

DATE IN 1/4/2016	SUSPENSE	ENGINEER MAM	LOGGED IN 1/4/2016	TYPE PLC	APP NO. PMA 1601459-26
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ABOVE THIS LINE FOR DIVISION USE ONLY

NEW MEXICO OIL CONSERVATION DIVISION  
- Engineering Bureau -  
1220 South St. Francis Drive, Santa Fe, NM 87505



### ADMINISTRATIVE APPLICATION CHECKLIST

THIS CHECKLIST IS MANDATORY FOR ALL ADMINISTRATIVE APPLICATIONS FOR EXCEPTIONS TO DIVISION RULES AND REGULATIONS WHICH REQUIRE PROCESSING AT THE DIVISION LEVEL IN SANTA FE

**Application Acronyms:**

- [NSL-Non-Standard Location] [NSP-Non-Standard Proration Unit] [SD-Simultaneous Dedication]
- [DHC-Downhole Commingling] [CTB-Lease Commingling] [PLC-Pool/Lease Commingling]
- [PC-Pool Commingling] [OLS - Off-Lease Storage] [OLM-Off-Lease Measurement]
- [WFX-Waterflood Expansion] [PMX-Pressure Maintenance Expansion]
- [SWD-Salt Water Disposal] [IPI-Injection Pressure Increase]
- [EOR-Qualified Enhanced Oil Recovery Certification] [PPR-Positive Production Response]

- [1] TYPE OF APPLICATION - Check Those Which Apply for [A]
- [A] Location - Spacing Unit - Simultaneous Dedication  
 NSL  NSP  SD
- Check One Only for [B] or [C]
- [B] Commingling - Storage - Measurement  
 DHC  CTB  PLC  PC  OLS  OLM
- [C] Injection - Disposal - Pressure Increase - Enhanced Oil Recovery  
 WFX  PMX  SWD  IPI  EOR  PPR
- [D] Other: Specify \_\_\_\_\_

- PLC 442  
 - Endurance Resources LLC  
 270329  
 well  
 - Conon Adu 35 Federal  
 1H  
 30-025-42575

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- [2] NOTIFICATION REQUIRED TO: - Check Those Which Apply, or Does Not Apply
- [A]  Working, Royalty or Overriding Royalty Interest Owners
- [B]  Offset Operators, Leaseholders or Surface Owner
- [C]  Application is One Which Requires Published Legal Notice
- [D]  Notification and/or Concurrent Approval by BLM or SLO  
U.S. Bureau of Land Management - Commissioner of Public Lands, State Land Office
- [E]  For all of the above, Proof of Notification or Publication is Attached, and/or,
- [F]  Waivers are Attached

- Moonlight Battress  
 26 Federal 1H  
 30-025-42869  
 MP  
 pool  
 - Julia  
 Dolan, SW  
 97597  
 - w 025 608  
 Bone Springs

[3] SUBMIT ACCURATE AND COMPLETE INFORMATION REQUIRED TO PROCESS THE TYPES 253524; OF APPLICATION INDICATED ABOVE.

[4] CERTIFICATION: I hereby certify that the information submitted with this application for administrative approval is accurate and complete to the best of my knowledge. I also understand that no action will be taken on this application until the required information and notifications are submitted to the Division.

Note: Statement must be completed by an individual with managerial and/or supervisory capacity.

Jordan L. Kessler		Attorney	1/4/16
Print or Type Name	Signature	Title	Date
		jlkessler@hollandhart.com	
		c-mail Address	



January 14, 2016

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2016 JAN 14 P 3:08

**VIA HAND DELIVERY:**

David Catanach  
Oil Conservation Division  
New Mexico Department of Energy,  
Minerals and Natural Resources  
1220 South Saint Francis Drive  
Santa Fe, New Mexico 87505

**Re: Application Endurance Resources, LLC for administrative approval to surface commingle production from the Jabalina; Delaware; SW Pool (97597) and the WC-025 G-08 S253524O; Bone Spring Pool (97088) from wells located in the W/2 of Section 26 and the W/2 of Section 35, Township 25 South, Range 35 East, N.M.P.M., Lea County, New Mexico.**

Dear Mr. Catanach:

Endurance Resources, LLC (OGRID 270329) seeks approval to surface commingle production from the Jabalina; Delaware; SW Pool (97597) and the WC-025 G-08 S253534O; BS Pool (97088) *from existing and future wells* drilled in the following areas of common ownership in Township 25 South, Range 35 East, N.M.P.M., Lea County, New Mexico:

(a): Federal lease NMNM 112942 covering the W/2 of Section 26. Moonlight Buttress 26 Federal No. 1H (30-025-42969) will be drilled on said lease and will produce from the Jabalina; Delaware; SW Pool (97597).<sup>1</sup>

(b): Federal Leases NMNM 112943 and NMNM 45706 covering the W/2 of Section 35. The Coronado 35 Federal No. 1H (30-025-42376) is located on said lease and is producing from the WC-025 G-08 S253534O; BS Pool (97088).<sup>2</sup>

Under NMAC 19.15.12.7, leases are contiguous geographical areas of identical ownership overlying a pool or portion of a pool for surface commingling purposes. Pursuant to NMAC 19.15.12.10.C, Endurance seeks authority to surface commingle oil and gas production *from existing and future wells* in these separate areas of common ownership at the Moonlight

<sup>1</sup> On November 30, 2015, the Division approved the change of operator for this proposed well from Chevron USA, Inc. to Endurance Resources, LLC. A copy of this sundry is attached to this application as Exhibit 3.

<sup>2</sup> A communitization agreement was submitted to the Bureau of Land Management ("BLM") for this spacing unit on January 4, 2016. The agreement is currently being evaluated by the BLM.

Buttress 26 Federal Tank Battery located in the NW/4 NW/4 (Unit D) of Section 35. Prior to commingling, oil and gas production from each of these spacing units will be separately metered using an orifice meter for gas, a Coriolis meter for oil, and a Vortex meter for water at this facility.

**Exhibit 1** is a land plat identifying the subject federal leases (NMNM 112943, NMNM 45706, and NMNM 112942), the existing wells on those leases, and the common surface facility to be located in the NW/4 NW/4 (Unit D) of Section 35.

**Exhibit 2** contains the Form C-102s for each of the existing wells in the subject spacing units.

**Exhibit 3** is a sundry form approving the change of operator for the Moonlight Buttress 26 Federal No. 1H (30-025-42969) from Chevron USA, Inc. to Endurance Resources LLC.

**Exhibit 4** is a completed Application for Surface Commingling (Diverse Ownership) Form C-107-B with attachments.

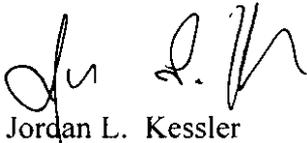
**Exhibit 5** is a plat of the proposed common facility area.

**Exhibit 6** is a diagram of the surface facilities.

**Exhibit 7** is a list of the interests owners affected by this request for approval to surface commingle. A copy of this application with all attachments has been sent by certified mail to all affected parties advising them that if they have an objection they must file it in writing with the division within 20 days from the date the division receives Endurance's application. Since federal lands are involved, pursuant to NMAC 19.15.12.10(C)(4)(h), Endurance is also seeking authority for surface commingling from BLM. The BLM has been provided a courtesy copy of this application and all exhibits.

Your attention to this matter is appreciated.

Sincerely,



Jordan L. Kessler

ATTORNEY FOR ENDURANCE RESOURCES, LLC

cc: Bureau of Land Management-Carlsbad  
620 E. Green Street  
Carlsbad, New Mexico 88220



22

T25S / R35E

23

24

27

NMNM  
112942

26

25

34

NMNM  
112943

35

36

NMNM  
45706

Moonlight Buttruss 26 Federal #1H Well  
Jabaline; Delaware; SW Pool (97597)

Coronado 35 Federal #1H Well  
WC-025 G-08 S2535340; BS Pool (97088)

Facility

ENDURANCE RES. LLC.  
Endurance Leases



District I  
1625 N. French Dr., Hobbs, NM 88340  
Phone: (575) 393-6161 Fax: (575) 393-0720

District II  
111 S. First St., Artesia, NM 88210  
Phone: (575) 749-1233 Fax: (575) 749-4720

District III  
1000 Rio Grande Road, Aztec, NM 87410  
Phone: (505) 334-6179 Fax: (505) 334-6170

District IV  
1220 S. St. Francis Dr., Santa Fe, NM 87508  
Phone: (505) 476-3450 Fax: (505) 476-3463

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

WELL LOCATION AND ACREAGE DEDICATION PLAT

API Number 30-025-42575		Pool Code 97088		Well Name WC025 G08 S2535240 Bone Spring	
Property Code 314826		Property Name CORONADO 35 FEDERAL			Well Number 1H
OGRID No. 270329		Operator Name ENDURANCE RESOURCES, LLC			Elevation 3186.2

Surface Location

UL or lot no.	Section	Township	Range	Lot Idn	Feet from the	North/South line	Feet from the	East/West line	County
D	35	25 S	35 E		90	NORTH	710	WEST	LEA

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
M	35	25 S	35 E		262.08	SOUTH	363.83	WEST	LEA

Dedicated Acres 160	Joint or Infill	Consolidation Code	Order No.
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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.

**NOTE:**  
LATITUDE AND LONGITUDE COORDINATES ARE SHOWN USING THE NORTH AMERICAN DATUM OF 1983 (NAD83), IN DEGREES MINUTES DECIMAL SECONDS FORMAT. BASIS OF BEARING IS NEW MEXICO STATE PLANE EAST (NAD83) COORDINATES MOVED TO SURFACE.

**"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 mineral, oil and gas interest in the land including the proposed bottom hole location or has a right to drill this well in 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 heretofore entered by the Division.*

Signature: *M. A. Sirgo, III* Date: 10-16-2015

M. A. Sirgo, III  
Personal Name

manny@enduranceresourcesllc.com  
E-mail Address

---

**"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.*

AUGUST 22 2015  
Date of Survey

Signature: *[Surveyor Signature]*

Certificate Number: PLS 1797, JAR-MILLO, PLS 1797  
SURVEY NO. 3116A

EXHIBIT  
2

Exhibit A

HOBBBS OGD  
JAN 04 2016

District I  
1625 N. French Dr., Hobbs, NM 88240  
Phone: (505) 961-6161 Fax: (505) 961-6720  
District II  
811 E. First St., Azusa, NM 88230  
Phone: (505) 743-1333 Fax: (505) 743-4720  
District III  
1000 E. Main Road, Arroyo, NM 87110  
Phone: (505) 334-4173 Fax: (505) 334-4170  
District IV  
1220 S. St. Francis Dr., Santa Fe, NM 87505  
Phone: (505) 476-3429 Fax: (505) 476-3487

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

NOV 30 2015

AMENDED REPORT

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WELL LOCATION AND ACREAGE DEDICATION PLAT

API Number 30-025-42969	Pool Code 9.759.7	Property Name JABALINA, DELAWARE, SW
Property Code 715684	Operator Name MOONLIGHT BUTTRESS 26 FEDERAL	Division IH
GRID No. 4323	Operator Name CHEVRON USA, INC	Division 3187.6

Surface Location

UL or lot no.	Section	Township	Range	Lot Ida	Feet from the	North/South line	Feet from the	East/West line	County
M1	26	25 S	35 E		90	SOUTH	660	WEST	LEA

Bottom Hole Location If Different From Surface

UL or lot no.	Section	Township	Range	Lot Ida	Feet from the	North/South line	Feet from the	East/West line	County
D	26	25 S	35 E		330	NORTH	660	WEST	LEA

Dedicated Acres 160	Order No.
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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.

NOTE:  
LATITUDE AND LONGITUDE COORDINATES ARE SHOWN USING THE NORTH AMERICAN DATUM OF 1983 (NAD83) IN DEGREES MINUTES DECIMAL SECONDS FORMAT. BASIS OF BEARING IS NEW MEXICO STATE PLANE EAST (NAD83) COORDINATES MOVED TO SURFACE.

MOONLIGHT BUTTRESS  
26 FEDERAL #1H  
ELEV. = 3187.6'  
LAT. = 32°05'39.532\"/>

**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 neither owns a working interest or mineral interest in the land including the proposed bottom hole location or has a right to drill this well as that 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 heretofore entered by the Division.

Signature: Denise Pinkerton  
Date: 09/02/2015  
Printed Name: Denise Pinkerton  
E-mail Address: lea-rod@chevron.com

**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.

Signature: [Signature]  
Date of Survey: 12/07/2015  
Certification Number: [Number]  
SURVEY NO 3310

DEC 01 2015  
JAN 08 2016  
OGD

UNITED STATES  
DEPARTMENT OF THE INTERIOR  
BUREAU OF LAND MANAGEMENT

HOBBBS 001

NOV 30 2015

FORM APPROVED  
OMB NO. 1004-0135  
Expires: July 31, 2010

**SUNDRY NOTICES AND REPORTS ON WELLS**  
Do not use this form for proposals to drill or to re-enter an abandoned well. Use form 3160-3 (APD) for such proposals.

5. Lease Serial No.  
NMMN112942

6. If Indian, Allottee or Tribe Name

**SUBMIT IN TRIPLICATE - Other instructions on reverse side.**

7. If Unit or CA/Agreement, Name and/or No.

1. Type of Well  
 Oil Well  Gas Well  Other

8. Well Name and No.  
MOONLIGHT BUTTRESS 28 FED 1H

2. Name of Operator  
ENDURANCE RESOURCES LLC  
Contact: PEGGY REDMAN  
E-Mail: peggy@enduranceresourcesllc.com

9. API Well No.

3a. Address  
203 WEST WALL STREET SUITE 1000  
MIDLAND, TX 79701  
3b. Phone No. (include area code)  
Ph: 432-242-4680

10. Field and Pool, or Exploratory  
WILDCAT; BONE SPRING

4. Location of Well (Footage, Sec., T., R., M., or Survey Description)  
Sec 26 T25S R35E 90FSL 680FWL

11. County or Parish, and State  
LEA COUNTY, NM

**12. CHECK APPROPRIATE BOX(ES) TO INDICATE NATURE OF NOTICE, REPORT, OR OTHER DATA**

TYPE OF SUBMISSION	TYPE OF ACTION			
<input type="checkbox"/> Notice of Intent	<input type="checkbox"/> Acidize	<input type="checkbox"/> Deepen	<input type="checkbox"/> Production (Start/Resume)	<input type="checkbox"/> Water Shut-Off
<input checked="" type="checkbox"/> Subsequent Report	<input type="checkbox"/> Alter Casing	<input type="checkbox"/> Fracture Treat	<input type="checkbox"/> Reclamation	<input type="checkbox"/> Well Integrity
<input type="checkbox"/> Final Abandonment Notice	<input type="checkbox"/> Casing Repair	<input type="checkbox"/> New Construction	<input type="checkbox"/> Recomplete	<input checked="" type="checkbox"/> Other
	<input type="checkbox"/> Change Plans	<input type="checkbox"/> Plug and Abandon	<input type="checkbox"/> Temporarily Abandon	
	<input type="checkbox"/> Convert to Injection	<input type="checkbox"/> Plug Back	<input type="checkbox"/> Water Disposal	

13. Describe Proposed or Completed Operation (clearly state all pertinent details, including estimated starting date of any proposed work and approximate duration thereof. If the proposal is to deepen directionally or recomplete horizontally, give subsurface locations and measured and true vertical depths of all pertinent markers and zones. Attach the Bond under which the work will be performed or provide the Bond No. on file with BLM/BIA. Required subsequent reports shall be filed within 30 days following completion of the involved operations. If the operation results in a multiple completion or recompletion in a new interval, a Form 3160-4 shall be filed once testing has been completed. Final Abandonment Notices shall be filed only after all requirements, including reclamation, have been completed, and the operator has determined that the site is ready for final inspection.)

**CHANGE OF OPERATOR**

This is notification of Change of Operator on the above reference well. Endurance Resources LLC, as new operator, accepts all applicable terms, conditions, stipulations and restrictions concerning operations conducted on this lease or portion of lease described. Bond Coverage: BLM Bond File No. NMB001220 Change of Operator Effective Date: November 25, 2014 Former Operator: Chevron U.S.A. Inc.

14. I hereby certify that the foregoing is true and correct.  
Electronic Submission #295251 verified by the BLM Well Information System  
For ENDURANCE RESOURCES LLC, sent to the Hobbs

Name (Printed/Typed) MANNY SIRGO III

Title ENGINEER

Signature (Electronic Submission)

Date 03/17/2015

**THIS SPACE FOR FEDERAL OR STATE OFFICE USE**

Approved By Stephen J. Palko Title FOIA FIELD MANAGER Date 2/11/2015  
Conditions of approval, if any, are attached. Approval of this notice does not warrant or certify that the applicant holds legal or equitable title to those rights in the subject lease which would entitle the applicant to conduct operations thereon. Office CARLSBAD FIELD OFFICE

Title 18 U.S.C. Section 1001 and Title 43 U.S.C. Section 1212, make it a crime for any person knowingly and willfully to make to any department or agency of the United States any false, fictitious or fraudulent statements or representations as to any matter within its jurisdiction.

**\*\* OPERATOR-SUBMITTED \*\* OPERATOR-SUBMITTED \*\* OPERATOR-SUBMITTED \*\***



District I  
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: Endurance Resources LLC  
OPERATOR ADDRESS: 203 West Wall, Suite 1000, Midland, Texas 79701  
APPLICATION TYPE:

Pool Commingling  Lease Commingling  Pool and Lease Commingling  Off-Lease Storage and Measurement (Only if not Surface Commingled)  
LEASE TYPE:  Fee  State  Federal

Is this an Amendment to existing Order?  Yes  No If "Yes", please include the appropriate Order No. \_\_\_\_\_  
Have the Bureau of Land Management (BLM) and State Land office (SLO) been notified in writing of the proposed commingling  
 Yes  No

**(A) POOL COMMINGLING**  
Please attach sheets with the following information

(1) Pool Names and Codes	Gravities / BTU of Non-Commingled Production	Calculated Gravities / BTU of Commingled Production	Calculated Value of Commingled Production	Volumes
Jabalina Delaware SW Pool (97597)	42.5/1370			N/A
WC-025 G-08 52535340-RS Pool (97088)	43.2/1222			N/A

(2) Are any wells producing at top allowables?  Yes  No  
(3) Has all interest owners been notified by certified mail of the proposed commingling?  Yes  No.  
(4) Measurement type:  Metering  Other (Specify)  
(5) Will commingling decrease the value of production?  Yes  No If "yes", describe why commingling should be approved

**(B) LEASE COMMINGLING**  
Please attach sheets with the following information

(1) Pool Name and Code.  
(2) Is all production from same source of supply?  Yes  No  
(3) Has all interest owners been notified by certified mail of the proposed commingling?  Yes  No  
(4) Measurement type:  Metering  Other (Specify)

**(C) POOL and LEASE COMMINGLING**  
Please attach sheets with the following information

(1) Complete Sections A and E.

**(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)**  
Please attach sheets with the following information

(1) A schematic diagram of facility, including legal location.  
(2) A plat with lease boundaries showing all well and facility locations. Include lease numbers if Federal or State lands are involved.  
(3) Lease Names, Lease and Well Numbers, and API Numbers.

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

SIGNATURE: Wesley Randall TITLE: Production Manager DATE: 1/11/2016  
TYPE OR PRINT NAME: Wesley Randall TELEPHONE NO.: 432-242-4680  
E-MAIL ADDRESS: Wesley@enduranceresourcesllc.com



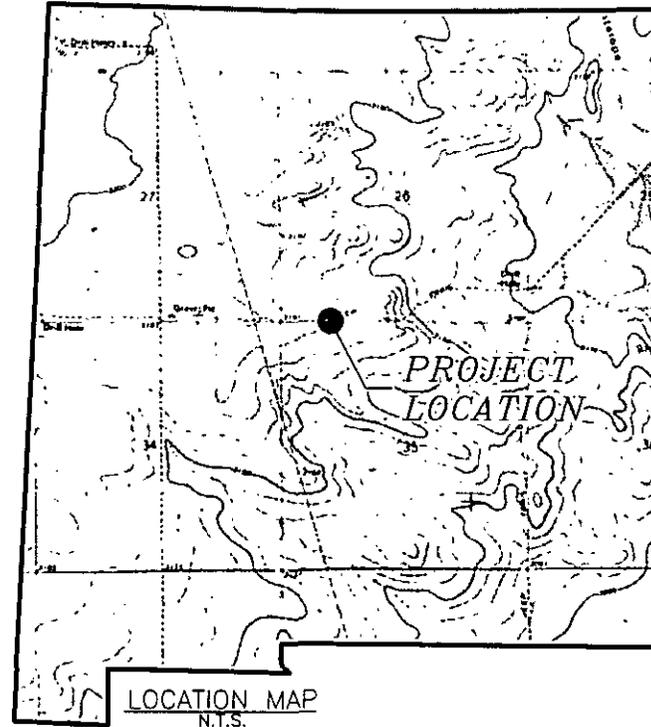
ENDURANCE RESOURCES, LLC  
**MOONLIGHT BUTTRESS**  
**26 FEDERAL #1H**  
**& CORONADO 35 FEDERAL #1H**

LOCATED IN THE  
 SE/4 SW/4 SW/4 SECTION 26, TOWNSHIP 25 SOUTH, RANGE 35 EAST &  
 NE/4 NW/4 NW/4 SECTION 35, TOWNSHIP 25 SOUTH, RANGE 35 EAST, N.M.P.M.  
 LEA COUNTY, STATE OF NEW MEXICO  
 SURVEY DATE: JANUARY 6, 2015

AS-BUILT DRAWINGS

AS-BUILT  
JANUARY 6, 2015

INDEX OF SHEETS  
 1-2 COVER SHEET  
 2-2 SITE PLAN



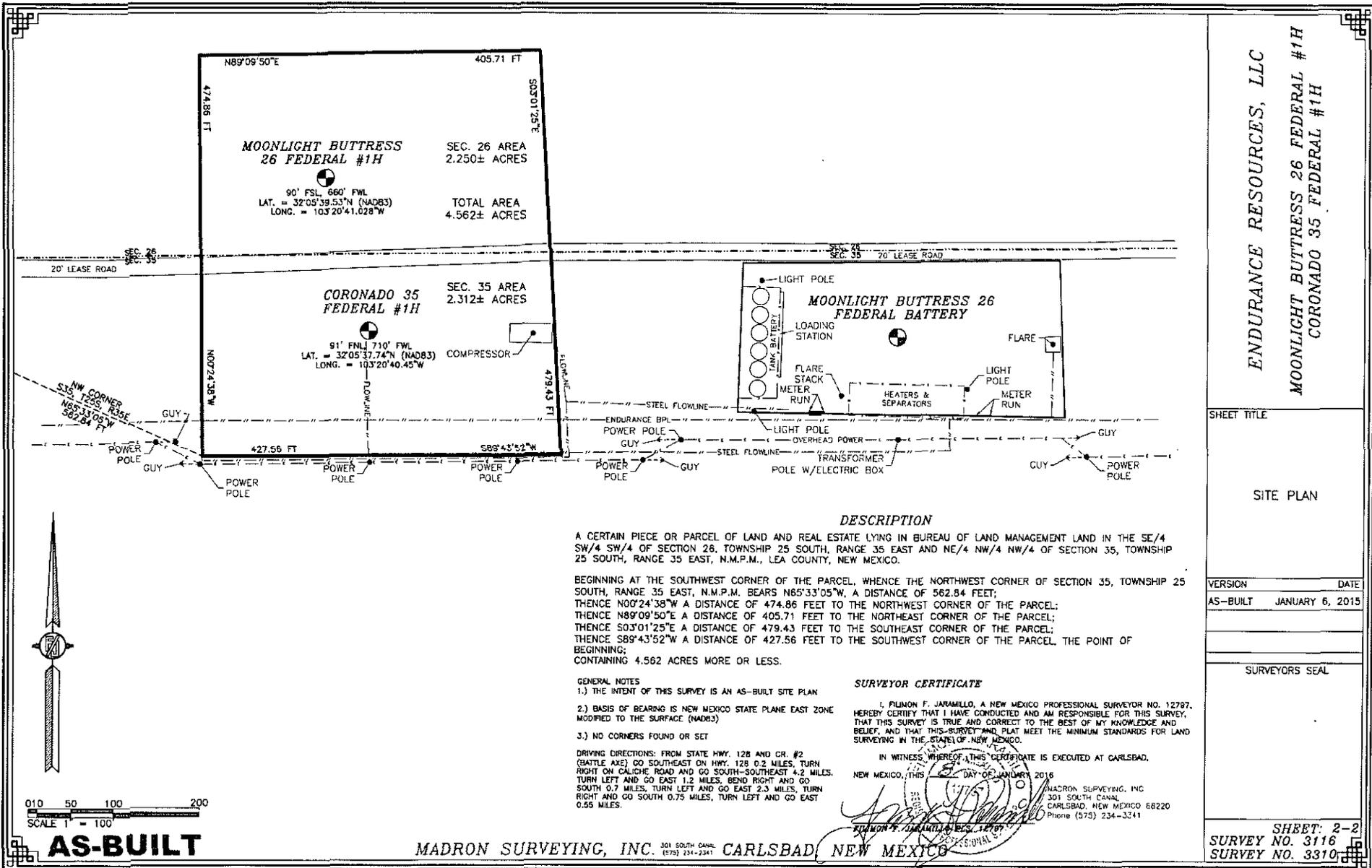
ENDURANCE RESOURCES, LLC  
 MOONLIGHT BUTTRESS 26 FEDERAL #1H  
 CORONADO 35 FEDERAL #1H

SHEET TITLE	
COVER SHEET	
VERSION	DATE
AS-BUILT	JANUARY 6, 2015
SURVEYORS SEAL	
SHEET: 1-2	
SURVEY NO. 3116	
SURVEY NO. 3310	

**AS-BUILT**

MADRON SURVEYING, INC. 301 SOUTH CANAL CARLSBAD, NEW MEXICO  
(575) 234-2341

**EXHIBIT**  
**5**



ENDURANCE RESOURCES, LLC  
 MOONLIGHT BUTTRESS 26 FEDERAL #1H  
 CORONADO 35 FEDERAL #1H

SHEET TITLE

SITE PLAN

VERSION	DATE
AS-BUILT	JANUARY 6, 2015

SURVEYORS SEAL

SHEET: 2-2  
 SURVEY NO. 3116  
 SURVEY NO. 3310

**DESCRIPTION**

A CERTAIN PIECE OR PARCEL OF LAND AND REAL ESTATE LYING IN BUREAU OF LAND MANAGEMENT LAND IN THE SE/4 SW/4 SW/4 OF SECTION 26, TOWNSHIP 25 SOUTH, RANGE 35 EAST AND NE/4 NW/4 NW/4 OF SECTION 35, TOWNSHIP 25 SOUTH, RANGE 35 EAST, N.M.P.M., LEA COUNTY, NEW MEXICO.

BEGINNING AT THE SOUTHWEST CORNER OF THE PARCEL, WHENCE THE NORTHWEST CORNER OF SECTION 35, TOWNSHIP 25 SOUTH, RANGE 35 EAST, N.M.P.M. BEARS N65°33'05"W, A DISTANCE OF 562.84 FEET; THENCE N00°24'38"W A DISTANCE OF 474.86 FEET TO THE NORTHWEST CORNER OF THE PARCEL; THENCE N89°09'50"E A DISTANCE OF 405.71 FEET TO THE NORTHEAST CORNER OF THE PARCEL; THENCE S03°01'25"E A DISTANCE OF 479.43 FEET TO THE SOUTHEAST CORNER OF THE PARCEL; THENCE S89°43'52"W A DISTANCE OF 427.56 FEET TO THE SOUTHWEST CORNER OF THE PARCEL THE POINT OF BEGINNING; CONTAINING 4.562 ACRES MORE OR LESS.

**GENERAL NOTES**

- 1.) THE INTENT OF THIS SURVEY IS AN AS-BUILT SITE PLAN
- 2.) BASIS OF BEARING IS NEW MEXICO STATE PLANE EAST ZONE MODIFIED TO THE SURFACE (NAD83)
- 3.) NO CORNERS FOUND OR SET

DRIVING DIRECTIONS: FROM STATE HWY. 128 AND CR. #2 (BATTLE AXE) GO SOUTHEAST ON HWY. 128 0.2 MILES, TURN RIGHT ON CALICHE ROAD AND GO SOUTH-SOUTHEAST 4.2 MILES. TURN LEFT AND GO EAST 1.2 MILES, SEND RIGHT AND GO SOUTH 0.7 MILES, TURN LEFT AND GO EAST 2.3 MILES, TURN RIGHT AND GO SOUTH 0.75 MILES, TURN LEFT AND GO EAST 0.55 MILES.

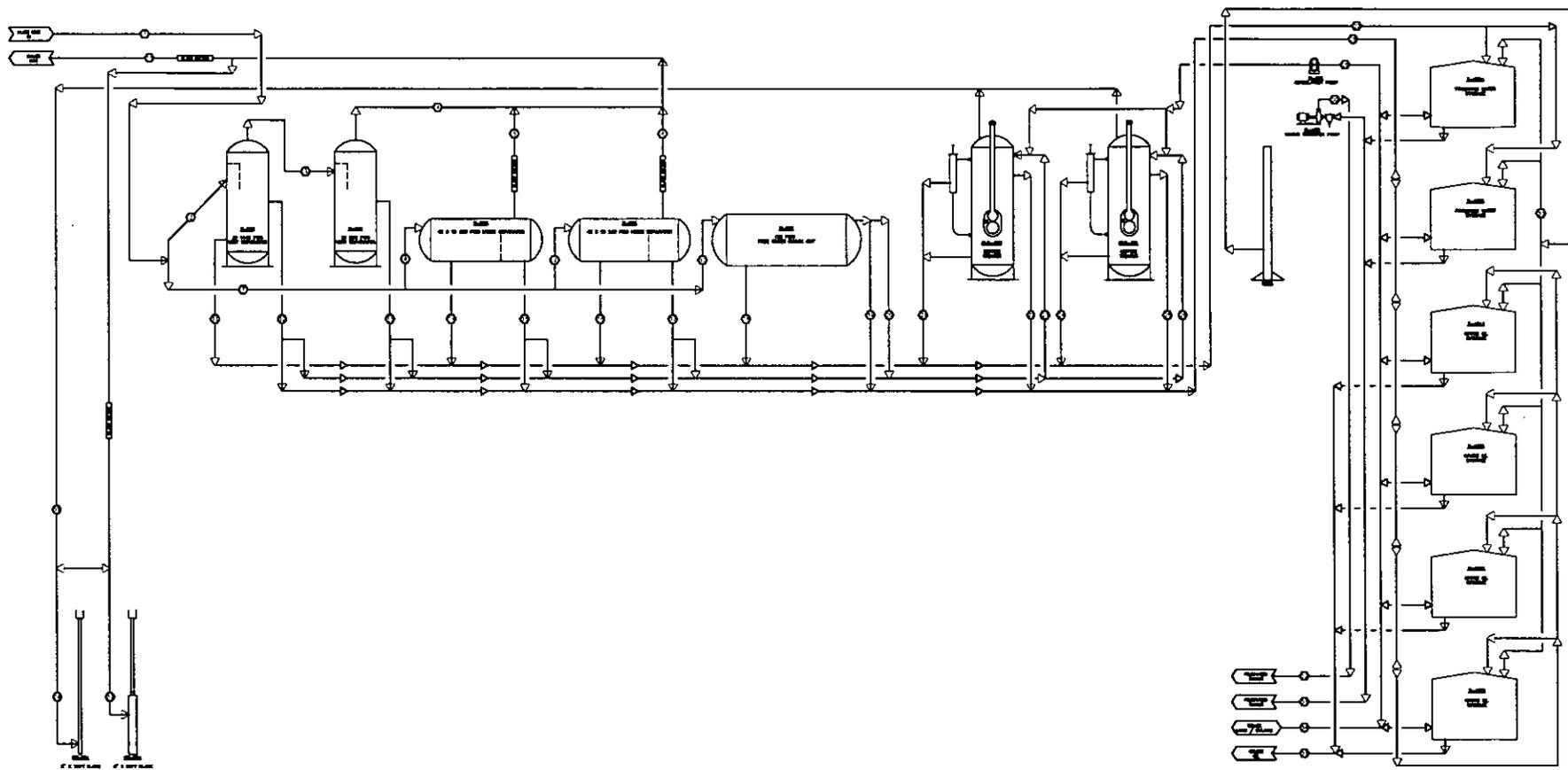
**SURVEYOR CERTIFICATE**

I, FILMON F. JARAMILLO, A NEW MEXICO PROFESSIONAL SURVEYOR NO. 12787, HEREBY CERTIFY THAT I HAVE CONDUCTED AND AM RESPONSIBLE FOR THIS SURVEY, THAT THIS SURVEY IS TRUE AND CORRECT TO THE BEST OF MY KNOWLEDGE AND BELIEF, AND THAT THIS SURVEY AND PLAT MEET THE MINIMUM STANDARDS FOR LAND SURVEYING IN THE STATE OF NEW MEXICO.

IN WITNESS WHEREOF, THIS CERTIFICATE IS EXECUTED AT CARLSBAD, NEW MEXICO, THIS 06 DAY OF JANUARY 2015

FILMON F. JARAMILLO, REG. 12787  
 MACRON SURVEYING, INC.  
 301 SOUTH CANAL  
 CARLSBAD, NEW MEXICO 88220  
 Phone (575) 234-3341

MADRON SURVEYING, INC. 301 SOUTH CANAL CARLSBAD, NEW MEXICO (575) 234-3341



This document and the information herein is the property of Endurance Resources, LLC and must not be copied, made public, or used in any way detrimental to the interests of Endurance Resources, LLC. It is loaned subject to return on demand unless otherwise provided by contract.

**K&B TECHNICAL SERVICES INC.**  
 119 S. Main Carlsbad, NM 88220  
 Ph 608 995 2632 Fax 608 258 7094  
 www.kbtis.us

THE ENDURANCE RESOURCES, LLC  
 PROPOSED -- DECEMBER 16, 2015  
 CORONADO 35 FEDERAL NO 1H  
 90' FNL & 710' FWL  
 SEC 35-T255-R35E  
 LEASE SN NMNM145706 &  
 NMNMSHL 112943  
 LEA CO NM API #30-025-42575  
 SYSTEM PFD

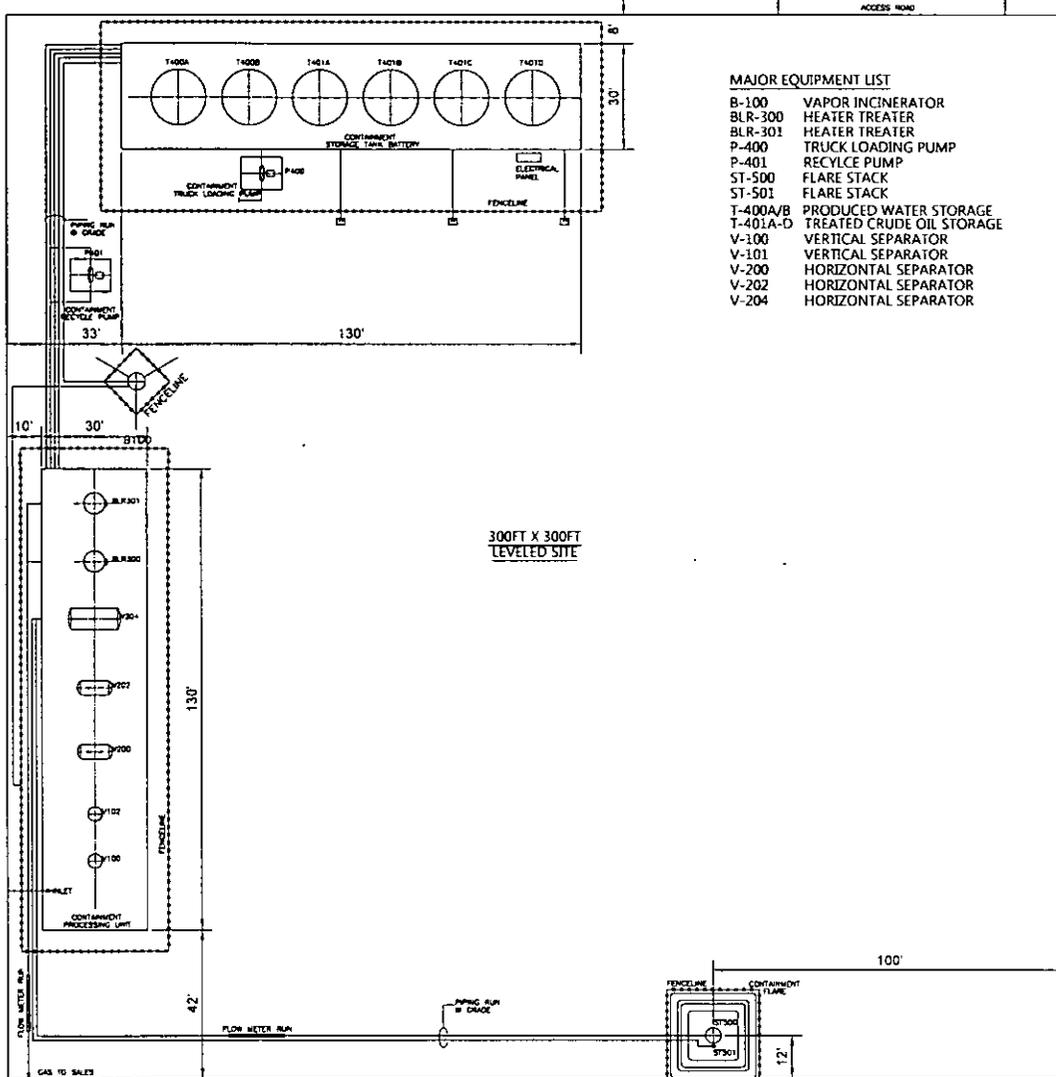
REFERENCE DRAWINGS			
NUMBER	TITLE	NUMBER	TITLE

REVISION RECORD									
NO.	DESCRIPTION	BY	APPD	DATE	NO.	DESCRIPTION	BY	APPD	DATE

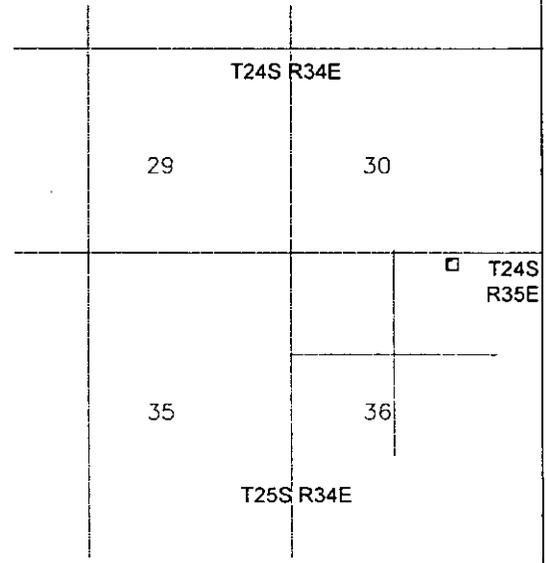
Drawn By JIP 12/27/15  
 Checked  
 Eng. Appd  
 PM Appd  
 Scale NONE

Drawing No 121415-1-A-20





- MAJOR EQUIPMENT LIST**
- B-100 VAPOR INCINERATOR
  - BLR-300 HEATER TREATER
  - BLR-301 HEATER TREATER
  - P-400 TRUCK LOADING PUMP
  - P-401 RECYCLE PUMP
  - ST-500 FLARE STACK
  - ST-501 FLARE STACK
  - T-400A/B PRODUCED WATER STORAGE
  - T-401A-D TREATED CRUDE OIL STORAGE
  - V-100 VERTICAL SEPARATOR
  - V-101 VERTICAL SEPARATOR
  - V-200 HORIZONTAL SEPARATOR
  - V-202 HORIZONTAL SEPARATOR
  - V-204 HORIZONTAL SEPARATOR



SITE LOCATION PLAN

PLOT PLAN ~ TELECASTER BASS 36 STATE NO. 4H

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**K&B TECHNICAL SERVICES INC.**  
 119 S. Main, Carlsbad, NM 88220  
 Ph 888.995.2632 Fax 888.258.7094  
 www.kbtsi.us

The ENDURANCE RESOURCES, LLC  
 PROPOSED --- DECEMBER 16, 2015  
 CORONADO 35 FEDERAL NO. 1H  
 90' FNL & 710' FWL  
 SEC 35-T25S-R35E  
 LEASE SN NNMN145706 &  
 NNMNSHL 112943  
 LEA CO NM API #30-025-42575  
 SITE PLAN

REFERENCE DRAWINGS				REVISION RECORD									
NUMBER	TITLE	NUMBER	TITLE	NO.	DESCRIPTION	BY	APPD	DATE	NO.	DESCRIPTION	BY	APPD	DATE

Drawn By	JTP	12/17/15
Checked		
Engr Apprd		
PM Apprd		
Scale	NONE	

Drawing No 121415-1-B-001

**EXHIBIT 7**

**Working Interest Owners**

Devon Energy Production Company, LP Attn: Melissa Miller 330 West Sheridan Ave. Oklahoma City, OK 73102	Occidental Permian Limited Partnership Attn: Joel Johnson 5 Greenway Plaza, Suite 110 Houston, Texas 77046
--	---

**Royalty Owners**

Bureau of Land Management-Carlsbad  
620 E. Green Street  
Carlsbad, New Mexico 88220

**Overriding Royalty Owners**

Robert N. Enfield Trustee of the Robert N. Enfield Revocable Trust dated 3-16-1999 PO Box 40909 Austin, Texas 78704	Robert H. Hannifin and Maxine B. Hannifin Trustees of the Robert and Maxine Hannifin Trust under Trust Agreement dated 3-1-2005 PO Box 218 Midland, Texas 79702
Robert E. Landreth & wife Donna P. Landreth 110 W. Louisiana Street Suite 404 Midland, Texas 79701	Rubie C. Bell Family Limited Partnership No. 1 1331 Third Street New Orleans, Louisiana 70130
Bryan Bell Family Limited Partnership No. 1 1331 Third Street New Orleans, Louisiana 70130	Nuevo Seis Limited Partnership PO Box 2588 Roswell, New Mexico 88202-2588
Morris E. Schertz PO Drawer 2588 Roswell NM 88202	Howard A. Rubin, Inc. 623 1/2 Camino Rancheros Santa Fe, New Mexico 87505-2837
Sunshine Co. PO Box 1496 Roswell, New Mexico 88202-1496	



HOLLAND & HART



**Jordan L. Kessler**  
**Associate**  
Phone (505) 988-4421  
Fax (505) 983-6043  
jlkessler@hollandhart.com

January 14, 2016

**CERTIFIED MAIL**  
**RETURN RECEIPT REQUESTED**

**TO: ALL AFFECTED PARTIES**

**Re: Application Endurance Resources, LLC for administrative approval to surface commingle production from the Jabalina; Delaware; SW Pool (97597) and the WC-025 G-08 S2535240; Bone Spring Pool (97088) from wells located in the W/2 W/2 of Section 26 and the W/2 W/2 of Section 35, Township 25 South, Range 35 East, N.M.P.M., Lea County, New Mexico.**

Ladies and Gentlemen:

Enclosed is a copy of the above-referenced application which was filed with the New Mexico Oil Conservation Division on this date. Any objection to this application must be filed in writing within twenty days from this date at the Division's Santa Fe office located at 1220 South St. Francis Drive, Santa Fe, New Mexico, 87505. If no objection is received within this twenty-day period, this application may be approved administratively by the Division.

If you have any questions about this application, please contact the following:

Jason South  
Land Manager  
Endurance Resources, LLC  
(432) 242-4683  
jason@enduranceresourcesllc.com

Sincerely,

Jordan L. Kessler

**ATTORNEY FOR ENDURANCE RESOURCES LLC**

**Holland & Hart LLP**

Phone [505] 988-4421 Fax [505] 983-6043 [www.hollandhart.com](http://www.hollandhart.com)

110 North Guadalupe Suite 1 Santa Fe, New Mexico 87501 **Mailing Address** P.O. Box 2208 Santa Fe, NM 87504-2208

Aspen Boulder Carson City Colorado Springs Denver Denver Tech Center Billings Boise Cheyenne Jackson Hole Las Vegas Reno Salt Lake City Santa Fe Washington, D.C. ☪

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Robert H. Hannifin and Maxine B. Hannifin, Trustees of the Robert and Maxine Hannifin Trust under Trust Agreement dated 3-1-2005  
 PO Box 218  
 Midland, Texas 79702

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 110 W. Louisiana Street  
 Suite 404  
 Midland, Texas 79701

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 Carlsbad, New Mexico 88220

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Robert N. Enfield  
 Trustee of the Robert N. Enfield Revocable Trust dated 3-16-1999  
 PO Box 40909  
 Austin, Texas 78704

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 Partnership  
 PO Box 2588  
 Roswell, New Mexico 88202

PS Form 3800, April 2015 PSN 7520-0200-0001-2000 See Reverse for Instructions

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Morris E. Schertz  
 PO Drawer 2588  
 Roswell NM 88202

PS Form 3800, April 2015 PSN 7520-0200-0001-2000 See Reverse for Instructions

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Rubic C. Bell Family Limited  
 Partnership No. 1  
 1331 Third Street  
 New Orleans, Louisiana 70130

PS Form 3800, April 2015 PSN 7520-0200-0001-2000 See Reverse for Instructions

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Bryan Bell Family Limited  
 Partnership No. 1  
 1331 Third Street  
 New Orleans, Louisiana 70130

PS Form 3800, April 2015 PSN 7520-0200-0001-2000 See Reverse for Instructions

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<input type="checkbox"/> Certified Mail Restricted Delivery	\$
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**HOWARD A. RUBIN, INC.**  
 623 1/2 Camino Rancheros  
 Santa Fe, New Mexico 87505

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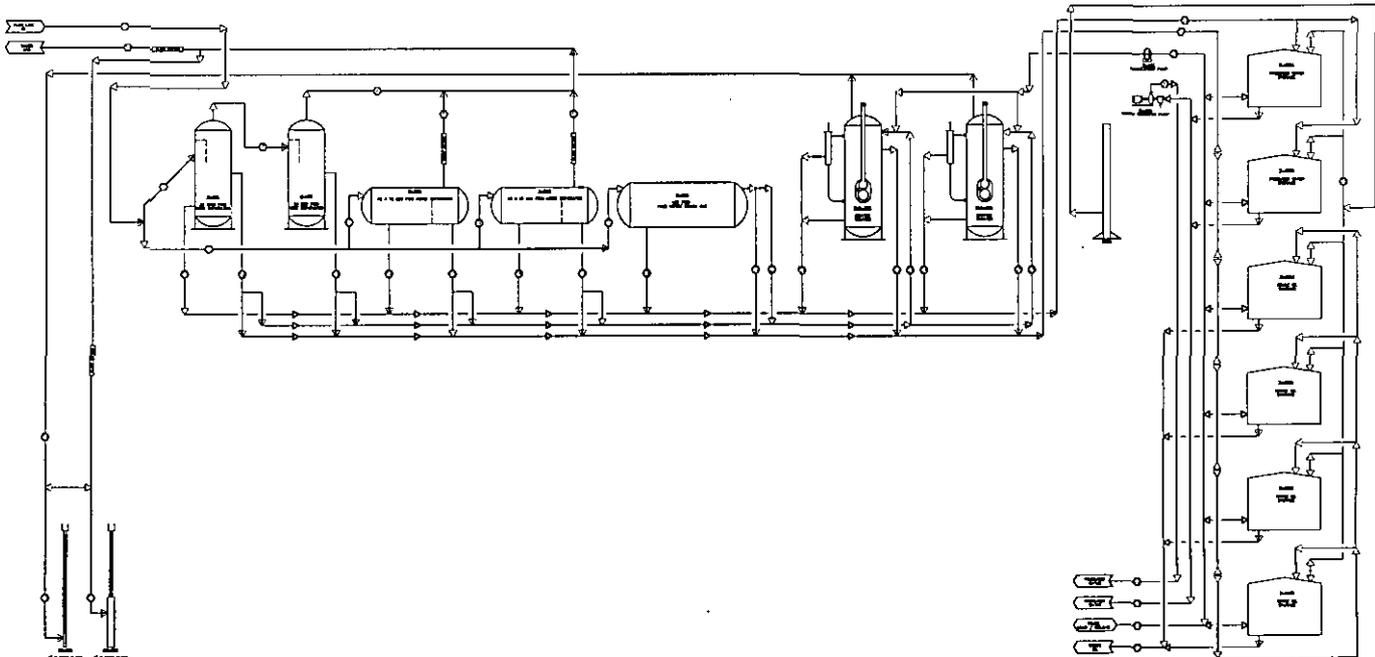
Additional Services & Fees (Check box, add fee as appropriate)

<input type="checkbox"/> Return Receipt (hardcopy)	\$ <u>2.80</u>
<input type="checkbox"/> Return Receipt (electronic)	\$
<input type="checkbox"/> Certified Mail Restricted Delivery	\$
<input type="checkbox"/> Adult Signature Required	\$
<input type="checkbox"/> Adult Signature Restricted Delivery	\$

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**SUNSHINE CO.**  
 PO Box 1496  
 Roswell, New Mexico 88202



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ENDURANCE RESOURCES, LLC  
 PROPOSED -- DECEMBER 16, 2015  
 CORONADO 35 FEDERAL NO 3H  
 90' FWH @ 710' FWH  
 SEC 35-T255-R35E  
 LEASE SN NMNM145706 Rr  
 NMNMSHL 112943  
 LEA CO NM API # 30-025-42575  
 SYSTEM PFD  
 Drawing No. 121415-1-A-20

REFERENCE DRAWINGS

NUMBER	TITLE	NUMBER	TITLE

REVISION RECORD

NO	DESCRIPTION	BY	APPRD	DATE

Drawn by: LCP  
 Checked:  
 Eng. Appr:  
 Pk. Appr:  
 Date: 12/10/15

Well\_Name: CORONADO 35 FEDERAL # 1H API: 3002542575  
Location: D-35-25.0S-35E 90 FNL 710 FWL  
Operator Name: ENDURANCE RESOURCES LLC County:

Year:	2015	
Pool Name:	WC-025 G-08 S2535340;BONE SPRING	
Month	Oil(BBLS)	Gas(MCF)
January	0	0
September	0	0
October	16297	17167
November	10386	10905
December	0	0

26683

28072

**McMillan, Michael, EMNRD**

---

**From:** Jordan L. Kessler <JLKessler@hollandhart.com>  
**Sent:** Monday, February 01, 2016 1:53 PM  
**To:** McMillan, Michael, EMNRD  
**Subject:** RE: Endurance Resources Coronado 35 Federal 1H surface commingle application

Mike,

As noted in the application, the com agreement was submitted to the BLM on January 4, 2016. The application is still pending—thus, no com number has been assigned.

Thanks,  
Jordan

---

**From:** McMillan, Michael, EMNRD [mailto:Michael.McMillan@state.nm.us]  
**Sent:** Monday, February 01, 2016 1:43 PM  
**To:** Jordan L. Kessler  
**Subject:** Endurance Resources Coronado 35 Federal 1H surface commingle application

Jordan:  
can you get me the Com number for the Endurance Resources Coronado 35 Federal 1H?

Thanks

Mike