

OIL CONS. DIV DIST. 3  
JUL 29 2014

**BURLINGTON**  
**RESOURCES**  
Farmington Field Office  
Bureau of Land Management

**RECEIVED**  
JUL 25 2014

Distribution:  
BLM 4 Copies  
Regulatory  
Accounting  
Well File  
Revised: March 9, 2006

**PRODUCTION ALLOCATION FORM**

Status  
PRELIMINARY ☒  
FINAL ☐  
REVISED ☒ 4<sup>th</sup> Allocation

Commingled Type  
SURFACE ☐ DOWNHOLE ☒  
Type of Completion  
NEW DRILL ☒ RECOMPLETION ☐ PAYADD ☐ COMMINGLED ☐

Date: 7/18/14

API No. 30-045-35250  
DHC No. DHC3605AZ  
Lease No. SF-077107-A  
**Federal**

Well Name  
**Blanco Wash Federal**

Well No.  
**#3M**

Unit Letter	Section	Township	Range	Footage	County, State
Surf- F	27	T028N	R009W	1723' FNL & 1547' FWL	San Juan County,
BH- K	27	T028N	R009W	2333' FSL & 1885' FWL	New Mexico

Completion Date  
7/15/2013

Test Method  
HISTORICAL ☐ FIELD TEST ☒ PROJECTED ☐ OTHER ☐

FORMATION	GAS	PERCENT	CONDENSATE	PERCENT
MESAVERDE		38%		29%
DAKOTA		62%		71%

**JUSTIFICATION OF ALLOCATION: Fourth Allocation:** These percentages are based upon compositional gas analysis tests from the Mesaverde and Dakota formations during completion operations. Subsequent allocations will be submitted every three months after the first delivery date. Allocation splits will keep changing until the gas analysis mole fractions stabilize. Condensate percentages are based upon the formation yields.

APPROVED BY	DATE	TITLE	PHONE
<i>Joe J. Smith</i>	7-25-14	Geo	564-2740
X <i>Stephen Read</i>	7/23/14	Engineer	505-599-4081
X <i>Shara Graham</i>	7/15/14 7/14/14	Engineering Tech.	505-326-9819
Shara Graham			

NMOCD

# COMPOSITIONAL ALLOCATION FORM

**COMPANY: CONOCOPHILLIPS**

## WELL INFORMATION

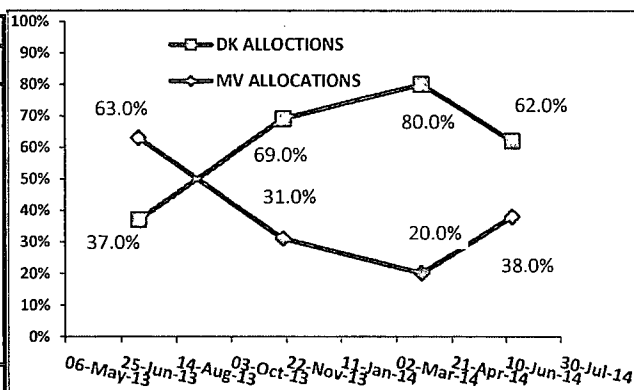
**LOCATION:** NM028N09W027K Downhole  
**WELLNAME:** Blanco Wash Federal 3M  
**API NUMBER:** 3004535250  
**LEASE NUMBER:**  
**COUNTY/ STATE:** San Juan, NM  
**FORMATIONS:** MV/DK (BLANCO MESAVERDE/ BASIN DAKOTA)  
**DHC # APPROVAL:** DHC3605AZ  
**ALLOCATION NUMBER:** 4

## SAMPLE DATA

**ANALYSIS FROM:** Gas Analysis Service (Phone 505-5998998)  
**ANALYSIS REF NUMBER:** CP140517 07/11/13

**SAMPLE DATE:** 6/16/2014

COMPONENT	MOLE %	NORM HC %	BTU
NITROGEN	1.66		
CO2	0.90		
METHANE	76.20	78.2%	769.66
ETHANE	10.91	11.2%	193.15
PROPANE	5.93	6.09%	149.20
I-BUTANE	1.17	1.2%	38.07
N-BUTANE	1.58	1.6%	51.62
I-PENTANE	0.52	0.5%	20.68
N-PENTANE	0.36	0.4%	14.31
HEXANE PLUS	0.76	0.8%	40.06
	100.000		1302.67
HYDROCARBON	97.435		



## END POINTS INFORMATION

FROM STAND ALONE WELLS OR REAL TIME DATA

END POINTS INFORMATION	METHANE		ETHANE		PROPANE		TOTAL BUTANE	
	C1MV	C1DK	C2MV	C2DK	C3MV	C3DK	C4MV	C4DK
CONCENTRATION	75.57%	79.55%	11.60%	10.39%	7.69%	4.97%	3.47%	2.80%
Confidence ratio*	6.4		2.5		6.22		1.7	

\*(Endpoints diff / Observed Variance)

☒ If red, Member Conf ratio too low to be used for allocation purposes

	MV	DK	MV	DK	MV	DK	MV	DK
Allocations*	34.0%	66.0%	Low Conf	Low Conf	41%	59%	Low Conf	Low Conf

\*Calculated using formulas below

MV ALLOC=  $\frac{DK_{endP} - Mix}{DK_{endP} - MV_{endP}}$

DK ALLOC=  $\frac{Mix - MV_{endP}}{DK_{endP} - MV_{endP}}$

**CENTRAL MEMBER\***

CONF RATIO	COMP
6.4	C1
<b>CM ALLOC</b>	
MV	DK
34%	66%

\*Central Member (Component with higher Confidence Ratio)

## ALLOCATION CALCULATION

ONLY THOSE COMPONENTS WHOSE ALLOCATIONS ARE 15% POINTS WITHIN THE CENTRAL MEMBER WILL BE USED FOR THE AVERAGE ESTIMATION (Zeros and Neg Discarded)

15% Check	MV ALL
C1	34.000%
C2	
C3	41.000%
C4	

OFFICIAL GAS ALLOC	
MV	DK
38.0%	62.0%
OIL	OIL
29%	71%

\* Oil allocation based on Historical yields

\* If both are zero then Oil alloc= Gas alloc

## SIGNATURES:

NAME	TITLE	DATE	SIGNATURE
_____	_____	_____	_____
_____	_____	_____	_____