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

APPLICATION OF NOVO OIL AND GAS NORTHERN DELAWARE, LLC, WHOLLY **OWNED SUBSIDIARY OF NOVO OIL & GAS, LLC** FOR A NON-STANDARD SPACING AND PRORATION UNIT AND COMPULSORY POOLING, EDDY COUNTY, NEW MEXICO.

) SS.

CASE NO. 16281

AFFIDAVIT OF NOTICE

COUNTY OF SANTA FE

STATE OF NEW MEXICO

Candace Callahan, being duly sworn upon her oath, deposes and states:

1. I am over the age of 18 and have personal knowledge of the matters stated herein.

I am an attorney for Novo Oil and Gas Northern Delaware, LLC, a wholly owned 2. subsidiary of Novo Oil & Gas, LLC.

Applicant has conducted in good faith, diligent effort to find the names and 3. correct addresses of the interest owners entitled to receive notice of the application filed herein.

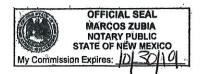
Notice of the application was provided to the interest owners, at their correct 4. addresses, by certified mail. Copies of the notice letter and certified return receipts are attached hereto as Exhibit A.

Applicant has complied with the notice provisions of Form C-108 and Division 5. Rules NMAC 19.15.4.9 and 19.15.4.12.C.

Candace Callahan

SUBSCRIBED AND SWORN TO before me this 8th day of August, 2018 by Candace Callahan.

My Commission Expires:



BEATTY & WOZNIAK, P.C.

Attorneys at Law

500 DON GASPAR AVENUE SANTA FE, NEW MEXICO87505-2626 TELEPHONE (505) 983-8545 FACSIMILE (505) 983-8547 www.bwenergylaw.com CASPER CHEYENNE DENVER SALT LAKE CITY SANTA FE

CANDACE CALLAHAN

DIRECT: (505) 983-8764 E-MAIL: CCALLAHAN@BWENERGYLAW.COM

June 21, 2018

VIA CERTIFIED MAIL-RETURN RECEIPT

To: Pooled Parties

 Re: New Mexico Oil Conservation Division Application for Non-Standard Spacing and Proration Unit and Compulsory Pooling, Case No. 16281
 Rana Salada Fed Com 1 5 23S 29E 2B #1H well

Dear Ladies and Gentlemen:

This letter is to advise you that Novo Oil & Gas, LLC has filed the enclosed application for non-standard spacing and compulsory pooling with the New Mexico Oil Conservation Division. This application will be set for hearing before a Division Examiner at 8:15 a.m. on July 12, 2018. The hearing will be held in the Oil Conservation Division's Santa Fe Offices located at 1220 South St. Francis Drive, Santa Fe, New Mexico 87505. You are not required to attend this hearing, but as an interest owner in the well unit you may be affected by this application, and you may appear and present testimony. Failure to appear at that time and become a part of record will preclude you from challenging the matter at a later date.

A party appearing in a Division case is required by Division Rule 19.15.4.13:B to file a Pre-Hearing Statement four days in advance of a scheduled hearing. This statement must be filed with the Division's Santa Fe office at the above address and should include: the names of the party and its attorney; a concise statement of the case; the names of all witnesses the party will call to testify at the hearing; the approximate time the party will need to present its case; and identification of any procedural matters that need to be resolved prior to the hearing. The Pre-Hearing Statement must also be provided to the undersigned and to the persons listed on Exhibit A.

If you have any questions about this matter, please contact Brandon Patrick at 405-609-1740 or bpatrick@novoog.com.

Very truly yours,

Candace Callahan Attorney for Novo Oil & Gas, LLC

Enerov in the Law®

Exhibit A

Crown Oil Partners V, LP P.O. Box 50820 Midland, TX 79710

Crump Energy Partners II, LLC P.O. Box 50820 Midland, TX 79710

Nadel and Gussman Delaware, LLC 15 East 5th Street, Suite 3300 Tulsa, OK 74103

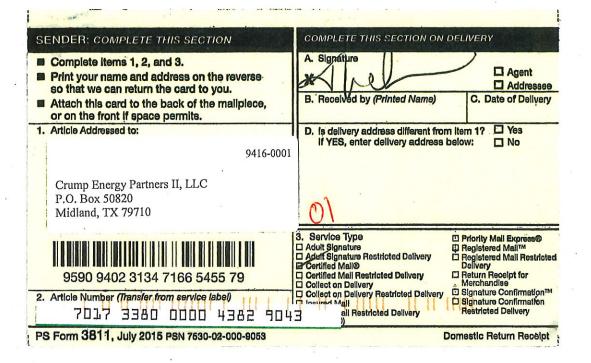
TDY Industries, LLC c/o Bank of America, N.A. 901 Main Street, 17th Floor Dallas, Texas 75202-3714 Attention: Jimmy L. Proe

Marathon Oil Permian, LLC 5555 San Felipe Street Houston, TX 77056 Attention: Chase Rice

BTA Oil Producers, LLC 104 S. Pecos Midland, TX 79701

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SENDER: COMPLETE THIS SECTION	COMPLETE THIS SECTION ON DELIVERY
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	PS Form 3800, April 2015 PSN 7530-02-000-9047	See Reverse for Instructions

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Dallas Texas 75202-3/14	
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9416-000 Marathon Oil Permian, LLC 5555 San Felipe Street Houston, TX 77056 Attention: Chase Rice	
9590 9402 3134 7166 5456 09 2. Article Number (Transfer from service (abol) 7017 3380 0000 4382 907	3. Service Type □ Priority Mail Express® □ Adult Signature □ Registered Mail™ □ Adult Signature Restricted Delivery □ Registered Mail™ □ Certified Mail® □ Registered Mail™ □ Collect on Delivery □ Collect on Delivery □ Collect on Delivery □ Signature Confirmation™ ↓ ↑ Mail ↓ ↑ Mail ↓ ↑ Mail ↓ ↑ Mail ↓ ↓ ↓ ↓ ↓ ↓ ↓ ↓ ↓ ↓ ↓ ↓ ↓ ↓
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	PS Form 3800, April 2015 PSN 7530-02-000-9047	See Reverse for Instructions

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BEATTY & WOZNIAK, P.C.

Attorneys at Law

500 DON GASPAR AVENUE SANTA FE, NEW MEXICO87505-2626 TELEPHONE (505) 983-8545 FACSIMILE (505) 983-8547 www.bwenergylaw.com

CANDACE CALLAHAN

DIRECT: (505) 983-8764 E-MAIL: 'CCALLAHAN@BWENERGYLAW.COM BISMARCK CASPER DENVER SALT LAKE CITY SANTA FE

June 21, 2018

VIA CERTIFIED MAIL-RETURN RECEIPT

To: Affected Parties and Offsetting Lessees and Operators

 Re: New Mexico Oil Conservation Division Application for Non-Standard Spacing and Proration Unit and Compulsory Pooling, Case No. 16281
 Rana Salada Fed Com 1 5 23S 29E 2B #1H well

Dear Ladies and Gentlemen:

This letter is to advise you that Novo Oil & Gas, LLC has filed the enclosed application for non-standard spacing and compulsory pooling with the New Mexico Oil Conservation Division. Your interests are not being pooled under this application, but as a lessee or operator in an offsetting tract or a tract affected by the non-standard spacing unit, you are entitled to notice of this application.

This application will be set for hearing before a Division Examiner at 8:15 a.m. on July 12, 2018. The hearing will be held in the Oil Conservation Division's Santa Fe Offices located at 1220 South St. Francis Drive, Santa Fe, New Mexico 87505. You are not required to attend this hearing, but as an owner of an interest that may be affected by this application, you may appear and present testimony. Failure to appear at that time and become a part of record will preclude you from challenging the matter at a later date.

A party appearing in a Division case is required by Division Rule 19.15.4.13:B to file a Pre-Hearing Statement with the Oil Conservation Division's Santa Fe office four days in advance of a scheduled hearing. This statement must be filed with the Division's Santa Fe office at the above address and should include: the names of the party and its attorney; a concise statement of the case; the names of all witnesses the party will call to testify at the hearing; the approximate time the party will need to present its case; and identification of any procedural matters that need to be resolved prior to the hearing. The Pre-Hearing Statement must also be provided to the undersigned and to the persons listed on Exhibit A.

If you have any questions about this matter, please contact Brandon Patrick at 405-609-1740 or bpatrick@novoog.com.

Very truly yours,

Candace Callahan Attorney for Novo Oil & Gas, LLC

Exhibit A

XTO Energy, Inc. 810 Houston Street, WTW 1912 Fort Worth, Texas 76102 Attention: Kenneth Hilger

EOG Y Resources, Inc. 5509 Champions Drive Midland, Texas 79706 Attention: Charles Moran

EOG A Resources, Inc. 5509 Champions Drive Midland, Texas 79706 Attention: Charles Moran

EOG M Resources, Inc. 5509 Champions Drive Midland, Texas 79706 Attention: Charles Moran

CTV O&G NM, LLC 201 Main Street, Suite 2700 Fort Worth, TX 76102

LMB1 O&G NM, LLC 201 Main Street, Suite 2700 Fort Worth, TX 76102

THRU LINE O&G NM, LLC 201 Main Street, Suite 2700 Fort Worth, TX 76102

SRB1 O&G NM, LLC

201 Main Street, Suite 2700 Fort Worth, TX 76102

Keystone O&G NM, LLC 201 Main Street, Suite 2700 Fort Worth, TX 76102

COG Operating LLC 550 W. Texas Avenue Midland, TX 79702

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McCully-Chapman, Inc. P. O. Box 1389 Sealy, TX 77474-8502

Wade Petroleum Corporation 2406 Northwood Ct. NW Albuquerque, NM 87107

OXY Y-1 Company P. O. Box 27570 Houston, TX 77227 Attention: Jeremy Murphrey