

United States Department of the Interior

BUREAU OF LAND MANAGEMENT

Farmington Field Office 1235 La Plata Highway Farmington, New Mexico 87401

IN REPLY REFER TO: NMSF-047020B et al. (WC) 3162.3-2 (21110)

January 6, 2009

CERTIFIED--RETURN RECEIPT REQUESTED 7007 0220 0001 0771 9847

Mr. Kris K. Agrawal General Minerals Corp. 4133 N. Lincoln Blvd. Oklahoma, OK 73105 RCVD JAN 7'09 OIL CONS. DIV.

DIST. 9

Dear Mr. Agrawal:

Reference is made to the following wells located in San Juan County, New Mexico:

1) No. 11 Delo, 790' FSL & 790' FEL sec. 26, T. 29 N., R. 11 W., Lease NMSF-047020B. 30-045-2 2639

2) No. 1 Charles, 1115' FSL & 822' FWL sec. 24, T. 28 N., R. 11 W., Lease NMSF-047017B. 30.045-2/869

3) No. 6 Delo, 1980' FSL & 2212' FWL sec. 20, T. 29 N., R. 11 W., Lease NMNM-020982 20-045-20967

We have been informed by the Mineral Management Service (MMS) that General Minerals Corp. has not filed monthly production reports nor has any royalties been paid since October 2007. The MMS will contact your office concerning these delinquent reports and subsequent royalties due as well as any assessments, penalties and interest associated with these delinquencies. If you do not resolve this situation with the MMS, they will be forced to collect your surety bond. The pipeline company has shutin your wells during August of 2008, the BLM has shut-in the well during December 2008 and the wells will remain shut-in until the above situation is resolved. Therefore General Minerals is required come into compliance by February 16, 2009.

Failure to comply within the time above may result in an assessment in accordance with 43 CFR 3163.1.

Under provisions of 43 CFR 3165.3, you may request an Administrative Review of the orders 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-93000), 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 please contact Stephen Mason with this office at (505) 599-6364.

Sincerely,
Original Signed: Stephen Mason
Stephen Mason
Petroleum Engineer, Petroleum Management Team

cc: NMOCD MMS

Burlington Resources Oil & Gas Co.; PO Box 4289; Farmington, NM 87499