



PATRICK H. LYONS
COMMISSIONER

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State of New Mexico
Commissioner of Public Lands

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COMMISSIONER'S OFFICE

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October 4, 2010

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

Attention: Ms. Dawn Howell

Re: Huerfano Unit
Non-Commercial Determinations
Dakota Formation
San Juan County, New Mexico

Dear Ms. Howell:

We are in receipt of your letter of September 2, 2010 together with data that supports your commercial determination regarding the following Huerfano Unit Wells:

Well Name and Number	Dedication	Completion Date	Formation	Determination
Huerfano Unit Well #304	N/2 Sec. 4-25N-10W	3/20/08	Dakota	Non-Commercial
Huerfano Unit Well #320	E/2 Sec. 14-25N-9W	11/14/08	Dakota	Non-Commercial

The Bureau of Land Management, by their letter of September 10, 2010, has advised this office that they have concurred with your determination of the commerciality for the above-mentioned Dakota wells. The Commissioner of Public Lands concurs with the Bureau of Land Management that the Huerfano Unit Well Nos. 304 and 320 are non commercial wells in the Dakota formation and should be reported on a lease or communitization 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

BY:

JAMI BAILEY, Director
Oil, Gas and Minerals Division
PL/JB/pm

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

-State Land Office Beneficiaries -

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