

faeIIoperating

April 1st, 2022

Attn: Mr. Rob Jackson

Per the terms of FAE II's ACOI No. 2020-006 agreed upon in April 2020, FAE II, OGRID # 329326, is respectfully submitting the requested annual activity update concerning the 77 wells on Exhibit A of the ACOI. Per this ACOI, FAE II has until April 15, 2024 (with the one-year extension) to get the wells back into compliance.

2022 Update:

We are pleased to report that we reactivated the follow wells in the last 12 months:

Hansen State #010 (API 30-025-37954): We drilled out the bridge plug, stimulated and returned to production in January of 2022.

Kimmy K #001 (30-025-26243): We drilled out the bridge plug, recompleted and stimulated in June of 2021.

Martin B #004 (30-025-38883): We drilled out cement plugs and acidized well in August of 2021. We subsequently upgraded the lift to a progressive cavity pump in November of 2021.

A number of gas wells were reactivated through means of meter reactivations, flowline repairs and swabbing operations. Please see attached table for full list.

Previous workovers completed at time of 2021 update:

Wells A #007 (API 30-025-23600): It was a shut-in producer that we reactivated in November of 2020

Arnett Ramsay NCT B #011(30-025-26963): We recently converted this well to an injector, which was approved under Order No. R-21423.

Upcoming Work:

We have plans to work an additional 7-15 OOC wells off the list this year.

Best Regards,



Garret Johnson | Production Engineer

FAE II Operating, LLC

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Exhibit A. FAE II Operating LLC ACOI Well List

API #	WELL NAME / #	LEASE TYPE	WELL TYPE	LAST PRODUCTION (Monthly)	YEAR 2 TEST	
					Date Reactivat	Actual (Daily)
30-025-26963	ARNOTT RAMSAY NCT-B #011	S	O	20g		
30-025-28805	B M JUSTIS #012	P	O	631g		
30-025-05972	BRITT #001	F	G	13o 268g 2480w		
30-025-05992	BRITT #004	F	G	24g 664w		
30-025-38770	BRITT #015	F	G	238g 4813w		
30-025-31105	BRITT-LAUGHLIN COM #006	P	G	5o 1733w	8/29/2021	3g
30-025-11697	CARLSON A #001	F	O	11o 419w	11/9/2021	1g
30-025-11696	CARLSON A #002	F	O	10o 68w	11/9/2021	1g
30-025-11779	CARLSON A 25 #001	F	O	2g		
30-025-11782	CARLSON B 25 #001	F	O	2o		
30-025-11800	CARLSON B 26 #002	F	O	3o		
30-025-11796	CARLSON B 26 #004	F	G	1o		
30-025-08958	CLOSSON B FEDERAL #008	P	O	0	9/29/2021	1g
30-025-08957	CLOSSON B FEDERAL #009	P	O	4g	11/29/2021	1.5g
30-025-09100	CLOSSON B FEDERAL #013	F	O	2g 4w	4/19/2021	2g
30-025-08959	CLOSSON B FEDERAL #014	F	O	0	9/29/2021	1g
30-025-08960	CLOSSON B FEDERAL #015	F	O	0	9/29/2021	1g
30-025-08954	CLOSSON B FEDERAL #017	F	O	1g 24w	9/29/2021	1g
30-025-26041	CLOSSON B FEDERAL #022	P	O	4g 5w	4/1/2021	2g
30-025-26143	CLOSSON B FEDERAL #024	F	G	1o 3g 1w	4/1/2021	2g
30-025-26144	CLOSSON B FEDERAL #025	F	P	1g 4w	4/19/2021	2g
30-025-26464	CLOSSON B FEDERAL #026	F	O	6g	11/29/2021	1.5g
30-025-27350	CLOSSON B FEDERAL #030	F	O	9g	11/29/2021	1.5g
30-025-35208	CLOSSON B FEDERAL #039	F	O	1o 5g 10w	4/19/2021	2g
30-025-35386	CLOSSON B FEDERAL #040	F	O	1o 12g 2w	9/29/2021	1g
30-025-26501	CUSTER STATE #001	S	G	16g		
30-025-28450	DOUBLE SS #002	P	O	0		
30-025-27107	ETZ #004	P	O	65g	9/6/2021	1g
30-025-11953	FARNSWORTH C #002	F	G	34g	9/25/2021	1g2w
30-025-28527	FEDERAL 20 #001	F	O	1o		
30-025-11591	FEDERAL B #001	F	G	4g		
30-025-11588	FEDERAL B #002	F	G	1g		
30-025-37954	HANSEN STATE #010	S	G	1g	1/25/2022	2o 30g 5w
30-025-09654	HARRISON #001	F	O	1g		
30-025-11690	Harrison Federal #002	F	C	0		
30-025-11699	Harrison Federal #003	F	C	3o 51w	11/8/2021	1g
30-025-11805	HARRISON FEDERAL WB #001	F	G	3g		
30-025-38882	J W SHERRELL #012	P	G	76g		
30-025-26243	KIMMY K #001	P	G	44g 111w	6/30/2021	1o 63 w
30-025-26490	KIMMY K #002	P	S	0		
30-025-28289	M F LEGAL #005	P	G	3g		
30-025-38883	MARTIN B #004	S	G	27 o	8/15/2021	33g 120w
30-025-09101	MEYER B 31 A #001	F	O	11o 39g 29w	9/1/2021	5g
30-025-09102	MEYER B 31 A #002	F	O	1g	9/1/2021	3g
30-025-09103	MEYER B 31 A #003	F	O	1g	9/1/2021	3g
30-025-26413	MEYER B 31 A #005	F	O	5g	9/1/2021	1g
30-025-30782	MEYER B 31 A #006	F	O	1g	9/1/2021	1g
30-025-23456	MOBERLY RHODES WF PROJECT #004	F	O	0		
30-025-12019	MOBERLY RHODES WF PROJECT #010	F	G	0		
30-025-12020	MOBERLY RHODES WF PROJECT #011	F	O	0		
30-025-12017	MOBERLY RHODES WF PROJECT #012	F	G	0		
30-025-09543	MYERS B #002	F	G	14g	11/2/2021	1g
30-025-38701	NEW MEXICO AA STATE #008	S	G	3g		
30-025-09481	PENROC STATE Q #001	S	G	48g		1g
30-025-03520	PHILLIPS A STATE #001	S	O	1o		
30-025-03516	PHILLIPS B STATE #001	S	O	1o		
30-025-03530	PHILLIPS C STATE #001	S	O	1o		
30-025-03531	PHILLIPS C STATE #002	S	O	1o		
30-025-38857	R W COWDEN C #012	P	G	1g	11/1/2021	1g
30-025-04173	REED A 3 #002	F	G	49g 650w		
30-025-04175	REED A 3 #003	F	G	4g		
30-025-34453	RHODES FEDERAL UNIT #055	F	G	295g	5/1/2021	1g
30-025-31358	RHODES FEDERAL UNIT #085	F	G	62g	9/26/2021	1g
30-025-24553	RHODES FEDERAL UNIT #154	F	G	0	10/2/2021	1g
30-025-33206	RHODES FEDERAL UNIT #272	F	G	2g	9/17/2021	1g
30-025-26563	SANTA FE FEDERAL #001	F	G	3o 3w		
30-025-27510	SHOLES A #008	F	G	2o	8/1/2021	6g
30-025-04567	STATE A COM #004	S	G	637g		
30-025-38671	STATE E COM #006	S	G	39g	7/1/2021	1g
30-025-29961	STATE H #003	S	O	15g	6/2/2021	10g
30-025-27098	STATE UTP #002	S	O	34g	9/1/2021	1g
30-025-26267	STEVENS A 35 COM #004	F	G	35g	3/5/2020	22g
30-025-09720	WELLS A #002	F	G	2g 64w		
30-025-23600	WELLS A #007	F	O			14 o 55 w
				2g		
30-025-23857	WELLS A #008	F	G	5g		
30-025-09718	WELLS B 1 #001	F	G	2g 4w		
30-025-21460	WELLS B 1 #003	F	G	6g 4w		