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

Lease Serial No.
Multiple—See Attached

	W. W. W. W.
SUNDRY NOTICES AND REPORTS ON WELLS	
SUNDRY NOTICES AND REPORTS ON WELLS  Do not use this form for proposals to drill or to re-enter an abandoned well. Use form 3160-3 (APD) for such proposals.	A mer
abandoned well. Use form 2160.2 (ABD) for such proceeds	TWW MA
abandoned well. Ose lorili 3 lov•3 (APD) for Such brobosais.	

abandoned wel	I. Use form 3160-3 (APD) for	such proposals.	6. If Indian, Allottee of	r Tribe Name
SUBMIT IN 1	7. If Unit or CA/Agree MultipleSee A	ement, Name and/or No. ttached		
1. Type of Well	8. Well Name and No. MultipleSee Atta	ched		
② Oil Well ☐ Gas Well ☐ Oth  2. Name of Operator	Contact: FRIN	WORKMAN	9. API Well No.	
DEVON ENERGY PRODUCT	ION CON Mail: Erin.workman@dv	/n.com	MultipleSee A	ttached
3a. Address 333 WEST SHERIDAN AVEN OKLAHOMA, OK 73102	UE 3b. P	hone No. (include area code) 405-552-7970	10. Field and Pool or MultipleSee A	Exploratory Area ttached
4. Location of Well (Footage, Sec., T.	, R., M., or Survey Description)		11. County or Parish,	State
MultipleSee Attached			EDDY COUNTY	ſ, NM
12. CHECK THE AF	PROPRIATE BOX(ES) TO IN	IDICATE NATURE OF	F NOTICE, REPORT, OR OTH	IER DATA
TYPE OF SUBMISSION		TYPE OF	ACTION	
Notice of Intent .	☐ Acidize	☐ Deepen	☐ Production (Start/Resume)	☐ Water Shut-Off
_	☐ Alter Casing	☐ Hydraulic Fracturing	■ Reclamation	■ Well Integrity
☐ Subsequent Report	☐ Casing Repair	■ New Construction	☐ Recomplete	☑ Other
☐ Final Abandonment Notice	☐ Change Plans	□ Plug and Abandon	□ Temporarily Abandon	Surface Commingling
	□ Convert to Injection	□ Plug Back	■ Water Disposal	
following completion of the involved testing has been completed. Final Abdetermined that the site is ready for final Devon Energy Production Cor Measurement, Sales, & Storag Aquila 22 Fed Com 1H Sec. 22, T29S, R31E (NENE) 30-015-40627 Lusk; Bone Spring, West NMLC0070242A, NMNM4459 Aquila 22 Fed 2H Sec. 22, T29S, R31E (NENE) 30-015-40755	npany, LP respectfully requests ge for the following wells: 4, CA-NMNM131438	a multiple completion or recor after all requirements, includi	mpletion in a new interval, a Form 316 ing reclamation, have been completed a commingle Off-Lease	0-4 must be filed once
	Electronic Submission #485895 For DEVON ENERGY PRO mitted to AFMSS for processing	DUCTION COM LP, sent by PRISCILLA PEREZ on	to the Carlsbad 1 10/01/2019 (20PP0007SE)	•
Name (Printed/Typed) ERIN WO	RKMAN	Title REGULA	ATORY COMPLIANCE PROF.	
Signature (Electronic S	Submission)	Date 10/01/20	019	
	THIS SPACE FOR FE	DERAL OR STATE (	OFFICE USE	
Approved By DYLAN ROSSMANO	30 VAC	TitlePETROLE	UM ENGINEER	Date 10/29/2019
Conditions of approval, if any, are attached certify that the applicant holds legal or equivalent would entitle the applicant to condu-	itable title to those rights in the subject			
Fitle 18 U.S.C. Section 1001 and Title 43 States any false, fictitious or fraudulent s	U.S.C. Section 1212, make it a crime for statements or representations as to any	or any person knowingly and matter within its jurisdiction.	willfully to make to any department or	agency of the United

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

ReP11-5-19

#### 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 <b>-</b> S1	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 0	070242A (12.5%), NM44594 (S	CH. 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 927	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 12.59	% -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	<b>MCFPD</b>
Antares 23 Fed 2H	NWNW Sec. 23-T19S-31E	30-015-41106	Lusk; Bone Spring	29	38
			West		

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.

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 IH gas allocation meter and the Antares 23 Fed Com IH 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			

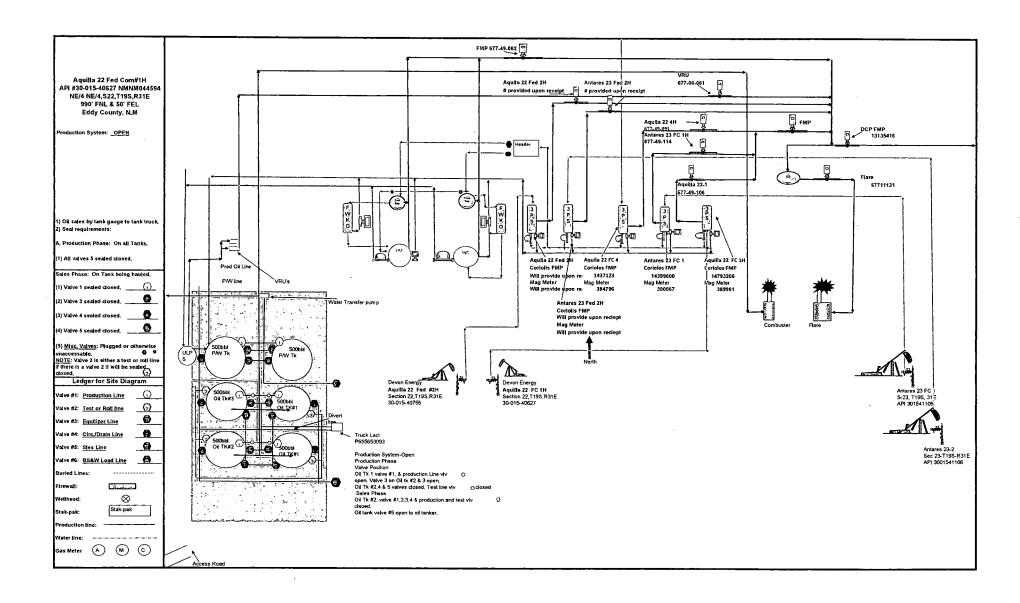
Devon will continue to operate and maintain the Coriolis Meters per BLM applicable regulations, notwithstanding further guidance from the local BLM in regard to proving the Coriolis Meters to meet applicable BLM standards. These meters will be calibrated on a regular basis per API, NMOCD, and BLM specifications. 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).



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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

23 0190S 0310E 715 FF

Total Acres: 120.000

NMNM 0009003

Serial Number: NMNM-- 0 009003

				96	nan mannben. Milita	W 0 003003
Name & Address					Int Rel	% Interest
TRAVCO RESOURCES LLC	PO BOX 1708	HOBBS	NM	88241	OPERATING RIGHTS	0.000000000
ANGLE DON	510 W TEXAS AVE	ARTESIA	NM	88210	LESSEE	50.000000000
ANGLE GLADYS	510 W TEXAS AVE	ARTESIA	NM	88210	LESSEE	50.000000000
DEVON ENERGY PROD CO LP	333 W SHERIDAN AVE	OKLAHOMA CITY	OK	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	NM	882403719	OPERATING RIGHTS	0.000000000
FONAY OIL & GAS LLC	5333 N BAGGETT ST	HOBBS	NM	882429703	OPERATING RIGHTS	0.000000000
MARBOB ENERGY CORP	PO BOX 227	ARTESIA	NM	882110227	OPERATING RIGHTS	0.000000000

Mer	Twp Rng	Sec	SType	Nr	Suff	Subdivision	District/ Field Office	Serial Numb	er: NMNM 0 009003 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 Lan	ds				Serial Numb	er: NMNM 0 009003
23	0190S 0310E	<b>7</b> 05	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

PECOS DISTRICT OFFICE

EDDY

NE,ASGN;

Serial Number: NMNM-- 0 009003

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;		•

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Page 1 Of 4

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

Serial Number NMNM 044594

Serial Number: NMNM-- - 044594

Name & Address ~		<del></del>			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	ТХ	797014882	OPERATING RIGHTS	0.000000000
TANDEM ENERGY CORP	2700 POST OAK BLVD STE 1000	HOUSTON	ТХ	770565778	OPERATING RIGHTS	0.000000000
DEVON ENERGY PROD CO LP	333 W SHERIDAN AVE	OKLAHOMA CITY	OK	731025010	LESSEE	100.000000000

							Serial ivu	Midel. Mighalat 044394
Mer	Twp Rng	Sec	SType	Nr	Suff Subdivision	District/ Field Office	County	Mgmt Agency
23	0190\$ 0310E	022	ALIQ		E2,W2NW,SENW,E2SW;	CARLSBAD FIELD OFFICE	EDDY	BUREAU OF LAND MGMT

Relinquished/Withdrawn Lands

Serial Number: NMNM-- - 044594

Coriol Numbers NIRANIA 044504

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

Name & Address					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 ÄNN	PO BOX 4572	MIDLAND	TX	79704	OPERATING RIGHTS	0.000000000

							Serial Nun	nber: NWLC 0 0/0242A
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

A at Ca	do Action Tyt	Action Romarks	Serial Number: NMLC 0 070242A
ACLU	de Action 1xt	Action Remarks	Pending Off
387	CASE ESTABLISHED		
496	FUND CODE	05;145003	
530	RLTY RATE - 12 1/2%		
868	EFFECTIVE DATE		
898	ASGN EFFECTIVE		
553	CASE CREATED BY ASGN	OUT OF NMLC070242;	
510	KMA CLASSIFIED		
650	HELD BY PROD - ACTUAL	/1/	
	387 496 530 868 898 553 510	496 FUND CODE 530 RLTY RATE - 12 1/2% 868 EFFECTIVE DATE 898 ASGN EFFECTIVE 553 CASE CREATED BY ASGN 510 KMA CLASSIFIED	387 CASE ESTABLISHED  496 FUND CODE 05;145003  530 RLTY RATE - 12 1/2%  868 EFFECTIVE DATE  898 ASGN EFFECTIVE  553 CASE CREATED BY ASGN OUT OF NMLC070242;  510 KMA CLASSIFIED

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

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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	s 0.000000000
DEVON ENERGY PROD CO LP	333 W SHERIDAN AVE	OKLAHOMA CITY OK 73102	5010 OPERATING RIGHT	s 0.000000000
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	s 0.000000000
FONAY OIL & GAS LLC	5333 N BAGGETT ST	HOBBS NM 88242	9703 OPERATING RIGHT	s 0.000000000

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

Relinquished/Withdrawn Lands

Serial Number: NMNM-- - 092767

				Serial Number: NMNM 092767
Act Date	Act Code	Action Txt	Action Remarks	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

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								Serial Num	ber: NMNM 0 107697
Mer	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

Serial Number: NMNM-- 0 107697

				Serial Number: NMNM 0 107697
Act Date	Act Co	de 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:** 

Serial Number

40.000

NMNM 112274

					Serial Numbe	r: NMNM 112274
Name & Address					Int Rel	% Interest
COG OPERATING LLC	600 W ILLINOIS AVE	MIDLAND	TX 7	797014882	LESSEE	95.000000000
CONCHO OIL & GAS LLC	600 W ILLINOIS AVE	MIDLAND	TX 7	797014882	LESSEE	5.000000000

Serial Number: NMNM-- 112274 **Suff Subdivision** Mer Twp Rng Sec SType Nr **District/ Field Office** County Mgmt Agency 0190S 0310E 023 ALIQ NWNW; CARLSBAD FIELD OFFICE EDDY BUREAU OF LAND MGMT

Relinquished/Withdrawn Lands

Serial Number: NMNM-- 112274

Serial Number: NMNM-- 112274 **Act Date Act Code 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 AUTOMATED RECORD VERIF 974 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;1 139 ASGN APPROVED EFF 05/01/2011; 08/11/2011 AUTOMATED RECORD VERIF JS 08/11/2011 974 12/01/2013 246 LEASE COMMITTED TO CA NMNM133115 12/24/2013 651 HELD BY PROD - ALLOCATED /1/ 660 MEMO OF 1ST PROD-ALLOC 12/24/2013 /1/NMNM133115; 08/11/2014 643 PRODUCTION DETERMINATION /1/

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

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

(MASS) Serial Register Page

Serial Number

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

NMNM 131438

Serial Number: NMNM-- 131438

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	ок	731025010	OPERATOR	100.000000000

Serial Number: NMNM-- 131438

Mei	r Twp Rng	Sec SType	Nr Suff Subdivision	District/ Field Office		Mgmt Agency
23	0190S 0310E	022 ALIQ	N2N2;	CARLSBAD FIELD OFFICE	EDDY	BUREAU OF LAND MGMT

Relinquished/Withdrawn Lands

Serial Number: NMNM-- 131438

Serial Number: NMNM-- 131438

Contal Novemberry NIRANIRA 424420

Act Date	Act Code	e Action Txt	Action Remarks	Pending Off
05/01/2013	387	CASE ESTABLISHED		
05/01/2013	516	FORMATION	BONE SPRING;	
05/01/2013	526	ACRES-FED INT 100%	160; 100%	
05/01/2013	868	EFFECTIVE DATE	30-15-40627;	
05/03/2013	643	PRODUCTION DETERMINATION	•	
05/03/2013	654	AGRMT PRODUCING	/1/	
10/25/2013	658	MEMO OF 1ST PROD-ACTUAL	/1/	
11/01/2013	334	AGRMT APPROVED	/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	2 1564
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	ΔL	160.00	100.00	

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

Run Date/Time: 3/13/2019 7:40 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 133115

Serial Number: NMNM-- 133115

Name & Address		4-	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 731025	010 OPERATOR	100.000000000

Serial Number: NMNM-- 133115 Mer Twp Rng Sec SType **Suff Subdivision** District/ Field Office County Mgmt Agency

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

Relinquished/Withdrawn Lands

Serial Number: NMNM-- 133115

Serial Number: NMNM-- 133115 **Act Date Act Code Action Txt Action Remarks Pending Off** 387 12/01/2013 CASE ESTABLISHED

12/01/2013 516 **FORMATION BONE SPRING** 526 12/01/2013 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/

Serial Number: NMNM-- 133115 Line Number Remark Text 0001 RECAPITULATION EFFECTIVE 12/01/2013 0002 TR# LEASE# AC COMMITTED %INT 0003 NMNM0107697 80 50 1 25 0004 NMNM09003 40 3 25 0005 NMNM112274 40 0006 TOTAL 100 160

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

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

Case Type 318310: O&G COMMUNITZATION AGRMT Commodity 459: OIL & GAS

Commodity 459: OIL & GAS
Case Disposition: AUTHORIZED

Total Acres: 160.000

Serial Number NMNM 133174

*		•	Serial Number: NI	MNM 133174
Name & Address			Int Rel	% Interest
BLM CARLSBAD FO	620 E GREENE ST	CARLSBAD NM 88220	OFFICE OF RECORD	0.000000000
DEVON ENERGY CORP	333 W SHERIDAN AVE	OKLAHOMA CITY OK 73102501	0 OPERATOR	100.000000000

Mer Twp Rng Sec SType Nr Suff Subdivision 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	Serial Number: NMNM 133174 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	r
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 1331	74
0001	RECAPITULATION EFFECTIV	/E 9/1/13			
0002	TR# AC COMMITTED	% INT			
0003	1 NMNM044594 120	75	B - 12.5%		
0004	2 NMNM092767 40	25	1/2/3		
0005	TOTAL 160	100	10 0		

•			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