RECEIVED:	REVIEWER:	TYPE:	APP NO:	
		ABOVE THIS TABLE FOR OCCU O OIL CONSERV Cal & Engineering ancis Drive, Sant	<b>ATION DIVISION</b> g Bureau –	SULTOF NEW METO
		ATIVE APPLICAT		
THIS	CHECKLIST IS MANDATORY FOR AL REGULATIONS WHICH RE		ATIONS FOR EXCEPTIONS TO E DIVISION LEVEL IN SANTA	
Applicant: Matador Well Name: Amend				<b>D Number:</b> 228937 PI No. 30-025-various
Pool: WC-025 G-09 S20	63619 C; Wolfcamp & WC-025 G-0	08 S263620C; LWR Bone S	Pool (	Code: 98234 & 98150
1) <b>TYPE OF APPL</b> A. Location	ATE AND COMPLETE INF  CATION: Check those  - Spacing Unit - Simult  NSL	INDICATED BELO which apply for [A aneous Dedication	<b>DW</b> \]	THE TYPE OF APPLICATION
[1] Com [II] Inject [II] Inject  2) NOTIFICATION  A. Offset  B. Royal  C. Appli  D. Notific  E. Notific  F. Surfact  G. For all  H. No not	ine only for [1] or [1]	easurement  C PC (I)  Ire Increase - Enh.  WD IPI E  those which apply ders  wners, revenue oved notice ent approval by SI ent approval by BI  f notification or pu	OLS OLM anced Oil Recove COR PPR  y. vners O M ublication is attach	FOR OCD ONLY  Notice Complete  Application Content Complete  ned, and/or,
administrative understand th	N: I hereby certify that the approval is accurate and the action will be taken are submitted to the Div	and <b>complete</b> to a ken on this applica	the best of my kno	owledge. I also
N	ote: Statement must be comple	ted by an individual with	n managerial and/or sup	ervisory capacity.
Paula M Vance			April 9, 2025 Date	
Print or Type Name		<del></del>		
Pakhi	h		505-988-4421 Phone Number	
Signature			pmvance@hollandle-mail Address	hart.com



April 9, 2025

## **VIA ONLINE FILING**

Gerasimos Razatos, Division Director Oil Conservation Division Department of Energy, Minerals and Natural Resources 1220 South Saint Francis Drive Santa Fe, New Mexico 87505

Re: Application of Matador Production Company to Amend NMOCD Order CTB-944-A administrative approval to surface commingle (pool and lease), as well as off-lease measure and off-lease storage, oil and gas production from the spacing units comprising E/2 W/2 and E/2 E/2 of Section 19, the E/2 W/2 and E/2 E/2 of Section 20, the W/2 W/2 of Sections 16 and 21, E/2 W/2 and W/2 E/2 of Sections 15 and 22, E/2 E/2 of Section 30, Lot 5 and NE/4 NE/4 of irregular Section 31, W/2 W/2 of Section 29, Lot 4 and NW/4 NW/4 of irregular Section 32, and all of Section 28 and irregular Section 33, Township 26 South, Range 36 East, Lea County, New Mexico (the "Lands")

Dear Mr. Razatos:

Matador Production Company (OGRID No. 228937) ("Matador") seeks to amend Administrative Order CTB-944-A ("Order CTB-944-A"), attached as **Exhibit 1**. Order CTB-944-A authorizes lease commingling, off-lease measurement, and off-lease storage at the **Amen Corner State Com Central Tank Battery** of production from *all existing and future infill wells drilled in the following spacing units*:

- (a) The 160-acre spacing unit comprised of the E/2 W/2 of Section 19, in the WC-025 G-09 S263619C; Wolfcamp [98234] currently dedicated to the **Prizehog BWX State Com #1H** (API. No. 30-025-42744);
- (b) The 160-acre spacing unit comprised of the E/2 E/2 of Section 19, in the WC-025 G-09 S263619C; Wolfcamp [98234] currently dedicated to the **Prizehog BWX State Com #2H** (API. No. 30-025-44111);
- (c) The 160-acre spacing unit comprised of the E/2 W/2 of Section 20, in the WC-025 G-09 S263619C; Wolfcamp [98234] currently dedicated to the **Wildhog BWX State Com #1H** (API. No. 30-025-42733);

T 505.988.4421 F 505.983.6043 110 North Guadalupe, Suite 1, Santa Fe, NM 87501-1849 Mail to: P.O. Box 2208, Santa Fe, NM 87504-2208 www.hollandhart.com

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- (d) The 160-acre spacing unit comprised of the E/2 E/2 of Section 20, in the WC-025 G-09 S263619C; Wolfcamp [98234] currently dedicated to the **Wildhog BWX State Com #2H** (API. No. 30-025-44112);
- (e) The 320-acre spacing unit comprised of the W/2 W/2 of Sections 16 and 21, in the WC-025 G-09 S263619C; Wolfcamp [98234] currently dedicated to the **Camelia Fed Com 26 36 21 #121H** (API. No. 30-025-45897);
- (f) The 640-acre spacing unit comprised of the E/2 W/2 and W/2 E/2 of Sections 15 and 22, in the WC-025 G-09 S263619C; Wolfcamp [98234] currently dedicated to the **Magnolia State Com 26 36 22 #125H** (API. No. 30-025-44810);
- (g) The 233.75-acre spacing unit comprised of the W/2 W/2 of Section 28 and the NW/4 NW/4 and Lot 4 (W/2 NW/4 equivalent) of irregular Section 33, in the WC-025 G-09 S263619C; Wolfcamp [98234] currently dedicated to the **Azelea 26 36 28 State** #111H (API. No. 30-025-44104) and **Azelea 26 36 28 State** #121Y (API. No. 30-025-44229);

Pursuant to 19.15.12.10.C(4)(g), future leases, pools or leases and pools connected to the Amen Corner State Com Central Tank Battery with notice provided only to the owners of interests to be added.

Pursuant to 19.15.12.10.C(4)(g), Matador now seeks to amend the terms of Order CTB-944-A to add to the terms of the order the production from all existing and future infill wells drilled in the following spacing unit:

- (a) The 233.74-acre spacing unit comprised of the E/2 W/2 of Section 28 and the NE/4 NW/4 and Lot 3 (E/2 NW/4 equivalent) of irregular Section 33, in the WC-025 G-08 S263620C; LWR Bone Spring [98150] currently dedicated to the **Azelea 26 36 28 State Com #72H** (API. No. 30-025-52108) and **Azelea 26 36 28 State Com #182H** (API. No. 30-025-52110);
- (b) The 467.46-acre spacing unit comprised of the E/2 W/2 and W/2 E/2 of Section 28 and the NE/4 NW/4, NW/4 NE/4, and Lots 2 & 3 (E/2 NW/4 and W/2 NE/4 equivalent) of irregular Section 33, in the WC-025 G-09 S263619C; Wolfcamp [98234] currently dedicated to the **Azelea 26 36 28 State Com #104H** (API. No. 30-025-49931), **Azelea 26 36 28 State Com #123H** (API. No. 30-025-49932) and **Azelea 26 36 28 State Com #125H** (API. No. 30-025-49590);
- (c) The 233.71-acre spacing unit comprised of the E/2 E/2 of Section 28 and the NE/4 NE/4 and Lot 1 (E/2 NE/4 equivalent) of irregular Section 33, in the WC-025 G-

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09 S263619C; Wolfcamp [98234] – currently dedicated to the **Azelea 26 36 28 State Com** #127H (API. No. 30-025-49933);

- (d) The 467.17-acre spacing unit comprised of the E/2 E/2 of Section 30, W/2 W/2 of Section 29, NE/4 NE/4 and Lot 1 (E/2 NE/4 equivalent) of irregular Section 32, and the NW/4 NW/4 and Lot 4 (W/2 NW/4 equivalent) of irregular Section 33, in the WC-025 G-09 S263619C; Wolfcamp [98234] currently dedicated to the **S Big Oak Tree Fed Com 26 36 31 #128H** (API. No. 30-025-49256);
- (e) Pursuant to 19.15.12.10.C(4)(g), future leases, pools or leases and pools connected to the Amen Corner State Com Central Tank Battery with notice provided only to the owners of interests to be added.

Oil and gas production from these spacing units will be commingled and sold at the **Amen Corner State Com Central Tank Battery** located partially off lease in the S/2 SW/4 (Units M and N) of Section 22. There are five satellite pads containing separators for certain of the wells that flow to the Amen Corner State Com Central Tank Battery: Azalea 8S Satellite TB (located on lease in the N/2 NE/4 of Section 28); Azalea 5S Satellite TB (located on lease in the NE/4 NW/4 of Section 28); Wildhog Satellite TB (located on lease in the NE/4 NW/4 of Section 20) and Prizehog Satellite TB (located on lease in NE/4 NW/4 of Section 19). Each well is equipped with its own separator. Gas production from each separator will be individually metered with a calibrated orifice meter that is manufactured to AGA specifications. Oil production from the separator will be separately metered using turbine meters.

**Exhibit 2** is a land plat showing Matador's current development plan, well pads, and central tank battery ("Facility Pad") in the subject area. The plat also identifies the wellbores (including surface/bottomhole locations) and lease/spacing unit boundaries. The plat also identifies the locations of the various satellite pads referenced above and the wells that flow to each respective pad.

**Exhibit 3** is a completed Application for Surface Commingling (Diverse Ownership) Form C-107-B, that includes a statement from Jacob Wilhelm, Operations Engineer with Matador, identifying the facilities and the measurement devices to be utilized, a detailed schematic of the surface facilities (Exhibit A to the statement) and a referenced gas sample (Exhibit B to the statement).

**Exhibit 4** is a well list and C-102 for each of the wells currently permitted or drilled within the existing spacing units and those to be added to Order-944-A.

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**Exhibit 5** are the draft or approved communitization agreements for the acreage subject to this application.

Ownership is diverse between the above-described spacing units, each of which are either subject to a pooling agreement or a pooling order and are therefore considered "leases" as defined by 19.15.12.7(C) NMAC. **Exhibit 6** is a list of the interest owners (including any owners of royalty or overriding royalty interests) affected by this application, an example of the letters sent by certified mail advising the interest owners that any objections must be filed in writing with the Division within 20 days from the date the Division receives this application, and proof of mailing. A copy of this application has been provided to the New Mexico State Land Office and the Bureau of Land Management since state and federal lands are involved.

Thank you for your attention to this matter, and please feel free to call if you have any questions or require additional information.

Sincerely,

Paula M. Vance

ath Vr

ATTORNEY FOR MATADOR PRODUCTION COMPANY

**EXHIBIT** 

1

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

## APPLICATION FOR SURFACE COMMINGLING SUBMITTED BY AMEREDEV OPERATING, LLC

**ORDER NO. CTB-944-A** 

### **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. Ameredev Operating, LLC ("Applicant") submitted a complete application to surface commingle and off-lease measure the oil and gas production ("Application") from the pools, leases, and wells identified in Exhibit A.
- 2. Applicant proposed a method to allocate the oil and gas production to the pools, leases, and wells to be commingled.
- 3. 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.
- 4. To the extent that ownership is diverse, Applicant provided notice of the Application to all persons owning an interest in the oil and 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.
- 5. Applicant provided notice of the Application to the Bureau of Land Management ("BLM") or New Mexico State Land Office ("NMSLO"), as applicable.
- 6. Applicant in the notice for the Application stated that it sought authorization to add additional pools, leases, and wells and identified the parameters to make such additions.
- 7. Applicant stated that it sought authorization to surface commingle and off-lease measure, as applicable, oil and gas production from wells which have not yet been approved to be drilled, but will produce from a pool and lease identified in Exhibit A.

## **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. CTB-944-A Page 1 of 3

- 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. Commingling of oil and 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.
- 12. Applicant satisfied the notice requirements for the subsequent addition of pools, leases, and wells in the notice for the Application, in accordance with 19.15.12.10(C)(4)(g) NMAC. Subsequent additions of pools, leases, and wells within Applicant's defined parameters, as modified herein, will not, in reasonable probability, reduce the commingled production's value or otherwise adversely affect the interest owners in the production to be added.
- 13. 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 surface commingle and off-lease measure oil and gas production from the pools, leases, and wells identified in Exhibit A.
  - Applicant is authorized to surface commingle and off-lease measure, as applicable, oil and gas production from wells not included in Exhibit A but that produce from a pool and lease identified in Exhibit A.
- 2. This Order supersedes Order CTB-944.
- 3. The allocation of oil and gas production to wells not included in Exhibit A but that produce from a pool and lease identified in Exhibit A shall be determined in the same manner as to wells identified in Exhibit A that produce from that pool and lease, provided that if more than one allocation method is being used or if there are no wells identified in Exhibit A that produce from the pool and lease, then allocation of oil and gas production to each well not included in Exhibit A shall be determined by OCD prior to commingling production from it with the production from another well.
- 4. The oil and gas production for each well identified in Exhibit A shall be separated and metered prior to commingling.
- 5. 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.
- 6. 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 of 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.
- 7. Applicant shall calibrate the meters used to measure or allocate oil and gas production in accordance with 19.15.12.10(C)(2) NMAC.

Order No. CTB-944-A Page 2 of 3

- 8. If the commingling of oil and gas production from any pool, lease, or well reduces the value of the commingled oil and 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 oil and 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.
- 9. Applicant may submit an application to amend this Order to add pools, leases, and subsequently drilled wells with spacing units adjacent to or within the tracts commingled by this Order by submitting a Form C-107-B via the OCD Fee Portal in accordance with 19.15.12.10(C)(4)(g) NMAC.
- 10. If a well is not included in Exhibit A but produces from a pool or lease identified in Exhibit A, then Applicant shall submit Forms C-102 and C-103 to the OCD Engineering Bureau after the well has been approved to be drilled and prior to off-lease measuring or commingling oil or gas production from it with the production from another well. The Form C-103 shall reference this Order and identify the well and proposed method to determine the allocation of oil and gas production to it.
- 11. Applicant shall not commence commingling oil or gas production from state, federal, or tribal leases until approved by the BLM or NMSLO, as applicable.
- 12. 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

ADRIENNE SANDOVAL
DIRECTOR

DATE: 5/17/2021

Order No. CTB-944-A Page 3 of 3

AS/dm

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

## **Exhibit A**

Order: CTB-944-A

**Operator: Ameredev Operating, LLC (372224)** 

**Central Tank Battery: Amen Corner State Com Central Tank Battery** 

Central Tank Battery Location (NMPM): Units M & N, Section 22, Township 26 S, Range 36 E Gas Custody Transfer Meter Location (NMPM): Units M & N, Section 22, Township 26 S, Range 36 E

## **Pools**

**Pool Name** 

**Pool Code** 

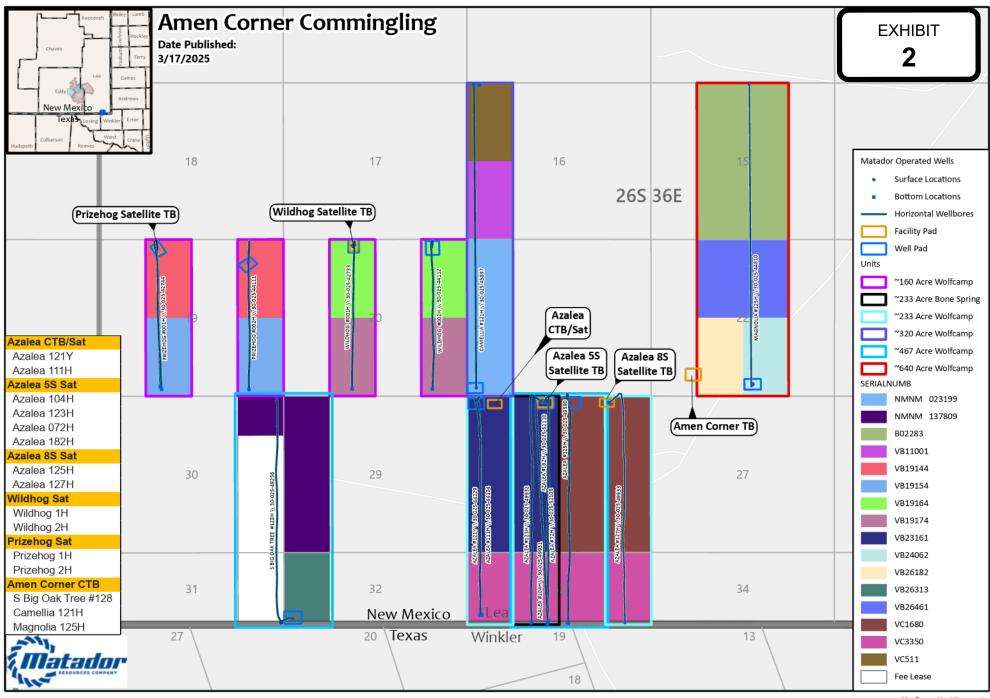
WC-025 G-09 S263619C; WOLFCAMP

98234

Leases as o	lefined in 19.15.12.7(C) NMAC	
Lease	Location (NM	PM)
CA MIC NIBANIBA 1401F0	W/2 W/2	Sec 16-T26S-R36E
CA WC NMNM 140150	W/2 W/2	Sec 21-T26S-R36E
CA MAC NINACLO 1270001	W/2 E/2, E/2 W/2	Sec 15-T26S-R36E
CA WC NMSLO 1376691	W/2 E/2, E/2 W/2	Sec 22-T26S-R36E
CA 1440 NIAGUO 4350704	W/2 W/2	Sec 28-T26S-R36E
CA WC NMSLO 1369784	W/2 NW/4	Sec 33-T26S-R36E
CA WC NMSLO 1365780	E/2 W/2	Sec 19-T26S-R36E
CA WC NMSLO 1369134	E/2 E/2	Sec 19-T26S-R36E
CA WC NMSLO 1361752	E/2 W/2	Sec 20-T26S-R36E
CA WC NMSLO 1369697	E/2 E/2	Sec 20-T26S-R36E

Wells						
Well API	Well Name	Location (NMPM)	<b>Pool Code</b>	Train		
30-025-45897	Camellia Fed Com 26 36 21 121H	M-21-26S-36E	98234			
30-025-44810	Magnolia State Com 26 36 22 125H	O-22-26S-36E	98234			
30-025-44104	Azalea 26 36 28 State #111H	D-28-26S-36E	98234			
30-025-44229	Azalea 26 36 28 State #121Y	D-28-26S-36E	98234			
30-025-42744	Prizehog BWX State Com #1H	C-19-26S-36E	98234			
30-025-44111	Prizehog BWX State Com #2H	A-19-26S-36E	98234			
30-025-42733	Wildhog BWX State Com #1H	C-20-26S-36E	98234			
30-025-44112	Wildhog BWX State Com #2H	A-20-26S-36E	98234			

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GIS Standard Map Disclaimer:
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**1:39,000** 1 inch equals 3,250 feet

Map Prepared by: Lillian yeargins
Date: March 17, 2025
Project: \\gis\UserData\\yeargins\-projects\Commingling\Commingling\_aprx
Spatial Reference: GCS WGS 1984
Sources: IHS, ESRI: US DOI BLM Carlsbad, NM Field Office, GIS Department,
Texas Cooperative Wildlife Collection, Texas A&M University;
United States Census Bureau TIGERI;

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

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	TION F	OR SURFACE (	<u>COMMINGLING</u>	G (DIVERSE OWNERSHIP)	)				
_		roduction Company							
OPERATOR ADDRESS:	5400 LBJ	Freeway Tower 1 Su	ite 1500 Dallas, TX 75	240					
APPLICATION TYPE:									
☐Pool Commingling ☐Lease Co	ommingling	☑Pool and Lease Con	nmingling SOff-Lease	Storage and Measurement (Only if not Surl	ace Commingled)				
LEASE TYPE:									
Is this an Amendment to existing Order?   Yes □No If "Yes", please include the appropriate Order No. 944-A  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  Calculated Value of Commingled Production  Volumes									
WC-025 G-09 S263619C; WOLF0 [98234]		42.61°		#TO 20/11 11 ( ) 11 ( ) 02	320 BOPD				
WC-025 G-09 S263619C; WOLFG [98234]		1,200 BTU	48,47°	\$79.39/bbl oil (price realization Q2 2024)	13,620 MCFPD				
WC-025 G-08 S263620C; LOWER BONE SPRING [98150]		50.6°	1,210 BTU	\$2.385/mcf (price realization Q2	880 BOPD				
WC-025 G-08 S263620C; LOWEI SPRING [98150]	R BONE	1,250 BTU		2024)	2,650 MCFPD				
(2) Are any wells producing at top allowables? ☐ Yes ☐ No (3) Has all interest owners been notified by certified mail of the proposed commingling? ☐ Yes ☐ No. (4) Measurement type: ☐ Other (Specify) Metering via well test (5) Will commingling decrease the value of production? ☐ Yes ☐ No If "yes", describe why commingling should be approved									
		` ,	SE COMMINGLIN						
(1) Pool Name and Code-		Please attach sheet	s with the following in	iformation					
(1) Pool Name and Code- (2) Is all production from same source of supply?									
		(C) POOL and	LEASE COMMIN	GLING					
			s with the following in						
(1) Complete Sections A and E.									
			ORAGE and MEA						
(1) Is all production from same s			ts with the following	information					
(1) Is all production from same s			υ						

**EXHIBIT** 

3

<b>(E)</b>	ADDITIONAL INFORMATION (for all application type	es)
	Please attach sheets with the following information	

<ol> <li>A schematic diagram of facility, including legal location.</li> </ol>		
(2) A plat with lease boundaries showing all well and facility le	ocations. Include lease numbers if Federal or State lands	s are involved.
(3) Lease Names, Lease and Well Numbers, and API Numbers		
I hereby certify that the information above is true and complete to	the best of my knowledge and belief.	
SIGNATURE: Jacob Willelin		
SIGNATURE:	TITLE: Operations Engineer	DATE: 3/27/2025
TYPE OR PRINT NAME Jacob Wilhelm	TELEPHONE NO.: (940) 25	57 7755
- Dacov William	TEEDITIONE NO (340)23	17733
E-MAIL ADDRESS: jacob.wilhelm@matadorresources.com		

## **Matador Production Company**

One Lincoln Centre • 5400 LBJ Freeway • Suite 1500 • Dallas, Texas 75240 Voice 940-257-7755 • Fax 972.371.5201 jacob.wilhelm@matadorresources.com

Jacob Wilhelm Operations Engineer

March 26, 2025

New Mexico Oil Conservation Division 1220 South St. Francis Drive Santa Fe, NM 87505

Re: Application of Matador Production Company for Administrative Approval to Amend Administrative Order CTB-944-A and to Surface Commingle (pool and lease commingle) Production from the Spacing Units together Comprising the E/2 W/2 and E/2 E/2 of Section 19, the E/2 W/2 and E/2 E/2 of Section 20, the W/2 W/2 of Sections 16 and 21, E/2 W/2 and W/2 E/2 of Sections 15 and 22, E/2 E/2 of Section 30, Lot 5 and NE/4 NE/4 of Section 31, W/2 W/2 of Section 29, Lot 4 and NW/4 NW/4 of Section 32, and all of Sections 28 and 33, each in Township 26 South, Range 36 East, Lea County, New Mexico (the "Lands")

To Whom This May Concern,

Matador Production Company ("Matador"), OGRID: 228937, now operates the wells under this application, many of which were previously operated by Ameredev Operating, LLC. Pursuant to NMOCD Order CTB-944-A, commingling authority was previously approved for the Wolfcamp (WC-025 G-09 S263619C; Wolfcamp (98234)) spacing units comprising (i) W/2 W/2 of Section 28 and W/2 NW/4 of Section 33, (ii) the E/2 W/2 and W/2 E/2 of Sections 15 and 22, (iii) the E/2 W/2 of Section 19, (iv) the E/2 E/2 of Section 19, (v) the E/2 W/2 of Section 20, (vi) the E/2 E/2 of Section 20, and (vi) the W/2 W/2 of Sections 16 and 21, each in Township 26 South, Range 36 East, Lea County, New Mexico. Pursuant to this application, Matador seeks to amend Order CTB-944-A to add additional pools and leases, and wells, as described in this application.

Specifically, Matador requests to commingle current and future oil and gas production from fifteen (15) distinct wells located on the Lands and future production from the Lands as described herein. The flow stream from each wellhead is demonstrated in the Process Flow Diagram (PFD) attached as **Exhibit A** hereto. This PFD shows that the water, oil, and gas exit the wellbore and flow into a wellhead three-phase separator which separates the oil, gas, and water. All wells will be metered through individual test separators with an oil turbine or coriolis meter and gas orifice meter.

A more detailed explanation of the gas and oil commingling is as follows.

## **Gas Commingling**

Each well on the Lands will have its own test separator with an orifice meter manufactured and assembled in accordance with American Gas Association (AGA) specifications. All primary and secondary Electronic Flow Measurement (EFM) equipment is tested and calibrated by a reputable third-party measurement company in accordance with industry specifications.

The orifice meter is the preferred measurement device utilized by midstream and E&P companies in natural gas measurement. The gas samples are obtained at the time of the meter testing/calibration and the composition and heating value are determined by a laboratory in accordance with American Petroleum Institute (API) specifications to ensure accurate volume and Energy (MMBTU) determinations. See example from Laboratory Services attached as **Exhibit B** hereto.

The gas is measured on a volume and MMBTU basis by an orifice meter and supporting EFM equipment in accordance with American Petroleum Association (API) Chapter 21.1. The gas commingling will occur after individual measurement at each well's separator.

As indicated on the map being submitted with this application, there are six separate satellite or central tank battery pads containing the various separators for each respective well. Following these separators, the gas from each well flows into a gathering line at each satellite or central tank battery pad where it is commingled with each of the other wells' metered gas from that same pad, as depicted on Exhibit A. The gas is then sold at the applicable pad sales meter before entering into an MRC Toro, LLC gathering system. MRC Toro, LLC operates these sales orifice meters to measure the gas for custody transfer. These meters are tested and calibrated in accordance with industry specifications and volume and energy are determined on an hourly, daily, and monthly basis. The flash gas from the wells will also be metered and commingled into the central tank battery gathering line.

## **Oil Commingling**

With respect to oil, each well will flow to its own individual separator. The oil is measured via turbine meter at each individual separator which is calibrated periodically in accordance with industry specifications by a third-party measurement company for accuracy. The following is a description of how each commingled oil train will flow through the central production facility.

There will be three separate oil trains, only one of which will involve commingling as described below. Two of the oil trains will include only one spacing unit and formation. The three oil trains are as follows:

- 1. Train 1 for the 467.14-acre, more or less, acre Wolfcamp (WC-025 G-09 S263619C; Wolfcamp (98234)) spacing unit comprised of the W/2 W/2 of Section 29, E/2 E/2 of Section 30, Lot 5 and NE/4 NE/4 of Section 31, and Lot 4 and the NW/4 NW/4 of Section 31, Township 26 South, Range 36 East, Lea County, New Mexico, for the S Big Oak Tree 26 36 31 Federal Com #128H (30-025-49256).
- 2. Train 2 for the 320-acre, more or less, Wolfcamp (WC-025 G-09 S263619C; Wolfcamp (98234)) spacing unit comprised of the W/2 W/2 of Sections 16 and 21, Township 26

Page 2 of 4

South, Range 36 East, Lea County, New Mexico, for the Camellia Federal Com 26 36 21 #121H (30-025-45897).

- 3. Train 3 for the following nine spacing units:
  - a. the 233.7-acre, more or less, Bone Spring (WC-025 G-08 S263620C; LWR Bone Spring (98150)) spacing unit comprised of the E/2 W/2 of Section 28 and E/2 NW/4 of Section 33, Township 26 South, Range 36 East, Lea County, New Mexico, for the Azalea 26 36 28 State Com #072H (30-025-52108) and Azalea 26 36 28 State Com #182H (30-025-52110);
  - b. the 467.46-acre, more or less, Wolfcamp (WC-025 G-09 S263619C; Wolfcamp (98234)) spacing unit comprised of the E/2 W/2 and W/2 E/2 of Section 28 and the E/2 NW/4 and W/2 NE/4 of Section 33, Township 26 South, Range 36 East, Lea County, New Mexico, for the Azalea 26 36 28 State Com #104H (30-025-49931), Azalea 26 36 28 State Com #123H (30-025-49932), and Azalea 26 36 28 State Com #125H (30-025-49590);
  - c. the 233.7-acre, more or less, Wolfcamp (WC-025 G-09 S263619C; Wolfcamp (98234)) spacing unit comprised of the W/2 W/2 of Section 28 and W/2 NW/4 of Section 33, Township 26 South, Range 36 East, Lea County, New Mexico, for the Azalea 26 36 28 State Com #111H (30-025-44104) and Azalea 26 36 28 State Com #121Y (30-025-44229);
  - d. the 233-acre, more or less, Wolfcamp (WC-025 G-09 S263619C; Wolfcamp (98234)) spacing unit comprised of the E/2 E/2 of Section 28 and E/2 NE/4 of Section 33, Township 26 South, Range 36 East, Lea County, New Mexico, for the Azalea 26 36 28 State Com #127H (30-025-49933);
  - e. the 640-acre, more or less, Wolfcamp (WC-025 G-09 S263619C; Wolfcamp (98234)) spacing unit comprised of the E/2 W/2 and W/2 E/2 of Sections 15 and 22, Township 26 South, Range 36 East, Lea County, New Mexico, for the Magnolia 26 36 22 State Com #125H (30-025-44810);
  - f. the 160-acre, more or less, Wolfcamp (WC-025 G-09 S263619C; Wolfcamp (98234)) spacing unit comprised of the E/2 W/2 of Section 19, Township 26 South, Range 36 East, Lea County, New Mexico, for the Prizehog BWZ State Com #001H (30-025-42744);
  - g. the 160-acre, more or less, Wolfcamp (WC-025 G-09 S263619C; Wolfcamp (98234)) spacing unit comprised of the E/2 E/2 of Section 19, Township 26 South, Range 36 East, Lea County, New Mexico, for the Prizehog BWZ State Com #002H (30-025-44111);
  - h. the 160-acre, more or less, Wolfcamp (WC-025 G-09 S263619C; Wolfcamp (98234)) spacing unit comprised of the E/2 W/2 of Section 20, Township 26 South,

Range 36 East, Lea County, New Mexico, for the Wildhog BWX State Com #001H (30-025-42733);

i. the 160-acre, more or less, Wolfcamp (WC-025 G-09 S263619C; Wolfcamp (98234)) spacing unit comprised of the E/2 E/2 of Section 20, Township 26 South, Range 36 East, Lea County, New Mexico, for the Wildhog BWX State Com #002H (30-025-44112);

Following the heater treaters, the oil from each oil train is commingled into one gathering line as depicted on Exhibit A. The gathering line oil is then measured by a Lease Automatic Custody Meter (LACT) before leaving the facility pad into the MRC Toro, LLC gathering line.

Very truly yours,

MATADOR PRODUCTION COMPANY

Jud Wilhelm.

Jacon Wilhelm Operations Engineer Received by OCD: 4/9/2025 2:41:17 PM Page 17 of 190 8 Buy Back 3 Phase Separator
Well Stream S Big Oak Tree Fed #128H SN: 40-10890C API: 30-025-49256 Sales Meter Commingled Gas to Sales Well Stream Buy Back Gas API: 30-025-45897 HP/LP Flare **HP Flare** - Blanket Gas <u>- ي</u> SN: 40-10851 Stack Scrubber Well Stream SN: 40-10851C VRU API: 30-025-44810 HT/Tanks VRT SN: 40-10797 3 Phase Separator Well Stream SN: 40-10797C Toro Sales API: 30-025-44229 SN: 40-10796 Well Stream N: 40-10796C API: 30-025-44104 LP Flare Treater Scrubber SN: 40-10799 SN: 304-10188 Well Stream N: 40-10799C VRU Toro Sales API: 30-025-49590 Tanks/VRT CTB: 32.023475°, -103.257692° SN: 40-10800 3 Phase Separator Well Stream SN: 40-10800C API: 30-025-49933 SN: 304-10200 3 Phase Separator Well Stream SN: 40-10876C Toro Sales API: 30-025-42744 SN: 40-10877 Well Stream SN: 40-10877C API: 30-025-44111 **Amen Corner** SN: 40-10900 Well Stream ---SN: 40-10900C API: 30-025-42733 Toro Sales SN: 40-10901 Well Stream SN: 40-10901C API: 30-025-44112 Oil Tank Oil Tank Oil Tank Oil Tank Oil Tank Oil Tank Well Stream SN: TBD API: 30-025-52108 SN: TBD Well Stream API: 30-025-52110 Oil to Sales SN: TBD SN: 304-10189 Toro Sales Well Stream SN: 40-10795C API: 30-025-49931 Water Tank Water Tank Water Tank Water Tank Water Tank Water Tank ← Blanket Gas Well Stream SN: 40-10798 N: 40-10798C API: 30-025-49932 SWD System GENERAL NOTES: WELLSTREAM **Amen Corner TB** 

REVISION

DATE DRAFT CHECKED APP'D.

6

Simplified Process Flow Diagram

Lea County, New Mexico

DRAWING APPROVAL

MATADOR RESOURCES COMPANY

7

OIL CORIOLIS METER

WATER TURBINE METER

CONTROL VALVE



## FESCO, Ltd. 1100 Fesco Ave. - Alice, Texas 78332

EXHIBIT **4** 

**For:** Ameredev Operating, LLC 2901 Via Fortuna Austin, Texas 78746

Sample: Amen Corner CTB

(32.023551, -103.257680)

Sales Scrubber

Spot Gas Sample @ 40 psig & 90°F

Date Sampled: 05/21/2024 Job Number: 242323.041

#### **CHROMATOGRAPH ANALYSIS - GPA 2261**

	Un-Normalized	l	
COMPONENT	Mol%	MOL%	GPM
Hydrogen Sulfide*		2.600	
Nitrogen	0.869	0.873	
Carbon Dioxide	4.592	4.611	
Methane	78.912	79.244	
Ethane	5.667	5.691	1.552
Propane	2.658	2.669	0.750
Isobutane	0.924	0.928	0.310
n-Butane	1.279	1.284	0.407
Isopentane	0.713	0.716	0.007
n-Pentane	0.441	0.442	0.267
Hexanes Plus	0.938	0.942	0.163
Totals	96.993	100.000	3.456

## **Computed Real Characteristics Of Total Sample:**

Specific Gravity	0.7541	(Air=1)
Compressibility (Z)	0.9964	
Molecular Weight	21.76	
Gross Heating Value		
Dry Basis	1182	BTU/CF
Saturated Basis	1162	BTU/CF

<sup>\*</sup>Hydrogen Sulfide tested on location by: Stain Tube Method (GPA 2377) 1635 Gr/100 CF, 26000 PPMV or 2.600 Mol %

Sample Date: 05/21/2024 Ambient Air Temp: 90 °F
Sample Time: 16:50 Heating Method Utilized: Yes

Analysis Date: 06/05/2024 Sampling Method: Fill & Empty
Analysis Time: 07:01 Device: (GC) S2

Sample Pressure: 40 psig Make & Model: Shimadzu GC 2014

Sample Temp: 90 °F Last Verification Date: 05/30/2024

Sampling Flow Rate: 7068 MCF/D

Base Conditions: 15.025 PSI & 60 Deg F

Sampled By: (16) R. Elizondo Certified: FESCO, Ltd. - Alice, Texas

Analyst: LG Processor: HB

API	Well Name & Number	UL or Q/Q	S-T-R	Pool Code
30-025-42744	Prizehog BWX State Com #1H	E/2 W/2	19-26S-36E	WC-025 G-09 S263619C; Wolfcamp [98234]
30-025-44111	Prizehog BWX State Com #2H	E/2 E/2	19-26S-36E	WC-025 G-09 S263619C; Wolfcamp [98234]
30-025-42733	Wildhog BWX State Com #1H	E/2 W/2	20-26S-36E	WC-025 G-09 S263619C; Wolfcamp [98234]
30-025-44112	Wildhog BWX State Com #2H	E/2 E/2	20-26S-36E	WC-025 G-09 S263619C; Wolfcamp [98234]
30-025-45897	Camelia Fed Com 26 36 21 #121H	W/2 W/2 W/2 W/2	16-26S-36E 21-26S-36E	WC-025 G-09 S263619C; Wolfcamp [98234]
30-025-44810	Magnolia State Com 26 36 22 #125H	E/2 W/2 W/2 E/2 E/2 W/2 W/2 E/2	15-26S-36E 15-26S-36E 22-26S-36E 22-26S-36E	WC-025 G-09 S263619C; Wolfcamp [98234]
30-025-44104	Azelea 26 36 28 State #111H	W/2 W/2 W/2 NW/4	28-26S-36E 33-26S-36E	WC-025 G-09 S263619C; Wolfcamp [98234]
30-025-44229	Azelea 26 36 28 State #121H	W/2 W/2 W/2 NW/4	28-26S-36E 33-26S-36E	WC-025 G-09 S263619C; Wolfcamp [98234]
30-025-52108	Azelea 26 36 28 State Com #72H	E/2 W/2 E/2 NW/4	28-26S-36E 33-26S-36E	WC-025 G-08 S263620C; LWR Bone Spring [98150]
30-025-52110	Azelea 26 36 28 State Com #182H	E/2 W/2 E/2 NW/4	28-26S-36E 33-26S-36E	WC-025 G-08 S263620C; LWR Bone Spring [98150]
30-025-49931	Azelea 26 36 28 State Com #104H	E/2 W/2 W/2 E/2 E/2 NW/4 W/2 NE/4	28-26S-36E 28-26S-36E 33-26S-36E 33-26S-36E	WC-025 G-09 S263619C; Wolfcamp [98234]
30-025-49932	Azelea 26 36 28 State Com #123H	E/2 W/2 W/2 E/2 E/2 NW/4 W/2 NE/4	28-26S-36E 28-26S-36E 33-26S-36E 33-26S-36E	WC-025 G-09 S263619C; Wolfcamp [98234]
30-025-49590	Azelea 26 36 28 State Com #125H	E/2 W/2 W/2 E/2 E/2 NW/4 W/2 NE/4	28-26S-36E 28-26S-36E 33-26S-36E 33-26S-36E	WC-025 G-09 S263619C; Wolfcamp [98234]
30-025-49933	Azelea 26 36 28 State Com #127H	E/2 E/2 E/2 NE/4	28-26S-36E 33-26S-36E	WC-025 G-09 S263619C; Wolfcamp [98234]

Ī	30-025-49256	S Big Oak Tree Fed Com 26 36	E/2 E/2	30-26S-36E	WC-025 G-09 S263619C; Wolfcamp [98234]
		31 #128H	W/2 W/2	29-26S-36E	
			E/2 NE/4	32-26S-36E	
			W/2 NW/4	33-26S-36E	

DISTRICT I

1625 N. French Dr., Hobbs, NM 68240 Phone: (575) 393-6161 Fax: (575) 393-0720

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OIL CONSERVATION DIVISION 1220 South St. Frances Dr.

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#### WELL LOCATION AND ACREAGE DEDICATION PLAT

API Number 30-025-4274	4 33813	WC-025 G-09 S263620C; WOLF	; WOLFCAMP	
Property Code 315162		erty Name BWZ STATE COM	Il Number	
0GRID No. 307600			2949	

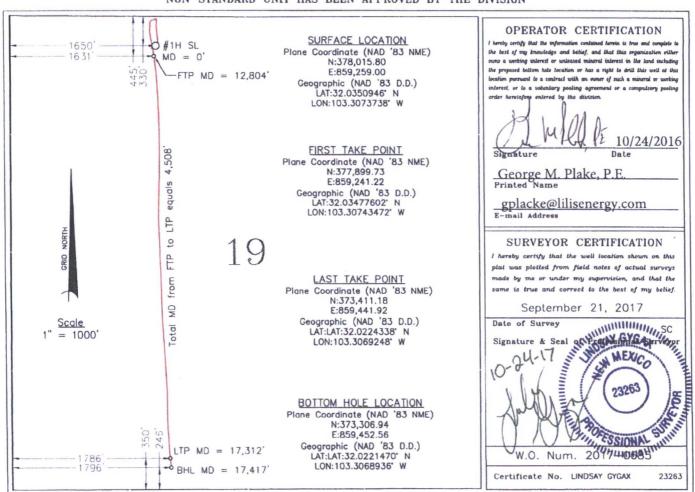
#### Surface Location

UL or lot No.	Section	Township	Range	Lot Idn	Feet from the	North/South line	Feet from the	East/West line	County
С	19	26 S	36 E	C	330	NORTH	1650	WEST	LEA

#### Bottom Hole Location If Different From Surface

1	UL or lot No.	Section	Township	P	Range	Lot Idn	Feet from the	North/South line	Feet from the	East/West line	County
	Ν	19	26	S	36 E	N	246	SOUTH	1796	WEST	LEA
1	Dedicated Acres	Joint or	Infill	Cor	solidation (	Code Or	der No.				
	160										

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



DESTRICT I 1625 N. French Dr., Hebbs, WM 88240 Phone: (676) 298-6161 Fax: (675) 293-6720

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WELL LOCATION AND ACREAGE DEDICATION PLAT

API Number	Pool Code	Pool N	ame
30-025-44111	98234	WC-025 G-09 S263619C	; WOLFCAMP
Property Code 317996		BWZ STATE COM	Well Number 2H
OGRID No. 307600	-	erator Name Oil & Gas, LLC	Elevation 2950'

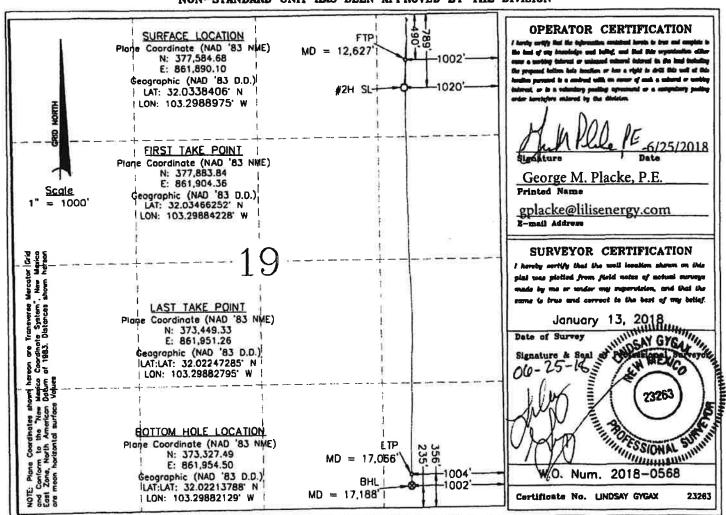
#### Surface Location

UL or lot No.	Section	Township	Range	Lot Idn	Pest from the	North/South line	Feet from the	East/West line	County
A	19	26 S	36 E		789	NORTH	1020	EAST	LEA

#### Bottom Hole Location If Different From Surface

UL or let No.	Section 19	Township 26 S	Bange 36 E	Lot Idn	Feet from the 235	SOUTH	Feet from the 1002	EAST	LEA
Dedicated Acres	Joint or	r Infili Co	nsolidation	Code Or	der No.				

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1226 South St. Francis Dr. Santa Fe. New Mexico 87505

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WELL LOCATION AND ACREAGE DEDICATION PLAT

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API Number	Pool Code	Pool N	ame
30-25-42733	98234	WC-025 G-09 S26	63619C; Wolfcamp
Property Code	Property N	ame	Well Number
317997	WILDHOG BWX S	STATE COM	1H
OGRID No.	Operator N	ame	Elevation
307600	IMPETRO OPERA	ATING, LLC	2943'

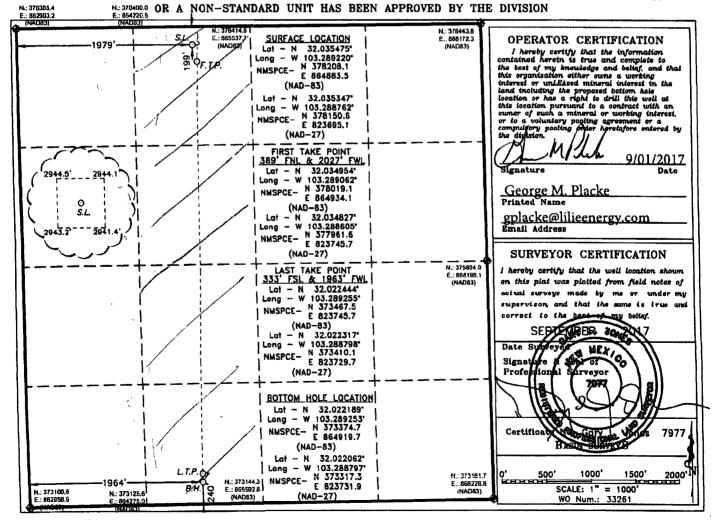
#### Surface Location

UL or lot No.	Section	Township	Range	Lot ldn	Feet from the	North/South line	Feet from the	Rast/West line	County
С	20	26 S	36 E		199	NORTH	1979	WEST	LEA

#### Bottom Hole Location If Different From Surface

UL or lot No.	Section	Township	Range	Lot Idn	Feet from the	North/South line	Feet from the	East/West line	County
N	20	26 S	36 E		240	SOUTH	1964	WEST	LEA
Dedicated Acre	s Joint o	r Infill Co	nsolidation	Code Or	der No.				
320 lle0									

NO ALLOWABLE WILL BE ASSIGNED TO THIS COMPLETION UNTIL ALL INTERESTS HAVE BEEN CONSOLIDATED



DISTRICT\_I

1625 N. French Dr., Hobbe, NM 85240
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Phone: (675) 363-6161 Fax: (676) 363-6240
BBS Sector. Minerals & Natural Resources Department

DISTRICT\_II

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MAY 03 27220 South St. Frances Dr.

DISTRICT\_III

1000 Ris Brazos Rd., Artec, NM 87410
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DISTRICT\_III

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1000, 1000, 110 0100 122, (010, 110		ACREAGE DEDICATION PLAT	assilled
API Number	Pool Code	Pool Name	
30-025-44112	98234	WC-025 G-09 S263619C; WC	DLFCAMP
Property Code 317997		BWX STATE COM	Well Number
ogrid No. 307600		DPERATING, LLC	Elevation 2934

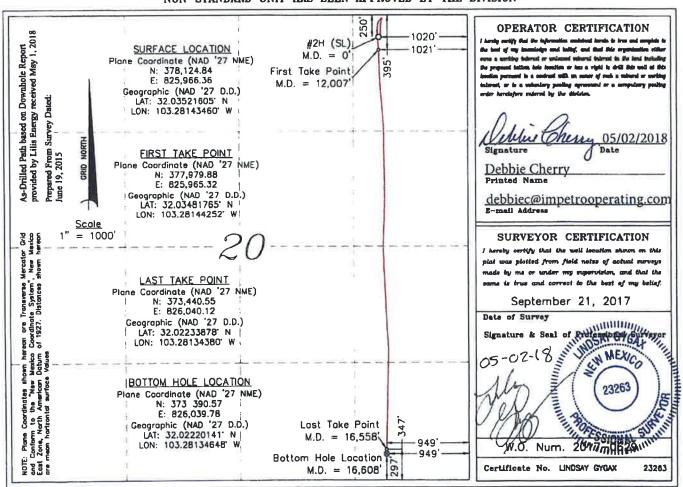
## Surface Location

UL or lot No.	Section	Township	Range	Lot Idn	Feet from the	North/South line	Feet from the	East/West line	County
Α	20	26 S	36 E		250	NORTH	1020	EAST	LEA

#### Bottom Hole Location If Different From Surface

UL or lot No.		Township	Range	Lot Idn	Feet from the	North/South line	Feet from the	East/West line	County
Р	20	26 S	36 E		297	SOUTH	949	EAST	LEA
Dedicated Acres	Joint or	infill Co	nsolidation (	Code Or	đer No.				

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



District I
1625 N. French Dr., Hobbs, NM 88240
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State of New Mexico
Energy, Minerals & Natural Resources
Department
OIL CONSERVATION DIVISION
1220 South St. Francis II

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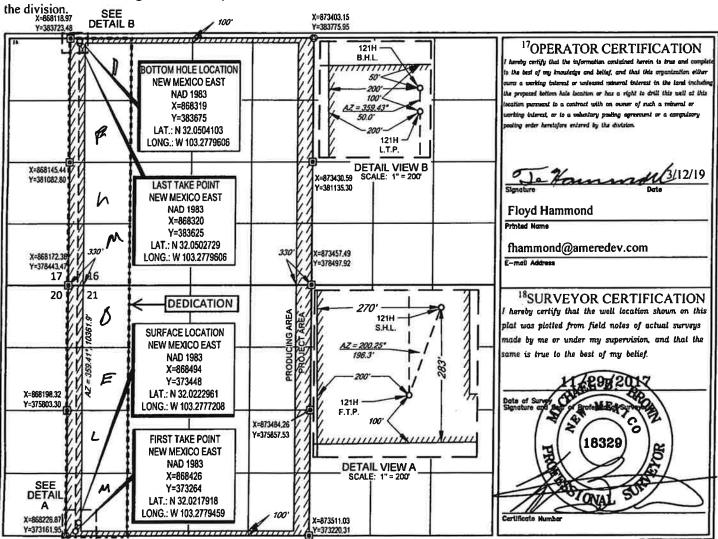
WELL LOCATION AND ACREAGE DEDICATION PLAT

30-025- 44897	<sup>1</sup> Pool Code 33813 98274	Jal: Wolfcamp, West WC or	5 G-09 5267619C
Property Code 326400	CAMELLIA FED	y Name	<sup>6</sup> Well Number 121H
OGRID No. 372224	AMEREDEV OP		Selevation 2924'

<sup>10</sup>Surface Location

UL or lot no.	Section	Township	Range	Lot Idn	Feet from the	North/South line	Feet from the	East/West line	County
M	21	26-S	36-E	-	283'	SOUTH	270'	WEST	LEA

UL or lot no.	Section 16	Towaship 26-S	36-E	Let Ida	Feet from the 50'	North/South line NORTH	Feet from the 200'	Enst/West line WEST	County LEA
<sup>12</sup> Dedicated Acres 320	<sup>13</sup> Joint or 1	កពីវា "*	Consolidation Co	le <sup>15</sup> Orde	r No.				



District I
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State of New Mexico
Energy, Minerals & Natural Resources
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OIL CONSERVATION DIVISION
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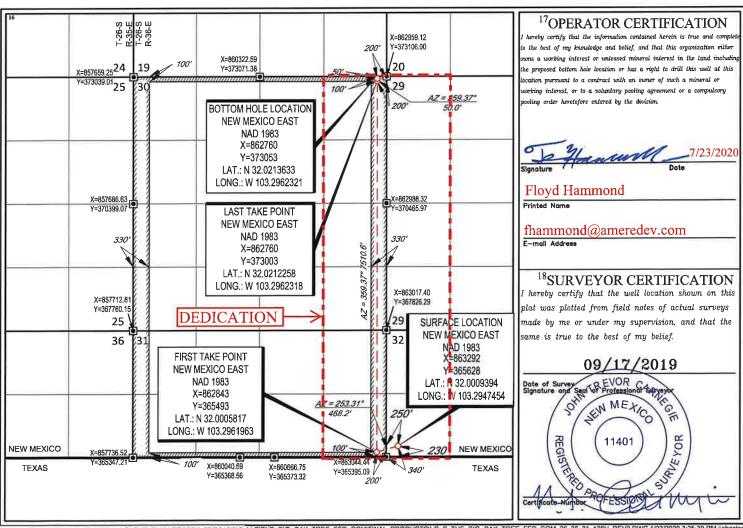
WELL LOCATION AND ACREAGE DEDICATION PLAT

			<u> </u>			
<sup>I</sup> API Numbe	er	<sup>2</sup> Pool Code	<sup>3</sup> Pool Name			
30-025-49256		98234	34 WC-025 G-09 S263619C; V			
<sup>4</sup> Property Code		<sup>5</sup> P1	roperty Name <sup>6</sup> Well Numbe			
331309		S BIG OAK T	REE FED COM 26 36 31	128H		
OGRID No.		8O <sub>l</sub>	perator Name	<sup>9</sup> Elevation		
372224		AMEREDEV	OPERATING, LLC.	2904'		

<sup>10</sup>Surface Location UL or lot no. Township Range Lot Idn Feet from the North/South line Feet from the East/West line County Section 250 WEST **LEA** 32 26-S 36-E 230 SOUTH 4 <sup>11</sup>Bottom Hole Location If Different From Surface

UL or lot no.	Section 30	Township 26-S	36-E	Lot Idn	Feet from the $50$	North/South line NORTH	Feet from the 200'	East/West line EAST	LEA
<sup>12</sup> Dedicated Acres	<sup>13</sup> Joint or 1	nfill 14C	onsolidation Co	de <sup>15</sup> Ord	er No.				
467.17			C						

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.



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Phone: (505) 476-3460 Fax: (505) 476-3462

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

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

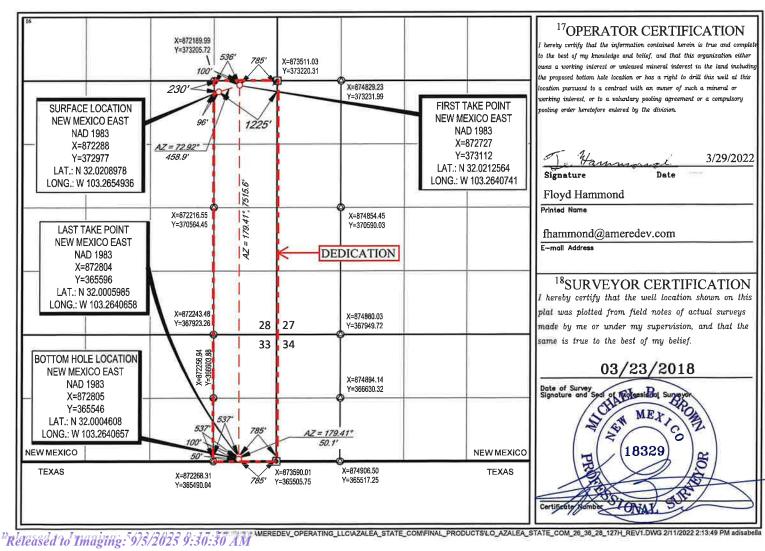
AMENDED REPORT

WELL LOCATION AND ACREAGE DEDICATION PLAT

<sup>1</sup> API Numbe	er	<sup>2</sup> Pool Code	<sup>2</sup> Pool Code <sup>3</sup> Pool Name					
30-025-499	933	98234	WC-025 G-09 S263619C; WOLFCAMP					
*Property Code		5Pr	operty Name	<sup>6</sup> Well Number				
331807		AZALEA 26	36 28 STATE COM	127H				
7OGRID №.		*O <sub>I</sub>	perator Name	<sup>9</sup> Elevation				
372224		<b>AMEREDEV</b>	OPERATING, LLC.	2912'				
		10-	C T 4:					

<sup>10</sup>Surface Location

UL or lot no.	Section	Township	Range	Lot Idn	Feet from the	North/South line	Feet from the	East/West line	County
A	28	26-S	36-E	-	230'	NORTH	1225'	EAST	LEA
			11]	Bottom Ho	le Location If D	Different From Su	rface		
UL or lot no.	Section	Township	Range	Lot Idn	Feet from the	North/South line	Feet from the	East/West line	County
1	33	26-S	36-E	#	50'	SOUTH	785'	EAST	LEA
12 Dedicated Acres	<sup>13</sup> Joint or l	infill I4Co	nsolidation Cod	le <sup>15</sup> Ord	er No.				
233.71		1	C						



District 1
1625 N. French Dr., Hobbs, NM 88240
Phone: (575) 393-6161 Fax: (575) 393-0720
District II
811 S. First St., Artesin, NM 88210
Phone: (575) 748-1283 Fax: (575) 748-9720
District III
1000 Rio Brazos Road, Aztec, NM 87410
Phone: (505) 334-6178 Fax: (505) 334-6170
District IIV
1220 S. St. Francis Dr., Samta Fe, NM 87505
Phone: (505) 476-3460 Fax: (505) 476-3462

State of New Mexico HOBBS OCD

Energy, Minerals & Natural Resources

Department
OIL CONSERVATION DIVISION

SEP 2 5 2019

FORM C-102

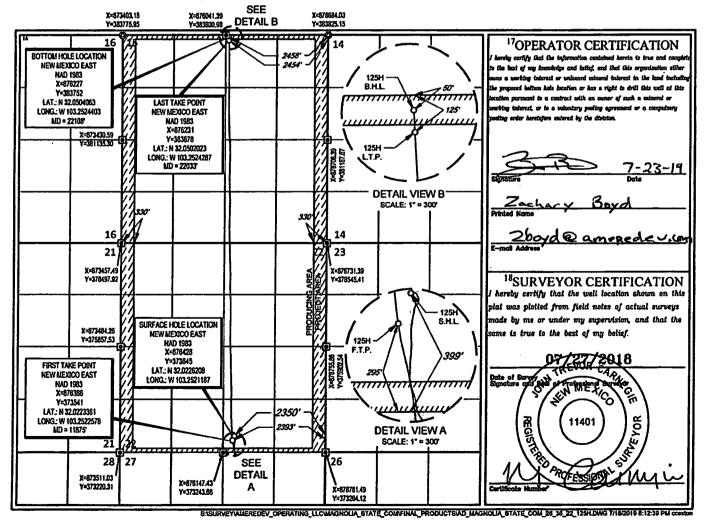
Revised August 1, 2011

Submit one copy to appropriate
District Office

1220 South St. Francis Dr. Santa Fe, NM 87505

RECEIVED \_\_\_ AMENDED REPORT

<del></del>	API Numbe			Pool Code	I AND ACK	EAGE DEDIC	Pool Nan		<del></del>		
30-	025-4481	-	į	98234		WC-025 G-09 S263619C; WOLFCAMP					
*Property Code ** Property Name									Vell Number		
32064	45		1	MAGNOL	ia state (	COM 26 36	22		125H		
'ogrid 37222				AMERE	Operator No EDEV OPER	ATING, LLC.			Elevation 2908'		
					<sup>10</sup> Surface Lo	cation					
UL or lot no.	Section	Township	Range	Lot Mn	Feet from the	North/South line	Feet from the	East/West line	Count		
0	22	26-S	36-E	-	399'	SOUTH	2350'	EAST	LEA		
			11 <sub>B</sub>	ottom Hole	Location If Di	ifferent From Sur	face				
JL or lot no.	Section	Township	Range	Lot Idn	Feet from the	North/South line	Feet from the	East/West line	Count		
В	15	26-S	36-E	-	50'	NORTH	2458'	EAST	LEA		
Dedicated Acres	<sup>13</sup> Joint or 1	iniii <sup>14</sup> Co	nsolidation Cod	e <sup>15</sup> Order	No.						
320 64	d	İ	С	ĺ							



District I 1625 N. French Dr., Hobbs, NM 88240 Phone: (575) 393-6161 Fax: (575) 393-0720 District II 811 S. First St., Artesia, NM 88210 Phone: (575) 748-1283 Fax: (575) 748-9720 District III 1000 Rio Brazos Road, Aztec, NM 87410 Phone: (505) 334-6178 Fax: (505) 334-6170 District IV 1220 S. St. Francis Dr., Santa Fe, NM 87505 Phone: (505) 476-3460 Fax: (505) 476-3462 State of New Mexico
Energy, Minerals & Natural Resources
Department
OIL CONSERVATION DIVISION
1220 South St. Francis Dr.
Santa Fe, NM 87505

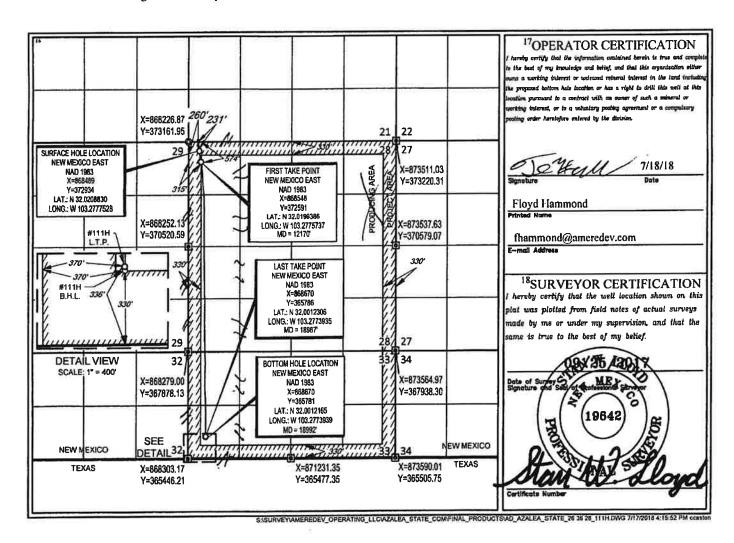
FORM C-102
P018 Revised August 1, 2011
Submit one copy to appropriate
District Office

AMENDED REPORT

WELL LOCATION AND ACREAGE DEDICATION PLAT

	API Numbe	r		<sup>2</sup> Pool Code			<sup>3</sup> Pool Nam	e		
30	-025-44	104	98234 WC-025 G-09 S263619C; UPR						AMP	
Property C 31973				AZ	<sup>3</sup> Property Na ALEA 26 30	5 28 STATE			ell Number I 1 1 H	
70GRID N 372224				AMERE		Operator Name OPERATING, LLC.				
					10 Surface Lo	cation				
UL or lot no.	Section 28	Township 26-S	Range 36-E	Lot Idn	Feet from the 231'	North/South line	Feet from the 260'	East/West line WEST	LEA	

D D	20	20-3	130-F		FOI	HOWIN	200	"EDI	ша
			11 <sub>B</sub>	ottom Hole	Location If Di	fferent From Surf	ace		
UL or lat no.	Section 33	Township 26-S	36-E	Lot Idn	Feet from the	North/South line SOUTH	Feet from the 370'	Enst/West line WEST	County
<sup>2</sup> Dedicated Acres 233.75	<sup>13</sup> Joint or	Infili 114C	onsolidation Cod	e <sup>18</sup> Order	No.				



<u>District I</u> 1625 N. French Dr., Hobbs, NM 88240 Phone: (575) 393-6161 Fax: (575) 393-0720 811 S. First St., Artesia, NM 88210 Phone: (575) 748-1283 Fax: (575) 748-9720 District III 1000 Rio Brazos Road, Aztec, NM 87410 Phone: (505) 334-6178 Fax: (505) 334-6170 District IV 1220 S. St. Francis Dr., Santa Fe, NM 87505 Phone: (505) 476-3460 Fax: (505) 476-3462

Section

28

Towaship

26-S

Range

36-E

Lot Ide

UL or lot no.

D

Energy, Minerals & Natural Responses OCD OIL CONSERVATION DIVISIONAL 182018 RECEIVED 1220 South St. Francis Dr.

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

AMENDED REPORT

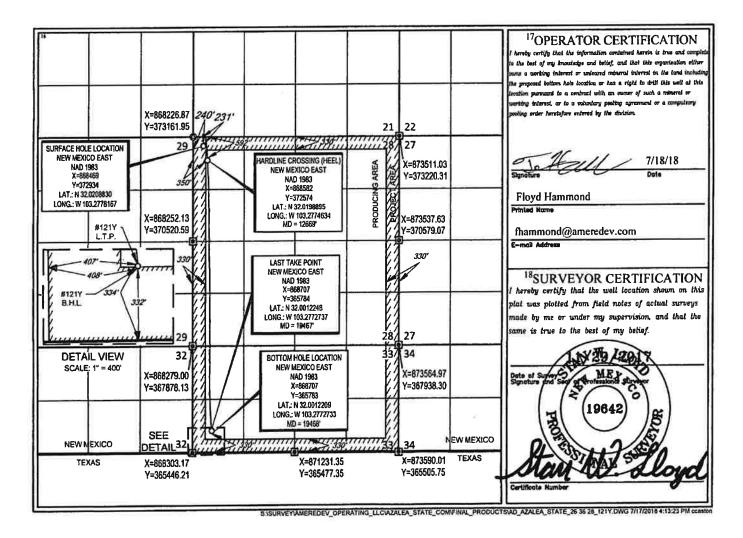
WELL LOCATION AND ACREAGE DEDICATION PLAT

Santa Fe, NM 87505

<sup>1</sup> API Number 30-025-44229	<sup>2</sup> Pgol Code 98234	<sup>3</sup> Pool Name WC-025 G-09 S263619C; WOLFC			
Property Code 319731	•	12 apperty Name			
<sup>7</sup> OGRID No. 372224		PERATING, LLC	Selevation 2921'		

10 Surface Location North/South line Feet from the East/West line County Feet from the 231' 240' WEST LEA NORTH

11 Bottom Hole Location If Different From Surface Feet from the North/South line Feet from the East/West lin Социіч UL or lot no. Township Roog 408' WEST LEA 26-S 332' SOUTH 33 36-E 46 Consolidation Code Order No. Joint or Infill Dedicated Acres 233,75



rage 2 of 21 Page 31 of 190

<u>District I</u> 1625 N. French Dr., Hobbs, NM 88240 Phone: (575) 393-6161 Fax: (575) 393-0720 811 S. First St., Artesia, NM 88210 Phone: (575) 748-1283 Fax: (575) 748-9720 1000 Rio Brazos Road, Aztec, NM 87410 Phone: (505) 334-6178 Fax: (505) 334-6170

1220 S. St. Francis Dr., Santa Fe, NM 87505

Phone: (505) 476-3460 Fax: (505) 476-3462

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

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

AMENDED REPORT

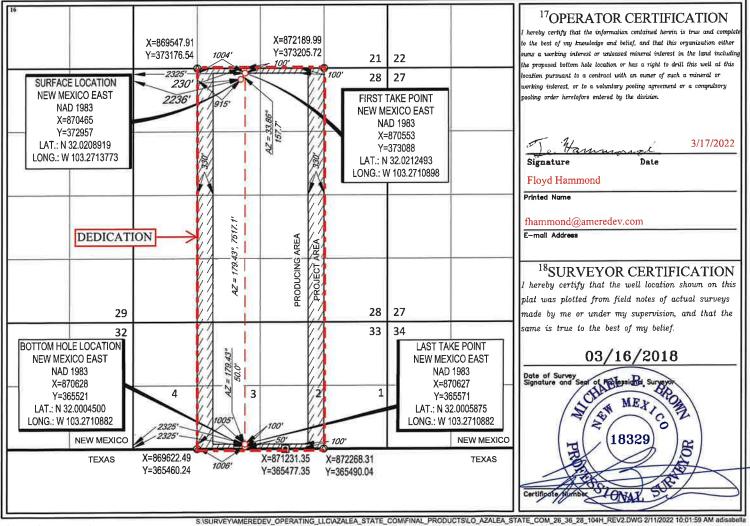
WELL LOCATION AND ACREAGE DEDICATION PLAT

<sup>1</sup> API Number 30-025-49931	<sup>2</sup> Pool Code 98234	<sup>3</sup> Pool Name WC-025 G-09 S263619C; UPR WOLFCAMP					
<sup>4</sup> Property Code 331807		<sup>5</sup> Property Name AZALEA 26 36 28 STATE COM					
<sup>7</sup> OGRID No. 372224	•	oerator Name OPERATING, LLC.	Elevation 2913'				

<sup>10</sup>Surface Location

U	L or lot no. C	Section 28	Township 26-S	Range 36-E	Lot Idn —	Feet from the 230'	North/South line NORTH	Feet from the 2236'	East/West line WEST	LEA
_										

UL or lot no.	Section 33	Township 26-S	Range 36-E	Lot Idn —	Feet from the 50'	North/South line SOUTH	Feet from the 2325'	East/West line WEST	County LEA
12 Dedicated Acres 467.46	<sup>13</sup> Joint or I	nfill <sup>14</sup> Co	nsolidation Code C	<sup>15</sup> Order	No.				



District I 1625 N, French Dr., Hobbs, NM 88240 Phone: (575) 393-6161 Fax: (575) 393-0720 District II 811 S. First St., Artesia, NM 88210 Phone: (575) 748-1283 Fax: (575) 748-9720 District III 1000 Rio Brazos Road, Aztec, NM 87410 Phone: (505) 334-6178 Fax: (505) 334-6170 District IV 1220 S. St. Francis Dr., Santa Fe, NM 87505

Phone: (505) 476-3460 Fax: (505) 476-3462

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

FORM C-102
Revised August 1, 2011
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	AMENDED	REPORT

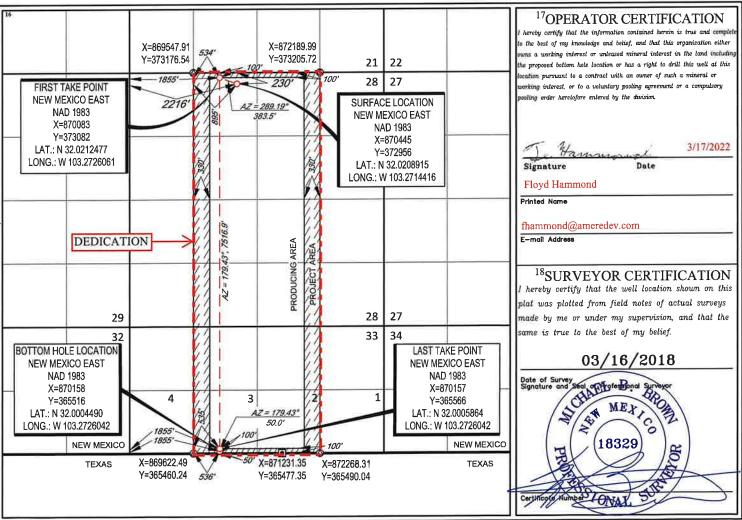
## WELL LOCATION AND ACREAGE DEDICATION PLAT

30-025-49932		<sup>2</sup> Pool Code	<sup>3</sup> Pool Name			
		98234	WC-025 G-09 S263619C;WOLFCAMP			
<sup>4</sup> Property Code		<sup>5</sup> Pr	operty Name	<sup>6</sup> Well Number		
331807		AZALEA 26 3	36 28 STATE COM	123H		
OGRID No.		<sup>8</sup> O <sub>I</sub>	perator Name	<sup>9</sup> Elevation		
372224		AMEREDEV	OPERATING, LLC.	2913'		

<sup>10</sup>Surface Location

UL or lot no.	Section	Township	Range	Lot Idn	Feet from the	North/South line	Feet from the	East/West line	County
C	28	26-S	36-E	-	230'	NORTH	2216'	WEST	LEA

UL or lot no.	Section 33	Township 26-S	Range 36-E	Lot Idn —	Feet from the 50'	North/South line SOUTH	Feet from the 1855'	East/West line WEST	County LEA
<sup>12</sup> Dedicated Acres 467.46	<sup>13</sup> Joint or I	nfill <sup>[4</sup> Co	nsolidation Code	e <sup>15</sup> Orde	er No.				



District I 1625 N. French Dr., Hobbs, NM 88240 Phone: (575) 393-6161 Fax: (575) 393-0720 District II 811 S. First St., Artesia, NM 88210 Phone: (575) 748-1283 Fax: (575) 748-9720 District III 1000 Rio Brazos Road, Aztec, NM 87410 Phone: (505) 334-6178 Fax: (505) 334-6170 District IV 1220 S. St. Francis Dr., Santa Fe, NM 87505

Phone: (505) 476-3460 Fax: (505) 476-3462

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

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

AMENDED REPORT

## WELL LOCATION AND ACREAGE DEDICATION PLAT

<sup>1</sup> API Number 30-025-49590	<sup>2</sup> Pool Code 98234	WC-025 G-09 S263619C; WOLFCAMP								
Property Code 331807		operty Name 36 28 STATE COM	*Well Number 125H							
372224		operator Name OPERATING, LLC.	Elevation 2907'							
10 Surface Location										

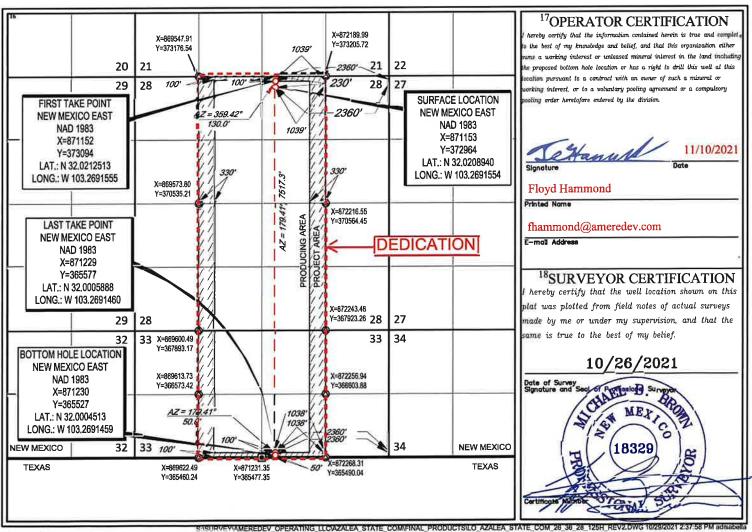
Surface Location

UL or lot no.	Section 28	Township 26-S	36-E	Lot Idn —	230'	NORTH	2360'	EAST	LEA			
11Bottom Hole Location If Different From Surface												
UL or lot no.	Section	Township	Range	Lot Idn	Feet from the	North/South line	Feet from the	East/West line	County	Г		
2	33	26-S	36-E	-	50'	SOUTH	2360'	EAST	LEA			

2 33 26-S 36-E - 50' SOUTH 2360' EAST LEA

\*\*Dedicated Acres 467.46 C | \*\*Gonsolidation Code C | \*\*Gorder No.\*\*

C



<u>C-102</u> State of New						v Mexico  l Resources Department			Page 34 of Revised July 9, 2024		
Submit Electronic						l Resources . ION DIVIS		ent			
Via OCD Permitt	ing		'	JIL CON	NSEKVAI	TON DIVIS	SION	Sui	bmittal	Initial Submittal	
									pe:	X Amended Report	
										As Drilled	
		W		CATIO	N AND AC	REAGE DE	EDICATI	ON PL	AT		
API Number 30-025-52	2108		Pool Code 98150			C-025 G-08 S	3263620C	; LWR B	ONE S		
Property Code 331807			Property Name	AZ	ALEA 26 36	28 STATE C	СОМ			Well Number	072H
OGRID No.			Operator Name							Ground Level Elev	
372224				AM	EREDEV OF	PERATING, L	LLC.				2914'
Surface Owner: X	State Fee 7	Tribal Federal				Mineral Owner: X	State Fee 7	ribal Feder	ral		
					Surface	Location					
UL or lot no.	Section	Township	Range	Lot Idn	Feet from the N/S		Latit	ude		Longitude	County
c	28	26-S	36-E	D. <del></del>	310' N	1966' W	N 32.02	206709	W 10	3.2722475	LEA
					Bottom Ho	le Location	<del>/</del>				
UL or lot no.	Section	Township	Range	Lot Idn	Feet from the N/S	Feet from the E/W	Latit	ude		Longitude	County
3	33	26-S	36-E	ii-	50' S	2310' W	N 32.00	004500	W 10	3.2711366	LEA
Dedicated Acres		ning Well Defini	ing Well API			Overlapping Spacing Unit (Y/N) Consolidated Code					
233.74	DEFINI	NG				N   Well Setbacks are under Common Ownership:   X Yes					
Order Numbers	N/A					Well Setbacks are un-	der Common Ow	vnership: X	Yes No		
					Kick Off P	oint (KOP)					
UL or lot no.	Section	Township	Range	Lot Idn	Feet from the N/S	Feet from the E/W	Latit	nude	l .	Longitude	County
С	28	26-S	36-E	/ <del>*</del>	100' N	2310' W	N 32.02	212493	W 10	3.2711381	LEA
					First Take	Point (FTP)					
UL or lot no.	Section	Township	Range	Lot Idn		Feet from the E/W	Latit	ude		Longitude	County
С	28	26-S	36-E		100' N	2310' W	N 32.02	212493	W 10	3.2711381	LEA
U					Last Take l	Point (LTP)					
UL or lot no.	Section	Township	Range	Lot Idn	Feet from the N/S					County	
3	33	26-S	36-E	V.	100' S	2310' W	N 32.00	05874	W 10	3.2711366	LEA
Unitized Area or A	rea of Uniform I	ntrest		Spacing Unity	Type	al Vertical	G	round Floor E	levation		
UNITIZED	AREA				Horizonia	TI Vettical					
OPERATO	R CERTIF	ICATION				SURVEYOR					
best of my kn	owledge and	belief; and, if	the well is a	vertical or d	complete to the tirectional well,	I hereby certify notes of actual	that the well surveys made	be the M	und pay	is plat was plotte supervision, and	ed from field that the same
in the land in well at this lo	cluding the period	proposed bollon int to a contra	n hole location ict with an oi	i or has a rig wner of a wo	nineral interest ght to drill this rking interest	is true and corn	rect to the he	My	W/X		
well at this location pursuant to a contract with an owner of a working interest or unleased mineral interest, or to a voluntary pooling agreement or a compulsory pooling order heretofore entered by the division.					17	7/	1/0	1			
If this well is a horizontal well, I further certify that this organization has received The consent of at least one lessee or owner of a working interest or					العدا	1251	18	8			
unleased mineral interest in each tract (in the target pool or formation) in which any part of the well's completed interval will be located or obtained a compulsory							10	A STORY	54	<del>\$</del>	
pooling order	from the divi	sion.					10	MONTO	SUR		
Joe Bob Je	nes		9/5/2024	l			Ü	ONA	ر ما		
Signature			Date			Signature and Seal of	of Professional S	шгvеуог	Date		
Joe Bob Jones						Certificate Number	T	Date of Survey	,		
Print Name	.1					Certificate Number			8/2023		
jjones@amere E-mail Address	cuev.com							06/0	012023		

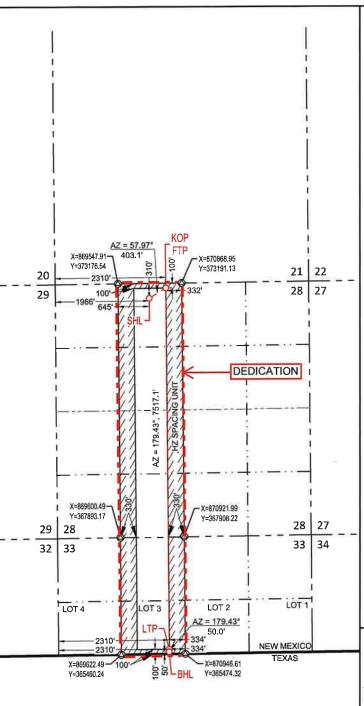
C-102 Submit Electronically Via OCD Permitting	State of New Mexico Energy, Minerals & Natural Resources Department		Revised July 9, 2024
	OIL CONSERVATION DIVISION		☐ Initial Submittal
1		Submittal Type:	X Amended Report
			As Drilled
Property Name and Well Number	AZALEA 26 36 28 STATE COM 072H		

### **SURFACE LOCATION (SHL)**

NEW MEXICO EAST NAD 1983 X=870196 Y=372874 LAT.: N 32.0206709 LONG.: W 103.2722475 1966' FWL 310' FNL

### **KICK OFF POINT (KOP) FIRST TAKE POINT (FTP)**

NEW MEXICO EAST NAD 1983 X=870538 Y=373087 LAT.: N 32.0212493 LONG.: W 103.2711381 2310' FWL 100' FNL



## LAST TAKE POINT (LTP)

NEW MEXICO EAST NAD 1983 X=870612 Y=365571 LAT.: N 32.0005874 LONG.: W 103.2711366 2310' FWL 100' FSL

## **BOTTOM HOLE LOCATION (BHL)**

**NEW MEXICO EAST** NAD 1983 X=870613 Y=365521 LAT.: N 32.0004500 LONG.: W 103.2711366 2310' FWL 50' FSL

SURVEYORS 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. 06/08/2023

Date of Survey Signature and Seal of Professional Surveyor:



Released to Imaging: 9/3/2025 9:30:30 AM

190

eceived by O	CD: 4/9/2	025 2:41:1	7 PM							Page 36 of	
C-102 Submit Electronic	cally			, Mineral		Resources			Revis	ed July 9, 2024	
Via OCD Permitting OIL CONSERVAT						ION DIVIS	SION	Initial Submittal	Initial Submittal		
								Submittal Type:	Amended Report		
									As Drilled		
		W	ELL LO	CATIO	N AND AC	REAGE DE	EDICATION	PLAT			
API Number	2440		Pool Code		Pool No		2022200.14	ID BONE	CDDING		
30-025-52 Property Code	2110		98150 Property Name		I VVC	C-025 G-08 S	203020C; LV	VR BUNE	Well Number		
331807 OGRID No.				AZ	ALEA 26 36	28 STATE C	ОМ		2000000	182H	
372224			Operator Name	AM	EREDEV OF	PERATING, L	LC.			2914'	
Surface Owner:	State Fee	Tribal Federal					State Fee Tribal	Federal			
					0.0						
UL or lot no.	Castina	Township	Panca	Lot Idn		Location Feet from the E/W	Latitude		Longitude	County	
C C	Section 28	26-S	Range 36-E	-	280' N	1966' W	N 32.0207	534 W	103.2722475	LEA	
					Bottom Ho	le Location					
UL or lot no.	Section	Township	Range	Lot Idn	Feet from the N/S	Feet from the E/W	Latitude		Longitude	County	
3	33	26-S	36-E	÷	50' S	2310' W	N 32.0004	500 W	103.2711366	LEA	
Dedicated Acres	Infill or Defi	ning Well Defini	ing Well API			Overlapping Spacing	Unit (Y/N)	Consolida	ated Code		
233.74	DEFIN	IING				N					
Order Numbers	N/A					Well Setbacks are un-	der Common Ownersh	ip: XYes 1	10		
					Kick Off P	oint (KOP)					
UL or lot no.	Section	Township	Range	Lot Idn	Feet from the N/S		Latitude		Longitude	County	
С	28	26-S	36-E	-	100' N	2310' W	N 32.02124	193   W	103.2711381	LEA	
-					First Take	Point (FTP)					
UL or lot no.	Section	Township	Range	Lot Idn	Feet from the N/S	Feet from the E/W	Latitude		Longitude	County	
С	28	26-S	36-E		100' N	2310' W	N 32.02124	193 W 1	103.2711381	LEA	
						Point (LTP)					
UL or lot no.	Section	Township	Range	Lot Idn	Feet from the N/S	Feet from the E/W	Latitude		Longitude	County	
3	33	26-S	36-E	-	100' S	2310' W	N 32.00058	374   W	103.2711366	LEA	
Unitized Area or Area UNITIZED		ntrest		Spacing Unity	Type Horizontz	al  Vertical	Ground	Floor Elevation			
ONTIZEDY	TILLY.										
OPERATO	OR CERTIF	FICATION				SURVEYOR	S CERTIFICA	TION			
OPERATOR CERTIFICATION  I hereby certify that the information contained herein is true and complete to the best of my knowledge and belief; and, if the well is a vertical or directional well, 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 a working interest or unleased mineral interest, or to a voluntary pooling agreement or a compulsory pooling order heretofore entered by the division.					I hereby certify that the well location shown on this plat was plotted from field notes of actual surveys radic to the control of the control						
If this well is a horizontal well, I further certify that this organization has received The consent of at least one lessee or owner of a working interest or unleased mineral interest in each tract (in the target pool or formation) in which any part of the well's completed interval will be located or obtained a compulsory pooling order from the division.						251 16 25124 30000 SUR					
Joe Bob	Jones		9/5/2024			Cianatus and Dayle	(Professional Sur	IAL	-		
Signature Joe Bob Jo	ones		Date			Signature and Seal o	of Professional Surveyo	or Da	ic.		
Print Name						Certificate Number	Date o	f Survey			
jjones@amer	redev.com							06/08/2023			
E-mail Address											

C-102 Submit Electronically	State of New Mexico Energy, Minerals & Natural Resources Department	Revised July 9, 2024	
Via OCD Permitting	OIL CONSERVATION DIVISION		Initial Submittal
		Submittal Type:	X Amended Report
		31	As Drilled
Property Name and Well Number	AZALEA 26 36 28 STATE COM 182H		

## SURFACE LOCATION (SHL)

**NEW MEXICO EAST** NAD 1983 X=870196 Y=372904 LAT.: N 32.0207534 LONG.: W 103.2722475 1966' FWL 280' FNL

#### **KICK OFF POINT (KOP)** FIRST TAKE POINT (FTP)

**NEW MEXICO EAST** NAD 1983 X=870538 Y=373087 LAT.: N 32.0212493 LONG.: W 103.2711381 2310' FWL 100' FNL

### **KOP** AZ = 61.75° FTP X=869547.91-388.3 X=870868.95 100 Y=373176,54 Y=373191.13 22 21 20 -2310 28 27 29 100 1966 645 DEDICATION 7517.1 AZ = 179.43\*, X=869600.49 X=870921.99 Y=367893.17 Y=367908.22 28 29 28 33 34 32 33 LOT 1 LOT 4 LOT 2 LOT 3 $AZ = 179.43^{\circ}$ 50.01 2310 **NEW MEXICO** TEXAS - X=870946.61 Y=365474.32 X=869622.49 -

Y=365460.24

#### LAST TAKE POINT (LTP)

**NEW MEXICO EAST** NAD 1983 X=870612 Y=365571 LAT.: N 32.0005874 LONG.: W 103.2711366 2310' FWL 100' FSL

#### **BOTTOM HOLE LOCATION (BHL)**

**NEW MEXICO EAST** NAD 1983 X=870613 Y=365521 LAT.: N 32.0004500 LONG.: W 103.2711366 2310' FWL 50' FSL

SURVEYORS 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. 06/08/2023

Date of Survey Signature and Seal of Professional Surveyor:



Released to Imaging: 9/3/2025 9:30:30 AM





**5** 

203631

### **NEW MEXICO STATE LAND OFFICE**

CERTIFICATE OF APPROVAL

#### COMMISSIONER OF PUBLIC LANDS, STATE OF NEW MEXICO

One Energy Partners
Prizehog BWZ State Com Well #1H
Vertical Extent: Wolfcamp
Township: 26 South, Range: 36 East, NMPM
Section 19: E2W2
Lea County, New Mexico

There having been presented to the undersigned Commissioner of Public Lands of the State on New Mexico for examination, a Communitization Agreement for the development and operation of acreage which is described within the referenced Agreement dated April 11, 2017, which has been executed, or is to be executed by parties owning and holding oil and gas leases and royalty interests in and under the property described, and upon examination of said Agreement, the Commissioner finds:

- (a) That such agreement will tend to promote the conservation of oil and gas and the better utilization of reservoir energy in said area.
- (b) That under the proposed agreement, the State of New Mexico will receive its fair share of the recoverable oil or gas in place under its lands in the area.
- (c) That each beneficiary Institution of the State of New Mexico will receive its fair and equitable share of the recoverable oil and gas under its lands within the area.
- (d) That such agreement is in other respects for the best interests of the State, with respect to state lands.

NOW, THEREFORE, by virtue of the authority conferred upon me under Sections 19-10-45, 19-10-46, 19-10-47, New Mexico Statutes Annotated, 1978 Compilation, I, the undersigned Commissioner of Public Lands of the State of New Mexico, for the purpose of more properly conserving the oil and gas resources of the State, do hereby consent to and approve the said Agreement, and any leases embracing lands of the State of New Mexico within the area shall be and the same are hereby amended to conform with the terms thereof, and shall remain in full force and effect according to the terms and conditions of said Agreement. This approval is subject to all of the provisions of the aforesaid statutes.

IN WITNESS WHEREOF, this Certificate of Approval is executed, with seal affixed, this 5th day of May, 2017.

COMVISSIONER OF PUBLIC LANDS

of the State of New Mexico

SANJES

CERTIFICATION

certify that the foregoing instrument

20363

containing page(s) is a true and exact

photocopy of the original in my custody and on

the in the State Land Office.

Date

LEA COUNTY, NM
KEITH MANES, COUNTY CLERK
000035185
Bock2209 Page 584
1 of 6
05/08/2023 11:08 AM
BY CARRIE SANDOVAL

Public Lands

Pg. 2 96

Prizehog BWZ State Com 1H

SHORT TERM
Revised Feb. 2013

COMMUNITIZATION
AGREEMENT
Online Version

SS)

SS)

ODESENTS.

KNOW ALL MEN BY THESE PRESENTS:

New Mexico StateLand Office

Oil, Gas, and Minerals Division

STATE OF NEW MEXICO

COUNTY OF LEA

THAT THIS AGREEMENT (not to be used for helium or carbon dioxide) is entered into as of April 11 2017, by and between the parties subscribing, ratifying or consenting hereto, such parties hereinafter being referred to as "Parties hereto";

WHEREAS, the Commissioner of Public Lands of the State of New Mexico is authorized by the Legislature, as set forth in Sec. 19-10-53, New Mexico Statutes, Annotated, 1978, in the interest of conservation of oil & gas and the prevention of waste to consent to and approve the development or operation of State lands under agreements made by lessees of oil & gas lesses thereon, jointly or severally with other oil & gas lessees of State Lands, or oil and gas lessees or mineral owners of privately owned or fee lands, for the purpose of pooling or communitizing such lands to form a proration unit or portion thereof, or well-spacing unit, pursuant to any order, rule or regulation of the New Mexico Oil Conservation Division of the New Mexico Energy, Minerals and Natural Resources Department where such agreement provides for the allocation of the production of oil or gas from such pools or communitized area on an acreage or other basis found by the Commissioner to be fair and equitable.

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 leases are more particularly described in the schedule attached hereto, marked Exhibit "A" and made a part hereof, for all purposes; and

WHEREAS, said leases, insofar as they cover the **Wolfcamp** formation (hereinafter referred to as "said formation") in and under the land hereinafter described cannot be independently developed and operated in conformity with the well spacing program established for such formation in and under said lands; and

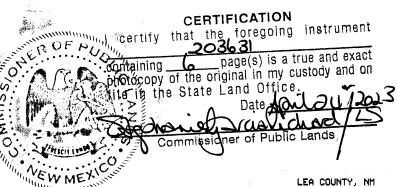
WHEREAS, the parties hereto desire to communitize and pool their respective interests in said leases subject to this agreement for the purpose of developing, operating and producing hydrocarbons in the said formation in and under the land hereinafter described subject to the terms hereof.

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 undersigned as follows:

1. The lands covered by this agreement (hereinafter referred to as the "communitized area") are described as follows: Subdivisions E/2W/2, Section 19, Township 26 South, Range 36 East, N.M.P.M., Lea County, New Mexico, containing 160 acres, more or less. It is the judgment of the parties hereto that the communitization, pooling and consolidation of the aforesaid land into a single unit for the development and production of hydrocarbons from the said formation in and under said land is necessary and advisable in order to properly develop and produce the hydrocarbons in the said formation beneath the said land in accordance with the well spacing rules of the Oil Conservation Division of the New Mexico Energy, Minerals and Natural Resources Department, and in order to promote the conservation of the hydrocarbons in and that may be produced from said formation in and under said lands, and would be in the public interest;

AND, for the purposes aforesaid, the parties hereto do hereby communitize for proration or spacing purposes only the leases described in Exhibit "A" hereto insofar as they cover hydrocarbons within and that

ONLINE version February 2013 Short-term Com.



LEA COUNTY, NM
KEITH MANES, COUNTY CLERK
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Book2209 Page 584
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BY CARRIE SANDOVAL

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Prizehog BWZ State Com 1H

may be produced from the said formation (hereinafter referred to as "Communitized Substances") beneath the abovedescribed land, into a single communitization, for the development, production, operation and conservation of the hydrocarbons in said formation beneath said lands.

Attached hereto and made a part of this agreement for all purposes, is Exhibit "A" showing the acreage, and ownership (Lessees of Record) of all leases within the communitized area.

- 2. 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 therefrom shall be allocated among the leases described in Exhibit "A" hereto in the proportion that the number of surface acres covered by each of such leases and included within the communitized area bears to the total number of acres contained in the communitized
- 3. Subject to Paragraph 4, the royalties payable on communitized substances allocated to the individual leases and the rentals provided for in said leases shall be determined and paid in the manner and on the basis prescribed in each of said leases. Except as provided for under the terms and provisions of the leases described in Exhibit "A" hereto or as herein provided to the contrary, the payment of rentals under the terms of said leases shall not be affected by this agreement; and except as herein modified and changed or heretofore amended, the oil and gas leases subject to this agreement shall remain in full force and effect as originally issued and amended.
- 4. The State of New Mexico hereafter is entitled to the right to take in kind its share for the communitized substances allocated to such tract, and Operator shall make deliveries of such royalty share taken in kind in conformity with applicable contracts, laws, and regulations.
- 5. There shall be no obligation upon the parties hereto to offset any well or wells situated on the tracts of land comprising the communitized area, nor shall the Operator be required to measure separately the communitized substances by reason of the diverse ownership of the separate tracts of land comprising the said communitized area; provided, however, that the parties hereto shall not be released from their obligation to protect the communitized area from drainage of communitized substances by wells which may be drilled within offset distance (as that term is defined) of the communitized area.
- 6. The commencement, completion, and continued operation or production of a well or wells for communitized substances on the communitized area shall be considered as the commencement, completion, continued operation or production as to each of the leases described in Exhibit "A" hereto.
- 7. The production of communitized substances and disposal thereof shall be in conformity with the allocations, allotments, and quotas made or fixed by any duly authorized person or regulatory body under applicable Federal or State laws. This agreement shall be subject to all applicable Federal and State laws, executive orders, rules and regulations affecting the performance of the provisions hereof, 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 compliance is prevented by or if such failure results from compliance with any such laws, orders, rules and regulations.
- 8. OneEnergy Partners Operating, LLC shall be the Operator of said communitized area and all matters of operation shall be determined and performed by OneEnergy Partners Operating, LLC.
- 9. This agreement shall be effective as of the date hereinabove written upon execution by the necessary parties, notwithstanding the date of execution and, upon approval by the Commissioner of Public Lands, shall remain in full force and effect until midnight, local time, May 31, 2017, and as long thereafter as either: drilling operations are conducted upon the communitized area in accordance with the State of New Mexico oil and gas leases committed hereto, or communitized substances are produced from the communitized area in paying quantities; provided, that this agreement shall not expire if there is a well capable of producing gas in paying quantities located upon some part of the communitized area, if such well is shut-in due to the inability of the operator to obtain a pipeline connection or to market the gas therefrom, and if either: (a) a shut-in royalty has been timely and properly paid pursuant to the provisions of one of the State of New Mexico oil and gas leases covering lands subject to this agreement so as to

ONLINE version February 2013

Short-term Com.

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CERTIFICATION the

certify foregoing instrument 203631

containing containing \_\_\_\_\_\_ page(s) is a true and exact photocopy of the original in my custody and on page(s) is a true and exact le in the State Land Office.

Date Appr <u>sur Cod</u>C Commiss oner of

> LEA COUNTY ITY, NM COUNTY CLERK Book 2209 Page 3 of

05/08/2023 11:08 AM CARRIE SANDOUAL

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rizehog BWZ State Com 1H

prevent the expiration of such lease; or (b) each of the State of New Mexico oil and gas leases covering lands subject to this agreement is in its primary term (if a five-year lease), or in its primary or secondary term (if a ten-year lease), or is held by production from another well. Provided further, however, that prior to production in paying quantities from the communitized area, and upon fulfillment of all requirements of the Commissioner of Public Lands with respect to any dry hole or abandoned well drilled upon the communitized area, this Agreement may be terminated at any time by mutual agreement of the parties hereto. This Agreement shall not terminate upon cessation of production of communitized substances if, within sixty (60) days thereafter, reworking or drilling operations on the communitized area are commenced and are thereafter conducted with reasonable diligence. As to lands owned by the State of New Mexico, written notice of intention to commence such operations shall be filed with the Commissioner within thirty (30) days after the cessation of such production, and a report of the status of such operations shall be made by the Operator to the Commissioner every thirty (30) days, and the cessation of such operations for more than twenty (20) consecutive days shall be considered as an abandonment of such operations as to any lease from the State of New Mexico included in this agreement.

- 10. Operator will furnish the Oil Conservation Division of the New Mexico Energy, Minerals and Natural Resources Department, and the Commissioner of Public Lands of the State of New Mexico, with any and all reports, statements, notices and well logs and records which may be required under the laws and regulations of the State of New Mexico.
- 11. It is agreed between the parties hereto that the Commissioner of Public Lands, or his duly authorized representatives, shall have the right of supervision over all operations under the communitized area to the same extent and degree as provided in the oil and gas leases described in Exhibit "A" hereto and in the applicable oil and gas regulations of the State of New Mexico.
- 12. If any order of the Oil Conservation Division of the New Mexico Energy Minerals and Natural Resources Department, upon which this agreement is predicated or based is in anyway changed or modified, then in such event said agreement is likewise modified to conform thereto.
- 13. 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 instruments, 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.
- 14. 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.

IN WITNESS WHEREOF, the parties hereto have executed this agreement as of the day and year first above written.

OPERATOR: OneEnergy Partners Operating, LLC

By: Jeffrey M. Lierly

Vice President of Land

Lessee of Record – VB-1914-0002 OneEnergy Partners Operating, LLC

By: All m -

Jeffrey M Lierly
Vice President of Land

Lessee of Record – VB-1915-0002 OneEnergy Partners Operating, LLC

By:

Jeffrey M. Lierly Vice President of Land

certify

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Short-term Com.

that the foregoing instrument

containing page(s) is a true and exact protection of the original in my custody and on

Pate Date Land Office.

Commissione of Public Lands

LEA COUNTY, NM
KEITH MANES, COUNTY CLERK
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Book2209 Page 584
4 of 6
05/08/2023 11:08 AM
BY CARRIE SANDOVAL

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Page 42 of 190 rizehog BWZ State Com 1H



Acknowledgement in an Individual Capacity

State of)	
County of)	
This instrument was acknowledged before me thisday of	20
byName(s) of Person(s)	
(Notary Seal)	Signature of Notarial Officer
My Commission Expires	2017
	APR
	consiste in Time in process
Acknowledgement in a Representative Capacity	)));
State of Texas	
County of Dallas )ss	7
This instrument was acknowledged before me thisday of April, 2017	
by Jeffery M Lierly	
as Vice President of a Delauxy	phinited Liability Company thom instrument was executed
Type of authority, e.g., officer, trustee, etc.  Name of party on behalf of w	hom instrument was executed
L LINU	Clemationa
(Seal)  AMY ARMSTRONG  Notary Public	Signature of Notarial Officer
My Commission expires  STATE OF TEXAS  My Comm. Exp. 03-13-18  Notary ID # 12974710-3	3-13-18
My Commission expires Notary ID # 129/4/10-3	•

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Short-term Com.

CERTIFICATION

OF PURCETITY that the foregoing instrument

CONTAINING page(s) is a true and exact into coopy of the original in my custody and on like a true State Land Office.

Date

Commissioner of Public Lands

LEA COUNTY, NM KEITH MANES, COUNTY CLERK 000035185 5 of 6 05/08/2023 11:08 AM BY CARRIE SANDOVAL

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Attached to and made a part of that Communitization Agreement dated April 11, 2017 by and between OneEnergy Partners Operating, LLC covering the E/2W/2 of Section 19, Township 26 South, Range 36 East, NMPM, Lea County, New Mexico.

Operator of Communitized Area:

OneEnergy Partners Operating, LLC

## **Description of Leases Committed:**

#### Tract No. 1

Lessor:

State of New Mexico acting by and through its Commissioner of Public Lands

Lessee of Record:

OneEnergy Partners Operating, LLC

Serial No. of Lease:

VB-1914-0002

Date of Lease:

September 1, 2010

Description of Lands

Committed:

E/2NW/4 of Section 19, Township 26 South, Range 36 East, NMPM, Lea County, New Mexico

No. of Acres:

80.00

### Tract No.

Lessor:

State of New Mexico acting by and through its Commissioner of Public Lands

Lessee of Record:

OneEnergy Partners Operating, LLC

Serial No. of Lease:

VB-1915-0002

Date of Lease: Description of Lands

September 1, 2010

Committed:

E/2SW/4 of Section 19, Township 26 South, Range 36 East, NMPM, Lea County, New Mexico

No. of Acres:

80.00

## RECAPITULATION

Tract No.	Number of Acres Committed	Percentage of Interest in Communitized Area	To produce the second s
No. 1	80.00	50.00%	- Allene Car
No. 2	80.00	50.00%	To the
	* * *,		***
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ONLINE version February 2013



#### RECORDER'S MEMORANDUM

At the time of recording, this instrument was found to be partially illegible.
All blackouts, creases, streaks and whiteouts were present at recording.

LEA COUNTY, NM KEITH MANES, COUNTY CLERK 000035185 6 of 05/08/2023 11:08 AM CARRIE SANDOVAL

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#### NEW MEXICO STATE LAND OFFICE

CERTIFICATE OF APPROVAL

#### COMMISSIONER OF PUBLIC LANDS, STATE OF NEW MEXICO

Impetro Operating LLC
Prizehog BWZ State Com Well #2H
Vertical Extent: Wolfcamp
Township: 26 South, Range: 36 East, NMPM
Section 19: E2E2
Lea County, New Mexico

There having been presented to the undersigned Commissioner of Public Lands of the State on New Mexico for examination, a Communitization Agreement for the development and operation of acreage which is described within the referenced Agreement dated October 16, 2017, which has been executed, or is to be executed by parties owning and holding oil and gas leases and royalty interests in and under the property described, and upon examination of said Agreement, the Commissioner finds:

- (a) That such agreement will tend to promote the conservation of oil and gas and the better utilization of reservoir energy in said area.
- (b) That under the proposed agreement, the State of New Mexico will receive its fair share of the recoverable oil or gas in place under its lands in the area.
- (c) That each beneficiary Institution of the State of New Mexico will receive its fair and equitable share of the recoverable oil and gas under its lands within the area.
- (d) That such agreement is in other respects for the best interests of the State, with respect to state lands.

NOW, THEREFORE, by virtue of the authority conferred upon me under Sections 19-10-45, 19-10-46, 19-10-47, New Mexico Statutes Annotated, 1978 Compilation, I, the undersigned Commissioner of Public Lands of the State of New Mexico, for the purpose of more properly conserving the oil and gas resources of the State, do hereby consent to and approve the said Agreement, and any leases embracing lands of the State of New Mexico within the area shall be and the same are hereby amended to conform with the terms thereof, and shall remain in full force and effect according to the terms and conditions of said Agreement. This approval is subject to all of the provisions of the aforesaid statutes.

IN WITNESS WHEREOF, this Certificate of Approval is executed, with seal affixed, this 1st day of December 2017.

1,5

MINISMONER OF PUBLIC LANDS

of the State of New Mexico

(0.)

CERTIFICATION

certify that the foregoing instrument

containing page(s) is a true and exact photocopy of the original in my custody and on

file in the State Land Office

Commissioner of Public Lands

LEA COUNTY, NM
KEITH MANES, COUNTY CLERK
000035187
Book2209 Page 586
1 of 8
05/08/2023 11:08 AM
BY CARRIE SANDOUAL

## **NM State Land Office** Oil, Gas, & Minerals Division

## STATE/STATE OR STATE/FEE Revised March 2017

## **COMMUNITIZATION AGREEMENT**

**ONLINE** Version

KNOW ALL MEN BY THESE PRESENTS:

Well Name: PRIZEHOG BWZ STATE COM #002H

STATE OF NEW MEXICO

API#: 30-025-44111

COUNTY OF LEA

THAT THIS AGREEMENT [which is NOT to be used for carbon dioxide or helium] is entered into as of October 16, 2017, by and between the parties subscribing, ratifying or consenting hereto, such parties hereinafter being referred to as "Parties hereto";

WHEREAS, the Commissioner of Public Lands of the State of New Mexico is authorized by the Legislature, as set forth in Sec. 19-10-53, New Mexico Statutes, Annotated, 1978, in the interest of conservation of oil & gas and the prevention of waste to consent to and approve the development or operation of State Trust Lands under agreements made by lessees of oil & gas leases thereon, jointly or severally with other oil & gas lessees of State Trust Lands, or oil and gas lessees or mineral owners of privately owned or fee lands, for the purpose of pooling or communitizing such lands to form a proration unit or portion thereof, or well-spacing unit, pursuant to any order, rule or regulation of the New Mexico Oil Conservation Division of the New Mexico Energy, Minerals and Natural Resources Department where such agreement provides for the allocation of the production of oil or gas from such pools or communitized areas on an acreage or other basis found by the Commissioner of Public Lands to be fair and equitable.

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 leases are more particularly described in the schedule attached hereto, marked Exhibit "A" and made a part hereof, for all purposes; and

WHEREAS, said leases, insofar as they cover the Wolfcamp formation or pool as defined by the NMOCD, as further described on Exhibit "A" (hereinafter referred to as "said formation") in and under the land hereinafter described cannot be independently developed and operated in conformity with the well spacing program established for such formation in and under said lands; and

WHEREAS, the parties hereto desire to communitize and pool their respective interests in said leases subject to this agreement for the purpose of developing, operating and producing hydrocarbons in the said formation in and under the land hereinafter described subject to the terms hereof.



State/State State/Fee

**MEM** P

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> MANES, COUNTY CLERK 00035187 LEA COUNTY H MANES, CO 08/2023

CARRIE SANDOUAL

Pg. 3. g. 8

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 undersigned as follows:

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

Subdivisions: E/2E/2 of Sect(s) 19 Twnshp 26 Rng 36 East N.M.P.M., Lea County, NM

Containing <u>160</u> acres, more or less. It is the judgment of the parties hereto that the communitization, pooling and consolidation of the aforesaid land into a single unit for the development and production of hydrocarbons from the said formation in and under said land is necessary and advisable in order to properly develop and produce the hydrocarbons in the said formation beneath the said land in accordance with the well spacing rules of the Oil Conservation Division of the New Mexico Energy, Minerals and Natural Resources Department, and in order to promote the conservation of the hydrocarbons in and that may be produced from said formation in and under said lands, and would be in the public interest;

AND, for the purposes aforesaid, the parties hereto do hereby communitize for proration or spacing purposes only the leases and/or depths described in Exhibit "A" hereto insofar as they cover hydrocarbons within and that may be produced from the said formation (hereinafter referred to as "communitized substances") beneath the above-described land, into a single communitization, for the development, production, operation and conservation of the hydrocarbons in said formation beneath said lands.

Attached hereto and made a part of this agreement for all purposes, is Exhibit A showing the acreage, depths communitized and ownership (Lessees of Record) of all leases within the communitized area.

- 2. 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 therefrom shall be allocated among the leases described in Exhibit "A" hereto in the proportion that the number of surface acres covered by each of such leases and included within the communitized area bears to the total number of acres contained in the communitized area.
- 3. Subject to Paragraph 4, the royalties payable on communitized substances allocated to the individual leases and the rentals provided for in said leases shall be determined and paid in the manner and on the basis prescribed in each of said leases. Except as provided for under the terms and provisions of the leases described in Exhibit "A" hereto or as herein provided to the contrary, the payment of rentals under the terms of said leases shall not be affected by this agreement; and except as herein modified and changed or heretofore amended, the oil and gas leases subject to this agreement shall remain in full force and effect as originally issued and amended.

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KEITH MANES, COUNTY CLERK
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3 of 8
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BY CARRIE SANDOUAL

Pg 498.

- 4. <u>Impetro Operating, LLC</u> shall be the Operator of the said communitized area and all matters of operation shall be determined and performed by <u>Impetro Operating, LLC</u>.
- 5. The State of New Mexico hereafter is entitled to the right to take in kind its share for the communitized substances allocated to such tract, and Operator shall make deliveries of such royalty share taken in kind in conformity with applicable contracts, laws, and regulations.
- 6. There shall be no obligation upon the parties hereto to offset any well or wells situated on the tracts of land comprising the communitized area, nor shall the Operator be required to measure separately the communitized substances by reason of the diverse ownership of the separate tracts of land comprising the said communitized area; provided, however, that the parties hereto shall not be released from their obligation to protect the communitized area from drainage of communitized substances by wells which may be drilled within offset distance (as that term is defined) of the communitized area.
- 7. The commencement, completion, and continued operation or production of a well or wells of communitized substances on the communitized area shall be considered as the commencement, completion, continued operation or production as to each of the leases described in Exhibit "A" hereto.
- 8. The production of communitized substances and disposal thereof shall be in conformity with the allocations, allotments, and quotas made or fixed by any duly authorized person or regulatory body under applicable Federal or State laws. This agreement shall be subject to all applicable Federal and State laws, executive orders, rules and regulations affecting the performance of the provisions hereof, 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 compliance is prevented by or if such failure results from compliance with any such laws, orders, rules and regulations.
- 9. This agreement shall be effective as of the date hereinabove written upon execution by the necessary parties, notwithstanding the date of execution, and upon approval by the Commissioner of Public Lands, shall remain in full force and effect for a period of one year from the date hereof and as long thereafter as communitized substances are produced from the communitized area in paying quantities; provided, that this agreement shall not expire if there is a well capable of producing gas in paying quantities located upon some part of the communitized area, if such a well is shut-in due to the inability of the Operator to obtain a pipeline connection or to market the gas therefrom, and if either: (a) a shut-in royalty has been timely and properly paid pursuant to the provisions of one of the State of New Mexico oil and gas leases covering lands subject to this agreement so as to prevent the expiration of such lease; or (b) each of the State of New Mexico oil and gas leases covering lands subject to this agreement is in its primary term (if a five-year lease), or in its primary or secondary term (if a ten-year lease), or is held by production from another well. Provided further, however, that prior to production in paying quantities from the communitized area, and upon fulfillment of all requirements of the Commissioner of Public Lands with respect to any dry hole or abandoned well drilled upon the communitized area, this agreement may be

ONLINE Version March, 2017 State/State
State/Fee

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certify that the foregoing instrument

containing page(s) is a true and exact photocopy of the original in my custody and on

file in the State Land Office.

Date

Commissioner

LEA COUNTY, NM
KEITH MANES, COUNTY CLERK
000035187
Book2209 Page 586
4 of 8
05/08/2023 11:08 AM
BY CARRIE SANDOUAL

terminated at any time by mutual agreement of the parties hereto. This agreement shall not terminate upon cessation of production of communitized substances if, within sixty (60) days thereafter, reworking or drilling operations on the communitized area are commenced and are thereafter conducted with reasonable diligence. As to State Trust Lands, written notice of intention to commence such operations shall be filed with the Commissioner of Public Lands within thirty (30) days after the cessation of such production, and a report of the status of such operations shall be made by the Operator to the Commissioner every thirty (30) days, and the cessation of such operations for more than twenty (20) consecutive days shall be considered as an abandonment of such operations as to any lease from the State of New Mexico included in this agreement.

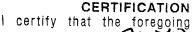
- Operator will furnish the Oil Conservation Division of the New Mexico Energy, Minerals and Natural Resources Department, and the Commissioner of Public Lands of the State of New Mexico, with any and all reports, statements, notices and well logs and records which may be required under the laws and regulations of the State of New Mexico.
- 11. It is agreed between the parties hereto that the Commissioner of Public Lands, or his duly authorized representatives, shall have the right of supervision over all operations under the communitized area to the same extent and degree as provided in the oil and gas leases described in Exhibit "A" hereto and in the applicable oil and gas regulations of the State of New Mexico.
- 12. If any order of the Oil Conservation Division of the New Mexico Energy Minerals and Natural Resources Department, upon which this agreement is predicated or based is in anyway changed or modified, then in such event said agreement is likewise modified to conform thereto.
- 13. 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 instruments, 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.
- 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.

IN WITNESS WHEREOF, the parties hereto have executed this agreement as of the day and year first above written.



State/State State/Fee

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> such Commissione of Public Lands

Date A

LEA COUNTY, NM H MANES, COUNTY CLERK 00035187

instrument

11:08 AM CARRIE SANDOUAL

## OPERATOR: IMPETRO OPERATING, LLC

BY: SETHBLACKWELL-EVD- Land Name and Title of Authorized Agent gnature of Authorized Agent

## Acknowledgment in an Individual Capacity

State of)		
SS) County of)		
This instrument was acknowledged before r	me on Date	
Ву		
Name(s) of Person(s)		
(Seal)	Signature of Notarial Office	 er
	My commission expires:	
State of <u>Texas</u> ) SS) County of <u>Harro</u> )	n an Representative Capacity	
This instrument was acknowledged before r	me on	
By Seth Blachwell - EVP Lend  Name(s) of Person(s)		
(Sea NEAL RUDDEROW Notary Public, State of Texas Comm. Expires 04-10-2021 Notary ID 131081826	Signature of Notarial Office  My commission expires: 4/10/21	 r
SNLINE Version State	e/State	

March, 2017

State/Fee

5



CERTIFICATION

I certify that the foregoing instrument

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containing page(s) is a true and exact photocopy of the original in my custody and on file in the State Land Office.

Date

LEA COUNTY, NM KEITH MANES, COUNTY CLERK 000035187 BOOKEEV-6 of 8 05/08/2023 11:08 AM BY CARRIE SANDOVAL

## LEASE #: VB-1914-0002 & VB-1915-0002

LESSEE OF RECORD: OneEnergy Partners Operating, LLC

BY: Jeffrey M. Lierly, VICEPRESIDENT OF LAND

## Acknowledgment in an Individual Capacity

•		
State of )		
County of)		
This instrument was acknowledged before me on		Date
Ву		-
Name(s) of Person(s)		
(Seal)		Signature of Notarial Officer
	My commission expires:	
Acknowledgment in an R	depresentative Capacity	

State of Texas	)	
County of Dallas	SS) )	
This instrument was acknowledge	owledged before me on	- 25, 7017 Date
By Jeffrey M. Lie	rly , Vice President of Lun	d of Dre Energy Partners Operating, LLC.
Name(s) of Person(s)		
(Seal Seal	KRISTINE E. WALSH Notary Public, State of Texas	Signature of Notarial Officer
T Control of the cont	Comm. Expires 11-13-2019 Notary ID 130439916 M comm	nission expires: 11-13-2019
<b>Ö</b> SNLI <b>R</b> E; versien	State/State	6

March 2017

State/Fee



CERTIFICATION certify that the foregoing photocopy of the original in my custody and on file in the State Land Office.

Date:

LEA COUNTY, NM KEITH MANES, COUNTY CLERK 000035187 Book2209 Page 586 Book2207 rage 557 7 of 8 05/08/2023 11:08 AM BY CARRIE SANDOVAL

#### **EXHIBIT A**

Attached to and made a part of that Communitization Agreement dated October 16, 2017 by and between Impetro Operating, LLC, covering E/2E/2 of Sect(s) 19 Twnshp 26 Rng 36 East N.M.P.M., Lea County, NM.

OPERATOR of Communitized Area: IMPETRO OPERATING, LLC

### **DESCRIPTION OF LEASES COMMITTED:**

## TRACT NO. 1

Lessor: State of New Mexico acting by and through its Commissioner of Public Lands

Lessee of Record: OneEnergy Partners Operating LLC

Serial No. of Lease: VB-1914-002 Date of Lease: September 1, 2010

Description of Lands Committed: E/2NE/4 of Section 19, Township 26 South, Range 36 East,

N.M.P.M., Lea County, NM

No. of Acres: 80.00

#### TRACT NO. 2

Lessor: State of New Mexico acting by and through its Commissioner of Public Lands

Lessee of Record: OneEnergy Partners Operating LLC

Serial No. of Lease: VB-1915-0002 Date of Lease: September 1, 2010

Description of Lands Committed: E/2SE/4 of Section 19, Township 26 South, Range 36 East,

N.M.P.M., Lea County, NM

No. of Acres: 80.00

### RECAPITULATION

Tract number	Number of Acres Committed	Percentage of Interest in Communitized Area
No. 1	80.00	50.00%
No. 2	80.00	50.00%
TOTAL	160.00	100.00%

UNLINE version

March, 2017

State/State

State/Fee

7



CERTIFICATION

I certify that the foregoing instrument

containing page(s) is a true and exact photocopy of the original in my custody and on file in the State Land Office.

Date Date

Commissioner of Public Lands

RECORDER'S MEMORANDUM

At the time of recording, this instrument was found to be partially illegible.
All blackouts, creases, streaks and whiteouts were present at recording.

LEA COUNTY, NM
KEITH MANES, COUNTY CLERK
000035187
Book 2209 Page 586
8 of 8
05/08/2023 11:08 AM
BY CARRIE SANDOVAL

Page 52 of 190

203613

### NEW MEXICO STATE LAND OFFICE

CERTIFICATE OF APPROVAL

## COMMISSIONER OF PUBLIC LANDS, STATE OF NEW MEXICO

One Energy Partners
Wildhog BWX State Com Well #1H
Vertical Extent: Wolfcamp
Township: 26 South, Range: 36 East, NMPM
Section 20: E2W2
Lea County, New Mexico

There having been presented to the undersigned Commissioner of Public Lands of the State on New Mexico for examination, a Communitization Agreement for the development and operation of acreage which is described within the referenced Agreement dated April 11, 2017, which has been executed, or is to be executed by parties owning and holding oil and gas leases and royalty interests in and under the property described, and upon examination of said Agreement, the Commissioner finds:

- (a) That such agreement will tend to promote the conservation of oil and gas and the better utilization of reservoir energy in said area.
- (b) That under the proposed agreement, the State of New Mexico will receive its fair share of the recoverable oil or gas in place under its lands in the area.
- (c) That each beneficiary Institution of the State of New Mexico will receive its fair and equitable share of the recoverable oil and gas under its lands within the area.
- (d) That such agreement is in other respects for the best interests of the State, with respect to state lands.

NOW, THEREFORE, by virtue of the authority conferred upon me under Sections 19-10-45, 19-10-46, 19-10-47, New Mexico Statutes Annotated, 1978 Compilation, I, the undersigned Commissioner of Public Lands of the State of New Mexico, for the purpose of more properly conserving the oil and gas resources of the State, do hereby consent to and approve the said Agreement, and any leases embracing lands of the State of New Mexico within the area shall be and the same are hereby amended to conform with the terms thereof, and shall remain in full force and effect according to the terms and conditions of said Agreement. This approval is subject to all of the provisions of the aforesaid statutes.

IN WITNESS WHEREOF, this Certificate of Approval is executed, with seal affixed, this 5th day of May, 2017.

COMMISSIONER OF PUBLIC LANDS

of the State of New Mexico

certify

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CERTIFICATION
hat the foregoing instrument

containing page(s) is a true and exact photocopy of the original in my custody and on

file in the State Land Office.

Commissioner of Public Lands

LEA COUNTY, NM
KEITH MANES, COUNTY CLERK
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Book2209 Page 587
1 of 6
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BY CARRIE SANDOVAL

Wildhog BWX State Com 1H

New Mexico StateLand Office Oil, Gas, and Minerals Division

2017 APR 14 AM 11: 48

**SHORT TERM** 

Revised Feb. 2013

**COMMUNITIZATION AGREEMENT** 

Online Version

STATE OF NEW MEXICO

ss)

COUNTY OF LEA

KNOW ALL MEN BY THESE PRESENTS:

THAT THIS AGREEMENT (not to be used for helium or carbon dioxide) is entered into as of April 11 2017, by and between the parties subscribing, ratifying or consenting hereto, such parties hereinafter being referred to as "Parties hereto";

WHEREAS, the Commissioner of Public Lands of the State of New Mexico is authorized by the Legislature, as set forth in Sec. 19-10-53, New Mexico Statutes, Annotated, 1978, in the interest of conservation of oil & gas and the prevention of waste to consent to and approve the development or operation of State lands under agreements made by lessees of oil & gas leases thereon, jointly or severally with other oil & gas lessees of State Lands, or oil and gas lessees or mineral owners of privately owned or fee lands, for the purpose of pooling or communitizing such lands to form a proration unit or portion thereof, or well-spacing unit, pursuant to any order, rule or regulation of the New Mexico Oil Conservation Division of the New Mexico Energy, Minerals and Natural Resources Department where such agreement provides for the allocation of the production of oil or gas from such pools or communitized area on an acreage or other basis found by the Commissioner to be fair and equitable.

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 leases are more particularly described in the schedule attached hereto, marked Exhibit "A" and made a part hereof, for all purposes; and

WHEREAS, said leases, insofar as they cover the Wolfcamp formation (hereinafter referred to as "said formation") in and under the land hereinafter described cannot be independently developed and operated in conformity with the well spacing program established for such formation in and under said lands; and

WHEREAS, the parties hereto desire to communitize and pool their respective interests in said leases subject to this agreement for the purpose of developing, operating and producing hydrocarbons in the said formation in and under the land hereinafter described subject to the terms hereof.

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 undersigned as follows:

1. The lands covered by this agreement (hereinafter referred to as the "communitized area") are described as follows: Subdivisions E/2W/2, Section 20, Township 26 South, Range 36 East, N.M.P.M., Lea County, New Mexico, containing 160 acres, more or less. It is the judgment of the parties hereto that the communitization, pooling and consolidation of the aforesaid land into a single unit for the development and production of hydrocarbons from the said formation in and under said land is necessary and advisable in order to properly develop and produce the hydrocarbons in the said formation beneath the said land in accordance with the well spacing rules of the Oil Conservation Division of the New Mexico Energy, Minerals and Natural Resources Department, and in order to promote the conservation of the hydrocarbons in and that may be produced from said formation in and under said lands, and would be in the public interest;

AND, for the purposes aforesaid, the parties hereto do hereby communitize for proration or spacing purposes only the leases described in Exhibit "A" hereto insofar as they cover hydrocarbons within and that

ONLINE version February 2013

Short-term Com.

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CERTIFICATION I certify that

the foregoing instrument containing photocopy of the original in my custody and on page(s) is a true and exact

file in the State Land Office.

Date Commission of Public Lands

> LEA COUNTY, NM KEITH MANES, COUNTY CLERK 000035188 Book 2209 Page 587 2 of 6 05/08/2023 11:08 AM CARRIE SANDOVAL

Wildhog BWX State Com 1H

may be produced from the said formation (hereinafter referred to as "Communitized Substances") beneath the abovedescribed land, into a single communitization, for the development, production, operation and conservation of the hydrocarbons in said formation beneath said lands.

Attached hereto and made a part of this agreement for all purposes, is Exhibit "A" showing the acreage, and ownership (Lessees of Record) of all leases within the communitized area.

- 2. 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 therefrom shall be allocated among the leases described in Exhibit "A" hereto in the proportion that the number of surface acres covered by each of such leases and included within the communitized area bears to the total number of acres contained in the communitized
- 3. Subject to Paragraph 4, the royalties payable on communitized substances allocated to the individual leases and the rentals provided for in said leases shall be determined and paid in the manner and on the basis prescribed in each of said leases. Except as provided for under the terms and provisions of the leases described in Exhibit "A" hereto or as herein provided to the contrary, the payment of rentals under the terms of said leases shall not be affected by this agreement; and except as herein modified and changed or heretofore amended, the oil and gas leases subject to this agreement shall remain in full force and effect as originally issued and amended.
- 4. The State of New Mexico hereafter is entitled to the right to take in kind its share for the communitized substances allocated to such tract, and Operator shall make deliveries of such royalty share taken in kind in conformity with applicable contracts, laws, and regulations.
- 5. There shall be no obligation upon the parties hereto to offset any well or wells situated on the tracts of land comprising the communitized area, nor shall the Operator be required to measure separately the communitized substances by reason of the diverse ownership of the separate tracts of land comprising the said communitized area; provided, however, that the parties hereto shall not be released from their obligation to protect the communitized area from drainage of communitized substances by wells which may be drilled within offset distance (as that term is defined) of the communitized area.
- 6. The commencement, completion, and continued operation or production of a well or wells for communitized substances on the communitized area shall be considered as the commencement, completion, continued operation or production as to each of the leases described in Exhibit "A" hereto.
- 7. The production of communitized substances and disposal thereof shall be in conformity with the allocations, allotments, and quotas made or fixed by any duly authorized person or regulatory body under applicable Federal or State laws. This agreement shall be subject to all applicable Federal and State laws, executive orders, rules and regulations affecting the performance of the provisions hereof, 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 compliance is prevented by or if such failure results from compliance with any such laws, orders, rules and regulations.
- 8. OneEnergy Partners Operating, LLC shall be the Operator of said communitized area and all matters of operation shall be determined and performed by OneEnergy Partners Operating, LLC.
- 9. This agreement shall be effective as of the date hereinabove written upon execution by the necessary parties, notwithstanding the date of execution and, upon approval by the Commissioner of Public Lands, shall remain in full force and effect until midnight, local time, May 31, 2017, and as long thereafter as either: drilling operations are conducted upon the communitized area in accordance with the State of New Mexico oil and gas leases committed hereto, or communitized substances are produced from the communitized area in paying quantities; provided, that this agreement shall not expire if there is a well capable of producing gas in paying quantities located upon some part of the communitized area, if such well is shut-in due to the inability of the operator to obtain a pipeline connection or to market the gas therefrom, and if either: (a) a shut-in royalty has been timely and properly paid pursuant to the provisions of one of the State of New Mexico oil and gas leases covering lands subject to this agreement so as to

ONLINE version February 2013

Short-term Com



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CERTIFICATION I certify that the foregoing instrument

containing page(s) is a true and exact 0 photocopy of the original in my custody and on

Commissioner of Public Lands

LEA COUNTY, NM KEITH MANES, COUNTY CLERK 000035188 3 of 6 05/08/2023 11:08 AM CARRIE SANDOVAL

Vildhog BWX State Com 1H

prevent the expiration of such lease; or (b) each of the State of New Mexico oil and gas leases covering lands subject to this agreement is in its primary term (if a five-year lease), or in its primary or secondary term (if a tenyear lease), or is held by production from another well. Provided further, however, that prior to production in paying quantities from the communitized area, and upon fulfillment of all requirements of the Commissioner of Public Lands with respect to any dry hole or abandoned well drilled upon the communitized area, this Agreement may be terminated at any time by mutual agreement of the parties hereto. This Agreement shall not terminate upon cessation of production of communitized substances if, within sixty (60) days thereafter, reworking or drilling operations on the communitized area are commenced and are thereafter conducted with reasonable diligence. As to lands owned by the State of New Mexico, written notice of intention to commence such operations shall be filed with the Commissioner within thirty (30) days after the cessation of such production, and a report of the status of such operations shall be made by the Operator to the Commissioner every thirty (30) days, and the cessation of such operations for more than twenty (20) consecutive days shall be considered as an abandonment of such operations as to any lease from the State of New Mexico included in this agreement.

- 10. Operator will furnish the Oil Conservation Division of the New Mexico Energy, Minerals and Natural Resources Department, and the Commissioner of Public Lands of the State of New Mexico, with any and all reports, statements, notices and well logs and records which may be required under the laws and regulations of the State of New Mexico.
- 11. It is agreed between the parties hereto that the Commissioner of Public Lands, or his duly authorized representatives, shall have the right of supervision over all operations under the communitized area to the same extent and degree as provided in the oil and gas leases described in Exhibit "A" hereto and in the applicable oil and gas regulations of the State of New Mexico.
- 12. If any order of the Oil Conservation Division of the New Mexico Energy Minerals and Natural Resources Department, upon which this agreement is predicated or based is in anyway changed or modified, then in such event said agreement is likewise modified to conform thereto.
- 13. 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 instruments, 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.
- 14. 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.

IN WITNESS WHEREOF, the parties hereto have executed this agreement as of the day and year first above written.

OPERATOR: OneEnergy Partners Operating, LLC

By:

M. Lierly Vice President of Land

Lessee of Record - VB-1916-0002

**OneEnergy Partners Operating, LLC** 

By:

M. Lierly

Vice President of Land

Lessee of Record - VB-1917-0002 **OneEnergy Partners Operating, LLC** 

By:

Jeffrey M. Lierly

Vice President of Land

ONLINE version February 2013

Short-term Com.

CERTIFICATION

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> > COUNTY CLERK 000035188 05/08/2023 11:08 AM CARRIE SANDOVAL

Vildhog BWX State Com 1H

## Acknowledgement in an Individual Capacity

State of)			
)ss County of)			
•			
This instrument was acknowledged before me this	day of	20	
by			
Name(s) of Person(s)			
(Notary Seal)		Signature of Notarial Officer	<del>.</del>
My Commission Expires			
My Commission Expires			
Acknowledgement in a R	depresentative Capacity	i	
State of Texas			
State of 16x05 )ss			
County of Dallas	•		
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rvaine(s) of EEson(s)	Onknight later	الناما الأسانيان	Chim MA
as Vice President	_ofaDeluur	e Linuted Woudinty	Compar
Type of authority; e.g., officer, trustee, etc.	Name of party on behal	If of whom instrument was executed	
	man (M)	1 Comstang	
(Seal) AMY ARMSTR Notary Publ	IONG 8	Signature of Notarial Officer	•
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CERTIFICATION

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Date

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LEA COUNTY, NM
KEITH MANES, COUNTY CLERK
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Book2209 Page 507
5 of 6
05/00/2023 11:00 AM
BY CARRIE SANDOUAL

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## **EXHIBIT** "A"

Attached to and made a part of that Communitization Agreement dated April 11, 2017 by and between OneEnergy Partners Operating, LLC covering the E/2W/2 of Section 20, Township 26 South, Range 36 East, NMPM, Lea County, New Mexico.

Operator of Communitized Area:

OneEnergy Partners Operating, LLC

## **Description of Leases Committed:**

## Tract No. 1

Lessor:

State of New Mexico acting by and through its Commissioner of Public Lands

Lessee of Record:

OneEnergy Partners Operating, LLC

Serial No. of Lease: Date of Lease:

VB-1916-0002 September 1, 2010

Description of Lands

Committed:

E/2NW/4 of Section 20, Township 26 South, Range 36 East, NMPM, Lea County, New Mexico

No. of Acres:

#### Tract No.

Lessor:

State of New Mexico acting by and through its Commissioner of Public Lands

Lessee of Record:

OneEnergy Partners Operating, LLC VB-1917-0002

Serial No. of Lease: Date of Lease:

September 1, 2010

Description of Lands

Committed:

E/2SW/4 of Section 20, Township 26 South, Range 36 East, NMPM, Lea County, New Mexico

No. of Acres:

80.00

## RECAPITULATION

	Number of Acres	Percentage of Interest in
Tract No.	Committed	Communitized Area
No. 1	80.00	50.00%
No. 2	80.00	50.00%

ONLINE version February 2013

Short-term Com.

CERTIFICATION

foregoing I certify that the instrument <u>203613</u>

containing page(s) is a true and exact photocopy of the original in my custody and on

file in the State Land Office Date

> rapl Commissi pner of Public Lands

**RECORDER'S MEMORANDUM** 

At the time of recording, this instrument was found to be partially illegible.
All blackouts, creases, streaks and whiteouts were present at recording.

COUNTY CLERK 000035188 2023 11:08 AM CARRIE SANDOVAL



CERTIFICATE OF APPROVAL

### COMMISSIONER OF PUBLIC LANDS, STATE OF NEW MEXICO

Impetro Operating LLC Wildhog BWX State Com Well #2H Vertical Extent: Wolfcamp Township: 26 South, Range: 36 East, NMPM Section 20 : E2E2 Lea County, New Mexico

There having been presented to the undersigned Commissioner of Public Lands of the State on New Mexico for examination, a Communitization Agreement for the development and operation of acreage which is described within the referenced Agreement dated October 16, 2017, which has been executed, or is to be executed by parties owning and holding oil and gas leases and royalty interests in and under the property described, and upon examination of said Agreement, the Commissioner finds:

- That such agreement will tend to promote the conservation of oil and gas and the (a) better utilization of reservoir energy in said area.
- (b) That under the proposed agreement, the State of New Mexico will receive its fair share of the recoverable oil or gas in place under its lands in the area.
- That each beneficiary Institution of the State of New Mexico will receive its fair (c) and equitable share of the recoverable oil and gas under its lands within the area.
- (d) That such agreement is in other respects for the best interests of the State, with respect to state lands.

NOW, THEREFORE, by virtue of the authority conferred upon me under Sections 19-10-45, 19-10-46, 19-10-47, New Mexico Statutes Annotated, 1978 Compilation, I, the undersigned Commissioner of Public Lands of the State of New Mexico, for the purpose of more properly conserving the oil and gas resources of the State, do hereby consent to and approve the said Agreement, and any leases embracing lands of the State of New Mexico within the area shall be and the same are hereby amended to conform with the terms thereof, and shall remain in full force and effect according to the terms and conditions of said Agreement. This approval is subject to all of the provisions of the aforesaid statutes.

IN WITNESS WHEREOF, this Certificate of Approval is executed, with seal affixed, this 1st day of December 2017.

MUSSIONER OF PUBLIC LANDS

of the State of New Mexico

CERTIFICATION

instrument certify that the foregoing

page(s) is a true and exact containing photocopy of the original in my custody and on

file in the State Land Office. Date #

Commissioner of Public Lands

ITY, NM COUNTY CLERK 000035186 Page

Page 59 of 190

**NM State Land Office** Oil, Gas, & Minerals Division

## STATE/STATE OR STATE/FEE

Revised March 2017

#### **COMMUNITIZATION AGREEMENT**

ONLINE Version

KNOW ALL MEN BY THESE PRESENTS:

)

Well Name: WILDHOG BWX STATE COM #002H

STATE OF NEW MEXICO

API#: 30-025-44112

COUNTY OF LEA

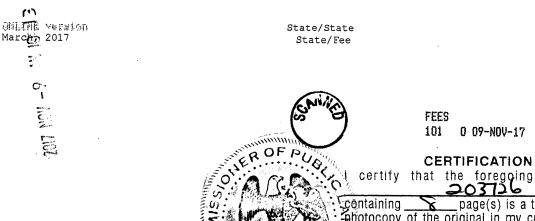
THAT THIS AGREEMENT [which is NOT to be used for carbon dioxide or helium] is entered into as of October 16, 2017, by and between the parties subscribing, ratifying or consenting hereto, such parties hereinafter being referred to as "Parties hereto";

WHEREAS, the Commissioner of Public Lands of the State of New Mexico is authorized by the Legislature, as set forth in Sec. 19-10-53, New Mexico Statutes, Annotated, 1978, in the interest of conservation of oil & gas and the prevention of waste to consent to and approve the development or operation of State Trust Lands under agreements made by lessees of oil & gas leases thereon, jointly or severally with other oil & gas lessees of State Trust Lands, or oil and gas lessees or mineral owners of privately owned or fee lands, for the purpose of pooling or communitizing such lands to form a proration unit or portion thereof, or well-spacing unit, pursuant to any order, rule or regulation of the New Mexico Oil Conservation Division of the New Mexico Energy, Minerals and Natural Resources Department where such agreement provides for the allocation of the production of oil or gas from such pools or communitized areas on an acreage or other basis found by the Commissioner of Public Lands to be fair and equitable.

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 leases are more particularly described in the schedule attached hereto, marked Exhibit "A" and made a part hereof, for all purposes; and

WHEREAS, said leases, insofar as they cover the Wolfcamp formation or pool as defined by the NMOCD, as further described on Exhibit "A" (hereinafter referred to as "said formation") in and under the land hereinafter described cannot be independently developed and operated in conformity with the well spacing program established for such formation in and under said lands; and

WHEREAS, the parties hereto desire to communitize and pool their respective interests in said leases subject to this agreement for the purpose of developing, operating and producing hydrocarbons in the said formation in and under the land hereinafter described subject to the terms hereof.



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CERTIFICATION

instrument

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Date 🔏

LEA COUNTY, NM KEITH MANES, COUNTY CLERK 000035186 Pook 2209 Page 2 of 8 05/08/2023 11:08 AM CARRIE SANDOVAL

Pg. 39 8

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 undersigned as follows:

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

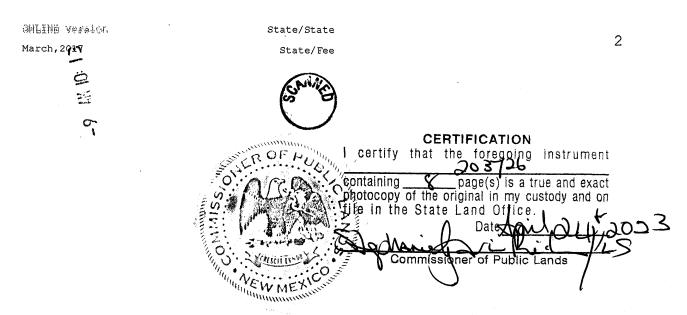
Subdivisions: E/2E/2 of Sect(s) 20 Twnshp 26 Rng 36 East N.M.P.M., Lea County, NM

Containing 160 acres, more or less. It is the judgment of the parties hereto that the communitization, pooling and consolidation of the aforesaid land into a single unit for the development and production of hydrocarbons from the said formation in and under said land is necessary and advisable in order to properly develop and produce the hydrocarbons in the said formation beneath the said land in accordance with the well spacing rules of the Oil Conservation Division of the New Mexico Energy, Minerals and Natural Resources Department, and in order to promote the conservation of the hydrocarbons in and that may be produced from said formation in and under said lands, and would be in the public interest;

AND, for the purposes aforesaid, the parties hereto do hereby communitize for proration or spacing purposes only the leases and/or depths described in Exhibit "A" hereto insofar as they cover hydrocarbons within and that may be produced from the said formation (hereinafter referred to as "communitized substances") beneath the above-described land, into a single communitization, for the development, production, operation and conservation of the hydrocarbons in said formation beneath said lands.

Attached hereto and made a part of this agreement for all purposes, is Exhibit A showing the acreage, depths communitized and ownership (Lessees of Record) of all leases within the communitized area.

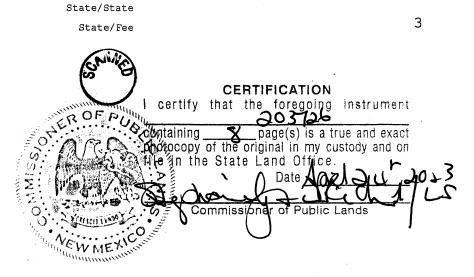
- 2. The communitized area shall be developed and operated as an entirety with the understanding and agreement between the parties hereto that all communitized substances produced therefrom shall be allocated among the leases described in Exhibit "A" hereto in the proportion that the number of surface acres covered by each of such leases and included within the communitized area bears to the total number of acres contained in the communitized area.
- 3. Subject to Paragraph 4, the royalties payable on communitized substances allocated to the individual leases and the rentals provided for in said leases shall be determined and paid in the manner and on the basis prescribed in each of said leases. Except as provided for under the terms and provisions of the leases described in Exhibit "A" hereto or as herein provided to the contrary, the payment of rentals under the terms of said leases shall not be affected by this agreement; and except as herein modified and changed or heretofore amended, the oil and gas leases subject to this agreement shall remain in full force and effect as originally issued and amended.



LEA COUNTY, NM
KEITH MANES, COUNTY CLERK
000035186
Book2209 Page 585
3 of 8
05/08/2023 11:08 AM
BY CARRIE SANDOLA

- 4. <u>Impetro Operating, LLC</u> shall be the Operator of the said communitized area and all matters of operation shall be determined and performed by <u>Impetro Operating, LLC</u>.
- 5. The State of New Mexico hereafter is entitled to the right to take in kind its share for the communitized substances allocated to such tract, and Operator shall make deliveries of such royalty share taken in kind in conformity with applicable contracts, laws, and regulations.
- 6. There shall be no obligation upon the parties hereto to offset any well or wells situated on the tracts of land comprising the communitized area, nor shall the Operator be required to measure separately the communitized substances by reason of the diverse ownership of the separate tracts of land comprising the said communitized area; provided, however, that the parties hereto shall not be released from their obligation to protect the communitized area from drainage of communitized substances by wells which may be drilled within offset distance (as that term is defined) of the communitized area.
- 7. The commencement, completion, and continued operation or production of a well or wells of communitized substances on the communitized area shall be considered as the commencement, completion, continued operation or production as to each of the leases described in Exhibit "A" hereto.
- 8. The production of communitized substances and disposal thereof shall be in conformity with the allocations, allotments, and quotas made or fixed by any duly authorized person or regulatory body under applicable Federal or State laws. This agreement shall be subject to all applicable Federal and State laws, executive orders, rules and regulations affecting the performance of the provisions hereof, 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 compliance is prevented by or if such failure results from compliance with any such laws, orders, rules and regulations.
- 9. This agreement shall be effective as of the date hereinabove written upon execution by the necessary parties, notwithstanding the date of execution, and upon approval by the Commissioner of Public Lands, shall remain in full force and effect for a period of one year from the date hereof and as long thereafter as communitized substances are produced from the communitized area in paying quantities; provided, that this agreement shall not expire if there is a well capable of producing gas in paying quantities located upon some part of the communitized area, if such a well is shut-in due to the inability of the Operator to obtain a pipeline connection or to market the gas therefrom, and if either: (a) a shut-in royalty has been timely and properly paid pursuant to the provisions of one of the State of New Mexico oil and gas leases covering lands subject to this agreement so as to prevent the expiration of such lease; or (b) each of the State of New Mexico oil and gas leases covering lands subject to this agreement is in its primary term (if a five-year lease), or in its primary or secondary term (if a ten-year lease), or is held by production from another well. Provided further, however, that prior to production in paying quantities from the communitized area, and upon fulfillment of all requirements of the Commissioner of Public Lands with respect to any dry hole or abandoned well drilled upon the communitized area, this agreement may be

ONLINE version
March, 2017



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BY CARRIE SANDOVAL

terminated at any time by mutual agreement of the parties hereto. This agreement shall not terminate upon cessation of production of communitized substances if, within sixty (60) days thereafter, reworking or drilling operations on the communitized area are commenced and are thereafter conducted with reasonable diligence. As to State Trust Lands, written notice of intention to commence such operations shall be filed with the Commissioner of Public Lands within thirty (30) days after the cessation of such production, and a report of the status of such operations shall be made by the Operator to the Commissioner every thirty (30) days, and the cessation of such operations for more than twenty (20) consecutive days shall be considered as an abandonment of such operations as to any lease from the State of New Mexico included in this agreement.

- 10. Operator will furnish the Oil Conservation Division of the New Mexico Energy, Minerals and Natural Resources Department, and the Commissioner of Public Lands of the State of New Mexico, with any and all reports, statements, notices and well logs and records which may be required under the laws and regulations of the State of New Mexico.
- 11. It is agreed between the parties hereto that the Commissioner of Public Lands, or his duly authorized representatives, shall have the right of supervision over all operations under the communitized area to the same extent and degree as provided in the oil and gas leases described in Exhibit "A" hereto and in the applicable oil and gas regulations of the State of New Mexico.
- 12. If any order of the Oil Conservation Division of the New Mexico Energy Minerals and Natural Resources Department, upon which this agreement is predicated or based is in anyway changed or modified, then in such event said agreement is likewise modified to conform thereto.
- 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 instruments, 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.
- 14. 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.

IN WITNESS WHEREOF, the parties hereto have executed this agreement as of the day and year first above written.

State/State

March, 2017

State/Fee

CERTIFICATION

Certify that the foregoing instrument

Containing page(s) is a true and exact photocopy of the original in my custody and on file in the State Land Office.

Date Commissioner of Public Lands

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BY CARRIE SANDOVAL

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OPERATOR: IMPETRO OPERATING, LLC

BY: SETHBLACKWELL - EVP-Land

Signature of Authorized Agent Acknowledgment in an Individual Capacity State of County of \_\_\_\_ This instrument was acknowledged before me on \_\_\_\_\_ Date By\_ Name(s) of Person(s) (Seal) Signature of Notarial Officer My commission expires: Acknowledgment in an Representative Capacity State of Texas County of Hans This instrument was acknowledged before me on \_\_\_\_\_\_\_\_ Date By Soth Blackwell- EVP Land Name(s) of Person(s) **NEAL RUDDEROW** Signature of Notarial Officer Notary Public, State of Texas Comm. Expires 04-10-2021 My commission expires: 4/10/2021Notary ID 131081826 Shiffe version State/State March, 2017 CERTIFICATION State/Fee I certify that the foregoing instrument page(s) is a true and exact photocopy of the original in my custody and on the in the State Land Office.

Date

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KEITH MANES, COUNTY CLERK
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BY CARRIE SANDOUAL

4.790

R.798

## LEASE #: VB-1916-0002 & VB-1917-0002

LESSEE OF RECORD: OneEnergy Partners Operating, LLC

BY: JEFFREY M. LIERLY VILE PRESIDENT OF LAND
Name and Title of Authorized Agent

## Acknowledgment in an Individual Capacity

State of)		
County of)		
This instrument was acknowledged before me on_		_ Date
Ву		_
Name(s) of Person(s)		
(Seal)		Signature of Notarial Officer
	My commission expires:	

## Acknowledgment in an Representative Capacity

State of TEXAS ) SS) County of DALLAS )	
This instrument was acknowledged before me or	1 October 25, 2017 Date
By Jeffrey M. Learly, Vice Pregister	nt of Land of One Energy Arthurs Operating, Lic.
Name(s) of Person(s)  KRISTINE E. WALSH	7 Lac
Notary Public, State of Texas Comm. Expires 11-13-2019	, , , , , , , , , , , , , , , , , , ,
Notary ID 130439916	My commission expires: 11-13-2019
SNATHE Wession State/Sta	te 6
March, 2017 State/Fo	

dertify that the foregoing

containing page(s) is a true and exact protocopy of the original in my custody and on file in the State Land Office.

Date

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BY CARRIE SANDOVAL

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Attached to and made a part of that Communitization Agreement dated October 16, 2017 by and between Impetro Operating, LLC, covering E/2E/2 of Sect(s) 20 Twnshp 26 Rng 36 East N.M.P.M., Lea County, NM.

OPERATOR of Communitized Area: IMPETRO OPERATING, LLC

### **DESCRIPTION OF LEASES COMMITTED:**

### TRACT NO. 1

Lessor: State of New Mexico acting by and through its Commissioner of Public Lands

Lessee of Record: OneEnergy Partners Operating LLC

Serial No. of Lease: VB-1916-002 Date of Lease: September 1, 2010

Description of Lands Committed: E/2NE/4 of Section 20, Township 26 South, Range 36 East,

N.M.P.M., Lea County, NM

No. of Acres: 80.00

## TRACT NO. 2

Lessor: State of New Mexico acting by and through its Commissioner of Public Lands

Lessee of Record: OneEnergy Partners Operating LLC

Serial No. of Lease: VB-1917-0002 Date of Lease: September 1, 2010

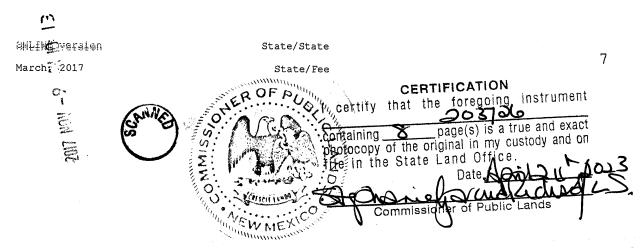
Description of Lands Committed: E/2SE/4 of Section 20, Township 26 South, Range 36 East,

N.M.P.M., Lea County, NM

No. of Acres: 80.00

## RECAPITULATION

Tract number	Number of Acres Committed	Percentage of Interest in Communitized Area
No. 1	80.00	50.00%
No. 2	80.00	50.00%
TOTAL	160.00	100.00%



## RECORDER'S MEMORANDUM

At the time of recording, this instrument was found to be partially illegible. All blackouts, creases, streaks and whiteouts were present at recording.

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## Determination - Approval - Certification

Pursuant to the authority nested in the Secretary of the Interior under Section 17(j) of the Mineral Leasing Act of 1920, as amended (74 Stat. 784; 30 U.S.C. 226(j)), and delegated to the authorized officer of the Bureau of Land Management, I do hereby:

- A. Determine that the Federal lease or leases as to the lands committed to the attached agreement 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 that consummation and approval of the agreement will be in the public interest. Approval of this agreement does not warrant or certify that the operator thereof and other holders of operating rights hold legal or equitable title to those rights in the subject leases which are committed hereto.
- B. Approve the attached Communitization Agreement covering W2W2 of sec. 16 and W2W2 of sec. 21, T. 26 S., R. 36 E., NMPM, as to all producible hydrocarbons from the Wolfcamp formation. This approval will become invalid if the public interest requirements under section 3105.2-3 (c) are not met.

Approval also requires operator to submit copies of sundries or any other documentation regarding activity with this well to the Bureau of Land Management (BLM), Carlsbad Field Office pursuant to Item 9 of the approved Communitization Agreement.

C. Certify and determine that the drilling, producing, rental, minimum royalty and royalty requirements of the Federal lease or leases committed to said agreement are hereby established, altered, changed, or revoked to conform with the terms and conditions of the agreement.

Approved:

NOV 1 3 2019

Jannes Glover

Supervisory Geologist

Branch of Reservoir Management

Division of Minerals

Effective: May 10, 2019

Contract No: Com. Agr. NMNM140150

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RECEIVED

MAY 1 7 2019

BLM, NMSO SANTA FE

# Federal Communitization Agreement

## Contract No. NMNM 140150

THIS AGREEMENT entered into as of the 10 day of May, 2019, by and between the 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 not owned 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 hereto as follows:

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

Township 26 South, Range 36 East, NMPM, Lea County, New Mexico

W2W2 of Section 16 W2W2 of Section 21

Containing 320.00 acres, and this agreement shall include only the Wolfcamp formation underlying said lands and the crude oil and associated natural gas hereafter referred to as "communitized substances," producible from such formation.

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- 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, and the authorization, if any, for communitizing or pooling any patented or fee lands within the communitized area.
- 3. The Operator of the communitized area shall be Ameredev Operating, LLC, 5707 Southwest Parkway, 1-275, Austin, Texas 78735. 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.
  - All proceeds, 8/8ths, attributed to unleased Federal or Indian lands included within the CA area are to be paid into the appropriate Unleased Lands Account or Indian Trust Account by the designated operator until the land is leased or ownership is established.
- 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,

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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 May 10, 2019, 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 vears 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 terminated at 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 2year 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

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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. Nondiscrimination. 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 are hereby 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.

Ameredev Operating, LLC Operator

By:\_

5/15/2019 Date

Parker Reese, President and CEO

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### ACKNOWLEDGEMENT

STATE OF TEXAS

SS.

#### **COUNTY OF TRAVIS**

On this 10<sup>th</sup> day of May, 2019, before me, a Notary Public for the State of Texas, personally appeared Parker Reese, known to me to be the President and CEO of Ameredev Operating, LLC, the corporation that executed the foregoing instrument and acknowledged to me such corporation executed the same.

(SEAL)

My Commission Expires

Notary Public

GORDON G. GALLET
Notary Public, State of Texas
Comm. Expires 12-05-2020
Notary ID 130921617

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### WORKING INTEREST OWNERS AND/OR LESSEES OF RECORD

I, the undersigned, hereby certify, on behalf of Ameredev Operating, LLC, Operator of this Communitization Agreement, that all working interest owners (i.e., lessees of record and operating rights owners) shown on Exhibit B attached to this Agreement are, to the best of my knowledge, the working interest owners of the leases subject to this Agreement, and that the written consents of all of the named owners have been obtained and will be made available to the BLM immediately upon request.

5/15/2019 Date

By: / Title: President and CEO

ACKNOWLEDGEMENT

STATE OF TEXAS

SS.

**COUNTY OF TRAVIS** 

On this 10th day of May, 2019, before me, a Notary Public for the State of Texas, personally appeared Parker Reese, known to me to be the President and CEO of Ameredev Operating, LLC, the corporation that executed the foregoing instrument and acknowledged to me such corporation executed the same.

(SEAL)

My Commission Expires

Notary Public

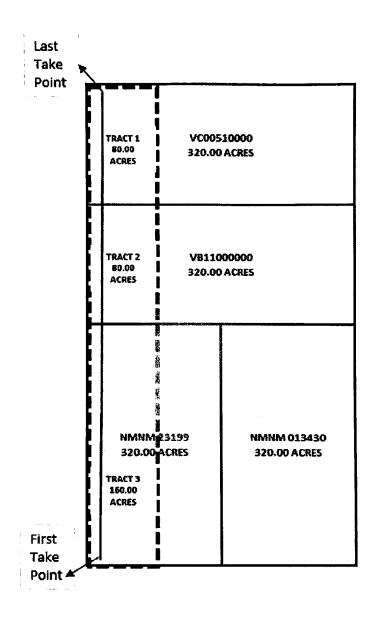
GORDON G. GALLET
Selection of Texas
Comm. Expires 12-05-2020
Notary ID 130921617

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# **EXHIBIT "A"**

Plat of communitized area covering 320.00 acres in the W2W2 of Section 16 and W2W2 of Section 21, Township 26 South, Range 36 East, NMPM, Lea County, New Mexico

### Camellia Fed Com 26-36-21 121H



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

To Communitization Agreement Dated May 10, 2019 embracing the following described land in the W2W2 of Section 16 and W2W2 of Section 21, Township 26 South, Range 36 East, NMPM, Lea County, New Mexico.

Operator of Communitized Area: Ameredev Operating, LLC

#### **DESCRIPTION OF LEASES COMMITTED**

### Tract No. 1

Lease Serial Number: VC00510000

Description of Land Committed: Township 26 South, Range 36 East,

**NMPM** 

Section 16: W2NW4

Number of Acres: 80.00 Acres

Name of Working Interest Owners: Ameredev New Mexico, LLC

Overriding Royalty Owners: Emil Mosbacher Oil and Gas, LLC

Heirs or Devisees of Edward E. Van Petten

Gary B. Laughlin Trust

Heirs or Devisees of H.L. Brown, Jr.

XTO Holdings, LLC

Hansen Oil Properties, L.P.

Heirs or Devisees of Weslet Chalfant

Diane K. Rush

States Royalty Limited Partnership

Monty D. Mclane Alan Jochimsen

Constitution Resources, II, LP

Current Record Tile Owner: Ameredev New Mexico, LLC

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#### Tract No. 2

Lease Serial Number: VB11000000

Description of Land Committed: Township 26 South, Range 36 East,

**NMPM** 

Section 16: W2SW4

Number of Acres: 80.00 Acres

Name of Working Interest Owners: Ameredev New Mexico, LLC

Overriding Royalty Owners: BTA Oil Producers, LLC

Constitution Resources, II, LP

Current Record Tile Owner: Ameredev New Mexico, LLC

#### Tract No. 3

Lease Serial Number: NMNM 23199

Description of Land Committed: Township 26 South, Range 36 East,

**NMPM** 

Section 21: W2W2

Number of Acres: 160.00 Acres

Name of Working Interest Owners: Ameredev New Mexico, LLC

Overriding Royalty Owners: Malaga Royalty, LLC

Constitution Resources, II, LP

Current Record Tile Owner: Ameredev New Mexico, LLC

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# **RECAPITULATION**

Tract No.	No. of Acres Committed	Percentage of Interest in Communitized Area
1	80.00	25.0000%
2	80.00	25.0000%
3	160.00	50.0000%
Total	320.00	100.0000%

#### NEW MEXICO STATE LAND OFFICE

CERTIFICATE OF APPROVAL

#### COMMISSIONER OF PUBLIC LANDS, STATE OF NEW MEXICO

Ameredev Operating, LLC
Camellia Federal Com 26-36-21 #121H
Vertical Extent: Wolfcamp
Township: 26 South, Range: 36 East, NMPM
Section 16: W2W2
Section 21: W2W2
Lea County, New Mexico

There having been presented to the undersigned Commissioner of Public Lands of the State on New Mexico for examination, a Communitization Agreement for the development and operation of acreage which is described within the referenced Agreement dated May 10, 2019, which has been executed, or is to be executed by parties owning and holding oil and gas leases and royalty interests in and under the property described, and upon examination of said Agreement, the Commissioner finds:

- (a) That such agreement will tend to promote the conservation of oil and gas and the better utilization of reservoir energy in said area.
- (b) That under the proposed agreement, the State of New Mexico will receive its fair share of the recoverable oil or gas in place under its lands in the area.
- (c) That each beneficiary Institution of the State of New Mexico will receive its fair and equitable share of the recoverable oil and gas under its lands within the area.
- (d) That such agreement is in other respects for the best interests of the State, with respect to state lands.

NOW, THEREFORE, by virtue of the authority conferred upon me under Sections 19-10-45, 19-10-46, 19-10-47, New Mexico Statutes Annotated, 1978 Compilation, I, the undersigned Commissioner of Public Lands of the State of New Mexico, for the purpose of more properly conserving the oil and gas resources of the State, do hereby consent to and approve the said Agreement, and any leases embracing lands of the State of New Mexico within the area shall be and the same are hereby amended to conform with the terms thereof, and shall remain in full force and effect according to the terms and conditions of said Agreement. This approval is subject to all of the provisions of the aforesaid statutes.

IN WITNESS WHEREOF, this Certificate of Approval is executed, with seal affixed, this 29th Day of July, 2019.

COMMISSIONER OF PUBLIC LANDS

of the State of New Mexico

NM State Land Office Oil, Gas, & Minerals Division

# STATE/FEDERAL OR STATE/FEDERAL/FEE

Revised Feb. 2013

# ONLINE Version

### **COMMUNITIZATION AGREEMENT**

Contract No	
THIS AGREEMENT, entered into as of the date shown in Section 10 hereof by parties subscribing, ratifying, or consenting hereto, such parties being hereinafter refehereto,"  WITNESSETH:	
WHEREAS, the Act of February 25, 1920, 41 Stat. 437, as amended and suppler communitization or drilling agreements communitizing or pooling a federal oil and portions thereof, with other lands, whether or not owned by the United States, wh under such federal lease cannot be independently developed and operated in co established well-spacing program for the field or area, and such communitizati determined to be in the public interest; and,	gas lease, or any en separate tracts nformity with an
WHEREAS, the Commissioner of Public Lands of the State of New Mexico, Recommissioner, is authorized to consent to and approve agreements pooling state oil any portion thereof, when separate tracts under such state leases cannot be indeper and operated economically in conformity with well-spacing and gas proration rule established for the field or area and such pooling is determined to be in the public interest.	and gas leases or idently developed as and regulations
WHEREAS, the parties hereto own working, royalty, or other leasehold interests, of under the oil and gas leases and land subject to this agreement which cannot developed and operated in conformity with the well-spacing program established for in which said lands are located; and,	be independently
WHEREAS, the parties hereto desire to communitize and pool their respective m lands subject to this agreement for the purpose of developing and producing communin accordance with the terms and conditions of the agreement;	
NOW, THEREFORE, in consideration of the premises and the mutual advantage hereto, it is mutually covenanted and agreed by and between the parties hereto as follows:	
1. The lands covered by this agreement (hereinafter referred to as "communitized area") are des Subdivisions W2W2	cribed as follows:
Sect_16 & 21, T 26S, R 36E, NMPM LEA	County NM
containing 320.00 acres, more or less, and this agreement shall include only	y the
WOLFCAMP	Formation
underlying said lands and the oil and gas	(hereinafter
referred to as "communitized substances") producible from such formation.	

ONLINE version February 2013

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- 2. Attached hereto, and made a part of this agreement for all purposes, is 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, and the authorization, if any, for communitizing or pooling any patented or fee lands within the communitized area.
- 3. All matters of operation 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 three (3) executed copies of a designation of successor operator shall be filed with the Authorized Officer and three (3) additional executed copies thereof shall be filed with the Commissioner.
- 4. Operator shall furnish the Secretary of the Interior, or his authorized representative, and the Commissioner, 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 and the State of New Mexico, 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 therefrom shall be allocated among the leaseholds comprising said area in the proportion that the acreage interest of leasehold bears to the entire acreage interest committed to this agreement.
- 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 is such failure results from, compliance with any such laws, orders, rules or regulations.
- $\underbrace{10}_{\text{Day}}, \underbrace{2019}_{\text{Year}},$ The date of this agreement is May 10. and it shall become effective as of this date or from the onset of production of communitized substances, whichever is earlier upon execution of the necessary parties, notwithstanding the date of execution, and upon approval by the Secretary of Interior, or his duly authorized representative, and by the Commissioner or his duly authorized representative, and shall remain in force and effect for a period of two (2) years and so long thereafter as communitized substances are produced or can be produced from the communitized area in paying quantities; provided, that the two-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; provided further that prior to production in paying quantities from the communitized area and upon fulfillment of all requirements of the Secretary of Interior, or his duly authorized representative, and all requirements of the Commissioner, with respect to any dry hole or abandoned well, this agreement may be terminated at any time by mutual agreement of the parties hereto. This agreement shall not terminate upon cessation of the capability of production if, within sixty (60) days thereafter, reworking or drilling operations on the communitized area are commenced and are thereafter conducted and prosecuted with reasonable diligence. As to lands owned by the State of New Mexico, written notice of intention to commence such operations shall be filed with the Commissioner within thirty (30) days after the cessation of such capability of production, and a report of the status of such operations shall be made by the Operator to the Commissioner every thirty (30) days, and the cessation of such operations for more than twenty (20) consecutive days shall be considered as an abandonment of such operations as to any lease from the State of New Mexico included in this agreement.
- 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 interest 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 lands shall be subject to approval by the Secretary of the Interior, and as to State of New Mexico lands shall be subject to approval by the Commissioner.

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- 12. It is agreed by the parties hereto that the Secretary of the Interior, or his duly authorized representative, shall have the right of supervision over all operations within the communitized area to the same extent and degree as provided in the oil and gas leases under which the United States of America is lessor, and in the applicable oil and gas operating regulations of the Department of the Interior. It is further agreed between the parties hereto that the Commissioner shall have the right of supervision over all operations to the same extent and degree as provided in the oil and gas leases under which the State of New Mexico is lessor and in the applicable oil and gas statutes and regulations of the State of New Mexico.
- 13. The 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 of the provisions of Section 202 (1) to (7) inclusive, of Executive Order 11246 (30 F. R. 12319), as amended which are hereby incorporated by reference in this agreement.

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

Operator Ameredev Operating	, LLC Lessees of Record Ameredev New Mexico, LLC
By Parker Ruse Print name of person President and CEO	<u> </u>
Type of authority	

Attach additional page(s) if needed.

[Acknowledgments are on following page.]

## Acknowledgment in an Individual Capacity

State of	2019 MAY 17 PM 12: 5
County of) ss)	201711101
This instrument was acknowledged before me on	
DATE	
Ву	
Name(s) of Person(s)	
(Seal)	Signature of Notarial Officer
	My commission expires:
Acknowledgment in a Rep	resentative Capacity
State of Texas	
County of Travis	
This instrument was acknowledged before me on	2019 ATE
By Parker Reese	
Name(s) of Person(s) as President and CEO of Ameredev Ope	erating, LLC and Ameredev New Mexico, LLC
Type of authority, e.g., officer, trustee, etc Name of p	party on behalf of whom instrument was executed
	lat I law
(Seal)	Signature of Notarial Officer
GORDON C CALLET	My commission expires: $12-5-2020$
GORDON G. GALLET Notary Public, State of Texas Comm. Expires 12-05-2020	

Notary ID 130921617

# **EXHIBIT A**

To Communitization Agreement dated May 10	, 20 19 2019 MAY 17 PM (2: 51
Plat of communitized area covering the: Subdivisions W2W2	
Subdivisions	
of Sect. 16821 T 26S R 36E NMPM. Lea	County, NM.

			<b>EXHIBIT B</b>		
		munitization	Agreement dated May 10	20_	19 , embracing the
Subdivisions W2	2VV2				401011
of Section 16&2	.1 <sub>, T</sub> 26S	_, <sub>R_</sub> 36E	, <sub>N.M.P.M.,</sub> Lea		County, NM
Operator of Con	nmunitized Area:	Amerede	v Operating, LLC		
TRACT NO. 1		DESCRIP	ΓΙΟΝ OF LEASES COM	<u>MITTED</u>	
Lease Serial No.:	VC00510000				
Lease Date:	APRIL 1, 2017	7			
Lease Term:	5 YEARS				
Lessor:	STATE OF NE	EW MEXIC	0		
Original Lessee:	ADVANCE EN	IERGY PA	RTNERS, LLC		
Present Lessee:	AMEREDEV N	NEW MEXI	CO, LLC		
Description of La	nd Committed: Sul	bdivisions W	/2NW4		
	,26S <sub>,Rng</sub> 36	SE NMPN	۸, <u>LEA</u>	150 1500	County, NM
Number of Acres					
Royalty Rate:	1/5				
Name and Percen	t ORRI Owners:		TUTION RESOURCES		
Name and Percen	t WI Owners:	AMERED	EV NEW MEXICO, LLC	C - 100%	
TD 4 CT NO 4					
TRACT NO. 2					
Lease Serial No.:	VB11000000				
Lease Date:	JANUARY 1, 2	2007			
Lease Term:	5 YEARS		7		
Lessor:	STATE OF NE	W MEXIC	0		
Original Lessee:	BOLD ENERG				
Present Lessee:	AMEREDEV N	IEM WEXI	CO, LLC		
Description of La	nd Committed: Sub	odivisions W	/2SW4	<u>v 19</u>	,
	26S , Rng 36				County, NM
Number of Acres:	80.00				
Royalty Rate:	3/16				
Name and Percent	t ORRI Owners:	CONSTIT	UTION RESOURCES	II, LP - 3.75%	
Name and Percent	t WI Owners:	AMERED	EV NEW MEXICO, LLO	C - 100%	

TRACT NO. 3				
Lease Serial No.:	NMNM 23199			
Lease Date:	JUNE 18, 1974	9	019 MAY 17	PM 12: 51
Lease Term:	10 YEARS		M. C. D. C.	
Lessor:	BUREAU OF L	AND MANAGEMENT		
Original Lessee:	V.J. WILSON	C/0 R. GENE BRASEL		
Present Lessee:	AMEREDEV N	EW MEXICO, LLC		
Description of Lar	nd Committed: Sub	divisions W2W2		
		E , <sub>NMPM</sub> , LEA		County, NM
Number of Acres:				
Royalty Rate:	1/8			
Name and Percent	ORRI Owners:	CONSTITUTION RESOURCES II, LP, ET AL	8.75%	
Name and Percent	WI Owners:	AMEREDEV NEW MEXICO, LLC - 100%		
TRACT NO. 4				
Lease Serial No.:				
Lease Date:				
Lease Term:				
Lessor:				
Original Lessee:	·			
Present Lessee:				
Description of Lan	d Committed: Sub	divisions		,
Sect, Twp	, Rng	, NMPM,		_County, NM
Number of Acres:				
Royalty Rate:	- 114			
Name and Percent	ORRI Owners:			
Name and Percent	WI Owners:			

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# RECAPITULATION

Tract numbers	Number of Acres Committed	Percentage of Interest in Communitized Area
Tract No.1	80.00	25%
Tract No.2	80.00	25%
Tract No.3	160.00	50%
Tract No.4		



# NEW MEXICO STATE LAND OFFICE

CERTIFICATE OF APPROVAL

#### COMMISSIONER OF PUBLIC LANDS, STATE OF NEW MEXICO

Ameredev Operating, LLC
Camellia Federal Com 26-36-21 #121H
Vertical Extent: Wolfcamp
Township: 26 South, Range: 36 East, NMPM
Section 16: W2W2
Section 21: W2W2
Lea County, New Mexico

There having been presented to the undersigned Commissioner of Public Lands of the State on New Mexico for examination, a Communitization Agreement for the development and operation of acreage which is described within the referenced Agreement dated May 10, 2019, which has been executed, or is to be executed by parties owning and holding oil and gas leases and royalty interests in and under the property described, and upon examination of said Agreement, the Commissioner finds:

- (a) That such agreement will tend to promote the conservation of oil and gas and the better utilization of reservoir energy in said area.
- (b) That under the proposed agreement, the State of New Mexico will receive its fair share of the recoverable oil or gas in place under its lands in the area.
- (c) That each beneficiary Institution of the State of New Mexico will receive its fair and equitable share of the recoverable oil and gas under its lands within the area.
- (d) That such agreement is in other respects for the best interests of the State, with respect to state lands.

NOW, THEREFORE, by virtue of the authority conferred upon me under Sections 19-10-45, 19-10-46, 19-10-47, New Mexico Statutes Annotated, 1978 Compilation, I, the undersigned Commissioner of Public Lands of the State of New Mexico, for the purpose of more properly conserving the oil and gas resources of the State, do hereby consent to and approve the said Agreement, and any leases embracing lands of the State of New Mexico within the area shall be and the same are hereby amended to conform with the terms thereof, and shall remain in full force and effect according to the terms and conditions of said Agreement. This approval is subject to all of the provisions of the aforesaid statutes.

IN WITNESS WHEREOF, this Certificate of Approval is executed, with seal affixed, this 29th Day of July, 2019.

MIMISSIONER OF PUBLIC LANDS

of the State of New Mexico

LEA COUNTY, NM KEITH MANES, COUNTY CLERK 000048055 Book2157 Page 102

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# STATE/FEDERAL OR STATE/FEDERAL/FEE

Revised Feb. 2013

1

# ONLINE Version **COMMUNITIZATION AGREEMENT**

		Contract No.	
THIS AGREEMENT, entered into as of t parties subscribing, ratifying, or consenting	he date shown in Section hereto, such parties being	on 10 hereof by and g hereinafter referred	between the to as parties
hereto," W ]	TNESSETH:		
WHEREAS, the Act of February 25, 1920 communitization or drilling agreements corportions thereof, with other lands, whether under such federal lease cannot be indepestablished well-spacing program for the determined to be in the public interest; and,	nmunitizing or pooling or not owned by the U endently developed and	a federal oil and gas inited States, when so operated in confort	lease or any eparate tracts mity with an
WHEREAS, the Commissioner of Public Commissioner", is authorized to consent to any portion thereof, when separate tracts u and operated economically in conformity established for the field or area and such poor	and approve agreements nder such state leases co with well-spacing and g	pooling state oil and annot be independent as proration rules an	gas leases or tly developed d regulations
WHEREAS, the parties hereto own working under the oil and gas leases and land superveloped and operated in conformity with in which said lands are located; and,	ibject to this agreement	t which cannot be i	ndependently
WHEREAS, the parties hereto desire to c lands subject to this agreement for the purp in accordance with the terms and conditions	ose of developing and pr	eir respective minera roducing communitiza	al interests in ed substances
NOW, THEREFORE, in consideration of hereto, it is mutually covenanted and agreed	f the premises and the by and between the part	mutual advantages ties hereto as follows:	to the parties
1. The lands covered by this agreement (hereinaft	er referred to as "communi	tized area") are describe	ed as follows:
Subdivisions W2W2			
Sect 16 & 21, T 26S, R 36E, NMPM LE	A		County NM
containing 320.00 acres, more or	less, and this agreement	shall include only the	e
WOLFCAMP			_ Formation
underlying said lands and the oil and gas			(hereinafter
referred to as "communitized substances")	producible from such for	mation.	
	e/Fed/Fee	LEA COUNTY, NM KEITH MANES, COUNTY 000049055 Book2157 Page 102 2 of 10 10/08/2019 02:20 Ph BY WAYNE COLE	1

- 2. Attached hereto, and made a part of this agreement for all purposes, is 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, and the authorization, if any, for communitizing or pooling any patented or fee lands within the communitized area.
- 3. All matters of operation 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 three (3) executed copies of a designation of successor operator shall be filed with the Authorized Officer and three (3) additional executed copies thereof shall be filed with the Commissioner.
- 4. Operator shall furnish the Secretary of the Interior, or his authorized representative, and the Commissioner, 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 and the State of New Mexico, 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 therefrom shall be allocated among the leaseholds comprising said area in the proportion that the acreage interest of leasehold bears to the entire acreage interest committed to this agreement.
- 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.

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- 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 is such failure results from, compliance with any such laws, orders, rules or regulations.
- The date of this agreement is May Month 10 Day, 2019 and it shall become effective as of this date or from the onset of production of 10. communitized substances, whichever is earlier upon execution of the necessary parties, notwithstanding the date of execution, and upon approval by the Secretary of Interior, or his duly authorized representative, and by the Commissioner or his duly authorized representative, and shall remain in force and effect for a period of two (2) years and so long thereafter as communitized substances are produced or can be produced from the communitized area in paying quantities; provided, that the two-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; provided further that prior to production in paying quantities from the communitized area and upon fulfillment of all requirements of the Secretary of Interior, or his duly authorized representative, and all requirements of the Commissioner, with respect to any dry hole or abandoned well, this agreement may be terminated at any time by mutual agreement of the parties hereto. This agreement shall not terminate upon cessation of the capability of production if, within sixty (60) days thereafter, reworking or drilling operations on the communitized area are commenced and are thereafter conducted and prosecuted with reasonable diligence. As to lands owned by the State of New Mexico, written notice of intention to commence such operations shall be filed with the Commissioner within thirty (30) days after the cessation of such capability of production, and a report of the status of such operations shall be made by the Operator to the Commissioner every thirty (30) days, and the cessation of such operations for more than twenty (20) consecutive days shall be considered as an abandonment of such operations as to any lease from the State of New Mexico included in this agreement.
- 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 interest 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 lands shall be subject to approval by the Secretary of the Interior, and as to State of New Mexico lands shall be subject to approval by the Commissioner.

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- 12. It is agreed by the parties hereto that the Secretary of the Interior, or his duly authorized representative, shall have the right of supervision over all operations within the communitized area to the same extent and degree as provided in the oil and gas leases 1 under which the United States of America is lessor, and in the applicable oil and gas operating regulations of the Department of the Interior. It is further agreed between the parties hereto that the Commissioner shall have the right of supervision over all operations to the same extent and degree as provided in the oil and gas leases under which the State of New Mexico is lessor and in the applicable oil and gas statutes and regulations of the State of New Mexico.
- 13. The 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. Nondiscrimination: In connection with the performance of work under this agreement, the Operator agrees to comply with all of the provisions of Section 202 (1) to (7) inclusive, of Executive Order 11246 (30 F. R. 12319), as amended which are hereby incorporated by reference in this agreement.

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

Operator Ameredev Operating, LL	Lessees of Record Ameredev New Mexico, LLC
By Parker Ruse.  Print name of person	
President and CEO	
Type of authority	

Attach additional page(s) if needed.

[Acknowledgments are on following page.]

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BY WAYNE COLE

# Acknowledgment in an Individual Capacity

State of		2019 MAY 17 PM (2: 51
County of ss	)	<b>201</b> 2.1.1
This instrument was acknowledged before me o	on	
	DATE	
Ву		
Name(s) of Person(s)		:
(Seal)		Signature of Notarial Officer
		My commission expires:
State of Texas  County of Travis  This instrument was acknowledged before me of the part o		<i>3</i> >19
Name(s) of Person(s) as President and CEO	Ameredev Operation	ng, LLC and Ameredev New Mexico, LLC
Type of authority, e.g., officer, trustee, etc	Name of par	ty on behalf of whom instrument was executed
		lat law
(Seal)		Signature of Notarial Officer  My commission expires: 12-5-2020

GORDON G. GALLET
Notery Public, State of Texas
Comm. Expires 12-05-2020
Notery ID 130921617

ONLINE version February 2013

# **EXHIBIT A**

To Communitization Agreement dated May 10 ,20 19 2019 MAY 17 PM 12: 51

Plat of communitized area covering the:

Subdivisions W2W2

of Sect. 16&21, T 26S, R 36E, NMPM, Lea County, NM.

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BY HAYNE COLE

			EXHIBIT B		19
		munitization Agree	ment dated May 10		2019, embracing the
Subdivisions W2	W2	265	Loo		2019 HAY 17 PM 2: 51
of Section 16&2	1, T_268	_, <u>R,</u> N	I.M.P.M., Lea		County, NM C
Operator of Com	ımunitized Area:	Ameredev Ope	erating, LLC		
TRACT NO. 1		DESCRIPTION	OF LEASES COMMI	TTED	
Lease Serial No.:	VC00510000				
Lease Date:	APRIL 1, 2017	7			
Lease Term:	5 YEARS				
Lessor:	STATE OF NE	W MEXICO			
Original Lessee:	ADVANCE EN	IERGY PARTNI	ERS, LLC	_	
Present Lessee:	AMEREDEV N	NEW MEXICO, I	LLC	- <del>-</del>	
	nd Committed: Sul	bdivisions W2NW	<b>V4</b>		
Sect 16 Twi	26S . Rng 36	SE <sub>NMPM</sub> , LE	A		County, NM
Number of Acres					
Royalty Rate:	1/5				
Name and Percen	t ORRI Owners:	CONSTITUTION	ON RESOURCES II,	LP - 5%	
Name and Percen		AMEREDEV N	NEW MEXICO, LLC	- 100%	
TRACT NO. 2	1				
Lease Serial No.:	VB11000000		_		
Lease Date:	JANUARY 1,	2007			
Lease Term:	5 YEARS				
Lessor:	STATE OF N	EW MEXICO		_	
Original Lessee:	BOLD ENERG	GY, L.P.			
Present Lessee:	AMEREDEV	NEW MEXICO,	LLC		
Description of La	and Committed: Su	abdivisions W2SV	V4		
Sect 16 Tw	26S Rng 3	6E <sub>NMPM,</sub> LE	Α		County, NM
Number of Acres			•		
Royalty Rate:	3/16				
Name and Percei	nt ORRI Owners:		ON RESOURCES II		
Name and Percer		AMEREDEV I	NEW MEXICO, LLC	- 100%	
14mile min 1 cicei	11 11 1 0 11110101				

**EXHIBIT B** 

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TRACT NO. 3

Lease Serial No.:	NMNM 23199				ا مغو مدند
Lease Date:	JUNE 18, 1974			2019 MAY 17	PH 12: 51
Lease Term:	10 YEARS				
Lessor:	BUREAU OF I	AND MANAGE	MENT		
	V.J. WILSON C/0 R. GENE BRASEL				
Present Lessee:	AMEREDEV NEW MEXICO, LLC				
	nd Committed: Sul	odivisions W2W2			
Sect 21 Twn	26S Rng 36	E NMPM, LE	ΞA		County, NM
Number of Acres:					
Royalty Rate:	1/8				
Name and Percent	ORRI Owners:	CONSTITUTIO	ON RESOURCE	S II, LP, ET AL - 8.75%	<u> </u>
Name and Percent		AMEREDEV NEW MEXICO, LLC - 100%			
TRACT NO. 4					
Lease Serial No.:			_		
Lease Date:			_		
Lease Term:			-		
Lessor:					
Original Lessee:					
Present Lessee:					
Description of La	nd Committed: Sul	odivisions	•		
Sect, Twp	, Rng	, NMPM,			County, NM
Number of Acres					
Royalty Rate:				•	
Name and Percen	t ORRI Owners:				
Name and Percen	t WI Owners:				

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# RECAPITULATION

Tract numbers	Number of Acres Committed	Percentage of Interest in Communitized Area
Tract No.1	80.00	25%
Tract No.2	80.00	25%
Tract No.3	160.00	50%
Tract No.4		

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BY WAYNE COLE

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BY CRESLEY SPEARS

#### **NEW MEXICO STATE LAND OFFICE**

CERTIFICATE OF APPROVAL

#### COMMISSIONER OF PUBLIC LANDS, STATE OF NEW MEXICO

Ameredev Operating, LLC
Magnolia 26-36-22 State Com #125H
Vertical Extent: Wolfcamp
Township: 26 South, Range: 36 East, NMPM
Section 15: W2E2, E2W2
Section 22: W2E2, E2W2
Lea County, New Mexico

There having been presented to the undersigned Commissioner of Public Lands of the State on New Mexico for examination, a Communitization Agreement for the development and operation of acreage which is described within the referenced Agreement dated March 1, 2019, which has been executed, or is to be executed by parties owning and holding oil and gas leases and royalty interests in and under the property described, and upon examination of said Agreement, the Commissioner finds:

- (a) That such agreement will tend to promote the conservation of oil and gas and the better utilization of reservoir energy in said area.
- (b) That under the proposed agreement, the State of New Mexico will receive its fair share of the recoverable oil or gas in place under its lands in the area.
- (c) That each beneficiary Institution of the State of New Mexico will receive its fair and equitable share of the recoverable oil and gas under its lands within the area.
- (d) That such agreement is in other respects for the best interests of the State, with respect to state lands.

NOW, THEREFORE, by virtue of the authority conferred upon me under Sections 19-10-45, 19-10-46, 19-10-47, New Mexico Statutes Annotated, 1978 Compilation, I, the undersigned Commissioner of Public Lands of the State of New Mexico, for the purpose of more properly conserving the oil and gas resources of the State, do hereby consent to and approve the said Agreement, and any leases embracing lands of the State of New Mexico within the area shall be and the same are hereby amended to conform with the terms thereof, and shall remain in full force and effect according to the terms and conditions of said Agreement. This approval is subject to all of the provisions of the aforesaid statutes.

IN WITNESS WHEREOF, this Certificate of Approval is executed, with seal affixed, this 24th Day of April, 2019.

ER OF

COMMISSIONER OF PUBLIC LANDS

of the State of New Mexico

LEA COUNTY, NM
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BY CRESLEY SPEARS

NM State Land Office Oil, Gas, & Minerals Division STATE/STATE OR STATE/FEE Revised March 2017

#### **COMMUNITIZATION AGREEMENT**

KNOW ALL MEN BY THESE PRESEN	ONLINE Version  ITS: Well Name:	Magnolia 26 36 22 State Com #125H
STATE OF NEW MEXICO )		API #: 30 - <b>25</b> - <b>44810</b>
COUNTY OF Lea )		

THAT THIS AGREEMENT [which is NOT to be used for carbon dioxide or helium] is entered into as of **March 1**, 20 **19**, by and between the parties subscribing, ratifying or consenting hereto, such parties hereinafter being referred to as "Parties hereto";

WHEREAS, the Commissioner of Public Lands of the State of New Mexico is authorized by the Legislature, as set forth in Sec. 19-10-53, New Mexico Statutes, Annotated, 1978, in the interest of conservation of oil & gas and the prevention of waste to consent to and approve the development or operation of State Trust Lands under agreements made by lessees of oil & gas leases thereon, jointly or severally with other oil & gas lessees of State Trust Lands, or oil and gas lessees or mineral owners of privately owned or fee lands, for the purpose of pooling or communitizing such lands to form a proration unit or portion thereof, or well-spacing unit, pursuant to any order, rule or regulation of the New Mexico Oil Conservation Division of the New Mexico Energy, Minerals and Natural Resources Department where such agreement provides for the allocation of the production of oil or gas from such pools or communitized areas on an acreage or other basis found by the Commissioner of Public Lands to be fair and equitable.

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 leases are more particularly described in the schedule attached hereto, marked Exhibit "A" and made a part hereof, for all purposes; and

WHEREAS, said leases, insofar as they cover the formation or pool as defined by the NMOCD, as further described on Exhibit "A" (hereinafter referred to as "said formation") in and under the land hereinafter described cannot be independently developed and operated in conformity with the well spacing program established for such formation in and under said lands; and

WHEREAS, the parties hereto desire to communitize and pool their respective interests in said leases subject to this agreement for the purpose of developing, operating and producing hydrocarbons in the said formation in and under the land hereinafter described subject to the terms hereof.

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County, NM

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 undersigned as follows:

36E

**NMPM** 

Lea

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

Rng

**26S** 

Subdivisions W2E2, E2W2

Of Sect(s) 15 and 22 Twnshp

containing **640.0** acres, more or less. It is the judgment of the parties hereto that the communitization, pooling and consolidation of the aforesaid land into a single unit for the development and production of hydrocarbons from the said formation in and under said land is necessary and advisable in order to properly develop and produce the hydrocarbons in the said formation beneath the said land in accordance with the well spacing rules of the Oil Conservation Division of the New Mexico Energy, Minerals and Natural Resources Department, and in order to

promote the conservation of the hydrocarbons in and that may be produced from said formation in

and under said lands, and would be in the public interest;

AND, for the purposes aforesaid, the parties hereto do hereby communitize for proration or spacing purposes only the leases and/or depths described in Exhibit "A" hereto insofar as they cover hydrocarbons within and that may be produced from the said formation (hereinafter referred to as "communitized substances") beneath the above-described land, into a single communitization, for the development, production, operation and conservation of the hydrocarbons in said formation beneath said lands.

Attached hereto and made a part of this agreement for all purposes, is Exhibit A showing the acreage, depths communitized and ownership (Lessees of Record) of all leases within the communitized area.

- 2. 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 therefrom shall be allocated among the leases described in Exhibit "A" hereto in the proportion that the number of surface acres covered by each of such leases and included within the communitized area bears to the total number of acres contained in the communitized area.
- 3. Subject to Paragraph 4, the royalties payable on communitized substances allocated to the individual leases and the rentals provided for in said leases shall be determined and paid in the manner and on the basis prescribed in each of said leases. Except as provided for under the terms and provisions of the leases described in Exhibit "A" hereto or as herein provided to the contrary, the payment of rentals under the terms of said leases shall not be affected by this agreement; and except as herein modified and changed or heretofore amended, the oil and gas leases subject to this agreement shall remain in full force and effect as originally issued and amended.

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- 4. Ameredev Operating, LLC shall be the Operator of the said communitized area and all matters of operation shall be determined and performed by Ameredev Operating, LLC shall be determined and performed by Ameredev Operating, LLC shall be determined and performed by Ameredev Operating, LLC shall be determined and performed by Ameredev Operating, LLC shall be determined and performed by Ameredev Operating, LLC shall be determined and performed by Ameredev Operating, LLC shall be determined and performed by Ameredev Operating, LLC shall be determined and performed by Ameredev Operating, LLC shall be determined and performed by Ameredev Operating, LLC shall be determined and performed by Ameredev Operating shall be determined and performed shall be dete
- 5. The State of New Mexico hereafter is entitled to the right to take in kind its share for the communitized substances allocated to such tract, and Operator shall make deliveries of such royalty share taken in kind in conformity with applicable contracts, laws, and regulations.
- 6. There shall be no obligation upon the parties hereto to offset any well or wells situated on the tracts of land comprising the communitized area, nor shall the Operator be required to measure separately the communitized substances by reason of the diverse ownership of the separate tracts of land comprising the said communitized area; provided, however, that the parties hereto shall not be released from their obligation to protect the communitized area from drainage of communitized substances by wells which may be drilled within offset distance (as that term is defined) of the communitized area.
- 7. The commencement, completion, and continued operation or production of a well or wells of communitized substances on the communitized area shall be considered as the commencement, completion, continued operation or production as to each of the leases described in Exhibit "A" hereto.
- 8. The production of communitized substances and disposal thereof shall be in conformity with the allocations, allotments, and quotas made or fixed by any duly authorized person or regulatory body under applicable Federal or State laws. This agreement shall be subject to all applicable Federal and State laws, executive orders, rules and regulations affecting the performance of the provisions hereof, 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 compliance is prevented by or if such failure results from compliance with any such laws, orders, rules and regulations.
- 9. This agreement shall be effective as of the date hereinabove written upon execution by the necessary parties, notwithstanding the date of execution, and upon approval by the Commissioner of Public Lands, shall remain in full force and effect for a period of one year from the date hereof and as long thereafter as communitized substances are produced from the communitized area in paying quantities; provided, that this agreement shall not expire if there is a well capable of producing gas in paying quantities located upon some part of the communitized area, if such a well is shut-in due to the inability of the Operator to obtain a pipeline connection or to market the gas therefrom, and if either: (a) a shut-in royalty has been timely and properly paid pursuant to the provisions of one of the State of New Mexico oil and gas leases covering lands subject to this agreement so as to prevent the expiration of such lease; or (b) each of the State of New Mexico oil and gas leases covering lands subject to this agreement is in its primary term (if a five-year lease), or in its primary or secondary term (if a ten-year lease), or is held by production from another well. Provided further, however, that prior to production in paying quantities from the communitized area, and upon fulfillment of all requirements of the Commissioner of Public Lands with respect to any dry hole or abandoned well drilled upon the communitized area, this agreement may be

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terminated at any time by mutual agreement of the parties hereto. This agreement shall not terminate upon cessation of production of communitized substances if, within sixty (60) days thereafter, reworking or drilling operations on the communitized area are commenced and are thereafter conducted with reasonable diligence. As to State Trust Lands, written notice of intention to commence such operations shall be filed with the Commissioner of Public Lands within thirty (30) days after the cessation of such production, and a report of the status of such operations shall be made by the Operator to the Commissioner every thirty (30) days, and the cessation of such operations for more than twenty (20) consecutive days shall be considered as an abandonment of such operations as to any lease from the State of New Mexico included in this agreement.

- 10. Operator will furnish the Oil Conservation Division of the New Mexico Energy, Minerals and Natural Resources Department, and the Commissioner of Public Lands of the State of New Mexico, with any and all reports, statements, notices and well logs and records which may be required under the laws and regulations of the State of New Mexico.
- 11. It is agreed between the parties hereto that the Commissioner of Public Lands, or his duly authorized representatives, shall have the right of supervision over all operations under the communitized area to the same extent and degree as provided in the oil and gas leases described in Exhibit "A" hereto and in the applicable oil and gas regulations of the State of New Mexico.
- 12. If any order of the Oil Conservation Division of the New Mexico Energy Minerals and Natural Resources Department, upon which this agreement is predicated or based is in anyway changed or modified, then in such event said agreement is likewise modified to conform thereto.
- 13. 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 instruments, 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.
- 14. 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.

IN WITNESS WHEREOF, the parties hereto have executed this agreement as of the day and year first above written.

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BY CRESLEY SPEARS

OPERATOR: Ameredev Operating, LLC	BY CRESLEY SPEARS
Parker Reese, President and CEO	2019 (1.1.1.3
BY: Name and Title of Authorized Agent	_
/Signature of Authorized Agent	-
<b>A</b>	t in an Individual Capacity
Acknowledgmen	t in an individual Capacity
State of ) SS)	
County of )	
This instrument was acknowledged before	me on Date
By Name(s) of Person(s)	
(Seal)	Signature of Notarial Officer
	My commission expires:
Acknowledgment i	n an Representative Capacity
State of <b>Texas</b> ) SS)	
County of <b>Travis</b>	
This instrument was acknowledged before	me on March 7, 2019 Date
By Parker Reese, Presi	
Name(s) of Person(s)	low I have
GORDON G. GALLET	Signature of Notarial Officer
Comm. Expires 12-05-2020 Notary ID 130921617	My commission expires: 12-5-2020

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LEASE #: VB26	460000		actours a <del>re</del> cord
LESSEE OF REC	ORD: Ameredev	New Mexico, LLC	2019 (27.7.1.5.1.7.1.
	Reese, Presid		
Name & Title o	of Authorized Agent		
Signature of Authorized A	gent		
Signature of Fluthorized Fig.	Bour		
	Acknowle	dgment in an Individual Cap	oacity
State of	)		
County of	SS)		
County of	,		
This instrument v	was acknowledged b	pefore me on	Date
Ву			
Name(s) of Pe	erson(s)		
(\$	Seal)		Signature of Notarial Officer
•	,		· ·
		My commission ex	xpires:
	Acknowledg	ment in an Representative C	apacity
State of <b>T</b>	Texas )		
State of	SS)		
County of	Travis )		
This instrument v	was acknowledged l	pefore me on March 7,20	Date
			. Duto
By Pa	· · · · · · · · · · · · · · · · · · ·	President and CEO	4
Name(s) of Fe	15011(5)	South A	land
G G	BDON G. GALLET	,	Signature of Notarial Officer
Comm	Public, State of Texas n. Expires 12-05-2020		xpires: 12-5-2020
Not	tary ID 130921617	My commission ex	xpires: 10 0-00
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BY CRESLEY SPEARS

#### **EXHIBIT A**

Attached to and made a part of that Communitization Agreement dated

March 1, 2019 6:51

by and between Ameredev Operating, LLC company and Ameredev New Mexico, LLC

the Subdivisions W2E2, E2W2 ,

Sect 15 and 22, Twnshp 26S , Rnge 36E , NMPM Lea County, NM

Limited in depth from \_\_\_\_\_ ft to \_\_\_\_ ft. (enter here what is granted in pooling order if applicable)

OPERATOR of Communitized Area: Ameredev Operating, LLC

**DESCRIPTION OF LEASES COMMITTED:** 

TRACT NO. 1

Lessor: State of New Mexico

Lessee of Record. Ameredev New Mexico, LLC

Serial No. of Lease: B-228 Date of Lease: September 10, 1931

Description of Lands Committed:

Subdivisions: W2E2, E2W2

Sect 15 Twnshp 26S Rng 36E NMPM Lea County NM

No. of Acres: **320.0** 

TRACT NO. 2

Lessor: State of New Mexico

Lessee of Record: Ameredev New Mexico, LLC

Serial No. of Lease: VB26460000 Date of Lease: February 1, 2016

Description of Lands Committed:

Subdivisions: W2NE4,E2NW4

Sect 22 Twnshp 26S Rng 36E NMPM Lea County NM

No. of Acres: 160.00

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#### TRACT NO. 3

Lessor:

# **State of New Mexico**

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Lessee of Record: Ameredev New Mexico, LLC

Serial No. of Lease: **VB24060000** 

Date of Lease: July 1, 2014

Description of Lands Committed:

Subdivisions: **W2SE4** 

Sect 22 Twnshp 26S Rng 36E NMPM Lea County NM

No. of Acres:

80.00

TRACT NO. 4

Lessor: State of New Mexico

Lessee of Record: Ameredev New Mexico, LLC

Serial No. of Lease: VB26180000 Date of Lease: December 1, 2015

Description of Lands Committed:

Subdivisions: **E2SW4** 

Sect 22 Twnshp 26S Rng 36E NMPM Lea County NM

No. of Acres: **80.00** 

# **RECAPITULATION**

Tract number	Number of Acres Committed	Percentage of Interest in Communitized Area
No. 1	320.0	50%
No. 2	160.0	25%
No. 3	80.0	12.5%
No. 4	80.0	12.5%
TOTAL	640.0	100%

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March, 2017

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# NEW MEXICO STATE LAND OFFICE

CERTIFICATE OF APPROVAL

# COMMISSIONER OF PUBLIC LANDS, STATE OF NEW MEXICO

Ameredev Operating, LLC
Azalea State 26-36-28 Well #111H
Vertical Extent: Wolfcamp
Township: 26 South, Range: 36 East, NMPM
Section 28: W2W2
Section 33: W2NW4
Lea County, New Mexico

There having been presented to the undersigned Commissioner of Public Lands of the State on New Mexico for examination, a Communitization Agreement for the development and operation of acreage which is described within the referenced Agreement dated March 1, 2018, which has been executed, or is to be executed by parties owning and holding oil and gas leases and royalty interests in and under the property described, and upon examination of said Agreement, the Commissioner finds:

- (a) That such agreement will tend to promote the conservation of oil and gas and the better utilization of reservoir energy in said area.
- (b) That under the proposed agreement, the State of New Mexico will receive its fair share of the recoverable oil or gas in place under its lands in the area.
- (c) That each beneficiary Institution of the State of New Mexico will receive its fair and equitable share of the recoverable oil and gas under its lands within the area.
- (d) That such agreement is in other respects for the best interests of the State, with respect to state lands.

NOW, THEREFORE, by virtue of the authority conferred upon me under Sections 19-10-45, 19-10-46, 19-10-47, New Mexico Statutes Annotated, 1978 Compilation, I, the undersigned Commissioner of Public Lands of the State of New Mexico, for the purpose of more properly conserving the oil and gas resources of the State, do hereby consent to and approve the said Agreement, and any leases embracing lands of the State of New Mexico within the area shall be and the same are hereby amended to conform with the terms thereof, and shall remain in full force and effect according to the terms and conditions of said Agreement. This approval is subject to all of the provisions of the aforesaid statutes.

IN WITNESS WHEREOF, this Certificate of Approvalis executed with seal affixed, this 13th Day of March, 2018.

COMMISSIONER OF PUBLIC LANDS

of the State of New Mexico

LEA COUNTY, NM
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NM State Land Office Oil, Gas, & Minerals Division

STATE/STATE OR STATE/FEE

Revised March 2017

# COMMUNITIZATION AGREEMENT

COUNTY OF LEA

THAT THIS AGREEMENT [which is NOT to be used for carbon dioxide or helium] is entered into as of MARCH 1, 20 18, by and between the parties subscribing, ratifying or consenting hereto, such parties hereinafter being referred to as "Parties hereto";

WHEREAS, the Commissioner of Public Lands of the State of New Mexico is authorized by the Legislature, as set forth in Sec. 19-10-53, New Mexico Statutes, Annotated, 1978, in the interest of conservation of oil & gas and the prevention of waste to consent to and approve the development or operation of State Trust Lands under agreements made by lessees of oil & gas leases thereon, jointly or severally with other oil & gas lessees of State Trust Lands, or oil and gas lessees or mineral owners of privately owned or fee lands, for the purpose of pooling or communitizing such lands to form a proration unit or portion thereof, or well-spacing unit, pursuant to any order, rule or regulation of the New Mexico Oil Conservation Division of the New Mexico Energy, Minerals and Natural Resources Department where such agreement provides for the allocation of the production of oil or gas from such pools or communitized areas on an acreage or other basis found by the Commissioner of Public Lands to be fair and equitable.

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 leases are more particularly described in the schedule attached hereto, marked Exhibit "A" and made a part hereof, for all purposes; and

WHEREAS, said leases, insofar as they cover the formation or pool as defined by the NMOCD, as further described on Exhibit "A" (hereinafter referred to as "said formation") in and under the land hereinafter described cannot be independently developed and operated in conformity with the well spacing program established for such formation in and under said lands; and

WHEREAS, the parties hereto desire to communitize and pool their respective interests in said leases subject to this agreement for the purpose of developing, operating and producing hydrocarbons in the said formation in and under the land hereinafter described subject to the terms hereof.

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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 undersigned as follows:

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

Subdivisions W2W2

Of Sect(s) 28,33 Twnshp 26S Rng 36E NMPM LEA County, NM

containing 233.7 acres, more or less. It is the judgment of the parties hereto that the communitization, pooling and consolidation of the aforesaid land into a single unit for the development and production of hydrocarbons from the said formation in and under said land is necessary and advisable in order to properly develop and produce the hydrocarbons in the said formation beneath the said land in accordance with the well spacing rules of the Oil Conservation Division of the New Mexico Energy, Minerals and Natural Resources Department, and in order to promote the conservation of the hydrocarbons in and that may be produced from said formation in and under said lands, and would be in the public interest;

AND, for the purposes aforesaid, the parties hereto do hereby communitize for proration or spacing purposes only the leases and/or depths described in Exhibit "A" hereto insofar as they cover hydrocarbons within and that may be produced from the said formation (hereinafter referred to as "communitized substances") beneath the above-described land, into a single communitization, for the development, production, operation and conservation of the hydrocarbons in said formation beneath said lands.

Attached hereto and made a part of this agreement for all purposes, is Exhibit A showing the acreage, depths communitized and ownership (Lessees of Record) of all leases within the communitized area.

- 2. 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 therefrom shall be allocated among the leases described in Exhibit "A" hereto in the proportion that the number of surface acres covered by each of such leases and included within the communitized area bears to the total number of acres contained in the communitized area.
- 3. Subject to Paragraph 4, the royalties payable on communitized substances allocated to the individual leases and the rentals provided for in said leases shall be determined and paid in the manner and on the basis prescribed in each of said leases. Except as provided for under the terms and provisions of the leases described in Exhibit "A" hereto or as herein provided to the contrary, the payment of rentals under the terms of said leases shall not be affected by this agreement; and except as herein modified and changed or heretofore amended, the oil and gas leases subject to this agreement shall remain in full force and effect as originally issued and amended.

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- 4. AMEREDEV OPERATING, LLC shall be the Operator of the said communitized area and all matters of operation shall be determined and performed by AMEREDEV OPERATING, LLC
- 5. The State of New Mexico hereafter is entitled to the right to take in kind its share for the communitized substances allocated to such tract, and Operator shall make deliveries of such royalty share taken in kind in conformity with applicable contracts, laws, and regulations.
- 6. There shall be no obligation upon the parties hereto to offset any well or wells situated on the tracts of land comprising the communitized area, nor shall the Operator be required to measure separately the communitized substances by reason of the diverse ownership of the separate tracts of land comprising the said communitized area; provided, however, that the parties hereto shall not be released from their obligation to protect the communitized area from drainage of communitized substances by wells which may be drilled within offset distance (as that term is defined) of the communitized area.
- 7. The commencement, completion, and continued operation or production of a well or wells of communitized substances on the communitized area shall be considered as the commencement, completion, continued operation or production as to each of the leases described in Exhibit "A" hereto.
- 8. The production of communitized substances and disposal thereof shall be in conformity with the allocations, allotments, and quotas made or fixed by any duly authorized person or regulatory body under applicable Federal or State laws. This agreement shall be subject to all applicable Federal and State laws, executive orders, rules and regulations affecting the performance of the provisions hereof, 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 compliance is prevented by or if such failure results from compliance with any such laws, orders, rules and regulations.
- 9. This agreement shall be effective as of the date hereinabove written upon execution by the necessary parties, notwithstanding the date of execution, and upon approval by the Commissioner of Public Lands, shall remain in full force and effect for a period of one year from the date hereof and as long thereafter as communitized substances are produced from the communitized area in paying quantities; provided, that this agreement shall not expire if there is a well capable of producing gas in paying quantities located upon some part of the communitized area, if such a well is shut-in due to the inability of the Operator to obtain a pipeline connection or to market the gas therefrom, and if either: (a) a shut-in royalty has been timely and properly paid pursuant to the provisions of one of the State of New Mexico oil and gas leases covering lands subject to this agreement so as to prevent the expiration of such lease; or (b) each of the State of New Mexico oil and gas leases covering lands subject to this agreement is in its primary term (if a five-year lease), or in its primary or secondary term (if a ten-year lease), or is held by production from another well, or in its primary or secondary term (if a ten-year lease), or is held by production from another well, or in its primary or secondary term (if a ten-year lease), or in the communitized area, and upon fulfillment of all requirements of the Commissioner of Public Lands with respect to any dry hole or abandoned well drilled upon the communitized area, this agreement may be

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BY CPFGIFY SPEARS

terminated at any time by mutual agreement of the parties hereto. This agreement shall not terminate upon cessation of production of communitized substances if, within sixty (60) days thereafter, reworking or drilling operations on the communitized area are commenced and are thereafter conducted with reasonable diligence. As to State Trust Lands, written notice of intention to commence such operations shall be filed with the Commissioner of Public Lands within thirty (30) days after the cessation of such production, and a report of the status of such operations shall be made by the Operator to the Commissioner every thirty (30) days, and the cessation of such operations for more than twenty (20) consecutive days shall be considered as an abandonment of such operations as to any lease from the State of New Mexico included in this agreement.

- 10. Operator will furnish the Oil Conservation Division of the New Mexico Energy, Minerals and Natural Resources Department, and the Commissioner of Public Lands of the State of New Mexico, with any and all reports, statements, notices and well logs and records which may be required under the laws and regulations of the State of New Mexico.
- 11. It is agreed between the parties hereto that the Commissioner of Public Lands, or his duly authorized representatives, shall have the right of supervision over all operations under the communitized area to the same extent and degree as provided in the oil and gas leases described in Exhibit "A" hereto and in the applicable oil and gas regulations of the State of New Mexico.
- 12. If any order of the Oil Conservation Division of the New Mexico Energy Minerals and Natural Resources Department, upon which this agreement is predicated or based is in anyway changed or modified, then in such event said agreement is likewise modified to conform thereto.
- 13. 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 instruments, 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.
- 14. 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.

IN WITNESS WHEREOF, the parties hereto have executed this agreement as of the day and year first above written.

ONLINE version
March, 2017

State/State

State/Fee

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LEA COUNTY, NM
KEITH MANES, COUNTY CLERK
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Bock2139 Page 553
6 of 9
09/18/2018 11:12 AM
BY CRESLEY SPEARS

OPERATOR	R:	PERATING, LLC		09/18/2018 11:12 BY CRESLEY
		IDENT AND CEO		
Napte an	d Title of Authorized A	agent		
Signature	of Authorized Agent			
	Ac	eknowledgment in ar	ı Individual Capacity	
State of		) SS)		
County of	ont1	) 	_	
Ву	ont was acknow	rledged before me on	Dat	:e
	(Seal)		Signa	uture of Notarial Officer
			My commission expires:	
	Ackn	owledgment in an R	epresentative Capacity	
State of	TEXAS	)		72
County of	TRAVIS	SS)		3
This instrume	ent was acknow	ledged before me on	Date	
	RKER REE of Person(s)	SE, PRESIDEN	IT AND CEO	M 9: 39
<b>*</b>	GORDON G. G Nosem/Public, Sta Comm. Expires 1 Notary ID 130	te of Texas 2-05-2020	Signat  My commission expires: 12 - 5	ture of Notarial Officer  6 - 2020
ONLINE version	n	State/State		-
March, 2017		State/Fee		5

LEA COUNTY, NM
KEITH MANES, COUNTY CLERK
000030456
Book2139 Page 553
7 of 9
09/18/2018 11:12 AM
BY CRESLEY SPEARS

LEASE #: VB231	6 AND VC03335		ВҮ	CRESLEY
	ECORD: AMEREDEV	NEW MEXICO, LLC		
BY: PARKE	REESE, PRESI	DENT AND CEO	•	
Name & Titl	le of Authorized Agent			
14				
Signature of Authorized	Agent			
1	Acknowled	dgment in an Indivi	dual Capacity	
State of	)			
Country of	SS)			
County of	)			
This instrumen	t was acknowledged b	efore me on	Date	
Ву				
Name(s) of	Person(s)			
	(Seal)		Signature of	Notarial Officer
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		My con	nmission expires:	
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State of	TEXAS )			2018 FET 26
County of	SS)			
County of	TRAVIS )			<u>?</u>
This instrument	was acknowledged b	efore me on	Date	ü,
By PAR	KER REESE, P	RESIDENT AN	ND CEO	9
Name(s) of		4	4 4	
william.	GORDON G. GALLET	i) la	So I look	
A C N	lgtagy Public, State of Texas		Signature of	Notarial Officer
	Comm. Expires 12-05-2020 Notary ID 130921617			
		My com	mission expires: 12-5-22	
ONLINE version		State/State		
March,2017		State/Fee		6

State/Fee

LEA COUNTY, NM
KEITH MANES, COUNTY CLERK
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Book2139 Page 553
8 of 9
09/18/2010 11:12 AM
BY CRESLEY SPEARS

## **EXHIBIT A**

Attached to and made a part of that Communitization Agreement dated

by and between AMEREDEV OPERATING, LLC company and AMEREDEV NEW MEXICO, LLC,

the Subdivisions

**W2W2** 

Sect **28,33**, Twnshp

**26S** , Rnge

Inge **36E** 

, NMPM

LEA

County, NM

Limited in depth from \_\_\_\_\_ ft to \_\_\_\_ ft. (enter here what is granted in pooling order if

applicable)

OPERATOR of Communitized Area: AMEREDEV OPERATING, LLC

**DESCRIPTION OF LEASES COMMITTED:** 

TRACT NO. 1

Lessor:

STATE OF NEW MEXICO

Lessee of Record. AMEREDEV NEW MEXICO, LLC

Serial No. of Lease:

VB231600000

Date of Lease:

**OCTOBER 1, 2013** 

Description of Lands Committed:

Subdivisions:

**W2W2** 

Sect 28 Twnshp

**26S** Rng

**36E** NMPM

LEA

County NM

No. of Acres:

160.0

TRACT NO. 2

Lessor: STATE OF NEW MEXICO

73.75

3 26 AN

Lessee of Record:

Serial No. of Lease:

VC03350000

Date of Lease:

2/18/2018

`;<u></u>

Description of Lands Committed:

Subdivisions:

W2W2

**26S** 

Rng

Sect 33 Twnshp

36E NMPM

LEA

County NM

ONLINE version

No. of Acres:

State/State

March, 2017

State/Fee

7

LEA COUNTY, NM
KEITH MANES, COUNTY CLERK
000030456
Book2139 Page 553
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09/18/2018 11:12 AM
BY CRESLEY SPEARS

## TRACT NO. 3

Lessor:

Lessee of Record:

Serial No. of Lease:

Date of Lease:

Description of Lands Committed:

Subdivisions:

Sect

Twnshp

Rng

**NMPM** 

County NM

No. of Acres:

## TRACT NO. 4

Lessor:

Lessee of Record:

Serial No. of Lease:

Date of Lease:

Description of Lands Committed:

Subdivisions:

Sect

Twnshp

Rng

NMPM

County NM

No. of Acres:

	T AMPTANI
RECAPITU	LAILIN

Tract number	Number of Acres Committed	Percentage of Interest in Communitized Area	S 26
No. 1	160.0	68.45%	100 mg 200 mg 200 mg
No. 2	73.75	31.55%	й .3
No. 3			9
No. 4			
TOTAL	233.7	100.00%	

ONLINE version

State/State

March, 2017

State/Fee

8

# New Mexico State Land Office Oil, Gas, & Minerals Division

API#: 30-0 025

## STATE/STATE OR STATE/FEE

- 52108

Revised August 2024

#### **COMMUNITIZATION AGREEMENT**

ONLINE Version

THIS C	<b>OMMUNITI</b>	<b>IZATION A</b>	GREE	<b>MENT</b>	("Agreen	ment") [which	is NOT	to be u	used for ca	rbon
						offootivo				

dioxide or helium] is entered into and made effective this \_\_1<sup>st</sup> \_\_[day] of \_\_August \_\_ [month], 2024\_, by and between the parties signing below ("Parties"):

WHEREAS, the Commissioner of Public Lands of the State of New Mexico ("Commissioner") is authorized by the Legislature, as set forth in Section 19-10-53, NMSA 1978, in the interest of

WHEREAS, the Commissioner of Public Lands of the State of New Mexico ("Commissioner") is authorized by the Legislature, as set forth in Section 19-10-53, NMSA 1978, in the interest of development of oil and gas and the prevention of waste to consent to and approve the development or operation of State Trust Lands under agreements made by lessees of oil and gas leases thereon, jointly or severally with other oil & gas lessees of State Trust Lands, or oil and gas lessees or mineral owners of privately owned or fee lands, for the purpose of pooling or communitizing such lands to form a proration unit or portion thereof, or well-spacing unit, pursuant to any order, rule or regulation of the New Mexico Oil Conservation Division of the New Mexico Energy, Minerals and Natural Resources Department ("OCD") where such agreement provides for the allocation of the production of oil or gas from such pools or communitized areas on an acreage or other basis found by the Commissioner to be fair and equitable.

WHEREAS, the Parties own working, royalty, or other leasehold or other interests or operating rights under the oil and gas leases and lands subject to this Agreement, and all such State leases are required to remain in good standing and compliant with State laws, rules and regulations, which leases, along with the well(s) on each lease to be encompassed by this Agreement, are more particularly described in the schedule attached hereto, marked Exhibit "A" and made a part hereof, for all purposes; and

WHEREAS, said leases, insofar as they cover the **Bone Spring** formation or pool as defined by the NMOCD, as further described on Exhibit "A" (hereinafter referred to as "said formation") in and under the land hereinafter described cannot be independently developed and operated in conformity with the well-spacing program established for such formation in and under said lands; and

WHEREAS, the Parties hereto desire to communitize and pool their respective interests in said leases subject to this Agreement for the purpose of developing, operating and producing hydrocarbons in the said formation in and under the land hereinafter described subject to the terms hereof.

NOW THEREFORE, in consideration of the premises and the mutual advantages to the Parties, it is mutually covenanted and agreed by and between the undersigned as follows:

1. The lands described in Exhibit A (or B) covered by this Agreement (hereinafter referred to as the "communitized area") are described as follows:

Subdivisions:	E2W2 of Section 28, Lot 3 & NE4NW4 of Section 33	
0f Sect(s): 28 & 33	Twp: <b>2 6 S</b> Rng: <b>3 6 E</b> NMPM <b>Lea</b>	County, NM

Containing <u>233.74</u> acres, more or less. It is the judgment of the Parties that the communitization, pooling and consolidation of the aforesaid land into a single unit for the development and production of hydrocarbons from the said formation in and under said land is necessary and advisable in order to properly develop and produce the hydrocarbons in the said formation beneath the said land in accordance with the well spacing rules of the OCD, and in order to promote the conservation of the hydrocarbons in and that may be produced from said formation in and under said lands, and would be in the public interest;

AND, for the purposes aforesaid, the Parties do hereby communitize for proration or spacing purposes only the leases and depths described in Exhibit "A" hereto insofar as they cover hydrocarbons within and that may be produced from the said formation (hereinafter referred to as "communitized substances") beneath the above-described land, into a single communitization, for the development, production, operation and conservation of the hydrocarbons in said formation beneath said lands.

Attached hereto and made a part of this Agreement for all purposes, is Exhibit A showing the acreage, depths communitized, and ownership (lessees of record) of all leases within the communitized area.

- 2. The communitized area shall be developed and operated as an entirety with the understanding and agreement between the Parties that all communitized substances produced therefrom shall be allocated among the leases described in Exhibit "A" hereto in the proportion that the number of surface acres covered by each of such leases and included within the communitized area bears to the total number of acres contained in the communitized area.
- 3. Subject to Paragraph 5, the royalties payable on communitized substances allocated to the individual leases and the rentals provided for in said leases shall be determined and paid in the manner and on the basis prescribed in each of said leases. Except as provided for under the terms and provisions of the leases described in Exhibit "A" hereto or as herein provided to the contrary, the payment of rentals or performance of other lease obligations under the terms of said leases shall not be affected by this Agreement; and except as herein modified and changed or heretofore amended, the oil and gas leases subject to this Agreement shall remain in full force and effect as originally issued and amended.

- 4. <u>Matador Production Company</u> shall be the operator of the said communitized area ("Operator") and all matters of operation shall be determined and performed by <u>Matador Production Company</u>. If more than one Operator operates wells subject to this Agreement, the Commissioner reserves the right to require one or more or all operators who added infill wells to this Agreement to obtain a new agreement.
- 5. The Commissioner hereafter is entitled to the right to take in kind the Commissioner's share for the communitized substances allocated to such tract, and the Operator shall make deliveries of such royalty share taken in kind in conformity with applicable contracts, laws, and regulations.
- 6. There shall be no obligation upon the Parties to offset any well or wells situated on the tracts of land comprising the communitized area, nor shall the Operator be required to measure separately the communitized substances by reason of the diverse ownership of the separate tracts of land comprising the said communitized area; provided, however, that the Parties shall not be released from their obligation to protect the communitized area from drainage of communitized substances by wells which may be drilled within offset distance (as that term is defined) of the communitized area.
- 7. The commencement, completion, and continued operation or production of a well or wells of communitized substances on the communitized area shall be considered as the commencement, completion, continued operation or production as to each of the leases described in Exhibit "A" hereto.
- 8. The production of communitized substances and disposal thereof shall be in conformity with the allocations, allotments, and quotas made or fixed by any duly authorized person or regulatory body under applicable Federal or State laws.
- 9. This Agreement shall be effective as of the date hereinabove written upon execution by the Parties, notwithstanding the date of execution, and upon approval by the Commissioner, shall remain in full force and effect for a period of one year from the date hereof and as long thereafter as communitized substances are produced from the communitized area in paying quantities, and so long as all State leases remain in good standing with all applicable State laws, rules, and regulations; provided, that this Agreement shall not expire if there is a well producing gas in paying quantities located upon some part of the communitized area, if such a well is shut-in due to the inability of the Operator to obtain a pipeline connection or to market the gas therefrom, and if either: (a) a shut-in royalty has been timely and properly paid pursuant to the provisions of one of the State of New Mexico oil and gas leases covering lands subject to this Agreement so as to prevent the expiration of such lease; or (b) each of the State of New Mexico oil and gas leases covering lands subject to this Agreement is in its primary term (if a five-year lease), or in its primary or secondary term (if a ten-year lease), or is held by production from another well located within the physical boundaries of that specific lease assignment. Provided further, however, that prior to production in paying quantities from the communitized area, and upon fulfillment of all requirements of the Commissioner with respect to any dry hole or abandoned well drilled

upon the communitized area, this Agreement may be terminated at any time by mutual agreement of the Parties.

- 10. Notwithstanding any other provision herein, if there is a cessation of production of communitized substances for more than sixty (60) days beginning one year after the date of execution, this Agreement shall automatically terminate, along with the ability to produce communitized substances, unless notice of reworking or drilling operations on the communitized area is made within 60 days of cessation of production of communitized substances and are thereafter conducted with reasonable diligence or the Commissioner of Public Lands otherwise grants an exception to continued drilling operations, including for the compliance of other state rules, laws, or policies. All such notices provided pursuant to this Paragraph shall be in writing and must be approved by the Commissioner. As to State Trust Lands, written notice of intention to commence any operations hereunder shall be filed with the Commissioner within thirty(30) days after the cessation of such production, and a report of the status of such operations shall be made by the Operator to the Commissioner every thirty (30) days, and the cessation of such operations for more than twenty (20) consecutive days shall be considered as an abandonment of such operations as to any lease from the State of New Mexico included in this Agreement. All requests to the Commissioner to grant an exception or exceptions for the compliance of other state rules, laws, or policies must be made in writing within thirty (30) days after the cessation of such production, and a report of the status of such operations shall be made by the Operator to the Commissioner every thirty (30) days, and the cessation of such operations for more than twenty (20) consecutive days shall be considered as an abandonment of such operations as to this Agreement or any lease from the State of New Mexico included in this Agreement
- 11. Operator shall furnish the Commissioner and the OCD, with any and all reports, statements, notices and well logs and records which may be required under the laws and regulations of the State of New Mexico.
- 12. It is agreed between the Parties that the Commissioner, or the Commissioner's duly authorized representatives, shall have the right of supervision over all operations under the communitized area to the same extent and degree as provided in the oil and gas leases described in Exhibit "A" hereto and in the applicable oil and gas regulations of the State Land Office and the OCD.
- 13. If any order of the OCD upon which this Agreement is predicated or based is in anyway changed or modified, then in such event said Agreement is likewise modified to conform thereto.
- 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 instruments, 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. 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.
- 16. In the event that Operator is aggrieved by a decision of the Commissioner with respect to any action by the Commissioner arising under this Agreement, Operator may within thirty (30) days after the date of such action file an administrative contest pursuant to 19-7-64 NMSA (1978) and 19.2.15 NMAC. Operator shall initiate no court action against the Commissioner or New Mexico State Land Office regarding this Agreement except to appeal a final decision of the Commissioner rendered pursuant to such a contest proceeding, and as provided by 19-7-64 NMSA (1978). The Parties agree that any venue for any appeal or other action shall be in Santa Fe, New Mexico.
- Operator's receipt of any compliance order, enforcement order, notice of violation, warning letter, or other written notice of final or contemplated enforcement action taken by any federal, state, or local governmental entity arising out of or concerning any of Operator's operations on New Mexico state trust land; (ii) Operator's receipt of any order, judgment, or decree (on consent or otherwise) entered by any federal or state court against Operator arising out of or concerning any of Operator's operations on New Mexico state trust land; or (iii) Operator's receipt of any written notice of claim, written pre-suit notice, or lawsuit arising out of or concerning any of Operator's operations on New Mexico state trust land. Upon the Commissioner's request, Operator shall promptly provide the Commissioner with a copy of any such order, judgment, decree, notice, letter, or lawsuit.

IN WITNESS WHEREOF, the Parties hereto have executed this Agreement as of the day and year first above written.

Operator:	Matador	Production	Company
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By: Kyle Perkins - Senior Vice President & Assistant General Counsel

Name & Title of Authorized Agent

Signature of Authorized Agent

Acknowledgment in a Representative Capacity

STATE OF TEXAS)

§

COUNTY OF DALLAS)

§

This instrument was acknowledged before me on October 29th, 2024, by Kyle Perkins, as Senior Vice President & Assistant General Counsel for Matador Production Company, a Texas corporation, on behalf of said corporation.

Signature of Notarial Officer

My commission expires 3/23/2025

PRESTON CAZALE
Notary ID #132990511
My Commission Expires
March 23, 2025

#### WORKING INTEREST OWNERS AND/OR LESSEES OF RECORD

#### Ameredev New Mexico, LLC

By: Bryan A. Erman – Executive Vice President and General Counsel and Head of M&A of MRC Toro, LLC, Sole Member of Ameredev Stateline II, LLC, Sole Member of Ameredev Holding II, LLC, Sole Member of Ameredev New Mexico, LLC

Name & Title of Authorized Agent

Signature of Authorized Agent

LW poll

Acknowledgment in a Representative Capacity

**STATE OF TEXAS)** 

§

**COUNTY OF DALLAS)** 

Ş

This instrument was acknowledged before me on October 29th, 2024, by Bryan A. Erman, as Executive Vice President and General Counsel and Head of M&A of MRC Toro, LLC, Sole Member of Ameredev Stateline II, LLC, Sole Member of Ameredev Holding II, LLC, Sole Member of Ameredev New Mexico, LLC, a limited liability company, on behalf of said limited liability company.

Signature of Notarial Officer

My commission expires 3/23/2025

PRESTON CAZALE
Notary ID #132990511
My Commission Expires
March 23, 2025

## **EXHIBIT "A"**

Plat of communitized area covering 233.74 acres in the E2W2 of Section 28, Lot 3 & NE4NW4 of Section 33, Township 26 South, Range 36 East, Lea County, New Mexico.

## Azalea State Com #072H

Tract 1 VB-2316-0001 160.00 acres	Section 28-26S-36E
Tract 2 VC-0335-0000 73.74 acres	Section 33-26S-36E

### **EXHIBIT "B"**

Attached to and made a part of that certain Communitization Agreement dated August 1, 2024, embracing the following described land in the E2W2 of Section 28, Lot 3 & NE4NW4 of Section 33, Township 26 South, Range 36 East, Lea County, New Mexico.

Operator of Communitized Area: Matador Production Company

### DESCRIPTION OF LEASES COMMITTED

#### Tract No. 1

Lease Serial Number:

VB-2316-0001

**Description of Land Committed:** 

Township 26 South, Range 36 East,

Section 28: E2W2

Number of Acres:

160.00 acres

**Current Lessee of Record:** 

Ameredev New Mexico, LLC

Name and Percent of Working Interest Owners: Ameredev New Mexico, LLC

#### Tract No. 2

Lease Serial Number:

VC-0335-0000

**Description of Land Committed:** 

Township 26 South, Range 36 East,

Section 33: Lot 3, NE4NW4

Number of Acres:

73.74 acres

Current Lessee of Record:

Ameredev New Mexico, LLC

Name and Percent of Working Interest Owners: Ameredev New Mexico, LLC

## **RECAPITULATION**

Tract No.	No. of Acres Committed	Percentage of Interest in Communitized Area
1	160.00	68.45%
2	73.74	31.55%
Total	233.74	100.00%



COMMISSIONER

Stephanie Garcia Richard

## State of New Mexico Commissioner of Public Lands

310 OLD SANTA FE TRAIL P.O. BOX 1148 SANTA FE, NEW MEXICO 87504-1148 COMMISSIONER'S OFFICE

Phone (505) 827-5760 Fax (505) 827-5766 www.nmstatelands.org

June 14th, 2022

Sarah McElwrath Ameredev II, LLC 2901 Via Fortuna, Suite 600 Austin, TX 78746

Re:

Consolidation Agreement Approval

Azalea 26 36 28 State Com #104H

Vertical Extent: Wolfcamp

Township: 26 South, Range 36 East, NMPM

Section 28: E2W2, W2E2

Section 33: Lots 2-3, NE4NW4, NW4NE4

Lea County, New Mexico

Dear Ms. McElwrath,

The Commissioner of Public Lands has this date approved the Azalea 26 36 28 State Com #104H Consolidation Agreement for the Wolfcamp formation effective 06-01-2022. Enclosed are three Certificates of Approval.

The agreement shall remain in effect for One Year, and as long thereafter as communitized substances are produced from the communitized area in paying quantities.

Approval of this agreement does not warrant or certify that the operator and/or other working interest owners hold legal or equitable title to the leases which are committed hereto, nor does the Commissioner's approval constitute adjudication of any federal or private interests, or warrant or certify that the information supplied by the operator regarding federal or private interests is accurate.

If we may be of further service, please contact Baylen Lamkin at (505) 827-6628.

Sincerely,

Stephanie Garcia Richard Commissioner of Public Lands

tep com hollow

CERTIFICATE OF APPROVAL

#### COMMISSIONER OF PUBLIC LANDS, STATE OF NEW MEXICO

Ameredev Operating, LLC
Azalea 26 36 28 State Com #104H
Wolfcamp
Township: 26 South, Range: 36 East, NMPM
Section 28: E2W2, W2E2
Section 33: Lots 2-3, NW4NE4, NE4NW4

Lea County, New Mexico

There having been presented to the undersigned Commissioner of Public Lands of the State on New Mexico for examination, a Consolidation Agreement for the development and operation of acreage which is described within the referenced Agreement dated **June 1, 2022**, which has been executed, or is to be executed by parties owning and holding oil and gas leases and royalty interests in and under the property described, and upon examination of said Agreement, the Commissioner finds:

- (a) That such agreement will tend to promote the conservation of oil and gas and the better utilization of reservoir energy in said area.
- (b) That under the proposed agreement, the State of New Mexico will receive its fair share of the recoverable oil or gas in place under its lands in the area.
- (c) That each beneficiary Institution of the State of New Mexico will receive its fair and equitable share of the recoverable oil and gas under its lands within the area.
- (d) That such agreement is in other respects for the best interests of the State, with respect to state lands.

NOW, THEREFORE, by virtue of the authority conferred upon me under Sections 19-10-45, 19-10-46, 19-10-47, New Mexico Statutes Annotated, 1978 Compilation, I, the undersigned Commissioner of Public Lands of the State of New Mexico, for the purpose of more properly conserving the oil and gas resources of the State, do hereby consent to and approve the said Agreement, and any leases embracing lands of the State of New Mexico within the area shall be and the same are hereby amended to conform with the terms thereof, and shall remain in full force and effect according to the terms and conditions of said Agreement. This approval is subject to all of the provisions of the aforesaid statutes.

IN WITNESS WHEREOF, this Certificate of Approval is executed, with seal affixed, this 14th day of June, 2022.

COMMISSIONER OF PUBLIC LANDS

CERTIFICATE OF APPROVAL

COMMISSIONER OF PUBLIC LANDS, STATE OF NEW MEXICO

Ameredev Operating, LLC
Azalea 26 36 28 State Com #104H
Wolfcamp
Township: 26 South, Range: 36 East, NMPM
Section 28: E2W2, W2E2
Section 33: Lots 2-3, NW4NE4, NE4NW4

Lea County, New Mexico

There having been presented to the undersigned Commissioner of Public Lands of the State on New Mexico for examination, a Consolidation Agreement for the development and operation of acreage which is described within the referenced Agreement dated **June 1, 2022**, which has been executed, or is to be executed by parties owning and holding oil and gas leases and royalty interests in and under the property described, and upon examination of said Agreement, the Commissioner finds:

- (a) That such agreement will tend to promote the conservation of oil and gas and the better utilization of reservoir energy in said area.
- (b) That under the proposed agreement, the State of New Mexico will receive its fair share of the recoverable oil or gas in place under its lands in the area.
- (c) That each beneficiary Institution of the State of New Mexico will receive its fair and equitable share of the recoverable oil and gas under its lands within the area.
- (d) That such agreement is in other respects for the best interests of the State, with respect to state lands.

NOW, THEREFORE, by virtue of the authority conferred upon me under Sections 19-10-45, 19-10-46, 19-10-47, New Mexico Statutes Annotated, 1978 Compilation, I, the undersigned Commissioner of Public Lands of the State of New Mexico, for the purpose of more properly conserving the oil and gas resources of the State, do hereby consent to and approve the said Agreement, and any leases embracing lands of the State of New Mexico within the area shall be and the same are hereby amended to conform with the terms thereof, and shall remain in full force and effect according to the terms and conditions of said Agreement. This approval is subject to all of the provisions of the aforesaid statutes.

IN WITNESS WHEREOF, this Certificate of Approval is executed, with seal affixed, this 14th day of June, 2022.

COMMISSIONER OF PUBLIC LANDS

CERTIFICATE OF APPROVAL

COMMISSIONER OF PUBLIC LANDS, STATE OF NEW MEXICO

Ameredev Operating, LLC
Azalea 26 36 28 State Com #104H
Wolfcamp
Township: 26 South, Range: 36 East, NMPM
Section 28: E2W2, W2E2
Section 33: Lots 2-3, NW4NE4, NE4NW4

Lea County, New Mexico

There having been presented to the undersigned Commissioner of Public Lands of the State on New Mexico for examination, a Consolidation Agreement for the development and operation of acreage which is described within the referenced Agreement dated June 1, 2022, which has been executed, or is to be executed by parties owning and holding oil and gas leases and royalty interests in and under the property described, and upon examination of said Agreement, the Commissioner finds:

- (a) That such agreement will tend to promote the conservation of oil and gas and the better utilization of reservoir energy in said area.
- (b) That under the proposed agreement, the State of New Mexico will receive its fair share of the recoverable oil or gas in place under its lands in the area.
- (c) That each beneficiary Institution of the State of New Mexico will receive its fair and equitable share of the recoverable oil and gas under its lands within the area.
- (d) That such agreement is in other respects for the best interests of the State, with respect to state lands.

NOW, THEREFORE, by virtue of the authority conferred upon me under Sections 19-10-45, 19-10-46, 19-10-47, New Mexico Statutes Annotated, 1978 Compilation, I, the undersigned Commissioner of Public Lands of the State of New Mexico, for the purpose of more properly conserving the oil and gas resources of the State, do hereby consent to and approve the said Agreement, and any leases embracing lands of the State of New Mexico within the area shall be and the same are hereby amended to conform with the terms thereof, and shall remain in full force and effect according to the terms and conditions of said Agreement. This approval is subject to all of the provisions of the aforesaid statutes.

IN WITNESS WHEREOF, this Certificate of Approval is executed, with seal affixed, this 14th day of June, 2022.

COMMISSIONER OF PUBLIC LANDS

## New Mexico State Land Office Oil, Gas, and Minerals Division ONLINE VERSION

## CONSOLIDATION OF STATE OIL AND GAS LEASES

Revised August 2021

AMEREDEV NEW MEXICO, LLC, Lessee, record title owner of
State Oil and Gas Leases numberedVC01680000, VC03350000 & VB23160001, requests
approval of lease consolidation affecting: SubdivisionsW2E2 and E2W2
Sect_ 28 & 33, T_26S, R_36E, NMPMLea
a _467.46acre proration/spacing unit in theWOLFCAMP formation, for API 30-025-49931, 30-025-49932
and 30-025-49590.
Lessee submits a plat, Exhibit A, showing the subject area, leases involved and the requested consolidation. This plat also delineates the proration unit and locates and designates the completed well and consolidated horizon. All such State leases herein Consolidated are required to remain in good standing and compliant with all State laws, rules & regulations.
Lessee states that the State of New Mexico, for the assigned beneficiaries, owns the royalty interest under these leases and agrees that the state, at its own election, is entitled to delivery in-kind of its share of all communitized substances produced from the leased area.
Approval is requested pursuant to authority granted by applicable statutes. Approval will promote conservation and is in the best interest of the State.
This consolidation, if approved by the Commissioner of Public Lands, shall be effective
(a) a shut-in royalty has been timely and properly paid pursuant to the provision of one of the Stateof New Mexico oil and gas leases covering lands subject to this agreement so as to prevent the expiration of such lease; or
(b) each of the State of New Mexico oil and gas leases covering lands subject to this agreement is inits primary term (if a five-year lease), or is in its primary or secondary term (if a ten-year lease), or is held by production from another well.
Provided further, however, that prior to production in paying quantities from the consolidated area, and upon fulfillment of all requirements of the Commissioner of Public Lands with respect to any dry hole or abandoned well drilled upon the consolidated area, this Consolidation may be terminated at any time by the Lessee. This consolidation shall not terminate upon cessation of production of communitized substances if, within sixty (60) days thereafter, reworking or drilling operations on the

consolidated area are commenced and are thereafter conducted and prosecuted with reasonable diligence.

ONLINE

Intention to commence

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Consolidation of leases

1

August 2021

such operations shall be filed with the Commissioner within thirty (30) days after the cessation of such production, and a report of the status of such operations shall be made by the Operator to the Commissioner every thirty (30) days, and the cessation of such operations for more than twenty (20) consecutive days shall be considered as an abandonment of such operations as to any lease from the State of New Mexico included in this agreement.

Requesting approval of consolidation of NM state oil and gas leases For Americal NEW Mexico, Mc Corporation Acknowledgment in an Individual Capacity: State of ss) County of This instrument was acknowledged before me on Date by Name(s) of Person(s) (Notary Scal) Signature of Notarial Officer My commission expires: Acknowledgment in a Representative Capacity: State of \_\_\_\_TEXAS\_ County of \_\_\_\_TRAVIS\_ This instrument was acknowledged before me on 6/1/2022 SARAH YELVERTON MCELWRATH Notary Public, State of Texas Comm. Expires 08-23-2025 Notary ID 133285988 My commission expires:

ONLINE

version August 2021 Consolidation of leases

2



COMMISSIONER

Stephanie Garcia Richard

## State of New Mexico Commissioner of Public Lands

310 OLD SANTA FE TRAIL P.O. BOX 1148 SANTA FE, NEW MEXICO 87504-1148 COMMISSIONER'S OFFICE

Phone (505) 827-5760 Fax (505) 827-5766 www.nmstatelands.org

June 14th, 2022

Sarah McElwrath Ameredev II, LLC 2901 Via Fortuna, Suite 600 Austin, TX 78746

Re:

Consolidation Agreement Approval Azalea 26 36 28 State Com #127H

Vertical Extent: Wolfcamp

Township: 26 South, Range 36 East, NMPM

Section 28: E2E2

Section 33: Lot 1, NE4NE4

Lea County, New Mexico

Dear Ms. McElwrath,

The Commissioner of Public Lands has this date approved the Azalea 26 36 28 State Com #127H Consolidation Agreement for the Wolfcamp formation effective 06-01-2022. Enclosed are three Certificates of Approval.

The agreement shall remain in effect for One Year, and as long thereafter as communitized substances are produced from the communitized area in paying quantities.

Approval of this agreement does not warrant or certify that the operator and/or other working interest owners hold legal or equitable title to the leases which are committed hereto, nor does the Commissioner's approval constitute adjudication of any federal or private interests, or warrant or certify that the information supplied by the operator regarding federal or private interests is accurate.

If we may be of further service, please contact Baylen Lamkin at (505) 827-6628.

Sincerely,

Stephanie Garcia Richard Commissioner of Public Lands

typ in ne /am

CERTIFICATE OF APPROVAL

#### COMMISSIONER OF PUBLIC LANDS, STATE OF NEW MEXICO

Ameredev Operating, LLC
Azalea 26 36 28 State Com #127H
Wolfcamp
Township: 26 South, Range: 36 East, NMPM
Section 28: E2E2
Section 33: Lot 1, NE4NE4

Lea County, New Mexico

There having been presented to the undersigned Commissioner of Public Lands of the State on New Mexico for examination, a Consolidation Agreement for the development and operation of acreage which is described within the referenced Agreement dated **June 1, 2022**, which has been executed, or is to be executed by parties owning and holding oil and gas leases and royalty interests in and under the property described, and upon examination of said Agreement, the Commissioner finds:

- (a) That such agreement will tend to promote the conservation of oil and gas and the better utilization of reservoir energy in said area.
- (b) That under the proposed agreement, the State of New Mexico will receive its fair share of the recoverable oil or gas in place under its lands in the area.
- (c) That each beneficiary Institution of the State of New Mexico will receive its fair and equitable share of the recoverable oil and gas under its lands within the area.
- (d) That such agreement is in other respects for the best interests of the State, with respect to state lands.

NOW, THEREFORE, by virtue of the authority conferred upon me under Sections 19-10-45, 19-10-46, 19-10-47, New Mexico Statutes Annotated, 1978 Compilation, I, the undersigned Commissioner of Public Lands of the State of New Mexico, for the purpose of more properly conserving the oil and gas resources of the State, do hereby consent to and approve the said Agreement, and any leases embracing lands of the State of New Mexico within the area shall be and the same are hereby amended to conform with the terms thereof, and shall remain in full force and effect according to the terms and conditions of said Agreement. This approval is subject to all of the provisions of the aforesaid statutes.

IN WITNESS WHEREOF, this Certificate of Approval is executed, with seal affixed, this 14th day of June, 2022.

COMMISSIONER OF PUBLIC LANDS

CERTIFICATE OF APPROVAL

COMMISSIONER OF PUBLIC LANDS, STATE OF NEW MEXICO

Ameredev Operating, LLC Azalea 26 36 28 State Com #127H Wolfcamp Township: 26 South, Range: 36 East, NMPM Section 28: E2E2 Section 33: Lot 1, NE4NE4

Lea County, New Mexico

There having been presented to the undersigned Commissioner of Public Lands of the State on New Mexico for examination, a Consolidation Agreement for the development and operation of acreage which is described within the referenced Agreement dated June 1, 2022, which has been executed, or is to be executed by parties owning and holding oil and gas leases and royalty interests in and under the property described, and upon examination of said Agreement, the Commissioner finds:

- (a) That such agreement will tend to promote the conservation of oil and gas and the better utilization of reservoir energy in said area.
- That under the proposed agreement, the State of New Mexico will receive its fair (b) share of the recoverable oil or gas in place under its lands in the area.
- That each beneficiary Institution of the State of New Mexico will receive its fair (c) and equitable share of the recoverable oil and gas under its lands within the area.
- That such agreement is in other respects for the best interests of the State, with (d) respect to state lands.

NOW, THEREFORE, by virtue of the authority conferred upon me under Sections 19-10-45, 19-10-46, 19-10-47, New Mexico Statutes Annotated, 1978 Compilation, I, the undersigned Commissioner of Public Lands of the State of New Mexico, for the purpose of more properly conserving the oil and gas resources of the State, do hereby consent to and approve the said Agreement, and any leases embracing lands of the State of New Mexico within the area shall be and the same are hereby amended to conform with the terms thereof, and shall remain in full force and effect according to the terms and conditions of said Agreement. This approval is subject to all of the provisions of the aforesaid statutes.

IN WITNESS WHEREOF, this Certificate of Approval is executed, with seal affixed, this 14th day of June, 2022.

COMMISSIONER OF PUBLIC LANDS

CERTIFICATE OF APPROVAL

#### COMMISSIONER OF PUBLIC LANDS, STATE OF NEW MEXICO

Ameredev Operating, LLC
Azalea 26 36 28 State Com #127H
Wolfcamp
Township: 26 South, Range: 36 East, NMPM
Section 28: E2E2
Section 33: Lot 1, NE4NE4

Lea County, New Mexico

There having been presented to the undersigned Commissioner of Public Lands of the State on New Mexico for examination, a Consolidation Agreement for the development and operation of acreage which is described within the referenced Agreement dated **June 1, 2022**, which has been executed, or is to be executed by parties owning and holding oil and gas leases and royalty interests in and under the property described, and upon examination of said Agreement, the Commissioner finds:

- (a) That such agreement will tend to promote the conservation of oil and gas and the better utilization of reservoir energy in said area.
- (b) That under the proposed agreement, the State of New Mexico will receive its fair share of the recoverable oil or gas in place under its lands in the area.
- (c) That each beneficiary Institution of the State of New Mexico will receive its fair and equitable share of the recoverable oil and gas under its lands within the area.
- (d) That such agreement is in other respects for the best interests of the State, with respect to state lands.

NOW, THEREFORE, by virtue of the authority conferred upon me under Sections 19-10-45, 19-10-46, 19-10-47, New Mexico Statutes Annotated, 1978 Compilation, I, the undersigned Commissioner of Public Lands of the State of New Mexico, for the purpose of more properly conserving the oil and gas resources of the State, do hereby consent to and approve the said Agreement, and any leases embracing lands of the State of New Mexico within the area shall be and the same are hereby amended to conform with the terms thereof, and shall remain in full force and effect according to the terms and conditions of said Agreement. This approval is subject to all of the provisions of the aforesaid statutes.

IN WITNESS WHEREOF, this Certificate of Approval is executed, with seal affixed, this 14th day of June, 2022.

COMMISSIONER OF PUBLIC LANDS

## New Mexico State Land Office Oil, Gas, and Minerals Division ONLINE VERSION

## CONSOLIDATION OF STATE OIL AND GAS LEASES

Revised August 2021

AMEREDEV NEW MEXICO, LLC	Lessee, record title owner of
State Oil and Gas Leases numbered VC0168000	
requests approval of lease consolidation affecting:	
Subdivisions E2E2	Sect28 & 33,
	County NM to establish a _233.71acre
proration/spacing unit in theWOLFCAMP	
formation, for API 30-025-49933.	
consolidation. This plat also delineates the pro-	ving the subject area, leases involved and the requested ration unit and locates and designates the completed wells herein Consolidated are required to remain in good ules & regulations.
	co, for the assigned beneficiaries, owns the royalty te, at its own election, is entitled to delivery in-kind of its from the leased area.
Approval is requested pursuant to author conservation and is in the best interest of the State	ity granted by applicable statutes. Approval will promote e.
JUNE 1, 2022 (date), and sha as communitized substances are produced from t all leases remain in good standing with all State I shall not expire if there is a well capable of produ	ommissioner of Public Lands, shall be effective all continue in effect for 365 days and as long thereafter the consolidated area in paying quantities, and so long as aws, rules & regulations; provided, that this agreement using gas in paying quantities located upon some part of to the inability of the operator to obtain a pipeline reither:
	and properly paid pursuant to the provision of one of the lands subject to this agreement so as to prevent the
	o oil and gas leases covering lands subject to this use), or is in its primary or secondary term (if a ten-year l.
area, and upon fulfillment of all requirements of dry hole or abandoned well drilled upon the cons any time by the Lessee. This consolidation shall	the Commissioner of Public Lands with respect to any olidated area, this Consolidation may be terminated at not terminate upon cessation of production of ys thereafter, reworking or drilling operations on the

consolidated area are commenced and are thereafter conducted and prosecuted with reasonable diligence.

Intention to commence

ONLINE

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Consolidation of leases

1

August 2021

such operations shall be filed with the Commissioner within thirty (30) days after the cessation of such production, and a report of the status of such operations shall be made by the Operator to the Commissioner every thirty (30) days, and the cessation of such operations for more than twenty (20) consecutive days shall be considered as an abandonment of such operations as to any lease from the State of New Mexico included in this agreement.

Requesting approval of consolidation of NM state oil and gas leases For Amered Wellico, UC Corporation Acknowledgment in an Individual Capacity: State of ss) County of This instrument was acknowledged before me on Date by Name(s) of Person(s) Signature of Notarial Officer (Notery Scal) My commission expires: Acknowledgment in a Representative Capacity: State of \_\_\_\_TEXAS\_ County of \_\_\_\_TRAVIS\_\_\_\_\_ This instrument was acknowledged before me on \_\_\_\_\_6/1/2022 SARAH YELVERTON MCELWRATH Notary Public, State of Texas Comm. Expires 08-23-2025 My commission expires: Notary ID 133285988

ONLINE

version August 2021 Consolidation of leases

2



#### COMMISSIONER

Stephanie Garcia Richard

## State of New Mexico Commissioner of Public Lands

310 OLD SANTA FE TRAIL P.O. BOX 1148 SANTA FE, NEW MEXICO 87504-1148 COMMISSIONER'S OFFICE

Phone (505) 827-5760 Fax (505) 827-5766 www.nmstatelands.org

January 7th, 2022

Sarah McElwrath Ameredev II, LLC 2901 Via Fortuna, Suite 600 Austin, TX 78746

Re:

Communitization Agreement Approval

S Big Oak Tree 26 36 31 Federal Com #128H

Vertical Extent: Wolfcamp

Township: 26 South, Range 36 East, NMPM

Section 29: W2W2 Section 30: E2E2

Section 31: Lot 5, NE4NE4 Section 32: Lot 4, NW4NW4

Lea County, New Mexico

Dear Ms. McElwrath,

The Commissioner of Public Lands has this date approved the S Big Oak Tree 26 36 31 Federal Com #128H Communitization Agreement for the Wolfcamp formation effective 8-24-2021. Enclosed are three Certificates of Approval.

The agreement shall remain in effect for Two Years, and as long thereafter as communitized substances are produced from the communitized area in paying quantities.

Approval of this agreement does not warrant or certify that the operator and/or other working interest owners hold legal or equitable title to the leases which are committed hereto, nor does the Commissioner's approval constitute adjudication of any federal or private interests, or warrant or certify that the information supplied by the operator regarding federal or private interests is accurate.

If we may be of further service, please contact Baylen Lamkin at (505) 827-6628.

Sincerely.

Stephanie Garcia Richard Commissioner of Public Lands

Stephanie Ceuria Richard /55

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LEA COUNTY, NM
KEITH MANES, COUNTY CLERK
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BY ANGELA BEAUCHAMP

### NEW MEXICO STATE LAND OFFICE

CERTIFICATE OF APPROVAL

## COMMISSIONER OF PUBLIC LANDS, STATE OF NEW MEXICO

Ameredev Operating, LLC
S Big Oak Tree 26 36 61 Federal Com #128H
Wolfcamp
Township: 26 South, Range: 36 East, NMPM
Section 29: W2W2
Section 30: E2E2
Section 31: Lot 5, NE4NE4
Section 32: Lot 4, NW4NW4

Lea County, New Mexico

There having been presented to the undersigned Commissioner of Public Lands of the State on New Mexico for examination, a Communitization Agreement for the development and operation of acreage which is described within the referenced Agreement dated **August 24, 2021**, which has been executed, or is to be executed by parties owning and holding oil and gas leases and royalty interests in and under the property described, and upon examination of said Agreement, the Commissioner finds:

- (a) That such agreement will tend to promote the conservation of oil and gas and the better utilization of reservoir energy in said area.
- (b) That under the proposed agreement, the State of New Mexico will receive its fair share of the recoverable oil or gas in place under its lands in the area.
- (c) That each beneficiary Institution of the State of New Mexico will receive its fair and equitable share of the recoverable oil and gas under its lands within the area.
- (d) That such agreement is in other respects for the best interests of the State, with respect to state lands.

NOW, THEREFORE, by virtue of the authority conferred upon me under Sections 19-10-45, 19-10-46, 19-10-47, New Mexico Statutes Annotated, 1978 Compilation, I, the undersigned Commissioner of Public Lands of the State of New Mexico, for the purpose of more properly conserving the oil and gas resources of the State, do hereby consent to and approve the said Agreement, and any leases embracing lands of the State of New Mexico within the area shall be and the same are hereby amended to conform with the terms thereof, and shall remain in full force and effect according to the terms and conditions of said Agreement. This approval is subject to all of the provisions of the aforesaid statutes.

IN WITNESS WHEREOF, this Certificate of Approval is executed, with seal affixed, this 7th day of January, 2022.

Stephanne Gaveter Michael & COMMISSIONER OF PUBLIC LANDS

LEA COUNTY, NM
KEITH MANES, COUNTY CLERK
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BY ANGELA BEAUCHAMP

NM State Land Office Oil, Gas, & Minerals Division

STATE/FEDERAL OR STATE/FEDERAL/FEE Revised Feb. 2013

# ONLINE Version COMMUNITIZATION AGREEMENT

Contract No.	

THIS AGREEMENT, entered into as of the date shown in Section 10 hereof by and between the 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 portions thereof, with other lands, whether or not owned 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 Commissioner of Public Lands of the State of New Mexico, herein called "the Commissioner", is authorized to consent to and approve agreements pooling state oil and gas leases or any portion thereof, when separate tracts under such state leases cannot be independently developed and operated economically in conformity with well-spacing and gas proration rules and regulations established for the field or area and such 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 land 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 the 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 hereto as follows:

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

Subdivisions <u>W2W2 Section 29</u>, E2E2 Section 30, Lot 5 and NE4NE4 Section 31, Lot 4 and <u>NW4NW4 Section 32</u>, T <u>26S</u>, R <u>36E</u>, NMPM <u>LEA</u> County NM containing <u>467.17</u> acres, more or less, and this agreement shall include only the <u>WOLFCAMP</u> Formation underlying said lands and the <u>oil and gas</u> (hereinafter referred to as "communitized substances") producible from such formation.

ONLINE version February 2013

State/Fed/Fee

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REITH MANES, COUNTY CLERK 000018048 Book2192 Page 529 3 of 11 02/22/2022 01:01 PM BY ANGELA BEAUCHAMP

- 2. Attached hereto, and made a part of this agreement for all purposes, is 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, and the authorization, if any, for communitizing or pooling any patented or fee lands within the communitized area.
- 3. All matters of operation 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 three (3) executed copies of a designation of successor operator shall be filed with the Authorized Officer and three (3) additional executed copies thereof shall be filed with the Commissioner.
- 4. Operator shall furnish the Secretary of the Interior, or his authorized representative, and the Commissioner, 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 and the State of New Mexico, 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 therefrom shall be allocated among the leaseholds comprising said area in the proportion that the acreage interest of leasehold bears to the entire acreage interest committed to this agreement.
- 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.

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- 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 is such failure results from, compliance with any such laws, orders, rules or regulations.
- The date of this agreement is August Month 24 Day, 2021 Year, and it shall become effective as 10. of this date or from the onset of production of communitized substances, whichever is earlier upon execution of the necessary parties, notwithstanding the date of execution, and upon approval by the Secretary of Interior, or his duly authorized representative, and by the Commissioner or his duly authorized representative, and shall remain in force and effect for a period of two (2) years and so long thereafter as communitized substances are produced or can be produced from the communitized area in paying quantities; provided, that the twoyear term of this agreement will not in itself serve to extend the term of any Federal lease which would otherwise expire during said period; provided further that prior to production in paying quantities from the communitized area and upon fulfillment of all requirements of the Secretary of Interior, or his duly authorized representative, and all requirements of the Commissioner, with respect to any dry hole or abandoned well, this agreement may be terminated at any time by mutual agreement of the parties hereto. This agreement shall not terminate upon cessation of the capability of production if, within sixty (60) days thereafter, reworking or drilling operations on the communitized area are commenced and are thereafter conducted and prosecuted with reasonable diligence. As to lands owned by the State of New Mexico, written notice of intention to commence such operations shall be filed with the Commissioner within thirty (30) days after the cessation of such capability of production, and a report of the status of such operations shall be made by the Operator to the Commissioner every thirty (30) days, and the cessation of such operations for more than twenty (20) consecutive days shall be considered as an abandonment of such operations as to any lease from the State of New Mexico included in this agreement.
- 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 interest 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 lands shall be subject to approval by the Secretary of the Interior, and as to State of New Mexico lands shall be subject to approval by the Commissioner.

AM 10:39

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KEITH MANES, COUNTY CLERK
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02/22/2022 01:01 PM
BY ANGELA BEAUCHAMP

- 12. It is agreed by the parties hereto that the Secretary of the Interior, or his duly authorized representative, shall have the right of supervision over all operations within the communitized area to the same extent and degree as provided in the oil and gas leases under which the United States of America is lessor, and in the applicable oil and gas operating regulations of the Department of the Interior. It is further agreed between the parties hereto that the Commissioner shall have the right of supervision over all operations to the same extent and degree as provided in the oil and gas leases under which the State of New Mexico is lessor and in the applicable oil and gas statutes and regulations of the State of New Mexico.
- 13. The 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 of the provisions of Section 202 (1) to (7) inclusive, of Executive Order 11246 (30 F. R. 12319), as amended which are hereby incorporated by reference in this agreement.

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

Operator Ameredev Operating LLC/		Lessees of Record Ameredev New Mexico, LLC	
By Nouh Brankle Print name of person	Mon Ball		
VP of Land			
Type of authority			
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LEA COUNTY, NM
KEITH MANES, COUNTY CLERK
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BY ANGELA BEAUCHAMP

## Acknowledgment in an Individual Capacity

State of)	
County of	
This instrument was acknowledged before me on _	DATE
Ву	
ByName(s) of Person(s)	
(Seal)	Signature of Notarial Officer
	My commission expires:
Acknowledgme	ent in a Representative Capacity
State of Texas	
County of <u>Travis</u> ) ss)	
This instrument was acknowledged before me on _	8/20/2021
D. N. J. D U	
By Noah Bramble	
Name(s) of Person(s) as <u>VP of Land</u> of	Ameredev Operating and Ameredev New Mexico, LLC
Type of authority, e.g., officer, trustee, etc	Name of party on behalf of whom instrument was executed
ERIN PEARCY Notary Public, State of Texas Comm. Expires 10-02-2023	Signature of Notarial Officer
Notary ID 130392911	My commission expires: $\frac{10/2}{2023}$
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ONLINE version February 2013

State/Fed/Fee

LEA COUNTY, NM
KEITH MANES, COUNTY CLERK
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02/22/2022 01:01 PM
BY ANGELA BEAUCHAMP

## **EXHIBIT A**

To Communitization Agreement dated August 24, 2021

Plat of communitized area covering the:

Subdivisions W2W2 Section 29, E2E2 Section 30, Lot 5 and NE4NE4 Section 31, Lot 4 and NW4NW4 Section 32, T 26S, R 36E, NMPM LEA County, NM.

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LEA COUNTY, NM
KEITH MANES, COUNTY CLERK
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02/22/2022 01:01 PM
BY ANGELA BEAUCHAMP

#### **EXHIBIT B**

To Communitization Agreement dated August 24 20 19, embracing the Subdivisions W2W2 Section 29 F2F2 Section 30. Let 5 and NEANEAS at 12th August 24 20 19, embracing the Subdivisions
W2W2 Section 29, E2E2 Section 30, Lot 5 and NE4NE4 Section 31, Lot 4 and NW4NW4 Section 32, T 26S, R 36E, NMPM LEA County, NM
Operator of Communitized Area: Ameredev Operating LLC
TRACT NO. 1
Lease Serial No.: NMNM137809
Lease Date: 4/1/2018
Lease Term: 10 years
Lessor: BUREAU OF LAND MANAGEMENT
Original Lessee: Ameredev New Mexico LLC
Present Lessee: Ameredev New Mexico LLC
Description of Land Committed: Subdivisions W2W2 Section 29 and NE4NE4 Section 30. Two. 26S
Sob NWFWI, Lea County, NM
Number of Acres: 200.00
Royalty Rate: 1/8
Name and Percent ORRI Owners: Constitution Resources II, LP- 12.5%
Name and Percent WI Owners: Ameredev New Mexico, LLC 100%
TRACT NO. 2  Lease Serial No.: VB-2631-0003  Lease Date: 1/1/2016  Lease Term: 5 years - HBP
Lessor: State of New Mexico
Original Lessee: NewKumet Exploration, Inc.
Present Lessee: Ameredev New Mexico, LLC
Description of Land Committed: Subdivisions <u>Lot 4, NW4NW4</u> , Sect <u>32</u> , Twp <u>26S</u> , Rng <u>36E</u> , NMPM, <u>Lea</u> <u>County, NM</u>
Number of Acres: 73.62
Royalty Rate: <u>3/16</u>
Name and Percent ORRI Owners:
WILLIAM D. PATTERSON 0.42708%
TRACEY L. BREADNER 0.42708%
NEWKUMET, LTD 0.85417%
JOHN THOMA 0.85417%
NEWKUMET, LTD         0.42708%           JOHN THOMA         0.85417%           ENDEAVOR ENERGY RESOURCES, LP         1.68750%
CONSTITUTION RESOURCES II, LP 2.00000%
Name and Percent WI Owners: AMEREDEV NEW MEXICO, LLC 100%
Name and Percent WI Owners:  ONLINE version February 2013  AMEREDEV NEW MEXICO, LLC 100%  State/Fed/Fee  7

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BY ANGELA BEAUCHAMP

#### TRACT NO. 3

Lease Serial No.: <u>B208</u>	9/P717 (Original Lease), B2	2162/P271 (Extension)		
Lease Date:2/18/2017	7			
Lease Term: 3 Year				
Lessor: <u>Beckham Ranch,</u> Gail Russell, Elizabeth Ann B	Inc., The Bobby A. and San	nmie W. Burchard Living Tr	ust, Henry Keith I	Beckham, Mary
Original Lessee: Resonar				
Present Lessee:Ameredev	New Mexico, LLC			
Description of Land Committee	ed: Subdivisions Lot 5. NF	ANE4 Sect 31 Two	, Rng	<u>36E</u> ,
Number of Acres:193.	.55			
Royalty Rate: 1/4				
Name and Percent ORRI Own	ers: None			
Name and Percent WI Owners	:Ameredev New N	Mexico, LLC 100%		
TRACT NO. 4				
774767 110. 4				
Lease Serial No.:				
T				
Lease Term:				
T				
Original Lessee:				
Present Lessee:				
Description of Land Committed	l: Subdivisions	-		
Sect, Twp, Rng	g, NMPM,			, County, NM
Number of Acres:				county, 141VI
Royalty Rate:				
Name and Percent ORRI Owner	rs:			
Name and Percent WI Owners:				
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ONLINE version February 2013

State/Fed/Fee

#### RECAPITULATION

LEA COUNTY, NM
KEITH MANES, COUNTY CLERK
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BY ANGELA BEAUCHAMP

Tract numbers	Number of Acres Committed	Percentage of Interest in Communitized Area
Tract No.1		
	200.00	42.810968%
Tract No.2	73.62	15.758717%
Tract No.3	193.55	41.430314%
Tract No.4	<u></u>	

Received by OCD: 7/27/2021 3:55:13 PM

District I 1625 N. French Dr., Hobbs, NM 88240 Phone: (575) 393-6161 Fax: (575) 393-0720 811 S. First St., Artesia, NM 88210 Phone: (575) 748-1283 Fax: (575) 748-9720 1000 Rio Brazos Road, Aztec, NM 87410 Phone: (505) 334-6178 Fax: (505) 334-6170

District IV 1220 S. St. Francis Dr., Santa Fc, NM 87505

Phone: (505) 476-3460 Fax: (505) 476-3462

**RECORDER'S MEMORANDUM** At the time of recording, this instrument was found to be partially illegible. All blackouts, creases, streaks and white-

outs were present at recording.

LEA COUNTY, NM KEITH MANES, COUNTY CLERK 000018048 Book2192 Page 11 of 11 02/22/2022 01:01 PM ANGELA BEAUCHAMP

FORM C-102

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State of New Mexico

Energy, Minerals & Natural Resources Department

Revised August 1, 2011 Submit one copy to appropriate

OIL CONSERVATION DIVISION

**District Office** 

1220 South St. Francis Dr. Santa Fe, NM 87505

AMENDED REPORT

WELL LOCATION AND ACREAGE DEDICATION PLAT

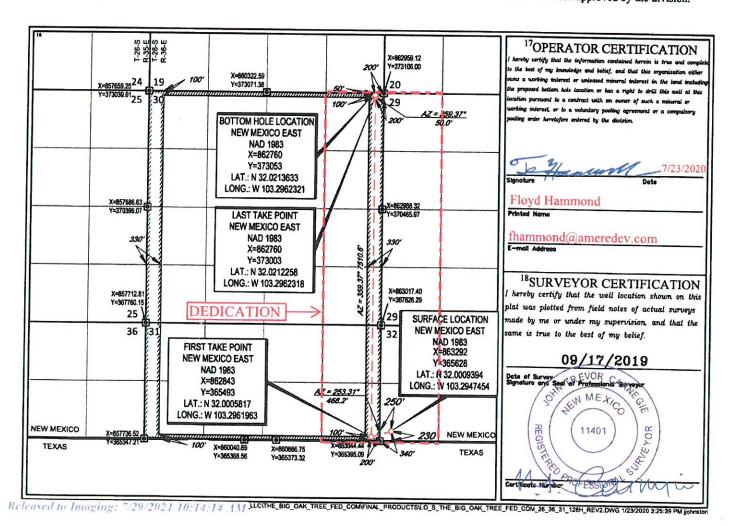
<sup>1</sup> API Number 30-025-49256	<sup>2</sup> Pool Code <b>98234</b>	<sup>3</sup> Pool Name WC-025 G-09 S263619C; WOLFCAM		
<sup>4</sup> Property Code 331309		OPERTY Name REE FED COM 26 36 31	*Well Number	
<sup>7</sup> OGRID No. 372224	•	CERTATING, LLC.	'Elevation 2904'	
	<sup>10</sup> Surf	ace Location	1 3001	

Feet from the North/South line Feet from the East/West line

UL or lot no. Section Township Range Lot Idr County 32 26-S 4 36-E 230' SOUTH 250 WEST LEA <sup>11</sup>Bottom Hole Location If Different From Surface

UL or lot no. Section Township Rang Lot Ide Feet from th North/South lin Feet from th East/West lin County 30 26-S 36-E 50 NORTH 200' EAST LEA 12Dedicated Acres Joint or Infill Consolidation Code Order No. 467.17

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.





## United States Department of the Interior

#### BUREAU OF LAND MANAGEMENT New Mexico State Office 301 Dinosaur Trail Santa Fe, New Mexico 87508 https://www.blm.gov/new-mexico

LEA COUNTY, NM
KEITH MANES, COUNTY CLERK
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CYNTHIA RAMIREZ

02/22/2023 09:59 AM

In Reply Refer To: NMNM 143670 (NMNM105723004) 3105.2 (NM920)

JAN 1 2 2023

#### Reference:

Communitization Agreement S Big Oak Tree Fed Com 26-36-31 #128H

Section 29: W2W2; Section 30: E2E2;

Section 31: Lot 5, NENE; Section 32: Lot 4, NWNW. T. 26 S., R. 36 E., N.M.P.M. Lea County, NM

Ameredev Operating, LLC 2901 Via Fortuna, Suite 600 Austin, TX 78746

#### Gentlemen:

Enclosed is an approved copy of Communitization Agreement NMNM143670 involving 200.00 acres of Federal land in lease NMNM137809, 73.62 acres of State land, and 193.55 acres of Fee land, Lea County, New Mexico, which comprise a 467.17 acre well spacing unit.

The agreement communitizes all rights to all producible crude oil and associated natural gas from the Wolfcamp formation beneath the W2W2 of sec. 29, E2E2 of sec. 30, Lot 5, NENE of sec. 31, and Lot 4, NWNW of sec. 32, T. 26 S., R. 36 E., NMPM, Lea County, NM, and is effective August 1, 2021. Approval of this agreement does not warrant or certify that the operator, thereof, and other working interest owners hold legal or equitable title to the leases which are committed hereto.

Approval of this agreement does not constitute an adjudication of any state, local government, or private interests, and does not constitute a warranty or certification that the information supplied by the party submitting this agreement regarding any private, state, or local government interests is accurate.

Copies of this approval letter are being distributed to the appropriate Federal agencies. You are requested to furnish all interested parties with the appropriate evidence of this approval. Any production royalties that are due must be reported and paid according to regulations set up by the Office of Natural Resources Revenue at 1-800-525-9167 or 303-231-3504.

2

If you have any questions regarding this approval, please contact Elizabeth Rivera at (505) 954-2162.

Please furnish all interested principals with appropriate evidence of this approval.

Sincerely,

KYLE PARADIS Digitally signed by KYLE PARADIS Date: 2023.01.12 14:11:56 -07'00'

Kyle Paradis
Branch Chief of Reservoir Management
Division of Minerals

1 Enclosure:

1 - Communitization Agreement

cc:

ONRR, Denver
NM Taxation & Revenue Dept. (Revenue Processing Div.)
NMOCD
NM (9200)
NMP020, (CFO, File Room)
NMSO (NM925, File)
NM STATE LAND COMM.

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BY CYNTHIA RAMIREZ

#### **DETERMINATION - APPROVAL - CERTIFICATION**

Pursuant to the authority vested in the Secretary of the Interior under Section 17(j) of the Mineral Leasing Act of 1920, as amended (74 Stat. 784; 30 U.S.C. 266(j), and delegated to the authorized officer of the Bureau of Land Management, I do hereby:

- A. Determine and certify that the plan of development and operation contemplated in the attached Communitization Agreement is necessary, advisable, and in the public interest for the purpose of more properly conserving the natural resources.
- B. Approve the attached Communitization Agreement NMNM143670 involving Federal Lease NMNM137809, State and Fee lands. This Communitization Agreement is in Secs. 29, 30, 31, and 32, T. 26 S., R. 36 E., NMPM, Lea County, New Mexico, for production of crude oil and associated natural gas, producible from the Wolfcamp Formation.
- C. Certify and determine that the drilling, producing, rental, minimum royalty and royalty requirements of the Federal lease or leases committed to said Communitization Agreement are hereby established, altered, changed, or revoked to conform with the terms and conditions of the Communitization Agreement.

Approval of this agreement does not warrant or certify that the operator thereof and other holders of operating rights hold legal or equitable title to those rights in the subject leases which are committed hereto. In addition, approval of this agreement does not warrant or certify that the State or Patented land descriptions and acreages are consistent with the latest survey for those lands.

This approval is granted subject to the condition that the requirements of Section 102(b)(3) of the Federal Oil and Gas Royalty Management Act of 1982 be satisfied for all wells drilled anywhere within the communitized area.

Section 102(b)(3) of the Federal Oil and Gas Royalty Management Act of 1982, as implemented by the applicable provisions of the operating regulations at Title 43 CFR 3162.4-1(c), requires that "not later than the 5th business day after any well begins production on which royalty is due anywhere on a leases site or allocated to a lease site, or resumes production in the case of a well which has been off production for more than 90 days, the operator shall notify the authorized officer by letter or sundry notice, Form 3160-5, or orally to be followed by a letter or sundry notice, of the date on which such production has begun or resumed."

The date on which production is commenced or resumed will be construed for oil wells as the date on which liquid hydrocarbons are first sold or shipped from a temporary storage facility, such as a test tank, and for which a run ticket is required to be generated, or the date on which liquid hydrocarbons are first produced into a permanent storage facility, whichever first occurs; and, for gas wells, as the date on which associated liquid hydrocarbons are first sold or shipped from a temporary storage facility, such as a test tank, and for which a run ticket is required to be generated, or the date on which gas is first measured through permanent metering facilities, whichever first occurs.

If you fail to comply with this requirement in the manner and time allowed, you shall be liable for civil penalties for each day such violation continues, not to exceed a maximum of 20 days. See Section 109(c)(3) of the Federal Oil and Gas Royalty Management Act of 1982 and the implementing regulations at Title 43 CFR 3163.2(e)(2).

KYLE PARADIS Digitally signed by KYLE PARADIS Date: 2023.01.12 14:12:24 -07'00'

Kyle Paradis
Branch Chief of Reservoir Management
Division of Minerals

Effective: August 1, 2021 Contract No.: NMNM143670

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BY CYNTHIA RAMIREZ

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AUG 3 1 2021

BLM, NMSO SANTA FE

#### Federal Communitization Agreement

Contract No. NMNM 143670

THIS AGREEMENT entered into as of the 1<sup>st</sup> day of August, 2021, by and between the 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 not owned 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 hereto as follows:

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

Township 26 South, Range 36 East, NMPM, Lea County, New Mexico

W2W2 of Section 29 E2E2 of Section 30 Lot 5 and NE4NE4 of Section 31 Lot 4 and NW4NW4 of Section 32

Containing 467.17 acres, and this agreement shall include only the Wolfcamp formation underlying said lands and the crude oil and associated natural gas

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BY CYNTHIA RAMIREZ

- hereafter referred to as "communitized substances," producible from such formation.
- 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, and the authorization, if any, for communitizing or pooling any patented or fee lands within the communitized area.
- 3. The Operator of the communitized area shall be Ameredev Operating, LLC, 2901 Via Fortuna, Suite 600, Austin, Texas 78746. 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.
  - All proceeds, 8/8ths, attributed to unleased Federal or Indian lands included within the CA area are to be paid into the appropriate Unleased Lands Account or Indian Trust Account by the designated operator until the land is leased or ownership is established.
- 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

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- 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.
- The date of this agreement is August 1, 2021, and it shall become effective as of 10. 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 terminated at 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 2year term of this agreement will not in itself serve to extend the term of any Federal lease which would otherwise expire during said period.

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- 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 are hereby 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.

Ameredev Operating, LLC

Operator,

Date

Noah Bramble, VP of Land

#### **ACKNOWLEDGEMENT**

STATE OF TEXAS

SS.

**COUNTY OF TRAVIS** 

On this Ast day of August, 2021, before me, a Notary Public for the State of Texas, personally appeared Noah Bramble, known to me to be the VP of Land of Ameredev Operating, LLC, the corporation that executed the foregoing instrument and acknowledged to me such corporation executed the same.

(SEAL)

My Commission Expires

ERIN PEARCY
Notary Public, State of Texas
Comm. Expires 10-02-2023
Notary ID 130392911

LEA COUNTY, NM
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Notary Public

#### WORKING INTEREST OWNERS AND/OR LESSEES OF RECORD

I, the undersigned, hereby certify, on behalf of Ameredev Operating, LLC, Operator of this Communitization Agreement, that all working interest owners (i.e., lessees of record and operating rights owners) shown on Exhibit B attached to this Agreement are, to the best of my knowledge, the working interest owners of the leases subject to this Agreement, and that the written consents of all of the named owners have been obtained and will be made available to the BLM immediately upon request.

8/24/2021 Date By: No Land

Title: VP of Land

**ACKNOWLEDGEMENT** 

STATE OF TEXAS

SS.

COUNTY OF TRAVIS

INTY OF TRAVIS

On this 1st day of August, 2021, before me, a Notary Public for the State of Texas, personally appeared Noah Bramble, known to me to be the VP of Land of Ameredev Operating, LLC, the corporation that executed the foregoing instrument and acknowledged to me such corporation executed the same.

(SEAL)

My Commission Expires

ERIN PEARCY
Notary Public, State of Texas
Comm. Expires 10-02-2023
Notary ID 130392911

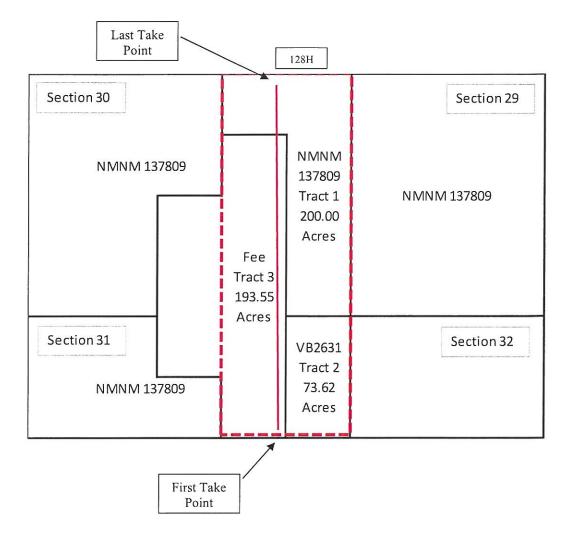
Notary Public

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#### **EXHIBIT "A"**

Plat of communitized area covering 467.17 acres in the Lot 5 and NE4NE4 Section 31, Lot 4 and NW4NW4 Section 32, E2E2 Section 30 and W2W2 Section 29, Township 26 South, Range 36 East, NMPM, Lea County, New Mexico

#### S Big Oak Tree Fed Com 26-36-31 128H



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

To Communitization Agreement Dated August 1, 2021 embracing the following described land in in the Lot 5 and NE4NE4 Section 31, Lot 4 and NW4NW4 Section 32, E2E2 Section 30 and W2W2 Section 29, Township 26 South, Range 36 East, NMPM, Lea County, New Mexico.

Operator of Communitized Area: Ameredev Operating, LLC

#### **DESCRIPTION OF LEASES COMMITTED**

#### Tract No. 1

Lease Serial Number: NMNM 137809

Description of Land Committed: Township 26 South, Range 36 East,

**NMPM** 

Section 29: W2W2 (160.00 Acres) Section 30: NE4NE4 (40.00 Acres)

Number of Acres: 200.00 Acres

Name of Working Interest Owners: Ameredev New Mexico, LLC

Overriding Royalty Owners: Constitution Resources II, LP

Current Record Title Owner: Ameredev New Mexico, LLC

Tract No. 2

Lease Serial Number: VB2361

Description of Land Committed: Township 26 South, Range 36 East,

**NMPM** 

Section 32: Lot 4 (33.62 Acres)

NW4NW4 (40 Acres)

Number of Acres: 73.62 Acres

Name of Working Interest Owners: Ameredev New Mexico, LLC

Overriding Royalty Owners: Constitution Resources II, LP

William D. Patterson

LEA COUNTY, NM
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Tracey L. Breadner Newkumet, Ltd John Thoma

Endeavor Energy Resources, LP

Royalty Owners:

State of New Mexico

Current Record Title Owner:

Ameredev New Mexico, LLC

Tract No. 3

Lease Serial Number:

Fee

Description of Land Committed:

Township 26 South, Range 36 East,

**NMPM** 

Section 31: Lot 5 (33.55 Acres)

NE4NE4 (40 Acres)

Section 30: SE4NE4, E2SE4 (120 Acres)

Number of Acres:

193.55 Acres

Name of Working Interest Owners:

Ameredev New Mexico, LLC

Overriding Royalty Owners:

None

Royalty Owners:

Mary Gail Russell

Elizabeth Ann Beckham

The Bobby A. And Sammie W. Burchard

Living Trust

Monteray Becham, Jr. Henry Keith Beckham William Brian Beckham Monty Brad Beckham

Current Record Title Owner:

Ameredev New Mexico, LLC

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BY CYNTHIA RAMIREZ

#### **RECAPITULATION**

Tract No.	No. of Acres Committed	Percentage of Interest in Communitized Area
1 2 3	200.00 73.62 193.55	42.8109682% 15.7587174% 41.4303144%
Total	467.17	100.0000%

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KEITH MANES, COUNTY CLERK
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BY CYNTHIA RAMIREZ

RECORDER'S MEMORANDUM

At the time of recording, this instrument was found to be partially illegible.

All blackouts, creases, streaks and whiteouts were present at recording.

LEA COUNTY, NM
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BY CYNTHIA RAMIREZ

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FORM C-102

District I 1625 N. French Dr., Hobbs, NM 88240 Phone: (\$75) 393-6161 Fax: (\$75) 393-0720 District II 811 S. First St., Artesia, NM 88210 Phone: (\$75) 748-1283 Fax: (\$75) 748-9720 District III 1000 Rio Brazos Road, Aztec, NM 87410

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

District IV 1220 S. St. Francis Dr., Santa Fe, NM 87505 Phone: (505) 476-3460 Fax: (505) 476-3462

Received by OGD: 7/27/2021 3:55:13 PM

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

Revised August 1, 2011
Submit one copy to appropriate

District Office

AMENDED REPORT

WELL LOCATION AND ACREAGE DEDICATION PLAT

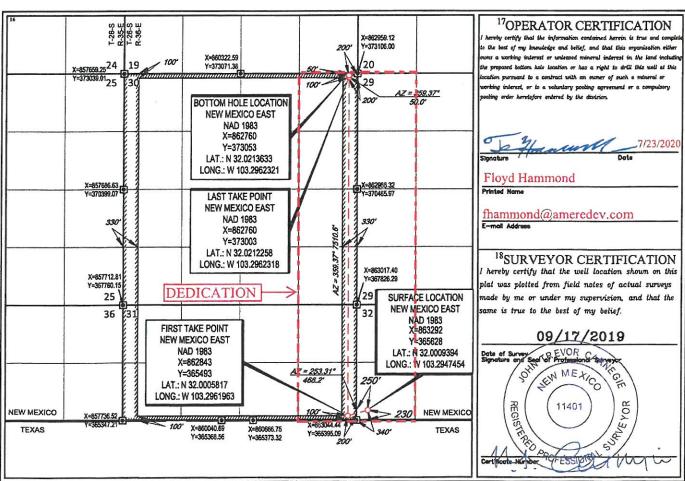
1220 South St. Francis Dr.

Santa Fe, NM 87505

<sup>1</sup> APl Number	<sup>2</sup> Pool Code	<sup>3</sup> Pool Name		
30-025-49256	98234	WC-025 G-09 S263619C; WOLFCAMP		
<sup>4</sup> Property Code 331309		perty Name EE FED COM 26 36 31	*Well Number 128H	
<sup>7</sup> OGRID No. 372224	*Oper AMEREDEV O	Elevation 2904		

<sup>10</sup>Surface Location East/West lin UL or lot no. Township Range Lot Idn Feet from the North/South line Feet from the County 36-E 230' SOUTH 250 4 32 26-S WEST LEA <sup>11</sup>Bottom Hole Location If Different From Surface East/West lin Feet from the North/South lin Feet from the UL or lot no. Section Township Rang Lot Idr 30 26-S 50 NORTH 200' LEA 36-E EAST <sup>12</sup>Dedicated Acres <sup>3</sup>Joint or Infill \*Consolidation Code Order No. 467.17 C

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.



Released to Imaging: 7/29/2021 10:14:14 AM LICITHE BIG OAK\_TREE\_FED\_COM/FINAL\_PRODUCTS/LO\_S\_THE\_BIG\_OAK\_TREE\_FED\_COM\_28\_36\_31\_128H\_REV2.DWG 1/23/2020 3:25:39 PM johrstor

1979 Royalties LP	110 N Marienfeld St Ste 200		Midland	TX	79701-4412
Aaron James Childress	1400 McDonald St		Midland	TX	79703
Alan Jochimsen	4209 Cardinal Lane		Midland	TX	79707
Amarco Energy Llc	3051 Wolf Creek Ranch Rd		Burnet	TX	78611
August Resources Ltd	PO Box 2237		Midland	TX	79702
Bascom Mitchell Family P'ship LP	8523 Thackery #6202		Dallas	TX	75225
Beckham Bypass Trust Uad 01/19/2018	Billie Jean Beckham, Trustee	PO Box 1203	Jal	NM	88252
Beckham Marital Trust Uad	01/19/2018, Billie Jean Beckham, Trustee	PO Box 1203	Jal	NM	88252
BEN JAMN LLC	PO BOX 129		EMMETSB	U IA	50536
Big Three Energy Group LLC	P. O. Box 429		Roswell	NM	88202-0429
BR2 Holdings LLC	PO Box 980552		Houston	TX	77098-0552
Bruce C Miller	1904 Coleman CT		Midland	TX	79705-1723
BTA OIL PRODUCERS	104 S. Pecos		Midland	TX	79701
Burlington Resources Oil & Gas Company LP	700 Plaza Office Building		Bartlesville	e OK	74004-0001
Carol Noonan	285 N. Dogwood Trail		Kitty Hawk	NC	27949
Carolyn Michelle Beckham	23521 Indian Divide CV		Spicewood	XT b	78669-1649
Cary Anthony	PO Box 123		Monahans	TX	79756
Cayuga Royalties LLC	PO Box 540711		Houston	TX	77254-0711
Cortez Resources Llc	PO Box 190969		Dallas	TX	75219
CRM 2018, LP	PO Box 51933		Midland	TX	79710
Diane Kay Magee	301 N 12Th St		Ballinger	TX	76821
DOORNOOBS MINERAL PARTNERS LLC	PO BOX 639		BARTLESV	IIOK	74005
Earnell Beckham Young,	As Separate Property	12 Lytle Place Drive	Abilene	TX	79602
Earnell Beckham Young,	Life Estate	12 Lytle Place Drive	Abilene	TX	79602
Eg Energy Llc	9204 Cherokee Lane		Leawood	KS	66206
Elizabeth Ann Beckham Sanders	266 Nm Highway 88		Portales	NM	88130
Emil Mosbacher Oil And Gas Llc	P.O. Box 301261		Dallas	TX	75303-1261
ENDEAVOR ENERGY RESOURCES LP	Lockbox Number 679478	1200 E Campbell Rd., Ste 108	Richardso	n TX	75081
EOG Resources Inc	PO Box 4362		Houston	TX	77210-4362
Exile Royalty Company LLC	515 Houston St Ste 631		Fort Worth	TX	76102-3981
Featherstone Development Corp	P. O. Box 429		Roswell	NM	88202-0429
Gkt Investment Partnership Ltd	P.O. Box 940		Portland	TX	78374
Hansen Oil Properties, L.P.	P.O. Box 291275		Kerrville	TX	78029
HED Enterprises, LP	1528 Slocum St		Dallas	TX	75207-3604
Henry Keith Beckham	PO Box 230		Jal	NM	88252

HINKLE HOLDINGS LLC	PO BOX 2292		ROSWELL	NM	88202-2292
Hunter G. Davis	4408 Long Champ Dr Apt 5		Austin	TX	78746
J&R Jackson Investments, LLC	1828 Broken Bend Drive		Westlake	TX	76262
Joe Bob Jones	5808 Grassland Ct		Midland	TX	79707
Joe N Gifford	529 Solomon Lane		Midland	TX	79705
JT Curtis III LLC	PO Box 3403		Fredericksb	:TX	78624
Karemont Properties LLC	PO Box 9451		Midland	TX	79708-9451
KWF Enterprises, LP	1528 Slocum St		Dallas	TX	75207-3604
Laughlin Bypass Trust	Fbo Sandra Laughlin	PO Box 1588	Tulsa	OK	74101
Logic Energy Holdings, Llc	4582 State Hwy 111 W		Yoakum	TX	77995-5406
Marbella Development Lp	13834 Captain'S Row		Corpus Chr	r <b>TX</b>	78418
Marilyn Jean Van Petten, Trustee Of The	Marilyn Van Petten Revocable Trust	5828 Nicholas Circle	Amarillo	TX	79109
Mark McClellan & Paula McClellan	PO Box 730		Roswell	NM	88202
Mark Wayne Smith	123 Warbler Way		Georgetowi	χTı	78633-4806
MCCLELLAN OIL CORPORATION	P O DRAWER 730		ROSWELL	NM	88202-0730
McMullen Minerals II LP	PO Box 470857		Fort Worth	TX	76147-0857
Michael A Kulenguski	279 Jones Mountain Road		Madison	VA	22727
Mike Petraitis	1603 Holloway		Midland	TX	79701
Monticello Minerals LLC	4128 Bryn Mawr Dr		Dallas	TX	75225
Monty Brad Beckham	PO Box 152		Forestburg	TX	76239
MRC Royalties, LLC	5400 LBJ Freeway Ste 1500		Dallas	TX	75240
MRC Toro, LLC	5400 LBJ Freeway Ste 1500		Dallas	TX	75240
National Christian Foundation Real Property I	ı 111625 Rainwater Dr Ste 500		Alpharetta	GA	30009
New Mexico State Land Office	P O Box 1148		Santa Fe	NM	87504
Newkumet Ltd.	PO BOX 11330		Midland	TX	79702-8330
Office of Natural Resources	PO Box 25627		Denver	CO	80225-0627
OXY USA WTP LP	WESTERN REGION	P.O. Box 841803	Dallas	TX	75284-1803
OXY Y-1 COMPANY	ATTN: Remittances	P.O. Box 841803	Dallas	TX	75284-1803
Panhandle Properties LLC	P. O. Box 647		Artesia	NM	88211-0647
Parrot Head Properties LLC	P. O. Box 429		Roswell	NM	88202-0429
Pbex Llc	PO Box 10250		Midland	TX	79702
Peggy Denise Beckham Hanna	1027 E Waco St		Kermit	TX	79745
Prevail Energy LLC	521 Dexter St		Denver	CO	80220-5035
Printz II, Llc	190 E Stacy Rd 306373		Allen	TX	75002
Prospector LLC	P. O. Box 429		Roswell	NM	88202-0429

QUAIL CREEK ROYALTY LLC	13831 QUAIL POINT DRIVE		OKLAHOM	ł OK	73134
RADO CAPITAL LLLP Limited Partnership	5 Inverness Drive E		Englewood		80112
Realeza Del Spear LP	PO Box 1684		Midland	TX	79702
Robinson Family Trust Udta November 20, 19	0 1148 Kit Wav		Hobbs	CA	93455
Ross & Kandace McClellan	PO Box 730		Roswell	NM	88202-0730
Sandia Minerals, LLC	44 Cook St Ste 1000		Denver	СО	80206
Sandra Laughlin C/O Bokf, Na	PO Box 1588		Tulsa	OK	74101
SES INVESTMENTS LTD	PO BOX 10886		MIDLAND	TX	79702
Sharbro Energy LLC	P. O. Box 840		Artesia	NM	88211-0840
Shawn Burchard 2019 Trust	Shawn M Burchard, Trustee	6906 71st St	Lubbock	TX	79424-1830
Sheep Mountain Ltd	PO Box 2237		Midland	TX	79702
Sitio Permian LP	1401 Lawrence St Ste 1750		Denver	CO	80202-2497
Starck Family Oil & Gas, Llc	PO Box 312		Burkett	TX	76828
STATES ROYALTY LIMITED PARTNRS	P O BOX 911		BRECKENF	RTX	76424-0911
Susan Marie Thoma	7333 Norfolk Pl		Castle Pine	e CO	80108-3611
Tank Country, Llc	15447 Fm 144N		Omaha	TX	75571
TD MINERALS LLC	8111 WESTCHESTER DR STE 900		DALLAS	TX	75225-6146
The Beveridge Company	4305 N GARFIELD ST STE 261		MIDLAND	TX	79705
The Kimberly Beth Raney 2019 Trust	748 Fm 1730		Tahoka	TX	79373-5705
Thomas Anderson Beckham	PO Box 60479		Midland	TX	79711
Tiburon Oil & Gas, Inc.	629 Nomad Drive		Spicewood	I TX	78669
TK MINERALS LLC	675 BERING DR STE 110		HOUSTON	TX	77057
TOC Holdings LLC	PO Box 101029		Fort Worth	TX	76185
Tracey L Breadner	4020 East Hill Drive		Irving	TX	75038
Virginia R. Hansen	P.O. Box 80430		Midland	TX	79709
William Arthur Chalfant, Ttee	P.O. Box 3123		Midland	TX	79702
William D Patterson	6851 NE Loop 820, Ste 200		North Rich	l TX	76180
Winkler Lea Royalty Lp	C/O Varde Partners	901 Marquette Ave South Ste 3300	Minneapoli	i: MN	55402
XTO Holdings LLC	P O Box 840780		Dallas	TX	75284-0780
Zia Royalty, LLC	P O Box 2160		Hobbs	NM	88241-2160
Bureau of Land Management	620 E. Green Street		Carlsbad	NM	88220
Bureau of Land Management	301 Dinosaur Trail		Santa Fe	NM	87508
Estate Of H.L. Brown, Jr.	Unknown				



Paula M. Vance Associate Phone (505) 988-4421 Fax (505) 819-5579 pmvance@hollandhart.com

April 1, 2025

# CERTIFIED MAIL RETURN RECEIPT REQUESTED

TO: ALL AFFECTED PARTIES

Re: Application of Matador Production Company to Amend NMOCD Order CTB-944-A administrative approval to surface commingle (pool and lease), as well as off-lease measure and off-lease storage, oil and gas production from the spacing units comprising E/2 W/2 and E/2 E/2 of Section 19, the E/2 W/2 and E/2 E/2 of Section 20, the W/2 W/2 of Sections 16 and 21, E/2 W/2 and W/2 E/2 of Sections 15 and 22, E/2 E/2 of Section 30, Lot 5 and NE/4 NE/4 of irregular Section 31, W/2 W/2 of Section 29, Lot 4 and NW/4 NW/4 of irregular Section 32, and all of Section 28 and irregular Section 33, Township 26 South, Range 36 East, Lea County, New Mexico (the "Lands")

#### Ladies and Gentlemen:

Enclosed is a copy of the above-referenced application, which was filed with the New Mexico Oil Conservation Division on this date. Division rules require that a copy of this application be provided to you (there are no documents in this notice packet for you to sign). Any objection to this application must be filed in writing within twenty days from the date the Division receives the application at the Division's Santa Fe office located at 1220 South St. Francis Drive, Santa Fe, New Mexico, 87505. If no objection is received within this twenty-day period, this application may be approved administratively by the Division.

If you have any questions about this application, please contact the following:

David Johns Matador Production Company (972) 619-1259 djohns@matadorresources.com

Paula M. Vance

ATTORNEY FOR MATADOR PRODUCTION

**COMPANY** 

Sincerely.

						Your item was delivered to an
						individual at the address at
						1:17 pm on April 8, 2025 in
9402811898765445785931	1979 Royalties LP	110 N Marienfeld St Ste 200	Midland	TX	79701-4412	MIDLAND, TX 79701.
						Your item was delivered to an
						individual at the address at
						1:14 pm on April 4, 2025 in
9402811898765445785658	Aaron James Childress	1400 McDonald St	Midland	TX	79703-4922	MIDLAND, TX 79703.
						Your item was delivered to an
						individual at the address at
						12:10 pm on April 4, 2025 in
9402811898765445785627	Alan Jochimsen	4209 Cardinal Ln	Midland	TX	79707-1935	MIDLAND, TX 79707.
						Your item was picked up at
						the post office at 10:32 am on
						April 7, 2025 in BURNET, TX
9402811898765445785696	Amarco Energy Llc	3051 Wolf Creek Ranch Rd	Burnet	TX	78611-3739	78611.
						This is a reminder to pick up
						your item before April 18,
						2025 or your item will be
						returned on April 19, 2025.
						Please pick up the item at the
						MIDLAND, TX 79702 Post
9402811898765445785689	August Resources Ltd	PO Box 2237	Midland	TX	79702-2237	Office.
						Your item was delivered to an
						individual at the address at
						6:34 pm on April 4, 2025 in
9402811898765445785115	Bascom Mitchell Family Pship LP	8523 Thackery St Apt 6202	Dallas	TX	75225-3915	DALLAS, TX 75225.
						Your item was picked up at
						the post office at 12:54 pm on
	Beckham Bypass Trust Uad 01/19/2018 Billie Jean					April 7, 2025 in JAL, NM
9402811898765445785160	Beckham, Trustee	PO Box 1203	Jal	NM	88252-1203	
						Your item was picked up at
						the post office at 12:54 pm on
	Beckham Marital Trust Uad 01/19/2018, Billie					April 7, 2025 in JAL, NM
9402811898765445785146	Jean Beckham, Trustee	PO Box 1203	Jal	NM	88252-1203	
						Your item was picked up at
						the post office at 11:36 am on
						April 4, 2025 in
9402811898765445785139	BEN JAMN LLC	PO Box 129	Emmetsburg	IA	50536-0129	EMMETSBURG, IA 50536.

						Your item was picked up at
						the post office at 10:16 am on
						April 4, 2025 in ROSWELL, NM
9402811898765445785313	Big Three Energy Group LLC	PO Box 429	Roswell	NM	88202-0429	88201.
						Your item has been delivered
						and is available at a PO Box at
						9:04 am on April 7, 2025 in
9402811898765445785320	BR2 Holdings LLC	PO Box 980552	Houston	TX	77098-0552	HOUSTON, TX 77098.
						Your item has been delivered
						to an agent and left with an
						individual at the address at
						1:12 pm on April 4, 2025 in
9402811898765445785399	Bruce C Miller	1904 Coleman Ct	Midland	TX	79705-1723	MIDLAND, TX 79705.
						Your item was picked up at a
						postal facility at 7:41 am on
						April 7, 2025 in MIDLAND, TX
9402811898765445785382	BTA OIL PRODUCERS	104 S Pecos St	Midland	TX	79701-5021	79701.
						Your item was picked up at a
						postal facility at 8:15 am on
						April 8, 2025 in BARTLESVILLE,
9402811898765445785375	Burlington Resources Oil & Gas Company LP	700 Plaza Office Building	Bartlesville	OK	74004-0001	OK 74003.
						Your item was delivered to an
						individual at the address at
						1:54 pm on April 4, 2025 in
9402811898765445785016	Carol Noonan	285 N Dogwood Trl	Kitty Hawk	NC	27949-3138	KITTY HAWK, NC 27949.
						Your item was picked up at
						the post office at 11:34 am on
						April 7, 2025 in SPICEWOOD,
9402811898765445785061	Carolyn Michelle Beckham	23521 Indian Divide Cv	Spicewood	TX	78669-1649	
						This is a reminder to pick up
						your item before April 18,
						2025 or your item will be
						returned on April 19, 2025.
						Please pick up the item at the
						MONAHANS, TX 79756 Post
9402811898765445785092	Cary Anthony	PO Box 123	Monahans	TX	79756-0123	Office.

						This is a reminder to pick up
						your item before April 17,
						2025 or your item will be
						returned on April 18, 2025.
						Please pick up the item at the
						HOUSTON, TX 77254 Post
9402811898765445785085	Cavuga Royalties II C	PO Box 540711	Houston	TX	77254-0711	·
3402011030703443703003	edyaga noyanies eee	100000000000000000000000000000000000000	Tiouston	17	77254 0711	Your item was picked up at a
						postal facility at 10:54 am on
						April 4, 2025 in DALLAS, TX
9402811898765445785412	Cortez Resources IIc	PO Box 190969	Dallas	TX	75219-0969	1
3402011030703443703412	COTTEE RESOURCES ETC	10 80% 130303	Dallas	17	73213 0303	Your item has been delivered
						and is available at a PO Box at
						9:12 am on April 4, 2025 in
9402811898765445785429	CRM 2018 LP	PO Box 51933	Midland	TX	79710-1933	MIDLAND, TX 79705.
3402011030703443703423	CHIVI 2010, LI	10 00 31333	Iviidialid	17	73710 1333	Your item was picked up at
						the post office at 11:07 am on
						April 7, 2025 in BALLINGER, TX
9402811898765445785498	Diane Kay Magee	301 N 12th St	Ballinger	TX	76821-4527	
3402011030703443703430	Diane Ray Magee	301 14 12(11 3)	Danniger	17	70021 4327	Your item was picked up at
						the post office at 10:24 am on
						April 7, 2025 in BARTLESVILLE,
9402811898765445785481	DOORNOOBS MINERAL PARTNERS LLC	PO Box 639	Bartlesville	ОК	74005-0639	1
3402011030703443703401	DOGNINGODS WINVELVAE I ANNIVERS EEC	10 800 033	Barticsvine	OK	74003 0033	Your item was delivered to an
						individual at the address at
						11:48 am on April 4, 2025 in
9402811898765445785474	Earnell Beckham Young, As Separate Property	12 Lytle Place Dr	Abilene	TX	79602-7424	ABILENE, TX 79602.
3402011030703443703474	Larrien Beeknam Tourig, 713 Separate Troperty	12 Lytic Flace Di	Ablienc	17	73002 7424	Your item was delivered to an
						individual at the address at
						11:49 am on April 4, 2025 in
9402811898765445785559	Earnell Beckham Young, Life Estate	12 Lytle Place Dr	Abilene	TX	79602-7424	ABILENE, TX 79602.
3102011030703113703333		12 Lytic Flace Bi	ribilerie	170	73002 7 12 1	Your item was delivered to an
						individual at the address at
						5:31 pm on April 4, 2025 in
9402811898765445785528	Fg Fnergy IIc	9204 Cherokee Ln	Leawood	KS	66206-1702	LEAWOOD, KS 66206.
111111111111111111111111111111111111111	-0 01 -/0				23200 27.02	Your item was delivered to an
						individual at the address at
						4:32 pm on April 7, 2025 in
9402811898765445785542	Elizabeth Ann Beckham Sanders	266 Nm Highway 88	Portales	NM	88130-9247	PORTALES, NM 88130.
		01	1			,

						Your item was picked up at a
						postal facility at 11:17 pm on
						April 4, 2025 in DALLAS, TX
9402811898765445785535	Emil Mosbacher Oil And Gas Llc	PO Box 301261	Dallas	TX	75303-1261	75303.
						Your item was delivered to the
						front desk, reception area, or
						mail room at 2:01 pm on April
	Endeavor Energy Resources Lp Lockbox Number					4, 2025 in RICHARDSON, TX
9402811898765445782213	679478	1200 E Campbell Rd Ste 108	Richardson	TX	75081-1963	75081.
						Your item has been delivered
						to an agent. The item was
						picked up at USPS at 4:26 am
						on April 4, 2025 in HOUSTON,
9402811898765445782220	EOG Resources Inc	PO Box 4362	Houston	TX	77210-4362	TX 77210.
						Your item was delivered to the
						front desk, reception area, or
						mail room at 2:01 pm on April
						4, 2025 in FORT WORTH, TX
9402811898765445782299	Exile Royalty Company LLC	515 Houston St Ste 631	Fort Worth	TX	76102-3981	76102.
						Your item was picked up at
						the post office at 10:16 am on
						April 4, 2025 in ROSWELL, NM
9402811898765445782282	Featherstone Development Corp	PO Box 429	Roswell	NM	88202-0429	88201.
						Your item was picked up at
						the post office at 1:26 pm on
						April 7, 2025 in PORTLAND, TX
9402811898765445782275	Gkt Investment Partnership Ltd	PO Box 940	Portland	TX	78374-0940	
						Your item was picked up at
						the post office at 2:47 pm on
						April 3, 2025 in KERRVILLE, TX
9402811898765445782862	Hansen Oil Properties, L.P.	PO Box 291275	Kerrville	TX	78029-1275	
						Your item was delivered to an
						individual at the address at
						2:23 pm on April 8, 2025 in
9402811898765445782800	HED Enterprises, LP	1528 Slocum St	Dallas	TX	75207-3604	DALLAS, TX 75207.
						Your item was picked up at a
						postal facility at 9:30 am on
						April 8, 2025 in JAL, NM
9402811898765445782848	Henry Keith Beckham	PO Box 230	Jal	NM	88252-0230	88252.

						Your item was picked up at
						the post office at 10:13 am on
						April 4, 2025 in ROSWELL, NM
9402811898765445782831	HINKLE HOLDINGS LLC	PO Box 2292	Roswell	NM	88202-2292	88201.
						Your item has been delivered
						to an agent at the front desk,
						reception, or mail room at
						11:52 am on April 4, 2025 in
9402811898765445782718	Hunter G. Davis	4408 Long Champ Dr Apt 5	Austin	TX	78746-1172	AUSTIN, TX 78746.
						Your item was delivered to an
						individual at the address at
						11:51 am on April 5, 2025 in
9402811898765445782763	J&R Jackson Investments, LLC	1828 Broken Bend Dr	Westlake	TX	76262-8201	ROANOKE, TX 76262.
						Your item was delivered to an
						individual at the address at
						11:26 am on April 4, 2025 in
9402811898765445782701	Joe Bob Jones	5808 Grassland Ct	Midland	TX	79707-5030	MIDLAND, TX 79707.
						Your item was delivered to an
						individual at the address at
						10:11 am on April 4, 2025 in
9402811898765445782749	Joe N Gifford	529 Solomon Ln	Midland	TX	79705-3038	MIDLAND, TX 79705.
						Your item was picked up at
						the post office at 1:00 pm on
						April 7, 2025 in
9402811898765445782732	JT Curtis III LLC	PO Box 3403	Fredericksburg	TX	78624-1934	FREDERICKSBURG, TX 78624.
						This is a reminder to pick up
						your item before April 18,
						2025 or your item will be
						returned on April 19, 2025.
						Please pick up the item at the
						MIDLAND, TX 79708 Post
9402811898765445782954	Karemont Properties LLC	PO Box 9451	Midland	TX	79708-9451	Office.
						Your item was delivered to an
						individual at the address at
						3:20 pm on April 4, 2025 in
9402811898765445782923	KWF Enterprises, LP	1528 Slocum St	Dallas	TX	75207-3604	DALLAS, TX 75207.
						Your item has been delivered
						to an agent at the front desk,
						reception, or mail room at
						8:24 am on April 4, 2025 in
9402811898765445782992	Laughlin Bypass Trust Fbo Sandra Laughlin	PO Box 1588	Tulsa	ОК	74101-1588	TULSA, OK 74103.

						We attempted to deliver your
						item at 12:32 pm on April 7,
						2025 in YOAKUM, TX 77995
						and a notice was left because
						an authorized recipient was
9402811898765445782930	Logic Energy Holdings, Llc	4582 State Highway 111 W	Yoakum	TX	77995-5406	not available.
						This is a reminder to arrange
						for redelivery of your item or
						your item will be returned to
9402811898765445782657	Marbella Development Lp	13834 Captains Row	Corpus Christi	TX	78418-6808	
						The return on your item was
						processed on April 4, 2025 at
	Marilyn Jean Van Petten, Trustee Of The Marilyn					10:55 am in AMARILLO, TX
9402811898765445782626	Van Petten Revocable Trust	5828 Nicholas Cir	Amarillo	TX	79109-7459	
						Your item was picked up at
						the post office at 11:30 am on
						April 7, 2025 in ROSWELL, NM
9402811898765445782695	Mark McClellan & Paula McClellan	PO Box 730	Roswell	NM	88202-0730	88201.
						Your item was forwarded to a
						different address at 11:34 am
						on April 4, 2025 in
						GEORGETOWN, TX. This was
						because of forwarding
						instructions or because the
						address or ZIP Code on the
9402811898765445782633	Mark Wayne Smith	123 Warbler Way	Georgetown	TX	78633-4806	label was incorrect.
						Your item was picked up at
						the post office at 11:30 am on
						April 7, 2025 in ROSWELL, NM
9402811898765445782152	MCCLELLAN OIL CORPORATION	PO Box 730	Roswell	NM	88202-0730	88201.
						Your item has been delivered
						and is available at a PO Box at
						10:29 am on April 3, 2025 in
9402811898765445782121	McMullen Minerals II LP	PO Box 470857	Fort Worth	TX	76147-0857	FORT WORTH, TX 76107.
						Your item was picked up at
						the post office at 11:30 am on
						April 4, 2025 in MADISON, VA
9402811898765445782145	Michael A Kulenguski	279 Jones Mountain Rd	Madison	VA	22727-3348	22727.

						Your item is being held at the
						MIDLAND, TX 79701 post
						office at 8:49 am on April 4,
						2025. This is at the request of
9402811898765445782138	Mike Petraitis	1603 Holloway Ave	Midland	TX	79701-7038	the customer.
						Your item was delivered to an
						individual at the address at
						4:01 pm on April 4, 2025 in
9402811898765445782312	Monticello Minerals LLC	4128 Bryn Mawr Dr	Dallas	TX	75225-6736	DALLAS, TX 75225.
						Your item was picked up at a
						postal facility at 8:20 am on
						April 4, 2025 in FORESTBURG,
9402811898765445782367	Monty Brad Beckham	PO Box 152	Forestburg	TX	76239-0152	
						Your item was delivered to an
						individual at the address at
						10:28 am on April 4, 2025 in
9402811898765445782305	MRC Royalties, LLC	5400 Lbj Fwy Ste 1500	Dallas	TX	75240-1017	DALLAS, TX 75240.
						Your item was delivered to an
						individual at the address at
						10:28 am on April 4, 2025 in
9402811898765445782343	MRC Toro, LLC	5400 Lbj Fwy Ste 1500	Dallas	TX	75240-1017	DALLAS, TX 75240.
						Your item was delivered to an
						individual at the address at
						12:43 pm on April 4, 2025 in
9402811898765445782374	National Christian Foundation Real Property Inc	111625 Rainwater Dr Ste 500	Alpharetta	GA	30009	ALPHARETTA, GA 30009.
						Your item was picked up at a
						postal facility at 7:59 am on
						April 4, 2025 in SANTA FE, NM
9402811898765445782053	New Mexico State Land Office	PO Box 1148	Santa Fe	NM	87504-1148	87501.
						This is a reminder to pick up
						your item before April 18,
						2025 or your item will be
						returned on April 19, 2025.
						Please pick up the item at the
						MIDLAND, TX 79702 Post
9402811898765445782060	Newkumet Ltd.	PO Box 11330	Midland	TX	79702-8330	Office.
						Your item was picked up at a
						postal facility at 9:39 am on
						April 2, 2025 in DENVER, CO
9402811898765445782008	Office of Natural Resources	PO Box 25627	Denver	co	80225-0627	80225.

						Your item was picked up at a
						postal facility at 11:14 pm on
						April 4, 2025 in DALLAS, TX
9402811898765445782084	Oxy USA Wtp Lp WESTERN REGION	PO Box 841803	Dallas	TX	75284-1803	
						Your item was picked up at a
						postal facility at 11:14 pm on
						April 4, 2025 in DALLAS, TX
9402811898765445782411	Oxy Y-1 Company ATTN Remittances	PO Box 841803	Dallas	TX	75284-1803	
						Your item was picked up at
						the post office at 11:51 am on
						April 8, 2025 in ARTESIA, NM
9402811898765445782404	Panhandle Properties LLC	PO Box 647	Artesia	NM	88211-0647	88210.
						Your item was picked up at
						the post office at 10:16 am on April 4, 2025 in ROSWELL, NM
0402011000765445702442	Darrat Hand Dranarties LLC	PO Box 429	Roswell	NM	88202-0429	1 .
9402811898765445782442	Parrot Head Properties LLC	PO BOX 429	Rosweii	INIVI	88202-0429	This is a reminder to pick up
						your item before April 18,
						2025 or your item will be
						returned on April 19, 2025.
						Please pick up the item at the
						MIDLAND, TX 79702 Post
9402811898765445782435	Pbex Llc	PO Box 10250	Midland	TX	79702-7250	
						Your item was picked up at
						the post office at 8:35 am on
						April 7, 2025 in KERMIT, TX
9402811898765445782510	Peggy Denise Beckham Hanna	1027 E Waco St	Kermit	TX	79745-3641	79745.
						Your item arrived at our USPS
						facility in DENVER, CO 80220
						on April 8, 2025 at 5:30 am.
						The item is currently in transit
9402811898765445782503	Prevail Energy LLC	521 Dexter St	Denver	СО	80220-5035	
						Your item was delivered to an
						individual at the address at
0.402044.000765445702544	Deints II IIs	100 5 61		<b>T</b> ),	75000 0704	11:01 am on April 4, 2025 in
9402811898765445782541	Printz II, LiC	190 E Stacy Rd unit 306373	Allen	TX	75002-8734	ALLEN, TX 75002.
						Your item was picked up at the post office at 10:16 am on
						April 4, 2025 in ROSWELL, NM
9402811898765445782534	Prospector II C	PO Box 429	Roswell	NM	88202-0429	'
3402011030/03443/02334	r rospector LLC	FU BUX 423	VO2MGII	INIVI	00202-0429	00201.

						We could not access the delivery location to deliver your package at 10:54 am on
						April 8, 2025 in OKLAHOMA CITY, OK 73120. We will
						redeliver on the next delivery
9402811898765445780219	QUAIL CREEK ROYALTY LLC	13831 Quail Pointe Dr	Oklahoma City	ОК	73134-1021	day. No action needed.
						Your item was delivered to an
						individual at the address at
						12:01 pm on April 2, 2025 in
9402811898765445780226	RADO CAPITAL LLLP Limited Partnership	5 Inverness Dr E	Englewood	СО	80112-5519	ENGLEWOOD, CO 80112.
						This is a reminder to pick up
						your item before April 18,
						2025 or your item will be
						returned on April 19, 2025.
						Please pick up the item at the
0.402044.000765.4.45700205	Basissa Dal Casari D	DO D = 1 4 604	NA: -III	TV	70702 4604	MIDLAND, TX 79702 Post
9402811898765445780295	Realeza Del Spear LP	PO Box 1684	Midland	TX	79702-1684	Office. Your item was delivered to an
						individual at the address at
0402011000765445700222	Rehinson Family Trust Lidta November 20, 1000	11.40 V:+ \\\\\\\\\\\\\\\\\\\\\\\\\\\\\\\\\\\	Conto Maria	C A	02455 4020	5:38 pm on April 5, 2025 in SANTA MARIA, CA 93455.
9402811898765445780233	Robinson Family Trust Udta November 20, 1989	1148 Kit Way	Santa Maria	CA	93455-4020	Your item arrived at the
						ROSWELL, NM 88202 post
						office at 9:55 am on April 8,
9402811898765445780813	Ross & Kandaca McClallan	PO Box 730	Roswell	NM	99202 0720	2025 and is ready for pickup.
9402811898703443780813	NO33 & Randace McClenan	FO BOX 730	Roswell	INIVI	88202-0730	Your item was delivered to the
						front desk, reception area, or
						mail room at 12:43 pm on
						April 2, 2025 in DENVER, CO
9402811898765445780868	Sandia Minerals, LLC	44 Cook St Ste 1000	Denver	со	80206-5827	80206.
3.3232333703443700000					30200 3027	Your item has been delivered
						and is available at a PO Box at
						9:30 am on April 5, 2025 in
9402811898765445780806	Sandra Laughlin C/O Bokf, Na	PO Box 1588	Tulsa	ОК	74101-1588	TULSA, OK 74103.
						This is a reminder to pick up
						your item before April 18,
						2025 or your item will be
						returned on April 19, 2025.
						Please pick up the item at the
						MIDLAND, TX 79702 Post
9402811898765445780844	SES INVESTMENTS LTD	PO Box 10886	Midland	TX	79702-7886	Office.

					Your item was picked up at
					the post office at 10:22 am on
					April 4, 2025 in ARTESIA, NM
9402811898765445780875 Sharbro Energy LLC	PO Box 840	Artesia	NM	88211-0840	88210.
					Your item was picked up at
					the post office at 1:54 pm on
Shawn Burchard 2019 Trust S	Shawn M Burchard,				April 4, 2025 in LUBBOCK, TX
9402811898765445780752 Trustee	6906 71st St	Lubbock	TX	79424-1830	79464.
					This is a reminder to pick up
					your item before April 18,
					2025 or your item will be
					returned on April 19, 2025.
					Please pick up the item at the
					MIDLAND, TX 79702 Post
9402811898765445780721 Sheep Mountain Ltd	PO Box 2237	Midland	TX	79702-2237	Office.
					Your item was delivered to the
					front desk, reception area, or
					mail room at 10:09 am on
					April 2, 2025 in DENVER, CO
9402811898765445780790 Sitio Permian LP	1401 Lawrence St Ste 1750	Denver	со	80202-3074	80202.
					Your item arrived at the
					BURKETT, TX 76828 post office
					at 9:54 am on April 5, 2025
9402811898765445780783 Starck Family Oil & Gas, Llc	PO Box 312	Burkett	TX	76828-0312	and is ready for pickup.
					Your item was picked up at
					the post office at 9:40 am on
					April 3, 2025 in
9402811898765445780776   STATES ROYALTY LIMITED PA	RTNRS PO Box 911	Breckenridge	TX	76424-0911	BRECKENRIDGE, TX 76424.
					Your item has been delivered
					to an agent. The item was
					picked up at USPS at 12:21 pm
					on April 2, 2025 in CASTLE
9402811898765445780950 Susan Marie Thoma	7333 Norfolk Pl	Castle Pines	со	80108-3611	ROCK, CO 80108.
					Your item was delivered to an
					individual at the address at
					12:41 pm on April 4, 2025 in
9402811898765445780929 Tank Country, Llc	15447 Fm 144N	Omaha	TX	75571	OMAHA, TX 75571.
					Your item was delivered to the
					front desk, reception area, or
					mail room at 11:05 am on
					April 4, 2025 in DALLAS, TX
9402811898765445780998 TD MINERALS LLC	8111 Westchester Dr Ste 90	00 Dallas	TX	75225-6146	75225.

						Your item was delivered to the front desk, reception area, or
						mail room at 1:48 pm on April
						4, 2025 in MIDLAND, TX
9402811898765445780981	The Beveridge Company	4305 N Garfield St Ste 261	Midland	TX	79705-4344	79705.
	<u> </u>					Your item was picked up at
						the post office at 12:17 pm on
						April 8, 2025 in TAHOKA, TX
9402811898765445780974	The Kimberly Beth Raney 2019 Trust	748 Fm 1730	Tahoka	TX	79373-5705	79373.
						Your item arrived at the
						MIDLAND, TX 79711 post
						office at 12:58 pm on April 5,
9402811898765445780653	Thomas Anderson Beckham	PO Box 60479	Midland	TX	79711-0479	2025 and is ready for pickup.
						Your item was delivered to an
						individual at the address at
						1:29 pm on April 4, 2025 in
9402811898765445780608	Tiburon Oil & Gas, Inc.	629 Nomad Dr	Spicewood	TX	78669-1495	SPICEWOOD, TX 78669.
						Your item was delivered to an
						individual at the address at
						12:45 pm on April 3, 2025 in
9402811898765445780684	TK MINERALS LLC	675 Bering Dr Ste 110	Houston	TX	77057-2129	HOUSTON, TX 77057.
						Your item has been delivered
						and is available at a PO Box at
						9:51 am on April 3, 2025 in
9402811898765445780110	TOC Holdings LLC	PO Box 101029	Fort Worth	TX	76185-1029	FORT WORTH, TX 76109.
						Your item was delivered to an
						individual at the address at
						10:30 am on April 4, 2025 in
9402811898765445780158	Tracey L Breadner	4020 E Hill Dr	Irving	TX	75038-6211	IRVING, TX 75038.
						This is a reminder to pick up
						your item before April 18,
						2025 or your item will be
						returned on April 19, 2025.
						Please pick up the item at the
						MIDLAND, TX 79708 Post
9402811898765445780165	Virginia R. Hansen	PO Box 80430	Midland	TX	79708-0430	Office.

9402811898765445780103	William Arthur Chalfant, Ttee	PO Box 3123	Midland	TX	79702-3123	This is a reminder to pick up your item before April 18, 2025 or your item will be returned on April 19, 2025. Please pick up the item at the MIDLAND, TX 79702 Post Office.
9402811898765445780196	William D Patterson	6851 NE Loop 820 Ste 200	North Richland Hills	TV	76180-6641	Your item was delivered to an individual at the address at 12:10 pm on April 3, 2025 in NORTH RICHLAND HILLS, TX 76180.
		·				Your item was delivered to an individual at the address at 11:54 am on April 4, 2025 in
9402811898765445780189	Winkler Lea Royalty Lp C/O Varde Partners	901 Marquette Ave Ste 3300	Minneapolis	MN	55402-3248	Your item was picked up at a postal facility at 11:14 pm on April 4, 2025 in DALLAS, TX
9402811898765445780172		PO Box 840780	Dallas	TX	75284-0780	Your item was picked up at the post office at 1:47 pm on April 7, 2025 in HOBBS, NM
9402811898765445780356 9402811898765445780363	Zia Royalty, LLC  Bureau of Land Management	PO Box 2160  620 E Greene St	Hobbs	NM		88240. Your item has been delivered to an agent at the front desk, reception, or mail room at 12:06 pm on April 4, 2025 in CARLSBAD, NM 88220.
	Bureau of Land Management  Bureau of Land Management	301 Dinosaur Trl	Santa Fe	NM	87508-1560	Your item was delivered to the front desk, reception area, or mail room at 10:57 am on April 4, 2025 in SANTA FE, NM
3407011030103443100301	Durcau or Land Management	201 DILIOSAUL III	Janua FE	IVIVI	01200-1200	07300.

# 9402811898765445780363





# Latest Update

Your item has been delivered to an agent at the front desk, reception, or mail room at 12:06 pm on April 4, 2025 in CARLSBAD, NM 88220.

Get More Out of USPS Tracking:





Delivered to Agent, Front Desk/Reception/Mail Room

CARLSBAD, NM 88220 April 4, 2025, 12:06 pm

See All Tracking History

What Do USPS Tracking Statuses Mean?

# 9402811898765445780301





# Latest Update

Your item was delivered to the front desk, reception area, or mail room at 10:57 am on April 4, 2025 in SANTA FE, NM 87508.

Get More Out of USPS Tracking:



### Delivered

Delivered, Front Desk/Reception/Mail Room

SANTA FE, NM 87508 April 4, 2025, 10:57 am

See All Tracking History

What Do USPS Tracking Statuses Mean?

Released to Imaging: 9/5/2025 9:30:30 AM

Remove

# 9402811898765445782053





# Latest Update

Your item was picked up at a postal facility at 7:59 am on April 4, 2025 in SANTA FE, NM 87501.

Get More Out of USPS Tracking:





#### Delivered

Delivered, Individual Picked Up at Postal Facility

SANTA FE, NM 87501 April 4, 2025, 7:59 am

See All Tracking History

What Do USPS Tracking Statuses Mean?

<sup>2</sup>ublisher

Sworn and subscribed to before me this th day of April 2025.

Business Manager

Ay commission expires anuary 29, 2027

Seal)

STATE OF NEW MEXICO NOTARY PUBLIC **GUSSIE RUTH BLACK COMMISSION # 1087526** COMMISSION EXPIRES 01/29/2027

his newspaper is duly qualified to publish egal notices or advertisements within the neaning of Section 3, Chapter 167, Laws of 937 and payment of fees for said publication as been made.

Affidavit of Publicatic

To: All affected parties, including all heirs, devisees, and successors of 1979 ROYALTIES LP, APRIL 4, 2025

STATE OF NEW MEXICO
COUNTY OF LEA

STATE OF NEW MEXICO
COUNTY OF LEA

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 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 April 04, 2025

and ending with the issue dated April 04, 2025

and ending with the issue dated April 04, 2025

and ending with the issue dated April 04, 2025

Afficial and a supplement the recomposition of the successory of 1979 ROYALTY LIC; Jed Royalty (c) and successors of 1979 ROYALTY LIC; AUGUST AND JOHN MERAL PARTMERS LLC; BREAKHAM, JOHN MERAL PARTMERS, LP, STARK AND AND STATE LAND, OFFICE; NEWKUMET LTD; BREAKHAM, CARP VANTHONY; CYUGA COMPANY LLC; FEATHERSTONE DEVELOPMENT LP; MARIAN LLC; FEATHERSTONE DEVELOPMENT LP; CORP. LANGEN ON LP, ROYALTY COMPANY LLC; FEATHERSTONE DEVELOPMENT LP; ENGLAND LP;

INC.; TK MINERALS LLC; TOG HOLDINGS LLC; TRACEYL, BREADNER; VIRGINIA R. HANSEN; WILLIAM ARTHUR CHALFANT, TTEE; WILLIAM D. PATTERSON; WINKLER LEA ROYALTY LP; XTO HOLDINGS LLC; ZIA ROYALTY, LC; BUREAU OF LAND MANAGEMENT; ESTATE OF H.L. BROWN, JR.;

Application of Matador Production Company to Amend NMOCD Order CTB-944-A administrative approval to surface commingle (pool and lease), as well as of-lease measure and off-lease, it has been approval to surface commingle (pool and lease), as well as of-lease measure and off-lease, it has £22 oil and gas profuse the from the spacing units comprising £72 W/2 and £2 £2 £2 fool Section 29, the £72 oil and gas profuse from the spacing units comprising £72 W/2 and £2 £2 £2 fool Section 30, Lot 5 and kelf x 162 £2 £2 fool Section 30, Lot 5 and kelf x 162 £2 £2 fool Section 30, Lot 5 and kelf x 162 £2 £2 fool Section 30, Lot 5 and kelf x 162 £2 £2 fool Section 31, Lot 5 and x 162 £2 £2 fool Section 31, Lot 5 and x 162 £2 £2 fool Section 31, Lot 5 and x 162 £2 £2 fool Section 31, Lot 5 and x 162 £2 £2 fool Section 31, Lot 5 and x 162 £2 £2 fool Section 31, Lot 5 and x 162 £2 £2 fool Section 31, Lot 5 and x 162 £2 £2 fool Section 31, Lot 5 and x 162 £2 £2 fool Section 31, Lot 5 and x 162 £2 £2 fool Section 31, Lot 5 and x 162 £2 £2 fool Section 31, Lot 5 and x 162 £2 £2 fool Section 31, Lot 5 and x 162 £2 £2 fool Section 19, in the WC-025 £2 £2 £2 £2 fool Section 19, in the WC-025 £2 £2 £2 £2 fool Section 19, Lot 5 and x 162 £2 £2 fool Section 19, In the WC-025 £2 £2 £2 £2 fool Section 19, Lot 5 and x 162 £2 £2 fool Section 19, Lot 6 £2 £2 fool Section 19, Lot 6 £2 £2 £2 fool Section 19, Lot 6 £2 £2 fool Section 19, Lot 6 £2 £2 fool Section 19, Lot 6 £2 £2 £2 fool

Released to Imaging: 9/5/2025 9:30:30 AM

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

# APPLICATION FOR SURFACE COMMINGLING SUBMITTED BY MATADOR PRODUCTION COMPANY

**ORDER NO. PLC-1022** 

#### **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. Matador Production Company ("Applicant") submitted a complete application to surface commingle the oil and gas production from the pools, leases, and wells as described in Exhibit A ("Application").
- 2. Applicant proposed a method to allocate the oil and gas production to the pools, leases, and wells to be commingled.
- 3. Applicant stated that it intends to keep the oil and gas production from one or more group(s) of wells identified in Exhibit B segregated from the oil and gas production from all other wells prior to measuring that production with an allocation meter.
- 4. Applicant provided notice of the Application to all persons owning an interest in the oil and 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.
- 5. Applicant provided notice of the Application to the Bureau of Land Management ("BLM") or New Mexico State Land Office ("NMSLO"), as applicable.
- 6. Applicant certified the commingling of oil and gas production from the pools, leases, and wells will not in reasonable probability reduce the value of the oil and gas production to less than if it had remained segregated.
- 7. Applicant in the notice for the Application stated that it sought authorization to prospectively include additional pools, leases, and wells in accordance with 19.15.12.10 C.(4)(g) NMAC.
- 8. Applicant stated that it sought authorization to surface commingle and off-lease measure, as applicable, oil and gas production from wells which have not yet been approved to be drilled, but will produce from a pool and lease as described in Exhibit A.

#### **CONCLUSIONS OF LAW**

9. 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, 19.15.12. NMAC, and 19.15.23. NMAC.

Order No. PLC-1022 Page 1 of 4

- 10. Applicant satisfied the notice requirements for the Application in accordance with 19.15.12.10 A.(2) NMAC, 19.15.12.10 C.(4)(c) NMAC, and 19.15.12.10 C.(4)(e) NMAC, as applicable.
- 11. Applicant satisfied the notice requirements for the Application in accordance with 19.15.23.9 A.(5) NMAC and 19.15.23.9 A.(6) NMAC, as applicable.
- 12. Applicant's proposed method of allocation, as modified herein, complies with 19.15.12.10 B.(1) NMAC or 19.15.12.10 C.(1) NMAC, as applicable.
- 13. Commingling of oil and 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) NMAC and 19.15.12.10 C.(4)(h) NMAC.
- 14. Applicant satisfied the notice requirements for the subsequent addition of pools, leases, and wells in the notice for the Application, in accordance with 19.15.12.10 C.(4)(g) NMAC. Subsequent additions of pools, leases, and wells within Applicant's defined parameters, as modified herein, will not, in reasonable probability, reduce the commingled production's value or otherwise adversely affect the interest owners in the production to be added.
- 15. 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 surface commingle oil and gas production from the pools, leases, and wells as described in Exhibit A.

Applicant is authorized to store and measure oil and gas production off-lease from the pools, leases, and wells as described in Exhibit A at a central tank battery or gas title transfer meter described in Exhibit A.

Applicant is authorized to surface commingle oil and gas production from wells not included in Exhibit A but that produce from a pool and lease as described in Exhibit A.

Applicant is authorized to store and measure oil and gas production off-lease from wells not included in Exhibit A but that produce from a pool and lease as described in Exhibit A at a central tank battery or gas title transfer meter described in Exhibit A.

- 2. This Order supersedes Order CTB-944-A.
- 3. The allocation of oil and gas production to wells not included in Exhibit A but that produce from a pool and lease as described in Exhibit A shall be determined in the same manner as to wells identified in Exhibit A that produce from that pool and lease, provided that if more than one allocation method is being used or if there are no wells identified in Exhibit A that produce from the pool and lease, then allocation of oil and gas production to each well not included in Exhibit A shall be determined by OCD prior to commingling production from it with the production from another well.

Order No. PLC-1022 Page 2 of 4

- 4. The allocation of oil and gas production to each group of wells identified in Exhibit B shall be determined by separating and metering the production from each group as described by Train in Exhibit B prior to commingling that production with production from any other well.
- 5. The oil and gas production for each well identified in Exhibit A shall be separated and metered prior to commingling it with production from another well.
- 6. 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.
- 7. Applicant shall measure and market the commingled gas at a well pad, central delivery point, central tank battery, or gas title transfer meter described in Exhibit A in accordance with this Order and 19.15.19.9. NMAC, provided however that if the gas is vented or flared, and regardless of the reason or authorization pursuant to 19.15.28.8 B. NMAC for such venting or flaring, Applicant shall measure or estimate the gas in accordance with 19.15.28.8 E. NMAC.
- 8. Applicant shall calibrate the meters used to measure or allocate oil and gas production in accordance with 19.15.12.10 C.(2) NMAC.
- 9. If the commingling of oil and gas production from any pool, lease, or well reduces the value of the commingled oil and 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 oil and 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.
- 10. Applicant may submit an application to amend this Order to add pools, leases, and subsequently drilled wells with spacing units adjacent to or within the tracts commingled by this Order by submitting a Form C-107-B in accordance with 19.15.12.10 C.(4)(g) NMAC, provided the pools, leases, and subsequently drilled wells are within the identified parameters included in the Application.
- 11. If a well is not included in Exhibit A but produces from a pool and lease as described in Exhibit A, then Applicant shall submit Forms C-102 and C-103 to the OCD Engineering Bureau after the well has been approved to be drilled and prior to off-lease measuring or commingling oil or gas production from it with the production from another well. The Form C-103 shall reference this Order and identify the well, proposed method to determine the allocation of oil and gas production to it, and the location(s) that commingling of its production will occur.
- 12. Applicant shall not commence commingling oil or gas production from state, federal, or tribal leases until approved by the BLM or NMSLO, as applicable.

Order No. PLC-1022 Page 3 of 4

- 13. If OCD determines that Applicant has failed to comply with any provision of this Order, OCD may take any action authorized by the Oil and Gas Act or the New Mexico Administrative Code (NMAC).
- 14. OCD retains jurisdiction of this matter and reserves the right to modify or revoke this Order as it deems necessary.

**DATE:** <u>9/2/2</u>025

STATE OF NEW MEXICO OIL CONSERVATION DIVISION

ALBERT CHANG

West Chang

DIRECTOR

Order No. PLC-1022 Page 4 of 4

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

#### Exhibit A

Order: PLC-1022

**Operator: Matador Production Company (228937)** 

Central Tank Battery: Amen Corner State Com Central Tank Battery

Central Tank Battery Location: UL M, N, Section 22, Township 26 South, Range 36 East

Satellite Facility: Azalea 8S Staellite Tank Battery

Satellite Facility Location: UL A, B, Section 28, Township 26 South, Range 36 East

**Satellite Facility: Azalea 5S Satellite Tank Battery** 

Satellite Facility Location: UL C, Section 28, Township 26 South, Range 36 East

Satellite Facility: Azalea Central Tank Battery Satellite

Satellite Facility Location: UL D, Section 28, Township 26 South, Range 36 East

Satellite Facility: Wildhog Satellite Tank Battery

Satellite Facility Location: UL C, Section 20, Township 26 South, Range 36 East

Satellite Facility: Prizehog Satellite Tank Battery

Satellite Facility Location: UL C, Section 19, Township 26 South, Range 36 East

Gas Title Transfer Meter Location: UL M, N, Section 22, Township 26 South, Range 36 East

#### **Pools**

 Pool Name
 Pool Code

 WC-025 G-08 S263620C;LWR BONE SPRIN
 98150

 WC-025 G-09 S263619C;WOLFCAMP
 98234

т	III 0/0	стр
Lease	UL or Q/Q	S-T-R
<b>CA Wolfcamp SLO 203631 PUN 1365780</b>	E2W2	19-26S-36E
<b>CA Wolfcamp SLO 203713 PUN 1369134</b>	E2E2	19-26S-36E
<b>CA Wolfcamp SLO 203613 PUN 1361752</b>	E2W2	20-26S-36E
CA Wolfcamp SLO 203613 PUN 1361752	E2E2	20-26S-36E
CA Walsonn NMNM 105496022 (140150)	W2W2	16-26S-36E
CA Wolfcamp NMNM 105486923 (140150)	W2W2	21-26S-36E
CA Walfaaren SI O 202000 DUN 127((01	W2E2, E2W2	15-26S-36E
CA Wolfcamp SLO 203908 PUN 1376691	<b>W2E2, E2W2</b>	22-26S-36E
CA Welferm St O 202722 DUN 12/0794	W2W2	28-26S-36E
CA Wolfcamp SLO 203733 PUN 1369784	W2NW	33-26S-36E
CA Wolfcamp SLO 204347 PUN 1394051	<b>E2E2</b>	28-26S-36E
CA Woncamp SEO 204347 1 ON 1374031	E2NE	33-26S-36E
CA Wolfcamp SLO 204348 PUN 1394073	<b>W2E2, E2W2</b>	28-26S-36E
CA Wollcamp SLO 204546 FUN 1594075	<b>W2E2, E2W2</b>	33-26S-36E
CA D C CL O 205146 DUN 1400067	E2W2	28-26S-36E
CA Bone Spring SLO 205146 PUN 1408067	E2NW	33-26S-36E
	W2W2	29-26S-36E
CA W-16 NIMANIM 105722004 (142770)	<b>E2E2</b>	30-26S-36E
CA Wolfcamp NMNM 105723004 (143670)	E2NE	31-26S-36E
	W2NW	31-20S-30 32-26S-36

(	CA Wolfcamp SLO 204287 PUN 1392619	W2W2 E2E2 E2NE W2NW	29-26S-36E 30-26S-36E 31-26S-36E 32-26S-36E	
Wall ADI	Wells	III ou 0/0	CTD	Dool
Well API	Well Name	UL or Q/Q	S-T-R	Pool
30-025-42744	PRIZEHOG BWZ STATE COM #001H	E2W2	19-26S-36E	98234
30-025-44111	PRIZEHOG BWZ STATE COM #002H	<b>E2E2</b>	19-26S-36E	98234
30-025-42733	WILDHOG BWX STATE COM #001H	E2W2	20-26S-36E	98234
30-025-44112	WILDHOG BWX STATE COM #002H	E2E2	20-26S-36E	98234
	CAMELLIA FEDERAL COM 26 36 21	W2W2	16-26S-36E	
30-025-45897	#121H	W2W2	21-26S-36E	98234
20.025.11010	MAGNOLIA 26 36 22 STATE COM	W2E2, E2W2	15-26S-36E	00004
30-025-44810	#125H	W2E2, E2W2	22-26S-36E	98234
20.025.44104	AZALEA 2/2/20 CEARE #1111	W2W2	28-26S-36E	00224
30-025-44104	AZALEA 26 36 28 STATE #111H	W2NW	33-26S-36E	98234
20 025 44220	A7ALEA 26 26 20 OTATE #121W	W2W2	28-26S-36E	00224
30-025-44229	AZALEA 26 36 28 STATE #121Y	W2NW	33-26S-36E	98234
20 025 52100	AZALEA 26 36 28 STATE COM #072H	E2W2	28-26S-36E	00150
30-025-52108	AZALEA 20 30 28 STATE COM #0/2H	E2NW	33-26S-36E	98150
30-025-52110	AZALEA 26 36 28 STATE COM #182H	E2W2	28-26S-36E	98150
30-025-52110	AZALEA 20 30 28 STATE COM #182H	E2NW	33-26S-36E	90150
30-025-49931	AZALEA 26 36 28 STATE COM #104H	W2E2, E2W2	28-26S-36E	00224
30-025-49931	AZALEA 20 30 28 STATE COM #104H	W2NE, E2NW	33-26S-36E	98234
30-025-49932	AZALEA 26 36 28 STATE COM #123H	W2E2, E2W2	28-26S-36E	98234
30-025-49932	AZALEA 20 30 28 STATE COM #123H	W2NE, E2NW	33-26S-36E	90234
30-025-49590	AZALEA 26 36 28 STATE COM #125H	W2E2, E2W2	28-26S-36E	98234
3U-U43-4737U 	ALALEA 20 30 20 STATE CONT#125H	W2NE, E2NW	33-26S-36E	70234
30-025-49933	AZALEA 26 36 28 STATE COM #127H	E2E2	28-26S-36E	98234
JU-U4J-477JJ	ALALEA 20 30 20 STATE CONT#12/II	E2NE	33-26S-36E	70234
		W2W2	29-26S-36E	
30-025-49256	S BIG OAK TREE 26 36 31 FEDERAL	<b>E2E2</b>	30-26S-36E	98234
30-023-47230	COM #128H	E2NE	31-26S-36E	70434
		W2NW	32-26S-36E	

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

# **Exhibit B**

Order: PLC-1022

**Operator: Matador Production Company (228937)** 

	Wells			
Well API	Well Name	UL or Q/Q	S-T-R	Train
		W2W2	29-26S-36E	
30-025-49256	S BIG OAK TREE 26 36 31 FEDERAL	E2E2	30-26S-36E	A 1
30-025-49250	COM #128H	E2NE	31-26S-36E	<b>A1</b>
		W2NW	32-26S-36E	
30-025-45897	CAMELLIA FEDERAL COM 26 36 21	W2W2	16-26S-36E	A2
30-023-43097	#121H	W2W2	21-26S-36E	AZ
20 025 52100	AZALEA 26 36 28 STATE COM #072H	E2W2	28-26S-36E	A3
30-025-52108	AZALEA 20 30 28 STATE COM #0/2H	E2NW	33-26S-36E	A3
20.025.52110	A7ALEA 26 26 20 STATE COM #192H	E2W2	28-26S-36E	A3
30-025-52110	AZALEA 26 36 28 STATE COM #182H	E2NW	33-26S-36E	A3
20.025.40021	A7ALEA 26 26 20 STATE COM #104H	W2E2, E2W2	28-26S-36E	12
30-025-49931	AZALEA 26 36 28 STATE COM #104H	W2NE, E2NW	33-26S-36E	<b>A3</b>
20.025.40022	AZALEA AZAZAO SEATE COM HAZAH	W2E2, E2W2	28-26S-36E	4.2
30-025-49932	AZALEA 26 36 28 STATE COM #123H	W2NE, E2NW	33-26S-36E	<b>A3</b>
20.025.40500	AZALEA ACACAO SEATE COM MARIA	W2E2, E2W2	28-26S-36E	12
30-025-49590	AZALEA 26 36 28 STATE COM #125H	W2NE, E2NW	33-26S-36E	<b>A3</b>
20.025.4410.4	AZAT E A 3/ 3/ 30 C/E A/PE //1111	W2W2	28-26S-36E	4.2
30-025-44104	AZALEA 26 36 28 STATE #111H	W2NW	33-26S-36E	<b>A3</b>
20.025.44220	AZALEA 26 26 20 CEATE #12187	W2W2	28-26S-36E	4.2
30-025-44229	<b>AZALEA 26 36 28 STATE #121Y</b>	W2NW	33-26S-36E	<b>A3</b>
20.025.40022	AZALEA AZAZAO SEATE COM MARII	E2E2	28-26S-36E	4.2
30-025-49933	AZALEA 26 36 28 STATE COM #127H	E2NE	33-26S-36E	<b>A3</b>
20.025.44010	MAGNOLIA 26 36 22 STATE COM	W2E2, E2W2	15-26S-36E	4.2
30-025-44810	#125H	<b>W2E2, E2W2</b>	22-26S-36E	<b>A3</b>
30-025-42744	PRIZEHOG BWZ STATE COM #001H	E2W2	19-26S-36E	A3
30-025-44111	PRIZEHOG BWZ STATE COM #002H	E2E2	19-26S-36E	A3
30-025-42733	WILDHOG BWX STATE COM #001H	E2W2	20-26S-36E	A3
30-025-44112	WILDHOG BWX STATE COM #002H	E2E2	20-26S-36E	<b>A3</b>

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 450495

#### **CONDITIONS**

Operator:	OGRID:
MATADOR PRODUCTION COMPANY	228937
One Lincoln Centre	Action Number:
Dallas, TX 75240	450495
	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.	9/5/2025