KNOW ALL MEN BY THESE PRESENTS:

STATE/STATE OR STATE/FEE

Parkway 16-17 State Com #2H

Revised March 2017

COMMUNITIZATION AGREEMENT

STATE OF NEW MEXICO) CS	API #: 30-015-46918
COUNTY OF EDDY (SS)	

THAT THIS AGREEMENT [which is NOT to be used for carbon dioxide or helium] is dated effective as of **April 1, 2020**, by and between the parties subscribing, ratifying or consenting hereto, such parties hereinafter being referred to as "Parties hereto";

WHEREAS, the Commissioner of Public Lands of the State of New Mexico is authorized by the Legislature, as set forth in Sec. 19-10-53, New Mexico Statutes, Annotated, 1978, in the interest of conservation of oil & gas and the prevention of waste to consent to and approve the development or operation of State Trust Lands under agreements made by lessees of oil & gas leases thereon, jointly or severally with other oil & gas lessees of State Trust Lands, or oil and gas lessees or mineral owners of privately owned or fee lands, for the purpose of pooling or communitizing such lands to form a proration unit or portion thereof, or well-spacing unit, pursuant to any order, rule or regulation of the New Mexico Oil Conservation Division of the New Mexico Energy, Minerals and Natural Resources Department where such agreement provides for the allocation of the production of oil or gas from such pools or communitized areas on an acreage or other basis found by the Commissioner of Public Lands to be fair and equitable.

WHEREAS, the parties hereto, own working, royalty, or other leasehold interest or operating rights under the oil and gas leases and lands subject to this agreement, which leases are more particularly described in the schedule attached hereto, marked Exhibit "A" and made a part hereof, for all purposes; and

WHEREAS, said leases, insofar as they cover the **BONE SPRING** formation or pool as defined by the NMOCD, as further described on Exhibit "A" (hereinafter referred to as "said formation") in and under the land hereinafter described cannot be independently developed and operated in conformity with the well spacing program established for such formation in and under said lands; and

WHEREAS, the parties hereto desire to communitize and pool their respective interests in said leases subject to this agreement for the purpose of developing, operating and producing hydrocarbons in the said formation in and under the land hereinafter described subject to the terms hereof.

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 undersigned as follows:

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

S/2N/2 (South Half of the North Half) Sections 16 & 17, Township 19 South, Range 29 East, N.M.P.M. Eddy County, New Mexico Containing 320.00 acres, more or less.

It is the judgement of the parties hereto that the communitization, pooling and consolidation of the aforesaid land into a single unit for the development and production of hydrocarbons from the said formation in and under said land is necessary and advisable in order to properly develop and produce the hydrocarbons in the said formation beneath the said land in accordance with the well spacing rules of the Oil Conservation Division of the New Mexico Energy, Minerals and Natural Resources Department, and in order to promote the conservation of the hydrocarbons in and that may be produced from said formation in and under said lands, and would be in the public interest;

AND, for the purposes aforesaid, the parties hereto do hereby communitize for proration or spacing purposes only the leases and/or depths described in Exhibit "A" hereto insofar as they cover hydrocarbons within and that may be produced from the said formation (hereinafter referred to as "communitized substances") beneath the above-described land, into a single communitization, for the development, production, operation and conservation of the hydrocarbons in said formation beneath said lands.

Attached hereto and made a part of this agreement for all purposes, is Exhibit "A" showing the acreage, depths communitized and ownership (Lessees of Record) of all leases within the communitized area.

- 2. 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 therefrom shall be allocated among the leases described in Exhibit "A" hereto in the proportion that the number of surface acres covered by each of such leases and included within the communitized area bears to the total number of acres contained in the communitized area.
- 3. Subject to Paragraph 4, the royalties payable on communitized substances allocated to the individual leases and the rentals provided for in said leases shall be determined and paid in the manner and on the basis prescribed in each of said leases. Except as provided for under the terms and provisions of the leases described in Exhibit "A" hereto or as herein provided to the contrary, the payment of rentals under the terms of said leases shall not be affected by this agreement; and except as herein modified and changed or heretofore amended, the oil and gas leases subject to this agreement shall remain in full force and effect as originally issued and amended.

- 4. **CIMAREX ENERGY CO.** shall be the Operator of the said communitized area and all matters of operation shall be determined and performed by **CIMAREX ENERGY CO.**
- 5. The State of New Mexico hereafter is entitled to the right to take in kind its share for the communitized substances allocated to such tract, and Operator shall make deliveries of such royalty share taken in kind in conformity with applicable contracts, laws, and regulations.
- 6. There shall be no obligation upon the parties hereto to offset any well or wells situated on the tracts of land comprising the communitized area, nor shall the Operator be required to measure separately the communitized substances by reason of the diverse ownership of the separate tracts of land comprising the said communitized area; provided, however, that the parties hereto shall not be released from their obligation to protect the communitized area from drainage of communitized substances by wells which may be drilled within offset distance (as that term is defined) of the communitized area.
- 7. The commencement, completion, and continued operation or production of a well or wells of communitized substances on the communitized area shall be considered as the commencement, completion, continued operation or production as to each of the leases described in Exhibit "A" hereto.
- 8. The production of communitized substances and disposal thereof shall be in conformity with the allocations, allotments, and quotas made or fixed by any duly authorized person or regulatory body under applicable Federal or State laws. This agreement shall be subject to all applicable Federal and State laws, executive orders, rules and regulations affecting the performance of the provisions hereof, 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 compliance is prevented by or if such failure results from compliance with any such laws, orders, rules and regulations.
- 9. This agreement shall be effective as of the date hereinabove written upon execution by the necessary parties, notwithstanding the date of execution, and upon approval by the Commissioner of Public Lands, shall remain in full force and effect for a period of one year from the date hereof and as long thereafter as communitized substances are produced from the communitized area in paying quantities; provided, that this agreement shall not expire if there is a well capable of producing gas in paying quantities located upon some part of the communitized area, if such a well is shut-in due to the inability of the Operator to obtain a pipeline connection or to market the gas therefrom, and if either: (a) a shut-in royalty has been timely and properly paid pursuant to the provisions of one of the State of New Mexico oil and gas leases covering lands subject to this agreement so as to prevent the expiration of such lease; or (b) each of the State of New Mexico oil and gas leases covering lands subject to this agreement is in its primary term (if a five-year lease), or in its primary or secondary term (if a ten-year lease), or is held by production from another well. Provided further, however, that prior to production in paying quantities from the communitized area, and upon fulfillment of all requirements of the Commissioner of Public Lands with respect to any dry hole or abandoned well drilled upon the communitized area, this agreement may be

terminated at any time by mutual agreement of the parties hereto. This agreement shall not terminate upon cessation of production of communitized substances if, within sixty (60) days thereafter, reworking or drilling operations on the communitized area are commenced and are thereafter conducted with reasonable diligence. As to State Trust Lands, written notice of intention to commence such operations shall be filed with the Commissioner of Public Lands within thirty (30) days after the cessation of such production, and a report of the status of such operations shall be made by the Operator to the Commissioner every thirty (30) days, and the cessation of such operations for more than twenty (20) consecutive days shall be considered as an abandonment of such operations as to any lease from the State of New Mexico included in this agreement.

- 10. Operator will furnish the Oil Conservation Division of the New Mexico Energy, Minerals and Natural Resources Department, and the Commissioner of Public Lands of the State of New Mexico, with any and all reports, statements, notices and well logs and records which may be required under the laws and regulations of the State of New Mexico.
- 11. It is agreed between the parties hereto that the Commissioner of Public Lands, or his duly authorized representatives, shall have the right of supervision over all operations under the communitized area to the same extent and degree as provided in the oil and gas leases described in Exhibit "A" hereto and in the applicable oil and gas regulations of the State of New Mexico.
- 12. If any order of the Oil Conservation Division of the New Mexico Energy, Minerals and Natural Resources Department, upon which this agreement is predicated or based is in anyway changed or modified, then in such event said agreement is likewise modified to conform thereto.
- 13. 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 instruments, 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.
- 14. 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.

IN WITNESS WHEREOF, the parties hereto have executed this agreement as of the day and year first above written.

OPERATOR: CIMAREX ENERGY CO. By: Michael DeShazer Title: Attorney-in-Fact			
Signature			
Date			
ACKN	OWLEDGMENT		
STATE OF			
The foregoing instrument was acknowledge by Michael DeShazer , Attorney-in-Fact for			, 2020,
	Notary Public in a	nd for the State of	
	My Commisio Exp	oires:	

My Commisio Expires:

LEASE #: L0-2473-0003 & K0-4093-0002

LESSEE OF RECORD: MAGNUM HUNTER PRODUCTION, INC.

LEASE #: E0-2943-0007	ACEG DIG			
LESSEE OF RECORD: EOG RESOUR	RCES INC.			
By:				
Title:				
Signature				
Date				
ACE	KNOWLEDGMENT			
STATE OF)SS)				
The foregoing instrument was acknowle by, in his/her creations in the control of the cont	edged before me thiseapacity as	day of _	, for EOG	_, 2020,
	Notary Public in and	for the Sts	ete of	
	riotaly I dolle III allu	ioi ilie sia	iic 01	

My Commisio Expires:

LESSEE OF RECORD: XTO HOLDING	S, LLC		
By:			
Title:			
Signature			
Date			
ACKN	NOWLEDGMENT		
STATE OF)SS)			
The foregoing instrument was acknowledge by, in his/her cap LLC.			
	Notary Public in a	.nd for the State of_	

My Commisio Expires:

LEASE #: LG-1637-0003

WORKING INTEREST OWNERS (OWNERS OF OPERATING RIGHTS AND/OR A CONTRACTUAL INTEREST, INCLUDING THOSE WITH A CONVERTIBLE INTEREST):

Cimarex Energy Co.	
Michael DeShazer	
Title: Attorney-in-Fact	
Date:	
A	CKNOWLEDGMENT
STATE OF)SS)	
The foregoing instrument was acknown 2020, by Michael DeShazer, Attorney	wledged before me this day of, y-in-Fact for Cimarex Energy Co.
	Notary Public in and for the State of
	My Commisio Expires:

Magnum Hunter Production, Inc.	
Michael DeShazer	
Title: Attorney-in-Fact	
Date:	
A	ACKNOWLEDGMENT
STATE OF)SS)	
by Michael DeShazer, Attorney-in-	wledged before me this day of, 2020 Fact for Magnum Hunter Production, Inc. , a wholly y Co., a Delaware Corporation, on behalf of said
	Notary Public in and for the State of
	My Commisio Expires:

D			
By:			
Title:			
Date:			
A	ACKNOWLEDGMENT		
STATE OF)SS)			
The foregoing instrument was ackno	owledged before me this	day of _	, 2020,
by, in his/h Overseas Exploration .	ner capacity as	·	for Summit
	Notary Public in and	d for the Sta	te of
	My Commisio Expi	res:	

Summit Overseas Exploration

Warwick-Artemis, LLC	
By:	
Title:	
Date:	
A	CKNOWLEDGMENT
STATE OF	
The foregoing instrument was acknow by, in his/he Artemis, LLC.	vledged before me this day of, 2020, r capacity as for Warwick-
	Notary Public in and for the State of
	My Commisio Expires:

My Commisio Expires:

S.E.S. Investments, LTD

By:	
Title:	
Date:	
ACI	KNOWLEDGMENT
STATE OF)SS)	
The foregoing instrument was acknowled by, in his/her	edged before me this day of, 2020, capacity as for E.G.L.
Resources Inc.	
	Notary Public in and for the State of
	My Commisio Expires:

E.G.L. Resources Inc.

UWO Roy Samuel Watkins

UWO Roy Samuel Watkins	
By: Louis C. Merril, Trustee	
Date:	
Date	
ACI	KNOWLEDGMENT
STATE OF)SS)	
The foregoing instrument was acknowled by Louis C. Merril, in his capacity Tr	edged before me this day of, 2020, ustee, UWO Roy Samuel Watkins.
	Notary Public in and for the State of
	My Commisio Expires:

By:	
Title:	
Date:	
	ACKNOWLEDGMENT
STATE OF	
	nowledged before me this day of, 2020, /her capacity as for Loro
Corporation.	7101 capacity as101 D010
	Notary Public in and for the State of
	My Commisio Expires:

Loro Corporation

By:	
Title:	
Date:	
ACK	NOWLEDGMENT
STATE OF)SS)	
	dged before me this day of, 2020, apacity as for Finwing
Corporation.	
	Notary Public in and for the State of
	My Commisio Expires:

Finwing Corporation

Gretchen Green Love		
By:		
Gretchen Green Love		
Date:		
AC	CKNOWLEDGMENT	
STATE OF		
The foregoing instrument was acknow by Gretchen Green Love , as his sole	ledged before me this day of and separate property.	, 2020
	Notary Public in and for the State of_	
	My Commisio Expires:	

My Commisio Expires:

Jennifer Quirk McLaughlin, Successor Trustee The Martha Green Quirk Revocable Trust

Pannell Properties, Inc.		
By:		
Title:		
Date:		
A	CKNOWLEDGMENT	
STATE OF)SS)		
	wledged before me this day of, 20 er capacity as for Pannell	020,
Properties, Inc.		
	Notary Public in and for the State of	
	My Commisio Expires:	

Michelle Morran, ssp		
By:		
Michelle Morran		
Date:		
	ACKNOWLEDGMENT	
STATE OF)SS)		
The foregoing instrument was acknowledge by Michelle Morran , as her sole and	owledged before me this day of nd separate property.	, 2020
	Notary Public in and for the State of	f
	My Commisio Expires:	

Black Stone Energy Company, LLC

By: ______ Title: _____ Date: _____ ACKNOWLEDGMENT STATE OF ________)SS) The foregoing instrument was acknowledged before me this ______ day of ______, 2020, by _______, in his/her capacity as ______ for CWM 2000-BII, Ltd. Notary Public in and for the State of ______

My Commisio Expires:

CWM 2000-BII, Ltd.

By:	
Title:	
Date:	
	ACKNOWLEDGMENT
STATE OF)SS)
The foregoing instrument was ack by, in his Corporation.	nowledged before me this day of, 2020, s/her capacity as for 3MG
•	
	Notary Public in and for the State of
	My Commisio Expires:

3MG Corporation

By:	
Title:	
Date:	
	ACKNOWLEDGMENT
STATE OF) COUNTY OF)	SS)
	cknowledged before me this day of, 2020, his/her capacity as for Mewbourne Oil
Company.	
	Notary Public in and for the State of
	My Commisio Expires:

Mewbourne Oil Company

Crown Oil Partners VI, LLC

Ву:	
Title:	
Date:	
AC	CKNOWLEDGMENT
STATE OF)SS)	
	reledged before me this day of, 2020, recapacity as for Crump Energy
	Notary Public in and for the State of
	My Commisio Expires:

Crump Energy Partners III, LLC

By:	
Title:	
Date:	
	ACKNOWLEDGMENT
STATE OF)SS)
by, in hi	nowledged before me this day of, 2020, s/her capacity as for Marathon Oil
Permian, LLC.	
	Notary Public in and for the State of
	My Commisio Expires:

Marathon Oil Permian, LLC

By:	
Title:	
Date:	
	ACKNOWLEDGMENT
STATE OF	
The foregoing instrument was ackr by, in his	nowledged before me this day of, 2020, //her capacity as for Isramco
Energy, LLC.	
	Notary Public in and for the State of
	My Commisio Expires:

Isramco Energy, LLC

By:	
Title:	
Date:	
ACI	KNOWLEDGMENT
STATE OF)SS)	
The foregoing instrument was acknowled by, in his/her of Growth Fund-2003, Ltd.	edged before me this day of, 2020, capacity as for Petroleum
	Notary Public in and for the State of
	My Commisio Expires:

Petroleum Growth Fund-2003, Ltd.

Curtis W. Mewbourne, Trustee	
By:	
Curtis W. Mewbourne, Trustee	
Date:	
ACK	KNOWLEDGMENT
STATE OF)SS)	
	dged before me this day of, 2020, ity as Trustee and in his capacities therein expressed.
	Notary Public in and for the State of
	My Commisio Expires:

My Commisio Expires: _____

Jayhawk Oil and Gas Corporation

My Commisio Expires: _____

COG Operating LLC

My Commisio Expires: _____

Concho Oil & Gas LLC

My Commisio Expires: _____

XTO Holdings, LLC

Thomas R. Sivley Trust		
Thomas R. Sivley, Trustee		
Date:		
AC	CKNOWLEDGMENT	
STATE OF)SS)		
	ledged before me this day of s Trustee for the Thomas R. Sivley Trust .	, 2020,
	Notary Public in and for the State of	
	My Commisio Expires:	

JoAnn Sivley Ruppert Trust	
JoAnn Sivley Ruppert, Trustee	
Date:	
AC	KNOWLEDGMENT
STATE OF)SS)	
	edged before me this day of, 2020, acity as Trustee for the JoAnn Sivley Ruppert Trust.
	Notary Public in and for the State of
	My Commisio Expires:

By:	-	
Title:	_	
Date:	_	
	ACKNOWLEDGMENT	
STATE OF)SS	S)	
The foregoing instrument was act by, in h	eknowledged before me this day of nis/her capacity as for	, 2020, PBEX, LLC .
	Notary Public in and for the State	of
	My Commisio Expires:	

PBEX, LLC

EXHIBIT "A"

Attached to and made a part of that Communitization Agreement dated effective as of April 1, 2020, by and between Cimarex Energy Co., Magnum Hunter Production, Inc., EOG Resources, Inc., XTO Holdings, LLC and the State of New Mexico, covering the S/2N/2 of Sections 16 & 17, Township 19 South, Range 29 East, N.M.P.M., Eddy County, New Mexico.

OPERATOR of Communitized Area: CIMAREX ENERGY CO. OF COLORADO

D	С	В	А	D	С	В	А
	P	ARKWAY	′ 16-17 S	TATE CO	DM #2H		
E LG-1637-0003	F LG-1637-0003	G K0-4093-0002	H K0-4093-0002	E L0-2473-0003 — — —	F L0-2473-0003	G E0-2943-0007	H E0-2943-0007 SHL
L	к 1	7	1	L	к 1	б	ı
М	N	0	Р	М	N	0	Р

DESCRIPTION OF LEASES COMMITTED

TRACT NO. 1

Lessor: State of New Mexico, acting by and through its Commissioner of

Public Lands

Lessee of Record: EOG Resources, Inc.

Serial No. of Lease: E0-2943-0007

Date of Lease: September 10, 1949

Description of

Lands Committed: Section 16: S/2NE/4

Township 19 South, Range 29 East, N.M.P.M.

Eddy County, New Mexico

Number of Acres

Committed: 80.00

TRACT NO. 2

Lessor: State of New Mexico, acting by and through its Commissioner of

Public Lands

Lessee of Record: Magnum Hunter Production, Inc.

Serial No. of Lease: K0-2473-0003 Date of Lease: February 18, 1969

Description of

Lands Committed: Section 16: S/2NW/4

Township 19 South, Range 29 East, N.M.P.M.

Eddy County, New Mexico

Number of Acres

Committed: 80.00

TRACT NO. 3

Lessor: State of New Mexico, acting by and through its Commissioner of

Public Lands

Lessee of Record: XTO Holdings, LLC

Serial No. of Lease: LG-1637-0003 Date of Lease: March 1, 1974

Description of

Lands Committed: Section 17: S/2NW/4

Township 19 South, Range 29 East, N.M.P.M.

Eddy County, New Mexico

Number of Acres

Committed: 80.00

TRACT NO. 4

Lessor: State of New Mexico, acting by and through its Commissioner of

Public Lands

Lessee of Record: Magnum Hunter Production, Inc.

Serial No. of Lease: K0-4093-0002 Date of Lease: May 19, 1964

Description of

Lands Committed: Section 17: S/2NE/4

Township 19 South, Range 29 East, N.M.P.M.

Eddy County, New Mexico

Number of Acres

Committed: 80.00

RECAPITULATION

TRACT NUMBER	NUMBER OF ACRES COMMITTED	PERCENTAGE OF INTEREST IN COMMUNITIZED AREA
1	80.00	25.000000%
2	80.00	25.000000%
3	80.00	25.000000%
4	80.00	25.000000%
TOTAL	320.00	100.00000%