

Karen Charles

From: Paige English
Sent: Thursday, November 16, 2023 3:09 PM
To: Thompson, Joseph A. (jthompson@slo.state.nm.us)
Cc: Alyssa Kerr; Karen Charles
Subject: RE: State K 3328 #001_Communitization Agreement

Please provide an executed CA from the State for our records.

Thank you,
Paige English
Land Department

FAULCONER ENERGY**VERNON E. FAULCONER, INC.**

1001 ESE Loop 323 | Suite 160 | Tyler | Texas | 75701
PHONE: 903.581.4382 Ex: 259
penglish@faulenergy.com | www.faulconerenergy.com

NOTICE: ANY AGREEMENT TERM(S) DISCUSSED IN THIS EMAIL SHALL BE IN ALL THINGS SUBJECT TO FINAL APPROVAL BY THE MANAGEMENT OF FAULCONER ENERGY, LLC AND/OR ITS RELATED OR ASSOCIATED ENTITIES, AND NOTHING CONTAINED HEREIN SHALL BE CONSTRUED TO BE BINDING ON OR AN AGREEMENT BY OR FOR THE MANAGEMENT OF FAULCONER ENERGY, LLC AND/OR RELATED OR ASSOCIATED ENTITIES. THE COMPANY RESERVES THE RIGHT TO AMEND STATEMENTS MADE IN THIS EMAIL.

CONFIDENTIAL — IMPORTANT: THIS MESSAGE FROM FAULCONER ENERGY, LLC IS INTENDED ONLY FOR THE USE OF THE ADDRESSEE(S) SHOWN ABOVE. IT CONTAINS INFORMATION THAT MAY BE PRIVILEGED, CONFIDENTIAL, SUBJECT TO ATTORNEY-CLIENT OR WORK-PRODUCT PRIVILEGES, AND/OR OTHERWISE EXEMPTED FROM DISCLOSURE UNDER APPLICABLE STATE, FEDERAL, AND/OR INTERNATIONAL LAWS. IF YOU ARE NOT THE INTENDED RECIPIENT OF THIS MESSAGE, YOU ARE HEREBY NOTIFIED THAT THE REVIEW, DISCLOSURE, PRINTING, COPYING, USE, OR DISTRIBUTION OF ANY INFORMATION OR MATERIALS TRANSMITTED IN OR WITH THIS MESSAGE IS STRICTLY PROHIBITED. IF YOU RECEIVED THIS MESSAGE BY MISTAKE, PLEASE IMMEDIATELY CALL THIS OFFICE COLLECT AT 903.581.4382, AND DESTROY THIS ORIGINAL MESSAGE TOGETHER WITH ANY AND ALL ATTACHMENTS.

From: Thompson, Joseph A. (jthompson@slo.state.nm.us) <jthompson@slo.state.nm.us>
Sent: Wednesday, November 8, 2023 11:21 AM
To: Paige English <penglish@faulenergy.com>
Cc: Alyssa Kerr <akerr@faulenergy.com>
Subject: RE: State K 3328 #001_Communitization Agreement

Good morning Paige,

Yes, the Communitization Agreement has been approved. Please allow time to receive the physical approval letter. Faulconer may produce the State K well.

Please let me know if you have any additional questions.

Regards,

Joseph Thompson

Petroleum Specialist Advanced



Petroleum Engineer
Oil, Gas and Minerals Division
505.827.5750
New Mexico State Land Office
310 Old Santa Fe Trail
P.O. Box 1148
Santa Fe, NM 87504-1148
jthompson@slo.state.nm.us
nmstatelands.org



.....
CONFIDENTIALITY NOTICE - This e-mail transmission, including all documents, files, or previous e-mail messages attached hereto, may contain confidential and/or legally privileged information. If you are not the intended recipient, or a person responsible for delivering it to the intended recipient, you are hereby notified that you must not read this transmission and that any disclosure, copying, printing, distribution, or use of any of the information contained in and/or attached to this transmission is **STRICTLY PROHIBITED**. If you have received this transmission in error, please immediately notify the sender and delete the original transmission and its attachments without reading or saving in any manner. Thank you.

From: Paige English <penglish@faulenergy.com>
Sent: Tuesday, November 7, 2023 3:05 PM
To: Thompson, Joseph A. <jthompson@slo.state.nm.us>
Cc: Alyssa Kerr <akerr@faulenergy.com>
Subject: [EXTERNAL] RE: State K 3328 #001_Communitization Agreement

Good afternoon,

I am checking in on this.

Thank you,
Paige

From: Paige English
Sent: Tuesday, October 31, 2023 1:29 PM
To: Thompson, Joseph A. (jthompson@slo.state.nm.us) <jthompson@slo.state.nm.us>
Cc: Alyssa Kerr <akerr@faulenergy.com>
Subject: RE: State K 3328 #001_Communitization Agreement

Thank you so much for your time. Please see attached. I believe this is all that you need for the State Communitization Agreement. At your earliest convenience, please let me know that the attached CA looks good so that Faulconer may produce our State K well.

Thank you!
Paige

Paige English
Land Department

FAULCONER ENERGY
VERNON E. FAULCONER, INC.
1001 ESE Loop 323 | Suite 160 | Tyler | Texas | 75701
PHONE: 903.581.4382 Ex: 259
penglish@faulenergy.com | www.faulconerenergy.com

NOTICE: ANY AGREEMENT TERM(S) DISCUSSED IN THIS EMAIL SHALL BE IN ALL THINGS SUBJECT TO FINAL APPROVAL BY THE MANAGEMENT OF FAULCONER ENERGY, LLC AND/OR ITS RELATED OR ASSOCIATED ENTITIES, AND NOTHING CONTAINED HEREIN SHALL BE CONSTRUED TO BE BINDING ON OR AN AGREEMENT BY OR FOR THE MANAGEMENT OF FAULCONER ENERGY, LLC AND/OR RELATED OR ASSOCIATED ENTITIES. THE COMPANY RESERVES THE RIGHT TO AMEND STATEMENTS MADE IN THIS EMAIL.

CONFIDENTIAL -- IMPORTANT: THIS MESSAGE FROM FAULCONER ENERGY, LLC IS INTENDED ONLY FOR THE USE OF THE ADDRESSEE(S) SHOWN ABOVE. IT CONTAINS INFORMATION THAT MAY BE PRIVILEGED, CONFIDENTIAL, SUBJECT TO ATTORNEY-CLIENT OR WORK-PRODUCT PRIVILEGES, AND/OR OTHERWISE EXEMPTED FROM DISCLOSURE UNDER APPLICABLE STATE, FEDERAL, AND/OR INTERNATIONAL LAWS. IF YOU ARE NOT THE INTENDED RECIPIENT OF THIS MESSAGE, YOU ARE HEREBY NOTIFIED THAT THE REVIEW, DISCLOSURE, PRINTING, COPYING, USE, OR DISTRIBUTION OF ANY INFORMATION OR MATERIALS TRANSMITTED IN OR WITH THIS MESSAGE IS STRICTLY PROHIBITED. IF YOU RECEIVED THIS MESSAGE BY MISTAKE, PLEASE IMMEDIATELY CALL THIS OFFICE COLLECT AT 903.581.4382, AND DESTROY THIS ORIGINAL MESSAGE TOGETHER WITH ANY AND ALL ATTACHMENTS.

From: Thompson, Joseph A. (jthompson@slo.state.nm.us) <jthompson@slo.state.nm.us>
Sent: Monday, October 30, 2023 4:00 PM
To: Paige English <penglish@faulenergy.com>
Subject: RE: State K 3328 #001_Communitization Agreement

Good afternoon Paige,

I have spoken with my management and in this case we will not need the additional signatures. However, please email me Exhibits A and B to complete the CA. Once I have received the exhibits, the well may return to production.

Please let me know if you have any questions.

Regards,

Joseph Thompson

Petroleum Specialist Advanced
 Petroleum Engineer
 Oil, Gas and Minerals Division
 505.827.5750
 New Mexico State Land Office
 310 Old Santa Fe Trail
 P.O. Box 1148
 Santa Fe, NM 87504-1148
 jthompson@slo.state.nm.us
 nmstatelands.org



CONFIDENTIALITY NOTICE - This e-mail transmission, including all documents, files, or previous e-mail messages attached hereto, may contain confidential and/or legally privileged information. If you are not the intended recipient, or a person responsible for delivering it to the intended recipient, you are hereby notified that you must not read this transmission and that any disclosure, copying, printing, distribution, or use of any of the information contained in and/or attached to this transmission is **STRICTLY PROHIBITED**. If you have received this transmission in error, please immediately notify the sender and delete the original transmission and its attachments without reading or saving in any manner. Thank you.

From: Paige English <penglish@faulenergy.com>
Sent: Monday, October 30, 2023 9:11 AM
To: Thompson, Joseph A. <jthompson@slo.state.nm.us>
Cc: Alyssa Kerr <akerr@faulenergy.com>; Biernoff, Ari <abiernoff@slo.state.nm.us>
Subject: [EXTERNAL] RE: State K 3328 #001_Communitization Agreement

Joseph,

I have reached out to both referenced parties below regarding signing the CA. Do you mind helping me push this along? Faulconer would like to produce the State K well as soon as possible. I greatly appreciate your help in advance.

Thank you,

Paige English

Land Department

FAULCONER ENERGY

VERNON E. FAULCONER, INC.

1001 ESE Loop 323 | Suite 160 | Tyler | Texas | 75701

PHONE: 903.581.4382 Ex: 259

penglish@faulenergy.com | www.faulconerenergy.com

NOTICE: ANY AGREEMENT TERM(S) DISCUSSED IN THIS EMAIL SHALL BE IN ALL THINGS SUBJECT TO FINAL APPROVAL BY THE MANAGEMENT OF FAULCONER ENERGY, LLC AND/OR ITS RELATED OR ASSOCIATED ENTITIES, AND NOTHING CONTAINED HEREIN SHALL BE CONSTRUED TO BE BINDING ON OR AN AGREEMENT BY OR FOR THE MANAGEMENT OF FAULCONER ENERGY, LLC AND/OR RELATED OR ASSOCIATED ENTITIES. THE COMPANY RESERVES THE RIGHT TO AMEND STATEMENTS MADE IN THIS EMAIL.

CONFIDENTIAL – IMPORTANT: THIS MESSAGE FROM FAULCONER ENERGY, LLC IS INTENDED ONLY FOR THE USE OF THE ADDRESSEE(S) SHOWN ABOVE. IT CONTAINS INFORMATION THAT MAY BE PRIVILEGED, CONFIDENTIAL, SUBJECT TO ATTORNEY-CLIENT OR WORK-PRODUCT PRIVILEGES, AND/OR OTHERWISE EXEMPTED FROM DISCLOSURE UNDER APPLICABLE STATE, FEDERAL, AND/OR INTERNATIONAL LAWS. IF YOU ARE NOT THE INTENDED RECIPIENT OF THIS MESSAGE, YOU ARE HEREBY NOTIFIED THAT THE REVIEW, DISCLOSURE, PRINTING, COPYING, USE, OR DISTRIBUTION OF ANY INFORMATION OR MATERIALS TRANSMITTED IN OR WITH THIS MESSAGE IS STRICTLY PROHIBITED. IF YOU RECEIVED THIS MESSAGE BY MISTAKE, PLEASE IMMEDIATELY CALL THIS OFFICE COLLECT AT 903.581.4382, AND DESTROY THIS ORIGINAL MESSAGE TOGETHER WITH ANY AND ALL ATTACHMENTS.

From: Thompson, Joseph A. (jthompson@slo.state.nm.us) <jthompson@slo.state.nm.us>

Sent: Wednesday, October 25, 2023 3:46 PM

To: Paige English <penglish@faulenergy.com>

Subject: RE: State K 3328 #001_Communitization Agreement

Good afternoon Paige,

Please see the contact info that I could find for each. Please let me know if you have any further questions.

APA Corporation (Apache)

2000 Post Oak Blvd, Suite 100

Houston, TX 77056-4400

713-296-6000 | 800-272-2434 Toll-Free

Black Stone Energy

1001 Fannin, Suite 2020

Houston, Texas 77002

Main: (713) 445-3200

Fax: (713) 658-0943

Regards,

Joseph Thompson



Petroleum Specialist Advanced
Petroleum Engineer
Oil, Gas and Minerals Division
505.827.5750
New Mexico State Land Office
310 Old Santa Fe Trail
P.O. Box 1148
Santa Fe, NM 87504-1148
jthompson@slo.state.nm.us
nmstatelands.org



CONFIDENTIALITY NOTICE - This e-mail transmission, including all documents, files, or previous e-mail messages attached hereto, may contain confidential and/or legally privileged information. If you are not the intended recipient, or a person responsible for delivering it to the intended recipient, you are hereby notified that you must not read this transmission and that any disclosure, copying, printing, distribution, or use of any of the information contained in and/or attached to this transmission is STRICTLY PROHIBITED. If you have received this transmission in error, please immediately notify the sender and delete the original transmission and its attachments without reading or saving in any manner. Thank you.

From: Paige English <penglish@faulenergy.com>
Sent: Wednesday, October 25, 2023 1:59 PM
To: Thompson, Joseph A. <jthompson@slo.state.nm.us>
Subject: [EXTERNAL] RE: State K 3328 #001_Communitization Agreement

Good afternoon,

I am checking in on this.

Thank you,
Paige

From: Paige English
Sent: Thursday, October 19, 2023 8:37 AM
To: Thompson, Joseph A. (jthompson@slo.state.nm.us) <jthompson@slo.state.nm.us>
Subject: RE: State K 3328 #001_Communitization Agreement

Do you have a contact for Black Stone Energy Co. and Apache?

Thank you,
Paige

From: Thompson, Joseph A. (jthompson@slo.state.nm.us) <jthompson@slo.state.nm.us>
Sent: Wednesday, October 18, 2023 5:09 PM
To: Paige English <penglish@faulenergy.com>
Subject: State K 3328 #001_Communitization Agreement

Good afternoon Paige,

I have reviewed the recently submitted Communitization Agreement and noticed a couple issues that will prevent approval. We require signatures from all lessee of record. Lease K0-3328-7 is listed as Black Stone Energy Co. & Apache Corp. Please provide original signatures from Black Stone & Apache or proof of a Record Title Assignment. Also, please submit Exhibit A, Exhibit B and the Recapitulation summary, which were not included with the CA submission.

Please let me know if have any questions.

Regards,

Joseph Thompson

Petroleum Specialist Advanced
Petroleum Engineer

Oil, Gas and Minerals Division

505.827.5750

New Mexico State Land Office

310 Old Santa Fe Trail

P.O. Box 1148

Santa Fe, NM 87504-1148

jthompson@slo.state.nm.us

nmstatelands.org



.....
CONFIDENTIALITY NOTICE - This e-mail transmission, including all documents, files, or previous e-mail messages attached hereto, may contain confidential and/or legally privileged information. If you are not the intended recipient, or a person responsible for delivering it to the intended recipient, you are hereby notified that you must not read this transmission and that any disclosure, copying, printing, distribution, or use of any of the information contained in and/or attached to this transmission is **STRICTLY PROHIBITED**. If you have received this transmission in error, please immediately notify the sender and delete the original transmission and its attachments without reading or saving in any manner. Thank you.

Submit 1 Copy To Appropriate District Office

District I – (575) 393-6161
1625 N. French Dr., Hobbs, NM 88240
District II – (575) 748-1283
811 S. First St., Artesia, NM 88210
District III – (505) 334-6178
1000 Rio Brazos Rd., Aztec, NM 87410
District IV – (505) 476-3460
1220 S. St. Francis Dr., Santa Fe, NM 87505

State of New Mexico
Energy, Minerals and Natural Resources

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

Form C-103
Revised July 18, 2013

<p>SUNDRY NOTICES AND REPORTS ON WELLS (DO NOT USE THIS FORM FOR PROPOSALS TO DRILL OR TO DEEPEN OR PLUG BACK TO A DIFFERENT RESERVOIR. USE "APPLICATION FOR PERMIT" (FORM C-101) FOR SUCH PROPOSALS.)</p>		<p>WELL API NO. 30-015-24308</p>
<p>1. Type of Well: Oil Well <input type="checkbox"/> Gas Well <input checked="" type="checkbox"/> Other</p>		<p>5. Indicate Type of Lease STATE <input checked="" type="checkbox"/> FEE <input type="checkbox"/></p>
<p>2. Name of Operator FE-NM, LLC</p>		<p>6. State Oil & Gas Lease No. 23900</p>
<p>3. Address of Operator P.O. Box 7995, Tyler, TX 75711</p>		<p>7. Lease Name or Unit Agreement Name State K-3328</p>
<p>4. Well Location Unit Letter C : 660 feet from the North line and 2080 feet from the West line Section 36 Township 23S Range 26E NMPM Eddy County</p>		<p>8. Well Number 1</p>
<p>11. Elevation (Show whether DR, RKB, RT, GR, etc.) 3217.8' GR</p>		<p>9. OGRID Number 331102</p>
<p>10. Pool name or Wildcat South Carlsbad Morrow</p>		

12. Check Appropriate Box to Indicate Nature of Notice, Report or Other Data

NOTICE OF INTENTION TO:		SUBSEQUENT REPORT OF:	
PERFORM REMEDIAL WORK <input type="checkbox"/>	PLUG AND ABANDON <input type="checkbox"/>	REMEDIAL WORK <input type="checkbox"/>	ALTERING CASING <input type="checkbox"/>
TEMPORARILY ABANDON <input type="checkbox"/>	CHANGE PLANS <input type="checkbox"/>	COMMENCE DRILLING OPNS. <input type="checkbox"/>	P AND A <input type="checkbox"/>
PULL OR ALTER CASING <input type="checkbox"/>	MULTIPLE COMPL <input type="checkbox"/>	CASING/CEMENT JOB <input type="checkbox"/>	
DOWNHOLE COMMINGLE <input type="checkbox"/>			
CLOSED-LOOP SYSTEM <input type="checkbox"/>			
OTHER: <input type="checkbox"/>		OTHER: RESUME PRODUCTION <input checked="" type="checkbox"/>	

13. Describe proposed or completed operations. (Clearly state all pertinent details, and give pertinent dates, including estimated date of starting any proposed work). SEE RULE 19.15.7.14 NMAC. For Multiple Completions: Attach wellbore diagram of proposed completion or recompletion.

Resume production after new CA Approval. We are planning on bringing the well back to production in the next couple of weeks. Probably by the 2nd week of December, if not sooner.

See attached email from Joseph Thompson with the State Land Office of New Mexico.

Spud Date:

Rig Release Date:

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

SIGNATURE Karen Charles TITLE Sr. Production & Regulatory Analyst DATE 11/27/23

Type or print name Karen Charles E-mail address: kcharles@faulenergy.com PHONE: 903-581-4382

For State Use Only

APPROVED BY: _____ TITLE _____ DATE _____

Conditions of Approval (if any): _____

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 Rd., Aztec, NM 87410
Phone:(505) 334-6178 Fax:(505) 334-6170

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

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

CONDITIONS

Action 292067

CONDITIONS

Operator: FE-NM, LLC 1001 E SE Loop 323, STE. 160 Tyler, TX 75711	OGRID: 331102
	Action Number: 292067
	Action Type: [C-103] Sub. General Sundry (C-103Z)

CONDITIONS

Created By	Condition	Condition Date
dmccclure	ACCEPTED FOR RECORD	12/7/2023