



Aubrey Dunn
COMMISSIONER

State of New Mexico
Commissioner of Public Lands

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March 23 2017

Remnant Oil Operating LP
PO Box 5375
Midland TX 79704

Re Resignation/Designation of Successor Unit Operator
Effective June 1 2016
Pearsall Queen Sand Unit
Eddy County NM

Dear Corporate Representatives

We have received the Resignation of Unit Operator dated October 26 2016 in which Legacy Reserves Operating LP resigned as operator of the Pearsall Queen Sand Unit. We have also received the Designation of Successor Unit Operator dated October 26 2016 in which Remnant Oil Operating LLC was designated as the successor unit operator.

The Commissioner of Public Lands has approved the resignation of Legacy Reserves Operating LP and the designation of Remnant Oil Operating LLC as the successor operator of this unit. In accordance with this approval, Remnant Oil Operating LLC is now responsible for all operations at Pearsall Queen Sand Unit and the reporting of all production from the unit effective June 1 2016 as specified in the Bureau of Land Management's Designation of Successor Operator.

Please provide a 2017 Plan of Development to the State Land Office within 60 days from receipt of this letter. Attached is a two-page template as an example of the information that should be included in the Plan of Development.

If you have any questions or if we may be of further assistance, please contact Units Manager Marilyn Gruebel at 505 827 5791.

Respectfully

A handwritten signature in black ink, appearing to read "A. Dunn", is written over the printed name of the Commissioner.

AUBREY DUNN
COMMISSIONER OF PUBLIC LANDS

AD/mg

cc OCD Attn Daniel Sanchez
TRD Attn Ms Billie Luther
BLM Attn Mr Cody R Layton Carlsbad Field Office
OGMD and Units Reader Files