<u>District I</u> (575) 393-6161 1625 N. French Dr., Hobbs, NM 88240 <u>District II</u> (575) 748-1283 811 S. First St., Artesia, NM 88210 <u>District III</u> (505) 334-6178 1000 Rio Brazos Road, Aztec, NM 87410 <u>District IV</u> (505) 827-8198 1220 S. St. Francis Dr., Santa Fe, NM 87505

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

Form C-106 Revised August 1, 2011

Oil Conservation Division 1220 South St. Francis Dr. Santa Fe, NM 87505

ACT Permit No. C106-899-A

#### NOTICE OF INTENTION TO UTILIZE AUTOMATIC CUSTODY TRANSFER EQUIPMENT

| Operator Enduring Resources IV, LLC  |  |
|--|--|
| Address 200 Energy Court Farmington, NM 87401  | CountySan Juan_  |
| Lease(s) to be served by this ACT Unit: NMNM130812A (S. Pool(s) to be served by this ACT Unit Rusty Gallup Oil Pool (  |  |
| Location of ACT System: Unit <u>F</u> Section <u>26</u> Order No. authorizing commingling between leases if more than one  |  |
| R-14347 Order No. authorizing commingling between pools if more than one p   | Date 5/15/2017 pool is to be served by this system   |
| <u>N/A</u>   |  |
| Authorized transporter of oil from this system <u>Marathon Petr</u>  | oleum (FKA Western Refining Company)   |
| Transporter's address 6500 Trowbridge  | e Drive El Paso, TX 79905  |
| If system fails to transfer oil due to malfunction or otherwise, waste by CHECK ONE: A. Automatic shut-down facilities B. as required by 19.15.18.15.C(8) NMAC  If "A" above is checked, will flowing wells be shut-in at the header materials.                                  | Providing adequate available capacity to receive production during maximum unattended time of lease operation 19.15.18.15.C(9) NMAC nanifold or at the wellhead? |
| <u>NA</u>  | Maximum well-head shut-in pressureN/A  |
| If "B" above is checked, how much storage capacity is available above  | ve the normal high working level of the  |
| surge tank150BBLS.  What is the normal maximum unattended time of lease operation? What device will be used for measuring oil in this ACT unit?  CHECK ONE: Positive displacement meter  | Sixteen (16) Hours.  Weir-type measuring vessel  |
| Positive volume metering chamber   | Other; describe <u>Coriolis Meter</u>  |
| Remarks: This LACT will be selling to pipeline.  |  |
| OPERATOR: I hereby certify above information is true and complete to best of my knowledge and subject ACT system will be installed and operated in accordance with Rule 19.15.18.15 NMAC. Approval of this Form C-106 does not eliminate necessity of an approved C-104 prior to | OIL CONSERVATION DIVISION  R Molline   |
| running any oil or gas from this system.   | Approved by:   |
|  | 1 III : 11 Define le come Empire e m   |
| Printed Name & Title_Heather Huntington, Permitting Tech   | Title: Petroleum Engineer  |
| Printed Name & Title_Heather Huntington, Permitting Tech  E-mail Addresshuntington@enduringresources.com   | Date: 11/18/2021 C106-899-A supersedes C106-899  |

<u>INSTRUCTIONS</u>: Submit one copy of Form C-106 with following attachments to appropriate district office.

- 1) Lease plat showing all wells which will be produced in ACT system.
- 2) Schematic diagram of battery and ACT equipment showing all major components and means employed to prove accuracy of measuring device.
- 3) Letter from transporter agreeing to utilization of ACT system as shown on schematic diagram.

## NOTICE OF INTENTION TO UTILIZE AUTOMATIC CUSTODY TRANSFER EQUIPMENT S ESCAVADA UNIT 352H/353H/354H/347H/350H/351H PIPELINE LACT UNIT:

#### WELLS TO BE SERVED BY PIPELINE LACT UNIT:

- S ESCAVADA UNIT 352H / API # 30-043-21323/ UNIT F Sec. 26, T22N, R7W, NMPM
- S ESCAVADA UNIT 353H / API # 30-043-21320/ UNIT F Sec. 26, T22N, R7W, NMPM
- S ESCAVADA UNIT 354H / API # 30-043-21319/ UNIT F Sec. 26, T22N, R7W, NMPM
- S ESCAVADA UNIT 347H/ API # 30-043-21349/ UNIT I Sec. 27, T22N, R7W, NMPM
- S ESCAVADA UNIT 350H/ API # 30-043-21318/ UNIT I Sec. 27, T22N, R7W, NMPM
- S ESCAVADA UNIT 351H/ API # 30-043-21317/ UNIT I Sec. 27, T22N, R7W, NMPM

#### 19.15.18.15 AUTOMATIC CUSTODY TRANSFER EQUIPMENT:

- A. Oil shall be received and measured in facilities of an approved design. The facilities shall permit the testing of each well at reasonable intervals and may be comprised of manually gauged, closed stock tanks for which the operator of the ACT system has prepared proper strapping tables, or of ACT equipment. The division shall permit ACT equipment's use only after the operator complies with the following. The operator shall file with the division form C-106 and receive approval for use of the ACT equipment prior to transferring oil through the ACT system. The carrier shall not accept delivery of oil through the ACT system until the division has approved form C-106.
  - Summary is attached to Form C-106 Notice of Intent to Utilize Automatic Custody Transfer Equipment
- **B.** The operator of the ACT system shall submit form C-106 to the appropriate division district office, which is accompanied by the following:
  - (1) plat of the lease showing all wells that the any well operator will produce into the ACT system;
  - Attached as part of Form C-106 Notice of Intent
- (2) schematic diagram of the ACT equipment, showing on the diagram all major components such as surge tanks and their capacity, extra storage tanks and their capacity, transfer pumps, monitors, reroute valves, treaters, samplers, strainers, air and gas eliminators, back pressure valves and metering devices (indicating type and capacity, *i.e.* whether automatic measuring tank, positive volume metering chamber, weir-type measuring vessel or positive displacement meter); the schematic diagram shall also show means employed to prove the measuring device's accuracy; and
  - Attached as part of Form C-106 Notice of Intent
  - (3) letter from transporter agreeing to utilization of ACT system as shown on schematic diagram.
  - Attached as part of Form C-106 Notice of Intent
- C. The division shall not approve form C-106 unless the operator of the ACT system will install and operate the ACT system in compliance with the following requirements.
- (1) Provision is made for accurate determination and recording of uncorrected volume and applicable temperature, or of temperature corrected volume. The system's overall accuracy shall equal or surpass manual methods.
  - The LACT system is more accurate when compared to a manual tank sale. It is proved per BLM Onshore Order #4 <u>Measurement of Oil</u> and API MPMS Chapter 4 <u>Proving Systems</u>; with a volumetric prover that meets the requirements set forth in Onshore Order #4. The LACT also has a temperature RTD which will be calibrated semi-annually, unless more frequent verification is requested by the division.
- (2) Provision is made for representative sampling of the oil transferred for determination of API gravity and BS&W content.
  - The LACT is equipped with a flow proportional sampler (sample probe and actuated valve). The sampled fluid is stored in a sealed cylinder that is used for API gravity and S&W determination.
- (3) Provision is made if required by either the oil's producer or the transporter to give adequate assurance that the ACT system runs only merchantable oil.
  - The LACT is equipped with a water cut analyzer that communicates with the flow computer. When the S&W set point is reached the divert valve will engage sending non-merchantable oil to a divert tank. The set point can be adjusted in the flow computer but only if agreed upon by both shipper and producer.

- (4) Provision is made for set-stop counters to stop the flow of oil through the ACT system at or prior to the time the allowable has been run. Counters shall provide non-reset totalizers that are visible for inspection at all times.
  - The Coriolis meter has non-resettable totalizer which is always visibly available on the LCD display.
- (5) Necessary controls and equipment are enclosed and sealed, or otherwise arranged to provide assurance against, or evidence of, accidental or purposeful mismeasurement resulting from tampering.
  - Required ports are sealed and tracked in the seal log.
- (6) The ACT system's components are properly sized to ensure operation within the range of their established ratings. All system components that require periodic calibration or inspection for proof of continued accuracy are readily accessible; the frequency and methods of the calibration or inspection shall be as set forth in Paragraph (12) of Subsection C of 19.15.18.15 NMAC.
  - The Coriolis is proved per BLM Onshore Order #4 Measurement of Oil and API MPMS Chapter 4 Proving Systems; with a volumetric prover that meets the requirements set forth in Onshore Order #4. The prover is NIST traceable and water drawn on a bi-annual basis. Proving will be consistent with Onshore Order #4, unless a variance is granted by the Division. NMOCD representatives are sent the schedule to witness if desired. The temperature transmitter is verified on a semi-annual basis, unless more frequent verification is requested by the Division. The water cut analyzer is calibrated as needed.
- (7) The control and recording system includes adequate fail-safe features that provide assurance against mismeasurement in the event of power failure, or the failure of the ACT system's component parts.
  - In the event of power failure, the divert valve mechanically goes to "failed state" and no longer sales oil but only sends it to the divert tank.
  - All of the historized volume data is stored in flow computer memory with battery backup and is
    also transmitted by SCADA, multiple times a day, to an office server. So even during a power
    failure no oil volume is lost.
  - In the event of a malfunction, the LACT unit is programmed to shut off and divert valve is forced to close and no longer sales oil but only sends it to the divert tank. The malfunction is also logged by the flow computer.
- (8) The ACT system and allied facilities include fail-safe equipment as may be necessary, including high level switches in the surge tank or overflow storage tank that, in the event of power failure or malfunction of the ACT or other equipment, will shut down artificially lifted wells connected to the ACT system and will shut in flowing wells at the well-head or at the header manifold, in which latter case the operator of the ACT system shall pressure test all flowlines to at least 1½ times the maximum well-head shut-in pressure prior to the ACT system's initial use and every two years thereafter.
  - Hi level switches are in place and will shut the well in at the inlet to the production unit in the event of a full tank. Flow lines were tested to 1 ½ times shut in pressure at initial construction. Testing will commence every two years to ensure piping integrity.
- (9) As an alternative to the requirements of Paragraph (8) of Subsection C of 19.15.18.15 NMAC the producer shall provide and at all times maintain a minimum of available storage capacity above the normal high working level of the surge tank to receive and hold the amount of oil that may be produced during maximum unattended time of lease operation.
  - N/A
- (10) In all ACT systems employing automatic measuring tanks, weir-type measuring vessels, positive volume metering chambers or any other volume measuring container, the container and allied components shall be properly calibrated prior to initial use and shall be operated, maintained and inspected as necessary to ensure against incrustation, changes in clingage factors, valve leakage or other leakage and improper action of floats, level detectors, etc.
  - N/A Coriolis Meter
- (11) In ACT systems employing positive displacement meters, the meter and allied components shall be properly calibrated prior to initial use and shall be operated, maintained and inspected as necessary to ensure against oil mismeasurement.
  - The Coriolis is proved per BLM Onshore Order #4 <u>Measurement of Oil</u> and API MPMS Chapter 4 <u>Proving Systems</u>; with a volumetric prover that meets the requirements set forth in Onshore

- Order #4. The prover is NIST traceable and water drawn on a bi-annual basis. Monthly proving will continue per the rule, unless a variance is granted by the Division. NMOCD representatives are sent the schedule to witness if desired. The temperature transmitter is verified on a semi-annual basis, unless more frequent verification is requested by the Division.
- (12) The operator of the ACT system shall check the measuring and recording devices of ACT systems for accuracy at least once each month unless it has obtained an exception to such determination from the division. Where applicable, the operator of the ACT system shall use API standard 1101, Measurement of Petroleum Hydrocarbons by Positive Displacement Meter. Meters may be proved against master meters, portable prover tanks or prover tanks permanently installed on the lease. If the operator of the ACT system uses permanently installed prover tanks, the distance between the opening and closing levels and the provision for determining the opening and closing readings shall be sufficient to detect variations of 5/100 of one percent. The operator of the ACT system shall file reports of determination on the division form entitled "meter test report" or on another acceptable form in duplicate with the appropriate division district office.
  - The Coriolis is proved per BLM Onshore Order #4 Measurement of Oil and API MPMS Chapter 4 Proving Systems; with a volumetric prover that meets the requirements set forth in Onshore Order #4. The prover is NIST traceable and water drawn on a bi-annual basis. Monthly proving will continue per the rule, unless a variance is granted by the Division. NMOCD representatives are sent the schedule to witness if desired. The temperature transmitter is verified on a semi-annual basis, unless more frequent verification is requested by the Division.
- (13) To obtain an exception to the requirement in Paragraph (12) of Subsection C of 19.15.18.15 NMAC that all measuring and recording devices be checked for accuracy once each month, either the producer or transporter may file a request with the director setting forth facts pertinent to the exception. The application shall include a history of the average factors previously obtained, both tabulated and plotted on a graph of factors versus time, showing that the particular installation has experienced no erratic drift. The applicant shall also furnish evidence that the other interested party has agreed to the exception. The director may then set the frequency for determination of the system's accuracy at the interval which the director deems prudent.
  - N/A
- **D.** The division may revoke its approval of an ACT system's form C-106 if the system's operator fails to operate it in compliance with 19.15.18.15 NMAC.

District I 1625 N. French Drive, Phone: (5/5) 393-6161 Pax: (5/5) 393-0720 District II 811 S. First Street, Artesia, NM 88210 Phone: (5/5) 748-1283 Fax: (575) 748-9720 District III 1000 Rio Brazos Road, Aztec, NM 8/410 Phone: (505) 334-6178 Fax: (505) 334-6170

District TV 1220 S. St. Francis Drive, 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 Drive Santa Fe, NM 87505 Form C-102 Revised August 1, 2011

Submit one copy to Appropriate District Office

AMFNDED REPORT

AS DRILLED

#### WELL LOCATION AND ACREAGE DEDICATION PLAT

| 'API Number   |         |                     |                    | ic                               | apool Name             |                  |                      |                |              |  |
|---|---------|---------------------|--------------------|----------------------------------|------------------------|------------------|----------------------|----------------|--------------|--|
| 30-043-2  | 1323    |                     |                    | 52860                            | )                      | RUS              | ISTY GALLUP OIL POOL |                |              |  |
| 'Property Code  |         |                     |                    |                                  | Property Name          |                  |                      |                | "Well Number |  |
| 32215   | 1       | S ESCAVADA UNIT 352 |                    |                                  |                        |                  |                      | 352H           |              |  |
| 'OGRID I  | Na.     | *Operator Name      |                    |                                  |                        |                  |                      | 9              | °Elevation   |  |
| 372286 EN   |         |                     |                    |                                  | IDURING RESOURCES, LLC |                  |                      |                | 6776         |  |
|   |         |                     |                    |                                  | 10 Sunface             | Location         |                      |                |              |  |
| UL ar lat no.   | Section | Townshap            | Range              | Lot Idn                          | Feet from the          | North/South line | Feet from the        | East/West line | County       |  |
| F   | 26      | 55N                 | 7W                 |                                  | 1719                   | NORTH            | 2352                 | WEST           | SANDOVAL     |  |
|   | 1       | 1                   | <sup>1</sup> Botto | m Hole                           | Location 1             | If Different     | From Surfac          | е              |              |  |
| UL or lot no.   | Section | Township            | Hange              | Lot Idn                          | Feet from the          | North/South line | Feet from the        | East/West line | County       |  |
| K   | 55      | SSN                 | 7W                 |                                  | 2297                   | SOUTH            | 1633                 | WEST           | SANDOVAL     |  |
| Dedicated NE/4 SW/4, W/2 SE/4 280.00 SE/4 SE/4 - Section 22 W/2 NW/4 - Section 26 |         |                     | 13 Joint or Infill | <sup>14</sup> Consolidation Code | 15 Order No.           | 14347            |                      |                |              |  |
|   |         |                     |                    |                                  |                        |                  |                      |                |              |  |

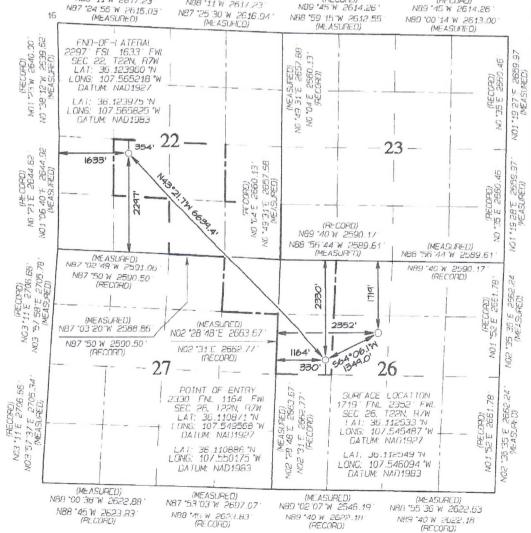
NE/4 NE/4 - Section 27

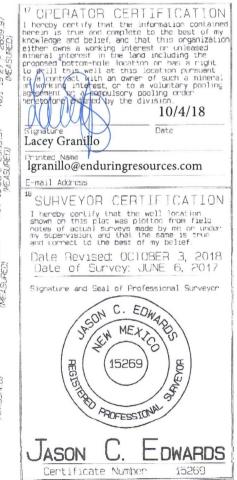
(RECORD)
NB8\*11W 2617.23: NB8\*11W 2617.23: NB9\*45W 2614.26: NB9\*45W 2614.26: NB9\*00\*14W 2613.00: (MEASURED)

(MEASURED)

(MEASURED)

ND ALLOWABLE WILL BE ASSIGNED TO THIS COMPLETION UNTIL ALL INTERESTS HAVE BEEN CONSOLIDATED OR A NON-STANDARD UNIT HAS BEEN APPROVED BY THE DIVISION





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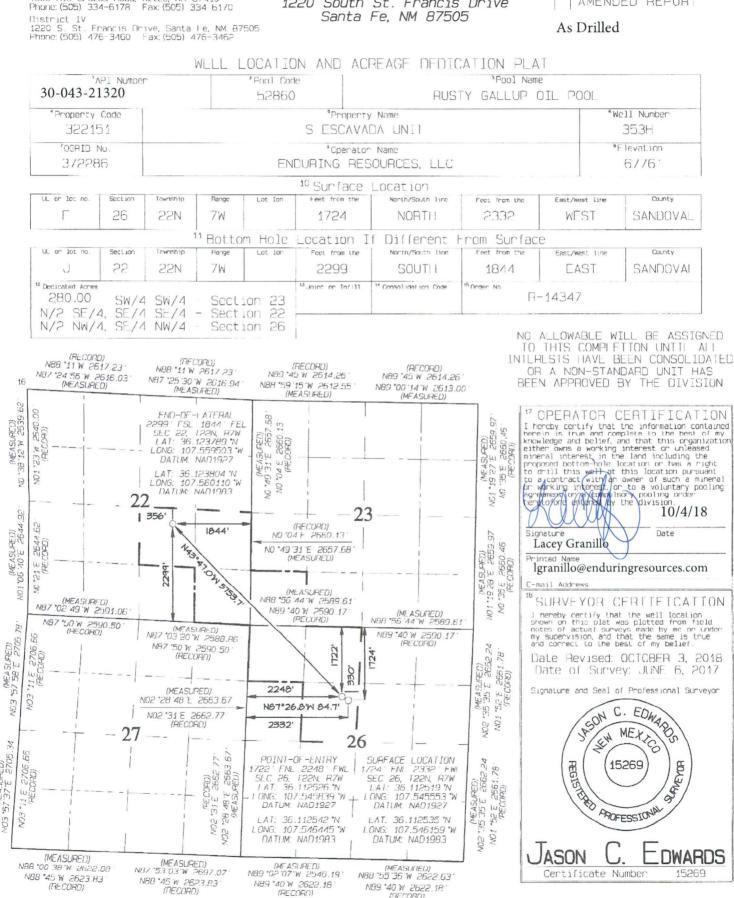
#### State of New Mexico Energy, Minerals & Natural Resources Department

### OIL CONSERVATION DIVISION 1220 South St. Francis Drive Santa Fe, NM 87505

Form C-102 Revised August 1, 2011

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AMENDED REPORT



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ME45URED) 7.37°E 2705.3

15.

District I 1625 N. French Drive, Phone: (575) 393-6161 Hobbs, NM 88240 Fax: (575) 393-0720 District II 811 S. First Street, Phone: (575) 748-1283 Fax: (575) 748-9720

B11 5. FIRST Street, 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 Drive, Santa Fe, NM 87505 Phone: (505) 476–3460 Fax: (505) 476–3462

NE/4 NW/4 - Section 26

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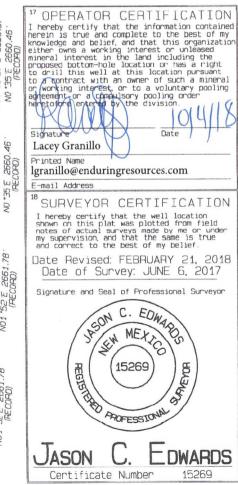
AMENDED REPORT

#### OIL CONSERVATION DIVISION 1220 South St. Francis Drive Santa Fe, NM 87505

|  |         | V                             | IELL L                           | OCATIO                    | N AND AC              | REAGE DEDIC      | CATION PLA    | T          |                          |          |
|--|---------|-------------------------------|----------------------------------|---------------------------|-----------------------|------------------|---------------|------------|--------------------------|----------|
| 'API Number Pool Code  |         |                               | е                                |                           | *Pool Name            | е                |               |            |                          |          |
| 30-043-21319   |         |                               | 52860                            |                           | RUS                   | TY GALLUP (      | DIL PO        | OOL        |                          |          |
| Property Code  |         |                               |                                  |                           | *Propert              | y Name           |               |            | <sup>6</sup> Well Number |          |
| 322151   |         |                               |                                  |                           | S ESCAVADA UNIT       |                  |               |            | 354H                     |          |
| 'OGRID No.   |         |                               |                                  | *Operato                  | r Name                |                  |               | °Elevation |                          |          |
| 372286   |         |                               |                                  | Enduring Resources IV LLC |                       |                  | 6776          |            |                          |          |
|  |         |                               |                                  |                           | <sup>10</sup> Surface | Location         |               |            |                          |          |
| UL or lat no.  | Section | Township                      | Range                            | Lot Idn                   | Feet from the         | North/South line | Feet from the | East/W     | est line                 | County   |
| F  | 26      | 25N                           | 7W                               |                           | 1713                  | NORTH            | 2371          | WE         | ST                       | SANDOVAL |
| <sup>11</sup> Bottom Hole  |         |                               |                                  | m Hole                    | Location :            | If Different     | From Surfac   | е          |                          |          |
| UL or lot no.  | Section | Township                      | Range                            | Lot Idn                   | Feet from the         | North/South line | Feet from the | East/W     | est line                 | County   |
| I  | 22      | 55N                           | 7W                               |                           | 2329                  | SOUTH            | 539           | EA         | ST                       | SANDOVAL |
| <sup>12</sup> Dedicated Acres<br>200.00 NE/4 SE/4 - Section 22<br>NW/4 SW/4, S/2 SW/4 - Section 23 |         | <sup>13</sup> Joint or Infill | <sup>14</sup> Consolidation Code | 15 Order No.              | -14347                | 7                |               |            |                          |          |
| NW/4 SW,   | /4, S/2 | SW/4 -                        | - Sect:                          | ion 23                    |                       |                  |               |            |                          |          |

(RECORD) N88 °11 W 2617.23 (RECORD) NBB °11 W 2617.23 (RECORD) N89 \*45 W 2614.26 N88 \*59 \*15 "W 2612.55 (RECORD) N87 °24 '56 "W 2616.03 (MEASURED) N89 °45 W 2614.26 N87 \*25 '30 "W 2616.94 (MEASURED) 16 N89 \*00 '14"W 2613.00 (MEASURED) (MEASURED) (MEASURED) 8'12"W 2639.52' V 2640.00 'CORD' END-OF-LATERAL (MEASURED) NO1 \*19 27 E 2659.97 · NO \*35 E 2660.46 · (RECORD) 2329 FSL 539 FEL SEC 22, T22N, R7W 68 (MEASURED) 19'31"E 2657.68 \*04"E 2660.13 (RECORD) LAT: 36.123736 °N LONG: 107.555086 °W DATUM: NAD1927 .23 W OA 'E .38. LAT: 36.123752 °N LONG: 107.555692 °W DATUM: NAD1983 NO1 49 9 9 90 539 22 23 92 330 (MEASURED) NO °49 '31 "E 2657.68 2644.62° (MEASURED) NO1 "06 "40 "E 2644". 97 NO1\*1928"E 2659.9 NO\*35"E 2660.46"(RECORD) 46 NO \*04 E 2660.13 New 30 TAN 36 TAN 12. 15° 2329 (MEASURED) N88 °56 '44"W 2589.61 ON (MEASURED) N87 \*02 '49 "W 2591.06 N89 \*40 W 2590.17 (RECORD) N87 \*50 W 2590.50 (RECORD) 3 (MEASURED) \*57 '58"E 2705.78" (MEASURED) N87 °03 '20 "W 2588.86 2706.66 'CORD) (MEASURED) NB8 \*56 '44"W 2589.61 (MEASURED) 2°35′35″E 2662.24′ 101°52″E 2661.78′ (RECORD) 2210 NO2°54.2'W N87 \*50 W 2590.50 (RECORD) N89 \*40 W 2590.17 (RECORD) TI E (MEASURED) · EON NO2 °28 '48 "E 2663.67 . EON 2371 NO2 \*31 E 2662.77 (RECORD) NO1 NOZ 26 34 (RECORD) NO2\*31E\_2662.77 O2\*28\*48\*E\_2663.67 2706.66° POINT-OF-ENTRY 3' FNL 2210' FWL SEC 26, T22N, R7W LAT: 36.117246'N LONG: 107.545793'W DATUM: NAD1927 (MEASURED) NO3 "57" 37" E 2705... SURFACE LOCATION 1713 FNL 2371 FWL SEC 26, T22N, R7W LAT: 36.112548 N LONG: 107.545422 W (WEASURED) 3535'E 2662.24 11'52'E 2661.78 (RECORD) NO3 °11 'E DATUM: NAD1927 LAT: 36.117262 "N LONG: 107.546399 °W LAT: 36.112563 °N LONG: 107.546028 °W NO2 : DATUM: NAD1983 DATUM: NAD1983 (MEASURED) N88 \*00 '38 "W 2622.88 (MEASURED) N87 \*53 '03 "W 2697.07 (MEASURED) N89 °02 '07 "W 2546.19 (MEASURED) N88 °55 '36 "W 2622.63 N89 °40 W 2622.18 ' N88 \*45 W 2623.83 N88 \*45 W 2623.83 N89 \*40 W 2622.18 (RECORD) (RECORD) (RECORD)

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



Received by OCD 10/29/2021 blas 7M 22PM

Phone: (575) 393-6161 Fax: (575) 393-0720 District II 811 S. First Street, Artesia, NM 88210 Phone: (575) 748–1283 Fax: (575) 748–9720

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State of New Mexico

Energy, Minerals & Natural Resources Department

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Form C-102 Revised August 1 Page 8 of 17

AMENDED REPORT

#### OIL CONSERVATION DIVISION South St. Francis Drive Santa Fe. NM 87505

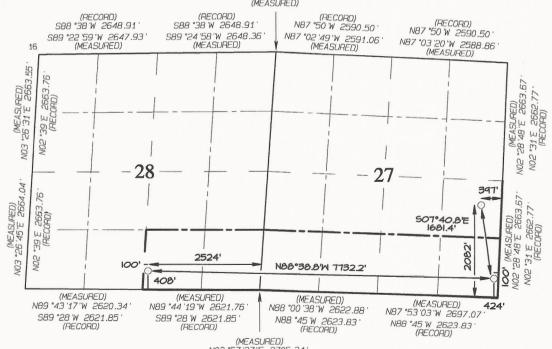
#### WELL LOCATION AND ACREAGE DEDICATION PLAT

| 'API Number                | ²Pool Code | ³Pool Name             |     |
|----------------------------|------------|------------------------|-----|
| 30-043-21349               | 52860      | RUSTY GALLUP OIL PC    | 10L |
| <sup>4</sup> Property Code | *Prope     | ⁵Well Number           |     |
| 322151                     | S ESCA     | 347H                   |     |
| 'OGRID No.                 | 8 Opera    | <sup>9</sup> Elevation |     |
| 372286                     | ENDURING F | 6749'                  |     |

<sup>10</sup> Surface Location UL or lot no. Section Township Lot Idn Feet from the North/South line East/West line County Feet from the EAST I 27 25N 7W 2082 SOUTH 397 SANDOVAL <sup>11</sup> Bottom Hole From Surface Location If Different UL or lot no Section Township Lot Idn Feet from the North/South line Feet from the East/West line County 2524 FAST SANDOVAL 28 7W SOUTH 0 25N 408 12 Dedicated Acres <sup>13</sup> Joint or Infill 4 Consolidation Code <sup>15</sup> Order No. S/2 SE/4 Section 28 R-14347 240.00 5/2 5/2 Section 27

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> > (RECORD) NO3 °11 E 2706.66 NO3 °57 '58 "E 2705.78 (MEASURED)



(MEASURED) NO3 °57 '37 "E 2705.34 N03 °11 'E 2706.66 ' (RECORD)

END-OF-LATERAL 408' FSL 2524' FEL SEC 28, T22N, R7W LAT: 36.104044'N LONG: 107.580272'W DATUM: NAD1927

LAT: 36.104060 °N LONG: 107.580879 °W DATUM: NAD1983

POINT-OF-ENTRY 424' FSL 100' FEL SEC 27, T22N, R7W LAT: 36.103830 N LONG: 107.554103 W DATUM: NAD1927

LAT: 36.103846 °N LONG: 107.554709 °W DATUM: NAD1983

SURFACE LOCATION 2082 FSL 397 FEL SEC 27, T22N, R7W LAT: 36.108399 N LONG: 107.554939 W DATUM: NAD1927

LAT: 36.108414 °N LONG: 107.555545 °W DATUM: NAD1983

17 OPERATOR CERTIFICATION I hereby certify that the information contained herein is true and complete to the best of my knowledge and belief, and that this organization

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

10/29/21 Signature Date

**Heather Huntington** 

hhunting ton @enduring resources.com

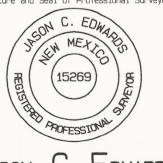
E-mail Address

SURVEYOR CERTIFICATION

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

Date Revised: FEBRUARY 27, 2020 Date of Survey: MAY 1, 2017

Signature and Seal of Professional Surveyor



DWARDS

Certificate Number

15269

Received by DED 10/29/2021 13 7412 BM

UL or lot no.

Ι

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

District II 811 S. First Street, Artesia, NM 88210 Phone:(575) 748–1283 Fax:(575) 748–9720

1000 Rio Brazos Road, Aztec, NM 87410 Phone: (505) 334-6178 Fax: (505) 334-6170

Section

27

Township

22N

Range

Lot Idn

District IV 1220 S. St. Francis Drive, 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 Drive Santa Fe, NM 87505

Form Cp102 9 of 17

County

SANDOVAL

Submit one copy to Appropriate District Office

AMENDED REPORT

#### WELL LOCATION AND ACREAGE DEDICATION PLAT

| ¹API Number    | ²Pool Code       | ³Pool Name              |
|----------------|------------------|-------------------------|
| 30-043-21318   | 52860            | RUSTY GALLUP OIL POOL   |
| *Property Code | <sup>5</sup> Pro | perty Name "Well Number |
| 322151         | S ESC            | AVADA UNIT 350H         |
| 'OGRID No.     | ° Ope            | rator Name °Elevation   |
| 372286         | ENDURING         | RESOURCES, LLC 6749'    |

2091 SOUTH 436 7W

North/South line

Feet from the

Feet from the

|                 | <sup>11</sup> 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   |
| J               | 58   | 25N                 | 7W      |              | 1857                          | SOUTH                            | 2530                    | EAST           | SANDOVAL |
| Dedicated 240.0 | 1N/c   | 2 SE/4 -<br>2 S/2 - | Section | n 28<br>n 27 | <sup>19</sup> Joint or Infill | <sup>14</sup> Consolidation Code | <sup>15</sup> Order No. | -14347         |          |

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

#### NO3 °11 E 2706.66 NO3 °57 '58 "E 2705.78 (MEASURED) (RECORD) (RECORD) (RECORO) NB7 \*50 W 2590.50 (RECORD) N87 °50 W 2590.50 S88 '38 W 2648.91' 588 °38 W 2648.91 N87 °02 '49 "W 2591.06" (MEASURED) S89 \*24 '58 "W 2648 .36 (MEASURED) S89 °22 '59 'W 2647.93 N87 \*03 '20 "W 2588 86 16 (MEASURED) (MEASURED) (MEASURED) NO3 \*26 '31 "E 2663.55" NO2 "39 E 2663.76 (RECORD) NO2 \*28 48"E 2663.67 NO2 \*31 E 2662.77 (MEASURED) NO.3 "26" 45" E 2664.04" 786. , \*39 E 2663.76 · (RECORD) 2530 555°048'E N88°38.8'W TTOI.1" (MEASURED) 6 NO2 "28"48"E 2663.67" "31"E 2662.77" (RECORD) 1827 2091 1976 NOS (MEASURED) (MEASURED) (MEASURED) (MEASURED) N89 °43 '17 "W 2620.34 N89 °44 '19"W 2621.76 N88 °00 '38" W 2622.88 NB7 °53 '03 "W 2697.07" S89 °28 W 2621.85 ' (RECORD) S89 °28 'W 2621.85' NB8 °45 W 2623.83 ' (RECORD) N88 °45 W 2623.83 (RECORD) (RECORD) (MEASURED) NO3 °57 '37"E 2705.34 NO3 \*11 E 2706.66

(RECORD)

END-OF-LATERAL 1857 FSL 2530 FEL SEC 28, T22N, R7W LAT: 36.108025 N LONG: 107.580021 W DATUM: NAD1927

LAT: 36.108041 °N LONG: 107.580629 °W DATUM: NAD1983

POINT-OF-ENTRY 1876' FSL 100' FEL SEC 27. T22N, R7W LAT: 36.107812'N LONG: 107.553956'W DATUM: NAD1927

LAT: 36.107828 °N LONG: 107.554563 °W DATUM: NAD1983

SURFACE LOCATION 2091 FSL 436 FEL SEC 27, T22N, A7W LAT: 36.108425 N LONG: 107.55507 W DATUM: NAD1927 LAT: 36.108441 °N LONG: 107.555677 °W

DATUM: NAD1983

#### 17 OPERATOR CERTIFICATION

"UPEHATUR CEMITETICATION
I hereby certify that the information contained
herein is true and complete to the best of my
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to drill this well at this location pursuant
to a contract with an owner of such a mineral
or working interest, or to a voluntary pooling
agreement or a compulsory pooling order
heretofore entered by the division.

-10/29/21Signature Date

Heather Huntington

East/West line

EAST

Printed Name hhuntington@enduringresources.com

E-mail Address

#### SURVEYOR CERTIFICATION

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

Date Revised: FEBRUARY 27, 2020 Date of Survey: MAY 1, 2017

Signature and Seal of Professional Surveyor



Certificate Number 15269

Released to Imaging: 11/18/2021 2:09:56 PM

Received by O Dicto 29/2021 1:37 N 2 PM

END-OF-LATERAL 1520 ' FSL 250 ' FWL SEC 22, T22N, R7W LAT: 36.121970 'N LONG: 107.569915 'W DATUM: NAD1927

LAT: 36.121985 °N LONG: 107.570522 °W DATUM: NAD1983

POINT-OF-ENTRY

2309 FSL 250 FEL SEC 27, T22N, R7W LAT: 36.109012 N LONG: 107.554420 W DATUM: NAD1927

LAT: 36.109027 °N LONG: 107.555026 °W

DATUM: NAD1983

SURFACE LOCATION 2087 FSL 417 FEL SEC 27, T22N, R7W LAT: 36.108412 N LONG: 107.555004 W DATUM: NAD1927

LAT: 36.108428 °N LONG: 107.555611 °W DATUM: NAD1983

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

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District IV 1220 S. St. Francis Drive, 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 Drive

Form Page 10 of 17 Revised August

Submit one copy to

Appropriate District Office

AMENDED REPORT

## Santa Fe, NM 87505

|                             | WELL LOCATION AND   | ACREAGE DEDICATION PLAT          |                          |
|-----------------------------|---------------------|----------------------------------|--------------------------|
| 'API Number<br>30-043-21317 | *Pool Code<br>52860 | ³Pool Name<br>RUSTY GALLUP OIL P | nni                      |
| ¹Property Code              | 5Pn                 | openty Name                      | <sup>6</sup> Well Number |
| 322151                      |                     | CAVADA UNIT                      | 351H                     |
| 372286                      |                     | RESOURCES, LLC                   | 6749                     |

<sup>10</sup> Surface Location UL or lot no. Feet from the Section Range North/South line County Township Lot Ido Feet from the East/West line Ι 27 22N 7W 2087 SOUTH 417 EAST SANDOVAL <sup>11</sup> Bottom Hole Location Different From Surface UL ar lat no Township Feet from the North/South line Feet from the County East/West line 22 7W 22N 1520 SOUTH 250 WEST SANDOVAL 13 Joint or Infill 14 Consolidation Code <sup>15</sup> Order No. Dedicated 320.00 Acres 320.00 NE/4 NW/4, W/2 NE/4 SE/4 NE/4, NE/4 SE/4 - Section 27 R-14347 W/2 SW/4, SE/4 SW/4 -Section 22

> (RECORD) N88°11'W 2617.23 (RECORD) NB8 \*11 W 2617.23 N87 °24 '56 "W 2616.03 (MEASURED) NB7 25 30 W 2616.94 16 (MEASURED) (RECORD) NO1 "23"W 2640.00' NO "38"12"W 2639.62' (MEASURED) (MEASURED) NO \*49 '31 'E 2657.68 NO °04 'E 2660.13 ' (RECORD) 22 (RECORD) NO "21 E 2644.62 NO 1 "06 40 'E 2644.92 ' (MEASURED) 250 (MEASURED) NO \*49'31"E 2657.68 NO \*04'E 2660.13' (RECORD) 68 NB7 \*02 '49"W 2591.05 ' (MEASURED) 520 (RECORD) NB7 \*50 W 2590.50 (MEASURED) NB7 "03 "20 "W 2588.B6" NB7 "50 "W 2590.50" (RECORD) NAS-DITA GARAGA "57 "58"E 2705.78" (MEASURED) NO3 \*11 E 2705.66 NO2 "28'48"E 2663.67" NO2 "31 'E 2662.77 (RECORD) EON. 27 NO3\*11 E 2706.66 · 03 '57'37' E 2705.34 · (MEASURED) N39°06.5E 278.4 (MEASURED) 28'48"E 2663.67 NO2 31'E 2662.77 (RECORD) 4 2304 2007

> > (MEASURED) N88 °00 '38 "W 2622.88

N88 °45 W 2623.83

(RECORD)

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

BEEN APPROVED BY THE DIVISION "OPERATOR CERTIFICATION

"OPEHAIOH CEHILFICATION
I hereby certify that the information contained
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mineral interest in the land including the
proposed bottom-hole location or has a right
to drill this well at this location pursuant
to a contract with an owner of such a mineral
or working interest, or to a voluntary pooling
agreement or a compulsory pooling order
heretofore entered by the division. 10/29/21

Date Signature

Heather Huntington

Printed Name hhuntington@enduringresources.com

E-mail Address

SURVEYOR CERTIFICATION

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

Date Revised: MARCH 9, 2020 Date of Survey: MAY 1, 2017

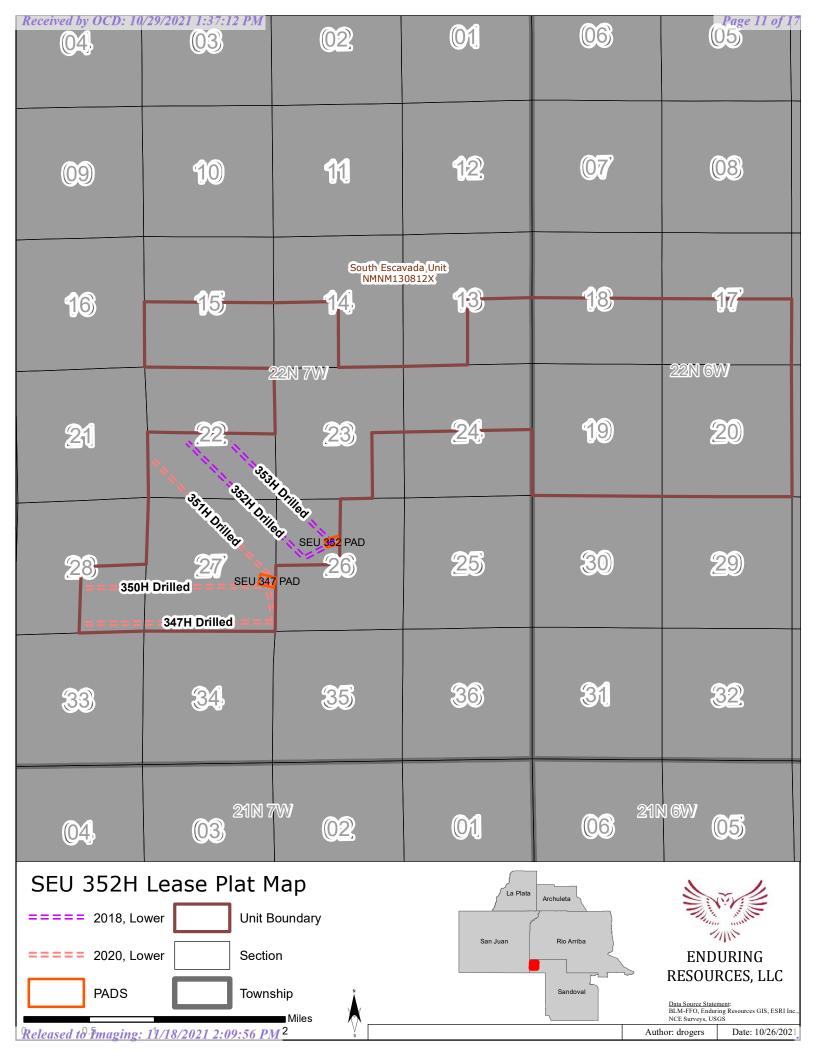
Signature and Seal of Professional Surveyor



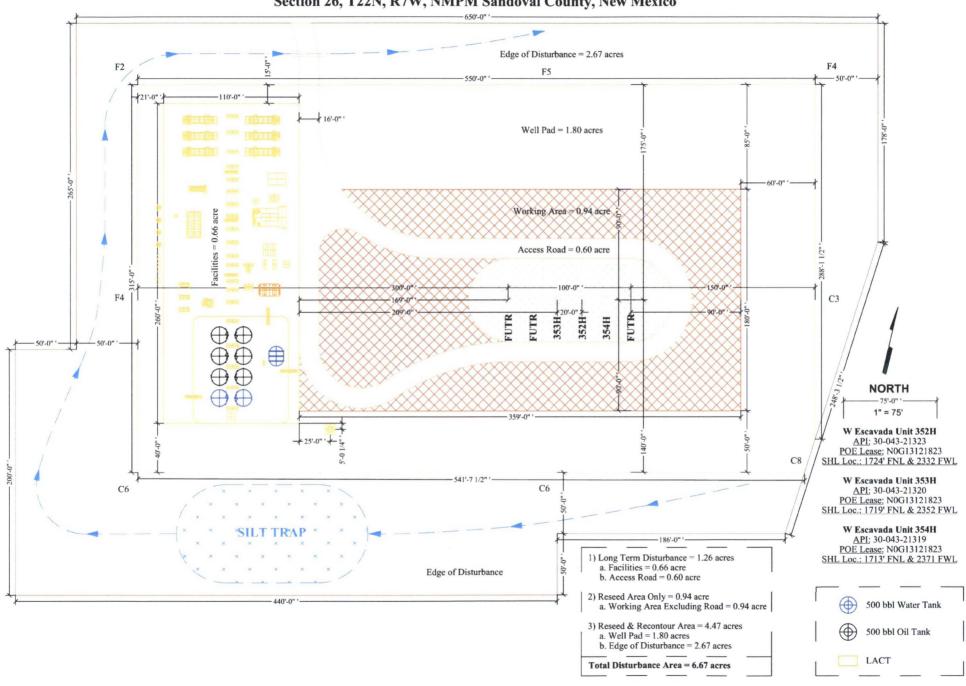
Certificate Number

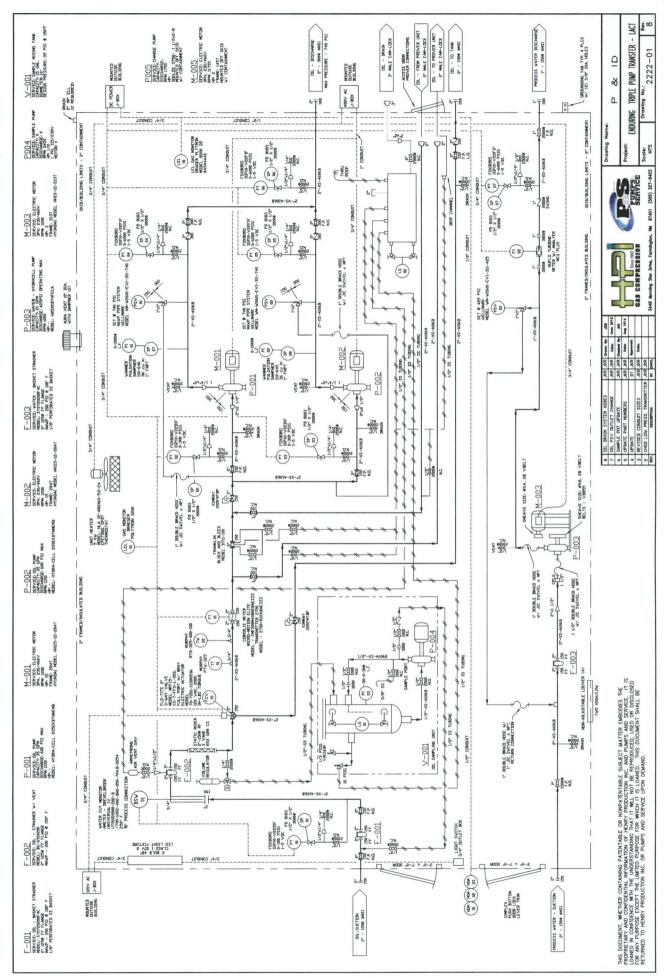
(MEASURED) NB7 "53"03"W 2697.07"

N88 °45 W 2623.83 (RECORD)



# Enduring Resources IV, LLC's S Escavada Unit 352H Well Pad Facility Diagram Section 26, T22N, R7W, NMPM Sandoval County, New Mexico





From: Webb, Marshall

To: <u>Mark Lokshin</u>; <u>Spitz, John O.</u>; <u>Heather Huntington</u>

Cc: White, Randy P.; Howe, Duane; Davis, Bruce D.; Giron, Paul A.; Lee, Cameron N.; Milton, Brandon H.; Marquez,

Monica G.; Gomez, Crystal C.

Subject: RE: [EXTERNAL] FW: Permission from Marathon for LACT unit revision on S Escavada Unit 352H

**Date:** Friday, October 29, 2021 10:38:04 AM

All,

Thank you for everyone's time today.

I approves of the unit revisions on behalf of MPLX.

Let me know if you have any other questions.

Thanks,

Marshall Webb West G&P Field Measurement Manager 970-216-2422

<u>mwebb@marathonpetroleum.com</u>



From: Mark Lokshin < MLokshin@enduringresources.com>

Sent: Thursday, October 28, 2021 2:48 PM

**To:** Webb, Marshall < MWebb@marathonpetroleum.com>; Spitz, John O.

<JOSpitz@Marathonpetroleum.com>; Heather Huntington <Hhuntington@enduringresources.com>

**Cc:** White, Randy P. <RPWhite@Marathonpetroleum.com>; Howe, Duane

<DDHowe@Marathonpetroleum.com>; Davis, Bruce D. <BDDavis@Marathonpetroleum.com>;

Giron, Paul A. <PGiron@Marathonpetroleum.com>; Lee, Cameron N.

<CLee2@Marathonpetroleum.com>; Milton, Brandon H. <BHMilton@Marathonpetroleum.com>;

Marquez, Monica G. < MGMarquez@Marathonpetroleum.com>; Gomez, Crystal C.

<CGomez2@marathonpetroleum.com>

**Subject:** RE: [EXTERNAL] FW: Permission from Marathon for LACT unit revision on S Escavada Unit 352H

#### Marshall

This approval is really just a formality for NMOCD to make sure that we the operator are communicating with the transporter. This is the last item we need to reiceve our approval from NMOCD. Please advise if you have any further questions in order to approve.

Thank you

Mark

**From:** Heather Huntington < <a href="mailto:Hhuntington@enduringresources.com">Hhuntington@enduringresources.com</a>>

**Sent:** Tuesday, October 26, 2021 7:57 AM

**To:** Mark Lokshin < <u>MLokshin@enduringresources.com</u>>

**Subject:** Permission from Marathon for LACT unit revision on S Escavada Unit 352H

#### Mark,

Will you please reach out to Marathon and get permission for this LACT unit amendment and forward me the response so I can include in required application documents?

Enduring Resources IV, LLC's (Enduring) is currently approved through NMOCD for the transfer of the following wells through the S Escavada 352H Pad Pipeline Transfer LACT Unit C-106 LACT

- S ESCAVADA UNIT 352H / API # 30-043-21323/ UNIT F Sec. 26, T22N, R7W, NMPM
- S ESCAVADA UNIT 353H / API # 30-043-21320/ UNIT F Sec. 26, T22N, R7W, NMPM
- S ESCAVADA UNIT 354H / API # 30-043-21319/ UNIT F Sec. 26, T22N, R7W, NMPM
- S ESCAVADA UNIT 359H/ API # 30-043-21329/ UNIT A Sec. 30, T22N, R6W, NMPM
- S ESCAVADA UNIT 360H/ API # 30-043-21330/ UNIT A Sec. 30, T22N, R7W, NMPM

Enduring Resources is requesting to amend the current S Escavada 352H Pad Pipeline Transfer LACT Unit to remove the two wells that are now approved through the NMOCD through the S Escavada 359H Pad Pipeline Transfer LACT Unit.

- S ESCAVADA UNIT 359H/ API # 30-043-21329/ UNIT A Sec. 30, T22N, R6W, NMPM
- S ESCAVADA UNIT 360H/ API # 30-043-21330/ UNIT A Sec. 30, T22N, R7W, NMPM

Enduring Resources will add the three wells below to the S Escavada 352H Pad Pipeline Transfer LACT Unit.

- S ESCAVADA UNIT 347H/ API # 30-043-21349/ UNIT I Sec. 27, T22N, R7W, NMPM
- S ESCAVADA UNIT 350H/ API # 30-043-21318/ UNIT I Sec. 27, T22N, R7W, NMPM
- S ESCAVADA UNIT 351H/ API # 30-043-21317/ UNIT I Sec. 27, T22N, R7W, NMPM

According to NMOCD regulations Enduring Resources needs the approval from the transporter for this change, which in this case is Marathon Oil. Custody transfer will be at this LACT Unit and will be the official measurement point for sales with a Coriolis check meter downstream at tie-in for verification and pipeline monitoring. Pipeline Transfer LACT equipment for the below listed wells will be located on Enduring's S Escavada Unit 352H pad. LACT will be proved per regulatory requirements.

S ESCAVADA UNIT 352H/353H/354H/347H/350H/351H PIPELINE LACT UNIT: WELLS TO BE SERVED BY PIPELINE LACT UNIT:

- S ESCAVADA UNIT 352H / API # 30-043-21323/ UNIT F Sec. 26, T22N, R7W, NMPM
- S ESCAVADA UNIT 353H / API # 30-043-21320/ UNIT F Sec. 26, T22N, R7W, NMPM
- S ESCAVADA UNIT 354H / API # 30-043-21319/ UNIT F Sec. 26, T22N, R7W, NMPM
- S ESCAVADA UNIT 347H/ API # 30-043-21349/ UNIT I Sec. 27, T22N, R7W, NMPM

- S ESCAVADA UNIT 350H/ API # 30-043-21318/ UNIT I Sec. 27, T22N, R7W, NMPM
- S ESCAVADA UNIT 351H/ API # 30-043-21317/ UNIT I Sec. 27, T22N, R7W, NMPM

Heather Huntington Enduring Resources Permitting Technician 505-636-9751

District I
1625 N. French Dr., Hobbs, NM 88240
Phone: (575) 393-6161 Fax: (575) 393-0720

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

CONDITIONS

Action 58661

#### **CONDITIONS**

| Operator:                      | OGRID:                           |
|--------------------------------|----------------------------------|
| ENDURING RESOURCES, LLC        | 372286                           |
| 6300 S Syracuse Way, Suite 525 | Action Number:                   |
| Centennial, CO 80111           | 58661                            |
|                                | Action Type:                     |
|                                | [C-106] NOI Utilize ACTE (C-106) |

#### CONDITIONS

| Created By | Condition                      | Condition Date |
|------------|--------------------------------|----------------|
| dmcclure   | C106-899-A supersedes C106-899 | 11/18/2021     |