



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](http://www.blm.gov/nm)



IN REPLY REFER TO:  
NM135286  
3105.2 (P0220)

Reference:  
Communitization Agreement  
Margaret 13 Federal 1  
T. 19 S., R. 31 E.,  
Section 13: S2  
Eddy County, NM

November 3, 2015

COG Operating, LLC  
One Concho Center  
600 West Illinois Avenue  
Mid Land, TX 79701

Gentlemen:

Enclosed is an approved copy of Communitization Agreement NM135286 involving 80 acres of Federal land in lease NM09003, 40 acres of Federal land in lease NM0309377A, 40 acres of Federal land in lease NM0309377, and 160 acres of Federal land in lease NM05470C, Eddy County, New Mexico, which comprises a 320 acre well spacing unit.

The agreement communitizes all rights to all producible hydrocarbons from the Morrow formation beneath Sec. 13, S2, T. 19 S., R. 31 E., NMPM, and is effective 08/26/2001. 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.

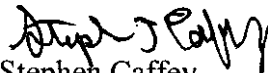
Copies of this approval letter are being distributed to the appropriate Federal agencies. You are requested to furnish all interested parties with the appropriate evidence of this approval. Any production royalties that are due must be reported and paid according to regulations set up by the Office of 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.

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

Sincerely,

  
Stephen Caffey  
Assistant Field Manager,  
Lands and Minerals

1 Enclosure:

1 - Communitization Agreement

cc:

ONRR, Denver

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

NMOCD

NM (9200)

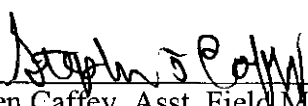
NM (P0220-CFO, File Room)

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 Sec. 13: S2, T. 19 S., R. 31 E., NMPM, as to all producible hydrocarbons from the Morrow 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:

  
\_\_\_\_\_  
Stephen Caffey, Asst. Field Mgr.  
Authorized Officer

Effective: 08/26/2001

Contract No.: Com. Agr. NM135286



# 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  
NM135286  
3107 (P0220)

### Memorandum

To: State Director (9210)

From: Land Law Examiner (P0220)

Subject: First Production, Communitization Agreement NM135286

Date of Completion:	05/22/2002
Date of First Production:	06/15/2002
Field:	Lusk
Operator, Well Name & No, API Number:	COG Operating; Margaret 13 Fed 1; 30-015-31730
Surface Location:	Section 13, T. 19 S., R. 31 E.
Bottom Location:	Section 13, T. 19 S., R. 31 E.
Total Depth:	12,725 MD; 12,725 TVD
Surface Elevation:	3,553 GL
Producing Formation:	Morrow (12,377 – 12,457)
Well Capable of Production in Paying Quantities:	Yes
Initial Daily Production:	Oil 17 BBL; Gas 271 MCF; Water 7 BBL
Current Status:	Producing Gas Well
Remarks:	CA NM135286, effective 08/26/2001, communitizes production of all gas and fluid hydrocarbons in the Morrow formation beneath Sec. 13, S2, T. 19 S., R. 31 E., NMPM, and comprises 80 acres of Federal land in lease NM09003, 40 acres of Federal land in lease NM0309377A, 40 acres of Federal land in lease NM0309377, and 160 acres of Federal land in lease NM05470C for a 320-acre well spacing unit. Leases NM0309377A and NM0309377 are held by allocated production. Leases NM05470C and NM09003 are held by actual production.

If you have any questions regarding this memorandum, please email Deborah Ham at [dham@blm.gov](mailto:dham@blm.gov).

/S/ Deborah Ham

11/02/2015

cc:

ONRR-MS 63230B

First Production File

LLNM (P0220, File Room)