

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

Form C-145
Revised May 19, 2017

Permit 306121

Previous Operator Information

OGRID: 192463
Name: OXY USA WTP LIMITED PARTNERSHIP
Address: P.O. Box 4294
City, State, Zip: Houston, TX 772104294

New Operator Information

Effective Date:	Effective on the date of approval by the OCD
OGRID:	371449
Name:	COLGATE OPERATING, LLC
Address:	300 North Marienfeld Street Suite 1000
City, State, Zip:	Midland, TX 79701

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, COLGATE OPERATING, 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.

COLGATE OPERATING, 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.

As the operator of record of wells in New Mexico, COLGATE OPERATING, LLC agrees to the following statements:

1. Initials LM 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 LM 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 LM 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 LM 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 LM 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 LM 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 LM 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 LM 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 LM 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 LM 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 LM 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 LM 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.

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 OperatorSignature: Leslie T. ReevesPrinted Name: LESLIE REEVESTitle: REGULATORY ADVISORDate: 1/25/2022 Phone: 713-497-2492**New Operator**Signature: Mikah ThomasPrinted Name: Mikah ThomasTitle: Operations TechDate: 1/18/22 Phone: 432695-4272

Permit 306121

NMOCD ApprovalElectronic Signature(s): Rob Jackson, District 2Date: February 02, 2022

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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 306121

62 Wells Selected for Transfer

From:	OXY USA WTP LIMITED PARTNERSHIP	OGRID:	192463
To:	COLGATE OPERATING, LLC	OGRID:	371449

OCD District: Artesia (62 Wells selected.)

Property	Well	Lease Type	ULSTR	OCD Unit	API	Pool ID	Pool Name	Well Type
332227	BIG FISH 12 10 FEDERAL COM #031H	F	F-12-20S-28E	F	30-015-47594	73520	BURTON FLAT; WOLFCAMP, NORTH (GAS)	G
	BIG FISH 12 10 FEDERAL COM #032H	F	K-12-20S-28E	K	30-015-47392	73480	BURTON FLAT; WOLFCAMP, EAST (GAS)	O
	BIG FISH 12 10 FEDERAL COM #033H	F	K-12-20S-28E	K	30-015-47497	73520	BURTON FLAT; WOLFCAMP, NORTH (GAS)	O
	BIG FISH 12 10 FEDERAL COM #311H	F	F-12-20S-28E	F	30-015-47595	48035	OLD MILLMAN RANCH; BS (ASSOC)	O
	BIG FISH 12 10 FEDERAL COM #312H	F	F-12-20S-28E	F	30-015-48214	48035	OLD MILLMAN RANCH; BS (ASSOC)	O
	BIG FISH 12 10 FEDERAL COM #313H	F	F-12-20S-28E	F	30-015-47597	48035	OLD MILLMAN RANCH; BS (ASSOC)	O
	BIG FISH 12 10 FEDERAL COM #314H	F	K-12-20S-28E	K	30-015-47599	48035	OLD MILLMAN RANCH; BS (ASSOC)	O
	BIG FISH 12 10 FEDERAL COM #315H	F	K-12-20S-28E	K	30-015-47598	48035	OLD MILLMAN RANCH; BS (ASSOC)	O
332228	CHARLIE CHOCOLATE 13 14 FEDERAL COM #032H	F	I-13-20S-28E	I	30-015-47517	73520	BURTON FLAT; WOLFCAMP, NORTH (GAS)	G
	CHARLIE CHOCOLATE 13 14 FEDERAL COM #312H	F	A-13-20S-28E	A	30-015-47519	52805	RUSSELL; BONE SPRING	O
	CHARLIE CHOCOLATE 13 14 FEDERAL COM #313H	F	I-13-20S-28E	I	30-015-48221	52805	RUSSELL; BONE SPRING	O
	CHARLIE CHOCOLATE 13 14 FEDERAL COM #314H	F	I-13-20S-28E	I	30-015-47886	52805	RUSSELL; BONE SPRING	O
332229	CHARLIE CHOCOLATE 13 FEDERAL COM #311H	F	A-13-20S-28E	A	30-015-47518	52805	RUSSELL; BONE SPRING	O
332230	CHARLIE CHOCOLATE 14 15 FEDERAL COM #031H	F	A-14-20S-28E	A	30-015-43123	52805	RUSSELL; BONE SPRING	O
332231	DWU FEDERAL #001	F	J-34-19S-28E	J	30-015-20779	48035	OLD MILLMAN RANCH; BS (ASSOC)	O
	DWU FEDERAL #006	F	I-34-19S-28E	I	30-015-28803	65010	WINCHESTER; BONE SPRING	G
332232	GOVERNMENT AA #001	F	C-23-20S-28E	C	30-015-21286	73520	BURTON FLAT; WOLFCAMP, NORTH (GAS)	G
332233	GOVERNMENT AB #001	F	K-11-20S-28E	K	30-015-21407	73520	BURTON FLAT; WOLFCAMP, NORTH (GAS)	G
	GOVERNMENT AB #002	F	I-10-20S-28E	I	30-015-21480	73520	BURTON FLAT; WOLFCAMP, NORTH (GAS)	G
	GOVERNMENT AB #003	F	K-10-20S-28E	K	30-015-21774	73520	BURTON FLAT; WOLFCAMP, NORTH (GAS)	G
	GOVERNMENT AB #005	F	E-11-20S-28E	E	30-015-26248	73280	BURTON FLAT; MORROW (PRO GAS)	G
	GOVERNMENT AB #006	F	D-10-20S-28E	D	30-015-27846	48035	OLD MILLMAN RANCH; BS (ASSOC)	O
	GOVERNMENT AB #008	F	B-10-20S-28E	B	30-015-27863	48035	OLD MILLMAN RANCH; BS (ASSOC)	O
332219	GOVERNMENT AB FEDERAL #011	F	F-10-20S-28E	F	30-015-40853	48035	OLD MILLMAN RANCH; BS (ASSOC)	O
	GOVERNMENT AB FEDERAL #012	F	B-10-20S-28E	B	30-015-41049	48035	OLD MILLMAN RANCH; BS (ASSOC)	O
	GOVERNMENT AB FEDERAL #014	F	E-10-20S-28E	E	30-015-40854	48035	OLD MILLMAN RANCH; BS (ASSOC)	O
332234	GOVERNMENT AC COM #004	F	P-15-20S-28E	P	30-015-32655	73280	BURTON FLAT; MORROW (PRO GAS)	G
332235	GOVERNMENT AG #001	F	J-17-20S-28E	J	30-015-23254	48035	OLD MILLMAN RANCH; BS (ASSOC)	O
332236	GOVERNMENT AL #001	P	B-17-20S-28E	B	30-015-23553	73520	BURTON FLAT; WOLFCAMP, NORTH (GAS)	O
332237	GOVERNMENT AO COM #001	F	N-08-20S-28E	N	30-015-24032	73280	BURTON FLAT; MORROW (PRO GAS)	G
332238	GOVERNMENT NBFD #001	F	M-11-20S-28E	M	30-015-28841	73280	BURTON FLAT; MORROW (PRO GAS)	G
					30-015-28841	73520	BURTON FLAT; WOLFCAMP, NORTH (GAS)	
332239	GOVERNMENT R COM #001	F	K-14-20S-28E	K	30-015-20871	73520	BURTON FLAT; WOLFCAMP, NORTH (GAS)	G
332240	GOVERNMENT S #002	F	O-03-20S-28E	O	30-015-22999	87600	WINCHESTER; MORROW (GAS)	G
	GOVERNMENT S #003	F	O-03-20S-28E	O	30-015-27839	48035	OLD MILLMAN RANCH; BS (ASSOC)	O
	GOVERNMENT S #004	F	J-03-20S-28E	J	30-015-27845	48035	OLD MILLMAN RANCH; BS (ASSOC)	O
	GOVERNMENT S #005	F	G-03-20S-28E	G	30-015-27885	48035	OLD MILLMAN RANCH; BS (ASSOC)	O
	GOVERNMENT S #006	F	2-03-20S-28E	2	30-015-28118	48035	OLD MILLMAN RANCH; BS (ASSOC)	O
	GOVERNMENT S #008	F	I-03-20S-28E	I	30-015-28505	48035	OLD MILLMAN RANCH; BS (ASSOC)	O
332248	GOVERNMENT S COM #009	F	1-03-20S-28E	A	30-015-28996	48035	OLD MILLMAN RANCH; BS (ASSOC)	G
332241	GOVERNMENT T COM #001	F	C-14-20S-28E	C	30-015-20958	73520	BURTON FLAT; WOLFCAMP, NORTH (GAS)	G

	GOVERNMENT T COM #002	F	G-15-20S-28E	G	30-015-21323	73520	BURTON FLAT; WOLFCAMP, NORTH (GAS)	G
332242	GOVERNMENT U COM #001	F	G-22-20S-28E	G	30-015-21020	73520	BURTON FLAT; WOLFCAMP, NORTH (GAS)	G
332243	GOVERNMENT W #002	F	O-22-20S-28E	O	30-015-26253	73520	BURTON FLAT; WOLFCAMP, NORTH (GAS)	G
332244	GOVERNMENT W COM #001	F	N-22-20S-28E	N	30-015-21067	73280	BURTON FLAT; MORROW (PRO GAS)	G
332245	GOVERNMENT Y #001	F	I-11-20S-28E	I	30-015-21109	73280	BURTON FLAT; MORROW (PRO GAS)	G
332246	GOVERNMENT Z COM #001	F	K-23-20S-28E	K	30-015-21242	73520	BURTON FLAT; WOLFCAMP, NORTH (GAS)	G
332258	HACKBERRY 6 FEDERAL #002	F	6-06-19S-31E	L	30-015-31419	96785	HACKBERRY; MORROW, NORTH (G)	G
332249	HACKBERRY 6 FEDERAL COM #004H	F	3-06-19S-31E	C	30-015-41248	97056	HACKBERRY; BONE SPRING, NORTH	O
332250	IVORE 35 FEDERAL COM #002H	F	H-35-18S-30E	H	30-015-41409	5200	BENSON; BONE SPRING	O
	IVORE 35 FEDERAL COM #003H	F	A-35-18S-30E	A	30-015-41410	5200	BENSON; BONE SPRING	O
332251	MISTY 35 FEDERAL COM #003H	F	P-35-18S-30E	P	30-015-41416	37920	LEO; BONE SPRING, SOUTH	O
	MISTY 35 FEDERAL COM #004H	F	I-35-18S-30E	I	30-015-41413	37920	LEO; BONE SPRING, SOUTH	O
332252	OXY 33 FEDERAL #001	F	P-33-19S-28E	P	30-015-28970	87760	WINCHESTER; WOLFCAMP (GAS)	G
332253	OXY 4 FEDERAL COM #001	F	F-04-20S-28E	F	30-015-28986	87600	WINCHESTER; MORROW (GAS)	G
332254	OXY BULLDOG STATE #001	S	H-16-20S-28E	H	30-015-29234	73520	BURTON FLAT; WOLFCAMP, NORTH (GAS)	G
					30-015-29234	84412	SALADAR; STRAWN (GAS)	
332255	OXY IVORE FEDERAL #001	F	B-35-18S-30E	B	30-015-32507	96785	HACKBERRY; MORROW, NORTH (G)	G
332256	OXY PAL FEDERAL #001	F	O-26-18S-30E	O	30-015-33364	96785	HACKBERRY; MORROW, NORTH (G)	G
332221	SMOKEY BITS STATE COM #002H	S	E-36-18S-30E	E	30-015-40196	5200	BENSON; BONE SPRING	O
	SMOKEY BITS STATE COM #005H	S	M-36-18S-30E	M	30-015-40070	5200	BENSON; BONE SPRING	O
	SMOKEY BITS STATE COM #006H	S	D-36-18S-30E	D	30-015-40148	5200	BENSON; BONE SPRING	O
332220	STATE CV COM #002H	S	H-16-20S-28E	H	30-015-41857	48035	OLD MILLMAN RANCH; BS (ASSOC)	O
332257	STATE CX COM #001	S	N-28-19S-28E	N	30-015-22125	87600	WINCHESTER; MORROW (GAS)	G
					30-015-22125	97044	WINCHESTER; WOLFCAMP, NORTHWEST	