

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

IN REPLY REFER TO:

NMNM139206 3105.2 (NM920) API:30-025-45311

MAR 2 0 2019

Reference:

Communitization Agreement Golden Bell Fed Com 26-36-06 115H Section 06: W½E½ Section 07: W½E½ T. 26 S., R. 36 E., N.M.P.M. Lea County, NM

Ameredev II, LLC 5707 Southwest Parkway Building 1, Suite 275 Austin, Texas 78735

Gentlemen:

Enclosed is an approved copy of Communitization Agreement NMNM139206 involving 160 acres of Federal land in lease NMNM 137471, and 160 acres of Federal land in lease NMNM 137472, Lea County, New Mexico, which comprise a 320 acre well spacing unit.

The agreement communitizes all rights to all producible hydrocarbons from the Wolfcamp formation beneath the W½E½ of Sec. 06, and W½E½ of Sec. 07, T. 26 S., R. 36 E., NMPM, Lea County, NM, and is effective November 1, 2018. 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 James Glover, Geologist at (505) 954-2139 or Indra Dahal at (505) 954-2201.

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

Sincerely,

James Glover

Supervisory Geologist

Branch of Reservoir Management

Division of Minerals

1 Enclosure:

1 - Communitization Agreement

cc:

ONRR, Denver NM Taxation & Revenue Dept. (Revenue Processing Div.) NMOCD NM (9200) NM (P0220-CFO, File Room) NMSO (NM925, File)

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 W½E½ of Sec. 06, and W½E½ of Sec. 07, T. 26 S., R. 36 E, as to all producible hydrocarbons from the Wolfcamp formation. This approval will become invalid if the public interest requirements under section 3105.2-3 (c) are not met.
- 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:

MAR 2 0 2019

James Glover

Supervisory Geologist

Branch of Reservoir Management

Division of Minerals

Effective: November 1, 2018

Contract No.: Com. Agr. NMNM139206