



IN REPLY REFER TO:

United States Department of the Interior

BUREAU OF LAND MANAGEMENT

New Mexico State Office

P.O. Box 27115

Santa Fe, New Mexico 87502-0115

www.blm.gov/nm



NMNM 57164
NMNM 136267
3107/3103 (NM92200-ja)

September 15, 2016

CERTIFIED-RETURN RECEIPT REQUESTED

7013 1710 0001 6586 7258

DECISION

Lessee:

WPX Energy Production, LLC
3500 One Williams Center, Suite 4400
Tulsa, OK 74172-0135

Base Lease: NMNM 57164

Segregated Lease: NMNM 136267

Unit: West Lybrook Federal/Indian
Exploratory Unit

Lease Date: April 1, 1984

Unit Effective: December 1, 2015

Agreement No.: NMNM135216X

Oil and Gas Lease Segregated Rental Due

A portion of the lands in your Federal Oil and Gas Lease, NMNM 57164, have been committed to the West Lybrook Federal Exploratory Unit Agreement. The lease is, hereby, segregated effective December 1, 2015. The lease covering lands within the unit will retain the original serial number NMNM 57164. The lands outside the unit area will receive a new serial number.

Base Lease: NMNM 57164

Lands committed to the unit area:

T. 23 N., R. 9 W., NMPM

Sec. 15: SW

Sec. 24: E2

Sec. 26: W2E2, W2W2

Sec. 34: N2, SE

San Juan County

Containing 1,280.00 acres

Segregated Lease: NMNM 136267

Lands outside of the unit:

T. 23 N., R. 9 W., NMPM

Sec. 17: NE

Sec. 18: E2

Sec. 20: NE

Sec. 28: W2

San Juan County

Containing 960.00 acres

The base lease, Federal Oil and Gas Lease NMNM 57164, is held by production in the West Lybrook Federal Unit.

The segregated lease NMNM 136267 will continue as long as the base lease continues to exist, but not less than two years from the effective date of the unit or as long, thereafter, as oil or gas is produced in paying quantities from the segregated lease.

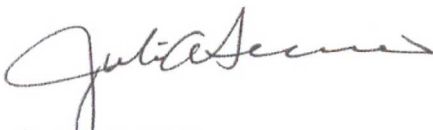
Since there is no production on the segregated lease NMNM 136267, it reverts back to rental status on December 1, 2015, the unit effective date. The first rental at the rate of \$2.00 per acre per year in the amount of \$1920.00 was due on April 1, 2016, the first anniversary date after the effective date of the unit.

The lessee is allowed 30 days from receipt of this decision to pay the rental in the amount of \$1920.00 to the Office of Natural Resources Revenue, P. O. Box 25627, Denver, CO 80225-0627, to keep the lease in good standing. If the rental is not paid within 30 days, the segregated lease shall automatically terminate pursuant to 43 CFR 3103.2-2.

The continuation of the segregated lease depends upon timely receipt of advance rental payments as provided in 43 CFR 3103.2-2. Failure to pay the rental timely will result in automatic termination of the lease.

All future correspondence with regard to the lands in the segregated portion shall make reference to the new serial number NMNM 136267.

If you have any questions, you may contact Jeannette Arquero at 505-954-2155 or e-mail at jarquero@blm.gov.


for Gloria S. Baca
Supervisory Land Law Examiner
Fluids Adjudication Team

cc:

ONRR, Attn: Shannon Hahn
NMF0000 (D. Mankiewicz)
Unit File NMNM135216X

WPX Energy Production, LLC-Unit Operator
P. O. Box 3102
Tulsa, OK 74101-3102