



United States Department of the Interior
FEDERAL INDIAN MINERALS OFFICE
6251 College Boulevard, Suite B
Farmington, New Mexico 87402



IN REPLY REFER TO:
CA No. NMNM134446

APR 28 2015

R-13883 A

RECEIVED
2:15 PM 13 P 2:56

WPX Energy Production, LLC
Attn: Brennan West
Post Office Box 3102
Tulsa, Oklahoma 74101-3102

Dear Mr. West:

Enclosed is an approved copy of Communitization Agreement (CA) No. NMNM-134446, Navajo Allotted Lease No. N0-G-1401-1868 and Federal Lease No. NMNM-18463, located within San Juan County, New Mexico. This acreage comprises a 160.00 acres more or less spacing for Chaco 2308-08A No. 285H Well.

The agreement communitizes all rights as to oil gas and associated gas, gas and associated liquids, hydrocarbons producible from only the Mancos Formation in the N/2S/2 of Section 5, Township 23 North, Range 8 West, NMPM, and is effective April 1, 2015. You are requested to furnish all interested principals with appropriate evidence of this approval.

All wells and facilities under this CA must bear appropriate signage in accordance with Title 43 of the Code of Federal Regulations, Section 3162.6 (Section 43 CFR 3162.6). Sign shall include the well name and number, Operator Name, Lease Number, Communitization Number, the Quarter-Quarter Section, Section, Township & Range, County, and State.

Upon approval of the CA, production and royalty reports are due to the Office of the Natural Resources Revenue (ONRR). The submission of for **MMS-4054, Oil and Gas Operations Report (OGOR)**, must begin once drilling is completed. OGORs must be submitted to ONRR

by the 15th day of second month following the production month. Royalty payments, along with the form **MMS-2012, Report of Sales and Royalty Remittance**, are due on or before the last day of the month following the month during which oil or gas was produced and sold.

If the communitized well(s) is producing, any production royalties that are due must be reported and paid within 90 days of the Bureau of Land Management's approval date or the payors will be assessed interest for the late payment under the Federal Oil and Gas Royalty Management Act of 1982 (Section 30 CFR 218.54). If you need assistance or clarification, please contact the ONRR at 1-800-525-9167.

Sincerely,

A handwritten signature in black ink, appearing to read "Johanna Oberly". The signature is fluid and cursive, with a large initial "J" and "O".

Johanna Oberly
Director

Enclosures

cc: BLM, Farmington District Office
ONRR Royalty Management Program, Box 25165, MS 357B1, Denver, CO 80225-5165