FEDERAL ABSTRACT COMPANY

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WEEKLY REPORT OF THE OIL AND GAS LEASING ACTIVITIES IN THE STATE OF NEW MEXICO, TEXAS, OKLAHOMA AND KANSAS AS TAKEN FROM THE RECORDS IN THE UNITED STATES DEPARTMENT OF THE INTERIOR, BUREAU OF LAND MANAGEMENT, STATE OFFICE AT SANTA FE, NEW MEXICO.

Report No. 2632

August 23, 2014 thru September 5, 2014

Acquired directly from the BLM website re: January 2014 Federal Lease Sale

Update-August 14, 2014: No new Expressions of Interests were received from industry for parcels in the Las Cruces District Office and the Rio Puerco Field Office. However, the BLM New Mexico State Office will consider for lease five parcels within the Farmington Field Office. These parcels were originally considered for lease in the October 21, 2014, Lease Sale, but deferred for additional Tribal consultation. Recently, the BLM has confirmed that these parcels are being drained by wells in proximity to the parcels. In order to avoid further uncompensated drainage and loss of royalties, the BLM will consider these parcels for sale in the January 21, 2015, Lease Sale and completing all necessary Tribal consultation.

The BLM New Mexico State Office will be accepting Expressions of Interests (EOIs) for both the Las Cruces District Office and Rio Puerco Field Office. However, only EOIs received for one of these offices will be offered for sale in the January 2015 Oil & Gas Lease Sale. This decision will be made by April 11, 2014. All other EOIs received for the January 2015 Lease Sale will be considered in future sales. For more information see the BLM to Hold Rotational Federal Oil & Gas Lease Sales news release (shown below) or contact Becky Hunt, Natural Resource Specialist, at rhunt@blm.gov or 505-954-2154.

BLM to Hold Rotational Federal Oil and Gas Lease Sales

Santa Fe, NM-The Bureau of Land Management (BLM) New Mexico, which includes Oklahoma, Kansas, and Texas, announces plans to hold rotational Oil and Gas Lease Sales for Federal mineral estate. Currently, BLM New Mexico offers for lease Federal mineral estate four times a year and is the only State that does not rotate oil and gas lease sales by District or Field Offices. A change to a rotational sale process would mean that the BLM New Mexico would still hold four sales per year, but only offer for sale Federal mineral estate within a certain District, Field and/or geographic area once per year. This strategy establishes a process to ensure orderly, effective, timely, and environmentally-responsible leasing of oil and gas resources on Federal minerals in New Mexico. The first rotational sale is scheduled for the April 2014 Oil and Gas Lease Sale, with parcels being offered from the Oklahoma Field Office.

The New Mexico State Office is currently developing a rotational sale schedule for the remainder of 2014 and 2015. It is anticipated that this schedule will be completed by the end of November 2013.

The lease sale notice information can be found at: http://www.blm.gov/nm/st/en/prog/energy/oil_and_gas/lease_sale_notices.html

The following are Record Title Assignments approved by Bureau of Land Management Office, at Santa Fe, New Mexico.

NMNM 120902 Chesapeake Exploration, LLC to Chevron U.S.A., Inc., 1400 Smith Street, Houston,

TX 77002 (100%) T. 25 S. – R. 31 E. Section 10-NWSE Eddy County, NM 40.00 Acres

NMNM 120903 Chesapeake Exploration, LLC to Chevron U.S.A., Inc., 1400 Smith Street, Houston,

TX 77002 (100%) T. 25 S. – R. 31 E. Section 15-NWSE Eddy County, NM 40.00 Acres

NMNM 120904 Chesapeake Exploration, LLC to Chevron U.S.A., Inc., 1400 Smith Street, Houston,

TX 77002 (100%) T. 26 S. – R. 31 E. Section 10-SWSW Section 12-SE Section 13-NE Eddy County, NM 360.00 Acres

NMNM 120909 Chesapeake Exploration, LLC to Chevron U.S.A., Inc., 1400 Smith Street, Houston,

TX 77002 (100%) T. 25 S. – R. 32 E.

Section 31-Lots 3,4,E2SW

Section 33-W2SW Lea County, NM 240.04 Acres

NMNM 120922 Samson Resources Company to WPX Energy Production, LLC, One Williams Center,

Ste. 4400, Tulsa, OK 74172 (100%)

T. 22 N. – R. 9 W.

Section 6-Lots 1-7,S2NE,SENW,E2SW,SE

San Juan County, NM

641.23 Acres

NMNM 121473 Chesapeake Exploration, LLC to Chevron U.S.A., Inc., 1400 Smith Street, Houston,

TX 77002 (100%) T. 26 S. – R. 27 E. Section 10-ALL Section 11-W2 Section 14-W2 Section 15-ALL Eddy County, NM 1,920.00 Acres

NMNM 121953 Chesapeake Exploration, LLC to Chevron U.S.A., Inc., 1400 Smith Street, Houston,

TX 77002 (100%) T. 26 S. – R. 29 E.

Section 11-SWNE,W2NW,S2 Section 12-SWNE,W2SE

Eddy County, NM 560.00 Acres

NMMN 121960

Burleson Petroleum, Inc. to Brazos Limited Partnership, P.O. Box 911, Breckenridge, TX 76424 (74%), GFW Ventures, A Reaugh Family, LP, P.O. Box 6897, Abilene, TX 79608 (6%), and RBA-BOC Permian NM, LLC, P.O. Box 2222, Albany, TX 76430 (20%)

T. 21 S. – R. 31 E.

Section 7-NE,E2NW,W2SE

Lea County, NM 320.00 Acres

NMNM 121961

Samson Resources Company to WPX Energy Production, LLC, One Williams Center, Ste. 4400, Tulsa, OK 74172 (100%)

T. 23 N. – R. 9 W. Section 15-NW Section 27-NE San Juan County, NM

320.00 Acres

NMNM 121964

Samson Resources Company to WPX Energy Production, LLC, One Williams Center,

Ste. 4400, Tulsa, OK 74172 (100%)

T. 25 N. – R. 12 W. Section 35-W2

San Juan County, NM

320.00 Acres

NMNM 123906

Phillip L. White to Manzano Energy Partners II, LLC, P.O. Box 2107, Roswell, NM

88202 (100%)

T. 21 S. – R. 25 E. Section 6-Lots 1-8 Eddy County, NM 278.91 Acres