

Ray Powell, M.S., D.V.M. COMMISSIONER

State of New Mexico Commissioner of Public Lands 1: 26

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COMMISSIONER'S OFFICE

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February 5, 2013

BOPCO, L.P. 201 Main Street, Suite 2900 Fort Worth, Texas 76102-3131

Attention: Mr. Andy Morrison

Re: Poker Lake Unit Well No. 274 (30-015-35183)

Non-Commercial Well Determinations

Bone Spring Formation

Eddy County, New Mexico

Dear Mr. Morrison:

We are in receipt of your letter of September 12, 2012 together with the commercial determination data for the above referenced well.

The Bureau of Land Management, by their letter of January 23, 2013, advised this office that they concur with your determination that the Poker Lake Unit Well No. 274 is not capable of producing unitized substances in paying quantities from the Bone Spring formation and is to be produced on a lease basis.

Please be advised that the Commissioner of Public Lands concurs with yours and the Bureau of Land Management's determinations that the Poker Lake Unit Well No. 274 is a non-commercial Bone Spring well and should be produced on a lease or communitization basis.

If you have any questions, or if we may be of further help, please contact Pete Martinez at (505) 827-5791.

Very truly yours,

RAY POWELL, M.S., D.V.M.
COMMISSIONER OF PUBLIC LANDS

Larty J. Roybal Director

Oil, Gas and Minerals Division

(505) 827-5744

RP/LR/jm cc: Reader File,

OCD-Attention: Mr. Ed Martin

TRD-Santa Fe, Attention: Ms. Joan Ishimoto BLM Carlsbad, Attention: Mr. Wesley Ingram