

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 13, 2017

Re:

Poker Lake Unit

Commercial Well Determination Poker Lake Unit CVX BS #25H

Bone Spring 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 October 3, 2017, advised this office that they agree with your determination that the Poker Lake Unit CVX BS #25H is not capable of producing unitized substances in paying quantities from the Bone Spring 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	Completio n Date	NM State Land Office Determination
Poker Lake Unit CVX BS #25H API # 30-015-41639		Corral Canyon; Bone Spring, South (13354)	6/5/2014	Non-Commercial

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

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

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