



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

State of New Mexico
Commissioner of Public Lands

310 OLD SANTA FE TRAIL
P.O. BOX 1148
SANTA FE, NEW MEXICO 87504-1148

RECEIVED OCD

2011 APR -6 PM 11:14

COMMISSIONER'S OFFICE

Phone (505) 827-5760

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www.nmstatelands.org

March 28, 2011

Torch Energy Advisors
1331 Lamar, Suite 1450
Houston, Texas, 77010-3039

Attention: Mr. Glenn Holliday

Re: Final Approval
West Newmill 4-26 Exploratory Unit Agreement
Chaves County, New Mexico

Dear Mr. Holliday:

This office is in receipt of your letter of March 24, 2011, wherein on behalf of Keystone Petroleum NM, LLC, you have requested final approval to the West Newmill 4-26 Exploratory Unit Agreement, Chaves County, New Mexico.

Please be advised that the Commissioner of Public Lands has this date granted final approval to the West Newmill 4-26 Exploratory Unit Agreement, Chaves County, New Mexico. Our approval is subject to like approval by the New Mexico Oil Conservation Division. It is our understanding that all tracts are committed to the unit at this time.

Enclosed are (5) Certificates of Approval.


Your \$300.00 filing fee has been received.

Please notify this office when the initial well has been spudded. In addition, you are required to submit continuous daily drilling reports until the initial well is completed.

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

BY: 
LARRY J. ROYBAL, Deputy Director
Oil, Gas and Minerals Division
RP/LR/pm

pc: Reader File,
NMOCD – Attn: Mr. Ed Martin
TRD – Valdean Severson
RMD- Kurt McFall