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Form C-145
Revised May 19, 2017

Permit 384821

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

Previous Operator Information

OGRID: 371682
Name: STEWART ENERGY II, LLC
Address: 777 Taylor Street
Suite 1050
City, State, Zip: Fort Worth, TX 76102

New Operator Information

Effective Date: Effective on the date of approval by the OCD
OGRID: 3053
Name: BURK ROYALTY CO., LTD.
Address: P.O. Box 94903

City, State, Zip: Wichita Falls, TX 76308

I hereby certify that the rules of the Oil Conservation Division ("OCD") have been complied with and that the information on this form and the certified list of wells is true to the best of my knowledge and belief.

Additionally, by signing below, BURK ROYALTY CO., LTD. certifies that it has read and understands the following synopsis of applicable rules.

PREVIOUS OPERATOR certifies that all below-grade tanks constructed and installed prior to June 16, 2008 associated with the selected wells being transferred are either (1) in compliance with 19.15.17 NMAC, (2) have been closed pursuant to 19.15.17.13 NMAC or (3) have been retrofitted to comply with Paragraphs 1 through 4 of 19.15.17.11(l) NMAC.

BURK ROYALTY CO., LTD. understands that the OCD's approval of this operator change:

1. constitutes approval of the transfer of the permit for any permitted pit, below-grade tank or closed-loop system associated with the selected wells; and
2. constitutes approval of the transfer of any below-grade tanks constructed and installed prior to June 16, 2008 associated with the selected wells, regardless of whether the transferor has disclosed the existence of those below-grade tanks to the transferee or to the OCD, and regardless of whether the below-grade tanks are in compliance with 19.15.17 NMAC.

As the operator of record of wells in New Mexico, BURK ROYALTY CO., LTD. agrees to the following statements:

1. Initials JB I am responsible for ensuring that the wells and related facilities comply with applicable statutes and rules, and am responsible for all regulatory filings with the OCD. I am responsible for knowing all applicable statutes and rules, not just the rules referenced in this list. I understand that the OCD's rules are available on the OCD website under "Rules," and that the Water Quality Control Commission rules are available on the OCD website on the "Publications" page.
2. Initials JB I understand that if I acquire wells from another operator, the OCD must approve the operator change before I begin operating those wells. See Subsection B of 19.15.9.9 NMAC. I understand that if I acquire wells or facilities subject to a compliance order addressing inactive wells or environmental cleanup, before the OCD will approve the operator change it may require me to enter into an enforceable agreement to return those wells to compliance. See Paragraph (2) of Subsection C of 19.15.9.9 NMAC.
3. Initials JB I must file a monthly C-115 report showing production for each non-plugged well completion for which the OCD has approved an allowable and authorization to transport, and injection for each injection well. See 19.15.7.24 NMAC. I understand that the OCD may cancel my authority to transport from or inject into all the wells I operate if I fail to file C-115 reports. See Subsection C of 19.15.7.24 NMAC.
4. Initials JB I understand that New Mexico requires wells that have been inactive for certain time periods to be plugged or placed in approved temporary abandonment. See 19.15.25.8 NMAC. I understand the requirements for plugging and approved temporary abandonment in 19.15.25 NMAC. I understand that I can check my compliance with the basic requirements of 19.15.25.8 NMAC by using the "Inactive Well List" on OCD's website.
5. Initials JB I must keep current with financial assurances for well plugging. I understand that New Mexico requires each state or fee well that has been inactive for more than two years and has not been plugged and released to be covered by a single-well financial assurance or a "blanket plugging financial assurance for wells in temporarily abandoned statuses", even if the well is also covered by a blanket financial assurance and even if the well is on approved temporary abandonment status. See Subsection C of 19.15.8.9 NMAC. I understand that I can check my compliance with the financial assurance requirement by using the "Inactive Well Additional Financial Assurance Report" on the OCD's website.
6. Initials JB I am responsible for reporting and remediating releases pursuant to 19.15.29 NMAC. I understand the OCD will look to me as the operator of record to take corrective action for releases at my wells and related facilities, including releases that occurred before I became operator of record. I am responsible for conducting my own due diligence for any releases that have occurred prior to becoming operator of my wells and related facilities and am responsible for any open releases or unreported releases.
7. Initials JB I have read 19.15.5.9 NMAC, commonly known as "Part 5.9," and understand that to be in compliance with its requirements I must have the appropriate financial assurances in place, comply with orders requiring corrective action, pay penalties assessed by the courts or agreed to by me in a settlement agreement, and not have too many wells out of compliance with the inactive well rule (19.15.25.8 NMAC). If I am in violation of Part 5.9, I may not be allowed to drill, acquire or produce any additional wells, and will not be able to obtain any new injection permits. See 19.15.16.19 NMAC, 19.15.26.8 NMAC, 19.15.9.9 NMAC and 19.15.14.10 NMAC. If I am in violation of Part 5.9 the OCD may, after notice and hearing, revoke my existing injection permits and seek other relief. See 19.15.26.8 NMAC and 19.15.5.10 NMAC.
8. Initials JB For injection wells, I understand that I must report injection on my monthly C-115 report and must operate my wells in compliance with 19.15.26 NMAC and the terms of my injection permit. I understand that I must conduct mechanical integrity tests on my injection wells at least once every five years. See 19.15.26.11 NMAC. I understand that when there is a continuous one-year period of non-injection into all wells in an injection or storage project or into a saltwater disposal well or special purpose injection well, authority for that injection automatically terminates. See 19.15.26.12 NMAC. I understand that if I transfer operation of an injection well to another operator, the OCD must approve the transfer of authority to inject, and the OCD may require me to demonstrate the well's mechanical integrity prior to approving that transfer. See 19.15.26.15 NMAC.
9. Initials JB I am responsible for providing the OCD with my current address of record and emergency contact information, and I am responsible for updating that information when it changes. See Subsection C of 19.15.9.8 NMAC. I understand that I can update that information on the OCD's website under "Electronic Permitting."
10. Initials JB If I transfer well operations to another operator, the OCD must approve the change before the new operator can begin operations. See Subsection B of 19.15.9.9 NMAC. I remain responsible for the wells and related facilities and all related regulatory filings until the OCD approves the operator change. I understand that the transfer will not relieve me of responsibility or liability for any act or omission which occurred while I operated the wells and related facilities.
11. Initials JB No person with an interest exceeding 25% in the undersigned company is, or was within the last 5 years, an officer, director, partner or person with a 25% or greater interest in another entity that is not currently in compliance with Subsection A of 19.15.5.9 NMAC.
12. Initials JB NMOC Rule Subsection E and F of 19.15.16.8 NMAC: An operator shall have 90 days from the effective date of an operator name change to change the operator name on the well sign unless the division grants an extension time, for good cause shown, along with a schedule for making the changes. Each sign shall show the (1) well number, (2) property name, (3) operator's name, (4) location by footage, quarter-quarter section, township and range (or unit letter can be substituted for the quarter-quarter section), and (5) API number.

I hereby certify I understand the above. The statements I have made are true and correct and a condition precedent to the Oil Conservation Division accepting this Change of Operator.

Previous Operator

Signature: _____

Printed
Name: _____

Title: _____

Date: _____

Ryan DeLongRYAN DELONGVP-PLANNING & REGULATORY4/8/25 Phone: 817-852-6370**New Operator**

Signature: _____

Printed
Name: _____

Title: _____

Date: _____

Lucy JohnsonLucy JohnsonDirector of Operations4/7/2025 Phone: 432-978-9388

Permit 384821

NMOCD ApprovalElectronic Signature(s): Rob Jackson, District 1Date: April 09, 2025

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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

Wells Selected for Transfer

Permit 384821

69 Wells Selected for Transfer

From:	STEWARD ENERGY II, LLC	OGRID:	371682
To:	BURK ROYALTY CO., LTD.	OGRID:	3053

OCD District Hobbs (69 Wells selected.)

Property	Well	Lease Type	ULSTR	OCD Unit	API	Pool ID	Pool Name	Well Type
337150	BABINEAUX FEE #001H	P	D-23-13S-38E	D	30-025-50780			O
	BABINEAUX FEE #002H	P	A-22-13S-38E	A	30-025-48744			O
337169	BROKEN BAR STATE #004H	S	1-14-14S-38E	A	30-025-52812			O
337138	BROKEN SPOKE 2 STATE #001H	S	6-02-14S-38E	O	30-025-41004			O
	BROKEN SPOKE 2 STATE #002H	P	2-11-14S-38E	G	30-025-50369			O
337145	BROKEN SPOKE STATE COM #005H	S	M-02-14S-38E	M	30-025-45530			O
337149	COMBO FEE #001H	P	P-15-13S-38E	P	30-025-47475			O
	COMBO FEE #002H	P	O-15-13S-38E	O	30-025-49480			O
	COMBO FEE #003H	S	B-27-13S-38E	B	30-025-51385			O
337139	DOG BAR 11 FEE #001H	P	4-11-14S-38E	O	30-025-42873			O
	DOG BAR 11 FEE #002H	P	N-11-14S-38E	N	30-025-42121			O
	DOG BAR 11 FEE #003H	P	M-11-14S-38E	M	30-025-42622			O
337148	FELINA FEE #004H	P	J-26-13S-38E	J	30-025-49417			O
	FELINA FEE #005H	P	L-26-13S-38E	L	30-025-46838			O
	FELINA FEE #006H	P	L-26-13S-38E	L	30-025-52526			O
337161	FRING FEDERAL #001H	P	1-23-13S-38E	A	30-025-50271			O
	FRING FEDERAL #002H	F	1-23-13S-38E	A	30-025-50202			O
	FRING FEDERAL #003H	F	C-23-13S-38E	C	30-025-52749			O
337167	GALE FEDERAL #001H	F	O-02-13S-38E	O	30-025-52291			O
	GALE FEDERAL #002H	F	O-02-13S-38E	O	30-025-52292			O
	GALE FEDERAL #003H	F	O-02-13S-38E	O	30-025-52293			O
337165	GILLIGAN FEE #001H	P	4-35-12S-38E	P	30-025-51113			O
	GILLIGAN FEE #002H	P	4-35-12S-38E	P	30-025-51114			O
	GILLIGAN FEE #003H	P	O-35-12S-38E	O	30-025-52813			O
337162	GRAY MATTER FEE #002H	P	O-21-13S-38E	O	30-025-50754			O
337151	GUSTAVO FEE #004H	P	C-23-13S-38E	C	30-025-51771			O
	GUSTAVO FEE #005H	P	D-23-13S-38E	D	30-025-48982			O
	GUSTAVO FEE #006H	P	D-23-13S-38E	D	30-025-50779			O
337143	HEISENBERG STATE COM #001H	S	I-03-14S-38E	I	30-025-50727			O
	HEISENBERG STATE COM #002H	S	I-03-14S-38E	I	30-025-50728			O
	HEISENBERG STATE COM #003H	S	J-03-14S-38E	J	30-025-43753			O
	HEISENBERG STATE COM #004H	S	L-03-14S-38E	L	30-025-52524			O
	HEISENBERG STATE COM #005H	S	L-03-14S-38E	L	30-025-45619			O
	HEISENBERG STATE COM #006H	S	L-03-14S-38E	L	30-025-52525			O
	HEISENBERG STATE COM #007H	S	J-04-14S-38E	J	30-025-43754			O
	HEISENBERG STATE COM #008H	P	J-04-14S-38E	J	30-025-52817			O
	HEISENBERG STATE COM #009H	S	J-04-14S-38E	J	30-025-52818			O
337152	HODGE SWD #001	P	M-27-12S-38E	M	30-025-34100			S
337160	HUELL FEE #005H	P	N-10-13S-38E	N	30-025-49775			O
337164	LAWYER UP FEE #005H	P	B-15-13S-38E	B	30-025-51003			O
337142	POLLOS HERMANOS STATE COM #001H	P	A-15-14S-38E	A	30-025-52814			O
	POLLOS HERMANOS STATE COM #002H	S	O-10-14S-38E	O	30-025-44038			O
	POLLOS HERMANOS STATE COM #003H	S	B-15-14S-38E	B	30-025-50764			O
	POLLOS HERMANOS STATE COM #004H	S	B-15-14S-38E	B	30-025-50778			O
	POLLOS HERMANOS STATE COM #005H	S	N-10-14S-38E	N	30-025-43735			O
337158	ROOF PIZZA FEE #004H	P	C-27-13S-38E	C	30-025-51409			O
	ROOF PIZZA FEE #005H	P	D-27-13S-38E	D	30-025-49481			O
337146	SALAMANCA STATE #001H	S	P-27-13S-38E	P	30-025-45933			O
	SALAMANCA STATE #002H	P	O-22-13S-38E	O	30-025-51641			O
	SALAMANCA STATE #003H	P	O-22-13S-38E	O	30-025-51642			O
337144	SAUL GOODMAN FEE #002H	P	1-02-14S-38E	B	30-025-45129			O
337141	SAY MY NAME STATE #006H	S	M-09-14S-38E	M	30-025-43682			O
337147	SLIPPIN JIMMY FEE #001H	P	3-26-13S-38E	I	30-025-46482			O
	SLIPPIN JIMMY FEE #002H	S	J-26-13S-38E	J	30-025-49418			O
337153	TRINITY 22 STATE COM #001H	P	A-27-12S-38E	A	30-025-44916			O
	TRINITY 22 STATE COM #002H	S	B-27-12S-38E	B	30-025-46330			O

337157	TRINITY 26 23 STATE COM #005H	S	E-26-12S-38E	E	30-025-49419			O
337154	TRINITY 27 22 STATE COM #004H	S	K-27-12S-38E	K	30-025-45373			O
337155	TRINITY 27 FEE #002H	P	B-34-12S-38E	B	30-025-45330			O
337159	VAMONOS FEE #004H	P	O-22-13S-38E	O	30-025-51639			O
	VAMONOS FEE #005H	P	M-22-13S-38E	M	30-025-49708			O
337168	VINCE FEDERAL #004H	F	M-35-12S-38E	M	30-025-52294			O
	VINCE FEDERAL #005H	F	M-35-12S-38E	M	30-025-52295			O
	VINCE FEDERAL #006H	F	M-35-12S-38E	M	30-025-52296			O
337170	WALT JUNIOR FEE #003H	S	O-10-13S-38E	O	30-025-52819			O
337163	WEXLER FEE #001H	P	H-03-13S-38E	H	30-025-52815			O
	WEXLER FEE #002H	P	H-03-13S-38E	H	30-025-50822			O
	WEXLER FEE #003H	P	H-03-13S-38E	H	30-025-52816			O
337166	WINNEBAGO FEE #005H	P	M-21-13S-38E	M	30-025-51384			O