



# United States Department of the Interior

## BUREAU OF LAND MANAGEMENT

Farmington Field Office  
6251 College Blvd. Suite A  
Farmington, New Mexico 87402  
[www.nm.blm.gov](http://www.nm.blm.gov)



IN REPLY REFER TO:  
Atsa Unit

October 21, 2013

Mr. Steven J. Goetzinger  
Huntington Energy, L.L.C.  
908 N.W. 71<sup>st</sup> Street  
Oklahoma City, OK 73116

RE: Revised Unit Designation Letter  
Fruitland Coal Undivided Unit  
San Juan County, NM

Dear: Mr. Goetzinger:

Reference is made to your revised request dated September 13, 2013 for the designation of **14,545.28** acres, more or less, in San Juan County, New Mexico as logically subject to exploration and development under unitization provisions of the Mineral Leasing Act, as amended. Pursuant to unit plan regulations 43 CFR Part 3180, the land requested, as outlined on your plat marked Exhibit 'A' is hereby designated as a logical unit area. Your proposed use of the model form of the State and Federal Unit Agreement as modified for an undivided unit in the Fruitland Coal formation will be accepted. Subsequent modifications have been made to said form and it is necessary to re-submit four copies with original signatures to this office

The unit agreement to be submitted for the area designated should provide for an initial obligation well to be located in the NE/4 of Section 28, T. 25 N., R. 13 W., San Juan County, New Mexico. If an alternative location is necessary, please provide a revised initial development plan.

In the absence of any other type of land requiring special provisions or of any objections not now apparent, a duly executed agreement identical with said form will be approved if submitted in an approvable status within a reasonable period of time. However, notice is hereby given that the right is reserved to deny approval of any executed agreement submitted that, in our opinion, does not have the full commitment of sufficient lands to afford effective control of operations in the unit area.

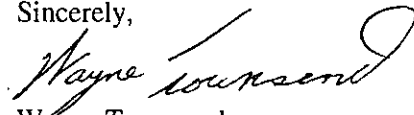
Please include the latest status of all acreage when the executed agreement is submitted for final approval. The format of the sample exhibits attached to the modified undivided model unit agreement (43 CFR 3186.1) should be followed closely in the preparation of Exhibits A and B. A minimum of Four (4) copies of the executed agreement should be submitted with your request for final approval. If you require additional executed copies of the agreement for further distribution, please increase the number of copies accordingly.

Inasmuch as this unit area contains State of New Mexico lands, we are sending a copy of this letter to the New Mexico State Land Office and we hereby request that you contact the State promptly in connection with this letter

Exhibit No. 3  
Case No. 15117

before soliciting joinders. If you have questions regarding the above unit, please contact me at (505) 564-7745.

Sincerely,

A handwritten signature in cursive script, appearing to read "Wayne Townsend".

Wayne Townsend  
Petroleum Engineer  
Petroleum Management Team

cc: New Mexico State Land Office  
Timothy K. Woodroof, UnitSource Inc.