

JUN 2 PM 12 06

State of New Mexico

Commissioner of Public Lands

310 OLD SANTA FE TRAIL P.O. BOX 1148 SANTA FE, NEW MEXICO 87504-1148

COMMISSIONER'S OFFICE

Phone (505) 827-5760 Fax (505) 827-5766 www.nmstatelands.org

May 26, 2006

PATRICK H. LYONS

COMMISSIONER

ConocoPhillips P.O. Box 2197 Three Westlake Park – 14068 Houston, Texas 77252-2197

Attn: Ms. Michelle D. Blankenship

Re: 2006 Plan of Development 1st Amendment San Juan 28-7 Unit Rio Arriba County, New Mexico

Dear Ms. Blankenship:

The Commissioner of Public Lands has, of this date, approved the referenced Amended Plan of Development. Our approval is subject to like approval by all other appropriate agencies. The possibility of drainage by wells outside the unit area, and the need for further development of the unit may exist; therefore, we may contact you at a later date regarding these possibilities.

If you have any questions or if we may be of further help, please contact Pete Martinez at (505) 827-5791.

Very truly yours,

PATRICK H. LYONS COMMISSIONER OF PUBLIC LANDS

BY:

JAMI BAILEY, Director Oil, Gas and Minerals Division (505) 827-5744

PL/JB/cpm xc: Reader File

BLM

-State Land Office Beneficiaries -

Carrie Tingley Hospital • Charitable Penal & Reform • Common Schools • Eastern NM University • Rio Grande Improvement • Miners' Hospital of NM •NM Boys School • NM Highlands University • NM Institute of Mining & Technology • New Mexico Military Institute•NM School for the Deaf • NM School for the Visually Handicapped • NM State Hospital • New Mexico State University • Northern NM Community College • Penitentiary of New Mexico • Public Buildings at Capital • State



2006 APR 19 PM 1 12

April 10, 2006

•

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

Commissioner of Public Lands State of New Mexico P.O. Box 1148 Santa Fe, New Mexico 87501-1148

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

RE: San Juan 28-7 Unit; N. 14-08-001-459 Rio Arriba County, New Mexico First Amendment - 2006 Plan of Development

Dear Sir or Madam:

By letter dated February 8, 2006, ConocoPhillips Company, as Unit Operator for the referenced Unit, filed the original Plan of Development (POD) for the calendar year 2006. Pursuant to Section 10 of the San Juan 28-7 Unit Agreement, ConocoPhillips now desires to amend the 2006 POD as follows:

GPU Well # Section Township Range Formation 30 Irregular W/2 18 28N 7W Dakota 7W 199G W/2 18 28N Mesaverde

Amend by addition, the following new completions:

Prior to recompleting the #199G to the Mesaverde, ConocoPhillips plans to shut-in the #30 Mesaverde completion. Thereafter, ConocoPhillips intends to deepen the #30 to the Dakota and permanently abandon the Mesaverde. This Amendment to the 2006 POD is made in order to secure APD approval of this project prior to the formal filing of the 2007 POD.

Michelle Blankenship Senior Land Analyst Mid-America Business Unit

ConocoPhillips Company 600 N. Dairy Ashford Westlake III – Room 14068 Houston, TX 77079 Phone: 832-486-3054 Fax: 832-486-2674 Your timely approval of this amendment would be greatly appreciated. Please do so by executing a copy of this letter and returning to the undersigned. Should you have any questions regarding this proposal, please contact me at 832-486-3054.

Copies of this letter are being sent to the working interest owners shown on the attached sheet.

Sincerely,

Michell Blackerstjo

Michelle Blankenship Encl.

| Bureau of Land Management | Date |
|---|------|
| New Mexico Commissioner of Public Lands | Date |
| New Mexico Oil Conservation Division | Date |

The foregoing approvals are for the First Amendment to the 2006 Plan of Development for the San Juan 28-7 Unit, #14-08-001-459, Rio Arriba County, New Mexico.