

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

MAR"3 1 2021

In Reply Refer To: NMNM141642 3105.2 (NM920)

Reference:

Communitization Agreement Marwari 28-16 State Fed Com 238H Section 16: E2E2 Section 21: E2E2 T. 25 S., R. 32 E., N.M.P.M. Lea County, NM

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

Gentlemen:

Enclosed is an approved copy of Communitization Agreement NMNM141642 involving 160 acres of Federal land in lease NMLC 061869, and 160 acres of State land, Lea County, New Mexico, which comprise a 320 acre well spacing unit.

The agreement communitizes all rights to all producible hydrocarbons from the Bone Spring formation beneath E2E2 of Sec. 16 and E2E2 of Sec. 21, T. 25 S., R. 32 E., NMPM, Lea County, NM, and is effective December 14, 2019. 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 Elizabeth Rivera at (505) 954-2162.

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

Sincerely,

Sheila Mallory
Deputy State Director
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)
NM State Land Commissioner

<u>Determination - Approval - Certification</u>

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 E2E2 of Sec. 16 and E2E2 of Sec. 21, T. 25 S., R. 32 E., NMPM, Lea County, NM, 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:

MAR 3 1 2021

Deputy State Director
Division of Minerals

Effective: December 14, 2019

Contract No.: Com. Agr. NMNM141642



BLM-NMSO FEB:25:2020 13:16:57 RECEIVED

NMNM 141642

February 24, 2020

Bureau of Land Management 301 Dinosaur Trail Santa Fe, NM 87508

RE:

Federal Communitization Agreement

Section 16-25S-32E: E/2 E/2 Section 21-25S-32E: E/2 E/2 Lea County, New Mexico

To Whom It May Concern:

Please find enclosed three (3) originals and one copy of the Federal Communitization Agreements covering the lands described above and the Marwari 28-16 State Fed 238H well (API 3002545206).

Once approved, please forward the Agreement to the undersigned at the letterhead address. If you have any questions regarding this matter, please contact the undersigned by phone at (405) 552-3623 or by e-mail at peggy.buller@dvn.com.

Yours very truly,

DEVON ENERGY PRODUCTION COMPANY, L.P.

Land Analysis Professional

Enclosures

1625 N. French Dr., Hobbs, NM 88240 Phone: (575) 393-6161 Fax: (575) 393-0720 District II \$11 S. First St., Artesia, NM 88210

Phone: (\$75) 748-1283 Fax: (\$75) 748-9720 District III 1000 Rio Brazos Road, Aztec, NM 87410 Phone: (505) 334-6178 Fax: (505) 334-6170

1220 S. St. Francis Dr., Santa Fe, NM 87505 Phone: (505) 476-3460 Fax: (505) 476-3462 State of New Mexico

Energy, Minerals & Natural Resources Department
OIL CONSERVATION DIVISIONS
1220 South St. Francis 10.

Santa Fe, NM 87505
SEP 242019
WELL LOCATION AND ACREAGE DEDICATION PLAT

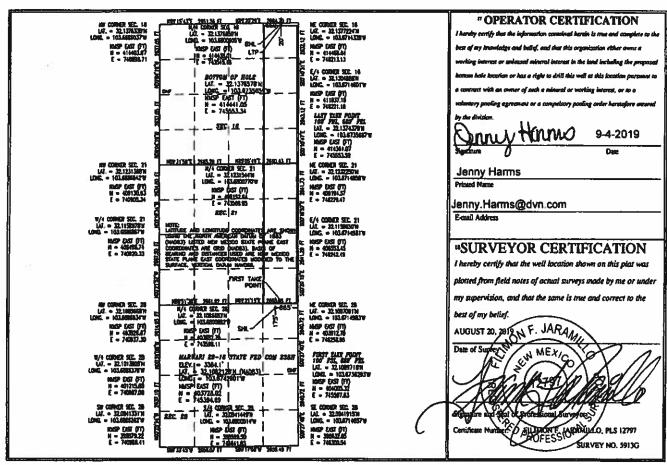
Form C-102 Revised August 1, 2011 Submit one copy to appropriate District Office

☐ AMENDED REPORT

	17 DDD D001111Q11 (B1D	MORANGE DEDITION I CAL	
'API Numbe 30-025-45206	7 Pool Code 96715		
⁴ Property Code 322445		' Property Name MARWARI 28-16 STATE FED COM	
'OGRID No.	*O ₁	Operator Name	
6137	DEVON ENERGY PRO	DEVON ENERGY PRODUCTION COMPANY, L.P.	

 Surface Location UL or lot no. Section Township Range Lot Ida Feet from the North/South line Feet from the East/West line County 28 25 S 32 E 175 NORTH A 865 EAST LEA Bottom Hole Location If Different From Surface Township UL or lot no. Section Lot Ida Feet from the North/South line East/West line County 16 25 S 32 E 20 NORTH EAST LEA 660 ^U Dedicated Acres U Joint or Infill Consolidation Code Order No. 320

No allowable will be assigned to this completion until all interests have been consolidated or a non-standard unit has been approved by the division.



Federal Communitization Agreement Contract No. NM NM 141642

THIS AGREEMENT entered into as of the 14th day of December, 2019, by and between the parties subscribing, ratifying, or consenting hereto, such parties being hereinafter referred to as "parties hereto."

WITNESSETH:

WHEREAS, the Act of February 25, 1920 (41 Stat. 437), as amended and supplemented, authorizes communitization or drilling agreements communitizing or pooling a Federal oil and gas lease, or any portion thereof, with other lands, whether or not owned by the United States, when separate tracts under such Federal lease cannot be independently developed and operated in conformity with an established well-spacing program for the field or area and such communitization or pooling is determined to be in the public interest; and

WHEREAS, the parties hereto own working, royalty or other leasehold interests, or operating rights under the oil and gas leases and lands subject to this agreement which 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

WHEREAS, the parties hereto desire to communitize and pool their respective mineral interests in lands subject to this agreement for the purpose of developing and producing communitized substances in accordance with the terms and conditions of this agreement:

NOW, THEREFORE, in consideration of the premises and the mutual advantages to the parties hereto, it is mutually covenanted and agreed by and between the parties hereto as follows:

1. The lands covered by this agreement (hereinafter referred to as "communitized area") are described as follows:

Section 16: E/2 E/2 Section 21: E/2 E/2

Township 25 South, Range 32 East, Lea County, New Mexico

Containing 320.00 acres, and this agreement shall include only the Bone Spring Formation underlying said lands and the oil and gas hereafter referred to as "communitized substances," producible from such formation(s).

2. Attached hereto, and made a part of this agreement for all purposes is Exhibit "A", a plat designating the communitized area and, Exhibit "B", designating the operator of the communitized area and showing the acreage, percentage and ownership of oil and gas

interests in all lands within the communitized area, and the authorization, if any, for communitizing or pooling any patented or fee lands within the communitized area.

- 3. The Operator of the communitized area shall be Devon Energy Production Company, L.P., 333 West Sheridan Avenue, Oklahoma City, Oklahoma 73102. All matters of operations shall be governed by the operator under and pursuant to the terms and provisions of this agreement. A successor operator may be designated by the owners of the working interest in the communitized area and four (4) executed copies of a designation of successor operator shall be filed with the Authorized Officer.
- 4. Operator shall furnish the Secretary of the Interior, or his authorized representative, with a log and history of any well drilled on the communitized area, monthly reports of operations, statements of oil and gas sales and royalties and such other reports as are deemed necessary to compute monthly the royalty due the United States, as specified in the applicable oil and gas operating regulations.
- 5. The communitized area shall be developed and operated as an entirety, with the understanding and agreement between the parties hereto that all communitized substances produced there from shall be allocated among the leaseholds comprising said area in the proportion that the acreage interest of each leasehold bears to the entire acreage interest committed to this agreement.
 - All proceeds, 8/8ths, attributed to unleased Federal or Indian lands included within the CA area are to be paid into the appropriate Unleased Lands Account or Indian Trust Account by the designated operator until the land is leased or ownership is established.
- 6. The royalties payable on communitized substances allocated to the individual leases comprising the communitized area and the rentals provided for in said leases shall be determined and paid on the basis prescribed in each of the individual leases. Payments of rentals under the terms of leases subject to this agreement shall not be affected by this agreement except as provided for under the terms and provisions of said leases or as may herein be otherwise provided. Except as herein modified and changed, the oil and gas leases subject to this agreement shall remain in full force and effect as originally made and issued. It is agreed that for any Federal lease bearing a sliding- or step-scale rate of royalty, such rate shall be determined separately as to production from each communitization agreement to which such lease may be committed, and separately as to any noncommunitized lease production, provided, however, as to leases where the rate of royalty for gas is based on total lease production per day, such rate shall be determined by the sum of all communitized production allocated to such a lease plus any noncommunitized lease production.
- 7. There shall be no obligation on the lessees to offset any well or wells completed in the same formation as covered by this agreement on separate component tracts into which the communitized area is now or may hereafter be divided, nor shall any lessee be required to measure separately communitized substances by reason of the diverse ownership thereof, but the lessees hereto shall not be released from their obligation to protect said

- communitized area from drainage of communitized substances by a well or wells which may be drilled offsetting said area.
- 8. The commencement, completion, continued operation, or production of a well or wells for communitized substances on the communitized area shall be construed and considered as the commencement, completion, continued operation, or production on each and all of the lands within and comprising said communitized area, and operations or production pursuant to this agreement shall be deemed to be operations or production as to each lease committed hereto.
- 9. Production of communitized substances and disposal thereof shall be in conformity with allocation, allotments, and quotas made or fixed by any duly authorized person or regulatory body under applicable Federal or State statutes. This agreement shall be subject to all applicable Federal and State laws or executive orders, rules and regulations, and no party hereto shall suffer a forfeiture or be liable in damages for failure to comply with any of the provisions of this agreement if such compliance is prevented by, or if such failure results from, compliance with any such laws, orders, rules or regulations.
- 10. The date of this agreement is December 14, 2019, and it shall become effective as of this date or from the onset of production of communitized substances, whichever is earlier upon execution by the necessary parties, notwithstanding the date of execution, and upon approval by the Secretary of the Interior or by his duly authorized representative, and shall remain in force and effect for a period of 2 years and for as long as communitized substances are, or can be, produced from the communitized area in paying quantities: Provided, that prior to production in paying quantities from the communitized area and upon fulfillment of all requirements of the Secretary of the Interior, or his duly authorized representative, with respect to any dry hole or abandoned well, this agreement may be terminated at any time by mutual agreement of the parties hereto. This agreement shall not terminate upon cessation of production if, within 60 days thereafter, reworking or drilling operations on the communitized area are commenced and are thereafter conducted with reasonable diligence during the period of nonproduction. The 2-year term of this agreement will not in itself serve to extend the term of any Federal lease which would otherwise expire during said period.
- 11. The covenants herein shall be construed to be covenants running with the land with respect to the communitized interests of the parties hereto and their successors in interests until this agreement terminates and any grant, transfer, or conveyance of any such land or interest subject hereto, whether voluntary or not, shall be and hereby is conditioned upon the assumption of all obligations hereunder by the grantee, transferee, or other successor in interest, and as to Federal land shall be subject to approval by the Secretary of the Interior, or his duly authorized representative.
- 12. It is agreed between the parties hereto that the Secretary of the Interior, or his duly authorized representative, shall have the right of supervision over all Fee and State mineral operations within the communitized area to the extent necessary to monitor production and measurement, and assure that no avoidable loss of hydrocarbons occur in

which the United States has an interest pursuant to applicable oil and gas regulations of the Department of the Interior relating to such production and measurement.

- 13. This agreement shall be binding upon the parties hereto and shall extend to and be binding upon their respective heirs, executors, administrators, successors, and assigns.
- 14. This agreement may be executed in any number of counterparts, no one of which needs to be executed by all parties, or may be ratified or consented to by separate instrument, in writing, specifically referring hereto, and shall be binding upon all parties who have executed such a counterpart, ratification or consent hereto with the same force and effect as if all parties had signed the same document.
- 15. <u>Nondiscrimination</u>. In connection with the performance of work under this agreement, the operator agrees to comply with all the provisions of Section 202(1) to (7) inclusive, of Executive Order 11246 (30F.R. 12319), as amended, which are hereby incorporated by reference in this agreement.

IN WITNESS WHEREOF, the parties hereto have executed this agreement as of the day and year first above written and have set opposite their respective names the date of execution.

2-19-2020 Date	Devon Energy Production Company, L.P. Operator By: Cathesine Cebsack Catherine Lebsack, Vice President	
Date	ConocoPhillips Company By:	
Date 12-16-2019 Date	By: Manual H. LEEDE, MANAGER	

ACKNOWLEDGMENT IN A REPRESENTATIVE CAPACITY

2/3/2020 Date	By: Lindsay B. Weddle Attorney-in-fact
ACK	NOWLEDGEMENT
STATE OF Texas)
COUNTY OF Harris) ss.)
On this 3rd day of February 2010 personally appeared	before me, a Notary Public for the State of Lives, known to me to be the
Attorney-in-fact of ConocoPhillips Co	mpany, a Delaware Corporation, on behalf of the same.
MICHELLE A. LUNA Notary Public, State of Texas Comm. Expires 01-07-2022 Notary ID 123933066	Michela Gena
My Commission Expires	Notary Public

ACKNOWLEDGEMENT

STATE OF OKLAHOMA)) ss.	
COUNTY OF OKLAHOMA) 55.	
This instrument was acknowledged by Catherine Lebsack, Vice Presider Oklahoma limited partnership, on be	nt for Devon Ener	gy Production Company, L.P., an
(SEAL) Ny Commission Expires	# 19010630 ERP, 10/21/23	Notary Public
STATE OF TEXAS § COUNTY OF HARRIS §		
COUNTY OF HARRIS §		
		day of, 2019, illips Company, a Delaware corporation,
(SEAL)		
My Commission Expires		Notary Public
STATE OF COLORADO)	
COUNTY OF ARAPAHOE) ss.	
This instrument was acknowledged by MICHAEL H, LEEDE as MA	before me on this	Paduca Partners, LLC.
	OLORADO	Motary Public
My Commission Expires		INOLALY FUDIIC

EXHIBIT "A"

Plat of communitized area covering 320.00 acres in E/2 E/2 of Section 16 and E/2 E/2 Section 21, Township 25 South, Range 32 East, Lea County, New Mexico.

Well Name/No.: Marwari 28-16 State Fed Com 238H

Tract 1 E-5009 80 acres
Tract 2 E-9789 80 acres
Tract 3 NMLC 061869 160 acres

EXHIBIT "B"

To Communitization Agreement Dated December 14, 2019 embracing the following described land in E/2 E/2 of Section 16 and E/2 E/2 Section 21, Township 25 South, Range 32 East, Lea County, New Mexico.

Operator of Communitized Area: Devon Energy Production Company, L.P.

DESCRIPTION OF LEASES COMMITTED

Tract No. 1

Lease Serial Number:

ST NM E-5009

Description of Land Committed:

Township 25 South, Range 32 East, Lea County,

Section 16: E/2 NE/4

Number of Acres:

80.00

Record Title Owner – Lessee:

ConocoPhillips Company - 100.00%

Name of Working Interest Owners: Devon Energy Production Company, L.P. - 100.00%

Overriding Royalty Interest Owners: Of record

Tract No. 2

Lease Serial Number:

ST NM E-9789

Description of Land Committed:

Township 25 South, Range 32 East, Lea County,

Section 16: E/2 SE/4

Number of Acres:

80.00

Record Title Owner – Lessee:

Paduca Partners LLC – 100.00%

Name of Working Interest Owners: Devon Energy Production Company, L.P. – 100.00%

Overriding Royalty Interest Owners: Of record

Tract No. 3

Lease Serial Number: USA NMLC 061869

Description of Land Committed: Township 25 South, Range 32 East, Lea County,

Section 21: E/2 E/2

Number of Acres: 160.00

Record Title Owner – Lessee: Devon Energy Production Company. L.P – 100.00%

Name of Working Interest Owners: Devon Energy Production Company, L.P. - 100.00%

Overriding Royalty Interest Owners: Of record

RECAPITULATION

Tract No.	No. of Acres Committed	Percentage of Interest in Communitized Area
1	80.00	25.0000%
2	80.00	25.0000%
3	<u>160.00</u>	<u>50.0000%</u>
Total	320.00	100 0000%

Federal Communitization Agreement

Contract No. NMNM141642

THIS AGREEMENT entered into as of the 14th day of December, 2019, by and between the parties subscribing, ratifying, or consenting hereto, such parties being hereinafter referred to as "parties hereto."

WITNESSETH:

WHEREAS, the Act of February 25, 1920 (41 Stat. 437), as amended and supplemented, authorizes communitization or drilling agreements communitizing or pooling a Federal oil and gas lease, or any portion thereof, with other lands, whether or not owned by the United States, when separate tracts under such Federal lease cannot be independently developed and operated in conformity with an established well-spacing program for the field or area and such communitization or pooling is determined to be in the public interest; and

WHEREAS, the parties hereto own working, royalty or other leasehold interests, or operating rights under the oil and gas leases and lands subject to this agreement which 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

WHEREAS, the parties hereto desire to communitize and pool their respective mineral interests in lands subject to this agreement for the purpose of developing and producing communitized substances in accordance with the terms and conditions of this agreement:

NOW, THEREFORE, in consideration of the premises and the mutual advantages to the parties hereto, it is mutually covenanted and agreed by and between the parties hereto as follows:

1. The lands covered by this agreement (hereinafter referred to as "communitized area") are described as follows:

Section 16: E/2 E/2 Section 21: E/2 E/2

Township 25 South, Range 32 East, Lea County, New Mexico

Containing **320.00** acres, and this agreement shall include only the Bone Spring Formation underlying said lands and the oil and gas hereafter referred to as "communitized substances," producible from such formation(s).

2. Attached hereto, and made a part of this agreement for all purposes is Exhibit "A", a plat designating the communitized area and, Exhibit "B", designating the operator of the communitized area and showing the acreage, percentage and ownership of oil and gas

interests in all lands within the communitized area, and the authorization, if any, for communitizing or pooling any patented or fee lands within the communitized area.

- 3. The Operator of the communitized area shall be Devon Energy Production Company, L.P., 333 West Sheridan Avenue, Oklahoma City, Oklahoma 73102. All matters of operations shall be governed by the operator under and pursuant to the terms and provisions of this agreement. A successor operator may be designated by the owners of the working interest in the communitized area and four (4) executed copies of a designation of successor operator shall be filed with the Authorized Officer.
- 4. Operator shall furnish the Secretary of the Interior, or his authorized representative, with a log and history of any well drilled on the communitized area, monthly reports of operations, statements of oil and gas sales and royalties and such other reports as are deemed necessary to compute monthly the royalty due the United States, as specified in the applicable oil and gas operating regulations.
- 5. The communitized area shall be developed and operated as an entirety, with the understanding and agreement between the parties hereto that all communitized substances produced there from shall be allocated among the leaseholds comprising said area in the proportion that the acreage interest of each leasehold bears to the entire acreage interest committed to this agreement.
 - All proceeds, 8/8ths, attributed to unleased Federal or Indian lands included within the CA area are to be paid into the appropriate Unleased Lands Account or Indian Trust Account by the designated operator until the land is leased or ownership is established.
- 6. The royalties payable on communitized substances allocated to the individual leases comprising the communitized area and the rentals provided for in said leases shall be determined and paid on the basis prescribed in each of the individual leases. Payments of rentals under the terms of leases subject to this agreement shall not be affected by this agreement except as provided for under the terms and provisions of said leases or as may herein be otherwise provided. Except as herein modified and changed, the oil and gas leases subject to this agreement shall remain in full force and effect as originally made and issued. It is agreed that for any Federal lease bearing a sliding- or step-scale rate of royalty, such rate shall be determined separately as to production from each communitization agreement to which such lease may be committed, and separately as to any noncommunitized lease production, provided, however, as to leases where the rate of royalty for gas is based on total lease production per day, such rate shall be determined by the sum of all communitized production allocated to such a lease plus any noncommunitized lease production.
- 7. There shall be no obligation on the lessees to offset any well or wells completed in the same formation as covered by this agreement on separate component tracts into which the communitized area is now or may hereafter be divided, nor shall any lessee be required to measure separately communitized substances by reason of the diverse ownership thereof, but the lessees hereto shall not be released from their obligation to protect said

- communitized area from drainage of communitized substances by a well or wells which may be drilled offsetting said area.
- 8. The commencement, completion, continued operation, or production of a well or wells for communitized substances on the communitized area shall be construed and considered as the commencement, completion, continued operation, or production on each and all of the lands within and comprising said communitized area, and operations or production pursuant to this agreement shall be deemed to be operations or production as to each lease committed hereto.
- 9. Production of communitized substances and disposal thereof shall be in conformity with allocation, allotments, and quotas made or fixed by any duly authorized person or regulatory body under applicable Federal or State statutes. This agreement shall be subject to all applicable Federal and State laws or executive orders, rules and regulations, and no party hereto shall suffer a forfeiture or be liable in damages for failure to comply with any of the provisions of this agreement if such compliance is prevented by, or if such failure results from, compliance with any such laws, orders, rules or regulations.
- The date of this agreement is December 14, 2019, and it shall become effective as of this 10. date or from the onset of production of communitized substances, whichever is earlier upon execution by the necessary parties, notwithstanding the date of execution, and upon approval by the Secretary of the Interior or by his duly authorized representative, and shall remain in force and effect for a period of 2 years and for as long as communitized substances are, or can be, produced from the communitized area in paying quantities: Provided, that prior to production in paying quantities from the communitized area and upon fulfillment of all requirements of the Secretary of the Interior, or his duly authorized representative, with respect to any dry hole or abandoned well, this agreement may be terminated at any time by mutual agreement of the parties hereto. This agreement shall not terminate upon cessation of production if, within 60 days thereafter, reworking or drilling operations on the communitized area are commenced and are thereafter conducted with reasonable diligence during the period of nonproduction. The 2-year term of this agreement will not in itself serve to extend the term of any Federal lease which would otherwise expire during said period.
- 11. The covenants herein shall be construed to be covenants running with the land with respect to the communitized interests of the parties hereto and their successors in interests until this agreement terminates and any grant, transfer, or conveyance of any such land or interest subject hereto, whether voluntary or not, shall be and hereby is conditioned upon the assumption of all obligations hereunder by the grantee, transferee, or other successor in interest, and as to Federal land shall be subject to approval by the Secretary of the Interior, or his duly authorized representative.
- 12. It is agreed between the parties hereto that the Secretary of the Interior, or his duly authorized representative, shall have the right of supervision over all Fee and State mineral operations within the communitized area to the extent necessary to monitor production and measurement, and assure that no avoidable loss of hydrocarbons occur in

which the United States has an interest pursuant to applicable oil and gas regulations of the Department of the Interior relating to such production and measurement.

- 13. This agreement shall be binding upon the parties hereto and shall extend to and be binding upon their respective heirs, executors, administrators, successors, and assigns.
- 14. This agreement may be executed in any number of counterparts, no one of which needs to be executed by all parties, or may be ratified or consented to by separate instrument, in writing, specifically referring hereto, and shall be binding upon all parties who have executed such a counterpart, ratification or consent hereto with the same force and effect as if all parties had signed the same document.
- 15. <u>Nondiscrimination</u>. In connection with the performance of work under this agreement, the operator agrees to comply with all the provisions of Section 202(1) to (7) inclusive, of Executive Order 11246 (30F.R. 12319), as amended, which are hereby incorporated by reference in this agreement.

IN WITNESS WHEREOF, the parties hereto have executed this agreement as of the day and year first above written and have set opposite their respective names the date of execution.

2-19-7020 Date	Devon Energy Production Company, L.P. Operator By: Cotherine Cebsock Catherine Lebsack, Vice President	
	ConocoPhillips Company	
Date	By:	
<u>12-16-2019</u> Date	By: MICHAEL H. LEEDE, MANAGER	

ACKNOWLEDGMENT IN A REPRESENTATIVE CAPACITY

2/3/2020 Date	By: Lindsay B. Weddle Title: Attorney-in-fact
ACKNOWLI	EDGEMENT
STATE OF Texas) ss.) ss.)	
On this 3rd day of February, 2009, before me personally appeared Lindsay B. We Attorney in fact of Company Phillips Company, a line of Company	, a Notary Public for the State of Lexas, , known to me to be the Delaware Corporation, on behalf of the same.
Notary Public, State of Texas Comm. Expires 01-07-2022 Notary ID 123933066 My Commission Expires	Milellett Sunn

ACKNOWLEDGEMENT

STATE OF OKLAHOMA)	
COUNTY OF OKLAHOMA) ss.)	
This instrument was acknowledged by Catherine Lebsack, Vice Presider Oklahoma limited partnership, on be	nt for Devon Ener	gy Production Company, L.P., an
(SEAL) No 20123 My Commission Expires	# 19010630 # 19010630	Notary Public
STATE OF TEXAS § COUNTY OF HARRIS §		
This instrument was acknowledged by, as attorney-inon behalf of said corporation.	pefore me on this fact of ConocoPh	day of, 2019, illips Company, a Delaware corporation,
(SEAL)		
My Commission Expires		Notary Public
STATE OF COLORADO COUNTY OF ARAPAHOE)) ss.	
	pefore me on this	day of December, 2019, Paduca Partners, LLC.
ROBERT L BRUSE NOTARY PUB STATE OF COLO NOTARY ID 19984 MY COMMISSION EXPIRE	ELIC PRADO 1019623	MBrumbtee Notary Public

EXHIBIT "A"

Plat of communitized area covering 320.00 acres in E/2 E/2 of Section 16 and E/2 E/2 Section 21, Township 25 South, Range 32 East, Lea County, New Mexico.

Well Name/No.: Marwari 28-16 State Fed Com 238H

Tract 1 E-5009 80 acres
Tract 2 E-9789 80 acres
Tract 3 NMLC 061869 160 acres

EXHIBIT "B"

To Communitization Agreement Dated December 14, 2019 embracing the following described land in E/2 E/2 of Section 16 and E/2 E/2 Section 21, Township 25 South, Range 32 East, Lea County, New Mexico.

Operator of Communitized Area: Devon Energy Production Company, L.P.

DESCRIPTION OF LEASES COMMITTED

Tract No. 1

Lease Serial Number: ST NM E-5009

Description of Land Committed: Township 25 South, Range 32 East, Lea County,

Section 16: E/2 NE/4

Number of Acres: 80.00

Record Title Owner – Lessee: ConocoPhillips Company – 100.00%

Name of Working Interest Owners: Devon Energy Production Company, L.P. – 100.00%

Overriding Royalty Interest Owners: Of record

Tract No. 2

Lease Serial Number: ST NM E-9789

Description of Land Committed: Township 25 South, Range 32 East, Lea County,

Section 16: E/2 SE/4

Number of Acres: 80.00

Record Title Owner – Lessee: Paduca Partners LLC – 100.00%

Name of Working Interest Owners: Devon Energy Production Company, L.P. - 100.00%

Overriding Royalty Interest Owners: Of record

Tract No. 3

Lease Serial Number:

USA NMLC 061869

Description of Land Committed:

Township 25 South, Range 32 East, Lea County,

Section 21: E/2 E/2

Number of Acres:

160.00

Record Title Owner - Lessee:

Devon Energy Production Company. L.P - 100.00%

Name of Working Interest Owners: Devon Energy Production Company, L.P. - 100.00%

Overriding Royalty Interest Owners: Of record

RECAPITULATION

Tract No.	No. of Acres Committed	Percentage of Interest in Communitized Area
1	80.00	25.0000%
2	80.00	25.0000%
3	<u>160.00</u>	<u>50.0000%</u>
Total	320.00	100.0000%

Devon - Internal

Federal Communitization Agreement

Contract No. NWNM14)642

THIS AGREEMENT entered into as of the 14th day of December, 2019, by and between the parties subscribing, ratifying, or consenting hereto, such parties being hereinafter referred to as "parties hereto."

WITNESSETH:

WHEREAS, the Act of February 25, 1920 (41 Stat. 437), as amended and supplemented, authorizes communitization or drilling agreements communitizing or pooling a Federal oil and gas lease, or any portion thereof, with other lands, whether or not owned by the United States, when separate tracts under such Federal lease cannot be independently developed and operated in conformity with an established well-spacing program for the field or area and such communitization or pooling is determined to be in the public interest; and

WHEREAS, the parties hereto own working, royalty or other leasehold interests, or operating rights under the oil and gas leases and lands subject to this agreement which 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

WHEREAS, the parties hereto desire to communitize and pool their respective mineral interests in lands subject to this agreement for the purpose of developing and producing communitized substances in accordance with the terms and conditions of this agreement:

NOW, THEREFORE, in consideration of the premises and the mutual advantages to the parties hereto, it is mutually covenanted and agreed by and between the parties hereto as follows:

1. The lands covered by this agreement (hereinafter referred to as "communitized area") are described as follows:

Section 16: E/2 E/2 Section 21: E/2 E/2

Township 25 South, Range 32 East, Lea County, New Mexico

Containing **320.00** acres, and this agreement shall include only the Bone Spring Formation underlying said lands and the oil and gas hereafter referred to as "communitized substances," producible from such formation(s).

2. Attached hereto, and made a part of this agreement for all purposes is Exhibit "A", a plat designating the communitized area and, Exhibit "B", designating the operator of the communitized area and showing the acreage, percentage and ownership of oil and gas

interests in all lands within the communitized area, and the authorization, if any, for communitizing or pooling any patented or fee lands within the communitized area.

- 3. The Operator of the communitized area shall be Devon Energy Production Company, L.P., 333 West Sheridan Avenue, Oklahoma City, Oklahoma 73102. All matters of operations shall be governed by the operator under and pursuant to the terms and provisions of this agreement. A successor operator may be designated by the owners of the working interest in the communitized area and four (4) executed copies of a designation of successor operator shall be filed with the Authorized Officer.
- 4. Operator shall furnish the Secretary of the Interior, or his authorized representative, with a log and history of any well drilled on the communitized area, monthly reports of operations, statements of oil and gas sales and royalties and such other reports as are deemed necessary to compute monthly the royalty due the United States, as specified in the applicable oil and gas operating regulations.
- 5. The communitized area shall be developed and operated as an entirety, with the understanding and agreement between the parties hereto that all communitized substances produced there from shall be allocated among the leaseholds comprising said area in the proportion that the acreage interest of each leasehold bears to the entire acreage interest committed to this agreement.
 - All proceeds, 8/8ths, attributed to unleased Federal or Indian lands included within the CA area are to be paid into the appropriate Unleased Lands Account or Indian Trust Account by the designated operator until the land is leased or ownership is established.
- 6. The royalties payable on communitized substances allocated to the individual leases comprising the communitized area and the rentals provided for in said leases shall be determined and paid on the basis prescribed in each of the individual leases. Payments of rentals under the terms of leases subject to this agreement shall not be affected by this agreement except as provided for under the terms and provisions of said leases or as may herein be otherwise provided. Except as herein modified and changed, the oil and gas leases subject to this agreement shall remain in full force and effect as originally made and issued. It is agreed that for any Federal lease bearing a sliding- or step-scale rate of royalty, such rate shall be determined separately as to production from each communitization agreement to which such lease may be committed, and separately as to any noncommunitized lease production, provided, however, as to leases where the rate of royalty for gas is based on total lease production per day, such rate shall be determined by the sum of all communitized production allocated to such a lease plus any noncommunitized lease production.
- 7. There shall be no obligation on the lessees to offset any well or wells completed in the same formation as covered by this agreement on separate component tracts into which the communitized area is now or may hereafter be divided, nor shall any lessee be required to measure separately communitized substances by reason of the diverse ownership thereof, but the lessees hereto shall not be released from their obligation to protect said

communitized area from drainage of communitized substances by a well or wells which may be drilled offsetting said area.

- 8. The commencement, completion, continued operation, or production of a well or wells for communitized substances on the communitized area shall be construed and considered as the commencement, completion, continued operation, or production on each and all of the lands within and comprising said communitized area, and operations or production pursuant to this agreement shall be deemed to be operations or production as to each lease committed hereto.
- 9. Production of communitized substances and disposal thereof shall be in conformity with allocation, allotments, and quotas made or fixed by any duly authorized person or regulatory body under applicable Federal or State statutes. This agreement shall be subject to all applicable Federal and State laws or executive orders, rules and regulations, and no party hereto shall suffer a forfeiture or be liable in damages for failure to comply with any of the provisions of this agreement if such compliance is prevented by, or if such failure results from, compliance with any such laws, orders, rules or regulations.
- 10. The date of this agreement is December 14, 2019, and it shall become effective as of this date or from the onset of production of communitized substances, whichever is earlier upon execution by the necessary parties, notwithstanding the date of execution, and upon approval by the Secretary of the Interior or by his duly authorized representative, and shall remain in force and effect for a period of 2 years and for as long as communitized substances are, or can be, produced from the communitized area in paying quantities: Provided, that prior to production in paying quantities from the communitized area and upon fulfillment of all requirements of the Secretary of the Interior, or his duly authorized representative, with respect to any dry hole or abandoned well, this agreement may be terminated at any time by mutual agreement of the parties hereto. This agreement shall not terminate upon cessation of production if, within 60 days thereafter, reworking or drilling operations on the communitized area are commenced and are thereafter conducted with reasonable diligence during the period of nonproduction. The 2-year term of this agreement will not in itself serve to extend the term of any Federal lease which would otherwise expire during said period.
- 11. The covenants herein shall be construed to be covenants running with the land with respect to the communitized interests of the parties hereto and their successors in interests until this agreement terminates and any grant, transfer, or conveyance of any such land or interest subject hereto, whether voluntary or not, shall be and hereby is conditioned upon the assumption of all obligations hereunder by the grantee, transferee, or other successor in interest, and as to Federal land shall be subject to approval by the Secretary of the Interior, or his duly authorized representative.
- 12. It is agreed between the parties hereto that the Secretary of the Interior, or his duly authorized representative, shall have the right of supervision over all Fee and State mineral operations within the communitized area to the extent necessary to monitor production and measurement, and assure that no avoidable loss of hydrocarbons occur in

which the United States has an interest pursuant to applicable oil and gas regulations of the Department of the Interior relating to such production and measurement.

- 13. This agreement shall be binding upon the parties hereto and shall extend to and be binding upon their respective heirs, executors, administrators, successors, and assigns.
- 14. This agreement may be executed in any number of counterparts, no one of which needs to be executed by all parties, or may be ratified or consented to by separate instrument, in writing, specifically referring hereto, and shall be binding upon all parties who have executed such a counterpart, ratification or consent hereto with the same force and effect as if all parties had signed the same document.
- 15. <u>Nondiscrimination</u>. In connection with the performance of work under this agreement, the operator agrees to comply with all the provisions of Section 202(1) to (7) inclusive, of Executive Order 11246 (30F.R. 12319), as amended, which are hereby incorporated by reference in this agreement.

IN WITNESS WHEREOF, the parties hereto have executed this agreement as of the day and year first above written and have set opposite their respective names the date of execution.

2-19-2020 Date	Devon Energy Production Company, L.P. Operator By: Catherine Cebsack Catherine Lebsack, Vice President	
	ConocoPhillips Company	
Date	By:	
<u>12 - 16 -2019</u> Date	By: MANAGER MICHAEL H. LEEDE, MANAGER	

ACKNOWLEDGMENT IN A REPRESENTATIVE CAPACITY

2/3/2020 Date	By: Title: Attorney-in-fact
ACK	KNOWLEDGEMENT
STATE OF Texas)
COUNTY OF Harris) ss.)
On this 3rd day of Ebruary, 2009, personally appeared Lindson	before me, a Notary Public for the State of Lyds, B. Wedde, , known to me to be the
Attorney-in-fact of ConocoPhillips Co	ompany, a Delaware Corporation, on behalf of the same.
(SFA) Notary Public, State of Texas Comm. Expires 01-07-2022 Notary ID 123933066	111000
My Commission Expires	Notary Public

ACKNOWLEDGEMENT

STATE OF OKLAHOMA)
COUNTY OF OKLAHOMA) ss.)
This instrument was acknowledged by Catherine Lebsack, Vice Presiden Oklahoma limited partnership, on be	pefore me on this day of terror, 2019, at for Devon Energy Production Company, L.P., an half of said limited partnership.
(SEAL) 10/21/23 My Commission Expires	OTHON
STATE OF TEXAS § COUNTY OF HARRIS §	
This instrument was acknowledged by, as attorney-in-f on behalf of said corporation.	efore me on this day of, 2019, act of ConocoPhillips Company, a Delaware corporation,
(SEAL)	
My Commission Expires	Notary Public
STATE OF COLORADO COUNTY OF ARAPAHOE)) ss.
	efore me on this
ROBERT L BRUSEI NOTARY PUBL STATE OF COLOR NOTARY ID 199640 MY COMMISSION EXPIRES	ADO MBrume

EXHIBIT "A"

Plat of communitized area covering 320.00 acres in E/2 E/2 of Section 16 and E/2 E/2 Section 21, Township 25 South, Range 32 East, Lea County, New Mexico.

Well Name/No.: Marwari 28-16 State Fed Com 238H

	Tract 1 E-5009
	80 acres
<u></u>	Tract 2
	E-9789 80 acres
	Tract 3 NMLC 061869
	160 acres

EXHIBIT "B"

To Communitization Agreement Dated December 14, 2019 embracing the following described land in E/2 E/2 of Section 16 and E/2 E/2 Section 21, Township 25 South, Range 32 East, Lea County, New Mexico.

Operator of Communitized Area: Devon Energy Production Company, L.P.

DESCRIPTION OF LEASES COMMITTED

Tract No. 1

Lease Serial Number:

ST NM E-5009

Description of Land Committed:

Township 25 South, Range 32 East, Lea County,

Section 16: E/2 NE/4

Number of Acres:

80.00

Record Title Owner – Lessee:

ConocoPhillips Company – 100.00%

Name of Working Interest Owners: Devon Energy Production Company, L.P. – 100.00%

Overriding Royalty Interest Owners: Of record

Tract No. 2

Lease Serial Number:

ST NM E-9789

Description of Land Committed:

Township 25 South, Range 32 East, Lea County,

Section 16: E/2 SE/4

Number of Acres:

80.00

Record Title Owner – Lessee:

Paduca Partners LLC - 100.00%

Name of Working Interest Owners: Devon Energy Production Company, L.P. – 100.00%

Overriding Royalty Interest Owners: Of record

Tract No. 3

Lease Serial Number:

USA NMLC 061869

Description of Land Committed:

Township 25 South, Range 32 East, Lea County,

Section 21: E/2 E/2

Number of Acres:

160.00

Record Title Owner - Lessee:

Devon Energy Production Company. L.P - 100.00%

Name of Working Interest Owners: Devon Energy Production Company, L.P. - 100.00%

Overriding Royalty Interest Owners: Of record

RECAPITULATION

Tract No.	No. of Acres Committed	Percentage of Interest in Communitized Area
1	80.00	25.0000%
2	80.00	25.0000%
3	<u>160.00</u>	<u>50.0000%</u>
Total	320.00	100.0000%

Federal Communitization Agreement

Contract No. NM NM 141642

THIS AGREEMENT entered into as of the 14th day of December, 2019, by and between the parties subscribing, ratifying, or consenting hereto, such parties being hereinafter referred to as "parties hereto."

WITNESSETH:

WHEREAS, the Act of February 25, 1920 (41 Stat. 437), as amended and supplemented, authorizes communitization or drilling agreements communitizing or pooling a Federal oil and gas lease, or any portion thereof, with other lands, whether or not owned by the United States, when separate tracts under such Federal lease cannot be independently developed and operated in conformity with an established well-spacing program for the field or area and such communitization or pooling is determined to be in the public interest; and

WHEREAS, the parties hereto own working, royalty or other leasehold interests, or operating rights under the oil and gas leases and lands subject to this agreement which 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

WHEREAS, the parties hereto desire to communitize and pool their respective mineral interests in lands subject to this agreement for the purpose of developing and producing communitized substances in accordance with the terms and conditions of this agreement:

NOW, THEREFORE, in consideration of the premises and the mutual advantages to the parties hereto, it is mutually covenanted and agreed by and between the parties hereto as follows:

1. The lands covered by this agreement (hereinafter referred to as "communitized area") are described as follows:

Section 16: E/2 E/2 Section 21: E/2 E/2

Township 25 South, Range 32 East, Lea County, New Mexico

Containing 320.00 acres, and this agreement shall include only the Bone Spring Formation underlying said lands and the oil and gas hereafter referred to as "communitized substances," producible from such formation(s).

2. Attached hereto, and made a part of this agreement for all purposes is Exhibit "A", a plat designating the communitized area and, Exhibit "B", designating the operator of the communitized area and showing the acreage, percentage and ownership of oil and gas

- interests in all lands within the communitized area, and the authorization, if any, for communitizing or pooling any patented or fee lands within the communitized area.
- 3. The Operator of the communitized area shall be Devon Energy Production Company, L.P., 333 West Sheridan Avenue, Oklahoma City, Oklahoma 73102. All matters of operations shall be governed by the operator under and pursuant to the terms and provisions of this agreement. A successor operator may be designated by the owners of the working interest in the communitized area and four (4) executed copies of a designation of successor operator shall be filed with the Authorized Officer.
- 4. Operator shall furnish the Secretary of the Interior, or his authorized representative, with a log and history of any well drilled on the communitized area, monthly reports of operations, statements of oil and gas sales and royalties and such other reports as are deemed necessary to compute monthly the royalty due the United States, as specified in the applicable oil and gas operating regulations.
- 5. The communitized area shall be developed and operated as an entirety, with the understanding and agreement between the parties hereto that all communitized substances produced there from shall be allocated among the leaseholds comprising said area in the proportion that the acreage interest of each leasehold bears to the entire acreage interest committed to this agreement.
 - All proceeds, 8/8ths, attributed to unleased Federal or Indian lands included within the CA area are to be paid into the appropriate Unleased Lands Account or Indian Trust Account by the designated operator until the land is leased or ownership is established.
- 6. The royalties payable on communitized substances allocated to the individual leases comprising the communitized area and the rentals provided for in said leases shall be determined and paid on the basis prescribed in each of the individual leases. Payments of rentals under the terms of leases subject to this agreement shall not be affected by this agreement except as provided for under the terms and provisions of said leases or as may herein be otherwise provided. Except as herein modified and changed, the oil and gas leases subject to this agreement shall remain in full force and effect as originally made and issued. It is agreed that for any Federal lease bearing a sliding- or step-scale rate of royalty, such rate shall be determined separately as to production from each communitization agreement to which such lease may be committed, and separately as to any noncommunitized lease production, provided, however, as to leases where the rate of royalty for gas is based on total lease production per day, such rate shall be determined by the sum of all communitized production allocated to such a lease plus any noncommunitized lease production.
- 7. There shall be no obligation on the lessees to offset any well or wells completed in the same formation as covered by this agreement on separate component tracts into which the communitized area is now or may hereafter be divided, nor shall any lessee be required to measure separately communitized substances by reason of the diverse ownership thereof, but the lessees hereto shall not be released from their obligation to protect said

- communitized area from drainage of communitized substances by a well or wells which may be drilled offsetting said area.
- 8. The commencement, completion, continued operation, or production of a well or wells for communitized substances on the communitized area shall be construed and considered as the commencement, completion, continued operation, or production on each and all of the lands within and comprising said communitized area, and operations or production pursuant to this agreement shall be deemed to be operations or production as to each lease committed hereto.
- 9. Production of communitized substances and disposal thereof shall be in conformity with allocation, allotments, and quotas made or fixed by any duly authorized person or regulatory body under applicable Federal or State statutes. This agreement shall be subject to all applicable Federal and State laws or executive orders, rules and regulations, and no party hereto shall suffer a forfeiture or be liable in damages for failure to comply with any of the provisions of this agreement if such compliance is prevented by, or if such failure results from, compliance with any such laws, orders, rules or regulations.
- The date of this agreement is December 14, 2019, and it shall become effective as of this 10. date or from the onset of production of communitized substances, whichever is earlier upon execution by the necessary parties, notwithstanding the date of execution, and upon approval by the Secretary of the Interior or by his duly authorized representative, and shall remain in force and effect for a period of 2 years and for as long as communitized substances are, or can be, produced from the communitized area in paying quantities: Provided, that prior to production in paving quantities from the communitized area and upon fulfillment of all requirements of the Secretary of the Interior, or his duly authorized representative, with respect to any dry hole or abandoned well, this agreement may be terminated at any time by mutual agreement of the parties hereto. This agreement shall not terminate upon cessation of production if, within 60 days thereafter, reworking or drilling operations on the communitized area are commenced and are thereafter conducted with reasonable diligence during the period of nonproduction. The 2-year term of this agreement will not in itself serve to extend the term of any Federal lease which would otherwise expire during said period.
- 11. The covenants herein shall be construed to be covenants running with the land with respect to the communitized interests of the parties hereto and their successors in interests until this agreement terminates and any grant, transfer, or conveyance of any such land or interest subject hereto, whether voluntary or not, shall be and hereby is conditioned upon the assumption of all obligations hereunder by the grantee, transferee, or other successor in interest, and as to Federal land shall be subject to approval by the Secretary of the Interior, or his duly authorized representative.
- 12. It is agreed between the parties hereto that the Secretary of the Interior, or his duly authorized representative, shall have the right of supervision over all Fee and State mineral operations within the communitized area to the extent necessary to monitor production and measurement, and assure that no avoidable loss of hydrocarbons occur in

which the United States has an interest pursuant to applicable oil and gas regulations of the Department of the Interior relating to such production and measurement.

- 13. This agreement shall be binding upon the parties hereto and shall extend to and be binding upon their respective heirs, executors, administrators, successors, and assigns.
- 14. This agreement may be executed in any number of counterparts, no one of which needs to be executed by all parties, or may be ratified or consented to by separate instrument, in writing, specifically referring hereto, and shall be binding upon all parties who have executed such a counterpart, ratification or consent hereto with the same force and effect as if all parties had signed the same document.
- 15. <u>Nondiscrimination</u>. In connection with the performance of work under this agreement, the operator agrees to comply with all the provisions of Section 202(1) to (7) inclusive, of Executive Order 11246 (30F.R. 12319), as amended, which are hereby incorporated by reference in this agreement.

IN WITNESS WHEREOF, the parties hereto have executed this agreement as of the day and year first above written and have set opposite their respective names the date of execution.

2-19-2020 Date	Devon Energy Production Company, L.P. Operator By: <u>athesine Jebssek</u> Catherine Lebsack, Vice President
	ConocoPhillips Company
Date	By:
<u>12 -16 -2019</u> Date	By: Manufle H LEEDE, MANAGER

ACKNOWLEDGMENT IN A REPRESENTATIVE CAPACITY

	By: Lindsay B. Weddle Title: Attorney-In-fact
ACKNOW	VLEDGEMENT
STATE OF <u>Texas</u>) ss. COUNTY OF <u>Harris</u>)	
	me, a Notary Public for the State of Lyas, Wedde, known to me to be the , a Delaware Corporation, on behalf of the same.
MICHELLE A. LUNA (SEA Section of Notary Public, State of Texas Comm. Expires 01-07-2022 Notary ID 123933066	Michela Luna
My Commission Expires	Notary Public)

ACKNOWLEDGEMENT

STATE OF OKLAHOMA) ss.	
COUNTY OF OKLAHOMA)	
This instrument was acknowledged before me on by Catherine Lebsack, Vice President for Devon I Oklahoma limited partnership, on behalf of said le	Energy Production Company, L.P., an
(SEAL) Value Valu	Notary Public
STATE OF TEXAS § COUNTY OF HARRIS §	4th
COUNTY OF HARRIS §	
This instrument was acknowledged before me on by, as attorney-in-fact of Conoc on behalf of said corporation.	this day of, 2019, coPhillips Company, a Delaware corporation,
(SEAL)	
My Commission Expires	Notary Public
STATE OF COLORADO)	
COUNTY OF ARAPAHOE) ss.	
This instrument was acknowledged before me on by MICHAEL H, LEEDE as MAN AGER	this /6 72 day of December, 2019, Paduca Partners, LLC.
(SEAL) ROBERT L BRUSENHAN III NOTARY PUBLIC STATE OF COLORADO NOTARY ID 19964019623 MY COMMISSION EXPIRES 11/24/202	MBrunn to
My Commission Expires	Notary Public

EXHIBIT "A"

Plat of communitized area covering 320.00 acres in E/2 E/2 of Section 16 and E/2 E/2 Section 21, Township 25 South, Range 32 East, Lea County, New Mexico.

Well Name/No.: Marwari 28-16 State Fed Com 238H

Tract 1 E-5009 80 acres
Tract 2 E-9789 80 acres
Tract 3 NMLC 061869 160 acres
:

EXHIBIT "B"

To Communitization Agreement Dated December 14, 2019 embracing the following described land in E/2 E/2 of Section 16 and E/2 E/2 Section 21, Township 25 South, Range 32 East, Lea County, New Mexico.

Operator of Communitized Area: Devon Energy Production Company, L.P.

DESCRIPTION OF LEASES COMMITTED

Tract No. 1

Lease Serial Number:

ST NM E-5009

Description of Land Committed:

Township 25 South, Range 32 East, Lea County,

Section 16: E/2 NE/4

Number of Acres:

80.00

Record Title Owner – Lessee:

ConocoPhillips Company - 100.00%

Name of Working Interest Owners: Devon Energy Production Company, L.P. – 100.00%

Overriding Royalty Interest Owners: Of record

Tract No. 2

Lease Serial Number:

ST NM E-9789

Description of Land Committed:

Township 25 South, Range 32 East, Lea County,

Section 16: E/2 SE/4

Number of Acres:

80.00

Record Title Owner – Lessee:

Paduca Partners LLC - 100.00%

Name of Working Interest Owners: Devon Energy Production Company, L.P. - 100.00%

Overriding Royalty Interest Owners: Of record

Tract No. 3

Lease Serial Number:

USA NMLC 061869

Description of Land Committed:

Township 25 South, Range 32 East, Lea County,

Section 21: E/2 E/2

Number of Acres:

160.00

Record Title Owner – Lessee:

Devon Energy Production Company. L.P - 100.00%

Name of Working Interest Owners: Devon Energy Production Company, L.P. - 100.00%

Overriding Royalty Interest Owners: Of record

RECAPITULATION

Tract No.	No. of Acres Committed	Percentage of Interest in Communitized Area
1	80.00	25.0000%
2	80.00	25.0000%
3	<u>160.00</u>	<u>50.0000%</u>
Total	320.00	100.0000%