

NEW MEXICO STATE LAND OFFICE

CERTIFICATE OF APPROVAL (Second Amendment to Unit Agreement)

COMMISSIONER OF PUBLIC LANDS, STATE OF NEW MEXICO

Raptor Natural Pipeline ELC
Second Amendment to the Unit Agreement
For the Operation of the
GRAMA RIDGE-MORROW UNIT AREA
LEA COUNTY, NEW MEXICO

There having been presented to the undersigned Commissioner of Public Lands of the State of New Mexico for examination, the Second Amendment to the Unit Agreement for the Operation of the Grama Ridge-Morrow Unit Area that is described within the referenced Agreement, dated May 23, 2001, which said Agreement has been executed by parties owning and holding oil and gas leases and royalty interests in and under the property described, and upon examination of said Agreement, the Commissioner finds:

- (a) That such agreement will tend to promote the conservation of oil and gas and the better utilization of reservoir energy in said area.
- (b) That under the proposed agreement, the State of New Mexico will receive its fair share of the recoverable oil or gas in place under its lands in the area.
- (c) That each beneficiary Institution of the State of New Mexico will receive its fair and equitable share of the recoverable oil and gas under its lands within the area.
- (d) That such agreement is in other respects for the best interests of the State, with respect to state lands.

NOW, THEREFORE, by virtue of the authority conferred upon me under Sections 19-10-45, 19-10-46, 19-10-47, New Mexico Statutes Annotated, 1978 Compilation, I, the undersigned Commissioner of Public Lands of the State of New Mexico, do hereby consent to and approve the Second Amendment to the Unit Agreement; provided, however, that such consent and approval being limited and restricted to such lands within the Unit Area, which are effectively committed to the Unit Agreement as of this date, and further, that leases insofar as the lands covered thereby committed to this Unit Agreement shall be and the same are hereby amended to conform with the terms of such Second Amendment, and said leases shall remain in full force and effect in accordance with the terms and conditions of said Agreement. This approval is subject to all of the provisions of the aforesaid statutes.

IN WITNESS WHEREOF, this Certificate of Approval is executed, with seal affixed, this 19TH day of AUGUST 2002.


COMMISSIONER OF PUBLIC LANDS
of the State of New Mexico