405 North Marienfeld · Suite 250 · Midland, Texas 79701

November 21, 2017

Michael McMillan New Mexico Oil Conservation District 4 1220 South St. Francis Drive Santa Fe, New Mexico 87505

RE: Fikes SWD #1 - SWD 1689 - Surface Location Change

Mr. McMillan,

Delaware Energy was not able to reach an agreement with offset surface owners to access the proposed location of the Fikes SWD #1 (2,325' FNL, 325' FEL, Sec. 18, 24S, 28E, UL H) therefore an alternate location was staked approximately 500 east (2,033' FNL, 252' FWL, Sec. 17, 24S, 28E, UL E). The Alternate location does not change the affected operators that were previously noticed for the C-108 and no new operators will be noticed. An Agreement was made with new surface owner and the surface owner was notified by certified mail of the new location (see attached certified mail return receipt for surface owner).

Best Regards,

Jason Goss | VP Drilling

Delaware Energy Services

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