

Form P-16

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Acreage Designation

| SECTION I. OPERATOR INFORMATION | | | |
|---------------------------------|---|-------------------|--------|
| Operator Name: | PRI OPERATING, LLC | Operator P-5 No.: | 676550 |
| Operator Address: | 110 WEST LOUISIANA, STE 500 MIDLAND, TX 79701 | | |

| SECTION II. WELL INFORMATION | | | | |
|--|---------------------|----------------------|-----------------------|--|
| District No.: | 08 | API No.: | 42-371-39273 | Purpose of Filing: <input type="checkbox"/> Drilling Permit Application (Form W-1) <input checked="" type="checkbox"/> Completion Report (Form G-1/W-2) |
| Well No.: | 1H | Drilling Permit No.: | 846172 | |
| Lease Name: | Swordfish Unit 24N1 | RRC ID or Lease No.: | | |
| Total Lease Acres: | 639.900 | Field Name: | SANDBAR (BONE SPRING) | |
| Proration Acres: | 213.220 | Field No.: | 80544500 | |
| Wellbore Profile | PSA Well | Is this a UFT field? | Yes | |
| SL Record (Parent) Well Drilling Permit No.: | | | County: | Pecos |

| SECTION III. LISTING OF ALL WELLS IN THE APPLIED-FOR FIELD ON THE SAME ACREAGE AS THE LEASE, POOLED UNIT, OR UNITIZED TRACT DESIGNATED IN SECTION II ABOVE BY FILER | | | | | | | |
|---|----------|---------|-----------------------------|---------|----------------|----------------------|--|
| RRC ID No. or Lease No. | Well No. | Profile | Lease Name | API No. | Acres Assigned | SWR 38 Except. (Y/N) | Operator Name and Operator No. (if different from filing operator) |
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| | | | | | | | |
| A. Total Assigned Horiz. Acreage = | | | C. Total Assigned Acreage = | | | | |
| Total Remaining Horiz. Acreage = | | | Total Remaining Acreage = | | | | |
| B. Total Assigned Vert./Dir. Acreage = | | | | | | | |
| Total Remaining Vert./Dir. Acreage = | | | | | | | |

| SECTION IV. REMARKS - REQUIRED FOR PSA AND CO-DEVELOPMENT <i>(refer to instructions)</i> | |
|--|--|
| <p>Upon running title for another well that traverses Section 24, Blk C2, PS1 it was discovered that there is a difference in ownership between Reeves and Pecos Counties within the Section. PRI Operating owns 100% of the leasehold in all tracts and is requesting to amend well type to PSA and reflect two Tracts on the plat. At least 65% of the working interest owners, 65% of the mineral interest owners and 65% of the royalty interest owners in each tract comprising the Swordfish Unit 24 Lease have approved and executed the Production Sharing Agreement covering this Unit.</p> | |

Mandy Curry
Signature

Email
(include email address *only* if you affirmatively consent to its public release)

Date: 05/04/22



RAILROAD COMMISSION OF TEXAS

**1701 N. Congress
P.O. Box 12967
Austin, Texas 78701-2967**

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Rev. 09/2019

Acreage Designation

Filer is the owner or lessee of all or an undivided portion of the minerals under each tract listed below and has the legal right to drill on each tract traversed by the well that will have perforations or other take points open in the interval of the applied-for field(s). All tracts listed will actually be traversed by the wellbore or the filer has pooling authority or other contractual authority, such as a production sharing agreement, authorizing inclusion of the non-drill site tract in the acreage assigned to the well.

| SECTION V. LISTING OF ALL TRACTS CONTRIBUTING ACREAGE TO AN RRC DESIGNATED DEVELOPMENTAL UNIT THAT IS NOT A SINGLE LEASE, POOLED UNIT, OR GROUP OF TRACTS UNITIZED BY CONTRACT FOR PURPOSES OF SECONDARY RECOVERY | | | | | | |
|---|---------|------------|--------------------------|--------------------------|-----------------------|---|
| RRC ID No., Lease No. or Tract ID | | Lease Name | Beginning Lease Acres | Allocated Lease Acres | Ending Lease Acres | Operator Name and Operator No. (if different from filing operator) |
| A | Tract 1 | Tract 1 | 120.250 | 40.000 | 80.250 | |
| B | Tract 2 | Tract 2 | 519.650 | 173.220 | 346.430 | |
| C | | | | | | |
| D | | | | | | |
| E | | | | | | |
| F | | | | | | |
| G | | | | | | |
| H | | | | | | |
| Total Acreage = | | | 639.900 | 213.220 | 426.680 | |

Filer is the owner or lessee, or has been authorized by the owner or lessee, of all or an undivided portion of the mineral estate under each tract for which filer is listed as operator below. For all leases operated by other entities, the number of assigned acres shown are reflected on current Commission records or the filer has been authorized by the current operator to change the assigned acreage of that operator as shown below.

[illegible]

* A revised P-16 is required if increasing the proration acreage on an existing Allocation or PSA well utilizing acreage from a regulatory lease or undeveloped tract not listed in Section V.
(refer to instructions)