

PATRICK H. LYONS COMMISSIONER

State of New Mexico Commissioner of Public Lands

COMMISSIONER'S OFFICE

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April 2, 2007

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

Devon Energy Corporation 20 North Broadway Oklahoma City, OK 73102-8260

Attn: Ms. Janet Woolridge

Re: Northeast Blanco Unit

Pictured Cliffs Participating Area Expansions

3rd Expansion Effective 3/1/1989

4th Expansion Effective 1/1/1993

5th Expansion Effective 5/1/2003

6th Expansion Effective 6/1/2004

7th Expansion Effective 7/1/2004

8th Expansion Effective 8/1/2004

9th Expansion Effective 9/1/2004

San Juan and Rio Arriba Counties, New Mexico

Dear Ms. Woolridge:

We are in receipt of your letter of November 27, 2006 together with your application for approval of the third through ninth expansions to the Pictured Cliffs participating area for the Northeast Blanco Unit.

The Bureau of Land Management approved the above referenced expansions by their letter of December 28, 2006.

The Commissioner of Public Lands concurs with the Bureau of Land Management and has this date approved the above-referenced Pictured Cliffs 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,

PATRICK H. LYONS

COMMISSIONER OF PUBLIC LANDS

JAMI BAILEY, Director

Oil, Gas and Minerals Division

(505) 827-5744 PL/JB/pm

pc:

Reader File,

OCD_BLM Farmington, Attn: Mr. Wayne Townsend

TRD- Attn: Mr. Valdean Severson RMD- Attn: Mr. Kurt McFall