

# 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



30 025 43526

IN REPLY REFER TO: NM137021 3105.2 (P0220)

Reference:

05/15/2017

Communitization Agreement
Rattlesnake 28 Fed Com 708H
T. 26 S., R. 33 E.,
Section 28: W2W2
Section 33; W2NW
Lea County, NM

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EOG Resources, Inc. P.O. Box 2267 Midland, TX 79702

#### Gentlemen:

Enclosed is an approved copy of Communitization Agreement NM137021 involving 40 acres of Federal land in lease NMNM121490, 120 acres of Federal land in lease NMNM84898 and 77.35 acres of Federal land in lease NMNM02965A, Lea County, New Mexico, which comprise a 237.35 acre well spacing unit.

The agreement communitizes all rights to all producible hydrocarbons from the Wolfcamp formation beneath the W2W2 of sec. 28, and the W2NW of sec. 33, T. 26 S., R. 33 E., NMPM, and is effective 12/01/2016. 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.

Approval of this agreement does not constitute an adjudication of any state, local government, or private interests, and does not constitute a warranty or certification that the information supplied by the party submitting this agreement regarding any private, state, or local government interests is accurate.

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 Chris Walls, Petroleum Engineer at (575) 234-2234 or Deborah Ham at (575) 234-5965.

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

Sincerely,

ton layer Cody R. Layton

Assistant Field Manager,

Lands and Minerals

1 Enclosure:

1 - Communitization Agreement

cc:

ONRR, Denver 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 W2W2 of sec. 28, and the W2NW of sec. 33, T. 26 S., R. 33 E., NMPM, as to all producible hydrocarbons from the Wolfcamp formation. This approval will become invalid if the public interest requirements under section 3105.2-3 (c) 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: 05/15/2017

Cody R. Layton

Assistant Field Manager, Lands and Minerals

Effective: 12/01/2016

Contract No.: Com. Agr. NM137021



## United States Department of the Interior

#### **BUREAU OF LAND MANAGEMENT**



Carlsbad Field Office 620 E. Greene Carlsbad, New Mexico 88220-6292 www.nm.blm.gov

IN REPLY REFER TO: NM137021 3107 (P0220)

Memorandum

To: State Director (9210)

From: Land Law Examiner (P0220)

Subject: First Production, Communitization Agreement NM137021

Date of Completion: 04/23/2017

Date of First Production: 04/23/2017

Field: WC-025 G-09 S263327G

Operator, Well Name & No, API Number: EOG Resources Inc.; Rattlesnake 28 Fed Com 708H;

30-025-43526

Surface Location: NWNW, Sec. 28, T. 26 S., R 33 E. Bottom Location: Lot 4, Sec. 33, T. 26 S., R. 33 E.

Total Depth: 19,563 MD; 12,354 TVD

Total Elevation: 3,226 GL

Producing Formation: Wolfcamp (12,696-19,490)

Well Capable of Production in Paying Quantities: Yes

Initial Daily Production: Oil 3888 BBL; Gas 7667 MCF; Water 8450 BBL

Current Status: Producing Oil Well

Remarks: CA NM137021, effective 12/01/2016, communitizes production of all gas and fluid hydrocarbons in the Wolfcamp formation beneath Sec. 28, W2W2, and Sec. 33, W2NW, T26S, R33E, NMPM, and comprises 40 acres of Federal land in lease NMNM121490, 120 acres of Federal land in lease NMNM84898 and 77.35 acres of Federal land in lease NMNM02965A for a 237.35 acre well spacing unit, whose leases are held by actual production.

If you have any questions regarding this memorandum, please call Deborah Ham at (575) 234-5965.

/**S/ Deborah Ham** 05/15/2017

cc:

ONRR-Denver First Production File LLNM (P0220, File Room)