

San Juan Business Unit P.O. Box 4289 Farmington, NM 87402-4289 (505) 326-9700

December 11, 2006

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

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

Oil Conservation Division State of New Mexico 1220 S. Saint Francis Dr Santa Fe, New Mexico 87505-4000

RE: San Juan 32-8 Unit

No. 14-08-001-446

San Juan County, New Mexico

Third Amendment – 2006 Plan of Development

Ladies and Gentlemen:

By letter dated February 13, 2006, ConocoPhillips Company (COPC), as Unit Operatior for the referenced Federal Unit, filed the original Plan of Development (POD) for the calendar year 2006.

Pursuant to Section 10 of the San Juan 32-8 Unit Agreement, COPC now desires to amend the 2006 POD by addition of the following wells:

Well Name	Dedicated Acreage	Formation	<u>Operation</u>
San Juan 32-8 #5A	W/2 Section 10-31N-8W	Mesaverde	Drill
San Juan 32-8 #22A	E/2 Section 4-31N-8W	Mesaverde	Drill
San Juan 32-8 #42A	E/2 Section 10-31N-8W	Mesaverde	Drill

COPC, as Unit Operator, plans to 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.

Please confirm your approval of this Third Amendment to the 2006 Plan of Development by executing in the appropriate space and returning one (1) copy of this letter to the attention of the undersigned. Copies of this letter are being sent to the working interest owners of the subject wells.

Sincerely,	
Maler	
K. W. Cryer	
Bureau of Land Management	Date
New Mexico Commissioner of Public Lands	Date
Ed Martin	12.15.06
New Mexico Oil Conservation Division	Date