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PATRICK H. LYONS  
COMMISSIONER

*State of New Mexico*  
*Commissioner of Public Lands*

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October 2, 2007

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

Attention: Ms. Dawn Howell

Re: San Juan 29-6 Unit  
Commerciality Determinations  
Dakota Formation  
Rio Arriba County, New Mexico

Dear Ms. Howell:

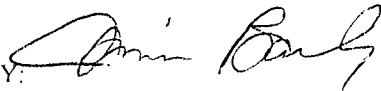
We are in receipt of your letter of September 10, 2007 and a copy of the Bureau of Land Management's letter of September 20, 2007 regarding the commerciality determinations for the San Juan 29-6 Unit Well Nos. 8B, 22M, 29B and 33M.

We concur with both yours and the Bureau of Land Management's determinations, that the San Juan 29-6 Unit Well Nos. 22M, (E/2, Sec. 12-29N-6W) and the 33M (E/2 Sec. 13-29N-6W) are commercial wells in the Dakota Formation and should be included in the Dakota participating area. Please submit the appropriate expansion of the Dakota participating area. We also concur with your determination that the San Juan 29-6 Unit Well Nos. 8B (W/2, Sec. 1-29N-6W) and 29B (W/2 Sec. 3-29N-6W) are non-commercial wells 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

BY: 

JAMI BAILEY, Director  
Oil, Gas and Minerals Division  
(505) 827-5744  
PL/IB/pm

pc: Reader File,  
BLM-Farmington Attn: Mr. Wayne Townsend  
OCD-Santa Fe Attn: Mr. David Catanach  
TRD-Attn: Mr. Valdean Severson  
RMD-Attn: Mr. Kurt McFall

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