



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



IN REPLY REFER TO:

NM136548

3105.2 (P0220)

Reference:

Rattlesnake 28 Fed Com 703H

T. 26 S., R. 33 E.,

Section 28: W2E2

Section 33; NWNE, Lot 2

Lea County, NM

12/05/2016

EOG Resources, Inc.

5509 Champions Drive

Midland, TX 79706-2843

Gentlemen:

Enclosed is an approved copy of Communitization Agreement NM136548 involving 120 acres of Federal land in lease NMNM121490, 40 acres of Federal land in lease NMNM84898 and 76.92 acres of Federal land in lease NMNM02965A, Lea County, New Mexico, which comprise a 236.92 acre well spacing unit.

The agreement communitizes all rights to all producible hydrocarbons from the Bone Spring and Wolfcamp formations beneath the W2E2 of sec. 28, and the NWNE and Lot 2 of sec. 33, T. 26 S., R. 33 E., NMPM, and is effective 15/01/2016. 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.

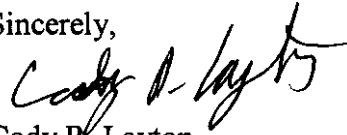
Approval of this agreement does not constitute an adjudication of any state, local government, or private interests, and does not constitute a warranty or certification that the information supplied by the party submitting this agreement regarding any private, state, or local government interests is accurate.

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 or Deborah Ham at (575) 234-5965.

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

Sincerely,

A handwritten signature in black ink, appearing to read "Cody R. Layton", written over the printed name.

Cody R. Layton
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 W2E2 of sec. 28, and the NWNE and Lot 2 of sec. 33, T. 26 S., R. 33 E., NMPM, as to all producible hydrocarbons from the Bone Spring and Wolfcamp formations. 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: 12/05/2016



Cody R. Layton
Assistant Field Manager,
Lands and Minerals

Effective: 05/01/2016

Contract No.: Com. Agr. NM136548



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IN REPLY REFER TO:
NM136548
3107 (P0220)

Memorandum

To: State Director (9210)

From: Land Law Examiner (P0220)

Subject: First Production, Communitization Agreement NM136548

Date of Completion:	09/30/2016
Date of First Production:	09/30/2016
Field:	WC-025 G-09 S263327G
Operator, Well Name & No, API Number:	EOG Resources Inc.; Rattlesnake 28 Fed Com 703H; 30-025-42875
Surface Location:	NWNE, Sec. 28, T. 26 S., R 33 E.
Bottom Location:	Lot 2, Sec. 33, T. 26 S., R. 33 E.
Total Depth:	19,744 MD; 12,373 TVD
Total Elevation:	3,246 GL
Producing Formation:	Wolfcamp (12,198-19,586)
Well Capable of Production in Paying Quantities:	Yes
Initial Daily Production:	Oil 2101 BBL; Gas 3988 MCF; Water 4317 BBL
Current Status:	Producing Oil Well

Remarks: CA NM136548, effective 05/01/2016, communitizes production of all gas and fluid hydrocarbons in the Bone Spring and Wolfcamp formations beneath Sec. 28, W2E2, and Sec. 33, NWNE and Lot 2 of T26S, R33E, NMPM, and comprises 120 acres of Federal land in lease NMNM121490, 40 acres of Federal land in lease NMNM84898 and 76.92 acres of Federal land in lease NMNM02965A for a 236.92 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

12/05/2016

cc:
ONRR-Denver
First Production File
LLNM (P0220, File Room)