<u>District 1</u>
1625 N. French Dr., Hobbs, NM 88240
Phone:(575) 393-6161 Fax:(575) 393-0720
<u>District II</u>
811 S. First St., Artesia, NM 88210
Phone:(575) 748-1283 Fax:(575) 748-9720

<u>District III</u> 1000 Rio Brazos Rd., Aztec, NM 87410 Phone:(505) 334-6178 Fax:(505) 334-6170

District IV 1220 S. St Francis Dr., Santa Fe, NM 87505 Phone;(505) 476-3470 Fax:(505) 476-3462 State of New Mexico
Energy, Minerals and Natural
Resources
Oil Conservation Division
1220 S. St Francis Dr.
Santa Fe, NM 87505
Change of Operator

Form C-145 Revised May 19, 2017

Permit 273504

#### **Previous Operator Information**

#### **New Operator Information**

		Effective Date:	Effective on the date of approval by the OCD
OGRID:	6137	_OGRID:	13837
Name:	DEVON ENERGY PRODUCTION COMPANY, LP	Name:	MACK ENERGY CORP
Address:	333 West Sheridan Ave.	Address:	P.O. Box 960
	****	***	11344 Lovington Hwy
City, State, Zip:	Oklahoma City, OK 73102	City, State,	Artesia, NM 88211-0960

I hereby certify that the rules of the Oil Conservation Division ("OCD") have been complied with and that the information on this form and the certified list of wells is true to the best of my knowledge and belief.

Additionally, by signing below, MACK ENERGY CORP certifies that it has read and understands the following synopsis of applicable rules.

PREVIOUS OPERATOR certifies that all below-grade tanks constructed and installed prior to June 16, 2008 associated with the selected wells being transferred are either (1) in compliance with 19.15.17 NMAC, (2) have been closed pursuant to 19.15.17.13 NMAC or (3) have been retrofitted to comply with Paragraphs 1 through 4 of 19.15.17.11(I) NMAC.

#### MACK ENERGY CORP understands that the OCD's approval of this operator change;

- constitutes approval of the transfer of the permit for any permitted pit, below-grade tank or closed-loop system associated with the selected wells; and
- constitutes approval of the transfer of any below-grade tanks constructed and installed prior to June 16, 2008 associated with the selected wells, regardless of whether the transferor has disclosed the existence of those below-grade tanks to the transferee or to the OCD, and regardless of whether the below-grade tanks are in compliance with 19.15.17 NMAC.

I hereby certify I understand the above. The statements I have made are true and correct and a condition precedent to the Oil Conservation Division accepting this Change of Operator.

Previous O	perator	New Operator				
Signature:	Catherine Gebrack	Signature:	_ (m).			
Printed Name: Title:	Catherine Lebsack Vice President	Printed Name: Title:	Crissa D. Carter Production Manager			
Date:	10/33/2019 Phone: (5 235 3611	Date:	1 <u>0/31/2019</u> Phone: <u>575–748–1288</u>			

### As the operator of record of wells in New Mexico, MACK ENERGY CORP agrees to the following statements:

I am responsible for ensuring that the wells and related facilities comply with applicable statutes and rules, and am responsible for all regulatory filings with the OCD. I am responsible for knowing all applicable statutes and rules, not just the rules referenced in this list. I understand that the OCD's rules are available on the OCD website under "Rules," and that the Water Quality Control Commission rules are available on the OCD website on the "Publications" page.

2. Initials Understand that if I acquire wells from another operator, the OCD must approve the operator change before I

begin operating those wells. See Subsection B of 19.15.9.9 NMAC. I understand that if I acquire wells or facilities subject to a compliance order addressing inactive wells or environmental cleanup, before the OCD will approve the operator change it may require me to enter into an enforceable agreement to return those wells to compliance. See Paragraph (2) of Subsection C of

19.15.9.9 NMAC.

3. Initials I must file a monthly C-115 report showing production for each non-plugged well completion for which the OCD has approved an allowable and authorization to transport, and injection for each injection well. See 19.15.7.24 NMAC. understand that the OCD may cancel my authority to transport from or inject into all the wells I operate if I fail to file C-115

reports. See Subsection C of 19.15.7.24 NMAC.

4. Initials Line I understand that New Mexico requires wells that have been inactive for certain time periods to be plugged or placed in approved temporary abandonment. See 19.15.25.8 NMAC. I understand the requirements for plugging and approved temporary abandonment in 19.15.25 NMAC. I understand that I can check my compliance with the basic requirements of

19.15.25.8 NMAC by using the "Inactive Well List" on OCD's website.

5. Initials Li must keep current with financial assurances for well plugging. I understand that New Mexico requires each state or fee well that has been inactive for more than two years and has not been plugged and released to be covered by a single-well financial assurance or a "blanket plugging financial assurance for wells in temporarily abandoned statues", even if the well is also covered by a blanket financial assurance and even if the well is on approved temporary abandonment status. See Subsection C of 19.15.8.9 NMAC. I understand that I can check my compliance with the financial assurance requirement by using the "Inactive Well Additional Financial Assurance Report" on the OCD's website.

6. Initials DC I am responsible for reporting and remediating releases pursuant to 19.15.29 NMAC. I understand the OCD will look to me as the operator of record to take corrective action for releases at my wells and related facilities, including releases that occurred before I became operator of record, I am responsible for conducting my own due diligence for any releases that have occurred prior to becoming operator of my wells and related facilities and am responsible for any open releases or

unreported releases.

7. Initials CDC I have read 19.15.5.9 NMAC, commonly known as "Part 5.9," and understand that to be in compliance with its requirements I must have the appropriate financial assurances in place, comply with orders requiring corrective action, pay penalties assessed by the courts or agreed to by me in a settlement agreement, and not have too many wells out of compliance with the inactive well rule (19.15.25.8 NMAC). If I am in violation of Part 5.9, I may not be allowed to drill, acquire or produce any additional wells, and will not be able to obtain any new injection permits. See 19.15.16.19 NMAC, 19.15.26.8 NMAC, 19.15.9.9 NMAC and 19.15.14.10 NMAC. If I am in violation of Part 5.9 the OCD may, after notice and hearing, revoke my existing injection permits and seek other relief. See 19.15.26.8 NMAC and 19.15.5.10 NMAC.

8. Initials ( For injection wells, I understand that I must report injection on my monthly C-115 report and must operate my wells in compliance with 19.15.26 NMAC and the terms of my injection permit. I understand that I must conduct mechanical integrity tests on my injection wells at least once every five years. See 19.15.26.11 NMAC. I understand that when there is a continuous one-year period of non-injection into all wells in an injection or storage project or into a saltwater disposal well or special purpose injection well, authority for that injection automatically terminates. See 19.15.26.12 NMAC. I understand that if I transfer operation of an injection well to another operator, the OCD must approve the transfer of authority to inject, and the OCD may require me to demonstrate the well's mechanical integrity prior to approving that transfer. See 19.15.26.15 NMAC.

9. Initials CDC I am responsible for providing the OCD with my current address of record and emergency contact information. and I am responsible for updating that information when it changes. See Subsection C of 19.15.9.8 NMAC. I understand that I

can update that information on the OCD's website under "Electronic Permitting."

Initials CDC If I transfer well operations to another operator, the OCD must approve the change before the new operator can begin operations. See Subsection B of 19.15.9.9 NMAC. I remain responsible for the wells and related facilities and all related regulatory filings until the OCD approves the operator change. I understand that the transfer will not relieve me of responsibility or liability for any act or omission which occurred while I operated the wells and related facilities.

11. Initials No person with an interest exceeding 25% in the undersigned company is, or was within the last 5 years, an

officer, director, partner or person with a 25% or greater interest in another entity that is not currently in compliance with

Subsection A of 19.15.5.9 NMAC.

12. Initials CNC NMOCD Rule Subsection E and F of 19,15,16.8 NMAC: An operator shall have 90 days from the effective date of an operator name change to change the operator name on the well sign unless the division grants an extension time, for good cause shown, along with a schedule for making the changes. Each sign shall show the (1) well number, (2) property name, (3) operator's name, (4) location by footage, quarter-quarter section, township and range (or unit letter can be substituted for the quarter-quarter section), and (5) API number.

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Phone:(5/5) 748-1283 Fax:(5/5) 748-9720

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<u>District IV</u>
1220 S. St Francis Dr., Santa Fe, NM 87505
Phone:(505) 476-3470 Fax:(505) 476-3462

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

Wells Selected for Transfer

Permit 273504

# 38 Wells Selected for Transfer

	www.w
From:	OGRID:
DEVON ENERGY PRODUCTION COMPANY, LP	6137
То:	OGRID:
MACK ENERGY CORP	13837

### OCD District: Artesia (38 Wells selected.)

Property	Well	Lease Type	ULSTR	OCD Unit	API	Well Type	Pool ID	Pool Name	Last Prod/Inj	Single Well Bond Required for Inactive Well
28648	BLACKBIRD 8 FEDERAL #001	F	N-08-16S-28E	N	30-015-30753	G	76079	DIAMOND MOUND; MORROW (GAS)	08/19	0
28649	BLACKBIRD 8 FEDERAL COM #002	F	J-08-16S-28E	J	30-015-31420	G	76079	DIAMOND MOUND; MORROW (GAS)	08/19	0
302208	BOGLE STATE COM #001	S	16-02-16S- 27E	H	30-015-22307	G	97223	DIAMOND MOUND; UPPER PENN. (G)	05/09	42560
35434	CANADIAN 6 STATE #001H	S	1-06-17S-25E	Α	30-015-34616	G	75250	COTTONWOOD CREEK; WOLFCAMP (GAS)	08/19	0
28645	CARBON VALLY 14 FEDERAL #002	F	F-14-16S-27E	F	30-015-30973	G	97254	DIAMOND MOUND; STRAWN, SW (G)	08/19	O
302215	COOK FEDERAL COM #001	F	H-10-16S-27E	Н	30-015-22990	G	76079	DIAMOND MOUND; MORROW (GAS)	08/19	0
30619	CROW FLAT 20 FEDERAL COM #001	F .	K-20-16S-28E	K	30-015-31413	G	75720	CROW FLATS; MORROW (GAS)	08/19	0
30620	CROW FLAT 29 FEDERAL #002	F	D-29-16S-28E	D	30-015-31760	G	75720	CROW FLATS; MORROW (GAS)	08/19	0
28653	DELHI A STATE #001	S	D-33-17S-28E	D	30-015-01677	0	22040	EMPIRE; ABO	08/18	0
302216	DEPCO FEDERAL #002	F	5-04-16S-28E	D	30-015-24630	G	76079	DIAMOND MOUND; MORROW (GAS)	08/19	0
38322	DERRICK FEDERAL #003	F	14-05-16S- 28E	N	30-015-31440	G	76079	DIAMOND MOUND; MORROW (GAS)	08/19	0
302217	DERRICK FEDERAL COM #001	F	11-05-16S- 28E	С	30-015-23057	G	76079	DIAMOND MOUND; MORROW (GAS)	08/19	0
	DERRICK FEDERAL COM #001	F	11-05-16S- 28E	С	30-015-23057	G	97193	DIAMOND MOUND; STRAWN, E (G)	08/19	
	DERRICK FEDERAL COM #002	F	9-05-16S-28E	Α	30-015-23161	G	76079	DIAMOND MOUND; MORROW (GAS)	08/19	0
	DERRICK FEDERAL COM #004	F	K-05-16S-28E	K	30-015-31731	G	76079	DIAMOND MOUND; MORROW (GAS)	08/19	0
37787	DICKENS 29 FEDERAL #001H	F	P-29-16S-28E	Р	30-015-37385	0	17970	DOG CANYON; WOLFCAMP	08/19	0
	DICKENS 29 FEDERAL #002H	F	I-29-16S-28E	I	30-015-37965	0	17970	DOG CANYON; WOLFCAMP	08/19	0
	DICKENS 29 FEDERAL #003H	F	H-29-16S-28E	H	30-015-37220	0	17970	DOG CANYON; WOLFCAMP	08/19	0
	DICKENS 29 FEDERAL #004H	F	A-29-16S-28E	А	30-015-38285	0	17970	DOG CANYON; WOLFCAMP	08/19	0
28643	FARGO 11 FEDERAL #001	F	M-11-16S-27E	М	30-015-31646	G	76079	DIAMOND MOUND; MORROW (GAS)	08/19	0
302222	FULLER FEDERAL #001	F	K-10-16S-27E	К	30-015-22991	G	76060	DIAMOND MOUND; ATOKA (GAS)	08/19	0
28651	HERMAN 10 FEDERAL #001	F	M-10-17S-27E	М	30-015-30991	G	80400	LOGAN DRAW; MORROW (GAS)	08/19	0

37897	MARK TWAIN 5 FEDERAL COM #002H	F	I-05-17S-28E		30-015-38084	0	17970	DOG CANYON; WOLFCAMP	08/19	0
	MARK TWAIN 5 FEDERAL COM #003H	F	H-05-17S-28E	Н	30-015-37429	0	17970	DOG CANYON; WOLFCAMP	08/19	0
	MARK TWAIN 5 FEDERAL COM #004H	F	4-05-17S-28E	D	30-015-37329	0	17970	DOG CANYON; WOLFCAMP	08/19	0
302232	MESA 31 STATE COM #002	S	A-31-15S-28E	Α	30-005-63257	G	76079	DIAMOND MOUND; MORROW (GAS)	08/19	0
302233	MESA STATE COM #002	S	F-32-15S-28E	F	30-005-61821	G	76079	DIAMOND MOUND; MORROW (GAS)	08/19	0
	MESA STATE COM #003	Р	3-31-15S-28E	Ŀ,	30-005-62255	G			12/17	0
30624	MUSKEGON 20 STATE COM #001	S	H-20-17S-29E	Н	30-015-26397	G	76400	EMPIRE; MORROW, SOUTH (GAS)	08/19	0
30614	RIVERSIDE 31 FEDERAL COM #001	F	P-31-16S-27E	G	30-015-31351	G	83880	RIVERSIDE; MORROW (GAS)	08/19	0
37207	SHAKESPEARE 20 FEDERAL COM #001H	F	P-20-16S-28E	Р	30-015-36376	0	17970	DOG CANYON; WOLFCAMP	08/19	0
	SHAKESPEARE 20 FEDERAL COM #003H	F	E-20-16S-28E	E	30-015-37193	0	17970	DOG CANYON; WOLFCAMP	08/19	0
30622	VERANDA 16 STATE COM #001	S	O-16-17S-26E	0	30-015-31189	G	79520	KENNEDY FARMS; MORROW (GAS)	08/19	0
	VERANDA 16 STATE COM #001	S	O-16-17S-26E	0	30-015-31189	G	79525	KENNEDY FARMS; UPPER PENN (GAS)	08/19	
	VERANDA 16 STATE COM #001	s	O-16-17S-26E	0	30-015-31189	G	97217	KENNEDY FARMS; STRAWN, WEST (G)	08/19	
302250	WHITE STATE #001	s	O-35-15S-27E	0	30-005-60670	G	76079	DIAMOND MOUND; MORROW (GAS)	08/19	0
	WHITE STATE #002	Ş	F-35-15S-27E	F	30-005-60853	G			11/18	0
	WHITE STATE #003	S	A-35-15S-27E	Α	30-005-63516	G	76079	DIAMOND MOUND; MORROW (GAS)	08/19	0
	WHITE STATE #004	S	M-35-15S-27E	M	30-005-63518	G	76079	DIAMOND MOUND; MORROW (GAS)	08/19	0
302251	WILLIAMSON FEDERAL COM #002	F	K-12-16S-27E	K	30-015-23101	G	76079	DIAMOND MOUND; MORROW (GAS)	08/19	0
28652	WOODY 10 FEDERAL #001	F	P-10-17S-27E	Р	30-015-31143	G	80400	LOGAN DRAW; MORROW (GAS)	08/19	0

Total of Single Well Bonds Required for Inactive Wells	42560

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1220 S. St Francis Dr., Santa Fe, NM 87505 Phone:(505) 476-3470 Fax:(505) 476-3462

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

Permit 273504

## 38 Wells Selected for Transfer

_		
From:		OGRID:
	DEVON ENERGY PRODUCTION COMPANY, LP	6137
To:		OGRID:
	MACK ENERGY CORP	13837

#### OCD District: Artesia (38 Wells selected.)

Property	Well	Lease Type	ULSTR	OCD Unit	API	Well Type	Pool ID	Pool Name
326309	BLACKBIRD 8 FEDERAL #001	F	N-08-16S-28E	N	30-015-30753	G	76079	DIAMOND MOUND; MORROW (GAS)
326286	BLACKBIRD 8 FEDERAL COM #002	F	J-08-16S-28E	J	30-015-31420	G	76079	DIAMOND MOUND; MORROW (GAS)
326287	BOGLE STATE COM #001	S	16-02-16S-27E	Н	30-015-22307	G	97223	DIAMOND MOUND; UPPER PENN. (G)
326288	CANADIAN 6 STATE #001H	S	1-06-17S-25E	Α	30-015-34616	G	75250	COTTONWOOD CREEK; WOLFCAMP (GAS)
326289	CARBON VALLY 14 FEDERAL #002	F	F-14-16S-27E	F	30-015-30973	G	97254	DIAMOND MOUND; STRAWN, SW (G)
326290	COOK FEDERAL COM #001	F	H-10-16S-27E	Н	30-015-22990	G	76079	DIAMOND MOUND; MORROW (GAS)
326291	CROW FLAT 20 FEDERAL COM #001	F	K-20-16S-28E	K	30-015-31413	G	75720	CROW FLATS; MORROW (GAS)
326292	CROW FLAT 29 FEDERAL #002	F	D-29-16S-28E	D	30-015-31760	G	75720	CROW FLATS; MORROW (GAS)
326293	DELHI A STATE #001	S	D-33-17S-28E	D	30-015-01677	0	22040	EMPIRE; ABO
326294	DEPCO FEDERAL #002	F	5-04-16S-28E	D	30-015-24630	G	76079	DIAMOND MOUND; MORROW (GAS)
326295	DERRICK FEDERAL #003	F	14-05-16S-28E	N	30-015-31440	G	76079	DIAMOND MOUND; MORROW (GAS)
326296	DERRICK FEDERAL COM #001	F	11-05-16S-28E	С	30-015-23057	G	76079	DIAMOND MOUND; MORROW (GAS)
	DERRICK FEDERAL COM #001	F	11-05-16S-28E	С	30-015-23057	G	97193	DIAMOND MOUND; STRAWN, E (G)
	DERRICK FEDERAL COM #002	F	9-05-16S-28E	Α	30-015-23161	G	76079	DIAMOND MOUND; MORROW (GAS)
	DERRICK FEDERAL COM #004	F	K-05-16S-28E	K	30-015-31731	G	76079	DIAMOND MOUND; MORROW (GAS)
326297	DICKENS 29 FEDERAL #001H	F	P-29-16S-28E	Р	30-015-37385	0	17970	DOG CANYON; WOLFCAMP
	DICKENS 29 FEDERAL #002H	F	I-29-16S-28E	I	30-015-37965	0	17970	DOG CANYON; WOLFCAMP
	DICKENS 29 FEDERAL #003H	F	H-29-16S-28E	Н	30-015-37220	0	17970	DOG CANYON; WOLFCAMP
	DICKENS 29 FEDERAL #004H	F	A-29-16S-28E	Α	30-015-38285	0	17970	DOG CANYON; WOLFCAMP
326298	FARGO 11 FEDERAL #001	F	M-11-16S-27E	М	30-015-31646	G	76079	DIAMOND MOUND; MORROW (GAS)
326299	FULLER FEDERAL #001	F	K-10-16S-27E	K	30-015-22991	G	76060	DIAMOND MOUND; ATOKA (GAS)
326300	HERMAN 10 FEDERAL #001	F	M-10-17S-27E	М	30-015-30991	G	80400	LOGAN DRAW; MORROW (GAS)
326301	MARK TWAIN 5 FEDERAL COM #002H	F	I-05-17S-28E	-	30-015-38084	0	17970	DOG CANYON; WOLFCAMP
	MARK TWAIN 5 FEDERAL COM #003H	F	H-05-17S-28E	Н	30-015-37429	0	17970	DOG CANYON; WOLFCAMP
	MARK TWAIN 5 FEDERAL COM #004H	F	4-05-17S-28E	D	30-015-37329	0	17970	DOG CANYON; WOLFCAMP
326310	MESA 31 STATE COM #002	S	A-31-15S-28E	Α	30-005-63257	G	76079	DIAMOND MOUND; MORROW (GAS)
326302	MESA STATE COM #002	S	F-32-15S-28E	F	30-005-61821	G	76079	DIAMOND MOUND; MORROW (GAS)
	MESA STATE COM #003	Р	3-31-15S-28E	L	30-005-62255	G		
326303	MUSKEGON 20 STATE COM #001	S	H-20-17S-29E	Н	30-015-26397	G	76400	EMPIRE; MORROW, SOUTH (GAS)
326304	RIVERSIDE 31 FEDERAL COM #001	F	P-31-16S-27E	G	30-015-31351	G	83880	RIVERSIDE; MORROW (GAS)
326305	SHAKESPEARE 20 FEDERAL COM #001H	F	P-20-16S-28E	Р	30-015-36376	0	17970	DOG CANYON; WOLFCAMP
	SHAKESPEARE 20 FEDERAL COM #003H	F	E-20-16S-28E	E	30-015-37193	0	17970	DOG CANYON; WOLFCAMP
326306	VERANDA 16 STATE COM #001	S	O-16-17S-26E	0	30-015-31189	G	79520	KENNEDY FARMS; MORROW (GAS)
	VERANDA 16 STATE COM #001	S	O-16-17S-26E	0	30-015-31189	G	79525	KENNEDY FARMS; UPPER PENN (GAS)
	VERANDA 16 STATE COM #001	S	O-16-17S-26E	0	30-015-31189	G	97217	KENNEDY FARMS; STRAWN, WEST (G)
326307	WHITE STATE #001	S	O-35-15S-27E	0	30-005-60670	G	76079	DIAMOND MOUND; MORROW (GAS)
	WHITE STATE #002	S	F-35-15S-27E	F	30-005-60853	G		
	WHITE STATE #003	S	A-35-15S-27E	Α	30-005-63516	G	76079	DIAMOND MOUND; MORROW (GAS)
	WHITE STATE #004	S	M-35-15S-27E	М	30-005-63518	G	76079	DIAMOND MOUND; MORROW (GAS)
326308	WILLIAMSON FEDERAL COM #002	F	K-12-16S-27E	K	30-015-23101	G	76079	DIAMOND MOUND; MORROW (GAS)
326311	WOODY 10 FEDERAL #001	F	P-10-17S-27E	Р	30-015-31143	G	80400	LOGAN DRAW; MORROW (GAS)

Comments

Permit 273504

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

#### **CHANGEOP COMMENTS**

Operator:		OGRID:
DEVON ENERGY PRODUCTION COMPA	NY, LP	6137
333 West Sheridan Ave.		Permit Number:
Oklahoma City, OK 73102		273504
		Permit Type:
		ChangeOp

#### Comments

I	Created By	Comment	Comment Date

There are no Comments for this Permit