

ConocoPhillips 2208 West Main Street Artesia, New Mexico 88210 www.conocophillips.com

February 06, 2023

Attn: Dean McClure NM Oil Conservation Division 1220 South Saint Francis Drive Santa Fe, New Mexico 87505

Re: Application for Administrative Approval

Off-lease Measurement - Oil Only

Dear Mr. McClure,

COG Operating LLC respectfully requests approval for off-lease measurement – Oil only for the following wells:

Columbus Fed Com 701H API# 30-025-48113 Bobcat Draw; Wolfcamp Ut. K, Sec.34-T25S-R33E Lea County, NM

Columbus Fed Com 703H API# 30-025-48115 Bobcat Draw; Wolfcamp Ut. L, Sec.34-T25S-R33E Lea County, NM Columbus Fed Com 702H API# 30-025-48114 Bobcat Draw; Wolfcamp Ut. K, Sec.34-T25S-R33E Lea County, NM

Columbus Fed Com 704H API# 30-025-48116 Bobcat Draw; Wolfcamp Ut. L, Sec.34-T25S-R33E Lea County, NM

#### Oil Production:

The oil production from these wells may be transported by truck to either the Red Hills Offload Station, located in Unit O, Section 4-T26S-R32E, or the Jal Offload Station, located in Unit D, Section 4-T26S-R37E, Lea County in the event the CTB on lease is over capacity or in the case of battery or pipeline repairs. Oil will remain segregated and will be measured by lact meter when offloading at the Offload Stations.

Notifications have been sent to all working interest owners

Please see the enclosed Administrative Application Checklist, C-107-B Application for Off Lease Measurement, plats for referenced wells, site facility diagram, maps with lease boundaries showing wells and facility locations and communization agreement application.

Thank you for your attention to this matter. If you have questions or need further information, please email me at <a href="mailto:jeanette.barron@conocophillips.com">jeanette.barron@conocophillips.com</a> or call 575.748.6974.

Sincerely,

Jeanette Barron Regulatory Coordinator <u>District I</u> 1625 N. French Drive, Hobbs, NM 88240 <u>District II</u> 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

### 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.

APPLICA	<u>ATION I</u>	FOR SURFACE (	COMMINGLING	(DIVERSE	OWNERSHIP)				
OPERATOR NAME:	COG Ope	erating LLC							
OPERATOR ADDRESS:	2208 W N	Main Street, Artesia, N	lew Mexico 88210						
APPLICATION TYPE:									
☐ Pool Commingling ☐ Lease	Comminglin	g Pool and Lease Co	mmingling	Storage and Measur	rement (Only if not Surface	e Commingled)			
LEASE TYPE:	ee 🔲	State	ral						
Is this an Amendment to exist									
Have the Bureau of Land Ma	anagement	(BLM) and State Land	d office (SLO) been not	tified in writing of	of the proposed comm	ingling			
Yes No									
(A) POOL COMMINGLING Please attach sheets with the following information									
		Gravities / BTU of	Calculated Gravities /		Calculated Value of				
(1) Pool Names and Codes		Non-Commingled	BTU of Commingled		Commingled	Volumes			
		Production	Production		Production				
			_						
(2) Are any wells producing a (3) Has all interest owners bee (4) Measurement type:   (5) Will commingling decreas	en notified b Metering	y certified mail of the pro  Other (Specify)		☐Yes ☐No.	ing should be approved				
			SE COMMINGLIN						
(1) Pool Name and Code.			s with the following in	normation					
<ul><li>(2) Is all production from sam</li><li>(3) Has all interest owners beer</li><li>(4) Measurement type: ☐M</li></ul>	notified by	certified mail of the prop		□Yes □N	То				
		(C) DOOL and	I EASE COMMIN	CLING					
			LEASE COMMIN s with the following in						
(1) Complete Sections A and	Е.								
	(I		ORAGE and MEA						
			ets with the following	information					
<ul><li>(1) Is all production from sam</li><li>(2) Include proof of notice to</li></ul>		11 · —	0						
(2) mende proof of notice to		,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,							
	(E) AI		RMATION (for all as with the following in		ypes)				
(1) A schematic diagram of fa	cility, includ								
* · · · *	(2) A plat with lease boundaries showing all well and facility locations. Include lease numbers if Federal or State lands are involved.								
I hereby certify that the informat	tion above is	true and complete to the	best of my knowledge an	d belief.					
SIGNATURE:	Barron	T	ITLE: Regulatory Coordin	nator DATE:_02 <u>.</u> 0	06.23				
TYPE OR PRINT NAME Jeane	tte Barron	TELEPHONE NO.:	575.748.6974						

 $E-\underline{MAIL\ ADDRESS:\_jean ette.barron@conocophillips.com}$ 

RECEIVED:	REVIEWER:	TYPE:	APP NO:	
		ABOVE THISTABLE FOR OCD CO OIL CONSERV Cal & Engineerin ancis Drive, San	<b>/ATION DIVISIO</b> I g Bureau –	
		RATIVE APPLICAT		
IHIS	CHECKLIST IS MANDATORY FOR A REGULATIONS WHICH RE	LL Administrative applic Equire processing at th		
pplicant:			OG	RID Number:
/ell Name: ool:			API: Poo	: Il Code:
			IRED TO PROCES	S THE TYPE OF APPLICATION
A. Location	ICATION: Check those n – Spacing Unit – Simul NSL NSP <sub>(PF</sub>		on _	□sd
[1] Com [	one only for [1] or [1] oningling - Storage - M DHC	LC □PC □( ure Increase – Enh	OLS	_
A.  Offse B. Roya C. Appli D. Notifi E. Notifi F. Surfac	N REQUIRED TO: Check to perators or lease hole lity, overriding royalty of cation requires published to a cation and/or concurred cation and/or concurred to the above, proof of the above, proof of the required	ders wners, revenue ov ed notice ent approval by S ent approval by B	wners LO LM	FOR OCD ONLY  Notice Complete  Application Content Complete  ched, and/or,
administrative understand the	N: I hereby certify that a approval is accurate nat no action will be taken are submitted to the Div	and <b>complete</b> to ken on this applic	the best of my k	
N	ote: Statement must be comple	eted by an individual wit	h managerial and/or s	upervisory capacity.
			Date	
Print or Type Name				
			Phone Numb	er
<u>Jeanette Barr</u>	on		_	
Signature			e-mail Addres	SS

State of New Mexico Energy, Minerals & Natural Resources Department CONSERVATION DIVISION

1220 SOUTH ST. FRANCIS DR. Santa Fe, New Mexico 87505

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

DISTRICT III 1000 RIO BRAZOS RD., AZTEC, NM 87410 Phone: (505) 334-6178 Fax: (505) 334-6170

DISTRICT IV 1220 S. ST. FRANCIS DR., SANTA FE, NM 87505 Phone: (505) 476-3460 Fax: (505) 476-3462

□ AMENDED REPORT

WELL	LOCATION	AND	ACREAGE	DEDICATION	PLAT
11 11 11 11	LOCALION		ACIVIAGI	DIDIOATION	1 13/11

API Number	Pool Code	Pool Name			
30-025-48113	98094	Bobcat Draw; Upper Wolfcamp			
Property Code	Prop	erty Name	Well Number		
317530	COLUMBUS	FEDERAL COM	701H		
OGRID No.	Opera	ator Name	Elevation		
229137	COG OPE	RATING, LLC	3323.6'		

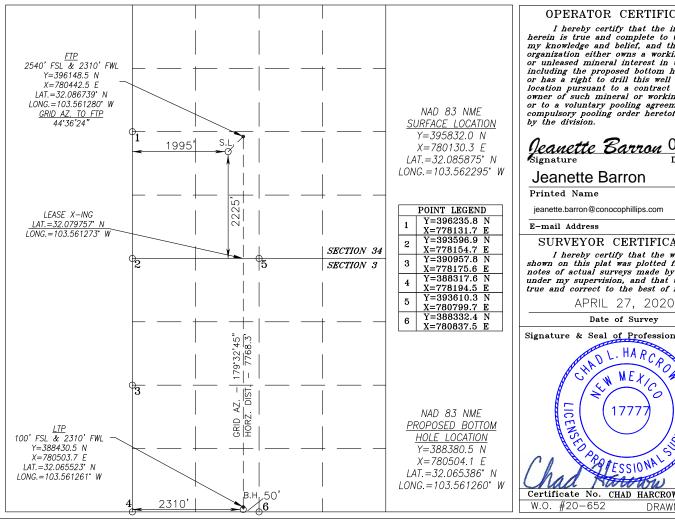
#### Surface Location

UL or lot No.	Section	Township	Range	Lot Idn	Feet from the	North/South line	Feet from the	East/West line	County
K	34	25-S	33-E		2225	SOUTH	1995	WEST	LEA

#### Bottom Hole Location If Different From Surface

UL or lot No.	Section	Township	p Range	Lot Idn	Feet from the	North/South line	Feet from the	East/West line	County
N	3	26-5	S 33-E		50	SOUTH	2310	WEST	LEA
Dedicated Acres   Joint or Infill			Consolidation	Code Or	der No.				
480									

#### 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



#### OPERATOR CERTIFICATION

I hereby certify that the information herein is true and complete to the best of my knowledge and belief, and that this organization either owns a working interest or unleased mineral interest in the land including the proposed bottom hole location or has a right to drill this well at this location pursuant to a contract with an owner of such mineral or working interest, or to a voluntary pooling agreement or a compulsory pooling order heretofore entered by the division. I hereby certify that the information

#### Jeanette Barron 02.06.23 Date

ieanette.barron@conocophillips.com

#### SURVEYOR CERTIFICATION

I hereby certify that the well location shown on this plat was plotted from field notes of actual surveys made by me or under my supervision, and that the same is true and correct to the best of my belief.

Date of Survey

Signature & Seal of Professional Surveyor CHAD L. HARCRO MEX/C 9 R

ESSIONA 5/5/20

Certificate No. CHAD HARCROW 17777 DRAWN BY: WN

State of New Mexico
Energy, Minerals & Natural Resources Department
OIL CONSERVATION DIVISION

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 $\square$  AMENDED REPORT

WELL	LOCATION	AND	ACREAGE	DEDICATION	PLAT
11 11 11 11	LOCALION		ACIVIAGI	DIDIOATION	1 13/11

API Number	Pool Code	Pool Name				
30-025-48114	98094	98094 Bobcat Draw; Upper Wolfd				
Property Code	Prop	Property Name				
317530	COLUMBUS	702H				
OGRID No.	Opera	ator Name	Elevation			
229137	COG OPE	RATING, LLC	3323.9'			

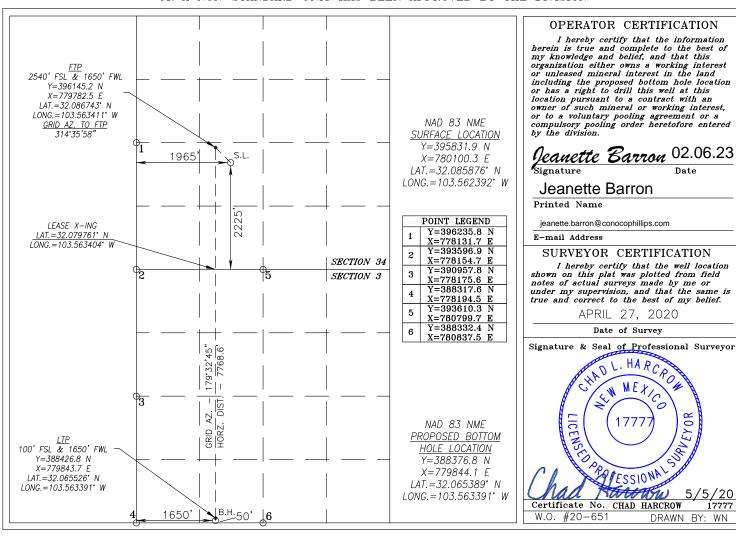
#### Surface Location

UL or lot No.	Section	Township	Range	Lot Idn	Feet from the	North/South line	Feet from the	East/West line	County
K	34	25-S	33-E		2225	SOUTH	1965	WEST	LEA

#### Bottom Hole Location If Different From Surface

UL or lot No.	Section	Townshi	ip	Range	Lot Idn	Feet from the	North/South line	Feet from the	East/West line	County
Ν	3	26-	S	33-E		50	SOUTH	1650	WEST	LEA
Dedicated Acres   Joint or Infill   Co			Con	solidation (	Code Or	der No.		•		
480										

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State of New Mexico Energy, Minerals & Natural Resources Department CONSERVATION DIVISION

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□ AMENDED REPORT

WELL	LOCATION	AND	ACREAGE	DEDICATION	PLAT

API Number	Pool Code	Pool Name	ne	
30-025-48115	98094	Bobcat Draw; Upper Wolfcar	np	
Property Code	Prop	erty Name	Well Number	
317530	COLUMBUS	FEDERAL COM	703H	
OGRID No.	Opera	ator Name	Elevation	
229137	COG OPE	RATING, LLC	3323.9'	

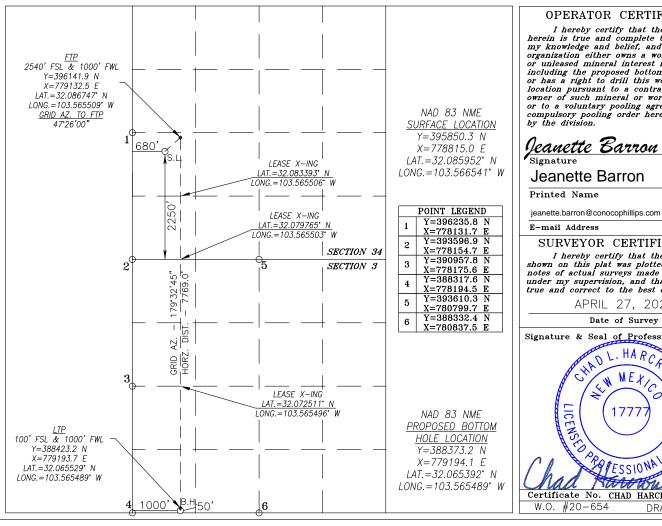
#### Surface Location

UL or lot No.	Section	Township	Range	Lot Idn	Feet from the	North/South line	Feet from the	East/West line	County
L	34	25-S	33-E		2250	SOUTH	680	WEST	LEA

#### Bottom Hole Location If Different From Surface

UL or lot N	о.	Section	Townsh	nip	Range	Lot Idn	Feet from the	North/South line	Feet from the	East/West line	County
M		3	26-	-S	33-E		50	SOUTH	1000	WEST	LEA
Dedicated A	cres	Joint o	r Infill	Cor	nsolidation (	Code Or	der No.		•		
480											

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#### OPERATOR CERTIFICATION

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#### Deanette Barron 02.06.23 Date

#### SURVEYOR CERTIFICATION

I hereby certify that the well location shown on this plat was plotted from field notes of actual surveys made by me or under my supervision, and that the same is true and correct to the best of my belief.

APRIL 27, 2020

Date of Survey

Signature & Seal of Professional Surveyor

CHAD L. HARCRO MEX/C 9 R ESSIONA

5/5/20 Certificate No. CHAD HARCROW 17777

DRAWN BY: WN

State of New Mexico
Energy, Minerals & Natural Resources Department
OIL CONSERVATION DIVISION

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 $\square$  AMENDED REPORT

	WELL LOCATION AND	ACREAGE DEDICATION PLAT	
API Number	Pool Code	Pool Name	
30-025-48116	98094	Bobcat Draw; Upper Wolfd	amp
Property Code	Prop	erty Name	Well Number
317530	COLUMBUS	FEDERAL COM	704H
OGRID No.	0per	ator Name	Elevation
229137	COG OPE	RATING, LLC	3323.8'

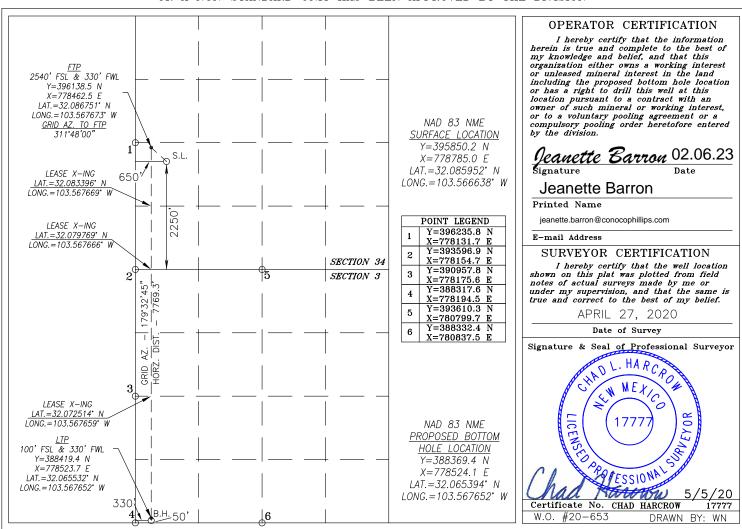
#### Surface Location

UL or lot No.	Section	Township	Range	Lot Idn	Feet from the	North/South line	Feet from the	East/West line	County
L	34	25-S	33-E		2250	SOUTH	650	WEST	LEA

#### Bottom Hole Location If Different From Surface

UI	c or lot No.	Section	Townsh	ip	Range	Lot Idn	Feet from the	North/South line	Feet from the	East/West line	County
	М	3	26-	S	33-E		50	SOUTH	330	WEST	LEA
D	edicated Acres	Joint o	r Infill	Cor	solidation (	Code Or	der No.		•		
	480										

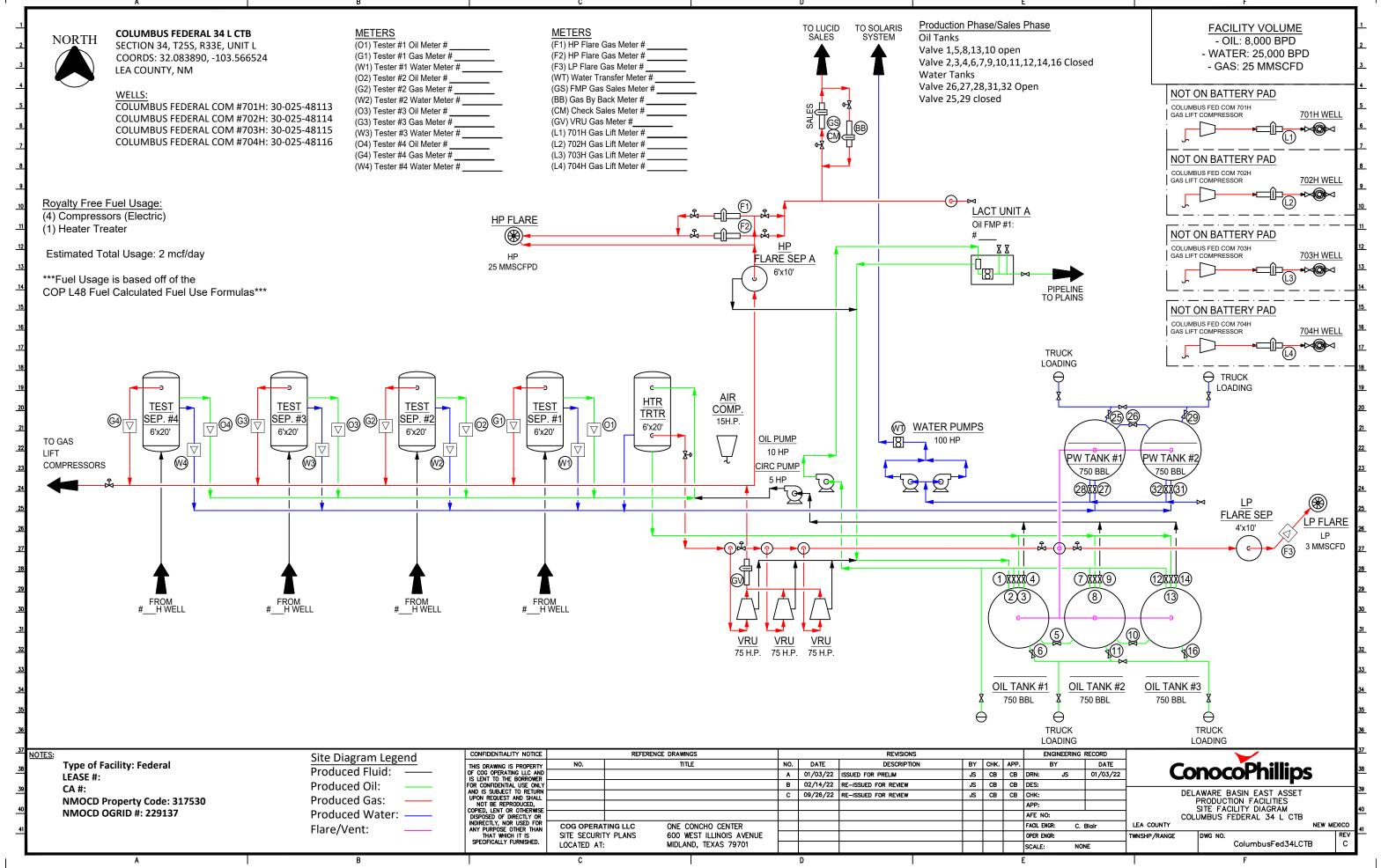
# NO ALLOWABLE WILL BE ASSIGNED TO THIS COMPLETION UNTIL ALL INTERESTS HAVE BEEN CONSOLIDATED OR A NON-STANDARD UNIT HAS BEEN APPROVED BY THE DIVISION



2/13/2023 9:45:39 AM

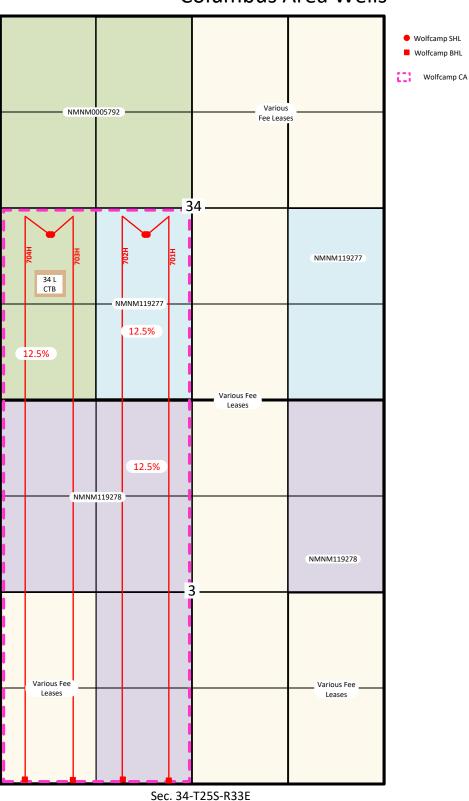
OCD:



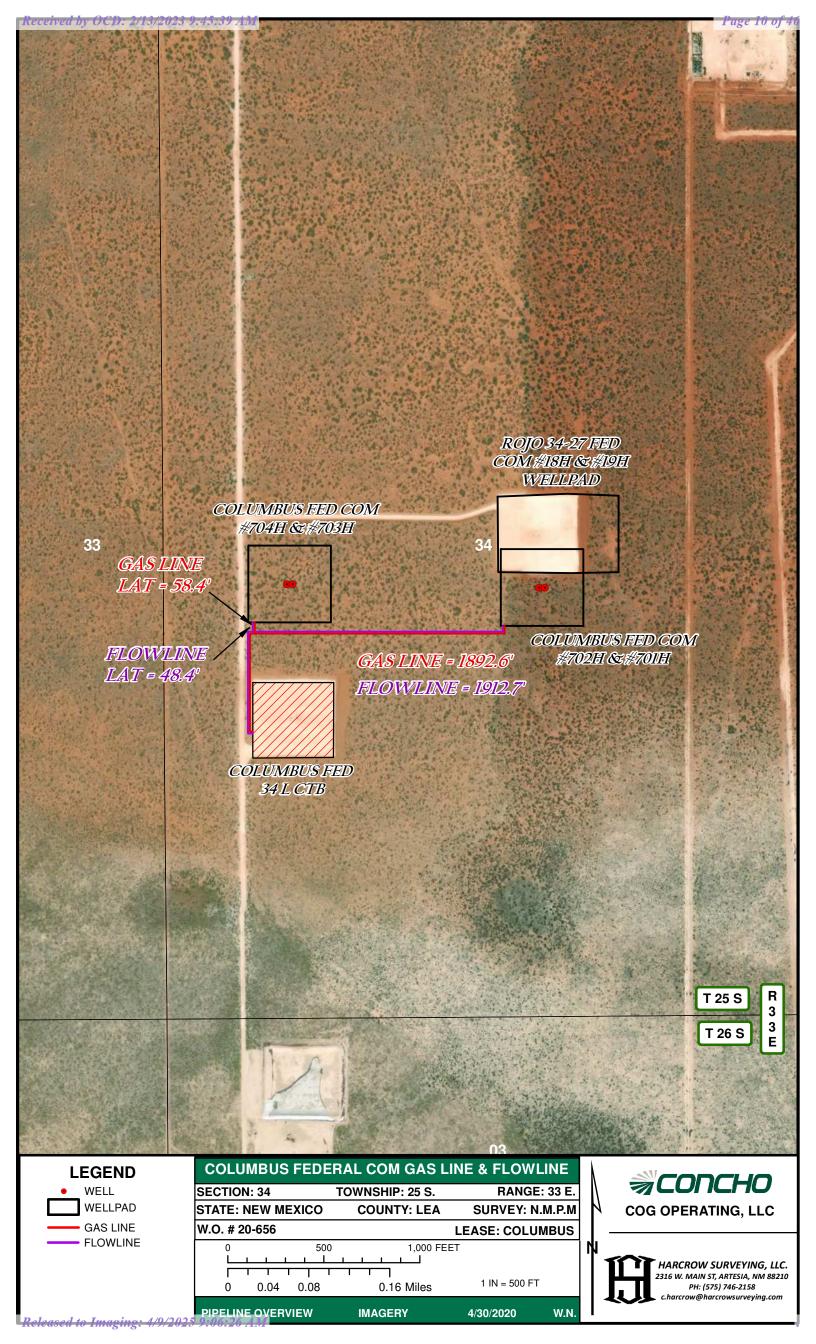


DW - 09/12/19 DW - 03/31/20 JB - 10.07.22

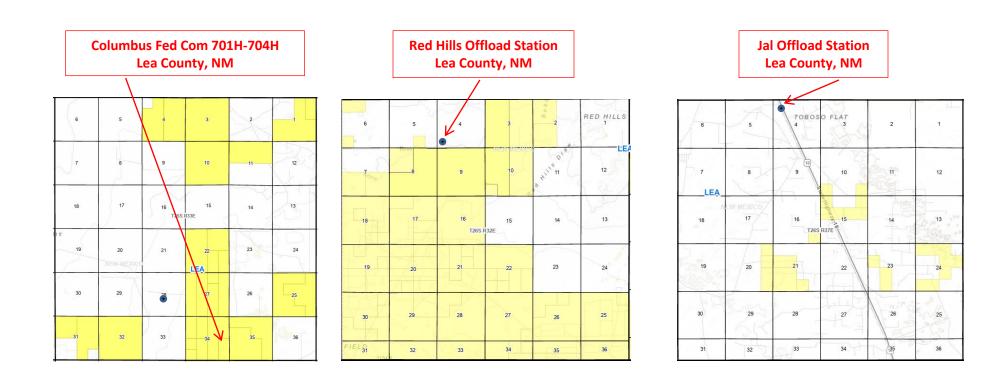
# Columbus Area Wells



Sec. 03-T26S-R33E Lea County, NM



# Columbus Federal Com 701H-704H & Red Hills and Jal Offload Station Map



	Columbus Fed Com 701H-704H OLM							
Date Sent	Initials	Name	Address	City	State	ZipCode	Certified Return Receipt No.	Delivered
02.06.22	JB	BAFII PERMIAN LLC	1320 S UNIVERSITY DR, STE 400	FORT WORTH	TX	76107	7017 3040 0000 1205 8813	
02.06.22	JB	CHIEF CAPITAL O&G II LLC	8111 WESTCHESUITER, STE 900	DALLAS	TX	75225	7017 3040 0000 1205 8820	
02.06.22	JB	COVENANT NATURAL RESOURCES LP	9001 AIRPORT FWY, STE 825	NORTH RICHLAND HILLS	TX	76180	7017 3040 0000 1205 8837	
02.06.22	JB	MULESHOE CRUDE LP	101 BLACKBERRY COURT	MIDLAND	TX	79705	7017 3040 0000 1205 8844	
02.06.22	JB	SAGEBRUSH INTEREST LLC	2450 FONDREN RD, STE 112	HOUSTON	TX	77063	7017 3040 0000 1205 8851	
02.06.22	JB	SRR PERMIAN LLC	1701 RIVER RUN, STE 902	FORT WORTH	TX	76107	7017 3040 0000 1205 8868	
02.06.22	JB	R&R ROYALTY LTD	500 N SHORELINE BLVD, STE 501	CORPUS CHRISTI	TX	78401	7017 3040 0000 1205 8875	
02.06.22	JB	UNIFIED ASSETS LTD	3344 OCEAN DR	CORPUS CHRISTI	TX	78411	7017 3040 0000 1205 8882	
02.06.22	JB	BLM	414 West Taylor	Hobbs	NM	88240	7017 3040 0000 1205 8899	



COG	Operating LLC		
	AGREEMENT SUMMARY FOR AF	PROVAL / EXECUTION / SET UI	P
FROM: Jennife	er Lujano		
DATE: 2/6/20	23		
2,0051-000,000,000,000,000,000,000,000,000,00			
PLEASE APPROVE			
	Please Sign Brid		- 1.1-
LANDMAN:	Michael Potts		DATE: $\frac{2/6/2023}{}$
LAND LEAD:	Ashley Roush (lo)		DATE: 2/4/23
LEGAL:	<u>n/a</u>		PATE:
LAND MANAGER	Ryan Owen		DATE:
VICE-PRESIDENT	n/a		DATE:
ASSET TEAM:	Delaware Basin NM East	C	OG WI: 0.76066667
COUNTY/STATE:	Lea/NM		OG NRI: 0.60097500
· ·	E/NC BULLDOG 2533/AA17043AH		.VO HIII. U.UU3/30U
rnusreui WAIVII	ANC BOLLDOO 2000/ANT/040NU		
CONTRACT NAM	E: COLUMBUS FED COM W2 - Federal CA	т	YPE: <u>CA</u>
REFERENCE:			
DATE	40/4/2022	* BADTM COC Operating U.C. on	. IIOnovotovil
DATE EFFECTIVE:		PARTY: COG Operating LLC - as OD PARTY: Concho Oil & Gas LLC	Орегасог
EXPIRATION:	Remains in effect for 2 years and so long thereafter as communiti		husad from communitized area to
LACINATION.	paying quantities, see paragraph 10	eed substances are produced or can be produced.	noced from communitized area in
DESCRIPTION:			
	th, Range 33 East, N.M.P.M.		
Section 34: SW/4	th, Range 33 East, N.M.P.M.		
Section 3: W/2	, 8,		
Lea County, New 480.00 Acres	Mexico		
Wolfcamp Forma	tion		
CENEDAL COLIC	ATOMS:		BANKAN, MHOUR, I. I. C. C. Show the second s
GENERAL OBLIGA	ATIONS:		
	his form to brief agreement prior to approval and execution.		EASE ANALYST
	ages and deliver along with original document to management for ecution. The original executed document, together with the	or	SET UP DATE:
	nary sheet should be delivered to Lease Analyst for further analys	,	MAGE DATE:
	ng and filing in records center.	ľ	TO RC DATE:
		······································	

Federal	Communitization	Agreement

Contract No.	

THIS AGREEMENT entered into as of the 1<sup>st</sup> day of October, 2022, by and betweenthe parties subscribing, ratifying, or consenting hereto, such parties being hereinafter referred to as "parties hereto."

#### WITNESSETH:

WHEREAS, the Act of February 25, 1920 (41 Stat. 437), as amended and supplemented, authorizes communitization or drilling agreements communitizing or pooling a Federal oil and gas lease, or any portion thereof, with other lands, whether or notowned by the United States, when separate tracts under such Federal lease cannot be independently developed and operated in conformity with an established well-spacing program for the field or area and such communitization or pooling is determined to be in the public interest; and

WHEREAS, the parties hereto own working, royalty or other leasehold interests, or operating rights under the oil and gas leases and lands subject to this agreement which cannot be independently developed and operated in conformity with the well-spacing program established for the field or area in which said lands are located; and

WHEREAS, the parties hereto desire to communitize and pool their respective mineral interests in lands subject to this agreement for the purpose of developing and producing communitized substances in accordance with the terms and conditions of this agreement:

NOW, THEREFORE, in consideration of the premises and the mutual advantages to the parties hereto, it is mutually covenanted and agreed by and between the parties heretoas follows:

1. The lands covered by this agreement (hereinafter referred to as "communitizedarea") are described as follows:

Township 25 South, Range 33 East

Section 34: SW/4

**Township 26 South, Range 33 East** 

Section 3: W/2

Lea County, New Mexico

Containing **480.00** acres, and this agreement shall include only the **Wolfcamp** formation underlying said lands and oil and gas hereafter referred to as "communitized substances," producible from such formation(s).

- 2. Attached hereto, and made a part of this agreement for all purposes is Exhibit "A", a plat designating the communitized area and, Exhibit "B", designating the operator of the communitized area and showing the acreage, percentage and ownership of oil and gas interests in all lands within the communitized area, andthe authorization, if any, for communitizing or pooling any patented or fee landswithin the communitized area.
- 3. The Operator of the communitized area shall be COG Operating LLC, As Operator, 600 W. Illinois Avenue, Midland, Texas 79701. All matters of operations shall be governed by the operator under and pursuant to the terms and provisions of this agreement. A successor operator may be designated by the owners of the working interest in the communitized area and four (4) executed

copies of a designation of successor operator shall be filed with the Authorized Officer.

- 4. Operator shall furnish the Secretary of the Interior, or his authorized representative, with a log and history of any well drilled on the communitized area, monthly reports of operations, statements of oil and gas sales and royalties and such other reports as are deemed necessary to compute monthly the royalty due the United States, as specified in the applicable oil and gas operating regulations.
- 5. The communitized area shall be developed and operated as an entirety, with the understanding and agreement between the parties hereto that all communitized substances produced there from shall be allocated among the leaseholds comprising said area in the proportion that the acreage interest of each leasehold bears to the entire acreage interest committed to this agreement.

If the communitized area approved in this Agreement contains unleased Federal lands, the value of 1/8th or 12 ½ percent for the Federal lands, of the production that would be allocated to such Federal lands, described above, if such lands were leased, committed and entitled to participation, shall be payable as compensatory royalties to the Federal government. The remaining 7/8th should be placed into an escrow account set up by the operator. Parties to the Agreement holding working interest in committed leases within the applicable communitized area are responsible for such royalty payments on the volume of the production reallocated from the unleased Federal lands to their communitized tracts as set forth in Exhibit "B" attached hereto. The value of such production subject to the payment of said royalties shall be determined pursuant to the method set forth in 30 CFR Part 1206 for the unleased Federal lands. Payment of compensatory royalties on the production reallocated from the unleased Federal lands to the committed tracts within the communitized area shall fulfill the Federal royalty obligation for such production. Payment of compensatory royalties, as provided herein, shall accrue from the date the committed tracts in the communitized area that includes unleased Federal land receive a production allocation, and shall be due and payable by the last day of the calendar month next following the calendar month of actual production. Payment due under this provision shall end when the Federal tract is leased or when production of communitized substances ceases within the communitized area and the Communitization Agreement is terminated, whichever occurs first.

Any party acquiring a Federal lease of the unleased Federal lands included in the communitized area established hereunder, will be subject to this Agreement as of the effective date of the Federal leases to said party (ies). Upon issuance of the Federal lease and payment of its proportionate cost of the well, including drilling, completing and equipping the well, the acquiring party (ies) shall own the working interest described in the Tract, as described on Exhibit "B", and shall have the rights and obligations of said working interest as to the effective date of the Federal Lease.

6. The royalties payable on communitized substances allocated to the individual leases comprising the communitized area and the rentals provided for in said leases shall be determined and paid on the basis prescribed in each of the individual leases. Payments of rentals under the terms of leases subject to this agreement shall not be affected by this agreement except as provided for under the terms and provisions of said leases or as may herein be otherwise provided. Except as herein modified and changed, the oil and gas leases subject to this agreement shall remain in full

force and effect as originally made and issued. It is agreed that for any Federal lease bearing a sliding- or step-scale rate of royalty, such rate shall be determined separately as to production from each communitization agreement to which such lease may be committed, and separately as to any noncommunitized lease production, provided, however, as to leases where the rate of royalty for gas is based on total lease production per day, such rate shall be determined by the sum of all communitized production allocated to such a lease plus any noncommunitized lease production.

- 7. There shall be no obligation on the lessees to offset any well or wells completed in the same formation as covered by this agreement on separate component tracts into which the communitized area is now or may hereafter be divided, nor shall any lessee be required to measure separately communitized substances by reason of the diverse ownership thereof, but the lessees hereto shall not be released from their obligation to protect said communitized area from drainage of communitized substances by a well or wells which may be drilled offsetting said area.
- 8. The commencement, completion, continued operation, or production of a well or wells for communitized substances on the communitized area shall be construed and considered as the commencement, completion, continued operation, or production on each and all of the lands within and comprising said communitized area, and operations or production pursuant to this agreement shall be deemed to be operations or production as to each lease committed hereto.
- 9. Production of communitized substances and disposal thereof shall be in conformity with allocation, allotments, and quotas made or fixed by any duly authorized person or regulatory body under applicable Federal or State statutes. This agreement shall be subject to all applicable Federal and State laws or executive orders, rules and regulations, and no party hereto shall suffer a forfeiture or be liable in damages for failure to comply with any of the provisions of this agreement if such compliance is prevented by, or if such failure results from, compliance with any such laws, orders, rules or regulations.
- 10. The date of this agreement is **October 1, 2022**, and it shall become effective as of this date or from the onset of production of communitized substances, whichever is earlier upon execution by the necessary parties, notwithstanding the date of execution, and upon approval by the Secretary of the Interior or by his duly authorized representative, and shall remain in force and effect for a period of 2 years and for as long as communitized substances are, or can be, produced from the communitized area in paying quantities: Provided, that prior to production in paying quantities from the communitized area and upon fulfillment of all requirements of the Secretary of the Interior, or his duly authorized representative, with respect to any dry hole or abandoned well, this agreement may be terminatedat any time by mutual agreement of the parties hereto. This agreement shall not terminate upon cessation of production if, within 60 days thereafter, reworking or drilling operations on the communitized area are commenced and are thereafter conducted with reasonable diligence during the period of nonproduction. The 2- year term of this agreement will not in itself serve to extend the term of any Federal lease which would otherwise expire during said period.
- 11. The covenants herein shall be construed to be covenants running with the land with respect to the communitized interests of the parties hereto and their successors in interests until this agreement terminates and any grant, transfer, or conveyance of any such land or interest subject

hereto, whether voluntary or not, shall be and hereby is conditioned upon the assumption of all obligations hereunder by the grantee, transferee, or other successor in interest, and as to Federal land shall be subject to approval by the Secretary of the Interior, or his duly authorized representative.

- 12. It is agreed between the parties hereto that the Secretary of the Interior, or his duly authorized representative, shall have the right of supervision over all Fee and State mineral operations within the communitized area to the extent necessary to monitor production and measurement, and assure that no avoidable loss of hydrocarbons occur in which the United States has an interest pursuant to applicable oil and gas regulations of the Department of the Interior relating to such production and measurement.
- 13. This agreement shall be binding upon the parties hereto and shall extend to and be binding upon their respective heirs, executors, administrators, successors, and assigns.
- 14. This agreement may be executed in any number of counterparts, no one of which needs to be executed by all parties, or may be ratified or consented to by separate instrument, in writing, specifically referring hereto, and shall be binding upon all parties who have executed such a counterpart, ratification or consent hereto with the same force and effect as if all parties had signed the same document.
- 15. <u>Nondiscrimination.</u> In connection with the performance of work under this agreement, the operator agrees to comply with all the provisions of Section 202(1)to (7) inclusive, of Executive Order 11246 (30F.R. 12319), as amended, which arehereby incorporated by reference in this agreement.

IN WITNESS WHEREOF, the parties hereto have executed this agreement as of the day and year first above written and have set opposite their respective names the date of execution.

		OPERATOR:	
		COG OPERATING LLC	
Date: _	2-9-23	By:	
		Ryan D. Owen	
		Attorney-In-Fact	
		MP AR	
		ACKNOW! EDGENIENT	

STATE OF TEXAS § §

COUNTY OF MIDLAND §

The instrument was acknowledged before me on <u>FONOW</u>, 2023, by Ryan D. Owen, as attorney-in-fact of COG Operating LLC, a Delaware limited liability company, on behalf of said limited liability company.

JENNIFER LUJANO My Notary ID # 133529476 Expires January 12, 2026

IOTARY PUBLIC in and for the State of Texas

	COG OPERATING LLC
Date: <u>2-9-23</u>	3y: <u>25 D. C.</u>
Nam	ne: Ryan D. Owen
Tit	le: Attorney-In-Fact
	MP NP
	CONCHO OIL AND GAS LLC
Date: 2 - 9-23	3y: <u>/ / / / / / / / / / / / / / / / / / /</u>
Nam	ne: Ryan D. Owen
Tit	le: Attorney-In-Fact
	MP A
	SAGEBRUSH INTERESTS LLC
Date:	Ву:
Nam	ne:
Tit	le:
	MULESHOE CRUDE LP
Date:	Ву:
	ne:
Tit	le:
	R&R ROYALTY LTD
	Зу:
	ne:
111	le:
	UNIFIED ASSETS LTD
Date	
	Ву:
	ne:
III	le:

# **COG OPERATING LLC**

Date:	Ву:	
	Name:	Ryan D. Owen
		Attorney-In-Fact
		CONCHO OIL AND GAS LLC
Date:	Ву:	
		Ryan D. Owen
	Title:	Attorney-In-Fact
		SAGEBRUSH INTERESTS LLC
Date: 9 NOVEMBER 22	Ву:	D. WAYNE TURNER
	Name:	D. WAYNE TURNER
	Title:	PARTNER
		MULESHOE CRUDE LP
Date:		
	Name:	
	Title:	
		R&R ROYALTY LTD
Date:	Ву:	
	Title:	
	_	UNIFIED ASSETS LTD
Date:		
	Title:	

# **COG OPERATING LLC**

Date:	By:
Na	me: Ryan D. Owen
Ti	itle: Attorney-In-Fact
	CONCHO OIL AND GAS LLC
	Ву:
	me: Ryan D. Owen
Ті	tle: Attorney-in-Fact
	SAGEBRUSH INTERESTS LLC
Date:	Ву:
Nai	me:
Ti	tle:
	me: Bradley S. Bates, President tle:  Of Mulaphra Carde LP
	of Muleshoe Crude, LP  R&R ROYALTY LTD
Date:	Ву:
Nar	ne:
Tì	tle:
	UNIFIED ASSETS LTD
	Ву:
	me:
Ti	tle:

# **COG OPERATING LLC**

Date:	Ву:
N	ame: Ryan D. Owen
	Title: Attorney-In-Fact
	CONCHO OIL AND GAS LLC
Date:	Ву:
N	ame: Ryan D. Owen
	Title: Attorney-in-Fact
	SAGEBRUSH INTERESTS LLC
Date	
Date:	By:
	ame:
	Title:
	MULESHOE CRUDE LP
Date:	Ву:
	ame:
	Title:
	R&R ROYALTY LTD
Date: 11-16-2027	By: John Car
N	ame: <u>AVINASH C. AHUJA</u>
	President of Magnum O&G, Inc.  Title: General Partner of R&R Royalty, LTD.
	UNIFIED ASSETS LTD
Date:	Ву:
N	ame:
	Title:

### **COG OPERATING LLC**

Date: By:	
	Ryan D. Owen
Title:	Attorney-In-Fact
	CONCHO OIL AND GAS LLC
Date: By:	
	Ryan D. Owen
	Attorney-In-Fact
	SAGEBRUSH INTERESTS LLC
Date: By:	
	MULESHOE CRUDE LP
Date: By:	
Name:	
	R&R ROYALTY LTD
Date: By:	
Name:	
Date: 11/9/22 By:	UNIFIED ASSETS LTD
Name:	
Title	GRYERAL PARTHER

		BAFII PERMIAN LLC
Date:11	/ <u>17/2022</u> By:	John Horn
	Name:	Stephen Howard
	Title:	President & CEO
		SRR PERMIAN LLC
Date:	Ву:	
	Title:	
		COVENANT NATURAL RESOURCES LP
Date:	Ву:	
	Title:	
		CHIEF CAPITAL (O&G) II LLC
Date:	Ву:	
		BTA OIL PRODUCERS LLC
Date:	Ву:	
		***************************************

Date:	Ву:	
Date:	By: Name: Title:	
		COVENANT NATURAL RESOURCES LP
Date:	Ву:	
Date	Pag.	CHIEF CAPITAL (O&G) II LLC
Date.		
	nue:	
		BTA OIL PRODUCERS LLC
Date:	Ву:	
	Name:	
	Title:	

Date:	Ву:	
	Name:	
		SRR PERMIAN LLC
Date:	Ву:	
		COVENANT NATURAL RESOURCES LP
Date:	Ву:	Bistle
	Name:	Bru rela
		CEO
		CHIEF CAPITAL (O&G) II LLC
Date:	Ву:	
		BTA OIL PRODUCERS LLC
Date:	Ву:	
	Name:	
	Title:	

Ву:	
	SRR PERMIAN LLC
Byr	
litle:	
	COVENANT NATURAL RESOURCES LP
By:	
	CHIEF CAPITAL (0&6) II LLC
Ву:	WK W
	Walt Nixon
	President
	BTA OIL PRODUCERS LLC
Ву:	
Title:	
	By: Name: Title: By: Name: Title: By: Name: Title: By: Name: Title:

Date:	Ву:
	me:
	tle:
	SRR PERMIAN LLC
Date:	Ву:
Nat	me:
	itle:
	COVENANT NATURAL RESOURCES LP
Date:	Ву:
	me:
	itle:
	CHIEF CAPITAL (O&G) II LLC
Date:	Ву:
	me:
•	itle:
	BTA OIL PRODUCERS LLC
Date: 1/3/23	· ·
	By: ( )
	me: Barry Beal, Jr.
Т	itle: Managing Member W/DP

ACKI	wor	.EDG	EMENT

STATE OF TEXAS	§		
COUNTY OF MIDLAND	§ §		
The instrument was acknow attorney-in-fact of COG OP liability company.  JENNIFER My Notary ID a Expires January	ERATING LLC, a Delaware LUJANO # 133529476	Drugy , 2023, by Ry limited liability company, on behavior of the NOTARY PUBLIC in and for the	alf of said limited
STATE OF TEXAS	§		
COUNTY OF MIDLAND	§ §		
The instrument was acknow attorney-in-fact of CONCHO liability company.  JENNIFER My Notary ID Expires January	O OIL & GAS LLC, a Texas  LUJANO # 133529476	limited liability company, on behavior of the NOTARY PUBLIC in and for the	alf of said limited
STATE OF	§		
COUNTY OF	§ §		
<u> </u>		of SAGEBRUSH II	2022, by NTERESTS LLC, a
		Notary Public - State of	
STATE OF			
COUNTY OF	§ §		
The instrument was acknow	, as		2022, by CRUDE LP, a
		Notary Public - State of	

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	ACIMICAL
STATE OF TEXAS	§
COUNTY OF MIDLAND	§ §
	owledged before me on, 2022, by Ryan D. Owen, as OPERATING LLC, a Delaware limited liability company, on behalf of said limited
	NOTARY PUBLIC in and for the State of Texas
STATE OF TEXAS	§ §
COUNTY OF MIDLAND	§
	nowledged before me on, 2022, by Ryan D. Owen, as CHO OIL & GAS LLC, a Texas limited liability company, on behalf of said limited
	NOTARY PUBLIC in and for the State of Texas
STATE OF TEXAS	§ § §
	nowledged before me on 9 NOVENCE , 2022, by SER, as, of SAGEBRUSH INTERESTS LLC, as, on behalf of same.  JANET ARTER Notary Public, State of Texas Notary ID 129583100 Notary Public State of Texas
STATE OF	_ § _ §
COUNTY OF	_ §
	nowledged before me on, 2022, by, as, of MULESHOE CRUDE LP, a, on behalf of same.
	Notary Public - State of

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STATE OF TEXAS	§ §	
COUNTY OF MIDLAND	§	
The instrument was ackn attorney-in-fact of <b>COG</b> ( liability company.	owledged before me on OPERATING LLC, a Delaware	, 2022, by Ryan D. Owen, as limited liability company, on behalf of said limited
		NOTARY PUBLIC in and for the State of Texas
STATE OF TEXAS	§ §	
COUNTY OF MIDLAND	§	
The instrument was ackn attorney-in-fact of <b>CONC</b> liability company.	owledged before me on HO OIL & GAS LLC, a Texas	, 2022, by Ryan D. Owen, as limited liability company, on behalf of said limited
		NOTARY PUBLIC in and for the State of Texas
STATE OF	_ §	
COUNTY OF	<b>§</b>	
		, 2022, by, of <b>SAGEBRUSH INTERESTS LLC,</b> a
_		Notary Public - State of
STATE OF <u>lexas</u> COUNTY OF <u>Midlan</u>	_ §	
COUNTY OF Midland	<u>)</u> §	
The instrument was ackn Bradley S. Bates Pr Ter As limited fa	owledged before me on <u>M</u> 25 26 282 <u>Gweler, Ges</u> Lack, on behalf of same.	ovember 1/ , 2022, by eral Perher of MULESHOE CRUDE LP, a
Notary	T WILLIAM KELTON III Public, State of Texas otary IO 667384-6 Imission Exp. 09/15/2025	Robert William Killow IIT. Notary Public - State of Fras

STATE OF TEXAS	§			
COUNTY OF <u>MUECES</u>	9 §			
The instrument was ackno AVINASH C. AHUJA TEXAS LIMITED PARTWERSH	wledged before me on No. as PRESIDENT OF P., on behalf of same.	NEMBER 16 MAGNUM 0+6, Of INC., BEA	, 2022, b R&R ROYALTY LTD, a NERAL PARTNER	-
	Notary Public, State of Texas My Commission Expires April 29, 2024 NOTARY ID 515633-2	Notary Public State	of TEXAS	-
STATE OF	§ §			
COUNTY OF	§			
	wledged before me on as, as, on behalf of same.		, 2022, b JNIFIED ASSETS LTD,	
		Notary Public - State	of	_
STATE OF	§			
	owledged before me on , as , on behalf of same.		, 2022, b BAFII PERMIAN LLC,	•
		Notary Public - State	of	_
STATE OF	. §			
COUNTY OF	§ _ §			
	owledged before me on , as , on behalf of same.		, 2022, b SRR PERMIAN LLC,	a
		Notary Public - State	of	***

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STATE OF	§					
COUNTY OF	§ §					
The instrument was ack	nowledged before me on	. 6	, of R&R	2022, ROYALTY		
	, on behalf of same.					ű
		Notary Public - St	ate of			
STATE OF TEXAS  COUNTY OF Nucles	§ §					
The instrument was ack	9 nowledged before me on <u></u> , as <u></u>	q November Partner, o	, f UNIFII	2022, ED ASSETS	LTD,	by a
Notary Pub Comm. Ex Notary	AN JOHNSON olic, State of Texas opires 02-07-2026 ID 131016960	Maon Je Notary Public St	downard ate of	exus		
STATE OF	§					
	nowledged before me on , as, , on behalf of same.	0				
		Notary Public - St	ate of			
STATE OF	§					
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	nowledged before me on , as, , on behalf of same.	۱ ر	of <b>SRR</b>	2022, PERMIAN		by a
		Notary Public - St	ate of			

ACKNOWLEDGEMENT CONT.	
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STATE OF	_ §					
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The instrument was ackn	owledged before me on			2022,		hv
	as	of	R&R			
	, on behalf of same.				·	
		Notary Public - Sta	te of		·	
STATE OF	§					
COUNTY OF	§					
COUNTY OF	_ §					
	owledged before me on			2022,		
	as on behalf of same.	of	UNIFIE	O ASSETS	LTD,	а
STATE OF <u>TEXAS</u> COUNTY OF <u>TARRANT</u>	§	Notary Public - Sta	te of			
The instrument was ackn	owledged before me on <u>N</u>	ovember 17		2022,		by
	, as <u>President &amp; C</u>					•
CARL / Notary (	ANDERSON STROUD Public, State of Texas Expires 03-24-2026 ary ID 125632118	Notary Public - Sta		(as		
STATE OF	§					
COUNTY OF	9 _ §					
	nowledged before me on as on behalf of same.			2022, PERMIAN	LLC,	by a
		Notary Public - Sta	 te of			

ACKI	IMON	<b>EDGEN</b>	/FNT	CONT

STATE OF	§	
COUNTY OF	§	
	knowledged before me o , as , on behalf of sar	on, 2022, by , of <b>R&amp;R ROYALTY LTD</b> , a me.
		Notary Public - State of
STATE OF	§	
COUNTY OF		
		on, 2022, by , of <b>UNIFIED ASSETS LTD,</b> a me.
		Notary Public - State of
STATE OF	§	
COUNTY OF	§ §	
		on, 2022, by , of <b>BAFII PERMIAN LLC</b> , a me.
		Notary Public - State of
STATE OF TOXAS COUNTY OF TASSA	§ nt §	
The instrument was ac	knowledged before me of the contract of the co	of SRR PERMIAN LLC, a
Notary Public Comm. Exp Notary Notary	SHORT O'NEIL.	Notary Public - State of June
COLUMBUS FED COM W:	∠ <b>٧</b> ٧૾\	8

# ACKNOWLEDGEMENT CONT.

STATE OF TEXAS	. §	
COUNTY OF Tarrant	9 . §	
The instrument was acknown (S	owledged before me on, as, on behalf of same	of COVENANT NATURAL RESOURCES
KELSEY TITLOW Notary ID #131271 My Commission Exp October 1, 2025	684 6lres 5	Notary Public - State of 1X
STATE OF	. §	(das)e state of
COUNTY OF	§ . §	
	owledged before me on , as , on behalf of same.	, 2022, by , of <b>CHIEF CAPITAL (O&amp;G) II LLC,</b> a
		Notary Public - State of
STATE OF	. § 	
COUNTY OF	- §	
	owledged before me on , as, on behalf of same.	, 2022, by
		Notary Public - State of

# ACKNOWLEDGEMENT CONT.

STATE OF	§	
COUNTY OF	§ §	
The instrument was ack	nowledged before me on	, 2022, by
LP, a	, as, on behalf of san	ne.
		Notary Public - State of
STATE OF TEYAS  COUNTY OF DOLLAR	§ § S §	
Walt Hixon	as <u>Ye≤i de</u> , on behalf of same.  STEPHANIE MICHELLE KINSMAN Notary ID #131080916 My Commission Expires	December , 2022, by  t of CHIEF CAPITAL (O&G) II LLC, a  Notary Public - State of Texas
STATE OF	April 10, 2025 § §	
COUNTY OF	§	
	knowledged before me on , as , on behalf of same.	, 2022, by , of BTA OIL PRODUCERS LLC, a
		Notary Public - State of

# ACKNOWLEDGEMENT CONT.

STATE OF	§	
COUNTY OF	§	
The instrument was acl	knowledged before me on	, 2022, by
LP, a	, as , on behalf of	same.
		Notary Public - State of
STATE OF	§	
COUNTY OF	§ §	
	, as , on behalf of same	, of CHIEF CAPITAL (O&G) II LLC, a e.
		Notary Public - State of
STATE OF Texas  COUNTY OF Midlard	§	
COUNTY OFMidlard  The instrument was acl Barry Beal, Jr.	§ L§ knowledged before me on	January 3, 2027, by Member, of BTA OIL PRODUCERS LLC, a

### **EXHIBIT "A"**

Plat of communitized area covering **480.00** acres in SW/4 of Section 34, Township 25 South, Range 33 and the W/2 of Section 3, Township 26 South, Range 33 East, N.M.P.M., Lea County, New Mexico

### **Columbus Fed Com W2 WC**

Tract 1: Sec 34: W2SW4 NM-05792			
<b>Tract 2:</b> Sec 34: E2SW4 NM-119277			
Tract 3: Sec 3: NW4 & E2SW4 NM-119278			Sec. 34
Tract 4: Sec 3: W2SW4 Fee Lease			
			Sec. 3

#### **EXHIBIT "B"**

Leases covering communitized area covering the SW/4 of Section 34, Township 25 South, Range 33 and the W/2 of Section 3, Township 26 South, Range 33 East, N.M.P.M., Lea County, New Mexico

**Operator of Communitized Area:** 

**COG Operating LLC** 

TRACT 1:

Lease Serial No.: Lease Date:

NM-05792 July 1, 1951

Lease Term:

Ten (10) Years

Recordation:

Book 123, Page 418, Lea County Records

Lessor:

**United States of America** 

Original Lessee:

D. Miller

Current Lessee:

BTA Oil Producers, LLC

Description:

Insofar and only insofar as said lease covers:

Township 25 South, Range 33 East

Section 34: W2SW4 Lea County, New Mexico

Number of Acres:

80.00 12.5%

Royalty Rate:

**COG Operating LLC** 

100.00%

WI Owners Names and Interests:

**ORRI Owners:** 

Of Record.

TRACT 2:

Lease Serial No.:

NM-119277

Lease Date: Lease Term:

December 1, 2007 Ten (10) Years

Recordation:

Unrecorded

Lessor:

**United States of America** 

Original Lessee:

**Newkumet Exploration Inc.** 

Current Lessee:

COG Operating, LLC

Description:

Insofar and only insofar as said lease covers:

Township 25 South, Range 33 East

Section 34: E2SW4

Lea County, New Mexico

Number of Acres:

80.00

Royalty Rate:

12.5%

WI Owners Names and Interests:

**COG Operating LLC** 

Concho Oil & Gas LLC 20.250000%

Muleshoe Crude, LP 4.000000% **BAFII Permian LLC** Sagebrush Interests, LLC

2.250000% 2.250000%

60.750000%

SRR Permian LLC Covenant Natural Resources LP 8.925000%

Chief Capital (O&G) II LLC

0.832781% 0.742219%

**ORRI Owners:** 

Of Record.

TRACT 3:

Lease Serial No.:

NM-119278

Lease Date:

December 1, 2007

Lease Term: Recordation: Ten (10) Years

Lessor:

Book 1806, Page 311, Lea County Records

**United States of America** 

Original Lessee: Current Lessee:

R&R Royalty Ltd R&R Royalty Ltd and Unified Assets Ltd

Description:

Insofar and only insofar as said lease covers:

Township 25 South, Range 33 East

Section 3: NW4, E2SW4 Lea County, New Mexico

Number of Acres:

240.00

Royalty Rate:

12,5%

WI Owners Names and Interests:

**COG Operating LLC** 48.600000% Concho Oil & Gas LLC 16.200000%

Muleshoe Crude, LP 3.200000% **BAFII Permian LLC** 1.800000% Sagebrush Interests, LLC 1.800000% SRR Permian LLC 7.140000% Covenant Natural Resources LP 0.666225% Chief Capital (O&G) II LLC 0.593775% R&R Royalty, Ltd 15.000000%

Unified Assets, Ltd

5.000000%

**ORRI Owners:** 

Of Record.

TRACT 4:

Lease Date:

July 20, 2007

Lease Term: Recordation: Two (2) Years Book 1528, Page 858, Lea County Records

Lessor:

Dinwiddie Cattle Company, LLC

Original Lessee:

Peregrine Production, LLC

Current Lessee:

COG Operating, LLC

Description:

Insofar and only insofar as said lease covers:

Township 26 South, Range 33 East

Section 3: W2SW4

Lea County, New Mexico

Number of Acres:

80.00

Royalty Rate:

20.00%

WI Owners Names and Interests:

COG Operating LLC 60.750000%

Concho Oil & Gas LLC 20.250000% Muleshoe Crude, LP 4.000000% **BAFII Permian LLC** 2.250000% Sagebrush Interests, LLC 2.250000% **SRR Permian LLC** 8.925000% Covenant Natural Resources LP 0.832781%

Chief Capital (O&G) II LLC

0.742219%

**ORRI Owners:** 

Of Record.

# RECAPULATION

TRACT NO.	NO. OF ACRES COMMITTED	PERCENT OF INTEREST IN COMMUNITIZED AREA
1	80.00	16.67%
2	80.00	16.67%
3	240.00	50.00%
4	80.00	16.67%
TOTAL	480.00	100.00%

# 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 March 15, 2023 and ending with the issue dated March 15, 2023.

Publisher

Sworn and subscribed to before me this 15th day of March 2023.

Surve Ruth Black
Business Manager

My commission expires January 29, 2027

(Seal)

NOTARY PUBLIC

OUSSIE RUTH BLACK

COMMISSION # 1087528

COMMISSION EXPIRES 01/29/2027

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

#### LEGAL NOTICE March 15, 2023

COG Operating LLC (COG), 2208 West Main, Artesia, New Mexico, 88210, is seeking administrative approval from the New Mexico Oil Conservation Division for off-lease measurement of oil from the Columbus Federal Com 701H-704H wells. Said wells are located in Section 34, Township 25 South, Range 33 East, Lea County, New Mexico. The Central Tank Battery (CTB) where production will be commingled is located in Ut L, Section 34-T25S-R33E, Lea County, New Mexico. In the event the CTB is over capacity or in the case of battery or pipeline repairs, approval for off-lease measurement of the oil at the Red Hills Off-load Station in Unit O, Section 4-T26S-R32E or Jal Off-load Station in Unit D, Section 4-T26S-R37E, Lea County, NM. Any interested party who has an objection to this must give notice in writing to the Oil Conservation Division, 1220 South Saint Francis Street, Santa Fe, New Mexico, 87505, within ten (10) days of this notice. Any interested party with questions or comments may contact Michael Potts (432) 999-0260 michael potts@conocophillips.com at COG Operating LLC, 600 West Illinois, Midland, Texas 79701.

67116810

00276641

JEANETTE BARRON CONOCO PHILLIPS ACCOUNTS PAYABLE P O BOX 2200 BARTSVILLE, OK 74005-2200

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

# APPLICATION FOR OFF-LEASE MEASUREMENT SUBMITTED BY COG OPERATING, LLC

ORDER NO. OLM-279

#### **ORDER**

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

#### FINDINGS OF FACT

- 1. COG Operating, LLC ("Applicant") submitted a complete application to off-lease measure the oil production ("Application") from the wells, pool, and lease identified in Exhibit A.
- 2. Applicant provided notice of the Application to all persons owning a working interest in the oil production to be off-lease measured in accordance with 19.15.23.9(A)(5) NMAC, and those persons either submitted a written waiver or did not file an objection to the Application.
- 3. Applicant provided notice of the Application to the Bureau of Land Management or New Mexico State Land Office, as applicable.

# **CONCLUSIONS OF LAW**

- 4. 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, and 19.15.23 NMAC.
- 5. Applicant satisfied the notice requirements for the Application in accordance with 19.15.23.9(A)(5) NMAC.
- 6. By granting the Application with the conditions specified below, this Order prevents waste and protects correlative rights, public health, and the environment.

#### **ORDER**

- 1. Applicant is authorized to store and measure oil production off-lease from the pools, leases, and wells identified in Exhibit A at a central tank battery described in Exhibit A.
- 2. The oil production from the wells identified in Exhibit A shall be physically separated from the oil production from other wells and no commingling of production from different leases or pools shall occur in accordance with 19.15.23.9(A)(3) NMAC and 19.15.23.9(A)(4) NMAC, except as otherwise provided in order(s) issued by OCD.
- 3. Applicant shall measure and market the commingled oil at a central tank battery described in Exhibit A in accordance with this Order and 19.15.18.15 NMAC or 19.15.23.8 NMAC.

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- 4. Applicant shall calibrate the meters used to measure or allocate oil production in accordance with 19.15.12.10(C)(2) NMAC.
- 5. OCD retains jurisdiction of this matter and reserves the right to modify or revoke this Order as it deems necessary.

STATE OF NEW MEXICO
OIL CONSERVATION DIVISION

**DATE:** 4/9/2025

GERASIMOS RAZATOS DIRECTOR (ACTING)

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# State of New Mexico Energy, Minerals and Natural Resources Department

# Exhibit A

Order: OLM-279

**Operator: COG Operating, LLC (229137)** 

Central Tank Battery: Columbus Federal 34 L Central Tank Battery (Oil) Central Tank Battery Location: UL L, Section 34, Township 25 South, Range 33 East

Central Tank Battery: Red Hills Offload Station

Central Tank Battery Location: UL O, Section 04, Township 26 South, Range 32 East

**Central Tank Battery: Jal Offload Station** 

Central Tank Battery Location: UL D, Section 04, Township 26 South, Range 37 East

**Gas Title Transfer Meter Location:** 

### **Pools**

Pool Name Pool Code
BOBCAT DRAW; UPPER WOLFCAMP 98094

# Leases as defined in 19.15.12.7(C) NMAC

	- ( - )		
Lease	UL or Q/Q	S-T-R	
DDODOSED CA Wolfgomp NMNM 105922410	SW/4	34-25S-33E	98094
PROPOSED CA Wolfcamp NMNM 105823419	W/2	03-26S-33E	90094

Wells				
Well API	Well Name	UL or Q/Q	S-T-R	Pool
30-025-48113	COLUMBUS FEDERAL COM #701H	SW/4	34-25S-33E	98094
30-023-46113		W/2	03-26S-33E	
30-025-48114	COLUMBUS FEDERAL COM #702H	SW/4	34-25S-33E	98094
30-023-40114		W/2	03-26S-33E	
30-025-48115	COLUMBUS FEDERAL COM #703H	<b>SW/4</b>	34-25S-33E	98094
		W/2	03-26S-33E	90094
30-025-48116	COLUMBUS FEDERAL COM #704H	SW/4	34-25S-33E	98094
		W/2	03-26S-33E	70074

Sante Fe Main Office Phone: (505) 476-3441

General Information Phone: (505) 629-6116

Online Phone Directory https://www.emnrd.nm.gov/ocd/contact-us

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

CONDITIONS

Action 185427

#### **CONDITIONS**

Operator:	OGRID:
COG OPERATING LLC	229137
600 W Illinois Ave	Action Number:
Midland, TX 79701	185427
	Action Type:
	[C-107] Surface Commingle or Off-Lease (C-107B)

#### CONDITIONS

Created By		Condition Date
sarah.clelland	Please review the content of the order to ensure you are familiar with the authorities granted and any conditions of approval. If you have any questions regarding this matter, please email us at OCD.Engineer@emnrd.nm.gov.	4/9/2025