



United States Department of the Interior



BUREAU OF LAND MANAGEMENT
New Mexico State Office
301 Dinosaur Trail
Santa Fe, New Mexico 87508
<https://www.blm.gov/new-mexico>

In Reply Refer To:

NMNM103141
3105.2 (NM920)

MAR 11 2021

Reference:

Compensatory Royalty Agreement
Section 35: NWNW, S2N2, N2SW
T. 23 S., R. 29 E., N.M.P.M.
Eddy County, NM

Devon Energy Production Co.
333 West Sheridan Avenue
Oklahoma City, OK 73102

Gentlemen:

Compensatory Royalty Agreement (CRA) NMNM 103141 was approved January 10, 2000, effective as of January 10, 2000. This agreement covers NWNW, S2N2, and N2SW of Section 35, T. 23 S., R. 29 E., NMPM, Eddy County, New Mexico involving 280 acres of unleased Federal land. All of section 35 is Federal lands and the leased portions of the land are covered under Oil and Gas Leases NMNM 103604 and NMNM 134869.

Per article VIII "The term of this agreement shall be for ten years and so long thereafter as oil or gas or both are produce or capable of production from the Pooled Unit." Our record indicate that production has ceased.

Accordingly, in the absence of a well capable of producing substances in paying quantities, CRA NMNM 103141 is considered to have expired by its own terms as of January 1, 2021.

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 termination.

If you have any questions regarding this termination, please contact Edward G Fernandez, Petroleum Engineer at efernand@blm.gov or Elizabeth Rivera, Land Law Examiner at lriviera@blm.gov.

Sincerely,

**SHEILA
MALLORY**

Digitally signed by
SHEILA MALLORY
Date: 2021.03.11
11:29:51 -07'00'

Sheila Mallory
Deputy State Director
Division of Minerals

cc:

Talus Inc.
P.O. Box 1210
Graham, TX 76450

Twin Montana Inc.
P.O. Box 1210
Graham, TX 76450

Animas Energy LLC
P.O. Box 369
Ignacio, CO 81137-0369

Chesapeake Exploration LP
P.O. Box 18496
Oklahoma City, OK 73154-0496

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