

ConocoPhillips Company

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Thomas J. Scarbrough

Staff Landman

Mid-America Business Unit

Exploration Production, North America

February 10, 2006

Bureau of Land Management (3 copies) Farmington Resource Area 1235 La Plata Highway Farmington, New Mexico 87401

Oil Conservation Division (2 copies) State of New Mexico 1220 S. Saint Francis Drive Santa Fe, New Mexico 87505-4000

Commissioner of Public Lands (2 copies) State of New Mexico P. O. Box 1148 Santa Fe, New Mexico 87504-1148

RE:

2006 Plan of Development San Juan 29-5 Federal Unit (#14-08-001-437) Rio Arriba County, New Mexico ConocoPhillips Contract 40452

Ladies and Gentlemen:

By letter dated March 31, 2005, ConocoPhillips Company (COPC) as Unit Operator filed the 2005 Plan of Development (POD), which was amended by ConocoPhillips' letter of December 16, 2005. The initial POD indicated forty-nine (49) wells were planned to be drilled in 2005. The first amendment added two (2) additional wells to be drilled.

- 1. Attached are maps for each producing formation.
- 2. The following wells were drilled in 2005.

Well Name	Dedicated Acreage	Formation	Operation
San Juan 29-5 Unit # 5F	E/2 Sec 33-29N-5W	MV/DK	Drill
San Juan 29-5 Unit # 5M	E/2 Sec 33-29N-5W	MV/DK	Drill
San Juan 29-5 Unit # 18B	W/2 Sec 5-29N-5W	MV	Drill
San Juan 29-5 Unit # 18C	W/2 Sec 5-29N-5W	MV	Drill
San Juan 29-5 Unit # 19B	E/2 Sec 6-29N-5W	MV	Drill
San Juan 29-5 Unit # 21B	E/2 Sec 8-29N-5W	MV	Drill
San Juan 29-5 Unit # 32F	W/2 Sec 29-29N-5W	MV/DK	Drill
San Juan 29-5 Unit # 32G	W/2 Sec 29-29N-5W	MV/DK	Drill
San Juan 29-5 Unit # 45F	E/2 Sec 22-29N-5W	MV/DK	Drill
San Juan 29-5 Unit # 45M	E/2 Sec 22-29N-5W	MV/DK	Drill

San Juan 29-5 Unit # 53F	E/2, S2-Sec 32-29N-5W	MV/DK	Drill
San Juan 29-5 Unit # 60F	E/2, N/2 Sec 32-29N-5W	MV/DK	Drill
San Juan 29-5 Unit # 60G	W/2, N/2 Sec 32-29N-5W	MV/DK	Drill
San Juan 29-5 Unit # 62F	W/2, S/2 Sec 7-29N-5W	MV/DK	Drill
San Juan 29-5 Unit # 66G	W/2 Sec 33-29N-5W	MV/DK	Drill
San Juan 29-5 Unit # 75M	W/2 Sec 22-29N-5W	MV/DK	Drill

The following wells which were on the 2005 POD will be cancelled.

Well Name	Dedicated Acreage	Formation	Operation
San Juan 29-5 Unit # 92A	E/2 Sec 23-29N-5W	MV	Drill
San Juan 29-5 Unit # 232A	E/2 Sec 23-29N-5W	FC	Drill

The following wells proposed for drilling in 2005 will be carried over to 2006:

Well Name	Dedicated Acreage	Formation	Operation
San Juan 29-5 Unit # 4B	W/2 Sec 6-29N-5W	MV/Lewis	Drill
San Juan 29-5 Unit # 4C	W/2 Sec 6-29N-5W	MV/Lewis	Drill
San Juan 29-5 Unit # 7B	E/2 Sec 7-29N-5W	MV/Lewis	Drill
San Juan 29-5 Unit # 13F	E/2 Sec 30-29N-5W	MV/DK	Drill
San Juan 29-5 Unit # 17B	E/2 Sec 5-29N-5W	MV/Lewis	Drill
San Juan 29-5 Unit # 17C	E/2 Sec 5-29N-5W	MV/Lewis_	Drill
San Juan 29-5 Unit # 20C	W/2 Sec 7-29N-5W	MV/Lewis	Drill
San Juan 29-5 Unit # 21C	E/2 Sec 8-29N-5W	MV/Lewis	Drill
San Juan 29-5 Unit # 22B	W/2 Sec 8-29N-5W	MV/Lewis	Drill
San Juan 29-5 Unit # 22C	W/2 Sec 8-29N-5W	MV/Lewis	Drill
San Juan 29-5 Unit # 25B	E/2 Sec 18-29N-5W	MV/Lewis	Drill
San Juan 29-5 Unit # 45A	E/2 Sec 22-29N-5W	MV/Lewis	Drill
San Juan 29-5 Unit # 49B	W/2 Sec 9-29N-5W	MV/Lewis	Drill
San Juan 29-5 Unit # 49C	W/2 Sec 9-29N-5W	MV/Lewis	Drill
San Juan 29-5 Unit # 51F	W/2 Sec 19-29N-5W	MV/DK	Drill
San Juan 29-5 Unit # 52G	E/2 Sec 29-29N-5W	MV/DK	Drill
San Juan 29-5 Unit # 55F	W/2 Sec 18-29N-5W	MV/DK	Drill
San Juan 29-5 Unit # 57F	E/2,S/2 Sec 20-29N-5W	MV/DK	Drill
San Juan 29-5 Unit # 57G	W/2,S/2 Sec 20-29N-5W	MV/DK	Drill
San Juan 29-5 Unit # 61C	E/2 Sec 9-29N-5W	MV/Lewis	Drill
San Juan 29-5 Unit # 62M	E/2, S/2 Sec 7-29N-5W	MV/DK	Drill
San Juan 29-5 Unit # 64F	W/2 Sec 21-29N-5W	MV/DK	Drill
San Juan 29-5 Unit # 65F	W/2 Sec 28-29N-5W	MV/DK	Drill
San Juan 29-5 Unit # 66F	W/2 Sec 33-29N-5W	MV/DK	Drill
San Juan 29-5 Unit # 67F	W/2, N/2 Sec 20-29N-5W	MV/DK	Drill
San Juan 29-5 Unit # 69F	E/2 Sec 21-29N-5W	MV/DK	Drill
San Juan 29-5 Unit # 69M	E/2 Sec 21-29N-5W	MV/DK	Drill
San Juan 29-5 Unit # 70F	E/2 Sec 28-29N-5W	MV/DK	Drill
San Juan 29-5 Unit # 70G	E/2 Sec 28-29N-5W	MV/DK	Drill
San Juan 29-5 Unit # 72F(was 74A)	W/2 Sec 17-29N-5W	MV/Lewis	Drill
San Juan 29-5 Unit # 92	E/2 Sec 23-29N-5W	MV/DK	Drill
San Juan 29-5 Unit # 232	E/2 Sec 23-29N-5W	FC	Drill

The following wells proposed for re-completion in 2005 will be carried over to 2006.

Well Name	Dedicated Acreage	Formation	Operation
San Juan 29-5 Unit # 25A	E/2 Sec 18-29N-5W	FC	Re-complete
San Juan 29-5 Unit # 26	W/2 Sec 18-29N-5W	FC	Re-complete
San Juan 29-5 Unit # 39	W/2 Sec 23-29N-5W	PC/FC	Re-complete
San Juan 29-5 Unit # 48	W/2 Sec 15-29N-5W	PC/FC	Re-complete

Pursuant to Section 10 of the San Juan 29-5 Unit Agreement, ConocoPhillips, as Unit Operator, hereby submits the following wells for the 2006 POD:

Well Name	Dedicated Acreage	Formation	Operation
San Juan 29-5 Unit # 5G	E/2 Sec 33-29N-5W	MV/DK	Drill
San Juan 29-5 Unit # 6M	W/2 Sec 27-29N-5W	MV/DK	Drill
San Juan 29-5 Unit # 10C	W/2 Sec 16-29N-5W	MV/Lewis	Drill
San Juan 29-5 Unit # 14F	E/2 Sec 27-29N-5W	MV/DK	Drill
San Juan 29-5 Unit # 14G	E/2 Sec 27-29N-5W	MV/DK	Drill
San Juan 29-5 Unit # 14M	E/2 Sec 27-29N-5W	MV/DK	Drill
San Juan 29-5 Unit # 23B	E/2 Sec 16-29N-5W	MV/Lewis	Drill
San Juan 29-5 Unit # 23C	E/2 Sec 16-29N-5W	MV/Lewis	Drill
San Juan 29-5 Unit # 23R	E/2 Sec 16-29N-5W	MV/Lewis	Drill
San Juan 29-5 Unit # 34M	E/2 Sec 34-29N-5W	MV/DK	Drill
San Juan 29-5 Unit # 35F	W/2 Sec 34-29N-5W	MV/DK	Drill
San Juan 29-5 Unit # 35M	W/2 Sec 34-29N-5W	MV/DK	Drill
San Juan 29-5 Unit # 39A	W/2 Sec 23-29N-5W	MV/Lewis	Drill
San Juan 29-5 Unit # 47C	W/2 Sec 4-29N-5W	MV/Lewis	Drill
San Juan 29-5 Unit # 48A	W/2 Sec 15-29N-5W	MV/Lewis	Drill
San Juan 29-5 Unit # 48B	W/2 Sec 15-29N-5W	MV/Lewis	Drill
San Juan 29-5 Unit # 48C	W/2 Sec 15-29N-5W	MV/Lewis	Drill
San Juan 29-5 Unit # 52F	E/2 Sec 29-29N-5W	MV/DK	Drill
San Juan 29-5 Unit # 61A	E/2 Sec 9-29N-5W	MV/Lewis	Drill
San Juan 29-5 Unit # 61B	E/2 Sec 9-29N-5W	MV/Lewis	Drill
San Juan 29-5 Unit # 63F	E/2, S/2 Sec 17-29N-5W	MV/DK	Drill
San Juan 29-5 Unit # 65G	W/2 Sec 28-29N-5W	MV/DK	Drill
San Juan 29-5 Unit # 72F	W/2, N/2 Sec 17-29N-5W	MV/DK	Drill
San Juan 29-5 Unit # 75F	W/2 Sec 22-29N-5W	MV/DK	Drill
San Juan 29-5 Unit # 90M	W/2 Sec 35-29N-5W	MV/DK	Drill
San Juan 29-5 Unit # 91F	E/2 Sec 35-29N-5W	MV/DK	Drill
San Juan 29-5 Unit # 91M	E/2 Sec 35-29N-5W	MV/DK	Drill

The following wells will be re-completed in 2006.

San Juan 29-5 Unit # 100	E/2 Sec 25-29N-5W	Lewis	Re-complete
San Juan 29-5 Unit # 101	E/2 Sec 26-29N-5W	Lewis	Re-complete
San Juan 29-5 Unit # 106	W/2 Sec 25-29N-5W	Lewis	Re-complete
San Juan 29-5 Unit # 47	W/2 Sec 4-29N-5W	Lewis	Re-complete
San Juan 29-5 Unit # 49	W/2 Sec 9-29N-5W	Lewis	Re-complete
San Juan 29-5 Unit # 6	W/2 Sec 27-29N-5W	Lewis	Re-complete

The following Participating Areas have been established in the San Juan 29-5 Federal Unit:

Formation	Revision	Effective
Fruitland Coal	Fifth	01/01/93
Pictured Cliffs	Ninth	01/01/02
Mesaverde	Twenty-Fifth	10/01/85
Dakota	Thirteenth	09/01/78

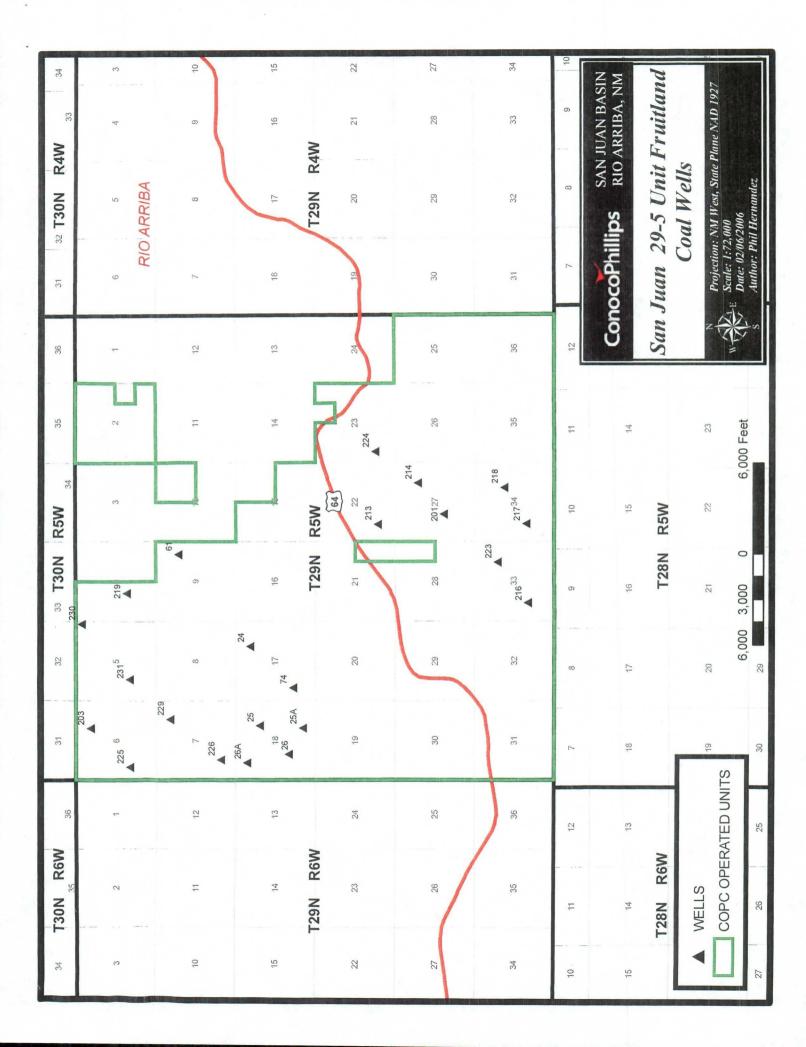
The San Juan 29-5 Unit working interest owners have been contacted with respect to this POD and are being provided with a copy of this letter. ConocoPhillips, as Unit Operator, will drill any wells that may be required to prevent drainage and any other wells deemed necessary or requested by the Unit working interest owners under the terms and provisions of the Unit Operating Agreement.

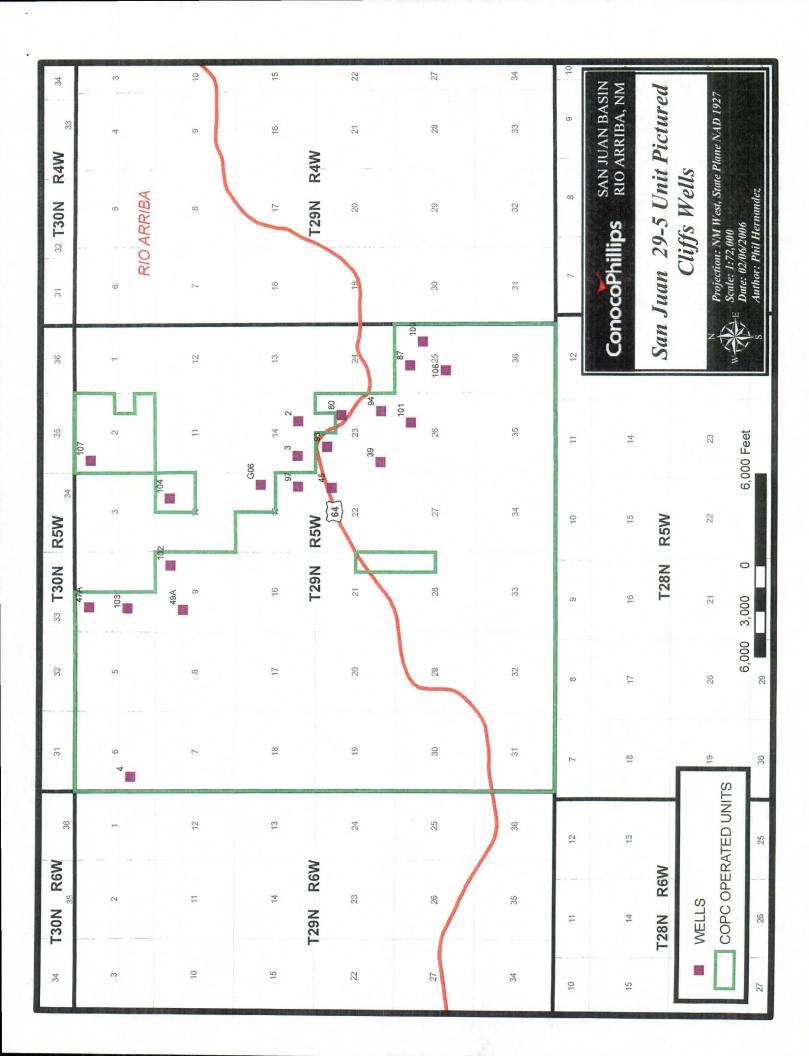
Pursuant to Section 10 of the San Juan 29-5 Federal Unit Agreement, please confirm your approval of this POD by signing in the appropriate space below and returning an executed copy to my attention.

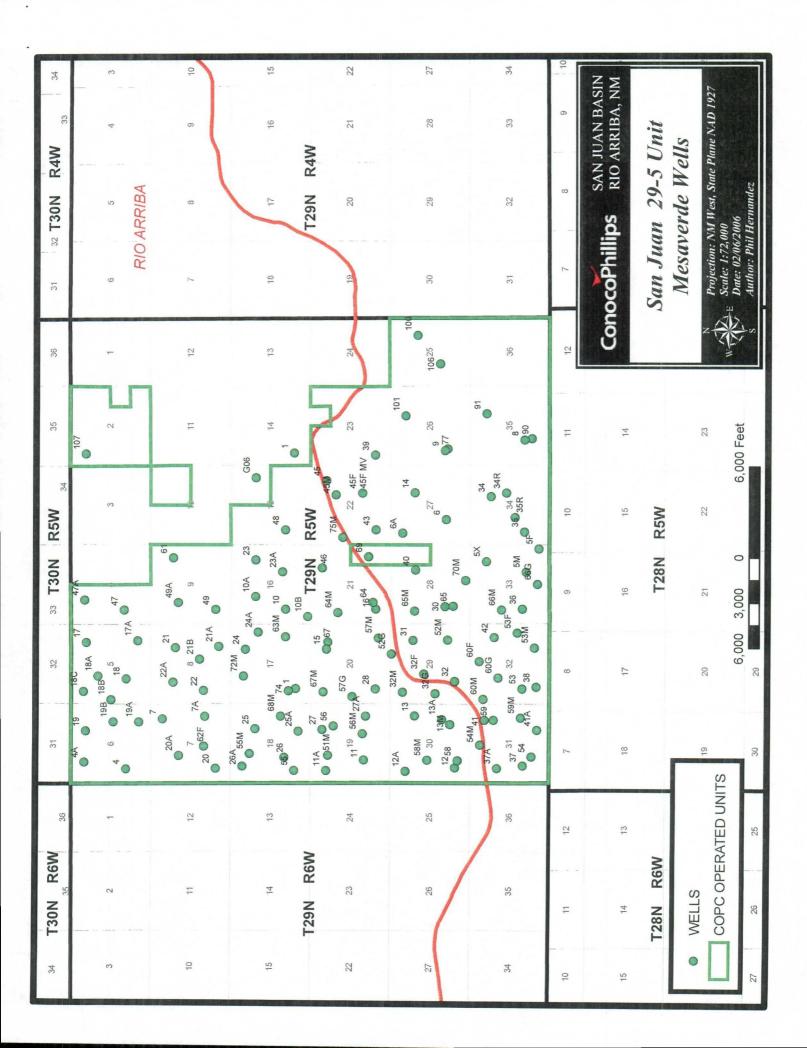
Respectfully yours,

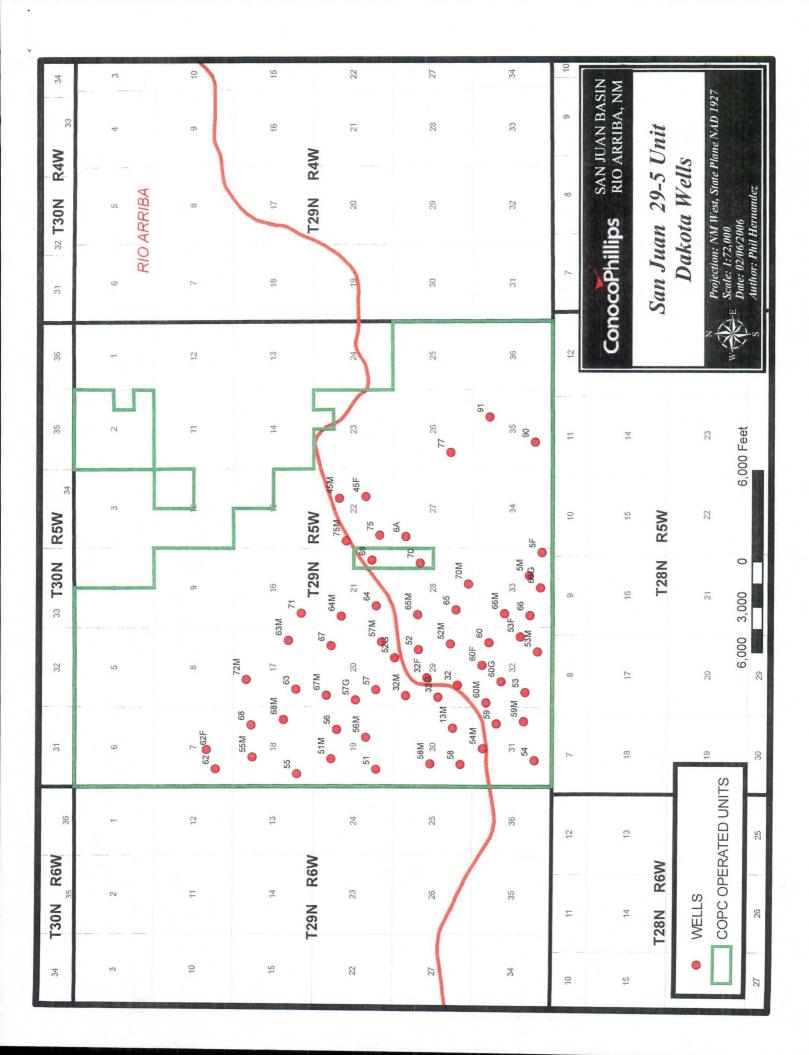
our Dearbrow	
Tom Scarbrough, CPL (832) 486-2338	
(032) 400-2330	
,	
Bureau of Land Management	Date
New Mexico Commissioner of Public Lands	Date
lom 4.	
New Marica Oil Consequation Division	6-26-06
New Mexico Oil Conservation Division	Date

The foregoing approvals are relative to the 2006 Plan of Development for the San Juan 29-5 Federal Unit, # 14-08-001-437.









SAN JUAN 29-5 DK

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