

30-015-42777 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: NM136959 3105.2 (P0220)

Reference: Communitization Agreement Federal 13 Com 8H Section 13: W2E2 T. 25 S., R. 26 E., N.M.P.M. Eddy County, NM 04/26/2017

Cimarex Energy Company 600 N. Marienfeld St., Suite 600 Midland, TX 79701

Gentlemen:

Enclosed is an approved copy of Communitization Agreement NM136959 involving 80 acres of Federal land in lease NMNM41645 and 80 acres of Federal land in lease NMNM26105, Eddy County, New Mexico, which comprise a 160 acre well spacing unit.

The agreement communitizes all rights to all producible hydrocarbons from the Bone Spring formation beneath Sec.13, W2E2, T. 25 S., R. 26 E., NMPM, Eddy County, NM and is effective 12/22/2015. 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 Chris Walls, Petroleum Engineer at (575) 234-2234 or Deborah Ham at (575) 234-5965.