

<p><b>RECEIVED</b>  <b>NOV 18 2014</b>  <b>BURLINGTON RESOURCES</b></p>					<p><b>OIL CONS. DIV DIST. 3</b>  <b>NOV 21 2014</b></p>	<p>Distribution:                  BLM 4 Copies                  Regulatory                  Accounting                  Well File                  Revised: March 9, 2006</p>			
<p><b>PRODUCTION ALLOCATION FORM</b></p>					<p>Status                  PRELIMINARY <input checked="" type="checkbox"/>                  FINAL <input type="checkbox"/>                  REVISED <input type="checkbox"/></p>				
<p>Commingle Type                  SURFACE <input type="checkbox"/> DOWNHOLE <input checked="" type="checkbox"/>                  Type of Completion                  NEW DRILL <input checked="" type="checkbox"/> RECOMPLETION <input type="checkbox"/> PAYADD <input type="checkbox"/> COMMINGLE <input type="checkbox"/></p>					<p>Date: 11/14/2014                  API No. 30-045-35187                  DHC No. DHC3599AZ                  Lease No. FEE</p>				
<p>Well Name  <b>Hudson</b></p>					<p>Well No.                  #5M</p>				
Unit Letter	Section	Township	Range	Footage	County, State				
Surf- C	17	T031N	R010W	893' FNL & 1587' FWL	San Juan County,				
BH- D	17	T031N	R010W	1172' FNL & 671' FWL	New Mexico				
Completion Date		Test Method							
11/14/2014		HISTORICAL <input type="checkbox"/> FIELD TEST <input checked="" type="checkbox"/> PROJECTED <input type="checkbox"/> OTHER <input type="checkbox"/>							
FORMATION		GAS		PERCENT		CONDENSATE		PERCENT	
MESAVERDE				30%				88%	
DAKOTA				70%				12%	
<p>JUSTIFICATION OF ALLOCATION: These percentages are based upon compositional gas analysis tests from the Mesaverde and Dakota formations during completion operations. Subsequent allocations will be submitted every three months after the first delivery date. Allocation splits will keep changing until the gas analysis mole fractions stabilize. Condensate percentages are based upon the formation yields.</p>									
APPROVED BY			DATE		TITLE		PHONE		
Joe Hunt			11-19-14		Geo		564-7740		
X					Engineer		505-326-9826		
Ephraim Schofield									
X					Engineering Tech.		505-326-9520		
David Valdez									

file in lease NMSF-078604

2 Federal leases in W/2 of sec 17  
 NMSF - 078604  
 NMSF - 078134

NMOCD

## COMPOSITIONAL ALLOCATION FORM

**COMPANY: CONOCOPHILLIPS**

**WELL INFORMATION**

**LOCATION:** NM031N10W017D Downhole  
**WELLNAME:** Hudson 5M  
**API NUMBER:** 3004535187  
**LEASE NUMBER:**  
**COUNTY/ STATE:** San Juan, NM  
**FORMATIONS:** MV/DK (BLANCO MESAVERDE/ BASIN DAKOTA)  
**DHC # APPROVAL:** DHC3599AZ  
**ALLOCATION NUMBER:** 1

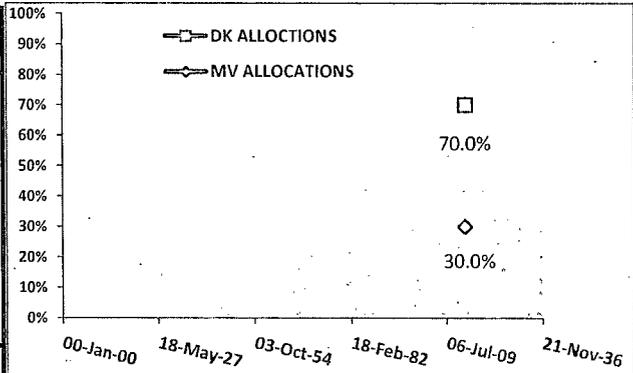
**OIL CONS. DIV DIST. 3**

**NOV 21 2014**

**SAMPLE DATA**

**ANALYSIS FROM:** Gas Analysis Service (Phone 505-5998998)  
**ANALYSIS REF NUMBER:** CP140834 11/14/14

COMPONENT	MOLE %	NORM HC %	BTU
NITROGEN	20.18		
CO2	1.58		
METHANE	72.63	92.8%	733.53
ETHANE	3.29	4.2%	58.30
PROPANE	1.11	1.42%	27.95
I-BUTANE	0.25	0.3%	8.23
N-BUTANE	0.27	0.3%	8.91
I-PENTANE	0.12	0.2%	4.80
N-PENTANE	0.08	0.1%	3.17
HEXANE PLUS	0.48	0.6%	25.30
	100.000		1089.99
<b>HYDROCARBON</b>	<b>78.237</b>		



**END POINTS INFORMATION**

FROM STAND ALONE WELLS OR REAL TIME DATA

END POINTS INFORMATION	METHANE		ETHANE		PROPANE		TOTAL BUTANE	
	C1MV	C1DK	C2MV	C2DK	C3MV	C3DK	C4MV	C4DK
CONCENTRATION	83.96%	97.69%	9.29%	1.73%	4.06%	0.28%	1.74%	0.15%
Confidence ratio*	18.9		30.5		25.23		11.0	

\*(Endpoints diff / Observed Variance)

If red, Member Conf ratio too low to be used for allocation purposes

Allocations*	MV	DK	MV	DK	MV	DK	MV	DK
		35.0%	65.0%	33%	67%	30%	70%	22%

**MV ALLOC=**  $\frac{DK_{endP-Mix} / DK_{endP-MVendP}}{DK_{endP-Mix} / DK_{endP-MVendP}}$   
**DK ALLOC=**  $\frac{Mix-MV_{endP} / DK_{endP-MVendP}}{Mix-MV_{endP} / DK_{endP-MVendP}}$

CENTRAL MEMBER*	
CONF RATIO	COMP
30.5	C2
CM ALLOC	
MV	DK
33%	67%

\*Central Member (Component with higher Confidence Ratio)

**ALLOCATION CALCULATION**

ONLY THOSE COMPONENTS WHOSE ALLOCATIONS ARE 15% POINTS WITHIN THE CENTRAL MEMBER WILL BE USED FOR THE AVERAGE ESTIMATION (Zeros and Neg Discarded)

15% Check	MV ALL
C1	35.000%
C2	33.000%
C3	30.000%
C4	22.000%

OFFICIAL GAS ALLOC	
MV	DK
30.0%	70.0%
Oil	Oil
88%	12%

\* Oil allocation based on Historical yields  
\* If both are zero then Oil alloc= Gas alloc

**SIGNATURES**

NAME	TITLE	DATE	SIGNATURE