

Aubrey Dunn COMMISSIONER

Re:

State of New Mexico Commissioner of Public Lands 310 OLD SANTA FE TRAIL

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

June 10, 2016

ConocoPhillips Company San Juan Business Unit 3401 E. 30th St. Farmington, NM87402

Attention: Ms. Yvonne Scott

San Juan 29-7 Unit San Juan 29-7 Unit #93C API 30-039-26932 Dakota Formation Rio Arriba County, New Mexico

Dear Ms. Scott:

We are in receipt of your letter of February 25, 2016 together with the non-commercial determination data for the above referenced well.

The Bureau of Land Management, advised this office that they concur with your determination that the San Juan 29-7 Unit 93C is not capable of producing unitized substances in paying quantities from the Dakota Formation and is to be produced on a lease basis.

Please be advised that the Commissioner of Public Lands concurs with yours and the Bureau of Land Management's determinations that the San Juan 29-7 Unit 93C is a non-commercial Dakota formation well and should be produced on a lease or communitization basis.

If you have any questions, or if we may be of further help, please contact Sue Keelin at (505) 827-5783.

Very HUTY yours, AUBREY DUNN COMMISSIONER OF PUBLIC LANDS

AD/sk cc: Reader File, OCD-Attn: Mr. Daniel Sanchez / TRD-Santa Fe, Attn: Ms. Judy Vigil BLM Carlsbad – Attn: Mr. Ed Fernandez

COMMISSIONER'S OFFICE Phone (505) 827-5760 Fax (505) 827-5766 www.nmstatelands.org

Case# 674