



# United States Department of the Interior

BUREAU OF LAND MANAGEMENT  
Wyoming State Office Reservoir Management Group  
2987 Prospector Drive  
Casper, Wyoming 82604-2968



JUN 29 2018 2:04:05

In Reply Refer To  
3186  
(3186.1)  
Poker Lake Unit  
NMNM71016X

30-015-33095

BEPCO, L.P.  
Attn: Blake Hueske  
Land Dept. Loc. 115  
22777 Springwoods Village Pkway  
Spring, TX 77389-1425

Re: Consolidated Bone Spring Formation Participating Area "AM"  
Poker Lake Unit  
Eddy County, New Mexico

Gentlemen:

The Consolidated Bone Spring Formation Participating Area "AM" is hereby approved effective as of December 1, 2014, pursuant to Section 11 of the Poker Lake Unit Agreement, Eddy County, New Mexico. This participating area has been designated NMNM71016W.

The Consolidated Bone Spring Formation Participating Area "AM" consolidates the existing Bone Spring Formation Participating Area "A" and the Bone Spring Formation Participating Area "M".

The application establishes a Consolidated Bone Spring Formation Participating Area "AM" of 640.00 acres and is based upon the completion of unit well CVX JV RR 10H, located in the SE $\frac{1}{4}$ SE $\frac{1}{4}$  (SHL) of Section 17, T.25S., R.30E., unit tract No. 37, Lease No. NMLC064894A and in the SE $\frac{1}{4}$ NE $\frac{1}{4}$  (BHL) of Section 29, T.25S., R.30E., unit tract No. 38, Lease No. NMLC064894, with an initial potential of 880 BOPD and 1,570 MCFPD on December 9, 2014, from the Bone Spring Formation.

Copies of the approved request are being distributed to the appropriate agencies and one copy of Exhibits "A" and "B" are returned herewith. Please advise all interested parties of the approval of the Consolidated Bone Spring Formation Participating Area "AM" effective as of December 1, 2014.

Any production royalties that are due must be reported and paid within 30 days of the Bureau of Land Management's approval date or the payors will be assessed interest for late payment under the

Federal Oil and Gas Royalty Management Act of 1982 (30 CFR 218.54). If you need assistance or clarification, please contact the Office of Natural Resources Revenue (ONRR) at 1-800-525-9167 or 303-231-3856.

If you have any questions, please call the undersigned at (307) 261-7685.

Sincerely,

J. David Chase  
Chief, Reservoir Management Group

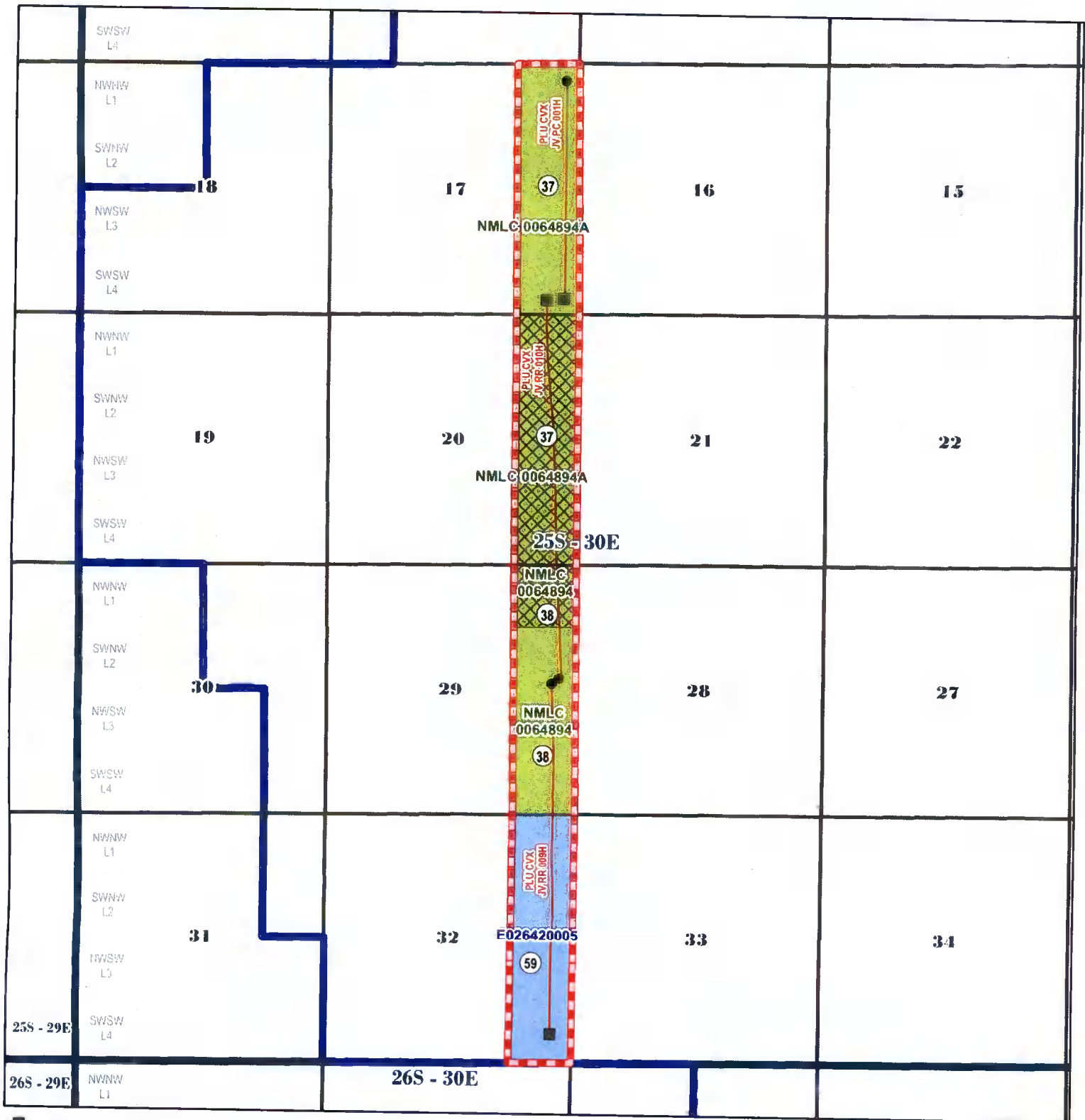
1 Enclosure

Encl. 1 - Exhibits "A" and "B"

cc: NMSO, James Glover  
CFO, Chris Walls  
ONRR, Glen Reese  
New Mexico State Land Office, Marilyn Gruebel  
New Mexico Oil Conservation Division, William Jones



**Exhibit "A"**  
**Consolidated Bone Spring Participating Area "AM"**  
**Poker Lake Unit**  
**Eddy County, New Mexico**  
**Effective December 1, 2014**



- CAPABLE WELL (SHL)
- CAPABLE WELL (BHL)
- ~ CAPABLE WELLBORE
- ▬ POKER LAKE UNIT OUTLINE
- ▬ PROPOSED CONSOLIDATED BONE SPRING PA "AM"
- ▬ FEDERAL ACREAGE WITHIN PA "AM" ONLY
- ▬ STATE ACREAGE WITHIN PA "AM" ONLY
- ▬ REVISED ACREAGE

Lead GIS Dept: 0:\arcview\Projects\GIS\01\Project\Map\_Series\Map\_Series\_01.aprx



EXHIBIT "B"  
 SCHEDULE OF LANDS AND TRACT PARTICIPATION  
 CONSOLIDATED BONE SPRING FORMATION PARTICIPATING AREA "AM"  
 POKER LAKE UNIT  
 EDDY COUNTY, NEW MEXICO  
 EFFECTIVE DECEMBER 1, 2014

Tract No.	Lease No.	Description	Acres	Participation
37	NMLC064894A Federal	T25S-R30E, 23rd P.M. Section 17: E/2E/2 Section 20: E/2E/2	320.00	50.0000%
38	NMLC064894 Federal	T25S-R30E, 23rd P.M. Section 29: E/2E/2	160.00	25.0000%
59	E026420005 State	T25S-R30E, 23rd P.M. Section 32: E/2E/2	160.00	25.0000%
<b>Totals</b>			<b>640.00</b>	<b>100.0000%</b>

TYPE OF LAND	COMMITTED ACRES	NON-COMMITTED ACRES	PERCENT
FEDERAL	480.00	0.00	75.0000%
STATE	160.00	0.00	25.0000%
PATENTED	0.00	0.00	0.0000%
<b>TOTAL</b>	<b>640.00</b>	<b>0.00</b>	<b>100.0000%</b>