



# United States Department of the Interior

BUREAU OF LAND MANAGEMENT  
Pecos District  
Carlsbad Field Office  
620 E. Greene  
Carlsbad, New Mexico 88220-6292  
www.blm.gov/nm



IN REPLY REFER TO:  
NM133169  
3105.2 (P0220)

Reference:  
Noose Fed Com 2H  
T. 19 S., R. 25 E.,  
All of sec. 35  
Eddy County, NM

AUG 25 2014

RECEIVED OGD  
2014 SEP - 2 P 2: 59

COG Operating, LLC  
600 West Illinois Avenue  
Midland, TX 88220-6292

Gentlemen:

Enclosed is an approved copy of Communitization Agreement NM133169 involving 320 acres of Federal land in lease NMNM113927, and 320 acres of Federal land in lease NMNM111964, Eddy County, New Mexico, which comprise a 640 acre well spacing unit. CA NM133169 terminates CA NM122777, NM124029, and NM126184, effective 7/29/2013.

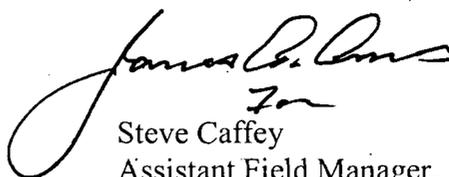
The agreement communitizes all rights to all producible hydrocarbons from the Glorieta-Yeso formation beneath all of sec. 35, T.19 S., R. 25 E., NMPM, and is effective 7/29/2013. Approval of this agreement does not warrant or certify that the operator, thereof, and other working interest owners hold legal or equitable title to the leases which are committed hereto.

Copies of this approval letter are being distributed to the appropriate Federal agencies. You are requested to furnish all interested parties with the appropriate evidence of this approval. Any production royalties that are due must be reported and paid according to regulations set up by the Office of Natural Resources Revenue at 1-800-525-9167 or 303-231-3504.

If you have any questions regarding this approval, please contact Edward G. Fernandez, Petroleum Engineer at (575) 234-2220.

Please furnish all interested principals with appropriate evidence of this approval.

Sincerely,

A handwritten signature in black ink, appearing to read "Steve Caffey". The signature is written in a cursive style with a large, sweeping initial "S".

Steve Caffey  
Assistant Field Manager,  
Lands and Minerals

1 Enclosure:

1 - Communitization Agreement

cc:

ONRR, Denver (357B-1, Antoinette Contreras, Stacey Kaiser)

NM Taxation & Revenue Dept. (Revenue Processing Div.)

NMOCD

NM (9200)

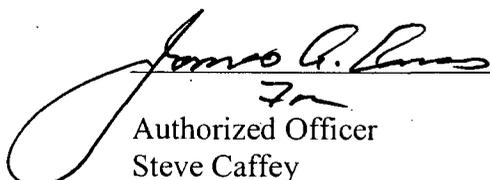
NM (P0220-CFO, File Room)

Determination - Approval - Certification

Pursuant to the authority vested in the Secretary of the Interior under Section 17(j) of the Mineral Leasing Act of 1920, as amended (74 Stat. 784; 30 U.S.C. 226(j)), and delegated to the authorized officer of the Bureau of Land Management, I do hereby:

- A. Determine that the Federal lease or leases as to the lands committed to the attached agreement cannot be independently developed and operated in conformity with the well-spacing program established for the field or area in which said lands are located, and that consummation and approval of the agreement will be in the public interest. Approval of this agreement does not warrant or certify that the operator thereof and other holders of operating rights hold legal or equitable title to those rights in the subject leases which are committed hereto.
  
- B. Approve the attached Communitization Agreement covering the all of sec. 35, T. 19 S., R.25 E., NMPM, as to all producible hydrocarbons from the Glorieta-Yeso formation. This approval will become invalid if the public interest requirements under section 3105.2-3 (e) are not met.
  
- C. Certify and determine that the drilling, producing, rental, minimum royalty and royalty requirements of the Federal lease or leases committed to said agreement are hereby established, altered, changed, or revoked to conform with the terms and conditions of the agreement.

Approved:

  
Authorized Officer  
Steve Caffey  
Asst. Field Mgr.

Effective: 7/29/2013

Contract No.: Com. Agr. NM133169



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## BUREAU OF LAND MANAGEMENT

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In Reply Refer to  
NM133169  
3107 (P0220)

### Memorandum

To: State Director (9210)

From: Land Law Examiner (P0220)

Subject: First Production, Communitization Agreement NM133169

Date of Completion: 7/29/13  
Date of First Production: 7/29/13  
Field: Seven Rivers  
Operator, Well Name & No, API Number: COG Operating; Noose Fed Com 2H; 3001541384  
Surface Location: All sec. 35, T. 19 S., R.25 E.  
Total Depth: 7,475 MD; 2,889 TVD  
Surface Elevation: 3,478 GL  
Producing Formation: Glorieta-Yeso (3,236 – 7,400  
Well Capable of Production in Paying Quantities: Yes  
Initial Daily Production: Oil 310 BBL; Gas 185 MCF; Water 650 BBL  
Current Status: Producing Oil Well

Remarks: CA NM133169, effective 7/29/2013, communitizes production of all gas and fluid hydrocarbons in the Yeso formation beneath all of sec. 35, T.19, R. 25E., NMPM, and comprises 320 acres of Federal land in lease NMNM113927, and 320 acres of Federal land in lease NMNM111964 for a 640 well spacing unit, whose leases are held by actual production. CA NM133169 terminates CA NM122777, NM124029, and NM126184 effective July 29, 2013.

If you have any questions regarding this memorandum, please call Arthur Morrison at [ajmorrison@blm.gov](mailto:ajmorrison@blm.gov).

/S/ Arthur Morrison  
August 22, 2014

cc:  
ONRR-MS 63230B  
First Production File  
LLNM (P0220, File Room)