Form 3160-5 (June 2015)

#### UNITED STATES DEPARTMENT OF THE INTERIOR BUREAU OF LAND MANAGEMENT

FORM APPROVED OMB NO. 1004-0137 Expires: January 31, 2018

SUNDRY NOTICES AND REPORTS ON WELLS

Lease Serial No. Multiple--See Attached Do not use this form for proposals to drill or to re-enteran If Indian, Allottee or Tribe Name abandoned well. Use form 3160-3 (APD) for such proposals. 7. If Unit or CA/Agreement, Name and/or No. SUBMIT IN TRIPLICATE - Other instructions on page 2 Multiple--See Attached 1. Type of Well 8. Well Name and No. Multiple--See Attached ☑ Oil Well ☐ Gas Well ☐ Other Name of Operator Contact: **ERIN WORKMAN** API Well No. DEVON ENERGY PRODUCTION CON Mail: Erin.workman@dvn.com Multiple--See Attached 3a. Address 3b. Phone No. (include area code) 10. Field and Pool or Exploratory Area 333 WEST SHERIDAN AVENUE Ph: 405-552-7970 Multiple--See Attached OKLAHOMA, OK 73102 4. Location of Well (Footage, Sec., T., R., M., or Survey Description) 11. County or Parish, State Multiple--See Attached EDDY COUNTY, NM 12. CHECK THE APPROPRIATE BOX(ES) TO INDICATE NATURE OF NOTICE, REPORT, OR OTHER DATA TYPE OF SUBMISSION TYPE OF ACTION □ Acidize Deepen □ Production (Start/Resume) ■ Water Shut-Off ■ Notice of Intent ☐ Alter Casing ☐ Hydraulic Fracturing □ Reclamation ■ Well Integrity ☐ Subsequent Report Other Casing Repair ■ New Construction ☐ Recomplete Surface Commingling ☐ Final Abandonment Notice □ Change Plans □ Plug and Abandon ☐ Temporarily Abandon ☐ Plug Back ☐ Convert to Injection ■ Water Disposal 13. Describe Proposed or Completed Operation: Clearly state all pertinent details, including estimated starting date of any proposed work and approximate duration thereof. If the proposal is to deepen directionally or recomplete horizontally, give subsurface locations and measured and true vertical depths of all pertinent markers and zones. Attach the Bond under which the work will be performed or provide the Bond No. on file with BLM/BIA. Required subsequent reports must be filed within 30 days following completion of the involved operations. If the operation results in a multiple completion or recompletion in a new interval, a Form 3160-4 must be filed once testing has been completed. Final Abandonment Notices must be filed only after all requirements, including reclamation, have been completed and the operator has determined that the site is ready for final inspection. Devon Energy Production Company, LP respectfully requests approval of a surface commingle\Off-Lease Measurement, Sales, & Storage for the following wells: Aquila 22 Fed Com 1H Sec. 22, T29S, R31E (NENE) 30-015-40627 NOV 0 5 2019 Lusk; Bone Spring, West NMLC0070242A, NMNM44594, CA-NMNM131438 DISTRICTII-ARTESIAO.C.D. Aquila 22 Fed 2H Sec. 22, T29S, R31E (NENE) 30-015-40755 14. I hereby certify that the foregoing is true and correct. Electronic Submission #485895 verified by the BLM Well Information System
For DEVON ENERGY PRODUCTION COM LP, sent to the Carlsbad
Committed to AFMSS for processing by PRISCILLA PEREZ on 10/01/2019 (20PP0007SE) Name (Printed/Typed) ERIN WORKMAN REGULATORY COMPLIANCE PROF. (Electronic Submission) 10/01/2019 Signature THIS SPACE FOR FEDERAL OR STATE OFFICE USE Date 10/29/2019 Approved By DYLAN ROSSMANGO TitlePETROLEUM ENGINEER Conditions of approval, if any, are attached. Approval of this notice does not warrant or certify that the applicant holds legal or equitable title to those rights in the subject lease which would entitle the applicant to conduct operations thereon.

Title 18 U.S.C. Section 1001 and Title 43 U.S.C. Section 1212, make it a crime for any person knowingly and willfully to make to any department or agency of the United States any false, fictitious or fraudulent statements or representations as to any matter within its jurisdiction.

Office Carlsbad

(Instructions on page 2) \*\* BLM REVISED \*\* BLM REVISED \*\* BLM REVISED \*\* BLM REVISED \*\*

Ruf 11-5-19

#### Additional data for EC transaction #485895 that would not fit on the form

#### 5. Lease Serial No., continued

NMNM0107697 NMNM44594

#### 7. If Unit or CA/Agreement, Name and No., continued

NMNM131438 NMNM133115 NMNM133174

#### Wells/Facilities, continued

Agreement	Lease	Well/Fac Name, Number	API Number	Location
NMNM131438	NMNM44594	AQUILA 22 FED COM 1H	30-015-40627-00-S1	Sec 22 T19S R31E NENE 990FNL 50FEL
NMNM133174	NMNM92767	AQUILA 22 FED COM 4H	30-015-41159-00-S1	Sec 22 T19S R31E NESE 2140FSL 225FEL
NMNM133115	NMNM0107697	ANTARES 23 FED COM 1H	30-015-41105-00-S1	Sec 23 T19S R31E NWNW 1030FNL 225FWL
NMNM44594	NMNM44594	AQUILA 22 FED 2H	30-015-40755-00-\$1	Sec 22 T19S R31E NENE 1040FNL 50FEL
NMNM0107697	NMNM0107697	ANTARES 23 FEDERAL 2H	30-015-41106-00-S1	Sec 23 T19S R31E NWNW 1080FNL 225FWL

#### 10. Field and Pool, continued

W LUSK

#### 32. Additional remarks, continued

Lusk; Bone Spring, West NMNM44594

Aquila 22 Fed Com 4H Sec. 22, T29S, R31E (NENE) 30-015-41159 Lusk; Bone Spring, West NMNM44594, NM92767, CA-NMNM133174

Antares 23 Fed Com 1H Sec. 23, T19S, R31E (NWNW) 30-015-41105 Lusk; Bone Spring, West NMNM112274, NMNM09003, NMNM0107697, CA-NMNM133115

Antares 23 Fed 2H Sec. 23, T19S, R31E (NWNW) 30-015-41106 Lusk; Bone Spring, West NMNM0107697

The central tank battery is located on the shared pad for the Aquila 22 Fed Com 1H and Aquila 22 Fed 2H located in NENE, Sec. 22-T19S-R31E. The production from the Aquila 22 Fed Com 1H, Aquila 22 Fed Com 4H, and the Antares 23 Fed Com 1H will each have their own designated three phase separator with Coriolis to meter the oil, flow meter to meter the water, and gas allocation meter to meter the gas. The Antares 23 Fed 2H & Aquila 22 Fed 2H will flow through their own respective, individual production trains. Each well will utilize a production separator and heater/treater with individual oil and gas measurement meters. VRU will be allocated back to each well utilizing a percentage of each wells monthly oil production.

The Aquila 22 Federal Battery will have four oil tanks that all five wells will utilize, and they have a common DCP CDP #13135416 which is located on the northeast corner of the facility. The oil, gas, and water volumes from all wells (Antares 23 Fed 2H, Aquila 22 Fed 2H, Aquila 22 Fed Com 1H, Aquila 22 Fed Com 4H, and the Antares 23 Fed Com 1H) will be determined using individual three-phase separator measurements.

Working, royalty, and overriding interest owners are not identical and will be notified of this proposal via certified mail.

ATTACHMENTS: DELIVERABLES

### APPLICATION FOR A CENTRAL TANK BATTERY, LEASE COMMINGLE, OFF LEASE MEASUREMENT, SALES, & STORAGE

#### Central Tank Battery Proposal for the Antares and Aquila Wells:

Devon Energy Production Company, LP is requesting approval for the VRU Commingle, for the following wells:

Federal Lease NMLC 0070242A (12.5%), NM44594 (SCH. B 12.5-25%), CA NM131438									
Well Name	Location	API#	Pool 41480	BOPD	MCFPD				
Aquila 22 Fed Com 1H	NENE Sec. 22-T19S-R31E	30-015-40627	Lusk; Bone Spring;	14	64				
			West						
Federal Lease: NM4459	4 (SCH. B 12.5-25%)								
Well Name	Location	API#	Pool 41480	BOPD	<b>MCFPD</b>				
Aquila 22 Fed 2H	NENE Sec. 22-T19S-R31E	30-015-40755	Lusk; Bone Spring	16	19				
			West						
Federal Lease: NM4459	4 (SCH. B 12.5-25%), NM 9270	67 (16 2/3%) CA	NM133174						
Well Name	Location	API#	Pool 41480	BOPD	MCFPD				
Aquila 22 Fed Com 4H	NESE Sec. 22-T19S-R31E	30-015-41159	Lusk; Bone Spring	35	49				
			West						
Federal Lease: NM1122	74 (12.5%), NM09003 (12.5%),	, NM0107697 (S	tep Rate (Sch. B 12.5%	% -25%) C	CA NM133115				
Well Name	Location	API#	Pool 41480	BOPD	MCFPD				
Antares 23 Fed Com 1H	NWNW Sec. 23-T19S-31E	30-015-41105	Lusk; Bone Spring	31	74				
			West						
Federal Lease: NMNM	0107697 (Step Rate (Sch. B: 12	.5% -25%)							
Well Name	Location	API#	Pool 41480	BOPD	MCFPD				
Antares 23 Fed 2H	NWNW Sec. 23-T19S-31E	30-015-41106	Lusk; Bone Spring	29	38				

These wells are involved in a schedule B lease, with calculations on a per well per day basis, these wells have not produced at a 50 BOPD or 5000 MCFPD, so they will pay at a 12.5% royalty.

West

Attached is a map displays the federal leases and well locations in Section 22 & 23 -T19S-R31E.

#### Oil & Gas metering:

The central tank battery is located on the shared pad for the Aquila 22 Fed Com 1H and Aquila 22 Fed 2H located in NENE, Sec. 22-T19S-R31E. The production from the Aquila 22 Fed Com 1H, Aquila 22 Fed Com 4H, and the Antares 23 Fed Com 1H will each have their own designated three phase separator with Coriolis to meter the oil, flow meter to meter the water, and gas allocation meter to meter the gas. The Antares 23 Fed 2H & Aquila 22 Fed 2H will flow through their own respective, individual production trains. Each well will utilize a production separator and heater/treater with individual oil and gas measurement meters. VRU gas will be comingled and allocated back to each well utilizing a percentage of each wells monthly oil production.

The Aquila 22 Federal Battery will have four oil tanks that all five wells will utilize, and they have a common DCP CDP #13135416 which is located on the northeast corner of the facility. The oil, gas, and water volumes from all wells the Antares 23 Fed 2H, Aquila 22 Fed 2H, Aquila 22 Fed Com 1H, Aquila 22 Fed Com 4H, and the Antares 23 Fed Com 1H will be determined using individual three-phase separator measurements.

The Antares 23 Fed 2H production flows to a three phase test separator, where after separation gas is routed to the gas test meter #677-49-106, then to the DCP CDP #1315416 located on location. Produced water and oil are separated, the oil is then metered with a Coriolis meter (Number will be provided upon receipt) and water is metered using a turbine meter. The oil then flows into a test or production heater where it is combined with the other wells oil then into the oil production line and flows to one of the 500 bbl tanks. The water from this well flows to the 500 bbl. produced water tank, along with the water from the other wells.

The Aquila 22 Fed 2H production flows to a three phase test separator, where after separation gas is routed to the gas test meter (Number will be provided upon receipt), then to the DCP CDP #1315416 located on location. Produced water and oil are separated, the oil is then metered with a Motion Coriolis meter (Number will be provided upon receipt) and water is metered using a turbine meter. The oil then flows into a test or production heater where it is combined with the other wells

oil then into the oil production line and flows to one of the 500 bbl tanks. The water from this well flows to the 500 bbl. produced water tank, along with the water from the other wells.

Aquila 22 Fed Com 1H production flows to a designated three-phase separator, where after separation gas is routed to the gas allocation meter #677-49-106, combines with gas from the heater\treater, the Aquilla 22 Fed Com 4H gas allocation meter and the Antares 23 Fed Com 1H gas allocation meter then flows to the designated FMP #(will be provided upon receipt) and subsequently sold to DCP #13135416. Produced water and oil are separated, the oil is then metered with a Coriolis meter S/N 147932026. Flows into the heater\treater; then into an oil production line where it is combined with the other wells oil and flows to one of the 500 bbl. The water is metered using a turbine meter, flows to the 500 bbl. produced water tank, along with the water from the other wells.

Aquila 22 Fed Com 4H production flows to a designated three-phase separator, where after separation gas is routed to the gas allocation meter #677-49-091, combines with gas from the heater\treater, the Aquilla 22 Fed Com 1H gas allocation meter and the Antares 23 Fed Com 1H gas allocation meter then flows to the designated FMP #(will be provided upon receipt) and subsequently sold to DCP #13135416. Produced water and oil are separated, the oil is then metered with a Coriolis meter S/N 14371123. Flows into the heater\treater, then into an oil production line where it is combined with the other wells oil and flows to one of the 500 bbl. The water is metered using a turbine meter, flows to the 500 bbl. produced water tank, along with the water from the other wells.

Antares 23 Fed Com 1H production flows to a designated three-phase separator, where after separation gas is routed to the gas allocation meter #677-49-114, combines with gas from the heater\treater, the Aquilla 22 Fed Com 1H gas allocation meter and the Aquila 22 Fed Com 4H gas allocation meter then flows to the designated FMP #(will be provided upon receipt) and subsequently sold to DCP #13135416. Produced water and oil are separated, the oil is then metered with a Coriolis meter S/N 14399600. Flows into the heater\treater, then into an oil production line where it is combined with the other wells oil and flows to one of the 500 bbl. The water is metered using a turbine meter, flows to the 500 bbl. produced water tank, along with the water from the other wells.

Royalties paid for	OIL	GAS
Aquila 22 Fed 2H	Off of 3Ph	FMP: (off 3Ph) plus allocated VRU & HT
Antares 23 Fed 2H	Off of 3Ph	FMP: (off 3Ph) plus allocated VRU & HT
Antares 23 Fed Com 1	Off of 3Ph	FMP: (off 3Ph) plus allocated VRU & HT
Aquila 22 Fed Com 1H	Off of 3Ph	FMP: (off 3Ph) plus allocated VRU & HT
Aquila 22 Fed Com 4	Off of 3Ph	FMP: (off 3Ph) plus allocated VRU & HT

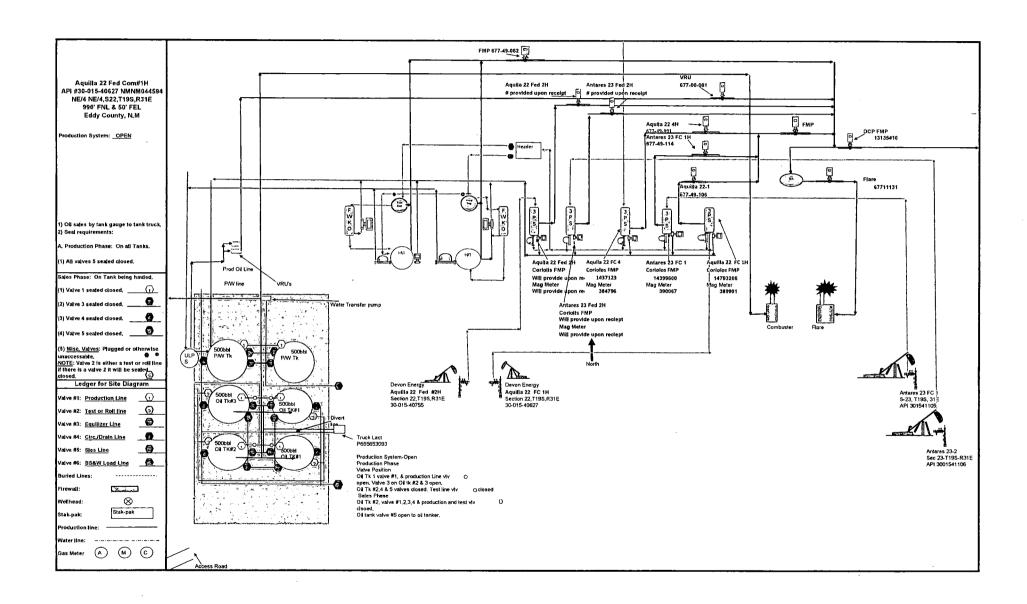
Devon will continue to operate and maintain the Coriolis Meters per BLM applicable regulations, notwithstanding further guidance from the local BLM in regard to proving the Coriolis Meters to meet applicable BLM standards. These meters will be calibrated on a regular basis per API, NMOCD, and BLM specifications. The BLM & OCD will be notified of any future changes in the facilities.

#### **Process and Flow Descriptions:**

The flow of produced fluids is shown in detail on the enclosed facility diagram, along with a description of each vessel and map which shows the lease boundaries, communization agreement boundaries, and location of wells, facility, and gas sales meter. The proposed commingling is appropriate based on the BLM's guidance in IM 2013-152. The proposed commingling will maximize the ultimate recovery of oil and/or gas from the federal leases and will reduce environmental impacts by minimizing surface disturbance and emissions. The proposed commingling will reduce operating expenses, as well as, not adversely affect federal royalty income, production accountability, or the distribution of royalty.

Devon Energy Production Company, LP understands the requested approval will not constitute the granting of any right-of-way or construction rights not granted by the lease instrument. ROW #72772, #121785, & 118281.

Working, royalty, and overriding interest owners have been notified of this proposal via certified mail (see attached).



nos - Bris - no	9 84							13 - 10 A		ه څونو
									A	
	DEDE	SWSW			8393	SWSW			SEBE.	
AQUILA 22 FED COM 1H,4H, FED 2H ANTARES 28 FED COM 1H, FED 2H EDDY CO, NEW MEXICO		<b>DWUW</b>	MMNM AQUILA 22	191 <u>493</u> 2 ged com	TOTAL TOTAL		14.0.038 28 ( 13.0.115	PED GOM 1		
This map is for illustrative purposes only and is neither a legally recorded map nor a survey and is neither a legally recorded map nor a survey and is not intended to be used as one. Devon makes no warranty, representation, or guarantee of any kind regarding this map.  NAD 1983 StatePlane New Mexico East FIPS 3001 Feet Datum: North American 1983; Units: Foot US Created by: duncam2 Map is current as of 3/18/2019.				24FED-211		AMTY	(1) 28 PC	- 1 2		
Feet 1 in. = 1,504.7 feet  Surface Location				IN SOUR			A Property of the second of th	26 - 28		25
□ Surface Location  ○ Central Tank Battery  ○ Sales Meter  → Flow Line	SIESEE	SWSW		ev ss e	ED: © PM	A COLUMN TO THE STATE OF THE ST			SEST	
Comm Agreement Project Area Drillable Leasehold USA NMNM 0107697	IZING	awaw A			CUM	WWW.			Name	35
USA NMNM 09003 77.57.  USA NMNM-44594 B-78.57.  NMLC 0070242A 75.57.					7.2		108 6	MI A 273		
NMNM 092767 1 1.  NMNM 112274 7 5 6  W. USA (Corporate VApps VApp - Data (GIS ) gis_data (Okc_land) Dela	ware_Basin	Filing Plats VAQUILA 22	mxd						and the	0

Run Date/Time: 6/27/2019 20:22 PM

Page 1 Of 4 Serial Number

01 02-25-1920;041STAT0437;30USC226

Case Type 311111: O&G LSE NONCOMP PUB LAND

Commodity 459: OIL & GAS **Case Disposition: AUTHORIZED**  **Total Acres:** 

120.000

NMNM 0009003

			0.	cital italibol. High	1111-0 003003
Name & Address				Int Rel	% Interest
TRAVCO RESOURCES LLC	PO BOX 1708	HOBBS N	M 88241	OPERATING RIGHTS	0.000000000
ANGLE DON	510 W TEXAS AVE	ARTESIA N	A 88210	, LESSEE	50.000000000
ANGLE GLADYS	510 W TEXAS AVE	ARTESIA N	A 88210	LESSEE	50.000000000
DEVON ENERGY PROD CO LP	333 W SHERIDAN AVE	OKLAHOMA CITY OF	731025010	OPERATING RIGHTS	0.000000000
COG OPERATING LLC	600 W ILLINOIS AVE	MIDLAND TX	797014882	OPERATING RIGHTS	0.000000000
WATSON OIL & GAS LLC	1501 N GRIMES ST	HOBBS NA	A 882403719	OPERATING RIGHTS	0.000000000
FONAY OIL & GAS LLC	5333 N BAGGETT ST	HOBBS NA	A 882429703	OPERATING RIGHTS	0.000000000
MARBOB ENERGY CORP	PO BOX 227	ARTESIA NA	M 882110227	OPERATING RIGHTS	0.000000000

Serial Number:	NMNM	0	009003
----------------	------	---	--------

Mer	Twp Rng	Sec	SType N	۱r	Suff Subdivision	District/ Field Office	County	Mgmt Agency
23	0190S 0310E	013	ALIQ		W2SW;	CARLSBAD FIELD OFFICE	EDDY	BUREAU OF LAND MGMT
23	0190S 0310E	023	ALIQ		NENW;	CARLSBAD FIELD OFFICE	EDDY	BUREAU OF LAND MGMT
								•
Reli	nquished/W	ithdr	awn Lands				Serial Nui	mber: NMNM 0 009003
	0190S 0310E	705	FF		01 SWNE,ASGN;	PECOS DISTRICT OFFICE	EDDY	BUREAU OF LAND MGMT
23	0190S 0310E	713	FF		N2NE,SENE,SW,ASGN;	PECOS DISTRICT OFFICE	EDDY	BUREAU OF LAND MGMT
23	0190S 0310E	714	FF		N2NE,ASGN;	PECOS DISTRICT OFFICE	EDDY	BUREAU OF LAND MGMT
23	0190S 0310E	715	FF		NE,ASGN;	PECOS DISTRICT OFFICE	EDDY	BUREAU OF LAND MGMT

Act Date	Act Co	ode Action Txt	Action Remarks	Pending Off
09/02/1952	387	CASE ESTABLISHED		
11/26/1952	888	DRAWING HELD		
04/01/1953	237	LEASE ISSUED		
04/01/1953	496	FUND CODE	05;145003	•
04/01/1953	530	RLTY RATE - 12 1/2%		
04/01/1953	868	EFFECTIVE DATE		
01/01/1954	570	CASE SEGREGATED BY ASGN	INTO NMNM09003-A;	

Run Date/Time: 6/27/2019 20:12 PM

Page 1 Of 4
Serial Number

01 02-25-1920;041STAT0437;30USC181ETSEQ Case Type 312011: O&G LSE COMP PUBLIC

Commodity 459: OIL & GAS Case Disposition: AUTHORIZED

Total Acres: 520.000

NMNM 044594

•

				S	erial Number: NMN	IM 044594
Name & Address ~					Int Rel	% Interest
SHACKELFORD OIL CO	3510 N A ST BLDG B # 100	MIDLAND	TX	797055428	OPERATING RIGHTS	0.000000000
WPX ENERGY PERMIAN LLC	3500 ONE WILLIAMS CTR	TULSA	ОК	741720135	OPERATING RIGHTS	0.000000000
CHASE OIL CORP	PO BOX 1767 .	ARTESIA	NM	882111767	OPERATING RIGHTS	0.000000000
MARBOB ENERGY CORP	PO BOX 227	ARTESIA	NM	882110227	OPERATING RIGHTS	0.000000000
COG OPERATING LLC	600 W ILLINOIS AVE	MIDLAND	TX	797014882	OPERATING RIGHTS	0.000000000
TANDEM ENERGY CORP	2700 POST OAK BLVD STE 1000	HOUSTON	TX	770565778	OPERATING RIGHTS	0.000000000
DEVON ENERGY PROD CO LP	333 W SHERIDAN AVE	OKLAHOMA CITY	ok ok	731025010	LESSEE	100.000000000

								nber: NMNM 044594
Mer	Twp Rng	Sec	SType	Nr	Suff Subdivision	District/ Field Office	County	Mgmt Agency
23	0190S 0310E	022	ALIQ		E2,W2NW,SENW,E2SW;	CARLSBAD FIELD OFFICE	EDDY	BUREAU OF LAND MGMT

Relinquished/Withdrawn Lands

Serial Number: NMNM-- - 044594

Act Date	Act Code	Action Txt	Action Remarks	Serial Number: NMNM 044594 Pending Off
02/23/1981	387	CASE ESTABLISHED	PARCEL #3	
02/24/1981	196	BID ACCEPTED		
04/29/1981	237	LEASE ISSUED		
05/01/1981	496	FUND CODE	05;145003	
05/01/1981	532	RLTY RATE 12.5-25% SCH B		
05/01/1981	868	EFFECTIVE DATE		
04/05/1982	111	RENTAL RECEIVED	\$1040.00;1YR/82-83	
03/04/1983	111	RENTAL RECEIVED	\$1040.00;1YR/83-84	
03/11/1983	140	ASGN FILED	COQUINA/SANTA FE ENE	
05/05/1983	139	ASGN APPROVED	EFF 04/01/83;	
04/16/1984	111	RENTAL RECEIVED	\$0;84-85	
04/03/1985	932	TRF OPER RGTS FILED		
04/08/1985	111	RENTAL RECEIVED	\$0;85-86	
03/26/1986	650	HELD BY PROD - ACTUAL		

NO WARRANTY IS MADE BY BLM FOR USE OF THE DATA FOR PURPOSES NOT INTENDED BY BLM

Run Date/Time: 3/13/2019 7:45 AM

Page 1 Of 3
Serial Number

01 02-25-1920;041STAT0437;30USC226

Case Type 311111: O&G LSE NONCOMP PUB LAND

Commodity 459: OIL & GAS Case Disposition: AUTHORIZED

Total Acres: 40.000

NMLC 0070242A

Serial Number: NMLC-- 0 070242A

						0 0.02 127
Name & Address				<del> </del>	Int Rel	% Interest
MARBOB ENERGY CORP	PO BOX 227	ARTESIA	NM	882110227	OPERATING RIGHTS	0.000000000
GARRETT JERRY	3801 BEDFORD .	MIDLAND	TX	79703	OPERATING RIGHTS	0.000000000
KEFFLER DONNA	2312 DENGAR	MIDLAND	TX	79705	OPERATING RIGHTS	0.000000000
MACK ENERGY CORP	PO BOX 960	ARTESIA	NM	88211	OPERATING RIGHTS	0.000000000
KEFFLER JOHN	2312 DENGAR	MIDLAND	TX	79705	OPERATING RIGHTS	0.000000000
LEDBETTER RODNEY	1708 NORTHRUP	MIDLAND	TX	79705	OPERATING RIGHTS	0.000000000
CONOCOPHILLIPS CO	PO BOX 7500	BARTLESVILLE	ок	740057500	LESSEE	50.000000000
COG OPERATING LLC	600 W ILLINOIS AVE	MIDLAND	TX	797014882	OPERATING RIGHTS	0.000000000
TANDEM ENERGY CORP	2700 POST OAK BLVD STE 1000	HOUSTON	TX	770565778	OPERATING RIGHTS	0.000000000
MACK C CHASE TRUSTEE	PO BOX 693	ARTESIA	NM	88210	OPERATING RIGHTS	0.000000000
LYNX PETRO CONSULTANTS INC	PO BOX 1708	HOBBS	NM	882411708	LESSEE	50.000000000
AARON JO ÁNN	PO BOX 4572	MIDLAND	TX	79704	OPERATING RIGHTS	0.000000000

							Serial Num	nber: NMLC 0 070242A
Mer	Twp Rng	Sec	SType_	Nr	Suff Subdivision	District/ Field Office	County	Mgmt Agency
23	0190S 0310E	022	ALIQ		NENW;	CARLSBAD FIELD OFFICE	EDDY	BUREAU OF LAND MGMT

Relinquished/Withdrawn Lands

Serial Number: NMLC-- 0 070242A

		,	,	Serial Number: NMLC 0 070242A
Act Date	Act Co	de Action Txt	Action Remarks	Pending Off
04/30/1951	387	CASE ESTABLISHED		
05/01/1951	496	FUND CODE	05;145003	
05/01/1951	530	RLTY RATE - 12 1/2%		
05/01/1951	868	EFFECTIVE DATE		
04/01/1961	898	ASGN EFFECTIVE		
04/27/1961	553	CASE CREATED BY ASGN	OUT OF NMLC070242;	
05/03/1963	510	KMA CLASSIFIED		
05/03/1963	650	HELD BY PROD - ACTUAL	/1/	

NO WARRANTY IS MADE BY BLM FOR USE OF THE DATA FOR PURPOSES NOT INTENDED BY BLM

Run Date/Time: 6/27/2019 20:15 PM

Page 1 Of 3
Serial Number

01 12-22-1987;101STAT1330;30USC181 ET SEQ Case Type 312021: O&G LSE COMP PD -1987

Commodity 459: OIL & GAS Case Disposition: AUTHORIZED

Total Acres: 120.000

NMNM 092767

Serial Number: NMNM-- - 092767

Name & Address			Int Rel	% Interest
TRAVCO RESOURCES LLC	PO BOX 1708	HOBBS NM 88241	OPERATING RIGHT	o.000000000
DEVON ENERGY PROD CO LP	333 W SHERIDAN AVE	OKLAHOMA CITY OK 73102	5010 OPERATING RIGHT	o.000000000
LYNX PETRO CONSULTANTS INC	PO BOX 1708	HOBBS NM 88241	1708 LESSEE	100.000000000
WATSON OIL & GAS LLC	1501 N GRIMES ST	HOBBS NM 88240	3719 OPERATING RIGHT	0.00000000
FONAY OIL & GAS LLC	5333 N BAGGETT ST	HOBBS NM 88242	9703 OPERATING RIGHT	0.000000000

Serial Number: NMNM-- - 092767 Sec SType **Suff Subdivision District/ Field Office** County Mgmt Agency Mer Twp Rng Nr CARLSBAD FIELD OFFICE BUREAU OF LAND MGMT **EDDY** 0190S 0310E 022 ALIQ W2SW; SENE; CARLSBAD FIELD OFFICE EDDY BUREAU OF LAND MGMT 0190S 0310E 028 ALIQ

Relinquished/Withdrawn Lands

Serial Number: NMNM-- - 092767

Act Date	Act Code	Action Txt	Action Remarks	Serial Number: NMNM 092767 Pending Off
01/18/1994	387	CASE ESTABLISHED	9401079	
01/19/1994	191	SALE HELD		
01/19/1994	267	BID RECEIVED	\$37800.00;	
01/19/1994	392	MONIES RECEIVED	\$240.00;	
02/02/1994	392	MONIES RECEIVED	\$37560.00;	
02/08/1994	237	LEASE ISSUED		
02/08/1994	974	AUTOMATED RECORD VERIF	LO/MV	
02/24/1994	111	RENTAL RECEIVED	\$180.00;21/MULTIPLE	·
03/01/1994	496	FUND CODE	05;145003	
03/01/1994	868	EFFECTIVE DATE		
03/11/1994	600	RECORDS NOTED		
03/28/1994	963	CASE MICROFILMED/SCANNED		
09/12/1994	974	AUTOMATED RECORD VERIF	GSB	
03/01/1995	531	RLTY RATE - 16 2/3%	/A/	
06/29/1995	791	TERMINAT'N NOTICE ISSUED	CLASS II	

NO WARRANTY IS MADE BY BLM FOR USE OF THE DATA FOR PURPOSES NOT INTENDED BY BLM

Run Date/Time: 7/1/2019 9:13 AM

Page 2 Of 10

								Serial Num	ber: NMNM 0 107697
Me	Twp Rng	Sec	SType	Nr	Suff	Subdivision	 District/ Field Office	County	Mgmt Agency
23	0190S 0310E	023	ALIQ			E2,S2NW,SW;	CARLSBAD FIELD OFFICE	EDDY	BUREAU OF LAND MGMT
23	0190S 0310E	024	ALIQ			W2NE,W2;	CARLSBAD FIELD OFFICE	EDDY	BUREAU OF LAND MGMT
23	0190S 0310E	025	ALL			ENTIRE SECTION	CARLSBAD FIELD OFFICE	EDDY	BUREAU OF LAND MGMT
23	0190S 0310E	026	ALL			ENTIRE SECTION	CARLSBAD FIELD OFFICE	EDDY	BUREAU OF LAND MGMT
23	0190S 0320E	030	LOTS			1,2;	CARLSBAD FIELD OFFICE	LEA	BUREAU OF LAND MGMT

Relinquished/Withdrawn Lands

Act Data	A of Co	ada Aatian Tut	Action Remarks	Serial Number: NMNM 0 107697
Act Date	ACTU	ode Action Txt	Action Remarks	Pending Off
12/31/1939	387	CASE ESTABLISHED		
01/01/1940	496	FUND CODE	05;145003	
01/01/1940	533	RLTY STEP 12.5-32%	/A/	
01/01/1940	868	EFFECTIVE DATE		
01/04/1946	102	NOTICE SENT-PROD STATUS		
01/04/1946	246	LEASE COMMITTED TO CA	LUSK UNIT	
01/04/1946	660	MEMO OF 1ST PROD-ALLOC		•
05/17/1960	102	NOTICE SENT-PROD STATUS		
05/17/1960	209	CASE CREATED BY SEGR	OUT OF NMLC029358;	•
06/07/1960	658	MEMO OF 1ST PROD-ACTUAL		
11/20/1962	246	LEASE COMMITTED TO CA	SW-117 TERM	
12/12/1962	246	LEASE COMMITTED TO CA	SW-71 TERM	
10/21/1963	500	GEOGRAPHIC NAME	WEST LUSK FLD;	
10/21/1963	510	KMA CLASSIFIED		
10/21/1963	650	HELD BY PROD - ACTUAL	/1/	
10/21/1963	658	MEMO OF 1ST PROD-ACTUAL	/1/JONES-FEDERAL #1;	
09/02/1964	246	LEASE COMMITTED TO CA	SW-271	
12/01/1964	512	KMA EXPANDED		
09/15/1967	522	CA TERMINATED	SW-321	
03/31/1968	522	CA TERMINATED	SW-117	
03/31/1972	522	CA TERMINATED	SW-71	
10/24/1979	940	NAME CHANGE RECOGNIZED	CONTL OIL/CONOCO INC	
06/17/1981	932	TRF OPER RGTS FILED	(1)	
06/17/1981	932	TRF OPER RGTS FILED	(2)	
09/16/1981	932	TRF OPER RGTS FILED	•	
02/01/1982	246	LEASE COMMITTED TO CA	NMNM94489;	
02/01/1982	660	MEMO OF 1ST PROD-ALLOC	/2/NMNM94489;	

Run Date/Time: 6/27/2019 20:17 PM

Page 1 Of 2

01 12-22-1987;101STAT1330;30USC181 ET SEQ

Case Type 312021: O&G LSE COMP PD -1987

Commodity 459: OIL & GAS Case Disposition: AUTHORIZED

**Total Acres:** 

40.000

NMNM 112274

Serial Number

Serial Number: NMNM-- 112274

Name & Address				·	Int Rel	% Interest
COG OPERATING LLC	600 W ILLINOIS AVE	MIDLAND	TX	797014882	LESSEE	95.000000000
CONCHO OIL & GAS LLC	600 W ILLINOIS AVE	MIDLAND	TX	797014882	LESSEE	5.000000000

Mer Twp Rng Sec SType Nr Suff Subdivision District/ Field Office County Mgmt Agency

23 0190S 0310E 023 ALIQ NWNW; CARLSBAD FIELD OFFICE EDDY BUREAU OF LAND MGMT

Relinquished/Withdrawn Lands

Serial Number: NMNM-- 112274

Act Date	Act Cod	le Action Txt	Action Remarks	Pending Off
07/20/2004	299	PROTEST FILED		
07/20/2004	387	CASE ESTABLISHED	200407-034;	
07/21/2004	191	SALE HELD		
07/21/2004	267	BID RECEIVED	\$30000.00;	
09/23/2004	237	LEASE ISSUED		
09/23/2004	298	PROTEST DISMISSED		
09/23/2004	974	AUTOMATED RECORD VERIF	GSB	
10/01/2004	496	FUND CODE	05;145003	
10/01/2004	530	RLTY RATE - 12 1/2%		
10/01/2004	868	EFFECTIVE DATE		
11/23/2004	963	CASE MICROFILMED/SCANNED		
04/18/2011	140	ASGN FILED	MARBOB EN/COG OPERA;1	
08/11/2011	139	ASGN APPROVED	EFF 05/01/2011;	
08/11/2011	974	AUTOMATED RECORD VERIF	JS	
12/01/2013	246	LEASE COMMITTED TO CA	NMNM133115	
12/24/2013	651	HELD BY PROD - ALLOCATED	/1/	
12/24/2013	660	MEMO OF 1ST PROD-ALLOC	/1/NMNM133115;	
08/11/2014	643	PRODUCTION DETERMINATION	/1/	

Run Date/Time: 6/27/2019 20:19 PM

erial Register Page Page 1 Of 2

01 02-25-1920;041STAT0437;30USC181

Case Type 318310: O&G COMMUNITZATION AGRMT

Commodity 410: NATURAL GAS Case Disposition: AUTHORIZED

Total Acres: 160.000

Serial Number NMNM 131438

Serial Number: NMNM-- 131438

Name & Address				int Rei	% Interest
BLM CARLSBAD FO	620 E GREENE ST	CARLSBAD N	M 88220	OFFICE OF RECORD	0.000000000
DEVON ENERGY PROD CO LP	333 W SHERIDAN AVE	OKLAHOMA CITY C	K 731025010	OPERATOR	100.000000000

Mer Twp Rng Sec SType Nr Suff Subdivision District/ Field Office County Mgmt Agency

23 0190S 0310E 022 ALIQ N2N2; CARLSBAD FIELD OFFICE EDDY BUREAU OF LAND MGMT

Relinquished/Withdrawn Lands

Serial Number: NMNM-- 131438

387 CASE ESTABLISHED		•	
TAG FORMATION			
516 FORMATION	BONE SPRING;		
ACRES-FED INT 100%	160; 100%		
868 EFFECTIVE DATE	30-15-40627;		
PRODUCTION DETERMINATION	TION		
354 AGRMT PRODUCING	/1/		
MEMO OF 1ST PROD-ACTU	JAL /1/		
334 AGRMT APPROVED	/1/		
643 654 658	PRODUCTION DETERMINA AGRMT PRODUCING MEMO OF 1ST PROD-ACTU	PRODUCTION DETERMINATION  AGRMT PRODUCING /1/  MEMO OF 1ST PROD-ACTUAL /1/	PRODUCTION DETERMINATION  AGRMT PRODUCING /1/  MEMO OF 1ST PROD-ACTUAL /1/

Line Number	Rema	ark Text			Serial Number: NMNM 131438
0001	RECA	APITULATION EFFEC	TIVE 05/01/2013		
0002	TR#	LEASE SERIAL#	AC COMMITTED	%INTEREST	7 1569
0003	1	NM044594	80.00	50.00	B.10.5%
0004	2	LC070242A	40.00	25.00	17.57.
0005	3	NM044594	40.00	25.00	B-12.5%
0006	TOTA	AL.	160.00	100.00	

Run Date/Time: 3/13/2019 7:40 AM

Page 1 Of 2

01 02-25-1920;041STAT0437;30USC181

Case Type 318310: O&G COMMUNITZATION AGRMT

Commodity 459: OIL & GAS Case Disposition: AUTHORIZED

**Total Acres:** 

Serial Number NMNM 133115

160.000

.

			Serial Number: N	IMNM 133115
Name & Address			Int Rel	% Interest
BLM CARLSBAD FO	620 E GREENE ST	CARLSBAD NM 88220	OFFICE OF RECORD	0.000000000
DEVON ENERGY PROD CO LP	333 W SHERIDAN AVE	OKLAHOMA CITY OK 7310250	010 OPERATOR	100.000000000

Mer Twp Rng Sec SType Nr Suff Subdivision District/ Field Office County Mgmt Agency

23 0190S 0310E 023 ALIQ N2N2; CARLSBAD FIELD OFFICE EDDY BUREAU OF LAND MGMT

Relinquished/Withdrawn Lands

				Serial Number: NMNM 133115
Act Date	Act Co	ode Action Txt	Action Remarks	Pending Off
12/01/2013	387	CASE ESTABLISHED		
12/01/2013	516	FORMATION	BONE SPRING	
12/01/2013	526	ACRES-FED INT 100%	160; 100%	
12/01/2013	868	EFFECTIVE DATE	3001541105	
12/24/2013	654	AGRMT PRODUCING	/1/	
08/11/2014	643	PRODUCTION DETERMINATION	/1/	
08/11/2014	658	MEMO OF 1ST PROD-ACTUAL	/1/	

Line Number	Remark	( Text			Serial Number: NMNM 133115
0001	RECAP	ITULATION EFFECT	CIVE 12/01/2013		
0002	TR#	LEASE#	AC COMMITTED	%INT	<1 751
0003	1	NMNM0107697	80	50	Step 12.5%.
0004	2	NMNM09003	40	25	12.5%
0005	3	NMNM112274	40	25	12.5%
0006		TOTAL	160	100	

#### **DEPARTMENT OF THE INTERIOR BUREAU OF LAND MANAGEMENT CASE RECORDATION**

Run Date/Time: 3/13/2019 8:01 AM

(MASS) Serial Register Page

Page 1 Of 2 **Serial Number** 

01 02-25-1920;041STAT0437;30USC181

Case Type 318310: O&G COMMUNITZATION AGRMT

Commodity 459: OIL & GAS Case Disposition: AUTHORIZED **Total Acres:** 160.000

NMNM 133174

Serial Number: NMNM-- 133174

Name & Address					Int Rel	% Interest
BLM CARLSBAD FO	620 E GREENE ST	CARLSBAD N	NM	88220	OFFICE OF RECORD	0.000000000
DEVON ENERGY CORP	333 W SHERIDAN AVE	OKLAHOMA CITY C	OK	731025010	OPERATOR	100.000000000

Serial Number: NMNM-- 133174 **Suff Subdivision** Mer Twp Rng Sec SType District/ Field Office County Mgmt Agency 23 0190S 0310E 022 ALIQ S2S2; CARLSBAD FIELD OFFICE EDDY BUREAU OF LAND MGMT

Relinquished/Withdrawn Lands

				Serial Number: NMNM 133174
Act Date	Act Co	ode Action Txt	Action Remarks	Pending Off
09/01/2013	387	CASE ESTABLISHED		
09/01/2013	516	FORMATION	BONE SPRING	
09/01/2013	526	ACRES-FED INT 100%	160; 100%	
09/01/2013	868	EFFECTIVE DATE	3001541159	•
10/09/2013	654	AGRMT PRODUCING	/1/	
10/09/2013	658	MEMO OF 1ST PROD-ACTUAL	/1/MEMO8/25/14	•
08/25/2014	643	PRODUCTION DETERMINATION	/1/	

Line Number	Remark Text			Serial Number: NMNM 133174
0001	RECAPITULATION EFFECTIVE	VE 9/1/13		
0002	TR# AC COMMITTED	% INT		
0003	1 NMNM044594 120	75	B - 12.5%	
0004	2 NMNM092767 40	25	1/3/2	
0005	TOTAL 160	100	10 5	

•			Sum of	Sum of Gas	Days in	Count of	Days in Month *		
Lease	Years	Date	Oil Prod	Prod	Month	Wells	Count of Wells	Bbls/Well/Day	MCF/Well/Day
44594	2018	Jan	355	1,137	31	6	186	1.91	6.11
		Feb	1,757	3,458	28	6	168	10.46	20.58
		Mar	1,816	6,341	31	6	186	9.76	34.09
		Apr	1,809	6,054	30	6	180	10.05	33.63
		May	1,323	5,159	31	6	186	7.11	27.74
		Jun	407	1,909	30	6	180	2.26	10.61
		Jul	1,386	4,895	31	6	186	7.45	26.32
		Aug	1,471	5,108	31	6	186	7.91	27.46
		Sep	1,156	4,760	30	6	180	6.42	26.44
		Oct	1,204	4,792	31	6	186	6.47	25.76
		Nov	1,277	4,709	30	6	180	7.09	26.16
		Dec	1,671	4,028	31	6	186	8.98	21.66
	2019	Jan	1,328	3,043	30	6	180	7.38	16.91
	_	Feb	1,773	2,906	29	6	174	10.19	16.70
107697	2018	Jan	4,926	12,530	31	8	248	19.86	50.52
		Feb	5,976	14,679	28	8	224	26.68	65.53
		Mar	3,590	7,692	31	8	248	14.48	31.02
		Apr	4,646	8,810	30	8	240	19.36	36.71
		May	6,275	14,791	31	8	248	25.30	59.64
		Jun	6,171	14,933	30	8	240	25.71	62.22
		Jul	5,345	13,069	31	8	248	21.55	52.70
		Aug	7,126	17,983	31	8	248	28.74	72.51
		Sep	6,409	18,011	30	8	240	26.70	75.05
		Oct	5,925	17,674	31	8	248	23.89	71.27
		Nov	5,069	11,834	30	8	240	21.12	49.31
		Dec	5,440	14,362	31	8	248	21.94	57.91
	2019	Jan	6,270	16,471	30	8	240	26.13	68.63
	_	Feb	5,058	13,587	29	8	232	21.80	58.56

Bureau of Land Management Carlsbad Field Office 620 East Greene Street Carlsbad, New Mexico 88220 575-234-5972

### **Conditions of Approval**

Off-Lease Storage and CA/Lease/Pool Commingling of Measurement and Sales of Vapor Gas

Devon Energy Production Com Aquila 22 Fed Com 1H, 4H; Aquila 22 Fed 2H Antares 23 Fed Com 1H; Antares 23 Fed 2H Leases: NMNM09003, NMNM44594, NMLC070242A, NMNM092767, NMNM0107697, NMNM112274 CAs: NMNM131438, NMNM133115, NMNM133174

Approval of comingling of measurement and sales of production is subject to the following conditions of approval:

- 1. This approval is subject to like approval by the New Mexico Oil Conservation Division.
- 2. This agency shall be notified of any spill or discharge as required by NTL-3A.
- 3. This agency reserves the right to modify or rescind approval whenever it determines continued use of the approved method may adversely affect the surface or subsurface environments.
- 4. Off-lease measurement, storage and sales from sources in this package are approved. This does not constitute a right-of-way approval for any off-lease operations. Within 30 days, an application for right-of-way approval shall be submitted to the CFO realty department, if not already done.
- 5. All oil and gas subject to royalty shall be measured and reported to ONRR as described in this package, unless otherwise approved by an Authorized Officer. Aside from exceptions listed in 43 CFR 3179, all flared/vented gas volumes are royalty bearing and shall be reported on OGOR "B" as disposition code "33" for royalty-bearing flared gas and disposition code 63 for royalty-bearing vented gas.
- 6. This agency shall be notified of any change in sales method or location of the sales point.
- 7. Additional wells require a new and updated commingling application.
- 8. Submit all meter numbers upon installation via 3160-5 Sundry Notice Subsequent Report. Include an updated facility diagram with those meter numbers.
- 9. This approval does not authorize bypasses around any allocation meter or metering separator, this is to include the use of headers to divert production to production equipment other than the approved measurement points.
- 10. VRU gas will be gathered and measured then allocated back to each well based on oil production as per attached write-up. A VRU is also approved with this application. Gas vapors normally would be flared.
- 11. Approval for combining production from various sources, as well as off-lease operations, is a privilege which is granted to lessees for the purpose of aiding conservation and extending the

economic life of leases. Applicants should be cognizant that failure to operate in accordance with the provisions outlined in the Authorized Officer's conditions of approval and/or subsequent stipulations or modifications will subject such approval to revocations.

#### Lease NMNM44594 (Step-scale @ 12.5% RR):

Aquila 22 Fed 2H

3001540755

Lusk; Bone Spring

#### Lease NMNM0107697 (Step-scale @ 12.5% RR):

Antares 23 Fed 2H

3001541106

Lusk; Bone Spring

#### CA NMNM131438 (100% Fed):

75% NMNM44594 (Step-scale @ 12.5% RR) 25% NMLC070242A (12.5% RR)

Aquila 22 Fed Com 1H

3001540627

Lusk; Bone Spring

#### CA NMNM133115 (100% Fed):

50% NMNMNMNM0107697 (Step-scale @ 12.5% RR) 25% NMNM09003 (12.5% RR) 25% NMNM112274 (12.5% RR)

Antares 23 Fed Com 1H

3001541105

Lusk; Bone Spring

#### CA NMNM133174 (100% Fed):

75% NMNM44594 (Step-scale @ 12.5% RR)

25% NMLC092767 (16.67% RR)

Aquila 22 Fed Com 4H

3001541159

Lusk; Bone Spring

10/29/2019