

# 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



OCT 01 2018 PHO1:45

IN REPLY REFER TO: NMNM138385 3105.2 (P0220)

09/24/2018

Reference:

Communitization Agreement Poker Lake Unit CVX JV PC #021H Section 08: E2SE Section 17: E2E2 T. 25 S., R. 30 E., N.M.P.M. Eddy County, NM

BOPCO, LP 22777 Springwoods Village Pkway Springs, TX 77389-1425

#### Gentlemen:

Enclosed is an approved copy of Communitization Agreement NMNM138385 involving 160 acres of Federal land in lease NMLC 064894A, and 80 acres of State land, Eddy County, New Mexico, which comprise a 240 acre well spacing unit.

The agreement communitizes all rights to all producible hydrocarbons from the Bone Spring formation beneath the E2SE, Sec. 08 and E2E2 Sec. 17, T. 25 S., R. 30 E., NMPM, Eddy County, NM, and is effective August 31, 2014. 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.

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

Sincerely,

Cody R. Layton

Assistant Field Manager, Lands and Minerals

1 Enclosure:

1 - Communitization Agreement

cc:

ONRR, Denver

NM Taxation & Revenue Dept. (Revenue Processing Div.)

**NMOCD** 

NM (9200)

NM (P0220-CFO, File Room)

NM State Land Comm.

### 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 E2SE of sec. 08, and E2E2 of sec. 17, T. 25 S., R. 30 E., NMPM, as to all producible hydrocarbons from the Bone Spring formation. This approval will become invalid if the public interest requirements under section 3105.2-3 (c) are not met.
  - Approval also requires operator to submit copies of sundries or any other documentation regarding activity with this well to the Bureau of Land Management (BLM), Carlsbad Field Office pursuant to Item 9 of the approved Communitization Agreement.
- 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: 09/24/2018

Cody K. Layton

Assistant Field Manager

oly I laste

Lands and Minerals

Effective: August 31, 2014

Contract No.: Com. Agr. NMNM138385

# United States Department of the Interior



### **BUREAU OF LAND MANAGEMENT**



Carlsbad Field Office 620 E. Greene Carlsbad, New Mexico 88220-6292 www.nm.blm.gov

In Reply Refer to NM138385 3107 (P0220)

Memorandum

To: State Director (9210)

From: Land Law Examiner (P0220)

Subject: First Production, Communitization Agreement NM138385

Date of Completion: 12/08/2014

Date of First Production: 12/08/2014

Field: Corral Canyon

Operator, Well Name & No, API Number:

BOPCO, LP; PLU CVX JV PC Fed Com 21H; 30-

015-42390

Surface Location: Sec. 17, SESE, T. 25 S., R. 30 E.

Bottom Location: Sec. 8, NESE, T. 25 S., R. 30 E.

Total Depth: 17,202 MD; 10,120 TVD

Surface Elevation: 3.233 GL

Producing Formation: Bone Spring (10,432-17,183)

Well Capable of Production in Paying Quantities: Yes

Initial Daily Production: Oil 527 BBL; Gas 800 MCF; Water 848 BBL

Current Status: Producing Oil Well

Remarks: CA NM138385, effective 08/31/2014, communitizes production of all gas and fluid hydrocarbons in the Bone Spring formation beneath Sec. 8, E2SE and Sec. 17, E2E2, T. 25 S., R. 30 E., NMPM, and comprises 80 acres of State land and 160 acres of Federal land in lease NMLC064894A for a 240 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 09/24/2018

cc.

ONRR-MS 63230B First Production File LLNM (P0220, File Room)