

ConocoPhillips 2007 MAY 17 PM 1 40

San Juan Business Unit
PO Box 4289
Farmington NM 87499-4289
(505) 326-9700

May 14, 2007

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: **HUERFANO UNIT, - UA - I Sec. No. 731**
San Juan County, New Mexico
Pictured Cliffs Formation
TWENTY-FIFTH EXPANSION, Effective 4/1/2006

Dear Sir or Madam:

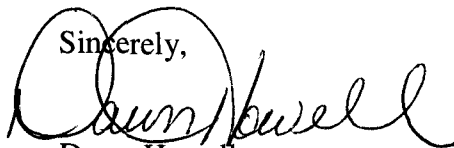
Pursuant to Section 11(a) of the above referenced Unit Agreement, approved July 29, 1949, **Burlington Resources Oil & Gas Company LP** as **Unit Operator**, has determined that the following well is capable of producing unitized substances in paying quantities from the Pictured Cliffs formation, thereby should be admitted into the Pictured Cliffs Participating Area. Pursuant to BLM letter dated January 17, 2007, listed below is the well that has been deemed commercial.

<u>Well Name</u>	<u>Tract/Acres</u>	<u>Tr. Description</u>	<u>Compl. Date</u>
Huerfano Unit #38	Tr. 96A / 40.00	SE/4NE/4, 2-26N-10W	3/23/06
	Tr. 99/ 39.66	LOT 2, 2-26N-10W	
	Tr. 101 / 39.71	LOT 1, 2-26N-10W	
	Tr. 102 / 40.00	SW/4NE/4, 2-26N-10W	

The Schedule for the Twenty-Fifth 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
Staff Land Technician



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:

Huerfano Unit Pictured Cliffs PA
3162.7 (21110)

January 17, 2007

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

RE: Huerfano Unit
Commerciality Determination
Pictured Cliffs Formation
San Juan County, NM

Dear Ms. Howell:

In response to your letter dated January 9, 2007, the Farmington Field Office has reviewed the data you submitted for a commerciality determination for the following well completed in the Pictured Cliffs formation.

Well Name & Number	Dedication	Lease	Completion Date	Determination
Huerfano Unit #38	E/2 Sec. 2, T26N, R10W	STATE	3/23/2006	Commercial

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

The Pictured Cliffs formation in this well is determined to be commercial and is to be included in the Pictured Cliffs participating area. It is required that a revision be submitted to include this well in the Huerfano Unit Pictured Cliffs 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

**HUERFANO UNIT
PICTURED CLIFFS FORMATION
WORKING INTEREST OWNERS**

AJM LLC
ALBERT R GREER
BENSON MONTIN GREER DRILLING CORP
BETTY T JOHNSTON MARITAL TRUST
BURLINGTON RESOURCES O&G CO LP
CHASE OIL CORPORATION
CHEVRON MIDCONTINENT LP
CONOCOPHILLIPS COMPANY
EDNA ZONE HALL TRUST
EDNA ION E HALL SOLE TRUSTEE
ENERGEN RESOURCES CORP
EULA MAY JOHNSTON TRUST
EVKO DEVELOPMENT COMPANY
FRANK O ELLIOTT LIVING TRUST
FRANKLIN P LILLY
GROSS RESOURCES LTD PTSHF
HANSON MCBRIDE PETROLEUM CO
JOHN SCOTT WESTEFELD
KELLY MINERALS INTERESTS JV
LA PLATA GATHERING SYSTEM INC
LANGDON D HARRISON REVOC TRUST B
MACDONALD HALBERSTADT REVOCABLE
MARYAN KLINGER TRUST
MCCONNELL LTD CO
MICHAEL J LILLY
PRODUCTION GATHERING CO LP
ROBERT BEAMON TRUSTEE
ROBERT WALTER LUNDELL
ROGERS-GIBBARD TRUST
SUNLAND REFINING CORP
THOMAS H YATES JR
V A JOHNSTON FAMILY TRUST
WILLIAM J GREEN
WILLIAMS PRODUCTION COMPANY
XTO ENERGY INC
ZZZ KELLY & TRUST LLC

RECAPITULATION

THE TWENTY FIFTH EXPANDED PARTICIPATING AREA FOR THE PICTURED CLIFFS FORMATION
HUERFANO UNIT AREA

DESCRIPTION OF COMMITTED LANDS**TOWNSHIP 025N, RANGE 010W**

SEC.001 S/2 N/2

LOT: 1 (39.98), LOT: 2 (39.93), LOT: 3 (39.87), LOT: 4 (39.82)

DESCRIPTION OF NON-COMMITTED LANDS**TOWNSHIP 026N, RANGE 009W**

SEC.015 ALL

SEC. 016 NE/4, E/2 NW/4, N/2 SW/4, SW/4 SW/4, SE/4 SE/4

TOWNSHIP 026N, RANGE 009W

SEC. 5 S/2 NE/4

LOT: 1 (40.85), LOT 2 (40.97)

SEC. 9 ALL

SEC. 16 W/2NW/4, SE/4SW/4, W/2SE/4, NE/4SE/4

SEC. 21 NE/4

SEC. 22 E/2, NW/4

SEC. 23 ALL

SEC. 26 N/2, SW/4

SEC. 27 NE/4

TOWNSHIP 026N, RANGE 010W

SEC. 036 NE/4 SE/4

TOWNSHIP 027N, RANGE 010W

SEC. 30 E/2 SW/4, NE/4

LOT: 3 (43.79)

LOT: 4 (43.85)

SEC. 34 SW/4

TOWNSHIP 027N, RANGE 011W

SEC. 25 ALL

SEC. 36 W/2

TOWNSHIP 026N, RANGE 010W

SEC. 2 S/2NE/4, LOT 1 (39.71), 2(39.66)

SEC. 4 LOT 1 (39.74), 2(39.91), 3(40.07)4(40.24), S/2, S/2N/2

SEC. 5 LOT 1 (40.30), 2(40.26), 3(40.22), 4(40.18), S/2, S/2N/2

SEC. 6 LOT 1 (40.14), 2(40.10), 3(40.06), 4(39.18), 5(39.23),

6(39.29), 7(39.35), S/2NE/4, SE/4, E/2SW/4, SE/4NW/4

SEC. 8 N/2, SE/4

SEC. 9 W/2, NE/4

SEC. 25 SE/4

SEC. 36 SW/4, W/2SE/4, SE/4SE/4

TOWNSHIP 026N, RANGE 011 W

SEC. 1 S/2 NE/4, LOT 1 (39.97), 2 (39.91)

RECAPITULATION

THE TWENTY FIFTH EXPANDED PARTICIPATING AREA FOR THE PICTURED CLIFFS FORMATION
HUERFANO UNIT AREA

DESCRIPTION OF COMMITTED LANDS

DESCRIPTION OF NON-COMMITTED LANDS

TOWNSHIP 027N, RANGE 010W

SEC. 19 E/2SW/4, LOT 3 (43.57), 4(43.62)

SEC. 29 SW/4

SEC. 30 SE/4, E/2NW/4, LOT 1(43.67), 2(43.73)

SEC. 31 E/2, E/2W/2, LOT 1 (43.91), 2(43.99), 3(44.05), 4(44.13)

SEC. 32 ALL

SEC. 33 W/2, SE/4

SEC. 35 NW/4

TOWNSHIP 027N, RANGE 011W

SEC. 36 E/2

TOTAL ACRES COMMITTED: 9829.61

TOTAL NUMBER OF ACRES IN PARTICIPATING AREA: 12357.25

TOTAL ACRES NON-COMMITTED: 2527.64

BURLINGTON RESOURCES O&G CO LP- OPERATOR
 TWENTY FIFTH EXPANDED PARTICIPATING AREA FOR PICTURED CLIFFS FORMATION
 HUERFANO UNIT AREA
 SAN JUAN COUNTY, NEW MEXICO

SERIAL NUMBER	DESCRIPTION	ACRES	DRILLING BLOCK	GWI	NRI	PARTICIPATION FACTOR
SF-078089	T-027N R-011 W ----- SEC. 25 ALL SEC. 36 W/2 Tract Remarks: TRACT NOT COMMITTED TO UNIT.	960.00	TRACT: 001			0.000000%
NM-01074	T-026N R-011 W ----- SEC. 01 S/2 NE/4, Lot 1 (39.97), 2 (39.91) ----- T-027N R-011 W ----- SEC. 36 E/2 ----- Tract Remarks: BROG AND HUDSON POOL BEAR A 3.0% ORRI. BROG BEARS THE REMAINING ORRI.	479.88	TRACT: 003			4.881984%
			ORRI:	0.000000	12.575622	
			ROYALTY:	0.000000	12.500000	
			WORKING INTEREST:			
			KLINGER MARYAN TRUST	0.043231	0.036531	
			XTO ENERGY INC	0.064840	0.054790	
			ZZZ KELLY & TRUST LLC	0.118086	0.102594	
			KELLY MINERALS INTERESTS JV	0.054360	0.047564	
			PRODUCTION GATHERING CO LP	0.086450	0.073050	
			HARRISON LANGDON D REVOC TRUST B	0.032617	0.028540	
			BURLINGTON RESOURCES O&G CO LP	99.600416	74.581309	
			TOTAL	100.000000	100.000000	
SF-078022	T-027N R-010 W ----- SEC. 19 E/2 SW/4, Lot 3 (43.57), 4 (43.62) ----- Tract Remarks: BROG AND HUDSON POOL BEAR A 3.0% ORRI. BROG BEARS THE REMAINING ORRI.	167.19	TRACT: 004			1.700881%
			ORRI:	0.000000	10.109642	
			ROYALTY:	0.000000	12.500000	
			WORKING INTEREST:			
			WILLIAMS PRODUCTION	33.940000	29.697500	
			KLINGER MARYAN TRUST	0.086451	0.073052	
			XTO ENERGY INC	0.129680	0.109581	
			ZZZ KELLY & TRUST LLC	0.349475	0.304330	
			KELLY MINERALS INTERESTS JV	0.174404	0.152604	
			PRODUCTION GATHERING CO LP	0.172911	0.146108	
			HARRISON LANGDON D REVOC TRUST B	0.104639	0.091559	
			BURLINGTON RESOURCES O&G CO LP	65.042440	46.815624	
			TOTAL	100.000000	100.000000	

BURLINGTON RESOURCES O&G CO LP - OPERATOR
 TWENTY FIFTH EXPANDED PARTICIPATING AREA FOR PICTURED CLIFFS FORMATION
 HUEFANO UNIT AREA
 SAN JUAN COUNTY, NEW MEXICO

SERIAL NUMBER	DESCRIPTION	ACRES	DRILLING BLOCK	GWI	NRI	PARTICIPATION FACTOR
SF-076566	T-.027N R-.010W ----- SEC. 29 SW/4	160.00	TRACT: 006			1.62735%
	ORRI:			0.000000	7.114099	
	ROYALTY:			0.000000	12.500000	
	WORKING INTEREST:					
	WILLIAMS PRODUCTION			33.940000	29.697500	
	KLINGER MARYAN TRUST			0.207486	0.181550	
	XTO ENERGY INC			0.311234	0.272330	
	ZZZ KELLY & TRUST LLC			0.839617	0.734664	
	KELLY MINERALS INTERESTS JV			0.419075	0.366691	
	PRODUCTION GATHERING CO LP			0.414983	0.363110	
	HARRISON LANGDON D REVOC TRUST B			0.251438	0.220008	
	BURLINGTON RESOURCES O&G CO LP			63.616167	48.550048	
	TOTAL			100.000000	100.000000	
SF-077384	T-.027N R-.010W ----- SEC. 30 E/2SW/4, NE/4, Lot 3 (43.79), 4 (43.85)	327.64	TRACT: 008			0.000000%
	TRACT Remarks:					
	TRACT NOT COMMITTED TO UNIT.					
SF-077384	T-.027N R-.010W ----- SEC. 30 SE/4, E/2NW/4, Lot 1 (43.67), 2 (43.73)	327.40	TRACT: 009			3.330753%
	ORRI:			0.000000	9.562535	
	ROYALTY:			0.000000	12.500000	
	WORKING INTEREST:					
	WILLIAMS PRODUCTION			16.970000	13.848750	
	BURLINGTON RESOURCES O&G CO LP			83.030000	64.088715	
	TOTAL			100.000000	100.000000	

BURLINGTON RESOURCES O&G CO LP- OPERATOR
TWENTY FIFTH EXPANDED PARTICIPATING AREA FOR PICTURED CLIFFS FORMATION

HUERFANO UNIT AREA

SAN JUAN COUNTY, NEW MEXICO

SERIAL NUMBER	DESCRIPTION	ACRES	DRILLING BLOCK	GWI	NRI	PARTICIPATION FACTOR
SF-078422	T-027N R-010W ----- SEC. 31 E/2 W/2, E/2, LOT 1 (43.91), 2 (43.99), 3 (44.05), 4 (44.13)	656.08	TRACT: 010			6.674527%
	Tract Remarks: BP BEARS ALL OF A 2.5% ORRI, BROG BEARS THE REMAINING ORRI.					
				ORRI: 0.000000	9.706320	
				ROYALTY: 0.000000	12.500000	
				WORKING INTEREST:		
				WILLIAMS PRODUCTION	33.940000	27.197500
				BURLINGTON RESOURCES O&G CO LP	66.060000	50.596180
				TOTAL	100.000000	100.000000
SF-078233	T-027N R-010W ----- SEC. 33 NW/4	160.00	TRACT: 011			1.627735%
	Tract Remarks: BROG BEARS 100% OF THE TOTAL ORRI.			ORRI: 0.000000	7.151318	
				ROYALTY: 0.000000	12.500000	
				WORKING INTEREST:		
				WILLIAMS PRODUCTION	33.940000	29.697500
				ZZZ KELLY & TRUST LLC	0.722904	0.632541
				KELLY MINERALS INTERESTS JV	0.419075	0.366691
				HARRISON LANGDON D REVOC TRUST B	0.251439	0.220009
				BURLINGTON RESOURCES O&G CO LP	64.666582	49.431941
				TOTAL	100.000000	100.000000
SF-078354	T-027N R-010W ----- SEC. 33 S/2SE/4	80.00	TRACT: 012			0.813867%
				ORRI: 0.000000	0.000000	
				ROYALTY: 0.000000	12.500000	
				WORKING INTEREST:		
				BURLINGTON RESOURCES O&G CO LP	100.000000	87.500000
				TOTAL	100.000000	100.000000

BURLINGTON RESOURCES O&G CO LP - OPERATOR
 TWENTY FIFTH EXPANDED PARTICIPATING AREA FOR PICTURED CLIFFS FORMATION
 HUERFANO UNIT AREA
 SAN JUAN COUNTY, NEW MEXICO

SERIAL NUMBER	DESCRIPTION	ACRES	DRILLING BLOCK	GWI	NRI	PARTICIPATION FACTOR
NM-02516	T-027N R-010W SEC. 033 N/2 SE/4, SW/4	240.00	TRACT: 013			2.441602%
	Tract Remarks: BROG BEARS 100% OF THE TOTAL ORRI.		ORRI: ROYALTY: WORKING INTEREST: WILLIAMS PRODUCTION ZZZ KELLY & TRUST LLC KELLY MINERALS INTERESTS JV HARRISON LANGDON D REVOC TRUST B BURLINGTON RESOURCES O&G CO LP TOTAL	0.000000 0.000000 33.940000 0.722904 0.419075 0.251439 64.666582 100.000000	14.388818 12.500000 29.697500 0.632541 0.366691 0.220009 42.194441 100.000000	
SF-077950	T-027N R-010W SEC. 35 NW/4	160.00	TRACT: 014A			1.627735%
	Tract Remarks: BROG BEARS 1/4 OF A 1 % ORRI WITH THE REMAINING 3/4 BORNE BY CONOCO (2/4) AND TENNECO (1/4). BROG BEARS ALL OF THE REST OF THE ORRI.		ORRI: ROYALTY: WORKING INTEREST: CONOCOPHILLIPS COMPANY WILLIAMS PRODUCTION BURLINGTON RESOURCES O&G CO LP TOTAL	0.000000 0.000000 25.000000 16.970000 58.030000 100.000000	6.078160 12.500000 21.875000 14.098750 45.448090 100.000000	
SF-081087	T-027N R-010W SEC. 34 SW/4	160.00	TRACT: 015			0.000000%
	Tract Remarks: TRACT NOT COMMITTED TO UNIT.					

BURLINGTON RESOURCES O&G CO LP- OPERATOR
TWENTY FIFTH EXPANDED PARTICIPATING AREA FOR PICTURED CLIFFS FORMATION
HUERFANO UNIT AREA
SAN JUAN COUNTY, NEW MEXICO

SERIAL NUMBER	DESCRIPTION	ACRES	DRILLING BLOCK	GWI	NRI	PARTICIPATION FACTOR
SF-077936	T-026N R-010W SEC. 06 S/2 NE/4, SE/4, Lot 1 (40.14), 2 (40.10)	320.24				
	ORRI:		TRACT: 021			3.257912%
	ROYALTY:			0.000000	7.114100	
				0.000000	12.500000	
	WORKING INTEREST:					
	WILLIAMS PRODUCTION			33.940000	29.697500	
	KLINGER MARYAN TRUST			0.207486	0.181550	
	XTO ENERGY INC			0.311234	0.272330	
	ZZZ KELLY & TRUST LLC			0.839614	0.734662	
	KELLY MINERALS INTERESTS JV			0.419075	0.366691	
	PRODUCTION GATHERING CO LP			0.414983	0.363110	
	HARRISON LANGDON D REVOC TRUST B			0.251439	0.220009	
	BURLINGTON RESOURCES O&G CO LP			63.616169	48.550048	
	TOTAL			100.000000	100.000000	
SF-078001-A	T-026N R-010W SEC. 008 S/2 N/2	160.00				
	TRACT: 024A					1.627735%
	ORRI:			0.000000	7.114099	
	ROYALTY:			0.000000	12.500000	
	WORKING INTEREST:					
	WILLIAMS PRODUCTION			33.940000	29.697500	
	KLINGER MARYAN TRUST			0.207486	0.181550	
	XTO ENERGY INC			0.311234	0.272330	
	ZZZ KELLY & TRUST LLC			0.839617	0.734665	
	KELLY MINERALS INTERESTS JV			0.419076	0.366692	
	PRODUCTION GATHERING CO LP			0.414983	0.363110	
	HARRISON LANGDON D REVOC TRUST B			0.251439	0.220009	
	BURLINGTON RESOURCES O&G CO LP			63.616165	48.550045	
	TOTAL			100.000000	100.000000	

Tract Remarks:
BROG BEARS 100% OF THE TOTAL ORRI.

BURLINGTON RESOURCES O&G CO LP - OPERATOR
 TWENTY FIFTH EXPANDED PARTICIPATING AREA FOR PICTURED CLIFFS FORMATION
 HUERFANO UNIT AREA
 SAN JUAN COUNTY, NEW MEXICO

SERIAL NUMBER	DESCRIPTION	ACRES	DRILLING BLOCK	GWI	NRI	PARTICIPATION FACTOR
NM-01366	T-026N R-010W SEC. 04 S/2	320.00	TRACT: 026			3.255470%
	Tract Remarks: BROG BEARS 100% OF THE TOTAL ORRI.		ORRI:	0.000000	14.388818	
			ROYALTY:	0.000000	12.500000	
			WORKING INTEREST:			
			WILLIAMS PRODUCTION	33.940000	29.697500	
			ZZZ KELLY & TRUST LLC	0.722904	0.632541	
			KELLY MINERALS INTERESTS JV	0.419075	0.366691	
			HARRISON LANGDON D REVOC TRUST B	0.251439	0.220009	
			BURLINGTON RESOURCES O&G CO LP	64.666582	42.194441	
			TOTAL	100.000000	100.000000	
NM-0396	T-026N R-010W SEC. 04 S/2 N/2	319.96	TRACT: 027			3.255063%
	Lot 1 (39.74), 2(39.91), 3(40.07), 4(40.24)		ORRI:	0.000000	10.109642	
			ROYALTY:	0.000000	12.500000	
			WORKING INTEREST:			
	Tract Remarks: BROG AND HUDSON POOL BEAR A 3.0% ORRI. BROG BEARS THE REMAINING ORRI.		WILLIAMS PRODUCTION	33.940000	29.697500	
			KLINGER MARYAN TRUST	0.086451	0.073052	
			XTO ENERGY INC	0.129680	0.109580	
			ZZZ KELLY & TRUST LLC	0.349474	0.304330	
			KELLY MINERALS INTERESTS JV	0.174404	0.152604	
			PRODUCTION GATHERING CO LP	0.172911	0.146110	
			HARRISON LANGDON D REVOC TRUST B	0.104639	0.091559	
			BURLINGTON RESOURCES O&G CO LP	65.042441	46.815623	
			TOTAL	100.000000	100.000000	
SF-080895	T-026N R-010W SEC. 05 S/2, S/2 N/2	640.96	TRACT: 028			6.520706%
	Lot 1 (40.30), 2(40.26), 3(40.22), 4(40.18)		ORRI:	0.000000	6.888818	
			ROYALTY:	0.000000	12.500000	
			WORKING INTEREST:			
			HANSON MCBRIDE PETRO	15.000000	13.125000	
			WILLIAMS PRODUCTION	33.940000	29.697500	

BURLINGTON RESOURCES O&G CO LP - OPERATOR
TWENTY FIFTH EXPANDED PARTICIPATING AREA FOR PICTURED CLIFFS FORMATION
HUERFANO UNIT AREA
SAN JUAN COUNTY, NEW MEXICO

SERIAL NUMBER	DESCRIPTION	ACRES	DRILLING BLOCK	PARTICIPATION FACTOR		
SF-077934	T-026N R-010W	80.00	TRACT: 029			0.813867%
	SEC. 06 E/2 SW/4					
	Tract Remarks:					
	BROG BEARS 100% OF THE TOTAL ORRI.					
				ORRI:	0.000000	
				ROYALTY:	0.000000	
				WORKING INTEREST:	12.500000	
				WILLIAMS PRODUCTION	33.940000	
				KLINGER MARYAN TRUST	0.207486	
				XTO ENERGY INC	0.311234	
SF-080425-A	T-026N R-010W	237.11	TRACT: 030A			2.412202%
	SEC. 06 SE/4 NW/4, Lot 3 (40.06), 4 (39.18),					
	Lot 5 (39.23), Lot 6 (39.29), 7 (39.35)					
	Tract Remarks:					
	BROG BEARS 15% OF A 3.125% ORRI. BROG					
	BEARS ALL THE REMAINING ORRI.					
				ORRI:	0.000000	
				ROYALTY:	0.000000	
				WORKING INTEREST:	12.500000	
				WILLIAMS PRODUCTION	33.940000	
	KELLY MINERALS INTERESTS JV	0.419075				
	MACDONALD HALBERSTADT REV FAMILY TR	15.000000				
	HARRISON LANGDON D REVOC TRUST B	0.251439				
	BURLINGTON RESOURCES O&G CO LP	49.666582				
	TOTAL	100.000000	100.000000			

BURLINGTON RESOURCES O&G CO LP- OPERATOR
 TWENTY FIFTH EXPANDED PARTICIPATING AREA FOR PICTURED CLIFFS FORMATION
 HUERFANO UNIT AREA
 SAN JUAN COUNTY, NEW MEXICO

SERIAL NUMBER	DESCRIPTION	ACRES	DRILLING BLOCK	GWI	NRI	PARTICIPATION FACTOR
NM-0433	T-026N R-01OW ----- SEC. 08 N/2 N/2 SEC. 09 W/2	480.00	TRACT: 032			4.883205%
	ORRI:			0.000000	14.388818	
	ROYALTY:			0.000000	12.500000	
	WORKING INTEREST:					
	WILLIAMS PRODUCTION			33.940000	29.697500	
	ZZZ KELLY & TRUST LLC			0.722804	0.632541	
	KELLY MINERALS INTERESTS JV			0.419075	0.366691	
	HARRISON LANGDON D REVOC TRUST B			0.251439	0.220009	
	BURLINGTON RESOURCES O&G CO LP			64.666582	42.194441	
	TOTAL			100.000000	100.000000	
SF-080374	T-026N R-01OW ----- SEC. 08 SE/4	160.00	TRACT: 033			1.627735%
	ORRI:			0.000000	7.114099	
	ROYALTY:			0.000000	12.500000	
	WORKING INTEREST:					
	WILLIAMS PRODUCTION			33.940000	29.697500	
	KLINGER MARYAN TRUST			0.207486	0.181550	
	XTO ENERGY INC			0.311234	0.272330	
	ZZZ KELLY & TRUST LLC			0.839614	0.734662	
	KELLY MINERALS INTERESTS JV			0.419075	0.366691	
	PRODUCTION GATHERING CO LP			0.414983	0.363110	
	HARRISON LANGDON D REVOC TRUST B			0.251439	0.220009	
	BURLINGTON RESOURCES O&G CO LP			63.616169	48.550049	
	TOTAL			100.000000	100.000000	
SF-080120-A	T-026N R-01OW ----- SEC. 09 NE/4	160.00	TRACT: 035A			1.627735%
	ORRI:			0.000000	10.109642	
	ROYALTY:			0.000000	12.500000	
	WORKING INTEREST:					

BURLINGTON RESOURCES O&G CO LP- OPERATOR
 TWENTY FIFTH EXPANDED PARTICIPATING AREA FOR PICTURED CLIFFS FORMATION
 HUERFANO UNIT AREA
 SAN JUAN COUNTY, NEW MEXICO

SERIAL NUMBER	DESCRIPTION	ACRES	DRILLING BLOCK	GWI	NRI	PARTICIPATION FACTOR
	BROG AND HUDSON POOL BEAR A 3.0% ORRI. BROG BEARS THE REMAINING ORRI.		WILLIAMS PRODUCTION KLINGER MARYAN TRUST XTO ENERGY INC ZZZ KELLY & TRUST LLC KELLY MINERALS INTERESTS JV PRODUCTION GATHERING CO LP HARRISON LANGDON D REVOC TRUST B BURLINGTON RESOURCES O&G CO LP TOTAL	33.940000 0.086451 0.129680 0.349475 0.174404 0.172911 0.104639 65.042440 100.000000	29.697500 0.073052 0.109580 0.304331 0.152604 0.146109 0.091559 46.815623 100.000000	
SF-078020	T-025N R-010W SEC. 01 S/2N/2 Lot 1 (39.98), 2 (39.93), 3 (39.87), 4 (39.82) Tract Remarks: BROG BEARS 100% OF THE TOTAL ORRI.	319.60	TRACT: 047 ORRI: ROYALTY: WORKING INTEREST: BURLINGTON RESOURCES O&G CO LP TOTAL	0.000000 0.000000 100.000000 100.000000	6.000000 12.500000 81.500000 100.000000	3.251401%
SF-076605	T-026N R-010W SEC. 25 SE/4 Tract Remarks: BROG BEARS 100% OF THE TOTAL ORRI.	160.00	TRACT: 064 ORRI: ROYALTY: WORKING INTEREST: WILLIAMS PRODUCTION KLINGER MARYAN TRUST XTO ENERGY INC ZZZ KELLY & TRUST LLC KELLY MINERALS INTERESTS JV PRODUCTION GATHERING CO LP HARRISON LANGDON D REVOC TRUST B BURLINGTON RESOURCES O&G CO LP TOTAL	0.000000 0.000000 33.940000 0.207486 0.311234 0.839614 0.419075 0.414983 0.251439 63.616169 100.000000	7.114099 12.500000 29.697500 0.181550 0.272330 0.734662 0.366691 0.363110 0.222009 48.550049 100.000000	1.627735%

BURLINGTON RESOURCES O&G CO LP- OPERATOR
 TWENTY FIFTH EXPANDED PARTICIPATING AREA FOR PICTURED CLIFFS FORMATION
 HUERFANO UNIT AREA
 SAN JUAN COUNTY, NEW MEXICO

SERIAL NUMBER	DESCRIPTION	ACRES	DRILLING BLOCK	GWI	NRI	PARTICIPATION FACTOR
SF-078000	T-026N R-009W SEC. 09 ALL	640.00	TRACT: 077	0.000000 0.000000	2.500000 12.500000	6.510940%
	Tract Remarks: ORRI BORNE 100% BY BP.			100.000000 100.000000	85.000000 100.000000	
NM-03154	T-026N R-009W SEC. 15 ALL	640.00	TRACT: 078			0.000000%
	Tract Remarks: TRACT NOT COMMITTED TO UNIT.					
SF-077980	T-026N R-009W SEC. 05 S/2NE4, Lot 1 (40.85), 2 (40.97)	161.82	TRACT: 080	0.000000 0.000000	9.706320 12.500000	1.646250%
	Tract Remarks: BP BEARS ALL OF A 2.5% ORRI. BROG BEARS THE REMAINING ORRI.			33.940000 66.060000 100.000000	27.197500 50.596180 100.000000	
SF-078060	T-026N R-009W SEC. 21 NE/4 SEC. 27 NE/4	320.00	TRACT: 082	0.000000 0.000000	8.514304 12.500000	3.255470%
	Tract Remarks: BROG AND HUDSON POOL BEAR 1/2 OF A 2.5 ORRI AND BP BEARS 1/2. BROG BEARS THE REMAINING ORRI.			50.000000 0.021613 0.032421 0.105935 0.054360 0.043224 0.032617 49.709830 100.000000	42.500000 0.018363 0.027555 0.092388 0.047564 0.036734 0.028540 36.234552 100.000000	

BURLINGTON RESOURCES O&G CO LP- OPERATOR
 TWENTY FIFTH EXPANDED PARTICIPATING AREA FOR PICTURED CLIFFS FORMATION
 HUERFANO UNIT AREA
 SAN JUAN COUNTY, NEW MEXICO

SERIAL NUMBER	DESCRIPTION	ACRES	DRILLING BLOCK	GWI	NRI	PARTICIPATION FACTOR
NM-012736	T-026N R-009W SEC. 022 N/2 N/2, SW/4 NW/4	200.00	TRACT: 083	0.000000	20.812500	2.034669%
	Tract Remarks: ALL ORRI BORNE PROPORTIONATELY BY ALL WORKING INTEREST OWNERS.			0.000000	12.500000	
				0.284375	0.189644	
				0.284375	0.189645	
				31.452281	20.974740	
				0.478969	0.319412	
				67.500000	45.014059	
				100.000000	100.000000	
SF-080127	T-026N R-009W SEC. 022 W/2 SE/4, SE/4 SE/4	120.00	TRACT: 084	0.000000	12.500000	1.220801%
	Tract Remarks: BROG BEARS 100% OF THE TOTAL ORRI.			0.000000	12.500000	
				100.000000	75.000000	
				100.000000	100.000000	
SF-078103	T-026N R-009W SEC. 23 ALL SEC. 26 N/2, SW/4	1120.00	TRACT: 085	0.000000	8.514303	11.394145%
	Tract Remarks: BROG AND HUDSON POOL BEAR 1/2 OF A 2.5 ORRI AND BP BEARS 1/2. BROG BEARS THE REMAINING ORRI.			0.000000	12.500000	
				50.000003	42.500000	
				0.021613	0.018363	
				0.032421	0.027555	
				0.105932	0.092388	
				0.054360	0.047564	
				0.043224	0.036734	
				0.032617	0.028540	
				49.709830	36.234553	
				100.000000	100.000000	

BUURLINGTON RESOURCES O&G CO LP- OPERATOR
TWENTY FIFTH EXPANDED PARTICIPATING AREA FOR PICTURED CLIFFS FORMATION

HUERFANO UNIT AREA

SAN JUAN COUNTY, NEW MEXICO

SERIAL NUMBER	DESCRIPTION	ACRES	DRILLING BLOCK	GWI	NRI	PARTICIPATION FACTOR
E-921-10	T-026N R-010W SEC. 2 SE/4NE/4	40.00				0.406934%
	ORRI:		TRACT: 096A	0.000000	7.114099	
	ROYALTY:			0.000000	12.500000	
	WORKING INTEREST:					
	KLINGER MARYAN TRUST			0.207490	0.166793	
	XTO ENERGY INC			34.251230	27.533160	
	ZZZ KELLY & TRUST LLC			0.839521	0.674856	
	KELLY MINERALS INTERESTS JV			0.419024	0.336835	
	PRODUCTION GATHERING CO LP			0.414977	0.333583	
	HARRISON LANGDON D REVOC TRUST B			0.251405	0.202096	
	BUURLINGTON RESOURCES O&G CO LP			63.616353	51.138578	
	TOTAL			100.000000	100.000000	
B-10815-12	T-026N R-010W SEC. 036 SE/4 SW/4	40.00				0.406934%
	ORRI:		TRACT: 098A	0.000000	7.114099	
	ROYALTY:			0.000000	12.500000	
	WORKING INTEREST:					
	WILLIAMS PRODUCTION			33.940000	29.697500	
	KLINGER MARYAN TRUST			0.207486	0.181550	
	XTO ENERGY INC			0.311234	0.272330	
	ZZZ KELLY & TRUST LLC			0.839614	0.734662	
	KELLY MINERALS INTERESTS JV			0.419075	0.366691	
	PRODUCTION GATHERING CO LP			0.414983	0.363110	
	HARRISON LANGDON D REVOC TRUST B			0.251439	0.220009	
	BUURLINGTON RESOURCES O&G CO LP			63.616169	48.550049	
	TOTAL			100.000000	100.000000	

Tract Remarks:
BROG BEARS 100% OF THE TOTAL ORRI.

BURLINGTON RESOURCES O&G CO LP- OPERATOR
 TWENTY FIFTH EXPANDED PARTICIPATING AREA FOR PICTURED CLIFFS FORMATION
 HUERFANO UNIT AREA
 SAN JUAN COUNTY, NEW MEXICO

SERIAL NUMBER	DESCRIPTION	ACRES	DRILLING BLOCK	GWI	NRI	PARTICIPATION FACTOR
B-11356-19	T-026N R-010W SEC. 2 Lot 2 (39.66) ada NW/4NE/4	39.66	TRACT: 099			0.403475%
	ORRI:			0.000000	7.114099	
	ROYALTY:			0.000000	12.500000	
	WORKING INTEREST:					
	KLINGER MARYAN TRUST			0.207490	0.166793	
	XTO ENERGY INC			34.251230	27.533160	
	ZZZ KELLY & TRUST LLC			0.839521	0.674856	
	KELLY MINERALS INTERESTS JV			0.419024	0.336835	
	PRODUCTION GATHERING CO LP			0.414977	0.333583	
	HARRISON LANGDON D REVOC TRUST B			0.251405	0.202096	
	BURLINGTON RESOURCES O&G CO LP			63.616353	51.138578	
	TOTAL			100.000000	100.000000	
B-11571-39	T-026N R-010W SEC. 2 Lot 1 (39.71) ada NE/4NE/4	39.71	TRACT: 101			0.403983%
	ORRI:			0.000000	5.000000	
	ROYALTY:			0.000000	12.500000	
	WORKING INTEREST:					
	XTO ENERGY INC			100.000000	82.500000	
	TOTAL			100.000000	100.000000	
E-4493-1	T-026N R-010W SEC. 2 SW/4NE/4	40.00	TRACT: 102			0.406934%
	ORRI:			0.000000	5.000000	
	ROYALTY:			0.000000	12.500000	
	WORKING INTEREST:					
	XTO ENERGY INC			100.000000	82.500000	
	TOTAL			100.000000	100.000000	

BURLINGTON RESOURCES O&G CO LP - OPERATOR
 TWENTY FIFTH EXPANDED PARTICIPATING AREA FOR PICTURED CLIFFS FORMATION
 HUERFANO UNIT AREA
 SAN JUAN COUNTY, NEW MEXICO

SERIAL NUMBER	DESCRIPTION	ACRES	DRILLING BLOCK	GWI	NRI	PARTICIPATION FACTOR
	T-026N R-010W SEC. 36 N/2 SW/4, SW/4 SW/4, SW/4 SE/4	160.00	TRACT: 104B			1.627735%
	ORRI:			0.000000	7.114099	
	ROYALTY:			0.000000	12.500000	
	WORKING INTEREST:					
	WILLIAMS PRODUCTION			33.940000	29.697500	
	KLINGER MARYAN TRUST			0.207486	0.181550	
	XTO ENERGY INC			0.311234	0.272330	
	ZZZ KELLY & TRUST LLC			0.839614	0.734662	
	KELLY MINERALS INTERESTS JV			0.419075	0.366691	
	PRODUCTION GATHERING CO LP			0.414983	0.363110	
	HARRISON LANGDON D REVOC TRUST B			0.251439	0.220009	
	BURLINGTON RESOURCES O&G CO LP			63.616169	48.550049	
	TOTAL			100.000000	100.000000	
B-9096-16	T-026N R-010W SEC. 36 NW/4 SE/4	40.00	TRACT: 113			0.406934%
	ORRI:			0.000000	10.109642	
	ROYALTY:			0.000000	12.500000	
	WORKING INTEREST:					
	WILLIAMS PRODUCTION			33.940000	29.697500	
	KLINGER MARYAN TRUST			0.086451	0.073052	
	XTO ENERGY INC			0.129680	0.109580	
	ZZZ KELLY & TRUST LLC			0.349474	0.304330	
	KELLY MINERALS INTERESTS JV			0.174404	0.152604	
	PRODUCTION GATHERING CO LP			0.172911	0.146110	
	HARRISON LANGDON D REVOC TRUST B			0.104639	0.091569	
	BURLINGTON RESOURCES O&G CO LP			65.042441	46.815623	
	TOTAL			100.000000	100.000000	

Tract Remarks:
 BROG AND HUDSON POOL BEAR A 3.0% ORRI.
 BROG BEARS THE REMAINING ORRI.

Effective 4-1-06

BURLINGTON RESOURCES O&G CO LP- OPERATOR
 TWENTY FIFTH EXPANDED PARTICIPATING AREA FOR PICTURED CLIFFS FORMATION
 HUERFANO UNIT AREA
 SAN JUAN COUNTY, NEW MEXICO

Page 15 of 18
 8920007310
 I SEC. NO. 731

SERIAL NUMBER	DESCRIPTION	ACRES	DRILLING BLOCK	GWI	NRI	PARTICIPATION FACTOR
B-11419-16	T-026N R-01OW SEC. 36 NE/4SE/4	40.00	TRACT: 114			0.000000%
Tract Remarks: TRACT NOT COMMITTED TO THE UNIT						
B-8381-27	T-026N R-01OW SEC. 36 SE/4SE/4	40.00	TRACT: 115			0.406934%
ORRI:						
				0.000000	10.109642	
ROYALTY:						
				0.000000	12.500000	
WORKING INTEREST:						
WILLIAMS PRODUCTION				33.940000	29.697500	
KLINGER MARYAN TRUST				0.086451	0.073052	
XTO ENERGY INC				0.129680	0.109580	
ZZZ KELLY & TRUST LLC				0.349474	0.304330	
KELLY MINERALS INTERESTS JV				0.174404	0.152604	
PRODUCTION GATHERING CO LP				0.172911	0.146110	
HARRISON LANGDON D REVOC TRUST B				0.104639	0.091559	
BURLINGTON RESOURCES O&G CO LP				65.042441	46.815623	
TOTAL				100.000000	100.000000	

B-10894-14

T-026N R-01OW
 SEC. 16 NE/4, E/2NW/4, N/2SW/4, SW/4SW/4,
 SE/4SE/4

400.00

TRACT: 116

0.000000%

Tract Remarks:
 TRACT NOT COMMITTED TO THE UNIT

BURLINGTON RESOURCES O&G CO LP - OPERATOR
TWENTY FIFTH EXPANDED PARTICIPATING AREA FOR PICTURED CLIFFS FORMATION
HUERFANO UNIT AREA
SAN JUAN COUNTY, NEW MEXICO

SERIAL NUMBER	DESCRIPTION	ACRES	DRILLING BLOCK	GWI	NRI	PARTICIPATION FACTOR
B-9320-10	T-026N R-009W SEC. 16 W/2 NW/4, SE/4 SW/4, W/2 SE/4	200.00	TRACT: 117			2.034669%
	Tract Remarks: BROG AND HUDSON POOL BEAR A 3.0% ORRI. BROG BEARS THE REMAINING ORRI.					
				ORRI: 0.000000	12.575622	
				ROYALTY: 0.000000	12.500000	
				WORKING INTEREST:		
				KLINGER MARYAN TRUST	0.043231	0.036531
				XTO ENERGY INC	0.064840	0.054790
				ZZZ KELLY & TRUST LLC	0.118085	0.102594
				KELLY MINERALS INTERESTS JV	0.054360	0.047564
				PRODUCTION GATHERING CO LP	0.086450	0.073050
				HARRISON LANGDON D REVOC TRUST B	0.032617	0.028540
				BURLINGTON RESOURCES O&G CO LP	99.600417	74.581309
				TOTAL	100.000000	100.000000
E-2659-11	T-027N R-010W SEC. 32 NW/4	160.00	TRACT: 122			1.627735%
	Tract Remarks: BROG BEARS 100% OF THE TOTAL ORRI.			ORRI: 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
E-2659-11	T-027N R-010W SEC. 32 SW/4	160.00	TRACT: 122A			1.627735%
	Tract Remarks: ORRI BORNE 100% BY OTHERS -- NOT AMOCC			ORRI: 0.000000	5.000000	
				ROYALTY: 0.000000	12.500000	
				WORKING INTEREST:		
				ROGERS-GIBBARD TRUST	12.500000	10.312503
				JOHNSTON EULA MAY TRUST	50.000000	41.249999
				JOHNSTON V A FAMILY TRUST	12.500000	10.312498
				JOHNSTON BETTY T MARITAL TRUST	25.000000	20.625000
				TOTAL	100.000000	100.000000

BURLINGTON RESOURCES O&G CO LP- OPERATOR
 TWENTY FIFTH EXPANDED PARTICIPATING AREA FOR PICTURED CLIFFS FORMATION
 HUERFANO UNIT AREA
 SAN JUAN COUNTY, NEW MEXICO

SERIAL NUMBER	DESCRIPTION	ACRES	DRILLING BLOCK	GWI	NRI	PARTICIPATION FACTOR
	T-027N R-010W SEC. 32 E/2	320.00	TRACT: 122B			3.255470%
	Tract Remarks: SUBJECT TO BEAMON GLA-77, 79.2% NPI INCLUDED AS A WI FOR BILLING PURPOSES BROG BEARS 100% OF THE TOTAL ORRI.			0.000000 0.000000 100.000000 100.000000	84.200000 12.500000 3.300000 100.000000	
E-2941-1	T-026N R-009W SEC. 16 NE/4 SE/4	40.00	TRACT: 139			0.406934%
				0.000000 0.000000 100.000000 100.000000	0.000000 12.500000 87.500000 100.000000	
C.E. Thompson	T-026N R-009W SEC. 22 NE/4 SE/4	40.00	TRACT: 141			0.406934%
	Tract Remarks: ALL ORRI BORNE PROPORTIONATELY BY ALL WORKING INTEREST OWNERS.			0.000000 0.000000 32.012500 0.487500 67.500000 100.000000	12.375000 12.500000 24.049392 0.366233 50.709375 100.000000	

BURLINGTON RESOURCES O&G CO LP- OPERATOR
 TWENTY FIFTH EXPANDED PARTICIPATING AREA FOR PICTURED CLIFFS FORMATION
 HUERFANO UNIT AREA
 SAN JUAN COUNTY, NEW MEXICO

SERIAL NUMBER	DESCRIPTION	ACRES	DRILLING BLOCK	GWI	NRI	PARTICIPATION FACTOR
Glen W. Swire	T-026N R-009W SEC. 22 SE/4 NW/4	40.00	TRACT: 142			0.406934%
	Tract Remarks:					
	12.5% ROYALTY NOT COMMITTED TO THE UNIT			0.000000	6.037500	
	ORI INCLUDES PROD. PAYMENT OF 4.2875			0.000000	0.000000	
			WORKING INTEREST:			
			BURLINGTON RESOURCES O&G CO LP	100.000000	93.962500	
			TOTAL	100.000000	100.000000	
Glen W. Swire	T-026N R-009W SEC. 22 S/2 NE/4	80.00	TRACT: 142A			0.813867%
	Tract Remarks:					
	12.5% ROYALTY NOT COMMITTED TO THE UNIT.			0.000000	6.037500	
	ORI INCLUDES PROD. PAYMENT OF 4.2875			0.000000	0.000000	
			WORKING INTEREST:			
			BURLINGTON RESOURCES O&G CO LP	100.000000	93.962500	
			TOTAL	100.000000	100.000000	

R11W

R10W

R9W

T 27 N

T 26 N

T 25 N

Huerfano Unit

Pictured Cliffs PA

- Approved 24th Expan., Effective 8/1/1959
- Proposed 25th Expan., Effective 4/1/2006

Well Status

ACTIVE

INACTIVE

BURLINGTON
RESOURCES

Inventory Management
San Juan Business Unit
Farmington, New Mexico
5/2007

