

United States Department of the Interior

BUREAU OF LAND MANAGEMENT
Wyoming State Office Reservoir Management Group
2987 Prospector Drive
Casper, Wyoming 82604-2968



In Reply Refer To: 3186 (3186.1) James Ranch Unit NMNM70965X

JAN 3 1 2022

XTO Permian Operating, LLC Attn: Christopher Spencer Land Dept., Loc. 115 22777 Springwoods Village Parkway Spring, TX 77389-1425

Re:

Initial Wolfcamp Formation Participating Area "A"

James Ranch Unit

Eddy County, New Mexico

Gentlemen:

On August 23, 2019, we approved the Initial Wolfcamp Formation Participating Area "A" with an effective date of November 27, 2017. The Initial Wolfcamp Formation Participating Area "A" was approved for the James Ranch Unit No. 146H well with its completion date of November 27, 2017.

It was recently discovered that the James Ranch Unit No. 195H well was completed in the Wolfcamp Formation on July 17, 2014, which should have been the basis for establishing an Initial Wolfcamp Formation Participating Area "A". Consequently, the approval of the Initial Wolfcamp Formation Participating Area "A" with an effective date of November 27, 2017, is rescinded.

The Initial Wolfcamp Formation Participating Area "A" is hereby approved effective as of July 17, 2014, pursuant to Section 11 of the James Ranch Unit Agreement, Eddy County, New Mexico. This participating area has been designated NMNM70965L.

The application establishes an Initial Wolfcamp Formation Participating Area "A" of 240.00 acres and is based upon the completion of unit well 195H, located in the SE¼SE¼ (SHL) of Section 36, T.22S., R.30E., unit tract No. 21A, state lease, and in the SW¼SE¼ (BHL) of Section 35, T.22S., R.30E., unit tract No. 6A, Lease No. NMNM02952A, with an initial potential of 314 BOPD and 781 MCFPD from the Wolfcamp Formation. The well was completed on July 17, 2014.

Copies of the approved request are being distributed to the appropriate agencies and one copy of Exhibits "A" and "B" is returned herewith. Please advise all interested parties of the approval of the

Initial Wolfcamp Formation Participating Area "A" effective as of July 17, 2014.

Any production royalties that are due must be reported and paid within 30 days of the Bureau of Land Management's approval date or the payors will be assessed interest for late payment under the Federal Oil and Gas Royalty Management Act of 1982 (30 CFR 218.54). If you need assistance or clarifications, please contact the Office of Natural Resources Revenue at http://onrr.gov/about/contact.htm.

If you have any questions, please call the undersigned at (307) 261-7685.

Sincerely,

/S/ J. David Chase

J. David Chase Chief, Reservoir Management Group

1 Enclosure

Encl. 1 - Exhibits "A" and "B"

cc: NMSO, Sheila Mallory w/exhibits A & B

ONRR-RRM (email: leases.blm@onrr.gov) w/exhibits A & B New Mexico State Land Office, Scott Dawson w/exhibits A & B

New Mexico Oil Conservation Division, Leonard Lowe w/exhibits A & B

EXHIBIT "A"

INITIAL WOLFCAMP FORMATION PARTICIPATING AREA "A" 195H JAMES RANCH UNIT EDDY COUNTY, NM

EFFECTIVE JULY 17, 2014

Date: 1/26/2022

NAMME L2 E G 33 53 12 NATAN Li 22S - 31E 23S - 31E 불드 NRME LO === 30 į, NEW L3 400 FT NATAW NWSW 16 SWSW L3 SWSW NWSWN L3 SWSW NWW III SWNW SWINK E0522910 21A NEW C1 NWNE L2 2 386 10 NENW L3 (F) E0522911 HWNW L4 NMNM 0002952A NET C 3 D C 22S - 30E 23S - 30E 0.5 26 JRU 195H MENTAL L3 NWLW L4 # = THE O 7 0 17 12 ENERGY An Experiment Strategy NETAV 13 LA

JAMES RANCH UNIT OUTLINE ● CAPABLE WELL (BHL)

■ CAPABLE WELL (SHL)

-- CAPABLE WELLBORE

ROPOSED WOLFCAMP PA "A"

STATE ACREAGE WITHIN PA

FEDERAL ACREAGE WITHIN PA

Bureau of Land Management Reservoir Management Group



RECEIVED

EXHIBIT "B"

SCHEDULE OF LANDS AND TRACT PARTICIPATION INITIAL WOLFCAMP FORMATION PARTICIPATING AREA "A"

JAMES RANCH UNIT EDDY COUNTY, NEW MEXICO EFFECTIVE: JULY 17, 2014

Tract No.	Lease No.		Description	Acres	Participation
	FEDERAL LANDS				
6A	NMNM02952A	T22S-R30E, N.M.P.M. Section 35: S/2SE/4		80.00	33.3334%
	STATE LANDS				
21	E-5229-011	T22S-R30E, N.M.P.M. Sec. 36: S/2SW/4		80.00	33.3333%
21A	E-5229-010	T22S-R30E, N.M.P.M. Sec. 36: S/2SE/4		80,00	33.3333%
		Total		240.00	100.0000%

TYPE OF LAND	COMMITTED ACRES	NON-COMMITTED ACRES	PERCENT
FEDERAL	80.00	0.00	33.3333%
STATE	160.00	00:00	92.999
PATENTED	0.00	0.00	0.0000%
TOTAL	240.00	0.00	100.0000%

RECEIVED

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