

**STATE OF NEW MEXICO
ENERGY, MINERALS AND NATURAL RESOURCES DEPARTMENT
OIL CONSERVATION DIVISION**

MAR 06 2018 PM04:48

**APPLICATION OF THE NEW MEXICO OIL CONSERVATION DIVISION
COMPLIANCE AND ENFORCEMENT BUREAU FOR A COMPLIANCE
ORDER AGAINST CFM OIL, L.L.C., FOR WELLS OPERATED IN EDDY, LEA,
AND CHAVES COUNTIES, NEW MEXICO.**

CASE NO. 16071

APPLICATION

The Oil Conservation Division Compliance and Enforcement Bureau ("Bureau"), through its undersigned attorney, hereby files this application with the Oil Conservation Division ("OCD" or "Division") pursuant to the provisions of NMSA 1978, §70-2-12 for a compliance order (1) determining operator CFM Oil, L.L.C., ("Operator") is out of compliance with 19.15.5.9(A)(4), and 19.15.25.8 NMAC; (2) requiring the Operator to return to compliance with 19.15.5.9(A)(4) and 19.15.25.8 NMAC within forty-five (45) days, and requiring producing wells shut-in until compliance is achieved; and (3) in the event of non-compliance, declaring the wells abandoned and authorizing the OCD to plug the violating wells in accordance with a Division-approved plugging program and restore and remediate the location, recover costs from the Operator's financial assurance as permitted by 19.15.8.13 NMAC, and seek indemnification and costs as permitted by NMSA 1978, § 70-2-14(E). This application deals specifically with Operator's violations of 19.15.5.9(A)(4) and 19.15.25.8 NMAC and does not include all violations that may exist. The OCD retains its right to bring a compliance action for any other existing and future violations. In support of this application, the Bureau states:

1. Operator is a New Mexico limited liability company that operates 146 wells in Eddy, Lea, and Chaves Counties, New Mexico, under OGRID No. 280554. See *Exhibit 1: Well List and Financial Assurance Report*, attached hereto and incorporated by reference as if set forth in its entirety.

2. Operator's address of record with OCD is: P.O. Box 1176, Artesia, NM 88210.

3. The New Mexico Secretary of State has Operator registered under entity number 4368122.

4. Operator has one blanket bond filed with the OCD, bond no. OCD989, from Western Bank, for the amount of \$50,000.

5. Operator has additionally furnished the OCD with 19 single well bonds on file with the OCD from Lexon Insurance Company and Artesia Credit Union, for a total amount of \$112,535. For bond specific information, see *Exhibit 3, Posted Single Well Financial Assurance*.

6. Artesia Credit Union's address of record is: P.O. Box 406, Artesia NM 88211.

7. Lexon Insurance Company's address of record is: 12890 Lebanon Road, Mt. Juliet, TN 37122.

8. 19.15.5.9(A) NMAC states that an operator is in compliance with Subsection A of 19.15.5.9 NMAC if the operator:

(1) currently meets the financial assurance requirements of 19.15.8

NMAC;

(2) is not subject to a division or commission order, issued after notice and hearing, finding the operator to be in violation of an order requiring corrective action;

(3) does not have a penalty assessment that is unpaid more than 70 days after issuance of the order assessing the penalty; and

(4) has no more than the following number of wells out of compliance with 19.15.25.8 NMAC that are not subject to an agreed compliance order setting a schedule for bringing the wells into compliance with 19.15.25.8 NMAC and imposing sanctions if the schedule is not met:

- a. two wells or 50 percent of the wells the operator operates, whichever is less, if the operator operates 100 wells or less;
- b. five wells if the operator operates between 101 and 500 wells;
- c. seven wells if the operator operates between 501 and 1000 wells; and
- d. 10 wells if the operator operates more than 1000 wells.

9. 19.15.25.8 NMAC requires an operator to plug and abandon or temporarily abandon a well within 90 days after: (1) a 60 day period following the suspension of drilling operations; (2) a determination that a well is no longer usable for beneficial purposes; or (3) a period of one year in which a well has been continuously inactive.

10. The Operator currently has 31 wells out of a total of 146 wells out of compliance with 19.15.25.8 NMAC, exceeding the amount allowed under 19.15.5.9(A)(4) NMAC. See *Exhibit 2: Inactive Well List*.

11. On August 1, 2017, the Bureau sent the Operator notice via first class mail that it was out of compliance with 19.15.5.9 NMAC and that the Bureau would seek formal compliance proceedings if no action was taken by the Operator to return to compliance within 60 days as required by 19.15.5.9(B) NMAC.

12. The Operator has not contacted the Bureau to resolve the outstanding compliance issues.

WHEREFORE, the Bureau, by and through its compliance and enforcement manager, hereby applies to the Director to enter an Order:

- A. determining that the Operator is in violation of 19.15.5.9(A)(4), and 19.15.25.8 NMAC;
- B. requiring the Operator to return the subject wells to compliance with 19.15.5.9(A)(4) and 19.15.25.8 NMAC within forty-five (45) days;
- C. requiring producing wells to be shut-in pursuant to 19.15.5.10(B) NMAC until compliance with the order is achieved;
- D. in the event of non-compliance with the sought Division order by the dates established by the OCD, finding the Operator in violation of a Division order, declaring the violating wells abandoned and authorizing the Division to plug the subject wells in accordance with a Division-approved plugging program and restore and remediate the location, and recover costs from the Operator's financial assurance as required by 19.15.8.13 NMAC and seek indemnification and costs as permitted by NMSA 1978, § 70-2-14(E);

- E. upon a finding of non-compliance with the issued Division order,
requiring producing wells shut-it pursuant to 19.15.5.10(B) NMAC until
compliance with the order is achieved;
- F. for such other and further relief as the Director deems just and proper
under the circumstances.

RESPECTFULLY SUBMITTED,
this 6th day of March, 2018 by



Keith W. Herrmann
Assistant General Counsel
Energy, Minerals and Natural
Resources Department of the State of
New Mexico
1220 S. St. Francis Drive
Santa Fe, NM 87505
(505) 476-3463
Fax: (505) 476-2220

Attorney for the Compliance and
Enforcement Bureau

Case No. 16071. **Application of The New Mexico Oil Conservation Division Compliance and Enforcement Bureau for a Compliance Order against CFM Oil, L.L.C., for Wells Operated in Eddy, Lea, and Chaves Counties, New Mexico.** The Oil Conservation Division Compliance and Enforcement Bureau (“Bureau”), through its undersigned attorney, hereby files this application with the Oil Conservation Division (“OCD” or “Division”) pursuant to the provisions of NMSA 1978, §70-2-12 for a compliance order (1) determining operator CFM Oil, L.L.C. (“Operator”) is out of compliance with 19.15.5.9(A)(4), and 19.15.25.8 NMAC; (2) requiring the Operator to return to compliance with 19.15.5.9(A)(4) and 19.15.25.8 NMAC within 45 days and requiring producing wells shut-in until compliance is achieved; and (3) in the event of non-compliance, declaring the wells abandoned and authorizing the OCD to plug the violating wells in accordance with a Division-approved plugging program and restore and remediate the location, recover costs from the Operator’s financial assurance as permitted by 19.15.8.13 NMAC, and seek indemnification as permitted by NMSA 1978, § 70-2-14(E).

Exhibit 1: Well List and Financial Assurance Report

Inactive Well Additional Financial Assurance Report

280554 CFM OIL, LLC

Total Well Count: 146

Printed On: Thursday, March 01 2018

Property	Well Name	Lease Type	ULSTR	OCD Unit Letter	API	Well Type	Last Profiling	Inactive Additional Bond Due	Measured Depth	Required Bond Amount	Bond Required Now	Covered By Blanket TA Bond	Bond In Place	In Violation
309375	ANGELL STATE #001	S	P-21-19S-28E	P	30-015-02277	O	12/2017	01/01/2020	1175	6175			0	
	ANGELL STATE #002	S	I-21-19S-28E	I	30-015-02278	O	11/2017	12/01/2019	1175	6175			0	
	ANGELL STATE #003	S	J-21-19S-28E	J	30-015-02279	O	11/2017	12/01/2019	1177	6177			0	
	ANGELL STATE #004	S	P-21-19S-28E	P	30-015-23745	O	11/2017	12/01/2019	1262	6262			0	
	ANGELL STATE #005	S	J-21-19S-28E	J	30-015-23860	O	11/2017	12/01/2019	1250	6250			0	
	ANGELL STATE #006	S	J-21-19S-28E	J	30-015-23924	O	11/2017	12/01/2019	1262	6262			0	
309376	ATLANTIC STATE #001	S	J-02-17S-29E	J	30-015-02858	O	11/2017	12/01/2019	2630	7630			0	
309377	BLAKE STATE #001	S	P-30-17S-28E	P	30-015-01616	O	11/2017	12/01/2019	615	5615			0	
309378	COBB FEDERAL #001	F	A-22-18S-27E	A	30-015-23187	O	12/2017		2300				0	
	COBB FEDERAL #002	F	H-22-18S-27E	H	30-015-23368	O	12/2017		2300				0	
309379	CONOCO FEDERAL #001	F	K-06-18S-33E	K	30-025-01584	O	06/2015		4179				0	
	CONOCO FEDERAL #002	F	7-06-18S-33E	M	30-025-01585	O	08/2015		4183				0	
309380	CROZIER #001	P	C-26-18S-26E	C	30-015-00245	O	12/2017	01/01/2020	1899	6899			0	
309381	CS GULF STATE #002	S	D-32-16S-29E	D	30-015-23319	O	12/2017	01/01/2020	2543	7543			0	
309382	DEKALB FEDERAL #001	F	P-31-16S-30E	P	30-015-03950	I	12/2017		2834				0	
	DEKALB FEDERAL #002	F	O-31-16S-30E	O	30-015-03959	O	12/2017		2787				0	
	DEKALB FEDERAL #003	F	J-31-16S-30E	J	30-015-03952	I	12/2017		2788				0	
	DEKALB FEDERAL #004	F	I-31-16S-30E	I	30-015-03953	O	12/2017		2832				0	
309383	DUVAL #001	P	J-27-18S-30E	J	30-015-22310	O	12/2017	01/01/2020	2847	7847			0	
309384	DUVAL A FEDERAL #001	F	H-27-18S-30E	H	30-015-22704	O	11/2017		3500				0	
309385	EGGER #002	P	G-22-18S-26E	G	30-015-23638	O	12/2017	01/01/2020	1800	6800			0	
309386	ETZ FEDERAL #001	F	3-31-16S-30E	L	30-015-03954	O	12/2017		2795				0	
	ETZ FEDERAL #002	F	4-31-16S-30E	M	30-015-03956	O	12/2017		2785				0	
	ETZ FEDERAL #003	F	G-31-16S-30E	G	30-015-03955	O	12/2017		2835				0	
	ETZ FEDERAL #004	F	H-31-16S-30E	H	30-015-03957	O	12/2017		2850				0	
309388	FEDERAL B #002	F	D-28-18S-27E	D	30-015-00970	O	12/2017		1627				0	
309389	FEDERAL E #001	F	K-31-16S-30E	K	30-015-03958	O	12/2017		2757				0	
	FEDERAL E #002	F	N-31-16S-30E	N	30-015-03951	O	12/2017		2761				0	
	FEDERAL E #003	F	F-31-16S-30E	F	30-015-03960	I	12/2017		2753				0	
309390	FEDERAL G #001	F	G-29-18S-27E	G	30-015-00977	O	12/2017		1570				0	
	FEDERAL G #002	F	B-29-18S-27E	B	30-015-00978	O	12/2017		1566				0	
309391	FEDERAL T #001	F	A-29-18S-27E	A	30-015-00973	O	12/2017		1588				0	
	FEDERAL T #002	F	H-29-18S-27E	H	30-015-00974	O	12/2017		1641				0	
	FEDERAL T #003	F	I-29-18S-27E	I	30-015-00976	O	12/2017		1617				0	
309392	FOREST POOL UNIT #003	F	A-34-16S-29E	A	30-015-02784	O	12/2017		2684				0	
	FOREST POOL UNIT #006	F	G-34-16S-29E	G	30-015-02803	O	12/2017		2666				0	
	FOREST POOL UNIT #011	F	K-35-16S-29E	K	30-015-02807	O	12/2017		2240				0	
	FOREST POOL UNIT #012	F	L-35-16S-29E	L	30-015-02806	I	12/2017		Unknown				0	
	FOREST POOL UNIT #020	F	M-35-16S-29E	M	30-015-03750	O	12/2017		2665				0	
	FOREST POOL UNIT #022	F	O-35-16S-29E	O	30-015-02811	O	12/2017		2732				0	
	FOREST POOL UNIT #023	F	J-35-16S-29E	J	30-015-02812	I	12/2017		2720				0	
309393	FRYMAN STATE #001	S	F-21-19S-28E	F	30-015-02281	O	12/2017	01/01/2020	99999	Unknown			0	
	FRYMAN STATE #002	S	F-21-19S-28E	F	30-015-24159	O	12/2017	01/01/2020	99999	Unknown			0	
309394	GATES FEDERAL #001	F	N-15-18S-30E	N	30-015-04517	O	12/2017		99999				0	
	GATES FEDERAL #004	F	L-26-18S-30E	L	30-015-04548	O	12/2017		3413				0	
	GATES FEDERAL #005	F	C-22-18S-30E	C	30-015-23050	O	12/2017		3574				0	
309395	GILLESPIE STATE #001	S	D-27-17S-28E	D	30-015-21785	O	12/2017	01/01/2020	805	5805			0	
	GILLESPIE STATE #002	S	C-27-17S-28E	C	30-015-21823	O	08/2012	09/01/2014	825	5825	Y		5,825	
	GILLESPIE STATE #003	S	D-27-17S-28E	D	30-015-21903	O	12/2017	01/01/2020	779	5779			0	
	GILLESPIE STATE #004	S	B-27-17S-28E	B	30-015-21928	O	11/2017	12/01/2019	778	5778			0	
	GILLESPIE STATE #005	S	A-27-17S-28E	A	30-015-01588	O	11/2017	12/01/2019	2355	7355			0	
	GILLESPIE STATE #006	S	D-27-17S-28E	D	30-015-22393	O	12/2017	01/01/2020	790	5790			0	
	GILLESPIE STATE #007	S	C-27-17S-28E	C	30-015-22497	O	12/2017	01/01/2020	775	5775			0	
	GILLESPIE STATE #008	S	C-27-17S-28E	C	30-015-22498	O	12/2017	01/01/2020	769	5769			0	
	GILLESPIE STATE #009	S	B-27-17S-28E	B	30-015-22550	O	11/2017	12/01/2019	782	5782			0	
	GILLESPIE STATE #011	S	A-27-17S-28E	A	30-015-22580	O	12/2017	01/01/2020	789	5789			0	

3/1/2018

OCD Permitting

GILLESPIE STATE #012	S	A-27-17S-28E	A	30-015-22616	O	11/2017	12/01/2019	800	5800		0
GILLESPIE STATE #013	S	A-27-17S-28E	A	30-015-22762	O	12/2017	01/01/2020	793	5793		0
GILLESPIE STATE #014	S	C-27-17S-28E	C	30-015-22860	O	11/2017	12/01/2019	800	5800		0
GILLESPIE STATE #015	S	B-27-17S-28E	B	30-015-01589	O	12/2017	01/01/2020	1975	6975		0
GILLESPIE STATE #016	S	D-27-17S-28E	D	30-015-01587	O	12/2017	01/01/2020	1960	6860		0
309397 GULF STATE #001	S	B-21-19S-28E	B	30-015-23359	O	12/2017	01/01/2020	3000	8000		0
GULF STATE #003	S	G-21-19S-28E	G	30-015-23366	O	12/2017	01/01/2020	1300	6300		0
309399 HARBOLD FEDERAL #016	F	N-26-17S-27E	N	30-015-10168	O	12/2017		1612			0
309400 HOLLIS #001	S	L-36-16S-29E	L	30-015-02817	I	12/2017	01/01/2020	2666	7666		0
HOLLIS #002	S	K-36-16S-29E	K	30-015-02820	O	12/2017	01/01/2020	2690	7690		0
HOLLIS #003	S	E-36-16S-29E	E	30-015-02823	O	12/2017	01/01/2020	2665	7665		0
HOLLIS #004	S	I-36-16S-29E	I	30-015-02824	O	12/2017	01/01/2020	2723	7723		0
309401 JOHNNY #001	P	O-35-18S-26E	O	30-015-22276	O	12/2017	01/01/2020	1265	6265		0
309402 KINDLE #002	P	A-26-18S-26E	A	30-015-00243	O	12/2017	01/01/2020	1045	6045		0
KINDLE #003	P	B-26-18S-26E	B	30-015-22410	G	04/2010	05/01/2012	1116	6116	Y	6,116
309403 KK STATE #001	S	I-02-17S-29E	I	30-015-02853	O	12/2017	01/01/2020	2660	7660		0
309404 L GULF STATE #001	S	A-36-16S-29E	A	30-015-02827	O	12/2017	01/01/2020	2750	7750		0
309405 LEONARD #001	S	F-36-16S-29E	F	30-015-02818	I	12/2017	01/01/2020	2710	7710		0
LEONARD #002	S	N-36-16S-29E	N	30-015-02821	I	12/2017	01/01/2020	2702	7702		0
LEONARD #003	S	O-36-16S-29E	O	30-015-02822	O	12/2017	01/01/2020	2718	7718		0
LEONARD #006	S	P-36-16S-29E	P	30-015-02828	I	12/2017	01/01/2020	2760	7760		0
LEONARD #007	S	G-36-16S-29E	G	30-015-02829	O	12/2017	01/01/2020	2730	7730		0
LEONARD #008	S	H-36-16S-29E	H	30-015-02830	I	12/2017	01/01/2020	2765	7765		0
LEONARD #009	S	C-36-16S-29E	C	30-015-02831	O	12/2017	01/01/2020	2710	7710		0
309406 LUCKY STRIKE STATE #001	S	J-27-10S-26E	J	30-005-63006	O			Unknown			6,700
309407 MCCALL #001	P	M-24-18S-26E	M	30-015-00319	O	12/2017	01/01/2020	1033	6033		0
MCCALL #002	P	L-24-18S-26E	L	30-015-22998	O	12/2017	01/01/2020	1125	6125		0
309408 MCCLAY FEDERAL #002	F	M-34-18S-30E	M	30-015-25057	O			3547			0
MCCLAY FEDERAL #003	F	J-33-18S-30E	J	30-015-04559	O	12/2017		3419			0
MCCLAY FEDERAL #008	F	P-33-18S-30E	P	30-015-20280	O	12/2017		3420			0
MCCLAY FEDERAL #009	F	G-33-18S-30E	G	30-015-21608	O	12/2017		3435			0
309409 MCCLAY GR #004	F	L-34-18S-30E	L	30-015-04568	O	12/2017		3419			0
309410 MILEY #001	S	M-36-16S-29E	M	30-015-02819	O	12/2017	01/01/2020	2669	7669		0
309411 MONSANTO STATE #001	S	O-21-19S-28E	O	30-015-24252	O	12/2017	01/01/2020	1250	6250		0
309412 MORGAN STATE #001	S	I-02-17S-29E	A	30-015-02852	O	12/2017	01/01/2020	2815	7815		0
MORGAN STATE #002	S	G-02-17S-29E	G	30-015-02855	O	12/2017	01/01/2020	2620	7620		0
MORGAN STATE #003	S	2-02-17S-29E	B	30-015-02857	O	12/2017	01/01/2020	2751	7751		0
309413 PLATT #001	P	M-26-18S-26E	M	30-015-06102	O	12/2017	01/01/2020	2545	7545		0
PLATT #002	P	K-26-18S-26E	K	30-015-00247	O	12/2017	01/01/2020	1875	6875		0
309414 SPIKE FEDERAL #001	F	G-24-20S-28E	G	30-015-27070	O	12/2017		5725			0
309415 SRC STATE #001	S	N-23-17S-28E	N	30-015-24064	O	10/2017	11/01/2019	1000	6000		0
309416 STATE 4-5 #004	S	N-18-19S-28E	N	30-015-02267	O	12/2017	01/01/2020	2733	7733		0
STATE 4-5 #005	S	K-18-19S-28E	K	30-015-23009	O	12/2017	01/01/2020	2000	7000		0
309417 STATE B #001	S	K-02-17S-29E	K	30-015-02865	O	12/2017	01/01/2020	2598	7598		0
309418 STATE B 1111 #001	S	F-22-17S-28E	F	30-015-10247	O	03/2015	04/01/2017	808	5808	Y	5,808
STATE B 1111 #008	S	H-22-17S-28E	H	30-015-23138	O	06/2016	07/01/2018	855	5855		0
STATE B 1111 #009	S	H-22-17S-28E	H	30-015-23139	O	05/2016	06/01/2018	800	5800		0
STATE B 1111 #010	S	H-22-17S-28E	H	30-015-23231	O	03/2016	04/01/2018	810	5810		0
STATE B 1111 #011	S	H-22-17S-28E	H	30-015-23140	O	03/2016	04/01/2018	832	5832		0
STATE B 1111 #012	S	F-22-17S-28E	F	30-015-23451	O	03/2015	04/01/2017	840	5840	Y	5,840
STATE B 1111 #013	S	G-22-17S-28E	G	30-015-23452	O	09/2014	10/01/2016	840	5840	Y	5,840
STATE B 1111 #014	S	G-22-17S-28E	G	30-015-23453	O	05/2014	06/01/2016	840	5840	Y	5,840
STATE B 1111 #015A	S	G-22-17S-28E	G	30-015-23454	O	12/2013	01/01/2016	840	5840	Y	5,840
STATE B 1111 #016	S	F-22-17S-28E	F	30-015-23455	O	03/2013	04/01/2015	800	5800	Y	5,800
STATE B 1111 #017	S	F-22-17S-28E	F	30-015-23456	O	05/2013	06/01/2015	808	5808	Y	5,808
STATE B 1111 #018	S	A-22-17S-28E	A	30-015-23569	O	01/2013	02/01/2015	813	5813	Y	5,813
STATE B 1111 #019	S	A-22-17S-28E	A	30-015-23570	O	03/2016	04/01/2018	915	5915		0
STATE B 1111 #020	S	A-22-17S-28E	A	30-015-23571	O	12/2014	01/01/2017	1000	6000	Y	6,000
STATE B 1111 #021	S	A-22-17S-28E	A	30-015-23572	O	08/2015	09/01/2017	970	5970	Y	5,970
STATE B 1111 #022	S	G-22-17S-28E	G	30-015-23661	O	08/2015	09/01/2017	803	5803	Y	5,803
309419 STATE B 1969 #010	S	O-22-17S-28E	O	30-015-22813	O	01/2016	02/01/2018	805	5805	Y	0
STATE B 1969 #011	S	O-22-17S-28E	O	30-015-22827	O	04/2014	05/01/2016	810	5810	Y	5,810
STATE B 1969 #012	S	O-22-17S-28E	O	30-015-22828	O	01/2016	02/01/2018	840	5840	Y	0

3/1/2018

OCD Permitting

STATE B 1969 #013	S	O-22-17S-28E	O	30-015-22829	O	01/2016	02/01/2018	807	5807	Y	0	Y
STATE B 1969 #014	S	J-22-17S-28E	J	30-015-23141	O	06/2016	07/01/2018	802	5802		0	
STATE B 1969 #015	S	J-22-17S-28E	J	30-015-23142	O	06/2016	07/01/2018	800	5800		0	
STATE B 1969 #016	S	J-22-17S-28E	J	30-015-23232	O	04/2016	05/01/2018	804	5804		0	
STATE B 1969 #017	S	J-22-17S-28E	J	30-015-23143	O	03/2015	04/01/2017	802	5802	Y	5,802	
STATE B 1969 #018	S	K-22-17S-28E	K	30-015-23244	O	02/2017	03/01/2019	800	5800		0	
STATE B 1969 #019Y	S	K-22-17S-28E	K	30-015-23395	O	02/2017	03/01/2019	806	5806		0	
STATE B 1969 #020	S	K-22-17S-28E	K	30-015-23246	O	02/2017	03/01/2019	797	5797		0	
STATE B 1969 #020Z	S	E-22-17S-28E	E	30-015-23573	O	12/2017	01/01/2020	800	5800		0	
STATE B 1969 #022	S	E-22-17S-28E	E	30-015-23474	O	12/2017	01/01/2020	731	5731		0	
STATE B 1969 #023	S	E-22-17S-28E	E	30-015-23475	O	12/2017	01/01/2020	807	5807		0	
STATE B 1969 #024	S	D-22-17S-28E	D	30-015-23476	O	12/2017	01/01/2020	800	5800		0	
STATE B 1969 #025	S	D-22-17S-28E	D	30-015-23477	O	12/2017	01/01/2020	800	5800		0	
STATE B 1969 #026	S	D-22-17S-28E	D	30-015-23478	O	12/2017	01/01/2020	835	5835		0	
309420 STATE U #001	S	B-09-19S-28E	B	30-015-02197	O	12/2017	01/01/2020	2402	7402		0	
STATE U #002	S	G-09-19S-28E	G	30-015-23391	O	12/2017	01/01/2020	2412	7412		0	
309422 VALLEY B ST #001	S	H-27-10S-26E	H	30-005-62761	O	04/2011	05/01/2013	830	5830	Y	5,830	
309424 WILLIAMS #002	P	D-25-18S-26E	D	30-015-00235	O	12/2017	01/01/2020	1050	6050		0	
WILLIAMS #003	P	B-25-18S-26E	B	30-015-00318	O	04/2014	05/01/2016	1080	6080	Y	6,080	
WILLIAMS #005	P	C-25-18S-26E	C	30-015-00237	O	12/2017	01/01/2020	1186	6186		0	
WILLIAMS #006	P	B-25-18S-26E	B	30-015-00238	O	12/2017	01/01/2020	1075	6075		0	
309425 WOLF #001	P	M-23-17S-28E	M	30-015-22166	O	12/2017	01/01/2020	807	5807		0	
WOLF #002	P	M-23-17S-28E	M	30-015-22362	O	12/2017	01/01/2020	808	5808		0	
WOLF #003	P	M-23-17S-28E	M	30-015-23082	O	12/2017	01/01/2020	807	5807		0	
WOLF #004	P	M-23-17S-28E	M	30-015-23310	O	12/2017	01/01/2020	848	5848		0	
309426 YATES BROWN ST #001	S	I-27-10S-26E	I	30-005-62250	O	04/2011	05/01/2013	1010	6010	Y	6,010	
309427 YATES FEDERAL #0519	F	P-10-16S-29E	P	30-015-24878	O	12/2017		2044			0	

WHERE Ogrid:280554

Inactive Well List

Total Well Count: 146 Inactive Well Count: 31
Printed On: Thursday, March 01 2018

District	API	Well	ULSTR	OCD Unit	OGRID	Operator	Lease Type	Well Type	Last Production	Formation/Notes	Status	TA Exp Date
1	30-025-01584	CONOCO FEDERAL #001	K-06-18S-33E	K	280554	CFM OIL, LLC	F	O	06/2015	QUEEN		
1	30-025-01585	CONOCO FEDERAL #002	7-06-18S-33E	M	280554	CFM OIL, LLC	F	O	08/2015	QUEEN		
2	30-015-21823	GILLESPIE STATE #002	C-27-17S-28E	C	280554	CFM OIL, LLC	S	O	08/2012			
2	30-015-22410	KINDLE #003	B-26-18S-26E	B	280554	CFM OIL, LLC	P	G	04/2010			
2	30-015-10247	STATE B 1111 #001	F-22-17S-28E	F	280554	CFM OIL, LLC	S	O	03/2015			
2	30-015-23138	STATE B 1111 #008	H-22-17S-28E	H	280554	CFM OIL, LLC	S	O	06/2016			
2	30-015-23139	STATE B 1111 #009	H-22-17S-28E	H	280554	CFM OIL, LLC	S	O	05/2016			
2	30-015-23231	STATE B 1111 #010	H-22-17S-28E	H	280554	CFM OIL, LLC	S	O	03/2016			
2	30-015-23140	STATE B 1111 #011	H-22-17S-28E	H	280554	CFM OIL, LLC	S	O	03/2016			
2	30-015-23451	STATE B 1111 #012	F-22-17S-28E	F	280554	CFM OIL, LLC	S	O	03/2015			
2	30-015-23452	STATE B 1111 #013	G-22-17S-28E	G	280554	CFM OIL, LLC	S	O	09/2014			
2	30-015-23453	STATE B 1111 #014	G-22-17S-28E	G	280554	CFM OIL, LLC	S	O	05/2014			
2	30-015-23454	STATE B 1111 #015A	G-22-17S-28E	G	280554	CFM OIL, LLC	S	O	12/2013			
2	30-015-23455	STATE B 1111 #016	F-22-17S-28E	F	280554	CFM OIL, LLC	S	O	03/2013			
2	30-015-23456	STATE B 1111 #017	F-22-17S-28E	F	280554	CFM OIL, LLC	S	O	05/2013			
2	30-015-23569	STATE B 1111 #018	A-22-17S-28E	A	280554	CFM OIL, LLC	S	O	01/2013			
2	30-015-23570	STATE B 1111 #019	A-22-17S-28E	A	280554	CFM OIL, LLC	S	O	03/2016			
2	30-015-23571	STATE B 1111 #020	A-22-17S-28E	A	280554	CFM OIL, LLC	S	O	12/2014			
2	30-015-23572	STATE B 1111 #021	A-22-17S-28E	A	280554	CFM OIL, LLC	S	O	08/2015			
2	30-015-23661	STATE B 1111 #022	G-22-17S-28E	G	280554	CFM OIL, LLC	S	O	08/2015			
2	30-015-22813	STATE B 1969 #010	O-22-17S-28E	O	280554	CFM OIL, LLC	S	O	01/2016			
2	30-015-22927	STATE B 1969 #011	O-22-17S-28E	O	280554	CFM OIL, LLC	S	O	04/2014	SEVEN RIVERS INT TO PA 03/11/10		
2	30-015-22828	STATE B 1969 #012	O-22-17S-28E	O	280554	CFM OIL, LLC	S	O	01/2016			
2	30-015-22829	STATE B 1969 #013	O-22-17S-28E	O	280554	CFM OIL, LLC	S	O	01/2016			
2	30-015-23141	STATE B 1969 #014	J-22-17S-28E	J	280554	CFM OIL, LLC	S	O	06/2016			
2	30-015-23142	STATE B 1969 #015	J-22-17S-28E	J	280554	CFM OIL, LLC	S	O	06/2016			
2	30-015-23232	STATE B 1969 #016	J-22-17S-28E	J	280554	CFM OIL, LLC	S	O	04/2016			
2	30-015-23143	STATE B 1969 #017	J-22-17S-28E	J	280554	CFM OIL, LLC	S	O	03/2015			
2	30-005-62761	VALLEY B ST #001	H-27-10S-26E	H	280554	CFM OIL, LLC	S	O	04/2011			
2	30-015-00318	WILLIAMS #003	B-25-18S-26E	B	280554	CFM OIL, LLC	P	O	04/2014			
2	30-005-62250	YATES BROWN ST #001	I-27-10S-26E	I	280554	CFM OIL, LLC	S	O	04/2011			

WHERE Ogrid:280554, County:All, District:All, Township:All, Range:All, Section:All, Production(months):15, Excludes Wells Under ACOI, Excludes Wells in Approved TA Period

Exhibit 3: Posted Single Well Financial Assurance

API Number	Amount	Issuer	Cash/Surety	Issuer Bond Number
<u>30-015-21823</u>	\$5,825.00	LEXON INSURANCE COMPANY	Surety	1088762
<u>30-015-22410</u>	\$6,116.00	LEXON INSURANCE COMPANY	Surety	1088763
<u>30-015-23454</u>	\$5,840.00	LEXON INSURANCE COMPANY	Surety	1088764
<u>30-015-23456</u>	\$5,808.00	LEXON INSURANCE COMPANY	Surety	1088765
<u>30-015-23569</u>	\$5,813.00	LEXON INSURANCE COMPANY	Surety	1088766
<u>30-015-22827</u>	\$5,810.00	LEXON INSURANCE COMPANY	Surety	1088767
<u>30-005-62761</u>	\$5,830.00	LEXON INSURANCE COMPANY	Surety	1088768
<u>30-005-62250</u>	\$6,010.00	LEXON INSURANCE COMPANY	Surety	1088769
<u>30-015-23453</u>	\$5,840.00	LEXON INSURANCE COMPANY	Surety	1148316
<u>30-015-10247</u>	\$5,808.00	LEXON INSURANCE COMPANY	Surety	1148317
<u>30-015-23143</u>	\$5,802.00	LEXON INSURANCE COMPANY	Surety	1148318
<u>30-015-23451</u>	\$5,840.00	LEXON INSURANCE COMPANY	Surety	1148319
<u>30-015-23452</u>	\$5,840.00	LEXON INSURANCE COMPANY	Surety	1148320
<u>30-015-23571</u>	\$6,000.00	LEXON INSURANCE COMPANY	Surety	1148321
<u>30-015-23572</u>	\$5,970.00	LEXON INSURANCE COMPANY	Surety	1153492
<u>30-015-23661</u>	\$5,803.00	LEXON INSURANCE COMPANY	Surety	1153493
<u>30-005-63006</u>	\$6,700.00	ARTESIA CREDIT UNION	Cash	OCD990
<u>30-015-00318</u>	\$6,080.00	ARTESIA CREDIT UNION	Cash	OCD991
<u>30-015-23455</u>	\$5,800.00	ARTESIA CREDIT UNION	Cash	OCD992