

United States Department of the Interior FEDERAL INDIAN MINERALS OFFICE RECEIVED

6251 College Boulevard, Suite B Farmington, New Mexico 87402

TAKE PRIDE INAMERICA

IN REPLY REFER TO: CA No. NMNM134444 APR 28 2015

R-13883 A

WPX Energy Production, LLC Attn: Brennan West Post Office Box 3102

Tulsa, Oklahoma 74101-3102

Dear Mr. West:

Enclosed is an approved copy of Communitization Agreement (CA) No. NMNM-134444,

Navajo Allotted Lease No. N0-G-1401-1876 and Federal Lease No. NMNM-18463, located

within San Juan County, New Mexico. This acreage comprises a 160 acres more or less spacing

for Chaco 2308-04L No. 283H Well.

The agreement communitizes all rights as to oil gas and associated gas, gas and associated

liquids, hydrocarbons producible from only the Mancos Formation in the S/2N/2 of Section 5,

Township 23 North, Range 8 West, NMPM, and is effective April 1, 2015. You are requested to

furnish all interested principals with appropriate evidence of this approval.

All wells and facilities under this CA must bear appropriate signage in accordance with Title 43

of the Code of Federal Regulations, Section 3162.6 (Section 43 CFR 3162.6). Sign shall include

the well name and number, Operator Name, Lease Number, Communitization Number, the

Quarter-Quarter Section, Section, Township & Range, County, and State.

Upon approval of the CA, production and royalty reports are due to the Office of the Natural

Resources Revenue (ONRR). The submission of for MMS-4054, Oil and Gas Operations

Report (OGOR), must begin once drilling is completed. OGORs must be submitted to ONRR

by the 15th day of second month following the production month. Royalty payments, along with

the form MMS-2012, Report of Sales and Royalty Remittance, are due on or before the last

day of the month following the month during which oil or gas was produced and sold.

If the communitized well(s) is producing, any production royalties that are due must be reported

and paid within 90 days of the Bureau of Land Management's approval date or the payors will be

assessed interest for the late payment under the Federal Oil and Gas Royalty Management Act of

1982 (Section 30 CFR 218.54). If you need assistance or clarification, please contact the ONRR

at 1-800-525-9167.

Sincerely,

Johnna Oberly

Director

Enclosures

cc:

BLM, Farmington District Office

ONRR Royalty Management Program, Box 25165, MS 357B1, Denver, CO 80225-5165