

UNITED STATES
DEPARTMENT OF THE INTERIOR
BUREAU OF LAND MANAGEMENT

FORM APPROVED
OMB 1004-0135
Expires: November 30, 2000

SUNDRY NOTICES AND REPORTS ON WELLS

Do not use this form for proposals to drill or to deepen or to re-enter an abandoned well. Use Form 3160-3 (APD) for such proposals.

SUBMIT IN TRIPLICATE – Other Instructions on reverse side

1. Type Of Well Oil Well <input type="checkbox"/> Gas Well <input checked="" type="checkbox"/> Other <input type="checkbox"/>		5. Lease Serial No. SF-078496
2. Name Of Operator CONOCO INC.		6. If Indian, Allottee or Tribe Name
3a. Address P.O. Box 2197, DU 3066, Houston, TX 77252-2197	3b. Phone No. (include area code) (281) 293-1613	7. If Unit or CA/Agreement, Name and/or No. SAN JUAN 28-7 UNIT
4. Location Of Well (Footage, Sec., T., R., M., or Survey Description) 1840' FSL - 1110' FEL, Sec. 35, T28N-R07W, Unit Letter 'I'		8. Well Name And No. SAN JUAN 28-7 UNIT #278
		9. API Well No. 30-039-26439
		10. Field And Pool, Or Exploratory Area South Blanco PC
		11. County Or Parish, State RIO ARriba COUNTY, NM

12. CHECK APPROPRIATE BOX(ES) TO INDICATE NATURE OF NOTICE, REPORT, OR OTHER DATA

TYPE OF SUBMISSION	TYPE OF ACTION			
<input type="checkbox"/> Notice of Intent	<input type="checkbox"/> Acidize	<input type="checkbox"/> Deepen	<input type="checkbox"/> Production (Start/Resume)	<input type="checkbox"/> Water Shut-off
<input checked="" type="checkbox"/> Subsequent Report	<input type="checkbox"/> Alter Casing	<input type="checkbox"/> Fracture Treat	<input type="checkbox"/> Reclamation	<input type="checkbox"/> Well Integrity
<input type="checkbox"/> Final Abandonment Notice	<input type="checkbox"/> Casing Repair	<input type="checkbox"/> New Construction	<input type="checkbox"/> Recomplete	<input checked="" type="checkbox"/> Other: Casing Report
	<input type="checkbox"/> Change Plans	<input type="checkbox"/> Plug and Abandon	<input type="checkbox"/> Temporarily Abandon	
	<input type="checkbox"/> Convert to Injection	<input type="checkbox"/> Plug Back	<input type="checkbox"/> Water Disposal	

13. Describe Proposed or Completed Operations (Clearly state all pertinent details, and give pertinent dates, including estimated date of starting any proposed work and approximate duration thereof. If the proposal is to deepen directionally or recomplete horizontally, give subsurface locations and measured and true vertical depths of all pertinent markers and zones. Attach the Bond under which work will be performed or provide the Bond No. on file with the BLM/BIA. Required subsequent reports shall be filed within 30 days following completion of the involved operations. If the operation results in a multiple completion or Recompletion in a new interval, a Form 3160-4 shall be filed once testing has been completed. Final Abandonment Notices shall be filed only after all requirements, including reclamation, have been completed, and the operator has determined that the site is ready for final inspection.)

12/10/00 – Spudded well.

12/10/00 - Ran 6 joints of 7" (20#, J-55) casing, set shoe at 268'. Cement with 75 sks Type III with 2% CaCl and 0.25 pps Cello Flake @ 14.5 ppg. Displaced with 9.2 bbls freshwater, returned 3 bbls to surface. Bumped plug with 125# psi at 11:00am. Floats held.

12/14/00 – Ran 73 joints of 4-1/2" (10.5#, J-55) casing, set shoe at 3050'. Cement with 300 sks of 65:35 POX Type III with 6% Gel, 10 pps CSE, 2% CD-32, 0.25 pps CF and 0.65% FL-32. Displaced with 47.3 bbls 2% KCl, returned 18 bbls to surface. Bumped plug with 880# psi at 6:30 am. Floats held.

14. I hereby certify that the foregoing is true and correct Name (Printed / Typed): DEBRA SITTNER		Title Agent for Conoco Inc.
Signature <i>Debra Sittner</i>		Date 12/19/00
THIS SPACE FOR FEDERAL OR STATE OFFICE USE		
Approved by		Date
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.		Office
ACCEPTED FOR RECORD JAN 08 2001 FARMINGTON FIELD OFFICE BY <i>[Signature]</i>		