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ConocoPhillips

Terry Simcoe, CPL StaffLandman San Juan Business Unit Suite 436

ConocoPhillips Company 3401 E. 30th St. Farmington, NM 87402 Off: 505.326.9878 terry.simcoe@conocophillips.com

November 14, 2011

Working Interest Owners

Re: NOTIFICATION OF ELECTION

Compulsory Pooling Well: Huerfano Unit Com 311, Unit I, **API #30-045-35291** Dedication: E/2 equivalent of Section 2, T25N, R9W, NMPM San Juan County, New Mexico NMOCD Case 14734

Dear Working Interest Owner:

On behalf of Burlington Resources Oil & Gas Company and in accordance with the terms of the New Mexico Oil Conservation Division Order R-13471, copy enclosed, I am providing you with notice of your right to elect to participate in the drilling, completion and production of this well into the Dakota and Mesaverde formations pursuant to this order.

Burlington's records indicate that you have a working interest ownership in these 320-acre spacing units for all formations from the surface to the base of the Dakota formation in this well. Should you desire to participate in this well and avoid the payment of the 200% risk factor out of its share of production, then within thirty days of the date you receive this letter, Burlington Resources Oil & Gas Company, 3401 East 30th Street, Farmington, NM 87402 must receive a cashier's check for your percentage of the completed well costs and a letter signed by you agreeing to participate in this well pursuant to this pooling order. Enclosed is a copy of the AFE for this well, which is the same as the AFE introduced at the hearing. Alternatively, you may execute the operating agreement that was previously sent to you and return it with your election to participate or not participate, in which case you will be removed from the provisions of this force pooling order.

If you decide not to participate or execute the operating agreement, then you need do nothing further. In that event, Burlington will pay your share of the costs of drilling and completing the well and will recover your share out of production plus an additional 200 percent.

Very truly yours,

Terry Sincoe, CPL

c: Director NMOCD-Santa Fe

Page 2 of 2 November 14, 2011 NOTIFICATION OF ELECTION Compulsory Pooling Well: Huerfano Unit Com 311, Unit I, API #30-045-35291 Dedication: E/2 equivalent of Section 2, T25N, R9W, NMPM San Juan County, New Mexico NMOCD Case 14734

DISTRIBUTION:

George Umbach 208 R.H. Carr Road Manchester, TN 37355 Certified Mailing #7008 2810 0001 9142 3682

Marcia L. Berger Education Foundation 3325 Enterprise Dr. Hobbs, NM 88240 Certified Mailing #7008 2810 0001 9142 3699

WWR Enterprises, Inc. 3325 Enterprise Dr. Hobbs, NM 88240 Certified Mailing #7008 2810 0001 9142 3705

JRB Investments, LLC c/o Reynolds, Hix & Co, PA 6729 Academy Rd. NE Ste. D Albuquerque, NM 87109 Certified Mailing #7008 2810 0001 9142 3712

Cyrene L. Inman c/o Bank of America (Leonard Kersh) P.O. Box 832407 Dallas, TX 75283-2407 Certified Mailing #7008 2810 0001 9142 4569

 Pennies From Heaven LLC Bank of America (Pamela Pearce) PO Box 832407 Dallas, TX 75283-2407 Certified Mailing #7008 2810 0001 9142 4583

Las Colinas Minerals, L.P.
125 E. John Carpenter
Suite 660
Irving, TX 75062
Certified Mailing #7008 2810 0001 9142 4590

Koch Exploration Company Attn: Morgan J. Connor 9777 Pyramid Court Englewood, CO 80112 Certified Mailing #7008 2810 0001 9142 4606



San Juan Business Unit

Vell Capital Cost Estimate Summary by Zone

This document contains proposed and estimated project cost information which is proprietary and confidential to ConocoPhillips.

Well Name: HUERFANO UNIT COM 311 Zone Name: BASIN DAKOTA (PRORATED GAS)

Cost Feature Code/Name:	Drilling \$\$	Completion \$\$	P & A \$\$	Facility \$\$	
A000: CASING & TUBING	\$78,788.80	\$17,000.00	\$0.00	\$0.00	
B000: WELLHEAD, XMAS TREE, & ASST EQUIPT	\$7,700.00	\$6,500.00	\$0.00	\$0.00	
C000: COMPLETION EQUIPMENT & OTHER	\$0.00	\$2,650.00	\$0.00	\$57,050:00	
D000: LOCATION (WELLSITE RELATED)	\$25,300.00	\$1,000.00	\$0.00	\$25,000.00	
E000: RIGS AND RIG RELATED	\$124,135.00	\$25,350.00	\$0.00	\$0.00	
F000: DRILLING & COMPLETION UTILITIES (ALL)	\$17,545.00	\$3,000.00	\$0.00	\$0.00	
G000: FLUID AND CHEMICALS SERVICES	\$64,900.00	\$30,000.00	\$0.00	\$0.00	
H000: DIRECTIONAL DRILLING / MWD / LWD	\$0.00	\$0.00	\$0.00	\$0.00	
J000: CEMENTING MATERIALS, SVCS,& CSG ACCS	\$26,950.00	\$0.50	\$0.00	\$0.00	
K000: FORMATION EVALUATION	\$27,555.00	\$2,500.50	\$0.00	\$0.00	
M000: COMPLETION & TESTING	\$0.00	\$0.00	\$0.00	\$0.00	
N000: FORMATION STIMULATION & TREATING	\$0.00	\$85,120.50	\$0.00	\$0.00	
O000: CERTIFICATION, INSPECT, CONTROL & TEST	\$7,700.00	\$50.00	\$0.00	\$0.00	
P000: TRANSPORTATION SUPPLY & DISPOSAL	\$30,250.00	\$45,512.50	\$0.00	\$0.00	
Q000: DRLG TOOLS & EQPT RENTAL W/WO OPR	\$9,900.00	\$10,650.00	\$0.00	\$0.00	
R000: BITS & MILLS	\$12,650.00	\$600.00	\$0.00	\$0.00	
S000: SPECIAL SERVICES	\$19,442.50	\$39,951.00	\$0.00	\$0.00	
T000: MISCELLANEOUS	\$16,456.00	\$14,300.00	\$0.00	\$12,150.00	
U000: PERFORATING & SLICKLINE SERVICES	\$550.00	\$12,300.00	\$0.00	\$700.00	
V000: ENG & CONSTRUCTION(E&C), CONSLT, R&D	\$0.00	\$0.00	\$0.00	\$600.00	
W000: GENERAL FEES	\$3,575.55	\$0.00	\$0.00	\$0.00	
X000: CONOCOPHILLIPS LABOR & OVERHEAD	\$14,520.00	\$2,000.00	\$0.00	\$2,000.10	
Y000: TOTALS, CONTINGENCY & MISCELLANEOUS	\$2,750.55	\$0.00	\$0.00	\$0.00	
Zone Tangibles:	\$86,488.80	\$26,150.00	\$0.00	\$57,050.00	
Zone Intangibles:	\$404,179.60	\$272,335.00	\$0.00	\$40,450.10	
	\$490,668.40	\$298,485.00	\$0.00	\$97,500.10	
BASIN DAKOTA (PRORATED GAS) Percent of Well Total:	55.00%	41.30%	0.00%	50.00%	

Approved By: _____

, .: V

Date: _____

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San Juan Business Unit

Vell Capital Cost Estimate Summary by Zone

This document contains proposed and estimated project cost information which is proprietary and confidential to ConocoPhillips.

Well Name: HUERFANO UNIT COM 311 Zone Name: GALLUP (RC0532)

A000: CASING & TUBING \$64,463.56 \$17,000.00 \$0.00 \$0.00 B000: WELLHEAD, XMAS TREE, & ASST EQUIPT \$6,300.00 \$5,500.00 \$0.00 \$5,000.00 C000: COMPLETION EQUIPMENT & OTHER \$0.00 \$5,550.00 \$0.00 \$5,000.00 \$5,000.00 D000: LCCATION (WELLSTTE RELATED) \$20,700.00 \$1,000.00 \$0.00 \$0.00 E000: RIGS AND RIG RELATED \$101,565.00 \$25,350.00 \$0.00 \$0.00 G000: FLUID AND CHEMICALS SERVICES \$53,100.00 \$30,000.00 \$0.00 \$0.00 G000: FLUID AND CHEMICALS SERVICES \$22,050.00 \$0.00 \$0.00 \$0.00 J000: CEMENTING MATERIALS, SVCS,& CSG ACCS \$22,050.00 \$0.00 \$0.00 M000: DIRECTIONAL DIATION & TREATING \$0.00 \$12,000.00 \$0.00 N000: CORMATION STIMULATION & TREATING \$0.00 \$10,000.00 \$0.00 N000: CRIFICATION NUPPLY & DISPOSAL \$24,750.00 \$45,512.50 \$0.00 Q000: DRLG TOOLS & EQPT RENTAL W/WO OPR \$8,100.00 \$10,650.00 \$0.00 S000: SPECIAL SERVICES \$13,464.00 </th <th>Cost Feature Code/Name:</th> <th>Drilling \$\$</th> <th>Completion \$\$</th> <th>P & A \$\$</th> <th>Facility \$\$</th>	Cost Feature Code/Name:	Drilling \$\$	Completion \$\$	P & A \$\$	Facility \$\$
C000: COMPLETION EQUIPMENT & OTHER \$0.00 \$5,650.00 \$0.00 \$57,050.00 D000: LOCATION (WELLSITE RELATED) \$20,700.00 \$1,000.00 \$0.00 \$25,000.00 E000: DRILLING & COMPLETION UTILITIES (ALL) \$141,355.00 \$25,350.00 \$0.00 \$0.00 F000: DRILLING & COMPLETION UTILITIES (ALL) \$141,355.00 \$3,000.00 \$0.00 \$0.00 G000: FLUID AND CHEMICALS SERVICES \$53,100.00 \$0.00 \$0.00 \$0.00 J000: CEMENTING MATERIALS, SVCS,& CSG ACCS \$22,050.00 \$0.50 \$0.00 \$0.00 J000: COMPLETION STIMULATION \$22,545.00 \$12,000.00 \$0.00 \$0.00 M000: COMPLETION & TESTING \$0.00 \$10,102.00 \$0.00 \$0.00 M000: CRIFICATION, INSPECT, CONTROL & TEST \$6,300.00 \$50.00 \$0.00 \$0.00 P000: TRANSPORTATION SUPPLY & DISPOSAL \$24,750.00 \$45,512.50 \$0.00 \$0.00 R000: BITS & MILLS \$10,350.00 \$600.00 \$0.00 \$0.00 \$0.00 R000: DRICELLANEOUS \$13,464.00 \$14,300.00 \$0.00	A000: CASING & TUBING	\$64,463.56	\$17,000.00	\$0.00	\$0.00
D000: LOCATION (WELLSITE RELATED) \$20,700.00 \$1,000.00 \$0.00 \$25,000.00 E000: RIGS AND RIG RELATED \$101,665.00 \$25,350.00 \$0.00 \$0.00 F000: DRILLING & COMPLETION UTILITIES (ALL) \$14,355.00 \$30,000.00 \$0.00 \$0.00 G000: FLUID AND CHEMICALS SERVICES \$53,100.00 \$0.00 \$0.00 \$0.00 H000: DIRECTIONAL DRILLING / MWD / LWD \$0.00 \$0.00 \$0.00 \$0.00 M000: CEMENTING MATERIALS, SVCS,& CSG ACCS \$22,050.00 \$0.50 \$0.00 \$0.00 M000: COMPLETION EVALUATION \$22,545.00 \$2,500.50 \$0.00 \$0.00 M000: COMPLETION STIMULATION & TREATING \$0.00 \$10,000 \$0.00 \$0.00 N000: CERTIFICATION, INSPECT, CONTROL & TEST \$6,300.00 \$0.00 \$0.00 \$0.00 P000: TRANSPORTATION SUPPLY & DISPOSAL \$24,750.00 \$45,512.60 \$0.00 \$0.00 R000: BITS & MILLS \$10,350.00 \$0.00 \$0.00 \$0.00 \$0.00 S000: SPECIAL SERVICES \$13,464.00 \$14,300.00 \$0.00 \$0.00	B000: WELLHEAD, XMAS TREE, & ASST EQUIPT	\$6,300.00	\$6,500.00	\$0.00	\$0.00
E000: RIGS AND RIG RELATED \$101,565.00 \$25,350.00 \$0.00 \$0.00 F000: DRILLING & COMPLETION UTILITIES (ALL) \$14,355.00 \$3,000.00 \$0.00 \$0.00 G000: FLUID AND CHEMICALS SERVICES \$53,100.00 \$0.00 \$0.00 \$0.00 H000: DIRECTIONAL DRILLING / MWD / LWD \$0.00 \$0.00 \$0.00 \$0.00 J000: CEMENTING MATERIALS, SVCS,& CSG ACCS \$22,050.00 \$0.50 \$0.00 \$0.00 M000: COMPLETION & EVALUATION \$22,545.00 \$2,500.50 \$0.00 \$0.00 M000: COMPLETION & TESTING \$0.00 \$12,000.00 \$0.00 \$0.00 N000: FORMATION STIMULATION & TREATING \$0.00 \$150,120.50 \$0.00 \$0.00 N000: CERTIFICATION, INSPECT, CONTROL & TEST \$6,300.00 \$50.00 \$0.00 \$0.00 P000: TRANSPORTATION SUPPLY & DISPOSAL \$24,750.00 \$600.00 \$0.00 \$0.00 Q000: DRLG TOOLS & EQPT RENTAL WWO OPR \$10,350.00 \$600.00 \$0.00 \$0.00 S000: SPECIAL SERVICES \$15,907.50 \$39,951.00 \$0.00 \$0.00	C000: COMPLETION EQUIPMENT & OTHER	\$0.00	\$5,650.00	\$0.00	\$57,050.00
F000: DRILLING & COMPLETION UTILITIES (ALL) \$14,355.00 \$3,000.00 \$0.00 \$0.00 G000: FLUID AND CHEMICALS SERVICES \$53,100.00 \$30,000.00 \$0.00 \$0.00 H000: DIRECTIONAL DRILLING / MWD / LWD \$0.00 \$0.00 \$0.00 \$0.00 J000: CEMENTING MATERIALS, SVCS,& CSG ACCS \$22,050.00 \$0.50 \$0.00 \$0.00 M000: COMPLETION & TESTING \$22,545.00 \$2,500.50 \$0.00 \$0.00 M000: COMPLETION & TESTING \$0.00 \$12,000.00 \$0.00 \$0.00 N000: CERTIFICATION, INSPECT, CONTROL & TEST \$6,300.00 \$50.00 \$0.00 \$0.00 P000: TRANSPORTATION SUPPLY & DISPOSAL \$24,750.00 \$45,512.50 \$0.00 \$0.00 Q000: DRLG TOOLS & EQPT RENTAL W/WO OPR \$8,100.00 \$10,650.00 \$0.00 \$0.00 R000: BITS & MILLS \$13,464.00 \$14,300.00 \$0.00 \$0.00 \$0.00 S000: PERFORATING & SLICKLINE SERVICES \$45,000 \$0.00 \$0.00 \$0.00 \$0.00 \$0.00 \$0.00 \$0.00 \$0.00 \$0.00 \$0	D000: LOCATION (WELLSITE RELATED)	\$20,700.00	\$1,000.00	\$0.00	\$25,000.00
G000: FLUID AND CHEMICALS SERVICES \$53,100.00 \$30,000.00 \$0.00 \$0.00 H000: DIRECTIONAL DRILLING / MWD / LWD \$0.00 \$0.00 \$0.00 \$0.00 J000: CEMENTING MATERIALS, SVCS,& CSG ACCS \$22,050.00 \$0.50 \$0.00 \$0.00 M000: COMPLETION EVALUATION \$22,545.00 \$2,500.50 \$0.00 \$0.00 M000: COMPLETION & TESTING \$22,545.00 \$12,000.00 \$0.00 \$0.00 N000: FORMATION STIMULATION & TREATING \$0.00 \$150,120.50 \$0.00 \$0.00 N000: CERTIFICATION, INSPECT, CONTROL & TEST \$6,300.00 \$50.00 \$0.00 \$0.00 P000: TRANSPORTATION SUPPLY & DISPOSAL \$24,750.00 \$45,512.50 \$0.00 \$0.00 Q000: DRLG TOOLS & EQPT RENTAL WWO OPR \$8,100.00 \$10,650.00 \$0.00 \$0.00 S000: SPECIAL SERVICES \$15,907.50 \$39,951.00 \$0.00 \$0.00 T000: MISCELLANEOUS \$13,464.00 \$14,300.00 \$0.00 \$700.00 V000: PERFORATING & SLICKLINE SERVICES \$450.00 \$0.00 \$700.00 \$0.00	E000: RIGS AND RIG RELATED	\$101,565.00	\$25,350.00	\$0.00	\$0.00
H000: DIRECTIONAL DRILLING / MWD / LWD \$0.00 \$0.00 \$0.00 \$0.00 \$0.00 \$0.00 J000: CEMENTING MATERIALS, SVCS,& CSG ACCS \$22,050.00 \$0.50 \$0.00 \$0.00 K000: FORMATION EVALUATION \$22,545.00 \$2,500.50 \$0.00 \$0.00 M000: COMPLETION & TESTING \$0.00 \$12,000.00 \$0.00 \$0.00 N000: FORMATION STIMULATION & TREATING \$0.00 \$150,120.50 \$0.00 \$0.00 O000: CERTIFICATION, NISPECT, CONTROL & TEST \$6300.00 \$550.00 \$0.00 \$0.00 P000: TRANSPORTATION SUPPLY & DISPOSAL \$24,750.00 \$45,512.50 \$0.00 \$0.00 Q000: DRLG TOOLS & EQPT RENTAL W/WO OPR \$8,100.00 \$10,650.00 \$0.00 \$0.00 S000: SPECIAL SERVICES \$15,907.50 \$39,951.00 \$0.00 \$0.00 S000: SPECIAL SERVICES \$13,464.00 \$14,300.00 \$0.00 \$700.00 V000: ENG & CONSTRUCTION(E&C), CONSLT, R&D \$0.00 \$0.00 \$0.00 \$0.00 V000: GENERAL FEES \$2,925.45 \$0.00 \$0.00 \$	F000: DRILLING & COMPLETION UTILITIES (ALL)	\$14,355.00	\$3,000.00	\$0.00	\$0.00
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N000: FORMATION STIMULATION & TREATING \$0.00 \$150,120.50 \$0.00 \$0.00 O000: CERTIFICATION, INSPECT, CONTROL & TEST \$6,300.00 \$50.00 \$0.00 \$0.00 P000: TRANSPORTATION SUPPLY & DISPOSAL \$24,750.00 \$45,512.50 \$0.00 \$0.00 Q000: DRLG TOOLS & EQPT RENTAL W/WO OPR \$8,100.00 \$10,650.00 \$0.00 \$0.00 R000: BITS & MILLS \$10,350.00 \$600.00 \$0.00 \$0.00 S000: SPECIAL SERVICES \$15,907.50 \$39,951.00 \$0.00 \$0.00 T000: MISCELLANEOUS \$13,464.00 \$14,300.00 \$0.00 \$700.00 V000: PERFORATING & SLICKLINE SERVICES \$450.00 \$50.00 \$0.00 \$700.00 V000: GENERAL FEES \$2,925.45 \$0.00 \$0.00 \$2,000.10 Y000: CONOCOPHILLIPS LABOR & OVERHEAD \$11,880.00 \$2,000.00 \$0.00 \$2,000.10 Y000: TOTALS, CONTINGENCY & MISCELLANEOUS \$2,250.45 \$0.00 \$0.00 \$2,000.10 Zone Tangibles: \$30,692.40 \$395,035.00 \$0.00 \$40,450.10 <td< td=""><td>K000: FORMATION EVALUATION</td><td>\$22,545.00</td><td>\$2,500.50</td><td>\$0.00</td><td>\$0.00</td></td<>	K000: FORMATION EVALUATION	\$22,545.00	\$2,500.50	\$0.00	\$0.00
O000: CERTIFICATION, INSPECT, CONTROL & TEST \$6,300.00 \$50.00 \$0.00 \$0.00 P000: TRANSPORTATION SUPPLY & DISPOSAL \$24,750.00 \$45,512.50 \$0.00 \$0.00 Q000: DRLG TOOLS & EQPT RENTAL W/WO OPR \$8,100.00 \$10,650.00 \$0.00 \$0.00 R000: BITS & MILLS \$10,350.00 \$6600.00 \$0.00 \$0.00 S000: SPECIAL SERVICES \$15,907.50 \$39,951.00 \$0.00 \$12,150.00 T000: MISCELLANEOUS \$13,464.00 \$14,300.00 \$0.00 \$12,150.00 U000: PERFORATING & SLICKLINE SERVICES \$450.00 \$58,000.00 \$0.00 \$700.00 V000: ENG & CONSTRUCTION(E&C), CONSLT, R&D \$0.00 \$0.00 \$0.00 \$0.00 \$2,000.00 \$0.00 <td>M000: COMPLETION & TESTING</td> <td>\$0.00</td> <td>\$12,000.00</td> <td>\$0.00</td> <td>\$0.00</td>	M000: COMPLETION & TESTING	\$0.00	\$12,000.00	\$0.00	\$0.00
P000: TRANSPORTATION SUPPLY & DISPOSAL \$24,750.00 \$45,512.50 \$0.00 \$0.00 Q000: DRLG TOOLS & EQPT RENTAL W/WO OPR \$8,100.00 \$10,650.00 \$0.00 \$0.00 R000: BITS & MILLS \$10,350.00 \$600.00 \$0.00 \$0.00 S000: SPECIAL SERVICES \$15,907.50 \$39,951.00 \$0.00 \$0.00 T000: MISCELLANEOUS \$13,464.00 \$14,300.00 \$0.00 \$700.00 V000: PERFORATING & SLICKLINE SERVICES \$450.00 \$58,000.00 \$0.00 \$700.00 V000: ENG & CONSTRUCTION(E&C), CONSLT, R&D \$0.00 \$0.00 \$0.00 \$0.00 V000: GENERAL FEES \$2,925.45 \$0.00 \$0.00 \$2,000.10 Y000: TOTALS, CONTINGENCY & MISCELLANEOUS \$2,250.45 \$0.00 \$0.00 \$0.00 Zone Tangibles: \$70,763.56 \$29,150.00 \$0.00 \$40,450.10 GALLUP (RC0532) Total: \$401,455.96 \$424,185.00 \$0.00 \$97,500.10	N000: FORMATION STIMULATION & TREATING	\$0.00	\$150,120.50	\$0.00	\$0.00
Q000: DRLG TOOLS & EQPT RENTAL W/WO OPR \$8,100.00 \$10,650.00 \$0.00 \$0.00 R000: BITS & MILLS \$10,350.00 \$600.00 \$0.00 \$0.00 S000: SPECIAL SERVICES \$15,907.50 \$39,951.00 \$0.00 \$0.00 T000: MISCELLANEOUS \$13,464.00 \$14,300.00 \$0.00 \$700.00 U000: PERFORATING & SLICKLINE SERVICES \$450.00 \$58,000.00 \$0.00 \$700.00 V000: ENG & CONSTRUCTION(E&C), CONSLT, R&D \$0.00 \$0.00 \$0.00 \$0.00 \$0.00 V000: GENERAL FEES \$2,925.45 \$0.00 \$0.00 \$0.00 \$0.00 \$0.00 \$0.00 Y000: TOTALS, CONTINGENCY & MISCELLANEOUS \$2,250.45 \$0.00	0000: CERTIFICATION, INSPECT, CONTROL & TEST	\$6,300.00	\$50.00	\$0.00	\$0.00
R000: BITS & MILLS \$10,350.00 \$600.00 \$0.00 \$0.00 S000: SPECIAL SERVICES \$15,907.50 \$39,951.00 \$0.00 \$0.00 T000: MISCELLANEOUS \$13,464.00 \$14,300.00 \$0.00 \$12,150.00 U000: PERFORATING & SLICKLINE SERVICES \$450.00 \$58,000.00 \$0.00 \$700.00 V000: ENG & CONSTRUCTION(E&C), CONSLT, R&D \$0.00 \$0.00 \$0.00 \$600.00 W000: GENERAL FEES \$2,925.45 \$0.00 \$0.00 \$0.00 X000: CONOCOPHILLIPS LABOR & OVERHEAD \$11,880.00 \$2,000.00 \$0.00 \$0.00 Y000: TOTALS, CONTINGENCY & MISCELLANEOUS \$2,250.45 \$0.00 \$0.00 \$0.00 Zone Tangibles: \$70,763.56 \$29,150.00 \$0.00 \$40,450.10 GALLUP (RC0532) Total: \$401,455.96 \$424,185.00 \$0.00 \$97,500.10	P000: TRANSPORTATION SUPPLY & DISPOSAL	\$24,750.00	\$45,512.50	\$0.00	\$0.00
S000: SPECIAL SERVICES \$15,907.50 \$39,951.00 \$0.00 \$0.00 T000: MISCELLANEOUS \$13,464.00 \$14,300.00 \$0.00 \$12,150.00 U000: PERFORATING & SLICKLINE SERVICES \$450.00 \$58,000.00 \$0.00 \$700.00 V000: ENG & CONSTRUCTION(E&C), CONSLT, R&D \$0.00 \$0.00 \$0.00 \$600.00 W000: GENERAL FEES \$2,925.45 \$0.00 \$0.00 \$0.00 X000: CONOCOPHILLIPS LABOR & OVERHEAD \$11,880.00 \$2,000.00 \$0.00 \$2,000.10 Y000: TOTALS, CONTINGENCY & MISCELLANEOUS \$2,250.45 \$0.00 \$0.00 \$0.00 Zone Tangibles: \$70,763.56 \$29,150.00 \$0.00 \$40,450.10 GALLUP (RC0532) Total: \$401,455.96 \$424,185.00 \$0.00 \$97,500.10	Q000: DRLG TOOLS & EQPT RENTAL W/WO OPR	\$8,100.00	\$10,650.00	\$0.00	\$0.00 <u></u>
T000: MISCELLANEOUS\$13,464.00\$14,300.00\$0.00\$12,150.00U000: PERFORATING & SLICKLINE SERVICES\$450.00\$58,000.00\$0.00\$7700.00V000: ENG & CONSTRUCTION(E&C), CONSLT, R&D\$0.00\$0.00\$0.00\$6600.00W000: GENERAL FEES\$2,925.45\$0.00\$0.00\$0.00\$0.00X000: CONOCOPHILLIPS LABOR & OVERHEAD\$11,880.00\$2,000.00\$0.00\$2,000.10Y000: TOTALS, CONTINGENCY & MISCELLANEOUS\$2,250.45\$0.00\$0.00\$0.00Zone Tangibles:\$70,763.56\$29,150.00\$0.00\$40,450.10GALLUP (RCO532) Total:\$401,455.96\$424,185.00\$0.00\$97,500.10	R000: BITS & MILLS	\$10,350.00	\$600.00	\$0.00	\$0.00
U000: PERFORATING & SLICKLINE SERVICES \$450.00 \$58,000.00 \$0.00 \$700.00 V000: ENG & CONSTRUCTION(E&C), CONSLT, R&D \$0.00 \$0.00 \$0.00 \$600.00 W000: GENERAL FEES \$2,925.45 \$0.00 \$0.00 \$0.00 X000: CONOCOPHILLIPS LABOR & OVERHEAD \$11,880.00 \$2,000.00 \$0.00 \$2,000.10 Y000: TOTALS, CONTINGENCY & MISCELLANEOUS \$2,250.45 \$0.00 \$0.00 \$0.00 Zone Tangibles: \$70,763.56 \$29,150.00 \$0.00 \$40,450.10 GALLUP (RC0532) Total: \$401,455.96 \$424,185.00 \$0.00 \$97,500.10	S000: SPECIAL SERVICES	\$15,907.50	\$39,951.00	\$0.00	\$0.00
V000: ENG & CONSTRUCTION(E&C), CONSLT, R&D \$0.00 \$0.00 \$0.00 \$600.00 W000: GENERAL FEES \$2,925.45 \$0.00 \$0.00 \$0.00 X000: CONOCOPHILLIPS LABOR & OVERHEAD \$11,880.00 \$2,000.00 \$0.00 \$2,000.10 Y000: TOTALS, CONTINGENCY & MISCELLANEOUS \$2,250.45 \$0.00 \$0.00 \$0.00 Zone Tangibles: \$70,763.56 \$29,150.00 \$0.00 \$57,050.00 Zone Intangibles: \$330,692.40 \$395,035.00 \$0.00 \$40,450.10 GALLUP (RC0532) Total: \$401,455.96 \$424,185.00 \$0.00 \$97,500.10	T000: MISCELLANEOUS	\$13,464.00	\$14,300.00	\$0.00	\$12,150.00
W000: GENERAL FEES \$2,925.45 \$0.00 \$0.00 \$0.00 X000: CONOCOPHILLIPS LABOR & OVERHEAD \$11,880.00 \$2,000.00 \$0.00 \$2,000.10 Y000: TOTALS, CONTINGENCY & MISCELLANEOUS \$2,250.45 \$0.00 \$0.00 \$0.00 Zone Tangibles: \$70,763.56 \$29,150.00 \$0.00 \$57,050.00 Zone Intangibles: \$330,692.40 \$395,035.00 \$0.00 \$40,450.10 GALLUP (RC0532) Total: \$401,455.96 \$424,185.00 \$0.00 \$97,500.10	U000: PERFORATING & SLICKLINE SERVICES	\$450.00	\$58,000.00	\$0.00	\$700.00
X000: CONOCOPHILLIPS LABOR & OVERHEAD \$11,880.00 \$2,000.00 \$0.00 \$2,000.10 Y000: TOTALS, CONTINGENCY & MISCELLANEOUS \$2,250.45 \$0.00 \$0.00 \$0.00 Zone Tangibles: \$70,763.56 \$29,150.00 \$0.00 \$57,050.00 Zone Intangibles: \$330,692.40 \$395,035.00 \$0.00 \$40,450.10 GALLUP (RC0532) Total: \$401,455.96 \$424,185.00 \$0.00 \$97,500.10	V000: ENG & CONSTRUCTION(E&C), CONSLT, R&D	\$0.00	\$0.00	\$0.00	\$600.00
Y000: TOTALS, CONTINGENCY & MISCELLANEOUS \$2,250.45 \$0.00 \$0.00 \$0.00 Zone Tangibles: \$70,763.56 \$29,150.00 \$0.00 \$57,050.00 Zone Intangibles: \$330,692.40 \$395,035.00 \$0.00 \$40,450.10 GALLUP (RC0532) Total: \$401,455.96 \$424,185.00 \$0.00 \$97,500.10	W000: GENERAL FEES	\$2,925.45	\$0.00	\$0.00	\$0.00
Zone Tangibles: \$70,763.56 \$29,150.00 \$0.00 \$57,050.00 Zone Intangibles: \$330,692.40 \$395,035.00 \$0.00 \$40,450.10 GALLUP (RC0532) Total: \$401,455.96 \$424,185.00 \$0.00 \$97,500.10	X000: CONOCOPHILLIPS LABOR & OVERHEAD	\$11,880.00		\$0.00	\$2,000.10
Zone Intangibles: \$330,692.40 \$395,035.00 \$0.00 \$40,450.10 GALLUP (RC0532) Total: \$401,455.96 \$424,185.00 \$0.00 \$97,500.10	Y000: TOTALS, CONTINGENCY & MISCELLANEOUS	\$2,250.45	\$0.00	\$0.00	\$0.00
GALLUP (RCO532) Total: \$401,455.96 \$424,185.00 \$0.00 \$97,500.10	Zone Tangibles:	\$70,763.56	\$29,150.00	\$0.00	\$57,050.00
	Zone Intangibles:	\$330,692.40	\$395,035.00	\$0.00	\$40,450.10
GALLUP (RC0532) Percent of Well Total: 45.00% 58.70% 0.00% 50.00%	— GALLUP (RCO532) Total:	\$401,455.96	\$424,185.00	\$0.00	\$97,500.10
	GALLUP (RC0532) Percent of Well Total:	45.00%	58.70%	0.00%	50.00%

Approved By:

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Date:



San Juan Business Unit

Vell Capital Cost Estimate Summary by Zone

This document contains proposed and estimated project cost information which is proprietary and confidential to ConocoPhillips.

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Well Name: HUERFANO UNIT COM 311

Totals for Well:		Drilling \$\$	Completion \$\$	P & A \$\$	Facility \$\$
	Well Tangibles:	\$157,252.36	\$55,300.00	\$0.00	\$114,100.00
	Well Intangibles:	\$734,872.00	\$667,370.00	\$0.00	\$80,900.20
	Well Total:	\$892,124.36	\$722,670.00	\$0.00	\$195,000.20

Well Total Tangibles:	\$326,652.36
Well Total Intangibles:	\$1,483,142.20
Well Grand Total:	\$1,809,794.56