



United States Department of the Interior

BUREAU OF LAND MANAGEMENT

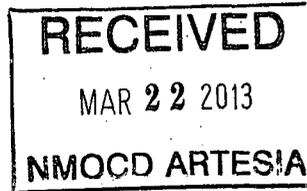
Pecos District
Roswell Field Office
2909 West Second Street
Roswell, New Mexico 88201-2019
www.nm.blm.gov



MAR 20 2013

IN REPLY REFER TO:
RNM-024 (Case Recordation No. NM-72329)
3105.2 (P0130)

Western Reserves Oil Company Inc.
P. O. Box 993
Midland, TX 79702



Gentlemen:

Communitization Agreement RNM-024 (Case Recordation No. NM-72329) was approved August 4, 1983, effective as of September 1, 1982. This agreement communitized SE $\frac{1}{4}$ sec. 30, T. 6 S., R. 25 E., NMPM, Chaves County, New Mexico involving 120.00 acres of Federal land in lease NM-12438 and 40.00 acres of Fee land comprising a 160.00-acre spacing unit as to natural gas and associated liquid hydrocarbons producible from the Abo formation.

The term of the agreement is for two years and so long thereafter as communitized substances are or can be produced from the communitized area in paying quantities.

Our records show that the well in the above-described communitized spacing unit, your No. 4-Bravo Federal Com located on Federal lease NM-12438 in the SE $\frac{1}{4}$ SE $\frac{1}{4}$ sec. 30 last produced from the communitized formation during February 2013. A Notice of Intention to Abandon (NIA) the aforementioned well was approved by this office on January 24, 2013. The well was plugged February 28, 2013 and the downhole plugging was approved March 4, 2013.

Without a well capable of producing communitized substances in paying quantities, CA RNM-024 is considered to have expired by its own terms as of February 28, 2013, the last day of the month during which the last well in the communitized spacing unit produced. Lease NM-12438 committed to the CA RNM-024 will be extended by allocated production from CA SCR-1 and therefore does not need an extension pursuant to 43 CFR 3107.4. If you have any questions regarding this letter, please call David Glass, Petroleum Engineer, Division of Lands and Minerals at (575) 627-0275.

Sincerely,

/s/ Angel Mayes

Angel Mayes
Assistant Field Manager,
Lands and Minerals

cc:
NMOCD-Artesia

30-005-61483