

United States Department of the Interior

BUREAU OF LAND MANAGEMENT OF WED OCD Pecos District

> Carlsbad Field Office 620 E. Greene

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Carlsbad, New Mexico 88220-63

www.blm.gov/nm

IN REPLY REFER TO: NM88482 3105.2 (P0220)

Reference:

Amendment Request Communitization Agreement NM88482 N/2 Section 2-23S-26E Eddy County, NM

RKI Exploration & Production, LLC 3817 NM Expressway, Suite 950 Okłahoma City, OK 73112

Gentlemen:

Your letter of dated May 29, 2014 requests that Communitization Agreement No. NM88482 involving 160.89 acres of Federal land in lease NM0331649 and 161.27 acres of State land that covers the N/2 of Section 2, T. 23 S., R. 26 E., Eddy County, New Mexico, be amended to include the Atoka formation.

In as much as the agreement presently covers only the Morrow formation, and the well has been plugged back and producing from Atoka formation we hereby amend Communitization Agreement NMNM88482 to include the Atoka formation.

The total acreage covered by this agreement is 322.16 acres.

The agreement remains in force and effect as of the original approval date July 15, 1992.

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

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

Sincerely.

Stephen Caffey

Assistant Field Manager.

Steph J Caply

Lands and Minerals.

1 Enclosure:

cc:

ONRR, Denver (357B-1, Antoinette Contreraz, 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 N/2 of sec. 2, T. 23 S., R. 26 E., NMPM, as to all producible hydrocarbons from the Morrow and Atoka formations. 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

Effective: July 15, 1992

Contract No.: Com. Agr. NM088482