

UNITED STATES
DEPARTMENT OF THE INTERIOR
BUREAU OF LAND MANAGEMENT

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

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.

SUBMIT IN TRIPLICATE - Other instructions on reverse side

1. Type of Well
☐ Oil Well ☒ Gas Well ☐ Other

2. Name of Operator
ConocoPhillips Co.

3a. Address
P.O. Box 2197, WL3-6085 Houston Tx 77252

3b. Phone No. (include area code)
(832)486-2463

4. Location of Well (Footage, Sec., T., R., M., or Survey Description)
Sec 23 T28N R7W SWSW 645FSL 220FWL

5. Lease Serial No.
NMSF079290

6. If Indian, Allottee or Tribe Name

7. If Unit or CA/Agreement, Name and/or No.

DK NMINM 78413C
MY NMINM 78413A

8. Well Name and No.
San Juan 28-7 Unit #258F

9. API Well No.
30-039-27260 27261

10. Field and Pool, or Exploratory Area
Blanco Mesaverde/Basin Dakota

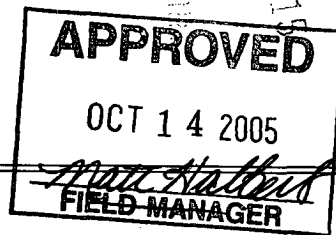
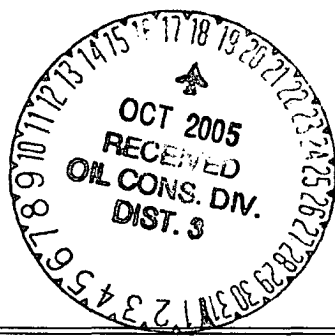
11. County or Parish, State
Rio Arriba
NM

12. CHECK APPROPRIATE BOX(ES) TO INDICATE NATURE OF NOTICE, REPORT, OR OTHER DATA

TYPE OF SUBMISSION	TYPE OF ACTION			
<input type="checkbox"/> Notice of Intent	<input type="checkbox"/> Acidize	<input type="checkbox"/> Deepen	<input type="checkbox"/> Production (Start/ Resume)	<input type="checkbox"/> Water Shut-Off
<input checked="" type="checkbox"/> Subsequent Report	<input type="checkbox"/> Alter Casing	<input type="checkbox"/> Fracture Treat	<input type="checkbox"/> Reclamation	<input type="checkbox"/> Well Integrity
<input type="checkbox"/> Final Abandonment Notice	<input type="checkbox"/> Casing Repair	<input type="checkbox"/> New Construction	<input type="checkbox"/> Recomplete	<input checked="" type="checkbox"/> Other Allocation
	<input type="checkbox"/> Change Plans	<input type="checkbox"/> Plug and Abandon	<input type="checkbox"/> Temporarily Abandon	
	<input type="checkbox"/> Convert to Injection	<input type="checkbox"/> Plug Back	<input type="checkbox"/> Water Disposal	

13. Describe Proposed or Completed Operation (clearly state all pertinent details, including estimated starting date of any proposed work and approximate duration thereof. If the proposal is to deepen directionally or recompleat horizontally, give subsurface locations measured and true vertical depths of all pertinent markers and zones. Attach the Bond under which the work will be performed or provide the Bond No. on file with BLM/BIA. Required subsequent reports shall be filed within 30 days following completion of the involved operations. If the operation results in a multiple completion or recompletion in a new interval, a Form 3160-4 shall be filed once testing has been completed. Final Abandonment Notices shall be filed only after all requirements, including reclamation, have been completed, and the operator has determined that the site is ready for final inspection.)

ConocoPhillips requests allocation on this well as per attached. This is in reference to DHC#1744AZ



14. I hereby certify that the foregoing is true and correct
Name (Printed/Typed)

Christina Gustartis

Title
Regulatory Specialist

Signature

Chris Gustartis

Date
10/12/2005

THIS SPACE FOR FEDERAL OR STATE OFFICE USE

Approved by

Title

Date

Conditions of approval, if any, are attached. Approval of this notice does not warrant or certify that the applicant holds legal or equitable title to those rights in the subject lease which would entitle the applicant to conduct operations thereon.

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.

Allocation for the San Juan 28-7 Unit #258F (API 30-039-27260)

The San Juan 28-7 Unit #258F is an 80-acre Mesaverde/80-acre Dakota infill well located in the southwest quarter of Section 23-T28N-R7W, Rio Arriba County, NM. The well was TD'd in July 2005, perforated & fracture stimulated in July 2005, and ready for first delivery on September 22, 2005.

Initial flow tests as reported by the field operator indicated:

Mesaverde (2-3/8" tubing at 5,458', perfs 4,901-5,556' OA, composite plug at 5,656')

9/14/05 1/2" choke 265 psi ftp 590 psi sicp 1,749 MCFPD + 10 BOPD + 5 BWPD

Dakota (2-3/8" tubing set at 7,420', perfs 7,534-7,720' OA, PBTD 7,754' Sj MD, multi-pass production log)

9/21/05 1/2" choke 350 psi ftp 840 psi sicp 2726* MCFPD + 0 BOPD + 7.5 BWPD

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

Fixed Allocation (Gas)	Mesaverde	39%
	Dakota	61%

Fixed Allocation (Oil)	Mesaverde	39%
	Dakota	61%

Little oil was produced during the 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

*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).