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

APPLICATION OF SPUR ENERGY PARTNERS LLC FOR COMPULSORY POOLING, LEA COUNTY, NEW MEXICO

CASE NO. 23347

EXHIBIT INDEX

Compulsory Pooling Checklist

Exhib	it A	Self-Affirmed Statement of Lance Young
	A-1	Application & Proposed Notice of Hearing
	A-2	C-102s
	A-3	Plat of Tracts, Tract Ownership, Pooled Parties, Unit Recapitulation
	A-4	Sample Well Proposal Letter & AFEs
	A-5	Chronology of Contact
Exhib	it B	Self-Affirmed Statement of Matthew Van Wie
	B-1	Location Map of the Nelson 10 Federal #10H, #11H, #20H, #60H, #70H, and #71H wells
	B-2	Structure Map
	B-3	Structural Cross-Section Map
	B-4	Gun Barrel Diagram
Exhib	it C	Self-Affirmed Statement of Dana S. Hardy
	C-1	Sample Notice Letter to All Interested Parties
	C-2	Chart of Notice to All Interested Parties
	C-3	Copies of Certified Mail Green Cards and White Slips
	C-4	Affidavit of Publication for February 10, 2023

COMPULSORY POOLING APPLICATION CHECKLIST

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ALL INFORMATION IN THE APPLICATION MUST BE SUPI	PORTED BY SIGNED AFFIDAVITS

Case: 23347	APPLICANT'S RESPONSE
Date	March 2, 2023
Applicant	Spur Energy Partners, LLC
Designated Operator & OGRID (affiliation if applicable)	OGRID No. 328947
Applicant's Counsel:	Hinkle Shanor LLP
Case Title:	Application of Spur Energy Partners, LLC for Compulsory Pooling, Lea County, New Mexico
Entries of Appearance/Intervenors:	None
Well Family	Nelson
Formation/Pool	
Formation Name(s) or Vertical Extent:	Yeso
Primary Product (Oil or Gas):	Oil
Pooling this vertical extent:	Yeso
Pool Name and Pool Code:	Maljamar; Yeso, West (Code 44500)
Well Location Setback Rules:	Statewide
Spacing Unit	
Type (Horizontal/Vertical)	Horizontal
Size (Acres)	320 acres
Building Blocks:	quarter-quarter
Orientation:	South/North
Description: TRS/County	E/2 of Section 10, Township 17 South, Range 32 East, Lea County
Standard Horizontal Well Spacing Unit (Y/N), If No, describe and is approval of non-standard unit requested in this application?	Yes.
Other Situations	
Depth Severance: Y/N. If yes, description	No
Proximity Tracts: If yes, description	Yes, the completed interval of the Nelson 10 Federal #20H well will be located within 330' of the quarter-quarter section line separating the E/2 E/2 and E/2 W/2 of Section 10 to allow for the creation of a 320-acre standard horizontal spacing unit.
Proximity Defining Well: if yes, description	Nelson 10 Federal #20H
Applicant's Ownership in Each Tract	Exhibit A-3
Well(s)	
Name & API (if assigned), surface and bottom hole location, footages, completion target, orientation, completion status (standard or non-standard)	Add wells as needed
Well #1	Nelson 10 Federal #10H (API #) SHL: 502' FNL & 2094' FEL (Unit B), Section 15, T17S, R32E BHL: 50' FNL & 2535' FEL (Unit B), Section 10, T17S, R32E Completion Target: Yeso (Approx. 5,750' TVD)
Well #2	Nelson 10 Federal #11H (API #) SHL: 380' FNL & 1161' FEL (Unit A), Section 15, T17S, R32E BHL: 50' FNL & 625' FEL (Unit A), Section 10, T17S, R32E Completion Target: Yeso (Approx. 5,765' TVD)

Web #2ived by OCD 2/29/2022 2:25:17 DM	Nelson 10 Federal #20H (API #)
WRE # ived by OCD: 2/28/2023 2:25:17 PM	Nelson 10 Federal #20H (API #) SHL: 502' FNL & 2054' FEL (Unit B), Section 15, T17S, R32E
	BHL: 50' FNL & 1656' FEL (Unit B), Section 10, T17S, R32E
	Completion Target: Yeso (Approx. 5,850' TVD)
Well #4	Nelson 10 Federal #60H (API #)
	SHL: 380' FNL & 1181' FEL (Unit A), Section 15, T175, R32E
	BHL: 50' FNL & 1103' FEL (Unit A), Section 10, T17S, R32E Completion Target: Yeso (Approx. 6,135' TVD)
Mall ve	
Well #5	Nelson 10 Federal #70H (API #) SHL: 502' FNL & 2074' FEL (Unit B), Section 15, T17S, R32E
	BHL: 50' FNL & 2056' FEL (Unit B), Section 15, 1175, R32E
	Completion Target: Yeso (Approx. 6,315' TVD)
Well #6	Nelson 10 Federal #71H (API #)
	SHL: 380' FNL & 1141' FEL (Unit A), Section 15, T17S, R32E
	BHL: 50' FNL & 330' FEL (Unit A), Section 10, T17S, R32E
	Completion Target: Yeso (Approx. 6,315' TVD)
Horizontal Well First and Last Take Points	Exhibit A-2
Completion Target (Formation, TVD and MD)	Exhibit A-3
AFE Capex and Operating Costs	
Drilling Supervision/Month \$	\$8,000.00
Production Supervision/Month \$	\$800.00
Justification for Supervision Costs	Exhibit A
Requested Risk Charge	200%
Notice of Hearing	
Proposed Notice of Hearing	Exhibit A-1
Proof of Mailed Notice of Hearing (20 days before hearing)	Exhibit C-1, Exhibit C-2, Exhibit C-3
Proof of Published Notice of Hearing (10 days before hearing)	Exhibit C-4
Ownership Determination	
Land Ownership Schematic of the Spacing Unit	Exhibit A-3
Tract List (including lease numbers and owners)	Exhibit A-3
If approval of Non-Standard Spacing Unit is requested, Tract List	
(including lease numbers and owners) of Tracts subject to notice requirements.	N/A
Pooled Parties (including ownership type)	Exhibit A-3
Unlocatable Parties to be Pooled	N/A
Ownership Depth Severance (including percentage above & below)	N/A
Joinder	
Sample Copy of Proposal Letter	Exhibit A-4
List of Interest Owners (ie Exhibit A of JOA)	Exhibit A-3
Chronology of Contact with Non-Joined Working Interests	Exhibit A-5
Overhead Rates In Proposal Letter	Exhibit A-4
Cost Estimate to Drill and Complete	Exhibit A-4
Cost Estimate to Equip Well	Exhibit A-4
Cost Estimate for Production Facilities	Exhibit A-4
Geology	
Summary (including special considerations)	Exhibit B
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		7
SpRengined bscACABitil/28/2023 2:25:17 PM	Exhibit B-1 Page 4	of 8
Gunbarrel/Lateral Trajectory Schematic	Exhibit B-4	
Well Orientation (with rationale)	Exhibit B	
Target Formation	Exhibit B	
HSU Cross Section	Exhibit B-3	
Depth Severance Discussion	N/A	
Forms, Figures and Tables		
C-102	Exhibit A-2	
Tracts	Exhibit A-3	
Summary of Interests, Unit Recapitulation (Tracts)	Exhibit A-3	
General Location Map (including basin)	Exhibit B-1	
Well Bore Location Map	Exhibit B-1	
Structure Contour Map - Subsea Depth	Exhibit B-2	
Cross Section Location Map (including wells)	Exhibit B-3	
Cross Section (including Landing Zone)	Exhibit B-3	
Additional Information		
Special Provisions/Stipulations	N/A	
CERTIFICATION: I hereby certify that the information provid	led in this checklist is complete and accurate.	
Printed Name (Attorney or Party Representative):	Dana S. Hardy	
Signed Name (Attorney or Party Representative):	/s/ Dana S. Hardy	
Date:	2/28/2023	,]

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

APPLICATION OF SPUR ENERGY PARTNERS LLC FOR COMPULSORY POOLING, LEA COUNTY, NEW MEXICO

CASE NO. 23347

SELF-AFFIRMED STATEMENT OF LANCE YOUNG

- 1. I am a Senior Landman with Spur Energy Partners, LLC ("Spur"). I am over 18 years of age, have personal knowledge of the matters addressed herein, and am competent to provide this Self-Affirmed Statement. I have previously testified before the New Mexico Oil Conservation Division ("Division"), and my credentials as an expert in petroleum land matters were accepted and made a matter of record.
- 2. I am familiar with the land matters involved in the above-referenced case. Copies of Spur's Application and proposed hearing notice are attached as **Exhibit A-1**.
- 3. None of the parties proposed to be pooled in this case indicated opposition to this matter proceeding by affidavit, therefore I do not expect any opposition at hearing.
- 4. Spur applies for an order pooling all uncommitted interests within the Yeso formation underlying a 320-acre, more or less, standard horizontal spacing unit comprised of the E/2 of Section 10, Township 17 South, Range 32 East, Lea County, New Mexico ("Unit").
- 5. The Unit will be dedicated to the following wells, which will be completed in the Maljamar; Yeso; West Pool (Code 44500):
 - Nelson 10 Federal #10H well, to be drilled from a surface hole location in the NW/4 NE/4 (Unit B) of Section 15, Township 17 South, Range 32 East, to a bottom

Spur Energy Partners LLC Case No. 23347 Exhibit A

hole location in the NW/4 NE/4 (Unit B) of Section 10, Township 17 South, Range 32 East;

- Nelson 10 Federal #11H well, to be drilled from a surface hole location in the NE/4 NE/4 (Unit A) of Section 15, Township 17 South, Range 32 East, to a bottom hole location in the NE/4 NE/4 (Unit A) of Section 10, Township 17 South, Range 32 East;
- Nelson 10 Federal #20H well, to be drilled from a surface hole location in the NW/4 NE/4 (Unit B) of Section 15, Township 17 South, Range 32 East, to a bottom hole location in the NW/4 NE/4 (Unit B) of Section 10, Township 17 South, Range 32 East;
- Nelson 10 Federal #60H well, to be drilled from a surface hole location in the NE/4 NE/4 (Unit A) of Section 15, Township 17 South, Range 32 East, to a bottom hole location in the NE/4 NE/4 (Unit A) of Section 10, Township 17 South, Range 32 East;
- Nelson 10 Federal #70H well, to be drilled form a surface hole location in the NW/4 NE/4 (Unit B) of Section 15, Township 17 South, Range 32 East, to a bottom hole location in the NW/4 NE/4 (Unit B) of Section 10, Township 17 South, Range 32 East; and
- Nelson 10 Federal #71H well, to be drilled from a surface hole location in the NE/4 NE/4 (Unit A) of Section 15, Township 17 South, Range 32 East, to a bottom hole location in the NE/4 NE/4 (Unit A) of Section 10, Township 17 South, Range 32 East.

- 6. The completed intervals of the Wells will be orthodox other than for the Nelson 10 Federal #10H. Spur has obtained administrative approval of the unorthodox location for that well.
- 7. The completed interval of the Nelson 10 Federal #20H well will be located within 330' of the quarter-quarter section line separating the E/2 E/2 and E/2 W/2 of Section 10 to allow for the creation of a 320-acre standard horizontal spacing unit.
 - 8. **Exhibit A-2** contains the C-102s for the Wells.
- 9. **Exhibit A-3** contains a plat that identifies ownership by tract in the Unit. This exhibit also includes any applicable lease numbers, a unit recapitulation, and the interests Spur seeks to pool highlighted in yellow.
- 10. Spur has conducted a diligent search of all county public records, including phone directories and computer databases, to locate the interest owners it seeks to pool. Spur also searched various databases, including LexisNexis, phone directories, and other computer databases to identify all potential addresses and contact information for each interest owner.
- 11. **Exhibit A-4** contains a sample well proposal letter and AFEs sent to the working interest owners for the Wells. The estimated costs reflected on the AFEs are fair and reasonable and comparable to the cost of other wells of similar depth and length drilled in the subject formation in the area.
- 12. In my opinion, Spur made a good-faith effort to reach voluntary joinder of uncommitted interests in the Wells as indicated by the chronology of contact described in **Exhibit** A-5.
- 13. Spur requests overhead and administrative rates of \$8,000.00 per month while the Wells are being drilled and \$800.00 per month while the Wells are producing. These rates are fair and are comparable to the rates charged by Spur and other operators in the vicinity.

- The attached exhibits were either prepared by me or under my supervision or were 14. compiled from company business records.
- 15. In my opinion, the granting of Spur's application would serve the interests of conservation, the protection of correlative rights, and the prevention of waste.
- I understand this Self-Affirmed Statement will be used as written testimony in this 16. case. I affirm that my testimony above is true and correct and is made under penalty of perjury under the laws of the State of New Mexico. My testimony is made as of the date handwritten next to my signature below.

2/28/2023

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

APPLICATION OF SPUR ENERGY PARTNERS LLC FOR COMPULSORY POOLING, LEA COUNTY, NEW MEXICO

CASE NO. 23347

APPLICATION

Pursuant to NMSA § 70-2-17, Spur Energy Partners LLC (OGRID No. 328947) ("Applicant") applies for an order pooling all uncommitted interests in the Yeso formation underlying a 320-acre, more or less, standard horizontal spacing unit comprised of the E/2 of Section 10, Township 17 South, Range 32 East, Lea County, New Mexico ("Unit"). In support of this application, Spur states the following.

- 1. Applicant is a working interest owner in the Unit and has the right to drill wells thereon.
 - 2. Applicant seeks to dedicate the Unit to the following proposed wells:
 - a. The **Nelson 10 Federal #10H** well, to be drilled from a surface hole location in the NW/4 NE/4 (Unit B) of Section 15, Township 17 South, Range 32 East, to a bottom hole location in the NW/4 NE/4 (Unit B) of Section 10, Township 17 South, Range 32 East;
 - b. The **Nelson 10 Federal #11H** well, to be drilled from a surface hole location in the NE/4 NE/4 (Unit A) of Section 15, Township 17 South, Range 32 East, to a bottom hole location in the NE/4 NE/4 (Unit A) of Section 10, Township 17 South, Range 32 East;
 - c. The **Nelson 10 Federal #20H** well, to be drilled from a surface hole location in the NW/4 NE/4 (Unit B) of Section 15, Township 17 South, Range 32 East, to a bottom

Spur Energy Partners LLC Case No. 23347 Exhibit A-1

- hole location in the NW/4 NE/4 (Unit B) of Section 10, Township 17 South, Range 32 East;
- d. The Nelson 10 Federal #60H well, to be drilled from a surface hole location in the NE/4 NE/4 (Unit A) of Section 15, Township 17 South, Range 32 East, to a bottom hole location in the NE/4 NE/4 (Unit A) of Section 10, Township 17 South, Range 32 East;
- e. The **Nelson 10 Federal #70H** well, to be drilled form a surface hole location in the NW/4 NE/4 (Unit B) of Section 15, Township 17 South, Range 32 East, to a bottom hole location in the NW/4 NE/4 (Unit B) of Section 10, Township 17 South, Range 32 East; and
- f. The **Nelson 10 Federal #71H** well, to be drilled from a surface hole location in the NE/4 NE/4 (Unit A) of Section 15, Township 17 South, Range 32 East, to a bottom hole location in the NE/4 NE/4 (Unit A) of Section 10, Township 17 South, Range 32 East.
- 3. The completed intervals of the Wells will be orthodox.
- 4. The completed interval of the Nelson 10 Federal #20H well will be located within 330' of the quarter-quarter section line separating the E/2 E/2 and E/2 W/2 of Section 10 to allow for the creation of a 320-acre standard horizontal spacing unit.
- 5. Applicant has undertaken diligent, good-faith efforts to obtain voluntary agreements from all interest owners to participate in the drilling of the Wells but has been unable to obtain voluntary agreements from all interest owners.
- 6. The pooling of uncommitted interests will avoid the drilling of unnecessary wells, prevent waste, and protect correlative rights.

7. In order to allow Applicant to obtain its just and fair share of the oil and gas underlying the subject lands, all uncommitted interests in the Unit should be pooled and Applicant

should be designated the operator of the Wells and Unit.

WHEREFORE, Applicant requests that this application be set for hearing before an

Examiner of the Oil Conservation Division on March 2, 2023, and, after notice and hearing as

required by law, the Division enter an order:

Pooling all uncommitted interests in the Unit; A.

B. Approving the Wells in the Unit;

C. Designating Applicant as operator of the Unit and the Wells to be drilled thereon;

D. Authorizing Applicant to recover its costs of drilling, equipping and completing the

Wells;

E. Approving the actual operating charges and costs of supervision while drilling and

after completion, together with a provision adjusting the rates pursuant to the

COPAS accounting procedures; and

F. Imposing a 200% penalty for the risk assumed by Applicant in drilling and

completing the Wells against any working interest owner who does not voluntarily

participate in the drilling of the Wells.

Respectfully submitted,

HINKLE SHANOR LLP

/s/ Dana S. Hardy

Dana S. Hardy

Jaclyn M. McLean

Yarithza Peña

P.O. Box 2068

Santa Fe, NM 87504-2068

Phone: (505) 982-4554

Facsimile: (505) 98208623

dhardy@hinklelawfirm.com jmclean@hinklelawfirm.com ypena@hinklelawfirm.com Counsel for Spur Energy Partners LLC Application of Spur Energy Partners LLC for Compulsory Pooling, Lea County, New Mexico. Applicant seeks an order pooling all uncommitted interests in the Yeso formation underlying a 320-acre, more or less, standard horizontal spacing unit comprised of the E/2 of Section 10, Township 17 South, Range 32 East, Lea County, New Mexico ("Unit"). Applicant seeks to dedicate the Unit to the following proposed wells ("Wells"): Nelson 10 Federal #10H, Nelson 10 Federal #20H, and Nelson 10 Federal #70H, to be drilled from a surface hole location in the NW/4 NE/4 (Unit B) of Section 15, Township 17 South, Range 32 East, to a bottom hole location in the NW/4 NE/4 (Unit B) of Section 10, Township 17 South, Range 32 East; and the Nelson 10 Federal #11H, Nelson 10 Federal #60H, and Nelson 10 Federal #71H, to be drilled from a surface hole location in the NE/4 NE/4 (Unit A) of Section 15, Township 17 South, Range 32 East, to a bottom hole location in the NE/4 NE/4 (Unit A) of Section 10, Township 17 South, Range 32 East. The completed intervals of the wells will be orthodox. The completed interval of the Nelson 10 Federal #20H well will be located within 330' of the quarter-quarter section line separating the E/2 E/2 and E/2 W/2 of Section 10 to allow for the creation of a 320-acre standard horizontal spacing unit. Also to be considered will be the cost of drilling and completing the wells and the allocation of the costs, the designation of Applicant as the operator of the Wells, and a 200% charge for the risk involved in drilling and completing the Wells. The Wells are located approximately 1.25 miles south-southeast of Maljamar, New Mexico.

Spur Energy Partners LI_{Page 14} of 86 Case No. 23347 Exhibit A-2

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

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

Form C-102
Revised August 1, 2011
Submit one copy to appropriate
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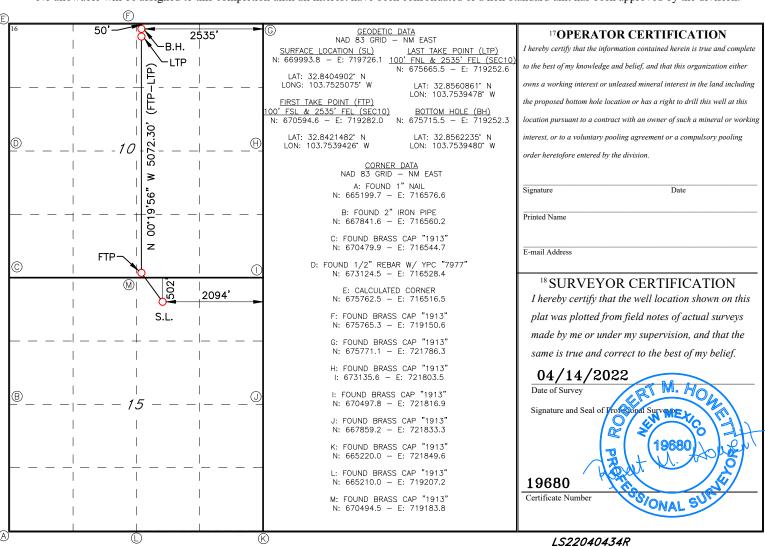
■ AMENDED REPORT

WELL LOCATION AND ACREAGE DEDICATION PLAT

¹ API Number		² Pool Code 44500	Maljamar; Yeso; West Pool				
⁴ Property Code			operty Name 10 FEDERAL	⁶ Well Number 10H			
70GRID NO. 328947			erator Name Y PARTNERS LLC.	⁹ Elevation 4084			
10 Surface Location							

¹⁰ Surface Location

Surface Location											
UL or lot no.	Section	Township	Range	Lot Idn	Feet from the	North/South line	Feet From the	East/West line	County		
В	15	17S	32E		502	NORTH	2094	EAST	LEA		
11 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		
В	10	17S	32E		50	NORTH	2535	EAST	LEA		
12 Dedicated Acres 13 Joint or Infill 14 Consolidation Code 15 Order No.											



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

☐ AMENDED REPORT

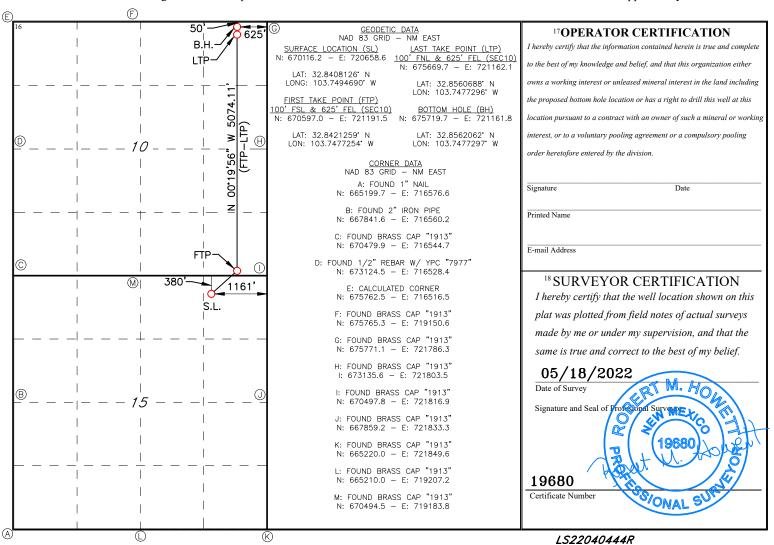
WELL LOCATION AND ACREAGE DEDICATION PLAT

¹ API Numb	er 2 Pool Code 44500	Maljamar; Yeso; West	³ Pool Name Maljamar; Yeso; West Pool		
⁴ Property Code	NELSO	⁵ Property Name N 10 FEDERAL	⁶ Well Number 11H		
7 OGRID NO. 328947	SPUR ENE	8 Operator Name RGY PARTNERS LLC.	⁹ Elevation 4088 '		

¹⁰ 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	15	17S	32E		380	NORTH	1161	EAST	LEA	
11 Bottom Hole Location If Different From Surface										

UL or lot no.	Section	Townshi	ip Range	Lot Idn	Feet from the	North/South line	Feet from the	East/West line	County
A	10	17S	32E		50	NORTH	625	EAST	LEA
12 Dedicated Acres	13 Joint	or Infill	14 Consolidatio	n Code 15	Order No.				
320									



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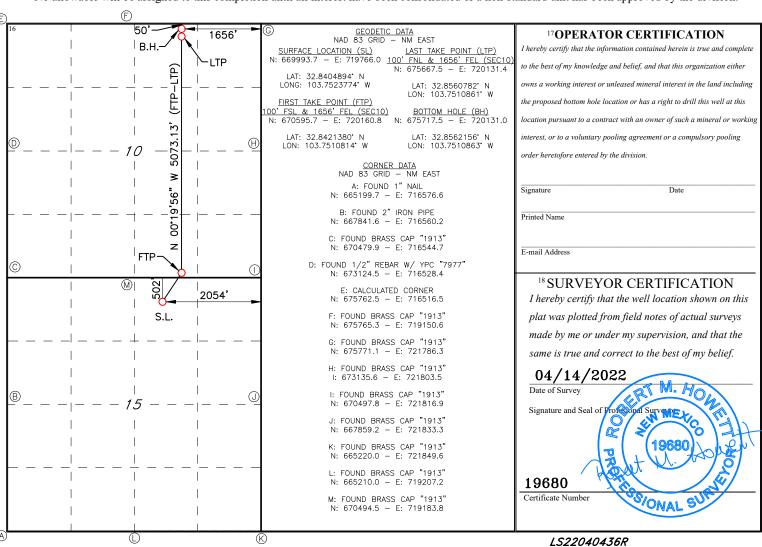
☐ AMENDED REPORT

WELL LOCATION AND ACREAGE DEDICATION PLAT

¹ API Number		² Pool Code 44500	Maljamar; Yeso; West Pool				
⁴ Property Code			pperty Name 6 Well Number 10 FEDERAL 20H				
70GRID NO. 328947			erator Name Y PARTNERS LLC.	⁹ Elevation 4084			
10 Symfood Location							

¹⁰ Surface Location

Surface Location											
UL or lot no.	Section	Townshi	p Range	Lot Idn	Feet from the	North/South line	Feet From the	East/West line	County		
В	15	17S	32E		502	NORTH	2054	EAST	LEA		
¹¹ Bottom Hole Location If Different From Surface											
UL or lot no.	Section	Townshi	p Range	Lot Idn	Feet from the	North/South line	Feet from the	East/West line	County		
В	10	17S	32E		50	NORTH	1656	EAST	LEA		
12 Dedicated Acres	13 Joint	or Infill	14 Consolidation	Code 15	Order No.						



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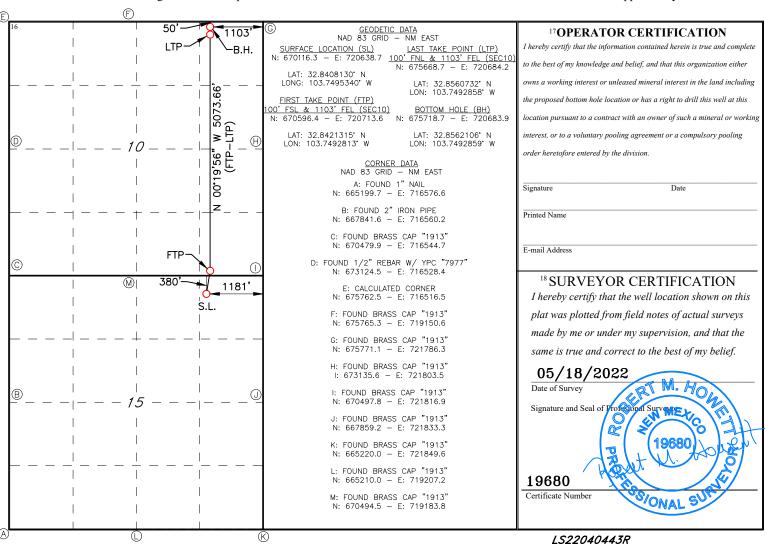
■ AMENDED REPORT

WELL LOCATION AND ACREAGE DEDICATION PLAT

1	API Number	r		² Pool Code 44500		Maljamar; Yeso; West Pool				
⁴ Property Coo	de			NI	⁵ Property N ELSON 10	perty Name 10 FEDERAL				60H Well Number
70GRID 1 32894'				SPUR I		erator Name Y PARTNERS LLC.				Elevation 4088'
	¹⁰ Surface Location									
UL or lot no.	Section	Township	Range	Lot Idn	Feet from the	North/South line	Feet From the	East/We	est line	County

15 17S 32E 380 NORTH 1181 **EAST** 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 10 17S 32E 50 NORTH 1103 EAST LEA A

12 Dedicated Acres 320 13 Joint or Infill 14 Consolidation Code 15 Order No.



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

В

15

17S

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

LEA

WELL LOCATION AND ACREAGE DEDICATION PLAT

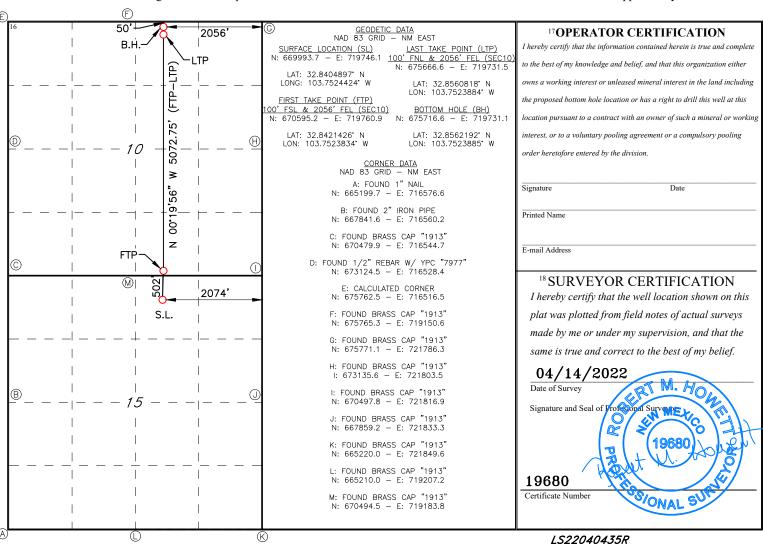
1	API Number	r		² Pool Code 44500		Maljamar; Yeso; West Po			Pool	
⁴ Property Co	de		•	NI	⁵ Property N	perty Name 10 FEDERAL				Well Number 70H
70GRID 1 32894				SPUR I		perator Name Y PARTNERS LLC.				Elevation 4084'
		¹⁰ Surface Location								
UL or lot no.	Section	Township	Range	Lot Idn	Feet from the	North/South line	Feet From the	East/We	est line	County

32E 2074 **EAST** Bottom Hole Location If Different From Surface

NORTH

			-	Domoin 1	Tole Boeation	II Dillicioni I I	om Surface		
UL or lot no.	Section	Townshi	ip Range	Lot Idn	Feet from the	North/South line	Feet from the	East/West line	County
В	10	17S	32E		50	NORTH	2056	EAST	LEA
12 Dedicated Acres	13 Joint	or Infill	14 Consolidation	Code 15	Order No.				
320									

502



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

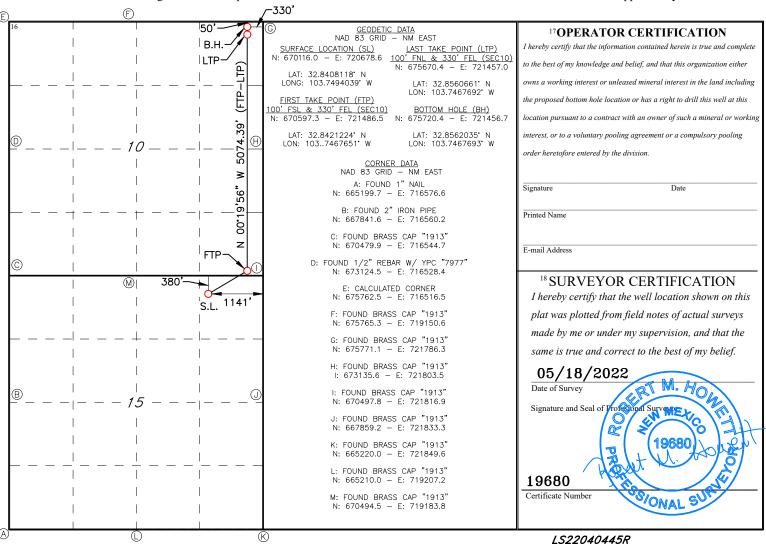
Form C-102 Revised August 1, 2011 Submit one copy to appropriate District Office

☐ AMENDED REPORT

WELL LOCATION AND ACREAGE DEDICATION PLAT

1	API Number	r		² Pool Code 44500		Maljamar; Yeso; West Pool				
⁴ Property Co	ode		⁵ Property Name NELSON 10 FEDERAL						(Well Number 71H
70GRID 32894	1			8 Operator Name SPUR ENERGY PARTNERS LLC.					⁹ Elevation 4088 '	
					10 Surface	Location				
UL or lot no.	Section	Township	Range	Lot Idn	Feet from the	North/South line	Feet From the	East/We:	st line	County
A	15	17S	32E		380	NORTH	1141	EAS	ST	LEA

¹¹ 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 10 17S 32E 50 NORTH 330 EAST LEA 12 Dedicated Acres 13 Joint or Infill 14 Consolidation Code 15 Order No. 320



Nelson East Township 17 South, Range 32 East, NMPM Section 10 Lea County, New Mexico

Section 10

			Tra	ct 1	
		 Tra	ct 3	Tra	ct 2

Nelson East DSU

Township 17 South, Range 32 East, NMPM

Section 10: E2 320.00 acres Lea County, New Mexico

Tract 1: NE/4 & N/2 SE/4, 240.00 acres Tract 2: SE/4 SE/4, 40.00 acres Tract 3: SW/4 SE/4, 40.00 acres

Spur Energy Partners LLC Case No. 23347 Exhibit A-3

Nelson East (Top of Yeso to Base of Yeso) - TRACT/DSU WORKING INTEREST SUMMARY

TRACT NUMBER	LOCATION	SECTION	ACRES	TRACT PARTICIPATION FACTOR
TRACT 1	NE/4 & N/2SE/4	10	240	75.00%
TRACT 2	SE/4SE/4	10	40	12.50%
TRACT 3	SW/4SE/4	10	40	12.50%
			320	100.00%
	Parties to be pooled are highl	ighted in YELLO	N	

			Record Titl	le Ownership	
TRACT 1	Interest Type	WI	NRI	Gross Ac	Net Ac
BXP Partners V, L.P.	ORRI	0.000000	0.05468750	240.000000	0.000000
Wade H. Hover	ORRI	0.000000	0.00750000	240.000000	0.000000
Laura Hover Parkes	ORRI	0.000000	0.00500000	240.000000	0.000000
Carol Nantker Family Trust dated September 3, 1998	ORRI	0.000000	0.00500000	240.000000	0.000000
Lucinda Malott GST Exempt Trust dated September 8, 2011; Lucinda Malott, Trustee	ORRI	0.000000	0.00333334	240.000000	0.000000
James S. Malott GST Exempt Trust dated September 8, 2011; James S. Malott, Trustee	ORRI	0.000000	0.00333333	240.000000	0.000000
Oscar C. and Jean F. Wigman Revocable Trust, dated March 31, 1982; Oscar C. Wigman and Jean F. Wigman, Trustees	ORRI	0.000000	0.00333333	240.000000	0.000000
Jack A. Nicholson Living Trust dated February 22, 2010; Jack A. Nicholson, Trustee	ORRI	0.000000	0.00187500	240.000000	0.000000
Paulette I. Harp Living Trust dated September 15, 2009; Paulette I. Harp, Trustee	ORRI	0.000000	0.00187500	240.000000	0.000000
Cara Lyn Gant, as separate property	ORRI	0.000000	0.00187500	240.000000	0.000000
Robert Iles, as separate property	ORRI	0.000000	0.00187500	240.000000	0.000000
SEP Permian Holding Corp.	WI	0.50000000	0.39265625	240.000000	120.000000
Occidental Permian Limited Partnership	WI	0.50000000	0.39265625	240.000000	120.000000
TOTAL		1.000000	0.875000	240.000000	240.000000

TRACT 2	Interest Type	WI	NRI	Gross Ac	Net Ac
BXP Partners V, L.P.	ORRI	0.000000	0.05468750	40.000000	0.000000
Wade H. Hover	ORRI	0.000000	0.00750000	40.000000	0.000000
Laura Hover Parkes	ORRI	0.000000	0.00500000	40.000000	0.000000
Carol Nantker Family Trust dated September 3, 1998	ORRI	0.000000	0.00500000	40.000000	0.000000
Lucinda Malott GST Exempt Trust dated September 8, 2011; Lucinda Malott, Trustee	ORRI	0.000000	0.00333334	40.000000	0.000000
James S. Malott GST Exempt Trust dated September 8, 2011; James S. Malott, Trustee	ORRI	0.000000	0.00333333	40.000000	0.000000
Oscar C. and Jean F. Wigman Revocable Trust, dated March 31, 1982; Oscar C. Wigman and Jean F. Wigman, Trustees	ORRI	0.000000	0.00333333	40.000000	0.000000
Jack A. Nicholson Living Trust dated February 22, 2010; Jack A. Nicholson, Trustee	ORRI	0.000000	0.00187500	40.000000	0.000000
Paulette I. Harp Living Trust dated September 15, 2009; Paulette I. Harp, Trustee	ORRI	0.000000	0.00187500	40.000000	0.000000
Cara Lyn Gant, as separate property	ORRI	0.000000	0.00187500	40.000000	0.000000
Robert Iles, as separate property	ORRI	0.000000	0.00187500	40.000000	0.000000
Lowe Partners, LP	ORRI	0.000000	0.01765630	40.000000	0.000000
Devon Energy Production Company, L.P.	WI	0.25000000	0.19191405	40.000000	10.000000
Raybaw Operating, LLC	WI	0.25000000	0.19191405	40.000000	10.000000
Occidental Permian Limited Partnership	WI	0.25575006	0.19632812	40.000000	10.230002
McCombs Energy, Ltd.	WI	0.24424994	0.18749998	40.000000	9.769998
TOTAL		1.000000	0.875000	40.000000	40.000000

TRACT 3	Interest Type	WI	NRI	Gross Ac	Net Ac
BXP Partners V, L.P.	ORRI	0.000000	0.05468750	40.000000	0.000000
Section 15 Education Trust	ORRI	0.000000	0.00750000	40.000000	0.000000
Laura Hover Parkes	ORRI	0.000000	0.00500000	40.000000	0.000000
Carol Nantker Family Trust dated September 3, 1998	ORRI	0.000000	0.00500000	40.000000	0.000000
Lucinda Malott GST Exempt Trust dated September 8, 2011; Lucinda Malott, Trustee	ORRI	0.000000	0.00333334	40.000000	0.000000
James S. Malott GST Exempt Trust dated September 8, 2011; James S. Malott, Trustee	ORRI	0.000000	0.00333333	40.000000	0.000000
Oscar C. and Jean F. Wigman Revocable Trust, dated March 31, 1982; Oscar C. Wigman and Jean F. Wigman, Trustees	ORRI	0.000000	0.00333333	40.000000	0.000000
Jack A. Nicholson Living Trust dated February 22, 2010; Jack A. Nicholson, Trustee	ORRI	0.000000	0.00187500	40.000000	0.000000
Paulette I. Harp Living Trust dated September 15, 2009; Paulette I. Harp, Trustee	ORRI	0.000000	0.00187500	40.000000	0.000000
Cara Lyn Gant, as separate property	ORRI	0.000000	0.00187500	40.000000	0.000000
Robert Iles, as separate property	ORRI	0.000000	0.00187500	40.000000	0.000000
Lowe Royalty Partners, LP	ORRI	0.000000	0.01765625	40.000000	0.000000
Devon Energy Production Company, L.P.	WI	0.25000000	0.19191405	40.000000	10.000000
Raybaw Operating, LLC	WI	0.25000000	0.19191405	40.000000	10.000000
Occidental Permian Limited Partnership	WI	0.25575004	0.19632812	40.000000	10.230002
McCombs Energy, Ltd.	WI	0.24424995	0.18750000	40.000000	9.769998
TOTAL		1.000000	0.875000	40.000000	40.000000

NELSON EAST RECORD TITLE INTEREST DSU R	ECAPITULATIO	N	
	Net Ac	DSU WI %	DSU NRI %
BXP Partners V, L.P.	0.000000	0.000000	0.054688
Wade H. Hover	0.000000	0.000000	0.006563
Laura Hover Parkes	0.000000	0.000000	0.005000
Carol Nantker Family Trust dated September 3, 1998	0.000000	0.000000	0.005000
Lucinda Malott GST Exempt Trust dated September 8, 2011; Lucinda Malott, Frustee	0.000000	0.000000	0.003333
lames S. Malott GST Exempt Trust dated September 8, 2011; James S. Malott, Trustee	0.000000	0.000000	0.003333
Oscar C. and Jean F. Wigman Revocable Trust, dated March 31, 1982; Oscar C. Wigman and Jean F. Wigman, Trustees	0.000000	0.000000	0.003333
lack A. Nicholson Living Trust dated February 22, 2010; Jack A. Nicholson, Trustee	0.000000	0.000000	0.001875
Paulette I. Harp Living Trust dated September 15, 2009; Paulette I. Harp, Trustee	0.000000	0.000000	0.001875
Cara Lyn Gant, as separate property	0.000000	0.000000	0.001875
Robert Iles, as separate property	0.000000	0.000000	0.001875
Lowe Partners, LP	0.000000	0.000000	0.002207
Devon Energy Production Company, L.P.	20.000000	0.062500	0.047979
Raybaw Operating, LLC	20.000000	0.062500	0.047979
Occidental Permian Limited Partnership	140.460004	0.438938	0.343574
McCombs Energy, Ltd.	19.539996	0.061062	0.046875
Lowe Royalty Partners, LP	0.000000	0.000000	0.002207
Section 15 Education Trust	0.000000	0.000000	0.000938
SEP Permian Holding Corp.	120.000000	0.375000	0.294492
TOTAL	320.000000	1.000000	0.875000

FP NOTICE PARTY CONTACT INFORMATION

INTERST OWNER	ADDRESS	INTEREST TYPE
Devon Energy Production Company	333 West Sheridan Avenue, Oklahoma City, OK 73102	WI
Mccombs Energy, Ltd.	750 E. Mulberry Avenue, Ste 403, San Antonio, TX 78212	WI
Occidental Permian Limited Partnership	5 Greenway Plaza, Ste 110, Houston, TX 77046	WI
Raybaw Operating, Llc	2626 Cole Avenue, Ste 300, Dallas, TX 75204	WI
BXP Partners V, L.P.	P.O. Box 7227, Dallas, TX 75209	ORRI
Cara Lyn Gant, as separate property	11810 N 55th St., Scottsdale, AZ 85254	ORRI
Carol Nantker Family Trust dated September 3, 1998	957 La Senda, Santa Barbara, CA 93105	ORRI
Jack A. Nicholson Living Trust dated February 22, 2010; Jack A. Nicholson, Trustee	1779 110th Ave., Ellis, KS 67637	ORRI
James S. Malott GST Exempt Trust dated September 8, 2011; James S. Malott, Trustee	P.O. Box 555, Tiburon, CA 94920	ORRI
Laura Hover Parkes	1307 Danielson Rd., Santa Barbara, CA 93108	ORRI
Lowe Partners, LP	1717 West 6th Street, Suite 470, Austin, TX 78703	ORRI
Lowe Royalty Partners, LP	1717 West 6th Street, Suite 470, Austin, TX 78703	ORRI
Lucinda Malott GST Exempt Trust dated September 8, 2011; Lucinda Malott, Trustee Oscar C. and Jean F. Wigman Revocable Trust, dated	957 La Senda, Santa Barbara, CA 93105	ORRI
March 31, 1982; Oscar C. Wigman and Jean F. Wigman, Trustees	30613 N 137th Ave., Peoria, AZ 85383	ORRI
Paulette I. Harp Living Trust dated September 15, 2009; Paulette I. Harp, Trustee	1807 Maple St., Ellis, KS 67637	ORRI
Robert Iles, as separate property	P.O. Box 2922, Pinetop, AZ	ORRI
Section 15 Education Trust	101 Church Street, Ste 12, Los Gatos, CA 95030	ORRI
Wade H. Hover	101 Church Street, Ste 12, Los Gatos, CA 95030	ORRI



Date

Owner Address Address

RE: Well Proposal

Nelson 10 Federal #10H, #11H, #20H, #60H, #70H, and #71H

E/2 Section 10-T17S-R32E Lea County, New Mexico

Dear Working Interest Owner,

Spur Energy Partners LLC ("SPUR"), an affiliate of SEP Permian LLC ("SEP"), hereby rescinds all previous well proposals and now proposes to drill and complete the **Nelson 10 Federal #10H, #11H, #20H, #60H, #70H, and #71H** wells to the approximate total vertical depths as referenced below as horizontal Yeso wells (the "Subject Wells") at the following proposed locations (subject to change upon staking and survey).

Nelson 10 Federal #10H - Horizontal Yeso Well, Lea County, NM

- Proposed Surface Hole Location 502' FNL & 2,094' FEL, Section 15, T17S-R32E
- Proposed Bottom Hole Location 50' FNL & 2,535' FEL, Section 10, T17S-R32E
- TVD: ~5,750'

Nelson 10 Federal #11H - Horizontal Yeso Well, Lea County, NM

- Proposed Surface Hole Location 380' FNL & 1,161' FEL, Section 15, T17S-R32E
- Proposed Bottom Hole Location 50' FNL & 625' FEL, Section 10, T17S-R32E
- TVD: ~5,765'

Nelson 10 Federal #20H - Horizontal Yeso Well, Lea County, NM

- Proposed Surface Hole Location 502' FNL & 2,054' FEL, Section 15, T17S-R32E
- Proposed Bottom Hole Location 50' FNL & 1,656' FEL, Section 10, T17S-R32E
- TVD: ~5,850'

Nelson 10 Federal #60H - Horizontal Yeso Well, Lea County, NM

- Proposed Surface Hole Location 680' FNL & 1,181' FEL, Section 15, T17S-R32E
- Proposed Bottom Hole Location 50' FNL & 1,103' FEL, Section 10, T17S-R32E
- TVD: ~6,135'

Nelson 10 Federal #70H – Horizontal Yeso Well, Lea County, NM

- Proposed Surface Hole Location 502' FNL & 2,074' FEL, Section 15, T17S-R32E
- Proposed Bottom Hole Location 50' FNL & 2,056' FEL, Section 10, T17S-R32E
- TVD: ~6,315'

Nelson 10 Federal #71H – Horizontal Yeso Well, Lea County, NM

- Proposed Surface Hole Location 380' FNL & 1,141' FEL, Section 15, T17S-R32E
- Proposed Bottom Hole Location 50' FNL & 330' FNL, Section 10, T17S-R32E
- TVD: ~6,315'

SPUR ENERGY PARTNERS LLC 9655 KATY FREEWAY, SUITE 500 | HOUSTON, TX 77024 | 832.930.8502

WWW.SPUREPLLC.COM Spur Energy



Spur proposes to form a Drilling Spacing Unit ("DSU") covering the E/2 of Section 10, T17S-R32E, Lea County, New Mexico, containing 320 acres of land, more or less, from the top of the Yeso formation to the base of the Yeso formation. The lands are governed by an existing non-form Joint Operating Agreement dated August 23, 1960 covering these depths. There is believed to be a December 1, 1998 Operating Agreement also covering some or all of the proposed DSU area, however no Working Interest partner appears to have a copy of this agreement. For the mutually exclusive development of horizontal wells, and any concept wells (i.e. micro seismic wells, pilot hole wells) within the DSU, SPUR proposes entering into the enclosed new joint operating agreement dated November 1, 2022, ("NJOA") to govern proposals and operations within the DSU. The NJOA shall supersede any existing Operating Agreement, including those referenced above, expressly limited however, to horizontal well development, concept wells, and operations within the DSU. The NJOA shall have the following general provisions:

- Effective Date of November 1, 2022
- Contract Area consisting of the E/2 of Section 10 T17S-R32E, Lea County, New Mexico
- Limited in depth from the top of the Yeso formation to the base of the Yeso formation
- 100% / 300% / 300% non-consenting penalty
- \$8,000 / \$800 drilling and producing monthly overhead rate
- Spur Energy Partners LLC named as Operator

The enclosed AFEs reflect the total estimated drilling and completion costs for each well. The AFEs are an estimate only and those parties electing to participate in the Subject Wells shall be responsible for their share of actual well costs, whether more or less than those shown on the enclosed AFEs. Your estimated working interest based on your unleased mineral interest in the proposed 320-acre DSU is shown on Exhibit "A" enclosed herewith.

SPUR respectfully requests that you select one of the following four options with regard to your interest in each of the proposed wells:

- Option 1 Participate in the drilling and completion of the proposed well and agree to enter into the NJOA with the terms specified above.
- Option 2 Not participate in the proposed well (an election of "Non-Consent").
- Option 3: Term Assignment Option Assign your leasehold working interest in the E/2 of Section 10 T17S-R32E, Lea County, New Mexico, exclusive of existing wellbores, to SPUR through a term assignment with a primary term of three (3) years and as long thereafter as production is obtained in paying quantities, and a bonus consideration of \$750 per net mineral acre, delivering no less than a 75% leasehold net revenue interest (limited to the Yeso formation).
- Option 4 Assignment Option Assign your leasehold working interest in the E/2 of Section 10 T17S-R32E, Lea County, New Mexico, exclusive of existing wellbores, to SPUR for a bonus consideration of \$1,500 per net mineral acre, delivering no less than a 75% leasehold net revenue interest (all rights owned).

Should you elect Option 1 or Option 2, your election should be returned to SPUR along with an executed copy of each enclosed AFE and an executed copy of the NJOA (including Exhibit "H"). If you choose to execute and return the NJOA, then after all participating parties under the NJOA have been determined, we shall provide you with an updated Exhibit "A" to said NJOA as well as copies of the final signature pages.

In the event you elect to assign your leasehold interest under the terms outlined above in the Option 3: Term Assignment Option, or Option 4: Assignment Option, please so indicate by signing the enclosed Assignment Election page. Upon receipt, SEP will submit an Assignment to you for your review and execution.



SPUR looks forward to working with you on this matter. However, if an agreement cannot be reached within 30 days of the receipt date of this proposal, please be advised SPUR may apply to the New Mexico Oil Conservation Division for Compulsory Pooling of any uncommitted interest owners into a spacing unit for the proposed wells.

Please indicate your elections as to each of the Subject Wells in the spaces provided below and execute and return a copy of this letter (together with a signed copy of each AFE for any well(s) you elect to participate in) to the undersigned within 30 days of receipt of this proposal. Should you have any questions regarding this proposal, please contact Murphy Lauck at 832-982-1087 or mlauck@spurenergy.com or the undersigned via email at lyoung@spurenergy.com.

Sincerely,

Lance Young, RPL Sr. Landman

Enclosures

Exhibit "A" AFEs



Nelson 10 Federal #10H

Option 1 – The undersigned elects to participate in the drilling and completion of the Nelson 10 Federal #10H well and agrees to the formation of the DSU and to the terms of the NJOA as detailed in this proposal, with the cost and maintenance of all surface facilities, including any shared well pads, being reapportioned between each well drilled in the DSU.
Option 2 – The undersigned elects <u>not</u> to participate in the drilling and completion of the Nelson 10 Federal #10H well.
Should you elect to participate, please also indicate your Well Insurance election below. If you elect to obtain individual Well Insurance coverage, please provide SPUR with a copy of your Certificate of Insurance.
Well Insurance:
The undersigned requests Well Insurance coverage provided by SPUR.
The undersigned elects to obtain individual Well Insurance coverage.
Agreed to and Accepted this day of, 2022.
Company/Individual:
By:
Name:
Title:



Nelson 10 Federal #11H

Option 1 – The undersigned elects to participate in the drilling and completion of the Nelson 10 Federal #11H well and agrees to the formation of the DSU and to the terms of the NJOA as detailed in this proposal, with the cost and maintenance of all surface facilities, including any shared well pads, being reapportioned between each well drilled in the DSU.
Option 2 – The undersigned elects <u>not</u> to participate in the drilling and completion of the Nelson 10 Federal #11H well.
Should you elect to participate, please also indicate your Well Insurance election below. If you elect to obtain individual Well Insurance coverage, please provide SPUR with a copy of your Certificate of Insurance.
Well Insurance:
The undersigned requests Well Insurance coverage provided by SPUR.
The undersigned elects to obtain individual Well Insurance coverage.
Agreed to and Accepted this day of, 2022.
Agreed to and Accepted this day of, 2022.
Company/Individual:
By:
Name:
Title



Nelson 10 Federal #20H

Option 1 — The undersigned elects to participate in the drilling and completion of the Nelson 10 Federal #20H well and agrees to the formation of the DSU and to the terms of the NJOA as detailed in this proposal, with the cost and maintenance of all surface facilities, including any shared well pads, being reapportioned between each well drilled in the DSU.
Option 2 - The undersigned elects <u>not</u> to participate in the drilling and completion of the Nelson 10 Federal #20H well.
Should you elect to participate, please also indicate your Well Insurance election below. If you elect to obtain individual Well Insurance coverage, please provide SPUR with a copy of your Certificate of Insurance.
Well Insurance:
The undersigned requests Well Insurance coverage provided by SPUR.
The undersigned elects to obtain individual Well Insurance coverage.
Agreed to and Accepted this day of, 2022.
Company/Individual:
By:
Name:
Title:



Option 3: Term Assignment Option – The undersigned hereby elects to assign their leasehold working interest in the E/2 of Section 10 - T17S-R32E, Lea County, New Mexico, exclusive of existing wellbores, to SEP through a term assignment with a primary term of three (3) years, and a bonus consideration of \$750 per net mineral acre, delivering no less than a 75% leasehold net revenue interest (limited to the Yeso formation).
Option 4: Assignment Option – The undersigned hereby elects to assign their leasehold working interest in the E/2 of Section 10 - T17S-R32E, Lea County, New Mexico, exclusive of existing wellbores, to SEP for a bonus consideration of \$1,500 per net mineral acre, delivering no less than a 75% leasehold net revenue interest (all rights owned).
Agreed to and Accepted this day of, 2022.
Company/Individual:
By:
Name:
Title:



Exhibit "A" – Estimated interest for WI Owner in proposed Nelson 320 acre, more or less, DSU

WI Owner

Estimated WI Interest for the Nelson 10 Federal Com 10H, 11H, 20H, 60H, 70H, and 71H wells is:





Authority for Expenditure Drill, Complete, & Equip



Operator : Spur Energy Partners LLC
Well Name : NELSON 10 FEDERAL 10H
Location : NEW MEXICO / EDDY

AFE #: C22085

Project : Description

		Oriç	jinal	Supp	lement	Total			
INTANGIBLE DRILLING	DESCRIPTION	8/8ths	Net	8/8ths	Net	8/8ths	Net		
2050-1000	LOCATION - OPS	\$ 35,000	\$ -	\$ -	\$ -	\$ 35,000	\$ -		
2050-1001	LOCATION/DAMAGES/ROW-LAND	\$ 62,000	\$ -	\$ -	\$ -	\$ 62,000	\$ -		
2050-1002	TITLE WORK/LANDMAN SERVICES - LAND	\$ 34,000	s -	\$ -	\$ -	\$ 34,000	\$ -		
2050-1003	DAMAGES/ROW - LAND	\$ -	s -	\$ -	\$ -	\$ -	\$ -		
2050-1005	SURVEY - LAND	\$ 4,000	\$ -	\$ -	\$ -	\$ 4,000	s -		
2050-1006	ENVIRONMENTAL/ARC - LAND	\$ -	\$ -	\$ -	\$ -	\$ -	s -		
2050-1050	DRILLING PERMITS	\$ 10,000	s -	\$ -	\$ -	\$ 10,000	s -		
2050-1100	FISHING TOOLS & SERVICE	\$ -	\$ -	\$ -	\$ -	\$ -	s -		
2050-1301	DRILLING RENTALS: SURFACE	\$ 73,650	s -	\$ -	\$ -	\$ 73,650	s -		
2050-1302	DRILLING RENTALS: SUBSURFACE	\$ 17,355	\$ -	\$ -	\$ -	\$ 17,355	s -		
2050-1400	EQUIP LOST IN HOLE	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -		
2050-1500	DRILL MUD & COMPL FLUID	\$ 40.000	\$ -	\$ -	\$ -	\$ 40.000	\$ -		
2050-1600	WELLSITE SUPERVISION	\$ 26,400	\$ -	\$ -	\$ -	\$ 26,400	\$ -		
2050-1900	GROUND TRANSPORT	\$ 20,000	\$ -	\$ -	\$ -	\$ 20,000	\$ -		
2050-2000	CONTRACT DRILLING (DAY RATE/TURNKEY)	\$ 171.000	\$ -	\$ -	\$ -	\$ 171,000	\$ -		
2050-2001	DRILLING SERVICES-SURFACE	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -		
2050-2002	DRLLING SERVICES-SUBSURFACE	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -		
2050-2004	DIRECTIONAL TOOLS AND SERVICES	\$ 119,000	\$ -	\$ -	\$ -	\$ 119,000	\$ -		
2050-2005	DRILLING/DAMAGED-LOST IN HOLE	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -		
2050-2200	CASED HOLE WIRELINE	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -		
2050-2201	OPEN HOLE WIRELINE	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -		
2050-2401	FLUID & CUTTINGS DISPOSAL	\$ 68,000	\$ -	\$ -	\$ -	\$ 68,000	\$ -		
2050-2402	FRAC TANK RENTALS	\$ 240	\$ -	\$ -	\$ -	\$ 240	\$ -		
2050-2600	ES&H	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -		
2050-3000	BITS	\$ 54,000	\$ -	\$ -	\$ -	\$ 54.000	\$ -		
2050-3100	OVERHEAD	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -		
2050-3125	CONSTRUCTION OVERHEAD	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -		
2050-3200	CONTINGENCIES	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -		
2050-3400	DESIGN & ENGINEERING	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -		
2050-3600	COMPANY LABOR	\$ 5,000	\$ -	\$ -	\$ -	\$ 5,000	\$ -		
2050-3800	NON OPERATED CHARGES - IDC	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -		
2050-3900	FUEL, WATER & LUBE	\$ 93,000	\$ -	\$ -	\$ -	\$ 93,000	\$ -		
2050-4000	CEMENT	\$ 75,000	\$ -	\$ -	\$ -	\$ 75,000	\$ -		
2050-4001	CASING CREWS AND LAYDOWN SERVICES	\$ 18,000	\$ -	\$ -	\$ -	\$ 18,000	\$ -		
2050-4002	SURFACE AND INTERMEDIATE SERVICE	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -		
2050-4003	PROD CSG CEMENT AND SERVICE	\$ 45,000	\$ -	\$ -	\$ -	\$ 45,000	\$ -		
2050-4004	PROD CSG CREW AND LAYDOWN SERVICE	\$ 45,000	\$ -	\$ -	\$ -	\$ 45,000	\$ -		
2050-4101	CORES, DST'S, AND ANALYSIS	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -		
2050-8000	MUD LOGGER	\$ 14.000	\$ -	\$ -	\$ -	\$ 14.000	\$ -		
2050-8001	MOB/DEMOB RIG	\$ 75,000	\$ -	\$ -	\$ -	\$ 75,000	\$ -		
2050-8003	VACUUM TRUCKING	\$ 75,000	\$ -	\$ -	\$ -	\$ 75,000	\$ -		
2050-8005	DRILLPIPE INSPECTION	\$ 5,000	\$ -	\$ -	\$ -	\$ 5.000	\$ -		
2050-8007	CONTRACT LABOR/SERVICES	\$ 5,000	\$ -	\$ -	\$ -	\$ 50,000	\$ -		
2050-8009	MISC IDC/CONTINGENCY	\$ 101,465	-	\$ -	\$ -		\$ -		
2000 0000	INTANGIBLE DRILL			\$ -	\$ -	\$ 1,216,110			

			Oriç	jinal	Supp	lemer	nt		To	tal	
TANGIBLE DRILLING	DESCRIPTION		8/8ths	Net	8/8ths		Net	1	8/8ths	N	let
2051-2500	SUPPLIES & SMALL TOOLS	\$	-	\$ -	\$ -	\$	-	\$	-	\$	-
2051-2700	COMMUNICATION	\$		\$ -	\$ -	\$	-	\$	-	\$	-
2051-3200	CONTINGENCIES	\$		\$ -	\$ -	\$	-	\$	-	\$	-
2051-3800	NON OPERATED CHARGES - TDC	\$		\$ -	\$ -	\$	-	\$	-	\$	-
2051-5100	SURFACE CASING	\$	120,780	\$ -	\$ -	\$	-	\$	120,780	\$	-
2051-5200	INTERMEDIATE CASING	\$	168,275	\$ -	\$ -	\$	-	\$	168,275	\$	-
2051-5300	PRODUCTION/LINER CASING	\$	614,339	\$ -	\$ -	\$	-	\$	614,339	\$	-
2051-5400	CONDUCTOR PIPE	\$	27,000	\$ -	\$ -	\$	-	\$	27,000	\$	-
2051-5500	WELLHEAD	\$	17,500	\$ -	\$ -	\$	-	\$	17,500	\$	-
2051-5801	LINER HANGER/CASING ACCESSORY	\$	24,000	\$ -	\$ -	\$	-	\$	24,000	\$	-
2051-5803	MISC TANGIBLE EQUIPMENT	\$	-	\$ -	\$ -	\$	-	\$	-	\$	_
	TANGIBLE DRILL	LING SUBTOTAL \$	971,894	\$ -	\$ •	\$	-	\$	971,894	\$	-
		RILLING TOTAL \$	2,188,004	\$ -	\$	\$	-	\$ 2	,188,004	\$	-

		Ori	ginal	Supp	lement	To	tal
INTANGIBLE COMPLETION	DESCRIPTION	8/8ths	Net	8/8ths	Net	8/8ths	Net
2055-1000	LOCATION	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
2055-1001	TITLE WORK AND OPINIONS	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
2055-1002	OUTSIDE LEGAL SERVICES	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
2055-1100	FISHING TOOLS & SERVICE	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
2055-1300	EQUIP RENT	\$ 45,000	\$ -	\$ -	\$ -	\$ 45,000	\$ -
2055-1301	RENTALS: SURFACE IRON	\$ 72,000	\$ -	\$ -	\$ -	\$ 72,000	\$ -
2055-1302	DRILLING RENTALS: SUBSURFACE	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
2055-1400	EQUIP LOST IN HOLE	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
2055-1500	DRILL MUD & COMPL FLUID	\$ 300,000	\$ -	\$ -	\$ -	\$ 300,000	\$ -
2055-1600	WELLSITE SUPERVISION	\$ 38,000	\$ -	\$ -	\$ -	\$ 38,000	\$ -
2055-1800	COMPLETION CHEMICALS	\$ 210,000	\$ -	\$ -	\$ -	\$ 210,000	\$ -
2055-1900	GROUND TRANSPORT	\$ 15,000	\$ -	\$ -	\$ -	\$ 15,000	\$ -
2055-2005	DRILLING/DAMAGED-LOST IN HOLE	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
2055-2100	PUMPDOWN	\$ 25,000	\$ -	\$ -	\$ -	\$ 25,000	\$ -
2055-2200	CASED HOLE WIRELINE	\$ 86,000	\$ -	\$ -	\$ -	\$ 86,000	\$ -
2055-2300	FRAC PLUGS	\$ 40,000	\$ -	\$ -	\$ -	\$ 40,000	\$ -
2055-2400	WELL PREP	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
2055-2401	FRAC/FLUID SW DISPOSAL	\$ 15,000	\$ -	\$ -	\$ -	\$ 15,000	\$ -
2055-2402	FRAC TANK RENTALS	\$ 15,000	\$ -	\$ -	\$ -	\$ 15,000	\$ -
2055-2403	FLOWBACK	\$ 40,000	\$ -	\$ -	\$ -	\$ 40,000	\$ -
2055-2600	ES&H	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
2055-2900	INSURANCE	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
2055-3000	BITS	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
2055-3100	OVERHEAD	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
2055-3125	CONSTRUCTION OVERHEAD	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
2055-3200	CONTINGENCIES	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
2055-3300	SPECIALIZED SERVICE	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
2055-3301	STIMULATION AND PUMPING SERVICES	\$ 643,950	\$ -	\$ -	\$ -	\$ 643,950	\$ -
2055-3400	PROPPANT	\$ 345,000	\$ -	\$ -	\$ -	\$ 345,000	\$ -
2055-3600	COMPANY LABOR	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -

2055-3750	DAMAGES/ROW	5	-	\$	\$ -	\$ - 1	\$ -	\$ -
2055-3800	NON OPERATED CHARGES - ICC	9	-	\$ -	\$ -	\$ -	\$ -	\$ -
2055-3900	FUEL, WATER & LUBE	\$	230,000	\$ -	\$ -	\$ -	\$ 230,000	\$ -
2055-4000	CEMENT	9	· -	\$ -	\$ -	\$ -	\$ -	\$ -
2055-4001	CASING CREWS AND LAYDOWN SERVICES	\$	2,500	\$ -	\$ -	\$ -	\$ 2,500	\$ -
2055-8001	COMPLETION/WORKOVER RIG	9	110,000	\$ -	\$ -	\$ -	\$ 110,000	\$ -
2055-8002	KILL TRUCK	\$	2,500	\$ -	\$ -	\$ -	\$ 2,500	\$ -
2055-8003	COIL TUBING, SNUBBING, NITRO SVC	9	145,000	\$ -	\$ -	\$ -	\$ 145,000	\$ -
2055-8004	CONTRACT LABOR/SERVICES	\$	· -	\$ -	\$ -	\$ -	\$ -	\$ -
2055-8005	CONTRACT LABOR - ARTIFICIAL LIFT	9	25,000	\$ -	\$ -	\$ -	\$ 25,000	\$ -
2055-8006	CONTRACT LABOR - ELECTRICAL/AUTOMATION	\$	20,000	\$ -	\$ -	\$ -	\$ 20,000	\$ -
2055-8007	CONTRACT LABOR - WELL LEVEL	Ş	15,000	\$ -	\$ -	\$ -	\$ 15,000	\$ -
2055-8008	CONTRACT LABOR - FRAC	\$	· -	\$ -	\$ -	\$ -	\$ -	\$ -
	INTANGIBLE COMPLETION SU	BTOTAL S	2,439,950	\$.	\$ -	\$ -	\$ 2,439,950	\$ -

		Original		ıl	Supp			ent	Tota			
TANGIBLE COMPLETION	DESCRIPTION	8/8ths		Net		8/8ths		Net		8/8ths		Net
2065-2500	SUPPLIES & SMALL TOOLS	\$ -	\$	-	\$	-	\$	-	\$	-	\$	-
2065-2700	COMMUNICATION	\$ -	\$	-	\$	-	\$	-	\$,	\$	-
2065-3000	BITS	\$ 3,800	\$	-	\$	-	\$	-	\$	3,800	\$	
2065-3200	CONTINGENCIES	\$ -	\$	-	\$	-	\$	-	\$		\$	-
2065-3800	NON OPERATED CHARGES - TCC	\$ -	\$	-	\$	-	\$	-	\$		\$	
2065-4102	WATER SUPPLY WELL	\$ -	\$	-	\$	-	\$	-	\$		\$	-
2065-5001	OVERHEAD POWER	\$ 12,750	\$	-	\$	-	\$	-	\$	12,750	\$	-
2065-5002	PARTS & SUPPLIES - ARTIFICIAL LIFT	\$ 52,500	\$	-	\$	-	\$	-	\$	52,500	\$	-
2065-5003	PARTS & SUPPLIES - ELECTRICAL/AUTOMATION	\$ 5,000	\$	-	\$	-	\$	-	\$	5,000	\$	-
2065-5004	PARTS & SUPPLIES - WELL LEVEL	\$ 20,000	\$	-	\$	-	\$	-	\$	20,000	\$	-
2065-5100	TUBING	\$ 70,000	\$	-	\$	-	\$	-	\$	70,000	\$	-
2065-5200	TUBING HEAD/XMAS TREE	\$ 21,000	\$	-	\$	-	\$	-	\$	21,000	\$	-
2065-5300	SUBSURFACE EQUIP	\$ -	\$	-	\$	-	\$	-	\$	-	\$	-
2065-5400	PACKER AND SUBSURFACE EQUIPMENT	\$ -	\$	-	\$	-	\$	-	\$,	\$	-
2065-5500	SUBSURFACE PUMP, RODS, AND ACCES	\$ -	\$	-	\$	-	\$	-	\$		\$	-
2065-5600	PUMPING & LIFTING EQUIP	\$ -	\$	-	\$	-	\$	-	\$		\$	
2065-5900	HEALTH, SAFETY, AND ENVIRONMENTAL	\$ -	\$	-	\$	-	\$	-	\$		\$	-
2065-5901	LINER HANGER/CASING ACCESSORY	\$ -	\$	-	\$	-	\$	-	\$	-	\$	-
2065-5902	PACKERS/OTHER DOWNHOLE EQUIP	\$ -	\$	-	\$	-	\$	-	\$	-	\$	-
2065-5903	MISC TANGIBLE EQUIPMENT	\$ -	\$	-	\$	-	\$	-	\$	-	\$	-
	TANGIBLE COMPLETION SUBTOTAL	\$ 185,050	\$	-	\$	-	\$	-	\$	185,050	\$	-
	COMPLETION TOTAL	\$ 2,625,000	\$	-	\$	-	\$	-	\$	2,625,000	\$	-

			Original			Supplement					Total		
INTANGIBLE FACILITY	DESCRIPTION		8/8ths	N	et	8/	8ths		Net		8/8ths	ŀ	Net
2056-1006	ENVIRONMENTAL/ARC - LAND	:	-	\$	-	\$	-	\$	-	\$	-	\$	-
2056-2002	FACILITY PAD CONSTRUCTION		15,000	\$	-	\$	-	\$	-	\$	15,000	\$	-
2056-2006	MISC INTANGIBILE FACILITY COSTS		5,000	\$	-	\$	-	\$	-	\$	5,000	\$	-
2056-2008	CONTRACT LABOR - AUTOMATION		6,500	\$	-	\$	-	\$	-	\$	6,500	\$	-
2056-2009	EQUIPMENT RENTALS		5,000	\$	-	\$	-	\$	-	\$	5,000	\$	-
2056-2010	FREIGHT & HANDLING		5,000	\$	-	\$	-	\$	-	\$	5,000	\$	-
2056-2012	CONTRACT LABOR - ELECTRICAL		15,000	\$	-	\$	-	\$	-	\$	15,000	\$	-
2056-2013	FACILITY CONSTRUCTION LABOR		55,000	\$	-	\$	-	\$	-	\$	55,000	\$	-
2056-2014	PIPELINE LABOR		-	\$	-	\$	-	\$	-	\$	-	\$	-
2056-2016	LOCATION/DAMAGES/ROW-LAND		-	\$	-	\$	-	\$	-	\$		\$	-
2056-2017	TITLE WORK/LANDMAN SERVICES - LAND		-	\$	-	\$	-	\$	-	\$	1	\$	
2056-2019	NON OPERATED CHARGES - IFC		-	\$	-	\$	-	\$	-	\$	-	\$	-
	INTANGIBLE FACILITY SUBTO	TAL :	106,500	\$	-	\$	-	\$	-	\$	106,500	\$	-

			Ori	ginal			Supp	lemen	it	To	otal	
TANGIBLE FACILITY	DESCRIPTION		8/8ths		Net	1	8/8ths		Net	8/8ths	, I	Net
2066-1200	VESSELS		\$ 88,000	\$	-	\$	-	\$	-	\$ 88,000	\$	-
2066-1300	COMPRESSORS/COMPRESSOR PACKAGES		\$ -	\$	-	\$	-	\$	-	\$ -	\$	-
2066-1500	ELECTRICAL - OVERHEAD & TRANSFORMERS		\$ 15,000	\$	-	\$	-	\$	-	\$ 15,000	\$	-
2066-1600	LACT		\$ 20,000	\$	-	\$	-	\$	-	\$ 20,000	\$	-
2066-1700	AUTOMATION METERS, SENSORS, VALVES, & SCREENS		\$ 25,000	\$	-	\$	-	\$	-	\$ 25,000	\$	-
2066-1900	LEASE AND FLOW LINES		\$ -	\$	-	\$	-	\$	-	\$ -	\$	-
2066-2000	CATHODIC PRCT-SOLAR PWD		\$ -	\$	-	\$	-	\$	-	\$ -	\$	-
2066-2003	MISC FITTINGS & SUPPLIES		\$ 22,500	\$	-	\$	-	\$	-	\$ 22,500	\$	-
2066-2004	PUMPS & PUMP SUPPLIES		\$ 8,000	\$	-	\$	-	\$	-	\$ 8,000	\$	-
2066-2005	PUMP & FILTERS		\$ -	\$	-	\$	-	\$	-	\$ -	\$	-
2066-2006	MISC TANGIBLE FACILITY COSTS		\$ 10,000	\$	-	\$	-	\$	-	\$ 10,000	\$	-
2066-2007	TANKS (OIL & WATER)		\$ 60,000	\$	-	\$	-	\$	-	\$ 60,000	\$	-
2066-2015	CONTAINMENT		\$ 15,000	\$	-	\$	-	\$	-	\$ 15,000	\$	-
2066-2017	SWD WELLS		\$ -	\$	-	\$	-	\$	-	\$ -	\$	-
2066-2018	NON OPERATED CHARGES - TFC		\$ -	\$	-	\$	-	\$	-	\$ -	\$	-
2066-2019	PIPING		\$ 15,000	\$	-	\$	-	\$	-	\$ 15,000	\$	-
2066-2020	ELECTRICAL - FACILITY		\$ 65,000	\$	-	\$	-	\$	-	\$ 65,000	\$	-
	TANGIBLE FACILITY SUB	TOTAL	\$ 343,500	\$	-	\$	-	\$	-	\$ 343,500	\$	-
	FACILITY	TOTAL	\$ 450,000	\$	-	\$		\$	-	\$ 450,000	\$	-

NELSON 10 FEDERAL 10H TOTAL WELL ESTIMATE	Orig	ginal	Suppl	ement	To	tal
NELSON TO FEDERAL TON TOTAL WELL ESTIMATE	8/8ths	Net	8/8ths	Net	8/8ths	Net
DRILLING TOTAL	\$ 2,188,004	\$ -	\$ -	\$ -	\$ 2,188,004	\$ -
COMPLETION TOTAL	\$ 2,625,000	\$ -	\$ -	\$ -	\$ 2,625,000	\$ -
FACILITY TOTAL	\$ 450,000	\$ -	\$ -	\$ -	\$ 450,000	\$ -
TOTAL WELL COST	\$ 5,263,004	\$ -	\$ -	\$ -	\$ 5,263,004	\$ -

Partner Approval		
Signed		Company
Name		Date
Title	-	



Authority for Expenditure Drill, Complete, & Equip



Operator : Spur Energy Partners LLC
Well Name : NELSON 10 FEDERAL 11H
Location : NEW MEXICO / EDDY

AFE #: C22086

Project : Description

		Orig	ginal	Supp	lement	To	tal
INTANGIBLE DRILLING	DESCRIPTION	8/8ths	Net	8/8ths	Net	8/8ths	Net
2050-1000	LOCATION - OPS	\$ 35,000	\$ -	\$ -	\$ -	\$ 35,000	\$ -
2050-1001	LOCATION/DAMAGES/ROW-LAND	\$ 62,000	\$ -	\$ -	\$ -	\$ 62,000	\$ -
2050-1002	TITLE WORK/LANDMAN SERVICES - LAND	\$ 34,000	\$ -	\$ -	s -	\$ 34,000	s -
2050-1003	DAMAGES/ROW - LAND	\$ -	\$ -	\$ -	s -	s -	s -
2050-1005	SURVEY - LAND	\$ 4,000	\$ -	\$ -	\$ -	\$ 4,000	s -
2050-1006	ENVIRONMENTAL/ARC - LAND	\$ -	\$ -	\$ -	s -	s -	s -
2050-1050	DRILLING PERMITS	\$ 10,000	\$ -	\$ -	s -	\$ 10,000	s -
2050-1100	FISHING TOOLS & SERVICE	\$ -	\$ -	\$ -	s -	\$ -	s -
2050-1301	DRILLING RENTALS: SURFACE	\$ 73,650	\$ -	\$ -	s -	\$ 73,650	s -
2050-1302	DRILLING RENTALS: SUBSURFACE	\$ 17,355	\$ -	\$ -	\$ -	\$ 17,355	s -
2050-1400	EQUIP LOST IN HOLE	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
2050-1500	DRILL MUD & COMPL FLUID	\$ 40.000	\$ -	\$ -	\$ -	\$ 40,000	\$ -
2050-1600	WELLSITE SUPERVISION	\$ 26,400	\$ -	\$ -	\$ -	\$ 26,400	\$ -
2050-1900	GROUND TRANSPORT	\$ 20,000	•	\$ -	\$ -	\$ 20,000	\$ -
2050-2000	CONTRACT DRILLING (DAY RATE/TURNKEY)	\$ 171.000	\$ -	\$ -	\$ -	\$ 171,000	\$ -
2050-2001	DRILLING SERVICES-SURFACE	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
2050-2002	DRLLING SERVICES-SUBSURFACE	\$ -	\$ -	\$ -	\$ -	\$ -	s -
2050-2004	DIRECTIONAL TOOLS AND SERVICES	\$ 119,000	\$ -	\$ -	\$ -	\$ 119,000	s -
2050-2005	DRILLING/DAMAGED-LOST IN HOLE	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
2050-2200	CASED HOLE WIRELINE	\$ -	\$ -	\$ -	\$ -	\$ -	s -
2050-2201	OPEN HOLE WIRELINE	\$ -	\$ -	\$ -	\$ -	\$ -	s -
2050-2401	FLUID & CUTTINGS DISPOSAL	\$ 68,000	\$ -	\$ -	\$ -	\$ 68,000	\$ -
2050-2402	FRAC TANK RENTALS	\$ 240	\$ -	\$ -	\$ -	\$ 240	\$ -
2050-2600	ES&H	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
2050-2000	BITS	\$ 54.000	\$ -	\$ -	\$ -	\$ 54.000	\$ -
2050-3100	OVERHEAD	\$ -	\$ -	\$ -	\$ -	\$ -	s -
2050-3125	CONSTRUCTION OVERHEAD	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
2050-3200	CONTINGENCIES	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
2050-3400	DESIGN & ENGINEERING	\$ -	\$ -	\$ -	\$ -	\$ -	s -
2050-3600	COMPANY LABOR	\$ 5,000	\$ -	\$ -	\$ -	\$ 5,000	\$ -
2050-3800	NON OPERATED CHARGES - IDC	\$ -	\$ -	\$ -	\$ -	\$ -	9 -
2050-3000	FUEL, WATER & LUBE	\$ 93,000	\$ -	\$ -	\$ -	\$ 93,000	\$ -
2050-4000	CEMENT	\$ 75,000	\$ -	\$ -	\$ -	\$ 75,000	\$ -
2050-4001	CASING CREWS AND LAYDOWN SERVICES	\$ 18,000	\$ -	\$ -	\$ -	\$ 18,000	\$ -
2050-4002	SURFACE AND INTERMEDIATE SERVICE	\$ 10,000	\$ -	\$ -	\$ -	\$ 10,000	s -
2050-4003	PROD CSG CEMENT AND SERVICE	\$ 45,000	\$ -	\$ -	\$ -	\$ 45,000	s -
2050-4004	PROD CSG CREW AND LAYDOWN SERVICE	\$ 45,000	\$ -	\$ -	\$ -	\$ 45,000	\$ -
2050-4004	CORES. DST'S. AND ANALYSIS	\$ -	\$ -	\$ -	\$ -	\$ -	¢ -
2050-8000	MUD LOGGER	\$ - \$ 14.000	\$ -	\$ -	\$ -	\$ 14.000	\$ -
2050-8000	MOB/DEMOB RIG	\$ 14,000	\$ -	\$ -	\$ -	\$ 75,000	s -
2050-8003	VACUUM TRUCKING	\$ 75,000	\$ -	\$ -	\$ -	\$ 75,000	*
2050-8005	DRILLPIPE INSPECTION	\$ 5.000		• •	1		*
2050-8005	CONTRACT LABOR/SERVICES	\$ 5,000 \$ 50.000	•	\$ - \$ -	\$ - \$ -	\$ 5,000 \$ 50,000	\$ -
2050-8007	MISC IDC/CONTINGENCY	\$ 50,000 \$ 101,465	•	\$ -	\$ -		\$ - \$ -
2000-0009	INTANGIBLE DRILL			\$ -	\$ -	\$ 101,465 \$ 1,216,110	•

			Orig	inal	Sup	plement	To	tal
TANGIBLE DRILLING	DESCRIPTION		8/8ths	Net	8/8ths	Net	8/8ths	Net
2051-2500	SUPPLIES & SMALL TOOLS	\$	-	\$ -	\$ -	\$ -	\$ -	\$ -
2051-2700	COMMUNICATION	\$	-	\$ -	\$ -	\$ -	\$ -	\$ -
2051-3200	CONTINGENCIES	\$	-	\$ -	\$ -	\$ -	\$ -	\$ -
2051-3800	NON OPERATED CHARGES - TDC	\$	-	\$ -	\$ -	\$ -	\$ -	\$ -
2051-5100	SURFACE CASING	\$	120,780	\$ -	\$ -	\$ -	\$ 120,780	\$ -
2051-5200	INTERMEDIATE CASING	\$	168,275	\$ -	\$ -	\$ -	\$ 168,275	\$ -
2051-5300	PRODUCTION/LINER CASING	\$	614,339	\$ -	\$ -	\$ -	\$ 614,339	\$ -
2051-5400	CONDUCTOR PIPE	\$	27,000	\$ -	\$ -	\$ -	\$ 27,000	\$ -
2051-5500	WELLHEAD	\$	17,500	\$ -	\$ -	\$ -	\$ 17,500	\$ -
2051-5801	LINER HANGER/CASING ACCESSORY	\$	24,000	\$ -	\$ -	\$ -	\$ 24,000	\$ -
2051-5803	MISC TANGIBLE EQUIPMENT	\$	-	\$ -	\$ -	\$ -	\$ -	\$ -
	TANGIBLE DR	ILLING SUBTOTAL \$	971,894	\$ -	\$ -	\$ -	\$ 971,894	\$ -
		DRILLING TOTAL \$	2,188,004	\$ -	\$ -	\$ -	\$ 2,188,004	\$ -

		Original 8/8ths				Supp	leme	nt	To	otal		
INTANGIBLE COMPLETION	DESCRIPTION	8	3/8ths		Net	1	3/8ths		Net	8/8ths		Net
2055-1000	LOCATION	\$	1	\$	-	\$	-	\$	-	\$ -	\$	-
2055-1001	TITLE WORK AND OPINIONS	\$		\$	-	\$	-	\$	-	\$ -	\$	-
2055-1002	OUTSIDE LEGAL SERVICES	\$		\$	-	\$	-	\$	-	\$ -	\$	-
2055-1100	FISHING TOOLS & SERVICE	\$	1	\$	-	\$	-	\$	-	\$ -	\$	-
2055-1300	EQUIP RENT	\$	45,000	\$	-	\$	-	\$	-	\$ 45,000	\$	-
2055-1301	RENTALS: SURFACE IRON	\$	72,000	\$	-	\$	-	\$	-	\$ 72,000	\$	-
2055-1302	DRILLING RENTALS: SUBSURFACE	\$	-	\$	-	\$	-	\$	-	\$ -	\$	-
2055-1400	EQUIP LOST IN HOLE	\$		\$	-	\$	-	\$	-	\$ -	\$	-
2055-1500	DRILL MUD & COMPL FLUID	\$	300,000	\$	-	\$	-	\$	-	\$ 300,000	\$	-
2055-1600	WELLSITE SUPERVISION	\$	38,000	\$	-	\$	-	\$	-	\$ 38,000	\$	-
2055-1800	COMPLETION CHEMICALS	\$	210,000	\$	-	\$	-	\$	-	\$ 210,000	\$	-
2055-1900	GROUND TRANSPORT	\$	15,000	\$	-	\$	-	\$	-	\$ 15,000	\$	-
2055-2005	DRILLING/DAMAGED-LOST IN HOLE	\$	-	\$	-	\$	-	\$	-	\$ -	\$	-
2055-2100	PUMPDOWN	\$	25,000	\$	-	\$	-	\$	_	\$ 25,000	\$	_
2055-2200	CASED HOLE WIRELINE	\$	86,000	\$	-	\$	-	\$	-	\$ 86,000	\$	-
2055-2300	FRAC PLUGS	\$	40,000	\$	-	\$	-	\$	-	\$ 40,000	\$	-
2055-2400	WELL PREP	\$	-	\$	-	\$	-	\$	-	\$ -	\$	-
2055-2401	FRAC/FLUID SW DISPOSAL	\$	15,000	\$	-	\$	-	\$	-	\$ 15,000	\$	-
2055-2402	FRAC TANK RENTALS	\$	15,000	\$	-	\$	-	\$	-	\$ 15,000	\$	-
2055-2403	FLOWBACK	\$	40,000	\$	-	\$	-	\$	-	\$ 40,000	\$	-
2055-2600	ES&H	\$	-	\$	-	\$	-	\$	_	\$ -	\$	_
2055-2900	INSURANCE	\$	-	\$	-	\$	-	\$	-	\$ -	\$	-
2055-3000	BITS	\$	-	\$	-	\$	-	\$	-	\$ -	\$	-
2055-3100	OVERHEAD	\$	-	\$	-	\$	-	\$	-	\$ -	\$	-
2055-3125	CONSTRUCTION OVERHEAD	\$	-	\$	-	\$	-	\$	-	\$ -	\$	-
2055-3200	CONTINGENCIES	\$	-	\$	-	\$	-	\$	-	\$ -	\$	-
2055-3300	SPECIALIZED SERVICE	\$	-	\$	-	\$	-	\$	-	\$ -	\$	-
2055-3301	STIMULATION AND PUMPING SERVICES	\$	643,950	\$	-	\$	-	\$	-	\$ 643,950	\$	-
2055-3400	PROPPANT	\$	345,000	\$	-	\$	-	\$	-	\$ 345,000	\$	-
2055-3600	COMPANY LABOR	\$	-	\$	-	\$	-	\$	-	\$ -	\$	-

2055-3750	DAMAGES/ROW	\$	-	\$ -	\$ -	\$ -	\$ -	\$ -
2055-3800	NON OPERATED CHARGES - ICC	\$	-	\$ -	\$ -	\$ -	\$ -	\$ -
2055-3900	FUEL, WATER & LUBE	9	230,000	\$ -	\$ -	\$	\$ 230,000	\$ -
2055-4000	CEMENT	\$		\$ -	\$ -	\$ -	\$ -	\$ -
2055-4001	CASING CREWS AND LAYDOWN SERVICES	9	2,500	\$ -	\$ -	\$	\$ 2,500	\$ -
2055-8001	COMPLETION/WORKOVER RIG	9	110,000	\$ -	\$ -	\$ -	\$ 110,000	\$ -
2055-8002	KILL TRUCK	\$	2,500	\$ -	\$ -	\$ -	\$ 2,500	\$ -
2055-8003	COIL TUBING, SNUBBING, NITRO SVC	9	145,000	\$ -	\$ -	\$ -	\$ 145,000	\$ -
2055-8004	CONTRACT LABOR/SERVICES	\$	-	\$ -	\$ -	\$ -	\$ -	\$ -
2055-8005	CONTRACT LABOR - ARTIFICIAL LIFT	9	25,000	\$ -	\$ -	\$ -	\$ 25,000	\$ -
2055-8006	CONTRACT LABOR - ELECTRICAL/AUTOMATION	\$	20,000	\$ -	\$ -	\$ -	\$ 20,000	\$ -
2055-8007	CONTRACT LABOR - WELL LEVEL	9	15,000	\$ -	\$ -	\$	\$ 15,000	\$ -
2055-8008	CONTRACT LABOR - FRAC	\$		\$ -	\$ -	\$ -	\$ -	\$ -
	INTANGIBLE COMPLETION SU	BTOTAL \$	2,439,950	\$ -	\$	\$ -	\$ 2,439,950	\$ •

		Ori	gina	ıl	Supp	leme	ent	To	otal	
TANGIBLE COMPLETION	DESCRIPTION	8/8ths		Net	8/8ths		Net	8/8ths		Net
2065-2500	SUPPLIES & SMALL TOOLS	\$ -	\$	-	\$ -	\$	-	\$ -	\$	-
2065-2700	COMMUNICATION	\$ -	\$	-	\$ -	\$	-	\$,	\$	-
2065-3000	BITS	\$ 3,800	\$	-	\$ -	\$	-	\$ 3,800	\$	-
2065-3200	CONTINGENCIES	\$ -	\$	-	\$ -	\$	-	\$	\$	-
2065-3800	NON OPERATED CHARGES - TCC	\$ -	\$	-	\$ -	\$	-	\$	\$	-
2065-4102	WATER SUPPLY WELL	\$ -	\$	-	\$ -	\$	-	\$	\$	-
2065-5001	OVERHEAD POWER	\$ 12,750	\$	-	\$ -	\$	-	\$ 12,750	\$	-
2065-5002	PARTS & SUPPLIES - ARTIFICIAL LIFT	\$ 52,500	\$	-	\$ -	\$	-	\$ 52,500	\$	-
2065-5003	PARTS & SUPPLIES - ELECTRICAL/AUTOMATION	\$ 5,000	\$	-	\$ -	\$	-	\$ 5,000	\$	-
2065-5004	PARTS & SUPPLIES - WELL LEVEL	\$ 20,000	\$	-	\$ -	\$	-	\$ 20,000	\$	-
2065-5100	TUBING	\$ 70,000	\$	-	\$ -	\$	-	\$ 70,000	\$	-
2065-5200	TUBING HEAD/XMAS TREE	\$ 21,000	\$	-	\$ -	\$	-	\$ 21,000	\$	-
2065-5300	SUBSURFACE EQUIP	\$ -	\$	-	\$ -	\$	-	\$ -	\$	-
2065-5400	PACKER AND SUBSURFACE EQUIPMENT	\$ -	\$	-	\$ -	\$	-	\$,	\$	-
2065-5500	SUBSURFACE PUMP, RODS, AND ACCES	\$ -	\$	-	\$ -	\$	-	\$	\$	-
2065-5600	PUMPING & LIFTING EQUIP	\$ -	\$	-	\$ -	\$	-	\$	\$	-
2065-5900	HEALTH, SAFETY, AND ENVIRONMENTAL	\$ -	\$	-	\$ -	\$	-	\$	\$	-
2065-5901	LINER HANGER/CASING ACCESSORY	\$ -	\$	-	\$ -	\$	-	\$ -	\$	-
2065-5902	PACKERS/OTHER DOWNHOLE EQUIP	\$ -	\$	-	\$ -	\$	-	\$ -	\$	-
2065-5903	MISC TANGIBLE EQUIPMENT	\$ -	\$	-	\$ -	\$	-	\$ -	\$	-
	TANGIBLE COMPLETION SUBTOTAL	\$ 185,050	\$	-	\$ -	\$	-	\$ 185,050	\$	-
	COMPLETION TOTAL	\$ 2,625,000	\$	-	\$	\$	-	\$ 2,625,000	\$	-

			Ori	ginal		Supp	leme	ent	To	otal	
INTANGIBLE FACILITY	DESCRIPTION		8/8ths		Net	8/8ths		Net	8/8ths		Net
2056-1006	ENVIRONMENTAL/ARC - LAND	5	-	\$	-	\$ -	\$	-	\$ -	\$	-
2056-2002	FACILITY PAD CONSTRUCTION	9	15,000	\$	-	\$ -	\$	-	\$ 15,000	\$	-
2056-2006	MISC INTANGIBILE FACILITY COSTS	5	5,000	\$	-	\$ -	\$	-	\$ 5,000	\$	-
2056-2008	CONTRACT LABOR - AUTOMATION	5	6,500	\$	-	\$ -	\$	-	\$ 6,500	\$	-
2056-2009	EQUIPMENT RENTALS	9	5,000	\$	-	\$ -	\$	-	\$ 5,000	\$	-
2056-2010	FREIGHT & HANDLING	5	5,000	\$	-	\$ -	\$	-	\$ 5,000	\$	-
2056-2012	CONTRACT LABOR - ELECTRICAL	9	15,000	\$	-	\$ -	\$	-	\$ 15,000	\$	-
2056-2013	FACILITY CONSTRUCTION LABOR	5	55,000	\$	-	\$ -	\$	-	\$ 55,000	\$	-
2056-2014	PIPELINE LABOR	9	-	\$	-	\$ -	\$	-	\$ -	\$	-
2056-2016	LOCATION/DAMAGES/ROW-LAND	9	-	\$	-	\$ -	\$	-	\$ -	\$	-
2056-2017	TITLE WORK/LANDMAN SERVICES - LAND	5	-	\$	-	\$ -	\$	-	\$ -	\$	-
2056-2019	NON OPERATED CHARGES - IFC	9	-	\$	-	\$ -	\$	-	\$ -	\$	-
	INTANGIBLE FACILITY SUBTOT	AL S	106,500	\$	-	\$	\$		\$ 106,500	\$	-

			Ori	ginal			Supp	lemen	t	To	otal	
TANGIBLE FACILITY	DESCRIPTION		8/8ths	1	let	8.	/8ths		Net	8/8ths	Net	
2066-1200	VESSELS		\$ 88,000	\$	-	\$	-	\$	-	\$ 88,000	\$	-
2066-1300	COMPRESSORS/COMPRESSOR PACKAGES		\$ -	\$	-	\$	-	\$	-	\$ -	\$	-
2066-1500	ELECTRICAL - OVERHEAD & TRANSFORMERS		15,000	\$	-	\$	-	\$	-	\$ 15,000	\$	-
2066-1600	LACT		\$ 20,000	\$	-	\$	-	\$	-	\$ 20,000	\$	-
2066-1700	AUTOMATION METERS, SENSORS, VALVES, & SCREENS		\$ 25,000	\$	-	\$	-	\$	-	\$ 25,000	\$	-
2066-1900	LEASE AND FLOW LINES		\$ -	\$	-	\$	-	\$	-	\$ -	\$	-
2066-2000	CATHODIC PRCT-SOLAR PWD		\$ -	\$	-	\$	-	\$	-	\$ -	\$	-
2066-2003	MISC FITTINGS & SUPPLIES		\$ 22,500	\$	-	\$	-	\$	-	\$ 22,500	\$	-
2066-2004	PUMPS & PUMP SUPPLIES		\$ 8,000	\$	-	\$	-	\$	-	\$ 8,000	\$	-
2066-2005	PUMP & FILTERS		\$ -	\$	-	\$	-	\$	-	\$ -	\$	-
2066-2006	MISC TANGIBLE FACILITY COSTS		\$ 10,000	\$	-	\$	-	\$	-	\$ 10,000	\$	-
2066-2007	TANKS (OIL & WATER)		60,000	\$	-	\$	-	\$	-	\$ 60,000	\$	-
2066-2015	CONTAINMENT		15,000	\$	-	\$	-	\$	-	\$ 15,000	\$	-
2066-2017	SWD WELLS		\$ -	\$	-	\$	-	\$	-	\$ -	\$	-
2066-2018	NON OPERATED CHARGES - TFC		\$ -	\$	-	\$	-	\$	-	\$ -	\$	-
2066-2019	PIPING		15,000	\$	-	\$	-	\$	-	\$ 15,000	\$	-
2066-2020	ELECTRICAL - FACILITY		\$ 65,000	\$	-	\$	-	\$	-	\$ 65,000	\$	-
	TANGIBLE FACILITY SUE	BTOTAL	\$ 343,500	\$	•	\$	-	\$	-	\$ 343,500	\$	-
	FACILITY	TOTAL	450,000	\$	-	\$	-	\$	-	\$ 450,000	\$	-

NELSON 10 FEDERAL 11H TOTAL WELL ESTIMATE	Oriç	ginal	Supp	lement	To	tal
NEESON TO FEDERAL TITI TOTAL WELL ESTIMATE	8/8ths	Net	8/8ths	Net	8/8ths	Net
DRILLING TOTAL	\$ 2,188,004	\$ -	\$ -	\$ -	\$ 2,188,004	\$ -
COMPLETION TOTAL	\$ 2,625,000	\$ -	\$ -	\$ -	\$ 2,625,000	\$ -
FACILITY TOTAL	\$ 450,000	\$ -	\$ -	\$ -	\$ 450,000	\$ -
TOTAL WELL COST	\$ 5,263,004	\$ -	\$ -	\$ -	\$ 5,263,004	\$ -

Partner Approval		
Signed		Company
Name		Date
Title	-	



Authority for Expenditure Drill, Complete, & Equip



Operator : Spur Energy Partners LLC
Well Name : NELSON 10 FEDERAL 20H
Location : NEW MEXICO / EDDY

AFE #: C22087

Project : Description

		0	riginal	Supp	lement	To	otal
INTANGIBLE DRILLING	DESCRIPTION	8/8ths	Net	8/8ths	Net	8/8ths	Net
2050-1000	LOCATION - OPS	\$ 35,00	0 \$ -	\$ -	\$ -	\$ 35,000	\$ -
2050-1001	LOCATION/DAMAGES/ROW-LAND	\$ 62,00	0 \$ -	\$ -	\$ -	\$ 62,000	\$ -
2050-1002	TITLE WORK/LANDMAN SERVICES - LAND	\$ 34,00	0 \$ -	\$ -	\$ -	\$ 34,000	\$ -
2050-1003	DAMAGES/ROW - LAND	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
2050-1005	SURVEY - LAND	\$ 4,00	0 \$ -	\$ -	\$ -	\$ 4,000	\$ -
2050-1006	ENVIRONMENTAL/ARC - LAND	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
2050-1050	DRILLING PERMITS	\$ 10,00	0 \$ -	\$ -	\$ -	\$ 10,000	\$ -
2050-1100	FISHING TOOLS & SERVICE	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
2050-1301	DRILLING RENTALS: SURFACE	\$ 73,65	0 \$ -	\$ -	\$ -	\$ 73,650	\$ -
2050-1302	DRILLING RENTALS: SUBSURFACE	\$ 17,35	5 \$ -	\$ -	\$ -	\$ 17,355	\$ -
2050-1400	EQUIP LOST IN HOLE	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
2050-1500	DRILL MUD & COMPL FLUID	\$ 40,00	0 \$ -	\$ -	\$ -	\$ 40,000	\$ -
2050-1600	WELLSITE SUPERVISION	\$ 26,40	0 \$ -	\$ -	\$ -	\$ 26,400	\$ -
2050-1900	GROUND TRANSPORT	\$ 20,00	0 \$ -	\$ -	\$ -	\$ 20,000	\$ -
2050-2000	CONTRACT DRILLING (DAY RATE/TURNKEY)	\$ 171,00	0 \$ -	\$ -	s -	\$ 171,000	\$ -
2050-2001	DRILLING SERVICES-SURFACE	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
2050-2002	DRLLING SERVICES-SUBSURFACE	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
2050-2004	DIRECTIONAL TOOLS AND SERVICES	\$ 119,00	0 \$ -	\$ -	\$ -	\$ 119,000	\$ -
2050-2005	DRILLING/DAMAGED-LOST IN HOLE	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
2050-2200	CASED HOLE WIRELINE	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
2050-2201	OPEN HOLE WIRELINE	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
2050-2401	FLUID & CUTTINGS DISPOSAL	\$ 68,00	0 \$ -	\$ -	\$ -	\$ 68,000	s -
2050-2402	FRAC TANK RENTALS	\$ 24		\$ -	\$ -	\$ 240	\$ -
2050-2600	ES&H	\$ -	s -	\$ -	s -	\$ -	s -
2050-3000	BITS	\$ 54,00	0 \$ -	\$ -	\$ -	\$ 54,000	\$ -
2050-3100	OVERHEAD	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
2050-3125	CONSTRUCTION OVERHEAD	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
2050-3200	CONTINGENCIES	\$ -	s -	\$ -	\$ -	\$ -	s -
2050-3400	DESIGN & ENGINEERING	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
2050-3600	COMPANY LABOR	\$ 5,00	0 \$ -	\$ -	\$ -	\$ 5,000	\$ -
2050-3800	NON OPERATED CHARGES - IDC	\$ -	\$ -	\$ -	s -	\$ -	\$ -
2050-3900	FUEL, WATER & LUBE	\$ 93,00	0 \$ -	\$ -	\$ -	\$ 93,000	\$ -
2050-4000	CEMENT	\$ 75,00	0 \$ -	\$ -	\$ -	\$ 75,000	\$ -
2050-4001	CASING CREWS AND LAYDOWN SERVICES	\$ 18,00		\$ -	\$ -	\$ 18,000	\$ -
2050-4002	SURFACE AND INTERMEDIATE SERVICE	\$ -	s -	\$ -	\$ -	\$ -	s -
2050-4003	PROD CSG CEMENT AND SERVICE	\$ 45,00	0 \$ -	\$ -	\$ -	\$ 45,000	\$ -
2050-4004	PROD CSG CREW AND LAYDOWN SERVICE	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
2050-4101	CORES, DST'S, AND ANALYSIS	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
2050-8000	MUD LOGGER	\$ 14,00		\$ -	\$ -	\$ 14,000	\$ -
2050-8001	MOB/DEMOB RIG	\$ 75,00		\$ -	\$ -	\$ 75,000	\$ -
2050-8003	VACUUM TRUCKING	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
2050-8005	DRILLPIPE INSPECTION	\$ 5,00		\$ -	\$ -	\$ 5,000	\$ -
2050-8007	CONTRACT LABOR/SERVICES	\$ 50,00		\$ -	\$ -	\$ 50,000	\$ -
2050-8009	MISC IDC/CONTINGENCY	\$ 101,46		\$ -	\$ -	\$ 101,465	\$ -
	INTANGIBLE DRIL			\$ -	\$ -	\$ 1,216,110	

			Orig	inal	Su	pplement	To	tal
TANGIBLE DRILLING	DESCRIPTION	8/	/8ths	Net	8/8ths	Net	8/8ths	Net
2051-2500	SUPPLIES & SMALL TOOLS	\$	-	\$ -	\$ -	\$ -	\$ -	\$ -
2051-2700	COMMUNICATION	\$	-	\$ -	\$ -	\$ -	\$ -	\$ -
2051-3200	CONTINGENCIES	\$	-	\$ -	\$ -	\$ -	\$ -	\$ -
2051-3800	NON OPERATED CHARGES - TDC	\$	-	\$ -	\$ -	\$ -	\$ -	\$ -
2051-5100	SURFACE CASING	\$	120,780	\$ -	\$ -	\$ -	\$ 120,780	\$ -
2051-5200	INTERMEDIATE CASING	\$	168,275	\$ -	\$ -	\$ -	\$ 168,275	\$ -
2051-5300	PRODUCTION/LINER CASING	\$	614,339	\$ -	\$ -	\$ -	\$ 614,339	\$ -
2051-5400	CONDUCTOR PIPE	\$	27,000	\$ -	\$ -	\$ -	\$ 27,000	\$ -
2051-5500	WELLHEAD	\$	17,500	\$ -	\$ -	\$ -	\$ 17,500	\$ -
2051-5801	LINER HANGER/CASING ACCESSORY	\$	24,000	\$ -	\$ -	\$ -	\$ 24,000	\$ -
2051-5803	MISC TANGIBLE EQUIPMENT	\$	-	\$ -	\$ -	\$ -	\$ -	\$ -
	TANGIBLE	DRILLING SUBTOTAL \$ 9	971,894	\$ -	\$ -	\$ -	\$ 971,894	\$ -
		DRILLING TOTAL \$ 2,	188,004	\$ -	\$ -	\$ -	\$ 2,188,004	\$ -

		Ori	ginal	Supp	lement	To	tal
INTANGIBLE COMPLETION	DESCRIPTION	8/8ths	Net	8/8ths	Net	8/8ths	Net
2055-1000	LOCATION	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
2055-1001	TITLE WORK AND OPINIONS	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
2055-1002	OUTSIDE LEGAL SERVICES	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
2055-1100	FISHING TOOLS & SERVICE	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
2055-1300	EQUIP RENT	\$ 45,000	\$ -	\$ -	\$ -	\$ 45,000	\$ -
2055-1301	RENTALS: SURFACE IRON	\$ 72,000	\$ -	\$ -	\$ -	\$ 72,000	\$ -
2055-1302	DRILLING RENTALS: SUBSURFACE	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
2055-1400	EQUIP LOST IN HOLE	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
2055-1500	DRILL MUD & COMPL FLUID	\$ 300,000	\$ -	\$ -	\$ -	\$ 300,000	\$ -
2055-1600	WELLSITE SUPERVISION	\$ 38,000	\$ -	\$ -	\$ -	\$ 38,000	\$ -
2055-1800	COMPLETION CHEMICALS	\$ 210,000	\$ -	\$ -	\$ -	\$ 210,000	\$ -
2055-1900	GROUND TRANSPORT	\$ 15,000	\$ -	\$ -	\$ -	\$ 15,000	\$ -
2055-2005	DRILLING/DAMAGED-LOST IN HOLE	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
2055-2100	PUMPDOWN	\$ 25,000	\$ -	\$ -	\$ -	\$ 25,000	\$ -
2055-2200	CASED HOLE WIRELINE	\$ 86,000	\$ -	\$ -	\$ -	\$ 86,000	\$ -
2055-2300	FRAC PLUGS	\$ 40,000	\$ -	\$ -	\$ -	\$ 40,000	\$ -
2055-2400	WELL PREP	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
2055-2401	FRAC/FLUID SW DISPOSAL	\$ 15,000	\$ -	\$ -	\$ -	\$ 15,000	\$ -
2055-2402	FRAC TANK RENTALS	\$ 15,000	\$ -	\$ -	\$ -	\$ 15,000	\$ -
2055-2403	FLOWBACK	\$ 40,000	\$ -	\$ -	\$ -	\$ 40,000	\$ -
2055-2600	ES&H	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
2055-2900	INSURANCE	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
2055-3000	BITS	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
2055-3100	OVERHEAD	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
2055-3125	CONSTRUCTION OVERHEAD	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
2055-3200	CONTINGENCIES	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
2055-3300	SPECIALIZED SERVICE	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
2055-3301	STIMULATION AND PUMPING SERVICES	\$ 643,950	\$ -	\$ -	\$ -	\$ 643,950	\$ -
2055-3400	PROPPANT	\$ 345,000	\$ -	\$ -	\$ -	\$ 345,000	\$ -
2055-3600	COMPANY LABOR	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -

2055-3750	DAMAGES/ROW	5	-	\$	\$ -	\$ -	\$ -	\$ -
2055-3800	NON OPERATED CHARGES - ICC	9	-	\$ -	\$ -	\$ -	\$ -	\$ -
2055-3900	FUEL, WATER & LUBE	Ş	230,000	\$ -	\$ -	\$	\$ 230,000	\$ -
2055-4000	CEMENT	\$	· -	\$ -	\$ -	\$ -	\$ -	\$ -
2055-4001	CASING CREWS AND LAYDOWN SERVICES	Ş	2,500	\$ -	\$ -	\$	\$ 2,500	\$ -
2055-8001	COMPLETION/WORKOVER RIG	9	110,000	\$ -	\$ -	\$ -	\$ 110,000	\$ -
2055-8002	KILL TRUCK	\$	2,500	\$ -	\$ -	\$ -	\$ 2,500	\$ -
2055-8003	COIL TUBING, SNUBBING, NITRO SVC	9	145,000	\$ -	\$ -	\$ -	\$ 145,000	\$ -
2055-8004	CONTRACT LABOR/SERVICES	\$	· -	\$ -	\$ -	\$ -	\$ -	\$ -
2055-8005	CONTRACT LABOR - ARTIFICIAL LIFT	9	25,000	\$ -	\$ -	\$ -	\$ 25,000	\$ -
2055-8006	CONTRACT LABOR - ELECTRICAL/AUTOMATION	\$	20,000	\$ -	\$ -	\$ -	\$ 20,000	\$ -
2055-8007	CONTRACT LABOR - WELL LEVEL	Ş	15,000	\$ -	\$ -	\$	\$ 15,000	\$ -
2055-8008	CONTRACT LABOR - FRAC	\$	· -	\$ -	\$ -	\$ -	\$ -	\$ -
	INTANGIBLE COMPLETION SU	BTOTAL S	2,439,950	\$.	\$	\$ -	\$ 2,439,950	\$ -

		Original			Supplement				Total				
TANGIBLE COMPLETION	DESCRIPTION	8/8ths	;	Net		8/8ths		Net	8	/8ths		Net	
2065-2500	SUPPLIES & SMALL TOOLS	\$	-	\$	-	\$ -	\$	-	\$	-	\$	-	
2065-2700	COMMUNICATION	\$	-	\$	-	\$ -	\$	-	\$	-	\$		
2065-3000	BITS	\$ 3,8	800	\$	-	\$ -	\$	-	\$	3,800	\$	-	
2065-3200	CONTINGENCIES	\$	-	\$	-	\$ -	\$	-	\$	-	\$	-	
2065-3800	NON OPERATED CHARGES - TCC	\$	-	\$	-	\$ -	\$	-	\$	-	\$	-	
2065-4102	WATER SUPPLY WELL	\$	-	\$	-	\$ -	\$	-	\$	-	\$	-	
2065-5001	OVERHEAD POWER	\$ 12,7	750	\$	-	\$ -	\$	-	\$	12,750	\$	-	
2065-5002	PARTS & SUPPLIES - ARTIFICIAL LIFT	\$ 52,5	500	\$	-	\$ -	\$	-	\$	52,500	\$		
2065-5003	PARTS & SUPPLIES - ELECTRICAL/AUTOMATION	\$ 5,0	000	\$	-	\$ -	\$	-	\$	5,000	\$	-	
2065-5004	PARTS & SUPPLIES - WELL LEVEL	\$ 20,0	000	\$	-	\$ -	\$	-	\$	20,000	\$	-	
2065-5100	TUBING	\$ 70,0	000	\$	-	\$ -	\$	-	\$	70,000	\$		
2065-5200	TUBING HEAD/XMAS TREE	\$ 21,0	000	\$	-	\$ -	\$	-	\$	21,000	\$	-	
2065-5300	SUBSURFACE EQUIP	\$	-	\$	-	\$ -	\$	-	\$	-	\$	-	
2065-5400	PACKER AND SUBSURFACE EQUIPMENT	\$	-	\$	-	\$ -	\$	-	\$	-	\$	-	
2065-5500	SUBSURFACE PUMP, RODS, AND ACCES	\$	-	\$	-	\$ -	\$	-	\$	-	\$	-	
2065-5600	PUMPING & LIFTING EQUIP	\$	-	\$	-	\$ -	\$	-	\$	-	\$	-	
2065-5900	HEALTH, SAFETY, AND ENVIRONMENTAL	\$	-	\$	-	\$ -	\$	-	\$	-	\$	-	
2065-5901	LINER HANGER/CASING ACCESSORY	\$	-	\$	-	\$ -	\$	-	\$	-	\$	-	
2065-5902	PACKERS/OTHER DOWNHOLE EQUIP	\$	-	\$	-	\$ -	\$	-	\$	-	\$	-	
2065-5903	MISC TANGIBLE EQUIPMENT	\$	-	\$	-	\$ -	\$	-	\$	-	\$		
	TANGIBLE COMPLETION SUBTOTAL	\$ 185,0	050	\$	-	\$ -	\$	-	\$	185,050	\$	-	
	COMPLETION TOTAL	\$ 2,625,0	000	\$	-	\$ -	\$	-	\$ 2	625,000	\$	-	

			Original		Supplement			nt	Total				
INTANGIBLE FACILITY	DESCRIPTION		8/8ths	1	let	8	3/8ths		Net		8/8ths	1	Net
2056-1006	ENVIRONMENTAL/ARC - LAND	;	\$ -	\$	-	\$	-	\$	-	\$	-	\$	-
2056-2002	FACILITY PAD CONSTRUCTION	;	\$ 15,000	\$	-	\$	-	\$	-	\$	15,000	\$	-
2056-2006	MISC INTANGIBILE FACILITY COSTS	;	5,000	\$	-	\$	-	\$	-	\$	5,000	\$	-
2056-2008	CONTRACT LABOR - AUTOMATION	;	6,500	\$	-	\$	-	\$	-	\$	6,500	\$	-
2056-2009	EQUIPMENT RENTALS	;	5,000	\$	-	\$	-	\$	-	\$	5,000	\$	-
2056-2010	FREIGHT & HANDLING	;	5,000	\$	-	\$	-	\$	-	\$	5,000	\$	-
2056-2012	CONTRACT LABOR - ELECTRICAL	;	15,000	\$	-	\$	-	\$	-	\$	15,000	\$	-
2056-2013	FACILITY CONSTRUCTION LABOR	;	\$ 55,000	\$	-	\$	-	\$	-	\$	55,000	\$	-
2056-2014	PIPELINE LABOR	;	\$ -	\$	-	\$	-	\$	-	\$	-	\$	-
2056-2016	LOCATION/DAMAGES/ROW-LAND	;	\$ -	\$	-	\$	-	\$	-	\$	-	\$	-
2056-2017	TITLE WORK/LANDMAN SERVICES - LAND		\$ -	\$	-	\$	-	\$	-	\$	-	\$	
2056-2019	NON OPERATED CHARGES - IFC	9,	\$ -	\$	-	\$	-	\$	-	\$	-	\$	-
	INTANGIBLE FACILITY SUBTOT	AL S	106,500	\$	-	\$	-	\$	-	\$	106,500	\$	-

			Original			Original			Original			Original				Supple		Supplei		Supple		ent	Total		
TANGIBLE FACILITY	DESCRIPTION		8/8ths		Net		8/8ths		Net	8/8ths		Net													
2066-1200	VESSELS	\$	88,000	\$	-	\$	-	\$	-	\$ 88,000	\$	-													
2066-1300	COMPRESSORS/COMPRESSOR PACKAGES	\$	-	\$	-	\$	-	\$	-	\$ -	\$	-													
2066-1500	ELECTRICAL - OVERHEAD & TRANSFORMERS	\$	15,000	\$	-	\$	-	\$	-	\$ 15,000	\$	-													
2066-1600	LACT	\$	20,000	\$	-	\$	-	\$	-	\$ 20,000	\$	-													
2066-1700	AUTOMATION METERS, SENSORS, VALVES, & SCREENS	\$	25,000	\$	-	\$	-	\$	-	\$ 25,000	\$	-													
2066-1900	LEASE AND FLOW LINES	\$	-	\$	-	\$	-	\$	-	\$ -	\$	-													
2066-2000	CATHODIC PRCT-SOLAR PWD	\$	-	\$	-	\$	-	\$	-	\$ -	\$	-													
2066-2003	MISC FITTINGS & SUPPLIES	\$	22,500	\$	-	\$	-	\$	-	\$ 22,500	\$	-													
2066-2004	PUMPS & PUMP SUPPLIES	\$	8,000	\$	-	\$	-	\$	-	\$ 8,000	\$	-													
2066-2005	PUMP & FILTERS	\$	-	\$	-	\$	-	\$	-	\$ -	\$	-													
2066-2006	MISC TANGIBLE FACILITY COSTS	\$	10,000	\$	-	\$	-	\$	-	\$ 10,000	\$	-													
2066-2007	TANKS (OIL & WATER)	\$	60,000	\$	-	\$	-	\$	-	\$ 60,000	\$	-													
2066-2015	CONTAINMENT	\$	15,000	\$	-	\$	-	\$	-	\$ 15,000	\$	-													
2066-2017	SWD WELLS	\$	-	\$	-	\$	-	\$	-	\$ -	\$	-													
2066-2018	NON OPERATED CHARGES - TFC	\$	-	\$	-	\$	-	\$	-	\$ -	\$	-													
2066-2019	PIPING	\$	15,000	\$	-	\$	-	\$	-	\$ 15,000	\$	-													
2066-2020	ELECTRICAL - FACILITY	\$	65,000	\$	-	\$	-	\$	-	\$ 65,000	\$														
	TANGIBLE FACILITY SUBTOTAL	\$	343,500	\$	-	\$		\$	-	\$ 343,500	\$														
	FACILITY TOTAL	\$	450,000	\$	•	\$		\$	-	\$ 450,000	\$	-													

NELSON 10 FEDERAL 20H TOTAL WELL ESTIMATE	Orig	ginal	Suppl	ement	Total			
NELSON TO FEDERAL 2011 TOTAL WELL ESTIMATE	8/8ths	Net	8/8ths	Net	8/8ths	Net		
DRILLING TOTAL	\$ 2,188,004	\$ -	\$ -	\$ -	\$ 2,188,004	\$ -		
COMPLETION TOTAL	\$ 2,625,000	\$ -	\$ -	\$ -	\$ 2,625,000	\$ -		
FACILITY TOTAL	\$ 450,000	\$ -	\$ -	\$ -	\$ 450,000	\$ -		
TOTAL WELL COST	\$ 5,263,004	\$ -	\$ -	\$ -	\$ 5,263,004	\$ -		

Partner Approval	
Signed	Company
Name	Date
Title	



Authority for Expenditure Drill, Complete, & Equip



Operator : Spur Energy Partners LLC
Well Name : NELSON 10 FEDERAL 60H
Location : NEW MEXICO / EDDY

AFE #: C22088

Project : Description

		0	riginal	Supp	lement	To	otal
INTANGIBLE DRILLING	DESCRIPTION	8/8ths	Net	8/8ths	Net	8/8ths	Net
2050-1000	LOCATION - OPS	\$ 35,00	0 \$ -	\$ -	\$ -	\$ 35,000	\$ -
2050-1001	LOCATION/DAMAGES/ROW-LAND	\$ 62,00	0 \$ -	\$ -	\$ -	\$ 62,000	\$ -
2050-1002	TITLE WORK/LANDMAN SERVICES - LAND	\$ 34,00	0 \$ -	\$ -	\$ -	\$ 34,000	\$ -
2050-1003	DAMAGES/ROW - LAND	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
2050-1005	SURVEY - LAND	\$ 4,00	0 \$ -	\$ -	\$ -	\$ 4,000	\$ -
2050-1006	ENVIRONMENTAL/ARC - LAND	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
2050-1050	DRILLING PERMITS	\$ 10,00	0 \$ -	\$ -	\$ -	\$ 10,000	\$ -
2050-1100	FISHING TOOLS & SERVICE	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
2050-1301	DRILLING RENTALS: SURFACE	\$ 91,65	0 \$ -	\$ -	\$ -	\$ 91,650	\$ -
2050-1302	DRILLING RENTALS: SUBSURFACE	\$ 17,35	5 \$ -	\$ -	\$ -	\$ 17,355	\$ -
2050-1400	EQUIP LOST IN HOLE	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
2050-1500	DRILL MUD & COMPL FLUID	\$ 42,00	0 \$ -	\$ -	\$ -	\$ 42,000	\$ -
2050-1600	WELLSITE SUPERVISION	\$ 33,00	0 \$ -	\$ -	\$ -	\$ 33,000	\$ -
2050-1900	GROUND TRANSPORT	\$ 20,00	0 \$ -	\$ -	\$ -	\$ 20,000	\$ -
2050-2000	CONTRACT DRILLING (DAY RATE/TURNKEY)	\$ 200,00	0 \$ -	\$ -	\$ -	\$ 200,000	\$ -
2050-2001	DRILLING SERVICES-SURFACE	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
2050-2002	DRLLING SERVICES-SUBSURFACE	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
2050-2004	DIRECTIONAL TOOLS AND SERVICES	\$ 145,00	0 \$ -	\$ -	\$ -	\$ 145,000	\$ -
2050-2005	DRILLING/DAMAGED-LOST IN HOLE	\$ -	s -	s -	\$ -	\$ -	s -
2050-2200	CASED HOLE WIRELINE	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
2050-2201	OPEN HOLE WIRELINE	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
2050-2401	FLUID & CUTTINGS DISPOSAL	\$ 68,00	0 \$ -	\$ -	\$ -	\$ 68,000	s -
2050-2402	FRAC TANK RENTALS	\$ 30	_	\$ -	\$ -	\$ 300	\$ -
2050-2600	ES&H	\$ -	s -	s -	\$ -	\$ -	s -
2050-3000	BITS	\$ 54,00	0 \$ -	\$ -	\$ -	\$ 54,000	\$ -
2050-3100	OVERHEAD	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
2050-3125	CONSTRUCTION OVERHEAD	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
2050-3200	CONTINGENCIES	\$ -	s -	s -	\$ -	\$ -	s -
2050-3400	DESIGN & ENGINEERING	\$ -	s -	s -	\$ -	\$ -	s -
2050-3600	COMPANY LABOR	\$ 5,00	0 \$ -	\$ -	\$ -	\$ 5,000	\$ -
2050-3800	NON OPERATED CHARGES - IDC	\$ -	s -	s -	\$ -	\$ -	s -
2050-3900	FUEL, WATER & LUBE	\$ 115,00	0 \$ -	\$ -	\$ -	\$ 115,000	\$ -
2050-4000	CEMENT	\$ 75,00	_	\$ -	\$ -	\$ 75,000	s -
2050-4001	CASING CREWS AND LAYDOWN SERVICES	\$ 18,00		\$ -	\$ -	\$ 18,000	\$ -
2050-4002	SURFACE AND INTERMEDIATE SERVICE	\$ -	\$ -	\$ -	\$ -	\$ -	s -
2050-4003	PROD CSG CEMENT AND SERVICE	\$ 45.00	-	\$ -	\$ -	\$ 45,000	\$ -
2050-4004	PROD CSG CREW AND LAYDOWN SERVICE	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
2050-4101	CORES, DST'S, AND ANALYSIS	\$ -	s -	\$ -	\$ -	\$ -	s -
2050-8000	MUD LOGGER	\$ 17.50	-	\$ -	\$ -	\$ 17.500	\$ -
2050-8001	MOB/DEMOB RIG	\$ 50.00		\$ -	\$ -	\$ 50,000	\$ -
2050-8003	VACUUM TRUCKING	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
2050-8005	DRILLPIPE INSPECTION	\$ 5,00		\$ -	\$ -	\$ 5,000	\$ -
2050-8007	CONTRACT LABOR/SERVICES	\$ 50,00		\$ -	\$ -	\$ 50.000	\$ -
2050-8009	MISC IDC/CONTINGENCY	\$ 109,68		\$ -	\$ -	\$ 109,681	\$ -
	INTANGIBLE DRILL			\$ -	\$ -	\$ 1,306,486	

			Orig	inal	Sı	pplement	To	tal
TANGIBLE DRILLING	DESCRIPTION		8/8ths	Net	8/8ths	Net	8/8ths	Net
2051-2500	SUPPLIES & SMALL TOOLS	\$	· -	\$ -	\$ -	\$ -	\$ -	\$ -
2051-2700	COMMUNICATION	\$	-	\$ -	\$ -	\$ -	\$ -	\$ -
2051-3200	CONTINGENCIES	\$	-	\$ -	\$ -	\$ -	\$ -	\$ -
2051-3800	NON OPERATED CHARGES - TDC	\$	-	\$ -	\$ -	\$ -	\$ -	\$ -
2051-5100	SURFACE CASING	\$	120,780	\$ -	\$ -	\$ -	\$ 120,780	\$ -
2051-5200	INTERMEDIATE CASING	\$	168,275	\$ -	\$ -	\$ -	\$ 168,275	\$ -
2051-5300	PRODUCTION/LINER CASING	\$	625,773	\$ -	\$ -	\$ -	\$ 625,773	\$ -
2051-5400	CONDUCTOR PIPE	\$	27,000	\$ -	\$ -	\$ -	\$ 27,000	\$ -
2051-5500	WELLHEAD	\$	17,500	\$ -	\$ -	\$ -	\$ 17,500	\$ -
2051-5801	LINER HANGER/CASING ACCESSORY	\$	24,000	\$ -	\$ -	\$ -	\$ 24,000	\$ -
2051-5803	MISC TANGIBLE EQUIPMENT	\$	· -	\$ -	\$ -	\$ -	\$ -	\$ -
	TANGIBLE DR	RILLING SUBTOTAL \$	983,328	\$ -	\$.	\$ -	\$ 983,328	\$ -
		DRILLING TOTAL \$	2,289,813	\$ -	\$ -	\$ -	\$ 2,289,813	\$ -

		Orig	jinal	Suppl	ement	To	tal
INTANGIBLE COMPLETION	DESCRIPTION	8/8ths	Net	8/8ths	Net	8/8ths	Net
2055-1000	LOCATION	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
2055-1001	TITLE WORK AND OPINIONS	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
2055-1002	OUTSIDE LEGAL SERVICES	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
2055-1100	FISHING TOOLS & SERVICE	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
2055-1300	EQUIP RENT	\$ 45,000	\$ -	\$ -	\$ -	\$ 45,000	\$ -
2055-1301	RENTALS: SURFACE IRON	\$ 72,000	\$ -	\$ -	\$ -	\$ 72,000	\$ -
2055-1302	DRILLING RENTALS: SUBSURFACE	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
2055-1400	EQUIP LOST IN HOLE	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
2055-1500	DRILL MUD & COMPL FLUID	\$ 300,000	\$ -	\$ -	\$ -	\$ 300,000	\$ -
2055-1600	WELLSITE SUPERVISION	\$ 38,000	\$ -	\$ -	\$ -	\$ 38,000	\$ -
2055-1800	COMPLETION CHEMICALS	\$ 210,000	\$ -	\$ -	\$ -	\$ 210,000	\$ -
2055-1900	GROUND TRANSPORT	\$ 15,000	\$ -	\$ -	\$ -	\$ 15,000	\$ -
2055-2005	DRILLING/DAMAGED-LOST IN HOLE	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
2055-2100	PUMPDOWN	\$ 25,000	\$ -	\$ -	\$ -	\$ 25,000	\$ -
2055-2200	CASED HOLE WIRELINE	\$ 86,000	\$ -	\$ -	\$ -	\$ 86,000	\$ -
2055-2300	FRAC PLUGS	\$ 40,000	\$ -	\$ -	\$ -	\$ 40,000	\$ -
2055-2400	WELL PREP	\$	\$ -	\$ -	\$ -	\$ -	\$ -
2055-2401	FRAC/FLUID SW DISPOSAL	\$ 15,000	\$ -	\$ -	\$ -	\$ 15,000	\$ -
2055-2402	FRAC TANK RENTALS	\$ 15,000	\$ -	\$ -	\$ -	\$ 15,000	\$ -
2055-2403	FLOWBACK	\$ 40,000	\$ -	\$ -	\$ -	\$ 40,000	\$ -
2055-2600	ES&H	\$	\$ -	\$ -	\$ -	\$ -	\$ -
2055-2900	INSURANCE	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
2055-3000	BITS	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
2055-3100	OVERHEAD	\$	\$ -	\$ -	\$ -	\$ -	\$ -
2055-3125	CONSTRUCTION OVERHEAD	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
2055-3200	CONTINGENCIES	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
2055-3300	SPECIALIZED SERVICE	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
2055-3301	STIMULATION AND PUMPING SERVICES	\$ 643,950	\$ -	\$ -	\$ -	\$ 643,950	\$ -
2055-3400	PROPPANT	\$ 345,000	\$ -	\$ -	\$ -	\$ 345,000	\$ -
2055-3600	COMPANY LABOR	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -

2055-3750	DAMAGES/ROW	\$ -	\$ -	\$ -	\$ -	\$	-	\$ -
2055-3800	NON OPERATED CHARGES - ICC	\$ -	\$ -	\$ -	\$ -	\$	-	\$ -
2055-3900	FUEL, WATER & LUBE	\$ 230,000	\$ -	\$ -	\$ -	\$	230,000	\$
2055-4000	CEMENT	\$ -	\$ -	\$ -	\$ -	\$	-	\$ -
2055-4001	CASING CREWS AND LAYDOWN SERVICES	\$ 2,500	\$ -	\$ -	\$ -	\$	2,500	\$ -
2055-8001	COMPLETION/WORKOVER RIG	\$ 110,000	\$ -	\$ -	\$ -	\$	110,000	\$ -
2055-8002	KILL TRUCK	\$ 2,500	\$ -	\$ -	\$ -	\$	2,500	\$ -
2055-8003	COIL TUBING, SNUBBING, NITRO SVC	\$ 145,000	\$ -	\$ -	\$ -	\$	145,000	\$ -
2055-8004	CONTRACT LABOR/SERVICES	\$ -	\$ -	\$ -	\$ -	\$	-	\$ -
2055-8005	CONTRACT LABOR - ARTIFICIAL LIFT	\$ 25,000	\$ -	\$ -	\$ -	\$	25,000	\$ -
2055-8006	CONTRACT LABOR - ELECTRICAL/AUTOMATION	\$ 20,000	\$ -	\$ -	\$ -	\$	20,000	\$ -
2055-8007	CONTRACT LABOR - WELL LEVEL	\$ 15,000	\$ -	\$ -	\$ -	\$	15,000	\$ -
2055-8008	CONTRACT LABOR - FRAC	\$ -	\$ -	\$ -	\$ -	\$	-	\$ -
	INTANGIBLE COMPLETION SUBTOTAL	\$ 2,439,950	\$ -	\$ -	\$ -	\$ 2	2,439,950	\$ -

		Ori	gina	ıl	Suppl	leme	ent	To	tal	
TANGIBLE COMPLETION	DESCRIPTION	8/8ths		Net	8/8ths		Net	8/8ths		Net
2065-2500	SUPPLIES & SMALL TOOLS	\$ -	\$	-	\$ -	\$	-	\$ -	\$	-
2065-2700	COMMUNICATION	\$ -	\$	-	\$ -	\$	-	\$,	\$	-
2065-3000	BITS	\$ 3,800	\$	-	\$ -	\$	-	\$ 3,800	\$	
2065-3200	CONTINGENCIES	\$ -	\$	-	\$ -	\$	-	\$	\$	-
2065-3800	NON OPERATED CHARGES - TCC	\$ -	\$	-	\$ -	\$	-	\$	\$	
2065-4102	WATER SUPPLY WELL	\$ -	\$	-	\$ -	\$	-	\$	\$	-
2065-5001	OVERHEAD POWER	\$ 12,750	\$	-	\$ -	\$	-	\$ 12,750	\$	-
2065-5002	PARTS & SUPPLIES - ARTIFICIAL LIFT	\$ 52,500	\$	-	\$ -	\$	-	\$ 52,500	\$	-
2065-5003	PARTS & SUPPLIES - ELECTRICAL/AUTOMATION	\$ 5,000	\$	-	\$ -	\$	-	\$ 5,000	\$	-
2065-5004	PARTS & SUPPLIES - WELL LEVEL	\$ 20,000	\$	-	\$ -	\$	-	\$ 20,000	\$	-
2065-5100	TUBING	\$ 70,000	\$	-	\$ -	\$	-	\$ 70,000	\$	-
2065-5200	TUBING HEAD/XMAS TREE	\$ 21,000	\$	-	\$ -	\$	-	\$ 21,000	\$	-
2065-5300	SUBSURFACE EQUIP	\$ -	\$	-	\$ -	\$	-	\$ -	\$	-
2065-5400	PACKER AND SUBSURFACE EQUIPMENT	\$ -	\$	-	\$ -	\$	-	\$,	\$	-
2065-5500	SUBSURFACE PUMP, RODS, AND ACCES	\$ -	\$	-	\$ -	\$	-	\$	\$	-
2065-5600	PUMPING & LIFTING EQUIP	\$ -	\$	-	\$ -	\$	-	\$	\$	
2065-5900	HEALTH, SAFETY, AND ENVIRONMENTAL	\$ -	\$	-	\$ -	\$	-	\$	\$	-
2065-5901	LINER HANGER/CASING ACCESSORY	\$ -	\$	-	\$ -	\$	-	\$ -	\$	-
2065-5902	PACKERS/OTHER DOWNHOLE EQUIP	\$ -	\$	-	\$ -	\$	-	\$ -	\$	-
2065-5903	MISC TANGIBLE EQUIPMENT	\$ -	\$	-	\$ -	\$	-	\$ -	\$	-
	TANGIBLE COMPLETION SUBTOTAL	\$ 185,050	\$	-	\$ -	\$	-	\$ 185,050	\$	-
	COMPLETION TOTAL	\$ 2,625,000	\$	-	\$ -	\$	-	\$ 2,625,000	\$	-

			Ori	ginal		Supp	leme	nt	Tç	otal	
INTANGIBLE FACILITY	DESCRIPTION		8/8ths		let	8/8ths		Net	8/8ths		Net
2056-1006	ENVIRONMENTAL/ARC - LAND	5	-	\$	-	\$ -	\$	-	\$ -	\$	-
2056-2002	FACILITY PAD CONSTRUCTION	5	15,000	\$	-	\$ -	\$	-	\$ 15,000	\$	-
2056-2006	MISC INTANGIBILE FACILITY COSTS	5	5,000	\$	-	\$ -	\$	-	\$ 5,000	\$	-
2056-2008	CONTRACT LABOR - AUTOMATION	5	6,500	\$	-	\$ -	\$	-	\$ 6,500	\$	-
2056-2009	EQUIPMENT RENTALS	5	5,000	\$	-	\$ -	\$	-	\$ 5,000	\$	-
2056-2010	FREIGHT & HANDLING	5	5,000	\$	-	\$ -	\$	-	\$ 5,000	\$	-
2056-2012	CONTRACT LABOR - ELECTRICAL	5	15,000	\$	-	\$ -	\$	-	\$ 15,000	\$	-
2056-2013	FACILITY CONSTRUCTION LABOR	5	55,000	\$	-	\$ -	\$	-	\$ 55,000	\$	-
2056-2014	PIPELINE LABOR	5	-	\$	-	\$ -	\$	-	\$ -	\$	-
2056-2016	LOCATION/DAMAGES/ROW-LAND	5	-	\$	-	\$ -	\$	-	\$ -	\$	-
2056-2017	TITLE WORK/LANDMAN SERVICES - LAND	5	-	\$	-	\$ -	\$	-	\$ -	\$	-
2056-2019	NON OPERATED CHARGES - IFC	9	-	\$	-	\$ -	\$	-	\$ -	\$	-
	INTANGIBLE FACILITY SUBTOT	AL S	106,500	\$	•	\$	\$	-	\$ 106,500	\$	-

			Ori	ginal		Supp	leme	nt	To	otal	
TANGIBLE FACILITY	DESCRIPTION		8/8ths		Net	8/8ths		Net	8/8ths	ı	Vet
2066-1200	VESSELS	9	88,000	\$	-	\$ -	\$	-	\$ 88,000	\$	-
2066-1300	COMPRESSORS/COMPRESSOR PACKAGES	9	-	\$	-	\$ -	\$	-	\$ -	\$	-
2066-1500	ELECTRICAL - OVERHEAD & TRANSFORMERS	9	15,000	\$	-	\$ -	\$	-	\$ 15,000	\$	-
2066-1600	LACT	9	20,000	\$	-	\$ -	\$	-	\$ 20,000	\$	-
2066-1700	AUTOMATION METERS, SENSORS, VALVES, & SCREENS	9	25,000	\$	-	\$ -	\$	-	\$ 25,000	\$	-
2066-1900	LEASE AND FLOW LINES	9	-	\$	-	\$ -	\$	-	\$ -	\$	-
2066-2000	CATHODIC PRCT-SOLAR PWD	9	-	\$	-	\$ -	\$	-	\$ -	\$	-
2066-2003	MISC FITTINGS & SUPPLIES	9	22,500	\$	-	\$ -	\$	-	\$ 22,500	\$	-
2066-2004	PUMPS & PUMP SUPPLIES	9	8,000	\$	-	\$ -	\$	-	\$ 8,000	\$	-
2066-2005	PUMP & FILTERS	9	-	\$	-	\$ -	\$	-	\$ -	\$	-
2066-2006	MISC TANGIBLE FACILITY COSTS	9	10,000	\$	-	\$ -	\$	-	\$ 10,000	\$	-
2066-2007	TANKS (OIL & WATER)	9	60,000	\$	-	\$ -	\$	-	\$ 60,000	\$	-
2066-2015	CONTAINMENT	9	15,000	\$	-	\$ -	\$	-	\$ 15,000	\$	-
2066-2017	SWD WELLS	9	-	\$	-	\$ -	\$	-	\$ -	\$	-
2066-2018	NON OPERATED CHARGES - TFC	9	-	\$	-	\$ -	\$	-	\$ -	\$	-
2066-2019	PIPING	9	15,000	\$	-	\$ -	\$	-	\$ 15,000	\$	-
2066-2020	ELECTRICAL - FACILITY	9	65,000	\$	-	\$ -	\$	-	\$ 65,000	\$	-
	TANGIBLE FACILITY SUBTOTA	L \$	343,500	\$	•	\$ •	\$		\$ 343,500	\$	•
	FACILITY TOTAL	L S	450,000	\$	-	\$	\$		\$ 450,000	\$	-

NELSON 10 FEDERAL 60H TOTAL WELL ESTIMATE	Orig	ginal	Suppl	ement	Total			
NELSON TO FEDERAL OUR TOTAL WELL ESTIMATE	8/8ths	Net	8/8ths	Net	8/8ths	Net		
DRILLING TOTAL	\$ 2,289,813	\$ -	\$ -	\$ -	\$ 2,289,813	\$ -		
COMPLETION TOTAL	\$ 2,625,000	\$ -	\$ -	\$ -	\$ 2,625,000	\$ -		
FACILITY TOTAL	\$ 450,000	\$ -	\$ -	\$ -	\$ 450,000	\$ -		
TOTAL WELL COST	\$ 5,364,813	\$ -	\$ -	\$ -	\$ 5,364,813	\$ -		

Partner Approval	
Signed	Company
Name	Date
Title	



Authority for Expenditure Drill, Complete, & Equip



Operator : Spur Energy Partners LLC
Well Name : NELSON 10 FEDERAL 70H
Location : NEW MEXICO / EDDY

AFE #: C22089

Project : Description

		Orig	jinal	Supp	lement	To	otal
INTANGIBLE DRILLING	DESCRIPTION	8/8ths	Net	8/8ths	Net	8/8ths	Net
2050-1000	LOCATION - OPS	\$ 35,000	\$ -	\$ -	\$ -	\$ 35,000	\$ -
2050-1001	LOCATION/DAMAGES/ROW-LAND	\$ 62,000	\$ -	\$ -	\$ -	\$ 62,000	\$ -
2050-1002	TITLE WORK/LANDMAN SERVICES - LAND	\$ 34,000	\$ -	\$ -	\$ -	\$ 34,000	\$ -
2050-1003	DAMAGES/ROW - LAND	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
2050-1005	SURVEY - LAND	\$ 4,000	\$ -	\$ -	\$ -	\$ 4,000	\$ -
2050-1006	ENVIRONMENTAL/ARC - LAND	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
2050-1050	DRILLING PERMITS	\$ 10,000	\$ -	\$ -	\$ -	\$ 10,000	\$ -
2050-1100	FISHING TOOLS & SERVICE	\$ -	\$ -	\$ -	\$ -	\$ -	s -
2050-1301	DRILLING RENTALS: SURFACE	\$ 91,650	\$ -	\$ -	\$ -	\$ 91,650	\$ -
2050-1302	DRILLING RENTALS: SUBSURFACE	\$ 17,355	\$ -	\$ -	\$ -	\$ 17,355	s -
2050-1400	EQUIP LOST IN HOLE	\$ -	s -	\$ -	s -	\$ -	s -
2050-1500	DRILL MUD & COMPL FLUID	\$ 42,000	s -	\$ -	\$ -	\$ 42,000	s -
2050-1600	WELLSITE SUPERVISION	\$ 33,000	s -	\$ -	\$ -	\$ 33,000	s -
2050-1900	GROUND TRANSPORT	\$ 20,000	\$ -	\$ -	\$ -	\$ 20,000	\$ -
2050-2000	CONTRACT DRILLING (DAY RATE/TURNKEY)	\$ 200,000	s -	s -	\$ -	\$ 200,000	s -
2050-2001	DRILLING SERVICES-SURFACE	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
2050-2002	DRLLING SERVICES-SUBSURFACE	\$ -	s -	s -	\$ -	\$ -	s -
2050-2004	DIRECTIONAL TOOLS AND SERVICES	\$ 145,000	\$ -	\$ -	\$ -	\$ 145,000	\$ -
2050-2005	DRILLING/DAMAGED-LOST IN HOLE	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
2050-2200	CASED HOLE WIRELINE	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
2050-2201	OPEN HOLE WIRELINE	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
2050-2401	FLUID & CUTTINGS DISPOSAL	\$ 68,000	\$ -	\$ -	\$ -	\$ 68,000	\$ -
2050-2402	FRAC TANK RENTALS	\$ 300	\$ -	\$ -	\$ -	\$ 300	\$ -
2050-2600	ES&H	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
2050-3000	BITS	\$ 54.000	\$ -	\$ -	\$ -	\$ 54,000	\$ -
2050-3100	OVERHEAD	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
2050-3125	CONSTRUCTION OVERHEAD	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
2050-3200	CONTINGENCIES	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
2050-3400	DESIGN & ENGINEERING	\$ -	\$ -	s -	\$ -	\$ -	\$ -
2050-3600	COMPANY LABOR	\$ 5,000	\$ -	\$ -	\$ -	\$ 5.000	\$ -
2050-3800	NON OPERATED CHARGES - IDC	\$ -	\$ -	s -	\$ -	\$ -	\$ -
2050-3900	FUEL, WATER & LUBE	\$ 115,000	\$ -	\$ -	\$ -	\$ 115,000	\$ -
2050-4000	CEMENT	\$ 75.000	\$ -	\$ -	\$ -	\$ 75,000	\$ -
2050-4001	CASING CREWS AND LAYDOWN SERVICES	\$ 18.000	\$ -	\$ -	\$ -	\$ 18,000	\$ -
2050-4002	SURFACE AND INTERMEDIATE SERVICE	\$ 10,000	\$ -	\$ -	\$ -	\$ 10,000	\$ -
2050-4002	PROD CSG CEMENT AND SERVICE	\$ 45,000	\$ -	s -	\$ -	\$ 45,000	\$ -
2050-4003	PROD CSG CREW AND LAYDOWN SERVICE	\$ 45,000	\$ -	\$ -	\$ -	\$ 45,000	\$ -
2050-4004	CORES. DST'S. AND ANALYSIS	\$ -	s -	\$ -	\$ -	\$ -	\$ -
2050-8000	MUD LOGGER	\$ 17,500	\$ -	\$ - \$ -	\$ -	\$ 17.500	\$ -
2050-8000	MOB/DEMOB RIG	\$ 17,500	\$ -	\$ -	\$ -	\$ 50,000	\$ -
2050-8003	VACUUM TRUCKING	\$ 50,000	\$ -	\$ - \$ -	\$ -	\$ 50,000	\$ -
2050-8005	DRILLPIPE INSPECTION	\$ 5.000		-		\$ 5.000	\$ -
2050-8005	CONTRACT LABOR/SERVICES	\$ 5,000 \$ 50.000	\$ - \$ -	\$ - \$ -	\$ - \$ -	\$ 5,000	_
2050-8007	MISC IDC/CONTINGENCY	7 00,000	\$ -	\$ - \$ -	\$ -	\$ 50,000	\$ - \$ -
2000-0009	INTANGIBLE DRILLI	,,		\$ -	\$ -	\$ 1,306,486	

			Ori	ginal	Supp	lement			To	tal	
TANGIBLE DRILLING	DESCRIPTION		8/8ths	Net	8/8ths	Ne	t	8	/8ths		Net
2051-2500	SUPPLIES & SMALL TOOLS	:	\$ -	\$ -	\$ -	\$	-	\$	-	\$	-
2051-2700	COMMUNICATION		\$ -	\$ -	\$ -	\$	-	\$	-	\$	-
2051-3200	CONTINGENCIES	1	\$ -	\$ -	\$ -	\$	-	\$		\$	-
2051-3800	NON OPERATED CHARGES - TDC		\$ -	\$ -	\$ -	\$	-	\$	-	\$	-
2051-5100	SURFACE CASING	1	\$ 120,780	\$ -	\$ -	\$	-	\$	120,780	\$	-
2051-5200	INTERMEDIATE CASING	;	\$ 168,275	\$ -	\$ -	\$	-	\$	168,275	\$	-
2051-5300	PRODUCTION/LINER CASING		\$ 625,773	\$ -	\$ -	\$	-	\$	625,773	\$	-
2051-5400	CONDUCTOR PIPE	1	\$ 27,000	\$ -	\$ -	\$	-	\$	27,000	\$	-
2051-5500	WELLHEAD		\$ 17,500	\$ -	\$ -	\$	-	\$	17,500	\$	-
2051-5801	LINER HANGER/CASING ACCESSORY	1	\$ 24,000	\$ -	\$ -	\$	-	\$	24,000	\$	-
2051-5803	MISC TANGIBLE EQUIPMENT	:	\$ -	\$ -	 \$ -	\$	-	\$	-	\$	-
	TANGIBLE DRILLING	SUBTOTAL	\$ 983,328	\$.	\$ -	\$	-	\$	983,328	\$	-
	DRILL	NG TOTAL	\$ 2,289,813	\$.	\$ -	\$		\$ 2,	289,813	\$	-

			Oriç	jinal			Supp	leme	nt	To	otal	
INTANGIBLE COMPLETION	DESCRIPTION	8	3/8ths		Net	1	3/8ths		Net	8/8ths		Net
2055-1000	LOCATION	\$	1	\$	-	\$	-	\$	-	\$ -	\$	-
2055-1001	TITLE WORK AND OPINIONS	\$		\$	-	\$	-	\$	-	\$ -	\$	-
2055-1002	OUTSIDE LEGAL SERVICES	\$		\$	-	\$	-	\$	-	\$ -	\$	-
2055-1100	FISHING TOOLS & SERVICE	\$	1	\$	-	\$	-	\$	-	\$ -	\$	-
2055-1300	EQUIP RENT	\$	45,000	\$	-	\$	-	\$	-	\$ 45,000	\$	-
2055-1301	RENTALS: SURFACE IRON	\$	72,000	\$	-	\$	-	\$	-	\$ 72,000	\$	-
2055-1302	DRILLING RENTALS: SUBSURFACE	\$	-	\$	-	\$	-	\$	-	\$ -	\$	-
2055-1400	EQUIP LOST IN HOLE	\$		\$	-	\$	-	\$	-	\$ -	\$	-
2055-1500	DRILL MUD & COMPL FLUID	\$	300,000	\$	-	\$	-	\$	-	\$ 300,000	\$	-
2055-1600	WELLSITE SUPERVISION	\$	38,000	\$	-	\$	-	\$	-	\$ 38,000	\$	-
2055-1800	COMPLETION CHEMICALS	\$	210,000	\$	-	\$	-	\$	-	\$ 210,000	\$	-
2055-1900	GROUND TRANSPORT	\$	15,000	\$	-	\$	-	\$	-	\$ 15,000	\$	-
2055-2005	DRILLING/DAMAGED-LOST IN HOLE	\$	-	\$	-	\$	-	\$	-	\$ -	\$	-
2055-2100	PUMPDOWN	\$	25,000	\$	-	\$	-	\$	_	\$ 25,000	\$	_
2055-2200	CASED HOLE WIRELINE	\$	86,000	\$	-	\$	-	\$	-	\$ 86,000	\$	-
2055-2300	FRAC PLUGS	\$	40,000	\$	-	\$	-	\$	-	\$ 40,000	\$	-
2055-2400	WELL PREP	\$	-	\$	-	\$	-	\$	-	\$ -	\$	-
2055-2401	FRAC/FLUID SW DISPOSAL	\$	15,000	\$	-	\$	-	\$	-	\$ 15,000	\$	-
2055-2402	FRAC TANK RENTALS	\$	15,000	\$	-	\$	-	\$	-	\$ 15,000	\$	-
2055-2403	FLOWBACK	\$	40,000	\$	-	\$	-	\$	-	\$ 40,000	\$	-
2055-2600	ES&H	\$	-	\$	-	\$	-	\$	_	\$ -	\$	_
2055-2900	INSURANCE	\$	-	\$	-	\$	-	\$	-	\$ -	\$	-
2055-3000	BITS	\$	-	\$	-	\$	-	\$	-	\$ -	\$	-
2055-3100	OVERHEAD	\$	-	\$	-	\$	-	\$	-	\$ -	\$	-
2055-3125	CONSTRUCTION OVERHEAD	\$	-	\$	-	\$	-	\$	-	\$ -	\$	-
2055-3200	CONTINGENCIES	\$	-	\$	-	\$	-	\$	-	\$ -	\$	-
2055-3300	SPECIALIZED SERVICE	\$	-	\$	-	\$	-	\$	-	\$ -	\$	-
2055-3301	STIMULATION AND PUMPING SERVICES	\$	643,950	\$	-	\$	-	\$	-	\$ 643,950	\$	-
2055-3400	PROPPANT	\$	345,000	\$	-	\$	-	\$	-	\$ 345,000	\$	-
2055-3600	COMPANY LABOR	\$	-	\$	-	\$	-	\$	-	\$ -	\$	-

2055-3750	DAMAGES/ROW	\$ -	\$ -	\$ -	\$ -	\$	-	\$ -
2055-3800	NON OPERATED CHARGES - ICC	\$ -	\$ -	\$ -	\$ -	\$	-	\$ -
2055-3900	FUEL, WATER & LUBE	\$ 230,000	\$ -	\$ -	\$ -	\$	230,000	\$ -
2055-4000	CEMENT	\$ -	\$ -	\$ -	\$ -	\$	-	\$ -
2055-4001	CASING CREWS AND LAYDOWN SERVICES	\$ 2,500	\$ -	\$ -	\$ -	\$	2,500	\$ -
2055-8001	COMPLETION/WORKOVER RIG	\$ 110,000	\$ -	\$ -	\$ -	\$	110,000	\$ -
2055-8002	KILL TRUCK	\$ 2,500	\$ -	\$ -	\$ -	\$	2,500	\$ -
2055-8003	COIL TUBING, SNUBBING, NITRO SVC	\$ 145,000	\$ -	\$ -	\$ -	\$	145,000	\$ -
2055-8004	CONTRACT LABOR/SERVICES	\$ -	\$ -	\$ -	\$ -	\$	-	\$ -
2055-8005	CONTRACT LABOR - ARTIFICIAL LIFT	\$ 25,000	\$ -	\$ -	\$ -	\$	25,000	\$ -
2055-8006	CONTRACT LABOR - ELECTRICAL/AUTOMATION	\$ 20,000	\$ -	\$ -	\$ -	\$	20,000	\$ -
2055-8007	CONTRACT LABOR - WELL LEVEL	\$ 15,000	\$ -	\$ -	\$ -	\$	15,000	\$ -
2055-8008	CONTRACT LABOR - FRAC	\$ -	\$ -	\$ -	\$ -	\$	-	\$ -
	INTANGIBLE COMPLETION SUBTOTAL	\$ 2,439,950	\$ -	\$ -	\$ -	\$ 2	2,439,950	\$ -

		Ori	gina	ıl	Supp	leme	ent	To	otal	
TANGIBLE COMPLETION	DESCRIPTION	8/8ths		Net	8/8ths		Net	8/8ths		Net
2065-2500	SUPPLIES & SMALL TOOLS	\$ -	\$	-	\$ -	\$	-	\$ -	\$	-
2065-2700	COMMUNICATION	\$ -	\$	-	\$ -	\$	-	\$,	\$	-
2065-3000	BITS	\$ 3,800	\$	-	\$ -	\$	-	\$ 3,800	\$	-
2065-3200	CONTINGENCIES	\$ -	\$	-	\$ -	\$	-	\$	\$	-
2065-3800	NON OPERATED CHARGES - TCC	\$ -	\$	-	\$ -	\$	-	\$	\$	-
2065-4102	WATER SUPPLY WELL	\$ -	\$	-	\$ -	\$	-	\$	\$	-
2065-5001	OVERHEAD POWER	\$ 12,750	\$	-	\$ -	\$	-	\$ 12,750	\$	-
2065-5002	PARTS & SUPPLIES - ARTIFICIAL LIFT	\$ 52,500	\$	-	\$ -	\$	-	\$ 52,500	\$	-
2065-5003	PARTS & SUPPLIES - ELECTRICAL/AUTOMATION	\$ 5,000	\$	-	\$ -	\$	-	\$ 5,000	\$	-
2065-5004	PARTS & SUPPLIES - WELL LEVEL	\$ 20,000	\$	-	\$ -	\$	-	\$ 20,000	\$	-
2065-5100	TUBING	\$ 70,000	\$	-	\$ -	\$	-	\$ 70,000	\$	-
2065-5200	TUBING HEAD/XMAS TREE	\$ 21,000	\$	-	\$ -	\$	-	\$ 21,000	\$	-
2065-5300	SUBSURFACE EQUIP	\$ -	\$	-	\$ -	\$	-	\$ -	\$	-
2065-5400	PACKER AND SUBSURFACE EQUIPMENT	\$ -	\$	-	\$ -	\$	-	\$,	\$	-
2065-5500	SUBSURFACE PUMP, RODS, AND ACCES	\$ -	\$	-	\$ -	\$	-	\$	\$	-
2065-5600	PUMPING & LIFTING EQUIP	\$ -	\$	-	\$ -	\$	-	\$	\$	-
2065-5900	HEALTH, SAFETY, AND ENVIRONMENTAL	\$ -	\$	-	\$ -	\$	-	\$	\$	-
2065-5901	LINER HANGER/CASING ACCESSORY	\$ -	\$	-	\$ -	\$	-	\$ -	\$	-
2065-5902	PACKERS/OTHER DOWNHOLE EQUIP	\$ -	\$	-	\$ -	\$	-	\$ -	\$	-
2065-5903	MISC TANGIBLE EQUIPMENT	\$ -	\$	-	\$ -	\$	-	\$ -	\$	-
	TANGIBLE COMPLETION SUBTOTAL	\$ 185,050	\$	-	\$ -	\$	-	\$ 185,050	\$	-
	COMPLETION TOTAL	\$ 2,625,000	\$	-	\$	\$	-	\$ 2,625,000	\$	-

			Ori	ginal		Supp	leme	ent	To	otal	
INTANGIBLE FACILITY	DESCRIPTION		8/8ths		Net	8/8ths		Net	8/8ths		Net
2056-1006	ENVIRONMENTAL/ARC - LAND	5	-	\$	-	\$ -	\$	-	\$ -	\$	-
2056-2002	FACILITY PAD CONSTRUCTION	5	15,000	\$	-	\$ -	\$	-	\$ 15,000	\$	-
2056-2006	MISC INTANGIBILE FACILITY COSTS	5	5,000	\$	-	\$ -	\$	-	\$ 5,000	\$	-
2056-2008	CONTRACT LABOR - AUTOMATION	5	6,500	\$	-	\$ -	\$	-	\$ 6,500	\$	-
2056-2009	EQUIPMENT RENTALS	5	5,000	\$	-	\$ -	\$	-	\$ 5,000	\$	-
2056-2010	FREIGHT & HANDLING	5	5,000	\$	-	\$ -	\$	-	\$ 5,000	\$	-
2056-2012	CONTRACT LABOR - ELECTRICAL	5	15,000	\$	-	\$ -	\$	-	\$ 15,000	\$	-
2056-2013	FACILITY CONSTRUCTION LABOR	5	55,000	\$	-	\$ -	\$	-	\$ 55,000	\$	-
2056-2014	PIPELINE LABOR	5	-	\$	-	\$ -	\$	-	\$ -	\$	-
2056-2016	LOCATION/DAMAGES/ROW-LAND	9	-	\$	-	\$ -	\$	-	\$ -	\$	-
2056-2017	TITLE WORK/LANDMAN SERVICES - LAND	5	-	\$	-	\$ -	\$	-	\$ -	\$	-
2056-2019	NON OPERATED CHARGES - IFC	9	-	\$	-	\$ -	\$	-	\$ -	\$	-
	INTANGIBLE FACILITY SUBTOT	AL S	106,500	\$	-	\$	\$		\$ 106,500	\$	-

		Ori	gina	I	Supp	leme	ent	To	tal	
TANGIBLE FACILITY	DESCRIPTION	8/8ths		Net	8/8ths		Net	8/8ths	N	Net
2066-1200	VESSELS	\$ 88,000	\$	-	\$ -	\$	-	\$ 88,000	\$	-
2066-1300	COMPRESSORS/COMPRESSOR PACKAGES	\$ -	\$		\$ -	\$	-	\$ -	\$	-
2066-1500	ELECTRICAL - OVERHEAD & TRANSFORMERS	\$ 15,000	\$	-	\$ -	\$	-	\$ 15,000	\$	-
2066-1600	LACT	\$ 20,000	\$		\$ -	\$	-	\$ 20,000	\$	-
2066-1700	AUTOMATION METERS, SENSORS, VALVES, & SCREENS	\$ 25,000	\$		\$ -	\$	-	\$ 25,000	\$	-
2066-1900	LEASE AND FLOW LINES	\$ -	\$	-	\$ -	\$	-	\$ -	\$	-
2066-2000	CATHODIC PRCT-SOLAR PWD	\$ -	\$		\$ -	\$	-	\$ -	\$	-
2066-2003	MISC FITTINGS & SUPPLIES	\$ 22,500	\$	-	\$ -	\$	-	\$ 22,500	\$	-
2066-2004	PUMPS & PUMP SUPPLIES	\$ 8,000	\$		\$ -	\$	-	\$ 8,000	\$	-
2066-2005	PUMP & FILTERS	\$ -	\$	-	\$ -	\$	-	\$ -	\$	-
2066-2006	MISC TANGIBLE FACILITY COSTS	\$ 10,000	\$	-	\$ -	\$	-	\$ 10,000	\$	-
2066-2007	TANKS (OIL & WATER)	\$ 60,000	\$		\$ -	\$	-	\$ 60,000	\$	-
2066-2015	CONTAINMENT	\$ 15,000	\$	-	\$ -	\$	-	\$ 15,000	\$	-
2066-2017	SWD WELLS	\$ -	\$		\$ -	\$	-	\$ -	\$	-
2066-2018	NON OPERATED CHARGES - TFC	\$ -	\$	-	\$ -	\$	-	\$ -	\$	-
2066-2019	PIPING	\$ 15,000	\$	-	\$ -	\$	-	\$ 15,000	\$	-
2066-2020	ELECTRICAL - FACILITY	\$ 65,000	\$	-	\$ -	\$	-	\$ 65,000	\$	-
	TANGIBLE FACILITY SUBTOTAL	\$ 343,500	\$		\$	\$	-	\$ 343,500	\$	-
	FACILITY TOTAL	\$ 450,000	\$		\$	\$		\$ 450,000	\$	-

NELSON 10 FEDERAL 70H TOTAL WELL ESTIMATE	Orig	ginal	Suppl	lement	To	tal
NELSON TO LEDENAL FOIL TOTAL WELL ESTIMATE	8/8ths	Net	8/8ths	Net	8/8ths	Net
DRILLING TOTAL	\$ 2,289,813	\$ -	\$ -	\$ -	\$ 2,289,813	\$ -
COMPLETION TOTAL	\$ 2,625,000	\$ -	\$ -	\$ -	\$ 2,625,000	\$ -
FACILITY TOTAL	\$ 450,000	\$ -	\$ -	\$ -	\$ 450,000	\$ -
TOTAL WELL COST	\$ 5,364,813	\$ -	\$ -	\$ -	\$ 5,364,813	\$ -

Partner Approval	
Signed	Company
Name	Date
Title	



Authority for Expenditure Drill, Complete, & Equip



Operator : Spur Energy Partners LLC
Well Name : NELSON 10 FEDERAL 71H
Location : NEW MEXICO / EDDY

AFE #: C22090

Project : Description

		Ori	ginal	Suppl	ement	То	tal
INTANGIBLE DRILLING	DESCRIPTION	8/8ths	Net	8/8ths	Net	8/8ths	Net
2050-1000	LOCATION - OPS	\$ 35,000	\$ -	\$ -	\$ -	\$ 35,000	\$ -
2050-1001	LOCATION/DAMAGES/ROW-LAND	\$ 62,000	\$ -	\$ -	\$ -	\$ 62,000	\$ -
2050-1002	TITLE WORK/LANDMAN SERVICES - LAND	\$ 34,000		\$ -	s -	\$ 34,000	
2050-1003	DAMAGES/ROW - LAND	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
2050-1005	SURVEY - LAND	\$ 4,000	\$ -	\$ -	\$ -	\$ 4,000	\$ -
2050-1006	ENVIRONMENTAL/ARC - LAND	\$ -	s -	\$ -	s -	\$ -	s -
2050-1050	DRILLING PERMITS	\$ 10,000	\$ -	\$ -	\$ -	\$ 10,000	\$ -
2050-1100	FISHING TOOLS & SERVICE	\$ -	s -	\$ -	s -	\$ -	s -
2050-1301	DRILLING RENTALS: SURFACE	\$ 91,650	\$ -	\$ -	\$ -	\$ 91.650	\$ -
2050-1302	DRILLING RENTALS: SUBSURFACE	\$ 17,355	\$ -	\$ -	\$ -	\$ 17,355	\$ -
2050-1400	EQUIP LOST IN HOLE	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
2050-1500	DRILL MUD & COMPL FLUID	\$ 42,000	\$ -	\$ -	\$ -	\$ 42,000	•
2050-1600	WELLSITE SUPERVISION	\$ 33,000	\$ -	\$ -	s -		s -
2050-1900	GROUND TRANSPORT	\$ 20,000	\$ -	\$ -	\$ -	\$ 20,000	\$ -
2050-2000	CONTRACT DRILLING (DAY RATE/TURNKEY)	\$ 200,000	\$ -	\$ -	\$ -	\$ 200,000	\$ -
2050-2001	DRILLING SERVICES-SURFACE	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
2050-2002	DRLLING SERVICES-SUBSURFACE	\$ -	s -	\$ -	\$ -	\$ -	\$ -
2050-2004	DIRECTIONAL TOOLS AND SERVICES	\$ 145.000	\$ -	\$ -	\$ -	\$ 145,000	\$ -
2050-2005	DRILLING/DAMAGED-LOST IN HOLE	\$ -	s -	\$ -	\$ -	\$ -	\$ -
2050-2200	CASED HOLE WIRELINE	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
2050-2201	OPEN HOLE WIRELINE	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
2050-2401	FLUID & CUTTINGS DISPOSAL	\$ 68.000	\$ -	\$ -	\$ -		\$ -
2050-2402	FRAC TANK RENTALS	\$ 300	\$ -	\$ -	\$ -	\$ 300	T
2050-2600	ES&H	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
2050-3000	BITS	\$ 54,000	\$ -	\$ -	\$ -	\$ 54,000	\$ -
2050-3100	OVERHEAD	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
2050-3125	CONSTRUCTION OVERHEAD	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
2050-3200	CONTINGENCIES	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
2050-3400	DESIGN & ENGINEERING	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
2050-3600	COMPANY LABOR	\$ 5,000	\$ -	\$ -	\$ -	\$ 5,000	•
2050-3800	NON OPERATED CHARGES - IDC	\$ -	s -	\$ -	\$ -	\$ -	\$ -
2050-3900	FUEL, WATER & LUBE	\$ 115,000	\$ -	\$ -	\$ -	\$ 115,000	T
2050-4000	CEMENT	\$ 75,000	s -	\$ -	\$ -	\$ 75,000	\$ -
2050-4001	CASING CREWS AND LAYDOWN SERVICES	\$ 18,000	\$ -	\$ -	\$ -	\$ 18,000	\$ -
2050-4002	SURFACE AND INTERMEDIATE SERVICE	\$ -	s -	\$ -	\$ -	\$ -	\$ -
2050-4003	PROD CSG CEMENT AND SERVICE	\$ 45.000	\$ -	\$ -	\$ -	\$ 45,000	\$ -
2050-4004	PROD CSG CREW AND LAYDOWN SERVICE	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
2050-4101	CORES, DST'S, AND ANALYSIS	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
2050-8000	MUD LOGGER	\$ 17,500	\$ -	\$ -	\$ -		\$ -
2050-8001	MOB/DEMOB RIG	\$ 50.000	\$ -	\$ -	\$ -		\$ -
2050-8003	VACUUM TRUCKING	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
2050-8005	DRILLPIPE INSPECTION	\$ 5,000	\$ -	\$ -	\$ -		\$ -
2050-8007	CONTRACT LABOR/SERVICES	\$ 50,000	\$ -	\$ -	\$ -		\$ -
2050-8009	MISC IDC/CONTINGENCY	\$ 109,681	\$ -	\$ -	\$ -		\$ -
		LING SUBTOTAL \$ 1,306,486		\$ -	\$ -	\$ 1,306,486	•

			Orig	jinal	Su	plement	Tot	tal
TANGIBLE DRILLING	DESCRIPTION		8/8ths	Net	8/8ths	Net	8/8ths	Net
2051-2500	SUPPLIES & SMALL TOOLS	\$	-	\$ -	\$ -	\$ -	\$ -	\$ -
2051-2700	COMMUNICATION	\$	-	\$ -	\$ -	\$ -	\$ -	\$ -
2051-3200	CONTINGENCIES	\$	-	\$ -	\$ -	\$ -	\$ -	\$ -
2051-3800	NON OPERATED CHARGES - TDC	\$	-	\$ -	\$ -	\$ -	\$ -	\$ -
2051-5100	SURFACE CASING	\$	120,780	\$ -	\$ -	\$ -	\$ 120,780	\$ -
2051-5200	INTERMEDIATE CASING	\$	168,275	\$ -	\$ -	\$ -	\$ 168,275	\$ -
2051-5300	PRODUCTION/LINER CASING	\$	625,773	\$ -	\$ -	\$ -	\$ 625,773	\$ -
2051-5400	CONDUCTOR PIPE	\$	27,000	\$ -	\$ -	\$ -	\$ 27,000	\$ -
2051-5500	WELLHEAD	\$	17,500	\$ -	\$ -	\$ -	\$ 17,500	\$ -
2051-5801	LINER HANGER/CASING ACCESSORY	\$	24,000	\$ -	\$ -	\$ -	\$ 24,000	\$ -
2051-5803	MISC TANGIBLE EQUIPMENT	\$	-	\$ -	\$ -	\$ -	\$ -	\$ -
	TANGIBLE DR	SILLING SUBTOTAL \$	983,328	\$ -	\$ -	\$ -	\$ 983,328	\$ -
		DRILLING TOTAL \$	2,289,813	\$ -	\$ -	\$ -	\$ 2,289,813	\$ -

		Ori	ginal	Supp	lement	To	tal
INTANGIBLE COMPLETION	DESCRIPTION	8/8ths	Net	8/8ths	Net	8/8ths	Net
2055-1000	LOCATION	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
2055-1001	TITLE WORK AND OPINIONS	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
2055-1002	OUTSIDE LEGAL SERVICES	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
2055-1100	FISHING TOOLS & SERVICE	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
2055-1300	EQUIP RENT	\$ 45,000	\$ -	\$ -	\$ -	\$ 45,000	\$ -
2055-1301	RENTALS: SURFACE IRON	\$ 72,000	\$ -	\$ -	\$ -	\$ 72,000	\$ -
2055-1302	DRILLING RENTALS: SUBSURFACE	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
2055-1400	EQUIP LOST IN HOLE	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
2055-1500	DRILL MUD & COMPL FLUID	\$ 300,000	\$ -	\$ -	\$ -	\$ 300,000	\$ -
2055-1600	WELLSITE SUPERVISION	\$ 38,000	\$ -	\$ -	\$ -	\$ 38,000	\$ -
2055-1800	COMPLETION CHEMICALS	\$ 210,000	\$ -	\$ -	\$ -	\$ 210,000	\$ -
2055-1900	GROUND TRANSPORT	\$ 15,000	\$ -	\$ -	\$ -	\$ 15,000	\$ -
2055-2005	DRILLING/DAMAGED-LOST IN HOLE	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
2055-2100	PUMPDOWN	\$ 25,000	\$ -	\$ -	\$ -	\$ 25,000	\$ -
2055-2200	CASED HOLE WIRELINE	\$ 86,000	\$ -	\$ -	\$ -	\$ 86,000	\$ -
2055-2300	FRAC PLUGS	\$ 40,000	\$ -	\$ -	\$ -	\$ 40,000	\$ -
2055-2400	WELL PREP	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
2055-2401	FRAC/FLUID SW DISPOSAL	\$ 15,000	\$ -	\$ -	\$ -	\$ 15,000	\$ -
2055-2402	FRAC TANK RENTALS	\$ 15,000	\$ -	\$ -	\$ -	\$ 15,000	\$ -
2055-2403	FLOWBACK	\$ 40,000	\$ -	\$ -	\$ -	\$ 40,000	\$ -
2055-2600	ES&H	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
2055-2900	INSURANCE	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
2055-3000	BITS	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
2055-3100	OVERHEAD	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
2055-3125	CONSTRUCTION OVERHEAD	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
2055-3200	CONTINGENCIES	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
2055-3300	SPECIALIZED SERVICE	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
2055-3301	STIMULATION AND PUMPING SERVICES	\$ 643,950	\$ -	\$ -	\$ -	\$ 643,950	\$ -
2055-3400	PROPPANT	\$ 345,000	\$ -	\$ -	\$ -	\$ 345,000	\$ -
2055-3600	COMPANY LABOR	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -

2055-3750	DAMAGES/ROW	\$ -	\$ -	\$ -	\$ -	\$	-	\$ -
2055-3800	NON OPERATED CHARGES - ICC	\$ -	\$ -	\$ -	\$ -	\$	-	\$ -
2055-3900	FUEL, WATER & LUBE	\$ 230,000	\$ -	\$ -	\$ -	\$	230,000	\$ -
2055-4000	CEMENT	\$ -	\$ -	\$ -	\$ -	\$	-	\$ -
2055-4001	CASING CREWS AND LAYDOWN SERVICES	\$ 2,500	\$ -	\$ -	\$ -	\$	2,500	\$ -
2055-8001	COMPLETION/WORKOVER RIG	\$ 110,000	\$ -	\$ -	\$ -	\$	110,000	\$ -
2055-8002	KILL TRUCK	\$ 2,500	\$ -	\$ -	\$ -	\$	2,500	\$ -
2055-8003	COIL TUBING, SNUBBING, NITRO SVC	\$ 145,000	\$ -	\$ -	\$ -	\$	145,000	\$ -
2055-8004	CONTRACT LABOR/SERVICES	\$ -	\$ -	\$ -	\$ -	\$	-	\$ -
2055-8005	CONTRACT LABOR - ARTIFICIAL LIFT	\$ 25,000	\$ -	\$ -	\$ -	\$	25,000	\$ -
2055-8006	CONTRACT LABOR - ELECTRICAL/AUTOMATION	\$ 20,000	\$ -	\$ -	\$ -	\$	20,000	\$ -
2055-8007	CONTRACT LABOR - WELL LEVEL	\$ 15,000	\$ -	\$ -	\$ -	\$	15,000	\$ -
2055-8008	CONTRACT LABOR - FRAC	\$ -	\$ -	\$ -	\$ -	\$	-	\$ -
	INTANGIBLE COMPLETION SUBTOTAL	\$ 2,439,950	\$ -	\$ -	\$ -	\$ 2	2,439,950	\$ -

		Ori	gina	ıl	Suppl	leme	ent	To	otal	
TANGIBLE COMPLETION	DESCRIPTION	8/8ths		Net	8/8ths		Net	8/8ths		Net
2065-2500	SUPPLIES & SMALL TOOLS	\$ -	\$	-	\$ -	\$	-	\$ -	\$	-
2065-2700	COMMUNICATION	\$ -	\$	-	\$ -	\$	-	\$	\$	-
2065-3000	BITS	\$ 3,800	\$	-	\$ -	\$	-	\$ 3,800	\$	-
2065-3200	CONTINGENCIES	\$ -	\$	-	\$ -	\$	-	\$	\$	-
2065-3800	NON OPERATED CHARGES - TCC	\$ -	\$	-	\$ -	\$	-	\$	\$	-
2065-4102	WATER SUPPLY WELL	\$ -	\$	-	\$ -	\$	-	\$	\$	-
2065-5001	OVERHEAD POWER	\$ 12,750	\$	-	\$ -	\$	-	\$ 12,750	\$	-
2065-5002	PARTS & SUPPLIES - ARTIFICIAL LIFT	\$ 52,500	\$	-	\$ -	\$	-	\$ 52,500	\$	-
2065-5003	PARTS & SUPPLIES - ELECTRICAL/AUTOMATION	\$ 5,000	\$	-	\$ -	\$	-	\$ 5,000	\$	-
2065-5004	PARTS & SUPPLIES - WELL LEVEL	\$ 20,000	\$	-	\$ -	\$	-	\$ 20,000	\$	-
2065-5100	TUBING	\$ 70,000	\$	-	\$ -	\$	-	\$ 70,000	\$	-
2065-5200	TUBING HEAD/XMAS TREE	\$ 21,000	\$	-	\$ -	\$	-	\$ 21,000	\$	-
2065-5300	SUBSURFACE EQUIP	\$ -	\$	-	\$ -	\$	-	\$	\$	-
2065-5400	PACKER AND SUBSURFACE EQUIPMENT	\$ -	\$	-	\$ -	\$	-	\$	\$	-
2065-5500	SUBSURFACE PUMP, RODS, AND ACCES	\$ -	\$	-	\$ -	\$	-	\$	\$	-
2065-5600	PUMPING & LIFTING EQUIP	\$ -	\$	-	\$ -	\$	-	\$	\$	-
2065-5900	HEALTH, SAFETY, AND ENVIRONMENTAL	\$ -	\$	-	\$ -	\$	-	\$	\$	-
2065-5901	LINER HANGER/CASING ACCESSORY	\$ -	\$	-	\$ -	\$	-	\$ -	\$	-
2065-5902	PACKERS/OTHER DOWNHOLE EQUIP	\$ -	\$	-	\$ -	\$	-	\$ -	\$	-
2065-5903	MISC TANGIBLE EQUIPMENT	\$ -	\$	-	\$ -	\$	-	\$ -	\$	-
	TANGIBLE COMPLETION SUBTOTAL	\$ 185,050	\$	-	\$ -	\$	-	\$ 185,050	\$	-
	COMPLETION TOTAL	\$ 2,625,000	\$	-	\$ -	\$	-	\$ 2,625,000	\$	-

			Ori	ginal		Supp	leme	ent	To	otal	
INTANGIBLE FACILITY	DESCRIPTION		8/8ths		Net	8/8ths		Net	8/8ths		Net
2056-1006	ENVIRONMENTAL/ARC - LAND	;	-	\$	-	\$ -	\$	-	\$ -	\$	-
2056-2002	FACILITY PAD CONSTRUCTION	;	15,000	\$	-	\$ -	\$	-	\$ 15,000	\$	-
2056-2006	MISC INTANGIBILE FACILITY COSTS	;	5,000	\$	-	\$ -	\$	-	\$ 5,000	\$	-
2056-2008	CONTRACT LABOR - AUTOMATION	,	6,500	\$	-	\$ -	\$	-	\$ 6,500	\$	-
2056-2009	EQUIPMENT RENTALS	;	5,000	\$	-	\$ -	\$	-	\$ 5,000	\$	-
2056-2010	FREIGHT & HANDLING	;	5,000	\$	-	\$ -	\$	-	\$ 5,000	\$	-
2056-2012	CONTRACT LABOR - ELECTRICAL	;	15,000	\$	-	\$ -	\$	-	\$ 15,000	\$	-
2056-2013	FACILITY CONSTRUCTION LABOR	,	55,000	\$	-	\$ -	\$	-	\$ 55,000	\$	-
2056-2014	PIPELINE LABOR	;	-	\$	-	\$ -	\$	-	\$ -	\$	-
2056-2016	LOCATION/DAMAGES/ROW-LAND	,	-	\$	-	\$ -	\$	-	\$ -	\$	-
2056-2017	TITLE WORK/LANDMAN SERVICES - LAND	,	-	\$	-	\$ -	\$	-	\$ -	\$	-
2056-2019	NON OPERATED CHARGES - IFC	,	-	\$	-	\$ -	\$	-	\$ -	\$	-
	INTANGIBLE FACILITY SUBTOT	AL S	106,500	\$	-	\$	\$		\$ 106,500	\$	-

			Ori	ginal			Supp	lemen	it	To	tal	
TANGIBLE FACILITY	DESCRIPTION		8/8ths		Net	1	8/8ths		Net	8/8ths	1	Vet
2066-1200	VESSELS		\$ 88,000	\$	-	\$	-	\$	-	\$ 88,000	\$	-
2066-1300	COMPRESSORS/COMPRESSOR PACKAGES		\$ -	\$	-	\$	-	\$	-	\$ -	\$	-
2066-1500	ELECTRICAL - OVERHEAD & TRANSFORMERS		\$ 15,000	\$	-	\$	-	\$	-	\$ 15,000	\$	-
2066-1600	LACT		\$ 20,000	\$	-	\$	-	\$	-	\$ 20,000	\$	-
2066-1700	AUTOMATION METERS, SENSORS, VALVES, & SCREENS		\$ 25,000	\$	-	\$	-	\$	-	\$ 25,000	\$	-
2066-1900	LEASE AND FLOW LINES		\$ -	\$	-	\$	-	\$	-	\$ -	\$	-
2066-2000	CATHODIC PRCT-SOLAR PWD		\$ -	\$	-	\$	-	\$	-	\$ -	\$	-
2066-2003	MISC FITTINGS & SUPPLIES		\$ 22,500	\$	-	\$	-	\$	-	\$ 22,500	\$	-
2066-2004	PUMPS & PUMP SUPPLIES		\$ 8,000	\$	-	\$	-	\$	-	\$ 8,000	\$	-
2066-2005	PUMP & FILTERS		\$ -	\$	-	\$	-	\$	-	\$ -	\$	-
2066-2006	MISC TANGIBLE FACILITY COSTS		\$ 10,000	\$	-	\$	-	\$	-	\$ 10,000	\$	-
2066-2007	TANKS (OIL & WATER)		\$ 60,000	\$	-	\$	-	\$	-	\$ 60,000	\$	-
2066-2015	CONTAINMENT		\$ 15,000	\$	-	\$	-	\$	-	\$ 15,000	\$	-
2066-2017	SWD WELLS		\$ -	\$	-	\$	-	\$	-	\$ -	\$	-
2066-2018	NON OPERATED CHARGES - TFC		\$ -	\$	-	\$	-	\$	-	\$ -	\$	-
2066-2019	PIPING		\$ 15,000	\$	-	\$	-	\$	-	\$ 15,000	\$	-
2066-2020	ELECTRICAL - FACILITY		\$ 65,000	\$	-	\$	-	\$	-	\$ 65,000	\$	-
	TANGIBLE FACILITY SUB	TOTAL	\$ 343,500	\$	-	\$	-	\$	-	\$ 343,500	\$	-
	FACILITY	TOTAL	\$ 450,000	\$	-	\$		\$	-	\$ 450,000	\$	-

NELSON 10 FEDERAL 71H TOTAL WELL ESTIMATE		ginal	Supp	lement	Total	
		Net	8/8ths	Net	8/8ths	Net
DRILLING TOTAL	\$ 2,289,813	\$ -	\$ -	\$ -	\$ 2,289,813	\$ -
COMPLETION TOTAL	\$ 2,625,000	\$ -	\$ -	\$ -	\$ 2,625,000	\$ -
FACILITY TOTAL	\$ 450,000	\$ -	\$ -	\$ -	\$ 450,000	\$ -
TOTAL WELL COST	\$ 5,364,813	\$ -	\$ -	\$ -	\$ 5,364,813	\$ -

Partner Approval		
Signed		Company
Name		Date
Title	-	

SPUR ENERGY PARTNERS - Nelson 10 Federal 10H, 11H, 20H, 60H, 70H, & 71H

CASE NO. 23347 - POSTAL DELIVERY REPORT & CORRESPONDENCE HISTORY

COURIER	TRACKING	PARTY	DELIVERY ADDRESS	DELIVERY DATE	CONTACT HISTORY
FEDEX	7704 6924 1564	DEVON ENERGY PRODUCTION COMPANY	333 West Sheridan Avenue Oklahoma City, OK 73102		11/16/2022: Devon responded with indication they have conveyed this interest to Raybaw Operating, LLC
FEDEX	7704 6926 8387	MCCOMBS ENERGY, LTD.	750 E. Mulberry Avenue, Ste 403 San Antonio, TX 78212	11/16/2022	11/16/2022: Election received from McCombs - TERM ASSIGNMENT
FEDEX	7704 6930 1840	OCCIDENTAL PERMIAN LIMITED PARTNERSHIP	5 Greenway Plaza, Ste 110 Houston, TX 77046	11/15/2022	No response.
FEDEX	7704 6932 5777	RAYBAW OPERATING, LLC	2626 Cole Avenue, Ste 300 Dallas, TX 75204	11/14/2022	11/30/2022: Proposals received from Raybaw - election discussions ongoing Follow-up conversation with Raybaw has resulted in their election to assign their WI in the Yeso formation to Spur within the Nelson East DSU. Documents being finalized.

Spur Energy Partners LLC Case No. 23347 Exhibit A-5

APPLICATION OF SPUR ENERGY PARTNERS LLC FOR COMPULSORY POOLING, LEA COUNTY, NEW MEXICO

CASE NO. 23347

SELF-AFFIRMED STATEMENT OF MATTHEW VAN WIE

- 1. I am a geologist with Spur Energy Partners, LLC ("Spur"). I am over 18 years of age, have personal knowledge of the matters addressed herein, and am competent to provide this Self-Affirmed Statement. I have previously testified before the New Mexico Oil Conservation Division ("Division"), and my credentials as an expert in petroleum geology matters were accepted and made a matter of record.
- 2. I am familiar with the application filed by Spur in this case, and I have conducted a geologic study of the lands.
 - 3. In this case, Spur is targeting the Yeso formation.
- 4. Exhibit B-1 is a location map of the proposed horizontal spacing unit ("Unit"). Spur's acreage is shown in yellow and the approximate wellbore paths for the proposed Nelson 10 Federal #10H, Nelson 10 Federal #11H, Nelson 10 Federal #20H, Nelson 10 Federal #60H, Nelson 10 Federal #70H and Nelson 10 Federal #71H wells ("Wells") are represented by solid black lines. Nearby wells producing in the target formation are also identified. The exhibit also identifies four wells penetrating the targeted interval that I used to construct a structural cross-section from A to A'. I used these well logs because they penetrate the targeted intervals, are of good quality, and are representative of the geology in the area.

Spur Energy Partners LLC Case No. 23347 Exhibit B

- 5. **Exhibit B-2** is a subsea structure map that I prepared for the top of the Glorieta (just above the top of the Yeso formation) with a contour interval of 25 feet. The structure map demonstrates the formation is gently dipping to the east in this area. The formation appears consistent across the proposed spacing unit. I do not observe any faulting, pinch-outs, or geologic impediments to developing the targeted intervals with horizontal wells. This map also shows a line bisecting the proposed spacing unit from B to B' which is depicted in a gun barrel diagram in a later exhibit.
- 6. Exhibit B-3 is a structural cross-section that I prepared displaying open-hole logs acquired over the target formation from the representative wells denoted from A to A' on Exhibit B-1. For each well in the cross-section, the exhibit shows the following logs where available: gamma ray, resistivity, and porosity. The targeted zones for each well are labeled and marked on the cross-section. The logs in the cross-section demonstrate that the targeted intervals are continuous and consistent along trend.
- 7. **Exhibit B-4** is a gun barrel diagram from B to B' reflecting Spur's intended development in the Yeso formation in this acreage. The exhibit identifies each initial proposed well (solid black lines) and closest offsetting legacy horizontal wells (green lines) relative to the different intervals within the Yeso formation.
- 8. There is no identified preferred orientation for exploitation in this portion of the Northwest shelf based on stress orientation or production data. Thus, the standup orientation is appropriate to properly develop this acreage using 1-mile laterals in a manner that is consistent with Spur's ownership interest and offsetting development.

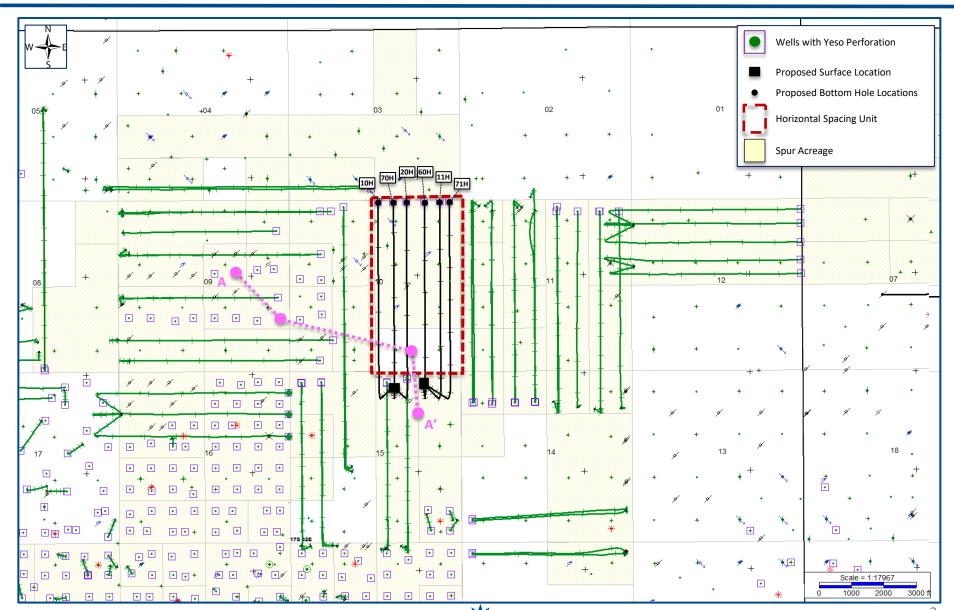
- 9. Based on my geologic study of the area, the targeted interval underlying the Unit is suitable for development by horizontal wells and the tracts comprising the Unit will contribute more or less equally to the production of the Wells.
- 10. In my opinion, the granting of Spur's application will serve the interests of conservation, the protection of correlative rights, and the prevention of waste.
- 11. The attached exhibits were either prepared by me or under my supervision or were compiled from company business records.
- 12. I understand this Self-Affirmed Statement will be used as written testimony in this case. I affirm my testimony above is true and correct and is made under penalty of perjury under the laws of the State of New Mexico. My testimony is made as of the date identified next to my signature below.

Matthew Van Wie

02/16/2023 Date

Spur Energy Partners LLC Page 47 of 86 Case No. 23347 Exhibit B-1







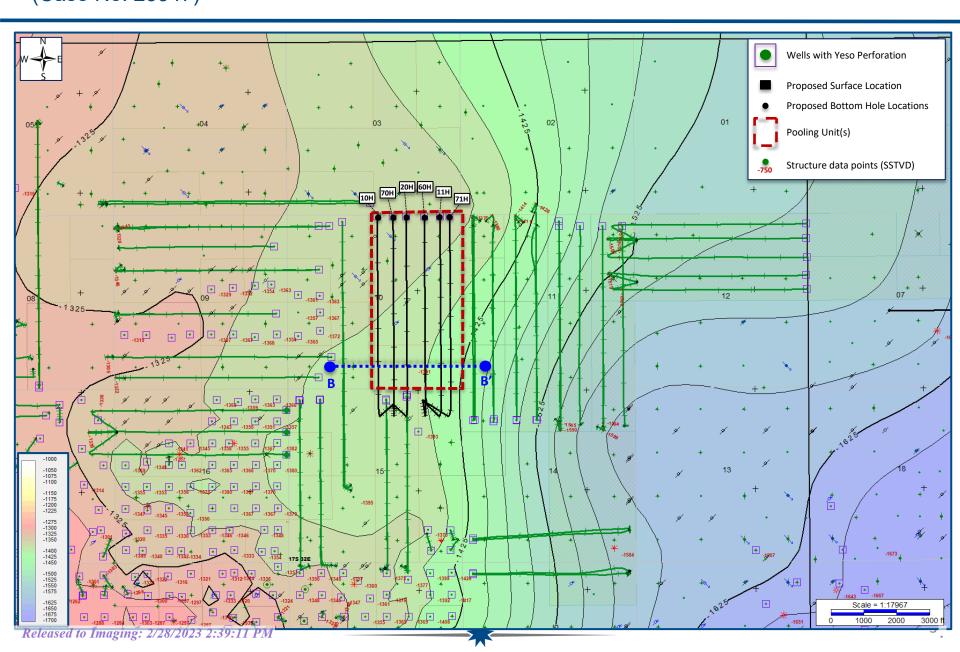
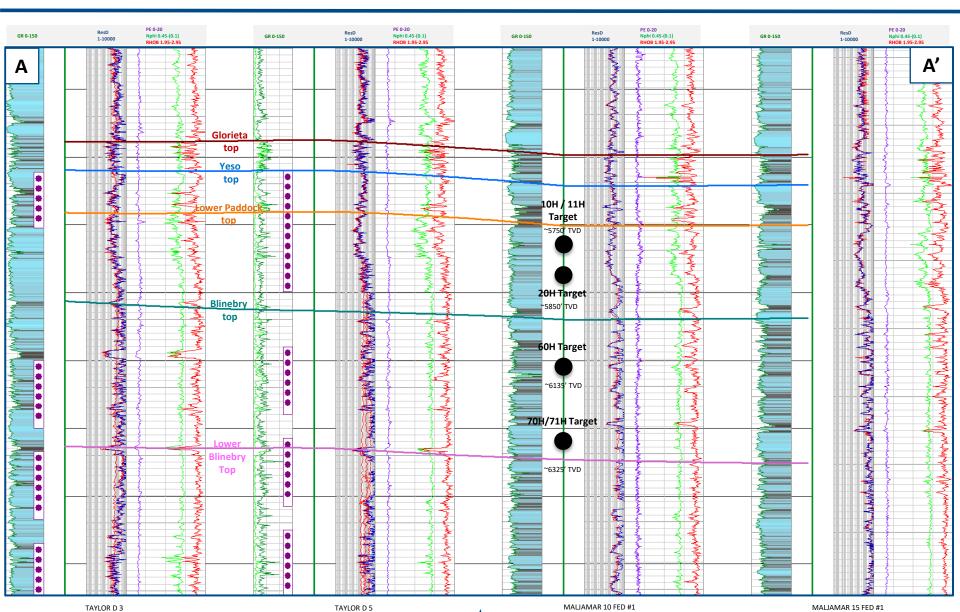


Exhibit B: 33.83 tructural Cross Section A – A' (TVD) (Case No. 23347)

Spur Energy Partners LLC

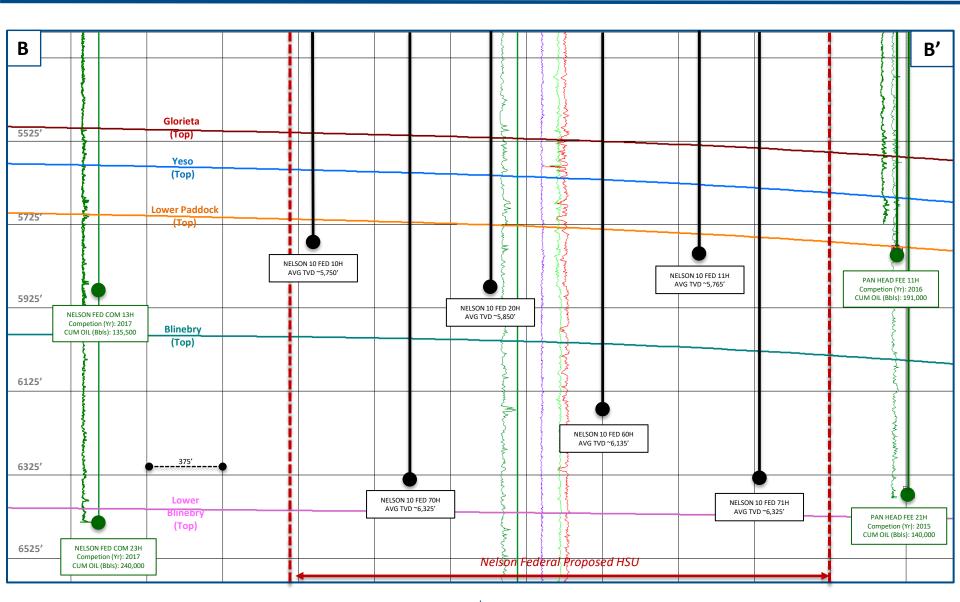
Case No. 23347

Case No. 23347



Spur Energy Partners LLC Page 50 of 86 Case No. 23347 Exhibit B-4





APPLICATION OF SPUR ENERGY PARTNERS LLC FOR COMPULSORY POOLING, EDDY COUNTY, NEW MEXICO.

CASE NO. 23347

SELF-AFFIRMED STATEMENT OF DANA S. HARDY

- 1. I am attorney in fact and authorized representative of Spur Energy Partners LLC, the Applicant herein.
- 2. I am familiar with the Notice Letter attached as **Exhibit C-1** and caused the Notice Letter, along with the Application in this case, to be sent to the parties set out in the chart attached as **Exhibit C-2**.
- 3. Exhibit C-2 also provides the date each Notice Letter was sent and the date each return was received.
- 4. Copies of the certified mail green cards and white slips are attached as **Exhibit C-3** as supporting documentation for proof of mailing and the information provided on Exhibit C-2.
- 5. On February 10, 2023, I caused a notice to be published to all interested parties in the Hobbs News-Sun. An Affidavit of Publication from the Legal Clerk of the Hobbs News-Sun, along with a copy of the notice publication, is attached as **Exhibit C-4**.
- 6. I understand this Self-Affirmed Statement will be used as written testimony in the subject cases. I affirm that my testimony above is true and correct and it made under penalty of perjury under the laws of the State of New Mexico. My testimony is made as of the date handwritten next to my signature below.

/s/ Dana S. Hardy Dana S. Hardy February 27, 2023
Date

Spur Energy Partners LLC Case No. 23347 Exhibit C



HINKLE SHANOR LLP

ATTORNEYS AT LAW

P.O. BOX 2068 SANTA FE, NEW MEXICO 87504 505-982-4554 (FAX) 505-982-8623

WRITER: Dana S. Hardy, Partner dhardy@hinklelawfirm.com

February 3, 2023

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

TO ALL PARTIES ENTITLED TO NOTICE

Re: Case No. 23347 – Application of Spur Energy Partners LLC for Compulsory Pooling, Lea County, New Mexico.

To whom it may concern:

This letter is to advise you that the enclosed application was filed with the New Mexico Oil Conservation Division. The hearing will be conducted on **March 2, 2023,** beginning at 8:15 a.m.

Hearings are currently conducted remotely. To participate in the electronic hearing, see the instructions posted on the OCD Hearings website: https://www.emnrd.nm.gov/ocd/hearing-info/. You are not required to attend this hearing, but as an owner of an interest that may be affected by this application, you may appear and present testimony. Failure to appear at that time and become a party of record will preclude you from challenging the matter at a later date.

Pursuant to Division Rule 19.15.4.13.B, a party who intends to present evidence at the hearing shall file a pre-hearing statement and serve copies on other parties, or the attorneys of parties who are represented by counsel, at least four business days in advance of a scheduled hearing, but in no event later than 5:00 p.m. Mountain Time, on the Thursday preceding the scheduled hearing date. The statement must be submitted through the OCD E-Permitting system (https://www.apps.emnrd.nm.gov/ocd/ocdpermitting/) or via e-mail to ocd.hearings@emnrd.nm.gov and should include: the names of the parties and their attorneys, a concise statement of the case, the names of all witnesses the party will call to testify at the hearing, the approximate time the party will need to present its case, and identification of any procedural matters that are to be resolved prior to the hearing.

Please contact Lance Young, Senior Landman with Spur Energy Partners LLC, by phone at (832) 982-1088 if you have questions regarding this matter.

Sincerely,

/s/ Dana S. Hardy

Dana S. Hardy

Enclosure

Spur Energy Partners LLC Case No. 23347 Exhibit C-1

PO BOX 10 ROSWELL, NEW MEXICO 88202 (575) 622-6510 FAX (575) 623-9332 7601 JEFFERSON ST NE · SUITE 180 ALBUQUERQUE, NEW MEXICO 87109 505-858-8320 (FAX) 505-858-8321 PO BOX 2068 SANTA FE, NEW MEXICO 87504 (505) 982-4554 FAX (505) 982-8623

APPLICATION OF SPUR ENERGY PARTNERS LLC FOR COMPULSORY POOLING, LEA COUNTY, NEW MEXICO

CASE NO. 23347

NOTICE LETTER CHART

PARTY	NOTICE LETTER SENT	RETURN RECEIVED
BXP Partners V, L.P.	02/03/23	02/13/23
P.O. Box 7227		
Dallas, TX 75209		
Carol Nantker Family Trust dated	02/03/23	02/13/23
September 3, 1998		
957 La Senda		
Santa Barbara, CA 93105		
Devon Energy Production Company	02/03/23	02/10/23
333 West Sheridan Avenue		
Oklahoma City, OK 73102		
Cara Lyn Gant	02/03/23	02/13/23
11810 N 55th St.		
Scottsdale, AZ 85254		
Wade H. Hover	02/03/23	Latest USPS Update
101 Church Street, Ste. 12		(Last Checked 02/27/23):
Los Gatos, CA 95030		00/10/00 70 11
		02/12/23 – Delivery
D. I II	00/00/00	attempted.
Robert Iles	02/03/23	02/17/23
P.O. Box 2922		
Pinetop, AZ	02/02/22	02/10/22
Jack A. Nicholson Living Trust	02/03/23	02/10/23
dated February 22, 2010		
Jack A. Nicholson, Trustee		
1779 110th Ave.		
Ellis, KS 67637	02/03/23	02/08/23
James S. Malott GST Exempt Trust dated September 8, 2011	02/03/23	02/08/23
James S. Malott, Trustee		
P.O. Box 555		
Tiburon, CA 94920		
Lowe Partners, LP	02/03/23	02/15/23
1717 West 6 th St., Suite 470	02/03/23	02/13/23
Austin, TX 78703		
Lowe Royalty Partners, LP	02/03/23	02/15/23
1717 West 6 th St., Suite 470	02,03,23	02/13/23
Austin, TX 78703		
11000111, 111 10100		

Spur Energy Partners LLC Case No. 23347 Exhibit C-2

APPLICATION OF SPUR ENERGY PARTNERS LLC FOR COMPULSORY POOLING, LEA COUNTY, NEW MEXICO

CASE NO. 23347

NOTICE LETTER CHART

Lowe Partners 4400 Post Oak Parkway, #2150 Houston, TX 77027	02/03/23	02/10/23
Lowe Royalty Partners, LP 4400 Post Oak Parkway, #2150 Houston, TX 77027	02/03/23	02/10/23
Lucinda Malott GST Exempt Trust dated September 8, 2011 Lucinda Malott, Trustee 957 La Senda Santa Barbara, CA 93105	02/03/23	02/13/23
Mccombs Energy, Ltd. 750 E. Mulberry Avenue, Ste 403 San Antonio, TX 78212	02/03/23	02/08/23
Occidental Permian Limited Partnership 5 Greenway Plaza, Ste 110 Houston, TX 77046	02/03/23	02/13/23
Oscar C. and Jean F. Wigman Revocable Trust, dated March 31, 1982 Oscar C. Wigman and Jean F. Wigman, Trustees 30613 N 137th Ave. Peoria, AZ 85383	02/03/23	02/08/23
Laura Hover Parkes 1307 Danielson Rd. Santa Barbara, CA 93108	02/03/23	Latest USPS Update (Last Checked 02/27/23): 02/07/23 – Delivered to the front desk, reception area, or mail room.
Paulette I. Harp Living Trust dated September 15, 2009 Paulette I. Harp, Trustee 1807 Maple St. Ellis, KS 67637	02/03/23	Latest USPS Update (Last Checked 02/27/23): 02/06/23 – Delivered to an individual at the address.

APPLICATION OF SPUR ENERGY PARTNERS LLC FOR COMPULSORY POOLING, LEA COUNTY, NEW MEXICO

CASE NO. 23347

NOTICE LETTER CHART

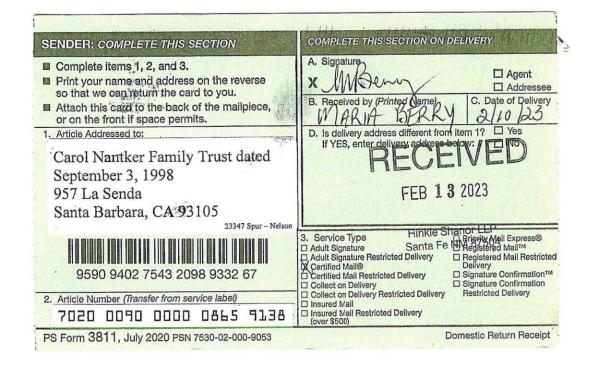
Raybaw Operating, LLC	02/03/23	Latest USPS Update
2626 Cole Avenue, Ste 300		(Last Checked 02/27/23):
Dallas, TX 75204		
		02/10/23 – Item in transit
		to next facility.
Section 15 Education Trust	02/03/23	Latest USPS Update
101 Church Street, Ste. 12		(Last Checked 02/27/23):
Los Gatos, CA 95030		
		02/12/23 – Delivery
		attempted.

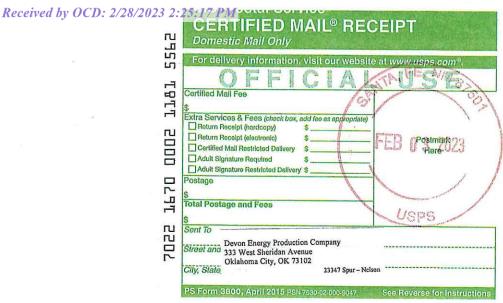


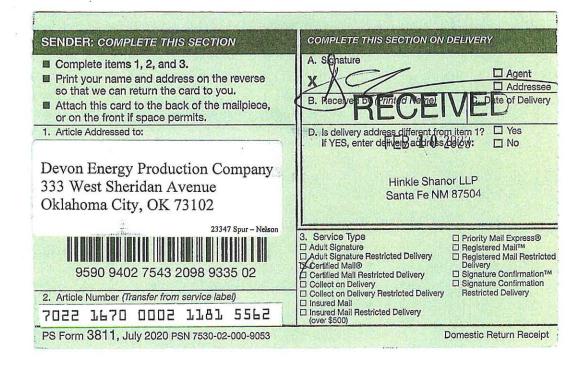
SENDER: COMPLETE THIS SECTION	COMPLETE THIS SECTION ON DELIVERY
 Complete items 1, 2, and 3. Print your name and address on the reverse so that we can return the card to you. Attach this card to the back of the mailpiece, or on the front if space permits. 	A. Signature B. Received by (Brinted Name) C. Date of Delivery
BXF Partners V, L.P. P.O Box 7227 Dallas, TX 75209	D. Is delivery address different from item 1?
23347 Spur - Nelson 9590 9402 7543 2098 9335 26 2. Article Number (Transfer from service label) 7022 1670 0002 1181 6668	3. Service Type □ Adult Signature □ Adult Signature Restricted Delivery □ Certified Mail □ Collect on Delivery Anta Fe NM 87502 □ Collect on Delivery Restricted Delivery □ Insured Mail □ Insured Mail □ Insured Mail Restricted Delivery □ Insured Mail Restricted Delivery □ Insured Mail Restricted Delivery
PS Form 3811, July 2020 PSN 7530-02-000-9053	(over \$500) Domestic Return Receipt

Spur Energy Partners LLC Case No. 23347 Exhibit C-3

38	CERTIFIED MAIL® RECEIPT Domestic Mail Only				
1	For delivery information, visit our website at www.usps.com*.				
щ					
980	Certified Mail Fee				
0000	Extra Services & Fees (check box, add fee as appropriate) Return Receipt (hardcopy) S Return Receipt (electronic) S Certified Mail Restricted Delivery Here He				
0 0600	Adult Signature Restricted Delivery \$				
	Total Postage and Fees				
7020	Sent To Carol Nantker Family Trust dated September 3, Sireet and Apt. 198 957 La Senda City, Slate, ZiP. 23347 Spur - Nelson				
	PS Form 3800, April 2015 PSN 7530-02-000-9047 See Reverse for Instructions				



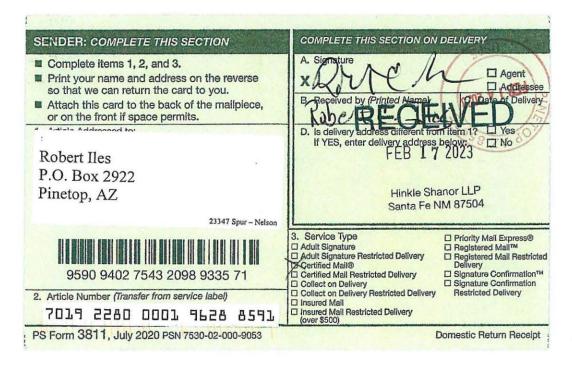




34	CERTIFIED MAIL® RECEIPT Domestic Mail Only
57	For delivery information, visit our website at www.usps.com
0002 1181	Certified Mail Fee \$ Extra Services & Fees (check box, add fee as appropriate) Return Receipt (hardcopy) \$ Return Receipt (electronic) \$ Certified Mail Restricted Delivery \$ Adult Signature Required \$ Adult Signature Restricted Delivery \$
1670	Postage \$ Total Postage and Fees \$
7022	Street and Cara Lyn Gant 11810 N 55th St. Scottsdale, AZ 85254 City, State, 23347 Spur - Nelson

SENDER: COMPLETE THIS SECTION	COMPLETE THIS SECTION ON DELIVERY
 Complete items 1, 2, and 3. Print your name and address on the reverse so that we can return the card to you. Attach this card to the back of the mailpiece, or on the front if space permits. 	A. Signature X
1. Article Addressed to:	D. Is delivery address different from item 1? Yes If YES, enter delivery address below:
Cara Lyn Gant	RECEIVED
11810 N 55th St	4 0 0000
Scottsdale, AZ 85254	FEB 1 3 2023
23347 Spur – Nelson	
9590 9402 7543 2098 9335 33	3. Service Type
2. Article Number (Transfer from service label)	Collect on Delivery Restricted Delivery Restricted Delivery
7022 1670 0002 1181 5234	
PS Form 3811, July 2020 PSN 7530-02-000-9053	Domestic Return Receipt





5241	CERTIFIED MAIL® RECEIPT Domestic Mail Only
52	For delivery information, visit our website at www.usps.com
11181	Certified Mail Fee \$ Extra Services & Fees (check box, add fee as appropriate) Return Receipt (hardcopy) \$
0005	Return Receipt (hardcopy) Return Receipt (electronic) Postmerk
1670	Postage \$ Total Postage and Fees
7022	Sent To Jack A. Nicholson Living Trust dated February 22, 2010 Street and Apt. Jack A. Nicholson, Trustee 1779 110th Ave. Ellis, KS 67637 23347 Spur – Nelson
	PS Form 3800, April 2015 PSN 7530-02-000-9047 See Reverse for Instructions

SENDER: COMPLETE THIS SECTION	COMPLETE THIS SECTION ON DELIVERY	
Complete items 1, 2, and 3. Print your name and address on the reverse so that we can return the card to you. Attach this card to the back of the mailpiece, or on the front if space permits. Acticle Addressed to: Jack A. Nicholson Living Trust dated February 22, 2010 Jack A. Nicholson, Trustee 1779 110th Ave. Ellis, KS 67637	A. Signature X. Jack Calcasta Agent Addressee B. Received by (Printed Name) C. Date of Delivery C. Date of Del	
9590 9402 7543 2098 9335 40 2. Article Number (Transfer from service label) 7022 1670 0002 1181 5241	3. Service Type	
PS Form 3811, July 2020 PSN 7530-02-000-9053	Domestic Return Receipt	

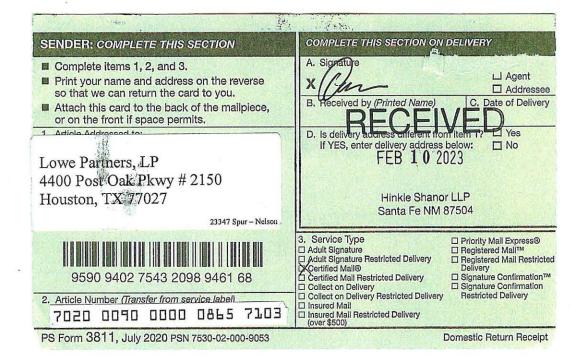




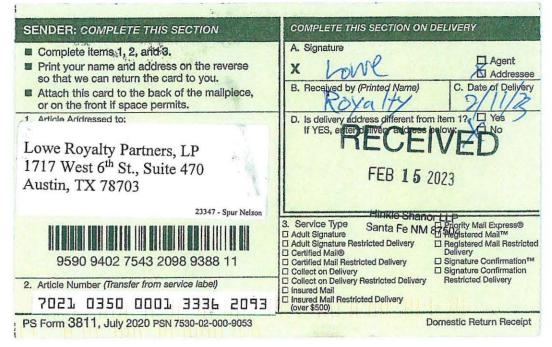




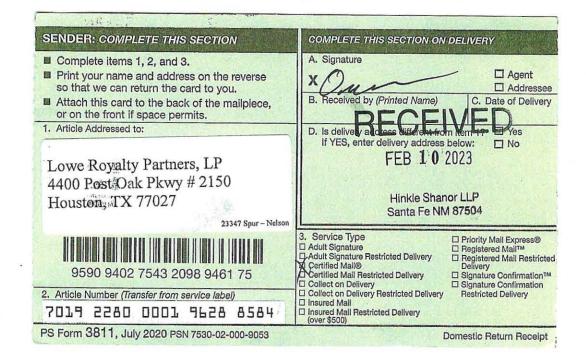








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	Extra Services & Fees (check box, add fee as appropriate)		
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חחח	Return Receipt (electronic) \$ Postmark Certified Mall Restricted Delivery \$ Here		
=	Adult Signature Required \$ 5000		
	Adult Signature Required Adult Signature Restricted Delivery \$ 3 2023		
_	Postage		
0			
	Total Postage and Fees		
u			
Г	Sent To Lowe Royalty Partners, LP		
7	Lowe Royalty Partners, LP		
レコエコ	Street and A 4400 Post Oak Pkwy # 2150 Houston, TX 77027 23347 Spur - Nelson		
	City, State, 2		





SENDER: COMPLETE THIS SECTION	COMPLETE THIS SECTION ON DELIVERY
Complete items 1, 2, and 3. Print your name and address on the reverse so that we can return the card to you. Attach this card to the back of the mailpiece, or on the front if space permits. Article Addressed to: Lucinda Malott GST Exempt Trust dated September 8, 2011 Lucinda Malott, Trustee 957 La Senda Santa Barbara, CA 93105	A. Signature A. Signature Addressee B. Raceived by (Printed Name) D. Is delivery address different from item 1? Yes If YES, enter delivery address below: RECEIVED FEB 13 2023
9590 9402 7543 2098 9461 51 2. Article Number (<i>Transfer from service label</i>)	3. Service Typelinkle Shanor LLP ☐ Priority Mail Express® ☐ Adult Signature The NM 87504 ☐ Registered Mail™ ☐ Adult Signature The Stricted Delivery ☐ Certified Mail® ☐ Certified Mail Restricted Delivery ☐ Collect on Delivery ☐ Collect on Delivery ☐ Insured Mail
7020 0090 0000 0865 7097	☐ Insured Mail Restricted Delivery (over \$500)
PS Form 3811, July 2020 PSN 7530-02-000-9053	Domestic Return Receipt

	CERTIFIED MAIL® RECEIPT
73	Domestic Mail Only
7073	For delivery information, visit our website at www.usps.com .
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	Return Receipt (hardcopy)
0000	Return Receipt (electronic) Postmark Certified Mail Restricted Delivery Here Adult Signature Restricted D
0600	Postage \$
	Total Postage and Fees
7020	Sent To Mccombs Energy, Ltd. Co. 403
70	Street and Ap 750 E. Mulberry Avenue, Ste 403 San Antonio, TX 78212 City, State, Zh 23347 Spur - Nelson
	PS Form 3800, April 2015 PSN 7530-02-000-9047 See Reverse for Instructions



7080	CERTIFIED MAIL® RECEIPT Domestic Mail Only
70	For delivery information, visit our website at www.usps.com®.
L)	OFFICIAL USE
980	Certified Mail Fee
0000	Extra Services & Fees (check box, add fee as appropriate) Return Receipt (nardcopy) \$ 2023 Return Receipt (olectronic) \$ Postmark Contilied Mail Restricted Delivery \$ Here Adult Signature Restricted Delivery \$
0600	Postage \$ Total Postage and Fees
7020	\$ Sent To Street and 5 Greenway Plaza, Ste 110 Houston, TX 77046 City, State, . 23347 Spur - Nelson
	PS Form 3800, April 2015 PSN 7530-02-000-9047 See Reverse for Instructions

SENDER: COMPLETE THIS SECTION	COMPLETE THIS SECTION ON I	DELIVERY
Complete items 1, 2, and 3. Print your name and address on the reverse so that we can return the card to you. Attach this card to the back of the mailpiece, or on the front if space permits.	A. Signature X B. Received by (Printed Name)	Agent Addressee C. Date of Delivery
Occidental Permian Limited Partnership 5 Greenway Plaza, Ste 110 Houston, TX 77046	D. Is delivery address different from If YES, enter delivery address to RECEIVE	pelow: No
23347 Spur – Nelson	FEB 1 3 2023	
9590 9402 7543 2098 9461 99 2. Article Number (<i>Transfer from service label</i>) 7020 0090 0000 0865 7086	Adult Signature Adult Signature Adult Signature Adult Signature Adult Signature Adult Signature Collect Signature Collect on Delivery Collect on Delivery Collect on Delivery Restricted Delivery Insured Mail Insured Mail Restricted Delivery	☐ Priority Mall Express®☐ Registered Mall™☐ Registered Mail Restricted Delivery☐ Signature Confirmation™☐ Signature Confirmation Restricted Delivery☐
PS Form 3811, July 2020 PSN 7530-02-000-9053	(over \$500)	omestic Return Receipt

먑	CERTIFIED MAIL® RECEIPT Domestic Mail Only		
53	For delivery information, visit our website at www.usps.com®.		
37	OFFICIAL USE		
777	\$ S. P. N. N. 85		
2000	Certified Mail Fee \$ Extra Services & Fees (check box, add fee as appropriate) Return Receipt (nardcopy) Return Receipt (electronic) Certified Mail Restricted Delivery \$ Adult Signature Required Adult Signature Restricted Delivery \$		
1670	Postage \$ Total Postage and Fees		
7022	Sont To Oscar C. and Jean F. Wigman Revocable Trust, dated March 31, 1982 Street and Ap Oscar C. and Jean F. Wigman, Trustees 30613 N 137th Ave. Peoria, AZ 85383 23347 Spur - Nelson		
	PS Form 3800, April 2015 PSN 7530-02-000-9047 See Reverse for Instructions		

SENDER: COMPLETE THIS SECTION	COMPLETE THIS SECTION ON DELIVERY
 Complete items 1, 2, and 3. Print your name and address on the reverse so that we can return the card to you. Attach this card to the back of the mailpiece, or on the front if space permits. 	A. Signature Agent Addressee B. Received by (Printed Name) C. Date of Delivery
1. Article Addressed to:	D. Is delivery address different from item 1? Yes If YES, enter delivery address below: No
Oscar C. and Jean F. Wigman Revocable Trust, dated March 31, 1982	RECEIVED
Oscar C. and Jean F. Wigman, Trustees	
30613 N 137th Ave.	FEB - 8 2023
Peoria, AZ 85383	1 EB 0 COLO
23347 Spur – Nelson	
9590 9402 7543 2098 9462 50	3. Service Tydelinkle Shanor LLP □ Adult Signatue anta Fe NM 87504 □ Adult Signatue Restricted Delivery □ Certified Mail® □ Certified Mail® □ Certified Mail Restricted Delivery □ Certified Mail Restricted Delivery
Article Number (Transfer from service label)	' ☐ Collect on Delivery ☐ Signature Confirmation ☐ Collect on Delivery Restricted Delivery Restricted Delivery
7022 1670 0002 1181 5326	☐ Insured Mail ☐ Insured Mail Restricted Delivery (over \$500)
PS Form 3811, July 2020 PSN 7530-02-000-9053	Domestic Return Receipt

58	U.S. Postal Service™ CERTIFIED MAIL® RECEIPT Domestic Mail Only	
27	For delivery information, visit our website at www.usps.com®.	
1181	OFFICIAL USES	
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1670	Postage \$ Total Postage and Fees USPS	
7022	Sent To Street and Wade H. Hover 101 Church Street, Ste. 12 City, State, Los Gatos, CA 95030 23347 Spur - Nelson	
	PS Form 3800, April 2015 PSN 7530-02-000-9047 See Reverse for Instructions	

USPS Tracking®

FAQs >

Tracking Number:

Remove X

70221670000211815258

Copy Add to Informed Delivery (https://informeddelivery.usps.com/)

Latest Update

This is a reminder to arrange for redelivery of your item or your item will be returned to sender.

Get More Out of USPS Tracking:

USPS Tracking Plus®

Delivery Attempt

Reminder to Schedule Redelivery of your item

February 12, 2023

Notice Left (No Authorized Recipient Available)

LOS GATOS, CA 95030 February 7, 2023, 9:00 am

Out for Delivery

LOS GATOS, CA 95030 February 7, 2023, 7:23 am

Arrived at Post Office

LOS GATOS, CA 95030 February 7, 2023, 7:12 am

In Transit to Next Facility

February 6, 2023

Departed USPS Regional Facility

SAN JOSE CA DISTRIBUTION CENTER

Feedbac

February 6, 2023, 12:15 pm

Arrived at USPS Regional Facility

SAN JOSE CA DISTRIBUTION CENTER February 6, 2023, 1:06 am

Departed USPS Facility

ALBUQUERQUE, NM 87101 February 3, 2023, 9:36 pm

Arrived at USPS Facility

ALBUQUERQUE, NM 87101 February 3, 2023, 9:03 pm

Hide Tracking History

Text & Email Updates	~
USPS Tracking Plus®	~
Product Information	~
See Less ^	
Track Another Package	
Enter tracking or barcode numbers	

Need More Help?

Contact USPS Tracking support for further assistance.

m m	U.S. Postal Service™ CERTIFIED MAIL® RECEIPT Domestic Mail Only
53	For delivery information, visit our website at www.usps.com®.
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1670	Postage \$
	Total Postage and Fees S
7022	Sent To Laura Hover Parkes Street and Apt. h 1307 Danielson Rd. Santa Barbara, CA 93108 City, State, ZIP+ 23347 Spur - Nelson
	PS Form 3800, April 2015 PSN 7530-02-000-9047 See Reverse for Instructions

FAQs >

Remove X

Tracking Number:

70221670000211815333

Copy Add to Informed Delivery (https://informeddelivery.usps.com/)

Latest Update

Your item was delivered to the front desk, reception area, or mail room at 9:17 am on February 7, 2023 in SANTA BARBARA, CA 93108.

Get More Out of USPS Tracking:

USPS Tracking Plus®

Delivered

Delivered, Front Desk/Reception/Mail Room

SANTA BARBARA, CA 93108 February 7, 2023, 9:17 am

Available for Pickup

SANTA BARBARA, CA 93108 February 6, 2023, 5:08 pm

Out for Delivery

SANTA BARBARA, CA 93103 February 6, 2023, 8:15 am

Arrived at Post Office

SANTA BARBARA, CA 93103 February 6, 2023, 8:04 am

Departed USPS Regional Facility

SANTA BARBARA CA DISTRIBUTION CENTER February 5, 2023, 3:11 pm

Arrived at USPS Regional Facility

SANTA BARBARA	A CA DISTRIBUTION CENTER
February 5, 2023,	12:43 pm

In Transit to Next Facility

February 4, 2023

Departed USPS Facility

ALBUQUERQUE, NM 87101 February 3, 2023, 9:36 pm

Arrived at USPS Facility

ALBUQUERQUE, NM 87101 February 3, 2023, 9:04 pm

Hide Tracking History

Text & Email Updates	~
USPS Tracking Plus®	~
Product Information	~
See Less ^	
Track Another Package	
Enter tracking or barcode numbers	

Need More Help?

Contact USPS Tracking support for further assistance.

	U.S. Postal Service RECEIPT
88	Domestic Mail Only
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ū	Paulette I. Harp Living Trust dated September 13, 2009
705	Filis KS 67637
•	City, State, Zil 23347 Spur - Nelson
	PS Form 3800, April 2015 PSN 7530-02-000-9047 See Reverse for Instructions

FAQs >

Remove X

Tracking Number:

70221670000211815388

Copy Add to Informed Delivery (https://informeddelivery.usps.com/)

Latest Update

Your item was delivered to an individual at the address at 10:53 am on February 6, 2023 in ELLIS, KS 67637.

Get More Out of USPS Tracking:

USPS Tracking Plus®

Delivered

Delivered, Left with Individual

ELLIS, KS 67637 February 6, 2023, 10:53 am

Departed USPS Regional Facility

WICHITA KS DISTRIBUTION CENTER February 5, 2023, 4:17 pm

Arrived at USPS Regional Facility

WICHITA KS DISTRIBUTION CENTER February 5, 2023, 10:48 am

In Transit to Next Facility

February 4, 2023

Departed USPS Facility

ALBUQUERQUE, NM 87101 February 3, 2023, 9:36 pm

Arrived at USPS Facility

Feedbac

ALBUQUERQUE, NM 87101 February 3, 2023, 9:04 pm

Hide Tracking History

Text & Email Updates	~
USPS Tracking Plus®	~
Product Information	~
See Less ^	
rack Another Package	
Enter tracking or barcode numbers	

Need More Help?

Contact USPS Tracking support for further assistance.

Ear delivery i	nformation	vicit our w	obcita at i	www.usps.com	- C
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		uc		VSP3	
Post					

FAQs >

Remove X

Tracking Number:

70221670000211815371

Copy Add to Informed Delivery (https://informeddelivery.usps.com/)

Latest Update

Your package is moving within the USPS network and is on track to be delivered to its final destination. It is currently in transit to the next facility.

Get More Out of USPS Tracking:

USPS Tracking Plus®

Delivered

Out for Delivery

Preparing for Delivery

Moving Through Network

In Transit to Next Facility

February 10, 2023

Departed USPS Regional Facility

DALLAS TX DISTRIBUTION CENTER February 6, 2023, 12:24 am

Arrived at USPS Regional Facility

DALLAS TX DISTRIBUTION CENTER February 4, 2023, 10:04 pm

Departed USPS Facility

ALBUQUERQUE, NM 87101 February 3, 2023, 9:36 pm Arrived at USPS Facility
ALBUQUERQUE, NM 87101
February 3, 2023, 9:03 pm

Hide Tracking History

Text & Email Updates	~
USPS Tracking Plus®	~
Product Information	~
See Less 🔨	
Track Another Package	
Enter tracking or barcode numbers	

Need More Help?

Contact USPS Tracking support for further assistance.

+===	CERTIFIED MAIL® RECEIPT Domestic Mail Only
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9	Certified Mail Fee
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	Adult Signature Restricted Delivery \$
3	Postage
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1	Sent To
]	Section 15 Education Trust
'	Street and Apt. 1 101 Church Street, Ste, 12
	Los Gatos, CA 95030 City, State, ZiP+ 23347 Spur - Nelson

FAQs >

Tracking Number:

Remove X

70221670000211815364

Copy Add to Informed Delivery (https://informeddelivery.usps.com/)

Latest Update

This is a reminder to arrange for redelivery of your item or your item will be returned to sender.

Get More Out of USPS Tracking:

USPS Tracking Plus®

Delivery Attempt

Reminder to Schedule Redelivery of your item

February 12, 2023

Notice Left (No Authorized Recipient Available)

LOS GATOS, CA 95030 February 7, 2023, 9:00 am

Out for Delivery

LOS GATOS, CA 95030 February 7, 2023, 7:23 am

Arrived at Post Office

LOS GATOS, CA 95030 February 7, 2023, 7:12 am

In Transit to Next Facility

February 6, 2023

Departed USPS Regional Facility

SAN JOSE CA DISTRIBUTION CENTER

Feedbac

February 6, 2023, 12:15 pm

Arrived at USPS Regional Facility

SAN JOSE CA DISTRIBUTION CENTER February 6, 2023, 1:06 am

Departed USPS Facility

ALBUQUERQUE, NM 87101 February 3, 2023, 9:36 pm

Arrived at USPS Facility

ALBUQUERQUE, NM 87101 February 3, 2023, 9:03 pm

Hide Tracking History

Text & Email Updates	~
USPS Tracking Plus®	~
Product Information	~
See Less 🔨	
Track Another Package	
Enter tracking or barcode numbers	

Need More Help?

Contact USPS Tracking support for further assistance.

Affidavit of Publication

STATE OF NEW MEXICO COUNTY OF LEA

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

> Beginning with the issue dated February 10, 2023 and ending with the issue dated February 10, 2023.

Publisher

Sworn and subscribed to before me this 10th day of February 2023.

sie Ruth Black

Business Manager

My commission expires

January 29, 2027

STATE OF NEW MEXICO (Seal) NOTARY PUBLIC GUSSIE RUTH BLACK **COMMISSION # 1087528** COMMISSION EXPIRES 01/29/2027

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

LEGAL NOTICE February 10, 2023

This is to notify all interested parties, including Devon Energy Production Company, Mccombsi Energy, Ltd., Occidental Permian Limited Partnership, Raybaw Operating, LLC, BXP Partners, V, L.P., Cara Lyn Gant, Carol Nantker Family Trust dated September 3, 1998, Jack A. Nicholson Living Trust dated February 22, 2010; Jack A. Nicholson, Trustee, James S. Malott GST Exempt Trust dated September 8, 2011; James S. Malott, Trustee, Laura Hover Parkes, Lowe Partners, L.P., Lowe Royalty, Partners, L.P., Lucinda Malott, GST Exempt Trust, dated September 8, 2011; Lucinda Malott, Trustee, Oscar C. and Jean F. Wigman Revocable Trust, dated March 31, 1982; Oscar C. Wigman and Jean F. Wigman, Trustees, Paulette I. Harp, Trustee, Robert Iles, as separate property; Section 15 Education Trust; Wade H. Hover; and their successors and assigns, that the New Mexico Oil Conservation Division will conduct a hearing on an application submitted by Spur Energy Partners LLC (Case No. 23347). The hearing will be conducted remotely on March 2, 2023, beginning at 8:15 a.m. To participate in the electronic hearing, see the instructions posted on the OCD Hearings website for that date: https://www.emrrd.nm.gov/ocd/hearing-info/. Applicant applies for an order pooling all uncommitted interests in the Yeso formation that date: https://www.emnrd.nm.gov/ocd/hearing-info/. Applicant applies for an order pooling all uncommitted interests in the Yeso formation underlying a 320-acre, more or less, standard horizontal spacing unit comprised of the E/2 of Section 10, Township 17 South, Range 32 East, Lea County, New Mexico ("Unit"). Applicant seeks to dedicate the Unit to the following proposed wells ("Wells"): Nelson 10 Federal #10H, Nelson 10 Federal #20H, and Nelson 10 Federal #70H, to be drilled from a surface hole location in the NW/4 NE/4 (Unit B) of Section 15. Township 17 South, Range (Unit B) of Section 15, Township 17 South, Range 32 East, to a bottom hole location in the NW/4 NE/4 (Unit B) of Section 10, Township 17 South, Range 32 East, and the Nelson 10 Federal #11H, Nelson 10 Federal #60H, and Nelson 10 Federal #71H, to be Federal #60H, and Nelson 10 Federal #71H, Nelson 10 Federal #71H, to be drilled from a surface hole location in the NE/4 NE/4 (Unit A) of Section 15, Township 17 South, Range 32 East, to a bottom hole location in the NE/4 NE/4 (Unit A) of Section 10, Township 17 South, Range 32 East. The completed intervals of the wells will be orthodox. The completed interval of the Nelson 10 Federal #20H well will be located within 330' of the quarter-quarter section line separating the E/2 E/2 and E/2 W/2 of Section 10 to allow for the creation of a 320-acre standard horizontal spacing unit. Also to be considered will be the cost of drilling and completing the wells and the allocation of the costs, the designation of Applicant as the operator of the Wells, and a 200% charge for the risk involved in drilling and completing the Wells. The Wells are located approximately 1.25 miles south-southeast of Maljamar, New Mexico.

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Spur Energy Partners LLC Case No. 23347 Exhibit C-4