State of New Mexico Form C-103 Submit 3 Copies To Appropriate District Office Energy, Minerals and Natural Resources Revised March 25, 1999 District I WELL API NO. 1625 N. French Dr., Hobbs, NM 87240 30-039-08077 District II OIL CONSERVATION DIVISION 811 South First, Artesia, NM 87210 5. Indicate Type of Lease 1220 South St. Francis Dr. District III STATE 1000 Rio Brazos Rd., Aztec, NM 87410 Santa Fe, NM 87505 District IV 6. State Oil & Gas Lease No. 1220 S. St. Francis Dr., Santa Fe, NM 87505 Federal # SF078284 SUNDRY NOTICES AND REPORTS ON WELLS 7. Lease Name or Unit Agreement Name: (DO NOT USE THIS FORM FOR PROPOSALS TO DRILL OR TO DEEPEN OR PLUG BACK TO A DIFFERENT RESERVOIR. USE "APPLICATION FOR PERMIT" (FORM C-101) FOR SUGIF-PROPOSALS.) 1. Type of Well: San Juan 29-6 Unit 009257 Oil Well Gas Well X Other 2. Name of Operator 8. Well No. HE(Phillips Petroleum Company San Juan 29-6 Unit #80 017654 3. Address of Operator 9. Pool name or Wildcat DET.3 5525 Highway 64, NBU 3004, Farmington, NM 87401 Basin DK-71599 & Blanco MV-72319 4. Well Location 1640' North feet from the feet from the Unit Letter line and line Township Section 24 **NMPM** Range County Rio Arriba 10. Elevation (Show whether DR, RKB, RT, GR, etc.) 11. Check Appropriate Box to Indicate Nature of Notice, Report, or Other Data NOTICE OF INTENTION TO: SUBSEQUENT REPORT OF: PERFORM REMEDIAL WORK PLUG AND ABANDON REMEDIAL WORK ALTERING CASING **TEMPORARILY ABANDON CHANGE PLANS** COMMENCE DRILLING OPNS. **PLUG AND ABANDONMENT** PULL OR ALTER CASING **MULTIPLE** CASING TEST AND COMPLETION CEMENT JOB \square OTHER: DHC application OTHER: 12. Describe Proposed or Completed Operations (Clearly state all pertinent details, and give pertinent dates, including estimated date of starting any proposed work). SEE RULE 1103. For Multiple Completions: Attach wellbore diagram of proposed completion or recompilation. Phillips will be DHC'ing the Mesaverde and Dakota intervals of the subject well per Order #11363. Production will be reported using the subtraction method for 12 months and then covert to the ratio method for the life of the well. The Dakota forecast for the next 12 months is as follows: 1st month - 1420 mcf 2nd month - 1567 mcf 3rd month - 1512 mcf 4th month - 1558 mcf 5th month - 1503 mcf 6th month - 1548 mcf 7th month - 1543 mcf 8th month - 1489 mcf 9th month - 1534 mcf 10th month - 1480 mcf 11th month - 1524 mcf 12th month - 1520 mcf The original Reference Case where Partner notification was made was R-10770. Dakota perfs are between 8010' - 8088' with a pore pressure of 1850 psi. The Mesaverde perforations are between 4458' - 5930' with a pore pressure of 550 psi. The value of production will not be decreased by commingling. The BLM will receive a copy of this notification also. I hereby certify that the information above is true and complete to the best of my knowledge and belief TITLE Sr. Regulatory/Proration Clerk DATE 1/23/02 SIGNATURE. Patsy Clugston Type or print name Telephone No. 505-599-3454 (This space for State use) TITLE PRETTY OR & GAS INSPECTOR AND I

APPROVED BY

Conditions of approval, if any: