

State of New Mexico Commissioner of Public Lands 310 OLD SANTA FE TRAIL

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COMMISSIONER'S OFFICE

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

April 13, 2007

ConocoPhillips Company P. O. Box 4289 Farmington, NM 87402-4289

Attention: Ms. Dawn Howell

Re: San Juan 32-8 Unit Fruitland Participating Area Thirty-Second Expansion – Effective 12/1/2005 All Sec. 14-32N-8W E/2 Sec. 15-32N-08W San Juan County, NM

Dear Ms. Howell:

Thank you for your letter of January 31, 2007 and your application for approval of the Thirty-Second expansion to the Fruitland Participating area for the San Juan 32-8 Unit, San Juan County, New Mexico.

The Bureau of Land Management approved the above referenced expansion by their letter of February 6, 2007.

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

BY:

JAMI BAILEY, Director Oil, Gas and Minerals Division PL/JB/pm pc: Reader File,

OCD-Attention: Mr. David Catanach BLM-Farmington Attn: Mr. Wayne Townsend TRD-Attention: Mr. Valdean Severson RMD-Attention: Mr. Kurt McFall

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

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PATRICK H. LYONS COMMISSIONER