



March 29, 2006

WILLIAMS PRODUCTION COMPANY, LLC
One Williams Center
P.O. Box 3102
Tulsa, OK 74101-3102
918/573-6169

Assistant District Manager, Minerals
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 87504-1148

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

Re: Cox Canyon Unit I, Sec.No.946
San Juan County, New Mexico
2006 Plan of Development

2006 MAR 31 PM 12 38

Gentlemen:

By letter dated March 23, 2005, Williams Production Company, as Cox Canyon Unit Operator, filed the 2005 Plan of Development for the referenced Unit. Following is a summary of operations proposed under the 2005 Plan of Development:

<u>Well Name</u>	<u>Formation</u>	<u>Operation Status</u>
New Mexico 32-11 Com #1B	Mesaverde	Drilled and completed
(Mesaverde/Dakota Dual)	Dakota	Drilled and completed
New Mexico 32-11 Com #1C	Mesaverde	Drilled and completed
(Mesaverde/Dakota Dual)	Dakota	Drilled and completed
Cox Canyon Unit #3C	Mesaverde	Carry over to 2006 POD
Cox Canyon Unit #4C	Mesaverde	Carry over to 2006 POD
Cox Canyon Unit #5B	Mesaverde	Carry over to 2006 POD
(Mesaverde/Dakota Dual)	Dakota	Carry over to 2006 POD
Cox Canyon Unit #5C	Mesaverde	Carry over to 2006 POD
Cox Canyon Unit #6B	Mesaverde	Drilled and completed
Cox Canyon Unit #6C	Mesaverde	Drilled and completed
Cox Canyon Unit #7B	Mesaverde	Carry over to 2006 POD
Cox Canyon Unit #7C	Mesaverde	Carry over to 2006 POD
Cox Canyon Unit Com #9B	Mesaverde	Carry over to 2006 POD
Cox Canyon Unit Com #9C	Mesaverde	Carry over to 2006 POD
Cox Canyon Unit Com #204	Fruitland Coal	Drilled and completed

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The Participating Areas, which have been established in the Cox Canyon Unit, are as follows:

<u>Formation</u>	<u>Revision</u>	<u>Effective</u>
Pictured Cliffs	Fifth	October 2, 1977
Mesaverde	Initial	July 23, 1953

Attached are maps of each of the producing formations within the Cox Canyon Unit showing the boundaries of the Participating Areas as applicable. There were no wells commingled, recompleted or abandoned within the Cox Canyon Unit during 2005.

Pursuant to Section 10 the Cox Canyon Unit Agreement, Williams Production Company, as Unit Operator, proposes a Plan of Development providing for the completion of the following wells during 2006:

<u>Well Name</u>	<u>Drilling Block</u>	<u>Formation</u>
Cox Canyon Unit #3C	All Sec.09, T32N, R11W	Mesaverde
(Mesaverde/Dakota Dual)	All Sec.09, T32N, R11W	Dakota
Cox Canyon Unit #4C	E/2 Sec.21, T32N, R11W	Mesaverde
(Mesaverde/Dakota Dual)	E/2 Sec.21, T32N, R11W	Dakota
Cox Canyon Unit #5B	W/2 Sec.21, T32N, R11W	Mesaverde
(Mesaverde/Dakota Dual)	W/2 Sec.21, T32N, R11W	Dakota
Cox Canyon Unit #5C	W/2 Sec.21, T32N, R11W	Mesaverde
Cox Canyon Unit #7B	W/2 E/2 & E/2 W/2 Sec.17, T32N, R11W	Mesaverde
(Mesaverde/Dakota Dual)	*W/2 E/2 & E/2 W/2 Sec.17, T32N, R11W	Dakota
Cox Canyon Unit #7C	W/2 E/2 & E/2 W/2 Sec.17, T32N, R11W	Mesaverde
(Mesaverde/Dakota Dual)	*W/2 E/2 & E/2 W/2 Sec.17, T32N, R11W	Dakota
Cox Canyon Unit Com #9B	N/2 Sec.20, T32N, R11W	Mesaverde
(Mesaverde/Dakota Dual)	N/2 Sec.20, T32N, R11W	Dakota
Cox Canyon Unit Com #9C	N/2 Sec.20, T32N, R11W	Mesaverde
(Mesaverde/Dakota Dual)	N/2 Sec.20, T32N, R11W	Dakota

*The Non-Standard Proration Unit for the Dakota formation as indicated above has not been approved by the New Mexico Oil Conservation Division.

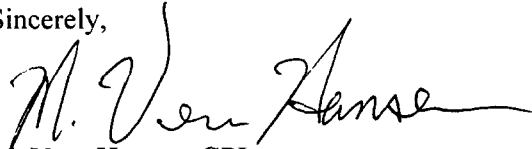
Williams Production Company, as Unit Operator, will drill any offset wells that may be required to prevent drainage of unitized substances and any other wells deemed necessary or which are requested by the Unit Operator or Working Interest Owners.

If this Plan of Development is acceptable, please signify your approval, as required under Section 10 of the Unit Agreement, in the space provided on the enclosed sheet and return an approved copy to Williams Production Company.

Cox Canyon
2006 Plan of Development
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Copies of this Plan of Development are being sent to the Working Interest Owners as shown on the enclosed sheet.

Sincerely,

A handwritten signature in black ink, appearing to read "M. Vern Hansen". The signature is fluid and cursive, with a long horizontal stroke at the end.

M. Vern Hansen, CPL
Staff Landman

Enclosures

cc: Working Interest Owners
Mike Turnbaugh
Kris Russell
Bryan Holmes
Tracy Ross
Gary Sizemore
Ralph Hawks
Kirk Place
Larry Higgins

Cox Canyon
2006 Plan of Development
March 29, 2006

APPROVED: _____
Assistant District Manager, Minerals
Bureau of Land Management
Subject to like approval by the
Commissioner of Public Lands and
The Oil Conservation Commission

DATE: _____

APPROVED: _____
Commissioner of Public Lands
Subject to like approval by the
Area Oil and Gas Supervisor and
The Oil Conservation Commission

DATE: _____

APPROVED: _____
Oil Conservation Commission
Subject to like approval by the
Area Oil and Gas Supervisor and
The Commissioner of Public Lands

DATE: _____

The foregoing approvals are for the 2006 Plan of Development for the Cox Canyon Unit I,
Sec.No.946, San Juan County, New Mexico.

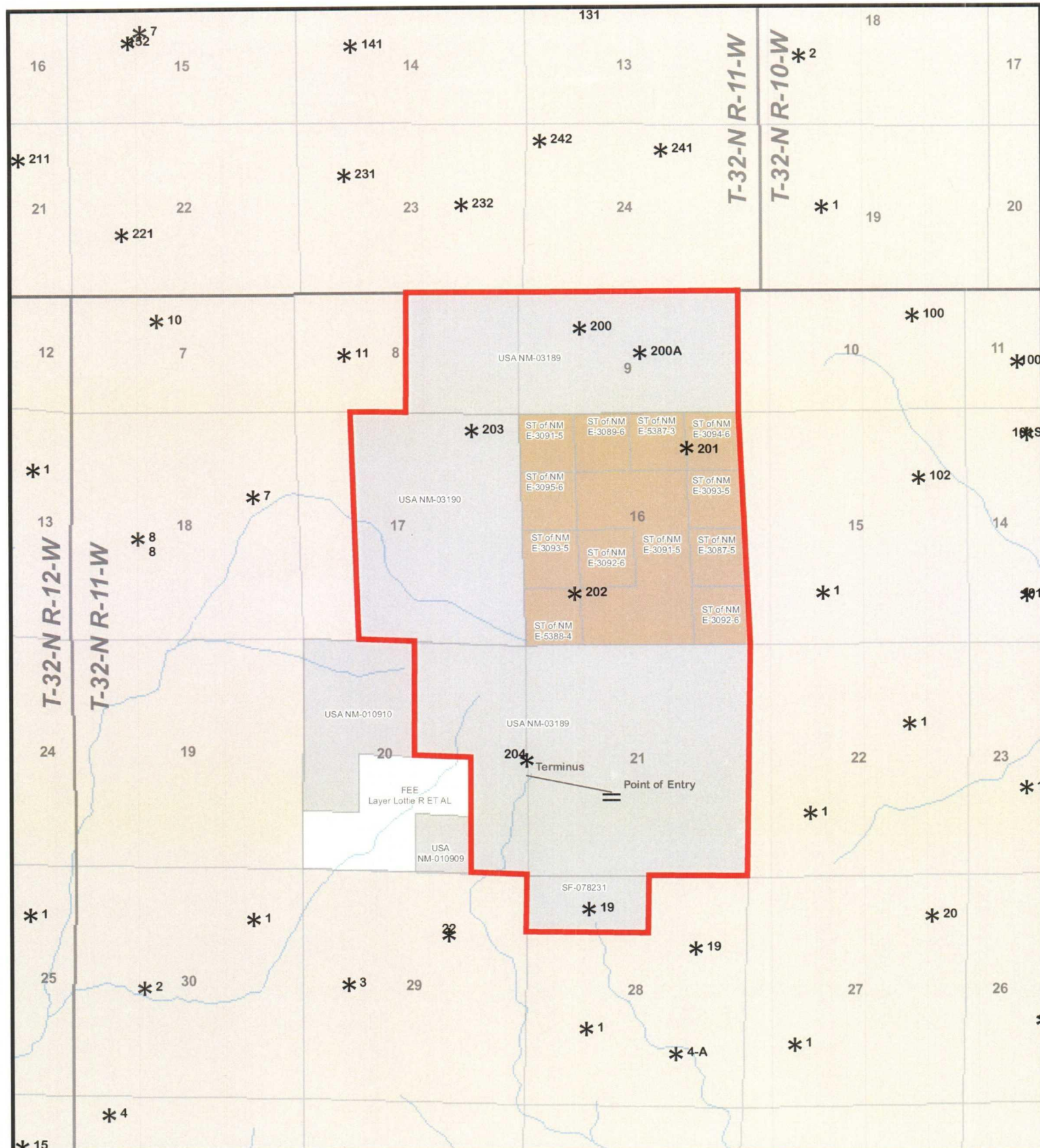
Cox Canyon
2006 Plan of Development
March 29, 2006


**WORKING INTEREST OWNERS
COX CANYON UNIT**

BP America Production Company
Attn: John Larson
501 Westlake Park Boulevard (77079)
P.O. Box 3092
Houston, TX 77253-3092

Burlington Resources
Attn: Land Department
P. O. Box 4289
Farmington, NM 87499-4289

ConocoPhillips Company
Attn: Chief Landman, San Juan/Rockies
P. O. Box 2197
Houston, TX 77252






Exporation & Production

Cox Canyon

Fruitland Formation

San Juan County, New Mexico

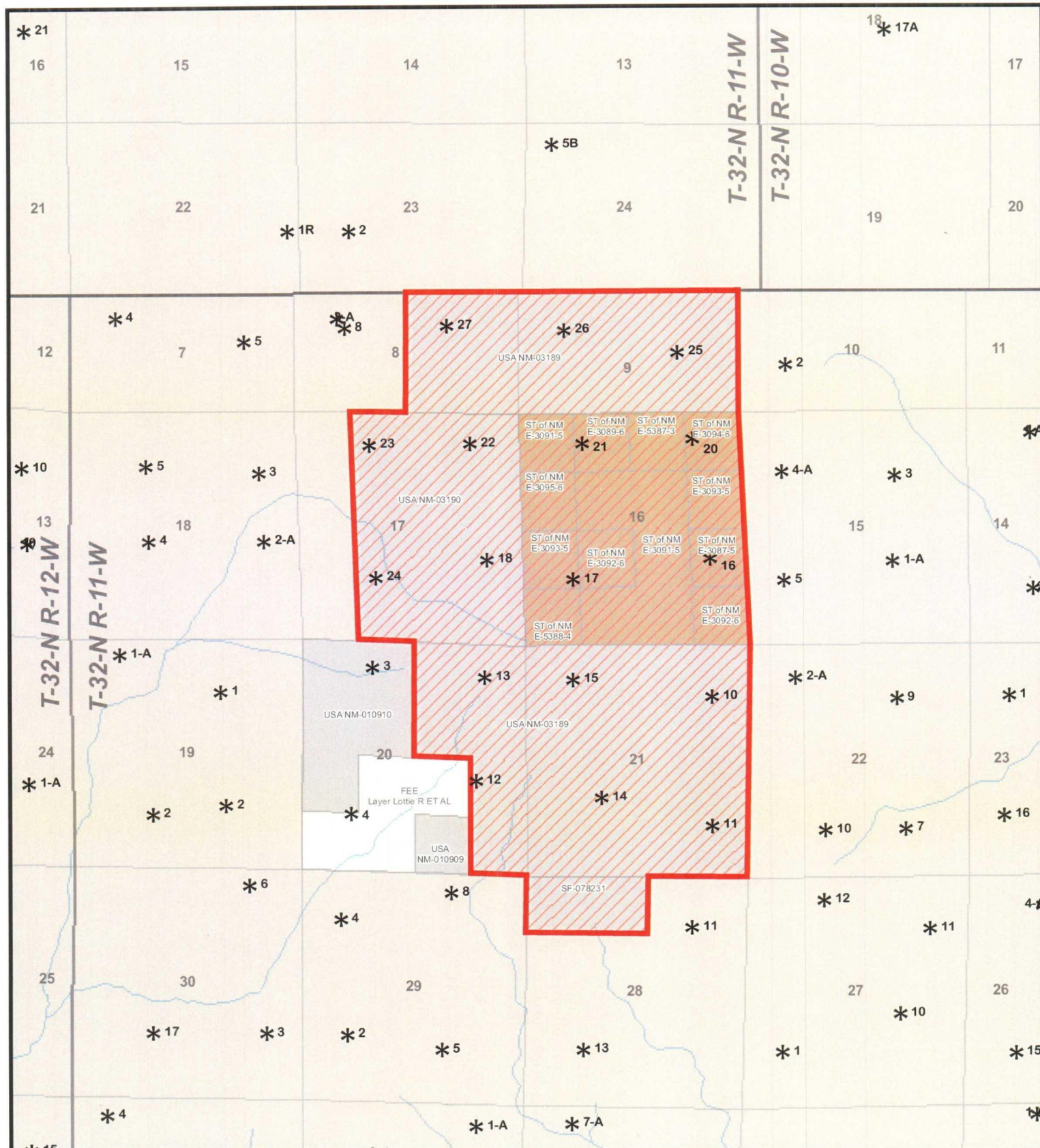


Scale: 1:36,000

Date: 3/20/2006

Projection: NAD 1983 State Plane NM West

Author: SA



- * Pictured Cliffs Wells
- /// Pictured Cliffs Participating Area
- Cox Canyon Unit
- Mineral Ownership**
- Federal
- Fee
- State

2,000 0 2,000 4,000
Feet



Exploration & Production



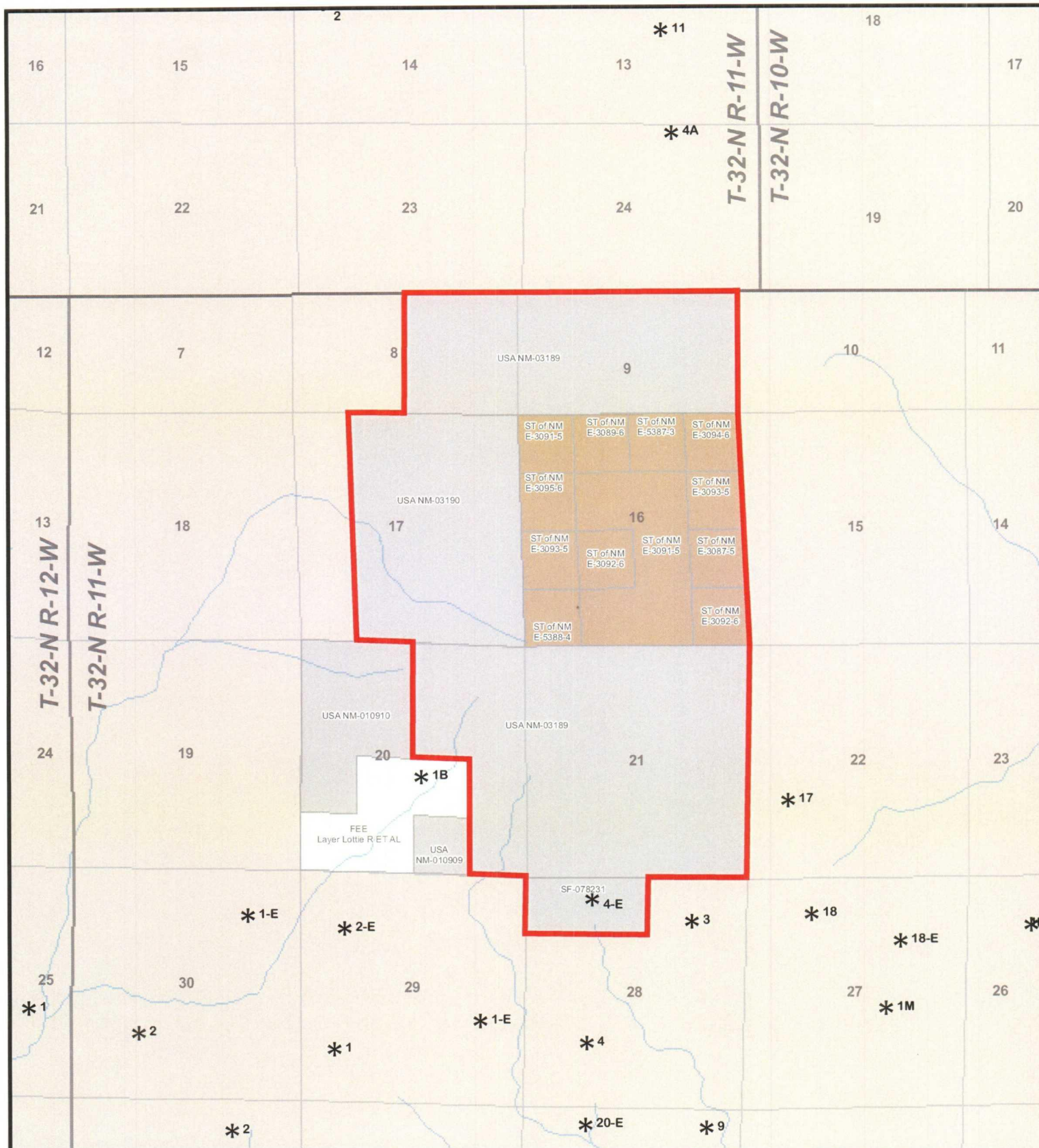
Cox Canyon
Pictured Cliffs Formation
San Juan County, New Mexico


Scale: 1:36,000

Projection: NAD 1983 State Plane NM West


Date: 3/20/2006

Author: SA





Cox Canyon
Dakota Formation
San Juan County, New Mexico



Scale: 1:36,000	Projection: NAD 1983 State Plane NM West
Date: 3/20/2006	Author: SA

***** Dakota Wells

 Cox Canyon Unit

Mineral Ownership

Federal

Fee

State

2,000 0 2,000 4,000

Feet