



PATRICK H. LYONS
COMMISSIONER

State of New Mexico
Commissioner of Public Lands

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September 8, 2010

ConocoPhillips
P. O. Box 4289
Farmington, New Mexico 87499-4289

Attention: Ms. Dawn Howell

Re: Huerfanito Unit
Commercial Determination
Mesaverde Formation
San Juan County, New Mexico

Dear Ms. Howell:

We are in receipt of your letter of July 21, 2010 together with data that supports your commercial determination regarding the following Huerfanito Unit Wells:

Well Name and Number	Dedication	Completion Date	Formation	Determination
Huerfanito Unit Well #76M	W/2 2-27N-9W	4/12/2009	Mesaverde	Non-Commercial
Huerfanito Unit Well #106M	W/2 2-26N-9W	2/17/2009	Mesaverde	Non-Commercial

The Bureau of Land Management, by their letter of August 2, 2010, has advised this office that they have concurred with your determination of the commerciality for the above-mentioned Mesaverde wells. The Commissioner of Public Lands concurs with the Bureau of Land Management that the Huerfanito Unit Well Nos. 76M and 106M are non-commercial wells in the Mesaverde formation and should be reported 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,

PATRICK H. LYONS
COMMISSIONER OF PUBLIC LANDS

BY:

JAMI BAILEY, Director
Oil, Gas and Minerals Division
PL/JB/pm

pc: Reader File,
BLM Farmington Attn: Mr. Wayne Townsend
OCD-Attn: Mr. Ed Martin
TRD-Attn: Mr. Valdean Severson
RMD-Attn: Mr. Kurt McFall

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-State Land Office Beneficiaries -

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