Received by OCD: 10/14/2020 8:58:56 AM

DATE IN SUS	NSE ENGINEER LOGGED IN TYPE APP NO	
	ABOVE THIS LINE FOR DIVISION USE ONLY	
-	NEW MEXICO OIL CONSERVATION DIVISION - Engineering Bureau - 1220 South St. Francis Drive, Santa Fe, NM 87505	
THIS CHECKLIST IS	ADMINISTRATIVE APPLICATION CHECKLIST	
pplication Acrony [NSL-Non-St [DHC-Dov	ndard Location] [NSP-Non-Standard Proration Unit] [SD-Simultaneous Dedication]	
	nhole Commingling] [CTB-Lease Commingling] [PLC-Pool/Lease Commingling] ocl Commingling] [OLS - Off-Lease Storage] [OLM-Off-Lease Measurement] [₩FX-Waterflood Expansion] [PMX-Pressure Maintenance Expansion]	
[EOR-Qu	[SWD-Salt Water Disposal] [IPI-Injection Pressure Increase]	
[] TYPE OF <i>A</i> [A]	PLICATION - Check Those Which Apply for [A] Location - Spacing Unit - Simultaneous Dedication SD NSL NSP SD	
Chec [B]	Conc Only for [B] or [C] Commingling - Storage - Measurement DHC CTB PLC PC OLS OLM	
[C]	Injection - Disposal - Pressure Increase - Enhanced Oil Recovery	
[D]	Other: Specify	
] NOTIFICA [A]	ICN REQUIRED TO: - Check Those Which Apply, or Does Not Apply Working, Royalty or Overriding Royalty Interest Owners	
[B]	Offset Operators, Leaseholders or Surface Owner	
[C]	Application is One Which Requires Published Legal Notice	
[D]	Notification and/or Concurrent Approval by BLM or SLO U.S. Bureau of Land Management - Commissioner of Public Lands, State Land Office	
[E]	For all of the above, Proof of Notification or Publication is Attached, and/or,	
[F]	Waivers are Attached	
SUBMIT AC	CURATE AND COMPLETE INFORMATION REQUIRED TO PROCESS THE TY TION INDICATED ABOVE.	PE

[4] **CERTIFICATION:** I hereby certify that the information submitted with this application for administrative approval is accurate and complete to the best of my knowledge. I also understand that no action will be taken on this application until the required information and notifications are submitted to the Division.

Note: Statement must be completed by an individual with managerial and/or supervisory capacity.

Print or Type Name Signature <u>COO</u> <u>Title</u> <u>david</u> <u>C</u> <u>FAenorgyus.con</u> <u>e-mail</u> Address

Page 1 of 32

District I 1625 N. French Drive, Hobbs, NM 88240 District II 811 S. First St., Artesia, NM 88210 District III 1000 Rio Brazos Road, Aztec, NM 87410 District IV 1220 S. St Francis Dr, Santa Fe, NM 87505

State of New Mexico Energy, Minerals and Natural Resources Department

Form C-107-B Revised August 1, 2011

Page 2 of 32

OIL CONSERVATION DIVISION 1220 S. St Francis Drive Santa Fe, New Mexico 87505

Submit the original application to the Santa Fe office with one copy to the appropriate District Office.

APPLICATION FOR SURFACE COMMINGLING (DIVERSE OWNERSHIP)

OPERATOR NAME:	<u> </u>
OPERATOR ADDRESS:	11
APPLICATION TYPE:	

4E II Operating, LLC 757 Katy Fwy, Ste. 1000, Houston, TX 77079

Pool Commingling Lease Commingling Pool and Lease Commingling Off-Lease Storage and Measurement (Only if not Surface Commingled) State Federal LEASE TYPE:

Fee Fee

Is this an Amendment to existing Order? Yes XNo If "Yes", please include the appropriate Order No. Have the Bureau of Land Management (BLM) and State Land office (SLO) been notified in writing of the proposed commingling Yes No

(A) POOL COMMINGLING Please attach sheets with the following information						
(1) Pool Names and Codes	Gravities / BTU of Non-Commingled Production	Calculated Gravities / BTU of Commingled Production	\$/Mcg	Calculated Value of Commingled Production per Month	Volumes MCF/M	
				-		_
79240 Jalmat: TAN-	1.47	1.47	\$ 1.12	\$1.12 *	3,036	_
YATES 7 RVRS (GAS)				\$1.12 * 3,774		_
33820 Jalmat: TAN-	1.47	1.47	\$1.12	= \$ 4,227	738	
YATES 7 RVRS (DIL)				- \$P 9,227		_
(2) Are any wells producing at top allows	ables? 🛛 Yes 🖾 No					

(3) Has all interest owners been notified by certified mail of the proposed commingling? Yes No.

Measurement type: Metering Other (Specify) Estimation (4)

Will commingling decrease the value of production? Yes XNo If "yes", describe why commingling should be approved (5)

(B) LEASE COMMINGLING

Please attach sheets with the following information

(1)Pool Name and Code. (2) Is all production from same source of supply? Yes No

(3) Has all interest owners been notified by certified mail of the proposed commingling?

(4) Measurement type: Metering Other (Specify)

(C) POOL and LEASE COMMINGLING Please attach sheets with the following information

(1)Complete Sections A and E.

(D) OFF-LEASE STORAGE and MEASUREMENT Please attached sheets with the following information

Is all production from same source of supply? Yes No (1)(2) Include proof of notice to all interest owners.

(E) ADDITIONAL INFORMATION (for all application types) Please attach sheets with the following information

A schematic diagram of facility, including legal location. (1)

A plat with lease boundaries showing all well and facility locations. Include lease numbers if Federal or State lands are involved. (2)

Lease Names, Lease and Well Numbers, and API Numbers. (3)

I hereby certify that the information above is true and complete to the best of my knowledge and belief.

SIGNATURE: MBates

TELEPHONE NO .: (832) 241-8080 TYPE OR PRINT NAME Marshall Bates

Yes No

TITLE: Engineering Tech DATE: 10/11/2020

E-MAIL ADDRESS: Marshall @ FAEnergy US. com

fae operating

October 11, 2020

VIA ONLINE FILING

Mr. Dean McClure New Mexico Energy, Minerals and Natural Resources Department 1220 South St. Francis Drive Santa Fe, New Mexico 87505

Re: Application of FAE II Operating, LLC for Administrative Approval to Surface Commingle and Sell Gas Production from the Jalmat Gas Pool for the R W Cowden C #12 Well at the existing R W Cowden Compression System CRP located in Unit C, Sec. 31, T-26S, R-37E, Lea County, New Mexico

Dear Mr. McClure:

FAE II Operating LLC, OGRID: 329326, requests administrative approval for surface commingling of gas production from the Jalmat Oil and Gas Pool for its R W Cowden C #12 well located in Section 31, T-23S, R-37E as shown on the map in Exhibit A. The existing R W Cowden Compression System is comprised of the R W Cowden #1; the R W Cowden B #4; the R W Cowden C #4, and #10; and the State LMT #5, #8, #9, #10, and #11 wells. The leases are also identified by outline and legend. Exhibit B offers further detail on the relevant wells on the leases.

The attached battery diagrams, Exhibits C and D, are accurate schematics of the current facility and the proposed commingled facility, respectively. A new gas flowline will be laid from the R W Cowden C #12 and tied in to the suction side of the compressor at the Cowden CRP, which is the sales point of the R W Cowden Compression System.

Pursuant to paragraph (3) of Subsection C of 19.15.12.10 NMAC, FAE II Operating LLC requests to estimate gas production on each of the R W Cowden #1, R W Cowden C #4, R W Cowden C #12, State LMT #5, State LMT #8, and State LMT #10 wells as an alternative to individual well measurement, seeing as none have averaged over 15 Mcf/d in the past year as shown in Exhibit F. Should this aspect of our proposal be approved, we would not need to install any orifice (allocation) meter for the purposes of measuring gas production. The gas production from the remaining wells in the compression system would be measured by the metering method. Total production for the wells will be measured by the lease custody transfer meter at the Cowden CRP.

After a review of internal records, the interest owners are not identical for the wells mentioned above. As such, we have notified all relevant parties of our intent to commingle production (see attached letter). The working and royalty interest owners as shown in Exhibit E have been notified of this application by certified mail. Copies of the certified mail receipts are attached as Exhibit G.

This proposed commingling of production is in the interest of conservation and will not result in reduced royalty or improper measurement of production. If there are further questions concerning this application, please feel free to contact the undersigned by email at kevin@faenergyus.com or by telephone at (832) 220-9188.

Received by OCD: 10/14/2020 8:58:56 AM Very truly yours.

FAE II Operating, LLC

Exhibit A – Lease Boundaries Map



Exhibit B – Lease and Well Information

Well Name	State Lease or Property No.	API #	Pool ID
R W Cowden #1	326944	30-025-10884	79240 JALMAT; TAN-YATES 7 RVRS (GAS)
R W Cowden B #4	326945	30-025-34516	79240 JALMAT; TAN-YATES 7 RVRS (GAS)
R W Cowden C #4	326946	30-025-10903	33820 JALMAT; TAN-YATES 7 RVRS (OIL)
R W Cowden C #10	326946	30-025-37969	79240 JALMAT; TAN-YATES 7 RVRS (GAS)
R W Cowden C #12	326946	30-025-38857	79240 JALMAT; TAN-YATES 7 RVRS (GAS)
State LMT #5	B 1431	30-025-09476	33820 JALMAT; TAN-YATES 7 RVRS (OIL)
State LMT #8	B 1431	30-025-09480	79240 JALMAT; TAN-YATES 7 RVRS (GAS)
State LMT #9	B 1431	30-025-26616	79240 JALMAT; TAN-YATES 7 RVRS (GAS)
State LMT #10	B 1431	30-025-26617	33820 JALMAT; TAN-YATES 7 RVRS (OIL)
State LMT #11	B 1431	30-025-36366	79240 JALMAT; TAN-YATES 7 RVRS (GAS)









Exhibit E – Ownership Information

Well Name(s)	Ownership Type	Name	Address
R W Cowden #1, B #4, C #4, #10, #12, State LMT	Working	FAE II Operating LLC	11757 Katy Fwy Ste. 1000 Houston,TX 77079-1762
State LMT	Royalty	Commissioner of Public Lands State of New Mexico Oil & Gas Accounting Division	PO Box 1148 Santa Fe, NM 87504
R W Cowden #1, B #4, C #4, #10, #12	Royalty	Higgins Family LLLP	PO Box 631752 Highlands Ranch, CO 80163-1752
R W Cowden #1, B #4, C #4, #10, #12	Royalty	Laverne Bates Revocable Trust	18469 Country Road 1560 Ada, OK 74820
R W Cowden #1, B #4, C #4, #10, #12	Royalty	Shriners Hospital for Children C/O The Northern Trust Bank of Texas	PO Box 226270 Dallas, TX 75222-6270
R W Cowden #1, B #4, C #4, #10, #12	Royalty, Overriding Royalty	Fredericksburg Royalty LTD	PO Box 1481 San Antonio, TX 78295-1481
R W Cowden #1, B #4, C #4, #10, #12	Royalty	Alvin Luskey	113 N Houston St. Fort Worth, TX 76102
R W Cowden #1, B #4, C #4, #10, #12	Royalty	Allie M Lee Trust	PO Box 41779 Austin, TX 78704
R W Cowden #1, B #4, C #4, #10, #12	Royalty, Overriding Royalty	BHCH Mineral LTD	PO Box 1817 San Antonio, TX 78296-1817
R W Cowden #1, B #4, C #4, #10, #12	Royalty	C Bradley Wilson Revocable Trust	103 Old Forester Trail Cullowhee, NC 28723
R W Cowden #1, B #4, C #4, #10, #12	Royalty	David Luskey	4005 Hildring Dr. W. Fort Worth, TX 76109
R W Cowden #1, B #4, C #4, #10, #12	Royalty	Donna Sue Cowden C/O Don R Cowden	2303 Ranch Road 620 South Lakeway, TX 78734
R W Cowden #1, B #4, C #4, #10, #12	Royalty, Overriding Royalty	Jal Public Library Fund C/O Carl W Martin	PO Box 178 Jal, NM 88252-0178
R W Cowden #1, B #4, C #4, #10, #12	Royalty	James Ray Bates	PO Box 6216 Shawnee Mission, KS 66206
R W Cowden #1, B #4, C #4, #10, #12	Royalty	Janet E Albright	4613 Forest Place Cumming, GA 30041
R W Cowden #1, B #4, C #4, #10, #12	Royalty, Overriding Royalty	Katherine K McIntyre	512 Thunder Crest El Paso, TX 79912
R W Cowden #1, B #4, C #4, #10, #12	Royalty	Leo Wiman	PO Box 12073 Dallas, TX 75225-2073
R W Cowden #1, B #4, C #4, #10, #12	Royalty	Linda C Hammond	4 Lazy Ln. San Antonio, TX 78209-2833
R W Cowden #1, B #4, C #4, #10, #12	Royalty	Louis Luskey C/O Alvin Luskey	4104 Warnock Court Fort Worth, TX 76109
R W Cowden #1, B #4, C #4, #10, #12	Royalty	Luskey Living Trust Bernice S Luskey, Trustee	95 Skidaway Island Park Road 311 Savannah, GA 31411
R W Cowden #1, B #4, C #4, #10, #12	Royalty	Mary A Cowden Trust	PO Box 1600 San Antonio, TX 78296
R W Cowden #1, B #4, C #4, #10, #12	Royalty	Oxy USA WTP LTD Partnership	PO Box 841803 Dallas, TX 75284-1803
R W Cowden #1, B #4, C #4, #10, #12	Royalty	Richard E King	1174 Creek Locks Rd. Lot 210 Bloomington, NY 12411
R W Cowden #1, B #4, C #4, #10, #12	Royalty	Richard J Winningham	5904 Glendower Lane Plano, TX 75093-4780
R W Cowden #1, B #4, C #4, #10, #12	Royalty	Shirley Baker Ray	PO Box 871196 Mesquite, TX 75187
R W Cowden #1, B #4, C #4, #10, #12	Royalty	States Royalty Limited Partnership	PO Box 911 Breckenridge, TX 76424-0911
R W Cowden #1, B #4, C #4, #10, #12	Royalty	Thomas Martin Ellison	PO Box 206 Volcano, CA 95689
R W Cowden #1, B #4, C #4, #10, #12	Royalty	Thomas Martin Ellison, Trustee UWO Thomas William Ellison	1541 Marley Drive Los Angeles, CA 90069
R W Cowden #1, B #4, C #4, #10, #12	Royalty	TJN Resources, LLC	198 Ultra Dr. Henderson, NV 89074-8335
R W Cowden #1, B #4, C #4, #10, #12	Royalty	William H Higgins	PO Box 93 Elm Springs, AR 72728
R W Cowden #1, B #4, C #4, #10, #12	Royalty	Birchlake Investments LLC	PO Box 70 Hackensack, MN 56452

Exhibit E (continued) – Ownership Information

Well Name	Ownership Type	Name	Address
R W Cowden #1, B #4,	Royalty	Warren J Bates Estate	PO Box 369
C #4, #10, #12 R W Cowden #1, B #4,	Royalty	Duard Thomas, Personal Rep. Rorie F Cowden	Ada, OK 74821-0369 8621 Jacksboro Hwy
C #4, #10, #12	Royalty	None i Cowden	Lakeside, TX 76135
R W Cowden #1, B #4,	Royalty	Lucille C Bates Testamentary Trust	PO Box 3782
C #4, #10, #12		Texas State Bank Trustee	San Angelo, TX 76902
R W Cowden #1, B #4,	Royalty,	Clara J Miller Estate	13355 Noel Road Suite 1100
C #4, #10, #12	Overriding Royalty	Nathan K Miller, Dependent Admin.	Dallas, TX 75240
R W Cowden #1, B #4,	Royalty,	Dr. and Mrs. J E Watkins Scholarship Trust	PO Box 2749
C #4, #10, #12	Overriding Royalty	C/O Texas Bank and Trust Co	Longview, TX 75606-2749
R W Cowden #1, B #4	Royalty	Midland AOG Partners Ltd.	PO Box 793 Midland, TX 79702
R W Cowden #1, B #4	Royalty	Mekusukey Oil Company LLC	PO Box 816
,			Wewoka, OK 74884-0816
R W Cowden #1, B #4	Royalty	Gary Manford	824 Mullen Road NW
			Los Ranchos, NM 87107
R W Cowden #1, B #4	Royalty	Bobby H Anglin	PO Box 794548
DWO constant #4 D #4	Our midle of December	NA suite as NA service II NAirs and Trace t	Dallas, TX 75379-4548
R W Cowden #1, B #4	Overriding Royalty	Marilyn Maxwell Mineral Trust	PO Drawer 99084 Fort Worth, TX 76199-0084
R W Cowden B #4	Working	Bovina LLC	PO Box 1772
R W Cowden D #4	WORKING		Hobbs NM 88241
R W Cowden B #4	Overriding Royalty	Beulah H Simmons Trust	PO Box 844143
	5,7,7		Dallas, TX 75284-4143
R W Cowden B #4	Overriding Royalty	XTO Energy Inc.	22777 Springwoods Village Pkwy
			Spring, TX 77389-1425
R W Cowden #1	Working	Christen Leigh Sanders	6809 Ridge Top Road
DW/Counter #1	Our midinar Davidter		North Richland Hills, TX 76182
R W Cowden #1	Overriding Royalty	Ann Clay Brown	1541 Princeton Drive Corsicana, TX 75110
R W Cowden #1	Overriding Royalty	Charles H Brown Jr.	1541 Princeton Drive
	o verhaling royalty		Corsicana, TX 75110
R W Cowden #1	Overriding Royalty	Edythe Clay Prikryl	5403 Ceran
			Arlington, TX 76016
R W Cowden #1	Overriding Royalty	Elizabeth Ann Brown	446 Acequia Madre Street
DW/Courdon #1	Our midinar Davialty		Santa Fe, NM 87501-2802
R W Cowden #1	Overriding Royalty	JE Simmons Trust	PO Box 844143 Dallas, TX 75284-4143
R W Cowden #1	Overriding Royalty	Jennifer Ann Cather	6343 Edloe
	o vornaling rioyalty		Houston, TX 77005
R W Cowden #1	Overriding Royalty	Joan M Clay	26242 Via Mistral
		-	San Juan Capistrano, CA 92675-4452
R W Cowden #1	Overriding Royalty	John W Clay III	2624 Putnam
P.W.Cowdor #1	Quarriding Davalt	Marilyn Maywell Management Trust	Ft. Worth, TX 76112
R W Cowden #1	Overriding Royalty	Marilyn Maxwell Management Trust	PO Drawer 99084 Fort Worth, TX 76199-0084
R W Cowden #1	Overriding Royalty	Marilyn Maxwell Agency	PO Box 99084
	Overlaing Regaily		Fort Worth, TX 76199-0084
R W Cowden #1	Overriding Royalty	Mary Ellen Brown Gilbert	2808 Odell Court North
	/		Grapevine, TX 76015
R W Cowden #1	Overriding Royalty	Nancy Lee Brown Harrison	3001 Maple Ave.
			Waco, TX 76707
R W Cowden #1	Overriding Royalty	Susan Marie Clay-Maier	2547 Stadium Drive
	/		Fort Worth, TX 76109
R W Cowden #1	Overriding Royalty	JE Simmons Trust	PO Box 840738
	•		Dallas, TX 75284-0738
R W Cowden #1	Overriding Royalty	Beulah H Simmons Trust	PO Box 840738
			Dallas, TX 75284-0738

Exhibit F – 2019 Monthly Gas Production by Well (Mcf)

Month	R W Cowden #1	R W Cowden C #4	R W Cowden C #12	State LMT #5	State LMT #8	State LMT #10
January	320	405	0	266	240	132
February	225	272	0	177	150	94
March	163	212	1	120	116	82
April	115	144	1	132	91	69
May	293	353	0	347	205	151
June	289	316	0	311	194	138
July	273	311	0	301	198	137
August	289	326	0	325	214	140
September	307	351	0	351	222	144
October	275	343	0	299	202	138
November	229	349	0	246	182	117
December	223	300	0	255	173	107
Total	3,001	3,682	2	3,130	2,187	1,449
Average (Mcf/d)	8.22	10.09	0.01	8.58	5.99	3.97

Exhibit G – Certified Mail Receipts









U.S. Postal Service [™] CERTIFIED MAIL [®] RECEIPT Domestic Mall Only	U.S. Postal Service [™] CERTIFIED MAIL [®] RECEIPT Domestic Mall Only
For delivery information, visit our website at www.usps.com*. Jalo Ni 88252 CIALUSE Centified Mail Fee 5 83.55 Confied Mail Fee S 83.55 Confied Mail Fee S 83.55 Confied Mail Fee S 80.55 Confied Mail Fee S 80.000 And Bounds Struct box.com & 20050 And Bounds Struct box.com & 20050 Add Bounds Struct Colspan="2">S 0.0001 Add Bounds Struct Colspan="2">S 0.001 S 0.70 S 10.70 S 10.70 S 10.70 S 10.70 S 10.70 S 10.70	For delivery information, visit our websile at www.usps.com*. Ar1 nation rate Ar1 nation rate Certified Mal Fee Sector Services & Peece system Beam Receive (network) Beam Reverse for Instructions </td
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U.S. Postal Service [™] CERTIFIED MAIL [®] RECEIPT Domestic Mail Only For delivery information, visit our website at www.usps.com*. WEST MOILSHOOD CA 90069 USE Contribut Mail Foo \$3.55 52.85 Contribut Mail Foo \$3.55 52.85 Contribut Mail Foo \$3.55 50.000 Contrist Mail Restricted Delivery \$ \$0.000 Contrist Mail Restricted Delivery \$ \$ \$0.000 Contrist Mail Restricted Delivery \$ \$ \$ \$ \$ \$ \$ \$ \$ \$ \$ \$ \$ \$ \$ \$ \$ \$ \$	U.S. Postal Service ¹⁶ CERTIFIED MAIL® RECEIPT Damestic Mail Only Posterior Mail Congeneration, visit our website at www.usps.com* Volcand: CG 95682 ALUSE Certified Mail Fee 93.55 17.00 Certified Mail Fee 93.55 17.00 Control Congeneration at the 17.00 Certified Mail Fee 93.55 17.00 Control Congeneration at the 17.00 Control Mail Fee 93.55 10.00 Control Mail Fee 93.55 Control Mail









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Well Name(s)	Ownership Type	Name	Address	Tracking Number
R W Cowden #1, B #4, C #4, #10, #12, State LMT	Working	FAE II Operating LLC	11757 Katy Fwy Ste. 1000 Houston,TX 77079-1762	N/A
State LMT	Royalty	Commissioner of Public Lands	PO Box 1148	7020 0090 0000 6900 0382
	noyany	State of New Mexico	Santa Fe, NM 87504	,
		Oil & Gas Accounting Division		
R W Cowden #1, B #4, C #4, #10, #12	Royalty	Higgins Family LLLP	PO Box 631752	7020 0090 0000 6900 0405
			Highlands Ranch, CO 80163-1752	
R W Cowden #1, B #4, C #4, #10, #12	Royalty	Laverne Bates Revocable Trust	18469 Country Road 1560	7020 0090 0000 6900 0412
			Ada, OK 74820	
R W Cowden #1, B #4, C #4, #10, #12	Royalty	Shriners Hospital for Children	PO Box 226270	7020 0090 0000 6900 0429
		C/O The Northern Trust Bank of Texas	Dallas, TX 75222-6270	
R W Cowden #1, B #4, C #4, #10, #12	Royalty,	Fredericksburg Royalty LTD	PO Box 1481	7020 0090 0000 6900 0436
	Overriding Royalty		San Antonio, TX 78295-1481	
R W Cowden #1, B #4, C #4, #10, #12	Royalty	Alvin Luskey	113 N Houston St.	7020 0090 0000 6900 0443
			Fort Worth, TX 76102	
R W Cowden #1, B #4, C #4, #10, #12	Royalty	Allie M Lee Trust	PO Box 41779	7020 0090 0000 6900 0450
			Austin, TX 78704	
R W Cowden #1, B #4, C #4, #10, #12	Royalty,	BHCH Mineral LTD	PO Box 1817	7020 0090 0000 6900 0467
	Overriding Royalty		San Antonio, TX 78296-1817	
R W Cowden #1, B #4, C #4, #10, #12	Royalty	C Bradley Wilson Revocable Trust	103 Old Forester Trail	7020 0090 0000 6900 0474
			Cullowhee, NC 28723	
R W Cowden #1, B #4, C #4, #10, #12	Royalty	David Luskey	4005 Hildring Dr. W.	7020 0090 0000 6900 0481
			Fort Worth, TX 76109	
R W Cowden #1, B #4, C #4, #10, #12	Royalty	Donna Sue Cowden	2303 Ranch Road 620 South	7020 0090 0000 6900 0498
		C/O Don R Cowden	Lakeway, TX 78734	
R W Cowden #1, B #4, C #4, #10, #12	Royalty,	Jal Public Library Fund	PO Box 178	7020 0090 0000 6900 0504
	Overriding Royalty	C/O Carl W Martin	Jal, NM 88252-0178	
R W Cowden #1, B #4, C #4, #10, #12	Royalty	James Ray Bates	PO Box 6216	7020 0090 0000 6900 0511
			Shawnee Mission, KS 66206	7020 0000 0000 0000 0520
R W Cowden #1, B #4, C #4, #10, #12	Royalty	Janet E Albright	4613 Forest Place	7020 0090 0000 6900 0528
D.W. Courdon #1 D.#4 C.#4 #10 #12	Develty	Kathoring K Malatura	Cumming, GA 30041	
R W Cowden #1, B #4, C #4, #10, #12	Royalty,	Katherine K McIntyre	512 Thunder Crest El Paso, TX 79912	7020 0090 0000 6900 0535
R W Cowden #1, B #4, C #4, #10, #12	Overriding Royalty	Leo Wiman	PO Box 12073	7020 0090 0000 6900 0542
K W COwdell #1, B #4, C #4, #10, #12	Royalty		Dallas, TX 75225-2073	7020 0090 0000 0900 0342
R W Cowden #1, B #4, C #4, #10, #12	Royalty	Linda C Hammond	4 Lazy Ln.	7020 0090 0000 6900 0559
N W COwden #1, B #4, C #4, #10, #12	NOyalty		San Antonio, TX 78209-2833	7020 0090 0000 0900 0559
R W Cowden #1, B #4, C #4, #10, #12	Royalty	Louis Luskey	4104 Warnock Court	7020 0090 0000 6900 0566
·····································	noyuny	C/O Alvin Luskey	Fort Worth, TX 76109	, 520 0000 0000 0000 0000
R W Cowden #1, B #4, C #4, #10, #12	Royalty	Luskey Living Trust	95 Skidaway Island Park Road 311	7020 0090 0000 6900 0573
	noyany	Bernice S Luskey, Trustee	Savannah, GA 31411	
R W Cowden #1, B #4, C #4, #10, #12	Royalty	Mary A Cowden Trust	PO Box 1600	7020 0090 0000 6900 0580
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			San Antonio, TX 78296	
R W Cowden #1, B #4, C #4, #10, #12	Royalty	Oxy USA WTP LTD Partnership	PO Box 841803	7020 0090 0000 6900 0597
	, ,	,	Dallas, TX 75284-1803	
R W Cowden #1, B #4, C #4, #10, #12	Royalty	Richard E King	1174 Creek Locks Rd. Lot 210	7020 0090 0000 6900 0603
		-	Bloomington, NY 12411	
R W Cowden #1, B #4, C #4, #10, #12	Royalty	Richard J Winningham	5904 Glendower Lane	7020 0090 0000 6900 0610
			Plano, TX 75093-4780	
R W Cowden #1, B #4, C #4, #10, #12	Royalty	Shirley Baker Ray	PO Box 871196	7020 0090 0000 6900 0627
			Mesquite, TX 75187	
R W Cowden #1, B #4, C #4, #10, #12	Royalty	States Royalty Limited Partnership	PO Box 911	7020 0090 0000 6900 0634
			Breckenridge, TX 76424-0911	
R W Cowden #1, B #4, C #4, #10, #12	Royalty	Thomas Martin Ellison	PO Box 206	7020 0090 0000 6900 0641
			Volcano, CA 95689	
R W Cowden #1, B #4, C #4, #10, #12	Royalty	Thomas Martin Ellison, Trustee	1541 Marley Drive	7020 0090 0000 6900 0658
		UWO Thomas William Ellison	Los Angeles, CA 90069	
R W Cowden #1, B #4, C #4, #10, #12	Royalty	TJN Resources, LLC	198 Ultra Dr.	7020 0090 0000 6900 0665
			Henderson, NV 89074-8335	
R W Cowden #1, B #4, C #4, #10, #12	Royalty	William H Higgins	PO Box 93	7020 0090 0000 6900 0672
			Elm Springs, AR 72728	
R W Cowden #1, B #4, C #4, #10, #12	Royalty	Birchlake Investments LLC	PO Box 70	7020 0090 0000 6900 0689
			Hackensack, MN 56452	
R W Cowden #1, B #4, C #4, #10, #12	Royalty	Warren J Bates Estate	PO Box 369	7020 0090 0000 6900 0696
		Duard Thomas, Personal Rep.	Ada, OK 74821-0369	
R W Cowden #1, B #4, C #4, #10, #12	Royalty	Rorie F Cowden	8621 Jacksboro Hwy	7020 0090 0000 6900 0702
			Lakeside, TX 76135	
R W Cowden #1, B #4, C #4, #10, #12	Royalty	Lucille C Bates Testamentary Trust	PO Box 3782	7020 0090 0000 6900 0719
		Texas State Bank Trustee	San Angelo, TX 76902	
R W Cowden #1, B #4, C #4, #10, #12	Royalty,	Clara J Miller Estate	13355 Noel Road Suite 1100	7020 0090 0000 6900 0726
D.M. Courden #1 D.#4 C.#4 #10 #10	Overriding Royalty	Nathan K Miller, Dependent Admin.	Dallas, TX 75240	7020 0000 0000 0000 0722
R W Cowden #1, B #4, C #4, #10, #12	Royalty,	Dr. and Mrs. J E Watkins Scholarship Trust		7020 0090 0000 6900 0733
P.W. Courdon #1 P.#4	Overriding Royalty	C/O Texas Bank and Trust Co Midland AOG Partners Ltd.	Longview, TX 75606-2749 PO Box 793	7020 0090 0000 6900 0740
R W Cowden #1, B #4	Royalty		Midland, TX 79702	7020 0090 0000 0900 0740
R W Cowden #1, B #4	Royalty	Mekusukey Oil Company LLC	PO Box 816	7020 0090 0000 6900 0757
K W Cowden #1, B #4	Noyalty	Merusukey on company LLC	Wewoka, OK 74884-0816	1020 0090 0000 0900 0737
R W Cowden #1, B #4	Royalty	Gary Manford	824 Mullen Road NW	7020 0090 0000 6900 0764
	Noyarty	Gary Manora	Los Ranchos, NM 87107	1020 0050 0000 0500 0704
R W Cowden #1, B #4	Royalty	Bobby H Anglin	PO Box 794548	7020 0090 0000 6900 0771
			Dallas, TX 75379-4548	
R W Cowden #1, B #4	Overriding Royalty	Marilyn Maxwell Mineral Trust	PO Drawer 99084	7020 0090 0000 6900 0788
·····			Fort Worth, TX 76199-0084	
R W Cowden B #4	Working	Bovina LLC	PO Box 1772	7020 0090 0000 6900 0795
	0		Hobbs NM 88241	

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R W Cowden B #4	Overriding Royalty	Beulah H Simmons Trust	PO Box 844143	7020 0090 0000 6900 0801
R W Cowden B #4	Overriding Royalty	XTO Energy Inc.	Dallas, TX 75284-4143 22777 Springwoods Village Pkwy	7020 0090 0000 6900 0818
R W Cowden #1	Working	Christen Leigh Sanders	Spring, TX 77389-1425 6809 Ridge Top Road North Richland Hills, TX 76182	7020 0090 0000 6900 0825
R W Cowden #1	Overriding Royalty	Ann Clay Brown	1541 Princeton Drive Corsicana, TX 75110	7020 0090 0000 6900 0832
R W Cowden #1	Overriding Royalty	Charles H Brown Jr.	1541 Princeton Drive Corsicana, TX 75110	7020 0090 0000 6900 0849
R W Cowden #1	Overriding Royalty	Edythe Clay Prikryl	5403 Ceran Arlington, TX 76016	7020 0090 0000 6900 0856
R W Cowden #1	Overriding Royalty	Elizabeth Ann Brown	446 Acequia Madre Street Santa Fe, NM 87501-2802	7020 0090 0000 6900 0863
R W Cowden #1	Overriding Royalty	JE Simmons Trust	PO Box 844143 Dallas, TX 75284-4143	7020 0090 0000 6900 1310
R W Cowden #1	Overriding Royalty	Jennifer Ann Cather	6343 Edloe Houston, TX 77005	7020 0090 0000 6900 0887
R W Cowden #1	Overriding Royalty	Joan M Clay	26242 Via Mistral San Juan Capistrano, CA 92675-4452	7020 0090 0000 6900 0894
R W Cowden #1	Overriding Royalty	John W Clay III	2624 Putnam Ft. Worth, TX 76112	7020 0090 0000 6900 0900
R W Cowden #1	Overriding Royalty	Marilyn Maxwell Management Trust	PO Drawer 99084 Fort Worth, TX 76199-0084	7020 0090 0000 6900 0917
R W Cowden #1	Overriding Royalty	Marilyn Maxwell Agency	PO Box 99084 Fort Worth, TX 76199-0084	7020 0090 0000 6900 0924
R W Cowden #1	Overriding Royalty	Mary Ellen Brown Gilbert	2808 Odell Court North Grapevine, TX 76015	7020 0090 0000 6900 0931
R W Cowden #1	Overriding Royalty	Nancy Lee Brown Harrison	3001 Maple Ave. Waco, TX 76707	7020 0090 0000 6900 0948
R W Cowden #1	Overriding Royalty	Susan Marie Clay-Maier	2547 Stadium Drive Fort Worth, TX 76109	7020 0090 0000 6900 0955
R W Cowden #1	Overriding Royalty	JE Simmons Trust	PO Box 840738 Dallas, TX 75284-0738	7020 0090 0000 6900 0870
R W Cowden #1	Overriding Royalty	Beulah H Simmons Trust	PO Box 840738 Dallas, TX 75284-0738	7020 0090 0000 6900 1327

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 25, 2020 and ending with the issue dated November 25, 2020.

1. Asal

Publisher

Sworn and subscribed to before me this 25th day of November 2020.

20ar

Business Manager



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 67115951

00248721

MARITZA SANTANA FORTY ACRES ENERGY 11757 KATY FREEWAY SUITE 1000 HOUSTON , TX 77079

LEGALS

LEGAL NOTICE November 25, 2020

C o m m i n g l i n g Notification: Interested objections or requests for hearing in writing with the Oil Conservation Division Santa Fe office within 20 days after publication, or the division may approve the application. FAE II Operating, LLC FAE II Operating, LLC 11757 Katy Freeway, Suite 1000 Houston, TX 77079 832-706-0041 Marshall Bates Location: T23S-R37E, Section 30 & 31 and T23S-R36E, Section 31: NENW Commingling production is pooled from the Jalmatt; Tan-Yates-7 Rivers (79240 – Gas & 33820 – Oil)

From:	Engineer, OCD, EMNRD
To:	Marshall Bates
Cc:	<u>McClure, Dean, EMNRD; Bratcher, Mike, EMNRD; Kautz, Paul, EMNRD; lisa@rwbyram.com; Glover, James;</u> kparadis@blm.gov; Walls, Christopher
Subject:	Approved Administrative Order PLC-710
Date:	Tuesday, January 12, 2021 8:47:50 AM
Attachments:	PLC710 Order.pdf

NMOCD has issued Administrative Order PLC-710 which authorizes FAE II Operating, LLC (329326) to surface commingle or off-lease measure, as applicable, the following wells:

Well API	Well Name	Location (NMPM)	Pool Code
30-025-10884	R W Cowden #1	J-30-23S-37E	79240
30-025-34516	R W Cowden B #4	L-30-23S-37E	79240
30-025-10903	R W Cowden C #4	C-31-23S-37E	33820
30-025-37969	R W Cowden C #10	C #10 D-31-23S-37E	
30-025-38857	R W Cowden C #12	E-31-23S-37E	79240
30-025-09476	State LMT #5	A-36-23S-36E	33820
30-025-09480	State LMT #8	D-36-23S-36E 7	
30-025-26616	State LMT #9	C-36-23S-36E	79240
30-025-26617	State LMT #10	H-36-23S-36E	33820
30-025-35366	State LMT #11	B-36-23S-36E	79240

The administrative order is attached to this email and can also be found online at OCD Imaging.

Please review the content of the order to ensure you are familiar with the authorities granted and any conditions of approval.

Dean McClure Petroleum Engineer, Oil Conservation Division New Mexico Energy, Minerals and Natural Resources Department (505) 469-8211

State of New Mexico Energy, Minerals and Natural Resources Department

Notice

Order: PLC-710

Operator: FAE II Operating, LLC (329326)

Publication Date: 11/25/2020

Date Sent: 10/14/2020

Noticed Persons

Date	Person	Certified Tracking Number	Status
10/19/2020	Commissioner of Public Lands	7020 0090 0000 6900 0382	Delivered
10/23/2020	Higgins Family LLLP	7020 0090 0000 6900 0405	Delivered
10/27/2020	Laverne Bates Revocable Trust	7020 0090 0000 6900 0412	Returned
10/30/2020	Shriners Hospital for Children	7020 0090 0000 6900 0429	Delivered
10/15/2020	Fredericksburg Royalty LTD	7020 0090 0000 6900 0436	Delivered
10/25/2020	Alvin Luskey	7020 0090 0000 6900 0443	Delivered
10/15/2020	Allie M Lee Trust	7020 0090 0000 6900 0450	Delivered
10/15/2020	BHCH Mineral LTD	7020 0090 0000 6900 0467	Delivered
11/4/2020	C Bradley Wilson Revocable Trust	7020 0090 0000 6900 0474	Delivered
10/19/2020	David Luskey	7020 0090 0000 6900 0481	In-Transit
10/28/2020	Donna Sue Cowden	7020 0090 0000 6900 0498	Returned
10/19/2020	Jal Public Library Fund	7020 0090 0000 6900 0504	Delivered
10/19/2020	James Ray Bates	7020 0090 0000 6900 0511	Delivered
10/16/2020	Janet E Albright	7020 0090 0000 6900 0528	Delivered
10/16/2020	Katherine K McIntyre	7020 0090 0000 6900 0535	Delivered
11/5/2020	Leo Wiman	7020 0090 0000 6900 0542	Returned
10/15/2020	Linda C Hammond	7020 0090 0000 6900 0559	Delivered
11/16/2020	Louis Luskey	7020 0090 0000 6900 0566	Returned
10/27/2020	Luskey Living Trust	7020 0090 0000 6900 0573	Delivered
10/18/2020	Mary A Cowden Trust	7020 0090 0000 6900 0580	In-Transit
10/17/2020	Oxy USA WTP LTD Partnership	7020 0090 0000 6900 0597	Delivered
10/27/2020	Richard E King	7020 0090 0000 6900 0603	Delivered
10/15/2020	Richard J Winningham	7020 0090 0000 6900 0610	Delivered
10/21/2020	Shirley Baker Ray	7020 0090 0000 6900 0627	In-Transit
10/16/2020	States Royalty Limited Partnership	7020 0090 0000 6900 0634	Delivered
10/16/2020	Thomas Martin Ellison	7020 0090 0000 6900 0641	Delivered
10/16/2020	Thomas Martin Ellison, Trustee	7020 0090 0000 6900 0658	Delivered
10/17/2020	TJN Resources, LLC	7020 0090 0000 6900 0665	Delivered
10/17/2020	William H Higgins	7020 0090 0000 6900 0672	Delivered
10/19/2020	Birchlake Investments LLC	7020 0090 0000 6900 0689	Delivered
11/13/2020	Warren J Bates Estate	7020 0090 0000 6900 0696	Returned
10/16/2020	Rorie F Cowden	7020 0090 0000 6900 0702	Delivered
10/20/2020	Lucille C Bates Testamentary Trust	7020 0090 0000 6900 0719	Delivered
10/15/2020	Clara J Miller Estate	7020 0090 0000 6900 0726	Delivered
10/15/2020	Dr. and Mrs. J E Watkins Scholarship Trust	7020 0090 0000 6900 0733	Delivered
10/20/2020	Midland AOG Partners Ltd.	7020 0090 0000 6900 0740	Delivered
10/16/2020	Mekusukey Oil Company LLC	7020 0090 0000 6900 0757	Delivered

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10/17/2020 Gary Manford	7020 0090 0000 6900 0764	Delivered
10/22/2020 Bobby H Anglin	7020 0090 0000 6900 0771	Delivered
10/24/2020 Marilyn Maxwell Mineral Trust	7020 0090 0000 6900 0788	Delivered
10/19/2020 Bovina LLC	7020 0090 0000 6900 0795	Delivered
10/15/2020 Beulah H Simmons Trust	7020 0090 0000 6900 0801	Delivered
10/16/2020 XTO Energy Inc.	7020 0090 0000 6900 0818	Delivered
12/2/2020 Christen Leigh Sanders	7020 0090 0000 6900 0825	Returned
10/22/2020 Ann Clay Brown	7020 0090 0000 6900 0832	Returned
10/23/2020 Charles H Brown Jr.	7020 0090 0000 6900 0849	Returned
11/9/2020 Edythe Clay Prikryl	7020 0090 0000 6900 0856	Returned
10/29/2020 Elizabeth Ann Brown	7020 0090 0000 6900 0863	Returned
10/15/2020 JE Simmons Trust	7020 0090 0000 6900 1310	Delivered
10/23/2020 Jennifer Ann Cather	7020 0090 0000 6900 0887	Returned
10/19/2020 Joan M Clay	7020 0090 0000 6900 0894	Delivered
10/17/2020 John W Clay III	7020 0090 0000 6900 0900	Delivered
10/20/2020 Marilyn Maxwell Management Trust	7020 0090 0000 6900 0917	Delivered
10/20/2020 Marilyn Maxwell Agency	7020 0090 0000 6900 0924	Delivered
10/20/2020 Mary Ellen Brown Gilbert	7020 0090 0000 6900 0931	In-Transit
10/27/2020 Nancy Lee Brown Harrison	7020 0090 0000 6900 0948	Delivered
10/24/2020 Susan Marie Clay-Maier	7020 0090 0000 6900 0955	Delivered
10/17/2020 JE Simmons Trust	7020 0090 0000 6900 0870	Delivered
10/15/2020 Beulah H Simmons Trust	7020 0090 0000 6900 1327	Delivered

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

APPLICATION FOR SURFACE COMMINGLING SUBMITTED BY FAE II OPERATING, LLC

ORDER NO. PLC-710

ORDER

The Director of the New Mexico Oil Conservation Division ("OCD"), having considered the application and the recommendation of the OCD Engineering Bureau, issues the following Order.

FINDINGS OF FACT

- 1. FAE II Operating, LLC ("Applicant") submitted a complete application to surface commingle and off-lease measure the gas production ("Application") from the pools, leases, and wells identified in Exhibit A.
- 2. To the extent that ownership is identical, Applicant submitted a certification by a licensed attorney or qualified petroleum landman that the ownership in the pools, leases, and wells to be commingled is identical as defined in 19.15.12.7(B) NMAC.
- 3. Applicant proposed a method to allocate the gas production to the pools, leases, and wells to be commingled.
- 4. Applicant proposed using estimation to allocate gas production to the wells identified in Exhibit B if they produce less than fifteen (15) thousand cubic feet per day.
- 5. To the extent that ownership is diverse, Applicant provided notice of the Application to all persons owning an interest in the gas production to be commingled, including the owners of royalty and overriding royalty interests, regardless of whether they have a right or option to take their interests in kind, and those persons either submitted a written waiver or did not file an objection to the Application.
- 6. Applicant provided notice of the Application to the Bureau of Land Management ("BLM") or New Mexico State Land Office ("NMSLO"), as applicable.
- 7. Applicant certified the commingling of gas production from the pools, leases, and wells will not in reasonable probability reduce the value of the gas production to less than if it had remained segregated.

CONCLUSIONS OF LAW

- 8. OCD has jurisdiction to issue this Order pursuant to the Oil and Gas Act, NMSA 1978, §§ 70-2-6, 70-2-11, 70-2-12, 70-2-16, and 70-2-17, and 19.15.12 NMAC.
- 9. Applicant satisfied the notice requirements for the Application in accordance with 19.15.12.10(A)(2), (C)(4)(c), and (C)(4)(e) NMAC, as applicable.

Order No. PLC-710

- 10. Applicant's proposed method of allocation, as modified herein, complies with 19.15.12.10(B)(1) or (C)(1) NMAC, as applicable.
- 11. Applicant's proposal to use estimation to allocate gas production to the wells identified in Exhibit B if they produce less than fifteen (15) thousand cubic feet per day, as modified herein, complies with 19.15.12.10(C)(3) NMAC.
- 12. Commingling of gas production from state, federal, or tribal leases shall not commence until approved by the BLM or NMSLO, as applicable, in accordance with 19.15.12.10(B)(3) and (C)(4)(h) NMAC.
- 13. By granting the Application with the conditions specified below, this Order prevents waste and protects correlative rights, public health, and the environment.

<u>ORDER</u>

- 1. Applicant is authorized to surface commingle and off-lease measure gas production from the pools, leases, and wells identified in Exhibit A.
- 2. The allocation of gas production to each well identified in Exhibit B shall be determined by an estimate based upon that well's production history. No later than sixty (60) days after a change in condition of operation for any well which may increase production to greater than or equal to fifteen (15) thousand cubic feet in a day, Applicant shall conduct a test to determine the new production for that well and submit Form C-103 to OCD which shall include the parameters and results of the test. If the results of the test indicate that production increased to greater than or equal to fifteen (15) thousand cubic feet in a day, Applicant shall submit a new surface commingle application to OCD. If Applicant fails to submit Form C-103 as specified above, this Order shall terminate sixty-one (61) days after a change in condition of operation for a well which may increase production to greater than or equal to fifteen (15) thousand cubic feet per day. If OCD denies the new surface commingle application, this Order shall terminate on the date of denial.
- 3. The gas production for each well identified in Exhibit A excluding those identified in Exhibit B shall be separated and metered prior to commingling.
- 4. Applicant shall measure the commingled oil at a central tank battery described in Exhibit A in accordance with 19.15.18.15 NMAC or 19.15.23.8 NMAC.
- 5. Applicant shall measure the commingled gas at a central delivery point or central tank battery described in Exhibit A in accordance with 19.15.19.9 NMAC, provided however that if the gas is flared, and regardless whether OCD has granted an exception pursuant to 19.15.18.12(B) NMAC, Applicant shall report the gas in accordance with 19.15.18.12(F) NMAC.
- 6. Applicant shall calibrate the meters used to measure or allocate gas production in accordance with 19.15.12.10(C)(2) NMAC.

- 7. If the commingling of gas production from any pool, lease, or well reduces the value of the commingled gas production to less than if it had remained segregated, no later than sixty (60) days after the decrease in value has occurred Applicant shall submit a new surface commingling application to OCD to amend this Order to remove the pool, lease, or well whose gas production caused the decrease in value. If Applicant fails to submit a new application, this Order shall terminate on the following day, and if OCD denies the application, this Order shall terminate on the date of such action.
- 8. Applicant shall not commence commingling oil or gas production from state, federal, or tribal leases until approved by the BLM or NMSLO, as applicable.
- 9. OCD retains jurisdiction and reserves the right to modify or revoke this Order as it deems necessary to prevent waste or protect correlative rights, public health, or the environment.

STATE OF NEW MEXICO OIL CONSERVATION DIVISION

____ **DATE:**_____77

DATE: 1/11/2021

ADRIENNE SANDOVAL DIRECTOR AS/dm State of New Mexico Energy, Minerals and Natural Resources Department

Exhibit A

Order: PLC-710

Operator: FAE II Operating, LLC (329326)

Central Tank Battery: R W Cowden Compression System CRP

Central Tank Battery Location (NMPM): Unit C, Section 31, Township 23 South, Range 37 East

Gas Custody Transfer Meter Location (NMPM): Unit C, Section 31, Township 23 South, Range 37 East

Pools	
Pool Name	Pool Code
JALMAT; TAN-YATES-7 RVRS (OIL)	33820
JALMAT; TAN-YATES-7 RVRS (GAS)	79240

Leases as defined in 19.15.12.7(C) NMAC				
Lease Location (NMPM)				
BO 143124	N/2	Sec 36-T23S-R36		
Fee	Lot 1 & 2, E/2 NW/4, W/2 NE/4	Sec 31-T23S-R37E		
Fee	NW/4 SE/4, NE/4 SW/4	Sec 30-T23S-R37		
Fee	Lot 3 & 4, SE/4 SW/4, SW/4 SE/4	Sec 30-T23S-R37E		

	ls			
Well API	Well Name	Location (NMPM)	Pool Code	Train
30-025-10884	R W Cowden #1	J-30-23S-37E	79240	
30-025-34516	R W Cowden B #4	L-30-23S-37E	79240	
30-025-10903	R W Cowden C #4	C-31-23S-37E	33820	
30-025-37969	R W Cowden C #10	D-31-23S-37E	79240	
30-025-38857	R W Cowden C #12	E-31-23S-37E	79240	
30-025-09476	State LMT #5	A-36-23S-36E	33820	
30-025-09480	State LMT #8	D-36-23S-36E	79240	
30-025-26616	State LMT #9	C-36-23S-36E	79240	
30-025-26617	State LMT #10	H-36-23S-36E	33820	
30-025-35366	State LMT #11	B-36-23S-36E	79240	

State of New Mexico
Energy, Minerals and Natural Resources Department

Exhibit B

Order: PLC-710

Operator: FAE II Operating, LLC (329326)

Wells

Well API	Well Name	Recent Avg Prod	Prior Year Avg Prod	
30-025-10884	R W Cowden #1	9.32	9.23	
30-025-10903	R W Cowden C #4	10.13	11.33	
30-025-38857	R W Cowden C #12	0.00	0.03	
30-025-09476	State LMT #5	9.62	9.54	
30-025-09480	State LMT #8	6.00	6.67	
30-025-26617	State LMT #10	4.09	4.40	

District I 1625 N. French Dr., Hobbs, NM 88240

District II

District IV

Phone:(575) 393-6161 Fax:(575) 393-0720

811 S. First St., Artesia, NM 88210 Phone:(575) 748-1283 Fax:(575) 748-9720

Phone:(505) 334-6178 Fax:(505) 334-6170

1220 S. St Francis Dr., Santa Fe, NM 87505 Phone:(505) 476-3470 Fax:(505) 476-3462

District III 1000 Rio Brazos Rd., Aztec, NM 87410 CONDITIONS

Action 10622

State of New Mexico Energy, Minerals and Natural Resources Oil Conservation Division 1220 S. St Francis Dr. Santa Fe, NM 87505

CONDITIONS OF APPROVAL

Operator:				OGRID:	Action Number:	Action Type:
FAE II O	PERATING LLC	11757 Katy Freeway, Suite 1000	Houston, TX77079	329326	10622	C-107B
				· ·		
OCD Reviewer	Condition					
dmcclure Please review the content of the order to ensure you are familiar with the authorities granted and any conditions of approval.						