Form 3160-5 (August 1999)

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 re-enter an abandoned well. Use Form 3160-3 (APD) for such proposals.

| FORM APPROVED | |
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| OMB No. 1004-0135 | |
| Expires November 30 | 2000 |

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| abandoned well. Use Form 3160-3 (APD) for such proposals. | | | | | | |
|---|--|--|--|---|---|------------|
| SUBMIT IN TRI | PLICATE - Other instru | uctions on revers | e ślde | 7. If Unit or C | Agreement, Name and/or No | D. |
| Oil Well 🛛 Gas Well 🔲 Other | | | | 8. Well Name and No. San Juan 28-7 #215F | | |
| Name of OperatorConocoPhillips Co. | | | | 9. API Well No | | |
| 3a. Address | = ===== | 3b. Phone No. (incl | ude area code) | 30-039-2704 | | |
| P.O. Box 2197, WL3-6081 | | (832)486-2463 | | | ool, or Exploratory Area averde/Basin Dakota | |
| 4. Location of Well (Footage, Sec Sec 4 T27N R7W NWSW | 2605FSL 710FWL 1 | • | · | 11. County or F Rio Arriba | Parish, State | |
| A | | | | NM | : | |
| 12. CHECK AP | PROPRIATE BOX(ES) T | O INDICATE NAT | URE OF NOTICE, R | EPORT, OR O | THER DATA | |
| TYPE OF SUBMISSION | | 7 | TYPE OF ACTION | | | |
| □ Notice of Intent □ Subsequent Report | ☐ Acidize☐ Alter Casing☐ Casing Repair | ☐ Deepen ☐ Fracture Treat ☐ New Construction | ☐ Production (Start ☐ Reclamation ☐ Recomplete | t/ Resume) | Well Integrity | |
| | Change Plans | ☐ Plug and Abandor | | | Allocation | |
| Final Abandonment Notice | Convert to Injection | ☐ Plug Back | ☐ Water Disposal | | | |
| Attach the Bond under which the following completion of the investing has been completed. Fir determined that the site is ready. Please note that oil allocate attached. This is in reference. | tion has changed from ance to DHC#1128AZ. | ovide the Bond No. on file n results in a multiple cor ne filed only after all requi | with BLM/BIA. Required inpletion or recompletion in rements, including reclama | a new interval, a tion, have been co | ts shall be filed within 30 day Form 3160-4 shall be filed one ompleted, and the operator has | /s ce |
| I hereby certify that the foregoi Name (Printed/Typed) Christina Gustartis | ng is true and correct | Title Reg | ulatory Analyst | | | |
| Signature Chris 5 | Lututa | Date 06/1 | 6/2005 | | | |
| The Ulbert Head of | THIS SPACE | FOR FEDERAL OR | STATE OFFICE USE | ACCEPTE | D FOR REDCAR | |
| Approved by | | | Title | Jate | 0 5 2005 | - CONTRACT |
| Conditions of approval, if any, are | | | Office | | N FIELLY OFFICE | |

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

which would entitle the applicant to conduct operations thereon.

Allocation for the San Juan 28-7 Unit #215F (API 30-039-27040)

The San Juan 28-7 Unit #215F is an 80-acre Mesaverde/80-acre Dakota infill well located in the southwest quarter of Section 4-T27N-R7W, Rio Arriba County, NM. The well was TD'd in December 2004, perforated & fracture stimulated in February 2005, and ready for first delivery on March 21, 2005.

Initial flow tests as reported by the field operator indicated:

Mesaverde (2-3/8" tubing at 5,217', perfs 4,939-5,517' OA, composite plug at 5,617')

3/9/05 1/2" choke N/A* psi tbg. press. 350 psi fcp 2,310 MCFPD + 0.5 BOPD + 5 BWPD

Dakota (2-3/8" tubing set at 7,385', perfs 7,489-7,680' OA, PBTD 7,702' Sj MD, multi-pass production log)

3/16/05 ½" choke 225 psi ftp 750 psi sicp 1,172** MCFPD + 0 BOPD + 22 BWPD

Based on these initial stabilized flow tests, calculated DHC allocation percentages are:

Fixed Allocation (Gas) Mesaverde 66%

Dakota 34%

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Fixed Allocation (Oil) Mesaverde 66%

Dakota 34%

Little oil was produced during these tests. Based on production data from offset wells, Dakota and Mesaverde are expected to produce with similar gas to condensate ratios. Therefore oil production is allocated using the same percentage as for gas production.

Please allocate production based on the above estimated percentages.

Call with questions

Tom Johnson 832-486-2347

^{*} Annular test – string float in tubing

^{**}Rate measured with a production log, making multiple passes at varying speeds. Casing was shut-in, with all production directed up tubing. Tubing set ~100' above the top Dakota perforation makes it possible to gauge a Dakota rate isolated from any Mesaverde influence (log run below the point where the shallower Mesaverde has already turned the corner and is going up tubing).