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Aubrey Dunn
COMMISSIONER

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Commissioner of Public Lands

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October 20, 2015

ConocoPhillips Company
San Juan Business Unit
3401 E. 30th St.
Farmington, NM87402

Attention: Ms. Yvonne Scott

Re: Huerfano Unit
Commerciality Determination
Huerfano Unit HZMC 1H
Gallup Formation
Rio Arriba County, New Mexico

Dear Ms. Scott:


We are in receipt of your letter of April 29, 2015 together with the non-commercial determination data for the above referenced well.

The Bureau of Land Management, advised this office that they concur with your determination that the Huerfano Unit HZMC 1H is not capable of producing unitized substances in paying quantities from the Gallup formation and is to be produced on a lease basis.

Please be advised that the Commissioner of Public Lands concurs with yours and the Bureau of Land Management's determinations that the Huerfano Unit HZMC1H is a non-commercial Gallup formation and should be produced 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,



AUBREY DUNN
COMMISSIONER OF PUBLIC LANDS

AD/sk
cc: Reader File,
OCD-Attn: Mr. Daniel Sanchez
TRD-Santa Fe, Attn: Ms. Judy Vigil
BLM Carlsbad – Attn: Mr. Ed Fernandez