

PATRICK H. LYONS COMMISSIONER 18 PCompaissioner 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 13, 2009

Vernon E. Faulconer, Inc. 1001 E.S.E Loop 323, 160 Woodgate Centre P.O. Box 7995 Tyler, Texas 75711

Attn:

Ms. Susan M. Griffin

Re:

2009 Plan of Development Hackberry Hills Unit

Eddy County, New Mexico

Dear Ms. Griffin:

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

JAM BAILEY, Direct

Oil, Gas and Minerals Division

PL/JB/im

xc: Reader File OCD-Ed Martin BLMR- John Simitz BLMC- Wesley Ingram