



United States Department of the Interior

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BUREAU OF LAND MANAGEMENT
Pecos District
Carlsbad Field Office
2015 JUN 23 10:32
Carlsbad, New Mexico 88220-6292
www.blm.gov/nm



IN REPLY REFER TO:
NM134697
3105.2 (P0220)

Reference:
Mean Green 22 Fed Com 1H
T. 26 S., R. 34 E.,
E2SE, sec. 15,
E2E2, sec. 22

JUN 23 2015

Lea County, NM

Devon Energy Corporation
333 W. Sheridan
Oklahoma City, OK 73102

Gentlemen:

Enclosed is an approved copy of Communitization Agreement NM134697 involving 80 acres of Federal land in lease NM94118, 160 acres of Federal land in lease NM112941, Lea County, New Mexico, which comprise a 240 acre well spacing unit.

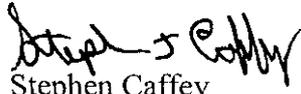
The agreement communitizes all rights to all producible hydrocarbons from the Delaware formation beneath sec. 15, E2SE, sec. 22; E2E2, T. 26 S., R. 34 E., NMPM, and is effective 12/1/14. Approval of this agreement does not warrant or certify that the operator, thereof, and other working interest owners hold legal or equitable title to the leases which are committed hereto.

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 Edward G. Fernandez Petroleum Engineer at (575) 234-2220.

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

Sincerely,


Stephen Caffey
Assistant Field Manager,

1 Enclosure:

1 - Communitization Agreement

cc:

ONRR, Denver (357B-1, Antoinette Contreras, Stacey Kaiser)

NM Taxation & Revenue Dept. (Revenue Processing Div.)

NMOCD

NM (9200)

NM (P0220-CFO, File Room)

Determination - Approval - Certification

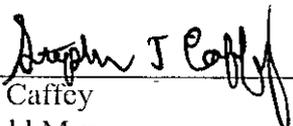
Pursuant to the authority vested in the Secretary of the Interior under Section 17(j) of the Mineral Leasing Act of 1920, as amended (74 Stat. 784; 30 U.S.C. 226(j)), and delegated to the authorized officer of the Bureau of Land Management, I do hereby:

- 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 beneath sec. 15, E2SE, sec. 22, E2E2, T. 26 S., R. 34 E., NMPM, as to all producible hydrocarbons from the Delaware formation. This approval will become invalid if the public interest requirements under section 3105.2-3 (e) 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:



Stephen Caffey
Asst. Field Mgr.
Authorized Officer

Effective: 12/1/14

Contract No.: Com. Agr. NM-34697



United States Department of the Interior

BUREAU OF LAND MANAGEMENT

Carlsbad Field Office
620 E. Greene
Carlsbad, New Mexico 88220-6292
www.nm.blm.gov



In Reply Refer to
NM134697
3107 (P0220)

Memorandum

To: State Director (9210)

From: Land Law Examiner (P0220)

Subject: First Production, Communitization Agreement NM134697

Date of Completion: 1/23/15
Date of First Production: 1/23/15
Field: WC-025 G06 S263422P
Operator, Well Name & No, API Number: Devon; Mean Green 22 Fed Com 1H; 30-025-41434
Surface Location: sec. 22, T. 26 S., R. 34 E.
Total Depth: 16,532 MD; 9,233 TVD
Surface Elevation: 3,213GL
Producing Formation: Delaware (9,433 – 16,387)
Well Capable of Production in Paying Quantities: Yes
Initial Daily Production: Oil 81 BBL; Gas 96 MCF; Water 3,201 BBL
Current Status: Producing Oil Well

Remarks: CA NM134697, effective 12/1/14, communitizes production of all gas and fluid hydrocarbons in the Delaware formation beneath sec. 15: E2SE, sec. 22: E2E2, T. 26 S., R. 34 E., NMPM, and comprises 80 acres of Federal land in lease NM94118, and 160 acres of Federal land in lease NMNM112941 for a 240 acre spacing unit, whose leases are held by actual production.

If you have any questions regarding this memorandum, please email Arthur Morrison at ajmorrison@blm.gov.

/S/ Arthur Morrison
6/23/15

cc:
ONRR-MS 63230B
First Production File
LLNM (P0220, File Room)
NM