

State o

Commissioner

PATRICK H. LYONS COMMISSIONER

COMMISSIONER'S OFFICE

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May 16, 2006

Burlington Resources P. O. Box 4289 Farmington, New Mexico 87499-4289

Attention: Ms. Dawn Howell

Re: San Juan 29-7 Unit Commercial Determination Fruitland Coal Formation Rio Arriba County, New Mexico

Dear Ms. Howell:

Thank you for your letter of March 20, 2006, together with data that supports your commercial determination regarding the San Juan 29-7 Unit Well No. 526S located in the W/2 of Section 21, Township 29 North, Range 7 West.

By their letter of April 5, 2006, the BLM advised this office that they have concurred with your determination for the above-mentioned well.

The Commissioner of Public Lands concurs with your determination that the Well No. 526S is capable of producing unitized substances in paying quantities from the Fruitland Coal formation and should be included in the Fruitland Coal 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

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Oil, Gas and Minerals Division (505) 827-5744 PL/JB/pm pc: Reader File,

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