

United States Department of the Interior

BUREAU OF LAND MANAGEMENT Farmington District Office 6251 College Blvd., Suite A Farmington, New Mexico 87402 www.blm.gov/nm



In Reply Refer To: 3180 (NMF-01110)

Huerfanito Unit FC PA (NMNM78394D)

٤

December 14, 2015

Burlington Resources O & G Co. Attn: Yvonne Scott P.O. Box 4289 Farmington, NM 87499 RE: Huerfanito Unit Fruitland Coal Participating Area Revised 8th Expansion Effective 11/01/2003 Revised 9th Expansion Effective 03/01/2006 Revised 10th Expansion Effective 08/01/2006 Revised 11th Expansion Effective 03/01/2007 San Juan County, New Mexico

Dear Ms. Scott:

Please accept this revised approval letter for the Huerfanito Unit, 8th - 11th Revised Expansions, Fruitland Coal Participating Area. The lease number for Tract 4A for the 8th Expansion has been corrected to NMSF078356.

In response to your letter dated October 27, 2015, the Farmington District Office has reviewed the data submitted on the above referenced expansions to the Huerfanito Unit Fruitland Coal Participating Area. The following are the expansions with the description of the acreages and wells included in the expansion. The wells were previously determined to be paying wells by this office.

WELL & COMPLETION DATE	TRACT #	DESCRIPTION	ACRES	LEASE
Huerfanito Unit Com: #552 * 24-27N-9W 11/17/2003	-	NW/4	160.00 Total 160.00	NMSF078356

VICED Elabel Europeian FFFF TIVE 11/01/2002

REVISED Ninth Expansion – EFFECTIVE 03/01/2006

WELL & COMPLETION DATE	TRACT #	DESCRIPTION	ACRES	LEASE
Huerfanito Unit	5	NE/4	160.00	NMSF078356A
#175	7	SE/4	160.00	NMSF078358
*26-27N-9W			Total 320.00	
03/07/2006				

REVISED Tenth Expansion – EFFECTIVE 08/01/2006

WELL & COMPLETION DATE	TRACT #	DESCRIPTION	ACRES	LEASE
Huerfanito Unit	5	NW/4	160.00	NMSF078356A
,#176	10	SW/4	160.00	NMSF80117
*26-27N-9W			Total 320.00	
08/06/2006				

REVISED Eleventh Expansion – EFFECTIVE 03/01/2007

WELL & COMPLETION DATE	TRACT #	DESCRIPTION	ACRES	LEASE
Huerfanito Unit #39R *27-27N-9W 03/16/2007	6 10	NW/4, N/2 SW/4 S/2 SW/4	240.00 80.00 Total 320.00	NMSF078356B NMSF080117

* Lease where the well is physically located.

Approval is hereby granted for the Expansion to the Fruitland Coal Participating Area (PA) for the Huerfanito Unit. Please file all production reports for the PA under AFS number **892000943D**.

The Expansion of the Fruitland Coal Participating Area resulted in the addition of **1120.00** acres to the participating area for a total of **6082.80** acres.

Please advise all interested parties of the Expansion to the Huerfanito Unit Fruitland Coal Participating Area and the respective effective date.

Any production royalties that are due must be reported and paid within 90 days of the Bureau of Land Management's approval date or the payors will be assessed interest for the late payment under the Federal Oil and Gas Royalty Management Act of 1982, (see 30 CFR 218.54). If you need assistance or clarification, please contact the ONRR/Financial Management Reporting Services at 1-800-525-0309 or 7922.

If you have any questions, please contact Virginia Barber at the above address, telephone (505) 564-7754, or vbarber@blm.gov.

Sincerely,

Virginia Barber Land Law Examiner Branch of Petroleum Management

cc: Commissioner of Public Lands, Santa Fe, NM ONRR, Denver, CO NMOCD, Santa Fe, NM



State of New Mexico Commissioner of Public Lands

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

> R! 80 C:286

November 23, 2015

Aubrey Dunn

COMMISSIONER

ConocoPhillips P. O. Box 4289 Farmington, NM 87499-4289

Attention: Ms. Yvonne Scott

Re: Huerfanito Unit San Juan County, New Mexico Fruitland Coal Participating Area Eighth Expansion Revised Effective 11/1/2003 Ninth Expansion Revised Effective 3/1/2006 Tenth Expansion Revised Effective 8/1/2006 Eleventh Expansion Effective 3/1/2007

Dear Ms. Scott:

We are in receipt of your letter of October 27, 2015 together with your application for approval of the Eighth Revised, Ninth Revised, Tenth Revised, and Eleventh expansions to the Fruitland Coal participating area for the Huerfanito Unit, San Juan County, New Mexico.

The Bureau of Land Management approved the above referenced expansions by their letter of November 19, 2015.

The Commissioner of Public Lands concurs with the Bureau of Land Management and has this date approved the above-referenced Fruitland Coal participating area expansions.

Our approval is subject to like approval by the Bureau of Land Management and the New Mexico Oil Conservation Division.

If you have any questions, or if we may be of further help, please contact Pete Martinez at (505) 827-5791.

Very truly yours,

AUBREY DUNN COMMISSIONER OF PUBLIC LANDS

AD/sk

Reader File, OCD-Attention: Mr. Daniel Sanchez BLM-Farmington Attn: Mr. Ed Fernandez TRD-Attention: Ms. Judy Vigil RMD-Attention: Mr. Danny Martinez **COMMISSIONER'S OFFICE**

Phone (505) 827-5760 Fax (505) 827-5766 www.nmstatelands.org

2015

υ

ŝ

Ē