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ConocoPhillips
San Juan Business Unit
P.O. Box 4289
Farmington, NM 87499-4289

Burlington Resources Inc.
A wholly owned subsidiary

December 5, 2008

674

Bureau of Land Management
Farmington Resource Area
Attn: Mr. Wayne Townsend
1235 La Plata Highway
Farmington, NM 87401

State of New Mexico
Commissioner of Public Lands
Attn: Mr. Pete Martinez
P.O. Box 1148
Santa Fe, NM 87504-1148

New Mexico Oil Conservation Division
Energy Minerals & Natural Resources
Attn: Ms. Lori Wrotenbery
1220 S. Saint Francis Drive
Santa Fe, NM 87505-4000

RE: San Juan 29-7 Unit (#14-08-001-1650)
Commerciality Determinations
Pictured Cliffs Formation
Rio Arriba County, New Mexico

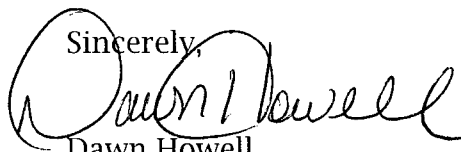
Gentlemen:

Pursuant to the provisions of Section 11(a) of the San Juan 29-7 Unit Agreement, #14-08-001-1650, approved September 3, 1954, Burlington Resources Oil & Gas Company LP, as Operator, has determined that the well listed below is not capable of producing unitized substances in paying quantities from the Pictured Cliffs formation. Burlington is seeking confirmation of the paying well determination enclosed.

Well Name	Dedication	Lease No.	Completion Date	Determination
SJ 29-7 Unit #530S	SE/4 Sec. 34-29N-7W	SF-078425	1/5/2007	Non-Commercial

Upon receipt of response from the Bureau of Land Management and concurring responses from the Commissioner of Public Lands and New Mexico Oil Conservation Division, this well will continue to be carried on a lease basis.

Copies of this letter and enclosures are being sent to the working interest owners as listed on the attached page. Please contact Karen Stevens at 326-9754 for any technical questions, and all other questions to the undersigned at 599-4030.

Sincerely,

Dawn Howell
Staff Land Technician

SJ 29-7 Unit 4.1

BURLINGTON RESOURCES
COMMERCIALITY DETERMINATION
BLM DATA SHEET
SAN JUAN 29-7 UNIT 530S

WELL INFORMATION

LEASE	SAN JUAN 29-7 UNIT 530S
LOCATION	35029N007W
COUNTY, STATE	RIO ARriba, NEW MEXICO
FORMATION	PICTURED CLIFFS
PROJECT TYPE	NEWDRIll
WELL TYPE	GAS WELL
OPERATOR	
SPUD DATE	10/31/2006
COMP DATE	1/5/2007
1ST DELIVERY	1/5/2007
COMM GWI %	100.00
COMM NRI %	87.50
BOARD RATE %	10.00

PRODUCTION TAXES

TAXES FOR: RIO ARRIBA, NEW MEXICO
2003 - 2004 Commerciality

GAS % OF REVENUE

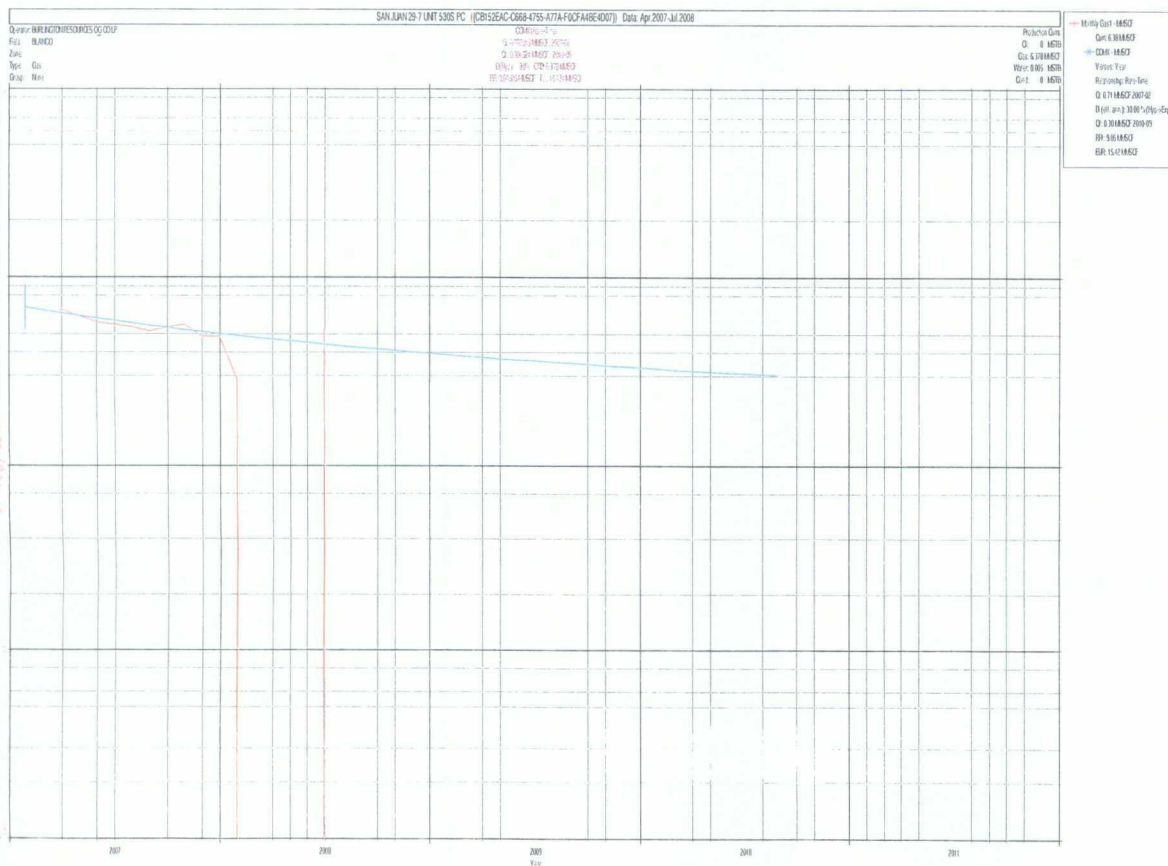
SEVERANCE:	
Severance, School, Conservation	7.93
AD VALOREM:	
Production, Equipment	1.40
TOTAL %:	9.33

AVERAGE HEAT CONTENT

1,000 MMBtu / Mcf

WELL COST AND ECONOMICS

669.00	M\$	AVERAGE WELL COST
15.42	MMCF	ULT. GROSS GAS RESERVES
22.27	MCFD	INITIAL GAS RATE
0.00	%	RATE OF RETURN
-0.98	\$/\$	P/I, DISC. @ 10.00 %
-656.20	M\$	NET PRESENT VALUE, DISC. @ 10.00 %
0.00	YRS	PAYOUT



BURLINGTON RESOURCES
COMMERCIALITY DETERMINATION
BLM DATA SHEET
SAN JUAN 29-7 UNIT 530S

CASH FLOW SUMMARY

Date	Gas1 Rate	Gas1 Volume	Net Gas Volume	Net Cond Volume	Net Oth Volume	Gas1 Price	Gas Price	Cond Price	Oth Price	Net Revenue	Prod Taxes	Total Opcosts	Total Oper Inc	Total Capital	Total BT Cash
	mcf/d	MMSCF	MMSCF	MSTB	MSTB	\$/MMBTU	\$/mcf	\$/Bbl	\$/Bbl	M\$	M\$	M\$	M\$	M\$	M\$
2007 02	0.0	0.0	0.00	0.00	0.00	4.86	4.86	35.51	22.66	0.0	0.00	1.04	-1.04	669.00	-670.04
2007 03	0.0	0.0	0.00	0.00	0.00	4.86	4.86	35.51	22.66	0.0	0.00	1.04	-1.04	0.00	-1.04
2007 04	22.3	0.7	0.58	0.00	0.00	4.86	4.86	35.51	22.66	2.8	0.30	1.04	1.50	0.00	1.50
2007 05	20.3	0.6	0.55	0.00	0.00	4.86	4.86	35.51	22.66	2.7	0.28	1.04	1.35	0.00	1.35
2007 06	19.2	0.6	0.50	0.00	0.00	4.86	4.86	35.51	22.66	2.4	0.26	1.04	1.15	0.00	1.15
2007 07	18.0	0.6	0.49	0.00	0.00	4.86	4.86	35.51	22.66	2.4	0.25	1.04	1.09	0.00	1.09
2007 08	17.5	0.5	0.48	0.00	0.00	4.86	4.86	35.51	22.66	2.3	0.24	1.04	1.02	0.00	1.02
2007 09	17.1	0.5	0.45	0.00	0.00	4.86	4.86	35.51	22.66	2.2	0.23	1.04	0.91	0.00	0.91
2007 10	17.4	0.5	0.47	0.00	0.00	4.86	4.86	35.51	22.66	2.3	0.24	1.04	1.01	0.00	1.01
2007 11	18.7	0.6	0.49	0.00	0.00	4.86	4.86	35.51	22.66	2.4	0.25	1.04	1.09	0.00	1.09
2007 12	15.7	0.5	0.43	0.00	0.00	4.86	4.86	35.51	22.66	2.1	0.22	1.04	0.81	0.00	0.81
2008 01	15.6	0.5	0.42	0.00	0.00	4.86	4.86	35.51	22.66	2.1	0.22	1.04	0.80	0.00	0.80
2008 02	10.0	0.3	0.25	0.00	0.00	4.86	4.86	35.51	22.66	1.2	0.13	1.04	0.06	0.00	0.06
2008 03	0.0	0.0	0.00	0.00	0.00	4.86	4.86	35.51	22.66	0.0	0.00	1.04	-1.04	0.00	-1.04
2008 04	0.0	0.0	0.00	0.00	0.00	4.86	4.86	35.51	22.66	0.0	0.00	1.04	-1.04	0.00	-1.04
2008 05	0.0	0.0	0.00	0.00	0.00	4.86	4.86	35.51	22.66	0.0	0.00	1.04	-1.04	0.00	-1.04
2008 06	0.0	0.0	0.00	0.00	0.00	4.86	4.86	35.51	22.66	0.0	0.00	1.04	-1.04	0.00	-1.04
2008 07	17.1	0.5	0.46	0.00	0.00	4.86	4.86	35.51	22.66	2.3	0.24	1.04	0.98	0.00	0.98
2008 08	13.9	0.4	0.38	0.00	0.00	4.86	4.86	35.51	22.66	1.8	0.19	1.04	0.60	0.00	0.60
2008 09	14.1	0.4	0.37	0.00	0.00	4.86	4.86	35.51	22.66	1.8	0.19	1.04	0.57	0.00	0.57
Sub.	---	7.2	6.33	0.00	0.00	---	---	---	---	30.8	3.24	20.82	6.70	669.00	-662.30
Rem.	---	8.2	7.14	0.00	0.00	---	---	---	---	34.7	3.66	23.94	7.11	0.00	7.11
Total	---	15.4	13.47	0.00	0.00	---	---	---	---	65.5	6.90	44.76	13.82	669.00	-655.18

BP AMERICA PRODUCTION CO
ATTEN: JOHN LARSON
501 WEST LAKE PK BLVD-FL19
HOUSTON, TX 77079

C W BOLIN PROPERTIES LTD
813 8TH ST STE 1120
WICHITA FALLS, TX 76301-3354

D P BOLIN
2525 KELL #510
WICHITA FALLS, TX 76308

DAN H BOLIN
D PHIL BOLIN PAT S BOLIN &
WARREN T
2525 KELL #510
WICHITA FALLS, TX 76301

DAVID A PIERCE
PO BOX 4140
FARMINGTON, NM 87499

DIRK VANHORN REEMTSMA
556 CRESTWOOD DR
OCEANSIDE, CA 92058

FOUR STAR OIL & GAS COMPANY
ATTEN: NOJV MANGER
HOUSTON, TX 77236

J&M RAYMOND LTD
RAYMOND & SONS I LLC GENERAL
PARTNER
P O BOX 291445
KERRVILLE, TX 78029-1445

LANCE REEMTSMA
2601 GRANT ST
BERKELEY, CA 94703-1915

PAT S BOLIN
2525 KELL #510
WICHITA FALLS, TX 76308

R L BOLIN PROPERTIES LTD
4245 KEMP BLVD STE 316
WICHITA FALLS, TX 76308

T H MCELVAIN OIL AND GAS PROP
SUITE 1800
1050 17TH ST
DENVER, CO 80265-1801

WILLIAMS PRODUCTION COMPANY
ATTEN: BARBARA BURNETT/MD 25
P O BOX 3102
TULSA, OK 74101

XTO ENERGY INC
ATTN CHRIS SPENCER
810 HOUSTON ST SUITE 2000
FORT WORTH, TX 76102-6223

SAN JUAN 29-7 A728842 & A728841