State of New Mexico Form C-103 Submit 3 Copies To Appropriate District Office Energy, Minerals and Natural Resources Revised March 25, 1999 District I WELL API NO. 1625 N. French Dr., Hobbs, NM 87240 30-039-26804 District II OIL CONSERVATION DIVISION 811 South First, Artesia, NM 87210 5. Indicate Type of Lease 1220 South St. Francis Dr. District III FEE STATE 1000 Rio Brazos Rd., Aztec, NM 87410 Santa Fe, NM 87505 District IV 6. State Oil & Gas Lease No. 1220 S. St. Francis Dr., Santa Fe, NM 87505 Federal Lease NMSF080066 SUNDRY NOTICES AND REPORTS ON WELLS 7. Lease Name or Unit Agreement Name: (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: San Juan 30-5 Unit 009258 Oil Well Gas Well X Other 8. Well No. 2. Name of Operator SJ 30-5 Unit #87M Phillips Petroleum Company 017654 9. Pool name or Wildcat 3. Address of Operator Basin DK-71599; Blanco MV-72319 5525 Highway 64, NBU 3004, Farmington, NM 87401 4. Well Location 775' _ feet from the_ 1975 South line and feet from the line 5W **NMPM** Township 30N Range County Rio Arriba Section 10. Elevation (Show whether DR, RKB, RT, GR, etc.) 6419' GL 11. Check Appropriate Box to Indicate Nature of Notice, Report, or Other Data SUBSEQUENT REPORT OF: NOTICE OF INTENTION TO: **ALTERING CASING** PERFORM REMEDIAL WORK PLUG AND ABANDON REMEDIAL WORK **CHANGE PLANS** COMMENCE DRILLING OPNS. PLUG AND TEMPORARILY ABANDON ABANDONMENT CASING TEST AND **PULL OR ALTER CASING MULTIPLE** COMPLETION **CEMENT JOB** \mathbf{X} OTHER: DHC application OTHER: 12. Describe Proposed or Completed Operations (Clearly state all pertinent details, and give pertinent dates, including estimated date of starting any proposed work). SEE RULE 1103. For Multiple Completions: Attach wellbore diagram of proposed completion or recompilation. Phillips will be DHC'ing the Mesaverde and Dakota intervals of the subject well per Order # 11363. Production will be reported using the subtraction method for 12 months and then convert to the ratio

method for the life of the well. The Dakota forecast for the next 12 months is as follows:

1st month - 7914 mcf 2nd month - 7636 mcf 3rd month - 7189 mcf 4th month - 6153 mcf 5th month - 6489 mcf 6th month - 6008 mcf 7th month - 5961 mcf 8th month - 5556 mcf 9th month - 5544 mcf 10th month - 5365 mcf 11th month - 5036 mcf 12th month - 5055 mcf

The original Reference Case where Partner notification was made was R-10771. Dakota perfs are between 7851'-7921' a pore pressure of 3160 psi. The Mesaverde perforations will be between 5379'-5835' & should have a pore pressure of 510 psi. The value of production will not decrease by commingling. Also 100% of liquids allocations will be to the Mesaverde. The BLM will receive a copy of this notification also.

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

TITLE Sr. Regulatory/Proration Clerk DATE ____10/16/02 SIGNATURE. 505-599-3454 Patsy Clugston Telephone No. Type or print name (This space for States and States 11.000 1 87 超级的機構 DEPTITY ON E CAS IMPROCISE DIST ASS

_ TITLE APPROVED BY _ DATE_ Conditions of approval, if any: