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COMMISSIONER'S OFFICE

PATRICK H. LYONS COMMISSIONER

State of New Mexico Commissioner of Public Lands

310 OLD SANTA FE TRAIL P.O. BOX 1,148 SANTA FE, NEW MEXICO 87504-1148

ConocoPhillips P. O. Box 4289

April 30, 2007

Farmington, NM 87499-4289

Attention: Ms. Dawn Howell

Re:

Canyon Largo Unit

Commerciality Determinations

Dakota Formation

Rio Arriba County, New Mexico

Dear Ms. Howell:

We are in receipt of your letter of February 23, 2007 together with data that supports your commerciality determinations regarding the following Canyon Largo Wells:

Well Name		Completion	
and Number	Dedication	Date	Determination
Canyon Largo Unit #469	W/2 15-25N-7W	3/30/06	Commercial
Canyon Largo Unit #473	W/2 2-25N-7W	4/11/06	Commercial
Canyon Largo Unit #485	E/2 8-25N-6W	5/19/06	Commercial
Canyon Largo Unit #486	W/2 8-25N-6W	-5/18/06	Commercial
Canyon Largo Unit #463	E/2 11-25N-7W	2/15/06	Non-Commercial
Canyon Largo Unit #464	E/2 15-25N-7W	3/29/06	Non-Commercial
Canyon Largo Unit #467	W/2 11-24N-6W	4/10/06	Non-Commercial

The Bureau of Land Management, by their letter of March 5, 2007, advised this office that they have concurred with your determination of the commerciality for the above-mentioned Dakota wells.

Please be advised that the Commissioner of Public Lands concurs with ConocoPhillips and the Bureau of Land Management's determinations for the above mentioned Canyon Largo Wells.

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

BY:

JAMI BAILEY, Director

Oil, Gas and Minerals Division

PL/JB/pm

pc: Reader File, BLM Farmington-Attn.: Mr. Wayne Townsend, NMOCD-Attn.: Mr. David

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

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