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ONER'S OFFICE

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State of New Mexico Commissioner of Public Lands

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

February 19, 2009

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

Attention: Ms. Dawn Howell

Re: Canyon Largo Unit Dakota Formation Commerciality Determinations Well No. 484, W/2 Sec. 9-25N-6W (Commercial) Well No. 480, W/2 Sec. 4-25N-6W (Non-Commercial) Rio Arriba County, New Mexico

Dear Ms. Howell:

We are in receipt of your letter of December 5, 2008 and data regarding the commercial determination for the following wells:

Well Name & Number	Dedication	Lease	Completion Date	Determination
Canyon Largo Unit # 484	W/2 Sec. 9-25N-6W	Fee	9/11/2007	Commercial
Canyon Largo Unit # 480	W/2 Sec. 4-25N-6W	Fee	2/5/2008	Non-Commercial

The Bureau of Land Management by their letter of February 11, 2009 concurred with your determination that the Canyon Largo Unit Well No. 484 is a commercial well in the Dakota formation. The Canyon Largo Unit Well No. 480 is determined to be a non-commercial well in the Dakota formation. The Commissioner of Public Lands concurs with yours and the BLM's commerciality determination for the above captioned wells. Please submit the appropriate revision of the Canyon Largo Unit Dakota participating area. The Well No. 484 should be produced on a lease basis. Our concurrence is subject to like approval by the Bureau of Land Management.

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

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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

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April 1, 2009

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

Attention: Ms. Dawn Howell

Re: Canyon Largo Unit Commerciality Determination Dakota Formation Rio Arriba County, New Mexico

Dear Ms. Howell:

We are in receipt of your letter of December 18, 2008 together with data that supports your commerciality determination regarding the following Canyon Largo Unit Well:

Well Name		Completion	mpletion		
and Number	Dedication	Date	Determination		
Canyon Largo Unit #490	W/2 19-25N-6W	2/1/08	Non-Commercial		

The Bureau of Land Management, by their letter of March 13, 2009, advised this office that they have concurred with your determination that the Canyon Largo Unit Well No. 490 is a non-commercial well in the Dakota formation and should be produced on a lease basis.

Please be advised that the Commissioner of Public Lands concurs with ConocoPhillips and the Bureau of Land Management's determination for the above mentioned Canyon Largo Unit Well.

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

Reader File, pc: BLM Farmington-Attn .: Mr. Wayne Townsend, NMOCD-Attn.: Mr. Ed Martin TRD-Attn.: Mr. Valdean Severson, RMD-Attn.: Mr. Kurt McFall,

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PATR**MOR** HALY **B**AS **PT 2 42** COMMISSIONER

State of New Mexico Commissioner of Public Lands 310 OLD SANTA FE TRAIL

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May 14, 2009

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

Attn: Mr. Ben Malone

Re: 2009 Plan of Development Canyon Largo Unit Rio Arriba 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

BY:

JAMI BAILEY, Director Oil, Gas and Minerals Division

PL/JB/jm xc: Reader File OCD-Ed Martin BLMF-Wayne Townsend

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United States Department of the Interior

BUREAU OF LAND MANAGEMENT Farmington Field Office 1235 La Plata Highway, Suite A Farmington, New Mexico 87401

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IN REPLY REFER TO: Canyon Largo DK PA (NMNM78383D) 3105 (NMF0110)

June 8, 2009

Huntington Energy LLC 908 NW 71st Street Oklahoma City, OK 73116

Dear Sir/Madam:

On January 17, 2008 the Canyon Largo Unit revised Twenty-Ninth Expansion for the Dakota formation was submitted to our office for approval. The approval for this revised expansion was accomplished on August 29, 2008. The submission of this revised expansion caused the following Communitization Agreement (CA) to become obsolete due to the inclusion into the Dakota participating area.

NMNM-117692, Sec. 9, T25N, R6W, E/2 dedication for Canyon Largo Unit #483. Effective 5/3/2006

This agreement communitized particular acres of Federal and Fee lands within the Canyon Largo Unit as to natural gas and associated liquid hydrocarbons producible from the Dakota 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, have been met.

The termination effective date of this CA is June 1, 2006, this date being the effective date of the 29th expansion to the Dakota formation. All subject Federal leases involved with this CA are held by the Unit. All indicated wells will report to 891001059B (Dakota participating area for the Canyon Largo Unit) 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

cc:

MMS, MS-357 B1, Denver, CO NMOCD, Santa Fe NM Tax & Rev. Dept



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PATRICK H. LYONS COMMISSIONER

September 12, 2007

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

Attention: Ms. Dawn Howell

Re: Canyon Largo Unit Commerciality Determinations Dakota Formation Rio Arriba County, New Mexico

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Dear Ms. Howell:

We are in receipt of your letter of July 16, 2007 together with data that supports your commerciality determinations regarding the following Canyon Largo Unit Wells:

Well Name		Completion	1
and Number	Dedication	Date	Determination
Canyon Largo Unit #437	W/2 25-24N-6W	7/7/06	Non-Commercial
Canyon Largo Unit #471	W/2 24-25N-6W	6/7/06	Non-Commercial
Canyon Largo Unit #481	E/2 5-25N-6W	6/3/06	Commercial
Canyon Largo Unit Com #487	W/2 15-25N-6W	6/1/06	Non-Commercial

The Bureau of Land Management, by their letter of August 28, 2007, advised this office that they have concurred with your determination of the commerciality for the above-mentioned Dakota wells.

Please be advised that the Commissioner of Public Lands concurs with ConocoPhillips and the Bureau of Land Management's determinations for the above mentioned Canyon Largo Unit Wells.

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 pc: Reader File,

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

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State of New Mexico Commissioner of Public Lands

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December 11, 2007

PATRICK H. LYONS

COMMISSIONER

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

Attn: Ms. Linda Dean

Re: 2007 Plan of Development Canyon Largo Unit Rio Arriba 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

JAMI BAILEY, Directo

Oil, Gas and Minerals Division

PL/JB/jm xc: Reader File

OCD

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August 7, 2009

Burlington Resources Oil and Gas Co., LP P. O. Box 4289 Farmington, New Mexico 87499-4289

Attention: Ms. Dawn Howell

Re: Canyon Largo Unit

Dakota Participating Area Thirty-Third Expansion –Effective 10/1/2007 Canyon Largo Unit Com Well No. 472 (E/2) Sec. 23-25N-6W, 320.00 Acres Canyon Largo Unit Well No. 488 (E/2) Sec. 17-25N-6W, 320.00 Acres Canyon Largo Unit Com Well No. 484 (W/2) Sec. 9-25N-6W, 320.00 Acres Rio Arriba County, New Mexico

Dear Ms. Howell:

We have received your letter of May 15, 2009 together with your application for approval of the thirty-third expansion to the Dakota participating area for the Canyon Largo Unit in Rio Arriba County, NM.

The Bureau of Land Management approved the above referenced expansion by their letter of July 28, 2009.

The Commissioner of Public Lands concurs with the Bureau of Land Management and has this date approved the above-referenced Dakota participating area expansion.

Our approval is subject to like approval by the Bureau of Land Management and the New Mexico Oil Conservation Division.

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 pc: Reader File,

Reader File, <u>BLM Farmington-Attn.: Mr.</u> Wayne Townsend OCD-Attn.: Mr. Ed Martin TRD-Attn.: Mr. Valdean Severson RMD-Attn.: Mr. Kurt McFall

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September 15, 2009

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

Attention: Ms. Dawn Howell

Re: Canyon Largo Unit Dakota Formation Commerciality Determination Well No. 492, E/2 Sec. 29-25N-6W (Non-Commercial) Rio Arriba County, New Mexico

Dear Ms. Howell:

We are in receipt of your letter of April 27, 2009 and data regarding the Non-Commercial determination for the following Well:

Well Name & Number	Dedication	Lease	Completion Date	Determination
Canyon Largo Unit # 492	E/2 Sec. 29-25N-6W	Fed	4/30/08	Non-Commercial

The Bureau of Land Management by their letter of May 29, 2009 concurred with your determination that the Canyon Largo Unit Well No. 492 is a non-commercial well in the Dakota formation. The Commissioner of Public Lands concurs with yours and the BLM's commerciality determination for the above captioned well. The Canyon Largo Unit Well No. 492 should be produced on a lease basis. Our concurrence is subject to like approval by the Bureau of Land Management.

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/JB/pm

pc: Reader File,
BLM-Farmington Attn: Mr. Wayne Townsend
OCD-Santa Fe Attn: Mr. Ed Martin¹
TRD-Attn: Mr. Valdean Severson
RMD-Attn: Mr. Kurt McFall

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