

PATRICK H. LYONS COMMISSIONER

State of New Mexico Commissioner of Public Lands

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

COMMISSIONER'S OFFICE

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

December 8, 2004

Burlington Resources Oil and Gas Co. LP P. O. Box 4289 Farmington, New Mexico 87499-4289

Attention: Ms. Marian L. Wimsatt

Re: Non-Commercial Well Determination

Dakota Formation

Allison Unit Well No. 64 NE/4SE/4 Sec. 8-32N-6W

San Juan County, New Mexico

ECEIVED

DEC 10 2004

Oil Conservation Division 1220 S. Saint Francis Drive Santa Fe, NM 87505

Dear Ms. Wimsatt:

We are in receipt of your letter of July 12, 2004 and a copy of the Bureau of Land Management's letter of July 30, 2004 regarding the non-commercial determination for the above captioned well.

We concur with the Bureau of Land Management's determination that the above referenced Allison Unit well is a non-commercial well in the Dakota Formation and should be produced on a lease 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

JAMI BAILEY, Director

Oil, Gas and Minerals Division

(505) 827-5744

PL/JB/pm

pc: Reader File,

BLM-Farmington Attn: Mr. Duane Spencer OCD-Santa Fe Attn: Mr. Roy Johnson TRD-Attn: Mr. Valdean Severson RMD-Attn: Ms. Linda Vieira