



IN REPLY REFER TO:

United States Department of the Interior

BUREAU OF LAND MANAGEMENT

New Mexico State Office

P.O. Box 27115

Santa Fe, New Mexico 87502-0115

www.blm.gov/nm



3180 (P0220)

NMNM71968

Reference:

December 2, 2015

Designation of Successor Operator

Communitization Agreement No. NMNM71968

Eddy County, New Mexico

CERTIFIED—RETURN RECEIPT REQUESTED

7014 3490 0000 3103 0382

Mewbourne Oil Company

500 West Texas St., Suite 1020

Midland, TX 79701

2015 DEC -1 P 1:59
RECEIVED OOD

Gentlemen:

This office has received and reviewed your Designation of Successor Operator in which your company has agreed to assume all rights, duties, and obligations as the operator of the Communitization Agreement No. NMNM71968, covering the S2 of sec. 34, T. 23 S., R. 26 E., NMPM, Eddy County, New Mexico. The instruments are executed by Mewbourne, as operator of the communitized area.

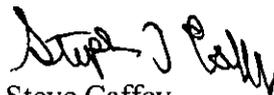
The designation of Mewbourne Oil Company, as successor operator of the communitized area effective October 1, 2014 is hereby approved.

In accordance with this approval Mewbourne Oil Company is responsible for all operations and the reporting of all production from the communitized area. Well signs should also reflect Mewbourne Oil Company, as operator. Please inform all interested principles of such approval.

In approving this designation, the Authorized Officer neither warrants nor certifies that the designated party has obtained all required approvals that would entitle it to conduct operations under Communitization Agreement No. NMNM71968.

If you have any questions regarding this letter, please contact Edward G. Fernandez, Petroleum Engineer at the Division of Lands and Minerals at (575) 234-2220.

Sincerely,

A handwritten signature in black ink, appearing to read "Steve J Caffey".

Steve Caffey
Assistant Field Manager,
Lands and Minerals

1 Enclosure

cc:

ONRR, Denver

NMOCD-Santa Fe

NM (P0221), CFO I&E

NM (P0220), CFO