

BUREAU OF LAND MANAGEMENT

Farmington Field Office 6251 College Blvd., Suite A Farmington, New Mexico 87402 www.blm.gov/nm



August 07, 2015

RECEIVED

Yvonne Scott ConocoPhillips Company 3401 E. 30th St.

AUG 1 1 2015

Farmington, NM 87402 / P.O. Box 4289, 87499-4289

SJBU - LAND DEPT.

RE:

Huerfanito Unit Com #552

Commercial Well Determination

Gallup/Mancos Formation San Juan County, NM

Dear Ms. Scott:

In response to your letter dated June 29, 2015, the Farmington Field Office has reviewed the data you submitted for a commercial well determination for the following well completed in the Fruitland Coal formation:

Well Name & Number	Dedication	Lease	Completion Date	Determination
Huerfanito Unit Com #552	N/2 Sec. 24, T27N, 9W	NO-G-0651-1131	11/17/2013	Commercial

After completing our economic evaluation, we concur with your determination.

Since this well was determined to be commercial in the Fruitland Coal formation it must report production under the Communitization Agreement NMNM-131555, effective November 17, 2013.

Under provisions of 43 CFR 3165.3, you may request an Administrative Review of the order(s) described above. Such request, including all supporting documents, must be filed in writing within 20 business days of receipt of this notice and must be filed with the State Director, Bureau of Land Management (NM-92000), P. O. Box 27115, Santa Fe, New Mexico 87502-0115. Such requests shall not result in a suspension of the order(s) unless the reviewing official so determines. Procedures governing appeals from instructions, orders or decisions are contained in 43 CFR 3165.4 and 43 CFR 4.400 et seq.

If you have any questions concerning this matter, please contact William Tambekou at the above address or telephone: (505) 564-7746

Sincerely,

William Tambekou Petroleum Engineer

Branch of Petroleum Management

Cc:

Commissioner of Public Lands, Santa Fe, NM

Bcc:

Huerfanito Unit

AFMSS/LR2000

NMF0111:WTambekou 08/07/2015



BUREAU OF LAND MANAGEMENT

Farmington Field Office 1235 La Plata Highway - Suite A Farmington, New Mexico 87401 www.blm.gov/nm



IN REPLY REFER TO: Huerfanito Unit FRC PA 3162.7 (21110)

March 13, 2008

Ms. Dawn Howell ConocoPhillips Company P.O. Box 4289 Farmington, NM 87499-4289

RE:

Burlington Resources Oil & Gas Company LP

Huerfanito Unit

Commerciality Determinations Fruitland Coal Formation San Juan County, NM

Dear Ms. Howell:

In response to your letter dated February 25, 2008, the Farmington Field Office has reviewed the data you submitted for a commerciality determination for the following wells completed in the Fruitland Coal formation.

Well Name & Number	Dedication	Lease	Completion Date	Determination
Huerfanito Unit #39R	W/2 Sec. 27, T27N, R9W	NMSF080117	3/16/2007	Commercial
Huerfanito Unit #47R	E/2 Sec. 27, T27N, R9W	NMSF078356B	1/10/2007	Non-Commercial

After completing our economic evaluations, we are in concurrence with the above determinations.

The well that was determined to be commercial in the Fruitland Coal formation is to be included in the Fruitland Coal participating area. It is required that a revision be submitted to include this well in the Huerfanito Unit Fruitland Coal Participating Area. The well that was determined to be non-commercial is to be reported under the lease number or communitization agreement.

Under provisions of 43 CFR 3165.3, you may request an Administrative Review of the order(s) described above. Such request, including all supporting documents, must be filed in writing within 20 business days of receipt of this notice and must be filed with the State Director, Bureau of Land Management (NM-92000), P. O. Box 27115, Santa Fe, New Mexico 87502-0115. Such requests shall not result in a suspension of the order(s) unless the reviewing official so determines. Procedures governing appeals from instructions, orders or decisions are contained in 43 CFR 3165.4 and 43 CFR 4.400 et seq.

If you have any questions concerning this matter, please contact Wayne Townsend at the above address or telephone (505) 599-6359.

Sincerely,

Wayne Townsend Petroleum Engineer



BUREAU OF LAND MANAGEMENT

Farmington Field Office 1235 La Plata Highway, Suite A Farmington, New Mexico 87401

IN REPLY REFER TO: Huerfanito Unit Fruitland Coal PA 3162.7 (21110)

September 21, 2007

Ms. Dawn Howell ConocoPhillips Company P.O. Box 4289 Farmington, NM 87499-4289

RE:

Huerfanito Unit

Commerciality Determination Fruitland Coal Formation San Juan County, NM

Dear Ms. Howell:

In response to your letter dated September 6, 2007, the Farmington Field Office has reviewed the data you submitted for a commerciality determination for the following well completed in the Fruitland Coal formation.

Well Name & Number	Dedication	Lease	Completion Date	Determination
Huerfanito Unit #176	W/2 Sec. 26, T27N, R9W	NMSF080117	8/6/2006	Commercial

After completing our economic evaluation, we are in concurrence with the above determination.

The Fruitland Coal formation in this well is determined to be commercial and is to be included in the Fruitland Coal participating area. It is required that a revision be submitted to include this well in the Huerfanito Unit Fruitland Coal Participating Area.

Under provisions of 43 CFR 3165.3, you may request an Administrative Review of the order(s) described above. Such request, including all supporting documents, must be filed in writing within 20 business days of receipt of this notice and must be filed with the State Director, Bureau of Land Management (NM-92000), P. O. Box 27115, Santa Fe, New Mexico 87502-0115. Such requests shall not result in a suspension of the order(s) unless the reviewing official so determines. Procedures governing appeals from instructions, orders or decisions are contained in 43 CFR 3165.4 and 43 CFR 4.400 et seq.

If you have any questions concerning this matter, please contact Wayne Townsend at the above address or telephone (505) 599-6359.

Sincerely

Wayne Townsend Petroleum Engineer



BUREAU OF LAND MANAGEMENT

Farmington Field Office 1235 La Plata Highway, Suite A Farmington, New Mexico 87401

IN REPLY REFER TO: Huerfanito Unit FRCL PA (NMNM78394D) 3180 (21110)

April 11, 2007

Ms. Dawn Howell Burlington Resources Oil & Gas Company P.O. Box 4289 Farmington, NM 87499-4289

RE:

Huerfanito Unit

San Juan County, NM

Fruitland Coal Participating Area 8th Expansion Effective 04/01/2006

Dear Ms. Howell:

In response to a letter from Burlington Resources Oil & Gas Company dated April 3, 2007, the Farmington Field Office has reviewed the data submitted on the above referenced expansion to the Huerfanito Unit Fruitland Coal Participating Area. The following is the expansion with the description of the acreage and well included in the expansion. This well was previously determined to be a paying well by this office.

EIGHTH EXPANSION - EFFECTIVE 04/1/2006

WELL& COMPLETION DATE	TRACT#	DRILLING BLOCK	ACRES	LEASE
Huerfanito Unit	5	NE/4	320.00	NMSF078358*
#175	7	SE/4		
03/07/2006		Sec. 26, T27N, R9W		

* Lease where the well is physically located.

Approval is herby granted for the Eighth Expansion to the Fruitland Coal Participating Area (PA) for the Huerfanito Unit. Please file all production reports for the PA under AFS number 892000943D.

The Eighth Expansion of the Fruitland Coal Participating Area resulted in the addition of 320.00 acres to the participating area for a total of 5,282.80 acres.

Please advise all interested parties of the Eighth Expansion to the Huerfanito Unit Fruitland Coal Participating Area and the effective date.

Any production royalties that are due must be reported and paid within 90 days of the Bureau of Land Management's approval date or the payors will be assessed interest for the late payment under the Federal Oil and Gas Royalty Management Act of 1982, (see 30 CFR 218.54) If you need assistance or clarification, please contact the Minerals Management Service at 1-800-525-9167 or 303-231-3504."

If you have any questions, please contact Margie Dupre at the above address or telephone (505) 599-8918.

Sincerely,

Margie Dupre

Legal Instruments Examiner

Branch of Petroleum Management

cc: Commissioner of Public Lands, Santa Fe, NM MMS, MS 357 B1, Denver, CO



BUREAU OF LAND MANAGEMENT

Farmington Field Office 6251 College Blvd., Suite A Farmington, New Mexico 87402 www.blm.gov/nm



September 02, 2015

Amended

Yvonne Scott ConocoPhillips Company 3401 E. 30th St. Farmington, NM 87402 / P.O. Box 4289, 87499-4289

RE:

Huerfanito Unit Com #552

Commercial Well Determination

Fruitland Coal Formation San Juan County, NM

Dear Ms. Scott:

In response to your letter dated June 29, 2015, the Farmington Field Office has reviewed the data you submitted for a commercial well determination for the following well completed in the Fruitland Coal formation:

Well Name & Number	Dedication	Lease	Completion Date	Determination
Huerfanito Unit Com #552	N/2 Sec. 24, T27N, 9W	NO-G-0651-1131	11/17/2003	Commercial

After completing our economic evaluation, we concur with your determination.

Since this well was determined to be commercial in the Fruitland Coal formation it must report production under the Communitization Agreement NMNM-131555, effective November 17, 2003.

Under provisions of 43 CFR 3165.3, you may request an Administrative Review of the order(s) described above. Such request, including all supporting documents, must be filed in writing within 20 business days of receipt of this notice and must be filed with the State Director, Bureau of Land Management (NM-92000), P. O. Box 27115, Santa Fe, New Mexico 87502-0115. Such requests shall not result in a suspension of the order(s) unless the reviewing official so determines. Procedures governing appeals from instructions, orders or decisions are contained in 43 CFR 3165.4 and 43 CFR 4.400 et seq.

If you have any questions concerning this matter, please contact William Tambekou at the above address or telephone: (505) 564-7746

Sincerely,

William Tambekou Petroleum Engineer

Branch of Petroleum Management

Cc: Commissioner of Public Lands, Santa Fe, NM

Bcc: Huerfanito Unit

AFMSS/LR2000

NMF0111:WTambekou 09/02/2015



BUREAU OF LAND MANAGEMENT

Farmington Field Office 1235 La Plata Highway, Suite A Farmington, New Mexico 87401

IN REPLY REFER TO: Huerfanito Unit PA (NMNM78394D) 3180 (21110)

November 3, 2008

Ms. Dawn Howell Burlington Resources Oil & Gas Company LP P.O. Box 4289 Farmington, NM 87499-4289

RE:

Huerfanito Unit

San Juan County, NM

Fruitland Coal Participating Area 9th Expansion Effective 8/1/2006 10th Expansion Effective 3/1/2007

Dear Ms. Howell:

In response to a letter from Burlington Resources Oil & Gas Company LP dated April 10, 2008 and additional information submitted October 22, 2008, the Farmington Field Office has reviewed the data submitted on the above referenced expansions to the Huerfanito Unit Fruitland Coal Participating Area. The following are the expansions with the description of the acreage and wells included in each expansion. The wells were previously determined to be paying wells by this office.

NINTH EXPANSION - EFFECTIVE 8/1/2006

WELL& COMPLETION	TRACT	DRILLING BLOCK	ACRES	LEASE
DATE				
Huerfanito Unit #176	5	NW/4	160.00	NMSF078356A
8/6/2006	10	SW/4	<u>160.00</u>	NMSF080117*
·		(W/2) Sec. 26, T27N, R9W	320.00	

TENTH EXPANSION – EFFECTIVE 3/1/2007

WELL& COMPLETION DATE	TRACT	DRILLING BLOCK	ACRES	LEASE
Huerfanito Unit #39R	6	NW/4, N/2SW/4	240.00	NMSF078356B
3/16/2007	10	S/2SW/4	80.00	NMSF080117*
		(W/2) Sec. 27, T27N, R9W	320.00	*,

^{*} Well located on this lease.

Approval is herby granted for the Ninth and Tenth Expansions to the Fruitland Coal Participating Area (PA) for the Huerfanito Unit. Please file the production reports under PA AFS number 892000943D. The Ninth and Tenth Expansions of the Fruitland Coal Participating Area resulted in the addition of 640.00 acres to the participating area for a total of 5,922.80 acres.

Please advise all interested parties of the Ninth and Tenth Expansions to the Huerfanito Unit Fruitland Coal Participating Area and their effective dates.

Any production royalties that are due must be reported and paid within 90 days of the Bureau of Land Management's approval date or the payors will be assessed interest for late payment under the Federal Oil and Gas Royalty Management Act of 1982, (see 30 CFR 218.54). If you need assistance or clarification, please contact the Minerals Management Service at (800) 525-9167 or (303) 231-3504.

If you have any questions concerning this matter, please contact Wayne Townsend at the above address or telephone (505) 599-6359.

Sincerely,

Wayne Townsend Petroleum Engineer

Branch of Petroleum Management

cc:

Commissioner of Public Lands, Santa Fe, NM MMS, MS 3133, Denver, CO



BUREAU OF LAND MANAGEMENT

Farmington Field Office 1235 La Plata Highway - Suite A Farmington, New Mexico 87401 www.blm.gov/nm



IN REPLY REFER TO: Huerfanito Unit FRC PA 3162.7 (21110)

March 13, 2008

Ms. Dawn Howell ConocoPhillips Company P.O. Box 4289 Farmington, NM 87499-4289

RE:

Burlington Resources Oil & Gas Company LP

Huerfanito Unit

Commerciality Determinations Fruitland Coal Formation San Juan County, NM

Dear Ms. Howell:

In response to your letter dated February 25, 2008, the Farmington Field Office has reviewed the data you submitted for a commerciality determination for the following wells completed in the Fruitland Coal formation.

Well Name & Number	Dedication	Lease	Completion Date	Determination	
Huerfanito Unit #39R	W/2 Sec. 27, T27N, R9W	NMSF080117	3/16/2007	Commercial	
Huerfanito Unit #47R	E/2 Sec. 27, T27N, R9W	NMSF078356B	1/10/2007	Non-Commercial	

After completing our economic evaluations, we are in concurrence with the above determinations.

The well that was determined to be commercial in the Fruitland Coal formation is to be included in the Fruitland Coal participating area. It is required that a revision be submitted to include this well in the Huerfanito Unit Fruitland Coal Participating Area. The well that was determined to be non-commercial is to be reported under the lease number or communitization agreement.

Under provisions of 43 CFR 3165.3, you may request an Administrative Review of the order(s) described above. Such request, including all supporting documents, must be filed in writing within 20 business days of receipt of this notice and must be filed with the State Director, Bureau of Land Management (NM-92000), P. O. Box 27115, Santa Fe, New Mexico 87502-0115. Such requests shall not result in a suspension of the order(s) unless the reviewing official so determines. Procedures governing appeals from instructions, orders or decisions are contained in 43 CFR 3165.4 and 43 CFR 4.400 et seq.

If you have any questions concerning this matter, please contact Wayne Townsend at the above address or telephone (505) 599-6359.

Sincerely,

Wayne Townsend Petroleum Engineer

BUREAU OF LAND MANAGEMENT

Farmington Field Office 1235 La Plata Highway - Suite A Farmington, New Mexico 87401 www.blm.gov/nm



IN REPLY REFER TO: Huerfanito Unit FRC PA 3162.7 (F0111)

July 11, 2011

Ms. Dawn Howell Burlington Resources Oil & Gas Company LP P.O. Box 4289 Farmington, NM 87499-4289

RE: Huerfanito Unit

Commerciality Determination Fruitland Coal Formation San Juan County, NM

Dear Ms. Howell:

In response to your letter dated June 28, 2011, the Farmington Field Office has reviewed the data you submitted for a commerciality determination for the following well completed in the Fruitland Coal formation.

Well Name & Number	Dedication	Lease	Completion Date	Determination
Huerfanito Unit #72	W/2 Sec. 28, T27N, R9W	NMSF078081	12/2/2008	Non-Commercial

After completing our economic evaluation, we are in concurrence with the above determination.

The well was determined non-commercial and the Fruitland Coal formation production is to be reported to the lease number.

Under provisions of 43 CFR 3165.3, you may request an Administrative Review of the order(s) described above. Such request, including all supporting documents, must be filed in writing within 20 business days of receipt of this notice and must be filed with the State Director, Bureau of Land Management (NM-92000), P. O. Box 27115, Santa Fe, New Mexico 87502-0115. Such requests shall not result in a suspension of the order(s) unless the reviewing official so determines. Procedures governing appeals from instructions, orders or decisions are contained in 43 CFR 3165.4 and 43 CFR 4.400 et seq.

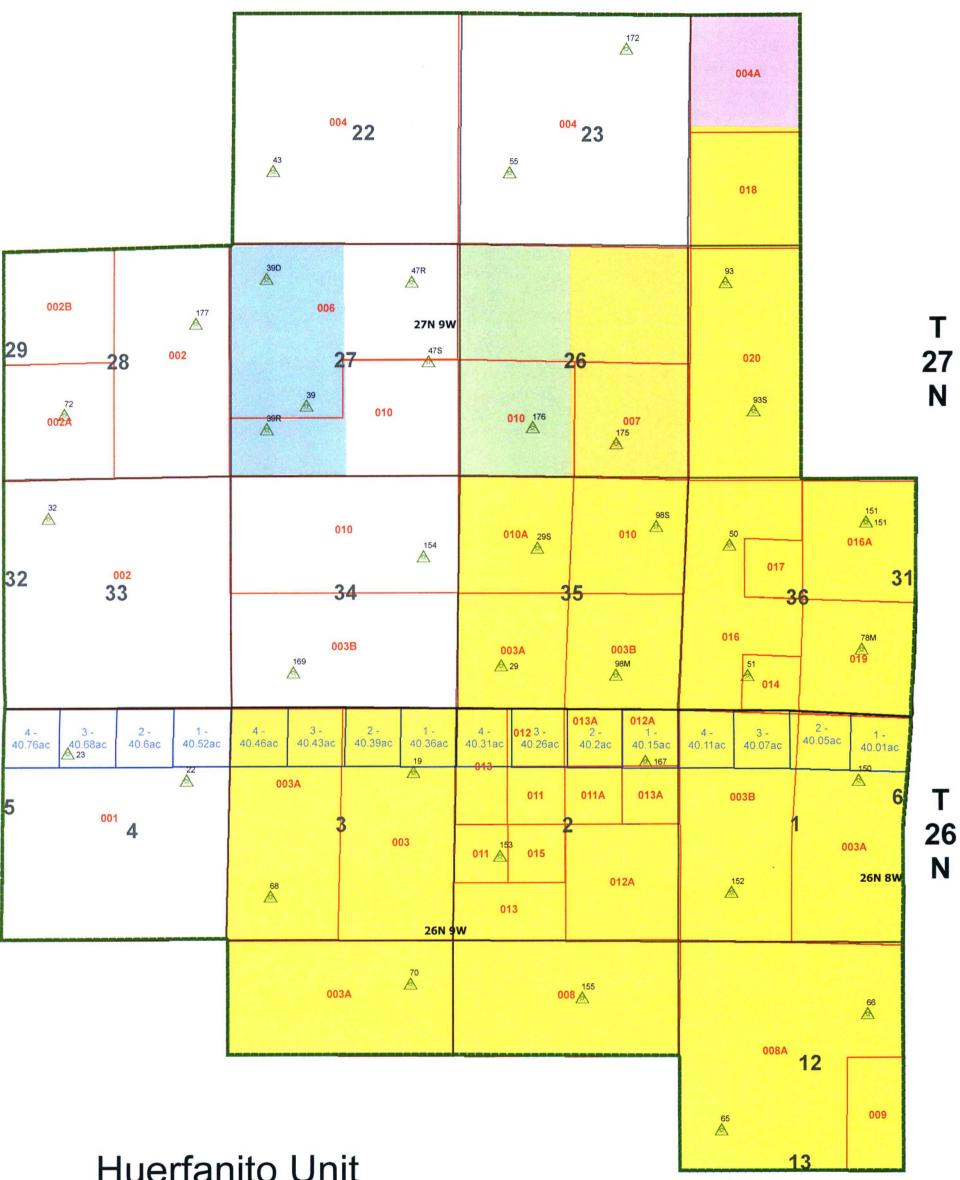
If you have any questions concerning this matter, please contact Wayne Townsend at the above address or telephone (505) 599-6359.

Wayne Louns
Wayne Townsend

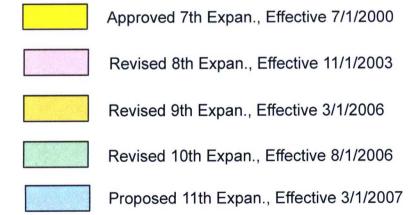
Sincerely,

Petroleum Engineer

R9W



Huerfanito Unit Fruitland Coal Formation





San Juan Business Unit Farmington, NM October 20015