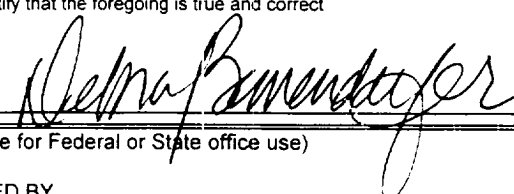


UNITED STATES  
DEPARTMENT OF THE INTERIOR  
BUREAU OF LAND MANAGEMENT

FORM APPROVED  
Budget Bureau No. 1004-0135  
Expires March 31, 1993

SUNDRY NOTICES AND REPORTS ON WELLS		5. LEASE DESIGNATION AND SERIAL NO.
Do not use this form for proposals to drill or to deepen or reentry to a different reservoir. Use "APPLICATION FOR PERMIT-" for such proposals.		SF 078498-A
SUBMIT IN TRIPLICATE		6. IF INDIAN, ALLOTTEE OR TRIBE NAME
TYPE OF WELL OIL WELL <input type="checkbox"/> GAS WELL <input checked="" type="checkbox"/> OTHER <input type="checkbox"/>		7. IF UNIT OR CA, AGREEMENT DESIGNATION
NAME OF OPERATOR CONOCO INC.		8. WELL NAME AND NO. SAN JUAN 28-7 #224M
3. ADDRESS AND TELEPHONE NO. 10 DESTA DRIVE, STE. 100W MIDLAND, TX 79705 915-686-5424		9. API WELL NO. 30-039-25697
4. LOCATION OF WELL (Footage, Sec., T., R., M., or Survey Description) 1450' FSL - 790' FEL, SEC. 28, T28N-R07W UNIT LETTER 'I'		10. FIELD AND POOL, OR EXPLORATORY AREA BLANCO MV/BASIN DAKOTA
		11. COUNTY OR PARISH, STATE RIO ARRIBA, NM
12. CHECK APPROPRIATE BOX(S) TO INDICATE NATURE OF NOTICE, REPORT, OR OTHER DATA		
TYPE OF SUBMISSION		TYPE OF ACTION
<input type="checkbox"/> Notice of Intent <input checked="" type="checkbox"/> Subsequent Report <input type="checkbox"/> Final Abandonment Notice		<input type="checkbox"/> Abandonment <input type="checkbox"/> Recompletion <input type="checkbox"/> Plugging Back <input type="checkbox"/> Casing Repair <input type="checkbox"/> Altering Casing <input checked="" type="checkbox"/> Other: spud, cement, & casing report
		<input type="checkbox"/> Change of Plans <input type="checkbox"/> New Construction <input type="checkbox"/> Non-Routine Fracturing <input type="checkbox"/> Water Shut-Off <input type="checkbox"/> Conversion to Injection <input type="checkbox"/> Dispose Water
(Note: Report results of multiple completion on Well Completion or Recompletion Report and Log Form.)		
13. Describe Proposed or Completed Operations (Clearly state all pertinent details, and give pertinent dates, including estimated date of starting any proposed work. If well is directionally drilled, give subsurface locations and measured and true vertical depths for all markers and zones pertinent to this work.)		
8/02/97 Spudded well. Drilled surface hole. Ran 5 joints 9-5/8", 36#, 8rd ST & C, K-55 casing. Landed at 278'. Cement with 175 sks. Class B cement with 3% CaCl2 and 1/4#/sk Cello Flake. Displaced with 18.4 bbls of H2O. Floats held. Bumped plug at 7:00 a.m. on 8/2/97 with 300 psi. Good returns circ 10 bbls cement.		
8/03/97 Pressure tested BOP's. Tag cement @ 278' and drill cmt., baffle plate and shoe.		
8/05/97 Ran 96 joints 7", 23# K-55, ST & C, 8rd, casing, landed @ 2960'. Cement with 420 sks 35/65 POZ Class B w/ 8% Gel, 2% CaCl2, 1/4#/sk Cello Flake, 6.25#/sk Gilsonite followed by 115 Sks Class B with 2% CaCl2, 25#/sk Cello Flake, .02 FP-6L. Circulate condition hole. Displaced with 115.9 bbls of H2O. Cement returns 36 bbls. Floats held. Bumped plug at 12:00 p.m. on 8/5/97 with 2000 psi. Had full returns and good cement returns.		
8/09/97 Ran 34 joints 4-1/2", 11.6# K-55 casing, 8rd LT& C; 127 joints 4-1/2", 10.5# K-55 casing, 8rd ST&C, landed @ 7163'. Cement with 485 sx - 50/50 Class B POZ w/4% gel, 2% KCl, 300% FL-52, 300% CD-32, 6.25 lb/sk Gilsonite, 1/4# sk Cello Flake. Followed by 105 sx Class H cement, 750% FL 62. 250% SM. 200% CD-32. Displaced w/ 110.5 bbls H2O. No cement returns. Floats held. Bumped plug @ 17:30 pm 8-09-97 with 2500 psi.		
8/10/97 Blow well clean with gas. ND BOP, set slips w/ 6-5-K. RDMO.		
14. I hereby certify that the foregoing is true and correct		
SIGNED 		DEBRA BEMENDERFER
(This space for Federal or State office use)		TITLE AGENT FOR CONOCO INC. DATE 8/14/97
APPROVED BY _____		TITLE _____ DATE _____
Conditions of approval, if any:		
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.		

\* See Instruction on Reverse Side

AUG 22 1997

FARMINGTON DISTRICT OFFICE

BY

MMOCD