

I. REQUEST FOR ALLOWABLE AND AUTHORIZATION TO TRANSPORT

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| ¹ Operator name and Address CHISHOLM ENERGY OPERATING, LLC 801 CHERRY STREET, SUITE 1200, UNIT-20 FORT WORTH, TX 76102 | | ² OGRID Number 372137 |
| | | ³ Reason for Filing Code/ Effective Date NW-11/20/2018 |
| ⁴ API Number 30 - 025-44158 | ⁵ Pool Name GRAMA RIDGE; BONE SPRING | ⁶ Pool Code 28430 |
| ⁷ Property Code 321449 | ⁸ Property Name OUTLAND 14-23 STATE COM 2BS | ⁹ Well Number 3H |

II. ¹⁰ Surface Location

| UL or lot no. | Section | Township | Range | Lot Idn | Feet from the | North/South Line | Feet from the | East/West line | County |
|---------------|---------|----------|-------|---------|---------------|------------------|---------------|----------------|--------|
| C | 14 | 21S | 34E | | 200 | NORTH | 1370 | WEST | LEA |

¹¹ Bottom Hole Location

| UL or lot no. | Section | Township | Range | Lot Idn | Feet from the | North/South line | Feet from the | East/West line | County |
|---------------|---------|----------|-------|---------|---------------|------------------|---------------|----------------|--------|
| F | 23 | 21S | 34E | | 2512 | NORTH | 1981 | WEST | LEA |

| ¹² Lse Code | ¹³ Producing Method Code | ¹⁴ Gas Connection Date | ¹⁵ C-129 Permit Number | ¹⁶ C-129 Effective Date | ¹⁷ C-129 Expiration Date |
|------------------------|-------------------------------------|-----------------------------------|-----------------------------------|------------------------------------|-------------------------------------|
| S | F | P-01/12/19 | 11/20/2018 | | |

III. Oil and Gas Transporters

| ¹⁸ Transporter OGRID | ¹⁹ Transporter Name and Address | ²⁰ O/G/W |
|---------------------------------|--|---------------------|
| 372603 | 3BEAR DELAWARE OPERATING-NM, LLC | O/G/W |
| | HOBBS OCD | |
| | FEB - 62019 | |
| | RECEIVED | |

IV. Well Completion Data

| ²¹ Spud Date | ²² Ready Date | ²³ TD | ²⁴ PRTD | ²⁵ Perforations | ²⁶ DHC, MC |
|-------------------------|------------------------------------|--------------------------|----------------------------|----------------------------|-----------------------|
| 08/02/2018 | 11/14/2018 | 17760' MD/ 10356' TVD | 17737' MD/ 10356' TVD | 10460'-17573' | |
| ²⁷ Hole Size | ²⁸ Casing & Tubing Size | ²⁹ Depth Set | ³⁰ Sacks Cement | | |
| 17.5 | 13.375 | 1845' | 1445 | | |
| 12.25 | 9.625 | 5705' | 1772 | | |
| 8.75 | 5.5 | 17742' | 2969 | | |
| | 2 7/8 | 9399' | | | |

V. Well Test Data

| ³¹ Date New Oil | ³² Gas Delivery Date | ³³ Test Date | ³⁴ Test Length | ³⁵ Tbg. Pressure | ³⁶ Csg. Pressure |
|----------------------------|---------------------------------|-------------------------|---------------------------|-----------------------------|-----------------------------|
| 11/20/2018 | 11/20/2018 | 12/22/2018 | 24 | 0 | 300 |
| ³⁷ Choke Size | ³⁸ Oil | ³⁹ Water | ⁴⁰ Gas | ⁴¹ Test Method | |
| 64/64 | 798 | 1049 | 1296 | FLOWING | |

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|--|---|
| ⁴² I hereby certify that the rules of the Oil Conservation Division have been complied with and that the information given above is true and complete to the best of my knowledge and belief. Signature: <i>Jennifer Elrod</i> Printed name: JENNIFER ELROD Title: SR. REGULATORY TECH E-mail Address: JELROD@CHISHOLMENERGY.COM Date: 02/05/2018 | OIL CONSERVATION DIVISION Approved by: <i>Karen Sharp</i> Title: <i>Staff Mgr</i> Approval Date: <i>2-7-19</i> |
| | Phone: 817-953-3728 |