493

ConocoPhillips RECEIVED

ConocoPhillips Company PO Box 4289 Farmington NM 87499-4289 505-326-9700

January 24, 2008

Bureau of Land Management (3) Attn: Mr. Wayne Townsend State of New Mexico 1235 La Plata Highway Farmington, NM 87401 Commissioner of Public Lands (2) Attn: Mr. Peter Martinez State of New Mexico P.O. Box 1148 Santa Fe, NM 87504-1148

State of New Mexico (2)
Oil Conservation Division
Energy & Minerals Department
Attn: Ms. Lori Wrotenbery
2040 South Pacheco
Santa Fe, NM 87505

RE:

SAN JUAN 30-6 UNIT 14-08-001-538

PICTURED CLIFFS PARTICIPATING AREA

6th Expansion - Effective 8/1/06 Rio Arriba County, New Mexico

Gentlemen:

Pursuant to Section 11(a) of the Unit Agreement for the referenced Unit, approved January 16, 1953, Burlington Resources Oil & Gas Company LP, as Unit Operator, has determined that the following well is capable of producing unitized substances in paying quantities from the Pictured Cliffs formation, thereby should be admitted into the Pictured Cliffs Participating Area. Pursuant to the BLM letter attached, the well has been deemed commercial.

SIXTH EXPANSION - EFFECTIVE 8/1/2006

Well Name

Tract/Acres

Tr. Description

Compl. Date 7/11/06

San Juan 30-6 Unit #497S Section 29, T30N, R07W Tr.7 / 320.00

S/2

The Expansion Schedule for the Sixth Expansion is enclosed. The schedule describes the Participating Area and shows the percentage of unitized substances allocated to the tracts according to the ownership within the tracts.

Burlington Resources would appreciate consideration of this Expansion by written response. Please contact the undersigned at (505) 599-4030 if there are any questions regarding this matter. Copies of this letter and attachments are being furnished to the working interest owners.

Sincerely,

Dawn Howell

Staff Land Technician

Report Name: fuels_expansion_sch_recap.rep

Universe: Fed One

Database:

BURLINGTON RESOURCES O&G CO LP - OPERATOR

RECAPITULATION

THE 006 EXPANDED PARTICIPATING AREA FOR PICTURED CLIFFS FORMATION
SAN JUAN 30-6 UNIT AREA

Page 1 of 1

Run Date: 01/24/2008

Run Time: 09:20:29 AM
User: HOWELDM

	_)escription	Description of Committed Lands in PA	n PA			Description of	Description of Non-Committed Lands in PA	nds in PA	
Township Range Section	Range	Section	Description	Lot	Acreage	Township Range Section	Section	Description	Lot	Acreage
030N	006W	SEC.036		LOT.1	17.50000		Tot	Total Acres Non-Committed:	itted:	0.000000
030N	006W	SEC.036		LOT.2	17.54000					
030N	006W	SEC.036		LOT.3	17.58000					
030N	W900	SEC.036		LOT.4	17.62000					
030N	W900	SEC.036	W/2 E/2							
030N	W700	SEC.027	W/2							
030N	W700	SEC.028	E/2							
030N	007W	SEC.028	NW/4, N/2 SW/4, SE/4 SW/4							
030N	007W	SEC.028	SW/4SW/4							
030N	007W	SEC.029	S/2							
030N	007W	SEC.033	ALL							
030N	W700	SEC.034	W/2							
			Total Acres Committed:	mitted:	2470.24000					

User: HOWELDM Run Time: 09:12:30 AM

> The 006 Expanded Participating Area for Pictured Cliffs Formation **BURLINGTON RESOURCES 0&G CO LP - Operator**

San Juan 30-6 Unit Area Rio Arriba, New Mexico

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Effective 08/01/2006

		SJ 30-6 UNIT #144	Tract Remarks:	***************************************		SF-079074	Serial Num	SJ 30-6 UNIT #122, SJ 30-6 UNIT #497S	Tract Bomorks:		***************************************		NM-012709	Serial Num
				SEC.027 W/2	T-030N R-007W		Description	NIT #497S		SEC.029 S/2	SEC.028 S	T-030N R-007W		Description
				1/2		320.00	Number of Acres			/2	SW/4 SW/4		360.00	Number of Acres
TOTAL			WORKING INTEREST:	ROYALTY:	ORRI:		Ownership	TOTAL		WORKING INTEREST:	ROYALTY:	ORRI:		Ownership
	T H MCELVAIN OIL AND GAS PROP	SAN JUAN BASIN TRUST	BURLINGTON RESOURCES O&G SJBT			Tract: 008A	Drilling Block		WILLIAMS PRODUCTION COMPANY	CONOCOPHILLIPS COMPANY			Tract: 007	Drilling Block
100.00000000	50.0000000	37.50000000	12.50000000	0.00000000	0.00000000		GWI Percentage	100.00000000	18.0000000	82.00000000	0.00000000	0.00000000		GWI Percentage
100.00000000	43.75000000	30.93750000	10.31250000	12.50000000	2.50000000		NRIPercentage	100.00000000	14.85000000	67.65000000	12.50000000	5.00000000		NRI Percentage
						12.95420700	Prodn Prtcpn Pct						14.57348300	Prodn Prtcpn Pct

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BURLINGTON RESOURCES O&G CO LP - Operator
The 006 Expanded Participating Area for Pictured Cliffs Formation

San Juan 30-6 Unit Area Rio Arriba, New Mexico Effective 08/01/2006

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										SF-079383	Serial Num
								SEC.034 W/2	T-030N R-007W		Description
								2		320.00	Number of Acres
TOTAL							WORKING INTEREST:	ROYALTY:	ORRI:		Ownership
	T H MCELVAIN OIL AND GAS PROP	MAYDELL MILLER MAST TRUST	LORRAYN GAY HACKER	J&M RAYMOND LTD	CONOCOPHILLIPS COMPANY	CHARLES W GAY	BURLINGTON RESOURCES O&G CO LP			Tract: 010	Drilling Block
	8.33333300	0.69444400	0.34722300	6.94444400	8.33333300	0.34722300	75.00000000	0,00000000	0.00000000		GWI Percentage
100.00000000	6.87500300	0.57291700	0.28646000	5.72916300	6.87500300	0.28646100	54.99999300	12.50000000	11.87500000		NRIPercentage
										12.95420700	Prodn Prtcpn Pct

SJ 30-6 UNIT #122	Tract Remarks:				NM-02151-A	Serial Num
		SE	SEC.028 NW/4, N/2 SW/4,	T-030N R-007W		Description
		SE/4 SW/4	/4, N/2 SW/4,		280.00	Number of Acres
TOTAL		WORKING INTEREST:	ROYALTY:	ORRI:		Ownership
	SAN JUAN BASIN TRUST	WORKING INTEREST: BURLINGTON RESOURCES O&G SJBT			Tract: 023	Drilling Block
100.0000000	75.0000000	25.00000000	0.00000000	0.00000000		GWI Percentage
100.00000000	61.87500000	20.62500000	12.50000000	5.00000000		NRI Percentage
					11.33493100	Prodn Prtcpn Pct

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BURLINGTON RESOURCES O&G CO LP - Operator
The 006 Expanded Participating Area for Pictured Cliffs Formation

San Juan 30-6 Unit Area

San Juan 30-6 Unit Area Rio Arriba, New Mexico Effective 08/01/2006

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Tract Remarks: SJ 30-6 UNIT #92A, #93B, #93M Tract Remarks: SJ 30-6 UNIT #91R (IDB) Serial Num NM-02151-B NM-02151 Serial Num T-030N R-007W T-030N R-007W Description Description SEC.033 ALL SEC.028 E/2 Number of Acres Number of Acres 640.00 320.00 TOTAL ORRI: ORRI: TOTAL WORKING INTEREST: BURLINGTON RESOURCES 0&G SJBT ROYALTY: WORKING INTEREST: ROYALTY: Ownership Ownership BURLINGTON RESOURCES O&G SJBT SAN JUAN BASIN TRUST TH MCELVAIN OIL AND GAS PROP SAN JUAN BASIN TRUST **Drilling Block Drilling Block** Tract: 023B Tract: 023A GWI Percentage GWI Percentage 100.00000000 100.00000000 25.00000000 50.00000000 37.50000000 75.00000000 12.50000000 0.00000000 0.00000000 0.00000000 0.00000000 NRI Percentage NRI Percentage 100.00000000 100.00000000 61.87500000 20.62500000 12.50000000 41.25000000 30.93750000 10.31250000 12.50000000 5.00000000 5.00000000 Prodn Prtcpn Pct Prodn Prtcpn Pct 25.90841400 12.95420700

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The 006 Expanded Participating Area for Pictured Cliffs Formation **BURLINGTON RESOURCES O&G CO LP - Operator**

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San Juan 30-6 Unit Area Rio Arriba, New Mexico Effective 08/01/2006

Serial Num	Description	Number of Acres	Ownership	Drilling Block	GWI Percentage	NRI Percentage	Prodn Prtcpn Pct
E-347-49		230.24		Tract 039			9.32055200
	T-030N R-006W		ORRI:		0.00000000	21.87500000	
	SEC.036 LOT.1	17.50	ROYALTY:		0.00000000	12.50000000	
	SEC.036 LOT.2		WORKING INTEREST:	BURLINGTON RESOURCES O&G CO LP	100.00000000	65.62500000	
		3 17.58	TOTAL		100.00000000 100.00000000	100.00000000	
	SEC.036 LOT.4	4 17.62					
	SEC.036 W/2 E/2	<u> </u>					

Tract Remarks:

SJ 30-6 UNIT #89A, #132



United States Department of the Interior

BUREAU OF LAND MANAGEMENT

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

IN REPLY REFER TO: San Juan 30-6 PC PA 3162.7 (21110)

January 15, 2008

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

RE:

San Juan 30-6 Unit

Commerciality Determination Pictured Cliffs Formation Rio Arriba County, NM

Dear Ms. Howell:

In response to your letter dated December 26, 2007, the Farmington Field Office has reviewed the data you submitted for a commerciality determination for the following well completed in the Pictured Cliffs formation.

Well Name & Number	Dedication	Lease	Completion Date	Determination
San Juan 30-6 Unit #497S	S/2 Sec. 29, T30N, R7W	NMNM012709	7/11/2006	Commercial

After completing our economic evaluation, we are in concurrence with the above determination.

The Pictured Cliffs formation in this well is determined to be commercial and is to be included in the Pictured Cliffs participating area. It is required that a revision be submitted to include this well in the San Juan 30-6 Unit Pictured Cliffs Participating Area.

Under provisions of 43 CFR 3165.3, you may request an Administrative Review of the order(s) 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-92000), 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 concerning this matter, please contact Wayne Townsend at the above address or telephone (505) 599-6359.

Sincerely,

Petroleum Engineer

Branch of Petroleum Management

SAN JUAN 30-6 UNIT PICTURED CLIFFS WORKING INTEREST OWNERS

BURLINGTON REOURCES OIL & GAS CO

CONOCOPHILLIPS

CHARLES W GAY

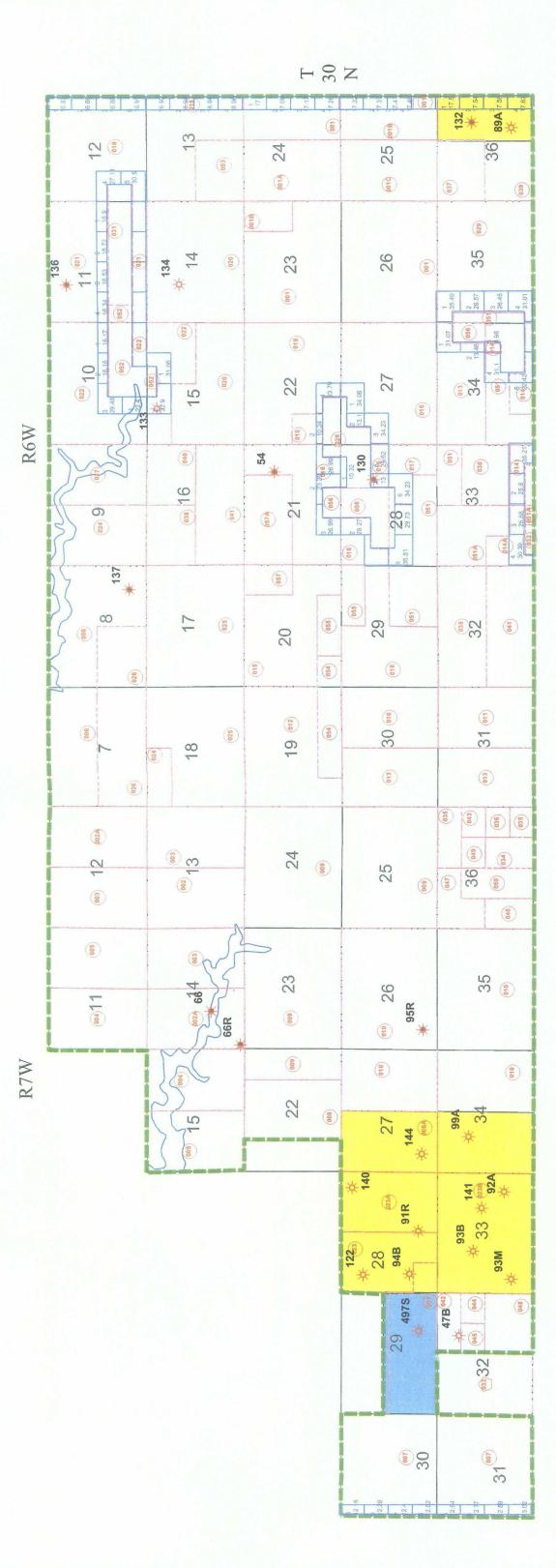
J&M RAYMOND

LORRAYN GAY HACKER

MAYDELL MILLER MAST

TH MCELVAIN OIL & GAS PROP

WILLIAMS PRODUCTION COMPANY



San Juan 30-6 Uni

Pictured Cliffs PA

- 7/1/03 Approved 5th Expan., Effective
- Proposed 6th Expan., Effective 8/1/06

Well Formation

INACTIVE ACTIVE *



San Juan Business Unit Farmington, New Mexico Inventory Management