Form 3160-5 (April2004)

UNITEDSTATES

DEPARTMENT OF THE INTERIOR **BUREAU OF LAND MANAGEMENT**

| 5. Lease Serial | N |
|-----------------|---|
| CE070242 | |

OM B No. 1004-0137 Expires: March 31, 200

| Lease Serial No | 0,600 | AUG 2006 |
|-----------------------------------|-------|----------------|
| SF078343 | | Tribe Name |
| 6. If Indian, Allot | eg or | Tribe Name VEL |
| | 16 = | |

SUNDRY NOTICES AND REPORTS ON WELLS

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

| SUBMIT IN TRIPLICATE - Other, instructions on reverse side. | | | | 7. If Unit or CA/Agreement, Name and/or No. | | | |
|---|---|--|---|---|--|--|--|
| 1. Type of Well X Gas Well Other RECEIVED | | | | 8. Well Name and No. | | | |
| 2. NameofOperator ConocoPhillips Company 070 FARMINGTON NM | | | | SAN JUAN 29-5 UNIT 17B 9. API Well No. | | | |
| 3a. Address 3b. PhoneNo.(include area code) | | | · · · · · · · · · · · · · · · · · · · | 30-039-29742 | | | |
| PO BOX 4289 Farmington NM 87499 (505)326-9597 | | | 97 | 10. Field and Pool, or Exploratory Area | | | |
| 4. Location of Well (Footage, Sec | c., T., R., M., or Survey Descri | ription) | | BLANCO MESAVERDE | | | |
| 2110 NORTH 310 EAST UL: H, Sec: 5, T: 29N, R: 5W | | | | | 11. County or Parish, State RIO ARRIBA NM | | |
| 12. CHECK AF | PROPRIATE BOX(ES)T | O INDICATE NATUR | E OF NOTICE, RI | EPORT, OI | R OTHER DATA | | |
| TYPE OF SUBMISSION | TYPEOF ACTION | | | | | | |
| X Notice of Intent☐ Subsequent Report☐ Final Abandonment Notice | Acidize AlterCasing Casing Repair Change Plans Convert to Injection | Deepen FractureTreat New Construction Plug and Abandon Plug Back | Production (State Reclamation Recomplete Temporarily Ab. Water Disposal | · | Water Shut-Off Well Integrity Other Change of scope | | |
| | | · · · · · · · · · · · · · · · · · · · | _ | | work and approximate duration thereof | | |

Attach the Bond under which the work will be performed or provide the Bond No. on file with 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

This well is currently experiencing circulation problems in the coal. Current Intermediate TD is 3461'. If the circulation problem persists, ConocoPhillips plans to set sand plug to Fruitland Coal or deeper (across losses) and set 7" casing, cement to surface, and mist drill to TD. We plan to run 4 1/2" casing and cement as per original well plan. Verbal approval given by Steve Mason 7/21/06. Verbal approval given by Steve Hayden (OCD) 7/21/06.

determined that the site is ready for final inspection.)

Conocophillips requests approval for possible change of scope in cementing plan. This well is permitted for 1-stage cement job on 7" casing but we may decide to perform 2-stage procedure instead. We anticipate no change in cement volumes. DV tool will be set at approximately 3100' - 3200'. Verbal approval given by Steve Mason 7/21/06.

| 14. I hereby certify that the foregoing is true and correct Name (Printed/Typed) | | | | | | | |
|---|------|-----------------------|------|--------------|--|--|--|
| Juanita Farrell | | Regulatory Specialist | | | | | |
| Signature June 10 | Date | 07/21/2006 | | | | | |
| THIS SPACE FOR FEDERAL OR STATE OFFICE USE | | | | | | | |
| Approved by Original Signed: Stephen Mason | | Title | Date | JUL 3 1 2006 | | | |
| Conditions of approval, if any, are attached. Approval of this notice does not want certify that the applicant holds legal or equitable title to those rights in the subject which would entitle the applicant to conduct operations thereon. | 1 | Office | | | | | |
| Tal. 19 11 5 C. S | | | | | | | |

tion 1001 and Title 43 U.S.C. Section 1212, make it a crime for any person knowingly and willfully to make to any department or agency of the United States any false, fictitious or fraudulent statements or representations as to any matter within its jurisdiction.

(Instructions on page 2)