



# United States Department of the Interior

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



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

JUL 17 2018 4:09:21

R-153

JUL 12 2018

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

Re: Second Revision to the Bone Spring Formation Participating Area "D"  
Poker Lake Unit  
Eddy County, New Mexico

Gentlemen:

The second revision to the Bone Spring Formation Participating Area "D" is hereby approved effective as of September 1, 2015, pursuant to Section 11 of the Poker Lake Unit Agreement, Eddy County, New Mexico.

The application enlarges the Bone Spring Formation Participating Area "D" from 480.00 acres to 960.00 acres and is based upon the completion of unit well 19H, located in the NW $\frac{1}{4}$ NE $\frac{1}{4}$  (SHL) of Section 21, T.24S., R.30E., unit tract No. 43, Lease No. NMLC068431, and in the SE $\frac{1}{4}$ SE $\frac{1}{4}$  (BHL) of Section 15, T.24S., R.30E., unit tract No. 42, Lease No. NMLC068430, with an initial potential of 332 BOPD and 477 MCFPD on September 17, 2015, from the Bone Spring Formation.

The application is also based upon the completion of unit well 20H, located in the NW $\frac{1}{4}$ NE $\frac{1}{4}$  (SHL) of Section 21, T.24S., R.30E., unit tract No. 43, Lease No. NMLC068431, and in the NW $\frac{1}{4}$ NE $\frac{1}{4}$  (BHL) of Section 20, T.24S., R.30E., unit tract No. 9, Lease No. NMNM02860, with an initial potential of 431 BOPD and 525 MCFPD on September 24, 2015, 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 second revision to the Bone Spring Formation Participating Area "D" effective as of September 1, 2015.

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,

/s/ J. David Chase

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 "B"  
 SCHEDULE OF LANDS AND TRACT PARTICIPATION  
 SECOND REVISION BONE SPRING FORMATION PARTICIPATING AREA "D"  
 POKER LAKE UNIT  
 EDDY COUNTY, NEW MEXICO  
 EFFECTIVE SEPTEMBER 1, 2015

Tract No.	Lease No.	Description	Acres	Participation
9	NMNM02860 Federal	T24S-R30E, 23rd P.M. Section 20: N/2NE/4	80.00	8.3334%
10	NMNM02862 Federal	T24S-R30E, 23rd P.M. Section 22: E/2NE/4 Section 27: E/2NE/4 Section 26: W/2W/2	320.00	33.3333%
33	NMNM030452 Federal	T24S-R30E, 23rd P.M. Section 27: E/2SE/4	80.00	8.3333%
42	NMLC068430 Federal	T24S-R30E, 23rd P.M. Section 22: E/2SE/4 Section 15: S/2S/2 Section 21: N/2NW/4	320.00	33.3333%
43	NMLC068431 Federal	T24S-R30E, 23rd P.M. Section 21: N/2NE/4	80.00	8.3333%
63	E055580004 State	T24S-R30E, 23rd P.M. Section 16: S/2SE/4	80.00	8.3334%
<b>Totals</b>			<b>960.00</b>	<b>100.0000%</b>

TYPE OF LAND	COMMITTED ACRES	NON-COMMITTED ACRES	PERCENT
FEDERAL	880.00	0.00	91.6666%
STATE	80.00	0.00	8.3334%
PATENTED	0.00	0.00	0.0000%
<b>TOTAL</b>	<b>960.00</b>	<b>0.00</b>	<b>100.0000%</b>

**RECEIVED**

**JUL 06 2018**

Bureau of Land Management  
 WHPD/ Casper Field Office