



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

August 22, 2007

Bureau of Land Management Farmington Resource Area 1235 La Plata Highway Farmington, NM 87401

Oil Conservation Division State of New Mexico 1220 S. Saint Francis Drive Santa Fe, NM 87505 Commissioner of Public Lands State of New Mexico P. O. Box 1148 Santa Fe. NM 87501-1148

RECEIVED

RE: FIRST AMENDMENT-2007 Plan of Development San Juan 32-7 Unit #14-08-001-441 San Juan County, New Mexico

Ladies and Gentlemen:

By letter dated February 23, 2007 Plan of Development for the referenced unit was submitted for your approval. Subsequently it has been determined that the following wells should be included:

Well Name/Number	Dedication	Formation
San Juan 32-7 Unit 18M	S/2 05-31N-7W	Mesaverde/Dakota Commingle
San Juan 32-7 Unit 19M	W/2 04-31N-7W	Mesaverde/Dakota Commingle
San Juan 32-7 Unit 24A	W/2 21-32N-7W	Mesaverde/Dakota Commingle
San Juan 32-7 Unit 71A	N/2 09-31N-7W	Mesaverde/Dakota Commingle

The working interest owners on the attached listing are being furnished a copy of this letter. ConocoPhillips, as Unit Operator, will drill any offset wells required to prevent drainage of unitized substances and any other wells deemed necessary by the working interest owners or Unit Operator.

In accordance to Section 10 of the Unit Agreement, please provide your approvals by executing and returning a copy of this letter to the undersigned.

Please contact me at (505) 326-9760 if there are any questions regarding this letter.

Sincerely,

Linda Dean

LKD/aew

xc: San Juan 32-7 Unit, 3.0 (2007) San Juan 32-7 Unit Working Interest Owners

SAN JUAN 32-7 UNIT 2007 PLAN OF DEVELOPMENT APPROVALS FIRST AMENDMENT

Bureau of Land Management

New Mexico Oil Conservation Division

New Mexico Commissioner of Public Lands

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Date

Date

Date

SAN JUAN 32-7 UNIT WORKING INTEREST OWNERS

BP AMERICA PRODUCTION COMPANY BURLINGTON RESOURCES OIL & GAS CONOCOPHILLIPS COMPANY ENERGEN RESOURCES CORP J GLENN TURNER PHILLIPS-NEW MEXICO PARTNERS LP PHILLIPS-SAN JUAN PARTNERS LP SAN JUAN BASIN PARTNERSHIP WILLIAMS PRODUCTION COMPANY