



United States Department of the Interior

BUREAU OF LAND MANAGEMENT

Farmington District Office
1235 La Plata Highway - Suite 100
Farmington, New Mexico 87401



2009 JUL 13 PM 1 30

420

IN REPLY REFER TO:
San Juan 32-7 Unit
FRCL PA (NMNM78423A)
3180 (NMF0110)

July 10, 2009

ConocoPhillips Company
Attn: Dawn Howell
PO Box 4289
Farmington, NM 87499-4289

RE: San Juan 32-7 Unit, AFS No. 8910004410
Fruitland Coal Participating Area
Thirty Fifth Expansion - Effective 01/01/2006
Thirty Sixth Expansion - Effective 10/01/2006
San Juan County, New Mexico

Dear Ms. Howell:

In response to a letter from ConocoPhillips Company dated June 22, 2009, the Farmington Field Office has reviewed the data for the above referenced expansions to the San Juan 32-7 Unit Fruitland Coal Participating Area. The followings are the expansions with the description of the acreage and the wells included in the expansion. The wells were previously determined to be paying well by this office.

Thirty Fifth Expansion - Effective 01/01/2006

<u>Well</u>	<u>Drilling Block</u>	<u>Tract/Acres</u>	<u>Lease</u>	<u>Completion Date</u>
San Juan 32-7 Unit #247				
NSP, Sec. 7, T32N, R7W	Lots 5-7, SE $\frac{1}{4}$ SW $\frac{1}{4}$	Tr. 2A/159.42	NMSF078460	12/12/2005
319.42 Acres	Lots 2-3, W $\frac{1}{2}$ SE $\frac{1}{4}$, E $\frac{1}{4}$ SW $\frac{1}{4}$	Tr. 21A/160.00		

Thirty Sixth Expansion - Effective 10/01/2006

<u>Well</u>	<u>Drilling Block</u>	<u>Tract/Acres</u>	<u>Lease</u>	<u>Completion Date</u>
San Juan 32-7 Unit #202R				
W/2 Sec. 18, T32N, R7W	Lots 1-4, E $\frac{1}{2}$ W $\frac{1}{2}$	Tr. 2B/314.76	NMSF078460	09/07/2006
314.76 Acres				

Approval is hereby granted for the Thirty Fifth and Thirty Sixth Expansions to the Fruitland Coal Participating Area (PA) for the San Juan 32-7 Unit. Please file all production reports for the PA under AFS number 8910004410.

The Thirty Fifth and Thirty Sixth Expansions of the Fruitland Coal Participating Area resulted in the addition of 634.18 acres to the participating area for a total of 14,160.92 acres.

Please advise all interested parties of the Thirty Fifth and Thirty Sixth Expansions of the San Juan 32-7 Unit Fruitland Coal Participating Area and their respective effective dates.

Any production royalties that are due must be reported and paid within 90 days of the Bureau of Land Management's approval date or the payors will be assessed interest for the late payment under the Federal Oil and Gas Royalty Management Act of 1982, (see 30 CFR 218.54). If you need assistance or clarification, please contact the Minerals Management Service at 1-800-525-9167 or 303-231-3504.

If you have any questions, please contact me at the above address or telephone number at 505/599-8922.

Sincerely,

/s/Lucy Bee

Lucy Bee
Legal Instruments Examiner
Petroleum Management Team

cc:

✓ Commissioner of Public Land, Santa Fe, NM
MMS, MS 3133, Denver, CO



ConocoPhillips
San Juan Business Unit
P.O. Box 4289
Farmington, NM 87499-4289

June 22, 2009

Bureau of Land Management (3)
Attn: Mr. Jim Lovato
1235 La Plata Highway
Farmington, NM 87401

State of New Mexico (2)
Commissioner of Public Lands
Attn: Mr. Pete Martinez
P.O. Box 1148
Santa Fe, NM 87501-1148

State of New Mexico (2)
Oil Conservation Division
Energy & Minerals Department
Attn: Ms. Lori Wrotenbery
1220 S. Saint Francis Drive
Santa Fe, NM 87505-4000

RE: **SAN JUAN 32-7 UNIT, #14-08-001-441**
Fruitland Coal Participating Area
35th Expansion effective 1/01/2006
36th Expansion effective 10/01/2006
San Juan County, New Mexico
Contract: 040463 Lease: A650115

Dear Sir or Madam:

Pursuant to Section 11(a) of the above referenced Unit Agreement, **CONOCOPHILLIPS, as Unit Operator**, has determined that the following wells are capable of producing unitized substances in paying quantities from the Fruitland formation, thereby should be admitted to the Fruitland Participating Area. Pursuant to a BLM letter, attached is a list of the wells that have been deemed commercial.

THIRTY FIFTH EXPANSION - EFFECTIVE 1/1/06

<u>Well Name</u>	<u>Tract/Acres</u>	<u>Tr. Description</u>	<u>Compl. Date</u>
San Juan 32-7 Unit #247	Tr. 2A/ 159.42	LOTS 5-7, SE/4SW/4	12/12/05
NSP- Sec. 7-T32N-R7W	Tr.21A / 160.00	LOTS 2-3, W/2SE/4, NE/4SW/4	
319.42 Acres			

THIRTY SIXTH EXPANSION - EFFECTIVE 10/1/06

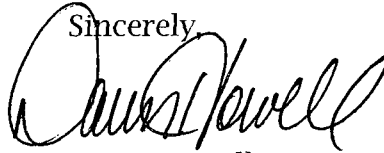
<u>Well Name</u>	<u>Tract/Acres</u>	<u>Tr. Description</u>	<u>Compl. Date</u>
San Juan 32-7 Unit #202R	Tr. 2B /314.76	LOTS 1-4, E/2W/2	9/7/06
W/2- Sec. 18-T32N-R7W			
314.76 Acres			

SAN JUAN 32-7 UNIT
35TH AND 36TH PA Expansions
June 22, 2009
Page 2

The Schedules for the Thirty Fifth and Thirty Sixth Expansions are enclosed. The schedules describe the Participating Area and show the percentage of unitized substances allocated to the tracts according to the ownership within the tracts.

ConocoPhillips would appreciate consideration of these Expansions 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 also being furnished to the working interest owners.

Sincerely,

A handwritten signature in black ink, appearing to read "Dawn Howell", written over the word "Sincerely,".

Dawn Howell
Staff Land Technician

DH
SJ 32-7 Unit 4.5

Working Interest Owners
SAN JUAN 32-7 UNIT
Fruitland Coal Formation

ConocoPhillips

Energen Resources

Phillips-New Mexico Partners, LP

Phillips-San Juan Partners, LP

San Juan Basin Partnership

Williams Production Co.



United States Department of the Interior

BUREAU OF LAND MANAGEMENT

Farmington Field Office
1235 La Plata Highway - Suite A
Farmington, New Mexico 87401
www.blm.gov/nm



IN REPLY REFER TO:

San Juan 32-7 Unit FR PA
3162.7 (21110)

March 7, 2008

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

RE: San Juan 32-7 Unit
Commerciality Determinations
Fruitland Coal Formation
San Juan County, NM

Dear Ms. Howell:

In response to your letter dated February 25, 2008, the Farmington Field Office has reviewed the data you submitted for a commerciality determination for the following wells completed in the Fruitland Coal formation.

Well Name & Number	Dedication	Lease	Completion Date	Determination
San Juan 32-7 Unit #202R	W/2 Sec. 18, T32N, R7W	NMSF078460	9/7/2006	Commercial
San Juan 32-7 Unit #247	NSP Sec. 7, T32N, R7W	NMSF078460	12/12/2005	Commercial

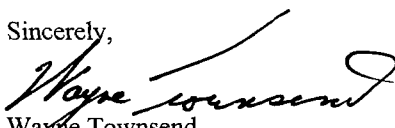
After completing our economic evaluations, we are in concurrence with the above determinations.

The wells were determined to be commercial in the Fruitland Coal formation and are to be included in the Fruitland participating area. It is required that revisions be submitted to include these wells in the San Juan 32-7 Unit Fruitland 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,


Wayne Townsend
Petroleum Engineer
Branch of Petroleum Management

CONOCOPHILLIPS COMPANY
RECAPITULATION
THIRTY FIFTH EXPANDED PARTICIPATING AREA
SAN JUAN 32-7 UNIT AREA
FRUITLAND COAL FORMATION
EFFECTIVE JANUARY 1, 2006
SAN JUAN COUNTY, NEW MEXICO

DESCRIPTION OF COMMITTED LANDS IN PARTICIPATING AREA:
TOWNSHIP 31 NORTH, RANGE 7 WEST

SECTION 3: LOTS 5, 6, 7, 8, W/2 SW/4, N/2 SE/4
SECTION 4: LOTS 5, 6, 7, 8, S/2 (ALL)
SECTION 5: LOTS 5, 6, 7, 8, 9, SE/4, E/2 SW/4, SW/4 SW/4
SECTION 6: LOTS 8, 9, 10, 11, 12, 13, 14, 15, S/2 SE/4, NW/4 SE/4, NE/4 SW/4
SECTION 7: LOTS 5, 6, 7, 8, 9, N/2 SE/4, SE/4 SE/4, NE/4
SECTION 8: ALL
SECTION 9: N/2
SECTION 17: ALL
SECTION 18: LOTS 5, 6, 7, 8, 9, 10, SW/4 SE/4, NE/4 SE/4,
E/2 SW/4, SE/4 NW/4, E/2 NE/4

TOWNSHIP 32 NORTH, RANGE 7 WEST

SECTION 7: LOT 1-3, 5-7, SE/4, E/2SW/4
SECTION 8: LOTS 1, 2, 3, 4, 5, N/2SE/4, SW/4SE/4, SW/4
SECTION 9: LOTS 4, 14, NW/4SW/4
SECTION 16: W/2
SECTION 17: LOTS 1-16 (ALL)
SECTION 18: E/2
SECTION 19: LOTS 5, 6, 7, 8, 9, 10, 11, 12, 13, 14, 15, NW/4 NE/4, E/2 E/2 (ALL)
SECTION 20: LOTS 1, 2, 3, 4, 5, 6, 7, SW/4 SW/4, E/2 NW/4, NE/4, E/2SE/4 (ALL)
SECTION 21: LOTS 1, 2, SE/4, W/2 NE/4, E/2 NW/4, SW/4
SECTION 22: LOTS 1, 2, 3, 4, 5, 6, 7, 8, 9, 10, 11, 12, SW/4 (ALL)
SECTION 23: SW/4
SECTION 26: N/2 NW/4
SECTION 27: LOTS 1, 2, 3, 4, 5, 6, 7, 8, E/2 (ALL)
SECTION 28: ALL
SECTION 29: LOTS 1, 2, 3, 4, W/2, SE/4 (ALL)
SECTION 31: E/2 SE/4, SE/4 NE/4
SECTION 32: ALL
SECTION 33: N/2, E/2 NE/4
SECTION 34: ALL
SECTION 35: ALL
SECTION 36: ALL

TOTAL ACRES COMMITTED: 13846.16

EFFECTIVE JANUARY 1, 2006

CONOCOPHILLIPS COMPANY

8910004410
NM/NM 078423ATHIRTY FIFTH EXPANDED PARTICIPATING AREA
SAN JUAN 32-7 UNIT AREA
FRUITLAND COAL FORMATION
SAN JUAN COUNTY, NEW MEXICO

SERIAL NUMBER	DESCRIPTION	NUMBER OF ACRES	OWNERSHIP	DILLING BLOCK	PERCENTAGE	PERCENTAGE COMMITTED	PERCENT ACTUAL PARTICIPATION
SF-078459	T32N R7W SEC 22 LOTS 1, 2, 7, 8, 9, 10, 11, 12 (E/2)	331.40	ORRI: ROYALTY: WORKING INTEREST: PHILLIPS-SAN JUAN PARTNERS, L.P. WILLIAMS PRODUCTION COMPANY TOTAL	TRACT 001	5.000000 12.500000 67.650000 14.850000 100.000000	5.000000 12.500000 67.650000 14.850000 100.000000	2.393443%
REMARKS: SAN JUAN 32-7 UNIT #203R							
SF-078459	T32N R7W SEC 22 LOTS 3, 4, 5, 6, SW/4	337.56	ORRI: ROYALTY: WORKING INTEREST: CONOCOPHILLIPS COMPANY WILLIAMS PRODUCTION COMPANY TOTAL	TRACT 001A	5.000000 12.500000 67.650000 14.850000 100.000000	5.000000 12.500000 67.650000 14.850000 100.000000	2.437932%
REMARKS: SAN JUAN 32-7 UNIT #205							
SF-078460	T32N R7W SEC 8 LOT 5 SEC 20 LOTS 1-7, E/2 NW/4, NE/4 SEC 29 LOTS 1, 2 SEC 17 LOTS 1, 2, 7-10, 15, 16	961.88	ORRI: ROYALTY: WORKING INTEREST: PHILLIPS-NEW MEXICO PARTNERS WILLIAMS PRODUCTION COMPANY TOTAL	TRACT 002	5.000000 12.500000 67.650000 14.850000 100.000000	5.000000 12.500000 67.650000 14.850000 100.000000	6.946908%
REMARKS: SAN JUAN 32-7 UNIT #233 SAN JUAN 32-7 UNIT #238 SAN JUAN 32-7 UNIT #245A SAN JUAN 32-7 UNIT #222A SAN JUAN 32-7 UNIT #249							

EFFECTIVE JANUARY 1, 2006

CONOCOPHILLIPS COMPANY

8910004410
NMNM 078423ATHIRTY FIFTH EXPANDED PARTICIPATING AREA
SAN JUAN 32-7 UNIT AREA
FRUITLAND COAL FORMATION
SAN JUAN COUNTY, NEW MEXICO

SERIAL NUMBER	DESCRIPTION	NUMBER OF ACRES	OWNERSHIP	DRILLING BLOCK	PERCENTAGE	PERCENTAGE COMMITTED	PERCENT ACTUAL PARTICIPATION
SF-078460	T32N R7W	1207.91		TRACT 002A			8.723791%
	SEC 07 LOTS 5-7, SE/4SW/4		ORRI:		5.000000	5.000000	
	SEC 17 LOTS 3-6, 11-14		ROYALTY:		12.500000	12.500000	
	SEC 19 LOTS 9, 10, 15, W/2		WORKING INTEREST:				
	SEC 21 LOTS 1, 2, SE/4		CONOCOPHILLIPS COMPANY		67.650000	67.650000	
	REMARKS: SAN JUAN 32-7 UNIT #240		WILLIAMS PRODUCTION COMPANY		14.850000	14.850000	
	SAN JUAN 32-7 UNIT #241		TOTAL		100.000000	100.000000	
	SAN JUAN 32-7 UNIT #244						
	SAN JUAN 32-7 UNIT #243						
	SAN JUAN 32-7 UNIT #247						
SF-078472	T32N R7W	151.62		TRACT 003			1.095033%
	SEC 27 LOTS 1, 2, 3, 4		ORRI:		5.000000	5.000000	
			ROYALTY:		12.500000	12.500000	
			WORKING INTEREST:				
			PHILLIPS-SAN JUAN PARTNERS, L.P.		67.650000	67.650000	
			WILLIAMS PRODUCTION COMPANY		14.850000	14.850000	
			TOTAL		100.000000	100.000000	
SF-078472	T32N R7W	80.00		TRACT: 003A			0.577778%
	SEC 29 NE/4 NW/4, SE/4 SW/4		ORRI:		5.000000	5.000000	
			ROYALTY:		12.500000	12.500000	
			WORKING INTEREST:				
			PHILLIPS-NEW MEXICO PARTNERS		64.267500	64.267500	
			SAN JUAN BASIN PARTNERSHIP		3.382500	3.382500	
			WILLIAMS PRODUCTION COMPANY		14.850000	14.850000	
			TOTAL		100.000000	100.000000	
SF-078472	T32N R7W	246.23		TRACT 003B			1.778327%
	SEC 29 LOTS 3, 4, SE/4		ORRI:		5.000000	5.000000	
			ROYALTY:		12.500000	12.500000	
			WORKING INTEREST:				
			PHILLIPS-NEW MEXICO PARTNERS		67.650000	67.650000	
			WILLIAMS PRODUCTION COMPANY		14.850000	14.850000	
			TOTAL		100.000000	100.000000	
	REMARKS: SAN JUAN 32-7 UNIT #238						

EFFECTIVE JANUARY 1, 2006

CONOCOPHILLIPS COMPANY

8910004410
NMNIM 078423A

THIRTY FIFTH EXPANDED PARTICIPATING AREA
 SAN JUAN 32-7 UNIT AREA
 FRUITLAND COAL FORMATION
 SAN JUAN COUNTY, NEW MEXICO

SERIAL NUMBER	DESCRIPTION	NUMBER OF ACRES	OWNERSHIP	DILLING BLOCK	PERCENTAGE	PERCENTAGE COMMITTED	PERCENT ACTUAL PARTICIPATION
SF-078472	T32N R7W	720.00		TRACT 003C			5.199998%
SEC 23	SW/4		ORRI:		5.000000	5.000000	
SEC 26	N/2 NW/4		ROYALTY:		12.500000	12.500000	
SEC 27	NE/4		WORKING INTEREST:				
SEC 28	N/2		CONOCOPHILLIPS COMPANY		67.650000	67.650000	
REMARKS:	ALLISON UNIT COM #105 (CA NM 96754) ALLISON UNIT COM #146 (CA NM 96753) SAN JUAN 32-7 UNIT #206 SAN JUAN 32-7 UNIT #237A SAN JUAN 32-7 UNIT #236A						
			TOTAL		100.000000	100.000000	
SF-078542	T32N R7W	480.00		TRACT 005			3.466665%
SEC 34	N/2		ORRI:		5.000000	5.000000	
SEC 35	SE/4		ROYALTY:		12.500000	12.500000	
REMARKS:	SAN JUAN 32-7 UNIT #208 SAN JUAN 32-7 UNIT #209 SAN JUAN 32-7 UNIT #214A						
			WORKING INTEREST:				
			PHILLIPS-SAN JUAN PARTNERS, L.P.		20.625000	20.625000	
			WILLIAMS PRODUCTION COMPANY		61.875000	61.875000	
			TOTAL		100.000000	100.000000	
SF-078542	T32N R7W	160.00		TRACT 005A			1.155555%
SEC 35	SW/4		ORRI:		5.000000	5.000000	
			ROYALTY:		12.500000	12.500000	
			WORKING INTEREST:				
			PHILLIPS-SAN JUAN PARTNERS, L.P.		20.625000	20.625000	
			WILLIAMS PRODUCTION COMPANY		61.875000	61.875000	
			TOTAL		100.000000	100.000000	
REMARKS:	SAN JUAN 32-7 UNIT #211R						

EFFECTIVE JANUARY 1, 2006

CONOCOPHILLIPS COMPANY

8910004410
NMNIM 078423ATHIRTY FIFTH EXPANDED PARTICIPATING AREA
SAN JUAN 32-7 UNIT AREA
FRUITLAND COAL FORMATION
SAN JUAN COUNTY, NEW MEXICO

SERIAL NUMBER	DESCRIPTION	NUMBER OF ACRES	OWNERSHIP	DILLING BLOCK	PERCENTAGE	PERCENTAGE COMMITTED	PERCENT ACTUAL PARTICIPATION
SF-078542	T32N R7W SEC 28 S/2	320.00		TRACT 005B			2.311110%
	ORRI:				5.000000	5.000000	
	ROYALTY:				12.500000	12.500000	
	WORKING INTEREST:						
	CONOCOPHILLIPS COMPANY				67.650000	67.650000	
	WILLIAMS PRODUCTION COMPANY				14.850000	14.850000	
	TOTAL				100.000000	100.000000	
REMARKS: SAN JUAN 32-7 UNIT #237A SAN JUAN 32-7 UNIT #236A							
SF-078543	T32N R7W SEC 27 LOTS 5, 6, 7, 8 SEC 35 NE/4	313.48		TRACT 006			2.264021%
	ORRI:				5.000000	5.000000	
	ROYALTY:				12.500000	12.500000	
	WORKING INTEREST:						
	PHILLIPS-SAN JUAN PARTNERS, L.P.				67.650000	67.650000	
	WILLIAMS PRODUCTION COMPANY				14.850000	14.850000	
	TOTAL				100.000000	100.000000	
REMARKS: SAN JUAN 32-7 UNIT #207 SAN JUAN 32-7 UNIT #209							
SF-078543	T32N R7W SEC 35 NW/4	160.00		TRACT 006A			1.155555%
	ORRI:				5.000000	5.000000	
	ROYALTY:				12.500000	12.500000	
	WORKING INTEREST:						
	PHILLIPS-SAN JUAN PARTNERS, L.P.				67.650000	67.650000	
	WILLIAMS PRODUCTION COMPANY				14.850000	14.850000	
	TOTAL				100.000000	100.000000	
REMARKS: SAN JUAN 32-7 UNIT #211R							
SF-078543	T32N R7W SEC 27 SE/4 SEC 33 N/2	480.00		TRACT 006B			3.466665%
	ORRI:				5.000000	5.000000	
	ROYALTY:				12.500000	12.500000	
	WORKING INTEREST:						
	CONOCOPHILLIPS COMPANY				67.650000	67.650000	
	WILLIAMS PRODUCTION COMPANY				14.850000	14.850000	
	TOTAL				100.000000	100.000000	
REMARKS: SAN JUAN 32-7 UNIT #242 SAN JUAN 32-7 UNIT #206							

EFFECTIVE JANUARY 1, 2006

CONOCOPHILLIPS COMPANY

8910004410

THIRTY FIFTH EXPANDED PARTICIPATING AREA

SAN JUAN 32-7 UNIT AREA
FRUITLAND COAL FORMATION
SAN JUAN COUNTY, NEW MEXICO

NMMNM 078423A

SERIAL NUMBER	DESCRIPTION	NUMBER OF ACRES	OWNERSHIP	DILLING BLOCK	PERCENTAGE	PERCENTAGE COMMITTED	PERCENT ACTUAL PARTICIPATION
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SF-078996

T31N R7W

1777.82

TRACT 010

12.839805%

SEC 3	LOTS 5, 6, 7, 8, W/2 SW/4, N/2 SE/4	ORRI:	5.000000	5.000000	
		ROYALTY:	12.500000	12.500000	
SEC 4	LOT 5, E/2 SE/4, SW/4 SE/4	WORKING INTEREST:			
SEC 5	LOTS 6, 7, 8, SE/4, E/2 SW/4, SW/4 SW/4	PHILLIPS-SAN JUAN PARTNERS, L.P.	67.650000	67.650000	
SEC 6	LOTS 12, 14, 15, S/2 SE/4	WILLIAMS PRODUCTION COMPANY	14.850000	14.850000	
SEC 7	LOTS 5, 8, 9, SE/4 SE/4, E/2 NE/4, NW/4 NE/4	TOTAL	100.000000	100.000000	
SEC 8	ALL				

REMARKS: SAN JUAN 32-7 UNIT YAGER 3 (CA SRM-1376)

FEDERAL G NO. 4 (CA NM 87094)

SAN JUAN 32-7 UNIT #213 COM (CA NM 84048)

SAN JUAN 32-7 UNIT #217

SAN JUAN 32-7 UNIT #218

SAN JUAN 32-7 UNIT #219

SAN JUAN 32-7 UNIT #221

SAN JUAN 32-7 UNIT #232

SF-078996

T31N R7W

436.40

TRACT 010A

3.151776%

SEC 5	LOT 9	ORRI:	5.000000	5.000000	
SEC 6	LOTS 8, 9, 10, 11, 13, NW/4 SE/4, NE/4 SW/4	ROYALTY:	12.500000	12.500000	
SEC 7	LOTS 6, 7, N/2 SE/4, SW/4 NE/4	WORKING INTEREST:			
		PHILLIPS-NEW MEXICO PARTNERS	67.650000	67.650000	
		WILLIAMS PRODUCTION COMPANY	14.850000	14.850000	
REMARKS:	SAN JUAN 32-7 UNIT #220	TOTAL	100.000000	100.000000	
	SAN JUAN 32-7 UNIT #228				

EFFECTIVE JANUARY 1, 2006

CONOCOPHILLIPS COMPANY

8910004410
NM/NM 078423A

THIRTY FIFTH EXPANDED PARTICIPATING AREA
 SAN JUAN 32-7 UNIT AREA
 FRUITLAND COAL FORMATION
 SAN JUAN COUNTY, NEW MEXICO

SERIAL NUMBER	DESCRIPTION	NUMBER OF ACRES	OWNERSHIP	DILLING BLOCK	PERCENTAGE	PERCENTAGE COMMITTED	PERCENT ACTUAL PARTICIPATION
SF-078998	T31N R7W	323.15		TRACT: 010B			2.333860%
SEC 4	LOTS 6, 7, 8, SW/4, NW/4 SE/4		ORRI:		5.000000	5.000000	
SEC 5	LOT 5		ROYALTY:		12.500000	12.500000	
			WORKING INTEREST:				
			PHILLIPS-NEW MEXICO PARTNERS		64.267500	64.267500	
			SAN JUAN BASIN PARTNERSHIP		3.382500	3.382500	
			WILLIAMS PRODUCTION COMPANY		14.850000	14.850000	
			TOTAL		100.000000	100.000000	
REMARKS:	SAN JUAN 32-7 UNIT #216						
SF-078998	T31N R7W	1638.91		TRACT 011			11.836567%
SEC 9	N/2		ORRI:		5.000000	5.000000	
SEC 17	ALL		ROYALTY:		12.500000	12.500000	
SEC 18	LOTS 5, 6, 7, 8, 9, 10, SW/4 SE/4, NE/4 SE/4, E/2 SW/4, SE/4 NW/4 E/2 NE/4		WORKING INTEREST:				
			PHILLIPS-SAN JUAN PARTNERS, L.P.		67.650000	67.650000	
			WILLIAMS PRODUCTION COMPANY		14.850000	14.850000	
			TOTAL		100.000000	100.000000	
REMARKS:	SAN JUAN 32-7 UNIT #6 SAN JUAN 32-7 UNIT #208 SAN JUAN 32-7 UNIT #214A SAN JUAN 32-7 UNIT #213 COM (CA NM 84048) SAN JUAN 32-7 UNIT #227 COM (CA NM 87134) SAN JUAN 32-7 UNIT #229 SAN JUAN 32-7 UNIT #231						
SF-078998	T32N R7W	80.00		TRACT 11A			0.577778%
SEC 33	E/2 SE/4		ORRI:		5.000000	5.000000	
			ROYALTY:		12.500000	12.500000	
			WORKING INTEREST:				
			CONOCOPHILLIPS COMPANY		67.650000	67.650000	
			WILLIAMS PRODUCTION COMPANY		14.850000	14.850000	
			TOTAL		100.000000	100.000000	
REMARKS:	Middle Mesa Com #3 (CA NM 99454)						

EFFECTIVE JANUARY 1, 2006

CONOCOPHILLIPS COMPANY

8910004410
NMNM 078423A

THIRTY FIFTH EXPANDED PARTICIPATING AREA
SAN JUAN 32-7 UNIT AREA
FRUITLAND COAL FORMATION
SAN JUAN COUNTY, NEW MEXICO

SERIAL NUMBER	DESCRIPTION	NUMBER OF ACRES	OWNERSHIP	DILLING BLOCK	PERCENTAGE	PERCENTAGE COMMITTED	PERCENT ACTUAL PARTICIPATION
NM-05540	T32N R7W SEC 9 LOT 14	43.09		TRACT 15			0.311205%
	REMARKS: SAN JUAN 32-7 UNIT #249		ORRI: ROYALTY: WORKING INTEREST: CONOCOPHILLIPS COMPANY WILLIAMS PRODUCTION COMPANY		5.000000 12.500000 67.650000 14.850000	5.000000 12.500000 67.650000 14.850000	
	TOTAL				100.000000	100.000000	
VC-0006	T32N R7W SEC 16 W/2W/2	160		TRACT 16			1.155555%
	REMARKS: SAN JUAN 32-7 UNIT #250		ORRI: ROYALTY: WORKING INTEREST: ENERGEN RESOURCES CORP		0.000000 20.000000 80.000000 100.000000	0.000000 20.000000 80.000000 100.000000	
	TOTAL				100.000000	100.000000	
E-503-13	T32N R7W SEC 16 E/2W/2	160.00		TRACT 17			1.155555%
	REMARKS: SAN JUAN 32-7 UNIT #250		ORRI: ROYALTY: WORKING INTEREST: ENERGEN RESOURCES CORP		21.875000 12.500000 65.625000 100.000000	21.875000 12.500000 65.625000 100.000000	
	TOTAL				100.000000	100.000000	
E-503-13	T32N R7W SEC 32 E/2 W/2 SEC 36 ALL	800.00		TRACT 017A			5.777775%
	REMARKS: SAN JUAN 32-7 UNIT #204 SAN JUAN 32-7 UNIT #210 SAN JUAN 32-7 UNIT #215		ORRI: ROYALTY: WORKING INTEREST: PHILLIPS-SAN JUAN PARTNERS, L.P. WILLIAMS PRODUCTION COMPANY		5.000000 12.500000 67.650000 14.850000 100.000000	5.000000 12.500000 67.650000 14.850000 100.000000	
	TOTAL				100.000000	100.000000	

EFFECTIVE JANUARY 1, 2006

CONOCOPHILLIPS COMPANY

8910004410
NMNM 078423A

THIRTY FIFTH EXPANDED PARTICIPATING AREA
SAN JUAN 32-7 UNIT AREA
FRUITLAND COAL FORMATION
SAN JUAN COUNTY, NEW MEXICO

SERIAL NUMBER	DESCRIPTION	NUMBER OF ACRES	OWNERSHIP	DRILLING BLOCK	PERCENTAGE	PERCENTAGE COMMITTED	PERCENT ACTUAL PARTICIPATION
E-503-13	T32N R7W SEC 32 E/2	320.00		TRACT: 017B			2.311110%
	ORRI:				5.000000	5.000000	
	ROYALTY:				12.500000	12.500000	
	WORKING INTEREST:						
	PHILLIPS-NEW MEXICO PARTNERS				64.267500	64.267500	
	SAN JUAN BASIN PARTNERSHIP				3.382500	3.382500	
	WILLIAMS PRODUCTION COMPANY				14.850000	14.850000	
	TOTAL				100.000000	100.000000	
FEE	T32N R7W SEC 18 EAST 441 FEET OF NE/4 NE/4	13.36		TRACT 021			0.096489%
	ORRI:				0.000000	0.000000	
	ROYALTY:				12.500000	12.500000	
	WORKING INTEREST:						
	PHILLIPS-SAN JUAN PARTNERS, L.P.				71.750000	71.750000	
	WILLIAMS PRODUCTION COMPANY				15.750000	15.750000	
	TOTAL				100.000000	100.000000	
REMARKS: SAN JUAN 32-7 UNIT #234							
FEE	T32N R7W SEC 7 LOTS 1-3, SE/4, NE/4SW/4 SEC 8 LOTS 1, 2, 3, N/2SE/4, SW/4SE/4, E/2SW/4 SEC 9 LOT 4, NW/4SW/4 SEC 21 W/2 NE/4 REMARKS: SAN JUAN UNIT #241 SAN JUAN UNIT #247 SAN JUAN UNIT #248 SAN JUAN UNIT #249	657.30		TRACT 021A			4.747165%
	ORRI:				0.000000	0.000000	
	ROYALTY:				12.500000	12.500000	
	WORKING INTEREST:						
	CONOCOPHILLIPS COMPANY				71.750000	71.750000	
	WILLIAMS PRODUCTION COMPANY				15.750000	15.750000	
	TOTAL				100.000000	100.000000	
FEE	T32N R7W SEC 21 E/2 NW/4	80.00		TRACT 021B			0.577778%
	ORRI:				0.000000	0.000000	
	ROYALTY:				12.500000	12.500000	
	WORKING INTEREST:						
	PHILLIPS-NEW MEXICO PARTNERS				68.162500	68.162500	
	SAN JUAN BASIN PARTNERSHIP				3.587500	3.587500	
	WILLIAMS PRODUCTION COMPANY				15.750000	15.750000	
	TOTAL				100.000000	100.000000	
REMARKS: SAN JUAN UNIT #224 COM (CA NM 99453)							

EFFECTIVE JANUARY 1, 2006

CONOCOPHILLIPS COMPANY

8910004410
NM/NM 078423ATHIRTY FIFTH EXPANDED PARTICIPATING AREA
SAN JUAN 32-7 UNIT AREA
FRUITLAND COAL FORMATION
SAN JUAN COUNTY, NEW MEXICO

SERIAL NUMBER	DESCRIPTION	NUMBER OF ACRES	OWNERSHIP	DILLING BLOCK	PERCENTAGE	PERCENTAGE COMMITTED	PERCENT ACTUAL PARTICIPATION
FEE	T32N R7W	306.64		TRACT 022			2.214621%
	SEC 18 WEST 879 FEET OF NE/4 NE/4, W/2 NE/4, SE/4 NE/4, SE/4		ORRI: ROYALTY: WORKING INTEREST: PHILLIPS-SAN JUAN PARTNERS, L.P. WILLIAMS PRODUCTION COMPANY TOTAL		3.000000 12.500000 69.290000 15.210000 100.000000	3.000000 12.500000 69.290000 15.210000 100.000000	
	REMARKS: SAN JUAN 32-7 UNIT #3						
FEE	T32N R7W	240.00		TRACT: 022A			1.733333%
	SEC 29 W/2 W/2, SE/4 NW/4, NE/4 SW/4		ORRI: ROYALTY: WORKING INTEREST: PHILLIPS-NEW MEXICO PARTNERS SAN JUAN BASIN PARTNERSHIP WILLIAMS PRODUCTION COMPANY TOTAL		3.000000 12.500000 65.825500 3.464500 15.210000 100.000000	3.000000 12.500000 65.825500 3.464500 15.210000 100.000000	
	REMARKS: SAN JUAN 32-7 UNIT #235						
FEE	T32N R7W	40.00		TRACT 022B			0.288889%
	SEC 20 SW/4 SW/4		ORRI: ROYALTY: WORKING INTEREST: PHILLIPS-NEW MEXICO PARTNERS WILLIAMS PRODUCTION COMPANY TOTAL		3.000000 12.500000 69.290000 15.210000 100.000000	3.000000 12.500000 69.290000 15.210000 100.000000	
	REMARKS: SAN JUAN 32-7 UNIT #233						
FEE	T32N R7W	200.00		TRACT 022C			1.444444%
	SEC 19 NW/4 NE/4, E/2 NE/4, E/2 SE/4		ORRI: ROYALTY: WORKING INTEREST: CONOCOPHILLIPS COMPANY WILLIAMS PRODUCTION COMPANY TOTAL		3.000000 12.500000 69.290000 15.210000 100.000000	3.000000 12.500000 69.290000 15.210000 100.000000	
	REMARKS: SAN JUAN 32-7 UNIT #240						

EFFECTIVE JANUARY 1, 2006

CONOCOPHILLIPS COMPANY

8910004410
NMNM 078423ATHIRTY FIFTH EXPANDED PARTICIPATING AREA
SAN JUAN 32-7 UNIT AREA
FRUITLAND COAL FORMATION
SAN JUAN COUNTY, NEW MEXICO

SERIAL NUMBER	DESCRIPTION	NUMBER OF ACRES	OWNERSHIP	DILLING BLOCK	PERCENTAGE	PERCENTAGE COMMITTED	PERCENT ACTUAL PARTICIPATION
FEE	T32N R7W	240.00		TRACT 023A			1.733333%
	SEC 21 SW/4		ORRI:		0.000000	0.000000	
	SEC 20 E/2SE/4		ROYALTY:		12.500000	12.500000	
			WORKING INTEREST:				
			PHILLIPS-NEW MEXICO PARTNERS		68.162500	68.162500	
			SAN JUAN BASIN PARTNERSHIP		3.587500	3.587500	
			WILLIAMS PRODUCTION COMPANY		15.750000	15.750000	
			TOTAL		100.000000	100.000000	
	REMARKS: SAN JUAN UNIT #224 COM (CA NM 99453) SAN JUAN 32-7 UNIT #222A						
FEE	T32N R7W	280.00		TRACT 024			2.022221%
	SEC 31 E/2 SE/4, SE/4 NE/4		ORRI:		0.000000	0.000000	
	SEC 32 W/2 W/2		ROYALTY:		12.500000	12.500000	
			WORKING INTEREST:				
			PHILLIPS-SAN JUAN PARTNERS, L.P.		71.750000	71.750000	
			WILLIAMS PRODUCTION COMPANY		15.750000	15.750000	
			TOTAL		100.000000	100.000000	
	REMARKS: SAN JUAN 32-7 UNIT #215 GRASSY CANYON #3 (CA NM 87178)						
FEE	T32N R7W	99.41		TRACT 025			0.717960%
	SEC 8 LOT 4, W/2SW/4		ORRI:		0.000000	0.000000	
			ROYALTY:		12.500000	12.500000	
			WORKING INTEREST:				
			CONOCOPHILLIPS COMPANY		71.750000	71.750000	
			WILLIAMS PRODUCTION COMPANY		15.750000	15.750000	
			TOTAL		100.000000	100.000000	
	REMARKS: SAN JUAN 32-7 UNIT #248						

CONOCOPHILLIPS COMPANY
RECAPITULATION
THIRTY SIXTH EXPANDED PARTICIPATING AREA
SAN JUAN 32-7 UNIT AREA
FRUITLAND COAL FORMATION
EFFECTIVE OCTOBER 1, 2006
SAN JUAN COUNTY, NEW MEXICO

DESCRIPTION OF COMMITTED LANDS IN PARTICIPATING AREA:
TOWNSHIP 31 NORTH, RANGE 7 WEST

SECTION 3: LOTS 5, 6, 7, 8, W/2 SW/4, N/2 SE/4
SECTION 4: LOTS 5, 6, 7, 8, S/2 (ALL)
SECTION 5: LOTS 5, 6, 7, 8, 9, SE/4, E/2 SW/4, SW/4 SW/4
SECTION 6: LOTS 8, 9, 10, 11, 12, 13, 14, 15, S/2 SE/4, NW/4 SE/4, NE/4 SW/4
SECTION 7: LOTS 5, 6, 7, 8, 9, N/2 SE/4, SE/4 SE/4, NE/4
SECTION 8: ALL
SECTION 9: N/2
SECTION 17: ALL
SECTION 18: LOTS 5, 6, 7, 8, 9, 10, SW/4 SE/4, NE/4 SE/4,
E/2 SW/4, SE/4 NW/4, E/2 NE/4

TOWNSHIP 32 NORTH, RANGE 7 WEST

SECTION 7: LOT 1-3, 5-7, SE/4, E/2SW/4
SECTION 8: LOTS 1, 2, 3, 4, 5, N/2SE/4, SW/4SE/4, SW/4
SECTION 9: LOTS 4, 14, NW/4SW/4
SECTION 16: W/2
SECTION 17: LOTS 1-16 (ALL)
SECTION 18: LOTS 1, 2, 3, 4, E/2, E/2W/2 (ALL)
SECTION 19: LOTS 5, 6, 7, 8, 9, 10, 11, 12, 13, 14, 15, NW/4 NE/4, E/2 E/2 (ALL)
SECTION 20: LOTS 1, 2, 3, 4, 5, 6, 7, SW/4 SW/4, E/2 NW/4, NE/4, E/2SE/4 (ALL)
SECTION 21: LOTS 1, 2, SE/4, W/2 NE/4, E/2 NW/4, SW/4
SECTION 22: LOTS 1, 2, 3, 4, 5, 6, 7, 8, 9, 10, 11, 12, SW/4 (ALL)
SECTION 23: SW/4
SECTION 26: N/2 NW/4
SECTION 27: LOTS 1, 2, 3, 4, 5, 6, 7, 8, E/2 (ALL)
SECTION 28: ALL
SECTION 29: LOTS 1, 2, 3, 4, W/2, SE/4 (ALL)
SECTION 31: E/2 SE/4, SE/4 NE/4
SECTION 32: ALL
SECTION 33: N/2, E/2 NE/4
SECTION 34: ALL
SECTION 35: ALL
SECTION 36: ALL

TOTAL ACRES COMMITTED: 14,160.92

EFFECTIVE October 1, 2006

CONOCOPHILLIPS COMPANY

8910004410
NMNM 078423ATHIRTY SIXTH EXPANDED PARTICIPATING AREA
SAN JUAN 32-7 UNIT AREA
FRUITLAND COAL FORMATION
SAN JUAN COUNTY, NEW MEXICO

SERIAL NUMBER	DESCRIPTION	NUMBER OF ACRES	OWNERSHIP	DRLING BLOCK	PERCENTAGE	PERCENTAGE COMMITTED	PERCENT ACTUAL PARTICIPATION
SF-078459	T32N R7W SEC 22 LOTS 1, 2, 7, 8, 9, 10, 11, 12 (E/2)	331.40		TRACT 001			2.340243%
	ORRI:				5.000000	5.000000	
	ROYALTY:				12.500000	12.500000	
	WORKING INTEREST:						
	PHILLIPS-SAN JUAN PARTNERS, L.P.				67.650000	67.650000	
	WILLIAMS PRODUCTION COMPANY				14.850000	14.850000	
	TOTAL				100.000000	100.000000	
REMARKS:	SAN JUAN 32-7 UNIT #203R						
SF-078459	T32N R7W SEC 22 LOTS 3, 4, 5, 6, SW/4	337.56		TRACT 001A			2.383744%
	ORRI:				5.000000	5.000000	
	ROYALTY:				12.500000	12.500000	
	WORKING INTEREST:						
	CONOCOPHILLIPS COMPANY				67.650000	67.650000	
	WILLIAMS PRODUCTION COMPANY				14.850000	14.850000	
	TOTAL				100.000000	100.000000	
REMARKS:	SAN JUAN 32-7 UNIT #205						
SF-078460	T32N R7W SEC 8 LOT 5 SEC 20 LOTS 1-7, E/2 NW/4, NE/4 SEC 29 LOTS 1, 2 SEC 17 LOTS 1, 2, 7-10, 15, 16	961.88		TRACT 002			6.792498%
	ORRI:				5.000000	5.000000	
	ROYALTY:				12.500000	12.500000	
	WORKING INTEREST:						
	PHILLIPS-NEW MEXICO PARTNERS				67.650000	67.650000	
	WILLIAMS PRODUCTION COMPANY				14.850000	14.850000	
	TOTAL				100.000000	100.000000	
REMARKS:	SAN JUAN 32-7 UNIT #233 SAN JUAN 32-7 UNIT #238 SAN JUAN 32-7 UNIT #245A SAN JUAN 32-7 UNIT #222A SAN JUAN 32-7 UNIT #249						

EFFECTIVE October 1, 2006

CONOCOPHILLIPS COMPANY

8910004410
NM/NM 078423A

THIRTY SIXTH EXPANDED PARTICIPATING AREA
 SAN JUAN 32-7 UNIT AREA
 FRUITLAND COAL FORMATION
 SAN JUAN COUNTY, NEW MEXICO

SERIAL NUMBER	DESCRIPTION	NUMBER OF ACRES	OWNERSHIP	DRILLING BLOCK	PERCENTAGE	PERCENTAGE COMMITTED	PERCENT ACTUAL PARTICIPATION
SF-078460	T32N RTW	1207.91		TRACT 002A			8.529884%
SEC 07	LOTS 5-7, SE/4SW/4		ORRI:		5.000000	5.000000	
SEC 17	LOTS 3-6, 11-14		ROYALTY:		12.500000	12.500000	
SEC 19	LOTS 9, 10, 15, W/2		WORKING INTEREST:				
SEC 21	LOTS 1, 2, SE/4		CONOCOPHILLIPS COMPANY		67.650000	67.650000	
REMARKS:	SAN JUAN 32-7 UNIT #240		WILLIAMS PRODUCTION COMPANY		14.850000	14.850000	
	SAN JUAN 32-7 UNIT #241		TOTAL		100.000000	100.000000	
	SAN JUAN 32-7 UNIT #244						
	SAN JUAN 32-7 UNIT #243						
	SAN JUAN 32-7 UNIT #247						
SF-078460	T32N RTW	314.76		TRACT 002B			2.222737%
SEC 18	LOTS 1-4, E/2W/2		ORRI:		5.000000	5.000000	
			ROYALTY:		12.500000	12.500000	
			WORKING INTEREST:				
REMARKS:	SAN JUAN 32-7 UNIT #202R		PHILLIPS-SAN JUAN PARTNERS		67.650000	67.650000	
			WILLIAMS PRODUCTION COMPANY		14.850000	14.850000	
			TOTAL		100.000000	100.000000	
SF-078472	T32N RTW	151.62		TRACT 003			1.070693%
SEC 27	LOTS 1, 2, 3, 4		ORRI:		5.000000	5.000000	
			ROYALTY:		12.500000	12.500000	
			WORKING INTEREST:				
REMARKS:	SAN JUAN 32-7 UNIT #207		PHILLIPS-SAN JUAN PARTNERS, L.P.		67.650000	67.650000	
			WILLIAMS PRODUCTION COMPANY		14.850000	14.850000	
			TOTAL		100.000000	100.000000	
SF-078472	T32N RTW	80.00		TRACT: 003A			0.564935%
SEC 29	NE/4 NW/4, SE/4 SW/4		ORRI:		5.000000	5.000000	
			ROYALTY:		12.500000	12.500000	
			WORKING INTEREST:				
REMARKS:	SAN JUAN 32-7 UNIT #235		PHILLIPS-NEW MEXICO PARTNERS		64.267500	64.267500	
			SAN JUAN BASIN PARTNERSHIP		3.382500	3.382500	
			WILLIAMS PRODUCTION COMPANY		14.850000	14.850000	
			TOTAL		100.000000	100.000000	

EFFECTIVE October 1, 2006

CONOCOPHILLIPS COMPANY

8910004410
NMNM 078423A

THIRTY SIXTH EXPANDED PARTICIPATING AREA
SAN JUAN 32-7 UNIT AREA
FRUITLAND COAL FORMATION
SAN JUAN COUNTY, NEW MEXICO

SERIAL NUMBER	DESCRIPTION	NUMBER OF ACRES	OWNERSHIP	DRILLING BLOCK	PERCENTAGE	PERCENTAGE COMMITTED	PERCENT ACTUAL PARTICIPATION
SF-078472	T32N R7W	246.23		TRACT 003B			1.738799%
	SEC 29 LOTS 3, 4, SE/4						
			ORRI:		5.000000	5.000000	
			ROYALTY:		12.500000	12.500000	
			WORKING INTEREST:				
			PHILLIPS-NEW MEXICO PARTNERS		67.650000	67.650000	
			WILLIAMS PRODUCTION COMPANY		14.850000	14.850000	
			TOTAL		100.000000	100.000000	
	REMARKS: SAN JUAN 32-7 UNIT #238						
SF-078472	T32N R7W	720.00		TRACT 003C			5.084415%
	SEC 23 SW/4		ORRI:		5.000000	5.000000	
	SEC 26 N/2 NW/4		ROYALTY:		12.500000	12.500000	
	SEC 27 NE/4		WORKING INTEREST:				
	SEC 28 N/2		CONOCOPHILLIPS COMPANY		67.650000	67.650000	
			WILLIAMS PRODUCTION COMPANY		14.850000	14.850000	
			TOTAL		100.000000	100.000000	
	REMARKS: ALLISON UNIT COM #105 (CA NM 96754) ALLISON UNIT COM #146 (CA NM 96753) SAN JUAN 32-7 UNIT #206 SAN JUAN 32-7 UNIT #237A SAN JUAN 32-7 UNIT #236A						
SF-078542	T32N R7W	480.00		TRACT 005			3.389610%
	SEC 34 N/2		ORRI:		5.000000	5.000000	
	SEC 35 SE/4		ROYALTY:		12.500000	12.500000	
			WORKING INTEREST:				
	REMARKS: SAN JUAN 32-7 UNIT #208 SAN JUAN 32-7 UNIT #209 SAN JUAN 32-7 UNIT #214A		PHILLIPS-SAN JUAN PARTNERS, L.P.		20.625000	20.625000	
			WILLIAMS PRODUCTION COMPANY		61.875000	61.875000	
			TOTAL		100.000000	100.000000	
SF-078542	T32N R7W	160.00		TRACT 005A			1.129870%
	SEC 35 SW/4		ORRI:		5.000000	5.000000	
			ROYALTY:		12.500000	12.500000	
			WORKING INTEREST:				
	REMARKS: SAN JUAN 32-7 UNIT #211R		PHILLIPS-SAN JUAN PARTNERS, L.P.		20.625000	20.625000	
			WILLIAMS PRODUCTION COMPANY		61.875000	61.875000	
			TOTAL		100.000000	100.000000	

EFFECTIVE October 1, 2006

CONOCOPHILLIPS COMPANY

8910004410
NMNM 078423A

THIRTY SIXTH EXPANDED PARTICIPATING AREA
 SAN JUAN 32-7 UNIT AREA
 FRUITLAND COAL FORMATION
 SAN JUAN COUNTY, NEW MEXICO

SERIAL NUMBER	DESCRIPTION	NUMBER OF ACRES	OWNERSHIP	DILLING BLOCK	PERCENTAGE	PERCENTAGE COMMITTED	PERCENT ACTUAL PARTICIPATION
SF-078542							
	T32N R7W	320.00		TRACT 005B			2.259740%
	SEC 28 S/2				5.000000	5.000000	
					12.500000	12.500000	
	REMARKS: SAN JUAN 32-7 UNIT #237A SAN JUAN 32-7 UNIT #236A				67.650000	67.650000	
					14.850000	14.850000	
	TOTAL				100.000000	100.000000	
SF-078543							
	T32N R7W	313.48		TRACT 006			2.213698%
	SEC 27 LOTS 5, 6, 7, 8				5.000000	5.000000	
	SEC 35 NE/4				12.500000	12.500000	
	REMARKS: SAN JUAN 32-7 UNIT #207 SAN JUAN 32-7 UNIT #209				67.650000	67.650000	
					14.850000	14.850000	
	TOTAL				100.000000	100.000000	
SF-078543							
	T32N R7W	160.00		TRACT 006A			1.129870%
	SEC 35 NW/4				5.000000	5.000000	
					12.500000	12.500000	
	REMARKS: SAN JUAN 32-7 UNIT #211R				67.650000	67.650000	
					14.850000	14.850000	
	TOTAL				100.000000	100.000000	

EFFECTIVE October 1, 2006

CONOCOPHILLIPS COMPANY

8910004410
NMM 078423A

THIRTY SIXTH EXPANDED PARTICIPATING AREA
SAN JUAN 32-7 UNIT AREA
FRUITLAND COAL FORMATION
SAN JUAN COUNTY, NEW MEXICO

SERIAL NUMBER	DESCRIPTION	NUMBER OF ACRES	OWNERSHIP	DRILLING BLOCK	PERCENTAGE	PERCENTAGE COMMITTED	PERCENT ACTUAL PARTICIPATION
SF-078543	T31N R7W	480.00		TRACT 006B			3.389610%
SEC 27	SE/4		ORRI:		5.000000	5.000000	
SEC 33	N/2		ROYALTY:		12.500000	12.500000	
			WORKING INTEREST:				
			CONOCOPHILLIPS COMPANY		67.650000	67.650000	
			WILLIAMS PRODUCTION COMPANY		14.850000	14.850000	
			TOTAL		100.000000	100.000000	
REMARKS:	SAN JUAN 32-7 UNIT #242 SAN JUAN 32-7 UNIT #206						
SF-078996	T31N R7W	1777.82		TRACT 010			12.554410%
SEC 3	LOTS 5, 6, 7, 8, W/2 SW/4, N/2 SE/4		ORRI:		5.000000	5.000000	
SEC 4	LOT 5, E/2 SE/4, SW/4 SE/4		ROYALTY:		12.500000	12.500000	
SEC 5	LOTS 6, 7, 8, SE/4, E/2 SW/4, SW/4 SW/4		WORKING INTEREST:				
			PHILLIPS-SAN JUAN PARTNERS, L.P.		67.650000	67.650000	
			WILLIAMS PRODUCTION COMPANY		14.850000	14.850000	
			TOTAL		100.000000	100.000000	
SEC 6	LOTS 12, 14, 15, S/2 SE/4						
SEC 7	LOTS 5, 8, 9, SE/4 SE/4, E/2 NE/4, NW/4 NE/4						
SEC 8	ALL						
REMARKS:	SAN JUAN 32-7 UNIT YAGER 3 (CA SRM-1376) FEDERAL G NO. 4 (CA NM 87094) SAN JUAN 32-7 UNIT #213 COM (CA NM 84048) SAN JUAN 32-7 UNIT #217 SAN JUAN 32-7 UNIT #218 SAN JUAN 32-7 UNIT #219 SAN JUAN 32-7 UNIT #221 SAN JUAN 32-7 UNIT #232						
SF-078996	T31N R7W	436.40		TRACT 010A			3.081721%
SEC 5	LOT 9		ORRI:		5.000000	5.000000	
SEC 6	LOTS 8,9,10,11,13, NW/4 SE/4, NE/4 SW/4		ROYALTY:		12.500000	12.500000	
SEC 7	LOTS 6, 7, N/2 SE/4, SW/4 NE/4		WORKING INTEREST:				
			PHILLIPS-NEW MEXICO PARTNERS		67.650000	67.650000	
			WILLIAMS PRODUCTION COMPANY		14.850000	14.850000	
			TOTAL		100.000000	100.000000	
REMARKS:	SAN JUAN 32-7 UNIT #220 SAN JUAN 32-7 UNIT #228						

EFFECTIVE October 1, 2006

CONOCOPHILLIPS COMPANY

8910004410
NMNM 078423ATHIRTY SIXTH EXPANDED PARTICIPATING AREA
SAN JUAN 32-7 UNIT AREA
FRUITLAND COAL FORMATION
SAN JUAN COUNTY, NEW MEXICO

SERIAL NUMBER	DESCRIPTION	NUMBER OF ACRES	OWNERSHIP	DILLING BLOCK	PERCENTAGE	PERCENTAGE COMMITTED	PERCENT ACTUAL PARTICIPATION
SF-078996	T31N R7W	323.15		TRACT: 010B			2.281985%
SEC 4	LOTS 6, 7, 8, SW/4, NW/4 SE/4		ORRI:		5.000000	5.000000	
SEC 5	LOT 5		ROYALTY:		12.500000	12.500000	
			WORKING INTEREST:				
			PHILLIPS-NEW MEXICO PARTNERS		64.267500	64.267500	
			SAN JUAN BASIN PARTNERSHIP		3.382500	3.382500	
			WILLIAMS PRODUCTION COMPANY		14.850000	14.850000	
			TOTAL		100.000000	100.000000	
REMARKS:	SAN JUAN 32-7 UNIT #216						
SF-078998	T31N R7W	1638.91		TRACT: 011			11.573471%
SEC 9	N/2		ORRI:		5.000000	5.000000	
SEC 17	ALL		ROYALTY:		12.500000	12.500000	
SEC 18	LOTS 5, 6, 7, 8, 9, 10, SW/4 SE/4, NE/4 SE/4, E/2 SW/4, SE/4 NW/4 E/2 NE/4		WORKING INTEREST:				
			PHILLIPS-SAN JUAN PARTNERS, L.P.		67.650000	67.650000	
			WILLIAMS PRODUCTION COMPANY		14.850000	14.850000	
			TOTAL		100.000000	100.000000	
	T32N R7W						
	SEC 34 S/2						

REMARKS: SAN JUAN 32-7 UNIT #6
 SAN JUAN 32-7 UNIT #208
 SAN JUAN 32-7 UNIT #214A
 SAN JUAN 32-7 UNIT #213 COM (CA NM 84048)
 SAN JUAN 32-7 UNIT #227 COM (CA NM 87134)
 SAN JUAN 32-7 UNIT #229
 SAN JUAN 32-7 UNIT #231

EFFECTIVE October 1, 2006

CONOCOPHILLIPS COMPANY

8910004410
NMNM 078423A

THIRTY SIXTH EXPANDED PARTICIPATING AREA
SAN JUAN 32-7 UNIT AREA
FRUITLAND COAL FORMATION
SAN JUAN COUNTY, NEW MEXICO

SERIAL NUMBER	DESCRIPTION	NUMBER OF ACRES	OWNERSHIP	DRILLING BLOCK	PERCENTAGE	PERCENTAGE COMMITTED	PERCENT ACTUAL PARTICIPATION
SF-078998	T32N R7W SEC 33 E/2 SE/4	80.00		TRACT 11A			0.564935%
	ORRI:				5.000000	5.000000	
	ROYALTY:				12.500000	12.500000	
	WORKING INTEREST:						
	CONOCOPHILLIPS COMPANY				67.650000	67.650000	
	WILLIAMS PRODUCTION COMPANY				14.850000	14.850000	
	TOTAL				100.000000	100.000000	
REMARKS:	Middle Mesa Com #3 (CA NM 99454)						
NM-05540	T32N R7W SEC 9 LOT 14	43.09		TRACT 15			0.304288%
	ORRI:				5.000000	5.000000	
	ROYALTY:				12.500000	12.500000	
	WORKING INTEREST:						
	CONOCOPHILLIPS COMPANY				67.650000	67.650000	
	WILLIAMS PRODUCTION COMPANY				14.850000	14.850000	
	TOTAL				100.000000	100.000000	
REMARKS:	SAN JUAN 32-7 UNIT #249						
VC-0006	T32N R7W SEC 16 W/2W/2	160		TRACT 16			1.129870%
	ORRI:				0.000000	0.000000	
	ROYALTY:				20.000000	20.000000	
	WORKING INTEREST:						
	ENERGEN RESOURCES CORP				80.000000	80.000000	
	TOTAL				100.000000	100.000000	
REMARKS:	SAN JUAN 32-7 UNIT #250						
E-503-13	T32N R7W SEC 16 E/2W/2	160.00		TRACT 17			1.129870%
	ORRI:				21.875000	21.875000	
	ROYALTY:				12.500000	12.500000	
	WORKING INTEREST:						
	ENERGEN RESOURCES CORP				65.625000	65.625000	
	TOTAL				100.000000	100.000000	
REMARKS:	SAN JUAN 32-7 UNIT #250						

EFFECTIVE October 1, 2006

CONOCOPHILLIPS COMPANY

8910004410
NIMNM 07/8423ATHIRTY SIXTH EXPANDED PARTICIPATING AREA
SAN JUAN 32-7 UNIT AREA
FRUITLAND COAL FORMATION
SAN JUAN COUNTY, NEW MEXICO

SERIAL NUMBER	DESCRIPTION	NUMBER OF ACRES	OWNERSHIP	DRILLING BLOCK	PERCENTAGE	PERCENTAGE COMMITTED	PERCENT ACTUAL PARTICIPATION
E-503-13	T32N R7W	800.00		TRACT 017A			5.649350%
SEC 32	E/2 W/2		ORRI:		5.000000	5.000000	
SEC 36	ALL		ROYALTY:		12.500000	12.500000	
			WORKING INTEREST:				
REMARKS:	SAN JUAN 32-7 UNIT #204		PHILLIPS-SAN JUAN PARTNERS, L.P.		67.650000	67.650000	
	SAN JUAN 32-7 UNIT #210		WILLIAMS PRODUCTION COMPANY		14.850000	14.850000	
	SAN JUAN 32-7 UNIT #215		TOTAL		100.000000	100.000000	
E-503-13	T32N R7W	320.00		TRACT: 017B			2.259740%
SEC 32	E/2		ORRI:		5.000000	5.000000	
			ROYALTY:		12.500000	12.500000	
			WORKING INTEREST:				
			PHILLIPS-NEW MEXICO PARTNERS		64.267500	64.267500	
			SAN JUAN BASIN PARTNERSHIP		3.382500	3.382500	
			WILLIAMS PRODUCTION COMPANY		14.850000	14.850000	
			TOTAL		100.000000	100.000000	
REMARKS:	SAN JUAN 32-7 UNIT #234						
FEE	T32N R7W	13.36		TRACT 021			0.094344%
SEC 18	EAST 441 FEET OF NE/4 NE/4		ORRI:		0.000000	0.000000	
			ROYALTY:		12.500000	12.500000	
			WORKING INTEREST:				
			PHILLIPS-SAN JUAN PARTNERS, L.P.		71.750000	71.750000	
			WILLIAMS PRODUCTION COMPANY		15.750000	15.750000	
			TOTAL		100.000000	100.000000	
REMARKS:	SAN JUAN 32-7 UNIT #3						
FEE	T32N R7W	657.30		TRACT 021A			4.641648%
SEC 7	LOTS 1-3, SE/4, NE/4SW/4		ORRI:		0.000000	0.000000	
SEC 8	LOTS 1, 2, 3, N/2SE/4, SW/4SE/4, E/2SW/4		ROYALTY:		12.500000	12.500000	
SEC 9	LOT 4, NW/4SW/4		WORKING INTEREST:				
SEC 21	W/2 NE/4		CONOCOPHILLIPS COMPANY		71.750000	71.750000	
REMARKS:	SAN JUAN UNIT #241		WILLIAMS PRODUCTION COMPANY		15.750000	15.750000	
	SAN JUAN UNIT #247		TOTAL		100.000000	100.000000	
	SAN JUAN UNIT #248						
	SAN JUAN UNIT #249						

EFFECTIVE October 1, 2006

CONOCOPHILLIPS COMPANY

8910004410
NMNM 078423A

THIRTY SIXTH EXPANDED PARTICIPATING AREA
SAN JUAN 32-7 UNIT AREA
FRUITLAND COAL FORMATION
SAN JUAN COUNTY, NEW MEXICO

SERIAL NUMBER	DESCRIPTION	NUMBER OF ACRES	OWNERSHIP	DRILLING BLOCK	PERCENTAGE	PERCENTAGE COMMITTED	PERCENT ACTUAL PARTICIPATION
FEE	T32N R7W SEC 21 E/2 NW/4	80.00		TRACT 021B			0.564935%
	ORRI:				0.000000	0.000000	
	ROYALTY:				12.500000	12.500000	
	WORKING INTEREST:						
	PHILLIPS-NEW MEXICO PARTNERS				68.162500	68.162500	
	SAN JUAN BASIN PARTNERSHIP				3.587500	3.587500	
	WILLIAMS PRODUCTION COMPANY				15.750000	15.750000	
	TOTAL				100.000000	100.000000	
REMARKS:	SAN JUAN UNIT #224 COM (CA NM 99453)						
FEE	T32N R7W SEC 18 WEST 879 FEET OF NE/4 NE/4, W/2 NE/4, SE/4 NE/4, SE/4	306.64		TRACT 022			2.165396%
	ORRI:				3.000000	3.000000	
	ROYALTY:				12.500000	12.500000	
	WORKING INTEREST:						
	PHILLIPS-SAN JUAN PARTNERS, L.P.				69.290000	69.290000	
	WILLIAMS PRODUCTION COMPANY				15.210000	15.210000	
	TOTAL				100.000000	100.000000	
REMARKS:	SAN JUAN 32-7 UNIT #3						
FEE	T32N R7W SEC 29 W/2 W/2, SE/4 NW/4, NE/4 SW/4	240.00		TRACT: 022A			1.694805%
	ORRI:				3.000000	3.000000	
	ROYALTY:				12.500000	12.500000	
	WORKING INTEREST:						
	PHILLIPS-NEW MEXICO PARTNERS				65.825500	65.825500	
	SAN JUAN BASIN PARTNERSHIP				3.464500	3.464500	
	WILLIAMS PRODUCTION COMPANY				15.210000	15.210000	
	TOTAL				100.000000	100.000000	
REMARKS:	SAN JUAN 32-7 UNIT #235						
FEE	T32N R7W SEC 20 SW/4 SW/4	40.00		TRACT 022B			0.282468%
	ORRI:				3.000000	3.000000	
	ROYALTY:				12.500000	12.500000	
	WORKING INTEREST:						
	PHILLIPS-NEW MEXICO PARTNERS				69.290000	69.290000	
	WILLIAMS PRODUCTION COMPANY				15.210000	15.210000	
	TOTAL				100.000000	100.000000	
REMARKS:	SAN JUAN 32-7 UNIT #233						

EFFECTIVE October 1, 2006

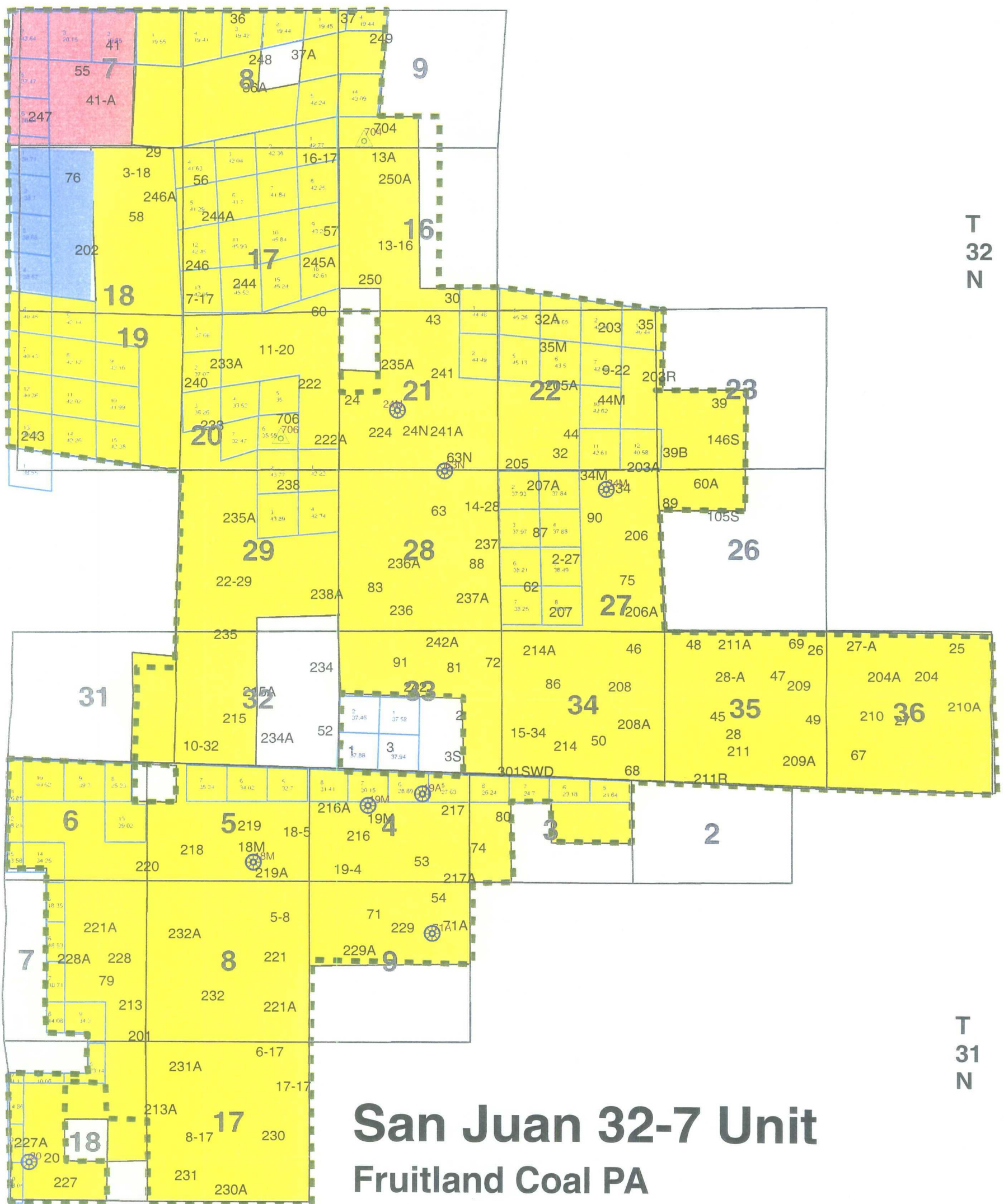
CONOCOPHILLIPS COMPANY

8910004410
NMNM 078423ATHIRTY SIXTH EXPANDED PARTICIPATING AREA
SAN JUAN 32-7 UNIT AREA
FRUITLAND COAL FORMATION
SAN JUAN COUNTY, NEW MEXICO

SERIAL NUMBER	DESCRIPTION	NUMBER OF ACRES	OWNERSHIP	DRLING BLOCK	PERCENTAGE	PERCENTAGE COMMITTED	PERCENT ACTUAL PARTICIPATION
FEE	T32N R7W	200.00		TRACT 022C			1.412338%
	SEC 19 NW/4 NE/4, E/2 NE/4, E/2 SE/4		ORRI:		3.000000	3.000000	
			ROYALTY:		12.500000	12.500000	
			WORKING INTEREST:				
			CONOCOPHILLIPS COMPANY		69.290000	69.290000	
			WILLIAMS PRODUCTION COMPANY		15.210000	15.210000	
			TOTAL		100.000000	100.000000	
REMARKS:	SAN JUAN 32-7 UNIT #240						
FEE	T32N R7W	240.00		TRACT 023A			1.694805%
	SEC 21 SW/4		ORRI:		0.000000	0.000000	
	SEC 20 E/2SE/4		ROYALTY:		12.500000	12.500000	
			WORKING INTEREST:				
			PHILLIPS-NEW MEXICO PARTNERS		68.162500	68.162500	
			SAN JUAN BASIN PARTNERSHIP		3.587500	3.587500	
			WILLIAMS PRODUCTION COMPANY		15.750000	15.750000	
			TOTAL		100.000000	100.000000	
REMARKS:	SAN JUAN UNIT #224 COM (CA NM 99453) SAN JUAN 32-7 UNIT #222A						
FEE	T32N R7W	280.00		TRACT 024			1.977273%
	SEC 31 E/2 SE/4, SE/4 NE/4		ORRI:		0.000000	0.000000	
	SEC 32 W/2 W/2		ROYALTY:		12.500000	12.500000	
			WORKING INTEREST:				
			PHILLIPS-SAN JUAN PARTNERS, L.P.		71.750000	71.750000	
			WILLIAMS PRODUCTION COMPANY		15.750000	15.750000	
			TOTAL		100.000000	100.000000	
REMARKS:	SAN JUAN 32-7 UNIT #215 GRASSY CANYON #3 (CA NM 87178)						
FEE	T32N R7W	99.41		TRACT 025			0.702002%
	SEC 8 LOT 4, W/2SW/4		ORRI:		0.000000	0.000000	
			ROYALTY:		12.500000	12.500000	
			WORKING INTEREST:				
			CONOCOPHILLIPS COMPANY		71.750000	71.750000	
			WILLIAMS PRODUCTION COMPANY		15.750000	15.750000	
			TOTAL		100.000000	100.000000	
REMARKS:	SAN JUAN 32-7 UNIT #248						

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San Juan 32-7 Unit Fruitland Coal PA

- Approved 34th Expan., Effective 12/1/2005
- Proposed 35th Expan., Effective 1/1/2006
- Proposed 36th Expan., Effective 10/1/2006



Land Department
San Juan Business Unit
Farmington, New Mexico
6/2009