

8/19/2021

C-145

Form C-145
Revised May 19, 2017
Permit 299632

District I
1625 N. French Dr., Hobbs, NM 88240
Phone:(575) 393-6161 Fax:(575) 393-0720
District II
811 S. First St., Artesia, NM 88210
Phone:(575) 748-1283 Fax:(575) 748-9720
District III
1000 Rio Brazos 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

Previous Operator Information

New Operator Information

OGRID:	<u>7377</u>	Effective Date:	<div style="border: 1px solid black; padding: 2px;">Effective on the date of approval by the OCD</div>
Name:	<u>EOG RESOURCES INC</u>	OGRID:	<u>330887</u>
Address:	<u>P.O. Box 2267</u>	Name:	<u>Opal Operating Company LLC</u>
		Address:	<u>4811 Gaillardia Parkway</u>
			<u>Suite 100</u>
City, State, Zip:	<u>Midland, TX 79702</u>	City, State, Zip:	<u>Oklahoma City, OK 73142</u>

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, Opal Operating Company LLC 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.

Opal Operating Company LLC understands that the OCD's approval of this operator change:

1. 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
2. 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.

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As the operator of record of wells in New Mexico, Opal Operating Company LLC agrees to the following statements:

1. Initials 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 I 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. I 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 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 I 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 statuses", 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 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 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 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."
10. Initials 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 NMOC 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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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 Operator

Signature:

Printed Name:

Title:

Date:

[Signature]
Andrea Felix
Regulatory Manager
8-19-2021 Phone: 575-703-1267

New Operator

Signature:

Printed Name:

Title:

Date:

[Signature]
Craig Johnson
Manager
8-23-2021 Phone: 405-849-5606

Permit 299632

NMOCd Approval
Electronic Signature(s): Karen S. Collins, District 1
Date: September 22, 2021

District I

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District II

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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

Wells Selected for Transfer

Permit 299632

58 Wells Selected for Transfer

From:	EOG RESOURCES INC	OGRID:	7377
To:	Opal Operating Company LLC	OGRID:	330887

OCD District Hobbs (58 Wells selected.)

Property	Well	Lease Type	ULSTR	OCD Unit	API	Pool ID	Pool Name	Well Type
331540	AZURE BNE STATE COM #001	S	C-18-12S-35E	C	30-025-36916	97082	FOUR LAKES; MORROW (GAS)	G
					30-025-36916	97349	RANGER LAKE; ATOKA, NORTH (GAS)	
331541	BLITZEN AUB STATE #002	S	P-16-11S-34E	P	30-025-34859	97190	EIGHT MILE DRAW; MORROW NW (GAS)	O
331542	BOOMERANG BTM STATE #001	S	I-26-08S-33E	I	30-005-29036	59350	TOBAC; UPPER PENN	O
331543	BOOMERANG BTR STATE #002	S	E-25-08S-33E	E	30-005-29084	59350	TOBAC; UPPER PENN	O
331544	BOOTS BOO STATE COM #001	S	E-09-11S-35E	E	30-025-36940	84871	SAND SPRINGS; ATOKA-MORROW (GAS)	G
331545	CARPER MCALESTER ATE STATE #001	S	C-25-11S-34E	C	30-025-20388	21450	EIGHT MILE DRAW; ABO	G
331546	COLA ADO STATE COM #002	S	2-31-08S-33E	E	30-005-21064	4709	BAR-U; PENN	O
331547	COMET AUC STATE #001	S	O-23-11S-34E	O	30-025-20698	76880	FOUR LAKES; ATOKA, NORTH (GAS)	G
					30-025-20698	97015	EIGHT MILE DRAW; MISSISSIPPIAN (GAS)	
331548	COWDREY BBQ STATE #001	S	E-11-09S-31E	E	30-005-20650	74260	CARSON; MORROW (GAS)	G
					30-005-20650	97780	WILDCAT S093111E; CANYON (GAS)	
331550	DONNER AUH STATE #001	S	A-26-11S-34E	A	30-025-34860	21450	EIGHT MILE DRAW; ABO	G
331551	EAST SAND SPRINGS BFW STATE COM #006	S	N-18-11S-35E	N	30-025-30676	76880	FOUR LAKES; ATOKA, NORTH (GAS)	G
331552	EAST SAND SPRINGS BFY STATE #002	S	N-24-11S-34E	N	30-025-34862	97041	EIGHT MILE DRAW; MORROW (GAS)	G
331553	EMPANADA 31 STATE #001	S	O-31-12S-35E	O	30-025-36842	97295	RANGER LAKE; LWR MISS LIME, SOUTH (G)	G
331554	EMPANADA 6 FEDERAL COM #001	F	2-06-13S-35E	B	30-025-36919	97231	RANGER LAKE; AUSTIN, SOUTH (GAS)	O
331555	FARON BPO STATE COM #001	S	2-05-09S-32E	B	30-025-37075	97522	BUTTON MESA; STRAWN (GAS)	G
331557	GOSDEN BGI STATE #001	S	F-01-10S-33E	F	30-025-37077	97382	X-4 RANCH; MORROW, WEST (GAS)	G
331558	IKE BQI STATE #002	S	N-31-12S-35E	N	30-025-38168	97231	RANGER LAKE; AUSTIN, SOUTH (GAS)	G
					30-025-38168	97295	RANGER LAKE; LWR MISS LIME, SOUTH (G)	
331559	INDIGO BHB STATE #001	S	A-07-12S-35E	A	30-025-34991	97082	FOUR LAKES; MORROW (GAS)	G
331560	KOOKABURRA AZB STATE #002	S	B-24-12S-34E	B	30-025-29741	97349	RANGER LAKE; ATOKA, NORTH (GAS)	O
					30-025-29741	97362	RANGER LAKE; MORROW, NORTH (GAS)	
331561	LACY BLE STATE COM #004	S	C-07-12S-34E	C	30-025-37112	97424	BAGLEY; MORROW, EAST (GAS)	G
331562	LACY J BIB STATE COM #001	S	I-08-12S-34E	I	30-025-36639	97371	BAGLEY; ATOKA, EAST (GAS)	G
331563	LACY J BIK STATE COM #002	S	P-06-12S-34E	P	30-025-36790	97424	BAGLEY; MORROW, EAST (GAS)	G
331564	LACY J BIZ STATE #003	S	E-05-12S-34E	E	30-025-37115	97424	BAGLEY; MORROW, EAST (GAS)	G
331565	LACY J BOC STATE COM #005	S	D-08-12S-34E	D	30-025-37422	97424	BAGLEY; MORROW, EAST (GAS)	G
331566	LAGARTO AMZ STATE #002	S	J-01-11S-34E	J	30-025-36523	84871	SAND SPRINGS; ATOKA-MORROW (GAS)	G
331567	LEE BRC #001	P	N-35-11S-31E	N	30-005-29177	86560	TV; PENN (GAS)	G
					30-005-29177	97791	WILDCAT; MISSISSIPPIAN (GAS)	
331568	LEFTY BEV STATE COM #001	S	K-32-11S-34E	K	30-025-36763	97424	BAGLEY; MORROW, EAST (GAS)	G
331569	LIMBAUGH AYO STATE #002	S	P-12-12S-34E	P	30-025-37111	97349	RANGER LAKE; ATOKA, NORTH (GAS)	G
331570	MESCALERO ARL STATE #002	S	O-02-10S-32E	O	30-025-37039	45750	MESCALERO; UPPER PENN, NORTH	G
	MESCALERO ARL STATE #003	S	N-02-10S-32E	N	30-025-38390	45750	MESCALERO; UPPER PENN, NORTH	G
331573	MOCHA AQL STATE #001	P	3-02-13S-34E	C	30-025-35761	97230	RANGER LAKE; MORROW, SOUTH (GAS)	G
					30-025-35761	97231	RANGER LAKE; AUSTIN, SOUTH (GAS)	
331574	OAKRIDGE BIL STATE COM #002	S	O-20-11S-34E	O	30-025-36750	97190	EIGHT MILE DRAW; MORROW NW (GAS)	G
331575	OAKRIDGE BIO STATE COM #003	S	J-31-11S-34E	J	30-025-38887	97424	BAGLEY; MORROW, EAST (GAS)	G
331576	ORBISON BOM STATE COM #001	S	H-14-12S-34E	H	30-025-36816	97164	FOUR LAKES; AUSTIN, SOUTH (GAS)	G
331577	ORBISON BON STATE COM #002	S	J-14-12S-34E	J	30-025-38888	97728	WILDCAT G-08 S123414J; DEVONIAN	O
331578	PATSY BPH STATE COM #006	S	2-02-12S-31E	B	30-005-29109	73780	CAPROCK; MORROW, WEST (GAS)	G
					30-005-29109	96039	WILDCAT; GROUP 8	
331579	PATSY BPI STATE #007	S	O-35-11S-31E	O	30-005-29121	86560	TV; PENN (GAS)	G
					30-005-29121	96039	WILDCAT; GROUP 8	
331580	QUETZAL AQA STATE #001	S	J-08-11S-33E	J	30-025-33460	3820	BAGLEY; PERMO PENN, NORTH	O
331581	QUOTA AQT STATE #001	S	F-01-09S-32E	F	30-025-33743	4709	BAR-U; PENN	O
331582	RAY BBR STATE #001	S	P-25-11S-35E	P	30-025-02674	97291	DEMPSTER MILL; MISSISSIPPIAN (GAS)	G

					30-025-02674	97299	DEMPSTER MILL; ATOKA (GAS)	
331584	REESE BDE STATE COM #001	S	J-13-12S-34E	J	30-025-29791	97349	RANGER LAKE; ATOKA, NORTH (GAS)	O
331585	SAND SPRINGS ASU STATE #001	S	C-11-11S-34E	C	30-025-29843	84871	SAND SPRINGS; ATOKA-MORROW (GAS)	G
	SAND SPRINGS ASU STATE #003	S	J-11-11S-34E	J	30-025-34861	84871	SAND SPRINGS; ATOKA-MORROW (GAS)	G
	SAND SPRINGS ASU STATE #004	S	B-11-11S-34E	B	30-025-34899	84871	SAND SPRINGS; ATOKA-MORROW (GAS)	O
	SAND SPRINGS ASU STATE #005	S	L-11-11S-34E	L	30-025-37265	84871	SAND SPRINGS; ATOKA-MORROW (GAS)	G
331586	STATE QE 13 #001	S	N-13-12S-34E	N	30-025-29634	97362	RANGER LAKE; MORROW, NORTH (GAS)	O
331587	TRES CANAL BAL STATE #001	S	K-26-08S-33E	K	30-005-21162	59350	TOBAC; UPPER PENN	G
					30-005-21162	97124	TOBAC; ATOKA-MORROW, EAST (GAS)	
331588	TWAIN BCW STATE #001	S	D-12-11S-34E	D	30-025-36258	84871	SAND SPRINGS; ATOKA-MORROW (GAS)	G
331589	VAN ZANT BJN STATE COM #001	S	2-01-10S-32E	B	30-025-38077	76720	FLYING M; ATOKA, SOUTH (GAS)	G
331590	WAYLON BLX STATE COM #002	S	M-15-11S-34E	M	30-025-36320	97028	EIGHT MILE DRAW; ATOKA, NW (GAS)	G
					30-025-36320	97190	EIGHT MILE DRAW; MORROW NW (GAS)	
	WAYLON BLX STATE COM #004	S	2-15-11S-34E	G	30-025-36677	97190	EIGHT MILE DRAW; MORROW NW (GAS)	G
331591	WAYLON BLZ STATE COM #003	S	N-21-11S-34E	N	30-025-36580	97190	EIGHT MILE DRAW; MORROW NW (GAS)	G
331593	WAYLON BMD STATE #008	S	C-14-11S-34E	C	30-025-38256	97190	EIGHT MILE DRAW; MORROW NW (GAS)	G
331595	WILLIE BNV STATE COM #001	S	K-31-11S-35E	K	30-025-36525	97082	FOUR LAKES; MORROW (GAS)	G
331596	WILLIE BNW STATE #004	S	3-06-12S-35E	C	30-025-37469	97053	FOUR LAKES; MISSISSIPPIAN (GAS)	G
					30-025-37469	97349	RANGER LAKE; ATOKA, NORTH (GAS)	
331597	WILLIE BNW STATE COM #003	S	1-06-12S-35E	A	30-025-36684	97082	FOUR LAKES; MORROW (GAS)	G
					30-025-36684	97349	RANGER LAKE; ATOKA, NORTH (GAS)	
331598	WILLIE BNX STATE #005	S	A-36-11S-34E	A	30-025-39294	97041	EIGHT MILE DRAW; MORROW (GAS)	O
331599	WOODSTOCK STATE UNIT #001	S	P-05-09S-33E	P	30-025-30700	24615	FLYING M; PENN	O