

Aubrey Dunn COMMISSIONER

## 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

XTO Energy Inc.

ATTN: Mr. Law Armstrong

810 Houston Street

Fort Worth, TX 76102-6298

December 18, 2017

Re:

Poker Lake Unit

Commercial Well Determination

Poker Lake Unit #303H Delaware Formation

Eddy County, New Mexico

Dear Mr. Armstrong:

We are in receipt of your letter of August 30, 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 #303H is not capable of producing unitized substances in paying quantities from the Delaware 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 #303H API # 30-015-37646	4-25S-31E	Poker Lake; Delaware South (50386)	5/5/2012	Non-Commercial

This well should be produced on a lease or communitization basis. The well's Delaware 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.

Respectful

AUBREY DUNN

COMMISSIONER OF PUBLIC LANDS

AD/mg

OCD -Attn: Mr. Daniel Sanchez

RMD – Attn: Mr. Roddy Martinez

BLM Carlsbad – Attn: Mr. Chris Walls OGMD – Well Designation Coordinator

OGMD and Units Reader Files