



United States Department of the Interior

BUREAU OF LAND MANAGEMENT
Wyoming State Office Reservoir Management Group
2987 Prospector Drive
Casper, Wyoming 82604-2968



In Reply Refer To:
3186
(3186.1)
Zia Hills BS/WC Unit
NMNM138329X

JUN 17 2021

ConocoPhillips
Attn: Jeffrey S. Stout
600 W. Illinois Avenue
Midland, Texas 79701

Re: Initial Bone Spring Formation Participating Area "A"
Zia Hills BS/WC Unit
Eddy and Lea Counties, New Mexico

Gentlemen:

The Initial Bone Spring Formation Participating Area "A" is hereby approved effective as of April 7, 2019, pursuant to Section 11 of the Zia Hills BS/WC Unit Agreement, Eddy and Lea Counties, New Mexico. This participating area has been designated NMNM138329A.

The application establishes an Initial Bone Spring Formation Participating Area "A" of 449.95 acres and is based upon the wells listed on the enclosed spreadsheet.

Copies of the approved request are being distributed to the appropriate agencies and one copy of Exhibits "A" and "B" is returned herewith. Please advise all interested parties of the approval of the Initial Bone Spring Formation Participating Area "A" effective as of April 7, 2019.

Any production royalties that are due must be reported and paid within 30 days of the Bureau of Land Management's approval date or the payors will be assessed interest for late payment under the Federal Oil and Gas Royalty Management Act of 1982 (30 CFR 218.54). If you need assistance or clarifications, please contact the Office of Natural Resources Revenue at <http://onrr.gov> or <https://onrr.gov/about/contact.htm>.

If you have any questions, please call the undersigned at (307) 261-7685.

Sincerely,

/S/ J. David Chase

J. David Chase
Chief, Reservoir Management Group

2 Enclosures

Encl. 1 - Exhibits "A" and "B"

Encl. 2 - Spreadsheet

cc: NMSO, Sheila Mallory w/exhibits A & B and spreadsheet
ONRR-RRM (email: leases.blm@onrr.gov) w/exhibits A & B and spreadsheet
New Mexico State Land Office, Scott Dawson w/exhibits A & B and spreadsheet
New Mexico Oil Conservation Division, Leonard Lowe w/exhibits A & B and
spreadsheet



① Tract Number
ConocoPhillips Zia Hills Bone Spring Wells
Proposed Participating Area
ZIA WELLS UNIT
Federal
State

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Reservoir Management Group

EXHIBIT "A"
Initial Bone Spring Formation PA "A"
Zia Hills BS/WC Unit
Eddy & Lea Counties, New Mexico
Effective Date: April 7, 2019



ZIA HILLS BS/WC UNIT AREA

Date: 6/18/2021
 Author: Amanda Valdes
 GCS North American 1827
 Datum: North American 1827
 Units: Degree

NOTE: UNLESS OTHERWISE NOTED HEREIN THE SECTIONS
 ON THIS PLAN CONTAIN NO AIRCRAFT

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Exhibit B

Schedule of Lands and Tract Participation

Initial Bone Spring Formation PA "A"

Zia Hills BS/WC Unit (NMNM 138329X)

Eddy and Lea Counties, New Mexico

Effective April 7, 2019

TRACT NO.	LEASE NUMBER	DESCRIPTION OF LAND	ACRES	PARTICIPATING AREA PARTICIPATION
13	NMLC071985 Federal	Township 26 South-Range 32 East Section 25: NE/4NE/4	40.00	8.8899%
16	NMLC069515 Federal	Township 26 South-Range 32 East Section 25: W/2NE/4, SE/4NE/4, SE/4	280.00	62.2291%
22	E-6622-6 State	Township 26 South-Range 32 East Section 36: Lot 1 (24.99), Lot 2, (24.96), N/2NE/4	129.95	28.8810%
ACREAGE TOTAL			449.95	100.0000%

LAND TYPE	COMMITTED ACRES	NON-COMMITTED ACRES	PERCENT
Federal	320.00	0.00	71.1190%
State	129.95	0.00	28.8810%
Patented	0.00	0.00	0.0000%
Total	449.95	0.00	100.0000%

Well Name and Number	Location (SHL)				Location (BHL)				First Production Date	Cumulative Production thru 02/2021 (MBO)	Cumulative Production thru 02/2021 (MMCF)	Cumulative Production thru 02/2021 (MMBW)			
	API Well Number	%X	Sec.	Twn.	Rng.	Lease Number	%X	Sec.					Twn.	Rng.	Lease Number
Well Name and Number	API Well Number	%X	Sec.	Twn.	Rng.	Lease Number	%X	Sec.	Twn.	Rng.	Lease Number	%X	Sec.	Twn.	Rng.
30-025-42560	30-025-42560	NWNE	25	26	32	NWMLC069515	SENE	36	26	32	State	07/01/18	10/13/18	04/07/19	05/24/19
30-025-43364	30-025-43364	NWNE	25	26	32	NWMLC069515	SENE	36	26	32	State	07/01/18	09/22/18	04/07/19	05/24/19
30-025-43377	30-025-43377	NWNE	25	26	32	NWMLC069515	SWNE	36	26	32	State	06/29/18	09/07/18	03/25/19	06/07/19