

Submit 3 Copies To Appropriate District
Office
District I
1625 N. French Dr., Hobbs, NM 87240
District II
811 South First, Artesia, NM 87210
District III
1000 Rio Brazos Rd., Aztec, NM 87410
District IV
2040 South Pacheco, Santa Fe, NM 87505

State of New Mexico
Energy, Minerals and Natural Resources

Form C-103
Revised March 25, 1999

OIL CONSERVATION DIVISION

2040 South Pacheco
Santa Fe, NM 87505

WELL API NO.	30-039-07040
5. Indicate Type of Lease	STATE <input type="checkbox"/> FEE <input checked="" type="checkbox"/> <i>Fee</i>
6. State Oil & Gas Lease No.	
7. Lease Name or Unti Agreement Name	SAN JUAN 28-7
8. Well No.	89
9. Pool name or Wildcat	BLANCO MESAVERDE / BLANCO PC SOUTH

SUNDRY NOTICES AND REPORTS ON WELLS (DO NOT USE THIS FORM FOR PROPOSALS TO DRILL OR TO DEEPEN OR PLUG BACK TO A DIFFERENT RESERVOIR. USE "APPLICATION FOR PERMIT" (FORM C-101) FOR SUCH PROPOSALS.)	
1. Type of Well: Oil Well <input type="checkbox"/> Gas Well <input checked="" type="checkbox"/> Other	
2. Name of Operator CONOCO, INC.	
3. Address of Operator P.O. BOX 2197 DU 3084 HOUSTON TX 77252	
4. Well Location Unit Letter <u>M</u> : 1100' feet from the <u>SOUTH</u> line and 1190' feet from the <u>WEST</u> line Section <u>15</u> Township <u>27N</u> Range <u>7W</u> NMPM County <u>RIO ARRIBA</u>	
10. Elevation (Show whether DR, RKB, RT, GR, etc.)	

11. Check Appropriate Box to Indicate Nature of Notice, Report or Other Data	
NOTICE OF INTENTION TO: PERFORM REMEDIAL WORK <input type="checkbox"/> PLUG AND ABANDON <input type="checkbox"/> TEMPORARILY ABANDON <input type="checkbox"/> CHANGE PLANS <input type="checkbox"/> PULL OR ALTER CASING <input type="checkbox"/> MULTIPLE COMPLETION <input type="checkbox"/> OTHER: DHC <input checked="" type="checkbox"/>	SUBSEQUENT REPORT OF: REMEDIAL WORK <input type="checkbox"/> ALTERING CASING <input type="checkbox"/> COMMENCE DRILLING OPNS. <input type="checkbox"/> PLUG AND ABANDONMENT <input type="checkbox"/> CASING TEST AND CEMENT JOBS <input type="checkbox"/> OTHER: <input type="checkbox"/>

12. Describe proposed or completed operations. (Clearly state all pertinent details, and give pertinent dates, including estimated date of starting and proposed work). SEE RULE 1103. For Multiple Completions: Attach diagram of proposed completion or recompletion.

In reference to Order #R-11363 Conoco proposes to downhole commingle in the Blanco Mesaverde and Blanco PC South. This well is currently dual produced.

Perforations are:
Pictured Cliffs South 3144' - 3174'
Blanco Mesaverde 5348' - 5524'

Allocation will be by subtraction

Commingling in this well will not reduce the value of the remaining production

In reference to Order #R-10476-B interest owners were not notified.



I hereby certify that the information above is true and complete to the best of my knowledge and belief.

SIGNATURE Deborah Marberry TITLE REGULATORY ANALYST DATE 08/21/2001

Type or print name DEBORAH MARBERRY

Telephone No. (281)293-1005

(This space for State use)

APPROVED BY Original Signed by STEVEN N. HAYDEN

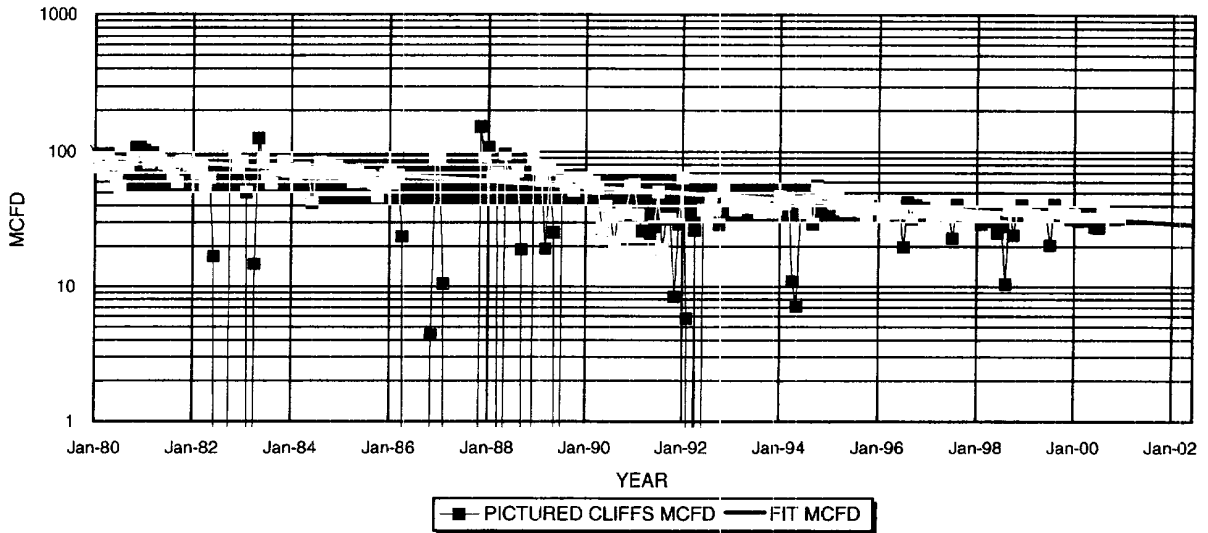
DEPUTY OIL & GAS INSPECTOR, DIST. 3

DATE

Conditions of approval, if any:

AUG 23 2001

**SJ 28-7 #89 PICTURED CLIFFS PRODUCTION
SECTION 15-27N-07W, RIO ARriba COUNTY, NEW MEXICO**



PICTURED CLIFFS PRODUCTION		1ST PROD: 03/58	PICTURED CLIFFS PROJECTED DATA	
OIL CUM:	0.00	MBO	Jan.00 Qi:	33 MCFD
GAS CUM:	2191.5	MMCF	DECLINE RATE:	5.0% (EXPONENTIAL)
OIL YIELD:	0.0000	BBL/MCF	API #30-039-07040	

PRODUCTION FORECAST FOR SUBTRACTION METHOD COMMINGLE ALLOCATION

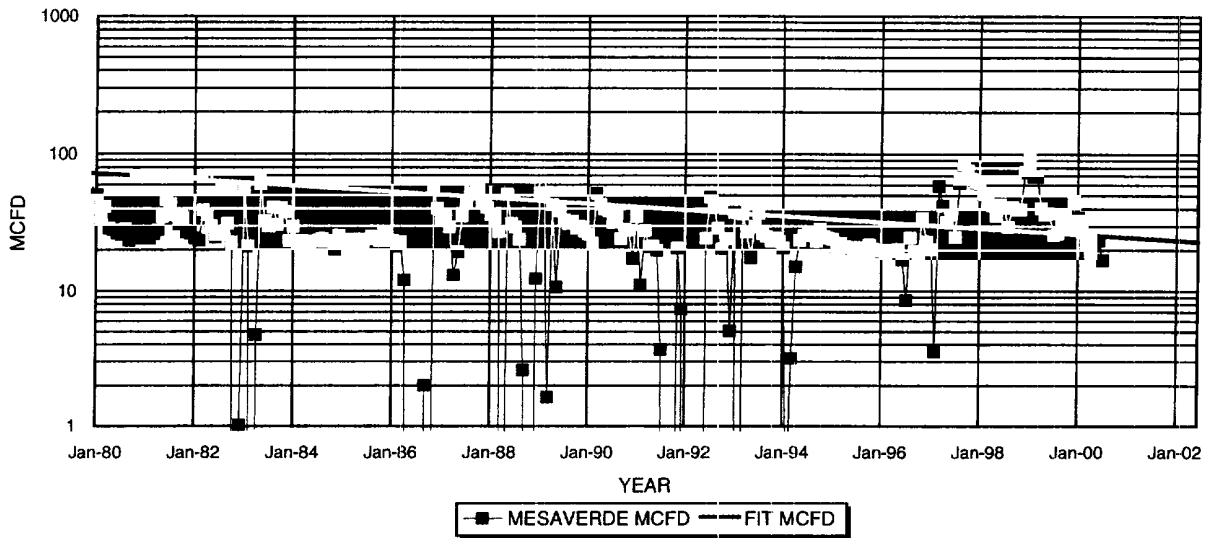
NOTE: Current decline rate is approximately 5.0 %/year. This rate is expected to continue for the duration of the well based on production trends observed during the life of this well.

Production data from P2000 Web Reports.

Expected Pictured Cliffs production is 56% of total production.

YEAR	MID-YEAR	MID-YEAR
	AVG. MCFD	AVG. BOPD
2000	32	0.0
2001	31	0.0
2002	29	0.0
2003	28	0.0
2004	26	0.0
2005	25	0.0
2006	24	0.0
2007	23	0.0
2008	22	0.0
2009	20	0.0
2010	19	0.0
2011	18	0.0
2012	18	0.0
2013	17	0.0
2014	16	0.0
2015	15	0.0
2016	14	0.0
2017	14	0.0
2018	13	0.0
2019	12	0.0
2020	12	0.0
2021	11	0.0
2022	10	0.0
2023	10	0.0
2024	9	0.0
2025	9	0.0
2026	9	0.0
2027	8	0.0
2028	8	0.0
2029	7	0.0
2030	7	0.0

**SJ 28-7 #89 MESAVERDE PRODUCTION
SECTION 15-27N-07W, RIO ARriba COUNTY, NEW MEXICO**



MESAVERDE PRODUCTION		1ST PROD: 03/58	MESAVERDE PROJECTED DATA	
OIL CUM:	4.92	MBO	Jan.00 Qi:	26 MCFD
GAS CUM:	610.2	MMCF	DECLINE RATE:	5.0% (EXPONENTIAL)
OIL YIELD:	0.0081	BBL/MCF	API #30-039-07140	

PRODUCTION FORECAST FOR SUBTRACTION METHOD COMMINGLE ALLOCATION

NOTE: Current decline rate is approximately 5.0 %/year. This rate is expected to continue for the duration of the well based on production trends observed during the life of this well.

Production data from P2000 Web Reports.

Expected Mesaverde production is 44% of total production.

YEAR	MID-YEAR	MID-YEAR
	AVG. MCFD	AVG. BOPD
2000	25	0.2
2001	24	0.2
2002	23	0.2
2003	22	0.2
2004	21	0.2
2005	20	0.2
2006	19	0.2
2007	18	0.1
2008	17	0.1
2009	16	0.1
2010	15	0.1
2011	14	0.1
2012	14	0.1
2013	13	0.1
2014	12	0.1
2015	12	0.1
2016	11	0.1
2017	11	0.1
2018	10	0.1
2019	10	0.1
2020	9	0.1
2021	9	0.1
2022	8	0.1
2023	8	0.1
2024	7	0.1
2025	7	0.1
2026	7	0.1
2027	6	0.1
2028	6	0.0
2029	6	0.0
2030	5	0.0

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State of New Mexico
Energy, Minerals & Natural Resources Department

Form C-102
Revised August 15, 2000

OIL CONSERVATION DIVISION
2040 South Pacheco
Santa Fe, NM 87505

Submit to Appropriate District Office
State Lease - 4 Copies
Fee Lease - 3 Copies

☐ AMENDED REPORT

WELL LOCATION AND ACREAGE DEDICATION PLAT

¹ API Number 30-039-07040		² Pool Code 72319		³ Pool Name BLANCO MESAVERDE	
⁴ Property Code 016608		⁵ Property Name SAN JUAN 28-7			⁶ Well Number 89
⁷ OGRID No. 005073		⁸ Operator Name CONOCO, INC.			⁹ Elevation

¹⁰ Surface Location

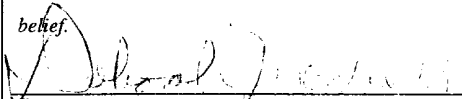
UL or lot no.	Section	Township	Range	Lot Idn	Feet from the	North/South line	Feet from the	East/West line	County
M	15	27N	7W		1100'	SOUTH	1190'	WEST	RIO ARRIBA

¹¹ Bottom Hole Location If Different From Surface

UL or lot no.	Section	Township	Range	Lot Idn	Feet from the	North/South line	Feet from the	East/West line	County

¹² Dedicated Acres 160/80	¹³ Joint or Infill I	¹⁴ Consolidation Code U	¹⁵ Order No.
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NO ALLOWABLE WILL BE ASSIGNED TO THIS COMPLETION UNTIL ALL INTERESTS HAVE BEEN CONSOLIDATED OR A
NON-STANDARD UNIT HAS BEEN APPROVED BY THE DIVISION

16					<p>¹⁷ OPERATOR CERTIFICATION <i>I hereby certify that the information contained herein is true and complete to the best of my knowledge and belief.</i></p> <p> ¹⁸Signature DEBORAH MARBERRY Printed Name REGULATORY ANALYST Title 8/10/2001 Date</p> <p>¹⁸ SURVEYOR CERTIFICATION <i>I hereby certify that the well location shown on this plat was plotted from field notes of actual surveys made by me or under my supervision, and that the same is true and correct to the best of my belief.</i></p> <p>Date of Survey Signature and Seal of Professional Surveyor: Certificate Number</p>

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☐ AMENDED REPORT

WELL LOCATION AND ACREAGE DEDICATION PLAT

1 API Number		2 Pool Code		3 Pool Name	
30-039-07040		72439		Blanco P.C. South	
4 Property Code		5 Property Name			6 Well Number
016608		SAN JUAN 28-7			89
7 OGRID No.		8 Operator Name			9 Elevation
005073		CONOCO, INC.			

10 Surface Location

UL or lot no.	Section	Township	Range	Lot Idn	Feet from the	North/South line	Feet from the	East/West line	County
M	15	27N	7W		1100'	SOUTH	1190'	WEST	RIO ARRIBA

11 Bottom Hole Location If Different From Surface

UL or lot no.	Section	Township	Range	Lot Idn	Feet from the	North/South line	Feet from the	East/West line	County

12 Dedicated Acres	13 Joint or Infill	14 Consolidation Code	15 Order No.
160/80	I	U	

NO ALLOWABLE WILL BE ASSIGNED TO THIS COMPLETION UNTIL ALL INTERESTS HAVE BEEN CONSOLIDATED OR A
NON-STANDARD UNIT HAS BEEN APPROVED BY THE DIVISION

16				17 OPERATOR CERTIFICATION	
				I hereby certify that the information contained herein is true and complete to the best of my knowledge and belief.	
				Signature	
				DEBORAH MARBERRY	
				Printed Name	
				REGULATORY ANALYST	
				Title	
				8/10/2001	
				Date	
				18 SURVEYOR CERTIFICATION	
				I hereby certify that the well location shown on this plat was plotted from field notes of actual surveys made by me or under my supervision, and that the same is true and correct to the best of my belief.	
				Date of Survey	
				Signature and Seal of Professional Surveyor:	
				Certificate Number	