UNITED STATES DEPARTMENT OF THE INTERIOR **BUREAU OF LAND MANAGEMENT** Sundry Notices and Reports on Wells 2006 NOV 13 Lease Number RECEIVED NMNM-03402 070 FARMINGTON HM6. Type of Well If Indian, All. or GAS **Tribe Name** 7. **Unit Agreement Name** Name of Operator **CONOCOPHILLIPS** San Juan 32-8 Unit 8. Well Name & Number Address & Phone No. of Operator SJ 32-8 Unit #7M PO Box 4289, Farmington, NM 87499 (505) 326-9700 9. API Well No. 30-045-33307 Location of Well, Footage, Sec., T, R, M 10. Field and Pool Surface - Unit H (SENE), 1875' FNL & 175' FEL, Sec. 21, T31N, R8W, NMPM Blanco MV/ Basin DK Bottomhole-Unit E (SWNW), 2150' FNL & 660' FWL, Sec. 22, T31N, R8W County and State San Juan Co., NM CHECK APPROPRIATE BOX TO INDICATE NATURE OF NOTICE, REPORT, OTHER DATA Type of Submission Type of Action Notice of Intent Abandonment Change of Plans X Other - change in drilling Recompletion New Construction Subsequent Report Plugging Non-Routine Fracturing Casing Repair Water Shut off Final Abandonment Altering Casing Conversion to Injection 13. Describe Proposed or Completed Operations This well is being directionally drilled. 7" casing has been set at 3905' MD (3719' TVD). The profile caused excessive drag while drilling the 6-1/4" hole which resulted in loading the hole with mud to reduce friction and increase buoyancy to continue drilling to TD. Drilling and cementing with mud resulted in modifications to the original well program. 1. Total depth of the 6-1/2" hole and 4-1/2" casing depth needs to be increased to 8350' MD (8164" TVD). This revised depth is 40' below the top of the Morrison to enable logging above the Morrison and to enable inclusion of a full joint shoe track. 2 The well will be open-hole logged at TD. The float collar will be run at the top of the float collar to provide a full-joint shoe track. 3. 4. Bow-spring centralizers will be run as follows: a) every second joint from the 4-1/2" shoe to the top of the Dakota, and b) every fourth joint from the top of the Dakota to the 7" shoe. 5. Nitrogen is to be injected into one annular volume of mud ahead of the cement. Nitrified mud density is yet to be determined. The 4-1/2" casing will be cemented to 100' inside the 7" shoe and with 50% excess in the open-hole as originally planned but with cement of less 6. density (due to the mud in the hole now contributing to total hydrostatic pressure). 11/10/06 Rec'd verbal approval from Chi p Harraden to proceed with the changes outlined above. 14. I hereby certify that the foregoing is true and correct. Title Sr. Regulatory Specialist Date 11/10/06 (This space for Federal or State Office use APPROVED BY Title CONDITION OF APPROVAL, if any: for any person knowingly and willfully to make any department or agency of ent statements or representations as to any matter within its jurisdiction Title 18 U.S.C. Section 1001, makes it a crim the United States any false, fictitious or fraudulent st

submitted in lieu of Form 3160-5