

ConocoPhillips

Dean Price, CPL
GRFS / PTRRC
Property Tax, Real Estate, ROW & Claims

ConocoPhillips Company
3401 East 30th Street
Farmington, New Mexico 87402
(505) 599-4027

December 14, 2006

Mr. Mike Stark
San Juan County
100 Oliver
Aztec, New Mexico 87410

Mr. Charlie Perrin
New Mexico Oil Conservation Division
1000 Rio Brazos Road
Aztec, New Mexico 87410

RCVD DEC15'06

OIL CONS. DIV.

DIST. 3

RE: Request for Abandonment of Surface Letter
Oliver #1 well located within NW/4SW/4 Section 8, T30N, R11W
San Juan County, New Mexico 30-045-09666

Dear Sirs:

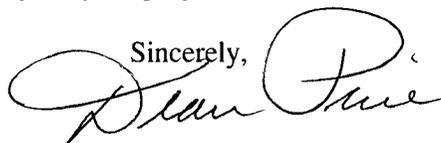
This letter is being provided to you at San Juan County and the New Mexico Oil Conservation Commissions' request. As you are aware, this well bore was drilled and completed in the Aztec Pictured Cliffs formation on November 22, 1953. The well produced for a number of years and was plugged and abandoned July 10, 1991 when the onsite dry hole marker was installed and the surface use and the lands in the immediate vicinity thereof and associated with this wellpad were abandoned. Fifteen years have passed since that abandonment of surface use.

The oil and gas leases associated with this now abandoned gas well are of record in San Juan County and are still effective at this date. Other surface lands and additional "Oliver" wells have been drilled and are being utilized for the natural gas production that continues to hold these leases in effect. Burlington Resources Oil & Gas Company LP, "hereinafter Burlington", an affiliate of ConocoPhillips Company, continues to hold onto and own all of its oil and gas leasehold interests, rights and obligations, both express and implied, under the referenced oil and gas leases that were once associated with this now abandoned oil and gas wellbore.

Burlington acknowledges that the surface owner(s) of the lands surrounding this abandoned natural gas well have their rights to utilize these properties and to incorporate them, as you have informed us and done so, into a San Juan County fire station facility. Burlington congratulates San Juan County on this venture and wishes them the best in these efforts on behalf of the public.

There are no pending plans of Burlington, as operator and an owner in those oil and gas lease(s), to disturb the surface acreage surrounding the dry hole marker that you have incorporated into the plans for your new fire station. The local public will have the benefit of this new facility for years to come.

We continue to enjoy working with San Juan County and the New Mexico Oil Conservation Commission. Please don't hesitate to call me at the above listed number if you should have any questions or to inform us if this letter is not satisfactory for your purposes.

Sincerely,

Dean Price

C: Operational Well File - Oliver #1
MLM, LCD
JW, RN