

RECEIVED

OCT 22 2007

Bureau of Land Management
Farmington Field Office

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

ConocoPhillips

PRODUCTION ALLOCATION FORM

Status
PRELIMINARY
FINAL
REVISED

Commingle Type
SURFACE DOWNHOLE
Type of Completion
NEW DRILL RECOMPLETION PAYADD COMMINGLE

Date: 10/16/2007
API No. 30-045-33307
DHC No. DHC2262AZ
Lease No. NM-03402

Well Name
SAN JUAN 32-8 UNIT

Well No.
#7M

| | | | | | |
|------------------|---------------|-------------------|----------------|--|---|
| Unit Letter E | Section 22 | Township T031N | Range R008W | Footage 2150' FNL & 660' FWL 738 | County, State San Juan County, New Mexico |
|------------------|---------------|-------------------|----------------|--|---|

Completion Date: 09/26/2007
Test Method: HISTORICAL FIELD TEST PROJECTED OTHER

| FORMATION | GAS | PERCENT | CONDENSATE | PERCENT |
|-----------|-----------|---------|------------|---------|
| MESAVERDE | 990 MCFD | 31% | .50 BOPD | 100% |
| DAKOTA | 2249 MCFD | 69% | 0 BOPD | 0% |
| | 3239 | | .50 | |

JUSTIFICATION OF ALLOCATION: These percentages are based upon isolated flow tests from the Mesaverde and Dakota formations during completion operations. Oil was present during flow test operations.

| APPROVED BY | DATE | TITLE | PHONE |
|----------------------|----------|-------------------|--------------|
| <i>[Signature]</i> | 10/25/07 | Pet. Eng. - BLM | |
| X <i>[Signature]</i> | 10-16-07 | Engineer | 505-599-4043 |
| Julian Carrillo | | | |
| X <i>[Signature]</i> | 10/16/07 | Engineering Tech. | 505-326-9533 |
| Wendy Payne | | | |