

PATRICK H. LYONS COMMISSIONER

State of New Mexico Commissioner of Public Lands

310 OLD SANTA FE TRAIL P.O. BOX 1148 SANTA FE, NEW MEXICO 87504-1148 Phone (505) 827-5760

2010 APR -6 P

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

COMMISSIONER'S OFFICE

March 26, 2010

Burlington Resources Oil & Gas Co. P. O. Box 4289 Farmington, New Mexico 87499-4289

Attention: Ms. Dawn Howell

Re:

Huerfano Unit

Commercial Determination

Dakota Formation

San Juan County, New Mexico

Dear Ms. Howell:

We are in receipt of your letter of March 1, 2010 together with data that supports your commercial determination regarding the following Huerfano Unit Wells:

Well Name	Completion		
and Number	Dedication	Date	Determination
Huerfano Unit #289	S/2 34-26N-9W	1/26/09	Commercial
Huerfano Unit #308	E/2 3-25N-9W	9/26/08	Commercial

The Bureau of Land Management, by their letter of March 4, 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. 289 and 308 are commercial wells and are to be included in the Dakota participating area.

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

(505) 827-5744

PL/JB/pm

pc:

Reader File,

BLM Farmington

OCD-Attn.: Mr. Ed Martin

TRD-Attn.: Mr. Valdean Severson RMD-Attn.: Mr. Kurt McFall