| RECEIVED | | | | | | | | Distribution: BLM 4 Copies | |
|--|---------------|-----------------------|-----------------------|----------------------|-------------------------------|----------------|--------------|--|--|
| JUL 26 2012 BURLINGTON | | | | | | | | Regulatory Accounting Well File | |
| BESCHIBLES | | | | | | | | Revised March 9, 2006 | |
| Bureau of Land Managemen. | | | | | | | | atus | |
| PRODUCTION ALLOCATION FORM | | | | | | | | RELIMINARY 🛭 NAL 🗍 · | |
| | | | | | | | | EVISED | |
| Commingle Type | | | | | | | | ate: 7/23/2012 | |
| SURFACE DOWNHOLE Type of Completion | | | | | | | | PI No. 30-039-30362 | |
| NEW DRILL ⊠ RECOMPLETION ☐ PAYADD ☐ COMMINGLE ☐ | | | | | | | | HC No. DHC3622AZ | |
| | | | | | | | | Lease No. NM-03863 | |
| Well Name | | | | | | | 1 | ell No. | |
| Valdez | | | | | | | #8 | | |
| Unit Letter Surf- A | Section 28 | Township T028N | Range R004W | 1356 | Footage 0' FNL & 1120' FEL | | D; | County, State Rio Arriba County, | |
| BH- G | 28 | T028N | R004W | | | NL & 1909' FEL | | New Mexico | |
| Completion Date Test Method | | | | | | | | RCVD AUG 13'12 | |
| INCTODICAL CELEID TEGENT DE DECEMBRE COM | | | | | | | | OIL CONS. DIV. | |
| 6/12/2012 HISTORICAL FIELD TEST PROJECTED OTHER DIST. 3 | | | | | | | | | |
| | | | | | | | | | |
| FORMATION | | | GAS PI | | ERCENT | CONDENSATI | | , PERCENT | |
| MESAVERDE | | | | 82% | | | | 100% | |
| DAKOTA | | | | 18% | | <u> </u> | | 0% | |
| | | | | | | | | | |
| | | | | | | | | | |
| JUSTIFICATION OF ALLOCATION: These percentages are based upon compositional gas analysis tests | | | | | | | | | |
| from the Mesaverde and Dakota formations during completion operations. Subsequent allocations will be | | | | | | | | | |
| submitted every three months after the first delivery date. Allocation splits will keep changing until the gas | | | | | | | | | |
| analysis mole fractions stabilize. Condensate percentages are based upon the formation yields. | | | | | | | | | |
| | | | | | | | | | |
| | | | | | | | ,,, | The state of the s | |
| APPROVED BY | | | DATE | | TITLE | | | PHONE | |
| | | 1-30-12 11 E C / M | | beo | | | 564 - 7740 | | |
| X | | | "11) | 112 | 2 Engineer | | | 505-599-4076 | |
| Bill Akwari | | | | | | | | | |
| x Xanglio Loland | | | 7/23/ | IZ Engineering Tech. | | | 505-326-9743 | | |
| Kandis R | Kandis Roland | | | | | | | | |