



30-015-42507

## United States Department of the Interior

BUREAU OF LAND MANAGEMENT

New Mexico State Office

301 Dinosaur Trail

Santa Fe, New Mexico 87508

[www.blm.gov/new-mexico](http://www.blm.gov/new-mexico)



JUN 24 2019 PM02:06

IN REPLY REFER TO:

NMNM135081  
3105.2 (NM925)

JUN 14 2019

Reference:

Communitization Agreement  
Cabo Wabo 25 Fed Com #3H  
Section 24: W2E2,  
Section 25: W2E2.  
T. 25 S., R. 29 E., N.M.P.M.  
Eddy County, NM

COG Production LLC  
600 W. Illinois Ave.  
Midland, TX 79701

To Whom it May Concern:

On September 15, 2015, Communitization Agreement NMNM 135081 was approved for the following area:

T. 25 S., R. 29 E., NMPM  
Section 24: E2W2, E2,  
Section 25: E2W2, E2  
Eddy County, NM 960.00 acres

This Communitization Agreement has been changed to the following:

Enclosed is an approved copy of Communitization Agreement NMNM 135081 involving 160 acres of Federal land in lease NMNM 120895, and 160 acres of Federal land in lease NMNM 98821, Eddy 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 the W2E2 of Sec. 24, and W2E2 of Sec. 25, T. 25 S., R. 29 E., NMPM, Eddy County, NM, and is effective May 15, 2015. 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.

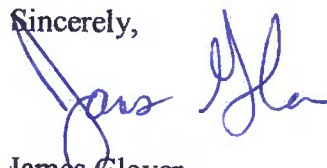
Approval of this agreement does not constitute an adjudication of any state, local government, or private interests, and does not constitute a warranty or certification that the information supplied by the party submitting this agreement regarding any private, state, or local government interests is 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 Margie Dupre at (505) 954-2142.

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

Sincerely,



James Glover  
Supervisory Geologist  
Branch of Reservoir Management  
Division of Minerals

1 Enclosure:

1 - Communitization Agreement

cc:

ONRR, Denver

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

NMOCD

NM (9200)

NM (P0220-CFO)

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. 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 W2E2 of sec. 24 and W2E2 of sec. 25, T. 25 S., R. 32 E., NMPM, 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.
- 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:

**JUN 14 2019**

  
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James Glover  
Supervisory Geologist  
Branch of Reservoir Management  
Division of Minerals

Effective: May 15, 2015

Contract No: Com. Agr. NMNM135081