



2007 APR 20 PM 12 01

San Juan Business Unit

ConocoPhillips Company
P.O. Box 4289
Farmington, NM 87499-4289

Burlington Resources Inc.
A wholly owned subsidiary of
ConocoPhillips

April 19, 2007

Bureau of Land Management
Farmington Resource Area
Attn: Mr. Wayne Townsend
1235 La Plata Highway
Farmington, NM 87401

State of New Mexico
Commissioner of Public Lands
Attn: Mr. Pete Martinez
P.O. Box 1148
Santa Fe, NM 87504-1148

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

RE: Canyon Largo Unit (14-08-001-1059)
Commerciality Determination
Dakota Formation
Rio Arriba County, New Mexico

Gentlemen:

Pursuant to the provisions of Section 11(a) of the Canyon Largo Unit Agreement, #14-08-001-1059, approved, September 18, 1953, Burlington Resources Oil & Gas Company LP, as Operator, has determined that the well listed below is not capable of producing unitized substances in paying quantities from the Dakota Formation. Burlington is seeking confirmation of the well determination enclosed.

UNIT WELL NAME	WELL DEDICATION	DEDICATED LEASE	COMPLETION DATE	COMMERCIALITY DETERMINATION
Canyon Largo Unit #466	W/2 21-24N-6W	SF-078886	10/11/05	NON-COMMERCIAL

Upon receipt of response from the Bureau of Land Management and concurring responses from the Commissioner of Public Lands and New Mexico Oil Conservation Division, the non-commercial well will be carried on a lease basis.

Copies of this letter and enclosures are being sent to the working interest owners as listed on the attached page. For technical questions please contact Karen Stevens at 326-9754, all other questions to the undersigned at 599-4030.

Sincerely,

Dawn Howell
Staff Land Technician

BURLINGTON RESOURCES

COMMERCIALITY DETERMINATION

BLM DATA SHEET

CANYON LARGO UNIT 466

WELL INFORMATION

LEASE	CANYON LARGO UNIT 466
LOCATION	21025N006WK
COUNTY, STATE	RIO ARriba, NEW MEXICO
FORMATION	DAKOTA
PROJECT TYPE	NEWDRILL
WELL TYPE	GAS WELL
OPERATOR	UNASSIGNED
SPUD DATE	9/15/2005
COMP DATE	10/11/2005
1ST DELIVERY	10/31/2005
COMM GWI %	100.00
COMM NRI %	87.50
BOARD RATE %	10.00

PRODUCTION TAXES

TAXES FOR:	RIO ARriba, NEW MEXICO
	2003 - 2004 Commerciality

GAS % OF REVENUE

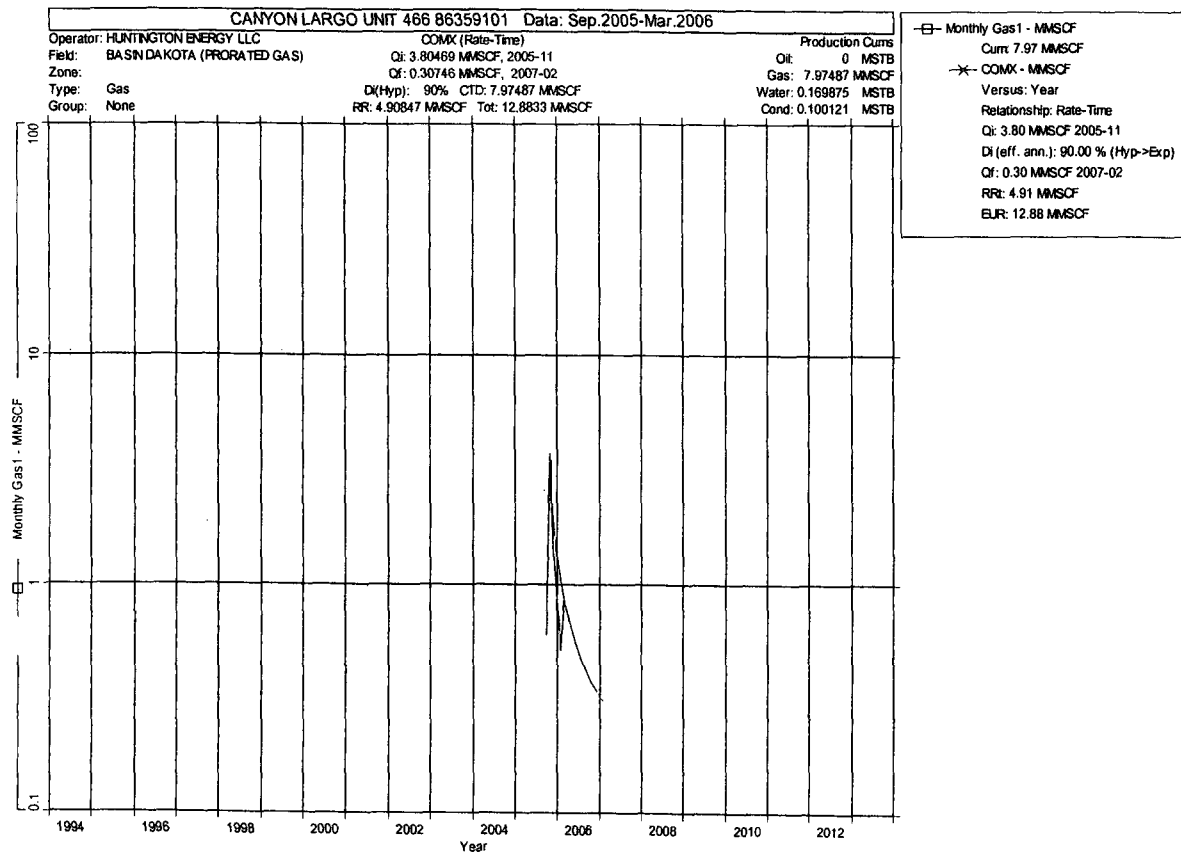
SEVERANCE:	
Severance, School, Conservation	7.93
AD VALOREM:	
Production, Equipment	1.40
TOTAL %:	9.33

AVERAGE HEAT CONTENT

1,000 MMBtu / Mcf

WELL COST AND ECONOMICS

1,216.79	M\$	AVERAGE WELL COST
12.28	MMCF	ULT. GROSS GAS RESERVES
83.69	MCFD	INITIAL GAS RATE
0.00	%	RATE OF RETURN
-1.02	\$/	P/I, DISC. @ 10.00 %
-1,235.75	M\$	NET PRESENT VALUE, DISC. @ 10.00 %
0.00	YRS	PAYOUT



BURLINGTON RESOURCES
COMMERCIALITY DETERMINATION
BLM DATA SHEET
CANYON LARGO UNIT 466

CASH FLOW SUMMARY

Date	Gas1 Rate	Gas1 Volume	Net Gas Volume	Net Cond Volume	Net Oth Volume	Gas1 Price	Gas Price	Cond Price	Oth Price	Net Revenue	Prod Taxes	Total Opcosts	Total Oper Inc	Total Capital	Total BT Cash
	mcf/d	MMSCF	MMSCF	MSTB	MSTB	\$/MMBTU	\$/mcf	\$/Bbl	\$/Bbl	M\$	M\$	M\$	M\$	M\$	M\$
2005(12)	83.7	5.1	4.47	0.00	0.36	4.86	4.86	35.51	22.66	28.9	2.97	2.70	23.26	1,216.79	-1,193.53
2006(12)	18.5	6.8	5.91	0.00	0.48	4.86	4.86	35.51	22.66	38.3	3.92	16.20	18.14	0.00	18.14
2007(12)	1.2	0.4	0.37	0.00	0.03	4.86	4.86	35.51	22.66	2.4	0.25	16.20	-14.05	0.00	-14.05
2008(12)	0.0	0.0	0.00	0.00	0.00	4.86	4.86	35.51	22.66	0.0	0.00	16.20	-16.20	0.00	-16.20
2009(12)	0.0	0.0	0.00	0.00	0.00	4.86	4.86	35.51	22.66	0.0	0.00	16.20	-16.20	0.00	-16.20
2010(12)	0.0	0.0	0.00	0.00	0.00	4.86	4.86	35.51	22.66	0.0	0.00	16.20	-16.20	0.00	-16.20
2011(12)	0.0	0.0	0.00	0.00	0.00	4.86	4.86	35.51	22.66	0.0	0.00	16.20	-16.20	0.00	-16.20
2012(12)	0.0	0.0	0.00	0.00	0.00	4.86	4.86	35.51	22.66	0.0	0.00	8.10	-8.10	0.00	-8.10
Total	---	12.3	10.75	0.00	0.88	---	---	---	---	69.6	7.14	108.00	-45.55	1,216.79	-1,262.34

A G HILL
5000 THANKSGIVING TOWER
DALLAS ,TX 75201

ALLAYNALEE K LANCE
4800 PONDEROSA AVE NE
ALBUQUERQUE ,NM 87110

AMANDA BARCLAY
5815 ARNOLD ST
TUSCON ,AZ 85708

AMMO INVESTMENTS LTD
ATTN LESA COZENS
500 N AKARD STE 1900
DALLAS ,TX 75201

BOLACK MINERALS COMPANY
3901 BLOOMFIELD HWY
FARMINGTON ,NM 87401

BP AMERICA PRODUCTION COMPANY
ATTN KAREN CLAY - SAN JUAN BU
WEST LAKE 1 RM 19.179
501 WESTLAKE PARK BLVD

HOUSTON ,TX 77079

CHEVRON MIDCONTINENT LP
ATTN NOJV MANAGER
MID CONTINENT BUSINESS UNIT
11111 S WILCREST
HOUSTON ,TX 770999043

CLARICE A LUHM
3801 NO CAPITOL OF TEXAS HWY
E 240-63
AUSTIN ,TX 78746

COMSTOCK OIL AND GAS LP
5300 TOWN AND COUNTRY BLVD #500
FRISCO ,TX 75034

CONOCOPHILLIPS COMPANY
CHIEF LANDMAN SAN JUAN/ROCKIES
PO BOX 2197

HOUSTON ,TX 772522197

CYNTHIA CALVIN
747 NEWPORT ST
DENVER ,CO 80220

DUGAN PRODUCTION CORPORATION
PO BOX 420
FARMINGTON ,NM 874990420

EDWARD M CALVIN
2380 FOREST ST
DENVER ,CO 802073261

FISHER MAYS INCORPORATED
5374 S VALDAI WAY
AURORA ,CO 80015

FOREST OIL CORPORATION
THE WISER OIL COMPANY
ATTN NANCY REINHARDT
707 17TH ST STE 3600
DENVER ,CO 80202

FOUR STAR OIL & GAS COMPANY
ATTN BARBARA NELMS
PO BOX 36366
HOUSTON ,TX 77236

GMGF OIL ACCOUNT
C/O BANK ONE NA TRUSTEE
DRAWER 99084
FORT WORTH ,TX 761990084

HENRIETTA E SCHULTZ REVOC TRUST
HENRIETTA E SCHULTZ TRUSTEE
500 N AKARD SUITE 2940
DALLAS ,TX 75201

HUNTINGTON CANYON LARGO LLC
6301 WATERFORD BLVD STE 400
OKLAHOMA CITY ,OK 73118

IRIS V BALBACH
1285 O RD
LOMA ,CO 81524

J GLENN TURNER JR
TWO TURTLE CREEK VILLAGE
3838 OAK LAWN STE 1450
DALLAS ,TX 752194517

JOE F ELLEDGE
PO BOX 111
FARMINGTON ,NM 874990111

JOHN R CALVIN
733 CHAVEZ RD NW
ALBUQUERQUE ,NM 871075600

KIMBELL OIL COMPANY OF TEXAS
777 TAYLOR ST
PII-A FORT WORTH CLUB TOWER
FORT WORTH ,TX 76102

LELAND FIKES FOUNDATION
3060 LINCOLN PLAZA
500 N AKARD STE 1919
DALLAS ,TX 752013322

LORNA R HARVEY
2948 N VIEW DR
GRAND JUNCTION ,CO 815045351

M&M PRODUCTION
PO BOX 3470
FARMINGTON ,NM 87499

MERRION OIL & GAS CORP
610 REILLY AVE
FARMINGTON ,NM 874012634

PATRICK LANCE
PO BOX 192
JEMEZ SPRINGS ,NM 87025

PAUL LANCE
816 DOUGLAS MACARTHUR NW
ALBUQUERQUE ,NM 87107

PETROHAWK ENERGY CORPORATION
1100 LOUISIANA
SUITE 4400
HOUSTON ,TX 77002

PHILLIP LANCE
339 ATHENA AVE
BERNA ,NM 87004

QUESTAR EXPLORATION & PROD CO
P O BOX 45601
SALT LAKE CITY ,UT 841450601

RICHARD TULLY D/B/A
TULLY OIL & GAS CO
P O BOX 268
FARMINGTON ,NM 874990268

ROBERT L BAYLESS
PO BOX 461002
DENVER ,CO 80246

SPEEREX LIMITED PARTNERSHIP
ATTN STEPHEN W SPEER
PO BOX 1363
MT PLEASANT ,SC 294651363

SYLVIA F LITTLE TRUST U/T/A 5/25/90
SYLVIA F LITTLE TRUSTEE
PO BOX 1258
FARMINGTON ,NM 87499