

Aubrey Dunn COMMISSIONER

State of New Mexico Commissioner of Public Lands

310 OLD SANTA FE TRAIL P.O. BOX 1148 SANTA FE, NEW MEXICO 87504-1148 COMMISSIONER'S OFFICE

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

August 21, 2015

Conoco Phillips Company 3401 E. 30th St. Farmington, NM 87402

Attention: Ms. Yvonne Scott

Re:

San Juan 28-7 Unit (14-08-001-459)

San Juan 28-7 Unit 152E API 30-039-26784 San Juan 28-7 Unit 155F API 30-039-26929

Commercial Well Determinations

Mesaverde Formation

Rio Arriba County, New Mexico

Dear Ms. Scott:

We are in receipt of your letter of April 12, 2015 together with the commercial determination data for the San Juan 28-7 Unit, well #152E and 155F.

The Bureau of Land Management, advised this office that the San Juan 28-7 Unit, well 152E and 155F were determined to be capable of producing in paying quantities from the Mesaverde formation

Please be advised that the Commissioner of Public Lands concurs with the Bureau of Land Management's determinations that the San Juan 28-7 Unit, well 152E and 155F are commercial wells in the Mesaverde formation and is entitled to participate in the Mesaverde Participating Area

Please submit an application for the appropriate expansion of the Mesaverde Participating Area to this office for approval.

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

Very truly yours.

AURREY RUNN.

COMMISSIONER OF PUBLIC LANDS

AD/sk

cc: Reader File,

OCD-Attention: Mr. Daniel Sanchez BLM Farmington, Attn: Mr. Hewitt TRD-Santa Fe, Attention: Ms. Judy Vigil