



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:

NMNM142121
3105.2 (NM920)

JUL 23 2020

Reference:

Communitization Agreement

Rojo 7811 34-27 Fed Com #18H, #19H, #38H, #39H

Section 27: W2

Section 34: NW

T. 25 S., R. 33 E., N.M.P.M.

Lea County, NM

[30-025-44297 ROJO 7811 34 27 FEDERAL #018H](#)

[30-025-44298 ROJO 7811 34 27 FEDERAL #019H](#)

[30-025-46147 ROJO 7811 34 27 FEDERAL #038H](#)

[30-025-46096 ROJO 7811 34 27 FEDERAL #039H](#)

BTA Oil Producers, LLC
104 South Pecos
Midland, TX 79701

Gentlemen:

Enclosed is an approved copy of Communitization Agreement NMNM142121 involving 320 acres of Federal land in lease NMNM 15091 and 160 acres of Federal land in lease NMNM 05792, Lea County, New Mexico, which comprise a 480 acre well spacing unit.

The agreement communitizes all rights to all producible hydrocarbons from the Wolfcamp formation beneath the W2 of Sec. 27 and the NW of Sec. 34, T. 25 S., R. 33 E., NMPM, Lea County, NM, and is effective April 8, 2019. 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 Elizabeth Rivera at (505) 954-2162.

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

Sincerely,

KYLE
PARADIS

Digitally signed by KYLE
PARADIS
Date: 2020.07.23 10:45:41
-06'00'

Kyle O. Paradis
Acting Branch Chief
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, File Room)

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 the W2 of sec. 27 and the NW of sec. 34, T. 25 S., R. 33 E., NMPM, as to all producible hydrocarbons from the Wolfcamp 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: **JUL 23 2020**

KYLE PARADIS

Digitally signed by KYLE
PARADIS
Date: 2020.07.23 10:47:01
-06'00'

Kyle O. Paradis
Acting Branch Chief
Branch of Reservoir Management
Division of Minerals

Effective: April 8, 2019

Contract No.: Com. Agr. NMNM142121