UNITED STATES
DEPARTMENT OF THE INTERIOR
BUREAU OF LAND MANAGEMENT

SUNDRY NOTICES AND REPORTS ON WELLS

Do not use this form for proposals to drill or to deepen or reentry to a different reservoir.

Use "APPLICATION FOR PERMIT" - for such proposals

FORM APPROVED

Budget Bureau No. 1004-0135

Expires: March 31, 1993

| | · | MV - BLANCO::MESAVERDE 11. County and State: |
|--|---|---|
| | | 11. County and State: RIO ARRIBA, NM |
| 12. CHECK APPROPRIATE BOX TO INDICAT | TE NATURE OF NOTICE, REPORT | T, OTHER DATA |
| Notice of Intent Subsequent Report Final Abandonment Abandonment | Recompletion Plugging Back Casing Repair Altering Casing | Change of Plans New Construction Non-Routine Fracturing Water Shut Off |
| | X Other-Water Disposal | Conversion to Injection |
| 13. Describe Proposed or Completed Operator This well was first delivered on 10/14/200 Notes: COMPLYING WITH ON SHOOT TP: 850 CP: 859 Meter No.: 83244 Gas Co.: WFC | tions 9 and produced natural gas and er RE ORDER 7. | |
| This well was first delivered on 10/14/200 Notes: COMPLYING WITH ON SHO TP: 850 CP: 859 Meter No.: 83244 | tions 9 and produced natural gas and er RE ORDER 7. 9 Initial MCF: 806 | RECEIVED MAR 2010 60 OIL CONS. DIV. DIST. 3 |

ConocoPhillips

P.O. Box 4289

Farmington, NM 87499

Tuesday, February 23, 2010

Application to dispose of water off lease into approved Water Disposal Facilities.

LEASE NUMBER SF-078740

1. See attached sundry and letter for the following well within this lease.

Well Name:

SAN JUAN 30-5 UNIT 89M

Legal Loacation of Well:

(Unit J

, Section 19 , Township 030N

, Range 005W)

API Number:

3003930541

Estimated daily production per well: 806 MCF

Name of facilityor well name and number where disposed:

2. Storage facility information and trasportation information.

For conventional wells, the water is stored in the steel pits or tanks on each location. The Well Operator and trucking companies have set up trucking schedules for each location. The trucking company follows this schedule and occasionally may be called by the Operator to pull a load earlier if needed. For non-conventional wells, the water is piped to the SWD.

- 3. Disposal facilities are on file at the BLM.
- 4. Location of Disposal Facility.

SAN JUAN 29-6 UNIT 301 SWD

Located in:

(Unit P

, Section 02 , Township 029N Range 006W)

In all cases where the primary disposal well is down for repairs or capacity limits, water will be trucked to either Vasaly, Basin Disposal or Aqua Moss. Both facilities are approved commercial water disposal wells and records are on file at the BLM.

5. According to the NMSU argricultural center, the average evaporation rate for their weather station up by NAPI is 56.3" per year. The matching average precipitation for what weather station is 8.2" per year.

The above noted lease / well produces water. Onshore Order No. 7 and Title 43 CFR 3162.5-1, requires the following information in order to process water disposal approvals.

- 1. Formations producting water on the Lease MV / DK
- 2. Amount of water produced from all formations in barrels per day:

Bbls / day

3. If diposed into an unlined pit, attach a current water analysis of produced water from all zones showing at least the total dissolved solids, ph and the consentrations of chlorides and sulfates. - N/A all water stored in steel tanks on location.



ENTERED afmss

MAR 0 3 2010

BY

NMOCD COPY

ConocoPhillips

P.O. Box 4289

Farmington, NM 87499

Tuesday, February 23, 2010

6. How water is stored on lease?

TANK:

| PIT: | PIT TYPE | DIAMETER (feet) | DEPTH (feet) | ABOVE/ BELOW | LINED/ UNLINED |
|------|----------|--------------------|-----------------|-----------------|-------------------|
| | STEEL | 15 | 4 | Below | Lined |

7. How is water moved to the disposal facility? TRUCKED

8. Identify the disposal facility by:

Facility Operator Name: ConocoPhillips

Name of Facility:

SAN JUAN 30-5 UNIT 89M

Type of facility or well (WDW) (WIW) etc: WDW

Location - see above

Permit number for the Disposal Facility: Filed at the BLM

| Lease Name: 30-5 # 89M | Company: | Conocophillips | Date: _ | 10/14/09 |
|-----------------------------------|--------------------|----------------|-----------------------|----------|
| Field Operator: Freddy Garcia | Operator Area #: 6 | | | |
| Site Security (Indicate North) | | | | |
| WTR Pit TANK | | WH | | |
| NATURAL DRAINAGE DIRECTION Meter | Run | | | |
| <u>-</u> | - | | well site entrance | |

| Lease Name: | 30-5 # | 89M | |
|------------------|-----------------------|-----------------|-------------------|
| Federal / Indian | / State / Fee No: | N/A | |
| API No: | # 30-039-30541 | | |
| Lease Number | SF# 078740 | | ELEV 6282' |
| Unit Letter: | J Well Footages: | 2225' FSL | 1530' FEL |
| Legal Descripti | on (SEC, TNSHP, RNG): | Sec. 19, T30N, | R05W |
| Latitude: | 36°47'49.14240" N (| r Longitude: | 107°23'41.55000 W |
| County, ST.: | Rio Arr | iba Country, Ne | w Mexico |
| Producing Zone | e(s): | MV DK | |

Sales valves : Sealed Closed during Production

This lease is subject to the site security plan for San Juan Basin Operations. The plan is located at:

Drain valves : (D)
Sealed Closed during Production

ConocoPhillips Company 5525 Hwy 64

Farmington, NM