



ConocoPhillips Company
San Juan Business Unit
3401 E. 30th Street
Farmington, NM 87402

2006 OCT 24 AM 11 58

October 23, 2006

Bureau of Land Management (3)
Attn: Ms. Margie DuPree
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 Dept.
Attn: Ms. Lori Wrotenbery
1220 S. Saint Francis Dr.
Santa Fe, NM 87505

RE: **SAN JUAN 29-5 UNIT, - UA -14-08-001-437**
Rio Arriba County, New Mexico
Dakota Participating Area
14th EXPANSION, Effective 2/1/1999

Dear Sir or Madam:

Pursuant to Section 11(a) of the above referenced Unit Agreement, approved September 8, 1952, **CONOCOPHILLIPS**, as **Unit Operator**, has determined that the following well is capable of producing unitized substances in paying quantities from the Dakota formation, thereby should be admitted to the Dakota Participating Area. Pursuant to BLM letter dated September 12, 2006, listed below is the well that has been deemed commercial.

FOURTEENTH EXPANSION - EFFECTIVE 2/1/99

<u>Well Name</u>	<u>Tract/Acres</u>	<u>Tr. Description</u>	<u>Compl. Date</u>
San Juan 29-5 Unit #32M	Tr.3A / 320.00	W/2, 29-29N-5W	1/27/99

The Schedule for the Fourteenth 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.

ConocoPhillips 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 on the attached list.

Sincerely,

Dawn Howell
Sr. Land Technician

RECAPITULATION

THE 014 EXPANDED PARTICIPATING AREA FOR DAKOTA FORMATION
SAN JUAN 29-5 UNIT AREA

DESCRIPTION OF COMMITTED LANDS IN PARTICIPATING AREA:

TOWNSHIP 029N, RANGE 005W

SEC. 007 SE/4

LOT: 3 (38.960000 acres)

SEC. 007

LOT: 4 (18.220000 acres)

Exception: TRACT #37 LESS NORTH 10.46 ACRES

SEC. 017 S/2

SEC. 018 SW/4, W/2 NW/4, SE/4 NW/4

SEC. 018 NE/4 NW/4

SEC. 018 E/2

SEC. 019 ALL

SEC. 020 S/2

SEC. 020 N/2

SEC. 021 W/2, W/2 NE/4, NW/4 SE/4

SEC. 021 E/2 NE/4

SEC. 021 SW/4 SE/4

SEC. 022

Exception: ONE ACRE OUT OF SW CORNER OF W2 NW/4

SEC. 022 E/2 NW/4

Exception: SW/4 LESS TWO ACRES OUT OF NE/SW

SEC. 022

Exception: ON THESE TWO ACRES IS A CATHOLIC CHURCH
DEDICATED TO SANTO NINO LOCATED IN THE NW CORNER
IN THE N2 SE4

SEC. 022

Exception: W2 NW/4 LESS 1 ACRE

SEC. 026 W/2

SEC. 027 SW/4

SEC. 027 S/2 NW/4, NE/4

SEC. 027 SE/4

SEC. 027 N/2 NW/4

SEC. 028 N/2 NW/4, SW/4 NW/4, S/2 SW/4

SEC. 028 SE/4, N/2 SW/4, SE/4 NW/4, SW/4 NE/4

SEC. 028 NW/4 NE/4

SEC. 029 SE/4

SEC. 029 NE/4, W/2

SEC. 030 W/2, N/2 SE/4

SEC. 030 SW/4 SE/4

SEC. 030 SE/4 SE/4

SEC. 031 N/2 NW/4, NE/4 NE/4

SEC. 031 N/2 SE/4, NE/4 SW/4

SEC. 031 S/2 SE/4, SE/4 SW/4

SEC. 031 W/2 SW/4, S/2 SW/4 NW/4

SEC. 031 W/2 NE/4, SE/4 NE/4, SE/4 NW/4, N/2 SW/4 NW/4

DESCRIPTION OF NON-COMMITTED LANDS IN PARTICIPATING AREA:

TOWNSHIP 029N, RANGE 005W

SEC. 021 E/2 SE/4

SEC. 028 E/2 NE/4

RECAPITULATION

THE 014 EXPANDED PARTICIPATING AREA FOR DAKOTA FORMATION
SAN JUAN 29-5 UNIT AREA

DESCRIPTION OF COMMITTED LANDS IN PARTICIPATING AREA:

DESCRIPTION OF NON-COMMITTED LANDS IN PARTICIPATING AREA:

SEC. 032	W/2 NW/4
SEC. 032	E/2 SE/4
SEC. 032	NE/4, SE/4 NW/4, W/2 SW/4
SEC. 032	NE/4 NW/4
SEC. 032	E/2 SW/4, W/2 SE/4
SEC. 033	W/2 NE/4
SEC. 033	E/2 NW/4
SEC. 033	E/2 E/2, W/2 SE/4
SEC. 033	S/2 SW/4
SEC. 033	W/2 NW/4, N/2 SW/4
SEC. 034	SE/4 SW/4, S/2 SE/4, NE/4 SE/4, SE/4 NE/4
SEC. 034	SE/4 NW/4, SW/4 NE/4, NW/4 SE/4
Exception: NE/4 SW/4 LESS 32 ACRES IN THE SW C	
SEC. 034	
Exception: 32 ACRES OUT OF THE SW CORNER OF THE	
NE/4 SW/4	
SEC. 034	W/2 W/2, NE/4 NW/4, N/2 NE/4
SEC. 035	ALL
TOTAL ACRES COMMITTED: 9280.00	
TOTAL NUMBER OF ACRES IN PARTICIPATING AREA:	
EFFECTIVE DATE: 02/01/99	

TOTAL ACRES NON-COMMITTED: 160.00

9440.00

RUN DATE 10/23/06
RUN TIME 10:46:04
CREATED BY: COPC

CONOCOPHILLIPS COMPANY - OPERATOR
THE 014 EXPANDED PARTICIPATING AREA FOR DAKOTA FORMATION
SAN JUAN 29-5 UNIT AREA
RIO ARRIBA, NEW MEXICO
EFFECTIVE 02/01/1999

SERIAL NUMBER	DESCRIPTION	NUMBER OF ACRES	OWNERSHIP	DILLING BLOCK	GW/ PERCENTAGE	NRI PERCENTAGE	PARTICIPATION FACTOR
SF-078277	T-029N R-005W ----- SEC. 018 SW/4, W/2 NW/4, SE/4 NW/4 (280.00 acres)	280.00	ORRI: ROYALTY: WORKING INTEREST: BURLINGTON RESOURCES O&G CO LP	TRACT: 001	0.000000 0.000000 100.000000	4.000000 12.500000 83.500000	3.017241 -----
	TOTAL				100.000000	100.000000	
SF-078277	T-029N R-005W ----- SEC. 007 SE/4 (160.00 acres) LOT 3 (38.960000 acres)	198.96	ORRI: ROYALTY: WORKING INTEREST: BURLINGTON RESOURCES O&G CO LP	TRACT: 001A	0.000000 0.000000 100.000000	4.000000 12.500000 83.500000	2.143966 -----
	TOTAL				100.000000	100.000000	
SF-078281	T-029N R-005W ----- SEC. 017 S/2 (320.00 acres) SEC. 018 E/2 (320.00 acres) SEC. 020 N/2 (320.00 acres)	960.00	ORRI: ROYALTY: WORKING INTEREST: CONOCOPHILLIPS COMPANY	TRACT: 002	0.000000 0.000000 100.000000	4.000000 12.500000 83.500000	10.344828 -----
	TOTAL				100.000000	100.000000	
SF-078282	T-029N R-005W ----- SEC. 019 ALL (640.00 acres) SEC. 030 SE/4 SE/4 (40.00 acres)	680.00	ORRI: ROYALTY: WORKING INTEREST: BURLINGTON RESOURCES O&G CO LP	TRACT: 003	0.000000 0.000000 100.000000	4.000000 12.500000 83.500000	7.327586 -----
	TOTAL				100.000000	100.000000	
SF-078282	T-029N R-005W -----	600.00	ORRI:	TRACT: 003A	0.000000	4.500000	6.465517 -----

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CONOCOPHILLIPS COMPANY - OPERATOR
THE 014 EXPANDED PARTICIPATING AREA FOR DAKOTA FORMATION
SAN JUAN 29-5 UNIT AREA
RIO ARRIBA, NEW MEXICO
EFFECTIVE 02/01/1999

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SERIAL NUMBER	DESCRIPTION	NUMBER OF ACRES	OWNERSHIP	DILLING BLOCK	GW PERCENTAGE	NRI PERCENTAGE	PARTICIPATION FACTOR
NM-011348	SEC. 029 NE/4, W/2 (480.00 acres)		ROYALTY:		0.000000	12.500000	
			WORKING INTEREST:				
	SEC. 031 N/2 NW/4, NE/4 NE/4 (120.00 acres)		BURLINGTON RESOURCES O&G CO LP		100.000000	83.000000	
			TOTAL		100.000000	100.000000	
			TRACT: 004A				0.862069
NM-011348	T-029N R-005W	80.00	ORRI:		0.000000	5.000000	
			ROYALTY:		0.000000	12.500000	
	SEC. 033 W/2 NE/4 (80.00 acres)		WORKING INTEREST:		100.000000	82.500000	
			BOLACK MINERALS		100.000000		
			TOTAL		100.000000	100.000000	
NM-011348	T-029N R-005W	120.00	TRACT: 004B				1.293103
			ORRI:		0.000000	0.000000	
	SEC. 031 N/2 SE/4, NE/4 SW/4 (120.00 acres)		ROYALTY:		0.000000	12.500000	
			WORKING INTEREST:		100.000000	87.500000	
			BOLACK MINERALS		100.000000		
NM-011348-A	T-029N R-005W	80.00	TRACT: 004C				0.862069
			ORRI:		0.000000	0.000000	
	SEC. 033 E/2 NW/4 (80.00 acres)		ROYALTY:		0.000000	12.500000	
			WORKING INTEREST:		100.000000	87.500000	
			BURLINGTON RESOURCES O&G CO LP		100.000000		
SF-078410-A	T-029N R-005W	120.00	TRACT: 006A				1.293103
			ORRI:		0.000000	5.000000	
	SEC. 031 S/2 SE/4, SE/4 SW/4 (120.00 acres)		ROYALTY:		0.000000	12.500000	
			WORKING INTEREST:		100.000000	82.500000	
			BURLINGTON RESOURCES O&G CO LP		100.000000		
Tract Remarks:							

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CONOCOPHILLIPS COMPANY - OPERATOR
THE 014 EXPANDED PARTICIPATING AREA FOR DAKOTA FORMATION
SAN JUAN 29-5 UNIT AREA
RIO ARriba, NEW MEXICO
EFFECTIVE 02/01/1999

SERIAL NUMBER	DESCRIPTION	NUMBER OF ACRES	OWNERSHIP	DILLING BLOCK	GWI PERCENTAGE	NRI PERCENTAGE	PARTICIPATION FACTOR
20.625% NPI BORNE SOLELY BY EPPC, GLA-4							
10 SETTLED EFF. 1-1-94.					100.000000	100.000000	
TOTAL							
SF-078412	T-029N R-005W	200.00		TRACT: 007			2.155172
SEC. 034 SE/4 SW/4, S/2 SE/4, NE/4 SE/4, SE/4 NE/4 (200.00 acres)					0.000000	5.000000	
ROYALTY:					0.000000	12.500000	
WORKING INTEREST:					100.000000	82.500000	
BURLINGTON RESOURCES O&G CO LP							
Tract Remarks:							
20.625% NPI BORNE SOLELY BY EPPC, GLA-4					100.000000	100.000000	
10 SETTLED EFF. 1-1-94.							
TOTAL							
SF-078917	T-029N R-005W	960.00		TRACT: 012			10.344828
SEC. 026 W/2 (320.00 acres)					0.000000	5.000000	
ROYALTY:					0.000000	12.500000	
WORKING INTEREST:					100.000000	82.500000	
CONOCOPHILLIPS COMPANY							
SEC. 035 ALL (640.00 acres)					100.000000	100.000000	
TOTAL							
SF-079851	T-029N R-005W	400.00		TRACT: 015			4.310345
SEC. 030 W/2, N/2 SE/4 (400.00 acres)					0.000000	4.500000	
ROYALTY:					0.000000	12.500000	
WORKING INTEREST:					100.000000	83.000000	
BURLINGTON RESOURCES O&G CO LP							
TOTAL					100.000000	100.000000	
NM-011349	T-029N R-005W	160.00		TRACT: 016A			1.724138
SEC. 027 SW/4					0.000000	5.000000	
ROYALTY:					0.000000	12.500000	

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SERIAL NUMBER	DESCRIPTION	NUMBER OF ACRES	OWNERSHIP	DRILLING BLOCK	GW/ PERCENTAGE	NRI PERCENTAGE	PARTICIPATION FACTOR
NM-011349-A	(160.00 acres)		WORKING INTEREST:				
			BOLACK MINERALS		100.000000	82.500000	
			TOTAL		100.000000	100.000000	
	T-029N R-005W	240.00	TRACT: 016B				2.586207
	SEC. 027 S/2 NW/4, NE/4 (240.00 acres)		ORRI: ROYALTY: WORKING INTEREST: BURLINGTON RESOURCES O&G CO LP		0.000000 0.000000 100.000000	0.000000 12.500000 87.500000	
NM-011349-B			TOTAL		100.000000	100.000000	
	T-029N R-005W	160.00	TRACT: 016C				1.724138
	SEC. 027 SE/4 (160.00 acres)		ORRI: ROYALTY: WORKING INTEREST: BURLINGTON RESOURCES O&G CO LP		0.000000 0.000000 100.000000	5.000000 12.500000 82.500000	
			TOTAL		100.000000	100.000000	
NM-011350							
	T-029N R-005W	240.00	TRACT: 017A				2.586207
	SEC. 033 E/2 E/2, W/2 SE/4 (240.00 acres)		ORRI: ROYALTY: WORKING INTEREST: BOLACK MINERALS		0.000000 0.000000 100.000000	5.000000 12.500000 82.500000	
			TOTAL		100.000000	100.000000	
NM-011350-A							
	T-029N R-005W	360.00	TRACT: 017B				3.879310
	SEC. 033 S/2 SW/4 (80.00 acres)		ORRI: ROYALTY: WORKING INTEREST: BURLINGTON RESOURCES O&G CO LP		0.000000 0.000000 100.000000	0.000000 12.500000 87.500000	
	SEC. 034 W/2 W/2, NE/4 NW/4, N/2 NE/4 (280.00 acres)						

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THE 014 EXPANDED PARTICIPATING AREA FOR DAKOTA FORMATION
SAN JUAN 29-5 UNIT AREA
RIO ARriba, NEW MEXICO
EFFECTIVE 02/01/1999

SERIAL NUMBER	DESCRIPTION	NUMBER OF ACRES	OWNERSHIP	DRILLING BLOCK	GWI PERCENTAGE	NRI PERCENTAGE	PARTICIPATION FACTOR
NM-03188	T-029N R-005W ----- SEC. 020 S/2 (320.00 acres)	320.00	ORRI: ROYALTY: WORKING INTEREST: BURLINGTON RESOURCES O&G CO LP	TRACT: 021	0.000000 0.000000 100.000000	4.000000 12.500000 83.500000	3.448276 -----
	TOTAL				100.000000	100.000000	
NM-03188	T-029N R-005W ----- SEC. 029 SE/4 (160.00 acres)	160.00	ORRI: ROYALTY: WORKING INTEREST: BURLINGTON RESOURCES O&G CO LP	TRACT: 021A	0.000000 0.000000 100.000000	5.000000 12.500000 82.500000	1.724138 -----
	TOTAL				100.000000	100.000000	
NM-03188	T-029N R-005W ----- SEC. 028 N/2 NW/4, SW/4 NW/4, S/2 SW/4 (200.00 acres)	200.00	ORRI: ROYALTY: WORKING INTEREST: CONOCOPHILLIPS COMPANY	TRACT: 021B	0.000000 0.000000 100.000000	0.500000 0.000000 99.500000	2.155172 -----
	TOTAL				100.000000	100.000000	
NM-03188	T-029N R-005W ----- SEC. 021 W/2, W/2 NE/4, NW/4 SE/4 (440.00 acres)	440.00	ORRI: ROYALTY: WORKING INTEREST: CONOCOPHILLIPS COMPANY	TRACT: 021C	0.000000 0.000000 100.000000	0.500000 0.000000 99.500000	4.741379 -----
	TOTAL				100.000000	100.000000	
E-289-3	T-029N R-005W	80.00		TRACT: 022			0.862069

CONOCOPHILLIPS COMPANY - OPERATOR
THE 014 EXPANDED PARTICIPATING AREA FOR DAKOTA FORMATION
SAN JUAN 29-5 UNIT AREA
RIO ARriba, NEW MEXICO
EFFECTIVE 02/01/1999

SERIAL NUMBER	DESCRIPTION	NUMBER OF ACRES	OWNERSHIP	DILLING BLOCK	GWI PERCENTAGE	NRI PERCENTAGE	PARTICIPATION FACTOR
E-289-51	----- SEC. 032 W/2 NW/4 (80.00 acres)	80.00	ORRI:	TRACT: 022A	0.000000	0.000000	-----
			ROYALTY:		0.000000	12.500000	
			WORKING INTEREST:				
			CONOCOPHILLIPS COMPANY		100.000000	87.500000	
			TOTAL		100.000000	100.000000	0.862069
E-289-52	----- T-0229N R-005W SEC. 032 E/2 SE/4 (80.00 acres)	280.00	ORRI:	TRACT: 022C	0.000000	5.000000	-----
			ROYALTY:		0.000000	12.500000	
			WORKING INTEREST:				
			BURLINGTON RESOURCES O&G CO LP		100.000000	82.500000	
			TOTAL		100.000000	100.000000	3.017241
E-289-50	----- T-0229N R-005W SEC. 032 NE/4 NW/4 (40.00 acres)	40.00	ORRI:	TRACT: 022D	0.000000	5.000000	-----
			ROYALTY:		0.000000	12.500000	
			WORKING INTEREST:				
			BURLINGTON RESOURCES O&G CO LP		100.000000	82.500000	
			TOTAL		100.000000	100.000000	0.431035
GOMEZ, J FELIX T-029N R-005W	----- SEC. 018 NE/4 NW/4 (40.00 acres)	40.00	ORRI:	TRACT: 024	0.000000	4.000000	-----
			ROYALTY:		0.000000	12.500000	
			WORKING INTEREST:				
							0.431035

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RIO ARRIBA, NEW MEXICO
EFFECTIVE 02/01/1999

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SERIAL NUMBER	DESCRIPTION	NUMBER OF ACRES	OWNERSHIP	DRILLING BLOCK	GW/ PERCENTAGE	NRI PERCENTAGE	PARTICIPATION FACTOR
BURLINGTON RESOURCES O&G CO LP							
					100.000000	83.500000	
	TOTAL				100.000000	100.000000	
GOMEZ, J FELIX T-029N R-005W							
		121.04		TRACT: 024A			1.304310
	SEC. 007 (18.22 acres)		ORRI:		0.000000	4.000000	
	LOT 4 (18.220000 acres)		ROYALTY:		0.000000	12.500000	
	102.82 acres, Exception:		WORKING INTEREST:				
	TRACT #37 LESS NORTH 10.46		BURLINGTON RESOURCES O&G CO LP		100.000000	83.500000	
	ACRES						
	TOTAL				100.000000	100.000000	
FEE T-029N R-005W							
		159.00		TRACT: 027			1.713362
	SEC. 021 E/2 NE/4		ORRI:		0.000000	4.000000	
	(80.00 acres)		ROYALTY:		0.000000	12.500000	
	SEC. 022 (acres)		WORKING INTEREST:				
	79 acres, Exception:		CONOCOPHILLIPS COMPANY		100.000000	83.500000	
	W/2 NW/4 LESS 1 ACRE						
	TOTAL				100.000000	100.000000	
MARTINEZ, F. G T-029N R-005W							
		1.00		TRACT: 027A			0.010776
	SEC. 022 (acres)		ORRI:		0.000000	0.000000	
	1 acres, Exception:		ROYALTY:		0.000000	12.500000	
	ONE ACRE OUT OF SW CORNER		WORKING INTEREST:				
	OF W/2 NW/4		CONOCOPHILLIPS COMPANY		100.000000	87.500000	
	TOTAL				100.000000	100.000000	
UNLEASED T-029N R-005W							
		160.00		TRACT: 028			0.000000
	SEC. 021 E/2 SE/4						
	(80.00 acres)						
	SEC. 028 E/2 NE/4						
	(80.00 acres)						
	Tract Remarks:						

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SERIAL NUMBER	DESCRIPTION	NUMBER OF ACRES	OWNERSHIP	DILLING BLOCK	GW/ PERCENTAGE	NRI PERCENTAGE	PARTICIPATION FACTOR
THIS TRACT IS NOT COMMITTED TO THE UNIT.							
FEE	T-029N R-005W	320.00		TRACT: 029			3.448276
	-----		ORRI:		0.000000	2.500000	-----
	SEC. 028 SE/4, N/2 SW/4, SE/4 NW/4, SW/4 NE/4 (320.00 acres)		ROYALTY:		0.000000	12.500000	
			WORKING INTEREST:				
			CONOCOPHILLIPS COMPANY		100.000000	85.000000	
			-----		-----	-----	
	TOTAL				100.000000	100.000000	
HORN, WALLACT-029N R-005W		220.00		TRACT: 030			2.370690
	-----		ORRI:		0.000000	4.000000	-----
	SEC. 030 SW/4 SE/4 (40.00 acres)		ROYALTY:		0.000000	12.500000	
			WORKING INTEREST:				
	SEC. 031 W/2 NE/4, SE/4 NE/4, SE/4 NW/4, N/2 SW/4 NW/4 (180.00 acres)		BURLINGTON RESOURCES O&G CO LP		100.000000	83.500000	
			-----		-----	-----	
	TOTAL				100.000000	100.000000	
MONTROYA, J.	T-029N R-005W	128.00		TRACT: 031			1.379310
	-----		ORRI:		0.000000	2.500000	-----
	SEC. 034 SE/4 NW/4, SW/4 NE/4, NW/4 SE (120.00 acres)		ROYALTY:		0.000000	12.500000	
			WORKING INTEREST:				
	8 acres, Exception: NE4 SW4 LESS 32 ACRES IN THE SW CORNER		CONOCOPHILLIPS COMPANY		100.000000	85.000000	
			-----		-----	-----	
	TOTAL				100.000000	100.000000	
GARCIA, E.	T-029N R-005W	32.00		TRACT: 032			0.344828
	-----		ORRI:		0.000000	3.000000	-----
	SEC. 034 (acres)		ROYALTY:		0.000000	12.500000	
			WORKING INTEREST:				
	32 acres, Exception: 32 ACRES OUT OF THE SW CORNER OF THE NE4 SW4		CONOCOPHILLIPS COMPANY		100.000000	84.500000	
			-----		-----	-----	

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EFFECTIVE 02/01/1999

SERIAL NUMBER	DESCRIPTION	NUMBER OF ACRES	OWNERSHIP	DILLING BLOCK	GW PERCENTAGE	NRI PERCENTAGE	PARTICIPATION FACTOR
	HORN, WALLACT-029N R-005W	100.00		TRACT: 033			1.077586
	-----		ORRI:		0.000000	7.031250	-----
	SEC. 031 W/2 SW/4, S/2 SW/4 NW/4 (100.00 acres)		ROYALTY:		0.000000	12.500000	
	WORKING INTEREST:		BURLINGTON RESOURCES O&G CO LP		100.000000	80.468750	
	TOTAL				100.000000	100.000000	
FEE	T-029N R-005W	160.00		TRACT: 034			1.724138
	-----		ORRI:		0.000000	0.000000	-----
	SEC. 032 E/2 SW/4, W/2 SE/4 (160.00 acres)		ROYALTY:		0.000000	12.500000	
	WORKING INTEREST:		BP AMERICA PRODUCTION COMPANY		100.000000	87.500000	
	TOTAL				100.000000	100.000000	
FEE	T-029N R-005W	160.00		TRACT: 035			1.724138
	-----		ORRI:		0.000000	5.000000	-----
	SEC. 033 W/2 NW/4, N/2 SW/4 (160.00 acres)		ROYALTY:		0.000000	12.500000	
	WORKING INTEREST:		MCELVAIN T H ESTATE		25.000000	20.625000	
	VAUGHAN MCELVAIN ENERGY INC				33.333332	27.500000	
	MAST MAYDELL MILLER TRUST				2.083334	1.718750	
	GAY CHARLES W				1.041667	0.859376	
	HACKER LORRYN GAY				1.041667	0.859374	
	J&M RAYMOND LTD				20.833333	17.187499	
	MCELVAIN OIL COMPANY				16.666667	13.750001	
	TOTAL				100.000000	100.000000	
FEE	T-029N R-005W	80.00		TRACT: 037			0.862069
	-----		ORRI:		0.000000	0.000000	-----
	SEC. 021 SW/4 SE/4		ROYALTY:		0.000000	12.500000	

RUN DATE 10/23/06
 RUN TIME 10:46:04
 CREATED BY: COPC

CONOCOPHILLIPS COMPANY - OPERATOR
 THE 014 EXPANDED PARTICIPATING AREA FOR DAKOTA FORMATION
 SAN JUAN 29-5 UNIT AREA
 RIO ARriba, NEW MEXICO
 EFFECTIVE 02/01/1999

SERIAL NUMBER	DESCRIPTION	NUMBER OF ACRES	OWNERSHIP	DILLING BLOCK	GW PERCENTAGE	NRI PERCENTAGE	PARTICIPATION FACTOR
	(40.00 acres)		WORKING INTEREST:				
	SEC. 028 NW/4 NE/4		CONOCOPHILLIPS COMPANY		100.000000	87.500000	
	(40.00 acres)				-----	-----	
	TOTAL				100.000000	100.000000	
MCKAY, H., JR. IT-029N R-005W		318.00		TRACT: 038			3.426724
	-----		ORRI:		0.000000	0.000000	-----
	SEC. 022 E/2 NW/4		ROYALTY:		0.000000	12.500000	
	(80.00 acres)		WORKING INTEREST:				
	158 acres, Exception:		CONOCOPHILLIPS COMPANY		100.000000	87.500000	
	SW/4 LESS TWO ACRES OUT OF				-----	-----	
	NE/SW		TOTAL		100.000000	100.000000	
	SEC. 027 N/2 NW/4						
	(80.00 acres)						
ESPALAGE, BEFT-029N R-005W		2.00		TRACT: 038B			0.021552
	-----		ORRI:		0.000000	0.000000	-----
	SEC. 022 (acres)		ROYALTY:		0.000000	12.500000	
	2 acres, Exception:		WORKING INTEREST:				
	ON THESE TWO ACRES IS A CATHOLIC		CONOCOPHILLIPS COMPANY		100.000000	87.500000	
	CHURCH DEDICATED TO SANTO				-----	-----	
	NINO LOCATED IN THE NW CORNER		TOTAL		100.000000	100.000000	
	IN THE N2 SE4						

**SAN JUAN 29-5 UNIT
DAKOTA FORMATION
WORKING INTEREST OWNERS**

BP AMERICA

BOLACK MINERALS

BURLINGTON RESOURCES

CHARLES W. GAY

LORRAYN GAY HACKER

MAYDELL MILLER MAST TRUST

VAUGHN-MCELVAIN ENERGY INC.

J & M RAYMOND, LTD.

T H MCELVAIN O & G LTD PART.

RSW

Well Status



ACTIVE

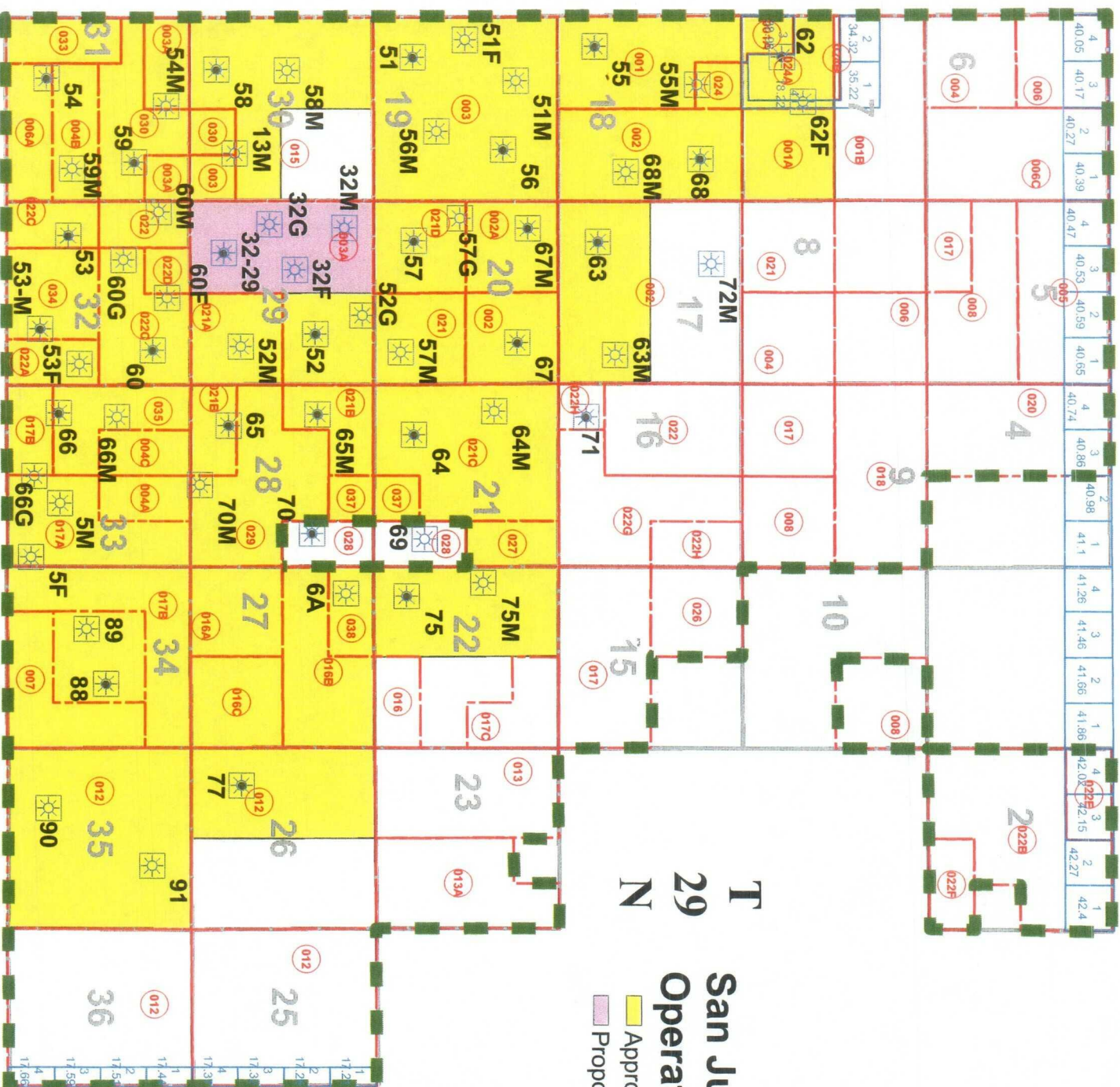


INACTIVE

T
29
N

San Juan 29-5 Unit Operated by ConocoPhillips

Approved 13th Expan., Effective 9/1/1978
 Proposed 14th Expan., Effective 2/1/1999



ConocoPhillips

San Juan Business Unit
Inventory Management
Farmingington, New Mexico
10/2006



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 29-5 Unit Dakota PA
3162.7 (21110)

September 12, 2006

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

RE: San Juan 29-5 Unit
Commerciality Determination
Dakota Formation
Rio Arriba County, NM

Dear Ms. Howell:

In response to your letter dated August 28, 2006 and the revised determination received September 6, 2006, the Farmington Field Office has reviewed the data you submitted for a commerciality determination for the following well completed in the Dakota formation.

Well Name & Number	Dedication	Lease	Completion Date	Determination
San Juan 29-5 Unit #32M	W/2 Sec. 29, T29N, R5W	NMSF078282	1/27/1999	Commercial

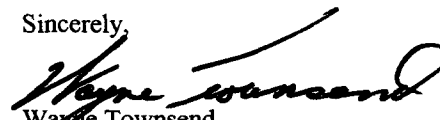
After completing our economic evaluation, we are in concurrence with the above determination.

The Dakota formation in this well is determined to be commercial and is to be included in the Dakota participating area. It is required that a revision be submitted to include this well in the San Juan 29-5 Unit Dakota 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