Form 3160-5 (August 1999)

UNITED STATES DEPARTMENT OF THE INTERIOR BUREAU OF LAND MANAGEMENT

FORM APPROVED OMB No. 1004-0135 Expires November 30, 2000

Lease Serial No.

SUND	NMSF	NMSF079289				
Do not use t abandoned	Do not use this form for proposals to drill or to re-enter an abandoned well. Use Form 3160-3 (APD) for such proposals. 6. If Indian,					
SUBMIT IN TR	7. If Uni	7. If Unit or CA/Agreement, Name and/or No.				
Oil Well A Gas Well	Other			Name and No.		
2. Name of Operator ConocoPhillips Co.	San Ju	an 28-7 Unit # 55				
3a. Address	code) 30-039-	30-039-07444				
P.O. Box 2197, WL3-608 4. Location of Well (<i>Footage</i> , St.		10. Field and Pool, or Exploratory Area Basin FC; S Blanco PC; Blanco MV				
Sec 12 T28N R7W SWSV	11. Coun	11. County or Parish, State Rio Arriba				
12. CHECK A	PPROPRIATE BOX(ES) TO	INDICATE NATURE O	F NOTICE, REPORT, (OR OTHER DATA		
TYPE OF SUBMISSION		TYPE OI	FACTION			
 □ Notice of Intent ☑ Subsequent Report □ Final Abandonment Notice 	☐ Alter Casing [☐ Casing Repair ☐ Change Plans ☐	Deepen	Production (Start/ Resume) Reclamation Recomplete Temporarily Abandon Water Disposal	 □ Water Shut-Off □ Well Integrity □ Other Allocation 		
If the proposal is to deepen dir Attach the Bond under which to following completion of the in	rectionally or recomplete horizontally the work will be performed or provide wolved operations. If the operation re anal Abandonment Notices shall be fi	y, give subsurface locations mea de the Bond No. on file with BLN esults in a multiple completion o	sured and true vertical depths M/BIA. Required subsequent or recompletion in a new intervention.	reports shall be filed within 30 days val, a Form 3160-4 shall be filed once		
	using fixed percentage allocalion as per attached.	OCT 2005 CONS. DIV.		ng allocation from the 070 FARISTINGTON 12 16		
4. I hereby certify that the foregoi Name (Printed/Typed)	ing is true and correct	Title				
Christina Gustartis		Regulatory S	Specialist			
Cionatura		Data				

THIS SPACE FOR FEDERAL OR STATE OFFICE USE

10/25/2005

Approved by

Conditions of approval, if any, are attached. Approval of this notice does not warrant or certify that the applicant holds legal or equitable title to those rights in the subject lease which would entitle the applicant to conduct operations thereon.

FETE. ENG

Date 10/28/05

BLM- FFO

Title 18 U.S.C. Section 1001, makes it a crime for any person knowingly and willfully to make to any department or agency of the United Space of fauldulent statements or representations as to any matter within its jurisdiction.

Allocation for the San Juan 28-7 Unit #55 (API 30-039-07444) - Conversion from Subtraction/Fixed to Fixed

The San Juan 28-7 Unit #55 was originally completed as a Mesaverde single producer in 1956. In late 2000, the #55 was recompleted to the FC/PC with resultant production commingled with existing Mesaverde production (a FC/PC/MV trimingle). Mesaverde cumulative recovery at the time of recompletion was 4.96 Bcfg, with (then) daily rates of approximately 223 Mcfgd.

Initial flow tests as reported by the field operator indicated:

Fruitland Coal (2-3/8" tubing set at 3,256', Perfs 3,129-3,347' OA, composite plug at 3,360')

11/18/00 1/2" choke

90 psi ftp

220 psi sicp

300 MCFPD + 0 BOPD + 1 BWPD

Pictured Cliffs* (2-3/8" tubing set at 3,402', perfs 3,367-3,443' OA, composite plug at 3,490')

11/19/00 1/2" choke

90 psi ftp

180 psi sicp

294* MCFPD + 0 BOPD + 1 BWPD

Based on these initial stabilized flow tests, calculated DHC allocation percentages for the FC/PC only are:

Fixed Allocation (Gas) Fruitland Coal

Fruitland Coal
Pictured Cliffs

51% 49%

Fixed Allocation (Oil)

Fruitland Coal

0% 0%

Pictured Cliffs

Based on the historical performance of the #55 with all three zones producing, little uplift was realized over and above the strong daily rates existing in the #55 at the time of recompletion. Plunger lift operations designed to keep the well unloaded have been in place since the time of trimingling. While there is some variation in rate contributed by the FC/PC utilizing the existing subtraction allocation method, overall contribution of the FC/PC is roughly 12% of gas produced. Splitting this contribution utilizing the above fixed percentages yields the following total well, fixed percentage allocation:

Fixed Allocation (Gas)

Fruitland Coal 6%

Pictured Cliffs 6% Mesaverde 88%

No oil was produced during the testing of the FC/PC, and offset producers are very dry in these horizons. All oil production should be allocated to the Mesaverde.

Please allocate production based on the above estimated percentages.

Call with questions

Tom Johnson 832-486-2347

^{*}PC/FC commingled rate was measured at 594 Mcfgd. Subtracting the (isolated) FC test rate of 300 Mcfgd yields a PC rate of 294 Mcfgd.

San Juan 28-7 Unit #55 Monthly Production

	Total Well	PC/FC	Days	PC/FC	Mesaverde	Days	Mesaverde	MV
Month	Production	Production	Produced	Daily	Production	Produced	Daily	<u>%</u>
Dec-00	10,105	4310	25	172	5795	25	232	57%
Jan-01	8,994	1809	31	58	7185	31	232	80%
Feb-01	7,712	1222	28	44	6490	28	232	84%
Mar-01	7,991	806	31	26	7185	31	232	90%
Apr-01	7,578	624	30	21	6954	30	232	92%_
May-01	7,223	2587	20	129	4636	20	232	64%
Jun-01	6,230	435	25	17	5795	25	232	93%
Jul-01	6,812	1893	22	86	4919	22	224	72%
Aug-01	7,305	374	31	_12	6931	31	224	95%
Sep-01	7,293	586	30	20	6707	30	224	92%
Oct-01	7,251	320	31	10	6931	31	224	96%
Nov-01	6,756	49	30	2	6707	30	224	99%
Dec-01	6,717	680	27	25	6037	27	224	90%_
Jan-02	5,798	388	25	16	5410	25	216	93%
Feb-02	5,903	277	26	11	5626	26	216	95%
Mar-02	6,585	309	29_	- 11	6276	29	216	95%
Apr-02	6,681	189	30	6	6492	30	216	97%
May-02	6,526	467	28_	17	6059	28	216	93%
Jun-02	4,341	446	18	25	3895	18	216	90%
Jul-02	5,916	722	24	30	5194	24	216	88%
Aug-02	6,074	448	26	17	5626	_26	216	93%
Sep-02	6,245	186	28	7	6059	28	216	97%
Oct-02	6,724	16	31	-	6708	31	216	100%
Nov-02	6,078	668	25	27	5410	25	216	89%
Dec-02	6,243	184	28	7	6059	28	216	97%
Jan-03	6,147	526	27	19	5621	27	208	91%
Feb-03	5,170	798	21	38	4372	21	208	85%
Mar-03	5,577	372	25	15	5205	25	208	93%
Арт-03	4,737	365	21	17	4372	21	208	92%
May-03	6,015	186	28	7	5829	28	208	97%
Jun-03	4,693	430	21	20	4263	21	203	91%
Jul-03	6,510	217	31	7	6293	31	203	97%
Aug-03	8,471	3193	26	123	5278	26	203	62%
Sep-03	7,120	1436	28	51	5684	28	203	80%
Oct-03	8,312	2425	29	84	5887	29	203	71%
Nov-03	7,692	2211	27	82	5481	27	203	71%
Dec-03	7,740	1447	31	47	6293	31	203	81%
Jan-04	7,411	1335	31	43	6076	31	196	82%
Feb-04	6,393	1493	25	60	4900	25	196	77%
Mar-04	7,563	1487	31	48	6076	31	196	80%
Apr-04	6,601	1113	28	40	5488	28	196	83%
May-04	6,751	675	31	22	6076	31	196	90%
Jun-04	6,012	1700	22	77	4312	22	196	72%
Jul-04	6,781	705	31	23	6076	31	196	90%
Aug-04	6,611	535	31	17	6076	31	196	92%
Sep-04	6,367	487	30	16	5880	30	196	92%
Oct-04	6,234	158	31	5	6076	31	196	97% 98%
Nov-04	5,981	101	30	3	5880	30	196	
Dec-04	6,226	150	31		6076	31	196	98% 92%
Jan-05	6,382	523	31	17	5859	31	189	
Feb-05	5,690	398	28	14	5292	28	189	93%
Mar-05	6,337	667	30	22	5670	30	189	89%
Apr-05	5,994	324	30	11	5670	30	189	95%
May-05	5,766	96	30	3	5670	30	189	98%
Jun-05	4,623	87	24	4	4536	24	189	98%
Jul-05	5,183	80	27	3	5103	27	189	98%
Aug-05	5,276	173	27	6	5103	27	189	97%
	373,447	45,888			327,559			

Recommended Mesaverde Fixed Gas % Allocation For All Future Production | 1880 | Recommended total FC/PC Fixed Gas % Allocation For All Future Production | 1980 | Based on additional testing, the 12% allocated to FC/PC is split further to | 1980 | 1980 | 1980 | 1980 | 1980 | 1980 | 1980 | 1980 | 1980 | 1980 | 1980 | 1980 | 1980 | 1980 | 1980 | 1980 | 1980 | 1980 | 1980 | 1980 | 1980 | 1980 | 1980 | 1980 | 1980 | 1980 | 1980 | 1980 | 1980 | 1980 | 1980 | 1980 | 1980 | 1980 | 1980 | 1980 | 1980 | 1980 | 1980 | 1980 | 1980 | 1980 | 1980 | 1980 | 1980 | 1980 | 1980 | 1980 | 1980 | 1980 | 1980 | 1980 | 1980 | 1980 | 1980 | 1980 | 1980 | 1980 | 1980 | 1980 | 1980 | 1980 | 1980 | 1980 | 1980 | 1980 | 1980 | 1980 | 1980 | 1980 | 1980 | 1980 | 1980 | 1980 | 1980 | 1980 | 1980 | 1980 | 1980 | 1980 | 1980 | 1980 | 1980 | 1980 | 1980 | 1980 | 1980 | 1980 | 1980 | 1980 | 1980 | 1980 | 1980 | 1980 | 1980 | 1980 | 1980 | 1980 | 1980 | 1980 | 1980 | 1980 | 1980 | 1980 | 1980 | 1980 | 1980 | 1980 | 1980 | 1980 | 1980 | 1980 | 1980 | 1980 | 1980 | 1980 | 1980 | 1980 | 1980 | 1980 | 1980 | 1980 | 1980 | 1980 | 1980 | 1980 | 1980 | 1980 | 1980 | 1980 | 1980 | 1980 | 1980 | 1980 | 1980 | 1980 | 1980 | 1980 | 1980 | 1980 | 1980 | 1980 | 1980 | 1980 | 1980 | 1980 | 1980 | 1980 | 1980 | 1980 | 1980 | 1980 | 1980 | 1980 | 1980 | 1980 | 1980 | 1980 | 1980 | 1980 | 1980 | 1980 | 1980 | 1980 | 1980 | 1980 | 1980 | 1980 | 1980 | 1980 | 1980 | 1980 | 1980 | 1980 | 1980 | 1980 | 1980 | 1980 | 1980 | 1980 | 1980 | 1980 | 1980 | 1980 | 1980 | 1980 | 1980 | 1980 | 1980 | 1980 | 1980 | 1980 | 1980 | 1980 | 1980 | 1980 | 1980 | 1980 | 1980 | 1980 | 1980 | 1980 | 1980 | 1980 | 1980 | 1980 | 1980 | 1980 | 1980 | 1980 | 1980 | 1980 | 1980 | 1980 | 1980 | 1980 | 1980 | 1980 | 1980 | 1980 | 1980 | 1980 | 1980 | 1980 | 1980 | 1980 | 1980 | 1980 | 1980 | 1980 | 1980 | 1980 | 1980 | 1980 | 1980 | 1980 | 1980 | 1980 | 1980 | 1980 | 1980 | 1980 | 1980 | 1980 | 1980 | 1980 | 1980 | 1980 | 1980 | 1980 | 1980 | 1980 | 1980 | 1980 | 1980 | 1980 | 1980 | 1980 |

Note: 100% of all future condensate production should be allocated to the Mesaverd

