Form 3160-5 (April2004)

**TYPE OF SUBMISSION** 

| UNITEDSTATES               |
|----------------------------|
| DEPARTMENT OF THE INTERIOR |
| BUREAU OF LAND MANAGEMENT  |

| 5. | Lease | Serial | ľ |
|----|-------|--------|---|
|    |       |        |   |

| 5. Lease Serial No | ο. |
|--------------------|----|
|--------------------|----|

| J. | Lease Se | mai no. |
|----|----------|---------|
| S  | F0784    | 97A     |

6. If Indian, Allottee or Tribe Name

FORMAPPROVED OM B No. 1004-0137 Expires: March 31, 2007

| SUNDRY NOTICES AND REPORTS ON WELLS | 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.                                  | 7. If Unit or CA/Agreement, Name and/or No. SAN JUAN 28-7 UNIT |
| I. Type of Well Gas Well Other RECEIVED OIL OTO FARMINGTON NM                               | 8. Well Name and No.   |
| 2. Name of Operator ConocoPhillips Company  | SAN JUAN 28-7 UNIT 241E 9. API Well No.                        |
| 3a. Address 3b. Phone No. (include area code) PO BOX 4289 Farmington NM 87499 (505)326-9597 | 30-039-22395 10. Field and Pool, or Exploratory Area           |
| 4. Location of Well (Footage, Sec., T., R., M., or Survey Description)                      | Blanco Mesaverde / Basin Dakota                                |
| 980 SOUTH 1840 EAST<br>UL: 0, Sec: 9 T: 28N, R: 7W  | 11. County or Parish, State<br>RIO ARRIBA                      |
| 12. CHECK APPROPRIATE BOX(ES)TO INDICATE NATURE OF NOTICE, R                                | EPORT. OR OTHER DATA   |

| r <del>***</del> 1                | Acidize                           | Deepen                        | Production (Start/Resume)             | ☐ Water Shut-Off                         |
|-----------------------------------|-----------------------------------|-------------------------------|---------------------------------------|--|
| X Noticeof Intent                 | AlterCasing                       | FractureTreat                 | Reclamation                           | Well Integrity                           |
| Subsequent Report                 | Casing Repair                     | New Construction              | Recomplete                            | X Other Allocation                       |
| ' '                               | Change Plans                      | Plug and Abandon              | Temporarily Abandon                   |  |
| Final Abandonment Notice          | Convert to Injection              | Plug Back                     | Water Disposal                        |  |
| •                                 |                                   |                               |                                       | work and approximate duration thereo     |
| If the proposal is to deepen dire | ectionally or recomplete horizoni | tally give subsurface locatio | ons and measured and true vertical de | enths of all pertinent markers and zones |

TYPE OF ACTION

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 to change allocation on this well from Subtraction Method to Fixed Method Production Allocation as per the attached.



| <u> </u>  | <u>し</u>    | 7      | 1172               |      |         |   |
|---|-------------|--------|--------------------|------|---------|---|
| 14. I hereby certify that the foregoing is true and correct Name (Printed/Typed)  |             |        |                    |      |         | _ |
| Juanita Farrell   | Title       | Regu   | ulatory Specialist |      |         |   |
| Signature yant fuel   | Date        | 07/0   | 6/2006             |      |         |   |
| THIS SPACE FOR FEDERAL  | OR S        | STATE  | OFFICE USE         |      |         | _ |
| Approved by Soc Hunt  |             | Title  | Geo                | Date | 7-28-06 |   |
| 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 | FF0                |      |         |   |
| THE PRINCE SECTION AND LINES OF SECTION ASSESSMENT  | <del></del> |        |                    |      |         | ⇌ |

2. Section 1001 and Title 43 U.S.C. Section 1212, make 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.



# ConocoPhillips – San Juan 28-7 Unit #241E Conversion From Subtraction Method to Fixed Method Production Allocation

San Juan 28-7 Unit #241E Production Allocation Based on Remaining Reserves

# <u>Gas</u>

|           | Reserves<br>MMcf | Allocation % |
|-----------|------------------|--------------|
| Dakota    | 498.66           | 30.0%        |
| Mesaverde | 1175.94          | 70.0%        |
| Total     | 1674.59          |              |

# Condensate

|           | Reserves<br>Mbbl | Allocation % |
|-----------|------------------|--------------|
| Dakota    | 3.20             | 63.0%        |
| Mesaverde | 1.89             | 37.0%        |
| Total     | 5.09             |              |



