|            |  |      |  |                       |                       |                                     | R                      | , , , , , ,                      | "EU |                      | Distribution:<br>BLM 4 Copies |  |  |
|------------|--|------|--|-----------------------|-----------------------|-------------------------------------|------------------------|----------------------------------|-----|----------------------|-------------------------------|--|--|
|            | Ark 1 6 2008   |      |  |                       |                       |                                     |                        |                                  |     |                      |                               |  |  |
|            | Ark 1 6 2008  ConocoPhillips ITEL Land Management Farmington Field Offices   |      |  |                       |                       |                                     |                        |                                  |     | Well File            |                               |  |  |
|            |  |      |  |                       |                       |                                     |                        |                                  |     | State                | Revised: March 9, 2006        |  |  |
|            | PRODUCTION ALLOCATION FORM  Commingle Type SURFACE DOWNHOLE Type of Completion NEW DRILL RECOMPLETION PAYADD COMMINGLE   |      |  |                       |                       |                                     |                        |                                  |     | PRELIMINARY [        |                               |  |  |
|            |  |      |  |                       |                       |                                     |                        |                                  |     | FINAL ⊠<br>REVISED □ |                               |  |  |
|            |  |      |  |                       |                       |                                     |                        |                                  |     | Date: 4/9/2008       |                               |  |  |
|            |  |      |  |                       |                       |                                     |                        |                                  |     | API No. 30-039-30335 |                               |  |  |
|            |  |      |  |                       |                       |                                     |                        |                                  |     | DHC No. DHC2726      |                               |  |  |
|            |  |      |  |                       |                       |                                     |                        |                                  |     |                      | Lease No. SF-078497           |  |  |
| W          | Well Name  |      |  |                       |                       |                                     |                        |                                  |     | Well No.             |                               |  |  |
|            | San Juan 28-7 Unit   |      |  |                       |                       |                                     |                        |                                  |     | #195P                |                               |  |  |
| - 1        | nit Letter   Section   Town Sur-O   9   T02  |      | • 1 • 1                                    |                       | 945                   | Footage <b>945' FSL &amp; 1840'</b> |                        | County, State Rio Arriba County, |     | ÷ .                  |                               |  |  |
| _          | BH- B  | 16   | T02  |                       | R007W                 | 389' FNL & 190                      |                        |                                  |     |                      | ew Mexico                     |  |  |
|            | - mamilation   | Data | Test M                                     | Tatha i               | 1                     |                                     |                        |                                  |     |                      |                               |  |  |
|            | ompletion  | Date |  | ·                     |                       |                                     |                        |                                  |     |                      |                               |  |  |
|            | 3/24/2008 HISTORICAL FIELD   |      |  |                       |                       |                                     | TEST   PROJECTED   OTI |                                  |     |                      |                               |  |  |
|            |  |      |  |                       |                       |                                     |                        |                                  |     |                      |                               |  |  |
|            | FORMATION  |      |  | GAS                   |                       | PERCENT                             |                        | CONDENSATE                       |     | E                    | PERCENT                       |  |  |
| -          | MESAVERDE  |      |  | 1815 MCFD             |                       | 69%                                 |                        |                                  |     |                      | 69%                           |  |  |
|            | DAKOTA   |      |  | 802 MCFD              |                       |                                     | 31%                    |                                  |     |                      | 31%                           |  |  |
|            |  |      |  | 2617                  |                       |                                     |                        |                                  |     |                      |                               |  |  |
|            |  |      |  |                       |                       |                                     |                        |                                  |     |                      |                               |  |  |
|            | JUSTIFICATION OF ALLOCATION: These percentages are based upon isolated flow tests from the Mesaverde and Dakota formations during completion operations. Oil was not present during flow test operations. For that reason, oil percentages are based upon the gas allocation and are provided in the event   |      |  |                       |                       |                                     |                        |                                  |     |                      |                               |  |  |
|            |  |      |  |                       |                       |                                     |                        |                                  |     |                      |                               |  |  |
|            | this wellbore begins producing oil at some point in the future.  |      |  |                       |                       |                                     |                        |                                  |     |                      |                               |  |  |
| 6756       | Carrent services and the services of the servi |      | * - J. | e.155. 257 <b>9</b> 0 | 449 (#C.)2-125388 Ste | Solly ar in                         |                        | X 73 56 72 8 . 1 2 8 5 7 7       |     | a toward             |                               |  |  |
| <b>A</b> 1 | APPROVED BY DATE   |      |  |                       |                       |                                     | TITLE                  |                                  |     | PHONE                |                               |  |  |
|            | Joe Hewith   |      |  |                       | 4-17-08               |                                     | 600                    |                                  |     | 5-99-6365            |                               |  |  |
| X          | X Xy Trong   |      |  |                       | 4/14/08               |                                     | Engineer               |                                  |     | 505-324-5143         |                               |  |  |
| Ryan Frost |  |      |  |                       |                       |                                     |                        |                                  |     |                      |                               |  |  |
| X          | x Kanalis Holand   |      |  |                       | 4/9/0                 | 3                                   | Engineering Tech.      |                                  |     | 505-326-9743         |                               |  |  |
| 1          | Kandis Ro  | land |  | • / /                 |                       |                                     |                        |                                  |     |                      |                               |  |  |