

United States Department of the Interior

BUREAU OF LAND MANAGEMENT New Mexico State Office 301 Dinosaur Trail Santa Fe, New Mexico 87508 www.blm.gov/new-mexico



MOU 18 2019 PM02:12

In Reply Refer To:

3180 (NM925) NMNM 72186

NOV 1 3 2019

Your Reference:

Designation of Successor Operator Communitization Agreement No. NMNM 72186 Eddy County, New Mexico 30-015-32411

CERTIFIED—RETURN RECEIPT REQUESTED 7013 1710 0001 6585 6559

Chisholm Energy 801 Cherry Street, Suite 1200 Fort Worth, TX 76102

To Whom it May Concern:

This office has received and reviewed your Designation of Successor Operator in which your company has agreed to assume all rights, duties, and obligations as the operator of the Communitization Agreement No. NMNM 72186 covering N2 of section 20, T.22 S., R.26 E., NMPM, Eddy County, New Mexico. The instruments are executed by Chisholm Energy Operating LLC, as operator of the communitized area.

The designation of Chisholm Energy Operating LLC as successor operator of the communitized area effective 09/17/2019 is hereby approved.

In accordance with this approval, Chisholm Energy Operating LLC is responsible for all operations and the reporting of all production from the communitized area. Well signs should also reflect Chisholm Energy Operating LLC as operator. Please inform all interested principles of such approval.

In approving this designation, the Authorized Officer neither warrants nor certifies that the designated party has obtained all required approvals that would entitle it to conduct operations under Communitization Agreement No. NMNM 72186.