Submit 3 Copies To Appropriate District	State of New Mexico				Form C-103
Office <u>Dispict I</u>	Energy, Minerals and Natural Resources			WELL API NO.	May 27, 2004
1625 N. French Dr., Hobbs, NM 88240 District II	OIL CONSERV	ATIONED	IVICION	WELL API NO.	30-039-07928
1301 W. Grand Ave., Artesia, NM 88210 District III	OIL CONSERV 1220 South			5. Indicate Type	
1000 Rio Brazos Rd., Aztec, NM 87410 District IV		, NM 8750		6. State Oil & Ga	FEE as Lease No.
1220 S. St. Francis Dr., Santa Fe, NM 87505			A TATE		
SUNDRY NOT	TICES AND REPORTS ON	The off the time	113 th 17 m	7. Lease Name of	r Unit Agreement Name UNIT
(DO NOT USE THIS FORM FOR PROPO DIFFERENT RESERVOIR. USE "APPL	ICATION FOR PERMIT" (FORM	4 CAOL FOR S	BACK TO A	SAN JOAN 31-0	ONII
PROPOSALS.) 1. Type of Well: Oil Well	Gas Well X Other	Jos Of	2000	8. Well Number	16
2. Name of Operator	HILLIPS CO.	(D)		9. OGRID Numb	per 217817
3. Address of Operator P.O. BO	X 2197 WL3 6108	10.		10. Pool name or	Wildcat
	ON, TX 77252		- 1 - 1 - 1 - 1 - 1 - 1 - 1 - 1 - 1 - 1	BLANCO MES	AVERDE/BASIN DAKOT
4. Well Location Unit Letter N	850 feet from the	SOUTH	line and184	0 feet from	m the WEST line
Section 33	Township 31N		e 6W	NMPM	CountyRIO ARRIBA
	11. Elevation (Show wh				
Pit or Below-grade Tank Application	6490 or Closure				
Pit type workover Depth to Grounds	water Do' Distance from near	rest fresh water	r wel y 1000' Dista	nce from nearest surf	ace water > 1000
Pit Liner Thickness: 2 mi	Below-Grade Tank: Vol	ame	bbls; Cor	struction Material	
12. Check	Appropriate Box to Inc	licate Natu	ire of Notice, I	Report or Other	Data
	NTENTION TO:		SUBS	SEQUENT RE	PORT OF:
PERFORM REMEDIAL WORK			EMEDIAL WORK		ALTERING CASING
TEMPORARILY ABANDON PULL OR ALTER CASING	CHANGE PLANS MULTIPLE COMPL	'	OMMENCE DRIL ASING/CEMENT		P AND A
		_			
OTHER:DHC 13. Describe proposed or com	pleted operations. (Clearly		THER: inent details, and	give pertinent date	es, including estimated date
					am of proposed completion
In reference to Order #R-11363 Co	onocoPhillips proposes to d	ownhole cor	nmingle in the Bl	anco Mesaverde an	nd Basin Dakota. This
well is currently a dual well.					
Perforations are: Blanco Mesaverde 5430 - 5838					
Basin Dakota 7901 - 8140					
Allocation will be by subtraction (a	attached)				
Commingling in this well will not	reduce the value of the rem	aining produ	ction.		
BLM has been notified of our inter	nt.				
In reference to Order #R-11188 in	terest owners were not notif	fied.			
		,			
	DH	C17	02A7	>	
I hereby certify that the information grade tank has been will be constructed or	above is true and complete r closed according to NMOCD g	to the best of the total to the best of th	of my knowledge general permit [] o	and belief. I further an (attached) alterna	er certify that any pit or belowative OCD-approved plan .
SIGNATURE & bosa	A XY //		LATORY ANAL		_DATE_11/11/2004
Type or print name DEBORAH M.					deploome No. (832)486-2326
For State Use Only	1. 12.1				
APPROVED BY:	WALL .		Ni 4 vas mārēl		NOV 18 2004 _date
Conditions of Approval (if any):	9/10	نابا ۱			_DATE

San Juan 31-6 #16 MV Allocation

Based on the most recent production as shown in the attached table, it is recommended to assign the following average monthly mcfd subtraction allocation to the MV zone after down hole commingling. 100% of the condensate should be allocated to the MV zone. This allocation should only be used provided that the attempt to restore Dakota production is successful. After 12 months of production, the allocation method will be converted to a ratio method (assuming Dk production has stabilized).

Month following well-work	Allocation (mcfd)		
1	22		
2	22		
3	22		
4	22		
5	22		
6	22		
7	22		
8	22		
9	22		
10	21		
11	21		
12	21		

SJ 31-6 Unit #16 MV Production

