

UNITED STATES
DEPARTMENT OF THE INTERIOR
BUREAU OF LAND MANAGEMENT

COPY

FORM APPROVED
OMB 1004-0135
Expires: November 30, 2000

SUNDRY NOTICES AND REPORTS ON WELLS

Do not use this form for proposals to drill or to deepen 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 <input type="checkbox"/> Gas Well <input checked="" type="checkbox"/> Other <input type="checkbox"/>		5. Lease Serial No. SF-078496
2. Name Of Operator CONOCO INC.		6. If Indian, Allottee or Tribe Name
3a. Address P.O. Box 2197, DU 3066, Houston, TX 77252-2197	3b. Phone No. (include area code) (281) 293-1613	7. If Unit or CA/Agreement, Name and/or No. SAN JUAN 28-7 UNIT Well Name And No. SAN JUAN 28-7 UNIT #278 API Well No. 30-039-26439
4. Location Of Well (Footage, Sec., T., R., M., or Survey Description) 1840' FSL - 1110' FEL, SEC. 35, T28N-R07W, UNIT LETTER 'I'		8. Field And Pool, Or Exploratory Area SOUTH BLANCO PC
		11. County Or Parish, State RIO ARriba COUNTY, 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 checked="" 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 type="checkbox"/> Other: _____
	<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 Operations (Clearly state all pertinent details, and give pertinent dates, including estimated date of starting any proposed work and approximate duration thereof. If the proposal is to deepen directionally or recompleat horizontally, give subsurface locations and measured and true vertical depths of all pertinent markers and zones. Attach the Bond under which work will be performed or provide the Bond No. on file with the 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.)

PLEASE SEE REVERSE SIDE FOR DAILY PC COMPLETION DETAILS.

14. I hereby certify that the foregoing is true and correct Name (Printed / Typed): DEBRA SITTNER		Title Agent for Conoco Inc.	
Signature <i>Debra Sittner</i>		Date 01/23/01	
THIS SPACE FOR FEDERAL OR STATE OFFICE USE			
Approved by 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.		Title	Date FEB 08 2001
		Office	FARMINGTON FIELD OFFICE BY <i>[Signature]</i>

Title 18 U.S.C. 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.

Daily Summary

300392643900		EAST	RIO ARRIBA	New Mexico		
AD Well #:	AD Well #:	AD Well #:	AD Well #:	Plug Back Total Depth (ft):	Start Date:	Refractured Date:
6110.00	6097.00	13.00	13.00	3,050.0	12/10/00	12/14/00

Date	Log This Day
12/16/00	HELD SAFETY MEETING. RU SCHLUMBERGER. RAN TDT LOG FROM 2962' TO 2000'. RAN GAMMA RAY / CCL LOG FROM 2962' TO SURFACE. RD SCHLUMBERGER.
12/17/00	HELD SAFETY MEETING. INSTALLED FRAC VALVES AND TESTED CSG TO 4000 #.
12/18/00	HELD SAFETY MEETING. MOVED IN AND FILLED FRAC TANKS WITH 2% KCL WATER.
12/19/00	HELD SAFETY MEETING. FILLED FRAC TANKS W/ 2 % KCL WATER.
12/20/00	HELD SAFETY MEETING. RU BLUE JET. PERFORATED THE PICTURED CLIFF. RIH W/ 3 1/8" 90 DEGREE PP SELECT FIRE PERFORATING GUN. PERFORATED FROM 2754' - 2780', 2788 - 2808', 2840' - 2850', 2862' - 2864', 2871' - 2873'. TOTAL 37 HOLES. 0 # AFTER PERFORATING. RD BLUE JET. RU HOT OILER. HEATED WATER IN FRAC TANKS. RD HOT OILER. SWMON.
12/21/00	HELD SAFETY MEETING. RU BJ SERVICES. FOAM FRAC THE PICTURED CLIFF. TESTED LINES TO 4500 #. SET POP OFF @ 3500 #. BROKE DOWN PERFS @ 2600 #. EST RATE @ 18 BPM @ 1400 #. DROPPED 45 BALL SEALERS @ 1 BALL PER BBL FOR 25 BALLS AND 2 BALLS PER BBL FOR REMAINING BALLS @ 18 BPM @ 1450 #. GOOD BALL ACTION. BALLED OUT @ 3400 #. RU BLUE JET. RIH W/ JUNK BASKET RETREVED 45 BALL SEALERS. HAD 34 HITS ON BALL SEALERS. RD BLUE JET. FOAM FRAC W/ 70 Q/ 25 # LINARE AND SCF N2 AND BBL Slickwater AND # 20/40 BRADY SAND. AVG PRESSURE #. AVG RATE 40 BPM. ISIP #. 5 MIN #. FRAC GRAIDENT .56. SWMON.
12/22/00	WAITING ON RIG
12/27/00	WAITING ON RIG
12/28/00	WAITING ON RIG
12/29/00	WAITING ON RIG
1/2/01	WAITING ON RIG
1/3/01	WAITING ON RIG
1/4/01	WAITING ON RIG
1/5/01	WAITING ON RIG
1/8/01	WAITING ON RIG
1/9/01	WAITING ON RIG
1/10/01	WAITING ON RIG
1/11/01	HELD SAFETY MEETING. MIRU.
1/12/01	HELD SAFETY MEETING. OPENED UP WELL. CSG PRESSURE 900 #. INSTALLED BLOOEY LINE. RIH W/ 2 3/8" TBG. TAGGED SAND @ 2782'. 91' SAND OVER BOTTOM PERFS. RU DRILL GAS. CLEANED OUT FROM 2782' TO 2815'. PUH TO 2700'. SWMON.
1/15/01	HELD SAFETY MEETING. OPENED UP WELL. CSG PRESSURE 950 #. RIH W/ 2 3/8" TAGGED SAND @ 2830'. RU DRILL GAS. CLEANED OUT FROM 2830' TO 2973'. CLEANED OUT 100' BELOW PERFS. CIRCULATED HOLE CLEAN. W/ DRILL GAS. PUH TO 2700'. SWMON.
1/16/01	HELD SAFETY MEETING. OPENED UP WELL. CSG PRESSURE 900 #. RIH W/ 2 3/8" TBG. TAGGED @ 2773'. NO FILL. TESTED THE PICTURED CLIFF THROUGH 1/2" CHOKE UP 2 3/8" TBG. WELL STABILIZED @ 300 #. 1980 MCFPD. 1 BOPD. 1 BWPD. PERFS @ 2754' TO 2873'. LANDED 86 JTS 2 3/8" TBG @ 2733'. SEAT NIPPLE @ 2733' TO 2734'. MULE SHOE @ 2734'. NDBOP - NUMH. RU SAND LINE. RIH W/ 1.901 DRIFT TO SEAT NIPPLE. POOH W/ DRIFT. RDMO. FINAL REPORT.