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PRODUCTION ALLOCATION FORM

FEB 04 2010 Distribution:
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Regulatory
Bureau of Land Management Accounting
Hammington Field Office Well File
Revised: March 9, 2006

Status
PRELIMINARY ☐
FINAL ☒
REVISED ☐

Commingle Type
SURFACE ☐ DOWNHOLE ☒
Type of Completion
NEW DRILL ☐ RECOMPLETION ☒ PAYADD ☐ COMMINGLE ☐

Date: 1/15/2010
API No. 30-039-20396
DHC No. DHC1157AZ
Lease No.

Well Name
Jicarilla A

Well No.
#12

| | | | | | |
|-------------------------|----------------------|--------------------------|-----------------------|---|---|
| Unit Letter D | Section 24 | Township T026N | Range R004W | Footage 850' FNL & 850' FWL | County, State Rio Arriba County, New Mexico |
|-------------------------|----------------------|--------------------------|-----------------------|---|---|

| | |
|-----------------|---|
| Completion Date | Test Method HISTORICAL <input checked="" type="checkbox"/> FIELD TEST <input type="checkbox"/> PROJECTED <input type="checkbox"/> OTHER <input type="checkbox"/> |
|-----------------|---|

RCVD FEB 8 '10
OIL CONS. DIV.
DIST. 3

| FORMATION | GAS | PERCENT | CONDENSATE | PERCENT |
|-----------|---------|---------|------------|---------|
| DAKOTA | 46 MCFD | 46% | | 82% |
| GALLUP | 54 MCFD | 54% | | 18% |
| | 100 | | | |
| | | | | |

JUSTIFICATION OF ALLOCATION: ConocoPhillips requests that production for the down hole commingle of the Jicarilla A 12 be switched to a fixed percentage based allocation. The fixed percentage based allocation is calculated from average production rates from twelve months. Oil allocation is based on the yield ratio. Oil allocation is based on the gas allocation and yield ratio. Yields were determined from a basin-wide Dakota map and a Gallup average prior to recompletion.

| APPROVED BY | DATE | TITLE | PHONE |
|------------------------|---------|-------------------|--------------|
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NMOC