

## RECEIVED

PATRICIAN LEVENS
COMMISSIONER

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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

December 16, 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 November 20, 2009 together with data that supports your commerciality determination regarding the following Canyon Largo Unit Well:

Well Name and Number	Dedication	Completion Date	Determination	
Canyon Largo Unit #494	W/2 30-25N-6W	11/5/2008	Non-Commercial	

The Bureau of Land Management, by their letter of December 4, 2009, advised this office that they have concurred with your determination that the Canyon Largo Unit Well No. 494 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

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 -