

445

KECEIVED

2008 MAR 28 PM 2 04

PATRICK H. LYONS COMMISSIONER

## State of New Mexico Commissioner of Public Lands

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

COMMISSIONER'S OFFICE

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

March 26, 2008

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

Attention: Ms. Dawn Howell

Re:

San Juan 28-7 Unit Well No. 217

N/2 Sec. 28-27N-7W

Non-Commercial Well Determination

Mesaverde Formation

Rio Arriba County, New Mexico

Dear Ms. Howell:

We are in receipt of your letter of February 7, 2008 and the BLM's letter of February 21, 2008 regarding the non-commercial determination for the San Juan 28-7 Unit Well No. 217.

We concur with the BLM that that the San Juan 28-7 Unit Well No. 217 is a non-commercial well in the Mesaverde 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

JAMI BAILEY, Director

Oil, Gas and Minerals Division

(505) 827-5744

PL/JB/pm

pc:

Reader File,

BLM-Farmington Attn: Mr. Wayne Townsend

OCD-Santa Fe Attn: Mr. Ed Martin TRD-Attn: Mr. Valdean Severson RMD-Attn: Mr. Kurt McFall