

August 9, 2007

Bureau of Land Management  
Farmington Resource Area  
1235 La Plata Highway  
Farmington, NM 87401

Oil Conservation Division  
State of New Mexico  
1220 S. Saint Francis Drive  
Santa Fe, NM 87505

RE: **FIRST AMENDMENT- 2007 Plan of Development**  
**SAN JUAN 27-4 UNIT 14-08-001-1054**  
**RIO ARriba COUNTY, NEW MEXICO**

Ladies and Gentlemen:

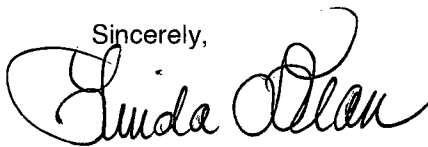
By letter dated February 23, 2007, the Plan of Development for the referenced unit was submitted for your approval. Subsequently it has been determined that the following wells should be included:

WELL NAME	DEDICATION	FORMATION
SAN JUAN 27-4 UNIT 58N	(W/2) MV (S2) DK 31-027N-004W	Mesaverde/Dakota- Commingle
SAN JUAN 27-4 UNIT 70P	W/2 04-027N-004W	Mesaverde/Dakota- Commingle
SAN JUAN 27-4 UNIT 94N	W/2 03-027N-004W	Mesaverde/Dakota- Commingle
SAN JUAN 27-4 UNIT 95N	E2 08-027N-004W	Mesaverde/Dakota- Commingle
SAN JUAN 27-4 UNIT 147Y	E/2 03-027N-004W	Mesaverde- Single

The working interest owners are being furnished a copy of this letter, well status listing and enclosed map. Burlington, as Unit Operator, will drill any offset wells required to prevent drainage of unitized substances and any other wells deemed necessary by the working interest owners or Unit Operator.

In accordance to Section 10 of the Unit Agreement, please provide your approvals by executing and returning a copy of the attached approval page to the undersigned.

Please contact me at (505) 326-9760 if there are any questions regarding this letter.

Sincerely,  
  
Linda Dean

LKD/aew

xc: San Juan 27-4 Unit, 3.0 (2007)  
San Juan 27-4 Unit Working Interest Owners

SAN JUAN 27-4 UNIT  
2007 PLAN OF DEVELOPMENT  
FIRST AMENDMENT  
August 9 2007

**SAN JUAN 27-4 UNIT  
2007 PLAN OF DEVELOPMENT APPROVALS  
FIRST AMENDMENT**

\_\_\_\_\_  
**Bureau of Land Management**

\_\_\_\_\_  
**Date**

\_\_\_\_\_  
**New Mexico Oil Conservation Division**

\_\_\_\_\_  
**Date**

# *WORKING INTEREST OWNERS SAN JUAN 27-4 UNIT*

SANRIO GAS LLC

CHAPPELL FAMILY TRUST A DTD 6/4/88

HARCO LTD PARTNERSHIP

TEMPE LTD PARTNERSHIP

MAR OIL AND GAS CORP INC

CLIFTON RESOURCES INC