



New Mexico State Land Office

Oil, Gas and Minerals Division

MEMORANDUM

To: Stephanie Garcia Richard, State Land Commissioner
From: Scott Dawson/ Niranjana Khalsa / Greg Bloom
Date: June 21, 2021
Re: Commissioner's Signature on Approval Letter for Commingling and Off-Lease Storage Application – Turner State #3, #4 and AB Reeves #7
FAE II Operating, LLC

Attached for signature is a letter for the State Land Office Approving a Commingling and Off-Lease Storage Application.

I recommend approval of this Application.

A handwritten signature in blue ink that reads "Scott Dawson". The signature is written in a cursive style with a long horizontal stroke at the end.

Scott Dawson



Stephanie Garcia Richard
COMMISSIONER

State of New Mexico
Commissioner of Public Lands

310 OLD SANTA FE TRAIL
P.O. BOX 1148
SANTA FE, NEW MEXICO 87504-1148

COMMISSIONER'S OFFICE

Phone (505) 827-5760
Fax (505) 827-5766
www.nmstatelands.org

June 21, 2021

FAE II Operating
ATTN: David Schellstede
11757 Katy Fwy, Ste. 1000
Houston, TX 77079

Re: Application of Intent to Surface Commingle
AB Reeves #7, API No. 30-025-28456
Turner State #3, API No. 30-025-30613
Turner State #4, API No. 30-025-37958
POOL: [76480] Eumont; Yates-7Rvrs-Queen (Gas)
Lea County, New Mexico

Dear Mr. Schellstede,

We have received your \$150 application fee and request for surface commingling for the above-captioned wells.

Since it appears that all the rules and regulations for the New Mexico Oil Conservation Division and the State Land Office have been compiled with and there will be no loss of revenue to the State of New Mexico as a result of your proposed operation, your request is hereby approved.

Our approval

- is subject to approval from all relevant agencies,
- does not constitute the granting of any right-of-way or construction rights not granted by the lease instrument.

If you have any questions or if we may be of further assistance, please contact Commingling Manager Scott Dawson at 505.827.5791 or sdawson@slo.state.nm.us

Respectfully,

A handwritten signature in blue ink that reads "S. Garcia Richard / GR".

Stephanie Garcia Richard
Commissioner of Public Lands

SGR/sd

cc: OCD – Mr. Leonard Lowe
OGMD and Units Reader Files