



United States Department of the Interior

BUREAU OF LAND MANAGEMENT

Pecos District
Roswell Field Office
2909 West Second Street
Roswell, New Mexico 88201-2019
www.nm.blm.gov



IN REPLY REFER TO:
SCR-265 (NM-72224)
3105.2 (P0130)

MAR 02 2015

30-005-61146

Legacy Reserves Operating LP
P.O. Box 10848
Midland, Texas 79702-7848

Gentlemen:

Communitization Agreement (CA) SCR-265 (Case Recordation No. NM-72224) was approved April 30, 1982, effective as of November 6, 1981. This agreement communitized Lots 3-4 and the E $\frac{1}{2}$ SW $\frac{1}{4}$ (SW $\frac{1}{4}$) sec. 30, T. 8 S., R. 26 E., NMPM, Chaves County, New Mexico involving 38.90 acres of Federal land in lease NM-19833 and 118.54 acres of Fee land comprising a 157.44 acre well spacing unit as to dry gas and associated liquid hydrocarbons producible from the Abo formation.

The term of the agreement is for two years and so long thereafter as communitized substances are or can be produced from the communitized area in paying quantities.

Our records show that the well in the above-described communitized spacing unit, your No. 4-Acme Com. located on Fee land in the SE $\frac{1}{4}$ SW $\frac{1}{4}$ sec. 30 last produced from the communitized formation during April 2014. A Notice of Intention to Abandon the aforementioned well was approved by the New Mexico Oil Conservation Division (NMOCD) Artesia Office on October 9, 2013. The well was plugged on May 30, 2014, and the downhole plugging was approved by the NMOCD on June 23, 2014.

In the absence of a well capable of producing communitized substances in paying quantities, Communitization Agreement SCR-265 is considered to have expired by its own terms as of April 30, 2014, the last day of the month during which the well in the communitized spacing unit last produced. Federal lease NM-19833 committed to the CA is eligible for a two year extension to April 30, 2016, pursuant to 43 CFR 3107.4 as a result of the termination of CA SCR-265.

Please contact David Glass at (575) 627-0275 or at the letterhead address if any additional information is required.

Sincerely,

/s/ Al Collar

RD 3/13/15
Accepted for record
NMOCD

Al Collar
Acting Assistant Field Manager,
Lands and Minerals

NMOCD-Artesia

NM OIL CONSERVATION
ARTESIA DISTRICT

MAR 05 2015

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