

Submittal Confirmation to District Office

Railroad Commission of Texas

Oil And Gas Division

Form P-8

Request for Clearance of Storage Tanks

Reference No. 52426

Prior to Potential Test

| | | |
|--------------------------------------------------------------------------------------------------------------------------------------------------------------|-------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------|-----------------------------------|
| 1. Operator's Name and Address (Exactly as shown on Form P-5 Organization Report) PIEDRA OPERATING, LLC PO BOX 10485 MIDLAND, TX 79702-0000 | | 3. RRC District No. 08 |
| 2. RRC Operator Number: <u>664930</u> | | 4. County of Well Site ANDREWS |
| | | 5. API No. 42-003-48038 |
| 6. Field Name (Wildcat or exactly as shown on RRC records) SPRABERRY (TREND AREA) R 40 EXC | 7. Drilling Permit No. 850696 | 8. Rule 37 Case No. 0318679 |
| 9. Lease Name UNIVERSITY 5-38 A | 10. Oil lease No. | 11. Well No. 2H |
| 12. Drilling completed on <u>10/31/2019</u> | 13. Completion report--Form W-2 or G-1--will be filed on <u>04/15/2020</u> | |
| 14. Oil or condensate gatherer's name and address RELIANCE GATHERING, LLC 300 N MARIENFELD ST STE 1100 MIDLAND, TX 79701-4384 (432) 683-4816 | 15. Authorization to transport oil or condensate (mark one) <input checked="" type="checkbox"/> Form P-4 attached <input checked="" type="checkbox"/> Form P-4 Filed on <u>01/14/2020</u> | |
| 16. This request is for <u>150,000</u> barrels of <input checked="" type="checkbox"/> crude oil OR <input type="checkbox"/> condensate | 17. Amount of oil/condensate in tanks <u>1600</u> barrels on <u>01/14/2020</u> | |
| 18. Storage capacity in bbls. Tank battery <u>4000</u> Test tanks <u>0</u> Total <u>4000</u> | | |
| 19. Previous request for clearance. Amount _____ barrels granted on _____ | | |
| 20. Reason for current request for clearance (explain briefly) P-8 request to haul oil until completion filed Currently making 850 BOPD | | |
| Katharine Brown Name of operator's representative | ENGINEERING TECH Title of person | |
| (432) 685-9005 EXT 221 Telephone | 01/14/2020 Date | |
| RRC District Office Action | | |
| Status: | Barrels recommended _____ | _____ Date |

**CERTIFICATE OF COMPLIANCE
 AND TRANSPORTATION AUTHORITY**

P-4
 5/02—www-1

READ INSTRUCTIONS ON BACK

| | | | | | | |
|-----------------------------------------------------------------------------------------------------------------------------------------------|--|--------------------------------------------------------------------------|-----------------------|-----------------------------------------|------------------------------|--|
| 1. Field name exactly as shown on proration schedule Spraberry (Trend Area) | | 2. Lease name as shown on proration schedule University 5-38 A | | | | |
| 3. Current operator name exactly as shown on P-5 Organization Report Piedra Operating, LLC | | 4. Operator P-5 no. 664930 | 5. Oil Lse/Gas ID no. | 6. County Andrews | 7. RRC district 08 | |
| 8. Operator address including city, state, and zip code PO Box 10485 Midland, TX 79702 | | 9. Well no(s) (see instruction E) 2H | | | | |
| 10. Classification <input checked="" type="checkbox"/> Oil <input type="checkbox"/> Gas <input type="checkbox"/> Other (see instruction A) | | | | 11. Effective Date 01/14/2020 | | |

12. Purpose of Filing. (Complete section a or b below.) (See instructions B and G)

a. Change of: operator oil or condensate gatherer gas gatherer gas purchaser gas purchaser system code
 field name from: _____
 lease name from: _____

OR

b. New RRC Number for: oil lease gas well other well (specify) _____ Due to: new completion or recompletion reclass oil to gas reclass gas to oil
 consolidation, unitization, or subdivision (oil lease only)

13. Authorized GAS WELL GAS or CASINGHEAD GAS Gatherer(s) and/or Purchaser(s). (See instruction G).

| Gatherer | Purchaser | Name of GAS WELL GAS or CASINGHEAD GAS Gatherer(s) or Purchaser(s) As Indicated in Columns to the Left (Attach an additional sheet in same format if more space is needed) | Purchaser's RRC Assigned System Code | Percent of Take | Full-well stream |
|----------|-----------|-------------------------------------------------------------------------------------------------------------------------------------------------------------------------------|--------------------------------------|-----------------|------------------|
| x | x | DCP (195959) | 0001 | 100 | |
| | | | | | |
| | | | | | |
| | | | | | |
| | | | | | |


14. Authorized OIL or CONDENSATE Gatherer(s). (See instruction G).

| Name of OIL or CONDENSATE Gatherer(s) - List Highest Volume Gatherer First (Attach an additional sheet in same format if more space is needed) | Percent of Take | RRC USE ONLY | |
|---------------------------------------------------------------------------------------------------------------------------------------------------|-----------------|----------------------------|----------------------|
| Reliance Gathering (701107) | 100 | Reviewer's initials: _____ | Approval date: _____ |
| | | | |

15. PREVIOUS OPERATOR CERTIFICATION FOR CHANGE OF OPERATOR P-4 FILING. Being the PREVIOUS OPERATOR, I certify that operating responsibility for the well(s) designated in this filing, located on the subject lease has been transferred in its entirety to the above named Current Operator. I understand, as Previous Operator, that designation of the above named operator as Current Operator is not effective until this certificate is approved by the Commission.

| | |
|---------------------------------|------------------------------------------------------------------------------------------------------------------------------------------------------|
| Name of Previous Operator _____ | Signature _____ |
| Name (print) _____ | <input type="checkbox"/> Authorized Employee of previous operator <input type="checkbox"/> Authorized agent of previous operator (see instruction G) |
| Title _____ | Date _____ Phone with area code _____ |

16. CURRENT OPERATOR CERTIFICATION. By signing this certificate as the Current Operator, I certify that all statements on this form are true and correct and I acknowledge responsibility for the regulatory compliance of the subject lease including plugging of well(s) pursuant to Rule 14. I further acknowledge that I assume responsibility for the physical operation, control, and proper plugging of each well designated in this filing. I also acknowledge that I will remain designated as the Current Operator until a new certificate designating a new Current Operator is approved by the Commission.

| | |
|---------------------------------|---------------------------------------------------------------------------------------------------------------------------------------------------------------|
| Pete Wilkinson _____ |  |
| Name (print) _____ | Signature _____ |
| VP Operations _____ | <input checked="" type="checkbox"/> Authorized Employee of current operator <input type="checkbox"/> Authorized agent of current operator (see instruction G) |
| Title _____ | Date _____ Phone with area code _____ |
| pwilkinson@piedrallc.com _____ | 01/14/2020 _____ 432-685-9005 _____ |
| E-mail Address (optional) _____ | Date _____ Phone with area code _____ |