



# 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: NMNM143626 (NMNM105738382) 3105.2 (NM920)

JAN 0 4 2023

Reference:

Communitization Agreement Golden Bell Fed Com 26-36-06 #093H, #104H, #113H Section 6: E2W2; Section 7: E2W2. T. 26 S., R. 36 E., N.M.P.M. Lea County, NM

Ameredev Operating, LLC 2901 Via Fortuna, Suite 600 Austin, TX 78746

### Gentlemen:

Enclosed is an approved copy of Communitization Agreement NMNM143626 involving 160.00 acres of Federal land in lease NMNM137471 and 160.00 acres of Federal land in lease NMNM137472, Lea County, New Mexico, which comprise a 320.00 acre well spacing unit.

The agreement communitizes all rights to crude oil and associated natural gas from the Bone Spring and Wolfcamp formations beneath the E2W2 of sec. 6 and the E2W2 of sec. 7, T. 26 S., R. 36 E., NMPM, Lea County, NM, and is effective August 1, 2021. 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.

Released to Imaging: 1/6/2023 2:57:33 PM

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,

KYLE PARADIS

Digitally signed by KYLE PARADIS Date: 2023.01.04 11:18:49 -07'00'

Kyle Paradis
Branch Chief of Reservoir Management
Division of Minerals

1 Enclosure:

1 - Communitization Agreement

cc:

ONRR, Denver NM Taxation & Revenue Dept. (Revenue Processing Div.) NMOCD NM (9200) NMP020, (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. 266(j), and delegated to the authorized officer of the Bureau of Land Management, I do hereby:

- A. Determine and certify that the plan of development and operation contemplated in the attached Communitization Agreement is necessary, advisable, and in the public interest for the purpose of more properly conserving the natural resources.
- B. Approve the attached Communitization Agreement NMNM143626 involving Federal Leases NMNM137471 and NMNM137472. This Communitization Agreement is in Secs. 6 and 7, T. 26 S., R. 36 E., NMPM, Lea County, New Mexico, for production of crude oil and associated natural gas producible from the Bone Spring and Wolfcamp Formations.
- C. Certify and determine that the drilling, producing, rental, minimum royalty and royalty requirements of the Federal lease or leases committed to said Communitization Agreement are hereby established, altered, changed, or revoked to conform with the terms and conditions of the Communitization Agreement.

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. In addition, approval of this agreement does not warrant or certify that the State or Patented land descriptions and acreages are consistent with the latest survey for those lands.

This approval is granted subject to the condition that the requirements of Section 102(b)(3) of the Federal Oil and Gas Royalty Management Act of 1982 be satisfied for all wells drilled anywhere within the communitized area.

Section 102(b)(3) of the Federal Oil and Gas Royalty Management Act of 1982, as implemented by the applicable provisions of the operating regulations at Title 43 CFR 3162.4-1(c), requires that "not later than the 5th business day after any well begins production on which royalty is due anywhere on a lease site or allocated to a lease site, or resumes production in the case of a well which has been off production for more than 90 days, the operator shall notify the authorized officer by letter or sundry notice, Form 3160-5, or orally to be followed by a letter or sundry notice, of the date on which such production has begun or resumed."

The date on which production is commenced or resumed will be construed for oil wells as the date on which liquid hydrocarbons are first sold or shipped from a temporary storage facility, such as a test tank, and for which a run ticket is required to be generated, or the date on which liquid hydrocarbons are first produced into a permanent storage facility, whichever first occurs; and, for gas wells, as the date on which associated liquid hydrocarbons are first sold or shipped from a temporary storage facility, such as a test tank, and for which a run ticket is required to be generated, or the date on which gas is first measured through permanent metering facilities, whichever first occurs.

If you fail to comply with this requirement in the manner and time allowed, you shall be liable for civil penalties for each day such violation continues, not to exceed a maximum of 20 days. See Section 109(c)(3) of the Federal Oil and Gas Royalty Management Act of 1982 and the implementing regulations at Title 43 CFR 3163.2(e)(2).

KYLE PARADIS Digitally signed by KYLE PARADIS Date: 2023.01.04 11:19:24 -07'00'

Kyle Paradis
Branch Chief of Reservoir Management
Division of Minerals

Effective: August 1, 2021 Contract No.: NMNM143626 Released to Imaging: 1/6/2023 2:57:33 PM

District I
1625 N. French Dr., Hobbs, NM 88240
Phone: (575) 393-6161 Fax: (575) 393-0720 District II

811 S. First St., Artesia, NM 88210 Phone: (575) 748-1283 Fax: (575) 748-9720 District III

1000 Rio Brazos Rd., Aztec, NM 87410 Phone:(505) 334-6178 Fax:(505) 334-6170

1220 S. St Francis Dr., Santa Fe, NM 87505 Phone:(505) 476-3470 Fax:(505) 476-3462

**State of New Mexico Energy, Minerals and Natural Resources Oil Conservation Division** 1220 S. St Francis Dr. **Santa Fe, NM 87505** 

COMMENTS

Action 173555

### **COMMENTS**

Operator:	OGRID:
AMEREDEV OPERATING, LLC	372224
2901 Via Fortuna	Action Number:
Austin, TX 78746	173555
	Action Type:
	[IM-SD] Well File Support Doc (ENG) (IM-AWF)

#### COMMENTS

Created By	Comment	Comment Date
dmcclure	NMNM 143626	1/6/2023

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#### CONDITIONS

Created		Condition Date
dmcc	None	1/6/2023