Submit 3 Copies To Appropriate District Office		State of New Mexico			Form C-103			
<u>District I</u> 1625 N. French Dr., Hobbs, NM 88240  Energy, Minerals and Natural Resources				WELL API NO.	May 27, 2004			
District II 1301 W. Grand Ave., Artesia, NM 88210	OIL CONSEI	RVATION	DIVISION	5 I.di T	30-039-25279			
District III	1220 Sou	ith St. Frai	ncis Dr.	5. Indicate Type STATE	of Lease FEE			
1000 Rio Brazos Rd., Aztec, NM 87410 District IV  Santa Fe, NM 87505				6. State Oil & Ga	is Lease No.			
1220 S. St. Francis Dr., Santa Fe, NM 87505								
SUNDRY NOTION (DO NOT USE THIS FORM FOR PROPOSE DIFFERENT RESERVOIR. USE "APPLICATION OF THE PROPOSE OF THE PRO	7. Lease Name o SAN JUAN 31-6	r Unit Agreement Name UNIT						
PROPOSALS.)  1. Type of Well: Oil Well	8. Well Number	24E						
2. Name of Operator CONOCOPH	9. OGRID Numb	per 217817						
3. Address of Operator P.O. BOX HOUSTO	10. Pool name or							
4. Well Location				BLANCO MES	AVERDE/BASIN DAKOT			
Unit Letter F: 1812 feet from the NORTH line and 1512 feet from the WEST line								
Section 27	Township		ange 6W	NMPM	CountyRIO ARRIBA			
	11. Elevation (Show	whether DR	RKB, RT, GR, etc.)	3.3				
Pit or Below-grade Tank Application or Pit type Workover Depth to Groundwa		nearest fresh w	vater well >1000' Dist	ance from nearest surf	ace water 200-1000'			
Pit type workoverDepth to Groundwater 50-10 bistance from nearest fresh water well > 1000' Distance from nearest surface water 200-1000'  Pit Liner Thickness: 12 mil Below-Grade Tank: Volumebbls; Construction Material								
12. Check Appropriate Box to Indicate Nature of Notice, Report or Other Data								
NOTICE OF IN	TENTION TO:		SUB	SEQUENT RE	PORT OF:			
PERFORM REMEDIAL WORK	PLUG AND ABANDO	ON 🗌	REMEDIAL WORK		ALTERING CASING			
TEMPORARILY ABANDON L PULL OR ALTER CASING	CHANGE PLANS MULTIPLE COMPL		COMMENCE DRI		P AND A			
OTHER:DHC	MOETH EE OOM E	<b>X</b>	OTHER:					
13. Describe proposed or compl		rly state all	pertinent details, and					
of starting any proposed work). SEE RULE 1103. For Multiple Completions: Attach wellbore diagram of proposed completion or recompletion.								
In reference to Order #R-11363 ConocoPhillips proposes to downhole commingle in the Blanco Mesaverde and BasinDakota. This well is currently producing from the Mesaverde with a CIBP over the Dakota.								
Perforations are:								
Blanco Mesaverde 5424 - 5899 Basin Dakota 7903 - 7940				70(30'30'3)				
				20000				
Allocation will be by subtraction (see attached)								
Commingling in this well will not reduce the value of the remaining production.  BLM has been notified of our intent.								
BLM has been notified of our intent.				Way Off				
In reference to Order #R-10476-B interest owners were not notified.								
			Y C	81.9.5				
		116	LC1795	AZ				
I hereby certify that the information a grade tank has been/will be constructed or constructed o	bove is true and comp	lete to the be D guidelines	est of my knowledge , a general permit	and belief. I further or an (attached) alterna	er certify that any pit or belowative OCD-approved plan .			
SIGNATURE Kleborah	Morbery	TITLE_RE	GULATORY ANAI	LYST	DATE <u>02/21/2005</u>			
Type or print name DEBORAH MA	RBERRY	E-mail ad	dress: deborah.marb	erry@conoconhi¶i#	depteme No. (832)486-2326			
For State Use Only	A,		PUTY OIL & GAS IN	SPECTIVE MAN	0.0.0 = 0.00 = 0.00			
APPROVED BY:	the	_TITLE		LLIVK, DIST.	MAR 24 2005			
Conditions of Approval (Fany)		-						

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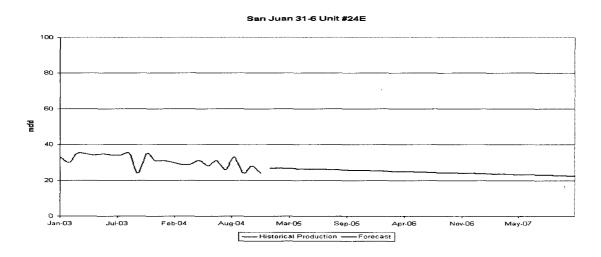
## San Juan 31-6 #24E Mesaverde Subtraction Allocation

Based on a recent period of stabilized MV production and expected reserves, it is recommended to assign the following average daily volumes to the MV formation for the 36 months of production following the upcoming well work. This is assuming that the well work and restoration of Dakota production is successful, and that global compression is not initiated before the time of the well work.

All other production above this volume should be given to the newly restored zone (**Dakota**). After the allocation runs out, engineering will be notified for a ratio allocation method.

Note, this allocation should not be applied unless the engineer deems the workover to be successful and gives approval.

(All condensate production should be allocated 100% to the Mesaverde formation)



Month	MCFD	Month	MCFD
1	27	19	25
2	27	20	24
3	27	21	24
4	26	22	24
5	26	23	24
6	26	24	24
_ 7	26	25	24
8	26	26	24
9	26	27	24
10	26	28	23
11	26	29	23
12	25	30	23
13	25	31	23
14	25	32	23
15	25	33	23
16	<u>25</u>	34	23
17	25	35	23
18	25	36	23