

PATRICK H. LYONS COMMISSIONER

State of New Mexico Commissioner of Public Lands

COMMISSIONER'S OFFICE

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

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

March 30, 2010

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 March 15, 2010 together with data that supports your commerciality determination regarding the following Canyon Largo Unit Well:

Well Name		Completion		
and Number	Dedication	Date	Determination	
	3- L**			
Canyon Largo Unit #489	E/2 18-25N-6W	3/11/09	Non-Commercial	

The Bureau of Land Management, by their letter of March 22, 2010, advised this office that they have concurred with your determination of the commerciality for the above-mentioned Dakota well.

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 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

JAMI BAILEY, Director

Oil, Gas and Minerals Division

PL/JB/pm

pc:

Reader File,

BLM Farmington-Attn.: Mr. Wayne Townsend

NMOCD-Attn.: Mr. Ed Martin
TRD-Attn.: Mr. Valdean Severson
RMD-Attn.: Mr. Kurt McFall

-State Land Office Beneficiaries -