



May 31, 2013

543

ConocoPhillips
San Juan Business Unit
Land Department
P.O. Box 4289
Farmington, NM 87499-4289

Burlington Resources Inc.
a wholly owned Subsidiary

Bureau of Land Management
Attn: Mr. Jim Lovato
6251 N. College Blvd.
Suite A
Farmington, NM 87402

State of New Mexico
Commissioner of Public Lands
Attn: Mr. Pete Martinez
P.O. Box 1148
Santa Fe, NM 87501-1148

State of New Mexico
Oil Conservation Division
Energy & Minerals Department
Attn: Ms. Lori Wrotenbery
1220 S. Saint Francis Drive
Santa Fe, NM 87505-4000

RE: **San Juan 28-6 Unit 466S; 14-08-001-1051**
RIO ARRIBA COUNTY, NM
FRUITLAND COAL PARTICIPATING AREA
ELEVENTH EXPANSION: Effective 06/01/11

Dear Sir or Madam:

Pursuant to Section 11(a) of the Unit Agreement for the referenced Unit, approved January 16, 1953, Burlington Resources Oil & Gas Co LP, as Unit Operator, has determined that the following well is capable of producing unitized substances in paying quantities from the Fruitland Coal formation, thereby should be admitted to the Fruitland Coal Participating Area. Pursuant to the attached BLM letter dated January 31, 2013, listed below is the well that has been deemed commercial.

ELEVENTH EXPANSION – EFFECTIVE JUNE 1, 2011

<u>Well Name</u>	<u>Tract/Acres</u>	<u>Tract Description</u>	<u>Completion Date</u>
San Juan 28-6 Unit 466S	Tract 3 / 160 acres	NE/4	05/06/2011
	Tract 9A/ 80 acres	N/2SE/4	
	Tract 9A, Lot 1 / 42.31 acres	SESE	
	Tract 9A, Lot 2 / 42.32 acres	SWSE	

The expansion schedule for the Eleventh Expansion is enclosed. The schedule describes the Participating Area and shows the percentage of unitized substances allocated to the tracts according to ownership within the tracts.

ConocoPhillips would appreciate consideration of this Expansion, by written response. Please contact the undersigned at 505-326-9801 if there are any questions regarding this matter. Copies of this letter and attachments are being furnished to the working interest owners on the attached list.

Sincerely,

Valerie Wells,
Land Analyst

Enclosures

**SAN JUAN 28-6 UNIT
FRUITLAND COAL PARTICIPATING AREA
WORKING INTEREST OWNERS**

BURLINGTON RESOURCES O&G CO LP

CONOCOPHILLIPS COMPANY

FOUR STAR OIL & GAS COMPANY

WPX ENERGY INC

RECEIVED OGD
2013 JUN -3 P 1:14



United States Department of the Interior

BUREAU OF LAND MANAGEMENT

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



IN REPLY REFER TO:

San Juan 28-6 Unit FR PA
3162.7 (F0111)

January 31, 2013

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

RE: San Juan 28-6 Unit
Commerciality Determination
Fruitland Coal Formation
Rio Arriba County, NM

Dear Ms. Howell:

In response to your letter dated January 18, 2013, 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
San Juan 28-6 Unit #466S	E/2 Sec. 34, T28N, R6W	NMSF079051	5/16/2011	Commercial

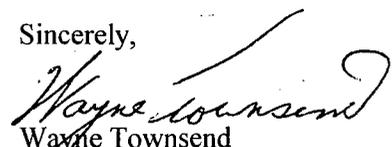
After completing our economic evaluation, we are in concurrence with the above determination.

The well was determined to be commercial in the Fruitland Coal formation and is to be included in the Fruitland participating area. It is required that a revision be submitted to include this well in the San Juan 28-6 Unit Fruitland 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) 564-7745.

Sincerely,


Wayne Townsend
Petroleum Engineer
Branch of Petroleum Management

BURLINGTON RESOURCES O CO LP - Operator
The 011 Expanded Participating Area for Fruitland Coal Formation
San Juan 28-6 Unit Area
Rio Arriba County, New Mexico
Effective 06/01/2011

Serial Num	Description	Number of Acres	Ownership	Drilling Block	GWI Percentage	NRI Percentage	Prodn Prtcpn Pct
SF-079049-B		160.000		Tract: 003			2.70740700

	<u>T-028N R-006W</u>						
	SEC.033 NE/4	.00	ORRI:		.00000000	5.50000000	
Tract Remarks:			ROYALTY:		.00000000	12.50000000	
SJ 28-6 UNIT #421			WORKING INTEREST: CONOCOPHILLIPS COMPANY		100.00000000	82.00000000	
			TOTAL		100.00000000	100.00000000	

Serial Num	Description	Number of Acres	Ownership	Drilling Block	GWI Percentage	NRI Percentage	Prodn Prtcpn Pct
SF-079049-B		320.000		Tract: 003A			5.41480800

	<u>T-028N R-006W</u>						
	SEC.034 NW/4, NE/4	.00	ORRI:		.00000000	11.50000000	
Tract Remarks:			ROYALTY:		.00000000	12.50000000	
SJ 28-6 UNIT #467 and 466S			WORKING INTEREST: CONOCOPHILLIPS COMPANY		100.00000000	76.00000000	
			TOTAL		100.00000000	100.00000000	

Serial Num	Description	Number of Acres	Ownership	Drilling Block	GWI Percentage	NRI Percentage	Prodn Prtcpn Pct
SF-079050		320.000		Tract: 005			5.41480800

	<u>T-028N R-006W</u>						
	SEC.029 E/2	.00	ORRI:		.00000000	5.00000000	
Tract Remarks:			ROYALTY:		.00000000	12.50000000	
SJ 28-6 UNIT #475			WORKING INTEREST: CONOCOPHILLIPS COMPANY		100.00000000	82.50000000	
			TOTAL		100.00000000	100.00000000	

BURLINGTON RESOURCES O CO LP - Operator
The 011 Expanded Participating Area for Fruitland Coal Formation
San Juan 28-6 Unit Area
Rio Arriba County, New Mexico
Effective 06/01/2011

Serial Num	Description	Number of Acres	Ownership	Drilling Block	GWI Percentage	NRI Percentage	Prodn Prtcpn Pct
SF-079050-A		160.000		Tract: 006			2.70740400

	<u>T-028N R-006W</u>						
	SEC.028	.00	SE/4	ORRI:	.00000000	5.00000000	
Tract Remarks:				ROYALTY:	.00000000	12.50000000	
SJ 28-6 UNIT #437(IDB)				WORKING INTEREST: CONOCOPHILLIPS COMPANY	82.00000000	67.65000000	
				WPX ENERGY PRODUCTION, LLC	18.00000000	14.85000000	
			TOTAL		100.00000000	100.00000000	

Serial Num	Description	Number of Acres	Ownership	Drilling Block	GWI Percentage	NRI Percentage	Prodn Prtcpn Pct
SF-079050-C		160.000		Tract: 008			2.70740400

	<u>T-028N R-006W</u>						
	SEC.028	.00	NE/4	ORRI:	.00000000	5.50000000	
Tract Remarks:				ROYALTY:	.00000000	12.50000000	
SJ 28-6 UNIT #437(IDB)				WORKING INTEREST: CONOCOPHILLIPS COMPANY	100.00000000	82.00000000	
			TOTAL		100.00000000	100.00000000	

Serial Num	Description	Number of Acres	Ownership	Drilling Block	GWI Percentage	NRI Percentage	Prodn Prtcpn Pct
SF-079050-D		320.000		Tract: 008A			5.41480800

	<u>T-028N R-006W</u>						
	SEC.027	.00	W/2	ORRI:	.00000000	5.00000000	
Tract Remarks:				ROYALTY:	.00000000	12.50000000	
SJ 28-6 UNIT #474				WORKING INTEREST: CONOCOPHILLIPS COMPANY	100.00000000	82.50000000	
			TOTAL		100.00000000	100.00000000	

BURLINGTON RESOURCES O CO LP - Operator
The 011 Expanded Participating Area for Fruitland Coal Formation
San Juan 28-6 Unit Area
Rio Arriba County, New Mexico
Effective 06/01/2011

Serial Num	Description	Number of Acres	Ownership	Drilling Block	GWI Percentage	NRI Percentage	Prodn Prtcpn Pct
SF-079050-C		320.000		Tract: 008B			5.41480800
	<u>T-028N R-006W</u>						
	SEC.028 W/2	.00	ORRI:		.00000000	11.50000000	
	Tract Remarks:		ROYALTY:		.00000000	12.50000000	
	SJ 28-6 UNIT #418		WORKING INTEREST: CONOCOPHILLIPS COMPANY		100.00000000	76.00000000	
			TOTAL		100.00000000	100.00000000	

Serial Num	Description	Number of Acres	Ownership	Drilling Block	GWI Percentage	NRI Percentage	Prodn Prtcpn Pct
SF-079051		285.400		Tract: 009			4.82933200
	<u>T-027N R-006W</u>						
	SEC.006 LOT.1	40.28	ORRI:		.00000000	5.50000000	
	SEC.006 S/2 NE/4	.00					
	<u>T-028N R-006W</u>						
	SEC.033 LOT.1	42.46	ROYALTY:		.00000000	12.50000000	
	SEC.033 LOT.2	42.66	WORKING INTEREST: CONOCOPHILLIPS COMPANY		100.00000000	82.00000000	
	SEC.033 N/2 SE/4	.00	TOTAL		100.00000000	100.00000000	
	Tract Remarks:						
	SJ 28-6 UNIT #421 & #230						

Serial Num	Description	Number of Acres	Ownership	Drilling Block	GWI Percentage	NRI Percentage	Prodn Prtcpn Pct
SF-079051		329.320		Tract: 009A			5.57251400
	<u>T-028N R-006W</u>						
	SEC.034 LOT.1	42.31	ORRI:		.00000000	2.00000000	
	SEC.034 LOT.2	42.32					
	SEC.034 LOT.3	42.34	WORKING INTEREST: CONOCOPHILLIPS COMPANY		100.00000000	98.00000000	
	SEC.034 LOT.4	42.35	TOTAL		100.00000000	100.00000000	
	SEC.034 N/2 SW/4, N/2 SE/4	.00					
	Tract Remarks:						
	SJ 28-6 UNIT #467 & 466						

BURLINGTON RESOURCES O CO LP - Operator
The 011 Expanded Participating Area for Fruitland Coal Formation
San Juan 28-6 Unit Area
Rio Arriba County, New Mexico
Effective 06/01/2011

Serial Num	Description	Number of Acres	Ownership	Drilling Block	GWl Percentage	NRI Percentage	Prodn Prtcpn Pct
SF-079192		960.000		Tract: 012			16.24442400
	<u>T-028N R-006W</u>						
	SEC.016 ALL	.00	ORRI:		.00000000	3.00000000	
	SEC.017 E/2	.00					
	Tract Remarks:		ROYALTY:		.00000000	12.50000000	
	SJ 28-6 UNIT #436, #440, & #441		WORKING INTEREST: FOUR STAR OIL & GAS COMPANY		82.00000000	69.29000000	
			WPX ENERGY PRODUCTION, LLC		18.00000000	15.21000000	
			TOTAL		100.00000000	100.00000000	

Serial Num	Description	Number of Acres	Ownership	Drilling Block	GWl Percentage	NRI Percentage	Prodn Prtcpn Pct
SF-079193		960.000		Tract: 013			16.24442400
	<u>T-028N R-006W</u>						
	SEC.020 W/2	.00	ORRI:		.00000000	3.00000000	
	SEC.021 ALL	.00					
	Tract Remarks:		ROYALTY:		.00000000	12.50000000	
	SJ 28-6 UNIT #458, #459, & #460		WORKING INTEREST: FOUR STAR OIL & GAS COMPANY		82.00000000	69.29000000	
			WPX ENERGY PRODUCTION, LLC		18.00000000	15.21000000	
			TOTAL		100.00000000	100.00000000	

Serial Num	Description	Number of Acres	Ownership	Drilling Block	GWl Percentage	NRI Percentage	Prodn Prtcpn Pct
SF-080430		274.060		Tract: 024			4.63744500
	<u>T-028N R-006W</u>						
	SEC.008 LOT.3	31.26	ORRI:		.00000000	6.25000000	
	SEC.008 LOT.4	31.29					
	SEC.008 S/2 SW/4	.00	ROYALTY:		.00000000	12.50000000	
	SEC.018 E/2 NW/4	.00	WORKING INTEREST: BURLINGTON RESOURCES O&G CO LP		100.00000000	81.25000000	
	SEC.018 LOT.1	25.78	TOTAL		100.00000000	100.00000000	
	SEC.018 LOT.2	25.73					
	Tract Remarks:						
	SJ 28-6 UNIT #405 & #414						

BURLINGTON RESOURCES O CO LP - Operator
The 011 Expanded Participating Area for Fruitland Coal Formation
San Juan 28-6 Unit Area
Rio Arriba County, New Mexico
Effective 06/01/2011

Serial Num	Description	Number of Acres	Ownership	Drilling Block	GWI Percentage	NRI Percentage	Prodn Prtcpn Pct
SF-080430-B		394.090		Tract: 025			6.66850500

T-028N R-006W

SEC.018	E/2 SW/4	.00	ORRI:		.00000000	5.00000000	
SEC.018	LOT.3	25.69					
SEC.018	LOT.4	25.64	ROYALTY:		.00000000	12.50000000	
SEC.019	E/2 W/2	.00	WORKING INTEREST: BURLINGTON RESOURCES O&G CO LP		100.00000000	82.50000000	
SEC.019	LOT.1	25.64	TOTAL		100.00000000	100.00000000	
SEC.019	LOT.2	25.67					
SEC.019	LOT.3	25.71					
SEC.019	LOT.4	25.74					

Tract Remarks:

SJ 28-6 UNIT #406 & #405

Serial Num	Description	Number of Acres	Ownership	Drilling Block	GWI Percentage	NRI Percentage	Prodn Prtcpn Pct
SF-080505-A		266.650		Tract: 028			4.51205800

T-028N R-006W

SEC.008	LOT.1	31.21	ORRI:		.00000000	6.00000000	
SEC.008	LOT.2	31.24					
SEC.008	S/2 SE/4	.00	ROYALTY:		.00000000	12.50000000	
SEC.009	LOT.1	30.94	WORKING INTEREST: BURLINGTON RESOURCES O&G CO LP		100.00000000	81.50000000	
SEC.009	LOT.2	31.01	TOTAL		100.00000000	100.00000000	
SEC.009	LOT.3	31.09					
SEC.009	LOT.4	31.16					

Tract Remarks:

SJ 28-6 UNIT #400 & #414

BURLINGTON RESOURCES O CO LP - Operator
The 011 Expanded Participating Area for Fruitland Coal Formation
San Juan 28-6 Unit Area
Rio Arriba County, New Mexico
Effective 06/01/2011

Serial Num	Description	Number of Acres	Ownership	Drilling Block	GWI Percentage	NRI Percentage	Prodn Prtcpn Pct
NM-03583		480.000		Tract: 033			8.12221200

<u>T-027N R-006W</u>							
	SEC.006 SE/4	.00	ORRI:		.00000000	6.00000000	
	SEC.007 E/2	.00					
Tract Remarks:			ROYALTY:		.00000000	12.50000000	
SJ 28-6 UNIT #230 & #232			WORKING INTEREST: CONOCOPHILLIPS COMPANY		100.00000000	81.50000000	
			TOTAL		100.00000000	100.00000000	

Serial Num	Description	Number of Acres	Ownership	Drilling Block	GWI Percentage	NRI Percentage	Prodn Prtcpn Pct
NM-05493		160.000		Tract: 034			2.70740400

<u>T-028N R-006W</u>							
	SEC.009 S/2 S/2	.00	ORRI:		.00000000	6.00000000	
Tract Remarks:			ROYALTY:		.00000000	12.50000000	
SJ 28-6 UNIT #400			WORKING INTEREST: BURLINGTON RESOURCES O&G CO LP		100.00000000	81.50000000	
			TOTAL		100.00000000	100.00000000	

Serial Num	Description	Number of Acres	Ownership	Drilling Block	GWI Percentage	NRI Percentage	Prodn Prtcpn Pct
JESUS M. CHAVEZ, ET UX		40.200		Tract: 044			.68023500

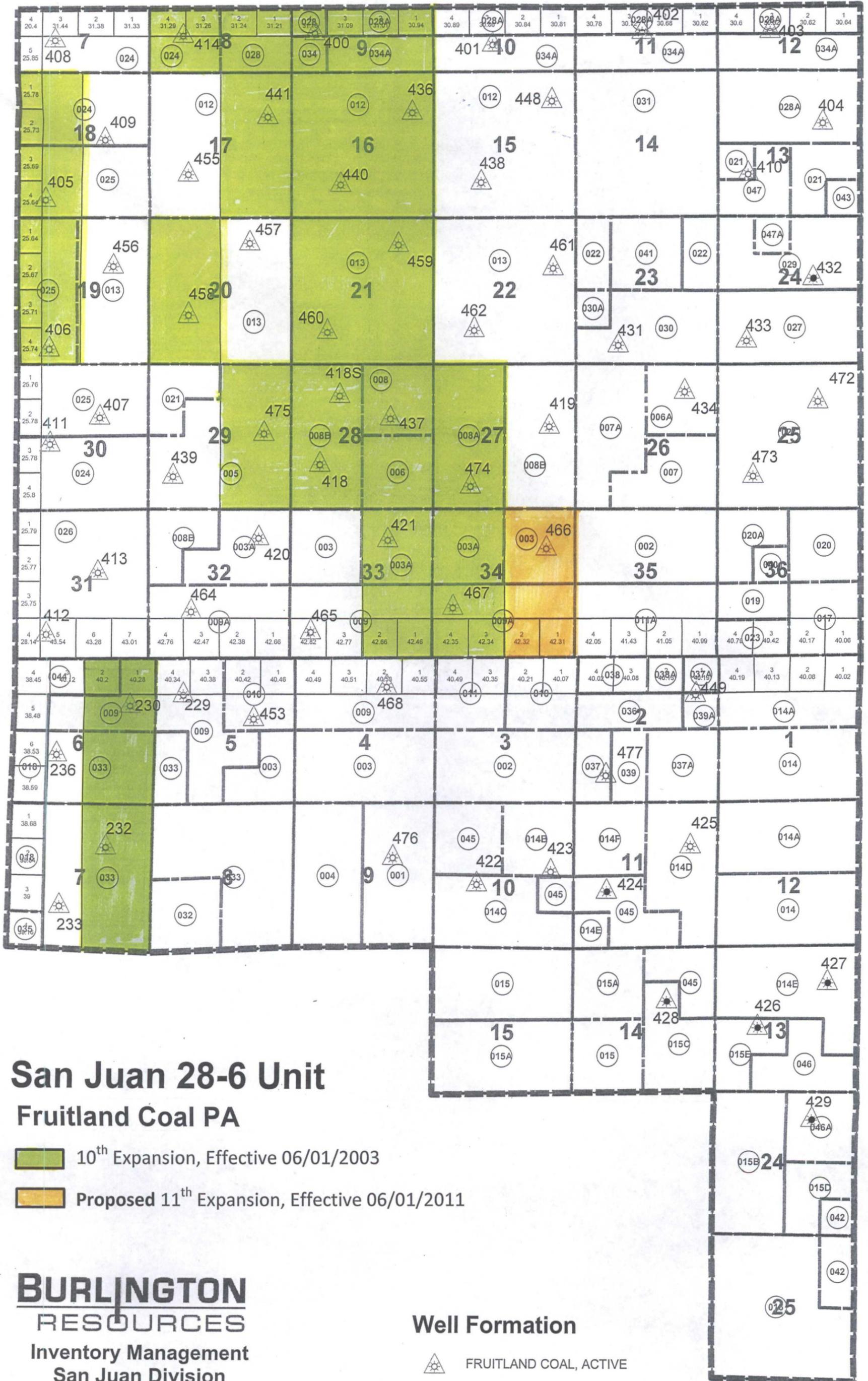
<u>T-027N R-006W</u>							
	SEC.006 LOT.2	40.20	ROYALTY:		.00000000	12.50000000	
Tract Remarks:			WORKING INTEREST: BURLINGTON RESOURCES O&G CO LP		50.00000000	43.75000000	
SJ 28-6 UNIT #230			CONOCOPHILLIPS COMPANY		50.00000000	43.75000000	
			TOTAL		100.00000000	100.00000000	

RECAPITULATION
 SAN JUAN 28-6 UNIT - FRUITLAND COAL
 ELEVENTH EXPANSION
 EFFECTIVE 06/01/2011

Description of Committed Lands in PA						Description of Non-Committed Lands in PA					
Township	Range	Section	Description	Lot	Acreage	Township	Range	Section	Description	Lot	Acreage
027N	006W	SEC.006	NENE	LOT.1	40.28						
027N	006W	SEC.006	NWNE	LOT.2	40.20						
027N	006W	SEC.006	S/2 NE/4		0.00						
027N	006W	SEC.006	SE/4		0.00						
027N	006W	SEC.007	E/2		0.00						
028N	006W	SEC.008	NE/SE	LOT.1	31.21						
028N	006W	SEC.008	NE/SW	LOT.3	31.26						
028N	006W	SEC.008	NW/SE	LOT.2	31.24						
028N	006W	SEC.008	NW/SW	LOT.4	31.29						
028N	006W	SEC.008	S/2 SE/4		0.00						
028N	006W	SEC.008	S/2 SW/4		0.00						
028N	006W	SEC.009	NE/SE	LOT.1	30.94						
028N	006W	SEC.009	NE/SW	LOT.3	31.09						
028N	006W	SEC.009	NW/SE	LOT.2	31.01						
028N	006W	SEC.009	NW/SW	LOT.4	31.16						
028N	006W	SEC.009	S/2 S/2		0.00						
028N	006W	SEC.016	ALL		0.00						
028N	006W	SEC.017	E/2		0.00						
028N	006W	SEC.018	E/2 NW/4		0.00						
028N	006W	SEC.018	E/2 SW/4		0.00						
028N	006W	SEC.018	NW/NW	LOT.1	25.78						
028N	006W	SEC.018	NW/SW	LOT.3	25.69						
028N	006W	SEC.018	SW/NW	LOT.2	25.73						
028N	006W	SEC.018	SW/SW	LOT.4	25.64						
028N	006W	SEC.019	E/2 W/2		0.00						
028N	006W	SEC.019	NW/NW	LOT.1	25.64						
028N	006W	SEC.019	NW/SW	LOT.3	25.71						
028N	006W	SEC.019	SW/NW	LOT.2	25.67						
028N	006W	SEC.019	SW/SW	LOT.4	25.74						
028N	006W	SEC.020	W/2		0.00						
028N	006W	SEC.021	ALL		0.00						
028N	006W	SEC.027	W/2		0.00						
028N	006W	SEC.028	NE/4		0.00						
028N	006W	SEC.028	SE/4		0.00						
028N	006W	SEC.028	W/2		0.00						
028N	006W	SEC.029	E/2		0.00						
028N	006W	SEC.033	N/2 SE/4		0.00						
									Total Acres Non-Committed:		0.000000

RECAPITULATION
SAN JUAN 28-6 UNIT - FRUITLAND COAL
ELEVENTH EXPANSION
EFFECTIVE 06/01/2011

Description of Committed Lands in PA						Description of Non-Committed Lands in PA					
Township	Range	Section	Description	Lot	Acreage	Township	Range	Section	Description	Lot	Acreage
028N	006W	SEC.033	NE/4		0.00						
028N	006W	SEC.033	SE/SE	LOT.1	42.46						
028N	006W	SEC.033	SW/SE	LOT.2	42.66						
028N	006W	SEC.034	N/2 SW/4, N/2 SE/4		0.00						
028N	006W	SEC.034	NW/4, NE/4		0.00						
028N	006W	SEC.034		LOT.1	42.31						
028N	006W	SEC.034		LOT.2	42.32						
028N	006W	SEC.034		LOT.3	42.34						
028N	006W	SEC.034		LOT.4	42.35						
Total Acres Committed:					<u>5909.72</u>						



T 28 N

T 27 N

**San Juan 28-6 Unit
Fruitland Coal PA**

- 10th Expansion, Effective 06/01/2003
- Proposed 11th Expansion, Effective 06/01/2011

BURLINGTON
RESOURCES
Inventory Management
San Juan Division
Farmington, New Mexico
May 1, 2005

Well Formation

- FRUITLAND COAL, ACTIVE
- FRUITLAND COAL, INACTIVE