

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

Sundry Notices and Reports on Wells

1. Type of Well
GAS

RECEIVED

JUN 24 2010

Bureau of Land Management
Farmington Field Office

2. Name of Operator
BURLINGTON
RESOURCES OIL & GAS COMPANY LP

3. Address & Phone No. of Operator

PO Box 4289, Farmington, NM 87499 (505) 326-9700

4. Location of Well, Footage, Sec., T, R, M

Surface: Unit F (SENW), 2030' FNL & 1385' FWL, Section 28, T28N, R4W, NMPM

5. Lease Number
NMNM SF-03863

6. If Indian, All. or
Tribe Name

7. Unit Agreement Name

8. Well Name & Number
Valdez 7A

9. API Well No.

30-039-30387

10. Field and Pool
Blanco MV / Basin DK

11. County and State
Rio Arriba, NM

12. CHECK APPROPRIATE BOX TO INDICATE NATURE OF NOTICE, REPORT, OTHER DATA

Type of Submission

☒ Notice of Intent☐ Subsequent Report☐ Final Abandonment

Type of Action

☐ Abandonment☐ Recompletion☐ Plugging☐ Casing Repair☐ Altering Casing☐ Change of Plans☐ New Construction☐ Non-Routine Fracturing☐ Water Shut off☐ Conversion to Injection☒ Other -- ☐ Change Plans

13. Describe Proposed or Completed Operations

Burlington Resources Oil & Gas, LP is adding the Dakota to this well and wishes to change the name to the Valdez 7P.
Attached is the revised plat and project proposal.

RCVD JUL 12 '10

OIL CONS. DIV.

DIST. 3

14. I hereby certify that the foregoing is true and correct.

Signed Dollie L. Busse Dollie L. BusseTitle Staff Regulatory TechnicianDate 6/22/10

(This space for Federal or State Office use)

APPROVED BY Troy L. SalyersTitle Petroleum EngineerDate 7/7/2010

CONDITION OF APPROVAL, if any:

Title 18 U.S.C. Section 1001, makes it a crime for any person knowingly and willfully to make any department or agency of the United States any false, fictitious or fraudulent statements or representations as to any matter within its jurisdiction

CONDITIONS OF APPROVAL

Adhere to previously issued stipulations.

NMOC

District I

1625 N. French Dr., Hobbs, NM 88240

District II

1301 W. Grand Avenue, Artesia, NM 88210

District III

1000 Rio Brazos Rd., Aztec, NM 87410

District IV

1220 S. St. Francis Dr., Santa Fe, NM 87505

State of New Mexico
Energy, Minerals & Natural Resources Department
OIL CONSERVATION DIVISION
1220 South St. Francis Dr.
Santa Fe, NM 87505

Form C-102
Revised October 12, 2005
Submit to Appropriate District Office
State Lease - 7 Copies
Fee Lease - 3 Copies

☐ AMENDED REPORT

WELL LOCATION AND ACREAGE DEDICATION PLAT

| | | | | | |
|--|--|--|--|---|---------------------------------------|
| ¹ API Number 30-039-30387 | | ² Pool Code 72319/71599 | | ³ Pool Name BASIN BLANCO MESAVERDE / DAKOTA | |
| ⁴ Property Code 7620 | | ⁵ Property Name VALDEZ | | | ⁶ Well Number 7P |
| ⁷ OGRID No. 14538 | | ⁸ Operator Name BURLINGTON RESOURCES OIL & GAS COMPANY LP | | | ⁹ Elevation 7338 |

¹⁰ SURFACE LOCATION

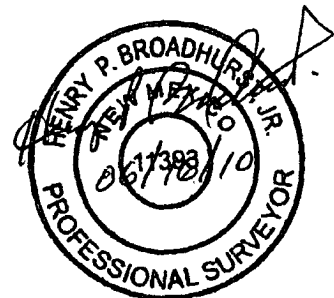
| | | | | | | | | | |
|---------------------------|----------------------|-------------------------|---------------------|---------|------------------------------|----------------------------------|------------------------------|-------------------------------|-----------------------------|
| UL or lot no. F | Section 28 | Township 28-N | Range 4-W | Lot Idn | Feet from the 2030 | North/South line NORTH | Feet from the 1385 | East/West line WEST | County RIO ARRIBA |
|---------------------------|----------------------|-------------------------|---------------------|---------|------------------------------|----------------------------------|------------------------------|-------------------------------|-----------------------------|

¹¹ Bottom Hole Location If Different From Surface

| | | | | | | | | | |
|---------------|---------|----------|-------|---------|---------------|------------------|---------------|----------------|--------|
| UL or lot no. | Section | Township | Range | Lot Idn | Feet from the | North/South line | Feet from the | East/West line | County |
|---------------|---------|----------|-------|---------|---------------|------------------|---------------|----------------|--------|

| | | | |
|---|-------------------------------|----------------------------------|-------------------------|
| ¹² Dedicated Acres 320.0 (W/2) MV-DK | ¹³ Joint or Infill | ¹⁴ Consolidation Code | ¹⁵ Order No. |
|---|-------------------------------|----------------------------------|-------------------------|

NO ALLOWABLE WILL BE ASSIGNED TO THIS COMPLETION UNTIL ALL INTERESTS HAVE BEEN CONSOLIDATED OR A NON-STANDARD UNIT HAS BEEN APPROVED BY THE DIVISION

| | | | | |
|--|--|-----------------------------|--|---|
| ¹⁶ CALC COR. N 89°10'50" E 5443.1' (CALC) 2030' 1385' WELL FLAG NAD 83 LAT: 36.633667° N LONG: 107.260117° W NAD 27 LAT: 36°38.019536' N LONG: 107°15.571105' W W/2 DEDICATED ACREAGE USA NM-03863 SECTION 28 T-28-N, R-4-W CALC COR. | | 5210.2' (CALC) CALC COR. | | ¹⁷ OPERATOR CERTIFICATION I hereby certify that the information contained herein is true and complete to the best of my knowledge and belief, and that this organization either owns a working interest or unleased mineral interest in the land including the proposed bottom hole location or has a right to drill this well at this location pursuant to a contract with an owner of such a mineral or working interest, or to a voluntary pooling agreement or a compulsory pooling order heretofore entered by the division. Signature Dollie L. Busse Printed Name dollie.l.busse@conocophillips.com Title and E-mail Address June 22, 2010 Date ¹⁸ SURVEYOR CERTIFICATION I hereby certify that the well location shown on this plat was plotted from field notes of actual surveys made by me or under my supervision, and that the same is true and correct to the best of my belief. Date of Survey: 7/02/08 Signature and Seal of Professional Surveyor:  Certificate Number: NM 11393 |
|--|--|-----------------------------|--|---|

PROJECT PROPOSAL - New Drill / Sidetrack

San Juan Business Unit

VALDEZ 7P

DEVELOPMENT

| | | | | | |
|---|------------------------|-----------------------------|----------------|----------------------|---|
| Lease: | | AFE #: WAN.CDR.9043 | | AFE \$: 1,538,163.62 | |
| Field Name: SAN JUAN | | Rig: H&P Rig 283 | | State: NM | County: RIO ARRIBA |
| Geologist: | | Phone: | | Geophysicist: | |
| Geoscientist: Pippin, Eddie A | | Phone: +1-505-326-9780 | | Prod. Engineer: | |
| Res. Engineer: Prabowo, Wahyu | | Phone: +1-505-326-9797 | | Proj. Field Lead: | |
| Primary Objective (Zones): | | | | | |
| Zone | Zone Name | | | | |
| R20076 | DAKOTA(R20076) | | | | |
| R20002 | MESAVERDE(R20002) | | | | |
| Location: Surface Datum Code: NAD 27 Straight Hole | | | | | |
| Latitude: 36.633658 | Longitude: -107.259518 | X: | Y: | Section: 28 | Range: 004W |
| Footage X: 1385 FWL | Footage Y: 2030 FNL | Elevation: 7338 (FT) | Township: 028N | | |
| Tolerance: | | | | | |
| Location Type: Restricted | | Start Date (Est.): 1/1/2010 | | Completion Date: | |
| Formation Data: Assume KB = 7353 | | Units = FT | | | |
| Formation Call & Casing Points | Depth (TVD in Ft) | SS (Ft) | MD (Ft) | Depletion (Yes/No) | BHP (PSIG) |
| Surface Casing | 200 | 7153 | | | |
| 12-1/4 hole. 200' 9 5/8" 32.3 ppf, H-40, STC casing. Cement with 121 cuft. Circulate cement to surface. | | | | | |
| NACIMIENTO | 2451 | 4902 | | | |
| OJO ALAMO | 3695 | 3658 | | | |
| KIRTLAND | 3778 | 3575 | | | |
| FRUITLAND | 3896 | 3457 | | | Possible Gas |
| PICTURED CLIFFS | 4297 | 3056 | | | |
| LEWIS | 4399 | 2954 | | | |
| Intermediate Casing | 4499 | 2854 | | | |
| 121 8 3/4" Hole. 7", 20/23 ppf, J-55, STC/LTC Casing. Cement with 1014 cuft. Circulate cement to surface. | | | | | |
| HUERFANITO BENTONITE | 5057 | 2296 | | | |
| CHACRA | 5273 | 2080 | | | |
| UPPER CLIFF HOUSE | 5883 | 1470 | | | Gas; Est. Top Perf - 5885 (1468) |
| MASSIVE CLIFF HOUSE | 6079 | 1274 | | 884 | Gas; Cliffhouse is dry |
| MENEFEE | 6139 | 1214 | | | |
| POINT LOOKOUT | 6442 | 911 | | | |
| MANCOS | 6947 | 406 | | | |
| UPPER GALLUP | 7647 | -294 | | | |
| GREENHORN | 8410 | -1057 | | | |
| GRANEROS | 8466 | -1113 | | | |
| TWO WELLS | 8541 | -1188 | | 3148 | Gas |
| PAGUATE | 8591 | -1238 | | | |
| UPPER CUBERO | 8605 | -1252 | | | |
| LOWER CUBERO | 8657 | -1304 | | | Est. Btm Perf - 8681 (- 1358) based on offset wells |
| ENCINAL | 8731 | -1378 | | 208 | TD - T/ENCN |
| Total Depth | 8731 | -1378 | | | 6-1/4" hole, 4-1/2" 11.6 ppf, J-55/L-80,LTC casing. Cement w/ 576 cuft. Circulate cement a minimum of 100' inside the previous casing string. |

PROJECT PROPOSAL - New Drill / Sidetrack

San Juan Business Unit

VALDEZ 7P

DEVELOPMENT

| Reference Wells: | | |
|------------------|---------------------|-------------------------|
| Reference Type | Well Name | Comments |
| Intermediate | Gregory Federal A-1 | 27-28N-4W-NW, KB = 7285 |
| Intermediate | SJ 28-4 37 | 29-28N-4W-NE, KB = 7367 |
| Intermediate | Valencia Canyon 43 | 27-28N-4W-SW, KB = 7260 |
| Intermediate | Valdez 8 | 28-28N-4W-NE, KB = 7368 |
| Intermediate | Valdez 8A | 28-28N-4W-SE, KB = 7256 |
| Intermediate | Valdez 7 | 28-28N-4W-SW, KB = 7240 |

| | |
|-------------------------|---|
| Logging Program: | |
| Intermediate Logs: | <input type="checkbox"/> Log only if show <input type="checkbox"/> GR/ILD <input type="checkbox"/> Triple Combo |

| | |
|--|---|
| TD Logs: | <input type="checkbox"/> Triple Combo <input type="checkbox"/> Dipmeter <input type="checkbox"/> RFT <input type="checkbox"/> Sonic <input type="checkbox"/> VSP <input type="checkbox"/> TDT <input checked="" type="checkbox"/> Other |
| Cased Hole GR / CBL | |
| Mudlog from 100' above top of GLLP to TD - mudlogger will call TD. | |

| Additional Information: | | | | | |
|-------------------------|-------|-----------|---------|----------------|---------|
| Log Type | Stage | From (Ft) | To (Ft) | Tool Type/Name | Remarks |