____

Working Interest: _____

Signature: _____

Date: _____

By: _____



AUTHORIZATION FOR EXPENDITURE

AFE: NM1426

Date: November 04, 2025

Well Name: Spicy Chicken 23 26 Fed
Com #751H

Projected MD/TVD: 19123/11200

Target: Wolfcamp

SHL: S23-T20S-R32E 200' FNL, 1720' FWL

County: Lea

BHL: S26-T20S-R32E 2540' FNL, 990' FWL

State: NM

PROJECT DESCRIPTION:

The proposed AFE is for the Spicy Chicken 23 26 Fed Com #751H, a 1.5 section Wolfcamp horizontal well to be drilled in Lea County, NM.

	<u>TOTAL</u>
DRILLING:	\$4,412,670
COMPLETIONS:	\$5,085,263
FACILITIES:	\$1,592,965
COMPLETED WELL COST:	\$11,090,898

OPERATOR APPROVAL:

AVANT

NATURAL RESOURCES

AUTHORIZATION FOR EXPENDITURE

AFE: NM1426

Date: November 04, 2025

Well Name: Spicy Chicken 23 26 Fed
Com #751H

Projected MD/TVD: 19123/11200

Target: Wolfcamp

SHL: S23-T20S-R32E 200' FNL, 1720' FWL

County: Lea

BHL: S26-T20S-R32E 2540' FNL, 990' FWL

State: NM

TANGIBLE COSTS			Drilling	Completion	Facility	Total
Tangible Drilling			\$ 1,394,489	\$ -	\$ -	\$ 1,394,489
8400.301	Surface Casing	\$ 152,226	\$ -	\$ -	\$ 152,226	
8400.302	Intermediate 1 Casing	\$ 155,954	\$ -	\$ -	\$ 155,954	
8400.303	Production Casing	\$ 425,824	\$ -	\$ -	\$ 425,824	
8400.312	Intermediate 2 Casing	\$ 194,018	\$ -	\$ -	\$ 194,018	
8400.322	Intermediate 3 Casing	\$ 392,793	\$ -	\$ -	\$ 392,793	
8400.340	Wellhead	\$ 73,675	\$ -	\$ -	\$ 73,675	
Tangible Completion			\$ -	\$ 21,050	\$ -	\$ 21,050
8400.352	Wellhead & Equipment	\$ -	\$ 21,050	\$ -	\$ 21,050	
Tangible Workover			\$ -	\$ 543,508	\$ -	\$ 543,508
8325.702	Tubing	\$ -	\$ 90,000	\$ -	\$ 90,000	
8325.704	Downhole Artificial Lift Eqpt	\$ -	\$ 350,000	\$ -	\$ 350,000	
8325.705	ESP Equipment/Install	\$ -	\$ 40,000	\$ -	\$ 40,000	
8325.711	Wellhead Equipment	\$ -	\$ 63,508	\$ -	\$ 63,508	
Tangible Facility			\$ -	\$ -	\$ 947,399	\$ 947,399
8355.500	Vessels	\$ -	\$ -	\$ 213,100	\$ 213,100	
8355.510	Tanks	\$ -	\$ -	\$ 164,033	\$ 164,033	
8355.515	Flare	\$ -	\$ -	\$ 30,733	\$ 30,733	
8355.520	PVDF	\$ -	\$ -	\$ 152,733	\$ 152,733	
8355.525	Containment	\$ -	\$ -	\$ 26,900	\$ 26,900	
8355.530	Compressors	\$ -	\$ -	\$ 10,700	\$ 10,700	
8355.535	Instrumentation / Meters	\$ -	\$ -	\$ 61,533	\$ 61,533	
8355.540	Electrical Supplies	\$ -	\$ -	\$ 88,367	\$ 88,367	
8355.550	Overhead Power Material	\$ -	\$ -	\$ 81,667	\$ 81,667	
8355.555	Pump / Supplies	\$ -	\$ -	\$ 50,733	\$ 50,733	
8355.560	Pipeline	\$ -	\$ -	\$ 15,367	\$ 15,367	
8355.565	Flowline	\$ -	\$ -	\$ 51,533	\$ 51,533	
TOTAL TANGIBLE COSTS >>>			\$ 1,394,489	\$ 564,558	\$ 947,399	\$ 2,906,446

INTANGIBLE COSTS			Drilling	Completion	Facility	Total
Intangible Drilling			\$ 3,018,181	\$ -	\$ -	\$ 3,018,181
8200.102	Drilling - Daywork	\$ 721,302	\$ -	\$ -	\$ 721,302	
8200.103	Drilling - Rig Move	\$ 96,830	\$ -	\$ -	\$ 96,830	
8200.104	Fuel - Rig	\$ 157,321	\$ -	\$ -	\$ 157,321	
8200.106	Transportation	\$ 108,286	\$ -	\$ -	\$ 108,286	
8200.111	Survey, Stake/Permit	\$ 5,263	\$ -	\$ -	\$ 5,263	
8200.112	Location & Roads, Conductor	\$ 152,481	\$ -	\$ -	\$ 152,481	
8200.113	Damages/Row	\$ 7,894	\$ -	\$ -	\$ 7,894	
8200.114	Disposal	\$ 189,744	\$ -	\$ -	\$ 189,744	
8200.115	Mud-Drill Water	\$ 6,588	\$ -	\$ -	\$ 6,588	
8200.116	Drill Bits & BHA	\$ 120,919	\$ -	\$ -	\$ 120,919	
8200.117	Mud & Chemicals	\$ 137,899	\$ -	\$ -	\$ 137,899	
8200.119	Mud-Auxiliary	\$ 27,675	\$ -	\$ -	\$ 27,675	
8200.124	Equipment Rental	\$ 167,621	\$ -	\$ -	\$ 167,621	
8200.125	Inspection	\$ 77,359	\$ -	\$ -	\$ 77,359	
8200.127	Contract Labor	\$ 23,045	\$ -	\$ -	\$ 23,045	
8200.128	Drilling - Directional	\$ 225,288	\$ -	\$ -	\$ 225,288	
8200.136	Mudlogging	\$ 12,917	\$ -	\$ -	\$ 12,917	
8200.137	Casing Services	\$ 112,102	\$ -	\$ -	\$ 112,102	
8200.138	Cementing Services	\$ 256,640	\$ -	\$ -	\$ 256,640	
8200.143	Geological Services	\$ 13,089	\$ -	\$ -	\$ 13,089	
8200.144	Company Supervision	\$ 2,400	\$ -	\$ -	\$ 2,400	
8200.147	Drilling Overhead	\$ 4,452	\$ -	\$ -	\$ 4,452	
8200.149	Legal, Title, Etc	\$ 10,525	\$ -	\$ -	\$ 10,525	
8200.152	Well Control Ins.	\$ 7,894	\$ -	\$ -	\$ 7,894	



AUTHORIZATION FOR EXPENDITURE

	8200,162	Mancamp	\$ 38,656	\$ -	\$ -	\$ 38,656
	8200,164	Solids Control & Closed Loop	\$ 91,222	\$ -	\$ -	\$ 91,222
	8200,165	Safety/Environmental	\$ 1,946	\$ -	\$ -	\$ 1,946
	8200,167	Consulting Services	\$ 144,316	\$ -	\$ -	\$ 144,316
	8200,168	Roustabout Services	\$ 2,422	\$ -	\$ -	\$ 2,422
	8200,169	Mud-Brine	\$ 22,654	\$ -	\$ -	\$ 22,654
	8200,170	Mud-Diesel	\$ 71,432	\$ -	\$ -	\$ 71,432
Intangible Completion			\$ -	\$ 3,614,022	\$ -	\$ 3,614,022
	8300,203	Fuel	\$ -	\$ 413,106	\$ -	\$ 413,106
	8300,205	Location & Roads	\$ -	\$ 5,288	\$ -	\$ 5,288
	8300,207	Fresh Water	\$ -	\$ 447,001	\$ -	\$ 447,001
	8300,209	Chemicals	\$ -	\$ 187,347	\$ -	\$ 187,347
	8300,210	Surface Rental Equip	\$ -	\$ 246,609	\$ -	\$ 246,609
	8300,212	Contract Labor	\$ -	\$ 12,783	\$ -	\$ 12,783
	8300,214	Perforating & Plugs	\$ -	\$ 233,208	\$ -	\$ 233,208
	8300,220	Engineering & Supervision	\$ -	\$ 5,052	\$ -	\$ 5,052
	8300,229	Transportation	\$ -	\$ 5,263	\$ -	\$ 5,263
	8300,232	Disposal	\$ -	\$ 19,004	\$ -	\$ 19,004
	8300,240	Pump Down Services	\$ -	\$ 67,886	\$ -	\$ 67,886
	8300,248	Mancamp	\$ -	\$ 27,428	\$ -	\$ 27,428
	8300,250	Downhole Rental Equip	\$ -	\$ 41,588	\$ -	\$ 41,588
	8300,270	Frac - Equipment	\$ -	\$ 987,666	\$ -	\$ 987,666
	8300,271	Coil Tubing	\$ -	\$ 100,776	\$ -	\$ 100,776
	8300,273	Flowback	\$ -	\$ 26,891	\$ -	\$ 26,891
	8300,274	Water Transfer	\$ -	\$ 88,029	\$ -	\$ 88,029
	8300,275	Frac - Sand	\$ -	\$ 588,684	\$ -	\$ 588,684
	8300,276	Safety & Environmental	\$ -	\$ 3,473	\$ -	\$ 3,473
	8300,277	Consulting Services	\$ -	\$ 103,145	\$ -	\$ 103,145
	8300,278	Roustabouts	\$ -	\$ 1,579	\$ -	\$ 1,579
	8300,279	Completions Overhead	\$ -	\$ 2,217	\$ -	\$ 2,217
Intangible Workover			\$ -	\$ 110,150	\$ -	\$ 110,150
	8320,602	Workover Rig	\$ -	\$ 30,000	\$ -	\$ 30,000
	8320,605	Fuel / Power	\$ -	\$ 5,263	\$ -	\$ 5,263
	8320,610	Inspection & Testing	\$ -	\$ 4,000	\$ -	\$ 4,000
	8320,611	Trucking/Vacuum/Transportation	\$ -	\$ 10,000	\$ -	\$ 10,000
	8320,612	Kill Truck	\$ -	\$ 5,000	\$ -	\$ 5,000
	8320,617	Contract Labor/Roustabout	\$ -	\$ 30,887	\$ -	\$ 30,887
	8320,621	Rental Equipment	\$ -	\$ 15,000	\$ -	\$ 15,000
	8320,625	Wellsite Supervision	\$ -	\$ 5,000	\$ -	\$ 5,000
	8320,628	Chemicals	\$ -	\$ 5,000	\$ -	\$ 5,000
Intangible Flowback			\$ -	\$ 796,533	\$ -	\$ 796,533
	8360,805	Trucked Water Disposal	\$ -	\$ 21,464	\$ -	\$ 21,464
	8360,810	Frac Water Recovery	\$ -	\$ 455,189	\$ -	\$ 455,189
	8360,815	Trucking/Vacuum/Transp	\$ -	\$ 14,334	\$ -	\$ 14,334
	8360,820	Well Testing / Flowback	\$ -	\$ 60,746	\$ -	\$ 60,746
	8360,825	Rental Equipment	\$ -	\$ 190,000	\$ -	\$ 190,000
	8360,845	Wellsite Supervision	\$ -	\$ 50,400	\$ -	\$ 50,400
	8360,850	Safety / Environmental	\$ -	\$ 4,400	\$ -	\$ 4,400
Intangible Facility			\$ -	\$ -	\$ 645,566	\$ 645,566
	8350,403	Roads/Location	\$ -	\$ -	\$ 76,833	\$ 76,833
	8350,404	Equipment Rental	\$ -	\$ -	\$ 29,200	\$ 29,200
	8350,410	Transportation/Trucking	\$ -	\$ -	\$ 15,367	\$ 15,367
	8350,411	Safety & Environmental	\$ -	\$ -	\$ 17,300	\$ 17,300
	8350,415	Engineering / Technical	\$ -	\$ -	\$ 55,733	\$ 55,733
	8350,416	Supervision	\$ -	\$ -	\$ 26,900	\$ 26,900
	8350,417	Overhead Power Labor	\$ -	\$ -	\$ 43,233	\$ 43,233
	8350,418	Mechanical Labor	\$ -	\$ -	\$ 157,000	\$ 157,000
	8350,419	Automation Labor	\$ -	\$ -	\$ 29,600	\$ 29,600
	8350,420	Electrical Labor	\$ -	\$ -	\$ 87,400	\$ 87,400
	8350,421	Commissioning	\$ -	\$ -	\$ 3,267	\$ 3,267
	8350,422	Flowline Labor	\$ -	\$ -	\$ 103,733	\$ 103,733
TOTAL INTANGIBLE COSTS >>>			\$ 3,018,181	\$ 4,520,705	\$ 645,566	\$ 8,184,452
TOTAL PROJECT COSTS >>>			\$ 4,412,670	\$ 5,085,263	\$ 1,592,965	\$ 11,090,898
			Drilling	Completion	Facility	Total



AUTHORIZATION FOR EXPENDITURE

This Authority for Expenditure is based on cost estimates. Billing will reflect your proportionate share of the actual invoice costs.

JOINT INTEREST APPROVAL:

Company: _____

Working Interest: _____

Signature: _____

Date: _____

By: _____



AUTHORIZATION FOR EXPENDITURE

AFE: NM1427

Date: November 04, 2025

Well Name: Spicy Chicken 23 26 Fed
Com #752H

Projected MD/TVD: 19123/11200

Target: Wolfcamp

SHL: S23-T20S-R32E 200' FNL, 1800' FWL

County: Lea

BHL: S26-T20S-R32E 2540' FNL, 2310' FWL

State: NM

PROJECT DESCRIPTION:

The proposed AFE is for the Spicy Chicken 23 26 Fed Com #752H, a 1.5 section Wolfcamp horizontal well to be drilled in Lea County, NM.

	<u>TOTAL</u>
DRILLING:	\$4,412,670
COMPLETIONS:	\$5,085,263
FACILITIES:	\$1,592,965
COMPLETED WELL COST:	\$11,090,898

OPERATOR APPROVAL:

AVANT

NATURAL RESOURCES

AUTHORIZATION FOR EXPENDITURE

AFE: NM1427

Date: November 04, 2025

Well Name: Spicy Chicken 23 26 Fed
Com #752H

Projected MD/TVD: 19123/11200

Target: Wolfcamp

SHL: S23-T20S-R32E 200' FNL, 1800' FWL

County: Lea

BHL: S26-T20S-R32E 2540' FNL, 2310' FWL

State: NM

TANGIBLE COSTS			Drilling	Completion	Facility	Total
Tangible Drilling			\$ 1,394,489	\$ -	\$ -	\$ 1,394,489
8400.301	Surface Casing	\$ 152,226	\$ -	\$ -	\$ 152,226	
8400.302	Intermediate 1 Casing	\$ 155,954	\$ -	\$ -	\$ 155,954	
8400.303	Production Casing	\$ 425,824	\$ -	\$ -	\$ 425,824	
8400.312	Intermediate 2 Casing	\$ 194,018	\$ -	\$ -	\$ 194,018	
8400.322	Intermediate 3 Casing	\$ 392,793	\$ -	\$ -	\$ 392,793	
8400.340	Wellhead	\$ 73,675	\$ -	\$ -	\$ 73,675	
Tangible Completion			\$ -	\$ 21,050	\$ -	\$ 21,050
8400.352	Wellhead & Equipment	\$ -	\$ 21,050	\$ -	\$ 21,050	
Tangible Workover			\$ -	\$ 543,508	\$ -	\$ 543,508
8325.702	Tubing	\$ -	\$ 90,000	\$ -	\$ 90,000	
8325.704	Downhole Artificial Lift Eqpt	\$ -	\$ 350,000	\$ -	\$ 350,000	
8325.705	ESP Equipment/Install	\$ -	\$ 40,000	\$ -	\$ 40,000	
8325.711	Wellhead Equipment	\$ -	\$ 63,508	\$ -	\$ 63,508	
Tangible Facility			\$ -	\$ -	\$ 947,399	\$ 947,399
8355.500	Vessels	\$ -	\$ -	\$ 213,100	\$ 213,100	
8355.510	Tanks	\$ -	\$ -	\$ 164,033	\$ 164,033	
8355.515	Flare	\$ -	\$ -	\$ 30,733	\$ 30,733	
8355.520	PVDF	\$ -	\$ -	\$ 152,733	\$ 152,733	
8355.525	Containment	\$ -	\$ -	\$ 26,900	\$ 26,900	
8355.530	Compressors	\$ -	\$ -	\$ 10,700	\$ 10,700	
8355.535	Instrumentation / Meters	\$ -	\$ -	\$ 61,533	\$ 61,533	
8355.540	Electrical Supplies	\$ -	\$ -	\$ 88,367	\$ 88,367	
8355.550	Overhead Power Material	\$ -	\$ -	\$ 81,667	\$ 81,667	
8355.555	Pump / Supplies	\$ -	\$ -	\$ 50,733	\$ 50,733	
8355.560	Pipeline	\$ -	\$ -	\$ 15,367	\$ 15,367	
8355.565	Flowline	\$ -	\$ -	\$ 51,533	\$ 51,533	
TOTAL TANGIBLE COSTS >>>			\$ 1,394,489	\$ 564,558	\$ 947,399	\$ 2,906,446

INTANGIBLE COSTS			Drilling	Completion	Facility	Total
Intangible Drilling			\$ 3,018,181	\$ -	\$ -	\$ 3,018,181
8200.102	Drilling - Daywork	\$ 721,302	\$ -	\$ -	\$ 721,302	
8200.103	Drilling - Rig Move	\$ 96,830	\$ -	\$ -	\$ 96,830	
8200.104	Fuel - Rig	\$ 157,321	\$ -	\$ -	\$ 157,321	
8200.106	Transportation	\$ 108,286	\$ -	\$ -	\$ 108,286	
8200.111	Survey, Stake/Permit	\$ 5,263	\$ -	\$ -	\$ 5,263	
8200.112	Location & Roads, Conductor	\$ 152,481	\$ -	\$ -	\$ 152,481	
8200.113	Damages/Row	\$ 7,894	\$ -	\$ -	\$ 7,894	
8200.114	Disposal	\$ 189,744	\$ -	\$ -	\$ 189,744	
8200.115	Mud-Drill Water	\$ 6,588	\$ -	\$ -	\$ 6,588	
8200.116	Drill Bits & BHA	\$ 120,919	\$ -	\$ -	\$ 120,919	
8200.117	Mud & Chemicals	\$ 137,899	\$ -	\$ -	\$ 137,899	
8200.119	Mud-Auxiliary	\$ 27,675	\$ -	\$ -	\$ 27,675	
8200.124	Equipment Rental	\$ 167,621	\$ -	\$ -	\$ 167,621	
8200.125	Inspection	\$ 77,359	\$ -	\$ -	\$ 77,359	
8200.127	Contract Labor	\$ 23,045	\$ -	\$ -	\$ 23,045	
8200.128	Drilling - Directional	\$ 225,288	\$ -	\$ -	\$ 225,288	
8200.136	Mudlogging	\$ 12,917	\$ -	\$ -	\$ 12,917	
8200.137	Casing Services	\$ 112,102	\$ -	\$ -	\$ 112,102	
8200.138	Cementing Services	\$ 256,640	\$ -	\$ -	\$ 256,640	
8200.143	Geological Services	\$ 13,089	\$ -	\$ -	\$ 13,089	
8200.144	Company Supervision	\$ 2,400	\$ -	\$ -	\$ 2,400	
8200.147	Drilling Overhead	\$ 4,452	\$ -	\$ -	\$ 4,452	
8200.149	Legal, Title, Etc	\$ 10,525	\$ -	\$ -	\$ 10,525	
8200.152	Well Control Ins.	\$ 7,894	\$ -	\$ -	\$ 7,894	



AUTHORIZATION FOR EXPENDITURE

	8200,162	Mancamp	\$ 38,656	\$ -	\$ -	\$ 38,656
	8200,164	Solids Control & Closed Loop	\$ 91,222	\$ -	\$ -	\$ 91,222
	8200,165	Safety/Environmental	\$ 1,946	\$ -	\$ -	\$ 1,946
	8200,167	Consulting Services	\$ 144,316	\$ -	\$ -	\$ 144,316
	8200,168	Roustabout Services	\$ 2,422	\$ -	\$ -	\$ 2,422
	8200,169	Mud-Brine	\$ 22,654	\$ -	\$ -	\$ 22,654
	8200,170	Mud-Diesel	\$ 71,432	\$ -	\$ -	\$ 71,432
Intangible Completion			\$ -	\$ 3,614,022	\$ -	\$ 3,614,022
	8300,203	Fuel	\$ -	\$ 413,106	\$ -	\$ 413,106
	8300,205	Location & Roads	\$ -	\$ 5,288	\$ -	\$ 5,288
	8300,207	Fresh Water	\$ -	\$ 447,001	\$ -	\$ 447,001
	8300,209	Chemicals	\$ -	\$ 187,347	\$ -	\$ 187,347
	8300,210	Surface Rental Equip	\$ -	\$ 246,609	\$ -	\$ 246,609
	8300,212	Contract Labor	\$ -	\$ 12,783	\$ -	\$ 12,783
	8300,214	Perforating & Plugs	\$ -	\$ 233,208	\$ -	\$ 233,208
	8300,220	Engineering & Supervision	\$ -	\$ 5,052	\$ -	\$ 5,052
	8300,229	Transportation	\$ -	\$ 5,263	\$ -	\$ 5,263
	8300,232	Disposal	\$ -	\$ 19,004	\$ -	\$ 19,004
	8300,240	Pump Down Services	\$ -	\$ 67,886	\$ -	\$ 67,886
	8300,248	Mancamp	\$ -	\$ 27,428	\$ -	\$ 27,428
	8300,250	Downhole Rental Equip	\$ -	\$ 41,588	\$ -	\$ 41,588
	8300,270	Frac - Equipment	\$ -	\$ 987,666	\$ -	\$ 987,666
	8300,271	Coil Tubing	\$ -	\$ 100,776	\$ -	\$ 100,776
	8300,273	Flowback	\$ -	\$ 26,891	\$ -	\$ 26,891
	8300,274	Water Transfer	\$ -	\$ 88,029	\$ -	\$ 88,029
	8300,275	Frac - Sand	\$ -	\$ 588,684	\$ -	\$ 588,684
	8300,276	Safety & Environmental	\$ -	\$ 3,473	\$ -	\$ 3,473
	8300,277	Consulting Services	\$ -	\$ 103,145	\$ -	\$ 103,145
	8300,278	Roustabouts	\$ -	\$ 1,579	\$ -	\$ 1,579
	8300,279	Completions Overhead	\$ -	\$ 2,217	\$ -	\$ 2,217
Intangible Workover			\$ -	\$ 110,150	\$ -	\$ 110,150
	8320,602	Workover Rig	\$ -	\$ 30,000	\$ -	\$ 30,000
	8320,605	Fuel / Power	\$ -	\$ 5,263	\$ -	\$ 5,263
	8320,610	Inspection & Testing	\$ -	\$ 4,000	\$ -	\$ 4,000
	8320,611	Trucking/Vacuum/Transportation	\$ -	\$ 10,000	\$ -	\$ 10,000
	8320,612	Kill Truck	\$ -	\$ 5,000	\$ -	\$ 5,000
	8320,617	Contract Labor/Roustabout	\$ -	\$ 30,887	\$ -	\$ 30,887
	8320,621	Rental Equipment	\$ -	\$ 15,000	\$ -	\$ 15,000
	8320,625	Wellsite Supervision	\$ -	\$ 5,000	\$ -	\$ 5,000
	8320,628	Chemicals	\$ -	\$ 5,000	\$ -	\$ 5,000
Intangible Flowback			\$ -	\$ 796,533	\$ -	\$ 796,533
	8360,805	Trucked Water Disposal	\$ -	\$ 21,464	\$ -	\$ 21,464
	8360,810	Frac Water Recovery	\$ -	\$ 455,189	\$ -	\$ 455,189
	8360,815	Trucking/Vacuum/Transp	\$ -	\$ 14,334	\$ -	\$ 14,334
	8360,820	Well Testing / Flowback	\$ -	\$ 60,746	\$ -	\$ 60,746
	8360,825	Rental Equipment	\$ -	\$ 190,000	\$ -	\$ 190,000
	8360,845	Wellsite Supervision	\$ -	\$ 50,400	\$ -	\$ 50,400
	8360,850	Safety / Environmental	\$ -	\$ 4,400	\$ -	\$ 4,400
Intangible Facility			\$ -	\$ -	\$ 645,566	\$ 645,566
	8350,403	Roads/Location	\$ -	\$ -	\$ 76,833	\$ 76,833
	8350,404	Equipment Rental	\$ -	\$ -	\$ 29,200	\$ 29,200
	8350,410	Transportation/Trucking	\$ -	\$ -	\$ 15,367	\$ 15,367
	8350,411	Safety & Environmental	\$ -	\$ -	\$ 17,300	\$ 17,300
	8350,415	Engineering / Technical	\$ -	\$ -	\$ 55,733	\$ 55,733
	8350,416	Supervision	\$ -	\$ -	\$ 26,900	\$ 26,900
	8350,417	Overhead Power Labor	\$ -	\$ -	\$ 43,233	\$ 43,233
	8350,418	Mechanical Labor	\$ -	\$ -	\$ 157,000	\$ 157,000
	8350,419	Automation Labor	\$ -	\$ -	\$ 29,600	\$ 29,600
	8350,420	Electrical Labor	\$ -	\$ -	\$ 87,400	\$ 87,400
	8350,421	Commissioning	\$ -	\$ -	\$ 3,267	\$ 3,267
	8350,422	Flowline Labor	\$ -	\$ -	\$ 103,733	\$ 103,733
TOTAL INTANGIBLE COSTS >>>			\$ 3,018,181	\$ 4,520,705	\$ 645,566	\$ 8,184,452
TOTAL PROJECT COSTS >>>			\$ 4,412,670	\$ 5,085,263	\$ 1,592,965	\$ 11,090,898
			Drilling	Completion	Facility	Total



AUTHORIZATION FOR EXPENDITURE

This Authority for Expenditure is based on cost estimates. Billing will reflect your proportionate share of the actual invoice costs.

JOINT INTEREST APPROVAL:

Company: _____

Working Interest: _____

Signature: _____

Date: _____

By: _____



AUTHORIZATION FOR EXPENDITURE

AFE: NM1432

Date: November 04, 2025

Well Name: Spicy Chicken 23 26 Fed
Com #753H

Projected MD/TVD: 19123/11200

Target: Wolfcamp

SHL: S23-T20S-R32E 200' FNL, 1580' FEL

County: Lea

BHL: S26-T20S-R32E 2540' FNL, 1650' FEL

State: NM

PROJECT DESCRIPTION:

The proposed AFE is for the Spicy Chicken 23 26 Fed Com #753H, a 1.5 section Wolfcamp horizontal well to be drilled in Lea County, NM.

	<u>TOTAL</u>
DRILLING:	\$4,412,670
COMPLETIONS:	\$5,085,263
FACILITIES:	\$1,592,965
COMPLETED WELL COST:	\$11,090,898

OPERATOR APPROVAL:

AVANT

NATURAL RESOURCES

AUTHORIZATION FOR EXPENDITURE

AFE: NM1432

Date: November 04, 2025

Well Name: Spicy Chicken 23 26 Fed
Com #753H

Projected MD/TVD: 19123/11200

Target: Wolfcamp

SHL: S23-T20S-R32E 200' FNL, 1580' FEL

County: Lea

BHL: S26-T20S-R32E 2540' FNL, 1650' FEL

State: NM

TANGIBLE COSTS			Drilling	Completion	Facility	Total
Tangible Drilling			\$ 1,394,489	\$ -	\$ -	\$ 1,394,489
8400.301	Surface Casing	\$ 152,226	\$ -	\$ -	\$ 152,226	
8400.302	Intermediate 1 Casing	\$ 155,954	\$ -	\$ -	\$ 155,954	
8400.303	Production Casing	\$ 425,824	\$ -	\$ -	\$ 425,824	
8400.312	Intermediate 2 Casing	\$ 194,018	\$ -	\$ -	\$ 194,018	
8400.322	Intermediate 3 Casing	\$ 392,793	\$ -	\$ -	\$ 392,793	
8400.340	Wellhead	\$ 73,675	\$ -	\$ -	\$ 73,675	
Tangible Completion			\$ -	\$ 21,050	\$ -	\$ 21,050
8400.352	Wellhead & Equipment	\$ -	\$ 21,050	\$ -	\$ 21,050	
Tangible Workover			\$ -	\$ 543,508	\$ -	\$ 543,508
8325.702	Tubing	\$ -	\$ 90,000	\$ -	\$ 90,000	
8325.704	Downhole Artificial Lift Eqpt	\$ -	\$ 350,000	\$ -	\$ 350,000	
8325.705	ESP Equipment/Install	\$ -	\$ 40,000	\$ -	\$ 40,000	
8325.711	Wellhead Equipment	\$ -	\$ 63,508	\$ -	\$ 63,508	
Tangible Facility			\$ -	\$ -	\$ 947,399	\$ 947,399
8355.500	Vessels	\$ -	\$ -	\$ 213,100	\$ 213,100	
8355.510	Tanks	\$ -	\$ -	\$ 164,033	\$ 164,033	
8355.515	Flare	\$ -	\$ -	\$ 30,733	\$ 30,733	
8355.520	PVDF	\$ -	\$ -	\$ 152,733	\$ 152,733	
8355.525	Containment	\$ -	\$ -	\$ 26,900	\$ 26,900	
8355.530	Compressors	\$ -	\$ -	\$ 10,700	\$ 10,700	
8355.535	Instrumentation / Meters	\$ -	\$ -	\$ 61,533	\$ 61,533	
8355.540	Electrical Supplies	\$ -	\$ -	\$ 88,367	\$ 88,367	
8355.550	Overhead Power Material	\$ -	\$ -	\$ 81,667	\$ 81,667	
8355.555	Pump / Supplies	\$ -	\$ -	\$ 50,733	\$ 50,733	
8355.560	Pipeline	\$ -	\$ -	\$ 15,367	\$ 15,367	
8355.565	Flowline	\$ -	\$ -	\$ 51,533	\$ 51,533	
TOTAL TANGIBLE COSTS >>>			\$ 1,394,489	\$ 564,558	\$ 947,399	\$ 2,906,446

INTANGIBLE COSTS			Drilling	Completion	Facility	Total
Intangible Drilling			\$ 3,018,181	\$ -	\$ -	\$ 3,018,181
8200.102	Drilling - Daywork	\$ 721,302	\$ -	\$ -	\$ 721,302	
8200.103	Drilling - Rig Move	\$ 96,830	\$ -	\$ -	\$ 96,830	
8200.104	Fuel - Rig	\$ 157,321	\$ -	\$ -	\$ 157,321	
8200.106	Transportation	\$ 108,286	\$ -	\$ -	\$ 108,286	
8200.111	Survey, Stake/Permit	\$ 5,263	\$ -	\$ -	\$ 5,263	
8200.112	Location & Roads, Conductor	\$ 152,481	\$ -	\$ -	\$ 152,481	
8200.113	Damages/Row	\$ 7,894	\$ -	\$ -	\$ 7,894	
8200.114	Disposal	\$ 189,744	\$ -	\$ -	\$ 189,744	
8200.115	Mud-Drill Water	\$ 6,588	\$ -	\$ -	\$ 6,588	
8200.116	Drill Bits & BHA	\$ 120,919	\$ -	\$ -	\$ 120,919	
8200.117	Mud & Chemicals	\$ 137,899	\$ -	\$ -	\$ 137,899	
8200.119	Mud-Auxiliary	\$ 27,675	\$ -	\$ -	\$ 27,675	
8200.124	Equipment Rental	\$ 167,621	\$ -	\$ -	\$ 167,621	
8200.125	Inspection	\$ 77,359	\$ -	\$ -	\$ 77,359	
8200.127	Contract Labor	\$ 23,045	\$ -	\$ -	\$ 23,045	
8200.128	Drilling - Directional	\$ 225,288	\$ -	\$ -	\$ 225,288	
8200.136	Mudlogging	\$ 12,917	\$ -	\$ -	\$ 12,917	
8200.137	Casing Services	\$ 112,102	\$ -	\$ -	\$ 112,102	
8200.138	Cementing Services	\$ 256,640	\$ -	\$ -	\$ 256,640	
8200.143	Geological Services	\$ 13,089	\$ -	\$ -	\$ 13,089	
8200.144	Company Supervision	\$ 2,400	\$ -	\$ -	\$ 2,400	
8200.147	Drilling Overhead	\$ 4,452	\$ -	\$ -	\$ 4,452	
8200.149	Legal, Title, Etc	\$ 10,525	\$ -	\$ -	\$ 10,525	
8200.152	Well Control Ins.	\$ 7,894	\$ -	\$ -	\$ 7,894	



AUTHORIZATION FOR EXPENDITURE

	8200,162	Mancamp	\$ 38,656	\$ -	\$ -	\$ 38,656
	8200,164	Solids Control & Closed Loop	\$ 91,222	\$ -	\$ -	\$ 91,222
	8200,165	Safety/Environmental	\$ 1,946	\$ -	\$ -	\$ 1,946
	8200,167	Consulting Services	\$ 144,316	\$ -	\$ -	\$ 144,316
	8200,168	Roustabout Services	\$ 2,422	\$ -	\$ -	\$ 2,422
	8200,169	Mud-Brine	\$ 22,654	\$ -	\$ -	\$ 22,654
	8200,170	Mud-Diesel	\$ 71,432	\$ -	\$ -	\$ 71,432
Intangible Completion			\$ -	\$ 3,614,022	\$ -	\$ 3,614,022
	8300,203	Fuel	\$ -	\$ 413,106	\$ -	\$ 413,106
	8300,205	Location & Roads	\$ -	\$ 5,288	\$ -	\$ 5,288
	8300,207	Fresh Water	\$ -	\$ 447,001	\$ -	\$ 447,001
	8300,209	Chemicals	\$ -	\$ 187,347	\$ -	\$ 187,347
	8300,210	Surface Rental Equip	\$ -	\$ 246,609	\$ -	\$ 246,609
	8300,212	Contract Labor	\$ -	\$ 12,783	\$ -	\$ 12,783
	8300,214	Perforating & Plugs	\$ -	\$ 233,208	\$ -	\$ 233,208
	8300,220	Engineering & Supervision	\$ -	\$ 5,052	\$ -	\$ 5,052
	8300,229	Transportation	\$ -	\$ 5,263	\$ -	\$ 5,263
	8300,232	Disposal	\$ -	\$ 19,004	\$ -	\$ 19,004
	8300,240	Pump Down Services	\$ -	\$ 67,886	\$ -	\$ 67,886
	8300,248	Mancamp	\$ -	\$ 27,428	\$ -	\$ 27,428
	8300,250	Downhole Rental Equip	\$ -	\$ 41,588	\$ -	\$ 41,588
	8300,270	Frac - Equipment	\$ -	\$ 987,666	\$ -	\$ 987,666
	8300,271	Coil Tubing	\$ -	\$ 100,776	\$ -	\$ 100,776
	8300,273	Flowback	\$ -	\$ 26,891	\$ -	\$ 26,891
	8300,274	Water Transfer	\$ -	\$ 88,029	\$ -	\$ 88,029
	8300,275	Frac - Sand	\$ -	\$ 588,684	\$ -	\$ 588,684
	8300,276	Safety & Environmental	\$ -	\$ 3,473	\$ -	\$ 3,473
	8300,277	Consulting Services	\$ -	\$ 103,145	\$ -	\$ 103,145
	8300,278	Roustabouts	\$ -	\$ 1,579	\$ -	\$ 1,579
	8300,279	Completions Overhead	\$ -	\$ 2,217	\$ -	\$ 2,217
Intangible Workover			\$ -	\$ 110,150	\$ -	\$ 110,150
	8320,602	Workover Rig	\$ -	\$ 30,000	\$ -	\$ 30,000
	8320,605	Fuel / Power	\$ -	\$ 5,263	\$ -	\$ 5,263
	8320,610	Inspection & Testing	\$ -	\$ 4,000	\$ -	\$ 4,000
	8320,611	Trucking/Vacuum/Transportation	\$ -	\$ 10,000	\$ -	\$ 10,000
	8320,612	Kill Truck	\$ -	\$ 5,000	\$ -	\$ 5,000
	8320,617	Contract Labor/Roustabout	\$ -	\$ 30,887	\$ -	\$ 30,887
	8320,621	Rental Equipment	\$ -	\$ 15,000	\$ -	\$ 15,000
	8320,625	Wellsite Supervision	\$ -	\$ 5,000	\$ -	\$ 5,000
	8320,628	Chemicals	\$ -	\$ 5,000	\$ -	\$ 5,000
Intangible Flowback			\$ -	\$ 796,533	\$ -	\$ 796,533
	8360,805	Trucked Water Disposal	\$ -	\$ 21,464	\$ -	\$ 21,464
	8360,810	Frac Water Recovery	\$ -	\$ 455,189	\$ -	\$ 455,189
	8360,815	Trucking/Vacuum/Transp	\$ -	\$ 14,334	\$ -	\$ 14,334
	8360,820	Well Testing / Flowback	\$ -	\$ 60,746	\$ -	\$ 60,746
	8360,825	Rental Equipment	\$ -	\$ 190,000	\$ -	\$ 190,000
	8360,845	Wellsite Supervision	\$ -	\$ 50,400	\$ -	\$ 50,400
	8360,850	Safety / Environmental	\$ -	\$ 4,400	\$ -	\$ 4,400
Intangible Facility			\$ -	\$ -	\$ 645,566	\$ 645,566
	8350,403	Roads/Location	\$ -	\$ -	\$ 76,833	\$ 76,833
	8350,404	Equipment Rental	\$ -	\$ -	\$ 29,200	\$ 29,200
	8350,410	Transportation/Trucking	\$ -	\$ -	\$ 15,367	\$ 15,367
	8350,411	Safety & Environmental	\$ -	\$ -	\$ 17,300	\$ 17,300
	8350,415	Engineering / Technical	\$ -	\$ -	\$ 55,733	\$ 55,733
	8350,416	Supervision	\$ -	\$ -	\$ 26,900	\$ 26,900
	8350,417	Overhead Power Labor	\$ -	\$ -	\$ 43,233	\$ 43,233
	8350,418	Mechanical Labor	\$ -	\$ -	\$ 157,000	\$ 157,000
	8350,419	Automation Labor	\$ -	\$ -	\$ 29,600	\$ 29,600
	8350,420	Electrical Labor	\$ -	\$ -	\$ 87,400	\$ 87,400
	8350,421	Commissioning	\$ -	\$ -	\$ 3,267	\$ 3,267
	8350,422	Flowline Labor	\$ -	\$ -	\$ 103,733	\$ 103,733
TOTAL INTANGIBLE COSTS >>>			\$ 3,018,181	\$ 4,520,705	\$ 645,566	\$ 8,184,452
TOTAL PROJECT COSTS >>>			\$ 4,412,670	\$ 5,085,263	\$ 1,592,965	\$ 11,090,898
			Drilling	Completion	Facility	Total



AUTHORIZATION FOR EXPENDITURE

This Authority for Expenditure is based on cost estimates. Billing will reflect your proportionate share of the actual invoice costs.

JOINT INTEREST APPROVAL:

Company: _____

Working Interest: _____

Signature: _____

Date: _____

By: _____



AUTHORIZATION FOR EXPENDITURE

AFE: NM1433

Date: November 04, 2025

Well Name: Spicy Chicken 23 26 Fed
Com #754H

Projected MD/TVD: 19123/11200

Target: Wolfcamp

SHL: S23-T20S-R32E 200' FNL, 1520' FEL

County: Lea

BHL: S26-T20S-R32E 2540' FNL, 330' FEL

State: NM

PROJECT DESCRIPTION:

The proposed AFE is for the Spicy Chicken 23 26 Fed Com #754H, a 1.5 section Wolfcamp horizontal well to be drilled in Lea County, NM.

	<u>TOTAL</u>
DRILLING:	\$4,412,670
COMPLETIONS:	\$5,085,263
FACILITIES:	\$1,592,965
COMPLETED WELL COST:	\$11,090,898

OPERATOR APPROVAL:

AVANT

NATURAL RESOURCES

AUTHORIZATION FOR EXPENDITURE

AFE: NM1433

Date: November 04, 2025

Well Name: Spicy Chicken 23 26 Fed
Com #754H

Projected MD/TVD: 19123/11200

Target: Wolfcamp

SHL: S23-T20S-R32E 200' FNL, 1520' FEL

County: Lea

BHL: S26-T20S-R32E 2540' FNL, 330' FEL

State: NM

TANGIBLE COSTS			Drilling	Completion	Facility	Total
Tangible Drilling			\$ 1,394,489	\$ -	\$ -	\$ 1,394,489
8400.301	Surface Casing	\$ 152,226	\$ -	\$ -	\$ 152,226	
8400.302	Intermediate 1 Casing	\$ 155,954	\$ -	\$ -	\$ 155,954	
8400.303	Production Casing	\$ 425,824	\$ -	\$ -	\$ 425,824	
8400.312	Intermediate 2 Casing	\$ 194,018	\$ -	\$ -	\$ 194,018	
8400.322	Intermediate 3 Casing	\$ 392,793	\$ -	\$ -	\$ 392,793	
8400.340	Wellhead	\$ 73,675	\$ -	\$ -	\$ 73,675	
Tangible Completion			\$ -	\$ 21,050	\$ -	\$ 21,050
8400.352	Wellhead & Equipment	\$ -	\$ 21,050	\$ -	\$ 21,050	
Tangible Workover			\$ -	\$ 543,508	\$ -	\$ 543,508
8325.702	Tubing	\$ -	\$ 90,000	\$ -	\$ 90,000	
8325.704	Downhole Artificial Lift Eqpt	\$ -	\$ 350,000	\$ -	\$ 350,000	
8325.705	ESP Equipment/Install	\$ -	\$ 40,000	\$ -	\$ 40,000	
8325.711	Wellhead Equipment	\$ -	\$ 63,508	\$ -	\$ 63,508	
Tangible Facility			\$ -	\$ -	\$ 947,399	\$ 947,399
8355.500	Vessels	\$ -	\$ -	\$ 213,100	\$ 213,100	
8355.510	Tanks	\$ -	\$ -	\$ 164,033	\$ 164,033	
8355.515	Flare	\$ -	\$ -	\$ 30,733	\$ 30,733	
8355.520	PVf	\$ -	\$ -	\$ 152,733	\$ 152,733	
8355.525	Containment	\$ -	\$ -	\$ 26,900	\$ 26,900	
8355.530	Compressors	\$ -	\$ -	\$ 10,700	\$ 10,700	
8355.535	Instrumentation / Meters	\$ -	\$ -	\$ 61,533	\$ 61,533	
8355.540	Electrical Supplies	\$ -	\$ -	\$ 88,367	\$ 88,367	
8355.550	Overhead Power Material	\$ -	\$ -	\$ 81,667	\$ 81,667	
8355.555	Pump / Supplies	\$ -	\$ -	\$ 50,733	\$ 50,733	
8355.560	Pipeline	\$ -	\$ -	\$ 15,367	\$ 15,367	
8355.565	Flowline	\$ -	\$ -	\$ 51,533	\$ 51,533	
TOTAL TANGIBLE COSTS >>>			\$ 1,394,489	\$ 564,558	\$ 947,399	\$ 2,906,446

INTANGIBLE COSTS			Drilling	Completion	Facility	Total
Intangible Drilling			\$ 3,018,181	\$ -	\$ -	\$ 3,018,181
8200.102	Drilling - Daywork	\$ 721,302	\$ -	\$ -	\$ 721,302	
8200.103	Drilling - Rig Move	\$ 96,830	\$ -	\$ -	\$ 96,830	
8200.104	Fuel - Rig	\$ 157,321	\$ -	\$ -	\$ 157,321	
8200.106	Transportation	\$ 108,286	\$ -	\$ -	\$ 108,286	
8200.111	Survey, Stake/Permit	\$ 5,263	\$ -	\$ -	\$ 5,263	
8200.112	Location & Roads, Conductor	\$ 152,481	\$ -	\$ -	\$ 152,481	
8200.113	Damages/Row	\$ 7,894	\$ -	\$ -	\$ 7,894	
8200.114	Disposal	\$ 189,744	\$ -	\$ -	\$ 189,744	
8200.115	Mud-Drill Water	\$ 6,588	\$ -	\$ -	\$ 6,588	
8200.116	Drill Bits & BHA	\$ 120,919	\$ -	\$ -	\$ 120,919	
8200.117	Mud & Chemicals	\$ 137,899	\$ -	\$ -	\$ 137,899	
8200.119	Mud-Auxiliary	\$ 27,675	\$ -	\$ -	\$ 27,675	
8200.124	Equipment Rental	\$ 167,621	\$ -	\$ -	\$ 167,621	
8200.125	Inspection	\$ 77,359	\$ -	\$ -	\$ 77,359	
8200.127	Contract Labor	\$ 23,045	\$ -	\$ -	\$ 23,045	
8200.128	Drilling - Directional	\$ 225,288	\$ -	\$ -	\$ 225,288	
8200.136	Mudlogging	\$ 12,917	\$ -	\$ -	\$ 12,917	
8200.137	Casing Services	\$ 112,102	\$ -	\$ -	\$ 112,102	
8200.138	Cementing Services	\$ 256,640	\$ -	\$ -	\$ 256,640	
8200.143	Geological Services	\$ 13,089	\$ -	\$ -	\$ 13,089	
8200.144	Company Supervision	\$ 2,400	\$ -	\$ -	\$ 2,400	
8200.147	Drilling Overhead	\$ 4,452	\$ -	\$ -	\$ 4,452	
8200.149	Legal, Title, Etc	\$ 10,525	\$ -	\$ -	\$ 10,525	
8200.152	Well Control Ins.	\$ 7,894	\$ -	\$ -	\$ 7,894	



AUTHORIZATION FOR EXPENDITURE

	8200,162	Mancamp	\$ 38,656	\$ -	\$ -	\$ 38,656
	8200,164	Solids Control & Closed Loop	\$ 91,222	\$ -	\$ -	\$ 91,222
	8200,165	Safety/Environmental	\$ 1,946	\$ -	\$ -	\$ 1,946
	8200,167	Consulting Services	\$ 144,316	\$ -	\$ -	\$ 144,316
	8200,168	Roustabout Services	\$ 2,422	\$ -	\$ -	\$ 2,422
	8200,169	Mud-Brine	\$ 22,654	\$ -	\$ -	\$ 22,654
	8200,170	Mud-Diesel	\$ 71,432	\$ -	\$ -	\$ 71,432
Intangible Completion			\$ -	\$ 3,614,022	\$ -	\$ 3,614,022
	8300,203	Fuel	\$ -	\$ 413,106	\$ -	\$ 413,106
	8300,205	Location & Roads	\$ -	\$ 5,288	\$ -	\$ 5,288
	8300,207	Fresh Water	\$ -	\$ 447,001	\$ -	\$ 447,001
	8300,209	Chemicals	\$ -	\$ 187,347	\$ -	\$ 187,347
	8300,210	Surface Rental Equip	\$ -	\$ 246,609	\$ -	\$ 246,609
	8300,212	Contract Labor	\$ -	\$ 12,783	\$ -	\$ 12,783
	8300,214	Perforating & Plugs	\$ -	\$ 233,208	\$ -	\$ 233,208
	8300,220	Engineering & Supervision	\$ -	\$ 5,052	\$ -	\$ 5,052
	8300,229	Transportation	\$ -	\$ 5,263	\$ -	\$ 5,263
	8300,232	Disposal	\$ -	\$ 19,004	\$ -	\$ 19,004
	8300,240	Pump Down Services	\$ -	\$ 67,886	\$ -	\$ 67,886
	8300,248	Mancamp	\$ -	\$ 27,428	\$ -	\$ 27,428
	8300,250	Downhole Rental Equip	\$ -	\$ 41,588	\$ -	\$ 41,588
	8300,270	Frac - Equipment	\$ -	\$ 987,666	\$ -	\$ 987,666
	8300,271	Coil Tubing	\$ -	\$ 100,776	\$ -	\$ 100,776
	8300,273	Flowback	\$ -	\$ 26,891	\$ -	\$ 26,891
	8300,274	Water Transfer	\$ -	\$ 88,029	\$ -	\$ 88,029
	8300,275	Frac - Sand	\$ -	\$ 588,684	\$ -	\$ 588,684
	8300,276	Safety & Environmental	\$ -	\$ 3,473	\$ -	\$ 3,473
	8300,277	Consulting Services	\$ -	\$ 103,145	\$ -	\$ 103,145
	8300,278	Roustabouts	\$ -	\$ 1,579	\$ -	\$ 1,579
	8300,279	Completions Overhead	\$ -	\$ 2,217	\$ -	\$ 2,217
Intangible Workover			\$ -	\$ 110,150	\$ -	\$ 110,150
	8320,602	Workover Rig	\$ -	\$ 30,000	\$ -	\$ 30,000
	8320,605	Fuel / Power	\$ -	\$ 5,263	\$ -	\$ 5,263
	8320,610	Inspection & Testing	\$ -	\$ 4,000	\$ -	\$ 4,000
	8320,611	Trucking/Vacuum/Transportation	\$ -	\$ 10,000	\$ -	\$ 10,000
	8320,612	Kill Truck	\$ -	\$ 5,000	\$ -	\$ 5,000
	8320,617	Contract Labor/Roustabout	\$ -	\$ 30,887	\$ -	\$ 30,887
	8320,621	Rental Equipment	\$ -	\$ 15,000	\$ -	\$ 15,000
	8320,625	Wellsite Supervision	\$ -	\$ 5,000	\$ -	\$ 5,000
	8320,628	Chemicals	\$ -	\$ 5,000	\$ -	\$ 5,000
Intangible Flowback			\$ -	\$ 796,533	\$ -	\$ 796,533
	8360,805	Trucked Water Disposal	\$ -	\$ 21,464	\$ -	\$ 21,464
	8360,810	Frac Water Recovery	\$ -	\$ 455,189	\$ -	\$ 455,189
	8360,815	Trucking/Vacuum/Transp	\$ -	\$ 14,334	\$ -	\$ 14,334
	8360,820	Well Testing / Flowback	\$ -	\$ 60,746	\$ -	\$ 60,746
	8360,825	Rental Equipment	\$ -	\$ 190,000	\$ -	\$ 190,000
	8360,845	Wellsite Supervision	\$ -	\$ 50,400	\$ -	\$ 50,400
	8360,850	Safety / Environmental	\$ -	\$ 4,400	\$ -	\$ 4,400
Intangible Facility			\$ -	\$ -	\$ 645,566	\$ 645,566
	8350,403	Roads/Location	\$ -	\$ -	\$ 76,833	\$ 76,833
	8350,404	Equipment Rental	\$ -	\$ -	\$ 29,200	\$ 29,200
	8350,410	Transportation/Trucking	\$ -	\$ -	\$ 15,367	\$ 15,367
	8350,411	Safety & Environmental	\$ -	\$ -	\$ 17,300	\$ 17,300
	8350,415	Engineering / Technical	\$ -	\$ -	\$ 55,733	\$ 55,733
	8350,416	Supervision	\$ -	\$ -	\$ 26,900	\$ 26,900
	8350,417	Overhead Power Labor	\$ -	\$ -	\$ 43,233	\$ 43,233
	8350,418	Mechanical Labor	\$ -	\$ -	\$ 157,000	\$ 157,000
	8350,419	Automation Labor	\$ -	\$ -	\$ 29,600	\$ 29,600
	8350,420	Electrical Labor	\$ -	\$ -	\$ 87,400	\$ 87,400
	8350,421	Commissioning	\$ -	\$ -	\$ 3,267	\$ 3,267
	8350,422	Flowline Labor	\$ -	\$ -	\$ 103,733	\$ 103,733
TOTAL INTANGIBLE COSTS >>>			\$ 3,018,181	\$ 4,520,705	\$ 645,566	\$ 8,184,452
TOTAL PROJECT COSTS >>>			\$ 4,412,670	\$ 5,085,263	\$ 1,592,965	\$ 11,090,898
			Drilling	Completion	Facility	Total



AUTHORIZATION FOR EXPENDITURE

This Authority for Expenditure is based on cost estimates. Billing will reflect your proportionate share of the actual invoice costs.

JOINT INTEREST APPROVAL:

Company: _____

Working Interest: _____

Signature: _____

Date: _____

By: _____



November 5, 2025

Chief Capital (O&G) II, LLC

8111 Westchester Drive, Suite #900
Dallas, TX 75225

RE: Updated Planned Development
Spicy Chicken 23 26 Fed Com #201H - #205H, #301H - #305H
#601H - #603H, #701H - #702H, #751H - #754H and #801H - #804H
All of Section 23 and N2 of Section 26, Township 20 South, Range 32 East
Lea County, New Mexico

Ladies and Gentlemen:

AO II Permian, LLC, through its operating affiliate, Avant Operating II, LLC ("Avant"), hereby proposes to drill and complete the Spicy Chicken 23 26 Fed Com #201H – #205H, #301H – #305H, #601H – #603H, #701H – #702H, #751H – #754H, and #801H – #804H wells in all of Section 23 and the north half of Section 26, Township 20 South, Range 32 East, Lea County, New Mexico, to test portions of the Bone Spring and Wolfcamp formations.

This letter serves as an update to the proposal originally distributed under Avant's letter dated September 29, 2025. There have been no substantial changes to the previously proposed development plan. The minor adjustments reflected in this updated version, highlighted in yellow throughout this letter, primarily consist of operational refinements to well designations made in coordination with our technical and regulatory teams. These updates do not alter the overall development concept, or proposed formations as originally presented.

As before, the enclosed materials include updated Authorities for Expenditure ("AFEs") dated November 4, 2025. Please note that these AFEs reflect no cost adjustments from the July 23, 2025 versions previously distributed. The drilling, completion and facility costs remain unchanged. They are being provided for your convenience, should you wish to rely on the most current dated version in lieu of the July AFEs.

All other terms, including the proposed use of the modified 1989 AAPL form of Operating Agreement ("JOA") and the previously outlined participation election process, remain unchanged from the September 29 submittal.

- **Spicy Chicken 23 26 Fed Com #201H:** to be drilled from a legal location with a proposed surface hole location of Section 23 of T20S-R32E at 350' FNL and 1,750' FWL and a proposed last take point and bottom hole location of Section 26 of T20S-R32E at 2,540' FNL and 990' FWL. The Well will have a targeted interval within the Bone Spring formation at a depth of approximately 8,250' TVD and will be drilled horizontally to a Measured Depth of approximately 16,173'.
- **Spicy Chicken 23 26 Fed Com #202H:** to be drilled from a legal location with a proposed surface hole location of Section 23 of T20S-R32E at 350' FNL and 1,770' FWL and a proposed last take point and bottom hole location of Section 26 of T20S-R32E at 2,540' FNL and 1,980' FWL. The Well will have a targeted interval within the Bone Spring formation at a depth of approximately 8,250' TVD and will be drilled horizontally to a Measured Depth of approximately 16,173'.
- **Spicy Chicken 23 26 Fed Com #203H:** to be drilled from a legal location with a proposed surface hole location of Section 23 of T20S-R32E at 350' FNL and 1,560' FEL and a proposed last take point and bottom hole location of Section 26 of T20S-R32E at 2,540' FNL and 2,310' FEL. The Well will have a targeted interval

Avant Operating II, LLC | 1515 Wynkoop Street, Suite #700 | Land Department | Denver, CO 80202



within the Bone Spring formation at a depth of approximately 8,250' TVD and will be drilled horizontally to a Measured Depth of approximately 16,173'.

- **Spicy Chicken 23 26 Fed Com #204H:** to be drilled from a legal location with a proposed surface hole location of Section 23 of T20S-R32E at 350' FNL and 1,520' FEL and a proposed last take point and bottom hole location of Section 26 of T20S-R32E at 2,540' FNL and 1,320' FEL. The Well will have a targeted interval within the Bone Spring formation at a depth of approximately 8,250' TVD and will be drilled horizontally to a Measured Depth of approximately 16,173'.
- **Spicy Chicken 23 26 Fed Com #205H:** to be drilled from a legal location with a proposed surface hole location of Section 23 of T20S-R32E at 350' FNL and 1,480' FEL and a proposed last take point and bottom hole location of Section 26 of T20S-R32E at 2,540' FNL and 330' FEL. The Well will have a targeted interval within the Bone Spring formation at a depth of approximately 8,250' TVD and will be drilled horizontally to a Measured Depth of approximately 16,417'.
- **Spicy Chicken 23 26 Fed Com #301H:** to be drilled from a legal location with a proposed surface hole location of Section 23 of T20S-R32E at 350' FNL and 1,730' FWL and a proposed last take point and bottom hole location of Section 26 of T20S-R32E at 2,540' FNL and 330' FWL. The Well will have a targeted interval within the Bone Spring formation at a depth of approximately 8,900' TVD and will be drilled horizontally to a Measured Depth of approximately 16,823'.
- **Spicy Chicken 23 26 Fed Com #302H:** to be drilled from a legal location with a proposed surface hole location of Section 23 of T20S-R32E at 350' FNL and 1,790' FWL and a proposed last take point and bottom hole location of Section 26 of T20S-R32E at 2,540' FNL and 1,320' FWL. The Well will have a targeted interval within the Bone Spring formation at a depth of approximately 8,900' TVD and will be drilled horizontally to a Measured Depth of approximately 16,823'.
- **Spicy Chicken 23 26 Fed Com #303H:** to be drilled from a legal location with a proposed surface hole location of Section 23 of T20S-R32E at 350' FNL and 1,830' FWL and a proposed last take point and bottom hole location of Section 26 of T20S-R32E at 2,540' FNL and 2,310' FWL. The Well will have a targeted interval within the Bone Spring formation at a depth of approximately 8,900' TVD and will be drilled horizontally to a Measured Depth of approximately 16,823'.
- **Spicy Chicken 23 26 Fed Com #304H:** to be drilled from a legal location with a proposed surface hole location of Section 23 of T20S-R32E at 350' FNL and 1,500' FEL and a proposed last take point and bottom hole location of Section 26 of T20S-R32E at 2,540' FNL and 1,980' FEL. The Well will have a targeted interval within the Bone Spring formation at a depth of approximately 8,900' TVD and will be drilled horizontally to a Measured Depth of approximately 16,823'.
- **Spicy Chicken 23 26 Fed Com #305H:** to be drilled from a legal location with a proposed surface hole location of Section 23 of T20S-R32E at 350' FNL and 1,440' FEL and a proposed last take point and bottom hole location of Section 26 of T20S-R32E at 2,540' FNL and 990' FEL. The Well will have a targeted interval within the Bone Spring formation at a depth of approximately 8,900' TVD and will be drilled horizontally to a Measured Depth of approximately 16,823'.
- **Spicy Chicken 23 26 Fed Com #601H:** to be drilled from a legal location with a proposed surface hole location of Section 23 of T20S-R32E at 200' FNL and 1,740' FWL and a proposed last take point and bottom hole location of Section 26 of T20S-R32E at 2,540' FNL and 990' FWL. The Well will have a targeted interval



within the Bone Spring formation at a depth of approximately 10,700' TVD and will be drilled horizontally to a Measured Depth of approximately 18,623'.

- **Spicy Chicken 23 26 Fed Com #602H:** to be drilled from a legal location with a proposed surface hole location of Section 23 of T20S-R32E at 200' FNL and 1,820' FWL and a proposed last take point and **bottom hole location of Section 26 of T20S-R32E at 2,540' FNL and 2,530' FEL**. The Well will have a targeted interval within the Bone Spring formation at a depth of approximately 10,700' TVD and will be drilled horizontally to a Measured Depth of approximately 18,623'.
- **Spicy Chicken 23 26 Fed Com #603H:** to be drilled from a legal location with a proposed surface hole location of Section 23 of T20S-R32E at 200' FNL and 1,540' FEL and a proposed last take point and bottom hole location of Section 26 of T20S-R32E at 2,540' FNL and 770' FEL. The Well will have a targeted interval within the Bone Spring formation at a depth of approximately 10,700' TVD and will be drilled horizontally to a Measured Depth of approximately 18,623'.
- **Spicy Chicken 23 26 Fed Com #701H:** to be drilled from a legal location with a proposed surface hole location of Section 23 of T20S-R32E at 200' FNL and 1,760' FWL and a proposed last take point and **bottom hole location of Section 26 of T20S-R32E at 2,540' FNL and 1,870' FWL**. The Well will have a targeted interval within the Wolfcamp formation at a depth of approximately 10,800' TVD and will be drilled horizontally to a Measured Depth of approximately 18,723'.
- **Spicy Chicken 23 26 Fed Com #702H:** to be drilled from a legal location with a proposed surface hole location of Section 23 of T20S-R32E at 200' FNL and 1,560' FEL and a proposed last take point and bottom hole location of Section 26 of T20S-R32E at 2,540' FNL and 1,650' FEL. The Well will have a targeted interval within the Wolfcamp formation at a depth of approximately 10,800' TVD and will be drilled horizontally to a Measured Depth of approximately 18,723'.
- **Spicy Chicken 23 26 Fed Com #751H:** to be drilled from a legal location with a proposed surface hole location of Section 23 of T20S-R32E at 200' FNL and 1,720' FWL and a proposed last take point and bottom hole location of Section 26 of T20S-R32E at 2,540' FNL and 990' FWL. The Well will have a targeted interval within the Wolfcamp formation at a depth of approximately 11,200' TVD and will be drilled horizontally to a Measured Depth of approximately 19,123'.
- **Spicy Chicken 23 26 Fed Com #752H:** to be drilled from a legal location with a proposed surface hole location of Section 23 of T20S-R32E at 200' FNL and 1,800' FWL and a proposed last take point and bottom hole location of Section 26 of T20S-R32E at 2,540' FNL and 2,310' FWL. The Well will have a targeted interval within the Wolfcamp formation at a depth of approximately 11,200' TVD and will be drilled horizontally to a Measured Depth of approximately 19,123'.
- **Spicy Chicken 23 26 Fed Com #753H:** to be drilled from a legal location with a proposed surface hole location of Section 23 of T20S-R32E at 200' FNL and 1,580' FEL and a proposed last take point and bottom hole location of Section 26 of T20S-R32E at 2,540' FNL and 1,650' FEL. The Well will have a targeted interval within the Wolfcamp formation at a depth of approximately 11,200' TVD and will be drilled horizontally to a Measured Depth of approximately 19,123'.
- **Spicy Chicken 23 26 Fed Com #754H:** to be drilled from a legal location with a proposed surface hole location of Section 23 of T20S-R32E at 200' FNL and 1,520' FEL and a proposed last take point and bottom hole location of Section 26 of T20S-R32E at 2,540' FNL and 330' FEL. The Well will have a targeted interval



within the Wolfcamp formation at a depth of approximately 11,200' TVD and will be drilled horizontally to a Measured Depth of approximately 19,123'.

- **Spicy Chicken 23 26 Fed Com #801H:** to be drilled from a legal location with a proposed surface hole location of Section 23 of T20S-R32E at 200' FNL and 1,700' FWL and a proposed last take point and bottom hole location of Section 26 of T20S-R32E at 2,540' FNL and 990' FWL. The Well will have a targeted interval within the Wolfcamp formation at a depth of approximately 11,700' TVD and will be drilled horizontally to a Measured Depth of approximately 19,623'.
- **Spicy Chicken 23 26 Fed Com #802H:** to be drilled from a legal location with a proposed surface hole location of Section 23 of T20S-R32E at 200' FNL and 1,780' FWL and a proposed last take point and bottom hole location of Section 26 of T20S-R32E at 2,540' FNL and 2,310' FWL. The Well will have a targeted interval within the Wolfcamp formation at a depth of approximately 11,700' TVD and will be drilled horizontally to a Measured Depth of approximately 19,623'.
- **Spicy Chicken 23 26 Fed Com #803H:** to be drilled from a legal location with a proposed surface hole location of Section 23 of T20S-R32E at 200' FNL and 1,600' FEL and a proposed last take point and bottom hole location of Section 26 of T20S-R32E at 2,540' FNL and 1,650' FEL. The Well will have a targeted interval within the Wolfcamp formation at a depth of approximately 11,700' TVD and will be drilled horizontally to a Measured Depth of approximately 19,623'.
- **Spicy Chicken 23 26 Fed Com #804H:** to be drilled from a legal location with a proposed surface hole location of Section 23 of T20S-R32E at 200' FNL and 1,500' FEL and a proposed last take point and bottom hole location of Section 26 of T20S-R32E at 2,540' FNL and 330' FEL. The Well will have a targeted interval within the Wolfcamp formation at a depth of approximately 11,700' TVD and will be drilled horizontally to a Measured Depth of approximately 19,623'.

Avant reserves the right to modify the locations and drilling plans described above to address topography, cultural or environmental concerns, among other reasons.

Avant is proposing to drill the proposed wells under the terms of a modified 1989 AAPL form of Operating Agreement ("JOA") with the below general provisions, which will be provided at a later date.

- 100%/300%/300% non-consent penalty
- \$10,000/\$1000 drilling and producing monthly overhead rates
- Contract Area of All of Section 23 and N2 of Section 26, Township 20 South, Range 32
 - Less and except the Second Bone Spring Sand is defined as the depths between the stratigraphic equivalent intervals of 9,519' TVD and 10,172' TVD based upon the Gamma Ray Log of the Sam H Snoddy Federal #1 (API: 30025278120000) located in Section 26 of T20S R32E.
- Avant Operating II, LLC named as Operator
- This proposed Operating Agreement will supersede any and all existing Operating Agreements as to all depths on all horizontal wells drilled after the effective date of the JOA.



If your election is to participate in the drilling and completion of the wells, please sign and return a copy of the enclosed AFEs within thirty (30) days of receipt of this notice. Please be aware that the enclosed AFEs are only an estimate of costs to be incurred and by electing to participate in the wells, each working interest owner shall be responsible for its proportionate share of all costs incurred.

If we do not reach an agreement within thirty (30) days of receipt of these well proposals, Avant will file an application(s) with the New Mexico Oil Conservation Division to compulsory pool your interest into a spacing unit(s) for the proposed wells to promote the development of these lands.

Should you have any questions, please feel free to contact me at tiffany@avantnr.com or 720-746-5048.

Sincerely,

Tiffany Sarantinos
Senior Landman
Enclosures

Chief Capital (O&G) II, LLC hereby elects to:

_____ Participate for its proportionate share of the costs detailed in the enclosed AFE associated with Avant Operating II, LLC's **Spicy Chicken 23 26 Fed Com #201H** well.

_____ Not to participate in **Spicy Chicken 23 26 Fed Com #201H** well.

_____ Participate for its proportionate share of the costs detailed in the enclosed AFE associated with Avant Operating II, LLC's **Spicy Chicken 23 26 Fed Com #202H** well.

_____ Not to participate in **Spicy Chicken 23 26 Fed Com #202H** well.

_____ Participate for its proportionate share of the costs detailed in the enclosed AFE associated with Avant Operating II, LLC's **Spicy Chicken 23 26 Fed Com #203H** well.

_____ Not to participate in **Spicy Chicken 23 26 Fed Com #203H** well.

_____ Participate for its proportionate share of the costs detailed in the enclosed AFE associated with Avant Operating II, LLC's **Spicy Chicken 23 26 Fed Com #204H** well.

_____ Not to participate in **Spicy Chicken 23 26 Fed Com #204H** well.



_____ Participate for its proportionate share of the costs detailed in the enclosed AFE associated with Avant Operating II, LLC's **Spicy Chicken 23 26 Fed Com #205H** well.
_____ Not to participate in **Spicy Chicken 23 26 Fed Com #205H** well.

_____ Participate for its proportionate share of the costs detailed in the enclosed AFE associated with Avant Operating II, LLC's **Spicy Chicken 23 26 Fed Com #301H** well.
_____ Not to participate in **Spicy Chicken 23 26 Fed Com #301H** well.

_____ Participate for its proportionate share of the costs detailed in the enclosed AFE associated with Avant Operating II, LLC's **Spicy Chicken 23 26 Fed Com #302H** well.
_____ Not to participate in **Spicy Chicken 23 26 Fed Com #302H** well.

_____ Participate for its proportionate share of the costs detailed in the enclosed AFE associated with Avant Operating II, LLC's **Spicy Chicken 23 26 Fed Com #303H** well.
_____ Not to participate in **Spicy Chicken 23 26 Fed Com #303H** well.

_____ Participate for its proportionate share of the costs detailed in the enclosed AFE associated with Avant Operating II, LLC's **Spicy Chicken 23 26 Fed Com #304H** well.
_____ Not to participate in **Spicy Chicken 23 26 Fed Com #304H** well.

_____ Participate for its proportionate share of the costs detailed in the enclosed AFE associated with Avant Operating II, LLC's **Spicy Chicken 23 26 Fed Com #305H** well.
_____ Not to participate in **Spicy Chicken 23 26 Fed Com #305H** well.

_____ Participate for its proportionate share of the costs detailed in the enclosed AFE associated with Avant Operating II, LLC's **Spicy Chicken 23 26 Fed Com #601H** well.
_____ Not to participate in **Spicy Chicken 23 26 Fed Com #601H** well.

_____ Participate for its proportionate share of the costs detailed in the enclosed AFE associated with Avant Operating II, LLC's **Spicy Chicken 23 26 Fed Com #602H** well.
_____ Not to participate in **Spicy Chicken 23 26 Fed Com #602H** well.

_____ Participate for its proportionate share of the costs detailed in the enclosed AFE associated with Avant Operating II, LLC's **Spicy Chicken 23 26 Fed Com #603H** well.
_____ Not to participate in **Spicy Chicken 23 26 Fed Com #603H** well.

_____ Participate for its proportionate share of the costs detailed in the enclosed AFE associated with Avant Operating II, LLC's **Spicy Chicken 23 26 Fed Com #701H** well.
_____ Not to participate in **Spicy Chicken 23 26 Fed Com #701H** well.

_____ Participate for its proportionate share of the costs detailed in the enclosed AFE associated with Avant Operating II, LLC's **Spicy Chicken 23 26 Fed Com #702H** well.
_____ Not to participate in **Spicy Chicken 23 26 Fed Com #702H** well.

_____ Participate for its proportionate share of the costs detailed in the enclosed AFE associated with Avant Operating II, LLC's **Spicy Chicken 23 26 Fed Com #751H** well.
_____ Not to participate in **Spicy Chicken 23 26 Fed Com #751H** well.



_____ Participate for its proportionate share of the costs detailed in the enclosed AFE associated with Avant Operating II, LLC's **Spicy Chicken 23 26 Fed Com #752H** well.

_____ Not to participate in **Spicy Chicken 23 26 Fed Com #752H** well.

_____ Participate for its proportionate share of the costs detailed in the enclosed AFE associated with Avant Operating II, LLC's **Spicy Chicken 23 26 Fed Com #753H** well.

_____ Not to participate in **Spicy Chicken 23 26 Fed Com #753H** well.

_____ Participate for its proportionate share of the costs detailed in the enclosed AFE associated with Avant Operating II, LLC's **Spicy Chicken 23 26 Fed Com #754H** well.

_____ Not to participate in **Spicy Chicken 23 26 Fed Com #754H** well.

_____ Participate for its proportionate share of the costs detailed in the enclosed AFE associated with Avant Operating II, LLC's **Spicy Chicken 23 26 Fed Com #801H** well.

_____ Not to participate in **Spicy Chicken 23 26 Fed Com #801H** well.

_____ Participate for its proportionate share of the costs detailed in the enclosed AFE associated with Avant Operating II, LLC's **Spicy Chicken 23 26 Fed Com #802H** well.

_____ Not to participate in **Spicy Chicken 23 26 Fed Com #802H** well.

_____ Participate for its proportionate share of the costs detailed in the enclosed AFE associated with Avant Operating II, LLC's **Spicy Chicken 23 26 Fed Com #803H** well.

_____ Not to participate in **Spicy Chicken 23 26 Fed Com #803H** well.

_____ Participate for its proportionate share of the costs detailed in the enclosed AFE associated with Avant Operating II, LLC's **Spicy Chicken 23 26 Fed Com #804H** well.

_____ Not to participate in **Spicy Chicken 23 26 Fed Com #804H** well.

CHIEF CAPITAL (O&G) II, LLC

By: _____

Printed Name: _____

Title: _____

Date: _____



November 5, 2025

Chief Capital (O&G) II, LLC

8111 Westchester Drive, Suite #900
Dallas, TX 75225

RE: Updated Planned Development
Spicy Chicken 23 Fed Com #501H, #502H, #503H, 504H and #505H
All of Section 23, Township 20 South, Range 32 East
Lea County, New Mexico

Ladies and Gentlemen:

AO II Permian, LLC, through its operating affiliate, Avant Operating II, LLC ("Avant") hereby proposes to drill and complete the Spicy Chicken 23 Fed Com #501H – #505H wells in All of Section 23, Township 20 South, Range 32 East, Lea County, New Mexico, to test the Second Bone Spring Sand Formation.

This letter serves as an update to the proposal originally distributed under Avant's letter dated September 29, 2025. There have been no substantial changes to the previously proposed development plan. The minor adjustments reflected in this updated version, highlighted in yellow throughout the enclosed letter, primarily consist of operational refinements to well designations made in coordination with our technical and regulatory teams. These updates do not alter the overall development concept, or proposed formations as originally presented.

As before, the enclosed materials include updated Authorities for Expenditure ("AFEs") dated November 4, 2025. Please note that these AFEs reflect no cost adjustments from October 1, 2025 versions previously distributed. The drilling, completion and facility costs remain unchanged. They are being provided for your convenience, should you wish to rely on the most current dated version in lieu of the October AFEs.

All other terms, including the proposed use of the modified 1989 AAPL form of Operating Agreement ("JOA") and the previously outlined participation election process, remain unchanged from the September 29 submittal.

- **Spicy Chicken 23 Fed Com #501H:** to be drilled from a legal location with a proposed surface hole location of Section 23 of T20S-R32E at 350' FNL and 1,710' FWL and a proposed last take point and **bottom hole location of Section 23 of T20S-R32E at 100' FSL and 330' FWL**. The Well will have a targeted interval within the Bone Spring formation at a depth of approximately 9,700' TVD and will be drilled horizontally to a Measured Depth of approximately 15,123'.
- **Spicy Chicken 23 Fed Com #502H:** to be drilled from a legal location with a proposed surface hole location of Section 23 of T20S-R32E at 350' FNL and 1,810' FWL and a proposed last take point and **bottom hole location of Section 23 of T20S-R32E at 100' FSL and 1,485' FWL**. The Well will have a targeted interval within the Bone Spring formation at a depth of approximately 9,700' TVD and will be drilled horizontally to a Measured Depth of approximately 15,123'.
- **Spicy Chicken 23 Fed Com #503H:** to be drilled from a legal location with a proposed surface hole location of Section 23 of T20S-R32E at 350' FNL and 1,540' FEL and a proposed last take point and **bottom hole location of Section 23 of T20S-R32E at 100' FSL and 2,640' FWL**. The Well will have a targeted interval within the Bone Spring formation at a depth of approximately 9,700' TVD and will be drilled horizontally to a Measured Depth of approximately 15,123'.

Avant Operating II, LLC | 1515 Wynkoop Street, Suite #700 | Land Department | Denver, CO 80202



- **Spicy Chicken 23 Fed Com #504H:** to be drilled from a legal location with a proposed surface hole location of Section 23 of T20S-R32E at 350' FNL and 1,460' FEL and a proposed last take point and bottom hole location of Section 23 of T20S-R32E at 100' FSL and 1,485' FEL. The Well will have a targeted interval within the Bone Spring formation at a depth of approximately 9,700' TVD and will be drilled horizontally to a Measured Depth of approximately 15,123'.
- **Spicy Chicken 23 Fed Com #505H:** to be drilled from a legal location with a proposed surface hole location of Section 23 of T20S-R32E at 350' FNL and 1,420' FEL and a proposed last take point and bottom hole location of Section 23 of T20S-R32E at 100' FSL and 330' FEL. The Well will have a targeted interval within the Bone Spring formation at a depth of approximately 9,700' TVD and will be drilled horizontally to a Measured Depth of approximately 15,123'.

Avant reserves the right to modify the locations and drilling plans described above to address topography, cultural or environmental concerns, among other reasons.

Avant is proposing to drill the proposed wells under the terms of a modified 1989 AAPL form of Operating Agreement ("JOA") with the below general provisions, which will be provided at a later date.

- 100%/300%/300% non-consent penalty
- \$10,000/\$1000 drilling and producing monthly overhead rates
- Contract Area of All of Section 23, Township 20 South, Range 32
 - Covering only the Second Bone Spring Sand is defined as the depths between the stratigraphic equivalent intervals of **9,519' TVD and 10,172' TVD** based upon the Gamma Ray Log of the Sam H Snoddy Federal #1 (API: 30025278120000) located in Section 26 of T20S R32E.
- Avant Operating II, LLC named as Operator
- This proposed Operating Agreement will supersede any and all existing Operating Agreements as to all depths on all horizontal wells drilled after the effective date of the JOA.

If your election is to participate in the drilling and completion of the wells, please sign and return a copy of the enclosed AFEs within thirty (30) days of receipt of this notice. Please be aware that the enclosed AFEs are only an estimate of costs to be incurred and by electing to participate in the wells, each working interest owner shall be responsible for its proportionate share of all costs incurred.

If we do not reach an agreement within thirty (30) days of receipt of these well proposals, Avant will file an application(s) with the New Mexico Oil Conservation Division to compulsory pool your interest into a spacing unit(s) for the proposed wells to promote the development of these lands.

Should you have any questions, please feel free to contact me at tiffany@avantnr.com or 720-746-5048.

Sincerely,

A handwritten signature in blue ink that reads "Tiffany Sarantinos". The signature is written in a cursive, flowing style.

Tiffany Sarantinos
Senior Landman



Enclosures

Chief Capital (O&G) II, LLC elects to:

_____ Participate for its proportionate share of the costs detailed in the enclosed AFE associated with Avant Operating II, LLC's **Spicy Chicken 23 Fed Com #501H** well.

_____ Not to participate in **Spicy Chicken 23 Fed Com #501H** well.

_____ Participate for its proportionate share of the costs detailed in the enclosed AFE associated with Avant Operating II, LLC's **Spicy Chicken 23 Fed Com #502H** well.

_____ Not to participate in **Spicy Chicken 23 Fed Com #502H** well.

_____ Participate for its proportionate share of the costs detailed in the enclosed AFE associated with Avant Operating II, LLC's **Spicy Chicken 23 Fed Com #503H** well.

_____ Not to participate in **Spicy Chicken 23 Fed Com #503H** well.

_____ Participate for its proportionate share of the costs detailed in the enclosed AFE associated with Avant Operating II, LLC's **Spicy Chicken 23 Fed Com #504H** well.

_____ Not to participate in **Spicy Chicken 23 Fed Com #504H** well.

_____ Participate for its proportionate share of the costs detailed in the enclosed AFE associated with Avant Operating II, LLC's **Spicy Chicken 23 Fed Com #505H** well.

_____ Not to participate in **Spicy Chicken 23 Fed Com #505H** well.

CHIEF CAPITAL (O&G) II, LLC

By: _____

Printed Name: _____

Title: _____

Date: _____

Committed/Uncommitted Exhibit

Spicy Chicken 23 26 Fed Com #201H - #205H, #301H - #305H, #601H - #603H, #701H - #702H, #751H - #754H
 Spicy Chicken 23 Fed Com #501H - #505H



Owner Name	Owner Type (WIO/UMI/ORRI)	Ownership Status (Committed/Uncommitted)	Commitment Type (JOA, Letter of Support, Etc.)	Date of Hearing Notice Letter	Date of Publication	Exhibit
AVANT OPERATING II, LLC	WIO	OPERATOR	OPERATOR	2/17/2026	2/22/2026	C
Diaga Mineral Group	WIO	Committed	JOA	2/17/2026	2/22/2026	
Andrew H. Jackson	WIO	Uncommitted	N/A	2/17/2026	2/22/2026	
Chief Capital (O&G) II LLC	WIO	Committed	JOA	2/17/2026	2/22/2026	
WR Non-Op LLC	WIO	Uncommitted	N/A	2/17/2026	2/22/2026	
Trainer Partners Ltd	WIO	Uncommitted	N/A	2/17/2026	2/22/2026	
Earthstone Permian LLC	WIO	Uncommitted	N/A	2/17/2026	2/22/2026	
TD Minerals, LLC	WIO	Committed	JOA	2/17/2026	2/22/2026	
Earthstone Permian LLC	WIO	Uncommitted	N/A	2/17/2026	2/22/2026	
Petrolux, Inc.	WIO	Committed - Under Contract	JOA	2/17/2026	2/22/2026	
MRC Permian Company	WIO	Uncommitted	N/A	2/17/2026	2/22/2026	
Marie I. Baetz, Trustee of the Marie I. Baetz Family 2012 Trust	ORRI	Uncommitted	N/A	2/17/2026	2/22/2026	
Barbara Shelby Baetz Shipper a/k/a Barbara B. Shipper	ORRI	Uncommitted	N/A	2/17/2026	2/22/2026	
CSC3 Holdings, Ltd.	ORRI	Uncommitted	N/A	2/17/2026	2/22/2026	
Trainer Partners LTD.	ORRI	Uncommitted	N/A	2/17/2026	2/22/2026	
Earthstone Permian LLC	ORRI	Uncommitted	N/A	2/17/2026	2/22/2026	
SITL Energy, LLC	ORRI	Uncommitted	N/A	2/17/2026	2/22/2026	
Ventura Oil & Gas, LLC	ORRI	Uncommitted	N/A	2/17/2026	2/22/2026	
PBC Resources, LLC	ORRI	Uncommitted	N/A	2/17/2026	2/22/2026	
TD Minerals, LLC	ORRI	Uncommitted	N/A	2/17/2026	2/22/2026	
Blue Star Royalty, LLC	ORRI	Uncommitted	N/A	2/17/2026	2/22/2026	
AO II Permian, LLC	ORRI	Uncommitted	N/A	2/17/2026	2/22/2026	
Earthstone Permian LLC	ORRI	Uncommitted	N/A	2/17/2026	2/22/2026	
Brigham Royalties Fund I Holdco, LLC	ORRI	Uncommitted	N/A	2/17/2026	2/22/2026	
John R. Lewis	ORRI	Uncommitted	N/A	2/17/2026	2/22/2026	
WRH I, LP	ORRI	Uncommitted	N/A	2/17/2026	2/22/2026	
Kimbell Royalty Holdings, LLC	ORRI	Uncommitted	N/A	2/17/2026	2/22/2026	
David Charles Lougee, Kipp Lougee Frederiksen and Fred Frederiksen, Trustees of the Lougee Oil & Gas Trust	ORRI	Uncommitted	N/A	2/17/2026	2/22/2026	



AO II

Case No. 25827, 25829, 25831, 2583

Exhibit A 25

Committed/Uncommitted Exhibit

Spicy Chicken 23 26 Fed Com #201H - #205H, #301H - #305H, #601H - #603H, #701H - #702H, #751H - #754H
 Spicy Chicken 23 Fed Com #501H - #505H



Owner Name	Owner Type (WIO/UMI/ORRI)	Ownership Status (Committed/Uncommitted)	Commitment Type (JOA, Letter of Support, Etc.)	Date of Hearing Notice Letter	Date of Publication	Exhibit
Patricia Owens Preston, Trustee of the Charles Dean Preston Revocable Trust Dated August 4, 2011	ORRI	Uncommitted	N/A	2/17/2026	2/22/2026	
DNR Oil & Gas, Inc	ORRI	Uncommitted	N/A	2/17/2026	2/22/2026	
Sydney Investments LP	ORRI	Uncommitted	N/A	2/17/2026	2/22/2026	
Hidden Hills Minerals, LLC	ORRI	Uncommitted	N/A	2/17/2026	2/22/2026	
Topsey, LLC	ORRI	Uncommitted	N/A	2/17/2026	2/22/2026	
Hatch Royalty, LLC	ORRI	Uncommitted	N/A	2/17/2026	2/22/2026	
James C. Whitten, Trustee of the Whitten Management Trust	ORRI	Uncommitted	N/A	2/17/2026	2/22/2026	
Brigham Royalties Fund I Holdco, LLC	ORRI	Uncommitted	N/A	2/17/2026	2/22/2026	
Milestone Oil, LLC	ORRI	Uncommitted	N/A	2/17/2026	2/22/2026	
Mustang Mud, Inc	ORRI	Uncommitted	N/A	2/17/2026	2/22/2026	
Lario Oil & Gas Company	ORRI	Uncommitted	N/A	2/17/2026	2/22/2026	
Harken Exploration Company	ORRI	Uncommitted	N/A	2/17/2026	2/22/2026	
Mark B. Murphy, Trustee of the Mark B. Murphy Irrevocable Trust, UTA dated December 12, 2012	ORRI	Uncommitted	N/A	2/17/2026	2/22/2026	
Susan S. Murphy, Trustee of the Susan S. Murphy Marital Trust, UTA dated November 12, 2012	ORRI	Uncommitted	N/A	2/17/2026	2/22/2026	
Robin L. Morgan, a widow	ORRI	Uncommitted	N/A	2/17/2026	2/22/2026	
Hutchings Oil Company	ORRI	Uncommitted	N/A	2/17/2026	2/22/2026	



AO II

Case No. 25827, 25829, 25831, 2583

Exhibit A 25 (cont)

AVANT OPERATING II, | 24
LLC

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

**APPLICATION OF AVANT OPERATING II, LLC
FOR APPROVAL OF A NON-STANDARD UNIT,
COMPULSORY POOLING, AND,
TO THE EXTENT NECESSARY, APPROVAL
OF AN OVERLAPPING SPACING UNIT
LEA COUNTY, NEW MEXICO**

CASE NO. 25827, 25829, 25831

**APPLICATION OF AVANT OPERATING II, LLC
FOR APPROVAL OF A NON-STANDARD UNIT
AND COMPULSORY POOLING,
LEA COUNTY, NEW MEXICO.**

CASE NO. 25832

SELF-AFFIRMED STATEMENT OF JOHN HARPER

John Harper hereby states and declares as follows:

1. I am over the age of 18, I am a geologist for Avant Operating II, LLC (“AO II”), and have personal knowledge of the matters stated herein. I have previously testified before the Oil Conservation Division (“Division”) and my credentials as an expert petroleum geologist were accepted by the Division as a matter of record.

2. My area of responsibility at AO II includes the area of Lea County in New Mexico.

3. I am familiar with the applications AO II filed in Case Nos. 25827, 25829, 25831, and 25832. I am also familiar with the applications filed by Permian Resources (“Permian”) in Case Nos. 25833-25845. I am familiar with the geology matters involved in these cases.

4. I conducted a geological study of the Bone Spring and Wolfcamp formations underlying AO II’s Spicy Chicken Fed Com Development Area (“Spicy Chicken Development Area”).

EXHIBIT B

5. **Exhibit B.1** is a locator map, which identifies the general location of the Spicy Chicken Development Area within the Permian Basin.

6. **Exhibit B.2** is a wellbore schematic showing AO II's Spicy Chicken development plan. AO II has filed a motion to dismiss the Spicy Chicken 23 26 Fed Com 800 series wells from Case No. 25832; however, they are shown on this exhibit to illustrate AO II's full development plan.

7. **Exhibit B.3** provides more detail on each of the pooling cases AO II has filed.

8. As shown on Exhibit B.3, there are existing Second Bone Spring wells in Section 26. For this reason, AO II is seeking to pool three separate Bone Spring Units as follows:

- An Avalon/First Bone Spring horizontal spacing unit defined as the stratigraphic equivalent of 7,894' to 9,221' found on the gamma ray log of the Sam H Snoddy Federal #1 (30-025-27812);
- A Second Bone Spring horizontal spacing unit defined as the stratigraphic equivalent of 9,519' to 10,172' found on the gamma ray log of the Sam H Snoddy Federal #1 (30-025-27812); and
- A Third Bone Spring horizontal spacing unit defined as the stratigraphic equivalent of 10,172' to 10,971' found on the gamma ray log of the Sam H Snoddy Federal #1 (30-025-27812).

9. **Exhibit B.4** compares and contrasts AO II's Spicy Chicken Development Plan with Permian's Spicy Chicken Development Plan as laid out in each party's applications. As this exhibit demonstrates, AO II is targeting more wells and more benches than Permian. Specifically, AO II is targeting the Avalon, which Permian's applications do not include, and AO II is targeting the Lower Wolfcamp, which Permian is not in its applications.

10. **Exhibit B.5** is a cross-section reference map that identifies three wells in the vicinity of the proposed wells, shown by a line of cross-section running from A to A'.

AVALON/FIRST BONE SPRING GEOLOGY STUDY—CASE NO. 25827

11. **Exhibit B.6** is a structure map of the top of the First Bone Spring formation. The proposed spacing unit is identified by a red box. The proposed Spicy Chicken 23 26 Fed Com Avalon/First Bone Spring wells are identified by the black-dashed lines. The contour interval used in this exhibit is 100 feet. This exhibit shows that the structure dips gently to the southeast.

12. **Exhibit B.7** is a stratigraphic cross-section, and the well logs shown on the cross-section give a representative sample of the Avalon in the area. The target zone for the Spicy Chicken Fed Com #201H to #205H is identified by a red-dashed line and a box identifying the wells. In my opinion, the Avalon is relatively consistent.

13. **Exhibit B.8** is a stratigraphic cross-section, and the well logs shown on the cross-section give a representative sample of the First Bone Spring in the area. The target zone for the Spicy Chicken Fed Com #301H to #305H is identified by a red-dashed line and a box identifying the wells. In my opinion, the First Bone Spring is relatively consistent.

SECOND BONE SPRING GEOLOGY STUDY—CASE NO. 25829

14. **Exhibit B.9** is a structure map of the top of the Second Bone Spring formation. The proposed spacing unit is identified by a red box. The proposed Spicy Chicken 23 26 Fed Com Second Bone Spring wells are identified by the black-dashed lines. The contour interval used in this exhibit is 100 feet. This exhibit shows that the structure dips gently to the southeast.

15. **Exhibit B.10** is a stratigraphic cross-section, and the well logs shown on the cross-section give a representative sample of the Second Bone Spring in the area. The target zone for the

Spicy Chicken Fed Com #501H to #505H is identified by a red-dashed line and a box identifying the wells. In my opinion, the Second Bone Spring is relatively consistent.

THIRD BONE SPRING GEOLOGY STUDY—CASE NO. 25831

16. **Exhibit B.11** is a structure map of the top of the Third Bone Spring formation. The proposed spacing unit is identified by a red box. The proposed Spicy Chicken 23 26 Fed Com Third Bone Spring wells are identified by the black-dashed lines. The contour interval used in this exhibit is 100 feet. This exhibit shows that the structure dips gently to the southeast.

17. **Exhibit B.12** is a stratigraphic cross-section, and the well logs shown on the cross-section give a representative sample of the Third Bone Spring in the area. The target zone for the Spicy Chicken Fed Com #601H to #603H is identified by a red-dashed line and a box identifying the wells. In my opinion, the Third Bone Spring is relatively consistent.

WOLFCAMP GEOLOGY STUDY—CASE NO. 25832

18. **Exhibit B.13** is a structure map of the top of the Wolfcamp formation. The proposed spacing unit is identified by a red box. The proposed Spicy Chicken 23 26 Fed Com Wolfcamp wells are identified by the black-dashed lines. The contour interval used in this exhibit is 100 feet. This exhibit shows that the structure dips gently to the southeast.

19. **Exhibit B.14** is a stratigraphic cross-section, and the well logs shown on the cross-section give a representative sample of the Upper Wolfcamp in the area. The target zone for the Spicy Chicken Fed Com #701H to #702H is identified by a red-dashed line and a box identifying the wells. In my opinion, the Upper Wolfcamp is relatively consistent.

20. **Exhibit B.15** is a stratigraphic cross-section, and the well logs shown on the cross-section give a representative sample of the Lower Wolfcamp in the area. The target zone for the

Spicy Chicken Fed Com #751H to #754H is identified by a red-dashed line and a box identifying the wells. In my opinion, the Lower Wolfcamp is relatively consistent.

21. I conclude from the geology studies referenced above that:
 - a. The horizontal spacing units are justified from a geologic standpoint.
 - b. There are no structural impediments or faulting that will interfere with horizontal development.
 - c. Each quarter-quarter section in the proposed unit will contribute more or less equally to production.

22. The Avalon (targeted by AO II's Spicy Chicken 23 26 201-205H wells) is a prospective target interval that Permian Resources has chosen not to develop. We feel that this will leave significant reserves behind by neglecting to pursue this target interval in the near term.

23. The Lower Wolfcamp (targeted by AO II's Spicy Chicken 23 26 #751H to 754H wells) is a prospective target interval that Permian Resources has chosen not to develop. We feel that this will leave significant reserves behind by neglecting to pursue this target interval in the near term.

24. In my opinion, the preferred well orientation in this area is North South due to the S_{Hmax} direction.

25. The attachments to my self-affirmed statement were prepared by me or compiled under my direction or supervision.

26. I attest under penalty of perjury under the laws of the State of New Mexico that the information provided herein is true, correct and complete to the best of my knowledge and belief and I will adopt this testimony at the hearing in this matter.

[Signature page follows]

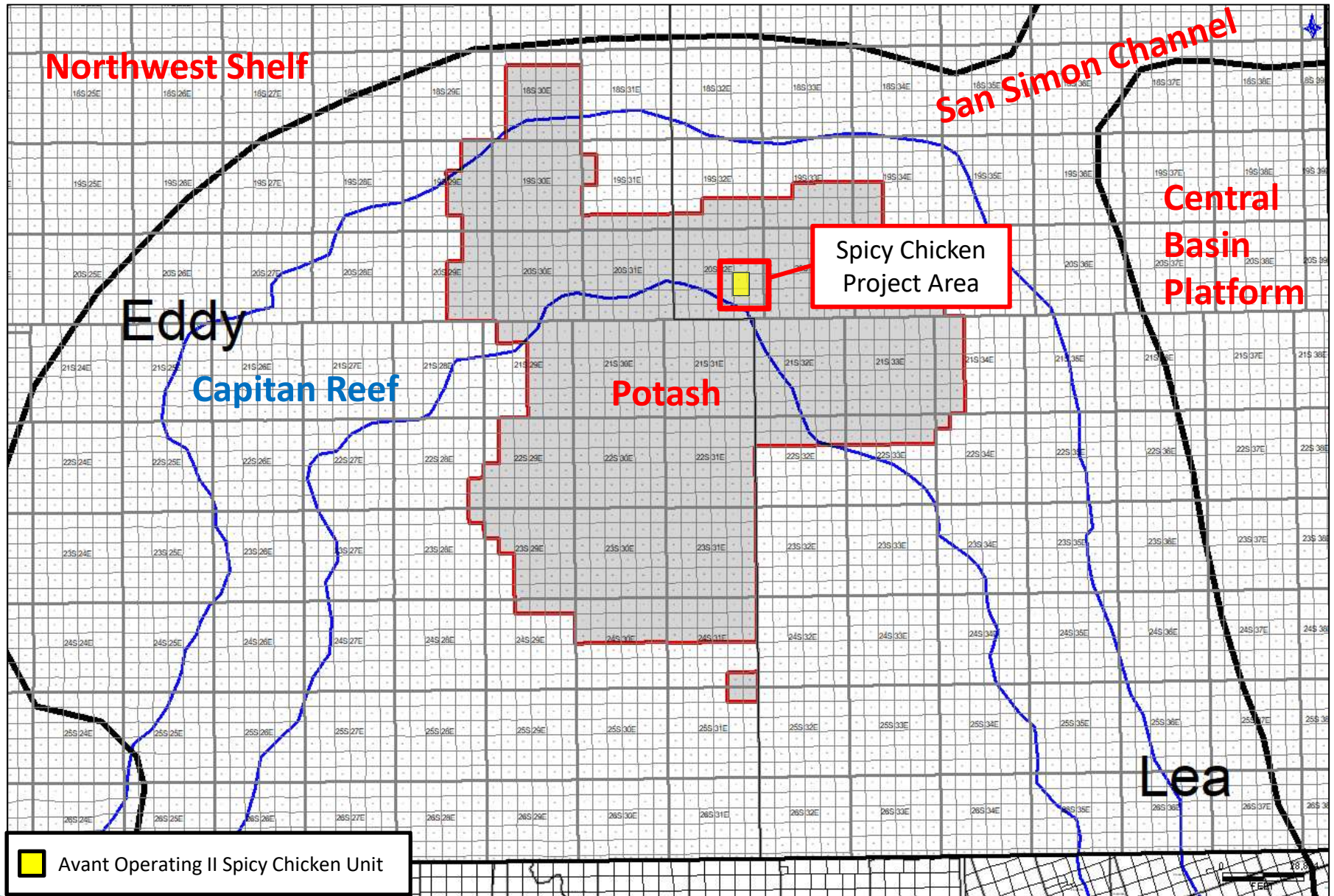
Dated: April 14th, 2026



John Harper

Regional Locator Map
Spicy Chicken 23 26 Fed Com
#201-205, 301-305, 501-505,
601-603, 701-702, 751-754H

Avant Operating II, LLC
Case Nos. 25827 / 25829 / 25831 / 25832
Exhibit B.1



Wellbore Schematic

Spicy Chicken 23 26 Fed Com
#201-205, 301-305, 501-505,
601-603, 701-702, 751-754H

Avant Operating II, LLC

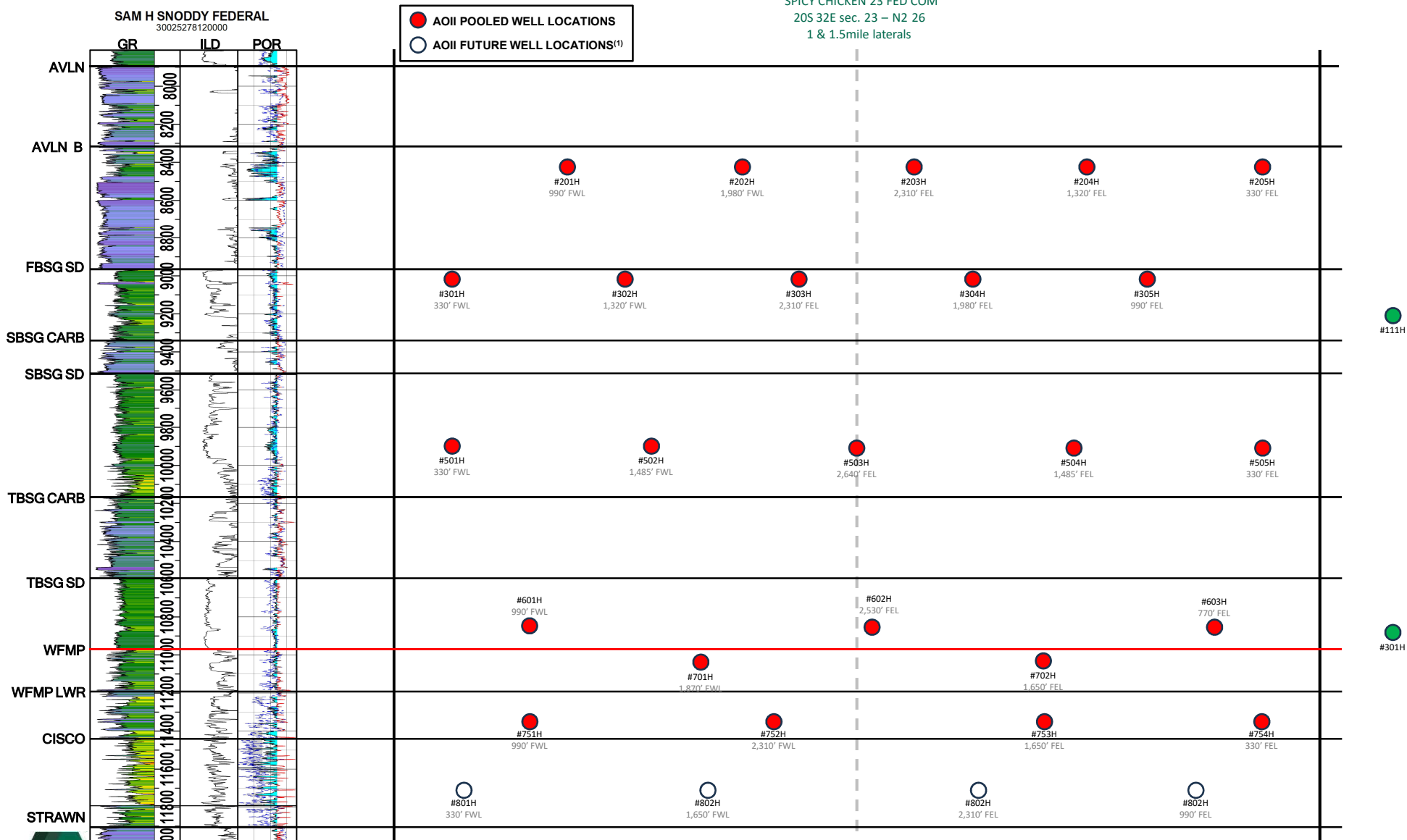
Case Nos. 25827 / 25829 / 25831 / 25832
Exhibit B.2



AVANT OPERATING II

SPICY CHICKEN 23 FED COM
20S 32E sec. 23 - N2 26
1 & 1.5 mile laterals

● AOII POOLED WELL LOCATIONS
○ AOII FUTURE WELL LOCATIONS⁽¹⁾



(1) Spicy Chicken 23 26 Fed Com 800's series wells pending dismissal from Case No. 25832 into correct pool code; however, they're included in the above exhibit for purposes of illustrating AOII's full Development Plan.

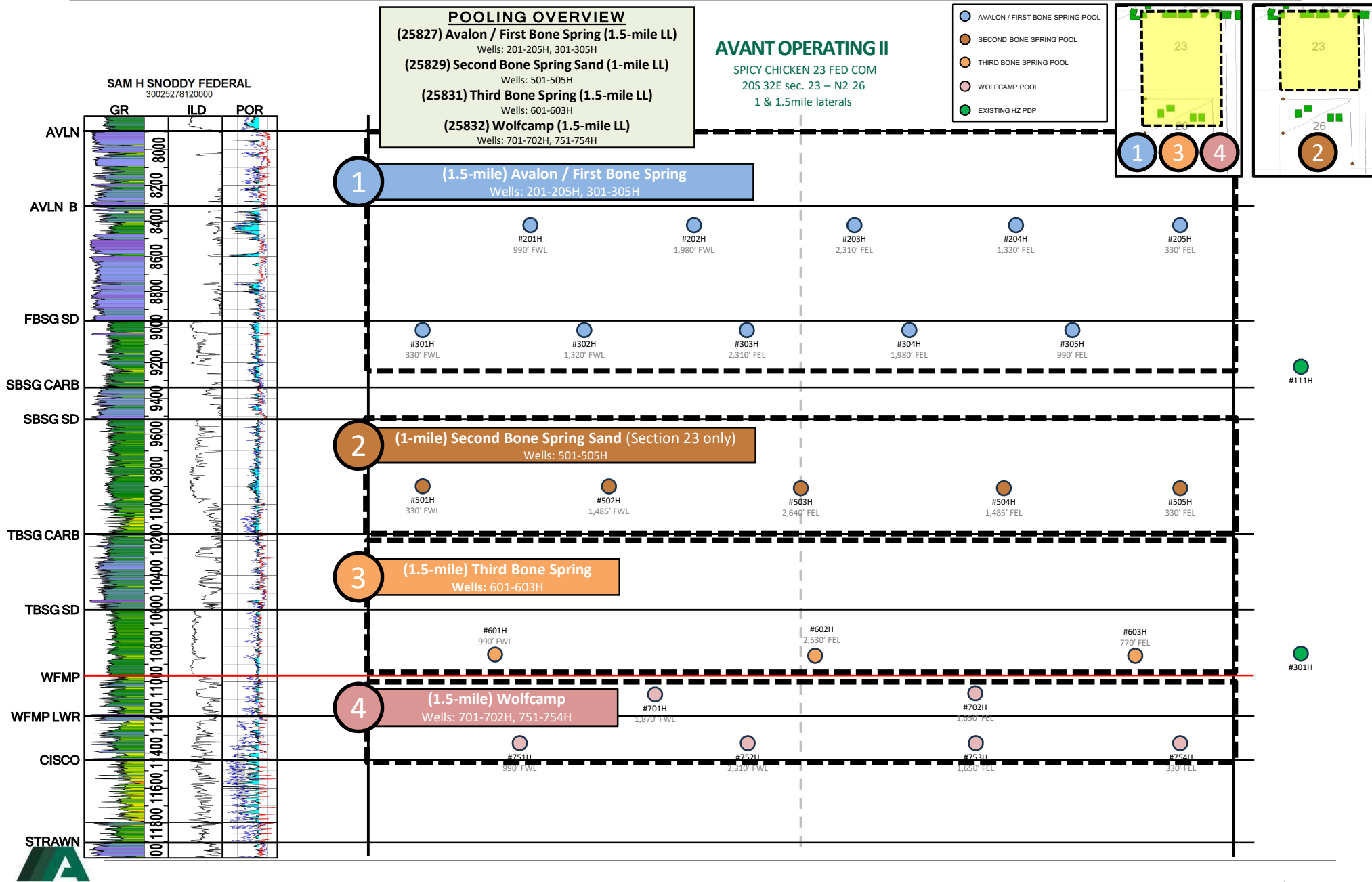
Wellbore Schematic

Spicy Chicken 23 26 Fed Com
#201-205, 301-305, 501-505,
601-603, 701-702, 751-754H

Avant Operating II, LLC

Case Nos. 25827 / 25829 / 25831 / 25832

Exhibit B.3



Development Plan Comparison

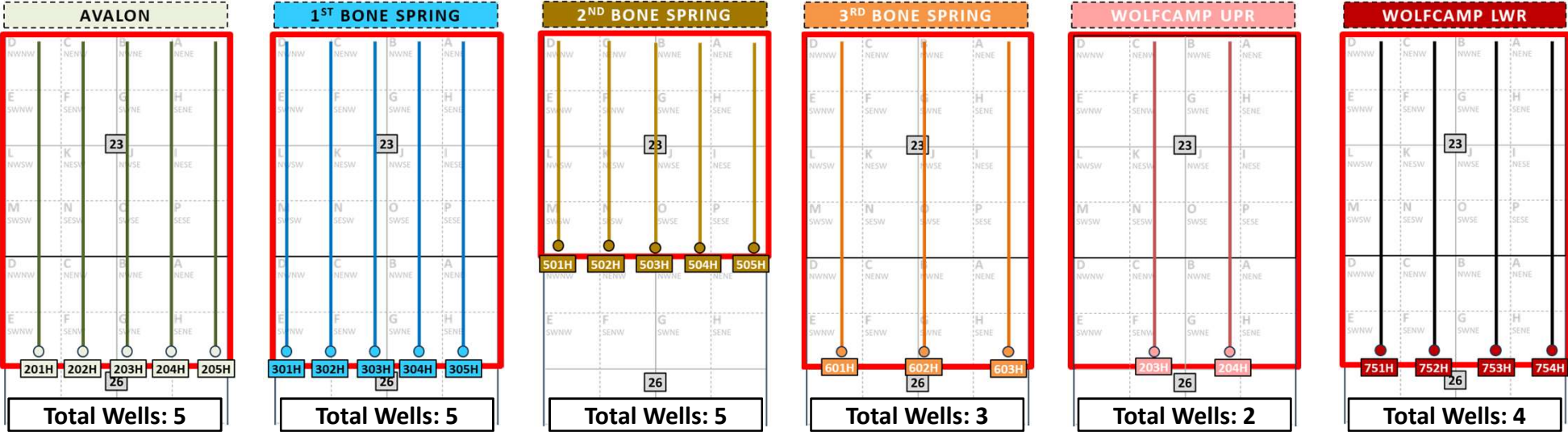
Spicy Chicken 23 26 Fed Com
AOII / Permian Resources

Avant Operating II, LLC

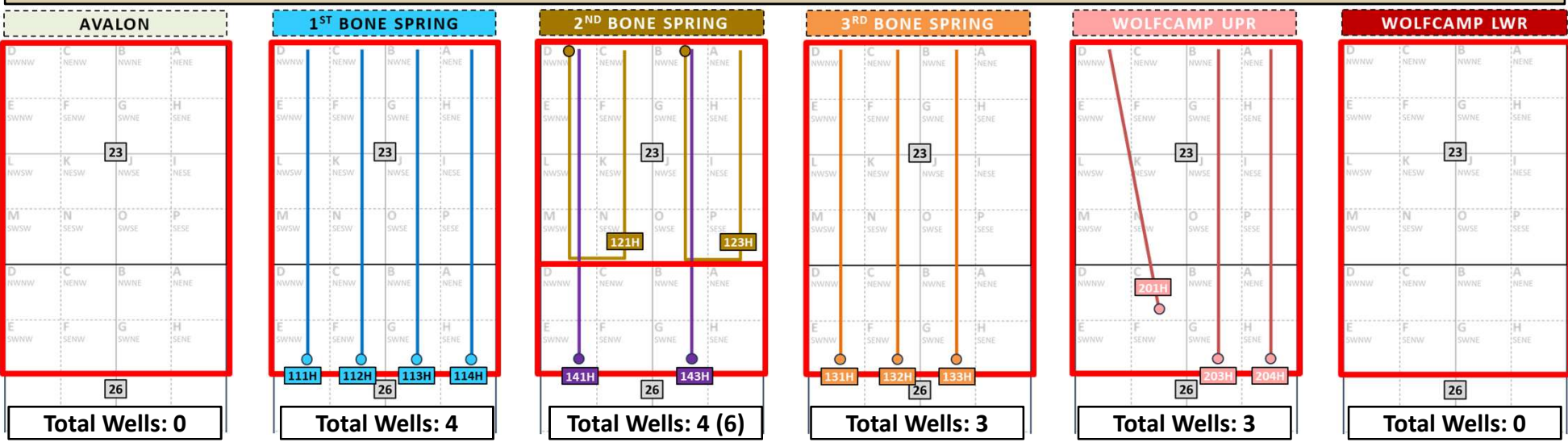
Case Nos. 25827 / 25829 / 25831 / 25832
Exhibit B.4



AVANT OPERATING II: POOLED WELLS BY FORMATION (24 TOTAL)



PERMIAN RESOURCES: POOLED WELLS BY FORMATION (16 TOTAL)⁽¹⁾



(1) Individual U-Turn Hz counted as 2 (2 U-turns = 4 wells)

Cross-Section Locator Map (A-A')

Spicy Chicken 23 26 Fed Com
#201-205, 301-305, 501-505,
601-603, 701-702, 751-754H

Avant Operating II, LLC

Case Nos. 25827 / 25829 / 25831 / 25832

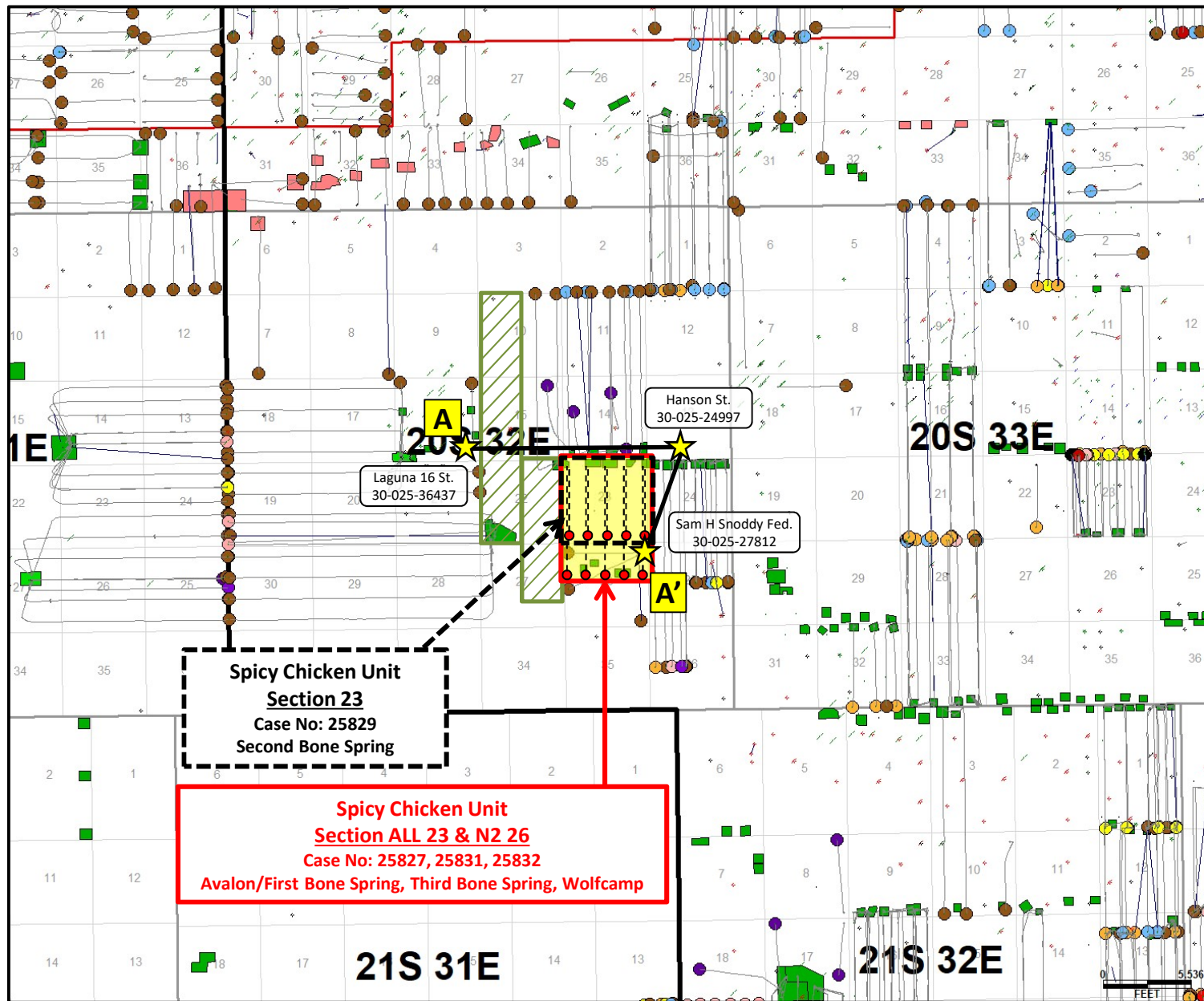
Exhibit B.5



LEGEND

- ★ Cross-Section Wells
- Approved Drill Island (All Depths)
- Approved Drill Island (Shallow Depths)
- Nominated Drill Island (All Depths)
- AOII Spicy Chicken DSU
Pools: Avalon/First Bone Spring, Third Bone Spring, Wolfcamp
- AOII Spicy Chicken Pool
Pool: Second Bone Spring
- Approved AOII Units
Triple Stamp 22 15 10 Fed Com
Thai Curry 22 27 Fed Com

SHL	SHL	Producing Hz Delaware Wells
BHL	BHL	
SHL	SHL	Producing Hz FBSG Wells
BHL	BHL	
SHL	SHL	Producing Hz TBSG Wells
BHL	BHL	
SHL	SHL	Producing Hz LWR WFMP Wells
BHL	BHL	



Top of First Bone Spring Sand Structure Map (TVDS)' Spicy Chicken 23 26 Fed Com #201-205, 301-305H

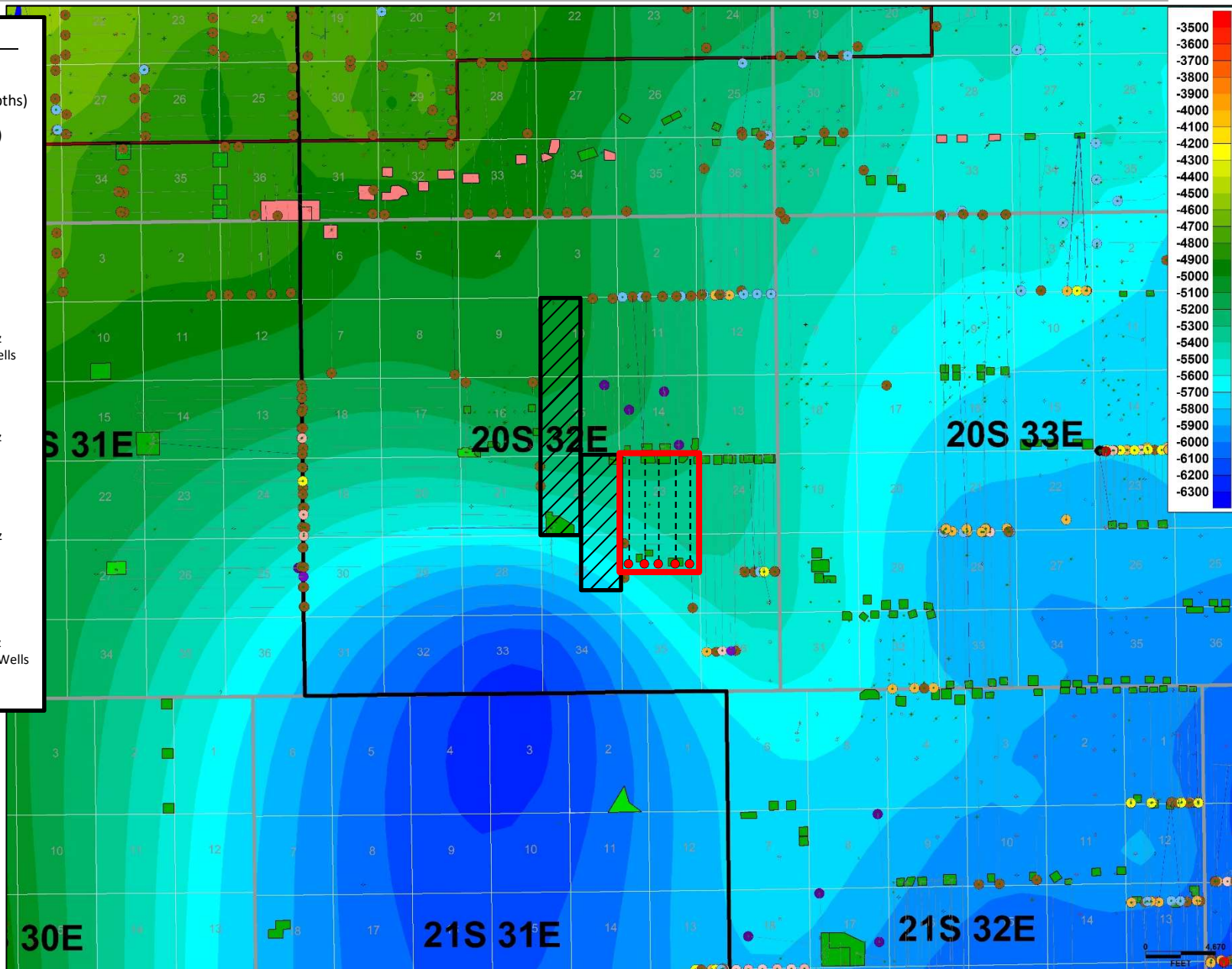
Avant Operating II, LLC Case Nos. 25827 / 25829 / 25831 / 25832 Exhibit B.6



LEGEND

- Approved Drill Island (All Depths)
- Approved Drill Island (Shallow Depths)
- Nominated Drill Island (All Depths)
- AOII Spicy Chicken DSU
Pools: Avalon/First Bone Spring, Third Bone Spring, Wolfcamp
- Approved AOII Units
Triple Stamp 22 15 10 Fed Com
Thai Curry 22 27 Fed Com

SHL BHL	Proposed Hz Wells	SHL BHL	Producing Hz Delaware Wells
SHL BHL	Producing Hz AVLN Wells	SHL BHL	Producing Hz FBSG Wells
SHL BHL	Producing Hz SBSG Shale / Sand Wells	SHL BHL	Producing Hz TBSG Wells
SHL BHL	Producing Hz UPR WFMP Wells	SHL BHL	Producing Hz LWR WFMP Wells

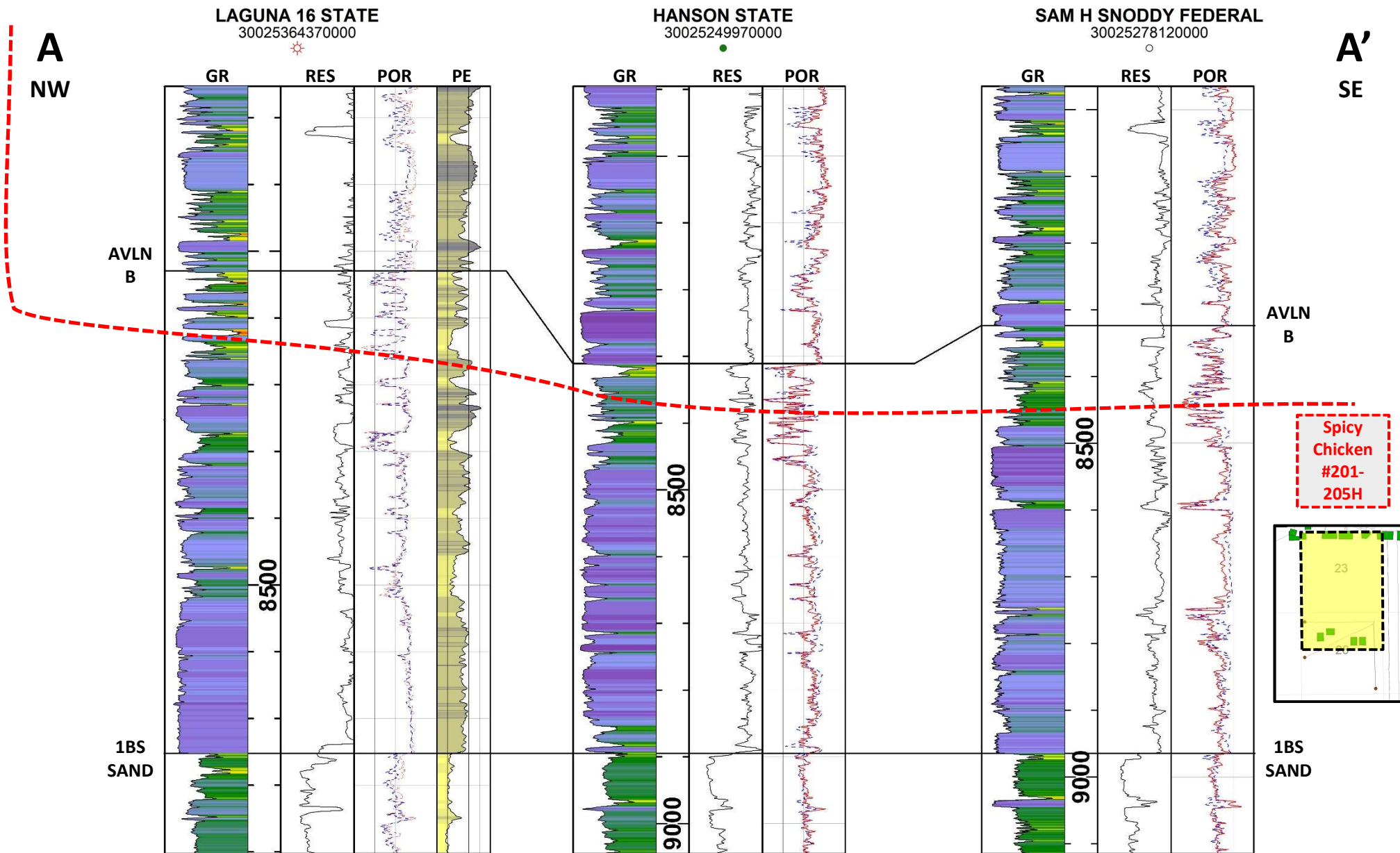


Stratigraphic Cross-Section A-A'

Spicy Chicken 23 26 Fed Com
#201-205H

Avant Operating II, LLC

Case Nos. 25827 / 25829 / 25831 / 25832
Exhibit B.7



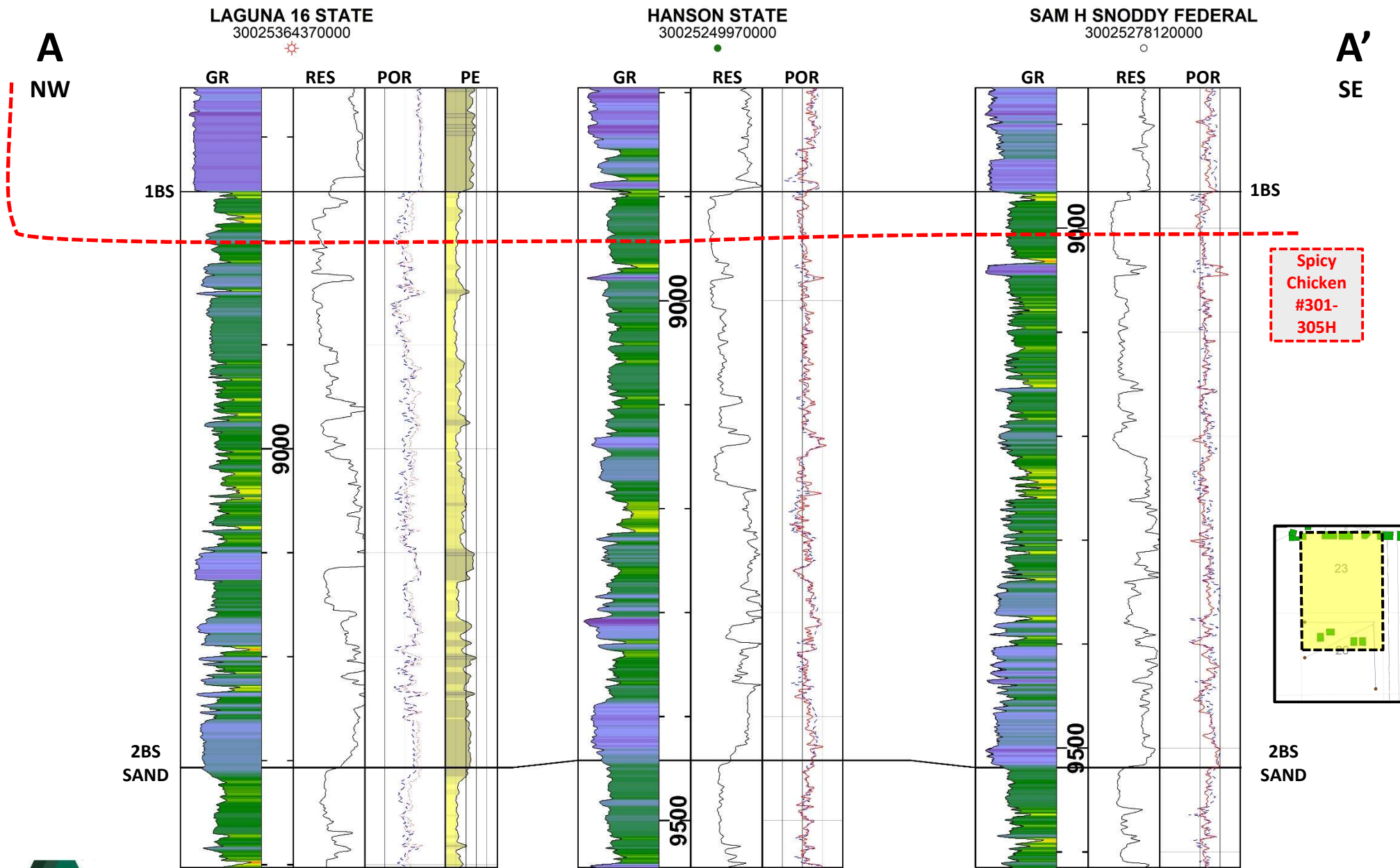
Log Scaling: GR(Gamma Ray): 0-150, RES(Resistivity): 0.2-20000 (log₁₀), POR(Porosity): 30 to -10%, PE(Photoelectric): 1-6. Depth Scale: Major / Minor Depth Ticks: 500' / 100'

Stratigraphic Cross-Section A-A'

Spicy Chicken 23 26 Fed Com
#301-305H

Avant Operating II, LLC

Case Nos. 25827 / 25829 / 25831 / 25832
Exhibit B.8



Log Scaling: GR(Gamma Ray): 0-150, RES(Resistivity): 0.2-20000 (log₁₀), POR(Porosity): 30 to -10%, PE(Photoelectric): 1-6. Depth Scale: Major / Minor Depth Ticks: 500' / 100'

Top of Second Bone Spring Sand Structure Map (TVDS)' (CI: 100')

Avant Operating II, LLC Case Nos. 25827 / 25829 / 25831 / 25832 Exhibit B.9

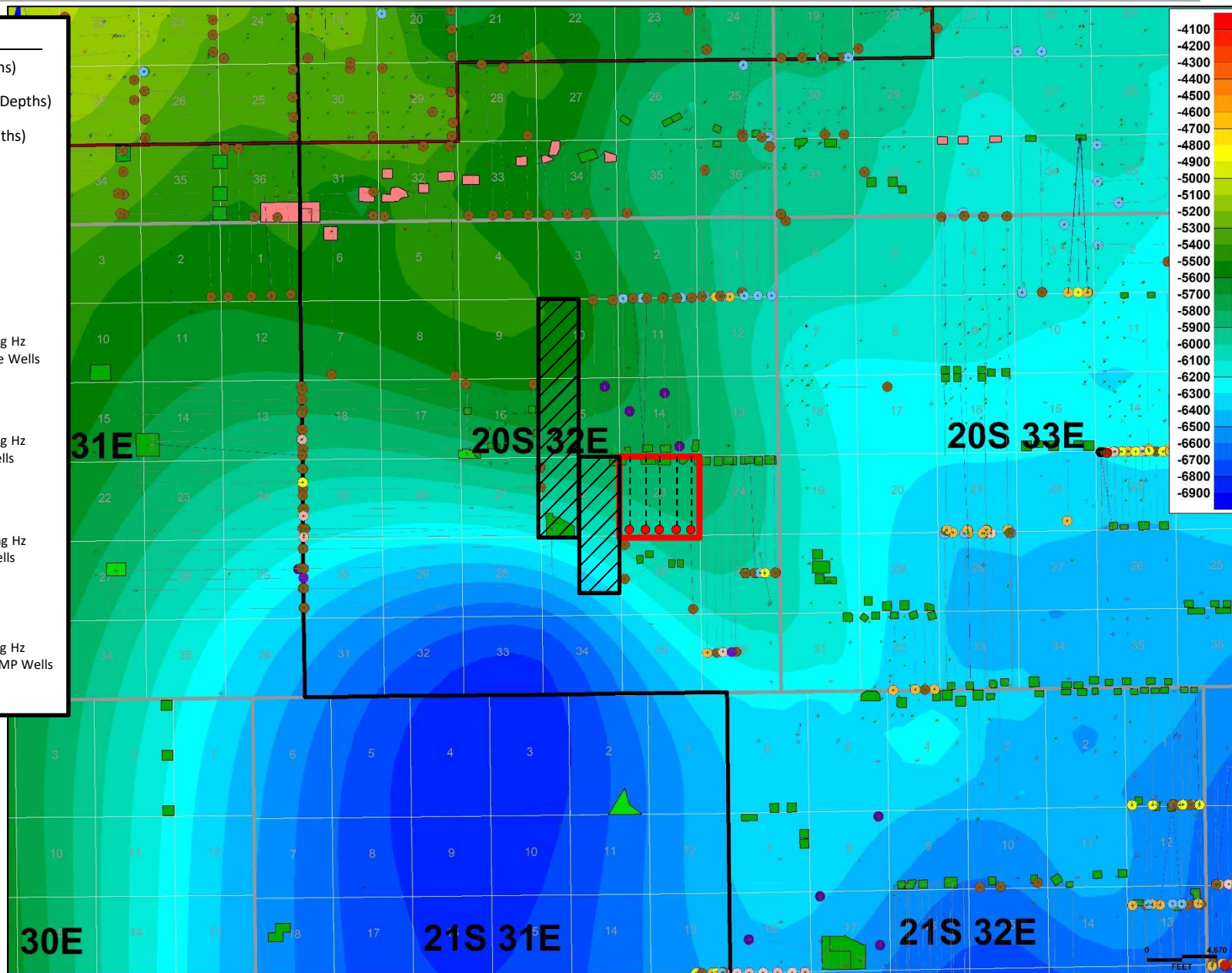


Spicy Chicken 23 26 Fed Com
#501 505H

LEGEND

- Approved Drill Island (All Depths)
- Approved Drill Island (Shallow Depths)
- Nominated Drill Island (All Depths)
- AOII Spicy Chicken DSU
Pool: Second Bone Spring
- Approved AOII Units
*Triple Stamp 22 25 10 Fed Com
Thai Curry 22 27 Fed Com*

SHL BHL	Proposed Hz Wells	SHL BHL	Producing Hz Delaware Wells
SHL BHL	Producing Hz AVLN Wells	SHL BHL	Producing Hz FBSG Wells
SHL BHL	Producing Hz SBSG Shale / Sand Wells	SHL BHL	Producing Hz TBSG Wells
SHL BHL	Producing Hz UPR WFMP Wells	SHL BHL	Producing Hz LWR WFMP Wells



Stratigraphic Cross-Section A-A'

Spicy Chicken 23 26 Fed Com
#501-505H

Avant Operating II, LLC

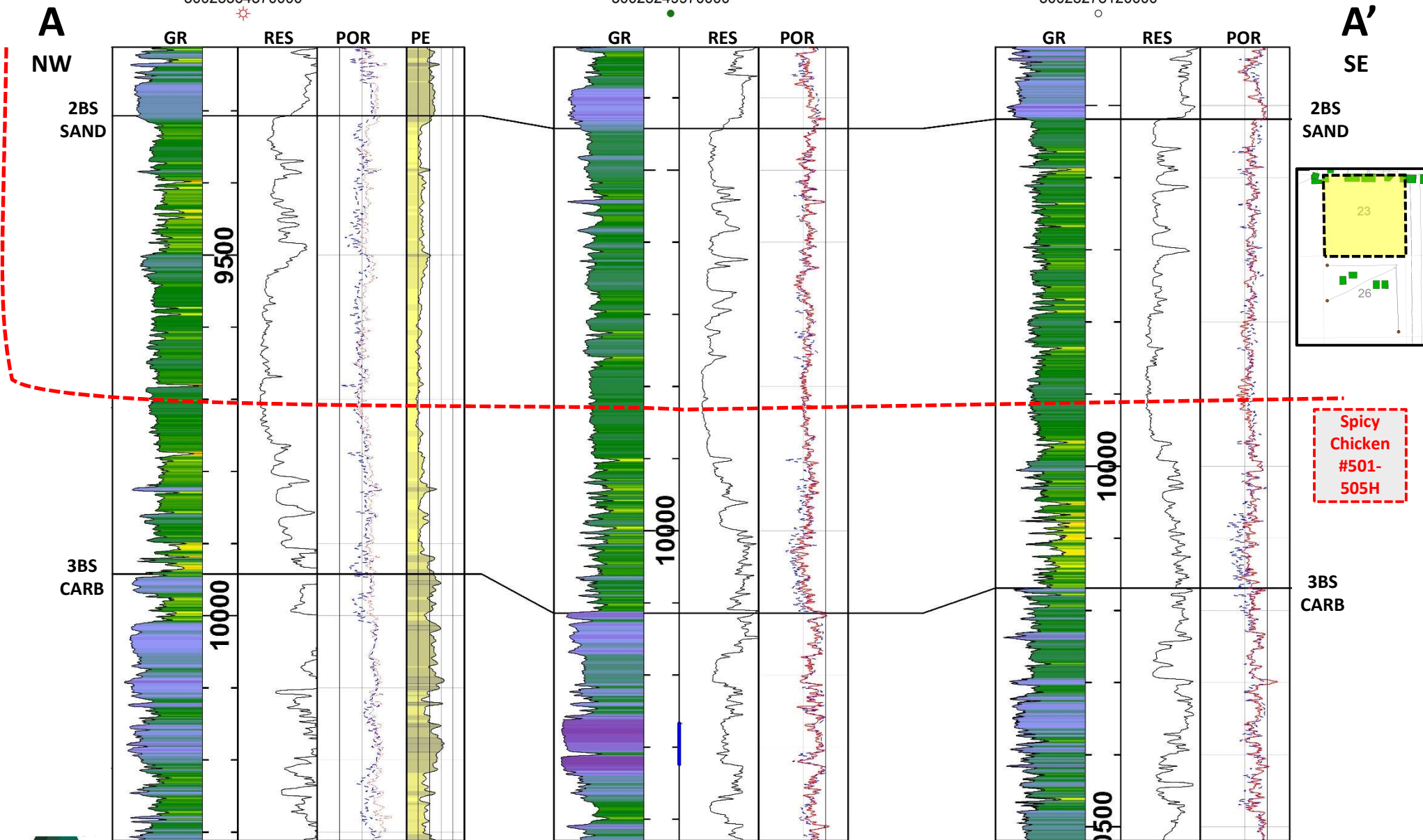
Case Nos. 25827 / 25829 / 25831 / 25832
Exhibit B.10



LAGUNA 16 STATE
30025364370000

HANSON STATE
30025249970000

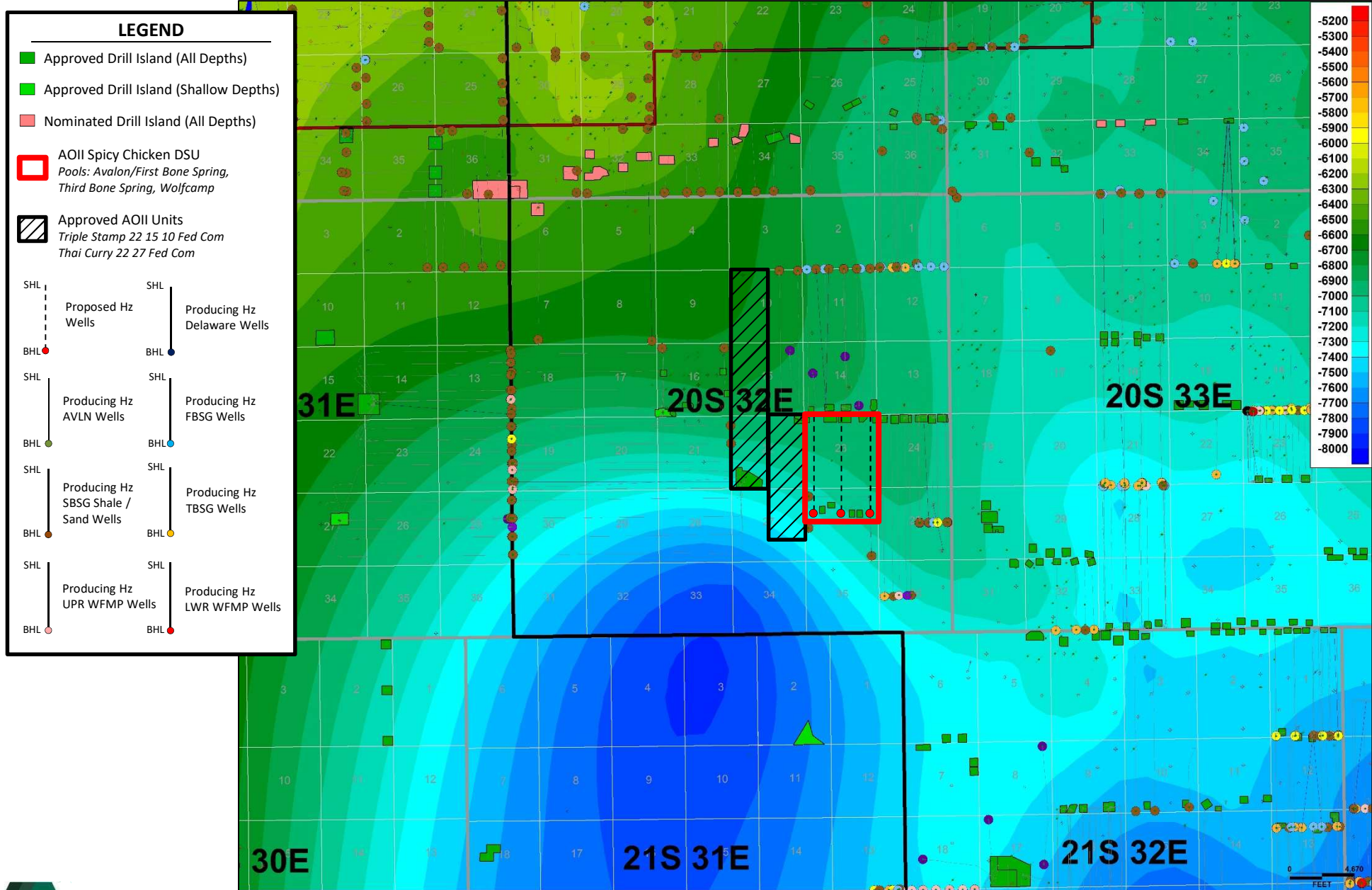
SAM H SNODDY FEDERAL
30025278120000



Log Scaling: GR(Gamma Ray): 0-150, RES(Resistivity): 0.2-20000 (log₁₀), POR(Porosity): 30 to -10%, PE(Photoelectric): 1-6. Depth Scale: Major / Minor Depth Ticks: 500' / 100'

Top of Third Bone Spring Sand Structure Map (TVDSST) (CI: 100') Spicy Chicken 23 26 Fed Com #601-603H

Avant Operating II, LLC Case Nos. 25827 / 25829 / 25831 / 25832 Exhibit B.11

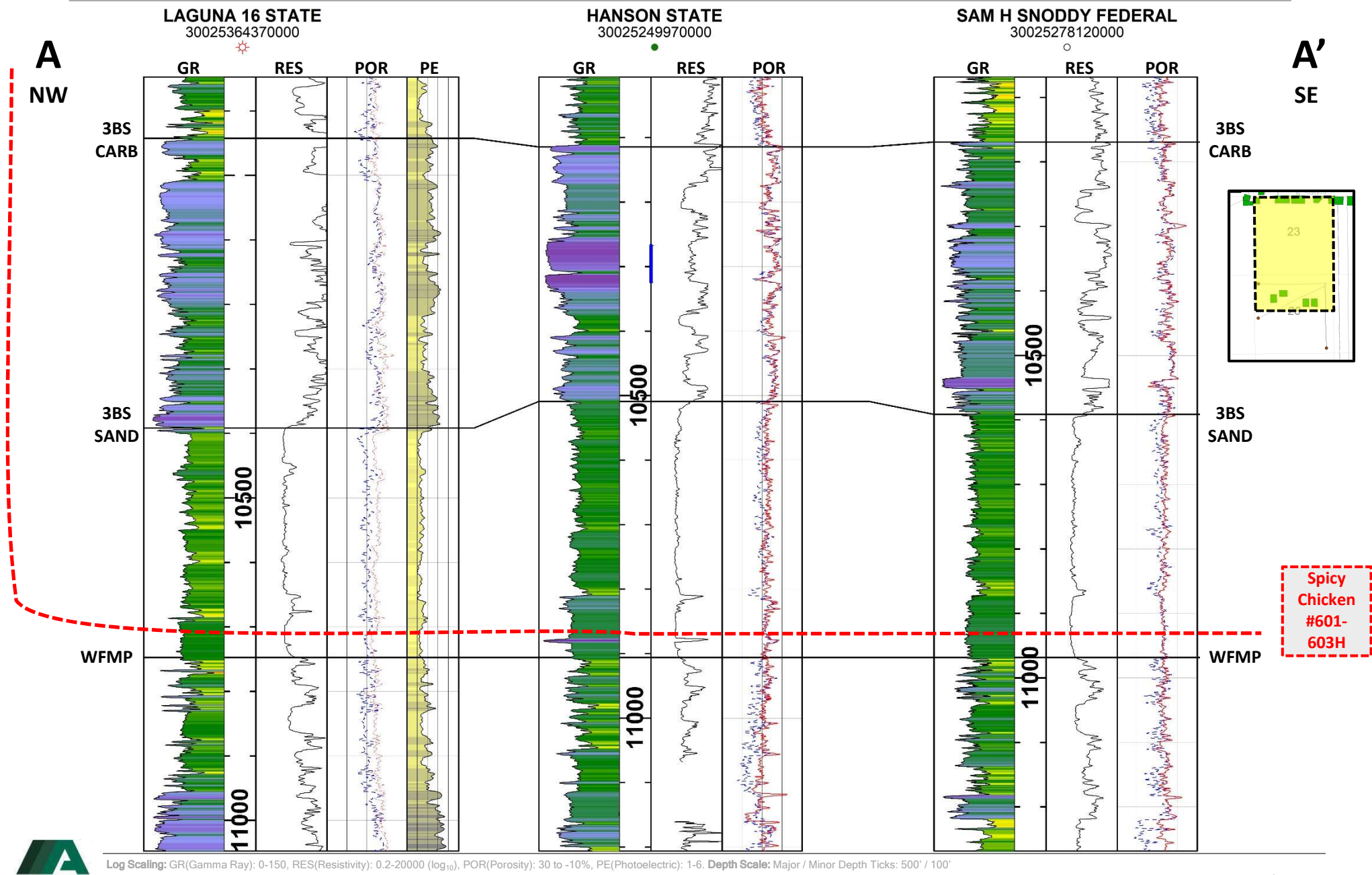


Stratigraphic Cross-Section A-A'

Spicy Chicken 23 26 Fed Com
#601-603H

Avant Operating II, LLC

Case Nos. 25827 / 25829 / 25831 / 25832
Exhibit B.12

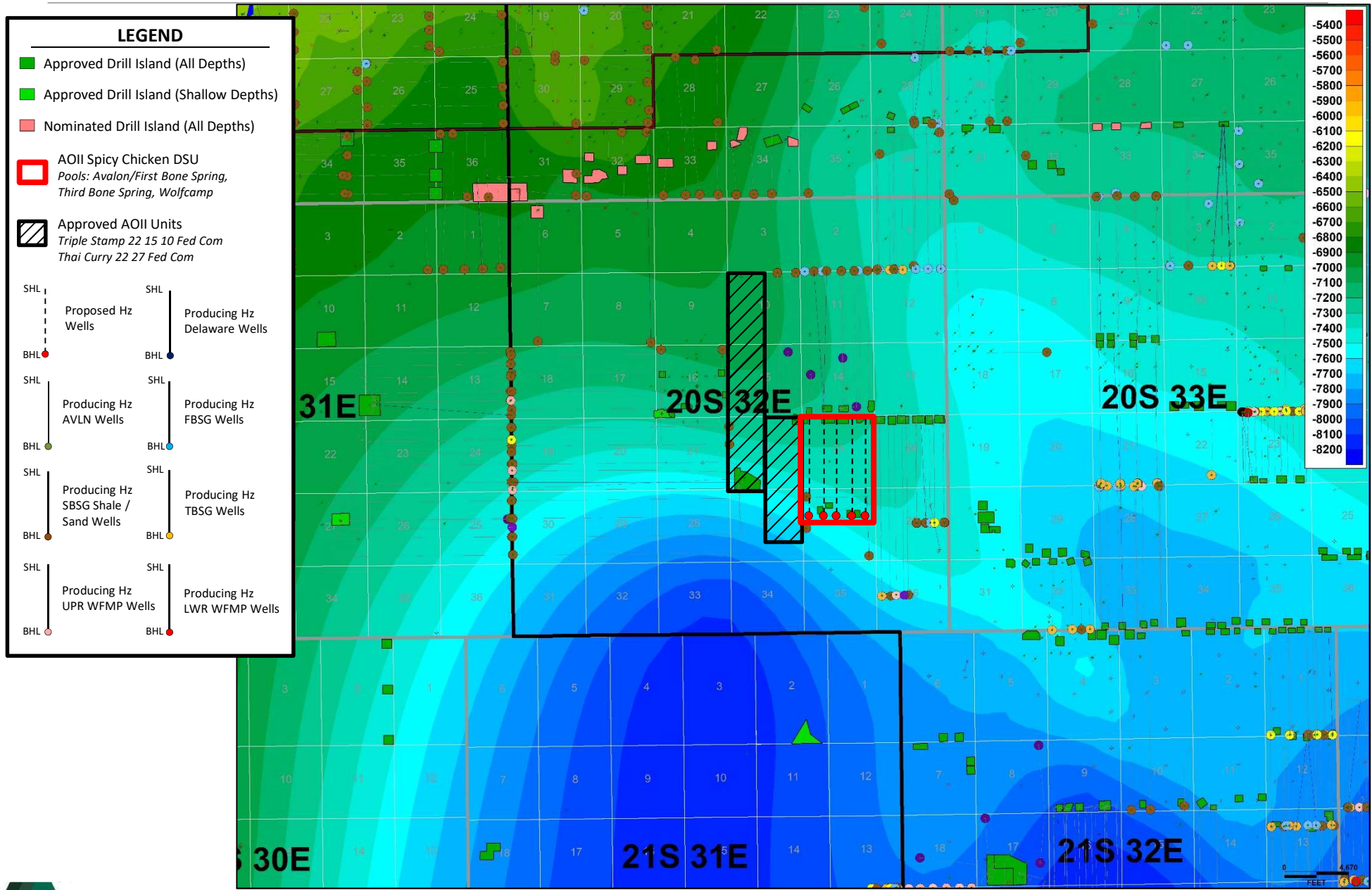


Top of Wolfcamp Structure Map

(TVDSS') (CI: 100')
Spicy Chicken 23 26 Fed Com
#701-702, 751-754H

Avant Operating II, LLC

Case Nos. 25827 / 25829 / 25831 / **25832**
Exhibit B.13

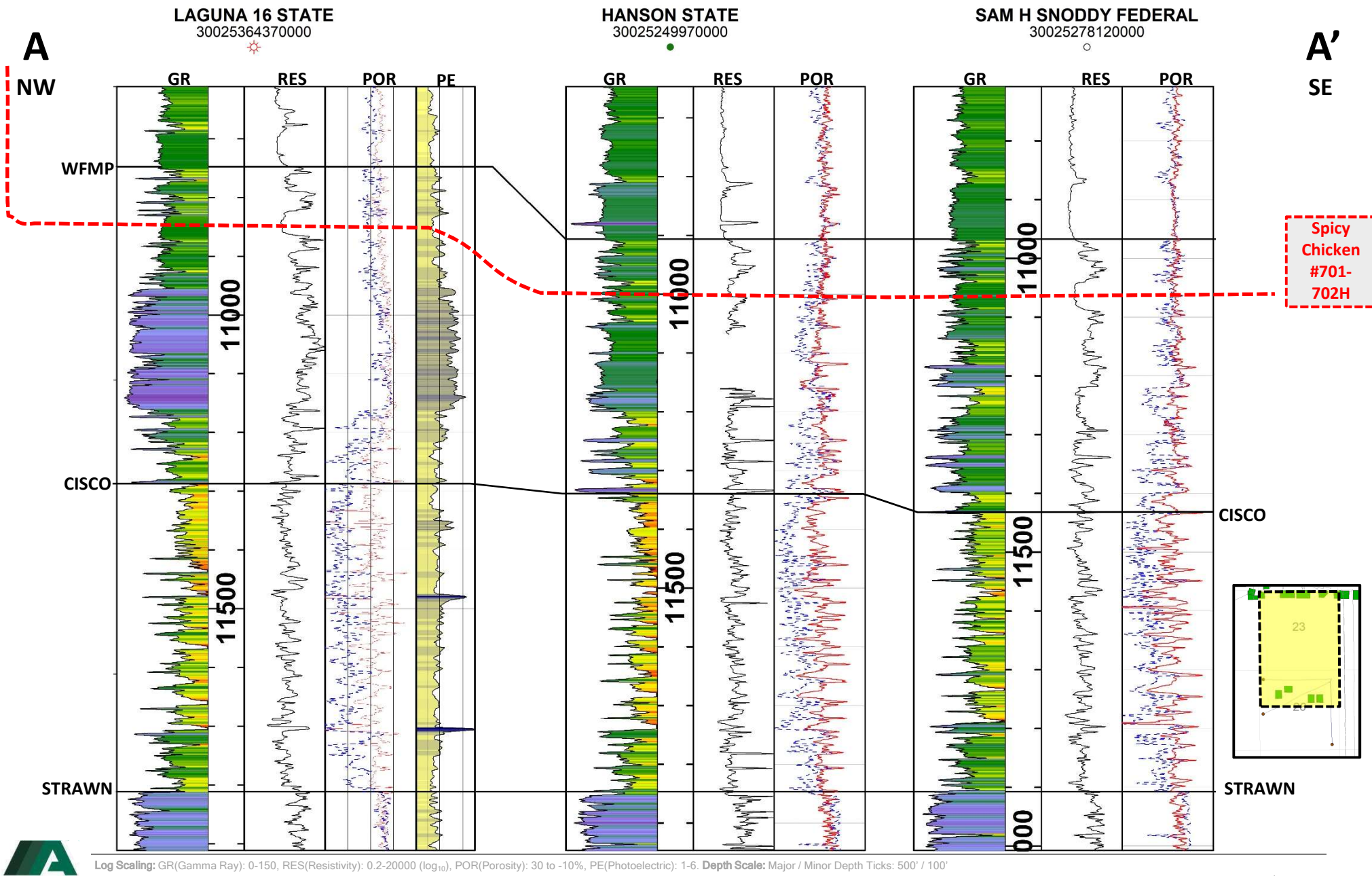


Stratigraphic Cross-Section A-A'

Spicy Chicken 23 26 Fed Com
#701-702H

Avant Operating II, LLC

Case Nos. 25827 / 25829 / 25831 / **25832**
Exhibit B.14

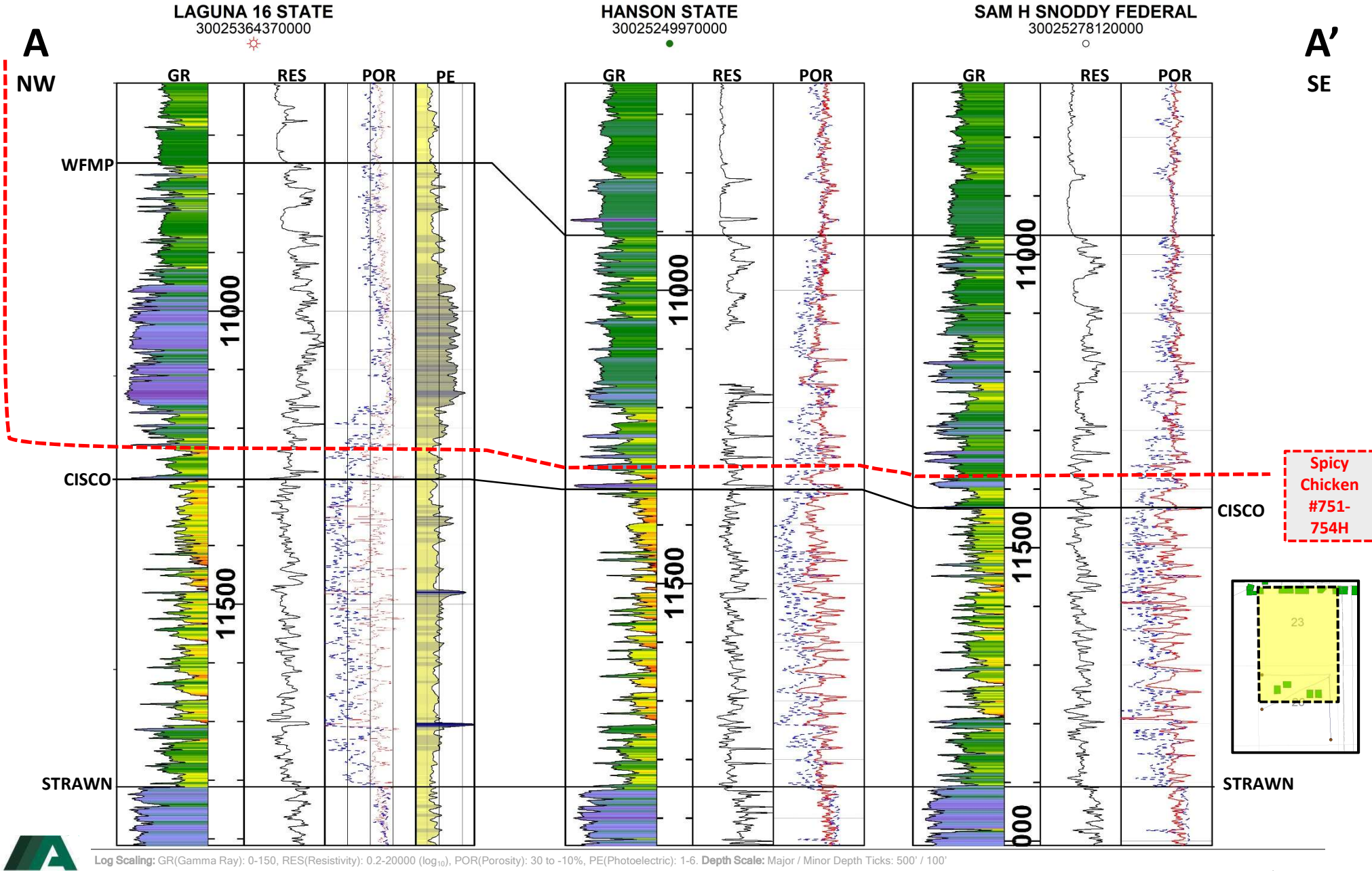


Stratigraphic Cross-Section A-A'

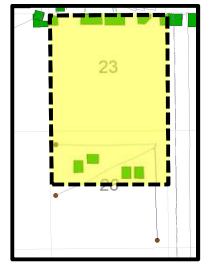
Spicy Chicken 23 26 Fed Com
#751-754H

Avant Operating II, LLC

Case Nos. 25827 / 25829 / 25831 / 25832
Exhibit B.15



Spicy Chicken #751-754H



Log Scaling: GR(Gamma Ray): 0-150, RES(Resistivity): 0.2-20000 (log₁₀), POR(Porosity): 30 to -10%, PE(Photoelectric): 1-6. Depth Scale: Major / Minor Depth Ticks: 500' / 100'

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

**APPLICATION OF AVANT OPERATING II, LLC
FOR APPROVAL OF A NON-STANDARD UNIT,
COMPULSORY POOLING, AND,
TO THE EXTENT NECESSARY, APPROVAL
OF AN OVERLAPPING SPACING UNIT
LEA COUNTY, NEW MEXICO**

CASE NO. 25827, 25829, 25831

**APPLICATION OF AVANT OPERATING II, LLC
FOR APPROVAL OF A NON-STANDARD UNIT
AND COMPULSORY POOLING,
LEA COUNTY, NEW MEXICO.**

CASE NO. 25832

SELF-AFFIRMED STATEMENT OF SHANE KELLY

Shane Kelly hereby states and declares as follows:

1. I am over the age of 18, I am a reservoir engineer for Avant Operating II, LLC (“AO II”), and have personal knowledge of the matters stated herein. I have previously testified before the Oil Conservation Division (“Division”) and my credentials as an expert reservoir engineer were accepted by the Division as a matter of record.

2. My area of responsibility at AO II includes the area of Lea County in New Mexico.

3. I am familiar with the applications AO II filed in Case Nos. 25827, 25829, 25831, and 25832. I am also familiar with the applications filed by Permian Resources (“Permian”) in Case Nos. 25833-25845.

4. In my opinion, AO II’s proposed development plans are more efficient and effective than Permian’s plan, and AO II’s plans will result in the protection of correlative rights and the prevention of waste.

EXHIBIT C

5. **Exhibit C.1** shows that AO II and Permian are both experienced operators, but as shown in my subsequent slides, AO II should be awarded operatorship for several reasons.

6. First, and as discussed by Ms. Sarantinos, AO II has the majority working interest ownership and control in its Spicy Chicken units, which I understand is a significant factor the Division considers when evaluating competing applications.

7. Second, as shown on **Exhibit C.2**, Avant is a top ranked operator with Liberty Frac Services. More specifically, AO II is ranked number 1 in completion efficiency. Improved efficiencies cuts partner capital costs and reduces time on location.¹

8. Third, as shown on **Exhibit C.3**, a comparison of Permian's applications versus AO II's applications shows that Permian's development plan will result in materially lower unit recovery versus AO II's plan. As shown on Exhibit C.3, Permian's plan will result in approximately 6 million barrels of oil unrecovered.

9. **Exhibit C.4** outlines AO II's progress with obtaining third-party takeaway and addressing water takeaway. As this slide demonstrates, AO II has taken steps to prepare it to timely develop this acreage. We have a crude oil dedication in place, and our service provider is already working towards our connection to allow for takeaway as soon as it is necessary. We are near final execution of our gas contract, and we are working a secondary connection for gas takeaway in case our primary connection runs into issues. This provides maximum flow assurance throughout the life of the wells. AO II has also taken water takeaway into its own hand by undertaking the construction of multiple ponds in the area. We have one pond and reuse facility full constructed and ready to take water, while the second pond is permitted and will be in full service late 2026.

¹ Certain of the units shown on this slide were drilled by Avant Operating, LLC, and have since been acquired by Coterra Energy Operating. However, those units were developed by and the wells were drilled by the same technical team as AO II.

EXHIBIT C

10. **Exhibit C.5** compares the surface impacts from AO II's development plans with those anticipated under Permian's plan. As this exhibit shows, AO II's development plans lead to significantly less surface disturbance and results in lower capital costs.

11. The exhibits to my self-affirmed statement were prepared by me or under my direction or supervision.

12. I attest under penalty of perjury the laws of the State of New Mexico that the information provided herein is correct, true, and complete to the best of my knowledge and belief and I will adopt this testimony at the hearing in this matter.

[Signature page follows]

EXHIBIT C

Dated: April 14th, 2026



Shane Kelly

EXHIBIT C

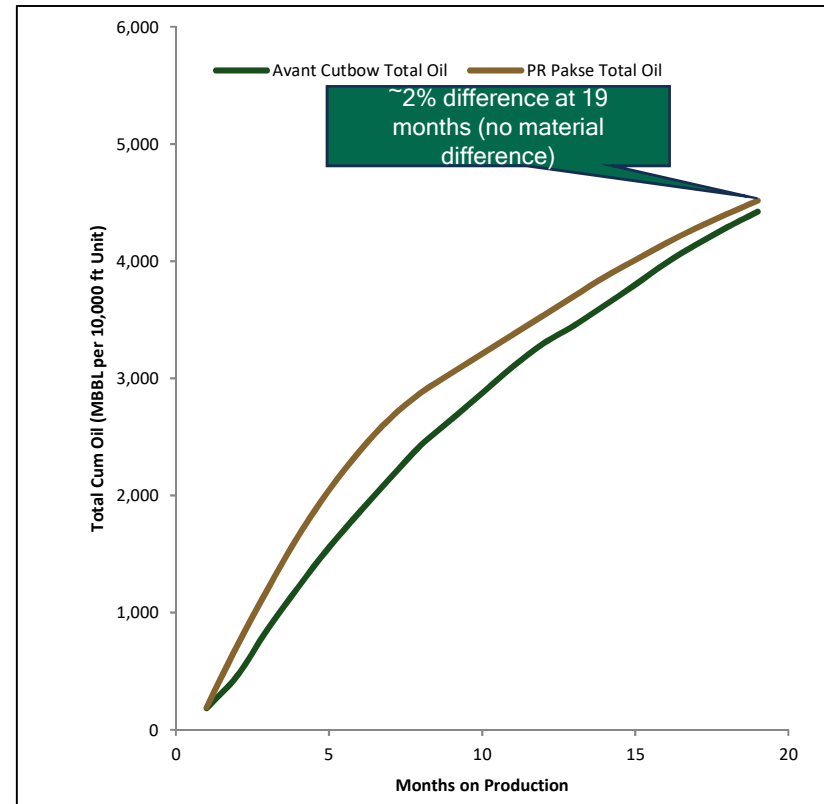
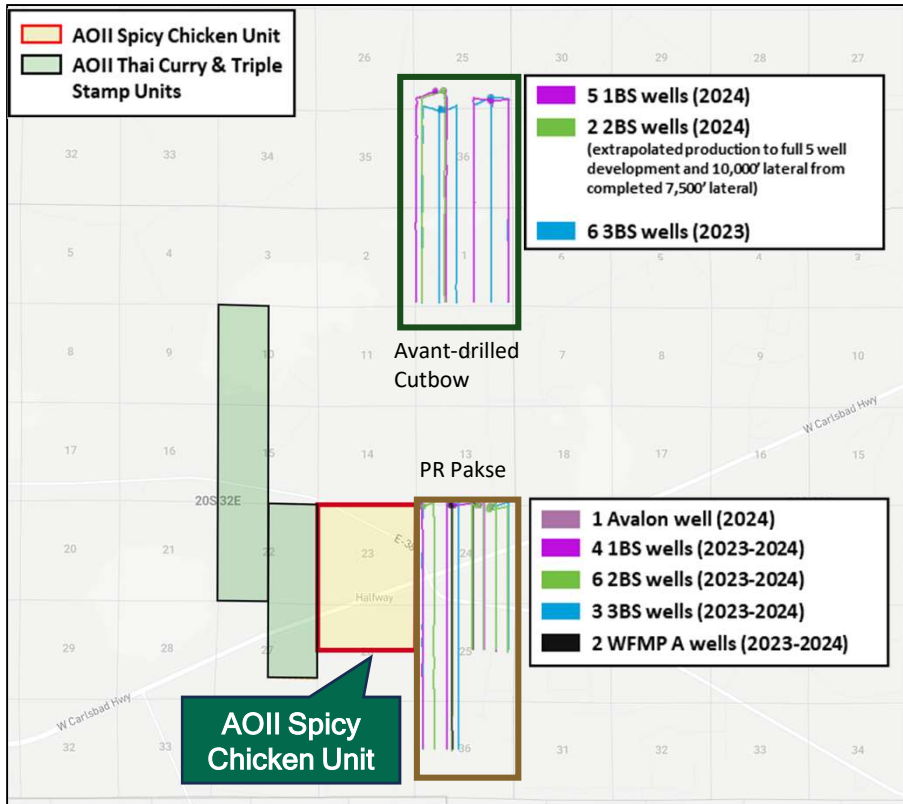
Comparable Performance Establishes AOII Should Be Awarded Operatorship Due to Majority Working Interest



Adjacent Units Demonstrate Consistent Operator Performance

No Material Performance Difference Between Operators⁽¹⁾

Normalized to lateral length and timing



Summary

- Adjacent unit performance shows no material difference between operators
- Both Avant and PR demonstrate prudent, consistent development
- In absence of differentiation, operatorship should be awarded to AOII due to majority working interest ownership (53.5% vs 32.9%)

(1) Total cumulative oil by unit, normalized to 10,000 ft lateral length and time-zero; assumes full 5 WPS development in Cutbow 2BS. Certain wells reported as 10,000 ft laterals were completed at ~7,500 ft and have been normalized for comparability. Source: Enverus.



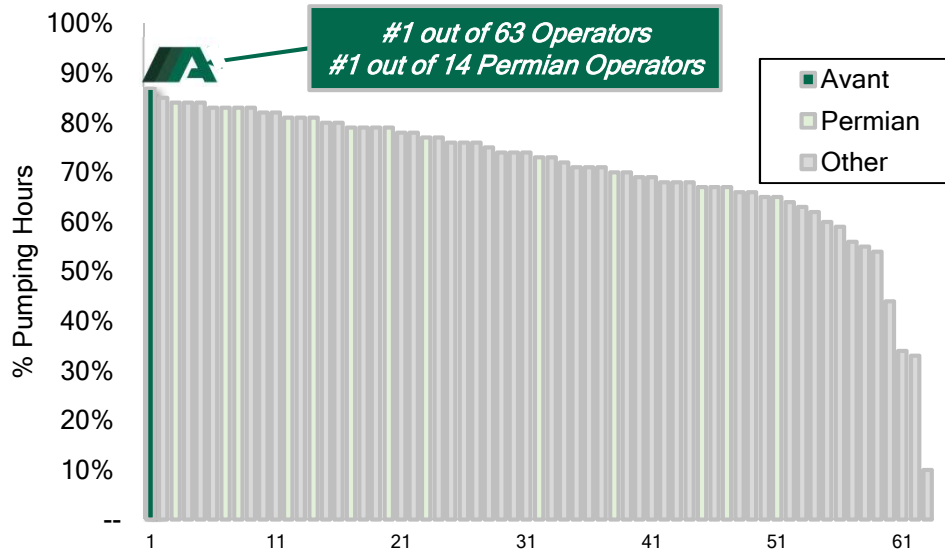
Avant's Successes as Operator Weigh in Favor of Granting AOII's Applications

Top-ranked operator nationally and in the Permian Basin

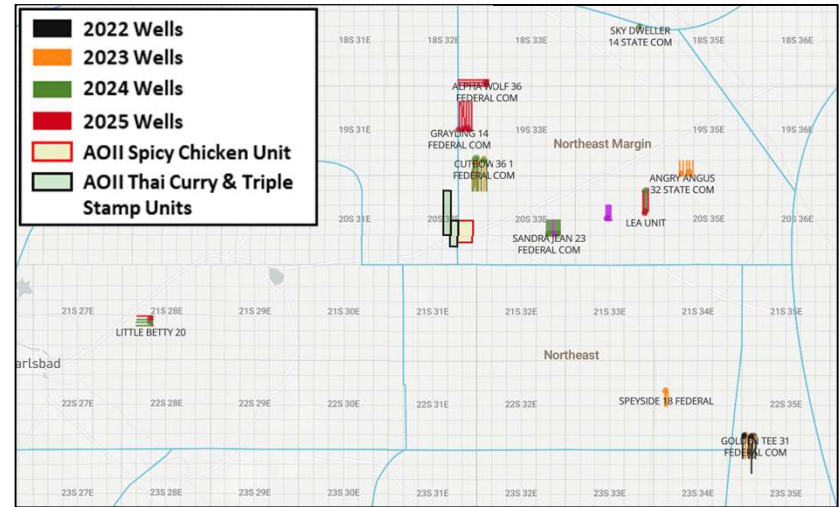


Summary

- 97 operated horizontals drilled across Avant I & II in the Delaware Basin
 - Quail State 301H: 4.45-day spud-to-TD - basin record
 - Quail State 302H: 4.3-day spud-to-TD - new basin record (demonstrates repeatability and continued improvement)
 - Ranked #1 in completion efficiency (Liberty Energy)
 - There is no operational basis to deny Avant operatorship
- ### 2025 USA Operator Efficiency Ranking



Horizontal Wells Drilled by Avant I & II



AOII 2026 Operations - Record Results

Improved efficiencies cuts partner capital and reduces time on location

location

SPECIALIZED ENERGY SERVICES

SPUD TO TD IN 4.45 DAYS
Lea County, NM

- Surface Section - D&C 4.99hrs
- Intermediate Section - D&C 14.15hrs
- Curve Only - D&C 9.36hrs
- Production (VCL) - D&C 50.75

AVANT NATURAL RESOURCES

OWN THE CURVE. CONQUER THE LATERAL. DOMINATE DIRECTIONAL DRILLING

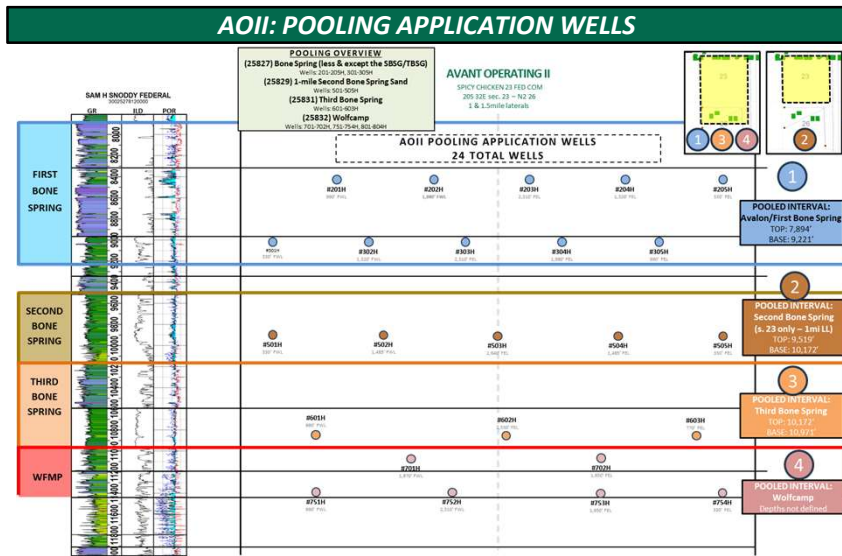


Avant Operating II, LLC
Case No. 25827 / 25829 / 25831 / 25832

PR Development Results in Materially Lower Unit Recovery vs. Avant Plan



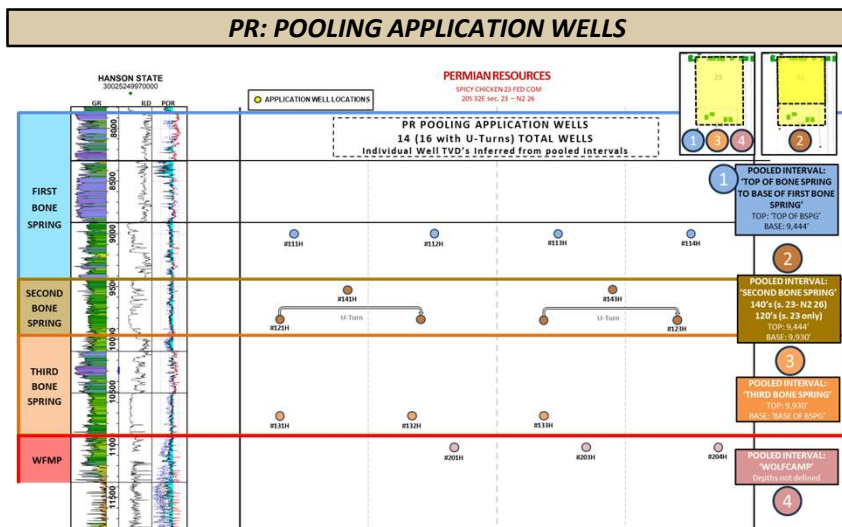
Staggered, Higher-Density Development Increases Unit Recovery and Reduces Waste



Total Cumulative Oil Per Unit (norm. to 2 miles)⁽¹⁾

Formation	AOII Pooling Application			PR Pooling Application		
	AOII Wells	EUR/Well (MMBO)	Unit EUR (MMBO)	PR Wells	EUR/Well (MMBO)	Unit EUR (MMBO)
BS & Avalon	18	0.60	10.8	13	0.54	7.0
Wolfcamp	6	0.64	3.84	3	0.58	1.7
TOTAL	24		14.7	16		8.7

AOII Unit Recovery	14.7 MMBO
PR Unit Recovery	8.7 MMBO
TOTAL UNRECOVERED RESOURCE (WASTE)	6.0 MMBO



Total Cumulative Oil Per Unit (norm. to 2 miles)⁽¹⁾

- Avant plan fully develops the unit across benches (24 wells) vs. PR's reduced development (16 wells)
- Avant I has successfully extended Avalon development northward (Sandra Jean & Lea units), demonstrating repeatable performance outside legacy core areas⁽²⁾
- Result: ~40% lower unit recovery (~6.0 MMBO unrecovered under PR plan)

(1) Per-well EURs in certain targets (2BS, 3BS, Upper WFMP) incorporate a ~17% adjustment to account for tighter spacing, consistent with nearby analog performance (see Exhibit C.1).

(2) Sandra Jean unit, a successful Avalon step-out, is located ~6 miles east of the Spicy Chicken unit.



Avant Operating II, LLC
 Case No. 25827 / 25829 / 25831 / 25832

Midstream Overview

Spicy Chicken 23 26 Fed Com

Avant Operating II, LLC

Case Nos. 25827 / 25829 / 25831 / 25832

Exhibit C.4



Avant is executing on reliable midstream takeaway as well spending significant capital in water infrastructure to ensure pipeline and recycling solutions are in place

Crude:

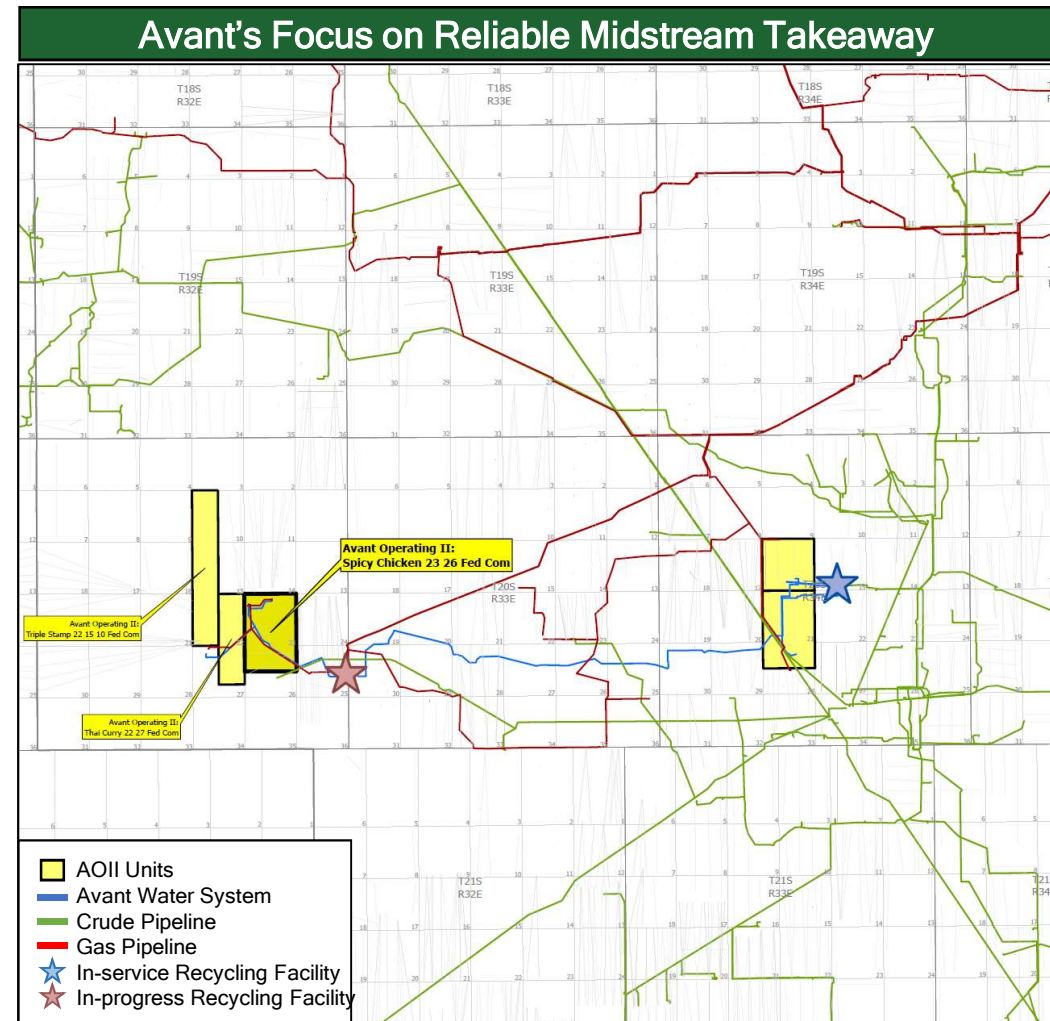
- Commercial agreements and dedication in place
- Service provider has right of way in hand for offset unit and Spicy Chicken right of way efforts underway requiring less than 1-mile extension
- Service provider constructing larger diameter pipe to handle multi-unit full development egress with 100% of the oil on pipeline

Gas:

- Commercial agreements and dedication near final form for execution
- Service provider right of way efforts in process with expected grant submittal in April
- Avant will have firm capacity secured to capture 100% of the forecasted volumes
- Avant working right of way for secondary interruptible gas connection providing additional reliability and redundancy

Water:

- Avant's consolidated position and significant planned activity in this area support Avant's investment in water infrastructure
- Avant is creating a fully-integrated water gathering and recycling system
 - Portion of the system is currently in-service while pipeline connectivity is nearing construction phase
 - Ample capacity to supply treated produced water for frac at Spicy Chicken as well as gather 100% of the produced volumes
- Full system in service late Q4'26 / early Q1'27



Surface Disturbance Comparison

Spicy Chicken 23 26 Fed Com

Avant Operating II, LLC

Case Nos. 25827 / 25829 / 25831 / 25832
Exhibit C.5



Avant's pad, battery, and pipeline configuration leads to significantly less surface disturbance

- Both Avant and Permian Resources' Spicy Chicken development fall within the designated potash resource area.
 - Approved all-depth drill islands
 - Approved Potash Development Area encompassing sec. 23 (all) and sec. 26 (N2)

PR : SURFACE IMPACT

- Pad 1: 4.08ac.
- Pad 2: 9.29ac.
- Pad 3: 8.76ac.
- Pad 4: 5.23ac.
- CTB: 5.23ac.
- Pipelines: 5,170'

TOTAL: 32.59ac. / 0.98 mi.

- BLM onsite completed (unknown date)
- APDs: in progress

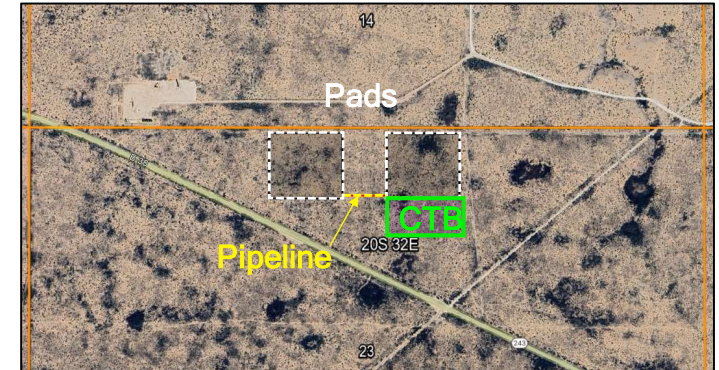
AOII : SURFACE IMPACT

- Pad 1: 6.9ac.
- Pad 2: 6.9ac.
- CTB: 4.05ac.
- Pipelines: 350'

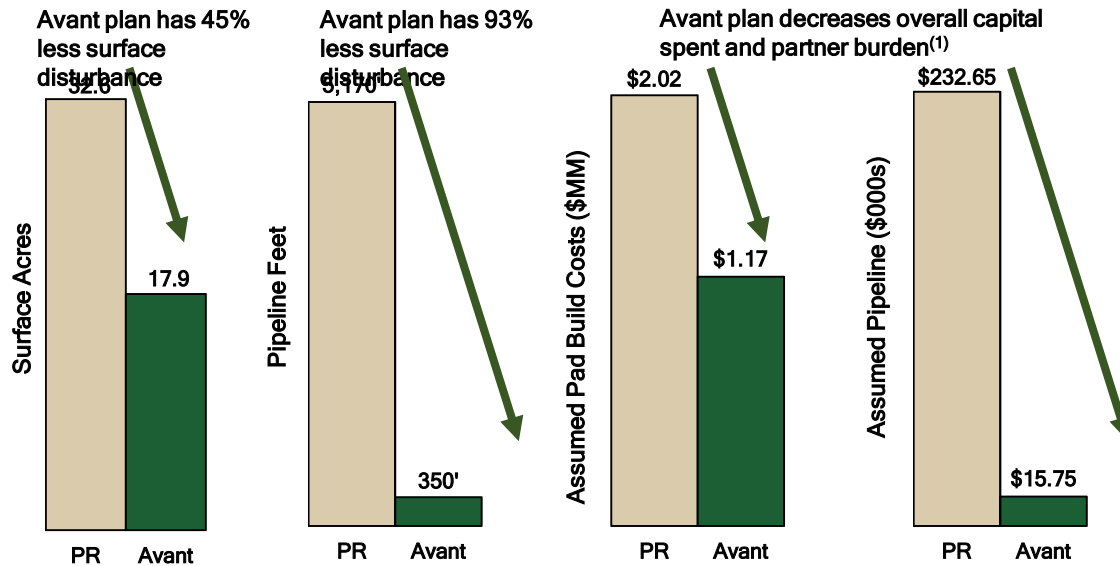
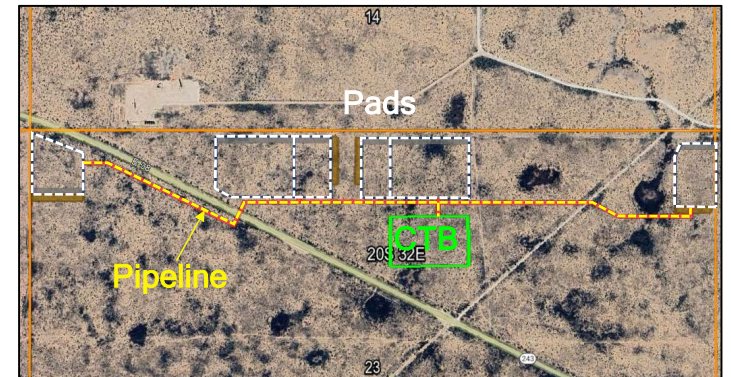
TOTAL: 17.90ac. / 0.06 mi.

- BLM Onsite completed (9/25/2025)
- APD's: In progress

Avant Operating II Development Plan



Permian Resources Development Plan



(1) Uniform cost assumptions used for both operators. Pad Build: \$1.50/ft², Pipeline: \$45/ft



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

**APPLICATION OF AVANT OPERATING II, LLC
FOR APPROVAL OF A NON-STANDARD UNIT,
COMPULSORY POOLING, AND,
TO THE EXTENT NECESSARY, APPROVAL
OF AN OVERLAPPING SPACING UNIT
LEA COUNTY, NEW MEXICO**

CASE NO. 25827, 25829, 25831

**APPLICATION OF AVANT OPERATING II, LLC
FOR APPROVAL OF A NON-STANDARD UNIT
AND COMPULSORY POOLING,
LEA COUNTY, NEW MEXICO.**

CASE NO. 25832

SELF-AFFIRMED DECLARATION OF DEANA M. BENNETT

Deana M. Bennett, attorney in fact and authorized representative of Avant Operating II, LLC, and the Applicant herein, declares as follows:

- 1) The above-referenced Applications were provided to affected parties under notice letter, dated February 17, 2026, attached hereto, and labeled Exhibit D.1.
- 2) Exhibit D.2 is the certified mailing list, which show the notice letters were delivered to the USPS for mailing February 17, 2026.
- 3) Exhibit D.3 is the certified mailing tracking information, which is automatically compiled by CertifiedPro, the software Modrall uses to track the mailings. The spreadsheet shows the names and addresses of the parties to whom notice was sent and the status of the mailing.
- 4) Exhibit D.4 is the Affidavit of Publication from the Hobbs News-Sun, confirming that notice of the April 21, 2026 hearing was published on February 22, 2026.

EXHIBIT D

5) I attest under penalty of perjury under the laws of the State of New Mexico that the information provided herein is correct and complete to the best of my knowledge and belief.

Dated: April 13, 2026

By: Deana M. Bennett
Deana M. Bennett



MODRALL SPERLING
LAWYERS

February 17, 2026

Deana M. Bennett
505.848.1834
dmb@modrall.com

VIA CERTIFIED MAIL
RETURN RECEIPT REQUESTED

**Re: APPLICATION OF AVANT OPERATING II, LLC
FOR APPROVAL OF A NON-STANDARD UNIT,
COMPULSORY POOLING, AND,
TO THE EXTENT NECESSARY, APPROVAL
OF AN OVERLAPPING SPACING UNIT
LEA COUNTY, NEW MEXICO**

CASE NO. 25827, 25829, 25831

**APPLICATION OF AVANT OPERATING II, LLC
FOR APPROVAL OF A NON-STANDARD UNIT
AND COMPULSORY POOLING,
LEA COUNTY, NEW MEXICO.**

CASE NO. 25832

TO: AFFECTED PARTIES

This letter is to advise you that Avant Operating II, LLC ("AO II") has filed the enclosed applications.

In Case No. 25827, AO II seeks an order from the Division approving a non-standard 960-acre, more or less, Avalon/First Bone Spring horizontal spacing unit defined as the stratigraphic equivalent of 7,894' to 9,221' found on the gamma ray log of the Sam H Snoddy Federal #1 (30-025-27812) and pooling all uncommitted interests in all of Section 23 and the N/2 of Section 26, Township 20 South, Range 32 East, N.M.P.M., Lea County, New Mexico in the Salt Lake; Bone Spring pool (Pool code 53560). This spacing unit will be dedicated to the following wells: **Spicy Chicken 23-26 Fed Com #201H, Spicy Chicken 23-26 Fed Com #301H, Spicy Chicken 23-26 Fed Com #302H** wells with proposed surface hole locations in the NE/4 NW/4 (Unit C) of Section 23, and proposed last take points in the SW/4 NW/4 (Unit E) of Section 26; **Spicy Chicken 23-26 Fed Com #202H, Spicy Chicken 23-26 Fed Com #303H** wells with proposed surface hole locations in the NE/4 NW/4 (Unit C) of Section 23, and proposed last take points in the SE/4 NW/4 (Unit F) of Section 26; **Spicy Chicken 23-26 Fed Com #203H, Spicy Chicken 23-**

Modrall Spierling
Roehl Harris & Sisk P.A.
500 Fourth Street NW
Suite 1000
Albuquerque,
New Mexico 87102

PO Box 2168
Albuquerque,
New Mexico 87103-2168

Tel: 505.848.1800
www.modrall.com

EXHIBIT D.1

Page 2

26 Fed Com #204H, Spicy Chicken 23-26 Fed Com #304H wells with proposed surface hole locations in the NW/4 NE/4 (Unit B) of Section 23, and proposed last take points in the SW/4 NE/4 (Unit G) of Section 26; and **Spicy Chicken 23-26 Fed Com #205H, Spicy Chicken 23-26 Fed Com #305H** wells with proposed surface hole locations in the NW/4 NE/4 (Unit B) of Section 23, and proposed last take points in the SE/4 NE/4 (Unit H) of Section 26. The wells will be drilled at orthodox locations. Applicant also seeks approval of an overlapping spacing unit, to the extent necessary. This proposed Unit will partially overlap the following spacing units: A 40-acre spacing unit dedicated to the Baetz 23 Federal #001 well (API 30-025-26414) located in the NE/SW of Section 23 operated by Fasken Oil & Ranch LTD; and a 640-acre spacing unit comprised of Section 26 dedicated to the Snoddy Federal #20H (30-025-40447); Snoddy Federal #21H (API 30-025-40838), and Snoddy Federal #23H (API 30-025-40837) operated by Cimarex Energy Co. of Colorado. Also to be considered will be the cost of drilling and completing said wells, the allocation of these costs as well as the actual operating costs and charges for supervision, designation of Avant Operating II, LLC as operator of the wells, and a 200% charge for the risk involved in drilling said wells. Said area is located approximately 36 miles southwest of Hobbs, New Mexico.

In Case No. 25829, AO II seeks an order from the Division approving a non-standard 640-acre, more or less, Second Bone Spring horizontal spacing unit defined as the stratigraphic equivalent of 9,519' to 10,172' found on the gamma ray log of the Sam H Snoddy Federal #1 (30-025-27812) in the Salt Lake; Bone Spring pool (Pool code 53560) and pooling all uncommitted interests in all of Section 23, Township 20 South, Range 32 East, N.M.P.M., Lea County, New Mexico in the Salt Lake; Bone Spring pool (Pool code 53560). This spacing unit will be dedicated to the following wells: **Spicy Chicken 23 Fed Com #501H** well with a proposed surface hole location in the NE/4 NW/4 (Unit C) of Section 23, and a proposed last take point in the SW/4 SW/4 (Unit M) of Section 23; **Spicy Chicken 23 Fed Com #502H and Spicy Chicken 23 Fed Com #503H** wells with proposed surface hole locations in the NE/4 NW/4 (Unit C) of Section 23, and proposed last take points in the SE/4 SW/4 (Unit N) of Section 23; **Spicy Chicken 23 Fed Com #504H** well with a proposed surface hole location in the NW/4 NE/4 (Unit B) of Section 23, and a proposed last take point in the SW/4 SE/4 (Unit O) of Section 23; and **Spicy Chicken 23 Fed Com #505H** well with a proposed surface hole location in the NW/4 NE/4 (Unit B) of Section 23, and a proposed last take point in the SE/4 SE/4 (Unit P) of Section 23. The wells will be drilled at orthodox locations. Applicant also seeks approval of an overlapping spacing unit, to the extent necessary. This proposed Unit will partially overlap a 40-acre spacing unit dedicated to the Baetz 23 Federal #001 well (API 30-025-26414) located in the NE/SW of Section 23 operated by Fasken Oil & Ranch LTD. Also to be considered will be the cost of drilling and completing said wells, the allocation

Page 3

of these costs as well as the actual operating costs and charges for supervision, designation of Avant Operating II, LLC as operator of the wells, and a 200% charge for the risk involved in drilling said wells. Said area is located approximately 36 miles southwest of Hobbs, New Mexico.

In Case No. 25831, AO seeks an order from the Division approving a non-standard 960-acre, more or less, Third Bone Spring horizontal spacing unit defined as the stratigraphic equivalent of 10,172' to 10,971' found on the gamma ray log of the Sam H Snoddy Federal #1 (30-025-27812) and pooling all uncommitted interests in all of Section 23 and the N/2 of Section 26, Township 20 South, Range 32 East, N.M.P.M., Lea County, New Mexico in the Salt Lake; Bone Spring pool (Pool code 53560). This spacing unit will be dedicated to the following wells: **Spicy Chicken 23-26 Fed Com #601H** well with a proposed surface hole location in the NE/4 NW/4 (Unit C) of Section 23, and a proposed last take point in the SW/4 NW/4 (Unit E) of Section 26; **Spicy Chicken 23-26 Fed Com #602H** well with a proposed surface hole location in the NE/4 NW/4 (Unit C) of Section 23, and a proposed last take point in the SE/4 NW/4 (Unit F) of Section 26; and **Spicy Chicken 23-26 Fed Com #603H** well with a proposed surface hole location in the NW/4 NE/4 (Unit B) of Section 23, and a proposed last take point in the SE/4 NE/4 (Unit H) of Section 26. The wells will be drilled at orthodox locations. Applicant also seeks approval of an overlapping spacing unit, to the extent necessary. This proposed Unit will partially overlap the following spacing units: A 40-acre spacing unit dedicated to the Baetz 23 Federal #001 well (API 30-025-26414) located in the NE/SW of Section 23 operated by Fasken Oil & Ranch LTD; and a 640-acre spacing unit comprised of Section 26 dedicated to the Snoddy Federal #20H (30-025-40447); Snoddy Federal #21H (API 30-025-40838), and Snoddy Federal #23H (API 30-025-40837) operated by Cimarex Energy Co. of Colorado. Also to be considered will be the cost of drilling and completing said wells, the allocation of these costs as well as the actual operating costs and charges for supervision, designation of Avant Operating II, LLC as operator of the wells, and a 200% charge for the risk involved in drilling said wells. Said area is located approximately 36 miles southwest of Hobbs, New Mexico.

In Case No. 25832, AO seeks an order from the Division approving a non-standard 960-acre, more or less, Wolfcamp horizontal spacing unit and pooling all uncommitted interests in all of Section 23 and the N/2 of Section 26, Township 20 South, Range 32 East, N.M.P.M., Lea County, New Mexico, in the Salt Lake; Wolfcamp pool (Pool code 53570). This spacing unit will be dedicated to the following wells: **Spicy Chicken 23-26 Fed Com #751H**, **Spicy Chicken 23-26 Fed Com #801H** wells with proposed surface hole locations in the NE/4 NW/4 (Unit C) of Section 23, and proposed last take points in the SW/4 NW/4 (Unit E) of Section 26; **Spicy Chicken 23-26 Fed Com #701H**, **Spicy Chicken 23-26 Fed Com #752H**, **Spicy Chicken 23-26**

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Fed Com #802H wells with proposed surface hole locations in the NE/4 NW/4 (Unit C) of Section 23, and proposed last take points in the SE/4 NW/4 (Unit F) of Section 26; **Spicy Chicken 23-26 Fed Com #702H, Spicy Chicken 23-26 Fed Com #753H, Spicy Chicken 23-26 Fed Com #803H** wells with a proposed surface hole location in the NW/4 NE/4 (Unit B) of Section 23, and a proposed last take points in the SW/4 NE/4 (Unit G) of Section 26; and **Spicy Chicken 23-26 Fed Com #754H, Spicy Chicken 23-26 Fed Com #804H** wells with proposed surface hole locations in the NE/4 NE/4 (Unit B) of Section 23, and proposed last take points in the SE/4 NE/4 (Unit H) of Section 26. The wells will be drilled at orthodox locations. Also to be considered will be the cost of drilling and completing said wells, the allocation of these costs as well as the actual operating costs and charges for supervision, designation of Avant Operating II, LLC as operator of the wells, and a 200% charge for risk involved in drilling said wells. Said area is located approximately 36 miles southwest of Hobbs, New Mexico.

The hearing is set for April 21, 2026 beginning at 9:00 a.m. The hearing will be 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: <https://www.emnrd.nm.gov/ocd/hearing-info/>.

As a party who may be affected by these applications, we are notifying you of your right to appear at the hearing and participate in these cases, including the right to present evidence either in support of or in opposition to the applications. Failure to appear at the hearing may preclude you from any involvement in these cases at a later date.

You are further notified that if you desire to appear in these cases, then you are requested to file a Pre-Hearing Statement with the Division at least four business days in advance of a scheduled hearing before the Division or the Commission, but in no event later than 5:00 p.m. mountain time, on the Thursday preceding the scheduled hearing date, with a copy delivered to the undersigned.

Sincerely,



Deana M. Bennett

Attorney for Applicant

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

**APPLICATION OF AVANT OPERATING II, LLC
FOR APPROVAL OF A NON-STANDARD UNIT,
COMPULSORY POOLING, AND,
TO THE EXTENT NECESSARY, APPROVAL
OF AN OVERLAPPING SPACING UNIT
LEA COUNTY, NEW MEXICO**

CASE NO. 25827

APPLICATION

Avant Operating II, LLC ("AO II"), OGRID Number 332947, through its undersigned attorneys, hereby files this application with the Oil Conservation Division ("Division") pursuant to the provisions of NMSA 1978, § 70-2-17, for an order (1) approving a non-standard unit, (2) pooling all uncommitted interests within a non-standard 960-acre, more or less, Avalon/First Bone Spring horizontal spacing unit defined as the stratigraphic equivalent of 7,894' to 9,221' found on the gamma ray log of the Sam H Snoddy Federal #1 (30-025-27812), underlying all of Section 23 and the N/2 of Section 26, Township 20 South, Range 32 East, N.M.P.M., Lea County, New Mexico, and (3) approving, to the extent necessary, an overlapping spacing unit. In support of this application, AO II states as follows:

1. AO II has an interest in the subject lands and has a right to drill and operate a well thereon.
2. AO II seeks to dedicate all of Section 23 and the N/2 of Section 26, Township 20 South, Range 32 East, N.M.P.M., Lea County, New Mexico to form a non-standard 960-acre, more or less, Avalon/First Bone Spring horizontal spacing unit, defined as the stratigraphic equivalent of 7,894' to 9,221' found on the gamma ray log of the Sam H Snoddy Federal #1 (30-025-27812), in the Salt Lake; Bone Spring pool (Pool code 53560) (the "Unit").

3. AO II seeks approval of the 960-acre non-standard spacing Unit to allow AO II to efficiently locate surface facilities, reduce surface disturbances, consolidate roads, tracks, and pipelines, and promote effective well spacing.

4. AO II seeks to dedicate the Unit to the following wells:

- a. **Spicy Chicken 23-26 Fed Com #201H, Spicy Chicken 23-26 Fed Com #301H, Spicy Chicken 23-26 Fed Com #302H** wells with proposed surface hole locations in the NE/4 NW/4 (Unit C) of Section 23, and proposed last take points in the SW/4 NW/4 (Unit E) of Section 26;
- b. **Spicy Chicken 23-26 Fed Com #202H, Spicy Chicken 23-26 Fed Com #303H** wells with proposed surface hole locations in the NE/4 NW/4 (Unit C) of Section 23, and proposed last take points in the SE/4 NW/4 (Unit F) of Section 26;
- c. **Spicy Chicken 23-26 Fed Com #203H, Spicy Chicken 23-26 Fed Com #204H, Spicy Chicken 23-26 Fed Com #304H** wells with proposed surface hole locations in the NW/4 NE/4 (Unit B) of Section 23, and proposed last take points in the SW/4 NE/4 (Unit G) of Section 26; and
- d. **Spicy Chicken 23-26 Fed Com #205H, Spicy Chicken 23-26 Fed Com #305H** wells with proposed surface hole locations in the NW/4 NE/4 (Unit B) of Section 23, and proposed last take points in the SE/4 NE/4 (Unit H) of Section 26.

5. The wells will be horizontally drilled, and the producing areas of the wells are expected to be orthodox.

6. This proposed Unit will partially overlap the following spacing units:

- a. A 40-acre spacing unit dedicated to the Baetz 23 Federal #001 well (API 30-025-26414) located in the NE/SW of Section 23 operated by Fasken Oil & Ranch LTD; and
- b. A 640-acre spacing unit comprised of Section 26 dedicated to the Snoddy Federal #20H (30-025-40447); Snoddy Federal #21H (API 30-025-40838), and Snoddy Federal #23H (API 30-025-40837) operated by Cimarex Energy Co. of Colorado (the Baetz 23 Federal #001 well and the Snoddy Federal #20H to # 23H wells are collectively the "Existing Wells").

7. The Existing Wells are completed in the Second Bone Spring interval, being described as the stratigraphic equivalent of 9,221' to 10,172' found on the gamma ray log of the Sam H Snoddy Federal #1 (30-025-27812). In this application, AO II does not seek to pool the depths associated with the Existing Wells.

8. AO II sought, but has been unable to obtain, a voluntary agreement from all interested owners in the Unit to participate in the drilling of the wells or to otherwise commit their interests to the wells.

9. The pooling of all interests in the Unit will prevent the drilling of unnecessary wells, prevent waste and protect correlative rights.

10. Approval of a non-standard spacing unit will allow AO II to efficiently locate surface facilities for the recovery of oil and gas underlying the subject lands and reduce surface disturbance.

WHEREFORE, AO II requests this application be set for hearing before an Examiner of the Oil Conservation Division on January 8, 2026, and after notice and hearing as required by law, the Division enter its order:

- A. Approving the non-standard spacing Unit;
- B. Pooling all uncommitted interests in the Unit;
- C. Approving, to the extent necessary, the proposed overlapping spacing unit;
- D. Designating AO II as operator of the Unit and the wells to be drilled thereon;
- E. Authorizing AO II to recover its costs of drilling, equipping and completing the wells;
- F. Approving actual operating charges and costs charged for supervision, together with a provision adjusting the rates pursuant to the COPAS accounting procedure; and
- G. Setting a 200% charge for the risk involved in drilling completing the wells in the event a working interest owner elects not to participate in the wells.

Respectfully submitted,

MODRALL SPERLING, ROEHL, HARRIS, &
SISK, P.A.

By: /s/ Deana M. Bennett

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Attorneys for Avant Operating II, LLC

CASE NO. 25827 : Application of Avant Operating II, LLC for approval of a non-standard spacing unit, compulsory pooling, and, to the extent necessary, approval of an overlapping spacing unit, Lea County, New Mexico. Applicant seeks an order from the Division approving a non-standard 960-acre, more or less, Avalon/First Bone Spring horizontal spacing unit defined as the stratigraphic equivalent of 7,894' to 9,221' found on the gamma ray log of the Sam H Snoddy Federal #1 (30-025-27812) and pooling all uncommitted interests in all of Section 23 and the N/2 of Section 26, Township 20 South, Range 32 East, N.M.P.M., Lea County, New Mexico in the Salt Lake; Bone Spring pool (Pool code 53560). This spacing unit will be dedicated to the following wells: **Spicy Chicken 23-26 Fed Com #201H, Spicy Chicken 23-26 Fed Com #301H, Spicy Chicken 23-26 Fed Com #302H** wells with proposed surface hole locations in the NE/4 NW/4 (Unit C) of Section 23, and proposed last take points in the SW/4 NW/4 (Unit E) of Section 26; **Spicy Chicken 23-26 Fed Com #202H, Spicy Chicken 23-26 Fed Com #303H** wells with proposed surface hole locations in the NE/4 NW/4 (Unit C) of Section 23, and proposed last take points in the SE/4 NW/4 (Unit F) of Section 26; **Spicy Chicken 23-26 Fed Com #203H, Spicy Chicken 23-26 Fed Com #204H, Spicy Chicken 23-26 Fed Com #304H** wells with proposed surface hole locations in the NW/4 NE/4 (Unit B) of Section 23, and proposed last take points in the SW/4 NE/4 (Unit G) of Section 26; and **Spicy Chicken 23-26 Fed Com #205H, Spicy Chicken 23-26 Fed Com #305H** wells with proposed surface hole locations in the NW/4 NE/4 (Unit B) of Section 23, and proposed last take points in the SE/4 NE/4 (Unit H) of Section 26. The wells will be drilled at orthodox locations. Applicant also seeks approval of an overlapping spacing unit, to the extent necessary. This proposed Unit will partially overlap the following spacing units: A 40-acre spacing unit dedicated to the Baetz 23 Federal #001 well (API 30-025-26414) located in the NE/SW of Section 23 operated by Fasken Oil & Ranch LTD; and a 640-acre spacing unit comprised of Section 26 dedicated to the Snoddy Federal #20H (30-025-40447); Snoddy Federal #21H (API 30-025-40838), and Snoddy Federal #23H (API 30-025-40837) operated by Cimarex Energy Co. of Colorado. Also to be considered will be the cost of drilling and completing said wells, the allocation of these costs as well as the actual operating costs and charges for supervision, designation of Avant Operating II, LLC as operator of the wells, and a 200% charge for the risk involved in drilling said wells. Said area is located approximately 36 miles southwest of Hobbs, New Mexico.

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

**APPLICATION OF AVANT OPERATING II, LLC
FOR APPROVAL OF A NON-STANDARD UNIT,
COMPULSORY POOLING, AND,
TO THE EXTENT NECESSARY, APPROVAL
OF AN OVERLAPPING SPACING UNIT
LEA COUNTY, NEW MEXICO**

CASE NO. 25829

APPLICATION

Avant Operating II, LLC ("AO II"), OGRID Number 332947, through its undersigned attorneys, hereby files this application with the Oil Conservation Division ("Division") pursuant to the provisions of NMSA 1978, § 70-2-17, for an order (1) approving a non-standard unit, and (2) pooling all uncommitted interests within a non-standard 640-acre, more or less, Second Bone Spring horizontal spacing unit defined as the stratigraphic equivalent of 9,519' to 10,172' found on the gamma ray log of the Sam H Snoddy Federal #1 (30-025-27812), underlying all of Section 23, Township 20 South, Range 32 East, N.M.P.M., Lea County, New Mexico, and (3) approving, to the extent necessary, an overlapping spacing unit. In support of this application, AO II states as follows:

1. AO II has an interest in the subject lands and has a right to drill and operate a well thereon.
2. AO II seeks to dedicate all of Section 23, Township 20 South, Range 32 East, N.M.P.M., Lea County New Mexico to form a non-standard 640-acre, more or less, Second Bone Spring horizontal spacing unit defined as the stratigraphic equivalent of 9,519' to 10,172' found on the gamma ray log of the Sam H Snoddy Federal #1 (30-025-27812) in the Salt Lake; Bone Spring pool (Pool code 53560) (the "Unit").

3. AO II seeks approval of the 640-acre non-standard spacing Unit to allow AO II to efficiently locate surface facilities, reduce surface disturbances, consolidate roads, tracks, and pipelines, and promote effective well spacing.

4. AO II seeks to dedicate the Unit to the following wells:

- **Spicy Chicken 23 Fed Com #501H** well with a proposed surface hole location in the NE/4 NW/4 (Unit C) of Section 23, and a proposed last take point in the SW/4 SW/4 (Unit M) of Section 23;
- **Spicy Chicken 23 Fed Com #502H and Spicy Chicken 23 Fed Com #503H** wells with proposed surface hole locations in the NE/4 NW/4 (Unit C) of Section 23, and proposed last take points in the SE/4 SW/4 (Unit N) of Section 23;
- **Spicy Chicken 23 Fed Com #504H** well with a proposed surface hole location in the NW/4 NE/4 (Unit B) of Section 23, and a proposed last take point in the SW/4 SE/4 (Unit O) of Section 23; and
- **Spicy Chicken 23 Fed Com #505H** well with a proposed surface hole location in the NW/4 NE/4 (Unit B) of Section 23, and a proposed last take point in the SE/4 SE/4 (Unit P) of Section 23.

5. The wells will be horizontally drilled, and the producing areas of the wells are expected to be orthodox.

6. This proposed Unit will partially overlap a 40-acre spacing unit dedicated to the Baetz 23 Federal #001 well (API 30-025-26414) located in the NE/SW of Section 23 operated by Fasken Oil & Ranch LTD.

7. AO II sought, but has been unable to obtain, a voluntary agreement from all interested owners in the Unit to participate in the drilling of the wells or to otherwise commit their interests to the wells.

8. The pooling of all interests in the Unit will prevent the drilling of unnecessary wells, prevent waste and protect correlative rights.

9. Approval of a non-standard spacing unit will allow AO II to efficiently locate surface facilities for the recovery of oil and gas underlying the subject lands and reduce surface disturbance.

WHEREFORE, AO II requests this application be set for hearing before an Examiner of the Oil Conservation Division on January 8, 2026, and after notice and hearing as required by law, the Division enter its order:

- A. Approving the non-standard spacing Unit;
- B. Pooling all uncommitted interests in the Unit;
- C. Approving, to the extent necessary, the proposed overlapping spacing unit;
- D. Designating AO II as operator of the Unit and the wells to be drilled thereon;
- E. Authorizing AO II to recover its costs of drilling, equipping and completing the wells;
- F. Approving actual operating charges and costs charged for supervision, together with a provision adjusting the rates pursuant to the COPAS accounting procedure; and
- G. Setting a 200% charge for the risk involved in drilling completing the wells in the event a working interest owner elects not to participate in the wells.

Respectfully submitted,

MODRALL SPERLING, ROEHL, HARRIS, &
SISK, P.A.

By: /s/ Deana M. Bennett

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Attorneys for Avant Operating II, LLC

CASE NO. 25829 : Application of Avant Operating II, LLC for approval of a non-standard spacing unit, compulsory pooling, and, to the extent necessary, approval of an overlapping spacing unit, Lea County, New Mexico. Applicant seeks an order from the Division approving a non-standard 640-acre, more or less, Second Bone Spring horizontal spacing unit defined as the stratigraphic equivalent of 9,519' to 10,172' found on the gamma ray log of the Sam H Snoddy Federal #1 (30-025-27812) in the Salt Lake; Bone Spring pool (Pool code 53560) and pooling all uncommitted interests in all of Section 23, Township 20 South, Range 32 East, N.M.P.M., Lea County, New Mexico in the Salt Lake; Bone Spring pool (Pool code 53560). This spacing unit will be dedicated to the following wells: **Spicy Chicken 23 Fed Com #501H** well with a proposed surface hole location in the NE/4 NW/4 (Unit C) of Section 23, and a proposed last take point in the SW/4 SW/4 (Unit M) of Section 23; **Spicy Chicken 23 Fed Com #502H and Spicy Chicken 23 Fed Com #503H** wells with proposed surface hole locations in the NE/4 NW/4 (Unit C) of Section 23, and proposed last take points in the SE/4 SW/4 (Unit N) of Section 23; **Spicy Chicken 23 Fed Com #504H** well with a proposed surface hole location in the NW/4 NE/4 (Unit B) of Section 23, and a proposed last take point in the SW/4 SE/4 (Unit O) of Section 23; and **Spicy Chicken 23 Fed Com #505H** well with a proposed surface hole location in the NW/4 NE/4 (Unit B) of Section 23, and a proposed last take point in the SE/4 SE/4 (Unit P) of Section 23. The wells will be drilled at orthodox locations. Applicant also seeks approval of an overlapping spacing unit, to the extent necessary. This proposed Unit will partially overlap a 40-acre spacing unit dedicated to the Baetz 23 Federal #001 well (API 30-025-26414) located in the NE/SW of Section 23 operated by Fasken Oil & Ranch LTD. Also to be considered will be the cost of drilling an completing said wells, the allocation of these costs as well as the actual operating costs and charges for supervision, designation of Avant Operating II, LLC as operator of the wells, and a 200% charge for the risk involved in drilling said wells. Said area is located approximately 36 miles southwest of Hobbs, New Mexico.

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

APPLICATION OF AVANT OPERATING II, LLC
FOR APPROVAL OF A NON-STANDARD UNIT
AND COMPULSORY POOLING, AND,
TO THE EXTENT NECESSARY, APPROVAL
OF AN OVERLAPPING SPACING UNIT
LEA COUNTY, NEW MEXICO

CASE NO. 25831

APPLICATION

Avant Operating II, LLC ("AO II"), OGRID Number 332947, through its undersigned attorneys, hereby files this application with the Oil Conservation Division ("Division") pursuant to the provisions of NMSA 1978, § 70-2-17, for an order (1) approving a non-standard unit, and (2) pooling all uncommitted interests within a non-standard 960-acre, more or less, Third Bone Spring horizontal spacing unit defined as the stratigraphic equivalent of 10,172' to 10,971' found on the gamma ray log of the Sam H Snoddy Federal #1 (30-025-27812), underlying all of Section 23 and the N/2 of Section 26, Township 20 South, Range 32 East, N.M.P.M., Lea County, New Mexico, and (3) approving, to the extent necessary, an overlapping spacing unit. In support of this application, AO II states as follows:

1. AO II has an interest in the subject lands and has a right to drill and operate a well thereon.
2. AO II seeks to dedicate all of Section 23 and the N/2 of Section 26, Township 20 South, Range 32 East, N.M.P.M., Lea County, New Mexico to form a non-standard 960-acre, more or less, Third Bone Spring horizontal spacing unit, defined as the stratigraphic equivalent of 10,172' to 10,971' found on the gamma ray log of the Sam H Snoddy Federal #1 (30-025-27812), in the Salt Lake; Bone Spring pool (Pool code 53560) (the "Unit").

3. AO II seeks approval of the 960-acre non-standard spacing Unit to allow AO II to efficiently locate surface facilities, reduce surface disturbances, consolidate roads, tracks, and pipelines, and promote effective well spacing.

4. AO II seeks to dedicate the Unit to the following wells:

- a. **Spicy Chicken 23-26 Fed Com #601H** well with a proposed surface hole location in the NE/4 NW/4 (Unit C) of Section 23, and a proposed last take point in the SW/4 NW/4 (Unit E) of Section 26;
- b. **Spicy Chicken 23-26 Fed Com #602H** well with a proposed surface hole location in the NE/4 NW/4 (Unit C) of Section 23, and a proposed last take point in the SW/4 NE/4 (Unit G) of Section 26; and
- c. **Spicy Chicken 23-26 Fed Com #603H** well with a proposed surface hole location in the NW/4 NE/4 (Unit B) of Section 23, and a proposed last take point in the SE/4 NE/4 (Unit H) of Section 26.

5. The wells will be horizontally drilled, and the producing areas of the wells are expected to be orthodox.

6. This proposed Unit will partially overlap the following spacing units:

- a. A 40-acre spacing unit dedicated to the Baetz 23 Federal #001 well (API 30-025-26414) located in the NE/SW of Section 23 operated by Fasken Oil & Ranch LTD; and
- b. A 640-acre spacing unit comprised of Section 26 dedicated to the Snoddy Federal #20H (30-025-40447); Snoddy Federal #21H (API 30-025-40838), and Snoddy Federal #23H (API 30-025-40837) operated by Cimarex Energy Co. of

Colorado (the Baetz 23 Federal #001 well and the Snoddy Federal #20H to #23H wells are collectively the "Existing Wells").

7. The Existing Wells are completed in the Second Bone Spring interval, being described as the stratigraphic equivalent of 9,221' to 10,172' found on the gamma ray log of the Sam H Snoddy Federal #1 (30-025-27812). In this application, AO II does not seek to pool the depths associated with the Existing Wells.

8. AO II sought, but has been unable to obtain, a voluntary agreement from all interested owners in the Unit to participate in the drilling of the wells or to otherwise commit their interests to the wells.

9. The pooling of all interests in the Unit will prevent the drilling of unnecessary wells, prevent waste and protect correlative rights.

10. Approval of a non-standard spacing unit will allow AO II to efficiently locate surface facilities for the recovery of oil and gas underlying the subject lands and reduce surface disturbance.

WHEREFORE, AO II requests this application be set for hearing before an Examiner of the Oil Conservation Division on January 8, 2026, and after notice and hearing as required by law, the Division enter its order:

- A. Approving the non-standard spacing Unit;
- B. Pooling all uncommitted interests in the Unit;
- C. Approving, to the extent necessary, the proposed overlapping spacing unit;
- D. Designating AO II as operator of the Unit and the wells to be drilled thereon;
- E. Authorizing AO II to recover its costs of drilling, equipping and completing the wells;

F. Approving actual operating charges and costs charged for supervision, together with a provision adjusting the rates pursuant to the COPAS accounting procedure; and

G. Setting a 200% charge for the risk involved in drilling completing the wells in the event a working interest owner elects not to participate in the wells.

Respectfully submitted,

MODRALL SPERLING, ROEHL, HARRIS, &
SISK, P.A.

By: /s/ Deana M. Bennett

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Attorneys for Avant Operating II, LLC

CASE NO. 25831 : **Application of Avant Operating II, LLC for approval of a non-standard spacing unit, compulsory pooling, and, to the extent necessary, approval of an overlapping spacing unit, Lea County, New Mexico.** Applicant seeks an order from the Division approving a non-standard 960-acre, more or less, Third Bone Spring horizontal spacing unit defined as the stratigraphic equivalent of 10,172' to 10,971' found on the gamma ray log of the Sam H Snoddy Federal #1 (30-025-27812) and pooling all uncommitted interests in all of Section 23 and the N/2 of Section 26, Township 20 South, Range 32 East, N.M.P.M., Lea County, New Mexico in the Salt Lake; Bone Spring pool (Pool code 53560). This spacing unit will be dedicated to the following wells: **Spicy Chicken 23-26 Fed Com #601H** well with a proposed surface hole location in the NE/4 NW/4 (Unit C) of Section 23, and a proposed last take point in the SW/4 NW/4 (Unit E) of Section 26; **Spicy Chicken 23-26 Fed Com #602H** well with a proposed surface hole location in the NE/4 NW/4 (Unit C) of Section 23, and a proposed last take point in the SE/4 NW/4 (Unit F) of Section 26; and **Spicy Chicken 23-26 Fed Com #603H** well with a proposed surface hole location in the NW/4 NE/4 (Unit B) of Section 23, and a proposed last take point in the SE/4 NE/4 (Unit H) of Section 26. The wells will be drilled at orthodox locations. Applicant also seeks approval of an overlapping spacing unit, to the extent necessary. This proposed Unit will partially overlap the following spacing units: A 40-acre spacing unit dedicated to the Baetz 23 Federal #001 well (API 30-025-26414) located in the NE/SW of Section 23 operated by Fasken Oil & Ranch LTD; and a 640-acre spacing unit comprised of Section 26 dedicated to the Snoddy Federal #20H (30-025-40447); Snoddy Federal #21H (API 30-025-40838), and Snoddy Federal #23H (API 30-025-40837) operated by Cimarex Energy Co. of Colorado. Also to be considered will be the cost of drilling and completing said wells, the allocation of these costs as well as the actual operating costs and charges for supervision, designation of Avant Operating II, LLC as operator of the wells, and a 200% charge for the risk involved in drilling said wells. Said area is located approximately 36 miles southwest of Hobbs, New Mexico.

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

**APPLICATION OF AVANT OPERATING II, LLC
FOR APPROVAL OF A NON-STANDARD UNIT
AND COMPULSORY POOLING,
LEA COUNTY, NEW MEXICO.**

CASE NO. 25832

APPLICATION

Avant Operating II, LLC ("AO II"), OGRID Number 332947, through its undersigned attorneys, hereby files this application with the Oil Conservation Division ("Division") pursuant to the provisions of NMSA 1978, § 70-2-17, for an order (1) approving a non-standard unit to the extent necessary, and (2) pooling all uncommitted interests within a non-standard 960-acre, more or less Wolfcamp horizontal spacing unit comprised of all of Section 23 and the N/2 of Section 26, Township 20 South, Range 32 East, N.M.P.M., Lea County, New Mexico. In support of this application, AO II states as follows:

1. AO II has an interest in the subject lands and has a right to drill and operate a well thereon.
2. AO II seeks to dedicate all of Section 23 and the N/2 of Section 26, Township 20 South, Range 32 East, Lea County, New Mexico to form a 960-acre, more or less, Wolfcamp horizontal spacing unit in the Salt Lake; Wolfcamp pool (Pool code 53570) (the "Unit").
3. AO II seeks approval of the 960-acre non-standard spacing unit because approval of this application will allow AO II to efficiently locate surface facilities, reduce surface disturbance, consolidate roads, tanks, and pipelines, and promote effective well spacing.
4. AO II seeks to dedicate the Unit to the following wells:
 - **Spicy Chicken 23-26 Fed Com #751H, Spicy Chicken 23-26 Fed Com #801H** wells with proposed surface hole locations in the NE/4 NW/4 (Unit C)

of Section 23, and proposed last take points in the SW/4 NW/4 (Unit E) of Section 26;

- **Spicy Chicken 23-26 Fed Com #701H, Spicy Chicken 23-26 Fed Com #752H, Spicy Chicken 23-26 Fed Com #802H** wells with proposed surface hole locations in the NE/4 NW/4 (Unit C) of Section 23, and proposed last take points in the SE/4 NW/4 (Unit F) of Section 26;
- **Spicy Chicken 23-26 Fed Com #702H, Spicy Chicken 23-26 Fed Com #753H, Spicy Chicken 23-26 Fed Com #803H** wells with a proposed surface hole location in the NW/4 NE/4 (Unit B) of Section 23, and a proposed last take points in the SW/4 NE/4 (Unit G) of Section 26; and
- **Spicy Chicken 23-26 Fed Com #754H, Spicy Chicken 23-26 Fed Com #804H** wells with proposed surface hole locations in the NE/4 NE/4 (Unit B) of Section 23, and proposed last take points in the SE/4 NE/4 (Unit H) of Section 26.

5. The wells will be horizontally drilled, and the producing areas for the wells are expected to be orthodox.

6. AO II sought, but has been unable to obtain, a voluntary agreement from all interest owners in the Unit to participate in the drilling of the wells or to otherwise commit their interests to the wells.

7. The pooling of all interests in the Unit will prevent the drilling of unnecessary wells, prevent waste and protect correlative rights.

8. Approval of a non-standard spacing unit will allow AO II to efficiently locate surface facilities for the recovery of oil and gas underlying the subject lands and reduce surface disturbance.

WHEREFORE, AO II requests this application be set for hearing before an Examiner of the Oil Conservation Division on January 8, 2026, and after notice and hearing as required by law, the Division enter its order:

- A. Approving the non-standard spacing Unit;
- B. Pooling all uncommitted interests in the Unit;
- C. Designating AO II as operator of the Unit and the wells to be drilled thereon;
- D. Authorizing AO II to recover its costs of drilling, equipping and completing the wells;
- E. Approving actual operating charges and costs charged for supervision, together with a provision adjusting the rates pursuant to the COPAS accounting procedure; and
- F. Setting a 200% charge for the risk involved in drilling and completing the wells in the event a working interest owner elects not to participate in the wells.

Respectfully submitted,

MODRALL SPERLING, ROEHL,
HARRIS, & SISK, P.A.

By: /s/ Deana M. Bennett
 Earl E. DeBrine, Jr.
 Deana M. Bennett
 Jeff H. Goodwin
 Post Office Box 2168
 500 Fourth Street NW, Suite 1000
 Albuquerque, New Mexico 87103-2168
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 edebrine@modrall.com
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 jeff.goodwin@modrall.com
 Attorneys for Avant Operating II, LLC

CASE NO. 25832 : Application of Avant Operating II, LLC for approval of a non-standard spacing unit, compulsory pooling, and, to the extent necessary, approval of an overlapping spacing unit, Lea County, New Mexico. Applicant seeks an order from the Division approving a non-standard 960-acre, more or less, Wolfcamp horizontal spacing unit and pooling all uncommitted interests in all of Section 23 and the N/2 of Section 26, Township 20 South, Range 32 East, N.M.P.M., Lea County, New Mexico, in the Salt Lake; Wolfcamp pool (Pool code 53570). This spacing unit will be dedicated to the following wells: **Spicy Chicken 23-26 Fed Com #751H, Spicy Chicken 23-26 Fed Com #801H** wells with proposed surface hole locations in the NE/4 NW/4 (Unit C) of Section 23, and proposed last take points in the SW/4 NW/4 (Unit E) of Section 26; **Spicy Chicken 23-26 Fed Com #701H, Spicy Chicken 23-26 Fed Com #752H, Spicy Chicken 23-26 Fed Com #802H** wells with proposed surface hole locations in the NE/4 NW/4 (Unit C) of Section 23, and proposed last take points in the SE/4 NW/4 (Unit F) of Section 26; **Spicy Chicken 23-26 Fed Com #702H, Spicy Chicken 23-26 Fed Com #753H, Spicy Chicken 23-26 Fed Com #803H** wells with a proposed surface hole location in the NW/4 NE/4 (Unit B) of Section 23, and a proposed last take points in the SW/4 NE/4 (Unit G) of Section 26; and **Spicy Chicken 23-26 Fed Com #754H, Spicy Chicken 23-26 Fed Com #804H** wells with proposed surface hole locations in the NE/4 NE/4 (Unit B) of Section 23, and proposed last take points in the SE/4 NE/4 (Unit H) of Section 26. The wells will be drilled at orthodox locations. Also to be considered will be the cost of drilling and completing said wells, the allocation of these costs as well as the actual operating costs and charges for supervision, designation of Avant Operating II, LLC as operator of the wells, and a 200% charge for risk involved in drilling said wells. Said area is located approximately 36 miles southwest of Hobbs, New Mexico.

Karlene Schuman
 Modrall Spering Roehl Harris & Sisk P.A.
 500 Fourth Street, Suite 1000
 Albuquerque NM 87102

PS Form 3877

Type of Mailing: CERTIFIED MAIL
 02/17/2026

Firm Mailing Book ID: 305138

Line	USPS Article Number	Name, Street, City, State, Zip	Postage	Service Fee	RR Fee	Rest.Del.Fee	Reference Contents
1	9314 8699 0430 0146 0829 71	EOG Resources Inc 5509 Champions Drive Midland TX 79706	\$2.17	\$5.30	\$2.82	\$0.00	10375.0018spicy Notice
2	9314 8699 0430 0146 0829 88	Tap Rock Resources II LLC 523 Park Point Drive, Suite #200 Golden CO 80401	\$2.17	\$5.30	\$2.82	\$0.00	10375.0018spicy Notice
3	9314 8699 0430 0146 0829 95	COG Operating LLC 925 N. Eldridge Parkway Houston TX 77079	\$2.17	\$5.30	\$2.82	\$0.00	10375.0018spicy Notice
4	9314 8699 0430 0146 0830 08	Gross Family LTD PO Box 358 Roswell NM 88202	\$2.17	\$5.30	\$2.82	\$0.00	10375.0018spicy Notice
5	9314 8699 0430 0146 0830 15	Trainer Partners LTD 2925 Richmond Ave, Ste 1200 Houston TX 77098	\$2.17	\$5.30	\$2.82	\$0.00	10375.0018spicy Notice
6	9314 8699 0430 0146 0830 22	Earthstone Permian LLC c/o Permian Resources c/o Permian Resources 300 N Marienfeld Street, #100 Midland TX 79707	\$2.17	\$5.30	\$2.82	\$0.00	10375.0018spicy Notice
7	9314 8699 0430 0146 0830 39	XTO Delaware Basin LLC 22777 Springwoods Village Pkwy Spring TX 77389	\$2.17	\$5.30	\$2.82	\$0.00	10375.0018spicy Notice
8	9314 8699 0430 0146 0830 46	Chief Capital O&G II LLC 8111 Westchester Drive, Suite #900 Dallas TX 75225	\$2.17	\$5.30	\$2.82	\$0.00	10375.0018spicy Notice
9	9314 8699 0430 0146 0830 53	MRC Delaware Resources LLC 5400 LBJ Freeway, Suite 1500 Dallas TX 75240	\$2.17	\$5.30	\$2.82	\$0.00	10375.0018spicy Notice
10	9314 8699 0430 0146 0830 60	Paloma Permian Assets LLC 1100 Louisiana, Suite 5100 Houston TX 77024	\$2.17	\$5.30	\$2.82	\$0.00	10375.0018spicy Notice
11	9314 8699 0430 0146 0830 77	WR Non-Op LLC 200 North Loraine, Suite 1260 Midland TX 79701	\$2.17	\$5.30	\$2.82	\$0.00	10375.0018spicy Notice
12	9314 8699 0430 0146 0830 84	Southpaw Land and Timber LLC 4300 Macarthur Ave, Ste. 235 Dallas TX 75209	\$2.17	\$5.30	\$2.82	\$0.00	10375.0018spicy Notice
13	9314 8699 0430 0146 0830 91	Chevron USA Inc 1400 Smith Street Houston TX 77002	\$2.17	\$5.30	\$2.82	\$0.00	10375.0018spicy Notice
14	9314 8699 0430 0146 0831 07	AOII 1515 Wynkoop Street, Suite #700 Denver CO 80202	\$2.17	\$5.30	\$2.82	\$0.00	10375.0018spicy Notice
15	9314 8699 0430 0146 0831 14	Marathon Oil (ConocoPhillips) 925 N. Eldridge Parkway Houston TX 77079	\$2.17	\$5.30	\$2.82	\$0.00	10375.0018spicy Notice



EXHIBIT D.2

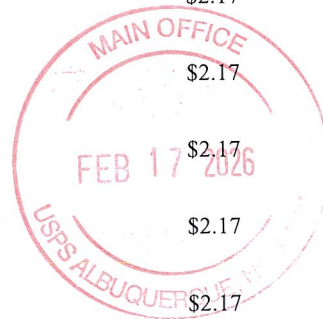
Karlene Schuman
 Modrall Sperling Roehl Harris & Sisk P.A.
 500 Fourth Street, Suite 1000
 Albuquerque NM 87102

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Line	USPS Article Number	Name, Street, City, State, Zip	Postage	Service Fee	RR Fee	Rest.Del.Fee	Reference Contents
16	9314 8699 0430 0146 0831 21	Civitas Resources 9950 Woodloch Forest Dr., Ste #1400 The Woodlands TX 77380	\$2.17	\$5.30	\$2.82	\$0.00	10375.0018spicy Notice
17	9314 8699 0430 0146 0831 38	ConocoPhillips 925 N. Eldridge Parkway Houston TX 77079	\$2.17	\$5.30	\$2.82	\$0.00	10375.0018spicy Notice
18	9314 8699 0430 0146 0831 45	Coterra Energy 6001 Deauville Blvd. Midland TX 79706	\$2.17	\$5.30	\$2.82	\$0.00	10375.0018spicy Notice
19	9314 8699 0430 0146 0831 52	Permian Resources 300 N Marienfeld Street, #100 Midland TX 79707	\$2.17	\$5.30	\$2.82	\$0.00	10375.0018spicy Notice
20	9314 8699 0430 0146 0831 69	Patricia Owens Preston, Ttee of Charles D. Preston Revocable Trust 831 Boulevard of Champions Shalimar FL 32579	\$2.17	\$5.30	\$2.82	\$0.00	10375.0018spicy Notice
21	9314 8699 0430 0146 0831 76	DNR Oil & Gas, Inc. 730 17th St. Ste 200 Denver CO 80202	\$2.17	\$5.30	\$2.82	\$0.00	10375.0018spicy Notice
22	9314 8699 0430 0146 0831 83	Sydney Investments LP 3270 West Main Houston TX 77098	\$2.17	\$5.30	\$2.82	\$0.00	10375.0018spicy Notice
23	9314 8699 0430 0146 0831 90	Hidden Hills Minerals LLC 3270 West Main Houston TX 77098	\$2.17	\$5.30	\$2.82	\$0.00	10375.0018spicy Notice
24	9314 8699 0430 0146 0832 06	Topsey, LLC 3270 West Main Houston TX 77098	\$2.17	\$5.30	\$2.82	\$0.00	10375.0018spicy Notice
25	9314 8699 0430 0146 0832 13	Hatch Royalty, LLC 600 W. 5th Street, Suite 1250 Austin TX 78701	\$2.17	\$5.30	\$2.82	\$0.00	10375.0018spicy Notice
26	9314 8699 0430 0146 0832 20	James C. Whitten, Ttee of the Whitten Management Trust 800 N. Marienfeld, Suite 211 Midland TX 79701	\$2.17	\$5.30	\$2.82	\$0.00	10375.0018spicy Notice
27	9314 8699 0430 0146 0832 37	Brigham Royalties Fund I Holdco, LLC 5914 West Courtyard, Suite 200 Austin TX 78730	\$2.17	\$5.30	\$2.82	\$0.00	10375.0018spicy Notice
28	9314 8699 0430 0146 0832 44	Milestone Oil, LLC 4813 E 84th Street Tulsa OK 74137	\$2.17	\$5.30	\$2.82	\$0.00	10375.0018spicy Notice
29	9314 8699 0430 0146 0832 51	Mustang Mud, Inc. 408 West Wall Midland TX 79701	\$2.17	\$5.30	\$2.82	\$0.00	10375.0018spicy Notice
30	9314 8699 0430 0146 0832 68	Lario Oil & Gas Company PO Box 155 Midland TX 79702	\$2.17	\$5.30	\$2.82	\$0.00	10375.0018spicy Notice



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 500 Fourth Street, Suite 1000
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Line	USPS Article Number	Name, Street, City, State, Zip	Postage	Service Fee	RR Fee	Rest.Del.Fee	Reference Contents
31	9314 8699 0430 0146 0832 75	Harken Exploration Company PO Box 619024 Dallas TX 75261	\$2.17	\$5.30	\$2.82	\$0.00	10375.0018spicy Notice
32	9314 8699 0430 0146 0832 82	Harken Exploration Company 580 Westlake Park Blvd Ste 600 Houston TX 77079	\$2.17	\$5.30	\$2.82	\$0.00	10375.0018spicy Notice
33	9314 8699 0430 0146 0832 99	Mark B. Murphy, Ttee of Mark B. Murphy Irrevocable Trust 706 West Brazos Roswell NM 88201	\$2.17	\$5.30	\$2.82	\$0.00	10375.0018spicy Notice
34	9314 8699 0430 0146 0833 05	Susan S. Murphy, Trustee of Susan S. Murphy Marital Trust 706 West Brazos Roswell NM 88201	\$2.17	\$5.30	\$2.82	\$0.00	10375.0018spicy Notice
35	9314 8699 0430 0146 0833 12	Robin L. Morgan 135 W. Cottonwood Road Artesia NM 88210	\$2.17	\$5.30	\$2.82	\$0.00	10375.0018spicy Notice
36	9314 8699 0430 0146 0833 29	Hutchings Oil Company PO Box 1216 Albuquerque NM 87103	\$2.17	\$5.30	\$2.82	\$0.00	10375.0018spicy Notice
37	9314 8699 0430 0146 0833 36	Marie I. Baetz, Trust of the Marie I. Baetz Family 2012 Trust 633 Alta Avenue San Antonio TX 78209	\$2.17	\$5.30	\$2.82	\$0.00	10375.0018spicy Notice
38	9314 8699 0430 0146 0833 43	Barbara Shelby Baetz Shipper aka Barbara Shipper 1626 Milford Avenue Houston TX 77006	\$2.17	\$5.30	\$2.82	\$0.00	10375.0018spicy Notice
39	9314 8699 0430 0146 0833 50	CSC3 Holdings, Ltd 344 Terrell Road San Antonio TX 78209	\$2.17	\$5.30	\$2.82	\$0.00	10375.0018spicy Notice
40	9314 8699 0430 0146 0833 67	Trainer Partners LTD OE Squared Operating, LLC 2925 Richmond Avenue, Suite 1200 Houston TX 77098	\$2.17	\$5.30	\$2.82	\$0.00	10375.0018spicy Notice
41	9314 8699 0430 0146 0833 74	Earthstone Permian LLC 1400 Woodloch Forest Drive, Suite 300 The Woodlands TX 77380	\$2.17	\$5.30	\$2.82	\$0.00	10375.0018spicy Notice
42	9314 8699 0430 0146 0833 81	SITL Energy, LLC 308 North Colorado Avenue, Suite 200 Midland TX 79701	\$2.17	\$5.30	\$2.82	\$0.00	10375.0018spicy Notice
43	9314 8699 0430 0146 0833 98	Ventura Oil & Gas, LLC 308 North Colorado Avenue, Suite 200 Midland TX 79701	\$2.17	\$5.30	\$2.82	\$0.00	10375.0018spicy Notice
44	9314 8699 0430 0146 0834 04	PBC Resources, LLC 2209 Gulf Avenue Midland TX 79705	\$2.17	\$5.30	\$2.82	\$0.00	10375.0018spicy Notice



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45	9314 8699 0430 0146 0834 11	TD Minerals, LLC 8111 Westchester, Suite 900 Dallas TX 75225	\$2.17	\$5.30	\$2.82	\$0.00	10375.0018spicy Notice
46	9314 8699 0430 0146 0834 28	Blue Star Royalty, LLC PO Box 470249 Fort Worth TX 76147	\$2.17	\$5.30	\$2.82	\$0.00	10375.0018spicy Notice
47	9314 8699 0430 0146 0834 35	John R. Lewis 12606 Cloverwood Drive Cypress TX 77429	\$2.17	\$5.30	\$2.82	\$0.00	10375.0018spicy Notice
48	9314 8699 0430 0146 0834 42	WRH I, LP 508 West Wall Street, Suite 1220 Midland TX 79701	\$2.17	\$5.30	\$2.82	\$0.00	10375.0018spicy Notice
49	9314 8699 0430 0146 0834 59	Kimbell Royalty Holdings, LLC 777 Taylor Street, Suite 810 Fort Worth TX 76102	\$2.17	\$5.30	\$2.82	\$0.00	10375.0018spicy Notice
50	9314 8699 0430 0146 0834 66	David Lougee, Kipp & Fred Frederiksen, Ttees of the Lougee Oil & Gas Trust 6614 Northport Drive Dallas TX 75230	\$2.17	\$5.30	\$2.82	\$0.00	10375.0018spicy Notice
51	9314 8699 0430 0146 0834 73	Diaga Mineral Group, LLC 901 West Missouri Avenue Midland TX 79707	\$2.17	\$5.30	\$2.82	\$0.00	10375.0018spicy Notice
52	9314 8699 0430 0146 0834 80	Andrew H. Jackson 1905 North Midkiff Road Midland TX 79705	\$2.17	\$5.30	\$2.82	\$0.00	10375.0018spicy Notice
53	9314 8699 0430 0146 0834 97	Petrolux, Inc. P.O. Box 1473 Roswell NM 88202	\$2.17	\$5.30	\$2.82	\$0.00	10375.0018spicy Notice
Totals:			\$115.01	\$280.90	\$149.46	\$0.00	
						Grand Total:	\$545.37



List Number of Pieces Listed by Sender Total Number of Pieces Received at Post Office Postmaster: Name of receiving employee Dated:

53

Transaction Report Details - CertifiedPro.net
 Firm Mail Book ID= 305138
 Generated: 4/6/2026 10:19:59 AM

USPS Article Number	Date Created	Reference Number	Name 1	Name 2	City	State	Zip	Mailing Status	Service Options	Mail Delivery Date
9314869904300146083497	2026-02-16 1:54 PM	10375.0018spicy	Petrolux, Inc.		Roswell	NM	88202	Delivered	Return Receipt - Electronic, Certified Mail	2026-02-20 11:00 AM
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9314869904300146083442	2026-02-16 1:54 PM	10375.0018spicy	WRH I, LP		Midland	TX	79701	Delivered	Return Receipt - Electronic, Certified Mail	2026-02-20 2:59 PM
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9314869904300146083367	2026-02-16 1:54 PM	10375.0018spicy	Trainer Partners LTD	OE Squared Operating, LLC	Houston	TX	77098	Delivered	Return Receipt - Electronic, Certified Mail	2026-02-21 4:00 PM
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9314869904300146083336	2026-02-16 1:54 PM	10375.0018spicy	Marie I. Baetz, Trust of the	Marie I. Baetz Family 2012 Trust	San Antonio	TX	78209	Delivered	Return Receipt - Electronic, Certified Mail	2026-02-23 3:06 PM
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9314869904300146083299	2026-02-16 1:54 PM	10375.0018spicy	Mark B. Murphy, Ttee of	Mark B. Murphy Irrevocable Trust	Roswell	NM	88201	Delivered	Return Receipt - Electronic, Certified Mail	2026-02-27 1:51 PM
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9314869904300146083220	2026-02-16 1:54 PM	10375.0018spicy	James C. Whitten, Ttee of the	Whitten Management Trust	Midland	TX	79701	Lost	Return Receipt - Electronic, Certified Mail	
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9314869904300146083190	2026-02-16 1:54 PM	10375.0018spicy	Hidden Hills Minerals LLC		Houston	TX	77098	Lost	Return Receipt - Electronic, Certified Mail	
9314869904300146083183	2026-02-16 1:54 PM	10375.0018spicy	Sydney Investments LP		Houston	TX	77098	Lost	Return Receipt - Electronic, Certified Mail	
9314869904300146083176	2026-02-16 1:54 PM	10375.0018spicy	DNR Oil & Gas, Inc.		Denver	CO	80202	Lost	Return Receipt - Electronic, Certified Mail	
9314869904300146083169	2026-02-16 1:54 PM	10375.0018spicy	Patricia Owens Preston, Ttee of	Charles D. Preston Revocable Trust	Shalimar	FL	32579	Delivered	Return Receipt - Electronic, Certified Mail	2026-03-05 12:50 PM
9314869904300146083152	2026-02-16 1:54 PM	10375.0018spicy	Permian Resources		Midland	TX	79707	Delivered	Return Receipt - Electronic, Certified Mail	2026-02-20 11:42 AM
9314869904300146083145	2026-02-16 1:54 PM	10375.0018spicy	Coterra Energy		Midland	TX	79706	Delivered	Return Receipt - Electronic, Certified Mail	
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9314869904300146083121	2026-02-16 1:54 PM	10375.0018spicy	Civitas Resources		The Woodlands	TX	77380	Delivered	Return Receipt - Electronic, Certified Mail	2026-02-24 3:06 PM
9314869904300146083114	2026-02-16 1:54 PM	10375.0018spicy	Marathon Oil (ConocoPhillips)		Houston	TX	77079	Delivered	Return Receipt - Electronic, Certified Mail	2026-02-20 11:08 AM
9314869904300146083107	2026-02-16 1:54 PM	10375.0018spicy	AOil		Denver	CO	80202	Delivered	Return Receipt - Electronic, Certified Mail	2026-02-20 10:12 AM
9314869904300146083091	2026-02-16 1:54 PM	10375.0018spicy	Chevron USA Inc		Houston	TX	77002	Delivered	Return Receipt - Electronic, Certified Mail	
9314869904300146083084	2026-02-16 1:54 PM	10375.0018spicy	Southpaw Land and Timber LLC		Dallas	TX	75209	Delivered	Return Receipt - Electronic, Certified Mail	2026-02-20 10:36 AM
9314869904300146083077	2026-02-16 1:54 PM	10375.0018spicy	WR Non-Op LLC		Midland	TX	79701	Delivered	Return Receipt - Electronic, Certified Mail	2026-02-20 1:17 PM
9314869904300146083060	2026-02-16 1:54 PM	10375.0018spicy	Paloma Permian Assets LLC		Houston	TX	77024	Lost	Return Receipt - Electronic, Certified Mail	
9314869904300146083053	2026-02-16 1:54 PM	10375.0018spicy	MRC Delaware Resources LLC		Dallas	TX	75240	Delivered	Return Receipt - Electronic, Certified Mail	2026-02-20 9:44 AM
9314869904300146083046	2026-02-16 1:54 PM	10375.0018spicy	Chief Capital O&G II LLC		Dallas	TX	75225	Delivered	Return Receipt - Electronic, Certified Mail	2026-02-20 11:22 AM
9314869904300146083039	2026-02-16 1:54 PM	10375.0018spicy	XTO Delaware Basin LLC		Spring	TX	77389	Delivered	Return Receipt - Electronic, Certified Mail	2026-02-23 9:39 AM
9314869904300146083022	2026-02-16 1:54 PM	10375.0018spicy	Earthstone Permian LLC/o Permian Resources	c/o Permian Resources	Midland	TX	79707	Delivered	Return Receipt - Electronic, Certified Mail	2026-02-20 11:42 AM
9314869904300146083015	2026-02-16 1:54 PM	10375.0018spicy	Trainer Partners LTD		Houston	TX	77098	Lost	Return Receipt - Electronic, Certified Mail	
9314869904300146083008	2026-02-16 1:54 PM	10375.0018spicy	Gross Family LTD		Roswell	NM	88202	Lost	Return Receipt - Electronic, Certified Mail	
9314869904300146082995	2026-02-16 1:54 PM	10375.0018spicy	COG Operating LLC		Houston	TX	77079	Delivered	Return Receipt - Electronic, Certified Mail	2026-02-20 11:08 AM
9314869904300146082988	2026-02-16 1:54 PM	10375.0018spicy	Tap Rock Resources II LLC		Golden	CO	80401	Returned to Sender	Return Receipt - Electronic, Certified Mail	2026-03-26 12:26 PM
9314869904300146082971	2026-02-16 1:54 PM	10375.0018spicy	EOG Resources Inc		Midland	TX	79706	Delivered	Return Receipt - Electronic, Certified Mail	2026-02-23 8:36 AM

EXHIBIT D.3

Affidavit of Publication

STATE OF NEW MEXICO
COUNTY OF LEA

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

Beginning with the issue dated
February 22, 2026
and ending with the issue dated
February 22, 2026.



Publisher

Sworn and subscribed to before me this
22nd day of February 2026.



Business Manager

My commission expires
January 29, 2027

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

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

EXHIBIT D.4

SW/4 NW/4 (Unit E) of
26 Fed Com #303H wells
tion 23, and proposed last
23-26 Fed Com #20H,
Com #304H wells with
23, and proposed last
23-26 Fed Com #205H,
ole locations in the NW/4
NE/4 (Unit H) of Section
approval of an overlapping
lly overlap the following
#001 well (API 30-025-
anch LTD; and a 640-acre
al #20H (30-025-40447);
23H (API 30-025-40837)
will be the cost of drilling
actual operating costs and
erator of the wells, and a
located approximately 36
s and devisees of: EOG
ross Family LTD; Trainer
O Delaware Basin LLC;
Permian Assets LLC; WR
c.; AO II; Marathon Oil
gy; Permian Resources;
ole Trust dated August 4,
erals, LLC; Topsey LLC;
agement Trust; Brigham
l, Inc.; Lario Oil & Gas
of the Mark B. Murphy
Trustee of the Susan S.
Morgan; Hutchings Oil
ast; Barbara Shelby Baetz
LLC; Ventura Oil & Gas,
; John R. Lewis; WRH I,
gee Frederiksen and Fred
Group, LLC; Andrew H.
Operating II, LLC for
to the extent necessary,
The State of New Mexico
sion will conduct a public
The conference will be
erals, Natural Resources
is Drive, 1st Floor, Santa
electronic hearing, see the
ndr.nm.gov/ocd/hearing-
andard 640-acre, more or
phic equivalent of 9,519'
#1 (30-025-27812) in the
mitted interests in all of
, New Mexico in the Salt
dedicated to the following
hole location in the NE/4
SW/4 (Unit M) of Section
Com #503H wells with
23, and proposed last take
Com #504H well with a
, and a proposed last take
ed Com #505H well with
n 23, and a proposed last
led at orthodox locations.
e extent necessary. This
he Baetz 23 Federal #001
l by Fasken Oil & Ranch

Sam H Snoddy Federal #1 (30-025-27812) and pooling all uncom
23 and the N/2 of Section 26, Township 20 **Page 321 of 322** as
Mexico in the Salt Lake; Bone Spring pool (Pool code 53560). Thi
to the following wells: **Spicy Chicken 23-26 Fed Com #601H** w
location in the NE/4 NW/4 (Unit C) of Section 23, and a propo
NW/4 (Unit E) of Section 26; **Spicy Chicken 23-26 Fed Com #60**
hole location in the NE/4 NW/4 (Unit C) of Section 23, and a prop
NW/4 (Unit F) of Section 26; and **Spicy Chicken 23-26 Fed Co**
surface hole location in the NW/4 NE/4 (Unit B) of Section 23, a
the SE/4 NE/4 (Unit H) of Section 26. The wells will be drilled a
also seeks approval of an overlapping spacing unit, to the extent
will partially overlap the following spacing units: A 40-acre spa
23 Federal #001 well (API 30-025-26414) located in the NE/SW 4
Oil & Ranch LTD; and a 640-acre spacing unit comprised of Sec
Federal #20H (30-025-40447); Snoddy Federal #21H (API 30-0
#23H (API 30-025-40837) operated by Cimarex Energy Co. of C
will be the cost of drilling and completing said wells, the allocat
actual operating costs and charges for supervision, designation
operator of the wells, and a 200% charge for the risk involved in
located approximately 36 miles southwest of Hobbs, New Mexico
CASE NO. 25832: Notice to all affected parties, as well as
Resources, Inc.; Tap Rock Resources II, LLC; COG Operating LI
Partners LTD; Earthstone Permian LLC, C/O Permian Resourc
Chief Capital O&G II LLC; MRC Delaware Resources LLC; Pal
Non-Op LLC; Southpaw Land and Timber LLC; Chevron US
(ConocoPhillips); Civitas Resources; ConocoPhillips; Coterra
Patricia Owens Preston, Trustee of the Charles Dean Preston R
2011; DNR Oil & Gas, Inc.; Sydney Investments LP; Hidden Hil
Hatch Royalty, LLC; James C. Whitten, trustee of the Whitter
Royalties Fund I Holdco, LLC; Milestone Oil, LLC; Mustang
Company; Harken Exploration Company; Mark B. Murphy, T
Irrevocable Trust, UTA dated December 12, 2012; Susan S. M
Murphy Marital Trust, UTA dated November 12, 2012; Rob
Company; Marie I. Baetz, trustee of the Marie I. Baetz Family 20
Shipper a/k/a Barbara B. Shipper; CSC3 Holdings, Ltd.; SITL Er
LLC; PBC Resources, LLC; TD Minerals, LLC; Blue Star Royalt
LP; Kimbell Royalty Holdings, LLC; David Charles Lougee, Kip
Frederiksen, Trustees of the Lougee Oil & Gas Trust; Diaga M
Jackson; Petrolux, Inc.; Bureau of Land Management of the
**Operating II, LLC for approval of a non-standard spacing un
to the extent necessary, approval of an overlapping spacing unit,**
State of New Mexico through its Oil Conservation Division here
will conduct a public hearing at 9:00 a.m. on **April 21, 2026** t
conference will be conducted in a hybrid fashion, both in-person
Resources Department, Wendell Chino Building, Pecos Hall, 12
Floor, Santa Fe, NM 87505 and via a virtual meeting platform.
hearing, see the instructions posted on the dock
<https://www.emnrd.nm.gov/ocd/hearing-info/>. Applicant seek
approving a non-standard 960-acre, more or less, Wolfcamp hor
all uncommitted interests in all of Section 23 and the N/2 of Sectio
32 East, N.M.P.M., Lea County, New Mexico, in the Salt La
53570). This spacing unit will be dedicated to the following wells:
#751H, Spicy Chicken 23-26 Fed Com #801H wells with propo
NE/4 NW/4 (Unit C) of Section 23, and proposed last take point
Section 26; **Spicy Chicken 23-26 Fed Com #701H, Spicy Ch**
Spicy Chicken 23-26 Fed Com #802H wells with proposed su
NW/4 (Unit C) of Section 23, and proposed last take points in the
26; **Spicy Chicken 23-26 Fed Com #702H, Spicy Chicken**
Chicken 23-26 Fed Com #803H wells with a proposed surface
(Unit B) of Section 23, and a proposed last take points in the SW
and **Spicy Chicken 23-26 Fed Com #754H, Spicy Chicken 23**
proposed surface hole locations in the NE/4 NE/4 (Unit B) of Se
points in the SE/4 NE/4 (Unit H) of Section 26. The wells will
Also to be considered will be the cost of drilling and completing
costs as well as the actual operating costs and charges for su
Operating II, LLC as operator of the wells, and a 200% charge
wells. Said area is located approximately 36 miles southwest of l



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JUMBLE

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TUFEL

SIBCA

TRHOYW

SIV AHL

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THAT SCRAMBLED WORD GAME
By David L. Hoyt and Jeff Knurek

Don't let taste fool you. Elasticity is just as important.

What about this one? It's pretty tasty.

WHEN IT CAME TO PICKING OUT THE RIGHT BUBBLE GUM, SHE WAS ---

Now arrange the circled letters to form the surprise answer, as suggested by the above cartoon.

Print the answer here: " "

(Answers tomorrow)

Saturday's Jumbles: SWAMP GOING QUIRKY GLANCE
Answer: The best way for the electricians to install so many outlets was to keep — PLUGGING AWAY

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CASE NO. 25827: Notice to all affected parties, as well as heirs and devisees of: EOG Resources, Inc.; Tap Rock Resources II, LLC; COG Operating LLC; Gross Family LTD; Trainer Partners LTD; Earthstone Permian LLC, C/O Permian Resources; XTO Delaware Basin LLC; Chief Capital O&G II LLC; MRC Delaware Resources LLC; Paloma Permian Assets LLC; WR Non-Op LLC; Southpaw Land and Timber LLC; Chevron USA Inc.; AO II; Marathon Oil (ConocoPhillips); Civitas Resources; ConocoPhillips; Coterra Energy; Permian Resources; Patricia Owens Preston, Trustee of the Charles Dean Preston Revocable Trust dated August 4, 2011; DNR Oil & Gas, Inc.; Sydney Investments LP; Hidden Hills Minerals, LLC; Topsey LLC; Hatch Royalty, LLC; James C. Whitten, trustee of the Whitten Management Trust; Brigham Royalties Fund I Holdco, LLC; Milestone Oil, LLC; Mustang Mud, Inc.; Lario Oil & Gas Company; Harken Exploration Company; Mark B. Murphy, Trustee of the Mark B. Murphy Irrevocable Trust, UTA dated December 12, 2012; Susan S. Murphy, Trustee of the Susan S. Murphy Marital Trust, UTA dated November 12, 2012; Robin L. Morgan; Hutchings Oil Company; Marie I. Baetz, trustee of the Marie I. Baetz Family 2012 Trust; Barbara Shelby Baetz Shipper a/k/a Barbara B. Shipper; CSC3 Holdings, Ltd.; SITL Energy, LLC; Ventura Oil & Gas, LLC; PBC Resources, LLC; TD Minerals, LLC; Blue Star Royalty, LLC; John R. Lewis; WRH I, LP; Kimbell Royalty Holdings, LLC; David Charles Lougee, Kipp Lougee Frederiksen and Fred Frederiksen, Trustees of the Lougee Oil & Gas Trust; Diaga Mineral Group, LLC; Andrew H. Jackson; Petrolux, Inc.; Bureau of Land Management of the **Application of Avant Operating II, LLC for approval of a non-standard spacing unit, compulsory pooling, and, to the extent necessary, approval of an overlapping spacing unit, Lea County, New Mexico.** The State of New Mexico through its Oil Conservation Division hereby gives notice that the Division will conduct a public hearing at 9:00 a.m. on **April 21, 2026** to consider this application. The conference will be 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 a virtual meeting platform. To participate in the electronic hearing, see the instructions posted on the docket for the hearing date: <https://www.emnrd.nm.gov/ocd/hearing-info/>. Applicant seeks an order from the Division approving a non-standard 960-acre, more or less, Avalon/First Bone Spring horizontal spacing unit defined as the stratigraphic equivalent of 7,894' to 9,221' found on the gamma ray log of the Sam H Snoddy Federal #1 (30-025-27812) and pooling all uncommitted interests in all of Section 23 and the N/2 of Section 26, Township 20 South, Range 32 East, N.M.P.M., Lea County, New Mexico in the Salt Lake; Bone Spring pool (Pool code 53560). This spacing unit will be dedicated to the following wells: **Spicy Chicken 23-26 Fed Com #201H, Spicy Chicken 23-26 Fed Com #301H, Spicy Chicken 23-26 Fed Com #302H** wells with proposed surface hole locations in the NE/4 NW/4 (Unit C) of Section 23, and proposed last take points in the SW/4 NW/4 (Unit E) of Section 26; **Spicy Chicken 23-26 Fed Com #202H, Spicy Chicken 23-26 Fed Com #303H** wells with proposed surface hole locations in the NE/4 NW/4 (Unit C) of Section 23, and proposed last take points in the SE/4 NW/4 (Unit F) of Section 26; **Spicy Chicken 23-26 Fed Com #203H, Spicy Chicken 23-26 Fed Com #204H, Spicy Chicken 23-26 Fed Com #304H** wells with proposed surface hole locations in the NW/4 NE/4 (Unit B) of Section 23, and proposed last take points in the SW/4 NE/4 (Unit G) of Section 26; and **Spicy Chicken 23-26 Fed Com #205H, Spicy Chicken 23-26 Fed Com #305H** wells with proposed surface hole locations in the NW/4 NE/4 (Unit B) of Section 23, and proposed last take points in the SE/4 NE/4 (Unit H) of Section 26. The wells will be drilled at orthodox locations. Applicant also seeks approval of an overlapping spacing unit, to the extent necessary. This proposed Unit will partially overlap the following spacing units: A 40-acre spacing unit dedicated to the Baetz 23 Federal #001 well (API 30-025-26414) located in the NE/SW of Section 23 operated by Fasken Oil & Ranch LTD; and a 640-acre spacing unit comprised of Section 26 dedicated to the Snoddy Federal #20H (30-025-40447); Snoddy Federal #21H (API 30-025-40838), and Snoddy Federal #23H (API 30-025-40837) operated by Cimarex Energy Co. of Colorado. Also to be considered will be the cost of drilling and completing said wells, the allocation of these costs as well as the actual operating costs and charges for supervision, designation of Avant Operating II, LLC as operator of the wells, and a 200% charge for the risk involved in drilling said wells. Said area is located approximately 36 miles southwest of Hobbs, New Mexico.

CASE NO. 25829: Notice to all affected parties, as well as heirs and devisees of: EOG Resources, Inc.; Tap Rock Resources II, LLC; COG Operating LLC; Gross Family LTD; Trainer Partners LTD; Earthstone Permian LLC, C/O Permian Resources; XTO Delaware Basin LLC; Chief Capital O&G II LLC; MRC Delaware Resources LLC; Paloma Permian Assets LLC; WR Non-Op LLC; Southpaw Land and Timber LLC; Chevron USA Inc.; AO II; Marathon Oil (ConocoPhillips); Civitas Resources; ConocoPhillips; Coterra Energy; Permian Resources; Patricia Owens Preston, Trustee of the Charles Dean Preston Revocable Trust dated August 4, 2011; DNR Oil & Gas, Inc.; Sydney Investments LP; Hidden Hills Minerals, LLC; Topsey LLC; Hatch Royalty, LLC; James C. Whitten, trustee of the Whitten Management Trust; Brigham Royalties Fund I Holdco, LLC; Milestone Oil, LLC; Mustang Mud, Inc.; Lario Oil & Gas Company; Harken Exploration Company; Mark B. Murphy, Trustee of the Mark B. Murphy Irrevocable Trust, UTA dated December 12, 2012; Susan S. Murphy, Trustee of the Susan S. Murphy Marital Trust, UTA dated November 12, 2012; Robin L. Morgan; Hutchings Oil Company; Marie I. Baetz, trustee of the Marie I. Baetz Family 2012 Trust; Barbara Shelby Baetz Shipper a/k/a Barbara B. Shipper; CSC3 Holdings, Ltd.; SITL Energy, LLC; Ventura Oil & Gas, LLC; PBC Resources, LLC; TD Minerals, LLC; Blue Star Royalty, LLC; John R. Lewis; WRH I, LP; Kimbell Royalty Holdings, LLC; David Charles Lougee, Kipp Lougee Frederiksen and Fred Frederiksen, Trustees of the Lougee Oil & Gas Trust; Diaga Mineral Group, LLC; Andrew H. Jackson; Bureau of Land Management of the **Application of Avant Operating II, LLC for approval of a non-standard spacing unit, compulsory pooling, and, to the extent necessary, approval of an overlapping spacing unit, Lea County, New Mexico.** The State of New Mexico through its Oil Conservation Division hereby gives notice that the Division will conduct a public hearing at 9:00 a.m. on **April 21, 2026** to consider this application. The conference will be 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 a virtual meeting platform. To participate in the electronic hearing, see the instructions posted on the docket for the hearing date: <https://www.emnrd.nm.gov/ocd/hearing-info/>. Applicant seeks an order from the Division approving a non-standard 640-acre, more or less, Second Bone Spring horizontal spacing unit defined as the stratigraphic equivalent of 9,519' to 10,172' found on the gamma ray log of the Sam H Snoddy Federal #1 (30-025-27812) in the Salt Lake; Bone Spring pool (Pool code 53560) and pooling all uncommitted interests in all of Section 23, Township 20 South, Range 32 East, N.M.P.M., Lea County, New Mexico in the Salt Lake; Bone Spring pool (Pool code 53560). This spacing unit will be dedicated to the following wells: **Spicy Chicken 23 Fed Com #501H** well with a proposed surface hole location in the NE/4 NW/4 (Unit C) of Section 23, and a proposed last take point in the SW/4 SW/4 (Unit M) of Section 23; **Spicy Chicken 23 Fed Com #502H and Spicy Chicken 23 Fed Com #503H** wells with proposed surface hole locations in the NE/4 NW/4 (Unit C) of Section 23, and proposed last take points in the SE/4 SW/4 (Unit N) of Section 23; **Spicy Chicken 23 Fed Com #504H** well with a proposed surface hole location in the NW/4 NE/4 (Unit B) of Section 23, and a proposed last take point in the SW/4 SE/4 (Unit O) of Section 23; and **Spicy Chicken 23 Fed Com #505H** well with a proposed surface hole location in the NW/4 NE/4 (Unit B) of Section 23, and a proposed last take point in the SE/4 SE/4 (Unit P) of Section 23. The wells will be drilled at orthodox locations. Applicant also seeks approval of an overlapping spacing unit, to the extent necessary. This proposed Unit will partially overlap a 40-acre spacing unit dedicated to the Baetz 23 Federal #001 well (API 30-025-26414) located in the NE/SW of Section 23 operated by Fasken Oil & Ranch

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LTD. Also to be considered will be the cost of drilling an completing said wells, the allocation of these costs as well as the actual operating costs and charges for supervision, designation of Avant Operating II, LLC as operator of the wells, and a 200% charge for the risk involved in drilling said wells. Said area is located approximately 36 miles southwest of Hobbs, New Mexico.

CASE NO. 25831: Notice to all affected parties, as well as heirs and devisees of: EOG Resources, Inc.; Tap Rock Resources II, LLC; COG Operating LLC; Gross Family LTD; Trainer Partners LTD; Earthstone Permian LLC, C/O Permian Resources; XTO Delaware Basin LLC; Chief Capital O&G II LLC; MRC Delaware Resources LLC; Paloma Permian Assets LLC; WR Non-Op LLC; Southpaw Land and Timber LLC; Chevron USA Inc.; AO II; Marathon Oil (ConocoPhillips); Civitas Resources; ConocoPhillips; Coterra Energy; Permian Resources; Patricia Owens Preston, Trustee of the Charles Dean Preston Revocable Trust dated August 4, 2011; DNR Oil & Gas, Inc.; Sydney Investments LP; Hidden Hills Minerals, LLC; Topsey LLC; Hatch Royalty, LLC; James C. Whitten, trustee of the Whitten Management Trust; Brigham Royalties Fund I Holdco, LLC; Milestone Oil, LLC; Mustang Mud, Inc.; Lario Oil & Gas Company; Harken Exploration Company; Mark B. Murphy, Trustee of the Mark B. Murphy Irrevocable Trust, UTA dated December 12, 2012; Susan S. Murphy, Trustee of the Susan S. Murphy Marital Trust, UTA dated November 12, 2012; Robin L. Morgan; Hutchings Oil Company; Marie I. Baetz, trustee of the Marie I. Baetz Family 2012 Trust; Barbara Shelby Baetz Shipper a/k/a Barbara B. Shipper; CSC3 Holdings, Ltd.; SITL Energy, LLC; Ventura Oil & Gas, LLC; PBC Resources, LLC; TD Minerals, LLC; Blue Star Royalty, LLC; John R. Lewis; WRH I, LP; Kimbell Royalty Holdings, LLC; David Charles Lougee, Kipp Lougee Frederiksen and Fred Frederiksen, Trustees of the Lougee Oil & Gas Trust; Diaga Mineral Group, LLC; Andrew H. Jackson; Petrolux, Inc.; Bureau of Land Management of the **Application of Avant Operating II, LLC for approval of a non-standard spacing unit, compulsory pooling, and, to the extent necessary, approval of an overlapping spacing unit, Lea County, New Mexico.** The State of New Mexico through its Oil Conservation Division hereby gives notice that the Division will conduct a public hearing at 9:00 a.m. on **April 21, 2026** to consider this application. The conference will be 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 a virtual meeting platform. To participate in the electronic hearing, see the instructions posted on the docket for the hearing date: <https://www.emnrd.nm.gov/ocd/hearing-info/>. Applicant seeks an order from the Division approving a non-standard 960-acre, more or less, Third Bone Spring horizontal spacing unit defined as the stratigraphic equivalent of 10,172' to 10,971' found on the gamma ray log of the Sam H Snoddy Federal #1 (30-025-27812) and pooling all uncommitted interests in all of Section 23 and the N/2 of Section 26, Township 20 South, Range 32 East, N.M.P.M., Lea County, New Mexico in the Salt Lake; Bone Spring pool (Pool code 53560). This spacing unit will be dedicated to the following wells: **Spicy Chicken 23-26 Fed Com #601H** well with a proposed surface hole location in the NE/4 NW/4 (Unit C) of Section 23, and a proposed last take point in the SW/4 NW/4 (Unit E) of Section 26; **Spicy Chicken 23-26 Fed Com #602H** well with a proposed surface hole location in the NE/4 NW/4 (Unit C) of Section 23, and a proposed last take point in the SE/4 NW/4 (Unit F) of Section 26; and **Spicy Chicken 23-26 Fed Com #603H** well with a proposed surface hole location in the NW/4 NE/4 (Unit B) of Section 23, and a proposed last take point in the SE/4 NE/4 (Unit H) of Section 26. The wells will be drilled at orthodox locations. Applicant also seeks approval of an overlapping spacing unit, to the extent necessary. This proposed Unit will partially overlap the following spacing units: A 40-acre spacing unit dedicated to the Baetz 23 Federal #001 well (API 30-025-26414) located in the NE/SW of Section 23 operated by Fasken Oil & Ranch LTD; and a 640-acre spacing unit comprised of Section 26 dedicated to the Snoddy Federal #20H (30-025-40447); Snoddy Federal #21H (API 30-025-40838), and Snoddy Federal #23H (API 30-025-40837) operated by Cimarex Energy Co. of Colorado. Also to be considered will be the cost of drilling and completing said wells, the allocation of these costs as well as the actual operating costs and charges for supervision, designation of Avant Operating II, LLC as operator of the wells, and a 200% charge for the risk involved in drilling said wells. Said area is located approximately 36 miles southwest of Hobbs, New Mexico.

CASE NO. 25832: Notice to all affected parties, as well as heirs and devisees of: EOG Resources, Inc.; Tap Rock Resources II, LLC; COG Operating LLC; Gross Family LTD; Trainer Partners LTD; Earthstone Permian LLC, C/O Permian Resources; XTO Delaware Basin LLC; Chief Capital O&G II LLC; MRC Delaware Resources LLC; Paloma Permian Assets LLC; WR Non-Op LLC; Southpaw Land and Timber LLC; Chevron USA Inc.; AO II; Marathon Oil (ConocoPhillips); Civitas Resources; ConocoPhillips; Coterra Energy; Permian Resources; Patricia Owens Preston, Trustee of the Charles Dean Preston Revocable Trust dated August 4, 2011; DNR Oil & Gas, Inc.; Sydney Investments LP; Hidden Hills Minerals, LLC; Topsey LLC; Hatch Royalty, LLC; James C. Whitten, trustee of the Whitten Management Trust; Brigham Royalties Fund I Holdco, LLC; Milestone Oil, LLC; Mustang Mud, Inc.; Lario Oil & Gas Company; Harken Exploration Company; Mark B. Murphy, Trustee of the Mark B. Murphy Irrevocable Trust, UTA dated December 12, 2012; Susan S. Murphy, Trustee of the Susan S. Murphy Marital Trust, UTA dated November 12, 2012; Robin L. Morgan; Hutchings Oil Company; Marie I. Baetz, trustee of the Marie I. Baetz Family 2012 Trust; Barbara Shelby Baetz Shipper a/k/a Barbara B. Shipper; CSC3 Holdings, Ltd.; SITL Energy, LLC; Ventura Oil & Gas, LLC; PBC Resources, LLC; TD Minerals, LLC; Blue Star Royalty, LLC; John R. Lewis; WRH I, LP; Kimbell Royalty Holdings, LLC; David Charles Lougee, Kipp Lougee Frederiksen and Fred Frederiksen, Trustees of the Lougee Oil & Gas Trust; Diaga Mineral Group, LLC; Andrew H. Jackson; Petrolux, Inc.; Bureau of Land Management of the **Application of Avant Operating II, LLC for approval of a non-standard spacing unit, compulsory pooling, and, to the extent necessary, approval of an overlapping spacing unit, Lea County, New Mexico.** The State of New Mexico through its Oil Conservation Division hereby gives notice that the Division will conduct a public hearing at 9:00 a.m. on **April 21, 2026** to consider this application. The conference will be 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 a virtual meeting platform. To participate in the electronic hearing, see the instructions posted on the docket for the hearing date: <https://www.emnrd.nm.gov/ocd/hearing-info/>. Applicant seeks an order from the Division approving a non-standard 960-acre, more or less, Wolfcamp horizontal spacing unit and pooling all uncommitted interests in all of Section 23 and the N/2 of Section 26, Township 20 South, Range 32 East, N.M.P.M., Lea County, New Mexico, in the Salt Lake; Wolfcamp pool (Pool code 53570). This spacing unit will be dedicated to the following wells: **Spicy Chicken 23-26 Fed Com #751H, Spicy Chicken 23-26 Fed Com #801H** wells with proposed surface hole locations in the NE/4 NW/4 (Unit C) of Section 23, and proposed last take points in the SW/4 NW/4 (Unit E) of Section 26; **Spicy Chicken 23-26 Fed Com #701H, Spicy Chicken 23-26 Fed Com #752H, Spicy Chicken 23-26 Fed Com #802H** wells with proposed surface hole locations in the NE/4 NW/4 (Unit C) of Section 23, and proposed last take points in the SE/4 NW/4 (Unit F) of Section 26; **Spicy Chicken 23-26 Fed Com #702H, Spicy Chicken 23-26 Fed Com #753H, Spicy Chicken 23-26 Fed Com #803H** wells with a proposed surface hole location in the NW/4 NE/4 (Unit B) of Section 23, and a proposed last take points in the SW/4 NE/4 (Unit G) of Section 26; and **Spicy Chicken 23-26 Fed Com #754H, Spicy Chicken 23-26 Fed Com #804H** wells with proposed surface hole locations in the NE/4 NE/4 (Unit B) of Section 23, and proposed last take points in the SE/4 NE/4 (Unit H) of Section 26. The wells will be drilled at orthodox locations. Also to be considered will be the cost of drilling and completing said wells, the allocation of these costs as well as the actual operating costs and charges for supervision, designation of Avant Operating II, LLC as operator of the wells, and a 200% charge for risk involved in drilling said wells. Said area is located approximately 36 miles southwest of Hobbs, New Mexico.