United States Department of the Interior

BUREAU OF LAND MANAGEMENT
Pecos District
Carlsbad Field Office
620 E. Greene
Carlsbad, New Mexico 88220-6292
www.blm.gov/nm

HOBBS

AUG 2 9 2017

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IN REPLY REFER TO:
3180 (P0220)
NM70970A

Reference:
Designation of Successor Unit Operator
Langlie Jal Unit Area
Unitization Agreement No. NM70970A
Lea County, New Mexico

CERTIFIED—RETURN RECEIPT REQUESTED
7016 1370 0001 2059 1474

Pogo Oil and Gas Operating, Inc
1515 Calle Sur Ste 174
Hobbs, NM 88240-24772

Gentlemen:

This office has received and reviewed your designation of successor unit operator in which your company has agreed to assume all rights, duties, and obligations as the unit operator of the Langlie Jal Unit Area Lea County, New Mexico.

As your company has obtained a statewide $190,000 BLM Bond (NMB001436), and all the conditions for becoming a successor unit operator have been met to the Authorized Officer's satisfaction, Pogo Oil and Gas Operating, Inc, is hereby approved as the unit operator for the Langlie Jal Unit Area as of this date and is effective August 18, 2017.
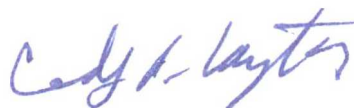
In accordance with this approval, Pogo Oil and Gas Operating, Inc is responsible for all operations and the reporting of all production from the unit. Well signs should also reflect Pogo Oil and Gas Operating, Inc as the unit operator. Please inform all interested principles of such approval. An approved copy of this designation is enclosed.

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 the Langlie Jal Unit Area.

Scan to 3D-025-24838
MYS.

If you have any questions regarding this letter, please contact Charles L Nimmer, Petroleum Engineer at the Bureau of Land Management Carlsbad Field Office at (575) 234-2237.

Sincerely,

Cody Layton
Assistant Field Manager,
Lands and Minerals

1 Enclosure

cc:
ONRR, Denver
NMOCD-Artesia
CFO I&E
NM (P0221)
NM (P0220), CFO