



United States Department of the Interior

BUREAU OF LAND MANAGEMENT

Farmington District Office
6251 College Blvd. - Suite A
Farmington, New Mexico 87402
www.blm.gov/nm



In Reply Refer To:
3105 (NMF0110)

NMNM-122108 (CA)

30-045-22529

September 28, 2015

RECEIVED OGD
2015 OCT - 1 P 3:00

CERTIFIED—RETURN RECEIPT REQUESTED
7012 0470 0002 1198 0237

ConocoPhillips Company
P.O. Box 4289
Farmington, NM 87499

Dear Sir or Madam:

Reference is made to Communitization Agreement (CA) NMNM-122108 approved on February 13, 2009 and made effective February 13, 2009. The agreement communitized 119.82 acres of Federal minerals in lease NMSF-078316E, 79.23 acres in lease NMSF-078316F and 120.00 acres of Fee minerals described as S/2 of Section 32, T. 31 N., R. 9 W., NMPM, San Juan County, New Mexico as to natural gas and associated liquid hydrocarbons producible from the Fruitland Coal formation. The term of the agreement was for two years and so long thereafter as communitized substances are, or can be produced in paying quantities.

Our records indicate the well dedicated to the above-described communitized spacing unit was the Walker Com LS #2A. The referenced CA terminated on its own terms effective February 12, 2011. The public interest requirements for an approved communitization agreement were not met and are now invalid *ab initio* under section 3105.2-3.

The Riddle C #5 holds lease NMSF-078316E by actual production and Walker #2 holds lease NMSF-078316F by actual production.

Under 43 CFR 3165.3, you may request an Administrative Review of any instructions, orders, or decisions issued by the Authorized Officer. Such a request, including all supporting documents, must be filed in writing within 20 business days of receipt of this notice and must be filed with the State Director, Bureau of Land Management, P.O. Box 27115, Santa Fe, New Mexico 87502-0115. Such a request will not result in a suspension of the instructions, orders, or decisions unless the reviewing official so determines. Procedures governing appeals from the instructions, orders, or decisions are contained in 43 CFR 3165.4 and 43 CFR 4.400 et. Seq.

If you have any questions regarding this agreement, please contact me at the above address or telephone (505) 564-7754.

Sincerely,

A handwritten signature in black ink, appearing to read "Virginia Barber". The signature is fluid and cursive, with the first name "Virginia" being larger and more prominent than the last name "Barber".

Virginia Barber
Land Law Examiner
Petroleum Management Branch

cc: NMSO

ONRR, MS-357-B1, Denver CO

NMOCID, Santa Fe

NM Tax & Rev. Dept.