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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

May 28, 2008

Dan A. Hughes Company, L.P. P. O. Drawer 669 Beeville, TX 78104-0669

Attn: Mr. Robert Holder

COMMISSIONER'S OFFICI

Phone (505) 827-5760 Fax (505) 827-5766

www.nmstatelands.org

Re: Subsequent Joinder Approval Tract Nos. 113, 114, 117 and 119 Hueco South Exploratory Unit Lease Nos. LH-5410-2, LH-5411-2, LH-5414-2 and LH-5416-2 Hidalgo County, New Mexico

Dear Mr. Holder:

Thank you for your letter of March 27, 2008 requesting the subsequent joinder approval of the recently assigned leases from Harvey E. Yates Company to Dan A. Hughes Company, L.P. as the Lessee of Record for Lease Nos. LH-5410-2, LH-5411-2, LH-5414-2 and LH-5416-2 for the Hueco South Exploratory Unit, Hidalgo County, New Mexico.

The Commissioner of Public Lands has this date approved the subsequent joinder of the above mentioned leases listed on Exhibit "B" as Tract Nos. 113, 114, 117 and 119 to the Hueco South Exploratory Unit Agreement. These tracts are now fully committed to the Hueco South Exploratory Unit. Pursuant to article 22 of the Unit Agreement, this joinder will become effective June 1, 2008.

Please notify all interested parties of this action.

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 Oil, Gas & Minerals Division (505) 827-5744 PL/JB/pm pc: Reader File, ... OCD-Santa Fe, Attn: Mr. Ed Martin

-State Land Office Beneficiaries -

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