

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

April 24, 2009

286

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

Attn: Mr. Ben Malone

Re: 2009 Plan of Development

Huerfanito Unit

San Juan County, New Mexico

Dear Mr. Malone:

The Commissioner of Public Lands has, of this date, approved the referenced Plan of Development. Our approval is subject to like approval by all other appropriate agencies. The possibility of drainage by wells outside the unit area, and the need for further development of the unit may exist; therefore, we may contact you at a later date regarding these possibilities.

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

Oil, Gas and Minerals Division

PL/JB/jm

xc: Reader File OCD-Ed Martin

BLMF-Wayne Townsend



United States Department of the Interior

BUREAU OF LAND MANAGEMENT

Farmington Field Office 1235 La Plata Highway, Suite A Farmington, New Mexico 87401 RECEIVED

2009 JUN 19 PM 1 24

IN REPLY REFER TO: NMNM78394D, FRCL (PA) 3105 (NMF01110)

June 18, 2008

Burlington Resources O&G Co. LP Ms. Dawn Howell P. O. Box 4289 Farmington, NM 87499-4289

Dear Ms. Howell:

On April 3, 2007 the Huerfanito Unit 8th expansion for the Fruitland Coal formation was submitted to our office for approval. The approval for this expansion was accomplished on April 11, 2007. The submission of this expansion caused the following Communitization Agreement (CA) to become obsolete due to the inclusion into the Fruitland Coal participating area.

NMNM 116724 Sec. 26, T27N, R9W, E½ dedication for Huerfanito Unit #175. Effective 3/7/2006

This agreement communitized particular acres of Federal lands within the Huerfanito Unit as to natural gas and associated liquid hydrocarbons producible from the Fruitland Coal formation. The term of the agreement was for 2 years and for so long thereafter as communitized substances are produced in paying quantities.

Our records indicate that the well dedicated to the described agreements were completed and that the public interest requirement for the Communitization Agreement, pursuant to 43 CFR 3105.2-3, has been met.

The termination effective date of this CA is March 1, 2006, this date being the effective date of the 8th expansion to the Fruitland Coal formation. All subject Federal leases involved with this CA are held by the Unit. All indicated wells will report to 892000943D from effective termination date of the CA.

If you have any questions, please contact me at the above address or telephone (505) 599-8922.

Sincerely,

/s/ Lucy Bee Lucy Bee Legal Instruments Examiner Petroleum Management Branch

MMS, MS-357 B1, Denver, CO NMOCD, Santa Fe NM Tax & Rev. Dept NMSO (93000)(w/o encl.)



PATRICK HUMONS COMMISSIONER

State of New Mexico Commissioner of Public Lands

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COMMISSIONER'S OFFICE

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December 1, 2007

ConocoPhillips San Juan Business Unit P.O. Box 4289 Farmington, New Mexico 87499-4289

Attn:

Ms. Linda Dean

Re:

2007 Plan of Development

Huerfanito Unit

San Juan County, New Mexico

Dear Ms. Dean:

The Commissioner of Public Lands has, of this date, approved the referenced Plan of Development. Our approval is subject to like approval by all other appropriate agencies. The possibility of drainage by wells outside the unit area, and the need for further development of the unit may exist; therefore, we may contact you at a later date regarding these possibilities.

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

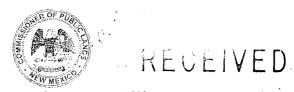
Oil, Gas and Minerals Division

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OCD

BLM



PATRICK H. LYONS COMMISSIONER

State of New Mexico SEP 17 PM 3 11 COMM Commissioner of Public Lands

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www.nmstatelands.org

September 16, 2009

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

Attention: Ms. Dawn Howell

Re: Huerfanito Unit

Non-Commercial Determination Fruitland Coal Formation Huerfanito Unit Well No. 47S, E/2 Sec.27-27N-9W

San Juan County, New Mexico

Dear Ms. Howell:

We are in receipt of your letter of April 27, 2009 and a copy of the Bureau of Land Management's letter of May 29, 2009 regarding the referenced non-commercial determination for the Huerfanito Unit Well No. 47S.

We concur with the Bureau of Land Management that the Huerfanito Unit Well No. 47S is a non-commercial well in the Fruitland Coal 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

oc: Reader File

BLM-Farmington Attn: Mr. Wayne Townsend

OCD-Santa Fe Attn: Mr. Ed Martin

TRD-Attn: Mr. Valdean Severson

RMD-Kurt McFall