

PATRICK H. LYONS COMMISSIONER

State of New Mexico Commissioner of Public Lands

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COMMISSIONER'S OFFICE

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October 2, 2007

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

Attention: Ms. Dawn Howell

Re:

San Juan 29-7 Unit

Commerciality Determinations

Dakota Formation

Rio Arriba County, New Mexico

Dear Ms. Howell:

In response to your letter of September 10, 2007, this office has reviewed the data you submitted for a commerciality determination for the following wells completed in the Dakota formation.

Well Name & Number	Dedication	Completion or Workover Date	Determination
San Juan 29-7 Unit #33C	E/2 13-29N-7W	7/12/2006	Non-Commercial
San Juan 29-7 Unit #34M	W/2 4-29N-7W	6/21/2006	Commercial
San Juan 29-7 Unit #71B	E/2 24-29N-7W	7/20/2006	Non-Commercial

By their letter of September 24, 2007, the Bureau of Land Management concurred with your determination. According to the data submitted, we also concur with the above mentioned commerciality determinations. Please submit the appropriate expansion to the Dakota Participating Area for the San Juan 29-7 Unit Well No. 34M. The San Juan Unit Well Nos: 33C and 71B should be reported 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

RV.

JAMI BAILEY, Director

Oil, Gas and Minerals Division

PL/JB/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