

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

**APPLICATION OF LIME ROCK
RESOURCES II-A, L.P. FOR COMPULSORY
POOLING, EDDY COUNTY, NEW MEXICO**

Case No. 20212

**SELF-AFFIRMED STATEMENT OF
DOUG LACEY**

1. I am over 18 years of age and am competent to provide this Self-Affirmed Statement. I have personal knowledge of the matters addressed herein.

2. I am a Landman at Lime Rock Resources II-A, L.P. ("Lime Rock"). I have had direct involvement with Lime Rock's development of the standard 200-acre horizontal spacing unit ("HSU") that is the subject of Lime Rock's amended application in this case.

3. Attached hereto as Exhibit A is the C-102 for Lime Rock's Brainard 12 #2H well. The HSU to be dedicated to the well is comprised of the N/2 S/2 of Section 11 and the NW/4 SW/4 of Section 12, Township 18 South, Range 26 East in Eddy County. Lime Rock seeks to pool the uncommitted mineral interests in the Yeso formation underlying the HSU.

4. The Brainard 12 #2H well will be horizontally drilled from a surface location in Unit K in Section 12 to a last take point in Unit L in Section 11, Township 18 South, Range 26 East.

5. There are no depth exceptions in the Yeso formation underlying the HSU.

6. On December 18, 2018 I sent an identical well proposal letter and AFE for the Brainard 12 #2H well to each of the then-uncommitted mineral interests in the HSU. Attached

OCD Case No. 20212

LIME ROCK

Exhibit #1

hereto as Exhibit B is a sample of the well proposal letter. All of the uncommitted interest owners received the letter.

7. 64.56465 % of the mineral interests in the HSU are committed to the proposed well.

8. In my opinion, Lime Rock has made a good faith effort to obtain the voluntary joinder of the uncommitted mineral interests in the HSU.

9. Lime Rock's counsel provided certified mail notice of the application and the hearing to all of the remaining uncommitted mineral interests and all royalty interests in the HSU. A listing of the mineral and royalty interests to whom hearing notice letters were sent, a sample notice letter, and the green cards that have been returned are attached hereto as Exhibit C.

10. Notice of the hearing was published in the Carlsbad Current-Argus on January 24, 2019. A copy of the newspaper's Affidavit of Publication is attached hereto as Exhibit D.

11. Attached hereto as Exhibit E is Lime Rock's AFE for the proposed well. The estimated costs of the wells are fair and reasonable, and are comparable to the costs of other wells of similar depth and length drilled in Eddy County.

12. Lime Rock requests overhead and administrative rates of \$8,000 per month while the well is being drilled and \$800 per month while the well is producing. These rates are fair, and are comparable to the rates charged by Lime Rock and by other operators in the vicinity. They are also the rates set forth in the proposed JOA for the well. Lime Rock further requests that the rates be adjusted periodically in accordance with the COPAS Accounting Procedure.

13. Lime Rock requests that it be designated the operator of the well.

14. Lime Rock also requests that a 200% risk charge be assessed against the remaining uncommitted interests if they are non-consenting working interest owners.


15. In my opinion, the granting of Lime Rock's application will serve the interests of conservation and the prevention of waste.

16. The exhibits attached hereto were either prepared by me or under my supervision or were compiled from company business records.

17. I understand that this Self-Affirmed Statement will be used as written testimony in this case. I affirm that my testimony in paragraphs 1 through 16 above is true and correct and is made under penalty of perjury under the laws of the State of New Mexico. My testimony is made as of the date handwritten next to my signature below.



Doug Lacey



Date

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
District IV
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

WELL LOCATION AND ACREAGE DEDICATION PLAT

¹ API Number	² Pool Code	³ Pool Name
⁴ Property Code	⁵ Property Name BRAINARD 12	⁶ Well Number 2H
⁷ OGRID No. 277558	⁸ Operator Name LIME ROCK RESOURCES II-A, L.P.	⁹ Elevation 3296.9

¹⁰ Surface Location									
UL or lot no. K	Section 12	Township 18 S	Range 26 E	Lot Idn	Feet from the 1575	North/South line SOUTH	Feet from the 1540	East/West line WEST	County EDDY

¹¹ Bottom Hole Location If Different From Surface									
UL or lot no. L	Section 11	Township 18 S	Range 26 E	Lot Idn	Feet from the 2140	North/South line SOUTH	Feet from the 100	East/West line WEST	County EDDY
¹² Dedicated Acres		¹³ Joint or Infill		¹⁴ Consolidation Code		¹⁵ Order No.			

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.

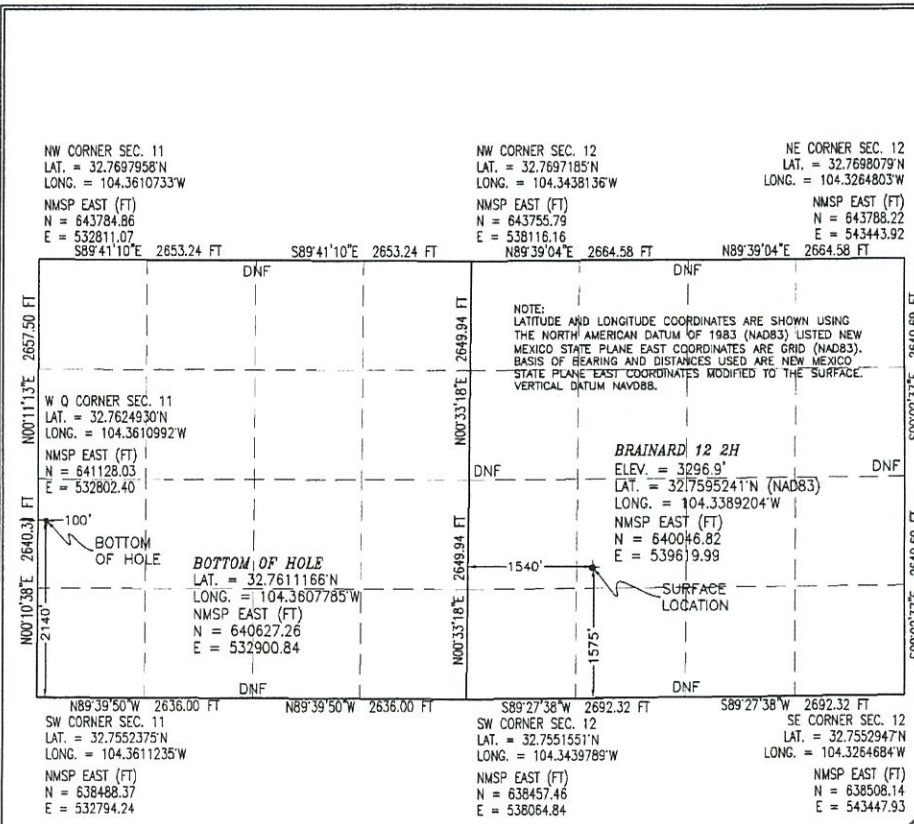
 <p>NOTE: LATITUDE AND LONGITUDE COORDINATES ARE SHOWN USING THE NORTH AMERICAN DATUM OF 1983 (NAD83). LISTED NEW MEXICO STATE PLANE EAST COORDINATES ARE GRID (NAD83). BASIS OF BEARING AND DISTANCES USED ARE NEW MEXICO STATE PLANE EAST COORDINATES MODIFIED TO THE SURFACE. VERTICAL DATUM NAVD83.</p> <p>BRAINARD 12 2H ELEV. = 3296.9' LAT. = 32°55'24.1"N (NAD83) LONG. = 104°33'89.204"W NMSP EAST (FT) N = 640046.82 E = 539619.99</p> <p>BOTTOM OF HOLE LAT. = 32°56'07.85"W LONG. = 104°36'07.85"W NMSP EAST (FT) N = 640627.26 E = 532900.84</p>	<p>¹⁷ OPERATOR CERTIFICATION</p> <p>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 heretofore entered by the division.</p> <p>Signature _____ Date _____</p> <p>Printed Name _____</p> <p>E-mail Address _____</p> <p>¹⁸ SURVEYOR CERTIFICATION</p> <p>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.</p> <p>DECEMBER 17, 2018</p> <p>Date of Survey _____</p> <p>Signature of Professional Surveyor _____</p> <p>Certificate Number: EDMON F. JARAMILLO, PLS 12797</p> <p>SURVEY NO. 6444A</p>
--	--

Exhibit
A



December 18, 2018

Via Fedex

St. Devote LLC
Attn: Josh Grisham, VP Land
919 Milam St., Suite 2475
Houston, TX 77002

Re: Horizontal Well Proposal
Brainard 12-2H
NW/4 SW/4 Sec 12 & N/2 S/2 Sec 11-18S-26E
Eddy County, New Mexico

Gentlemen:

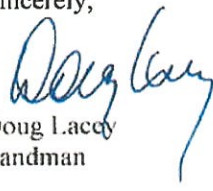
Lime Rock Resources II-A, L.P. ("LRR") hereby proposes to drill the captioned well horizontally East to West through Lot L in Section 12 and Lots I, J, K & L in Section 11-18S-26E as an 9000' MD/2705' TVD Upper Yeso well. Surface location will be in Lot K in Section 12-18S-26E. The well will be completed in 30 stages with a slick water frac and produced initially on ESP. Once fluid production declines, the well will be converted to beam lift. Proposed location (subject to a final survey of the surface location) is:

Proposed surface location:	1575' FSL & 1540' FWL of Sec 12-T18S-R26E
Proposed Bottom Hole Location:	2140' FSL & 100' FWL in Sec 11-T18S-R26E

Enclosed for your review are LRR's Authority for Expenditure ("AFE") in the 8/8ths amount of \$4,700,000 to drill and complete this well. Please note this is the same well previously proposed by letter dated August 10, 2018 but it was under two existing operating agreements covering separate halves of Section 11. LRR is proposing to replace the existing operating agreements with the enclosed A.A.P.L. Form 610-1982 Model Form Operating Agreement ("JOA") to govern operations just for horizontal wells. All existing vertical wells and any future vertical well drilling will continue to be governed by the original operating agreements within the contract area. Final forms of Exhibit "A" and "F" to the JOA will be sent after receipt of elections from the other working interest owners.

Please provide your election on the following page within thirty (30) days and if you elect to participate, also return the signed AFE to my attention at the letterhead address, via email to dlacey@limerockresources.com or by facsimile to 713-345-2197. Should you have questions of a technical nature, please contact our Operations Engineer, Eric McClusky at 713-360-5714 or you may reach me at my direct number at 713-345-2147.

Sincerely,


Doug Lacey
Landman

**Exhibit
B**

December 18, 2018
Well Proposal
Brainard 12-2H
NW/4 SW/4 Section 12 & N/2 S/2 Sec 11-18S-26E
Eddy County, New Mexico

In connection with the foregoing and the attached Authority for Expenditure, the undersigned:

_____ elects to participate in the drilling and completion of the proposed well. Please sign and return one copy of this letter and one copy of the AFE.

_____ elects not to participate in the drilling and completing of the proposed well subject to any OCD pooling order issued for the well.

St. Devote LLC

By: _____

Printed Name: _____

Title/Capacity: _____

Date: _____

Entity Name	Address_Line_One	Address_Line_Two	City	State_Code	ZIP
Mary Francis Johnson Maskew	c/o Jerry W. Johnson	2944 West Morrow Drive	Phoenix	AZ	85050
Ricky Johnson	14026 Prestwick Drive		Dallas	TX	75224
Sharlene Johnson Jordan	14500 Blanco Road, Apt. 316		San Antonio	TX	78218
Jerry Johnson, Trustee of the Jerry W. Johnson Living Trust dated December 7, 2011	2944 West Morrow Drive		Phoenix	AZ	85050
Wilbur Hailey Johnson	2731 Montana #A		El Paso	TX	79903
Donald Fanning & Sons, Inc.	106 Aaron Dr		Artesia	NM	88210
Beverly Brainard	#16 MULLANEY ROAD		GREENVILLE	TX	75402-6914
John Shepherd Brainard	c/o BANK OF OKLAHOMA NA AGENT	P O BOX 1588	Tulsa	OK	74101
George Reed Brainard	c/o BANK OF OKLAHOMA NA AGENT	P O BOX 1588	Tulsa	OK	74101
Bank of Oklahoma, N.A. as Sole Successor Trustee of the Guy R. Brainard, Jr. Trust dated September 9, 1982					
Daniel Brainard Knorr	P O BOX 1621	P O BOX 1588	Tulsa	OK	74101
John Allen Knorr	2402 SIERRA VISTA		Alto	NM	88312
Roxanne Louise Knorr Yates	4000 N MONTANA		Artesia	NM	88210
Andrea Ruth Knorr Crockett	P O BOX 3295		ROSWELL	NM	88201
ENERGEN RESOURCES CORP	605 RICHARD ARRINGTON, JR., BLVD NORTH		TELLURIDE	CO	81435
TANOS ENERGY HOLDINGS II, LLC	821 E SE LOOP 323, STE 400		BIRMINGHAM	AL	35203
Central National-Gottesman Inc.	Attn: Arthur Leder		TYLER	TX	75701
St. Devote LLC	Attn: Josh Grisham, VP Land	Three Manhattanville Road	Purchase	NY	10577
		919 Milam St., Suite 2475	Houston	TX	77002

Exhibit
C



HINKLE SHANOR LLP

ATTORNEYS AT LAW

PO BOX 2068

SANTA FE, NEW MEXICO 87504

505-982-4554 (FAX) 505-982-8623

WRITER

Gary W. Larson,
Partner

glarson@hinklelawfirm.com

January 17, 2019

VIA CERTIFIED MAIL

Tanos Energy Holdings II, LLC
821 E. SE Loop 323, Ste. 400
Tyler, TX 75701

Re: Lime Rock Resources II, L.P. NMOCD Application

Dear Sir or Madam:

Enclosed is a copy of an application for compulsory pooling that Lime Rock Resources II-A, L.P. ("Lime Rock") has filed with the New Mexico Oil Conservation Division ("the Division"). Lime Rock seeks to pool all uncommitted mineral interests in the Yeso formation in a standard 200-acre horizontal spacing unit comprised of the N/2 N/2 of Section 11 and the NE/4 SW/4 of Section 12, Township 18 South, Range 26 East, N.M.P.M., Eddy County, New Mexico.

This matter (Case No. 20212) is scheduled for hearing at 8:15 a.m. on Thursday, February 7, 2019 in Porter Hall at the Division's offices located at 1220 South St. Francis Drive, Santa Fe, New Mexico 87505. Tanos Energy Holdings II, LLC ("Tanos") is not required to attend this hearing, but as an owner of an interest that may be affected by Lime Rock's application, it may appear at the hearing and present testimony. If Tanos does not appear at that time and become a party of record, it will be precluded from contesting the matter at a later date.

A party appearing in a Division case is required by the Division's Rules to file a Pre-Hearing Statement, which in this matter must be filed no later than Thursday, January 31, 2019. The Pre-Hearing Statement must be filed with the Division's Santa Fe office at the address above, and should include: the name of the party and the party's attorney; a concise statement of the case; the name(s) of the witness(es) the party will call to testify at the hearing; the approximate amount of time the party will need to present the party's case; and an identification of any procedural matters that need to be resolved prior to the hearing. The Pre-Hearing Statement must also be provided to me.

Thank you for your attention to this matter.

Very truly yours,

Gary W. Larson

GWL:smi
Enclosure

PO BOX 10
ROSWELL, NEW MEXICO 88202
575-622-6510
(FAX) 575-623-9332

PO BOX 1720
ARTESIA, NEW MEXICO 88211
575-622-6510
(FAX) 575-746-6316

PO BOX 2068
SANTA FE, NEW MEXICO 87504
505-982-4554
(FAX) 505-982-8623

7601 JEFFERSON ST NE • SUITE 180
ALBUQUERQUE, NEW MEXICO 87109
505-858-8320
(FAX) 505-858-8321

SENDER: COMPLETE THIS SECTION

- Complete items 1, 2, and 3.
- Print your name and address on the reverse so that we can return the card to you.
- Attach this card to the back of the mailpiece, or on the front if space permits.

1. Article Addressed to:

Tanos Energy Holdings II, LLC
821 E. SE Loop 323, Ste. 400
Tyler, TX 75701



9590 9402 4583 8278 4540 55

2. Article Number (Transfer from service label)

7018 0040 0000 4364 0566

PS Form 3811, July 2015 PSN 7530-02-000-9053

COMPLETE THIS SECTION ON DELIVERY

A. Signature

X

☐ Agent☐ Addressee

B. Received by (Printed Name)

S.W.

C. Date of Delivery

1-22-11

D. Is delivery address different from item 1?

☐ Yes

If YES, enter delivery address below:

☐ No

3. Service Type

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- ☐ Adult Signature Restricted Delivery
- ☒ Certified Mail®
- ☐ Certified Mail Restricted Delivery
- ☐ Collect on Delivery
- ☐ Collect on Delivery Restricted Delivery
- ☐ Insured Mail
- ☐ Insured Mail Restricted Delivery

- ☐ Priority Mail Express®
- ☐ Registered Mail™
- ☐ Registered Mail Restricted Delivery
- ☐ Return Receipt for Merchandise
- ☐ Signature Confirmation™
- ☐ Signature Confirmation Restricted Delivery

Domestic Return Receipt

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- Print your name and address on the reverse so that we can return the card to you.
- Attach this card to the back of the mailpiece, or on the front if space permits.

1. Article Addressed to:

Wilbur Hailey Johnson
2731 Montana #A
El Paso, TX 79903



9590 9402 3019 7124 7228 53

2. Article Number (Transfer from service label)

7018 0040 0000 4364 0610

PS Form 3811, July 2015 PSN 7530-02-000-9053

COMPLETE THIS SECTION ON DELIVERY

A. Signature

X

☐ Agent☐ Addressee

B. Received by (Printed Name)

Guadalupe Cuevas

C. Date of Delivery

D. Is delivery address different from item 1?

☐ Yes

If YES, enter delivery address below:

☐ No

3. Service Type

- ☐ Adult Signature
- ☐ Adult Signature Restricted Delivery
- ☒ Certified Mail®
- ☐ Certified Mail Restricted Delivery
- ☐ Collect on Delivery
- ☐ Collect on Delivery Restricted Delivery
- ☐ Insured Mail
- ☐ Insured Mail Restricted Delivery

- ☐ Priority Mail Express®
- ☐ Registered Mail™
- ☐ Registered Mail Restricted Delivery
- ☐ Return Receipt for Merchandise
- ☐ Signature Confirmation™
- ☐ Signature Confirmation Restricted Delivery

Domestic Return Receipt

SENDER: COMPLETE THIS SECTION

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- Print your name and address on the reverse so that we can return the card to you.
- Attach this card to the back of the mailpiece, or on the front if space permits.

1. Article Addressed to:

Jerry Johnson,
Trustee of Jerry W. Johnson Trust
2944 West Morrow Drive
Phoenix, AZ 85050



9590 9402 3019 7124 7228 60

2. Article Number (Transfer from service label)

7018 0040 0000 4364 0603

PS Form 3811, July 2015 PSN 7530-02-000-9053

COMPLETE THIS SECTION ON DELIVERY

A. Signature

X

☐ Agent☐ Addressee

B. Received by (Printed Name)

Jerry Johnson

C. Date of Delivery

D. Is delivery address different from item 1?

☐ Yes

If YES, enter delivery address below:

☐ No

3. Service Type

- ☐ Adult Signature
- ☐ Adult Signature Restricted Delivery
- ☒ Certified Mail®
- ☐ Certified Mail Restricted Delivery
- ☐ Collect on Delivery
- ☐ Collect on Delivery Restricted Delivery
- ☐ Insured Mail
- ☐ Insured Mail Restricted Delivery

- ☐ Priority Mail Express®
- ☐ Registered Mail™
- ☐ Registered Mail Restricted Delivery
- ☐ Return Receipt for Merchandise
- ☐ Signature Confirmation™
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- Print your name and address on the reverse so that we can return the card to you.
- Attach this card to the back of the mailpiece, or on the front if space permits.

1. Article Addressed to:

Roxanne Louise Knorr Yates
4000 N. Montana
Roswell, NM 88201



9590 9402 3019 7124 7230 03

2. Article Number (Transfer from service label)

7018 0360 0000 2187 8890

PS Form 3811, July 2015 PSN 7530-02-000-9053

COMPLETE THIS SECTION ON DELIVERY

A. Signature

- ☐ Agent
☐ Addressee

B. Received by (Printed Name)

Jacqueline D. Hearn

C. Date of Delivery

- D. Is delivery address different from item 1? ☐ Yes
If YES, enter delivery address below: ☐ No

3. Service Type

- ☐ Adult Signature
☐ Adult Signature Restricted Delivery
☒ Certified Mail®
☐ Certified Mail Restricted Delivery
☐ Collect on Delivery
☐ Collect on Delivery Restricted Delivery

- ☐ Priority Mail Express®
☐ Registered Mail™
☐ Registered Mail Restricted Delivery
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Restricted Delivery

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1. Article Addressed to:

Sharlene Johnson Jordan
14500 Blanco Road, Apt. 316
San Antonio, TX 78218



9590 9402 3019 7124 7230 10

2. Article Number (Transfer from service label)

7018 0040 0000 4364 0665

PS Form 3811, July 2015 PSN 7530-02-000-9053

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A. Signature

- ☐ Agent
☐ Addressee

B. Received by (Printed Name)

SHARLENE J. JORDAN

C. Date of Delivery

- D. Is delivery address different from item 1? ☐ Yes
If YES, enter delivery address below: ☐ No

3. Service Type

- ☐ Adult Signature
☐ Adult Signature Restricted Delivery
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☐ Collect on Delivery
☐ Collect on Delivery Restricted Delivery

- ☐ Priority Mail Express®
☐ Registered Mail™
☐ Registered Mail Restricted Delivery
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Restricted Delivery

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- Print your name and address on the reverse so that we can return the card to you.
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1. Article Addressed to:

St. Devote LLC
Attn: Josh Grisham
919 Milam St., Suite 2475
Houston, TX 77002



9590 9402 3019 7124 7230 27

2. Article Number (Transfer from service label)

7018 0040 0000 4364 0658

PS Form 3811, July 2015 PSN 7530-02-000-9053

COMPLETE THIS SECTION ON DELIVERY

A. Signature

- ☐ Agent
☐ Addressee

B. Received by (Printed Name)

Bradley Taylor

C. Date of Delivery

1-23-19

- D. Is delivery address different from item 1? ☐ Yes
If YES, enter delivery address below: ☐ No

3. Service Type

- ☐ Adult Signature
☐ Adult Signature Restricted Delivery
☒ Certified Mail®
☐ Certified Mail Restricted Delivery
☐ Collect on Delivery
☐ Collect on Delivery Restricted Delivery

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☐ Registered Mail™
☐ Registered Mail Restricted Delivery
☐ Return Receipt for Merchandise
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☐ Signature Confirmation Restricted Delivery

Restricted Delivery

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1. Article Addressed to:

Andrea Ruth Knorr Crockett
P.O. Box 3295
Telluride, CO 81435



9590 9402 3019 7124 7229 52

2. Article Number (Transfer from service label)

7018 0360 0000 2187 8944

COMPLETE THIS SECTION ON DELIVERY

A. Signature

☐ Agent☒ Addressee

B. Received by (Printed Name)

Andrea Knorr

C. Date of Delivery

D. Is delivery address different from item 1? ☒ Yes
If YES, enter delivery address below: ☐ No

7915 N Sandra Delvan
TUCES AZ 85918

3. Service Type

- ☐ Adult Signature
- ☐ Adult Signature Restricted Delivery
- ☒ Certified Mail®
- ☐ Certified Mail Restricted Delivery
- ☐ Collect on Delivery
- ☐ Collect on Delivery Restricted Delivery

- ☐ Priority Mail Express®
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PS Form 3811, July 2015 PSN 7530-02-000-9053

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Domestic Mail Only

For delivery information, visit our website at www.usps.com®.

OFFICIAL USE

Certified Mail Fee

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Extra Services & Fees (check box, add fee as appropriate)

- ☐ Return Receipt (hardcopy) \$
- ☐ Return Receipt (electronic) \$
- ☐ Certified Mail Restricted Delivery \$
- ☐ Adult Signature Required \$
- ☐ Adult Signature Restricted Delivery \$

Postage

\$

Total Postage and Fees

\$

Sent To Beverly Brainard

#16 Mullaney Road

Street and Apt. No., or PO Box Greenville, TX 75402-6914 9998

City, State, ZIP+4®

PS Form 3800, April 2015 PSN 7530-02-000-9047

See Reverse for Instructions

SENDER: COMPLETE THIS SECTION

- Complete items 1, 2, and 3.
- Print your name and address on the reverse so that we can return the card to you.
- Attach this card to the back of the mailpiece, or on the front if space permits.

1. Article Addressed to:

Central National-Gottesman Inc.
Attn: Arthur Leder
Three Manhattanville Road
Purchase, NY 10577



9590 9402 3019 7124 7229 76

2. Article Number (Transfer from service label)

7018 0360 0000 2187 8920

COMPLETE THIS SECTION ON DELIVERY

A. Signature

☐ Agent☐ Addressee

B. Received by (Printed Name)

J. AM...G...

C. Date of Delivery

1.23.19

D. Is delivery address different from item 1? ☐ Yes
If YES, enter delivery address below: ☐ No

JAN 23 2019
USPS

3. Service Type

- ☐ Adult Signature
- ☐ Adult Signature Restricted Delivery
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- ☐ Collect on Delivery
- ☐ Collect on Delivery Restricted Delivery

- ☐ Priority Mail Express®
- ☐ Registered Mail™
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- ☐ Signature Confirmation Restricted Delivery

Restricted Delivery (over \$500)


PS Form 3811, July 2015 PSN 7530-02-000-9053

Domestic Return Receipt


7018 0040 0000 4364 0047

U.S. Postal Service™ CERTIFIED MAIL® RECEIPT Domestic Mail Only	
For delivery information, visit our website at www.usps.com ®.	
OFFICIAL USE	
Certified Mail Fee \$ _____	
Extra Services & Fees (check box, add fee as appropriate) <input type="checkbox"/> Return Receipt (hardcopy) \$ _____ <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 \$ _____	
Postage \$ _____	
Total Postage and Fees \$ _____	
Sent To George Reed Brainard P.O. Box 1588 Tulsa, OK 74101	
Street and Apt. No., or PO Box No. _____ City, State, ZIP+4® _____	
PS Form 3800, April 2015 PSN 7530-02-000-9047 See Reverse for Instructions	

7018 0040 0000 4364 0580

U.S. Postal Service™ CERTIFIED MAIL® RECEIPT Domestic Mail Only	
For delivery information, visit our website at www.usps.com ®.	
OFFICIAL USE	
Certified Mail Fee \$ _____	
Extra Services & Fees (check box, add fee as appropriate) <input type="checkbox"/> Return Receipt (hardcopy) \$ _____ <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 \$ _____	
Postage \$ _____	
Total Postage and Fees \$ _____	
Sent To Guy R. Brainard, Jr., Trust P.O. Box 1588 Tulsa, OK 74101	
Street and Apt. No., or PO Box No. _____ City, State, ZIP+4® _____	
PS Form 3800, April 2015 PSN 7530-02-000-9047 See Reverse for Instructions	

7018 0040 0000 4364 0597

U.S. Postal Service™ CERTIFIED MAIL® RECEIPT Domestic Mail Only	
For delivery information, visit our website at www.usps.com ®.	
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Postage \$ _____	
Total Postage and Fees \$ _____	
Sent To John Allen Knorr 2402 Sierra Vista Artesia, NM 88210	
Street and Apt. No., or PO Box No. _____ City, State, ZIP+4® _____	
PS Form 3800, April 2015 PSN 7530-02-000-9047 See Reverse for Instructions	

7018 0040 0000 4364 0375

**U.S. Postal Service™
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Certified Mail Fee

\$

Extra Services & Fees (check box, add fee as appropriate)

- ☐ Return Receipt (hardcopy) \$
☐ Return Receipt (electronic) \$
☐ Certified Mail Restricted Delivery \$
☐ Adult Signature Required \$
☐ Adult Signature Restricted Delivery \$

Postage

\$

Total Postage and Fees

\$

Sent To

John Shepherd Brainard

P.O. Box 1588

Street and Apt. No., or PO Box No.

Tulsa, OK 74101

City, State, ZIP+4®

PS Form 3800, April 2015 PSN 7530-02-000-9047

See Reverse for Instructions



SENDER: COMPLETE THIS SECTION

- Complete items 1, 2, and 3.
- Print your name and address on the reverse so that we can return the card to you.
- Attach this card to the back of the mailpiece, or on the front if space permits.

1. Article Addressed to:

Mary Francis Johnson Maskew
c/o Jerry W. Johnson
2944 West Morrow Drive
Phoenix, AZ 85050



9590 9402 3019 7124 7229 07

2. *Transfer from service label*

7018 0040 0000 4364 0573

Restricted Delivery

COMPLETE THIS SECTION ON DELIVERY

A. Signature

X

☐ Agent

☐ Addressee

B. Received by (Printed Name)

C. Date of Delivery

D. Is delivery address different from item 1? ☐ Yes

If YES, enter delivery address below: ☐ No

3. Service Type

- ☐ Adult Signature
☐ Adult Signature Restricted Delivery
☒ Certified Mail®
☐ Certified Mail Restricted Delivery
☐ Collect on Delivery
☐ Collect on Delivery Restricted Delivery

- ☐ Priority Mail Express®
☐ Registered Mail™
☐ Registered Mail Restricted Delivery
☐ Return Receipt for Merchandise
☐ Signature Confirmation™
☐ Signature Confirmation Restricted Delivery

PS Form 3811, July 2015 PSN 7530-02-000-9053

Domestic Return Receipt

7018 0360 0000 2187 8906

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OFFICIAL USE

Certified Mail Fee

\$

Extra Services & Fees (check box, add fee as appropriate)

- ☐ Return Receipt (hardcopy) \$
☐ Return Receipt (electronic) \$
☐ Certified Mail Restricted Delivery \$
☐ Adult Signature Required \$
☐ Adult Signature Restricted Delivery \$

Postage

\$

Total Postage and Fees

\$

Sent To

Ricky Johnson

14026 Prestwick Drive

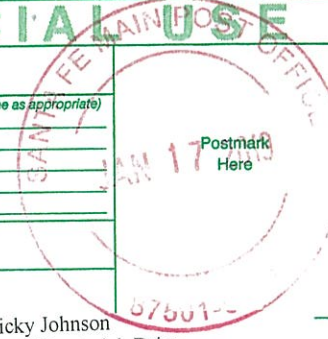
Street and Apt. No., or PO Box No.

Dallas, TX 75224

City, State, ZIP+4®

PS Form 3800, April 2015 PSN 7530-02-000-9047

See Reverse for Instructions



CARLSBAD CURRENT-ARGUS

AFFIDAVIT OF PUBLICATION

Ad No.
0001275029

HINKLE SHANOR, LLP
P.O. BOX 2068

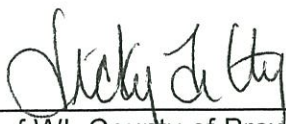
SANTA FE NM 87504

I, a legal clerk of the **Carlsbad Current-Argus**, a newspaper published daily at the City of Carlsbad, in said county of Eddy, state of New Mexico and of general paid circulation in said county; that the same is a duly qualified newspaper under the laws of the State wherein legal notices and advertisements may be published; that the printed notice attached hereto was published in the regular and entire edition of said newspaper and not in supplement thereof on the date as follows, to wit:

01/24/19


Legal Clerk

Subscribed and sworn before me this
24th of January 2019.


State of WI, County of Brown
NOTARY PUBLIC

9-19-21
My Commission Expires

This is to notify all interested parties, including Mary Francis Johnson Maskew, Ricky Johnson, Sharlene Johnson Jordan, Jerry Johnson, Trustee of the Jerry W. Johnson Living Trust dated December 7, 2011, Wilbur Hailey Johnson, Donald Fanning & Sons, Inc., Beverly Brainard, John Shepherd Brainard, George Reed Brainard, the Bank of Oklahoma, N.A. as Sole Successor Trustee of the Guy R. Brainard, Jr. Trust dated September 9, 1982, Daniel Brainard Knorr, John Allen Knorr, Roxanne Louise Knorr Yates, Andrea Ruth Knorr Crockett, Energen Resources Corporation, Tanos Energy Holdings II, LLC, Central National-Gottesman Inc., St. Devote LLC and their heirs and assigns, that the New Mexico Oil Conservation Division will conduct a hearing on an application submitted by Lime Rock Resources II-A, L.P. (Case No. 20212) at 8:15 a.m. on February 7, 2019 in Porter Hall at 1220 South St. Francis Drive, Santa Fe, New Mexico. Lime Rock Resources II-A, L.P. seeks an order pooling all uncommitted mineral interests in the Yeso formation in a standard 200-acre horizontal spacing unit comprised of the N/2 S/2 of Section 11 and the NE/4 SW/4 of Section 12, Township 18 South, Range 26 East, NMPM in Eddy County, New Mexico. The horizontal spacing unit is to be dedicated to the proposed Brainard 12 #2H well, which will be horizontally drilled from a surface location in Unit K in Section 12 to a last take point in Unit L in Section 11, Township 18 South, Range 26 East. The completed interval for the well will be orthodox. Also to be considered will be the cost of drilling and completing the well and the allocation of the cost, the designation of Lime Rock Resources II-A, L.P. as the operator of the well, and a 200% charge for the risk involved in drilling and completing the well. The horizontal spacing unit is located approximately seven (7) miles southeast of Artesia, New Mexico.

January 24, 2019



Exhibit
D

AUTHORITY FOR EXPENDITURE

Well / Objective: Brainard 12-2H
 Location: SHL:Sec12-T18S-R26E,BHL:Sec11-T18S-R26E
 AFE #: D18158
 County / State: Eddy County / NM



**LIME ROCK
RESOURCES**

Intangible Cost		DRILL 322	COMP 324	COST
105	Land / Legal / Title / Surface Damages	50,000		50,000
111	Staking / Permitting / Location & Roads / Rathole / Mousehole / Anchors	75,000		75,000
112	Location Restoration / Environmental / Onsite Disposal	10,000	5,000	15,000
115	Rig Mobilization / Demobilization	25,000		25,000
125	Contract Drilg- Daywork	185,000	55,000	240,000
126	Service Rig / Coil Tubing / Snubbing		50,000	50,000
131	Fuel	25,000	5,000	30,000
132	Offsite Disposal (cuttings / mud / water)	55,000	20,000	75,000
133	Water / water well / Frac Water	15,000	150,000	165,000
134	Frac Tanks	15,000	25,000	40,000
135	Water Transfer / Frac Pit		185,000	185,000
141	Mud & Chemicals / Completion Fluids & Chemicals	25,000		25,000
142	Surface Rental Equipment (Closed Loop System)	30,000	35,000	65,000
151	Subsurface Rental Equipment, Inspect, Repair, & Replace	10,000		10,000
152	Directional Tools & Services, Inspect, Repairs, & Replace	100,000		100,000
154	Well Control Rentals (BOPs, Frac, Valve, Water ETC.)	5,000	20,000	25,000
155	Office, Sewage and Misc Rentals:	20,000	5,000	25,000
156	Monitoring Equipment (Pason PVT, etc')	10,000		10,000
157	Safety / Medical / H2S equipment Rental	15,000	2,500	17,500
161	Cement & Services	30,000	55,000	85,000
162	Pumping Services		5,000	5,000
163	Plugs & Packers		35,000	35,000
171	Bits & Motors	35,000	5,000	40,000
183	Mud Logging	20,000		20,000
191	Cased Hole Logging (CBL,Prod Logs, etc...)		25,000	25,000
192	Perforating		175,000	175,000
193	Stimulation (Acid. / Frac. / Grav. Pk)		1,950,000	1,950,000
195	Prod. Well Testing Equip. / Service		5,000	5,000
201	Trucking & Hauling and Cranes	40,000	20,000	60,000
212	Supervision - Contract	40,000	18,000	58,000
221	Insurance	5,000		5,000
231	Capitalized Overhead	5,000		5,000
241	Miscellaneous Labor	5,000		5,000
242	BOP/Wellhead Testing & Repair	2,000		2,000
251	Casing Crews / Tong Services / Laydown / Pickup Services	25,000	30,000	55,000
253	Tubular Testing, Inspection	10,000		10,000
255	Communication	1,000		1,000
262	Purchased supplies	500		500
Total Intangible				3,769,000

Tangible Cost

Sub Surface Tubing & Equipment

290	Conductor:	15,000		15,000
292	Surface:	26,000		26,000
298	Production:		100,000	100,000
301	Tubing:		70,000	70,000
311	Cementing Equipment (Centralizers, Floats, Etc...)	10,000	15,000	25,000
321	Subsurface Equipment (Rods, Pump,GLV, ESP, Etc...)		220,000	220,000
331	Wellhead Equipment :	5,000	5,000	10,000
351	Artificial Lift Equipment: (PU, ESP controller, etc...)		115,000	115,000
352	Tank Battery		175,000	175,000
354	Flowlines, meter runs, measurement equipment		15,000	15,000
355	Treaters, Separators, Dehy, Line heaters		15,000	15,000
356	Miscellaneous, valves, fittings, safety system		15,000	15,000
357	Surface Equipment Installation Cost / Labor & Materials)		115,000	115,000
358	Supervision		15,000	15,000

Company: _____	Total Intangible	-	-	3,769,000
Approved by: _____	Total Tangible	-	-	931,000
Print Name: _____	Total Cost	-	-	4,700,000
Title: _____				
Date: _____				

Exhibit
E

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

APPLICATION OF LIME ROCK
RESOURCES II-A, L.P. FOR COMPULSORY
POOLING, EDDY COUNTY, NEW MEXICO

Case No. 20212

SELF-AFFIRMED STATEMENT OF
STAN BISHOP

1. I am over 18 years of age and am competent to provide this Self-Affirmed Statement. I have personal knowledge of the matters addressed herein.

2. I am a geologist at Lime Rock Resources II-A, L.P. ("Lime Rock"). I am familiar with the development of Lime Rock's Brainard 12 #2H well and the geological matters that pertain to Lime Rock's application.

3. Attached hereto as Exhibit A is a well location map that depicts the location of the proposed Brainard 12 #2H horizontal well and offsetting producing vertical Yeso wells which are perforated within the targeted interval.

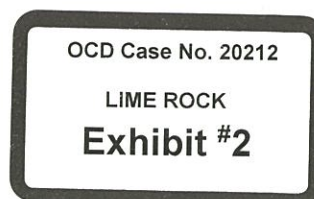
4. Attached hereto as Exhibit B is a Top of Yeso subsea structural contour map.

5. Attached hereto as Exhibit C is a location map that delineates well logs used in the making of my stratigraphic cross section, which is Exhibit D.

6. Attached hereto as Exhibit D is a stratigraphic cross section that depicts the target interval.

7. Based on the information contained in Exhibits A, B, C, and D, I am able to conclude that:

- a) The horizontal spacing unit ("HSU") for the proposed well is justified from a geologic standpoint;



b) An east/west orientation is preferred for the well;

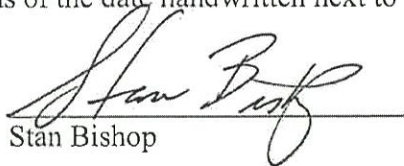
c) There is no faulting or other geologic impediment known that would adversely affect the drilling of the proposed well; and

d) Each quarter section in the HSU will contribute more or less equally to production.

8. Exhibits A through D were either prepared by me or compiled from company records.

9. In my opinion, the granting of Lime Rock's application will serve the interests of conservation and the prevention of waste

10. I understand that this Self-Affirmed Statement will be used as written testimony in this case. I affirm that my testimony in paragraphs 1 through 9 above is true and correct and is made under penalty of perjury under the laws of the State of New Mexico. My testimony is made as of the date handwritten next to my signature below.


Stan Bishop

2/5/2019
Date

LIMEROCK RESOURCES
BRAINARD 12-2H LOCATION

MAP LEGEND



PRODUCING
YESO WELL



LIMEROCK ACREAGE

10

Exhibit
A

11

PROPOSED
BRAINARD 12-2H

BHL

LANDING POINT

X

SHL

18S.26E

**LIMEROCK RESOURCES
BRAINARD 12-2H LOCATION**

CONTOURS YESO SUBSEA STRUCTURE

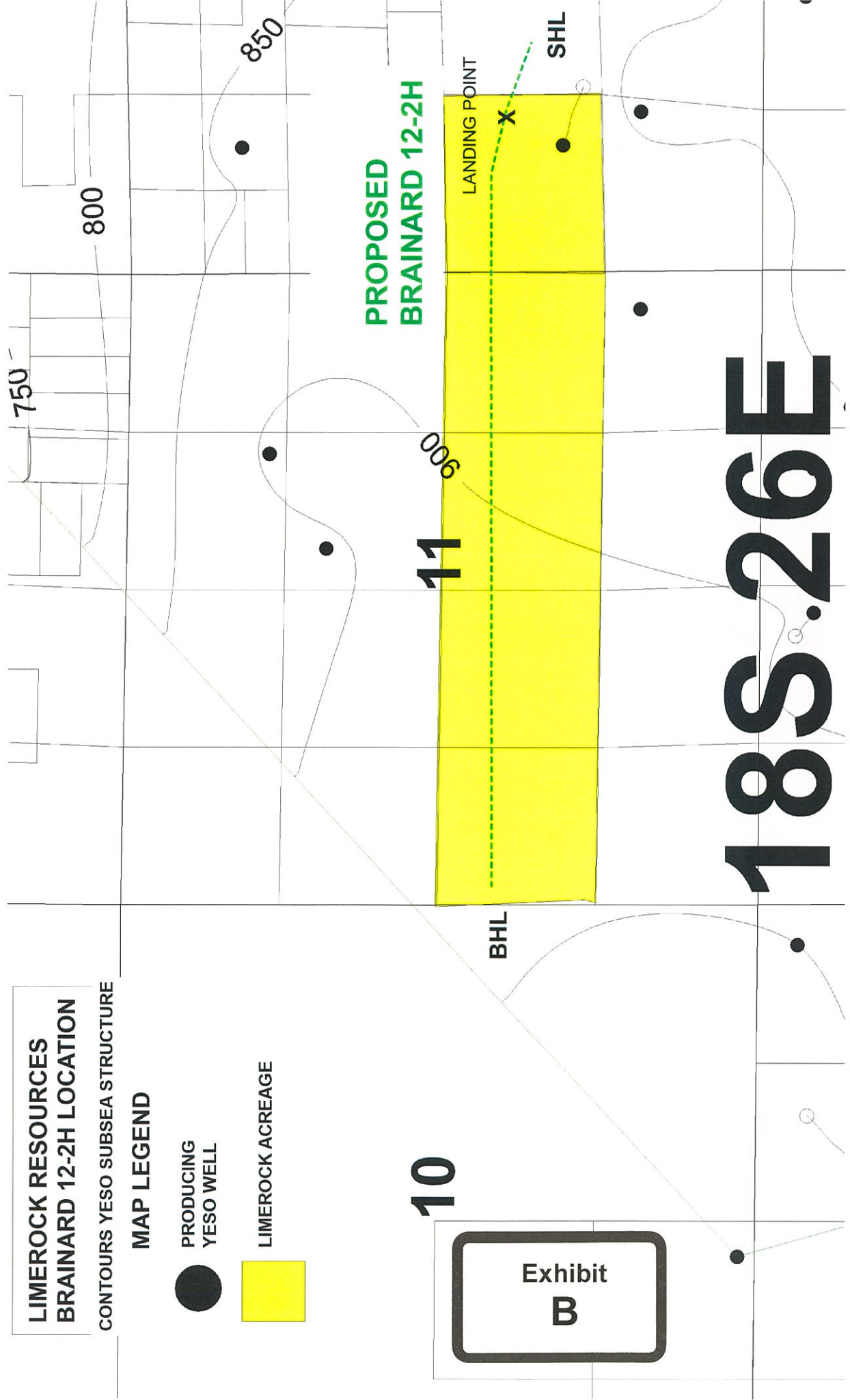
MAP LEGEND



PRODUCING
YESO WELL



LIMEROCK ACREAGE



10

11

PROPOSED
BRAINARD 12-2H

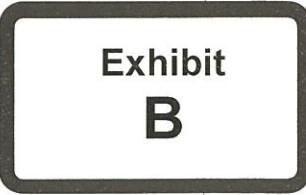


Exhibit
B

BHL

LANDING POINT

SHL

18S.26E

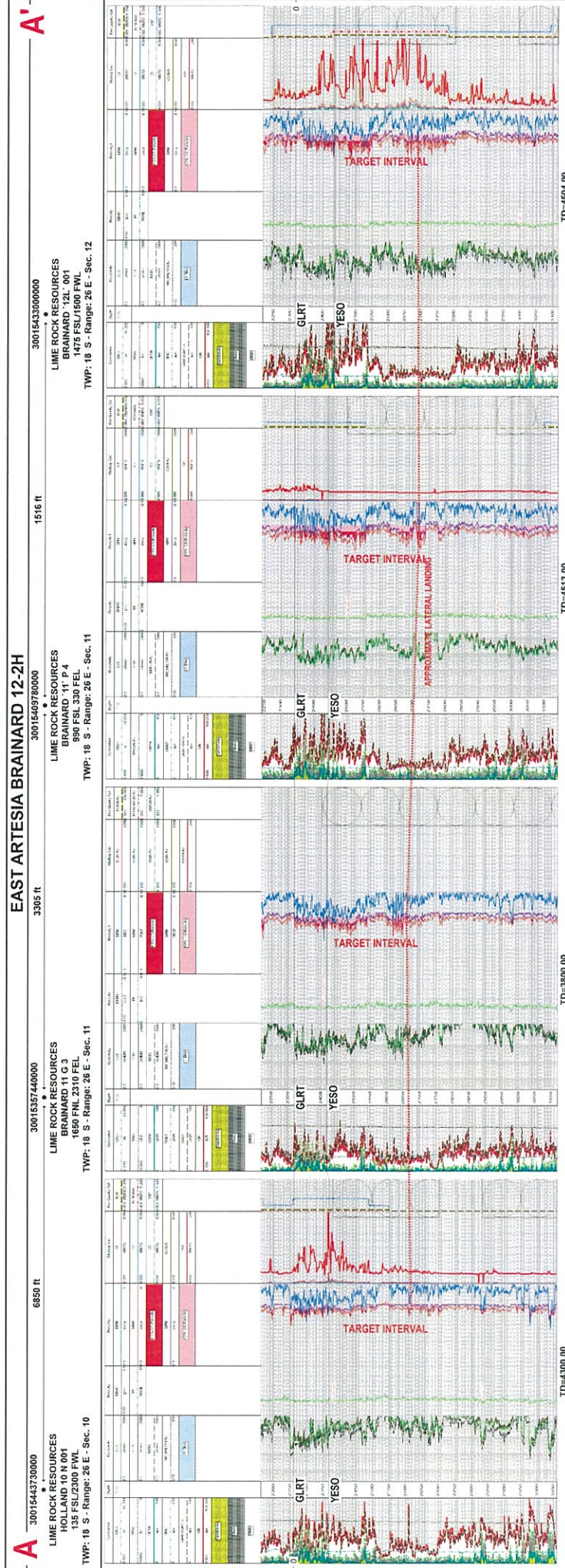


Exhibit
D