



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



IN REPLY REFER TO:

3180 (NM925)
NMNM 116548

R-20963

JUN 24 2019 PM02:13

JUN 14 2019

Your Reference:
Designation of Successor Operator
Communitization Agreement No. NMNM 116548
Eddy County, New Mexico

CERTIFIED—RETURN RECEIPT REQUESTED
7013 1710 0001 6575 9683

Ridge Runner Resources Operating, LLC
1004 N. Big Spring St., Suite 325
Midland, TX 79701-3370

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. NMNM 116548 covering S2, of sec.15, T.22 S., R.28 E., NMPM, Eddy County, New Mexico. The instruments are executed by Ridge Runner Resources Operating LLC, as operator of the communitized area.

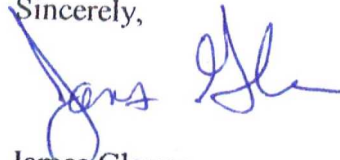
The designation of Ridge Runner Resources Operating LLC, as successor operator of the communitized area effective 07/15/2018 is hereby approved.

In accordance with this approval, Ridge Runner Resources Operating LLC is responsible for all operations and the reporting of all production from the communitized area. Well signs should also reflect Ridge Runner Resources Operating LLC 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. NMNM 116548.

If you have any questions regarding this letter, please contact Margie Dupre at either (505) 954-2142 or email mdupre@blm.gov.

Sincerely,

A handwritten signature in blue ink, appearing to read "James Glover", is written over the word "Sincerely,".

James Glover
Supervisory Geologist
Branch of Reservoir Management
Division of Minerals

1 Enclosure

cc:

ONRR (MMS), Denver

NMOCD

NM (P0221), CFO I&E

NM (925), NMNM 116548