

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 Road, Aztec, NM 87410
Phone: (505) 334-6178 Fax: (505) 334-6170
District IV
1220 S. St. Francis Dr., Sante Fe, NM 87505
Phone: (505) 476-3460 Fax: (505) 476-3462

# State of New Mexico Energy, Minerals & Natural Resources Department OIL CONSERVATION DIVISION 1220 South St. Francis Dr. Sante Fe, NM 87505

FORM C-102
Revised August 1, 2011
Submit one copy to appropriate
District Office

AMENDED REPORT

		W	VELL LC	)CATIO	N AND ACI	REAGE DEDICA	ATION PLA	<b>T</b>	
	r	92	<sup>2</sup> Pool Code 8 2 3 0	u	"Pool Name WC-025G-09 S 263620C', WOLFCAMF				
<sup>4</sup> Property C	ode				<sup>5</sup> Well Number 113H				
70GRID 1 37222		*Operator Name  *Coperator Name  *Elevation  2998*							
					<sup>10</sup> Surface I	Location			
UL or lot no.	Section 33	Township 25-S	36-E	Lot Idn —	Feet from the 200'	North/South line SOUTH	Feet from the 1700'	East/West WEST	LEA
UL or lot no.	Section 9	Township 26-S	Range 36-E	Lot Idn —	Feet from the	e North/South line	Feet from the 1700'	East/West	t Une County
12 Dedicated Acres	<sup>13</sup> Joint or 1	Infill 14Co	nsolidation Cod	de 15Orde	r No.	<u> </u>			

No allowable will be assigned to this completion until all interests have been consolidated or a non-standard unit has been approved by the division.

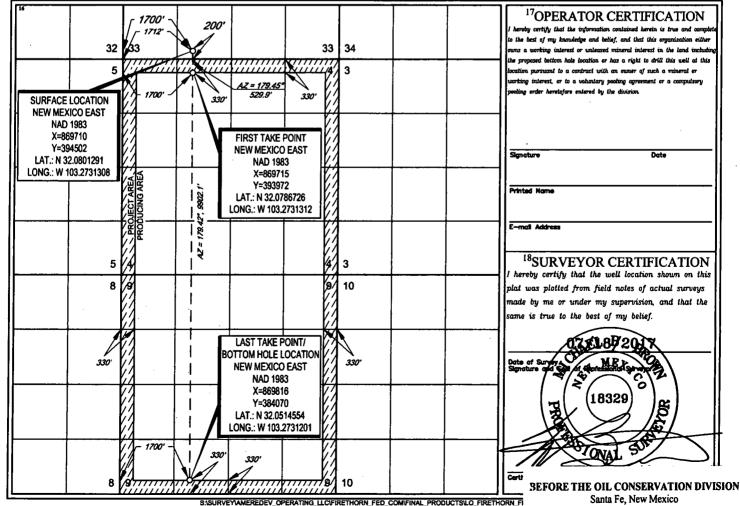
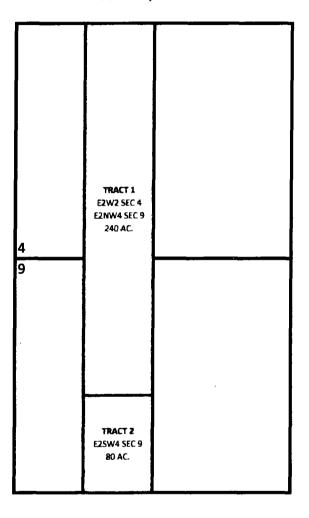


Exhibit No. 1
Submitted by: AMEREDEV OPERATING, LLC
Hearing Date: November 30, 2017

#### FIRETHORN FED COM 26-36-04 113H

T26S-R36E-SECTION 4, E2W2 T26S-R36E-SECTION 9, E2W2 LEA COUNTY, NEW MEXICO



#### FIRETHORN FED COM 26-36-04 113H

T26S-R36E-SECTION 4, E2W2 T26S-R36E-SECTION 9, E2W2 LEA COUNTY, NEW MEXICO

#### TRACT 1: E2W2 SECTION 4 AND E2NW4 SECTION 9 ALL IN T26S-R36E

Ameredev New Mexico, LLC	100.00%
Total	100.00%
TRACT 2: E2SW4 SECTION 9 T26S-R36E	
EOG Resources Inc.	100.00%
Total	100.00%

UNIT RECAPITULATION T26S-R36E-SECTION 4, E2W2 T26S-R36E-SECTION 9, E2W2

Ameredev New Mexico, LLC	75.00%
*EOG Resources Inc.	25.00%
Total	100.00%

<sup>\*</sup>Interest Seeking to Compulsory Pool

Ameredev II, LLC 5707 Southwest Parkway Building 1, Suite 275 Austin, Texas 78735



July 28, 2017

EOG Resources Inc. 5509 Champions Dr. Midland, Texas 79706 Attention: Charles Moran

RÉ:

Firethorn Fed Com 3WA Well Proposal

Township 26 South, Range 36 East, N.M.P.M., Lea County, New Mexico

SHL: 200' FNL & 1,700' FWL Section 4; BHL: 330' FSL & 1,700' FWL Section 9

#### Dear Working Interest Owner:

Ameredev Operating, LLC ("Ameredev"), as Operator, hereby proposes to drill and complete the Firethorn Fed Com 3WA Well (the "Well") to test the Wolfcamp A formation to a total vertical depth of 11,700' and a total measured depth of 21,525' ("Operation"). The estimated costs associated with the Operation are \$16,015,928, as outlined in the enclosed authority for expenditure ("AFE"). Ameredev's records indicate EOG Resources Inc ("EOG") owns a 25% working interest in the Well, and EOG's estimated costs associated with the Operation are approximately \$4,003,982.

In addition, Ameredev proposes the Operation to be governed by the terms of the 2015 Horizontal AAPL Form 610 Operating Agreement ("OA") with the following terms:

- Contract Area consisting of Township 26 South, Range 36 East, Section 4: E2W2 & Section 9 E2W2, with Ameredev listed as the Operator ("Contract Area")
- 100%/300%/300% non-consent risk penalties
- \$7,000/\$700 drilling and producing overhead rates

Should EOG choose not to participate in Ameredev's proposed Operation, Ameredev proposes the following alternatives:

- EOG executes a farmout agreement of its leasehold interest in the Contract Area, delivering to Ameredev all of its working interest
  and leasehold interest, reserving an overriding royalty interest equal to the positive difference, if any, between twenty-five percent
  (25%) and existing leasehold burdens, subject to proportionate reduction, with the option to convert said overriding royalty interest
  into a proportionality reduced twenty-five percent (25%) working interest in the Well upon 100% payout.
- 2. EOG to sell its entire leasehold interest in the Contract Area to Ameredev for \$3,500 per acre, reserving the difference between twenty-five percent (25%) and existing leasehold burdens as an overriding royalty interest, delivering a seventy-five percent (75%) net revenue interest to Ameredev.

Ameredev looks forward to working with EOG on this matter. Please feel free to contact me at the information provided below with any questions. Please be advised that Ameredev may file for compulsory pooling in the near future, as such please indicate your election below and return to Noah Bramble at nbramble ameredev.com at your earliest convenience.

Sincerely,

Noah Bramble 737-300-4713

nbramble@ameredev.com

**Enclosures** 

Page 1

CONFIDENTIAL

#### Election Ballot for the Firethorn Fed Com 3WA Well Proposal

EOG elects to participate in the proposed Operation by paying its proportionate share of the costs outlined in the AF
EOG elects to farmout its interest in the Contract Area as set forth in alternative 1 above.
EOG elects to sell its interest in the Contract Area as set forth in alternative 2 above.
EOG Resources Inc.
By:
Its:



AMERICOEU												
			Geology	Geology	Dry Finle	Dry Hote	Pre-		Post-		After Casing	7-1-1 C-11
MITANGIBLES	(cd:	Dr. Try	Pilot Hole		Completion	Cost	Completion	Stimulation	Completion	Construction	Paint Cost	Total Cost
		405.000	40	co.	- col	£35,000	to	\$0	\$0	\$0	\$0	\$25,000
DAMAGES	0.001	\$25,000 \$15,000	\$0 \$0		\$0 \$0	\$25,000 \$15,000	\$0 \$0	\$0	\$0	<del>30</del>		\$15,000
MISC PREPARATION COSTS	0.004	\$15,000	\$0 \$0			\$13,000	SO SO		šo	\$129,600		\$129,600
EASEMENTS, R.O.W., LAND COST AND ACQUISITION	0.006	\$65,000	\$0		50	\$65,000	\$4,000		\$0	\$113,550		\$69,000
RESTORATION					\$64,000	\$744,000	SO	\$0	\$32,500	- So		\$776,500
DRILLING RIG	0.010	\$560,000 \$0	SO	\$0	\$0	\$0	\$60,000	SO SO	\$0	\$0		\$60,000
COIL TUBING	0.016	\$150,500	\$22,500	SO	\$4,300	\$177,300	50	SO SO	\$0	\$5,400		\$182,700
FUEL	0.018	\$26,100	\$4,200	So	\$5,800	\$36,100	\$1,400	\$12,485	\$400	\$0		\$50,385
TRAILER, CAMP & CATERING	0.020	\$10,800	\$21,600	ŝ	\$0	\$32,400	50	\$3,600	\$1,200	\$0		\$37,200
WATER & SEPTIC	0.024	\$20,400	\$9,210	50	\$2,700	\$32,310	\$300	\$8,100	\$27,500	\$20,250		\$88,460
SURFACE RENTALS	0.028	\$103,000	\$34,000	50	50	\$137,000	50	SO	\$7,000	\$0		\$144,000
DRILL BITS	0.030	\$95,500	\$2,500		\$0	\$98,000	\$21,000	SO SO	\$75,000	\$0		\$194,000
DIRECTIONAL DRILLING	0.032	\$176,000	\$0		\$0	\$176,000	\$0	\$0	\$0	\$0		\$176,000
COMPOSITE PLUGS	0.034	\$2,70,220	ŝo		50	SO	\$0	\$72,200	\$0	\$0		\$72,200
BOTTOM HOLE ASSEMBLY INSPECTION	0.038	\$1,320	so so		\$0	\$1,320	\$0	\$0	\$0	\$0		\$1,320
BOTTOM HOLE ASSEMBLE REPAIR	0.040	\$420	ŝ		\$0	\$420	\$0	\$0	\$0	\$0		\$420
TUBULAR INSPECTIONS	0.042	\$17,250	so		\$0	\$17,250	50	\$0	\$0	\$0	50	\$17,250
	0.044	\$8,438	\$0		sol	\$8,438	\$0	\$0	\$0	\$0		\$8,438
TUBUING REPAIR TUBING RENTALS	0.046	\$0	\$0		50	\$0	\$0	\$0	\$38,500	\$0		\$38,500
WELL CONTROL-EQUIP/SERVICES	0.048	521,100	\$7,500	so	\$2,000	\$30,600	\$0	\$71,400	\$0	\$0		\$102,000
BOP TESTING	0.050	\$7,000	\$1,200		\$0	\$8,200	\$0	\$0	\$0	\$0		\$8,200
	0.052	\$0	\$0	şo	\$0	50	SO.	\$14,200	\$109,625	\$0		\$123,825
WELL TESTING MUD & ADDITIVES	0.060	\$280,000	\$65,100	\$0	So So	\$345,100	\$8,500	\$0	\$53,200	\$0		\$406,800
PUMPING CHARGES (FRAC STIMULATION)	0.061	\$0	\$0		\$0	\$0	\$0	\$5,300,000	\$0	\$0		\$5,300,000
WATER FOR DRILLING RIG/WATER RIGHTS	0.062	\$3,750	50			\$3,750	\$625	\$0	\$10,800	\$0		\$15,175
	0.064	\$3,250	\$0	\$0	\$0	\$3,250	\$0	\$850,620	\$17,250	\$0		\$871,120
STIMULATION WATER / TRANSFER / STORAGE SOLIDS CONTROL-EQUIP/SERVICES	0.066	\$58,100	\$2,550	50	So	\$60,650	\$0	\$0	\$0	\$0		\$60,650
MUD / FLUIDS DISPOSAL CHARGES	0.068	\$157,400	\$6,222	şo		\$163,622	\$4,030	\$0	\$21,600	\$0		\$189,252
CASING CREWS 7" and larger	0.070	\$15,750	50	\$0	\$22,000	\$37,750	\$0	\$0	\$a	\$0		\$37,750
CMTNG, THRU INTERMED CASING & FLOAT EQUIP	0.072	\$54,500	SO SO		\$89,500	\$144,000	\$0	ŝo	\$0	\$0	50	\$144,000
FLOAT EQUIPMENT / CASING & LINER EQUIP	0.074	\$0	\$0	50	\$5,500	\$5,500	50	\$0	\$0	\$0		\$5,500
REMEDIAL CEMENTING	0.076	- 3	\$15,000		50	\$15,000	50	\$0	\$0	ŚO	\$0	\$15,000
	0.078	50	\$0		so	\$0	\$0	\$0	\$0	\$750,000		\$750,000
PIT SERVICING ROADS & LOCATION PREPARATION	0.080	\$0	\$0		\$0	\$0	\$0	\$0	\$0	\$157,200	\$157,200	\$157,200
MOBILIZE & DEMOBILIZE	0.086	\$250,000	\$0		\$30,000	\$280,000	\$0	SO	\$0	\$0		\$280,000
SUPERVISION / CONTRACT	0.094	\$100,800	\$0		\$14,400	\$115,200	\$2,200	\$45,500	\$0	\$0	\$47,700	\$162,900
ENGINEERING/CONSULTANT	0.102	\$0	şo		\$0	\$0	\$0	\$0	\$0	\$8,500	\$8,500	\$8,500
LABOR - ROUSTABOUT CO.	0.103	\$0	ŝõ		\$0	\$0	\$0	\$0	\$0	\$171,000	\$171,000	\$171,000
CONSTRUCTION FOR FLOW LINES & GASLIFT LINES	0.144	\$0	\$0		\$0	\$0	\$0	\$0	\$0	\$125,000	\$125,000	\$125,000
FLOW TESTIN / EQUIP	0.194	\$0	\$0		\$0	\$0	\$3,500	\$0	\$0	\$0	\$3,500	\$3,500
MUD LOGGING	0.198	\$0	524,000	\$0	50	\$24,000	\$0	\$0	\$0	\$0	\$0	\$24,000
OPEN HOLE LOGGING	0.200	\$0		\$0	şo	\$347,000	\$0	\$416,200	\$0	\$0	\$416,200	\$763,200
FISHING & SIDETRACK SERVICES	0.203	\$0	\$60,000	\$0	\$0	\$60,000	\$0	\$0	\$0	\$0	\$0	\$60,000
POWERLINES & SUBSTATION	0.242	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$16,830	\$16,830	\$16,830
SECONDARY CONTAINMENTS	0.254	\$0	\$0	50	\$0	\$0	\$0	\$0	\$0	\$85,000	\$85,000	\$85,000
FACILITY ELECTRICAL & AUTOMATION	0.258	50	\$0		\$0	\$0	\$0	\$0	\$0	\$6,500	\$6,500	\$6,500
SWD CONNECTION	0.262	\$0	\$0		\$0	\$0	\$0	\$0	\$0	\$152,500	\$152,500	\$152,500
CRANE FOR CONSTRUCTION	0.278	\$0	\$0		\$0	\$0	\$0	\$0	8	\$9,000	\$9,000	\$9,000
MAJOR INSTRUMENTATION	0.292	\$0	\$0		\$0	\$0	\$0	\$0	\$0	\$85,000	\$85,000	\$85,000
ELECTRICAL	0.296	\$0	\$0		\$0	\$0	\$0	\$0	\$0	\$235,000	\$235,000	\$235,000
OIL TREATING	0.356	\$0	\$0		\$0	Şò	\$0	\$0	\$0	\$120,000	\$120,000	\$120,000
SALTWATER DISPOSAL COST	0.380	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$3,500		\$3,500
CONTINGENCY	5%	\$136,194	\$37,129	\$0	\$37,935	\$211,258	\$6,203	\$339,715	\$23,029	\$139,612		\$719,817
Tax	6.25%	\$170,242	\$46,411	\$0	\$47,419	\$264,072	\$7,753	\$424,644	\$28,786	\$174,515	\$635,699	\$899,771
TOTAL INTANGIBLE COST	1	\$2,532,814	\$826,123	\$0	\$325,554	\$3,684,490	\$119,511	\$7,558,664	\$446,390	\$2,394,408	\$10,518,973	\$14,203,463
TAMGIBLES - WELL EQUIPMENT												
CONDUCTOR PIPE	0.206	\$4,400	\$0	\$0	\$0	\$4,400	\$0	\$2	\$0	\$0		\$4,400
SURFACE CASING	0.210	\$172,100	\$0		50	\$172,100	\$O	\$0	\$0	\$0		\$172,100
INTERMEDIATE CASING	0.212	\$300,000	\$0		\$0	\$300,000	\$0	\$0	\$0	\$0	\$0	\$300,000
PRODUCTION CASING	0.216	\$0	\$0	\$0	\$506,000	\$506,000	50	\$0	\$0	\$0	Ţ-	\$506,000
TUBING	0.217	\$0	\$0		\$0	\$0	\$0	\$0	\$32,000	\$0		\$32,000
WELLHEAD, TREE CHOKES (BEFORE CASING POINT)	0.218	\$21,000	\$0	\$0	\$12,500	\$33,500	\$18,500	\$0		\$0	\$18,500	\$52,000
BOLATION PACKER	0.222	\$0	9	\$0	\$0	\$0	\$0	\$0		\$0		\$12,500
DOWNHOLE LIFT EQUIPMENT	0.234	50	\$0		\$0	\$0	\$0	\$0	\$21,500	\$0	\$21,500	\$21,500
TANGIBLES - LEASE EQUIPMENT												
LINE PIPE	0.238	\$0	\$0		\$0	\$0				\$5,000		\$5,000
TANKS, TANKS STEPS, STAIRS	0.244	SO	\$0		\$0	\$0	\$0	\$0		\$121,465		\$121,465
BATTERY (HEATER TREATERS)	0.246	\$0	\$0	\$0		\$0	\$0	\$0		\$55,000		\$55,000
BATTERY (SEPARATOR)	0.248	\$0	\$0		\$0	\$0	50	\$0		\$55,000		\$55,000
BATTERY (GAS TREATING EQUIPMENT)	0.250	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$52,000		\$52,000
BATTERY (MISC EQUIP)	0.252	\$0	S		\$0	\$0	\$0	\$0	\$0	\$45,000		\$45,000
PIPELINE TO SALES	0.270	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$143,500		\$143,500
METERS AND METERING EQUIPMENT	0.274	\$0	ŞO	\$0	\$0	\$0	\$0	\$0 \$0	\$0			\$10,000
VALVES, FITTINGS, PRODUCTION INSTRUMENTATION	0.282	\$0	\$0	\$0	\$0	\$0	\$0			\$225,000		\$225,000
TOTAL TANGIBLES		\$497,500	\$0	50	\$518,500	\$1,016,000	\$18,500	\$0	\$66,000	\$711,965	\$798,465	\$1,812,465
			***************************************									
TOTAL		\$3,030,314	\$826.173	<b>50</b>	\$844,054	\$4,700,490	\$138,011	\$7,558,664	\$512,390	\$3,108,373	\$11,315,438	\$16,015,928
TV-P-	ليسا			لأنسسا	-			-نسند	ادخص			

#### **Affidavit of Publication**

STATE OF NEW MEXICO COUNTY OF LEA

I, Daniel Russell, Publisher of the Hobbs News-Sun, a newspaper published at Hobbs, New Mexico, solemnly swear that the clipping attached hereto was published in the regular and entire issue of said newspaper, and not a supplement thereof for a period of 1 issue(s).

> Beginning with the issue dated November 15, 2017 and ending with the issue dated November 15, 2017.

Publisher

Sworn and subscribed to before me this 15th day of November 2017.

**Business Manager** 

My commission expires

(Seal)

OFFICIAL SEAL
GUSSIE BLACK
Notary Public
State of New Mexico
My Commission Expires

This newspaper is duly qualified to publish legal notices or advertisements within the meaning of Section 3, Chapter 167, Laws of 1937 and payment of fees for said

8 Je 1

LEGAL NOTICE November 15, 2017

STATE OF NEW MEXICO
ENERGY, MINERALS AND NATURAL RESOURCES
DEPARTMENT
OIL CONSERVATION DIVISION
SANTA FE, NEW MEXICO

The State of New Mexico through its Oil Conservation Division hereby gives notice pursuant to law and the Rules and Regulations of the Division of the following public hearing to be held at 8:15 A.M. on November 30, 2017, in the Oil Conservation Division Hearing Room at 1220 South St. Francis, Santa Fe, New Mexico, before an examiner duly appoint for the hearing. If you are an individual with a disability who is in need of a reader, amplifier, qualified sign tanguage interpreter, or any other form of auxiliary aid or service to attend or participate in the hearing, please contact: Florene Davidson at 505-476-3458 or through the New Mexico Relay Network, 1-800-859-1779 by November 20, 2017. Public documents, including the agenda and minutes, can be provided in various accessible forms. Please contact Florene Davidson if a summary or other type of accessible form is needed.

STATE OF NEW MEXICO TO: All named parties and persons having any right, title, interest or claim in the following cases and notice to the public.

(NOTE: All land descriptions herein refer to the New Mexico Principal Meridian whether or not so stated.)

To: All offset owners and pooled parties, including: EOG Resources, inc.

Case No. 15894: Application of Ameredev Operating, LLC for a non-standard spacing and proration unit and compulsory pooling, Lea County, New Mexico. Applicant in the above-styled cause seeks an order (1) creating a non-standard, 320-acre, more or less, spacing and proration unit comprised of the E/2 W/2 of Section 9, Township 26 South, Range 36 East, NMPM, Lea County, New Mexico and (2) pooling all uncommitted interests in the Wolfcamp formation underlying this acreage. Said non-standard unit is to be dedicated to applicant's proposed Firethorn Fed Com 26-38-04 No. 113H Well, which will be hortzentally drilled from a surface location in the SE/4 SW/4 (Unit N) of Section 3, Township 25 South, Range 36 East to a standard bottom hole location in the SE/4 SW/4 (Unit N) of Section 9, Township 26 South, Range 36 East. The completed interval for this well will remain within the 330-foot standard offset required by the rules. Also to be considered will be the cost of drilling and completing said well and the allocation of the cost thereof as well as actual operating costs and charges for supervision, designation of Ameredev Operating, LLC as operator of the well and a 200% charge for risk involved in drilling said well. Said area is located approximately 5 miles southwest of Jal, NM. #32247

67100754

00202780

HOLLAND & HART LLC PO BOX 2208 SANTA FE,, NM 87504-2208

BEFORE THE OIL CONSERVATION DIVISION
Santa Fe, New Mexico
Exhibit No. 4
Submitted by: AMEREDEV OPERATING, LLC
Hearing Date: November 30, 2017

## STATE OF NEW MEXICO DEPARTMENT OF ENERGY, MINERALS AND NATURAL RESOURCES OIL CONSERVATION DIVISION

APPLICATION OF AMEREDEV OPERATING, LLC FOR A NON-STANDARD SPACING AND PRORATION UNIT AND COMPULSORY POOLING, LEA COUNTY, NEW MEXICO.

**CASE NO. 15894** 

#### **AFFIDAVIT**

STATE OF NEW MEXICO	)	
	) s	S
COUNTY OF SANTA FE	)	

Jordan L. Kessler, attorney in fact and authorized representative of Ameredev Operating, LLC, the Applicant herein, being first duly sworn, upon oath, states that the above-referenced Application has been provided under the notice letters and proof of receipts attached hereto.

V Jordan L. Kessler

SUBSCRIBED AND SWORN to before me this 29th day of November, 2017, by Jordan

L. Kessler.

My Commission Expires:

August 26,202)

BEFORE THE OIL CONSERVATION DIVISION
Santa Fe, New Mexico
Exhibit No. 5
Submitted by: AMEREDEV OPERATING, LLC

Hearing Date: November 30, 2017



Jordan L. Kessler Associate Phone (505) 988-4421 Fax (505) 983-6043 JLKessler@hollandhart.com

November 9, 2017

#### <u>VIA CERTIFIED MAIL</u> CERTIFIED RECEIPT REQUESTED

TO: ALL INTEREST OWNERS SUBJECT TO POOLING PROCEEDINGS

Re:

Application of Ameredev Operating, LLC for a non-standard spacing and

proration unit and compulsory pooling, Lea County, New Mexico.

Firethorn Fed Com 26-36-04 No. 113H Well

#### Ladies & Gentlemen:

This letter is to advise you that Ameredev Operating, LLC has filed the enclosed application with the New Mexico Oil Conservation Division. This application will be set for hearing before a Division Examiner at 8:15 a.m. on November 30, 2017. The hearing will be held in Porter Hall in the Oil Conservation Division's Santa Fe Offices located at 1220 South Saint Francis Drive, Santa Fe, New Mexico 87505. You are not required to attend this hearing, but as an owner of an interest that may be affected by this application, you may appear and present testimony. Failure to appear at that time and become a party of record will preclude you from challenging the matter at a later date.

Parties appearing in cases are required by Division Rule 19.15.4.13.B to file a Pre-hearing Statement four business days in advance of a scheduled hearing. This statement must be filed at the Division's Santa Fe office at the above specified address and should include: the names of the parties and their attorneys; a concise statement of the case; the names of all witnesses the party will call to testify at the hearing; the approximate time the party will need to present its case; and identification of any procedural matters that are to be resolved prior to the hearing.

If you have any questions about this matter please contact Brandon Forteza, at (737) 300-4721 or bforteza@ameredev.com.

Sincerely,

Jordan L. Kessler

**ATTORNEY FOR** 

AMEREDEV OPERATING, LLC



Jordan L. Kessler Associate Phone (505) 988-4421 Fax (505) 983-6043 JLKessler@hollandhart.com

November 9, 2017

### VIA CERTIFIED MAIL RETURN RECEIPT REQUESTED

TO: OFFSETTING LESSEES AND OPERATORS

Re: Application of Ameredev Operating, LLC for a non-standard spacing and proration unit and compulsory pooling, Lea County, New Mexico. Firethorn Fed Com 26-36-04 No. 113H Well

This letter is to advise you that Ameredev Operating, LLC has filed the enclosed application with the New Mexico Oil Conservation Division. Your interests are not being pooled under this application, but as a lessee or operator in an offsetting tract, you are entitled to notice of this application.

This application has been set for hearing before a Division Examiner at 8:15 AM on November 30, 2017. The hearing will be held in Porter Hall in the Oil Conservation Division's Santa Fe Offices located at 1220 South Saint Francis Drive, Santa Fe, New Mexico 87505. You are not required to attend this hearing, but as an owner of an interest that may be affected by this application, you may appear and present testimony. Failure to appear at that time and become a party of record will preclude you from challenging the matter at a later date.

Parties appearing in cases are required by Division Rule 19.15.4.13.B to file a Pre-Hearing Statement with the Oil Conservation Division's Santa Fe office, four days in advance of a scheduled hearing, but at least on the Thursday preceding the hearing. This statement must include: the names of the parties and their attorneys; a concise statement of the case; the names of all witnesses the party will call to testify at the hearing; the approximate time the party will need to present its case; and identification of any procedural matters that are to be resolved prior to the hearing.

If you have any questions about this matter please contact Brandon Forteza, at (737) 300-4721 or bforteza@ameredev.com.

Sincerely,

Jordan L. Kessler

**ATTORNEY FOR** 

AMEREDEV OPERATING, LLC

Firethorn Fed Com WA No. 3H Well Pooled Party (1) Case No. 15894

EOG Resources, Inc. Ms. Wendy Dalton, Land Manager 5509 Champions Dr. Midland, TX 79706



THEKER AT 10P OF ENVELOWER OVE TO THE MIGHT. RETURN ADDIRESS, POLD AT DOTHED LINE.	
SENDER: COMPLETE THIS SECTION	COMPLETE THIS SECTION ON DELIVERY
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EOG Resources, Inc. Ms. Wendy Dalton, Land Manager 5509 Champions Dr. Midland, TX 79706	D. is delivery address different from item 1?   If YES, enter delivery address below:   No
9590 9402 3164 / 166 2845 92 <b>2.</b> Article Number (Transfer from seryice label) 7017 1450 0002 1696 921.	3. Service Type    Adult Signature   Priority Mail Express®   Registered Mail**   Adult Signature Restricted Delivery   Registered Mail Restricted Delivery   Reciprocal Certified Mail Restricted Delivery   Return Receipt for Merchandise   Restricted Delivery   Res
PS Form 3811, July 2015 PSN 7530-02-000-9053	Domestic Return Receipt

Firethorn Fed Com WA No. 3H Well Offset (2) Case No.15894

EOG Resources, Inc. Ms. Wendy Dalton, Land Manager 5509 Champions Dr. Midland, TX 79706

Bureau of Land Management 620 E. Green Street Carlsbad, NM 88220

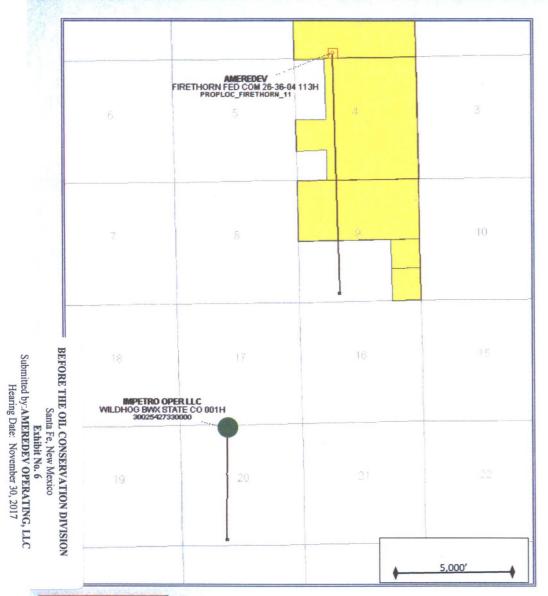


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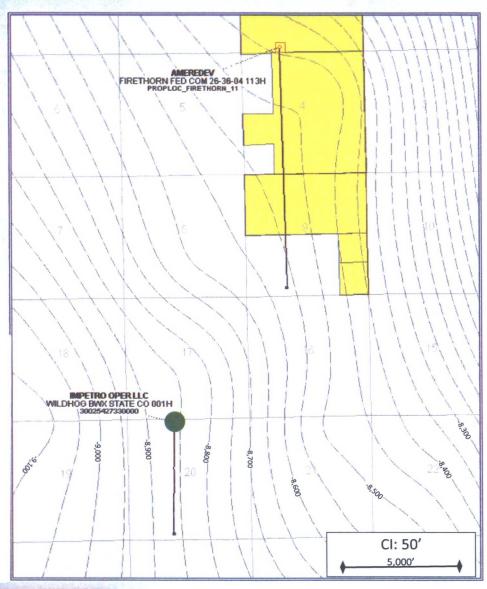
## Wolfcamp Pool - Firethorn Fed Com 26-36-04 113H







## Wolfcamp Pool - Wolfcamp Structure Map (Subsea Depth)

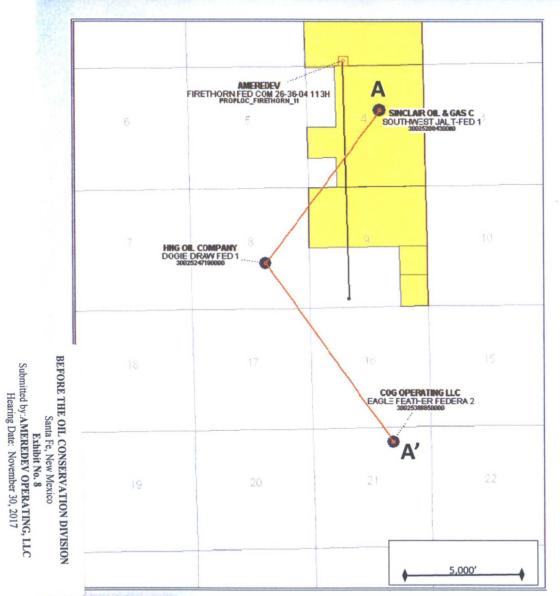


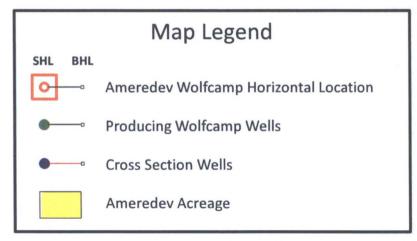




BEFORE THE OIL CONSERVATION DIVISION
Santa Fe, New Mexico
Exhibit No. 7
Submitted by: AMEREDEV OPERATING, LLC

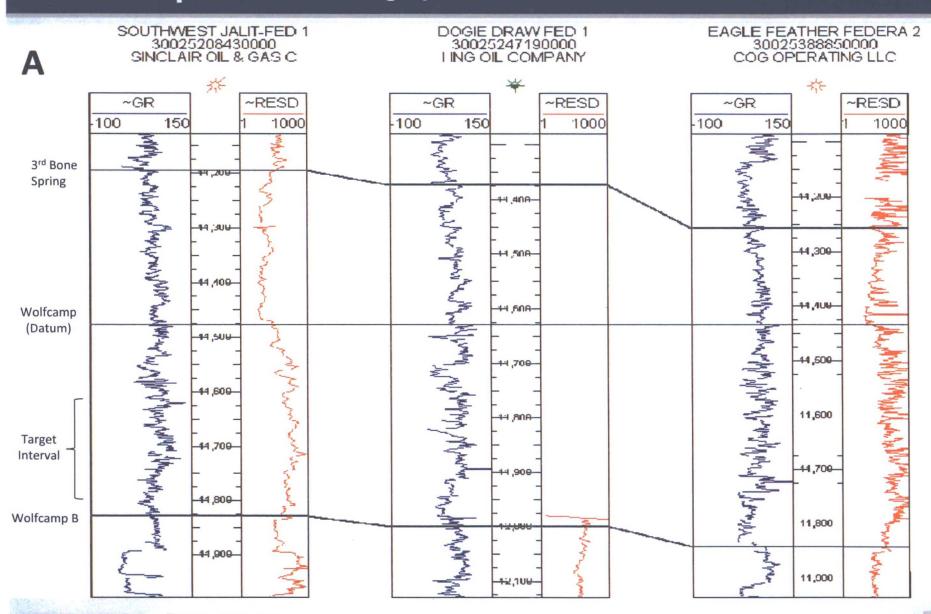
## Wolfcamp Pool - Cross Section Map







## Wolfcamp Pool - Stratigraphic Cross Section





BEFORE THE OIL CONSERVATION DIVISION

Santa Fe, New Mexico Exhibit No. 9

Submitted by: AMEREDEV OPERATING, LLC

Hearing Date: November 30, 2017