

COMMISSIONER'S OFFICE  
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PUBLIC AFFAIRS  
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COMMERCIAL RESOURCES  
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MINERAL RESOURCES  
Phone (505) 827-5744  
Fax (505) 827-4739

ROYALTY MANAGEMENT  
Phone (505) 827-5772  
Fax (505) 827-4739

SURFACE RESOURCES  
Phone (505) 827-5793  
Fax (505) 827-5711

**New Mexico State Land Office**  
**Commissioner of Public Lands**  
**Ray Powell, M.S., D.V.M.**

CERTIFIED MAIL-RETURN RECEIPT REQUESTED

October 9, 2002

Petroleum Development Corporation  
4113 Eubank Blvd.  
Suite 400  
Albuquerque, NM 87111

Attention: Mr. Mark Young

Re: Notice of Termination  
T. P. "A" State Unit  
W/2SW/4 Sec. 15 & E/2SE/4 Sec. 16-10S-36E  
Lea County, New Mexico

Dear Mr. Young

Our records reflect that Petroleum Development Corporation is the current unit operator of the T.P. "A" State Unit in Lea County, New Mexico.

Pursuant to Section 17 of the unit agreement, the term of this agreement shall be for and during the time that unitized substances are produced in paying quantities from the unitized land and as long thereafter as diligent operations are in progress for the restoration of production or discovery of new production and so long thereafter as the unitized substances so discovered are being produced as aforesaid.

According to our records, the date of last production from the T.P. "A" State Unit Well No. 1 (Surface Location) SW/4SW/4 of Sec. 15-10S-36E was April 30, 2001.

Pursuant to Section 17 of the T.P. "A" State Unit Agreement, please be advised that the referenced unit agreement is hereby terminated effective April 30, 2001.


Please be advised that State Lease Nos. V-4204-1 and V-4205-4 expired by their own terms upon termination of this unit agreement.

Please advise all interested parties of this action.

If you have any questions or if we may be of further help, please contact Pete Martinez at (505) 827-5791.

Very truly yours,

RAY POWELL, M.S., D.V.M.  
COMMISSIONER OF PUBLIC LANDS

BY:   
JAMI BAILEY, Director  
Oil, Gas and Minerals Division  
(505) 827-5744  
RP/JB/pm

cc: OCD-Santa Fe, OCD Hobbs, Warren Resources Inc. (OGRID # 184583)