

Aubrey Dunn -7 P 12: 00 COMMISSIONER

RECEIVED OCD State of New Mexico Commissioner of Public Lands

310 OLD SANTA FE TRAIL P.O. BOX 1148 SANTA FE, NEW MEXICO 87504-1148 **COMMISSIONER'S OFFICE**

Phone (505) 827-5760 Fax (505) 827-5766 www.nmstatelands.org

R-153

XTO Energy Inc.

ATTN: Mr. Law Armstrong

810 Houston Street

Fort Worth, TX 76102-6298

November 22 2017

Re:

Poker Lake Unit

Commercial Well Determination Poker Lake Unit CVX JV #13H

Avalon Shale Formation Eddy County, New Mexico

Dear Mr. Armstrong:

We are in receipt of your letter of October 9, 2017, together with the commercial determination data for the above referenced well.

The Bureau of Land Management, by their letter of November 13, 2017, advised this office that they agree with your determination that the Poker Lake Unit CVX JV #13H is not capable of producing unitized substances in paying quantities from the Avalon Shale Formation.

Please be advised that the New Mexico State Land Office concurs with the Bureau of Land Management's determination:

Well Name & Number	Location	Pool/Formation	Completion Date	NM State Land Office Determination
Poker Lake Unit CVX JV #13H API # 30-015-40520	17-24S-30E	Nash Draw; Delaware/ BS (Avalon Sand) (47545)	11/28/2012	Non-Commercial

This well should be produced on a lease or communitization basis. The well's Avalon Shale completion is not entitled to be part of a Participating Area.

If you have any questions or if we may be of further assistance, please contact Units Manager Marilyn Gruebel at 505.827.5791.

Respectfully.

COMMISSIONER OF PUBLIC LANDS

AD/mg

OCD -Attn: Mr. Daniel Sanchez RMD – Attn: Mr. Roddy Martinez BLM Carlsbad - Attn: Mr. Chris Walls

OGMD and Units Reader Files