



# 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)



IN REPLY REFER TO:

NM134491

3105.2 (P0220)

Reference:

Medwick 32 Federal Com 12H

Communitization agreement

sec. 32 & 29

T. 26 S., R. 27 E, N.M.P.M.

Eddy County, NM

MAY 07 2015

2015 MAY 12 P 3:34

RECEIVED OGD

Cimarex Energy Co. of Colorado

600 N. Marienfeld, Suite 600

Midland, TX 79701

Gentlemen:

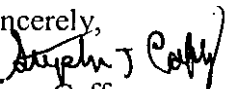
Enclosed is an approved copy of Communitization Agreement NM134491 involving 320 acres of Federal land in lease NMNM114350, 103.23 acres of Federal land in lease NMNM117116, and 23.32 acres of State lands, Eddy County, New Mexico, which comprise a 446.55 acre well spacing unit.

The agreement communitizes all rights to all producible hydrocarbons from the Wolfcamp formation beneath the E2 of Sec. 29, T. 26S R. 27E., and beneath the N2NE4 and Lots 1 and 2 of Sec. 32, T. 26S, R. 27E, NMPM, Eddy County, NM, and is effective 05/01/2014. 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,  
  
Steve 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

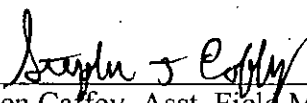
Pursuant to the authority vested in the Secretary of the Interior under Section 17(j) of the Mineral Leasing Act of 1920, as amended (74 Stat. 784; 30 U.S.C. 226(j)), and delegated to the authorized officer of the Bureau of Land Management, I do hereby:

- 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 E2 of sec. 29, and the N2NE4 and Lots 1 and 2 of sec. 32, T. 26S R. 27E., NMPM, as to all producible hydrocarbons from the Wolfcamp formation. This approval will become invalid if the public interest requirements under section 3105.2-3 (e) are not met.

Approval also requires operator to submit copies of sundries or any other documentation regarding activity with this well to the Bureau of Land Management (BLM), Carlsbad Field Office pursuant to Item 9 of the approved Communitization Agreement.

- 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: 05/01/2014

Contract No.: Com. Agr. NM134491

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  
NM134491  
3107 (P0220)

Memorandum

To: State Director (9210)

From: Land Law Examiner (P0220)

Subject: First Production, Comm Agr NM134491

Date of Completion: 01/23/2015  
Date of First Production: 01/23/2015  
Field: Wildcat  
Operator, Well Name & No, API Number: Cimarex; Medwick 32 Fed Com 12H; 30-015-42150  
Surface Location: Sec.32, T.26 S., R. 27E  
Total Depth: 16,360 MD; 9,865 TVD  
Surface Elevation: 3183' GL  
Producing Formation: Wolfcamp (9,639 – 16,232)  
Well Capable of Production in Paying Quantities: Yes  
Initial Daily Production: Oil 343 BBL; Gas 563 MCF; Water 4,088 BBL  
Current Status: Producing Gas Well

Remarks: CA NM134491, effective 05/01/14, communitizes production of all gas and fluid hydrocarbons in the Wolfcamp formation beneath sec. 29, E2 & sec. 32, Lot 1, 2, N2NE4 of T. 26 S., R. 27 E., NMPM, and comprises 320 acres of Federal land in lease NM114350, 103.23 acres of Federal land in lease NMNM117116, and 23.32 acres of State lands for a 446.55 acre spacing unit, whose leases are held by actual production.

If you have any questions regarding this memorandum, please email Arthur Morrison at [ajmorrison@blm.gov](mailto:ajmorrison@blm.gov).

/S/ Deborah Ham  
05/07/2015

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