| NEW MEXICO (<br>- Geological<br>1220 South St. Franc  |
|---|
| THIS CHECKLIST IS MANDATORY FOR ALL AD-<br>REGULATIONS WHICH REQUIRE  |
| Applicant: COG Operating, LLC   |
| Well Name: Tenderloin Federal Com 4H  |
| Pool: GRAMA RIDGE; BONE SPRINGS, WEST   |
| SUBMIT ACCURATE AND COMPLETE INFOR  |
| 1) TYPE OF APPLICATION: Check those which A. Location – Spacing Unit – Simultane INSL NSP (PROJECT  |
| B. Check one only for [1] or [1]  [1] Commingling – Storage – Meas  DHC CTB PLC  [11] Injection – Disposal – Pressure II  WFX PMX SWD   |
| 2) NOTIFICATION REQUIRED TO: Check those A. Offset operators or lease holders B. Royalty, overriding royalty owner C. Application requires published r D. Notification and/or concurrent of E. Notification and/or concurrent of F. Surface owner G. For all of the above, proof of nor H. No notice required |
| 3) CERTIFICATION: I hereby certify that the<br>administrative approval is accurate and<br>understand that no action will be taken<br>notifications are submitted to the Division  |
| Note: Statement must be completed by  |
| Jeanette Barron Print or Type Name  |

|     | RECEIVED:  | 11/10/20                            | REVIEWER: DM  | TYPE:                  | OLM                  |                               | M2031743401              |  |  |
|-----|--|-------------------------------------|---|------------------------|----------------------|-------------------------------|--------------------------|--|--|
| •   |  |                                     |   | FOR OCD DIVISION USE O |                      | O WY                          |                          |  |  |
|     |  |                                     | NEW MEXICO OIL - Geological &   |                        |                      |                               |                          |  |  |
|     |  | 1'                                  | 220 South St. Francis   | _                      | _                    |                               |                          |  |  |
|     |  | •                                   | 220 00011101.11011015   | D11 <b>*</b> C,        | , sama 10, i         | 1111 07 000                   | TO STREET COME OF STREET |  |  |
|     |  |                                     | ADMINISTRATIVE  |                        |                      |                               |                          |  |  |
|     |  |                                     | IS MANDATORY FOR ALL ADMIN<br>REGULATIONS WHICH REQUIRE PR                |                        |                      |                               |                          |  |  |
| \ F | pplicant:  | COG Operating, LL                   | .c  |                        |                      | OGRID                         | Number: 229137           |  |  |
| į   | ell Name   | Tenderloin Feder                    | al Com 4H   |                        |                      | API: 30-0                     | 25-43891                 |  |  |
| 0   | ol: GRAM   | A RIDGE; BONE SE                    | PRINGS, WEST  |                        |                      | Pool C                        | ode: <sup>28432</sup>    |  |  |
|     | SUBMIT ACCURATE AND COMPLETE INFORMATION REQUIRED TO PROCESS THE TYPE OF APPLICATION INDICATED BELOW |                                     |   |                        |                      |                               |                          |  |  |
| 1   |  |                                     | N: Check those which cing Unit – Simultaneou                              | ıs Dec                 |                      | IONUNII) SE                   |                          |  |  |
|     | [1]  | ] Comminglin DHC                    | Disposal – Pressure Inc   | ]PC                    |                      | ■OLM<br>Oil Recovery<br>□ PPR | FOR OCD ONLY             |  |  |
| 2   | NOTIFIC  | CATION REQU                         | IRED TO: Check those  | which                  | apply.               |                               |                          |  |  |
|     | A. 🔲   | •                                   | tors or lease holders   |                        |                      |                               | Notice Complete          |  |  |
|     | B. <b>.</b><br>C. □  |                                     | rriding royalty owners,<br>requires published not                         |                        | ue owners            |                               | Application              |  |  |
|     | D. [   | • •                                 | and/or concurrent ap  |                        | l by SLO             |                               | Complete                 |  |  |
|     | E. 🔳   | Notification -                      | and/or concurrent ap  |                        | •                    |                               | Complete                 |  |  |
|     | f. 🗆   | Surface own                         |   |                        | المرامان معاد        | ian is attache                | ad and/or                |  |  |
|     | H.[_]  | No notice re                        | above, proof of notification  | Callor                 | or publicati         | ion is affache                | ea, ana/or,              |  |  |
|     |  |                                     | 40  |                        |                      |                               |                          |  |  |
| 3)  | admini:<br>underst   | strative approtand that <b>no</b> ( | eby certify that the informal is accurate and concertion will be taken on | omple                  | <b>te</b> to the be: | st of my knov                 | vledge. I also           |  |  |
|     | ПОШИСС   |                                     | mitted to the Division.   |                        |                      |                               |                          |  |  |
|     |  | Note: State                         | ment must be completed by a   | n individ              |                      |                               | visory capacity.         |  |  |
|     |  |                                     |   |                        |                      | 11/10/20                      |                          |  |  |

| Jeanette Barron    | 11/10/20<br>Date                     |
|--------------------|--------------------------------------|
| Print or Type Name | 575-746-6974                         |
| 0                  | Phone Number                         |
| Signature School   | jbarron@concho.com<br>e-mail Address |

E-MAIL ADDRESS: jbarron@concho.com

District 1
1625 N. French Drive, Hobbs, NM 88240
District II
811 S. First St., Artesia, NM 88210
District III
1000 Rio Brazos Road, Aztec, NM 87410
District IV
1220 S. St Francis Dr. Santa Fe, NM
87505

State of New Mexico
Energy, Minerals and Natural Resources Department

Form C-107-B Revised August 1, 2011

### **OIL CONSERVATION DIVISION**

1220 S. St Francis Drive Santa Fe, New Mexico 87505 Submit the original application to the Santa Fe office with one copy to the appropriate District Office.

| APPLICATION FOR SURFACE COMMINGLING (DIVERSE OWNERSHIP)  |               |  |   |                       |   |               |  |
|--|---------------|--|---|-----------------------|---|---------------|--|
| OPERATOR NAME:   |               | erating LLC  |   | 1556                  |   |               |  |
| OPERATOR ADDRESS:  | 2208 W I      | Main Street, Artesia, N                            | ew Mexico 88210   |                       |   |               |  |
| APPLICATION TYPE:  |               |  |   |                       |   |               |  |
| ☐ Pool Commingling ☐ Lease   | Comminglin    | g Pool and Lease Cor                               | mmingling  Off-Lease                                      | Storage and Measur    | rement (Only if not Surface                     | e Commingled) |  |
| LEASE TYPE:  | _             | State  |   |                       |   |               |  |
| Is this an Amendment to exis   |               |  |   |                       |   |               |  |
| Have the Bureau of Land Management (BLM) and State Land office (SLO) been notified in writing of the proposed commingling    Yes   |               |  |   |                       |   |               |  |
| (A) POOL COMMINGLING  Please attach sheets with the following information  |               |  |   |                       |   |               |  |
| (1) Pool Names and Codes   |               | Gravities / BTU of<br>Non-Commingled<br>Production | Calculated Gravities /<br>BTU of Commingled<br>Production |                       | Calculated Value of<br>Commingled<br>Production | Volumes       |  |
|  |               |  |   |                       |   |               |  |
|  |               |  | ļ   |                       |   |               |  |
|  |               |  |   |                       |   |               |  |
|  |               | <u> </u>   |   |                       |   |               |  |
| (2) Are any wells producing at (3) Has all interest owners bee (4) Measurement type: | n notified by | y certified mail of the pro  Other (Specify)       |   | ☐Yes ☐No.             | ng should be approved                           |               |  |
|  |               |  | SE COMMINGLIN  s with the following in                    |                       | <u>,</u>  |               |  |
| <ol> <li>Pool Name and Code.</li> <li>Is all production from same</li> </ol>   | source of s   | unnly?   | 2   |                       |   |               |  |
| (3) Has all interest owners been   |               |  |   | □Yes □N               | 0   |               |  |
|  | _             | Other (Specify)                                    |   |                       |   |               |  |
|  |               | · .=   | <del></del> -   |                       |   |               |  |
| (C) POOL and LEASE COMMINGLING Please attach sheets with the following information   |               |  |   |                       |   |               |  |
| (1) Complete Sections A and E.   |               |  |   |                       |   |               |  |
|  | ſΠ            | OFF-LEASE ST                                       | ORAGE and MEA   | SURFMENT              |   |               |  |
| (D) OFF-LEASE STORAGE and MEASUREMENT Please attached sheets with the following information  |               |  |   |                       |   |               |  |
| (1) Is all production from same source of supply?   ✓ Yes   No  (2) Include proof of notice to all interest owners.  |               |  |   |                       |   |               |  |
| (E) ADDITIONAL INFORMATION (for all application types)   |               |  |   |                       |   |               |  |
|  | (2) 110       |  | with the following in                                     |                       | pear  |               |  |
| <ol> <li>A schematic diagram of fac</li> <li>A plat with lease boundarie</li> <li>Lease Names, Lease and W</li> </ol>  | s showing a   | ll well and facility location                      | ons. Include lease numbe                                  | ers if Federal or Sta | te lands are involved,                          |               |  |
| I hereby certify that the informati  | on above is   | true and complete to the                           | best of my knowledge an                                   | d belief.             |   |               |  |
| SIGNATURE Junelle  | Barron        | TI   | TLE: Regulatory Technic                                   | ian II                | DATE:///  | 10/20         |  |
| TYPE OR PRINT NAME Jeanet  | te Barron     | TELEPHONE NO.:                                     | 575 748.6974  |                       |   |               |  |



November 10, 2020

Attn: Dean McClure NM Oil Conservation Division 1220 South Saint Francis Drive Santa Fe, New Mexico 87505

Re:

Application for Administrative Approval

Off-lease Measurement - Oil Only

Dear Mr. McClure,

COG Operating LLC respectfully requests approval for off-lease measurement - Oil only for the following wells:

Tenderloin Fed Com 4H API# 30-025-43891 Grama Ridge; Bone Spring, West Ut. M, Sec. 12-T22S-R33E Lea County, NM

### Oil Production:

The oil production from these wells may be transported by truck to either the Red Hills Offload Station, located in Unit O, Section 4-T26S-R32E, or the Jal Offload Station, located in Unit D, Section 4-T26S-R37E, Lea County in the event the CTB on lease is over capacity or in the case of battery or pipeline repairs. Oil will remain segregated and will be measured by lact meter when offloading at the Offload Stations.

Notifications have been sent to all working interest owners

Please see the enclosed Administrative Application Checklist, C-107-B Application for Off Lease Measurement, plats for referenced wells, site facility diagram, maps with lease boundaries showing wells and facility locations, communization agreement application.

Thank you for your attention to this matter. If you have questions or need further information, please email me at <u>jbarron@concho.com</u> or call 575.748.6974.

Gearette Borron

Jeanette Barron

Regulatory Technician II

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 <u>District IV</u> 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

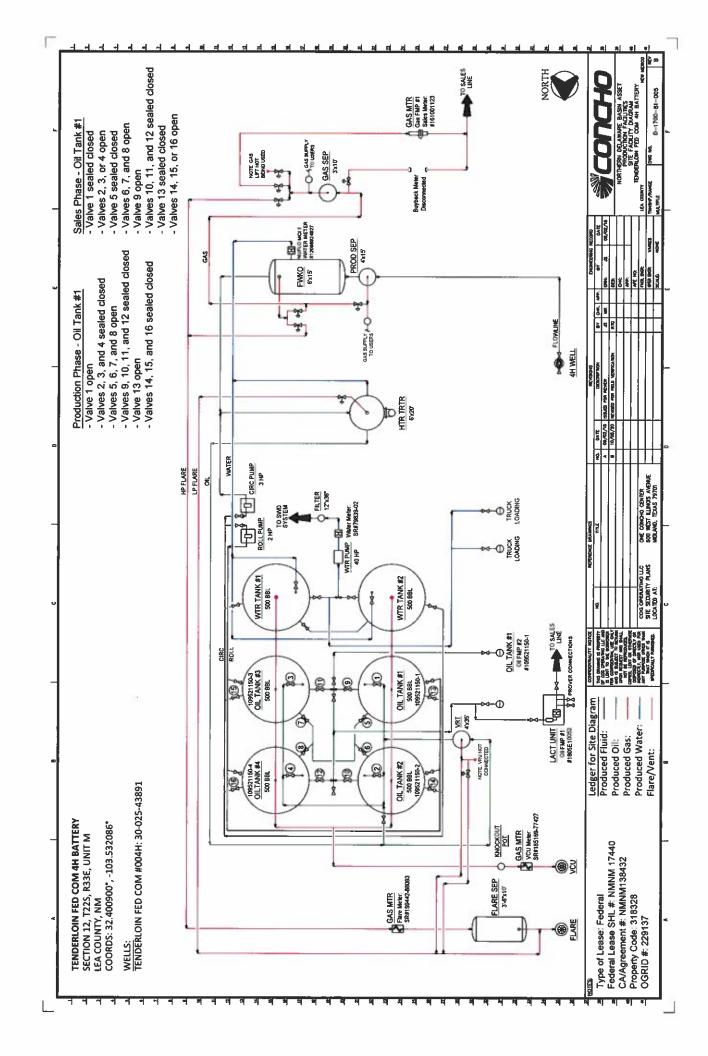
AMENDED REPORT
(As Drilled)

### WELL LOCATION AND ACREAGE DEDICATION PLAT

| <sup>1</sup> API Number                           |             |             |                   | <sup>2</sup> Pool Cod  | e                                  | ·- ·-            | <sup>3</sup> Pool Na     | me                     | <del>-</del> |
|---|-------------|-------------|-------------------|------------------------|------------------------------------|------------------|--------------------------|------------------------|--------------|
| 30-025-43891                                      |             |             |                   | 28432                  | 432 Grama Ridge; Bone Spring, West |                  |                          |                        |              |
| <sup>4</sup> Property Code                        |             | <u> </u>    | 5 Property Name   |                        |                                    |                  | <sup>6</sup> Well Number |                        |              |
| 318328  | 3           |             |                   | Tenderloin Federal Com |                                    |                  |                          | 4H                     |              |
| <sup>7</sup> OGRID No.                            |             |             | 8 Operator Name   |                        |                                    |                  |                          | <sup>9</sup> Elevation |              |
| 229137  |             |             | COG Operating LLC |                        |                                    |                  | 3524.3' GR               |                        |              |
| <sup>10</sup> Surface Location                    |             |             |                   |                        |                                    |                  |                          |                        |              |
| UL or lot no.                                     | Section     | Township    | Range             | Lot Idn                | Feet from the                      | North/South line | Feet from the            | East/West line         | County       |
| M   | 12          | 22S         | 33E               |                        | 655                                | South            | 660                      | West                   | 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       |
| D   | 1           | 22S         | 33E               | 4                      | 213                                | North            | 666                      | West                   | Lea          |
| <sup>2</sup> Dedicated Acres                      | 13 Joint or | r Infill 14 | Consolidation     | Code 15 Or             | rder No.                           |                  |                          | ·                      |              |
| 320   | 1           |             |                   |                        |                                    |                  |                          |                        |              |

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.

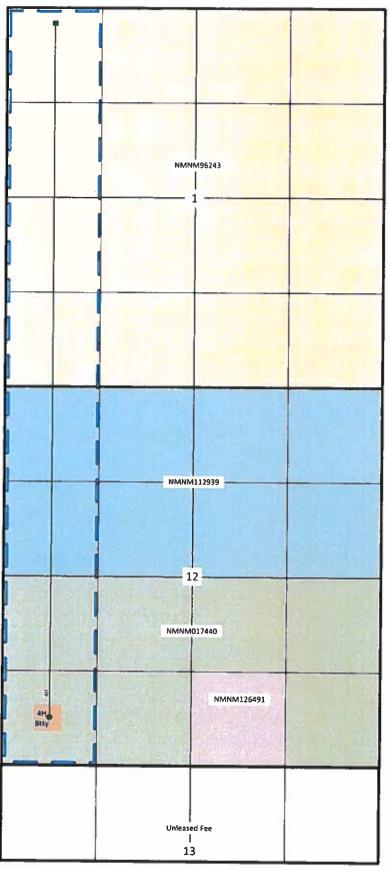
| 16 | BHL       | Lot 3                          | Lot 2 | Lot 1            | 17 OPERATOR CERTIFICATION  I hereby certify that the information contained herein is true and complete to the best of my knowledge and belief, and that this organization either owns a working interest or unleased mineral interest 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 heretafore entered by the division.  Signature  Date  Leanette Barron |
|----|-----------|--------------------------------|-------|------------------|--|
|    | 4         | Producing Area<br>11041-20650' |       | Sec 1-T22S-R33E  | Printed Name  jbarron@concho.com  E-mail Address   |
|    |           |                                |       | Sec 12-T22S-R33E | 18 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 of Survey Signature and Seal of Professional Surveyor:  REFER TO ORIGINAL PLAT  |
|    | SHL 660') |                                |       |                  | Certificate Number   |



### Tenderloin Federal Com 4H Well

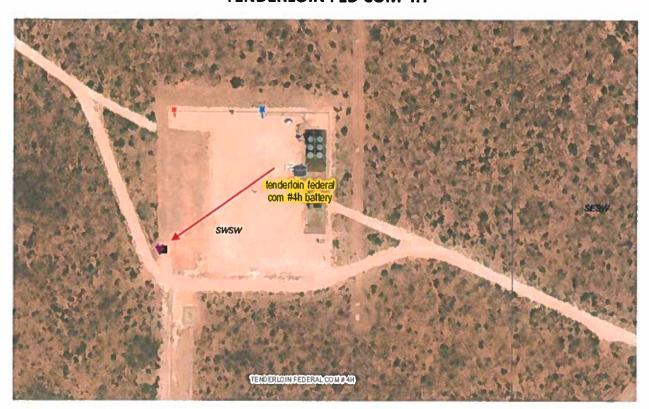
2BSS SHL2BSS BHL

Bone Spring CA NMNM138432



Sec. 1, 12, 13-T22S-R33E Lea County, NM

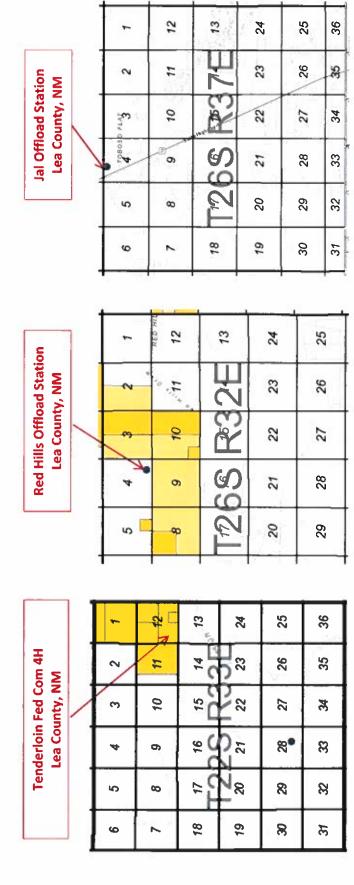
### **TENDERLOIN FED COM 4H**



# **Tenderloin Fed Com 4H**

જ

# Red Hills and Jal Offload Station Map



|           |          |                             | TENDERLOIN FED COM 4H           |          |       |            |                                     |           |
|-----------|----------|-----------------------------|---------------------------------|----------|-------|------------|-------------------------------------|-----------|
| Date Sent | Initials | Name                        | Address                         | City     | State | ZipCode    | Certified Return Receipt No.        | Delivered |
| 11.10.20  | 9f       | MARSHALL & WINSTON, INC.    | P.O. BOX 50880                  | MIDLAND  | ¥     | 79710-0880 | 79710-0880 7019 1640 0001 2960 0040 |           |
| 11.10.20  | 8f       | OXY Y-1 COMPANY             | S GREENWAY PLAZA, SUITE 110     | HOUSTON  | ¥     | 77046      | 7017 3040 0000 1206 3893            |           |
| 11.10.20  | 8f       | ADVANCE ENERGY PARTNERS LLC | 11490 WESTHEIMER ROAD SUITE 950 | HOUSTON  | ¥     | 77077      | 7017 3040 0000 1206 3909            |           |
| 11.10.20  | 8ſ       | CM RESOURCES, LLC           | 303 W WALL STREET SUITE 100     | MIDLAND  | ¥     | 79701      | 7017 3040 0000 1206 3954            |           |
| 11.10.20  | 9r       | BULLHEAD ENERGY, LLC        | PO BOX 470158                   | FT WORTH | ¥     | 76147      | 7017 3040 0000 1205 3443            |           |
| 11.10.20  | 18       | EOG RESOURCES               | 5509 CHAMPIONS DR.              | MIDLAND  | ¥     | 79706      | 7017 3040 0000 1206 3947            |           |
| 11.10.20  | JB       | ВГМ                         | 414 WEST TAYLOR                 | HOBBS    | Σ     | 88240      | 7019 1640 0001 2960 0064            |           |

### **Determination - Approval - Certification**

Pursuant to the authority vested in the Secretary of the Interior under Section 17(j) of the Mineral Leasing Act of 1920, as amended (74 Stat. 784; 30 U.S.C. 226(j)), and delegated to the authorized officer of the Bureau of Land Management, I do hereby:

- A. Determine that the Federal lease or leases as to the lands committed to the attached agreement cannot be independently developed and operated in conformity with the well-spacing program established for the field or area in which said lands are located, and that consummation and approval of the agreement will be in the public interest. Approval of this agreement does not warrant or certify that the operator thereof and other holders of operating rights hold legal or equitable title to those rights in the subject leases which are committed hereto.
- B. Approve the attached Communitization Agreement covering Lot 4, SWNW, W2 of sec. 01 and W2W2 of sec. 12, T. 22 S., R. 33 E., NMPM, as to all producible hydrocarbons from the Bone Spring formation. This approval will become invalid if the public interest requirements under section 3105.2-3 (c) are not met.
- C. Certify and determine that the drilling, producing, rental, minimum royalty and royalty requirements of the Federal lease or leases committed to said agreement are hereby established, altered, changed, or revoked to conform with the terms and conditions of the agreement.

Approved: 09/10/2018

Assistant Field Manager
Lands and Minerals

+ A-layter

Effective: March 1, 2017

Contract No.: Com. Agr. NMNM138432

Pu.

LER COUNTY, NO REITH MANES, COUNTY CLERK 868631484 Book2148 Page 574 1 of 16 18/11/2018 89:96 AM BY ANGELA BEAUCHAMP

Federal/Federal

### FEDERAL COMMUNITIZATION AGREEMENT Well Name: Tenderloin Federal Com #4H

Contract No. NM 138432

THIS AGREEMENT entered into as of the date shown in Section 10 hereof by and between the parties subscribing, ratifying, or consenting hereto, such parties being hereinafter referred to as "parties hereto."

### WITNESSETH:

WHEREAS, the Act of February 25, 1920 (41 Stat. 437), as amended and supplemented, authorizes communitization or drilling agreements communitizing or pooling a Federal oil and gas lease, or any portion thereof, with other lands, whether or not owned by the United States, when separate tracts under such Federal lease cannot be independently developed and operated in conformity with an established well-spacing program for the field or area and such communitization or pooling is determined to be in the public interest; and

WHEREAS, the parties hereto own working, royalty, or other leasehold interests, or operating rights under the oil and gas leases and lands subject to this Agreement which cannot be independently developed and operated in conformity with the well-spacing program established for the field or area in which said lands are located; and

WHEREAS, the parties hereto desire to communitize and pool their respective mineral interests in lands subject to this Agreement for the purpose of developing and producing communitized substances in accordance with the terms and conditions of this Agreement:

NOW, THEREFORE, in consideration of the premises and the mutual advantages to the parties hereto, it is mutually covenanted and agreed by and between the parties hereto as follows:

 The lands covered by this Agreement (hereinafter referred to as "communitized area") are described as follows:

Township 22 South, Range 33 East, N.M.P.M.

Section 1: W%W% Section 12: W%W% Lea County, New Mexico

containing 320.02 ares, and this agreement shall include only the Bone Spring Formation underlying said lands and the natural gas and associated liquid hydrocarbons, hereafter referred to as "communitized substances," producible from such formation.

- 2. Attached hereto, and made a part of this Agreement for all purposes is Exhibit A, a plat designating the communitized area and, Exhibit B, designating the operator of the communitized area and showing the acreage, percentage, and ownership of oil and gas interests in all lands within the communitized area, and the authorization, if any, for communitizing or pooling any patented or fee lands within the communitized area.
- 3. The Operator of the communitized area shall be COG Operating LLC, as Operator, 600 W. Illinois Avenue, Midland, Texas 79701. All matters of operations shall be governed by the operator under and pursuant to the terms and provisions of this Agreement. A successor operator may be designated by the owners of the working interest in the communitized area and four (4) executed copies of a designation of successor operator shall be filed with the Authorized Officer.

LEA COUNTY, NT KEITH MANES, COUNTY CLERK 000031404 Book2140 Page 574 3 of 16 10/11/2018 09:06 AM

Federal/Federal

- 4. Operator shall furnish the Secretary of the Interior, or his authorized representative, with a log and history of any well drilled on the communitized area, monthly reports of operations, statements of oil and gas sales and royalties, and such other reports as are deemed necessary to compute monthly the royalty due the United States, as specified in the applicable oil and gas operating regulations.
- 5. The communitized area shall be developed and operated as an entirety, with the understanding and agreement between the parties hereto that all communitized substances produced there from shall be allocated among the leaseholds comprising said area in the proportion that the acreage interest of each leasehold bears to the entire acreage interest committed to this agreement.

All proceeds, 8/8ths, attributed to unleased Federal, State, or fee land included within the CA area are to be placed in an interest earning escrow or trust account by the designated operator until the land is leased or ownership is established.

- 6. The royalties payable on communitized substances allocated to the individual leases comprising the communitized area and the rentals provided for in said leases shall be determined and paid on the basis prescribed in each of the individual leases. Payments of rentals under the terms of leases subject to this Agreement shall not be affected by this Agreement except as provided for under the terms and provisions of said leases or as may herein be otherwise provided. Except as herein modified and changed, the oil and gas leases subject to this Agreement shall remain in full force and effect as originally made and issued. It is agreed that for any Federal lease bearing a sliding- or step-scale rate of royalty, such rate shall be determined separately as to production from each communitization agreement to which such lease may be committed, and separately as to any non-communitized lease production, provided, however, in regard to leases where the rate of royalty for gas is based on total lease production per day, such rate shall be determined by the sum of all communitized production allocated to such a lease plus any non-communitized lease production.
- 7. There shall be no obligation on the lessees to offset any well or wells completed in the same formation as covered by this Agreement on separate component tracts into which the communitized area is now or may hereafter be divided, nor shall any lessee be required to measure separately communitized substances by reason of the diverse ownership thereof, but the lessees hereto shall not be released from their obligation to protect said communitized area from drainage of communitized substances by a well or wells which may be drilled offsetting said area.
- 8. The commencement, completion, continued operation, or production of a well or wells for communitized substances on the communitized area shall be construed and considered as the commencement, completion, continued operation, or production on each and all of the lands within and comprising said communitized area, and operations or production pursuant to this Agreement shall be deemed to be operations or production as to each lease committed hereto.
- 9. Production of communitized substances and disposal thereof shall be in conformity with allocation, allotments, and quotas made or fixed by any duly authorized person or regulatory body under applicable Federal or State statutes. This Agreement shall be subject to all applicable Federal and State laws or executive orders, rules, and regulations, and no party hereto shall suffer a forfeiture or be liable in damages for failure to comply with any of the provisions of this Agreement if such compliance is prevented by, or if such failure results from, compliance with any such laws, orders, rules, or regulations.
- 10. The date of this agreement is <u>March 1, 2017</u>, and it shall become effective as of this date or from the onset of production of communitized substances, whichever is earlier upon execution by the necessary parties, notwithstanding the date of execution, and upon approval by the Secretary of the Interior or by his

LEN COUNTY, TO KEITH HANCES, COUNTY CLERK 000031484 Book2148 Page 574 4 of 16 18/11/2018 09:06 AM

Federal/Federal

duly authorized representative, and shall remain in force and effect for a period of two (2) years and for as long as communitized substances are, or can be, produced from the communitized area in paying quantities: Provided, that prior to production in paying quantities from the communitized area and upon fulfillment of all requirements of the Secretary of the Interior, or his duly authorized representative, with respect to any dry hole or abandoned well, this Agreement may be terminated at any time by mutual agreement of the parties hereto. This Agreement shall not terminate upon cessation of production if, within sixty (60) days thereafter, reworking or drilling operations on the communitized area are commenced and are thereafter conducted with reasonable diligence during the period of non-production. The two (2) year term of this Agreement will not in itself serve to extend the term of any Federal lease which would otherwise expire during said period.

- 11. The covenants herein shall be construed to be covenants running with the land with respect to the communitized interests of the parties hereto and their successors in interests until this Agreement terminates and any grant, transfer, or conveyance of any such land or interest subject hereto, whether voluntary or not, shall be and hereby is conditioned upon the assumption of all obligations hereunder by the grantee, transferee, or other successor in interest, and as to Federal land shall be subject to approval by the Secretary of the Interior, or his duly authorized representative.
- 12. It is agreed between the parties hereto that the Secretary of the Interior, or his duly authorized representative, shall have the right of supervision over all Fee and State mineral operations within the communitized area to the extent necessary to monitor production and measurement, and assure that no avoidable loss of hydrocarbons occurs in which the United States has an interest pursuant to applicable oil and gas regulations of the Department of the Interior relating to such production and measurement.
- 13. This Agreement shall be binding upon the parties hereto and shall extend to and be binding upon their respective heirs, executors, administrators, successors, and assigns.
- 14. This Agreement may be executed in any number of counterparts, no one of which needs to be executed by all parties, or may be ratified or consented to by separate instrument, in writing, specifically referring hereto, and shall be binding upon all parties who have executed such a counterpart, ratification or consent hereto with the same force and effect as if all parties had signed the same document.
- 15. <u>Non-Discrimination</u>: In connection with the performance of work under this Agreement, the operator agrees to comply with all the provisions of Section 202(1) to (7) inclusive, of Executive Order 11246 (30F.R. 12319), as amended, which are hereby incorporated by reference in this Agreement.

IN WITNESS WHEREOF, the parties hereto have executed this Agreement as of the day and year first above written and have set opposite their respective names the date of execution.

OPERATOR
OPERATING RIGHTS OWNER
RECORD TITLE OWNER (NMNM—112939 and NMNM 96243):

Statement of Written Consent by All Named Owners:

I, the undersigned, hereby certify, on behalf of COG Operating LLC, the Operator of the proposed Communitization Agreement, that all working interest owners (i.e., the lessees of record and operating rights owners) shown on Exhibit "B" attached to the Communitization Agreement are, to the best of my knowledge, the working interest owners of the Federal or Indian leases subject to the Communitization Agreement, and that the written consents of all the named owners have been obtained and will be made available to the BLM immediately upon request.

### **COG OPERATING LLC**

Mark A. Carter

Attorney-in-Fact

**STATE OF TEXAS** 

3

COUNTY OF MIDLAND

§ &

This instrument was acknowledged before me on <u>February 19</u>, 2018, by Mark A. Carter, Attorney-in-Fact of COG Operating LLC, a Delaware limited liability company, on behalf of same.



otary Public in and for the State of Texas

LEA COUNTY, NM1
KEITH HANES, COUNTY CLERK
808031484
Book 2140 Page 374
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10/11/2010 09:06 AM
BY ANGELA REGULANCE

### OPERATING RIGHTS OWNER (NMNM 112939 and NMNM 096243):

By:
Name: DAVID A. Scott
Title: VICE President

STATE OF TEXAS 5
COUNTY OF Ham'S 5

This instrument was acknowledged before me on June 22 , 2017, by David A. Stott as V.P. - Lond, Legal and Contracts of Advance Energy Parties: LLC as Delauare Limited Liability Company on behalf of said Limited Liability Company

BRIAN ANDREW VAN STAVEREN Notary Public, State of Texas Comm. Expires 01-20-2021 Notary ID 13097010-9 Notary Public in and for the State of Texas

LEA COUNTY, NH KEITH HANES, COUNTY CLERK 980831484 Book2148 Page 574 6 of 16 10/11/2016 99:86 AM BY ONCE A PENINHAMP

KEITH MANES, COUNTY CLERK 888831494 80082148 Page 574 7 of 16 12/11/2818 69:86 AM BY ANGELA BEQUENAME

Federal/Federal

OPERATING RIGHTS OWNER (NMNM-112939 and NMNM 96243):

|        | MARSHALL & WINSTON INC. |  |
|--------|-------------------------|--|
| By:    | 6m MBrandt              |  |
| Name:  | Tom M. Brandt           |  |
| Title: | President               |  |

STATE OF <u>TEXAS</u> § § COUNTY OF <u>MIDLAND</u> §

| by Tom M. Brandt as President of Marshall & Winston, Inc. |  |
|---|--|
| Marshall & Winston, Inc.                                  |  |
| 1,010,012   |  |
| corporation on behalf of said corporation.                |  |



Muluil Aiguil
Notary Public in and for the State of Texas

LEA COUNTY, NM KEITH HANES, COUNTY CLERK 980831484 Book2148 Page 574 8 of 16 19/11/2018 89:86 AM BY ANGELA BEAUCHAMP

Federal/Federal

OPERATING RIGHTS OWNER (NMNM-112939 and NMNM 96243):

CM RESOURCES, LLC

Name:

Title:

STATE OF TOLOG

COUNTY OF MILLAND

2017,

This instrument was acknowledged before me on Occarba 15th by Brandon Gaynor as Sr. Vice Proceeding

Texas limited

on behalf of said CONC

TAYLOR CRAIGHEAD Notary ID # 129348705 My Commission Expires March 14, 2021

Notary Public in and for the State of Texas

LEA COUNTY, NH
KEITH MANES, COUNTY CLERK
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Book2140 Page 574
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18/11/2818 09:06 AM
BY ANGELO BEOLICHAPP

Federal/Federal

OPERATING RIGHTS OWNER (NMNM-017440):

**OXY Y-1 COMPANY** 

By: Name: Title:

Bradley S. Dus

Attorney-In-fact

STATE OF TEXAS

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COUNTY OF HAVE'S

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This instrument was acknowledged before me on 30, JWE 2017, by Bradley S. Dusck as Attorney in-Fact of Attorney in Fact of New Mexico Corporation on behalf of said Corporation

GINGER BAILEY GARCIA
Notary Public, State of fexas
Comm. Expires 04-07-2019
Notary ID 13018125-7

LEA COUNTY, NM
KEITH HANES, COUNTY CLERK
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Book2149 Page 574
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18/11/2018 89:06 AM
BY ANGEL & BEGLIFHAME

Federal/Federal

### RECORD TITLE OWNER (NMNM-017440):

### FIRST INTL BANK OF ARIZONA

|                |                 | By: Sub           | ect to Compulsory Po | oling Order R-14 | 428     |
|----------------|-----------------|-------------------|----------------------|------------------|---------|
|                |                 |                   |                      |                  |         |
|                |                 |                   |                      |                  |         |
|                |                 |                   |                      |                  |         |
| STATE OF       | _ § .           |                   |                      |                  |         |
| COUNTY OF      | - §             |                   |                      |                  |         |
| This instrumen | t was acknowled | ged before me on  |                      |                  | , 2017, |
| by             |                 | as                |                      | of               |         |
|                |                 |                   | a                    |                  |         |
|                |                 | on behalf of said |                      |                  |         |
|                | •               |                   |                      |                  |         |
|                |                 |                   |                      |                  |         |
|                |                 |                   |                      |                  |         |
|                |                 | Notary Public     | in and for the Stat  | e of             |         |

OPERATING RIGHTS OWNER (NMNM-017440):

LEA COUNTY, NM
KEITH MANES, COUNTY CLERK
908031489
900821489 Page 574
11 of 16
10-11-2018 99:86 AM
BY ANGELA BEAUCHAMP

Federal/Federal

### EOG Y RESOURCES INC.

|                             | Ву:                   | _ Subject to Compul  | sory Pooling Order R-1 | 4428 |
|-----------------------------|-----------------------|----------------------|------------------------|------|
|                             | Name                  | :                    |                        |      |
|                             | Irtle:                | -                    |                        |      |
|                             |                       |                      |                        |      |
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| STATE OF                    | δ                     |                      |                        |      |
|                             | §                     |                      | •                      |      |
| COUNTY OF                   | §                     |                      |                        |      |
|                             |                       |                      |                        |      |
| This instrument was a       | almanuladaad bafara m |                      |                        | 2017 |
| This instrument was a<br>by |                       |                      |                        |      |
|                             |                       |                      |                        |      |
|                             |                       |                      |                        |      |
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|                             | <br>Notan             | Public in and for t  | he State of            |      |
|                             | HOLDI                 | I GRUCIII BIIG IOI L | ile state of           |      |

OPERATING RIGHTS OWNER (NMNM-017440):

LEA COUNTY, NH
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BY ANGELA BEAUCHAMP

Federal/Federal

### EOG A RESOURCES INC.

|                                | Name:        |                      | poling Order R-14428 |
|--------------------------------|--------------|----------------------|----------------------|
|                                |              |                      |                      |
| STATE OF §                     |              | *                    |                      |
| 5<br>COUNTY OF §               |              |                      |                      |
| This instrument was acknowledg |              |                      |                      |
| ργ, a                          |              |                      |                      |
|                                |              |                      |                      |
| <del>.</del>                   |              |                      |                      |
|                                | Notary Publi | c in and for the Sta | te of                |

LEA COUNTY, N1
KEITH HAMES, COUNTY CLERK
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13 of 16
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BY ANGELA BEAUCHAMP

Federal/Federal

### OPERATING RIGHTS OWNER (NMNM-017440):

### EOG M RESOURCES INC.

| , 2017, |
|---------|
| of      |
|         |
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LEA COUNTY, NY KEITH MANES, COUNTY CLERK BEOGRISHO BOOKZ148 Page 14 of 16 10-11/2018 69:86 AM BY ANGELA BEAUCHAMP

Federal/Federal

EXHIBIT "A"

Plat of communitized area covering W½W½ of Section 12 and W½W½ of Section 1, Township 22 South, Range 33 East, N.M.P.M., Lea County, New Mexico

### Tenderloin Federal Com #4H

| Mail: 100° Proj. of 400° Proj.                   |         |     |
|--|---------|-----|
| Tract 3:<br>USA NMNM-96243<br>169.02 acres       | Sec. 1  |     |
| <b>14</b>  |         |     |
|  |         |     |
| The times<br>Disconsisted largest<br>Marie acres |         | 200 |
|  | Sec. 12 |     |
|  |         |     |
| MID   Sep. & 1900; TWY.                          |         |     |

### RECAPITULATION

| Tract No. | No. of Acres Committed | Percentage of Interest In Communitized Area |
|-----------|------------------------|---|
| 1         | 80.00                  | 24.9984376%                                 |
| 2         | 80.00                  | 24.9984376%                                 |
| 3         | 160.02                 | 50.0031248%                                 |
| Total     | 320.02                 | 100.000000%                                 |

LEA COUNTY, NH KEITH HANES, COUNTY CLERK 888831484

Federal/Federal

Ехнівіт "В"

Attached to and made a part of that Communitization Agreement dated March 1, 2017, covering W½W½ of Section 12 and W½W½ of Section 1, Township 20 South, Range 33 East, N.M.P.M., Lea County, New Mexico

Operator of Communitized Area: COG Operating LLC

### **DESCRIPTION OF LEASES COMMITTED:**

### TRACT NO. 1

Serial No. of Lease: Effective Date of Lease:

NMNM-017440 January 1, 1973 Ten (10) years

Lease Term: Lessor Current Lessee:

United States of America First Int'l Bank of Arizona

Description of Lands Committed:

Insofar only as said lease covers Township 22 South, Range 33 East, N.M.P.M.

Section 12: W/sSW/4 Lea County, New Mexico

No. of Acres:

80.00, more or less

WI Owners and Interests:

EOG Y Resources, Inc. 70.00% EOG A Resources, Inc. 10.00% EOG M Resources, Inc. 10.00% Oxy Y-1

10.00% Total 100.00%

**ORRI Owners**:

### TRACT NO. 2

Serial No. of Lease: Effective Date of Lease: NMNM-112939 January 1, 2005

Lease Term:

Ten (10) years

Lessor: Current Lessee: United States of America COG Operating LLC

Description of Lands Committed:

Insofar only as said lease covers

Township 22 South, Range 33 East, N.M.P.M.

Section 12: W1/2NW1/4 Lea County, New Mexico

No. of Acres:

80.00, more or less

WI Owners and Interests: COG Operating LLC

51.50% 20.00%

CM Resources LLC Advance Energy Partners, LLC 16.00% Marshall & Winston, Inc. 12.50%

Total

100.00%

ORRI Owners:

Federal/Federal

LEA COUNTY, NH
KEITH HANES, COUNTY CLERK
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BY ANGELA BEAUCHAMP

TRACT NO. 3

Serial No. of Lease: Effective Date of Lease: Lease Term:

Lessor: Current Lessee:

No. of Acres:

Description of Lands Committed:

NMNM-96243 March 1, 1996 Ten (10) years

United States of America COG Operating LLC (100.0%)

Insofar only as said lease covers

Township 22 South, Range 33 East, N.M.P.M.
Section 1: Lot 4, SW¼NW¼, W½SW¼
Lea County, New Mexico

160.02, more or less

WI Owners and Interests:

COG Operating LLC 51.50% CM Resources, LLC 20.00% Advance Energy Partners, LLC 16.00% Marshall & Winston, Inc. 12.50%

Total 100.00%

Owners:

Of Record