CROSS TIMBERS ENERGY, LLC

Casp 11742

February 24, 2022

Commissioner of Public Lands State of New Mexico 310 Old Santa Fe Trail Santa Fe, NM 87501 Oil Conservation Division State of New Mexico 1220 S. Saint Francis Drive Santa Fe, NM 87505

Bureau of Land Management Attn: Reservoir Management Group/POD 301 Dinosaur Trail Santa Fe, NM 87508

RE: 2022 PLAN OF DEVELOPMENT/OPERATIONS

SOUTHEAST MALIAMAR GRAYBURG-SAN ANDRES UNIT

LEA COUNTY, NEW MEXICO

Ladies and Gentlemen,

Pursuant to Article 11 of the Unit Agreement for the Development and Operation of the Southeast Maljamar Grayburg-San Andres Unit, dated May 2, 1966, Cross Timbers Energy, LLC ("CTE"), as Unit Operator, is hereby providing notification for the Plan of Operation for the Southeast Maljamar Grayburg-San Andres Unit ("SEMGSAU") in 2022.

CTE has and will make every reasonable effort to optimize recovery of Unitized Substances, prevent waste and conserve natural resources, and ensure unitized substances are not drained by any offset wells outside of the unit boundary.

For any wells that become uneconomic to repair will be plugged and abandoned in accordance with the conservation laws of the State of New Mexico, to the valid rules, regulations and orders of the Land Commissioner and the Department and to all other applicable federal, state, and municipal laws, rules, regulations, and orders.

In accordance with the mentioned Unit Agreement provisions, please provide your consent and approval by executing and returning one copy of the enclosed signature page to CTE at the address below or to CHicks@mspartners.com.

Please contact the undersigned for any questions regarding this letter at (817) 334-7829 or at CHicks@mspartners.com.

Sincerely,

Caylee Hicks Landman

Enclosures

X

2022 PLAN OF DEVELOPMENT/OPERATIONS - SOUTHEAST MALJAMAR GRAYBURG-SAN ANDRES UNIT

Attached to and made part of that certain CTE 2022 Plan of Development/Operations letter dated February 24, 2022

Comprehensive listing of all wells within the SEMGSAU

API NUMBER	COMPLETION NAME	COMPLETION STATUS	SHL LAND TYPE
3002501358	SE MALJAMAR 1	ACTIVE PRODUCER	FEDERAL
002501359	SE MALJAMAR 2	ACTIVE PRODUCER	FEDERAL
8002533220	SE MALJAMAR 3	ACTIVE PRODUCER	FEDERAL
002533921	SE MALIAMAR 4	ACTIVE PRODUCER	FEDERAL
3002501341	SE MALJAMAR 5	ACTIVE PRODUCER	STATE
002501342	SE MALIAMAR 6WI	ACTIVE INJECTOR	STATE
002501350	SE MALIAMAR 14WI	PLUGGED INJECTOR	STATE
002533615	SE MALIAMAR 15WI	ACTIVE INJECTOR	STATE
002508339	SE MALJAMAR 001JWI	PLUGGED INJECTOR	FEDERAL
002508337	SE MALIAMAR 102WI	ACTIVE INJECTOR	FEDERAL
002508335	SE MALJAMAR 003P WI	PLUGGED INJECTOR	FEDERAL
002525319	SE MALIAMAR 104	ACTIVE PRODUCER	FEDERAL
3002526512	SE MALJAMAR 105WI	ACTIVE INJECTOR	FEDERAL
3002533353	SE MALJAMAR 106WI	ACTIVE INJECTOR	FEDERAL
002533408	SE MALJAMAR 108	ACTIVE PRODUCER	FEDERAL
8002533654	SE MALIAMAR 109	ACTIVE PRODUCER	FEDERAL
3002533905	SE MALIAMAR 110	ACTIVE PRODUCER	FEDERAL
3002537573	SE MALIAMAR 111	ACTIVE PRODUCER	FEDERAL
3002540301	SE MALIAMAR 112	ACTIVE PRODUCER	FEDERAL
002537574	SE MALIAMAR 115	ACTIVE PRODUCER	FEDERAL
3002541891	SE MALIAMAR 131	TEMPORARILY ABANDONED	STATE
8002541892	SE MALIAMAR 132	ACTIVE PRODUCER	STATE
3002522874	SE MALIAMAR 144	ACTIVE PRODUCER	FEDERAL
3002526668	SE MALIAMAR 145WI	ACTIVE INJECTOR	FEDERAL
3002538613	SE MALIAMAR 147	ACTIVE PRODUCER	FEDERAL
3002501557	SE MALIAMAR 003	PLUGGED OIL WELL	FEDERAL
3002501555	SE MALIAMAR 004	PLUGGED OIL WELL	FEDERAL
8002522093	SE MALIAMAR 005WI	PLUGGED INJECTOR	FEDERAL
3002522555	SE MALIAMAR 301WI	PLUGGED INJECTOR	FEDERAL
3002501538	SE MALIAMAR 402	ACTIVE PRODUCER	STATE
3002501545	SE MALIAMAR 403WI	PLUGGED INJECTOR	STATE
3002501546	SE MALIAMAR 007WI	PLUGGED INJECTOR	STATE
3002501547	SMGSAU 008	PLUGGED OIL WELL	STATE
3002501347	SE MALJAMAR 009	PLUGGED OIL WELL	STATE
3002526026	SE MALIAMAR 410	ACTIVE PRODUCER	STATE
	SE MALJAMAR 411	ACTIVE PRODUCER	STATE
3002527570 3002527571		ACTIVE PRODUCER	STATE
	SE MALIAMAR 412		
002527565	SE MALJAMAR 413	PLUGGED OIL WELL	STATE
002501552	SE MALJAMAR 004	PLUGGED INJECTOR	STATE
002501553	SE MALIAMAR 505WI	PLUGGED INJECTOR	STATE
3002501554	SE MALIAMAR 006WI	PLUGGED INJECTOR	STATE
3002526462	SE MALIAMAR 507	ACTIVE PRODUCER	STATE
8002501539	SE MALJAMAR 001WI	PLUGGED INJECTOR	STATE
3002501540	SMGSAU TR 6 002WI	PLUGGED INJECTOR	STATE
3002501541	SE MALJAMAR 003WI	PLUGGED INJECTOR	STATE
3002501542	SE MALJAMAR 604WI	ACTIVE INJECTOR	STATE

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3002501543	SMGSAU TR 5 005	PLUGGED OIL WELL	STATE
3002524342	SE MALJAMAR 606	ACTIVE PRODUCER	STATE
3002526957	SE MALIAMAR 607	ACTIVE PRODUCER	STATE
3002531471	SE MALJAMAR 608	ACTIVE PRODUCER	STATE
3002531446	SE MALIAMAR 609WI	ACTIVE INJECTOR	STATE
3002532888	SE MALJAMAR 610WI	ACTIVE INJECTOR	STATE
3002532889	SE MALIAMAR 611	ACTIVE PRODUCER	STATE
3002532890	SE MALIAMAR 612	ACTIVE PRODUCER	STATE
3002533336	SE MALIAMAR 613	ACTIVE PRODUCER	STATE
3002533337	SE MALJAMAR 614	ACTIVE INJECTION	STATE
3002533591	SE MALIAMAR 615	ACTIVE PRODUCER	STATE
3002533865	SE MALJAMAR 616	ACTIVE PRODUCER	STATE
3002537897	SE MALIAMAR 617	ACTIVE INJECTOR	STATE
3002541939	SE MALJAMAR 618	ACTIVE PRODUCER	STATE
3002541940	SE MALIAMAR 619	TEMPORARILY ABANDONED	STATE
3002542089	SE MALJAMAR 620	ACTIVE PRODUCER	STATE
3002501548	SE MALIAMAR 701	ACTIVE INJECTOR	STATE
3002508334	SE MALJAMAR 702	ACTIVE INJECTOR	STATE
3002501549	SE MALIAMAR 703	ACTIVE INJECTOR	STATE
3002501550	SE MALIAMAR 704	ACTIVE PRODUCER	STATE
3002523890	SE MALIAMAR 705	ACTIVE PRODUCER	STATE
3002524203	SE MALIAMAR 706	ACTIVE PRODUCER	STATE
3002524250	SMGSAU TR 7 707	PLUGGED OIL WELL	STATE
3002524391	SE MALJAMAR 708	ACTIVE INJECTOR	STATE
3002527555	SE MALJAMAR 709	ACTIVE PRODUCER	STATE
3002533338	SE MALIAMAR 710	PLUGGED INJECTOR	STATE
3002533592	SE MALJAMAR 711	ACTIVE PRODUCER	STATE
3002533695	SE MALIAMAR 712	ACTIVE PRODUCER	STATE
3002533868	SE MALJAMAR 713	PLUGGED OIL WELL	STATE
3002533869	SE MALIAMAR 714	ACTIVE INJECTOR	STATE
3002501349	SMGSAU TR 8 003	PLUGGED INJECTOR	STATE
3002501353	SE MALIAMAR 902	PLUGGED INJECTOR	STATE
3002501352	SE MALJAMAR 905	ACTIVE PRODUCER	STATE
3002531444	SE MALIAMAR 906	ACTIVE INJECTOR	STATE
3002531445	SE MALJAMAR 907	PLUGGED OIL WELL	STATE
3002533593	SE MALJAMAR 908	ACTIVE INJECTOR	STATE
3002501357	SMGSAU TR 9 004	PLUGGED OIL WELL	STATE
3002537386	SE MALIAMAR 909	ACTIVE PRODUCER	STATE
3002542046	SE MALJAMAR 911	ACTIVE PRODUCER	STATE

Summary of 2021 Operations

2021 operations and production of Unitized Substances were conducted as to the most economical and efficient recovery of such substances to prevent waste. CTE also took appropriate measures to prevent drainage of Unitized Substances from the committed tracts by wells on land not subject to the applicable Unit Agreement.

2021 operations did not include the drilling of any new unit wells, recompletions of existing wells to the Unitized Formation, temporary abandonment of any unit wells, or plug and abandonment of any unit wells.

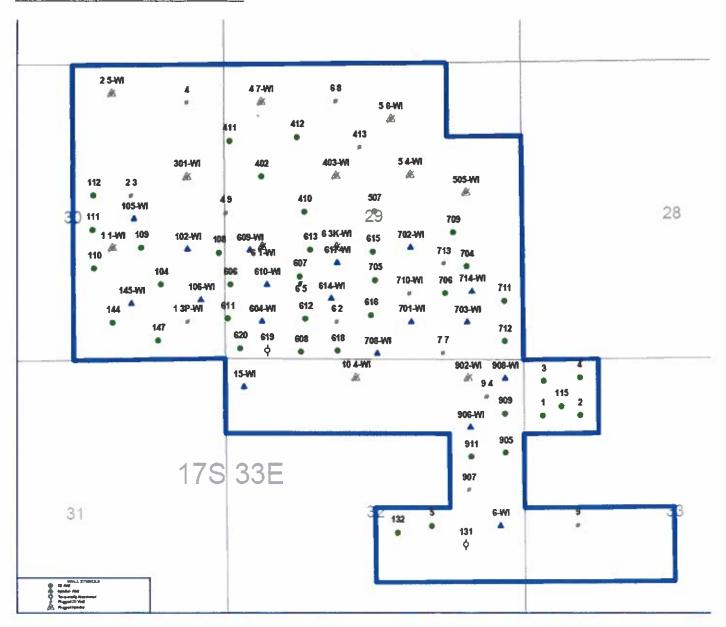
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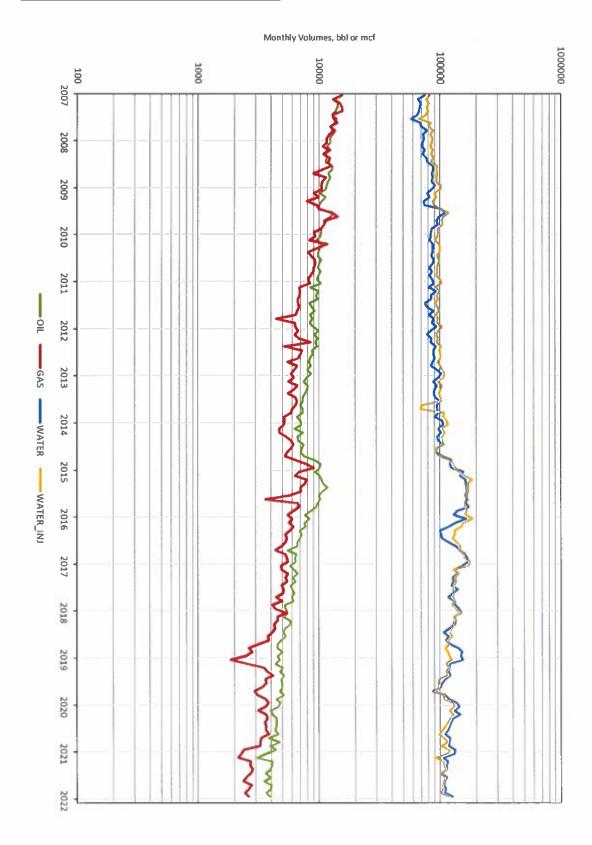
Proposed 2022 Operations

CTE hereby provides notification of no scheduled plans for 2022. Yearly plans are subject to change based on economics or operational need to optimize recovery of Unitized Substances and/or plug and abandon any unit wells that become uneconomic to repair.

SEMGSAU Map- Unit Outline with Wells



SEMGSAU Production and Injection (Monthly)



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SIGNATURE PAGE

APPROVED:		DATE:	
	Commissioner of Public Lands		
APPROVED:	Oil Conservation Division	DATE:	
APPROVED:		DATE:	
	Bureau of Land Management		