

286

State of New Mexico Commissioner of Public Lands

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

October 2, 2007

PATRICK H. LYONS

COMMISSIONER

ConocoPhillips Company P. O. Box 4289 Farmington, New Mexico 87499-4289

Attention: Ms. Dawn Howell

Re: Huerfanito Unit Commercial Determinations Fruitland Coal Formation San Juan County, New Mexico

Dear Ms. Howell:

We are in receipt of your letter of September 6, 2007 together with data that supports your commercial determination regarding the following Huerfanito Unit Well:

Well Name	Completion		
and Number	Dedication	Date	Determination
Huerfanito Unit#176	W/2 26-27N-9W	8/6/06	Commercial

The Bureau of Land Management, by their letter of September 21, 2007, advised this office that they have concurred with your determination of the commerciality for the above-mentioned Fruitland Coal well.

Please be advised that the Commissioner of Public Lands concurs with ConocoPhillips and the Bureau of Land Management's determinations that the Huerfanito Unit Well No. 176 is a commercial well and entitled to participate in the Fruitland Coal Participating Area. Please submit an application for the appropriate expansion of Fruitland Coal Participating Area.

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

cc: Reader File, BLM Farmington-Attn.: Mr. Wayne Townsend, NMOCD-Attn.: Mr. David Catanach, TRD-Attn.: Mr. Valdean Severson, RMD-Attn.: Mr. Kurt McFall

-State Land Office Beneficiaries -

COMMISSIONER'S OFFICE

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