



# 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  
NM134709  
3107 (P0220)

### Memorandum

To: State Director (9210)

From: Land Law Examiner (P0220)

CORRECTED

Subject: First Production, Communitization Agreement NM134709

Date of Completion:	01/01/2015
Date of First Production:	01/01/2015
Field:	Teas East
Operator, Well Name & No, API Number:	Legacy Reserves; Hamon Fed Com A 1H; 3002541616
Surface Location:	sec. 18, T. 20 S., R. 34 E.
Total Depth:	14,466 MD; 9,439 TVD
Surface Elevation:	3,611 GL
Producing Formation:	Bone Spring (9,714 – 14,417')
Well Capable of Production in Paying Quantities:	Yes
Initial Daily Production:	Oil 548 BBL; Gas 854 MCF; Water 1,626 BBL
Current Status:	Producing Oil Well
Remarks:	CA NM134709, effective 1/1/15, communitizes production of all gas and fluid hydrocarbons in the Bone Spring formation beneath sec. 7: E2NW (Tract 1) and E2SW (Tract 2), T. 20 S., R., 34 E., NMPM, and involves 80 acres of Federal land in lease NMNM84651, and 80 acres of Federal land in lease NM129733, for a 160 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  
09/17/2015

cc:  
ONRR-MS 63230B  
First Production File  
LLNM (P0220, File Room)

RECEIVED OCD  
2015 SEP 21 A 3:24



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



RECEIVED  
2015 JUL 22 P 2:58

IN REPLY REFER TO:  
NM134709  
3105.2 (P0220)

Reference:

CORRECTED

Hamon Fed Com A 1H

6/25/15

Communitization agreement

E2NW and E2SW, sec. 7

Township 20 South, Range 34 E, N.M.P.M.

Lea County, NM

Legacy Reserves

Box 10848

Midland, Texas 79702

Gentlemen:

Enclosed is an approved copy of Communitization Agreement NM134709 involving 80 acres of Federal land in lease NMNM84651, and 80 acres of Federal land in lease NMNM129733 for a 160 acre well spacing unit, whose leases are held by actual production.

The agreement communitizes all rights to all producible hydrocarbons from the Bone Spring formation beneath the E2NW and E2SW, sec. 7, T. 20 S., R. 34 E, NMPM, Lea County, NM, and is effective 1/1/15. 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 Fernandez, Petroleum Engineer at (575) 234-2220.

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

Sincerely,



For Stephen Caffey  
Assistant Field Manager,  
Lands and Minerals

1 Enclosure:

1 - Communitization Agreement

cc:

ONRR, Denver (357B-1, Antoinette Contreras, Stacey Kaiser)

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

NMOCD

NM (9200)

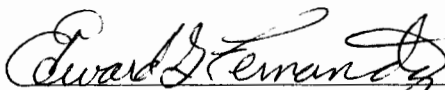
NM (P0220-CFO, File Room)

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 E2NW and E2SW, sec. 7, T. 20 S., R. 34 E., NMPM, as to all producible hydrocarbons from the Bone Spring formation. 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:

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

Effective: 1/1/15

Contract No.: Com. Agr. NM134709



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RECEIVED OGD  
2015 JUN 29 P 3:21

IN REPLY REFER TO:  
NM134709  
3105.2 (P0220)

Reference:  
Hamon Fed Com A 4H  
Communitization agreement  
E2NW and E2SW, sec. 7  
Township 20 South, Range 34 E, N.M.P.M.  
Lea County, NM

6/25/15

Legacy Reserves  
Box 10848  
Midland, Texas 79702

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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.

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Sincerely,

Steve Caffey  
Assistant Field Manager,  
Lands and Minerals

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1 - Communitization Agreement

cc:

ONRR, Denver (357B-1, Antoinette Contreras, Stacey Kaiser)

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

NMOCD

NM (9200)

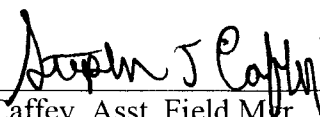
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Approved:

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

Effective: 1/1/15

Contract No.: Com. Agr. NM134709072



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From: Land Law Examiner (P0220)

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Questions?: [ajmorrison@blm.gov](mailto:ajmorrison@blm.gov).

/S/ Arthur Morrison  
6/25/15

cc:  
ONRR-MS 63230B  
First Production File  
LLNM (P0220, File Room)