



HO: R-2155
CH: 2456

Aubrey Dunn
COMMISSIONER

State of New Mexico
Commissioner of Public Lands

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2017 JUN 1
COMMISSIONER'S OFFICE

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May 23, 2017

Rover Operating, LLC
17304 Preston Road, Suite 740
Dallas, Texas 75252

ATTN: Mr. Keri Clarke

Re: Resignation/Designation of Successor Unit Operator
Effective April 1, 2017
Malmar Unit
Lea County, NM

Dear Mr. Clarke:

We have received the Resignation of Unit Operator dated April 6, 2017 in which SOGO III LLC resigned as operator of the Malmar Unit. We have also received the Designation of Successor Unit Operator dated April 6, 2017 in which Rover Operating, LLC was designated as the successor unit operator.

The Commissioner of Public Lands has approved the resignation of SOGO III LLC and the designation of Rover Operating, LLC as the successor operator of this unit. In accordance with this approval, Rover Operating, LLC is now responsible for all operations at Malmar Unit and the reporting of all production from the unit effective April 1, 2017.

As Unit Operator,

- Submit an updated Plan of Operation to the State Land Office within 60 days of the date of this letter. Section 11 of the Unit Agreement requires updated Plans of Operation, specifying that "the Working Interest Owners and the Commissioner shall be furnished periodical reports on the progress of the plan of operation and any revisions or changes thereto." Please ensure that the Plan of Operation includes a map that illustrates both current and planned infrastructure for the unit: well locations, tank batteries, gathering systems, and any other facilities that may impact the surface of New Mexico State Trust lands.

If you have any questions or if we may be of further assistance, please contact Units Manager Marilyn Gruebel at 505.827.5791.

Respectfully,

AUBREY DUNN
COMMISSIONER OF PUBLIC LANDS

AD/mg

cc: OCD - Attn: Daniel Sanchez
TRD - Attn: Ms. Billie Luther
OGMD and Units Reader Files