405 North Marienfeld · Suite 250 · Midland, Texas 79701

November 21, 2017

DELAWARE ENERGY

Michael McMillan New Mexico Oil Conservation District 4 1220 South St. Francis Drive Santa Fe, New Mexico 87505

RE: Fikes SWD #1 - SWD 1689 - Surface Location Change

Mr. McMillan,

Delaware Energy has an executed Salt Water Disposal Agreement with Joseph Owen Carleton, Jr. and wife, Doris Bruton Carleton who are joint tenants. Mr. and Mrs. Owen own the north (N/2) of Section 17, Township 24 South, Range 28 East, Eddy County NM where the Fikes SWD #1 will be located (2,033' FNL, 252' FWL, Unit Letter E, Sec. 17, T24S, R28E).

Best Regards,

Jason Goss | VP Drilling

Delaware Energy Services

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